2009-2010

HOUSE APPROPRIATIONS – GENERAL GOVERNMENT

MINUTES

HOUSE APPROPRIATIONS

Subcommittee on General Government

2009 – 2010 Session

Co- Chairs

Representative Susan C. Fisher

Representative Alice G. Underhill

Staff

Michele Nelson
Claire Hester
Sarah Poteat

Committee Assistants

Lynn Tennant
Office of Representative Susan C. Fisher

Judy Veorse
Office of Representative Alice G. Underhill

ATTENDANCE – 2009 Appropriations Subcommittee on General Government

DATES	3/10/09 8:30	3/10/09 2:00	3/18/09 8:30	3/18/09 2:00	3/25/09	4/21/09 8:30	4/21/09 2:00	4/22/09 2:00	4/23/09 8:30	4/28/09 8:30	4/28/09 2:00	5/4/09 4:00	5/19/09 8:30	5/19/09 2:00
Rep. Susan Fisher, Chairman	X	X	X	X	X	X	X	X	X	X	X	X	X	X
Rep. Alice Underhill, Chairman	X	X	X	X	X	X		X	X	X	X	X	X	X
Rep. Fred Steen, Vice Chair				X		X					X		X	
Rep. Russell Tucker, Vice Chair				X	X	X	X			X	X	X	X	X
Rep. Larry Brown, Member											X	X		X
Rep. George Cleveland, Member	X		X	X		X	X	X	X	X	X	X	X	X
Rep. Elmer Floyd, Member	X		X	X		X	X	X	X	X	X	X	X	X
Rep. Grey Mills, Member	X		X			X		X		X			X	
Rep. Jane Whilden , Member	X	X	X		X	X	X		X	X	X	X	X	X

ATTENDANCE – 2009 Appropriations Subcommittee on General Government

DATES	5/19/09 3:15	5/21/09 8:30	5/21/09 2:00	5/27/09 8:30	5/27/09 2:00	6/1/09 12:00	6/3/09 9:00	6/4/09 4:24	6/10/09 2:00					
Rep. Susan Fisher, Chairman	X	X	X	X	X	X	X	X	X					
Rep. Alice Underhill, Chairman	X	X		X	X	X	X	X	X					
Rep. Fred Steen, Vice Chair	X		X	X	X	X	X	X	X					
Rep. Russell Tucker, Vice Chair	X	X	X	X	X	X	x	X	X					
Rep. Larry Brown, Member	X					X			X					
Rep. George Cleveland, Member	X	X	X	X	X	X	X	X	X					
Rep. Elmer Floyd, Member	X	X	X	X	X	X	X	X	X					
Rep. Grey Mills, Member	X	X	X			X	X	X	X					
Rep. Jane Whilden , Member	X	X		X	X	X	X	X	X					

ATTENDANCE

2009 – 2010 Session

House Appropriations / Subcommittee on General Government

DATES	02/25/09	02/25/09	03/12/09	03/25/09	04/15/09	04/16/09	04/27/09	04/29/09	04/30/09	05/13/09	5/19/09	5/19/09	05/20/09	05/20/09	05/20/09
Rep. Susan Fisher, Chair	√	√	√	√	√	√	√	X	√	√	√	√	√	√	√
Rep. Alice Underhill, Chair	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
Rep. Fred Steen, Vice-Chair	X	X	X	X	√	X	√	X	X		√	X	√	√	X
Rep. Russell Tucker, Vice-Chair	√	X	X	X	√	√	√	X	√	√	√	X	√	√	√
Rep. Larry Brown	X	X	X	X	X	X	√	X	X		X	√	X	X	√
Rep. George Cleveland	√	√	√	√	√	√	√	√	√		√	√	√	√	√
Rep. Elmer Floyd	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
Rep. Grey Mills	√	√	√	√	√	√	√	√	√		√	X	√	√	√
Rep. Jane Whilden	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
Sen. Katie Dorsett, Chair	√	√	√	√	√										
Sen. Bob Atwater, Co-Chair			√	√											
Sen. Andrew Brock				√	√										
Sen. Don East															
Sen. Tony Rand															
Sen. David Hoyle															

ATTENDANCE

2009 – 2010 Session

House Appropriations / Subcommittee on General Government

DATES	05/26/09	05/26/09	05/26/09	05/28/09	05/28/09	06/02/09	06/02/09	06/08/09	06/10/09	06/10/09 PM						
Rep. Susan Fisher, Chair	√	√	√	√		√	√	√	√	√						
Rep. Alice Underhill, Chair	√	√	√	√	√	√	√	√	√	√						
Rep. Fred Steen, Vice-Chair	X		√	√	√	√	√	√	√	√						
Rep. Russell Tucker, Vice-Chair	√	√	√		√	√	√	√	√	√						
Rep. Larry Brown	X	√			√	√		√	√	√						
Rep. George Cleveland	√	√	√	√	√	√		√	√	√						
Rep. Elmer Floyd	√	√	√	√		√	√	√	√	√						
Rep. Grey Mills	√	√			√	√	√	√	√	√						
Rep. Jane Whilden	√	√	√	√	√	√	√	√	√	√						

NORTH CAROLINA GENERAL ASSEMBLY

APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
2009-2010 SESSION



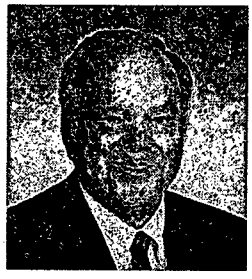
Rep. Susan C. Fisher
Chair



Rep. Alice G. Underhill
Chair



Rep. Fred F. Steen
Vice-chair



Rep. Russell E. Tucker
Vice-Chair



Rep. Larry Brown



Rep. George G. Cleveland



Rep. Elmer Floyd



Rep. Grey Mills



Rep. Jane Whilden

APPROPRIATIONS
SUBCOMMITTEE ON GENERAL GOVERNMENT

2009-10
MEMBERSHIP INFORMATION

Chairs:	Room #	Phone #	Seat #	LA's Name
Susan Fisher	402	715-2013	30	Lynn Tennant
Alice Underhill	1206	733-5853	33	Judy Veorse
Vice-chairs:				
Fred Steen	502	733-5881	37	Chris Floyd
Russell Tucker	416-B	715-3021	48	Sally Gillis
Members:				
Larry Brown	609	733-5607	73	Delores Ledford
George Cleveland	504	715-6707	86	Susan West Horne
Elmer Floyd	1311	733-5959	90	Jackie Dickens
Grey Mills	1111	733-5741	117	Wanda Benson
Jane Whilden	1305	715-3012	107	Beth LeGrande

Fiscal Staff:		
Amna Cameron	619	733-4910
Anna Sacks	619	733-4910

NORTH CAROLINA GENERAL ASSEMBLY

APPROPRIATIONS/GENERAL GOVERNMENT
2009 – 2010 SESSION



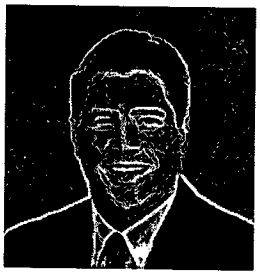
Senator Katie G. Dorsett

Co-Chair



Senator Bob Atwater

Co–Chair



Senator Andrew C. Brock

Member



Senator Don East

Member



Senator Tony Rand

Member

2009
SENATE APPROPRIATIONS
SUBCOMMITTEE ON GENERAL GOVERNMENT

MEMBERSHIP

Member	Assistant	Phone	Office	Seat
Dorsett, Katie Co-Chair	Phyllis Cameron	715-3042	2106	27
Atwater, Bob Co-Chair	Carol Resar	715-3036	312A	20
Andrew Brock	Janet Black	715-0690	1119	43
East, Don	Anne Misenheimer	733-5743	1120	46
Rand, Tony	Evelyn Costello	733-9892	300-C	2
Fiscal Analyst: Amna Cameron Anna Niles		733-4910	619	

Joint Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building
Wednesday, February 25, 2009
8:30 AM

Minutes

The House Appropriations Subcommittee on General Government met jointly with the Senate on Wednesday, February 25, 2009 at 8:30 AM in Room 1425.

House Members of the Subcommittee on General Government present were: Fisher, Underhill, Tucker, Cleveland, Floyd, Mills, and Whilden.

Senate Members of the Subcommittee on General Government present were: Dorsett, East and Rand.

Fiscal Staff Members present were Amna Cameron and Anna Sacks.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms. Representative Underhill then called on Fiscal Staff member Amna Cameron. Ms. Cameron reported to the committee members on the staff's visitation to the historical sites throughout the state (Attachment 2).

Dr. Jeffrey Crow, Deputy Secretary, NC Cultural Resources, was recognized and spoke the committee.

A question and answer period. The committee adjourned at 9:42 AM to reconvene at 2:00 PM today.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Vearse

Judy Vearse, Committee Clerk

AGENDA
JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
February 25, 2009
8:30 a.m. and 2:00 p.m.
Room 1425

Senator Katie Dorsett Senator Bob Atwater		Representative Alice Underhill, Chairing Representative Susan Fisher
8:30	Call to Order	Representative Underhill
	Historic Sites Presentation	Amna Cameron, Fiscal Staff
	Agency Response	Keith Hardison Director, Historic Sites/Cultural Resources
	Adjourn	
2:00	Call to Order	Representative Underhill
	Workforce Planning	Linda Coleman Director, Office of State Personnel
		Sharon Howard Human Resource Planning
	Beach Plan Overview	Wayne Goodwin Commissioner, Insurance
		Rose Vaughn Williams Legislative Counsel, Insurance
	Adjourn	

Upcoming meetings: 2/26/07 8:30a.m., Escheats Fund presentation and Scholarships for Children of War Veterans presentation

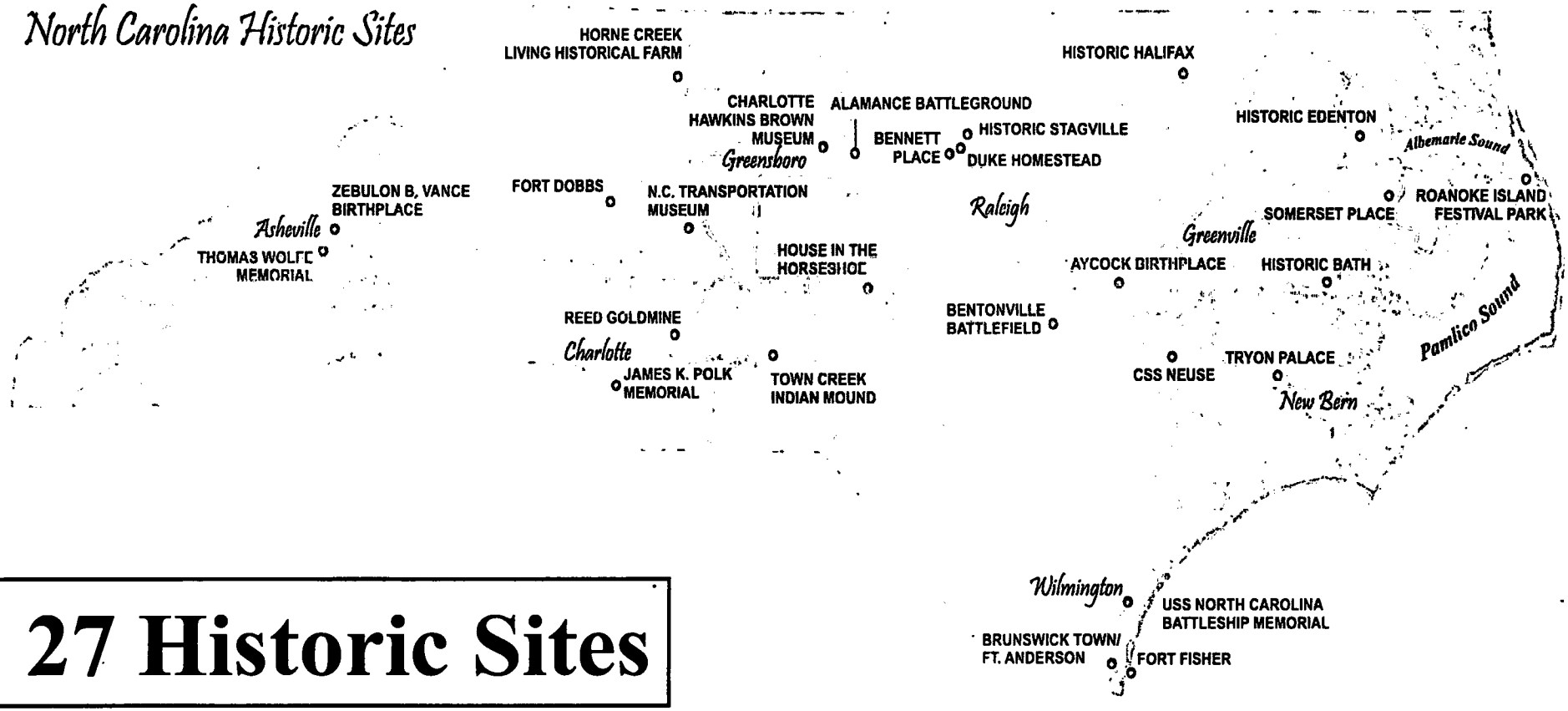
Joint Appropriations Subcommittee on
General Government

Issue Presentation:
Historic Sites

February 25, 2009

FISCAL RESEARCH DIVISION
A Staff Agency of the North Carolina General Assembly

Historic Site Map



27 Historic Sites



Presentation Overview

Historic Sites Overview

Fast Facts

Qualification Process

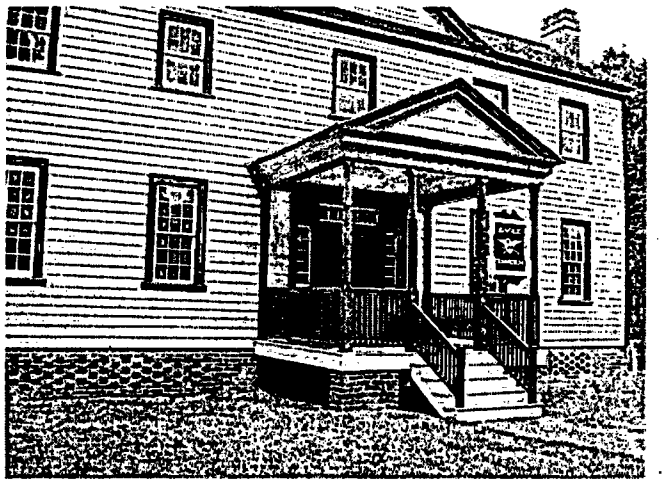
Issues

Options for Consideration

Colonial/Revolutionary Sites



- Alamance Battlefield
- Brunswick Town (Fort Anderson)
- Historic Bath
- Historic Edenton
- Historic Halifax
- House-in-the-Horseshoe
- Roanoke Island Festival Park
- Tryon Palace









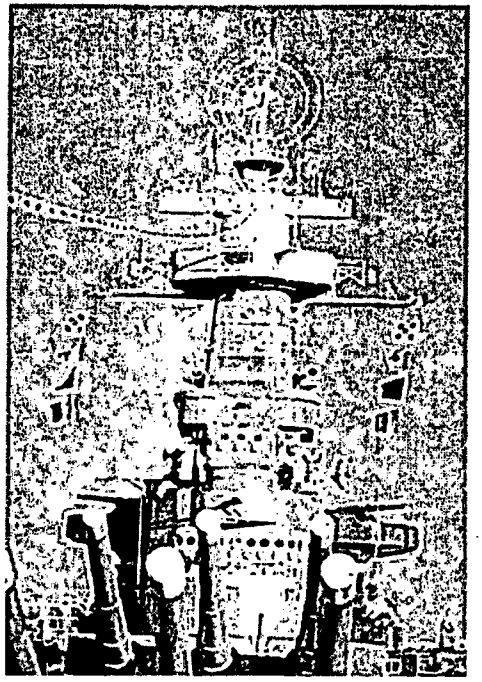
War Sites

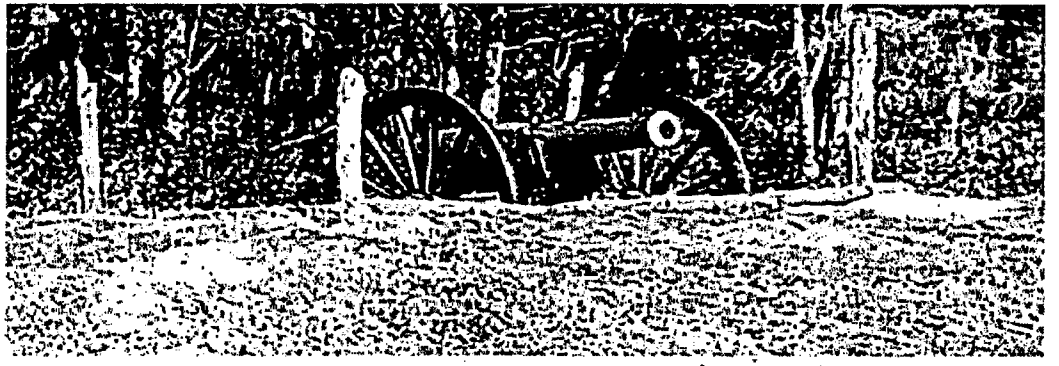
French/Indian War

- Fort Dobbs

World War II

- USS NC Battleship





Civil War

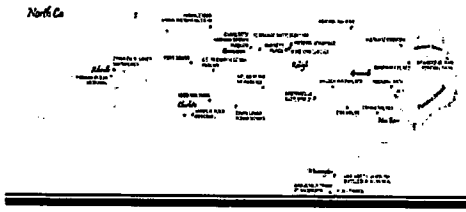
- Bennett Place
- Bentonville Battlefield
- Fort Anderson (Brunswick Town)
- CSS Neuse (Caswell Memorial)
- Fort Fisher

Famous North Carolinians' Sites

- Aycock Birthplace
- Caswell Memorial (CSS Neuse)
- James K Polk Memorial
- State Capitol
- Vance Birthplace
- Thomas Wolfe Memorial







Miscellaneous Sites

African American Sites

- Charlotte Hawkins Brown Museum
- Somerset Place
- Historic Stagville

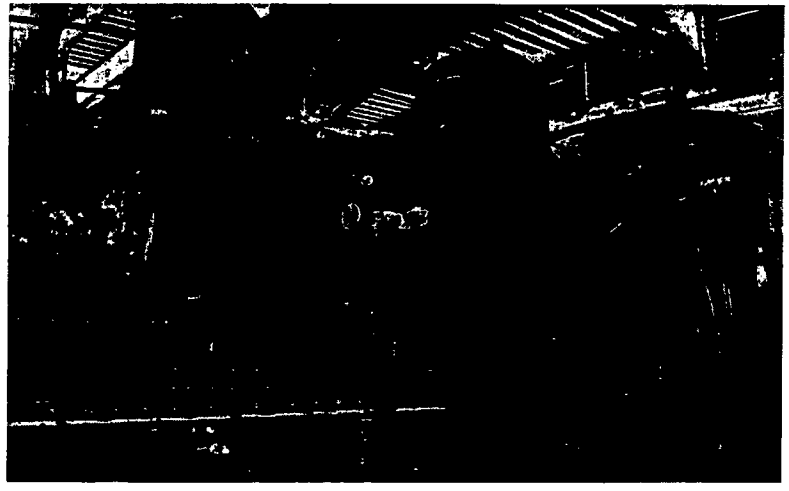


American Indian Site

- Town Creek Indian Mound

Farming and Industry

- Duke Homestead - Durham
- Horne Creek Living Historical Farm - Penacle (now w/s)
- NC Transportation Museum - Spencer
- Reed Gold Mine - Midland outside Charlotte





Fast Facts

NC Constitution, Article XIV, Section 5

"…preserve as part of the common heritage of this State its… historical sites"

Employees

- 274.5 Full-Time State Employees (12/08)
- 191.25 Part-Time State Employees (12/08)
- Average Salary: $32,438

Visitors

- 1,640,087 Visitors in FY 2007-08
- Ranges from 9,692 to 577,498



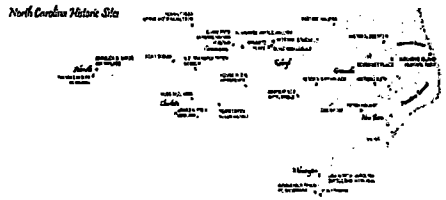
Fast Facts

Admission

- 3 charge a basic admission (Battleship, Roanoke Island, Tryon Palace)
  - Activity-based admissions: Bath, Edenton, Reed Gold Mine, Transportation Museum, Thomas Wolfe

Friends and Commissions

- Each site has at least one associated non-profit
- 5 have Statutory Commissions (Bath, Edenton, Battleship, Roanoke Island, Tryon Palace)



Qualification Process

§ 121-9. Historic properties

§ 121-12. North Carolina Historical Commission

" …the Department may, with the approval of the North Carolina Historical Commission and after consultation with the Joint Legislative Commission on Governmental Operations, acquire, preserve, restore, hold, maintain, operate, and dispose of such properties … for their protection, preservation, maintenance, and operation."



