

SENATE APPROPRIATIONS COMMITTEE

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

**Senate Bill 897
Proposed Committee Substitute**

May 18th, 2010

Table of Contents

General Fund Availability Statement	i
Summary: General Fund Appropriations	1
Education	
Public Education	F-1
Community Colleges	F-8
UNC System	F-11
Health and Human Services	G-1
Natural and Economic Resources	
Agriculture and Consumer Services	H-1
Labor	H-5
Environment and Natural Resources	H-7
DENR –Clean Water Management Trust Fund	H-16
Commerce	H-17
Commerce – State Aid	H-21
NC Biotechnology Center	H-23
Rural Economic Development Center	H-24
Justice and Public Safety	
Judicial	I-1
Judicial – Indigent Defense	I-3
Justice	I-5
Juvenile Justice and Delinquency Prevention	I-7
Correction	I-9
Crime Control and Public Safety	I-13
General Government	
Administration	J-1
Auditor	J-10
Cultural Resources	J-12
General Assembly	J-19
Governor	J-23
Housing Finance Agency	J-24
Insurance	J-25
Lieutenant Governor	J-27
Office of Administrative Hearings	J-28
Revenue	J-29
Secretary of State	J-32
State Board of Elections	J-34
State Budget and Management	J-36
State Budget and Management – Special Appropriations	J-37
State Controller	J-38
Treasurer	J-40
Treasurer – Retirement for Fire and Rescue Squad Workers	J-41
Transportation	K-1
Reserves, Debt Service, and Adjustments	L-1
Capital	M-1

General Fund Availability Statement

		FY 2010-2011
1	Unappropriated Balance Remaining from Previous Year	3,702,182
2	Adjustment from Estimated to Actual 2009-10 Beginning Unreserved Balance	270,080
3	Beginning Unreserved Fund Balance	3,972,262
4		
5	Revenues Based on Existing Tax Structure	18,199,339,016
6		
7	Non-tax Revenues	
8	Investment Income	57,500,000
9	Judicial Fees	239,100,000
10	Disproportionate Share	100,000,000
11	Insurance	67,000,000
12	Other Non-Tax Revenues	182,700,000
13	Highway Trust Fund/Use Tax Reimbursement Transfer	72,800,000
14	Highway Fund Transfer	17,600,000
15	Subtotal Non-tax Revenues	736,700,000
16		
17	Total General Fund Availability	18,940,011,278
18		
19	Adjustments to Availability: Senate Bill 897	
20	IRC Conformity	(1,200,000)
21	Cap Tax Rate on Family-Owned and Other Small Business Income	(39,700,000)
22	Lower Sales Tax Compliance Burden on Small Retailers	(7,000,000)
23	Relieve Annual Report Compliance Burden on Small Business	(400,000)
24	Extend Sunset on Expiring Tax Incentive Income Tax Credits and Sales Tax	
25	Refunds One Year	(3,500,000)
26	Modernize Sales Tax On Accommodations	(700,000)
27	Modernize Admissions Tax and Restore Amenities Exclusion	3,000,000
28	Improve Tax and Debt Collection Process	(1,500,000)
29	Reduce Franchise Tax Burden On Construction Companies	1,700,000
30	Department of Revenue Corporate Settlement Initiative	110,000,000
31	Loss of Estate Tax Revenues for FY 2010-11	(85,000,000)
32	Transfer from Disproportionate Share Reserve	35,000,000
33	Adjust Highway Fund Transfer - Commerce Executive Aircraft Transfer	(500,000)
34	Increase Justice and Public Safety Fees	22,214,722
35	Transfer From Severance Reserve Expenditure Account	30,000,000
36	Commerce Business Recruitment Initiatives (Pending Legislation)	(10,000,000)
37	Transfer from Tobacco Trust Fund	2,500,000
38		
39	Subtotal Adjustments to Availability: Senate Bill 897	54,914,722
40		
41	Revised General Fund Availability	18,994,926,000
42	Less: General Fund Appropriations	18,989,677,375
43		
44	Unappropriated Balance Remaining	5,248,625

SUMMARY:

**GENERAL FUND
APPROPRIATIONS**

Summary of General Fund Appropriations

Fiscal Year 2010-2011

2009 Legislative Session

	Adjusted	Legislative Adjustments			Revised	
	Continuation Budget	Recurring	Nonrecurring	Net	FTE	
	2010-11	Adjustments	Adjustments	Changes	Changes	
					Appropriation	
					2010-11	
Education:						
Community Colleges	1,012,467,778	65,244,859	(14,500,000)	50,744,859	-7.00	1,063,212,637
Public Education	7,360,833,223	(187,669,707)	(31,590,226)	(219,259,933)	-36.00	7,141,573,290
University System	2,656,552,008	(3,344,409)	13,254,517	9,910,108		2,666,462,116
Total Education	11,029,853,009	(125,769,257)	(32,835,709)	(158,604,966)	-43.00	10,871,248,043
Health and Human Services:						
Central Management and Support	74,172,339	(4,462,834)	(461,000)	(4,923,834)	-24.00	69,248,505
Aging Division	37,282,029	0	0	0	0.00	37,282,029
Blind and Deaf / Hard of Hearing Services	8,649,731	(557,484)	(75,428)	(632,912)	-3.00	8,016,819
Child Development	269,183,962	(21,334,255)	(24,756,300)	(46,090,555)	-2.00	223,093,407
Education Services	36,844,718	(5,612,680)	0	(5,612,680)	-67.00	31,232,038
Health Service Regulation	17,914,125	(342,592)	(1,718,754)	(2,061,346)	-2.00	15,852,779
Medical Assistance	2,720,196,757	212,255,147	(561,531,417)	(349,276,270)	0.00	2,370,920,487
Mental Health	664,695,955	9,987,828	11,607,991	21,595,819	-1.00	686,291,774
NC Health Choice	81,964,241	6,444,925	0	6,444,925	0.00	88,409,166
Public Health	160,515,329	(5,441,724)	(650,000)	(6,091,724)	-27.00	154,423,605
Social Services	208,589,483	(13,189,407)	(2,455,677)	(15,645,084)	-48.00	192,944,399
Vocational Rehabilitation	41,020,173	(516,798)	(2,585,674)	(3,102,472)	-8.00	37,917,701
Total Health and Human Services	4,321,028,842	177,230,126	(582,626,259)	(405,396,133)	-182.00	3,915,632,709
Justice and Public Safety:						
Correction	1,326,492,230	(49,709,580)	(4,372,000)	(54,081,580)	760.00	1,272,410,650
Crime Control & Public Safety	33,718,963	183,826	(1,500,000)	(1,316,174)	-7.00	32,402,789
Judicial Department	463,753,479	(12,518,245)	(3,300,000)	(15,818,245)	-58.75	447,935,234
Judicial - Indigent Defense	120,132,010	1,697,164	(5,892,031)	(4,194,867)	11.50	115,937,143
Justice	88,652,538	(1,790,307)	(1,200,000)	(2,990,307)	16.00	85,662,231
Juvenile Justice & Delinquency Prevention	147,183,945	(4,737,080)	0	(4,737,080)	-31.50	142,446,865
Total Justice and Public Safety	2,179,933,165	(66,874,222)	(16,264,031)	(83,138,253)	690.25	2,096,794,912

Summary of General Fund Appropriations

Fiscal Year 2010-2011

2009 Legislative Session

	Adjusted	Legislative Adjustments			Revised	
	Continuation Budget	Recurring	Nonrecurring	Net	FTE	
	2010-11	Adjustments	Adjustments	Changes	Changes	
					Appropriation	
					2010-11	
<u>Natural And Economic Resources:</u>						
Agriculture and Consumer Services	60,559,608	(1,938,749)	0	(1,938,749)	-27.00	58,620,859
Commerce	40,915,209	(3,447,413)	37,400,000	33,952,587	-20.00	74,867,796
Commerce - State Aid	15,388,725	(719,436)	5,700,000	4,980,564	0.00	20,369,289
Environment and Natural Resources	190,399,356	(8,932,429)	10,160,000	1,227,571	-59.25	191,626,927
DENR - Clean Water Mgmt. Trust Fund	50,000,000	0	0	0	0.00	50,000,000
Labor	17,400,863	(1,411,321)	0	(1,411,321)	-8.00	15,989,542
NC Biotechnology Center	14,501,900	(725,095)	0	(725,095)	0.00	13,776,805
Rural Economic Development Center	23,832,436	(1,191,622)	4,125,000	2,933,378	0.00	26,765,814
Total Natural and Economic Resources	412,998,097	(18,366,065)	57,385,000	39,018,935	-114.25	452,017,032
<u>General Government:</u>						
Administration	67,446,884	(1,763,676)	(394,234)	(2,157,910)	-9.00	65,288,974
Auditor	13,255,123	(777,194)	0	(777,194)	-5.00	12,477,929
Cultural Resources	73,249,990	(2,093,712)	(1,811,345)	(3,905,057)	-15.19	69,344,933
Cultural Resources - Roanoke Island	1,990,632	(115,926)	0	(115,926)	0.00	1,874,706
General Assembly	56,584,484	(3,295,241)	0	(3,295,241)	0.00	53,289,243
Governor	6,067,739	(353,359)	0	(353,359)	-3.00	5,714,380
Housing Finance Agency	14,608,417	(730,421)	(120,311)	(850,732)	0.00	13,757,685
Insurance	32,242,706	0	0	0	0.00	32,242,706
Insurance - Worker's Compensation Fund	1,561,846	0	0	0	0.00	1,561,846
Lieutenant Governor	931,703	(54,235)	0	(54,235)	-1.50	877,468
Office of Administrative Hearings	4,111,476	(278,356)	0	(278,356)	-1.00	3,833,120
Revenue	87,790,970	(2,980,759)	1,457,118	(1,523,641)	-42.00	86,267,329
Secretary of State	11,451,488	(666,886)	0	(666,886)	-8.00	10,784,602
State Board of Elections	6,221,208	266,722	107,129	373,851	1.00	6,595,059
State Budget and Management	6,407,809	(373,164)	0	(373,164)	-3.00	6,034,645
State Budget and Management -- Special	4,161,125	(4,650)	0	(4,650)	0.00	4,156,475
State Controller	23,188,207	8,700,000	(624,677)	8,075,323	26.50	31,263,530
Treasurer - Operations	17,565,400	0	0	0	0.00	17,565,400
Treasurer - Retirement / Benefits	10,804,671	0	0	0	0.00	10,804,671
Total General Government	439,641,878	(4,520,857)	(1,386,320)	(5,907,177)	-60.19	433,734,701

Summary of General Fund Appropriations						
Fiscal Year 2010-2011						
2009 Legislative Session						
	Adjusted	Legislative Adjustments			Revised	
	Continuation Budget	Recurring	Nonrecurring	Net	FTE	Appropriation
	2010-11	Adjustments	Adjustments	Changes	Changes	2010-11
Statewide Reserves and Debt Service:						
Debt Service:						
Interest / Redemption	707,573,496	(15,845,385)	0	(15,845,385)	0.00	691,728,111
Federal Reimbursement	1,616,380	0	0	0	0.00	1,616,380
Subtotal Debt Service	709,189,876	(15,845,385)	0	(15,845,385)	0.00	693,344,491
Statewide Reserves:						
Contingency and Emergency Fund	5,000,000	0	0	0	0.00	5,000,000
State Health Plan (S.L. 2009-16)	276,179,709	0	0	0	0.00	276,179,709
State Retirement System Contributions	160,000,000	20,000,000	0	20,000,000	0.00	180,000,000
Judicial Retirement System Contributions	1,300,000	0	0	0	0.00	1,300,000
Information Technology Funds	7,840,000	0	0	0	0.00	7,840,000
Statewide Administrative Support Reduction	(6,600,000)	0	0	0	0.00	(6,600,000)
Convert Contract Employees to State Employees	(4,000,000)	0	0	0	0.00	(4,000,000)
University Cancer Research Fund	0	600,000	0	600,000	0.00	600,000
Reserve for Capital	0	18,222,000		18,222,000	0.00	18,222,000
Job Development Investment Grants (JDIG)	27,400,000	0	(6,600,000)	(6,600,000)	0.00	20,800,000
Subtotal Statewide Reserves	467,119,709	38,822,000	(6,600,000)	32,222,000	0.00	499,341,709
Total Reserves and Debt Service	1,176,309,585	22,976,615	(6,600,000)	16,376,615	0.00	1,192,686,200
Total General Fund for Operations	19,559,764,576	(15,323,660)	(582,327,319)	(597,650,979)	290.81	18,962,113,597
Capital Improvements						
Water Resources Development Projects	0	0	9,130,000	9,130,000	0.00	9,130,000
Capital Improvements	0	0	18,433,778	18,433,778	0.00	18,433,778
Total Capital Improvements	0	0	27,563,778	27,563,778	0.00	27,563,778
Total General Fund Budget	19,559,764,576	(15,323,660)	(554,763,541)	(570,087,201)	290.81	18,989,677,375

EDUCATION

Section F

Public Education

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11

\$7,360,833,223

Budget Changes

A. Technical Adjustments

1 Average Daily Membership (\$4,980,046) R

Revises projected increase in ADM for FY 2010-11 to reflect 3,127 fewer students than originally projected. Dollar amount of adjustment includes revisions to all position, dollar, and categorical allotments.

Total funded ADM for FY 2010-11 is 1,475,668, an increase of 10,754 over FY 2009-10. There was a temporary ADM reduction in FY 2009-10 precipitated by a change in the Kindergarten eligibility age.

2 Average Teacher Salary (\$44,950,676) R

Revises budgeted funding for certified personnel salaries based on actual salary data from December 2009. Adjustment does not reduce any salary paid to certified personnel.

3 Education Lottery Receipts (\$36,638,646) R

Adjusts the receipts budgeted for the Classroom Teachers allotment to reflect half of the projected \$73 million growth in Education Lottery revenues over the \$368 million budgeted amount.

4 Exceptional Children Headcount (\$6,000,000) R

Adjusts funding previously budgeted for the Children With Disabilities allotment to reflect actual student headcount and does not reduce funding per student. The continuation budget includes anticipated growth based on the projected headcount of children with disabilities. This adjustment revises budgeted funding for both preschool and school-age children with special needs to reflect the April 1, 2010 headcount.

5 Small County Supplemental Funding

(\$3,000,000) R

Reduces funding to adjust for the expiration of Currituck County's funding eligibility in FY 2009-10 as well as a surplus of funding needed to fully fund the other eligible counties. The remaining \$43.5 million is sufficient to fully fund the 28 eligible counties.

6 Learn and Earn Early College High Schools

(\$310,000) R

Adjusts funding to reflect the delayed opening of one Learn and Earn School scheduled to open in FY 2009-10. S.L. 2009-451 provided funding to open twelve Learn and Earn schools that had been given planning funding in FY 2008-09. Only ten of the twelve planning schools were ready to open in FY 2009-10, but one of them will be ready to open in FY 2010-11. Currently 66 Learn and Earn "Bricks and Mortar" schools are operating in North Carolina.

B. Other Public School Funding Adjustments

7 ADM Contingency Reserve

(\$2,618,501) R

Reduces the Contingency Reserve by 50%. The Reserve is maintained to provide additional support to school systems that experience greater than projected student headcount growth. \$2.6 million will remain to support the Reserve.

8 More at Four

(\$10,000,000) R
(\$16,176,036) NR

Reduces program funding by 15% from its \$165.5 million combined appropriation of General Fund and Lottery proceeds. The Joint Task Force on Early Childhood Education and Care estimates that \$5 million in program savings can be achieved by the capping of administrative costs, as proposed in section 7.x of the Budget Bill. An additional \$16.2 million in Federal receipts is anticipated to support More at Four in FY 2010-11.

9 Instructional Supplies

(\$5,000,000) R

Reduces the Instructional Supplies allotment by 6%. \$89.2 million will remain for this purpose.

Senate Subcommittee on Education

FY 10-11

- 10 Central Office Administration** (\$10,000,000) R
Reduces the dollar allotment to LEAs for the salaries and benefits of central office staff by 9.1%. This staff includes, but is not limited to, superintendents, associate and assistant superintendents, finance officers, athletic trainers, and transportation directors. \$99.8 million will remain to support these local staff.
- 11 Noninstructional Support Personnel** (\$7,100,000) R
Reduces recurring funding for this allotment, which supports clerical assistants, custodians, and substitute teachers, amongst other items. \$15 million in State funds will remain available for this allotment in addition to \$373 million in federal Education Stabilization Funding provided to LEAs that may also be used for the same purposes.
- 12 Mentoring** (\$9,214,190) NR
Eliminates all State funding for LEA mentoring programs on a nonrecurring basis in FY 2010-11 only.
- 13 Limited English Proficiency** (\$4,000,000) R
Reduces funding for this allotment by 5.0%. \$76.5 million will remain available for this allotment.
- 14 Transportation** (\$10,035,622) R
Reduces funding for the allotment, which supports the salaries of transportation personnel as well as the maintenance of yellow buses, by approximately 2.3%. \$403 million will remain available for this allotment.
- 15 Assistant Principals** (\$4,500,000) R
Reduces funding for the allotment by 4.8%. Adjusts the basis of funding a ten-month Assistant Principal (AP) position from 1 AP for every 800 students to 1 AP for every 830.5 students. \$88.3 million will remain available for this allotment.
- 16 Instructional Support** (\$5,000,000) R
Reduces this allotment by 1.4%. This allotment supports guidance counselors, librarians, media specialists, school nurses, social workers and other certified personnel. \$353 million will remain available for this allotment.

- 17 At-Risk Student Services** (\$1,200,000) R
 Reduces this allotment by 0.5%. Part of this allotment provides funding to hire a School Resource Officer (SRO) based on a specified salary and benefits amount that is greater than the actual average salary and benefits provided to SROs. This reduction adjusts the allotment to reflect actual expenditures. \$234.7 million will remain available for this allotment.
- 18 Disadvantaged Student Supplemental Funding** (\$1,975,008) R
 Reduces the allotment by 2.5% by eliminating a hold harmless clause that benefits the 16 LEAs initially eligible for this funding in FY 2005-06. Every LEA now qualifies for DSSF funding. \$76.8 million will remain available for this allotment.
- 19 Child and Family Support Teams** (\$2,500,000) R
 Reduces this allotment by 21.3%. This allotment provides funding for a dedicated social worker and school nurse in 100 schools. \$9.2 million will remain available for this allotment.
- 20 School Bus Replacement** (\$11,900,000) NR
 Eliminates funding for the purchase of new replacement school buses in FY 2010-11. \$44 million will remain available to support the extended financing payments required for buses purchased in FYs 2007-10, and an additional \$1 million will be available for emergency bus replacement purchases.
- 21 North Carolina Virtual Public Schools** (\$5,574,784) R
 Eliminates the direct appropriation for the North Carolina Virtual Public Schools (NCVPS). Instead of being funded through a direct appropriation, NCVPS will be funded via a new funding formula. The new funding formula reduces LEA allotments based on projected LEA enrollment in NCVPS courses, in order to recognize the extent to which "enrollment in e-learning courses affects funding required for other allotments that are based on ADM," as directed by S.L. 2006-66, Section 7.16. NCVPS courses will continue to be available at no cost to all high school students in North Carolina who are enrolled in North Carolina's public schools, Department of Defense schools, and schools operated by the Bureau of Indian Affairs.

