

SENATE APPROPRIATIONS COMMITTEE

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

**Proposed Senate Committee Substitute for the
Sixth Edition, House Bill 200**

May 31st, 2011

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General Fund Availability Statement

	FY 2011-12	FY 2012-13
1 Unappropriated Balance Remaining		13,980,015
2 Ending Unreserved Fund Balance for FY 2009-10	236,902,394	0
3 Anticipated Reversions for FY 2010-11 - Session Law 2011-15 (S.B. 109)	537,740,799	0
4 Anticipated Overcollections from FY 2010-11	180,800,000	0
5 Repayment of Medicaid Receipts in FY 2010-11	(125,000,000)	0
6 Statutory Earmarks:		
7 Savings Reserve Account	(185,000,000)	0
8 Repairs and Renovations Reserve Account	(125,000,000)	0
9 Beginning Unreserved Fund Balance	520,443,193	13,980,015
10 Revenues Based on Existing Tax Structure	18,129,800,000	19,181,900,000
11 Non-tax Revenues		
12 Investment Income	59,400,000	76,700,000
13 Judicial Fees	217,800,000	217,800,000
14 Disproportionate Share	100,000,000	100,000,000
15 Insurance	71,400,000	73,500,000
16 Other Non-Tax Revenues	182,500,000	182,500,000
17 Highway Trust Fund/Use Tax Reimbursement Transfer	41,500,000	27,600,000
18 Highway Fund Transfer	20,230,000	24,080,000
19 Subtotal Non-tax Revenues	692,830,000	702,180,000
20 Total General Fund Availability	19,343,073,193	19,898,060,015
21 Adjustments to Availability: 2011 Session		
22 Loss of Estate Tax	(57,100,000)	(72,200,000)
23 Small Business Tax Relief Package	(131,600,000)	(335,600,000)
24 Repeal Wildlife Resources Commission Sales Tax Earmark	22,970,000	23,920,000
25 Suspend Corporate Income Tax Earmark (Public School Construction)	72,110,000	74,750,000
26 Increase in Judicial Fees	61,765,715	61,765,715
27 Increase Investment Company Notice Filing Fee	1,600,000	1,600,000
28 Increase Parking Fees for Visitors	550,000	550,000
29 Loss of Revenue from the Town of Butner	(1,213,235)	(1,213,235)
30 Transfer from E-Commerce Reserve Fund	4,483,526	0
31 Divert Funds from Parks & Recreation Trust Fund	8,435,000	0
32 Divert Funds from Recreational/ Natural Heritage Trust Fund	8,000,000	0
33 Transfer from Highway Fund for State Highway Patrol	196,849,542	188,209,049
34 Transfer Additional Funds from Highway Trust Fund	35,223,642	0
35 Transfer from Mercury Prevention Pollution Fund	250,000	0
36 Transfer from Commerce - Enterprise Fund	500,000	0
37 Divert Funds from Scrap Tire Disposal Account	2,268,989	0
38 Divert Funds from White Goods Management Account	1,951,465	0
39 Diversion of Golden LEAF Funds	17,563,760	17,563,760
40 Master Settlement Agreement Funds	24,668,720	25,580,772
41 Transfer Health and Wellness Trust Funds to Public Health	32,904,411	0
42 Department of Revenue - Accounts Receivable Program	25,000,000	25,000,000
43 Medicaid Disproportionate Share Receipts	15,000,000	15,000,000
44 Adjust Transfer from Insurance Regulatory Fund	(742,348)	(742,348)
45 Adjust Transfer from Treasurer's Office	(3,881,172)	(3,916,453)
46 Transfer from NC Flex FICA Funds	1,000,000	0
47 Proceeds from the Sale of State Assets	15,000,000	25,000,000
48 Subtotal Adjustments to Availability: 2011 Session	353,558,015	45,267,260
49 Revised General Fund Availability	19,696,631,208	19,943,327,275
50 Less General Fund Appropriations	(19,682,651,193)	(19,943,327,275)
51 Unappropriated Balance Remaining	13,980,015	0

SUMMARY:

**GENERAL FUND
APPROPRIATIONS**

SUMMARY OF GENERAL FUND APPROPRIATIONS

2011 Legislative Session: Fiscal Year 2011-12

		Legislative Adjustments				Revised
	Continuation Budget	Recurring Adjustments	Nonrecurring Adjustments	Net Changes	FTE Changes	Appropriation 2011-12
<u>Education</u>						
Community Colleges	1,102,475,214	(109,875,214)	(7,600,000)	(117,475,214)	(25.00)	985,000,000
Public Education	7,923,543,951	(341,814,675)	(117,237,219)	(459,051,894)	(99.50)	7,464,492,057
University System	2,887,492,464	(332,663,591)	(14,453,741)	(347,117,332)	309.80	2,540,375,132
Total Education	11,913,511,629	(784,353,480)	(139,290,960)	(923,644,440)	185.30	10,989,867,189
<u>Health and Human Services</u>						
Central Management and Support	70,229,335	(25,651,348)	5,599,390	(20,051,958)	(288.00)	50,177,377
Aging and Adult Services	37,419,667	(400,000)	0	(400,000)	0.00	37,019,667
Blind and Deaf / Hard of Hearing Services	8,389,110	0	0	0	0.00	8,389,110
Child Development	261,759,600	10,695,977	(6,352,644)	4,343,333	0.00	266,102,933
Health Service Regulation	17,925,590	0	(1,792,559)	(1,792,559)	0.00	16,133,031
Medical Assistance	3,314,539,538	(340,004,970)	(16,146,384)	(356,151,354)	(30.00)	2,958,388,184
Mental Health, Dev. Disabilities and Sub. Abuse	723,675,112	(12,962,880)	(45,000,000)	(57,962,880)	(7.00)	665,712,232
NC Health Choice	88,373,806	(8,921,489)	0	(8,921,489)	0.00	79,452,317
Public Health	161,930,589	(4,391,755)	32,904,411	28,512,656	(25.00)	190,443,245
Social Services	202,245,063	(16,061,995)	0	(16,061,995)	(2.00)	186,183,068
Vocational Rehabilitation	41,252,238	(2,058,522)	(2,067,928)	(4,126,450)	(5.00)	37,125,788
Total Health and Human Services	4,927,739,648	(399,756,982)	(32,855,714)	(432,612,696)	(357.00)	4,495,126,952
<u>Justice and Public Safety</u>						
Correction	1,421,644,768	(71,332,902)	(12,495,520)	(83,828,422)	(499.00)	1,337,816,346
Crime Control & Public Safety	34,175,427	191,083,368	0	191,083,368	2,310.20	225,258,795
Judicial Department	477,189,575	(39,454,220)	1,184,693	(38,269,527)	(302.50)	438,920,048
Judicial - Indigent Defense	122,770,246	(10,021,513)	(2,657,207)	(12,678,720)	(11.40)	110,091,526
Justice	89,670,944	(8,806,806)	(160,125)	(8,966,931)	(105.31)	80,704,013
Juvenile Justice & Delinquency Prevention	151,295,187	(19,563,395)	3,861,900	(15,701,495)	(278.60)	135,593,692
Total Justice and Public Safety	2,296,746,147	41,904,532	(10,266,259)	31,638,273	1,113.39	2,328,384,420

SUMMARY OF GENERAL FUND APPROPRIATIONS

2011 Legislative Session: Fiscal Year 2011-12

		Legislative Adjustments				Revised
	Continuation	Recurring	Nonrecurring	Net	FTE	Appropriation
	Budget	Adjustments	Adjustments	Changes	Changes	2011-12
<u>Natural and Economic Resources</u>						
Agriculture and Consumer Services	61,754,014	(1,555,380)	5,262,230	3,706,850	(8.00)	65,460,864
Commerce	38,907,381	(5,920,640)	17,865,599	11,944,959	(20.00)	50,852,340
Commerce - State Aid	31,169,289	(2,190,286)	3,872,022	1,681,736	0.00	32,851,025
Environment and Natural Resources	188,972,401	(36,366,265)	13,178,751	(23,187,514)	(160.51)	165,784,887
Clean Water Mgmt. Trust Fund	100,000,000	(88,750,000)	0	(88,750,000)	0.00	11,250,000
Labor	16,842,679	(1,005,792)	0	(1,005,792)	(9.00)	15,836,887
NC Biotechnology Center	19,501,900	(1,950,190)	0	(1,950,190)	0.00	17,551,710
Rural Economic Development Center	22,640,814	(2,264,085)	5,000,000	2,735,915	0.00	25,376,729
Wildlife Resources Commission	0	17,221,179	778,821	18,000,000	0.00	18,000,000
Total Natural & Economic Resources	479,788,478	(122,781,459)	45,957,423	(76,824,036)	(197.51)	402,964,442
<u>General Government</u>						
Administration	69,700,026	(6,092,696)	0	(6,092,696)	(94.52)	63,607,330
Auditor	13,063,656	(1,206,082)	0	(1,206,082)	(13.00)	11,857,574
Cultural Resources	72,664,633	(9,139,776)	0	(9,139,776)	(94.01)	63,524,857
Cultural Resources - Roanoke Island Comm.	2,406,982	(601,746)	0	(601,746)	0.00	1,805,236
General Assembly	54,593,047	(8,906,058)	7,572,506	(1,333,552)	(9.00)	53,259,495
Governor	6,189,478	(1,448,321)	0	(1,448,321)	(18.00)	4,741,157
Housing Finance Agency	13,877,996	(4,204,945)	0	(4,204,945)	0.00	9,673,051
Insurance	33,458,756	2,935,165	0	2,935,165	(3.00)	36,393,921
Insurance - Worker's Compensation Fund	4,500,000	(706,000)	(1,500,000)	(2,206,000)	0.00	2,294,000
Lieutenant Governor	954,868	(259,544)	0	(259,544)	(1.00)	695,324
Office of Administrative Hearings	4,328,822	655,049	0	655,049	8.68	4,983,871
Revenue	88,370,399	(10,170,861)	0	(10,170,861)	(106.00)	78,199,538
Secretary of State	11,076,972	(422,409)	0	(422,409)	(4.00)	10,654,563
State Board of Elections	6,189,011	(1,002,408)	0	(1,002,408)	(14.00)	5,186,603
State Budget and Management (OSBM)	6,963,796	(1,115,133)	0	(1,115,133)	(6.00)	5,848,663
OSBM - Special Appropriations	5,934,311	(5,493,699)	1,500,000	(3,993,699)	(13.00)	1,940,612
State Controller	32,517,077	(3,539,584)	(608,536)	(4,148,120)	(18.50)	28,368,957
Treasurer - Operations	10,538,203	(3,881,172)	0	(3,881,172)	(36.00)	6,657,031
Treasurer - Fire/Rescue Retirement	17,812,114	0	0	0	0.00	17,812,114
Total General Government	455,140,147	(54,600,220)	6,963,970	(47,636,250)	(419.35)	407,503,897

SUMMARY OF GENERAL FUND APPROPRIATIONS

2011 Legislative Session: Fiscal Year 2011-12

		Legislative Adjustments			Revised	
	Continuation Budget	Recurring Adjustments	Nonrecurring Adjustments	Net Changes	FTE Changes	Appropriation 2011-12
<u>Debt Service and Statewide Reserves</u>						
Debt Service						
Interest / Redemption	705,905,183	(16,947,995)	0	(16,947,995)	0.00	688,957,188
Federal Reimbursement	1,616,380	0	0	0	0.00	1,616,380
Subtotal Debt Service	707,521,563	(16,947,995)	0	(16,947,995)	0.00	690,573,568
Statewide Reserves						
Contingency and Emergency Fund	5,000,000	0	0	0		5,000,000
State Retirement System Contributions	0	248,100,000		248,100,000		248,100,000
Judicial Retirement System Contribution	0	6,800,000	0	6,800,000		6,800,000
Firemen & Rescue Squad Workers Pension Fund		4,318,042	0	4,318,042		4,318,042
National Guard Pension Fund		0	0	0		0
State Health Plan	0	7,119,541		7,119,541		7,119,541
Information Technology Fund	7,840,000	(1,537,574)	(1,844,284)	(3,381,858)	(3.00)	4,458,142
Job Development Investment Grants (JDIG)	27,400,000	0	(12,000,000)	(12,000,000)		15,400,000
Continuation Review Reserve						
Review of Compensation Plans			2,000,000	2,000,000		2,000,000
Automated Fraud Detection Development			1,000,000	1,000,000		1,000,000
Controller- Fraud Detection Development			500,000	500,000		500,000
Severance Expenditure Reserve			69,000,000	69,000,000		69,000,000
Subtotal Statewide Reserves	40,240,000	264,800,009	58,655,716	323,455,725	(3.00)	363,695,725
Total Reserves and Debt Service	747,761,563	247,852,014	58,655,716	306,507,730	(3.00)	1,054,269,293
Total General Fund for Operations	20,820,687,612	(1,071,735,595)	(70,835,824)	(1,142,571,419)	321.83	19,678,116,193
<u>Capital Improvements</u>						
Water Resources Development Projects	0	0	4,535,000	4,535,000	0.00	4,535,000
Total Capital Improvements	0	0	4,535,000	4,535,000	0.00	4,535,000
Total General Fund Budget	20,820,687,612	(1,071,735,595)	(66,300,824)	(1,138,036,419)	321.83	19,682,651,193

SUMMARY OF GENERAL FUND APPROPRIATIONS

2011 Legislative Session: Fiscal Year 2012-13

		Legislative Adjustments				Revised
	Continuation Budget	Recurring Adjustments	Nonrecurring Adjustments	Net Changes	FTE Changes	Appropriation 2012-13
<u>Education</u>						
Community Colleges	1,102,475,214	(117,475,214)	0	(117,475,214)	(25.00)	985,000,000
Public Education	7,923,543,951	(338,626,804)	(134,917,147)	(473,543,951)	(99.50)	7,450,000,000
University System	2,886,730,386	(310,045,806)	(25,011,882)	(335,057,688)	205.80	2,551,672,698
Total Education	11,912,749,551	(766,147,824)	(159,929,029)	(926,076,853)	81.30	10,986,672,698
<u>Health and Human Services</u>						
Central Management and Support	70,229,335	(25,651,348)	0	(25,651,348)	(288.00)	44,577,987
Aging and Adult Services	37,419,667	(400,000)	0	(400,000)	0.00	37,019,667
Blind and Deaf / Hard of Hearing Services	8,372,886	0	0	0	0.00	8,372,886
Child Development	261,759,600	10,695,977	(6,352,644)	4,343,333	0.00	266,102,933
Health Service Regulation	17,925,590	0	(1,792,559)	(1,792,559)	0.00	16,133,031
Medical Assistance	3,314,539,538	(382,523,695)	(24,739,541)	(407,263,236)	(40.00)	2,907,276,302
Mental Health, Dev. Disabilities and Sub. Abuse	723,675,112	(12,962,880)	0	(12,962,880)	(7.00)	710,712,232
NC Health Choice	88,373,806	(4,655,941)	0	(4,655,941)	0.00	83,717,865
Public Health	161,930,589	(4,391,755)	0	(4,391,755)	(25.00)	157,538,834
Social Services	202,245,063	(16,061,995)	0	(16,061,995)	(2.00)	186,183,068
Vocational Rehabilitation	41,654,578	(2,058,522)	(2,067,928)	(4,126,450)	(5.00)	37,528,128
Total Health and Human Services	4,928,125,764	(438,010,159)	(34,952,672)	(472,962,831)	(367.00)	4,455,162,933
<u>Justice and Public Safety</u>						
Correction	1,418,867,332	(59,302,927)	(11,153,612)	(70,456,539)	(439.00)	1,348,410,793
Crime Control & Public Safety	34,175,427	180,989,091	0	180,989,091	2,310.50	215,164,518
Judicial Department	477,189,575	(40,367,468)	(1,681,000)	(42,048,468)	(388.50)	435,141,107
Judicial - Indigent Defense	122,770,246	(10,021,513)	0	(10,021,513)	(11.40)	112,748,733
Justice	89,670,944	(8,806,806)	0	(8,806,806)	(105.31)	80,864,138
Juvenile Justice & Delinquency Prevention	151,295,187	(20,154,622)	0	(20,154,622)	(278.60)	131,140,565
Total Justice and Public Safety	2,293,968,711	42,335,755	(12,834,612)	29,501,143	1,087.69	2,323,469,854

SUMMARY OF GENERAL FUND APPROPRIATIONS

2011 Legislative Session: Fiscal Year 2012-13

		Legislative Adjustments				Revised
	Continuation	Recurring	Nonrecurring	Net	FTE	Appropriation
	Budget	Adjustments	Adjustments	Changes	Changes	2012-13
<u>Natural and Economic Resources</u>						
Agriculture and Consumer Services	61,754,014	(1,555,380)	2,000,000	444,620	(14.00)	62,198,634
Commerce	38,907,381	(5,656,918)	0	(5,656,918)	(22.00)	33,250,463
Commerce - State Aid	31,169,289	(1,717,305)	700,000	(1,017,305)	0.00	30,151,984
Environment and Natural Resources	188,972,401	(34,824,296)	(6,000,000)	(40,824,296)	(161.51)	148,148,105
Clean Water Mgmt. Trust Fund	100,000,000	(88,750,000)	0	(88,750,000)	0.00	11,250,000
Labor	16,842,679	(1,005,792)	0	(1,005,792)	(9.00)	15,836,887
NC Biotechnology Center	19,501,900	(1,950,190)	0	(1,950,190)	0.00	17,551,710
Rural Economic Development Center	22,640,814	(2,264,085)	5,000,000	2,735,915	0.00	25,376,729
Wildlife Resources Commission	0	17,221,179	0	17,221,179	0.00	17,221,179
Total Natural and Economic Resources	479,788,478	(120,502,787)	1,700,000	(118,802,787)	(206.51)	360,985,691
<u>General Government</u>						
Administration	69,700,026	(4,188,566)	0	(4,188,566)	(94.52)	65,511,460
Auditor	13,063,656	(2,387,621)	0	(2,387,621)	(26.00)	10,676,035
Cultural Resources	72,664,633	(10,967,632)	0	(10,967,632)	(106.51)	61,697,001
Cultural Resources - Roanoke Island Comm.	2,406,982	(1,203,491)	0	(1,203,491)	0.00	1,203,491
General Assembly	54,593,047	(7,488,839)	3,000,000	(4,488,839)	(47.75)	50,104,208
Governor	6,189,478	(1,448,321)	0	(1,448,321)	(18.00)	4,741,157
Housing Finance Agency	13,877,996	(4,204,945)	0	(4,204,945)	0.00	9,673,051
Insurance	33,458,756	2,935,165	0	2,935,165	(3.00)	36,393,921
Insurance - Worker's Compensation Fund	4,500,000	(1,876,346)	0	(1,876,346)	0.00	2,623,654
Lieutenant Governor	954,868	(259,544)	0	(259,544)	(1.00)	695,324
Office of Administrative Hearings	4,328,822	655,049	0	655,049	8.68	4,983,871
Revenue	88,370,399	(10,170,861)	0	(10,170,861)	(106.00)	78,199,538
Secretary of State	11,076,972	(422,409)	0	(422,409)	(4.00)	10,654,563
State Board of Elections	6,189,011	(1,062,408)	0	(1,062,408)	(14.00)	5,126,603
State Budget and Management (OSBM)	6,963,796	(1,115,133)	0	(1,115,133)	(6.00)	5,848,663
OSBM - Special Appropriations	5,934,311	(5,493,699)	0	(5,493,699)	(13.00)	440,612
State Controller	32,517,077	(3,539,584)	(608,536)	(4,148,120)	(18.50)	28,368,957
Treasurer - Operations	10,538,203	(3,916,453)	0	(3,916,453)	(36.00)	6,621,750
Treasurer - Fire/Rescue Retirement	17,812,114	0	0	0	0.00	17,812,114
Total General Government	455,140,147	(56,155,638)	2,391,464	(53,764,174)	(485.60)	401,375,973

SUMMARY OF GENERAL FUND APPROPRIATIONS

2011 Legislative Session: Fiscal Year 2012-13

		Legislative Adjustments				Revised
	Continuation Budget	Recurring Adjustments	Nonrecurring Adjustments	Net Changes	FTE Changes	Appropriation 2012-13
<u>Debt Service and Statewide Reserves</u>						
Debt Service:						
Interest / Redemption	705,905,183	54,079,791	0	54,079,791		759,984,974
Federal Reimbursement	1,616,380	0	0	0		1,616,380
Subtotal Debt Service	707,521,563	54,079,791	0	54,079,791	0.00	761,601,354
Statewide Reserves:						
Contingency and Emergency Fund	5,000,000	0	0	0		5,000,000
State Retirement System Contributions	0	336,000,000	0	336,000,000		336,000,000
Judicial Retirement System Contribution	0	7,800,000	0	7,800,000		7,800,000
Firemen & Rescue Squad Workers Pension Fund		5,366,928	0	5,366,928		5,366,928
National Guard Pension Fund		0	0	0		0
State Health Plan	0	102,151,104	0	102,151,104		102,151,104
Information Technology Fund	7,840,000	162,426	(1,844,284)	(1,681,858)	(3.00)	6,158,142
Job Development Investment Grants (JDIG)	27,400,000	0	0	0		27,400,000
Continuation Review Reserve			35,576,758	35,576,758		35,576,758
Compensation Adjustment, Performance Pay Reserve	0	121,105,840		121,105,840		121,105,840
Automated Fraud Detection Development			7,000,000	7,000,000		7,000,000
Controller- Fraud Detection Development			500,000	500,000		500,000
Subtotal Statewide Reserves	40,240,000	572,586,298	41,232,474	613,818,772	(3.00)	654,058,772
Total Reserves and Debt Service	747,761,563	626,666,089	41,232,474	667,898,563	(3.00)	1,415,660,126
Total General Fund for Operations	20,817,534,214	(711,814,564)	(162,392,375)	(874,206,939)	106.88	19,943,327,275
<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	20,817,534,214	(711,814,564)	(162,392,375)	(874,206,939)	109.88	19,943,327,275

EDUCATION
Section F

Public Education

GENERAL FUND

	FY 11-12	FY 12-13
Recommended Continuation Budget	\$7,923,543,951	\$7,923,543,951

Legislative Changes

A. Technical Adjustments

1 ADM Adjustment

\$55,882,651	R	\$143,087,414	R
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Fully funds both years of average daily membership (ADM) growth for public schools, providing \$55.8 million in FY 2011-12 and \$143.1 million in FY 2012-13. This adjustment, which accounts for changes in multiple allotments, has traditionally been included in the continuation budget.

2 Average Salary Adjustment

(\$21,838,817)	R	(\$22,040,287)	R
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Adjusts several budget lines to account for the decrease in average salaries between FY 2009-10 and FY 2010-11. This adjustment has traditionally been included in the continuation budget.

B. Other Public School Funding Adjustments

3 LEA Adjustment

(\$124,217,542)	R	(\$198,293,574)	R
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Increases the LEA Adjustment reduction. The State Board of Education will distribute this reduction to all LEAs and charter schools on the basis of ADM. LEAs and charters will then be responsible for identifying budget reductions in order to meet their share of the LEA Adjustment. LEAs are expected to utilize federal EduJobs availability to minimize reducing position allotments.

4 Class Size Reduction in Grades 1-3

\$61,697,942	R	\$62,767,803	R
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Adds funding for 1,124 additional teaching positions in FY 2011-12 and 1,144 additional teaching positions in FY 2012-13 to reduce the classroom teacher allotment ratios for grades 1-3 from 1 teacher per 18 students to 1 teacher per 17 students in both years of the biennium. A related provision, Section 7.1B, expresses the intent of the General Assembly to add additional teachers as funds become available with a goal of reducing the teacher allotment ratio in grades 1-3 to 1 teacher for every 15 students.

5 Education Reform Studies

\$200,000	NR		
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Provides nonrecurring funding for studies of third grade literacy programs and ways to reduce the need for remedial or developmental education in the State's higher education institutions. Funding will be available to hire an outside consultant to examine these topics.

Senate Subcommittee on Education

	FY 11-12		FY 12-13	
6 Testing	(\$2,725,029)	R	(\$2,729,677)	R
Eliminates funding for four End of Course tests eliminated by S.L. 2011-8 and not required by federal law. Those tests are United States History, Civics and Economics, Algebra II, and Physical Science. The remaining testing funds are then reduced a further 10%, leaving \$8.8 million available for testing in each year of the biennium.				
7 Dropout Prevention Grants	(\$13,290,683)	R	(\$13,290,683)	R
Eliminates funding for the Dropout Prevention Grant program.				
8 Student Diagnostics	(\$10,000,000)	R	(\$10,000,000)	R
Eliminates funding for the Student Diagnostics pilot program.				
9 Learn & Earn Online	(\$4,875,000)	R	(\$4,875,000)	R
Eliminates funding for Learn & Earn Online courses provided through the UNC system.				
10 Noninstructional Support Personnel	(\$59,497,471)	R	(\$60,054,792)	R
Reduces this allotment, which supports clerical, janitorial, substitute teachers, and other personnel, by 15% in both years of the biennium. \$337.1 million will remain in this allotment in FY 2011-12 and \$340.3 million will remain in FY 2012-13.				
11 Textbooks	(\$13,000,000)	R	(\$13,000,000)	R
Reduces funding for textbooks. \$23.4 million will remain in this allotment in FY 2011-12 and \$27.2 million will remain available in FY 2012-13.				
12 Instructional Supplies	(\$3,450,000)	R	(\$3,450,000)	R
Reduces funding for this allotment by approximately 46%. \$49.3 million will remain in this allotment in FY 2011-12 and \$50.2 million will remain available in FY 2012-13.				
13 Central Office Administration	(\$17,211,294)	R	(\$17,254,494)	R
Reduces the allotment to LEAs for the salaries and benefits of central office staff by 16%. This staff includes, but is not limited to, superintendents, associate and assistant superintendents, finance officers, athletic trainers, and transportation directors. \$90.4 million will remain to support these local staff in FY 2011-12 and \$90.5 million will remain available in FY 2012-13.				
14 School Building Administration	(\$22,193,080)	R	(\$22,403,290)	R
Reduces the funding for assistant principal months of employment by approximately 18.8%. This reduction does not reduce any guaranteed principal positions. \$304.4 million will remain in this allotment in FY 2011-12 and \$306.6 million will remain available in FY 2012-13.				

FY 11-12**FY 12-13****15 School Building Administration Position Conversion**

(\$7,700,000) R (\$7,700,000) R

Reduces funding for this allotment based on a modification of the allowable conversion of assistant principal and principal months of employment. Currently, LEAs are allowed to “cash-out” their allotted SBA months of employment at the State-average salary and benefits, and then use the money for other purposes. This section would continue to allow conversions, but only at the equivalent amount for a beginning Principal III for converted principal positions, and the equivalent amount for a beginning assistant principal for cashed-out assistant principal positions.

16 Instructional Support

(\$22,934,278) R (\$23,149,479) R

Reduces this allotment, which supports guidance counselors, social workers, media specialists, and other miscellaneous personnel, by 5%. \$435.8 million will remain in this allotment in FY 2011-12 and \$439.9 million will remain available in FY 2012-13.

17 Transportation

(\$10,340,115) R (\$10,442,266) R

Reduces funding for the allotment, which supports the salaries of transportation personnel as well as the maintenance of yellow buses by 2.5%. \$403.3 million will remain in this allotment in FY 2011-12 and \$407.2 million will remain available in FY 2012-13.

18 School Bus Replacement

Provides full funding for school bus replacement in FY 2011-12, and reduces the funding on a nonrecurring basis in FY 2012-13. The Department of Public Instruction shall utilize these funds only to support financing payments on previously purchased buses or for finance payments for new replacement buses purchased over the biennium.

(\$20,000,000) NR

19 Mentoring

(\$9,214,190) R (\$9,214,190) R

Eliminates funding for this allotment. School districts may use State and other funding sources to provide mentoring services for beginning teachers.

20 School Technology Fund

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

Eliminates General Fund support for this purpose. An additional \$18.0 million for the Fund will remain available from the proceeds of the Civil Penalty and Forfeiture Fund.

21 Staff Development

(\$12,565,063) R (\$12,626,995) R

Eliminates funding for this allotment. School districts may use State and other funding sources to support professional development.

22 Uniform Education Reporting System (UERS)

(\$2,101,213) R (\$2,101,213) R

Reduces funding for the Uniform Education Reporting System (UERS) and the related NC WISE system as it moves into an operations and maintenance phase. This adjustment will leave \$10.3 million in annual appropriations available for UERS operations.

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FY 11-12

FY 12-13

23 More at Four Funding Reduction

Reduces More at Four General Fund support by \$16 million, or approximately 20%.

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

24 More at Four Transfer

Transfers the remaining \$65 million in General Fund appropriations to the Department of Health and Human Service's Division of Child Development (DCD) to provide a dedicated high-quality pre-K program within its Child Care Subsidy program. In addition, Section 5.4 of the budget bill redirects \$63 million in Lottery funding for the program to DCD. A related provision in Section 10.7 of the bill details the particulars of the transfer.

(\$65,011,651) R (\$65,011,651) R

25 Liability Insurance for Public School Personnel

Establishes a single State-funded liability insurance policy for all North Carolina public schools employees. The State Board of Education shall use funding provided to establish this policy with the North Carolina Department of Public Instruction serving as the master policy holder.

\$3,700,000 R \$3,700,000 R

26 JOBS Commission Schools

Eliminates planning funding for these two schools which will open in the 2011-12 school year.

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

27 Learn and Earn Early College High Schools

Transfers planning funding for the two schools recommended by the JOBS Commission. These schools shall be eligible for Learn and Earn Early College allotment funding.

\$200,000 R \$200,000 R

C. Pass-through Funds

28 Teacher Cadet

Eliminates State support for this program.

(\$340,000) R (\$340,000) R

29 Science Olympiad

Eliminates State support for this program.

(\$127,500) R (\$127,500) R

30 Kids Voting

Eliminates State support for this program.

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

31 NC Science, Math and Technical Education Center

Eliminates State support for this program.

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

32 Tarheel Challenge Academy

Provides funds for the phase one construction of the National Guard Tarheel Challenge Academy site in Badin, NC.

\$250,000 NR

FY 11-12**FY 12-13****33 Teaching Fellows Fund**

(\$210,000)

R

(\$3,475,000)

R

Reduces the General Fund appropriation for the Teaching Fellows Fund. This reduction reflects a decrease in funds available for administrative costs associated with the Teaching Fellows Program in FY 2011-12 and FY 2012-13. Additionally, funds are reduced in FY 2012-13 to phase out support for this program. It is the intent of the General Assembly to support its obligations to the 2011-12 class of Teaching Fellows and prior classes until the State's scholarship commitment is completed.

D. Department of Public Instruction**34 DPI Curriculum Division**

(\$457,690)

R

(\$457,690)

R

Eliminates 5.5 State-funded positions working on curriculum issues. Of these, 3.5 State-funded positions are eliminated from the Curriculum, Instruction & Technology section, and 2.0 State-funded positions are eliminated from the Career and Technology Education (CTE) section.

-5.50

-5.50

35 DPI Technology Services

(\$2,712,988)

R

(\$2,712,988)

R

Eliminates 30.0 State-funded positions from DPI's Technology Services section. 102.85 positions (70.72 State-funded) will remain in this section.

-30.00

-30.00

36 DPI Communications

(\$246,586)

R

(\$246,586)

R

Eliminates 4.0 State-funded positions in the Communications section. 15.0 positions (10.8 State-funded) will remain in this section.

-4.00

-4.00

37 Learn and Earn Administration

(\$139,050)

R

(\$139,050)

R

Eliminates the State-funded position at DPI supporting Learn & Earn Online.

-1.00

-1.00

38 Governor's Education Cabinet

(\$206,063)

R

(\$206,063)

R

Eliminates funding for the 2.0 positions that DPI provides to support the NC Education Cabinet housed in the Office of the Governor.

-2.00

-2.00

39 NC Professional Teaching Standards Commission

(\$235,646)

R

(\$235,646)

R

Eliminates the State funding and positions supporting the NC Professional Teaching Standards Commission.

-2.00

-2.00

40 Teacher Academy

(\$4,762,874)

R

(\$4,762,874)

R

Eliminates State funding for the Teacher Academy, a provider of professional development services for teachers.

-14.00

-14.00

41 North Carolina Center for the Advancement of Teaching (NCCAT)

(\$3,000,000)

R

(\$3,000,000)

R

Reduces State support for the operations of this teacher professional development provider.

-40.00

-40.00

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42 Connectivity

(\$650,000) R

(\$650,000) R

Eliminates the \$350,000 annual transfer from Connectivity to support the e-Learning Portal. Also eliminates the \$300,000 annual transfer from Connectivity to support the evaluation of the Connectivity initiative.

43 Governor's Schools

(\$849,588) R

Eliminates State funding for the Governor's Schools. A related provision in Section 7.9 provides the State Board with the discretion to make the program receipt-supported beginning with the summer 2012 program. Funding remains available to provide the program in summer 2011.

44 Residential Schools for the Deaf and Blind

(\$1,691,445) R

(\$7,191,445) R

Eliminates State funding for the superintendent of residential schools position within DPI and reduces the operating budget for Residential Schools for the Deaf and Blind by approximately 5%. For FY 2012-13, DPI must close one of the three residential schools. A related provision, Section 7.25, directs DPI to report to the Joint Education Oversight Committee of the General Assembly the school slated for closure and the Department's plan for consolidating the programs with those at the two remaining schools.

-1.00

-1.00

Total Legislative Changes

(\$341,814,675) R

(\$338,626,804) R

(\$117,237,219) NR

(\$134,917,147) NR

Total Position Changes

-99.50

-99.50

Revised Budget

\$7,464,492,057

\$7,450,000,000

Community Colleges

GENERAL FUND

	FY 11-12	FY 12-13
Recommended Continuation Budget	\$1,102,475,214	\$1,102,475,214

Legislative Changes

A. Technical Adjustments

45 Enrollment Growth	\$34,140,158	R	\$47,699,747	R
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Provides funds to fully fund enrollment growth, including enrollment growth for equipment funding, in both years of the biennium.

According to the FY 2010-11 spring enrollment census, enrollment has increased by 3.3% (8,081 full-time-equivalent students or FTE) above the FY 2010-11 budgeted enrollment of 243,854. Curriculum enrollment has increased by 6,928 FTE (3.6%), continuing education enrollment has increased by 1,396 FTE (4.9%), and basic skills enrollment has decreased by 243 FTE (-1.1%). Total equipment funding for FY 2011-12 is \$5,643,030, which maintains the amount per equipment FTE at the FY 2009-10 level. Total requirements for the enrollment growth increase are \$45,058,958, of which \$10,918,800 is funded from receipts.

Estimated enrollment growth during the FY 2011-12 year is also fully funded with an additional appropriation of \$13,559,589, \$584,775 of which is for equipment. This adjustment is based on estimated enrollment growth of 1.5% (3,672 FTE). Total requirements for the enrollment growth are \$18,478,365, of which \$4,918,776 is funded from receipts.

46 Hickory Metro Higher Education Center	(\$264,833)	R	(\$264,833)	R
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Transfers categorical funding for the Hickory Metro Higher Education Center at Catawba Valley Community College to the UNC System budget.

B. State Aid Adjustments

47 Management Flexibility Reduction	(\$50,777,984)	R	(\$58,544,165)	R
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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.

