

**SENATE COMMITTEE ON
APPROPRIATIONS/BASE BUDGET**

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

**House Bill 97
North Carolina General Assembly**

June 16, 2015

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General Fund Availability Statement

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General Fund Availability Statement

	FY 2015-16	FY 2016-17
1 Unappropriated Balance Remaining from Previous Year	2,033,330	43,297,632
2 Anticipated Over Collections FY 2014-15	400,000,000	0
3 Anticipated Reversions from FY 2014-15 (OSBM Estimate, May 12, 2015)	226,734,550	0
4 Other Reversions	27,343,020	0
5 Revenue Adjustment as per S.L. 2015-2	(1,000,000)	0
6 Less Earmarkings of Year End Fund Balance		
7 Savings Reserve	(500,000,000)	0
8 Repairs and Renovations	(155,110,900)	0
9 Beginning Unreserved Fund Balance	0	43,297,632
9 Revenues Based on Existing Tax Structure	20,981,400,000	21,592,400,000
10 Non-tax Revenues		
11 Investment Income	17,100,000	17,400,000
12 Judicial Fees	227,800,000	225,500,000
13 Disproportionate Share	139,000,000	139,000,000
14 Insurance	78,400,000	79,600,000
15 Master Settlement Agreement (MSA)	137,500,000	137,500,000
16 Other Non-Tax Revenues	168,000,000	168,800,000
17 Highway Fund Transfer	215,900,000	215,900,000
18 Subtotal Non-tax Revenues	983,700,000	983,700,000
19 Total General Fund Availability	21,965,100,000	22,619,397,632
20 Adjustments to Availability: 2015 Session		
21 Tax Reductions	(72,700,000)	(421,100,000)
22 Renewable Energy Safe Harbor (S.L. 2015-11)	0	(36,700,000)
23 Realign Judicial Fees	25,000,000	25,000,000
24 MSA Funds to Golden L.E.A.F.	(20,075,000)	(20,075,000)
25 End Highway Fund Transfer to General Fund	(215,900,000)	(215,900,000)
26 Department of Justice Tobacco Settlement	2,194,000	0
27 Transfer to Medicaid Transformation Reserve	(185,604,653)	(185,604,653)
28 Transfer from DPS Enterprise Resource Planning System IT Fund	9,000,000	0
29 Transfer from Federal Insurance Contributions Act (FICA) Fund	4,296,802	641,628
30 Transfer from Statewide Automated Fingerprint Identification System Fund	333,557	0
31 Transfer from E-Commerce Fund	1,257,140	0
32 Adjustment of Transfer from Department of State Treasurer	375,262	369,262
33 Adjustment of Transfer from Insurance Regulatory Fund	85,217	85,217
34 Subtotal Adjustments to Availability: 2015 Session	(451,737,675)	(853,283,546)
35 Revised General Fund Availability	21,513,362,325	21,766,114,086
36 Less General Fund Appropriations	(21,470,064,693)	(21,520,170,080)
37 Unappropriated Balance Remaining	43,297,632	245,944,006

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**Summary:
General Fund
Appropriations**

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**Summary of General Fund Appropriations
Fiscal Year 2015-16
2015 Legislative Session**

	Base Budget 2015-16	Legislative Adjustments			FTE Changes	Revised Appropriation 2015-16
		Recurring Adjustments	Nonrecurring Adjustments	Net Changes		
Education						
Community Colleges	1,048,495,115	(1,510,739)	4,544,296	3,033,557	7.00	1,051,528,672
Public Education	8,106,033,100	176,385,460	0	176,385,460	0.00	8,282,418,560
University System	2,647,296,221	52,574,423	15,170,282	67,744,705	0.00	2,715,040,926
Total Education	11,801,824,436	227,449,144	19,714,578	247,163,722	7.00	12,048,988,158
Health and Human Services						
Central Management and Support	89,605,783	10,019,786	16,875,212	26,894,998	0.00	116,500,781
Aging and Adult Services	42,845,788	0	0	0	0.00	42,845,788
Blind and Deaf / Hard of Hearing Services	8,107,457	(9,250)	0	(9,250)	0.00	8,098,207
Child Development and Early Education	249,687,727	6,016,022	(21,803,056)	(15,787,034)	0.00	233,900,693
Health Service Regulation	16,022,641	(560,506)	0	(560,506)	0.00	15,462,135
Medical Assistance	3,532,548,786	287,781,067	(58,731,522)	229,049,545	0.00	3,761,598,331
Mental Health, Devel. Disabilities, & Substance Abuse Services	680,179,847	4,964,106	(166,047,244)	(161,083,138)	(36.66)	519,096,709
NC Health Choice	41,874,629	6,339,827	(34,841,237)	(28,501,410)	0.00	13,373,219
Public Health	141,283,615	(5,252,006)	1,306,368	(3,945,638)	(5.68)	137,337,977
Social Services	180,017,803	1,465,460	300,000	1,765,460	1.00	181,783,263
Vocational Rehabilitation	37,752,132	0	0	0	0.00	37,752,132
Total Health and Human Services	5,019,926,208	310,764,506	(262,941,479)	47,823,027	(41.34)	5,067,749,235
Natural and Economic Resources						
Agriculture and Consumer Services	113,940,604	824,657	(2,425,399)	(1,600,742)	6.00	112,339,862
Commerce	47,261,954	1,358,937	9,410,000	10,768,937	(2.60)	58,030,891
Commerce - State Aid	11,704,240	(8,298,768)	0	(8,298,768)	0.00	3,405,472
Cultural Resources	64,231,047	69,798,437	100,000	69,898,437	974.62	134,129,484
Cultural Resources - Roanoke Island	508,384	9,000	0	9,000	0.00	517,384
Environment and Natural Resources	162,279,549	(78,108,589)	27,206,815	(50,901,774)	(987.95)	111,377,775
Labor	15,945,674	(472,757)	0	(472,757)	(6.60)	15,472,917
Wildlife Resources Commission	13,317,641	(2,816,148)	0	(2,816,148)	(3.75)	10,501,493
Total Natural and Economic Resources	429,189,093	(17,705,231)	34,291,416	16,586,185	(20.28)	445,775,278

Summary of General Fund Appropriations						
Fiscal Year 2015-16						
2015 Legislative Session						
		Legislative Adjustments				Revised
	Base Budget	Recurring	Nonrecurring	Net	FTE	Appropriation
	2015-16	Adjustments	Adjustments	Changes	Changes	2015-16
Justice and Public Safety						
Public Safety	1,758,733,006	65,188,405	4,275,109	69,463,514	66.83	1,828,196,520
Judicial	467,897,397	11,026,125	1,105,760	12,131,885	3.00	480,029,282
Judicial - Indigent Defense	112,087,174	3,650,895	0	3,650,895	(7.00)	115,738,069
Justice	50,584,602	741,770	969,312	1,711,082	9.00	52,295,684
Total Justice and Public Safety	2,389,302,179	80,607,195	6,350,181	86,957,376	71.83	2,476,259,555
General Government						
Administration	67,409,693	(7,105,951)	50,000	(7,055,951)	(73.40)	60,353,742
Auditor	11,733,689	5,685	0	5,685	0.00	11,739,374
General Assembly	52,865,521	154,149	0	154,149	0.00	53,019,670
Governor	5,859,246	(279,017)	0	(279,017)	(2.00)	5,580,229
Governor - Special Projects	2,000,000	0	0	0	0.00	2,000,000
Housing Finance Agency	9,118,739	0	0	0	0.00	9,118,739
Insurance	38,296,364	85,217	0	85,217	1.00	38,381,581
Lieutenant Governor	676,874	0	0	0	0.00	676,874
Military and Veterans Affairs	0	7,565,123	1,960,009	9,525,132	77.90	9,525,132
Office of Administrative Hearings	4,992,437	124,777	0	124,777	1.00	5,117,214
Revenue	80,521,722	(711,651)	0	(711,651)	0.00	79,810,071
Secretary of State	11,676,506	36,964	0	36,964	0.00	11,713,470
State Board of Elections	6,620,578	(117,335)	100,000	(17,335)	0.00	6,603,243
State Budget and Management	7,586,922	(344,818)	0	(344,818)	(1.00)	7,242,104
State Budget and Management - Special	0	1,500,000	50,000	1,550,000	0.00	1,550,000
State Controller	22,205,229	495,391	0	495,391	0.00	22,700,620
Treasurer - Operations	9,734,913	799,262	511,000	1,310,262	9.00	11,045,175
Fire Rescue National Guard Pensions & LDD Benefits	20,664,274	0	0	0	0.00	20,664,274
Total General Government	351,962,707	2,207,796	2,671,009	4,878,805	12.50	356,841,512
Statewide Reserves and Debt Service						
Debt Service						
Interest / Redemption	719,974,837	(6,815,194)	0	(6,815,194)		713,159,643
Federal Reimbursement	1,616,380	0	0	0		1,616,380
Subtotal Debt Service	721,591,217	(6,815,194)	0	(6,815,194)		714,776,023

Summary of General Fund Appropriations						
Fiscal Year 2015-16						
2015 Legislative Session						
		Legislative Adjustments				Revised
	Base Budget 2015-16	Recurring Adjustments	Nonrecurring Adjustments	Net Changes	FTE Changes	Appropriation 2015-16
Statewide Reserves						
Contingency and Emergency	5,000,000	0	0	0	0.00	5,000,000
Salary Adjustment Fund	7,500,000	26,500,000	0	26,500,000	0.00	34,000,000
Pending Legislation	4,500,000	(4,500,000)	0	(4,500,000)	0.00	0
Voter Information Verification Act	1,000,000	(1,000,000)	0	(1,000,000)	0.00	0
Job Development Investment Grants (JDIG)	63,045,357	0	(5,229,142)	(5,229,142)	0.00	57,816,215
One North Carolina Fund	9,000,000	0	(2,004,024)	(2,004,024)	0.00	6,995,976
Information Technology Reserve	18,803,648	1,070,685	711,454	1,782,139	0.00	20,585,787
Information Technology Fund	24,199,049	(1,817,195)	0	(1,817,195)	0.00	22,381,854
Film and Entertainment Grant Fund	0	0	10,000,000	10,000,000	0.00	10,000,000
Workers' Compensation Reserve	0	0	5,000,000	5,000,000	0.00	5,000,000
Site Infrastructure Development Fund	0	0	13,000,000	13,000,000	0.00	13,000,000
State Emergency Response and Disaster Relief Fund	0	0	10,000,000	10,000,000	0.00	10,000,000
Subtotal Statewide Reserves	133,048,054	20,253,490	3,478,288	23,731,778	0.00	184,779,832
Total Reserves and Debt Service	854,639,271	13,438,296	3,478,288	16,916,584	0.00	899,555,855
Total General Fund for Operations	20,846,843,894	616,761,706	(196,436,007)	420,325,699	29.71	21,295,169,593
Capital Improvements						
Dorton Arena Roof Replacement	0	0	2,305,000	2,305,000	0.00	2,305,000
USS North Carolina Hull Repair and Cofferdam	0	0	3,500,000	3,500,000	0.00	3,500,000
Water Resources Development	0	0	5,083,000	5,083,000	0.00	5,083,000
Armory and Facility Development Projects	0	0	618,000	618,000	0.00	618,000
Legislative Building Roof Replacement	0	0	9,500,000	9,500,000	0.00	9,500,000
School of Science and Math - Technology Upgrades and Building Repairs	0	0	4,000,000	4,000,000	0.00	4,000,000
Repairs and Renovations	0	0	144,889,100	144,889,100	0.00	144,889,100
Responsible Capital Planning Commission	0	0	5,000,000	5,000,000	0.00	5,000,000
Total Capital Improvements	0	0	174,895,100	174,895,100	0.00	174,895,100
Total General Fund Budget	20,846,843,894	616,761,706	(21,540,907)	595,220,799	29.71	21,470,064,693

**Summary of General Fund Appropriations
Fiscal Year 2016-17
2015 Legislative Session**

	Base Budget 2016-17	Recurring Adjustments	Legislative Adjustments			Revised Appropriation 2016-17
			Nonrecurring Adjustments	Net Changes	FTE Changes	
Education						
Community Colleges	1,048,495,115	1,933,557	100,000	2,033,557	7.00	1,050,528,672
Public Education	8,106,033,100	276,499,257	0	276,499,257	0.00	8,382,532,357
University System	2,647,304,656	83,754,727	8,091,170	91,845,897	0.00	2,739,150,553
Total Education	11,801,832,871	362,187,541	8,191,170	370,378,711	7.00	12,172,211,582
Health and Human Services						
Central Management and Support	89,605,783	25,516,403	15,017,000	40,533,403	2.00	130,139,186
Aging and Adult Services	42,845,788	0	0	0	0.00	42,845,788
Blind and Deaf / Hard of Hearing Services	8,107,457	(9,250)	0	(9,250)	0.00	8,098,207
Child Development and Early Education	249,687,727	7,515,712	(19,726,924)	(12,211,212)	0.00	237,476,515
Health Service Regulation	16,022,641	(1,120,013)	0	(1,120,013)	0.00	14,902,628
Medical Assistance	3,532,548,784	433,606,859	(55,533,825)	378,073,034	0.00	3,910,621,818
Mental Health, Devel. Disabilities, & Substance Abuse Services	680,179,847	5,400,946	(183,140,903)	(177,739,957)	(36.66)	502,439,890
NC Health Choice	41,874,629	7,074,247	(47,358,284)	(40,284,037)	0.00	1,590,592
Public Health	141,283,615	(5,252,006)	3,230,000	(2,022,006)	(5.68)	139,261,609
Social Services	180,017,803	4,865,460	0	4,865,460	1.00	184,883,263
Vocational Rehabilitation	37,752,132	0	0	0	0.00	37,752,132
Total Health and Human Services	5,019,926,206	477,598,358	(287,512,936)	190,085,422	(39.34)	5,210,011,628
Natural and Economic Resources						
Agriculture and Consumer Services	113,940,604	824,657	(140,000)	684,657	6.00	114,625,261
Commerce	47,261,954	2,840,888	7,410,000	10,250,888	(2.60)	57,512,842
Commerce - State Aid	11,704,240	(10,548,768)	0	(10,548,768)	0.00	1,155,472
Cultural Resources	64,231,047	75,887,982	50,000	75,937,982	974.62	140,169,029
Cultural Resources - Roanoke Island	508,384	9,000	0	9,000	0.00	517,384
Environment and Natural Resources	162,279,549	(62,982,923)	950,000	(62,032,923)	(987.95)	100,246,626
Labor	15,945,674	(472,757)	0	(472,757)	(6.60)	15,472,917
Wildlife Resources Commission	13,317,641	(2,891,148)	0	(2,891,148)	(3.75)	10,426,493
Total Natural and Economic Resources	429,189,093	2,666,931	8,270,000	10,936,931	(20.28)	440,126,024

Summary of General Fund Appropriations						
Fiscal Year 2016-17						
2015 Legislative Session						
		Legislative Adjustments				Revised
	Base Budget	Recurring	Nonrecurring	Net	FTE	Appropriation
	2016-17	Adjustments	Adjustments	Changes	Changes	2016-17
Justice and Public Safety						
Public Safety	1,758,773,164	81,867,380	0	81,867,380	100.83	1,840,640,544
Judicial	467,898,110	11,575,940	0	11,575,940	9.00	479,474,050
Judicial - Indigent Defense	112,097,118	3,650,895	0	3,650,895	(7.00)	115,748,013
Justice	50,584,602	821,157	0	821,157	9.00	51,405,759
Total Justice and Public Safety	2,389,352,994	97,915,372	0	97,915,372	111.83	2,487,268,366
General Government						
Administration	65,932,950	(7,551,358)	0	(7,551,358)	(79.60)	58,381,592
Auditor	11,733,689	158,205	0	158,205	0.00	11,891,894
General Assembly	52,865,521	154,149	0	154,149	0.00	53,019,670
Governor	5,859,246	(279,017)	0	(279,017)	(2.00)	5,580,229
Governor - Special Projects	2,000,000	0	0	0	0.00	2,000,000
Housing Finance Agency	9,118,739	0	700,000	700,000	0.00	9,818,739
Insurance	38,296,364	85,217	0	85,217	1.00	38,381,581
Lieutenant Governor	676,874	0	0	0	0.00	676,874
Military and Veterans Affairs	0	7,565,123	250,000	7,815,123	77.90	7,815,123
Office of Administrative Hearings	4,992,437	124,777	0	124,777	1.00	5,117,214
Revenue	80,539,222	(586,302)	0	(586,302)	1.00	79,952,920
Secretary of State	11,676,506	36,964	0	36,964	0.00	11,713,470
State Board of Elections	6,620,578	(117,335)	0	(117,335)	0.00	6,503,243
State Budget and Management	7,586,922	(344,818)	0	(344,818)	(1.00)	7,242,104
State Budget and Management - Special	0	1,500,000	0	1,500,000	0.00	1,500,000
State Controller	22,205,229	495,391	0	495,391	0.00	22,700,620
Treasurer - Operations	9,734,913	909,262	55,000	964,262	9.00	10,699,175
Fire Rescue National Guard Pensions & LDD Benefits	20,664,274	0	0	0	0.00	20,664,274
Total General Government	350,503,464	2,150,258	1,005,000	3,155,258	7.30	353,658,722

Summary of General Fund Appropriations						
Fiscal Year 2016-17						
2015 Legislative Session						
		Legislative Adjustments				Revised
	Base Budget	Recurring	Nonrecurring	Net	FTE	Appropriation
	2016-17	Adjustments	Adjustments	Changes	Changes	2016-17
Statewide Reserves and Debt Service						
Debt Service:						
Interest / Redemption	719,974,837	(43,125,622)	0	(43,125,622)	0.00	676,849,215
Federal Reimbursement	1,616,380	0	0	0	0.00	1,616,380
Subtotal Debt Service	721,591,217	(43,125,622)	0	(43,125,622)		678,465,595
Statewide Reserves						
Contingency and Emergency Fund	5,000,000	0	0	0	0.00	5,000,000
OSHR Minimum of Market Adjustment	0	12,000,000	0	12,000,000	0.00	12,000,000
Salary Adjustment Fund	7,500,000	26,500,000	0	26,500,000	0.00	34,000,000
Pending Legislation	4,500,000	(4,500,000)	0	(4,500,000)	0.00	0
Voter Information Verification Act	1,000,000	(1,000,000)	0	(1,000,000)	0.00	0
Job Development Investment Grants (JDIG)	63,045,357	8,682,769	0	8,682,769	0.00	71,728,126
One North Carolina Fund	9,000,000	0	0	0	0.00	9,000,000
Information Technology Reserve	20,353,377	(1,122,694)	0	(1,122,694)	0.00	19,230,683
Information Technology Fund	22,649,320	(267,466)	0	(267,466)	0.00	22,381,854
Film and Entertainment Grant Fund	0	0	10,000,000	10,000,000	0.00	10,000,000
Workers' Compensation Reserve	0	(10,000,000)	0	(10,000,000)	0.00	(10,000,000)
Subtotal Statewide Reserves	133,048,054	30,292,609	10,000,000	40,292,609	0.00	173,340,663
Total Reserves and Debt Service	854,639,271	(12,833,013)	10,000,000	(2,833,013)	0.00	851,806,258
Total General Fund for Operations	20,845,443,899	929,685,447	(260,046,766)	669,638,681	66.51	21,515,082,580
Capital Improvements						
Armory and Facility Development Projects	0	0	5,087,500	5,087,500	0.00	5,087,500
Total Capital Improvements	0	0	5,087,500	5,087,500	0.00	5,087,500
Total General Fund Budget	20,845,443,899	929,685,447	(254,959,266)	674,726,181	66.51	21,520,170,080

Education Section F

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Public Education

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$8,106,033,100		\$8,106,033,100	

Legislative Changes

A. Reserve for Salaries and Benefits

1 Compensation Increase Reserve - Educators

\$152,270,984	R	\$152,270,984	R
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Provides funds to adjust the tiers of the salary schedule, to increase starting teacher pay from \$33,000 to \$35,000 per year, to grant an experience-based step increase for eligible educators earning a year of creditable experience, and to ensure that all educators, assuming no change in credentials, are paid at least their FY 2014-15 compensation.

2 Compensation Increase Reserve - DPI State Agency Teachers

\$271,634	R	\$271,634	R
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Provides funds to adjust the tiers of the salary schedule, to increase starting teacher pay from \$33,000 to \$35,000 per year, to grant an experience-based step increase for eligible educators earning a year of creditable experience, and to ensure that all educators, assuming no change in credentials, are paid at least their FY 2014-15 compensation.

3 Compensation Increase Reserve - School-based Administrators (SBAs)

\$4,550,919	R	\$4,550,919	R
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Provides funds for an experience-based step increase for SBAs earning a year of creditable experience and funds an \$809 top of the salary schedule bonus. Any funds remaining may be used to implement Section 9.5.

4 Compensation Increase Reserve - DPI School-based Administrators (SBAs)

\$2,900	R	\$2,900	R
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Provides funds for an experience-based step increase for SBAs earning a year of creditable experience and funds an \$809 top of the salary schedule bonus. Any funds remaining may be used to implement Section 9.5.

B. Technical Adjustments

5 Average Daily Membership (ADM) (Multiple)

\$100,236,542	R	\$207,195,864	R
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Revises allotted FY 2015-16 ADM to reflect 17,338 more students than are included in FY 2014-15 allotted ADM and an additional 17,701 students in FY 2016-17 as compared to FY 2015-16. This adjustment includes revisions to multiple position, dollar, and categorical allotments.

Total allotted ADM for FY 2015-16 is 1,537,643 and total allotted ADM for FY 2016-17 is 1,555,344.

6 Exceptional Children Headcount (1860)

\$404,103

R

\$404,103

R

Adjusts funding budgeted for the Children with Disabilities preschool and school age allotments to reflect actual student headcount. This adjustment revises budgeted funding for both preschool and school-age children with special needs to reflect the April 1, 2015 headcount and does not modify per-student funding.

7 Average Certified Personnel Salaries (Multiple)

(\$14,839,270)

R

(\$14,977,035)

R

Revises budgeted funding for certified personnel salaries based on actual salary data from December 2014. The adjustment does not reduce any salary paid to certified personnel, nor does it reduce the number of guaranteed State-funded teachers, administrators, or instructional support personnel.

8 Classroom Teachers (1800)

\$254,586,185

R

\$254,586,185

R

Adjusts the receipts budgeted for the Classroom Teachers allotment to reflect a new distribution of Lottery receipts. This adjustment, while eliminating Lottery support for this allotment, does not impact the combined total funding from Lottery and other General Fund sources available to it.

9 Noninstructional Support Personnel (1800)

(\$345,571,558)

R

(\$361,666,883)

R

Adjusts the receipts budgeted for the Noninstructional Support Personnel allotment to reflect a new distribution of Lottery receipts. This adjustment, while nearly eliminating General Fund support for this allotment, does not impact the combined total funding from Lottery and other General Fund sources available to it.

C. Public School Funding Adjustments**10 Low Wealth Supplemental Funding (1800)**

(\$10,091,091)

R

(\$10,091,091)

R

Adjusts the supplemental allotment for school districts in low wealth communities to align funding availability with actual school district eligibility. This adjustment will not reduce funding to eligible districts. A related provision in this act adjusts the Low Wealth formula to provide the same amount of supplemental funding to school districts in certain low wealth counties as received in the 2012-2013 fiscal year. These local school administrative units have an average daily membership of more than 23,000 students and are in counties that also contain a base of the Armed Forces of the United States. \$205.5 million will be available in this allotment.

11 Teacher Assistants (1800)

(\$57,516,650)

R

(\$166,146,805)

R

Reduces funding for this allotment. \$181.5 million will be available in this allotment in FY 2015-16 and \$75.4 million will be available in FY 2016-17.

12 Class Size Reduction (1800)

\$79,932,891 R \$192,931,335 R

Increases funding to school districts for guaranteed Classroom Teacher positions in grades K-3. In FY 2015-16, ratios will be decreased by 1 student per teacher in grades 1-3. In FY 2016-17, ratios will be decreased by 2 students per teacher in grades 1-3 and by 1 student per teacher in kindergarten. The new allotment ratios to provide guaranteed positions from this allotment are as follows:

2015-16

1-3: 1 teacher per 16 students

2016-17

K: 1 teacher per 17 students

1-3: 1 teacher per 15 students

Total funding for guaranteed classroom teacher positions, inclusive of salary and benefits costs, will be \$4.17 billion in FY 2015-16 and \$4.34 billion in FY 2016-17.

13 Textbooks and Digital Resources (1800)

\$29,000,000 R \$29,000,000 R

Increases General Fund support for textbooks and digital resources, bringing total funding for this allotment, inclusive of State receipts, to \$59.6 million in FY 2015-16 and \$59.9 million in FY 2016-17.

14 Cooperative and Innovative High Schools (1821)

\$621,338 R \$932,007 R

Provides Cooperative and Innovative High Schools (CIHS) allotment support to fulfill the funding requests for new CIHSs. Funding will support schools in Pitt, Watauga, and Wilson Counties. These schools will receive the \$310,669 allotment provided to other CIHS programs. Wilson Academy of Applied Technology will begin to receive funds in FY 2016-17, as it is anticipated to open a year later than the other CIHSs listed above. Total support in the Public Schools budget for CIHS programs will be \$24.2 million in FY 2015-16 and \$24.5 million in FY 2016-17.

15 Cooperative and Innovative High School Tuition (1821)

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

Provides additional support to the Department of Public Instruction (DPI) for the payment of tuition at four-year colleges and universities on behalf of students taking college-level classwork through CIHS programs. Total support for tuition will be \$2.5 million.

16 Transportation (1830)

(\$20,079,807) R (\$20,079,807) R

Reduces by approximately 4% the total budget for the allotment, which supports the salaries of transportation personnel, diesel fuel, replacement parts, and the maintenance of yellow school buses. This reduction reflects a lower projected cost for diesel fuel (\$2.35/gallon) than is included in the base budget (\$3.15/gallon). Total funding for this allotment will be \$449.4 million in FY 2015-16 and \$454.7 million in FY 2016-17.

Senate Appropriations Committee on Education/Higher Education

FY 15-16**FY 16-17****17 ADM Contingency Reserve (1800)**

\$2,500,000

R

\$2,500,000

R

Provides funding for the ADM Contingency Reserve to offset the potential costs associated with two virtual charter schools beginning operations in the 2015-16 school year. Total support for the reserve will be \$8.8 million.

18 Excellent Public Schools Act (Multiple)

\$3,812,141

R

\$8,520,748

R

Provides additional funds to the Department of Public Instruction to carry out elements of the Excellent Public Schools Act contained in Section 7A.1 and Section 7A.7 of S.L. 2012-142. DPI will have \$41.8 million available to implement these requirements in FY 2015-16 and \$46.5 million in FY 2016-17.

19 Education Value Added Assessment System (EVAAS) (1800)

\$871,474

R

\$871,474

R

Provides additional support to expand EVAAS capacities in support of the Read to Achieve program as well as student and teacher performance measurement. Total State support for EVAAS will be \$3.7 million.

20 Workers' Compensation Adjustment Reserve (1901)

(\$596,080)

R

(\$596,080)

R

Decreases funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.

E. Department of Public Instruction**21 DPI Flexible Reduction (Multiple)**

(\$4,781,195)

R

(\$4,781,195)

R

Reduces State General Fund support for DPI by 10%. The State Board of Education may allocate this reduction at its discretion. \$43.0 million will remain available to support DPI operations.

