

**N. C. HOUSE OF REPRESENTATIVES
APPROPRIATIONS COMMITTEE**

**REPORT
ON THE
CONTINUATION, EXPANSION
AND CAPITAL BUDGETS**

**Senate Bill 202, 4th Edition
Engrossed**

June 9, 2009

**This Report is revised to incorporate all House Appropriations
Committee amendments adopted June 9, 2009.**

NORTH CAROLINA HOUSE OF REPRESENTATIVES

2009-2011

Appropriations Committee Chairmen

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General Fund Availability Statement

	FY 2009-2010	FY 2010-2011
1 Unappropriated Balance Remaining from Previous Year	0	85,738,379
2 Savings Reserve Account	0	0
3 Repairs and Renovations Reserve Account	0	0
4 Beginning Unreserved Fund Balance	0	85,738,379
5		
6 Revenues Based on Existing Tax Structure	16,796,300,000	17,384,400,000
7		
8 Non-tax Revenues		
9 Investment Income	67,300,000	93,100,000
10 Judicial Fees	200,700,000	208,300,000
11 Disproportionate Share	100,000,000	100,000,000
12 Insurance	77,700,000	81,900,000
13 Other Non-Tax Revenues	148,300,000	155,200,000
14 Highway Trust Fund/Use Tax Reimbursement Transfer	108,500,000	73,500,000
15 Highway Fund Transfer	17,600,000	17,600,000
16 Subtotal Non-tax Revenues	720,100,000	729,600,000
17		
18 Total General Fund Availability	17,516,400,000	18,199,738,379
19		
20 Adjustments to Availability: 2009 Session		
21 Department of Revenue Improved Enforcement	60,000,000	90,000,000
22 Adjust Transfer from Insurance Regulatory Fund	(1,960,749)	(1,960,749)
23 Adjust Transfer from Treasurer's Office	(816,699)	(976,717)
24 Transfer from Disproportionate Share Reserve	25,000,000	0
25 Reserve for Increased/New Fees	81,167,651	86,423,171
26 Transfers from Special Funds	40,743,885	40,743,886
27 Transfers from Cash Balances from Capital and R&R Accounts	65,687,775	0
28 Transfers of Cash Balances from Special Funds	51,528,456	0
29 Transfer from Health and Wellness Trust Fund	5,000,000	5,000,000
30 Transfer from Tobacco Trust Fund	5,000,000	5,000,000
31 Transfer Sales Tax for Wildlife Resources Commission	23,150,000	22,230,000
32 Subtotal Adjustments to Availability: 2009 Session	354,500,319	246,459,591
33		
34 Revised General Fund Availability	17,870,900,319	18,446,197,970
35		
36 Less: General Fund Appropriations	(17,785,161,940)	(18,413,183,475)
37		
38 Unappropriated Balance Remaining	85,738,379	33,014,495

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SUMMARY:

**GENERAL FUND
APPROPRIATIONS**

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SUMMARY OF GENERAL FUND APPROPRIATIONS
2009 Legislative Session: Fiscal Year 2009-2010

	Adjusted Continuation Budget	Recurring Adjustments	Nonrecurring Adjustments	Legislative Adjustments Net Changes	FTE Changes	Revised Appropriation 2009-10
<u>Education</u>						
Community Colleges	1,072,571,152	(153,356,328)	35,899,494	(117,456,834)	(19.00)	955,114,318
Public Education	8,245,341,827	(774,308,498)	(553,765,820)	(1,328,074,318)	(45.00)	6,917,267,509
University System	3,026,185,255	(338,199,107)	(65,151,313)	(403,350,420)	(4.00)	2,622,834,835
Total Education	12,344,098,234	(1,265,863,933)	(583,017,639)	(1,848,881,572)	(68.00)	10,495,216,662
<u>Health and Human Services</u>						
Central Management and Support	74,014,863	(6,767,916)	(1,155,000)	(7,922,916)	(20.00)	66,091,947
Aging and Adult Services	37,592,841	(2,993,762)	(1,384,392)	(4,378,154)	(2.00)	33,214,687
Blind and Deaf / Hard of Hearing Services	11,704,522	(715,709)	(260,590)	(976,299)	(3.00)	10,728,223
Child Development	305,403,137	(46,523,794)	(16,252,484)	(62,776,278)	(2.00)	242,626,859
Education Services	40,827,434	(5,363,546)	0	(5,363,546)	(35.00)	35,463,888
Health Service Regulation	19,271,921	(2,468,170)	0	(2,468,170)	(7.00)	16,803,751
Medical Assistance	3,681,276,113	(726,093,335)	(807,007,555)	(1,533,100,890)	(11.00)	2,148,175,223
Mental Health, Dev. Disabilities and Sub. Abuse	819,613,620	(181,739,349)	(62,000,000)	(243,739,349)	(452.00)	575,874,271
NC Health Choice	68,789,628	(10,775,613)	0	(10,775,613)	0.00	58,014,015
Public Health	195,214,007	(39,508,742)	(12,927,224)	(52,435,966)	(114.00)	142,778,041
Social Services	236,218,110	(37,081,695)	(7,290,495)	(44,372,190)	(22.00)	191,845,920
Vocational Rehabilitation	46,418,743	(6,778,943)	(201,170)	(6,980,113)	(3.00)	39,438,630
Total Health and Human Services	5,536,344,939	(1,066,810,574)	(908,478,910)	(1,975,289,484)	(671.00)	3,561,055,455
<u>Justice and Public Safety</u>						
Correction	1,384,910,571	(151,842,063)	(28,839,594)	(180,681,657)	(1,513.00)	1,204,228,914
Crime Control & Public Safety	43,925,878	(16,539,308)	(803,034)	(17,342,342)	(88.00)	26,583,536
Judicial Department	497,649,235	(44,357,184)	(11,422,672)	(55,779,856)	(382.00)	441,869,379
Judicial - Indigent Defense	133,881,190	(18,491,619)	(2,447,558)	(20,939,177)	(9.00)	112,942,013
Justice	100,441,147	(16,481,096)	189,957	(16,291,139)	(66.00)	84,150,008
Juvenile Justice & Delinquency Prevention	172,484,415	(32,445,478)	(3,871,678)	(36,317,156)	(107.00)	136,167,259
Total Justice and Public Safety	2,333,292,436	(280,156,748)	(47,194,579)	(327,351,327)	(2,165.00)	2,005,941,109

SUMMARY OF GENERAL FUND APPROPRIATIONS
2009 Legislative Session: Fiscal Year 2009-2010

	Adjusted Continuation Budget	Recurring Adjustments	Legislative Adjustments Nonrecurring Adjustments	Net Changes	FTE Changes	Revised Appropriation 2009-10
<u>Natural and Economic Resources</u>						
Agriculture and Consumer Services	65,402,492	(4,690,913)	2,000,000	(2,690,913)	(33.20)	62,711,579
Commerce	46,019,823	28,816,854	0	28,816,854	321.00	74,836,677
Commerce - State Aid	15,642,232	(1,567,232)	5,000,000	3,432,768	0.00	19,075,000
Environment and Natural Resources	212,524,097	(2,675,267)	7,463,240	4,787,973	95.52	217,312,070
Clean Water Mgmt. Trust Fund (see Reserves)	100,000,000	0	0	0	0.00	100,000,000
Labor	19,064,773	(1,758,762)	0	(1,758,762)	(11.50)	17,306,011
NC Biotechnology Center	15,427,561	(1,234,561)	0	(1,234,561)	0.00	14,193,000
Rural Economic Development Center	24,059,581	(380,581)	0	(380,581)	0.00	23,679,000
Total Natural & Economic Resources	498,140,559	16,509,538	14,463,240	30,972,778	371.82	529,113,337
<u>General Government</u>						
Administration	78,170,163	(6,685,466)	0	(6,685,466)	(49.50)	71,484,697
Auditor	14,389,111	(1,162,069)	0	(1,162,069)	(8.00)	13,227,042
Cultural Resources	77,933,037	(11,256,807)	0	(11,256,807)	(26.25)	66,676,230
Cultural Resources - Roanoke Island Comm.	2,095,402	(314,106)	0	(314,106)	0.00	1,781,296
General Assembly	62,347,066	(10,480,959)	0	(10,480,959)	(21.00)	51,866,107
Governor	6,616,233	(516,324)	0	(516,324)	0.00	6,099,909
Housing Finance Agency	14,608,417	(1,000,000)	0	(1,000,000)	0.00	13,608,417
Insurance	33,824,822	(460,749)	(1,500,000)	(1,960,749)	0.00	31,864,073
Insurance - Worker's Compensation Fund	4,500,000	0	(2,500,000)	(2,500,000)	0.00	2,000,000
Lieutenant Governor	966,706	(28,504)	(16,831)	(45,335)	(3.00)	921,371
Office of Administrative Hearings	4,266,407	(175,584)	0	(175,584)	(3.00)	4,090,823
Revenue	91,347,503	(4,271,950)	0	(4,271,950)	(17.00)	87,075,553
Secretary of State	11,854,656	(475,893)	0	(475,893)	(6.00)	11,378,763
State Board of Elections	6,627,101	(408,899)	0	(408,899)	(7.00)	6,218,202
State Budget and Management	7,144,221	(691,701)	0	(691,701)	(4.00)	6,452,520
State Budget and Management - Special	4,280,000	(63,535)	0	(63,535)	0.00	4,216,465
State Controller	24,536,602	(2,106,076)	0	(2,106,076)	(12.75)	22,430,526
Treasurer - Operations	11,150,002	6,190,744	0	6,190,744	(4.00)	17,340,746
Treasurer - Fire/Rescue Retirement	10,804,671	(317,863)	0	(317,863)	0.00	10,486,808
Total General Government	467,462,120	(34,225,741)	(4,016,831)	(38,242,572)	(161.50)	429,219,548

SUMMARY OF GENERAL FUND APPROPRIATIONS
2009 Legislative Session: Fiscal Year 2009-2010

	Adjusted Continuation Budget	Legislative Adjustments				Revised Appropriation 2009-10
		Recurring Adjustments	Nonrecurring Adjustments	Net Changes	FTE Changes	
<u>Debt Service and Statewide Reserves</u>						
Debt Service						
Interest / Redemption	670,494,697	0	0	0	0.00	670,494,697
Federal Reimbursement	1,616,380	0	0	0	0.00	1,616,380
Subtotal Debt Service	672,111,077	0	0	0	0.00	672,111,077
Statewide Reserves						
Salary Adjustment Fund	4,500,000	(4,500,000)	0	(4,500,000)	0.00	0
Contingency and Emergency Fund	5,000,000	0	0	0	0.00	5,000,000
State Retirement System Contributions	0	21,000,000	0	21,000,000	0.00	21,000,000
Judicial Retirement System Contribution	0	1,300,000	0	1,300,000	0.00	1,300,000
State Health Plan	0	132,214,752	0	132,214,752	0.00	132,214,752
Information Technology Fund	14,821,416	(6,981,416)	0	(6,981,416)	0.00	7,840,000
Job Development Investment Grants (JDIG)	27,400,000	0	(8,400,000)	(8,400,000)	0.00	19,000,000
Reduce Debt Service Requirements	0	(4,000,000)	(3,500,000)	(7,500,000)	0.00	(7,500,000)
Statewide Administrative Support Reduction	0	(3,000,000)	0	(3,000,000)	(75.00)	(3,000,000)
Eliminate Funds for BRIC - General Fund	172,000,000	0	(172,000,000)	(172,000,000)	0.00	0
Clean Water Management Trust Fund	0	0	(75,000,000)	(75,000,000)	0.00	(75,000,000)
University Cancer Research Fund (adjusts UNC budget)	0	(15,500,000)	0	(15,500,000)	0.00	(15,500,000)
Subtotal Statewide Reserves	223,721,416	120,533,336	(258,900,000)	(138,366,664)	(75.00)	85,354,752
Total Reserves and Debt Service	895,832,493	120,533,336	(258,900,000)	(138,366,664)	(75.00)	757,465,829
Total General Fund for Operations	22,075,170,781	(2,510,014,122)	(1,787,144,719)	(4,297,158,841)	(2,768.68)	17,778,011,940
<u>Capital Improvements</u>						
Water Resources Development Projects	0	0	7,150,000	7,150,000	0.00	7,150,000
Total Capital Improvements	0	0	7,150,000	7,150,000	0.00	7,150,000
Total General Fund Budget	22,075,170,781	(2,510,014,122)	(1,779,994,719)	(4,290,008,841)	(2,768.68)	17,785,161,940

SUMMARY OF GENERAL FUND APPROPRIATIONS
2009 Legislative Session: Fiscal Year 2010-2011

	Adjusted Continuation Budget	Legislative Adjustments				Revised Appropriation 2010-11
		Recurring Adjustments	Nonrecurring Adjustments	Net Changes	FTE Changes	
<u>Education</u>						
Community Colleges	1,114,034,594	(157,938,150)	0	(157,938,150)	(19.00)	956,096,444
Public Education	8,358,798,223	(953,569,400)	(573,705,648)	(1,527,275,048)	(70.00)	6,831,523,175
University System	3,100,871,575	(497,209,378)	(65,151,313)	(562,360,691)	(4.00)	2,538,510,884
Total Education	12,573,704,392	(1,608,716,928)	(638,856,961)	(2,247,573,889)	(93.00)	10,326,130,503
<u>Health and Human Services</u>						
Central Management and Support	74,482,593	(7,235,019)	0	(7,235,019)	(20.00)	67,247,574
Aging and Adult Services	37,594,640	(2,997,821)	0	(2,997,821)	(2.00)	34,596,819
Blind and Deaf / Hard of Hearing Services	11,763,464	(787,923)	(260,590)	(1,048,513)	(3.00)	10,714,951
Child Development	305,417,178	(46,536,933)	(3,800,000)	(50,336,933)	(2.00)	255,080,245
Education Services	40,879,342	(5,415,454)	0	(5,415,454)	(35.00)	35,463,888
Health Service Regulation	19,277,259	(2,486,124)	0	(2,486,124)	(7.00)	16,791,135
Medical Assistance	3,933,921,911	(1,002,098,994)	(465,968,593)	(1,468,067,587)	(11.00)	2,465,854,324
Mental Health, Dev. Disabilities and Sub. Abuse	834,943,177	(200,916,166)	(50,000,000)	(250,916,166)	(452.00)	584,027,011
NC Health Choice	68,789,628	(10,875,676)	0	(10,875,676)	0.00	57,913,952
Public Health	198,230,503	(42,699,029)	(7,774,119)	(50,473,148)	(114.00)	147,757,355
Social Services	234,498,543	(41,426,101)	(1,126,866)	(42,552,967)	(22.00)	191,945,576
Vocational Rehabilitation	46,762,707	(7,123,384)	(201,170)	(7,324,554)	(3.00)	39,438,153
Total Health and Human Services	5,806,560,945	(1,370,598,624)	(529,131,338)	(1,899,729,962)	(671.00)	3,906,830,983
<u>Justice and Public Safety</u>						
Correction	1,406,791,264	(177,629,720)	(27,217,594)	(204,847,314)	(1,763.00)	1,201,943,950
Crime Control & Public Safety	44,067,870	(18,499,070)	(803,034)	(19,302,104)	(88.00)	24,765,766
Judicial Department	507,638,940	(53,767,362)	(15,487,821)	(69,255,183)	(382.00)	438,383,757
Judicial - Indigent Defense	132,320,396	(23,304,607)	(2,447,558)	(25,752,165)	(9.00)	106,568,231
Justice	101,047,019	(22,025,605)	(1,836,222)	(23,861,827)	(102.00)	77,185,192
Juvenile Justice & Delinquency Prevention	172,651,108	(34,612,621)	(3,871,678)	(38,484,299)	(107.00)	134,166,809
Total Justice and Public Safety	2,364,516,597	(329,838,985)	(51,663,907)	(381,502,892)	(2,451.00)	1,983,013,705

SUMMARY OF GENERAL FUND APPROPRIATIONS
2009 Legislative Session: Fiscal Year 2010-2011

	Adjusted Continuation Budget	Recurring Adjustments	Legislative Adjustments Nonrecurring Adjustments	Net Changes	FTE Changes	Revised Appropriation 2010-11
<u>Natural and Economic Resources</u>						
Agriculture and Consumer Services	65,638,839	(5,141,712)	0	(5,141,712)	(33.20)	60,497,127
Commerce	46,028,986	27,956,412	0	27,956,412	321.00	73,985,398
Commerce - State Aid	15,642,232	(1,878,232)	0	(1,878,232)	0.00	13,764,000
Environment and Natural Resources	214,924,435	(8,104,268)	0	(8,104,268)	31.02	206,820,167
Clean Water Mgmt. Trust Fund (see Reserves)	100,000,000	0	0	0	0.00	100,000,000
Labor	19,092,834	(1,786,767)	0	(1,786,767)	(11.50)	17,306,067
NC Biotechnology Center	15,427,561	(1,542,561)	0	(1,542,561)	0.00	13,885,000
Rural Economic Development Center	24,059,581	(475,581)	0	(475,581)	0.00	23,584,000
Total Natural and Economic Resources	500,814,468	9,027,291	0	9,027,291	307.32	509,841,759
<u>General Government</u>						
Administration	78,362,881	(8,095,300)	0	(8,095,300)	(49.50)	70,267,581
Auditor	14,405,383	(1,350,260)	0	(1,350,260)	(9.00)	13,055,123
Cultural Resources	79,329,609	(13,699,734)	0	(13,699,734)	(26.25)	65,629,875
Cultural Resources - Roanoke Island Comm.	2,095,402	(341,199)	0	(341,199)	0.00	1,754,203
General Assembly	64,056,544	(10,433,846)	0	(10,433,846)	(27.00)	53,622,698
Governor	6,622,879	(605,140)	0	(605,140)	0.00	6,017,739
Housing Finance Agency	14,608,417	(1,188,884)	0	(1,188,884)	0.00	13,419,533
Insurance	33,887,006	(460,749)	(1,500,000)	(1,960,749)	0.00	31,926,257
Insurance - Worker's Compensation Fund	4,500,000	0	(2,938,154)	(2,938,154)	0.00	1,561,846
Lieutenant Governor	966,706	(41,003)	(16,831)	(57,834)	(3.00)	908,872
Office of Administrative Hearings	4,279,242	(232,455)	0	(232,455)	(3.00)	4,046,787
Revenue	91,440,473	(5,535,367)	0	(5,535,367)	(31.00)	85,905,106
Secretary of State	11,928,530	(696,961)	0	(696,961)	(7.25)	11,231,569
State Board of Elections	6,630,894	(498,707)	0	(498,707)	(7.00)	6,132,187
State Budget and Management	7,147,928	(790,119)	0	(790,119)	(4.00)	6,357,809
State Budget and Management -- Special	4,280,000	(118,875)	0	(118,875)	0.00	4,161,125
State Controller	24,568,908	(2,456,848)	0	(2,456,848)	(16.75)	22,112,060
Treasurer - Operations	11,163,790	6,030,726	0	6,030,726	(4.00)	17,194,516
Treasurer - Fire/Rescue Retirement	10,804,671	(457,566)	0	(457,566)	0.00	10,347,105
Total General Government	471,079,263	(40,972,287)	(4,454,985)	(45,427,272)	(187.75)	425,651,991

SUMMARY OF GENERAL FUND APPROPRIATIONS
2009 Legislative Session: Fiscal Year 2010-2011

	Adjusted Continuation Budget	Legislative Adjustments				Revised Appropriation 2010-11
		Recurring Adjustments	Nonrecurring Adjustments	Net Changes	FTE Changes	
<u>Debt Service and Statewide Reserves</u>						
Debt Service:						
Interest / Redemption	739,878,445	0	0	0	0.00	739,878,445
Federal Reimbursement	1,616,380	0	0	0	0.00	1,616,380
Subtotal Debt Service	741,494,825	0	0	0	0.00	741,494,825
Statewide Reserves:						
Salary Adjustment Fund	4,500,000	(4,500,000)	0	(4,500,000)	0.00	0
Contingency and Emergency Fund	5,000,000	0	0	0	0.00	5,000,000
State Retirement System Contributions	0	312,000,000	0	312,000,000	0.00	312,000,000
Judicial Retirement System Contribution	0	1,300,000	0	1,300,000	0.00	1,300,000
State Health Plan	0	276,179,709	0	276,179,709	0.00	276,179,709
Information Technology Fund	14,821,416	(6,981,416)	0	(6,981,416)	0.00	7,840,000
Job Development Investment Grants (JDIG)	27,400,000	0	(8,400,000)	(8,400,000)	0.00	19,000,000
Reduce Debt Service Requirements	0	(4,000,000)	0	(4,000,000)	0.00	(4,000,000)
Statewide Administrative Support Reduction	0	(6,600,000)	0	(6,600,000)	(165.00)	(6,600,000)
Eliminate Funds for BRIC - General Fund	45,000,000	0	(45,000,000)	(45,000,000)	0.00	0
Clean Water Management Trust Fund	0	0	(75,000,000)	(75,000,000)	0.00	(75,000,000)
University Cancer Research Fund (adjusts UNC budget)	0	(15,500,000)	0	(15,500,000)	0.00	(15,500,000)
Subtotal Statewide Reserves	96,721,416	551,898,293	(128,400,000)	423,498,293	(165.00)	520,219,709
Total Reserves and Debt Service	838,216,241	551,898,293	(128,400,000)	423,498,293	(165.00)	1,261,714,534
Total General Fund for Operations	22,554,891,906	(2,789,201,240)	(1,352,507,191)	(4,141,708,431)	(3,260.43)	18,413,183,475
<u>Capital Improvements</u>						
Water Resources Development Projects	0	0	0	0	0.00	0
Total Capital Improvements	0	0	0	0	0.00	0
Total General Fund Budget	22,554,891,906	(2,789,201,240)	(1,352,507,191)	(4,141,708,431)	(3,095.43)	18,413,183,475

EDUCATION

Section F

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Public Education

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$8,245,341,827		\$8,358,798,223	
Legislative Changes				
A. Technical Adjustments				
1 Adjust Continuation Budget	(\$73,903,050)	R	(\$118,955,313)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
2 Mandatory Continuation Budget Increases	\$27,269,605	R	\$61,106,959	R
Restores mandatory increases for certain line items associated with growing student headcount.				
3 Education Stabilization Fund - Noninstructional Support Personnel Reduction				
Temporarily reduces the Noninstructional Support Personnel allotment on a nonrecurring basis for both years of the biennium. This reduction will be offset by the appropriation of the federal Education Stabilization Fund (ESF). The ESF will be distributed via the State's primary funding formulae, as defined by Section 7.34 of this bill.	(\$356,970,583)	NR	(\$360,579,983)	NR
4 Education Stabilization Fund - Classroom Materials/Supplies Reduction				
Temporarily reduces the Classroom Materials/Supplies allotment on a nonrecurring basis for both years of the biennium. This reduction will be offset by the appropriation of the federal ESF. The ESF will be distributed via the State's primary funding formulae, as defined by Section 7.34 of this bill.	(\$46,448,981)	NR	(\$42,839,581)	NR
5 Children with Disabilities Head-Count Adjustment	(\$15,987,833)	R	(\$15,987,833)	R
This is a technical adjustment to the Children With Disabilities allotment. The continuation budget includes anticipated growth based on the projected head-count of children with disabilities. This adjustment revises budgeted funding for both preschool and school-age children with special needs to reflect actual April 1, 2009 headcount. It does not reduce funding per student.				
6 Civil Penalties Receipts	(\$6,324,790)	R	(\$6,324,790)	R
Makes recurring adjustment to budgeted civil penalty revenues to account for actual FY 2007-08 receipts. Collected civil penalties revenues are required to be deposited in the State Public School Fund (SPSF) for allotment to LEAs on a per-ADM basis. Total realized FY 2007-08 receipts were \$120.3 million.				

7 Financing School Bus Replacement

(\$6,347,581)	R	(\$10,334,288)	R
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Adjusts the schedule for school bus financing from three to four years on a recurring basis.

8 Textbook Freight

(\$217,837)	R	(\$217,837)	R
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Eliminates funding for textbook freight. These costs will be covered through receipts from books purchased by the LEAs.

B. State Public School Fund**9 Information Highway**

(\$1,200,000)	R	(\$1,200,000)	R
---------------	---	---------------	---

Eliminates funding for a program that previously paid for LEAs to access distance learning. Funds are no longer needed as the School Connectivity Initiative (SCI) has replaced this program and provides increased service to the LEAs.

10 At-Risk Student Services

(\$50,000,000)	R	(\$50,000,000)	R
(\$20,000,000)	NR		

Reduces the At-Risk Student Services allotment by approximately 31% in FY 2009-10 and 22% in FY 2010-11 from the continuation budget levels of \$226.6 million in FY 2009-10 and \$228.0 million in FY 2010-11.

11 School Technology Fund

(\$9,411,058)	NR	(\$9,000,000)	NR
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Reduces by 90% on a nonrecurring basis the General Fund support for the School Technology Fund, which provides support to LEAs on a per-ADM basis for the development and implementation of LEA technology plans. An additional \$18 million for this Fund is annually provided from the Civil Penalty and Forfeiture Fund. Additionally, Section 5.1 of the budget transfers approximately \$18 million from a UNC escrow account to this Fund on a one-time basis and Section 7.37 of the budget transfers a cash balance of \$411,058 from the State Literary Fund to this fund on a one-time basis.

12 Textbooks

(\$47,977,278)	NR	(\$90,410,044)	NR
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Adjusts allotment in FY 2009-10 to reflect the reduced expenditures projected from a delay in the adoption of grades 6-12 mathematics textbooks. The additional reduction in FY 2010-11 reflects a moratorium on new textbook adoptions, allowing textbook purchases only for new students or for replacement books.

13 NC Wise Owl

(\$500,000)	R	(\$500,000)	R
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Reduces funding by 38% for this online reference resource for teachers and students. This portion of the reference service is being provided at no cost by SAS Institute.

14 Central Office Administration

(\$9,064,143)	R	(\$9,082,143)	R
---------------	---	---------------	---

Reduces the dollar allotment to LEAs for the salaries and benefits of central office staff. This staff includes, but is not limited to, superintendents, associate and assistant superintendents, finance officers, athletic trainers, and transportation directors. The reduction reflects a 7.5% decrease from the FY 2009-10 continuation budget total of \$120,855,235.

15 More at Four

(\$10,000,000)	R	(\$10,000,000)	R
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Reduces General Fund support for More at Four by 11.6%. The Office of School Readiness shall use the average FY 2008-09 average reimbursement rate of \$5,000 per slot in allocating funding. The FY 2009-10 continuation budget includes \$86 million in General Fund and \$84.6 million in Lottery support for this program. A related provision, Section 10.7, includes More at Four amongst a list of programs to be examined for consolidation in one entity solely responsible for early childhood programs, beginning in FY 2010-11.

16 Focused Education Reform

(\$483,373)	R	(\$4,833,728)	R
		\$4,350,355	NR

Provides a 10% reduction to funds appropriated to DPI in support of the pilot program known as The Collaborative Project. DPI funding for this program is currently \$4,833,728. The FY 2010-11 funding for the Project is provided on a nonrecurring basis to reflect the final year of funding needed for this 3-year pilot program. The Public School Forum receives an additional \$2,342,705 to support and administer the pilot.

17 Staff Development

Reduces funding by 100%, on a nonrecurring basis, for the staff development allotment.

(\$12,557,920)	NR	(\$12,619,829)	NR
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18 Improving Student Accountability

(\$38,339,798)	R	(\$38,339,798)	R
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Eliminates funding for this allotment that supports activities designed to improve the performance of those students scoring at Level I or II on certain State tests. The Disadvantaged Student Supplemental Funding and At-Risk Student Services allotments support similar types of activities.

19 Critical Foreign Language Pilot

(\$500,000)	R	(\$500,000)	R
\$100,000	NR		

Eliminates recurring funding for this two-year old pilot program. The nonrecurring funding provided in FY 2009-10 will enable DPI to complete the ongoing development of online Russian and Japanese language courses.

20 Increase Class Size

(\$322,705,848)	R	(\$463,138,920)	R
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Decreases funding for the Classroom Teachers allotment consistent with increasing the student-to-teacher funding allotment ratio currently set by the State Board of Education for each grade by 2 in FY 2009-10 and by 3 in FY 2010-11. The related provision, section 7.23, increases the allowable maximum district-wide class size average and maximum individual class size by 2 in FY 2009-10 and 3 in FY 2010-11.

21 Literacy Coaches

(\$12,034,400)	R	(\$12,034,400)	R
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Eliminates funding for all 200 Literacy Coaches.

22 Classroom Materials/Supplies

(\$2,000,000) R (\$2,400,000) R

Reduces funding for this allotment which funds Instructional Materials and Supplies, Instructional Equipment, and Testing Support. The continuation budget includes \$88,238,683 in FY 2009-10 and \$94,390,396 for this allotment.

23 Noninstructional Support Personnel

(\$20,156,347) R (\$20,346,315) R

Reduces funding for this allotment by 5%. It supports clerical assistants, custodians, and substitute teachers, amongst other items.

24 Teacher Assistants

(\$130,135,446) R (\$130,135,446) R

Eliminates funding for Teacher Assistants (TAs) serving students in grade 3. Funds will be allotted on the basis of ADM in grades K-2. LEAs may continue to place TAs in grade 3 classrooms if they so choose. The continuation budget provides \$503,837,592 in FY 2009-10 and \$505,965,687 in FY 2010-11 for this allotment.

25 Instructional Support

(\$19,367,181) R (\$20,772,741) R

Reduces funding for this allotment that supports counselors, social workers and certain other personnel with a direct instructional relationship to students. The continuation budget provides \$357,595,392 in FY 2009-10 and \$360,981,712 in FY 2010-11 for this allotment.

26 School Building Administration

(\$17,586,720) R (\$17,586,720) R

Reduces funding for this allotment that supports principals and assistant principals. It reduces the allotment for assistant principal positions from 1:799.4 ADM to 1:942.1, a reduction of approximately 278 10-month positions. The continuation budget provides \$262,034,980 in FY 2009-10 and \$265,003,158 in FY 2010-11 for this allotment.

27 Math and Science Supplement Pilot

(\$515,115) R (\$515,115) R

Eliminates funding for a pilot program that provides \$15,000 bonuses to certain mathematics and science teachers in Bertie, Columbus, and Rockingham counties.

28 Mentoring

(\$5,582,308) R (\$5,582,308) R

Reduces funding for teacher mentoring by 50%.

29 Limited English Proficiency

(\$2,000,000) R (\$2,000,000) R

Reduces funding for the program by 2.5% in FY 2009-10 and 2.3% in FY 2010-11.

30 Low Wealth Supplemental Funding

(\$4,853,701) R (\$9,707,403) R

Modifies the allotment formula to support only those LEAs at or below 90% of state average wealth as measured by the formula. Previously those LEAs at or below 100% of state average wealth qualified for funding. LEAs no longer qualifying under the new formula will have 75% of their anticipated funding held harmless in FY 2009-10 and will have 50% of their anticipated funding held harmless in FY 2010-11 if the district remains above 90% of state average wealth.

31 Small County Supplemental Funding

(\$4,518,919) R (\$4,518,919) R

Reduces program funding by 10% from the continuation budget amount of \$45,189,185.

32 Transportation

(\$29,348,420) R (\$30,559,008) R

Reduces funding for the allotment, which supports the salaries of transportation personnel as well as the maintenance of yellow buses, by approximately 7.5% in both years of the biennium.

33 Learn and Earn Online

(\$1,351,752) R (\$1,351,752) R

Eliminates funding for this program which provides online classes leading to college credit for high school students.

34 Small Specialty High Schools

(\$3,222,496) R (\$3,222,496) R

Eliminates funding for one counselor and one clerical position at each of the 32 high schools. Funding is retained for an additional clerical position as well as a principal position.

35 Child and Family Support Teams

(\$1,252,183) R (\$1,252,183) R

Reduces funding for this program by 10%.

36 Dropout Prevention Grants

\$13,000,000 R \$13,000,000 R

Provides recurring funding for additional dropout prevention grants. This program provides funding on a competitive basis to local school administrative units, schools, local agencies, or nonprofit organizations to support programs that address dropout prevention. The additional funding for this program can be used to provide continued funding to past grant recipients or to fund new recipients. The maximum grant size is \$150,000.

37 Local Education Agency Discretionary Reduction

(\$15,550,000) R (\$20,050,000) R

The creation of a new fine and an increase in an existing fine are expected to increase receipts to counties that are to be used in support of public schools. This discretionary reduction decreases General Fund support for LEAs by an equal amount. The State Board of Education shall determine the amount of the reduction for each LEA on the basis of ADM. Each LEA shall identify its budget reductions to DPI within 30 days of this act becoming law.

C. Department of Public Instruction**38 Testing**

(\$2,000,000) R

Eliminates funding for the following tests: Computer Skills, Grade 3 Pretest Math, Grade 3 Pretest Reading, Competency Reading, and Competency Math. The State Board of Education may use the FY 2009-10 savings from eliminating these tests to support the development and implementation of a new Standard Course of Study for all content areas and grade levels. This activity will also support the State Board of Education's efforts to research, design, and implement a new comprehensive State testing system that will include formative, benchmark/interim, and summative tests. The ultimate goal of this initiative is to develop a new K-8 and K-12 accountability model.