Overview of Issues

- Funding (Full + Part-time Position
- Exhibits
- Capital/R&R Needs
- Positions
- Public Safety and Security
- Friends and Commissions



Issue: Funding

- Current funding levels are not sufficient to address needs
- Minimal advertising/marketing dollars available
- Does investment in site = greater attendance?
- Due to lack of interest in cutting grant programs, budget cuts often hit Archives & History at a disproportionate share



Issue: Funding

Are there ways to raise funds without increasing General Fund support?

<u>Fees</u>

- Admission fees
- Special event fees
- Facility/Grounds rental fees

<u>Other</u>

- Role of "friends"/commissions



Issue: Exhibits

- Temporary exhibits in place for 20 years
- Exhibits in poor condition
- Some exhibits no longer relevant

Limited Current Exhibits

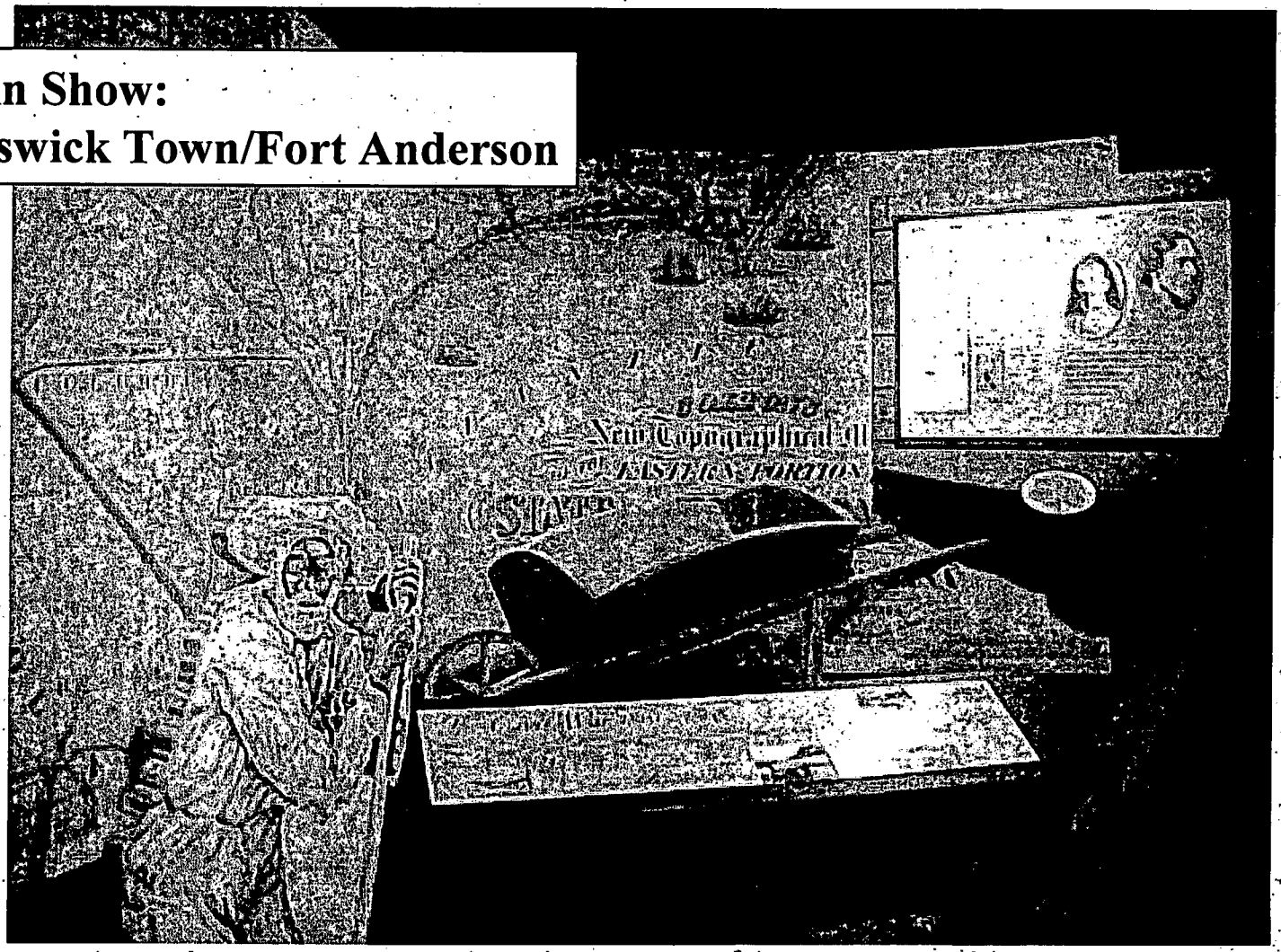
- Stagville
- Fort Dobbs
- CSS Neuse

Need New Exhibits

- Alamance
- Bath
- Duke Homestead
- House in the Horseshoe
- Polk
- Vance

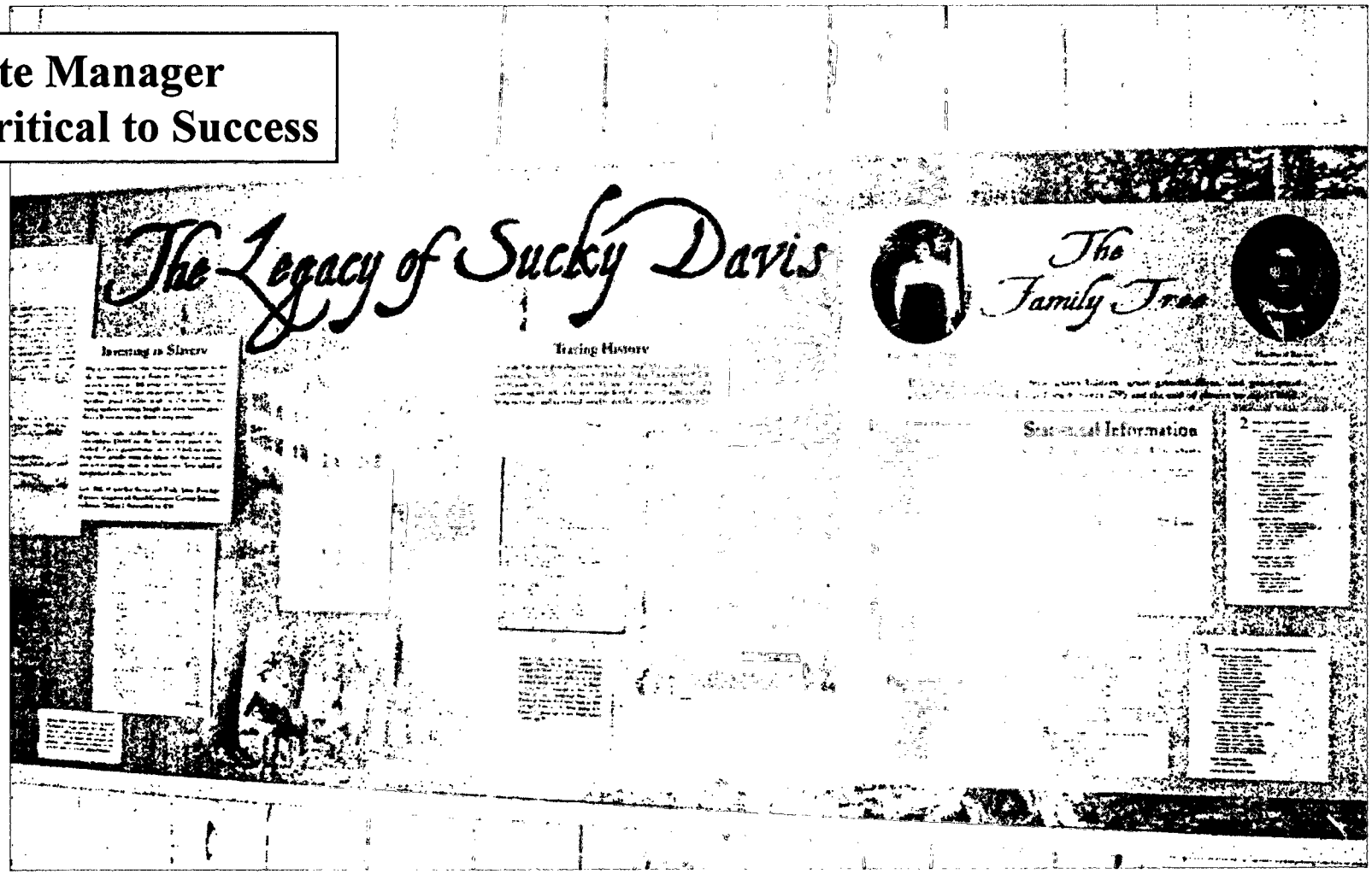
Issue: Exhibits

Best in Show:
Brunswick Town/Fort Anderson



Issue: Exhibits

Site Manager Critical to Success



Issue: Capital/R&R Needs

Transportation Museum:

Backshop

Battleship:

Dry Dock

Fort Dobbs: Needs a Fort



Edenton: Lighthouse on Wheels



Tryon Palace:

Conservation/Storage Area

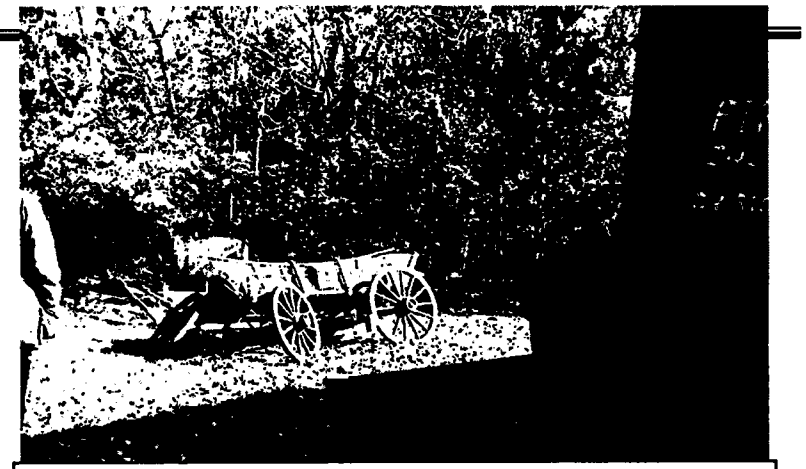
Reed Gold Mine:

Work on Mine Shaft

Issue: Capital/R&R Needs

Maintenance Sheds

- Bentonville
- Horne Creek
- Polk
- Tryon Palace



Donated Period Wagon at Polk





Equipment Storage at Horne Creek

Issue: Capital/R&R Needs

Visitor Centers

- Forth Dobbs
- House in the Horseshoe
- Stagville



Amphitheater condemned at Halifax

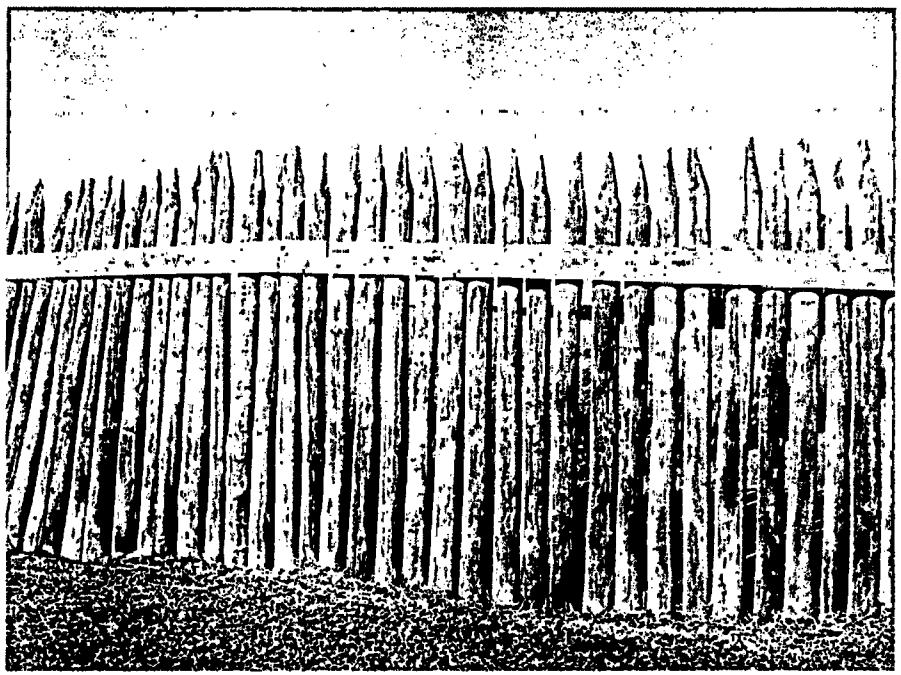


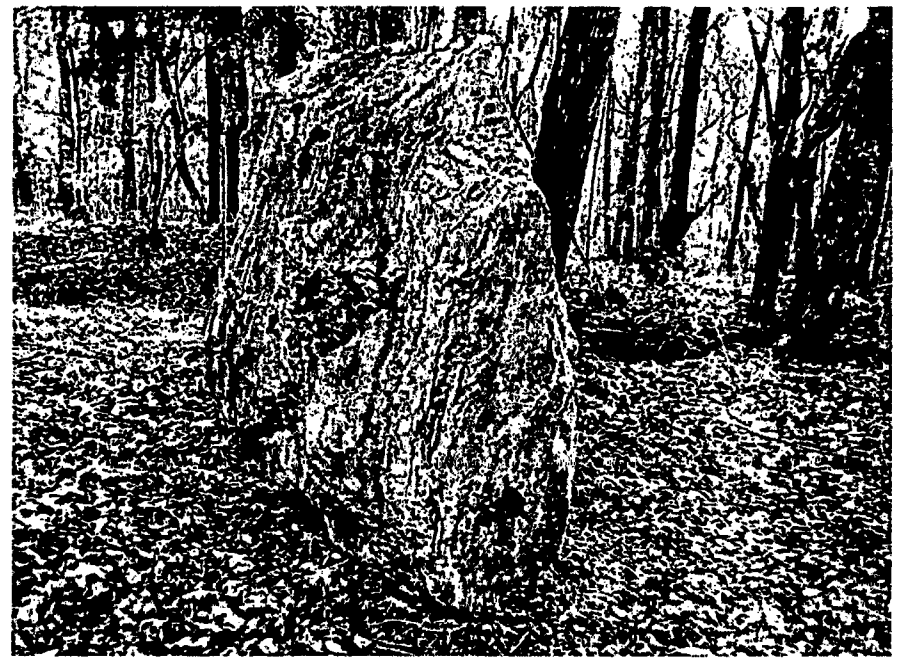
Crumbling steps at Bath

Historic Sites have numerous R&R needs

Issue: Capital/R&R Needs

Fencing at Fort Fisher needs to be replaced





Reed Gold Mine's "Talking Rocks Trail" no longer talk



Issue: Positions

2-person staffs (Alamance, Ft. Dobbs, Polk, Stagville)

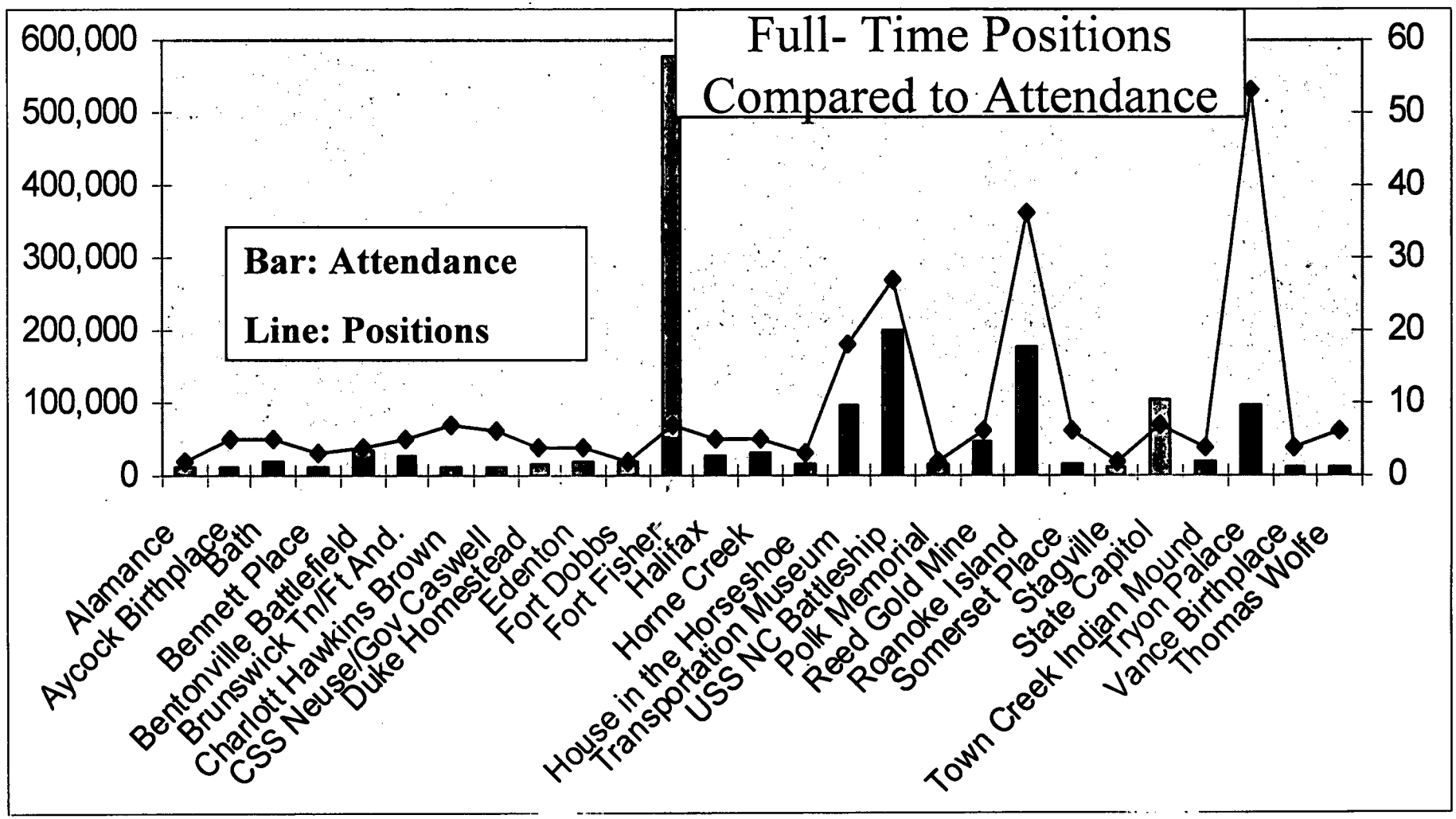
- Safety issue for staff and visitors
- Public not effectively served
- With limited staffing, visitor center may be closed if staff is giving tours

Added pressures:

- Charlotte/Mecklenburg Co. requires all third graders to visit Polk
- Stagville has three separate sites – Must drive only 2 full time staffs



Issue: Positions



Source: Historic Sites provided attendance figures; Staffing levels from Beacon



Issue: Positions

Division lacks adequate maintenance staff

- Numerous sites had air conditioners in main building broken for months.
- Minor repairs left unfixed turn into major repairs.

