

**GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2011**

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**SENATE BILL 187  
Transportation Committee Substitute Adopted 4/6/11  
House Committee Substitute Favorable 6/27/12  
Fourth Edition Engrossed 6/27/12  
Corrected Copy 6/28/12  
Proposed Conference Committee Substitute S187-PCCS15272-LR-6**

Short Title: Modifications/2012 Appropriations Act.

(Public)

Sponsors:

Referred to:

March 3, 2011

A BILL TO BE ENTITLED  
AN ACT TO MAKE TECHNICAL, CLARIFYING, AND OTHER MODIFICATIONS TO  
THE CURRENT OPERATIONS AND CAPITAL IMPROVEMENTS  
APPROPRIATIONS ACTS.

The General Assembly of North Carolina enacts:

**PART I. GENERAL PROVISIONS**

**SECTION 1.1.** Section 2.1 of S.L. 2012-142 reads as rewritten:

**"CURRENT OPERATIONS AND EXPANSION/GENERAL FUND**

**"SECTION 2.1.** Appropriations from the General Fund of the State for the maintenance of the State departments, institutions, and agencies, and for other purposes as enumerated, are adjusted for the fiscal year ending June 30, 2013, according to the schedule that follows. Amounts set out in parentheses are reductions from General Fund appropriations for the 2012-2013 fiscal year.

<b>Current Operations – General Fund</b>	<b>2012-2013</b>
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**EDUCATION**

Community Colleges System Office	\$ 5,165,000
Department of Public Instruction	62,430,967
University of North Carolina – Board of Governors	
Appalachian State University	573,876
East Carolina University	
Academic Affairs	4,447,287
Health Affairs	0
Elizabeth City State University	0
Fayetteville State University	473,656



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1	NC A&T State University		0
2	NC Central University		0
3	NC State University		
4	Academic Affairs		3,346,252
5	Agricultural Research		0
6	Agricultural Extension		0
7	UNC-Asheville		0
8	UNC-Chapel Hill		
9	Academic Affairs		0
10	Health Affairs		0
11	AHEC		<u>015,000,000</u>
12	UNC-Charlotte		0
13	UNC-Greensboro		103,534
14	UNC-Pembroke		0
15	UNC-School of the Arts		0
16	UNC-Wilmington		434,038
17	Western Carolina University		0
18	Winston-Salem State University		0
19	General Administration		9,808,141
20	University Institution Programs		15,560,828
21	Related Educational Programs		(12,139,141)
22	UNC Financial Aid Private Colleges		4,500,000
23	NC School of Science & Math		0
24	UNC Hospitals		<u>(3,000,000)(18,000,000)</u>
25	Total University of North Carolina – Board of Governors	\$	24,108,471
26			
27	<b>HEALTH AND HUMAN SERVICES</b>		
28			
29	Department of Health and Human Services		
30	Division of Central Management and Support	\$	1,307,641
31	Division of Aging and Adult Services		50,000,000
32	Division of Services for Blind/Deaf/Hard of Hearing		(168,336)
33	Division of Child Development		(3,500,000)
34	Division of Health Service Regulation		1,792,559
35	Division of Medical Assistance		194,172,266
36	Division of Mental Health, Dev. Disabilities and Sub. Abuse		(15,196,981)
37	NC Health Choice		(2,007,430)
38	Division of Public Health		11,384,778
39	Division of Social Services		(9,079,116)
40	Division of Vocational Rehabilitation		0
41	Total Health and Human Services	\$	228,705,381
42			
43	<b>NATURAL AND ECONOMIC RESOURCES</b>		
44			
45	Department of Agriculture and Consumer Services	\$	47,362,832
46			
47	Department of Commerce		
48	Commerce		7,471,362
49	Commerce State-Aid		<u>(1,217,540)(217,540)</u>
50	NC Biotechnology Center		(351,034)
51	Rural Economic Development Center		<u>(3,757,535)(1,757,535)</u>

1			
2	Department of Environment and Natural Resources		(39,339,288)
3			
4	DENR Clean Water Management Trust Fund		(500,000)
5			
6	Department of Labor		(316,738)
7			
8	Wildlife Resources Commission		434,397
9			
10	<b>JUSTICE AND PUBLIC SAFETY</b>		
11			
12	Department of Public Safety	\$	(32,231,135)
13			
14	Judicial Department		(2,334,307)
15	Judicial Department – Indigent Defense		0
16			
17	Department of Justice		(6,667,504)
18			
19	<b>GENERAL GOVERNMENT</b>		
20			
21	Department of Administration	\$	(24,861)
22			
23	Department of State Auditor		(213,521)
24			
25	Office of State Controller		1,580,412
26			
27	Department of Cultural Resources		
28	Cultural Resources		(298,866)
29	Roanoke Island Commission		(300,000)
30			
31	State Board of Elections		(102,532)
32			
33	General Assembly		1,570,422
34			
35	Office of the Governor		
36	Office of the Governor		(94,823)
37	Office of State Budget and Management		(116,973)
38	OSBM – Reserve for Special Appropriations		1,438,388
39	Housing Finance Agency		(8,064,634)
40			
41	Department of Insurance		
42	Insurance		459,055
43	Insurance – Volunteer Safety Workers' Compensation		0
44			
45	Office of Lieutenant Governor		(144,150)
46			
47	Office of Administrative Hearings		0
48			
49	Department of Revenue		(1,563,991)
50			
51	Department of Secretary of State		766,661