22 Office of Educator Licensure (Multiple)

Reflects the elimination of the Licensure Section of the Department of Public Instruction, whose duties and responsibilities will be administered by a new entity, the Office of Educator Licensure, with a direct reporting relationship to the North Carolina State Board of Education. The receipt-supported positions associated with the Licensure Section are eliminated by January 1, 2016. Receipt-supported positions may be established within the Office of Educator Licensure, from the proceeds of the fees previously established in G.S. 115C-296(a2).

Total Legislative Changes

\$176,385,460

R

\$276,499,257

R

Total Position Changes**Revised Budget**

\$8,282,418,560

\$8,382,532,357

Community Colleges

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$1,048,495,115		\$1,048,495,115	

Legislative Changes

A. Reserve for Salaries and Benefits

23 Compensation Increase Reserve - NCCCS Instructional Personnel	\$21,374,722	R	\$21,374,722	R
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Provides funds for salary increases for North Carolina Community College System (NCCCS) instructional personnel. Local community college boards are provided flexibility in allocating these funds.

B. Technical and Formula Adjustments

24 Enrollment Growth Adjustment (Multiple)	(\$6,466,443)	R	(\$6,466,443)	R
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Adjusts funds for the biennium based on the decline in community college enrollment.

The Community College System total enrollment declined by 4,864 Full Time Equivalent (FTE) students (2.1%) from the budgeted amount in the FY 2014-15 certified budget for a savings of \$6.5 million.

25 Summer Enrollment Funding (Multiple)			\$2,944,296	R
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Allows the Community College System to include curriculum courses contained within the Universal General Education Articulation Agreement between the University of North Carolina and the North Carolina Community College System for enrollment funding calculation needs. These courses are funded at the Tier 2 rate of \$4,907 per FTE. There are currently 600 FTE enrolled in these courses.

26 Curriculum Tuition (1620)	(\$16,138,793)	R	(\$16,138,793)	R
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Increases curriculum tuition by \$4.00 per credit hour and budgets the expected increase in receipts.

Tuition will increase from \$72 to \$76 per credit hour for residents and from \$264 to \$268 for non-residents. Tuition for resident students will increase by a maximum of \$128 per year, from \$2,304 to \$2,432.

27 Workers' Compensation Adjustment Reserve (1625)	\$37,366	R	\$37,366	R
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Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.

C. Other Adjustments**28 Procurement Efficiencies (Multiple)**

	(\$2,519,343)	R	(\$2,519,343)	R
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Reduces funds related to purchase and contract to reflect efficiencies created by participation in the State's Procurement Transformation Program administered by the Department of Administration.

29 Audit Services (1300)

	\$551,752	R	\$551,752	R
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Restores funding for the System Office's Audit Services division.

7.00

7.00

30 Equipment (1623)

	\$4,444,296	NR		
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Provides funds for the purchase of instructional equipment and technology at all 58 colleges. These funds are in addition to the \$49.0 million included in the base budget for this purpose. Funds shall be distributed in accordance with the existing equipment allocation formula.

31 Caldwell Community College Truck Driver Training Program (1624)

	\$150,000	R	\$150,000	R
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Provides funds for the Caldwell Community College Truck Driver Training program.

32 NC Works Career Coaches

	\$500,000	R	\$1,000,000	R
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Establishes a program to place local community college-employed career coaches in high schools.

33 Fayetteville Technical Community College Botanical Lab (1624)

	\$100,000	NR	\$100,000	NR
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Increases support for the Botanical Lab at Fayetteville Technical Community College by \$100,000 nonrecurring in each year of the biennium. The total program funding for both FY 2015-16 and FY 2016-17 will be \$200,000.

D. Financial Aid Adjustments**34 Yellow Ribbon G.I. Education Enhancement Program (1900)**

	(\$1,000,000)	R	(\$1,000,000)	R
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Eliminates funding for the Yellow Ribbon Program which leveraged federal matching funds to reduce tuition costs for certain non-resident veterans.

35 Resident Tuition for Certain Non-Resident Veterans (1620)

	\$2,000,000	R	\$2,000,000	R
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Provides funds to offset a reduction in tuition receipts as a result of granting certain non-resident veterans resident status for tuition purposes. The federal Veterans Access, Choice, and Accountability Act of 2014 requires public institutions of higher education to charge certain non-resident veterans no more than the resident tuition and fee rates or risk losing approval to receive federal educational benefits. This item funds the expected costs of compliance with that Act for the Community College System.

Total Legislative Changes	(\$1,510,739)	R	\$1,933,557	R
	\$4,544,296	NR	\$100,000	NR
Total Position Changes	7.00		7.00	
Revised Budget	\$1,051,528,672		\$1,050,528,672	

Motorcycle Safety Program

Budget Code: 26800

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$1,696,937	\$1,496,937
Recommended Budget		
Requirements	\$542,742	\$542,742
Receipts	\$542,742	\$542,742
Positions	0.00	0.00

Legislative Changes

Requirements:

Study for Driver Training	\$0 R	\$0 R
Directs the Community College System Office to study the implementation of statewide Driver Training for FY 2016-17.	\$200,000 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	\$0 R	\$0 R
	\$200,000 NR	\$0 NR
	0.00	0.00

Receipts:

Study for Driver Training	\$0 R	\$0 R
	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR

Senate Appropriations Committee on Education

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$742,742	\$542,742
Revised Total Receipts	\$542,742	\$542,742
Change in Fund Balance	(\$200,000)	\$0
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$1,496,937	\$1,496,937

UNC System

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$2,647,296,221		\$2,647,304,656	

Legislative Changes

A. Reserve for Salaries and Benefits

36 Compensation Increase Reserve - NCSSM Teachers	\$100,365	R	\$100,365	R
Provides funds to increase starting teacher pay from \$33,000 to \$35,000 per year, to grant an experience-based step increase for educators earning a year of creditable experience, and to ensure that all educators, assuming no change in credentials, are paid at least their FY 2014-15 compensation.				
37 Compensation Increase Reserve - NCSSM School-based Administrators (SBAs)	\$5,624	R	\$5,624	R
Provides funds for an experience-based step increase for SBAs earning a year of creditable experience and funds an \$809 top of the salary schedule bonus. Any funds remaining may be used to implement Section 9.5.				

B. Technical and Formula Adjustments

38 Enrollment Growth Adjustment (16011)	\$49,324,741	R	\$80,261,279	R
Fully funds projected enrollment growth at the University of North Carolina (UNC) System. Enrollment is expected to increase by 3,345 Full Time Equivalent (FTE) students (1.7%) in FY 2015-16 and 3,017 FTE students (1.5%) in FY 2016-17.				
39 Building Reserves (Multiple)	\$470,912	R	\$714,678	R
	\$170,282	NR	\$91,170	NR
Provides funding for new and renovated buildings coming online during the FY 2015-17 biennium at Appalachian State University, East Carolina University, North Carolina State University, and UNC-Wilmington.				
40 Workers' Compensation Adjustment Reserve (16011)	\$4,929,337	R	\$4,929,337	R
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.				

C. Other Adjustments

41 Management Flexibility Reduction (16011)	(\$17,913,812)	R	(\$17,913,812)	R
Mandates a management flexibility reduction for the UNC operating budget. The UNC Board of Governors shall not allocate this reduction on an across-the-board basis to constituent institutions.				

42 East Carolina University: Medical School Sustainability Funds (16011)

Provides funds to stabilize the Brody School of Medicine due to lower revenues.

\$8,000,000 NR \$8,000,000 NR

43 Elizabeth City State University: Budget Stabilization Funds (16086)

Provides funds to Elizabeth City State University to stabilize enrollment. The funds will be used to enhance technology related to enrollment and recruitment of students, campus access and safety, and human resource management.

\$3,000,000 NR

44 Mountain Area Health Education Center (16022)

Provides funds to the Mountain Area Health Education Center for surgery and family medicine residencies in the MAHEC service area.

\$5,900,000 R \$5,900,000 R

45 Western Governors University Challenge Grant (16015)

Provides a challenge grant to Western Governors University for development of a North Carolina campus contingent on the University raising \$5 million in private funds.

\$2,000,000 NR

46 Academic Summer Bridge Program (16011)

Eliminates funding for the Academic Summer Bridge Program.

(\$1,193,000) R (\$1,193,000) R

47 Hunt Institute (16020)

Eliminates General Fund support for The Hunt Institute.

(\$737,230) R (\$737,230) R

48 Bowles Center for Alcohol Studies (16021)

Eliminates the diversion of revenue from the Highway Fund to the Bowles Center for Alcohol Studies.

49 Union Square Campus, Inc. (16011)

Provides additional funds to the Union Square Campus, Inc., a non-profit entity providing nursing education and training facilities with North Carolina A&T, UNC Greensboro, Guilford Technical Community College, and Cone Health. This project received \$2 million in nonrecurring funds in FY 2014-15.

\$2,000,000 NR

D. Financial Aid Adjustments**50 Yellow Ribbon G.I. Education Enhancement Program (16011)**

Eliminates funding for the Yellow Ribbon Program which leveraged federal matching funds to reduce tuition costs for certain non-resident veterans.

(\$4,863,276) R (\$4,863,276) R

Senate Appropriations Committee on Education/Higher Education

FY 15-16

FY 16-17

51 Resident Tuition for Certain Non-Resident Veterans (16011)

\$9,300,762

R

\$9,300,762

R

Provides funds to offset a reduction in tuition receipts as a result of granting certain non-resident veterans resident status for tuition purposes. The federal Veterans Access, Choice, and Accountability Act of 2014 requires public institutions of higher education to charge certain non-resident veterans no more than the resident tuition and fee rates or risk losing approval to receive federal educational benefits. This item funds the expected costs of compliance with that Act for the UNC System.

52 Opportunity Scholarships (16015)

\$6,800,000

R

\$6,800,000

R

Increases funds for the Opportunity Scholarships program. The program provides scholarship grants of up to \$2,100 per semester for eligible students to attend nonpublic schools. The total program funding will be \$17.6 million.

53 National Guard Tuition Assistance Program (16012)

\$200,000

R

\$200,000

R

Increases funding for the National Guard Tuition Assistance Program by 10%, which provides financial aid to active members of the North Carolina Army or Air National Guard. The total program funding after the adjustment will be \$2.1 million.

54 Special Education Scholarships (16015)

\$250,000

R

\$250,000

R

Increases funds for the Special Education Scholarships program by 6%. The program provides scholarship grants of up to \$4,000 per semester for eligible students. The total funding after this adjustment will be \$4.2 million.

Total Legislative Changes

\$52,574,423

R

\$83,754,727

R

\$15,170,282

NR

\$8,091,170

NR

Total Position Changes

Revised Budget

\$2,715,040,926

\$2,739,150,553

**Health
and
Human Services
Section G**

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Health and Human Services

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$89,605,783		\$89,605,783	

Legislative Changes

(1.0) Division of Central Management and Support

1 Health Information Exchange (1910)	(\$2,000,000)	R	(\$2,000,000)	R
Eliminates recurring funding for the exchange in accordance with S.L. 2015-7.				
2 Health Net Grants (1372)	(\$2,250,000)	R	(\$2,250,000)	R
Eliminates the NC Health Net program and allocates half of the remaining funding to the Community Health Grants program. The Community Health Grant program is increased by 42% to \$7.5 million.				
3 NCTRACKS- System Savings (2413,1122)	(\$4,775,749)	R	(\$4,775,749)	R
Decreases funding based on anticipated savings associated with the replacement of Medicaid's claims processing system. Over \$60 million remains in the DHHS budget for this purpose.				
4 Miscellaneous Contractual Services (1120)	(\$3,200,000)	NR		
Reduces funding for contracts in central management. Over \$3.1 million remains in the budget for this purpose in central management.				
5 NC FAST Required Changes (2411,1122)	\$360,000	R	\$360,000	R
Provides funds to make the required changes to NC FAST associated with allowing the Eastern Band of the Cherokee to administer their Medicaid and Food and Nutrition Services Programs in accordance with State law.				
6 NC FAST- Operations and Maintenance (2411, 1122)				
Provides \$9,871,059 in FY 2015-16 and \$13,220,665 in FY 2016-17 in additional receipts for ongoing maintenance and operations for the NC FAST system. Three technology support analyst positions will be created and funded with the additional receipts. Total funding for this purpose is \$60 million for FY 2015-16 and \$47.5 million for FY 2016-17				
7 NC FAST System Development (2411,1122)				
Provides funding for continued system development including using prior-year earned revenue in the nonrecurring amount of \$6,647,849 million in FY 2015-16 and \$5,298,178 in FY 2016-17. The total funding for NC FAST is \$60 million for FY 2015-16 and \$47.5 million for FY 2016-17. Creates 18 positions in FY 2015-16 and 20 positions in FY 2016-17 with the additional receipts.				

	FY 15-16		FY 16-17	
8 Child Welfare Case Management System (1910)				
Provides nonrecurring funds to purchase a child welfare case management system. The NC FAST system will not be used for child welfare case management. Funding includes prior year earned revenue in the amount of \$2,752,151 in FY 2015-16 and \$4,101,824 in FY 2016-17. Total funding, including federal funding for the system is \$8.5 million in FY 2015-16 and \$17.2 million in FY 2016-17.	\$5,803,000	NR	\$13,052,000	NR
9 NTRACKS (2413, 1122)	\$400,000	R	\$400,000	R
Provides recurring funding for the operation and maintenance of NC TRACKS. Additional nonrecurring funding is provided for the development and implementation of 2 projects; ICD-10 which is used to code medical procedures and the Business Process Automated System for the Division of Health Service Regulation. Total funding for this purpose is over \$60 million for FY 2015-16 and FY 2016-17.	\$2,300,000	NR	\$940,000	NR
10 Health Information Exchange (HIE) (1910)	\$8,000,000	R	\$8,000,000	R
Funding is provided to continue efforts towards the implementation of a statewide HIE.				
11 Government Data Analytics Center (1910)	\$300,000	R	\$300,000	R
Funds a contract for the development for new and enhanced health data analytics capability and functionality for the Department.	\$700,000	NR	\$1,000,000	NR
12 Community Paramedicine Pilot Project				
Provides funds to implement 3 pilot projects focused on expanding the role of paramedics to allow for community-based initiatives designed to avoid nonemergency use of hospital emergency rooms.	\$350,000	NR		
13 Competitive Block Grant- Additional Funds (1910)	\$700,000	R	\$700,000	R
Provides \$350,000 in recurring funds for long-term residential substance abuse services. Designates \$350,000 for Big Brothers Big Sisters North Carolina Collaborative in FY 2015-16 and allows non-profits providing mentoring services to compete for the additional funds beginning in FY 2016-17. Total availability for this purpose is increased to \$14.2 million for each year of the biennium.				
14 Competitive Block Grant-Transfer from Division of Public Health (1910)	\$3,410,420	R	\$3,410,420	R
Transfers funds resulting from the elimination of the Office of Minority Health and the Physical Activity and Nutrition Branch in the Division of Public Health. The scope of the block grant is increased to allow non-profits to compete to receive funding for programs proven to reduce health disparities and improve physical health and nutrition across the state. Preventative Health Services block grant funds in the amount of \$4,000,754 are also transferred to this competitive block grant. This action provides \$7.7 million for health disparities, physical activity, and nutrition grants.				
15 Office of the State Auditor - Financial Audit	\$450,000	R	\$450,000	R
Provides funds for a comprehensive financial audit of DHHS for FY 2014-15 and FY 2015-16. These funds shall be transferred to the Office of the State Auditor to perform the financial audit.				

16 Worker's Compensation Adjustment Reserve

\$5,148,986 R \$5,148,986 R

Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.

17 Contracting Specialist and Certification Program

\$150,000 NR \$175,000 R
\$25,000 NR
2.00

Provides nonrecurring funds to contract with the UNC School of Government to design a program for DHHS managers similar to the School's Certified Local Government Purchasing Officer and local purchasing and contracts programs. Recurring funds in FY 2016-17 will fund positions for the Office of State Human Resources (OSHR) dedicated to the oversight and training of the new program at DHHS.

18 Community Mental Health Initiatives (1910)

\$7,848,341 R \$15,597,746 R

Provides funds pursuant to the U.S. Department of Justice settlement agreement to continue to develop and implement housing, support, and other services for people with mental illness. This action increases the settlement budget to \$27.5 million in FY 2015-16 and to \$35.3 million in FY 2016-17.

19 Justification Review (1910)

(\$7,572,212) R (\$7,572,212) R
\$7,572,212 NR

Requires a justification review as part of a statewide plan to invest in evidence-based programs focused on reducing infant mortality and improving birth outcomes and the health status of children birth to age 5. The following programs will have funds converted to nonrecurring for FY 2015-16 and funds for FY 2016-17 will be contingent upon a statewide plan and report submitted to the Legislative Oversight Committee on Health and Human Services:

Programs Subject to Justification Review:

- Maternal and Child Health Contracts - \$2,472,094
- High Risk Maternity Clinic - \$375,000
- Healthy Beginnings (2 contracts) - \$396,025
- Pregnancy Care Case Management - \$300,901
- Maternal, Infant and Early Childhood Home Visiting - \$425,643
- Triple P- Positive Parenting Program - \$828,233
- NC Perinatal and Maternal Substance Abuse Initiative - \$2,729,316
- Perinatal Substance Abuse Specialist - \$45,000

Programs Receiving Receipts Only
(subject to a review and inclusion in the statewide plan):

- Baby Love Plus - \$1,156, 915 (Federal Funds)
- Young Families Connect - \$1,027,528 (Federal Funds)

20 Justification Review Reserve (1910)

\$7,572,212 R

Establishes a recurring reserve for programs subject to a justification review in FY 2015-16. Ongoing funding will be contingent upon a statewide plan submitted to the Legislative Oversight Committee on Health and Human Services.

Senate Appropriations Committee on Health and Human Services

FY 15-16

FY 16-17

Total Legislative Changes	\$10,019,786	R	\$25,516,403	R
	\$16,875,212	NR	\$15,017,000	NR
Total Position Changes			2.00	
Revised Budget	\$116,500,781		\$130,139,186	

Health and Human Services

GENERAL FUND

	FY 15-16	FY 16-17
Recommended Base Budget	\$42,845,788	\$42,845,788

Legislative Changes

(2.0) Division of Aging and Adult Services

21 No Action Taken

Takes no action on the Division's FY 2015-17 recommended base budget.

Total Legislative Changes

Total Position Changes

Revised Budget	\$42,845,788	\$42,845,788
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Health and Human Services

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$249,687,727		\$249,687,727	

Legislative Changes

(3.0) Division of Child Development and Early Education

22 Federal Funding for NC Pre-K (1330)

Budgets Temporary Assistance for Needy Families block grant funding on a nonrecurring basis for NC Pre-K. (\$16,891,442) NR (\$16,891,442) NR

23 Cost-Allocate Staff (1110)

Budgets federal block grant funds for positions within the Division of Child Development and Early Education. Total availability for this program is not changed. (\$507,577) R (\$507,577) R

24 Child Care Subsidy (1380)

Budgets Temporary Assistance for Needy Families (TANF) and TANF Contingency Block grant funds on a nonrecurring basis for child care subsidy. Total availability for this program is not changed. (\$5,211,614) NR (\$2,835,482) NR

25 NC Pre-K (1330)

Provides recurring funding for NC Pre-K. Total availability is \$141.5 million. \$2,323,599 R \$2,323,599 R

26 Child Care Subsidy Market Rate Increase (1380)

Provides funding to increase the Child Care Subsidy market rate, effective September 1, 2015, to the recommended rates based on the 2013 Market Rate study for ages 0,1 and 2 in 3-, 4-, and 5-star centers and homes in Tier 1 and 2 counties. Total availability for FY 2015-16 is increased by 1.3% to \$331.6 million and for FY 2016-17 is increased by 1.5% to \$332.4 million. \$4,200,000 R \$5,000,000 R

27 North Carolina Early Childhood Integrated Data System (ECIDS) (1163)

Provides funding for ECIDS, an integrated system of early childhood education, health, and social service information focused on children ages 0-5 receiving State and federal services. The system is designed to provide information about when and how children are being served and the program services they receive. ECIDS will connect with the Department of Public Instruction's data system to allow analysis of the effects of early childhood programs and services over time. \$699,690 R

28 Early Childhood Education and Development Plan

Provides funding for a plan by the Program Evaluation Division to consolidate the NC Pre-K, Smart Start, and Child Care Subsidy programs. \$300,000 NR

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Total Legislative Changes	\$6,016,022 R	\$7,515,712 R
	(\$21,803,056) NR	(\$19,726,924) NR
Total Position Changes		
Revised Budget	\$233,900,693	\$237,476,515

Health and Human Services

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$180,017,803		\$180,017,803	

Legislative Changes

(4.0) Division of Social Services

29 State-County Special Assistance (1570)	(\$4,000,000)	R	(\$5,750,000)	R
Reduces funding for State-County Special Assistance due to a decline in the number of individuals participating in the program. The FY 2015-16 total availability is decreased by 6% leaving \$125.8 million. The FY 2016-17 total availability is decreased by 8.6% leaving \$122.3 million.				
30 Personal Services Contracts (1110)	(\$9,540)	R	(\$9,540)	R
Eliminates funding for personal services contracts in the Services Support fund. There is \$2.5 million remaining for this purpose across all funds in the division.				
31 Foster Care Caseload Increase (1532)	\$4,500,000	R	\$7,500,000	R
Increases funding for foster care to support the growth in the foster care caseload. Paid placements are expected to increase by 6% in FY 2015-16 and 3% in FY 2016-17. Increases total availability by 6.9% to \$192.7 million in FY 2015-16. Increases total availability by 11.7% to \$201.2 million in FY 2016-17.				
32 Foster Care Expansion to Age 21 (1532)	\$50,000	R	\$2,000,000	R
Provides funding to increase the age to 21 for youth in foster care. This item along with the Foster Care Caseload item increases the total availability for FY 2016-17 by 13.8% to \$205 million.				
Social Services Program Coordinator - \$58,951				
33 Adoption Assistance for Youth Adopted after Age 16 (1531)			\$200,000	R
Provides funds for Adoption Assistance to age 21 for youth adopted after age 16. Federal rules require that if states extend foster care past age 18, they must extend adoption assistance for youth adopted after age 16 to the same age as foster care. This increases the total availability for Adoption Assistance to \$105.7 million.				
34 Maternity Homes (1110)	\$925,000	R	\$925,000	R
Provides recurring funding for maternity homes. Funding remains the same as the FY 2014-15 level of \$1.2 million.				
35 Child Protective Services Pilot- GDAC (1430)	\$300,000	NR		
Provides funding for a contract with the Government Data Analytics Center to enhance and improve the coordination of services and information among agencies to improve the protection and outcomes for vulnerable children served through Child Welfare Services.				

36 Child Support Enforcement Incentive Payments(1371)

Budgets federal Child Support Enforcement incentive payments. The Division shall retain up to 15% of annual federal incentive payments it receives to enhance centralized child support services. No less than 85% of the federal incentive payments must be allocated to county child support services programs to improve effectiveness and efficiency.

Total Legislative Changes	\$1,465,460	R	\$4,865,460	R
	\$300,000	NR		
Total Position Changes	1.00		1.00	
Revised Budget	\$181,783,263		\$184,883,263	

Health and Human Services

GENERAL FUND

	FY 15-16	FY 16-17
Recommended Base Budget	\$141,283,615	\$141,283,615

Legislative Changes

(5.0) Division of Public Health

37 Office of Minority Health (1262)	(\$3,144,108)	R	(\$3,144,108)	R
Eliminates the Office of Minority Health and transfers the General Fund appropriation and receipts to the competitive block grant administered by the Division of Central Management and Support. Six positions, 3.38 FTE supported by the General Fund, are eliminated:				
60039724 - Public Hlth Prog Consult I, \$59,769				
60041601 - Public Hlth Prog Consul II, \$53,248				
60041613 - Public Health Prog Mgr II, \$76,031				
60041619 - Program Assistant IV, \$33,060				
60041620 - Public Hlth Pgm Consult II, \$66,780				
60041600 - PH Program Supervisor II, \$26,230				
38 AIDS Drug Assistance Program Receipts (1460)	(\$6,268,646)	R	(\$6,268,646)	R
Budgets additional drug rebate receipts and maintains funds available for AIDS pharmaceuticals at \$47,844,707.				
39 Personal Services and University Contracts (1110)	(\$70,072)	R	(\$70,072)	R
Reduces funding for university and personal services contracts. \$3,551,989 remains available for this purpose.				
40 QUITLINE Receipts (1271)	(\$100,000)	R	(\$100,000)	R
Budgets additional Medicaid receipts and maintains the Quitline's budget at \$1,200,000.				

41 Physical Activity and Nutrition Branch (1261)

(\$266,312) R (\$266,312) R

Eliminates the Physical Activity and Nutrition Branch, and transfers the General Fund appropriation and receipts to the competitive block grant administered by the Division of Central Management and Support. Six positions, 2.30 FTE supported by the General Fund, are eliminated:

-2.30 -2.30

65021006 - Information and Communications Spec II, \$55,000

60041098 - Nutrition Prog Consultant, \$57,360

60041186 - Public Hlth Prog Supv II, \$56,898

60041112 - Public Health Prog Mgr I, \$74,931

60041107 - Office Assistant IV, \$33,587

60041125 - Office Assistant IV, \$36,224

42 Office of Chief Medical Examiner (OCME) - Autopsy Costs (1172)

(\$661,500) R (\$661,500) R

Budgets revenue generated from autopsy fee increase and eliminates the \$400 supplement paid for autopsies performed by contractors, a savings of \$1,080,000. This is offset by the increased contract rate that OCME will pay for contracted autopsies that are not billed to counties, a cost of \$418,500. Total funding after all actions in this report will be \$8.6 million in FY 2015-16 and \$10.4 million in FY 2016-17.

43 Office of Chief Medical Examiner - Training (1172)

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

Provides funds to implement mandatory annual training for county medical examiners. Total funding after all actions in this report will be \$8.6 million in FY 2015-16 and \$10.4 million in FY 2016-17.

44 Office of Chief Medical Examiner - Equipment (1172)

\$400,000 NR \$400,000 NR

Provides funds to replace outdated and obsolete equipment. Total funding after all actions in this report will be \$8.6 million in FY 2015-16 and \$10.4 million in FY 2016-17.

45 ECU and Wake Forest University Forensic Pathologist Fellowships (1172)

\$250,000 R \$250,000 R

Provides funds to support 1 Forensic Pathologist Fellowship each at East Carolina and Wake Forest Universities. The fellows will perform autopsies at the State's regional autopsy centers. Total funding after all actions in this report will be \$8.6 million in FY 2015-16 and \$10.4 million in FY 2016-17.

46 Office of Chief Medical Examiner - Automation (1172)

\$2,195,000 NR

Provides funds to replace and upgrade the Medical Examiner Information System. Total funding after all actions in this report will be \$8.6 million in FY 2015-16 and \$10.4 million in FY 2016-17.