Senate Subcommittee on Education

FY 10-11

- 22 Appropriations to Non-Public School Organizations** (\$202,130) R
Reduces appropriations to all non-public school organizations (Communities in Schools, NC Science Olympiad, Tarheel Challenge Academy, Teach for America, and Teacher Cadet) by 5%.
- 23 Dropout Prevention Grants** (\$13,000,000) R
Discontinues funding for Dropout Prevention Grants.
- 24 Connectivity** (\$1,000,000) R
(\$3,000,000) NR
Reduces funding for the School Connectivity Initiative (SCI) as it is deployed in all LEAs and is in the operations and maintenance phase. This adjustment also includes a \$3 million nonrecurring reduction of the cash balance. The recurring cut of \$1 million represents a reduction to recurring appropriations of approximately 4.5%, and leaves recurring appropriations at \$21 million per year. The nonrecurring cut of \$3 million reduces initiative funding projected to be unexpended in FY 2009-10.
- 25 Education Value Added Assessment System (EVAAS)** \$1,000,000 R
Provides \$250,000 to expand funding for EVAAS licenses that had previously been funded out of reversions and \$750,000 to purchase EVAAS Teacher Analysis.
- 26 Student Diagnostic and Intervention Initiative** \$15,000,000 NR
Provides nonrecurring funding to extend the Student Diagnostic Pilot program an additional year in the existing 40 pilot schools. Additional funding will expand the pilot program to additional school sites while also supporting the training needed for teachers to properly implement the program.
- 27 JOBS Commission Schools** \$200,000 R
Provides funding to support the creation of certain school sites recommended by the Joint Legislative Joining Our Businesses and Schools (JOBS) Study Commission.

C. Department of Public Instruction

- 28 DPI Operating Funds** (\$2,375,850) R
 Reduces agency operating funds by the same amount that the Department of Public Instruction has held in reserve and that has remain unexpended for FY 2009-10.
- 29 North Carolina Center for the Advancement of Teaching** (\$1,000,000) R
 Reduces funding for the North Carolina Center for the Advancement of Teaching (NCCAT) by approximately 17%, bringing annual recurring funding for the program to \$4,913,229.
- 30 NC WISE** (\$2,000,000) R
(\$5,000,000) NR
 Reduces the annual appropriation for the North Carolina Window on Student Education (NC WISE), as this project is deployed and is in operations and maintenance phase. As such, its annual budgetary needs are \$2 million less than previously budgeted. This item also includes a \$5 million nonrecurring reduction of the cash balance. The remaining balance will support the hardware and reporting projects associated with NC WISE.
- 31 Department of Public Instruction IT Program Management Office** (\$2,828,444) R
-26.00
 Eliminates 26 positions and one contractor in order to find efficiencies and reduce redundancy in the Department of Public Instruction IT Program Management Office (IT PMO). The reduction includes departmental NC WISE positions, Offices of the Chief Information Officer, Chief Technology Officer, Technology Business Services, and Project Management. NC WISE has been deployed, reducing the need for personnel.
- 32 Department of Public Instruction Academic Services** (\$1,080,000) R
-10.00
 Eliminates 10 positions in the Academic Services and Instructional Support department. The District and School Transformation area shall be excluded from this reduction.
- 33 Legacy Fund Balance** (\$1,300,000) NR
 Eliminates the cash balance for this project. Funds were appropriated on a nonrecurring basis in three consecutive years to enable DPI to bring information technology applications into compliance with the statewide architecture requirements. This project has now been completed. The total appropriation for this purpose was \$6 million.

Budget Changes	(\$187,669,707)	R
	(\$31,590,226)	NR
Total Position Changes		-36.00
Revised Total Budget	\$7,141,573,290	

Community Colleges

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11

\$1,012,467,778

Budget Changes

A. Technical Adjustments

34 Fully Fund Enrollment Growth

\$85,041,632 R

Provides funds to fully fund enrollment growth. According to the 2009-10 spring semester census, enrollment has increased by 15.8% (34,118 full-time equivalents or FTE) above the 2009-10 adjusted budgeted enrollment of 213,472. This increase brings FY 2010-11 budgeted enrollment to 247,590.

This funding is in addition to the \$41,126,850 in the continuation budget for FY 2010-11 enrollment growth, for a total of \$126,168,482 in enrollment growth funding.

B. State Aid Adjustments

35 Management Flexibility Reduction

(\$13,500,000) R

Reduces funds in the State Aid budget, bringing the total management flexibility reduction for FY 2010-11 to \$27.5 million. 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.

36 Tuition Increase

(\$23,244,836) R

Increases curriculum tuition from \$50 to \$55 for residents (\$5 increase) and from \$241.30 to \$247 for nonresidents (\$5.70 increase). Tuition for full-time resident students will increase by a maximum of \$160 per year, from \$1,600 to \$1,760.

37 Overrealized Tuition Receipts

(\$10,000,000) NR

Increases the amount budgeted for tuition receipts to more accurately reflect anticipated receipts. Given recent enrollment growth trends, it is anticipated that enrollment in FY 2010-11 will increase by more than the budgeted amount.

38 One-time Increase in Federal Literacy Receipts

Increases the amount budgeted for federal literacy receipts, due to a one-time increase, and takes a corresponding one-time reduction in State funding.

(\$4,500,000) NR

39 Restore Small Business Center Funding

Restores the reduction made to the Small Business Center allotment in 2009. This funding will be added to each colleges' base allocation. With this restoration, the total funding available for this program will be \$5,756,853.

\$402,861 R

40 Restore Funding for Prisoner Education

Restores partial funding to the prisoner education program. The program received \$32.9 million in non-recurring funds in FY 2009-10 while undergoing a continuation review. A total of \$20 million will be restored - in addition to the \$17.6 million included in this item, an additional \$2,350,256 is included in the Department of Correction budget in the Justice and Public Safety section of this report to pay for prisoner tuition at the community colleges.

\$17,649,735 R

C. System Office Adjustments**41 Move Position to Receipt Support**

Reduces appropriations by shifting one Education Consultant position entirely to proprietary school receipts. This position oversees the activities that generate these receipts.

(\$60,747) R

42 Reduce State Board Reserve

Reduces funding for the State Board Reserve by 24% from \$660,000 to \$500,000.

(\$160,000) R

43 Reduce Advertising Budget

Reduces funds for advertising by 50%.

(\$150,000) R

44 Reduce System Office Operating Budget

Reduces the System Office operating budget with specific reductions to be identified by the System Office. Reductions should focus on travel, printing, postage, and registration fees.

(\$158,764) R

Senate Subcommittee on Education

FY 10-11

45 Eliminate Positions

(\$575,022) R

Eliminates 7 positions in the Community College System Office. The duties of these positions shall be eliminated or absorbed by other System Office employees. The positions are:

-7.00

-Education Program Director #60088171 (Bionetwork) - \$94,250 salary and \$22,045 benefits.

-Technology Support Analyst #60088065 (Information Technology) - \$54,724 salary and \$14,867 benefits.

-Information Technology Manager #60088013 (Information Technology) - \$98,976 salary and \$22,903 benefits.

-Education Program Director II #60088192 (Workforce Development and Continuing Education) - \$102,750 salary and \$23,588 benefits.

-Television Production Asst III #60088049 (Distance Learning) - \$35,497 salary and \$11,375 benefits.

-Business Officer -C #60088111 (Facilities and Administration) - \$34,283 salary and \$11,155 benefits.

-Office Assistant IV #60088142 (Student Services) - \$36,966 salary and \$11,642 benefits.

Budget Changes	\$65,244,859	R
	(\$14,500,000)	NR
Total Position Changes		-7.00
Revised Total Budget	\$1,063,212,637	

UNC System

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11

\$2,656,552,008

Budget Changes

A. Base Budget Adjustments

- | | | |
|---|-----------------------|----------|
| <p>46 Management Flexibility Reduction</p> <p>Mandates a management flexibility reduction for the UNC operating budget with a priority on non-teaching related budget cuts. This reduction is in addition to the \$100 million management flexibility reduction authorized for the FY 2010-11 base budget.</p> | <p>(\$50,000,000)</p> | <p>R</p> |
| <p>47 IT Reserve Eliminated</p> <p>Eliminates the remaining balance of a \$10 million reserve appropriated in 1999 for Information Technology (IT). UNC General Administration used the reserve to provide grants to campuses for IT software and hardware.</p> | <p>(\$755,917)</p> | <p>R</p> |
| <p>48 Distance Education Reserve Eliminated</p> <p>Eliminates the remaining balance of a \$1.93 million reserve appropriated in 1996 for distance learning efforts. The expansion of distance learning is now funded by the enrollment growth model and by reserves for UNC Online and 2+2 efforts.</p> | <p>(\$651,483)</p> | <p>R</p> |
| <p>49 UNC-TV Utilities Reduction</p> <p>Reduces the \$1.8 million UNC-TV utilities budget by 35% due to the station's conversion from analog to digital in June 2009.</p> | <p>(\$632,140)</p> | <p>R</p> |
| <p>50 Aid to UNC Hospitals Reduced</p> <p>Reduces the \$44 million annual appropriation to UNC Hospitals by 4.5%.</p> | <p>(\$2,000,000)</p> | <p>R</p> |

Senate Subcommittee on Education

FY 10-11

- 51 Legislative Tuition Grant** (\$1,500,000) R
Reduces the appropriation for Legislative Tuition Grants (LTG) for North Carolina resident students attending the State's private colleges and universities. The current appropriation for LTG is \$55,233,705.
- 52 Enrollment Growth** \$5,636,814 R
Increases the UNC system enrollment growth funding in the FY 2010-11 base budget due to projected increase of 441 FTE over previous estimates. This funding is in addition to the \$53,432,226 for 4,485 FTE included in the FY 2010-11 base budget.
- 53 Tuition Repeal** \$34,776,301 R
Repeals the FY 2010-11 legislative tuition rates enacted in the 2009 legislative session and restores the associated appropriation reduction.
- 54 Need-Based Financial Aid** \$8,195,517 NR
Increases UNC Need-Based Financial Aid to account for 1) funding 4,600 additional students that qualify for assistance and inflationary increases for previously funded students (\$22.85 million) and 2) restoring need-based aid that was nonrecurring in FY 2009-10 (\$12 million). This General Fund appropriation plus lottery receipts of \$26,661,046 equals the additional \$34,856,563 needed in FY 2010-11 for UNC need-based aid.
- 55 UNC High School Funding Restored** \$282,016 R
Restores base budget cuts made in FY 2009-10 to the two high school programs in the UNC system. The North Carolina School of Science and Math will receive \$80,851 for lab and educational supplies and the University of North Carolina School of the Arts will receive \$201,165 for cost of living increases in their residential high school.

<p>56 ECU Dental School Operations</p> <p>Funds additional faculty and operating needs of the new School of Dentistry at East Carolina University that will open with 50 students in the Fall of 2011. To date, \$5.5 million has been appropriated for the school's operating budget. To ensure accreditation by the American Dental Association's Commission on Accreditation and to complete the instructional and operational budget for a student body of 200, the General Assembly pledges to fund an additional \$3.5 million in FY 2011-12 and \$1.5 million in FY 2012-13.</p>	<p>\$6,000,000</p>	<p>R</p>
<p>57 Energy Production Infrastructure Center (EPIC)</p> <p>Completes the staffing and operational needs of the Energy Production Infrastructure Center (EPIC) opening at UNC-Charlotte in the Fall of 2011. These funds will enable the hiring of research faculty in electrical power, power system infrastructure, and power plant engineering. These funds are in addition to the \$2 million appropriated in 2009.</p>	<p>\$3,000,000</p>	<p>R</p>
<p>58 ASU College of Health Sciences and Allied Professions</p> <p>Funds the operating and staffing needs of the newly established College of Health Sciences and Allied Professions at Appalachian State University.</p>	<p>\$500,000</p>	<p>R</p>
<p>59 Distinguished Professor Endowment Fund</p> <p>Increases the Distinguished Professor Endowment Fund to reduce the backlog of 66 professorships awaiting State matching funds. The Fund has an annual base budget appropriation of \$8 million.</p>	<p>\$4,000,000</p>	<p>NR</p>
<p>60 Institute for Emerging Issues Fellows Program</p> <p>Funds an expansion of the Fellows program at the Institute for Emerging Issues at North Carolina State University. Faculty and student Fellows will apply their expertise to the State's current public policy issues such as job growth and economic development.</p>	<p>\$309,000</p>	<p>NR</p>

61 CASTLE

Continues State support for the Center for the Acquisition of Spoken Language through Listening Enrichment (CASTLE) at UNC-Chapel Hill. The funds will be used to 1) train teachers and therapists to work with deaf preschool- age children with cochlear implants and 2) provide oral preschool classes to these children. The program has received nonrecurring appropriations annually since 2005.

\$500,000 NR

62 Coastal Wave Energy Research

Funds research, design, and construction of devices to capture the energy of ocean waves. The research will be conducted by a consortium that includes the University of North Carolina Coastal Studies Institute and the Colleges of Engineering at North Carolina State University, North Carolina Agricultural and Technical State University, and the University of North Carolina Charlotte.

\$2,000,000 R

63 Veterinary Medicine Clinical Teaching and Research Fund

Continues state funding for the North Carolina State University College of Veterinary Medicine Clinical Teaching and Research Fund. This fund was created in 2007 to allow advanced diagnostic and treatment options for animals where a) owner financing of such options are limited, b) significant instructional value exists, or c) the diagnostic and treatment options have the potential of adding significantly to the core knowledge in the relevant clinical area.

\$250,000 NR

Budget Changes	(\$3,344,409)	R
	\$13,254,517	NR
Total Position Changes		
Revised Total Budget	\$2,666,462,116	

**HEALTH
&
HUMAN SERVICES
Section G**

Health and Human Services

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11

\$4,321,028,842

Budget Changes

(1.0) Division of Child Development

1 Equipment, Travel and Supplies (\$261,518) R
 Reduces the funding within the operations budget. This reduction holds the Division to its FY2009-10 spending level for operations.

2 Vacant Positions (\$72,737) R
 Eliminates two vacant positions within the Division of Child Development. The positions to be eliminated are Administrative Assistant I budgeted at \$31,564 and an Administrative Officer III budgeted at \$41,173. These positions have been vacant longer than six months. -2.00

3 Child Care Subsidy (\$24,756,300) NR
 Replaces State funding for child care subsidy with Temporary Assistance for Needy Families Block Grant (TANF) funds for FY2010-11.

4 Electronic Payment System (\$6,000,000) R
 Reduces funds available within the Division of Child Development in anticipation of saving money related to better management and tracking of child care subsidy expenditures. The new system will reduce expenditures associated with fraudulent and inaccurate payments.

5 Smart Start (\$10,000,000) R
 Reduces funding for the North Carolina Partnership for Children, Inc. This is a 5.2% reduction and the remaining funding totals \$183 million.

6 Health Initiatives

(\$5,000,000) R

Reduces funding for the Smart Start Health Initiatives, currently funded at approximately \$8 million annually. Remaining Health Initiatives funding will be used to leverage federal funds to pay for health-related activities funded through Smart Start.

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

7 School-based Child and Family Teams

(\$523,638) R

Eliminates funding available for system coordinators within the 15 LME pilot areas. These funds support 18 Care Coordinators.

8 Vacant Position

(\$84,864) R

Reduces funding for a vacant position within the Division of Mental Health, Developmental Disabilities, and Substance Abuse Services. This position is a Mental Health Program Administrator II and has been vacant for one year. This position is budgeted at \$84,864 and the work location is Raleigh.

-1.00

9 State Service Funds

(\$4,461,202) NR

Replaces State funding with the Division of Mental Health, Developmental Disabilities, and Substance Abuse Services with federal Mental Health and Substance Abuse block grant funds for FY2010-11. The total includes \$1,731,432 from the Mental Health Block Grant and \$2,729,770 from Substance Abuse Block Grant. This is a one-time swap of state with federal funds.

10 Division Management Funds

(\$7,180,807) NR

Reduces unobligated funding available at the Division's discretion for one-time needs of community providers or LME system needs. The total includes \$1,169,355 for mental health, \$3,398,534 for developmental disabilities, and \$2,612,918 for substance abuse services. These funds have historically been spent to address specific one-time needs; these funds are not allocated to LMEs for service provision.

11 Convert Whitaker School to a PRTF

(\$1,938,465) R

Reduces State funds for the Whitaker School; the program will become a Psychiatric Residential Treatment Facility in which services are Medicaid reimbursable.

Senate Subcommittee on Health and Human Services

FY 10-11

12 Local In-Patient Bed Capacity \$12,000,000 R
Increases funds available for the three-way contracts to purchase local hospital bed capacity for crisis response within the community. These funds will support the purchase of an estimated 50 beds, bringing the funding to \$32 million.

13 Training in Facilities \$534,795 R
Increases funds available for training direct care staff and front line leaders in patient care. Training will include medication administration, therapeutic communication, clinical and legal aspects of documentation and cultural awareness.

14 Community Service Funds \$23,000,000 NR
Provides funding for community service funds administered through Local Management Entities. An additional \$17 million of TANF funds is allocated to fully restore the \$40 million non-recurring reduction for FY2010-11.

15 Leadership Academy \$250,000 NR
Provides funds for a Mental Health Leadership Academy for training for Mental Health managers, finance/budget officers, and other leaders within Local Management Entities.

(3.0) Division of Central Management and Support

16 Key Program (\$561,000) NR
Reduces funding available for Key Program rental subsidies. The Key Program provides rental assistance for disabled persons in targeted Low-Income Housing Tax Credit (LIHTC) units. Approximately 187 rental units will not be completed during FY 2010-11, thereby reducing projected requirements for subsidies.

17 Information Technology Services (\$937,161) R
Reduces recurring funding within the Division of Information Resource Management for ITS telecommunication data services (\$300,564), computer/data processing (\$286,597), and ITS managed local area network services (\$350,000). Transitioned CSE programs, effective July 1, 2010, will assume responsibility for ITS charges for telecommunications services. Remaining reductions reflect ITS rate reductions and decreased mainframe use as new applications come online.

Senate Subcommittee on Health and Human Services

FY 10-11

- | | | |
|---|---------------|---|
| 18 Over-Realized Receipts | (\$1,362,201) | R |
| <p>Reduces funding with the Controller's Office. This reduction will be offset by budgeting additional receipts regularly received but not currently budgeted.</p> | | |
| 19 CARE-LINE | (\$257,004) | R |
| <p>Reduces the hours of operation for the Department of Health and Human Services CARE LINE to regular business hours, and transfers after-hour calls to the Martin County Call Center. Approximately 20% of calls are presently received after regular business hours.</p> | | |
| | -4.00 | |
| 20 Equipment, Travel and Supplies | (\$263,581) | R |
| <p>Reduces funding for equipment, travel, and supplies within the Division of Central Management and Support. This reduction was also taken on a non-recurring basis during FY 2009-10 to meet the projected revenue shortfall.</p> | | |
| 21 Position Eliminations | (\$1,228,875) | R |
| <p>Eliminates positions within the Division of Central Management.</p> | | |
| | -20.00 | |
| 22 Pesticide Task Force | (\$39,430) | R |
| <p>Eliminates funding for the Pesticide Task Force activities. These activities are paid for through the federal NC Farmworker health grant.</p> | | |
| 23 Community Care of NC Grants | (\$183,833) | R |
| <p>Eliminates State appropriation for demonstration grants--obesity, stroke prevention, and emergency room diversion--to test alternative methods to managing the utilization of health care services. demonstration projects within the CCNC program.</p> | | |
| 24 Rural Health Loan Repayment Program | (\$190,749) | R |
| <p>Reduces funding for the Rural Health Loan Repayment Program. This reduction amount represents three contracts for health providers.</p> | | |

Senate Subcommittee on Health and Human Services

FY 10-11

25 Special Olympics

Provides funding for a grant-in-aid to Special Olympics.

