

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

**REPORT ON THE BASE AND EXPANSION  
BUDGET**

**Senate Bill 257**

**May 25, 2017**

**Public Education  
Budget Code 13510**

**General Fund Budget**

	<u>FY 2017-18</u>	<u>FY 2018-19</u>
<b>Base Budget</b>		
Requirements	\$13,023,846,639	\$13,008,346,639
Receipts	\$4,284,625,653	\$4,284,625,653
Net Appropriation	\$8,739,220,986	\$8,723,720,986
<b>Legislative Changes</b>		
Requirements	\$62,666,002	\$109,366,241
Receipts	\$74,810,040	\$13,647,595
Net Appropriation	(\$12,144,038)	\$95,718,646
<b>Revised Budget</b>		
Requirements	\$13,086,512,641	\$13,117,712,880
Receipts	\$4,359,435,693	\$4,298,273,248
Net Appropriation	\$8,727,076,948	\$8,819,439,632

**General Fund FTE**

<b>Base Budget</b>	1,138.45	1,138.45
<b>Legislative Changes</b>	(6.36)	(6.36)
<b>Revised Budget</b>	1,132.09	1,132.09

**Summary of General Fund Appropriations  
Fiscal Year 2017-18  
2017 Legislative Session**

Public Education		Base Budget			Legislative Changes			Revised Budget		
Budget Code 13510		Requirements	Receipts	Net Appropriation	Requirements	Receipts	Net Appropriation	Requirements	Receipts	Net Appropriation
1000	DPI - Executive and Administrative Functions	8,402,697	3,628,649	4,774,048	4,332,701	-	4,332,701	12,735,398	3,628,649	9,106,749
1021	DPI - Education Innovations - 21st Century Schools	1,273,180	375,498	897,682	-	-	-	1,273,180	375,498	897,682
1100	DPI - Assistance to Districts and Schools	27,587,380	22,216,974	5,370,406	-	-	-	27,587,380	22,216,974	5,370,406
1300	DPI - Financial and Business Services	3,752,551	836,474	2,916,077	10,000,000	-	10,000,000	13,752,551	836,474	12,916,077
1330	DPI - Student and School Support Services	17,071,036	12,688,176	4,382,860	-	-	-	17,071,036	12,688,176	4,382,860
1400	Office of Early Learning	77,343,346	69,704,768	7,638,578	-	-	-	77,343,346	69,704,768	7,638,578
1410	NC Center for the Advancement of Teaching	3,377,147	200	3,376,947	300,000	-	300,000	3,677,147	200	3,676,947
1450	K-3 Assessment	2,748,986	2,748,986	-	-	-	-	2,748,986	2,748,986	-
1500	DPI - Technology Services	10,346,154	3,382,537	6,963,617	-	-	-	10,346,154	3,382,537	6,963,617
1600	DPI - Curriculum, Instruction, Accountability & Tech	60,253,921	48,133,468	12,120,453	(521,583)	-	(521,583)	59,732,338	48,133,468	11,598,870
1640	DPI - Educator Quality and Recruitment	20,864,862	19,441,994	1,422,868	245,000	-	245,000	21,109,862	19,441,994	1,667,868
1660	DPI - Special Populations	46,171,928	43,396,353	2,775,575	-	-	-	46,171,928	43,396,353	2,775,575
1800	K-12 Classroom Instruction -SPSF	7,377,797,048	615,835,919	6,761,961,129	5,252,678	18,664,579	(13,411,901)	7,383,049,726	634,500,498	6,748,549,228
1808	SPSF - Statewide System Ops and Maintenance	10,258,861	-	10,258,861	-	-	-	10,258,861	-	10,258,861
1810	SPSF - Local Education Agency - Administration	94,915,960	-	94,915,960	(5,000,000)	-	(5,000,000)	89,915,960	-	89,915,960
1811	Assistance to Districts and Schools - SPSF	2,063,612,732	2,063,612,732	-	-	-	-	2,063,612,732	2,063,612,732	-
1821	SPSF - Ed Innovations - 21st Century Schools	33,285,254	-	33,285,254	(4,445,948)	-	(4,445,948)	28,839,306	-	28,839,306
1830	SPSF - Student and School Support Services	737,580,266	202,489,369	535,090,897	(350,000)	50,000,000	(50,350,000)	737,230,266	252,489,369	484,740,897
1840	SPSF - Teacher Quality and Recruitment	459,798,944	459,798,944	-	-	-	-	459,798,944	459,798,944	-
1860	SPSF - Special Populations	1,696,820,130	694,936,512	1,001,883,618	11,300,120	-	11,300,120	1,708,120,250	694,936,512	1,013,183,738
1862	NC School for the Deaf	8,686,358	237,283	8,449,075	-	-	-	8,686,358	237,283	8,449,075
1863	Eastern NC School for the Deaf	8,100,571	242,584	7,857,987	-	-	-	8,100,571	242,584	7,857,987
1864	Governor Morehead School and Preschool	5,879,394	196,114	5,683,280	-	-	-	5,879,394	196,114	5,683,280
1870	SPSF - LEA - Supplemental Benefits	180,410,828	-	180,410,828	-	-	-	180,410,828	-	180,410,828
1900	Reserves and Transfers	58,056,139	20,722,119	37,334,020	5,000,000	6,145,461	(1,145,461)	63,056,139	26,867,580	36,188,559
1901	Pass-through Grants	9,450,966	-	9,450,966	1,490,000	-	1,490,000	10,940,966	-	10,940,966
<b>Undesignated Items</b>										
N/A	Compensation Increase Reserve	-	-	-	-	-	-	-	-	-
N/A	State Retirement Contribution	-	-	-	-	-	-	-	-	-
N/A	State Health Plan Reserve	-	-	-	-	-	-	-	-	-
N/A	Enrollment Adjustment	-	-	-	31,897,244	-	31,897,244	31,897,244	-	31,897,244
N/A	Average Certified Personnel Salaries	-	-	-	3,165,790	-	3,165,790	3,165,790	-	3,165,790
N/A	Department of Public Instruction	-	-	-	-	-	-	-	-	-
<b>Total</b>		<b>\$13,023,846,639</b>	<b>\$4,284,625,653</b>	<b>\$8,739,220,986</b>	<b>\$62,666,002</b>	<b>\$74,810,040</b>	<b>(\$12,144,038)</b>	<b>\$13,086,512,641</b>	<b>\$4,359,435,693</b>	<b>\$8,727,076,948</b>

**Summary of General Fund Appropriations  
Fiscal Year 2018-19  
2017 Legislative Session**

Public Education		Base Budget			Legislative Changes			Revised Budget		
Budget Code 13510		Requirements	Receipts	Net Appropriation	Requirements	Receipts	Net Appropriation	Requirements	Receipts	Net Appropriation
1000	DPI - Executive and Administrative Functions	8,402,697	3,628,649	4,774,048	2,032,701	-	2,032,701	10,435,398	3,628,649	6,806,749
1021	DPI - Education Innovations - 21st Century Schools	1,273,180	375,498	897,682	-	-	-	1,273,180	375,498	897,682
1100	DPI - Assistance to Districts and Schools	27,587,380	22,216,974	5,370,406	-	-	-	27,587,380	22,216,974	5,370,406
1300	DPI - Financial and Business Services	3,752,551	836,474	2,916,077	21,700,000	-	21,700,000	25,452,551	836,474	24,616,077
1330	DPI - Student and School Support Services	17,071,036	12,688,176	4,382,860	-	-	-	17,071,036	12,688,176	4,382,860
1400	Office of Early Learning	77,343,346	69,704,768	7,638,578	-	-	-	77,343,346	69,704,768	7,638,578
1410	NC Center for the Advancement of Teaching	3,377,147	200	3,376,947	300,000	-	300,000	3,677,147	200	3,676,947
1450	K-3 Assessment	2,748,986	2,748,986	-	-	-	-	2,748,986	2,748,986	-
1500	DPI - Technology Services	10,346,154	3,382,537	6,963,617	-	-	-	10,346,154	3,382,537	6,963,617
1600	DPI - Curriculum, Instruction, Accountability & Tech	60,253,921	48,133,468	12,120,453	2,778,417	-	2,778,417	63,032,338	48,133,468	14,898,870
1640	DPI - Educator Quality and Recruitment	20,864,862	19,441,994	1,422,868	245,000	-	245,000	21,109,862	19,441,994	1,667,868
1660	DPI - Special Populations	46,171,928	43,396,353	2,775,575	-	-	-	46,171,928	43,396,353	2,775,575
1800	K-12 Classroom Instruction -SPSF	7,362,297,048	615,835,919	6,746,461,129	(9,549,607)	13,647,595	(23,197,202)	7,352,747,441	629,483,514	6,723,263,927
1808	SPSF - Statewide System Ops and Maintenance	10,258,861	-	10,258,861	-	-	-	10,258,861	-	10,258,861
1810	SPSF - Local Education Agency - Administration	94,915,960	-	94,915,960	(10,000,000)	-	(10,000,000)	84,915,960	-	84,915,960
1811	Assistance to Districts and Schools - SPSF	2,063,612,732	2,063,612,732	-	-	-	-	2,063,612,732	2,063,612,732	-
1821	SPSF - Ed Innovations - 21st Century Schools	33,285,254	-	33,285,254	(4,445,948)	-	(4,445,948)	28,839,306	-	28,839,306
1830	SPSF - Student and School Support Services	737,580,266	202,489,369	535,090,897	(350,000)	-	(350,000)	737,230,266	202,489,369	534,740,897
1840	SPSF - Teacher Quality and Recruitment	459,798,944	459,798,944	-	-	-	-	459,798,944	459,798,944	-
1860	SPSF - Special Populations	1,696,820,130	694,936,512	1,001,883,618	11,300,120	-	11,300,120	1,708,120,250	694,936,512	1,013,183,738
1862	NC School for the Deaf	8,686,358	237,283	8,449,075	-	-	-	8,686,358	237,283	8,449,075
1863	Eastern NC School for the Deaf	8,100,571	242,584	7,857,987	-	-	-	8,100,571	242,584	7,857,987
1864	Governor Morehead School and Preschool	5,879,394	196,114	5,683,280	-	-	-	5,879,394	196,114	5,683,280
1870	SPSF - LEA - Supplemental Benefits	180,410,828	-	180,410,828	-	-	-	180,410,828	-	180,410,828
1900	Reserves and Transfers	58,056,139	20,722,119	37,334,020	10,600,000	-	10,600,000	68,656,139	20,722,119	47,934,020
1901	Pass-through Grants	9,450,966	-	9,450,966	1,190,000	-	1,190,000	10,640,966	-	10,640,966
<b>Undesignated Items</b>										
N/A	Compensation Increase Reserve	-	-	-	-	-	-	-	-	-
N/A	State Retirement Contribution	-	-	-	-	-	-	-	-	-
N/A	State Health Plan Reserve	-	-	-	-	-	-	-	-	-
N/A	Enrollment Adjustment	-	-	-	80,307,533	-	80,307,533	80,307,533	-	80,307,533
N/A	Average Certified Personnel Salaries	-	-	-	3,258,025	-	3,258,025	3,258,025	-	3,258,025
N/A	Department of Public Instruction	-	-	-	-	-	-	-	-	-
<b>Total</b>		<b>\$13,008,346,639</b>	<b>\$4,284,625,653</b>	<b>\$8,723,720,986</b>	<b>\$109,366,241</b>	<b>\$13,647,595</b>	<b>\$95,718,646</b>	<b>\$13,117,712,880</b>	<b>\$4,298,273,248</b>	<b>\$8,819,439,632</b>

