

NORTH CAROLINA
ADMINISTRATIVE OFFICE
of the COURTS

Office of the Director

Judge John W. Smith

Director

PO Box 2448, Raleigh, NC 27602

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February 1, 2010

The Honorable Marc Basnight
President Pro Tempore, North Carolina Senate
Co-Chair, Joint Legislative Commission on Governmental Operations

The Honorable Joe Hackney
Speaker, North Carolina House of Representatives
Co-Chair, Joint Legislative Commission on Governmental Operations

The Honorable Charles W. Albertson
The Honorable Charlie S. Dannelly
The Honorable Linda Garrou
The Honorable A.B. Swindell
Co-Chairs, Senate Appropriations/Base Budget Committee

The Honorable Henry M. Michaux, Jr., Senior Chairman
The Honorable Alma Adams
The Honorable Martha B. Alexander
The Honorable James W. Crawford, Jr.
The Honorable R. Phillip Haire
The Honorable Maggie Jeffus
The Honorable Joe P. Tolson
The Honorable Douglas Y. Yongue
Co-Chairs, House Appropriations Committee

The Honorable Eleanor Kinnaird
The Honorable John Snow
Co-Chairs, Senate Appropriations Subcommittee on Justice and Public Safety

The Honorable Alice L. Bordsen
The Honorable Jimmy L. Love, Sr.
Co-Chairs, House Appropriations Committee on Justice and Public Safety

Re: Court Information Technology Fund, G.S. 7A-343.2

Dear Senators and Representatives:

G.S. 7A-343.2 requires the Director of the North Carolina Administrative Office of the Courts (NCAOC) to report to you on a semi-annual basis regarding the Court Information Technology Fund (Fund). Specifically, the report must include "(1) the amounts credited in the preceding six months to the Fund; (2) amounts expended in

the preceding six months from the Fund and the purposes of the expenditures; and (3) proposed expenditures of the monies in the Fund.”

1. Amounts credited in the preceding six months to the fund — July 1, 2009, through December 31, 2009:

Amounts Credited -- Source	Amount (\$)
Remote public access – online access fees	\$1,724,498
Remote public access – extracts fees	95,146
Facilities fees for telephone system replacement and maintenance	1,569,985
Interest	23,902
Total	<u>\$3,413,531</u>

2. Amounts expended in the preceding six months from the Fund and the purposes of the expenditures — July 1, 2009, through December 31, 2009:

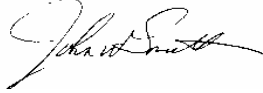
Expenditure	Purpose	Amount (\$)
Personnel	Augment staff to support ongoing programs and services	\$642,996
Purchased services	Provide services, including telephone services, required to ensure ongoing operations	1,451,603
Equipment and supplies	Replace obsolete computer equipment and software and purchase supplies	291,350
Total		<u>\$2,385,949</u>

3. Proposed expenditures of the monies in the Fund — January 1, 2010, through June 30, 2010.

Expenditure	Purpose	Amount (\$)
Personnel	Augment staff to support ongoing programs and services — 17 staff positions filled	\$655,866
Purchased services	Provide computer hardware and software maintenance and telephone services	\$1,401,489
Equipment	Replace obsolete computer equipment; purchase new computer hardware and software	\$1,517,044
Total		<u>\$3,574,399</u>

We respectfully submit this report to you. Please do not hesitate to contact Cliff Layman, NCAOC's Chief Information Officer, or me if we can provide you with any additional information regarding the Court Information Technology Fund.

Sincerely,

A handwritten signature in black ink, appearing to read "John W. Smith". The signature is fluid and cursive, with the first name "John" being the most prominent.

John W. Smith

cc: Sarah Fuerst, Bill Drafting Division
Denise Thomas, Fiscal Research Division
Gregg Stahl, NCAOC Senior Deputy Director
Rex Whaley, NCAOC Financial Services
Cliff Layman, NCAOC Chief Information Officer