\$100,000 NR

(4.0) Division of Public Health

26 Minority Health Interpreter Services

Reduces state appropriations for local health department service contracts that meet the language needs of clients.

(\$11,000) R

27 Community Focused Eliminating Health Disparities Contracts

Reduce State appropriations for state and local health department contracts by less than 3 percent.

(\$85,895) R

28 Division of Public Health Contracts

Reduces State appropriations remaining in two contracts- Perinatal Outreach and Family Health Resource Line-that have been eliminated.

(\$400,601) R

29 Accreditation of Local Health Departments

Suspends for an additional year the Division of Public Health's evaluation and accreditation of Local Health Departments (LHDs). Centers for Communicable Disease and Prevention is scheduled to launch a nationwide effort to accredit local health departments to national standards in 2011.

(\$650,000) NR

30 Medicaid Funding for WIC Metabolic Foods

Replace State appropriations with Medicaid funding for Medicaid-eligible children requiring a diet of metabolic foods.

(\$283,477) R

31 Position Eliminations

Eliminates 27 positions in Division of Public Health.

(\$900,000) R

-27.00

32 Operations Reduction

Reduces State appropriations for equipment, travel, and supplies at Division offices.

(\$443,530) R

33 Immunization Changes

(\$15,894,853) R

Eliminates State appropriation for the purchase of vaccines, for which health care providers, including local health departments, can be billing health insurers for reimbursement. North Carolina Health Insurers reimburse for the full series of standard immunizations recommended by Centers for Disease Control and Prevention (CDC) and the American Academy of Family Physicians; and required by the North Carolina Immunization Program.

34 Children's Development Services Agency

(\$2,600,000) R

Offsets General funds with overrealized receipts from Medicaid. This program has been increasing its third party collections.

35 School Health Nurses

\$1,000,000 R

Provides funds to hire 20 additional school nurses to bring the total number of school health nurses supported by the Division of Public Health to 265. This is in addition to the 20 school nurses provided for in SFY 2010-11 in S.L. 2009-451, Sec. 10.24.

36 AIDS Drug Assistance Program

\$14,177,632 R

Provides State funds to continue to serve people in the AIDS Drug Assistance Program who are enrolled as of July 1, 2010. These funds will allow eligible individuals with annual incomes of up to 125% FPL, who are on the waiting list as of July 1, 2010 to be enrolled. To the degree that funds are available, additional people will be enrolled in the program.

(5.0) NC Health Choice

37 Optical Supplies

(\$114,550) R

Directs the Health Choice Program to contract with Department of Correction for optical supplies.

38 NC Health Choice Transition Staff

\$59,475 R

Provides State funds for three staff to transition the administration of NC Health Choice from the State Health Plan to the Division of Medical Assistance. The staff includes two time-limited employees for clinical policy and provider enrollment and one permanent employee for program integrity activities.

39 NC Health Choice Enrollment

\$6,500,000 R

Provides State appropriation to increase enrollment in Health Choice by 2% or 2,750 children for a total of 137,789 children served by the program.

(6.0) Division of Medical Assistance**40 CCNC Savings**

(\$45,000,000) R

Provides savings in overall Medicaid expenditures through the expanded efforts of the Community Care Network of North Carolina (CCNC). DHHS contracts with CCNC to manage utilization of Medicaid services. Savings will be generated by expanding CCNC's care management programs in hospital discharge, mental health; palliative care, and pharmacy. The improved Informatics system will enhance data integration, analytics, and reporting, increasing performance and cost savings.

41 Maternal Outreach Workers (MOW)

(\$292,974) R

Transitions pregnant women receiving services through Local Health Departments from Maternal Outreach Workers (MOW) to services provided by Maternal Care Coordinators (MCC) and Children Services Coordinators (CSC). MCC and CSC personnel are required to have a Bachelor's Degree.

42 Pharmacy Program Improvements

(\$5,566,096) R

Generates savings by implementing various pharmacy program improvements, including collecting drug rebates on certain prescription drug claims (\$3.6 million); stopping reimbursement for lost prescriptions (\$252,000); requiring prior approval on brand drugs when 'medically necessary' is written on the prescription (\$938,700); creating a specialty drug network for dispensers of certain high cost drugs (\$316,040); requiring prior approval on all requests for the drug Synagis (\$376,253); and eliminating the ineffective FORM pharmacy program (\$83,103).

43 Prescription Vitamins

(\$777,138) R

Eliminates Medicaid coverage of prescriptions for vitamins and minerals that are available over-the-counter, while continuing to reimburse for multi-vitamin prescriptions for pregnant women.

- 44 Narcotic Prescriptions** (\$603,000) R
 Reduces General Fund appropriations for Medicaid pharmacy by locking Medicaid enrollees with a narcotic prescription (e.g. Vicodin, Benzodiazipine) into a single pharmacy and single doctor to prevent pharmacy and doctor shopping and narcotics abuse.
- 45 Mental Health Drug Savings** (\$10,000,000) R
 Generates savings by adding mental health drugs to the Preferred Drug List (PDL), which were previously not part of the PDL savings, and also requires prior authorization but only for off-label prescribing of mental health drugs.
- 46 Capitated Behavior Health Pilot Programs** (\$1,560,600) R
 Expands the capitated behavioral health pilot program to two additional local management entities (LMEs), effective January 1, 2011. Effort is based on the Piedmont Behavioral Health pilot.
- 47 Prior Authorization for Children's Outpatient Mental Health Services** (\$933,547) R
 Establishes Prior Authorization for Children's Outpatient Mental Health Services at 16 visits versus the current 26 visits.
- 48 Independent Assessments on Mental Health Services** (\$7,730,207) R
 Implements independent assessments on various mental health services in the Medicaid program. Prior to the service being delivered, an independent assessment will be conducted to ensure the proper utilization of services.
- 49 Enhanced Mental Health Changes** (\$41,000,000) R
 Modifies the community support team (CST) service for adults to limit the number of hours from 18 per week to 5, and reduces the rate from \$15.60 per unit to \$11.80 per unit. Savings also reflect a delay in the implementation of the Peer Support program by six months, effective January 1, 2011.

- | | | |
|--|----------------|---|
| 50 In-Home Personal Care Services | (\$59,805,207) | R |
| Reforms the In-Home Personal Care Services program to provide care to those individuals at greatest risk of needing institutional care. Reform includes the elimination of in-home PCS services for adults and the creation of a new program for adults with the most intense needs - those needing assistance with three or more activities of daily living (ADLs). | | |
| 51 Dental Program Improvements | (\$16,982) | R |
| Generates savings by implementing policy improvements in the dental program for children, including implementing limits on imaging for children under the age of 6 years of age; limiting three film radiographs to children aged 13 and older; and limiting the reimbursement for primary teeth composites. | | |
| 52 Health Insurance Premium Payment Program (HIPP) | (\$3,000,000) | R |
| Expands the HIPP Program, in which Medicaid pays for employer-based health insurance costs on behalf of Medicaid-eligible individuals when it is less expensive than Medicaid coverage. | | |
| 53 Reimbursement of 'Never Events' | (\$5,000,000) | R |
| Eliminates Medicaid reimbursement of 'never events' in hospital inpatient settings. 'Never events' are certain types of medical issues that develop or are acquired while a person is in a hospital, but should have been prevented. The policy change brings Medicaid in line with Medicare reimbursement. | | |
| 54 Coverage of Certain Types of Surgery | (\$125,148) | R |
| Eliminates coverage of certain types of surgery, including breast reduction and mastopexy (breast lift) surgery (\$23,420); panniculectomy surgery (\$12,328); and surgery for severe obesity (\$89,400). | | |
| 55 Medical Assistance Co-Payments | (\$4,530,404) | R |
| Increases current copayment amounts to a maximum of \$3.40, and expands collection of copayments to local health departments and outpatient behavioral health services. In addition, implements a \$6.80 copayment for nonemergency hospital emergency room (ER) visits. | | |

- 56 Program Integrity Savings** (\$36,188,013) R

Generates savings through new Program Integrity initiatives, including Medicaid SWAT teams for on-site investigations, strengthening Medicaid fraud laws, innovative technology to detect fraud and abuse, and prepayment reviews for questionable providers.
- 57 Attorney General's Office (AGO) Medicaid Investigative Unit Staff Savings** (\$1,000,000) R

Generates savings by doubling the Medicaid Investigative Unit staff at the AGO to expand the prosecution of Medicaid fraud and abuse. Additional staff will ensure increased prosecution and additional Medicaid funds recovered from fraudulent providers.
- 58 Contract Reductions** (\$180,250) R

Reduces payment for duplicative or unnecessary administrative functions performed under the Medicaid contract with HP, including eliminating the processing of duplicative claims and processing prior approval (PA) on claims that do not require PA.
- 59 ARRA Federal Enhanced Matching Funds Extension** (\$482,111,583) NR

Reduces General Fund appropriations anticipating that Congress will pass a law extending by six months the enhanced federal matching funds provided under the American Recovery and Reinvestment Act (ARRA) through June 2011.
- 60 ARRA Medicare Part D Clawback Savings** (\$79,419,834) NR

Reduces General Fund appropriations based on savings from enhanced federal matching funds provided by the American Recovery and Reinvestment Act (ARRA). The enhanced federal funds offset State funding for Medicaid paid to cover a portion of prescription drug costs paid by Medicare Part D for dually-eligible (Medicaid/Medicare) individuals. Savings also anticipate that Congress will pass legislation extending the enhanced rate for six months, through June 2011.

61 Medicaid Rebase

\$430,564,713 R

Increases General Fund appropriations to the FY 2010-11 Medicaid budget to account for 5.6% growth in eligibles above current levels (\$5,054,765); consumption (\$121,867,913); inflation for cost-settled providers (\$5,568,149); new services and mix of services (\$16,094,752); anticipated cost of flu (\$7,985,000); reductions not achieved in the previous fiscal year (\$225,537,633); and increased appropriations due to the change in the Federal Medical Assistance Percentage (FMAP) (\$48,456,502).

62 Adult Care Home Funds

\$5,000,000 R

Increases funding for adult care homes based on acuity levels for the personal care services provided in adult care homes. Funding will assist in the development of a 1915(c) Medicaid Assisted Living waiver for individuals that reside in adult care homes that meet skilled nursing level of care and currently receive State County Special Assistance (SA).

(7.0) Division of Health Service Regulation

63 Home Base Licensure and Certification Staff/Lexington Office

(\$92,038) R
 \$22,797 NR
 -2.00

Closes Lexington office and home-bases licensure and certification staff, eliminating operating costs and two administrative positions.

64 Medicaid Funding for Home Care Licensure and Certification

(\$104,739) R

Generates savings by collecting federal Medicaid receipts to support licensure and certification activities for home care agencies. Since home care agencies are Medicaid providers, this will allow DHSR to collect federal Medicaid receipts.

65 Fee for Adult Care Home Medication Aide Testing

(\$110,575) R

Establishes a \$25 fee for the testing and materials provided to adult care home medication aides to help defray the costs of administering the tests.

66 Fees for Adult Care Home Administrator Testing and Certificates

(\$35,240) R

Establishes a \$50 adult care home administrator test fee and a \$30 adult care home administrator certificate renewal fee. Certificate renewals occur every two years.

67 Nursing Home Licensure and Certification Funds

Replaces General Fund appropriations with federal receipts in the Nursing Home Licensure and Certification Section on a nonrecurring basis. The receipts come from civil monetary penalties assessed against nursing homes.

(\$1,741,551) NR

(8.0) Division of Social Services

68 Equipment, Travel and Supplies

Reduces funding for equipment, travel, and supplies within the Division of Social Services. This reduction was also taken on a non-recurring basis during FY 2009-10 to meet the projected revenue shortfall.

(\$492,000) R

69 Adult Care Home Case Management

Reduces over-budgeted funds for adult care home case management services, per historical reversions.

(\$150,000) R

70 Position Eliminations

Eliminates positions within the Division of Social Services.

(\$959,632) R

-15.00

71 Economic Services Contract

Eliminates funding for contracted installation and support for Supplemental Nutrition Assistance Program (SNAP) Electronic Benefit Transfer (EBT) infrastructure at Farmers Markets. Federal funds are available to support this initiative, and there has been limited vendor activity to date.

(\$192,166) R

72 Child Support Enforcement Consolidation

Streamlines functions within the Child Support Section and reduces operating funds to coincide with the elimination of sixteen State-operated Child Support Enforcement offices. Effective July 1, 2010, S.L. 2009-451 transitions financial and administrative responsibilities for local child support enforcement to twenty-eight counties presently served by the State offices. Under this proposal, approximately twenty filled and thirteen vacant positions within the central Child Support Section are eliminated.

(\$1,282,777) R

-33.00

- 73 Child Advocacy Centers** (\$375,000) R

Replaces recurring grants-in-aid for the twenty-two accredited Child Advocacy Centers statewide. This reduction is offset by a non-recurring allocation of Social Services Block Grant receipts for services provided by the Child Advocacy Centers during FY 2010-11.
- 74 NC REACH Post-Secondary Scholarship Program** (\$160,507) R

Reduces funding for NC REACH scholarships per projected growth in awards during FY 2010-11. This non-recurring reduction leaves \$1,584,125 available to support scholarships in FY 2010-11. In addition, funding for contractual case management services is reduced commensurate with actual FY 2009-10 obligations. (\$1,584,125) NR
- 75 Child and Family Teams** (\$420,804) R

Eliminates funding for twelve child and family team facilitator positions located in the following counties: Anson, Bertie, Duplin, Greene, Halifax, Hoke, Hyde, Martin, McDowell, Nash, Pamlico, and Vance. These funds support facilitator positions established for pilot programs in the above counties. The remaining eighty-eight counties have utilized other resources to hire facilitators.
- 76 Child Welfare Contracts** (\$1,238,821) R

Eliminates funding for 1) Multiple Response (\$229,086) and Adoption Programs (\$459,156); 2) Grants-in-Aid (\$413,044) for child placement services; and 3) Methamphetamine Training (\$137,535). This reduction eliminates funding for non-mandated services, conferences, and trainings. Additionally, because placement agencies receive standardized rates for children in foster care (standardization effective January 2009), supplementary grants-in-aid are no longer necessary. Lastly, prior Methamphetamine training and support to all county DSS' have led to the creation of community protocols, reducing the need for ongoing training.
- 77 Electing Counties' Work First State Funds** (\$2,378,213) R

Replaces funding for Electing Counties' Work First programs with Temporary Assistance for Needy Families (TANF) funds. This reduction does not reduce budgeted funds for Electing Counties' Work First County Block Grants or Work First Family Assistance.

- 78 State-County Special Assistance** (\$3,388,044) R
 Reduces funding in accordance with projected FY 2010-11 assistance levels. Counties' requirements are likewise reduced, due to equal financial participation for State-County Special Assistance. Projected savings are the result of the Special Assistance rate reduction that took effect October 1, 2009.
- 79 FMAP Extension - Foster Care & Adoption Assistance** (\$1,421,552) NR
 Reduces funding for foster care and adoption assistance payments per extension of the ARRA enhanced federal financial participation (FMAP) rate - base 6.2 percentage point increase from January 2010 through June 2010.
- 80 Temporary Assistance for Needy Families (TANF) Funds**
 Additional TANF funds, totaling \$16,176,036, are allocated to the Department of Public Instruction for the More at Four Pre-kindergarten program to replace an equivalent reduction in State funds.
- 81 Over-Realized Receipts** (\$450,000) NR
 Budgets prior year earned revenue on a non-recurring basis to offset an equivalent reduction in General Fund appropriations.
- 82 State Funding Authorizations for Counties** (\$2,390,896) R
 Continues a reduction in State funding authorizations for counties for Foster Care/Adoption Title IV-E, Child Protective Services-State, and Child Protective Services Title IV-E. These reductions were implemented during FY 2009-10 to cover the projected revenue shortfall.
- 83 Food Banks** \$1,000,000 NR
 Provides a non-recurring grant-in-aid to be equally distributed to the six regional food banks within North Carolina.
- 84 Child Welfare Education Collaborative** \$239,453 R
 Continues support of the Child Welfare Education Collaborative educational assistance program for social work students who commit to working in child protective services in county departments of social services.

(9.0) Office of Education Services

<p>85 Position Eliminations Eliminates positions within the Office of Education Services.</p>	<p>(\$2,127,065) R -50.00</p>
<p>86 Food Service Staffing Eliminates ten filled food service staff positions within the residential schools for the blind and deaf. The Department of Public Instruction's Child Nutrition Section, using USDA standards, audited the three residential schools' food service operations and determined that food service operations were over-staffed. Under USDA standards, meals per labor hour should average between 15 and 20. Present ratios at the residential schools are approximately 1.7 meals per labor hour.</p>	<p>(\$282,991) R -10.00</p>
<p>87 Temporary Staffing Reduces funding for temporary wages within the Office of Education Services.</p>	<p>(\$58,500) R</p>
<p>88 Residential School Administrative Staffing Consolidates functions among residential school administrative positions, requiring the directors of the residential schools to assume full oversight of academic and business operations. Eliminates two filled and one vacant position within the North Carolina School for the Deaf: School Principal, #60039101 - \$101,516 School Assistant Principal, #60039082 - \$88,786 School Assistant Principal, #60039080 - \$88,804 Eliminates two filled positions within the Eastern North Carolina School for the Deaf: School Principal, #60039225 - \$108,563 School Assistant Principal, #60039138 - \$85,317 Eliminates two filled positions within the Governor Morehead School for the Blind: School Principal, #60039380 - \$71,636 School Assistant Principal, #60039392 - \$60,764</p>	<p>(\$605,386) R -7.00</p>

Senate Subcommittee on Health and Human Services

FY 10-11

89 Beginnings, Inc. Contract (\$46,459) R
Reduces funding for training of early intervention and public school professionals. This is a 4.8% reduction in total funding for contractual services provided by Beginnings, Inc, leaving \$919,730 in recurring funding.

90 Office of Education Services (\$2,492,279) R
Eliminates the Office of Education Services Central Office, Resource Support, Governor Morehead School Outreach, Deaf/Blind, and Exceptional Children Support programs.

The oversight of the North Carolina School for the Deaf, Eastern North Carolina School for the Deaf, Governor Morehead School for the Blind, Governor Morehead Preschool, Early Intervention Services - Preschool, and Family Resource Center programs is transferred to the Department of Public Instruction, Exceptional Children Division by Type I transfer.