39 DPI Position Reduction

(\$3,252,555) R (\$5,083,021) R

Reduces funding commensurate with reducing State-supported DPI positions by 10%, or 45, in FY 2009-10 and by 15%, or 70, in FY 2010-11. DPI may eliminate some or all of its 32 vacant positions, or shift certain positions to federal funding, where possible, to meet this reduction target.

-45.00

-70.00

40 DPI Operating Funds

(\$2,087,638) R (\$2,846,779) R

Reduces funding for DPI operations, excluding salaries and benefits, by 11% in FY 2009-10 and by 15% in FY 2010-11.

41 Legacy Funds

Adjusts fund balance remaining from nonrecurring appropriations made for agency IT infrastructure. This reduction would eliminate the fund balance of \$3,000,000.

42 Personal Financial Literacy

(\$500,000) R (\$500,000) R

Eliminates the recurring appropriation for this activity. Personal Financial Literacy has already been integrated into the curriculum and is available to students through the Civics and Economics curriculum. DPI personnel shall continue to provide curricular materials, professional development, and technical assistance to teachers on this subject.

43 Governor's Schools

(\$75,000) R (\$75,000) R

Reduces the General Fund support by \$75,000 in both years of the FY 2009-11 biennium. Funding supports the Governor's Schools, which are held each summer for six weeks at two college campuses. Student selection is competitive. The current appropriation supports a total of 800 student participants.

44 Teacher Working Conditions Survey

Eliminates funding for the Survey and related activities in FY 2010-11. Funding is provided for FY 2009-10.

(\$215,000) NR

D. Pass-Through Funds**45 Tarheel Challenge Academy**

\$1,228,350

R

\$1,228,350

R

Provides funding to the North Carolina's Tarheel Challenge Academy, a quasi-military program for high school dropouts, or expellees. It is located in Sampson County and sponsored by the North Carolina National Guard. This program receives matching funds from the federal government equal to \$60 for every \$40 of State funds. Previously, the Tarheel Challenge had been funded within the Department of Crime Control and Public Safety budget. The appropriation for this program was eliminated for FY 2008-09 pending the findings of a Continuation Review.

46 Appropriations to Non-Public School Organizations

(\$4,594,519)

R

(\$6,702,953)

R

Reduces recurring funding to the following organizations:

\$2,108,434

NR

Communities in Schools (\$160,750),
Schools Attuned (\$820,911),
ExplorNet (\$300,000),
Teacher Cadet (\$60,000),
NC Network (\$312,625),
Science Olympiad (\$22,500),
Teach for America (\$50,000),
NC Math & Science (\$100,000), and
Project Enlightenment (\$200,000).

Funding for the Public School Forum's administration will be reduced by 10% (\$234,271) in FY 2009-10 and FY 2010-11. Additionally, the Forum's State support will be transitioned to nonrecurring funding in FY 2010-11.

Additionally, the \$1,500,000 in recurring funding for Literacy Coach training provided by the Teacher Academy shall be eliminated. The remaining \$5,556,413 provided for the Academy's activities shall be reduced by 15% (\$833,462).

E. Other Reserves and Transfers**47 Teaching Fellows Trust Fund**

Reduces the cash balance of the Teaching Fellows Trust Fund on a nonrecurring basis by \$5,500,000. The current cash balance of the Fund is \$6.76 million. This reduction will not negatively impact program participants or operations.

48 Children's Trust Fund

(\$247,500)

R

(\$247,500)

R

Eliminates the State appropriation for this program. Other annual receipts of approximately \$365,000 generated from marriage license fees will continue to support this program that awards grants to entities that support child neglect and abuse prevention initiatives. Section 10.43 of this bill will move administration of this program to the Department of Health and Human Services.

49 Redirect Capital Funds to Support Public Schools through the General Fund

Suspends the transfer of Corporate Income Tax funds in FY 2009-10 and FY 2010-11 to the Public School Building Capital Fund. Instead, funds will be transferred as a receipt to the State Public School Fund to temporarily offset the costs for public school operations. For FYs 2009-10 and 2010-11, General Fund appropriations will be reduced by the amount that was scheduled to be transferred to the capital accounts.

(\$60,500,000) NR

(\$64,500,000) NR

50 Business and Education Technology Alliance

Eliminates the Fund's cash balance of \$26,336 for the Business and Education Technology Alliance. A related provision, section 7.15, repeals this entity.

51 State Literary Fund

Redirects the Fund's cash balance of \$411,058 for use in the School Technology Fund. This Fund has been used to provide loans to LEAs from the proceeds of certain State property sales. Only one loan has been made in the last 5 years and is currently in repayment status.

52 Computer Revolving Loan Fund

Eliminates the Computer Revolving Loan Fund and its cash balance of \$120,677. A related provision, section 7.36, repeals this Fund, which was created from the Literary Loan Fund to provide loans to LEAs needing to buy equipment to implement the Uniform Education Reporting System. The last loan from the Fund was made prior to FY 2004 and the last repayment of a loan was made in FY 2004.

Total Legislative Changes	(\$774,308,498)	R	(\$953,569,400)	R
	(\$553,765,820)	NR	(\$573,705,648)	NR
Total Position Changes	-45.00		-70.00	
Revised Budget	\$6,917,267,509		\$6,831,523,175	

Community Colleges

GENERAL FUND

	FY 09-10	FY 10-11
Recommended Budget	\$1,072,571,152	\$1,114,034,594

Legislative Changes

A. Adjustments to Continuation Budget

53 Adjust Continuation Budget	(\$67,749,918)	R	(\$109,213,360)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				

54 Fully Fund Enrollment Growth	\$58,068,720	R	\$99,195,570	R
Provides funds to fully fund enrollment growth. According to the 2008-09 spring semester census, enrollment has increased by 15,259 full-time equivalents (or FTEs) above the 2008-09 budgeted enrollment of 201,625. This is a 7.6% increase and brings 2009-10 budgeted enrollment to 216,884. Curriculum enrollment has increased by 13,110 FTE (or 8.34%), continuing education enrollment by 1,683 FTE (or 6.70%), and basic skills enrollment by 466 FTE (or 2.41%).				

Estimated enrollment growth during the 2009-10 year is also fully funded with an additional appropriation of \$41,126,850 in FY 2010-11. This is based on an estimated enrollment growth of 5.4% (or 11,470 FTE).

B. Reductions - Community College System Office

55 Eliminate Vacant Positions and Salary Reserves	(\$523,128)	R	(\$523,128)	R
Eliminates 7 vacant positions in the Community College System Office, as well as \$46,192 of unused salary reserves.				
	-7.00		-7.00	

56 Eliminate Filled Positions	(\$835,708)	R	(\$835,708)	R
Eliminates 12 filled positions in the Community College System Office. The duties of these positions shall be eliminated or absorbed by other System Office employees. The positions are:				
	-12.00		-12.00	

-Special Events Coordinator
 -BioNetwork Grants Associate
 -Resource Development Coordinator
 -Director of Foundation Support & Alumni Affairs
 -Executive Assistant
 -Bionetwork Grants Coordinator
 -Library Technician
 -Documentation Specialist (2 positions)
 -IT Manager
 -Accounting Technician
 -Administrative Assistant

57 Move Positions to Receipt Support

(\$85,454) R

(\$85,454) R

Reduces appropriations by shifting one Grants Administrator position to indirect cost receipts and one Education Consultant partially to proprietary school receipts. These positions oversee the activities that generate these receipts.

58 Reduce System Office Operating Budget

(\$952,248) R

(\$952,248) R

Reduces the System Office operating budget in the following areas:

- IT Contracts (\$200,000),
- Number of IT Training Days (\$88,000),
- ITS Project Management Services (\$76,000),
- Travel and Operating Funds for the Technology and Workforce Development Division (\$71,245),
- Funding for Professional Development Course (\$7,500),
- Travel and Operating Funds for the Academic and Student Services Division (\$19,680), and
- Other reductions to be identified by the System Office (\$489,823).

59 Reduce 2+2 E-Learning Initiative

(\$250,000) R

(\$250,000) R

Reduces the budget of the 2+2 E-Learning Initiative by \$250,000. This reduction leaves the 2+2 E-Learning Initiative with \$750,000 in recurring funds to support innovative distance learning programs.

60 Thai Entrepreneurship Fund

Removes the remaining \$221 from the Thai Entrepreneurship Fund in Special Fund 26800 and reduces General Fund appropriations accordingly.

(\$221) NR

C. Reductions - Colleges**61 Management Flexibility Reduction - State Aid**

(\$26,800,000) R

(\$31,045,230) R

Reduces funds in the State Aid budget. The State Board of Community Colleges shall distribute the flexibility reduction, accounting for the unique needs of each college. Each college reduced shall have the flexibility to adjust its budget to implement this reduction, but shall not impact those activities directly involved in retraining displaced workers.

62 Maintenance of Plant Supplement

(\$787,877) R

(\$787,877) R

Eliminates supplemental funding currently allocated to colleges with an out-of-county student population over 50% of the total student population.

63 Botanical Laboratory at Fayetteville Technical Community College

(\$300,000) R

(\$300,000) R

Eliminates funding for the botanical laboratory at Fayetteville Technical Community College.

64 Community Service Block Grant

(\$1,066,603) R

(\$1,066,603) R

Eliminates funding for the community service block grant, requiring all community service programs to be offered on a self-supporting basis.

65 Baccalaureate Education Attainment Funds

(\$112,751)

R

(\$112,751)

R

Eliminates baccalaureate education attainment funds available to community college faculty and staff to pursue and attain bachelor's degrees.

66 Faculty and Staff Development Funds

(\$507,068)

R

(\$507,068)

R

Eliminates funds allocated by the State for professional development of community college faculty and staff.

67 Compensatory Education Administration

(\$1,229,760)

R

(\$1,229,760)

R

Eliminates additional funds allotted to colleges for the administration of compensatory education programs. These programs provide assistance to developmentally-disabled, adult students by teaching them life-skills. Community colleges will continue to receive FTE funding for enrollment of these students.

68 Supplemental Multi-Campus Center Funds

(\$1,896,178)

R

(\$1,896,178)

R

Reduces supplemental multi-campus center funds by 9%. Community colleges will continue to receive FTE funding for enrollment at multi-campus sites.

69 Off-Campus Center Funds

(\$1,000,000)

R

(\$1,000,000)

R

Eliminates supplemental funding for off-campus centers. Community colleges will continue to receive FTE funding for the enrollment at off-campus centers.

70 Eliminate One Virtual Learning Community Development Center

(\$200,000)

R

(\$200,000)

R

Eliminates one of the five State-supported Virtual Learning Community development centers. The State Board of Community Colleges will determine which center to eliminate.

71 Reduce Funding for Library Books and Materials

(\$848,391)

R

(\$848,391)

R

Reduces funding for library books and materials by 20%.

72 Reduce BioNetwork Grants and Marketing Funds

(\$1,440,675)

R

(\$1,440,675)

R

Reduces funds for grants and marketing of the NCCCS BioNetwork. Of the total reduction, \$1,056,808 will be reduced from grants to colleges and \$383,866 will be reduced from System Office marketing funds.

73 Reduce Supplemental Hearing Impaired Funding

(\$85,000)

R

(\$85,000)

R

Reduces funds allotted to Wilson, Central Piedmont, and Western Piedmont Community Colleges to support the additional costs of serving hearing impaired students. These colleges will continue to receive FTE funding for the enrollment of these students.

74 Eliminate Funds for Disadvantaged Nursing Students

(\$80,000)

R

(\$80,000)

R

Eliminates funds for disadvantaged nursing students. These funds currently support tutoring, NCLEX review, and instructional software.

75 Regional Criminal Justice Coordinators

(\$430,119) R (\$430,119) R

Eliminates funds used for three regional coordinators to provide comprehensive education and training to law enforcement personnel.

76 Reduce Fire Training Coordinators

(\$489,018) R (\$489,018) R

Eliminates funding for 5 of the 8 Regional Fire Training Coordinators, leaving \$283,275 for three remaining training coordinators. These three coordinators are to be based regionally, and supervised by the Community College System Office.

77 Public Radio Station Pass-Through Funds

(\$458,921) R (\$458,921) R

Eliminates pass-through funds for three public radio stations located on community college campuses:

- Gaston (\$191,333),
- Craven (\$66,333), and
- Isothermal (\$201,255).

78 Reduce Child Care Grants to FY 2007-08 Actual Expenditures

(\$84,801) R (\$84,801) R

Reduces funding for child care grants to student parents who rely on child care to pursue their studies to actual FY 2007-08 expenditures (\$1,838,215).

79 Merger of Hickory Metro Higher Education Center

(\$505,834) R (\$505,834) R

Eliminates categorical allotment to Catawba Valley Community College for the Hickory Metro Higher Education Center (HMHEC). HMHEC offers baccalaureate and advanced degrees through partnerships with four-year public and private colleges and universities. This center has been merged with the NC Center for Engineering and Technology, also located in Hickory and offered in cooperation with the University of North Carolina. This merger centralized all public baccalaureate offerings in Hickory under UNC. The UNC portion of the budget includes the funding necessary to transfer the administration of HMHEC to Appalachian State University, the fiscal agent for UNC's Hickory Regional Partnership.

80 Small Business Center Funding

(\$402,861) R (\$402,861) R

Eliminates a categorical allotment to Asheville-Buncombe Technical Community College for hospitality and tourism (\$54,861) and reduces each college's base allocation by \$6,000 (\$174,000). After these reductions, total funding for this program will be \$5,527,836.

81 Reduce Customized Training Funds

(\$1,121,141) R (\$1,121,141) R

Reduces funding for the Customized Training program by 9% in FY 2009-10 and 9% in FY 2010-11. Total funding for the program in FY 2008-09 was \$12,457,121.

82 Specialized Center Regionalization

(\$1,023,133) R

(\$1,023,133) R

Reorganizes the Textile Center of Gaston College, the Center for Emerging Manufacturing Solutions (or Hosiery Tech Center) of Catawba Valley CC, and the Haywood Regional High Tech Center of Haywood CC, and reduces funds by \$1,023,133. The remaining \$1,275,000 will be distributed as follows:

- \$525,000 to Gaston College to support East Campus in Belmont as a multi-campus center of the college,
- \$100,000 to Haywood CC for a high cost allocation for Haywood Regional High Tech Center, and
- \$650,000 to Catawba Valley CC for a regional Center for Emerging Manufacturing Solutions (CEMS) program.

The regional CEMS program will be headquartered in Hickory. The funding will support the core program and employees at the current CEMS site. One position will remain at the current Textile Center location, and will be used to leverage equipment and resources at the two locations to conduct testing, development, and other services as directed.

83 Eliminate Special Allotment Funding

(\$1,295,428) R

(\$1,295,428) R

Eliminates funding for special allotments for high cost programs, including truck driving programs at Johnston and Caldwell Community Colleges, marine technology at Cape Fear Community College, and heavy equipment at Wilson Community College. Colleges will continue to receive regular FTE funding for these programs.

84 Eliminate Clerical Position from Funding Formula

(\$2,287,752) R

(\$2,287,752) R

Eliminates one of the eight clerical positions from the institutional support base allotment funding formula for community colleges.

85 Prisoner Education Program Continuation Review

(\$32,899,715) R

(\$32,899,715) R

Eliminates recurring funding for the prisoner education program and provides nonrecurring funds for FY 2009-10. Restoration of recurring funding in FY 2010-11 is subject to the findings of a legislative continuation review.

\$32,899,715 NR

\$0 NR

86 Eliminate College Transfer Courses for Dual Enrollment and Huskins Students

(\$14,612,950) R

(\$14,612,950) R

Eliminates funding for the college transfer courses (excluding math and science) offered to dual enrollment and Huskins students. This reduction does not impact courses provided to students of Early and Middle College High Schools.

In order to ensure all colleges receive full enrollment growth funding for FY 2009-10, this reduction will be treated as a management flexibility reduction in FY 2009-10. In subsequent years, this reduction will be realized in the form of reduced enrollment growth at colleges.

D. Tuition and Fees**87 Restructure Continuing Education Fee Rates**

(\$9,426,885)	R	(\$9,426,885)	R
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Restructures continuing education fee rates. The new fee structure will consolidate the current structure from four tiers into three, based on the number of hours of class time, as follows:

Classes 1-20 hours - \$65,
Classes 21-50 hours - \$120, and
Classes >50 hours - \$175.

Continuing education fees have not been increased since the current sliding scale was adopted in 1999. Continuing education courses are non-credit courses and are taken by students not seeking a degree.

88 Tuition Increase

(\$30,522,884)	R	(\$30,522,884)	R
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Increases curriculum tuition by \$8 per credit hour, from \$42 to \$50. Tuition for full-time students will increase by a maximum of \$256 per year, from \$1,344 to \$1,600.

89 Eliminate Senior Citizen Tuition Waiver

(\$1,316,192)	R	(\$1,316,192)	R
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Eliminates tuition waivers for senior citizens.

90 Minimum Payment in Lieu of Tuition Waiver

(\$15,046,655)	R	(\$15,046,655)	R
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Requires a minimum payment of tuition for certain populations currently receiving a full tuition waiver. For paid public safety personnel, the minimum payment will be \$45 per Continuing Education course or \$45 per curriculum credit hour. For other populations, the minimum payment will be \$25 per course or credit hour. Section 8.11 of this bill lists all populations required to pay this minimum tuition payment.

E. Additional Adjustments**91 Equipment and Technology**

\$6,000,000	R	\$6,000,000	R
\$3,000,000	NR		

Provides funds for the purchase of instructional equipment and technology at all 58 colleges. These funds are in addition to the \$31.3 million included in the base budget for this purpose. Funds shall be distributed in accordance with the existing equipment formula.

92 Restore Funding for the NC Military Business Center

\$1,250,000	R	\$1,250,000	R
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Restores funding to the NC Military Business Center at Fayetteville Technical Community College. The Center received non-recurring funds in FY 2008-09 while undergoing a continuation review. The Center works with communities and companies to develop and obtain federal business opportunities, including with the US military at NC military installations.

93 JobsNow Program

Provides \$13.5 million in additional federal receipts, transferred from the Department of Commerce, for the JobsNow program. Funds will be used to provide an infusion of instructional resources to support training activities in occupational areas that could be completed in less than 6 months.

Total Legislative Changes	(\$153,356,328)	R	(\$157,938,150)	R
	\$35,899,494	NR	\$0	NR
Total Position Changes	-19.00		-19.00	
Revised Budget	\$955,114,318		\$956,096,444	

UNC System

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$3,026,185,255		\$3,100,871,575	
Legislative Changes				
A. Base Budget Adjustments				
94 Adjust Continuation Budget	(\$171,869,601)	R	(\$246,791,153)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
95 Education Stabilization Fund	(\$64,151,313)	NR	(\$64,151,313)	NR
Provides a two-year reduction to items that are allowable expenditures under Sec. 14004 of the ARRA to be offset by an appropriation from the federal Education Stabilization Fund.				
96 Enrollment Growth	\$44,197,776	R	\$44,197,776	R
Funds projected enrollment growth in the UNC system for FY 2009-10 as requested by the UNC Board of Governors.				
97 Management Flexibility Reduction	(\$147,866,184)	R	(\$214,497,403)	R
Mandates a management flexibility reduction for the UNC operating budget. This reduction shall not be allocated on an across-the-board basis to constituent institutions by the UNC Board of Governors. The following categories must be considered for reductions: senior and middle management positions, centers and institutes, low enrollment degree programs, faculty workload, and institutional trust fund balances.				
98 Tuition Increase	(\$34,776,301)	R	(\$34,776,301)	R
Increases annual tuition by the lesser of \$200 or 8% at all UNC institutions in FY 2009-10. This tuition increase is applied to both resident and nonresident students at the undergraduate and graduate levels.				
99 Reserve for Distance Education	(\$225,872)	R	(\$225,872)	R
Reduces the Reserve for Distance Education Capacity Enhancement by 19.5%. Created in 1996, this reserve is currently being used for UNC Online efforts.				
100 Reserve for Information Technology	(\$150,000)	R	(\$150,000)	R
Reduces the Reserve for Information Technology Productivity and Efficiency by 16%. This reserve has been used to help 14 UNC campuses implement the Banner computer program for Finance, Human Resources, and Financial Aid.				

101 Strategic Initiative Reserve Reduction

Reduces the UNC President's \$3.3 million Strategic Initiative Reserve for two years. The Reserve is used to encourage multi-campus initiatives, take advantage of promising opportunities, and address system-wide issues and concerns.

(\$1,000,000) NR (\$1,000,000) NR

102 Legislators' Schools For Leadership Development Abolished

Abolishes the Legislators' Schools for Leadership Development at ECU and WCU. These programs provide summer residential programs to enhance the leadership abilities of rising eighth through eleventh graders.

(\$500,000) R (\$500,000) R

-4.00

-4.00

103 Bowles Center for Alcohol Studies - DWI Fee Change

Reduces the General Fund appropriation for the Bowles Center for Alcohol Studies by directing that the \$25 DWI driver's license restoration fee be used for the Center's operating support instead of the Center's endowment fund.

(\$537,455) R (\$537,455) R

104 Focused Growth Reserve Eliminated

Eliminates a UNC General Administration reserve for new degree programs on Focused Growth campuses. Enrollment growth funding can be used to initiate new academic programs. This reduction does not reduce the \$29.2 million in Focused Growth funds allocated to the 7 designated campuses.

(\$1,343,002) R (\$1,343,002) R

105 Tuition Grant for NC Science and Math Graduates

Phases out the tuition grant at UNC institutions for graduates of the North Carolina School of Science and Math beginning in FY 2011-12. All UNC students currently receiving the tuition grant and Science and Math students graduating in 2009 and 2010 will receive free tuition until college graduation.

106 Nurse Educators of Tomorrow - Fund Balance Reduced

Reverts \$1 million from the fund balance in the Nurse Educators of Tomorrow scholarship-loan program. A slow start-up in this program to increase the number of nursing faculty allowed a fund balance to accrue in this nonreverting account. The increased General Fund availability will be used to fund expansion budget items.

107 Future Teachers Scholarship-Loan Program

Abolishes the Future Teachers of North Carolina Scholarship-Loan program after the graduation of the currently enrolled juniors and seniors.

(\$1,267,500) R (\$1,495,000) R

108 Tuition Surcharge

Increases the tuition surcharge from 25% to 50% in FY 2010-11 for students exceeding 140 credit hours for a baccalaureate degree in a four-year program or 110% of credit hours needed for a five-year baccalaureate degree.

(\$1,000,000) R

109 Resident Status for Nonresident Students

Repeals the resident status granted in 2005 to nonresident students on full scholarships. Campuses will no longer be reimbursed for this tuition discount.

(\$13,880,000) R (\$13,880,000) R

House Subcommittee on Education

FY 09-10**FY 10-11****110 Faculty/Staff Tuition Waiver**

(\$700,000)

R

(\$700,000)

R

Reduces from three to two the number of free courses taken each year by faculty and staff in the UNC system.

111 Senior Citizen Tuition Waivers

(\$300,000)

R

(\$300,000)

R

Eliminates tuition waivers granted to citizens over age 65.

112 Special Talent Tuition Waiver

(\$300,000)

R

(\$300,000)

R

Eliminates the special talent waiver for athletics, but keeps the tuition waiver for special talent in academics and performing arts.

113 EARN Scholarship

(\$16,225,000)

R

Reduces the Education Access Rewards North Carolina Scholars Fund (EARN) grant from \$4,000 to \$2,000 in FY 2009-10 and eliminates the grant in FY 2010-11.

114 Legislative Tuition Grant

(\$3,180,000)

R

(\$3,180,000)

R

Reduces the Legislative Tuition Grant from \$1,950 to \$1,850 per North Carolina resident student attending the state's private colleges.

115 Religious College Grant

(\$17,400)

R

(\$17,400)

R

Reduces the religious college grant from \$1,950 to \$1,850 per North Carolina resident student attending Roanoke Bible College and the College at Southeastern.

116 Aid to Private Medical Schools

(\$1,461,000)

R

(\$1,466,000)

R

Eliminates state grant to medical schools at Wake Forest University and Duke University based on the number of North Carolina residents admitted each year.

117 Aid to UNC Hospitals

(\$10,000,000)

R

(\$10,000,000)

R

Reduces the \$46 million annual appropriation to UNC Hospitals by \$10 million.

118 NC LIVE

(\$145,440)

R

(\$145,440)

R

Reduces the appropriation to NC LIVE (North Carolina Libraries for Virtual Education) by 10%.

119 NC Center for the Advancement of Teaching (NCCAT)

(\$1,043,511)

R

(\$1,043,511)

R

Reduces funding by 15% for the North Carolina Center for the Advancement of Teaching (NCCAT). NCCAT is transferred from the UNC system to the State Board of Education by special provision.

120 NC Judicial College

(\$250,000)

R

(\$250,000)

R

Reduces the \$1 million state appropriation to the North Carolina Judicial College at UNC-CH's School of Government.

121 NC Center for International Understanding

(\$217,578)

R

(\$217,578)

R

Reduces the operating budget for the North Carolina Center for International Understanding.

House Subcommittee on Education

FY 09-10**FY 10-11****122 UNC-CH Translational Medicine Program**

(\$250,000)

R

(\$250,000)

R

Reduces the \$3.5 million state appropriation to the Translational Medicine Program at UNC-CH.

123 A+ Schools Program

(\$100,000)

R

(\$100,000)

R

Eliminates the annual state appropriation for the A+ Schools Program at UNC-Greensboro.

124 UNC-CH School of Law

(\$500,000)

R

(\$500,000)

R

Reduces the \$2 million appropriated to the UNC-CH School of Law in 2007.

125 CFNC Teacher Recruitment Module

(\$25,000)

R

(\$25,000)

R

Eliminates an annual appropriation that was granted in 2005 to create a teacher recruitment and marketing module on the CFNC website.

126 NC Model Teacher Education Consortium

(\$400,000)

R

(\$400,000)

R

Reduces the operating budget for the NC Model Teacher Education Consortium.

127 Gateway Technology Center

(\$17,700)

R

(\$17,700)

R

Reduces the annual grant to Gateway Technology Center, Inc. in Rocky Mount by 10%.

128 UNC-NCCCS E-Learning Initiative

(\$250,000)

R

(\$250,000)

R

Reduces the UNC system appropriation for the UNC-NC Community College System E-Learning Initiative by 25%.

129 NCSU Horticultural Program in Eastern NC

(\$200,000)

R

(\$200,000)

R

Eliminates the 2008 appropriation for graduate students in the Horticultural program at NCSU's College of Agriculture and Life Sciences to perform field work in the State's coastal region.

130 Retention Pilot Programs

(\$238,600)

R

(\$238,600)

R

Reduces the retention pilot programs at NCCU and FSU by 20%.

131 Summer Term Teacher Education Programs

(\$150,000)

R

(\$150,000)

R

Reduces the summer term teacher education pilot programs at UNC-W and FSU by 20%.

132 Teacher Recruitment and Retention

(\$350,000)

R

(\$350,000)

R

Reduces the appropriation made in 2007 to NCSU and UNC-CH for teacher recruitment and retention efforts.

133 Summer Performances on Roanoke Island

(\$482,338)

R

(\$482,338)

R

Eliminates state funding for the UNC School of the Arts summer performances on Roanoke Island.

134 Appalachian Regional Development Institute

(\$52,017)

R

(\$52,017)

R

Reduces the state appropriation to the Appalachian Regional Development Institute at ASU by 20%.

House Subcommittee on Education

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135 Center for Entrepreneurship

(\$17,668) R

(\$17,668) R

Reduces the state appropriation to the Center for Entrepreneurship at ASU by 20%.

136 Hubbard Center for Faculty Development

(\$55,687) R

(\$55,687) R

Reduces the state appropriation to the Hubbard Center for Faculty Development at ASU by 20%.

137 ASU Math and Science Education Center

(\$108,489) R

(\$108,489) R

Reduces the state appropriation to the Math and Science Education Center at ASU by 20%.

138 National Center for Developmental Education

(\$42,149) R

(\$42,149) R

Reduces the state appropriation to the National Center for Developmental Education at ASU by 20%.

139 UNC Coastal Studies Institute

(\$132,800) R

(\$132,800) R

Reduces the state appropriation to the UNC Coastal Studies Institute at ECU by 20%.

140 Academic Support and Enrichment Center

(\$38,386) R

(\$38,386) R

Reduces the state appropriation to the Academic Support and Enrichment Center at ECU by 20%.

141 Center for Economic Education

(\$64,278) R

(\$64,278) R

Eliminates the state appropriation to the Center for Economic Education at ECU.

142 Center for Faculty Excellence

(\$87,403) R

(\$87,403) R

Reduces the state appropriation to the Center for Faculty Excellence at ECU by 20%.

143 Center for Health Disparities Research

(\$37,000) R

(\$37,000) R

Eliminates the state appropriation to the Center for Health Disparities Research at ECU.

144 Center for Natural Hazards Mitigation Research

(\$10,000) R

(\$10,000) R

Eliminates the state appropriation to the Center for Natural Hazards Mitigation Research at ECU.

145 Center for Science, Mathematics, and Technology Education

(\$52,989) R

(\$52,989) R

Reduces the state appropriation to the Center for Science, Mathematics, and Technology Education at ECU by 20%.

146 Sustainable Resources and Resilience Project

(\$78,998) R

(\$78,998) R

Reduces the state appropriation to the Sustainable Resources and Resilience Project (formerly the Center for Security Studies and Research) at ECU by 20%.

147 Center for the Liberal Arts

(\$24,000) R

(\$24,000) R

Eliminates the state appropriation to the Center for the Liberal Arts at ECU.

148 Center on Aging

(\$10,757) R

(\$10,757) R

Eliminates the state appropriation to the Center on Aging at ECU.

149 Field Station at Lake Mattamuskeet Lodge	(\$3,451)	R	(\$3,451)	R
Eliminates the state appropriation to the ECU Field Station at Lake Mattamuskeet Lodge.				
150 Institute for Coastal Science and Policy	(\$191,998)	R	(\$191,998)	R
Reduces the state appropriation to the Institute for Coastal Science and Policy at ECU by 20%.				
151 Center for Sustainable Tourism	(\$74,915)	R	(\$74,915)	R
Reduces the state appropriation to the Center for Sustainable Tourism at ECU by 20%.				
152 Pediatric Healthy Weight and Treatment Center	(\$14,855)	R	(\$14,855)	R
Eliminates the state appropriation to the Pediatric Healthy Weight and Treatment Center at ECU.				
153 Office of Engagement, Innovation, and Economic Development	(\$263,276)	R	(\$263,276)	R
Reduces the state appropriation to the Office of Engagement, Innovation, and Economic Development (formerly Regional Development Services) at ECU by 20%.				
154 North Carolina Agromedicine Institute	(\$58,339)	R	(\$58,339)	R
Reduces the state appropriation to the North Carolina Agromedicine Institute at ECU by 20%.				
155 Center for Teaching Excellence	(\$21,818)	R	(\$21,818)	R
Reduces the state appropriation to the Center for Teaching Excellence at ECSU by 20%.				
156 Center for University Teaching and Learning	(\$22,788)	R	(\$22,788)	R
Reduces the state appropriation to the Center for University Teaching and Learning at NCCU by 20%.				
157 Juvenile Justice Institute	(\$51,116)	R	(\$51,116)	R
Reduces the state appropriation to the Juvenile Justice Institute at NCCU by 20%.				
158 William and Ida Friday Institute for Educational Innovation	(\$206,716)	R	(\$206,716)	R
Reduces the state appropriation to the William and Ida Friday Institute for Educational Innovation at NCSU by 10%.				
159 Water Resources Institute	(\$64,026)	R	(\$64,026)	R
Reduces the state appropriation to the Water Resources Institute at NCSU by 10%.				
160 Institute for Emerging Issues	(\$56,109)	R	(\$56,109)	R
Reduces the state appropriation to the Institute for Emerging Issues at NCSU by 10%.				
161 Analytical Instrumentation Facility	(\$31,300)	R	(\$31,300)	R
Reduces the state appropriation to the Analytical Instrumentation Facility at NCSU by 10%.				

162 Animal and Poultry Waste Management Center	(\$81,941)	R	(\$81,941)	R
Reduces the state appropriation to the Animal and Poultry Waste Management Center at NCSU by 50%.				
163 Center for Chemical Toxicology and Research Pharmacokinetics	(\$51,144)	R	(\$51,144)	R
Reduces the state appropriation to the Center for Chemical Toxicology and Research Pharmacokinetics at NCSU by 10%.				
164 Center for Environmental and Resource Economic Policy	(\$62,350)	R	(\$62,350)	R
Reduces the state appropriation to the Center for Environmental and Resource Economic Policy at NCSU by 64%.				
165 Center for Family and Community Engagement	(\$20,454)	R	(\$20,454)	R
Reduces the state appropriation to the Center for Family and Community Engagement at NCSU by 10%.				
166 Center for High Performance Simulation	(\$17,400)	R	(\$17,400)	R
Reduces the state appropriation to the Center for High Performance Simulation at NCSU by 10%.				
167 Center for Integrated Fungal Research	(\$38,100)	R	(\$38,100)	R
Eliminates the state appropriation to the Center for Integrated Fungal Research at NCSU.				
168 Center for Plant Breeding and Applied Plant Genomics	(\$116,071)	R	(\$116,071)	R
Eliminates the state appropriation to the Center for Plant Breeding and Applied Plant Genomics at NCSU.				
169 Center for Quantitative Sciences in Biomedicine	(\$11,175)	R	(\$11,175)	R
Reduces the state appropriation to the Center for Quantitative Sciences in Biomedicine at NCSU by 10%.				
170 Center for Research and Development in Mathematics and Science Education	(\$31,759)	R	(\$31,759)	R
Reduces the state appropriation to the Center for Research and Development in Mathematics and Science Education at NCSU by 10%.				
171 Center for the Biology of Nematode Parasitism	(\$64,964)	R	(\$64,964)	R
Eliminates the state appropriation to the Center for the Biology of Nematode Parasitism at NCSU.				
172 Center for Urban Affairs and Community Services	(\$6,089)	R	(\$6,089)	R
Reduces the state appropriation to the Center for Urban Affairs and Community Services at NCSU by 4%.				
173 Encore Center for Lifelong Enrichment	(\$71,243)	R	(\$71,243)	R
Eliminates the state appropriation to the Encore Center for Lifelong Enrichment at NCSU.				
174 Furniture Manufacturing and Management Center	(\$54,622)	R	(\$54,622)	R
Reduces the state appropriation to the Furniture Manufacturing and Management Center at NCSU by 10%.				