	FY 15-16		FY 16-17	
47 Office of Chief Medical Examiner - Transportation (1172)	\$400,000	R	\$400,000	R
Provides funds to increase the rate paid for transporting bodies for death investigations or to the OCME autopsy centers. Total funding after all actions in this report will be \$8.6 million in FY 2015-16 and \$10.4 million in FY 2016-17.				
48 Office of Chief Medical Examiner - Autopsy Fee Receipts (1172)				
Budgets increased autopsy fee receipts of \$1,813,500 annually. Effective July 1, 2015, the autopsy fee will increase from \$1,250 to \$2,800. The new fee approximates the actual cost to perform an autopsy. Total funding after all actions in this report will be \$8.6 million in FY 2015-16 and \$10.4 million in FY 2016-17.				
49 State Public Health Laboratory (1174)	\$110,000	R	\$110,000	R
Budgets funds to provide rabies drugs to indigent persons who have been exposed to rabid animals. This action increases funds available for drug supplies to \$280,466.				
50 Local Health Departments - Improve Birth Outcomes (13A1)	\$2,500,000	R	\$2,500,000	R
Provides funds for a competitive block grant process for county health departments to increase access to prenatal care and improve birth outcomes. This action increases funding for Maternal and Infant Health to \$52.8 million.				
51 Nurse Family Partnership Program (13A1)	\$900,000	R	\$900,000	R
Provides funds for home visiting services provided by the Nurse Family Partnership Program. Of the amount provided, \$225,000 shall be used to expand existing programs serving rural areas in the western and eastern portions of the State. Total funds available for the program is \$1.4 million.				
52 Perinatal Quality Collaborative of North Carolina (PQCNC) (13A1)	\$465,000	NR	\$635,000	NR
Provides funds to sustain PQCNC while it transitions during the FY 2015-17 biennium to become fully receipt-supported effective July 1, 2017. This action maintains funding at \$808,172 in FY 2015-16 and \$835,000 in FY 2016-17.				
53 Forensic Tests for Alcohol (1151)	(\$1,368)	R	(\$1,368)	R
Eliminates the base budget for the Forensic Tests for Alcohol Branch pending the findings of a continuation review to be completed during FY 2015-16. All programs supported with Highway Fund receipts are subject to a continuation review during FY 2015-16. About 37% of the Branch's budget are Highway Fund receipts. FY 2016-17 funds for this purpose are budgeted in a separate reserve account to be restored if recommended during the 2016 Short Session.				
54 Newborn Screening (1174)	\$440,000	NR		
Provides funding for equipment and supply purchases needed to expand newborn screening to include severe combined immunodeficiency (SCID) as required by H.B. 698. This action increases funding for newborn screening to \$24.4 million in FY 2015-16.				

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55 Poison Control Center Funds (1332)

\$1,000,000 R

\$1,000,000 R

Provides funding for the Carolinas Poison Center 24-hour telephone hotline. This action increases the Children's Health Services budget to \$268 million.

Total Legislative Changes

(\$5,252,006) R

(\$5,252,006) R

\$1,306,368 NR

\$3,230,000 NR

Total Position Changes

-5.68

-5.68

Revised Budget

\$137,337,977

\$139,261,609

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GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$680,179,847		\$680,179,847	

Legislative Changes

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

56 Personal Services Contracts (1110)	(\$243,886)	R	(\$243,886)	R
Reduces funding for personal services contracts. \$535,015 remains available for personal and miscellaneous contractual services in each year of the biennium.				
57 Single Stream Funding (1422)	(\$185,604,653)	NR	(\$185,604,653)	NR
Reduces single-stream funding and replaces it with LME/MCO cash balance for both years of the biennium.				
58 Wright School (1546)	(\$2,106,265)	R	(\$2,808,353)	R
Eliminates funding and closes the Wright School, effective October 1, 2015.				
	-38.66		-38.66	
59 New Broughton Hospital (1541, 1561)	\$16,598,589	NR		
Provides funds for technology infrastructure, furniture, and equipment for the Broughton Hospital replacement facility scheduled to open in December 2016.				
60 Inflationary Increases for State Facilities (14460)	\$2,819,802	R	\$3,158,730	R
Provides funds to offset inflationary increases in utilities, food, and other costs at the State-operated healthcare facilities. This action increases the total funds available for the facilities to \$897,841,574 in FY 2015-16 and \$898,180,502 in FY 2016-17.				
61 Three-way Psychiatric Beds (1464)	\$2,463,750	NR	\$2,463,750	NR
Provides funds to increase the number of community hospital beds that may be purchased to provide psychiatric inpatient treatment services. This action increases funding 7% to \$40,583,394 and will increase the three-way contract capacity from 165 to 172 beds.				
62 START Teams (1445,1462)	\$1,544,000	R	\$1,544,000	R
Provides funds to expand START (Systematic, Therapeutic, Assessment, Resources and Treatment) Team services to children and adolescents with intellectual or developmental disabilities and to add respite services for both children and adults. This action increases the total funds available for child and adult NC START services from \$2,437,207 to \$3,981,207.				

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63 Substance Abuse Services Criminal Offenders - TASC (1463) Provides funds to increase the number of TASC (Treatment Alternatives for Safer Communities) case managers who provide substance abuse assessment and referral services to criminal offenders who are maintained in the community instead of sentenced to prison or those who have been released from prison and are under supervision of a probation officer. This action will increase the TASC budget by 35% from \$5,362,122 to \$7,222,122.	\$1,860,000	R	\$1,860,000	R
64 Crisis Bed Registry (1110) Provides funds to develop and operate a psychiatric bed registry to provide real-time information on the number of child, adolescent, and adult beds available at each licensed inpatient facility in the State.	\$134,000 \$350,000 2.00	R NR	\$134,000 2.00	R
65 Alcohol and Drug Abuse Treatment Centers (ADATC) (156D, 156E, 156F) Eliminates the General Fund appropriations and converts the State-operated ADATCs to 100% receipt-supported.	(\$37,381,817)	R	(\$37,381,817)	R
66 Substance & Alcohol Abuse Treatment Services (1442, 1463) Provides funding to LME/MCOs to purchase inpatient alcohol and substance abuse treatment services from the State-operated ADATCs. This action increases the budget for LME/MCO alcohol and substance abuse treatment to \$77,692,211.	\$37,381,817	R	\$37,381,817	R
67 Cross-Area Service Programs (1422) Provides funding to support individuals with intellectual/developmental disabilities including residential living, day services, supported employment opportunities, and family support services. This action increases the single stream funding budget to \$330,828,240 in FY 2015-16 and to \$331,628,240 in FY 2016-17.	\$800,000	R	\$1,600,000	R
68 Drug Overdose Medications (1463) Provides funds to purchase opioid antagonists as defined in G.S. 90-106.2. This action increases funding for adult community substance abuse services to \$34,618,966.	\$50,000	NR		
69 Compensation Increase Reserve - HHS State Agency Teachers Provides funds to change the tiers of the salary schedule, to increase starting teacher pay from \$33,000 to \$35,000 per year, to grant an experience-based step increase for eligible educators earning a year of creditable experience, and to ensure that all educators, assuming no change in credentials, are paid at least their FY 2014-15 compensation.	\$141,455	R	\$141,455	R
70 NC Controlled Substance Reporting System (1110) Provides funding to strengthen controlled substance monitoring. This action increases the Services Support budget to \$14,116,956.	\$15,000 \$95,070	R NR	\$15,000	R

Total Legislative Changes	\$4,964,106	R	\$5,400,946	R
	(\$166,047,244)	NR	(\$183,140,903)	NR
Total Position Changes	-36.66		-36.66	
Revised Budget	\$519,096,709		\$502,439,890	

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GENERAL FUND

	FY 15-16		FY 16-17
Recommended Base Budget	\$37,752,132		\$37,752,132
Legislative Changes			
(7.0) Division of Vocational Rehabilitation			
71 Access North Carolina Travel Program	\$0	R	\$0 R
Eliminates the Access NC Travel Guide due to the loss of Highway Fund receipts earmarked for this purpose. One position is eliminated:			
60054404, Communications Project Manager, \$41,729			
Total Legislative Changes	\$0	R	\$0 R
Total Position Changes			
Revised Budget	\$37,752,132		\$37,752,132

Health and Human Services

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$16,022,641		\$16,022,641	
Legislative Changes				
(8.0) Division of Health Service Regulation				
72 Certificate Of Need (1102, 1101)	(\$560,506)	R	(\$1,120,013)	R
Eliminates funding for the cost of Certificate of Need (CON) activities beginning in FY 2015-16 and phases out all CON by 2019. This reduction will leave over \$1.6 million in the portion of the Health Service Regulation for CON and Health Planning and over \$16 million in the Division budget for all functions.				
Total Legislative Changes	(\$560,506)	R	(\$1,120,013)	R
Total Position Changes				
Revised Budget	\$15,462,135		\$14,902,628	

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GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$3,532,548,786		\$3,532,548,784	
Legislative Changes				
(9.0) Division of Medical Assistance				
73 Personal Service Contracts (1101)	(\$850,895)	R	(\$850,895)	R
Reduces funding for personal service contracts. This leaves over \$3 million dollars in the Medicaid budget for this and similar spending.				
74 NCTRACKS Certification	(\$8,940,545)	R	(\$8,566,737)	R
	(\$19,600,000)	NR		
Increases federal receipts for the Medicaid program for claims adjudication and other functions contracted through Computer Sciences Corporation (CSC) effective 7/1/15 due to federal certification of the system. The NCTRACKS system was certified in April 2015, allowing the Federal Medical Assistance Percentage to increase from 50% to 75% on a recurring basis. This item represents the impact of recovering the difference in Federal Medical Assistance Percentage (FMAP) paid from 7/1/13 for NCTRACKS prior to system certification by Centers for Medicare and Medicaid Services (CMS).				
75 Mobile Dental Screenings and Assessments (1310)	(\$511,800)	R	(\$511,800)	R
Eliminates gaps in services created by mobile dental screenings and assessments in both public schools and long term care settings where no referral for subsequent treatment by a qualified Medicaid provider follows service. This represents a .4% reduction in provider payments and will leave over \$350 million in budgeted payments for dental providers.				
76 Pharmacy Dispensing Fees (1310)	(\$4,052,375)	R	(\$9,005,279)	R
Implements average acquisition cost as a basis for Medicaid payment that will result in lower product cost for drugs for the Medicaid program. The Department will use a survey of pharmacies to determine the average cost of dispensing Medicaid prescriptions and increase the weighted average dispensing fee to no more than \$12.00 effective 1/1/16 to ensure pharmacies cover the cost of filling Medicaid prescriptions based on the survey. The Department will maintain a higher dispensing fee for generic and preferred drugs and for brand and non-preferred drugs. This represents a 1.4% reduction in provider payments and leaves over \$1.5 billion for payment of prescription drugs.				

	FY 15-16		FY 16-17	
77 340B Pricing for Specialty Prescription Drugs (1102, 1310)	(\$67,413)	R	(\$483,139)	R
<p>Implements enhanced Medicaid payments to 340B specialty pharmacies to incentivize them to fill prescriptions using their lower cost 340B inventory. The lower cost for the product/drug will be passed on to Medicaid through the claims payment. This is a 0.09% reduction in provider payments and leaves over \$1.5 billion for payment of prescription drugs. The first year savings are reduced by the programming cost in NCTRACKS to implement this change.</p>				
78 340B Pharmacy Network Creation (1310)	(\$255,900)	R	(\$341,200)	R
<p>Creates a network of 340B specialty pharmacies and requires those pharmacies to invoice product cost (any medication with a cost of \$1,500 per month) at 340B pricing rather than the retail pharmacy rate. This represents a 0.06% reduction in payments to providers and leaves over \$1.5 billion for payment of prescription drugs.</p>				
79 Local Management Entity/Managed Care Organization 2% Risk Reserve (1310)	(\$8,444,580)	R	(\$17,236,985)	R
<p>Requires the LME/MCO's to transfer operating cash to the risk reserve to meet the 15% risk reserve requirement. This item discontinues funding for the 2% add on to Local Management Entity/Managed Care Organization (LME/MCO) capitation payments for all LME/MCO's meeting reserve requirement after the transfer. The change will be effective 1/1/16. This will leave over \$2.5 billion for payments to the LME/MCO's for behavioral health services and administration.</p>				
80 Hospital Inpatient Base Rates - GME (1310, 1320, 1337)	(\$12,748,795)	R	(\$31,127,204)	R
<p>Discontinues the Graduate Medical Education (GME) add-on to inpatient hospital base rates effective 10/15/15. The GME cost will continue to be included in all calculations under the Medicaid Reimbursement Initiative (MRI) and Hospital GAP equity and upper payment limit (UPL) supplemental plans for determining payments and related intergovernmental transfers and provider assessments. This will leave over \$850 million in Medicaid claims for inpatient hospital services and increases the budget for supplemental payment to over \$900 million for inpatient hospitals.</p>				
81 Community Care of North Carolina (CCNC) Contract (1311)	(\$32,475,000)	R	(\$64,950,000)	R
<p>Discontinues contracts and payments to North Carolina Community Care Networks (NCCCN) effective 1/1/16. Contract payments for care management and pregnancy home will be discontinued, along with pass-through payments to NCCCN for the Health Departments. Health Department pass through payments to NCCCN will be changed to direct payment to Health Departments for services. Per Member Per Month (PMPM) payments that will be discontinued include the Carolina Access payments to physician providers.</p>				
82 Health Department Care Coordination for Children Payments (1310)	\$6,475,000	R	\$12,950,000	R
<p>Reinstates the Health Department pass through payments included in the NCCCN contract care coordination for children services to a direct payment to Health Departments for services.</p>				

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83 Primary Care and Obstetrician Rates (1310) Increases rates for primary care physicians and obstetricians to be equal to Medicare rates effective 1/1/16.	\$25,302,940	R	\$50,605,880	R
84 Traumatic Brain Injury Waiver (1101, 1102, 1310) Increases funding for a new service package for Traumatic Brain Injury under a waiver in North Carolina. Costs include both service expenditures and administrative costs.	\$2,000,000	R	\$2,000,000	R
85 Immunizing Pharmacists (1102) Provides funding for programming NTRACKS to allow pharmacists to be added as an individual provider for reimbursement for vaccinations.	\$500,000	NR		
86 Hospital Outpatient Cost Increase (1310, 1320) Increases funding for the loss of the sales tax exemptions for not for profit hospitals effective 7/1/15. The sales tax paid will become an allowable cost for these hospitals and will increase the settlement for outpatient services. This will increase the total requirements for outpatient services claims/settlement and supplemental equity payments by \$4,331,000.	\$1,061,096	R	\$1,105,662	R
87 Medicaid Reform (1101, 1102) Provides funds for planning and reform of the Medicaid program to shift utilization risk from the State under a capitated model.	\$5,000,000	R	\$5,000,000	R
88 Reinstatement Cost Settlement Per 1993 Agreement (1310, 1320) Increases outpatient cost settlement for Vidant Medical Center to 100% of allowable costs.	\$3,400,000	R	\$3,400,000	R
89 Private Duty Nursing Rates (1310) Increases rates for private duty nursing services (PDN) by 10% effective 1/1/16.	\$1,182,615	R	\$2,564,747	R
90 Medicaid Rebase (1310, 1311, 1320, 1331) Provides funds for enrollment and utilization growth for the Medicaid program.	\$311,706,719	R	\$489,053,809	R
91 State Children's Health Insurance Program Federal Rate (1101, 1102, 1310) Reduces funding on a nonrecurring basis for SCHIP/Health Choice due to a nonrecurring increase in FMAP for 2 years.	(\$39,631,522)	NR	(\$55,533,825)	NR
Total Legislative Changes	\$287,781,067	R	\$433,606,859	R
	(\$58,731,522)	NR	(\$55,533,825)	NR
Total Position Changes				
Revised Budget	\$3,761,598,331		\$3,910,621,818	

Health and Human Services

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$41,874,629		\$41,874,629	
Legislative Changes				
(10.0) NC Health Choice				
92 SCHIP FMAP Rate				
Budgets an increase in the Federal Medical Assistance Percentage (FMAP). North Carolina's FMAP is increasing by 23 percentage points effective October 1, 2015. Overall spending is not impacted by the budgeting of these increased receipts.	(\$34,841,237)	NR	(\$47,358,284)	NR
93 Cost Settlement of Hospital Outpatient Services (1310, 1320)	\$816,877	R	\$843,834	R
Increases funding to allow the settlement of hospital outpatient services on the same methodology as Medicaid at 70% of allowable costs effective 7/1/15. This will increase total requirements for outpatient services for the new settlement methodology by \$3,100,000.				
94 Health Choice Rebase	\$5,522,950	R	\$6,230,413	R
Funds the anticipated growth in the Health Choice program. Projects enrollment growth at 2.3% for FY 2015-16 and 1.1% for FY 2016-17. Funds are also provided for increased utilization and claims. Increases total availability in FY 2015-16 by 14.2% to \$199.2 million. Increases total availability in FY 2016-17 by 16.2% to \$202.8 million.				
Total Legislative Changes	\$6,339,827	R	\$7,074,247	R
	(\$34,841,237)	NR	(\$47,358,284)	NR
Total Position Changes				
Revised Budget	\$13,373,219		\$1,590,592	

Health and Human Services

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$8,107,457		\$8,107,457	
Legislative Changes				
(11.0) Division of Services for the Blind and Services for the Deaf and Hard of Hearing				
95 Personal Services Contract (1110)	(\$9,250)	R	(\$9,250)	R
Reduces funding for personal services contracts. \$65,750 remains available to fund contractual services.				
Total Legislative Changes	(\$9,250)	R	(\$9,250)	R
Total Position Changes				
Revised Budget	\$8,098,207		\$8,098,207	

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Natural and Economic Resources Section H

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Agriculture and Consumer Services

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$113,940,604		\$113,940,604	
Legislative Changes				
Department-wide				
1 Workers' Compensation Adjustment Reserve	\$143,429	R	\$143,429	R
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.				
Administration				
2 Indirect Cost Receipts (1991)	(\$2,772)	R	(\$2,772)	R
Reduces requirements from fund code 1991 to match budgeted indirect cost receipts.				
Food & Drug				
3 Registration Fee Receipts (1100)	(\$450,000)	R	(\$450,000)	R
Budgets additional receipts generated by increasing annual registration fees for drug manufacturers, repackagers, and distributors. Annual registration fees for drug manufacturers or repackagers are increased from \$500 to \$1,000. Annual registration fees for drug wholesalers are increased from \$350 to \$700. Fees were last increased in 1988.				
4 License Fee Receipts (1100)	(\$100,000)	R	(\$100,000)	R
Budgets additional receipts generated by increasing annual licensing fees for wholesale drug distributors. Annual licensing fees for drug manufacturers are increased from \$500 to \$1,000. Annual licensing fees for non-manufacturers are increased from \$350 to \$700. Fees were last increased in 1988.				
5 Dairy Inspection Fee Receipts (1100)	(\$35,000)	R	(\$35,000)	R
Budgets additional receipts generated by increasing annual inspection fees for dairy retailers and wholesalers. Annual inspection fees for dairy retailers are increased from \$10 to \$50. Annual inspection fees for dairy wholesalers are increased from \$40 to \$100. Fees were last increased in 1989.				
6 Food & Drug Receipts (1070)	(\$250,000)	R	(\$250,000)	R
Budgets \$250,000 in receipts previously transferred to support the Spay and Neuter program.				

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	FY 15-16		FY 16-17	
7 Food Safety Modernization Act Education (FSMA) (1100)	\$280,000	R	\$280,000	R
Provides funding to the Food & Drug Division on a recurring basis to increase awareness of federal FSMA food safety regulations.	4.00		4.00	
Marketing				
8 Agricultural Marketing (1020)	\$100,000	R	\$100,000	R
Provides \$100,000 in recurring funds to support the marketing of NC-based agricultural products. Total annual General Fund support of the Division is \$8.3 million.				
Plant Industry				
9 Plant Industry Fee Receipts (1180)	(\$125,000)	R	(\$125,000)	R
Budgets \$125,000 in fee receipts to more closely align to actual collections.				
Research Stations				
10 Research Station Receipts (1190)	(\$45,000)	R	(\$45,000)	R
Budgets an additional \$55,000 in anticipated receipts in FY 2015-16 and \$45,000 in anticipated receipts in FY 2016-17 to more closely align to actual collections.	(\$10,000)	NR		
11 Bioenergy Development (1190)	(\$500,000)	NR		
Budgets \$500,000 in TVA Settlement receipts to replace existing funding to the Bioenergy Development program in FY 2015-16. Total funds available for the grant program remain at \$1,278,652.				
Reserves & Transfers				
12 Agricultural Development & Farmland Preservation Trust Fund (ADFPTF) (1990)	(\$500,000)	NR		
Budgets \$500,000 in TVA Settlement receipts to replace existing funding to the ADFPTF in FY 2015-16. Total annual funding provided to the ADFPTF is \$2,608,376.				
13 Military Buffers (1990)	\$1,000,000	R	\$1,000,000	R
Provides additional recurring funds to the ADFPTF specifically for the purpose of acquiring buffers around military bases. Total annual funding provided to the ADFPTF is \$2,608,376.				
14 FFA Foundation (1990)	\$60,000	R	\$60,000	R
Provides an additional \$60,000 in recurring funding to support the FFA program. Total annual funds supporting the program is \$100,000.				
Soil & Water Conservation				
15 Conservation Reserve Enhancement Program (CREP) (1611)	(\$140,000)	NR	(\$140,000)	NR
Reduces funding for the CREP program on a nonrecurring basis for both years of the biennium. The Department may use existing cash balance available in the CREP special fund (27304-2711) to fund program requirements.				

16 Operating Funds (1611)

Budgets receipts transferred from the Swine Waste special fund (23704-2730).

(\$275,399) NR

17 Agriculture Cost Share (ACS) Program (1611)

Budgets \$1 million in TVA Settlement receipts to replace existing funding to the ACS program in FY 2015-16. Total funding provided to the program in FY 2015-16 is approximately \$6.6 million.

(\$1,000,000) NR

Standards**18 Gasoline and Oil Inspections (1160)**

Eliminates the recurring inspection tax transfer of \$5,223,690 and budgets a nonrecurring transfer of \$5,223,690 of motor fuel tax proceeds in FY 2015-16. The program is also subject to a Continuation Review.

Structural Pest Control & Pesticides**19 Pesticide Fee Receipts (1090)**

Budgets an additional \$150,000 in receipts from pesticide registration and licensing fees to more closely align to actual collections.

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

Veterinary Services**20 Spay and Neuter Account (1130)**

Replaces the \$250,000 transfer from the Food & Drug Division with a direct \$250,000 in recurring funding to support the Spay and Neuter program. Total annual program funding is approximately \$460,000.

\$250,000 R \$250,000 R

21 Cervid Farming (1130)

Provides funding to support 2.0 additional positions for the Captive Cervid program transferred to the Department in S513.

\$149,000 R \$149,000 R
2.00 2.00**Total Legislative Changes**

\$824,657 R **\$824,657** R
(\$2,425,399) NR **(\$140,000)** NR

Total Position Changes

6.00 6.00

Revised Budget**\$112,339,862** **\$114,625,261**

DACS - Soil & Water Conservation

Budget Code: 23704

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$15,073,553	\$14,369,777
Recommended Budget		
Requirements	\$9,605,835	\$9,605,835
Receipts	\$9,177,458	\$9,177,458
Positions	1.00	1.00

Legislative Changes

Requirements:

Swine Waste (2730)	\$0 R	\$0 R
Transfers \$275,399 from the Swine Waste special fund cash balance to support the operating budget for the Soil & Water Conservation Division in FY 2015-16.	\$275,399 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	\$0 R	\$0 R
	\$275,399 NR	\$0 NR
	0.00	0.00

Receipts:

Swine Waste (2730)	\$0 R	\$0 R
No budget action necessary.	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR

Senate Appropriations Committee on Natural and Economic Resources

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$9,881,234	\$9,605,835
Revised Total Receipts	\$9,177,458	\$9,177,458
Change in Fund Balance	(\$703,776)	(\$428,377)
Total Positions	1.00	1.00
Unappropriated Balance Remaining	\$14,369,777	\$13,941,400

Labor

	GENERAL FUND			
	FY 15-16	FY 16-17		
Recommended Base Budget	\$15,945,674	\$15,945,674		
Legislative Changes				
Department-wide				
22 Workers' Compensation Adjustment Reserve	\$29,114	R	\$29,114	R
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.				
Administration				
23 Fund Shift Positions (1120)	(\$130,150)	R	(\$130,150)	R
Fund shifts 2.0 positions to receipt-support from boiler inspection fees.				
	-2.00		-2.00	
60012882 - Admin Officer (1.0) 60013046 - Health Benefits Officer (1.0)				
Occupational Safety & Health				
24 Operating Reduction (1352)	(\$25,229)	R	(\$25,229)	R
Reduces the operating budget for the OSH program by 4.6%, leaving \$527,065 in General fund support available for operating expenses.				
Standards & Inspections				
25 Mine & Quarry Inspections (1330)	(\$346,492)	R	(\$346,492)	R
Eliminates funding for the Mine & Quarry Inspection Division.				
	-4.60		-4.60	
60012971 - Mine Safety & Health Consultant (1.0) 60012969 - Mine Safety & Health Consultant (1.0) 60012968 - Mine Safety & Health Consultant (1.0) 60012966 - Mine Safety & Health Consultant (1.0) 60012964 - Mine Safety & Health Consultant (0.6)				
Total Legislative Changes	(\$472,757)	R	(\$472,757)	R
Total Position Changes	-6.60		-6.60	
Revised Budget	\$15,472,917		\$15,472,917	

Environment & Natural Resources

GENERAL FUND

	FY 15-16	FY 16-17
Recommended Base Budget	\$162,279,549	\$162,279,549

Legislative Changes

Department-wide

26 Workers' Compensation Adjustment Reserve	\$173,960	R	\$173,960	R
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Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.

27 Operating Reduction	(\$1,000,000)	R	(\$1,000,000)	R
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Reduces the following line items throughout the Department:

Other Information Tech Svcs	\$400,000
Engineering Services	\$60,000
Misc Contractual Services	\$150,000
Rent/Lease - Buildings/Office	\$55,000
Rent/Lease - Motor Vehicles	\$100,000
Transportation-Ground In-State	\$50,000
Lodging - In State	\$25,000
Meals - In State	\$25,000
Postage, Freight & Delivery	\$35,000
General Office Supplies	\$100,000

Administrative Services

28 Administrative Operating Reduction (1140)	(\$159,025)	R	(\$159,025)	R
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Reduces the Department's administrative services operating budget by 7.4%, leaving approximately \$2 million in receipts to support the administrative operating budget in each year of the biennium.

29 Administrative Positions (1140)

(\$2,528,742)

R

(\$2,528,742)

R

Eliminates 24.39 vacant administrative positions and 6 filled administrative positions due to the transfer of the Zoo, Aquariums, Museum of Natural Sciences, and the Parks System. These positions will be reestablished in the newly renamed Department of Natural and Cultural Resources.