**Summary of General Fund Total Requirements FTE  
Fiscal Year 2017-18  
2017 Legislative Session**

<b>Public Education</b>					
<b>Budget Code 13510</b>		<u>Base</u>	<u>Legislative Changes</u>		<u>Revised</u>
<b>Fund Code</b>	<b>Fund Name</b>	<b>Total Requirements</b>	<b>Net Appropriation</b>	<b>Receipts</b>	<b>Total Requirements</b>
1000	DPI - Executive and Administrative Functions	51.99	(2.36)	-	49.63
1021	DPI - Education Innovations - 21st Century Schools	26.00	-	-	26.00
1100	DPI - Assistance to Districts and Schools	70.59	-	-	70.59
1300	DPI - Financial and Business Services	39.00	-	-	39.00
1330	DPI - Student and School Support Services	103.73	(1.00)	-	102.73
1400	Office of Early Learning	83.75	(3.00)	-	80.75
1410	NC Center for the Advancement of Teaching	40.75	-	-	40.75
1450	K-3 Assessment	12.00	-	-	12.00
1500	DPI - Technology Services	82.00	-	-	82.00
1600	DPI - Curriculum, Instruction, Accountability & Tech	166.30	1.00	-	167.30
1640	DPI - Educator Quality and Recruitment	44.89	-	-	44.89
1660	DPI - Special Populations	73.70	(1.00)	-	72.70
1800	K-12 Classroom Instruction -SPSF	-	-	-	-
1808	SPSF - Statewide System Ops and Maintenance	-	-	-	-
1810	SPSF - Local Education Agency - Administration	-	-	-	-
1811	Assistance to Districts and Schools - SPSF	-	-	-	-
1821	SPSF - Ed Innovations - 21st Century Schools	-	-	-	-
1830	SPSF - Student and School Support Services	-	-	-	-
1840	SPSF - Teacher Quality and Recruitment	-	-	-	-
1860	SPSF - Special Populations	-	-	-	-
1862	NC School for the Deaf	137.33	-	-	137.33
1863	Eastern NC School for the Deaf	125.33	-	-	125.33
1864	Governor Morehead School and Preschool	81.08	-	-	81.08
1870	SPSF - LEA - Supplemental Benefits	-	-	-	-
1900	Reserves and Transfers	-	-	-	-
1901	Pass-through Grants	-	-	-	-
<b>Total FTE</b>		<b>1,138.45</b>	<b>(6.36)</b>	<b>-</b>	<b>1,132.09</b>

**Summary of General Fund Total Requirements FTE  
Fiscal Year 2018-19  
2017 Legislative Session**

<b>Public Education</b>					
<b>Budget Code 13510</b>		<u>Base</u>	<u>Legislative Changes</u>		<u>Revised</u>
<b>Fund Code</b>	<b>Fund Name</b>	<b>Total Requirements</b>	<b>Net Appropriation</b>	<b>Receipts</b>	<b>Total Requirements</b>
1000	DPI - Executive and Administrative Functions	51.99	(2.36)	-	49.63
1021	DPI - Education Innovations - 21st Century Schools	26.00	-	-	26.00
1100	DPI - Assistance to Districts and Schools	70.59	-	-	70.59
1300	DPI - Financial and Business Services	39.00	-	-	39.00
1330	DPI - Student and School Support Services	103.73	(1.00)	-	102.73
1400	Office of Early Learning	83.75	(3.00)	-	80.75
1410	NC Center for the Advancement of Teaching	40.75	-	-	40.75
1450	K-3 Assessment	12.00	-	-	12.00
1500	DPI - Technology Services	82.00	-	-	82.00
1600	DPI - Curriculum, Instruction, Accountability & Tech	166.30	1.00	-	167.30
1640	DPI - Educator Quality and Recruitment	44.89	-	-	44.89
1660	DPI - Special Populations	73.70	(1.00)	-	72.70
1800	K-12 Classroom Instruction -SPSF	-	-	-	-
1808	SPSF - Statewide System Ops and Maintenance	-	-	-	-
1810	SPSF - Local Education Agency - Administration	-	-	-	-
1811	Assistance to Districts and Schools - SPSF	-	-	-	-
1821	SPSF - Ed Innovations - 21st Century Schools	-	-	-	-
1830	SPSF - Student and School Support Services	-	-	-	-
1840	SPSF - Teacher Quality and Recruitment	-	-	-	-
1860	SPSF - Special Populations	-	-	-	-
1862	NC School for the Deaf	137.33	-	-	137.33
1863	Eastern NC School for the Deaf	125.33	-	-	125.33
1864	Governor Morehead School and Preschool	81.08	-	-	81.08
1870	SPSF - LEA - Supplemental Benefits	-	-	-	-
1900	Reserves and Transfers	-	-	-	-
1901	Pass-through Grants	-	-	-	-
<b>Total FTE</b>		<b>1,138.45</b>	<b>(6.36)</b>	<b>-</b>	<b>1,132.09</b>

## Public Education

GENERAL FUND
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	FY 17-18		FY 18-19	
<b>Recommended Base Budget</b>	<b>\$8,739,220,986</b>		<b>\$8,723,720,986</b>	

### Legislative Changes

#### B. Technical Adjustments

<p><b>1 Average Daily Membership</b></p> <p><b>Fund Code:</b> N/A</p>	<p>\$31,897,244</p>	<p>R</p>	<p>\$80,307,533</p>	<p>R</p>
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Revises allotted Average Daily Membership (ADM) in each year of the biennium to reflect an increase in students over FY 2016-17. ADM is anticipated to increase by 9,120 students in FY 2017-18 and 17,359 students in FY 2018-19. This revision includes adjustments to multiple position, dollar, and categorical allotments.

<p><b>2 Average Certified Personnel Salaries</b></p> <p><b>Fund Code:</b> N/A</p>	<p>\$3,165,790</p>	<p>R</p>	<p>\$3,258,025</p>	<p>R</p>
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Revises funding for certified personnel salaries based on actual salary data from December 2016. The adjustment does not increase any salary paid to certified personnel, nor does it increase the number of guaranteed State-funded teachers, administrators, or instructional support personnel.

<p><b>3 Noninstructional Support</b></p> <p><b>Fund Code:</b> 1800</p>	<p>(\$11,622,037)</p>	<p>R</p>	<p>(\$13,647,595)</p>	<p>R</p>
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Budgets additional Lottery receipts for the noninstructional support personnel allotment. Total requirements for this allotment after the ADM adjustment are \$383,888,897 in FY 2017-18 and \$385,914,555 in FY 2018-19. This allotment will now be fully receipt supported. The revised net appropriation for noninstructional support personnel is \$0.

<p><b>4 Transportation Funding</b></p> <p><b>Fund Code:</b> 1830</p>	<p>(\$50,000,000)</p>	<p>NR</p>
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Adjusts the budget to reflect additional Lottery receipts for the transportation allotment on a one-time basis. Total requirements for this allotment remain the same at \$459,268,071. The revised net appropriation for the transportation allotment is \$409.3 million in FY 2017-18 and \$459.3 million in FY 2018-19.

**C. State Public School Fund**

**5 Textbooks and Digital Materials**

**Fund Code:** 1800

\$10,351,000 NR

Provides an additional \$10,951,160 in nonrecurring funds for the textbooks and digital materials allotment. Increased funding for this item includes receipts from the cash balances transferred from two special funds, the Literary Fund (\$259,833) and the Education Fund (\$340,327). School districts may utilize funds from this allotment to purchase digital content made available by the Department of Public Instruction (DPI) through its Home Base system. The revised net appropriation for textbooks and digital materials is \$65.8 million in FY 2017-18 and \$55.5 million in FY 2018-19.