Example: One site was without air conditioner during the summer. Numerous artifacts had to be sent to Raleigh for restoration to repair damage caused by heat.



Issue: Public Safety and Security

DCR has taken significant steps to address security concerns:

- Installed fire and alarm systems
- Installed motion cameras
- Hired private security guards when needed
- Site managers maintain strong relationships with local law enforcement



Issue: Public Safety and Security

However, sites remain vulnerable

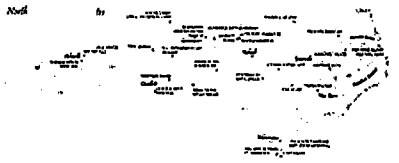
- Some sites miles away from police/fire stations
- Funds unavailable to implement security measures at all sites
- Existing security staff not sworn officers
- Equipment/car parts/farm animals have been stolen recently



Issue: Friends and Commissions

- "Friends"/Commissions Critical to Success

- Role of "friends" groups
  - Financially supports site
  - Often pays for educational/programming costs
  - Provides volunteers on regular basis and for special events
  - Pays for some part-time employees
  - Pays for artifacts/period furniture/costumes



Issue: Friends and Commissions

Statutory changes are site-specific.

Sites need comprehensive examination.

Examples:

Charge Admission: 3

Charge for Activities: 8

"Friends/Commission" keep on-site revenue: 22

Funds Non-reverting: 1

Ability to transfer funds to "Friends": 1

Charge Fee for Wedding/Receptions: 1



Issue: Friends and Commissions

- An evaluation of the friends/commission role is necessary
- Should there be base criteria for:
  - funds "friends" receive from on-site revenue?
  - how "friends" funds are spent to support site
- "Friends" finances range from $0 to $8 mil - Transportation has

Example: One "friends" group pays $2.50 per school group child.

Another "friends" group invests in equipment/artifacts.

Both contribute to programming. Which is more effective?

Options to Consider

1. Focus on Crises First
   - Consider adding Statewide maintenance positions and consider shifting existing site-specific staff for regional/State support
   - Consider Special Provision to address 2-employee sites
   - Provide funds for existing security staff to become sworn officers



Options to Consider

2. Assess the Problem

- Require a Needs Assessment to
  - Prioritize needs
  - Gather cost estimates
  - Determine where there should be more standardization
  - Determine appropriate staffing levels per site
- Require DCR to adopt formal maintenance schedule



Discussion/Comments/Questions

Presentation by: Amna Cameron
Fiscal Research Analyst
amnac@ncleg.net
919-733-4910

Special Thanks: Pictures provided by Myra Torain and DCR

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2009-CULRES-S1

Department of Cultural Resources
Senate Appropriations Subcommittee on General Government and Information Technology

Requested by: Senator

STAFFING AT HISTORIC SITES

SECTION #. The Secretary of the Department of Cultural Resources shall realign the existing staff positions assigned to State Historic Sites, as much is as practicable, so that each site has at least three full-time staff positions for operational purposes.

Joint Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building
Wednesday, February 25, 2009
2:00 PM

Minutes

The House Appropriations Subcommittee on General Government met jointly with the Senate on Wednesday, February 25, 2009 at 2:00 PM in Room 1425.

House Members of the Subcommittee on General Government present were: Fisher, Underhill, Cleveland, Floyd, Mills, and Whilden.

Senate Members of the Subcommittee on General Government present were: Dorsett, and Rand.

Fiscal Staff Members present were Amna Cameron and Anna Sacks.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representative Underhill then introduced Ms. Linda Coleman, Director, Office of State Personnel. Ms. Coleman introduced her staff members present, and spoke to the Committee and gave an overview of the agency (Attachment 2).

Rose Vaughn Williams, Legislative Counsel for the Department of Insurance spoke to the Committee and explained the proposed Beach Plan (Attachment 3).

A question and answer period followed. The meeting adjourned at 1:46 PM. The next meeting will be held on February 26, 2009 at 8:30 AM.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA
JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
February 25, 2009
8:30 a.m. and 2:00 p.m.
Room 1425

Senator Katie Dorsett Senator Bob Atwater		Representative Alice Underhill, Chairing Representative Susan Fisher
8:30	Call to Order	Representative Underhill
	Historic Sites Presentation	Amna Cameron, Fiscal Staff
	Agency Response	Keith Hardison Director, Historic Sites/Cultural Resources
	Adjourn	
2:00	Call to Order	Representative Underhill
	Workforce Planning	Linda Coleman Director, Office of State Personnel
		Sharon Howard Human Resource Planning
	Beach Plan Overview	Wayne Goodwin Commissioner, Insurance
		Rose Vaughn Williams Legislative Counsel, Insurance
	Adjourn	

Upcoming meetings: 2/26/07 8:30a.m., Escheats Fund presentation and Scholarships for Children of War Veterans presentation

VISITOR REGISTRATION SHEET

Gen. Govt. 2-25-09

Name of Committee Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Dennis Patterson	OSA
A. James	OSBM
Jack Hubbard	OSBB
Kara Wells	Arts Council Carolina
Heyward McKinney	DCR
Vicky Young	DOT
Carl Goodwin	OSP
Horrizon Gilbert	Governors Office
Laura W. Bone	Bone and Associates

VISITOR REGISTRATION SHEET

General Government — Name of Committee

2-25-09 — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Thom Rhodes	DCR - Historic Sites
Keith Harrison	DCR - Historic Sites
Michael Hower	NC DCR
Jeffrey Crow	DCR
Melanie Soles	DCR

VISITOR REGISTRATION SHEET

Gen. Dept. 2-25-09

Name of Committee Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Zach Pritchett	CAA
Rose Williams	NCDOI
Bob Mack	NC DOI
Nicky Young	NC DOI
Alvin Ashworth	NC - Beach Plan
William Flowers	legislative Assistant
John Merritt	McGuireWoods

VISITOR REGISTRATION SHEET

Gen. Govt. 2-25-09

Name of Committee Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Cal Dean	OSP
Sharm Howard	OSG
Gerry Fisher	OSP
Carl Goodwin	OSP
Ann Cobb	OSP
Wayne Borden	DOT

WORKFORCE PLANNING

NC Office of State Personnel

David Walker, the former Comptroller General of the United States, frames the talent issue as:

"... the need to transform what government does and how it does business in the 21st century. Agencies must come to grips with the fact that some of our most basic policies, processes and procedures are years out of date. In the human capital arena... managers need to identify their own workforce needs and do a better job of recruiting, empowering employees, recognizing and rewarding performance... Modernizing the government's human capital policies and practices may mean the difference between success and failure in the war for talent."

"Today's marketplace is incredibly competitive in every industry around the globe. The difference between success and failure is talent, period."

Indra Nooyi, CEO Pepsico

"Great vision without great people is irrelevant."

Jim Collins - Good To Great

Factors Shaping State Government

- North Carolina is expected to grow by 52.5% and become the seventh most populated state by 2030
- Increased growth means increased pressures on state resources and increased demand for government services
- Technological changes that once required years to develop now occur in a matter of months
- State government is pressured to find ways to operate better, faster, and cheaper
- The retirement of 'Baby Boomers' and a looming skill gap will create a supply-demand situation unlike any in history

NC State Government Key Trends

- 'Baby Boomers' (people born from 1946 - 1965) comprise 56.15% of the total number of employees
- 4.84% of current state employees will be eligible to retire in 2009 with an increase to approximately 17.52% or 1 out of 6 in 2015
- Annual turnover of 10.62% for employees with less than two years of service and 8.07% for employees with less than five years of service

(2008 Agency Only)

Four Facts That Frame the Situation

- Fact # 1: The impact of the aging workforce is one of the premier issues facing government today
- Fact # 2: Most States are aware of the depth of the problem but are 'frozen' regarding how to attack and manage
- Fact # 3: Talent management is an agency wide problem and requires an agency wide solution
- Fact # 4: Those who maintain the status quo framing of the situation will likely be outperformed by others in the attraction of business required talent

Workforce Planning Defined

- Workforce Planning is the strategic alignment of an organization's human capital with its business direction
- It is an array of interconnected processes by which an organization attracts, motivates, develops and retains its human capital to perform and achieve business goals
- In its simplest terms, Workforce Planning is having *the right number of people, with the right skill set, in the right jobs, at the right time*
- Having a Workforce Planning Program highlights the people factor that must be taken into consideration to achieve desired business results

Impact of Economic Recession

- Eligible employees may delay retirement
- Declining job market will reduce voluntary turnover
- Abundant supply of applicants but focus needs to remain on hiring the "right" people for the job
- Must remain competitive with the private sector to attract top talent during downshift in economy
- Must maintain the same level of service delivery with less resources

Major Drivers for Workforce Planning

- Improves productivity
- Mitigates organizational risk
- Improves readiness and agility
- Cost savings
- Executes on strategy
- Results-driven and citizen-centered

Questions We Must Ask

- Where are we experiencing talent shortages?
- Which positions are considered key and mission critical?
- Which areas of the workforce will be most severely affected by retirements?
- What are we doing to prepare our successors?
- What skills do we need for the future?
- What is our turnover within critical areas?
- How much does not being proactive cost in terms of services to our citizens, productivity and quality of services?

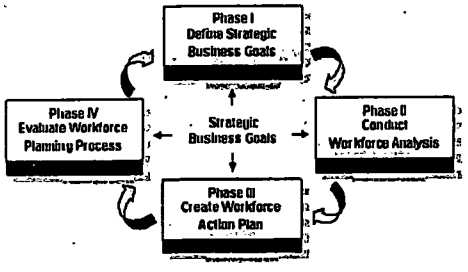
Expected Results

- Agencies will attract, develop, sustain and effectively deploy a skilled, diverse, high quality workforce
- Citizens will recognize improved service and performance
- Employee satisfaction will increase
- Improved overall performance

Proactive Workforce Planning

- Uncertain labor market requires planning for shifts in business demands and talent supply
- To obtain a competitive advantage we must:
  - Eliminate policy and procedure barriers and obstacles
  - Successfully attract, motivate, develop and retain high performing employees
  - Equip our talent with the necessary skills to fulfill short and long range goals
  - Develop employees in ways that challenge their current capabilities, align with their developmental goals, and meet business goals

Workforce Planning Model



Solution Strategies

- Staffing - Recruitment, Selection, Succession Planning
- Motivation - Performance Management, Rewards and Recognition, Work Environment
- Development - Career Development, Knowledge Transfer, Diversity Management, Leadership Development
- Retention

NC WORKS

- Leverages SAS technology to provide workforce planning decision support, reporting and advanced analytical capabilities
- Positions agencies with the ability to gather and consolidate HR intelligence, analyze employee data, plan for, forecast and predict retirement and other attrition
- Access to customized and ad hoc reports for analysis, forecasting, predicting and strategic decision making
- Combines multiple external data sources of information into a single repository.

#3

February 25, 2009

Senators Dorsett, Atwater, Representatives Fisher and Underhill:

I am Rose Vaughn Williams and I am legislative counsel to the North Carolina Department of Insurance.

I have been asked to speak today to give you a broad and general outline of the Beach Plan.

First point is, as you know, the Beach Plan is not a state agency. It is not part of the Department of Insurance. It is not run by the state, and the money in the Beach Plan belongs to the private insurance companies of NC, not the state. Fortunately, too, any liabilities and shortfalls of the Beach Plan is not a liability of the state.

The BP affects the HO insurance market of the entire state, however, and that is why it is important to discuss it as you are doing today.

The Beach Plan was created by the legislature after a legislative study in the late 60's to encourage economic development on the coast and to be sure folks on the beach could get insurance even if a company was not willing to write there.

Our coast has certainly seen a lot of development since then.

In 1997, the General Assembly added a provision to the Beach Plan Statute that said the Beach Plan is to be a market of last resort.

According to the Insurance Information Institute, in the last three years the insured value of property on the coast has grown at a rate of 7% per year. The last few years have seen rapid development and rising property values.

In 1997 the General Assembly extended the BP so it would also serve the 18 counties west of the inlet waterway: Beaufort, Brunswick, Camden, Carteret, Chowan', Craven, Currituck, Dare, Hyde, Jones, New Hanover, Onslow, Pamlico, Pasquotank, Pender, Perquimans, Tyrell and Washington.

From 1968 to 1988 the BP wrote "Dwelling and fire" only policies for the BEACH area. A Dwelling only policy is a "bare minimums". (not a package policy).

In 1988 the General Assembly authorized insurance companies to send the wind portion of the risk of their policies to the Beach Plan (58-45-35(e)in the Beach area. This is called "exing" the wind. The Insurance Company keeps other risks like fire and theft, but sends the wind risk, the bigger risk, to the Beach Plan.

In 1997 the General Assembly passed a law to allow the companies to begin exing the wind portion of their policies in the COAST areas, also (18 counties west of the inlet waterway)

This led to a big increase in the Beach Plan.

In 2003, the General Assembly authorized the BP to write full Homeowner's coverage (comprehensive coverage, not just the wind) for people on the beach and coast whose primary residence in on the beach or coastal area (not a vacation home). This was done via 58-45-35(d).

How the Beach Plan Operates

Pursuant to statute, the members of the Beach Plan are an "association" called the North Carolina Insurance Underwriting Association which was established by statute. Members of the Association consist of all insurers authorized to write essential property insurance (with a few exceptions I won't concern you with today).

By statute each member of the Association (each insurance company) participates in the expenses, profits, and losses of the Association by way of a proportional formula that is based on the amount of Homeowner's Insurance business the company does in NC OUTSIDE the beach and coast area and the amount of Homeowner's insurance business ALL companies doing business in NC do outside the beach and coast area.

Each member company receives a credit each year for essential property insurance written in the beach and coastal areas. Their share of the

expenses, profits, and losses of the Association are reduced accordingly, however, no credit is given if the peril of wind has been excluded. In other words, the more wind coverage an insurance company writes on the coast, the less that company will have to pay in any future assessments for shortfalls from the Beach Plan.

This is a very important feature of the Beach Plan created by the General Assembly because it acts as an incentive for companies to provide wind coverage on the coast. The more wind coverage a company writes, the less it will have to pay in any future assessments.

The Beach Plan operates as a private insurance company though it is created by statute. The Beach Plan Board of Directors sets the minimum deductibles paid on policies in the Beach Plan, how much reinsurance is purchased , and how much surplus is held by the Beach Plan under the regulation of DOI.

Rate.

By statute the rate the Beach Plan charges is the most recent rate or filed by the Rate Bureau and approved by the Commissioner for residential property for use in the whole state.

Statute 58-45-45(b) allows the "Wind Pool" (that part of the BP that covers only wind) to charge an amount above the manual rates on wind policies only. Right now that amount above the rate amount set by the BP is 15%. So, when the BP has taken on a wind-only policy from a private insurer the Beach Plan charges the consumer 15% above the Rate Bureau set rate (which is the rate cap set by the Commissioner).

Statute 58-45-45(c) allows the BP to charge more than the Rate Bureau rate for Homeowner's policies issued by the Beach Plan. Homeowner's policies are policies that provide more than just wind coverage. Right now the BP has chosen to charge 25% above the Rate Bureau rate on full homeowner's policies in the BP.

The Beach Plan is supposed to be more expensive than the private market. It was not meant to compete with the private market and that is

what the case has been. Private companies couldn't compete with the Beach Plan rate.

Insurance companies have the option around the state of using a HO insurance rate that is above the cap set by the Commissioner by up to 250% IF the consumer consents to such a rate. Statute does not permit the Beach Plan to use consent to rate.

DOI's role in the Beach Plan

The role of the Department of Insurance in the Beach Plan is limited.

The Department of Insurance reviews and approves changes to the Beach Plan's Plan of Operation. 58-45-30(c)

The Commissioner of Insurance hears appeals from acts of the Beach Plan.

The Department of Insurance reviews and approves the rates of the separate polices of windstorm and hail insurance (that 15% and 25%).

The COI appoints those 4 members of the BP Board of Directors who are insurance agents and he appoints the 3 public members to the BP Board of Directors. The remaining 7 members are appointed by the insurance companies.

Surplus

The BP can speak to this, but right now it has close to $780 million in surplus right now. Four years ago they had only just over 100 million in surplus.

Retaining surplus is new and wasn't always done. It is the companies' money, so the Beach Plan returned it to their members. The BP has recently begun to retain surplus instead of returning it to the companies. There is no statute that required them to do that. They did that on their own. The BP is authorized to retain up to 1.1 billion in surplus. They plan to purchase more reinsurance with some those funds.

Reinsurance

This is "insurance on the insurance". The BP has purchased over a billion dollars worth of reinsurance since 2007. They held no reinsurance before that. They plan to buy more reinsurance with the surplus that has been retained. Again, the BP did this on its own. Nothing required them to buy this reinsurance. They are now negotiating their 2009 renewal.

The total value of property covered by the Beach Plan excluding commercial property is about 60 billion in PRIVATE property, about 70 billion if you include commercial property. This number changes of course, as values change. We saw a great rise in property values in the recent years. Recently the value of coastal properties has begun to fall.

