

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

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

**House Bill 97**

**May 19, 2015**

Draft

**NORTH CAROLINA HOUSE OF REPRESENTATIVES**

**2015 Legislative Session**

**Appropriations Committee Chairpersons**

**Representative Nelson Dollar, Senior Chair**

**Representative Linda Johnson, Chair**

**Representative Donny Lambeth, Chair**

**Representative Chuck McGrady, Chair**

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# Table of Contents

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<b>General Fund Availability Statement</b>	1
<b>Summary: General Fund Appropriations</b>	2
<b>Education</b>	
Public Education	F-1
Community Colleges	F-6
UNC System	F-9
<b>Health and Human Services</b>	G-1
<b>Agriculture and Natural and Economic Resources</b>	
Agriculture and Consumer Services	H-1
Labor	H-6
Environment and Natural Resources	H-7
Wildlife Resources Commission	H-20
Commerce	H-21
Commerce – State Aid	H-31
<b>Justice and Public Safety</b>	
Public Safety	I-1
Justice	I-6
Judicial – Indigent Defense	I-8
Judicial	I-9
JPS Special Funds	I-11
<b>General Government</b>	
Cultural Resources	J-1
Cultural Resources – Roanoke Island Commission	J-3
Military and Veterans Affairs	J-4
Office of Administrative Hearings	J-6
Treasurer	J-7
Fire Rescue National Guard Pensions and LDD Benefits	J-8
Insurance	J-9
State Board of Elections	J-12
General Assembly	J-13
Governor	J-14
State Budget and Management	J-16
State Budget and Management – Special Appropriations	J-17
Auditor	J-18
Housing Finance Agency	J-19
Administration	J-22
Revenue	J-30
Secretary of State	J-36
Lieutenant Governor	J-37
State Controller	J-38
<b>Transportation</b>	K-1
<b>Reserves, Debt Service, and Adjustments</b>	L-1
<b>Capital</b>	M-1
<b>Information Technology</b>	N-1

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## General Fund Availability Statement

	FY 2015-16	FY 2016-17
1 Unappropriated Balance Remaining from Previous Year	2,033,330	168,738,344
2 Anticipated Overcollections FY 2014-15	400,000,000	0
3 Anticipated Reversions FY 2014-15	228,759,394	0
4 Proceeds from Sale of Dorothea Dix Property Received in FY 2014-15	2,000,000	0
5 Standard & Poor's Settlement Funds	19,382,143	0
6 Revenue Adjustment as per S.L. 2015-2	(1,000,000)	0
7 Less Earmarkings of Year End Fund Balance		
8     Savings Reserve Account	(200,000,000)	0
9     Repairs and Renovations	(200,000,000)	0
10     State Emergency Response Account	(20,000,000)	
11     Film and Entertainment Grant Fund	(60,000,000)	
12 <b>Beginning Unreserved Fund Balance</b>	<b>171,174,867</b>	<b>168,738,344</b>
13		
14 <b>Revenues Based on Existing Tax Structure</b>	<b>20,981,400,000</b>	<b>21,592,400,000</b>
15		
16 <b>Non-tax Revenues</b>		
17     Investment Income	17,100,000	17,400,000
18     Judicial Fees	227,800,000	225,500,000
19     Disproportionate Share	139,000,000	139,000,000
20     Insurance	78,400,000	79,600,000
21     Master Settlement Agreement	137,500,000	137,500,000
22     Other Non-Tax Revenues	168,000,000	168,800,000
23     Highway Fund Transfer	215,900,000	215,900,000
24 <b>Subtotal Non-tax Revenues</b>	<b>983,700,000</b>	<b>983,700,000</b>
25		
26 <b>Total General Fund Availability</b>	<b>22,136,274,867</b>	<b>22,744,838,344</b>
27		
28 <b>Adjustments to Availability: 2015 Session</b>		
29     Transfer Medicaid Contingency Reserve Funds	186,372,673	0
30     Transfer to Medicaid Contingency Reserve	(50,000,000)	(125,000,000)
31     Potential Proceeds from Sale of Dorothea Dix Property	50,000,000	0
32     Additional Highway Fund Transfer	3,700,000	3,700,000
33     Transfer from Federal Insurance Contributions Act (FICA) Fund Cash Balance	4,296,802	641,628
34     Department of Justice Tobacco Settlement	2,194,000	0
35     Transfer from E-Commerce Fund Cash Balance	1,296,803	641,628
36     Adjustment of Transfer from Treasurer's Office	(188,715)	(188,715)
37     Realign Judicial Fees	25,000,000	25,000,000
38     Transfer from Statewide Misdemeanant Confinement Fund	2,898,779	0
39     Reserve for Passenger Air Carriers Refund (H.B. 117)	0	(5,500,000)
40     Sales Tax Exemption on Electricity for Qualifying Datacenters	(3,000,000)	(4,000,000)
41     Historic Preservation Tax Credit	(8,000,000)	(8,000,000)
42     Expand 1%/\$80 Rate for Mill Machinery	(3,150,000)	(6,300,000)
43     Senior Tax Deduction for Medical Expenses	(23,600,000)	(22,900,000)
44     Extend Research and Development Credit	0	(44,000,000)
45     Extend Sales Tax Preferences for Motorsports Parts and Fuel	0	(1,900,000)
46     Extend Renewable Energy Credit	0	(10,300,000)
47     Renewable Energy Safe Harbor (S.L. 2015-11)	0	(36,700,000)
48		
49 <b>Subtotal Adjustments to Availability: 2015 Session</b>	<b>187,820,342</b>	<b>(234,805,459)</b>
50		
51 <b>Revised General Fund Availability</b>	<b>22,324,095,209</b>	<b>22,510,032,885</b>
52		
53 <b>Less: General Fund Appropriations</b>	<b>(22,155,356,865)</b>	<b>(22,426,478,088)</b>
54		
55 <b>Unappropriated Balance Remaining</b>	<b>168,738,344</b>	<b>83,554,797</b>

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# **Summary: General Fund Appropriations**

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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
<b>Education:</b>						
Community Colleges	1,048,495,115	(5,837,158)	16,100,000	10,262,842	7.00	1,058,757,957
Public Education	8,106,033,100	232,351,524	35,807,631	268,159,155	0.00	8,374,192,255
University System	2,647,296,221	33,443,368	299,322	33,742,690	0.00	2,681,038,911
<b>Total Education</b>	<b>11,801,824,436</b>	<b>259,957,734</b>	<b>52,206,953</b>	<b>312,164,687</b>	<b>7.00</b>	<b>12,113,989,123</b>
<b>Health and Human Services:</b>						
Central Management and Support	89,605,783	(551,933)	42,850,212	42,298,279	-20.00	131,904,062
Aging and Adult Services	42,845,788	0	969,549	969,549	0.00	43,815,337
Blind and Deaf / Hard of Hearing Services	8,107,457	65,750	0	65,750	0.00	8,173,207
Child Development and Early Education	249,687,727	(9,301,282)	(15,848,745)	(25,150,027)	0.00	224,537,700
Health Service Regulation	16,022,641	82,606	0	82,606	2.00	16,105,247
Medical Assistance	3,532,548,786	274,553,992	(37,050,000)	237,503,992	0.00	3,770,052,778
Mental Health, Devel. Disabilities & Sub. Abuse Ser.	680,179,847	20,289,790	13,194,646	33,484,436	0.00	713,664,283
NC Health Choice	41,874,629	5,522,950	(33,000,000)	(27,477,050)	0.00	14,397,579
Public Health	141,283,615	(2,472,131)	(92,764)	(2,564,895)	0.00	138,718,720
Social Services	180,017,803	1,790,460	400,000	2,190,460	0.00	182,208,263
Vocational Rehabilitation	37,752,132	0	0	0	0.00	37,752,132
<b>Total Health and Human Services</b>	<b>5,019,926,208</b>	<b>289,980,202</b>	<b>(28,577,102)</b>	<b>261,403,100</b>	<b>-18.00</b>	<b>5,281,329,308</b>
<b>Justice and Public Safety:</b>						
Public Safety	1,758,733,006	38,176,479	8,635,998	46,812,477	70.83	1,805,545,483
Judicial Department	467,897,397	5,615,015	13,334,000	18,949,015	6.00	486,846,412
Judicial - Indigent Defense	112,087,174	3,400,000	1,600,000	5,000,000	0.00	117,087,174
Justice	50,584,602	901,049	219,312	1,120,361	15.00	51,704,963
<b>Total Justice and Public Safety</b>	<b>2,389,302,179</b>	<b>48,092,543</b>	<b>23,789,310</b>	<b>71,881,853</b>	<b>91.83</b>	<b>2,461,184,032</b>

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
<b>Agriculture and Natural and Economic Resources:</b>						
Agriculture and Consumer Services	113,940,604	(963,016)	3,137,646	2,174,630	-3.10	116,115,234
Commerce	47,261,954	6,264,358	16,695,100	22,959,458	-11.60	70,221,412
Commerce - State Aid	11,704,240	5,300,000	4,408,380	9,708,380	0.00	21,412,620
Environment and Natural Resources	162,279,549	(3,270,525)	43,825,003	40,554,478	-60.13	202,834,027
Labor	15,945,674	(259,205)	0	(259,205)	-3.68	15,686,469
Wildlife Resources Commission	13,317,641	(3,067,641)	0	(3,067,641)	-3.75	10,250,000
<b>Total Natural and Economic Resources</b>	<b>364,449,662</b>	<b>4,003,971</b>	<b>68,066,129</b>	<b>72,070,100</b>	<b>-82.26</b>	<b>436,519,762</b>
<b>General Government:</b>						
Administration	67,409,693	(7,121,854)	50,000	(7,071,854)	-86.70	60,337,839
Auditor	11,733,689	(227,445)	0	(227,445)	-2.00	11,506,244
Cultural Resources	64,231,047	254,999	12,380,000	12,634,999	4.00	76,866,046
Cultural Resources - Roanoke Island	508,384	9,000	0	9,000	0.00	517,384
General Assembly	52,865,521	0	0	0	0.00	52,865,521
Governor	5,859,246	(301,600)	0	(301,600)	-2.00	5,557,646
Governor - Special Projects	2,000,000	0	0	0	0.00	2,000,000
Housing Finance Agency	9,118,739	0	20,000,000	20,000,000	0.00	29,118,739
Insurance	38,296,364	0	0	0	1.00	38,296,364
Lieutenant Governor	676,874	0	0	0	0.00	676,874
Military and Veterans Services	0	7,312,298	56,000	7,368,298	85.80	7,368,298
Office of Administrative Hearings	4,992,437	123,618	0	123,618	1.00	5,116,055
Revenue	80,521,722	(954,967)	0	(954,967)	-12.00	79,566,755
Secretary of State	11,676,506	50,000	0	50,000	0.00	11,726,506
State Board of Elections	6,620,578	(117,081)	0	(117,081)	0.00	6,503,497
State Budget and Management	7,586,922	82,359	0	82,359	1.00	7,669,281
State Budget and Management -- Special	0	0	2,000,000	2,000,000	0.00	2,000,000
State Controller	22,205,229	494,521	0	494,521	0.00	22,699,750
Treasurer - Operations	9,734,913	(188,715)	0	(188,715)	0.00	9,546,198
State Treasurer -- Retirement for Fire and Rescue Squad Workers	20,664,274	0	0	0	0.00	20,664,274
<b>Total General Government</b>	<b>416,702,138</b>	<b>(584,867)</b>	<b>34,486,000</b>	<b>33,901,133</b>	<b>-9.90</b>	<b>450,603,271</b>

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
<b>Statewide Reserves and Debt Service:</b>						
<b>Debt Service:</b>						
Interest / Redemption	719,974,837	(6,815,194)	0	(6,815,194)	0.00	713,159,643
Federal Reimbursement	1,616,380	0	0	0	0.00	1,616,380
<b>Subtotal Debt Service</b>	<b>721,591,217</b>	<b>(6,815,194)</b>	<b>0</b>	<b>(6,815,194)</b>	<b>0.00</b>	<b>714,776,023</b>
<b>Statewide Reserves:</b>						
Contingency and Emergency	5,000,000	0	0	0	0.00	5,000,000
Compensation Increase Reserve	0	361,032,321	0	361,032,321	0.00	361,032,321
OSHR Compensation System Update	0	10,000,000	0	10,000,000	0.00	10,000,000
State Health Plan	0	25,142,243	0	25,142,243	0.00	25,142,243
State Retirement Contributions - All Systems	0	48,520,770	0	48,520,770	0.00	48,520,770
Salary Adjustment Fund	7,500,000	(7,500,000)	0	(7,500,000)	0.00	0
Pending Legislation	4,500,000	5,500,000	0	5,500,000	0.00	10,000,000
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	(1,428,332)	2,541,780	1,113,448	0.00	19,917,096
Information Technology Fund	24,199,049	(475,324)	0	(475,324)	0.00	23,723,725
North Carolina Venture Multiplier Fund	0	0	40,000,000	40,000,000	0.00	40,000,000
Rallying Investors and Skilled Entrepreneurs for NC(Rise NC)	0	0	2,500,000	2,500,000	0.00	2,500,000
University Innovation Commercialization Grant	0	0	2,500,000	2,500,000	0.00	2,500,000
Challenge Grant for Cultural Arts Venues	0	0	10,000,000	10,000,000	0.00	10,000,000
Behavioral Health Beds Pilot	0	0	25,000,000	25,000,000	0.00	25,000,000
NCGA Litigation Reserve	0	0	300,000	300,000	0.00	300,000
<b>Subtotal Statewide Reserves</b>	<b>133,048,054</b>	<b>439,791,678</b>	<b>75,608,614</b>	<b>515,400,292</b>	<b>0.00</b>	<b>648,448,346</b>
<b>Total Reserves and Debt Service</b>	<b>854,639,271</b>	<b>432,976,484</b>	<b>75,608,614</b>	<b>508,585,098</b>	<b>0.00</b>	<b>1,363,224,369</b>
<b>Total General Fund for Operations</b>	<b>20,846,843,894</b>	<b>1,034,426,067</b>	<b>225,579,904</b>	<b>1,260,005,971</b>	<b>-11.33</b>	<b>22,106,849,865</b>

<b>Summary of General Fund Appropriations</b>						
<b>Fiscal Year 2015-16</b>						
<b>2015 Legislative Session</b>						
		<b>Legislative Adjustments</b>				<b>Revised</b>
	<b>Base Budget</b>	<b>Recurring</b>	<b>Nonrecurring</b>	<b>Net</b>	<b>FTE</b>	<b>Appropriation</b>
	<b>2015-16</b>	<b>Adjustments</b>	<b>Adjustments</b>	<b>Changes</b>	<b>Changes</b>	<b>2015-16</b>
<b>Capital Improvements</b>						
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	3,000,000	3,000,000	0.00	3,000,000
Water Resources Development	0	0	5,083,000	5,083,000	0.00	5,083,000
State Crime Lab Facilities	0	0	15,000,000	15,000,000	0.00	15,000,000
Armory and Facility Development Projects	0	0	618,000	618,000	0.00	618,000
Legislative Building Roof Replacement	0	0	4,001,000	4,001,000	0.00	4,001,000
NCSU Plant Sciences Building	0	0	5,000,000	5,000,000	0.00	5,000,000
NCSU Engineering Building	0	0	11,900,000	11,900,000	0.00	11,900,000
Western School of Science and Math	0	0	1,600,000	1,600,000	0.00	1,600,000
	0					
<b>Total Capital Improvements</b>	<b>0</b>	<b>0</b>	<b>48,507,000</b>	<b>48,507,000</b>	<b>0.00</b>	<b>48,507,000</b>
<b>Total General Fund Budget</b>	<b>20,846,843,894</b>	<b>1,034,426,067</b>	<b>274,086,904</b>	<b>1,308,512,971</b>	<b>-11.33</b>	<b>22,155,356,865</b>

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
<b>Education:</b>						
Community Colleges	1,048,495,115	4,607,138	5,825,448	10,432,586	7.00	1,058,927,701
Public Education	8,106,033,100	349,783,750	105,000	349,888,750	0.00	8,455,921,850
University System	2,647,304,656	63,143,910	2,252,170	65,396,080	0.00	2,712,700,736
<b>Total Education</b>	<b>11,801,832,871</b>	<b>417,534,798</b>	<b>8,182,618</b>	<b>425,717,416</b>	<b>7.00</b>	<b>12,227,550,287</b>
<b>Health and Human Services:</b>						
Central Management and Support	89,605,783	15,144,684	13,992,000	29,136,684	-17.00	118,742,467
Aging and Adult Services	42,845,788	0	969,549	969,549	0.00	43,815,337
Blind and Deaf / Hard of Hearing Services	8,107,457	65,750	0	65,750	0.00	8,173,207
Child Development and Early Education	249,687,727	(13,096,917)	(6,806,397)	(19,903,314)	0.00	229,784,413
Health Service Regulation	16,022,641	88,033	0	88,033	2.00	16,110,674
Medical Assistance	3,532,548,784	425,648,104	(24,300,000)	401,348,104	0.00	3,933,896,888
Mental Health, Devel. Disabilities & Sub. Abuse Ser.	680,179,847	20,628,718	5,978,943	26,607,661	0.00	706,787,508
NC Health Choice	41,874,629	6,230,413	(46,000,000)	(39,769,587)	0.00	2,105,042
Public Health	141,283,615	(2,440,187)	4,736,500	2,296,313	0.00	143,579,928
Social Services	180,017,803	3,490,460	0	3,490,460	0.00	183,508,263
Vocational Rehabilitation	37,752,132	0	0	0	0.00	37,752,132
<b>Total Health and Human Services</b>	<b>5,019,926,206</b>	<b>455,759,058</b>	<b>(51,429,405)</b>	<b>404,329,653</b>	<b>-15.00</b>	<b>5,424,255,859</b>
<b>Justice and Public Safety:</b>						
Public Safety	1,758,773,164	46,380,392	2,125,074	48,505,466	181.83	1,807,278,630
Judicial Department	467,898,110	11,211,372	6,990,450	18,201,822	12.00	486,099,932
Judicial - Indigent Defense	112,097,118	3,400,000	1,600,000	5,000,000	0.00	117,097,118
Justice	50,584,602	1,179,706	0	1,179,706	15.50	51,764,308
<b>Total Justice and Public Safety</b>	<b>2,389,352,994</b>	<b>62,171,470</b>	<b>10,715,524</b>	<b>72,886,994</b>	<b>209.33</b>	<b>2,462,239,988</b>

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
<b>Agriculture and Natural and Economic Resources:</b>						
Agriculture and Consumer Services	113,940,604	(963,016)	198,840	(764,176)	-3.10	113,176,428
Commerce	47,261,954	9,676,113	15,000,000	24,676,113	-11.60	71,938,067
Commerce - State Aid	11,704,240	5,300,000	3,858,380	9,158,380	0.00	20,862,620
Environment and Natural Resources	162,279,549	545,770	13,035,759	13,581,529	-60.13	175,861,078
Labor	15,945,674	(259,205)	0	(259,205)	-3.68	15,686,469
Wildlife Resources Commission	13,317,641	(3,067,641)	0	(3,067,641)	-3.75	10,250,000
<b>Total Natural and Economic Resources</b>	<b>364,449,662</b>	<b>11,232,021</b>	<b>32,092,979</b>	<b>43,325,000</b>	<b>-82.26</b>	<b>407,774,662</b>
<b>General Government:</b>						
Administration	65,932,950	(7,121,854)	275,000	(6,846,854)	-86.70	59,086,096
Auditor	11,733,689	(227,445)	0	(227,445)	-2.00	11,506,244
Cultural Resources	64,231,047	254,999	750,000	1,004,999	4.00	65,236,046
Cultural Resources - Roanoke Island	508,384	9,000	0	9,000	0.00	517,384
General Assembly	52,865,521	0	0	0	0.00	52,865,521
Governor	5,859,246	(301,600)	0	(301,600)	-2.00	5,557,646
Governor - Special Projects	2,000,000	0	0	0	0.00	2,000,000
Housing Finance Agency	9,118,739	0	20,000,000	20,000,000	0.00	29,118,739
Insurance	38,296,364	0	0	0	1.00	38,296,364
Lieutenant Governor	676,874	0	0	0	0.00	676,874
Military and Veterans Services	0	7,312,298	0	7,312,298	85.80	7,312,298
Office of Administrative Hearings	4,992,437	123,618	0	123,618	1.00	5,116,055
Revenue	80,539,222	(934,316)	0	(934,316)	-12.00	79,604,906
Secretary of State	11,676,506	50,000	0	50,000	0.00	11,726,506
State Board of Elections	6,620,578	(117,081)	0	(117,081)	0.00	6,503,497
State Budget and Management	7,586,922	82,359	0	82,359	1.00	7,669,281
State Budget and Management -- Special	0	0	2,000,000	2,000,000	0.00	2,000,000
State Controller	22,205,229	494,521	0	494,521	0.00	22,699,750
Treasurer - Operations	9,734,913	(188,715)	0	(188,715)	0.00	9,546,198
State Treasurer -- Retirement for Fire and Rescue Squad Workers	20,664,274	0	0	0	0.00	20,664,274
<b>Total General Government</b>	<b>415,242,895</b>	<b>(564,216)</b>	<b>23,025,000</b>	<b>22,460,784</b>	<b>-9.90</b>	<b>437,703,679</b>



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
<b>Statewide Reserves and Debt Service:</b>						
<b>Debt Service:</b>						
Interest / Redemption	719,974,837	17,811,878	0	17,811,878	0.00	737,786,715
Federal Reimbursement	1,616,380	0	0	0	0.00	1,616,380
<b>Subtotal Debt Service</b>	<b>721,591,217</b>	<b>17,811,878</b>	<b>0</b>	<b>17,811,878</b>	<b>0.00</b>	<b>739,403,095</b>
<b>Statewide Reserves:</b>						
Contingency and Emergency Fund	5,000,000	0	0	0	0.00	5,000,000
Compensation Increase Reserve	0	373,803,618	0	373,803,618	0.00	373,803,618
OSHR Compensation System Update	0	10,000,000	0	10,000,000	0.00	10,000,000
State Health Plan	0	25,142,243	0	25,142,243	0.00	25,142,243
State Retirement Contributions - All Systems	0	37,547,093	0	37,547,093	0.00	37,547,093
Reserve for Future Benefit Needs	0	71,000,000	0	71,000,000	0.00	71,000,000
Salary Adjustment Fund	7,500,000	(7,500,000)	0	(7,500,000)	0.00	0
Pending Legislation	4,500,000	5,500,000	0	5,500,000	0.00	10,000,000
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	(2,784,935)	2,000,000	(784,935)	0.00	19,568,442
Information Technology Fund	22,649,320	(475,324)	0	(475,324)	0.00	22,173,996
Film and Entertainment Grant Fund	0	0	60,000,000	60,000,000	0.00	60,000,000
Rallying Investors and Skilled Entrepreneurs for NC (Rise NC)	0	0	2,500,000	2,500,000	0.00	2,500,000
University Innovation Commercialization Grant	0	0	5,000,000	5,000,000	0.00	5,000,000
<b>Subtotal Statewide Reserves</b>	<b>133,048,054</b>	<b>519,915,464</b>	<b>69,500,000</b>	<b>589,415,464</b>	<b>0.00</b>	<b>722,463,518</b>
						0
<b>Total Reserves and Debt Service</b>	<b>854,639,271</b>	<b>537,727,342</b>	<b>69,500,000</b>	<b>607,227,342</b>	<b>0.00</b>	<b>1,461,866,613</b>
<b>Total General Fund for Operations</b>	<b>20,845,443,899</b>	<b>1,483,860,473</b>	<b>92,086,716</b>	<b>1,575,947,189</b>	<b>109.17</b>	<b>22,421,391,088</b>

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
<b>Capital Improvements</b>						
Armory and Facility Development Projects		0	5,087,000	5,087,000	0.00	5,087,000
<b>Total Capital Improvements</b>	<b>0</b>	<b>0</b>	<b>5,087,000</b>	<b>5,087,000</b>	<b>0.00</b>	<b>5,087,000</b>
<b>Total General Fund Budget</b>	<b>20,845,443,899</b>	<b>1,483,860,473</b>	<b>97,173,716</b>	<b>1,581,034,189</b>	<b>109.17</b>	<b>22,426,478,088</b>

# **Education Section F**

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Draft

Public Education

GENERAL FUND

	FY 15-16	FY 16-17
<b>Recommended Budget</b>	<b>\$8,106,033,100</b>	<b>\$8,106,033,100</b>

Legislative Changes

A. Technical Adjustments

**1 Average Daily Membership (ADM) (Multiple)** \$100,236,542 R \$207,195,864 R

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.

