

REQUEST TO DEVIATE UNDER G.S. 143C-6-4:**REVISED - October 4, 2013**

(b1) Prior consultation with Governmental Operations is required when the overexpenditure would cause a department's total requirements for a fund to exceed the department's certified budget for a fiscal year for that fund by more than three percent (3%) prior to authorizing the overexpenditures.

DEPARTMENT: Commerce
FISCAL YEAR: 2013-14
Date: October 4, 2013

Budget Code	Certified Requirements	3% Deviation Threshold	Amount of the Overexpenditure Request	Amount the Request Exceeds the Deviation Threshold
14600	\$ 112,816,170	\$ 3,384,485	\$ 85,170,722	\$ 81,786,237
	\$ -	\$ -	\$ -	\$ -
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	\$ -	\$ -	\$ -	\$ -
Fund Type Total	\$ 112,816,170	\$ 3,384,485	\$ 85,170,722	\$ 81,786,237

JUSTIFICATION FOR REQUEST:

The Department of Commerce requests to deviate due to the return of state funds for grants previously administered by the Rural Economic Development Center (REDC). This request is to amend the initial request for this purpose that was submitted to the Joint Legislative Commission on Governmental Operations on October 1, 2013.

The initial request submitted to the Committee on October 1, 2013 was as follows:

As of August 31, 2013 the balance remaining in state funded grants currently obligated that will be administered by the newly created Rural Economic Development Division housed in the Department of Commerce is \$75,063,025; funds for administration of the grant programs upon return to the state is \$3,753,151 (5% of grant obligations); total overexpenditure - \$78,816,176.

The revised request to deviate for this same purpose included in this request increases the amount of state funded grants currently obligated to be returned to the state by \$6,051,491 and increases the funds for administration of the grants programs upon return to the state by \$302,598.

The revised request submitted to the Committee on October 4, 2013 is as follows:

As of August 31, 2013 the balance remaining in state funded grants currently obligated that will be administered by the newly created Rural Economic Development Division housed in the Department of Commerce is \$81,114,973; funds for administration of the grant programs upon return to the state is \$4,055,749 (5% of grant obligations); total overexpenditure - \$85,170,722.

The rural economic development grants and initiatives provide rural communities with funds to spur business activities, create jobs and invest in North Carolina's rural communities. Projects include expansion or development of water, sewer, broadband, and natural gas; and the reuse and restoration of vacant buildings.

Instructions: REQUEST TO DEVIATE UNDER G.S. 143C-6-4

1. Department

Enter the department/agency name.

2. Fiscal Year

Enter the current fiscal year.

3. Date

Enter the current date.

4. Budget Revision #

Enter the budget revision number for the overexpenditure request from the IBIS system.

5. Budget Code

Enter all of the agency budget codes for the requested fund type only (general fund, special fund, etc.)

6. Certified Requirements

Enter the current certified requirements for the budget code as reflected on the BD 701 report.

7. 3% Deviation Threshold

This is calculated as 3% of the Certified Requirements. These figures will be calculated automatically for each budget code.

8. Amount of the Overexpenditure Request

Enter the amount of the overexpenditure request. This figure should represent the amount requested on the budget revision.

9. Amount Over Deviation Threshold

This is the total amount of the current request over the 3% Threshold. This figure will be calculated automatically. If the figure is not greater than zero, no consultation is required.

10. Submit the completed form to your Budget Analyst in the Office of State Budget and Management for consultation with the Joint Legislative Commission on Governmental Operations.