The issue is complex. A study was held by a legislative panel at the end of the last session and that group met numerous times to learn about the issue. The conclusions of that study were condensed in a report by legislative staff, including a proposed bill.

Testimony to the committee stated over and over and over that the rate on the coast in NC was not adequate for private companies to write more policies on the coast and take burden off the Beach Plan. Testimony also focused a great deal on the amount companies would be assessed by the BP if the BP did not have sufficient money to pay claims.

Rates on the beach and coast need to be affordable...and at the same time, companies need to be encouraged to write more on the coast and we need to have a viable homeowner's market in the Beach Coastal area.

Homeowners in the Beach Plan in NC make up 6% of the total homeowner's insurance market in NC.

In December of 2008 there was a Homeowner's rate increase effective May 1, 2009. The Homeowner's rate increase (this is the increase from the NC Rate Bureau filing which is sets the cap on the rate for the entire state) resulted in a settlement that was significantly lower than what industry requested. Industry asked for an overall 54% increase in the 18 coastal

counties and got 18%. They asked for 12% overall in other 82 counties and got 1%. There was:

-an increase in rate of 1-2% for 28% of the homeowners in NC
-an increase in rate of 3-5% for 13% of the homeowners in NC
-an increase of rate of 6-7% for 9% of the homeowners in NC
-an increase in rate of more than 7% for 7% of homeowners in NC
-43 % of homeowners in NC saw a decrease in their rate

The big issue is that the Beach Plan does not have enough surplus and reinsurance to pay claims for a large storm or series of storms that may occur in a year. A shortfall in the BP means the BP will assess all HO insurance companies doing business in NC to make up for the shortfall. The companies are calculating that their assessments will be huge and believe that for some of them the assessments will exceed their total amount of premium in the state. They are becoming increasingly concerned. Some companies have reduced their writings further in the state...in the whole state...and some have left.

A huge shortfall in the Beach Plan also means that after the Beach Plan assesses the insurance companies to make up for that difference, the companies, as you know , will then go to the rate bureau for an increase to make up for those assessments... FROM CONSUMERS and they may not be able to get enough back.

Remember, that even homeowner's insurance companies who only write in the central or western part of our state must participate in the Beach Plan assessments.

The rate increase on the Beach Plan properties via the basic HO rate and the amount the BP charges above the cap on rate, coupled with the increase in deductibles will put the BP on the road to recovery...The BP will be able to continue to build its surplus and can buy itself reinsurance.

If the rates are stayed the BP "situation" will continue to get worse:

1. Companies, who are spooked by what has happened to them in other states and probably by the economic market will be concerned about exposing themselves to the assessments our market can bring. If they leave NC, their exit will especially affect

our NC domiciled companies who only do business here and will be left "holding the bag" after a period of time.

2. Companies will be additionally shaken by the unpredictability of our market if the RB rates are held up and modified by the General Assembly. They will not know what to expect from our market making NC a less attractive state to do business in.
3. If rates are stayed another filing will be made at the end of the stay…would it be for even higher?
4. Remaining markets could be surplus lines companies charging <u>much</u> higher rates.

Appropriations General Government
Minutes

Room 1425
March 10, 2009
8:30 A.M.

Chair Susan Fisher called the meeting of the Subcommittees on General Government to order on March 10, 2009, at 8:30 a.m. The following members were present: Representative Susan Fisher, Chair; Representative Alice Underhill, Chair; Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills, and Representative Jane Whilden. Senators present were Sen. Dorsett, Chair; Sen. Atwater, Chair; Sen. Don East, Sen. Andrew Brock, Sen. Tony Rand. House pages present were Rani Patel from Wake County, Caroline Smith from Wake County, Zach Sullivan from Cumberland County, Andres Ainolhayat from Cumberland County, and LeAnnie Rivers from Duplin County. The Sergeant at Arms serving were Judy Turner, Martha Parrish, Leslie Wright and George Robinson.

Senator Dorsett reminds everyone that the budget needs to be in soon and we are tight on time. Chair Fisher tells committee she wants to leave enough Q & A at the end of each presentation, so make a note of your questions as we go along. Chair Underhill then presents Beth Wood, State Auditor, to present on Mandatory Vital and Optional Services. Ms. Wood discusses that currently they have 202 positions, and also brought a short handout that lays out each division, and the duties within each division attachment one. The columns asked to talk about are mandated, vital, and optional, and for those that are mandated, general statutes are listed, that mandate our services and what our duties and responsibilities are. Of 202 positions, 171 are audit positions, from those 171 auditors, there are four divisions, within the office. Financial audits are needed to secure funding from outside parties and federal monies. Audit internal controls within each agency and other organizations to ensure that they have policies and procedures in place to make sure there is not fraud, abuse, or problems. Performance Audits are looking at the performance of programs, agencies, pieces and parts of agencies, trying to find economic and efficiency issues within state government. Financial audits are about the numbers while, performance audits are about the actual performance. A hotline is required from state statutes so that anyone that suspects someone of embezzling or misappropriating state funds can call and report. The last service is State Grants to Nongovernmental Organizations.

Chair Fisher recognizes Rep. Underhill. Rep Underhill, wants more elaboration on grantee training. Ms Wood responds that "the office is going out throughout the state a couple times in a week annually to train how to report expenditures, and other classes, such as how to administer a grant." Follow up, by Rep. Underhill, "How many staff people do you have?" Ms. Wood responds, "Three are involved in the training." Rep. Underhill asks about auditing every two years. Ms. Wood details why every other year is easier for the auditors. Sen. Dorsett wanted to know if there was any duplication within performance audits. Ms. Wood responds that there is no duplication; there is enough

work for each agency. Follow up from Senator Dorsett, "How do you determine which audits to do?" Ms. Wood responds that we assess through risks annually, look at state agencies and investigate what state auditors have found, and pass that on to performance audits. There are 20 performance auditors." Senator Dorsett asks if weaknesses are looked with a view of correction. Ms, Wood responds that we maintain the list. The State Auditor's office has no authority to make anyone change anything, so that's why we maintain and pass on to General Assembly who can cut off funding." Representative Cleveland asks "Are the 300 audits of nonprofits done within the organization and forwarded to you or is the Auditor's office doing these audits. Ms. Wood answers, "These are audits done through independent C.P.A.s hired by the nonprofits, if they receive a certain amount of money that can trigger an audit". Senator Rand asks "Of the performance audits, how many were done last year, how many do you have planned this year, and what are the projected savings for the past year as opposed to this year?" Ms. Wood answers, "We did approximately nine last year, it may have been more, but done under a different administration. I am not prepared to discuss savings because I was not a part of leading what those audits are. Ms. Wood stated that they need more performance auditors. Senator Dorsett, asked if the training was voluntary and available to everyone. Ms. Wood responded that the training is voluntary and those agencies that can not afford C.P.A.s attend the trainings at a higher percentage.

Chair Fisher introduced Wesley Taylor, Controller for General Assembly, speaking on mandatory vital and optional programs services. Mr. Taylor works within the financial services section and is responsible for the budget and payroll and the general accounting for the General Assembly, attachment 2. The first area discussed is how session is budgeted, next more details about budget, and the final area discussed is the functional overviews and vital services provided to members of General Assembly. Session allotment is determined by taking average of last ten sessions, impacts how many temporary workers are hired. Mr. Taylor then describes each purpose in the summary. The majority of budget is spent on personnel and travel. For the 2010-11 calendar year, the majority of costs, again, is personnel and travel. Senator Rand, and Senator Brock asked questions.

The meeting adjourned at 9.25 a.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA
JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
March 10, 2009
8:30 a.m.
Room 1425

Senator Katie Dorsett
Senator Bob Atwater

Representative Alice Underhill
Representative Susan Fisher, Chairing

8:30	Call to Order	Rep. Fisher
	Agency Presentations	
	Auditor	Beth Wood State Auditor
	General Assembly	Wesley Taylor Controller
	Adjourn	
2:00	Call to Order	Rep. Fisher
	Agency Presentations	
	Treasurer	Janet Cowell State Treasurer
	Department of Insurance	Louis Belo Chief Deputy Commissioner Jim Newman Chief Fiscal Officer
	Adjourn	

OSA Duties and Responsibilities

SERVICE	MANDATED	VITAL	OPTIONAL	REFERENCE	NOTES
Financial Audits:					In general, financial audits are needed to secure funding from outside parties, e.g. federal funds and bond sales. Producing financial statements that are deemed reliable results in better bond ratings and lower interest costs. Also, financial audits help ensure that internal control is in place to prevent both errors and fraud, and thus prevent problems as well as detecting problems.
All state agencies & institutions	X			G.S. 147-64.6b	Law makes it the duty of the State Auditor to audit state agencies to determine if they are providing accurate financial and other reports and are properly accounting for revenues. Law also makes it the duty of the State Auditor to audit state agencies to determine if they have established adequate operating procedures, systems of accounting, and necessary elements of control.
State of NC CAFR	X			G.S. 147-64.6c(11); Single Audit Act & OMB Circular A-133	In addition to the legal requirement, annual financial audits are generally a prerequisite for issuing bonds. Required in order for the State to receive federal funds.
State of NC Single Audit	X			Single Audit Act & OMB Circular A-133	Required in order for the State to receive federal funds.
American Recovery and Reinvestment Act		X			The stimulus money being provided to states comes with many compliance requirements and a great deal of public scrutiny. Although the funds will be subjected to our regular State of NC Single Audit procedures, we likely will have to invest additional audit attention to the money as a result additional risks (high volume, spent quickly, unique compliance requirements, high visibility of the program, etc.).
Universities	X			G.S. 116-30.1	Law makes an annual financial audit part of the criteria for universities to maintain their special budget flexibility. Annual financial audits are generally a prerequisite for issuing bonds. Also, institutions must have an audit in the year of accreditation.

OSA Duties and Responsibilities

SERVICE	MANDATED	VITAL	OPTIONAL	REFERENCE	NOTES
Financial Audits (continued):					
Community Colleges	X			G.S. 147-64.6A	The law requires an audit no less than once every five years. Institutions must have an audit in the year of accreditation. Colleges are generally audited every two years. As a practical matter, the time needed to audit once every five years would not be substantially less than doing two audits during that timeframe due to the necessity of researching errors that aggregate over a period of years.
NC Partnership for Children	X			G.S. 143B-168.12b	Required annually.
Local Smart Start Partnerships	X			G.S. 143B-168.14b	Required annually for "needs improvement" partnerships; otherwise, required biennially.
Performance Audits	X			G.S. 147-64.6b	Law makes it the duty of the State Auditor to audit state agencies to determine if they have established adequate operating procedures, systems of accounting, and necessary elements of control; have established bases for evaluating the results of programs; are conducting programs efficiently and economically and in compliance with laws and regulations; and that programs serve the intent and purpose of the General Assembly. OSA conducts various types of performance audits: economy and efficiency; program results; compliance; fiscal control; and information systems audits.
American Recovery and Reinvestment Act		X			The stimulus money being provided to states comes with many compliance requirements and a great deal of public scrutiny. Although the funds will be subjected to our regular State of NC Single Audit procedures, we likely will have to invest additional audit attention to the money as a result additional risks (high volume, spent quickly, unique compliance requirements, high visibility of the program, etc.).

OSA Duties and Responsibilities

SERVICE	MANDATED	VITAL	OPTIONAL	REFERENCE	NOTES
Hotline Investigations	X			G.S. 147-64.6B	Law requires that the OSA provide various means of reporting improper governmental activities and to investigate such reports within the scope of authority established in G.S. 147-64.6.
American Recovery and Reinvestment Act		X			The stimulus money being provided to states comes with many compliance requirements and a great deal of public scrutiny. Although the funds will be subjected to our regular State of NC Single Audit procedures, we likely will have to invest additional audit attention to the money as a result additional risks (high volume, spent quickly, unique compliance requirements, high visibility of the program, etc.).
State Grants to Nongovernmental Organizations:					
Audit Oversight	X			G.S. 143C-6-23g	Law grants OSA audit oversight pursuant to the law governing state agency audits. Thus, the OSA has the same duties as described above under financial audits of all state agencies, performance audits, and hotline investigations.
Collect and Maintain List of State Grants	X			G.S. 143C-6-23i; 09 NCAC 03M.0501	Statute requires state agencies to submit a list of grants and grantees to the OSA.
Grantee Financial and Program Reports	X			G.S. 143C-6-23d(6)(7); 09 NCAC 03M.0501	Grantees must file financial and program reports and statements with the OSA. OSA must review audit reports for compliance with standards and maintain compliance data for entities that do not require an audit. OSA must also notify grantor agencies when data not received and of all material findings in audit reports. OSA must make an annual report to OSBM of entities that do not comply with requirements.
Statewide Report of Grants	X			G.S. 143-6-23h; 09 NCAC 03M.0501	The OSA must compile and submit to OSBM an annual report of all state grants to non-state entities, including the status of grantee compliance with reporting requirements.
Grantee Training			X		The OSA provides training classes for grantees relative to their duties under this statute and relative to sound financial management practices. The OSA also provides a quarterly newsletter for information purposes.

NORTH CAROLINA GENERAL ASSEMBLY

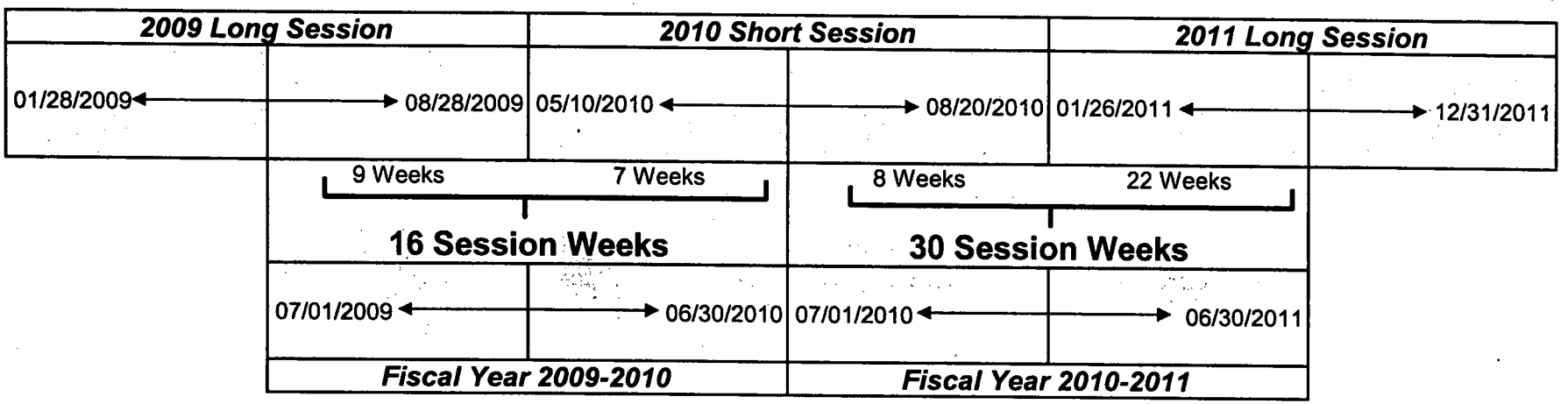
MISSION STATEMENT:

Enact general and local laws promoting the best interests of the state and the people of North Carolina.

	Fiscal Year	Requested	Session Weeks
TOTAL BUDGET:	2009-2010	$62,347,066	16
	2010-2011	$64,056,544	30

	Permanent	Temporary	Interns
TOTAL POSITIONS:	353	380	109

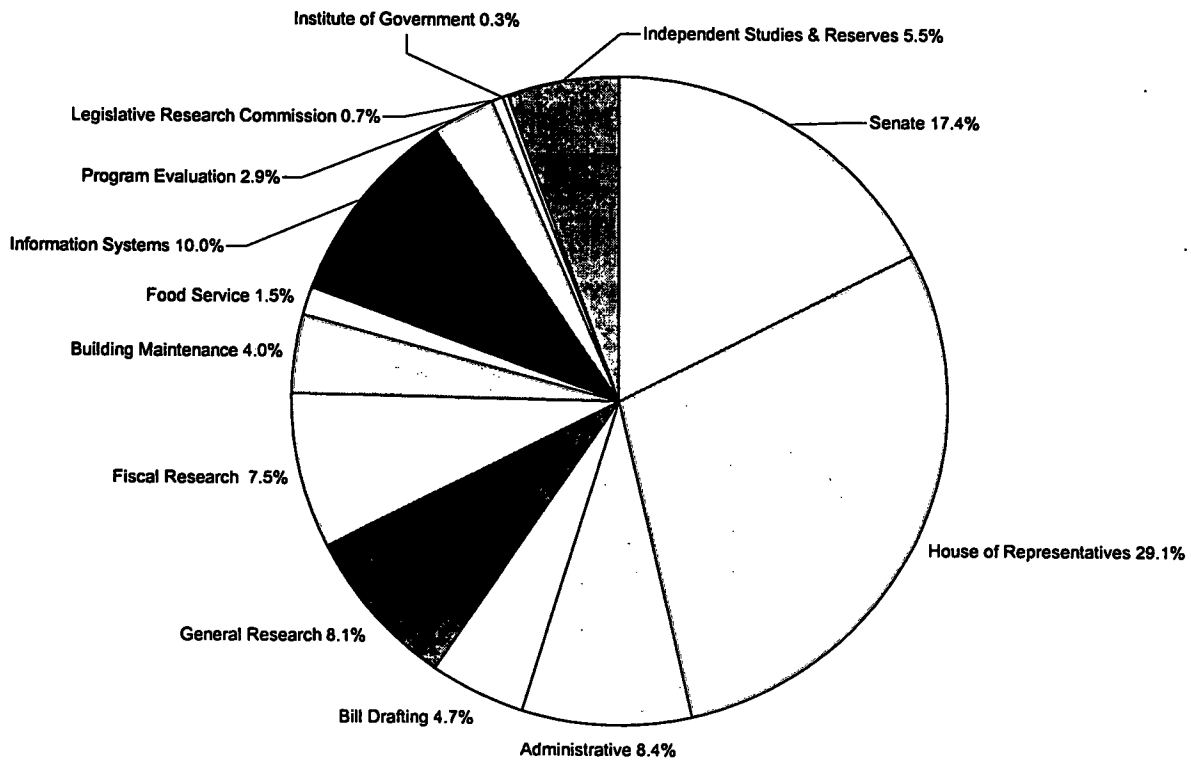
N.C. General Assembly
Budgeted Session Weeks