**2 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.

**3 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.

B. Public School Funding Adjustments

**4 Low Wealth Supplemental Funding (1800)** (\$8,500,000) R (\$8,500,000) R

Adjusts the supplemental allotment for school districts in low wealth counties to align funding availability with formulaic requirements. Also, increases the allotments for three LEAs as follows:

- Cumberland County Schools - \$3,000,000
- Onslow County Schools - \$1,000,000
- Craven County School - \$500,000

\$207.1 million will remain available for this allotment.

FY 15-16

FY 16-17

	FY 15-16		FY 16-17	
<b>5 Teacher Assistants (1800)</b>	\$88,855,273	R	\$88,855,273	R
Adjusts the sources of funding for the Teacher Assistants allotment to offset the loss of \$88.9 million in Lottery receipts and nonrecurring funding that had supported this allotment in FY 2014-15. Approximately \$376.1 million will remain in this allotment from a combination of General Fund and Lottery sources, the same as in FY 2014-15.				
<b>6 NC Elevating Educators Act of 2015 (1900)</b>	\$200,000	R	\$10,000,000	R
Provides funding for a new initiative to supplement compensation and redesign the roles and responsibilities of education personnel.				
<b>7 Textbooks and Digital Resources (1800)</b>	\$43,500,000	R	\$43,500,000	R
	\$4,800,000	NR		
Increases General Fund support for textbooks and digital resources, bringing total funding for this allotment to \$72.6 million in FY 2015-16 and \$67.8 million in FY 2016-17.				
<b>8 School Connectivity Initiative (1900)</b>	\$12,000,000	R	\$12,000,000	R
Provides additional support for this initiative that brings broadband connectivity to all K-12 public school buildings in the State. New funds will allow enhancement of school-level internal Wi-Fi networks to provide high-quality, reliable connectivity to the classroom level. With the additional appropriations, the State is anticipated to access over \$60 million in additional federal E-rate funds over the biennium to support this effort. Total State funding for School Connectivity will total \$31.9 million.				
<b>9 Digital Learning Plan (1900)</b>	\$9,000,000	R	\$9,000,000	R
Provides funding to support aspects of the State's Digital Learning Plan. \$4 million is allocated to establish regional support organizations to provide regionally-based technology support services to LEAs. \$5 million is allocated to support professional development activities for education leaders in each LEA, including those responsible for leading digital learning initiatives, and coaching and support for teachers transitioning to digital learning practices in the classroom. The State Board of Education shall contract with the Friday Institute to administer both of these activities.				
<b>10 Cooperative and Innovative High Schools (1821)</b>	\$2,174,683	R	\$2,485,352	R
	\$100,000	NR		
Provides Cooperative and Innovative High Schools (CIHS) allotment support to fulfill the funding requests for the eight new CIHSs approved by the State Board of Education in December 2014. Funding will support four schools in Guilford County and one school in Pitt, Wake, Watauga, and Wilson Counties. Seven of the eight schools will receive the \$310,669 allotment provided to other CIHS programs. Wilson Academy of Applied Technology will receive \$100,000 in FY 2015-16 for planning purposes and \$310,669 in FY 2016-17 for operational purposes.				
<b>11 Cooperative and Innovative High School Tuition (1821)</b>	\$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.				

FY 15-16

FY 16-17

**12 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 \$435.8 million in FY 2014-15.

**13 School Safety-Instructional Support Personnel (1800)**

\$1,800,000 R \$1,800,000 R

Provides support for local school administrative units, regional schools, and charter schools to hire additional school psychologists, school counselors, and school social workers.

**14 Regional Leadership Academies (1900)**

\$4,000,000 NR

Provides nonrecurring support to continue the efforts of three Regional Leadership Academies (RLAs) developing new school administrators. The State Board of Education shall distribute these funds to the Northeast Leadership Academy, Piedmont Triad Leadership Academy, and Sandhills Leadership Academy. Federal Race to the Top funding for these RLAs expires in October 2015 and this appropriation will enable an additional year of RLA operations.

**15 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.

**16 Adapted Sports Pilot Program (1860)**

\$300,000 R \$300,000 R

Provides funds for DPI to develop and implement a pilot program for an integrated community-based adapted sports program for students with disabilities in grades K-12. The pilot program may be conducted in one or more LEAs and provide for collaboration with universities and community colleges and other community organizations to achieve the purposes of the program.

**17 Advanced Placement/International Baccalaureate Teacher Bonuses (1800)**

\$3,900,000 R \$4,300,000 R

Provides funding to support a \$50 bonus payment to teachers of record for students taking either Advanced Placement (AP) or International Baccalaureate (IB) courses and achieving a certain grade on AP or IB examinations. Bonuses shall be awarded to teachers of Advanced Placement courses for students who earn scores of three or higher on AP exams and to teachers of IB Diploma Programme courses for students who score four or higher on IB exams.

**18 Career and Technical Education (CTE) Teacher Bonuses (1800)**

\$600,000 R \$600,000 R

Provides funding to support a \$25 or \$50 bonus payment to teachers of record for students that complete a CTE class and pass a related examination leading to industry certifications and/or credentials. The State Board of Education shall rank each industry certification based on academic rigor and employment value in order to classify eligibility for \$25 and \$50 teacher bonuses.

**19 Advanced Placement Summer Professional Development Institutes (1800)**

Provides support to the North Carolina Advanced Placement partnership to pay for at least one teacher from every LEA to participate in summer professional development institutes.

\$126,500 NR

**20 Teacher Education Preparation Redesign Pilot (1900)**

Provides \$100,000 to the State Board of Education to be awarded to the constituent institution of The University of North Carolina whose proposal for a pilot redesign of the teacher education program is selected by the State Board of Education.

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

**21 Driver Training (1830)**

Restores State support for Driver Training programs administered at the LEA level. Restores State support in FY 2016-17 for this activity from Civil Fines and Forfeitures.

\$26,376,131 NR

**C. Grants****22 Regional Education Service Alliances (RESAs) (1901)**

Provides support to the State Board of Education (SBE) to make recurring grants of \$300,000 to each of the eight RESAs to provide professional development to teachers and other LEA personnel. The SBE shall collaborate with the eight RESAs to annually provide training within the eight State education regions on State funding flexibility to all superintendents and/or superintendents' designees. This training will provide information on the budget flexibility afforded by State statutes for differentiated pay and other initiatives to improve student achievement.

\$2,400,000 R \$2,400,000 R

**23 Charter School Accelerator (1901)**

Supports a pilot program administered by Parents for Educational Freedom in North Carolina (PEFNC) intended to accelerate charter school development in rural North Carolina.

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

**24 Science Olympiad (1901)**

Provides \$100,000 in recurring funding to North Carolina Science Olympiad (NCSO), a nonprofit organization with the mission to attract and retain the pool of K-12 students entering science, technology, engineering, and mathematics (STEM) degrees and careers.

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

**25 VIF International Education (1901)**

Provides recurring funding of \$1.2 million to VIF International Education, a provider of professional development, curriculum, language acquisition programs, and cultural exchange programs.

\$1,200,000 R \$1,200,000 R

**26 Distinguished Leadership in Practice (1901)**

Provides nonrecurring funding of \$300,000 to the N.C. Principals & Assistant Principals' Association to continue implementation of the Distinguished Leadership in Practice leadership development program for practicing school principals.

\$300,000 NR



## House Appropriations Committee on Education

**FY 15-16****FY 16-17****27 Microsoft Statewide Agreement (1901)**

\$2,600,000 R

\$2,700,000 R

Provides funds for DPI to enter into a Statewide cooperative purchasing agreement with Microsoft to make Microsoft Office products available to every student and staff member in a NC public school at no cost to school districts and students.

**28 Beginnings for Children, Inc. (1901)**

\$100,000 R

\$100,000 R

Provides support to expand the programs and services provided by Beginnings for Parents of Children Who Are Deaf or Hard of Hearing, Inc. (Beginnings), as part of its outreach and support to North Carolina families. Total FY 2015-16 and FY 2016-17 State support for Beginnings will be \$1,019,730.

**29 Eastern North Carolina STEM Summer Program (1901)**

\$105,000 NR

\$105,000 NR

Provides funds to the State Board of Education to contract with an independent entity to administer a residential science, mathematics, engineering and technology (STEM) enrichment program for students traditionally underserved. Participation in the program shall be limited to students of the Northampton County Schools and KIPP Pride High School.

**30 Competency Education Pilot (1901)**

\$2,000,000 R

\$2,000,000 R

Provides support to launch a competency education pilot developed by North Carolina New Schools Project, Inc. (NCNSP), as part of its public and private partnership with LEAs to advance education innovation. NCNSP will establish three pilot programs through an RFP process.

**Total Legislative Changes**

\$232,351,524 R

\$349,783,750 R

\$35,807,631 NR

\$105,000 NR

**Total Position Changes****Revised Budget**

\$8,374,192,255

\$8,455,921,850

# Community Colleges

GENERAL FUND
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	FY 15-16	FY 16-17
<b>Recommended Budget</b>	<b>\$1,048,495,115</b>	<b>\$1,048,495,115</b>

**Legislative Changes**

**A. Technical and Formula Adjustments**

<p><b>31 Enrollment Growth Adjustment (Multiple)</b>                      Adjusts funds for the biennium based on the decline in community college enrollment.</p> <p>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.</p>	<p>(\$6,466,443) R</p>	<p>(\$6,466,443) R</p>
<p><b>32 Summer Enrollment Funding (Multiple)</b>                      Allows the Community College System to include curriculum courses taught year round in the enrollment funding calculation for General Fund support. There are currently 3,458 Full Time Equivalent students enrolled within these courses at a Community College campus in the Summer Term. These FTEs would now be included in the enrollment funding formula to receive State support at the Tier 2 allocation rate (\$4,907 per FTE).</p>		<p>\$16,968,959 R</p>
<p><b>33 North Carolina Guaranteed Admission Program Reserve (1900)</b>                      Funds an enrollment growth reserve in FY 2016-17. The State Board of Community Colleges shall distribute the reserve to those colleges experiencing an increase in enrollment from students participating in the NC Guaranteed Admission Program (NC GAP). NC GAP will provide certain students with guaranteed admission to a UNC campus as a junior, upon completion of an associate's degree. In future years, funding for these students will be incorporated in regular enrollment growth funding. It is estimated that 1,305 FTE students will take advantage of this program. There is a corresponding reduction in enrollment funding in the University of North Carolina System.</p>		<p>\$3,725,448 NR</p>
<p><b>34 Management Flexibility Adjustment (1900)</b>                      Modifies the management flexibility adjustment by providing \$7.1 million in recurring funding in FY 2016-17 to reduce the System's management flexibility adjustment from \$59.2 million to \$52.1 million.</p>		<p>\$7,114,130 R</p>

**A. Technical and Formula Changes**

**35 Curriculum Tuition (1620)**

(\$16,138,793) R

Increases curriculum tuition beginning in FY 2016-17 by \$4.00 per credit hour and budgets the expected increase in tuition receipts.

Tuition in FY 2016-17 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.

**B. Other Adjustments**

**36 Fayetteville Technical Community College Botanical Lab (1624)**

\$100,000 NR \$100,000 NR

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.

**37 Procurement Efficiencies (Multiple)**

(\$3,722,467) R (\$3,722,467) R

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.

**38 Audit Services (1300)**

\$551,752 R \$551,752 R

Restores funding for the System Office's Audit Services division.

7.00 7.00

**39 College Information System Modernization (1200)**

\$2,500,000 R \$5,000,000 R

Funds the first phase of upgrading the System's information technology platform and partial migration of servers to hosted storage services.

**40 Equipment (1623)**

\$15,000,000 NR

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.

**41 Innovative Pilot Program (1624)**

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

Creates an Innovative Pilot Program to assist in establishing new programs for workforce development. The program is limited to development Tier 1 and Tier 2 counties as defined in G.S. 143B-437.08.

**42 South Piedmont Community College Remediation Pilot Program (1624)**

\$150,000 R \$150,000 R

Establishes a remediation pilot program at South Piedmont Community College. The program will identify and provide remediation to at risk high school students.

**FY 15-16****FY 16-17****43 Caldwell Community College Truck Driver Training Program (1624)**

\$150,000 R

\$150,000 R

Provides funds for the Caldwell Community College Truck Driver Training program.

**C. Financial Aid Adjustments****44 Yellow Ribbon G.I. Education Enhancement Program (1900)**

(\$1,000,000) R

(\$1,000,000) R

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

(\$1,000,000) NR

**45 Resident Tuition for Certain Non-Resident Veterans (1620)**

\$2,000,000 R

\$2,000,000 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 Community College System.

**Total Legislative Changes**

(\$5,837,158) R

\$4,607,138 R

\$16,100,000 NR

\$5,825,448 NR

**Total Position Changes**

7.00

7.00

**Revised Budget**

\$1,058,757,957

\$1,058,927,701

# UNC System

GENERAL FUND
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	FY 15-16	FY 16-17
<b>Recommended Budget</b>	<b>\$2,647,296,221</b>	<b>\$2,647,304,656</b>

## Legislative Changes

### A. Technical and Formula Adjustments

**46 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.

**47 NC Guaranteed Admission Program Enrollment Savings (16011)** (\$13,279,762) R  
 Decreases enrollment growth funding for FY 2016-17 in anticipation of reduced enrollment at the UNC System due to the implementation of the NC Guaranteed Admission Program (NC GAP). NC GAP will provide certain students with guaranteed admission to a UNC campus as a junior, upon completion of an associate's degree. It is estimated that 1,305 FTE students will take advantage of this program.

**48 Building Reserves (Multiple)** \$470,912 R \$714,678 R  
 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. \$170,282 NR \$91,170 NR

**49 North Carolina Research Campus at Kannapolis (16011)** \$2,500,000 R \$2,500,000 R  
 Provides funds to partially fulfill the University of North Carolina System's commitment at the North Carolina Research Campus at Kannapolis. Total funding will be \$24.1 million.

### B. Other Adjustments

**50 Management Flexibility Reduction (16011)** (\$18,075,959) R (\$18,075,959) 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. (\$8,100,684) NR

**51 Advancement Activity Limitations (16011)** (\$17,913,812) R (\$17,913,812) R  
 Caps the use of General Fund appropriations for campus advancement activities at \$1 million per campus. The following campuses do not receive a reduction: Elizabeth City State University, Fayetteville State University, University of North Carolina School of the Arts, Western Carolina University, and North Carolina School of Science and Math.

FY 15-16

FY 16-17

	FY 15-16		FY 16-17	
<b>52 East Carolina University: Medical School Sustainability Funds (16066)</b>	\$8,000,000	R	\$8,000,000	R
Provides funds to stabilize the Brody School of Medicine due to lower revenues.				
<b>53 Set Off Debt Collection Reinstatement (16066, 16021)</b>	(\$4,000,000)	R	(\$4,000,000)	R
Reduces funds to the Schools of Medicine at the University of North Carolina-Chapel Hill and East Carolina University to reflect increased revenues due to participation in the State's Set Off Debt Collection Act program. Each campus's budget is reduced by \$2 million.				
<b>54 Elizabeth City State University: Budget Stabilization Funds (16086)</b>	\$3,000,000	NR	\$1,000,000	NR
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.				
<b>55 North Carolina New Teacher Support Program (16011)</b>	\$1,500,000	R	\$1,500,000	R
Increases funds to the North Carolina New Teacher Support Program, a program that targets beginning teachers in schools across the state that qualified for Race to the Top services. The program is administered through a central office and four regional anchor sites at UNC Greensboro, UNC Charlotte, East Carolina University, and the UNC Center for School Leadership Development. Total program funding will be \$2.7 million.				
<b>56 Evaluation of Teacher Recruitment and Retention Programs (16015)</b>	\$235,000	NR	\$470,000	NR
Provides nonrecurring funds to the Friday Institute for the purposes of evaluating six programs within the University of North Carolina System that provide teacher education and retention programs.				
<b>57 ASU: Recruit Community College Students Pilot (16080)</b>	\$91,000	NR	\$91,000	NR
Provides nonrecurring funds to establish a pilot program at Appalachian State University for the purposes of recruiting and retaining Community College students into the College of Education.				
<b>58 Technology and Competency-Based Learning and Innovation (16011)</b>	\$2,000,000	R	\$2,000,000	R
Provides funds to support the online and competency-based learning strategies of the UNC System.				
<b>59 Game-Changing Research (16011)</b>	\$2,000,000	R	\$2,000,000	R
Increases funds for focused investments in faculty, research, and scholarship in six priority areas: advanced manufacturing; data sciences; defense, military, and security; energy; marine and coastal sciences; and pharmacoengineering. The total program funding will be \$5 million.				
<b>60 Eastern 4H Center (16032)</b>	\$367,000	NR		
Provides additional operating funds to the Eastern 4H Center.				

**61 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 Cardiovascular Physician Management Company, Inc. This project received \$2 million in non-recurring funds in FY 2014-15.

\$2,000,000 NR

**62 Education Opportunities for Students with Disabilities (16021)**

Provides funds for the Carolina Institute for Developmental Disabilities for the purpose of collaborating with the North Carolina Postsecondary Education Alliance to build capacity for the expansion of postsecondary options for students with intellectual or developmental disabilities.

\$600,000 NR \$600,000 NR

**C. Financial Aid Adjustments****63 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  
 (\$4,863,276) NR

**64 Resident Tuition for Certain Non-Resident Veterans (16011)**

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.

\$9,300,762 R \$9,300,762 R

**65 NC Need-Based Scholarship (16015)**

Provides additional funding for the NC Need-Based Scholarship for resident students attending private colleges. Total program funding will be \$88.9 million recurring.

\$2,500,000 R \$2,500,000 R

**66 Teacher Recruitment and Retention (16015)**

Establishes a new teacher scholarship loan program. The program is intended to recruit teachers for placement in hard-to-staff schools or subjects.

\$200,000 R \$3,000,000 R

**67 Principal Preparation (16015)**

Creates a competitive grant program for principal development to be administered by the State Education Assistance Authority.

\$500,000 R \$9,500,000 R

**68 Opportunity Scholarships (16015)**

Increases funds for the Opportunity Scholarship program. The program provides scholarship grants of up to \$2,100 per semester for eligible students to attend nonpublic schools. The total program funding for FY 2015-16 will be \$17.6 million.

\$6,800,000 NR

<b>Total Legislative Changes</b>	\$33,443,368	R	\$63,143,910	R
	\$299,322	NR	\$2,252,170	NR
<b>Total Position Changes</b>				
<b>Revised Budget</b>	\$2,681,038,911		\$2,712,700,736	

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**Health  
and  
Human Services  
Section G**

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# Health and Human Services

GENERAL FUND
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	FY 15-16		FY 16-17	
<b>Recommended Budget</b>	<b>\$89,605,783</b>		<b>\$89,605,783</b>	

## Legislative Changes

### ( 1.0) Division of Central Management and Support

<b>1 Personal Services Contracts</b>	(\$7,000)	R	(\$7,000)	R
Reduces funding for personal services contracts.				
<b>2 Health Information Exchange (S.L. 2015-7) (1910)</b>	(\$2,000,000)	R	(\$2,000,000)	R
Implements S.L. 2015-7, which amended S.L. 2014-100 by making the funding for the Health Information Exchange nonrecurring. This item removes the recurring funding in the base budget to comply with S.L. 2015-7.				
<b>3 Vacant Positions</b>	(\$1,481,673)	R	(\$1,481,673)	R
Eliminates vacant positions within the Department of Health and Human Services.				
	-57.00		-57.00	
<b>4 Health Net Grants (1372)</b>	(\$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.				
<b>5 Community Mental Health Initiatives (1910)</b>	\$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.				
<b>6 Competitive Block Grant Transfer (1910)</b>	(\$75,000)	R	(\$75,000)	R
Transfers funds from the complete block grant for Accessible Electronic Information for the Blind to the Division of Services for the Blind. Combined with the Competitive Block Additional Funds item, the competitive block grant appropriation is increased by 9.5% to \$12,956,411.				
<b>7 Division of Information Resource Management (1122, 1123)</b>	\$5,800,000	NR		
Increases funding to address a structural budget deficit within the Division of Information Resource Management.				
<b>8 NC FAST (2411, 1122)</b>	\$5,803,000	NR	\$13,052,000	NR
Provides funding for continued system development including using prior-year earned revenue in the nonrecurring amount of \$9.4 million in FY 2015-16 and FY 2016-17, to bring the total funding for NC FAST, along with federal funding, to \$77.7 million for FY 2015-16 and \$84.4 million for FY 2016-17.				
	37.00		40.00	

House Appropriations Committee on Health and Human Services

**FY 2015-16**

**FY 2016-17**

**9 NC TRACKS (2413, 1122)**

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.

\$400,000	R	\$400,000	R
\$2,300,000	NR	\$940,000	NR

**10 Competitive Block Grant Additional Funds (1910)**

Increases funds for long-term, residential substance abuse services. Combined with the Competitive Block Grant Transfer item, the competitive block grant appropriation is increased by 9.5% to \$12,956,411.

\$1,300,000	R	\$1,300,000	R
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**11 Health Information Exchange (HIE) (1910)**

Funding is provided to continue efforts towards the implementation of a statewide HIE.

\$3,160,611	R	\$3,160,611	R
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**12 Government Data Analytics Center (1910)**

Funds contract for the development for new and enhanced health data analytics capability and functionality for the Department.

\$1,000,000	NR		
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**13 Office of Program Evaluation, Reporting and Accountability (1910)**

Establishes an Office within the Department of Health and Human Services to evaluate effectiveness and efficiency of programs as Directed by the Secretary, Governor and as requested by the General Assembly.

\$500,000	R	\$500,000	R
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**14 Justification Review (1910)**

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 five. 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:

(\$7,947,212)	R	(\$7,947,212)	R
\$7,947,212	NR		

Programs Subject to Justification Review:

- Maternal and Child Health Contracts - \$2,847,094
- 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
- Residential Maternity Homes - \$ 375,000

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)

**15 Justification Review Reserve (1910)**

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.

\$7,947,212 R

**16 Residential Hospice (1910)**

Provides grant funds for capital to increase capacity in hospice residential care facilities and requires a match.