**6 Children with Disabilities**

**Fund Code:** 1860

\$11,300,120 R

\$11,300,120 R

Provides funds to support an increase in the funding cap for children with disabilities allotment from 12.5% to 13%. A school district will receive funds for each child identified with disabilities up to 13% of the school district's ADM. The revised net appropriation for school aged children with disabilities is \$754 million in FY 2017-18 and \$761 million in FY 2018-19.

**7 Digital Learning Plan**

**Fund Code:** 1800

\$2,220,000 R

\$2,220,000 R

Provides additional funding for the digital learning plan (DLP). Funds will support DLP management, school and district leadership development, teacher professional development, mobile device management and digital literacy skills evaluation. The revised net appropriation for the digital learning plan is \$6.2 million in each year of the biennium.

**8 Analysis of Student Work**

**Fund Code:** 1800

(\$325,000) R

(\$325,000) R

Eliminates funding associated with the Analysis of Student Work (ASW) process. The process is used as the student growth measure for teachers of courses and subjects such as Arts Education, Healthful Living, World Languages, and International Baccalaureate and Advanced Placement courses. The revised net appropriation for testing, where funding for the ASW process is budgeted, is \$8.8 million in each year of the biennium.



**FY 17-18****FY 18-19****9 Benefits Adjustment**

(\$5,000,000) R (\$5,000,000) R

**Fund Code:** 1800

Adjusts the social security benefit line-item budgeted in the State Public School Fund to more closely align budgeted funds to actual expenditures. The revised net appropriation for social security benefits in fund code 1800 is \$312.1 million in each year of the biennium.

**10 Small Specialty High School**

(\$2,199,336) R (\$2,199,336) R

**Fund Code:** 1821

Aligns budgeted funds to actual expenditures for small specialty high schools. The revised net appropriation for these schools is \$1.8 million in each year of the biennium and fully funds all participating high schools.

**11 Small County Supplemental Funding**

(\$3,618,482) R (\$3,969,607) R

**Fund Code:** 1800

Aligns budgeted funds to actual expenditures for the small county supplemental allotment. School districts eligible for funding will continue to receive a dollar allotment according to the schedule created in S.L. 2014-100. The revised net appropriation for this allotment is \$45.6 million in FY 2017-18 and \$45.3 million in FY 2018-19 and fully funds all participating school districts.

**12 School Breakfast**

(\$350,000) R (\$350,000) R

**Fund Code:** 1830

Aligns budgeted funds to actual expenditures for school breakfast. The program provides a meal at no cost to students qualifying for reduced-price meals in schools participating in the National School Breakfast Program. The net appropriation for the school breakfast program is \$1.7 million in each year of the

**13 Cooperative Innovative High Schools**

(\$2,246,612) R (\$2,246,612) R

**Fund Code:** 1821

Reduces the allotment for Cooperative Innovative High Schools (CIHS) due to a revised allocation methodology. All CIHSs approved for operation in FY 2017-18 will receive \$200,000 through the CIHS allotment beginning in FY 2017-18. The revised net appropriation for the CIHS allotment is \$25.4 million in each year of the biennium.

**14 State Public School Fund****Fund Code:** 1800

(\$6,442,382) NR

Adjusts the budget to reflect additional receipts from the Civil Penalty and Forfeiture Fund to the State Public School Fund (SPSF) and reduces the net General Fund appropriation by the same amount. Total requirements for the SPSF are not affected by this shift. The revised net appropriation for the SPSF in fund code 1800 is \$6.8 billion in each year of the biennium.

**15 Central Office Administration****Fund Code:** 1810

(\$5,000,000) R (\$10,000,000) R

Reduces State funding for the central office administration allotment by 5.3% in FY 2017-18 and 10.5% in FY 2018-19. The revised net appropriation for the central office administration allotment is \$89.8 million in FY 2017-18 and \$84.8 million in FY 2018-19.

**D. Department of Public Instruction****16 Sixth and Seventh Grade Career and Technical Education Grant Program****Fund Code:** 1800

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

Provides funds for the Sixth and Seventh Grade Career and Technical Education (CTE) Grade Expansion Grant Program. This program awards competitive grants to school districts to expand CTE programs to sixth and seventh grade students. This item also budgets \$3.5 million from the At-Risk allotment to support this program in FY 2018-19. The revised net appropriation for this program is \$700,000 in FY 2017-18 and \$4.2 million in FY 2018-19.

**17 Business System Modernization****Fund Code:** 1300

\$10,000,000 R \$21,700,000 R

Provides funding for the implementation of the School Business System Modernization Plan. S.L. 2016-94 directed the State Board of Education to develop a plan to modernize systems used by DPI. The plan includes an Enterprise Resource Planning (ERP) system for integrated payroll and human resources information, an integrated State level licensure system, and reporting of financial information for increased transparency and analytics. The revised net appropriation for Business System Modernization is \$10 million in FY 2017-18 and \$21.7 million in FY 2018-19.

**FY 17-18**

**FY 18-19**

**18 Education and Workforce Innovation Program**

\$2,001,118 R \$2,001,118 R

**Fund Code:** 1000

0.64

0.64

Provides funding to establish the budget for the transfer of the Education and Workforce Innovation Program from the Office of Governor to DPI. The revised net appropriation for the Program is \$2.0 million in each year of the biennium.

**19 Positions for the State Superintendent**

\$921,583 R \$921,583 R

**Fund Code:** 1000

Provides funding to the Office of the State Superintendent to support up to 10 positions that will be exempt from the State Human Resource Act and report directly to the State Superintendent. The revised net appropriation for the Office of the State Superintendent after this adjustment is \$2.0 million in FY 2017-18 and \$2.0 million in FY 2018-19.

**20 Reading Improvement Commission**

\$200,000 NR

**Fund Code:** 1600

Provides funds for the Reading Improvement Commission. This Commission will review and make recommendations on best practices for public schools in grades 4 through 12 to ensure students complete high school with the literacy skills necessary for career and college readiness. The revised net appropriation for the Commission is \$200,000 in FY 2017-18.

**21 Early Childhood Education**

\$250,000 R \$250,000 R

**Fund Code:** 1400

1.00

1.00

Provides funds, including 1 position, to support the newly created B-3 Inter-Agency Council to focus on the developmental and educational needs of children from birth to age 8. The revised net appropriation for fund code 1400 after this adjustment is \$7.9 million in each year of the biennium.

**22 Future Ready Students**

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

**Fund Code:** 1600

2.00

2.00

Provides funds to support 2 regional positions in the Division of Career and Technical Education. These positions will assist school districts in developing business advisory councils, work-based learning opportunities, and career awareness programs. The revised net appropriation for fund code 1600 is \$12.3 million in each year of the biennium.

**23 Legal Fees**

**Fund Code:** 1000

\$300,000 NR

Provides funds to the Office of State Superintendent for legal fees for active lawsuits. The revised net appropriation for legal fees for this purpose is \$300,000 in FY 2017-18 only.

**24 North Carolina Center for the Advancement of Teaching**

**Fund Code:** 1410

\$300,000 R

\$300,000 R

Provides additional funds to DPI for the North Carolina Center for the Advancement of Teaching (NCCAT). The revised net appropriation for NCCAT is \$3.7 million in each year of the biennium.

**25 Licensure Fee Reimbursement for New Teachers**

**Fund Code:** 1640

\$245,000 R

\$245,000 R

Provides funds to DPI to reimburse the initial teacher licensure application fee for first time applicants. An applicant must be a graduate of an approved educator preparation program in North Carolina and must have successfully earned an initial teaching license in North Carolina. The revised net appropriation for this program is \$245,000 in each year of the biennium.

**26 Audit of the Department of Public Instruction**

**Fund Code:** 1000

\$1,000,000 NR

(\$1,000,000) R

Provides funds to the Office of State Superintendent to contract with an objective third party organization to conduct a functional and business process audit of DPI. This item also reduces funding to DPI's operating budget beginning in FY 2018-19 to reflect anticipated savings resulting from the audit recommendations.

**27 Reserve Funds**

**Fund Code:** 1000

(\$140,000) R

(\$140,000) R

-2.00

-2.00

Removes recurring funding from the base budget that was provided to implement Senate Bill 867, 2016 Session of the 2015 Regular Session. This legislation was never ratified by the General Assembly.

**FY 17-18****FY 18-19**

<b>28 Position Elimination</b>	(\$183,025)	R	(\$183,025)	R
<b>Fund Code:</b> 1400				
Eliminates the following vacant positions in DPI:	-4.00		-4.00	
60041714 – Education Diagnostician I				
60039569 - Education/Development Aide II				
60039526 - Education/Development Aide II				
65017167 - Program Assistant V				
The revised net appropriation in fund code 1400 is \$7.5 million in each year of the biennium				
<b>29 Position Elimination</b>	(\$177,081)	R	(\$177,081)	R
<b>Fund Code:</b> 1000				
Eliminates the following vacant position in DPI:	-1.00		-1.00	
60093688 - Chief Performance Officer				
The revised net appropriation for fund code 1000 is \$4.6 million in each year of the biennium.				
<b>30 Position Elimination</b>	(\$66,121)	R	(\$66,121)	R
<b>Fund Code:</b> 1330				
Eliminates the following vacant position in DPI:	-1.00		-1.00	
60091186 - Accountant				
The revised net appropriation for fund code 1330 is \$4.3 million in each year of the biennium.				
<b>31 Position Elimination</b>	(\$98,998)	R	(\$98,998)	R
<b>Fund Code:</b> 1660				
Eliminates the following vacant position in DPI:	-1.00		-1.00	
60039518 - Education Consultant II				
The revised net appropriation for fund code 1660 is \$2.7 million in each year of the biennium.				