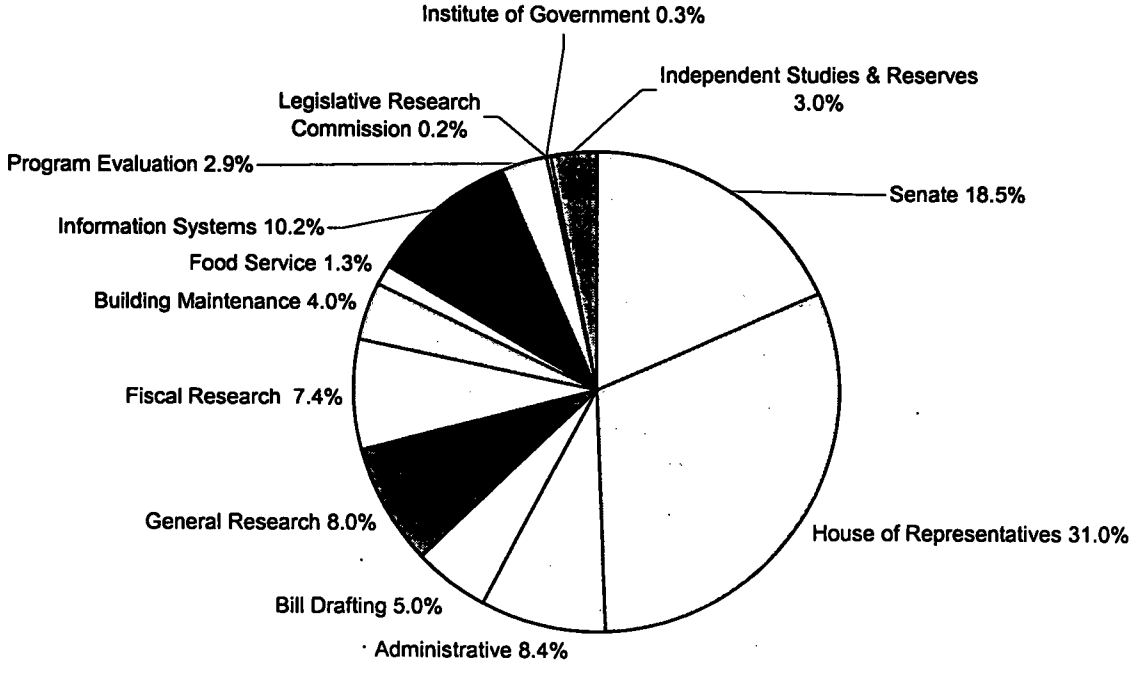
North Carolina General Assembly
Summary by Purpose

	2009-2010		2010-2011	
Purpose	**Amount**	**Percent**	**Amount**	**Percent**
Senate	$ 10,845,895	17.4%	$ 11,823,562	18.5%
House of Representatives	$ 18,113,080	29.1%	$ 19,876,312	31.0%
Administrative	$ 5,228,218	8.4%	$ 5,358,629	8.4%
Bill Drafting	$ 2,952,699	4.7%	$ 3,185,951	5.0%
General Research	$ 5,029,434	8.1%	$ 5,094,347	8.0%
Fiscal Research	$ 4,694,990	7.5%	$ 4,754,485	7.4%
Building Maintenance	$ 2,514,008	4.0%	$ 2,566,132	4.0%
Food Service	$ 906,165	1.5%	$ 848,651	1.3%
Information Systems	$ 6,219,612	10.0%	$ 6,518,601	10.2%
Program Evaluation	$ 1,827,836	2.9%	$ 1,828,445	2.9%
Legislative Research Commission	$ 450,000	0.7%	$ 96,300	0.2%
Institute of Government	$ 160,000	0.3%	$ 185,000	0.3%
Independent Studies & Reserves	$ 3,405,129	5.5%	$ 1,920,129	3.0%
	$ 62,347,066	100.0%	$ 64,056,544	100.0%

FY 2009-2010 Budget Request
Summary by Purpose



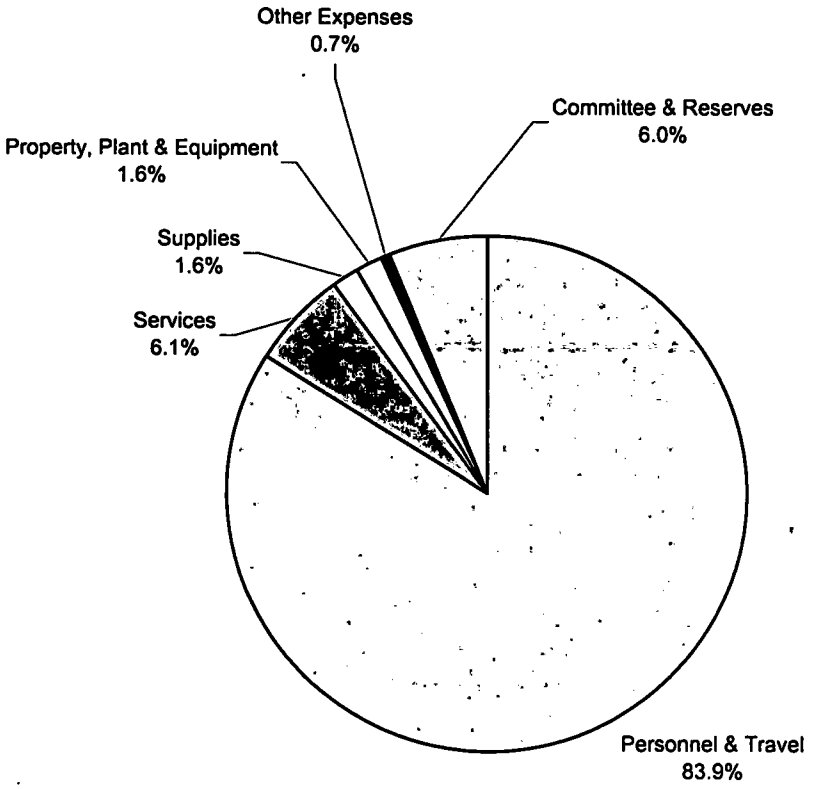
FY 2010-2011 Budget Request Summary by Purpose



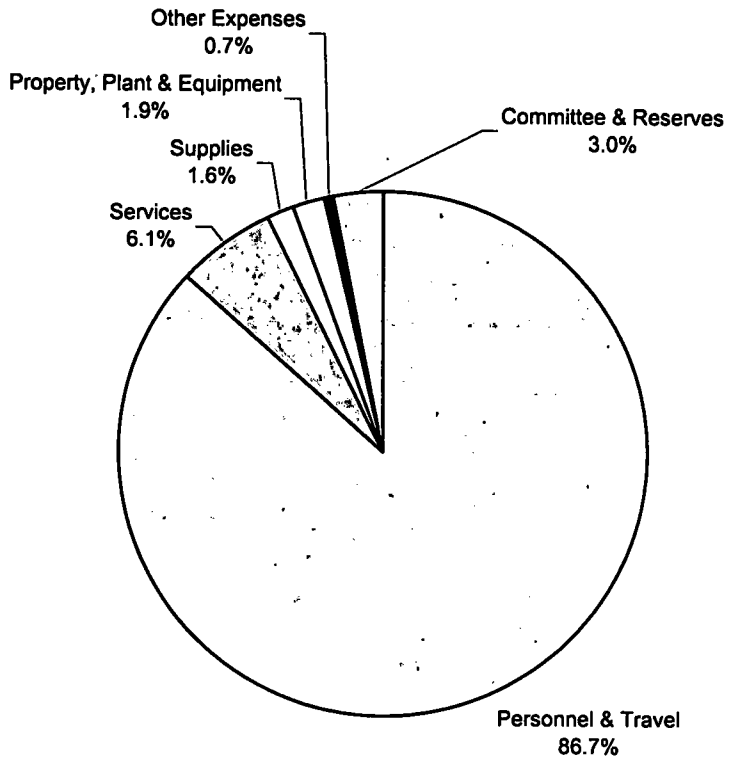
North Carolina General Assembly
Summary by Account

Account	2009-2010 Amount	2009-2010 Percent	2010-2011 Amount	2010-2011 Percent
Personnel & Travel	$ 53,194,331	83.9%	$ 56,532,110	86.7%
Services	$ 3,891,636	6.1%	$ 3,983,369	6.1%
Supplies	$ 1,035,857	1.6%	$ 1,054,857	1.6%
Property, Plant & Equipment	$ 1,030,245	1.6%	$ 1,214,400	1.9%
Other Expenses	$ 473,243	0.7%	$ 462,824	0.7%
Committee & Reserves	$ 3,808,000	6.0%	$ 1,969,300	3.0%
Total Requirements	$ 63,433,312	100.0%	$ 65,216,860	100.0%
Less: Receipts	$ (1,086,246)		$ (1,160,316)	
Net Appropriations	$ 62,347,066		$ 64,056,544	

FY 2009-2010 Budget Request Summary by Account



FY 2010-2011 Budget Request Summary by Account



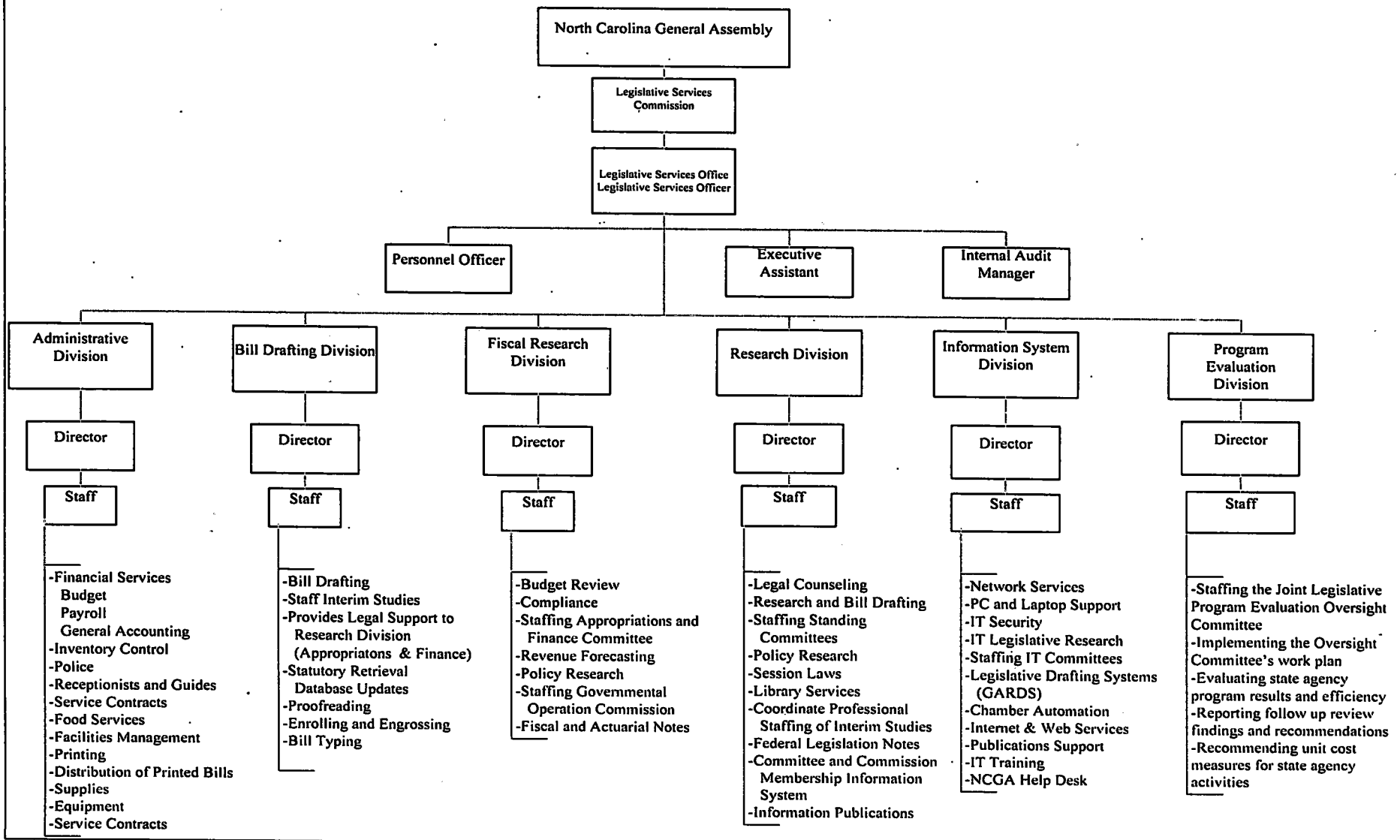
N.C. General Assembly
Position Summary by Purpose

		Employees			
		Permanent	Temporary	Interns	Total
Senate		49	99	53	201
House		50	199	56	305
Central Staff:					
	Legislative Services Office	7	1		8
	Administrative	36	20		56
	Bill Drafting	18	26		44
	Research	46	6		52
	Fiscal Research	40	6		46
	Building Maintenance	29	6		35
	Food Services	26	5		31
	Information Systems	40	3		43
	Program Evaluation	10	7		17
	Independent Studies	2	0		2
	Institute of Government	0	2		2
Total Central Staff		254	82		336
Total		**353**	**380**	**109**	**842**

N.C. General Assembly

Functional Overview

March 10, 2009



VISITOR REGISTRATION SHEET

APPROP./GENERAL GOVERNMENT — 2/10/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME (PLEASE PRINT)	FIRM OR AGENCY AND ADDRESS (PLEASE PRINT)
A. James	OSBM
Chris Stanley	Senator Brock Intern
Alicia Dark	MWC
Thomas Clark	OSBM
John W Smith	A-OC
Ann H. Harris	Sec of State
Robert Wilson	Sec. of State
Celia Cox	Sec. of State

VISITOR REGISTRATION SHEET

APPROP./GENERAL GOVERNMENT
Name of Committee

Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME (PLEASE PRINT)	FIRM OR AGENCY AND ADDRESS (PLEASE PRINT)
BOB KUCAB	NCHFA
Melanie Soles	DCR
Wes Taylor	NCGA
Rodney BASS	NCGA

VISITOR REGISTRATION SHEET

APPROP./GENERAL GOVERNMENT — 3/10/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME (PLEASE PRINT)	FIRM OR AGENCY AND ADDRESS (PLEASE PRINT)
Michael Houser	NCD&R

House Pages

Name Of Committee: J. Govt. Date: 3. 10 -09

1. Name: Rani Patel
   County: Wake
   Sponsor: Hackney
2. Name: Caroline Smith
   County: Wake
   Sponsor: Hackney
3. Name: Zach Sullivan
   County: Cumberland
   Sponsor: Sen. T. Rand
4. Name: Andre's Ainolhayat
   County: Cumberland
   Sponsor: Senator Shaw
5. Name: LeAnnie Rivers
   County: Duplin
   Sponsor: Senator Charles Albertson

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Martha Parrish
3. Name: Leslie Wright
4. Name: George Robertson
5. Name:

3/10/09
8:30

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

8:30

DATES	3/10/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair															
Rep. Russell Tucker, Vice-Chair															
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills	✓														
Rep. Jane Whilden	✓														
Sen Dorsett	✓														
Sen Atwater	✓														
Sen Dan East	✓														
Sen Andrew Brock	✓														
Sen Tony Rand	✓														

Appropriations General Government
Minutes

Room 1425
March 10, 2009
2:00 P.M.

Chair Susan Fisher called the meeting of the Subcommittees on General Government to order on March 10, 2009 at 2:00 p.m. The following members were present: Representative Susan Fisher, Chair; Representative Alice Underhill, Chair; and Representative Jane Whilden. Senators present were Sen. Bob Atwater, Chair; Sen Don East and Sen Andrew Brock. Staff present: Michele Nelson and Claire Hester. Serving as Sergeant at Arms: Martha Parrish, Judy Turner, Leslie Wright, Chester White, and George Robinson. Also present: Committee Clerk, Lynn Tennant and House Pages Caroline Smith from Wake County and Zachary Johnston from Union County.

Chair Fisher introduced Janet Cowell, State Treasurer. Ms. Cowell then introduced Tony Solari, Legislative Liaison, Stephanie Beard, Director of Human Resources, and Pam Wortham, Deputy State Treasurer; Vance Hollomon, Deputy Secretary; Ron Ottavio, Chief of Staff; and Nick Burn, his Assistant. Ms. Cowell discussed the Treasury's relationship with the General Assembly. Ms. Cowell explained that the relationship is probably not as close because State Treasury is not budget dependent. The Treasury earns its own way through the money they invest. Everything the State Treasury does is quantitative, measurable, outcome orientated, and bench marks to programs. The four major programs are the bank for the state, providing free banking services for colleges, DHHS, all across the state that accepts deposits and concentrates those deposits with Wachovia, who is the master cash manager for the state under contract. Those are then invested over night. Billions of dollars are flowing through everyday. The Treasurer also runs the investments for the pension, and administers the retirement program. The pension is 60 billion dollars, and 25 people invest that money. There are 150 people that help administer the program, counselors work with retirees and prepare them for retirement day, administering the benefiters and who they name as beneficiaries. The third program is Unclaimed Property and it is less than 1 billion dollars. The final program is the Local Government Commission. In total there are about 350 employees.

Pam Wortham, discussed mandatory programs, vital programs and optional programs. The first program being Escheats and Unclaimed Property, that money is around $570, 000,000. We spend just under three million to run the program. The next program is the Investment Management Program; they manage all the investment portfolios. Banking is the next program. A warrant, similar to a check, is used. The Local Government Commission provides fiscal oversight to all units of government and their budget is 3.2 million dollars.

Vance Hollomon, discussed the Local Government positions. North Carolina had a bad reputation with their debt and the agency was created to make sound financial management packages for municipal government. The financial management area gets

the audit report of public authority and local government within the state. They review each report and look at the financial condition of the unit. They help issue long-term capital plans, think about needs, prioritize need and help plan debt issue, and monitor repayment of debt. The commission was created to help lower debt ratings, without completely taking over.

Chair Fisher asked if the senate would like for them to proceed on without them or wait because the Senate was going into session. The Senators asked to hold the meeting until tomorrow.