\$20,000,000 NR

**Total Legislative Changes**


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 (\$551,933) R \$15,144,684 R

\$42,850,212 NR \$13,992,000 NR

**Total Position Changes**

-20.00 -17.00

**Revised Budget**
 \$131,904,062 \$118,742,467
 

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## Health and Human Services

GENERAL FUND
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	FY 15-16		FY 16-17	
<b>Recommended Budget</b>	<b>\$42,845,788</b>		<b>\$42,845,788</b>	
<b>Legislative Changes</b>				
<b>( 2.0) Division of Aging and Adult Services</b>				
<b>17 Home and Community Care Block Grant (1370,1451)</b>				
Restores the reduction taken in FY 2014-15, increasing the Home and Community Care Block Grant total availability by 2% to \$55 million.	\$969,549	NR	\$969,549	NR
<b>Total Legislative Changes</b>	<b>\$969,549</b>	<b>NR</b>	<b>\$969,549</b>	<b>NR</b>
<b>Total Position Changes</b>				
<b>Revised Budget</b>	<b>\$43,815,337</b>		<b>\$43,815,337</b>	

# Health and Human Services

GENERAL FUND
--------------

	FY 15-16		FY 16-17	
<b>Recommended Budget</b>	<b>\$249,687,727</b>		<b>\$249,687,727</b>	

**Legislative Changes**

**( 3.0) Division of Child Development and Early Education**

**18 Federal Funding for NC Pre-K (1330)**

Budgets Temporary Assistance for Needy Families block grant funding on a nonrecurring basis for NC Pre-K. (\$11,301,722) NR (\$6,806,397) NR

**19 Lottery Funds for NC Pre-K**

Budgets Lottery funds for NC Pre-K. (\$5,589,720) R (\$10,085,045) R

**20 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

**21 Smart Start Health Related Activities (14A0)**

Budgets Temporary Assistance for Needy Block Grant funds for Smart Start Health Related Activities. (\$5,527,584) R (\$5,527,584) R

**22 Child Care Subsidy (1380)**

Budgets Temporary Assistance For Needy Families Contingency Block grant funds on a nonrecurring basis. Total availability for this program is not changed. (\$4,547,023) NR

**23 NC Pre-K (1330)**

Provides funding for NC Pre-K, including \$2,716,401 in Lottery receipts. Total availability is \$144.2 million. \$2,323,599 R \$2,323,599 R

**24 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

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<b>Total Legislative Changes</b>	<b>(\$9,301,282)</b>	<b>R</b>	<b>(\$13,096,917)</b>	<b>R</b>
	<b>(\$15,848,745)</b>	<b>NR</b>	<b>(\$6,806,397)</b>	<b>NR</b>
<b>Total Position Changes</b>				
<b>Revised Budget</b>	<b>\$224,537,700</b>		<b>\$229,784,413</b>	

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# Health and Human Services

GENERAL FUND
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Recommended Budget	FY 15-16		FY 16-17	
	\$180,017,803		\$180,017,803	
<b>Legislative Changes</b>				
<b>( 4.0) Division of Social Services</b>				
<b>25 State-County Special Assistance (1570)</b>	(\$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.				
<b>26 Personal Services Contracts</b>	(\$9,540)	R	(\$9,540)	R
Reduces funding for personal services contracts.				
<b>27 Foster Care Caseload Increase (1532)</b>	\$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.				
<b>28 Child Advocacy Centers</b>	\$400,000	NR		
Provides funding for child advocacy centers.				
<b>29 Successful Transition of Youths in Foster Care (1532)</b>	\$1,300,000	R	\$1,750,000	R
Provides funds to support a demonstration project with services provided by Youth Villages to improve outcomes for youth ages 17-21 years who transition from foster care through implementation of outcome-based Transitional Living Services.				
<b>Total Legislative Changes</b>	<b>\$1,790,460</b>	<b>R</b>	<b>\$3,490,460</b>	<b>R</b>
	<b>\$400,000</b>	<b>NR</b>		
<b>Total Position Changes</b>				
<b>Revised Budget</b>	<b>\$182,208,263</b>		<b>\$183,508,263</b>	

# Health and Human Services

GENERAL FUND
--------------

	FY 15-16		FY 16-17	
<b>Recommended Budget</b>	<b>\$141,283,615</b>		<b>\$141,283,615</b>	

**Legislative Changes**

**( 5.0) Division of Public Health**

<b>30 Personal Services and University Contracts (1110)</b> Reduces funding for university and personal services contracts. \$3,551,989 remains available for this purpose.	(\$70,072)	R	(\$70,072)	R
<b>31 Office of Minority Health (1262)</b> Budgets additional federal Preventive Health Services Block Grant funds to be used for community health disparities grants and maintains \$3,299,576 in total funds available.	(\$2,756,865)	NR		
<b>32 AIDS Drug Assistance Program Receipts (1460)</b> Budgets additional drug rebate receipts and maintains funds available for AIDS pharmaceuticals at \$47,844,707.	(\$6,268,646)	R	(\$6,268,646)	R
<b>33 Physical Activity and Nutrition Program (1261)</b> Budgets additional federal Preventive Health Services Block Grant funds. \$9,436,780 remains in total funds available.	(\$1,243,899)	NR		
<b>34 QUITLINE Receipts (1271)</b> Budgets additional Medicaid receipts and maintains the Quitline's budget at \$1,200,000.	(\$100,000)	R	(\$100,000)	R
<b>35 Office of Chief Medical Examiner - Automation (1172)</b> Provides funds to replace and upgrade the Medical Examiner Information System. This action increases the total funds available in FY 2015-16 by 26% to \$8,578,168.			\$2,195,000	NR
<b>36 Office of Chief Medical Examiner - Training (1172)</b> Provides funds to implement mandatory annual training for county medical examiners. This action increases the Office's total funds available to \$8,678,168.	\$100,000	R	\$100,000	R
<b>37 Office of Chief Medical Examiner - Equipment (1172)</b> Provides funds to replace outdated and obsolete equipment. This action increases available funds by 4.6% to \$8,978,168 .	\$400,000	NR	\$400,000	NR
<b>38 Electronic Death Records System (1173)</b> Provides funds to develop and implement an Electronic Death Records System. This action increases the vital records automation budget from \$36,052 to \$510,639 in FY 2015-16 and to \$1,506,083 in FY 2016-17.	\$106,587 \$368,000	R NR	\$138,531 \$1,331,500	R NR

<b>39 Vital Records- Customer Service (1173)</b>				
Provides funds for time-limited staff to be used to maintain customer service in the Vital Records Section during the development and implementation of the Electronic Death Records System. This action increases the Section's budget by 4% to \$4,552,729.	\$175,000	NR	\$175,000	NR
<b>40 State Public Health Laboratory (1174)</b>	\$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.				
<b>41 Local Health Departments - Improve Birth Outcomes (13A1)</b>	\$2,500,000	R	\$2,500,000	R
Provides funds for a competitive block grant process for county health departments to apply for funds to use to increase access to prenatal care and improve birth outcomes.	\$2,500,000	NR		
<b>42 ECU and Wake Forest University Forensic Pathologist Fellowships (1172)</b>	\$250,000	R	\$250,000	R
Provides funds to support one Forensic Pathologist Fellowship each at East Carolina and Wake Forest Universities. The fellows will perform autopsies at the State's regional autopsy centers. This action increases the funds available for purchased services to \$3,651,250.				
<b>43 Nurse Family Partnership Program (13A1)</b>	\$900,000	R	\$900,000	R
Provides funds for home visiting services provided by the Nurse Family Partnership Program. Total funds available for the program is \$1,409,018.				
<b>44 Perinatal Quality Collaborative of North Carolina (PQCNC) (13A1)</b>	\$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.				
<b>Total Legislative Changes</b>	<b>(\$2,472,131)</b>	<b>R</b>	<b>(\$2,440,187)</b>	<b>R</b>
	<b>(\$92,764)</b>	<b>NR</b>	<b>\$4,736,500</b>	<b>NR</b>
<b>Total Position Changes</b>				
<b>Revised Budget</b>	<b>\$138,718,720</b>		<b>\$143,579,928</b>	

# Health and Human Services

GENERAL FUND

	FY 15-16		FY 16-17
<b>Recommended Budget</b>	<b>\$680,179,847</b>		<b>\$680,179,847</b>

## Legislative Changes

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

<b>45 Personal Services Contracts (1110)</b>	(\$243,886)	R	(\$243,886)	R
Reduces funding for personal services contracts. \$535,015 remains available for miscellaneous contractual services.				
<b>46 Paramedicine/ER Diversion Pilot Projects (1464)</b>	\$225,000	NR		
Provides funds to pilot the use of emergency medical services (EMS) departments to assess and transport persons with a mental health or substance abuse crisis to a non-hospital setting such as a behavioral health urgent care center. The amount provided will expand the existing pilot from 1 to 14 sites and complete a study after one year. This action increases the pilot budget from \$60,000 to \$285,000.				
<b>47 New Broughton Hospital (1541, 1561)</b>	\$10,619,646	NR	\$5,978,943	NR
Provides funds for technology infrastructure, furniture, and equipment for the Broughton Hospital replacement facility scheduled to open in December 2016.				
<b>48 Inflationary Increases for State Facilities (14460)</b>	\$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.				
<b>49 State Facilities Shortfall (1543,1563)</b>	\$8,476,374	R	\$8,476,374	R
Provides funds to offset the loss of Medicaid receipts, increased indigent caseloads, and other factors that have contributed to chronic budget shortfalls at Central Regional Hospital. This action increases the facility's total available funds to \$228,302,572.				
<b>50 Three-way Psychiatric Beds (1464)</b>	\$4,927,500	R	\$4,927,500	R
Provides funds to increase the number of community hospital beds that may be purchased to provide psychiatric inpatient treatment services. This action increases funding to \$43,047,144, 14%, and will increase the three-way contract capacity from 165 to 180 beds.				
<b>51 Expand START Teams (1445,1462)</b>	\$2,316,000	R	\$2,316,000	R
Provides funds to add a fourth NC START (Systematic, Therapeutic, Assessment, Resources and Treatment) Team to provide services to children and adolescents with intellectual or developmental disabilities. This action increases the total funds available for child and adult NC START services from \$2,437,207 to \$4,753,207.				

## House Appropriations Committee on Health and Human Services

FY 2015-16

FY 2016-17

**52 Substance Abuse Services Criminal Offenders - TASC (1463)**

\$1,860,000 R

\$1,860,000 R

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.

**53 Behavioral Health Crisis Units (1422)**

\$2,000,000 NR

Provides funds to establish additional behavioral health urgent care centers and facility-based crisis centers around the State. The centers will provide community-based crisis services to adults, adolescents, and children as an alternative to emergency departments and State psychiatric hospitals. This action increases the budget for the LME/MCO single-stream funding by 0.6% from \$330,028,240 to \$332,028,240.

**54 Crisis Bed Registry (1110)**

\$134,000 R

\$134,000 R

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.

\$350,000 NR

**Total Legislative Changes**

\$20,289,790 R

\$20,628,718 R

\$13,194,646 NR

\$5,978,943 NR

**Total Position Changes****Revised Budget**

\$713,664,283

\$706,787,508

## Health and Human Services

GENERAL FUND

	FY 15-16	FY 16-17
<b>Recommended Budget</b>	<b>\$37,752,132</b>	<b>\$37,752,132</b>
<b>Legislative Changes</b>		
<b>( 7.0) Division of Vocational Rehabilitation</b>		
<b>55 No Action Taken</b>		
Takes no action on the Division's FY 2015-17 recommended budget.		
<b>Total Legislative Changes</b>		
<b>Total Position Changes</b>		
<b>Revised Budget</b>	<b>\$37,752,132</b>	<b>\$37,752,132</b>

## Health and Human Services

GENERAL FUND
--------------

	FY 15-16		FY 16-17	
<b>Recommended Budget</b>	<b>\$16,022,641</b>		<b>\$16,022,641</b>	
<b>Legislative Changes</b>				
<b>( 8.0) Division of Health Service Regulation</b>				
<b>56 Overnight Respite (1101)</b>	\$82,606	R	\$88,033	R
Increases funding for staffing cost for a new Nursing Consultant and an Engineer/Architect Tech for new Medicaid waiver and Home and Community Care Block Grant services. The positions will perform initial and renewal inspections of Adult Care Homes and Adult Day Health Facilities and oversight of construction of facilities for overnight respite services. These positions are partially supported by initial and renewal certification fees and construction fees.	2.00		2.00	
<b>Total Legislative Changes</b>	<b>\$82,606</b>	<b>R</b>	<b>\$88,033</b>	<b>R</b>
<b>Total Position Changes</b>	<b>2.00</b>		<b>2.00</b>	
<b>Revised Budget</b>	<b>\$16,105,247</b>		<b>\$16,110,674</b>	

# Health and Human Services

GENERAL FUND
--------------

	FY 15-16	FY 16-17
<b>Recommended Budget</b>	<b>\$3,532,548,786</b>	<b>\$3,532,548,784</b>

## Legislative Changes

### ( 9.0) Division of Medical Assistance

<b>57 Local Management Entity/Managed Care Organization 2% Risk Reserve (1310)</b>			(\$17,373,477)	R
Discontinues funding for the 2% add on to Local Management Entity/Managed Care Organization (LME/MCO) capitation payments to fund the contractually required risk reserve of 15% of the annual capitation amounts. The change will be effective 7/1/16. This will leave over \$2.5 billion for payments to the LME/MCO's for behavioral health services and administration.				
<b>58 Medicaid Flex Reduction</b>	(\$14,936,008)	R	(\$19,587,034)	R
Reduces funding for Medicaid appropriations budgeted in FY 2015-16 by .9% and in FY 2016-17 by .9%.	(\$19,600,000)	NR		
<b>59 Traumatic Brain Injury Waiver (1101, 1102, 1310)</b>	\$2,000,000	R	\$2,000,000	R
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.				
<b>60 Immunizing Pharmacists (1102)</b>	\$500,000	NR		
Provides funding for programming NCTracks to allow pharmacists to be added as an individual provider for reimbursement for vaccinations.				
<b>61 Medicaid Reform (1101, 1102)</b>	\$2,550,000	NR	\$3,700,000	NR
Provides funds for planning and reform of the Medicaid program to shift utilization risk from the State under a capitated model.				
<b>62 Medicaid Rebase (1310, 1311, 1320, 1331)</b>	\$287,490,000	R	\$460,608,615	R
Provides funds for enrollment and utilization growth for the Medicaid program.				
<b>63 State Children's Health Insurance Program Federal Rate (1101, 1102, 1310)</b>	(\$20,500,000)	NR	(\$28,000,000)	NR
Recognizes the impact on receipts from the increased Federal Medical Assistance Percentage (FMAP) for the State Children's Health Insurance Program (SCHIP) population enrolled in the Medicaid program. The SCHIP/Health Choice program is only reauthorized for 2 years, so this is a nonrecurring item.				



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<b>Total Legislative Changes</b>	\$274,553,992	R	\$425,648,104	R
	(\$37,050,000)	NR	(\$24,300,000)	NR
<b>Total Position Changes</b>				
<b>Revised Budget</b>	\$3,770,052,778		\$3,933,896,888	

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## Health and Human Services

GENERAL FUND
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	FY 15-16		FY 16-17	
<b>Recommended Budget</b>	<b>\$41,874,629</b>		<b>\$41,874,629</b>	
<b>Legislative Changes</b>				
<b>(10.0) NC Health Choice</b>				
<b>64 SCHIP FMAP Rate</b>				
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.	(\$33,000,000)	NR	(\$46,000,000)	NR
<b>65 Health Choice Rebase</b>	\$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.				
<b>Total Legislative Changes</b>	<b>\$5,522,950</b>	<b>R</b>	<b>\$6,230,413</b>	<b>R</b>
	<b>(\$33,000,000)</b>	<b>NR</b>	<b>(\$46,000,000)</b>	<b>NR</b>
<b>Total Position Changes</b>				
<b>Revised Budget</b>	<b>\$14,397,579</b>		<b>\$2,105,042</b>	

## Health and Human Services

GENERAL FUND
--------------

	FY 15-16		FY 16-17	
<b>Recommended Budget</b>	<b>\$8,107,457</b>		<b>\$8,107,457</b>	
<b>Legislative Changes</b>				
<b>(11.0) Division of Services for the Blind and Services for the Deaf and Hard of Hearing</b>				
<b>66 Personal Services Contract (1110)</b>	(\$9,250)	R	(\$9,250)	R
Reduces funding for personal services contracts. \$65,750 remains available to fund contractual services.				
<b>67 Accessible Electronic Information for the Blind (1110)</b>	\$75,000	R	\$75,000	R
Provides funding for the National Federation for the Blind Newslines, an electronic reading service for the blind.				
<b>Total Legislative Changes</b>	<b>\$65,750</b>	<b>R</b>	<b>\$65,750</b>	<b>R</b>
<b>Total Position Changes</b>				
<b>Revised Budget</b>	<b>\$8,173,207</b>		<b>\$8,173,207</b>	

2410 – Vital Records – Automation Fund

Budget Code: 24430

	FY 2015-16		FY 2016-17
<b>Beginning Unreserved Fund Balance</b>	<b>\$413,660</b>		<b>\$413,660</b>
<b>Recommended Budget</b>			
Requirements	\$36,052		\$36,052
Receipts	\$36,052		\$36,052
Positions	0.00		0.00
<b>Legislative Changes</b>			
<b>Requirements:</b>			
<b>Vital Records- Electronic Death Records System</b>	\$106,587	R	\$138,531 R
Provides funds to develop and implement an Electronic Death Records System.	\$368,000	NR	\$1,331,500 NR
	0.00		0.00
(This item also appears in the Health and Human Services section of the Committee Report. See page G-8, Item 38).			
<b>Subtotal Legislative Changes</b>	<b>\$106,587</b>	R	<b>\$138,531 R</b>
	<b>\$368,000</b>	NR	<b>\$1,331,500 NR</b>
	0.00		0.00
<b>Receipts:</b>			
<b>Vital Records - Electronic Death Records System</b>	\$106,587	R	\$138,531 R
Transfers funds from General Fund code 14430 provided to develop and implement an Electronic Death Records System.	\$368,000	NR	\$1,331,500 NR
<b>Subtotal Legislative Changes</b>	<b>\$106,587</b>	R	<b>\$138,531 R</b>
	<b>\$368,000</b>	NR	<b>\$1,331,500 NR</b>

House Appropriations Committee on Health and Human Services

**FY 2015-16**

**FY 2016-17**

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<b>Revised Total Requirements</b>	<b>\$510,639</b>	<b>\$1,506,083</b>
<b>Revised Total Receipts</b>	<b>\$510,639</b>	<b>\$1,506,083</b>
<b>Change in Fund Balance</b>	<b>\$0</b>	<b>\$0</b>
<b>Total Positions</b>	<b>0.00</b>	<b>0.00</b>

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<b>Unappropriated Balance Remaining</b>	<b>\$413,660</b>	<b>\$413,660</b>
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**Agriculture and  
Natural and Economic  
Resources  
Section H**

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# Agriculture and Consumer Services

<b>GENERAL FUND</b>
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	<b>FY 15-16</b>		<b>FY 16-17</b>	
<b>Recommended Budget</b>	<b>\$113,940,604</b>		<b>\$113,940,604</b>	

## Legislative Changes

### Administration

**1 Indirect Cost Receipts (1991)**

(\$2,772)	R	(\$2,772)	R
-----------	---	-----------	---

Reduces requirements from fund code 1991 to match budgeted indirect cost receipts.

### Food & Drug

**2 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.

**3 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.

**4 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.

**5 Food & Drug Receipts (1070)**

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

Budgets \$250,000 in receipts previously transferred to support the Spay and Neuter program.

**6 Food Safety Modernization Act Education (FSMA) (1100)**

\$280,000	NR	\$280,000	NR
4.00		4.00	

Provides funding to the Food & Drug Division on a nonrecurring basis for the biennium to increase awareness of federal FSMA food safety regulations.

### Food Distribution

**7 Federal Funds Reserve (1210)**

(\$74,000)	R	(\$74,000)	R
------------	---	------------	---

Eliminates the budgeted federal funds reserve requirement and maintains existing budgeted federal receipts.

**8 Diesel Fuel (1210)**

Provides \$100,000 in additional funding for the Division's increased fuel requirements.

\$100,000 R

\$100,000 R

**Forest Service****9 Vacant Position Reduction (1510)**

Eliminates 1.5 positions vacant for more than 1 year:

(\$94,713) R

(\$94,713) R

-1.50

-1.50

60031916 - NCSU Assoc Ranger (0.5)

60032247 - Forestry Supervisor (1.0)

**Meat & Poultry Inspection****10 Vacant Positions (1140)**

Eliminates 2.0 positions vacant for more than 1 year:

(\$85,351) R

(\$85,351) R

-2.00

-2.00

60012266 - Meat & Poultry Inspector I (0.5)

60012293 - Meat & Poultry Inspector III (0.5)

60012265 - Meat & Poultry Inspector I (0.5)

60012303 - Meat & Poultry Inspector I (0.5)

**Plant Industry****11 Federal Funds Reserve (1180)**

Eliminates the budgeted federal funds reserve requirement and maintains existing budgeted federal receipts.

(\$125,000) R

(\$125,000) R

**Research Stations****12 Vacant Position Reduction (1190)**

Eliminates 2.0 positions vacant for more than 1 year:

(\$91,068) R

(\$91,068) R

-2.00

-2.00

60012619 - Safety Officer II (1.0)

60012656 - Research Technician (1.0)

**Reserves & Transfers****13 Agricultural Development & Farmland Preservation Trust Fund (ADFPTF) (1990)**

Increases recurring funding to the ADFPTF and provides an additional \$2.6 million in nonrecurring funds in FY 2015-16.

\$91,624 R

\$91,624 R

\$2,573,912 NR

**14 Tobacco Trust Fund Program Expansion (1990)**

Provides nonrecurring funding to the Tobacco Trust Fund for the biennium to expand the grant program. Total funding for the program is approximately \$2.5 million in FY 2015-16 and \$3 million in FY 2016-17.

\$559,133 NR

\$1,000,000 NR

**Soil & Water Conservation****15 Operating Funds (1611)**

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

(\$275,399) NR

**16 Conservation Reserve Enhancement Program (CREP) (1611)**

Budgets receipts transferred from the CREP special fund (23704-2711) cash balance in FY 2016-17.

(\$1,081,160) NR

**Structural Pest Control & Pesticides****17 Pesticide Fee Receipts (1090)**

(\$150,000) R

(\$150,000) R

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

**Veterinary Services****18 Vacant Position Reduction (1130)**

(\$196,736) R

(\$196,736) R

Eliminates 1.6 positions vacant for more than 1 year:

-1.60

-1.60

60012147 - Veterinary Laboratory Specialist (1.0)

60012130 - Medical Laboratory Supervisor III (0.6)

**19 Spay and Neuter Account (1130)**

\$500,000 R

\$500,000 R

Replaces the \$250,000 transfer from the Food & Drug Division with a direct \$500,000 in recurring funding to support the Spay and Neuter program. The program will receive a net funding increase of \$250,000.

Total Legislative Changes

(\$963,016) R

(\$963,016) R

\$3,137,646 NR

\$198,840 NR

Total Position Changes

-3.10

-3.10

Revised Budget

\$116,115,234

\$113,176,428

DACS - Soil & Water Conservation

Budget Code: 23704

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

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**Legislative Changes**

**Requirements:**

<b>Conservation Reserve Enhancement Program (2711)</b>	\$0		\$0
Transfers \$1,081,160 from the Conservation Reserve Enhancement Program special fund cash balance to support the Soil & Water Conservation Division operating budget in FY 2016-17.	\$0	NR	\$1,081,160
	0.00		0.00
<b>Swine Waste (2730)</b>	\$0	R	\$0
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
	0.00		0.00
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	<b>R</b>	<b>\$0</b>
	<b>\$275,399</b>	<b>NR</b>	<b>\$1,081,160</b>
	0.00		0.00

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**Receipts:**

<b>Conservation Reserve Enhancement Program (2711)</b>	\$0		\$0
No budget action necessary.	\$0	NR	\$0
<b>Swine Waste (2730)</b>	\$0	R	\$0
No budget action necessary.	\$0	NR	\$0

House Appropriations Committee on ANER

	FY 2015-16	FY 2016-17
<b>Subtotal Legislative Changes</b>	\$0 R	\$0 R
	\$0 NR	\$0 NR
<hr/>		
Revised Total Requirements	\$9,881,234	\$10,686,995
Revised Total Receipts	\$9,177,458	\$9,177,458
<b>Change in Fund Balance</b>	<b>(\$703,776)</b>	<b>(\$1,509,537)</b>
<b>Total Positions</b>	<b>1.00</b>	<b>1.00</b>
<hr/>		
<b>Unappropriated Balance Remaining</b>	<b>\$14,369,777</b>	<b>\$12,860,240</b>

# Labor

<b>GENERAL FUND</b>
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	<b>FY 15-16</b>		<b>FY 16-17</b>	
<b>Recommended Budget</b>	<b>\$15,945,674</b>		<b>\$15,945,674</b>	
<b>Legislative Changes</b>				
<b>Administration</b>				
<b>20 Fund Shift Positions (1120)</b>	(\$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)				
<b>Occupational Safety &amp; Health</b>				
<b>21 Vacant Position Reduction (1350 &amp; 1352)</b>	(\$103,826)	R	(\$103,826)	R
Eliminates 1.68 positions vacant for more than 1 year:				
	-1.68		-1.68	
60013080 - OSHA - Safety Compliance Officer II (0.5)				
60013269 - Office Assistant IV (0.18)				
60013194 - Industrial Hygiene Inspector (1.0)				
<b>22 Operating Reduction (1352)</b>	(\$25,229)	R	(\$25,229)	R
Reduces the operating budget for the OSH program.				
<b>Total Legislative Changes</b>	<b>(\$259,205)</b>	<b>R</b>	<b>(\$259,205)</b>	<b>R</b>
<b>Total Position Changes</b>	<b>-3.68</b>		<b>-3.68</b>	
<b>Revised Budget</b>	<b>\$15,686,469</b>		<b>\$15,686,469</b>	

# Environment & Natural Resources

GENERAL FUND

	FY 15-16		FY 16-17	
<b>Recommended Budget</b>	<b>\$162,279,549</b>		<b>\$162,279,549</b>	
<b>Legislative Changes</b>				
<b>Administrative Services</b>				
<b>23 Administrative Operating Reduction (1140)</b> Reduces the department's administrative services operating budget by 13%, leaving approximately \$1.9 million in operating support for administration.	(\$284,686)	R	(\$284,686)	R
<b>24 Vacant Position Reduction (1140)</b> Eliminates positions vacant greater than 6 months.	(\$739,232)	R	(\$739,232)	R
60036034 - Budget Analyst (1.0)	-9.85		-9.85	
60036039 - Purchaser (1.0)				
60035496 - Office Assistant III (0.4)				
60036041 - Purchaser (1.0)				
60033389 - Safety Officer III (1.0)				
60035950 - GS 5th Floor Receptionist (1.0)				
60036060 - Business And Technology Applic Specialist (1.0)				
60035034 - Technology Support Analyst(1.0)				
60035318 - IT Security Specialist (1.0)				
60035984 - Personnel Analyst (1.0)				
60032527 - Policy Development Analyst (0.45)				
<b>25 Vacant Position Reduction (1140)</b> Reduces funding for a vacant Ombudsman (60035953); position becomes half-time, supported from receipts.	(\$76,276)	R	(\$76,276)	R
	-0.50		-0.50	
<b>26 Vacant Position Reduction (1140)</b> Eliminates a vacant Policy Development Analyst position (60035952) in the Secretary's Office.	(\$93,198)	R	(\$93,198)	R
	-1.00		-1.00	
<b>Aquariums</b>				
<b>27 Vacant Position Reduction (1355)</b> Eliminates positions vacant greater than 6 months.	(\$240,717)	R	(\$240,717)	R
60034946 - Conserv & Research Coordinator (0.5)	-4.50		-4.50	
60034848 - Tech Support Analyst (1.0)				
60034829 - Receptionist (1.0)				
60034938 - Exhibit Technician (1.0)				
60034915 - Housekeeper (1.0)				
<b>28 Aquarium Admission Receipts (1355)</b> Budgets additional admission receipts transferred from the North Carolina Aquariums Fund (24300-2865) to support the operations of the State's 3 aquariums.	(\$356,224)	R	(\$356,224)	R

**Coastal Management****29 Lease Support (1625)**

(\$30,523)	R	(\$30,523)	R
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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****30 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	
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**31 University Energy Centers (1749)**

Budgets Petroleum Violation Escrow (PVE) settlement funds transferred from budget code 64327 to partially offset support of the university energy centers at North Carolina State University, North Carolina Agricultural and Technical State University and Appalachian State University on a nonrecurring basis.