48 Curriculum Tuition

(\$47,664,650) R (\$60,393,549) R

Increases curriculum tuition by \$10 per credit hour in FY 2011-12 and an additional \$2.50 per credit hour in FY 2012-13, and makes a corresponding General Fund reduction in anticipation of increased tuition receipts.

For FY 2011-12, resident tuition will increase from \$56.50 to \$66.50 for residents and from \$248.50 to \$258.50 for nonresidents. Tuition for full-time resident students will increase by a maximum of \$320 per year, from \$1,808 to \$2,128.

For FY 2012-13, resident tuition will increase from \$66.50 to \$69 for residents and from \$258.50 to \$261 for nonresidents. Tuition for full-time resident students will increase by a maximum of an additional \$80 per year, from \$2,128 to \$2,208.

49 Continuing Education Fee

(\$664,509) R

Increases continuing education fees by \$5 per course, beginning in FY 2012-13, and takes a corresponding General Fund reduction in anticipation of increased tuition receipts. The new fees will be as follows:

- Classes 1-24 hours - \$70,
- Classes 25-50 hours - \$125,
- Classes 51+ hours - \$180.

50 Funding Formula

(\$22,670,636) R (\$22,670,636) R

Eliminates categorical funding for Health Sciences (\$16,842,300), Technical Education (\$5,500,000), and Special High Cost Programs allotment for Heavy Equipment (\$328,336), and restructures the curriculum and continuing education funding formulas to provide weighted funding based on the type of instruction, as directed in Section 8.3.

Curriculum courses in high-cost areas such as healthcare, technical education, and lab-based science courses shall be weighted more heavily than other curriculum courses.

Continuing education courses that lead to a third-party credential or certification and courses providing an industry-designed curriculum shall be weighted more heavily than other continuing education courses.

51 Basic Skills

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

Reduces funding for basic skills education by 12.4%. Total funding remaining for the program will be \$86,246,787, with \$70,483,463 in State funding and \$15,763,628 in federal funding.

52 Institutional and Academic Support

(\$8,548,090) R (\$8,548,090) R

Eliminates funding for one of the 5.5 general institutional positions in the institutional and academic support enrollment allotment funding formula for community colleges. Total funding remaining in this allotment will be \$452.5 million.

53 Customized Training

Reduces the Customized Training budget on a one-time basis. Total recurring funding for the program is \$12,457,121; however, per G.S. 115D-5.1(f2), unexpended funds for the program do not revert and are instead carried forward to the next year. After this reduction, the total amount available for expenditure in the biennium is expected to be \$31,710,340, or \$15,855,170 per year.

(\$7,600,000) NR

Of these funds, up to \$75,000 may be used to support curriculum development, materials, and training for Small Business Centers.

54 BioNetwork

Reduces funds for BioNetwork grants and centers by 6.6%. \$205,582 will be reduced from BioNetwork centers (5% reduction) and \$84,646 from grants to colleges (30% reduction). Total funding remaining for the program will be \$4,106,056.

(\$290,228) R (\$290,228) R

55 Minority Male Mentoring

Reduces funding for the Minority Male Mentoring program by 10%. Total funding remaining for the program will be \$810,000.

(\$90,000) R (\$90,000) R

56 NC Military Business Center

Reduces the categorical allotment to the NC Military Business Center at Fayetteville Technical Community College by 10%. Total funding remaining for the program will be \$1,125,000.

(\$125,000) R (\$125,000) R

57 Textile Technology Center

Reduces the categorical allotment to the Textile Technology Center at Gaston College by 10%. Total funding remaining for this program will be \$821,258.

(\$91,251) R (\$91,251) R

58 Manufacturing Solutions Center

Reduces the categorical allotment for the Manufacturing Solutions Center at Catawba Valley Community College by 10%. Total funding remaining for this program will be \$514,904.

(\$57,212) R (\$57,212) R

59 Haywood Regional High Technology Center

Eliminates the categorical allotment for the Regional High Technology Center at Haywood Community College. The college will continue to receive regular FTE formula funding for the enrollment at the Center.

(\$582,383) R (\$582,383) R

60 NC REAL

Eliminates pass-through funding for NC Rural Entrepreneurship through Action Learning (NC REAL).

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

C. Student Aid Adjustments

61 NC Community College Grant Program

Reverts the existing fund balance of \$5.7 million to the Escheats Fund and increases annual appropriations by \$2.5 million for a total budget of \$16.5 million per year.

The funds for this item are shown in the Community College System - Trust - General Fund (Budget Code: 66801) section of this report.

62 Tuition Waivers

(\$444,000) R (\$444,000) R

Eliminates tuition waivers for community college faculty and staff, NC Civil Air Patrol, and individuals engaged in civil preparedness activities. Colleges are permitted to use State and local funds to pay for tuition and registration fees for one course per semester for full-time faculty and staff.

D. Community Colleges System Office Adjustments

63 System Office Positions

(\$1,265,975) R (\$1,265,975) R

Eliminates 19 positions in the Community Colleges System Office, including 9 vacant, 2 expected-to-be-vacant, and 8 filled positions. The positions are as follows:

-19.00 -19.00

Executive Division - 3 vacant and 2 filled positions;

IT & Workforce Development Division - 3 vacant, 2 expected-to-be-vacant, and 4 filled positions;

Business and Finance Division - 1 vacant and 1 filled position; and

Academic and Student Services Division - 2 vacant and 1 filled positions.

64 System Office Operating Funds

(\$265,417) R (\$265,417) R

Reduces operating funds for travel, training, information technology, and other expenses.

65 2+2 E-learning Initiative

(\$97,000) R (\$97,000) R

Reduces the budget of the 2+2 E-learning initiative by 13%. Total funding remaining for the program will be \$653,000.

66 Receipt-supported Positions

(\$322,180) R (\$322,180) R

Shifts 3.5 positions from General Fund appropriations to receipts. Positions and receipt source are as follows:

-3.50 -3.50

Accountant (2 positions) - indirect cost receipts;
 Education Program Director (1 position) - Proprietary School receipts;
 Education Consultant II (.25 position) and Education Program Director II (.25 position) - federal receipts.

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67 GED Program

(\$208,533) R

(\$208,533) R

Shifts the General Education Development (GED) program entirely to receipt support. Section 31.2 permits the State Board of Community Colleges to increase the fee assessed to individuals taking the GED exam. The current fee is \$7.50.

-2.50

-2.50

The fees will be used to support the costs of administering the tests, including scoring the tests and printing the GED certificates. A total of 2.5 positions will be shifted from appropriation to receipt support, including 2 GED & Adult High School Tech positions, and one-half of the Education Program Director position.

Total Legislative Changes

(\$109,875,214) R

(\$117,475,214) R

(\$7,600,000) NR

Total Position Changes

-25.00

-25.00

Revised Budget

\$985,000,000

\$985,000,000

UNC System

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$2,887,492,464		\$2,886,730,386	

Legislative Changes

A. Technical Adjustments

68 Enrollment Growth	\$46,818,123	R	\$46,818,123	R
Fully funds projected enrollment growth for FY 2011-12 at the University of North Carolina. The projected enrollment increase of 1.2% equates to an additional 2,337 full-time-equivalent (FTE) students. Total requirements will increase by \$56,474,924, of which \$10,656,801 will be funded by increased tuition receipts, for a net State appropriation of \$46,818,123.				
69 Hickory Metro Higher Education Center	\$264,833	R	\$264,833	R
Transfers funds for the Hickory Metro Higher Education Center from the North Carolina Community College System budget to the budget for Appalachian State University.				

B. Base Budget Adjustments

70 Management Flexibility Reduction	(\$413,987,494)	R	(\$423,172,261)	R
Mandates a management flexibility reduction for the UNC operating budget. As directed in Section 9.6, the UNC Board of Governors shall not allocate this reduction on an across-the-board basis to constituent institutions.				
71 UNC Hospitals Subsidy	(\$26,011,882)	NR	(\$26,011,882)	NR
Reduces the State subsidy to UNC Hospitals by 59% for two years. \$18 million will remain available to UNC Hospitals after this reduction.				
72 Center for Public Television Continuation Review	(\$11,997,888)	R	(\$11,997,888)	R
	\$10,558,141	NR		
Eliminates recurring funding for the Center for Public Television and provides nonrecurring funds with a twelve percent reduction for FY 2011-12. Restoration of recurring funding is subject to the findings of a legislative continuation review.				
			-116.00	

FY 11-12

FY 12-13

73 East Carolina School of Dentistry Operations

\$3,500,000 R \$5,000,000 R

Provides funds to the East Carolina School of Dentistry for new faculty and staff and operating costs to prepare for its first class of students, which will enroll in fall 2011, and to establish dental service learning centers throughout the State where faculty and students will serve patients.

27.00 39.00

Of the new funds appropriated, approximately \$3.4 million in FY 2011-12 and approximately \$4.5 million in FY 2012-13 will be used for salaries, wages, and benefits. Total State appropriations will be \$15 million in FY 2011-12 and \$16.5 million in FY 2012-13.

74 Building Reserves

\$18,531,614 R \$29,233,551 R

Provides funds to operate new or renovated UNC buildings completed in FY 2011-12. Specifically, funds are for the housekeeping, maintenance, and security requirements for the added building square footage. The FY 2011-12 amount provides funding for a partial year; the FY 2012-13 appropriation represents the full-year cost.

282.80 282.80

75 NC A&T/UNC-G Joint School of Nanoscience and Nanoengineering

\$1,000,000 NR \$1,000,000 NR

Provides nonrecurring funds for the NC A&T/UNC-G Joint School of Nanoscience and Nanotechnology located the Gateway University Research Park in Greensboro. The program is designed to conduct research in areas such as drug design and delivery, nanobioengineering, and genetic screening.

C. Student Aid Adjustments**76 UNC Need-based Financial Aid Program**

\$37,891,429 R \$68,608,867 R

Shifts program funding to a higher proportion from the General Fund, due to diminishing Escheat Fund principal. In FY 2011-12, total funds available for the UNC Need-based Financial Aid program from all sources will be \$301,446 lower than the FY 2011-12 base budget. In FY 2012-13, total funds available will be \$4,956,358 lower, and students will be limited in the length of time they can receive the grant (Section 9.11). An additional \$59.9 million in forward-funding is provided in FY 2011-12, to increase program stability (Section 9.9).

Total funding includes:

FY 2011-12

General Fund - \$48,891,429

Escheat Fund - \$127,354,154

Lottery Fund - \$10,744,733

FY 2012-13

General Fund - \$79,608,867

Escheat Fund - \$32,122,242

Lottery Fund - \$10,744,733

Note: Sections 5.4 and 9.8 appropriate funds from the Lottery Fund and Escheat Fund, respectively.

77 Student Incentive Grant

(\$800,827) R (\$800,827) R

Eliminates funding for the Student Incentive Grant, as federal matching funds have been eliminated. In addition to the funds shown here, \$3,613,601 in Escheat Fund program funding is also reduced, for a total reduction of \$4,414,428.

78 Nonresident Tuition Waivers

(\$1,892,640) R (\$1,892,640) R

Eliminates certain tuition waivers for nonresident students.

These waivers include:

- Special Talent undergraduate tuition waivers (\$529,967);
- Nonresident teachers (\$984,443); and
- Nonresident Prospective Teacher Scholars program (\$378,230).

79 Academic Common Market

(\$970,747) R

Phases out funding for the Academic Common Market program, beginning in FY 2012-13. Based on tuition waived in FY 2009-10, it is estimated that \$970,747 will remain in program funding in FY 2012-13.

80 Legislative Tuition Grant

(\$7,167,171) R (\$58,269,681) R

Reduces funds for the Legislative Tuition Grant (LTG) by 12.3% in FY 2011-12 and eliminates funding in FY 2012-13. This program will be replaced by the Need-based Scholarships for Students Attending Private Institutions of Higher Education, described below.

FY 11-12**FY 12-13****81 State Contractual Scholarship Fund**

(\$5,645,326) R (\$45,896,963) R

Reduces funds for the State Contractual Scholarship Fund by 12.3% in FY 2011-12 and eliminates funding in FY 2012-13. This program will be replaced by the Need-based Scholarships for Students Attending Private Institutions of Higher Education, described below.

82 Other Private School Aid

(\$39,483) R (\$321,000) R

Reduces funds for Other Private School Aid by 12.3% in FY 2011-12 and eliminates funding in FY 2012-13. This program will be replaced by the Need-based Scholarships for Students Attending Private Institutions of Higher Education, described below.

83 Need-based Scholarships for Private College Students

\$81,851,588 R

Provides funds for the newly established Need-based Scholarships for Students Attending Private Institutions of Higher Education, beginning in FY 2012-13. This program is described in Section 9.18.

84 Private Medical School Aid

(\$1,279,000) R (\$1,279,000) R

Eliminates funding for the Private Medical School aid program. Students funded under this program are eligible to apply for the Board of Governors Medical School Loan program.

85 Principal Fellows

(\$362,000) R

Reduces program slots by 10% beginning in FY 2012-13. Total funding remaining for the program in FY 2012-13 will be \$3,258,000.

86 Future Teachers Scholarship-loan

(\$455,000) R (\$455,000) R

Eliminates the remaining budget of the Future Teachers Scholarship-loan, which was abolished in 2009.

87 Health, Science, and Mathematics Scholarship-loan

\$1,100,000 R \$1,100,000 R

Shifts the portion of program funding previously provided from the Escheat Fund to General Fund support. Total program funding will remain at \$1,922,779.

88 Board of Governors Medical Scholarship-loan

\$645,000 R \$645,000 R

Shifts the portion of program funding previously provided from the Escheat Fund to General Fund support. Total program funding will remain at \$1,869,180.

89 Board of Governors Dental Scholarship-loan

\$450,239 R \$450,239 R

Shifts the portion of program funding previously provided from the Escheat Fund to General Fund support. Total program funding will remain at \$939,160.

90 Nurse Education Scholarship-loan

\$800,000 R \$800,000 R

Shifts the portion of program funding previously provided from the Escheat Fund to General Fund support. Total program funding will remain at \$867,756.

Senate Subcommittee on Education

FY 11-12

FY 12-13

91 Teacher Assistant Scholarship Fund

\$600,000 R

\$600,000 R

Shifts the portion of program funding previously provided from the Escheat Fund to General Fund support. Total program funding will remain at \$814,714.

Total Legislative Changes

(\$332,663,591) R

(\$310,045,806) R

(\$14,453,741) NR

(\$25,011,882) NR

Total Position Changes

309.80

205.80

Revised Budget

\$2,540,375,132

\$2,551,672,698

NC Community College System – Trust – General

Budget Code: 66801

	FY 2011-12	FY 2012-13
Beginning Unreserved Fund Balance	\$5,919,657	\$187,745
Recommended Budget		
Requirements	\$26,282,132	\$26,282,132
Receipts	\$26,282,132	\$26,282,132
Positions	0.00	0.00

Legislative Changes

Requirements:

NC Community College Grant Program	\$2,518,798	R	\$2,518,798	R
Increases the annual appropriation from the Escheats Fund by \$2.5 million, for a total program budget of \$16.5 million per year.	\$0	NR	\$0	NR
	0.00		0.00	
Community College Grant Program Fund Balance	\$0	R	\$0	R
Appropriates the program's fund balance, which will be transferred to the Escheats Fund.	\$5,731,912	NR	\$0	NR
	0.00		0.00	
Correction to Base Budget	(\$11,648,356)	R	(\$11,648,356)	R
Corrects an error in the Governor's recommended budget for the total requirements in Budget Code 66801, Fund 6102.	\$0	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	(\$9,129,558)	R	(\$9,129,558)	R
	\$5,731,912	NR	\$0	NR
	0.00		0.00	

Receipts:

NC Community College Grant Program	\$2,518,798	R	\$2,518,798	R
Increases receipts from the Escheats Fund by \$2.5 million. Total program receipts will be \$16.5 million per year.	\$0	NR	\$0	NR

Subcommittee on Education

	FY 2011-12	FY 2012-13
Correction to Base Budget	(\$11,648,356) R	(\$11,648,356) R
Corrects an error in the Governor's recommended budget for the fund balance receipts in Budget Code 66801, Fund 6102.	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$9,129,558) R	(\$9,129,558) R
	\$0 NR	\$0 NR
<hr/>		
Revised Total Requirements	\$22,884,486	\$17,152,574
Revised Total Receipts	\$17,152,574	\$17,152,574
Change in Fund Balance	(\$5,731,912)	\$0
Total Positions	0.00	0.00
<hr/>		
Unappropriated Balance Remaining	\$187,745	\$187,745

**HEALTH
&
HUMAN SERVICES
Section G**

Health and Human Services

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$4,927,739,648		\$4,928,125,764	

Legislative Changes

(1.0) Division of Child Development

1 Pre-kindergarten Funds Transfer	\$65,011,651	R	\$65,011,651	R
Transfers \$65,011,651 from the Department of Public Instruction to Department of Health and Human Services to operate a pre-kindergarten program within the Division of Child Development. Additionally, lottery funds will be allocated in the amount of \$63,135,709 for the continued payment of a high quality pre-kindergarten program. Sec. 10.7				
2 TANF Funding	(\$6,352,644)	NR	(\$6,352,644)	NR
Replaces State funds for child care subsidy with one time TANF funds. This reduction does not result in loss of services. Sec. 10.60				
3 Smart Start	(\$37,600,000)	R	(\$37,600,000)	R
Reduces the Smart Start budget by 20%, leaving \$150M available to support activities. Sec. 10.5				
4 TEACH Program	(\$3,800,000)	R	(\$3,800,000)	R
Swaps federal Child Care Development Fund Block Grant with state funds for the program. Sec. 10.60				
5 Social Services Administrative Support	(\$3,195,581)	R	(\$3,195,581)	R
Reduces the allowance for County Departments of Social Services administrative allowance from 5% to 4%. This leaves \$16.4M County Departments of Social Services may use to support administrative costs. Sec. 10.60				
6 Post-Secondary Education	(\$7,052,797)	R	(\$7,052,797)	R
Reduces child care subsidy funding available for post-secondary education. This reduction will change the existing policy from allowing individuals to receive subsidy for 24 months to 20 months. The combination of changing various policies (items 6-9) will result in a net reduction of \$9.7M, leaving approximately \$54M. Sec. 10.1 (c)(5)				

Senate Subcommittee on Health and Human Services

FY 11-12

FY 12-13

7 More At Four Match

(\$1,305,008) R (\$1,305,008) R

Discontinues payment for the instructional day of More At Four students by child care subsidy funds. The combination of changing various policies (items 6-9) will result in a net reduction of \$9.7M, leaving approximately \$54M.

8 Facility Registration Fees

(\$360,570) R (\$360,570) R

Discontinues payment for child care centers' registration fees by child care subsidy funds. The combination of changing various policies (items 6-9) will result in a net reduction of \$9.7M, leaving approximately \$54M.

Sec. 10.1 (c)(4)

9 Transportation Services

(\$1,001,718) R (\$1,001,718) R

Discontinues payment for transportation services with subsidy funds. The combination of changing various policies (items 6-9) will result in a net reduction of \$9.7M, leaving approximately \$54M.

Sec. 10.1 (c)(4)

(2.0) Division of Mental Health, Developmental Disabilities, and Substance Abuse Services

10 Management Funding Reduction

(\$7,180,807) R (\$7,180,807) R

Reduces community service funds by 2%; this reduction continues a non-recurring reduction made in FY2010-11. These funds have not been used to pay for services. There is currently \$350M in state funding to pay for services managed through Local Management Entities.

11 Advocacy Positions

(\$158,045) R (\$158,045) R

Eliminates seven vacant advocacy positions located throughout facilities and/or community settings. There are 56 positions remaining after this reduction; this is an 11% reduction in number of positions for advocacy.

-7.00

-7.00

12 Community Services Funds

(\$20,000,000) NR

Reduces Community Services funds by \$20M for FY2011-12. This reduction combined with the Management Funding Reduction leaves \$323M of state funds available for purchase of services through Local Management Entities. This reduction is an 8% reduction in this budget.

Sec. 10.11(a)

13 Child and Family Support Teams

(\$523,638) R (\$523,638) R

Eliminates funding for coordinator positions located in 15 Local Management Entities. These positions have supported the Child and Family Team Pilot Program. Funds within Division of Social Services for this pilot is also being eliminated within this budget.

14 Community Services Funds - Swap

Replaces Community Services Funds with Local Management Entities' Fund Balance available for FY2011-12. This reduction/swap is to come from the undesignated/unreserved fund balances and not further reduce community services. Sec. 10.11 (d)

(\$25,000,000) NR

15 Information Technology Reserve

Eliminates the funding for the information technology account that is used to fund the facilities' information technology systems upgrade.

(\$5,100,390) R (\$5,100,390) R

(3.0) Division of Central Management and Support**16 Division of Information Resource Management - Contracts**

Eliminates recurring funding for the DIRM Contracts. Funding for FY2012-13 is pending the findings and recommendations of a Continuation Review.

(\$5,599,390) R (\$5,599,390) R
\$5,599,390 NR**17 Community Health Centers**

Reduces funding available for grants to community health centers. Grants are awarded on a multi-year basis; this reduction represents the new grants to be awarded in FY2011-12. There will be \$5M remaining for grants.

(\$1,452,527) R (\$1,452,527) R

18 Loan Repayment Program - Federal Receipts

Replaces state funds with increased federal funds available for the loan repayment program. The total program has approximately \$1.4M in funds.

(\$458,395) R (\$458,395) R

19 Information Resource Management - Operating Budget

Reduces excess operating funds within the Division of Resource Management.

(\$550,556) R (\$550,556) R

20 Position Eliminations - Office of the Controller

Eliminates two positions, one due to transfer of the Residential Schools to Department of Public Instruction and one within Purchase of Medical Care Section.

(\$76,215) R (\$76,215) R
-2.00 -2.00**21 Department Wide Administrative Efficiencies**

Reduces administrative funds and positions available within the Department of Health and Human Services. Administrative cost savings should include the co-location of various regional and field offices to achieve savings in leased space costs.

(\$1,869,435) R (\$1,869,435) R
-25.00 -25.00**22 Non-profit Reductions**

Reduces grants-in-aid and contract funding for non-profits by \$5M. There is currently \$75M in state funds for non-profits and this reduction represents 6.6% of total state funding.

(\$5,000,000) R (\$5,000,000) R

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23 Migrant Fee for Service Program	(\$736,145)	R	(\$736,145)	R
Reduces the program funds for the Migrant Purchase of Medical Care Program; the federal funds will continue. There remains approximately \$2.8M in this program.				
24 NC Care Line	(\$380,478)	R	(\$380,478)	R
Eliminates funding and positions for the NC Care Line.				
	-11.00		-11.00	
25 Information Resource Management - Conversion of Contracts to Employees	(\$1,360,982)	R	(\$1,360,982)	R
Reduces the contractual services line item within The Division of Resource Management. This reduction represents cost-savings realized from converting 78 Information Technology Contractors to state employees.				
26 Position Eliminations	(\$7,606,000)	R	(\$7,606,000)	R
Eliminates vacant positions. There are over 1,600 positions vacant.				
	-250.00		-250.00	
27 Budgeting Receipts - Information Resource Management	(\$561,225)	R	(\$561,225)	R
Replaces state appropriations within The Division of Resource Management (\$410,225) and throughout Central Management and Support (\$151,000) with over-realized receipts.				

(4.0) Division of Public Health

28 Division of Environmental Health Transfer

Transfers \$14,296,540 from the Department of Environment and Natural Resources to the Department of Health and Human Services to operate various programs and activities that comprised the Division of Environmental Health. In effecting this transfer, the following activities are being eliminated: 1) Public Health Pest Management Section, and 2) the Private Well Program, WaDE Program, and Quality Assurance of the On-Site Water Protection Section.

29 Early Intervention	(\$3,118,046)	R	(\$3,118,046)	R
Requires the Division of Public Health to implement several administrative efficiencies, including: 1) elimination of 11 vacant positions; 2) reducing the contract to the Charlotte-Child Development Service Agency (a reduction that can be made up by its implementing Medicaid cost-settlement); and 3) other administrative efficiencies. The program will continue to be funded at nearly \$80 million annually, with a combination of federal and state funds.				
	-11.00		-11.00	

30 Department of Health and Human Services - Chemical Testing Unit

Shifts a portion of funds for position number 60039654 from Highway Fund receipts to other receipts within the Department of Health and Human Services budget, and reduces funding for purchased services by \$6,280.

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31 Office of Minority Health	(\$302,262)	R	(\$302,262)	R
<p>Reduces the administrative staff within the Office of Minority Health with little or no impact on the Division's ability to direct this program or provide technical assistance to Local Health Departments in striving to eliminate health disparities.</p>	-4.00		-4.00	
32 Consolidate Healthy Carolinians and Health Education	(\$571,447)	R	(\$571,447)	R
<p>Integrates the activities of the Office of Healthy Carolinians and Health Education into the duties of other personnel in the Division of Public Health. The Division will continue to provide technical assistance to local communities in support of the Governor's Task Force on Healthy Carolinians.</p>	-10.00		-10.00	
33 Local Health Department Accreditation	(\$400,000)	R	(\$400,000)	R
<p>Continues funding for the Accreditation program at a level comparable to FY 2010-11 (\$375,000). This allows the program to be funded at a maintenance level.</p>				
34 Health & Wellness Trust Fund Transfer to DHHS	\$32,904,411	NR		
<p>Transfers \$32,904,411 from funds available to the Health & Wellness Trust Fund to the Department of Health and Human Services as follows:</p> <ul style="list-style-type: none"> -- \$22,000,000 shall be used to administer the grants associated with the following programs and initiatives; Teen Tobacco Prevention, Checkmeds, Medication Assistance Program, and Obesity Prevention. -- \$10,000,000 shall be used to reduce the total savings required to be achieved for the Medicaid program by Community Care of North Carolina -- The remainder shall be used to reduce the Medicaid Provider Rate cut. 				
(5.0) NC Health Choice				
35 Modify Health Choice Services	(\$650,000)	R	(\$900,000)	R
<p>Modifies and ensures the clinical appropriateness of several Health Choice Services, including: 1) Elimination of long-term care, hearing services, and non-emergency transportation; 2) Reduction of dental benefits; and 3) Assurance of evidence-based treatment.</p>				
36 Benchmark Health Choice to Medicaid	(\$125,000)	R	(\$350,000)	R
<p>Benchmarks Health Choice services to Medicaid including the amounts, types, and reimbursement rates. The exception is that Health Choice will not be benchmarked to Medicaid's Early Periodic Screening, Diagnosis, and Treatment Program.</p>				
37 Targeted Rate Adjustments	(\$225,000)	R	(\$250,000)	R
<p>Adjusts Medicaid provider reimbursement rates. The Division of Medical Assistance will adjust provider reimbursement rates that are above regional rates, or where analysis indicates an adjustment is warranted and appropriate.</p>				

38 Strengthen and Restructure Program Integrity

(\$500,000)

R

(\$666,667)

R

Budgets savings to be realized by the Division of Medical Assistance as a result of restructuring and modernizing its program integrity and fraud and abuse operations to enhance recoveries and avoid overpayments. Complementary savings are expected in the Health Choice program.

39 Care Coordination through CCNC

(\$4,255,235)

R

(\$4,489,274)

R

Reduces State costs in the Division of Medical Assistance by re-establishing the care and utilization management services of the Community Care of North Carolina program-both Networks and Physician of Health Choice recipients. A per member per month payment will be made to physicians and networks. The cost will be offset by better management of services and improved clinical outcomes which lead to reduced state costs.

40 Health Choice Adjustment

(\$3,166,254)

R

\$2,000,000

R

Adjusts funding for Health Choice to reflect the changes in the consumption and mix of services, and payment to cost-settled health care providers. The policy of open enrollment will continue in FY 2011-12 and is projected to increase enrollment to approximately 148,203 children. Open enrollment will continue in FY 2012-13, but at a moderated rate.

(6.0) Division of Medical Assistance**41 Medicaid Provider Assessments**

(\$60,183,120)

R

(\$62,798,614)

R

Levies an assessment of up to 5.5%, consistent with Federal Regulations, on willing Medicaid healthcare providers. Currently, the list of providers includes: Hospitals, Critical Access Behavioral Health Agencies (CABHA), and Community Alternative Programs for Mentally Retarded (CAP/MR). A portion of the assessment will be retained by the State. The current 5.5% assessment on Nursing Homes is not affected.

42 Adjust Assessment on Nursing Facilities to 6%

(\$7,926,122)

R

(\$10,568,163)

R

Adjusts the assessment rate on Nursing Facilities upward to 6.0%, as allowed by Federal regulations, effective October 1, 2011, by adjusting the appropriate totals accordingly.

43 Implement Pregnancy Home Model

(\$528,960)

R

(\$3,457,596)

R

Budgets savings to be achieved from the March 2011 implementation of a collaborative effort between Community Care of North Carolina Networks and Local Health Departments to improve the quality of perinatal care and ensure that high-risk pregnant women receive the care and case management required. The improved birth outcomes, especially preventing premature births, will reduce state expenditures incurred by the Division of Medical Assistance.

44 Health Homes for Chronically III

Budgets revenue from the increased federal matching rate for the Health Homes for Chronically III Program. The Division of Medical Assistance is taking advantage of the two-year Federal program to enhance comprehensive care management for Medicaid recipients with co-occurring illnesses, including a chronic health condition and severe and persistent mental health condition. The Federal matching rate for this program, during the two-years, is 90%, versus the current rate of approximately 65%.

(\$16,146,384) NR (\$24,739,541) NR

45 Strengthen and Restructure Program Integrity

Budgets the anticipated savings from the Division of Medical Assistance efforts to reduce, if not eliminate, fraud and abuse in the Medicaid program by restructuring and modernizing current policies and efforts. Through policy and staffing changes and technology improvements, state administrative costs will be reduced, over payments avoided and recovery-of-funds improved.

(\$19,200,000) R (\$28,000,000) R

-30.00

-40.00

46 Generic Substitution for Off-Patent Drugs

Budgets anticipated savings in FY 2012-13. In the next 12 months several brand-name drugs are scheduled to go off patent, leading to generic drug substitution savings in FY 2012-13.

(\$7,000,000) R

47 Modify Pharmacy Services

Budgets savings to be realized by the Division of Medical Assistance through several actions, including: 1) Better management of drug rebates, 2) Ensuring Medicare Part D correctly reimburses Medicaid, 3) Elimination of automatic refills, and 4) For flexibility to modify dispensing fees.

(\$10,845,441) R (\$14,436,600) R

48 Modify Generic Prescription Dispensing Rates

Revises generic drug dispensing rates to increase the rate of generic drugs within the Medicaid Program.

(\$15,000,000) R (\$24,000,000) R

49 Behavioral Health Medicaid 1915 b/c Waiver

Expands the capitated behavioral health program to additional Local Management Entities (LMEs).

(\$10,537,931) R (\$52,551,082) R

50 DHHS Savings Through Community Care of North Carolina (CCNC)

Budgets savings to be achieved by DHHS, in conjunction with CCNC Networks and North Carolina Community Care, Inc., through the cooperation of Medicaid health care providers. To the extent these savings are not achieved, DHHS is to undertake whatever actions necessary to affect the savings, including: 1) Reducing provider rates, and 2) Eliminating or reducing the level or duration of optional Medicaid services.

(\$90,000,000) R (\$90,000,000) R

51 Modify Optional and Mandatory Services

(\$16,508,903) R (\$22,072,343) R

Budgets savings to be achieved by the Division of Medical Assistance through adjustments to mandatory and optional Medicaid services. These changes include the following services: Optical, Durable Medical Equipment, Specialized Therapies, Home Health, Dental, and a variety of other services. In the event, these savings are not fully achieved, the elimination of optional service requirements may be required.

52 Eliminate Inflationary Increases

(\$62,853,775) R (\$130,874,505) R

Eliminates automatic inflation increases for Medicaid providers. The Division of Medical Assistance is not to authorize any inflationary increases to Medicaid provider rates during the 2011-13 biennium, except as provided for in Section 10.43.

53 Adjust Provider Rates

(\$46,420,718) R (\$46,458,260) R

Reduces Medicaid provider reimbursement rates. The Division of Medical Assistance is to reduce Medicaid provider rates by 2%, except as provided for in Section 10.37.

54 Medicaid Rebase

\$109,693,468 R

Rebases the Medicaid budget to adjust for changes in the number of Medicaid recipients, utilization or consumption of services, mix of services being consumed, inflation for cost-settled providers, and changes to the Federal Medical Assistance Percentage (FMAP).

(7.0) Division of Health Service Regulation

55 Nursing Home Licensure and Certification Funds

(\$1,792,559) NR (\$1,792,559) NR

Replaces State funds with federal receipts in the Nursing Home Licensure and Certification Section on a non-recurring basis. The receipts come from civil monetary penalties assessed against nursing homes.

(8.0) Division of Social Services

56 Child and Family Team Pilot Elimination

(\$420,804) R (\$420,804) R

Eliminates pilot funding for local departments of social services that partially supports Child and Family Team positions. Child and Family Teams will continue to work in schools and DSS will continue to provide training and technical assistance to local departments of social services in order for the initiative to continue.

57 Replace State Funding for Child Protective Services

(\$5,040,000) R (\$5,040,000) R

Replaces state funds with federal block grant funds to support Child Protective Services. County departments of social services will receive Social Services Block Grant (SSBG) funds in lieu of state general funds.

Sec. 10.60 (a)

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58 Eliminate Special Assistance Intervention Team	(\$103,997)	R	(\$103,997)	R
Eliminates the Special Assistance Intervention team, whose purpose was to provide special assistance and intervention services for low performing counties around child welfare services. The model has not been effective and positions are vacant.	-2.00		-2.00	
59 Eliminate State General Funds to Local Departments of Social Services	(\$5,473,985)	R	(\$5,473,985)	R
Continues the reduction in general funds to county departments of social services from the previous biennium. This action eliminates the State general fund contribution to county social services departments to offset the cost of administering public assistance programs. The administrative cost of these programs is shared evenly by the federal and county governments.				
60 Use Social Services Block Grant (SSBG) to Support Adult Protective Services	(\$2,000,000)	R	(\$2,000,000)	R
Replaces State funds with federal funds by requiring all counties to use federal SSBG funds to provide adult protective services. This will require 52 counties to begin using their SSBG allocations to provide this mandated service. Sec. 10.60 (a)				
61 Eliminate State Abortion Fund	(\$50,000)	R	(\$50,000)	R
Eliminates funding for the State Abortion Fund. Sec. 10.53				
62 Reduce NC Reach Scholarship Funds	(\$1,584,125)	R	(\$1,584,125)	R
Reduces the budget for the NC Reach post-secondary education program by 50%, \$1,584,125, maintaining the program at the FY 2010-11 funding level. Sec. 10.54 (a)				
63 Replace Division Admin Funds with Federal Block Grant	(\$1,389,084)	R	(\$1,389,084)	R
Replaces State funding for the Division of Social Services administrative costs with federal TANF Block Grant funds. Sec. 10.60 (a)				
(9.0) Division of Aging and Adult Services				
64 Replace Funding for Long-Term Care Constituent Advocate Program	(\$200,000)	R	(\$200,000)	R
Replaces State funds with federal Civil Monetary Penalty proceeds to support the Long-Term Care Ombudsman Program, which advocates for the elderly.				