The meeting adjourned at 2:25 p.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA
JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
March 10, 2009
8:30 a.m.
Room 1425

Senator Katie Dorsett
Senator Bob Atwater

Representative Alice Underhill
Representative Susan Fisher, Chairing

8:30	Call to Order	Rep. Fisher
	Agency Presentations	
	Auditor	Beth Wood State Auditor
	General Assembly	Wesley Taylor Controller
	Adjourn	
2:00	Call to Order	Rep. Fisher
	Agency Presentations	
	Treasurer	Janet Cowell State Treasurer
	Department of Insurance	Louis Belo Chief Deputy Commissioner
		Jim Newman Chief Fiscal Officer
	Adjourn	

An Overview of The North Carolina Local Government Commission

History

- The Local Government Commission was created by Act of the General Assembly in 1931 to address local government defaults on debt
- NC had the second highest number of municipal defaults in the nation
  - 62 counties, 152 towns and cities and 200 special districts defaulted on their debt

G.S. Chapter 159

- Establishes laws for local governments and public authorities concerning
  - Fiscal management
  - Debt management
  - Enforcement
- Increased investor confidence in NC debt
- Established sound financial practices
- 25% of AAA's nationwide are in NC

Financial Management

- LGC reviews the audit reports of 1,200 local governments and public authorities
- Communicates any concerns noted to the local units
  - Reviews plans to address issues
  - Assist units in addressing issues
- Reviews reports of cash and investments
- Provides technical assistance through memorandums, telephone and email responses

Debt Management

- Helps units develop long term capital plans
- Assist in planning and structuring debt issues
- Process applications for debt approval
- Approves debt after making required findings
- Sells the debt
- Monitors repayment

Enforcement

- Authority to assume control of the fiscal affairs of a unit if:
  - The units repeatedly violates General Statutes
  - Is about to default on its debt
- Authority has been used sparingly
- Rating agencies acknowledge positive impact of LGC upon ratings and costs of borrowing

Benefit to State of Financially Sound local governments

- Less dependence upon State for financial assistance
- Less demand upon resources of local taxpayers
- Ability to access capital markets, less reliance upon State capital grants
- Less State resources dedicated to oversight of locals

Costs to State of the LGC

- No impact upon the General Fund
- Sources of LGC funds
  - Minimal fess charged to debt issuers
  - Local sales taxes withheld prior to distribution in accordance with GS 105-501
- Costs/benefit analysis by MPA professor from NCSU
  - Benefits exceed costs by $2M

2 PM

VISITOR REGISTRATION SHEET

Gen. Govt — 3-10-09

Name of Committee — Date

VISITORS: PLEASE SIGN BELOW AND RETURN TO COMMITTEE ASSISTANT

NAME	FIRM OR AGENCY
RALPH GABLE	SBOE
Janet Cowell	Dept. State Treasurer
Tony SOLARI	STATE TREASURER
Vicki Youngs	NCDOI
Jim Goode	NC DOI
Jim Newman	NC DOI
Louis Belo	NCDOI
Kam Wells	arts North Carolina
Melanie Soles	DCR
Alicia Davis	MWC
Stephanie Bond	Dept. of State Treasurer
Pam Workman	DST
Pete Hans	SPD (Wilkie
Vonda Holloman	St. Treasurer
Nick BYRNE	" "
Christy Agner	Dept. of Admin.
Sherri Johnson	OSC
Ron Ottavio	State Treasurer

House Pages

Name Of Committee: R. Govt. Date: 3-10-09

1. Name: Zachary Johnston
   County: Union
   Sponsor: Blackwood
2. Name: Caroline Smith
   County: Wake
   Sponsor: Hackney
3. Name:
   County:
   Sponsor:
4. Name:
   County:
   Sponsor:
5. Name:
   County:
   Sponsor:

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Martha Tapscott
3. Name: Haylie Wright
4. Name: Chester White
5. Name: George Robinson

2:00
2:25

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010 Senate Session @ 2:30

2:00

DATES	3/16/09													
Rep. Susan Fisher, Chair	✓													
Rep. Alice Underhill, Chair	✓													
Rep. Fred Steen, Vice-Chair														
Rep. Russell Tucker, Vice-Chair														
Rep. Larry Brown														
Rep. George Cleveland														
Rep. Elmer Floyd														
Rep. Grey Mills														
Rep. Jane Whilden	✓													
Senate														
Don East	✓													
Sen Bob Atwater	✓													
Sen Andrew Brock	✓													
Page														
Zack Johnson														
Caroline Smith														
SHA - Martha Parish														
Judy Joyner														
Leslie Wright														
Chester White														
George Robinson														

Appropriations
House Committee on General Government

Legislative Building

Minutes
March 18, 2009 – 8:30 A.M.

Representative Susan C. Fisher called the meeting of the Appropriations Subcommittee on General Government to order on May 18, 2009, at 8:30 am. The following members were present: Representative Susan Fisher, Chair; Rep. Alice Underhill, Chair; Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills, and Representative Jane Whilden. Also present were Senators Bob Atwater, Chair; Senator Katie Dorsett, Chair; and Senator Andrew Brock. House Pages: Maya Rowland from Durham County, Sara Austin from Columbus County, Lindley Jones from Wake County, Devon Karst from Johnston County, Mitchell Smith from Buncombe County. Rep. Fisher introduced Sergeants at Arms Judy Turner, Martha Parrish, George Robinson, Chestev White, and Leslie Wright who serve the Committee and Lynn Tennant, Committee Clerk. Michele Nelson and Claire Hester were staff.

Representative Fisher introduces and welcomes Kimberly Reynolds, Deputy Chief of Staff, Office of the Lieutenant Governor. With her is Mike McLaughlin, Director of Policy. Kimberly then proceeds to describe the duties of the Lieutenant Governor. Representative Underhill asks if the Lieutenant Government counts as one of the nine members. Kimberly Responded that she did not count him, counting him would make 10. Representative Underhill asked if his salary is counted in the number, and Kimberly Responds by saying his salary is included. Representative Floyd asks if the security detail for the Lieutenant Governor is taken out of their budget or another budget. Kimberly responds that it is taken out of Highway Patrol. Representative Floyd responds he would prefer for Highway Patrol to be on the interstate as opposed to driving the Lieutenant Governor around. Representative Floyd makes a recommendation to the committee for adjustments to put highway patrol men back on the road. Representative Floyd wants clarification on whether there is a statute for highway patrol for the Governor and Lieutenant Governor. Representative Floyd asked the location of the Lt. Governor. Kimberly responded that they are housed at 310 N. Blunt St. The handout from the Office of the Lieutenant Governor is attachment one.

Representative Fisher introduces and welcomes Jonathan Womer, Deputy Director for Management, from the office of the Governor due to David Brown, Deputy Director for Budget, OSBM, being unavailable. A handout is attached from the presentation, attachment two. Mr. Womer Describes each program within the office; Legal and Legislative Review, Public Affairs, Appointments, Government Coordination, Volunteerism, Education Coordination, and Planning and Organization. Jonathan Womer then asks if there are any questions. Senator Dorsett asks "What is the amount of full time people you have on the Governor's staff. Jonathan Womber responded that he does not know the exact number but that information is in the general budget documents

but he would estimate a range of 50 to 60. Representative Underhill asked where everyone is housed. Jonathan Womer responded that senior staff members are housed in the Capitol Building with her, including Chief of Staff, Deputy Chief of Staff, Press Officer, and others. Most are on the first floor of the Administration building. There are also regional offices in the east and west and in Washington D.C. Representative Underhill then inquired about the location of the Conditions Coordinator. Jonathan Womer responded that they are in the Administration building on the first floor. Representative Underhill encourages questions for subcommittee members. Senator Brock asked how the Charlotte office was coming along. Jonathan Womer responded that it is coming along and they have picked a site and a couple of staff members.

Representative Fisher then proceeds to introduce Jonathan Womer to speak for the Office of State Budget and Management. He proceeds to discuss the duties of the Office of the Governor and that they work to carry out the Governor's agenda, and also the statutory and the constitutional mandates, managing the budget, and looking after the management of state government. He gave a handout detailing mission and programs of the Office of State Budget and Management, attachment two. The first and most notable is budget analysis, monitoring the Governor's budget and executing the Governor's budget, across the course of the fiscal year. He then proceeded to describe each of the programs; Economic and Statistical Analysis, Strategic Management, Government Evaluation and Review, Internal Audit, Grant Management, Disaster Recovery, and Administrative Management, which is all detailed on attachment two. Mr. Womer then asks if there are any questions. Chairman Fisher then recognizes Senator Dorsett. Senator Dorsett asks "Who takes the prime responsibility grant management?" Mr. Womer responds, "The primary responsibility is in the office of state budget and management, we own the regulations put out, and make the final call on compliance." Follow up from Senator Dorsett, "there is no duplication but coordination role". Mr. Womer confirms there is coordination. Representative Fisher recognizes Senator Brock "Was a Grant Management program eliminated, or about $900,000 taken out of the Governor's budget." Mr. Womer responds that there are three branches to that program and the governor suggested the training branch be cut. Senator Brock, with a follow-up, Senator Brock "Is there anything within the mandates for those who don't receive training to not receive funds?" Mr. Womer doesn't believe so but will check. Representative Fisher recognizes Representative Whilden. Representative Whilden asks "Do you foresee needing more personnel for the Disaster Recovery program?" Mr. Womer replied that the Governor "has set out a little over one million dollars in each year of the biennium to fund the work of this office and that would include personnel." Senator Dorsett asks "with training for nonprofits, is there a way of centralizing training for all that need the training? Mr. Womer responds that the training would be combined within the other two branches. Senator Dorsett agrees that centralizing is good and using some of the state resources we have now on program broadcast through Raleigh and reduce costs of traveling. Mr. Womer responded that they have started work with online training. Rep. Floyd questions, "What type of accountability is available for those receiving funding, such as an updated record of bylaws and personnel, to determine what changes are taking place." Mr. Womer acknowledges that collection of data needs to be more accurate and consistent. Rep. Floyd then asks how we give them the grant money. Mr. Womer

answers, it depends on the program, usually annual. Mr. Womer then explains internal audit work is usually at the request of the agency, while external audit is done because of a concern from outside the agency.

The meeting adjourned at 9:45 a.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA
JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
March 18, 2009
8:30 a.m. and 2:00 p.m.
Room 1425

Senator Katie Dorsett
Senator Bob Atwater

Representative Alice Underhill
Representative Susan Fisher, Chairing

8:30	Call to Order	Rep. Fisher
	Agency Presentations	
	Lieutenant Governor	Kimberly Reynolds Deputy Chief of Staff
	Office of the Governor	David Brown Deputy Director for Budget, OSBM
	Office of State Budget and Management	Jonathan Womer Deputy Director for Management, OSBM
	Adjourn	
2:00	Call to Order	Rep. Fisher
	Governor's Budget Presentation	Sheryl Kelly Associate State Budget Officer, OSBM
	Adjourn	

Office of the Lieutenant Governor

Wednesday, March 18th
Kimberly Reynolds
Deputy Chief of Staff

Duties of the Lieutenant Governor as outlined in the NC Constitution under Article III Section 6:

The Lieutenant Governor shall be the President of the Senate, but shall have no vote unless the Senate is equally divided. He shall perform such additional duties as the General Assembly or the Governor may assign him. He shall receive compensation and allowances prescribed by law.

§ 143A-13. Office of the Lieutenant Governor; creation.

There is hereby created an office of the Lieutenant Governor. (1971, c. 864, s. 3.)

§ 143A-5. Office of the Lieutenant Governor.

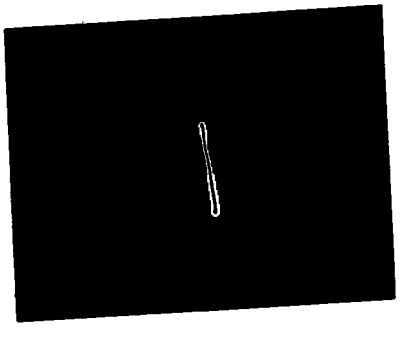
The Lieutenant Governor shall maintain an office in a State building in the City of Raleigh which office shall be open during normal working hours throughout the year. The Lieutenant Governor shall serve as President of the Senate and perform such additional duties as the Governor or General Assembly may assign to him. This section shall become effective January 1, 1973. (1971, c. 864, s. 1.)

§ 147-11.1. Succession to office of Governor; Acting Governor.

(a) Lieutenant Governor. –

(1) The Lieutenant Governor-elect shall become Governor upon the failure of the Governor-elect to qualify. The Lieutenant Governor shall become Governor upon the death, resignation, or removal from office of the Governor. The further order of succession to the office of Governor shall be prescribed by law. A successor shall serve for the remainder of the term of the Governor whom he succeeds and until a new Governor is elected and qualified.

(2) During the absence of the Governor from the State, or during the physical or mental incapacity of the Governor to perform the duties of his office, the Lieutenant Governor shall be Acting Governor. The further order of succession as Acting Governor shall be prescribed by law.



Additional duties assigned to the office of the Lieutenant Governor:

The Lieutenant Governor shall serve as a member of the following boards and commissions:

NC State Board of Education (Const. Article IX, Sec. 4)
NC State Board of Community Colleges (G.S.115D-2.1)
NC Economic Development Board (G.S. 142B-434)
Committee on Energy Crisis Management (G.S. 113B-21)
NC Teaching Fellows Commission (G.S. 115C-363.23) *designee
Domestic Violence Commission (G.S. 143B-394.15) *designee
NC Advisory Commission on Military Affairs (G.S. 127C-2) *designee

The Office of the Lieutenant Governor has also taken on the responsibility of assisting constituents with problems and concerns with state agencies; working with legislators, the Governor and key stakeholders on potential legislation; representing the State and/or the Governor at official functions; and speaking to organizations and citizens about state government and the issues facing North Carolina.

Budget Summary – Office of the Lieutenant Governor:

Total number of permanent employees	9
Total appropriation	$ 961,796.00

March 18, 2009

Office of the Governor

Mission

The Governor, as the chief executive officer of the State, ensures the smooth and efficient administration of State government through formulating and administering the policies of the executive branch of the State government, managing a comprehensive budget for all State agencies, and executing the laws of the United States and the State of North Carolina.

Programs

Mandates: **The following strive to fulfill all the constitutionally and statutorily mandated duties of Governor including Chief Executive, Director of the Budget, Commander-in-Chief of the state military, and Chairman of the Council of State.**

Policy Review and Creation
Develop key policy initiatives, including those presented to the General Assembly for enactment or funding and those implemented by executive action or in Cabinet agencies, through research and analysis and working with state and non-state entities and community and business leaders.

Legal and Legislative Review

- Monitor all legal issues related to the Governor, her cabinet, and the Council of State. Advise the Governor when policy developments involve legal issues, coordinate judicial appointments and the preparation and execution of all Executive Orders, and investigate the merits of pardon requests, communications, reprieves, extraditions, and rewards.
- Establish and maintain a working relationship with members of the General Assembly on all legislative matters of importance to the Governor.
- Track legislation and report to the Governor.

Public Affairs

- Manage media relations by drafting speeches and press releases, coordinating daily communications with reporters, and providing staff support during press events and conferences.
- Maintain and staff the Governor's offices in Eastern and Western North Carolina, investigate and resolve local citizen complaints and concerns with state government, and advise them of appropriate resources when the issue does not come under the state's jurisdiction.
- Respond to inquires on state government matters, recognize outstanding achievement through awards and proclamations, and ensure the Governor's correspondence is responded to in a timely manner.

Appointments
Assist the Governor in making appointments to more than 400 boards and commissions established by statute or executive order, including managing the application process, recommending proposed appointees, and maintaining a boards and commission database.

Government Coordination
Serve as an advocate, resource, and communication link between the Governor's office and local governments, local elected officials, and local government associations. Maintain and staff the Washington, DC office, track federal legislation, and advocate the state's view to Congress, the state's congressional delegation, and federal agencies.

Volunteerism
Manage the office and staff to the Commission on Volunteerism and Community Support. Administer a number of federally funded grants that support volunteer efforts in the state and coordinate the Governor's Page Program.

Education Coordination

- Provide staff support to the North Carolina Business Committee on Education including leading regional meetings to discuss how North Carolina can remain economically competitive, representing the Governor at relevant business meetings and conferences, and facilitating the creation of innovative education initiatives such as Teach4NC.
- Manage the development of new curriculum, teacher training, and student assessments; research and propose options for math and science programs; and work with existing educational organizations to develop recommendations for high school reform initiatives.
- Contract with nonprofit entities for the development of a multimedia student assessment tool and the evaluation of high schools' progress toward teaching quality, educational equity, and academic success.

Planning and Organization

- Manage all the Governor's public and private functions including event planning and coordination, catering services, and related activities.
- Support the personal needs of the first family.
- Purchase services to maintain the operations and grounds of the executive residence including utilities, telephones, and travel.

Office of State Budget and Management

Mission

We deliver the highest quality state-wide budgetary, management, and information services by promoting and providing the most effective use of public resources, consistent with state law and the objectives of the administration.

Programs

Budget Analysis

Provides fiscal advice to the Governor to carry out his constitutional and statutory duties as Director of the Budget. Specifically, the program:

- supervises the development of statewide budget used to inform decision-making and to prepare and present the Governor's budget to the General Assembly;
- consults with agency officers and conduct budget execution;
- Prepares the Governor's recommended operating and capital budget;
- Oversees, reviews, and evaluates state agency information technology system requests to ensure that the state derives value from these IT investments.

Mandates

- The NC Constitution (Article III, Sec. 5(3)): The "budget as enacted by the General Assembly shall be administered by the Governor."
- G.S. 143C-2-1(a): As Director of the Budget, the Governor has the responsibility to administer the budget as enacted by the General Assembly.
- Executive Budget Act GS 143, Article 1.
- Capital Planning Improvement Act - GS 143.
- Article 1B, State Capital Facilities Finance Act - GS 142-Article 9.
- G.S. 147 Article 3D on information system improvements.
- GS 143-13 - Printing Copies of Budget.

Economic and Statistical Analysis

Evaluates the economic impact of policy changes. Specifically, the program:

- Forecasts and monitors state revenues through research and modeling of tax and economic information to ensure the proper basis for budgeting;
- Develops and tests mathematical models to produce official population estimates and projections for the state, counties, and municipalities for revenue sharing and as a basis for statewide planning, budgeting, and research;
- analyzes and approves fiscal notes on rule changes;
- prepares and publishes economic and tax reports;

Mandates

- Economic analysis of administrative rules G.S. 150B-21.4 and 28.
- Article III of the NC constitution requires that the governor's recommended budget include anticipated revenues for the relevant fiscal period. To ensure that the state does not incur a deficit, the governor is required to repeatedly survey the

collection of revenue and take necessary action with expenditures when a deficit becomes apparent.

- Executive Budget Act GS 143, Article 1
- OSBM's municipal population estimates are required for determining the distribution of state-shared funds to municipalities. These include:
  - G.S. 58-84-25 Disbursement of Funds by Insurance Commissioner (effective January 1, 2008)
  - G.S. 105-113.82(e) Distribution of Part of Beer and Wine Taxes
  - G.S. 105-164.44F(b) Distribution of Part of Telecommunications Taxes to Cities
  - G.S. 105-164.44I(g) Distribution of Part of Sales Tax on Video Programming Service and Telecommunications Service to Counties and Cities
  - G.S. 105-472(b) Disposition and Distribution of Taxes Collected
  - G.S. 136-41.1(a) Appropriation to Municipalities; Allocation of Funds Generally; Allocation to Butner (State Highway Fund)
- OSBM's municipal population estimates are also required by a number of other General Statutes, including:
  - G.S. 18B-1009 In-Stand Sales
  - G.S. 58-36-10 Method of Rate Making; Factors Considered
  - G.S. 58-87-1(b) Volunteer Fire Department Fund
  - G.S. 136-202(c) Metropolitan Planning Organizations
  - G.S. 143B-437.09(a) Urban Progress Zone Designations

Strategic Management

Responsible for coordinating statewide performance initiatives and statewide data tracking. Specifically, the program:

- Sets requirements for developing agency strategic plans.
- Establishes and monitors program performance information.
- Tracks performance of management functions with scorecards.
- Assists government agencies and the public in using socioeconomic data and provides census and state-agency statistics about North Carolina geographies.

Mandates

- Executive Order No. 3 on performance management
- G.S. 143B-10(h), which requires each principal State department to submit an annual plan of work and report on programs and activities that will serve as the basis for budget development.
- G.S. 143C-3-5(b)(1), which requires the Governor to submit a budget including performance information (defined as organizational structure, activity statements, performance indicators and analyses of program efficiency and effectiveness) for each State government program.
- OSBM's responsibility for coordinating and disseminating state data related to the budget is mandated by G.S. 143C-2-2.