(\$722,672)	NR		
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**32 Vacant Position Reduction (1735 & 1749)**

(\$176,200)	R	(\$176,200)	R
-------------	---	-------------	---

Eliminates positions vacant greater than 1 year.

65019617 - Geologist - Advanced (1.0)

-2.00		-2.00	
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60032415 - Hydro/Geologist (1.0)

**33 Position Reduction (1730)**

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

-1.00		-1.00	
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**34 Cash Balances (1740)**

Transfers the following special fund cash balances to the Division's General Fund 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

**35 Coal Ash Management (1125)**

Budgets \$397,000 from the cash balance of the Coal Combustion Residuals Fund to support the implementation of the Coal Ash Management Act.

**36 Dam Safety Program (1740)**

\$264,852	R	\$264,852	R
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Provides funds to hire two engineers 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.

2.00		2.00	
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**Environmental Assistance and Customer Service****37 Operating and Position Reduction (1130 & 1615)**

(\$95,649) R (\$95,649) R

Abolishes a vacant Environmental Specialist position (60035085) in the Department's recycling program. 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.

-1.00 -1.00

**Land and Water Stewardship****38 Salary Reserve (1115)**

(\$55,128) R (\$55,128) R

Reduces the operating budget for the Office of Land and Water Stewardship by 2% by reducing salary reserve, leaving approximately \$1.9 million in operating support.

**39 Clean Water Management Trust Fund (1115)**

(\$750,000) R (\$750,000) R

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

**40 Natural Heritage Program (1115)**

\$675,000 R \$675,000 R

Provides funding for the Natural Heritage Program.

**41 Grant Program Expansion (1115)**\$500,000 R \$683,765 R  
\$11,500,000 NR

Provides additional grant funds for the Clean Water Management Trust Fund bringing total funding from all sources to approximately \$50 million over the biennium.

**42 Military Buffers (1115)**

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

Provides funding to the Clean Water Management Trust Fund for the purpose of acquiring buffers around military bases.

**Marine Fisheries****43 Eliminate Vacant Positions (1315, 1320, & 1325)**

(\$235,474) R (\$235,474) R

Eliminates positions vacant greater than 6 months.

60032662 - Marine Fisheries District Manager (1.0)

60032661 - Marine Fisheries District Manager (1.0)

60032569 - Office Assistant IV (1.0)

60032721 - Marine Fisheries Telecommunicator (1.0)

-4.00 -4.00

**44 Shellfish Rehabilitation (1320)**

\$300,000 R \$600,000 R

Provides additional funds for cultch planting.

**45 Oyster Research and Development (1320)**

\$250,000 NR \$500,000 NR

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

**46 Oyster Sanctuaries (1320)**

\$200,000 R

Provides funding to support a network of oyster sanctuaries.

**Museum of Natural Sciences****47 Vacant Position Reduction (1360)**

(\$463,184) R (\$463,184) R

Eliminates positions vacant greater than 6 months.

65013244 - Science Historian (0.5)

-6.50

-6.50

60034963 - Accounting Clerk V (1.0)

60034965 - Processing Assistant III (1.0)

60034989 - Director Of Public Affairs I (1.0)

60034991 - Research Curator, Fishes (1.0)

65014889 - Marketing Coordinator (1.0)

65014777 - Chief Webmaster (1.0)

**Parks and Recreation****48 Vacant Position Reduction (1280)**

(\$1,341,904) R (\$1,341,904) R

Eliminates positions vacant greater than 6 months. A list of positions can be found in the Appropriations Act.

-26.00

-26.00

**49 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.

\$316,156 NR

\$210,759 NR

**50 Parks and Recreation Trust Fund (PARTF) (1280)**

Provides additional funding for PARTF bringing total funding from all sources to approximately \$42.5 million over the biennium.

\$12,500,000 NR

\$1,483,765 R

**Waste Management****51 Position Reduction (1760)**

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

Eliminates a filled Environmental Specialist (60034599) in the Solid Waste Section. Also reduces the legal services line-item by \$214,427 leaving approximately \$338,227 for these services.

-1.00

-1.00

**52 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

**53 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.

\$2,343,674 NR

**54 Texfi (1990)**

Provides nonrecurring funds to be used for the cleanup and monitoring of groundwater and other contamination located at the Texfi site in Fayetteville as well as any emergency cleanup activities at that site. Funds will be transferred to the Inactive Hazardous Sites Cleanup Fund for this purpose.

\$25,000 NR

\$25,000 NR

**Water Infrastructure****55 Operating Reduction (1460)**

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

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

**56 Drinking Water State Revolving Funds (DWSRF) (1460)**

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

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.

**57 Clean Water State Revolving Fund (CWSRF) (1460)**

\$5,100,000 NR

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.

**58 State Match for CWSRF (1460)**

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

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.

**59 State Grant Program Expansion (1460)**\$1,093,984 R \$2,742,749 R  
\$10,000,000 NR \$10,000,000 NR

Provides additional funds for the State water and wastewater infrastructure grants benefitting rural, economically distressed areas. Total State grant funding available over the biennium is approximately \$38.2 million.

**Water Resources****60 Vacant Position Reduction (1635 & 1690)**

(\$131,924) R (\$131,924) R

Eliminates positions vacant greater than 6 months.

60035172 - Chemist I (1.0) -2.00 -2.00

60035505 - Environmental Program Consultant (1.0)

**61 Aquatic Weed Control (1990)**

\$900,000 NR \$300,000 NR

Provides additional funding for aquatic weed control in State lakes and rivers. Funds will be transferred to the Shallow Draft Navigation Channel Dredging and Lake Maintenance Fund.

**Zoo****62 Vacant Position Reduction (1305)**

(\$165,847) R (\$165,847) R

Eliminates positions vacant greater than 6 months.

60033302 - Maintenance Mechanic V (0.45) -2.45 -2.45

60033383 - Plant Maintenance Supervisor I (1.0)

60033274 - Grounds Superintendent I (1.0)

**63 Zoo Receipts (1305)**

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

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

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Total Legislative Changes	<b>(\$3,270,525)</b>	R	<b>\$545,770</b>	R
	<b>\$43,825,003</b>	NR	<b>\$13,035,759</b>	NR
<b>Total Position Changes</b>	-60.13		-60.13	
<b>Revised Budget</b>	<b>\$202,834,027</b>		<b>\$175,861,078</b>	

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DENR - Special

Budget Code: 24300

	FY 2015-16		FY 2016-17
<b>Beginning Unreserved Fund Balance</b>	<b>\$22,269,945</b>		<b>\$12,214,257</b>
<b>Recommended Budget</b>			
Requirements	\$91,999,421		\$91,999,421
Receipts	\$82,443,138		\$82,443,138
Positions	273.12		273.12
<b>Legislative Changes</b>			
<b>Requirements:</b>			
<b>Shallow Draft Dredging Fund (2182)</b>	\$3,332,384	R	\$4,331,117
Increases the budget for dredging projects due to an increase in the amount of motor fuel tax revenue transferred from the Highway Fund.	\$0	NR	\$0
	0.00		0.00
<b>Aquatic Weed Control (2182)</b>	\$0	R	\$0
Budgets a transfer from the General Fund to the Shallow Draft Dredging Fund for aquatic weed control in State lakes and rivers.	\$900,000	NR	\$300,000
	0.00		0.00
<b>Soil Remediation Fees (2391)</b>	\$0	R	\$0
Transfers the cash balance in the Soil Remediation Fees special fund to the Division of Energy, Mineral and Land Resource'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
	0.00		0.00
<b>Mining Interest Cash Balance (2610)</b>	\$0	R	\$0
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
	0.00		0.00
<b>Mining Interest (2610)</b>	(\$38,431)	R	(\$38,431)
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
	-0.53		-0.53

House Appropriations Committee on ANER

	FY 2015-16		FY 2016-17	
<b>Mining Fees Cash Balance (2745)</b>	\$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	
<b>Mining Fees (2745)</b>	(\$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
	-1.90		-1.90	
<b>Stormwater Cash Balance (2750)</b>	\$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	
<b>Stormwater (2750)</b>	(\$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	
<b>Subtotal Legislative Changes</b>	<b>\$2,283,360</b>	R	<b>\$3,282,093</b>	R
	<b>\$1,287,155</b>	NR	<b>\$300,000</b>	NR
	-2.43		-2.43	
<hr/>				
<b>Receipts:</b>				
<b>Shallow Draft Dredging Fund (2182)</b>	\$3,332,384	R	\$4,331,117	R
Budgets an increase in the transfer from the Highway Fund to reflect the crediting of one-half percent (0.5%) of motor fuel tax revenue.	\$0	NR	\$0	NR
<b>Aquatic Weed Control (2182)</b>	\$0	R	\$0	R
Budgets a transfer from the General Fund to the Shallow Draft Dredging Fund for aquatic weed control in State lakes and rivers.	\$900,000	NR	\$300,000	NR
<b>Soil Remediation Fees (2391)</b>	\$0	R	\$0	R
Base budget contains no receipts. No budget action necessary.	\$0	NR	\$0	NR

House Appropriations Committee on ANER

	FY 2015-16		FY 2016-17
<b>Mining Interest Cash Balance (2610)</b>	\$0	R	\$0 R
No budget action necessary.	\$0	NR	\$0 NR
<b>Mining Interest (2610)</b>	(\$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
<b>Mining Fees Cash Balance (2745)</b>	\$0	R	\$0 R
No budget action necessary.	\$0	NR	\$0 NR
<b>Mining Fees (2745)</b>	(\$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
<b>Stormwater Cash Balance (2750)</b>	\$0	R	\$0 R
No budget action necessary.	\$0	NR	\$0 NR
<b>Stormwater (2750)</b>	(\$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
<b>Subtotal Legislative Changes</b>	<b>\$2,171,110</b>	R	<b>\$3,169,843</b> R
	<b>\$900,000</b>	NR	<b>\$300,000</b> NR
<hr/>			
Revised Total Requirements	\$95,569,936		\$95,581,514
Revised Total Receipts	\$85,514,248		\$85,912,981
<b>Change in Fund Balance</b>	<b>(\$10,055,688)</b>		<b>(\$9,668,533)</b>
<b>Total Positions</b>	<b>270.69</b>		<b>270.69</b>
<hr/>			
<b>Unappropriated Balance Remaining</b>	<b>\$12,214,257</b>		<b>\$2,545,724</b>

DENR - Commercial LUST Cleanup

Budget Code: 64305

	FY 2015-16		FY 2016-17	
<b>Beginning Unreserved Fund Balance</b>	<b>\$83,787,906</b>		<b>\$52,984,756</b>	
<b>Recommended Budget</b>				
Requirements	<b>\$63,762,710</b>		<b>\$63,762,710</b>	
Receipts	<b>\$32,959,560</b>		<b>\$32,959,560</b>	
Positions	<b>11.20</b>		<b>11.20</b>	
<hr/>				
<b>Legislative Changes</b>				
<b>Requirements:</b>				
<b>Inactive Hazardous Sites Cleanup Fund (6372)</b>	\$0	R	\$0	R
Budgets a transfer from the General Fund to be used for the cleanup and monitoring of groundwater and other contamination located at the Texfi site in Fayetteville as well as any emergency cleanup activities at that site.	\$25,000	NR	\$25,000	NR
	0.00		0.00	
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	<b>R</b>	<b>\$0</b>	<b>R</b>
	<b>\$25,000</b>	<b>NR</b>	<b>\$25,000</b>	<b>NR</b>
	0.00		0.00	
<hr/>				
<b>Receipts:</b>				
<b>Inactive Hazardous Sites Cleanup Fund (6372)</b>	\$0	R	\$0	R
Budgets a transfer from the General Fund to be used for the cleanup and monitoring of groundwater and other contamination located at the Texfi site in Fayetteville as well as any emergency cleanup activities at that site.	\$25,000	NR	\$25,000	NR
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	<b>R</b>	<b>\$0</b>	<b>R</b>
	<b>\$25,000</b>	<b>NR</b>	<b>\$25,000</b>	<b>NR</b>



House Appropriations Committee on ANER

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$63,787,710	\$63,787,710
Revised Total Receipts	\$32,984,560	\$32,984,560
<b>Change in Fund Balance</b>	<b>(\$30,803,150)</b>	<b>(\$30,803,150)</b>
<b>Total Positions</b>	<b>11.20</b>	<b>11.20</b>
<b>Unappropriated Balance Remaining</b>	<b>\$52,984,756</b>	<b>\$22,181,606</b>

Draft

DENR - Energy Stripper Well

Budget Code: 64327

	FY 2015-16		FY 2016-17	
<b>Beginning Unreserved Fund Balance</b>	<b>\$882,675</b>		<b>\$160,003</b>	
<b>Recommended Budget</b>				
Requirements	\$0		\$0	
Receipts	\$0		\$0	
Positions	0.00		0.00	
<hr/>				
<b>Legislative Changes</b>				
<b>Requirements:</b>				
<b>Petroleum Violation Escrow Cash Balance (64347)</b>	\$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. A provision in the Appropriations Act directs the Department to close this budget code.	\$722,672	NR	\$0	NR
	0.00		0.00	
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	R	<b>\$0</b>	R
	<b>\$722,672</b>	NR	<b>\$0</b>	NR
	0.00		0.00	
<hr/>				
<b>Receipts:</b>				
<b>Petroleum Violation Escrow Cash Balance (64347)</b>	\$0	R	\$0	R
Base budget contains no receipts. No budget action necessary.	\$0	NR	\$0	NR
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	R	<b>\$0</b>	R
	<b>\$0</b>	NR	<b>\$0</b>	NR

House Appropriations Committee on ANER

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$722,672	\$0
Revised Total Receipts	\$0	\$0
<b>Change in Fund Balance</b>	<b>(\$722,672)</b>	<b>\$0</b>
<b>Total Positions</b>	<b>0.00</b>	<b>0.00</b>
<b>Unappropriated Balance Remaining</b>	<b>\$160,003</b>	<b>\$160,003</b>

Draft

# Wildlife Resources Commission

<b>GENERAL FUND</b>
---------------------

	<b>FY 15-16</b>		<b>FY 16-17</b>	
<b>Recommended Budget</b>	<b>\$13,317,641</b>		<b>\$13,317,641</b>	
<b>Legislative Changes</b>				
<b>Wildlife Resources Commission</b>				
<b>64 Operating Reduction (1135 &amp; 1166)</b>	(\$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:	-3.75		-3.75	
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)				
<b>65 Agency-wide Reduction</b>	(\$3,090,990)	R	(\$3,090,990)	R
Reduces funding to the Wildlife Resources Commission by 23% due to an increase in budgeted receipts.				
<b>66 Beaver Management Assistance Program (BMAP) (1151)</b>	\$250,000	R	\$250,000	R
Provides additional funds for the BMAP, bringing total State funding to \$635,000.				
<b>Total Legislative Changes</b>	<b>(\$3,067,641)</b>	<b>R</b>	<b>(\$3,067,641)</b>	<b>R</b>
<b>Total Position Changes</b>	<b>-3.75</b>		<b>-3.75</b>	
<b>Revised Budget</b>	<b>\$10,250,000</b>		<b>\$10,250,000</b>	

# Commerce

<b>GENERAL FUND</b>
---------------------

	<b>FY 15-16</b>		<b>FY 16-17</b>	
<b>Recommended Budget</b>	<b>\$47,261,954</b>		<b>\$47,261,954</b>	
<b>Legislative Changes</b>				
<b>Department-wide</b>				
<b>67 Legal Services</b>	(\$93,626)	R	(\$93,626)	R
Reduces legal services funding in the Department. Remaining funds available for this purpose total approximately \$450,000.				
<b>Administration</b>				
<b>68 Management Flexibility Reserve (1111)</b>	(\$238,537)	R	(\$238,537)	R
Reduces funding for the Department's Administration Division. The Secretary shall eliminate positions to achieve additional cost savings.				
<b>69 Federal Grants Accountant (1111)</b>	(\$101,807)	R	(\$101,807)	R
Budgets federal indirect cost receipts for a filled position (60077169).				
	-1.00		-1.00	
<b>70 Public Information Officer Position (1111)</b>	(\$35,483)	R	(\$35,483)	R
Eliminates vacant Public Information Officer position (60077157).				
	-1.00		-1.00	
<b>71 Base Realignment and Closure (BRAC) (1111)</b>	\$345,100	NR		
Provides nonrecurring funding for the State's preparation for Department of Defense BRAC activities.				
<b>72 Business Recruitment/Expansion (1111)</b>	\$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).				
<b>Commerce Finance Center</b>				
<b>73 Operating Costs (1581)</b>	\$200,000	R	\$200,000	R
Provides funds for administration of the One North Carolina Fund and other economic development incentive programs.				
<b>74 Job Maintenance and Capital Development Fund (JMAC) (1581)</b>	\$6,869,254	R	\$8,500,000	R
Provides funds for JMAC payments to Bridgestone, Domtar, Evergreen, and Goodyear.				
<b>Economic Dev Partnership of NC (EDPNC)</b>				
<b>75 EDPNC Contract (1114)</b>	(\$175,020)	R	(\$175,020)	R
Reduces budget for EDPNC contract by 1%; remaining funds total \$17.3 million.				

**Economic Dev Partnership of NC (EDPNC) (1114)****76 Tourism Advertising**

\$1,000,000 R \$2,000,000 R

Provides additional funding to the EDPNC for tourism advertising. In accordance with G.S. 143B-431.01.(b), these funds are restricted for a research-based, comprehensive marketing program directed toward consumers in key markets most likely to travel to North Carolina and not for ancillary activities, such as Statewide branding and business development marketing.

**Graphics****77 Operating Funds (1520)**

(\$142,834) R (\$142,834) R

Eliminates excess funds remaining post EDPNC contract implementation; remaining funds total \$1.7 million (\$1.5 million for State branding contract and 2 filled graphic designer positions).

**Industrial Commission****78 Over-realized Receipts (1831)**

(\$375,000) R (\$375,000) R

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

**79 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; provides nonrecurring start-up funding for establishing offices.

\$150,000 NR

**80 Vacant Position Reduction (1831)**

(\$255,707) R (\$255,707) R

Eliminates 4 positions vacant for more than 1 year:

-4.00 -4.00

60080765 - Exec Sec Processing Assistant IV (1.0)

65020434 - Fraud Unit Investigator (1.0)

65020435 - Fraud Unit Investigator (1.0)

65019923 - Special Deputy Commissioner (1.0)

**81 Information Technology Positions (1831)**

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

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

3.00 3.00

Operations & Systems Specialist (1.0)

Bus & Tech App Analyst (1.0)

Technology Support Specialist (1.0)

**82 Insurance Regulatory Surcharge Receipts (1831)**

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

**Labor and Economic Analysis (1130)****83 Vacant Position Reduction**

(\$342,211) R (\$342,211) R

Reduces funding for vacant positions (total of 5.10 FTEs across 17 positions):

-5.10 -5.10

60080027 - Administrative Assistant I (0.4)  
 60080007 - Bus. & Tech. Applic. Analyst (0.3)  
 60080008 - Bus. & Tech. Applic. Analyst (0.25)  
 60079991 - Bus. & Tech. Applic. Specialist (0.3)  
 60081028 - Bus. & Tech. Applic. Specialist (0.1)  
 60080988 - Economist (0.25)  
 60079956 - Office Assistant IV (0.5)  
 60079968 - Outreach and Training Manager (0.1)  
 60081029 - Policy Analyst (0.3)  
 60081194 - Policy Analyst (0.35)  
 60079989 - Social/Clinical Research Assistant (0.35)  
 60079953 - Social/Clinical Research Specialist (0.3)  
 60079960 - Social/Clinical Research Specialist (0.35)  
 60079975 - Social/Clinical Research Specialist (0.3)  
 60079978 - Social/Clinical Research Specialist (0.25)  
 60079967 - Social/Clinical Research Manager (0.3)  
 60079951 - Social/Clinical Research Executive (0.4)

**Management Information System (MIS)****84 Senior Analyst Programmers (1120)**

(\$206,546) R (\$206,546) R

Eliminates 2 filled positions (60080833 and 60080834); 4 MIS positions remain.

-2.00 -2.00

**Office of Science and Technology****85 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.

\$5,000,000 NR \$5,000,000 NR

**Rural Economic Development****86 Assistant Director of Community Assistance (1620)**

(\$85,747) R (\$85,747) R

Eliminates a position (60081168) vacant for more than 1 year.

-1.00 -1.00

**87 Grant Program Expansion (1534)**

Provides additional funds for Rural Economic Development Division grant programs. Total FY 2016-17 funding is \$24.6 million.

\$253,956 R \$1,183,760 R  
\$10,000,000 NR \$10,000,000 NR**88 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.

\$1,000,000 NR

**89 Challenge Grant for Study of Future Use of Broughton Hospital (1912)**

Provides nonrecurring funds for a challenge grant for a study of the future use of Broughton Hospital facilities.