1		
2	Department of State Treasurer	
3	State Treasurer	0
4	State Treasurer – Retirement for Fire and Rescue Squad Workers	0
5		
6	<b>RESERVES, ADJUSTMENTS AND DEBT SERVICE</b>	
7		
8	Information Technology Fund	\$ (750,000)
9	Reserve for Job Development Investment Grants (JDIG)	(6,500,000)
10	Judicial Retirement System Contribution	100,000
11	Continuation/Justification Review Reserve	(35,576,758)
12	Compensation and Performance Pay Reserve	(121,105,840)
13	Reserve for Compensation Increases and Personnel Flexibility	159,984,426
14	Disability Income Plan Rate Reduction	(8,688,000)
15	One North Carolina Fund	9,000,000
16	Reserve for VIPER	10,000,000
17		
18	Debt Service	
19	General Debt Service	(52,904,635)
20		
21	<b>TOTAL CURRENT OPERATIONS – GENERAL FUND \$</b>	<b><del>237,413,109</del> <u>240,413,109</u>"</b>
22		
23	<b>SECTION 1.1A.(a)</b> Section 2.2(a) of S.L. 2012-142 reads as rewritten:	
24	<b>"GENERAL FUND AVAILABILITY STATEMENT</b>	
25	<b>"SECTION 2.2.(a)</b> Section 2.2(a) of S.L. 2011-145, as amended by Section 2(b) of S.L.	
26	2011-391 and Section 5(a) of S.L. 2011-395, is repealed. The General Fund availability used in	
27	adjusting the 2012-2013 budget is shown below:	
28		
29		<b>FY 2012-2013</b>
30	Unappropriated Balance Remaining	\$ 41,232,325
31	Anticipated Overcollections from FY 2011-2012	232,500,000
32	Anticipated Reversions for FY 2011-2012	<del>205,500,000</del> <u>206,873,330</u>
33	Net Supplemental Medicaid Appropriation (S.L. 2012-2)	(154,000,000)
34	Less Earmarkings of Year-End Fund Balance	
35	Savings Reserve Account	(123,170,924)
36	Repairs and Renovations Reserve Account	(23,170,924)
37	<b>Beginning Unreserved Fund Balance</b>	<b>\$</b>
38	<b><del>178,890,477</del> <u>180,263,807</u></b>	
39		
40	<b>Revenue Based on Existing Tax Structure</b>	<b>18,931,200,000</b>
41		
42	<b>Nontax Revenue</b>	
43	Investment Income	21,600,000
44	Judicial Fees	258,700,000
45	Disproportionate Share	115,000,000
46	Insurance	73,700,000
47	Other Nontax Revenues	304,400,000
48	Highway Trust Fund Transfer	27,600,000
49	Highway Fund Transfer	212,280,000
50	<b>Total – Nontax Revenues</b>	<b>1,013,280,000</b>
51		

1	<b>Subtotal General Fund Availability</b>	<b><u>20,123,370,477</u></b>	<b><u>20,124,743,807</u></b>
2			
3	<b>Adjustments to Availability: 2012 Session</b>		
4	E-Commerce Reserve Cash Balance		2,470,642
5	One North Carolina Fund Cash Balance		45,000,000
6	Sale of State Assets Receipt		(25,000,000)
7	Information Technology Internal Service Fund Cash Balance		14,000,000
8	National Mortgage Settlement		9,610,000
9	Highway Fund Transfer – Technical Adjustment		8,000,000
10	Work Opportunity Tax Credit Extension (HB 1015 Reserve)		(800,000)
11	Tax Deduction for Educational Supplies (HB 1015 Reserve)		(1,800,000)
12	Sales Tax Refund Application for		
13	Passenger Air Carriers (HB 1015 Reserve)		(3,150,000)
14	Insurance Regulatory Fund		166,613
15	Teaching Fellows Trust Fund Cash Balance		3,265,000
16	Diversion of Golden L.E.A.F. Funds	3,750,000	<u>6,750,000</u>
17	<b>Charitable Licensing Receipts 979,752</b>		
18			
19	<b>Subtotal Adjustments to Availability:</b>		<b><u>56,492,007</u></b>
20			
21	<b>Revised Total General Fund Availability</b>	<b><u>20,179,862,484</u></b>	<b><u>20,184,235,814</u></b>
22	<b>Less General Fund Appropriations</b>	<b><u>20,179,862,484</u></b>	<b><u>20,184,235,814</u></b>
23			

24       **Balance Remaining** **0"**

25           **SECTION 1.1A.(b).** Section 2.2(e) of S.L. 2011-145, as amended by Section  
 26 2.2(h) of S.L. 2012-142, reads as rewritten:

27       **"SECTION 2.2.(e)** Of the 2011-2012 and the 2012-2013 annual installment payments to  
 28 the North Carolina State Specific Account that would have been transferred to The Golden  
 29 L.E.A.F. (Long-Term Economic Advancement Foundation), Inc., pursuant to Section 2(b) of  
 30 S.L. 1999-2, seventeen million five hundred sixty-three thousand seven hundred sixty dollars  
 31 (\$17,563,760) for the 2011-2012 fiscal year and ~~twenty one million five hundred sixty three~~  
 32 ~~thousand seven hundred sixty dollars (\$21,563,760)~~ twenty-four million three hundred thirteen  
 33 thousand seven hundred sixty dollars (\$24,313,760) for the 2012-2013 fiscal year is transferred  
 34 to the General Fund."

35           **SECTION 1.2.** S.L. 2012-142 is amended by adding a new section to read:

36       **"EXEMPTIONS FROM MANAGEMENT FLEXIBILITY REDUCTIONS**

37       **"SECTION 6.15.** Notwithstanding the provisions of Section 6.14 of this act and  
 38 G.S. 143C-6-4, and unless otherwise specifically directed in this act or in S.L. 2011-145,  
 39 additional funds appropriated for the 2012-2013 fiscal year to State agencies as defined by  
 40 G.S. 143C-1-1(d)(24) shall not be used to offset management flexibility adjustments enacted in  
 41 this act or in S.L. 2011-145."

42

43       **LOTTERY FUNDS**

44           **SECTION 1.3** Section 5.3(d) of S.L. 2012-142 reads as rewritten:

45       **"SECTION 5.3.(d)** Notwithstanding G.S. 18C-164(f) or any other provision of law, excess  
 46 lottery receipts realized in the 2011-2012 fiscal year in the amount of ~~twenty five million five~~  
 47 ~~hundred eighty eight thousand three hundred seventy dollars (\$25,588,370)~~ thirty-two million  
 48 one hundred thirty-three thousand six hundred forty-one dollars (\$32,133,641) shall be  
 49 allocated for UNC Need-Based Financial Aid."

**PART II. EDUCATION**

**SECTION 2.1.** S.L. 2012-142 is amended by adding a new section to read:

**"AUTHORITY TO ESTABLISH POSITIONS TO ADMINISTER THE EXCELLENT PUBLIC SCHOOLS ACT**

**"SECTION 7A.12.** The Department of Public Instruction may establish 11 positions to administer the provisions of Section 7A.1 of this act."