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FY 11-12

FY 12-13

65 Eliminate Volunteer Program Development

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

Eliminates funds for the Volunteer Development Program, one of 18 services funded through the Home and Community Care Block Grant. Currently, only 11 counties elect to provide this service.

(11.0) Division of Vocational Rehabilitation

66 Eliminate Recreational Therapists Services

(\$284,501) R (\$284,501) R

Eliminates recreational therapist services available in only five cities across the state. Four of the five positions to be eliminated are vacant.

-5.00 -5.00

67 Reduce Independent Living Program

(\$1,774,021) R (\$1,774,021) R

Reduces State funding for independent living services by 9%. Services will continue to be prioritized so as to avoid institutional care.

68 Reduce Basic Support Program

Replaces a portion of the State funds for the Basic Support Program with unspent federal funds.

(\$2,067,928) NR (\$2,067,928) NR

Total Legislative Changes

(\$399,756,982) R (\$438,010,159) R

(\$32,855,714) NR (\$34,952,672) NR

Total Position Changes

-357.00 -367.00

Revised Budget

\$4,495,126,952 \$4,455,162,933

Health & Wellness Trust Fund

Budget Code: 23460

	FY 2011-12	FY 2012-13
Beginning Unreserved Fund Balance	\$32,904,411	\$0
Recommended Budget		
Requirements	\$0	\$0
Receipts	\$0	\$0
Positions	0.00	0.00

Legislative Changes

Requirements:

Health & Wellness Trust Fund to General Fund	\$0	R	\$0	R
Transfers the \$32,904,411 in Health and Wellness Trust Fund to the General Fund for use by the Department of Health and Human Services.	\$32,904,411	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	\$0	R	\$0	R
	\$32,904,411	NR	\$0	NR
	0.00		0.00	

Receipts:

Health & Wellness Trust Fund to General Fund	\$0	R	\$0	R
Transfers the \$32,904,411 in Health and Wellness Trust Fund to the General Fund for use by the Department of Health and Human Services.	\$0	NR	\$0	NR
Subtotal Legislative Changes	\$0	R	\$0	R
	\$0	NR	\$0	NR

Subcommittee on Health and Human Services

	FY 2011-12	FY 2012-13
Revised Total Requirements	\$32,904,411	\$0
Revised Total Receipts	\$0	\$0
Change in Fund Balance	(\$32,904,411)	\$0
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$0	\$0

**NATURAL
&
ECONOMIC
RESOURCES
Section H**

Agriculture and Consumer Services

GENERAL FUND

	FY 11-12		FY 12-13
Recommended Continuation Budget	\$61,754,014		\$61,754,014

Legislative Changes

Department-wide

1 Cell Phones	(\$41,805)	R	(\$41,805)	R
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Reduces General Fund appropriation for cell phones across the Department by 25%. The Department is to reduce the actual number of phones by this percentage as well.

2 Longevity	(\$25,000)	R	(\$25,000)	R
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Reduces General Fund appropriation for longevity across the Department to reflect expected longevity needs.

3 Motor Fleet Management	(\$127,726)	R	(\$127,726)	R
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Reduces General Fund appropriation for Motor Fleet Management expenditures across the Department by 10%. The Department is to reduce the actual number of Motor Fleet Management vehicles by 10% as well.

4 Vacant Positions and Salary Reserve	(\$824,249)	R	(\$824,249)	R
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Eliminates 12 vacant positions and fund shifts one position. Of the eliminated positions, 11 were proposed by the Department and one had been vacant for more than one year as of March 2011. The reduction includes salaries and benefits for these positions and salary reserve. Positions eliminated include:

60011803 Research Tech	\$34,923
60011834 Technology Support Analyst	\$77,114
60011858 Lithographic Press Operator III	\$58,413
60011880 Food Compliance Officer I	\$50,736
60011976 Food Inspector	\$47,631
60012083 Veterinarian	\$126,818
60012226 Veterinary Laboratory Asst I	\$32,834
60012592 Research Spec	\$49,593
60012527 Processing Assistant IV	\$40,649
60012095 Veterinarian	\$106,463
60012094 Livestock Compliance Officer	\$67,706
60011911 Chemist	\$42,294

Salary Reserve	\$12,111
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Fund shifts one position to the Pesticide Environmental Trust Fund:

60012056 Environmental Toxicologist	\$76,964
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5 Forest Resources

Transfers the Division of Forest Resources from the Department of Environment and Natural Resources to the Department of Agriculture and Consumer Services.

6 Soil & Water Conservation

Transfers the Division of Soil and Water Conservation from the Department of Environment and Natural Resources to the Department of Agriculture and Consumer Services.

7 Sleep Products Section

Transfers the Sleep Products Section of the Division of Environmental Health within the Department of Environment and Natural Resources to the Department of Agriculture and Consumer Services. The Sleep Products Section has eight FTE; the \$630,337 budget is entirely supported by receipts.

Reserves & Transfers

8 S.B. 109 Funds

Provides \$2.4 million to the Department to restore funds taken to meet the requirements of S.L. 2011-15 (S.B. 109).

\$2,400,000 NR

9 Tobacco Trust Fund

Provides General Fund appropriation for the operation of the Tobacco Trust Fund (TTF). Beginning in FY 2011-12, MSA funds are transferred to the General Fund, not directly to TTF. These funds shall be used for administration, grants, and all costs associated with the enforcement of the MSA formerly covered by payments from both TTF and the Health & Wellness Trust Fund.

\$2,000,000 NR \$2,000,000 NR

Administration

10 Ag. Development and Farmland Preservation Trust Fund

Reduces funding for the Agricultural Development and Farmland Preservation Trust Fund by 15%. This leaves \$1.7 million to be appropriated to the Trust Fund.

(\$300,000) R (\$300,000) R

11 Cooperative Grading Service Charge

Reduces General Fund support for the General Administration Division, replacing these funds with \$20,000 paid by the Cooperative Grading Program for budgeting, accounting, and HR services provided by the Division.

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

12 Ag in the Classroom

Transfers the appropriation for Ag in the Classroom to Commerce State-Aid. All nonprofits funded by the Natural and Economic Resources Subcommittee will now be funded out of Commerce State-Aid.

(\$22,077) R (\$22,077) R

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13 FFA Foundation

(\$44,154) R

(\$44,154) R

Transfers the appropriation for the FFA Foundation to Commerce State-Aid. A 15% reduction will be taken when the funds are added into the Commerce State-Aid section, leaving \$37,531. All nonprofits funded by the Natural and Economic Resources Subcommittee will now be funded out of Commerce State-Aid.

Agronomics

14 Soil Testing Fees

(\$50,000) R

(\$50,000) R

Implements two fees related to soil testing: (1) A fee for soil tests on samples sent to the Department from outside of North Carolina and (2) a fee for expedited soil testing. The fee for out-of-state soil tests shall not be less than \$5. The expedited service will be for bulk samples and the fee shall not be less than \$100.

15 Lime Tonnage Fee

(\$250,000) R

(\$250,000) R

Replaces General Fund appropriation with an increase in the lime tonnage fee. The fee will be increased from \$0.10 per ton to \$0.50 per ton. All receipts from this increase will be used to support the soil testing program in the Agronomic Services Division. This fee has not been increased since 1979.

Food & Drug

16 Antifreeze Registration

(\$75,000) R

(\$75,000) R

Increases the fee for antifreeze registration from \$250 to \$500 for each brand of antifreeze. This fee has not been increased since 1979.

17 Grade "A" Milk

\$811,175 R

\$811,175 R

Transfers the Grade "A" Milk program from the Division of Environmental Health within the Department of Environment and Natural Resources to the Division of Food & Drug Protection within the Department of Agriculture and Consumer Services.

7.00

7.00

Food Distribution

18 Administrative Position

(\$43,235) R

(\$43,235) R

Eliminates one administrative position within the Food Distribution Division. The reduction includes salaries and benefits for this position.

-1.00

-1.00

60012718 Office Assistant III \$43,235

19 Position to Federal Receipts

(\$48,608) R

(\$48,608) R

Transfers funding for one Storeroom Manager from General Fund support to federal receipts. The reduction includes salaries and benefits for this position.

-1.00

-1.00

60012736 Storeroom Manager \$48,608

Markets

20 Piedmont Farmers Market	(\$22,000)	R	(\$22,000)	R
Eliminates General Fund support for the Piedmont Farmers Market. This market will now operate as a self-supporting enterprise budgeted in an Enterprise Fund like the Raleigh Farmers Market.				
21 Lumberton Ag Center and Farmers Market	(\$362,230)	R	(\$362,230)	R
Eliminates recurring funding for the Lumberton Agricultural Center and Farmers Market and makes the funding nonrecurring for FY 2011-12. The Fiscal Research Division will perform a Justification Review of this program.				
	\$362,230	NR		-6.00
22 International Marketing				
Provides \$500,000 NR for international marketing of North Carolina agricultural products.				
	\$500,000	NR		

Plant Industry

23 Over-realized License Revenue	(\$50,000)	R	(\$50,000)	R
Directs the Plant Industry Division to budget over-realized receipts from business licenses in the Seed and Fertilizer Section.				
24 Plant Conservation	(\$68,481)	R	(\$68,481)	R
Eliminates General Fund support for the Plant Conservation program and transfers the program to receipts provided by the Natural Heritage Trust Fund. This transfer fund shifts the salary and benefits of one position:				
		-1.00		-1.00
60012489 Plant Ecologist \$68,481				

Research Stations

25 Research Grant Funds	(\$50,000)	R	(\$50,000)	R
Reduces General Fund support for the research stations by \$50,000 and directs the Division to increase receipts from University research grants accordingly. Currently few researchers provide funding to the research stations for the services they provide. Researchers are encouraged to include operating support for the research stations in grant proposals and to compensate the research stations for the services they provide.				

Vet Services

26 Administrative Position	(\$51,990)	R	(\$51,990)	R
Eliminates one administrative position from the Division of Veterinary Services. The Division is to determine which position to eliminate. The reduction reflects the average salary and benefits of an administrative position within the Division.				
		-1.00		-1.00

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	FY 11-12		FY 12-13	
27 License Fees	(\$10,000)	R	(\$10,000)	R
Increases the license fee for pet shops, public auctions, boarding kennels, and dealers as defined in G.S. 19A-23 from \$50 to \$75. This fee was last increased in 1989.				
28 Animal Welfare Services	\$120,000	R	\$120,000	R
Provides two positions and funds for the Animal Welfare Services program to support operations.				
	2.00		2.00	
<hr/>				
Total Legislative Changes	(\$1,555,380)	R	(\$1,555,380)	R
	\$5,262,230	NR	\$2,000,000	NR
Total Position Changes	-8.00		-14.00	
Revised Budget	\$65,460,864		\$62,198,634	
<hr/>				

Labor

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$16,842,679		\$16,842,679	

Legislative Changes

Department-Wide

29 Cell Phones	(\$10,074)	R	(\$10,074)	R
Reduces General Fund appropriation for cell phones across the Department by 25%. The Department is to reduce the actual number of phones by this percentage as well.				
30 Motor Fleet Management	(\$22,635)	R	(\$22,635)	R
Reduces General Fund appropriation for Motor Fleet Management expenditures across the Department by 10%. The Department is to reduce the actual number of Motor Fleet Management vehicles by this percentage as well.				

Administration

31 Operating Budget	(\$81,241)	R	(\$81,241)	R
Reduces the operating budget for the Administration Division.				
32 IT Operating Budget	(\$255,000)	R	(\$255,000)	R
Reduces the IT operating budget for the Administration Division.				
33 Vacant Position	(\$48,414)	R	(\$48,414)	R
Eliminates the salary and benefits of 1.0 vacant position:				
	-1.00		-1.00	
60012904 Labor Library Assistant	\$48,414			

Occupational Safety and Health

34 Agricultural Safety & Health Vacant Position and Salary Reserve	(\$79,339)	R	(\$79,339)	R
Eliminates the salary and benefits of 1.0 vacant Agricultural Safety & Health position and department-wide salary reserve:				
	-1.00		-1.00	
60013261 Agricultural Safety & Health Officer	\$53,579			
Department-wide salary reserve	\$25,760			

Standards and Inspections

35 Apprenticeship Bureau
Transfers \$350,000 in Workforce Investment Act funds from the Department of Commerce to the Department of Labor to be used for the recurring operating costs of the Apprenticeship Program.

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36 Mine & Quarry Vacant Position and Salary Reserve	(\$81,560)	R	(\$81,560)	R
Eliminates salary and benefits of 1.0 vacant position in the Mine & Quarry Bureau and department-wide salary reserve:	-1.00		-1.00	
60012967 Mine Safety & Health Representative	\$69,900			
Department-wide salary reserve	\$11,660			
37 Employment Discrimination Bureau Vacant Position	(\$83,622)	R	(\$83,622)	R
Eliminates the salary, benefits, salary reserve, and operating costs associated with 1.0 vacant position:	-1.00		-1.00	
60013056 Employment Discrimination Investigator	\$70,116			
Salary reserve	\$7,981			
Operating costs	\$5,525			
38 Positions to Receipts and Reduction to Department-wide Salary Reserve	(\$343,907)	R	(\$343,907)	R
Shifts the salary and benefits of 5.0 positions to receipt support:	-5.00		-5.00	
60013001 Executive Assistant I	\$56,190			
60012894 Accounting Technician	\$45,991			
60012897 Administrative Assistant I	\$53,488			
60012899 Accounting Technician	\$52,688			
60012982 Deputy Commissioner Standards & Insp.	\$114,402			
Department-wide Salary Reserve	\$21,148			
<hr/> Total Legislative Changes	(\$1,005,792)	R	(\$1,005,792)	R
Total Position Changes	-9.00		-9.00	
Revised Budget	\$15,836,887		\$15,836,887	

Environment & Natural Resources

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$188,972,401		\$188,972,401	
Legislative Changes				
(1.0) Department-wide				
39 Cell Phones	(\$112,250)	R	(\$112,250)	R
Reduces General Fund appropriation for cell phones across the Department by 25%. The Department is to reduce the actual number of phones by this percentage as well.				
40 Longevity	(\$100,000)	R	(\$100,000)	R
Reduces General Fund appropriation for longevity across the Department to reflect expected longevity needs.				
41 Filled and Vacant Positions	(\$1,099,424)	R	(\$1,099,424)	R
Eliminates funding for the salaries and benefits of 11.22 positions and associated operating costs across the Department of Environment and Natural Resources:				
60035980 Artist Illustrator II	(1.00)		\$53,067	
60035995 Personnel Analyst I	(1.00)		\$50,036	
60035987 Workers' Comp Program Manager	(1.00)		\$69,074	
60035072 Environmental Program Supv II	(0.22)		\$20,436	
60035963 Environmental Specialist	(1.00)		\$57,919	
60035956 Environmental Specialist	(1.00)		\$71,954	
60036076 GIS Specialist	(1.00)		\$89,804	
60035006 Nat. Science Curator I	(1.00)		\$42,294	
60033392 Design Tech.	(1.00)		\$42,498	
60036022 Business Officer	(1.00)		\$59,883	
60032483 Engineer	(1.00)		\$61,444	
69932572 Deputy CIO	(1.00)		\$116,417	
Operating Costs			\$364,598	
42 Motor Fleet Management	(\$265,029)	R	(\$265,029)	R
Reduces General Fund appropriation for Motor Fleet Management expenditures across the Department by 15%. The Department is to reduce the actual number of Motor Fleet Management vehicles by 15% as well.				
43 Funds for S.B. 709				
Provides \$100,000 NR for FY 2011-12 to the Department, contingent upon the adoption of S.B. 709, "Energy Jobs Act," in order to fulfill the requirements of the bill. These funds shall come from the Mercury Pollution Prevention Fund in the Department of Environment and Natural Resources.				

44 Funds for H.B. 242

Provides \$100,000 NR for FY 2011-12 to the Department, contingent upon the adoption of H.B. 242, "Nat'l Gas/ Bonds/ Fees/ Studies," in order to fulfill the requirements of the bill. These funds shall come from the Mercury Pollution Prevention Fund in the Department of Environment and Natural Resources.

(1.0) Reserves & Transfers

45 Clean Water State Revolving Fund

Directs the Department to use \$5,567,165 of its loan origination fee fund to provide the 20% State match needed to draw down the maximum available federal funds for the Clean Water State Revolving Fund for FY 2011-12. The US EPA has given the Department permission to use these funds for FY 2011-12 only.

46 Drinking Water State Revolving Fund

Provides funding to meet the 20% State match requirement for drawing down the maximum available federal funds for the Drinking Water State Revolving Fund for FY 2011-12.

\$7,118,600 NR

47 Nature Research Center Operating Reserve

Provides funds for the operations of the Nature Research Center building. The Center is scheduled to open in the spring of 2012. These funds are to be transferred to the Department of Administration for utilities, custodial services, maintenance, pest control, etc.

\$417,498 R \$1,253,590 R

48 Nature Research Center Program Operating Reserve

Provides the operating funds and staff required to open the Nature Research Center in the spring of 2012.

\$1,465,460 R \$2,269,798 R

22.00 22.00

49 Green Square Office Building Operating Reserve

Provides funds for the operations of the Green Square office building, which DENR plans to move into during the summer of 2011. These funds are to be transferred to the Department of Administration for utilities, custodial services, maintenance, pest control, etc.

\$956,408 R \$1,056,408 R

50 Plains Barn Operating Reserve

Provides the operating funds and staff needed to operate the plains barn and paddock at the North Carolina Zoo.

\$128,409 R \$128,409 R

1.50 1.50

51 State Park System Operating Reserve

Provides the operating funds and staff for a new boat ramp at Kerr Lake State Recreation Area and new facilities and trails at Grandfather Mountain, Gorges, and Deep River State Parks. Since the projects for Kerr Lake State Recreation Area and Gorges State Park will not be complete until later in 2011, positions included for these locations shall have an effective date of April 1, 2012.

\$143,030 R \$364,812 R

5.00 5.00

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52 Grassroots Science Museums Collaborative

(\$3,411,713) R (\$3,411,713) R

Transfers the appropriation for the Grassroots Science Museums Collaborative to Commerce State-Aid. A 15% reduction will be taken when the funds are added into the Commerce State-Aid section, leaving \$2,899,885. All nonprofits funded by the Natural and Economic Resources Subcommittee will now be funded out of Commerce State-Aid.

53 Partnership for the Sounds

(\$481,560) R (\$481,560) R

Transfers the appropriation for the Partnership for the Sounds to Commerce State-Aid. A 15% reduction will be taken when the funds are added into the Commerce State-Aid section, leaving \$409,326 recurring. All nonprofits funded by the Natural and Economic Resources Subcommittee will now be funded out of Commerce State-Aid.

(1.0) Administration

54 Vacant Positions

(\$159,051) R (\$159,051) R

Eliminates two positions within the administrative area of the Department. These two positions had been vacant for more than a year as of March 2011. The reduction includes salaries and benefits for these positions.

-2.00 -2.00

60036049 Departmental Purchasing Agent II \$63,832
60036070 Networking Specialist \$95,219

55 Office of Environmental Education and Public Affairs

(\$246,134) R (\$246,134) R

Reduces the environmental education responsibilities of the Office of Environmental Education and Public Affairs, with two positions to remain to administer the environmental teacher certification program and serve as a liaison with the Department of Public Instruction.

-3.00 -3.00

60036088 Edu. Dev. Consultant \$65,772
60036090 Edu. Dev. Consultant \$75,019
60036091 Edu. Dev. Consultant \$63,925

(1.0) Aquariums

56 Gate Admissions

(\$2,000,000) R (\$2,250,000) R

Reduces General Fund support for the aquariums and budgets \$2 million in gate admissions collected by the three aquariums. Currently, all gate admissions are budgeted in a special fund and are used for capital projects, repairs, maintenance, exhibits, etc. Over \$7.5 million from the General Fund will continue to be used to support the aquariums.

(1.0) Conservation Planning & Comm. Affairs

57 Working Lands Program

(\$78,195) R (\$78,195) R

Eliminates the Working Lands Program and the position associated with this program.

-1.00 -1.00

60036193 Program Development Coordinator \$78,195

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58 Program Staff

(\$279,271) R (\$279,271) R

Eliminates all remaining General Fund support for the Office of Conservation Planning & Community Affairs and replaces these funds with receipts from the Natural Heritage Trust Fund. All operating expenses and the salaries and benefits associated with three positions are transferred to receipts.

-3.00 -3.00

- 60036191 Program Dev Coordinator \$80,859
- 60036192 Program Dev Coordinator \$84,110
- 60036213 Edu. Dev. Consultant \$79,213

(1.0) Forest Resources

59 Positions to Receipt Support

(\$485,148) R (\$485,148) R

Reduces General Fund support for 13 positions, replacing these funds with receipts. Several of the positions shifted are partial positions; in total, 8.8 FTE are transferred to receipts. Positions and the amount shifted to receipts are listed below:

-8.80 -8.80

- 60031721 Office Assistant III \$16,635 (0.4 FTE)
- 60031762 Office Assistant III \$14,260 (0.4 FTE)
- 60031781 Office Assistant III \$16,918 (0.4 FTE)
- 60031786 Office Assistant III \$16,584 (0.4 FTE)
- 60031808 Office Assistant III \$16,182 (0.4 FTE)
- 60031919 Office Assistant III \$14,273 (0.4 FTE)
- 60031944 Office Assistant III \$15,085 (0.4 FTE)
- 60031995 Forester III \$80,712 (1.0 FTE)
- 60032202 Extension Educ & Training Spec. \$64,914 (1.0 FTE)
- 60032214 Forester III \$73,953 (1.0 FTE)
- 60032220 Forestry Technician \$55,449 (1.0 FTE)
- 60032221 Forestry Technician \$50,847 (1.0 FTE)
- 60032224 Accounting Clerk V \$49,336 (1.0 FTE)

60 Operating Reduction

(\$2,448,094) R (\$2,548,094) R

Reduces operating expenses of the Division.

61 Vacant Position

(\$31,504) R (\$31,504) R

Eliminates one vacant position in the Division that had been vacant for more than one year as of March 2011.

-1.00 -1.00

- 60031683 Cook \$31,504

62 Turnbull Educational State Forest

(\$87,317) R (\$87,317) R

Replaces General Fund appropriation for the Turnbull Educational State Forest with receipts generated by the Turnbull forest.

-1.00 -1.00

63 Aviation Base System

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

Directs the Division to transition to a three base system for aircraft. Currently the Division operates nine bases across the State. The Conklin & de Decker report issued in late 2010 recommended the three base system.

64 Forest Resources

Transfers the Division of Forest Resources from the Department of Environment and Natural Resources to the Department of Agriculture and Consumer Services.

(1.0) Marine Fisheries**65 Operating Expenses**

	(\$168,910)	R	(\$168,910)	R
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Reduces operating expenses across the Division.

66 Operating Expenses to Receipt Support

	(\$200,000)	R	(\$200,000)	R
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Transfers operating expenses within the Division to commercial fishing receipts.

67 Position Changes

	(\$202,937)	R	(\$202,937)	R
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Eliminates three permanent positions within the Division: one vacant, two filled, and one temporary position.

	-3.00		-3.00	
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Filled

60032651 M.F. Biologist II		\$67,900
60032556 M.F. Biologist II		\$56,225

Vacant

60032552 Processing Asst IV		\$38,761
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Temporary Position		\$40,051
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68 Positions to Receipt Support

	(\$297,116)	R	(\$297,116)	R
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Transfers the salaries and benefits of six positions to federal grant funds.

	-6.00		-6.00	
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60032644 Marine Fisheries Biologist II		\$52,330
60032649 Marine Fisheries Technician II		\$38,586
60032560 Marine Fisheries Biologist II		\$62,495
60032650 Marine Fisheries Technician III		\$52,789
60032645 Marine Fisheries Technician II		\$38,586
60032642 Marine Fisheries Biologist II		\$52,330

69 Columbia Office

	(\$55,902)	R	(\$55,902)	R
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Closes the Columbia Office of the Division of Marine Fisheries. This reduction includes rent and operating expenses associated with the office.

70 River Herring Program

	(\$85,000)	R	(\$85,000)	R
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Reduces funding for river herring research. This reduction leaves approximately \$65,000 and one position to continue to monitor river herring.

71 Oyster Sanctuary Program

	(\$1,451,778)	R	(\$1,451,778)	R
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Eliminates funding for the Oyster Sanctuary Program.

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72 Shellfish Rehabilitation Program

(\$260,000) R (\$260,000) R

Reduces funding for the Shellfish Rehabilitation program, leaving \$315,000 to support the Oyster Shell Recycling program and oyster sanctuary construction projects. This reduction reduces operating funds.

73 Fishery Resource Grant Program

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

Reduces the Fishery Resource Grant Program. This program is funded by the Division of Marine Fisheries but is operated by the SeaGrant program at North Carolina State University.

74 Shellfish Mapping Program

(\$281,168) R (\$281,168) R

Reduces operating funds as well as the salaries and benefits for five positions associated with the Shellfish Mapping Program. Four of these positions are filled and one is vacant.

-5.00 -5.00

Filled

60032712 M.F. Technician II \$ 40,200
 60032771 M.F. Technician II \$ 40,200
 60032713 M.F. Technician II \$ 39,328
 60032774 M.F. Technician II \$ 38,586

Vacant

60032773 M.F. Technician II \$ 38,896

75 Shellfish Sanitation and Recreational Water Quality

\$1,772,789 R \$1,772,789 R

Moves the Shellfish Sanitation and Recreational Water Quality program from the Division of Environmental Health to the Division of Marine Fisheries.

24.75 24.75

(1.0) Museum of Natural Sciences

76 Position Changes

(\$245,180) R (\$245,180) R

Eliminates five filled positions within the Division. This reduction includes the salaries and benefits of these positions.

-5.00 -5.00

60035038 Natural Science Curator I \$47,502
 60035013 Art Exhibit Design Technician \$48,617
 60034968 Art Exhibit Design Technician \$46,310
 60034980 Natural Science Research Curator II \$62,733
 60034966 Maintenance Mechanic II \$40,018

77 Temporary Wages

(\$189,732) R (\$189,732) R

Reduces temporary wages in the Division.

(1.0) North Carolina Zoo

78 Operating Expenses

(\$806,396) R (\$806,396) R

Reduces General Fund operating expenses at the NC Zoo by approximately 6.5%. The NC Zoo may offset this reduction by increasing fees for gate admissions by \$2.

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79 Operations to Receipt Support

(\$493,604) R (\$493,604) R

Budgets \$493,604 in receipts generated by the NC Zoo from revenue sources such as gate admissions, carousel rides, and stroller rentals. These receipts are over-realized and are currently deposited into the Special Zoo Fund.

80 Gift Shops

(\$603,198) R (\$603,198) R

Outsources at least three gift shops operated by the North Carolina Zoo. Outsourcing the NC Zoo's gift shops will eliminate six filled positions and one vacant position.

-7.00 -7.00

- 60033433 Sales Manager I \$33,260
- 60033304 Sales Manager I \$32,505
- 60033404 Sales Manager I \$34,235
- 60033403 Sales Manager II \$35,133
- 60033402 Sales Manager II \$36,506
- 60033459 Stock Clerk I \$34,203
- 60033405 Sales Manager I \$32,505

81 Vacant Positions

(\$68,846) R (\$68,846) R

Eliminates two positions in the Division that had been vacant for more than one year as of March 2011. This reduction includes the salaries and benefits for these positions.

-2.00 -2.00

- 60033308 Grounds Worker \$32,505
- 60033295 Vehicle Operator II \$36,341

(1.0) Parks & Recreation

82 Operating Expenses

(\$6,000,000) NR (\$6,000,000) NR

Transfers \$6 million in Parks and Recreation Trust Fund receipts to the Division of Parks and Recreation to support park operations for the biennium.

83 Operation Reduction

(\$1,012,500) R (\$1,012,500) R

Reduces operating expenses for the Division of Parks and Recreation.

84 Vacant Positions

(\$856,447) R (\$856,447) R

Eliminates 18 vacant positions in the Division. This reduction includes the salaries and benefits for these positions.

-18.00 -18.00

- 65007762 Maintenance Mechanic IV \$ 43,651
- 65007760 Maintenance Mechanic III \$ 39,789
- 60032890 Park Ranger \$ 45,510
- 60032962 Maintenance Mechanic IV \$ 42,294
- 65010034 Maintenance Mechanic IV \$ 46,323
- 65010033 Natural Science Curator II \$ 58,201
- 65009861 Office Assistant IV \$ 42,740
- 65009844 Park Ranger \$ 58,322
- 65009846 Park Ranger \$ 56,460
- 60033075 Park Ranger \$ 42,809
- 60033072 Park Ranger \$ 47,721
- 60033208 Park Ranger \$ 43,392
- 60032923 Park Ranger \$ 45,438
- 60032970 Maintenance Mechanic III \$ 39,789
- 60033159 Parks Designer II \$ 72,069
- 60032974 Maintenance Mechanic III \$ 44,165
- 60033046 Park Ranger \$ 44,806
- 60033057 Park Ranger \$ 42,968

(1.0) Soil & Water Conservation

85 Operating Reduction

(\$28,719) R (\$28,719) R

Reduces operating expenses in the Division.

86 Filled Positions

(\$105,990) R (\$105,990) R

Eliminates the salary and benefits of two filled positions in the Division.

-2.00 -2.00

- 60032335 Environmental Specialist \$53,355
- 60032377 Info & Communication Spec. I \$52,635

87 Soil & Water Conservation Districts

(\$68,000) R (\$68,000) R

Reduces funding for soil and water conservation districts by \$708 per district. This reduction cuts local matching funds by 10%, or \$400 per district. The remainder of the reduction is from funds provided for subsistence expenses for local Supervisors. This reduction means that lunch will no longer be reimbursed on days when the local district boards meet.

88 Routine Animal Operating Inspections

(\$472,725)

R

(\$472,725)

R

Ends the routine operating inspections of animal operations performed by the Division. Both the Division of Soil & Water Conservation and the Division of Water Quality inspect these operations. This reduction eliminates seven positions, their salaries and benefits, and associated operating costs. Two positions remain to provide technical assistance, conduct voluntary inspections, and respond to critical emergencies.

-7.00

-7.00

60032353 Env. Specialist	\$60,358
60032354 Env. Specialist	\$51,649
60032355 Env. Program Supervisor II	\$83,575
60032358 Engineer	\$61,444
60032341 Soil Scientist	\$51,649
60032366 Env. Specialist	\$53,698
60032356 Env. Specialist	\$56,222

89 Cooperative Soil Survey Program

(\$105,352)

R

(\$105,352)

R

Reduces operating funds and positions that support the Cooperative Soil Survey Program. This program conducts soil surveys that show the nature and distribution of various kinds of soil within a county and are used on a technical basis for land use decisions. This activity will now be carried out by local governments and the USDA Natural Resource Conservation Service. One position remains to provide technical assistance to local governments.

-2.00

-2.00

60032322 Soil Specialist	\$52,676
60032324 Soil Specialist	\$52,676

90 Animal Waste Pilot Program

(\$51,880)

R

(\$51,880)

R

Ends the Animal Waste Pilot Program extended in S.L.2009-84. The pilot program currently operates in four counties (Pender, Jones, Columbus, and Brunswick) and is scheduled to sunset in September of 2011. There is one position associated with this program. This reduction includes salary and benefits for this position.

-1.00

-1.00

60032357 Environmental Specialist	\$51,880
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91 Soil & Water Conservation

Transfers the Division of Soil and Water Conservation from the Department of Environment and Natural Resources to the Department of Agriculture and Consumer Services.

(2.0) Coastal Management**92 Positions to Receipt Support**

(\$314,075)

R

(\$314,075)

R

Shifts the salary and benefits of 5.0 positions to receipt support:

-5.00

-5.00

60031539 Office Assistant IV	\$47,372
60031553 District Planner	\$61,397
60031533 Asst Major Permit Coordinator	\$63,651
60031546 Rule Making & Policy Analyst	\$68,840
60031601 Compliance & Enforcement Field Rep.	\$72,815

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93 Raleigh Office

(\$109,523) R (\$109,523) R

Closes the Raleigh Office of the Division of Coastal Management and eliminates 1.0 filled receipt-supported position. The Department shall fund shift other positions and operating costs within the Division to be supported by these federal receipts.

-1.00 -1.00

60031545 Asst Dir For Policy & Planning \$109,523

(2.0) Environmental Assistance and Outreach

94 Filled Position

(\$113,994) R (\$113,994) R

Eliminates the salary and benefits of 1.0 filled position:

-1.00 -1.00

60035066 Environmental Program Manager \$113,994

95 Customer Service Liaisons

Directs the Division of Environmental Assistance and Outreach to provide a minimum of one Customer Service Liaison for each of the Department's Regional Offices in order to address customer services issues, complaints, information requests, and the like.

(2.0) Environmental Health

96 Private Well Program

(\$278,129) R (\$348,372) R

Eliminates operating funding for the Private Well Program and 4.0 filled positions in FY 2011-12:

-4.00 -5.00

60034257 Environmental Program Supervisor II \$73,531
 60034539 Environmental Health Regional Specialist \$63,332
 60034541 Environmental Health Regional Specialist \$58,246
 60034305 Processing Assistant IV \$38,180

and eliminates the program's remaining position in FY 2012-13:

60034542 Environmental Health Regional Specialist \$55,275

97 Vector Control Program

(\$391,311) R (\$391,311) R

Eliminates operating funding for the Vector Control Program and its 4.50 filled positions:

-4.50 -4.50

60034360 Enviro. Senior Specialist (1.0 FTE) \$72,644
 60034361 Enviro. Senior Specialist (1.0 FTE) \$59,798
 60034359 Enviro. Program Consultant (1.0 FTE) \$84,637
 60034363 Enviro. Program Consultant (1.0 FTE) \$88,214
 60034358 Pub. Health Pest Mgmt Sec. Chief (0.5 FTE) \$23,949

Mosquito control grant funds will be administered by existing staff within the Division of Public Health.

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98 Positions Eliminated and Shifted to Receipt Support

(\$389,938) R

(\$389,938) R

Eliminates the salary and benefits of 3.0 positions:

-6.50

-6.50

Filled:

60034261 Administrative Assistant I \$49,013
 60034543 Administrative Assistant I \$41,867

Vacant:

60034466 Extension Educ & Training Spec III \$56,780

and fund shifts 3.50 positions to receipt support:

60034300 Nurse Consultant (1.0 FTE) \$74,315
 60034293 Enviro. Health Regional Spec. (1.0 FTE) \$65,844
 60034495 Enviro. Program Supervisor (0.25 FTE) \$19,821
 60034298 Technology Support Analyst (1.0 FTE) \$61,118
 60034255 Environmental Program Supv I (0.25 FTE) \$21,180

99 Public Water Supply Positions

(\$202,628) R

(\$202,628) R

Eliminates the salary and benefits of 2.0 vacant positions in the Public Water Supply Section:

-3.00

-3.00

60034405 Environmental Senior Specialist \$59,750
 60034392 Engineer \$98,022

and 1.0 filled position in the Division Finance Office:

60034413 Accounting Technician \$44,856

100 Public Water Supply Program

(\$759,217) R

(\$759,217) R

Transfers the Public Water Supply Program to the Division of Water Resources.