(11.0) Divisions of Services for the Blind and Services for the Deaf and Hard of Hearing

91 Special Assistance for the Blind Consolidation (\$287,807) R
Merges the Special Assistance for the Blind sub-program presently administered by the Division of Services for the Blind with the State-County Special Assistance program within the Division of Aging and Adult Services. -1.00

92 Over-Realized Receipts (\$176,256) R
(\$150,428) NR
Budgets receipts within the Division of Services for the Blind as follows: 1) Social Security Administration receipts (\$150,428) per successful vocational rehabilitation client employment outcomes on a non-recurring basis; and 2) Other vending receipts (\$155,829) for independent living services.

In addition, \$20,417 in Telecommunications Relay Trust Fund receipts are budgeted within the Division of Services for the Deaf and Hard of Hearing for general administration. These additional receipts were identified during FY 2009-10 through updates to DHHS cost allocation plans.

These cumulative receipts offset equivalent reductions in General Fund appropriations.

Senate Subcommittee on Health and Human Services

FY 10-11

93 Position Eliminations (\$93,421) R
 Eliminates positions within the Divisions of Services for the Blind, Deaf and Hard of Hearing. -2.00

94 Accessible Electronic Information for Blind and Disabled Persons \$75,000 NR
 Funds contracted electronic information services, which allow visually-impaired persons to access print media through telephone systems.

(12.0) Division of Vocational Rehabilitation

95 Position Eliminations (\$516,798) R
 Eliminates positions within the Division of Vocational Rehabilitation Services. -8.00

96 Aid & Public Assistance - Vocational Rehabilitation Basic Support (\$2,585,674) NR
 Reduces funding for vocational rehabilitation (VR) services. This reduction reflects maintenance of effort requirements for the VR Basic Support Grant, and leaves \$22,957,317 in appropriations for case services. DHHS implemented a non-recurring reduction of \$5,513,648 during FY 2009-10 to manage the projected revenue shortfall. DVRS will budget federal funds matched in prior years to partially offset this non-recurring reduction in FY 2010-11 appropriations.

Budget Changes	\$177,230,126	R
	(\$582,626,259)	NR
Total Position Changes		-182.00
Revised Total Budget	\$3,915,632,709	

**NATURAL
&
ECONOMIC
RESOURCES
Section H**

Agriculture and Consumer Services

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
\$60,559,608

Budget Changes

Department-wide

- | | |
|---|-----------------------------------|
| <p>1 Vacant Positions</p> <p>Eliminates 9.0 vacant positions across the Department.
Eliminated positions include:</p> <p>#60012677 Research Technician
#60011868 Technology Support Analyst
#60011886 Processing Assistant III
#60011902 Processing Assistant III
#60011965 Food Inspector
#65006175 Quality Assurance Manager
#60012160 Vet Lab Assistant I
#60012115 Livestock Compliance Officer
#60095971 Processing Assistant III</p> | <p>(\$440,218) R</p> <p>-9.00</p> |
| <p>2 IT Budget Reductions</p> <p>Reduces the Department's non-salary IT budget by 3%. This reduction is based on the average difference between budgeted and actual expenditures for the past four fiscal years.</p> | <p>(\$84,036) R</p> |
| <p>3 Travel Budget Reductions</p> <p>Reduces the budget for payments to the Motor Fleet Management (MFM) Division by 7.5%. This decrease reflects the recent rate reduction implemented by MFM.</p> | <p>(\$70,995) R</p> |
| <p>4 Equipment Budget Reductions</p> <p>Reduces the equipment budget in the Department by \$223,520. This represents approximately a 4.5% reduction to the Departments equipment budget.</p> | <p>(\$223,520) R</p> |

Ag Statistics

5 Operating Expense Reduction (\$32,500) R
 Reduces the budget for supplies and equipment within the Ag Statistics Division.

Emergency Programs

6 Contracts Funds (\$15,000) R
 Reduces funds for contracts within the Emergency Programs Division by \$15,000, approximately 12% of total funds for miscellaneous contractual services.

Food and Drug Protection

7 NC Egg Law Program (\$151,481) R
 Reduces the Egg Law Program by eliminating 3.0 positions and associated operating. One position will remain and will focus on investigations and consumer complaints. Other inspectors within the Food and Drug Protection Division will assume Egg Law inspection duties where possible. The eliminated positions include:

- #60011637 Egg Law Inspector
- #60011638 Egg Law Inspector
- #60011639 Egg Law Inspector

-3.00

8 Grade "A" Milk Program \$710,687 R
 Consolidates the Grade "A" Milk Program in the Division of Environmental Health in the Department of Environment and Natural Resources with the Dairy Program. The transfer includes 7.0 positions and \$710,687 in General Fund appropriations.

7.00

9 Over Realized Receipts (\$250,000) R
 Requires the Animal Feed & Pet Food Branch within the Food & Drug Protection Division to budget over realized receipts. The Branch has over realized receipts by at least \$250,000 each year since FY 2006-07.

Food Distribution

- 10 Fuel Budget to Federal Receipts** (\$50,000) R
 Fund shifts a portion of the diesel fuel budget within the Food Distribution division to Federal receipts. Federal receipts fund approximately 45% of the Division's operations.

General Administration

- 11 FFA Foundation, Inc** (\$2,376) R
 Reduces the recurring pass-through appropriation for the FFA Foundation, Inc by 5%, leaving \$45,144 recurring.

Plant Industry

- 12 Phytosanitary Fees** (\$20,000) R
 Increases phytosanitary fees within the Plant Industry Division. Subchapter 48A of North Carolina Administrative Code, Export Certification Inspection Fee, directly ties the Division's fee structure for phytosanitary inspections to the federal phytosanitary fee structure. This fee increase brings the Department's fee structure in line with USDA.

Public Affairs

- 13 Ag Review Publication** (\$25,000) R
 Reduces funding for publication of the Ag Review by \$25,000 and directs the Department to publish the Ag Review fewer times annually. The Ag Review is currently published 11 times a year. This represents a 15% reduction to the portion of the Public Affairs budget that is spent to produce the Ag Review.
- 14 Ag in the Classroom** (\$1,188) R
 Reduces the recurring pass-through appropriation for Ag in the Classroom by 5%, leaving \$22,572 recurring.

Structural Pest and Pesticides

- 15 Pesticide Section to Receipt Support** (\$726,324) R
 Eliminates General Fund support for the Pesticide Section by requiring the Section to budget over realized receipts and increasing fees. This change requires that 15.0 positions be transferred to receipt support. -15.00

- 16 Structural Pest Section Fees** (\$100,000) R
 Increases fees for certified applicator and license exams, structural licenses, structural certified applicator cards, and registered technician cards.

Veterinary Services

- 17 Rose Hill Vet Lab** (\$431,798) R
 Eliminates the Rose Hill Vet Lab. The Rose Hill Lab is the least active and oldest of the Division's five veterinary labs. Elimination of this lab will streamline laboratory processes and eliminate an underperforming facility. This will eliminate 7.0 positions, including:

 #60012203 Veterinarian
 #60012204 Veterinarian
 #60012205 Processing Assistant III
 #60012206 Processing Assistant III
 #60012208 Vet Lab Assistant I
 #60012209 Medical Lab Technologist I
 #60012214 Medical Lab Assistant II -7.00

- 18 Online Reporting of Lab Results** (\$25,000) R
 Directs the Veterinary Services Division to increase the use of online reporting of vet lab results. The Division shall default to online reporting of vet results but will provide printed results upon request. This \$25,000 reduction reduces the postage and printing budget for the Veterinary Services Division by approximately 25%.

Budget Changes	(\$1,938,749)	R
Total Position Changes	-27.00	
Revised Total Budget	\$58,620,859	

Senate Subcommittee on Natural and Economic Resources

Labor

GENERAL FUND

Total Budget Approved 2009 Session **FY 10-11**
\$17,400,863

Budget Changes

Department-wide

19 Salary Reserve (\$280,280) R
Reduces salary reserve across the Department by \$280,280.
Salary Reserve is the difference between the budgeted amount for a position and the actual salary paid.

20 Travel Budget Reductions (\$32,778) R
Reduces the budget for payments to the Motor Fleet Management (MFM) Division by 7.5%. This decrease reflects the recent rate reduction implemented by MFM.

21 Operating Expense Reduction (\$38,295) R
Reduces the operating budget across the Department by \$38,295.

Commissioner's Office

22 Administrative Position to Fee Support (\$52,784) R
Fund shifts an administrative position within the Commissioner's Office to fees generated by the Elevator and Amusement Device and Boiler Inspection Bureaus. -1.00

Occupational Safety & Health

23 Operating Expenses to Federal Receipts (\$341,184) R
Replaces General Fund appropriations for the Occupational Safety & Health Division with federal receipts. In FY 2008-09, federal receipts accounted for approximately 35.5% of the budget for Occupational Safety & Health.

Standards and Inspections

24 Apprenticeship Program

Reduces General Fund appropriation for the Apprenticeship program by 50% and fund shifts 7.0 positions to receipts. If sufficient receipts are not received to support the positions, these positions shall be eliminated.

(\$666,000) R

-7.00

Budget Changes

(\$1,411,321) R

Total Position Changes

-8.00

Revised Total Budget

\$15,989,542

Environment & Natural Resources

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
\$190,399,356

Budget Changes

(1.0) Department-wide

25 IT Budget Reductions (\$1,046,094) R
 Reduces the Department's non-salary IT budget by 7.3%. This reduction is based on the average difference between budgeted and actual expenditures for the past four fiscal years.

26 Travel Budget Reductions (\$120,432) R
 Reduces the budget for payments to the Motor Fleet Management (MFM) Division by 7.5%. This decrease reflects the recent rate reduction implemented by MFM.

27 Division of Environmental Assistance and Outreach (\$600,000) R
 Consolidates four divisions - the Office of Environmental Education, the Division of Pollution Prevention and Environmental Assistance, the Customer Service Center, and the Small Business Ombudsman - into one division, the Division of Environmental Assistance and Outreach. This consolidation eliminates 8.0 positions, operating expenses associated with these positions, and operating funds for the adult and elementary education programs formerly within the Office of Environmental Education. Eliminated positions include:

- #60035069 - Administrative Secretary II
- #60035079 - Information and Communication Specialist II
- #60035068 - Accounting Technician
- #60035979 - Artist Illustrator II
- #60035073 - Environmental Program Supervisor II
- #60035066 - Environmental Program Manager I
- #60036088 - Educational Development Consultant
- #60036091 - Educational Development Consultant

(2.0) Administration

28 Office of Conservation and Community Affairs (\$157,411) R
 Eliminates the Office of Conservation and Community Affairs by eliminating 1.0 Program Development Coordinators (position #60036193) and 1.0 Educational Development Consultant (position #60036213). The remaining positions, 2.0 Program Development Coordinator (positions #60036191 and #60036192), and operating funds shall be transferred to the Natural Resources Planning and Conservation Division. -2.00

(3.0) Coastal Management

29 Position to Receipt Support (\$48,788) R
 Fund shifts 0.5 of a district manager position to CAMA receipts. -0.50

(3.0) Environmental Assistance and Outreach

30 Sustainable Communities Task Force \$500,000 NR
 Provides funding for the Sustainable Communities Task Force to make North Carolina competitive to leverage federal Sustainable Communities Program funds. Housing and Urban Development has \$150,000,000 available in grant funding for this program this fiscal year. These funds will be used to provide grants to regional sustainable development partnerships.

31 Operating Expenses (\$250,000) R
 Fund shifts operating expenses to the Solid Waste Management Trust Fund.

(3.0) Environmental Health

32 Administrative Positions (\$173,395) R
 Eliminates the Deputy Director position (#60034382) for a savings of \$116,616 and an Information and Communication Specialist III position (#60034417) for a savings of \$56,779. These positions are no longer needed as a result of the transfer to the Division of Public Health. -2.00

33 Shellfish Sanitation	(\$124,635)	R
<p>Eliminates 1.0 vacant shellfish sanitation position (#60034496) for a savings of \$77,713; this position has been vacant since February 10, 2010. In addition, fund shifts 1/2 of 2.0 shellfish sanitation positions (#60034517 and #60034516) to receipt support for a savings of \$43,990. Reduces operating budget for scientific supplies by \$2,932. In order to streamline shellfish oversight, this program will be transferred to the Division of Marine Fisheries.</p>		
	-2.00	
34 Childhood Lead Poisoning Prevention Program	(\$141,730)	R
<p>Consolidates the Childhood Lead Poisoning Prevention program with the Adult Blood Lead Surveillance section in the Division of Public Health in DHHS. This reduction eliminates 1.0 vacant position (\$71,562, #60034294) and funding for reimbursements to counties (\$70,168).</p>		
	-1.00	
35 Public Health Pest Management	(\$158,096)	R
<p>Reduces grants-in-aid for mosquito pest management by 50% (\$143,096) and tick programs by 33% (\$15,000). Public Health Pest Management will be consolidated with the Epidemiology Communicable Disease Section in the Division of Public Health in DHHS.</p>		
36 WaDE Program	(\$131,088)	R
<p>Eliminates the appropriation for the WaDE program and its 2.0 associated positions (#60034370 and #60034306). The program was established to identify and eliminate discharges from straight pipes and failing septic systems in 23 western counties. In recent years, much of the responsibility for this program has shifted to local health departments.</p>		
	-2.00	
37 Food and Lodging Program	(\$200,000)	R
<p>Reduces aid to counties for food and lodging programs by 33%. Each county's share will be reduced from \$6,000 to \$4,000. This Program will be transferred to the Division of Public Health within the Department of Health and Human Services.</p>		

Senate Subcommittee on Natural and Economic Resources

FY 10-11

38 Bedding Program (\$17,008) R

Fund shifts a portion of rent for the Division to receipts collected from bedding inspections. This program will be transferred to the Division of Public Health within the Department of Health and Human Services.

39 Grade "A" Milk Program (\$710,687) R

Consolidates the Grade "A" Milk Program in the Division of Environmental Health with the Dairy Program in the Department of Agriculture and Consumer Services. This transfer includes 7.0 positions and \$710,687 in General Fund appropriations.

-7.00

40 Water Supply Section (\$55,540) R

Eliminates 1.0 vacant Business Officer position (#60034259) in the Water Supply Section. This position has been vacant since July 10, 2009. The Water Supply section will be transferred to the Division of Water Resources.

-1.00

(3.0) Land Resources

41 Dam Safety Fee

Provides for a one-time assessment on utilities to pay for 1.0 two-year time-limited Environmental Engineer position to manage and conduct dam safety inspections. This position will be wholly receipt supported by this assessment. The \$1,100 per dam equivalent fee is expected to generate approximately \$170,120.

42 Sediment and Erosion Control (\$101,357) R

Eliminates aid to local governments for the establishment of sediment and erosion control programs.

(3.0) Waste Management

43 Hazardous Waste Fees (\$80,000) R

Increases the hazardous waste generator fee from \$125 to \$170 per year for those who generate between 100 kilograms and 1,000 kilograms of waste per month.

Senate Subcommittee on Natural and Economic Resources

FY 10-11

44 Operating Budget & Positions to Receipts (\$165,405) R
 Fund shifts operating expenses and 2.1 positions to Mercury
 Pollution Prevention Fund receipts. -2.10

(3.0) Water Quality

45 Positions to Federal Support (\$442,875) R
 Shifts 8.0 General Fund Water Quality positions to federal grant
 support. -8.00

46 Well Drillers Program (\$379,181) R
 Eliminates the Well Drillers program. Ending this program
 eliminates 7.0 filled positions: -7.00

- 60035208 Hydrogeological Drilling Supervisor
- 60035209 Hydrogeological Drilling Technician II
- 60035210 Hydrogeological Drilling Technician II
- 60035211 Hydrogeological Drilling Technician II
- 60035212 Hydrogeological Drilling Technician I
- 60035213 Hydrogeological Drilling Technician I
- 60035214 Hydrogeological Drilling Technician I

(3.0) Water Resources

47 River Basin Commissions (\$35,000) R
 Reduces funding for the river basin commissions. \$5,000 will
 remain to support the work of these commissions.

48 Vacant Position and Operating Budget (\$252,134) R
 Eliminates 1.0 vacant Environmental Supervisor III position
 (\$104,750) and reduces the Division's operating budget for
 streamflow gages (\$73,692) and well drilling and repair
 (\$73,692). -1.00

(4.0) Aquariums

49 Staffing for Aquarium Special Activities and Events (\$714,297) R
 Eliminates the General Fund appropriation that supports special activities and events (\$410,000). Funds for special events and activities will be replaced by increased rental fees at the three Aquariums. 3.0 positions will be fund shifted to these increased receipts. General Fund appropriations used for daily operations is reduced by \$304,297, or approximately 3%. -3.00

(4.0) Forest Resources

50 Aircraft Operations (\$875,000) R
 Reduces personnel and operating expenses for aircraft operations by \$875,000. This reduction is consistent with the recommendations in the Program Evaluation Division's Study of State Aircraft. This reduction eliminates 8.0 pilot positions and 4.0 mechanic positions. The sale of the 18 eliminated aircraft is expect to result in \$2.25 million in one-time funds. (\$2,250,000) NR
-12.00

51 Aircraft Hangars (\$26,060) R
 Directs the Division to consolidate the location of aircraft and terminate the leases of five unnecessary hangars. This reduction is consistent with the recommendations of the Program Evaluation Division's Study of State Aircraft.

52 Liability Insurance (\$14,900) R
 Reduces funding for liability insurance in the Division of Forest Resources by 4.6%, leaving over \$280,000 for this purpose.

53 Principal Payments for Equipment (\$1,104,118) R
 Reduces funding for principal payments for new equipment. On average over the last four fiscal years, over a million dollars in funds have not been expended from this line item.

54 Turnbull Creek Educational State Forests (\$110,073) R
 Closes the Turnbull Creek Educational State Forest in Bladen County and eliminates one associated ranger position. -1.00

Senate Subcommittee on Natural and Economic Resources

FY 10-11

55 Rendezvous Educational State Forests (\$156,568) R
 Closes the Rendezvous Educational State Forest in Wilkes County and eliminates one associated ranger position. -1.00

56 Young Offenders Forest Conservation Program (BRIDGE) \$1,043,840 R
 Restores funding for the BRIDGE program, which was subject to Continuation Review in FY 2009-10. 10.00

(4.0) Marine Fisheries

57 Helicopter Operations (\$25,218) R
 Eliminates the Division's 3 helicopters and associated operating expenses in accordance with recommendations from the Program Evaluation Division's Study of State aircraft. The aircraft will be sold, generating one time revenue of \$190,000. (\$190,000) NR

58 Communication Equipment (\$32,322) R
 Reduces funding for communication equipment in the Division of Marine Fisheries by approximately 29.5%, or \$32,322.

59 Positions to Receipt Support (\$132,836) R
 Fund shifts 3.0 positions to receipt support (#60032528 - Public Information Asst IV, #60032665 - Info & Communication Spec I, and #60032536 - Info & Communication Spec). -3.00

(4.0) Museum of Natural Sciences

60 Public Programs (\$34,807) R
 Reduces funding for Academic Services within the Public Programs budget of the Museum of Natural Sciences.

61 Operating Expenses (\$138,688) R
 Reduces various operating expenses within the Museum of Natural Science by approximately 7%.