\$200,000 NR

**Travel Inquiry****90 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****91 Apprenticeship Program (1912)**

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

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**Total Legislative Changes**

\$6,264,358 R

\$9,676,113 R

\$16,695,100 NR

\$15,000,000 NR

**Total Position Changes**

-11.60

-11.60

**Revised Budget**

\$70,221,412

\$71,938,067

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# Commerce Employment Security

Budget Code: 24650

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

**Legislative Changes**

**Requirements:**

<b>USDOL Grant (2000)</b>	\$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	
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	R	<b>\$0</b>	R
	<b>\$205,063,552</b>	NR	<b>\$0</b>	NR
	0.00		0.00	

**Receipts:**

<b>USDOL Grant (2000)</b>	\$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

House Appropriations Committee on ANER

	FY 2015-16	FY 2016-17
<b>Subtotal Legislative Changes</b>	\$0 R	\$0 R
	\$205,063,552 NR	\$0 NR
<hr/>		
Revised Total Requirements	\$373,138,552	\$168,075,000
Revised Total Receipts	\$373,138,552	\$168,075,000
<b>Change in Fund Balance</b>	\$0	\$0
<b>Total Positions</b>	1,282.40	1,282.40
<hr/>		
<b>Unappropriated Balance Remaining</b>	\$11,845,640	\$11,845,640

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Commerce – Enterprise

Budget Code: 54600

	FY 2015-16		FY 2016-17
<b>Beginning Unreserved Fund Balance</b>	<b>\$3,639,764</b>		<b>\$3,981,703</b>
<b>Recommended Budget</b>			
Requirements	\$33,541,658		\$33,541,658
Receipts	\$33,883,597		\$33,883,597
Positions	284.00		284.00

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**Legislative Changes**

**Requirements:**

<b>Utilities Commission (5211)</b>	(\$256,968) R		(\$256,968) 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
<b>Utilities - Gas Pipelines (5217)</b>	(\$12,497) R		(\$12,497) R
Reduces the budgeted requirements and receipts for the fund to more closely align to actuals.	\$0 NR		\$0 NR
	0.00		0.00
<b>Utilities - Public Staff (5221)</b>	(\$353,156) R		(\$353,156) 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
<b>Subtotal Legislative Changes</b>	<b>(\$622,621) R</b>		<b>(\$622,621) R</b>
	<b>\$0 NR</b>		<b>\$0 NR</b>
	0.00		0.00

**Receipts:**

<b>Utilities Commission (5211)</b>	(\$256,968) R		(\$256,968) R
Reduces the budgeted requirements and receipts for the Utilities Commission to more closely align to actuals.	\$0 NR		\$0 NR

House Appropriations Committee on ANER

	<b>FY 2015-16</b>	<b>FY 2016-17</b>
<b>Utilities - Gas Pipelines (5217)</b>	(\$12,497) R	(\$12,497) R
Reduces the budgeted requirements and receipts for the fund to more closely align to actuals.	\$0 NR	\$0 NR
<b>Utilities - Public Staff (5221)</b>	(\$353,156) R	(\$353,156) R
Reduces the budgeted requirements and receipts for the Public Staff to more closely align to actuals.	\$0 NR	\$0 NR
<b>Subtotal Legislative Changes</b>	<b>(\$622,621) R</b>	<b>(\$622,621) R</b>
	<b>\$0 NR</b>	<b>\$0 NR</b>
<hr/>		
Revised Total Requirements	<b>\$32,919,037</b>	<b>\$32,919,037</b>
Revised Total Receipts	<b>\$33,260,976</b>	<b>\$33,260,976</b>
<b>Change in Fund Balance</b>	<b>\$341,939</b>	<b>\$341,939</b>
<b>Total Positions</b>	<b>284.00</b>	<b>284.00</b>
<hr/>		
<b>Unappropriated Balance Remaining</b>	<b>\$3,981,703</b>	<b>\$4,323,642</b>

Utilities Commission/Public Staff

Budget Code: 64605

	FY 2015-16		FY 2016-17
<b>Beginning Unreserved Fund Balance</b>	<b>\$3,366,237</b>		<b>\$3,366,237</b>
<b>Recommended Budget</b>			
Requirements	\$16,122,621		\$16,122,621
Receipts	\$16,122,621		\$16,122,621
Positions	0.00		0.00
<hr/>			
<b>Legislative Changes</b>			
<b>Requirements:</b>			
<b>Utilities Comm. - Public Staff - Enterprise (6431)</b>	(\$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
<b>Subtotal Legislative Changes</b>	<b>(\$622,621) R</b>		<b>(\$622,621) R</b>
	<b>\$0 NR</b>		<b>\$0 NR</b>
	0.00		0.00
<hr/>			
<b>Receipts:</b>			
<b>Utilities Comm. - Public Staff - Enterprise (6431)</b>	(\$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
<b>Subtotal Legislative Changes</b>	<b>(\$622,621) R</b>		<b>(\$622,621) R</b>
	<b>\$0 NR</b>		<b>\$0 NR</b>

House Appropriations Committee on ANER

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

Draft

Commerce - State Aid

GENERAL FUND

	FY 15-16		FY 16-17	
<b>Recommended Budget</b>	<b>\$11,704,240</b>		<b>\$11,704,240</b>	
<b>Legislative Changes</b>				
<b>American Legion World Series Baseball (1913)</b>				
<b>92 American Legion World Series (ALWS) Baseball Inc.</b>				
Provides nonrecurring funding to ALWS, the nonprofit organization responsible for hosting the 2015 American Legion Baseball World Series.	\$200,000	NR		
<b>Biotechnology Center</b>				
<b>93 Biotechnology Center (1121)</b>	\$5,000,000	R	\$5,000,000	R
Provides recurring funding for the Biotechnology Center; funding totals \$13.6 million.				
<b>Brevard Station Museum</b>				
<b>94 Brevard Station Museum (1913)</b>				
Provides nonrecurring funding for the Brevard Station Museum in Stanley.	\$50,000	NR		
<b>Grassroots Science Museums (1913)</b>				
<b>95 Grassroots Science Museums</b>	\$300,000	R	\$300,000	R
Provides additional funds for Grassroots Science Museums. Total funding is \$2.7 million.				
<b>North Carolina Arboretum</b>				
<b>96 NC Arboretum (1913)</b>				
Provides nonrecurring funding for the Bent Creek Institute, Inc. and the Germplasm Repository in Asheville to attract, grow, and support the natural and neutraceutical product industry.	\$858,380	NR	\$858,380	NR
<b>Research Triangle Institute (1913)</b>				
<b>97 Research Triangle Institute Grant</b>				
Provides nonrecurring funds to the Research Triangle Institute. FY 2015-16 monies will match US Department of Energy grants for clean energy research and development.	\$800,000	NR	\$500,000	NR

**The Support Center (1913)****98 The Support Center**

Provides nonrecurring funding to The Support Center for each year of the biennium to provide small business loans and financial training to start-ups and existing businesses and lending services to community-based organizations.

\$2,500,000	NR	\$2,500,000	NR
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**Total Legislative Changes**

\$5,300,000	R	\$5,300,000	R
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\$4,408,380	NR	\$3,858,380	NR
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**Total Position Changes****Revised Budget**

\$21,412,620		\$20,862,620	
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# **Justice and Public Safety Section I**

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# Public Safety

GENERAL FUND
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	FY 15-16		FY 16-17	
<b>Recommended Budget</b>	<b>\$1,758,733,006</b>		<b>\$1,758,773,164</b>	

## Legislative Changes

### A. Department-wide

#### 1 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.

\$1,107,385	R	\$2,245,311	R
\$534,206	NR	\$990,164	NR
25.00		29.00	

#### 2 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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#### 3 Samarcand Firing Range

Provides funds from the Statewide Misdemeanant Confinement Fund (SMCF) to construct a state-of-the-art firing range at the Samarcand Training Academy. The firing range will be made available to train for correction officers, probation and parole officers, State law enforcement officers, and local law enforcement agencies. A corresponding item in the Special Funds section transfers these funds from SMCF to the General Fund for this purpose.

\$2,898,779	NR
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### B. Administration

#### 4 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.

**5 Vacant Positions**

(\$266,017) R (\$266,017) R

Eliminates four positions that have been vacant for more than a year. The positions are:

-4.00 -4.00

Position Number	Title	Total Position Cost
60001028	Bus. And Tech. Applic. Spec.	(\$103,467)
60011161	Networking Technician	(\$ 54,410)
60059969	Criminal Justice Planner I	(\$ 54,070)
60001305	Stock Supervisor	(\$ 54,070)

This is a 0.45% reduction from the Division's budget of \$59.9 million.

**6 Governor's Crime Commission Budget Alignment**

(\$12,489) R (\$12,489) R

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.

**7 HERO Grants**

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

Provides funds to the Governor's Crime Commission for grants to law enforcement agencies for salaries, training, and equipment for Internet Crimes Against Children Task Force affiliate investigators and forensic analysts to utilize technology and data analysis to locate and rescue children at risk of exploitation. Priority will be given to veterans who have received training from the Human Exploitation Rescue Operative (HERO) project, a collaborative between the National Association to protect Children, US Immigration and Customs Enforcement, and the US Special Operations Command, or a comparable training program.

**C. Law Enforcement**

**8 SHP - Appropriate Use-of-Force Training**

\$150,000 R \$150,000 R

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.

\$109,656 NR

**9 SHP Vehicles**

\$7,100,642 R \$7,100,642 R

Fully funds the Highway Patrol's enforcement and support fleet vehicle replacement schedule. Enforcement vehicles will be replaced every 100,000 miles.

**10 SHP Vehicle Cameras**

\$2,649,625 R \$2,649,625 R

Provides funds to install cameras in the remaining enforcement fleet vehicles that do not already have them. Also provides funds to put the cameras on a five-year replacement cycle.

\$3,373,505 NR

FY 15-16

FY 16-17

**11 SBI/ALE Consolidation Efficiencies**

(\$140,896) R (\$140,896) R

Eliminates three Office Assistant IV positions at SBI/ALE regional offices. Those offices were consolidated in FY 2014-15, allowing for additional operational efficiencies. This is a 0.26% reduction to the SBI's total budget of \$52.3 million.

-3.00 -3.00

**12 SBI Attorney III**

(\$107,195) R (\$107,195) R

Eliminates an Attorney III position (60084617) inadvertently transferred from the Department of Justice when the SBI was moved to DPS. This position has been vacant for more than 15 months.

-1.00 -1.00

**13 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.

**D. Emergency Management and National Guard****14 Emergency Management Operating Efficiencies**

(\$73,360) R (\$73,360) R

Shifts partial funding of four positions 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

**15 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.

**16 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.

**E. Adult Correction and Juvenile Justice - Prisons****17 Electronic Intrusion System**

(\$215,152) R (\$2,044,876) R

Enhances prison security through the installation of Electronic Intrusion Systems (EIS) at Franklin Correctional Center, Harnett Correctional Institution, Piedmont Correctional Institution, and Southern Correctional Institution. EIS improves efficiency by eliminating staff in watchtowers and replacing them with a roving perimeter patrol.

-56.00 -56.00

**18 Inmate Education**

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

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

**FY 15-16****FY 16-17****19 Central Prison Mental Health Beds**

\$1,168,784 R \$3,239,744 R

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

35.00

66.00

**20 Mental Health Behavior Treatment**

\$2,092,641 R \$5,619,247 R

Establishes mental health behavior treatment units at eight close custody prisons. Four units are effective January 1, 2016 and four units are effective January 1, 2017.

\$89,940 NR

\$134,910 NR

76.00

152.00

**21 Electronic Health Records**

\$1,363,357 R

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.

**22 Statewide Misdemeanant Confinement Fund**

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

Provides funds for the Statewide Misdemeanant Confinement Fund (SMCF). This fund was previously supported by two 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.

**G. Adult Correction and Juvenile Justice - Community Corrections****23 Broaden Access for Community Treatment**

\$520,256 NR

Provides funds to the Broaden Access to Community Treatment program. These funds are restricted to substance abuse treatment services for offenders assessed as moderate to high-risk for recidivism and high need for substance abuse services. Contracts awarded using these funds shall be used for evidence-based programs that demonstrate support from local stakeholders, including chief district court judges, senior resident superior court judges, probation and parole officers, district attorney offices, and county governments.

**24 Electronic Monitoring**

\$732,007 R \$2,641,795 R

Provides increased 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.

**25 Probation and Parole Vehicles**

Adjusts receipts to reflect funds previously paid to the Department of Administration (DOA) for replacement vehicles for probation and parole officers. A special provision directs the Department of Administration to transfer those funds back to DPS. This item follows the transfer of responsibility for these vehicles from DOA to DPS.

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<b>Total Legislative Changes</b>	<b>\$38,176,479</b>	<b>R</b>	<b>\$46,380,392</b>	<b>R</b>
	<b>\$8,635,998</b>	<b>NR</b>	<b>\$2,125,074</b>	<b>NR</b>
<b>Total Position Changes</b>	70.83		181.83	
<b>Revised Budget</b>	<b>\$1,805,545,483</b>		<b>\$1,807,278,630</b>	

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# Justice

GENERAL FUND
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	<b>FY 15-16</b>	<b>FY 16-17</b>
<b>Recommended Budget</b>	<b>\$50,584,602</b>	<b>\$50,584,602</b>

**Legislative Changes**

**A. State Crime Laboratory**

<b>26 Crime Lab Technicians</b>	\$251,117	R	\$330,504	R
Creates six 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	

<b>27 DNA on Arrest for All Violent Felonies</b>	\$173,880	R	\$373,150	R
Provides funds to expand DNA on Arrest to all violent felonies. The expansion is expected to generate an additional 4,308 DNA on Arrest samples. The following positions are created:	4.00		4.50	

Title	FTE	Total Position Cost
Evidence Technician	2.50	\$126,950
Forensic Scientist I	1.00	\$ 62,423
Forensic Scientist Mgr.	0.50	\$ 40,252
Information Processing Tech.	0.50	\$ 25,390

An additional \$118,136 is provided for related supplies. Funding in the first year has been pro-rated to account for the December 1, 2015 effective date.

**B. Training and Standards**

<b>28 Appropriate Use-of-Force Training</b>	\$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 two new criminal justice training coordinator positions for community relations and use-of-force training, and to offer three train-the-trainer programs in Fair and Impartial Policing per year. Nonrecurring funding is provided to purchase two use-of-force training simulators, one for each campus.	\$219,312 2.00	NR	2.00	

<b>29 Training Academy Instructors</b>	\$239,923	R	\$239,923	R
Provides funds for three criminal justice training coordinators for narcotics and sexual assault investigation training and for crime scene analysis and investigation training.	3.00		3.00	



<b>Total Legislative Changes</b>	<b>\$901,049</b>	<b>R</b>	<b>\$1,179,706</b>	<b>R</b>
	<b>\$219,312</b>	<b>NR</b>		
<b>Total Position Changes</b>	15.00		15.50	
<b>Revised Budget</b>	<b>\$51,704,963</b>		<b>\$51,764,308</b>	

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## Judicial - Indigent Defense

GENERAL FUND
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	FY 15-16		FY 16-17	
<b>Recommended Budget</b>	<b>\$112,087,174</b>		<b>\$112,097,118</b>	
<b>Legislative Changes</b>				
<b>A. Private Appointed Counsel Fund</b>				
<b>30 Additional Private Appointed Counsel Funds</b>	\$3,400,000	R	\$3,400,000	R
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.				
<b>B. Public Defenders</b>				
<b>31 JurisLink</b>	\$1,600,000	NR	\$1,600,000	NR
Provides funds to establish a system of automated kiosks in local confinement facilities to allow attorneys representing indigent defendants to consult with their clients remotely.				
<b>Total Legislative Changes</b>	<b>\$3,400,000</b>	<b>R</b>	<b>\$3,400,000</b>	<b>R</b>
	<b>\$1,600,000</b>	<b>NR</b>	<b>\$1,600,000</b>	<b>NR</b>
<b>Total Position Changes</b>				
<b>Revised Budget</b>	<b>\$117,087,174</b>		<b>\$117,097,118</b>	

# Judicial

<b>GENERAL FUND</b>
---------------------

Recommended Budget	FY 15-16		FY 16-17	
	\$467,897,397		\$467,898,110	

**Legislative Changes**

**A. Administration and Services**

<b>32 Court Information Technology</b>	\$300,000	R	\$640,000	R
Provides funds for Information Technology projects at the Administrative Office of the Courts related to court electronic filing, citation electronic processing, and electronic compliance.	\$11,681,962	NR	\$6,990,450	NR
<b>33 Funds for Interpreters, Expert Witnesses, and Juries</b>	\$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.				
<b>34 Funds for Legal Services</b>	\$1,853,613	R	\$1,853,613	R
Increases the budget for constitutionally and legally mandated legal and contracting services as necessary to operate the State court system.	\$713,514	NR		
<b>35 Funds for Operating Budget</b>	\$1,455,590	R	\$5,855,590	R
Increases the budget for equipment, travel, supplies, and maintenance as necessary to operate the State court system.				

**B. Trial Court**

<b>36 Business Court Staff</b>	\$428,529	R	\$571,372	R
Provides staff and facilities for two special superior court judges who will be designated as Business Court judges, each of whom will be staffed by one Executive Assistant and two Judicial Assistants.	\$938,524	NR		
	6.00		6.00	
<b>37 Special Assistant United States Attorneys</b>			\$713,514	R
Creates six 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 all six positions will be effective as of July 1, 2016.			6.00	

<b>Total Legislative Changes</b>	<b>\$5,615,015</b>	<b>R</b>	<b>\$11,211,372</b>	<b>R</b>
	<b>\$13,334,000</b>	<b>NR</b>	<b>\$6,990,450</b>	<b>NR</b>
<b>Total Position Changes</b>	6.00		12.00	
<b>Revised Budget</b>	<b>\$486,846,412</b>		<b>\$486,099,932</b>	

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**Public Safety - Other Special Grants**

Budget Code: 24550

	FY 2015-16	FY 2016-17
<b>Beginning Unreserved Fund Balance</b>	<b>\$29,719,634</b>	<b>\$24,013,011</b>
<b>Recommended Budget</b>		
Requirements	<b>\$46,285,923</b>	<b>\$46,285,923</b>
Receipts	<b>\$43,478,079</b>	<b>\$43,478,079</b>
Positions	<b>100.00</b>	<b>100.00</b>

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**Legislative Changes**

**Requirements:**

<b>Samarcand Firing Range</b>	\$0 R	\$0 R
Transfers funds to the General Fund for the construction of a state-of-the-art firing range at the Samarcand Training Academy.	\$2,898,779 NR	\$0 NR
	0.00	0.00
<b>Subtotal Legislative Changes</b>	<b>\$0 R</b>	<b>\$0 R</b>
	<b>\$2,898,779 NR</b>	<b>\$0 NR</b>
	0.00	0.00

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**Receipts:**

<b>Samarcand Firing Range</b>	\$0 R	\$0 R
	\$0 NR	\$0 NR
<b>Subtotal Legislative Changes</b>	<b>\$0 R</b>	<b>\$0 R</b>
	<b>\$0 NR</b>	<b>\$0 NR</b>

House Appropriations Committee on Justice and Public Safety

	<b>FY 2015-16</b>	<b>FY 2016-17</b>
<b>Revised Total Requirements</b>	<b>\$49,184,702</b>	<b>\$46,285,923</b>
<b>Revised Total Receipts</b>	<b>\$43,478,079</b>	<b>\$43,478,079</b>
<b>Change in Fund Balance</b>	<b>(\$5,706,623)</b>	<b>(\$2,807,844)</b>
<b>Total Positions</b>	<b>100.00</b>	<b>100.00</b>
<b>Unappropriated Balance Remaining</b>	<b>\$24,013,011</b>	<b>\$21,205,167</b>

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ABC Commission

Budget Code: 54551

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

**Legislative Changes**

**Requirements:**

<b>Initiative to Reduce Underage Drinking</b>	\$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
	4.00		4.00	
<b>Subtotal Legislative Changes</b>	<b>\$3,100,000</b>	R	<b>\$3,100,000</b>	R
	<b>\$0</b>	NR	<b>\$0</b>	NR
	4.00		4.00	

**Receipts:**

<b>Bailment Surcharge Receipts</b>	\$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
<b>Subtotal Legislative Changes</b>	<b>\$3,100,000</b>	R	<b>\$3,100,000</b>	R
	<b>\$0</b>	NR	<b>\$0</b>	NR

House Appropriations Committee on Justice and Public Safety

	<b>FY 2015-16</b>	<b>FY 2016-17</b>
<b>Revised Total Requirements</b>	<b>\$16,104,818</b>	<b>\$16,104,818</b>
<b>Revised Total Receipts</b>	<b>\$16,439,403</b>	<b>\$16,439,403</b>
<b>Change in Fund Balance</b>	<b>\$334,585</b>	<b>\$334,585</b>
<b>Total Positions</b>	<b>48.00</b>	<b>48.00</b>
<b>Unappropriated Balance Remaining</b>	<b>\$4,826,323</b>	<b>\$5,160,908</b>

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# **General Government Section J**

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( 1.0) Cultural Resources

		GENERAL FUND	
		FY 15-16	FY 16-17
<b>Recommended Budget</b>		<b>\$64,231,047</b>	<b>\$64,231,047</b>
<b>Legislative Changes</b>			
<b>A+ Schools</b>			
<b>1 A+ Schools</b>			
Provides additional funds for the management and execution of the A+ school program. The total amount of funds for this effort is \$767,289 for each year of the biennium.	\$250,000	NR	\$250,000 NR
<b>Administration</b>			
<b>2 Position Elimination</b>			
Eliminates position 60083300 Business and Applications Analyst.	(\$87,731)	R	(\$87,731) R
	-1.00		-1.00
<b>Archeology</b>			
<b>3 Queen Anne's Revenge</b>			
Provides funding for the continued archeological work for the Queen Anne's Revenge excavation project.	\$1,500,000	NR	
<b>Art Museum</b>			
<b>4 North Carolina Museum of Art</b>			
Provides nonrecurring funds to the North Carolina Museum of Art for FY 2015-16. State appropriations total \$6,311,036 for FY 2015-16.	\$130,000	NR	
<b>Arts Council Grants</b>			
<b>5 Grassroots Art Grants</b>			
Provides additional funds for the Grassroots Art Grants program. The total funding for this grants program will be \$2,803,708 for each year of the biennium.	\$500,000	NR	\$500,000 NR
<b>Historic Preservation</b>			
<b>6 Staff Support for Federal Historic Tax Credits</b>			
Provides funding for staff to support historic revitalization and federal tax credits.	\$190,730	R	\$190,730 R
	3.00		3.00
<b>History Museum</b>			
<b>7 Chief Curator Positions</b>			
Provides funds for the creation of two chief curator positions to serve the history museums.	\$102,000	R	\$102,000 R
	2.00		2.00

**Library Grant Program****8 Library Grants**

Provides additional funds for the creation of a competitive grant process within Department of Cultural Resources. Funds for the library grant program total \$29,084,777 for FY 2015-16 and \$19,084,777 for FY 2016-17.

\$10,000,000 NR

**Tryon Palace****9 Operating Funds**

Provides additional operating funds for Tryon Palace. Total funding for Tryon Palace in FY 2015-16 is \$2,942,302.

\$50,000 R

\$50,000 R

**Total Legislative Changes****\$254,999** R**\$254,999** R**\$12,380,000** NR**\$750,000** NR**Total Position Changes**

4.00

4.00

**Revised Budget****\$76,866,046****\$65,236,046**

( 2.0) Cultural Resources - Roanoke Island Commission

		GENERAL FUND	
		FY 15-16	FY 16-17
<b>Recommended Budget</b>		<b>\$508,384</b>	<b>\$508,384</b>
<hr/>			
<b>Legislative Changes</b>			
<b>Roanoke Island Festival Park</b>			
<b>10 Operating Funds</b>		\$9,000	\$9,000
Provides additional operating funds for the Roanoke Island Festival Park. This increase of funds restores the 2% budget reduction taken in FY 2014-15.	R		R
<hr/>			
<b>Total Legislative Changes</b>		<b>\$9,000</b>	<b>\$9,000</b>
<hr/>			
<b>Total Position Changes</b>			
<hr/>			
<b>Revised Budget</b>		<b>\$517,384</b>	<b>\$517,384</b>
<hr/>			

( 3.0) Department of Military and Veterans Affairs

		GENERAL FUND	
		FY 15-16	FY 16-17
Recommended Budget		\$0	\$0
<b>Legislative Changes</b>			
<b>11 New Positions</b>		\$273,797	\$273,797
Provides funds for the creation of new positions to support the Department of Military and Veterans Affairs.		R	R
		4.00	4.00
General Counsel \$109,809			
Accounting Director \$83,682			
Accounting Technician \$37,199			
Human Resources Specialist \$43,107			
<b>12 Position Transfers</b>		\$306,150	\$306,150
Transfers two positions from the Office of the Governor and one position from the Office of State Human Resources into the Department of Military and Veterans Affairs and provides additional funds for the increase in salary of the Special Advisor for Military Affairs to become the new secretary.		R	R
		3.00	3.00
60008513 Office of the Governor - Special Advisor for Military Affairs \$165,162 (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)			
<b>13 Start-up Costs</b>		\$56,000	NR
Provides funds for the creation and transfer of managerial and administrative positions on a one-time basis for furniture, computer equipment, and other office start-up expenses for seven positions.			
<b>14 State Veteran's Home Program</b>			
Transfers the Veteran's Home Program from the Department of Administration to the Department of Military and Veterans Affairs. The program is entirely receipt supported and the budget for FY 2015-16 is \$45,864,689.		8.80	8.80
<b>15 Transfer of Veterans Affairs</b>		\$6,776,393	\$6,776,393
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 additional receipts of \$6,784,740 for total requirements of \$13,561,133.		R	R
		70.90	70.90

**Veterans Services**

**16 Position Elimination**

Eliminates one vacant part time position in Elizabeth City.