**FY 17-18**

**FY 18-19**

**32 Position Elimination**

(\$71,358) R (\$71,358) R

**Fund Code:** 1600

-1.00 -1.00

Eliminates the following filled position in DPI:

60039518 - Business Technology Analyst

The revised net appropriation for fund code 1600 is \$12 million in each year of the biennium.

**E. Reserves and Transfers**

**33 Advanced Teaching Roles**

\$1,620,000 R \$1,620,000 R

**Fund Code:** 1900

\$7,180,000 NR \$7,180,000 NR

Provides additional funds for a 3-year pilot program established in the FY 2016-17 budget. The pilot supports school district efforts to create the organizational structure and innovative compensation methods that would allow classroom teachers to take on advanced teaching roles. The revised net appropriation for the advanced teaching roles pilot program is \$9.8 million in each year of the biennium.

**34 Cybersecurity Initiative**

\$350,000 NR

**Fund Code:** 1900

Provides funds to expand the School Connectivity initiative to include new cybersecurity and risk management services. The revised net appropriation for School Connectivity is \$31.6 million in FY 2017-18 and \$31.2 million in FY 2018-19.

**35 Coding and Mobile Application Grant Program**

\$400,000 R \$800,000 R

**Fund Code:** 1900

Provides funds to DPI to establish a Coding and Mobile Application Grant Program. Funds appropriated for the program shall be used to award competitive grants each fiscal year. Grant funds shall be used for the purchase of equipment, digital materials, and related capacity building activities. Grant recipients shall use no more than 5% of the grant award each fiscal year for administrative costs. The revised net appropriation for this program is \$400,000 in FY 2017-18 and \$800,000 in FY 2018-19.

**36 NC Education Endowment Fund**

**Fund Code:** 1900

(\$4,550,000) NR

\$1,000,000 R

Reduces funding for the North Carolina Education Endowment Fund by \$4.55 million on a one-time basis in FY 2017-18 and transfers \$450,000 in remaining funds to the North Carolina State Education Assistance Authority for start-up funds to reinstate the NC Teaching Fellows Program. An additional \$1 million in funding is provided for the Endowment Fund to support the Teaching Fellows program in FY 2018-19. The revised net appropriation to the Endowment Fund is \$0 in FY 2017-18 and \$6.0 million in FY 2018-19.

**37 Cash Balance**

**Fund Code:** 1900

(\$6,145,461) NR

Reduces the net appropriation to DPI on a nonrecurring basis to reflect a one-time transfer of the cash balance in the North Carolina Education Endowment Fund. The revised net appropriation to DPI's operating budget is reduced by \$6.1 million in FY 2017-18; however, total funding available to DPI remains unchanged.

**F. Grants**

**38 Triangle Literacy Council**

**Fund Code:** 1901

\$690,000 NR

\$690,000 NR

Provides funds to the Triangle Literacy Council to support juvenile literacy centers that serve court-involved or otherwise at-risk youth. The revised net appropriation for the Triangle Literacy Council is \$690,000 in each year of the biennium.

**39 Muddy Sneakers**

**Fund Code:** 1901

\$500,000 R

\$500,000 R

Provides funds to Muddy Sneakers to support its experiential learning programs that aim to improve the science aptitude of 5th graders through supplemental, hands-on field instruction of the State science standards. The revised net appropriation for Muddy Sneakers is \$500,000 in each year of the biennium.

**40 Eastern North Carolina STEM**

**Fund Code:** 1901

\$300,000 NR

Provides funds to the State Board of Education to contract with an independent entity to administer a residential STEM enrichment program for underserved students. Participation in the program is limited to students enrolled in Northampton County Schools, Weldon City Schools, Roanoke Rapids City Schools and KIPP Pride High School in Gaston, NC. The revised net appropriation for Eastern NC STEM is \$300,000 in FY 2017-18 only.

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<b>Total Legislative Changes</b>	<b>\$34,622,805</b>	<b>R</b>	<b>\$87,848,646</b>	<b>R</b>
	<b>(\$46,766,843)</b>	<b>NR</b>	<b>\$7,870,000</b>	<b>NR</b>
<b>Total Position Changes</b>	-6.36		-6.36	
<b>Revised Budget</b>	<b>\$8,727,076,948</b>		<b>\$8,819,439,632</b>	

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# DPI - Trust Special

Budget Code: 63501
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	FY 2017-18	FY 2018-19
<b>Beginning Unreserved Fund Balance</b>	<b>\$7,440,151</b>	<b>\$694,530</b>
<b>Recommended Budget</b>		
Requirements	<b>\$6,000,000</b>	<b>\$6,000,000</b>
Receipts	<b>\$5,000,000</b>	<b>\$5,000,000</b>
Positions	<b>0.00</b>	<b>0.00</b>

## Legislative Changes

### Requirements:

**North Carolina Education Endowment Fund**

Increases the recurring transfer from DPI's General Fund budget to the Endowment Fund by \$1 million for the Teaching Fellows Program in FY 2018-19. The revised net appropriation for the Teaching Fellows Program in FY 2018-19 is \$6 million.

\$0	R	\$1,000,000	R
\$0	NR	\$0	NR
0.00		0.00	

**North Carolina Education Endowment Fund**

Transfers the cash balance estimated to be \$6,145,461 by the end of the fiscal year to DPI to offset the Department's operating budget in FY 2017-18.

\$0	R	\$0	R
\$6,145,461	NR	\$0	NR
0.00		0.00	

**North Carolina Education Endowment Fund**

Makes a technical adjustment to remove the \$1 million reserve line-item on a recurring basis and decreases the \$5 million reserve line-item on a nonrecurring basis in FY 2017-18 only.

(\$1,000,000)	R	(\$1,000,000)	R
(\$5,000,000)	NR	\$0	NR
0.00		0.00	

**State Literary Fund (6102)**

Transfers the cash balance to the SPSF to offset the textbooks and digital materials allotment in FY 2017-18.

\$0	R	\$0	R
\$259,833	NR	\$0	NR
0.00		0.00	

**Education Fund (6116)**

Transfers the cash balance to the SPSF to offset the textbooks and digital materials allotment in FY 2017-18.

\$0	R	\$0	R
\$340,327	NR	\$0	NR
0.00		0.00	

House Appropriations Committee on Education

	FY 2017-18	FY 2018-19
<b>Subtotal Legislative Changes</b>	<b>(\$1,000,000) R</b>	<b>\$0 R</b>
	<b>\$1,745,621 NR</b>	<b>\$0 NR</b>
	0.00	0.00

**Receipts:**

**North Carolina Education Endowment Fund**

Decreases the \$5 million transfer from DPI's General Fund budget to the Endowment Fund on a nonrecurring basis in FY 2017-18 and increases the transfer from DPI's General Fund budget to the Endowment Fund by \$1 million for the Teaching Fellows Program on a recurring basis starting in FY 2018-19. The revised net appropriation for the Endowment Fund is \$6 million in FY 2018-19.

\$0 R	\$1,000,000 R
(\$5,000,000) NR	\$0 NR

**State Literary Fund (6102)**

No change.

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

**Education Fund (6116)**

No change.

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

**Subtotal Legislative Changes**

<b>\$0 R</b>	<b>\$1,000,000 R</b>
<b>(\$5,000,000) NR</b>	<b>\$0 NR</b>

<b>Revised Total Requirements</b>	<b>\$6,745,621</b>	<b>\$6,000,000</b>
<b>Revised Total Receipts</b>	<b>\$0</b>	<b>\$6,000,000</b>
<b>Change in Fund Balance</b>	<b>(\$6,745,621)</b>	<b>\$0</b>
<b>Total Positions</b>	<b>0.00</b>	<b>0.00</b>

<b>Unappropriated Balance Remaining</b>	<b>\$694,530</b>	<b>\$694,530</b>
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**Community Colleges  
Budget Code 16800**

**General Fund Budget**

	<u>FY 2017-18</u>	<u>FY 2018-19</u>
<b>Base Budget</b>		
Requirements	\$1,465,717,504	\$1,465,717,504
Receipts	\$397,484,160	\$397,484,160
Net Appropriation	\$1,068,233,344	\$1,068,233,344
 <b>Legislative Changes</b>		
Requirements	\$12,789,061	\$13,584,903
Receipts	\$175,961	(\$1,015,779)
Net Appropriation	\$12,613,100	\$14,600,682
 <b>Revised Budget</b>		
Requirements	\$1,478,506,565	\$1,479,302,407
Receipts	\$397,660,121	\$396,468,381
Net Appropriation	\$1,080,846,444	\$1,082,834,026

**General Fund FTE**

<b>Base Budget</b>	198.45	198.45
<b>Legislative Changes</b>	16.00	16.00
<b>Revised Budget</b>	214.45	214.45