**SECTION 2.2.** S.L. 2012-142 is amended by adding a new section to read:

**"FUNDING FOR BOWLES CENTER FOR ALCOHOL STUDIES**

**"SECTION 9.16.** G.S. 20-7(i1) reads as rewritten:

"(i1) Restoration Fee. – Any person whose drivers license has been revoked pursuant to the provisions of this Chapter, other than G.S. 20-17(a)(2) shall pay a restoration fee of fifty dollars (\$50.00). A person whose drivers license has been revoked under G.S. 20-17(a)(2) shall pay a restoration fee of one hundred dollars (\$100.00). The fee shall be paid to the Division prior to the issuance to such person of a new drivers license or the restoration of the drivers license. The restoration fee shall be paid to the Division in addition to any and all fees which may be provided by law. This restoration fee shall not be required from any licensee whose license was revoked or voluntarily surrendered for medical or health reasons whether or not a medical evaluation was conducted pursuant to this Chapter. The fifty-dollar (\$50.00) fee, and the first fifty dollars (\$50.00) of the one-hundred-dollar (\$100.00) fee, shall be deposited in the Highway Fund. Twenty-five dollars (\$25.00) of the one-hundred-dollar (\$100.00) fee shall be used to fund a statewide chemical alcohol testing program administered by the Forensic Tests for Alcohol Branch of the Chronic Disease and Injury Section of the Department of Health and Human Services. The remainder of the one-hundred-dollar (\$100.00) fee shall be deposited in the General Fund. The Office of State Budget and Management shall annually report to the General Assembly the amount of fees deposited in the General Fund and transferred to the Forensic Tests for Alcohol Branch of the Chronic Disease and Injury Section of the Department of Health and Human Services under this subsection.

~~It is the intent of the General Assembly to annually appropriate~~ Effective with the 2011-2012 fiscal year, from the funds deposited in the General Fund under this subsection the sum of five hundred thirty-seven thousand four hundred fifty-five dollars (\$537,455) shall be transferred annually to the Board of Governors of The University of North Carolina to be used for the operating expenses of the Bowles Center for Alcohol Studies at The University of North Carolina at Chapel Hill.""

**SECTION 2.3.** S.L. 2012-142 is amended by adding a new section to read:

**"FUNDING FOR UNC MEDICAL SCHOOL**

**"SECTION 9.17.(a)** Notwithstanding any provision of law to the contrary, of the funds appropriated by this act for the 2012-2013 fiscal year to the Board of Governors of The University of North Carolina the sum of forty-four million eleven thousand eight hundred eighty-two dollars (\$44,011,882) in recurring funds, the recurring reduction of those funds in the amount of three million dollars (\$3,000,000), and the nonrecurring reduction of those funds in the amount of twenty-six million eleven thousand eight hundred eighty-two dollars (\$26,011,882) shall be transferred from the UNC Hospitals Budget Code 16095 to the UNC School of Medicine Budget Code 16021 and shall be used for medical education. The transfer of the appropriation of the sum of forty-four million eleven thousand eight hundred eighty-two dollars (\$44,011,882) in recurring funds and the transfer of the recurring reduction of those funds in the amount of three million dollars (\$3,000,000) shall be a permanent transfer of appropriation and reduction in funds from the UNC Hospitals Budget Code 16095 to the UNC School of Medicine Budget Code 16021 that shall be reflected in those budget codes for the 2012-2013 fiscal year and in the continuation budgets for those budget codes for each subsequent fiscal year."

1           **SECTION 2.4.(a)** Section 7.21(a) of S.L. 2011-145, as amended by Section 7.18 of  
2 S.L. 2012-142, reads as rewritten:

3           "**SECTION 7.21.(a)** For fiscal ~~years 2011-2012 and year~~ 2012-2013, the State Board of  
4 Education is authorized to extend its emergency rules, in accordance with G.S. 150B-21.1A,  
5 granting maximum flexibility to local school administrative units regarding the expenditure of  
6 State funds. These rules shall not be subject to the limitations on transfers of funds between  
7 funding allotment categories set out in G.S. 115C-105.25. However, these rules shall not permit  
8 the following transfers:

9           (1) The transfer of funds into central office administration.

10           (2) The transfer of funds from the classroom teachers allotment to any allotment  
11 other than teacher assistants allotment.

12           (3) The transfer of funds from the teacher assistants allotment to any allotment  
13 other than the classroom teachers allotment.

14           For funds related to classroom teacher positions, the salary transferred shall be based on the  
15 ~~first step of step corresponding to six years of experience on~~ the "A" Teachers salary schedule.

16           **SECTION 2.4.(a1)** Section 7.18(b) of S.L. 2012-142 reads as rewritten:

17           "**SECTION 7.18.(b)** Local school administrative units may transfer funds for certified  
18 instructional support personnel for any purpose not otherwise prohibited by the State Board of  
19 Education's ABC transfer policy by submitting an ABC Transfer Form to the Department of  
20 Public Instruction. For funds related to certified instructional support personnel positions, the  
21 salary transferred shall be based on the ~~first step of step corresponding to six years of~~  
22 experience on the "A" Teachers salary schedule. No local school administrative unit shall  
23 convert certified position allotments to dollars in order to hire the same type of position."

24           **SECTION 2.4.(b)** This section applies to the 2012-2013 fiscal year only. For  
25 subsequent fiscal years, it is the intent of the General Assembly to require that all transfers of  
26 teacher and instructional support personnel positions be based on step 0 of the "A" Teachers  
27 salary schedule.

28           **SECTION 2.5.** S.L. 2012-142 is amended by adding a new section to read:

29           "**SCHOOL CALENDAR**

30           "**SECTION 7A.11.(a)** G.S. 115C-84.2 reads as rewritten:

31           "**§ 115C-84.2. School calendar.**

32           (a) School Calendar. – Each local board of education shall adopt a school calendar  
33 consisting of 215 days all of which shall fall within the fiscal year. A school calendar shall  
34 include the following:

35           (1) A minimum of 185 days ~~and or~~ 1,025 hours of instruction covering at least  
36 nine calendar months. The local board shall designate when the ~~185~~  
37 instructional days shall occur. The number of instructional hours in an  
38 instructional day may vary according to local board policy and does not have  
39 to be uniform among the schools in the administrative unit. Local boards  
40 may approve school improvement plans that include days with varying  
41 amounts of instructional time. If school is closed early due to inclement  
42 weather, the day and the scheduled amount of instructional hours may count  
43 towards the required minimum to the extent allowed by State Board policy.  
44 The school calendar shall include a plan for making up days and  
45 instructional hours missed when schools are not opened due to inclement  
46 weather.

47           ...