60014218 Program Assistant V \$44,042

(\$44,042)	R	(\$44,042)	R
-0.90		-0.90	

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Total Legislative Changes

<b>\$7,312,298</b>	R	<b>\$7,312,298</b>	R
<b>\$56,000</b>	NR		

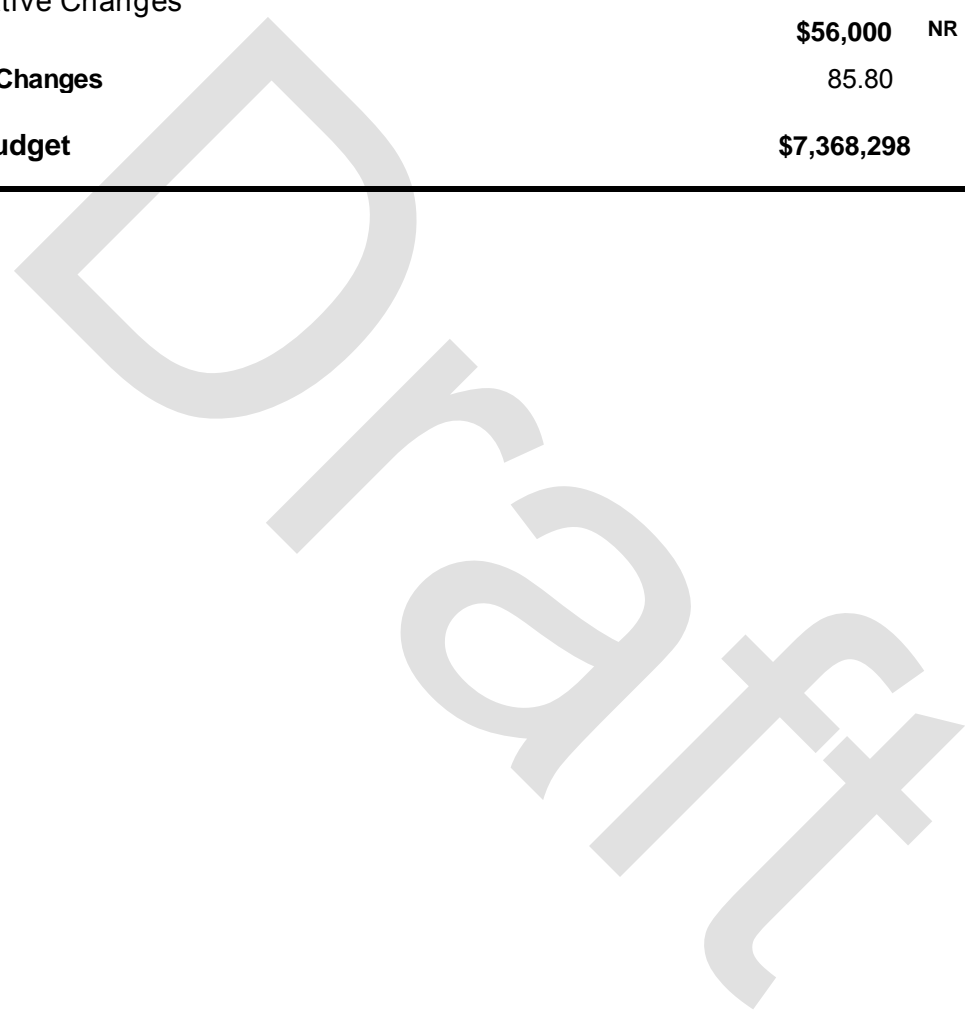
Total Position Changes

85.80	85.80
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**Revised Budget**

<b>\$7,368,298</b>	<b>\$7,312,298</b>
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( 4.0) Office of Administrative Hearings

	<b>GENERAL FUND</b>	
	<b>FY 15-16</b>	<b>FY 16-17</b>
<b>Recommended Budget</b>	<b>\$4,992,437</b>	<b>\$4,992,437</b>
<b>Legislative Changes</b>		
<b>17 Additional Administrative Law Judge</b>	\$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
<b>Total Legislative Changes</b>	<b>\$123,618 R</b>	<b>\$123,618 R</b>
<b>Total Position Changes</b>	1.00	1.00
<b>Revised Budget</b>	<b>\$5,116,055</b>	<b>\$5,116,055</b>



( 5.0) Treasurer

	GENERAL FUND	
	FY 15-16	FY 16-17
<b>Recommended Budget</b>	<b>\$9,734,913</b>	<b>\$9,734,913</b>
<b>Legislative Changes</b>		
<b>Financial Operations Divisions</b>		
<b>18 Operations Reduction</b>	(\$188,715) R	(\$188,715) R
Reduces the budgets for the Investment Division and Banking Division supported by state appropriations by 2%.		
<b>Total Legislative Changes</b>	<b>(\$188,715) R</b>	<b>(\$188,715) R</b>
<b>Total Position Changes</b>		
<b>Revised Budget</b>	<b>\$9,546,198</b>	<b>\$9,546,198</b>

# Fire Rescue Nat Guard Pensions & LDD Benefits

**GENERAL FUND**

---

	<b>FY 15-16</b>	<b>FY 16-17</b>
<b>Recommended Budget</b>	<b>\$20,664,274</b>	<b>\$20,664,274</b>
<hr/>		
<b>Legislative Changes</b>		
<b>49 No Change</b>		
<hr/>		
<b>Total Legislative Changes</b>		
<b>Total Position Changes</b>		
<b>Revised Budget</b>	<b>\$20,664,274</b>	<b>\$20,664,274</b>

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( 6.0) Insurance

	<b>GENERAL FUND</b>	
	<b>FY 15-16</b>	<b>FY 16-17</b>
<b>Recommended Budget</b>	<b>\$38,296,364</b>	<b>\$38,296,364</b>
<hr/>		
<b>Legislative Changes</b>		
<b>Captives Insurance</b>		
<b>19 Actuary</b>		
Provides funds for the creation of an Actuary I position that will be work in the area of Captives insurance management.	1.00	1.00
<hr/>		
<b>Total Legislative Changes</b>		
<b>Total Position Changes</b>	1.00	1.00
<b>Revised Budget</b>	<b>\$38,296,364</b>	<b>\$38,296,364</b>

# Regulatory Fund

Budget Code: 23900-2000

	FY 2015-16		FY 2016-17
<b>Beginning Unreserved Fund Balance</b>	<b>\$7,705,857</b>		<b>\$7,705,857</b>
<b>Recommended Budget</b>			
Requirements	<b>\$33,499,163</b>		<b>\$33,499,163</b>
Receipts	<b>\$33,499,163</b>		<b>\$33,499,163</b>
Positions	<b>0.00</b>		<b>0.00</b>
<hr/>			
<b>Legislative Changes</b>			
<b>Requirements:</b>			
<b>Industrial Commission Transfer</b>	\$2,400,000	R	\$2,400,000
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
	0.00		0.00
<b>Subtotal Legislative Changes</b>	<b>\$2,400,000</b>	<b>R</b>	<b>\$2,400,000</b>
	<b>\$0</b>	<b>NR</b>	<b>\$0</b>
	0.00		0.00
<hr/>			
<b>Receipts:</b>			
<b>Insurance Regulatory Charge</b>	\$2,400,000	R	\$2,400,000
Budgets additional receipts from the increase in the rate of the Regulatory Charge to 6.5% per S.L. 2014-100.	\$0	NR	\$0
<b>Subtotal Legislative Changes</b>	<b>\$2,400,000</b>	<b>R</b>	<b>\$2,400,000</b>
	<b>\$0</b>	<b>NR</b>	<b>\$0</b>

House Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$35,899,163	\$35,899,163
Revised Total Receipts	\$35,899,163	\$35,899,163
<b>Change in Fund Balance</b>	\$0	\$0
<b>Total Positions</b>	0.00	0.00
<b>Unappropriated Balance Remaining</b>	\$7,705,857	\$7,705,857

Draft

( 8.0) State Board of Elections

		GENERAL FUND	
		FY 15-16	FY 16-17
<b>Recommended Budget</b>		<b>\$6,620,578</b>	<b>\$6,620,578</b>
<hr/>			
<b>Legislative Changes</b>			
<p><b>20 Operating Budget Reduction</b>                      Reduces the operating budget in anticipation of reduced costs through technology.</p>	<p>(\$117,081) R</p>	<p>(\$117,081) R</p>	
<hr/>			
<b>Total Legislative Changes</b>	<p>(\$117,081) R</p>	<p>(\$117,081) R</p>	
<hr/>			
<b>Total Position Changes</b>			
<b>Revised Budget</b>	<p>\$6,503,497</p>	<p>\$6,503,497</p>	

( 9.0) General Assembly

	GENERAL FUND	
	FY 15-16	FY 16-17
<b>Recommended Budget</b>	\$52,865,521	\$52,865,521
<b>Legislative Changes</b>		
21 No Change		
<b>Total Legislative Changes</b>		
<b>Total Position Changes</b>		
<b>Revised Budget</b>	\$52,865,521	\$52,865,521

(10.0) Governor

	GENERAL FUND	
	FY 15-16	FY 16-17
<b>Recommended Budget</b>	<b>\$5,859,246</b>	<b>\$5,859,246</b>
<b>Legislative Changes</b>		
<b>22 Position Transfers</b>	(\$191,361) R	(\$191,361) R
Transfers two 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		
<b>Office-wide</b>		
<b>23 Administrative Reduction</b>	(\$110,239) R	(\$110,239) R
Reduces the overall budget of the Office of the Governor by 2%.		
<b>Total Legislative Changes</b>	<b>(\$301,600) R</b>	<b>(\$301,600) R</b>
<b>Total Position Changes</b>	-2.00	-2.00
<b>Revised Budget</b>	<b>\$5,557,646</b>	<b>\$5,557,646</b>



(11.0) Governor - Special Projects

	GENERAL FUND	
	FY 15-16	FY 16-17
<b>Recommended Budget</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>
<b>Legislative Changes</b>		
24 No Change		
<b>Total Legislative Changes</b>		
<b>Total Position Changes</b>		
<b>Revised Budget</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>

(12.0) State Budget & Management

	<b>GENERAL FUND</b>	
	<b>FY 15-16</b>	<b>FY 16-17</b>
<b>Recommended Budget</b>	<b>\$7,586,922</b>	<b>\$7,586,922</b>
<b>Legislative Changes</b>		
<b>25 Strategic Planning and Program Budgeting</b>	\$82,359 R	\$82,359 R
Provides funds for one position for the purpose of working on a strategic planning effort to assist departments, implement effective grants management and oversight, and continue the development of program budgeting efforts.	1.00	1.00
Policy/management Analyst \$82,359		
<b>Total Legislative Changes</b>	<b>\$82,359 R</b>	<b>\$82,359 R</b>
<b>Total Position Changes</b>	<b>1.00</b>	<b>1.00</b>
<b>Revised Budget</b>	<b>\$7,669,281</b>	<b>\$7,669,281</b>

(13.0) State Budget and Management - Special

		GENERAL FUND			
		FY 15-16		FY 16-17	
<b>Recommended Budget</b>		<b>\$0</b>		<b>\$0</b>	
<hr/>					
<b>Legislative Changes</b>					
<b>NC Symphony</b>					
<b>26 Challenge Grant</b>					
Provides funding to the NC Symphony in the form of a challenge grant. The NC Symphony must demonstrate to the Office of State Budget and Management that it raises \$9 million during FY 2015-16 and again in FY 2016-17 in order to receive these grant funds.		\$2,000,000	NR	\$2,000,000	NR
<hr/>					
<b>Total Legislative Changes</b>		<b>\$2,000,000</b>	<b>NR</b>	<b>\$2,000,000</b>	<b>NR</b>
<b>Total Position Changes</b>					
<b>Revised Budget</b>		<b>\$2,000,000</b>		<b>\$2,000,000</b>	

(14.0) Auditor

	GENERAL FUND	
	FY 15-16	FY 16-17
<b>Recommended Budget</b>	<b>\$11,733,689</b>	<b>\$11,733,689</b>
<b>Legislative Changes</b>		
<b>27 Position Eliminations</b>	(\$227,445) R	(\$227,445) R
Eliminates two vacant positions within the Office of the State Auditor.		
	-2.00	-2.00
60008930 Assistant State Audit Manager		
60008823 Assistant State Audit Manager		
<b>Total Legislative Changes</b>	<b>(\$227,445) R</b>	<b>(\$227,445) R</b>
<b>Total Position Changes</b>	-2.00	-2.00
<b>Revised Budget</b>	<b>\$11,506,244</b>	<b>\$11,506,244</b>

(15.0) Housing Finance Agency

	GENERAL FUND			
	FY 15-16		FY 16-17	
<b>Recommended Budget</b>	<b>\$9,118,739</b>		<b>\$9,118,739</b>	
<b>Legislative Changes</b>				
<b>28 Workforce Housing Loan Program Funding</b>				
Funds the Workforce Housing Loan Program at \$20,000,000 to assist with development of low-income housing units across the State. The total state appropriation for the Housing Finance Agency for FY 2015-16 is \$29,118,739.	\$20,000,000	NR	\$20,000,000	NR
<b>Total Legislative Changes</b>	<b>\$20,000,000</b>	<b>NR</b>	<b>\$20,000,000</b>	<b>NR</b>
<b>Total Position Changes</b>				
<b>Revised Budget</b>	<b>\$29,118,739</b>		<b>\$29,118,739</b>	

Deferred State Aid

Budget Code: 63011

	FY 2015-16		FY 2016-17	
<b>Beginning Unreserved Fund Balance</b>	<b>\$2,893,408</b>		<b>\$0</b>	
<b>Recommended Budget</b>				
Requirements	\$0		\$0	
Receipts	\$0		\$0	
Positions	0.00		0.00	
<hr/>				
<b>Legislative Changes</b>				
<b>Requirements:</b>				
<b>Community Living Housing Fund</b>	\$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	
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	R	<b>\$0</b>	R
	<b>\$2,893,408</b>	NR	<b>\$0</b>	NR
	0.00		0.00	
<hr/>				
<b>Receipts:</b>				
<b>Community Living Housing Fund</b>	\$0	R	\$0	R
	\$0	NR	\$0	NR
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	R	<b>\$0</b>	R
	<b>\$0</b>	NR	<b>\$0</b>	NR

House Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$2,893,408	\$0
Revised Total Receipts	\$0	\$0
<b>Change in Fund Balance</b>	<b>(\$2,893,408)</b>	<b>\$0</b>
<b>Total Positions</b>	<b>0.00</b>	<b>0.00</b>
<b>Unappropriated Balance Remaining</b>	<b>\$0</b>	<b>\$0</b>

Draft

(16.0) Administration

		GENERAL FUND	
		FY 15-16	FY 16-17
<b>Recommended Budget</b>		<b>\$67,409,693</b>	<b>\$65,932,950</b>
<b>Legislative Changes</b>			
<b>29 Chief Operating Officer Position</b>		(\$165,550) R	(\$165,550) R
Eliminates the Chief Operating Officer Position. The eliminated position is:			
		-1.00	-1.00
60013845 Chief Deputy III			
<b>Department-Wide</b>			
<b>30 Position Eliminations</b>		(\$366,676) R	(\$366,676) R
Eliminates positions within the Department of Administration vacant for greater than 365 days.			
		-4.00	-4.00
60013883 Contract Specialist II \$80,323			
60013888 Business Systems Analyst \$73,063			
60013895 Staff Development Specialist III \$66,808			
60014803 Processing Assistant V \$34,864			
<b>Ethics Commission</b>			
<b>31 Investigation Funding</b>		\$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 is FY 2015-16 is \$145,461.			
<b>Office of State Human Resources</b>			
<b>32 Applicant Tracking System Replacement</b>			\$275,000 NR
Creates a new applicant tracking system to allow state agencies to receive and process applications for state jobs in a more efficient manner. Funding in FY 2016-17 provides nonrecurring start-up costs. Total funding for the new applicant tracking system is \$275,000 in FY 2016-17.			
<b>33 Performance Management and Learning Management Systems</b>		\$270,000 R	\$270,000 R
Provides funding to implement the Performance Management and Learning Management Systems, which track and report performance evaluations of state personnel. Funding for these programs in FY 2015-16 is \$936,465.			



**FY 15-16****FY 16-17****Office of State Human Resources****34 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 quicker changes to the salary structure, provide streamlined review of electronic position descriptions, and enhance meeting and document management. Total funding for the compensation system in FY 2015-16 is \$140,000.

**35 Position Adjustments**

(\$144,141) R (\$144,141) R

Eliminates one vacant position -- 60013815 Human Resources Consultant

-1.00 -1.00

Realigns .5 FTE to NC Flex receipt funding -- 60013740 Division Director

**36 Position Transfer**

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

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

-1.00 -1.00

60013800 Legislative Affairs Program Manager \$79,094

**Veterans Affairs****37 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 additional receipts of \$6,784,740 for a total of \$13,561,133.

-70.90 -70.90

**38 Veterans Home Program**

Transfers the Veterans Home Program from the Department of Administration to the Department of Military and Veterans Services. This program is entirely receipt supported and the amount of the transfer is \$45,864,689.

-8.80 -8.80

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**Total Legislative Changes**
**(\$7,121,854) R (\$7,121,854) R**
**\$50,000 NR \$275,000 NR**
**Total Position Changes**

-86.70 -86.70

**Revised Budget**
**\$60,337,839 \$59,086,096**


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Reserve for E-Commerce Initiative (2514)

Budget Code: 24100-2514

	FY 2015-16		FY 2016-17	
<b>Beginning Unreserved Fund Balance</b>	<b>\$16,383,604</b>		<b>\$15,086,801</b>	
<b>Recommended Budget</b>				
Requirements	\$19,278,784		\$28,885,327	
Receipts	\$19,278,784		\$19,278,784	
Positions	2.90		2.90	
<b>Legislative Changes</b>				
<b>Requirements:</b>				
<b>E-Commerce Fund Transfer</b>	\$0	R	\$0	R
Transfers \$1,296,803 in FY 2015-16 and \$641,628 in FY 2016-17 from the E-Commerce Fund to support general availability.	\$1,296,803	NR	\$641,628	NR
	0.00		0.00	
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	R	<b>\$0</b>	R
	<b>\$1,296,803</b>	NR	<b>\$641,628</b>	NR
	0.00		0.00	
<b>Receipts:</b>				
<b>E-Commerce Fund Transfer</b>	\$0	R	\$0	R
	\$0	NR	\$0	NR
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	R	<b>\$0</b>	R
	<b>\$0</b>	NR	<b>\$0</b>	NR

House Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$20,575,587	\$29,526,955
Revised Total Receipts	\$19,278,784	\$19,278,784
<b>Change in Fund Balance</b>	<b>(\$1,296,803)</b>	<b>(\$10,248,171)</b>
<b>Total Positions</b>	<b>2.90</b>	<b>2.90</b>
<b>Unappropriated Balance Remaining</b>	<b>\$15,086,801</b>	<b>\$4,838,630</b>

Draft

# Motor Fleet Management

Budget Code: 74100-7211

	FY 2015-16		FY 2016-17
<b>Beginning Unreserved Fund Balance</b>	<b>\$39,813,080</b>		<b>\$40,675,399</b>
<b>Recommended Budget</b>			
Requirements	\$51,779,176		\$51,779,176
Receipts	\$57,641,495		\$57,641,495
Positions	48.00		48.00
<hr/>			
<b>Legislative Changes</b>			
<b>Requirements:</b>			
<b>Probation and Parole Motor Fleet Transfer</b>	(\$6,358,416) R		(\$6,358,416) R
Transfers funds for the replacement of vehicles assigned to the Community Corrections Section from the Department of Administrant to the Department of Public Safety and decreases anticipated requirements and receipts due to the transfer of vehicles to the Department of Public Safety.	\$5,000,000 NR		\$5,000,000 NR
	0.00		0.00
<b>Subtotal Legislative Changes</b>	<b>(\$6,358,416) R</b>		<b>(\$6,358,416) R</b>
	<b>\$5,000,000 NR</b>		<b>\$5,000,000 NR</b>
	0.00		0.00
<hr/>			
<b>Receipts:</b>			
<b>Probation and Parole Motor Fleet Transfer</b>	(\$6,358,416) R		(\$6,358,416) R
Transfers funds for the support of vehicles assigned to the Community Corrections Section from the Department of Administrant to the Department of Public Safety.	\$0 NR		\$0 NR
<b>Subtotal Legislative Changes</b>	<b>(\$6,358,416) R</b>		<b>(\$6,358,416) R</b>
	<b>\$0 NR</b>		<b>\$0 NR</b>

House Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$50,420,760	\$50,420,760
Revised Total Receipts	\$51,283,079	\$51,283,079
<b>Change in Fund Balance</b>	<b>\$862,319</b>	<b>\$862,319</b>
<b>Total Positions</b>	<b>48.00</b>	<b>48.00</b>
<b>Unappropriated Balance Remaining</b>	<b>\$40,675,399</b>	<b>\$41,537,718</b>

Draft

# Temporary Solutions

Budget Code: 74100-7511

	FY 2015-16		FY 2016-17
<b>Beginning Unreserved Fund Balance</b>	<b>(\$2,152,018)</b>		<b>\$5,357,302</b>
<b>Recommended Budget</b>			
Requirements	<b>\$44,507,525</b>		<b>\$44,507,525</b>
Receipts	<b>\$48,262,185</b>		<b>\$48,262,185</b>
Positions	<b>9.50</b>		<b>9.50</b>

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**Legislative Changes**

**Requirements:**

<b>Temporary Solutions Adjustment</b>	\$65,757,525	R	\$65,757,525	R
Increases funding for Temporary Solutions from \$44,507,525 to \$65,757,525 to better reflect actual agency usage in temporary employment needs.	\$0	NR	\$0	NR
	0.00		0.00	
<b>Subtotal Legislative Changes</b>	<b>\$65,757,525</b>	R	<b>\$65,757,525</b>	R
	<b>\$0</b>	NR	<b>\$0</b>	NR
	0.00		0.00	

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**Receipts:**

<b>Temporary Solutions Adjustment</b>	\$69,512,185	R	\$69,512,185	R
Increases receipts for Temporary Solutions from \$48,262,185 to \$69,512,185 to better reflect actual agency usage in temporary employment needs.	\$0	NR	\$0	NR
<b>Subtotal Legislative Changes</b>	<b>\$69,512,185</b>	R	<b>\$69,512,185</b>	R
	<b>\$0</b>	NR	<b>\$0</b>	NR

House Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$110,265,050	\$110,265,050
Revised Total Receipts	\$117,774,370	\$117,774,370
<b>Change in Fund Balance</b>	<b>\$7,509,320</b>	<b>\$7,509,320</b>
<b>Total Positions</b>	<b>9.50</b>	<b>9.50</b>
<b>Unappropriated Balance Remaining</b>	<b>\$5,357,302</b>	<b>\$12,866,622</b>