Government Evaluation and Review

Conducts productivity studies and provides management analysis to improve effectiveness and efficiency by assessing organization, staffing, systems, processes, and service delivery and quality.

Mandates

- Legislatively mandated reports
  - Biennial Fee Report
  - Occupational Licensing Board Reports
  - Personal Service Contracts Reports
  - Collection Fee computation
  - Lease-Purchase Contract Inventory as part of Debt Affordability Report
  - Study of State Agency Business Functions
  - Staffing Analysis of Ethics Commission
  - Staffing Analysis of the Lobbyist Registration Division of Secretary of State's Office Staffing Analysis of Beacon Training
  - Staffing Analysis of the Youth Advocacy and Involvement Office in Department of Administration
  - Study of the level of State assistance provided to county veterans service programs by the Aid to Counties program
- The NC Constitution (Article III, Sec. 5(3)): The "budget as enacted by the General Assembly shall be administered by the Governor" and G.S. 143C-2-1(a): As Director of the Budget, the Governor has the responsibility to administer the budget as enacted by the General Assembly. The Governor has delegated the authority to perform certain powers and duties to OSBM… [including]Administer the budget to ensure that appropriations are expended for the purposes for which they were authorized.
- The NC Constitution (Article III, Sec 5(10)): Administrative Reorganization for "efficient administration."
- Executive Order No. 5 creating Budget Reform and Accountability Commission.

Internal Audit

The purpose of the Office of Internal Audit is to promote and provide the most effective use of internal audit efforts throughout the state by providing support to the Council of Internal Auditing and state agency internal audit functions. Specifically, the program:

- Conducts research and surveys as requested by the Council of Internal Auditing to identify and promote best practices for internal auditing.
- Facilitates training and professional development opportunities to enhance the knowledge, skills, and competencies of state internal auditors.
- Administers a Peer Review Program for state internal audit functions to conduct external quality assurance reviews.
- Provides internal audit services to shared pool state agencies to help identify improvements within the agency's operations.

Mandates

- NC Internal Audit Act (Article 79, Chapter 143 of the NC General Statutes
- Internal Auditing Act (G.S. 143-745)

Grant Management

Provide for the uniform administration of state grants to non-state entities by ensuring compliance with state laws, rules and reporting requirements including the withholding of state funds from entities found in noncompliance.

Mandates

- Non-State Entities Receiving State Funds (G.S. 143C-6-21,22,23)
- Information is also necessary for reporting under Executive Order No. 4 on NC OpenBook

Disaster Recovery

Coordinates the State's disaster recovery efforts resulting from hurricanes and recessions. Duties can include:

- Administration of funding,
- Monitoring the implementation of assistance programs,
- Compliance with statutorily required reports,
- Researching and compiling a guide or website that differentiates the roles, responsibilities and types of assistance provided.

Mandates

- Varies from crisis to crisis. The current mandate is the federal American Recovery and Reinvestment Act.

Administrative Management

- Provides fiscal, personnel and support services to both the Governor's Office and the Office of State Budget and Management to ensure efficient internal office operations through reception, budgeting, accounting, purchasing, payroll, and human resource functions.
- Designs, builds, and maintains statewide budgeting, statistical, and managerial applications and provides comprehensive IT administration for OSBM. Trains users of applications.

Mandates

- Supports all of those listed above.

VISITOR REGISTRATION SHEET

8:30

Gen. Gov.
Name of Committee

3/18/09
Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Sarah Becker	NCCASA
Anne Bander	OSBM
Angela Houston	OSBM
Dennis Patterson	OSA
Carl Goodwin	OSP
Vicky Young	NCDOI
Michael Houser	NCDOR

8:30

VISITOR REGISTRATION SHEET

Gen Gov — 3/18/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Mike McLaughlin	Office of Lieutenant Governor
Pam Wortham	DST
Jonathan Womer	OSBM
Robert Wilson	SOS

House Pages

Name Of Committee: Gen Govt. Date: 3-18-09

1. Name: Maya Rowland
   County: Durham
   Sponsor: Hall
2. Name: Sarah Haskin
   County: Columbus
   Sponsor: Hill
3. Name: Lindsay Jones
   County: Wake
   Sponsor: HUNT
4. Name: Devon Karst
   County: Johnston
   Sponsor: Rouzer
5. Name: Mitchell Smith
   County: Buncombe
   Sponsor: Nesbitt

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Martha Parmley
3. Name: George Robinson
4. Name: CHESTER, White
5. Name: Leslie Wright

Alan Bridges

Clevend County

Debbie Clerry

Tyler Smith

Buncombe County

Mr. Nesbitt

8:30
9:45

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

DATES	AM 3/18/03														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair															
Rep. Russell Tucker, Vice-Chair															
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills	✓														
Rep. Jane Whilden	✓														
SENATE															
Andrew Brock	✓														
DON EAST															
TONY RAND															
DAVID HOYLE															
BOB ATWATER, C	✓														
KATIE DORSETT, C	✓														

Appropriations for Subcommittee
On General Government

Legislative Building

Minutes
March 18, 2009 - 2:00 P.M.

Representative Fisher called the meeting of the Appropriations Subcommittees on General Government to order on March 18, 2009, at 2:02 p.m. The following members were present : Representative Susan Fisher, Chair; Representative Alice Underhill, Chair; Representative Fred Steen, Vice-Chair, Representative Russell Tucker, Vice Chair; Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills. Senator Bob Atwater, Chair; Senator Katie Dorsett, Chair, and Senator Andrew Brock were present. The Sergeant at Arms serving: Judy Turner, Martha Parrish, Chestev White, George Robinson and Leslie Wright.

Representative Fisher then welcomes and introduces Sheryl Kelly the Associate State Budget Officer, OSBM. Sheryl Kelly introduces herself and begins her presentation on items of the Governor's recommended budget for the General Government agencies. Sheryl then introduces Alecia James, Budget Analyst, and Jack Hubbard as presenters that will discuss the agencies they handle. Ms. Kelly then introduces her topic of OSBM Overview of Governor's FY 09-11 Recommended Budget: Truth-in Budgeting Methodology, attachment one. The methodology consisted of a two step process; first step is increasing in worksheet I for Undefended accounts. Expenditures were only considered for chronically under-funded accounts which are those that require lapse salary support yearly. The second step was reductions to payroll in Governor's Recommended Budget document. Representative Underhill asks if "chronically under funded accounts could be defined again?" Ms Kelly responds that "chronically under funded accounts are accounts that we see in our six year analysis where we sought expenditures that were required to use lapse salaries yearly. Representative Underhill, with follow up, "chronically under funded accounts does not apply if a department can not offer salary schedules strong enough to attract people from the outside industry. Ms. Kelly responds, lapse salaries are not allowed for any salary purposes, it's only for non-recurring needs. Representative Fisher then recognizes Rep. Cleveland. Rep. Cleveland's concern is "if the agencies were under funded because they didn't ask for the funds, or because the of those that provide funds did not fund them, or were they used to using lapse salaries and they were happy with that process?" Ms Kelly responds that this is primarily because of not being funded and agencies becoming content with lapse salaries. Rep. Floyd asks about temporary and permanent positions. Ms. Kelly describes that the "lapse salaries will no longer be needed to finance the temporary jobs, but this does not make the jobs permanent."

Alicia James then begins her presentation on the General Assembly's budget. There is an electronic copy of this presentation available, attachment two. Presentation was a synopsis of cuts that could benefit the budget. Chair Fisher then acknowledges questions

but also reminds members to keep in mind time constraints. Rep. Fisher inquired about when recommended salary reductions are referred to, are those for people that are presently working or the number of positions that will not be filled?" Ms. James responded that these are payroll reductions already taken into account under Truth in Budgeting. Senator Dorsett is then acknowledged for questions. Senator Dorsett asks, "When looking for vacancies were you looking for a time period of vacancies or just whether they were vacant or not?" Ms. James responds that both were considered. Vice Chair Tucker, asks about a vacancy of six months? Ms. James responded that the goal was to eliminate vacant positions before filled positions. The criteria are whether they have vacant positions, how long have they been vacant and which positions would affect their core operations if lost.

Jack Hubbard, Budget Analyst for OSBM, continued reviewing the General Government area of the Governor's budget. Mr. Hubbard then gave a synopsis of recommended cuts and additions that will benefit the budget through multiple agencies within the budget book.

Meeting adjourned at 2:47 p.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA
JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
March 18, 2009
8:30 a.m. and 2:00 p.m.
Room 1425

Senator Katie Dorsett
Senator Bob Atwater

Representative Alice Underhill
Representative Susan Fisher, Chairing

8:30	Call to Order	Rep. Fisher
	Agency Presentations	
	Lieutenant Governor	Kimberly Reynolds Deputy Chief of Staff
	Office of the Governor	David Brown Deputy Director for Budget, OSBM
	Office of State Budget and Management	Jonathan Womer Deputy Director for Management, OSBM
	Adjourn	
2:00	Call to Order	Rep. Fisher
	Governor's Budget Presentation	Sheryl Kelly Associate State Budget Officer, OSBM
	Adjourn	

OSBM Overview of Governor's FY 09-11 Recommended Budget:
Truth-in Budgeting Methodology
March 18, 2009

I. Increases in Worksheet I for Underfunded Accounts
- Analysis of 6-year lapsed salary expenditures from appropriated salary accounts only
- Expenditures only considered for chronically underfunded accounts
- Average lapsed salary needs calculated for each chronically underfunded account
- Only those accounts where increases were needed to maintain core agency functions were considered

II. Reductions to Payroll in Governor's Recommended Budget Document
- Calculation of total lapsed salary generated for appropriated salary accounts only
- Payroll reductions determined by comparing total lapsed salary generated to total payroll requirements
- Payroll reduction percentages vary by agency
- Reductions affect appropriated salary accounts and associated social security and retirement accounts
- Medical contributions not considered due to statewide negative reserve

General Assembly (11000)

Recommended General Fund Budget and Positions

	2009-10	2010-11
Base Budget		
Requirements	$63,433,312	$65,216,860
Receipts	$1,086,246	$1,160,316
Appropriation	$62,347,066	$64,056,544
Recommended Adjustments		
Requirements	($4,685,280)	($4,685,280)
Receipts	-	-
Appropriation	($4,685,280)	($4,685,280)
Total		
Requirements	$58,748,032	$60,531,580
Receipts	$1,086,246	$1,160,316
Recommended Appropriation	$57,661,786	$59,371,264
Positions		
Base Budget Positions	353.000	353.000
Reductions	-	-
Expansion	-	-
Recommended Positions	353.000	353.000

Appropriation Items -- Recommended Adjustments

Reductions

2009-10 2010-11

Department-Wide

1. **Truth-in-Budgeting Reform (Budget Salaries at Less than 100%)**

The Governor recommends budgetary reform by reducing the budgeted salaries to more closely match the actual salary expenditures. Budget line items which normally use lapsed salaries for the agency's operation were increased in the continuation budget. These changes along with budget flexibility will allow the agency to operate more efficiently. General Fund salaries in the General Assembly are recommended to be reduced by 2.5%.

Appropriation ($632,000) ($632,000)

2. **Reduce Various Accounts**

It is recommended that various operating accounts be reduced and that a savings be realized by delaying the filling of positions. In addition, it is recommended that reductions be made to the number of budgeted session days and interim weeks.

Appropriation ($1,661,726) ($1,743,916)

Appropriation - Nonrecurring ($1,141,554) ($984,364)

Reserves and Transfers

1. **Reduce Reserves**

It is recommended that agency and contingency reserves be reduced.

Appropriation ($1,250,000) ($1,325,000)

Total Recommended Reductions

	2009-10	2010-11
Recurring		
Requirements	($3,543,726)	($3,700,916)
Receipts	-	-
Appropriation	($3,543,726)	($3,700,916)
Positions	-	-
Nonrecurring		
Requirements	($1,141,554)	($984,364)
Receipts	-	-
Appropriation	($1,141,554)	($984,364)
Positions	-	-

Total Recommended Adjustments for General Assembly (11000) 2009-11

	2009-10	2010-11
Recurring		
Requirements	($3,543,726)	($3,700,916)
Receipts	-	-
Appropriation	($3,543,726)	($3,700,916)
Positions	-	-
Nonrecurring		
Requirements	($1,141,554)	($984,364)
Receipts	-	-
Appropriation	($1,141,554)	($984,364)
Positions	-	-
Total Appropriation Adjustments	($4,685,280)	($4,685,280)
Total Position Adjustments	-	-

Department of Secretary of State (13200)

Recommended General Fund Budget and Positions

	2009-10	2010-11
Base Budget		
Requirements	$12,495,289	$12,570,327
Receipts	$640,633	$641,797
Appropriation	$11,854,656	$11,928,530
Recommended Adjustments		
Requirements	($743,936)	($743,936)
Receipts	=	=
Appropriation	($743,936)	($743,936)
Total		
Requirements	$11,751,353	$11,826,391
Receipts	$640,633	$641,797
Recommended Appropriation	$11,110,720	$11,184,594
Positions		
Base Budget Positions	191.750	191.750
Reductions	(2.000)	(2.000)
Expansion	=	=
Recommended Positions	189.750	189.750

Appropriation Items -- Recommended Adjustments

Reductions

2009-10 2010-11

Department-Wide

1. **Truth-in-Budgeting Reform (Budget Salaries at Less than 100%)**
   The Governor recommends budgetary reform by reducing the budgeted salaries to more closely match the actual salary expenditures. Budget line items which normally use lapsed salaries for the agency's operation were increased in the continuation budget. These changes along with budget flexibility will allow the agency to operate more efficiently. General Fund salaries in the Department of Secretary of State are recommended to be reduced by 5%.

   Appropriation ($426,000) ($426,000)

2. **Reduce Various Operating Accounts**
   It is recommended that funding be reduced for various operating accounts across the agency.

   Appropriation ($243,454) ($243,454)

3. **Eliminate Vacant Positions**
   It is recommended that two vacant positions be eliminated across the agency.

Appropriation	**($74,482)**	**($74,482)**
Positions	**(2.000)**	**(2.000)**

Total Recommended Reductions

	2009-10	2010-11
Recurring		
Requirements	($743,936)	($743,936)
Receipts	-	-
Appropriation	($743,936)	($743,936)
Positions	(2.000)	(2.000)
Nonrecurring		
Requirements	-	-
Receipts	-	-
Appropriation	-	-
Positions	-	-

Total Recommended Adjustments for Department of Secretary of State (13200) 2009-11

	2009-10	2010-11
Recurring		
Requirements	($743,936)	($743,936)
Receipts	-	-
Appropriation	($743,936)	($743,936)
Positions	(2.000)	(2.000)
Nonrecurring		
Requirements	-	-
Receipts	-	-
Appropriation	-	-
Positions	-	-
Total Appropriation Adjustments	($743,936)	($743,936)
Total Position Adjustments	(2.000)	(2.000)

Office of the State Auditor (13300)

Recommended General Fund Budget and Positions

	2009-10	2010-11
Base Budget		
Requirements	$18,754,449	$18,772,661
Receipts	$4,365,338	$4,367,278
Appropriation	$14,389,111	$14,405,383
Recommended Adjustments		
Requirements	($1,164,599)	($1,164,599)
Receipts	=	=
Appropriation	($1,164,599)	($1,164,599)
Total		
Requirements	$17,589,850	$17,608,062
Receipts	$4,365,338	$4,367,278
Recommended Appropriation	$13,224,512	$13,240,784
Positions		
Base Budget Positions	202.000	202.000
Reductions	(5.000)	(5.000)
Expansion	=	=
Recommended Positions	197.000	197.000

Appropriation Items -- Recommended Adjustments

Reductions

	2009-10	2010-11
Department-Wide		
1. **Truth-in-Budgeting Reform (Budget Salaries at Less than 100%)**		
The Governor recommends budgetary reform by reducing the budgeted salaries to more closely match the actual salary expenditures. Budget line items which normally use lapsed salaries for the agency's operation were increased in the continuation budget. These changes along with budget flexibility will allow the agency to operate more efficiently. General Fund salaries in the Office of the State Auditor are recommended to be reduced by 6%.		
Appropriation	**($763,536)**	**($763,536)**
2. **Reduce Various Operating Accounts**		
It is recommended that funding be reduced for various operating accounts across the agency.		
Appropriation - Nonrecurring	**($100,266)**	**($100,266)**

Field Audit Division

1. **Eliminate Grants Training Unit**

It is recommended that the Grants Training Unit be eliminated, including the elimination of five positions.

Appropriation	**($300,797)**	**($300,797)**
Positions	**(5.000)**	**(5.000)**

Total Recommended Reductions

	2009-10	2010-11
Recurring		
Requirements	($1,064,333)	($1,064,333)
Receipts	-	-
Appropriation	($1,064,333)	($1,064,333)
Positions	(5.000)	(5.000)
Nonrecurring		
Requirements	($100,266)	($100,266)
Receipts	-	-
Appropriation	($100,266)	($100,266)
Positions	-	-

Total Recommended Adjustments for Office of the State Auditor (13300) 2009-11

	2009-10	2010-11
Recurring		
Requirements	($1,064,333)	($1,064,333)
Receipts	-	-
Appropriation	($1,064,333)	($1,064,333)
Positions	(5.000)	(5.000)
Nonrecurring		
Requirements	($100,266)	($100,266)
Receipts	-	-
Appropriation	($100,266)	($100,266)
Positions	-	-
Total Appropriation Adjustments	($1,164,599)	($1,164,599)
Total Position Adjustments	(5.000)	(5.000)

Department of State Treasurer (13410)

Recommended General Fund Budget and Positions

	2009-10	2010-11
Base Budget		
Requirements	$41,604,338	$41,689,410
Receipts	$30,454,336	$30,525,620
Appropriation	$11,150,002	$11,163,790
Recommended Adjustments		
Requirements	($779,358)	($779,358)
Receipts	-	-
Appropriation	($779,358)	($779,358)
Total		
Requirements	$40,824,980	$40,910,052
Receipts	$30,454,336	$30,525,620
Recommended Appropriation	$10,370,644	$10,384,432
Positions		
Base Budget Positions	357.940	357.940
Reductions	(1.000)	(1.000)
Expansion	-	-
Recommended Positions	356.940	356.940

Appropriation Items -- Recommended Adjustments

Reductions

2009-10 2010-11

Department-Wide

1. **Truth-in-Budgeting Reform (Budget Salaries at Less than 100%)**

The Governor recommends budgetary reform by reducing the budgeted salaries to more closely match the actual salary expenditures. Budget line items which normally use lapsed salaries for the agency's operating were increased in the continuation budget. These changes along with budget flexibility will allow the agency to operate more efficiently. General Fund salaries in the Department of State Treasurer are recommended to be reduced by 6%.

Appropriation ($302,328) ($302,328)

2. **Reduce Various Operating Accounts**

It is recommended that funding be reduced for various operating accounts across the agency.

Appropriation ($308,376) ($308,376)

Appropriation - Nonrecurring ($119,053) ($119,053)

3. Eliminate Vacant Position

It is recommended that one vacant position be eliminated.