48           ~~If the State Board of Education finds that it will enhance student performance to do so, the~~  
49 ~~State Board may grant a local board of education a waiver to use up to five of the instructional~~  
50 ~~days required by subdivision (1) of this subsection as teacher workdays. For each instructional~~  
51 ~~day waived, the State Board shall waive an equivalent number of instructional hours.~~

1 Local boards and individual schools are encouraged to use the calendar flexibility in order  
2 to meet the annual performance standards set by the State Board. Local boards of education  
3 shall consult with parents and the employed public school personnel in the development of the  
4 school calendar.

5 Local boards shall designate at least two days scheduled under subdivision (5) of this  
6 subsection as days on which teachers may take accumulated vacation leave. Local boards may  
7 designate the remaining days scheduled in subdivision (5) of this subsection as days on which  
8 teachers may take accumulated vacation leave, but local boards shall give teachers at least 14  
9 calendar days' notice before requiring a teacher to work instead of taking vacation leave on any  
10 of these days. A teacher may elect to waive this notice requirement for one or more of these  
11 days.

12 ...  
13 (d) Opening and Closing Dates. – Local boards of education shall determine the dates  
14 of opening and closing the public schools under subdivision (a)(1) of this section. Except for  
15 year-round schools, the opening date for students shall ~~not be before August 25, be no earlier~~  
16 than the Monday closest to August 26, and the closing date for students shall ~~not be after June~~  
17 10, be no later than the Friday closest to June 11. On a showing of good cause, the State Board  
18 of Education may waive ~~this requirement~~ the requirement that the opening date for students be  
19 no earlier than the Monday closest to August 26 and may allow the local board of education to  
20 set an opening date no earlier than the Monday closest to August 19, to the extent that school  
21 calendars are able to provide sufficient days to accommodate anticipated makeup days due to  
22 school closings. A local board may revise the scheduled closing date if necessary in order to  
23 comply with the minimum requirements for instructional days or instructional time. For  
24 purposes of this subsection, the term "good cause" means ~~either that that schools in any local~~  
25 school administrative unit in a county have been closed eight days per year during any four of  
26 the last 10 years because of severe weather conditions, energy shortages, power failures, or  
27 other emergency situations.

28 (1) ~~Schools in any local school administrative unit in a county have been closed~~  
29 ~~eight days per year during any four of the last 10 years because of severe~~  
30 ~~weather conditions, energy shortages, power failures, or other emergency~~  
31 ~~situations; or~~

32 (2) ~~Schools in any local school administrative unit in a county have been closed~~  
33 ~~for all or part of eight days per year during any four of the last 10 years~~  
34 ~~because of severe weather conditions. For purposes of this subdivision, a~~  
35 ~~school shall be deemed to be closed for part of a day if it is closed for two or~~  
36 ~~more hours.~~

37 ~~The State Board also may waive this requirement for an educational purpose. The term~~  
38 ~~"educational purpose" means a local school administrative unit establishes a need to adopt a~~  
39 ~~different calendar for (i) a specific school to accommodate a special program offered generally~~  
40 ~~to the student body of that school, (ii) a school that primarily serves a special population of~~  
41 ~~students, or (iii) a defined program within a school. The State Board may grant the waiver for~~  
42 ~~an educational purpose for that specific school or defined program to the extent that the State~~  
43 ~~Board finds that the educational purpose is reasonable, the accommodation is necessary to~~  
44 ~~accomplish the educational purpose, and the request is not an attempt to circumvent the~~  
45 ~~opening and closing dates set forth in this subsection. The waiver requests for educational~~  
46 ~~purposes shall not be used to accommodate system wide class scheduling preferences.~~

47 The required opening and closing dates under this subsection shall not apply to any school  
48 that a local board designated as having a modified calendar for the 2003-2004 school year or to  
49 any school that was part of a planned program in the 2003-2004 school year for a system of  
50 modified calendar schools, so long as the school operates under a modified calendar.

51 ...."



1 "SECTION 7A.11.(b) G.S. 115C-238.29F(d)(1) reads as rewritten:

2 "(1) The school shall provide instruction each year for at least 185 ~~days~~days or  
3 1,025 hours over nine calendar months. ~~If the State Board of Education finds~~  
4 ~~that it will enhance student performance to do so, the State Board may grant~~  
5 ~~a charter school a waiver to use up to five of these instructional days as~~  
6 ~~teacher workdays."~~

7 "SECTION 7A.11.(c) G.S. 115C-238.53(d) reads as rewritten:

8 "(d) A program approved under this Part shall provide instruction each school year for at  
9 least ~~180 days~~185 days or 1,025 instructional hours during nine calendar months, shall comply  
10 with laws and policies relating to the education of students with disabilities, and shall comply  
11 with Article 27 of this Chapter. The requirements of G.S. 115C-84.2 shall not apply to the  
12 school calendar of a program approved under this Part."

13 "SECTION 7A.11.(d) G.S. 115C-238.66(1)d. reads as rewritten:

14 "d. The board of directors shall adopt a school calendar consisting of a  
15 minimum of 185 days or 1,025 hours of instruction covering at least  
16 nine calendar months."

17 "SECTION 7A.11.(e) Notwithstanding the calendar requirements of G.S. 115C-84.2, a  
18 local board of education may adopt a calendar consisting of a minimum of 185 days or 1,025  
19 hours of instruction covering at least nine calendar months for certain schools within the local  
20 school administrative unit that meet all of the following requirements:

- 21 (1) Are located in a local school administrative unit that borders another state  
22 and serves a minimum of 135,000 students.
- 23 (2) Participate in a public-private partnership with private monetary investment  
24 in the school and local school administrative unit for the purpose of  
25 eliminating the educational gap and ensuring that all students graduate from  
26 high school prepared to succeed in college and life through a program that  
27 requires excellent principals and effective teachers, extended learning time  
28 opportunities, access to and effective use of technology, and community  
29 support through engaged parents, motivated mentors, and community  
30 connections.
- 31 (3) Belong to a feeder pattern that also participate in the same public-private  
32 partnership and includes not more than nine schools.

33 State funding shall not be used by the local board of education to fund any instructional  
34 days in excess of 185 included in a school calendar adopted as provided in this section. Local  
35 and private funds may be used to fund additional instructional days in the school calendar. The  
36 requirements of G.S. 115C-84.2 shall not apply to a school calendar approved as provided in  
37 this section.

38 "SECTION 7A.11.(f) This section is effective when it becomes law and applies beginning  
39 with the 2013-2014 school year."  
40

### 41 PART III. HEALTH AND HUMAN SERVICES

42 SECTION 3.1.(a) The portion of Section 10.25(a) of S.L. 2012-142 setting forth  
43 the allocation for County Departments of Social Services for Local Program Expenditures,  
44 Divisions of Social Services and Aging and Adult Services, under the Social Services Block  
45 Grant reads as rewritten:

46 "SECTION 10.25.(a) Appropriations from federal block grant funds are made for the  
47 fiscal year ending June 30, 2013, according to the following schedule:

48 ...