-8.80

-8.80

101 Food and Lodging Program

Directs the Division to change the use of the \$400,000 appropriation originally intended for aid to counties for local food and lodging programs. The Division is to use those funds to pay for the costs to operate the State elements of the program. Counties will receive a higher percentage of the food and lodging fee that will more than offset not receiving these grant funds.

102 On-Site Quality Assurance Program

(\$69,792) R

(\$69,792) R

Eliminates funding for the On-Site Quality Assurance Program and its 1.0 position:

-1.00

-1.00

60034368 Environmental Health Regional Specialist \$69,792

103 Wastewater Discharge Elimination Program

(\$160,594) R

(\$160,594) R

Eliminates operating funding for the Wastewater Discharge Elimination Program and its 2.0 filled positions:

-2.00

-2.00

60034370 Environmental Senior Specialist \$55,541
 60034306 Environmental Program Supervisor I \$75,547

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104 Tick Control Program

(\$139,499) R (\$139,499) R

Eliminates operating funding for the Tick Control Program and its 1.0 filled position:

-1.00 -1.00

65001605 Environmental Senior Specialist \$58,072

105 Sleep Products Program

Transfers the Sleep Products Program to the Department of Agriculture and Consumer Services. This program's expenditures of \$630,337 and 8.0 positions are fully supported by receipts.

106 Shellfish Sanitation and Recreational Water Quality

(\$1,772,789) R (\$1,772,789) R

Transfers the Shellfish Sanitation and Recreational Water Quality Program to the Division of Marine Fisheries.

-24.75 -24.75

107 Grade "A" Milk Sanitation Branch

(\$811,175) R (\$811,175) R

Transfers the Grade "A" Milk Sanitation Branch to the Department of Agriculture and Consumer Services. The Department shall transfer the full General Fund amount shown and fund shift other divisional expenses to receipts as necessary.

-7.00 -7.00

108 Transfer to DHHS - Division of Public Health

(\$173,397) R (\$173,397) R

Eliminates salary and benefits of 2.0 filled positions that will be eliminated as part of the transfer of the Division of Environmental Health to the Division of Public Health in the Department of Health and Human Services:

-2.00 -2.00

60034382 Division Deputy Director \$116,617

60034417 Information & Communications Spec. I \$56,780

(2.0) Regional Offices

109 Filled Positions

(\$111,424) R (\$111,424) R

Eliminates the salary and benefits of 3.0 filled positions:

-3.00 -3.00

60036122 Office Assistant \$37,614

60036157 Office Assistant \$37,455

60036154 Office Assistant \$36,355

110 Regional Offices

(\$1,238,874) R (\$1,238,874) R

Eliminates three positions at each of DENR's seven Regional Offices for a total reduction of 21.0 positions.

-21.00 -21.00

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111 Asheville Regional Office

(\$479,674) R (\$479,674) R

Eliminates the salaries and benefits of 6.0 positions and operating costs in the Asheville Regional Office:

-6.00 -6.00

60032508 Tech Support Analyst \$68,894
 60032509 Hydrogeologist \$60,272
 60032510 Hydrogeologist \$54,115
 60032511 Hydrogeologist \$54,115
 60032512 Hydrogeologist \$76,301
 60032513 Hydrogeologist \$84,265

Operating Costs \$81,712

112 Regional Offices Justification Review

(\$12,624,378) R (\$12,624,378) R

Eliminates recurring funding for the Regional Offices and makes the funding nonrecurring for FY 2011-12. The Fiscal Research Division will perform a Justification Review of this program.

\$12,624,378 NR

(2.0) Waste Management

113 Operating Budget

(\$23,819) R (\$23,819) R

Reduces the operating budget of the Division of Waste Management.

114 Positions Eliminated and Shifted to Receipt Support

(\$482,878) R (\$482,878) R

Eliminate the salary and benefits of 3.0 vacant and 1.0 filled positions:

-6.90 -6.90

Vacant

60034588 Hydrogeologist (1.0 FTE) \$72,226
 60095583 Engineer (1.0 FTE) \$83,171
 60034613 Environmental Sr Specialist (1.0 FTE) \$59,273

Filled

60034616 Hydrogeologist (1.0 FTE) \$65,806

and fund shifts 2.9 positions to receipt support:

60034617 Engineer (0.5 FTE) \$43,137
 60034596 Environmental Sr Specialist (0.2 FTE) \$13,644
 60034589 Environmental Sr Specialist (0.2 FTE) \$14,245
 60034607 Environmental Sr Specialist (1.0 FTE) \$65,101
 60034595 Environmental Sr Specialist (0.25 FTE) \$15,438
 60034602 Environmental Supervisor III (0.25 FTE) \$21,475
 60034608 Environmental Sr Specialist (0.25 FTE) \$14,681
 60034594 Environmental Sr Specialist (0.25 FTE) \$14,681

115 Vacant Position

(\$63,764) R (\$63,764) R

Eliminates the salary and benefits of 1.0 position that has been vacant for over a year as of March 2011:

-1.00 -1.00

60034774 Hydrogeologist \$63,764

(2.0) Water Quality

116 Vacant Positions			(\$84,333)	R		(\$84,333)	R
Eliminates the salary and benefits of 1.59 positions vacant for over one year:							
						-1.59	-1.59
60035518	Environmental Senior Specialist (0.59 FTE)		\$39,110				
60035240	Environmental Senior Technician (1.0 FTE)		\$45,223				
117 Operating Budget			(\$442,880)	R		(\$442,880)	R
Reduces General Fund support of the operating budget of the Division of Water Quality by 15%.							
118 Positions Eliminated and Shifted to Receipt Support			(\$1,217,921)	R		(\$1,217,921)	R
Eliminates the salary and benefits of 6.0 vacant and 2.0 filled positions:							
						-22.50	-22.50
60035140	Processing Assistant IV	(1.0 FTE)	\$40,481				
60035166	Chemist III	(1.0 FTE)	\$74,824				
60035160	Chemistry Technician III	(1.0 FTE)	\$47,705				
60035141	Chemistry Technician I	(1.0 FTE)	\$46,684				
60035489	Environmental Senior Tech.	(1.0 FTE)	\$48,425				
60035466	Environmental Specialist	(1.0 FTE)	\$58,201				
60035229	Environmental Technician	(1.0 FTE)	\$45,887				
60035347	Environmental Senior Tech.	(1.0 FTE)	\$48,594				
and shifts 14.5 positions to receipt support:							
60035164	Chemistry Technician III	(1.0 FTE)	\$46,684				
60035161	Chemistry Technician III	(0.5 FTE)	\$24,752				
60035186	Processing Assistant IV	(1.0 FTE)	\$40,400				
60035139	Enviro. Prog. Supv. IV	(0.5 FTE)	\$50,193				
60035424	Environmental Engineer	(1.0 FTE)	\$70,530				
60035104	Accounting Clerk IV	(1.0 FTE)	\$38,672				
60035398	Environmental Specialist	(1.0 FTE)	\$66,022				
60035170	Chemistry Technician III	(1.0 FTE)	\$50,432				
60035099	Processing Assistant IV	(1.0 FTE)	\$38,043				
60035414	Environmental Engineer	(1.0 FTE)	\$66,250				
60035381	Environmental Senior Tech.	(1.0 FTE)	\$45,181				
60035270	Enviro. Prog. Supv. III	(0.5 FTE)	\$42,999				
60035490	Environmental Specialist	(1.0 FTE)	\$58,350				
60035231	Environmental Specialist	(1.0 FTE)	\$55,793				
60035467	Environmental Senior Tech.	(1.0 FTE)	\$49,798				
60035472	Environmental Engineer	(1.0 FTE)	\$63,021				

(2.0) Water Resources

119 Funds for H.B. 609 "Promote Water Supply Development"			\$83,000	R		\$83,000	R
Provides \$83,000 in recurring funding to the Department in order to fulfill the requirements of H.B. 609, contingent upon the passage of H.B. 609. If the bill is not enacted, then these funds shall revert to the General Fund.							
120 Public Water Supply Section from Environmental Health			\$759,217	R		\$759,217	R
Transfers the Public Water Supply Section from the Division of Environmental Health to the Division of Water Resources.							
						8.80	8.80

121 Transfer from Capital Improvement Funds

Transfers \$564,227 from Division of Water Resources Capital Improvement funds to Division of Water Resources on a nonrecurring basis for FY 2011-12 and reduces the General Fund operating budget in a like amount.

(\$564,227) NR

Total Legislative Changes	(\$36,366,265)	R	(\$34,824,296)	R
	\$13,178,751	NR	(\$6,000,000)	NR
Total Position Changes	-160.51		-161.51	
Revised Budget	\$165,784,887		\$148,148,105	

DENR-Clean Water Management Trust Fund

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$100,000,000		\$100,000,000	
Legislative Changes				
Department-wide				
122 Operating Reduction	(\$88,750,000)	R	(\$88,750,000)	R
Provides \$11.25 million to the Clean Water Management Trust Fund. In addition, the bill repeals G.S. 113A-253.1, which set the Trust Fund's annual appropriation at \$100 million.				
Total Legislative Changes	(\$88,750,000)	R	(\$88,750,000)	R
Total Position Changes				
Revised Budget	\$11,250,000		\$11,250,000	

Commerce

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$38,907,381		\$38,907,381	

Legislative Changes

Department-wide

123 Employment Security Commission Merger	(\$251,376)	R	(\$377,064)	R
Reduces expenditures due to the merger of the Employment Security Commission with the Department of Commerce. This reduction is based on an effective date of November 1, 2011 for the transfer. This transfer shall be done in accordance with S.B. 532.				
124 Governor's Office Transfer	(\$192,354)	R	(\$192,354)	R
Eliminates funding from various account codes (1x-5x) across the Department which have been used to transfer funds to the Governor's Office to pay for salary and benefits for one position. The Department shall not transfer funds to the Governor's Office for this purpose.				
125 Salary and Operating Reductions to Align Budget	(\$235,558)	R	(\$235,558)	R
Reduces various accounts (1x-5x) across the Department such that the Department may properly budget contracts with the Attorney General's Office, rather than using lapsed salary and operating line items for this purpose.				
126 Cell Phones	(\$7,000)	R	(\$7,000)	R
Reduces cell phones expenditures across the Department by 30%. The Department is to reduce the actual number of cell phones by this percentage as well.				
127 Motor Fleet Management	(\$27,647)	R	(\$27,647)	R
Reduces Motor Fleet Management expenses by 10%. The Department is to reduce the actual number of Motor Fleet Management vehicles by 10% as well.				

Department-wide Reserves and Transfers

128 Rural Electrification Authority	\$150,000	NR		
Appropriates \$150,000 to be transferred to the Rural Electrification Authority (budget code 54600 5241). In section 2.2(g) of S.L. 2009-451, \$210,240 was transferred from this fund to General Fund availability.				

Administration

129 Administrative Assistant	(\$54,640)	R	(\$54,640)	R
Eliminates the salary and benefits for one filled administrative assistant position (60077162).				
	-1.00		-1.00	

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130 Attorney General Contracts	\$235,558	R	\$235,558	R
Directs the Department to properly budget its Attorney General contracts as a separate 2x account line.				
131 Assistant Secretary for Community Development	(\$125,101)	R	(\$125,101)	R
Transfers the salary and benefits for the Assistant Secretary for Community Development position (60077156) from the Administration fund code (1111) to the Division of Community Assistance fund code (1620) so that the funding can be properly aligned in the correct division. The Department shall physically locate the Assistant Secretary in the same building as the majority of the division's employees.	-1.00		-1.00	
132 Assistant Secretary for Policy, Research, and Strategic Planning (PRSP)	(\$125,720)	R	(\$125,720)	R
Transfers the Assistant Secretary position (60077183) from the Administration fund code (1111) to the PRSP fund code (1130) so that the funding can be properly aligned in the correct division.	-1.00		-1.00	
133 Director of Rural Development Programs	(\$99,308)	R	(\$99,308)	R
Eliminates the salary and benefits for the position of Director of Rural Development Programs (60077188). This position oversees the 21st Centuries Communities Program, which is eliminated, and administers Community Development Block Grant (CDBG) programs which can be handled by existing CDBG staff. The Certified Retirement Communities Program shall be transferred to the Division of Tourism, Film, and Sports Development and administered by existing staff.	-1.00		-1.00	
134 Public Affairs Staff Reduction	(\$42,289)	R	(\$42,289)	R
Eliminates the salary and benefits for one filled position (60077186) in the Secretary's Office, Public Affairs section.	-1.00		-1.00	
BLNC - Business Link North Carolina				
135 Director Position	(\$131,110)	R	(\$131,110)	R
Eliminates the salary and benefits for the director position (60080987) for BLNC. Employees in this division will report to the Director of Business and Industry.	-1.00		-1.00	
Business and Industry				
136 Transfer to Biotechnology Center	(\$64,125)	R	(\$64,125)	R
Eliminates the transfer to the Biotechnology Center. The Department and the Biotechnology Center are encouraged to continue the Memorandum of Understanding but without the use of Commerce funds to pay for Biotechnology Center expenses.				
137 Trade Shows	(\$50,000)	R	(\$50,000)	R
Reduces funding for trade shows.				

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138 Vacant Positions

(\$141,727) R (\$141,727) R

Eliminates the salaries and benefits for two positions which have been vacant for more than one year as of March 2011:

-2.00 -2.00

60080967 Econ Development Rep \$58,413
 60080979 Client Development Manager \$83,314

Commerce Finance Center

139 Industrial Development Fund

(\$320,107) R (\$320,107) R

Eliminates the General Fund appropriation for the Industrial Development Fund. Funding will remain available from loan repayments and in the fund balance to fulfill existing obligations.

140 Jobs Maintenance and Capital Development Fund (JMAC)

\$6,000,000 NR

Appropriates \$6,000,000 for Bridgestone/Firestone and Goodyear agreements for the 2010 grant year.

141 One North Carolina Fund

\$10,000,000 NR

Provides additional funding for the One North Carolina Fund.

142 Broadband Mapping

\$375,730 R \$375,730 R

Provides funding for the CDBG Economic Development section to contract out for the North Carolina mapping and planning project currently titled NC BRIM, Broadband-Rigor in Mapping.

143 Broadband Connectivity

\$1,000,000 NR

Provides \$1 million non-recurring for the CDBG-Economic Development section to incent private businesses to provide broadband connectivity. Priority shall be given to unserved areas in mixed urban-rural counties and then to unserved areas in mainly rural counties. The Department shall work with the Rural Economic Development Center in developing and implementing this grant program.

Community Assistance

144 Assistant Secretary Position

\$125,101 R \$125,101 R

Transfers the salary and benefits for the Assistant Secretary for Community Development position (60077156) from the Administration fund code (1111) into the Division of Community Assistance fund code (1620) so that the funding can be properly aligned in the correct division. The Department shall physically locate the Assistant Secretary in the same building as the majority of the division's employees.

1.00 1.00

145 Senior Advisor/Director Position

(\$117,624) R (\$117,624) R

Eliminates the salary and benefits for the position of director (60081167). This division also has an Assistant Secretary, and thus the director position is eliminated to more properly align span of control.

-1.00 -1.00

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146 Vacant Position

Eliminates the salary and benefits for one Planner position (60081202) vacant for more than one year as of March 2011.

(\$71,536)	R	(\$71,536)	R
-1.00		-1.00	

147 21st Century Communities

Eliminates operating funding for the 21st Century Communities program and the salaries and benefits for three filled positions. This program was designed to certify counties to be ready for the 21st Century and is no longer needed.

(\$244,699)	R	(\$244,699)	R
-3.00		-3.00	

60081236 Planner \$58,074
 60081237 Planner \$55,541
 60081238 Planner \$63,013

148 Filled Positions

Eliminates the salaries and benefits for five filled positions and associated operating costs within the Division. Funding will still be sufficient to meet Community Development Block Grant (CDBG) match requirements.

(\$296,177)	R	(\$296,177)	R
-5.00		-5.00	

60081178 Office Assistant IV \$31,634
 60081182 Comm Dev Planner I \$57,511
 60081198 Comm Dev Planner II \$62,238
 60081205 Office Assistant IV \$34,305
 60089504 Comm Dev Planner I \$74,135

Operating Expenses \$36,354

Energy

149 Pass-through Funding to Universities

Reduces pass-through funding to the Energy Centers at North Carolina A&T State University, North Carolina State University, and Appalachian State University. Provides \$500,000 in FY 2011-12 and \$617,603 in FY 2012-13 for the Solar Center at North Carolina State University to continue energy efficiency programs. \$200,000 of this funding shall be used for the Energy Management Program within the Energy Efficiency and Environmental Research Program in the Department of Mechanical & Aerospace Engineering. No funds shall be used for advertising or promotion of the Solar Center.

(\$1,855,500)	R	(\$1,466,090)	R
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Provides \$100,000 in FY 2011-12 and \$261,215 in FY 2012-13 to the Appalachian Energy Center at Appalachian State University.

Provides \$100,000 in FY 2011-12 and \$210,592 in FY 2012-13 to the Center for Energy Research and Technology at North Carolina A&T State University.

150 Operating Reduction

Reduces operating expenses (2x-5x) in the division by \$21,120, leaving \$154,716 for these purposes.

(\$21,120)	R	(\$21,120)	R
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Commerce

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Eliminates the salary and benefits for one filled Engineer position (60014891) who currently is assigned to the Utility Savings Initiative program.

(\$78,880)	R	(\$78,880)	R
-1.00		-1.00	

Industrial Commission

152 Over-realized Receipts

Directs the Industrial Commission to budget over-realized receipts.

(\$736,861)	R	(\$736,861)	R
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International Trade

153 Trade Shows

Reduces funding for trade shows.

(\$50,000)	R	(\$50,000)	R
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Management Information Systems

154 Division Director

Eliminates the salary and benefits for the director position (60080825) for the Management Information Systems division.

(\$153,218)	R	(\$153,218)	R
-1.00		-1.00	

155 Operating Funds

Reduces operating expenses (2x-5x) in the division by \$18,552, leaving \$163,790 for these purposes.

(\$18,552)	R	(\$18,552)	R
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Office of Science and Technology

156 Continuation Review

Eliminates recurring funding for the Office of Science and Technology and makes the funding nonrecurring for FY 2011-12. This program is subject to continuation review.

(\$215,599)	R	(\$215,599)	R
\$215,599	NR		
		-2.00	

Policy, Research, and Strategic Planning

157 Assistant Secretary Position

Transfers the Assistant Secretary position (60077183) from the Administration fund code (1111) into the Policy, Research, and Strategic Planning fund code (1130) so that the funding can be properly aligned in the correct division.

\$125,720	R	\$125,720	R
1.00		1.00	

158 Operating Expenses

Reduces operating expenses (2x-5x) in the division by \$10,000, leaving \$200,753 for these purposes.

(\$10,000)	R	(\$10,000)	R
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Tourism, Film, and Sports Development

159 Welcome Centers Position

Eliminates the salary and benefits for an Office Assistant IV position (60080870) which has been vacant for more than a year as of March 2011.

(\$39,102)	R	(\$39,102)	R
-1.00		-1.00	

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160 Wine and Grape Grower's Council

Eliminates funding for the Wine and Grape Grower's Council, including the salary and benefits for one filled position (60080945).

(\$732,380) R

(\$732,380) R

-1.00

-1.00

161 NC Wineries & Tourism

Provides \$500,000 NR for North Carolina wineries and tourism. \$250,000 shall be allocated to the Vinifera Group and \$250,000 to the Muscadines Group for the purpose of promoting North Carolina wineries and tourism related to the wineries. The funds shall be used for advertising and State winery maps.

\$500,000 NR

Wanchese Seafood Industrial Park

162 Capital and Operating Funds

Eliminates funding most recently used for capital projects and operating expenses.

(\$248,327) R

(\$248,327) R

163 Operating Reduction

Reduces the budget for Wanchese by 15%.

(\$25,112) R

(\$25,112) R

Workforce Development

164 Workforce Investment Act Funds

Transfers \$350,000 in Workforce Investment Act funds from the Department of Commerce to the Department of Labor to be used for the recurring operating costs of the Apprenticeship Program.

Total Legislative Changes

(\$5,920,640) R

(\$5,656,918) R

\$17,865,599 NR

Total Position Changes

-20.00

-22.00

Revised Budget

\$50,852,340

\$33,250,463

Commerce - State Aid

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$31,169,289		\$31,169,289	
Legislative Changes				
165 Ag in the Classroom	\$22,077	R	\$22,077	R
Transfers the appropriation for Ag in the Classroom from Agriculture to Commerce State-Aid. All nonprofits funded by the Natural and Economic Resources Subcommittee will now be funded out of Commerce State-Aid.				
166 Association of Community Development Corporations (CDCs)	(\$196,137)	R	(\$147,103)	R
Reduces the recurring pass-through appropriation for the Association of CDCs by 20% for FY 2011-12 and by 15% in FY 2012-13.				
167 Biofuels Center	(\$500,000)	R	(\$500,000)	R
Reduces the recurring pass-through appropriation for the Biofuels Center by 10%, leaving \$4,500,000 recurring.				
168 Community Development Initiative	(\$936,548)	R	(\$702,411)	R
Reduces the recurring pass-through appropriation for the Community Development Initiative by 20% for FY 2011-12 and by 15% for FY 2012-13.				
169 Councils of Government (COGs)	(\$60,563)	R	(\$60,563)	R
Reduces the recurring pass-through appropriation for the COGs.				
170 Defense & Security Technology Accelerator	\$700,000	NR	\$700,000	NR
Provides funding to the Defense & Security Technology Accelerator for FY 2011-12 and FY 2012-13.				
171 e-NC Authority	(\$442,035)	R	(\$442,035)	R
Eliminates all funding to the e-NC Authority.				
172 FFA Foundation	\$37,531	R	\$37,531	R
Transfers the appropriation for the FFA Foundation from Agriculture to Commerce State-Aid. A 15% reduction is taken, leaving \$37,531 recurring. All nonprofits funded by the Natural and Economic Resources Subcommittee will now be funded out of Commerce State-Aid.				

Senate Subcommittee on Natural and Economic Resources

	FY 11-12		FY 12-13	
173 Grassroots Science Museums	\$2,899,885	R	\$2,899,885	R
Transfers the appropriation for the Grassroots Science Museums Collaborative from DENR to Commerce State-Aid. A 15% reduction is taken, leaving \$2,899,885 recurring. All nonprofits funded by the Natural and Economic Resources Subcommittee will now be funded out of Commerce State-Aid.				
174 High Point Furniture Market	(\$120,972)	R	(\$120,972)	R
Reduces the recurring pass-through appropriation for the High Point Furniture Market by 15%, leaving \$685,507 recurring.				
175 Indian Economic Development Initiative	\$90,000	R	\$90,000	R
Provides recurring funding to the Indian Economic Development Initiative.				
176 Institute for Regenerative Medicine	(\$2,000,000)	R	(\$2,000,000)	R
Reduces the recurring pass-through appropriation for the Institute for Regenerative Medicine.				
177 Institute of Minority Economic Development	(\$377,612)	R	(\$377,612)	R
Reduces the recurring pass-through appropriation for the Institute of Minority Economic Development by 15%, leaving \$2,139,793 recurring.				
178 Johnson & Wales	\$500,000	NR		
Appropriates \$500,000 to Johnson & Wales University for FY 2011-12.				
179 Land Loss Prevention Project	(\$139,492)	R	(\$106,119)	R
Reduces the recurring pass-through appropriation for the Land Loss Prevention Project by 20% for FY 2011-12 and by 15% for FY 2012-13.				
180 Minority Support Center	(\$625,746)	R	(\$469,309)	R
Reduces the recurring pass-through appropriation for the Minority Support Center by 20% for FY 2011-12 and by 15% for FY 2012-13.				
181 Partnership for the Sounds	\$409,326	R	\$409,326	R
Transfers the appropriation for the Partnership for the Sounds from DENR to Commerce State-Aid. A 15% reduction is taken, leaving \$409,326 recurring. All nonprofits funded by the Natural and Economic Resources Subcommittee will now be funded out of Commerce State-Aid.				
182 Regional Economic Development Commissions	(\$250,000)	R	(\$250,000)	R
Reduces the recurring pass-through appropriation for the Regional Economic Development Commissions by 10%, leaving \$2,250,000 recurring and provides \$2,172,022 in non-recurring funds for FY 2011-12.				
183 RTI International	\$500,000	NR		
Provides \$500,000 NR for RTI to match US Department of Energy grant funds.				

Senate Subcommittee on Natural and Economic Resources

FY 11-12

FY 12-13

Total Legislative Changes	(\$2,190,286)	R	(\$1,717,305)	R
	\$3,872,022	NR	\$700,000	NR
Total Position Changes				
Revised Budget	\$32,851,025		\$30,151,984	

N.C. Biotechnology Center

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$19,501,900		\$19,501,900	
Legislative Changes				
184 Operating Funds	(\$1,950,190)	R	(\$1,950,190)	R
Reduces the recurring pass-through appropriation for the Biotechnology Center by 10%, leaving \$17,551,710 recurring.				
Total Legislative Changes	(\$1,950,190)	R	(\$1,950,190)	R
Total Position Changes				
Revised Budget	\$17,551,710		\$17,551,710	

Rural Economic Development Center

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$22,640,814		\$22,640,814	
Legislative Changes				
185 Operating Reductions	(\$2,264,085)	R	(\$2,264,085)	R
Reduces the recurring pass-through appropriation for the Rural Center by 10%, leaving \$20,376,729 in recurring funding.				
186 Emergency Rural Jobs Infrastructure Fund	\$5,000,000	NR	\$5,000,000	NR
Provides nonrecurring funding for FY 2011-12 and FY 2012-13 to establish the Emergency Rural Jobs Infrastructure Fund.				
Total Legislative Changes	(\$2,264,085)	R	(\$2,264,085)	R
	\$5,000,000	NR	\$5,000,000	NR
Total Position Changes				
Revised Budget	\$25,376,729		\$25,376,729	

Wildlife Resources Commission

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$0		\$0	
<hr/>				
Legislative Changes				
187 Operating Funds	\$18,000,000	R	\$18,000,000	R
Transfers the Wildlife Resource Commission to General Fund support. The expected sales tax transfer of \$22.97 million is changed to a \$18 million General Fund appropriation. Of the \$18 million appropriated to the Commission, \$250,000 shall be used to supplement the Beaver Management Assistance Program. These funds shall be in addition to the \$349,000 of Commission funds currently obligated for the program.				
Conservation Education				
188 Conservation Education	(\$778,821)	R	(\$778,821)	R
Eliminates recurring funding for the Conservation Education Division and makes the funding nonrecurring for FY 2011-12. This program is subject to Continuation Review.				
<hr/>				
Total Legislative Changes	\$17,221,179	R	\$17,221,179	R
	\$778,821	NR		
Total Position Changes				
Revised Budget	\$18,000,000		\$17,221,179	

Commerce – Enterprise

Budget Code: 54600

	FY 2011-12	FY 2012-13
Beginning Unreserved Fund Balance	\$9,069,749	\$8,190,899
Recommended Budget		
Requirements	\$4,479,458	\$4,479,458
Receipts	\$4,100,608	\$4,100,608
Positions	46.00	46.00

Legislative Changes

Requirements:

Transfer to General Fund	\$0 R	\$0 R
Directs the ABC Commission to transfer \$500,000 in cash balance to the General Fund for general availability.	\$500,000 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	\$0 R	\$0 R
	\$500,000 NR	\$0 NR
	0.00	0.00

Receipts:

ABC Commission	\$0 R	\$0 R
	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR

Subcommittee on Natural and Economic Resources

	FY 2011-12	FY 2012-13
Revised Total Requirements	\$4,979,458	\$4,479,458
Revised Total Receipts	\$4,100,608	\$4,100,608
Change in Fund Balance	(\$878,850)	(\$378,850)
Total Positions	46.00	46.00
Unappropriated Balance Remaining	\$8,190,899	\$7,812,049

DENR - Special

Budget Code: 24300

	FY 2011-12	FY 2012-13
Beginning Unreserved Fund Balance	\$2,291,385	\$1,841,385
Recommended Budget		
Requirements	\$1,029,288	\$1,029,288
Receipts	\$1,029,288	\$1,029,288
Positions	0.00	0.00

Legislative Changes

Requirements:

Mercury Pollution Prevention Funds for H.B. 242	\$0 R	\$0 R
Provides \$100,000 to the Department of Environment and Natural Resources, contingent upon the adoption of H.B. 242, "Nat'l Gas/ Bonds/ Fees/ Studies," in order to fulfill the requirements of the bill. These funds shall come from the Mercury Pollution Prevention Fund in the Department of Environment and Natural Resources.	\$100,000 NR	\$0 NR
	0.00	0.00
 Mercury Pollution Prevention Funds for S.B. 709	 \$0 R	 \$0 R
Provides \$100,000 to the Department of Environment and Natural Resources, contingent upon the adoption of S.B. 709, "Energy Jobs Act," in order to fulfill the requirements of the bill. These funds shall come from the Mercury Pollution Prevention Fund in the Department of Environment and Natural Resources.	\$100,000 NR	\$0 NR
	0.00	0.00
 Mercury Pollution Prevention Fund	 \$0 R	 \$0 R
Transfers \$250,000 from the cash balance of the Mercury Pollution Prevention Fund to the General Fund for general availability.	\$250,000 NR	\$0 NR
	0.00	0.00
 Subtotal Legislative Changes	 \$0 R	 \$0 R
	\$450,000 NR	\$0 NR
	0.00	0.00

Subcommittee on Natural and Economic Resources

	FY 2011-12	FY 2012-13
Receipts:		
Mercury Prevention Transfer to General Fund	\$0 R	\$0 R
	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR
<hr/>		
Revised Total Requirements	\$1,479,288	\$1,029,288
Revised Total Receipts	\$1,029,288	\$1,029,288
Change in Fund Balance	(\$450,000)	\$0
Total Positions	0.00	0.00
<hr/>		
Unappropriated Balance Remaining	\$1,841,385	\$1,841,385

DENR - PART F

Budget Code: 24309

	FY 2011-12	FY 2012-13
Beginning Unreserved Fund Balance	\$13,599,484	\$4,419,353
Recommended Budget		
Requirements	\$45,793,981	\$45,793,981
Receipts	\$36,613,850	\$36,613,850
Positions	0.00	0.00

Legislative Changes

Requirements:

Transfer to General Fund	\$0 R	\$0 R
Diverts \$8.435 million in Deed Stamp tax revenue to the General Fund for general availability.	\$8,435,000 NR	\$0 NR
	0.00	0.00
Parks and Recreation Trust Fund Expenditures	\$0 R	\$0 R
Reduces expenditures by the Parks and Recreation Trust Fund due to the diversion of tax revenue to the General Fund.	(\$8,435,000) NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR
	0.00	0.00

Receipts:

Transfer to General Fund	\$0 R	\$0 R
	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR

Subcommittee on Natural and Economic Resources

	FY 2011-12	FY 2012-13
Revised Total Requirements	\$45,793,981	\$45,793,981
Revised Total Receipts	\$36,613,850	\$36,613,850
Change in Fund Balance	(\$9,180,131)	(\$9,180,131)
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$4,419,353	(\$4,760,778)

DENR - Recreational/ Natural Heritage Trust Fund

Budget Code: 64302

	FY 2011-12	FY 2012-13
Beginning Unreserved Fund Balance	(\$4,355,915)	(\$15,956,577)
Recommended Budget		
Requirements	\$31,750,487	\$31,750,487
Receipts	\$20,149,825	\$20,149,825
Positions	0.00	0.00

Legislative Changes

Requirements:

Transfer to General Fund	\$0 R	\$0 R
Diverts \$8 million in Deed Stamp tax revenue to the General Fund for general availability.	\$8,000,000 NR	\$0 NR
	0.00	0.00
Natural Heritage Trust Fund Expenditures	\$0 R	\$0 R
Reduces expenditures by the Natural Heritage Trust Fund due to the diversion of tax revenue to the General Fund.	(\$8,000,000) NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR
	0.00	0.00

Receipts:

Transfer to General Fund	\$0 R	\$0 R
	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR

Subcommittee on Natural and Economic Resources

	FY 2011-12	FY 2012-13
Revised Total Requirements	\$31,750,487	\$31,750,487
Revised Total Receipts	\$20,149,825	\$20,149,825
Change in Fund Balance	(\$11,600,662)	(\$11,600,662)
Total Positions	0.00	0.00
Unappropriated Balance Remaining	(\$15,956,577)	(\$27,557,239)

Solid Waste Management Trust Fund

Budget Code: 64303

	FY 2011-12	FY 2012-13
Beginning Unreserved Fund Balance	\$6,399,207	\$6,377,207
Recommended Budget		
Requirements	\$3,836,277	\$3,836,277
Receipts	\$3,814,277	\$3,814,277
Positions	1.00	1.00

Legislative Changes

Requirements:

Scrap Tire Expenditures	\$0 R	\$0 R
Reduces expenditures in the Scrap Tire fund to reflect the diversion of tax revenue to the the General Fund.	(\$2,268,989) NR	\$0 NR
	0.00	0.00
Scrap Tire Transfer to General Fund	\$0 R	\$0 R
Diverts Scrap Tire tax revenue to the General Fund for general availability.	\$2,268,989 NR	\$0 NR
	0.00	0.00
White Goods Expenditures	\$0 R	\$0 R
Reduces expenditures in the White Goods fund to reflect the diversion of tax revenue to the General Fund.	(\$1,951,465) NR	\$0 NR
	0.00	0.00
White Goods Transfer to General Fund	\$0 R	\$0 R
Diverts White Goods tax revenue to the General Fund for general availability.	\$1,951,465 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR
	0.00	0.00

Receipts:

Subcommittee on Natural and Economic Resources

	FY 2011-12	FY 2012-13
White Goods Transfer to General Fund	\$0 R	\$0 R
	\$0 NR	\$0 NR
Scrap Tire Transfer to General Fund	\$0 R	\$0 R
	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR
<hr/>		
Revised Total Requirements	\$3,836,277	\$3,836,277
Revised Total Receipts	\$3,814,277	\$3,814,277
Change in Fund Balance	(\$22,000)	(\$22,000)
Total Positions	1.00	1.00
<hr/>		
Unappropriated Balance Remaining	\$6,377,207	\$6,355,207

Wildlife Receipts - Non-Interest Earning

Budget Code: 24353

	FY 2011-12	FY 2012-13
Beginning Unreserved Fund Balance	\$5,375,000	\$26,875,000
Recommended Budget		
Requirements	\$21,500,000	\$21,500,000
Receipts	\$21,500,000	\$21,500,000
Positions	0.00	0.00

Legislative Changes

Requirements:

Sales Tax Transfer	(\$21,500,000) R	(\$21,500,000) R
Eliminates the sales tax transfer to the Wildlife Resources Commission. The Commission will now be funded through the General Fund.	\$0 NR 0.00	\$0 NR 0.00
Subtotal Legislative Changes	(\$21,500,000) R \$0 NR 0.00	(\$21,500,000) R \$0 NR 0.00

Receipts:

Sales Tax Transfer	\$0 R	\$0 R
Eliminates the sales tax transfer to the Wildlife Resources Commission. The Commission will now be funded through the General Fund.	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$0 R \$0 NR	\$0 R \$0 NR

Subcommittee on Natural and Economic Resources

	FY 2011-12	FY 2012-13
Revised Total Requirements	\$0	\$0
Revised Total Receipts	\$21,500,000	\$21,500,000
Change in Fund Balance	\$21,500,000	\$21,500,000
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$26,875,000	\$48,375,000

JUSTICE
&
PUBLIC SAFETY
Section I

Judicial

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$477,189,575		\$477,189,575	

Legislative Changes

1 Eliminate VRIF Positions

Eliminates 194.5 full-time equivalent positions within the Judicial Branch. These positions became vacant effective March 1, 2011, through a voluntary reduction in force implemented by the Administrative Office of the Courts.