175 General H. Hugh Shelton Leadership Center	(\$16,857)	R	(\$16,857)	R
Reduces the state appropriation to the General H. Hugh Shelton Leadership Center at NCSU by 10%.				
176 Institute for Statistics	(\$833,129)	R	(\$833,129)	R
Eliminates the state appropriation to the Institute for Statistics at NCSU.				
177 Integrated Manufacturing Systems Engineering Institute	(\$21,143)	R	(\$21,143)	R
Reduces the state appropriation to the Integrated Manufacturing Systems Engineering Institute at NCSU by 10%.				
178 Minerals Research Laboratory	(\$57,000)	R	(\$57,000)	R
Reduces the state appropriation to the Minerals Research Laboratory at NCSU by 10%.				
179 Nonwovens Institute and Nonwovens Cooperative Research Center	(\$34,017)	R	(\$34,017)	R
Reduces the state appropriation to the Nonwovens Institute and Nonwovens Cooperative Research Center at NCSU by 10%.				
180 The Ergonomics Center of North Carolina	(\$140,831)	R	(\$140,831)	R
Reduces the state appropriation to the Ergonomics Center of North Carolina at NCSU by 20%.				
181 National Environmental Modeling Analysis Center	(\$171,540)	R	(\$171,540)	R
Reduces the state appropriation to the National Environmental Modeling Analysis Center at UNC-A by 26%.				
182 James B. Hunt, Jr. Institute for Educational Leadership and Policy	(\$271,562)	R	(\$271,562)	R
Reduces the state appropriation to the James B. Hunt, Jr. Institute for Educational Leadership and Policy at UNC-CH by 20%.				
183 Center for Developmental Science	(\$109,345)	R	(\$109,345)	R
Eliminates the state appropriation to the Center for Developmental Science at UNC-CH.				
184 Highway Safety Research Center	(\$108,765)	R	(\$108,765)	R
Reduces the state appropriation to the Highway Safety Research Center at UNC-CH by 20%.				
185 UNC Institute of Aging	(\$135,725)	R	(\$135,725)	R
Reduces the state appropriation to the UNC Institute of Aging at UNC-CH by 20%.				
186 Ackland Art Museum	(\$176,583)	R	(\$176,583)	R
Reduces the state appropriation to the Ackland Art Museum at UNC-CH by 20%.				
187 American Indian Center	(\$35,513)	R	(\$35,513)	R
Reduces the state appropriation to the American Indian Center at UNC-CH by 20%.				

House Subcommittee on Education

FY 09-10**FY 10-11****188 Carolina Cardiovascular Biology Center**

(\$57,594) R

(\$57,594) R

Reduces the state appropriation to the Carolina Cardiovascular Biology Center at UNC-CH by 20%.

189 Carolina Center for Public Service

(\$84,451) R

(\$84,451) R

Reduces the state appropriation to the Carolina Center for Public Service at UNC-CH by 20%.

190 Carolina Population Center

(\$121,015) R

(\$121,015) R

Reduces the state appropriation to the Carolina Population Center at UNC-CH by 20%.

191 Carolina Women's Center

(\$54,052) R

(\$54,052) R

Reduces the state appropriation to the Carolina Women's Center at UNC-CH by 20%.

192 Cecil G. Sheps Center for Health Services Research

(\$103,740) R

(\$103,740) R

Reduces the state appropriation to the Cecil G. Sheps Center for Health Services Research at UNC-CH by 10%.

193 Center for Banking and Finance

(\$7,500) R

(\$7,500) R

Eliminates the state appropriation to the Center for Banking and Finance at UNC-CH.

194 Center for Civil Rights

(\$55,775) R

(\$55,775) R

Reduces the state appropriation to the Center for Civil Rights at UNC-CH by 20%.

195 Center for European Studies

(\$98,806) R

(\$98,806) R

Reduces the state appropriation to the Center for European Studies at UNC-CH by 20%.

196 Center for Infectious Diseases

(\$27,697) R

(\$27,697) R

Reduces the state appropriation to the Center for Infectious Diseases at UNC-CH by 20%.

197 Center for Mathematics and Sciences Education

(\$98,330) R

(\$98,330) R

Reduces the state appropriation to the Center for Mathematics and Sciences Education at UNC-CH by 20%.

198 Center for Slavic, Eurasian, and East European Studies

(\$27,049) R

(\$27,049) R

Reduces the state appropriation to the Center for Slavic, Eurasian, and East European Studies at UNC-CH by 20%.

199 Center for Faculty Excellence

(\$100,000) R

(\$100,000) R

Reduces the state appropriation to the Center for Faculty Excellence (formerly the Center for Teaching and Learning) at UNC-CH by 10%.

200 Center for the Study of the American South

(\$135,283) R

(\$135,283) R

Reduces the state appropriation to the Center for the Study of the American South at UNC-CH by 20%.

201 Center for Urban and Regional Studies

(\$73,986) R

(\$73,986) R

Reduces the state appropriation to the Center for Urban and Regional Studies at UNC-CH by 20%.

202 Center on Poverty, Work, and Opportunity	(\$18,142)	R	(\$18,142)	R
Reduces the state appropriation to the Center on Poverty, Work, and Opportunity at UNC-CH by 20%.				
203 Clinical Nutrition Research Center	(\$2,369,262)	R	(\$2,369,262)	R
Reduces the state appropriation to the Clinical Nutrition Research Center at UNC-CH by 20%.				
204 Developmental Disabilities Training Institute	(\$58,690)	R	(\$58,690)	R
Reduces the state appropriation to the Developmental Disabilities Training Institute at UNC-CH by 20%.				
205 Frank Porter Graham Child Development Center	(\$302,383)	R	(\$302,383)	R
Reduces the state appropriation to the Frank Porter Graham Child Development Center at UNC-CH by 13%.				
206 Gene Therapy Center	(\$87,293)	R	(\$87,293)	R
Eliminates the state appropriation to the Gene Therapy Center at UNC-CH.				
207 Injury Prevention Research Center	(\$5,041)	R	(\$5,041)	R
Reduces the state appropriation to the Injury Prevention Research Center at UNC-CH by 4%.				
208 Institute of Marine Sciences	(\$370,675)	R	(\$370,675)	R
Reduces the state appropriation to the Institute of Marine Sciences at UNC-CH by 20%.				
209 Institute of Outdoor Drama	(\$91,259)	R	(\$91,259)	R
Eliminates the state appropriation to the Institute of Outdoor Drama at UNC-CH.				
210 Neurodevelopmental Disorders Research Center	(\$38,284)	R	(\$38,284)	R
Reduces the state appropriation to the Neurodevelopmental Disorders Research Center at UNC-CH by 20%.				
211 North Carolina Botanical Garden	(\$150,000)	R	(\$150,000)	R
Reduces the state appropriation to the North Carolina Botanical Garden at UNC-CH by 12%.				
212 Howard W. Odum Institute for Research in Social Science	(\$249,472)	R	(\$249,472)	R
Reduces the state appropriation to the Howard W. Odum Institute for Research in Social Science at UNC-CH by 20%.				
213 Renaissance Computing Institute	(\$1,959,288)	R	(\$1,959,288)	R
Reduces the state appropriation to the Renaissance Computing Institute at UNC-CH by 20%.				
214 North Carolina Institute for Public Health	(\$372,479)	R	(\$372,479)	R
Reduces the state appropriation to the North Carolina Institute for Public Health at UNC-CH by 10%.				
215 Thurston Arthritis Research Center	(\$36,157)	R	(\$36,157)	R
Reduces the state appropriation to the Thurston Arthritis Research Center at UNC-CH by 20%.				

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FY 09-10

FY 10-11

216 Institute for the Arts and Humanities

(\$19,830)

R

(\$19,830)

R

Reduces the state appropriation to the Institute for the Arts and Humanities at UNC-CH by 11%.

217 Center for International Studies

(\$42,604)

R

(\$42,604)

R

Reduces the state appropriation to the Center for International Studies at UNC-CH by 20%.

218 Institute for the Study of the Americas

(\$54,551)

R

(\$54,551)

R

Reduces the state appropriation to the Institute for the Study of the Americas (formerly Institute for Latin American Studies) at UNC-CH by 24%.

219 William and Ida Friday Center for Continuing Education

(\$200,000)

R

(\$200,000)

R

Reduces the state appropriation to the William and Ida Friday Center for Continuing Education at UNC-CH.

220 Center for Biomedical Engineering Systems

(\$10,668)

R

(\$10,668)

R

Reduces the state appropriation to the Center for Biomedical Engineering Systems at UNC-C by 20%.

221 Center for Professional and Applied Ethics

(\$120,155)

R

(\$120,155)

R

Reduces the state appropriation to the Center for Professional and Applied Ethics at UNC-C by 72%.

222 Center for Real Estate

(\$90,399)

R

(\$90,399)

R

Eliminates the state appropriation to the Center for Real Estate at UNC-C.

223 Global Institute for Energy and Environmental Systems

(\$56,985)

R

(\$56,985)

R

Eliminates the state appropriation to the Global Institute for Energy and Environmental Systems at UNC-C.

224 Urban Institute

(\$85,737)

R

(\$85,737)

R

Reduces the state appropriation to the Urban Institute at UNC-C by 20%.

225 Center for Transportation Policy Studies

(\$26,484)

R

(\$26,484)

R

Reduces the state appropriation to the Center for Transportation Policy Studies at UNC-C by 20%.

226 Center for Business and Economic Research

(\$21,748)

R

(\$21,748)

R

Reduces the state appropriation to the Center for Business and Economic Research (formerly the Center for Applied Research) at UNC-G by 20%.

227 Center for Critical Inquiry in the Liberal Arts

(\$103,453)

R

(\$103,453)

R

Eliminates the state appropriation to the Center for Critical Inquiry in the Liberal Arts at UNC-G.

228 Center for Educational Studies and Development

(\$28,195)

R

(\$28,195)

R

Eliminates the state appropriation to the Center for Educational Studies and Development at UNC-G.

229 Center for Women's Health and Wellness

(\$21,653) R

(\$21,653) R

Reduces the state appropriation to the Center for Women's Health and Wellness at UNC-G by 20%.

230 Family Research Center

(\$23,562) R

(\$23,562) R

Eliminates the state appropriation to the Family Research Center at UNC-G.

231 UNC Exchange Program

(\$29,127) R

(\$29,127) R

Reduces the state appropriation to the UNC Exchange Program at UNC-G by 20%.

232 Regional Center for Economic, Community, and Professional Development

(\$8,645) R

(\$8,645) R

Reduces the state appropriation to the Regional Center for Economic, Community, and Professional Development at UNC-P by 20%.

233 Center for Math and Science Education

(\$34,381) R

(\$34,381) R

Reduces the state appropriation to the Center for Math and Science Education at WCU by 20%.

234 ML Coulter Faculty Center

(\$44,773) R

(\$44,773) R

Reduces the state appropriation to the ML Coulter Faculty Center at WCU by 20%.

235 Center for Community Safety

(\$23,969) R

(\$23,969) R

Reduces the state appropriation to the Center for Community Safety at WSSU by 20%.

236 Maya Angelou Institute

(\$31,440) R

(\$31,440) R

Reduces the state appropriation to the Maya Angelou Institute at WSSU by 20%.

237 Center for Design Innovation

(\$100,000) R

(\$100,000) R

Reduces the state appropriation to the Center for Design Innovation at WSSU and UNC-SA by 20%.

238 NCSU Millennium Seminar Program

(\$105,000) R

(\$105,000) R

Eliminates state funding for the Millennium Seminar Program at NCSU.

B. Additional Adjustments**239 UNC Need-Based Aid**

\$23,397,311 R

\$23,397,311 R

Increases the UNC Need-Based Student Financial Aid Program to accommodate growth in eligible students and to hold current recipients harmless from increases in cost of attendance. There is \$116.4 million appropriated from the Escheats Fund for the program.

240 Hickory Regional Partnership

\$250,000 R

\$250,000 R

Transfers funding from Community College System to ASU to administer the newly merged Hickory Metro Higher Education Center and the NC Center for Engineering and Technology.

Total Legislative Changes	(\$338,199,107)	R	(\$497,209,378)	R
	(\$65,151,313)	NR	(\$65,151,313)	NR
Total Position Changes	-4.00		-4.00	
Revised Budget	\$2,622,834,835		\$2,538,510,884	

DPI - Trust Special

Budget Code: 63501

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$9,926,860	\$9,926,860
Recommended Budget		
Requirements	\$14,583,376	\$14,583,376
Receipts	\$14,583,376	\$14,583,376
Positions	1.75	1.75

Legislative Changes**Requirements:**

6103 - Children's Trust Fund	(\$639,887) R	(\$639,887) R
Transfers this Fund to the Department of Health and Human Services as directed by Section 10.43 of the Budget.	\$0 NR -1.75	\$0 NR -1.75
6117 - Business and Education Technology Alliance	(\$134) R	(\$134) R
Eliminates the Alliance budget as directed by Section 7.15 of the Budget.	\$0 NR 0.00	\$0 NR 0.00
6112 - Computer Loan Revolving Fund	(\$6,573) R	(\$6,573) R
Eliminates the Computer Revolving Loan Fund budget as directed by Section 7.36 of the Budget.	\$0 NR 0.00	\$0 NR 0.00
Subtotal Legislative Changes	(\$646,594) R \$0 NR -1.75	(\$646,594) R \$0 NR -1.75

Receipts:

6103 - Children's Trust Fund	(\$639,887) R	(\$639,887) R
	\$0 NR	\$0 NR

House Appropriations Subcommittee on Education

	FY 2009-10		FY 2010-11	
6117 - Business and Education Technology Alliance	(\$134)	R	(\$134)	R
	\$0	NR	\$0	NR
6112 - Computer Loan Revolving Fund	(\$6,573)	R	(\$6,573)	R
	\$0	NR	\$0	NR
Subtotal Legislative Changes	(\$646,594)	R	(\$646,594)	R
	\$0	NR	\$0	NR
<hr/>				
Revised Total Requirements	\$13,936,782		\$13,936,782	
Revised Total Receipts	\$13,936,782		\$13,936,782	
Change in Fund Balance	\$0		\$0	
Total Positions	0.00		0.00	
<hr/>				
Unappropriated Balance Remaining	\$9,926,860		\$9,926,860	

**HEALTH
&
HUMAN SERVICES
Section G**

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Health and Human Services

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$5,536,344,939		\$5,806,560,945	
Legislative Changes				
(1.0) Division of Child Development				
1 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level	(\$62,462)	R	(\$75,601)	R
2 Eliminate Positions	(\$87,375)	R	(\$87,375)	R
Eliminates positions within the Division of Child Development.	-2.00		-2.00	
3 Reduce Operating Expenses	(\$20,000)	R	(\$20,000)	R
Reduces operating expenses within the central management of Division of Child Development.				
4 Contracts	(\$131,554)	R	(\$131,554)	R
Eliminates funds to administer the testing-out of coursework allowed for lead child care teachers. As of July 2008, lead child care teachers may no longer test out of coursework; therefore, these funds are not needed. Reduces a contract for Seat Management.				
5 Child Care Subsidy Rate Reduction	(\$3,977,578)	R	(\$3,977,578)	R
Reduces the rate for funds paid to child care centers for subsidy recipients. This reduction represents a 5% rate reduction. These funds are state appropriations within the Division of Child Development and appropriated to North Carolina Partnership for Children.				
6 Child Care Subsidies	(\$16,642,440)	R	(\$16,642,440)	R
Reduces child care subsidies.				
7 Replace State Funds for Child Care Subsidy	(\$12,452,484)	NR		
Replaces State funding for child care subsidy with one-time Temporary Assistance for Needy Families Block Grant (TANF) contingency funds for FY2009-10.				
8 Increase Fees for Child Care Centers and Charge a Fee for Child Care Homes	(\$602,385)	R	(\$602,385)	R
Increases the existing child care licensure fees by 50% and reduces the State appropriations within the Division of Child Development. Imposes a new fee for child care homes equal to the amount that the smallest centers are required to pay.				

9 Federal Recovery Funds for Child Care Subsidy

Increases funds for child care subsidy to reduce the waiting list as allowed by the Federal Recovery Act by \$53,993,329. Increases funds for quality initiations, as allowed by the Federal Recover Act by \$11,519,144. Increases funds to local governments for the administration of the child care subsidy program by \$2,030,661.

10 Reduce Smart Start Funding

(\$25,000,000) R (\$25,000,000) R

Reduces funds for the North Carolina Partnership for Children.

11 Replace State Funding for TEACH Program

Replaces State funds for the TEACH Program with federal receipts for two years.

(\$3,800,000) NR (\$3,800,000) NR

(2.0) Division of Mental Health, Developmental Disabilities, and Substance Abuse Services**12 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level**

(\$74,408,533) R (\$91,641,479) R

13 Contracts

(\$1,900,000) R (\$1,900,000) R

Reduces state funds in contracts within the Division managed by central management.

14 Eliminate Positions

(\$12,858,290) R (\$12,858,290) R

Eliminates positions within the Division of Mental Health, Developmental Disabilities, and Substance Abuse Services.

-350.00

-350.00

15 Local Management Entities System Management Funds

(\$7,042,440) R (\$8,521,283) R

Reduces funds for administration of Local Management Entities.

16 Local Management Entities' Fund Balances

Reduces service funds to Local Management Entities' with fund balances by \$50 million in each year of the biennium on a non-recurring basis. The LME's are required to spend their fund balances on services and not to reduce services. The Division of Mental Health, Developmental Disabilities, and Substance Abuse Services is required to approve all expenditures of LME fund balances.

(\$50,000,000) NR (\$50,000,000) NR

17 CAP/MR-DD Reduction in State Supplemental Funds

(\$16,000,000) R (\$16,000,000) R

Reduces service funding for supplemental state-funded services provided to CAP/MR-DD patients. Services will still be allowed for room and boarding.

18 Close Bed Units at Broughton and Cherry Hospitals

Reduces funds at Broughton and Cherry Hospitals. Provides \$6 million for contracts for local hospital bed capacity for mental health services.

-102.00

-102.00

19 Federal Funds Payback for Broughton Hospital

Reduces State funds due to a pay-back of federal funds expected from Centers for Medicare & Medicaid Services. An Administrative Law Judge ruled that Broughton Hospital should not have been decertified in August 2007 and that federal funding should not have been withheld. This payback of funds will replace State funds within the DMHDDSAS budget.

(\$12,000,000) NR

20 Non-Core State Operated Services

Reduces funds for non-core mission state operated services.

(\$4,500,000) R (\$4,500,000) R

21 Non-Core Community Services

Reduces funds for non-core community services provided through local programs.

(\$4,017,219) R (\$4,017,219) R

22 Operating Expenses

Reduces funds within operating accounts within the division's central office by \$250,000. Reduces funds at the maintenance facilities by \$1,000,000.

(\$1,250,000) R (\$1,250,000) R

23 Increase Patient Receipts at Alcohol, Drug Abuse Treatment Centers

Reduces State funds at the ADATC's in anticipation of additional patient revenues collected. This is due to the increased bed capacity available at the ADATC's.

(\$662,867) R (\$1,127,895) R

24 State Funded Services

Reduces funds for state-funded services provided through Local Management Entities.

(\$50,000,000) R (\$50,000,000) R

25 State Operated Services Purchasing/Financial Savings

Reduces funds due to savings to be achieved from bulk purchasing among state-owned facilities within the Division of Mental Health, Developmental Disabilities, and Substance Abuse Services.

(\$2,000,000) R (\$2,000,000) R

26 Direct Payments to Providers

Reduces state funding for Local Management Entities administrative funding. The reduction represents the total funding paid for Claims Processing. The Division of Mental Health, Developmental Disabilities, and Substance Abuse Services will begin paying providers directly alleviating LME's of claims processing responsibility.

(\$7,100,000) R (\$7,100,000) R

(3.0) Division of Public Health**27 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level**

(\$8,670,368) R (\$11,860,655) R

28 Reduce Operating Budgets

Reduces operating budgets within three branches of the Division of Public Health.

(\$348,363) R (\$348,363) R

29 Eliminate Positions within Division of Public Health

(\$2,405,121)	R	(\$2,405,121)	R
---------------	---	---------------	---

Eliminates positions with the Division of Public Health, including those positions associated with the Purchase of Medical Care Services program.

-45.00

-45.00

30 Reduce AIDS Drug Assistance Program

Reduces State funds used to purchase pharmaceuticals. Pharmaceuticals from the "drug reserve" inventory will be used.

(\$3,074,119)	NR	(\$3,074,119)	NR
---------------	----	---------------	----

31 Vital Records Fee Increase

(\$1,226,403)	R	(\$1,226,403)	R
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Reduces State funds by allowing Vital Records operation to become receipt-supported. Fee charged for copy of vital records increased from \$15 to \$24 per copy. Fee charged for expedited out-of-state service increased by \$5.

32 Reduce Funds for Public Health Incubator Program

(\$950,000)	R	(\$950,000)	R
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Reduces State funds for Local Health Services Incubator Grant program.

33 Shift Positions to Receipt Support

(\$70,541)	R	(\$70,541)	R
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Replaces State appropriation with federal WIC funds for public health and regional consultants.

34 Replace State Funds with Federal ARRA Funds for Early Intervention

Replaces State appropriations with American Recovery and Reinvestment Act Funds for the Early Intervention/Infant and Toddler Program.

(\$4,000,000)	NR	(\$4,000,000)	NR
---------------	----	---------------	----

35 Replace State Funds with Federal Receipts

(\$1,191,155)	R	(\$1,191,155)	R
---------------	---	---------------	---

Replaces State appropriations with Maternal Child Health Block Grant and Medicaid administration funds for several maternal, infant, and child programs.

36 Eliminate Positions and Reduce Funding for CDSA Program

(\$540,054)	R	(\$540,054)	R
-------------	---	-------------	---

Eliminates nine vacant positions and reduces funding for Children's Developmental Service Agencies (CDSA's).

37 Reduce Funding for Accreditation of Local Health Departments

Suspends for two years the Division of Public Health's evaluation and accreditation of Local Health Departments (LHD's).

(\$700,000)	NR	(\$700,000)	NR
-------------	----	-------------	----

38 Transfer Funding for Tick-Borne Disease Program

(\$139,802)	R	(\$139,802)	R
-------------	---	-------------	---

Transfers the funding for the Tick-Borne Disease Program to the Department of Environmental and Natural Resources.

39 Eliminate Kidney Disease Purchase of Medical Care Program

(\$394,255)	R	(\$394,255)	R
-------------	---	-------------	---

Eliminates the Kidney Disease Purchase of Medical Care Program that provides up to \$300 for persons with annual incomes up to 100% FPL. Persons with End-Stage Renal Disease are eligible for health care services through Medicare. The program was suspended in January 2009.

40 Eliminate Epilepsy Purchase of Medical Care Program

(\$193,181) R

(\$193,181) R

Eliminates the Epilepsy Purchase of Medical Care Program that serves a minimum number of persons who have annual incomes up to 100% FPL. The program was suspended in January 2009.

41 Eliminate Adult Cystic Fibrosis Program

(\$210,088) R

(\$210,088) R

Eliminates the Adult Cystic Fibrosis Purchase of Medical Care program which serves a minimum number of persons. The program was suspended in January 2009.

42 Eliminate Funding for the Early Hearing Program

(\$171,000) R

(\$171,000) R

Eliminates the Early Hearing Purchase of Medical Care Program that provides hearing devices for infants prior to their being found eligible for the Early Intervention Program. The program was suspended in January 2009.

43 Eliminate Funding for Cancer Purchase of Medical Care Program

(\$2,531,934) R

(\$2,531,934) R

Eliminates the Cancer Purchase of Medical Care Program that provides less than comprehensive services to persons with annual incomes of under 100% FPL. The program was suspended in January 2009.

44 Replaces Funding for Medically Fragile Children Program

(\$70,000) R

(\$70,000) R

Replaces State funds with federal TANF Block Grant and Social Services Block Grant funds for the daycare program for medically fragile children in Wake County. TANF and SSBG provide \$360,000 in funding for this program.

45 Replace State Funds with Federal Receipts from Ryan White Funds

(\$209,503) R

(\$209,503) R

Replace State appropriations with Federal Ryan White funds for Duke University HIV/STD Pediatric Services Program.

46 Eliminate Funding for Second Dose Chicken Pox Vaccine

(\$1,223,027) R

(\$1,223,027) R

Eliminates funding for the second dose of Varicella vaccine. The second dose is recommended, but not required for children born after April 2001. The second dose is not required by the Universal Vaccine Program

47 Replace State Funds with ARRA Funds for Childhood Immunization

(\$5,153,105) NR

Replaces State appropriations with American Recovery and Reinvestment Act funds \$5,153,105 for one year to purchase of vaccines for children.

48 Replace State Funds with Third Party Receipts for Immunization

(\$4,000,000) R

(\$4,000,000) R

The Department of Health and Human Services will seek third party reimbursement for child and adult immunizations.

49 Eliminate the Healthy Carolinians Program

(\$995,529)

R

(\$995,529)

R

Eliminates the Healthy Carolinians/Health Education program that establishes multi-agency partnerships at the community level to plan projects guided by the NC 2010 health objectives.

-1.00

-1.00

50 Reduce Oral Health Program Funds

(\$3,388,418)

R

(\$3,388,418)

R

Reduces funding for the Oral Health Program to 20% of the 2008 budget for this item.

-68.00

-68.00

51 Reduces Funding for Office of Chief Medical Examiner

(\$80,000)

R

(\$80,000)

R

Reduces state appropriations for the Office of Chief Medical Examiner to a level consistent with SFY 2008-09.

52 Reduce Division of Public Health Contract Funds

(\$10,500,000)

R

(\$10,500,000)

R

Reduces state appropriations for Division of Public Health to eliminate or reduce contracts that either:

- Do not meet the Division's core mission;
- Do not provide a direct service;
- Have had unobligated funds in the past;
- Will be funded by Health & Wellness Trust Fund; or
- Have not met the goals or deliverables in the contract.

(4.0) NC Health Choice**53 Eliminate Inflationary Increase**

(\$7,076,746)

R

(\$7,076,746)

R

Eliminates the inflation increase the in the Per Member/Per Month premium cost for Health Choice.

54 Reduce Operating Expense

(\$23,645)

R

(\$23,645)

R

Reduces various operating accounts that historically have unobligated funds.

55 Establish/Increase Emergency Room Co-payments for Non-emergency Visits

(\$382,665)

R

(\$482,728)

R

Reduces State funding by establishing a \$50 co-payment for non-emergency visits for families with children enrolled in Health Choice.

56 Increase Co-Payments for Prescription Drugs

(\$750,000)

R

(\$750,000)

R

Reduces State funding by increasing co-payments for prescription drugs:
\$5 for Generic Drugs; \$5 for Brand Name Drugs without Generic Equivalent; \$5 for Brand Name Drugs for families at or below 150% federal poverty level (FPL); and \$10 for families above 151% FPL.

57 Health Choice Enrollment Freeze

(\$2,542,557)

R

(\$2,542,557)

R

Freeze enrollment in Health Choice as of June 30, 2009.
Maintains enrollment at 129,694 children during SFY 2009-10.

(5.0) Division of Central Management and Support

58 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level	(\$2,326,439)	R	(\$2,793,542)	R
59 Reduce Physician Loan Repayment Program Reduces state appropriations and the number of contracts awarded by approximately eight.	(\$210,000)	R	(\$210,000)	R
60 Reduce Psychiatric Loan Repayment Program Reduces state appropriations and reduces the number of contracts by two from the prior year.	(\$140,000)	R	(\$140,000)	R
61 Eliminates Loan Repayment Initiative at State Facilities Eliminates funding that the General Assembly appropriated in the 2008 Session to recruit medical doctors to the State's mental health hospitals. To date, these funds have not been awarded.	(\$868,519)	R	(\$868,519)	R
62 Reduce Community Health Grants Reduces funding for the Community Health Grant program by 7%, leaving \$1,860,000 recurring. This reduction decreases the number of grants awarded annually by approximately two.	(\$140,000)	R	(\$140,000)	R
63 Eliminate Positions Eliminates Central Management and Support positions.	(\$1,330,221)	R	(\$1,330,221)	R
	-18.00		-18.00	
64 Eliminate Special Appropriations Eliminates appropriations to non-profits, including the Institute of Medicine, Food Runners, Special Olympics, ALS Association, and Action for Children.	(\$1,275,000)	R	(\$1,275,000)	R
65 Discontinue CARE-LINE 24/7/365 Operation Eliminates the CARE-LINE third shift.	(\$128,502)	R	(\$128,502)	R
	-2.00		-2.00	
66 Reduce Rental Subsidy Reduces funds for transfer to the North Carolina Housing Finance Agency to operate the Key Program. Approximately 310 rental units will not be ready for occupancy in FY2009-10.	(\$1,155,000)	NR		
67 Reduce Operating Budgets Reduces operating budgets within Central Management and Support divisions and offices, including the Secretary's Office, the Administrative Support section, the Controller's Office, and the Office of Rural Health and Community Care.	(\$349,235)	R	(\$349,235)	R

68 Medicaid Management Information System (MMIS) Replacement

Appropriates prior-year earned revenue of \$11,071,502 for FY 2009-10 and \$9,820,689 for FY 2010-11 to match federal funds for the MMIS Replacement project. Total receipts of \$55,357,510 for FY 2009-10 and \$49,103,445 for FY 2010-11 offset anticipated requirements.

69 Federal Recovery Funds for Weatherization Assistance

Appropriates \$131,954,536 of Federal Recovery funds for weatherization assistance to low-income North Carolinians.

(6.0) Division of Social Services

70 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level	(\$16,057,583)	R	(\$14,101,113)	R
71 Eliminate Positions	(\$694,570)	R	(\$694,570)	R
Eliminates positions within the Division of Social Services.	-22.00		-22.00	
72 Reduce Operating and Contracts Budgets	(\$1,774,570)	R	(\$1,774,570)	R
Reduces operating and contracts budgets across all sections of the Division of Social Services.				
73 Work First Cash Assistance Funding	(\$7,178,459)	R	(\$7,178,459)	R
Replaces State funds for Work First cash assistance payments with federal TANF Block Grant funds.				
74 Electing Counties Work First State Funds	(\$2,378,213)	NR		
Replaces State funds with federal TANF Contingency funds for Work First cash assistance payments and Work First county block grants for Electing Counties.				
75 Reduce Funds for Family Resource Centers	(\$200,000)	R	(\$200,000)	R
Reduces state appropriations for Family Resource Centers.				
76 Reduce Funds for Child Advocacy Centers	(\$115,000)	R	(\$115,000)	R
Reduces funding for the twenty-one (21) accredited child advocacy centers statewide. During its 2008 Session, the General Assembly increased recurring state appropriations by \$350,000. This reduction leaves \$460,000 in total funding.				
77 Replace State Funds for Maternity Home Services	(\$105,002)	R	(\$105,002)	R
Replaces state funding for Maternity Home Services with federal TANF Block Grant funds. There are fifteen maternity homes in nine counties providing services to approximately 190 women.				

78 Reduce Funds for NC Reach

Temporarily suspends state funding for NC Reach post-secondary scholarships in FY2009-10, and reduces recurring funding. \$3,168,250 is appropriated from the Escheat Fund in each year to continue funding for scholarships.

(\$1,500,000) R
(\$1,668,250) NR

(\$1,500,000) R

79 Recovery Funds for Foster Care and Adoption Assistance

Reduces state appropriations to reflect enhanced federal participation for Title IV-E adoption and foster care assistance payments, effective through December 31, 2010.

(\$2,203,516) NR

(\$1,126,866) NR

80 Federal Recovery Funds for Child Support Enforcement

Reduces state appropriations and budgets federal funds to reflect the temporary reinstatement of federal matching of child support incentive funds.

(\$2,214,542) NR

81 Reduce State Funding for Child Welfare Collaborative

Maintains state funding to support the sixty-eight (68) current Child Welfare Collaborative students. The Collaborative provides financial, educational, and employment support for selected social work students.

(\$96,246) R

(\$96,246) R

82 Budget Over-realized Receipts

Budgets over-realized Child Support Enforcement receipts.

(\$600,000) R

(\$600,000) R

83 Reduce State Aid to Counties

Reduces state funding to support costs associated with county administration of public assistance programs.

(\$5,473,985) R

(\$5,473,985) R

84 Eliminate Funding for Child Support Offices

Eliminates state funding for the sixteen (16) state-operated child support offices, and requires the twenty-eight (28) counties served by these offices to fund their operation.