#### 49 SOCIAL SERVICES BLOCK GRANT

50  
51 Local Program Expenditures

1  
2 Divisions of Social Services and Aging and Adult Services

3  
4 01. County Departments of Social Services \$ ~~32,249,206~~ \$30,452,068  
5 (Transfer from TANF \$4,148,001)

6 ...."

7 **SECTION 3.1.(b)** The portion of Section 10.25(a) of S.L. 2012-142 setting forth  
8 the allocation for Children's Health Services for Local Program Expenditures, Division of  
9 Public Health, under the Maternal and Child Health Block Grant reads as rewritten:

10 **"SECTION 10.25.(a)** Appropriations from federal block grant funds are made for the  
11 fiscal year ending June 30, 2013, according to the following schedule:

12 ...

13 **MATERNAL AND CHILD HEALTH BLOCK GRANT**

14  
15 Local Program Expenditures

16  
17 Division of Public Health

18  
19 01. Children's Health Services \$ ~~8,487,547~~ \$ 8,569,465

20 ...."

21 **SECTION 3.1.(c)** The portion of Section 10.25(a) of S.L. 2012-142 setting forth  
22 the allocation for HIV/STD Prevention and Community Planning for Local Program  
23 Expenditures, Division of Public Health, under the Preventive Health Services Block Grant  
24 reads as rewritten:

25 **"SECTION 10.25.(a)** Appropriations from federal block grant funds are made for the  
26 fiscal year ending June 30, 2013, according to the following schedule:

27 ...

28 **PREVENTIVE HEALTH SERVICES BLOCK GRANT**

29  
30 Local Program Expenditures

31  
32 Division of Public Health

33  
34 01. HIV/STD Prevention and Community Planning  
35 (~~Transfer from Social Services Block Grant~~) 180,470

36 ...."

37 **SECTION 3.1.(d)** Section 10.25(l) of S.L. 2012-142 reads as rewritten:

38 **"SECTION 10.25.(l)** The sum of ~~thirty two million two hundred forty nine thousand two~~  
39 ~~hundred six dollars (\$32,249,206)~~ thirty million four hundred fifty-two thousand sixty-eight  
40 dollars (\$30,452,068) appropriated in this section in the Social Services Block Grant to the  
41 Department of Health and Human Services, Division of Social Services, for the 2012-2013  
42 fiscal year shall be used for County Block Grants. The Division shall certify these funds in the  
43 appropriate State-level services based on prior year actual expenditures. The Division has the  
44 authority to realign the authorized budget for these funds among the State-level services based  
45 on current year actual expenditures."

46 **SECTION 3.1.(e)** Section 10.25 of S.L. 2012-142 is amended by adding a new  
47 subsection to read:

48 **"SECTION 10.25.(r1)** The sum of two million seven hundred twenty-eight thousand  
49 dollars (\$2,728,000) appropriated in this section in the Social Services Block Grant for the  
50 2012-2013 fiscal year to the Department of Health and Human Services, Division of Public

1 Health, shall be used for tobacco cessation and prevention. These funds are exempt from the  
2 provisions of 10A NCAC 71R .0201(3)."

3 **SECTION 3.3.** Section 10.9A of S.L. 2012-142 reads as rewritten:

4 "**SECTION 10.9A.(a)** ~~The State Auditor shall conduct a performance audit of the North~~  
5 ~~Carolina Medicaid Program and the Division of Medical Assistance operated within the~~  
6 ~~Department of Health and Human Services. The audit shall examine the program's~~  
7 ~~effectiveness; results of the program; the utilization of outside vendor contracts, including the~~  
8 ~~number, cost, and duration of such contracts; fiscal controls and Medicaid forecasting; and~~  
9 ~~compliance with requirements of the Centers for Medicare and Medicaid Services and the~~  
10 ~~requirements of State law audit the Department of Health and Human Services, Division of~~  
11 ~~Medical Assistance, and the State Medicaid Program operated within the Department. The~~  
12 ~~audit shall include the State Auditor's examination of at least all of the following:~~

- 13 (1) The administrative functions and responsibilities of permanent Division  
14 staff.
- 15 (2) The administrative functions that are performed either partially or entirely  
16 through contracts, cooperative agreements, Memorandums of Understanding  
17 (MOUs) with external entities, such as independent contractors, private  
18 vendors, universities, county governments, and other State or federal  
19 agencies. To identify these administrative functions, the State Auditor shall  
20 develop an inventory of all administrative contracts for purchased services,  
21 including a brief description of the scope of work, cost, and the period of  
22 performance for each contract.
- 23 (3) The amount of funds, staff, and other resources dedicated to the performance  
24 of each administrative function of the Division.
- 25 (4) The timeliness and compliance with State and federal mandates when  
26 carrying out the functions of the Division, including all of the following:
  - 27 a. The production of accurate, multiyear projections of Medicaid  
28 recipient participation, consumption of services, and costs.
  - 29 b. The oversight of the Medicaid program to ensure that program  
30 participation by Medicaid eligible recipients, consumption of  
31 services, and expenditures are within the budget authorized by the  
32 General Assembly for each fiscal year, including early detection of  
33 expenditure trends that indicate potential budget shortfalls.
  - 34 c. The timeliness of preparing and submitting Medicaid State Plan  
35 amendments to obtain approval from the Centers for Medicare and  
36 Medicaid Services to comply with State and federal laws and  
37 regulations.
  - 38 d. The collection, distribution, and maintenance of statistical data and  
39 other information on the Medicaid eligible population, eligible  
40 recipient participation, consumption of services, Medicaid patient  
41 health outcomes, provider participation and related issues, and costs.
  - 42 e. The timeliness of distribution and the presentation of complete and  
43 accurate information with supportive documentation to the Secretary  
44 of the Department of Health and Human Services, the Governor's  
45 Office, and the General Assembly regarding funding needs and  
46 policy issues.

47 "**SECTION 10.9A.(b)** ~~The State Auditor shall give a preliminary report on the~~  
48 ~~performance~~ audit required by this section to the Joint Legislative Commission on  
49 Governmental Operations and to the Fiscal Research Division by November 1, 2012, and shall  
50 complete the ~~performance~~ audit by February 1, 2013.