(\$12,935,761)	R	(\$12,935,761)	R
-194.50		-194.50	

2 Freeze Statutory Pay Plans

Eliminates a recurring reserve in the continuation budget for statutory pay plans for Deputy Clerks and Magistrates. These pay increases will be frozen for the 2011-13 fiscal biennium.

(\$6,390,013)	R	(\$6,390,013)	R
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3 Reduce Continuation Budget Increases

Reduces restored funds in the Administrative Office of the Courts' continuation budget. The AOC budget included a non-recurring reduction in FY 2010-11; the AOC eliminated positions to comply with this reduction, so the restorations to Personal Services line items can be eliminated as the positions they were associated with no longer exist.

(\$5,282,000)	R	(\$5,282,000)	R
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4 Freeze Field Vacancies for Two Years

Implements a hiring freeze on 35 vacant positions for the 2011-13 fiscal biennium. The freeze includes the following positions:

(\$1,681,000)	NR	(\$1,681,000)	NR
---------------	----	---------------	----

- 18 Deputy Clerks
- 3 Assistant District Attorneys
- 7 Superior Court Judicial Assistants
- 4 District Court Judicial Assistants
- 3 Court Reporters

5 Discretionary Position Reduction

Allows the Administrative Office of the Courts to identify positions, either vacant or filled, to eliminate to achieve required savings level of \$256,122. The agency will report on the positions eliminated to the Chairs of the Justice and Public Safety Appropriations Subcommittee.

(\$256,122)	R	(\$256,122)	R
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Senate Subcommittee on Justice and Public Safety

FY 11-12

FY 12-13

6 Eliminate Dispute Resolution

Eliminates all State funding for the non-profit mediation centers. The State appropriation accounts for 19% of the combined budgets for mediation centers on average. Because these centers are not-for-profit, non-State entities, they are able to charge a fee for any service provided to cover their costs.

(\$1,139,513) R (\$1,139,513) R

7 Eliminate Juvenile Court Coordinator Pilot Program

Eliminates two Juvenile Court Coordinator positions associated with a court improvement pilot initiative that is ending.

(\$108,678) R (\$108,678) R

-2.00 -2.00

8 Reduce Access to Civil Justice Pass-Through

Reduces the direct appropriation to the State Bar for Access to Civil Justice by \$112,500, leaving \$600,000 in the pass-through.

(\$112,500) R (\$112,500) R

Office-District Attorney

9 Reduce District Attorney Support Staff

Reduces the number of support staff in District Attorneys' offices. There are currently 599 Assistant District Attorney positions and 550 support staff positions - a ratio of 1:1.08. The Administrative Office of the Courts is directed to take reductions based on a blended ratio/workload approach, but in no case would any prosecutorial office have fewer than three legal assistants, nor would any office gain more support positions.

(\$2,576,145) R (\$2,576,145) R

-55.00 -55.00

Technology Services

10 Reduce AOC Technology Services

Reduces the budget for technology within the Judicial Branch. It is the intent of the General Assembly that new application development projects should be funded on a case-by-case basis by the legislature with clear timetables and budget projections.

(\$4,918,000) R (\$4,918,000) R

Trial Courts

11 Eliminate Vacant Magistrate Positions

Eliminates vacant magistrate positions based on workload. The Administrative Office of the Courts' workload formula for magistrates indicates that there are over 60 more magistrates than necessary for the workload. Eliminates 19 positions currently vacant and an additional 42 vacancies occurring on January 1, 2013.

(\$826,272) R (\$1,739,520) R

-19.00 -61.00

12 Eliminate Drug Treatment Court

Eliminates all State funding for the Drug Treatment Court program.

(\$2,043,523) R (\$2,043,523) R

-32.00 -32.00

13 Continuation Review of Family Court

Eliminates recurring funding for the Family Court Program pending the outcome of a Continuation Review.

(\$2,865,693) R (\$2,865,693) R

\$2,865,693 NR -44.00

Judicial

Total Legislative Changes	(\$39,454,220)	R	(\$40,367,468)	R
	\$1,184,693	NR	(\$1,681,000)	NR
Total Position Changes	-302.50		-388.50	
Revised Budget	\$438,920,048		\$435,141,107	

Judicial - Indigent Defense

GENERAL FUND

	FY 11-12		FY 12-13
Recommended Continuation Budget	\$122,770,246		\$122,770,246
Legislative Changes			
14 Reduce Private Assigned Counsel Funds	(\$7,897,882)	R	(\$7,897,882) R
Reduces funding to the Private Assigned Counsel fund. The Office of Indigent Defense Services is directed to use its statutory authorization to set reimbursement rates based on projected utilization to minimize potential shortfalls in the fund, including setting differential rates for District and Superior Court work and setting fixed costs for high-volume, standard case types. The Office is also authorized to create regional public defender offices, which is expected to contain costs further.	(\$2,657,207)	NR	
15 Eliminate Sentencing Services	(\$2,123,631)	R	(\$2,123,631) R
Eliminates all State funding for the Sentencing Services Program. Pre-sentencing assessment and referral services may be provided by probation officers and by the Treatment Accountability for Safer Communities (TASC) program in the Division of Mental Health, Developmental Disabilities, and Substance Abuse Services at the request of the court.	-11.40		-11.40
Total Legislative Changes	(\$10,021,513)	R	(\$10,021,513) R
	(\$2,657,207)	NR	
Total Position Changes	-11.40		-11.40
Revised Budget	\$110,091,526		\$112,748,733

Justice

GENERAL FUND

Recommended Continuation Budget	FY 11-12		FY 12-13															
	\$89,670,944		\$89,670,944															
Legislative Changes																		
A. Department-wide																		
16 Vacant Position Reduction	(\$2,527,438)	R	(\$2,527,438)	R														
Eliminates vacant positions throughout the Department.																		
	-40.31		-40.31															
17 Miscellaneous Operating Reductions	(\$1,325,000)	R	(\$1,325,000)	R														
Makes recurring operating reductions that were taken on a non-recurring basis in FY 2010-11.																		
B. Administration																		
18 Executive Staff	(\$551,993)	R	(\$551,993)	R														
Eliminates the following executive staff positions:																		
	-5.00		-5.00															
<table border="0"> <thead> <tr> <th style="text-align: left;">Position</th> <th style="text-align: left;">Total</th> </tr> <tr> <th style="text-align: left;">Number Title</th> <th style="text-align: left;">Position Cost</th> </tr> </thead> <tbody> <tr> <td>60010114 Chief Deputy II</td> <td>\$136,803</td> </tr> <tr> <td>60010136 Chief Deputy II</td> <td>\$138,294</td> </tr> <tr> <td>60010135 Administrative Secretary</td> <td>\$ 55,436</td> </tr> <tr> <td>60010111 Special Cnsl for Dev.</td> <td>\$117,057</td> </tr> <tr> <td>60010141 Special Counsel</td> <td>\$104,403</td> </tr> </tbody> </table>	Position	Total	Number Title	Position Cost	60010114 Chief Deputy II	\$136,803	60010136 Chief Deputy II	\$138,294	60010135 Administrative Secretary	\$ 55,436	60010111 Special Cnsl for Dev.	\$117,057	60010141 Special Counsel	\$104,403				
Position	Total																	
Number Title	Position Cost																	
60010114 Chief Deputy II	\$136,803																	
60010136 Chief Deputy II	\$138,294																	
60010135 Administrative Secretary	\$ 55,436																	
60010111 Special Cnsl for Dev.	\$117,057																	
60010141 Special Counsel	\$104,403																	
19 Information Technology Administration	(\$250,347)	R	(\$250,347)	R														
Reorganizes the information technology section administration by eliminating two IT director positions (60011101 and 60011154).																		
	-2.00		-2.00															
20 Administrative Efficiencies	(\$654,404)	R	(\$654,404)	R														
Reduces administrative positions based on the following ratios:																		
	-10.00		-10.00															
Human Resources: 1 position for every 150 full-time equivalent (FTE) employees. Fiscal/Budgeting: 1 position for every \$8 million of total budget requirements. Purchasing: 1 position for every \$11 million of goods or services purchased.																		
21 Finance Staff Receipts	(\$100,681)	R	(\$100,681)	R														
Shifts two finance staff positions to receipt support.																		
	-2.00		-2.00															

Senate Subcommittee on Justice and Public Safety

FY 11-12

FY 12-13

22 Postage Budget

Reduces the postage budget for the Department.

(\$93,000) R

(\$93,000) R

C. Legal Services

23 Consumer Protection Receipts

Shifts nine consumer protection staff to receipt support.

(\$482,105) R

(\$482,105) R

-9.00

-9.00

24 NC LEAF

Eliminates the pass-through appropriation for the NC Legal Education Assistance Foundation.

(\$356,250) R

(\$356,250) R

25 Legal Services Division

Transfers the following positions to the General Assembly:

(\$259,019) R

(\$259,019) R

-3.00

-3.00

Position Number	Title	Total Position Cost
60010185	Asst. Attorney General	\$115,875
60010191	Asst. Attorney General	\$ 94,904
60010189	Administrative Assistant	\$ 48,240

D. State Bureau of Investigation

26 Criminal Background Check Receipts

Shifts eight Criminal Background staff to receipt support.

(\$396,189) R

(\$396,189) R

-8.00

-8.00

27 SBI Personal Services

Reduces the personal services line in the SBI budget to more accurately reflect actual expenditures.

(\$141,797) R

(\$141,797) R

(\$160,125) NR

28 SBI Workload Reduction

Reduces State Bureau of Investigation staff based on actual workloads.

(\$1,123,812) R

(\$1,123,812) R

-18.00

-18.00

29 Sale of Aircraft

Requires the SBI to sell one of its three aircraft in accordance with the Program Evaluation Division's recommendation in Report #2010-04, and reduces the SBI's operating budget to eliminate funding for insurance and maintenance costs for that aircraft.

(\$16,835) R

(\$16,835) R

E. Training and Standards

30 Academy Bookstore Receipts

Shifts three bookstore staff positions to receipt support.

(\$137,487) R

(\$137,487) R

-3.00

-3.00

FY 11-12

FY 12-13

31 Academy Staff Efficiencies

(\$390,449) R (\$390,449) R

Consolidates administration of the two training academies and increases receipts for the use of facilities by non-law enforcement agencies. The following positions are eliminated:

-5.00 -5.00

Position Number	Title	FTE	Total Position Cost
60011295	CJ Training Coord I	1.0	\$62,010
60011353	CJ Training Coord I	0.5	\$46,471
60011397	CJ Training Coord I	1.0	\$71,173
60011369	Housekeeping Team Ldr	1.0	\$37,204

The following positions are shifted to receipt support:

Position Number	Title	FTE	Total Position Cost
60011372	Housekeeper	0.5	\$35,459
60011377	Security Guard	1.0	\$38,132

Total Legislative Changes	(\$8,806,806)	R	(\$8,806,806)	R
	(\$160,125)	NR		
Total Position Changes	-105.31		-105.31	
Revised Budget	\$80,704,013		\$80,864,138	

Juvenile Justice & Delinquency Prevention

GENERAL FUND

	FY 11-12		FY 12-13
Recommended Continuation Budget	\$151,295,187		\$151,295,187

Legislative Changes

A. Department-wide

32 Longevity	(\$138,777)	R	(\$138,777)	R
Makes a reduction to the budgeted amount for longevity to more accurately reflect actual expenditures.				
33 Equipment	(\$197,563)	R	(\$197,563)	R
Makes a reduction to the budgeted amount for equipment to more accurately reflect actual expenditures.				
34 Computer Services	(\$472,649)	R	(\$472,649)	R
Reduces the budget for computer services throughout the Department.				
35 Art, Artifacts, and Literature	(\$100,000)	R	(\$100,000)	R
Reduces the budget for art, artifacts, and literature to more accurately reflect actual expenditures.				
36 Utilities	(\$114,701)	R	(\$114,701)	R
Reduces the budget for utilities to more accurately reflect actual expenditures.				
37 Repair Services	(\$154,671)	R	(\$154,671)	R
Reduces the budget for repair services to more accurately reflect actual expenditures.				
38 Facility and Hardware Supplies	(\$25,367)	R	(\$25,367)	R
Reduces the budget for facility and hardware supplies.				
39 Vacant Positions	(\$222,448)	R	(\$222,448)	R
Eliminates the following vacant positions:				
	-3.00		-3.00	
Position			Total	
Number	Title		Position Cost	
60001018	Business Services Coord.		\$ 52,194	
60089025	Administrative Officer I		\$ 65,489	
60000894	Quality Assurance Specialist		\$104,765	

B. Administration**40 Administrative Efficiencies**

(\$1,281,235) R (\$1,281,235) R

Reduces administrative positions based on the following ratios:

-20.00 -20.00

Human Resources: 1 position for every 150 full-time equivalent (FTE) employees.

Fiscal/Budgeting: 1 position for every \$8 million of total budget requirements.

Purchasing: 1 position for every \$11 million of goods or services purchased.

41 Consolidation Reduction

(\$591,228) R (\$1,182,455) R

Eliminates executive level positions as a result of consolidation of the Departments of Juvenile Justice and Delinquency Prevention, Crime Control and Public Safety, and Correction. Position eliminations are effective December 31, 2011. The following positions are eliminated in DJJDP:

-11.00 -11.00

Position Number	Title	Total Position Cost
60000889	Secretary	\$146,310
60000900	Chief Operating Officer	\$141,425
60000890	Deputy Secretary	\$131,110
60000968	Controller	\$117,886
60000964	Dir. of Budget Operations	\$ 96,241
60000893	Communications Director	\$ 79,945
60000896	Human Resources Director	\$125,296
60000916	Technical Services Manager	\$125,651
60001485	Legislative Liaison	\$ 97,686
60001049	Asst. to Human Resources Dir.	\$ 50,325
60000892	Executive Assistant	\$ 70,582

42 Staff Development

(\$300,338) R (\$300,338) R

Eliminates five staff development positions. The Department can work with the Training Academies in the Department of Justice or the NC Community College System to provide this service.

-5.00 -5.00

43 IT Help Desk

(\$172,390) R (\$172,390) R

Eliminates two IT help desk positions. These positions are a duplication of services provided through the State's Office of Information Technology Services.

-1.60 -1.60

C. Detention Center Services**44 Detention Centers**

(\$1,143,137) R (\$1,143,137) R

Eliminates four Staff Psychologists at Wake, Richmond, New Hanover, and Cumberland Detention Centers. Eliminates 14 Youth Counselor Technicians from Perquimans, Pitt, Alexander, Cumberland, Richmond, Gaston, and Wake Detention Centers. Eliminates three Housing Unit Supervisors from Pitt, Alexander, and Cumberland.

-21.00 -21.00

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45 Detention Center Receipts

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

Eliminates the continuation budget increase for Detention Center receipts. G.S. 143B-530 requires that any county placing a juvenile in a detention facility in another county shall pay fifty percent of the total cost of caring for the juvenile to the Department.

D. Youth Development Centers

46 Swannanoa Youth Development Center

(\$5,000,703) R (\$5,000,703) R

Eliminates funding and positions at Swannanoa Youth Development Center. The Department closed Swannanoa effective March 1, 2011.

-87.00

-87.00

47 DHHS Security Contract

(\$137,989) R (\$137,989) R

Eliminates funding for a contract with the Department of Health and Human Services (DHHS) for security services at Swannanoa Youth Development Center.

48 Samarkand Youth Development Center

(\$3,164,764) R (\$3,164,764) R

Eliminates funding and positions at the Samarkand Youth Development Center (YDC). Bed capacity at the remaining seven YDCs is sufficient to house the juveniles currently committed to Samarkand. The Department is encouraged to increase the use of community-based alternatives to commitment to continue to reduce the need for YDCs across the State.

-57.00

-57.00

49 Repair and Renovation Funds

\$3,861,900 NR

Provides repair and renovation funds for Stonewall Jackson Youth Development Center (\$2,330,900) and C.A. Dillon Youth Development Center (\$1,531,000). Funds are to be used on repairs or renovations that increase the operational capacity of these youth development centers in order to provide more bed space at a lower cost.

E. Education and Treatment Services

50 School Superintendent

(\$113,637) R (\$113,637) R

Eliminates the Superintendent position in DJJDP (position number 60000978). Superintendent responsibilities can be handled by the Chief Deputy Secretary for Juvenile Justice or the head of Education and Treatment Services.

-1.00

-1.00

51 Education Directors

(\$155,550) R (\$155,550) R

Eliminates two education directors (position numbers 60001052, 60001058). The Director for Exceptional Children remains, along with one education director that is 50% receipt supported and one education director that is 100% receipt supported. In addition, the Department of Public Instruction is available to provide consultation and assistance to all public education entities in the State.

-2.00

-2.00

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FY 12-13

52 Youth Development Center Principals

Reduces the number of youth development center principals and assistant principals by four. Two vacant principal positions are eliminated (position numbers 60001614 and 60001205). The Department has discretion to determine which two remaining principal positions to eliminate.

(\$336,275) R (\$336,275) R
-4.00 -4.00

53 Camp Woodson

Eliminates funding for Camp Woodson. This therapeutic wilderness program was closed by the Department on March 1, 2011.

(\$973,570) R (\$973,570) R
-19.00 -19.00

F. Community Programs

54 Juvenile Assessment Center

Eliminates the pass-through appropriation to the Juvenile Assessment Center in Cumberland County. This program may continue to receive funding through Juvenile Crime Prevention Council (JCPC) grants.

(\$124,075) R (\$124,075) R

55 Project Challenge

Eliminates the direct pass-through appropriation for Project Challenge. Project Challenge receives funding through the Juvenile Crime Prevention Council (JCPC) allotment.

(\$121,600) R (\$121,600) R

G. Court Services

56 District Consolidation

Reduces the number of districts for the Department from 39 to 30. Eliminates funding for eight chief court counselors (two districts currently share a chief), leaving one chief court counselor for each district.

(\$563,240) R (\$563,240) R
-8.00 -8.00

57 Court Counselor Allotment

Reduces the Court Counselor workload to one court counselor for every 32 complaints. This reduction is based on 2005 workload data. The Department is developing a new allotment formula that takes into account workloads and travel requirements. This new formula will be used to distribute court counselors among the 30 districts.

(\$1,957,488) R (\$1,957,488) R
-39.00 -39.00

Total Legislative Changes

(\$19,563,395) R (\$20,154,622) R
\$3,861,900 NR

Total Position Changes

-278.60 -278.60

Revised Budget

\$135,593,692 \$131,140,565

Correction

GENERAL FUND

	FY 11-12		FY 12-13
Recommended Continuation Budget	\$1,421,644,768		\$1,418,867,332

Legislative Changes

A. Department-wide

58 Administrative Efficiencies	(\$2,983,860)	R	(\$2,983,860)	R
Reduces administrative positions based on the following ratios:	-60.00		-60.00	

- Human Resources: 1 position for every 150 full-time equivalent (FTE) employees.
- Fiscal/Budgeting: 1 position for every \$8 million of total budget requirements.
- Purchasing: 1 position for every \$11 million of goods or services purchased.

59 Consolidation Reduction	(\$707,238)	R	(\$1,414,476)	R
Eliminates executive level positions as a result of consolidation of the Departments of Juvenile Justice and Delinquency Prevention, Crime Control and Public Safety, and Correction. Position eliminations are effective December 31, 2011. The following positions are eliminated in DOC:	-12.00		-12.00	

Position Number	Title	Total Position Cost
60056032	Secretary	\$146,309
60056034	Administrative Assistant III	\$ 68,516
60058360	Deputy Secretary/Commissioner IV	\$141,424
60056033	Chief Operating Officer	\$151,109
60056056	Administrative Secretary III	\$ 51,797
60056384	Accounting Director	\$136,885
60056393	Accounting Manager	\$117,836
60056146	Information Technology Executive	\$156,996
60056264	Agency/University HR Director III	\$136,464
60056255	DOC Special Assistant	\$ 91,556
60056040	Director of Public Affairs	\$ 87,770
60056051	Deputy Secretary/Commissioner II	\$127,815

60 Reduce Temporary and Contractual Positions	(\$1,650,000)	R	(\$1,650,000)	R
Reduces the use of temporary and contractual staff department wide.				

61 Reduce Longevity Pay	(\$2,009,625)	R	(\$2,009,625)	R
Reduces the longevity pay line item to more accurately reflect actual expenditures.				

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	FY 11-12		FY 12-13	
62 Reduce the Motor Vehicle Continuation Budget	(\$950,000)	R	(\$950,000)	R
Reduces the Motor Vehicle Continuation Budget.	(\$1,500,000)	NR		
63 Reduce Clothing Budget	(\$1,000,000)	R	(\$1,000,000)	R
Reduces the clothing budget for inmate clothing and officer uniforms.				
64 Reduce PC Equipment	(\$300,000)	R	(\$300,000)	R
Reduces the budget for personal computers replacement schedule.				
65 Reduce Equipment Budget	(\$1,600,000)	R	(\$1,600,000)	R
Reduces the equipment budget.				
66 Reduce Data Processing Equipment	(\$300,000)	R	(\$300,000)	R
Reduces the funding for data processing equipment.				
67 Reduce Supplies Continuation Budget	(\$1,422,052)	R	(\$1,422,052)	R
Reduces the Supplies Continuation Budget.				
68 Reduce Salary Reserve	(\$1,000,000)	R	(\$1,000,000)	R
Reduces funds budgeted for salaries in excess of actual salaries of employees.				
69 Miscellaneous Contractual Services	(\$750,000)	R	(\$750,000)	R
Reduces the Miscellaneous Contractual Services Continuation Budget.				
70 Reduce Travel Budget	(\$500,000)	R	(\$500,000)	R
Reduces the Department's travel budget.				
71 Reduce Utility Budget	(\$2,000,000)	R	(\$2,000,000)	R
Reduces the Department's utility budget.				
72 Reduce the Fringe Benefit Continuation Budget	(\$5,429,410)	R	(\$5,429,410)	R
Reduces the continuation budget increases for various fringe benefits accounts across the Department.				
73 Eliminate Domestic Violence Rehabilitation Reserve	(\$100,000)	R	(\$100,000)	R
Eliminates the Domestic Violence Rehabilitation Reserve, which was funded in 2008. The Department was able to establish the domestic violence programs without ever making use of the appropriation. The domestic violence programs will continue to serve inmates at the same level.				
74 Eliminate Parole Commission Support Position	(\$87,369)	R	(\$87,369)	R
Eliminates a Parole Commission administrative support position (position number 60076645). This reduction will have minimal impact on the Commission.	-1.00		-1.00	

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FY 11-12**FY 12-13****75 Eliminates Vacant Positions**

Eliminates vacant positions throughout the Department.

(\$14,132,696) R (\$14,132,696) R

-255.00 -255.00

76 Eliminate Restoration Budget Reserve

Eliminates a continuation budget increase that restores a non-recurring reduction to the Department's budget for a lower than expected inmate population.

(\$10,042,999) R (\$10,042,999) R

(\$11,957,001) NR (\$11,957,001) NR

B. Department Management**77 Legal, License, and Permit**

Reduces the Legal, License, and Permit Continuation Budget.

(\$30,000) R (\$30,000) R

78 Shift Accountants to Receipts

Funds accounting positions that support Correction Enterprise with receipts, eliminates the reimbursement from Correction Enterprise, and transfers the positions to the Correction Enterprise fund.

(\$110,829) R (\$110,829) R

-8.00 -8.00

C. Prisons**79 Eliminate Maintenance Positions at Central Prison**

Eliminates five maintenance positions that manage the boiler operation at Central Prison. This reduction is possible due to facility improvements related to the Central Prison Hospital addition.

(\$221,696) R (\$221,696) R

-5.00 -5.00

80 Reduce Inmate Costs

Reduces inmate costs by enabling inmates with shorter sentences to be rewarded for positive conduct and good behavior. These inmates would otherwise not be able to benefit from sentence reduction credits for program completion. No inmate would serve less than their minimum sentence.

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

81 Establish Two Release Dates Per Month

Establishes two release dates per month for inmates leaving prison. Inmates would still be required to serve their mandatory sentence, but would enable the Department of Correction to reduce the costs associated with transportation and processing inmates by improved coordination.

(\$571,000) R (\$571,000) R

82 Shift Inmate Medical Costs to Medicaid

Shifts medical costs for Medicaid eligible inmates. The Department of Correction and the Department of Health and Human Services have developed a Memorandum of Understanding related to establishing the Medicaid eligibility of qualified inmates who receive inpatient services at a hospital and are away from the prison housing unit for 24 hours or longer. The Department of Correction will pay the State share of Medicaid.

(\$3,000,000) R (\$3,000,000) R

83 Transfer Inmate Welfare Funds

Transfers a one-time payment of \$1 million from the Inmate Welfare Fund to the General Fund.

(\$1,000,000) NR

84 Transfer Correction Enterprise Funds

Transfers a one-time payment of \$1 million from the Correction Enterprise Fund to the General Fund.

(\$1,000,000) NR

85 Correction Enterprise Buy Back

Directs Correction Enterprise to buy back items currently held in the Department's Central Supply Warehouse. This reduction would shift the responsibility for storing excess supplies from the Department to the receipt-supported Correction Enterprise Fund.

(\$1,300,000) R (\$1,300,000) R

86 Eliminate Community Work Crews

Eliminates Community Work Crews, which were partially restored in 2010 after a complete elimination in 2009. The Department was authorized to charge local government entities a \$150 per day fee to offset part of the cost of the eight-person crew plus one Correctional Officer. No local entity has ever paid the Work Crew fee.

(\$1,602,094) R (\$1,602,094) R

-39.00

-39.00

87 Reduces Chaplains

Reduces Chaplain positions at minimum and medium custody prisons, and maintains at least one Chaplain position at each of the 14 close custody prisons. Each prison facility has a designated staff member responsible for coordinating the involvement and supervision of the Community Volunteer Program. This designee will coordinate the community volunteers, including the religious volunteers, at the minimum and medium custody prisons.

(\$1,386,653) R (\$1,386,653) R

-25.00

-25.00

88 Eliminate Double Celling at Pamlico CI

Eliminates funding for double celling of inmates at Pamlico Correctional Institution. Implementation of double celling has been cancelled due to county waste water treatment capacity issues.

(\$2,395,452) R (\$2,395,452) R

-57.00

-57.00

89 Eliminate Correctional Officer Positions

Eliminates 39 Correctional Officer positions associated with the Inmate Litter Crews. This reduction will eliminate positions that are not supported by receipts received from the Department of Transportation.

(\$1,560,000) R (\$1,560,000) R

-39.00

-39.00

90 Eliminate Funding For Our Children's Place

Eliminates the pass-through appropriation for Our Children's Place, which has yet to become operational.

(\$104,025) R (\$104,025) R

91 Justice Reinvestment Act: Prison Closures

Closes four minimum custody prisons, effective January 1, 2012. These prisons are closing as part of the Justice Reinvestment Act reforms.

(\$5,379,669) R (\$10,759,336) R

-203.00

-203.00

	FY 11-12		FY 12-13	
92 Justice Reinvestment Act: Diagnostic Center	(\$616,884)	R	(\$822,513)	R
Eliminates 18 diagnostic center positions at Neuse Correctional Institution and Fountain Correctional Center for Women. These positions are being eliminated as part of the Justice Reinvestment Act reforms.	-18.00		-18.00	
93 Justice Reinvestment Act: Remove Misdemeanants	(\$3,980,368)	R	(\$3,980,368)	R
Removes misdemeanants with sentences of six months or less from State prisons and houses them in county facilities. Structured Sentencing misdemeanants with sentences longer than six months and Driving While Impaired misdemeanants will remain in the custody of the State. This change is part of the Justice Reinvestment Act reforms. The fee section of the budget proposes increasing the following court costs to offset the costs of housing misdemeanants: the District Criminal Court Facility court cost, which will generate an estimated \$19 million; and the Service of Civil Process court cost, which will generate an estimated \$3.3 million. In addition, the fee section establishes a new court cost for Improper Equipment dispositions, which will generate an estimated \$12 million, and increases the daily jail fee and jail inmate medical co-pay. It is unknown how much the daily jail fee and co-pay increase will generate. These court cost increases are contingent upon passage of legislation increasing the number of days misdemeanants are housed in county jails.				
94 Operating Reserves For New Hospital Facilities	(\$299,859)	R	(\$299,859)	R
Reduces the operating reserves for the new hospitals at Central Prison and NC Correctional Institution for Women Mental Health Facility.	(\$1,164,417)	NR		
	-3.00		-3.00	
95 Operating Reserves For New Facilities	\$5,874,102	R	\$24,196,611	R
Provides funding to operate and staff new add-on facilities at Swannanoa Correctional Center for Women, Lanesboro Correctional Institution, Maury Correctional Institution, and Tabor Correctional Institution. These facilities will become operational in 2011 and 2012.	\$4,125,898	NR	\$803,389	NR
	280.00		340.00	

D. DACDP**96 Reduce DACDP Administration**

(\$405,875) R (\$405,875) R

Reduces the Division of Alcoholism and Chemical Dependency Programs (DACDP) administration and eliminates six positions.

-6.00

-6.00

Position Number	Title	Total Position Cost
60056812	Dep. Dir. Substance Abuse Serv.	\$127,095
60056814	Personnel Technician	\$ 62,921
60056770	SA Counselor Clinician	\$ 53,124
60056816	Administrative Secretary III	\$ 46,780
60056769	Accounting Technician	\$ 46,736
60056771	Processing Assistant	\$ 36,594

Reduces Lease Savings Projection \$26,355

Reduces Rent/Lease Motor Vehicles \$6,270

97 Eliminate DACDP Private Treatment Beds

(\$5,233,354) R (\$5,233,354) R

Eliminates funding for two private contractual providers of minimum custody level treatment beds.

E. Community Corrections**98 Eliminate Women at Risk**

(\$249,375) R (\$249,375) R

Eliminates all State funding for the Women at Risk program, a substance abuse treatment program for female probationers mainly serving Buncombe and Henderson counties.

99 Eliminate Summit House

(\$1,052,756) R (\$1,052,756) R

Eliminates all State funding for Summit House, a residential facility for female probationers at risk of revocation and their children. The program accepts women from any part of the State, but operates in Guilford and Mecklenburg counties.

100 Eliminate Harriet's House

(\$195,937) R (\$195,937) R

Eliminates all State funding for Harriet's House, a residential facility serving women upon release from prison and their children.

101 Broaden Access to Community Treatment

\$4,138,260 R

\$4,138,260 R

Captures funds currently directed through non-profit pass-throughs and contracts into a fund within the Division of Community Corrections to provide community treatment services through fee-for-service contracts with local providers. The Department shall use money from this fund to continue existing contracts with Mary Frances and Evergreen for one additional month to insure orderly transition of inmates back into the prison system. The Department shall further use money from this fund to continue pass-through funding for Harriet's House, Summit House, and Women at Risk for three additional months to complete services for existing populations and to shut down operations. The Department shall also use up to \$300,000 of this fund to pay the NC Sheriff's Association, Inc. to manage the assignment of misdemeanants held in county jails.

102 Interstate Compact Receipts

(\$125,000) R

(\$125,000) R

Funds the non-personnel operating costs of the Interstate Compact with receipts so the Division of Community Corrections can reduce the appropriations used to fund the Compact. This will have no impact on services. The fee is increasing from \$150 to \$250.

103 Reorganization of Victim Services

(\$201,873) R

(\$201,873) R

Eliminates four victim service positions in the Community Corrections regional offices. The services provided by these positions can be managed within existing resources at the DOC Office of Victim Services.

-4.00

-4.00

104 DCC Reduction in Support Positions

(\$880,727) R

(\$880,727) R

Eliminates 21 positions associated with middle management at the Division of Community Corrections that have become redundant due to district reorganization.

-21.00

-21.00

105 Eliminate DCC Personnel Tech Positions

(\$156,215) R

(\$156,215) R

Eliminates the Personnel Technician position at each of the four Community Corrections division offices.

-4.00

-4.00

106 Outsource Electronic Monitoring

(\$475,331) R

(\$475,331) R

Eliminates positions in the Community Corrections Technology Center overseeing offenders on house arrest with electronic monitoring. The service will be provided through a lower-cost contract with the provider of the monitoring equipment. The contract shall include monitoring services for the Department of Juvenile Justice and Delinquency Prevention to maximize cost savings.

-11.00

-11.00

107 Consolidate DCC Drug Lab Functions

(\$345,043) R

(\$345,043) R

Closes three Community Corrections drug labs, leaving two open. Developments in the products for drug testing have reduced the need for labs.

-8.00

-8.00

Total Legislative Changes	(\$71,332,902)	R	(\$59,302,927)	R
	(\$12,495,520)	NR	(\$11,153,612)	NR
Total Position Changes	-499.00		-439.00	
Revised Budget	\$1,337,816,346		\$1,348,410,793	

Crime Control and Public Safety

GENERAL FUND

	FY 11-12		FY 12-13
Recommended Continuation Budget	\$34,175,427		\$34,175,427

Legislative Changes

A. Department-wide

108 Janitorial Services	(\$47,794)	R	(\$47,794)	R
Reduces the line item for janitorial services throughout the Department to more accurately reflect actual expenditures.				
109 Waste Removal Services	(\$64,411)	R	(\$64,411)	R
Reduces the line item for waste removal services throughout the Department to more accurately reflect actual expenditures.				
110 Utilities			(\$56,103)	R
Reduces the line item for utilities throughout the Department in the second year of the biennium.				

B. Administration

111 Criminal Justice Information Network (CJIN)	(\$154,423)	R	(\$154,423)	R
Eliminates two positions assigned to provide support for CJIN. The following positions are eliminated:				
	-2.00		-2.00	

Position Number	Title	Total Position Cost
60084100	Admin. Assistant II	\$ 50,559
60084125	CJIN Director	\$103,864

112 Consolidation Reduction	(\$620,241)	R	(\$1,240,482)	R
Eliminates executive level positions as a result of consolidation of the Departments of Juvenile Justice and Delinquency Prevention, Crime Control and Public Safety, and Correction. Position eliminations are effective December 31, 2011. The following positions are eliminated in CCPS:				
	-11.00		-11.00	

Position Number	Title	Total Position Cost
60084098	Secretary	\$146,310
60084129	Chief Operating Officer	\$136,740
60084134	Assistant Secretary	\$131,349
60084686	Deputy Secretary	\$133,225
60084138	Controller	\$122,290
60084158	Dir. of Human Resources	\$119,565
60084127	Director of IT	\$131,028
60084159	Leg. Affairs Program Mgr.	\$ 87,747
60084130	Special Assistant to the Sec.	\$103,608
60084132	Administrative Assistant	\$ 68,473
60084133	Administrative Assistant	\$ 60,147

C. National Guard**113 Reorganization of National Guard Support**

(\$200,000) R

(\$200,000) R

Reduces staffing costs in the Adjutant General's Office.