Draft

(17.0) Revenue

		GENERAL FUND	
		FY 15-16	FY 16-17
Recommended Budget		\$80,521,722	\$80,539,222
<b>Legislative Changes</b>			
<b>39 Common Payment System</b>		\$211,000	R
Provides funds to change the online payment system from Common Payment to Paypoint.			\$211,000
			R
<b>40 MotoTax System Maintenance and Upgrades</b>			
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.			
<b>41 Lease Increases</b>		\$174,463	R
Provides funds for increased lease payments.			\$195,114
			R
<b>42 Vacant Positions Elimination</b>		(\$640,430)	R
Eliminates positions vacant for more than one year. The eliminated positions are:			(\$640,430)
		-7.00	-7.00
60083097	Special Corp Comp Initiatives Director		
60081274	Admin Position -Office of Secretary		
60082517	DOR Safety Director		
60082189	Tax Auditor		
60090474	Information Technology Manager		
60081286	Business Systems Analyst		
60081293	Staff Development Coordinator		
<b>43 Operating Budget Reductions</b>		(\$700,000)	R
Decreases funding for Property, Plant, and Equipment line items. The cut is 24% leaving \$2,234,673 remaining in the fund.			(\$700,000)
			R
<b>44 Vacant Positions Elimination</b>			
Cuts eight receipt supported vacant positions at the Rocky Mount Call Center for a savings of \$354,717. The eliminated positions are:			
		-8.00	-8.00
60082314	Processing Assistant V		
60082325	Processing Assistant V		
60082331	Processing Assistant V		
60082372	Processing Assistant V		
60082313	Processing Assistant V		
60081592	Administrative Assistant I		
60082108	Processing Assistant V		
60082340	Processing Assistant V		



**45 Information Technology Security Positions**

Funds three positions with receipts from the Information Technology Reserve Fund to help secure the data of the department. The receipts are \$406,374 recurring in FY 2015-16 and FY 2016-17 and \$18,600 nonrecurring in FY 2015-16

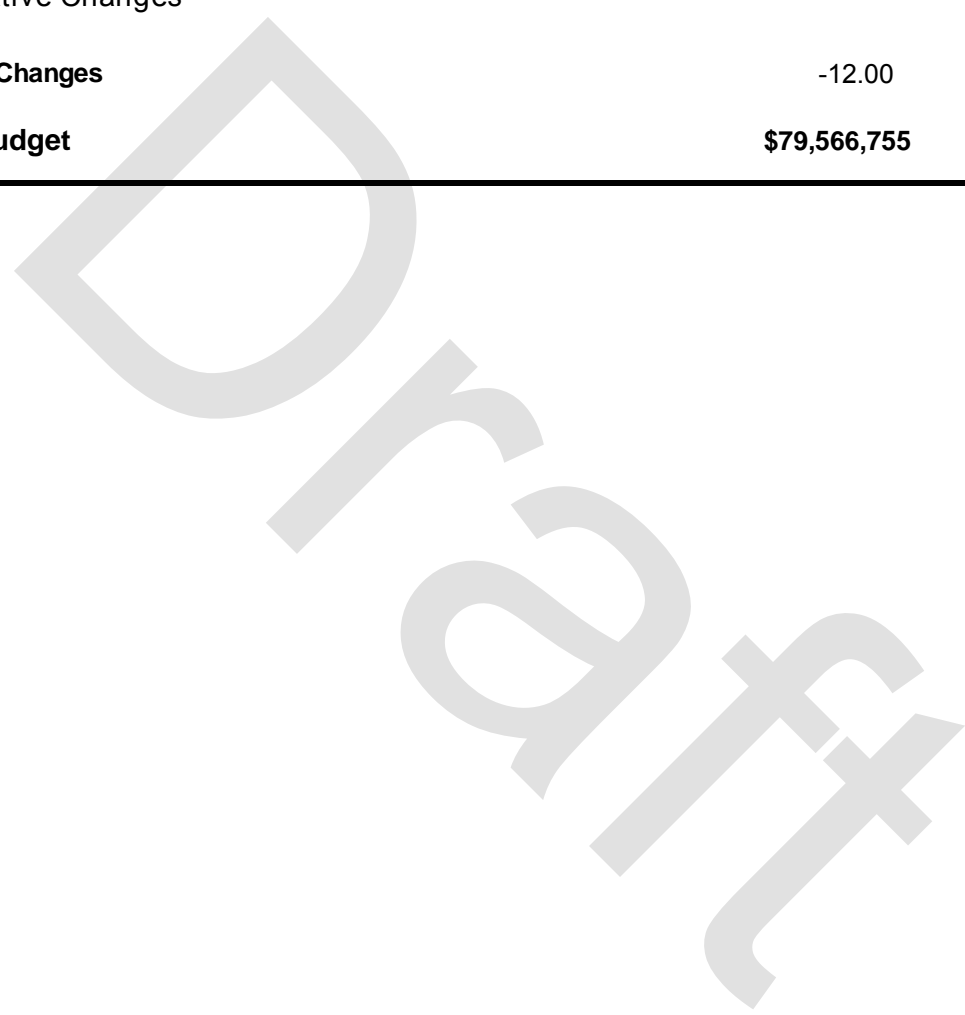
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<b>Total Legislative Changes</b>	<b>(\$954,967)</b>	<b>R</b>	<b>(\$934,316)</b>	<b>R</b>
<b>Total Position Changes</b>	-12.00		-12.00	
<b>Revised Budget</b>	<b>\$79,566,755</b>		<b>\$79,604,906</b>	

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**Project Collect Tax**

Budget Code: 24704-2474

	FY 2015-16		FY 2016-17
<b>Beginning Unreserved Fund Balance</b>	<b>\$57,439,003</b>		<b>\$38,512,432</b>
<b>Recommended Budget</b>			
Requirements	\$29,484,891		\$29,489,952
Receipts	\$22,757,963		\$22,763,024
Positions	0.00		0.00

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**Legislative Changes**

**Requirements:**

<b>E-Services Capability</b>	\$0	R	\$0	R
Transfers funds to budget code 24708-2478 for e-service upgrades.	\$8,078,807	NR	\$3,000,000	NR
	0.00		0.00	
<b>Tax Information Management System Funding</b>	\$0	R	\$0	R
Transfers funds from the Collection Assistance Fee to budget code 24708-2478 to support the Tax Information Management System and Integrated Tax Administration System.	\$4,021,753	NR	\$4,202,558	NR
	0.00		0.00	
<b>Lease Increases</b>	\$0	R	\$107,722	R
Provides funds to pay for increased lease expenses.	\$99,083	NR	\$0	NR
	0.00		0.00	
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	R	<b>\$107,722</b>	R
	<b>\$12,199,643</b>	NR	<b>\$7,202,558</b>	NR
	0.00		0.00	

**Receipts:**

<b>Lease Increases</b>	\$0	R	\$0	R
	\$0	NR	\$0	NR
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	R	<b>\$0</b>	R
	<b>\$0</b>	NR	<b>\$0</b>	NR

House Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$41,684,534	\$36,800,232
Revised Total Receipts	\$22,757,963	\$22,763,024
<b>Change in Fund Balance</b>	<b>(\$18,926,571)</b>	<b>(\$14,037,208)</b>
<b>Total Positions</b>	<b>0.00</b>	<b>0.00</b>
<b>Unappropriated Balance Remaining</b>	<b>\$38,512,432</b>	<b>\$24,475,224</b>

Draft

# ITAS Replacement

Budget Code: 24708-2478

	FY 2015-16		FY 2016-17	
<b>Beginning Unreserved Fund Balance</b>	<b>\$31,801,939</b>		<b>\$31,801,939</b>	
<b>Recommended Budget</b>				
Requirements	\$0		\$0	
Receipts	\$0		\$0	
Positions	0.00		0.00	
<hr/>				
<b>Legislative Changes</b>				
<b>Requirements:</b>				
<b>Tax Information Management System Funding</b>	\$0	R	\$0	R
Authorizes the Department of Revenue to use Collection Assistance Fee receipts to fund maintenance costs for the legacy Integrated Tax Administration System (ITAS) and Tax Information Management System (TIMS).	\$4,021,753	NR	\$4,202,558	NR
	0.00		0.00	
<b>E-Services Capability</b>	\$0	R	\$0	R
Authorizes the Department of Revenue to use receipts from the Collection Assistance Fee to upgrade the e-service capabilities of the Tax Information Management System.	\$8,078,807	NR	\$3,000,000	NR
	0.00		0.00	
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	R	<b>\$0</b>	R
	<b>\$12,100,560</b>	NR	<b>\$7,202,558</b>	NR
	0.00		0.00	
<hr/>				
<b>Receipts:</b>				
<b>Increase E-Services Capability</b>	\$0	R	\$0	R
	\$8,078,807	NR	\$3,000,000	NR
<b>Tax Information Management System Funding</b>	\$0	R	\$0	R
	\$4,021,753	NR	\$4,202,558	NR

House Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
<b>Subtotal Legislative Changes</b>	\$0 R \$12,100,560 NR	\$0 R \$7,202,558 NR
Revised Total Requirements	\$12,100,560	\$7,202,558
Revised Total Receipts	\$12,100,560	\$7,202,558
<b>Change in Fund Balance</b>	\$0	\$0
<b>Total Positions</b>	0.00	0.00
<b>Unappropriated Balance Remaining</b>	\$31,801,939	\$31,801,939

(18.0) Secretary of State

		GENERAL FUND	
		FY 15-16	FY 16-17
<b>Recommended Budget</b>		<b>\$11,676,506</b>	<b>\$11,676,506</b>
<hr/>			
<b>Legislative Changes</b>			
<b>Corporations</b>			
<b>46 Funding for Temporary Positions</b>		\$50,000	R
Provides funds for the Corporations Division call center to increase staffing during peak filing season.			\$50,000 R
<hr/>			
<b>Total Legislative Changes</b>		<b>\$50,000</b>	<b>R</b>
<hr/>			
<b>Total Position Changes</b>			
<b>Revised Budget</b>		<b>\$11,726,506</b>	<b>\$11,726,506</b>
<hr/>			

(19.0) Lieutenant Governor

	GENERAL FUND	
	FY 15-16	FY 16-17
<b>Recommended Budget</b>	\$676,874	\$676,874
<b>Legislative Changes</b>		
47 No Change		
<b>Total Legislative Changes</b>		
<b>Total Position Changes</b>		
<b>Revised Budget</b>	\$676,874	\$676,874

(20.0) State Controller

		GENERAL FUND	
		FY 15-16	FY 16-17
<b>Recommended Budget</b>		<b>\$22,205,229</b>	<b>\$22,205,229</b>
<hr/>			
<b>Legislative Changes</b>			
<p><b>48 Operating Budget Adjustment</b>                      Provides General Fund money to replace a transfer from a special fund.</p>	\$494,521	R	\$494,521
			R
<hr/>			
<b>Total Legislative Changes</b>	<b>\$494,521</b>	<b>R</b>	<b>\$494,521</b>
			<b>R</b>
<hr/>			
<b>Total Position Changes</b>			
<b>Revised Budget</b>	<b>\$22,699,750</b>		<b>\$22,699,750</b>
<hr/>			



# Flexible Benefits Program

Budget Code: 24160-2000

	FY 2015-16		FY 2016-17	
<b>Beginning Unreserved Fund Balance</b>	<b>\$15,585,152</b>		<b>\$13,271,089</b>	
<b>Recommended Budget</b>				
Requirements	\$5,317,261		\$5,317,261	
Receipts	\$0		\$0	
Positions	0.00		0.00	
<hr/>				
<b>Legislative Changes</b>				
<b>Requirements:</b>				
<b>Federal Insurance Contribution Act (FICA) Savings</b>	\$0	R	\$0	R
Transfers \$4,296,802 in FY 2015-16 and \$641,628 in FY 2016-17 to general availability.	\$4,296,802	NR	\$641,628	NR
	0.00		0.00	
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	<b>R</b>	<b>\$0</b>	<b>R</b>
	<b>\$4,296,802</b>	<b>NR</b>	<b>\$641,628</b>	<b>NR</b>
	0.00		0.00	
<hr/>				
<b>Receipts:</b>				
<b>Federal Insurance Contribution Act (FICA) Savings</b>	\$0	R	\$0	R
	\$7,300,000	NR	\$7,300,000	NR
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	<b>R</b>	<b>\$0</b>	<b>R</b>
	<b>\$7,300,000</b>	<b>NR</b>	<b>\$7,300,000</b>	<b>NR</b>

House Appropriations Committee on General Government

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$9,614,063	\$5,958,889
Revised Total Receipts	\$7,300,000	\$7,300,000
<b>Change in Fund Balance</b>	<b>(\$2,314,063)</b>	<b>\$1,341,111</b>
<b>Total Positions</b>	<b>0.00</b>	<b>0.00</b>
<b>Unappropriated Balance Remaining</b>	<b>\$13,271,089</b>	<b>\$14,612,200</b>

Draft

# **Transportation Section K**

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# Highway Fund

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

**Legislative Changes**

**Administration**

<p><b>1 Board of Transportation Travel Expenditures</b> Reduces the Board of Transportation travel budget by 20% to \$20,000.</p>	<p>(\$5,000) R</p>	<p>(\$5,000) R</p>
<p><b>2 Modernization of Driver Services and Vehicle Services</b> 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.</p>	<p>\$2,500,000 R \$23,956,000 NR</p>	<p>\$4,076,000 R</p>

**Aid to Municipalities**

<p><b>3 State Aid to Municipalities</b> Adjusts funding to the State Aid to Municipalities/Powell Bill based on the statutory allocation in G.S. 136-41.1(a). Budgeted funds total \$145,626,624 in FY 2015-16 and \$ 138,632,000 in FY 2016-17.</p>	<p>(\$701,376) R</p>	<p>(\$7,696,000) R</p>
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**Construction**

<p><b>4 Planning Funds</b> Provides planning funding for multi-state highway projects that significantly enhance the region's economic development.</p>	<p>\$695,000 NR</p>	<p>\$695,000 NR</p>
<p><b>5 Small Urban Construction</b> Provides funding for the Small Urban Construction Fund.</p>	<p>\$2,500,000 NR</p>	<p>\$2,500,000 NR</p>

**Division of Motor Vehicles**

<p><b>6 Tag and Tax Together Program</b> Continues funding for 44 time-limited positions to support the Tag and Tax Together program through March 31, 2016. Receipts totaling \$1,500,758 non-recurring are budgeted from the administrative fee authorized in G.S. 105-330.5(b).</p>	<p>\$0 NR</p>	<p>\$0 NR</p>
<p><b>7 Commission Contractor Compensation</b> 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.</p>	<p>\$181,803 R</p>	<p>\$181,803 R</p>
<p><b>8 Operating Efficiencies</b> Reduces operating funding division-wide by \$250,000 recurring.</p>	<p>(\$250,000) R</p>	<p>(\$250,000) R</p>

## Division of Technical Services

**9 Product Evaluation Program**

\$138,871 R

\$138,871 R

Provides funding for one Value Management Program Engineer position (Salary: \$87,685) in the Value Management Office to accelerate the review of new technologies reviewed through the Product Evaluation Program.

1.00

1.00

## Federal Aid

**10 Adjustment for Federal Revenue**

(\$4,055,402) R

(\$4,055,402) R

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

## Intermodal

**11 (Ferry) Hatteras Alternate Route and Spill Response Requirement**

\$2,100,000 R

\$2,100,000 R

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.

**12 (Ferry) Equipment Replacement and Water Tower Repair**

Replaces deteriorating hydro-blasting equipment, repairs the water tower at the shipyard, and upgrades underground water lines.

\$700,000 NR

**13 (Public Transportation) Statewide and Rural Capital Grant Programs**

\$3,000,000 R

\$3,000,000 R

Increases funding for the Statewide grant program by \$1 million and for the Rural Capital grant program by \$2 million.

**14 (Aviation) State Aid to Airports**

\$2,500,000 R

\$2,500,000 R

Increases funding for grants-in-aid for public airport development, including aviation-related economic development projects.

## Maintenance

**15 (Bridge Program) Statutory Adjustment**

(\$495,270) R

(\$500,279) R

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.

**16 Contract Resurfacing**

Increases funding to the Contract Resurfacing Program. Budgeted funds total \$496,211,376 in FY 2015-16 and \$623,463,528 in FY 2016-17.

\$87,417,442 NR

\$214,669,594 NR

**17 Reserve for General Maintenance**

Increases funding to the Reserve for General Maintenance. Budgeted funds total \$45,560,850 in FY 2015-16 and \$46,163,761 in FY 2016-17.

\$602,911 NR

**18 Secondary Road Maintenance and Improvement Program**

Increases funding to the Secondary Road Maintenance and Improvement Program. Budgeted funds total \$279,815,851 in FY 2015-16 and \$267,111,874 in FY 2016-17.

\$12,703,977 NR

**Reserves****19 Reserve for Administrative Reduction - Position Reductions**

Reduces funding for 50 filled administrative positions to reach directed outsourcing targets.

(\$2,076,644) R (\$2,076,644) R

-50.00 -50.00

**20 Capital, Repairs and Renovations**

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

\$0 NR \$11,512,600 NR

**Revenue Availability****21 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.

**22 Shallow Draft Navigation Channel Dredging & Lake Maintenance Fund**

Reduces Highway Fund revenue by \$3.33 million in FY 2015-16 and \$4.33 million in FY 2016-17 to reflect the crediting of one-half percent (0.5%) of motor fuel tax revenue to the Shallow Draft Navigation Channel & Lake Dredging Fund.

**23 Division of Motor Vehicles (DMV) Fees**

Incorporates Part V of HB 927 to increase DMV fees across-the-board by 50%, effective January 1, 2016. Highway Fund revenue is projected to increase by \$132.2 million in FY 2015-16 and by \$289.9 million in FY 2016-17 based on these adjustments.

**24 Motor Fuel Excise Tax Rate Adjustment**

Effective January 1, 2016, reduces the motor fuel excise tax rate on gasoline to 33 cents per gallon and increases the motor fuel excise tax rate on diesel fuel to 36 cents per gallon. The rates will be adjusted annually per G.S. 105-449.80(a) beginning January 1, 2017. Highway Fund revenue is projected to decrease by \$22.9 million in FY 2015-16 and decrease by \$21.5 million in FY 2016-17 based on this adjustment.

**Transfers****25 General Fund**

Increases the recurring transfer to General Fund availability by \$3.7 million.

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

**26 Sales Tax Exemption**

Adjusts the amount required from the Highway Fund to reimburse the State's General Fund for the department's sales tax exemption on purchases per G.S. 105-164.44D.

\$983,726 R \$2,017,621 R

**FY 15-16**

**FY 16-17**

**27 Base Budget Adjustments to Other State Agencies**

\$8,217 R \$8,217 R

Adjusts the following transfers to other state agencies:  
 - increases funding for the Department of Revenue by \$1,313 in FY 2015-16 and \$1,313 in FY 2016-17 for collection of the Gasoline Inspection Fee;  
 - increases funding for the Department of Agriculture by \$5,283 in FY 2015-16 and \$5,283 in FY 2016-17 for the administration of fuel inspections;  
 - reduces funding for the Department of Public Health by \$21,451 recurring to match the base budget for the Alcohol Forensic Test Program; and,  
 - increases funding for the Motor Carrier Safety Program administered by the State Highway Patrol by \$23,072 recurring.

Additionally, reduces budgeted receipts for the Department of Revenue, Fuel Tax Compliance by \$30,032 due to a reduction in rent expenses.

**28 North Carolina State Ports Authority**

\$21,854,360 NR \$53,667,399 NR

Provides \$21.9 million in FY 2015-16 and \$53.7 million in FY 2016-17 for the modernization of Port of Wilmington and Port of Morehead City infrastructure and facilities, to include roadway, railroad, and dredging projects at the discretion of the Secretary of Transportation which enhance direct access to the seaports.

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**Total Legislative Changes**

\$7,528,925 R \$3,139,187 R

\$149,826,779 NR \$283,647,504 NR

**Total Position Changes**

-49.00 -49.00

**Revised Budget**

\$2,076,032,128 \$2,199,010,616

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# Highway Trust Fund

HIGHWAY TRUST FUND
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	FY 15-16		FY 16-17
<b>Recommended Budget</b>	<b>\$1,162,046,663</b>		<b>\$1,162,046,663</b>

**Legislative Changes**

**Construction**

<p><b>29 Strategic Transportation Investments</b> Modifies funding to Strategic Transportation Investments to \$1,069,963,212 in FY 2015-16 and \$1,010,239,345 in FY 2016-17.</p>	<p>\$51,996,179</p>	<p>R</p>	<p>(\$7,727,688)</p>	<p>R</p>
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**Debt**

<p><b>30 Reserve for Debt Service - Transportation Bond</b> Establishes a Reserve for Debt Service. If the transportation bond is approved by the voters, this reserve shall be used to fund the debt service. If the bond is not voter approved, the funds will be re-budgeted during the 2016-17 budget process.</p>			<p>\$50,000,000</p>	<p>NR</p>
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<p><b>31 Adjustment for Debt Service Obligation</b> Adjusts the amount budgeted for debt service payments to accurately reflect the principal and interest due based on the current repayment schedule.</p>	<p>(\$10,995,116)</p>	<p>R</p>	<p>\$1,397,412</p>	<p>R</p>
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**Revenue Availability**

**32 Division of Motor Vehicles (DMV) Fees**  
Incorporates Part V of HB 927 to temporarily adjust DMV fee distributions between the Highway Trust Fund and the Highway Fund. Highway Trust Fund revenue is projected to decrease by \$5.2 million in FY 2015-16 and by \$8.3 million in FY 2016-17 based on this adjustment.

**33 Motor Fuel Excise Tax Rate Adjustment**  
Effective January 1, 2016, reduces the motor fuel excise tax rate on gasoline to 33 cents per gallon and increases the motor fuel excise tax rate on diesel fuel to 36 cents per gallon. The rates will be adjusted annually per G.S. 105-449.80(a) beginning January 1, 2017. Highway Trust Fund revenue is projected to decrease by \$7.6 million in FY 2015-16 and decrease by \$7.2 million in FY 2016-17 based on this adjustment.

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<b>Total Legislative Changes</b>	<b>\$41,001,063</b>	<b>R</b>	<b>(\$6,330,276)</b>	<b>R</b>
			<b>\$50,000,000</b>	<b>NR</b>
<b>Total Position Changes</b>				
<b>Revised Budget</b>	<b>\$1,203,047,726</b>		<b>\$1,205,716,387</b>	

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Draft

Turnpike Authority

Budget Code: 64208

	FY 2015-16		FY 2016-17	
<b>Beginning Unreserved Fund Balance</b>	<b>\$0</b>		<b>\$0</b>	
<b>Recommended Budget</b>				
Requirements	\$86,299,540		\$0	
Receipts	\$86,299,540		\$0	
Positions	13.00		0.00	
<b>Legislative Changes</b>				
<b>Requirements:</b>				
<b>Adjustment to Debt Service</b>	\$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	
<b>Subtotal Legislative Changes</b>	<b>\$18,046,000</b>	<b>R</b>	<b>\$21,435,000</b>	<b>R</b>
	<b>\$0</b>	<b>NR</b>	<b>\$0</b>	<b>NR</b>
	0.00		0.00	
<b>Receipts:</b>				
<b>Adjustment for Debt Service</b>	\$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
<b>Subtotal Legislative Changes</b>	<b>\$18,046,000</b>	<b>R</b>	<b>\$21,435,000</b>	<b>R</b>
	<b>\$0</b>	<b>NR</b>	<b>\$0</b>	<b>NR</b>

House Appropriations Committee on Transportation

	FY 2015-16	FY 2016-17
<b>Revised Total Requirements</b>	<b>\$104,345,540</b>	<b>\$21,435,000</b>
<b>Revised Total Receipts</b>	<b>\$104,345,540</b>	<b>\$21,435,000</b>
<b>Change in Fund Balance</b>	<b>\$0</b>	<b>\$0</b>
<b>Total Positions</b>	<b>13.00</b>	<b>0.00</b>
<b>Unappropriated Balance Remaining</b>	<b>\$0</b>	<b>\$0</b>

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**Reserves  
Debt Service  
and  
Adjustments  
Section L**

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# Statewide Reserves

GENERAL FUND
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	FY 15-16	FY 16-17
<b>Recommended Budget</b>	<b>\$133,048,054</b>	<b>\$133,048,054</b>

**Legislative Changes**

**A. Base Budget Adjustments**

<b>1 Salary Adjustment Fund</b>	(\$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.				
<b>2 Voter Information Verification Act</b>	(\$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**

**3 Compensation Increase Reserve**

\$361,032,321 R \$373,803,618 R

Provides funds for salary increases for State agency and State-funded local employees. These funds shall be used to:

- Increase most State employee salaries by 2%. UNC and the NCCCS are granted flexibility in providing salary increase for EHRA UNC employees and State-funded local employees of the NCCCS.
- Increase starting teacher pay from \$33,000 to \$35,000 per year for all educators paid in accordance with the Statewide teacher salary schedule.
- Add a sixth tier to the Statewide teacher salary schedule for educators paid in accordance with the Psychologist lanes of that salary schedule.
- Provide step increases for eligible employees paid in accordance with a salary step plan, including Assistant and Deputy Clerks, Magistrates, State Highway Patrol Troopers, Educators, and School-based Administrators.
- Implement a custody-level pay plan effective January 1, 2016 for Correctional Officers such that Correctional Officers at minimum, medium, and close custody facilities are compensated on different salary grades.
- Make market-based pay adjustments for (1) sworn officers of the State Highway Patrol, (2) Forensic Scientists within the State Crime Laboratory, (3) the Codifier of Rules, and (4) the Director of the Transportation Museum.