**Summary of General Fund Appropriations  
Fiscal Year 2017-18  
2017 Legislative Session**

<b>Community Colleges</b>		<b>Base Budget</b>			<b>Legislative Changes</b>			<b>Revised Budget</b>		
<b>Budget Code 16800</b>		<b>Requirements</b>	<b>Receipts</b>	<b>Net Appropriation</b>	<b>Requirements</b>	<b>Receipts</b>	<b>Net Appropriation</b>	<b>Requirements</b>	<b>Receipts</b>	<b>Net Appropriation</b>
1100	Executive Division	4,295,020	393,211	3,901,809	200,000	-	200,000	4,495,020	393,211	4,101,809
1200	Technology Solutions and Distance Learning	16,239,958	399,237	15,840,721	(62,078)	-	(62,078)	16,177,880	399,237	15,778,643
1300	Finance and Operations	3,293,213	467,758	2,825,455	350,000	-	350,000	3,643,213	467,758	3,175,455
1400	Academic and Student Services	7,115,243	4,258,348	2,856,895	-	-	-	7,115,243	4,258,348	2,856,895
1620	Curriculum Instruction	710,356,004	339,077,583	371,278,421	-	-	-	710,356,004	339,077,583	371,278,421
1621	Basic Skill Instruction	68,884,343	16,655,363	52,228,980	-	-	-	68,884,343	16,655,363	52,228,980
1622	Continuing Education and Workforce Development	107,400,338	15,472,866	91,927,472	(100,000)	-	(100,000)	107,300,338	15,472,866	91,827,472
1623	Equipment and Instructional Resources	53,736,606	1,773,844	51,962,762	-	-	-	53,736,606	1,773,844	51,962,762
1624	Specialized Centers and Programs	11,897,231	1,233,917	10,663,314	3,140,000	-	3,140,000	15,037,231	1,233,917	13,803,314
1625	Institutional and Academic Support	517,794,493	933,398	516,861,095	-	-	-	517,794,493	933,398	516,861,095
1900	Reserves and Transfers	(35,294,945)	16,818,635	(52,113,580)	5,704,473	1,541,740	4,162,733	(29,590,472)	18,360,375	(47,950,847)
<b>Undesignated Items</b>										
N/A	Compensation Increase Reserve	-	-	-	-	-	-	-	-	-
N/A	State Retirement Contribution	-	-	-	-	-	-	-	-	-
N/A	State Health Plan Reserve	-	-	-	-	-	-	-	-	-
N/A	Enrollment Adjustment	-	-	-	3,556,666	(1,365,779)	4,922,445	3,556,666	(1,365,779)	4,922,445
<b>Total</b>		<b>\$1,465,717,504</b>	<b>\$397,484,160</b>	<b>\$1,068,233,344</b>	<b>\$12,789,061</b>	<b>\$175,961</b>	<b>\$12,613,100</b>	<b>\$1,478,506,565</b>	<b>\$397,660,121</b>	<b>\$1,080,846,444</b>

**Summary of General Fund Appropriations  
Fiscal Year 2018-19  
2017 Legislative Session**

<b>Community Colleges</b>		<b>Base Budget</b>			<b>Legislative Changes</b>			<b>Revised Budget</b>		
<b>Budget Code 16800</b>		<b>Requirements</b>	<b>Receipts</b>	<b>Net Appropriation</b>	<b>Requirements</b>	<b>Receipts</b>	<b>Net Appropriation</b>	<b>Requirements</b>	<b>Receipts</b>	<b>Net Appropriation</b>
1100	Executive Division	4,295,020	393,211	3,901,809	-	-	-	4,295,020	393,211	3,901,809
1200	Technology Solutions and Distance Learning	16,239,958	399,237	15,840,721	(62,078)	-	(62,078)	16,177,880	399,237	15,778,643
1300	Finance and Operations	3,293,213	467,758	2,825,455	350,000	-	350,000	3,643,213	467,758	3,175,455
1400	Academic and Student Services	7,115,243	4,258,348	2,856,895	-	-	-	7,115,243	4,258,348	2,856,895
1620	Curriculum Instruction	710,356,004	339,077,583	371,278,421	-	-	-	710,356,004	339,077,583	371,278,421
1621	Basic Skill Instruction	68,884,343	16,655,363	52,228,980	-	-	-	68,884,343	16,655,363	52,228,980
1622	Continuing Education and Workforce Development	107,400,338	15,472,866	91,927,472	(100,000)	-	(100,000)	107,300,338	15,472,866	91,827,472
1623	Equipment and Instructional Resources	53,736,606	1,773,844	51,962,762	-	-	-	53,736,606	1,773,844	51,962,762
1624	Specialized Centers and Programs	11,897,231	1,233,917	10,663,314	6,640,000	-	6,640,000	18,537,231	1,233,917	17,303,314
1625	Institutional and Academic Support	517,794,493	933,398	516,861,095	-	-	-	517,794,493	933,398	516,861,095
1900	Reserves and Transfers	(35,294,945)	16,818,635	(52,113,580)	3,200,315	350,000	2,850,315	(32,094,630)	17,168,635	(49,263,265)
<b>Undesignated Items</b>										
N/A	Compensation Increase Reserve	-	-	-	-	-	-	-	-	-
N/A	State Retirement Contribution	-	-	-	-	-	-	-	-	-
N/A	State Health Plan Reserve	-	-	-	-	-	-	-	-	-
N/A	Enrollment Adjustment	-	-	-	3,556,666	(1,365,779)	4,922,445	3,556,666	(1,365,779)	4,922,445
<b>Total</b>		<b>\$1,465,717,504</b>	<b>\$397,484,160</b>	<b>\$1,068,233,344</b>	<b>\$13,584,903</b>	<b>(\$1,015,779)</b>	<b>\$14,600,682</b>	<b>\$1,479,302,407</b>	<b>\$396,468,381</b>	<b>\$1,082,834,026</b>

**Summary of General Fund Total Requirements FTE**  
**Fiscal Year 2017-18**  
**2017 Legislative Session**

<b>Community Colleges</b>					
<b>Budget Code 16800</b>		<u>Base</u>	<u>Legislative Changes</u>		<u>Revised</u>
	<b>Fund Name</b>	<b>Total Requirements</b>	<b>Net Appropriation</b>	<b>Receipts</b>	<b>Total Requirements</b>
1100	Executive Division	35.45	-	-	35.45
1200	Technology Solutions and Distance Learning	80.00	(1.00)	-	79.00
1300	Finance and Operations	35.00	-	-	35.00
1400	Academic and Student Services	48.00	-	-	48.00
1620	Curriculum Instruction	-	-	-	-
1621	Basic Skill Instruction	-	-	-	-
1622	Continuing Education and Workforce Development	-	-	-	-
1623	Equipment and Instructional Resources	-	-	-	-
1624	Specialized Centers and Programs	-	-	-	-
1625	Institutional and Academic Support	-	-	-	-
1900	Reserves and Transfers	-	12.00	5.00	17.00
<b>Total FTE</b>		<b>198.45</b>	<b>11.00</b>	<b>5.00</b>	<b>214.45</b>

**Summary of General Fund Total Requirements FTE**  
**Fiscal Year 2018-19**  
**2017 Legislative Session**

<b>Community Colleges</b>					
<b>Budget Code 16800</b>		<u>Base</u>	<u>Legislative Changes</u>		<u>Revised</u>
	<b>Fund Name</b>	<b>Total Requirements</b>	<b>Net Appropriation</b>	<b>Receipts</b>	<b>Total Requirements</b>
1100	Executive Division	35.45	-	-	35.45
1200	Technology Solutions and Distance Learning	80.00	(1.00)	-	79.00
1300	Finance and Operations	35.00	-	-	35.00
1400	Academic and Student Services	48.00	-	-	48.00
1620	Curriculum Instruction	-	-	-	-
1621	Basic Skill Instruction	-	-	-	-
1622	Continuing Education and Workforce Development	-	-	-	-
1623	Equipment and Instructional Resources	-	-	-	-
1624	Specialized Centers and Programs	-	-	-	-
1625	Institutional and Academic Support	-	-	-	-
1900	Reserves and Transfers	-	12.00	5.00	17.00
<b>Total FTE</b>		<b>198.45</b>	<b>11.00</b>	<b>5.00</b>	<b>214.45</b>

# Community Colleges

GENERAL FUND
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	FY 17-18	FY 18-19
<b>Recommended Base Budget</b>	<b>\$1,068,233,344</b>	<b>\$1,068,233,344</b>

**Legislative Changes**

**B. Technical and Formula Adjustments**

<b>41 Enrollment Growth Adjustment</b>	\$4,922,445	R	\$4,922,445	R
<b>Fund Code:</b> Multiple				

Adjusts funds for the biennium based on the increase in community college enrollment.

The Community College System total enrollment increased by 803 Full Time Equivalent (FTE) students (0.4%) from the budgeted amount in the FY 2016-17 certified budget.

<b>42 Bionetwork Grants</b>	(\$260,000)	R	(\$260,000)	R
<b>Fund Code:</b> 1622				

Aligns budgeted funds to projected expenditures for Bionetwork Grants. The revised net appropriation for Bionetwork Grants is \$4.0 million in each year of the biennium.

**C. Other Adjustments**

<b>43 Position Elimination</b>	(\$62,078)	R	(\$62,078)	R
<b>Fund Code:</b> 1200				
	-1.00		-1.00	

Eliminates a vacant Information Technology position (60088037) in the NC Community College System Office. The revised net appropriation for the Technology Solutions and Distance Learning fund code is \$15.8 million in each year of the biennium.

<b>44 Board of Postsecondary Credentials</b>	\$350,000	NR	\$350,000	NR
<b>Fund Code:</b> 1300				

Provides funding to support the Board of Postsecondary Credentials. This newly-established board will be composed of various education stakeholders and will review and make recommendations regarding the provision of workforce training and related credentials in the State. The revised net appropriation for the board is \$350,000 nonrecurring in each year of the biennium.



**45 Workforce Training Costs Study**

**Fund Code:** 1100

\$200,000 NR

Provides funds for a study to assess instructional and related costs for workforce training courses and an evaluation of the Apprenticeship NC program. The revised net appropriation for the Workforce Training Costs Study is \$200,000 in FY 2017-18 only.

**46 NC Works Career Coaches**

**Fund Code:** 1624

\$1,100,000 R \$1,100,000 R

Provides additional funds for the NC Works Career Coaches program, which places career coaches employed by local community colleges with partnering high schools. The revised net appropriation for NC Works Career Coaches is \$2.1 million in each year of the biennium.