D. Butner Public Safety**114 Butner Public Safety (BPS)**

(\$1,422,700) R

(\$1,527,432) R

Increases the receipts for Butner Public Safety. The Department will contract with the Town of Butner to provide fire and police service to the Town and to the Butner Fire and Police District. Receipts that were previously directed through the General Fund will now go directly to the Department for the support of BPS. The appropriation for BPS is also reduced by 10% in the first year and 15% in the second year.

F. State Capitol Police**115 Reorganize State Capitol Police**

(\$2,267,303) R

(\$2,267,303) R

Reorganizes State Capitol Police to focus on security in and around State-owned buildings in Wake County.

-40.00

-40.00

G. Alcohol Law Enforcement**116 ALE Administration**

(\$1,064,210) R

(\$1,064,210) R

Eliminates five positions in Alcohol Law Enforcement administration. Increases Lottery receipts by \$200,000 and makes other reductions to operating costs.

-5.00

-5.00

H. Division of Emergency Management**117 Shift Positions to Receipt Support**

(\$539,974) R

(\$539,974) R

Makes 16 positions in the Division of Emergency Management 50% receipt supported.

-8.00

-8.00

J. Law Enforcement Support Services**118 General Fund Appropriation for LESS**

(\$203,257) R

(\$203,257) R

Eliminates the General Fund appropriation for LESS and transfers the evidence and DNA storage warehouse to the NC Crime Lab. The Secretary of the Department shall appoint a designee to coordinate the surplus federal property and first-responder purchasing programs for local law enforcement agencies. The following positions are eliminated:

Position Number	Title	Total Position Cost
60084103	Director LESS	\$95,410
65011786	Processing Assistant V	\$37,553
65011787	Processing Assistant V	\$37,553
65011788	Processing Assistant V	\$37,553
65011789	Processing Assistant V	\$37,553

K. Highway Patrol

119 Highway Patrol

\$196,849,542 R \$188,209,049 R

Appropriates funds for the Highway Patrol in a new fund code in Budget Code 14900. In previous years, the budget for the Highway Patrol has been budgeted directly from the Highway Fund. Beginning in FY 2011-12, funds will be transferred from the Highway Fund to the General Fund for the support of the Highway Patrol. Reductions to the Highway Patrol's budget for FY 2011-13 have been itemized in the Transportation section of the Committee Report. Non-Highway Fund receipts collected by the Highway Patrol will also be budgeted in the new fund code.

2,368.50 2,368.50

L. Department of Public Safety

120 Consolidation Reserve

\$818,139 R \$1,563,124 R

Creates 13 new positions for the new Department of Public Safety. These positions are effective January 1, 2012, except for the secretary position, which is effective October 1, 2011. The following positions are created:

13.00 13.00

Title	FTE	Total Position Cost
Secretary	1.0	\$146,310
Administrative Assistant	2.0	\$130,620
Controller	1.0	\$136,947
Chief Financial Officer	1.0	\$118,364
Dir. of Human Resources	1.0	\$136,387
Director of IT	1.0	\$157,100
Public Information Officer	1.0	\$ 87,771
Legislative Liaison	1.0	\$ 97,686
Chief Deputy Secretary	3.0	\$416,071
Deputy Secretary	1.0	\$135,870

121 Anticipated Consolidation Savings

(\$1,417,693) R

Creates a reserve for savings that will be realized as a result of consolidation of the Departments of Juvenile Justice and Delinquency Prevention, Crime Control and Public Safety, and Correction. Savings are anticipated from bulk purchasing, the merger of regional offices in the Law Enforcement Division, and the elimination of duplicative administrative positions identified by the new Department. These savings will be taken from the consolidated budget for the Department of Public Safety, and are not limited to funds currently appropriated to the Department of Crime Control and Public Safety.

Total Legislative Changes	\$191,083,368	R	\$180,989,091	R
Total Position Changes	2,310.50		2,310.50	
Revised Budget	\$225,258,795		\$215,164,518	

Highway Patrol

Budget Code: 24960

	FY 2011-12	FY 2012-13
Beginning Unreserved Fund Balance	\$0	\$0
Recommended Budget		
Requirements	\$221,219,607	\$221,219,607
Receipts	\$221,190,127	\$221,190,127
Positions	2,384.50	2,384.50

Legislative Changes

Requirements:

Transfer SHP Funds to General Fund Support	(\$221,219,607) R	(\$221,219,607) R
Transfers the budget for the Highway Patrol from Budget Code 24960 to a new fund code in Budget Code 14900 – Crime Control and Public Safety. A corresponding item in the Justice and Public Safety section of the Committee report appropriates funds from the General Fund to the Highway Patrol.	\$0 NR	\$0 NR
	-2,384.50	-2,384.50
Subtotal Legislative Changes	(\$221,219,607) R	(\$221,219,607) R
	\$0 NR	\$0 NR
	-2,384.50	-2,384.50

Receipts:

Transfer Highway Fund Receipts	(\$217,567,328) R	(\$217,567,328) R
Transfers Highway Fund receipts for the Highway Patrol to General Fund availability. The Transportation section of the Committee Report reduces the transfer for the Highway Patrol by \$21 million. The total amount transferred to General Fund availability will be \$196,849,542 in FY 2011-12 and \$188,209,049 in FY 2012-13.	\$0 NR	\$0 NR
Transfer Highway Patrol Receipts	(\$3,622,799) R	(\$3,622,799) R
Transfers non-Highway Fund Highway Patrol receipts to a new fund code in Budget Code 14900 – Crime Control and Public Safety.	\$0 NR	\$0 NR

Subcommittee on Justice and Public Safety

	FY 2011-12	FY 2012-13
Subtotal Legislative Changes	(\$221,190,127) R	(\$221,190,127) R
	\$0 NR	\$0 NR
<hr/>		
Revised Total Requirements	\$0	\$0
Revised Total Receipts	\$0	\$0
Change in Fund Balance	\$0	\$0
Total Positions	0.00	0.00
<hr/>		
Unappropriated Balance Remaining	\$0	\$0

**GENERAL
GOVERNMENT
Section J**

Administration

GENERAL FUND

Recommended Continuation Budget	FY 11-12		FY 12-13	
	\$69,700,026		\$69,700,026	
Legislative Changes				
1111 Office of the Secretary				
1 Consolidate Environmental Clearing House Function	(\$74,144)	R	(\$74,144)	R
Eliminates Environmental Clearing House Function and position (Community Development Specialist 660013846) and benefits.	-1.00		-1.00	
1121 Fiscal Management				
2 Increase Receipt Support for Positions	(\$188,907)	R	(\$188,907)	R
Increases receipt support for the following positions within Fiscal Management (60014119, 60014102, 60014118, 60014100, 60014112, 60014114, 60014107).	-2.44		-2.44	
1122 Human Resources				
3 Reduce Operating Costs	(\$116,612)	R	(\$116,612)	R
Reduces operating accounts within the Human Resources Office.				
1123 Historically Underutilized Businesses				
4 Program Reduction	(\$81,820)	R	(\$81,820)	R
Eliminates salary (\$65,074) and benefits of one filled position: 60014897.	-1.00		-1.00	
1241 Management Information Systems				
5 Move Position to Receipts Support	(\$83,455)	R	(\$83,455)	R
Moves a State Construction Office related position (Business and Technology Applications Analyst 60014137) to receipts support.	-0.85		-0.85	

1264 Agency for Public Telecommunications

6 Transfer Agency for Public Telecommunications to Receipt Support

(\$617,497) R

(\$617,497) R

Requires the APT division to become fully receipt supported. In addition to operating costs, the following positions will be receipt supported:

-7.71

-7.71

- Executive Director (60014546)
- Administrative Assistant II (60014548)
- Television Engineer III (60014554)
- Television Producer/Director III (60014564)
- Television Producer Director II (60014556)
- Television Producer Director III (60014555)
- Administrative Officer III (60014547)

1311 Office of State Personnel**7 Eliminate Positions and Reduce Operating Expenses**

	(\$1,159,596)	R	(\$1,159,596)	R
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Eliminates salaries and benefits of 8.25 vacant and 6 filled positions, and transfers .27 position to receipts; and reduces operating expenses.

	-14.52		-14.52	
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Vacant Positions

60013785 HR Consultant	(\$65,000)	
60013823 HR Consultant	(\$65,000)	
60013793 HR Consultant	(\$65,124)	
60013838 HR Associate	(\$46,335)	
60013764 Adm. Support	(\$31,889)	
60013777 Division Director	(\$91,500)	
60013742 Division Director	(\$57,010) - .50 FTE	
65012021 HR Partner	(\$40,250) - .75 FTE	
60013784 HR Consultant	(\$50,932)	

531211 SPA Reg Salary (\$513,040)
 531511 Soc Sec (\$39,248)
 531521 Retirement (\$47,910)
 531561 Medical (\$39,440)
 SUBTOTAL Vacant Positions (\$639,638)

Filled Positions

60013804 HR Partner Per. Officer	(\$68,303)
60013744 HR Associate	(\$47,432)
60013790 HR Manager	(\$97,353)
60013782 Associate Position	(\$38,851)
60013798 Partner Position	(\$70,046)
60013836 Adm. Support Assoc	(\$26,208)
60013818 HR Manager	(\$28,300) - .27 FTE

531211 SPA Reg Salary (\$376,493)
 531511 Soc Sec (\$ 28,802)
 531521 Retirement (\$ 36,780)
 531561 Medical (\$ 27,100)
 SUBTOTAL Filled/Receipted Pos (\$469,175)

Operating Expenses

532140 Data Processing	(\$3,404)
532150 Academic Services	(\$1,500)
532700 Travel	(\$1,500)
532930 Registration Fees	(\$5,000)
535830 Member Dues&Subs	(\$5,000)
536905 OJT Incentive Program	(\$10,000)
5328XX IT Costs	(\$24,379)
SUBTOTAL Operating Expenses	(\$50,783)

8 Human Resources Development

Provides \$1.5 million to support the Learning Management System, which is a component of a comprehensive Human Capital Management (HCM) System. Funds from the NCFlex FICA Fund will be used to support the program components. The Office of State Controller will transfer funds from the NCFlex FICA Fund to the Office of State Personnel.

1411 State Construction**9 Move Positions to Receipt Support**

(\$750,012) R (\$750,012) R

Uses a portion of the 5% Contingency Reserve for all capital projects under the State Construction Office's control to fund nine positions. The positions are as follows:

-9.00 -9.00

60014589 Mechanical Engineer

60014582 Engineer

60014588 Engineer

60014614 Engineer

60014580 Engineer

60014608 Construction Contracts Administrator

60014700 Control System Technician

60014590 Engineer

60089475 Engineer

1412 State Property**10 Consolidate Position**

(\$89,028) R (\$89,028) R

Consolidates Plan Review position with Code Review. One Management Engineer III position (60014636) and benefits will be eliminated.

-1.00 -1.00

11 Move Positions to Receipt Support

(\$66,047) R (\$66,047) R

Increases support from the Land Fund for a portion of four positions:

-1.07 -1.07

60014639 Real Property Agent II

60014635 Real Property Manager

60014637 Real Property Agent III

60014640 Real Property Agent III

1421 Building Reserves**12 Fund Building Reserve for the Department of Health and Human Services**

\$1,473,580 R \$3,377,710 R

Funds the Public Health Lab and Office of the Medical Examiner Building that will come online during FY 2011-12.

1421 Facilities Management**13 Eliminate Positions in Facility Management**

(\$544,533) R (\$544,533) R

Eliminates the following positions in the Facilities Management division. The positions are as follows:

-10.75 -10.75

60014761 Facilities Maintenance Tech.
 60014822 Building and Environmental Tech.
 60014824 Building and Environmental Tech.
 60014737 Plasterer
 65011759 Facilities Maintenance Tech.
 65011754 Building and Environmental Tech.
 65011755 Building and Environmental Supervisor
 60014721 Housekeeping Contract Admin.
 60014784 Housekeeping Procurement Asst.
 60014708 Painter
 60014781 Housekeeping Supervisor

1421 Facility Management**14 Consolidate Position**

(\$41,232) R (\$41,232) R

Consolidates a position within Pest Control and Greenhouse Management. One position (Facilities Maintenance Tech 60014763) and benefits will be eliminated.

-1.00 -1.00

15 Move Position to Receipts

(\$51,644) R (\$51,644) R

Moves a carpenter position (60014730) to receipts support.

-1.00 -1.00

1511 Purchase and Contract**16 Eliminate Purchase and Contract Positions**

(\$480,268) R (\$480,268) R

Eliminates seven vacant purchase and contract positions. Positions affected are as follows:

-7.00 -7.00

State Procurement Specialist III 60013871
 Administrative Assistant III 60013904
 Engineer 60013872
 Auditor 65011990
 State Procurement Specialist 65011994
 Auditor 65011991
 State Procurement Specialist III 65011993

1731 NC Council for Women**17 Program Reduction**

(\$101,839) R (\$101,839) R

Eliminates regional office and redistributes oversight responsibilities for local grantees.

-2.00 -2.00

1732 Displaced Homemakers Program**18 Program Reduction**

(\$15,247) R (\$15,247) R

Reduces appropriation for Displaced Homemakers grant funding and administrative costs by 5%. The remaining appropriation for Displaced Homemakers is \$289,700 each year.

1734 Rape Crisis Program**19 Program Reduction**

(\$151,120)	R	(\$151,120)	R
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Reduces appropriation for Sexual Assault grant funding and administrative costs by 5%, which provides an appropriation of \$2,871,270 each year.

1741 Human Relations Commission**20 Human Relations Commission Transfer**

(\$841,613)	R	(\$841,613)	R
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Authorizes a Type I transfer of the Human Relations Commission from the Department of Administration to the Office of Administrative Hearings. The Commission's Fair Housing responsibilities will continue in the Office of Administrative Hearings.

-10.68

-10.68

1742 Martin Luther King Commission**21 Eliminate Grant Funding**

(\$42,465)	R	(\$42,465)	R
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Eliminates funding for the grants managed by the Commission.

1761 Youth Advocacy & Involvement Office**22 Personnel Adjustment and Operations Reduction**

(\$322,702)	R	(\$322,702)	R
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Reduces the program with the elimination of salaries and benefits of three vacant and two filled positions (\$277,750) and reduces funds for operations (\$44,952).

-5.00

-5.00

Vacant Positions:

60014505 Advocacy Specialist II/Assistant Director (\$53,879)

60014504 Advocacy Specialist (\$40,624)

60014063 Administrative Officer II (\$39,078)

Filled Positions

60014503 Advocacy Specialist (\$39,190)

60014507 Advocacy Specialist (\$41,429)

1771 Veterans Affairs - Administration**23 Program Reduction**

(\$562,135)	R	(\$562,135)	R
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Reduces the appropriation by realigning the budget to more closely reflect actual expenditures, and leaves \$73,545 in the account. Eliminates salary and benefits of one filled position:

#60014249

531211 SPA Reg Salary (\$48,415)

531511 Soc Sec (\$ 3,704)

531521 Retirement (\$ 5,088)

531561 Medical (\$ 4,930)

-1.00

-1.00

24 Reduces Program Funding

(\$50,000)	R	(\$50,000)	R
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Reduces funding for the Aid to Counties Program.

1810 State Ethics Commission

25 Adjust Personnel and Reduce Operating Budget

(\$219,519) R (\$219,519) R

Eliminates salaries and benefits of a vacant Program Assistant V position at \$33,582, and an Attorney II position at \$85,241 that is filled. Additionally reduces IT Services.

-2.00 -2.00

Vacant Position
60088569 Program Assistant V (\$33,582)

531211 SPA Reg Salary (\$33,582)
531511 Soc Sec (\$2,569)
531521 Retirement (\$3,529)
531561 Medical (\$4,930)
Subtotal Vacant Position (\$44,610)

Filled Position
65012031 Attorney II (\$85,241)

531211 SPA Reg Salary (\$ 85,241)
531511 Soc Sec (\$ 6,521)
531521 Retirement (\$ 8,959)
531561 Medical (\$ 4,930)
Subtotal Vacant Position (\$105,651)

Operating Budget Reductions
532140 IT Services (\$64,408)
IT 5% Reduction (\$ 4,850)
Subtotal Operating Budget (\$72,479)

2401 E-Commerce Reserve

26 Reduce E-Commerce Reserve

Reduces the E-Commerce Reserve by eliminating SL. 2010-31, Sec. 6.19 for the purchase of \$1,000,0000 in Smart Cards and \$3,483,526 in funds to be used in FY 2012 for E-Procurement system upgrades for a total reduction of \$4,483,526. Funds in the Reserve may be used for E-Procurement Contracts in effect on May 1, 2011. Funds are being transferred to General Fund availability.

Department-wide

27 Eliminate Vacant Positions

(\$793,948) R (\$793,948) R

Eliminates up to 15.50 vacant positions and associated benefits at the Department of Administration that have been vacant for more than 100 days.

-15.50 -15.50

28 Reduce Payments to ITS

(\$58,871) R (\$58,871) R

Reduce payments to ITS by 5% (532800).

Senate Subcommittee on General Government

FY 11-12

FY 12-13

Department-wide

29 Reduce Longevity and Fringe Benefits to Actual

Reduces Longevity and Fringe Benefits to actual.

(\$62,022) R

(\$62,022) R

Total Legislative Changes

(\$6,092,696) R

(\$4,188,566) R

Total Position Changes

-94.52

-94.52

Revised Budget

\$63,607,330

\$65,511,460

Auditor

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$13,063,656		\$13,063,656	

Legislative Changes

1110 - Administration

30 Reduce Payments to ITS	(\$41,992)	R	(\$41,992)	R
Reduces IT payments to reflect a reduction in Community College and UNC Audits (532800).				

1210 Field Audit Division

31 Reduce Audits at Community Colleges and University of North Carolina	(\$329,461)	R	(\$1,511,000)	R
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Reduces the number of audits at the North Carolina Community College System (NCCCS) campuses to the statutory minimum of once every five years. The University of North Carolina (UNC) will receive a fiscal control audit every three years. Both UNC and NCCCS campuses will be allowed to use State appropriated funds for private audits as necessary and may contract with the Office of State Auditor for such services. In FY 2011-12, four positions will be eliminated. In FY 2012-13, it is the intention for positions related to UNC and NCCCS audits to become receipt supported. The four positions with associated benefits for elimination are as follows:

- 60008883 Adm. Support Spec. (\$58,496)
- 60008950 Assistant State Auditor (\$96,274)
- 60008961 Assistant State Auditor (\$84,096)
- 60008811 Assistant State Auditor (\$90,595)

-4.00	-17.00
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1210 Field Audit Division

32 Reduce Performance Audit Division	(\$771,994)	R	(\$771,994)	R
Reduces half of the Performance Audit Division and transfers funding for up to 5 positions to the Program Evaluation Division at the North Carolina General Assembly.				

-9.00	-9.00
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1210 Field Office Division

33 Lease Reduction	(\$62,635)	R	(\$62,635)	R
Eliminates leases in Asheville, Charlotte, Fayetteville, Edenton, and Greensboro.				

Senate Subcommittee on General Government

FY 11-12

FY 12-13

Total Legislative Changes	(\$1,206,082)	R	(\$2,387,621)	R
Total Position Changes	-13.00		-26.00	
Revised Budget	\$11,857,574		\$10,676,035	

Cultural Resources

GENERAL FUND

Recommended Continuation Budget	FY 11-12		FY 12-13	
	\$72,664,633		\$72,664,633	

Legislative Changes

1110 Office of the Secretary

34 Personnel Adjustment

(\$194,721)	R	(\$194,721)	R
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Eliminates salaries and benefits of three vacant positions - 2 in the Cultural Heritage Tourism Program and a Personnel Analyst III.

-3.00		-3.00	
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Vacant Positions

- 60083263 Deputy HR Director (\$65,451)
- 65011686 Multi-Cultural and Development Officer (\$38,174)
- 65011687 Community Development Director (\$48,654)

- 531211 SPA Reg Salary (\$152,279)
- 531511 Soc Sec (\$ 11,650)
- 531521 Retirement (\$ 16,005)
- 531561 Medical (\$ 14,787)

1230 Archives & Records

35 Personnel Adjustment

(\$59,541)	R	(\$59,541)	R
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Eliminates salary and benefits of a vacant position: 60083352 (Local Records Supervisor).

-1.00		-1.00	
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- 531211 SPA Reg Salary (\$46,219)
- 531511 Soc Sec (\$3,535)
- 531521 Retirement (\$4,858)
- 531561 Medical (\$4,929)

36 Personnel Adjustment

(\$191,368)	R	(\$191,368)	R
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Transfers four positions to Archives and Records Management (ARM) receipts.

-4.00		-4.00	
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- #60083376 - Processing Assistant IV
- #60083348 - Accounting Technician
- #60083346 - Archives and Records Professional
- #60083353 - Archives and Records Professional

- 531211 SPA Reg Salary (\$145,271)
- 531511 Soc Sec (\$11,113)
- 531521 Retirement (\$15,268)
- 531561 Medical (\$19,716)

1241 State Historic Sites

37 Transfer Functions and Positions to Receipts

(\$576,258) R (\$1,152,515) R

Transfers the Transportation Museum to 50% receipts-support in FY 2011-12 and total receipts-support in FY 2012-13.

-8.00 -20.50

FY 2011-12

- #60083524 Electrician II
- #60083520 Museum Specialist
- #60083528 Carpenter II
- #60083521 Historic interpreter II
- #60083530 Historic interpreter II
- #60083533 Security Guard
- #60083529 & #60083536 Building Environmental Technician

- 531211 SPA Reg Salary (\$228,999)
- 531511 Soc Sec (\$ 17,518)
- 531521 Retirement (\$ 24,068)
- 531561 Medical (\$ 39,432)
- 532188 Lawn & Garden Service Agreement (\$40,262)
- 532199 Misc Contractual Service (\$43,642)
- 532210 Enrg Ser - Electrical (\$62,338)
- 532220 Enrg Ser - Nat Gas/ Propane (\$26,742)
- 532230 Enrg Ser - Water & Sewer (\$8,123)
- 532331 Repairs - Motor Vehicles(\$195)
- 532333 Repairs - Other Equip (\$ 8,460)
- 532390 Repairs- Other (\$40,262)
- 532430 Maint - Equip (\$3,292)
- 532490 Maint Agreement - Other (\$385)
- 532714 Transp - Grnd -In state (\$6,825)
- 532811 Telephone Service (\$5,708)
- 532840 Postage, Freight, Delivery (\$3,241)
- 532911 Property - Insurance (\$3,335)
- 532919 Other Insurance (\$235)
- 532942 Other Emp Educ Expense (\$40)
- 533320 Diesel Fuel (\$860)
- 533900 Other Materials & Supplies (\$2,060)
- 535830 Membership, Dues, & Subscrip (\$236)
- TOTAL FY 2011-12 (\$576,258)

FY 2012-13

- #60083531 NC Transportation History Museum Director
- #60083522 Facility Maintenance Supervisor III
- #60083527 Maintenance Mechanic V
- #60083524 Electrician II
- #60083523 and #60083525 Historic Sites Manager II
- #60083520 Museum Specialist
- #60083519 Information & Communication Specialist I
- #60083528 Carpenter II
- #60083535 Office Assistant IV
- #60083526 and #60083534 Historic Interpreter III
- #60083521 and #60083530 Historic interpreter II
- #60083529 and #60083536 Building Environmental Technician
- #60083532 and #60083533 Security Guard

1241 State Historic Sites

- #60083404 Historic Sites Specialist I
- 531211 SPA Reg Salary (\$662,320)
- 531511 Soc Sec (\$50,667)
- 531521 Retirement (\$69,610)
- 531561 Medical (\$101,045)
- 532188 Lawn & Garden Service Agreement (\$40,262)
- 532199 Misc Contractual Service (\$43,642)
- 532210 Enrg Ser - Electrical (\$62,338)
- 532220 Enrg Ser - Nat Gas/ Propane (\$26,742)
- 532230 Enrg Ser - Water & Sewer (\$8,123)
- 532331 Repairs - Motor Vehicles (\$195)
- 532333 Repairs - Other Equip (\$18,460)
- 532390 Repairs- Other (\$40,262)
- 532430 Maint - Equip (\$3,292)
- 532490 Maint Agreement - Other (\$385)
- 532714 Transp - Grnd -In state (\$6,825)
- 532811 Telephone Serv (\$5,708)
- 532840 Postage, Freight, Delivery (\$3,241)
- 532911 Property - Insurance (\$3,335)
- 532919 Other Insurance (\$235)
- 532942 Other Emp Educ Expense (\$40)
- 533320 Diesel Fuel (\$860)
- 533900 Other Materials & Supplies (\$4,692)
- 535830 Membership, Dues, & Subscrip (\$236)
- Total FY 2012-13 (\$1,152,515)

1242 Tryon Palace

38 Transfers Positions to Receipts-support	(\$375,075)	R	(\$375,075)	R
Transfers the historic site's maintenance program to receipts-support.				
	-10.00		-10.00	
#60083572 Painter				
#60083563 Carpenter II				
#65011462 and 60083559 Maintenance Mechanic IV				
#60083568, 60083571, 65011458, 65011459, and 60083567				
Building Environmental Technicians				
#65011430 Assistant Special Events Coordinator				
531211 SPA Reg Salary (\$275,715)				
531511 Soc Sec (\$21,092)				
531521 Retirement (\$28,978)				
531561 Medical (\$49,290)				
39 Changes to Historic Site's Funding	(\$846,951)	R	(\$1,693,902)	R
Reduces remaining operating budget each year.				

1245 NC Maritime Museum

40 Transfer to Receipts-support

(\$59,265) R (\$59,265) R

Transfers support for the Cape Lookout Studies Program and .75 FTE of position to receipts available from private partnership funds.

-0.75 -0.75

#60083652 Natural Science Curator

- 531211 SPA Reg Salary (\$31,834)
- 531511 Soc Sec (\$2,435)
- 531521 Retirement (\$3,346)
- 531561 Medical (\$3,697)
- 532199 Misc Contractual Serv (\$7,500)
- 532333 Repairs- Other Equip (\$863)
- 532714 Transp - Grnd, In State (\$1,500)
- 532715 Transp - Grnd, Out State, In U.S. (\$225)
- 532721 Lodging - In State (\$1,275)
- 532724 Meals- In State (\$1,013)
- 532930 Registration Fees (\$750)
- 533110 General Office Supplies (\$375)
- 533720 Educ Supplies (\$137)
- 534539 Other Equip (\$4,315)

1247 Office of State Archaeology

41 Program Reductions

(\$171,242) R (\$171,242) R

Suspends the operations of the Archaeology Laboratory and Curation Facility and eliminates salaries and benefits of three filled positions:

-3.00 -3.00

- #60083679 Archaeological Technician (\$27,544)
- #60090495 Archaeologist I (\$41,100)
- #60083676 Archaeologist II (\$54,341)

- 531211 SPA Reg Salary (\$122,985)
- 531461 Longevity (\$2,446)
- 531511 Soc Sec (\$9,595)
- 531521 Retirement (\$13,182)
- 531561 Medical (\$14,790)

Operating Budget Reductions
53XXXX (\$8,243)

1250 Historic Preservation Office

42 Transfer to Receipts-support

Transfers 1.5 positions to federal grant receipts.

(\$71,106) R

(\$71,106) R

-1.50

-1.50

#60083622 Office Assistant III

#60083629 Historic Preservation/Restoration Specialist I
(.5FTE)

531211 SPA Reg Salary (\$53,921)

531511 Soc Sec (\$ 4,124)

531521 Retirement (\$ 5,667)

531561 Medical (\$ 7,394)

1320 Museum of Art**43 Operating Reductions**

(\$471,601) R (\$673,925) R

Reorganizes and consolidates Museum of Art operations by eliminating salaries and benefits of three vacant positions and 7.25 filled positions; and transfers .25 position to receipts-support.

-10.50

-10.50

Vacant Positions

SPA

#65011450 Maintenance Mechanic II (\$27,544)

#60083791 Office Assistant III (\$34,319)

EPA

#65011451 Art Museum Curator (\$50,400)

SUBTOTAL Vacant Positions (\$112,263)

Filled Positions

#60083795 Security Guard (\$24,861)

#65005187 Security Guard (\$24,861)

#60083773 Processing Assistant III (\$8,119) - (.25 FTE)

#60083774 Processing Assistant III (\$34,319)

#60083772 Program Assistant IV (\$29,783)

#60083754 Processing Assistant IV (\$31,389)

#65005027 Art Handler (\$32,411)

#60083769 Library Technician (\$36,378)

SUBTOTAL Filled Positions (\$222,121)

Receipts-support Position

#60090505 Associate Director (\$15,412) - (.25 FTE)

531111 EPA- Reg Salaries- Approp (\$ 50,400)

531211 SPA- Reg Salaries- Approp (\$299,396)

531511 Soc Sec (\$26,759)

535121 Retirement (\$36,764)

531561 Medical (\$49,300)

Operating Budget Reduction

FY 11-12

53XXXX (\$8,982)

FY 12-13

53XXXX (\$211,306)

1330 NC Arts Council**44 Grant Program Reduction**

(\$581,000) R (\$581,000) R

Reduces funding for the Basic Grants Program, which provides \$3,292,320 for each year of the 2011-2013 Biennium.

1330 NC Arts Council**45 Operating Reductions**

(\$140,408) R (\$140,408) R

Eliminates 1.75 vacant positions and 1 filled position by reassigning duties and consolidating grant categories.

-2.75 -2.75

Vacant Positions

#60083908 Arts Development Consultant (\$40,856)

#60083931 Information & Communication Specialist I (.75 FTE)
(\$27,734)

Filled Position

#60083927 Information & Communication Specialist II (\$38,767)

531211 SPA- Reg Salaries- Appopr (\$107,357)

531511 Soc Sec (\$8,213)

535121 Retirement (\$11,283)

531561 Medical (\$13,555)

46 Grant Program Reduction

(\$406,537) R (\$406,537) R

Reduces funding for Grassroots Arts Program which provides \$2,303,708 for each year of the 2011-2013 Biennium.

47 Eliminate Non-Competitive Funding

(\$40,957) R (\$40,957) R

Eliminates funding for the Vagabond School of Drama.

48 Reduce Non-Competitive Funding

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

Reduces funding for the Lost Colony.

49 Eliminate Non-Competitive Funding

(\$218,957) R (\$218,957) R

Eliminates funding for the Shakespeare Festival.

1340 NC Symphony**50 Reduce Grant Funding**

(\$217,310) R (\$217,310) R

Reduces grant funding for statewide concerts by 10%.

1410 State Library Services

51 Personnel Adjustment

(\$499,423) R (\$499,423) R

Consolidates and eliminates two layers of management in the State Library of NC. Transfers a position to federal receipts.

-9.00 -9.00

Filled Positions

- #60083815 Office Assistant V (\$36,434)
- #60083867 Library Technician (\$32,029)
- #60083850 Library Technician (\$32,758)
- #60083853 Library Technician (\$28,327)
- #60083861 Processing Assistant IV (\$35,575)

Vacant Positions

- 60083822 Assistant State Librarian (\$58,701)
- #60083844 Library Supervisor (\$54,692)
- #60083904 Office Assistant III (\$26,646)

Transferred to Federal Receipts Position

- #60083901 Library Professional (\$79,963)

- 531211 SPA Reg Salary (\$385,125)
- 531511 Soc Sec (\$ 29,460)
- 531521 Retirement (\$ 40,477)
- 531561 Medical (\$ 44,361)

1480 Statewide Programs & Grants

52 Program Reduction

(\$1,980,543) R (\$1,980,543) R

Reduces State-Aid to local libraries by 13%.

1500 Museum of History**53 Program Reductions**

(\$383,505)	R	(\$585,829)	R
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Reorganizes and consolidates the museum and its regional branches in the areas of administration, program, and operating functions. Eliminates salaries and benefits of 5 vacant positions and 4 filled positions and reduces operating budget.

-9.00		-9.00	
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Vacant Positions

#60083949 Art Handler (\$25,705)
 #60083990 Curator of Furnishings & Decorative Arts (\$42,860)
 #60083981 Library Professional (\$40,000)
 #60084030 Museum Specialist (\$33,229)
 #60084043 Security Guard (\$24,861)

Filled Positions

#60083942 Public Information Assistant IV (\$27,615)
 #60083957 Public Information Assistant III (\$32,258)
 #60084027 Museum Specialist (\$32,796)
 #60084035 Process Assistant IV (\$27,615)

531211 SPA Reg Salary (\$287,039)

531511 Soc Sec (\$21,934)

531521 Retirement (\$30,168)

531561 Medical (\$44,361)

Operating Budget Reduction

FY 12-13

53XXXX (202,324)

54 Reduce Operating Budget

(\$335,997)	R	(\$335,997)	R
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Eliminates salaries and benefits of 1 vacant and 4 filled positions and reduces operating expenses of the Museum of the Cape Fear.

-5.00		-5.00	
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Vacant Position

#60084056 Security Guard (\$26,220)

Filled Positions

#60084055 Museum Specialist (\$32,796)
 #60084057 Historical Interpreter I (\$24,861)
 #60084051 Assoc. Museum Curator (\$40,105)
 #60084053 Bldg. Envir Tech. (\$25,718)

531211 SPA Reg Salary (\$149,700)

531511 Soc Sec (\$ 11,452)

531521 Retirement (\$ 15,733)

531561 Medical (\$ 24,650)

Operating Expense Reduction

53XXXX (\$134,461)

Department-wide

55 Personnel Reductions

(\$1,212,827) R (\$1,212,827) R

Eliminates salaries and benefits of 8.51 additional positions vacant 6 months or more since January 1, 2011; and 18 positions vacant 100 or more days since March 31, 2011.

-26.51

-26.51

Positions vacant for 6 months or more

#60083367 Archives & Records Professional (\$1)
 #60083486 Office Assistant IV (\$30,417)
 #65010790 Transportation Coordinator (\$29,502)
 #60083569 Horticulture/grounds Technician (.38 FTE) (\$1,329)
 #65010906 Administrative Officer III (\$41,173)
 #65010907 Media Technician I (\$25,705)
 #60083505 Historic Interpreter I (\$24,861)
 #60090511 Museum Curator (\$38,174)
 #60090513 Museum Specialist (\$32,796)
 #60090514 Museum Exhibit Designer (.13 FTE) (\$6,626)

531211 SPA Reg Salary (\$230,584)

531511 Soc Sec (\$17,640)

531521 Retirement (\$24,234)

531561 Medical (\$41,954)

Positions vacant for 100 or more days

#60080925 Heritage Tourism Officer (\$38,543)
 #65011681 Maritime Heritage Tourism Officer (\$35,337)
 #65011682 Heritage Tourism Officer (\$35,337)
 #65011683 Heritage Tourism Officer (\$35,337)
 #65011684 Heritage Tourism Officer (\$35,337)
 #65011685 Regional Development Officer (\$38,174)
 #60083349 Office Assistant IV (\$29,656)
 #60090501 Records Management Analyst (\$37,000)
 #60083465 Historic Sites Specialist II (\$50,000)
 #60083470 Historic Site Assistant (\$25,355)
 #60083585 Museum Specialist (\$39,162)
 #65011433 Assistant Conservator (\$27,942)
 #60083562 Exhibit Designer (\$35,498)
 #65010801 Utility Worker Supervisor (\$27,380)
 #65011464 Section Gardener (\$26,584)
 #65011455 Museum Exhibits Assistant (\$29,502)
 #65011424 Processing Assistant III (\$24,092)
 #60083256 Deputy Secretary (\$115,000)

531211 SPA Reg Salary (\$685,236)

531511 Soc Sec (\$52,421)

531521 Retirement (\$72,018)

531561 Medical (\$88,740)

56 IT Reduction

(\$55,184) R (\$55,184) R

Reduces IT by 5%.

