



North Carolina
Community College System

State Capital Infrastructure
Fund (SCIF)
SL 2021-180

Presentation to the Joint Legislative
Oversight Committee on Capital
Improvements
April 20, 2022

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Presentation Agenda

- Overview of Legislation
- NCCCS SCIF
Community College Building Fund
- OSBM-administered
Community College SCIF Grants



SCIF Legislation

SL 2021-180 for NCCCS

- Sec. 40.1.(f) establishes the Community Colleges Building Fund as an interest-bearing capital project fund.
- Appropriates \$100 million in FY2021-22 and \$100 million in FY2022-23.
- Per Sec. 40.2, it is the intent of the General Assembly to fund an additional \$100 million in 2023-24 and \$100 million in 2024-25, for a total of \$400 million over this 4-year period.
- At the beginning of each fiscal year, OSBM shall transfer the amount appropriated for community college capital projects to this Fund.



SCIF Legislation

SL 2021-180 for NCCCS

- Supports new construction, repairs and renovations, technology infrastructure, and building security measures (must have 10+ year useful life) at community colleges.
- Facilities for centralized administration, trailers, and mobile classrooms are not eligible for funding.
- New construction projects in a development tier three area [county], as provided in the annual ranking by Department of Commerce for 2020, shall be matched with local funds on a dollar-for-dollar basis.
- The System Office shall develop a process to allocate the proceeds.



NCCCS SCIF Status

- Possible allocation process discussed with the NC Association of Community College Presidents' (NCACCP) Finance Committee January 2022.
- Allocation method endorsed by the NCACCP Finance Committee.
- Proposed allocation of a pro-rata distribution of each college's portion of the appropriated funds - equally over 4 years.



NCCCS SCIF Status

- Allocation was approved on February 18, 2022, by the State Board of Community Colleges (SBCC).
- We received the FY2021-22 \$100M transfer from OSBM in late March.
- We have been working with OSBM and awaiting additional guidance.
- Once OSBM guidance is received, the System Office will provide information to the 58 community colleges.



NCCCS SCIF Status

- Community Colleges can request specific projects for State Board approval as required by G.S. 115D-15.1.
- Projects require college Board of Trustees approval.
- 1 project approved in March 2022



OSBM-administered Community College SCIF Grants

- Conference Committee Report for SL 2021-180, as amended by SL 2021-189, identified SCIF grants for 28 community colleges.
- \$228.2 million in 2021-22 and \$77.7 million in 2022-23
- These are OSBM-administered SCIF grants.



OSBM-administered Community College SCIF Grants

- OSBM requested community college contacts in early January 2022. Presidents and CFOs were notified by the System Office.
- OSBM contacted the colleges directly to initiate the grant process.
- OSBM has completed most signed grant contracts with the community colleges.



OSBM-administered Community College SCIF Grants

- As required by G.S. 115D-15.1, the 28 community colleges will submit requests for State Board approval of any OSBM-administered SCIF grant project and must provide a copy of the signed contract with OSBM.
- Grant projects also require college Board of Trustee approval.
- As of March, 8 projects approved



Questions?