(\$4,082,811) R

85 Reduce State/County Special Assistance Rates

Effective October 1, 2009, retracts the state/county special assistance rate increase made effective January 1, 2009, and holds disenfranchised recipients harmless for the change in the standard of need.

(\$3,286,280) R

(\$4,381,707) R

86 Decrease Foster Care & Adoption Assistance Rates

Effective July 1, 2009, retracts the standard board rate increases made effective January 1, 2009.

\$1,174,026 NR

(\$1,122,638) R

(7.0) Office of Education Services**87 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level**

(\$471,414) R

(\$523,322) R

88 Reduce Operating Budget

Reduces operating and contract budgets office-wide.

(\$1,661,090) R

(\$1,661,090) R

89 Eliminate Positions

(\$1,350,212)	R	(\$1,350,212)	R
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Eliminates five (5) vacant positions at the North Carolina Schools for the Deaf (NCSD), eleven (11) positions at Eastern North Carolina School for the Deaf (ENCSD), fourteen (14) at Governor Morehead School for the Blind (GMS), and two (2) at Governor Morehead Preschool.

-32.00

-32.00

90 Eliminate Governor Morehead School Short-Term Outreach Program

(\$151,679)	R	(\$151,679)	R
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Eliminates the Short Term Outreach program, which provides weekly camps for approximately seventy (70) children annually to develop orientation and mobility, money-handling, and other skills.

-3.00

-3.00

91 Reduce Family Resource Center Funds

(\$229,151)	R	(\$229,151)	R
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Reduces funds for the Beginnings for Parents of Hearing Impaired Children contract.

92 Transfer from OES Trust Fund

Transfers \$175,321 of available cash balance from various funds within budget code 64424 to Nontax Revenue to support residential school operations.

93 Reduce Funding for Residential Schools

(\$1,500,000)	R	(\$1,500,000)	R
---------------	---	---------------	---

Reduces funding for the North Carolina School for the Deaf, Eastern North Carolina School for the Deaf, and Governor Morehead School for the Blind.

(8.0) Divisions of Services for the Blind and Services for the Deaf and Hard of Hearing**94 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level**

(\$181,228)	R	(\$240,170)	R
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95 Eliminate Positions

(\$130,777)	R	(\$130,777)	R
-------------	---	-------------	---

Eliminates positions within the Divisions of Services for the Blind and Services for the Deaf and Hard of Hearing.

-3.00

-3.00

96 Reduce Operating Budget

(\$107,712)	R	(\$107,712)	R
-------------	---	-------------	---

Reduces operating budgets division-wide.

97 Replace State Funds with Federal Receipts

(\$150,000)	R	(\$150,000)	R
-------------	---	-------------	---

Budgets Basic Support Vocational Rehabilitation Grant funds and reduces state appropriations.

98 Service Rate Adjustment

(\$145,992)	R	(\$159,264)	R
-------------	---	-------------	---

Reduces medical eye care, vocational rehabilitation, and independent living provider reimbursement rates by 5.5% for FY2009-10 and 6% for FY2010-11.

99 Transfer from Telecommunications Relay Trust Fund

Transfers \$8,500,000 of available cash balance from the Telecommunications Relay Trust fund, budget code 67425, to Nontax Revenue to support General Fund appropriations.

100 Replace State Funds with Federal Recovery Funds

Reduces state funds for the older blind individuals program and budgets federal recovery funds for vocational rehabilitation services (\$2,974,779) and the older blind individuals independent living program (\$1,042,363).

(\$260,590) NR

(\$260,590) NR

(9.0) Division of Vocational Rehabilitation**101 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level**

(\$1,181,339) R

(\$1,511,633) R

102 Eliminate Positions

Eliminates positions within the Division of Vocational Rehabilitation.

(\$329,960) R

(\$329,960) R

-3.00

-3.00

103 Reduce Basic Support Case Services

Reduces State appropriations for non-medical consumer purchases.

(\$3,612,025) R

(\$3,612,025) R

104 Reduce Funds for Independent Living

Reduces state appropriations for independent living services.

(\$1,500,000) R

(\$1,500,000) R

105 Service Rate Adjustment

Reduces vocational rehabilitation and independent living provider reimbursement rates by 5.5% for FY2009-10 and 6% for FY2010-11.

(\$155,619) R

(\$169,766) R

106 Replace State Funds with Federal Recovery Funds

Replaces state funds for the independent living program and budgets anticipated federal recovery funds for vocational rehabilitation services (\$15,054,229) and independent living (\$402,340).

(\$201,170) NR

(\$201,170) NR

(10.0) Division of Aging and Adult Services**107 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level**

(\$2,323) R

(\$6,382) R

108 Eliminate Positions

Eliminates positions within the Division of Aging and Adult Services.

(\$16,025) R

(\$16,025) R

-1.00

-1.00

109 Eliminate Quality Improvement Consultation Program

Eliminates a contract and position that supported a Quality Improvement Program pilot for Adult Care Homes.

(\$190,204) R

(\$190,204) R

-1.00

-1.00

House Subcommittee on Health and Human Services

FY 09-10**FY 10-11****110 Eliminate Senior Center Outreach Program**

(\$100,000)

R

(\$100,000)

R

Eliminates funding for the Senior Center Outreach Program, previously allocated to the 17 Area Agencies on Aging to promote the use of services available through senior centers.

111 Reduce Home and Community Care Block Grant

(\$2,594,744)

R

(\$2,594,744)

R

Continues reduction taken in current fiscal year in the Home and Community Care Block Grant.

112 Operating Reductions

(\$90,466)

R

(\$90,466)

R

Continues Governor's reduction on travel, supplies, printing, and other operating expenses.

113 Replace Home and Community Care Block Grant Funds

(\$1,384,392)

NR

Replace funding for the Home and Community Care Block Grant, which provides funding for in-home and community-based services for seniors. The reduction in State appropriations will be offset by federal recovery funds for senior nutrition services.

114 Senior Community Service Employment

The Senior Community Service Employment Program (SCSEP) places economically disadvantaged individuals 55 years of age and older with an income at or below 125% of the federal poverty level into part-time community service programs while transitioning clients into unsubsidized employment. Currently, five Area Agencies on Aging provide employment services in 25 counties. \$621,560 in federal recovery funds will be available to support the program. Twenty percent of funds must be spent in the current year. The remaining funds (\$497,248) and the required local match (\$55,250) are budgeted as receipt-supported activities.

(11.0) Division of Medical Assistance**115 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level**

(\$507,391,540)

R

(\$738,471,757)

R

116 Projected Medicaid Growth

\$147,360,758

R

\$260,454,571

R

Adjusts continuation budget to allow for caseload growth.

117 Phased-out County Share

\$254,466,128

R

\$264,390,307

R

Increases appropriations for Medicaid due to the final phase-out of the county share, effective July 1, 2009.

118 End County Participation

(\$4,738,858)

R

(\$4,738,858)

R

Ends county participation in Medicaid, including any cost settlements or adjustments, as of June 1, 2009.

119 Provider Rate Reductions

(\$148,393,793) R (\$161,884,138) R

Reduces Medicaid provider rates by 5.5% in FY 2010 and 6% in FY 2011. Applies to all public and private providers except for federally qualified health centers, rural health centers, school-based and school linked health centers, State institutions, hospital outpatient, pharmacy, and the non-inflationary components of the case-mix reimbursement system for skilled nursing facilities.

120 Modify Personal Care Services Benefits

(\$49,341,460) R (\$62,326,055) R

Reduces personal care services benefits to reduce overutilization of services. Effective October 1, 2009.

121 Reduce Personal Care Services in Adult Care Homes

(\$10,000,000) R (\$10,000,000) R

Reduces appropriation for personal care services provided in adult care homes.

122 Reduce Community Support Services

(\$59,772,501) R (\$116,530,001) R

Reduces community support services in the first year, to begin phasing out service completely in the second year. Retains 25% of funding in second year to account for EPSDT services.

123 Eliminates PT/OT/ST

(\$15,633,333) R (\$18,760,000) R

Eliminates funding for physical therapy, occupational therapy, and speech therapy, an optional service in Medicaid. Retains 20% of funding for EPSDT services for children.

124 Reduce Group Homes

(\$31,721,919) R (\$45,109,244) R

Reduces funding for High Risk Intervention Level III and IV group homes. Retains 35% of funding for transitions to other services.

125 Reduces Adult Optical

(\$3,201,911) R (\$3,842,293) R

Reduces adult optical services and supplies, an optional service in Medicaid.

126 Implement a Preferred Drug List

(\$40,000,000) R (\$50,000,000) R

Implements a preferred drug list, including atypical antipsychotics. Savings include supplemental rebates.

127 Reimbursement for Prescription Drugs

(\$10,457,042) R (\$13,942,723) R

Changes reimbursement for prescription drugs from Average Wholesale Price (AWP) - 10% to Wholesale Acquisition Cost (WAC) + 7%.

128 Reduce Dispensing Fee for Prescription Drugs

(\$1,250,595) R (\$1,649,455) R

Reduces dispensing fee for both brand and generic drugs.

129 Dental Coverage

(\$16,726,329) R (\$20,905,072) R

Reduces by 50% the funding for dental benefits for adults, an optional service in Medicaid.

House Subcommittee on Health and Human Services

FY 09-10**FY 10-11****130 Orthotics and Prosthetics Coverage**

(\$2,267,877)

R

(\$2,885,284)

R

Reduces orthotics and prosthetics coverage, an optional service in Medicaid.

131 Limit transplants to solid tissue

(\$2,916,667)

R

(\$3,500,000)

R

Limits transplants paid by Medicaid to solid tissue only.

132 Dental Policy Adjustments

(\$3,689,582)

R

(\$4,427,500)

R

Reduces appropriations based on dental policy changes on sealants and imaging.

133 Emergency Room Copayment for Nonemergency Visits

(\$2,975,070)

R

(\$3,945,037)

R

Establishes a \$50 copayment for nonemergency visits to emergency departments.

134 Increase Copays on Services

(\$3,098,256)

R

(\$3,717,908)

R

Increases copays on Medicaid services by \$2.

135 Eliminate HIV Case Management

(\$1,671,299)

R

(\$2,111,115)

R

Eliminates funds for HIV case management services.

136 Consolidate Case Management Services

(\$53,730,905)

R

(\$85,463,000)

R

Reduces appropriations by consolidating case management services throughout the Medicaid program.

137 Increase CCNC Savings

(\$88,579,272)

R

(\$97,441,156)

R

Reduces appropriations through greater case management by Community Care of North Carolina.

138 Imaging Contract

(\$8,111,250)

R

(\$8,237,322)

R

Reduces appropriations for labs and imaging by utilizing a vendor to contain costs.

139 Institute Nursing Home Rate Reduction

(\$9,195,114)

R

(\$9,776,920)

R

Institutes an additional rate reduction for nursing homes.

140 Single Source Durable Medical Equipment (DME)

(\$3,509,312)

R

(\$4,211,174)

R

Reduces appropriations for DME by purchasing in bulk from a single source.

141 Freeze CAP Slots

(\$14,646,956)

R

(\$15,274,842)

R

Freezes Community Alternative Programs slots for disabled adults and people with mental retardation and developmental disabilities.

142 Reduce Hospice Services

(\$5,000,000)

R

(\$5,000,000)

R

Reduces funding for hospice services, an optional service in Medicaid.

House Subcommittee on Health and Human Services

FY 09-10**FY 10-11**

143 Eliminate MH Residential Services - Therapeutic Camps	(\$1,573,100)	R	(\$2,236,981)	R
Eliminates funding for therapeutic camps for teens with behavioral and substance abuse problems, an optional Medicaid service.				
144 Mandate Use of Web-based PASARR	(\$350,000)	R	(\$350,000)	R
Mandates the use of the web-based PASARR screening for mental health issues for nursing facilities and adult care homes.				
145 Establishes Provider Enrollment Fee	(\$1,500,000)	R	(\$1,500,000)	R
Establishes a \$100 enrollment fee for Medicaid providers, payable upon initial enrollment and every three years thereafter.				
146 Contract Adjustments	(\$1,594,749)	R	(\$1,594,749)	R
Reduces various administrative contracts.				
147 Quarterly Printing of Medicaid ID cards	(\$1,750,000)	R	(\$1,750,000)	R
Reduces appropriations by printing Medicaid identification cards on a quarterly basis instead of monthly.				
148 Mandate EFT Payments	(\$472,500)	R	(\$472,500)	R
Reduces appropriations by mandating payment of claims by electronic fund transfers.				
149 Mandate Electronic Claims Filing	(\$1,200,000)	R	(\$1,200,000)	R
Reduces appropriations by mandating that providers billing Medicaid file claims electronically.				
150 Eliminate Positions	(\$559,031)	R	(\$559,031)	R
Eliminates positions within the Division of Medical Assistance.				
	-11.00		-11.00	
151 Enhance Third Party Liability Recoveries and Cost Avoidance	(\$20,000,000)	R	(\$20,000,000)	R
Reduces medical assistance payments by increasing payment by third parties and increasing cost avoidance through better utilization of technology and other Medicaid cost-containment activities.				
152 Implement False Claims Act			(\$2,229,757)	R
Increases the amount North Carolina can retain from fraud and abuse recoveries by implementing provisions that meet federal False Claims Act standards. The 10% bonus is expected to generate about \$2.4 million annually. Of the amount collected, \$176,068 will be used to support 5 positions at the Attorney General's Office to implement the act. Net collections will be offset by a reduction to State appropriations.				
153 Eliminates Funding for CCNC-Health Choice	(\$900,000)	R	(\$900,000)	R
Eliminates the per member/per month payment to the Community Care of North Carolina networks associated with Health Choice enrollees.				

154 Reduction in Medical Assistance Payments

Reduces Medical Assistance payments to be offset by federal recovery funds.

(\$807,007,555) NR (\$465,968,593) NR

(12.0) Division of Health Service Regulation**155 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level**

(\$190,134) R (\$208,088) R

156 Eliminate Positions

Eliminates positions within the Division of Health Service Regulation.

(\$444,518) R (\$444,518) R

-5.00 -5.00

157 Operating Freeze

Continues freeze on operating expenses from the FY 2008-09 budget (Other Operating - 2xxx-5xxx, Fund 1311 Rent/Lease-Bldg/Office).

(\$466,688) R (\$466,688) R

158 Increase Fees for License Renewals

Increases licensing fees to health care facilities regulated by the division and reduces State appropriation in a similar amount. The cost of administering the licensure program is shared with facilities.

(\$1,093,788) R (\$1,093,788) R

159 Hospice Facilities Annual Fee

Establishes an annual fee for hospice facilities.

(\$79,200) R (\$79,200) R

160 Eliminate Two Vacant Positions in Medical Facilities Construction

Eliminates two vacant positions in the Medical Facilities Construction Section, which review construction plans, make on-site inspections, and provide consultation to ensure compliance with federal and State standards. The reduction will reduce the number of section staff to 63 FTEs.

(\$164,640) R (\$164,640) R

-2.00 -2.00

161 Charge Fee for Initial Facility License

Reduces State appropriations by amount generated by initial facility license fees for new facilities. Fees would apply to adult care homes, hospitals, home care, nursing homes, and mental health facilities.

(\$29,202) R (\$29,202) R

Total Legislative Changes

(\$1,066,810,574) R (\$1,370,598,624) R

(\$908,478,910) NR (\$529,131,338) NR

Total Position Changes

-671.00 -671.00

Revised Budget

\$3,561,055,455 \$3,906,830,983

**NATURAL
&
ECONOMIC
RESOURCES
Section H**

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Agriculture and Consumer Services

GENERAL FUND

			FY 09-10		FY 10-11	
Recommended Budget			\$65,402,492		\$65,638,839	
Legislative Changes						
A. Department-Wide						
1 Adjust Continuation Budget			(\$1,394,889)	R	(\$1,844,203)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.			-5.00		-5.00	
2 Vacant Positions			(\$860,680)	R	(\$860,680)	R
Eliminates the following vacant positions and corresponding benefits:			-16.50		-16.50	
60011486	Executive Assistant I	\$46,818				
60011478	Administrative Officer II	\$38,174				
60011494	Administrative Secretary	\$43,576				
60011502	Accounting Tech II	\$31,041				
60011773	Data Entry Operator	\$25,581				
60012019	Chemist II	\$47,553				
60011871	Office Assistant III	\$25,997				
60012034	Lab Assistant	\$23,516				
60012014	Laboratory Technician	\$27,448				
60089841	Vet Lab Pathologist	\$123,105				
60012143	Chemistry Supervisor II	\$50,940				
60012189	Medical Lab Technician II	\$43,781				
60012093	Livestock Compliance Officer	\$53,390				
65005772	Meat & Poultry Inspector	\$14,751				
60012627	Research Technician (Oxford)	\$27,282				
60012660	Research Technician (Tidewater)	\$32,379				
60012583	Research Technician (Cherry)	\$28,556				
	Fringe Total	\$176,606				
3 Operating Expense Reductions			(\$345,873)	R	(\$345,873)	R
Reduces following line items by 50%:						
Non-employee travel, subsistence, and education	\$3,199					
Registrations	\$46,940					
Employee Education Assistance Program	\$690					
Employee Education	\$31,779					
Memberships & Subscriptions	\$42,859					
Cell Phones	\$121,817					
Eliminates the following line items:						
Office Furniture	\$98,589					
4 Temporary Position Funding			(\$27,905)	R	(\$27,905)	R
Reduces funding for temporary positions across the Department.						

House Subcommittee on Natural and Economic Resources

FY 09-10**FY 10-11****5 Fund Shift Positions to Receipt Support**

(\$467,047) R

(\$467,047) R

Shifts 10.7 positions to receipt support. These receipts come from various enterprise funds, grants, and other revenue sources.

-10.70

-10.70

6 Worker's Compensation

(\$75,000) R

(\$75,000) R

Reduces funding for worker's compensation due to a recent decrease in premiums for the Department.

Administration**7 Agricultural Development & Farmland Preservation Trust Fund**

Transfers \$2 million from the cash balances remaining in various fund codes within the Department of Commerce that are being transferred to the General Fund.

\$2,000,000 NR

C. General Administration**8 FFA Foundation, Inc**

(\$3,960) R

(\$4,950) R

Reduces funding for FFA Foundation, Inc by 8% in FY 2009-10 and 10% in FY 2010-11.

9 Agricultural Finance Authority Service Charge

(\$50,000) R

(\$50,000) R

Reduces General Fund support for the General Administration Division, replacing these funds with \$50,000 paid by the Agricultural Finance Authority for budgeting, accounting, and human resource services provided by the Division.

D. Agronomic Services**10 Fertilizer Assessment**

(\$375,000) R

(\$375,000) R

Replaces the General Fund appropriation with an increase in the fertilizer assessment. The fertilizer assessment will be increased from \$0.25 per ton of fertilizer to \$0.50 per ton, bringing North Carolina's assessment in line with surrounding states. All receipts from the increase will be used to support Agronomic Services.

E. Markets**11 Farmers Markets and Ag Centers Fees**

(\$175,000) R

(\$175,000) R

Replaces General Fund appropriation for the Farmer's Markets and Agricultural Centers with increased fees at the Piedmont, Charlotte, and Western NC farmers markets.

F. Pesticides**12 Pesticide Registration Fee**

(\$500,000) R

(\$500,000) R

Increases the current annual pesticide registration fee from \$100 to \$150 for each brand or grade of pesticide registered and reduces General Fund appropriations to the Pesticide Division.

G. Plant Industry**13 Plant Inspection Fees**

(\$58,303) R

(\$58,303) R

Increases nursery certification and registration fees and reduces the General Fund appropriation to the Plant Industry Division. The certification fee will increase from \$10 to \$100 for the initial acre and from \$2 to \$3 for additional acres. The registration fee for nurseries will increase from \$6 to \$20.

H. Standards**14 Calibration Inspection Over-realized Receipts**

(\$20,000) R

(\$20,000) R

Budgets over-realized receipts for calibration inspections services.

15 Petroleum Device Technician License Fee

(\$10,000) R

(\$10,000) R

Creates a registration fee for petroleum device technician licenses.

I. Veterinary Services**16 Animal Diagnostic Fees**

(\$200,000) R

(\$200,000) R

Replaces the General Fund appropriation for veterinary services with increased fees for certain animal diagnostic tests.

J. Agricultural Statistics**17 Technology Support Analyst Position**

(\$30,276) R

(\$30,276) R

Eliminate funding for one W/A Technology Support Analyst within the Division of Agricultural Statistics.

-1.00

-1.00

K. Public Affairs**18 Ag Review Funding**

(\$25,000) R

(\$25,000) R

Reduces funding for the Ag Review by \$25,000. The Division is directed to update the subscription form so that the Ag Review is delivered via email unless a paper copy is requested.

L. Public Affairs**19 Ag in the Classroom Funding**

(\$1,980) R

(\$2,475) R

Reduces funding for Ag in the Classroom by 8% in FY 2009-10 and 10% in FY 2010-11.

L. Seed and Fertilizer**20 Seed Law Changes**

(\$70,000) R

(\$70,000) R

Adjusts expected receipts to reflect changes in the Seed Laws proposed in HB 1103. These increased receipts replace General Fund appropriation for this Division.

Total Legislative Changes	(\$4,690,913)	R	(\$5,141,712)	R
	\$2,000,000	NR		
Total Position Changes	-33.20		-33.20	
Revised Budget	\$62,711,579		\$60,497,127	

Labor

GENERAL FUND

			FY 09-10	FY 10-11
Recommended Budget			\$19,064,773	\$19,092,834
Legislative Changes				
Department-Wide				
21 Adjust Continuation Budget			(\$405,676)	R (\$433,681) R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
22 Vacant Positions			(\$485,081)	R (\$485,081) R
Eliminates the following vacant positions:				
			-9.50	-9.50
60013028	Communications & Info. Assistant	\$45,361		
60013031	Admin. Officer III	\$50,653		
60012992	Wage & Hour Investigator I	\$49,706		
60013243	OSHA Ed & Train Specialist	\$61,810		
65005115	OSHA Ed & Train Specialist	\$51,831		
65005233	OSHA Carolina Star Consultant	\$53,753		
65005234	OSHA Carolina Star Consultant	\$53,753		
60013223	Admin. Secretary II (0.5 FTE)	\$23,418		
60012991	Wage & Hour Investigator I	\$47,398		
60012986	Wage & Hour Investigator II	\$47,398		
23 Operating Expense Reductions			(\$155,877)	R (\$155,877) R
Reduces the following line items by 50%:				
	Non-employee travel, subsistence, and education	\$1,384		
	Registrations	\$19,330		
	Employee Education	\$4,979		
	Memberships & Subscriptions	\$16,610		
	Cell Phones	\$54,328		
Eliminates the following line items:				
	Office Furniture	\$3,949		
	523714 In-State Ground Transportation in Fund 1120	\$3,000		
	533110 General Office Supplies in Fund 1120	\$2,000		
	534534 PC Equipment in Fund 1346	\$8,000		
	535890 Other Administration in Fund 1352 - OSH	\$20,297		
	534539 Other Equipment in Fund 1352 - OSH	\$22,000		
24 Operating Reductions			(\$71,048)	R (\$71,048) R
	Salary reserve 531211 from Fund 1110	\$40,835		
	Salary reserve 531211 from Fund 1120	\$17,538		
	Salary reserve 531211 from Fund 1340	\$2,986		
	Social Security savings from salary reserve	\$4,694		
	Retirement savings from salary reserve	\$4,995		

Administrative Services**25 General Fund Position to Receipt Support**

(\$45,632)	R	(\$45,632)	R
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Converts one Administrative Assistant position, associated fringe, and operating to receipt support. Receipts will be generated by the Elevator and Amusement Device Bureau, the Boiler Safety Bureau, and the OSH Division.

-1.00		-1.00	
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26 General Fund Position to Fee Support

(\$77,428)	R	(\$77,428)	R
------------	---	------------	---

Converts one Administrative Officer III position, associated fringe, and operating to receipt support. Receipts will be generated by the Elevator and Amusement Device Bureau, the Boiler Bureau, and the OSH Division.

-1.00		-1.00	
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Occupational Safety and Health**27 State Funding for Library Periodicals**

(\$18,306)	R	(\$18,306)	R
------------	---	------------	---

Eliminates State funding for periodicals in the DOL library.

28 Publication Fees

(\$21,325)	R	(\$21,325)	R
------------	---	------------	---

Directs OSH to raise publication fees to adjust for inflation and to take a corresponding General Fund reduction. Fees were last raised February 1, 2001.

Standards and Inspections**29 Mine and Quarry Operating**

(\$28,389)	R	(\$28,389)	R
------------	---	------------	---

Shifts funding for operating expenses in the Mine & Quarry Bureau to federal receipts.

30 Apprenticeship Program

(\$450,000)	R	(\$450,000)	R
-------------	---	-------------	---

Directs the Apprenticeship Program to create new fees to generate enough revenue so that the program can take a 25% reduction to General Fund support.

Total Legislative Changes

(\$1,758,762)	R	(\$1,786,767)	R
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Total Position Changes

-11.50		-11.50	
--------	--	--------	--

Revised Budget

\$17,306,011		\$17,306,067	
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Environment & Natural Resources

GENERAL FUND

	FY 09-10	FY 10-11
Recommended Budget	\$212,524,097	\$214,924,435

Legislative Changes

(1.0) Department-Wide

31 Adjust Continuation Budget

Adjusts continuation budget to a level at or below FY 2008-09
Authorized Budget.

(\$10,777,322)	R	(\$13,107,174)	R
-23.00		-65.00	

32 Vacant Positions

(\$3,301,005)

R

(\$3,301,005)

R

Eliminates the following vacant positions:

-66.15

-66.15

60034950	Admissions Manager	\$33,269
60031549	Field Rep.	\$58,962
60035973	Program Assistant V	\$48,359
60034280	Ss Section Chief	\$87,427
60034362	Env Senior Specialist	\$53,753
60034540	Environmental Health Regional Spec.	\$57,972
60032260	Forestry Technician	\$36,420
60031611	Admin Assistant	\$43,714
60031611	Admin Asst	\$43,714
60031621	Water Quality Forester	\$54,090
60031647	Aircraft Mechanic	\$61,025
60031663	Regional Ranger for Facil.	\$55,753
60031726	Forestry Technician	\$49,735
60031782	Hr Rep	\$51,844
60031790	Regional Ranger For Facilities	\$41,258
60031910	FFE0	\$22,990
60031992	Asst County Ranger	\$21,696
60032006	FFE0	\$24,653
60032006	FFE0	\$22,990
60032169	Project Leader	\$36,428
60032206	Patrol Pilot	\$62,614
60032284	Administrative Assistant I	\$41,503
60032288	Education Ranger	\$41,797
60032244	Forest Ranger	\$36,160
60032485	Env Engineer I	\$58,056
60032394	Engineer Technician	\$51,321
60032418	Hydro/Geologist	\$65,001
60032442	Env Specialist	\$54,666
60032446	Env Spec	\$48,359
60032452	Engineer	\$59,538
60032641	M.F. Biologist II	\$50,607
60032647	M.F. Technician III	\$40,772
60032689	Law Enf. Officer	\$47,901
65004402	Marine Fisheries Section Chief	\$80,580
65004403	Marine Fisheries Biologist II	\$50,607
65004404	Marine Fisheries Technician II	\$39,838
65004405	Research Vessel Captain	\$39,838
65004406	Research Vessel Engineer	\$37,044
65004407	Research Vessel Engineer	\$37,044
60033003	Park Ranger	\$45,923
60033131	Labor Crew Leader	\$32,944
60033143	Park Ranger	\$46,498
60033196	Park Ranger	\$41,598
60033203	Exhibit Coordinator	\$43,601
60033220	Park Ranger	\$41,598
65006874	Park Ranger	\$49,245
65006883	Park Ranger	\$49,245
65006905	Park Ranger	\$49,245
65007116	Park Ranger	\$49,245
65006611	Maintenance Mechanic III	\$39,373
65006612	Office Assistant IV	\$31,599
65006614	Maintenance Mechanic II	\$40,651
65006870	Park Ranger	\$55,835

65006882	Park Superintendent	\$69,867
65006900	Park Ranger	\$55,835
65006906	Park Ranger	\$55,835
65004926	Env Engineer III	\$68,680
65008056	Env. Engineer II	\$61,933
60032325	Engineer	\$70,531
60034580	Environmental Specialist	\$53,181
60034795	Bus. & Tech Applications Analyst	\$68,950
60035179	Chemistry Technician II	\$41,557
60035287	IT Manager	\$52,652
60035382	Env Program Supervisor III	\$81,267
60035387	Environmental Specialist	\$53,794
60035549	Environmental Senior Specialist	\$14,677
60031510	Environmental Specialist	\$52,205
60033386	General Utility Worker	\$34,144

33 Operating Expense Reductions

(\$895,265)

R

(\$895,265)

R

Reduces the following line items by 50%:

Non-employee travel, subsistence, and education	\$177,594
Registrations	\$124,064
Workshop Travel	\$ 4,381
Workshop Subsistence	\$ 419
Employee Education	\$ 66,489
Memberships & Subscriptions	\$ 73,489
Cell Phones	\$163,914

Eliminates the following line items:

Office Furniture	\$277,415
Honorariums	\$ 7,500

34 General Fund Positions to Receipt Support

(\$1,738,053)

R

(\$1,738,053)

R

Fund-shifts 27.33 General Fund appropriated positions to receipt-support.

-27.33

-27.33

(3.0) Center for Geographic Information Analysis**35 Center for Geographic Information Analysis Transfer**

(\$167,549)

R

(\$167,549)

R

Transfers two General Fund positions for NC OneMap to the Office of the State Chief Information Officer.

-2.00

-2.00

(3.0) Environmental Health**36 Food and Lodging Inspection Fee**

(\$250,000)

R

(\$250,000)

R

Adjusts the food/lodging inspection fees. Fees are currently either \$50 or \$200 and will be increased to \$75 and \$250 respectively. Fees were last increased October 1, 2002. New fee revenue will be distributed in accordance with G.S.130A-248. Fee revenue credited to the Department will be used to support operations of the Division and will allow the Division to take a corresponding General Fund reduction.

-0.50

-0.50

House Subcommittee on Natural and Economic Resources

FY 09-10**FY 10-11****37 Radiation Protection Section**

(\$406,621) R

(\$813,242) R

Requires that the radiation protection section become entirely receipt supported by 2010-11. Reduces General Fund support by 50% in FY 2009-10 and eliminates all General Fund support in FY 2010-11. Moves 12.5 positions from the General Fund to receipt support in FY 2010-11.

-12.50

38 Tick-borne Disease Funding Transfer

\$139,802 R

\$139,802 R

Transfers \$139,802 from the Department of Health and Human Services to continue tick-borne disease work within the Division of Environmental Health.

39 General Fund Support to Receipt Support

(\$61,724) R

(\$61,724) R

Shifts funding for rent for the Division's main office to a federal grant.

(3.0) Land Resources**40 Landslide Hazard Aerial Photography**

(\$50,000) R

(\$50,000) R

Reduces funding to landslide hazard aerial photography.

41 County Boundary Program

(\$106,479) R

(\$106,479) R

Eliminates funding for the County Boundary Program.

-1.00

-1.00

(3.0) Pollution Prevention & Enviro. Assistance**42 Solid Waste Management Trust Fund Receipts**

(\$225,000) R

(\$225,000) R

Directs the Division to shift operating expenses to the Solid Waste Management Trust Fund (SWMTF). SWMTF began receiving new revenue in FY 2008-09 from the solid waste disposal tax, a portion of which was authorized to be used for operating expenses.

(3.0) Water Quality**43 Neuse River Rapid Response Team**

(\$101,439) R

(\$101,439) R

Reduces funding for the Neuse River Rapid Response Team and eliminates two positions.

-2.00

-2.00

(3.0) Water Resources**44 Stream and Well Monitoring Contracts**

(\$21,884) R

(\$21,884) R

Reduces funding for stream and well monitoring contracts by 10%. The Division is encouraged to negotiate lower rates for these contracts to compensate for the appropriation reduction.

(4.0) Aquariums**45 Operating Expense Reduction**

(\$2,500,000) R

(\$2,500,000) R

Replaces General Fund support for operating with gate admissions.

(4.0) Forest Resources**46 Young Offenders/ BRIDGE Program**

(\$1,043,840) R (\$1,043,840) R

Eliminates funding for the Young Offenders/ BRIDGE program.
This program is subject to continuation review.

\$1,043,840 NR
-10.00

47 Forestry Equipment

\$0 R (\$112,556) R

Reduces the Division of Forest Resources' equipment budget.

(4.0) Marine Fisheries**48 Oyster Reef Program Reduction**

(\$1,000,000) R (\$1,000,000) R

Reduces funding for the Oyster Reef program by 50%, leaving
\$1,000,000 to continue the program.

(4.0) Parks & Recreation**49 State Park Parking Fees**

\$0 R (\$2,500,000) R

Reduces General Fund appropriation for State Parks and
replaces appropriation with fees for parking. The Division
of Parks and Recreation is directed to draft and implement a
parking plan for State Parks.

(4.0) Soil & Water Conservation**50 Financial Assistance Funding**

(\$1,000,000) R (\$1,000,000) R

Reduces funding for financial assistance within the Ag Cost
Share program.

(5.0) Reserves & Transfers**51 Grassroots Science Museums**

(\$278,508) R (\$348,135) R

Reduces General Fund support for the Grassroots Science
Museums by 8% in FY 2009-10 and 10% in FY 2010-11.