**47 Start-Up Fund for High-Cost Workforce Programs**

**Fund Code:** 1624

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

Provides funds to assist colleges with start-up costs for certain workforce training programs. The revised net appropriation for the start-up fund is \$2.0 million in FY 2017-18 and \$2.5 million in FY 2018-19.

**48 Hurricane Matthew Hold-Harmless Reserve**

**Fund Code:** 1900

\$2,762,418 NR

Provides nonrecurring funding to offset enrollment declines related to Hurricane Matthew. The revised net appropriation for the reserve is \$2.7 million in FY 2017-18 only.

**49 Apprenticeship NC**

**Fund Code:** 1900

\$850,315 R \$850,315 R  
 \$500,000 NR  
 12.00 12.00

Provides funding to establish the budget for the transfer of the Apprenticeship NC program from the Department of Commerce to the NC Community College System. The transfer includes \$350,000 in federal Workforce Innovation and Opportunity Act receipts and \$1.2 million in additional nonrecurring federal grant receipts. An additional \$500,000 is provided in FY 2017-18 to support the program. The revised net appropriation for Apprenticeship NC is \$1.3 million in FY 2017-18 and \$850,315 in FY 2018-19.

**50 Construction Industry Workforce Training**

**Fund Code:** 1624

\$200,000 NR

\$200,000 NR

Provides funds to support a collaboration between the NC Community College System and construction industry trade associations to address workforce training needs in the construction industry. Funds will be used for development of a communications and outreach plan to increase interest in job opportunities in the industry. The revised net appropriation for this item is \$200,000 in each year of the biennium.

**51 Eastern Triad Workforce Development Initiative**

**Fund Code:** 1624

\$3,000,000 NR

Provides funds to the Eastern Triad Workforce Development Board to support development and implementation of a pilot apprenticeship program in targeted industries throughout the Eastern Triad region. Funds will be used for training materials, apprenticeship employment costs, and curriculum development. The revised net appropriation for this initiative is \$3.0 million in FY 2018-19 only.

**D. Financial Aid**

**52 High-Achieving Tuition Scholarships**

**Fund Code:** 1624

\$50,000 R

\$2,000,000 R

Provides funding for scholarships for high-achieving resident students. Eligible students may receive scholarships for tuition of up to the cost of 16 semester credit hours for a period not to exceed four semesters. The State Education Assistance Authority will administer the program. Funds appropriated in FY 2017-18 will be used to support the establishment of the program. The revised net appropriation for the scholarships is \$2.0 million beginning in FY 2018-19.

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**Total Legislative Changes**

\$6,600,682 R

\$8,550,682 R

\$6,012,418 NR

\$6,050,000 NR

**Total Position Changes**

11.00

11.00

**Revised Budget**

\$1,080,846,444

\$1,082,834,026

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**UNC System  
Multiple Budget Codes**

**General Fund Budget**

	<u>FY 2017-18</u>	<u>FY 2018-19</u>
<b>Base Budget</b>		
Requirements	\$4,654,716,690	\$4,704,722,949
Receipts	\$1,853,120,342	\$1,853,120,342
Net Appropriation	\$2,801,596,348	\$2,851,602,607
 <b>Legislative Changes</b>		
Requirements	\$82,101,431	\$174,978,791
Receipts	\$82,555,881	\$117,786,480
Net Appropriation	(\$454,450)	\$57,192,311
 <b>Revised Budget</b>		
Requirements	\$4,736,818,121	\$4,879,701,740
Receipts	\$1,935,676,223	\$1,970,906,822
Net Appropriation	\$2,801,141,898	\$2,908,794,918

**General Fund FTE**

<b>Base Budget</b>	35,141.07	35,141.07
<b>Legislative Changes</b>	0.00	0.00
<b>Revised Budget</b>	35,141.07	35,141.07

**Summary of General Fund Appropriations  
Fiscal Year 2017-18  
2017 Legislative Session**

UNC System		Base Budget			Legislative Changes			Revised Budget		
Bdgt Code	Budget Code Name	Requirements	Receipts	Net Appropriation	Requirements	Receipts	Net Appropriation	Requirements	Receipts	Net Appropriation
16010	UNC-Board of Governors	42,219,268	46,899	42,172,369	-	-	-	42,219,268	46,899	42,172,369
16011	UNC-Board of Governors - Institutional	40,443,966	-	40,443,966	70,411,431	28,694,233	41,717,198	110,855,397	28,694,233	82,161,164
16012	UNC-BOG-Related Educational Programs	156,500,476	48,031,975	108,468,501	450,000	53,861,648	(53,411,648)	156,950,476	101,893,623	55,056,853
16015	Aid to Private Colleges	154,719,754	-	154,719,754	80,000	-	80,000	154,799,754	-	154,799,754
16020	UNC-Chapel Hill	604,235,515	351,926,396	252,309,119	(1,000,000)	-	(1,000,000)	603,235,515	351,926,396	251,309,119
16021	UNC-Chapel Hill - Health Affairs	302,961,243	116,296,211	186,665,032	-	-	-	302,961,243	116,296,211	186,665,032
16022	UNC-Chapel Hill - Area Health Education Center	48,783,693	-	48,783,693	-	-	-	48,783,693	-	48,783,693
16030	North Carolina State University - Academic	785,685,015	378,036,965	407,648,050	2,000,000	-	2,000,000	787,685,015	378,036,965	409,648,050
16031	NC State University - Agricultural Research	67,294,843	14,657,938	52,636,905	-	-	-	67,294,843	14,657,938	52,636,905
16032	NC State University - Cooperative Extension Service	54,481,275	16,086,044	38,395,231	1,350,000	-	1,350,000	55,831,275	16,086,044	39,745,231
16040	UNC-Greensboro	246,798,025	96,641,251	150,156,774	-	-	-	246,798,025	96,641,251	150,156,774
16050	UNC-Charlotte	381,565,121	155,188,429	226,376,692	-	-	-	381,565,121	155,188,429	226,376,692
16055	UNC-Asheville	61,445,467	22,694,842	38,750,625	-	-	-	61,445,467	22,694,842	38,750,625
16060	UNC-Wilmington	215,405,263	95,077,317	120,327,946	-	-	-	215,405,263	95,077,317	120,327,946
16065	East Carolina University - Academic	396,021,538	181,422,729	214,598,809	-	-	-	396,021,538	181,422,729	214,598,809
16066	East Carolina University - Health Affairs	81,286,581	11,075,640	70,210,941	4,000,000	-	4,000,000	85,286,581	11,075,640	74,210,941
16070	NC Agricultural and Technical State University	158,841,628	68,638,146	90,203,482	2,000,000	-	2,000,000	160,841,628	68,638,146	92,203,482
16075	Western Carolina University	138,632,012	48,902,551	89,729,461	-	-	-	138,632,012	48,902,551	89,729,461
16080	Appalachian State University	236,363,067	101,690,074	134,672,993	-	-	-	236,363,067	101,690,074	134,672,993
16082	UNC-Pembroke	81,267,711	27,556,162	53,711,549	-	-	-	81,267,711	27,556,162	53,711,549
16084	Winston-Salem State University	88,656,494	23,938,982	64,717,512	-	-	-	88,656,494	23,938,982	64,717,512
16086	Elizabeth City State University	35,920,913	6,766,201	29,154,712	2,810,000	-	2,810,000	38,730,913	6,766,201	31,964,712
16088	Fayetteville State University	74,122,655	22,006,493	52,116,162	-	-	-	74,122,655	22,006,493	52,116,162
16090	NC Central University	132,892,432	49,648,873	83,243,559	-	-	-	132,892,432	49,648,873	83,243,559
16092	NC School of the Arts	46,056,137	15,631,638	30,424,499	-	-	-	46,056,137	15,631,638	30,424,499
16094	NC School of Science and Mathematics	22,116,598	1,158,586	20,958,012	-	-	-	22,116,598	1,158,586	20,958,012
<b>Undesignated Items</b>										
N/A	Compensation Increase Reserve	-	-	-	-	-	-	-	-	-
N/A	State Retirement Contribution	-	-	-	-	-	-	-	-	-
N/A	State Health Plan Reserve	-	-	-	-	-	-	-	-	-
<b>Total</b>		<b>\$4,654,716,690</b>	<b>\$1,853,120,342</b>	<b>\$2,801,596,348</b>	<b>\$82,101,431</b>	<b>\$82,555,881</b>	<b>(\$454,450)</b>	<b>\$4,736,818,121</b>	<b>\$1,935,676,223</b>	<b>\$2,801,141,898</b>