-30.39

-30.39

Filled Positions:

- 60036186 - Chief Deputy II (1.0)
- 60035027 - Attorney II (1.0)
- 60036019 - Accounting Technician (1.0)
- 65010186 - Engineer (1.0)
- 60036012 - Accountant (1.0)
- 60035979 - Artist Illustrator (1.0)

Vacant Positions:

- 60032766 - Accountant (1.0)
- 60034828 - Agency Legal Specialist II (1.0)
- 60035991 - EEO Administrator (1.0)
- 60036006 - Accounting Technician (1.0)
- 60036029 - Budget Manager (1.0)
- 60036031 - Budget Analyst (1.0)
- 60036034 - Budget Analyst (1.0)
- 60036039 - Purchaser (1.0)
- 60035958 - Environmental Program Supervisor II (1.0)
- 60035952 - Policy Development Analyst (1.0)
- 60035829 - Staff Development Coordinator (1.0)
- 60035950 - GS 5th Floor Receptionist (1.0)
- 60035984 - Personnel Analyst (1.0)
- 60036041 - Purchaser (1.0)
- 60036023 - Auditor (1.0)
- 60034575 - Technology Support Analyst(1.0)
- 60035501 - Technology Support Analyst(1.0)
- 60035318 - IT Security Specialist (1.0)
- 60036060 - Business and Technology Applic Specl (1.0)
- 60036063 - Business and Technology Applic Specl (1.0)
- 60035986 - W/A Recruitment Analyst(1.0)
- 60035955 - DENR Administrative Operations Director (1.0)
- 60035996 - Personnel Assistant IV (1.0)
- 60035953 - Ombudsman (0.54)
- 60032527 - Info Communication Specialist (0.45)
- 60035496 - Office Assistant (0.40)

Senate Appropriations Committee on Natural and Economic Resources

FY 15-16

FY 16-17

30 Administrative Efficiencies (1140)

(\$506,509) R (\$506,509) R

Eliminates 8 positions due to administrative efficiencies resulting from the transfer of the Zoo, Aquariums, Museum of Natural Sciences and the Parks System.

-8.00 -8.00

- 60036004 - Accounting Tech
- 60036014 - Accounting Tech
- 60036017 - Accounting Tech
- 60035942 - Special Asst to the Director
- 60035949 - HR Representative
- 60035998 - Deputy HR Director
- 60036013 - Accounting Tech
- 60036042 - Purchaser

Aquariums

31 Aquariums Admission Receipts (1355)

(\$356,224) R (\$356,224) R

Budgets additional admission receipts transferred from the North Carolina Aquariums Fund (24300-2865) to support the operations of the State's 3 aquariums. After this change, the aquariums' total budget of \$9.65 million will be supported by \$2.97 million in admission fee receipts and \$6.68 in net General Fund appropriations.

32 Aquariums Base Budget (1355)

(\$7,390,067) R (\$7,390,067) R

Eliminates the base budget for the aquariums from the Department of Environment and Natural Resources (DENR) due to the transfer of this function to the newly renamed Department of Natural and Cultural Resources (DNCR), effective August 1, 2015. A nonrecurring appropriation is provided to DENR, which is the equivalent of 1 month operating support for the aquariums. Any funds remaining in DENR after all outstanding liabilities for the aquariums have been fulfilled will be transferred to DNCR.

\$615,839 NR
-118.50 -118.50

Coastal Management

33 Lease Support (1625)

(\$30,523) R (\$30,523) R

Replaces State funds for lease expenses with federal funds available within the Division due to a reduction in force in FY 2013-14.

Energy, Mineral and Land Resources

34 Federal Grant Receipts (1749)

(\$37,483) R (\$37,483) R

Budgets additional federal grant funds to support one-third of the Energy Section Chief's salary and benefits (65020508).

-0.33 -0.33

35 University Energy Centers (1749)

\$54,309 R \$54,309 R

Increases funding for the State Energy Office grants to university energy centers by 5%, bringing total annual grant funding to \$1,111,242. Funding is allocated to support the energy center at North Carolina Agricultural and Technical State University (NC A&T, \$794,148) and a new center at the University of North Carolina at Charlotte (UNC-C, \$317,094). Funding for North Carolina State University and Appalachian State University is eliminated.

36 University Energy Centers (1749)

Budgets remaining Petroleum Violation Escrow (PVE) settlement funds transferred from budget code 64327 to partially offset support of the university energy centers at NC A&T and UNC-C on a nonrecurring basis.

(\$654,038) NR

37 Position Reduction (1730)

Eliminates a filled Rules Review Coordinator position (65019618), which was created to coordinate the development of shale gas rules that went into effect March 16, 2015.

(\$68,036) R (\$68,036) R

-1.00

-1.00

38 Cash Balances (1740 & 1735)

Budgets the following special fund cash balances transferred to the Division's General Fund budget on a one-time basis. A related provision in the Appropriations Act also closes these special funds and directs the Division to budget fee receipts in the General Fund.

(\$345,000) NR

Mining Fees \$165,000

Mining Interest \$85,000

Storm Water Permits \$95,000

39 Dam Safety Program (1740)

Provides funds to hire contract or temporary positions to manage and conduct the initial review and subsequent annual reviews of Emergency Action Plans (EAP) and associated dam safety inspections and technical assistance for the 1,559 intermediate and high hazard dams as required by Part 5 of S.L. 2014-122.

\$250,000 NR \$250,000 NR

40 Shale Gas (1749)

Provides nonrecurring funding to contract for a comprehensive analysis of onshore natural gas resources. Contract may include the digitization, analysis, or reanalysis of geological data related to natural gas exploration including utilization of existing seismic reflection data.

\$500,000 NR

Environmental Assistance and Customer Service**41 Operating Reduction (1130 & 1615)**

Reduces the rent line item in the Department's regional offices, leaving over \$2.4 million for this expense. Also reduces various line items in the Office of Environmental Assistance and Customer Service by 4%, leaving \$446,505 in operating support.

(\$35,077) R (\$35,077) R

Land and Water Stewardship**42 Salary Reserve (1115)**

Reduces salary reserve in the Office of Land and Water Stewardship, leaving approximately \$1.76 million in the personnel line items.

(\$99,821) R (\$99,821) R

43 Clean Water Management Trust Fund (1115)

Separates funding for the Natural Heritage Program from the Clean Water Management Trust Fund budget.

(\$764,726) R (\$764,726) R

-9.10

-9.10

44 Natural Heritage Program (1115)

Provides funding for the Natural Heritage Program. Total funding for the program is reduced by 9.8%

\$689,726 R \$689,726 R

9.10

9.10

Senate Appropriations Committee on Natural and Economic Resources

FY 15-16**FY 16-17****45 Operating Funds (1115)**

Separates funding for administrative expenses from Clean Water Management Trust Fund's annual appropriation.

(\$1,127,452)	R	(\$1,127,452)	R
-9.60		-9.60	

46 Clean Water Management Trust Fund Operating (1115)

Provides recurring funds to support the Clean Water Management Trust Fund's administrative expenses rather than funding administration from grant funds.

\$1,127,452	R	\$1,127,452	R
9.60		9.60	

47 Grant Program Expansion (1115)

Provides additional grant funds for the Clean Water Management Trust Fund bringing total General Fund support for grants to approximately \$36.3 million over the biennium. Total funding from all sources, including special license plate revenue, is \$44.7 million over the biennium.

\$2,023,210	R	\$10,362,793	R
		\$500,000	NR

48 Military Buffers (1115)

Provides additional funding to the Clean Water Management Trust Fund (CWMTF) to be allocated specifically for the purpose of acquiring buffers around military bases. This action brings total General Fund support for all CWMTF grants to \$38.3 million and funding from all sources to \$46.7 million over the biennium.

\$1,000,000	R	\$1,000,000	R
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Marine Fisheries**49 Shellfish Rehabilitation (1320)**

Provides additional funds for cultch planting due to an increase in the price of oyster shells. Total General Fund support doubles in FY 2015-16 from \$300,000 to \$600,000 and increases again in FY 2016-17 to \$900,000.

\$50,000	R	\$600,000	R
\$250,000	NR		

50 Oyster Sanctuaries (1320)

Provides funding to support a network of oyster sanctuaries in FY 2016-17. Total General Fund support for this purpose is \$483,969.

		\$200,000	R
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51 Oyster Research and Development (1320)

Provides funds to contract with UNC-W to develop oyster brood stock to provide seed for aquaculture.

\$450,000	R	\$500,000	R
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Museum of Natural Sciences**52 Museum of Natural Sciences at Whiteville (1360)**

Eliminates funding for the Museum of Natural Sciences at Whiteville.

(\$300,232)	R	(\$300,232)	R
-3.00		-3.00	

53 Grassroots Science Museums (1360)

Establishes a competitive grant program for North Carolina science centers/museums and children's museums with science and STEM (science, technology, engineering and mathematics) exhibits and programming.

		\$2,000,000	R
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FY 15-16**FY 16-17****54 Museum Base Budget (1360)**

Eliminates the base budget for the Museum from the Department of Environment and Natural Resources (DENR) due to the transfer of this function to the newly renamed Department of Natural and Cultural Resources (DNCR), effective August 1, 2015. The transfer includes 3.12 receipt-supported positions. A nonrecurring appropriation is provided to DENR, which is the equivalent of 1 month operating support for the Museum. Any funds remaining in DENR after all outstanding liabilities for the Museum have been fulfilled will be transferred to DNCR.

(\$12,143,205)	R	(\$12,143,205)	R
\$1,011,934	NR		
-148.88		-148.88	

Parks and Recreation**55 Centennial Funding (1280)**

Provides nonrecurring funds for the promotion of the 100th Anniversary of the North Carolina State Park System, including marketing funds, special exhibits and improved signage.

\$300,000	NR	\$200,000	NR
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56 Parks and Recreation Trust Fund (PARTF) (1280)

Provides additional funding for PARTF bringing total grant funding from all sources to approximately \$31.9 million over the biennium.

\$590,924	R	\$4,577,007	R
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57 Park Restoration (1280)

Provides nonrecurring funds to restore Brock's Mill House and Pond.

\$50,000	NR		
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58 Parks Base Budget (1280)

Eliminates the base budget for the Parks System from the Department of Environment and Natural Resources (DENR) due to the transfer of this function to the newly renamed Department Natural and Cultural Resources (DNCR), effective August 1, 2015. The transfer includes 17 receipt-supported positions. A nonrecurring appropriation is provided to DENR, which is the equivalent of 1 month operating support for the Park System. Any funds remaining in DENR after all outstanding liabilities for the Parks System have been fulfilled will be transferred to DNCR.

(\$42,807,443)	R	(\$42,807,443)	R
\$3,567,287	NR		
-463.50		-463.50	

Waste Management**59 Position Reduction (1760)**

Eliminates a filled Environmental Specialist position (60034599) in the Solid Waste Section. Also reduces the legal services line item by \$144,042 leaving \$458,612 for these services and the communications and data processing line item by \$70,385 leaving \$292,613 for this purpose.

(\$282,259)	R	(\$282,259)	R
-1.00		-1.00	

60 Cash Balance (1671)

Budgets the cash balance in the UST Soil Permitting special fund (24300-2391) in the Division's General Fund on a one-time basis. A provision in the Appropriations Act directs the Division to budget fee receipts directly in the General Fund.

(\$42,155)	NR		
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61 Noncommercial Leaking Underground Storage Tank Fund (1990)

Provides nonrecurring funds to eliminate the backlog of claims against the Noncommercial Leaking Petroleum Underground Storage Tank Fund and for releases reported prior to August 1, 2015.

\$2,275,040 NR

62 Noncommercial Leaking Underground Storage Tank Fund (1990)

Eliminates funding for the Noncommercial Leaking Petroleum Underground Storage Tank Fund for releases reported after August 1, 2015.

(\$3,417,105) R (\$3,417,105) R

63 Noncommercial Leaking Underground Storage Tank Program (1671)

Eliminates the transfer of \$1,641,785 from the Noncommercial Leaking Underground Storage Tank Cleanup Fund to the Division's General Fund to support the underground storage tank program starting in FY 2016-17.

Water Infrastructure**64 Operating Reduction (1460)**

Reduces funds for cellular phone service by 29%, leaving \$3,908 in the Division for this service.

(\$1,592) R (\$1,592) R

65 Drinking Water State Revolving Funds (DWSRF) (1460)

Reduces funding for the State match for the DWSRF to more closely align with actual requirements; \$4.5 million in State funds remain to fully match the federal capitalization grant.

(\$478,825) R (\$478,825) R

66 State Match for CWSRF (1460)

Provides additional funds for the State match for the CWSRF to more closely align with actual needs of the program. Total State funding is \$5.1 million.

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

67 Clean Water State Revolving Fund (CWSRF) (1460)

Provides nonrecurring funds to enable the division to draw down federal capitalization funds available in FFY 2014-15. Also puts the CWSRF on schedule to draw down federal funds in FFY 2015-16 when they become available at the beginning of the year rather than at the end of the fiscal year.

\$5,100,000 NR

Water Resources**68 Dredging Funds (1990)**

Provides additional funds for the Shallow Draft Navigation Channel Dredging and Lake Maintenance Fund. Total funding available in FY 2015-16 is estimated to be \$20 million.

\$12,183,423 NR

69 Deep Draft Dredging (1990)

Provides \$1 million in nonrecurring funds for deep draft dredging needs. Funds will be transferred for this purpose to a newly established special fund, Deep Draft Dredging Fund.

\$1,000,000 NR

Senate Appropriations Committee on Natural and Economic Resources

FY 15-16

FY 16-17

70 404 Permitting Program (1990)

Provides funds to contract for a consultant to complete and submit an application to the federal government for the State to assume responsibility of the 404 permitting process.

\$250,000 NR

Zoo

71 Zoo Receipts (1305)

Budgets additional receipts to support the operations of the NC Zoo.

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

72 Zoo Base Budget (1305)

Eliminates the base budget for the Zoo from the Department of Environment and Natural Resources (DENR) due to the transfer of this function to the newly renamed Department of Natural and Cultural Resources (DNCR), effective August 1, 2015. The transfer includes 49.9 receipt-supported positions. A nonrecurring appropriation is provided to DENR, which is the equivalent of 1 month operating support for the Zoo. Any funds remaining in DENR after all outstanding liabilities for the Zoo have been fulfilled will be transferred to DNCR.

(\$10,733,824) R (\$10,733,824) R
 \$894,485 NR
 -213.35 -213.35

Total Legislative Changes

(\$78,108,589) R (\$62,982,923) R
\$27,206,815 NR \$950,000 NR

Total Position Changes

-987.95 -987.95

Revised Budget

\$111,377,775 \$100,246,626

DENR - Special

Budget Code: 24300

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$22,269,945	\$12,214,257
Recommended Budget		
Requirements	\$91,999,421	\$91,999,421
Receipts	\$82,443,138	\$82,443,138
Positions	273.12	273.12

Legislative Changes

Requirements:

Shallow Draft Dredging Fund (2182)	\$0	R	\$0	R
Reduces the motor fuel tax transfer by \$157,517 in FY 2015-16 and \$152,333 in FY 2016-17 based on distributional changes between the Highway Fund and Highway Trust Fund. Program is also subject to a Continuation Review so the recurring motor fuels tax transfer is eliminated and replaced with a nonrecurring transfer of motor fuel tax proceeds in FY 2015-16. Base budget contains no transfer. No budget action necessary.	\$0	NR	\$0	NR
	0.00		0.00	
 Coastal Waterways User Fee (2182)	 \$1,700,000	 R	 \$1,700,000	 R
Budgets additional fees generated from the Coastal Waterways User Fee for shallow draft dredging needs.	\$0	NR	\$0	NR
	0.00		0.00	
 Soil Remediation Fees (2391)	 \$0	 R	 \$0	 R
Transfers the cash balance in the Soil Remediation Fees special fund to the Division of Waste Management's General Fund budget. A provision in the Appropriations Act eliminates the special fund and directs the Department to budget the requirements and receipts in the General Fund.	\$42,155	NR	\$0	NR
	0.00		0.00	
 Mining Interest Cash Balance (2610)	 \$0	 R	 \$0	 R
Transfers the cash balance in the Mining Interest special fund to the Division of Energy, Mineral and Land Resource's General Fund budget.	\$85,000	NR	\$0	NR
	0.00		0.00	

Senate Appropriations Committee on Natural and Economic Resources

	FY 2015-16		FY 2016-17	
Mining Interest (2610)	(\$38,431)	R	(\$38,431)	R
Eliminates the budget for the Mining Interest special fund. A provision in the Appropriations Act eliminates this special fund and directs the Department to budget the requirements and receipts in the General Fund.	\$0	NR	\$0	NR
	-0.53		-0.53	
Mining Fees Cash Balance (2745)	\$0	R	\$0	R
Transfers the cash balance in the Mining Fees special fund to the Division of Energy, Mineral and Land Resource's General Fund.	\$165,000	NR	\$0	NR
	0.00		0.00	
Mining Fees (2745)	(\$188,480)	R	(\$188,480)	R
Eliminates the budget for the Mining Fees special fund. A provision in the Appropriations Act eliminates this special fund and directs the Department to budget the requirements and receipts in the General Fund.	\$0	NR	\$0	NR
	0.00		0.00	
Stormwater Cash Balance (2750)	\$0	R	\$0	R
Transfers the cash balance in the Stormwater special fund to the Division of Energy, Mineral and Land Resource's General Fund.	\$95,000	NR	\$0	NR
	0.00		0.00	
Stormwater (2750)	(\$822,113)	R	(\$822,113)	R
Eliminates the budget for the Stormwater special fund. A provision in the Appropriations Act eliminates this special fund and directs the Department to budget the requirements and receipts in the General Fund.	\$0	NR	\$0	NR
	0.00		0.00	
Inspection and Maintenance (I&M) Fees (2338)	(\$3,588,862)	R	(\$3,588,862)	R
Eliminates the recurring I&M fee transfer and budgets a nonrecurring transfer of I&M fee proceeds in FY 2015-16. Program is also subject to a Continuation Review.	\$3,588,862	NR	\$0	NR
	0.00		0.00	
Mercury Pollution Prevention Account (2119)	(\$681,887)	R	(\$681,887)	R
Eliminates the recurring title fee transfer and budgets a nonrecurring transfer of title fee proceeds in FY 2015-16. Program is also subject to a Continuation Review.	\$681,887	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	(\$3,619,773)	R	(\$3,619,773)	R
	\$4,657,904	NR	\$0	NR
	-0.53		-0.53	

Receipts:

Senate Appropriations Committee on Natural and Economic Resources

	FY 2015-16		FY 2016-17	
Shallow Draft Dredging Fund (2182)	\$0	R	\$0	R
Reduces the motor fuel tax transfer by \$157,517 in FY 2015-16 and \$152,333 in FY 2016-17 based on distributional changes between the Highway Fund and Highway Trust Fund. Program is also subject to a Continuation Review so the recurring motor fuels tax transfer is eliminated and replaced with a nonrecurring transfer of motor fuel tax proceeds in FY 2015-16. Base budget contains no transfer. No budget action necessary.	\$0	NR	\$0	NR
Coastal Waterways User Fee (2182)	\$1,700,000	R	\$1,700,000	R
Budgets additional fees generated from the Coastal Waterways User Fee transferred from the Wildlife Resources Commission.	\$0	NR	\$0	NR
Soil Remediation Fees (2391)	\$0	R	\$0	R
Base budget contains no receipts. No budget action necessary.	\$0	NR	\$0	NR
Mining Interest Cash Balance (2610)	\$0	R	\$0	R
No budget action necessary.	\$0	NR	\$0	NR
Mining Interest (2610)	(\$38,431)	R	(\$38,431)	R
Removes the budget for mining interest receipts in the special fund. Receipts will be budgeted in the General Fund.	\$0	NR	\$0	NR
Mining Fees Cash Balance (2745)	\$0	R	\$0	R
No budget action necessary.	\$0	NR	\$0	NR
Mining Fees (2745)	(\$300,730)	R	(\$300,730)	R
Removes the budget for mining fees receipts in the special fund. Receipts will be budgeted in the General Fund.	\$0	NR	\$0	NR
Stormwater (2750)	(\$822,113)	R	(\$822,113)	R
Removes the budget for stormwater fee receipts in the special fund. Receipts will be budgeted in the General Fund.	\$0	NR	\$0	NR
Inspection and Maintenance (I&M) Fees (2338)	(\$3,082,888)	R	(\$3,082,888)	R
Eliminates the recurring motor fuels tax transfer and budgets a nonrecurring transfer of motor fuel tax proceeds in FY 2015-16. Program is also subject to a Continuation Review.	\$3,082,888	NR	\$0	NR

Senate Appropriations Committee on Natural and Economic Resources

	FY 2015-16		FY 2016-17	
Mercury Pollution Prevention Account (2119)	(\$681,887)	R	(\$681,887)	R
Eliminates the recurring title fee transfer and budgets a nonrecurring transfer of title fee proceeds in FY 2015-16. Program is also subject to a Continuation Review.	\$681,887	NR	\$0	NR
Subtotal Legislative Changes	(\$3,226,049)	R	(\$3,226,049)	R
	\$3,764,775	NR	\$0	NR
<hr/>				
Revised Total Requirements	\$93,037,552		\$88,379,648	
Revised Total Receipts	\$82,981,864		\$79,217,089	
Change in Fund Balance	(\$10,055,688)		(\$9,162,559)	
Total Positions	272.59		272.59	
<hr/>				
Unappropriated Balance Remaining	\$12,214,257		\$3,051,698	

Reserve for Air Quality - Fuel Tax

Budget Code: 24301

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$0	\$0
Recommended Budget		
Requirements	\$0	\$0
Receipts	\$0	\$0
Positions	0.00	0.00

Legislative Changes

Requirements:

Water and Air Quality Account (Fuel Tax) (2334)	(\$7,299,805) R	(\$7,299,805) R
Eliminates the recurring motor fuels tax transfer and budgets a nonrecurring transfer of motor fuel tax proceeds in FY 2015-16. Program is also subject to a Continuation Review.	\$7,299,805 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	(\$7,299,805) R	(\$7,299,805) R
	\$7,299,805 NR	\$0 NR
	0.00	0.00

Receipts:

Water and Air Quality Account (Fuel Tax) (2334)	(\$7,299,805) R	(\$7,299,805) R
Eliminates the recurring motor fuels tax transfer and budgets a nonrecurring transfer of motor fuel tax proceeds in FY 2015-16. Program is also subject to a Continuation Review.	\$7,299,805 NR	\$0 NR
Subtotal Legislative Changes	(\$7,299,805) R	(\$7,299,805) R
	\$7,299,805 NR	\$0 NR

Senate Appropriations Committee on Natural and Economic Resources

FY 2015-16

FY 2016-17

Revised Total Requirements	\$0	(\$7,299,805)
Revised Total Receipts	\$0	(\$7,299,805)
Change in Fund Balance	\$0	\$0
Total Positions	0.00	0.00

Unappropriated Balance Remaining	\$0	\$0
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DENR - Commercial LUST Cleanup

Budget Code: 64305

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$83,787,906	\$52,984,756
Recommended Budget		
Requirements	\$63,762,710	\$63,762,710
Receipts	\$32,959,560	\$32,959,560
Positions	11.20	11.20

Legislative Changes

Requirements:

Noncommercial Fund (6371)	(\$5,608,732) R	(\$5,608,732) R
Budgets a nonrecurring transfer of \$2,275,040 from the General Fund to eliminate the claims backlog.	\$4,466,667 NR	\$0 NR
Eliminates the recurring motor fuels tax transfer of \$2,191,627 and budgets a nonrecurring transfer of motor fuel tax proceeds in a like amount in FY 2015-16. Also, eliminates the recurring \$3,417,105 transfer from the General Fund on a permanent basis. Lastly, eliminates the transfer of \$1,641,785 from the Noncommercial Fund to the General Fund to support the underground storage tank program starting in FY 2016-17.	0.00	0.00
Commercial Fund Tax Transfer (6370)	(\$12,722,432) R	(\$12,722,432) R
Eliminates the recurring motor fuels tax transfer and budgets a nonrecurring transfer of motor fuel tax proceeds in FY 2015-16. Program is also subject to a Continuation Review.	\$12,722,432 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	(\$18,331,164) R	(\$18,331,164) R
	\$17,189,099 NR	\$0 NR
	0.00	0.00

Receipts:

Senate Appropriations Committee on Natural and Economic Resources

	FY 2015-16		FY 2016-17	
Noncommercial Fund (6371)	(\$5,608,732)	R	(\$5,608,732)	R
Budgets a nonrecurring transfer of \$2,275,040 from the General Fund to eliminate the claims backlog.	\$4,466,667	NR	\$0	NR
Eliminates the recurring motor fuels tax transfer of \$2,191,627 and budgets a nonrecurring transfer of motor fuel tax proceeds in a like amount in FY 2015-16. Also, eliminates the recurring \$3,417,105 transfer from the General Fund on a permanent basis. Lastly, eliminates the transfer of \$1,641,785 from the Noncommercial Fund to the General Fund to support the underground storage tank program starting in FY 2016-17.				
Commercial Fund (6370)	(\$12,722,432)	R	(\$12,722,432)	R
Eliminates the recurring motor fuels tax transfer and budgets a nonrecurring transfer of motor fuel tax proceeds in FY 2015-16. Program is also subject to a Continuation Review.	\$12,722,432	NR	\$0	NR
Subtotal Legislative Changes	(\$18,331,164)	R	(\$18,331,164)	R
	\$17,189,099	NR	\$0	NR
<hr/>				
Revised Total Requirements	\$62,620,645		\$45,431,546	
Revised Total Receipts	\$31,817,495		\$14,628,396	
Change in Fund Balance	(\$30,803,150)		(\$30,803,150)	
Total Positions	11.20		11.20	
<hr/>				
Unappropriated Balance Remaining	\$52,984,756		\$22,181,606	

DENR - Energy Stripper Well

Budget Code: 64327

	FY 2015-16		FY 2016-17	
Beginning Unreserved Fund Balance	\$882,675		\$228,637	
Recommended Budget				
Requirements	\$0		\$0	
Receipts	\$0		\$0	
Positions	0.00		0.00	
<hr/>				
Legislative Changes				
Requirements:				
Petroleum Violation Escrow Cash Balance (64347)	\$0	R	\$0	R
Transfers the cash balance in the Petroleum Violation Escrow trust fund to the Division of Energy, Mineral and Land Resources to offset the General Fund support of the university energy centers.	\$654,038	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	\$0	R	\$0	R
	\$654,038	NR	\$0	NR
	0.00		0.00	

Receipts:				
Petroleum Violation Escrow Cash Balance (64347)	\$0	R	\$0	R
Base budget contains no receipts. No budget action necessary.	\$0	NR	\$0	NR
Subtotal Legislative Changes	\$0	R	\$0	R
	\$0	NR	\$0	NR

Senate Appropriations Committee on Natural and Economic Resources

FY 2015-16

FY 2016-17

Revised Total Requirements	\$654,038	\$0
Revised Total Receipts	\$0	\$0
Change in Fund Balance	(\$654,038)	\$0
Total Positions	0.00	0.00

Unappropriated Balance Remaining	\$228,637	\$228,637
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Wildlife Resources Commission

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$13,317,641		\$13,317,641	
Legislative Changes				
Department-wide				
73 Workers' Compensation Adjustment Reserve	\$111,493	R	\$111,493	R
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.				
74 Agency Reduction	(\$2,700,990)	R	(\$2,775,990)	R
Reduces funding to the Wildlife Resources Commission by approximately 21% due to an increase in budgeted receipts, leaving approximately \$70 million in the budget from all sources.				
Wildlife Resources Commission				
75 Operating Reduction (1135 & 1166)	(\$226,651)	R	(\$226,651)	R
Reduces printing and postage line items related to the production of the Wildlife magazine and budgets timber receipts to support a portion of the following Forester positions:				
60034105 - Forester (0.50)				
60034121 - Forester (0.50)				
60034156 - Forester (0.25)				
60033832 - Forester (0.25)				
60033837 - Forester (0.25)				
60033851 - Forester (0.25)				
60033867 - Forester (0.25)				
60033876 - Forester (0.25)				
60089496 - Forester (0.25)				
60033847 - Forester (0.25)				
60033848 - Forester (0.25)				
60033849 - Forester (0.25)				
60033574 - Forester (0.25)				
Total Legislative Changes	(\$2,816,148)	R	(\$2,891,148)	R
Total Position Changes	-3.75		-3.75	
Revised Budget	\$10,501,493		\$10,426,493	