Senate Subcommittee on Natural and Economic Resources

FY 10-11

62 Temporary Wages (\$45,000) R
Reduces funds for temporary wages within the Museum of Natural Sciences by approximately 10%, leaving approximately \$450,000 for this purpose.

(4.0) Natural Resources Planning and Conservation

63 Conservation Information and Incentives Program (\$312,213) R
Replaces General Fund support for the Conservation Information and Incentives program with receipts from the Natural Heritage Trust Fund. This change shifts 5.5 positions to receipts. -5.50

64 Position to Receipts (\$10,686) R
Fund shifts a portion of an appropriated position (0.15) to receipts from the Natural Heritage Trust Fund. -0.15

(4.0) Parks and Recreation

65 Adopt-a-Trail Program (\$108,000) R
Eliminates State funding for the Adopt-a-Trail program. This leaves federal funds to support the program.

(4.0) Soil and Water Conservation

66 Agriculture Cost Share Financial Assistance Program (\$212,153) R
Reduces funding for the financial assistance portion of the Agriculture Cost Share Program by 5%, leaving approximately \$4 million in matching funds for implementing agricultural best management practices.

67 Conservation Reserve Enhancement Program (\$289,640) R
Reduces funding for the Conservation Reserve Enhancement Program (CREP) by 50%, leaving \$289,640 for this program.

68 Community Conservation Assistance Program (\$6,903) R
Reduces funding for the Community Conservation Assistance Program (CCAP) by approximately 5%, leaving \$131,155 for this program.

(4.0) Zoological Park**69 Vehicle Replacement Funds**

Reduces funding for the replacement of vehicles and trams for one year.

(\$500,000) NR

70 Tort Claims

Reduces funds available for tort claims by 80%, leaving \$10,000 for this purpose.

(\$40,000) R

(5.0) Reserves and Transfers**71 Grassroots Science Museums**

Reduces the recurring pass-through appropriation for the Grassroots Science Museums by 5%, leaving \$3,241,127 in funding.

(\$170,586) R

72 Partnership for the Sounds

Reduces the recurring pass-through appropriation for the Partnership for the Sounds by 5%, leaving \$481,560 in funding.

(\$25,345) R

73 Clean Water State Revolving Fund

Provides funding to meet the 20% State match requirement for drawing down the maximum available federal funds for the Clean Water (Wastewater Treatment Plant) State Revolving Fund. In addition to the amount appropriated, \$935,271 in interest earned on the Clean Water State Revolving Fund will be used to reach the full match amount of \$7,333,399.

\$6,398,128 NR

74 Drinking Water State Revolving Fund

Provides fund to meet the 20% State match requirement for drawing down the maximum available federal funds for the Drinking Water State Revolving Fund.

\$6,201,872 NR

Budget Changes

(\$8,932,429) R

\$10,160,000 NR

Total Position Changes

-59.25

Revised Total Budget

\$191,626,927

DENR-Clean Water Management Trust Fund

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11 \$50,000,000
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Budget Changes

Clean Water Management Trust Fund

75 No Change

Receives appropriation per S.L. 2009-451.

Budget Changes

Total Position Changes

Revised Total Budget **\$50,000,000**

Commerce

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
\$40,915,209

Budget Changes

Department-wide

76 Vacant Positions (\$479,221) R

Eliminates 8.0 vacant positions in the Department, including 3.0 positions from the State Energy Office, 1.0 position from the Wine and Grape Grower's Council, 1.0 administrative position in the Secretary's Office, 1.0 vacant position in Policy, Research, and Planning, and 2.0 vacant administrative positions in Business & Industry. -8.00

The positions are:

- 60014891 Energy Conservation Representative II
- 60014888 Energy Conservation Representative Supervisor
- 60014882 Energy Conservation Representative II
- 60077154 Administrative Assistant
- 60080971 Administrative Assistant
- 60080963 Program Assistant IV
- 65005907 Marketing Specialist
- 60081030 Economist

77 IT Budget Reduction (\$755,242) R

Reduces the Department of Commerce's non-salary IT budget by 7.9%. This reduction is based on the average difference between budgeted and actual expenditures for the past four fiscal years.

78 Travel Budget Reductions (\$36,284) R

Reduces the budget for payments to the Motor Fleet Management (MFM) Division by 7.5%. This decrease reflects the recent rate reduction implemented by MFM.

Business and Industry**79 Business Recruitment and Product Marketing**

Provides funding to attract businesses to locate operations in North Carolina and to increase the sale of North Carolina exports, including agricultural commodities.

\$875,000 NR

Commerce Finance**80 One NC Fund**

Provides additional funding for the One NC Fund to enhance the competitive position of North Carolina when recruiting national and international business and industry projects. Three percent of these funds shall be used for small business expansion.

\$15,000,000 NR

81 One NC Small Business Fund

Funds the One NC Small Business Fund program, which provides matching grants to businesses that qualify for federal SBIR/STTR Incentives funds.

\$1,500,000 NR

82 Job Maintenance and Capital Development (JMAC) Fund

Appropriates \$5.5 million for JMAC.

\$5,500,000 NR

83 Energy Research Grants

Appropriates \$1.5 million to Commerce for matching funds for US Department of Energy grants to support energy research and green jobs. \$500,000 of these funds shall be provided to the Research Triangle Institute to provide matching funds to leverage a \$15 million federal grant for energy and green jobs.

\$1,500,000 NR

84 In-Source NC Network

Provides funding to develop university-based buyer-supplier networks within emerging and established industry clusters inside the State. These buyer-supplier networks would be modeled on an existing network developed and operated through the NCSU College of Textiles.

\$150,000 NR

85 Lab-to-Market Funds/Commercialization

Provides funding for lab-to-market initiatives aimed at improving commercialization of products. \$300,000 of this funding shall be used to support the NC ACTION Opportunity Council, which helps smaller universities move forward promising technologies and ideas and get those ideas out into commercial use, creating more jobs sooner.

\$12,000,000 NR

Executive Aircraft

86 Aircraft to DOT

Eliminates the Executive Aircraft Division within the Department of Commerce, including 1.0 pilot position, 1.0 mechanic position, and \$300,000 in associated position and operating expenses. 3.0 pilots, 1.0 mechanic, \$500,000, and Commerce's two aircraft and their associated receipts will be transferred to the Aviation Division within the Department of Transportation (DOT). Commerce will retain \$127,315 for expenses related to using DOT's aircraft. This reduction reflects recommendations from the Program Evaluation Division's Study of State Aircraft.

(\$800,000) R

-2.00

Industrial Commission

87 Over Realized Receipts

Requires the Industrial Commission to budget over realized receipts.

(\$429,863) R

Science and Technology

88 Operating Budget Reduction

Reduces the Board of Science and Technology's budget by approximately 5%.

(\$18,000) R

Tourism, Film, and Sports Development

89 Brochure Fees

Directs the Division to implement fees for brochure space in Welcome Centers across the State and take a corresponding General Fund reduction. This reduction fund shifts 10.0 positions to receipt support from the new fees.

(\$500,000) R

-10.00

Senate Subcommittee on Natural and Economic Resources

FY 10-11

90 Tourism Matching Grants (\$129,976) R
 Eliminates 100% of funds for small matching grants for local tourism projects.

91 Tourism Marketing Funds \$875,000 NR
 Provides funding for marketing North Carolina as a tourist destination.

Wanchese Seafood Industrial Park

92 Oregon Inlet Project (\$248,327) R
 Eliminates 100% of funding for the Oregon Inlet Project. Funding is no longer being used for this purpose.

93 Operating Budget Reduction (\$10,000) R
 Reduces the Wanchese Seafood Industrial Park's operating budget by approximately 5%.

Wine and Grape Growers Council

94 Operating Budget Reduction (\$40,500) R
 Reduces the Wine and Grape Growers Council's operating budget by 5%.

Budget Changes	(\$3,447,413)	R
	\$37,400,000	NR
Total Position Changes	-20.00	
Revised Total Budget	\$74,867,796	

Commerce - State Aid

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11

\$15,388,725

Budget Changes

- | | | |
|---|-------------|---|
| 95 Land Loss Prevention | (\$37,235) | R |
| Reduces the recurring pass-through appropriation for Land Loss Prevention by 5%, leaving \$707,465 recurring. | | |
| 96 Institute of Minority Economic Development | (\$132,495) | R |
| Reduces the recurring pass-through appropriation for the Institute of Minority Economic Development by 5%, leaving \$2,517,405 recurring. | | |
| 97 Association of Community Development Corporations (CDCs) | (\$51,615) | R |
| Reduces the recurring pass-through appropriation for the Association of CDCs by 5%, leaving \$980,685 recurring. | | |
| 98 Minority Support Center | (\$164,670) | R |
| Reduces the recurring pass-through appropriation for the Minority Support Center by 5%, leaving \$3,128,730 recurring. | | |
| 99 Community Development Initiative | (\$246,460) | R |
| Reduces the recurring pass-through appropriation for the Community Development Initiative by 5%, leaving \$4,682,740 recurring. | | |
| 100 e-NC Authority | (\$23,265) | R |
| Reduces the recurring pass-through appropriation for the e-NC Authority by 5%, leaving \$442,035 recurring. | | |

Senate Subcommittee on Natural and Economic Resources

FY 10-11

<p>101 Councils of Government (COGs) Reduces the recurring pass-through appropriation for the COGs by 5%, leaving \$403,750 recurring.</p>	<p>(\$21,250) R</p>
<p>102 High Point Furniture Market Reduces the recurring pass-through appropriation for the High Point Furniture Market by 5%, leaving \$806,479 recurring.</p>	<p>(\$42,446) R</p>
<p>103 Defense and Security Technology Accelerator Reduces the non-recurring pass-through appropriation for the Defense and Security Technology Accelerator by 5%, leaving \$950,000 non-recurring.</p>	<p>(\$50,000) NR</p>
<p>104 Minority Support Center Provides \$750,000 for funds for small business loans for those that have limited access to credit.</p>	<p>\$750,000 NR</p>
<p>105 Regional Economic Development Commissions Provides funding to support the seven Regional Economic Development Commissions.</p>	<p>\$5,000,000 NR</p>

Budget Changes	(\$719,436) R
	\$5,700,000 NR
Total Position Changes	
Revised Total Budget	\$20,369,289

Senate Subcommittee on Natural and Economic Resources

N.C. Biotechnology Center

GENERAL FUND

FY 10-11

Total Budget Approved 2009 Session

\$14,501,900

Budget Changes

106 Operating Reductions

(\$725,095) R

Reduces the recurring pass-through appropriation for the N.C. Biotechnology Center by 5%, leaving \$13,776,805 recurring.

Budget Changes

(\$725,095) R

Total Position Changes

Revised Total Budget

\$13,776,805

Rural Economic Development Center

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	\$23,832,436

Budget Changes

- | | | | |
|---|--|---------------|----|
| 107 Operating Reductions | | (\$1,191,622) | R |
| | Reduces the recurring pass-through appropriation for the Rural Center by 5%, leaving \$22,640,814 recurring. | | |
|
108 Home Grown Jobs | | | |
| | Provides additional funding for the Rural Center's Building Reuse and Restoration Program to strengthen the capacity of rural communities to compete for and attract new and expanding businesses. Funding for small-scale regional community development projects is also included. | \$3,125,000 | NR |
|
109 Small Business Assistance Fund | | | |
| | Provides funding to the Rural Center to continue the Small Business Assistance Fund. | \$1,000,000 | NR |

Budget Changes	(\$1,191,622)	R
	\$4,125,000	NR
Total Position Changes		
Revised Total Budget	\$26,765,814	

JUSTICE
&
PUBLIC SAFETY
Section I

Judicial

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
\$463,753,479

Budget Changes

1 Establish a Management Flexibility Reserve	(\$3,300,000)	R
Establishes a Management Reserve to provide the Administrative Office of the Courts the flexibility to determine where reductions can be made.	(\$3,300,000)	NR
2 Reduce Technology Services Program	(\$2,616,294)	R
Reduces the budget for the Administrative Office of the Courts' Technology Services Program by 8%. The AOC is authorized to delay or cancel technology projects in its discretion to achieve this reduction.		
3 Eliminate Vacant Central Office Positions	(\$1,082,420)	R
Eliminates vacant positions in the Central Administration of the Administrative Office of the Courts.	-18.75	
4 Reduce DA's Conference Funding	(\$100,000)	R
Reduces funding for the Conference of District Attorneys by \$100,000, approximately 25% of the agency budget. This reduction will eliminate one position and associated costs.	-1.00	
5 Eliminate Vacant DA and Clerk Positions	(\$1,769,574)	R
Eliminates vacant positions statewide in Clerks' and District Attorneys' offices.	-39.00	
6 Reduce Operating Accounts to FY 2008-09 Levels	(\$1,164,843)	R
Reduces various operating budgets throughout the Department to FY 2008-09 actual expenditure levels.		
7 Reduction to Administration	(\$2,383,890)	R
Reduces the Administrative Office of the Courts central administration budget by 5%.		

Senate Subcommittee on Justice and Public Safety

FY 10-11

8 Reduce Dispute Settlement Center Pass Through	(\$59,974)	R
Reduces the pass-through appropriation to the Dispute Settlement Centers by 5%.		

9 Reduce NC Bar-Civil Justice Funds	(\$37,500)	R
Reduces the pass-through appropriation to the NC Bar Association for Access to Civil Justice by 5%.		

10 Reduce Financial Protection Law Center	(\$3,750)	R
Reduces the pass-through appropriation to the Financial Protection Law Center by 5%.		

Budget Changes	(\$12,518,245)	R
	(\$3,300,000)	NR
Total Position Changes	-58.75	
Revised Total Budget	\$447,935,234	

Judicial - Indigent Defense

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	\$120,132,010

Budget Changes

Department-wide

11 Reduce Various Operating Accounts (\$264,200) R
 Reduces the operating budget in temporary personnel, registration fees, travel, communications, books and publications, and other operating expenses.

Indigent Person Attorney

12 Reduce PAC Continuation Budget (\$5,750,000) NR
 Reduces the Private Assigned Counsel (PAC) Continuation Budget. The Office of Indigent Defense Services expects to end the fiscal year without carrying forward any unpaid PAC bills.

13 Reduce NC Prisoner Legal Services Program budget (\$142,031) NR
 Reduces the NC Prisoner Legal Services Program (PLS) budget by 5% nonrecurring, leaving \$2.7 million recurring.

14 Reduce Center for Death Penalty Litigation Funding (\$23,821) R
 Reduces Center for Death Penalty Litigation appropriation by 5%, leaving \$452,604.

15 Increase the Attorney Appointment Fee (\$250,000) R
 Increases the Attorney Appointment Fee by \$10 to \$60.

Sentencing Services

16 Restore Sentencing Services Program \$2,235,185 R
 Restores the Sentencing Services Program.
 11.50

Budget Changes	\$1,697,164	R
	(\$5,892,031)	NR
Total Position Changes		11.50
Revised Total Budget	\$115,937,143	

Senate Subcommittee on Justice and Public Safety

Justice

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	\$88,652,538

Budget Changes

A. Department-wide

- 17 Eliminate Vacant Positions** (\$390,991) R
 Eliminates vacant positions throughout the agency.
 -9.00
- 18 Operating Reductions** (\$1,237,000) R
 Reduces various operating budgets throughout the Department to
 FY 2008-09 actual expenditure levels. (\$1,200,000) NR
- 19 Reduce Salary Reserve** (\$175,000) R
 Reduces various personal services line items throughout the
 Department to reflect actual salaries.

B. Legal Services

- 20 Increase Medicaid Fraud Recovery Receipts** (\$168,566) R
 Adjusts the budgeted receipts for Medicaid Fraud Recovery to
 reflect twelve months of collections. This reduction was
 implemented in the FY 2009-10 budget, but the reduction only
 accounted for six months of collections.
- 21 Medicaid Fraud Criminal Investigation Team** \$600,000 R
 Provides funds to expand the Medicaid Fraud Criminal
 Investigation Team. The expanded unit will consist of sworn
 investigators, attorneys, program assistants, financial
 investigators, and administrative support personnel. This
 investigative unit is responsible for obtaining convictions of
 community service providers that commit fraud, recovering
 restitution and civil penalties for the benefit of the Medicaid
 Program and the Civil Forfeiture Fund, and deterring fraud.
 25.00
- 22 NC LEAF Funds** (\$18,750) R
 Reduces the pass-through appropriation for the NC Legal
 Education Assistance Fund (NC LEAF) by 5%. The FY 2010-11
 appropriation for this non-profit will be \$356,250.

C. State Bureau of Investigation (SBI)

23 SBI Equipment Reduction

(\$400,000) R

Reduces the budget for equipment purchases in the State Bureau of Investigation.

Budget Changes	(\$1,790,307)	R
	(\$1,200,000)	NR
Total Position Changes	16.00	
Revised Total Budget	\$85,662,231	

Juvenile Justice & Delinquency Prevention

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
\$147,183,945

Budget Changes

Administrative Services

24 Reduce Administrative Services Budget	(\$362,913)	R
Reduces the Administrative Services Budget by 5%.		

Community Services

25 Eliminate Juvenile Assessment Center Funding	(\$124,075)	R
Eliminates the direct State appropriation for the Juvenile Assessment Center (JAC) in Cumberland County. JAC also receives a Juvenile Crime Prevention Council county allocation and local funding.		

26 Reduce Project Challenge Funding	(\$6,400)	R
Reduces the Project Challenge appropriation by 5%, leaving \$121,600. Project Challenge continues to receive \$1.4 million from county Juvenile Crime Prevention Councils.		

Department-wide

27 Eliminate Vacant Positions	(\$1,158,829)	R
Eliminates vacant positions throughout the agency.		
	-31.50	

28 Reduce Continuation Budget Increases	(\$546,521)	R
Reduces Continuation Budget increases to a level at or below the FY 2008-09 Authorized Budget.		

Youth Development Centers

29 Reduce YDC Budget	(\$2,538,342)	R
Reduces the YDC Budget by 5% based upon a reduction in commitments. The number of commitments to the Department declined to 365 last year, down 70% since 1999.		

Budget Changes	(\$4,737,080)	R
Total Position Changes	-31.50	
Revised Total Budget	\$142,446,865	

Correction

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11

\$1,326,492,230

Budget Changes

30 Reduce Continuation Budget for Lower Population	(\$39,189,651)	R
Reduces continuation budget increases from FY 2009-10 to account for a lower-than-projected inmate population. Although the Division of Prisons remains overcrowded, new admissions have leveled following a surge in 2008 and 2009, resulting in a lower inmate count than previously expected as of June 30, 2010.		
31 Budget Alien Assistance Receipts	(\$872,000)	NR
Reduces General Fund appropriations to the Department of Correction by \$872,000 to account for receipts from the federal State Criminal Alien Assistance Program.		
32 ITS Billing Reduction	(\$200,000)	R
Reduces the appropriation to the Department of Correction for communications and other data processing to account for lower rates charged by the Office of Information Technology Services.		
33 Transfer Four Positions to Receipt Support	(\$182,500)	R
Transfers four positions in the DOC Controller's Office that handle Inmate Welfare Fund accounting to receipt support from the Welfare Fund, and eliminates the General Fund appropriation for those positions.		
	-4.00	
34 Reduce Vehicle Replacement Budget	(\$1,500,000)	NR
Reduces the Vehicle Replacement line item on a non-recurring basis.		
35 Reduce Fuel Oil Budget	(\$500,000)	R
Reduces the Fuel Oil line item on a recurring basis.		
36 Reduce PC Equipment	(\$300,000)	NR
Reduces the Personal Computer Equipment line item on a non-recurring basis.		