1 "SECTION 10.9A.(c) Of the funds appropriated to the Department of Health and Human  
2 Services, Division of Medical Assistance, from the General Fund for the 2012-2013 fiscal year  
3 to fund contracts, the Department shall transfer to the North Carolina Office of the State  
4 Auditor the amount of funds necessary to complete the ~~performance~~ audit required by this  
5 section."

6 SECTION 3.4. Section 10.11(a) of S.L. 2012-142 is amended by adding a new  
7 subdivision to read:

8 "(4) The impact of implementing the 1915(b)/(c) Medicaid waiver and other  
9 mental health system reforms on public guardianship services, including at  
10 least all of the following:

11 a. Guardianship roles, responsibilities, and procedures.

12 b. The effect on existing relationships between guardians and wards.

13 c. Recommended legislation to support the transition of public  
14 guardianship services from the Division of Mental Health,  
15 Developmental Disabilities, and Substance Abuse Services within the  
16 Department of Health and Human Services to county departments of  
17 social services."

18 SECTION 3.5. Section 10.9E(a) of S.L. 2012-142 reads as rewritten:

19 "SECTION 10.9E.(a) ~~The~~ By September 15, 2012, the Department of Health and Human  
20 Services, Division of Medical Assistance, shall develop and submit to the Centers for Medicare  
21 and Medicaid Services an application for a home- and community-based services program  
22 under Medicaid State Plan 1915(i) authority for ~~elderly~~ individuals who (i) are typically served  
23 in special care and memory care units that meet the criteria of the State-County Special  
24 Assistance Program and (ii) have been diagnosed with a ~~progressive~~, degenerative, irreversible  
25 disease that attacks the brain and results in impaired memory, thinking, and behavior. The  
26 home- and community-based services program developed by the Department pursuant to this  
27 section shall focus on providing these ~~elderly~~ individuals with personal care services necessary  
28 to ameliorate the effects of gradual memory loss, impaired judgment, disorientation, personality  
29 change, difficulty in learning, and loss of language skills."

30 SECTION 3.6. Section 10.23A.(f) of S.L. 2012-142 reads as rewritten:

31 "SECTION 10.23A.(f) Of the amount appropriated to the Fund established in subsection  
32 (d) of this section, the sum of thirty-nine million seven hundred thousand dollars (\$39,700,000)  
33 is designated for implementation of the State's plan to provide temporary, short-term assistance  
34 only to adult care homes as they transition into the State's Transitions to Community Living  
35 Initiative. These funds shall be used only for this purpose. The General Assembly recognizes  
36 that while transformation of the system is being undertaken, adult care homes provide stable  
37 and safe housing and care to many of North Carolina's frail and elderly population, and it is  
38 necessary during this time of transition and transformation of the statewide system that the  
39 industry remain able to provide such care.

40 ~~Upon~~ Following completion of an independent assessment process, as outlined in Section  
41 10.9F(d) of this act, by December 31, 2012, and upon certification by the Department of Health  
42 and Human Services, in consultation with a local adult care home resident discharge team, as  
43 defined in G.S. 131D-2.1(3a), that a resident (i) who is no longer eligible to receive Medicaid  
44 reimbursable assistance and assistance, (ii) for whom a community placement has not yet been  
45 arranged ~~arranged~~, and (iii) who cannot be safely and timely discharged into the community,  
46 the Department may make a monthly payment to the adult care home to support the facility's  
47 continuing provision of services to the resident. The Department may make the monthly  
48 payment from the thirty-nine million seven hundred thousand dollars (\$39,700,000) designated  
49 for implementation of the State's plan under this subsection. The monthly payment provided by  
50 the Department to an adult care home pursuant to this subsection shall not exceed six hundred  
51 ninety-four dollars (\$694) per month per resident for a period not to exceed three months for

1 each resident. At the expiration of this three-month period, the monthly payment shall be  
2 reduced by twenty-five percent (25%) and shall not exceed five hundred twenty dollars and  
3 fifty cents (\$520.50) per month per resident. Upon implementation of the home-and  
4 community-based services program for ~~elderly~~-individuals typically served in special care or  
5 memory care units, to be developed by the Department under Medicaid State Plan 1915(i)  
6 authority pursuant to Section 10.9E of this act, the Department shall terminate all monthly  
7 payments pursuant to this subsection for continuing services provided to residents of special  
8 care or memory care units. The Department shall terminate all monthly payments pursuant to  
9 this subsection on June 30, 2013. Notwithstanding any other provision of this subsection, the  
10 Department is prohibited from making any monthly payments under this subsection to an adult  
11 care home for services provided to any resident during the pendency of an appeal by or on  
12 behalf of the resident under G.S. 108A-70.9A.

13 The Department of Health and Human Services shall administer these funds but may, as  
14 needed, contract with a vendor for administration."

15 **SECTION 3.7.** Section 10.9F(g) of S.L. 2012-142 reads as rewritten:

16 "**SECTION 10.9F.(g)** ~~Subsections (e) and (d)~~Subsection (c) of this section ~~become~~  
17 becomes effective January 1, 2013."

#### 18 **PART IV. NATURAL AND ECONOMIC RESOURCES**

19 **SECTION 4.1.** Notwithstanding any provision of S.L. 2012-142 to the contrary,  
20 the sum of two hundred eighty-two thousand four hundred twelve dollars (\$282,412) in  
21 recurring funds shall be transferred from the Department of Environment and Natural  
22 Resources to the Department of Health and Human Services to support Division of  
23 Environmental Health operations associated with the Department of Environment and Natural  
24 Resources' Regional Offices.

25 **SECTION 4.2.** Notwithstanding any provision of S.L. 2012-142 to the contrary,  
26 8.75 full-time equivalents shall be transferred from the Department of Environment and Natural  
27 Resources to the Department of Agriculture and Consumer Services for the restoration of  
28 Division of Soil and Water Conservation employees associated with Department of  
29 Environment and Natural Resources' Regional Offices.

30 **SECTION 4.3.** S.L. 2012-142 reads is amended by adding a new section to read:

#### 31 **"SOIL AND WATER CONSERVATION CLARIFICATIONS**

32 **"SECTION 11.6.(a)** Of the funds appropriated in this act to the Soil and Water  
33 Conservation Division of the Department of Agriculture and Community Services for the  
34 Conservation Reserve Enhancement Program, the recurring sum of two hundred seventy-five  
35 thousand dollars (\$275,000) designated for the Roanoke and Pasquotank River basins and for  
36 the implementation of amended Conservation Reserve Enhancement Program agreements in  
37 the Neuse, Tar-Pamlico, Chowan, and Jordan Lake basins may be used for operation and  
38 implementation of the Conservation Reserve Enhancement Program in any of the State's river  
39 basins eligible for the Conservation Reserve Enhancement Program.