Motor Boat Interest Bearing

Budget Code: 24352

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$1,349,466	(\$3,287,903)
Recommended Budget		
Requirements	\$16,916,753	\$16,916,753
Receipts	\$16,916,753	\$16,916,753
Positions	0.00	0.00

Legislative Changes

Requirements:

Boating Safety Account (2371)	\$2,318,667	R	(\$2,166,334)	R
Reduces the motor fuel tax transfer by \$157,517 in FY 2015-16 and \$152,333 in FY 2016-17 based on distributional changes between the Highway Fund and Highway Trust Fund. Program is also subject to a Continuation Review so the recurring motor fuels tax transfer is eliminated and replaced with a nonrecurring transfer of motor fuel tax proceeds in FY 2015-16.	\$2,161,150	NR	\$0	NR
	0.00		0.00	
 Coastal Waterways User Fee and Vessel Agent Surcharge (2371)	 \$1,750,000	 R	 \$1,750,000	 R
Budgets a recurring transfer of the fees generated from the Coastal Waterways User Fee to the Shallow Draft Navigation Channel Dredging and Lake Maintenance Fund after nonrecurring costs of implementation have been deducted. Ongoing administrative costs are budgeted from the vessel agent surcharge, which is estimated to generate \$50,000 annually.	\$250,000	NR	\$250,000	NR
	0.00		0.00	
 Subtotal Legislative Changes	 \$4,068,667	 R	 (\$416,334)	 R
	\$2,411,150	NR	\$250,000	NR
	0.00		0.00	

Receipts:

Senate Appropriations Committee on Natural and Economic Resources

	FY 2015-16		FY 2016-17	
Boating Safety Account (2371)	(\$2,318,667)	R	(\$2,318,667)	R
Reduces the motor fuel tax transfer by \$157,517 in FY 2015-16 and \$152,333 in FY 2016-17 based on distributional changes between the Highway Fund and Highway Trust Fund. Program is also subject to a Continuation Review so the recurring motor fuels tax transfer is eliminated and replaced with a nonrecurring transfer of motor fuel tax proceeds in FY 2015-16.	\$2,161,115	NR	\$0	NR
Coastal Waterways User Fee and Vessel Agent Surcharge (2371)	\$2,000,000	R	\$2,000,000	R
Budgets a new receipt from the fees generated from the Coastal Waterways User Fee. A receipt from a new vessel agent surcharge is also budgeted.	\$0	NR	\$0	NR
Subtotal Legislative Changes	(\$318,667)	R	(\$318,667)	R
	\$2,161,115	NR	\$0	NR
<hr/>				
Revised Total Requirements	\$23,396,570		\$16,750,419	
Revised Total Receipts	\$18,759,201		\$16,598,086	
Change in Fund Balance	(\$4,637,369)		(\$152,333)	
Total Positions	0.00		0.00	
<hr/>				
Unappropriated Balance Remaining	(\$3,287,903)		(\$3,440,236)	

Commerce

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$47,261,954		\$47,261,954	
Legislative Changes				
Department-wide				
76 Workers' Compensation Adjustment Reserve	\$37,965	R	\$37,965	R
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.				
77 Legal Services	(\$93,626)	R	(\$93,626)	R
Reduces legal services funding in the Department. Remaining funds available for this purpose total approximately \$450,000.				
Administration				
78 Indirect Cost Receipts (1111)	(\$147,519)	R	(\$147,519)	R
Budgets federal indirect cost receipts for portions of 8 positions, including:				
	-1.10		-1.10	
60077151 - Secretary of Commerce (0.15) 60080847 - Chief of Staff (0.15) 60077152 - General Counsel (0.15) 60077155 - Director of Strategic & Economic Communications (0.15) 60077189 - Director of Legislative Affairs (0.15) 60077163 - Chief Financial Officer (0.15) 60077164 - Budget Officer (0.10) 60081258 - Deputy Communications Director (0.10)				
79 Communications Director (1111)	(\$92,609)	R	(\$92,609)	R
Eliminates a filled position (60077185); 2 General Funded supported communications position remain, including Director of Strategic & Economic Communications and Deputy Communications Director.				
	-1.00		-1.00	
80 Executive Assistant to the Secretary (1111)	(\$63,558)	R	(\$63,558)	R
Eliminates a filled position (60077177); 1 receipt-supported Executive Assistant to the Secretary position remains.				
	-1.00		-1.00	
81 Human Resources Operating Budget Reduction	(\$61,070)	R	(\$61,070)	R
Reduces the operating budget for Human Resources.				
82 Deputy General Counsel (1111)	(\$32,211)	R	(\$32,211)	R
Reduces funding for Deputy General Counsel (60080998) by 50%; receipts will support one-half of the position.				
	-0.50		-0.50	

Senate Appropriations Committee on Natural and Economic Resources

FY 15-16

FY 16-17

83 Business Recruitment/Expansion (1111)

\$25,000

R

\$25,000

R

Funds Secretary's business recruitment/expansion activities, accomplished in partnership with the Economic Development Partnership of North Carolina (EDPNC).

Commerce Finance Center**84 Job Maintenance and Capital Development Fund (JMAC) (1581)**

\$6,869,254

R

\$8,500,000

R

Provides funds for JMAC payments to Bridgestone, Domtar, Evergreen, and Goodyear.

85 Operating Costs (1581)

\$200,000

R

\$200,000

R

Provides funds for administration of the One North Carolina Fund and other economic development incentive programs. Commerce Finance Center operating budget totals approximately \$865,000, of which approximately \$221,000 is provided by receipts.

Economic Dev Partnership of NC (EDPNC)**86 EDPNC Contract (1114)**

Eliminates \$982,379 in special registration plate fee receipts that have historically been transferred from the Department of Transportation for use in out-of-state print and other media advertising for promotion of travel and industrial development per G.S. 20-79.7(c)(3)a.

87 EDPNC Contract (1114)

(\$525,060)

R

(\$525,060)

R

Reduces budget for EDPNC contract by 3%; remaining funds total \$16 million.

Graphics**88 Comprehensive Branding (1520)**

(\$1,500,000)

R

(\$1,500,000)

R

Eliminates recurring funding provided to the Department of Commerce to develop a comprehensive branding strategy to promote North Carolina.

89 Operating Funds (1520)

(\$142,834)

R

(\$142,834)

R

Eliminates excess funds remaining post EDPNC contract implementation; remaining funds total nearly \$138,000 to support partial positions.

90 Graphics Positions (1520)

(\$118,146)

R

(\$118,146)

R

Reduces funding for 2 Artist Illustrator II positions (60081262 & 60081263) by 75% and 1 temporary position by 100%. Positions will be supported by receipts.

-1.50

-1.50

Industrial Commission**91 Over-realized Receipts (1831)**

(\$375,000)

R

(\$375,000)

R

Reduces State funding due to a projected net increase in receipts.

92 Regional Offices (1831)

(\$276,387)

R

(\$425,182)

R

Reduces funding due to cost savings associated with relocation of duty stations from Raleigh into regional offices.

Commerce

Senate Appropriations Committee on Natural and Economic Resources

FY 15-16

FY 16-17

93 Operating Reduction (1831)

Reduces the operating budget for the Industrial Commission; remaining General Fund support totals \$4.4 million. Certified Budget receipts total \$8.6 million.

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

94 Information Technology Positions (1831)

Provides funding for 3 Information Technology positions that will support ongoing administration of the Consolidated Case Management System, including:

\$297,411 R \$297,411 R

3.00 3.00

- Operations & Systems Specialist (1.0)
- Bus & Tech App Analyst (1.0)
- Technology Support Specialist (1.0)

95 Insurance Regulatory Surcharge Receipts (1831)

Directs the Commission to budget \$2.4 million for Insurance Regulatory Surcharge receipts.

Office of Science and Technology

96 One NC Small Business Fund (1113)

Provides nonrecurring funds to offer early-stage technology development grants for small businesses that receive federal awards from the Small Business Innovative Research program or Small Business Technology Transfer program. Total biennium funding is \$6 million.

\$3,000,000 NR \$3,000,000 NR

Rural Economic Development

97 Underserved & Limited Resource Communities Grants (ULRC) (1534)

Eliminates the ULRC program, a competitive grant program for underserved and low resource communities that was active for 1 year in FY 2014-15.

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

98 Grant Program Expansion (1534)

Reduces recurring funding and provides nonrecurring expansion for Rural Economic Development Division grant programs. Total annual funding is \$17.5 million.

(\$390,000) R (\$390,000) R
\$4,410,000 NR \$4,410,000 NR

99 Main Street Solutions Fund (1620)

Provides nonrecurring funds to offer reimbursable matching grants to local governments to assist planning agencies and small businesses with efforts to revitalize downtown areas. Total FY 2015-16 funding is \$2 million.

\$2,000,000 NR

Travel Inquiry

100 Visitor Services Director (1551)

Budgets federal indirect cost receipts for one-half of a filled position (60080871).

(\$52,358) R (\$52,358) R

-0.50 -0.50

Workforce Solutions**101 Apprenticeship Program (1912)**

(\$850,315) R

(\$850,315) R

Eliminates General Fund support for the program; \$350,000 in federal Workforce Innovation and Opportunity Act funding remains available for the program.

102 Apprenticeship Program (1912)

Eliminates Apprenticeship fees (G.S. 94-12) and reduces budgeted receipts by \$300,000.

Total Legislative Changes	\$1,358,937	R	\$2,840,888	R
	\$9,410,000	NR	\$7,410,000	NR
Total Position Changes	-2.60		-2.60	
Revised Budget	\$58,030,891		\$57,512,842	

Commerce Employment Security

Budget Code: 24650

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$11,845,640	\$11,845,640
Recommended Budget		
Requirements	\$168,075,000	\$168,075,000
Receipts	\$168,075,000	\$168,075,000
Positions	1,282.40	1,282.40

Legislative Changes

Requirements:

USDOL Grant (2000)	\$0 R	\$0 R
Directs the Division of Employment Security to budget requirements and receipts for US Department of Labor Unemployment Compensation Modernization incentive payment. Funds shall be used to design and build an integrated unemployment benefit and tax accounting system; remaining funds shall be used for the operation of the unemployment insurance program.	\$205,063,552 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	\$0 R	\$0 R
	\$205,063,552 NR	\$0 NR
	0.00	0.00

Receipts:

USDOL Grant (2000)	\$0 R	\$0 R
Directs the Division of Employment Security to budget requirements and receipts for US Department of Labor Unemployment Compensation Modernization incentive payment. Funds shall be used to design and build an integrated unemployment benefit and tax accounting system; remaining funds shall be used for the operation of the unemployment insurance program.	\$205,063,552 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$205,063,552 NR	\$0 NR

Senate Appropriations Committee on Natural and Economic Resources

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$373,138,552	\$168,075,000
Revised Total Receipts	\$373,138,552	\$168,075,000
Change in Fund Balance	\$0	\$0
Total Positions	1,282.40	1,282.40
Unappropriated Balance Remaining	\$11,845,640	\$11,845,640

Commerce – Enterprise

Budget Code: 54600

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$3,639,764	\$3,981,703
Recommended Budget		
Requirements	\$33,541,658	\$33,541,658
Receipts	\$33,883,597	\$33,883,597
Positions	284.00	284.00
Legislative Changes		
Requirements:		
Utilities Commission (5211)	(\$144,428) R	(\$144,428) R
Reduces the budgeted requirements and receipts for the Utilities Commission to more closely align to actuals.	\$0 NR	\$0 NR
	0.00	0.00
Utilities - Public Staff (5221)	(\$478,193) R	(\$478,193) R
Reduces the budgeted requirements and receipts for the Public Staff to more closely align to actuals.	\$0 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	(\$622,621) R	(\$622,621) R
	\$0 NR	\$0 NR
	0.00	0.00
Receipts:		
Utilities Commission (5211)	(\$144,428) R	(\$144,428) R
Reduces the budgeted requirements and receipts for the Utilities Commission to more closely align to actuals.	\$0 NR	\$0 NR
Utilities - Public Staff (5221)	(\$478,193) R	(\$478,193) R
Reduces the budgeted requirements and receipts for the Public Staff to more closely align to actuals.	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$622,621) R	(\$622,621) R
	\$0 NR	\$0 NR

Senate Appropriations Committee on Natural and Economic Resources

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$32,919,037	\$32,919,037
Revised Total Receipts	\$33,260,976	\$33,260,976
Change in Fund Balance	\$341,939	\$341,939
Total Positions	284.00	284.00
Unappropriated Balance Remaining	\$3,981,703	\$4,323,642

Utilities Commission/Public Staff

Budget Code: 64605

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$3,366,237	\$3,366,237
Recommended Budget		
Requirements	\$16,122,621	\$16,122,621
Receipts	\$16,122,621	\$16,122,621
Positions	0.00	0.00

Legislative Changes

Requirements:

Utilities Comm. - Public Staff - Enterprise (6431)	(\$622,621) R	(\$622,621) R
Reduces the budgeted requirements and receipts for the fund to more closely align to actuals.	\$0 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	(\$622,621) R	(\$622,621) R
	\$0 NR	\$0 NR
	0.00	0.00

Receipts:

Utilities Comm. - Public Staff - Enterprise (6431)	(\$622,621) R	(\$622,621) R
Reduces the budgeted requirements and receipts for the fund to more closely align to actuals.	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$622,621) R	(\$622,621) R
	\$0 NR	\$0 NR

Senate Appropriations Committee on Natural and Economic Resources

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$15,500,000	\$15,500,000
Revised Total Receipts	\$15,500,000	\$15,500,000
Change in Fund Balance	\$0	\$0
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$3,366,237	\$3,366,237

Commerce - State Aid

	GENERAL FUND	
	FY 15-16	FY 16-17
Recommended Base Budget	\$11,704,240	\$11,704,240
Legislative Changes		
Biotechnology Center		
103 Biotechnology Center (1121)	(\$8,600,338) R	(\$8,600,338) R
Eliminates funding for the Biotechnology Center.		
Grassroots Science Museums (1913)		
104 Grassroots Science Museums (1913)	(\$198,430) R	(\$2,448,430) R
Reduces funds for Grassroots Science Museums. Total funding in FY 2015-16 is \$2.25 million. In FY 2016-17, transfers funding to the Museum of Natural Sciences to establish a competitive grant program for North Carolina science centers/museums and children's museums.		
High Point Market Authority		
105 High Point Market Authority (HPMA) (1913)	\$500,000 R	\$500,000 R
Provides additional funding for HPMA marketing; total funding is \$1.2 million.		
Total Legislative Changes	(\$8,298,768) R	(\$10,548,768) R
Total Position Changes		
Revised Budget	\$3,405,472	\$1,155,472

Cultural Resources

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$64,231,047		\$64,231,047	

Legislative Changes

Department-wide

106 Workers' Compensation Adjustment Reserve	\$284,701	R	\$284,701	R
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Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.

Historic Sites

107 Tryon Palace	\$100,000	NR	\$50,000	NR
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Provides additional operating funds for Tryon Palace. Total funding for Tryon Palace is \$2,992,302 in FY 2015-16 and \$2,942,302 in FY 2016-17.

Reserves

108 Aquariums Base Budget	\$6,774,228	R	\$7,390,067	R
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Creates an aquariums reserve to be used to establish the base budget for the aquariums transferred from the Department of Environment and Natural Resources (DENR) to the newly renamed Department of Natural and Cultural Resources (DNCR), effective August 1, 2015.

118.50	118.50
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109 Museum Base Budget	\$11,131,271	R	\$12,143,205	R
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Creates a museum reserve to be used to establish the base budget for the museum transferred from the Department of Environment and Natural Resources (DENR) to the newly renamed Department of Natural and Cultural Resources (DNCR), effective August 1, 2015. The transfer includes 3.12 receipt-supported positions.

148.88	148.88
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110 Parks Base Budget	\$39,240,156	R	\$42,807,443	R
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Creates a parks reserve to be used to establish the base budget for the parks system transferred from the Department of Environment and Natural Resources (DENR) to the newly renamed Department of Natural and Cultural Resources (DNCR), effective August 1, 2015. The transfer includes 17 receipt-supported positions.

463.50	463.50
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111 Zoo Base Budget	\$9,839,339	R	\$10,733,824	R
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Creates a zoo reserve to be used to establish the base budget for the zoo transferred from the Department of Environment and Natural Resources (DENR) to the newly renamed Department of Natural and Cultural Resources (DNCR), effective August 1, 2015. The transfer includes 49.9 receipt-supported positions.

213.35	213.35
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Senate Appropriations Committee on Natural and Economic Resources

FY 15-16

FY 16-17

112 Administrative Positions

\$2,528,742

R

\$2,528,742

R

Establishes 30.39 administrative positions due to the transfer of the Zoo, Aquariums, Museum of Natural Sciences and the Parks System. These positions will be eliminated in the Department of Environment and Natural Resources.

30.39

30.39

Filled Positions:

- 60036186 - Chief Deputy II (1.0)
- 60035027 - Attorney II (1.0)
- 60036019 - Accounting Technician (1.0)
- 65010186 - Engineer (1.0)
- 60036012 - Accountant (1.0)
- 60035979 - Artist Illustrator (1.0)

Vacant Positions:

- 60032766 - Accountant (1.0)
- 60034828 - Agency Legal Specialist II (1.0)
- 60035991 - EEO Administrator (1.0)
- 60036006 - Accounting Technician (1.0)
- 60036029 - Budget Manager (1.0)
- 60036031 - Budget Analyst (1.0)
- 60036034 - Budget Analyst (1.0)
- 60036039 - Purchaser (1.0)
- 60035958 - Environmental Program Supervisor II (1.0)
- 60035952 - Policy Development Analyst (1.0)
- 60035829 - Staff Development Coordinator (1.0)
- 60035950 - GS 5th Floor Receptionist (1.0)
- 60035984 - Personnel Analyst (1.0)
- 60036041 - Purchaser (1.0)
- 60036023 - Auditor (1.0)
- 60034575 - Technology Support Analyst(1.0)
- 60035501 - Technology Support Analyst(1.0)
- 60035318 - IT Security Specialist (1.0)
- 60036060 - Business and Technology Applic Specl (1.0)
- 60036063 - Business and Technology Applic Specl (1.0)
- 60035986 - W/A Recruitment Analyst(1.0)
- 60035955 - DENR Administrative Operations Director (1.0)
- 60035996 - Personnel Assistant IV (1.0)
- 60035953 - Ombudsman (0.54)
- 60032527 - Info Communication Specialist (0.45)
- 60035496 - Office Assistant (0.40)

Total Legislative Changes

\$69,798,437

R

\$75,887,982

R

\$100,000

NR

\$50,000

NR

Total Position Changes

974.62

974.62

Revised Budget

\$134,129,484

\$140,169,029

Cultural Resources - Roanoke Island Commission

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$508,384		\$508,384	
Legislative Changes				
Roanoke Island Festival Park				
113 Operating Fund Increase	\$9,000	R	\$9,000	R
Provides additional operating funds for the Roanoke Island Festival Park. The increase of funds restores the 2% budget reduction taken in FY 2014-15, bringing the total amount available in both fiscal years of the biennium to \$517,384.				
Total Legislative Changes	\$9,000	R	\$9,000	R
Total Position Changes				
Revised Budget	\$517,384		\$517,384	

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**Justice and Public
Safety
Section I**

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Public Safety

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$1,758,733,006		\$1,758,773,164	

Legislative Changes

A. Reserve for Salaries and Benefits

<p>1 Trooper Step Increase Provides funds for an experience-based step increase for State Highway Patrol Troopers pursuant to G.S. 20-187.3.</p>	<p>\$1,753,959</p>	<p>R</p>	<p>\$1,753,959</p>	<p>R</p>
<p>2 Correctional Officer Custody-level Based Pay Adjustment Provides funds to implement the mandatory increases associated with position reclassifications necessary to differentiate Correctional Officer pay by custody level as recommended in an Office of State Human Resources study of pay in correctional facilities. The State Human Resources Commission approved the recommendations of this study in the February 2015 meeting, indicating that the recommendations should be implemented as funds become available.</p>	<p>\$12,771,297</p>	<p>R</p>	<p>\$25,542,594</p>	<p>R</p>
<p>3 Compensation Increase Reserve - State Agency Teachers Provides funds to increase starting teacher pay from \$33,000 to \$35,000 per year, to adjust the tiers of the salary schedule, to grant an experience-based step increase for eligible educators earning a year of creditable experience, and to ensure that all educators, assuming no change in credentials, are paid at least their FY 2014-15 compensation.</p>	<p>\$170,912</p>	<p>R</p>	<p>\$170,912</p>	<p>R</p>
<p>4 Compensation Increase Reserve - DPS School-based Administrators (SBAs) Provides funds for an experience-based step increase for SBAs earning a year of creditable experience and funds an \$809 top of the salary schedule bonus. Any funds remaining may be used to implement Section 9.5.</p>	<p>\$6,000</p>	<p>R</p>	<p>\$6,000</p>	<p>R</p>

B. Department-wide

<p>5 Workers' Compensation Adjustment Reserve Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.</p>	<p>\$17,890,209</p>	<p>R</p>	<p>\$17,890,209</p>	<p>R</p>
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6 Samarcand Operating Costs

Funds start-up costs for the Samarcand Training Academy in Moore County. The training facility will allow the Department to provide overnight training for correctional officers and juvenile justice officers, as well as other employees of the Department of Public Safety (DPS). Positions are phased in throughout the biennium.

\$1,096,687	R	\$1,936,248	R
\$466,121	NR		
18.00		21.00	

7 Appropriate Use-of-Force Training

Provides nonrecurring funds to purchase a use-of-force training simulator for the Samarcand Training Academy.

\$109,656	NR
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C. Administration

8 Operating Budget Reductions

Reduces various line items in the operating budget for the Division of Administration. Reductions include:

(\$199,189)	R	(\$199,189)	R
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PC/Printer Equipment	(\$110,000)
Server Equipment	(\$ 56,000)
Data Processing Supplies	(\$ 15,000)
Laboratory Service Agreement	(\$ 6,000)
Library and Learning Resources	(\$ 7,000)
Other line items	(\$ 5,189)

This reduction is 0.33% of the \$59.9 million budget for the Division of Administration.

9 Governor's Crime Commission Budget Alignment

Modifies the budgeted amount for PC software by \$10,879 and eliminates State matching funds of \$1,610 for grant funds that are no longer necessary. This is a 0.04% reduction to the Governor's Crime Commission budget of \$25.9 million.

(\$12,489)	R	(\$12,489)	R
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D. Law Enforcement

10 SHP - Appropriate Use-of-Force Training

Provides funds to the State Highway Patrol (SHP) to develop and coordinate appropriate use-of-force training for State law enforcement officers, including the State Bureau of Investigation (SBI), Alcohol Law Enforcement (ALE), and State Capitol Police. Recurring funds are provided for supplies and equipment replacement and training costs; nonrecurring funds are provided for a use-of-force training simulator and associated equipment in the first year.

\$150,000	R	\$150,000	R
\$109,656	NR		

11 SHP Vehicles

Increases the recurring budget for replacement of the Highway Patrol's enforcement and support fleet by 60% to \$7,992,752. An additional 34% increase is provided on a nonrecurring basis in FY 2015-16.

\$3,000,000	R	\$3,000,000	R
\$1,710,750	NR		

12 SBI Vehicles

\$1,943,373 R

\$1,943,373 R

Establishes a recurring budget to replace 75 vehicles per year for the State Bureau of Investigation, including ALE.

13 SAFIS Replacement

\$333,557 NR

Provides nonrecurring funds in the first year for replacement of the Statewide Automated Fingerprint Identification System. These funds are leftover from the 2007 SAFIS replacement. An additional \$399,602 is budgeted in receipts on a recurring basis for this purpose.

14 Operation Medicine Drop

\$120,000 NR

Provides funds to the SBI for Operation Medicine Drop, a program that conducts events for citizens to bring unused or expired medications to a central location for safe disposal.

E. Emergency Management and National Guard**15 Emergency Management Operating Efficiencies**

(\$73,360) R

(\$73,360) R

Shifts partial funding of 4 positions (60084453, 60032393, 60084598, 60032400) to receipt support (\$48,657), and reduces funds for supplies and equipment by \$24,703. This is a 0.20% reduction to the total budget for Emergency Management of \$35.7 million.

-1.17

-1.17

16 National Guard Operating Efficiencies

(\$103,680) R

(\$103,680) R

Reduces the National Guard operating budget as follows:

Waste Mgt Services	(\$67,679)
Travel	(\$26,001)
Motor Vehicle Insurance	(\$10,000)

This is a 0.29% reduction to the total National Guard budget of \$35.5 million.

17 National Guard Joint Forces Headquarters (JFHQ) Operating Expenses

\$350,000 R

\$375,000 R

Provides funds for building utilities and maintenance for the National Guard's portion of JFHQ. Federal funds were used for this purpose until last year, when the federal portion of the funding was reduced to 55% and a 45% State match was required.

F. Adult Correction and Juvenile Justice - Prisons**18 Harnett CI Electronic Intrusion System**

(\$53,788) R

(\$511,219) R

Enhances prison security through the installation of an Electronic Intrusion System (EIS) at Harnett Correctional Institution. EIS improves efficiency by eliminating staff in watchtowers and replacing them with a roving perimeter patrol. The total amount reduced in FY 2015-16 is \$127,838. However, the Department is authorized to spend \$74,050 nonrecurring funds for vehicles and telecommunications equipment for the perimeter patrols.

-14.00

-14.00

19 Inmate Education

Reduces the Inmate Education budget by 5.6%, leaving \$8,451,087 to provide education services.

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

20 Continuation Review - Inmate Road Squads and Litter Crews

Funds the Inmate Road Squads and Litter Crews for FY 2015-16 only. The Highway Fund provides \$9,040,000 to support 184 positions for this program. Restoration of FY 2016-17 funds is subject to the findings of the Continuation Review.

21 Central Prison Mental Health Beds

Funds 66 positions at the Central Prison Mental Health Facility to open 72 additional beds to enable the unit to operate at full capacity of 216 beds. Thirty-five positions are effective January 1, 2016 and 31 additional positions are effective January 1, 2017.

\$1,074,669 R \$3,161,763 R
35.00 66.00

22 Behavior Treatment Unit and Diagnostic Positions

Establishes a mental health behavior treatment unit at Maury Correctional Institution and provides mental health positions for the Diagnostic Centers to improve the assessment of inmates' mental health status during processing. The positions are effective January 1, 2016.

\$723,805 R \$1,447,609 R
\$65,625 NR
29.00 29.00

23 Electronic Health Records

Provides funding for vendor fees for access and data for the electronic inmate healthcare records system. The Department is currently using nonrecurring funds for the development and implementation of the system. Funding is provided effective January 1, 2016 and will be annualized in FY 2017-18.