Senate Subcommittee on Justice and Public Safety

FY 10-11

- 37 Reduce Equipment Accounts**
Reduces various equipment accounts on a non-recurring basis. (\$800,000) NR

- 38 Reduce Supply Accounts**
Reduces various supply accounts on a non-recurring basis. (\$800,000) NR

- 39 Eliminate .223 Rifle Training**
Eliminates a component of rifle training and reduces annual costs for ammunition and targets. (\$54,757) R

- 40 Reduce Our Children's Place Funds**
Reduces the pass-through appropriation for Our Children's Place by 5%, leaving \$104,025. (\$5,475) R

Alcoholism and Chemical Dependency Programs

- 41 Eliminate Four Program Positions**
Eliminates four DACDP positions that work in the In-Prison Out Patient Services at South Piedmont, Western Youth and North Piedmont. (\$211,060) R
-4.00

Community Corrections

- 42 Reduce Criminal Justice Partnership Program**
Reduces the Criminal Justice Partnership Program by \$1.1 million nonrecurring, which leaves \$8.3 million for allocations for county programs. This reduction will not affect the core operations of the program. (\$1,100,000) NR

- 43 Reduce Contractual Services**
Reduces the Contractual Services budget in the Division of Community Corrections. (\$50,000) R

- 44 Eliminate Community Corrections Positions**
Eliminates two Division of Community Corrections positions and their associated costs. These positions are duplicative due to the automation of the parole/post-release violation process. (\$142,910) R
-2.00

Senate Subcommittee on Justice and Public Safety

FY 10-11

- 45 Reduce Harriet's House Funds** (\$10,313) R
 Reduces the pass-through appropriation to Passage Home for Harriet's House by 5%, leaving \$195,938.
- 46 Reduce Summit House Funding** (\$55,408) R
 Reduces the pass-through appropriation to Summit House by 5%, leaving \$1,052,756.
- 47 Reduce Women At Risk Funding** (\$13,125) R
 Reduces the pass-through appropriation to Women At Risk by 5%, leaving \$249,375.

Prisons

- 48 Reduce Inmate Medical Costs** (\$20,500,000) R
 Reduces the appropriation for medical services for inmates based on implementation of a fee schedule for outpatient and other services provided outside the prison unit. The fee schedule is based on the rates authorized by the Medicaid program.
- 49 Eliminate Seven DOP Administrative Positions** (\$359,384) R
 Eliminates seven positions in the central office of the Division of Prisons. The Department has discretion to identify the positions to reach the cut level of \$359,384. -7.00
- 50 Consolidate Administrative Positions at Prisons** (\$149,038) R
 Consolidates administrative functions between Brown Creek Correctional Center and Piedmont Correctional Institution and eliminates four duplicative positions. -4.00
- 51 Modify Close Custody Inmate Transfers** (\$74,150) R
 Reduces the transportation budget based on reducing the frequency of inter-facility transfers of close custody inmates from every week to every other week.
- 52 Reduce Drug Testing Frequency** (\$130,000) R
 Changes the drug testing policy to 10% instead of 15% frequency and reduces appropriations to pay for analysis.

53 Reduction in Clothing Budgets

Reduces funding for inmate clothing and officer uniforms within the Division of Prisons.

(\$500,000) NR

54 Operating Reserves for Central Prison Hospital

Establishes an operating reserve and creates positions to staff the Central Prison Hospital and Mental Health Facility. This facility is scheduled for completion in August 2011, and occupancy in October 2011. This reserve will allow positions to be established so staff can be recruited and trained prior to the projected occupancy date.

\$6,767,918 R
\$774,843 NR
554.00

55 Operating Reserve for Women's Prison Hospital

Establishes an operating reserve and creates positions to staff the hospital and mental health facility at NC Correctional Institution for Women, scheduled for completion in August 2011, and occupancy in October 2011. This fund will allow recruitment and training to be completed prior to occupancy.

\$3,000,017 R
\$725,157 NR
227.00

56 Prisoner Education Program

Appropriates \$2,350,256 to the Department of Correction to pay tuition for inmates in Community College basic skills, GED, and vocational programs. This is a partial restoration of the Prisoner Education Program which was placed on Continuation Review in 2009. The Education Section of the budget includes an appropriation to the Community College System of \$17,649,735.

\$2,350,256 R

Budget Changes

(\$49,709,580) R

(\$4,372,000) NR

Total Position Changes

760.00

Revised Total Budget

\$1,272,410,650

Senate Subcommittee on Justice and Public Safety

Crime Control and Public Safety

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11

\$33,718,963

Budget Changes

A. Department-wide

57 Eliminate Vacant Positions	(\$516,174)	R
Eliminates vacant positions throughout the Department.		
	-12.00	

B. Administration

58 Law Enforcement Support Services (LESS)	\$300,000	R
Partially restores a reduction to the LESS budget. In the 2009 Budget, LESS was directed to establish a fee schedule to become 100% receipt supported. They have been unable to find sufficient fees to sustain their operations. This item provides continued General Fund support to them while a fee schedule is developed. LESS coordinates the distribution of excess federal property for local law enforcement agencies, provides evidence and DNA storage, and administers a program to provide lower-cost vehicles and other equipment to law enforcement.		
	5.00	

C. National Guard

59 National Guard Armory Maintenance	\$600,000	R
Provides funds for maintenance and operation of plant for the National Guard's 97 armories.		

D. Alcohol Law Enforcement (ALE)

60 ALE Equipment Reduction	(\$200,000)	R
Reduces the appropriation for equipment for Alcohol Law Enforcement.		
	(\$200,000)	NR

E. Victim's Compensation Services

61 Victim's Compensation Fund

Reduces the appropriation for Victim's Compensation to actual expenditure levels for FY 2010-11.

(\$1,300,000) NR

Budget Changes	\$183,826	R
	(\$1,500,000)	NR
Total Position Changes	-7.00	
Revised Total Budget	\$32,402,789	

**GENERAL
GOVERNMENT
Section J**

Senate Subcommittee on General Government
Administration

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
\$67,446,884

Budget Changes

1111 Office of the Secretary

1 Reduce Various Operating Expenses (\$164,089) R
Reduces miscellaneous operating expenses.

Temporary services (\$104,089)
Contracted services (\$60,000)

1121 Fiscal Management

2 Transfer 1.5 FTE to Receipt Support (\$83,250) R
Transfers salaries and benefits for 1.5 FTE to receipt support:

60014102: Accountant (0.50 FTE)
60014119: Accountant (0.25 FTE)
60014118: Accountant (0.50 FTE)
60014107: Accounting Technician (0.13 FTE)
60014119: Accounting Technician (0.12 FTE)

531211 (\$231,434)
531511 (\$17,705)
531521 (\$24,324)
531561 (\$24,645)

1122 Human Resources Management

3 Transfer 1.2 FTE to Receipt Support (\$71,271) R

Transfers salaries and benefits for 1.2 FTE to receipt support:

- 60014092: Staff Development Specialist III (0.20 FTE)
- 60014094: Safety Officer III (0.20 FTE)
- 60014098: Personnel Technician I (0.20 FTE)
- 60014096: Personnel Technician II (0.20 FTE)
- 60014093: Personnel Analyst II (0.20 FTE)
- 60014097: Personnel Analyst II (0.20 FTE)

- 531211 (\$55,311)
- 531511 (\$4,231)
- 531521 (\$5,813)
- 531561 (\$5,915)

1123 Historically Underutilized Businesses

4 Reduce Rent (\$37,740) R

Reduces budgeted rent due to move to DOA-owned space:

- 532512: (\$37,740)

5 Transfer 1.0 FTE to Office of State Personnel (\$60,372) R

Transfers salary and benefits for 1.0 FTE to the Office of State Personnel:

-1.00

- 60014896: HUB Compliance Officer - Construction Outreach
- 531211 (\$46,922)
- 531511 (\$3,590)
- 531521 (\$4,932)
- 531561 (\$4,929)

1241 Management Info. Systems

6 Reduce LAN Serv Chg (\$56,521) R

Reduces LAN Service Charge:

- 532822: (\$56,521)

1264 Agency for Public Telecommunications

7 Transfer 1.0 FTE to Receipt Support

(\$67,442) R

Transfers salary and benefits for 1.0 FTE to receipt support:

60014549: TV Producer/Director II

- 531211 (\$52,905)
- 531511 (\$4,047)
- 531521 (\$5,560)
- 531561 (\$4,929)

1311 Office of State Personnel

8 Reduce Various Operating Accounts

(\$365,336) R

Reduces various operating accounts:

- 532821 Computer/Data Processing Services (\$185,395)
- 532170 Temporary Employees (\$50,000)
- 532700 Travel (\$15,000)
- 533110 Supplies - General Office (\$15,000)
- 534511 Supplies - Office Furniture (\$10,000)
- 535830 Membership & Dues (\$15,000)
- 536905 Employer OJT Incentive (\$15,941)
- 532143 LAN Support Serv. (\$10,000)
- 532144 PC Printer Support Serv. (\$20,000)
- 532812 Telecomm. Data Charge (\$12,000)
- 532822 Managed LAN Services (\$7,000)
- 532930 Registration Fees (\$10,000)

9 Eliminate Filled Position

(\$82,039) R

Eliminates salaries and benefits for 1.0 filled position:

60013771: HR Partner

-1.00

- 531211 (\$65,259)
- 531511 (\$4,992)
- 531521 (\$6,859)
- 531561 (\$4,929)

1411 State Construction Office

10 Eliminate 2.0 Filled and 1.0 Vacant Positions (\$297,924) R
 Eliminates salaries and benefits of two filled positions and one vacant position. Specific positions for elimination have not yet been identified; the Department has flexibility to consolidate and/or eliminate positions in order to meet this reduction. -3.00

1412 State Property Office

11 Eliminate 1.0 Vacant Position (\$73,423) R
 Eliminates salary and benefits for 1.0 vacant position: -1.00
 60014649: Administrative Assistant II
 531211 (\$57,967)
 531511 (\$4,434)
 531521 (\$6,092)
 531561 (\$4,929)

1421 Facilities Management

12 Reduce Operating Expenses (\$211,849) R
 Reduces operating expenses:
 534500 Equipment (\$100,000)
 532500 Equipment rental (\$50,000)
 533300 Vehicle Operating Costs (\$50,000)
 532300 Repairs (\$11,849)

13 Shift Recycling Costs to Receipt Support (\$29,503) R
 Shifts recycling costs to receipt support. Receipts are from other state agencies whose recycling services are provided by DOA in buildings that are not owned by DOA.

14 Reduce Janitorial Services (\$855,009) R
 Reduces janitorial services from five days a week to two days a week.

Senate Subcommittee on General Government

FY 10-11

15 Eliminate 2.0 Vacant Positions	(\$89,038)	R
Eliminates salaries and benefits for two vacant positions:		
	-2.00	
60014806: Building & Environmental Supervisor		
60014846: Facilities Maintenance Technician - Building Trades		
531211 (\$67,011)		
531511 (\$5,126)		
531521 (\$7,043)		
531561 (\$9,858)		
 16 Eliminate 4.0 Filled Positions	 (\$200,698)	 R
Eliminates salaries and benefits of four filled positions:		
	-4.00	
60014738 Construction & Renovation Design Tech I		
60014742 Electronics Technician III		
60014769 Administrative Assistant III		
60014777 Processing Assistant IV		
531211 (\$153,167)		
531511 (\$11,717)		
531521 (\$16,098)		
531561 (\$19,716)		
 17 Increase Various Operating Expenses	 \$252,454	 R
Increases the following operating items:		
533510: Uniforms	\$2,454	
532199: Misc. Contractual Services	\$250,000	
 18 Add 8.0 Positions	 \$595,301	 R
Adds 8.0 FTE positions:		
	8.00	
531211 Salary	\$464,571	
531511 Social Security	\$35,540	
531521 Retirement	\$48,826	
531561 Hospitalization	\$39,432	
531631 Worker's Compensation	\$6,932	

Senate Subcommittee on General Government

FY 10-11

19 Increase Budgeted Utility Costs

\$561,722 R

Increases budgeted utility costs:

532210 Engr Ser-Electrical	\$302,462
532220 Engr Serv-Nat Gas/Propane	\$163,979
532230 Engr Ser-Water & Sewer	\$23,126
532911 Property Insurance	\$72,155

1511 Purchase & Contracts

20 Transfer 2.9 FTE to Receipt Support

(\$225,268) R

Transfers salaries and benefits of 2.9 FTE to receipt support:

60013901: State Procurement Specialist III (1.0 FTE)
60013860: State Procurement Specialist III (1.0 FTE)
60013899: State Purchase Administrator (0.9 FTE)

531211 (\$178,549)
531511 (\$13,659)
531521 (\$18,766)
531561 (\$14,294)

21 Reduce Various Operating Expenses

(\$12,500) R

Reduces budget for repairs to building.

1731 NC Council for Women/DV Commission

22 Transfer 1.5 FTE to Receipt Support

(\$62,196) R

Transfers salaries and benefits of 1.5 FTE to receipt support:

60014074: Community Development Specialist I (0.50 FTE)
60019848: Community Development Specialist I (1.0 FTE)

531211 (\$73,813)
531511 (\$5,647)
531521 (\$7,758)
531561 (\$7,394)

Senate Subcommittee on General Government

FY 10-11

23 Eliminate 1.0 Filled Position

(\$61,219) R

Eliminates salary and benefits for one filled position:

-1.00

60014086 Administrative Officer I

531211 \$47,639

531511 \$3,644

531521 \$5,007

531561 \$4,929

1734 Rape Crisis Program

24 Fund Grants at FY 2009-10 Level

Funds Rape Crisis grants at FY 2009-10 level.

(\$151,119) NR

1741 Human Relations Commission

25 Reduce Rent

(\$24,455) R

Reduces budgeted rent due to move to DOA-owned space:

532512: (\$24,455)

1771 Veterans Affairs

26 Shift 2.0 Positions to Receipt Support

(\$73,286) R

Shifts salaries and benefits of 2.0 FTEs to receipt support:

60014225: Processing Assistant III

60014232: Processing Assistant III

531211 (\$53,680)

531511 (\$4,107)

531521 (\$5,642)

531561 (\$9,858)

27 Reduce Operating Expenses

(\$51,453) R

Reduces operating expenses:

533100 Travel (\$20,000)

532700 Supplies (\$10,000)

534500 Equipment (\$21,453)

1781 Domestic Violence Program

28 Fund Grants at FY 2009-10 Level

Funds Domestic Violence grants at FY 2009-10 level.

(\$243,115) NR

1810 State Ethics Commission

29 Operating Budget Adjustment to Rent

Eliminates funds for office rent as Commission is now housed in State office space.

(\$60,000) R

532512 Rent of Offices (\$60,000)

30 Increased Support for the State Ethics Commission

Appropriates funding for four positions and operating expenses to ensure the State Ethics Commission has resources for design, implementation, training, and technological support for an online/electronic personal and financial disclosure system (Statement of Economic Interest, or SEI), and to meet the gift ban requirement.

\$547,600 R

4.00

531211 Salaries	\$218,281
531511 Soc Sec	\$16,091
531521 Retirement	\$22,368
531516 Med Insurance	\$19,716
532140 Oth ITS	\$20,400
532144 PC/Printer Support Svcs	\$1,680
532535 Lease Server Equip	\$13,817
532542 Lease Software	\$3,691
5327XX Travel	\$1,500
532811 Telephone Svcs	\$1,500
532815 E-Mail and Calendaring	\$156
5329XX Registration & Ed Expenses	\$300
533XXX Supplies	\$2,000
535830 Subscriptions	\$6,000
532140 Oth ITS	\$115,600
532199 Oth Contractual Svcs	\$100,000
534511 Office Furniture	\$2,000
534521 Office Equipment	\$2,000
534713 PC Software	\$500

1861 Commission on Indian Affairs

- 31 Reduce Rent** (\$29,985) R
 Reduces budgeted rent due to move to DOA-owned space:
 532512: (\$29,985)

Department-Wide

- 32 Reduce Travel Expenditures** (\$15,000) R
 Reduces travel expenditures across the agency.

- 33 Adjust ITS Rate** (\$3,172) R
 Reduces line item for ITS based on reduction in ITS rates.
 532140: (\$3,172)

- 34 Eliminate 8.0 Vacant Positions** (\$356,715) R
 Eliminates salaries and benefits for eight vacant positions department-wide: -8.00
 60013887: State Purchase Administrator
 60013965: Summer Intern
 60014664: Administrative Assistant III
 60013878: Processing Assistant V
 60014215: Accounting Technician
 65009979: Accountant
 60014716: Building & Environmental Technician
 60014836: Building & Environmental Technician

 531211 (\$272,999)
 531511 (\$20,731)
 531521 (\$28,482)
 531561 (\$34,503)

Budget Changes	(\$1,763,676)	R
	(\$394,234)	NR
Total Position Changes	-9.00	
Revised Total Budget	\$65,288,974	

Senate Subcommittee on General Government

Auditor

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11

\$13,255,123

Budget Changes

1120

35 Reduce Various Operating Accounts (\$80,000) R

Reduces various operating accounts:

- 532942 Other Employee Educational Expense (\$12,000)
533110 General Office Supplies (\$10,000)
532430 Maint Agreement - Equipment (\$6,000)
532441 Maint Agreement - Other Software (\$24,000)
532332 Repairs - Other Computer Equip (\$8,000)
532811 Telephone Service (\$20,000)

1210 Field Audit

36 Eliminate 5.0 Vacant Positions (\$440,161) R

Eliminates salaries and benefits for 5.0 vacant positions:

- 60008843: Assistant State Auditor
60096307: Assistant State Auditor
60008948: Assistant State Auditor
60089837: Assistant State Auditor
60008867: Assistant State Auditor

- 531211 (\$351,655)
531511 (\$26,902)
531521 (\$36,959)
531561 (\$24,645)

-5.00

37 Shift 1.0 Position to Receipt Support. (\$60,033) R

Shifts salary and benefits of 1.0 FTE to receipt support due to creation of billing for Battleship/State Ports Authority audits.

60008998: Assistant State Auditor

- 531211 (\$46,635)
531511 (\$3,568)
531521 (\$4,901)
531561 (\$4,929)

Senate Subcommittee on General Government

FY 10-11

38 Reduce Various Operating Accounts

(\$197,000) R

Reduces various operating accounts:

532714 Transp-Ground - In-state	(\$20,400)
532721 Lodging - In-state	(\$29,600)
532724 Meals - In-state	(\$22,700)
532725 Meals - Out-of-state	(\$6,500)
532715 Trans-Ground - Out-of-state	(\$3,800)
532722 Lodging - Out-of-state	(\$1,300)
532723 Misc. Travel	(\$1,900)
532726 Misc. Travel	(\$250)
534511 Office Furniture	(\$16,000)
534521 Office Equipment	(\$9,000)
534530 Other DP Equipment	(\$10,000)
534533 LAN Equipment	(\$30,000)
534534 PC/Printer Equipment	(\$30,000)
534535 Server Equipment	(\$55,550)

Budget Changes

(\$777,194) R

Total Position Changes

-5.00

Revised Total Budget

\$12,477,929

Senate Subcommittee on General Government

Cultural Resources

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11

\$73,249,990

Budget Changes

1110 Office of the Secretary

39 Operating Budget and Personnel Adjustments

(\$169,749) R

Reduces funding for Misc Contractual Services. Additionally, thirty-six positions will remain vacant for four months of FY 2010-11 with a non-recurring reduction of \$417,756.