40 **"SECTION 11.6.(b)** G.S. 139-4 reads as rewritten:

#### 41 **"§ 139-4. Powers and duties of Soil and Water Conservation Commission generally.**

42 ...

43 (d) In addition to the duties and powers hereinafter conferred upon the Soil and Water  
44 Conservation Commission, it shall have the following duties and powers:

45 ...

- 46 (12) To develop and approve best management practices for the Agriculture Cost  
47 Share Program for Nonpoint Source Pollution Control and for use in ~~the~~  
48 water quality protection and water use efficiency, availability, and storage  
49 programs of the Department of Environment and Natural Resources and to  
50

1 adopt rules that establish criteria governing approval of these best  
2 management practices.

3 ...."

4 **"SECTION 11.6.(c)** Section 3.3 of S.L. 1999-329, as amended by Section 6 of S.L.  
5 2001-254, Section 1.2 of S.L. 2002-176, Section 6.2 of S.L. 2003-340, and Section 12.7(b) of  
6 S.L. 2005-276, reads as rewritten:

7 **"SECTION 3.3.** The Department of ~~Environment and Natural Resources, Agriculture and~~  
8 ~~Consumer Services,~~ in consultation with both the Division of Water Quality of the Department  
9 of Environment and Natural Resources and the Division of Soil and Water Conservation, shall  
10 submit semiannual interim reports no later than 15 April and 15 October of each year beginning  
11 15 October 1999 to the Environmental Review Commission, the Fiscal Research Division, and  
12 the Appropriations Subcommittees on Natural and Economic Resources in both the Senate and  
13 the House of Representatives. These reports shall indicate whether the pilot program has  
14 increased the effectiveness of the annual inspections program or the response to complaints and  
15 reported problems, specifically whether the pilot program had resulted in identifying violations  
16 earlier, taking corrective actions earlier, increasing compliance with the animal waste  
17 management plans and permit conditions, improving the time to respond to discharges,  
18 complaints, and reported problems, improving communications between farmers and  
19 Department employees, and any other consequences deemed pertinent by the Department.  
20 These reports shall also compare the costs of conducting operations reviews and inspections  
21 under the pilot program with the costs of conducting operations reviews and inspections  
22 pursuant to G.S. 143-215.10D and G.S. 143-215.10F and the resources that would be required  
23 to expand the pilot program to all counties.""

24 **SECTION 4.4.** S.L. 2012-142 is amended by adding a new section to read:

25 **"CLARIFY USE OF FUNDS FROM NATURAL HERITAGE TRUST FUND**

26 **"SECTION 12.10.** G.S. 113-77.9(c) reads as rewritten:

27 "(c) Other Purposes. – The Trustees may authorize expenditures from the Fund to pay  
28 for the inventory of natural areas conducted under the Natural Heritage Program established  
29 pursuant to the Nature Preserves Act, Article 9A of Chapter 113A of the General Statutes. The  
30 Trustees may also authorize expenditures from the Fund to pay for conservation and protection  
31 planning and for informational programs for owners of natural areas, as defined in  
32 G.S. 113A-164.3. The Trustees shall authorize expenditures from the Fund not to exceed  
33 seventy-five thousand dollars (\$75,000) to pay the cost of the Department of Agriculture and  
34 Consumer Services to administer the Plant Conservation Program. The Trustees shall authorize  
35 expenditures from the Fund not to exceed three hundred twenty-five thousand dollars  
36 (\$325,000) to pay the cost of supporting staff in the Office of Conservation Planning and  
37 Community Affairs of the Department of Environment and Natural ~~Resources.~~Resources for  
38 activities in addition to those conducted in support of the purposes set forth in this section."

39 **SECTION 4.5.** Section 13.9A of S.L. 2012-142 is amended by adding a new  
40 subsection to read:

41 **"SECTION 13.9A.(c)** The Department of Commerce shall transfer to the Department of  
42 Agriculture and Consumer Services position 60080945. This position shall be supported from  
43 funds appropriated for the 2012-2013 fiscal year in this act to the Department of Agriculture  
44 and Consumer Services for the North Carolina Wine and Grape Growers Council on a  
45 nonrecurring basis."

46 **SECTION 4.6.** Section 13.12A of S.L. 2012-142 is repealed.

47 **SECTION 4.7.** S.L. 2012-142 is amended by adding a new section to read as  
48 follows:

49 **"BIOFUELS CENTER OF NORTH CAROLINA/TVA FUNDS**

50 **"SECTION 13.12A1.** Subsections (a) and (b) of Section 14.14 of S.L. 2011-145 are  
51 repealed."

1           **SECTION 4.8.** S.L. 2012-142 is amended by adding the following new section to  
2 read:

3 **"REGIONAL ECONOMIC DEVELOPMENT COMMISSIONS FUNDING**

4           **SECTION 13.16.** Of the funds appropriated in this act, an additional sum of one million  
5 dollars (\$1,000,000) for the 2012-2013 fiscal year in nonrecurring funds shall be allocated to  
6 the Regional Economic Development Commissions."

7           **SECTION 4.9.** S.L. 2012-142 is amended by adding the following new section to  
8 read:

9 **"RURAL ECONOMIC DEVELOPMENT CENTER FLEXIBILITY**

10          **SECTION 13.13B.(a)** Sections 13.13, 13.13A, and 13.14A of House Bill 950, 2012  
11 Regular Session, are repealed.

12          **SECTION 13.13B.(b)** Notwithstanding Sections 14.16, 14.17, and 14.18 of S.L.  
13 2011-145, an additional sum of two million dollars (\$2,000,000) for the 2012-2013 fiscal year  
14 in nonrecurring funds shall be allocated to the Rural Economic Development Center. The  
15 Center shall determine which reductions are needed to achieve the reductions required by this  
16 act for the 2012-2013 fiscal year."