\$681,679 R

24 Statewide Misdemeanant Confinement Fund

Provides funds for the Statewide Misdemeanant Confinement Fund (SMCF). This fund was previously supported by court costs that were transferred directly to the fund. SMCF provides payments to county jails for housing, transportation, and medical care for misdemeanants sentenced to confinement for longer than 90 days.

\$22,500,000 R \$22,500,000 R

G. Adult Correction and Juvenile Justice - Community Corrections

25 Electronic Monitoring

Increases funding for electronic monitoring equipment for offenders under supervision. Use of electronic monitoring has more than doubled following the Justice Reinvestment Act; this funding supports the increased demand. With these additional funds, the budget for electronic monitoring will be \$4.9 million in FY 2015-17, a 17% increase.

\$700,000 R \$707,971 R

26 Broaden Access to Community Treatment

Provides funds to the Broaden Access to Community Treatment program. These funds shall be restricted to substance abuse treatment services for offenders assessed as moderate to high-risk for recidivism and high need for substance abuse services. Funds distributed under this provision shall be given to evidence-based programs to enhance, increase, or expand existing substance abuse treatment programs for offenders being supervised by the Department.

\$1,359,744 NR

H. Adult Correction and Juvenile Justice - Juvenile Justice

27 Residential Beds for Adjudicated Juveniles

Provides funding for expanded bed capacity for adjudicated juveniles in contracted and State-run facilities throughout the State. The new total budget for juvenile community programs will be \$20.1 million, an increase of 11%.

\$2,000,000 R \$2,000,000 R

Total Legislative Changes

\$65,188,405 R \$81,867,380 R
\$4,275,109 NR

Total Position Changes

66.83 100.83

Revised Budget

\$1,828,196,520 \$1,840,640,544

Justice

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$50,584,602		\$50,584,602	
Legislative Changes				
B. State Crime Laboratory				
28 Crime Lab Technicians	\$251,117	R	\$330,504	R
Creates 6 new technician positions at the State Crime Lab to handle non-scientific duties. These positions will allow forensic scientists to concentrate on more complex tasks, increasing efficiency and turn-around time for lab analysis.	6.00		6.00	
29 Outsourcing Funds for Forensic Analysis	\$750,000	NR		
Provides funds in the first year to allow the State Crime Lab to outsource forensic analysis services, including toxicology and DNA.				
C. Training and Standards				
30 Appropriate Use-of-Force Training	\$236,129	R	\$236,129	R
Provides funds to the NC Justice Academy to develop curricula and provide appropriate use-of-force training to local law enforcement agencies. Funding is provided to create new criminal justice training coordinator positions for community relations and use-of-force training, and to offer multiple train-the-trainer programs in Fair and Impartial Policing throughout the year. Nonrecurring funding is provided to purchase use-of-force training simulators for the Edneyville and Salemburg campuses.	\$219,312	NR		
	2.00		2.00	
31 Sexual Assault Investigator Training	\$80,000	R	\$80,000	R
Provides funds for a criminal justice coordinator to conduct basic and advanced training for the identification and investigation of sexual assault and violence against women crimes.	1.00		1.00	
D. Department-wide				
32 Workers' Compensation Adjustment Reserve	\$174,524	R	\$174,524	R
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.				

Total Legislative Changes	\$741,770	R	\$821,157	R
	\$969,312	NR		
Total Position Changes	9.00		9.00	
Revised Budget	\$52,295,684		\$51,405,759	

Judicial - Indigent Defense

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$112,087,174		\$112,097,118	

Legislative Changes

B. Private Appointed Counsel Fund

33 Additional Private Appointed Counsel Funds	\$4,400,000	R	\$4,400,000	R
<p>Provides funding to pay private counsel assigned to represent indigent defendants, reducing a budget shortfall that has accumulated over several years. This budget shortfall creates a hardship for small business legal firms whose payments are delayed when State funding is exhausted before the end of the fiscal year. This is a funding increase of 7.1% over current appropriations of \$61,579,725.</p>				

C. Public Defenders

34 Capital Defender's Office	(\$750,000)	R	(\$750,000)	R
<p>Reduces funding for the Office of the Capital Defender by \$750,000, leaving \$3,222,230. This is a reduction of 18.9%.</p>				
	-7.00		-7.00	

This reduction includes the following positions:

Position Number	Title
60002194	Asst. Capital Defender
60002193	Asst. Capital Defender
65021927	Asst. Capital Defender
65021928	Asst. Capital Defender
60002203	Capital Case Investigator
65021929	Capital Case Investigator
65021755	Legal Assistant III

D. Department-wide

35 Workers' Compensation Adjustment Reserve	\$895	R	\$895	R
<p>Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.</p>				

Senate Appropriations Committee on Justice and Public Safety

FY 15-16

FY 16-17

Total Legislative Changes	\$3,650,895	R	\$3,650,895	R
Total Position Changes	-7.00		-7.00	
Revised Budget	\$115,738,069		\$115,748,013	

Judicial

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$467,897,397		\$467,898,110	
Legislative Changes				
A. Reserve for Salaries and Benefits				
36 Assistant and Deputy Clerk Step Increase	\$3,771,968	R	\$3,771,968	R
Provides funds for an experience-based step increase for Assistant and Deputy Clerks pursuant to G.S. 7A-102.				
37 Magistrate Step Increase	\$1,669,939	R	\$1,669,939	R
Provides funds for an experience-based step increase for Magistrates pursuant to G.S. 7A-171.1.				
B. Administration and Services				
38 Funds for Interpreters, Expert Witnesses, and Juries	\$1,577,283	R	\$1,577,283	R
Increases the budget for interpreters, expert witnesses, and juries as necessary to operate the State court system. Funds for jury fees will increase by \$704,818 over the current budget of \$3,618,520. Funds for expert witnesses will increase by \$73,519 over the current budget of \$255,986. Funds for interpreters will increase by \$798,946 over the current budget of \$1,157,862. This represents a 31.3% increase over current funding levels.				
39 Funds For Operating Budget	\$3,309,203	R	\$3,309,203	R
Increases the budget for constitutionally and legally mandated legal and contracting services, equipment, travel, supplies, and maintenance as necessary to operate the State court system. This is an increase of 11.4% over the current budget levels.				
40 Electronic Compliance	\$567,236	NR		
Provides funding to the Administrative Office of the Courts (AOC) for an electronic compliance dismissal project.				
C. Trial Court				
41 Special Superior Court Judges	(\$306,541)	R	(\$613,083)	R
Eliminates 3 special superior court judgeships at the end of the terms of the judges currently serving in office. These terms will end on October 20, 2015 and January 26, 2016.				
	-3.00		-3.00	
42 Business Court Staff	\$428,529	R	\$571,372	R
Provides staff and facilities for special superior court judges who will be designated as Business Court judges in FY 2015-16.				
	\$538,524	NR		
	6.00		6.00	

43 Special Assistant United States Attorneys

Creates 6 Assistant District Attorney positions to act as Special Assistant United States Attorneys (SAUSAs) in offices covering all federal districts around the State. The Conference of District Attorneys will consult with all of the elected District Attorneys to determine the best home offices for these positions. The SAUSAs shall follow best practices as established by the Conference of District Attorneys. The costs assume that positions will be effective as of July 1, 2016.

\$713,514 R

6.00

D. Department-wide

44 Workers' Compensation Adjustment Reserve

Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.

\$575,744 R

\$575,744 R

Total Legislative Changes	\$11,026,125	R	\$11,575,940	R
	\$1,105,760	NR		
Total Position Changes	3.00		9.00	
Revised Budget	\$480,029,282		\$479,474,050	

Public Safety - Other Special Grants

Budget Code: 24550

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$29,719,634	\$26,911,790
Recommended Budget		
Requirements	\$46,285,923	\$46,285,923
Receipts	\$43,478,079	\$43,478,079
Positions	100.00	100.00

Legislative Changes

Requirements:

Continuation Review - Motor Carrier Safety Assistance	(\$9,313,362) R	(\$9,313,362) R
Provides funds for the State Highway Patrol's Motor Carrier Safety Assistance program for FY 2015-16 only. Restoration of FY 2016-17 funds is subject to the findings of the Continuation Review.	\$9,313,362 NR	\$0 NR
	0.00	-94.00
Subtotal Legislative Changes	(\$9,313,362) R	(\$9,313,362) R
	\$9,313,362 NR	\$0 NR
	0.00	-94.00

Receipts:

Continuation Review - Motor Carrier Safety Assistance	(\$9,313,362) R	(\$9,313,362) R
Provides funds for the State Highway Patrol's Motor Carrier Safety Assistance program for FY 2015-16 only. Restoration of FY 2016-17 funds is subject to the findings of the Continuation Review.	\$9,313,362 NR	\$0 NR
Subtotal Legislative Changes	(\$9,313,362) R	(\$9,313,362) R
	\$9,313,362 NR	\$0 NR

Senate Appropriations Committee on Justice and Public Safety

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$46,285,923	\$36,972,561
Revised Total Receipts	\$43,478,079	\$34,164,717
Change in Fund Balance	(\$2,807,844)	(\$2,807,844)
Total Positions	100.00	6.00
Unappropriated Balance Remaining	\$26,911,790	\$24,103,946

Public Safety – Special – Interest Bearing

Budget Code: 24555

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$19,924,292	\$13,923,877
Recommended Budget		
Requirements	\$8,466,432	\$8,466,432
Receipts	\$2,666,017	\$2,666,017
Positions	5.00	5.00

Legislative Changes

Requirements:

Community Correction Funds	\$0 R	\$0 R
Provides funds for the Community Corrections section of the Department of Public Safety to support training, purchase of safety equipment, and electronic monitoring.	\$200,000 NR	\$200,000 NR
	0.00	0.00
Subtotal Legislative Changes	\$0 R	\$0 R
	\$200,000 NR	\$200,000 NR
	0.00	0.00

Receipts:

Community Corrections Funds	\$0 R	\$0 R
No budget action necessary.	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR

Senate Appropriations Committee on Justice and Public Safety

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$8,666,432	\$8,666,432
Revised Total Receipts	\$2,666,017	\$2,666,017
Change in Fund Balance	(\$6,000,415)	(\$6,000,415)
Total Positions	5.00	5.00
Unappropriated Balance Remaining	\$13,923,877	\$7,923,462

ABC Commission

Budget Code: 54551

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$4,491,738	\$4,826,323
Recommended Budget		
Requirements	\$13,004,818	\$13,004,818
Receipts	\$13,339,403	\$13,339,403
Positions	44.00	44.00

Legislative Changes

Requirements:

Initiative to Reduce Underage Drinking	\$3,100,000	R	\$3,100,000	R
Provides funds for the Initiative to Reduce Underage Drinking to provide public relations assistance; strategic marketing and branding; multi-media planning, negotiation, and buying; and creative design and development for the NC ABC Commission's Talk It Out Campaign.	\$0	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	\$3,100,000	R	\$3,100,000	R
	\$0	NR	\$0	NR
	0.00		0.00	

Receipts:

Bailment Surcharge Receipts	\$3,100,000	R	\$3,100,000	R
Increases the budgeted receipts from the bailment surcharge. The ABC Commission increased the bailment surcharge from \$0.80 per case to \$1.40 per case in FY 2014-15.	\$0	NR	\$0	NR
Subtotal Legislative Changes	\$3,100,000	R	\$3,100,000	R
	\$0	NR	\$0	NR

Senate Appropriations Committee on Justice and Public Safety

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$16,104,818	\$16,104,818
Revised Total Receipts	\$16,439,403	\$16,439,403
Change in Fund Balance	\$334,585	\$334,585
Total Positions	44.00	44.00
Unappropriated Balance Remaining	\$4,826,323	\$5,160,908

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General Government

Section J

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(3.0) Department of Military and Veterans Affairs

GENERAL FUND

Recommended Base Budget	FY 15-16		FY 16-17	
	\$0		\$0	

Legislative Changes

1 Aid to County Veterans Service Offices

Creates a grant-in-aid program to county governments for the provision of veterans services.

\$200,000	R	\$200,000	R
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2 Base Closure and Realignment

Provides funding for the Military Affairs Commission, strategic planning, and economic modeling for the purpose of increasing value at and around installations, and advocacy at the federal level. The funds will be placed in a special fund.

\$1,675,000	NR
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3 State Veteran's Home Program

Transfers the Veteran's Home Program, including 8.80 FTEs, from the Department of Administration to the Department of Military and Veterans Affairs (DMVA). The program is entirely receipt supported. The budget for FY 2015-16 is \$45,864,689.

4 Transfer of Veterans Affairs

Transfers the central administrative staff and field operations staff from the Department of Administration to the new Department of Military and Veterans Affairs, effective July 1, 2015. In addition to appropriations, there are receipts of \$6,784,740 for total requirements of \$13,561,133.

\$6,776,393	R	\$6,776,393	R
70.90		70.90	

5 New Cemetery Operations

Provides operating funds for the new cemetery in Goldsboro for FY 2015-16 and FY 2016-17 after which receipts will cover operational costs.

\$250,000	NR	\$250,000	NR
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6 Technical Correction: Children of War Veterans Scholarships

Makes a technical correction to reflect the base budget transfer from the Escheats Fund for Children of War Veterans Scholarships. The amount transferred is \$6,520,964.

Position Transfers

7 OSBM - Position Transfer	\$109,809	R	\$109,809	R
Transfers 1 position vacant for over 550 days from the Office of State Budget and Management to the new Department of Military and Veterans Affairs to be reclassified as General Counsel, with salary and benefits totaling \$109,809. An additional \$35,009 will provide start-up funds associated with the newly created positions for the Department for FY 2015-16.	\$35,009	NR		
	1.00		1.00	
60008586 Budget Analyst \$109,809 (including benefits)				
8 DOA - Vacant Position Transfer	\$67,058	R	\$67,058	R
Transfers 1 vacant position from the Department of Administration (DOA) to reclassify it as an Accounting Technician for the Department of Military and Veterans Affairs.				
	1.00		1.00	
60014101 Accounting Clerk V \$50,203.47				
9 DOA - Position Transfer	\$72,143	R	\$72,143	R
Transfers 1 filled accounting position from the Department of Administration to the Department of Military and Veterans Affairs.				
	1.00		1.00	
60014117 Accountant \$72,143 (including benefits)				
10 OSHR - Vacant Position Transfer	\$69,265	R	\$69,265	R
Transfers 1 vacant position from the Office of State Human Resources to the Department of Military and Veterans Affairs.				
	1.00		1.00	
60013815 Human Resources Consultant \$69,265 (including benefits)				
11 OSHR and Governor's Office Position Transfers	\$270,455	R	\$270,455	R
Transfers 2 filled positions from the Office of the Governor and 1 filled position from the Office of State Human Resources into the Department of Military and Veterans Affairs.				
	3.00		3.00	
60008513 Office of the Governor - Special Advisor for Military Affairs \$129,467 (including benefits)				
60037816 Office of the Governor - Administrative Assistant \$61,894 (including benefits)				
60013800 Office of State Human Resources - Legislative Affairs Program Manager \$79,094 (including benefits)				
Total Legislative Changes	\$7,565,123	R	\$7,565,123	R
	\$1,960,009	NR	\$250,000	NR
Total Position Changes	77.90		77.90	
Revised Budget	\$9,525,132		\$7,815,123	

(4.0) Office of Administrative Hearings

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$4,992,437		\$4,992,437	
Legislative Changes				
12 Workers' Compensation Adjustment Reserve	\$1,159	R	\$1,159	R
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.				
Administrative Law Judge				
13 Additional Administrative Law Judge	\$123,618	R	\$123,618	R
Provides funds for an additional Administrative Law Judge in the Western part of the State.				
	1.00		1.00	
Total Legislative Changes	\$124,777	R	\$124,777	R
Total Position Changes	1.00		1.00	
Revised Budget	\$5,117,214		\$5,117,214	

(5.0) Treasurer

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$9,734,913		\$9,734,913	

Legislative Changes

14 Workers' Compensation Adjustment Reserve \$9,113 R \$9,113 R

Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.

15 ABLE \$430,000 R \$540,000 R

Provides funding to implement the Achieving a Better Life Experience (ABLE) Act to be managed by the Department of the State Treasurer. The following positions are authorized to be created for the operations, including: Attorney II, Information and Communication Specialist II, Administrative Support Specialist, and Economic Development Manager.

\$505,000 NR \$55,000 NR
4.00 4.00

Financial Operations Division

16 Operations Reduction (\$188,715) R (\$188,715) R

Reduces the budgets for the Investment Division and Banking Division by 2%. The total budget for these two divisions will be \$9,427,041 in FY 2015-16 and FY 2016-17.

Local Government Commission

17 Intervention Task Force \$198,864 R \$198,864 R

Provides funding for 2 positions for the local government unit to assist those local government entities that have been identified as being at risk of financial failure.

\$6,000 NR 2.00

ORBIT

18 ORBIT Online Self-Service Retirement System \$350,000 R \$350,000 R

Provides funding for 3 positions to upgrade and operate the ORBIT system. This upgrade will provide additional capacity to handle the increased demand created by future retirees.

3.00 3.00

Senate Appropriations Committee on General Government

FY 15-16

FY 16-17

Total Legislative Changes	\$799,262	R	\$909,262	R
	\$511,000	NR	\$55,000	NR
Total Position Changes	9.00		9.00	
Revised Budget	\$11,045,175		\$10,699,175	

Escheats

Budget Code: 63412

	FY 2015-16		FY 2016-17
Beginning Unreserved Fund Balance	\$578,160,445		\$713,836,707
Recommended Budget			
Requirements	\$94,118,299		\$94,118,299
Receipts	\$202,107,116		\$202,107,116
Positions	0.00		0.00

Legislative Changes

Requirements:

Technical Correction: Children of War Veterans Scholarships	(\$3,041,243) R		(\$3,041,243) R
Corrects the base budget transfer amount to the Children of War Veterans Scholarship program. The corrected transfer from the Escheats Fund is \$6.5 million recurring.	\$0 NR		\$0 NR
	0.00		0.00
Technical Correction: North Carolina Community College Financial Aid	\$2,353,798 R		\$2,353,798 R
Corrects the base budget transfer amount to the North Carolina Community Colleges Financial Aid program. The corrected transfer from the Escheats Fund is \$16.3 million recurring.	\$0 NR		\$0 NR
	0.00		0.00
Technical Correction: University of North Carolina Need Based Aid	(\$27,000,000) R		(\$27,000,000) R
Corrects the base budget transfer amount to the University of North Carolina Need Based Aid program. The corrected transfer from the Escheats Fund is \$37.8 million recurring.	\$0 NR		\$0 NR
	0.00		0.00
Subtotal Legislative Changes	(\$27,687,445) R		(\$27,687,445) R
	\$0 NR		\$0 NR
	0.00		0.00

Receipts:

Senate Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Technical Corrections	\$0 R	\$0 R
	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR
<hr/>		
Revised Total Requirements	\$66,430,854	\$66,430,854
Revised Total Receipts	\$202,107,116	\$202,107,116
Change in Fund Balance	\$135,676,262	\$135,676,262
Total Positions	0.00	0.00
<hr/>		
Unappropriated Balance Remaining	\$713,836,707	\$849,512,969

(6.0) Fire Rescue Nat Guard Pensions & LDD
Benefits

GENERAL FUND

	FY 15-16	FY 16-17
Recommended Base Budget	\$20,664,274	\$20,664,274
<hr/>		
Legislative Changes		
19 No Change		
<hr/>		
Total Legislative Changes		
Total Position Changes		
Revised Budget	\$20,664,274	\$20,664,274

(7.0) Insurance

	GENERAL FUND	
	FY 15-16	FY 16-17
Recommended Base Budget	\$38,296,364	\$38,296,364
Legislative Changes		
20 Workers' Compensation Adjustment Reserve	\$85,217	\$85,217
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.	R	R
Captives Insurance		
21 Actuary		
Allows the Department of Insurance to create an Actuary I position that will work in the area of captives insurance management. The funding for this position was made available in S.L. 2013-360.	1.00	1.00
Office of State Fire Marshal		
22 State Fire Protection Program		
Eliminates the recurring transfer of funds from the Department of Transportation and provides nonrecurring funding for FY 2015-16 only. The State Fire Protection Fund reimburses local fire districts and political subdivisions of the State for providing local fire protection for State-owned buildings and its contents. This fund will go through a continuation review process and the decision to continue with funding or to discontinue funding will be made during the budget deliberations of 2016. The total funds for this program transferred from the Department of Transportation are \$158,000.		
Total Legislative Changes	\$85,217	\$85,217
	R	R
Total Position Changes	1.00	1.00
Revised Budget	\$38,381,581	\$38,381,581

Regulatory Fund

Budget Code: 23900

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$7,705,857	\$5,305,857
Recommended Budget		
Requirements	\$33,499,163	\$33,499,163
Receipts	\$33,499,163	\$33,499,163
Positions	0.00	0.00

Legislative Changes

Requirements:

Fund 2123 - Rescue Squad Workers' Relief Fund	(\$1,456,931) R	(\$1,456,931) R
Eliminates the recurring transfer of funds from the Division of Motor Vehicles to support the Rescue Squad Workers' Relief Fund. The program will receive nonrecurring funds for FY 2015-16 and will be placed on a Continuation Review that will help determine whether the transfer of funds will need to continue from DMV to support this program.	\$1,456,931 NR	\$0 NR
	0.00	0.00
 Industrial Commission Transfer	 \$2,400,000 R	 \$2,400,000 R
Transfers funds to the Industrial Commission per S.L. 2014-100 to pay for the services that had previously been funded through fee collections.	\$0 NR	\$0 NR
	0.00	0.00
 Subtotal Legislative Changes	 \$943,069 R	 \$943,069 R
	\$1,456,931 NR	\$0 NR
	0.00	0.00

Receipts:

Fund 2123 - Rescue Squad Workers' Relief Fund	(\$1,456,931) R	(\$1,456,931) R
Eliminates the recurring transfer of funds from the Division of Motor Vehicles to support the Rescue Squad Workers' Relief Fund operated within Department of Insurance. The receipts from DMV will be nonrecurring during FY 2015-16 and eliminated in FY 2016-17.	\$1,456,931 NR	\$0 NR

Senate Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Subtotal Legislative Changes	(\$1,456,931) R	(\$1,456,931) R
	\$1,456,931 NR	\$0 NR
<hr/>		
Revised Total Requirements	\$35,899,163	\$34,442,232
Revised Total Receipts	\$33,499,163	\$32,042,232
Change in Fund Balance	(\$2,400,000)	(\$2,400,000)
Total Positions	0.00	0.00
<hr/>		
Unappropriated Balance Remaining	\$5,305,857	\$2,905,857

Volunteer Rescue/EMS Grant Program

Budget Code: 23901

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$910,473	\$910,473
Recommended Budget		
Requirements	\$1,303,585	\$1,303,585
Receipts	\$1,303,585	\$1,303,585
Positions	3.50	3.50

Legislative Changes

Requirements:

Fund 2122 - Volunteer Rescue/EMS Grant Program	(\$1,303,585) R	(\$1,303,585) R
Eliminates the recurring transfer of funds from the Division of Motor Vehicles (DMV) for the Volunteer Rescue/EMS Grant Program. The program will receive nonrecurring funds for FY 2015-16 and the fund is to be placed on a Continuation Review that will help determine whether the transfer of funds from DMV should continue to support this program in the future.	\$1,303,585 NR 0.00	\$0 NR -3.50
Subtotal Legislative Changes	(\$1,303,585) R \$1,303,585 NR 0.00	(\$1,303,585) R \$0 NR -3.50

Receipts:

Fund 2122 - Volunteer Rescue/EMS Grant Fund	(\$1,303,585) R	(\$1,303,585) R
Eliminates the transfer of recurring funds from the Division of Motor Vehicles to the Department of Insurance for the Volunteer Rescue/EMS Grant Program in FY 2015-16 and FY 2016-17 and provides nonrecurring funds for FY 2015-16.	\$1,303,585 NR	\$0 NR
Subtotal Legislative Changes	(\$1,303,585) R \$1,303,585 NR	(\$1,303,585) R \$0 NR

Senate Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$1,303,585	\$0
Revised Total Receipts	\$1,303,585	\$0
Change in Fund Balance	\$0	\$0
Total Positions	3.50	0.00
Unappropriated Balance Remaining	\$910,473	\$910,473

(9.0) State Board of Elections

	GENERAL FUND			
	FY 15-16		FY 16-17	
Recommended Base Budget	\$6,620,578		\$6,620,578	
<hr/>				
Legislative Changes				
23 VIVA Implementation				
Provides additional funds for the continued efforts of the Voter Information Verification Act.	\$100,000	NR		
24 Workers' Compensation Adjustment Reserve				
Decreases funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.	(\$254)	R	(\$254)	R
Agency-Wide				
25 Operating Budget Reduction				
Reduces the operating budget by 2% in anticipation of savings achieved through technology.	(\$117,081)	R	(\$117,081)	R
<hr/>				
Total Legislative Changes	(\$117,335)	R	(\$117,335)	R
	\$100,000	NR		
Total Position Changes				
Revised Budget	\$6,603,243		\$6,503,243	

(10.0) General Assembly

GENERAL FUND				
	FY 15-16		FY 16-17	
Recommended Base Budget	\$52,865,521		\$52,865,521	
Legislative Changes				
26 Legislative Retirement Contributions	\$65,160	R	\$65,160	R
Increases the State's contribution for members of the Legislative Retirement System to fund the annual required contribution.				
27 Workers' Compensation Adjustment Reserve	\$88,989	R	\$88,989	R
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.				
Total Legislative Changes	\$154,149	R	\$154,149	R
Total Position Changes				
Revised Budget	\$53,019,670		\$53,019,670	

(11.0) Governor

	GENERAL FUND	
	FY 15-16	FY 16-17
Recommended Base Budget	\$5,859,246	\$5,859,246
Legislative Changes		
28 Workers' Compensation Adjustment Reserve	\$22,583 R	\$22,583 R
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.		
Military Affairs Positions		
29 Position Transfers	(\$191,361) R	(\$191,361) R
Transfers 2 positions and funds for salaries and benefits from Office of the Governor into the Department of Military and Veterans Affairs.		
	-2.00	-2.00
60008513 Special Advisor for Military Affairs \$129,467 60037816 Administrative Assistant \$61,894		
Office-wide		
30 Administrative Reduction	(\$110,239) R	(\$110,239) R
Reduces the overall budget of the Office of the Governor by 2%.		
Total Legislative Changes	(\$279,017) R	(\$279,017) R
Total Position Changes	-2.00	-2.00
Revised Budget	\$5,580,229	\$5,580,229

Special Revenue – General Fund

Budget Code: 23002

	FY 2015-16		FY 2016-17	
Beginning Unreserved Fund Balance	\$333,557		\$0	
Recommended Budget				
Requirements	\$0		\$0	
Receipts	\$0		\$0	
Positions	0.00		0.00	
<hr/>				
Legislative Changes				
Requirements:				
Statewide Automated Fingerprint Identification System Replacement	\$0	R	\$0	R
Transfers the balance of this fund in FY 2015-16 to the General Fund and closes the special fund.	\$333,557	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	\$0	R	\$0	R
	\$333,557	NR	\$0	NR
	0.00		0.00	

Receipts:				
Governor's Office Special Revenue	\$0	R	\$0	R
	\$0	NR	\$0	NR
Subtotal Legislative Changes	\$0	R	\$0	R
	\$0	NR	\$0	NR