(\$417,756) NR

532199 Misc Contractual Services (\$169,749)

1120 Administrative Services

40 Personnel and Operating Budget Adjustments

(\$130,791) R

Eliminates salary and benefits of a vacant Purchasing Agent II position (#60083290), and reduces funding for IT and office furniture.

-1.00

531211 Salaries (\$21,471)
531511 Social Security (\$1,643)
531521 Retirement (\$2,257)
531561 Medical Insurance (\$4,929)
532490 Maint Agreement (\$48,382)
534511 Furniture (\$52,110)

1210 Archives & History - Admin

41 Eliminate Personnel Costs and Adjust Expenditure Accounts

(\$82,261) R

Eliminates salary and benefits, but not FTE, for Administrative Officer position (#60083312), and reduce expenditure accounts.

531211 Salaries (\$63,157)
531511 Social Security (\$4,832)
531521 Retirement (\$6,638)
531561 Medical Insurance (\$4,929)
532722 Lodging-out of state (\$490)
534511 Furniture (\$1,416)
534521 Office Equipment (\$800)

1220 Historical Publications

42 Eliminate Filled Positions and Reduce Operating Budget (\$261,183) R

Eliminates salaries and benefits of three filled positions: Historic Pub Editor III (#60083317) at \$53,023; Historic Pub Editor II (#60083319) at \$38,174; and Historic Pub Editor I (#60083323) at \$31,622; eliminates salary and benefits in budget but not FTE for Historic Pub Editor II position (#60083320) at \$43,296; and transfers split-funding of \$22,227 (0.69 FTE) for Info & Comm Specialist position (#60083321) including benefits. Also reduces expenses for various expenditure accounts.

531211 Salaries	(\$188,342)
531460 EPA & SPA Longvty Pay	(3,159)
531511 Social Security	(\$14,408)
531521 Retirement	(\$19,795)
531561 Medical Insurance	(\$19,716)
532199 Misc Contractual Svs	(\$262)
532333 Repairs	(\$700)
532490 Maint Agreement	(\$590)
532714 Transp- Grd-In State	(\$653)
532800 Communication	(\$10,948)
533110 Gen Office Supplies	(\$2,260)
533900 Oth materials & Supplies	(\$200)
535800 Oth Admin Expenses	(\$150)

1230 Archives & Records

43 Transfer Personnel to Receipt Support and Adjust Operating Budget (\$609,547) R

Transfers salaries and benefits of seven positions to receipt-support from the Archives & Records Management (ARM) fee: Processing Asst IV (#60083347) at \$28,336; Processing Asst IV (#60083363) at \$27,879; Archives & Records Mgr (#60083364) at \$62,792; Archives & Records Prof (#60083368) at \$32,796; Processing Asst IV (#60083377) at \$28,500; Processing Asst IV (#60083378) at \$28,503; and Processing Asst IV (#60083392) at \$25,778.

531211 Salaries	(\$234,584)
531511 Social Security	(\$17,946)
531521 Retirement	(\$24,655)
531561 Medical Insurance	(\$34,503)
532490 Maint Agreement	(\$85,000)
532512 Rent/Lease - Bldgs/Office	(\$142,765)
533900 Oth Materials & Supplies	(\$70,095)

1241 State Historic Sites**44 Operating Budget Adjustments** (\$452,827) R

Reduces division expenditure accounts.

532188 Lawns & Grounds Svs Agreement	(\$12,459)
532199 Misc Contractual Services	(\$105,883)
532390 Repairs	(\$250,000)
532714 Transp-Grd-In State	(\$69,412)
533900 Oth Materials & Supplies	(\$15,073)

45 Expand Heritage Tourism \$360,711 R

Restores funding for seven Heritage Tourism positions to help rural communities enhance tourism economy.

7.00

1243 State Capitol**46 Transfer Personnel to Receipt Support** (\$63,132) R

Transfers salary and benefits of Administrative Officer position (#60083604) to receipt-support.

-1.00

531211 Salaries	(\$49,258)
531511 Social Security	(\$3,768)
531521 Retirement	(\$5,177)
531561 Medical Insurance	(\$4,929)

1250 Historic Preservation**47 Personnel Costs and Operating Budget Adjustments** (\$110,086) R

Transfers salaries and benefits of two filled positions to receipt-support: Architect (#60083621) at \$37,473 and Hist Pres/Restoration Specialist II (#60083623) at \$44,050, and reduces travel expenses.

-2.00

531211 Salaries	(\$81,523)
531511 Social Security	(\$6,237)
531521 Retirement	(\$8,568)
531561 Medical Insurance	(\$9,858)
532714 Transp-Grd-In State	(\$3,900)

1260 Office of State Archeology

48 Operating Budget Reductions (\$26,444) R

Reduces division expenditure accounts.

532199 Misc Contractual Svs	(\$490)
532714 Transp- Grd-In State	(\$13,000)
532721 Lodging-In State	(\$3,954)
532724 Meals - In State	(\$9,000)

1290 Western Office

49 Transfer Personnel Expense (\$52,947) R

Transfers salary and benefits of Archives & Records Specialist position (#60083647) at \$32,796 to receipt-support. -1.00

531211 Salaries	(\$40,638)
531511 Social Security	(\$3,109)
531521 Retirement	(\$4,271)
531561 Medical Insurance	(\$4,929)

1320 Museum of Art

50 Eliminate Personnel Expense and Adjust Operating Budget (\$257,007) R

Eliminates salaries and benefits of three new positions: Admin Officer III (#65010906) at \$41,173; Art Handler (#65010907) at \$25,705; and Processing Asst III at \$24,092. Also reduces various expenditure accounts. -3.00

531211 Salaries	(\$90,970)
531511 Social Security	(\$6,959)
531521 Retirement	(\$9,561)
531561 Medical Insurance	(\$14,787)
532199 Misc Contractual Services	(\$50,000)
532390 Repairs	(\$75,000)
534610 Art & Artifacts	(\$9,730)

1330 Arts Council**51 Reduce Operating Budget**

Reduces funding for grant programs to FY 2009-10 expenditure levels.

(\$432,456) NR

536G32 Vagabond School of Drama	(\$2,048)
536G48 Lost Colony	(\$10,498)
536G71 Shakespeare Festival	(\$10,498)
536990 Grants	(\$274,000)
536996 Grassroots Arts	(\$135,412)

1410 State Library Services**52 Eliminate Personnel Costs and Reduce Operating Budget**

(\$165,521) R

Eliminates salaries and benefits of 2.50 vacant positions: W/A Processing Asst IV (#60083860) at \$33,676; Library Clerk III (#60083854) at \$29,079; and Processing Asst III (#60083866) at \$12,905; and transfers Library Technician position (#60083851) at \$36,281 to receipt-support. Also reduces various expenditure accounts.

-3.50

531211 Salaries	(\$111,941)
531511 Social Security	(\$8,563)
531521 Retirement	(\$11,765)
531561 Medical Insurance	(\$17,252)
532199 Misc Contractual Services	(\$1,000)
534630 Librry & Lrning Res Coll	(\$15,000)

1480 Statewide Programs & Grants**53 Adjust Local Library Grant Funding**

Reduces State-Aid to Counties (536960).

(\$936,133) NR

1500 Museum of History**54 Operating Budget Adjustments**

(\$72,928) R

Reduces division expenditure accounts.

(\$25,000) NR

532199 Misc Contractual Services	(\$25,000)
532512 Rent/Lease - Bldgs/Office	(\$24,978)
534549 Oth Motorized Vehicles	(\$47,950)

Budget Changes	(\$2,093,712)	R
	(\$1,811,345)	NR
Total Position Changes		-15.19
Revised Total Budget	\$69,344,933	

Senate Subcommittee on General Government

Cultural Resources - Roanoke Island Commission

GENERAL FUND

FY 10-11

Total Budget Approved 2009 Session

\$1,990,632

Budget Changes

1584 Roanoke Island Commission

55 Operating Budget Reduction

(\$115,926) R

Reduces funds transferred to support the Roanoke Island Commission's operating budget.

(\$115,926) R

Budget Changes

Total Position Changes

Revised Total Budget

\$1,874,706

Senate Subcommittee on General Government

General Assembly

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11

\$56,584,484

Budget Changes

1110 Senate

56 Operating Budget Adjustments (\$609,201) R

Reduces budgeted days during the interim and budgeted weeks of session for the Senate.

531311 REG(NS) Temp Wages	(\$375,644)
531461 EPA& SPA-Longvty Pay	(\$15,062)
531511 Social Sec Contrib	(\$29,891)
531521 Retirement	(\$38,698)
532714 Travel/Other Employee	(\$33,002)
532727002 Travel/Other Employee	(\$115,492)
533110 Office Supplies	(\$1,412)

1120 House

57 Reductions to Operating Budget (\$1,590,353) R

Reduces budgeted days during the interim and budgeted weeks of session for the House.

531311 REG(NS) Temp Wages	(\$1,020,501)
531461 EPA& SPA-Longvty Pay	(\$29,567)
531511 Social Sec Contrib	(\$80,330)
531521 Retirement	(\$107,998)
532714 Travel/Other Employee	(\$79,945)
532727002 Travel/Other Employee	(\$272,012)

1211 Administration

58 Adjust Expenditure Accounts (\$56,992) R

Reduces budgeted days during the interim and budgeted weeks of session in Administration - Financial Services.

531311 REG(NS) Temp Wages	(\$46,977)
531461 EPA& SPA-Longvty Pay	(\$1,045)
531511 Social Sec Contrib	(\$3,673)
531521 Retirement	(\$5,297)

1212 Bill Drafting**59 Operating Budget Adjustments**

(\$61,018) R

Reduces budgeted weeks of session for Bill Drafting.

531311 REG(NS) Temp Wages	(\$51,032)
531461 EPA& SPA-Longvty Pay	(\$609)
531511 Social Sec Contrib	(\$3,950)
531521 Retirement	(\$5,427)

1213 General Research**60 Adjust Operating Budget**

(\$10,779) R

Reduces budgeted weeks of session for General Research.

531311 REG(NS) Temp Wages	(\$9,122)
531511 Social Sec Contrib	(\$698)
531521 Retirement	(\$959)

1214 Fiscal Research**61 Reduce Expenditure Accounts**

(\$9,388) R

Reduces budgeted weeks of session for Fiscal Research.

531311 REG(NS) Temp Wages	(\$7,945)
531511 Social Sec Contrib	(\$608)
531521 Retirement	(\$835)

1215 Building Maintenance**62 Operating Budget Reductions**

(\$38,441) R

Reduces budgeted days during the interim and budgeted weeks of session in Building Maintenance.

531311 REG(NS) Temp Wages	(\$32,533)
531511 Social Sec Contrib	(\$2,489)
531521 Retirement	(\$3,419)

1216 Food Service**63 Reductions to Operating Budget**

(\$18,594) R

Reduces budgeted weeks of session for Food Service.

531311 REG(NS) Temp Wages	(\$15,737)
531511 Social Sec Contrib	(\$1,203)
531521 Retirement	(\$1,654)

1217 Information System**64 Operating Budget Adjustments**

(\$101,802) R

Reduces various expenditure accounts.

532140 Misc Contractual Services	(\$86,614)
532448 Maintenance Agreement	(\$1,637)
532449 Maintenance Agreement	(\$13,551)

1219 Program Evaluation**65 Reduce Expenditure Accounts**

(\$139,417) R

Reduces budgeted weeks of session for Program Evaluation and funding for contractual services.

531311 REG(NS) Temp Wages	(\$12,498)
531511 Social Sec Contrib	(\$956)
531521 Retirement	(\$1,314)
532199 Misc Contractual Services	(\$124,649)

1230 Institute of Government**66 Operating Budget Adjustments**

(\$11,053) R

Reduces budgeted weeks of session for the Institute of Government.

531311 REG(NS) Temp Wages	(\$9,354)
531511 Social Sec Contribution	(\$716)
531521 Retirement	(\$983)

Senate Subcommittee on General Government

FY 10-11

1900 Contingency Reserves

67 Reduce Contingency Reserves

(\$648,203) R

Reduces funding for the Legislative Study Commission.

537195 Contingency Reserves (\$648,203)

Budget Changes

(\$3,295,241) R

Total Position Changes

Revised Total Budget

\$53,289,243

Senate Subcommittee on General Government

Governor

GENERAL FUND

Total Budget Approved 2009 Session FY 10-11
\$6,067,739

Budget Changes

1100 Administration

68 Eliminate Personnel Costs and Reduce Operating Budget (\$353,359) R

Eliminates salaries and benefits of three vacant positions:

Administrative Asst (#60008533) - \$28,400; Asst Press Secretary (#60008523) - \$50,732; and Communications Specialist (#60008481) - \$30,800. Also reduces expenditure accounts. -3.00

531211 Salaries	(\$109,132)
531511 Social Security	(\$8,349)
531521 Retirement	(\$11,470)
535461 Med Insurance	(\$14,787)
532145 Server Support Svs	(\$17,200)
532199 Misc Contractual Services	(\$27,163)
532140 Oth Information Tech	(\$5,258)
535830 Membership Dues and Subscriptions	(\$160,000)

Budget Changes (\$353,359) R

Total Position Changes -3.00

Revised Total Budget \$5,714,380

Senate Subcommittee on General Government

Housing Finance Agency

GENERAL FUND

FY 10-11

Total Budget Approved 2009 Session

\$14,608,417

Budget Changes

1100 HFA - Appropriation

69 Home Protection Program Reduction

(\$730,421) R

Reduces General Fund appropriation in anticipation of federal funding from the US Treasury that will assist states with the hardest hit unemployment rates. The reduction included recurring and non-recurring adjustments, and leaves a recurring balance of \$2,269,579 for the program.

(\$120,311) NR

538104 Home Protection Program (\$850,732)

Budget Changes

(\$730,421) R

(\$120,311) NR

Total Position Changes

Revised Total Budget

\$13,757,685

Senate Subcommittee on General Government

Insurance

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11 \$32,242,706
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Budget Changes

70 NO LEGISLATIVE ACTION REPORTED

Budget Changes

Total Position Changes

Revised Total Budget **\$32,242,706**

Senate Subcommittee on General Government

Insurance - Volunteer Safety Workers'
Compensation Fund

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
\$1,561,846

Budget Changes

71 NO LEGISLATIVE ACTION REPORTED

Budget Changes

Total Position Changes

Revised Total Budget

\$1,561,846

Senate Subcommittee on General Government
Lieutenant Governor

GENERAL FUND

FY 10-11

Total Budget Approved 2009 Session

\$931,703

Budget Changes

72 Eliminate 1.5 Vacant Positions

(\$54,235) R

Eliminates salaries and benefits for 1.5 vacant positions:

-1.50

60008618: Assistant Policy Director (1.0 FTE)

60008622: Information & Comm. Spec. II (0.5 FTE)

Budget Changes

(\$54,235) R

Total Position Changes

-1.50

Revised Total Budget

\$877,468

Senate Subcommittee on General Government
Office of Administrative Hearings

GENERAL FUND

FY 10-11

Total Budget Approved 2009 Session

\$4,111,476

Budget Changes

73 Shift 1.0 Position to Receipt Support (\$130,963) R

Shifts salary and benefits for 1.0 position to receipt support:

60081275: Agency Attorney

531211 (\$106,664)

531511 (\$8,160)

531521 (\$11,210)

531561 (\$4,929)

74 Eliminate 1.0 Vacant Position (\$147,393) R

Eliminates salary and benefits for 1.0 vacant position:

60088603: Administrative Law Judge

531211 (\$119,107)

531511 (\$10,839)

531521 (\$12,518)

531561 (\$4,929)

-1.00

Budget Changes

(\$278,356) R

Total Position Changes

-1.00

Revised Total Budget

\$3,833,120

Senate Subcommittee on General Government

Revenue

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	\$87,790,970

Budget Changes

1605 Information Technology

75 Provide Funding for Imaging System Licenses	\$613,440	R
Provides funding for additional licenses for the Department's imaging system in order to view taxpayer returns.		

1629 Property Tax Division

76 Convert Property Tax Division to Receipt Support	(\$1,467,305)	R
Converts the Property Tax Division to receipt support, including 17.0 positions. This requires an amendment to GS 105-501.		

24708 Revenue IT Projects

77 Provide Funding for IRS-Mandated Modernization of 1040 e-File Platform	\$47,600	R
Provides funding for the IRS-mandated modernization of the e-File platform.	\$1,457,118	NR

Department-Wide

78 Provide Funding for Resolution Initiative II	\$846,909	R
Provides funding for the Resolution Initiative II, which is estimated to collect an additional \$110 million in revenue for FY 2010-11. The Department has flexibility to apply these funds towards positions and/or operating expenses.		