52 Partnership for the Sounds

(\$41,380) R (\$51,725) R

Reduces General Fund support for the Partnership for the
Sounds by 8% in FY 2009-10 and 10% in FY 2010-11.

53 Beaver Management Assistance Program

(\$349,000) R (\$349,000) R

Reduces the transfer to the Wildlife Resources Commission
(WRC) for the Beaver Management Assistance Program. WRC will
continue to operate the program using \$349,000 in WRC revenue
from the sales tax transfer.

54 Drinking Water State Revolving Fund

\$5,482,800 NR

Transfers \$5.48 million from the cash balances remaining in
various fund codes within the Department of Commerce that are
being transferred to the General Fund.

55 Clean Water State Revolving Fund

\$936,600 NR

Transfers \$936,600 from the cash balances remaining in
various fund codes within the Department of Commerce that are
being transferred to the General Fund.

(6.0) Wildlife Resources Commission**56 Wildlife Resources Commission Appropriation**

\$21,500,000 R

\$21,500,000 R

Appropriates funds to replace the Wildlife Resources
Commission's sales tax transfer.

217.50

217.50

Total Legislative Changes

(\$2,675,267) R

(\$8,104,268) R

\$7,463,240 NR

Total Position Changes

95.52

31.02

Revised Budget

\$217,312,070

\$206,820,167

DENR-Clean Water Management Trust Fund

GENERAL FUND

	FY 09-10	FY 10-11
Recommended Budget	\$100,000,000	\$100,000,000

Legislative Changes

57 Statutory Appropriation as per G.S. 113A-253.1

(See Reserves, Debt Service and Adjustments Section L for legislative changes.)

Total Legislative Changes

Total Position Changes

Revised Budget	\$100,000,000	\$100,000,000
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Commerce

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$46,019,823		\$46,028,986	
Legislative Changes				
A. Department-Wide				
58 Adjust Continuation Budget	(\$1,893,394)	R	(\$1,893,394)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
59 Vacant Positions	(\$634,581)	R	(\$634,581)	R
Eliminates all positions vacant as of October 1, 2008.				
	-9.00		-9.00	
60 Operating Expense Reductions	(\$333,615)	R	(\$333,615)	R
Reduces the following line items by 50%:				
Non-employee travel, subsistence, and education	\$ 8,687			
Registrations	\$72,230			
Employee Education Assistance Program	\$ 645			
Employee Education	\$61,453			
Memberships & Subscriptions	\$80,910			
Cell Phones	\$69,364			
Eliminates the following line items:				
Honorariums	\$ 2,900			
Office Furniture	\$37,426			
C. Executive Aircraft				
61 Aircraft Funds	(\$250,000)	R	(\$250,000)	R
Eliminates remaining funds for aircraft purchases.				
62 Aircraft Fleet	(\$296,115)	R	(\$296,115)	R
Directs the Department of Commerce to sell the King Air plane and reduces all associated operating support. Also eliminates one pilot position. Receipts generated by the sale of the plane will be used to replace any loss in receipts resulting from a decrease in usage.				
	-1.00		-1.00	
D. MIS				
63 Transferred Positions	(\$250,000)	R	(\$250,000)	R
Eliminates the salaries, benefits, and operating support for three positions that were transferred to ITS in November 2008.				

G. Business and Industry**64 International Trade Contractors in B&I**

(\$720,868) R

(\$720,868) R

Eliminates funding for three contract positions in Business and Industry. These positions are located at three of the International Trade offices.

H. International Trade**65 Korean Trade Office**

(\$12,000) R

(\$12,000) R

Eliminates the General Fund appropriation for the Korean Trade Office. This office is shared with the NC Ports Authority, and can be fully supported by the Ports.

66 International Trade Performance Bonuses

(\$25,000) R

(\$25,000) R

Eliminates funding for performance bonuses for International Trade contractors.

I. Tourism, Film, and Sports Development**67 Heritage Tourism**

(\$416,836) R

(\$416,836) R

Reorganizes Heritage Tourism into three regions, one each in the west, east, and piedmont. Each region will have one Heritage Tourism officer, and a Heritage Tourism Director will be located at the Department of Commerce.

-7.00

-7.00

68 Wine and Grape Growers Council

\$828,000 R

\$810,000 R

Transfers the Wine and Grape Growers Council to General Fund support.

3.00

3.00

K. Wanchese Seafood Industrial Park**69 Receipt Support**

(\$449,652) R

(\$449,652) R

Eliminates the General Fund appropriation for the Wanchese Seafood Industrial Park. The Park will be wholly receipt supported through rental/lease fees.

L. Commerce Finance**70 Continuation Budget for JMAC**

(\$5,000,000) R

(\$5,000,000) R

Corrects the Continuation Budget for the Job Maintenance and Capital Development Fund (JMAC). Funds were appropriated for FY 2008-09 on a nonrecurring basis but were included in the Continuation Budget on a recurring basis. JMAC has a cash balance of \$5 million and does not need an appropriation for FY 2009-10.

N. Industrial Commission**71 Legal Specialists to Receipt Support**

(\$167,987) R

(\$167,987) R

Transfers support for three legal specialists in the Commissioners' Office from General Fund to receipts.

-3.00

-3.00

72 Deputy Commissioners to Receipt Support

(\$203,760) R

(\$203,760) R

Transfers support for two Deputy Commissioners from General Fund to receipts.

-2.00

-2.00

O. Commerce Boards and Commissions**73 Rural Electrification Authority (REA)**

\$179,931	R	\$176,019	R
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Transfers REA's operating budget to General Fund support.

2.00		2.00	
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74 Credit Union Supervision

\$1,522,865	R	\$1,489,759	R
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Transfers the operating budget for Credit Union Supervision to General Fund support.

16.00		16.00	
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75 Cemetery Commission

\$232,751	R	\$227,691	R
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Transfers the operating budget for the Cemetery Commission to General Fund support.

3.00		3.00	
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76 Utilities Commission - Staff

\$6,122,175	R	\$5,989,084	R
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Transfers the operating budget for the Utilities Commission - Staff to General Fund support.

58.00		58.00	
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77 Utilities Commission - Gas Pipeline Safety

\$529,154	R	\$517,650	R
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Transfers the operating budget for the Utilities Commission - Gas Pipeline Safety to General Fund support.

6.00		6.00	
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78 Utilities Commission - Public Staff

\$7,752,023	R	\$7,583,501	R
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Transfers the operating budget for the Utilities Commission - Public Staff to General Fund support.

89.00		89.00	
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79 State Banking Commission

\$12,971,390	R	\$12,689,403	R
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Transfers the operating budget for the State Banking Commission to General Fund support.

121.00		121.00	
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80 ABC Commission

\$4,155,389	R	\$4,062,672	R
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Transfers the operating budget for the ABC Commission to General Fund support. Eliminates the compensation for the chair of the ABC Commission.

45.00		45.00	
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81 ABC Warehouse

\$5,176,984	R	\$5,064,441	R
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Transfers the operating budget for the ABC Warehouse to General Fund support.

Total Legislative Changes

\$28,816,854	R	\$27,956,412	R
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Total Position Changes

321.00		321.00	
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Revised Budget

\$74,836,677		\$73,985,398	
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Commerce - State Aid

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$15,642,232		\$15,642,232	
Legislative Changes				
82 Land Loss Prevention	(\$47,277)	R	(\$63,277)	R
Reduces the recurring pass-through appropriation for Land Loss Prevention.				
83 Institute of Minority Economic Development	(\$219,126)	R	(\$289,126)	R
Reduces the recurring pass-through appropriation for the Institute of Minority Economic Development.				
84 Association of Community Development Corporations (CDCs)	(\$88,266)	R	(\$113,266)	R
Reduces the recurring pass-through appropriation for the Association of CDCs.				
85 Minority Support Center	(\$283,651)	R	(\$353,651)	R
Reduces the recurring pass-through appropriation for the Minority Support Center.				
86 Community Development Initiative	(\$418,834)	R	(\$523,834)	R
Reduces the recurring pass-through appropriation for the Community Development Initiative.				
87 e-NC Authority	(\$40,000)	R	(\$49,000)	R
Reduces the recurring pass-through appropriation for the e-NC Authority.				
88 Councils of Government (COG)	(\$398,828)	R	(\$398,828)	R
Reduces the recurring pass-through appropriation for the COGs.				
89 High Point Furniture Market	(\$71,250)	R	(\$87,250)	R
Reduces the recurring pass-through appropriation for the High Point Furniture Market.				
90 Regional Economic Development Partnerships				
Transfers \$5 million from the cash balances remaining in various fund codes within the Department of Commerce that are being transferred to the General Fund.				
	\$5,000,000	NR		

Total Legislative Changes

(\$1,567,232) R

(\$1,878,232) R

\$5,000,000 NR

Total Position Changes**Revised Budget**

\$19,075,000

\$13,764,000

N.C. Biotechnology Center

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$15,427,561		\$15,427,561	
<hr/>				
Legislative Changes				
91 Operating Reductions	(\$1,234,561)	R	(\$1,542,561)	R
Reduces the recurring pass-through appropriation for the Biotechnology Center.				
<hr/>				
Total Legislative Changes	(\$1,234,561)	R	(\$1,542,561)	R
Total Position Changes				
Revised Budget	\$14,193,000		\$13,885,000	
<hr/>				

Rural Economic Development Center

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$24,059,581		\$24,059,581	
Legislative Changes				
92 Operating Efficiencies	(\$380,581)	R	(\$475,581)	R
Reduces the core funding appropriation to the Rural Center by 8% in FY 2009-10 and 10% in FY 2010-11.				
Total Legislative Changes	(\$380,581)	R	(\$475,581)	R
Total Position Changes				
Revised Budget	\$23,679,000		\$23,584,000	

DACS - Livestock Acquisition

Budget Code: 23700

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$10,988,567	\$10,484,872
Recommended Budget		
Requirements	\$1,095,495	\$1,098,495
Receipts	\$591,800	\$591,800
Positions	0.00	0.00
Legislative Changes		
Requirements:		
ARRA Funds for Aquaculture Grants	\$0 R	\$0 R
Appropriates the American Recovery and Reinvestment Act funds for Aquaculture grants. All funds will be distributed through grants to eligible aquaculture farmers.	\$797,772 NR	\$0 NR
	0.00	0.00
2150 - ARRA Funds for TEFAP	\$0 R	\$0 R
Appropriates the administrative American Recovery and Reinvestment Act Funds for the Emergency Food Assistance Program. The Department will also receive a substantial amount of food through ARRA to be distributed across the state.	\$776,812 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	\$0 R	\$0 R
	\$1,574,584 NR	\$0 NR
	0.00	0.00

Receipts:

ARRA Funds for Aquaculture Grants	\$0 R	\$0 R
Appropriates the American Recovery and Reinvestment Act funds for Aquaculture grants. All funds will be distributed through grants to eligible aquaculture farmers.	\$797,772 NR	\$0 NR

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10	FY 2010-11
2150 - ARRA Funds for TEFAP	\$0 R	\$0 R
Appropriates the administrative American Recovery and Reinvestment Act Funds for the Emergency Food Assistance Program. The Department will also receive a substantial amount of food through ARRA to be distributed across the state.	\$776,812 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$1,574,584 NR	\$0 NR
<hr/>		
Revised Total Requirements	\$2,670,079	\$1,098,495
Revised Total Receipts	\$2,166,384	\$591,800
Change in Fund Balance	(\$503,695)	(\$506,695)
Total Positions	0.00	0.00
<hr/>		
Unappropriated Balance Remaining	\$10,484,872	\$9,978,177

Commerce - Special

Budget Code: 24600

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$89,336,533	\$51,841,697
Recommended Budget		
Requirements	\$182,777,229	\$182,777,229
Receipts	\$146,564,544	\$146,564,544
Positions	91.40	91.40
Legislative Changes		
Requirements:		
Workforce Investment Act (WIA) ARRA Funds	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act (ARRA) funds for workforce development as follows:	\$79,827,136 NR	\$0 NR
	0.00	0.00
Local Workforce Development Boards: \$56.7 m		
State Administration: \$ 1.5 m		
Statewide Projects: \$ 8.1 m		
NCCCS 12 and 6 Program: \$13.5 m		
NC Grape Growers' Council	(\$900,000) R	(\$900,000) R
Transfers the operating budget for the Grape Growers' Council to General Fund support.	\$0 NR	\$0 NR
	-3.00	-3.00
NC Grape Growers' Council Fund Balance	\$0 R	\$0 R
Transfers the remaining fund balance to the General Fund.	\$246,811 NR	\$0 NR
	0.00	0.00
NC Rural Electrification Authority (REA)	(\$195,577) R	(\$195,577) R
Transfers REA's operating budget to General Fund support.	\$0 NR	\$0 NR
	-2.00	-2.00
Credit Union Supervision	(\$1,655,288) R	(\$1,655,288) R
Transfers the operating budget for Credit Union Supervision to General Fund support.	\$0 NR	\$0 NR
	-16.00	-16.00

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	FY 2009-10		FY 2010-11	
Credit Union Supervision Fund Balance	\$0	R	\$0	R
Transfers the remaining fund balance to the General Fund.	\$858,995	NR	\$0	NR
	0.00		0.00	
Cemetery Commission	(\$252,990)	R	(\$252,990)	R
Transfers the operating budget for the Cemetery Commission to General Fund support.	\$0	NR	\$0	NR
	-3.00		-3.00	
Cemetery Commission Fund Balance	\$0	R	\$0	R
Transfers the remaining fund balance to the General Fund.	\$202,780	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	(\$3,003,855)	R	(\$3,003,855)	R
	\$81,135,722	NR	\$0	NR
	-24.00		-24.00	

Receipts:

Workforce Investment Act (WIA) ARRA Funds		R	\$0	R
	\$79,827,136	NR	\$0	NR
NC Grape Growers' Council	(\$900,000)	R	(\$900,000)	R
Transfers receipts for the Grape Growers' Council to the General Fund.	\$0	NR	\$0	NR
Rural Electrification Authority (REA)	(\$195,577)	R	(\$195,577)	R
Transfers REA's receipts to the General Fund.	\$0	NR	\$0	NR
Credit Union Supervision	(\$1,628,853)	R	(\$1,628,853)	R
Transfers receipts for Credit Union Supervision to the General Fund.	\$0	NR	\$0	NR
Cemetery Commission	(\$252,990)	R	(\$252,990)	R
Transfers receipts for the Cemetery Commission to the General Fund.	\$0	NR	\$0	NR
Subtotal Legislative Changes	(\$2,977,420)	R	(\$2,977,420)	R
	\$79,827,136	NR	\$0	NR

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	FY 2009-10	FY 2010-11
Revised Total Requirements	\$260,909,096	\$179,773,374
Revised Total Receipts	\$223,414,260	\$143,587,124
Change in Fund Balance	(\$37,494,836)	(\$36,186,250)
Total Positions	67.40	67.40
Unappropriated Balance Remaining	\$51,841,697	\$15,655,447

Enterprise Funds

Budget Code: 54600

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$10,595,015	\$0
Recommended Budget		
Requirements	\$40,018,117	\$40,018,117
Receipts	\$37,751,391	\$37,751,391
Positions	301.00	301.00
Legislative Changes		
Requirements:		
Utilities Commission - Staff	(\$6,654,538) R	(\$6,654,538) R
Transfers the operating budget for the Utilities Commission - Staff to General Fund support.	\$0 NR -58.00	\$0 NR -58.00
Utilities Commission - Gas Pipeline Safety	(\$575,167) R	(\$575,167) R
Transfers the operating budget for the Utilities Commission - Gas Pipeline Safety to General Fund support.	\$0 NR -6.00	\$0 NR -6.00
Utilities Commission - Public Staff	(\$8,426,112) R	(\$8,426,112) R
Transfers the operating budget for the Utilities Commission - Public Staff to General Fund support.	\$0 NR -89.00	\$0 NR -89.00
State Banking Commission	(\$14,099,337) R	(\$14,099,337) R
Transfers the operating budget for the State Banking Commission to General Fund support.	\$0 NR -102.00	\$0 NR -102.00
ABC Commission	(\$4,635,806) R	(\$4,635,806) R
Transfers the operating budget for the ABC Commission to General Fund support.	\$0 NR -46.00	\$0 NR -46.00
ABC Warehouse	(\$5,627,157) R	(\$5,627,157) R
Transfers the operating budget for the ABC Warehouse to General Fund support.	\$0 NR 0.00	\$0 NR 0.00

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10		FY 2010-11	
Commerce Enterprise Fund Balance	\$0	R	\$0	R
Transfers the remaining fund balance to the General Fund.	\$10,595,015	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	(\$40,018,117)	R	(\$40,018,117)	R
	\$10,595,015	NR	\$0	NR
	-301.00		-301.00	

Receipts:

Utilities Commission - Staff	(\$6,653,462)	R	(\$6,653,462)	R
Transfers receipts for the Utilities Commission - Staff to the General Fund.	\$0	NR	\$0	NR
Utilities Commission - Gas Pipeline Safety	(\$575,167)	R	(\$575,167)	R
Transfers receipts for the Utilities Commission - Gas Pipeline Safety to the General Fund.	\$0	NR	\$0	NR
Utilities Commission - Public Staff	(\$8,423,859)	R	(\$8,423,859)	R
Transfers receipts for the Utilities Commission - Public Staff to the General Fund.	\$0	NR	\$0	NR
State Banking Commission	(\$14,109,567)	R	(\$14,109,567)	R
Transfers receipts for the State Banking Commission to the General Fund.	\$0	NR	\$0	NR
ABC Commission	(\$4,053,956)	R	(\$4,053,956)	R
Transfers receipts for the ABC Commission to the General Fund.	\$0	NR	\$0	NR
ABC Warehouse	(\$3,935,380)	R	(\$3,935,380)	R
Transfers receipts for the ABC Warehouse to the General Fund.	\$0	NR	\$0	NR
Subtotal Legislative Changes	(\$37,751,391)	R	(\$37,751,391)	R
	\$0	NR	\$0	NR

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$10,595,015	\$0
Revised Total Receipts	\$0	\$0
Change in Fund Balance	(\$10,595,015)	\$0
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$0	\$0

Utilities Commission/Public Staff

Budget Code: 64605

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$13,661,307	\$0
Recommended Budget		
Requirements	\$13,000,000	\$13,000,000
Receipts	\$13,000,000	\$13,000,000
Positions	0.00	0.00
Legislative Changes		
Requirements:		
Utilities Commission and Public Staff Receipts	(\$13,000,000) R	(\$13,000,000) R
Transfers all Utilities Commission and Public Staff receipts to the General Fund.	\$0 NR	\$0 NR
	0.00	0.00
Utilities Commission/Public Staff Fund Balance	\$0 R	\$0 R
Transfers the remaining fund balance to the General Fund.	\$13,661,307 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	(\$13,000,000) R	(\$13,000,000) R
	\$13,661,307 NR	\$0 NR
	0.00	0.00

Receipts:

Utilities Commission/Public Staff Receipts	(\$13,000,000) R	(\$13,000,000) R
Transfers all Utilities Commission and Public Staff receipts to the General Fund.	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$13,000,000) R	(\$13,000,000) R
	\$0 NR	\$0 NR

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$13,661,307	\$0
Revised Total Receipts	\$0	\$0
Change in Fund Balance	(\$13,661,307)	\$0
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$0	\$0

Commerce - NC Rural Electrification Authority

Budget Code: 64612

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$235,345	\$0
Recommended Budget		
Requirements	\$195,577	\$195,577
Receipts	\$195,577	\$195,577
Positions	0.00	0.00
Legislative Changes		
Requirements:		
NC Rural Electrification Authority (REA)	(\$195,577) R	(\$195,577) R
Transfers the operating budget and receipts for REA to the General Fund.	\$0 NR	\$0 NR
	0.00	0.00
REA Fund Balance	R	\$0 R
Transfers the fund balance remaining to the General Fund.	\$235,345 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	(\$195,577) R	(\$195,577) R
	\$235,345 NR	\$0 NR
	0.00	0.00

Receipts:

NC Rural Electrification Authority (REA)	(\$195,577) R	(\$195,577) R
Transfers REA's operating budget and receipts to the General Fund.	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$195,577) R	(\$195,577) R
	\$0 NR	\$0 NR

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$235,345	\$0
Revised Total Receipts	\$0	\$0
Change in Fund Balance	(\$235,345)	\$0
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$0	\$0

DENR - Special

Budget Code: 24300

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$28,784,067	\$14,694,576
Recommended Budget		
Requirements	\$61,821,423	\$61,821,423
Receipts	\$47,180,496	\$47,180,496
Positions	368.48	368.48
Legislative Changes		
Requirements:		
Division of Air Quality ARRA Funding	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Air Quality for the diesel emissions reduction program.	\$800,000 NR 0.00	\$930,000 NR 0.00
Division of Water Quality ARRA Funding	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Water Quality. 40% of the funds will be granted to the Councils of Government, and 60% will be used by the Division for water quality projects.	\$415,320 NR 0.00	\$279,080 NR 0.00
Subtotal Legislative Changes	\$0 R \$1,215,320 NR 0.00	\$0 R \$1,209,080 NR 0.00

Receipts:

Division of Air Quality ARRA Funding	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act fund to the Division of Air Quality for the diesel emissions reduction program.	\$800,000 NR	\$930,000 NR

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10		FY 2010-11	
2865 - North Carolina Aquarium Fund	\$0	R	\$0	R
Increases the cash balance of this fund by adding the cash balances of the Special Activities and Events funds for the three aquariums into this budget.	\$551,436	NR	\$0	NR
Division of Water Quality ARRA Funding	\$0	R	\$0	R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Water Quality.	\$415,320	NR	\$279,080	NR
Subtotal Legislative Changes	\$0	R	\$0	R
	\$1,766,756	NR	\$1,209,080	NR
<hr/>				
Revised Total Requirements	\$63,036,743		\$63,030,503	
Revised Total Receipts	\$48,947,252		\$48,389,576	
Change in Fund Balance	(\$14,089,491)		(\$14,640,927)	
Total Positions	368.48		368.48	
<hr/>				
Unappropriated Balance Remaining	\$14,694,576		\$53,649	

DENR- Governor's Cup Trust

Budget Code: 24302

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$6,566	\$0
Recommended Budget		
Requirements	\$9,080	\$9,080
Receipts	\$4,414	\$4,414
Positions	0.00	0.00
Legislative Changes		
Requirements:		
Governor Cup	(\$9,080) R	(\$9,080) R
Closes this budget code and transfers the operating budget and cash balance to the Division of Marine Fisheries in General Fund budget code 14300-1315.	\$6,566 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	(\$9,080) R	(\$9,080) R
	\$6,566 NR	\$0 NR
	0.00	0.00
Receipts:		
Governor's Cup	(\$4,414) R	(\$4,414) R
Closes this fund and transfers the operating budget to the Division of Marine Fisheries' General Fund budget code 14300-1315.	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$4,414) R	(\$4,414) R
	\$0 NR	\$0 NR

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$6,566	\$0
Revised Total Receipts	\$0	\$0
Change in Fund Balance	(\$6,566)	\$0
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$0	\$0

DENR - Special

Budget Code: 24308

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$14,436,392	\$11,990,981
Recommended Budget		
Requirements	\$33,996,265	\$33,996,265
Receipts	\$32,019,146	\$32,019,146
Positions	11.50	11.50
Legislative Changes		
Requirements:		
2815 - VRS Geodetic Survey & DOT	\$0 R	\$0 R
Eliminates this special fund and transfers the cash balance to the General Fund.	\$8,048 NR	\$0 NR
	0.00	0.00
2105 - Environmental Education Certification Fees	\$0 R	\$0 R
Closes this fund and transfers the cash balance to the Office of Environmental Education's General Fund budget, 14300-1120.	\$30,899 NR	\$0 NR
	0.00	0.00
2850 - Special Activities - Roanoke Island	(\$67,459) R	(\$67,459) R
Closes Roanoke Island's Special Activities fund and transfers the operating budget and cash balance to the North Carolina Aquarium Fund in 24300-2865.	\$49,975 NR	\$0 NR
	0.00	0.00
2851 - Events - Roanoke Island	(\$36,018) R	(\$36,018) R
Closes Roanoke Island's Events fund and transfers the operating budget and cash balance to the North Carolina Aquarium Fund in 24300-2865.	\$98,525 NR	\$0 NR
	0.00	0.00
2855 - Special Activities - Fort Fisher	(\$221,812) R	(\$221,812) R
Closes Fort Fisher's Special Activities fund and transfers the operating budget and cash balance to the North Carolina Aquarium Fund in 24300-2865.	\$86,300 NR	\$0 NR
	-1.00	-1.00
2856 - Events - Fort Fisher	(\$108,164) R	(\$108,164) R
Closes Fort Fisher's Events fund and transfers the operating budget to the North Carolina Aquarium Fund in 24300-2865.	\$46,411 NR	\$0 NR
	0.00	0.00

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10		FY 2010-11
2860 - Special Activities - Pine Knoll Shores	(\$121,922) R		(\$121,922) R
Closes Pine Knoll Shores' Special Activities fund and transfers the operating budget and cash balance to the North Carolina Aquarium Fund in 24300-2865.	\$107,487 NR		\$0 NR
	0.00		0.00
2861 - Events - Pine Knoll Shores	(\$102,395) R		(\$102,395) R
Closes Pine Knoll Shores' Events fund and transfers the operating budget and the cash balance to the North Carolina Aquarium Fund in 24300-2865.	\$162,739 NR		\$0 NR
	0.00		0.00
Subtotal Legislative Changes	(\$657,770) R		(\$657,770) R
	\$590,385 NR		\$0 NR
	-1.00		-1.00

Receipts:

2850 - Special Activities - Roanoke Island	(\$64,992) R		(\$64,992) R
Closes Roanoke Island's Special Activities fund and transfers the operating budget to the North Carolina Aquarium Fund in 24300-2865.	\$0 NR		\$0 NR
2851 - Events - Roanoke Island	(\$27,114) R		(\$27,114) R
Closes Roanoke Island's Events fund and transfers the operating budget and cash balance to the North Carolina Aquarium Fund in 24300-2865.	\$0 NR		\$0 NR
2855 - Special Activities - Fort Fisher	(\$160,461) R		(\$160,461) R
Closes Fort Fisher's Special Activities fund and transfers the operating budget to the North Carolina Aquarium Fund in 24300-2865.	\$0 NR		\$0 NR
2856 - Events - Fort Fisher	(\$58,793) R		(\$58,793) R
Closes Fort Fisher's Events fund and transfers the operating budget to the North Carolina Aquarium Fund in 24300-2865.	\$0 NR		\$0 NR
2860 - Special Activities - Pine Knoll Shores	(\$121,922) R		(\$121,922) R
Closes Pine Knoll Shores' Special Activities fund and transfers the operating budget to the North Carolina Aquarium Fund in 24300-2865.	\$0 NR		\$0 NR

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10	FY 2010-11
2861 - Events - Pine Knoll Shores	(\$102,395) R	(\$102,395) R
Closes Pine Knoll Shores' Events fund and transfers the operating budget to the North Carolina Aquarium Fund in 24300-2865.	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$535,677) R	(\$535,677) R
	\$0 NR	\$0 NR
<hr/>		
Revised Total Requirements	\$33,928,880	\$33,338,495
Revised Total Receipts	\$31,483,469	\$31,483,469
Change in Fund Balance	(\$2,445,411)	(\$1,855,026)
Total Positions	10.50	10.50
<hr/>		
Unappropriated Balance Remaining	\$11,990,981	\$10,135,955

DENR - Special Revenue - GF

Budget Code: 24317

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$1,927,955	\$1,562,056
Recommended Budget		
Requirements	\$7,605,614	\$7,605,614
Receipts	\$6,833,634	\$6,833,634
Positions	2.00	2.00
Legislative Changes		
Requirements:		
2339 - ADM Fines & Penalties	(\$1,582,499) R	(\$1,582,499) R
Transfers this fund to a General Fund code and permanently closes the special fund.	\$0 NR	\$0 NR
	-2.00	-2.00
2339 - ADM Fines & Penalties	\$0 R	\$0 R
Eliminates this special fund and transfers the cash balance to the General Fund.	\$365,899 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	(\$1,582,499) R	(\$1,582,499) R
	\$365,899 NR	\$0 NR
	-2.00	-2.00

Receipts:

2339 - ADM Fines & Penalties	(\$810,519) R	(\$810,519) R
Transfers this special fund to a General Fund code and permanently closes the special fund.	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$810,519) R	(\$810,519) R
	\$0 NR	\$0 NR

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$6,389,014	\$6,023,115
Revised Total Receipts	\$6,023,115	\$6,023,115
Change in Fund Balance	(\$365,899)	\$0
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$1,562,056	\$1,562,056

DENR Commercial LUST Cleanup

Budget Code: 64305

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$69,991,212	\$55,754,572
Recommended Budget		
Requirements	\$42,741,876	\$42,741,876
Receipts	\$28,505,236	\$28,505,236
Positions	8.00	8.00
Legislative Changes		
Requirements:		
Leaking Underground Storage Tanks ARRA Funding	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Waste Management for the Commercial Leaking Underground Storage Tank program.	\$3,777,000 NR 0.00	\$3,777,000 NR 0.00
Subtotal Legislative Changes	\$0 R \$3,777,000 NR 0.00	\$0 R \$3,777,000 NR 0.00
Receipts:		
Leaking Underground Storage Tanks ARRA Funding	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Waste Management for the Commercial Leaking Underground Storage Tank Program.	\$3,777,000 NR	\$3,777,000 NR
Subtotal Legislative Changes	\$0 R \$3,777,000 NR	\$0 R \$3,777,000 NR

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$46,518,876	\$46,518,876
Revised Total Receipts	\$32,282,236	\$32,282,236
Change in Fund Balance	(\$14,236,640)	(\$14,236,640)
Total Positions	8.00	8.00
Unappropriated Balance Remaining	\$55,754,572	\$41,517,932

DENR Water Pollution Revolving Loan

Budget Code: 64311

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$251,284,798	\$251,284,798
Recommended Budget		
Requirements	\$60,491,575	\$60,491,575
Receipts	\$60,491,575	\$60,491,575
Positions	1.00	1.00
Legislative Changes		
Requirements:		
Clean Water SRF ARRA Funding	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Water Quality for the Clean Water State Revolving Loan Fund.	\$46,864,550 NR 0.00	\$23,864,550 NR 0.00
Subtotal Legislative Changes	\$0 R \$46,864,550 NR 0.00	\$0 R \$23,864,550 NR 0.00
Receipts:		
Clean Water SRF ARRA Funding	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Water Quality for the Clean Water State Revolving Loan Fund.	\$46,864,550 NR	\$23,864,550 NR
Subtotal Legislative Changes	\$0 R \$46,864,550 NR	\$0 R \$23,864,550 NR

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$107,356,125	\$84,356,125
Revised Total Receipts	\$107,356,125	\$84,356,125
Change in Fund Balance	\$0	\$0
Total Positions	1.00	1.00
Unappropriated Balance Remaining	\$251,284,798	\$251,284,798

DENR Drinking Water SRF

Budget Code: 64320

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$39,607,712	\$38,490,478
Recommended Budget		
Requirements	\$24,559,165	\$24,559,165
Receipts	\$23,441,931	\$23,441,931
Positions	14.00	14.00

Legislative Changes**Requirements:**

Drinking Water SRF ARRA Funding	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Environmental Health for the Drinking Water State Revolving Loan Fund.	\$43,750,000 NR 0.00	\$21,875,000 NR 0.00
Subtotal Legislative Changes	\$0 R \$43,750,000 NR 0.00	\$0 R \$21,875,000 NR 0.00

Receipts:

Drinking Water SRF ARRA Funding	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Environmental Health for the Drinking Water State Revolving Loan Fund.	\$43,750,000 NR	\$21,875,000 NR
Subtotal Legislative Changes	\$0 R \$43,750,000 NR	\$0 R \$21,875,000 NR

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$68,309,165	\$46,434,165
Revised Total Receipts	\$67,191,931	\$45,316,931
Change in Fund Balance	(\$1,117,234)	(\$1,117,234)
Total Positions	14.00	14.00
Unappropriated Balance Remaining	\$38,490,478	\$37,373,244

Labor - Special Funds

Budget Code: 23800

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$2,505,900	\$445,985
Recommended Budget		
Requirements	\$5,863,525	\$5,863,525
Receipts	\$5,863,525	\$5,863,525
Positions	68.00	68.00
Legislative Changes		
Requirements:		
2320 - Elevator Inspection Bureau	\$0 R	\$0 R
Transfers the cash balance from the Elevator Inspection Bureau to the General Fund.	\$1,379,036 NR	\$0 NR
	0.00	0.00
2310 - Boiler Inspection Bureau Cash Balance	\$0 R	\$0 R
Transfers the cash balance from the Boiler Inspection Bureau to the General Fund.	\$578,813 NR	\$0 NR
	0.00	0.00
2422 - Pre-Apprenticeship	\$0 R	\$0 R
Transfers the cash balance from the Pre-Apprenticeship special fund to the General Fund to be used by the Apprenticeship Program (13800 1420) in FY 2009-10. After this transfer, the fund will be permanently closed.	\$102,066 NR	\$0 NR
	0.00	0.00
2320 - Elevator Inspection Bureau	(\$3,414,118) R	(\$3,414,118) R
Transfers the Elevator Inspection Bureau operating budget from a special fund code to a General Fund code.	\$0 NR	\$0 NR
	-44.00	-44.00
2310 - Boiler Inspection Bureau	(\$2,049,087) R	(\$2,049,087) R
Transfers the Boiler Inspection Bureau operating budget from a special fund code to a General Fund code.	\$0 NR	\$0 NR
	-24.00	-24.00

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10		FY 2010-11	
Subtotal Legislative Changes	(\$5,463,205)	R	(\$5,463,205)	R
	\$2,059,915	NR	\$0	NR
	-68.00		-68.00	
<hr/>				
Receipts:				
2320 - Elevator Inspection Bureau	(\$3,414,118)	R	(\$3,414,118)	R
Transfers the Elevator Inspection Bureau from a special fund code to a General Fund code.	\$0	NR	\$0	NR
2310 - Boiler Inspection Bureau	(\$2,049,087)	R	(\$2,049,087)	R
Transfers the Boiler Inspection Bureau from a special fund code to a General Fund code.	\$0	NR	\$0	NR
Subtotal Legislative Changes	(\$5,463,205)	R	(\$5,463,205)	R
	\$0	NR	\$0	NR
<hr/>				
Revised Total Requirements	\$2,460,235		\$400,320	
Revised Total Receipts	\$400,320		\$400,320	
Change in Fund Balance	(\$2,059,915)		\$0	
Total Positions	0.00		0.00	
<hr/>				
Unappropriated Balance Remaining	\$445,985		\$445,985	

Wildlife Resources - Operating

Budget Code: 24350

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$659,630	\$659,630
Recommended Budget		
Requirements	\$65,680,466	\$65,362,400
Receipts	\$65,680,466	\$65,362,400
Positions	652.50	652.50
Legislative Changes		
Requirements:		
Sales Tax Transfer	(\$23,274,400) R	(\$23,274,400) R
Eliminates the sales tax transfer to the Wildlife Resources Commission, replacing these funds with a General Fund appropriation.	\$0 NR	\$0 NR
	-218.00	-218.00
Subtotal Legislative Changes	(\$23,274,400) R	(\$23,274,400) R
	\$0 NR	\$0 NR
	-218.00	-218.00

Receipts:

Sales Tax Transfer	(\$23,274,400) R	(\$23,274,400) R
Eliminates the sales tax transfer to the Wildlife Resources Commission, replacing these funds with a General Fund appropriation.	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$23,274,400) R	(\$23,274,400) R
	\$0 NR	\$0 NR

House Appropriations Subcommittee on Natural and Economic Resources

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$42,406,066	\$42,088,000
Revised Total Receipts	\$42,406,066	\$42,088,000
Change in Fund Balance	\$0	\$0
Total Positions	434.50	434.50
Unappropriated Balance Remaining	\$659,630	\$659,630

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**JUSTICE
&
PUBLIC SAFETY
Section I**

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Judicial

		GENERAL FUND	
		FY 09-10	FY 10-11
Recommended Budget		\$497,649,235	\$507,638,940
Legislative Changes			
Administration			
1 Reduce Information Technology Funding	(\$977,499) R	(\$977,499)	R
The budget for information and other technology services is reduced.			
2 Eliminate Vacant AOC Positions	(\$9,498,004) R	(\$9,498,004)	R
All vacant positions in AOC are eliminated.			
	-179.00	-179.00	
Department-Wide			
3 Adjust Continuation Budget	(\$18,767,758) R	(\$28,031,544)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.			
4 Eliminate Telephone System Line Items	(\$3,927,583) R	(\$3,927,583)	R
SL 2007-108 authorized a new fee to pay for judicial and county courthouse telephone systems. Therefore, the continuation budget line items for telephone upgrades, maintenance, equipment, and operations are eliminated.			
5 ARRA Fiscal Stabilization Funds			
Allocation of the Federal ARRA recovery fund credit.			
	(\$9,097,808) NR	(\$9,097,808)	NR
6 Contractual Services	(\$1,254,146) R	(\$1,254,146)	R
Funding for contractual services are reduced by 5 percent below the FY 2008-09 authorized level.			
District Attorneys			
7 Divide Prosecutorial District 11 into 11A and 11B		\$164,459	R
Funding is provided to Prosecutorial District 11 (Harnett, Johnston, Lee) effective January 1, 2011. The following positions are provided effective January 1, 2011:			
		3.00	
District Attorney 1.0			
DA Admin. Asst III 1.0			
DA Investigator 1.0			

8 Eliminate Victim Witness Legal Assistant Positions

(\$7,019,017)	R	(\$7,019,017)	R
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AOC shall eliminate 155 Victim Witness Legal Assistant (VWLA) positions. These positions provide support to Assistant District Attorneys (ADA). Currently, there are 465 VWLA positions, one for every 1.35 ADA positions. Eliminating 155 positions will leave 310 VWLAs, one for every 2.0 ADA positions.