Senate Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$333,557	\$0
Revised Total Receipts	\$0	\$0
Change in Fund Balance	(\$333,557)	\$0
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$0	\$0

(12.0) Governor - Special Projects

GENERAL FUND

	FY 15-16	FY 16-17
Recommended Base Budget	\$2,000,000	\$2,000,000
<hr/>		
Legislative Changes		
31 No Change		
<hr/>		
Total Legislative Changes		
Total Position Changes		
Revised Budget	\$2,000,000	\$2,000,000

(13.0) State Budget & Management

		GENERAL FUND	
		FY 15-16	FY 16-17
Recommended Base Budget		\$7,586,922	\$7,586,922
<hr/>			
Legislative Changes			
32 Maintenance Agreement and Software Licensure		(\$200,000) R	(\$200,000) R
Reduces the budget for IT maintenance agreements by 34%; the actual expenditure level for FY 2013-14 was \$263,142. There is \$383,487 available for maintenance agreements in FY 2015-16 and FY 2016-17.			
33 Position Transfer DMVA		(\$144,818) R	(\$144,818) R
Transfers 1 position vacant for over 550 days from the Office of State Budget and Management to the new Department of Military and Veterans Affairs to be reclassified as General Counsel.			
60008586 Budget Analyst			
Total Legislative Changes		(\$344,818) R	(\$344,818) R
Total Position Changes		-1.00	-1.00
Revised Budget		\$7,242,104	\$7,242,104

(14.0) State Budget and Management - Special

		GENERAL FUND	
		FY 15-16	FY 16-17
Recommended Base Budget		\$0	\$0
<hr/>			
Legislative Changes			
NC Symphony			
34 North Carolina Symphony		\$1,500,000	R
Provides challenge grant funding to the NC Symphony. The NC Symphony must raise \$8 million each year in order to receive these funds.			R
Nonprofit Funding			
35 Averagesboro Battlefield Commission Project		\$50,000	NR
Provides funding to the Averagesboro Battlefield Commission to assist with the purchase and relocation of the Shaw Halfway House.			
Total Legislative Changes		\$1,500,000	R
		\$50,000	NR
Total Position Changes			
Revised Budget		\$1,550,000	\$1,500,000

(15.0) Auditor

	GENERAL FUND	
	FY 15-16	FY 16-17
Recommended Base Budget	\$11,733,689	\$11,733,689
Legislative Changes		
36 Workers' Compensation Adjustment Reserve	\$5,685	\$5,685
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.	R	R
37 Expert Witnesses		\$152,520
Provides funding for the Auditor's Office for expert witnesses used during audits.		R
Total Legislative Changes	\$5,685	\$158,205
	R	R
Total Position Changes		
Revised Budget	\$11,739,374	\$11,891,894

(16.0) Housing Finance Agency

GENERAL FUND

	FY 15-16	FY 16-17
Recommended Base Budget	\$9,118,739	\$9,118,739
Legislative Changes		
38 Workforce Housing Loan Program		
Provides funding for the Workforce Housing Loan Program (WHLP) to assist with the development of low-income housing units across the State. A portion of the Standard & Poor's settlement will fund the WHLP at \$10,000,000 in FY 2015-16 and at \$9,300,000 in FY 2016-17, bringing the total funding to \$10,000,000 in both years of the biennium.		\$700,000 NR
Total Legislative Changes		\$700,000 NR
Total Position Changes		
Revised Budget	\$9,118,739	\$9,818,739

Deferred State Aid

Budget Code: 63011

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$2,893,408	\$0
Recommended Budget		
Requirements	\$0	\$0
Receipts	\$0	\$0
Positions	0.00	0.00

Legislative Changes

Requirements:

Community Living Housing Fund	\$0	R	\$0	R
Authorizes the Housing Finance Agency to use funds transferred from the Department of Health and Human Services to the Community Living Housing Fund as prescribed in G.S. 122E-3.1.	\$2,893,408	NR	\$0	NR
	0.00		0.00	
 Workforce Housing Loan Program	 \$0	 R	 \$0	 R
Provides \$10,000,000 in FY 2015-16 and \$9,300,000 in FY 2016-17 to the Workforce Housing Loan Program (WHLP) from the Standard and Poor's settlement. In FY 2016-17 a \$700,000 appropriation from the General Fund brings the total WHLP funding for the fiscal year to \$10,000,000.	\$10,000,000	NR	\$9,300,000	NR
	0.00		0.00	
 Subtotal Legislative Changes	 \$0	 R	 \$0	 R
	\$12,893,408	NR	\$9,300,000	NR
	0.00		0.00	

Receipts:

Workforce Housing Loan Program		R		R
	\$10,000,000	NR	\$9,300,000	NR
 Community Living Housing Fund	 \$0	 R	 \$0	 R
	\$0	NR	\$0	NR

Senate Appropriations Committee on General Government

	FY 2015-16		FY 2016-17	
Subtotal Legislative Changes	\$0	R	\$0	R
	\$10,000,000	NR	\$9,300,000	NR
<hr/>				
Revised Total Requirements	\$12,893,408		\$9,300,000	
Revised Total Receipts	\$10,000,000		\$9,300,000	
Change in Fund Balance	(\$2,893,408)		\$0	
Total Positions	0.00		0.00	
<hr/>				
Unappropriated Balance Remaining	\$0		\$0	

(17.0) Administration

		GENERAL FUND	
		FY 15-16	FY 16-17
Recommended Base Budget		\$67,409,693	\$65,932,950
Legislative Changes			
39 Position Transfer DMVA		(\$72,143) R	(\$72,143) R
Transfers 1 filled accounting position from the Department of Administration to the Department of Military and Veterans Affairs.		-1.00	-1.00
60014117 Accountant \$72,143 (including benefits)			
40 Budget for Legal Services			\$100,000 R
Realigns the budget for legal services closer to the FY 2013-14 actual spending of \$139,242.			
41 Workers' Compensation Adjustment Reserve		(\$119,369) R	(\$119,369) R
Decreases funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.			
42 Veterans Affairs Administration		(\$6,776,393) R	(\$6,776,393) R
Transfers the administration, positions, and all funding for the Veterans Affairs Program from the Department of Administration to the Department of Military and Veterans Affairs. In addition to the transfer of appropriations, there are receipts of \$6,784,740 for a total budget of \$13,561,133.		-70.90	-70.90
43 Responsible Capital Planning Commission		\$197,088 R	\$197,088 R
Provides funding for 2 Architect positions to aid in the work of the new Responsible Capital Planning Commission.		2.00	2.00
44 Veterans Home Program			
Transfers the Veterans Home Program from the Department of Administration to the Department of Military and Veterans Affairs (DMVA). This program is entirely receipt supported and with a budget of \$45,864,689.			
45 Vacant Position Transfer to DMVA		(\$67,058) R	(\$67,058) R
Transfers 1 position from the Department of Administration to be repurposed to become the Accounting Technician for the Department of Military and Veterans Affairs.		-1.00	-1.00
60014101 Accounting Clerk V \$50,203.47			

46 Reduce Funding for Janitorial Supplies

(\$194,387) R (\$194,387) R

Reduces the budget for janitorial supplies from \$544,387 to \$350,000 to more closely align with prior year actuals.

1741 - Human Relations Commission**47 Human Relations Commission Elimination**

(\$545,407) R

Eliminates the Human Relations Commission in FY 2016-17.

-6.20

Ethics Commission**48 Investigation Funding**

\$50,000 NR

Provides funding for an independent investigation during FY 2015-16 as authorized by the Ethics Commission. The amount of funding for Purchased Services in FY 2015-16 is \$145,461.

49 Workers' Compensation Adjustment Reserve

\$2,931 R \$2,931 R

Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.

Office of State Human Resources**50 Personnel Compensation and Classification System**

\$140,000 R \$140,000 R

Funds the software licensing fees required to build a new compensation system. This system will allow for faster changes to the salary structure, provide streamlined review of electronic position descriptions, and enhance meeting and document management. Total funding for the new compensation system in FY 2015-16 is \$140,000.

51 Workers' Compensation Adjustment Reserve

(\$2,867) R (\$2,867) R

Decreases funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.

52 Vacant Position Transfer

(\$69,265) R (\$69,265) R

Transfers 1 vacant position from the Office of State Human Resources to the Department of Military and Veterans Affairs.

-1.00

-1.00

60013815 Human Resources Consultant

53 Position Realignment

(\$65,394) R (\$65,394) R

Realigns funding for 1 position to reflect partial receipt support.

-0.50

-0.50

60013740 Division Director

(17.0) Administration

Senate Appropriations Committee on General Government

FY 15-16

FY 16-17

Office of State Human Resources

54 Position Transfer

Transfers 1 position from the Office of State Human Resources to the Department of Military and Veterans Affairs.

(\$79,094) R (\$79,094) R

-1.00 -1.00

60013800 Legislative Affairs Program Manager \$79,094

Total Legislative Changes

(\$7,105,951) R (\$7,551,358) R

\$50,000 NR

Total Position Changes

-73.40 -79.60

Revised Budget

\$60,353,742 \$58,381,592

Reserve for E-Commerce Initiative (2514)

Budget Code: 24100-2514

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$16,383,604	\$15,126,464
Recommended Budget		
Requirements	\$19,278,784	\$28,885,327
Receipts	\$19,278,784	\$19,278,784
Positions	2.90	2.90

Legislative Changes

Requirements:

E-Commerce Fund Transfer	\$0 R	\$0 R
Transfers \$1,257,140 in FY 2015-16 from the E-Commerce Fund to support general availability.	\$1,257,140 NR	\$0 NR
	0.00	0.00
Subtotal Legislative Changes	\$0 R	\$0 R
	\$1,257,140 NR	\$0 NR
	0.00	0.00

Receipts:

E-Commerce Fund Transfer	\$0 R	\$0 R
	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR

Senate Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$20,535,924	\$28,885,327
Revised Total Receipts	\$19,278,784	\$19,278,784
Change in Fund Balance	(\$1,257,140)	(\$9,606,543)
Total Positions	2.90	2.90
Unappropriated Balance Remaining	\$15,126,464	\$5,519,921

License to Give Trust Fund Commission

Budget Code: 24100-2791

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$407,685	\$407,685
Recommended Budget		
Requirements	\$484,394	\$484,394
Receipts	\$484,394	\$484,394
Positions	0.60	0.60
<hr/>		
Legislative Changes		
Requirements:		
License to Give Trust Fund Commission	(\$484,394) R	(\$484,394) R
Eliminates the License to Give Trust Fund Commission.	\$0 NR	\$0 NR
	-0.60	-0.60
Subtotal Legislative Changes	(\$484,394) R	(\$484,394) R
	\$0 NR	\$0 NR
	-0.60	-0.60
<hr/>		
Receipts:		
License to Give Trust Fund Commission	(\$484,394) R	(\$484,394) R
	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$484,394) R	(\$484,394) R
	\$0 NR	\$0 NR

Senate Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$0	\$0
Revised Total Receipts	\$0	\$0
Change in Fund Balance	\$0	\$0
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$407,685	\$407,685

Temporary Solutions

Budget Code: 74100-7511

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	(\$2,152,018)	\$1,602,642
Recommended Budget		
Requirements	\$44,507,525	\$44,507,525
Receipts	\$48,262,185	\$48,262,185
Positions	9.50	9.50

Legislative Changes

Requirements:

Temporary Solutions Adjustment	\$21,250,000	R	\$21,250,000	R
Increases funding for Temporary Solutions from \$44,507,525 to \$65,757,525 to reflect actual agency usage of temporary employment services.	\$0	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	\$21,250,000	R	\$21,250,000	R
	\$0	NR	\$0	NR
	0.00		0.00	

Receipts:

Temporary Solutions Adjustment	\$21,250,000	R	\$21,250,000	R
Increases receipts for Temporary Solutions from \$48,262,185 to \$69,512,185 to reflect actual agency usage of temporary employment services.	\$0	NR	\$0	NR
Subtotal Legislative Changes	\$21,250,000	R	\$21,250,000	R
	\$0	NR	\$0	NR

Senate Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$65,757,525	\$65,757,525
Revised Total Receipts	\$69,512,185	\$69,512,185
Change in Fund Balance	\$3,754,660	\$3,754,660
Total Positions	9.50	9.50
Unappropriated Balance Remaining	\$1,602,642	\$5,357,302

(18.0) Revenue

		GENERAL FUND	
		FY 15-16	FY 16-17
Recommended Base Budget		\$80,521,722	\$80,539,222
Legislative Changes			
55 Operating Budget Reduction		(\$700,000)	R
Decreases funding for Property, Plant, and Equipment line items by 24%, leaving \$2,234,673 in the fund.			(\$700,000) R
56 Lease Increases		\$174,463	R
Provides funds for increased lease payments for the field offices in Asheville, Durham, Elizabeth City, and Fayetteville.			\$195,114 R
57 Excise Tax Auditor			\$104,698 R
Provides 1 new Auditor position in FY 2016-17 to handle the increased workload from the new excise tax on vapor products.			1.00
58 Reduce Funds for Postage, Freight, and Delivery		(\$500,000)	R
Decreases the line item for postage, freight, and delivery by 13% from \$3,810,898 to \$3,310,898.			(\$500,000) R
59 Workers' Compensation Adjustment Reserve		\$102,886	R
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.			\$102,886 R
Department-Wide			
60 MotoTax System Maintenance and Upgrades			
Authorizes the Department of Revenue to use \$91,000 in receipts for FY 2015-16 and \$788,966 in receipts in FY 2016-17 for maintenance and system hardware upgrades to the Tag and Title Vehicle Registration System. The source of the receipts is a fee assessed on cities and counties.			
61 Common Payment System		\$211,000	R
Provides funds to change the online payment system from Common Payment to Paypoint.			\$211,000 R

Senate Appropriations Committee on General Government

FY 15-16

FY 16-17

Total Legislative Changes	(\$711,651) R	(\$586,302) R
Total Position Changes		1.00
Revised Budget	\$79,810,071	\$79,952,920

Project Collect Tax

Budget Code: 24704-2474

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$57,439,003	\$48,612,992
Recommended Budget		
Requirements	\$29,484,891	\$29,489,952
Receipts	\$22,757,963	\$22,763,024
Positions	0.00	0.00

Legislative Changes

Requirements:

Tax Fraud Analysis	\$0 R	\$0 R
Provides funds to the Department of Revenue to enter into a contract with a vendor to perform tax fraud analysis using the Government Data Analytics Center (GDAC).	\$2,000,000 NR	\$0 NR
	0.00	0.00
 Lease Increases	 \$0 R	 \$107,722 R
Provides funds to pay for increased lease expenses for the field offices in Asheville, Durham, Elizabeth City, and Fayetteville.	\$99,083 NR	\$0 NR
	0.00	0.00
 Subtotal Legislative Changes	 \$0 R	 \$107,722 R
	\$2,099,083 NR	\$0 NR
	0.00	0.00

Receipts:

Lease Increases	\$0 R	\$0 R
	\$0 NR	\$0 NR
 Subtotal Legislative Changes	 \$0 R	 \$0 R
	\$0 NR	\$0 NR

Senate Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$31,583,974	\$29,597,674
Revised Total Receipts	\$22,757,963	\$22,763,024
Change in Fund Balance	(\$8,826,011)	(\$6,834,650)
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$48,612,992	\$41,778,342

ITAS Replacement

Budget Code: 24708-2478

	FY 2015-16		FY 2016-17
Beginning Unreserved Fund Balance	\$31,801,939		\$8,437,999
Recommended Budget			
Requirements	\$51,024,601		\$51,024,601
Receipts	\$27,874,319		\$27,874,319
Positions	7.00		7.00

Legislative Changes

Requirements:

Tax Information Management System Funding	\$0	R	\$0	R
Authorizes the Department of Revenue to use funds from the ITAS replacement fund to fund maintenance costs for the legacy Integrated Tax Administration System (ITAS) and Tax Information Management System (TIMS).	\$6,752,618	NR	\$0	NR
	0.00		0.00	
 Corporate Electronic Filing	 \$0	 R	 \$0	 R
Provides funds for an existing contract for the development of a corporate electronic tax filing system.	\$4,062,322	NR	\$0	NR
	0.00		0.00	
 Collection E-Service	 \$0	 R	 \$0	 R
Authorizes the Department of Revenue to use funds available to implement an e-garnishment project that will automate management of the garnishment process, verification of NC-3s and W-2s, web portal for installment payments, and a decision analytics framework.	\$7,549,000	NR	\$0	NR
	0.00		0.00	
 Collection Case Management	 \$0	 R	 \$0	 R
Authorizes the Department of Revenue to use funds available to begin implementation of a new case management system for the Collections Division as part of the replacement of the Integrated Tax Administration System (ITAS).	\$5,000,000	NR	\$0	NR
	0.00		0.00	
 ITAS Replacement - Budget Adjustment	 (\$51,024,601)	 R	 (\$51,024,601)	 R
Revises the ITAS budget to reflect the changed authorization to the public private partnership found in S.L. 2014-100, Sec. 7.5.	\$0	NR	\$0	NR
	0.00		0.00	

Senate Appropriations Committee on General Government

	FY 2015-16		FY 2016-17	
Subtotal Legislative Changes	(\$51,024,601)	R	(\$51,024,601)	R
	\$23,363,940	NR	\$0	NR
	0.00		0.00	
<hr/>				
Receipts:				
ITAS Replacement - Budget Adjustment	(\$27,874,319)	R	(\$27,874,319)	R
Revises the ITAS budget to reflect the changed authorization to the public private partnership found in S.L. 2014-100, Sec. 7.5.	\$0	NR	\$0	NR
E-Services Capability	\$0	R	\$0	R
	\$0	NR	\$0	NR
Tax Information Management System Funding	\$0	R	\$0	R
	\$0	NR	\$0	NR
Subtotal Legislative Changes	(\$27,874,319)	R	(\$27,874,319)	R
	\$0	NR	\$0	NR
<hr/>				
Revised Total Requirements	\$23,363,940		\$0	
Revised Total Receipts	\$0		\$0	
Change in Fund Balance	(\$23,363,940)		\$0	
Total Positions	7.00		7.00	
<hr/>				
Unappropriated Balance Remaining	\$8,437,999		\$8,437,999	

(19.0) Secretary of State

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$11,676,506		\$11,676,506	
Legislative Changes				
62 Workers' Compensation Adjustment Reserve	\$36,964	R	\$36,964	R
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.				
Total Legislative Changes	\$36,964	R	\$36,964	R
Total Position Changes				
Revised Budget	\$11,713,470		\$11,713,470	

(20.0) Lieutenant Governor

GENERAL FUND

	FY 15-16	FY 16-17
Recommended Base Budget	\$676,874	\$676,874
<hr/>		
Legislative Changes		
63 No Change		
<hr/>		
Total Legislative Changes		
Total Position Changes		
Revised Budget	\$676,874	\$676,874

(21.0) State Controller

	GENERAL FUND	
	FY 15-16	FY 16-17
Recommended Base Budget	\$22,205,229	\$22,205,229
Legislative Changes		
64 Workers' Compensation Adjustment Reserve	\$870 R	\$870 R
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net General Fund appropriations. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.		
65 Continuation Review		
Places the transfer of funds from the Department of Transportation to the State Controller for BEACON positions under continuation review. The transfer is \$496,578 for FY 2015-16 nonrecurring and is eliminated for FY 2016-17 pending the results of the continuation review.		
BEACON Funds Adjustment		
66 Operating Budget Adjustment	\$494,521 R	\$494,521 R
Provides General Fund money to replace a transfer from a special fund.		
Total Legislative Changes	\$495,391 R	\$495,391 R
Total Position Changes		
Revised Budget	\$22,700,620	\$22,700,620

OSC Special

Budget Code: 24160

	FY 2015-16		FY 2016-17
Beginning Unreserved Fund Balance	\$22,181,968		\$15,149,037
Recommended Budget			
Requirements	\$10,558,721		\$10,558,721
Receipts	\$28,071		\$28,071
Positions	1.00		1.00

Legislative Changes

Requirements:

Federal Insurance Contribution Act (FICA) Savings	\$0	R	\$0	R
Transfers \$4,296,802 in FY 2015-16 and \$641,628 in FY 2016-17 to the General Fund.	\$4,296,802	NR	\$641,628	NR
	0.00		0.00	
Operating Budget Transfer	(\$494,521)	R	(\$494,521)	R
Ends a transfer from the special fund to the operating budget.	\$0	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	(\$494,521)	R	(\$494,521)	R
	\$4,296,802	NR	\$641,628	NR
	0.00		0.00	

Receipts:

Federal Insurance Contribution Act (FICA) Savings	\$0	R	\$0	R
	\$7,300,000	NR	\$7,300,000	NR
Subtotal Legislative Changes	\$0	R	\$0	R
	\$7,300,000	NR	\$7,300,000	NR

Senate Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$14,361,002	\$10,705,828
Revised Total Receipts	\$7,328,071	\$7,328,071
Change in Fund Balance	(\$7,032,931)	(\$3,377,757)
Total Positions	1.00	1.00
Unappropriated Balance Remaining	\$15,149,037	\$11,771,280

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Transportation Section K

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Highway Fund

HIGHWAY FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$1,918,676,424		\$1,912,223,925	

Legislative Changes

Administration

1 Modernization of Driver Services and Vehicle Services	\$2,500,000	R	\$4,076,000	R
Provides funding for the continued modernization of Division of Motor Vehicles information technology systems, including Phase III of the State Automated Driver License System (SADLS) replacement effort.	\$23,956,000	NR		

Aid to Municipalities

2 State Aid to Municipalities	\$1,172,000	R	\$3,672,000	R
Increases funding for State Aid to Municipalities/Powell Bill to \$147.5 million in FY 2015-16 and \$150.0 million in FY 2016-17 in accordance with the repeal of the statutory formula in G.S. 136-41.1(a), effective July 1, 2015.				

Construction

3 Planning Funds	\$695,000	NR	\$695,000	NR
Provides planning funding for multi-state highway projects that significantly enhance the region's economic development.				
4 Small Urban Construction	\$2,500,000	NR	\$2,500,000	NR
Provides funding for the Small Urban Construction Fund.				

Division of Motor Vehicles

5 Tag and Tax Together				
Continues funding for 44 time-limited positions to support the Tag and Tax Together program through June 30, 2017. Receipts totaling \$2,001,011 nonrecurring are budgeted from the administrative fee authorized in G.S. 105-330.5(b).				
6 Commission Contractor Compensation	\$181,803	R	\$181,803	R
Funds a 2.3% increase to statutory compensation rates for commission contractors and provides additional funding for performance incentives associated with revised standard operating procedures.				
7 Operating Efficiencies	(\$250,000)	R	(\$250,000)	R
Reduces operating funding division-wide by \$250,000 recurring.				

8 Hearings Fees

Adjusts funding based on the delayed implementation of the Division of Motor Vehicles hearings fee schedule to July 1, 2017. Budgeted funds for the Division of Motor Vehicles total \$120,334,217 recurring.

\$6,452,499 NR

Federal Aid**9 Adjustment for Federal Revenue**

Adjusts budgeted receipts to match anticipated federal revenue for the upcoming biennium.

(\$4,055,402) R (\$4,055,402) R

Intermodal**10 (Ferry) Hatteras Alternate Route and Spill Response**

Provides funding for operating costs associated with the newly designated Hatteras Inlet route and training for new federal requirements concerning oil spill responses for vessels 400 gross tons and above. Budgeted funds for the Ferry Division total \$39,750,395 recurring.

\$850,000 R \$850,000 R

11 (Public Transportation) Statewide and Rural Capital Grant Programs

Increases funding for the Statewide grant program by \$1 million and for the Rural Capital grant program by \$2 million. Budgeted funds for the Public Transportation Division total \$88,173,419 recurring.

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

12 (Aviation) State Aid to Airports

Increases funding for grants-in-aid for public airport development. Budgeted funds for the Division of Aviation total \$25,760,952 recurring.

\$4,500,000 R \$4,500,000 R

Maintenance**13 Bridge Program**

Increases recurring funding for the Bridge Program. Budgeted funds total \$202,915,288 in FY 2015-16 and \$242,910,279 in FY 2016-17.

\$50,000,000 R \$90,000,000 R

14 (Bridge Program) Statutory Adjustment

Adjusts funding for the Bridge Program based on the revised revenue forecast. The program receives the balance of funds generated from the Gasoline Inspection Fee, after deducting expenses for the Department of Revenue for collecting the tax and expenses for the Department of Agriculture for fuel inspection.

(\$495,270) R (\$500,279) R

15 Pavement Preservation

Increases recurring funding for the Pavement Preservation Program to \$100,000,000.

\$34,954,976 R \$34,954,976 R

16 Secondary Road Maintenance and Improvement Program

Increases funding for the Secondary Road Maintenance and Improvement Program. Budgeted funds total \$305,984,586 in FY 2015-16 and \$295,753,956 in FY 2016-17.

\$28,642,082 R
\$10,230,630 NR

Reserves**17 Workers' Compensation Adjustment Reserve**

\$6,830,000 R \$6,830,000 R

Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures estimated to be from net Highway Fund appropriations. The Department is directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all sources.

18 Capital, Repairs and Renovations

\$7,817,900 NR \$15,444,300 NR

Funds capital improvements, repair, and renovation projects included in the Department of Transportation's 2015-21 Capital Improvements Plan.

19 Reserve for Administrative Reduction - Position Reductions

(\$745,500) R (\$894,599) R

Eliminates funding for 10 filled administrative positions and 46 filled receipt-supported positions to consolidate department functions and outsource functions. The administrative positions total \$894,599 and the receipt-supported positions total \$3,766,231, including salary and benefits.

-10.00 -10.00

20 Reserve for Vacant Position Reductions

(\$2,691,180) R (\$2,691,180) R

Eliminates funding for all vacant positions which, as of June 30, 2015, have been vacant for longer than 150 days. \$31.9 million in budgeted savings from the elimination of 807 receipt-supported positions in field and equipment units revert to the respective programs.

-36.00 -36.00

Revenue Availability**21 Motor Fuel Excise Tax Distribution**

Adjusts the distribution of motor fuel tax proceeds to the Highway Fund from 75% to 70%, reducing funding in FY 2015-16 by \$94.51 million and in FY 2016-17 by \$91.40 million.

22 Division of Motor Vehicles (DMV) Fees

Increases forecast revenue by \$29.18 million for FY 2015-16 and \$76.99 million for FY 2016-17 based on across-the-board adjustments to fees collected by the Division of Motor Vehicles.

23 Temporary Plate Fee

Budgets estimated revenue from a \$5 increase to the fee for a 10-day temporary tag and the elimination of the 10-day trip permit. Projected revenue is \$792,710 for FY 2015-16 and \$804,740 for FY 2016-17.

24 License Restoration Fee

Budgets \$575,000 in additional Highway Fund revenue based on the elimination of the license restoration fee transfer to the General Fund.

25 Special Registration Plate Account

Directs \$1.47 million of special registration plate proceeds from the Special Registration Plate Account to the Highway Fund based on the elimination of formulaic transfers to the Department of Commerce and Department of Health and Human Services.

26 License to Give Trust Fund

Eliminates the transfer to the License to Give Trust Fund within the Department of Administration and increases budgeted Highway Fund revenue by \$275,000 recurring.

27 Wildlife Resources

Reduces transfers to the Wildlife Resources Fund by \$157,517 in FY 2015-16 and \$152,333 in FY 2016-17 based on motor fuel tax distributional changes between the Highway Fund and Highway Trust Fund.