**4 Highway Fund Compensation Increase Reserve**

Appropriates \$7,731,392 from the Highway Fund for a 2% salary increase for State employees funded from the Highway Fund.

**5 OSHR Compensation System Update**

\$10,000,000 R \$10,000,000 R

Appropriates funds to implement a new market-aligned salary structure for State agencies and to adjust salaries in State job classifications where employee pay is below market value. These salary adjustments are to be made based on OSHR's analysis of the difference in current salary grades and new salary grades implemented during the compensation system update.

**6 State Retirement Contributions - All Systems**

\$48,520,770 R \$37,547,093 R

Increases the State's contribution for members of State retirement systems to fund the annual required contributions, provide a 2.0% cost-of-living adjustment to retirees, provide additional benefits to probation/parole officers, fund retiree medical premiums, and increase benefits in the National Guard Pension Fund.



**7 Highway Fund State Retirement Contributions**

Increases the State's contribution for members of State retirement systems supported by the Highway Fund by \$1,449,000 in FY 2015-16 and \$1,102,500 in FY 2016-17 to fund the annual required contributions, provide a 2.0% cost-of-living adjustment to retirees, provide additional benefits to probation/parole officers, and fund retiree medical premiums.

**8 State Health Plan**

\$25,142,243 R \$25,142,243 R

Provides additional funding to reflect the passage of H.B. 56 and continue health benefit coverage for enrolled active employees supported by the General Fund for the 2015-17 fiscal biennium.

**9 Highway Fund State Health Plan Contribution**

Provides additional funding to reflect the passage of H.B. 56 and continue health benefit coverage for enrolled active employees supported by the Highway Fund for the 2015-17 fiscal biennium. The additional funding required from the Highway Fund is \$703,819 in FY 2015-16 and \$703,819 in FY 2016-17.

**10 Reserve for Future Benefit Needs**

\$71,000,000 R

Creates a General Fund reserve for increased contributions to existing employee benefits programs.

**11 Highway Fund Reserve for Future Benefit Needs**

Creates a Highway Fund reserve of \$2,000,000 in FY 2016-17 for increased contributions to existing employee benefits programs.

**C. Other Reserves**

**12 Job Development Investment Grants (JDIG)**

\$8,682,769 R

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.

(\$5,229,142) NR

**13 State Emergency Response Account**

A total of \$20 million is earmarked and appropriated from the FY 2014-15 Unreserved Fund Balance to provide funds for emergencies and natural disasters as per G.S. 160A-10.42.

**14 Behavioral Health Beds Pilot**

\$25,000,000 NR

Provides funds from the Trust Fund for Mental Health, Developmental Disabilities and Substance Abuse Services to pay for renovation and building costs associated with converting existing acute care beds into licensed, short-term inpatient behavioral health beds designated for voluntarily and involuntarily committed patients in the rural hospitals selected to participate in the pilot program.

**15 Film and Entertainment Grant Fund**

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. In addition to the \$60 million appropriated for FY 2016-17, another \$60 million is earmarked and appropriated to the Fund from the FY 2014-15 Unreserved Fund Balance, bringing the total amount available for grants to \$120 million.

\$60,000,000 NR

**16 Rallying Investors and Skilled Entrepreneurs for NC (RISE NC)**

Provides funds to increase the number of high-tech start-up companies and enhance job creation; create a statewide network that develops and leverages existing North Carolina entrepreneurial management talent, and recruits world-class investors, skilled entrepreneurs, and managers to North Carolina.

\$2,500,000 NR \$2,500,000 NR

**17 Challenge Grants for Cultural Arts Venues**

Provides funds for the newly established competitive Challenge Grant Program for Cultural Arts Venues.

\$10,000,000 NR

**18 North Carolina Venture Multiplier Fund**

Provides funds for the newly established NC Venture Multiplier Fund to provide a source of funding for innovations and inventions that have potential commercial value.

\$40,000,000 NR

**19 University Innovation Commercialization Grant**

Provides funds to establish a grant program to increase the number of high-tech start-up companies and enhance job creation resulting from research conducted by North Carolina's universities and research-focused nonprofit corporations.

\$2,500,000 NR \$5,000,000 NR

**20 Pending Legislation**

Increases the reserve by \$5.5 million to pay for implementation of bills pending in the General Assembly such as HB 250, HB 500, HB 537 and HB 698.

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

**21 One North Carolina Fund**

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.

(\$2,004,024) NR

**22 Information Technology Fund**

Reduces funding for miscellaneous operating items. The budget provides \$23,723,725 in FY 2015-16 and \$22,173,966 in FY 2016-17 to support the operation of the Office of the State Chief Information Officer and to manage statewide information technology projects.

(\$475,324) R (\$475,324) R

**FY 15-16****FY 16-17****23 Information Technology Reserve**

Adjusts funding to properly align recurring spending with available funds and to provide additional nonrecurring funds for the Department of Revenue to upgrade security and for the Department of Administration to acquire a new maintenance management system. Total IT Reserve funding for FY 2015-16 is \$19,917,096 and \$19,568,442 for FY 2016-17.

(\$1,428,332)	R	(\$2,784,935)	R
\$2,541,780	NR	\$2,000,000	NR

**24 NCGA Litigation Reserve**

Provides \$300,000 to the General Assembly's litigation reserve.

\$300,000	NR
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**D. Debt Service****25 Debt Service Adjustment**

Adjusts debt service appropriations based on updated cash flow requirements.

(\$6,815,194)	R	(\$43,125,622)	R
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**26 Debt Service**

Increases funding to reflect the authorization of Two-Thirds bonds to fund projects authorized in this act and any potential General Obligation Bond authorized subsequent to this act.

\$60,937,500	R
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**Total Legislative Changes**

<b>\$432,976,484</b>	R	<b>\$537,727,342</b>	R
<b>\$75,608,614</b>	NR	<b>\$69,500,000</b>	NR

**Total Position Changes****Revised Budget**

<b>\$641,633,152</b>		<b>\$740,275,396</b>	
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State Health Plan - Special

Budget Code: 23450

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

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**Legislative Changes**

**Requirements:**

<b>Agency Administration (2A10)</b>	(\$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
 <b>Population Health Management (2A15)</b>	 (\$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
 <b>Wellness Initiatives (2A20)</b>	 \$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
 <b>Medical Benefits Administration Contracts (2A25)</b>	 \$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
 <b>Pharmacy Benefits Management Contract (2A30)</b>	 \$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

House Appropriations Committee

	FY 2015-16		FY 2016-17	
<b>Subtotal Legislative Changes</b>	<b>\$20,549,733</b>	R	<b>\$22,130,715</b>	R
	<b>\$0</b>	NR	<b>\$0</b>	NR
	6.00		6.00	

**Receipts:**

<b>Adjusts Transfers from Trust Funds</b>	\$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
<b>Subtotal Legislative Changes</b>	<b>\$20,549,733</b>	R	<b>\$22,130,715</b>	R
	<b>\$0</b>	NR	<b>\$0</b>	NR

<b>Revised Total Requirements</b>	<b>\$245,861,106</b>		<b>\$247,442,088</b>	
<b>Revised Total Receipts</b>	<b>\$245,861,106</b>		<b>\$247,442,088</b>	
<b>Change in Fund Balance</b>	<b>\$0</b>		<b>\$0</b>	
<b>Total Positions</b>	<b>52.00</b>		<b>52.00</b>	

<b>Unappropriated Balance Remaining</b>	<b>\$258</b>		<b>\$258</b>	
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# **Capital Section M**

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Capital

GENERAL FUND

FY 15-16

FY 16-17

**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

**Department of Cultural Resources**

**2 USS North Carolina Hull Repair and Cofferdam**

Provides additional funds to repair the USS North Carolina 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.

\$3,000,000 NR

**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

**Department of Justice**

**4 State Crime Lab Facilities**

Provides funding for increased State Crime Lab Facilities capacity.

\$15,000,000 NR

**Department of Public Safety**

**5 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

**General Assembly**

**6 Legislative Building Roof Replacement and Asbestos Abatement**

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

\$4,001,000 NR

**North Carolina State University****7 Plant Sciences Building**

Funds full planning of the Plant Sciences Building at North Carolina State University. The building is estimated to be up to 190,000 sq. ft. and cost up to \$180 million. The building received \$350,000 in feasibility funds in FY 2014-15. The \$5 million of State funds will match \$9 million in non-State funds.

\$5,000,000 NR

**8 Engineering Building**

Funds full planning for an Engineering Building at North Carolina State University (NCSU). The building will complete the Engineering Oval Complex at NCSU and will house the Departments of Industrial and Systems Engineering and Civil, Construction, and Environmental Engineering. The College of Engineering Administration will also occupy the building. The total estimated cost of this project will be \$154 million, of which \$77 million will be matched with NCSU funds.

\$11,900,000 NR

**School of Science and Math****9 Western School of Science and Math**

Funds advance planning for a Western School of Science and Math. The full project is expected to cost \$60.2 million. The \$1.6 million in State funds will match \$800,000 in non-State funds.

\$1,600,000 NR

**Two-Thirds Bonds****10 Highway Patrol Training Academy Phase 1**

Authorizes the issuance of Two-Thirds Bonds for the construction of the first phase of the Department of Public Safety's Highway Patrol Training Academy. The total amount of debt authorized for this phase will be \$30,667,200.

**11 DHHS New Medical Examiner Lab**

Authorizes the issuance of Two-Thirds Bonds to construct a new Medical Examiner Lab at Wake Forest University in Winston-Salem. The total debt authorized is \$12,976,000.

**12 NC State Engineering**

Authorizes the issuance of Two-Thirds Bonds to construct an Engineering Building at NC State. The total cost of the project is \$154 million, of which \$77 million will be matched with NCSU funds. The total amount of debt authorized is \$65,100,000.

**13 UNC Charlotte New Sciences Building**

Authorizes the issuance of Two-Thirds Bonds for the construction of the UNC Charlotte New Sciences Building. The total amount of debt authorized is \$90,000,000.

**14 Appalachian State Health Sciences Building**

Authorizes the issuance of Two-Thirds Bonds to construct the Appalachian State Health Sciences Building. Planning funds for this project were appropriated in the FY 2013-15 biennium. The total amount of debt authorized is \$70,782,000.

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Total Appropriation to Capital

**\$48,507,000** NR

**\$5,087,500** NR

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**Information  
Technology Services  
Section N**

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# Information Technology Reserve Fund

Budget Code: 00000

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

**Legislative Changes**

**Requirements:**

**Information Technology Planning**

Provides funding of \$2,000,000 in each year of the biennium to enable the State Chief Information Officer to complete planning to ensure the ability to accomplish basic requirements for the operation of the Office of Information Technology Services.

	\$0	R		\$0	R
	\$0	NR		\$0	NR
	0.00			0.00	

**IT Modernization**

Provides recurring funding of \$1,475,454 in FY 2015-16 and \$1,672,575 in FY 2016-17, as well as nonrecurring funding of \$3,000,000 in each fiscal year, to support the State's IT modernization efforts. This will enable the State CIO to improve secure sign-on and mobile web capabilities, and will 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	R		\$0	R
	\$0	NR		\$0	NR
	8.00			9.00	

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

House Appropriations Committee on Information Technology

	FY 2015-16		FY 2016-17	
<b>Security</b>	\$0	R	\$0	R
Increases funding to support State information security and data protection requirements in each year of the biennium, providing recurring funding of \$4,343,488 in FY 2015-16 and \$4,359,592 in FY 2016-17.	\$0	NR	\$0	NR
	0.00		0.00	
<b>Department of Revenue Security</b>	\$0	R	\$0	R
Provides recurring funding of \$406,374 in each year of the biennium, plus nonrecurring funding of \$18,600 in FY 2015-16, for three security positions in the Department of Revenue. These include a Security Design Engineer, a Security Impact Specialist, and a Security Specialist.	\$0	NR	\$0	NR
	0.00		0.00	
<b>Economic Modeling Initiative</b>	\$0	R	\$0	R
Provides nonrecurring funding of \$500,000 in FY 2015-16 to support the development of a State economic development modeling capability at the University of North Carolina Charlotte. This initiative will support State agencies involved in economic development and growth efforts.	\$500,000	NR	\$0	NR
	0.00		0.00	
<b>Maintenance Management System Replacement</b>	\$0	R	\$79,300	R
Transfers funding 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.	\$108,730	NR	\$0	NR
	0.00		0.00	
<b>Additional Maintenance System Functionality</b>	\$0	R	\$50,601	R
Transfers funding to the Department of Administration to support the acquisition and operation of three modules for a cloud-based maintenance management system. These include system failure alerts, utility bill automation, and mobile maintenance management applications.	\$64,450	NR	\$0	NR
	0.00		0.00	
<b>Government Data Analytics Center</b>	\$0	R	\$0	R
Provides recurring funding of \$8 million to support the operation of the Government Data Analytics Center (GDAC).	\$0	NR	\$0	NR
	0.00		0.00	
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	<b>R</b>	<b>\$129,901</b>	<b>R</b>
	<b>\$673,180</b>	<b>NR</b>	<b>\$0</b>	<b>NR</b>
	0.00		0.00	



House Appropriations Committee on Information Technology

FY 2015-16

FY 2016-17

**Receipts:**

<b>Adjustment to IT Reserve Receipts</b>	\$0	R	\$129,901	R
Increases Information Technology Reserve Fund receipts to support Fund requirements.	\$673,180	NR	\$0	NR
<b>Subtotal Legislative Changes</b>	<b>\$0</b>	<b>R</b>	<b>\$129,901</b>	<b>R</b>
	<b>\$673,180</b>	<b>NR</b>	<b>\$0</b>	<b>NR</b>

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Revised Total Requirements	<b>\$19,917,096</b>		<b>\$19,568,442</b>	
Revised Total Receipts	<b>\$19,917,096</b>		<b>\$19,568,442</b>	
<b>Change in Fund Balance</b>	<b>\$0</b>		<b>\$0</b>	
<b>Total Positions</b>	<b>8.00</b>		<b>9.00</b>	

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<b>Ending Unreserved Fund Balance</b>	<b>\$0</b>		<b>\$0</b>	
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# Information Technology Internal Service Fund

Budget Code: 74660

	FY 2015-16		FY 2016-17	
<b>Beginning Unreserved Fund Balance</b>	<b>\$55,801,419</b>		<b>\$55,801,419</b>	
<b>Recommended Budget</b>				
Requirements	\$183,405,881		\$183,492,436	
Receipts	\$183,405,881		\$183,492,436	
Positions	500.00		499.50	
<hr/>				
<b>Legislative Changes</b>				
<b>Requirements:</b>				
<b>Adjustment for Vacant Positions</b>	(\$1,500,000)	R	(\$1,500,000)	R
Adjusts the IT Internal Service Fund to eliminate positions vacant over 180 days to achieve a reduction of \$1.5 million.	\$0	NR	\$0	NR
	0.00		0.00	
<b>Adjustment for Position Transfers</b>	(\$965,454)	R	(\$1,162,575)	R
Adjusts the IT Internal Service Fund to reflect IT Reserve funding to facilitate the transfer of Office of the State Chief Information Officer positions from the IT Internal Service Fund to the IT Fund.	\$0	NR	\$0	NR
	-8.00		-9.00	
<b>OITS - Administration (7100)</b>	\$0	R	\$0	R
Provides funding of \$8,065,280 to support administrative functions in both years of the biennium. This funding supports the Office of Information Technology Services and the Office of the State Chief Information Officer.	\$0	NR	\$0	NR
	0.00		0.00	
<b>IT Strategic Sourcing (7101)</b>	\$0	R	\$0	R
Provides funding of \$1,731,548 to support Statewide Information Technology Strategic Sourcing. This office provides IT procurement support to State agencies.	\$0	NR	\$0	NR
	0.00		0.00	
<b>Ctr for Geographic Information &amp; Analysis (7115)</b>	\$0	R	\$0	R
Provides receipts of \$3,772,415 in FY 2015-16 and \$3,923,845 in FY 2016-17 for the operation of the Center for Geographic Information and Analysis (CGIA). 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	

House Appropriations Committee on Information Technology

	FY 2015-16		FY 2016-17	
<b>CGIA GIS Conference (7116)</b>	\$0	R	\$0	R
Provides funding of \$139,475 in FY 2016-17 for the biannual CGIA Geographic Information Systems (GIS) Conference. This biannual conference provides an opportunity for GIS developers and users to coordinate their efforts and improve GIS operations within the State.	\$0	NR	\$0	NR
	0.00		0.00	
<b>Hosting Services (7217)</b>	\$0	R	\$0	R
Provides funding of \$61,734,555 in both years of the biennium for information technology hosting support for State agencies.	\$0	NR	\$0	NR
	0.00		0.00	
<b>Network Services (7224)</b>	\$0	R	\$0	R
Provides funding of \$78,820,542 in both years of the biennium for network support to State agencies.	\$0	NR	\$0	NR
	0.00		0.00	
<b>IT Business Applications (7228)</b>	\$0	R	\$0	R
Provides funding of \$5,488,528 in both years of the biennium for information technology business applications used by State agencies to support ongoing operations.	\$0	NR	\$0	NR
	0.00		0.00	
<b>Enterprise Licensing - Oracle (7240)</b>	\$0	R	\$0	R
Provides funding of \$3,315,527 in both years of the biennium to support licenses for Oracle products used by State agencies.	\$0	NR	\$0	NR
	0.00		0.00	
<b>Enterprise Licensing - ESRI (7245)</b>	\$0	R	\$0	R
Provides funding of \$766,500 in FY 2015-16 and \$804,825 in FY 2016-17 to maintain Environmental Services Research Institute (ESRI) licenses to support GIS functions.	\$0	NR	\$0	NR
	0.00		0.00	
<b>Consumer Platform Services (7250)</b>	\$0	R	\$0	R
Provides funding of \$7,862,925 in each year of the biennium to support State consumer platform services within the Office of Information Technology Services.	\$0	NR	\$0	NR
	0.00		0.00	
<b>Enterprise Licensing - SAS (7260)</b>	\$0	R	\$0	R
Provides funding of \$2,769,500 in FY 2015-16 and \$2,666,000 in FY 2016-17 to support licensing requirements for SAS software products.	\$0	NR	\$0	NR
	0.00		0.00	

House Appropriations Committee on Information Technology

	FY 2015-16		FY 2016-17
<b>Enterprise Licensing - SAP (7265)</b>	\$0	R	\$0 R
Provides funding of \$5,029,667 in each year of the biennium for licensing requirements for SAP. SAP provides licenses to support business requirements within State agencies.	\$0	NR	\$0 NR
	0.00		0.00
<b>Admin Support Services (7270)</b>	\$0	R	\$0 R
Provides funding of \$274,894 in each year of the biennium for administrative support services for the Office of Information Technology Services.	\$0	NR	\$0 NR
	0.00		0.00
<b>Compliance and Transformation (7280)</b>	\$0	R	\$0 R
Provides funding of \$3,774,000 in FY 2015-16 and \$3,774,300 in FY 2016-17 for compliance and funding requirements within the Office of Information Technology Services.	\$0	NR	\$0 NR
	0.00		0.00
<b>US Geological Survey (7USG)</b>	\$0	R	\$0 R
Eliminates funding for GIS support from the US Geological Survey.	\$0	NR	\$0 NR
	0.00		0.00
<b>Subtotal Legislative Changes</b>	<b>(\$2,465,454)</b>	R	<b>(\$2,662,575)</b> R
	<b>\$0</b>	NR	<b>\$0</b> NR
	-8.00		-9.00

**Receipts:**

<b>Adjustment to IT Internal Service Fund</b>	(\$2,465,454)	R	(\$2,662,575)	R
Adjusts receipts to the IT Internal Service Fund to reflect requirements.	\$0	NR	\$0	NR
<b>Subtotal Legislative Changes</b>	<b>(\$2,465,454)</b>	R	<b>(\$2,662,575)</b>	R
	<b>\$0</b>	NR	<b>\$0</b>	NR

House Appropriations Committee on Information Technology

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$180,940,427	\$180,829,861
Revised Total Receipts	\$180,940,427	\$180,829,861
<b>Change in Fund Balance</b>	\$0	\$0
<b>Total Positions</b>	492.00	490.50
<b>Ending Unreserved Fund Balance</b>	\$55,801,419	\$55,801,419

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# Information Technology Fund

Budget Code: 24667

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

**Legislative Changes**

**Requirements:**

<b>Criminal Justice Information Network (2705)</b>	\$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	
 <b>Ctr for Geographic Information &amp; Analysis (2715)</b>	 \$0	 R	 \$0	 R
Provides funding of \$435,952 for the Center for Geographic Information and Analysis (CGIA) in each year of the biennium. 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	
 <b>Enterprise Security &amp; Risk Mgt Office (2720)</b>	 \$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	

House Appropriations Committee on Information Technology

	FY 2015-16		FY 2016-17	
<b>Staffing and Strategic Projects (2725)</b>	\$0	R	\$0	R
Maintains funding for project management at \$7,573,903 in each year of the biennium to allow the State 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	
<b>FirstNet (2735)</b>	\$0	R	\$0	R
Provides funding of \$1,549,729 in the first year of the biennium to support FirstNet development efforts and provide a match for federal funding for the project. First Net is a federal effort to build, operate and maintain the first high-speed, nationwide wireless broadband network dedicated to public safety. FirstNet will provide a single interoperable platform for emergency and daily public safety communications.	\$0	NR	\$0	NR
	0.00		0.00	
<b>Enterprise Project Management Office (2740)</b>	\$0	R	\$0	R
Maintains funding for the Enterprise Project Management Office (EPMO) at \$1,501,234. The EPMO was established to improve the management of IT projects in State government.	\$0	NR	\$0	NR
	0.00		0.00	
<b>IT Strategy and Standards (2750)</b>	\$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	
<b>State Portal (2760)</b>	\$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 Office of the State Chief Information Officer.	\$0	NR	\$0	NR
	0.00		0.00	
<b>Process Management (2775)</b>	\$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	
<b>Enterprise Licensing (2780)</b>	\$0	R	\$0	R
Eliminates funding of \$33,000 supporting 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	

House Appropriations Committee on Information Technology

	<b>FY 2015-16</b>		<b>FY 2016-17</b>	
<b>IT Consolidation (2790)</b>	\$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	
 <b>Government Data Analytics Center (2795)</b>	 \$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 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	
 <b>Subtotal Legislative Changes</b>	 <b>\$0</b>	 R	 <b>\$0</b>	 R
	<b>\$0</b>	NR	<b>\$0</b>	NR
	0.00		0.00	
<hr/>				
 <b>Receipts:</b>				
<b>Interest</b>	\$2,200	R	\$2,200	R
Accounts for interest generated by the Information Technology Fund each year.	\$0	NR	\$0	NR
 <b>Subtotal Legislative Changes</b>	 <b>\$2,200</b>	 R	 <b>\$2,200</b>	 R
	<b>\$0</b>	NR	<b>\$0</b>	NR



House Appropriations Committee on Information Technology

	FY 2015-16	FY 2016-17
Revised Total Requirements	\$23,723,725	\$22,173,996
Revised Total Receipts	\$23,725,925	\$22,176,196
<b>Change in Fund Balance</b>	<b>\$2,200</b>	<b>\$2,200</b>
<b>Total Positions</b>	<b>95.75</b>	<b>95.75</b>
<b>Ending Unreserved Fund Balance</b>	<b>\$20,174,806</b>	<b>\$20,177,006</b>

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