**Summary of General Fund Appropriations  
Fiscal Year 2018-19  
2017 Legislative Session**

UNC System		Base Budget			Legislative Changes			Revised Budget		
Bdgt Code	Budget Code Name	Requirements	Receipts	Net Appropriation	Requirements	Receipts	Net Appropriation	Requirements	Receipts	Net Appropriation
16010	UNC-Board of Governors	42,219,268	46,899	42,172,369	-	-	-	42,219,268	46,899	42,172,369
16011	UNC-Board of Governors - Institutional	80,443,966	-	80,443,966	157,048,791	60,400,390	96,648,401	237,492,757	60,400,390	177,092,367
16012	UNC-BOG-Related Educational Programs	156,500,476	48,031,975	108,468,501	7,500,000	57,386,090	(49,886,090)	164,000,476	105,418,065	58,582,411
16015	Aid to Private Colleges	164,719,754	-	164,719,754	2,080,000	-	2,080,000	166,799,754	-	166,799,754
16020	UNC-Chapel Hill	604,235,515	351,926,396	252,309,119	(1,000,000)	-	(1,000,000)	603,235,515	351,926,396	251,309,119
16021	UNC-Chapel Hill - Health Affairs	302,961,243	116,296,211	186,665,032	-	-	-	302,961,243	116,296,211	186,665,032
16022	UNC-Chapel Hill - Area Health Education Center	48,783,693	-	48,783,693	-	-	-	48,783,693	-	48,783,693
16030	North Carolina State University - Academic	785,685,015	378,036,965	407,648,050	-	-	-	785,685,015	378,036,965	407,648,050
16031	NC State University - Agricultural Research	67,294,843	14,657,938	52,636,905	-	-	-	67,294,843	14,657,938	52,636,905
16032	NC State University - Cooperative Extension Service	54,481,275	16,086,044	38,395,231	1,350,000	-	1,350,000	55,831,275	16,086,044	39,745,231
16040	UNC-Greensboro	246,798,025	96,641,251	150,156,774	-	-	-	246,798,025	96,641,251	150,156,774
16050	UNC-Charlotte	381,565,121	155,188,429	226,376,692	-	-	-	381,565,121	155,188,429	226,376,692
16055	UNC-Asheville	61,445,467	22,694,842	38,750,625	-	-	-	61,445,467	22,694,842	38,750,625
16060	UNC-Wilmington	215,405,263	95,077,317	120,327,946	-	-	-	215,405,263	95,077,317	120,327,946
16065	East Carolina University - Academic	396,021,538	181,422,729	214,598,809	-	-	-	396,021,538	181,422,729	214,598,809
16066	East Carolina University - Health Affairs	81,286,581	11,075,640	70,210,941	4,000,000	-	4,000,000	85,286,581	11,075,640	74,210,941
16070	NC Agricultural and Technical State University	158,841,628	68,638,146	90,203,482	2,000,000	-	2,000,000	160,841,628	68,638,146	92,203,482
16075	Western Carolina University	138,633,192	48,902,551	89,730,641	-	-	-	138,633,192	48,902,551	89,730,641
16080	Appalachian State University	236,363,067	101,690,074	134,672,993	-	-	-	236,363,067	101,690,074	134,672,993
16082	UNC-Pembroke	81,271,590	27,556,162	53,715,428	-	-	-	81,271,590	27,556,162	53,715,428
16084	Winston-Salem State University	88,656,494	23,938,982	64,717,512	-	-	-	88,656,494	23,938,982	64,717,512
16086	Elizabeth City State University	35,920,913	6,766,201	29,154,712	2,000,000	-	2,000,000	37,920,913	6,766,201	31,154,712
16088	Fayetteville State University	74,122,655	22,006,493	52,116,162	-	-	-	74,122,655	22,006,493	52,116,162
16090	NC Central University	132,892,432	49,648,873	83,243,559	-	-	-	132,892,432	49,648,873	83,243,559
16092	NC School of the Arts	46,056,137	15,631,638	30,424,499	-	-	-	46,056,137	15,631,638	30,424,499
16094	NC School of Science and Mathematics	22,117,798	1,158,586	20,959,212	-	-	-	22,117,798	1,158,586	20,959,212
<b>Undesignated Items</b>										
N/A	Compensation Increase Reserve	-	-	-	-	-	-	-	-	-
N/A	State Retirement Contribution	-	-	-	-	-	-	-	-	-
N/A	State Health Plan Reserve	-	-	-	-	-	-	-	-	-
<b>Total</b>		<b>\$4,704,722,949</b>	<b>\$1,853,120,342</b>	<b>\$2,851,602,607</b>	<b>\$174,978,791</b>	<b>\$117,786,480</b>	<b>\$57,192,311</b>	<b>\$4,879,701,740</b>	<b>\$1,970,906,822</b>	<b>\$2,908,794,918</b>

**Summary of General Fund Total Requirements FTE  
Fiscal Year 2017-18  
2017 Legislative Session**

UNC System		<u>Base</u>	<u>Legislative Changes</u>		<u>Revised</u>
<b>Bdgt Code</b>	<b>Budget Code Name</b>	<b>Total Requirements</b>	<b>Net Appropriation</b>	<b>Receipts</b>	<b>Total Requirements</b>
16010	UNC-Board of Governors	278.00	-	-	278.00
16011	UNC-Board of Governors - Institutional	-	-	-	-
16012	UNC-BOG-Related Educational Programs	-	-	-	-
16015	Aid to Private Colleges	-	-	-	-
16020	UNC-Chapel Hill	4,221.56	-	-	4,221.56
16021	UNC-Chapel Hill - Health Affairs	1,948.73	-	-	1,948.73
16022	UNC-Chapel Hill - Area Health Education Center	77.90	-	-	77.90
16030	North Carolina State University - Academic	5,980.37	-	-	5,980.37
16031	NC State University - Agricultural Research	733.05	-	-	733.05
16032	NC State University - Cooperative Extension Service	673.99	-	-	673.99
16040	UNC-Greensboro	2,132.16	-	-	2,132.16
16050	UNC-Charlotte	3,185.89	-	-	3,185.89
16055	UNC-Asheville	604.14	-	-	604.14
16060	UNC-Wilmington	1,940.64	-	-	1,940.64
16065	East Carolina University - Academic	3,230.95	-	-	3,230.95
16066	East Carolina University - Health Affairs	555.79	-	-	555.79
16070	NC Agricultural and Technical State University	1,584.14	-	-	1,584.14
16075	Western Carolina University	1,265.81	-	-	1,265.81
16080	Appalachian State University	2,184.52	-	-	2,184.52
16082	UNC-Pembroke	736.29	-	-	736.29
16084	Winston-Salem State University	882.93	-	-	882.93
16086	Elizabeth City State University	330.16	-	-	330.16
16088	Fayetteville State University	743.26	-	-	743.26
16090	NC Central University	1,183.16	-	-	1,183.16
16092	NC School of the Arts	443.29	-	-	443.29
16094	NC School of Science and Mathematics	224.35	-	-	224.35
<b>Total FTE</b>		<b>35,141.07</b>	<b>-</b>	<b>-</b>	<b>35,141.07</b>

**Summary of General Fund Total Requirements FTE  
Fiscal Year 2018-19  
2017 Legislative Session**

<b>UNC System</b>		<u>Base</u>	<u>Legislative Changes</u>		<u>Revised</u>
<b>Bdgt Code</b>	<b>Budget Code Name</b>	<b>Total Requirements</b>	<b>Net Appropriation</b>	<b>Receipts</b>	<b>Total Requirements</b>
16010	UNC-Board of Governors	278.00	-	-	278.00
16011	UNC-Board of Governors - Institutional	-	-	-	-
16012	UNC-BOG-Related Educational Programs	-	-	-	-
16015	Aid to Private Colleges	-	-	-	-
16020	UNC-Chapel Hill	4,221.56	-	-	4,221.56
16021	UNC-Chapel Hill - Health Affairs	1,948.73	-	-	1,948.73
16022	UNC-Chapel Hill - Area Health Education Center	77.90	-	-	77.90
16030	North Carolina State University - Academic	5,980.37	-	-	5,980.37
16031	NC State University - Agricultural Research	733.05	-	-	733.05
16032	NC State University - Cooperative Extension Service	673.99	-	-	673.99
16040	UNC-Greensboro	2,132.16	-	-	2,132.16
16050	UNC-Charlotte	3,185.89	-	-	3,185.89
16055	UNC-Asheville	604.14	-	-	604.14
16060	UNC-Wilmington	1,940.64	-	-	1,940.64
16065	East Carolina University - Academic	3,230.95	-	-	3,230.95
16066	East Carolina University - Health Affairs	555.79	-	-	555.79
16070	NC Agricultural and Technical State University	1,584.14	-	-	1,584.14
16075	Western Carolina University	1,265.81	-	-	1,265.81
16080	Appalachian State University	2,184.52	-	-	2,184.52
16082	UNC-Pembroke	736.29	-	-	736.29
16084	Winston-Salem State University	882.93	-	-	882.93
16086	Elizabeth City State University	330.16	-	-	330.16
16088	Fayetteville State University	743.26	-	-	743.26
16090	NC Central University	1,183.16	-	-	1,183.16
16092	NC School of the Arts	443.29	-	-	443.29
16094	NC School of Science and Mathematics	224.35	-	-	224.35
<b>Total FTE</b>		<b>35,141.07</b>	<b>-</b>	<b>-</b>	<b>35,141.07</b>

# UNC System

GENERAL FUND
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	FY 17-18	FY 18-19
<b>Recommended Base Budget</b>	<b>\$2,801,596,348</b>	<b>\$2,851,602,607</b>

**Legislative Changes**

**Base Budget Adjustment**

**53 Adjustment to Recommended Base Budget for Opportunity Scholarships**

**Budget Code:** 16015

Increases the recommended base budget figures for the University of North Carolina (UNC) System by \$20.0 million in FY 2017-18 and \$30.0 million in FY 2018-19 to account for statutory increases to the Opportunity Scholarship Grant Fund Reserve in accordance with G.S. 115C-562.8(b). The Reserve is used to fund scholarships for the subsequent fiscal year. The revised base budget amount for the Opportunity Scholarship Grant Fund Reserve is \$44.8 million in FY 2017-18 and \$54.8 million in FY 2018-19. The revised recommended base budget for the UNC System is \$2.8 billion in FY 2017-18 and \$2.9 billion in FY 2018-19 as shown in the figures above.

**B. Technical and Formula Adjustments**

**54 Enrollment Growth Adjustments**

**Budget Code:** 16011

\$46,571,112	R	\$94,734,518	R
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Fully funds the projected enrollment growth in the UNC system for both years of the biennium. Total Full Time Equivalent (FTE) enrollment is expected to be 210,246 in FY 2017-18 and 215,420 in FY 2018-19. This is an increase of 1.98% in FY 2017-18 and an additional 2.46% in FY 2018-19.