Senate Subcommittee on General Government

FY 11-12

FY 12-13

Total Legislative Changes	(\$9,139,776)	R	(\$10,967,632)	R
Total Position Changes	-94.01		-106.51	
Revised Budget	\$63,524,857		\$61,697,001	

Cultural Resources - Roanoke Island Commission

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$2,406,982		\$2,406,982	
Legislative Changes				
1584 Roanoke Island Commission				
57 Changes to Commission Funding	(\$601,746)	R	(\$1,203,491)	R
Reduces General Fund appropriation by 25% in FY 2011-12 and 50% in FY 2012-13 with an additional 25% reduction to the appropriation through FY 2014-15 and the Commission becoming self-supporting by FY 2015-16.				
Total Legislative Changes	(\$601,746)	R	(\$1,203,491)	R
Total Position Changes				
Revised Budget	\$1,805,236		\$1,203,491	

General Assembly

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$54,593,047		\$54,593,047	

Legislative Changes

1213 Research Division

58 Transfer of General Statutes Commission

Provides funding for positions and operations of the General statutes Commission that is transferred from the Department of Justice.

\$270,341	R	\$270,341	R
3.00		3.00	

1215 Building & maintenance

59 Reduce Division Budget and Personnel

Reduces appropriations by funding Building & Maintenance Repairs from Carryforward Reserve each year. Additionally, eliminates salaries and benefits of 3.4 positions in FY 2012-13.

(\$292,980)	R	(\$212,565)	R
		-3.40	

60 Continuation Review of Building & Maintenance Division

Conducts a Continuation Review of facility services in the General Assembly during the 2011-12 Interim. The budget for the division, minus reductions authorized for FY 2012-13, is included as non-recurring, pending the findings and recommendations that will be reported to the 2012 Session.

(\$2,572,506)	R	(\$2,572,506)	R
\$2,572,506	NR		
		-31.60	

1216 Food Service

61 Reduce Operating Budget

Increases prices in the cafeteria and snack bars by 10%. Additionally, eliminates salaries and benefits of 3.75 positions in FY 2012-13.

(\$103,648)	R	(\$210,348)	R
		-3.75	

1217 Information Systems Division

62 Various Reductions to Operations

Reduces the operating accounts in ISD and uses Carryforward Reserve to support non-personnel costs and 2 Temporary Time-Limited positions to work with Redistricting.

(\$2,653,145)	R	(\$2,114,555)	R
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1219 Program Evaluation Division

63 Expand Division Staff

Expands staff in the Program Evaluation Division with the transfer of funding from the Performance Audit Division in the State Auditor's Office to support up to 5 positions.

\$345,000	R	\$345,000	R
5.00		5.00	

1900 Committees & Other Reserves**64 Reduction to Reserves**

(\$888,527)	R	(\$636,435)	R
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Reduces funding in the Reserves of Committees, Studies, and Contingencies (537195).

Department-wide**65 Various Reductions to Operating Budget**

(\$1,127,343)	R	(\$442,957)	R
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Reduces the budget each year in the following areas:

Reduces the number of interim days budgeted for Legislative Assistants from 3.5 days to 3 days during the first year of the biennium. Both years will be budgeted at 3.0 days during the interim with a reduction of \$691,223.

Eliminates funding budgeted for the purchase of furniture (desk, chairs, tables & bookshelves) with a reduction of \$55,000 in FY 2011-12 and \$40,000 in FY 2012-13.

Reduces funding for staff travel which includes travel reimbursements, registration fees and education reimbursement. However, funding is maintained for staff in the Program Evaluation Division and Fiscal Research Division to pursue studies and conduct routine visits to state agencies and facilities. The budget is reduced \$84,250 in FY 2011-12 and \$94,250 in FY 2012-13.

Reduces some discretionary contracts and budgeted supplies within the Building & Maintenance and Food Services Sections with a reduction of \$57,773 in FY 2011-12 and \$81,810 in FY 2012-13.

Reduces NCSL annual dues by 20% with a reduction of \$51,097 each year.

Reduces appropriations by funding the Legislative Library Learning Resources and subscriptions from Carryforward Reserve with a reduction of \$188,000 in FY 2011-12 and \$175,800 in FY 2012-13.

66 Personnel Adjustments

(\$1,883,250)	R	(\$1,914,814)	R
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Eliminates salaries and benefits of 17 vacant permanent positions of which 2 are frozen from FY 2010-11 with a reduction of \$1,033,504 each year. Also, eliminates salaries and benefits for 47 temporary positions of which 27 are frozen from FY 2010-11 at a reduction of \$849,746 in FY 2011-12 and \$881,310 in FY 2012-13.

-17.00

-17.00

67 Reserve Funds

Appropriates funds for reserve to support security upgrades.	\$3,000,000	NR
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Senate Subcommittee on General Government

FY 11-12

FY 12-13

Department-wide

68 Reserve for Information Technology Study

Provides funding for the General Assembly to conduct a comprehensive, two-year evaluation of information technology operations throughout State government.

\$2,000,000 NR

\$3,000,000 NR

Total Legislative Changes

(\$8,906,058) R

(\$7,488,839) R

\$7,572,506 NR

\$3,000,000 NR

Total Position Changes

-9.00

-47.75

Revised Budget

\$53,259,495

\$50,104,208

Governor

GENERAL FUND

	FY 11-12	FY 12-13
Recommended Continuation Budget	\$6,189,478	\$6,189,478

Legislative Changes

1420 Center for 21st Century Skills

69 Eliminates Program and Personnel Adjustment	(\$91,738)	R	(\$91,738)	R
Eliminates the remainder of budget for the Center for 21st Century Skills, including a vacant position 60008514 (Director of 21st Century Skills Center).	-1.00		-1.00	

- 531111 Reg Salary (\$35,000)
- 531511 Social Security (\$2,678)
- 531521 Retirement (\$3,679)
- 531561 Medical Insurance (\$4,930)
- 532199 Misc Contractual Svcs (\$45,451)

Department-wide

70 Reduces Personnel	(\$318,825)	R	(\$318,825)	R
Eliminates salaries and benefits of the Deputy Legal Counsel (#60008505) and Policy Analyst (#60071726) positions that are filled, and the Special Assistant to the Governor position (#60008479) that is vacant.	-3.00		-3.00	

- 531111 Reg Salaries (\$258,000)
- 531511 Social Security (\$ 18,919)
- 531521 Retirement (\$ 27,116)
- 531561 Medical Insurance (\$ 14,790)

Department-wide

71 Personnel and IT Reductions

(\$1,037,758) R (\$1,037,758) R

Eliminates the salaries and benefits of 6 vacant positions:

-14.00 -14.00

- #60000881 Policy Analyst (\$16,000)
- #60008496 Policy Analyst (\$53,000)
- #60008480 W/A Administrative Assistant I (\$39,000)
- #60008482 Operations Director (\$82,200)
- #60008494 Deputy Director of Hispanic Affairs (\$32,000)
- #60038174 Policy Analyst (\$66,000)

- 531111 Reg Salaries (\$288,200)
- 531511 Social Security (\$ 22,047)
- 531521 Retirement (\$ 30,290)
- 531561 Medical Insurance (\$ 29,580)
- SUBTOTAL Vacant Positions (\$370,117)

Eliminates the salaries and benefits of 8 filled positions:

- #65007128 Special Advisor - Education & Innovation (\$109,509)
- #60008516 Deputy Communications Director (\$81,000)
- #60008485 Teacher Advisor (\$65,000)
- #60031506 Policy Analyst (\$45,000)
- #60083951 Regional Director (\$50,000)
- #60008474 Faith Outreach Coordinator (\$20,000)
- #60008507 Governor's Communications Director (\$115,200)
- #60008501 Asst. External Scheduler (\$38,780)

- 531111 Reg Salaries (\$524,489)
- 531511 Social Security (\$ 40,123)
- 531521 Retirement (\$ 55,124)
- 531561 Medical Insurance (\$ 39,440)
- SUBTOTAL Filled Positions (\$660,176)

Reduces IT each year by 5% (\$7,465).

Total Legislative Changes	(\$1,448,321)	R	(\$1,448,321)	R
Total Position Changes	-18.00		-18.00	
Revised Budget	\$4,741,157		\$4,741,157	

Housing Finance Agency

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$13,877,996		\$13,877,996	
Legislative Changes				
8102 Housing Finance Agency				
72 Program Reduction	(\$2,123,245)	R	(\$2,123,245)	R
Reduces funding for the Housing Trust Fund.				
8104 Home Protection Program				
73 Program Reduction	(\$2,081,700)	R	(\$2,081,700)	R
Reduces funding for the Home Protection Program.				
Total Legislative Changes	(\$4,204,945)	R	(\$4,204,945)	R
Total Position Changes				
Revised Budget	\$9,673,051		\$9,673,051	

Insurance

GENERAL FUND

	FY 11-12	FY 12-13
Recommended Continuation Budget	\$33,458,756	\$33,458,756

Legislative Changes

1110 Administration

<p>74 Reduce Expenditures</p> <p>Reduces various expenditure accounts in the division to more closely match actual costs.</p> <p>532199 Misc Contractual Svs (\$15,957)</p> <p>532814 Cellular Phone Svs (\$ 4,346)</p> <p>532942 Other Employees Ed Expense (\$ 4,918)</p>	<p>(\$25,221) R</p>	<p>(\$25,221) R</p>
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1200 Company Services Group

<p>75 Reduce Expenditures</p> <p>Reduces various expenditure accounts in the division to more closely match actual costs.</p> <p>532814 Cellular Phone Svs (\$ 119)</p> <p>532942 Other Employees Ed Expense (\$50,569)</p>	<p>(\$50,688) R</p>	<p>(\$50,688) R</p>
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1300 Technical Services Group

<p>76 Reduce Employee Education Expense</p> <p>Reduces expenditures each fiscal year in 532942 - Employee Education Expense.</p>	<p>(\$11,589) R</p>	<p>(\$11,589) R</p>
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1400 Public Services

<p>77 Reduce Cellular Phone Service</p> <p>Reduces expenditures each fiscal year in 532814 - Cellular Phone Service.</p>	<p>(\$2,200) R</p>	<p>(\$2,200) R</p>
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1500 Office of State Fire Marshal

<p>78 Adjust Expenditures</p> <p>Reduces expenditures for cellular phone service and eliminates funding for the sale of Code Books as the sale of Code Books is transferred to the publisher.</p> <p>532814 Cellular Phone Svs (\$ 23,315)</p> <p>532850 Print, Bind, & Duplication (\$330,000)</p> <p>532942 Other Employees Ed Expense (\$ 2,950)</p>	<p>(\$356,265) R</p>	<p>(\$356,265) R</p>
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1500 Office State Fire Marshal**79 Transfer of Fire Protection Grant Fund**

\$3,677,513 R \$3,677,513 R

Transfers the Fire Protection Grant Fund from the Office of State Budget and Management to the Department of Insurance.

Department-wide**80 Eliminate Vacant Positions and Reduce Expenditure Accounts**

(\$139,612) R (\$139,612) R

Eliminates salaries and benefits of 3 vacant positions.

-3.00 -3.00

Vacant Positions

60013339 Processing Assistant III (\$28,490)

60013607 Office Assistant IV (\$25,705)

65004532 Insurance Company Examiner (\$51,443)

531211 SPA Reg Salary (\$105,638)

531511 Soc Sec (\$8,081)

531521 Retirement (\$11,103)

531561 Medical (\$14,790)

81 Reduction to Consumer Protection Services Fund

(\$156,773) R (\$156,773) R

Reduces transfer to Consumer Protection Services Fund to more closely match actual expenditures.

531111 Salaries (\$38,473)

531511 Social Security (\$2,943)

531521 Retirement (\$4,044)

532110 Legal Services (\$111,313)

Total Legislative Changes

\$2,935,165 R **\$2,935,165** R

Total Position Changes

-3.00 -3.00

Revised Budget

\$36,393,921 **\$36,393,921**

**Insurance - Volunteer Safety Workers'
Compensation Fund**

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$4,500,000		\$4,500,000	
Legislative Changes				
1900 Reserves & transfers				
82 Reduce Volunteer Safety Workers' Compensation Fund	(\$706,000)	R	(\$1,876,346)	R
Reduces funding for the Volunteer Safety Workers' Compensation Fund.	(\$1,500,000)	NR		
Total Legislative Changes	(\$706,000)	R	(\$1,876,346)	R
	(\$1,500,000)	NR		
Total Position Changes				
Revised Budget	\$2,294,000		\$2,623,654	

Lieutenant Governor

		GENERAL FUND	
		FY 11-12	FY 12-13
Recommended Continuation Budget		\$954,868	\$954,868
Legislative Changes			
1110 Administration			
83 Management Flexibility Reduction		(\$191,398) R	(\$191,398) R
Requires the Lt. Governor's Office to reduce the operating budget of the office by \$191,398 recurring.			
84 Eliminate Vacant Position and Benefits		(\$45,695) R	(\$45,695) R
Eliminates Assistant Policy Director Position and benefits (60008622).			
		-1.00	-1.00
85 Reduce Salary, Benefits, and Longevity to Actual		(\$14,437) R	(\$14,437) R
Reduces the following accounts to actual:			
531111 Salaries (\$8,327)			
531511 Social Security (\$67)			
531521 Retirement (\$875)			
531521 Longevity (\$5,168)			
86 Reduce Operating Expenses		(\$8,014) R	(\$8,014) R
Reduces the following operating expense accounts:			
532814 Cellular Phones (\$6,750)			
532870 Cable TV (\$689)			
532840 Postage (\$575)			
Total Legislative Changes		(\$259,544) R	(\$259,544) R
Total Position Changes		-1.00	-1.00
Revised Budget		\$695,324	\$695,324

Office of Administrative Hearings

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$4,328,822		\$4,328,822	
Legislative Changes				
1100 Administration and Operations				
87 Reduce Payments to ITS	(\$7,612)	R	(\$7,612)	R
Reduces data and communications (532800) by 5%.				
88 Type I Transfer of Human Relations Commission to OAH	\$841,613	R	\$841,613	R
Transfers the Human Relations Commission to the Civil Rights Division at OAH. The transfer detail is in the Department of Administration's section of the report.				
	10.68		10.68	
1100 Civil Rights Division				
89 Eliminate Vacant Position	(\$57,710)	R	(\$57,710)	R
Eliminates vacant Civil Rights Investigator Position (60088595) and benefits.				
	-1.00		-1.00	
1100 Hearings Division				
90 Eliminate Administrative Law Judge Position	(\$121,242)	R	(\$121,242)	R
Eliminates one Administrative Law Judge position and benefits.				
	-1.00		-1.00	
Administrative Hearings				
91 Funding from DHHS for Medicaid Mediation				
Transfers \$1 million in General Funds for each year of the biennium from the Department of Health and Human Services (DHHS) to the Office of Administrative Hearings (OAH) for the purpose of providing Medicaid mediation services. OAH shall continue the Memorandum of Agreement with DHHS and provide invoices to DHHS for covered services in order for DHHS to transfer the federal share of funds drawn down for this purpose.				
Total Legislative Changes	\$655,049	R	\$655,049	R
Total Position Changes	8.68		8.68	
Revised Budget	\$4,983,871		\$4,983,871	

Revenue

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$88,370,399		\$88,370,399	

Legislative Changes

1681 Administrative Services

92 Close Three Offices	(\$124,054)	R	(\$124,054)	R
Closes Offices in Nags Head, Rocky Mount, and Winston-Salem				

1700 Motor Fuels Division

93 Eliminate Vacant Positions
Eliminates 15 vacant positions in the Motor Fuels Division funded by the Highway Fund.

1900 Reserves and Transfers

94 Remaining Resolution Initiative Funding	(\$760,075)	R	(\$760,075)	R
Reduces the remaining funds appropriated for the Resolution Initiative. The funds were originally appropriated in FY 2010-11.				

Department-wide

95 Reduce General Fund Supported Operating Expenditures	(\$371,495)	R	(\$371,495)	R
Reduces additional eight positions and associated benefits that are vacant at the Department	-8.00		-8.00	

- 60082603 Processing Assistant IV (\$37,560)
- 60081507 Revenue Tax Technician (\$55,395)
- 60081800 Processing Assistant III (\$34,306)
- 60081505 Information Processing Technician (\$54,583)
- 60093429 Processing Assistant IV (\$41,527)
- 60082584 Processing Assistant V (\$39,907)
- 60081612 Revenue Tax Technician (\$52,675)
- 60082692 Information Processing Technician (\$50,861)

Department-wide

96 Eliminate Vacant Positions

(\$3,498,026) R (\$3,498,026) R

Eliminates 61 vacant positions throughout the Department and related benefits. Positions are as follows:

-61.00

-61.00

60081469 Program Assistant V
 60081535 Information Processing Technician
 60081540 Team Leader
 60082951 Processing Assistant V
 60082846 Administrative Officer II
 60082953 Processing Assistant IV
 60082759 Processing Assistant III
 60081588 Processing Assistant III
 60082668 Data Entry Specialist
 60082564 Information Processing Technician
 60081675 Information Processing Technician
 60081494 Information Processing Technician
 60081482 Information Processing Technician
 60082949 Processing Assistant IV
 60081660 Revenue Officer I
 60081781 Law Enforcement Agent
 60082835 Processing Assistant IV
 60082685 Revenue Officer II
 60081633 Processing Assistant IV
 60081597 Processing Assistant III
 60081637 Information Processing Technician
 60082570 Processing Assistant III
 60082756 Processing Assistant III
 60081566 Auditor
 60082502 Processing Assistant III
 60082553 Processing Assistant IV
 60082661 Data Entry Specialist
 60082599 Administrative Officer II
 60082966 Administrative Assistant III
 60081512 Processing Assistant V
 60082682 Data Entry Specialist
 60082569 Processing Assistant IV
 60082758 Processing Assistant IV
 60081520 Processing Assistant III
 60082537 Accounting Manager
 60081779 Law Enforcement Agent
 60081657 Manager
 60081434 Audit Director
 60081748 Revenue Officer I
 60082594 Processing Assistant V
 60083099 Office Assistant V
 60081531 Revenue Officer I
 60081635 Administrative Assistant II
 60081548 Administrative Assistant III
 60081579 Administrative Assistant II
 60081311 ETM Administrator
 60082396 Revenue Administrative Officer
 60082169 Field Auditor SCCI
 60083224 Special Agent
 60082057 Revenue Officer I

Senate Subcommittee on General Government

FY 11-12

FY 12-13

Information Technology

102 Imaging System License

(\$613,440) R

(\$613,440) R

Corrects error, a non-recurring expenditure for an imaging system license was mistakenly coded as recurring in FY 2010-11. This reduction corrects the error.

Local Government Unit

103 Local Government Unit to Receipts

(\$451,578) R

(\$451,578) R

Moves positions to the Local Government Unit within the Department to receipt support to create a point of contact regarding tax distributions. Over \$200 million per year is distributed to local governments each year.

-7.00

-7.00

Total Legislative Changes

(\$10,170,861) R

(\$10,170,861) R

Total Position Changes

-106.00

-106.00

Revised Budget

\$78,199,538

\$78,199,538

Secretary of State

GENERAL FUND

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$11,076,972		\$11,076,972	
Legislative Changes				
1120 Publications				
104 Reduce Printing Budget	(\$77,268)	R	(\$77,268)	R
Eliminates the printing of the NC Directory of County and State Officials, which is available electronically, and the free distribution of the NC Manual. Budget code affected is 532850.				
1150 Lobbyist Registration				
105 Eliminate Four Positions in Lobbyist Registration	(\$200,791)	R	(\$200,791)	R
Eliminates four positions and benefits in Lobbyist Registration Division.				
	-4.00		-4.00	
60008804 Registrar/Examiner (\$42,295) 60008805 Registrar/Examiner (\$50,469) 65004907 Office Assistant (\$36,176) 60008807 Attorney I (\$71,851)				
Department-wide				
106 Reduce Operating Expenditures and Eliminate Cell Phones	(\$136,290)	R	(\$136,290)	R
Reduces operating expenditures in a variety of accounts and eliminates budget for cellular phones.				
532700 Travel and Other Employee Expense (\$25,423) 532814 Cellular Phone Service (\$9,809) 532900 Other Services (\$7,342) 533100 General And Administrative Supplies (\$26,100) 533900 Other Materials and Supplies 534500 Equipment (\$42,966) 534700 Intangible Assets (\$17,000)				
107 Reduce Payments to ITS	(\$8,060)	R	(\$8,060)	R
Reduces payments to ITS (532800) by 5%.				
Total Legislative Changes	(\$422,409)	R	(\$422,409)	R
Total Position Changes	-4.00		-4.00	
Revised Budget	\$10,654,563		\$10,654,563	

State Board of Elections

GENERAL FUND

Recommended Continuation Budget	FY 11-12		FY 12-13	
	\$6,189,011		\$6,189,011	

Legislative Changes

1100 Administration

108 Correct Error in Base Budget (\$60,000) R

Corrects error, a non-recurring expenditure was miscoded as recurring (532700) related to a move into office space.

109 Administrative Services (\$23,000) R (\$23,000) R

Reduces expenditures for workshops and conferences (532181) and administrative services (532170).

1200 Campaign Reporting

110 Reduce Administrative Services (\$45,110) R (\$45,110) R

Reduces Administrative Services (532170).

1300 Voter Registration and Systems

111 Eliminate Positions in Voter Registration and Systems (\$637,706) R (\$637,706) R

Eliminates all 8 District Elections Technicians (\$510,610), Voting Systems Project Manager (60088251 - \$65,191), Technology Support Analyst (65006606 - \$64,010), and associated benefits. -10.00 -10.00

112 Reduce Assigned Vehicles (\$32,634) R (\$32,634) R

Reduces payments to Motor Fleet Management for vehicles from 8 District Elections Technicians (532700).

Department-wide

113 ITS Reduction (\$28,787) R (\$28,787) R

Reduces data and procurement purchases by 5% (532800).

114 Eliminate Vacant Positions (\$235,171) R (\$235,171) R

Eliminates four vacant positions and benefits in the State Board of Elections -4.00 -4.00

- 65012228 - Elections Investigator
- 65005662 - Business Officer
- 60088258 - Compliance Specialist
- 65012227 - Attorney II

Senate Subcommittee on General Government

FY 11-12

FY 12-13

Total Legislative Changes	(\$1,002,408)	R	(\$1,062,408)	R
Total Position Changes	-14.00		-14.00	
Revised Budget	\$5,186,603		\$5,126,603	

State Budget & Management

GENERAL FUND

Recommended Continuation Budget	FY 11-12	FY 12-13
	\$6,963,796	\$6,963,796

Legislative Changes

1310 Office of State Budget & Management

115 Personnel Adjustment and IT Reduction	(\$546,454)	R	(\$546,454)	R
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Eliminates 6 vacant positions and reduces salary reserves.

	-6.00		-6.00	
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- #60008592 State Budget Management Analyst (\$62,463)
- #60008553 State Budget Management Analyst (\$64,383)
- #60008582 State Budget Management Analyst (\$102,163)
- #60008577 Human Resources Director (\$62,429)
- #60008585 State Budget Management Analyst (\$57,000)
- #60008609 State Budget Management Analyst (\$71,925)

- 531211 Salaries (\$420,363)
- 531511 Social Security (\$32,158)
- 531521 Retirement (\$44,180)
- 531561 Medical Insurance (\$29,580)
- 531211 Salary Reserves (\$ 6,774)

Reduces funding for the Information Technology Services by 5% (\$13,399).

116 Operating Reductions	(\$34,900)	R	(\$34,900)	R
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Reduces operating expenses.

- 532145 Server Support Services (\$29,100)
- 532840 Postage, Freight & Delivery (\$ 3,800)
- 534530 Other DP Equipment (\$ 1,500)
- 534534 PC/Printer Equipment (\$ 500)

117 Longevity Reduction	(\$21,867)	R	(\$21,867)	R
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Reduces longevity to actual.

118 Integrated Budget Information System (IBIS) Funding	(\$511,912)	R	(\$511,912)	R
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Eliminates funding for the Integrated Budget Information System (IBIS) continuation request for software support, hardware, and databases.

- 532199 Miscellaneous Contractual Services (\$250,000)
- 532800 Communication & Data Processing (\$261,912)

Senate Subcommittee on General Government

FY 11-12

FY 12-13

Total Legislative Changes	(\$1,115,133)	R	(\$1,115,133)	R
Total Position Changes	-6.00		-6.00	
Revised Budget	\$5,848,663		\$5,848,663	

State Budget and Management - Special

	GENERAL FUND	
	FY 11-12	FY 12-13
Recommended Continuation Budget	\$5,934,311	\$5,934,311
Legislative Changes		
1022 Special Appropriations		
119 Humanities Council Grant	(\$43,000) R	(\$43,000) R
Reduces funding for NC Humanities Council(536G02).		
1023 Fire Protection Grant Fund		
120 Transfer of Fire Protection Grant Fund	(\$3,677,513) R	(\$3,677,513) R
Transfers management of the State Fire Protection Grant Fund to the Department of Insurance from the Office of State Budget and Management. The General Fund appropriation is reduced 10%.		
1900 Reserves & Transfers		
121 NC Symphony	\$1,500,000 NR	
Provides funding for the NC Symphony to leverage match to support the operation.		
122 Adjust Funds for Health Care Reform and Board of Elections Software	(\$1,773,186) R	(\$1,773,186) R
Eliminates funding (\$1,101,293) and positions each year for DOI Healthcare Reform Reserve (537122). Additionally, reduces budget for non-recurring (\$671,893) expense that was classified as recurring in the 2010 Session for the State Board of Elections Software Purchase (to comply with HB 961).		
	-13.00	-13.00
Total Legislative Changes	(\$5,493,699) R	(\$5,493,699) R
	\$1,500,000 NR	
Total Position Changes	-13.00	-13.00
Revised Budget	\$1,940,612	\$440,612

State Controller

GENERAL FUND

	FY 11-12		FY 12-13
Recommended Continuation Budget	\$32,517,077		\$32,517,077

Legislative Changes

1000 Department-wide

123 Eliminate Vacant Positions

(\$1,172,321) R (\$1,172,321) R

Eliminates salaries and benefits of 14 vacant positions and reduces IT costs by 5% or \$197,689 each year in expenditure accounts 532800 - Communications/Data Processing.

-14.00

-14.00

Vacant Positions

60015308 Information Processing Technician	(\$35,697)
60087149 State Controller Financial Specialist	(\$51,375)
60087175 Administrative Support Associate	(\$50,831)
60087196 Bus & Tech Applications Analyst	(\$80,145)
60090520 State Controller Risk Mitigation Spec	(\$61,274)
60091131 Information Processing Technician	(\$39,954)
60091133 Information Processing Technician	(\$29,502)
60091720 Information Processing Technician	(\$38,792)
60092194 Administrative Support Specialist	(\$39,400)
65009029 Business Systems Analyst III	(\$75,000)
65008979 Staff Development Specialist II	(\$47,791)
65008981 Staff Development Specialist II	(\$56,667)
65008996 Business & Technology Applications Spec.	(\$80,000)
65009030 Bus. Systems Analyst II	(\$80,000)

531211 SPA Reg Salary	(\$766,428)
531511 Soc Sec	(\$ 58,632)
531521 Retirement	(\$ 80,552)
531561 Medical	(\$ 69,020)
Subtotal Positions	(\$974,632)

124 Reduce BEACON Reserve

Reduces funding in BEACON Reserve that leaves a balance of \$2,427,928 that will support operations in Reporting Support, Production Support, Security, and BASIS support for the biennium.

(\$536,036) NR (\$536,036) NR

125 Reduce Account Balance

Reduces General Fund by transferring funding from the unclaimed property account.

(\$72,500) NR (\$72,500) NR

1000 Department-wide

126 Personnel And Operating Budget Reductions to CJLEADS

Eliminates salaries and benefits of 4.50 vacant positions and reduces operating budget.

(\$2,367,263)	R	(\$2,367,263)	R
-4.50		-4.50	

Vacant Positions

- 65011662 Business Systems Analyst III (\$75,000)
- 65011663 Staff Development Specialist II (\$47,791)
- 65011667 Staff Development Specialist II (\$56,667)
- 65011705 Business & Technology Applications Spec. (\$80,000)
- 65011706 Bus. Systems Analyst II (\$80,000)

- 531211 SPA Reg Salary (\$275,000)
- 531511 Soc Sec (\$21,038)
- 531521 Retirement (\$28,903)
- 531561 Medical (\$22,185)
- SUBTOTAL Positions (\$347,126)

Operating Budget Reductions

- Reduces SAS Customized Services (\$625,000)
- Reduces State Agency Development (\$1,200,000)
- Reduces Other Technology Services (\$192,879)
- Reduces IT by 5% (\$2,262)
- SUBTOTAL Operating Budget Reductions (\$2,620,141)

Total Legislative Changes	(\$3,539,584)	R	(\$3,539,584)	R
	(\$608,536)	NR	(\$608,536)	NR
Total Position Changes	-18.50		-18.50	
Revised Budget	\$28,368,957		\$28,368,957	

Treasurer

	GENERAL FUND	
	FY 11-12	FY 12-13
Recommended Continuation Budget	\$10,538,203	\$10,538,203
Legislative Changes		
1300 Local Government Operations		
127 Integrated Document Management System		
Provides funding for the Integrated Document Management System, which is receipt supported. Requirements total \$160,000 in FY 2011-12 of which \$15,000 is recurring and \$145,000 is non-recurring. The \$15,000 is continued in FY 2012-13.		
1310 Local Government Operations		
128 Convert Division to Receipt Support	(\$3,324,834) R	(\$3,324,834) R
Converts the State and Local Government Finance Division to receipt-support.	-36.00	-36.00
Department-wide		
129 Reduced Funding for Personnel and Operations	(\$556,338) R	(\$591,619) R
Reduces funding for five positions that were converted to receipt support with a reduction each year of \$526,910. Additionally, reduces Travel & Other Employee Expenses in FY 2011-12 (\$23,624), Financial/Audit Services in FY 2012-13 (\$58,905), and IT by 5% each year (\$5,804).		
Total Legislative Changes	(\$3,881,172) R	(\$3,916,453) R
Total Position Changes	-36.00	-36.00
Revised Budget	\$6,657,031	\$6,621,750

Treasurer - Retirement for Fire and Rescue

GENERAL FUND

	<table border="1"><tr><td>FY 11-12</td></tr></table>	FY 11-12	<table border="1"><tr><td>FY 12-13</td></tr></table>	FY 12-13
FY 11-12				
FY 12-13				
Recommended Continuation Budget	\$17,812,114	\$17,812,114		

Legislative Changes

130 NO LEGISLATIVE ACTION REPORTED

Total Legislative Changes

Total Position Changes

Revised Budget	\$17,812,114	\$17,812,114
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TRANSPORTATION

Section K

Highway Fund

HIGHWAY FUND

	FY 11-12	FY 12-13
Recommended Continuation Budget	\$1,806,351,974	\$1,812,408,831

Legislative Changes

Administration

<p>1 General Administration - Cuts Decreases funds to the General Administration budget. This includes the elimination of seven (7) vacant positions funded through General Administration funds.</p>	<p>(\$4,507,486) R -7.00</p>	<p>(\$4,507,486) R -7.00</p>
<p>2 General Administration - Internal Consolidations Reduces budget through internal consolidations and eliminations to the General Administration budget.</p>	<p>(\$1,071,606) R -41.00</p>	<p>(\$1,071,606) R -41.00</p>
<p>3 Eliminate Aeronautics Council and Funding Eliminates funding for the Aeronautics Council. The Council is funded through General Administration fund code 84210-0041.</p>	<p>(\$14,435) R</p>	<p>(\$14,435) R</p>
<p>4 Eliminate Bicycle Committee and Funding Eliminates funding for the North Carolina Bicycle Committee. The Committee is funded through General Administration fund code 84210-0035.</p>	<p>(\$2,070) R</p>	<p>(\$2,070) R</p>
<p>5 Eliminate Vacant Ferry Division Position Eliminates funding for one vacant Administrative Secretary II position in the Ferry Division's Morehead City office. This position is funded through General Administration fund code 84210-7040.</p>	<p>(\$39,327) R -1.00</p>	<p>(\$39,327) R -1.00</p>
<p>6 Transfer One Public Transportation Employee to Receipt Support Transfers funding for one position (position number 60029757) in the Public Transportation Division to receipt support. This position is funded through General Administration fund code 84210-0036.</p>	<p>(\$63,528) R -1.00</p>	<p>(\$63,528) R -1.00</p>
<p>7 Highway Administration - Eliminate Keep America Beautiful Transfer Eliminates funding for the Keep America Beautiful grant (non-profit operating grant) in the Highway Administration budget.</p>	<p>(\$40,000) R</p>	<p>(\$40,000) R</p>

Construction

<p>8 Access and Public Service Roads Reduces funding to the Access and Public Service Roads. The total budget is \$1,758,885 in both years of the biennium.</p>	<p>(\$101,115) R</p>	<p>(\$101,115) R</p>
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9 Secondary Roads

Reduces funding for secondary road construction in order to have greater flexibility to use funds across the State-maintained road network by shifting funds to the maintenance categories of contract resurfacing, system preservation, and to the general maintenance reserve. The total budget is \$54,373,921 in FY 2011-12 and \$53,480,182 in FY 2012-13.

(\$35,000,000) NR (\$35,000,000) NR

10 Spot Safety Program

Increases funding to the Spot Safety program to improve safety on State maintained roads. The total budget is \$12,100,000 in both years of the biennium.

\$3,000,000 R \$3,000,000 R

Department-wide**11 Consolidate Call Center Functions**

Transfers funds to the new consolidated call center in FY 2012-13 to support the cost of the ferry reservations line. It is anticipated that the call center will be staffed by contracted employees, not State employees.

\$556,074 R

Division of Motor Vehicles**12 Driver License Continuation Review**

Eliminates recurring funds for the Driver License program within the Division of Motor Vehicles and supplants with non-recurring funds for FY 2011-12. Program funding will be re-examined for FY 2012-13, per a Continuation Review.

(\$47,065,069) R (\$47,713,947) R
\$47,065,069 NR

13 Reduce Driver & Vehicle Services Operating Funds

Reduces operating funds per projected driver (license issuance) and vehicle services (contractor commission) transactions. Reductions are net of the expected increase in license production costs upon implementation of the New Generation Driver License System in FY 2011-12.

(\$4,224,000) R (\$4,224,000) R

14 Shift Positions to Receipt-Support

Increases budgeted emission inspection (electronic authorization) receipts to support half of the personnel costs for License & Theft Bureau law enforcement positions.

(\$800,319) R (\$800,319) R

15 Consolidate Inspection Audits

Eliminates 39 non-sworn, Emission Specialist positions per a restructuring of the Division of Motor Vehicles Inspection Program. Presently, when an Emission Specialist audits an inspection station and detects a violation, a sworn law enforcement agent is notified for enforcement. Adjustments to Inspector's duties and technological upgrades permit this workflow to be streamlined.