17  
18 **PART V. GENERAL GOVERNMENT**

19          **SECTION 5.1.** S.L. 2012-142 is amended by adding a new Part to read:

20 **"PART XVIA. DEPARTMENT OF ADMINISTRATION**

21  
22 **"NORTH CAROLINA STERILIZATION VICTIMS FOUNDATION FUNDING**

23          **"SECTION 16A.1.** Of the funds appropriated to the Department of Administration, up to  
24 the sum of one hundred twenty-eight thousand six hundred eighteen dollars (\$128,618) for the  
25 2012-2013 fiscal year shall be used for the continued operation of the North Carolina  
26 Sterilization Victims Foundation on a nonrecurring basis."

27  
28 **PART VI. TRANSPORTATION**

29          **SECTION 6.1.** S.L. 2012-142 is amended by adding a new section to read:

30 **"DEPARTMENT OF TRANSPORTATION RELOCATION OF MUNICIPAL**  
31 **UTILITIES**

32          **"SECTION 24.22.** Article 2 of Chapter 136 of the General Statutes is amended by adding a  
33 new section to read:

34 **"§ 136-27.3. Relocation of municipalities' utilities by Department; repayment by**  
35 **municipalities.**

36          When requiring municipalities to relocate utilities under its power granted in  
37 G.S. 136-18(10), the Department may enter into agreements with municipalities to provide that  
38 the necessary engineering and utility construction be accomplished by the Department on a  
39 reimbursement basis as follows:

40           (1) Reimbursement to the Department shall be due after completion of the work  
41 and within 60 days after date of invoice.

42           (2) Interest shall be paid on any unpaid balance due at a variable rate of the  
43 prime rate plus one percent (1%)."

44          **SECTION 6.2.** Section 24.18(b) of S.L. 2012-142 reads as rewritten:

45 ~~"SECTION 24.18.(b) The Department of Transportation shall disregard Executive Order~~  
46 ~~No. 116, or any other executive order pertaining to ferry tolls, and shall collect the tolls~~  
47 ~~required by S.L. 2011-145 and this section, except for the Cherry Branch/Minnesott Beach~~  
48 ~~route, for which the Department of Transportation shall not collect the increased tolls required~~  
49 ~~by S.L. 2011-145 during fiscal year 2012-2013. Notwithstanding the clarifying amendment to~~  
50 ~~G.S. 136-82 made by subsection (a) of this section and notwithstanding the increase in ferry~~  
51 ~~toll revenue required by S.L. 2011-145, the Department of Transportation, Ferry Division, shall~~

1 not collect the increased ferry tolls required by S.L. 2011-145 during fiscal year 2012-2013.  
 2 Notwithstanding any other provision of this act, the sum of two million dollars (\$2,000,000),  
 3 nonrecurring, is not appropriated to the Turnpike Authority to supplement and advance project  
 4 studies related to the Mid-Currituck Bridge project; instead, notwithstanding G.S. 136-176(b2)  
 5 or any other provision of law, the sum of two million dollars (\$2,000,000), nonrecurring, of the  
 6 funds appropriated to the Turnpike Authority under G.S. 136-176(b2) is transferred from the  
 7 Highway Trust Fund to the Highway Fund, and that sum is appropriated from the Highway  
 8 Fund to the Department of Transportation, Ferry Division, for fiscal year 2012-2013.  
 9 Notwithstanding any other provision of this act, the appropriation provided elsewhere in this  
 10 act for the Reserve for General Maintenance in the Highway Fund is decreased by the sum of  
 11 five hundred thousand dollars (\$500,000), nonrecurring, and that sum is appropriated to the  
 12 Department of Transportation, Ferry Division, for fiscal year 2012-2013. For fiscal year  
 13 2012-2013, the Department of Transportation, Ferry Division, shall collect the tolls as found in  
 14 19 NCAC 02D .0532 prior to the Department's March 2012 amendment to  
 15 19 NCAC 02D .0532. The Department of Transportation, Ferry Division, shall collect tolls  
 16 based on the March 2012 amendment to 19 NCAC 02D .0532 beginning on July 1, 2013."

## 18 **PART VI-A. CAPITAL APPROPRIATIONS**

19 **SECTION 6A.1.** Section 26.1 of S.L. 2012-142 reads as rewritten:

### 20 **"CAPITAL APPROPRIATIONS/GENERAL FUND**

21 **"SECTION 26.1.(a)** There is appropriated from the General Fund for the 2012-2013 fiscal  
 22 year the following amounts for capital improvements:

#### 24 **Capital Improvements – General Fund**

**2012-2013**

26 Department of Environment and Natural Resources

27 Water Resources Development Projects

\$ 5,000,000

29 Department of Public Safety

30 Greensboro Readiness Center Renovation and Expansion

\$1,373,330

#### 32 **TOTAL CAPITAL IMPROVEMENTS – GENERAL FUND**

**~~\$ 5,000,000~~\$6,373,330**

33 **"SECTION 26.1.(b)** The General Assembly authorizes the Department of Public Safety to  
 34 complete the Greensboro Readiness Center Renovation and Expansion capital improvement  
 35 project in accordance with this section. The funds appropriated for that project in subsection (a)  
 36 of this section shall be used as State matching funds for this project. The remainder of the  
 37 project costs shall be paid from federal matching funds. The total project cost shall not exceed  
 38 the sum of five million four hundred eighty-nine thousand eight hundred twenty dollars  
 39 (\$5,489,820)."

## 41 **PART VI-B. SALARIES AND BENEFITS**

42 **SECTION 6B.1.** S.L. 2012-142 is amended by adding a new subsection to read:

### 43 **"SPECIAL ANNUAL LEAVE BONUS**

44 **"SECTION 25.5.** Any person (i) who was on July 1, 2012 a full-time permanent employee  
 45 of the State, a community college institution, or a local board of education, or was under  
 46 contract on July 1, 2012 to be employed for the 2012-2013 school year in such a position, and  
 47 (ii) who is eligible to earn annual leave, shall have a one-time additional five days of annual  
 48 leave credited on July 1, 2012. The additional leave shall be accounted for separately from the  
 49 annual leave bonus provided by Section 28.3A of S.L. 2002-126, by Section 30.12B(a) of S.L.  
 50 2003-284, and by Section 29.14A of S.L. 2005-276, and must be used by June 30, 2013.  
 51 Annual leave bonus not used during FY 2012-2013 shall expire on June 30, 2013 and shall not



1 be paid in a lump sum upon termination of employment unless the person effects a retirement  
2 from a State-supported retirement system immediately upon termination of employment.  
3 Part-time permanent employees shall receive a pro rata amount of the five days."  
4

5 **PART VII. EFFECTIVE DATE**

6 **SECTION 7.1.** Except as otherwise provided, this act becomes effective July 1,  
7 2012.