**C. Other Adjustments**

**55 Management Flexibility Reduction**

**Budget Code:** 16011

		(\$4,000,000)	R
(\$21,992,233)	NR	(\$24,022,995)	NR

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. A related provision details the manner in which the management flexibility reduction is to be allocated. The revised net appropriation for the UNC system is \$2.8 billion in FY 2017-18 and \$2.9 billion in FY 2018-19.



House Appropriations Committee on Education

**FY 17-18**

**FY 18-19**

**56 Vacant Positions Elimination**

(\$3,000,000) R (\$3,000,000) R

**Budget Code:** 16011

Eliminates positions that have been vacant for 12 months or longer across the UNC System.

**57 Facilities and Administrative Receipts**

(\$2,300,000) NR

**Budget Code:** 16011

Budgets F&A receipts on a one-time basis and reduces General Fund appropriations by a like amount.

**58 NC Policy Collaboratory**

(\$1,000,000) R (\$1,000,000) R

**Budget Code:** 16011

Eliminates funding for the NC Policy Collaboratory. The Collaboratory was established in the 2016 budget to conduct and disseminate research related to natural resources management for State and local government. The revised net appropriation for the Collaboratory is \$0 in both years of the biennium.

**59 NC Promise**

\$11,000,000 R

**Budget Code:** 16011

Provides additional funding for the NC Promise program. This funding adjusts for enrollment growth that has occurred in the time between the creation of the program in 2016 and its implementation in 2018. The revised net appropriation for the NC Promise tuition "buy down" is \$40.0 million in FY 2018-19.

**60 NC Promise for NC Residents**

(\$10,987,984) R

**Budget Code:** 16011

Eliminates the reduced tuition at ECSU, UNC-P, and WCU for non-resident students. The \$500 per-semester tuition for residents at these three institutions remains the same. The revised net appropriation for NC Promise is \$40 million in FY 2018-19.

**FY 17-18****FY 18-19****61 Data Analytics**

\$1,000,000 R

\$1,000,000 R

**Budget Code:** 16011

\$9,000,000 NR

\$17,000,000 NR

Provides funds for a variety of data collection, modernization and integration projects. This will include, but is not limited to: post-graduate outcomes, uniform and integrated data collection across all campuses, and Enterprise Resource Planning (ERP) modernization that will enable better financial management of UNC through cost per unit analysis, predictive modeling, and more timely access to actionable information. The revised net appropriation for data analytics is \$9 million in FY 2017-18 and \$17.3 million in FY 2018-19.

**62 Student Success Innovation Initiative**

\$500,000 R

\$3,000,000 R

**Budget Code:** 16011

Provides funds for a competitive grant program for UNC institutions. Any institution may apply for a grant to implement or expand an institution-specific, evidence based strategy to improve retention and graduation rates. The revised net appropriation for the Student Success grant program is \$500,000 in FY 2017-18 and \$3.0 million in FY 2018-19.

**63 Research Opportunity Initiative**

\$1,500,000 R

\$1,500,000 R

**Budget Code:** 16011

Increases funding for a competitive grant program that supports innovative research programs in 6 priority areas: advanced manufacturing; data sciences; defense, military, and security; energy; marine and coastal sciences; and pharmacoengineering. The revised net appropriation for the Research Opportunity Initiative is \$4.5 million in each year of the biennium.

**64 Finish in Four**

\$1,000,000 NR

\$500,000 R

**Budget Code:** 16011

Provides funds for a pilot program that will employ a digital advising tool to guide students through course selection. The revised net appropriation is \$1.0 million in FY 2017-18 and \$500,000 in FY 2018-19.

**65 Building Operating Reserves**

\$751,112 R

\$5,910,362 R

**Budget Code:** 16011

Provides operating funds for buildings coming online in the 2017-19 biennium. Funds are provided for: the Beaver College of Health Sciences at ASU; the G.R. Little Library at ECSU; the Mountain Area Health Center through UNC-CH; the Student Health Services Building at UNC-P; and the Science and General Office Building at WSSU.

**FY 17-18****FY 18-19****66 ECU Brody School of Medicine Stabilization Funds**

\$4,000,000 R

\$4,000,000 R

**Budget Code:** 16066

Provides funds to stabilize the Brody School of Medicine at East Carolina University. The revised net appropriation for East Carolina University Health Affairs for all items is \$74.4 million in FY 2017-18 and \$75 million in FY 2018-19.

**67 Faculty Recruitment and Retention**

\$3,000,000 NR

\$3,000,000 R

**Budget Code:** 16011

Increases funding for faculty recruitment and retention efforts at UNC institutions. The revised net appropriation for faculty recruitment and retention is approximately \$16.0 million.

**68 Food Processing Innovation Center**

\$700,000 R

\$700,000 R

**Budget Code:** 16011

\$4,400,000 NR

Provides funds for the Food Processing Innovation Center, to be housed at the NC Research Campus. Nonrecurring funds are provided to equip the Center. Recurring funding will be used for lease payments for the space to be renovated by the NC Research Campus and the City of Kannapolis, and for personnel costs to be augmented by additional staffing supported by the NCSU College of Agriculture and Life Sciences and the NC Department of Agriculture. The revised net appropriation for this center is \$5.1 million in FY 2017-18 and \$700,000 in FY 2018-19.

**69 Principal Preparation Grants Program**

\$80,000 R

\$80,000 R

**Budget Code:** 16015

Provides additional funds for administration of the Principal Preparation Grants program. The program provides competitive grants for school leadership development. The revised net appropriation for this program is \$4.5 million dollars in each year of the biennium.

**70 NCSU Innovation in Manufacturing Biopharmaceuticals**

\$2,000,000 NR

**Budget Code:** 16030

Provides funds for North Carolina State University's (NCSU) participation in a collaborative effort to accelerate the development of innovative manufacturing processes for biopharmaceutical products. Funds will support the Biomanufacturing Training and Education Center at NCSU and serve as matching funds for a federal grant from the National Institute of Standards and Technology. The revised net appropriation for this initiative is \$2.0 million in FY 2017-18.

**FY 17-18****FY 18-19****71 NC A&T Doctoral Program**

\$2,000,000 R

\$2,000,000 R

**Budget Code:** 16070

Provides funds to support established doctoral programs at NC A&T University. These funds will support new faculty and graduate student services for the doctoral programs, including computer science, various engineering fields, energy and environmental systems, education, and rehabilitation counseling. The revised net appropriation for NC A&T is \$92.0 million in each year of the biennium.

**72 Elizabeth City State University Stabilization Funds**

\$2,810,000 NR

\$2,000,000 NR

**Budget Code:** 16086

Provides funds to Elizabeth City State University to stabilize enrollment. Funds will be used to hire temporary faculty to anchor core programs, provide start-up funds for an aviation science program, and support student success initiatives. The revised net appropriation for Elizabeth City State University is \$32.0 million in FY 2017-18 and \$31.1 million in FY 2018-19.

**73 NCSU Cooperative Extension**

\$1,350,000 R

\$1,350,000 R

**Budget Code:** 16032

Provides additional funds for the NCSU Cooperative Extension for faculty and employee retention and recruitment. The revised net appropriation for the Cooperative Extension is \$40.0 million in both years of the biennium.

**D. Financial Aid****74 Teaching Fellows****Budget Code:** 16012

Provides funds to establish a competitive forgivable loan program for students interested in entering teaching in science, technology, engineering and mathematics (STEM) or special education licensure areas. Students may receive up to \$8,250 per year for tuition, fees, and the cost of books. These loans may be forgiven upon completion of a term of service at a North Carolina elementary or high school. Funds are also provided to the North Carolina State Educational Assistance Authority to administer the program. This program is supported by a transfer from the NC Education Endowment Fund of \$450,000 in FY 2017-18 and \$6 million in FY 2018-19. The total requirements for Teaching Fellows are \$6 million annually.

**75 Cheatham-White Scholarships**

\$1,500,000 R

**Budget Code:** 16012

Provides funds for the Cheatham-White Scholarship program, established in the 2016 budget. These scholarships, at North Carolina Central University (NCCU) and North Carolina Agricultural and Technical State University (NCA&T), will fund up to 20 scholarships at each university beginning in the Fall 2018 semester. NCCU and NCA&T will be required to match the General Fund appropriation. The revised net appropriation for the Cheatham-White Scholarships is \$1.5 million in FY 2018-19.

**76 Need-Based Scholarships for Private College Students**

\$2,000,000 R

**Budget Code:** 16015

Provides additional funds for scholarships for resident students attending private colleges and universities in North Carolina. The revised net appropriation for these scholarships is \$90.4 million in FY 2018-19.

**77 UNC Need-Based Financial Aid Program**

(\$53,411,648) R (\$51,386,090) R

**Budget Code:** 16012

Increases available receipts from the NC Education Lottery fund to support the UNC Need-Based Financial Aid Program. General Fund appropriations are offset accordingly. Total requirements will remain unchanged at \$125,930,498 in each year of the biennium.

**78 Opportunity Scholarships Evaluation**

\$587,207 NR \$314,500 NR

**Budget Code:** 16011

Provides funds to support an evaluation of learning gains or losses of students receiving Opportunity Scholarship grants, as well as the competitive effects on public school performance on standardized tests as a result of the program. The State Education Assistance Authority will contract with an independent research organization to conduct the evaluation. The revised net appropriation for the evaluation is \$587,207 in FY 2017-18 and \$314,500 in FY 2018-19.

**Total Legislative Changes**

\$1,040,576	R	\$61,900,806	R
(\$1,495,026)	NR	(\$4,708,495)	NR

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

\$2,801,141,898	\$2,908,794,918
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