(\$2,188,668) R (\$2,188,668) R

-39.00 -39.00

Receipts budgeted for these positions are reallocated to offset License & Theft Bureau personnel and operating expenses.

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16 Establish Per Record Fee for Bulk Data

(\$5,049,796) R (\$5,049,796) R

Establishes a fee of three cents (\$.03) per partial license, registration, and accident report data record downloaded by third parties, principally for resale. Revenues are projected to increase by \$5,049,796 recurring. Highway Fund appropriations are reduced per projected revenues.

17 Eliminate Vacant Positions

(\$343,990) R (\$417,117) R

Eliminates vacant positions within the Division of Motor Vehicles.

-5.00

-7.00

18 Implement Credit/Debit Payments at Driver License Offices

\$648,879 R \$1,297,757 R

Provides funds to offset transactional costs upon implementation of merchant card (credit/debit) point-of-sale processing at driver license offices. Pilot implementation is proposed for January 2012. Second year transactional costs are annualized. Point-of-sale terminal and other installation costs will be supported with existing funds.

Governor's Highway Safety Program

19 GHSP - Cuts

(\$28,233) R (\$28,233) R

Eliminates a Public Relations Officer position supported by 50 percent highway funds and 50 percent federal funds, and shifts the employee into a vacant position fully supported by federal funds.

-0.50

-0.50

20 GHSP - Cuts

(\$3,700) R (\$3,700) R

Eliminates costs to Board in fund code 84210-0042.

Intermodal Divisions

21 Division-wide

Appropriates \$24,000,000 of accumulated unencumbered fund balance from the five intermodal divisions. This balance resulted primarily from funds encumbered as the state matching component for grant applications for federal funds that were not awarded.

22 Aviation Division - Cuts

(\$3,050,000) R (\$3,050,000) R

Reduces grant funds for commercial air carrier airports by \$1,200,000, miscellaneous aviation programs by \$1,100,000, and general aviation airports by \$750,000.

23 Ferry Division - Cuts

(\$2,097,950) R (\$2,097,950) R

Reduces non-essential seasonal temporary employees; reduces fuel costs through engine RPM adjustments and from increasing hull cleanings from every two years to annually; eliminates non-essential overtime; and, reduces consumables used by operations and vessels.

24 Ferry Division - Tolling

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

Raises tolling on existing routes and adds tolls to two untolled routes. Revenues will increase by \$2,000,000 in FY 2011-12 and by \$2,500,000 recurring in FY 2012-13.

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25 Ferry Division - Efficiencies

Reduces funds through division-wide efficiencies. In order to meet the reduction, the Department is authorized to reduce ferry schedules if reductions cannot be met through efficiencies.

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

26 Ferry Division - Eliminate Vacant Positions

Eliminates 23 vacant positions that are determined to be non-critical positions. This includes one position associated with the closure of the Morehead City Office.

(\$1,115,490) R (\$1,115,490) R

-23.00 -23.00

27 Ferry Division - Close Morehead City Field Office

Closes the Morehead City Office on Feb. 1, 2012, eliminating four (4) permanent employees and six (6) temporary employees that are responsible for the ferry reservations line. The recurring reduction includes rent for the office. The ferry reservation line will be transferred outside of the Ferry Division so that call center functions may be merged across the Department in a manner selected by the Department to better coordinate communications. Funds transferred to the new call center to support ferry operations will come from existing funds within the ferry system budget for FY 2011-12.

(\$186,189) R (\$446,855) R

-4.00 -4.00

28 Ferry Division - Call Center

Transfers funds to the new consolidated call center in FY 2012-13 to support the cost of the ferry reservations line. It is anticipated the call center will be staffed by contracted employees, not State employees. Reservation line costs are anticipated to grow once the additional ferry routes become tolled.

\$109,209 R

29 Ferry Division - Replace Dredge Carolina

Replaces Dredge Carolina. The current dredge is over 40 years old and in need of replacement. The dredge is used to maintain channels and basins in order for the ferries to operate and keep navigable channels operational.

\$10,000,000 NR

30 Public Transportation Division - Cuts

Reduces all public transportation grant programs by six (6) percent.

(\$5,792,654) R (\$5,792,654) R

31 Public Transportation Division - Cuts

Reduces the Highpoint Furniture Market grants from \$1,200,000 to \$1,000,000.

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

32 Rail Division - Transparency

Repeals G.S. 136-44.20(d) in order to bring transparency to the Rail Division budget. The funds associated are transferred from the Highway Trust Fund to the Highway Fund fund code 84210-7829 to pay for the Piedmont and Carolinian passenger rail operations. These funds are used to pay Amtrak for the cost to fully operate these trains, less fare receipts.

\$5,000,000 R \$5,000,000 R

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33 Rail Division - Cuts

(\$800,000) R

(\$800,000) R

Reduces funds to the Rail Division's operating budget.

34 Rail Division - Grants to Short-Line Railroads

\$400,000 R

\$400,000 R

Provides recurring funds to short-line railroads to fund rehabilitation projects that strengthen North Carolina's short-line infrastructure.

Maintenance

35 Internal Consolidations

(\$4,127,167) R

(\$5,913,401) R

Decreases funds to Maintenance through internal consolidations and eliminations in the pre-construction and administrative areas, and through the elimination of management layers. Within the Highway Fund, of the 75 positions identified for elimination, 29 positions are vacant and can be eliminated on July 1, 2011. Of the 46 filled positions, 24 positions will be eliminated December 31, 2011. The remaining 22 positions will be eliminated July 1, 2012. Within the Highway Trust Fund, of the 15 positions identified for elimination, nine (9) positions are eliminated immediately, and the remaining six (6) filled positions are eliminated December 31, 2011. Receipts for the Trust Fund positions are reduced \$1,339,149 in FY 2011-12 and \$1,394,531 in FY 2012-13.

-53.00

-75.00

36 Privatize and Outsource Functions

Transfers funds within the Maintenance budget to outsource and further privatize existing functions. These functions include the pre-construction work to increase the amount of work privatized in preliminary engineering and project designs. Some general services functions, such as janitorial work, will be outsourced. Within the Highway Fund, of the positions to be eliminated, 57 positions are vacant and will be eliminated on July 1, 2011. Of the remaining 137 filled positions, 110 will be eliminated on December 31, 2011 and the remaining 27 positions will be eliminated on July 1, 2012. No funds are associated with these position reductions because the funds will be shifted to the costs of outsourcing and privatizing these functions. Within the Highway Trust Fund, of the 16 positions to be eliminated, three (3) positions are vacant and will be eliminated on July 1, 2011. The remaining 13 filled positions will be eliminated on July 1, 2012. No funds are associated with these position reductions because the funds will be shifted to the costs of outsourcing and privatizing these functions.

-167.00

-194.00

37 Primary System

Reduces funding to the primary system in order to have greater flexibility to use funds across the State-maintained road network by shifting funds to contract resurfacing, system preservation, and to the general maintenance reserve. The total budget is \$184,459,157 in both years of the biennium.

(\$20,000,000) NR

(\$20,000,000) NR

38 Secondary System

Reduces funding to the secondary system in order to have greater flexibility to use funds across the State-maintained road network by shifting funds to contract resurfacing, system preservation, and to the general maintenance reserve. The total budget is \$267,356,761 in both years of the biennium.

(\$30,000,000) NR (\$30,000,000) NR

39 Contract Resurfacing

Increases funds for Contract Resurfacing. The contract resurfacing program provides funding for resurfacing the paved road system to improve ride quality. Contract resurfacing avoids costly patching and frequent maintenance. The total budget is \$406,919,741 in FY 2011-12 and \$427,682,126 in FY 2012-13.

\$132,394,078 NR \$153,156,463 NR

40 System Preservation

Increases funds for System Preservation in order to make improvements on structurally deficient bridges. 81.1 percent of structurally deficient bridges are located on the secondary road system. The total budget is \$214,441,480 in FY 2011-12 and \$235,293,865 in FY 2012-13.

\$135,852,409 NR \$156,704,794 NR

41 General Maintenance Reserve

Increases funds for the General Maintenance Reserve in order for the Department to have greater flexibility in programming funds to target the most critical maintenance needs. The total budget is \$116,030,243 in FY 2011-12 and \$140,636,243 in FY 2012-13.

\$78,229,931 NR \$102,835,931 NR

Repairs and Renovations**42 Funds for Facility Improvements and Repairs**

Provides funds for the Department to address critical life safety repairs, renovations, and replacement of its field facilities. Projects to be funded are critical to the success of the Department to effectively deliver its statutorily mandated programs and services. \$250,000 non-recurring in receipts are used in FY 2011-12.

\$15,250,000 NR \$15,000,000 NR

Reserves**43 Reserve for Continuation Review**

Establishes a reserve for Highway Fund support of the Driver License Program within the Division of Motor Vehicles.

\$47,713,947 R

44 Reserve for Global TransPark Authority

Reduces funding for the Global TransPark Authority (fund code 84210-0869) by ten (10) percent. Highway Fund appropriations for the Authority total \$1,152,000 recurring.

(\$128,000) R (\$128,000) R

45 State Retirement System Contributions

Increases the State's contribution to the Teachers' and State Employees' Retirement System for the 2011-2013 biennium to fund the Annual Required Contribution.

\$11,200,000 R \$15,100,000 R

46 Compensation Adjustment and Performance Pay Reserve

\$4,906,715 R

Provides funding for labor market and equity salary increases and funding for performance based pay plans to effectuate recommendations made in connection with the comprehensive review and reform of public employee compensation plans.

47 State Health Plan

\$332,245 R \$4,767,052 R

Provides additional funding to continue health benefit coverage for enrolled active and retired employees supported by the Highway Fund for the 2011-2013 biennium.

48 Severance Expenditure Reserve

\$2,552,553 NR \$626,316 NR

Provides funding for severance salary continuation payments and health benefit coverage under the State Health Plan for employees reduced-in-force. Additional receipts for positions funded from the Highway Trust Fund total \$149,083 in FY 2011-12 and \$323,012 in FY 2012-13.

49 Reserve for Visitor Centers

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

Eliminates Highway Fund appropriations to the Reserve for Visitor Centers (fund code 84210-0882). Budgets \$400,000 of additional title fee receipts, per transfer from the Highway Trust Fund, to offset reductions for visitor center operating grants. Total grant funding remains \$400,000 for the 2011-2013 biennium.

Statutory Adjustments**50 Aid to Municipalities**

Adjusts funding for Aid to Municipalities based on revised projections for motor fuels tax consumption in accordance with G.S. 136-41.1. The total budget is \$89,373,921 in FY 2011-12 and \$90,187,224 in FY 2012-13.

\$1,707,042 NR

Transfers**51 Department of Agriculture - Standards Division**

(\$261,888) R (\$261,888) R

Eliminates funds for three (3) vacant positions for a total position cost of \$146,561, one (1) filled position (Chemical Tech II) for a total position cost of \$58,101, and shifts funds for another position from Highway Fund receipts to other receipts within the Department of Agriculture budget (total \$57,039). Reduces operating budget for equipment and supplies by \$187.

52 Department of Revenue - Motor Fuels Division

(\$1,024,544) R (\$1,024,544) R

Eliminates funds for 15 vacant positions for a total personnel cost savings of \$785,704, reduces the "other information technology services" budget by \$207,346, and reduces the travel budget by \$31,494.

53 DENR LUST Trust Fund

(\$2,171,898) R (\$2,261,898) R

Eliminates funding for the Leaking Underground Storage Tank (LUST) program through G.S. 119-18(b). The larger transfer to LUST from motor fuels taxes through G.S. 105-449.125, which totaled \$17.7 million in FY 2009-10, is not impacted.

	FY 11-12		FY 12-13	
54 Department of Health and Human Services - Chemical Testing Unit	(\$28,867)	R	(\$28,867)	R
Shifts a portion of funds for position number 60039654 from Highway Fund receipts to other receipts within the Department of Health and Human Services budget, and reduces funding for purchased services by \$6,280.				
55 Department of Public Instruction - Driver Education Program	(\$5,211,990)	R	(\$5,265,585)	R
Authorizes local education agencies (LEAs) to assess fees of up to forty-five dollars (\$45.00) to program participants. Highway Fund appropriations are reduced per projected revenues of \$5,211,990 in FY 2011-12 and \$5,265,585 in FY 2012-13. Estimates are based on projected ninth-grade average daily membership and reported enrollment from fiscal years 2007-08 through 2009-10. Highway Fund appropriations total \$26,809,974 for FY 2011-12 and \$26,756,379 for FY 2012-13.				
56 State Highway Patrol - Freeze Step Increases	(\$3,373,932)	NR	(\$3,373,932)	NR
Continues the freeze on salary step increases (five percent) for sworn members of the State Highway Patrol for the 2011-2013 biennium.				
57 State Highway Patrol - Management Flexibility Reserve	(\$2,325,484)	R	(\$10,373,350)	R
Establishes a management flexibility reserve for the State Highway Patrol.				
58 State Highway Patrol - Administrative Consolidations	(\$1,380,370)	R	(\$1,380,370)	R
Eliminates the Administrative Services Section and other administrative units within the State Highway Patrol, and reduces human resources staffing as follows:				
- Crime Control & Public Safety Deputy Director: \$108,676 (1 FTE)				
- General Counsel Office: \$176,752 (2 FTE)				
- Public Information/Recruiting: \$267,796 (3 FTE)				
- Administrative Services Section Management: \$119,372 (1 FTE)				
- Assessment Office: \$205,123 (3 FTE)				
- Benefits/Personnel and Performance/Promotion: \$502,651 (6 FTE)				
\$592,627 is budgeted on a non-recurring basis in FY 2011-12 for projected severance payments.				
59 State Highway Patrol - Reduce Operating Funds	(\$1,450,000)	R	(\$1,450,000)	R
Reduces funding for purchased services, equipment, and supplies.				
60 State Highway Patrol - Eliminate Highway Fund Transfer	(\$196,849,542)	R	(\$188,209,049)	R
Eliminates Highway Fund appropriations (fund codes 84210-0866 and 84210-1010) for transfer to the Department of Crime Control and Public Safety (budget code 24960) for State Highway Patrol operations. Equivalent transfers to the General Fund offset this reduction. The Department of Transportation shall continue to administer and transfer matching funds for Motor Carrier Safety Assistance Program grants budgeted within fund code 84210-7834 for the State Highway Patrol.				

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61 Transfer to General Fund

\$196,849,542 R \$188,209,049 R

Transfers funds to the General Fund per the directed certification of the State Highway Patrol budget under a Department of Crime Control and Public Safety fund code within the General Fund. Including matching funds for Motor Carrier Safety Assistance Program grants budgeted within fund code 84210-7834, total budgeted transfers for the State Highway Patrol are \$198,500,000 in FY 2011-12 and \$189,859,507 in FY 2012-13.

Total Legislative Changes	(\$80,714,709) R	(\$29,905,445) R
	\$323,562,735 NR	\$351,656,614 NR
Total Position Changes	-341.50	-392.50
Revised Budget	\$2,049,200,000	\$2,134,160,000

Highway Trust Fund

HIGHWAY TRUST FUND

	FY 11-12	FY 12-13
Recommended Continuation Budget	\$933,800,000	\$982,400,000

Legislative Changes

Administration

62 Administration

Appropriates \$25,000,000 of the accumulated unencumbered fund balance within the Highway Trust Fund Administration budget to Urban Loops.

Aid to Municipalities

63 Statutory Adjustment to Aid to Municipalities Allocation

Increases funds for State Aid to Municipalities for FY 2011-12 and FY 2012-13, consistent with new revenue estimates and G.S. 136-176(b)(3). The total budget is \$51,216,036 in FY 2011-12 and \$54,043,432 in FY 2012-13.

\$6,365,050	NR	\$6,371,287	NR
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Construction

64 Intrastate System

Increases funds for the Intrastate System for FY 2011-12 and FY 2012-13, consistent with new revenue estimates and G.S. 136-176(b)(1). The total budget is \$460,823,529 in FY 2011-12 and \$487,503,034 in FY 2012-13.

\$60,663,823	NR	\$60,723,266	NR
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65 Secondary Roads

Notwithstanding G.S. 136-176(b)(4) and reduces funding to Secondary Roads. The total budget is \$43,655,667 in FY 2011-12 and \$49,320,944 in FY 2012-13.

(\$17,500,000)	NR	(\$17,500,000)	NR
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66 Urban Loops

\$550,000	R	\$550,000	R
\$130,907,485	NR	\$71,350,039	NR

Increases funds for Urban Loops for FY 2011-12 and FY 2012-13, consistent with new revenue estimates and G.S. 136-176(b)(2). Also budgets \$72,500,000 of non-recurring funds that are reallocated from the Garden Parkway project. Non-recurring increases in FY 2011-12 also include \$25,000,000 of unencumbered administrative funds from prior years and \$17,500,000 in funds reallocated from secondary road construction.

Budgets title fee revenues per a reduction in the amount statutorily transferred to the Mercury Switch Removal Account (budget code 24300-2119) in the Department of Environment and Natural Resources, per G.S. 20-85(a1). \$550,000 of projected title fee revenues are budgeted for both years of the biennium.

Transfers \$5,223,642 in non-recurring funds to the General Fund to purchase replacement school buses for local school systems.

The total Urban Loops budget is \$263,587,722 in FY 2011-12 and \$212,957,986 in FY 2012-13.

67 Mobility Fund

(\$45,000,000) R

Eliminates the transfer to the Mobility Fund beginning in FY 2012-13 and transfers the funds to a reserve.

The total Mobility Fund budget is \$31,000,000 in FY 2011-12.

Reserves

68 DOT Prioritization Reserve

\$45,000,000 R

Pending finalization of the Mobility Fund project selection criteria and review of final outcomes, recurring funds to the Mobility Fund beginning in FY 2012-13 are placed in this reserve account.

Transfers

69 Transfer to General Fund

\$35,223,642	NR	\$115,408	R
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Increases transfer to the General Fund by \$35,223,642 in FY 2011-12 to purchase replacement school buses for local school systems, and by \$115,408 in FY 2012-13 in accordance with G.S. 105-187.9(b)2. The total transfer is \$76,720,918 in FY 2011-12 and \$27,595,861 in FY 2012-13.

70 Transfer to Highway Fund - Reserve for Visitor Centers

\$400,000 R

\$400,000 R

Appropriates \$400,000 for transfer to the Highway Fund Reserve for Visitor Centers for operating grants to nine visitor centers.

Highway Trust Fund revenues are projected to increase by \$950,000 recurring per a reduction in the amount of title fee receipts transferred to the Mercury Switch Removal Account (budget code 24300-2119) in the Department of Environment and Natural Resources. Of these revenues, \$400,000 is appropriated to the Highway Fund Reserve for Visitor Centers and the remaining balance is appropriated to Urban Loops.

Turnpike Authority**71 Mid-Currituck Bridge Project**

Reallocates \$30,000,000 of unencumbered gap funds appropriated in FY 2009-10 and FY 2010-11 to the Mid-Currituck Bridge project for transfer to the General Fund to purchase replacement school buses for local school systems.

72 Garden Parkway Project

Reduces gap funding for debt service and related financing costs for the Garden Parkway project on a non-recurring basis and reallocates \$20,000,000 of unencumbered gap funds appropriated in FY 2010-11 to Urban Loops.

(\$35,000,000) NR

(\$17,500,000) NR

Total Legislative Changes

\$950,000 R

\$1,065,408 R

\$180,660,000 NR

\$103,444,592 NR

Total Position Changes**Revised Budget**

\$1,115,410,000

\$1,086,910,000

Turnpike Authority

TURNPIKE AUTHORITY

	FY 11-12		FY 12-13	
Recommended Continuation Budget	\$4,442,571		\$4,442,571	
Legislative Changes				
North Carolina Turnpike Authority Administration				
73 Reduce Operating Funds	(\$800,000)	R	(\$800,000)	R
Reduces operating funds for administration of the North Carolina Turnpike Authority by 18 percent. The total budget for Turnpike Authority administration is \$3,642,571 for the 2011-2013 biennium.				
Total Legislative Changes	(\$800,000)	R	(\$800,000)	R
Total Position Changes				
Revised Budget	\$3,642,571		\$3,642,571	

**RESERVES/
DEBT SERVICE/
ADJUSTMENTS
Section L**

Statewide Reserves

GENERAL FUND

	FY 11-12	FY 12-13
Recommended Continuation Budget	\$747,761,563	\$747,761,563

Legislative Changes

A. Employee Benefits

1 Severance Expenditure Reserve

Provides funding for severance salary continuation payments and health benefit coverage under the State Health Plan for employees reduced-in-force. \$69,000,000 NR

2 Comprehensive Review of Public Employee Compensation Plans

Provides funding for a comprehensive review of public employee compensation plans as directed by this Act. \$2,000,000 NR

3 Compensation Adjustment and Performance Pay Reserve

Provides funding for labor market and equity salary increases and funding for performance based pay plans to effectuate recommendations made in connection with the comprehensive review and reform of public employee compensation plans. \$121,105,840 R

4 State Retirement System Contributions

Increases the State's contribution to the Teachers' and State Employees' Retirement System for the 2011-2013 biennium to fund the Annual Required Contribution. \$248,100,000 R \$336,000,000 R

5 Judicial Retirement System Contributions

Increases the State's contribution to the Consolidated Judicial Retirement System for the 2011-2013 biennium to fund the Annual Required Contribution. \$6,800,000 R \$7,800,000 R

6 Firemen's and Rescue Squad Workers' Pension Fund Contributions

Increases contributions to the Firemen's and Rescue Squad Workers' Pension Fund for the 2011-2013 biennium to fund the Annual Required Contribution. \$4,318,042 R \$5,366,928 R

7 State Health Plan

Provides additional funding to continue health benefit coverage for enrolled active and retired employees supported by the General Fund for the FY 2011-13 biennium. \$7,119,541 R \$102,151,104 R

B. Other Reserves

8 Job Development Incentive Grants Reserve

Reduces the funding for Job Development Investment Grants to amount needed to meet projected needs for FY 2011-12 grant payments. (\$12,000,000) NR

9 Reserve for Controller Support for Automated Fraud Detection				
Provides funding to support the planning, development, and implementation of an automated fraud detection system by the Office of the State Controller.	\$500,000	NR	\$500,000	NR
10 Reserve for Automated Fraud Detection Development				
Provides funding to the Office of the State Controller to engage the services of a qualified vendor to plan, develop, and implement an enterprise-level, automated fraud detection system.	\$1,000,000	NR	\$7,000,000	NR
11 Information Technology Fund				
Eliminates funds for five positions from the IT Fund and adds two positions for the Criminal Justice Information Network. Provides funding for enterprise-level information technology operation and projects. Shifts enterprise identity management, plus email consolidation, information technology procurement, and archiving to agency fees. Begins process of shifting responsibility for enterprise agreements to participating agencies.	(\$1,537,574)	R	\$162,426	R
	(\$1,844,284) -3.00	NR	(\$1,844,284) -3.00	NR
12 Continuation/Justification Review Reserve				
Creates a reserve to reinstate budgets of programs being reviewed by the General Assembly's Fiscal Research Division (Justification Reviews) or state agencies (Continuation Reviews). The FY 2012-13 budgets for programs under review have been eliminated. The General Assembly in the 2012 Session will determine whether to restore funding based on the results of these reviews.			\$35,576,758	NR
C. Debt Service				
13 Adjust Debt Service Payments				
Adjusts debt service appropriations based on updated cash flow requirements.	(\$9,567,995)	R	\$76,853,698	R
14 Adjust Debt Service - Canceled Projects				
Adjusts debt service appropriations due to the cancellation of projects in SB 464 (Debt Reduction Act of 2011).	(\$7,380,000)	R	(\$22,773,907)	R
Total Legislative Changes	\$247,852,014	R	\$626,666,089	R
	\$58,655,716	NR	\$41,232,474	NR
Total Position Changes	-3.00		-3.00	
Revised Budget	\$1,054,269,293		\$1,415,660,126	

State Health Plan (Administration)

Budget Code: 28410

	FY 2011-12	FY 2012-13
Beginning Unreserved Fund Balance	\$0	\$0
Recommended Budget		
Requirements	\$191,734,088	\$191,734,088
Receipts	\$191,734,088	\$191,734,088
Positions	42.00	42.00

Legislative Changes

Requirements:

Medical Benefits/Claims Processing Contract	(\$1,311,263) R	\$3,622,105 R
Adjust budgeted amounts for the PPO Administrative Services Agreement based on anticipated contractual costs, changes in plan membership and on-going administrative services.	\$0 NR 0.00	\$0 NR 0.00
Pharmacy Benefits Management Contract	(\$146,568) R	(\$3,335,958) R
Reduce budgeted amount for PPO PBM Contract based on anticipated contractual costs, changes in plan membership and on-going pharmacy benefit and utilization management programs.	\$0 NR 0.00	\$0 NR 0.00
Disease & Case Management Contracts	(\$6,037,580) R	(\$5,284,198) R
Reduce budgeted amount for Population Health Management Services contracts based on anticipated contractual costs, changes in plan membership and on-going disease and case management services.	\$0 NR 0.00	\$0 NR 0.00
Wellness Initiatives and Programs	(\$3,130,234) R	(\$3,119,350) R
Reduce budgeted amount for Wellness Initiatives contracts based on anticipated contractual costs, changes in plan membership and on-going wellness programs.	\$0 NR 0.00	\$0 NR 0.00
Other Administrative Cost	(\$644,294) R	(\$12,544) R
Reduce budgeted amounts for the Plan's other administrative costs to more accurately reflect anticipated expenditures.	\$0 NR 0.00	\$0 NR 0.00

	FY 2011-12		FY 2012-13	
Subtotal Legislative Changes	(\$11,269,939)	R	(\$8,129,945)	R
	\$0	NR	\$0	NR
	0.00		0.00	

Receipts:

Reduce Transfers from Trust Funds	(\$11,269,939)	R	(\$8,129,945)	R
Reduces the amount of transfer from the Plan's health benefit trust fund budget codes to support administrative costs authorized for the FY 2011-13 biennium.	\$0	NR	\$0	NR

Subtotal Legislative Changes	(\$11,269,939)	R	(\$8,129,945)	R
	\$0	NR	\$0	NR

Revised Total Requirements	\$180,464,149		\$183,604,143	
Revised Total Receipts	\$180,464,149		\$183,604,143	
Change in Fund Balance	\$0		\$0	
Total Positions	42.00		42.00	

Unappropriated Balance Remaining	\$0		\$0	
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CAPITAL
Section M

Capital

GENERAL FUND

FY 11-12

FY 12-13

Department of Environment and Natural Resources

1 Water Resources Development Projects

Provides funds for the State's share of Water Resources Development Projects. Funds will provide a State match for \$23,449,000 in federal funds. Projects are specified in a special provision.

\$4,535,000 NR

Total Appropriation to Capital

\$4,535,000 NR

**INFORMATION
TECHNOLOGY
SERVICES
Section N**

Information Technology Fund

Budget Code: 24467

	FY 2011-12	FY 2012-13
Beginning Unreserved Fund Balance	\$792,000	\$0
Recommended Budget		
Requirements	\$5,685,609	\$7,485,609
Receipts	\$4,458,142	\$6,158,142
Positions	35.00	35.00

Legislative Changes

Requirements:

Center for Geographic Information and Analysis

Provides funding to support the operations of the Center for Geographic Information and Analysis (CGIA), located in the Office of the State Chief Information Officer. The CGIA is the lead agency for geographic information systems (GIS) services and GIS coordination for the State of North Carolina. CGIA provides GIS services to state and local governments as well as the private sector. Two positions are eliminated, 60036161 and 60036176, for a total savings of \$140,653.

	\$599,347	R		\$599,347	R
	\$0	NR		\$0	NR
	-2.00			-2.00	

Enterprise Security and Risk Management Office

Provides funding to support the operation of the Enterprise Security and Risk Management Office (ESRMO) in the Office of the State Chief Information Officer. The ESRMO supports the development, delivery, and maintenance of an information security and risk management program that safeguards the state's information assets and the supporting infrastructure against unauthorized use, disclosure, modification, damage or loss. Reduces position cost with retirement and replacement, resulting in savings of \$37,148.

	\$864,148	R		\$864,148	R
	\$0	NR		\$0	NR
	0.00			0.00	

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	FY 2011-12		FY 2012-13	
Enterprise Project Management Office	\$1,473,285	R	\$1,473,285	R
Provides funding to support the operation of the Enterprise Project Management Office (EPMO). The EPMO is responsible for coordinating and standardizing the management of IT projects over their life cycle, to include providing oversight during the design, development, and implementation process. Eliminates one position, 60087262, for a reduction of \$121,715.	\$0	NR	\$0	NR
	-1.00		-1.00	
Architecture and Engineering	\$581,986	R	\$581,986	R
Provides funding to support the State Chief Information Officer's efforts to establish and maintain statewide information technology standards, and to design technical solutions for executive branch agencies, as well as local governments, public libraries, and K-20 organizations.	\$0	NR	\$0	NR
	0.00		0.00	
Statewide Information Technology Procurement	(\$550,000)	R	(\$550,000)	R
Allows the Statewide Information Technology Procurement Office to charge a fee to make up a \$550,000 shortfall resulting from a reduction in supplemental staffing contracts. In the past, a 4.5% fee on information technology contracts has funded the Office. Reductions in supplemental staffing contracts have reduced the amount received from this fee.	\$0	NR	\$0	NR
	0.00		0.00	
State Portal	(\$500,000)	R	(\$500,000)	R
Eliminates appropriation for the State Portal. The State Portal was funded at \$500,000 last year, but the Department of Administration is converting it to a fee-supported function.	\$0	NR	\$0	NR
	0.00		0.00	
State Web Site	\$0	R	\$0	R
Provides funding support to be used only for the State's current nc.gov website.	\$100,000	NR	\$0	NR
	0.00		0.00	

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	FY 2011-12		FY 2012-13	
Information Technology Consolidation	\$776,440	R	\$784,440	R
Provides funding for IT Consolidation to continue the State's efforts to consolidate information technology infrastructure within State agencies, coordinating the use of information technology infrastructure by focusing on the consolidation of local area network, voice, data center (servers), security, desktop, and service desk operations and services. Also begins the process of consolidating applications within the State. Eliminates two positions, 60087232 and 65000717, for a total savings of \$218,201.	\$0	NR	\$0	NR
	-2.00		-2.00	
 Data Integration License Transfer to Agencies	 \$0	 R	 \$0	 R
Transfers, as required by S.L. 2010-31, funding for data integration licenses from the Office of the State Chief Information Officer to State agencies using the licenses. The State Chief Information Officer is required to complete this transfer by September 1 of each State fiscal year and to report to the General Assembly upon completion of the transfer.	\$200,000	NR	\$1,200,000	NR
	0.00		0.00	
 Criminal Justice Information Network	 \$166,422	 R	 \$166,422	 R
Provides funding to move two positions, 60084125 and 60084100, to the Office of the State Chief Information Officer from the Department of Crime Control and Public Safety. The Criminal Justice Information Network is responsible for providing the governmental and technical information systems necessary for accomplishing State and local governmental public safety and justice functions in the most efficient manner by appropriately and efficiently sharing criminal justice and juvenile justice information among law enforcement, judicial, and corrections agencies.	\$0	NR	\$0	NR
	2.00		2.00	
 Transfer to OSC for E Forms Initiative	 \$500,000	 R	 \$500,000	 R
Transfers \$500,000 from the Office of the State Chief Information Officer to the Office of the State Controller to support the planning and development of an enterprise e forms and digital signatures initiative.	\$0	NR	\$0	NR
	0.00		0.00	

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	FY 2011-12		FY 2012-13	
Transfer IT Analyst Funding to OSBM	\$105,000	R	\$105,000	R
Transfers funding from the Office of the State Chief Information Officer to the Office of State Budget and Management to be used only for the salary and benefits of an Information Technology Analyst for the Office of State Budget and Management.	\$0	NR	\$0	NR
	0.00		0.00	
Information Technology Fund Adjustment	\$0	R	\$0	R
Reduces appropriations to reflect adjustments in General Fund expenditures and receipts, and the use of the Unreserved Fund Balance.	(\$4,635,609)	NR	(\$6,435,609)	NR
	0.00		0.00	
Subtotal Legislative Changes	\$4,016,628	R	\$4,024,628	R
	(\$4,335,609)	NR	(\$5,235,609)	NR
	-3.00		-3.00	

Receipts:

Information Technology Fund Interest	\$25,000	R	\$25,000	R
Accounts for the interest generated by the balance in the Information Technology Fund.	\$0	NR	\$0	NR
ITS Overhead	\$91,486	R	\$91,486	R
Reduces overhead billed to support the Office of Information Technology Services, based on rate reductions projected for the next State fiscal year.	\$0	NR	\$0	NR
Subtotal Legislative Changes	\$116,486	R	\$116,486	R
	\$0	NR	\$0	NR

Revised Total Requirements	\$5,366,628		\$6,274,628
Revised Total Receipts	\$4,574,628		\$6,274,628
Change in Fund Balance	(\$792,000)		\$0
Total Positions	32.00		32.00

Ending Unreserved Fund Balance	\$0		\$0
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Information Technology Internal Service Fund

Budget Code: 74660

	FY 2011-12	FY 2012-13
Beginning Unreserved Fund Balance	\$32,445,864	\$32,445,864
Recommended Budget		
Requirements	\$196,263,192	\$196,263,192
Receipts	\$196,263,192	\$196,263,192
Positions	592.00	592.00

Legislative Changes

Requirements:

	\$0 R	\$0 R
Reduction to IT Internal Service Fund		
Requires the Office of the State Chief Information Officer and the Office of Information Technology Services to limit requirements for the Information Technology Internal Service Fund to \$190,000,000 each State fiscal year, and eliminates 61 positions, to include position numbers 60087678, 60087377, 60087386, 60087436, 60089620, 60090531, 60087478, 60093461, 60087389, 60087453, 65010101, 60087464, 60087472, 60087488, 60087490, 60090526, 60087530, 60087624, 60087512, 60087606, 60087532, 60093453, 65000536, 60087605, 60089810, 60087652, 60087648, 60087520, 60087674, 65010102, 60087727, 60087553, 65005226, 65000702, 65010802, 65010803, 60089805, 60087580, 60087726, 60089804, 60087413, 60087440, 60087414, 60087322, 60093458, 60087227, 60087230, 60087234, 60087246, 60087314, 60087299, 60087286, 60087239, 60087710, 60089801, 60087445, 60089785, 65000706, 60087586, 60087533, 60087544.	(\$6,263,192) NR -61.00	(\$6,263,192) NR -61.00
Subtotal Legislative Changes	\$0 R (\$6,263,192) NR -61.00	\$0 R (\$6,263,192) NR -61.00

Receipts:

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	FY 2011-12	FY 2012-13
Receipts for Internal Service Fund	\$0 R	\$0 R
Reduces receipts to Information Technology Internal Service Fund to reflect requirements.	(\$6,263,192) NR	(\$6,263,192) NR
Subtotal Legislative Changes	\$0 R	\$0 R
	(\$6,263,192) NR	(\$6,263,192) NR
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Revised Total Requirements	\$190,000,000	\$190,000,000
Revised Total Receipts	\$190,000,000	\$190,000,000
Change in Fund Balance	\$0	\$0
Total Positions	531.00	531.00
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Ending Unreserved Fund Balance	\$32,445,864	\$32,445,864