-155.00

-155.00

Equipment and Other Reserves**9 Freeze Step Increases for Magistrates and Clerks**

Freeze the step increase for the salaries of Magistrates and Clerks for FY 2009-11.

(\$2,324,864)	NR	(\$6,390,013)	NR
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10 Evaluation & Training to Improve Court Operations

Governor's recommendation: \$750,000 to be made available through the American Reinvestment and Recovery Act (Byrne/JAG Formula Program) for evaluation of court processes and procedures and developing best practices for effective programs. In addition, this funding will support continuing education and basic systems training for court professionals and those who interface with court systems. Training is especially critical to ensure the timely implementation of NCAWARE, a statewide warrant repository. The allocation of this funding will be made under the authority of the Governor's Crime Commission, the State administrator of the Byrne/JAG Formula Program.

Trial Courts**11 Dispute Resolution Centers Funding**

(\$399,829)	R	(\$399,829)	R
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Reduce funding for the dispute resolution centers and the Mediation Network of North Carolina by 25 percent.

12 Reduce Pass-Through Funding to the NC State Bar

(\$375,000)	R	(\$375,000)	R
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Reduce the continuation budget pass-through funding to the NC State Bar as follows:

Civil Justice Act: (\$250,000)

Financial Protection Law Center: (\$25,000)

Land loss Protection Center: (\$100,000)

13 Eliminate Special Superior Court Judgeships

(\$26,042)	R	(\$336,893)	R
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The appointments of four (4) Special Superior Court Judges will expire during the FY 2009-11 biennium. Upon expiration of their appointments, these positions will be eliminated. The expiration dates of the four judgeships are:

-1.00

-4.00

April 26, 2010

October 3, 2010

January 27, 2011

February 8, 2011

House Subcommittee on Justice and Public Safety

FY 09-10**FY 10-11****14 Superior Court Judges Mileage Reimbursement**

(\$90,000) R

(\$90,000) R

Mileage reimbursement for regular Superior Court Judges is restricted to one round-trip per week between the their residence and the seat of court.

15 Eliminate Clerk Positions

(\$2,022,306) R

(\$2,022,306) R

47 clerk positions in courthouses state-wide are eliminated. AOC shall consider caseload and other factors when determining which positions are to be eliminated.

-47.00

-47.00

Total Legislative Changes

(\$44,357,184) R

(\$53,767,362) R

(\$11,422,672) NR

(\$15,487,821) NR

Total Position Changes

-382.00

-382.00

Revised Budget**\$441,869,379****\$438,383,757**

Judicial - Indigent Defense

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$133,881,190		\$132,320,396	
Legislative Changes				
Department-Wide				
16 Adjust Continuation Budget	(\$12,525,455)	R	(\$16,908,107)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget				
17 ARRA Fiscal Stabilization Funds				
Allocation of the federal ARRA recovery fund credit	(\$2,447,558)	NR	(\$2,447,558)	NR
18 Contractual Services	(\$369,208)	R	(\$369,208)	R
Funding for contractual services, excluding PAC contracts, is reduced 5 percent below the FY 2008-09 authorized level.				
Indigent Defense Services				
19 Reduce Aid to Center of Death Penalty Litigation	(\$25,075)	R	(\$25,075)	R
Funding for the Center for Death Penalty Litigation contract is reduced by 5 percent.				
20 Reduce Prisoner Legal Services Funds	(\$62,204)	R	(\$492,540)	R
Funding provided for the Prisoner Legal Services contract is reduced.				
Indigent Person Attorney				
21 Reduce PAC Rate	(\$4,250,000)	R	(\$4,250,000)	R
The contract rate for private assigned counsel is reduced from \$75 to \$70 per hour.				
Public Defender Services				
22 Eliminate Vacant Positions	(\$602,270)	R	(\$602,270)	R
The following vacant positions are eliminated:				
	-6.00		-6.00	
Asst Capital Defender (3.0)				
Appellate Defender (1.0)				
Assistant Public Defender (2.0)				
Sentencing Services				
23 Sentencing Services Program	(\$657,407)	R	(\$657,407)	R
Funding for the Sentencing Services Program is reduced.				
	-3.00		-3.00	

Total Legislative Changes	(\$18,491,619)	R	(\$23,304,607)	R
	(\$2,447,558)	NR	(\$2,447,558)	NR
Total Position Changes	-9.00		-9.00	
Revised Budget	\$112,942,013		\$106,568,231	

Justice

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$100,441,147		\$101,047,019	
Legislative Changes				
24 Criminal Justice Training Fee	(\$4,050,000)	R	(\$8,100,000)	R
New Criminal Justice Training Schedule to support the Criminal Justice Training Standards Division				
Administration				
25 Shift Administrative Position to Receipt Support	(\$44,215)	R	(\$44,215)	R
Governor's recommendation that an appropriated administrative position be shifted to receipt support. This position will now be funded by receipts generated through administrative charges from grants, cost of collection for DPI school penalties, Private Protective Services operating receipts, and Justice Academy Bookstore receipts				
	-1.00		-1.00	
Criminal Justice Training and Standards - CJTS				
26 Reduce CJTS Operating Funds	(\$950,391)	R	(\$1,900,782)	R
Reduction in operating funds for the Criminal Justice Training and Standards Division. This reduction will be offset by receipts from a new \$2.00 fee to support the division.				
Department-wide				
27 Adjust Continuation Budget Line Items	(\$3,562,180)	R	(\$4,106,298)	R
The continuation budget is adjusted to remove increases for the maintenance agreements, legal services, and miscellaneous contractual services.				
28 Eliminate 30 Vacant Positions	(\$1,301,257)	R	(\$1,301,257)	R
Elimination of 30 Vacant Positions				
	-30.00		-30.00	
29 Reduce Various Operating Accounts	(\$215,000)	R	(\$215,000)	R
Governor's recommendation that funding for various operating accounts be reduced across the agency.				
30 ARRA Fiscal Stabilization Funds				
Allocation of the Federal ARRA recovery fund credit.	(\$1,836,222)	NR	(\$1,836,222)	NR

Legal Services

31 Continuation Review-Consumer Protection Program	(\$2,026,179)	R	(\$2,026,179)	R
The Consumer Protection program is placed on continuation review.	\$2,026,179	NR		
			-36.00	
32 Eliminate 12 Attorney Positions	(\$893,884)	R	(\$893,884)	R
Elimination of 12 Attorney Positions				
	-12.00		-12.00	
33 Shift Consumer Protection Positions to Receipts	(\$1,333,242)	R	(\$1,333,242)	R
Shifts 21 positions in the Consumer Protection Program from General Fund appropriation to receipt support. Receipts associated with court orders and legal consumer settlements will be used to fund these positions.	-21.00		-21.00	
34 Maximization of Medicaid Fraud Recovery Efforts	(\$168,566)	R	(\$168,566)	R
Reduction in the General Fund appropriation for the Medicaid Fraud Unit. This reduction will be offset by the program's efforts to maximize recovery fees and related administrative receipts.				
35 Reduction in NC LEAF Funding	(\$388,470)	R	(\$388,470)	R
Reduction in funding for the North Carolina Legal Education Assistance Foundation (NC LEAF).				
State Bureau of Investigation - SBI				
36 Reduce SBI Overtime Budget	(\$121,841)	R	(\$121,841)	R
Reduces the SBI overtime budget.				
37 Reduce Vehicle Replacement Budget	(\$342,303)	R	(\$342,303)	R
Reduction in the SBI vehicle replacement budget.				
38 Reduce Telecommunication Service Charges	(\$459,599)	R	(\$459,599)	R
Governor's recommendation that telecommunication service charges be reduced by providing all connections to criminal databases through secure internet connections.				
39 Eliminate the Fingerprint Card Program	(\$15,696)	R	(\$15,696)	R
Governor's recommendation that the fingerprint card program be eliminated now that all 100 counties have access to the Statewide fingerprint Identification System (SAFIS), which utilizes live scan devices.				
40 Reduce SBI Equipment Budget	(\$442,368)	R	(\$442,368)	R
Reduction in the SBI equipment budget.				
41 Shift IT Positions to Receipt Support	(\$165,905)	R	(\$165,905)	R
Governor's recommendation that two appropriated Information Technology positions be shifted to receipt support. These positions will now be funded through user fees associated with criminal databases that these positions support.	-2.00		-2.00	

42 Expand GangNet

Governor's report on the use of funding of up to \$1.8 million to be made available through the American Reinvestment and Recovery Act (Byrne/JAG Formula Program) for an expansion of the GangNet intelligence information database. The database will be expanded to include probation officers, the State Bureau of Investigation, the State's Homeland Security Intelligence Network and the NC Justice Xchange, which facilitates criminal integration by allowing the exchange of information throughout the criminal justice community. These efforts will be coordinated with Durham County and Charlotte-Mecklenburg, which administer the GangNet eastern and western nodes, respectively. The allocation of this funding will be made under the authority of the Governor Crime Commission, the state administrator of the Byrne/JAG Formula Program.

43 Federal Funds to Expedite Criminal and Drug Cases

Governor's report on the use of funding of up to \$500,000 to be made available through the American Reinvestment and Recovery Act (Byrne/JAG Formula Program) to support overtime expenditures required to expedite methamphetamine and violent crime investigations. This funding will be made under the authority of the Governor's Crime Commission, the state administrator of the Byrne/JAG Program.

Total Legislative Changes	(\$16,481,096)	R	(\$22,025,605)	R
	\$189,957	NR	(\$1,836,222)	NR
Total Position Changes	-66.00		-102.00	
Revised Budget	\$84,150,008		\$77,185,192	

Juvenile Justice & Delinquency Prevention

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$172,484,415		\$172,651,108	
Legislative Changes				
44 Adjust Continuation Budget	(\$7,753,573)	R	(\$9,167,225)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
45 ARRA Fiscal Stabilization Funds				
Allocation of the Federal ARRA recovery fund credit.	(\$3,153,285)	NR	(\$3,153,285)	NR
Administration				
46 Eliminate Seven Central Office Positions	(\$426,955)	R	(\$426,955)	R
The Governor recommends eliminating seven central office positions, including one human resources position, one webmaster position, one administrative secretary, one information technology project manager, and three facility investigators. These eliminations will be a combination of filled and vacant positions				
	-7.00		-7.00	
47 Reduce Appropriation for Furniture				
The Governor recommends funding for furniture be reduced on a nonrecurring basis.	(\$218,393)	NR	(\$218,393)	NR
48 Reduce Legal Services	(\$58,848)	R	(\$58,848)	R
Reduce the continuation budget for Legal Services.				
Center for the Prevention of School Violence				
49 Eliminate the CPSV	(\$474,923)	R	(\$474,923)	R
Eliminate funding for the Center for the Prevention of School Violence (CPSV). According to the Department, this division serves as a resource center and "think tank" for schools. These functions are not part of the core mission of the Department.				
	-6.00		-6.00	

Department wide**50 Gang Prevention and Intervention Pilot Program**

The Governor recommends using \$6 million from the American Reinvestment and Recovery Act for the implementation of a two-year Gang Prevention and Intervention Pilot Program. This program will focus on youth at-risk for gang involvement and those who are already associated with gangs and gang activity. The pilot program will serve Cabarrus, Mecklenburg, Nash, Edgecombe, Wilson, and Halifax Counties.

51 Reduce equipment

Reduce the continuation budget for equipment. The Department opened four new YDCs in 2008 and the need for new equipment has declined.

(\$500,000) NR (\$500,000) NR

52 Contractual Services

Funding for contractual services are reduced by 5 percent below the FY 2008-09 authorized level. This reduction does not apply to Eckerd Wilderness Camps or the Multi Purpose Groups Homes, which have been reduced elsewhere.

(\$316,048) R (\$316,048) R

Intervention/Prevention**53 Eliminate Alternative to Detention Contract**

The Governor recommends eliminating the Alternative to Detention Contract, which provides short-term emergency placement of juveniles through a local provider in District 23 and District 28.

(\$43,885) R (\$43,885) R

54 Eliminate Pass-Through Funding-Boys & Girls Club

Eliminate pass-through funding to eight Boys & Girls Clubs that received a special appropriation of \$50,000 each that was used as part of a match for grant funds that the clubs no longer receive.

(\$400,000) R (\$400,000) R

55 Reduce Pass-Through Funding- Project Challenge

Reduces administrative funding for Project Challenge by 10%. This reduction does not affect the direct services Project Challenge provides in the 33 counties it operates.

(\$16,000) R (\$16,000) R

56 Reduce JCPC County Allocation

Reduce the JCPC County Allocation by 15%.

(\$3,472,929) R (\$3,472,929) R

57 Additional Juvenile Court Counselors

The Governor recommends using \$1.5 million from the American Reinvestment and Recovery Act to fund 12 new court counselors and 2 new supervisors. These positions will be time limited.

Special Initiatives**58 Reduce Eckerd Wilderness Camp contract**

Reduce the Eckerd Wilderness Camp contract.

(\$5,574,650) R (\$5,574,650) R

House Subcommittee on Justice and Public Safety

FY 09-10**FY 10-11****59 Close three Multipurpose Group Homes**

(\$1,800,000) R (\$1,800,000) R

Close three Multipurpose Group Homes. These closures will leave four remaining homes.

60 Eliminate Funding for Governor's 1 on 1

(\$1,645,545) R (\$1,645,545) R

Eliminate funding for the Governor's One on One mentoring program. This program serves lower risk youth in 46 counties and these programs would be eligible for JCPC funds.

61 Reduce Pass-Through Funding for the JAC

(\$41,359) R (\$41,359) R

Reduce pass-through funding for the Juvenile Assessment Center by 25%.

62 Close Camp Woodson

(\$1,050,000) R (\$1,050,000) R

The Governor recommends closing the Camp Woodson Wilderness Camp, resulting in the elimination of 21 positions.

-21.00 -21.00

Support Our Students**63 Eliminate SOS program**

(\$5,911,297) R (\$5,911,297) R

The Governor recommends eliminating funding for the Support Our Students program, including the elimination of three filled positions. There are other sources of funding for afterschool programs, including from the Department of Public Instruction.

-3.00 -3.00

Youth Development Centers**64 Eliminate Youth Development Center positions**

(\$948,994) R (\$948,994) R

The Governor recommends eliminating 19 vacant Youth Development Center positions. The positions are located at Dillon, Cabarrus, Edgecombe, and Chatham Youth Development Centers.

-19.00 -19.00

65 Eliminate the Treatment Training Reserve

(\$250,000) R (\$250,000) R

Eliminate the treatment training reserve in the continuation budget, which was established to aid the Department in its efforts to train staff in their therapeutic treatment model.

66 Close Dobbs YDC

(\$2,260,472) R (\$3,013,963) R

Effective September 1, 2009, close the Dobbs YDC since the new Lenoir YDC, was opened in 2008 to replace this older facility.

-51.00 -51.00

Total Legislative Changes

(\$32,445,478) R (\$34,612,621) R

(\$3,871,678) NR (\$3,871,678) NR

Total Position Changes

-107.00 -107.00

Revised Budget

\$136,167,259 \$134,166,809

Correction

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$1,384,910,571		\$1,406,791,264	
Legislative Changes				
67 Eliminate Continuation Budget Increases	(\$91,804,884)	R	(\$93,297,069)	R
Eliminates all continuation budget increases and takes additional reductions to the Department's base budget.				
68 ARRA Fiscal Stabilization Funds				
Allocation of the Federal ARRA recovery fund credit.	(\$25,318,335)	NR	(\$25,318,335)	NR
69 Reduce Pass-through Funding	(\$2,361,130)	R	(\$2,361,130)	R
Reduces the budgets to pass-through programs. Specifically, the Criminal Justice Partnership Program is reduced by \$1,464,067, Women At Risk by \$52,500, Harriet's House by \$41,250, Summit House by \$657,694, and Our Children's Place by \$146,000.				
70 Reduce Jail Misdemeanant Payments	(\$5,000,000)	R	(\$5,000,000)	R
Reduces the appropriation to the Department of Correction for payment to counties as a subsidy for holding inmates with sentences greater than 30 days but less than 90 by 50%.				
71 Reduce Salary Reserve				
Takes a reduction in each year of the biennium in the Department's salary reserve.	(\$1,000,000)	NR	(\$1,000,000)	NR
72 Reduce Miscellaneous Contracts	(\$995,960)	R	(\$995,960)	R
Reduces the Department's Miscellaneous Contracts line item, Fund Code 2199, by 5%.				
73 Eliminate Vacant Positions	(\$18,819,311)	R	(\$28,228,967)	R
Eliminates 500 vacant positions within the Department of Correction in the first year and 750 in the second year.				
	-500.00		-750.00	

Community Corrections**74 Reorganize Community Corrections Districts**

(\$1,000,000) R (\$1,000,000) R

Reduces the number of Judicial District Manager offices by 14. The new structure will combine existing districts as follows:

-14.00

-14.00

Districts 3A and 3B = District 3
 Districts 4A and 4B = District 4
 Districts 6A and 6B = District 6
 Districts 8A and 8B = District 8
 Districts 9 and 9A = District 9
 Districts 15A and 15B = District 15
 Districts 16A and 16B = District 16
 Districts 17A and 17B = District 17
 Districts 19A and 19C = District 19A
 Districts 19B and 19D = District 19B
 Districts 20A and 20B = District 20
 Districts 25A and 25B = District 25
 Districts 27A and 27B = District 27
 Districts 29A and 29B = District 29

75 Eliminate DCC Lease Payments

(\$3,184,849) R (\$3,184,849) R

Requires counties to provide suitable office space for probation offices pursuant to GS 15-209.

76 Community Corrections Intake Officers

The Governor reports on the use of funding of up to \$1.23 million to be made available through the American Reinvestment and Recovery Act for new Community Corrections Intake Officer positions. These positions will perform court intake duties and administrative functions in urban areas where court dockets currently require significant time commitments from Probation/Parole Officers. As recommended in the recent National Institute of Corrections report, these new positions will enable Probation/Parole Officers to dedicate more time to monitoring offenders under their supervision and less time performing administrative functions.

77 VIPER Radios for Improved Community in DCC

The Governor recommends using \$1.3 million from the American Reinvestment and Recovery Act for the purchase of 406 VIPER (interoperable communications) radios to be deployed to those Division of Community Corrections offices within the current VIPER service area.

Department Wide**78 Eliminate 87 Positions**

(\$4,369,668) R (\$4,369,668) R

Eliminates 87 positions throughout the Department of Correction, adding up to \$4,369,668 in reductions. The reductions are detailed in a spreadsheet submitted to the General Assembly.

-87.00

-87.00

79 Use Inmate Welfare Funds to Support Operations

Transfers \$750,000 from the Inmate Welfare Fund on a one-time basis to support general departmental operations. This fund carries forward a cash balance of approximately \$2.2 million each year as an ongoing operating reserve, providing two months of operations as new year receipts build up. This cut reduces this reserve to one month of operations.

(\$750,000) NR

80 Increase Federal Alien Assistance Receipts

Governor's Recommendation: the State Criminal Alien Assistance Program (SCAAP) makes federal funds available to states for the purpose of recouping costs associated with incarcerating undocumented aliens. The Department of Correction anticipates future funding from this program will exceed its current budget, and increases the budgeted amount for this receipt line item.

(\$872,000) NR

Engineering**81 Shift Construction Contracts to Receipt Support**

Governor's Recommendation: funds contracts for oversight of Inmate Construction Program from the special indebtedness funding new prison construction.

(\$200,000) R

(\$600,000) NR

(\$200,000) R

(\$600,000) NR

Prisons**82 Reduce Inmate Road Squads and Litter Crews**

Reduces requirements for the Road Squad and Litter Crew programs associated with a 20% reduction in receipts from the Highway Fund.

(\$2,260,000) R

(\$2,260,000) R

83 Reduce Correctional Officers and Lieutenants

Eliminates 27 vacant Correctional Officer positions, 7 vacant Lead Correctional Officer positions, and one filled Correctional Lieutenant position.

(\$1,334,595) R

(\$1,334,595) R

-35.00

-35.00

84 Eliminate Gym and Visitation Posts

Reduces post assignments in prison facilities for gymnasium and visitation duties. This will require some reorganization within individual units.

(\$6,473,843) R

(\$6,473,843) R

-189.00

-189.00

85 Close Eight Prisons

(\$8,941,828)	R	(\$23,827,644)	R
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Eight prisons are to be closed during the course of the 2009-10 Fiscal Year.

-557.00

-557.00

McCain Correctional Hospital Will close on April 1, 2010. To maintain services associated with McCain, Hoke (April 1) and Odom (February 1) Correctional Institutions will be converted from medium custody to minimum, eliminating 155 positions. Additionally, Nash (October 1) and Pamlico (March 1) Correctional Institutions, both medium custody, will be double-celled with 99 additional positions.

Umstead Correctional Center will be closed on October 1 and Guilford Correctional Center will be closed on November 1, 2009, with a position reduction of 95. Lincoln Correctional will be converted to minimum custody on September 1, and Warren Correctional will be double-celled for medium custody inmates on November 1. Lincoln will lose 28 positions and Warren will gain 18.

The Wilmington Residential Facility for Women will close on September 1, 2009. The reduction for Wilmington is reduced by \$168,740 in the first year of the biennium to allow for ten additional contractual beds at the Center for Community Transitions in Charlotte.

Gates and Union Correctional Centers will close on October 1 and Haywood Correctional Center will close on March 1 with a total position reduction of 112.

Cleveland Correctional Center will close on December 1 with a reduction in positions of 50. Craven Correctional Institution will be double-celled effective December 1 with a position increase of 7.

86 Eliminate Community Service Work Crews

(\$4,780,105)	R	(\$4,780,105)	R
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Eliminates 127 work crews that provide labor for State and local governmental entities at no cost, as well as providing occupational development for inmates.

-127.00

-127.00

87 Reduce Job Orders for Repair and Renovation

Governor's Recommendation: reduces requests for repairs and renovations to prison facilities.

(\$299,259)	NR	(\$299,259)	NR
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88 Reduce Temporary/Contractual Positions

(\$89,788)	R	(\$89,788)	R
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Reduce funding for temporary and contractual positions.

89 Shift Positions to Inmate Welfare Support

(\$149,056)	R	(\$149,056)	R
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Governor's Recommendation: shifts three Telecommunication Support Technician positions that support the inmate pay phone system from General Fund support to Inmate Welfare Fund receipts.

-3.00

-3.00

Secretary's Office**90 Eliminate Assistant Secretary**

(\$77,046) R

(\$77,046) R

Eliminates the position of Assistant Secretary for Program Development. This position's primary function is to seek federal grants for the Department. This function can be performed by the Office of Research and Planning, and financial oversight of grants is performed by the DOC Controller's Office.

-1.00

-1.00

Total Legislative Changes

(\$151,842,063) R

(\$177,629,720) R

(\$28,839,594) NR

(\$27,217,594) NR

Total Position Changes

-1513.00

-1763.00

Revised Budget

\$1,204,228,914

\$1,201,943,950

Crime Control and Public Safety

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$43,925,878		\$44,067,870	
Legislative Changes				
Administration				
91 Elimination of Administrative Staff Positions	(\$82,685)	R	(\$82,685)	R
Elimination of two administrative positions.	-2.00		-2.00	
Alcohol Law Enforcement - ALE				
92 Reduction in the ALE Budget	(\$190,000)	R	(\$190,000)	R
Reduce funding for the Alcohol Law Enforcement division.				
93 Make the Boxing Authority Receipt Supported	(\$147,751)	R	(\$147,751)	R
Governor's recommendation that the North Carolina Boxing Authority no longer be supported through appropriation. All of the operations of the Boxing Authority will be shifted to fee receipts collected by the Authority. These fee receipts are currently over realized.	-2.00		-2.00	
94 Make Bingo Regulation Receipt Supported	(\$26,600)	R	(\$26,600)	R
This recommendation eliminates the General Fund appropriation used for bingo regulation. This action will be offset by an increase in the bingo license fee to make the program no longer rely on General Fund appropriation. This fee has not been increased since 1983.				
Butner Public Safety				
95 15% Reduction to Butner Public Safety	(\$501,661)	R	(\$501,661)	R
Reduces the General Fund Appropriation for Butner Public Safety by 15%.				
Department-wide				
96 Adjust Continuation Budget Line Items	(\$3,811,213)	R	(\$3,990,882)	R
The continuation budget is adjusted to remove increases for the maintenance agreements, legal services, and miscellaneous contractual services.				
97 Reduce Various Operating Accounts	(\$641,147)	R	(\$641,147)	R
Governor's recommendation that various operating accounts be reduced across the agency.				
98 ARRA Fiscal Stabilization Funds	(\$803,034)	NR	(\$803,034)	NR
Allocation of the Federal ARRA recovery fund credit.				

99 Eliminate 6 Vacant Positions

(\$258,026)	R	(\$258,026)	R
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Elimination of the listed 6 vacant positions. Positions to be eliminated:

-6.00	-6.00
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60084186 Processing Assistant V
 60084440 Planner
 60084582 Engineer
 60087071 Public Safety Officer
 60084174 Processing Assistant IV
 60084166 Information Processing Tech.

Emergency Management**100 Shift Emergency Management to Receipt-Support**

(\$1,780,093)	R	(\$3,560,186)	R
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Reduction in the General Fund appropriation for the Emergency Management Division to be offset by a new \$10 fee to support the program. This action will make the Division completely receipt-supported.

-58.00	-58.00
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101 Shift Floodplain Mapping Positions to Receipts

(\$1,405,098)	R	(\$1,405,098)	R
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Governor's recommendation that the appropriation for the Floodplain Mapping Program be replaced with receipts collected under the terms of Section 29.7(b) of H2436 (S.L. 2008-107), which established a fee to support floodplain mapping. This recommendation will shift 20 appropriated positions in the Floodplain Mapping Program to receipt support.

-20.00	-20.00
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Governor's Crime Commission**102 25% Reduction in funding for NCVAN**

(\$37,500)	R	(\$37,500)	R
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25 percent decrease in funding for the North Carolina Victims Assistance Network (NCVAN).

103 Reduce State Matching Funds

(\$60,091)	R	(\$60,091)	R
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Governor's recommendation that excess state funding for matches to federal grants be reduced.

104 Evidence-Based Gang Grants

The Governor reports on the use of funding of up to \$5 million to be made available through the American reinvestment and Recovery Act (Byrne/JAG Formula Program) for the Governor's Crime Commission to award evidence-based grants that focus on gang prevention, treatment, intervention, and re-entry programs. Special emphasis will be placed on consultation with the Department of Juvenile Justice and Delinquency Prevention to engage local Juvenile Crime Prevention Councils (JCPC's) in the development of gang prevention programs that address local priorities developed as a result of the JCPC's local gang threat assessments. The allocation of this funding will be made under the authority of the Governor's Crime Commission, the state administrator of the Byrne/JAG Formula Program.

105 Local Government Grants to Purchase VIPER Equip't

The Governor reports on the use of funding of up to \$5 million to be made available through the American Reinvestment and Recovery Act (Byrne/JAG Formula Program) for the Governor's Crime Commission to award grants to local governments for VIPER (Interoperable communications) equipment in order to enhance communications among public safety agencies. The allocation of this funding will be made under the authority of the Governor's Crime Commission, the state administrator of the Byrne/JAG Formula Program.

National Guard**106 Transfer the National Guard Pension Fund**

(\$7,007,443)	R	(\$7,007,443)	R
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Transfer of the National Guard Pension Fund (\$7,007,443) from the Department of Crime Control and Public Safety to the Department of State Treasurer. This transfer will allow the Department of the State Treasurer to manage this program as it does for most of the State's pension programs.

107 Reduce Funding for Family Assistance Centers

(\$90,000)	R	(\$90,000)	R
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Reduction state funding for the National Guard Family Assistance Centers.

108 Reduce National Guard Tuition Assistance Program

(\$500,000)	R	(\$500,000)	R
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Recommendation to reduce the National Guard Tuition Assistance program appropriation. With the scheduled deployment of a significant portion of the NC National Guard in 2009 and 2010 there will be a decrease in the number of National Guard members requesting tuition assistance through this program. In addition to the state program, there is also a federal program that provides tuition assistance to National Guard members.