28 Shallow Draft Navigation Channel Dredging & Lake Maintenance Fund

Reduces transfers to the Shallow Draft Navigation Channel Dredging & Lake Maintenance Fund by \$157,517 in FY 2015-16 and \$152,333 in FY 2016-17 based on motor fuel tax distributional changes between the Highway Fund and Highway Trust Fund.

29 Noncommercial Leaking Petroleum Underground Storage Tank Cleanup Fund

Eliminates the transfer of motor fuel tax revenue to the Noncommercial Leaking Petroleum Underground Storage Tank Cleanup Fund effective July 1, 2016 and increases budgeted Highway Fund revenue by \$1.54 million in FY 2016-17.

Transfers

30 North Carolina State Ports Authority	\$35,000,000	R	\$35,000,000	R
Provides \$35.0 million recurring for modernization initiatives.				
31 General Fund	(\$215,871,719)	R	(\$215,871,719)	R
Eliminates the Highway Fund transfer for General Fund, non-tax revenue.				
32 Transfers to Other State Agencies	(\$17,596,521)	R	(\$17,596,521)	R
Converts FY 2015-16 funding to nonrecurring and eliminates the following transfers from the Highway Fund to other State agencies in FY 2016-17, pending the results of Continuation Reviews:				
Department of Insurance: \$158,000				
Department of Agriculture and Consumer Services: \$5,218,407				
Office of State Controller: \$496,578				
Department of Public Safety (MCSAP): \$2,094,281 (including \$7,219,081 of federal receipts)				
Department of Public Safety (litter removal): \$9,040,000				
Department of Health & Human Services: \$589,255				
33 Continuation Review Reserve (Appropriated Transfers)			\$17,596,521	R
Establishes a reserve for programs funded via Highway Fund transfers which are subject to Continuation Review.				

34 Continuation Review Reserve (Revenues)

Establishes a \$32.3 million (M) reserve for potential revenue in FY 2016-17 to reflect the elimination of the following revenue diversions to other State agencies, pending the results of Continuation Reviews:

DENR - Commercial Leaking Underground Storage Tank Cleanup Fund (\$12.7M)

DENR - Water and Air Quality Account (\$7.3M)

DENR - Shallow Draft Navigation Channel Dredging & Lake Maintenance Fund (\$2.3M)

DENR - Division of Air Quality, Inspection and Maintenance Fees (\$3.6M)

DENR - Mercury Pollution Prevention Account (\$0.7M)

DHHS - Forensic Alcohol Testing (\$0.6M)

DOI - Rescue Squad Workers Relief Fund (\$1.5M)

DOI - Volunteer Rescue/EMS Fund (\$1.3M)

Wildlife Resources Commission (\$2.3M)

Total Legislative Changes	(\$74,074,731)	R	(\$12,556,318)	R
	\$62,796,051	NR	\$25,091,799	NR
Total Position Changes	-46.00		-46.00	
Revised Budget	\$1,907,397,744		\$1,924,759,406	

Highway Trust Fund

HIGHWAY TRUST FUND

	FY 15-16		FY 16-17
Recommended Base Budget	\$1,162,046,663		\$1,162,046,663

Legislative Changes

Construction

35 Strategic Transportation Investments	\$167,178,453	R	\$171,835,925	R
Modifies funding to Strategic Transportation Investments to \$1,185,145,486 in FY 2015-16 and \$1,189,802,958 in FY 2016-17.				

Debt

36 Adjustment for Debt Service Obligation	(\$10,995,116)	R	\$1,397,412	R
Adjusts the amount budgeted for debt service payments to accurately reflect the principal and interest due based on the current repayment schedule.				

Revenue Availability

- 37 Motor Fuel Excise Tax Distribution**
Adjusts the distribution of Motor Fuels tax proceeds to the Highway Trust Fund from 25% to 30%, increasing funding in FY 2015-16 by \$94.51 million and in FY 2016-17 by \$91.40 million.
- 38 Division of Motor Vehicles (DMV) Fees**
Increases forecast revenue by \$3.65 million for FY 2015-16 and \$12.02 million for FY 2016-17 based on across-the-board adjustments to fees collected by the Division of Motor Vehicles.
- 39 Highway Use Tax Caps**
Increases projected revenue by \$4.17 million in FY 2015-16 and \$10.0 million in FY 2016-17 based on the following adjustments to maximum highway use tax assessments:
 - Commercial vehicles (\$1,000 to \$2,000);
 - Recreational vehicles (\$1,500 to \$2,000); and,
 - Out-of-state vehicles (\$150 to \$250).
- 40 Noncommercial Leaking Petroleum Underground Storage Tank Cleanup Fund**
Eliminates the transfer of motor fuel tax revenue to the Noncommercial Leaking Petroleum Underground Storage Tank Cleanup Fund effective July 1, 2016 and increases budgeted Highway Trust Fund revenue by \$0.66 million in FY 2016-17.

Total Legislative Changes	\$156,183,337	R	\$173,233,337	R
Total Position Changes				
Revised Budget	\$1,318,230,000		\$1,335,280,000	

Turnpike Authority

Budget Code: 64208

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$0	\$0
Recommended Budget		
Requirements	\$86,299,540	\$86,299,540
Receipts	\$86,299,540	\$86,299,540
Positions	13.00	13.00

Legislative Changes

Requirements:

Adjustment to Debt Service	\$18,046,000 R	\$21,435,000 R
Adjusts the amount budgeted for debt service payments to accurately reflect the principal and interest due based on the current repayment schedule, as recommended by the Governor's Recommended Budget for FY 2015-17.	\$0 NR	\$0 NR
	0.00	0.00

Subtotal Legislative Changes	\$18,046,000 R	\$21,435,000 R
	\$0 NR	\$0 NR
	0.00	0.00

Receipts:

Adjustment for Debt Service	\$18,046,000 R	\$21,435,000 R
Adjusts the amount budgeted for debt service payments to accurately reflect the principal and interest due based on the current repayment schedule, as recommended by the Governor's Recommended Budget for FY 2015-17.	\$0 NR	\$0 NR

Subtotal Legislative Changes	\$18,046,000 R	\$21,435,000 R
	\$0 NR	\$0 NR

Senate Appropriations Committee on Transportation

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$104,345,540	\$107,734,540
Revised Total Receipts	\$104,345,540	\$107,734,540
Change in Fund Balance	\$0	\$0
Total Positions	13.00	13.00
Unappropriated Balance Remaining	\$0	\$0

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**Reserves,
Debt Service
and
Adjustments
Section L**

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Statewide Reserves

GENERAL FUND

	FY 15-16		FY 16-17	
Recommended Base Budget	\$133,048,054		\$133,048,054	
Legislative Changes				
A. Base Budget Adjustments				
1 Pending Legislation	(\$4,500,000)	R	(\$4,500,000)	R
Adjusts the base budget to eliminate recurring funding for the Pending Legislation reserve.				
2 Salary Adjustment Fund	(\$7,500,000)	R	(\$7,500,000)	R
Adjusts the base budget to eliminate the Salary Adjustment Fund reserve. The funds within the reserve were distributed to adjust employee salaries and have been incorporated into the operating budgets of the affected agencies.				
3 Voter Information Verification Act	(\$1,000,000)	R	(\$1,000,000)	R
Adjusts the base budget to eliminate the Voter Information Verification Act reserve. The funds within this reserve were incorporated into the Board of Elections' FY 2015-17 base budget.				
B. Employee Salaries and Benefits				
4 OSHR Minimum of Market Adjustment			\$12,000,000	R
Provides funds to implement a new market-aligned salary structure for State agencies to adjust salaries in State job classifications where employee pay is below market value. These salary adjustments are to be made based on Office of State Human Resources analysis of the difference in current salary grades and new salary grades implemented during the compensation system update.				
5 Salary Adjustment Fund	\$34,000,000	R	\$34,000,000	R
Provides funds to the Salary Adjustment Fund to be used to adjust salaries for job classifications in response to changes in the labor market as documented through data collection and analysis in accordance with accepted human resources practices and standards.				
6 Workers' Compensation Reserve	\$5,000,000	NR	(\$10,000,000)	R
Provides funds to settle workers' compensation claims in FY 2015-16. In FY 2016-17 savings are expected from consolidated reporting and improved case management, resulting in reductions in abuse and fraud.				

C. Other Reserves**7 Information Technology Reserve**

\$1,070,685	R	(\$1,122,694)	R
\$711,454	NR		

Adjusts funding to properly align recurring spending with available funds and to provide additional nonrecurring funds to upgrade security, to acquire a new Department of Administration maintenance management system, and to improve law enforcement access to information. Total IT Reserve funding for FY 2015-16 is \$20,585,787 and \$19,230,683 for FY 2016-17.

8 Information Technology Fund

(\$1,817,195)	R	(\$267,466)	R
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Reduces the budget for miscellaneous operating items. The budget provides funding of \$22,381,854 in each year of the biennium to support the operation of the Department of Information Technology and to manage statewide information technology projects.

9 State Emergency Response and Disaster Relief Account

\$10,000,000	NR		
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Provides funds for emergencies and disasters as specified in G.S. 166A-19.42.

10 Film and Entertainment Grant Fund

\$10,000,000	NR	\$10,000,000	NR
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Provides funds to the Film and Entertainment Grant Fund established in G.S. 143B-437.02A, to encourage the production of motion pictures, television shows, and commercials and to develop the filmmaking industry within the State.

11 Job Development Investment Grants (JDIG)

		\$8,682,769	R
(\$5,229,142)	NR		

Adjusts funding to reflect realignment of projected spending needs. Funding for JDIG is \$57,816,215 and \$71,728,126 respectively for the 2015-17 fiscal biennium.

12 One North Carolina Fund

(\$2,004,024)	NR		
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Reduces the budget to align funding to reflect projected spending needs for FY 2015-16. The recurring budget for the Fund remains \$9 million for FY 2016-17.

13 Site Infrastructure Development Fund

\$13,000,000	NR		
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Provides funding for the Site Infrastructure Development Fund.

D. Debt Service**14 Debt Service Adjustment**

(\$6,815,194)	R	(\$43,125,622)	R
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Adjusts debt service appropriations based on updated cash flow requirements.

Senate Committee on Appropriations/Base Budget

FY 15-16

FY 16-17

Total Legislative Changes	\$13,438,296	R	(\$12,833,013)	R
	\$31,478,288	NR	\$10,000,000	NR
Total Position Changes				
Revised Budget	\$177,964,638		\$130,215,041	

State Health Plan - Special

Budget Code: 23450

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$258	\$258
Recommended Budget		
Requirements	\$225,311,373	\$225,311,373
Receipts	\$225,311,373	\$225,311,373
Positions	46.00	46.00

Legislative Changes

Requirements:

Agency Administration (2A10)	(\$7,757,973)	R	(\$18,294,363)	R
Adjusts the budgeted amounts for the Plan's other administrative costs to reflect a decline in fees required by the federal Affordable Care Act, new data and analytics positions, and adjustments due to new contracts, inflation, and membership changes.	\$0	NR	\$0	NR
	6.00		6.00	
Population Health Management (2A15)	(\$669,000)	R	\$2,026,000	R
Adjusts the budgeted amount for Population Health Management Services contracts based on anticipated contractual costs, changes in membership, and new services.	\$0	NR	\$0	NR
	0.00		0.00	
Wellness Initiatives (2A20)	\$2,458,000	R	\$3,659,000	R
Adjusts the budgeted amount for Wellness Initiatives contracts based on on-going contracts, new programs, and growth in enrollment.	\$0	NR	\$0	NR
	0.00		0.00	
Medical Benefits Administration Contracts (2A25)	\$25,064,831	R	\$32,671,503	R
Adjusts the budgeted amounts for Third Party Administrative Services contracts based on newly effective contracts, changes in membership, and new programs.	\$0	NR	\$0	NR
	0.00		0.00	
Pharmacy Benefits Management Contract (2A30)	\$1,453,875	R	\$2,068,575	R
Adjusts the budgeted amount for the Pharmacy Benefits Management contract based on anticipated contractual costs and changes in membership.	\$0	NR	\$0	NR
	0.00		0.00	

Senate Committee on Appropriations/Base Budget

	FY 2015-16		FY 2016-17	
Subtotal Legislative Changes	\$20,549,733	R	\$22,130,715	R
	\$0	NR	\$0	NR
	6.00		6.00	
<hr/>				
Receipts:				
Adjusts Transfers from Trust Funds	\$20,549,733	R	\$22,130,715	R
Adjusts the amount of transfer from the Plan's health benefit trust fund budget codes to support administrative costs authorized for the 2015-17 fiscal biennium.	\$0	NR	\$0	NR
Subtotal Legislative Changes	\$20,549,733	R	\$22,130,715	R
	\$0	NR	\$0	NR
<hr/>				
Revised Total Requirements	\$245,861,106		\$247,442,088	
Revised Total Receipts	\$245,861,106		\$247,442,088	
Change in Fund Balance	\$0		\$0	
Total Positions	52.00		52.00	
<hr/>				
Unappropriated Balance Remaining	\$258		\$258	

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Capital Section M

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Capital

GENERAL FUND

FY 15-16

FY 16-17

A. Department of Agriculture and Consumer Services

1 Dorton Arena Roof Replacement

Funds the replacement of the Dorton Arena Roof at the State Fairgrounds in Raleigh.

\$2,305,000 NR

B. Department of Cultural Resources

2 USS North Carolina Hull Repair and Cofferdam

Provides additional funds to repair the USS North Carolina's hull and build a cofferdam. In FY 2014-15, \$3 million in General Funds were appropriated for this purpose. The funds will match donations raised by the Department.

\$3,500,000 NR

C. Department of Environment and Natural Resources

3 Water Resources Development

Provides funds for the State's share of Water Resource Development Projects. State funds will match \$44.4 million in federal funds and \$5.8 million in local funds.

\$5,083,000 NR

D. Department of Public Safety

4 Armory and Facility Development Projects

Provides State funds over the fiscal biennium to expand and renovate National Guard Armories and Facilities located throughout the State. These funds will match \$6.7 million in federal funds.

\$618,000 NR \$5,087,500 NR

E. General Assembly

5 Legislative Building Roof Replacement and Asbestos Abatement

Provides funds to fully replace the third floor roof and balconies of the Legislative Building and abate related asbestos.

\$9,500,000 NR

F. Repairs and Renovations Reserve

6 Repairs and Renovations

Provides additional funds to the Repairs and Renovations Reserve. These funds are in addition to the funds appropriated from the year end fund balance. The total amount of funds for statewide repairs and renovations is \$300 million.

\$144,889,100 NR

G. Responsible Capital Planning Commission

7 Advance Planning

Provides funds to the Responsible Capital Planning Commission to be allocated amongst the State Agencies for advance planning of new capital projects.

\$5,000,000 NR

H. School of Science and Mathematics

8 Technology Upgrades and Building Repair

Provides funds for connectivity improvements, upgrades for up to 5 distance education centers, and repairs and renovations for the School of Science and Mathematics in Durham.

\$4,000,000 NR

Total Appropriation to Capital

\$174,895,100 NR \$5,087,500 NR

**Information
Technology Services
Section N**

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Information Technology Fund

Budget Code: 24667

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$20,172,606	\$20,174,806
Recommended Budget		
Requirements	\$23,723,725	\$22,173,996
Receipts	\$23,723,725	\$22,173,996
Positions	95.75	95.75

Legislative Changes

Requirements:

Criminal Justice Information Network (CJIN) (2705)	\$0	R	\$0	R
Maintains funding for the Criminal Justice Information Network (CJIN) at \$193,085 for each year of the biennium. The CJIN is a statewide criminal justice infrastructure that allows the sharing of information between State and local criminal justice agencies.	\$0	NR	\$0	NR
	0.00		0.00	
 Ctr for Geographic Information & Analysis (2715)	 \$0	 R	 \$0	 R
Provides \$503,810 for the Center for Geographic Information and Analysis (CGIA) in each year of the biennium. This includes \$67,858 to address a shortfall in funding for enterprise licensing for Environmental Services Research Institute software. CGIA is the lead agency for geographic information systems (GIS) services and GIS coordination for North Carolina, providing GIS services to State and local governments.	\$0	NR	\$0	NR
	0.00		0.00	
 Enterprise Security & Risk Mg Office (2720)	 \$0	 R	 \$0	 R
Maintains funding for the Enterprise Security and Risk Management Office at \$871,497 for both years of the biennium. The Enterprise Security and Risk Management Office is responsible for the development, delivery, and maintenance of an information security and risk management program that safeguards the State's information assets and the supporting infrastructure against unauthorized use, disclosure, modification, damage, or loss.	\$0	NR	\$0	NR
	0.00		0.00	

Senate Committee on Appropriations/Base Budget

	FY 2015-16		FY 2016-17	
Staffing and Strategic Projects (2725)	\$0	R	\$0	R
Maintains funding for project management at \$7,573,903 in each year of the biennium to allow the State Chief Information Officer (CIO) to maintain staff with the skills required to create and deploy a development model for Cabinet agencies that will assist them in defining software requirements and require standard methodologies for project management and system development.	\$0	NR	\$0	NR
	0.00		0.00	
First Net (2735)	\$0	R	\$0	R
Provides \$140,000 in the each year of the biennium to provide a match for federal funding to support First Net development. First Net is a federal effort to build, operate and maintain the first high-speed, nationwide wireless broadband network dedicated to public safety. First Net will provide a single interoperable platform for emergency and daily public safety communications.	\$0	NR	\$0	NR
	0.00		0.00	
Enterprise Project Management Office (2740)	\$0	R	\$0	R
Maintains funding for the Enterprise Project Management Office (ELMO) at \$1,501,234. The ELMO was established to improve the management of IT projects in State government.	\$0	NR	\$0	NR
	0.00		0.00	
IT Strategy and Standards (2750)	\$0	R	\$0	R
Maintains funding of \$865,326 in both years of the biennium for the Office of Enterprise Architecture. The Office acts as a strategic planner and architect for the State's IT programs and is responsible for formulating and advancing a vision for those programs.	\$0	NR	\$0	NR
	0.00		0.00	
State Portal (2760)	\$0	R	\$0	R
Maintains funding for the State portal at \$233,510 in both years of the biennium to support the current State web site and Digital Commons efforts within the Department of Information Technology.	\$0	NR	\$0	NR
	0.00		0.00	
Process Management (2775)	\$0	R	\$0	R
Maintains funding of \$398,234 in both years of the biennium to support the standardization of information technology processes and services.	\$0	NR	\$0	NR
	0.00		0.00	
Enterprise Licensing (2780)	\$0	R	\$0	R
Eliminates \$33,000 for enterprise license agreements in each year of the biennium. Funding for enterprise licensing agreements is maintained in the IT Internal Service Fund.	\$0	NR	\$0	NR
	0.00		0.00	

Senate Committee on Appropriations/Base Budget

	FY 2015-16		FY 2016-17	
IT Consolidation (2790)	\$0	R	\$0	R
Provides \$1 million for consolidation each year of the biennium, allowing the State Chief Information Officer to continue efforts to centralize IT operations in the State.	\$0	NR	\$0	NR
	0.00		0.00	
Government Data Analytics Center (2795)	\$0	R	\$0	R
Maintains funding for the Government Data Analytics Center (GDAC) at \$9,101,255 in each year of the biennium. The GDAC is an enterprise program to promote the use of North Carolina's data as an asset to support business decisions. The GDAC fosters interagency collaboration among and between the branches of governments and their sub-units to establish statewide business intelligence (BI) standards, to improve data sharing, quality and consistency and facilitate the identification, development and support of BI solutions for the State.	\$0	NR	\$0	NR
	0.00		0.00	
Adjustment to IT Fund	\$0	R	\$0	R
Adjusts the IT Fund to reflect a transfer to the IT Reserve in FY 2015-16 and a transfer from the IT Reserve in 2016-17.	(\$1,341,871)	NR	\$207,858	NR
	0.00		0.00	
Subtotal Legislative Changes	\$0	R	\$0	R
	(\$1,341,871)	NR	\$207,858	NR
	0.00		0.00	

Receipts:

Adjustment to IT Fund	\$0	R	\$0	R
Transfers \$1,341,871 from the IT Fund to the IT Reserve in fiscal year 2015-16, and transfers \$207,858 from the IT Reserve to the IT Fund in fiscal year 2016-17.	(\$1,341,871)	NR	\$207,858	NR
Interest	\$2,200	R	\$2,200	R
Budgets interest generated by the Information Technology Fund each year.	\$0	NR	\$0	NR
Subtotal Legislative Changes	\$2,200	R	\$2,200	R
	(\$1,341,871)	NR	\$207,858	NR

Senate Committee on Appropriations/Base Budget

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$22,381,854	\$22,381,854
Revised Total Receipts	\$22,384,054	\$22,384,054
Change in Fund Balance	\$2,200	\$2,200
Total Positions	95.75	95.75
Ending Unreserved Fund Balance	\$20,174,806	\$20,177,006

Information Technology Reserve Fund

Budget Code: 00000

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$0	\$0
Recommended Budget		
Requirements	\$19,243,916	\$19,438,541
Receipts	\$19,243,916	\$19,438,541
Positions	0.00	0.00

Legislative Changes

Requirements:

IT Modernization	\$0	R	\$0	R
Provides \$4,856,091 R in FY 2015-16 and \$5,183,212 R in FY 2016-17, as well as \$3,399,800 NR in FY 2015-16 and \$3,000,000 NR in FY 2016-17 to support the State's IT modernization efforts. This will enable the State CIO to improve secure sign-on and mobile web capabilities, and includes \$528,074 R in each year of the biennium, plus \$24,800 NR in FY 2015-16, for 4 security positions in the Department of Revenue. These include a Security Design Engineer, a Security Impact Specialist, and 2 Security Specialists. Funding is provided for 8 new positions, including 5 Business Technology Analysts and 3 Business System Analysts. Funding will also support the transfer of Office of the State CIO positions from the IT Internal Service Fund to the IT Fund. Positions will be transferred as follows:	\$0	NR	\$0	NR
	20.00		21.00	

FY 2015-16

- 60087223 State Chief Information Officer
- 60087293 Executive Assistant
- 60087581 Legislative Affairs/Program Coordinator
- 60093454 Director of Public Affairs
- 60087551 Information & Communications Specialist II
- 60087645 Agency General Counsel II
- 60087635 Chief Information Risk Officer
- 65020068 Information and Communications Specialist

FY 2016-17

- 60087248 Director of Digital Infrastructure

Senate Committee on Appropriations/Base Budget

	FY 2015-16		FY 2016-17	
NC Connect/Digital Infrastructure	\$0	R	\$0	R
Provides \$429,438 for 3 new positions in FY 2015-16, an IT Manager, and IT Project Manager, and a Business and Technology Specialist, and increases funding in FY 2016-17 to \$688,061 to add 2 additional positions, a Network Specialist and a Project Manager.	\$0	NR	\$0	NR
	3.00		5.00	
IT Restructuring	\$0	R	\$0	R
Increases IT Restructuring to \$3,238,804 in FY 2015-16 and reduces it to \$2,029,509 in FY 2016-17. This funding supports the planning and implementation for the Department of Information Technology.	\$1,341,871	NR	(\$207,858)	NR
	0.00		0.00	
Maintenance Management System Replacement	\$0	R	\$0	R
Transfers \$173,180 NR in FY 2015-16 and \$129,901 R in FY 2016-17 to the Department of Administration to support the acquisition and operation of a cloud-based maintenance management system that will provide maintenance, inventory, and utility management functions. Provides funding to support the acquisition and operation of 3 modules for a cloud-based maintenance management system. These include system failure alerts, utility bill automation, and mobile maintenance management applications.	\$0	NR	\$0	NR
	0.00		0.00	
Law Enforcement Information Exchange	\$0	R	\$0	R
Provides \$288,474 to fund the mapping of law enforcement agency records management systems to facilitate the exchange of data with the Law Enforcement Information Exchange.	\$0	NR	\$0	NR
	0.00		0.00	
Government Data Analytics Center	\$0	R	\$0	R
Provides \$8.2 million R to support the operation of the Government Data Analytics Center (GDAC).	\$0	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	\$0	R	\$0	R
	\$1,341,871	NR	(\$207,858)	NR
	23.00		26.00	

Receipts:

Adjustments to IT Reserve	\$0	R	\$0	R
Adjusts the IT Reserve to reflect a transfer from the IT Fund in FY 2015-16 and a transfer to the IT Fund in FY 2016-17.	\$1,341,871	NR	(\$207,858)	NR

Senate Committee on Appropriations/Base Budget

	FY 2015-16		FY 2016-17	
Subtotal Legislative Changes	\$0	R	\$0	R
	\$1,341,871	NR	(\$207,858)	NR
<hr/>				
Revised Total Requirements	\$20,585,787		\$19,230,683	
Revised Total Receipts	\$20,585,787		\$19,230,683	
Change in Fund Balance	\$0		\$0	
Total Positions	23.00		26.00	
<hr/>				
Ending Unreserved Fund Balance	\$0		\$0	

Information Technology Internal Service Fund

Budget Code: 74660

	FY 2015-16	FY 2016-17
Beginning Unreserved Fund Balance	\$55,801,419	\$55,801,419
Recommended Budget		
Requirements	\$181,835,913	\$188,274,505
Receipts	\$181,835,913	\$188,274,505
Positions	500.00	499.50

Legislative Changes

Requirements:

Workers' Compensation Adjustment Reserve	\$219,794	R	\$219,794	R
Provides funding to adjust workers' compensation line items to the average FY 2012-13 and FY 2013-14 actual expenditures. Agencies are directed to further adjust these line items using receipts to reflect the average FY 2012-13 and FY 2013-14 actual expenditures from all fund sources.	\$0	NR	\$0	NR
	0.00		0.00	
 First Net	 \$0	 R	 \$0	 R
Adjusts the IT Internal Service Fund requirements to reflect federal grant funding for the biennium for First Net.	\$1,549,729	NR	\$0	NR
	0.00		0.00	
 Adjustment for Position Transfers	 \$0	 R	 \$0	 R
Adjusts the IT Internal Service Fund to reflect the transfer of State Chief Information Officer positions from the IT Internal Service Fund to the IT Fund.	\$0	NR	\$0	NR
	-8.00		-9.00	
 Subtotal Legislative Changes	 \$219,794	 R	 \$219,794	 R
	\$1,549,729	NR	\$0	NR
	-8.00		-9.00	

Receipts:

Senate Committee on Appropriations/Base Budget

	FY 2015-16		FY 2016-17	
Receipt Adjustment for Workers' Compensation	\$219,794	R	\$219,794	R
Increases receipts to reflect workers' compensation adjustment to the average FY 2012-13 and FY 2013-14 actual expenditures.	\$0	NR	\$0	NR
FirstNet Grant	\$0	R	\$0	R
Adjusts receipts to the IT Internal Service fund to reflect federal grant funding for FirstNet.	\$1,549,729	NR	\$0	NR
Subtotal Legislative Changes	\$219,794	R	\$219,794	R
	\$1,549,729	NR	\$0	NR
<hr/>				
Revised Total Requirements	\$183,605,436		\$188,494,299	
Revised Total Receipts	\$183,605,436		\$188,494,299	
Change in Fund Balance	\$0		\$0	
Total Positions	492.00		490.50	
<hr/>				
Ending Unreserved Fund Balance	\$55,801,419		\$55,801,419	