79 Reduce Travel Reimbursement	(\$39,000)	R
Reduces budgeted travel reimbursement:		
5327xx: (\$39,000)		

Senate Subcommittee on General Government

FY 10-11

80 Reduce ITS Rate (\$158,647) R

Reduces budget ITS costs due to reduction in ITS rate:

532140: (\$158,647)

81 Reduce Temporary Wages (\$632,136) R

Reduces budgeted temporary wages:

531311: (\$632,136)

82 Eliminate 8.0 Vacant Positions (\$429,831) R

Eliminates salaries and benefits for 8.0 vacant positions:

-8.00

- 60081419: Tax Research Assistant Director (Fund 1607)
- 60081345: Technology Support Analyst (Fund 1605)
- 60082659: Processing Assistant IV (Fund 1685)
- 60082992: Processing Assistant IV (Fund 1685)
- 60082679: Data Entry Specialist (Fund 1660)
- 60082667: Data Entry Specialist (Fund 1685)
- 60082621: Information Processing Technician (Fund 1685)
- 60081281: Information & Communication Specialist II (Fund 1600)

- 531211 (\$330,399)
- 531511 (\$25,276)
- 531521 (\$34,725)
- 531561 (\$39,432)

Senate Subcommittee on General Government

FY 10-11

83 Eliminate 34.0 Vacant Positions

(\$1,761,789) R

Eliminates salaries and benefits for 34.0 vacant positions:

-34.00

- 60081588 Processing Assistant III
- 60081617 Processing Assistant III
- 60082757 Processing Assistant III
- 60082979 Processing Assistant III
- 60082675 Data Entry Specialist
- 60082633 Data Entry Specialist
- 60082668 Data Entry Specialist
- 60082953 Processing Assistant IV
- 60082949 Processing Assistant IV
- 60081521 Processing Assistant IV
- 60082561 Processing Assistant IV
- 60082572 Processing Assistant IV
- 60081469 Program Assistant V
- 60081535 Information Processing Technician
- 60081665 Information Processing Technician
- 60082951 Information Processing Technician
- 60081675 Information Processing Technician
- 60081482 Information Processing Technician
- 60081559 Information Processing Technician
- 60081494 Information Processing Technician
- 60082564 Information Processing Technician
- 60082846 Administrative Officer II
- 60082541 Administrative Officer II
- 60081530 Revenue Officer I
- 60081534 Revenue Officer I
- 60081638 Revenue Officer I
- 60081642 Revenue Officer I
- 60082048 Revenue Officer I
- 60081540 Team Leader
- 60082057 Revenue Officer II
- 60081634 Revenue Office Manager II
- 60081768 Supervisory Agent
- 60081837 Auditor
- 60083224 Special Agent

- 531211 (\$1,349,190)
- 531511 (\$103,213)
- 531521 (\$141,800)
- 531561 (\$167,586)

Budget Changes	(\$2,980,759)	R
	\$1,457,118	NR
Total Position Changes	-42.00	
Revised Total Budget	\$86,267,329	

Senate Subcommittee on General Government

Secretary of State

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11

\$11,451,488

Budget Changes

1110 General Administration

84 Eliminate Personnel Costs and Reduce Operating Budget (\$174,041) R

Eliminates salary and benefits of vacant Processing Assistant IV position (#60094554) and transfers Paralegal (#60094563) and Agency Legal Specialist (#60008627) positions to Auction Securities Time Limited receipts. Also, reduces expenditure accounts. -3.00

531211 Salaries	(\$128,540)
531511 Social Security	(\$9,833)
531521 Retirement	(\$13,510)
531561 Med Insurance	(\$14,787)
534534 Computer/Printers	(\$7,371)

1120 Publications

85 Eliminate Filled Position (\$58,995) R

Eliminates filled position - Division Director - (#60008652). -1.00

531211 Salaries	(\$45,757)
531511 Social Security	(\$3,500)
531521 Retirement	(\$4,809)
531561 Med Insurance	(\$4,929)

1210 Corporations

86 Eliminate Vacant Position (\$35,302) R

Eliminates vacant Processing Assistant IV position (#60008683). -1.00

531211 Salaries	(\$25,705)
531511 Social Security	(\$1,966)
531521 Retirement	(\$2,702)
531561 Med Insurance	(\$4,929)

1220 Certification & Filing**87 Adjustments to Personnel and Operating Budget** (\$236,916) R

Eliminates vacant Processing Assistant IV (#60094577) and Notary Investigator (#60008748); reduces expenditure accounts, including rent that is transferred to the Auction Rate Securities Time Limited receipts.

-2.00

531211 Salaries (\$60,917)
 531511 Social Security (\$4,660)
 531521 Retirement (\$6,402)
 531561 Med Insurance (\$9,858)
 532199 Misc Contractual Svs (\$50,303)
 532512 Office Rent (\$104,776)

1230 Securities**88 Transfer Personnel Expense** (\$61,632) R

Transfers Financial Investigator position (#60008782) to Auction Securities Time Limited receipt.

-1.00

531211 Salaries (\$47,988)
 531511 Social Security (\$3,671)
 531521 Retirement (\$5,044)
 531561 Med Insurance (\$4,929)

1600 Charitable Fundraising**89 Operating Budget Adjustment** (\$100,000) R

Budgets over-realized receipts from Business License Fees in the amount of \$100,000.

435100 Business License Fees \$100,000

Budget Changes (\$666,886) R

Total Position Changes -8.00

Revised Total Budget \$10,784,602

Senate Subcommittee on General Government

State Board of Elections

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11

\$6,221,208

Budget Changes

90 Provide Maintenance of Effort for HAVA Funds

Provides Maintenance of Effort funding in order to receive \$2,035,430 of Federal HAVA funds.

\$107,129 NR

91 Provide Funding for Good Government Package

Provides funding for the Good Government package, including:

\$450,000 R

Attorney \$100,000
Software development \$350,000

1.00

92 Provide Funding for Election Inspectors

Provides funding for salaries and benefits of two new Election Inspector positions.

\$160,000 R

2.00

1100 Administrative Division

93 Reduce Various Operating Accounts

Reduces various operating accounts:

(\$114,632) R

532811 Telephone Services (\$5,363)
532812 Telecommunications Data Charge (\$20,122)
532143 LAN Supply Services (\$28,387)
533150 Security & Safety (\$12,100)
532100 Legal Services (\$5,800)
532700 Travel (\$12,860)
53218 Workshop/Conf Food Exp (\$30,000)

1200 Campaign Finance Division

94 Eliminate 2.0 Filled Positions (\$166,708) R

Eliminates salaries and benefits for 2.0 filled positions:

-2.00

60088208: Special Projects Coordinator
60088198: General Counsel

531211 (\$132,744)
531511 (\$10,155)
531521 (\$13,951)
531561 (\$9,858)

95 Reduce Various Operating Accounts (\$61,909) R

Reduces various operating accounts:

532811 Telephone Services (\$14,909)
532812 Telecommunications Data Charge (\$37,000)

Department-Wide

96 Reduce ITS Rate (\$29) R

Reduces budgeted ITS costs due to reduction in ITS rate:

532140: (\$29)

Budget Changes	\$266,722	R
	\$107,129	NR
Total Position Changes	1.00	
Revised Total Budget	\$6,595,059	

Senate Subcommittee on General Government

State Budget & Management

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	\$6,407,809

Budget Changes

1310 State Budget, Management

97 Eliminate Personnel Expense and reduce Operating Budget (\$373,164) R

Eliminates salaries and benefits of three vacant positions:
 Deputy State Budget Officer (#60008561) - \$123,095; Auditor
 (#60008882) - \$73,885; and Asst St Budget Officer/Gov Evaluation
 & Review (#60008591) - \$50,000. Also reduces expenditure
 accounts. -3.00

531211 Salaries	(\$246,980)
531514 Social Security	(\$18,894)
531516 Retirement	(\$25,958)
535417 Med Insurance	(\$14,787)
532145 Server Support Svs	(\$15,000)
532199 Misc Contract Services	(\$46,545)
532448 Maint Agreement Personal Computer	(\$5,000)

Budget Changes	(\$373,164) R
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Total Position Changes	-3.00
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Revised Total Budget	\$6,034,645
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Senate Subcommittee on General Government

State Budget and Management - Special

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	\$4,161,125

Budget Changes

1022 Special Appropriations

98 Adjust Grant Funding (\$4,650) R
Reduces the General Fund appropriation to the Humanities Council
and provides a balance of \$88,350 for FY 2010-11.

Budget Changes	(\$4,650)	R
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Total Position Changes

Revised Total Budget \$4,156,475

Senate Subcommittee on General Government

State Controller

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
\$23,188,207

Budget Changes

1000 Department-Wide

99 Eliminate Personnel Costs and Adjust Operating Budget (\$300,000) R

Eliminates salaries and benefits of four positions based upon average salaries for OSC, and reduces funding for Financial Audit and other expenditure accounts: -4.00

- 531211 Salaries (\$210,896)
- 531511 Social Security (\$16,134)
- 531521 Retirement (\$22,165)
- 531561 Medical Insurance (\$19,716)
- 532120 Financial Audit Svcs (\$15,000)
- 533100 Gen Admin Supplies (\$16,089)

100 Close Cash Balance Accounts

Eliminates remaining cash balances of four funds in Budget Code 24160:Business Infrastructure Study; Financials Planning Fund that provided the Feasibility Report on new financial systems completed in compliance with S.L. 2007-323 (HB 1473);Escheats funds collected by OSC that have been unclaimed by State agencies; and Foreign Nationals funding that supported the purchase of the last statewide license to access software for the program. (\$1,124,677) NR

- 2400 Business Infrastructure Study (\$137)
- 2403 Financials Planning Fund (\$605,000)
- 2500 Escheats (\$442,460)
- 2600 Foreign Nationals (\$77,080)

101 Criminal Justice law Enforcement Automated Data Services (CJLEADS) \$9,000,000 R

Appropriates funding for CJLEADS, which is a statewide information technology project designed to merge state criminal data records into one streamlined, comprehensive system. It will assist law enforcement and the courts by providing necessary information. Funding is provided to complete implementation of the Wake County pilot program, to begin expansion statewide, and for operational support and maintenance. \$500,000 NR
30.50

Budget Changes	\$8,700,000	R
	(\$624,677)	NR
Total Position Changes		26.50
Revised Total Budget	\$31,263,530	

Senate Subcommittee on General Government

Treasurer

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11 \$17,565,400
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Budget Changes

102 NO LEGISLATIVE ACTION REPORTED

Budget Changes

Total Position Changes

Revised Total Budget **\$17,565,400**

Senate Subcommittee on General Government

Treasurer - Retirement for Fire and Rescue

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11 \$10,804,671
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Budget Changes

103 NO LEGISLATIVE ACTION REPORTED

Budget Changes

Total Position Changes

Revised Total Budget **\$10,804,671**

TRANSPORTATION

Section K

Senate Subcommittee on Transportation

Highway Fund

HIGHWAY FUND

FY 10-11

Total Budget Approved 2009 Session

\$1,739,650,000

Budget Changes

Administration

- 1 IT Payment Card Industry Data Security Standard Compliance** \$254,406 R
Provides funds to upgrade DOT's computer applications and supporting infrastructure that process payment cards to become compliant with new standards imposed by MasterCard. One Business and Technology Specialist position (\$95,344) is funded and will serve as the compliance officer for the program. \$350,000 NR
1.00

- 2 IT - Enterprise IP Telephone System** \$544,289 R
Provides funds to replace the existing DMV Interactive Voice Response hardware and applications and includes annual operating funds required for related IT expenses. The current telephone system is no longer supported and is critical to the Division's ability to respond effectively to citizens' needs and deliver a high level of customer service via its call center. \$515,000 NR

Aviation Division

- 3 Transfer of Department of Commerce Executive Aircraft Division** \$500,000 R
Transfers 3.0 pilots and 1.0 mechanic as well as the Department of Commerce's two aircraft to DOT's Aviation Division. This reduction reflects recommendations from the Program Evaluation Division Study of State Aircraft. The total amount transferred is \$989,658, including \$500,000 in General Fund appropriations and \$489,658 in receipts. The DOT Aviation budget will have additional receipts of \$127,315 from billing the Department of Commerce for use of the DOT aircraft. 4.00

Division of Motor Vehicles

4 Medical Certification Compliance

\$264,951 R
 \$7,550 NR
 5.00

Provides funds to allow DMV to become compliant with new federal requirements for medical certification as part of the Commercial Driver License (CDL) process. Medical certificates for all CDL holders must be reviewed by January 30, 2012 and every two years afterward to ensure they meet the medical requirements of the Federal Motor Carrier Safety Administration. In order to comply with these new federal requirements, funds are provided for additional personnel and for operating support.

Positions include four Processing Assistant V positions (\$27,544 each) and one Administrative Assistant 1 (\$29,502) for a total of five positions costing \$139,678 in salaries and \$52,673 in benefits. Additional recurring costs of \$72,600 for mailing and \$7,550 in nonrecurring costs for computers and office equipment are incurred.

5 DMV Security Measures

\$344,722 NR

Provides funds to enhance building security at the Charlotte and Raleigh Registration and Renewals, Titles, and Plate offices. Security cameras, panic buttons, and door swipe card access systems are needed to secure State funds and equipment and limit access into secure areas.

Ferry Division

6 Maintain Current Level of Service

\$11,349,869 R

Provides operating funds to maintain the current level of services for FY 2010-11.

Maintenance

7 Maintenance Funds

(\$7,709,150) R

Decreases funds for maintenance of the State's highway infrastructure.

Rail Division

8 Grants to Short Line Railroads

\$2,000,000 NR

Provides funds to the Rail Division for grants to short line railroad companies for rehabilitation projects that strengthen North Carolina's short line rail infrastructure.

Senate Subcommittee on Transportation

FY 10-11

9 Pembroke Northeast Bypass Connector

Provides funds for construction of the Pembroke Northeast Bypass project, which will provide improved multi-modal access to southeast North Carolina, linking the state's military bases and State ports.

\$4,325,000 NR

Reserves

10 Retirement System Contribution

Increases employer contributions to the retirement system to maintain the system's actuarially sound status.

\$906,000 R

Statutory Adjustments

11 Leaking Underground Storage Tank (LUST) Fund

Adjusts budget for the LUST fund by -1.5% based on projections for the motor fuels inspection fee in accordance with G.S. 119-18.

(\$40,000) R

12 Secondary Road Improvement Program Funds

Adjusts funding in FY 2010-11 for the secondary road improvement program based on revised projections for motor fuels tax revenue in accordance with G.S. 136-44.2A.

\$3,840,718 R

13 Aid to Municipalities

Adjusts funding for aid to municipalities by -0.9 percent based on revised projections for motor fuels tax revenue in accordance with G.S. 136-41.1

(\$785,319) R

Transfers

14 DPI - Driver Education Program

Partially restores funding to the Driver Education program. Funding was eliminated in FY2010-11 pending a Continuation Review.

\$32,021,964 R

Senate Subcommittee on Transportation

FY 10-11

15 CCPS - VIPER matching funds

Provides funds to the Highway Patrol for matching funds for the Public Safety Interoperability Communications grant from the US Department of Commerce. The grant will assist in the further development of the Voice Interoperability Project for Emergency Responders (VIPER) network.

\$4,700,000 NR

16 Reduce Transfer to General Fund - Dept of State Treasurer

Reduces the transfer to the General Fund by \$500,000 to account for the transfer of the Department of Commerce Executive Aircraft Division.

(\$500,000) R

Budget Changes	\$40,647,728	R
	\$12,242,272	NR
Total Position Changes	10.00	
Revised Total Budget	\$1,792,540,000	

Senate Subcommittee on Transportation

Highway Trust Fund

HIGHWAY TRUST FUND

FY 10-11

Total Budget Approved 2009 Session

\$920,990,000

Budget Changes

Highway Trust Fund

17 Administration	\$371,520	R
Increases appropriation for administration for FY 2010-11 consistent with new revenue estimates and G.S. 136-176(b).		
18 Aid to Municipalities	\$524,109	R
Increases appropriation for Aid to Municipalities for FY 2010-11 consistent with new revenue estimates and G.S. 136-176(b)(3).		
19 Intrastate System	\$4,995,162	R
Increases appropriation for the Intrastate System for FY 2010-11 consistent with new revenue estimates and G.S. 136-176(b)(1).		
20 Secondary Road Construction	(\$170,627)	R
Reduces appropriation for the Secondary Road construction program for FY 2010-11 consistent with new revenue estimates and G.S. 136-176(b)(4).		
21 Urban Loops	\$2,019,836	R
Increases appropriation for the Urban Loops for FY 2010-11 consistent with new revenue estimates and G.S. 136-176(b)(2).		

Budget Changes

\$7,740,000 R

Total Position Changes

Revised Total Budget

\$928,730,000

**RESERVES/
DEBT SERVICE/
ADJUSTMENTS
Section L**

Statewide Reserves

GENERAL FUND

FY 10-11

Total Budget Approved 2009 Session

\$1,176,309,585

Budget Changes

A. Employee Benefits

1 State Retirement System Contributions

\$20,000,000 R

Increases the State's contribution to the Teachers' and State Employees' Retirement System for Fiscal Year 2010-11.

B. Other Reserves

2 Reserve for Capital

\$18,222,000 R

3 Job Development Incentive Grants Reserve

Reduces the continuation budget based on projected payment schedule.

(\$6,600,000) NR

4 University Cancer Research Fund

\$600,000 R

Adjusts the continuation budget for the University Cancer Research Fund to account for a decline in revenues from the tax on tobacco products other than cigarettes. This adjustment maintains the legislative commitment of \$50 million a year invested in this fund. With this adjustment, the General Fund appropriation will be \$16,020,000.

C. Debt Service

5 Adjust Debt Service Payments

(\$15,845,385) R

Modifies budgeted debt service payments to correspond to projected payment schedules.

Budget Changes

\$22,976,615 R

(\$6,600,000) NR

Total Position Changes

Revised Total Budget

\$1,192,686,200

CAPITAL
Section M

Capital

GENERAL FUND

A. Department of Environment and Natural Resources

1 Water Resources Development Projects

Provides funds to allow the State to match \$27.4 million in federal funding for Water Resources Development Projects and provides the State match to local grant projects. Projects are specified in a special provision.

\$9,130,000 NR

B. UNC System Board of Governors

2 Appalachian State University - Nursing Building Planning

Provides advance capital planning funds for the proposed College of Nursing and Health Sciences Building. The facility will contribute to the UNC Tomorrow committee's goal of improving health and wellness. The building will be no more than 150,000 square feet. In FY 08-09, the General Assembly appropriated \$4.2 million for planning, which was reverted by the Governor to manage the budget shortfall. The total project cost is \$58.2 million.

\$2,400,000 NR

3 East Carolina - Life Sciences and Biotechnology Building Planning

Provides advance capital planning funds for the Life Sciences and Biotechnology Building at East Carolina University and demolishes Christenbury Gymnasium. The building will be no more than 200,000 square feet. The total cost to complete the project is \$151.6 million.

\$6,100,000 NR

4 Elizabeth City State University - Aviation Complex Planning

Provides capital planning funds to complete planning for the proposed Aviation Complex. The facility will contribute to the UNC Tomorrow committee's goal of economic transformation. The building size will be no more than 75,000 square feet. The General Assembly appropriated \$500,000 to this project in FY 2006-07. The General Assembly appropriated \$1,500,000 to this project in FY 2008-09 which was reverted by the Governor to manage the budget shortfall.

\$533,778 NR

5 University of North Carolina - Charlotte - Science Building Planning

Provides advance capital planning funds for the Science Building. The facility will contribute to the UNC Tomorrow committee's goal of improving global readiness and science education. The building size will be no more than 236,210 square feet. The total project cost is \$120,000,000. In FY 08-09, the General Assembly appropriated \$2.4 million for planning, which was sequestered by the Governor to manage the budget shortfall.

\$4,800,000 NR

Senate Committee on Appropriations/Base Budget

FY 10-11

6 UNC-Wilmington - Allied Health and Human Science Building Planning

Provides advance capital planning funds for the Allied Health and Human Science Building. The facility will contribute to the UNC Tomorrow committee's goal of improving health and wellness. The building size will be no more than 105,000 square feet. The total cost is \$46,313,000. In FY 08-09, the General Assembly appropriated \$4.3 million for planning, which was reverted by the Governor to manage budget shortfall.

\$1,900,000 NR

7 WSSU - Science and General Office Building Planning

Provides advance capital planning funds for the Science and General Office Building at Winston-Salem State University. The facility will contribute to the UNC Tomorrow committee's goal of improving global readiness. The building size will be no more than 69,000 square feet. The total cost of the building is \$33,638,543. In FY 08-09, the General Assembly appropriated \$3.0 million for planning, which was sequestered by the Governor to manage budget shortfall.

\$1,400,000 NR

8 Western Carolina University - MAHEC Planning

Provides advance capital planning funds for the Mountain Area Health Education Center (MAHEC). MAHEC is a joint project between UNC-Asheville and Western Carolina and will be located in Asheville, NC. The building size will be no more than 40,000 square feet. The total cost of the project is \$32,500,000.

\$1,300,000 NR

Total Appropriation to Capital

\$27,563,778 NR