Total Legislative Changes

(\$16,539,308)	R	(\$18,499,070)	R
(\$803,034)	NR	(\$803,034)	NR

Total Position Changes

-88.00	-88.00
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Revised Budget

\$26,583,536	\$24,765,766
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Correction Canteen Fund

Budget Code: 24502

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$2,666,842	\$2,517,786
Recommended Budget		
Requirements	\$14,827,712	\$14,827,712
Receipts	\$14,827,712	\$14,827,712
Positions	0.00	0.00

Legislative Changes**Requirements:**

Inmate Welfare Fund	\$149,056	R	\$149,056	R
Shifts three positions from General Fund support to Inmate Welfare Fund Receipts.	\$0	NR	\$0	NR
	3.00		3.00	
Subtotal Legislative Changes	\$149,056	R	\$149,056	R
	\$0	NR	\$0	NR
	3.00		3.00	

Receipts:

Inmate Welfare Funds	\$0	R	\$0	R
	\$0	NR	\$0	NR
Subtotal Legislative Changes	\$0	R	\$0	R
	\$0	NR	\$0	NR

House Appropriations Subcommittee on Justice and Public Safety

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$14,976,768	\$14,976,768
Revised Total Receipts	\$14,827,712	\$14,827,712
Change in Fund Balance	(\$149,056)	(\$149,056)
Total Positions	3.00	3.00
Unappropriated Balance Remaining	\$2,517,786	\$2,368,730

Highway Patrol

Budget Code: 24960

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$0	\$0
Recommended Budget		
Requirements	\$222,019,507	\$224,837,882
Receipts	\$222,019,507	\$224,808,402
Positions	2,381.50	2,381.50
Legislative Changes		
Requirements:		
Correct Error in Governor's Recommended Budget	(\$12,632,706) R	(\$12,691,676) R
Correction of error in the Governor's recommended budget.	\$0 NR	\$0 NR
	0.00	0.00
Reduce Operating Funds	(\$7,861,242) R	(\$7,861,242) R
Funding for various operating accounts is reduced	(\$1,500,000) NR	(\$1,450,000) NR
	0.00	0.00
SHP Freeze Step Increase	\$0 R	\$0 R
The step increases for the salaries of Troopers are frozen for both years of the biennium. These are non-recurring reductions in both years.	(\$1,674,280) NR	(\$3,373,932) NR
	0.00	0.00
Eliminate Continuation Budget Increases	(\$2,832,607) R	(\$2,647,712) R
Adjust continuation budget to a level at or below FY 2008-09 Authorized Budget	\$0 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	(\$23,326,555) R	(\$23,200,630) R
	(\$3,174,280) NR	(\$4,823,932) NR
	0.00	0.00

Receipts:

House Appropriations Subcommittee on Justice and Public Safety

	FY 2009-10	FY 2010-11
Correct Error in the Governor's Recommended Budget	(\$12,632,706) R	(\$12,662,196) R
Correction of error in the Governor's recommended budget.	\$0 NR	\$0 NR
Highway Patrol Receipts	(\$10,693,849) R	(\$10,508,954) R
Receipt funds from the Highway Fund are reduced.	(\$3,174,280) NR	(\$4,823,932) NR
Subtotal Legislative Changes	(\$23,326,555) R	(\$23,171,150) R
	(\$3,174,280) NR	(\$4,823,932) NR
<hr/>		
Revised Total Requirements	\$195,518,672	\$196,813,320
Revised Total Receipts	\$195,518,672	\$196,813,320
Change in Fund Balance	\$0	\$0
Total Positions	2,381.50	2,381.50
<hr/>		
Unappropriated Balance Remaining	\$0	\$0

Court Information Technology Fund

Budget Code: 22006

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$2,718,962	\$2,718,962
Recommended Budget		
Requirements	\$8,149,239	\$8,149,239
Receipts	\$8,149,239	\$8,149,239
Positions	42.00	42.00
Legislative Changes		
Requirements:		
Court Information Technology Fund	\$2,691,112 R	\$4,036,668 R
Expenditures for AOC and county courthouse telephone equipment, services, upgrades, and maintenance are shifted from the General Fund to be supported with telephone/facility fee receipts.	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$2,691,112 R	\$4,036,668 R
	\$0 NR	\$0 NR
Receipts:		
Telephone Fee Increase	\$2,691,112 R	\$4,036,668 R
Increase the Court Information Technology Fund telephone/facility fee (G.S. 7A-304; G.S. 7A-307) from \$1 to \$3 effective July 1, 2009, and from \$3 to \$4 effective July 1, 2010	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$2,691,112 R	\$4,036,668 R
	\$0 NR	\$0 NR

House Appropriations Subcommittee on Justice and Public Safety

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$10,840,351	\$12,185,907
Revised Total Receipts	\$10,840,351	\$12,185,907
Change in Fund Balance	\$0	\$0
Total Positions		
Unappropriated Balance Remaining	\$2,718,962	\$2,718,962

**GENERAL
GOVERNMENT
Section J**

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Administration

		GENERAL FUND	
		FY 09-10	FY 10-11
Recommended Budget		\$78,170,163	\$78,362,881
Legislative Changes			
1 Reduce Appropriation to Telecommunications Office	(\$371,989) R		(\$655,621) R
Reduce appropriation to Telecommunications Office			
2 Management Flexibility Reserve			(\$1,013,218) R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.			
1111 Office of the Secretary			
Reduce Governor's Page Program (\$0) (\$14,000)			
1311 Office of State Personnel			
Reduce Operating Expenses (\$0) (\$100,000)			
1731 NC Council for Women & Domestic Violence Commission			
(\$20,445) (\$20,445)			
1741 Human Relations Commission (\$13,410) (\$14,984)			
1761 Youth Advocacy & Involvement Office			
Reduce State Government Internship Program (\$0) (\$170,000)			
1781 Domestic Violence Program (\$4,876) (\$4,876)			
1810 State Ethics Commission (\$23,601) (\$60,000)			
1861 Commission on Indian Affairs			
End lease and move to state-owned space (\$65,916) (\$68,660)			
1810 State Ethics Commission			
Reduce operating expenses (\$0) (\$6,994)			
1466 State Energy Office			
Reduce funding to three university energy programs			
(\$300,000) (\$300,000)			
3 Adjust Continuation Budget	(\$1,578,280) R		(\$1,578,280) R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.			

1121 Fiscal Management**4 End Lease for E-Procurement Services**

(\$39,832) R (\$119,496) R

End lease for E-Procurement Services and relocate office into State-owned building.

1123 Historically Underutilized Businesses**5 Reduction to Historically Underutilized Businesses**

(\$43,473) R (\$43,473) R

Reduce appropriation to Historically Underutilized Businesses.

1311 Office of State Personnel**6 Eliminate Vacant Positions**

(\$250,732) R (\$253,141) R

Eliminate 4 vacant positions:

-4.00 -4.00

60013775 Human Resources Partner (\$47,198)

60013840 Human Resources Partner (\$50,000)

60013735 Human Resources Partner (\$53,012)

60013791 Human Resources Partner (\$50,000)

7 Eliminate Scanning Function of Applications

(\$36,535) R (\$36,535) R

Eliminate funding to support the scanning of all North Carolina state government job applications. This recommendation includes the elimination of one filled position.

-1.00 -1.00

8 Reduce Various Line Items

(\$179,843) R (\$179,843) R

Reduce various line items:

532821 Computer Data Processing (\$153,902)

536905 Aid & Public Assistance (\$25,941)

1732 Displaced Homemakers Program**9 Reduction to Displaced Homemakers Program Fund**

(\$20,096) R (\$20,096) R

Reduce appropriation to Displaced Homemakers Program Fund.

1734 Rape Crisis Program**10 Reduction to Sexual Assault/Rape Crisis Funds**

(\$195,175) R (\$195,175) R

Reduce appropriation to Sexual Assault/Rape Crisis Funds.

1741 Human Relations Commission**11 Reduction to Human Relations Commission**

(\$39,352) R (\$39,352) R

Reduce appropriation to Human Relations Commission.

1742 MLK Commission**12 Reduction to MLK Commission**

(\$3,379) R (\$3,379) R

Reduce appropriation to MLK Commission.

1761 Youth Involvement Office

13 Reduction to Youth Involvement Grant Program	(\$416)	R	(\$416)	R
Reduce appropriation to Youth Involvement Grant Program.				

14 Reduction to Youth Involvement Office	(\$50,752)	R	(\$50,752)	R
Reduce appropriation to Youth Involvement Office.				

1771 Veterans Affairs

15 Reduction to Veterans Affairs	(\$280,926)	R	(\$280,926)	R
Reduce appropriation to Veterans Affairs.				

16 Reduce Aid to Counties	(\$12,032)	R	(\$12,032)	R
Reduce Aid to Counties funding.				

17 Shift Three Positions to Receipt Support	(\$114,175)	R	(\$114,175)	R
Shift three appropriated Veterans Affairs positions to receipt support. The positions will now be supported through burial fee receipts that are collected by veterans cemeteries operated by the Department of Administration.				
	-3.00		-3.00	

1782 Domestic Violence Center

18 Reduction to Domestic Violence Center Fund	(\$340,405)	R	(\$340,405)	R
Reduce appropriation to Domestic Violence Center Fund.				

1810 NC Ethics Commission

19 Reduce State Ethics Commission	(\$75,058)	R	(\$75,058)	R
Reduce expenditure accounts each year for the following:				
532512 Rent/Lease - Bldg/Office (\$60,000)				
532513 Rent/lease -Other Facilities (\$250)				
533720 Educational Supplies (\$2,744)				
5327XX Travel - out of State (\$1,915)				

1861 Commission on Indian Affairs

20 Reduction to Commission on Indian Affairs	(\$25,549)	R	(\$25,549)	R
Reduce appropriation to Commission on Indian Affairs.				

7251 State Parking System

21 Restore Funding for the State Parking System
Restore funding for the State Parking System, which is a receipt-supported program (budget code 74103) that is currently under a legislatively required Continuation Review. Funding will be restored at the current level (\$1,667,708), which includes support for 12.75 positions.

House Subcommittee on General Government

FY 09-10**FY 10-11****Department-Wide****22 Reduce Janitorial Services**

Reduce janitorial services.

(\$780,443) R

(\$780,443) R

23 Eliminate Vacant Positions

Eliminate 41.5 vacant positions across the agency.

(\$2,247,024) R

(\$2,277,935) R

-41.50

-41.50

Total Legislative Changes**(\$6,685,466) R****(\$8,095,300) R****Total Position Changes**

-49.50

-49.50

Revised Budget**\$71,484,697****\$70,267,581**

Auditor

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$14,389,111		\$14,405,383	
Legislative Changes				
24 Adjust Continuation Budget	(\$636,675)	R	(\$636,675)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
25 Management Flexibility Reserve			(\$186,259)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.				
			-1.00	
1210 - Eliminate vacant position #60008931				
531211 Salary (\$81,786)				
531511 Social Security (\$6,256)				
531521 Retirement (\$7,311)				
531561 Hospitalization (\$4,929)				
1110 532942 Administrative Training (\$5,059)				
1210 532120 Financial/Audit Services (\$64,262)				
1210 534521 Office Equipment (\$16,655)				
1210 Field Audit Division				
26 Eliminate Grants Training Unit	(\$300,797)	R	(\$300,797)	R
Eliminate the Grants Training Unit, including the elimination of five positions.				
	-5.00		-5.00	
27 Eliminate Vacant Positions	(\$224,597)	R	(\$226,529)	R
Eliminate 3 vacant positions:				
	-3.00		-3.00	
Asst. State Auditor. (60008992)				
Asst. State Auditor (60008926)				
Asst. State Auditor (60008862)				
Total Legislative Changes	(\$1,162,069)	R	(\$1,350,260)	R
Total Position Changes	-8.00		-9.00	
Revised Budget	\$13,227,042		\$13,055,123	

Cultural Resources

GENERAL FUND

	FY 09-10	FY 10-11
Recommended Budget	\$77,933,037	\$79,329,609

Legislative Changes

28 Adjust Continuation Budget

(\$3,333,946)	R	(\$4,728,718)	R
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Adjusts continuation budget to a level at or below FY 2008-09
Authorized Budget.

29 Management Flexibility Reserve

(\$1,025,718) R

The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:

1120 Administrative Services

Telephone Service (\$3,000)
Telecommun Data Chrg (\$10,500)
Email and Calendaring (\$2,000)
Subtotal (\$15,500)

1210 Archives & History - Administration

TRANSP-AIR-OUT OF ST-US (\$500)
LODGING-IN STATE (\$3,000)
MEALS-IN STATE (\$2,500)
MEALS-OUT OF STATE-IN US (\$1,000)
TELEPHONE SERVICE (\$1,181)
REGISTRATION FEES (\$1,000)
OTHER MATERIALS AND SUPPLIES (\$6,000)
FURN-OFFICE (\$2,500)
OFFICE EQUIPMENT (\$1,250)
Subtotal (\$18,931)

1220 Historical Publications

PRINT, BIND, DUPLICATE (\$2,000)

1230 Archives & Records

Reg Temp Wages - App (\$2,000)
GROUND - IN STATE (\$3,500)
LODGING - IN STATE (\$1,000)
MEALS - IN STATE (\$1,000)
MISCELLANEOUS - IN STATE (\$1,000)
POSTAGE, FREIGHT & DELIVERIES (\$3,500)
OTHER EQUIPMENT (\$4,000)
Subtotal (\$16,000)

1241 State Historic Sites

Reg Temp Wages - App (\$60,000)
532490 Maint Agree Other (\$6,000)
TRANSP-GRND - IN STATE (\$2,000)
OTHER MATERIALS & SUPP (\$3,000)
Subtotal (\$71,000)

1242 Tryon Palace

Reg Temp Wages - App (\$91,679)

1245 Maritime Museum

Janitorial Service Agreement (\$2,000)
Engr Serv - Electrical (\$1,000)
Rent./Lease - Buildings Office (\$2,000)
Subtotal (\$5,000)

1250 Historic Preservation

Transportation-ground-in state (\$4,000)
Telephone Service (\$1,000)

Cultural Resources

Subtotal (\$5,000)

1260 Office of State Archeology
Trans Grd - In State (\$1,000)
Lodging - In State (\$500)
Subtotal (\$1,500)

1320 Museum of Art
Misc. Contractual Services (\$2,000)
Repairs - Other (\$4,000)
Telephone Service (\$2,000)
Postage (\$2,500)
Other Insurance (\$1,000)
533110 General Office Supplies (\$1,000)
Other Equipment (\$3,000)
Art & Artifacts (\$5,500)
Library & Learning Resource Collection (\$4,100)
Membership Dues & Subscrip (\$2,000)
Subtotal (\$27,100)

1330 NC Arts Council
Honorariums (\$4,000)
Misc-Contractual Services (\$4,000)
Transportation-Air Out of State-US (\$1,500)
Transportation-Ground-In State (\$4,000)
Lodging-In State (\$2,000)
Meals-In State (\$3,000)
Meals-Out of State-US (\$1,000)
Misc Subs-In State (\$1,000)
Misc Subs-Out of State (\$500)
BD/Non-Employee Transportation (\$2,000)
BD/Non-Employee Subsis (\$2,000)
Postage, Freight, & Delivery (\$2,000)
Basic Grants (\$96,833)
Grassroots Arts (\$67,756)
Subtotal (\$191,589)

1410 State Library Services
Ground-Trans.- Out-of-State (\$1,000)
Misc (In-State) (\$1,500)
Board/Non Employee Trans. (\$1,500)
Board/Non Employee Subs. (\$1,500)
Telephone Service (\$2,500)
Postage (\$1,500)
General Office Supplies (\$2,500)
Other Equipment (\$2,500)
Subtotal (\$14,500)

1480 Statewide Programs and Grants
Honorariums (\$3,000)
Misc Contractual Service (\$4,000)
BD/Nonemployee Subsistence (\$6,000)
Print, Bind, Duplicate (\$4,000)
Other Materials & Supplies (\$4,000)
534630 Lib & Learn Res Coll (\$85,131)
Aid to Counties-Approp (\$388,396)

Cultural Resources

Subtotal (\$494,527)

1500 Museum of History
 Reg Temp Wages - App (\$42,423)
 532331 Repairs - Motor Vehicles (\$1,000)
 532333 Repairs - Other Equipment (\$5,000)
 Repairs - Other (\$2,000)
 Rent/Lease - Bldgs Office (\$3,000)
 Meals - In State (\$500)
 Meals - Out State, In US (\$500)
 Misc. In State (\$500)
 Bd/Non-Employee Trans. (\$50)
 Telephone Service (\$3,919)
 Postage, Freight, Delivery (\$4,000)
 Advertising (\$1,500)
 Office Furniture (\$2,000)
 Other Equipment (\$1,000)
 Art & Artifacts (\$2,000)
 Library & Learning Resource Collect (\$1,000)
 Memberships & Subscriptions (\$1,000)
 Subtotal (\$71,392)

1110 Office of the Secretary

30 Reduce Operating Expenses

(\$105,501) R (\$106,092) R

Reduce expenditure accounts in the division each fiscal year
 and eliminate salary and benefits of one vacant position.

-1.00

-1.00

60083260 Executive Asst I - (\$47,233)

1120 Administrative Services

31 Reduce Administrative Services

(\$193,640) R (\$193,640) R

Adjust expenditure accounts each fiscal year.

1210 Archives & History - Administration

32 Reduce Archives & History - Administration

(\$109,338) R (\$109,338) R

Adjust expenditure accounts each fiscal year.

1220 Historical Publications

33 Reduce Historical Publications

(\$59,089) R (\$59,664) R

Adjust expenditure accounts each fiscal year and eliminate
 one filled position.

-1.00

-1.00

1230 Archives & Records

34 Reduce Archives & Records

(\$216,759) R (\$218,708) R

Adjust expenditure accounts each fiscal year and eliminate
 salaries and fringes of three vacant positions.

-3.00

-3.00

60083382 Processing Asst IV (\$26,878)
 60083379 Processing Asst IV (\$16,576)
 60083367 Arch & Records Prof (\$22,852)

1241 State Historic Sites**35 Reduction to State Historic Sites**

(\$1,363,798)	R	(\$1,363,798)	R
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Adjust expenditure accounts each fiscal year and eliminate one filled position.

-1.00	-1.00
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1242 Tryon Palace Historic Sites and Gardens**36 Reduction to Tryon Palace Budget**

(\$433,073)	R	(\$433,548)	R
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Reduce the budget of Tryon Palace and eliminate a partial FTE.

-0.62	-0.62
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1243 State Capitol**37 Reduce State Capitol**

(\$6,873)	R	(\$6,873)	R
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Adjust expenditure accounts each fiscal year.

1245 NC Maritime Museum**38 Reduction to NC Maritime Museum**

(\$315,050)	R	(\$327,255)	R
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Adjust expenditure accounts each fiscal year and eliminate salaries and fringes of one vacant position.

-1.00	-1.00
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60083649 Museum Curator (\$64,123)

1250 Historic Preservation**39 Reduce Historic Preservation**

(\$28,450)	R	(\$28,450)	R
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Adjust the following expenditure accounts each fiscal year:

1260 Office of State Archeology**40 Reduce Office of State Archaeology**

(\$47,503)	R	(\$48,014)	R
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Adjust expenditure accounts each fiscal year and eliminate salaries and fringes of .80 filled position.

-0.80	-0.80
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1290 Western Office**41 Reduce Western Office**

(\$254,862)	R	(\$257,259)	R
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Adjust expenditure accounts each fiscal year and eliminate salaries and benefits of three vacant positions and one filled position.

-4.00	-4.00
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60083644 A&H Regional Supervisor

(\$44,225)

65005183 Librarian

Consultant I (\$35,585)

65005026 Arts Dev Consultant (\$47,000)

1320 Museum of Art**42 Reduce Museum of Art**

(\$310,425)	R	(\$310,425)	R
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Adjust expenditure accounts each fiscal year.

1330 Arts Council**43 Reduction to Grants**

(\$957,956)	R	(\$958,513)	R
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Reduce appropriations to NC Arts Council operating budget and grants, and eliminate salary and benefits of one vacant position.

-1.00		-1.00	
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60083915 Arts Prog Administrator (\$38,790)

1340 NC Symphony**44 Reduce NC Symphony**

(\$425)	R	(\$425)	R
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Adjust the following expenditure account each fiscal year:

Reg Temp Wages - App (\$425)

1410 State Library Services**45 Reduce State Library Services**

(\$623,249)	R	(\$626,426)	R
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Adjust expenditure accounts each fiscal year and eliminate salaries and benefits of 5.83 vacant positions, three filled positions, and transfer two positions to receipt-support.

-10.83		-10.83	
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Vacant

60083385 Office Asst IV

(\$18,975)

60083831 Library Prof I (\$41,055)

60083816 Library Prof I (\$55,234) -- .83 FTE

60083888 Processing Asst II (\$24,598)

60083839 Library Tec (\$29,542)

60083841 Library Clerk III (\$28,282)

Transferred to Receipt

60083895 Librarian Prof (\$67,814)

60083805 Librarian Prof (\$45,210)

1480 Statewide Programs and Grants**46 Reduce State-Aid and other Division Accounts**

(\$2,039,712)	R	(\$2,039,712)	R
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Reduce funding to county libraries and other operating expenses in the division each fiscal year.

Honorariums (\$2,500)

Misc Contractual Service (\$132,242)

Lodging-Out of State-US (\$12,750)

BD/Nonemployee Subsistence (\$15,000)

Print, Bind, Duplicate (\$76,741)

Other Materials & Supplies (\$32,000)

Aid to Counties-Approp (\$1,553,583)

1500 Museum of History**47 Reduce Museum of History**

(\$857,158)	R	(\$857,158)	R
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Reduce expenditure accounts each fiscal year and eliminate salary and benefits of one vacant position and one filled position.

-2.00		-2.00	
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60083973 History Museum Conservator (\$35,337)

Total Legislative Changes	(\$11,256,807)	R	(\$13,699,734)	R
Total Position Changes	-26.25		-26.25	
Revised Budget	\$66,676,230		\$65,629,875	

Cultural Resources - Roanoke Island Commission

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$2,095,402		\$2,095,402	
Legislative Changes				
48 Management Flexibility Reserve			(\$27,093)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
Increase reduction that is transferred to the Commission (\$27,093)				
1584 Roanoke Island Commission				
49 Reduce Funding	(\$314,106)	R	(\$314,106)	R
Reduce funding transferred to the Commission.				
Total Legislative Changes	(\$314,106)	R	(\$341,199)	R
Total Position Changes				
Revised Budget	\$1,781,296		\$1,754,203	

General Assembly

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$62,347,066		\$64,056,544	

Legislative Changes

50 Adjust Continuation Budget (\$6,568,251) R (\$6,375,018) R
 Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

51 Management Flexibility Reserve (\$828,240) R
 The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009: -6.00

Eliminate 6 Vacant Permanent Positions
 (2 Senate & 4 Central Staff)
 (\$533,428)

Delay Filling 24 Intern Positions
 (7 Senate & 17 House)
 (\$294,812)

Department-Wide

52 Eliminate Vacant Positions and Adjust Additional Expenditure Accounts (\$1,492,523) R (\$1,438,958) R
 Eliminate salary and fringes for 21 vacant positions: 3 in the Senate and 18 in the House; reduce temporary wages for NCSU Interns; and increase Food Services sales by 10%. -21.00 -21.00

	FY 09-10	FY 10-11
Vacant Positions		
531111 Salaries	(\$1,023,814)	(\$1,023,814)
531511 Soc Security	(\$ 78,322)	(\$ 78,322)
531521 Retirement	(\$ 87,434)	(\$ 91,529)
531561 Medical Ins	(\$ 95,067)	(\$ 103,509)
Subtotal	(\$1,284,646)	
(\$1,297,174)		

Intern Program
 532199015 Misc - Intern Services (\$ 115,500) (\$ 42,000)

1216 Food Services
 533400 Food & Vending Services (\$ 92,377) (\$ 99,784)

53 Adjust Health Insurance Expense (\$632,000) R (\$632,000) R
 Partially fund employer's portion of health insurance premiums.

Department-Wide**54 Reduce Various Accounts**

(\$1,788,185)	R	(\$1,159,630)	R
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Reduce various operating accounts each fiscal year:

	FY 09-10	FY 10-11
Days for Leg Assistants		
during the interim from 4 to 3 days	(\$1,374,363)	(\$ 918,399)
Data Processing	(\$ 138,476)	(\$ 138,476)
Subsistence and Travel During Interim		
for Members	(\$ 148,887)	(\$ 102,755)
Partially fund Temp Salaries during		
the interim	(\$ 126,459)	(\$ 0)

Total Legislative Changes

(\$10,480,959)	R	(\$10,433,846)	R
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Total Position Changes

-21.00	-27.00
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Revised Budget

\$51,866,107	\$53,622,698
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Governor

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$6,616,233		\$6,622,879	
Legislative Changes				
55 Adjust Continuation Budget	(\$89,672)	R	(\$96,318)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
56 Management Flexibility Reserve			(\$85,633)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
1110 Administration				
532811 Telephone Service	(\$5,000)			
532814 Cellular phone service	(\$2,000)			
532822 Managed lan Service	(\$50,000)			
1120 Dues to National Org				
535830 Membership Dues	(\$25,633)			
1631 Raleigh Exec Mansion				
532714 Transportation ground-in-state	(\$3,000)			
Department-Wide				
57 Reduce Expenditure Accounts	(\$162,832)	R	(\$159,304)	R
Reduce expenditure accounts in the Administration (1110), Intergovernmental Relations (1130), and Raleigh Mansion (1631), and Western Residence (1632) Funds in the following budget areas each year:				
Personal Services - (\$92,657) and (\$89,129)				
Purchased Services - (\$53,050) each fiscal year				
Supplies - (\$15,000) each fiscal year				
Property, Plant, & Equipment (\$2,125) each fiscal year				
58 Reduce Various Accounts	(\$263,820)	R	(\$263,885)	R
Reduce expenditure accounts in the Administration (1110), Intergovernmental Relations (1130), and 21st Century Skills (1240) Funds in the following areas each year:				
Purchased Services - (\$151,734) and (\$152,199)				
Property, Plant, & Equipment (\$6,000) each fiscal year				
Other Expenses - (\$105,686) each fiscal year				

Total Legislative Changes	(\$516,324)	R	(\$605,140)	R
Total Position Changes				
Revised Budget	\$6,099,909		\$6,017,739	

Housing Finance Agency

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$14,608,417		\$14,608,417	
Legislative Changes				
59 Management Flexibility Reserve			(\$188,884)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
538104 Home Protection Pilot	(\$188,884)			
Department-Wide				
60 Reduce Housing Trust Fund	(\$1,000,000)	R	(\$1,000,000)	R
Reduce funding for the Housing Trust Fund each year.				
Total Legislative Changes	(\$1,000,000)	R	(\$1,188,884)	R
Total Position Changes				
Revised Budget	\$13,608,417		\$13,419,533	

Insurance

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$33,824,822		\$33,887,006	
Legislative Changes				
61 Reduce State Property Fire Insurance Fund				
Reduce special fund 6100, State Property Fire Insurance Fund	(\$200,000)	NR	(\$200,000)	NR
62 Reduce NC Auto Retrospective Insurance Fund				
Reduce special fund 6110, NC Auto Retrospective Insurance Fund.	(\$1,300,000)	NR	(\$1,300,000)	NR
63 Adjust Continuation Budget	(\$144,300)	R	(\$144,300)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
Department-Wide				
64 Reduce Various Operating Accounts	(\$316,449)	R	(\$316,449)	R
Reduce various operating accounts across the agency:				
DOA - Rent \$37,500				
DOA - Capitol Police \$2,500				
DOA - Motor Fleet \$20,000				
ITS - Telephone \$65,000				
ITS - Computer Usage Charge \$5,949				
Postage - \$92,500				
Printing - \$93,000				
Total Legislative Changes	(\$460,749)	R	(\$460,749)	R
	(\$1,500,000)	NR	(\$1,500,000)	NR
Total Position Changes				
Revised Budget	\$31,864,073		\$31,926,257	

Insurance - Volunteer Safety Workers' Compensat

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$4,500,000		\$4,500,000	
Legislative Changes				
65 Reduce Volunteer Safety Workers' Compensation Fund				
Reduce Volunteer Safety Workers' Compensation Fund.	(\$2,500,000)	NR	(\$2,938,154)	NR
Total Legislative Changes	(\$2,500,000)	NR	(\$2,938,154)	NR
Total Position Changes				
Revised Budget	\$2,000,000		\$1,561,846	

Lieutenant Governor

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$966,706		\$966,706	
Legislative Changes				
66 Adjust Continuation Budget	(\$5,673)	R	(\$5,673)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
67 Management Flexibility Reserve			(\$12,499)	R
The allocation of reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.				
531111 Salaries (\$12,499)				
Department-Wide				
68 Reduce Various Operating Accounts	(\$22,831)	R	(\$22,831)	R
Reduce various operating accounts in the following line items:				
	(\$16,831)	NR	(\$16,831)	NR
532143 LAN Support Services (\$2,341) NR				
532144 PC/Printer Support Services(\$14,490) NR				
532300 Repair Services (\$985) R				
532700 Travel & Other Employee Exp.(\$3,187) R				
532800 Communication & Data Processes(\$14,039) R				
533100 General Admin Supplies (\$4,620) R				
Total Legislative Changes	(\$28,504)	R	(\$41,003)	R
	(\$16,831)	NR	(\$16,831)	NR
Total Position Changes				
Revised Budget	\$921,371		\$908,872	

Office of Administrative Hearings

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$4,266,407		\$4,279,242	
Legislative Changes				
69 Management Flexibility Reserve			(\$55,330)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.				
531631 Workers Compensation (\$3,614)				
531651 Compensation to Board Members (\$11,400)				
534713 PC Software (\$1,000)				
5727XX Travel (\$5,000)				
535830 Dues & Subscriptions (\$2,000)				
534521 Office Equipment (\$1,800)				
534630 Library & Learning Resources (\$17,567)				
534534 PC & Printer Purchase (\$12,949)				
Department-Wide				
70 Reduce Various Operating Accounts	(\$64,689)	R	(\$64,689)	R
Reduce various operating accounts in the following line items:				
532449 - Maintenance Agreements Software - (\$57,389)				
534534 - Printer Purchase - (\$7,300)				
71 Eliminate Vacant Positions	(\$110,895)	R	(\$112,436)	R
Eliminate 3 vacant positions:				
	-3.00		-3.00	
60088606 - Processing Assistant V - (\$30,651)				
60088587 - Processing Assistant IV - (\$25,705)				
60088576 - Processing Assistant IV - (\$27,398)				
Total Legislative Changes	(\$175,584)	R	(\$232,455)	R
Total Position Changes	-3.00		-3.00	
Revised Budget	\$4,090,823		\$4,046,787	

Revenue

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$91,347,503		\$91,440,473	
Legislative Changes				
72 Adjust Continuation Budget	(\$2,303,176)	R	(\$2,384,284)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
73 Management Flexibility Reserve			(\$1,182,309)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.				
			-14.00	
Eliminate 14 Vacant Positions:				
60081301 Personnel Assistant IV (HR Operations) (\$25,705)				
60081460 Assistant Director (Sales and Use Tax) (\$80,145)				
60081432 Program Assistant V (Personal Taxes) (\$27,544)				
60081488 Auditor (Taxpayer Assistance) (\$42,833)				
60081496 Auditor (Taxpayer Assistance) (\$42,833)				
60085100 Auditor (Taxpayer Assistance) (\$42,833)				
60081583 Information Processing Tech (Taxpayer Assistance)				
(\$29,502)				
60081605 Processing Unit Supervisor V (Taxpayer Assistance) (\$32,546)				
60081769 Law Enforcement Agent (Unauthorized Substance Tax) (\$43,155)				
60082437 Staff Development Coordinator (HR) (\$42,833)				
60082488 Processing Assistant IV (Admin Services) (\$25,705)				
60082512 Assistant Director (Admin Services) (\$60,691)				
60082527 Payroll Clerk V (\$27,544)				
65005035 Operations and Systems Specialist (IT) (\$84,375)				
Total: 531211 Salaries (\$608,244)				
531511 Social Security (\$46,531)				
531521 Retirement (\$50,519)				
531531 LEO Retirement Contrib. (\$6,016)				
531561 Medical Insurance Contrib. (\$69,006)				
Reduction to Guest Worker Program (\$125,000)				
Reduce Various Operating Accounts (\$276,993)				
1629 Property Tax Division				
74 Conversion of Property Tax Division to Receipt Support	(\$1,461,744)	R	(\$1,461,744)	R
Convert the Property Tax Division from appropriation to receipt support. GS 105-501 allows the department to recover certain costs from local sales and use tax collections.				
	-17.00		-17.00	

1660 Examination & Collection**75 Eliminate \$300 Per Month Stipend for Interstate Auditors**

(\$132,030) R

(\$132,030) R

Eliminate the \$300 per month stipend for 37 interstate auditors.

1664 Guest Worker Program**76 Adjust Appropriation for Guest Worker Program**

(\$375,000) R

(\$375,000) R

Adjust the appropriation for the Guest Worker Program to better reflect actual expenditure needs. This program provides information to non-English speaking people regarding their obligation to file taxes and how to obtain assistance in filing taxes.

Total Legislative Changes

(\$4,271,950) R

(\$5,535,367) R

Total Position Changes

-17.00

-31.00

Revised Budget**\$87,075,553****\$85,905,106**

Secretary of State

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$11,854,656		\$11,928,530	
Legislative Changes				
77 Adjust Continuation Budget	(\$113,703)	R	(\$180,537)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
78 Management Flexibility Reserve			(\$154,234)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
-1.25				
1120 Publication				
532850 Printing (\$19,910)				
1150 Lobbyist Registration				
Eliminate salaries and benefits to reduce a filled position by 1/4 FTE (\$15,453)				
1210 Corporations				
Eliminate salaries & benefits of a filled position (\$28,941)				
Reduce operating budget expenditure accounts:				
532170 Temporary Services (\$27,500)				
532840 Postage (\$13,700)				
Subtotal (\$79,871)				
1220 Certification & Filing				
Convert rent for Health Care Registry to receipts				
532512 Office Rent (\$4,000)				
Reduce operating budget expenditure accounts;				
532524 Rent of Office Equip. (\$20,000)				
532714 Travel (\$5,000)				
Subtotal (\$29,000)				
1230 Securities				
532714 Travel (\$10,000)				
Subtotal (\$10,000)				
1220 Certification & Filing Division				
79 Reduce Expenditure Accounts	(\$95,664)	R	(\$95,664)	R
Reduce funding for office rent and business license fees.				

1220 Certification & Filing Division**80 Eliminate Vacant Positions**

(\$111,012) R

(\$111,012) R

Eliminate \$111,012 for salaries and benefits of two vacant positions:

-3.00

-3.00

Position #	Title	Budgeted
Salary		
60008713	Processing Asst V	\$27,544
60008750	Processing Asst V	\$29,601
60008751	Processing Asst V	\$27,544

Department-Wide**81 Eliminate Filled Positions**

(\$155,514) R

(\$155,514) R

Eliminate filled positions in the Publications, Corporations, and Certification & Filing Divisions.

-3.00

-3.00

Total Legislative Changes

(\$475,893) R

(\$696,961) R

Total Position Changes

-6.00

-7.25

Revised Budget

\$11,378,763

\$11,231,569

State Board of Elections

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$6,627,101		\$6,630,894	
Legislative Changes				
82 Management Flexibility Reserve			(\$85,736)	R
83 Adjust Continuation Budget	(\$11,667)	R	(\$11,667)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
Department-wide				
84 Eliminate Vacant Positions	(\$397,232)	R	(\$401,304)	R
Eliminate 7 vacant positions:				
	-7.00		-7.00	
60088225 - Applications Programmer - (\$35,812)				
60088253 - Governmental Accounts Auditor II - (\$44,084)				
60088260 - Audit Specialist (Time-limited) - (\$48,139)				
60088255 - Governmental Accounts Auditor III - (\$52,742)				
60088262 - Audit Specialist - (\$44,810)				
65005663 - Disclosure & Education Specialist - (\$54,956)				
60088211 - Elections Specialist - (\$34,065)				
Total Legislative Changes	(\$408,899)	R	(\$498,707)	R
Total Position Changes	-7.00		-7.00	
Revised Budget	\$6,218,202		\$6,132,187	

State Budget & Management

GENERAL FUND

	FY 09-10	FY 10-11
Recommended Budget	\$7,144,221	\$7,147,928

Legislative Changes**85 Adjust Continuation Budget**

(\$1,665)	R	(\$5,246)	R
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Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

86 Management Flexibility Reserve

(\$92,421)	R
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The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:

1310 OSBM
 532840 Postage (\$2,000)
 532850 Print, bind, duplicate (\$3,000)
 532930 Registration (\$1,000)
 533120 Data processing supplies (\$2,003)
 533110 Office supplies (\$5,000)
 533190 Other admin supplies (\$250)
 533900 Other material and supplies (\$2,000)
 535900 Other expenses (\$2,000)
 534511 Furniture (\$3,000)
 534521 Office equipment (\$1,328)
 534530 Other DP equipment (\$500)
 532821 Computer/Data Processing (\$63,340)

1312 Internal Audit
 532199 Contract Services (\$6,000)
 532930 Registration (\$1,000)

Department-Wide**87 Eliminate Vacant Position.**

(\$32,831)	R	(\$32,831)	R
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Eliminate salary (\$24,764) and benefits (\$8,067) of one vacant position - # 60014796, Building & Environmental Technician.

-1.00	-1.00
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88 Reduce Various Accounts

(\$235,071)	R	(\$235,330)	R
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Reduce expenditure accounts in the Office of State Budget (1310), and Internal Audit (1312) Funds in the following budget areas each fiscal year:

Purchased Services - (\$209,771) and (\$210,030)
 Property, Plant, & Equipment - (\$17,300) each fiscal year
 Other Expenses - (\$8,000) each fiscal year

Department-Wide**89 Reduce Expenses**

(\$322,134) R

(\$324,291) R

Reduce expenditure accounts in the Office of State Budget (1310), and Internal Audit (1312) Funds in the following budget areas each year and eliminate salaries and fringes of three vacant positions:

-3.00

-3.00

Purchased Services (\$15,400) each fiscal year
Property, Plant, & Equipment (\$17,000) each fiscal year

Personnel Reductions
60008550 State Demographer (\$87,258)
60008597 Budget Analyst (\$72,916)
60089830 State Budget Mgmt Analyst (\$77,500)
Total (\$237,674)

90 Eliminate Reserve for Rules Impact Review

(\$100,000) R

(\$100,000) R

Eliminate funding for the Reserve for the Rules Impact Review.

Total Legislative Changes

(\$691,701) R

(\$790,119) R

Total Position Changes

-4.00

-4.00

Revised Budget

\$6,452,520

\$6,357,809

State Budget and Management - Special

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$4,280,000		\$4,280,000	
Legislative Changes				
91 Adjust Continuation Budget	(\$56,535)	R	(\$56,535)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
92 Management Flexibility Reserve			(\$55,340)	R
The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
1023 Fire Protection Grants				
536910 Aid to counties (\$55,340)				
Grants to Non-Government Agencies				
93 Reduce Pass-Through Funding	(\$7,000)	R	(\$7,000)	R
Reduce grant funding to NC Humanities Council by 7% each fiscal year.				
Total Legislative Changes	(\$63,535)	R	(\$118,875)	R
Total Position Changes				
Revised Budget	\$4,216,465		\$4,161,125	

State Controller

GENERAL FUND

	FY 09-10	FY 10-11
Recommended Budget	\$24,536,602	\$24,568,908

Legislative Changes

94 Adjust Continuation Budget (\$312,798) R (\$345,105) R

Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

95 Management Flexibility Reserve (\$317,672) R

The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:

-4.00

Eliminate salaries and benefits of four vacant positions:

60091358 Beacon Payroll And Time Specialist (\$68,784)

60091723 HR Associate (\$62,116)

60090521 Information Processing Technician (\$44,557)

60091720 Information Processing Technician (\$38,435)

Subtotal (\$229,619)

Reduce Operating Budget expenditure accounts:

535830 Dues and Subscriptions (\$46,900)

532513 Rent lease -other facility (\$5,920)

5327XX Travel (\$35,233)

Subtotal (\$88,053)

1000 Department-Wide

96 Eliminate Vacant Positions and Operating Budget Accounts (\$608,231) R (\$609,024) R

Eliminate two vacant positions and reduce operating budget accounts.

-2.00

-2.00

	FY 09-10	FY 10-11
Salaries - Approp. (6 positions)	(\$198,195)	(\$198,195)
Social Sec. Contribution-Approp.	(\$ 15,162)	(\$ 15,162)
Reg. Retirement Approp.	(\$ 16,926)	(\$ 17,719)
Medical Insurance	(\$ 8,314)	(\$ 8,314)
Travel	(\$ 38,000)	(\$ 38,000)
Data Processing	(\$301,378)	(\$301,378)
LAN services - 532822	(\$ 30,256)	(\$ 30,256)

1000 Department-Wide**97 Reduce Various Operating Accounts**

(\$724,502) R

(\$724,502) R

Reduce the same amount of recurring and non-recurring expenses in various IT accounts each fiscal year and eliminate funding for ITS support:

532821 eRoom Reduction in Licenses (400 to 200) (\$130,224)
 532811 Disconnect vacant telephone lines (\$
 20,232)
 532821 Discontinue SQA - OSC Dedicated
 (\$246,528)
 532140 Eliminate ITS
 Support (\$327,518)

98 Fund-shift Positions to Receipt Support

(\$91,488) R

(\$91,488) R

Transfer two positions - an Accountant (1 FTE) and a Senior State Management Analyst (.25 FTE) - that support the NC FLEX Benefits Program from appropriation to receipt support generated by the program:

-1.25

-1.25

531211 Salaries (\$74,525)
 531511 Social Security (\$ 5,701)
 531521 Retirement (\$ 6,066)
 531561 Medical Insurance (\$ 5,196)

99 Eliminate Internship Program

(\$119,052) R

(\$119,052) R

Eliminate funding for OSC's Internship Program with the reduction of 6 positions at .75 FTE for a total of 4.5 FTE that had salaries of \$18,432 each and benefits of \$8,460:

-4.50

-4.50

Position #	Title
60087170	Integration Intern
60087172	Communications Intern (P/T)
60087173	PMO Intern (P/T)
60087219	Technical Infrastructure Intern

531351 Student Temp Wages (\$110,592)
 531511 Social Security (\$ 8,460)

100 Eliminate Vacant Positions

(\$250,005) R

(\$250,005) R

Eliminate salaries (\$197,962) and benefits (\$52,043) of five vacant positions:

-5.00

-5.00

Position #	Title	Budgeted Salary
60087168	Financial Spec	(\$54,540)
60014113	Admin Support Spec	(\$26,444)
60037611	Admin Assistant I	(\$34,842)
60091145	Admin Officer III	(\$43,157)
60092193	Admin Support Spec	(\$38,979)

Total Legislative Changes	(\$2,106,076)	R	(\$2,456,848)	R
Total Position Changes	-12.75		-16.75	
Revised Budget	\$22,430,526		\$22,112,060	

Treasurer

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$11,150,002		\$11,163,790	
Legislative Changes				
101 Adjust Continuation Budget	(\$335,831)	R	(\$349,619)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
102 Management Flexibility Reserve			(\$144,346)	R
The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
1210 Investment Division				
531211 Spa Reg Salaries- Appro. Investment Analyst	(\$72,953)			
531511 Social Sec Contrib.-Appro	(\$5,581)			
531521 Reg Retire Contrib.- Appro	(\$5,938)			
531561 Med Ins Contrib.-Appro	(\$4,157)			
Subtotal Total	(\$88,629)			
1310 Local Government				
532821 Computer/ Data Process	(\$32,953)			
534511 Furn Office	(\$3,000)			
534530 Office DP Equipment	(\$1,192)			
Subtotal	(\$37,145)			
1510 Financial Operations-Bank				
532821 Computer/ Data Process	(\$15,000)			
532430 Maint Agreement -equip	(\$1,572)			
534530 Other DP Equipment	(\$2,000)			
Subtotal	(\$18,572)			
1410 Retirement Systems Division				
103 Transfer the National Guard Pension Fund	\$7,007,443	R	\$7,007,443	R
Transfer the National Guard Pension Fund from the Department of Crime Control and Public Safety to the Department of State Treasurer. This transfer will allow the Department of State Treasurer to manage this program as it does most of the State's pension programs.				

Department-Wide**104 Eliminate Vacant Positions**

(\$210,267) R

(\$212,151) R

Eliminate salary (\$169,280) and benefits (\$40,987) of three vacant positions:

-3.00

-3.00

60009060 Investment Analyst (\$52,624)

60009205 Accountant (\$67,656)

60009053 Executive Assistant (\$49,000)

Total (\$169,280)

105 Reduce Expenditure Accounts

(\$221,000) R

(\$221,000) R

Adjust accounts for postage (\$16,000), Financial/Audit Services (\$200,000), and employee education (\$5,000).

106 Eliminate Vacant Position

(\$49,601) R

(\$49,601) R

Eliminate salary and benefits for a vacant position.

-1.00

-1.00

Total Legislative Changes**\$6,190,744** R**\$6,030,726** R**Total Position Changes**

-4.00

-4.00

Revised Budget**\$17,340,746****\$17,194,516**

Treasurer - Retirement for Fire and Rescue

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	\$10,804,671		\$10,804,671	
Legislative Changes				
107 Management Flexibility Reserve			(\$139,703)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
Additionally reduce funding to pension fund.				
Pension Fund				
108 Adjust Continuation Budget	(\$317,863)	R	(\$317,863)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
Total Legislative Changes	(\$317,863)	R	(\$457,566)	R
Total Position Changes				
Revised Budget	\$10,486,808		\$10,347,105	

TRANSPORTATION

Section K

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Highway Fund

HIGHWAY FUND

	FY 09-10	FY 10-11
Recommended Budget	\$1,798,936,717	\$1,798,493,030

Legislative Changes

Administration

1 Combined Registration & Tax Collection System - Database and Implementation

Funding from receipts is provided to continue the implementation of HB 1779. Receipts will fund the development of the Statewide database, which will calculate vehicle property taxes, and to implement the outstanding components required to complete the System.

Receipts (nonrecurring)

Database: FY 2009-10 - \$1,174,232; FY 2010-11 - \$1,043,460

Implementation: FY 2009-10 - \$4,128,573; FY 2010-11 - \$7,798,424

Aviation Division

2 Aviation Funds

(\$1,128,445)	R	(\$1,125,523)	R
(\$871,555)	NR	(\$874,477)	NR

Funds for Aviation Division are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

The total budget for the Aviation Division is \$17,349,592 in FY 2009-10 and \$17,291,543 in FY 2010-11.

Construction

3 Public Service and Access Road Funds

(\$140,000)	R	(\$140,000)	R
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Funds for public service and access road construction are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

The total budget for public service and access roads is \$1,860,000 in both years of the biennium.

4 Contingency Funds

(\$3,000,000)	R	(\$3,000,000)	R
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Funds for contingency construction are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

The total budget for contingency construction is \$12,000,000 in both years of the biennium.

5 Secondary Road Improvement Funds Reprogrammed to Maintenance

Notwithstanding G.S.136-44.2A, all FY 2009-10 funding and half of the FY 2010-11 funding for the secondary roads improvement program from the Highway Fund is reprogrammed to Statewide maintenance programs to prevent further deterioration of the State highway system due to reduced transportation revenues and maintenance expenditures.

(\$84,481,404) NR (\$41,607,092) NR

6 Small Construction Funds

Funds for small construction are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

(\$14,000,000) R (\$14,000,000) R

The total budget for small construction is \$7,000,000 in both years of the biennium.

7 Spot Safety Program

Based on the Continuation Review, funding is changed from non-recurring to recurring.

\$9,100,000 R \$9,100,000 R

Department-Wide**8 Administration Cuts**

Salary and operating funds for administration of the DOT, Division of Highways, and the Division of Motor Vehicles are reduced for the biennium. These cuts represent the reductions identified in the Governor's budget. The reductions are required to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium. Twenty-three vacant positions are eliminated in FY 2009-10.

(\$7,181,194) R (\$6,788,533) R
(\$4,528,043) NR (\$4,524,423) NR
-23.00 -23.00

9 Administration Cuts - Receipts

Salary and operating funds for administration of the DOT, Division of Highways, and the Division of Motor Vehicles supported by Highway Trust Fund administration receipts are reduced for the biennium. These cuts represent the reductions identified in the Governor's budget. The reductions are required to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

Receipts are reduced \$3,814,114 in FY 2009-10 and \$2,736,189 in FY 2010-11. Eleven vacant positions are eliminated in FY 2009-10 and an additional vacant position is eliminated in FY 2010-11.

10 Vacant Positions

All appropriation-supported, receipt-supported, and field positions vacant prior to January 1, 2009 are eliminated. The total number of positions eliminated is 1,750 positions from all categories. Receipts are reduced \$3,331,151 in both years of the biennium.

(\$7,380,717) R (\$7,380,717) R
-156.50 -156.50

Ferry Division**11 Ferry Funds**

(\$2,155,497)	R	(\$2,155,497)	R
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Funds for the Ferry Division are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

The total budget for the Ferry Division is \$26,609,942 in FY 2009-10 and \$26,609,942 in FY 2010-11.

Maintenance**12 Department of Corrections - Inmate Road Squads and Litter Crews**

(\$2,260,000)	R	(\$2,260,000)	R
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Funds for Inmate Labor are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

Inmate labor funds from the Primary System are reduced by \$1,695,000 for a total transfer of \$7,345,000. Inmate labor funds from the Secondary System are reduced by \$565,000 for a total transfer of \$1,695,000.

13 Maintenance Funds - FY 2009-10

Funds for maintenance are increased to prevent further deterioration of the State highway system. Funds are not reduced to align overall expenditures for the Highway Fund with projected revenues for FY 2009-11.

\$48,194,409	NR
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The total budget for maintenance is \$943,083,553 in FY 2009-10. Changes include:

	Adj (NR)	Total
Primary System	\$-18,951,189	\$186,055,224
Secondary System	\$-25,120,853	\$269,153,619
Contract Resurfacing	\$ 25,474,337	\$300,000,000
System Preservation	\$ 21,410,929	\$100,000,000
General Maintenance Reserve	\$ 45,381,185	\$ 87,874,710

14 Maintenance Funds - FY 2010-11

Funds for maintenance are increased to prevent further deterioration of the State highway system. Funds are not reduced to align overall expenditures for the Highway Fund with projected revenues for FY 2009-11.

\$44,046,295	NR
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The total budget for maintenance is \$938,935,439 in FY 2010-11. Changes include:

	Adj (NR)	Total
Primary System	\$-18,951,189	\$186,055,224
Secondary System	\$-25,120,853	\$269,153,619
Contract Resurfacing	\$ 25,474,337	\$300,000,000
System Preservation	\$ 21,410,929	\$100,000,000
General Maintenance Reserve	\$ 41,233,071	\$ 83,726,596

OSHA**15 Workplace Safety and Health Funds**

(\$52,208) R

(\$52,208) R

Reduces funds for OSHA to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

(\$17,403) NR

(\$17,403) NR

The total transfer to OSHA is \$355,389 in both years of the biennium.

Public Transportation Division**16 Transportation Services to the High Point Furniture Market**

(\$300,000) R

(\$300,000) R

Funds for the High Point Furniture Market are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium. The total transfer is \$900,000.

17 Public Transportation Funds

Funding to the New Starts program is reduced.

(\$21,596,267) NR

(\$20,750,267) NR

The total budget for the Public Transportation Division is \$74,647,962 in FY 2009-10 and \$75,493,962 in FY 2010-11.

Required Statutory Adjustments**18 Aid to Municipalities**

\$3,332,472 R

\$4,626,037 R

G.S. 136-41.1 requires an adjustment based on revised projections for motor fuels tax revenue. The total transfer is \$87,813,876 in FY 2009-10 and \$87,840,220 in FY 2010-11.

19 DENR - Leaking Underground Storage Tank Fund

\$710,000 R

\$890,000 R

G.S. 119-18 requires an adjustment based on revised projections for gallons of gasoline sold. The total transfer to this trust fund is \$2,620,123 in FY 2009-10 and \$2,630,553 in FY 2010-11.

Reserves**20 Retirement System Contribution**

\$1,100,000 R

\$14,500,000 R

Employer contributions to the retirement system are increased to maintain the System's actuarially sound status.

21 Salary Adjustment Fund

(\$3,922,758) R

(\$3,922,758) R

Recurring funds available for salary adjustments are eliminated for the 2009-11 biennium.

State Highway Patrol**22 Highway Fund Transfers to Crime Control and Public Safety**

(\$7,861,242)	R	(\$7,861,242)	R
(\$1,500,000)	NR	(\$1,450,000)	NR

Funding for various operating accounts are reduced across the agency.

	FY2009-10	FY2010-11
Recurring		
Personal Services	\$2,500,000	\$2,500,000
Purchased Services	\$1,400,000	\$1,400,000
Supplies	\$500,000	\$500,000
Property, Plant, Equipment	\$1,208,242	\$1,208,242
LEO Separation Allowance	\$700,000	\$700,000
Rent/Lease-Voice Comm Equip	\$70,000	\$70,000
Other Employee Ed Expenses	\$48,000	\$48,000
Meals/Lodging-In State	\$72,000	\$72,000
Misc. Contractual Services	\$13,000	\$13,000
Vehicle Replacement	\$1,350,000	\$1,350,000

	FY2009-10	FY2010-11
Non-Recurring		
Vehicle Replacement	\$1,500,000	\$1,450,000

23 SHP - Freeze Step Increase for Troopers

The step increase for the salaries of Troopers are frozen for both years of the biennium.

(\$1,674,280)	NR	(\$3,373,932)	NR
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24 SHP - Eliminate Continuation Budget Increases

(\$2,832,607)	R	(\$2,647,712)	R
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Eliminates additions included in the Continuation Budget.

	FY2009-10	FY2010-11
531321 Contractual Staff	\$77,825	\$77,825
531411 Overtime	\$400,000	\$400,000
531421 Holiday Pay	\$140,000	\$140,000
531431 Shift Premium	\$470,000	\$470,000
531572 Unemployment Comp	\$ 20,000	\$ 20,000
531631 Workers Comp Med	\$726,000	\$541,105
531632 Workers Comp Disab	\$222,468	\$222,468
532170 Admin Services	\$150,000	\$150,000
532199 Misc Contract Serv	\$626,314	\$626,314

Transfers**25 State Health Plan**

\$6,170,022	R	\$12,888,386	R
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Provides additional funding to continue non-contributory health benefit coverage for enrolled active and retired employees supported by the Highway fund for the biennium as appropriated in S.L. 2009-16. These appropriations correspond to an annual 8.9% premium increase in non-contributory premium rates for the fiscal year beginning July 1, 2009, and an additional annual premium increase of 8.9% for the fiscal year beginning July 1, 2010.

26 Continuation Review of the Drivers Education Program

(\$33,959,859)	R	(\$33,321,964)	R
\$33,959,859	NR		

Changes the funding for the Drivers Education Program located in the Department of Public Instruction. Restoration of FY 2010-11 funds is subject to findings of the Continuation Review.

27 DPI - Drivers Education Program

Funds for the Drivers Education Program are reduced to align overall expenditures for the Highway Fund with projected revenues for the FY 2009-10. The total transfer is \$32,859,859.

(\$1,100,000) NR

28 North Carolina Global TransPark Authority

Funds for the Global TransPark Authority are reduced to align overall expenditures for the Highway Fund with projected revenues for the FY 2009-11 biennium. The total transfer is \$1,280,000.

(\$320,000) R

(\$320,000) R

29 Department of Health and Human Services

Funds for the Chemical Test Program are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium. The total transfer is \$559,719.

(\$150,000) R

(\$150,000) R

Total Legislative Changes

(\$66,232,033) R

(\$43,421,731) R

(\$33,614,684) NR

(\$28,551,299) NR

Total Position Changes

-179.50

-179.50

Revised Budget

\$1,699,090,000

\$1,726,520,000

Highway Trust Fund

	HIGHWAY TRUST FUND	
	FY 09-10	FY 10-11
Recommended Budget	\$1,014,750,000	\$1,057,460,000
Legislative Changes		
Highway Trust Fund		
30 Transfer to General Fund		
Reduces transfer to General Fund in FY 2010-11 to \$2,513,691 in accordance with G.S. 105-187.9(b)2.		(\$319,212) NR
31 Administration		
Reduces funds for administration to \$41,634,720 in FY 2009-10 consistent with new revenue estimates and statutory formula.	(\$6,967,680) NR	(\$6,721,920) NR
32 Aid to Municipalities		
Reduces funds for Aid to Municipalities to \$40,650,403 for FY 2009-10 consistent with new revenue estimates and statutory formula.	(\$8,977,284) NR	(\$8,634,577) NR
33 Intrastate System		
Reduces funds for the Intrastate System to \$359,883,973 for FY 2009-10 consistent with new revenue estimates and statutory formula.	(\$85,560,419) NR	(\$82,294,169) NR
34 Secondary Road Construction		
Reduces funds for the Secondary Road construction program to \$57,653,289 for FY 2009-10 consistent with new revenue estimates and statutory formula.	(\$9,857,547) NR	(\$9,593,788) NR
35 Urban Loops		
Reduces funds for the Urban Loops to \$113,674,786 for FY 2009-10 consistent with new revenue estimates and statutory formula.	(\$34,597,070) NR	(\$33,276,334) NR
Total Legislative Changes	(\$145,960,000) NR	(\$140,840,000) NR
Total Position Changes		
Revised Budget	\$868,790,000	\$916,620,000

Turnpike Authority

Budget Code: 64208

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$0	\$0
Recommended Budget		
Requirements	\$5,980,603	\$5,980,603
Receipts	\$5,980,603	\$5,980,603
Positions	24.00	24.00
Legislative Changes		
Requirements:		
Administration - Receipts	(\$569,925) R	(\$413,826) R
Salary and operating funds available for administration of the Turnpike Authority supported from the Highway Trust Fund	\$0 NR	\$0 NR
administration receipts are reduced for the biennium. The reductions are required to align overall expenditures for this receipt account with projected revenues for the 2009-2011 biennium.	0.00	0.00
Subtotal Legislative Changes	(\$569,925) R	(\$413,826) R
	\$0 NR	\$0 NR
	0.00	0.00

Receipts:

Administration - Receipts	(\$569,925) R	(\$413,826) R
Salary and operating funds available for the administration of the Turnpike Authority supported from the Highway Trust Fund	\$0 NR	\$0 NR
administration receipts are reduced for the biennium. The reductions are required to align overall expenditures for this receipt account with anticipated revenues for the 2009-2011 biennium.		
Subtotal Legislative Changes	(\$569,925) R	(\$413,826) R
	\$0 NR	\$0 NR

House Appropriations Subcommittee on Transportation

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$5,410,678	\$5,566,777
Revised Total Receipts	\$5,410,678	\$5,566,777
Change in Fund Balance	\$0	\$0
Total Positions	24.00	24.00
Unappropriated Balance Remaining	\$0	\$0

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**RESERVES/
DEBT SERVICE/
ADJUSTMENTS
Section L**

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Statewide Reserves

		GENERAL FUND	
		FY 09-10	FY 10-11
Recommended Budget		\$895,832,493	\$838,216,241
Legislative Changes			
A. Employee Benefits			
1 Salary Adjustment Fund	(\$4,500,000) R	(\$4,500,000) R	
Eliminate funding in the continuation budget for the Salary Adjustment Fund.			
2 State Retirement System Contributions	\$21,000,000 R	\$312,000,000 R	
Increases the State's contribution to the Teachers' and State Employees' Retirement System for the 2009-11 biennium as recommended by the System's actuary.			
3 Judicial Retirement System Contributions	\$1,300,000 R	\$1,300,000 R	
Increases the State's contribution to the Consolidated Judicial Retirement System for the 2009-11 biennium as recommended by the System's actuary.			
4 State Health Plan	\$132,214,752 R	\$276,179,709 R	
Provides additional funding to continue non-contributory health benefit coverage for enrolled active and retired employees supported by the General fund for the biennium as appropriated in S.L. 2009-16. These appropriations correspond to an annual 8.9% premium increase in non-contributory premium rates for the fiscal year beginning July 1, 2009, and an additional annual premium increase of 8.9% for the fiscal year beginning July 1, 2010.			
B. Other Reserves			
5 IT Initiatives Fund	(\$6,981,416) R	(\$6,981,416) R	
Reduces funding to the IT Initiatives Reserve to FY 2008-09 continuation budget levels.			
6 Administrative Support Reduction	(\$3,000,000) R	(\$6,600,000) R	
Reduces funding for administrative support to a 10:1 ratio, consistent with recommendations from the Governor.			
	-75.00	-165.00	
7 Job Development Incentive Grants Reserve	(\$8,400,000) NR	(\$8,400,000) NR	
Reduces budget to requirements based on projected payment schedule.			
8 Biomedical Research Imaging Center (BRIC)	(\$172,000,000) NR	(\$45,000,000) NR	
Eliminates continuation budget appropriations for the construction of BRIC. Construction of BRIC will be funded with "Two-thirds" general obligation bonds.			

C. Debt Service**9 Adjust Debt Service Payments**

(\$4,000,000) R

(\$4,000,000) R

Modifies budgeted debt service payments to correspond to projected payment schedule.

(\$3,500,000) NR

D. Other Adjustments**10 University Cancer Research Fund**

(\$15,500,000) R

(\$15,500,000) R

Eliminates the remaining portion of the General Fund statutory appropriation of \$25,000,000 (\$10,000,000 is eliminated in the UNC System reduction Item #93 "Adjust Continuation Budget" in Education Subcommittee Section). Continues the statutory appropriation of \$25,000,000 from the tax on other tobacco products and \$8 million from the Tobacco Trust Fund as per G.S. 116-29.1.

11 Clean Water Management Trust Fund

Reduces the \$100,000,000 statutory appropriation for both years of the biennium only.

(\$75,000,000) NR

(\$75,000,000) NR

Total Legislative Changes

\$120,533,336 R

\$551,898,293 R

(\$258,900,000) NR

(\$128,400,000) NR

Total Position Changes

-75.00

-165.00

Revised Budget

\$757,465,829

\$1,261,714,534

State Health Plan (Administration)

Budget Code: 28410

	FY 2009-10		FY 2010-11	
Beginning Unreserved Fund Balance	\$0		\$0	
Recommended Budget				
Requirements	\$298,691,356		\$298,691,356	
Receipts	\$298,691,203		\$298,691,203	
Positions	42.00		42.00	
Legislative Changes				
Requirements:				
Correct Error in Governor's Recommended Budget	(\$146,028,081) R		(\$146,028,081) R	
Makes a non-cash adjustment to correct a numerical entry error in the Governor's proposed continuation budget for the Plan. The correct continuation budget requirements entry should have been \$152,663,275.	\$0 NR 0.00		\$0 NR 0.00	
Consolidate Pharmacy Administration Expenditures	\$16,033,444 R		\$16,033,444 R	
Transfers pharmacy benefit administrative expenditures currently paid from the Plan's 684XX trust fund budget codes to the administrative budget code 28410. This action consolidates all of the Plan's administrative expenditures under one budget code.	\$0 NR 0.00		\$0 NR 0.00	
Enrollment Cost Adjustments for Claims Processing	\$9,712,798 R		\$14,442,586 R	
Provides for additional administrative costs to process increased medical and pharmacy claims due to an increase in plan member enrollment. These costs were authorized under Session Law 2009-16 (Senate Bill 287).	\$0 NR 0.00		\$0 NR 0.00	
Comprehensive Wellness Initiatives	\$3,384,388 R		\$7,253,282 R	
Provides additional funding to support Comprehensive Wellness Initiatives authorized under Section 2(b) of Session Law 2009-16 (Senate Bill 287).	\$0 NR 0.00		\$0 NR 0.00	

House Appropriations Committee

	FY 2009-10		FY 2010-11	
Care Mangement Cost Adjustment	\$1,067,659	R	\$1,605,259	R
Provides for additional administrative costs for disease, case and wellness management programs due to increases in plan member enrollment. These costs were authorized under Session Law 2009-16 (Senate Bill 287).	\$0	NR	\$0	NR
	0.00		0.00	
Other cost adjustments	\$2,743,858	R	(\$263,911)	R
Makes other cost adjustments for surcharges paid to the NC High Risk Pool, conducting a dependent eligiblity audit, Medicare Part D reconcilliation, and ongoing pilot programs.	\$0	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	(\$113,085,934)	R	(\$106,957,421)	R
	\$0	NR	\$0	NR
	0.00		0.00	
<hr/>				
Receipts:				
Correct Error in Governor's Recommended Budget	(\$146,028,081)	R	(\$146,028,081)	R
Makes a non-cash adjustment to correct a numerical entry error reported in the Governor's proposed continuation budget. The correct contintuation budget receipts entry should have been \$152,663,275.	\$0	NR	\$0	NR
Increase Transfers from 684XX Trust Funds	\$32,942,300	R	\$39,070,813	R
Increases transfers from 684XX Trust Fund budget codes to support administrative costs authorized under Session Law 2009-16 (Senate Bill 287).	\$0	NR	\$0	NR
Subtotal Legislative Changes	(\$113,085,781)	R	(\$106,957,268)	R
	\$0	NR	\$0	NR

House Appropriations Committee

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$185,605,422	\$191,733,935
Revised Total Receipts	\$185,605,422	\$191,733,935
Change in Fund Balance	\$0	\$0
Total Positions	42.00	42.00
Unappropriated Balance Remaining	\$0	\$0

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CAPITAL

Section M

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Capital

GENERAL FUND		
	FY 09-10	FY 10-11

B. Department of Environment and Natural Resources

1 Water Resources Development Projects	\$7,150,000	R
Provides funds for the State's share of Water Resources Development Projects. Funds will provide a State match for \$57.7 million in federal funds. Projects are specified in a special provision.		

Total Appropriation to Capital	\$7,150,000	R

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**INFORMATION
TECHNOLOGY
SERVICES
Section N**

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Information Technology Fund

Budget Code: 24467

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$3,359,419	\$1,486,786
Recommended Budget		
Requirements	\$14,821,416	\$14,821,416
Receipts	\$14,821,416	\$14,821,416
Positions	7.00	7.00
Legislative Changes		
Requirements:		
Information Technology Fund Adjustment	\$0 R	\$0 R
Reduces Information Technology Fund expenditures to reflect availability of funding.	(\$5,008,683) NR	(\$5,485,410) NR
	0.00	0.00
Subtotal Legislative Changes	\$0 R	\$0 R
	(\$5,008,683) NR	(\$5,485,410) NR
	0.00	0.00

Receipts:

Information Technology Fund Reduction	(\$6,881,316) R	(\$6,881,316) R
Removes expansion funding in Governor's budget for Information Technology Initiative Reserve by \$6,981,316 and adds interest income earned by IT Fund during the previous fiscal year (\$100,000 each year).	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$6,881,316) R	(\$6,881,316) R
	\$0 NR	\$0 NR

House Appropriations Committee

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$9,812,733	\$9,336,006
Revised Total Receipts	\$7,940,100	\$7,940,100
Change in Fund Balance	(\$1,872,633)	(\$1,395,906)
Total Positions	7.00	7.00
Unappropriated Balance Remaining	\$1,486,786	\$90,880