Appropriation	**($49,601)**	**($49,601)**
Positions	**(1.000)**	**(1.000)**

Total Recommended Reductions

	2009-10	2010-11
Recurring		
Requirements	($660,305)	($660,305)
Receipts	-	-
Appropriation	($660,305)	($660,305)
Positions	(1.000)	(1.000)
Nonrecurring		
Requirements	($119,053)	($119,053)
Receipts	-	-
Appropriation	($119,053)	($119,053)
Positions	-	-

Total Recommended Adjustments for Department of State Treasurer (13410) 2009-11

	2009-10	2010-11
Recurring		
Requirements	($660,305)	($660,305)
Receipts	-	-
Appropriation	($660,305)	($660,305)
Positions	(1.000)	(1.000)
Nonrecurring		
Requirements	($119,053)	($119,053)
Receipts	-	-
Appropriation	($119,053)	($119,053)
Positions	-	-
Total Appropriation Adjustments	($779,358)	($779,358)
Total Position Adjustments	(1.000)	(1.000)

Department of Insurance (13900)

Recommended General Fund Budget and Positions

	2009-10	2010-11
Base Budget		
Requirements	$39,294,778	$39,356,962
Receipts	$5,469,956	$5,469,956
Appropriation	$33,824,822	$33,887,006
Recommended Adjustments		
Requirements	($2,179,969)	($2,179,969)
Receipts	-	-
Appropriation	($2,179,969)	($2,179,969)
Total		
Requirements	$37,114,809	$37,176,993
Receipts	$5,469,956	$5,469,956
Recommended Appropriation	$31,644,853	$31,707,037
Positions		
Base Budget Positions	418.100	418.100
Reductions	-	-
Expansion	-	-
Recommended Positions	418.100	418.100

Appropriation Items -- Recommended Adjustments

Reductions

		2009-10	2010-11
Department-Wide			
1. **Truth-in-Budgeting Reform (Budget Salaries at Less than 100%)**			
The Governor recommends budgetary reform by reducing the budgeted salaries to more closely match the actual salary expenditures. Budget line items which normally use lapsed salaries for the agency's operation were increased in the continuation budget. These changes along with budget flexibility will allow the agency to operate more efficiently. General Fund salaries in the Department of Insurance are recommended to be reduced 4%.			
	Appropriation	**($995,180)**	**($995,180)**
2. **Reduce Various Operating Accounts**			
It is recommended that funding be reduced for various operating accounts across the agency.			
	Appropriation	**($888,592)**	**($888,592)**
	Appropriation - Nonrecurring	**($296,197)**	**($296,197)**

Total Recommended Reductions

	2009-10	2010-11
Recurring		
Requirements	($1,883,772)	($1,883,772)
Receipts	-	-
Appropriation	($1,883,772)	($1,883,772)
Positions	-	-
Nonrecurring		
Requirements	($296,197)	($296,197)
Receipts	-	-
Appropriation	($296,197)	($296,197)
Positions	-	-

Total Recommended Adjustments for Department of Insurance (13900) 2009-11

	2009-10	2010-11
Recurring		
Requirements	($1,883,772)	($1,883,772)
Receipts	-	-
Appropriation	($1,883,772)	($1,883,772)
Positions	-	-
Nonrecurring		
Requirements	($296,197)	($296,197)
Receipts	-	-
Appropriation	($296,197)	($296,197)
Positions	-	-
Total Appropriation Adjustments	($2,179,969)	($2,179,969)
Total Position Adjustments	-	-

Insurance - General Fund Direct (13901)

Recommended General Fund Budget and Positions

	2009-10	2010-11
Base Budget		
Requirements	$4,500,000	$4,500,000
Receipts	-	-
Appropriation	$4,500,000	$4,500,000
Recommended Adjustments		
Requirements	($2,500,000)	($2,500,000)
Receipts	-	-
Appropriation	($2,500,000)	($2,500,000)
Total		
Requirements	$2,000,000	$2,000,000
Receipts	-	-
Recommended Appropriation	$2,000,000	$2,000,000
Positions		
Base Budget Positions	-	-
Reductions	-	-
Expansion	-	-
Recommended Positions	-	-

Appropriation Items -- Recommended Adjustments

Reductions

	2009-10	2010-11
Reserves and Transfers		
1. **Volunteer Safety Workers' Compensation Fund**		
It is recommended that funding be reduced for the Volunteer Safety Workers' Compensation Fund on a nonrecurring basis.		
Appropriation - Nonrecurring	**($2,500,000)**	**($2,500,000)**

Total Recommended Reductions

	2009-10	2010-11
Recurring		
Requirements	-	-
Receipts	-	-
Appropriation	-	-

Positions	-	-
Nonrecurring		
Requirements	($2,500,000)	($2,500,000)
Receipts	-	-
Appropriation	($2,500,000)	($2,500,000)
Positions	-	-

Total Recommended Adjustments for Insurance - General Fund Direct (13901) 2009-11

	2009-10	2010-11
Recurring		
Requirements	-	-
Receipts	-	-
Appropriation	-	-
Positions	-	-
Nonrecurring		
Requirements	($2,500,000)	($2,500,000)
Receipts	-	-
Appropriation	($2,500,000)	($2,500,000)
Positions	-	-
Total Appropriation Adjustments	($2,500,000)	($2,500,000)
Total Position Adjustments	-	-

Office of the State Controller (14160)

Recommended General Fund Budget and Positions

	2009-10	2010-11
Base Budget		
Requirements	$25,307,769	$25,340,075
Receipts	$771,167	$771,167
Appropriation	$24,536,602	$24,568,908
Recommended Adjustments		
Requirements	($925,447)	($325,447)
Receipts	-	-
Appropriation	($925,447)	($325,447)
Total		
Requirements	$24,382,322	$25,014,628
Receipts	$771,167	$771,167
Recommended Appropriation	$23,611,155	$24,243,461
Positions		
Base Budget Positions	204.500	204.500
Reductions	(5.750)	(5.750)
Expansion	5.000	10.000
Recommended Positions	203.750	208.750

Appropriation Items -- Recommended Adjustments

Reductions

	2009-10	2010-11
Department-Wide		
1. **Truth-in-Budgeting Reform (Budget Salaries at Less than 100%)**		
The Governor recommends budgetary reform by reducing the budgeted salaries to more closely match the actual salary expenditures. Budget line items which normally use lapsed salaries for the agency's operation were increased in the continuation budget. These changes along with budget flexibility will allow the agency to operate more efficiently. General Fund salaries in the Office of the State Controller are recommended to be reduced by 4%.		
Appropriation	**($534,440)**	**($534,440)**
2. **Reduce Various Operating Accounts**		
It is recommended that funding be reduced for various operating accounts across the agency.		
Appropriation	**($724,502)**	**($724,502)**
Appropriation - Nonrecurring	**($55,965)**	**($55,965)**

3. Fund-shift Positions to Receipt Support

It is recommended that 1.25 appropriated positions that support the NCFlex Benefits Program be shifted to receipts generated by the program.

Appropriation	**($91,488)**	**($91,488)**
Positions	**(1.250)**	**(1.250)**

4. Eliminate Internship Program

It is recommended that the agency's internship program be eliminated.

Appropriation	**($119,052)**	**($119,052)**
Positions	**(4.500)**	**(4.500)**

Total Recommended Reductions

	2009-10	2010-11
Recurring		
Requirements	($1,469,482)	($1,469,482)
Receipts	-	-
Appropriation	($1,469,482)	($1,469,482)
Positions	(5.750)	(5.750)
Nonrecurring		
Requirements	($55,965)	($55,965)
Receipts	-	-
Appropriation	($55,965)	($55,965)
Positions	-	-

Expansion

Office of State Controller - General

1. Operational Support for HR/Payroll System (BEACON)

The Governor recommends an appropriation to stabilize the BEACON payroll system. This funding will support recurring expenses for software maintenance, the telephone application system (Shared Service Center), ticket-tracking, system hosting, disaster recovery, and data storage costs. Funding is also recommended for ten new positions, which are needed to reduce dependence on contractors.

Appropriation	**$600,000**	**$1,200,000**
Positions	**5.000**	**10.000**

Total Recommended Expansion

	2009-10	2010-11
Recurring		
Requirements	$600,000	$1,200,000
Receipts	-	-
Appropriation	$600,000	$1,200,000
Positions	5.000	10.000
Nonrecurring		

Requirements	-	-
Receipts	-	-
Appropriation	-	-
Positions	-	-

Total Recommended Adjustments for Office of the State Controller (14160) 2009-11

	2009-10	2010-11
Recurring		
Requirements	($869,482)	($269,482)
Receipts	-	-
Appropriation	($869,482)	($269,482)
Positions	(.750)	4.250
Nonrecurring		
Requirements	($55,965)	($55,965)
Receipts	-	-
Appropriation	($55,965)	($55,965)
Positions	-	-
Total Appropriation Adjustments	($925,447)	($325,447)
Total Position Adjustments	(.750)	4.250

State Board of Elections (18025)

Recommended General Fund Budget and Positions

	2009-10	2010-11
Base Budget		
Requirements	$10,175,736	$10,179,529
Receipts	$3,548,635	$3,548,635
Appropriation	$6,627,101	$6,630,894
Recommended Adjustments		
Requirements	($443,279)	($443,279)
Receipts	=	=
Appropriation	($443,279)	($443,279)
Total		
Requirements	$9,732,457	$9,736,250
Receipts	$3,548,635	$3,548,635
Recommended Appropriation	$6,183,822	$6,187,615
Positions		
Base Budget Positions	67.000	67.000
Reductions	-	-
Expansion	=	=
Recommended Positions	67.000	67.000

Appropriation Items -- Recommended Adjustments

Reductions

	2009-10	2010-11

Department-Wide

1. **Truth-in-Budgeting Reform (Budget Salaries at Less than 100%)**

   The Governor recommends budgetary reform by reducing the budgeted salaries to more closely match the actual salary expenditures. Budget line items which normally use lapsed salaries for the agency's operation were increased in the continuation budget. These changes along with budget flexibility will allow the agency to operate more efficiently. General Fund salaries in the State Board of Elections are recommended to be reduced 6%.

   Appropriation ($222,744) ($222,744)

2. **Reduce Various Operating Accounts**

   It is recommended that budgets be reduced for various operating accounts.

   Appropriation ($180,528) ($180,528)

   Appropriation - Nonrecurring ($40,007) ($40,007)

Total Recommended Reductions

	2009-10	2010-11
Recurring		
Requirements	($403,272)	($403,272)
Receipts	-	-
Appropriation	($403,272)	($403,272)
Positions	-	-
Nonrecurring		
Requirements	($40,007)	($40,007)
Receipts	-	-
Appropriation	($40,007)	($40,007)
Positions	-	-

Total Recommended Adjustments for State Board of Elections (18025) 2009-11

	2009-10	2010-11
Recurring		
Requirements	($403,272)	($403,272)
Receipts	-	-
Appropriation	($403,272)	($403,272)
Positions	-	-
Nonrecurring		
Requirements	($40,007)	($40,007)
Receipts	-	-
Appropriation	($40,007)	($40,007)
Positions	-	-
Total Appropriation Adjustments	($443,279)	($443,279)
Total Position Adjustments	-	-

2 PM

VISITOR REGISTRATION SHEET

Gen Gov — 3/18/09

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Greg Piner	DCR
Melanie Soles	DCR
Ann K. Harris	SOS
Carrie Chaney	UNC - Social Work/NASW
Abby Cannon	UNC - Social Work / NASW
Jim Crooke	INSURANCE
Thomas Cheek	OSC
Carl Goodwin	OSP
Vicki Young	DOI

2 PM

VISITOR REGISTRATION SHEET

Ben Gov — Name of Committee

3/18/89 — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Chris Stanley	Senato Brock Intern
Margaret Matrone	NCHFA
Moira Conlon	Social Work
Cheryl Noble	NASW
Sarah Edgecombe	NASW
Ken Wells	Arts North Carolina
Sarah Becker	NCCASA
Rodney Bass	NCGA
Bess Taylor	NCGA
Judy Rafford	NCNA
Pam Wortham	DST

House Pages

Name Of Committee: Gen. Govt Date: 3-18-09

1. Name: Lindsey Tew
   County: Wake
   Sponsor: Hunt
2. Name: Mitchell Smith
   County: Buncombe
   Sponsor: Nesbitt
3. Name: Wilson Powell
   County: Buncombe
   Sponsor: Fisher
4. Name:
   County:
   Sponsor:
5. Name:
   County:
   Sponsor:

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Martha Parnell
3. Name: CHESTER White
4. Name: George Robinson
5. Name: Leslie Wright

3/18/09
2:00 pm

Call to order 2:02 pm

Adjourn 2:47

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2:00 pm

2009 – 2010

DATES	3/18/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair	✓														
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills	✓														
Rep. Jane Whilden															
Senate															
Andrew Brock	✓														
Don East															
Tony Rand															
David Hoyle															
Bob Atwater, C	✓														
Katie Dorsett, C	✓														

Joint Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

Thursday, March 12, 2009

Minutes

The House Appropriations Subcommittee on General Government met jointly with the Senate on Thursday, March 12, 2009 at 8:30 AM in Room 1425.

Members of the House Subcommittee on General Government present were: Representatives Fisher and Underhill, Chairs; Cleveland, Floyd, Mills, and Whilden.

Senate members present were Dorsett, Atwater (Chairs) and East.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms. She then introduced Linda Coleman, Director of State Personnel. Ms. Coleman introduced her members of her staff, and spoke to the committee (Attachment 2).

Secretary Linda Carlisle, Secretary of Cultural Resources, was introduced and provided the committee with an informative overview of this agency (Attachment 3). Staff members were introduced to the committee.

A question and answer period followed. There being no further business, the meeting adjourned at 9:15 AM.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA
JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
March 12, 2009
8:30 a.m.
Room 1425

Senator Katie Dorsett Senator Bob Atwater		Representative Alice Underhill, Chairing Representative Susan Fisher
8:30	Call to Order	Rep. Underhill
	Agency Presentations	
	Office of State Personnel	Linda Coleman State Personnel Director
	Department of Cultural Resources	Linda Carlisle Secretary
	Adjourn	

VISITOR REGISTRATION SHEET

Gen. Gov't — 3/12

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Jack Hubbard	OSBM
Pam Bowling	OSP
Delores Laymon	State Personnel
Alicia [illegible]	MWC
Lynn Harpe	OSP
Dinah Wall	OSP
Ann Cobb	OSP
Stan Williams	NCS

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Sherry Joyner	OSP 116 W. Jones St
Margaret Jordan	OSP
Nancy Astrike	OSP
E.D. Maynard III	OSP
Shari Howard	OSP
Vicky Young	DOT
Wayne Peedin	DOA
Chris Stanley	Senator Brock Intern
Terry Hall	OSP
Carl Dean	OSP
Dennis Patterson	OSA

VISITOR REGISTRATION SHEET

General Gov. — 3/12

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Kam Wills	Arts North Carolina
Greg Pinon	DCR
Hal McKinney	DCR
Melanie Soler	DCR
LINDA CARLISLE	SECRETARY, DCR
Debra Dew	DCR
David Worters	NC Symphony
Jeffrey Crow	DCR
David Brook	DCR
MARY BOONE	DCR
Thomas Parrish, III	DCR

Department of Cultural Resources
Executive Summary

As the first cabinet-level state agency in the nation for arts, history, and culture, the North Carolina Department of Cultural Resources preserves, protects and promotes North Carolina's heritage and tells its diverse contemporary story. Cultural Resources is a collaborative partner with the Department of Commerce working to create a vibrant, creative, dynamic environment conducive to attracting and retaining businesses and workers.

The mission of the Department of Cultural Resources is to enrich the cultural, educational, and economic well-being of citizens and visitors to North Carolina through the preservation, development, presentations, promotion, and dissemination of artistic, historical, and information resources.

Office of Archives and History

The North Carolina Office of Archives and History was created in 1903 to conserve, preserve, and manage the state's historic resources. Enabled by Chapter 121 of the NC General Statutes, the agency's three divisions provide services to the people of the state. In any given year, nearly 2 million citizens directly interact in some way with the Office of Archives and History and its three divisions. Divisions include Historic Sites and Properties, History Museums and Historical Resources.

The Department of Cultural Resources' museums and historic sites, programs and learning initiatives make vibrant communities that attract residents, visitors, and businesses. Cultural Resources initiatives range from underwater artifact recovery to historical properties to world-class arts facilities and exhibits. Grants to libraries and arts organizations and tax incentives to citizens who rehabilitate historic structures help build sustainable economies in rural and urban areas.

Office of Arts and Libraries

The Office of Arts and Libraries was created in 2001 in a Department of Cultural Resources reorganization to enhance and efficiency and service to the citizens of North Carolina. The Office is directed by the Chief Deputy Secretary and includes the North Carolina Arts Council, the North Carolina Museum of Art, the North Carolina Symphony and the State Library of North Carolina, as well as Cultural Resources Administrative Services sections.

BASIC SUMMARY FY 2007-2008

Total number of employees	1030
Number of permanent employees	799
Number of temporary employees (including contract workers on a payroll)	231
Employees in Raleigh	529 (permanent)
Employees outside of Raleigh	270 (permanent)
Actual Authorized General Fund budget	$ 86,250,377
Receipts	$ 10,393,943
State appropriations	$ 75,856,434
Number of Departmental Divisions	7

Office of Archives and History	
Division of State Historic Sites and Properties	
Mission/ Purpose	The mission of the Division of State Historic Sites and Properties is to preserve, develop, operate, interpret, and maintain a system of sites and properties of statewide historical significance. There are 27 historic sites, located in 23 counties across North Carolina, including three commissions (the Roanoke Island Commission, the Battleship USS North Carolina Commission and Tryon Palace Commission.)
Mandatory North Carolina Constitution and NC General Statutes	**The preservation of historic sites is mandated by Article XIV, Section 5 of the North Carolina Constitution.** In addition G.G. 121-8,9 specifies that the "powers" and "duties" of the Department of Cultural Resources include the acquisition, preservation, protection, and regulation of the public use of "real and personal properties that have statewide historical, architectural, archeological, and cultural significance." Other statutory mandates for specific historic sites include G.S. 121-9(h); G.S. 143B-71, 72, 73, and 74; and G.S. 143B-131.1-9. In addition, Department of the Navy Contract NObs-4478 of August 28, 1961, authorizes the transfer of the Battleship USS North Carolina to the state for the purpose of "preserving and exhibiting the vessel as a permanent war memorial." All restoration and repair of the Division's historic buildings is governed by the United States Secretary of Interior's *Standards for Rehabilitation and Restoration of Historic Structures*. **Mandated duties and responsibilities comprise an estimated 85 percent of its activities and consist of the following broad categories:** 1. Acquisition, preservation, repair, and maintenance of historic sites including buildings, features, and landscapes 2. Development and regulation of the public use of resources including public access, public facilities, and interpretation (exhibits, tours, programs, and demonstrations) 3. Protection of historic resources and their public users including such functions as security, safety, and the care of artifact collections **Vital activities, which comprise approximately 15 percent of Division activities, support the mandated functions of the agency and include:** 1. On-site special events and educational programs 2. Off-site outreach programs for school students and adult groups. **Optional activities are not conducted by the Division due to its mission-central focus and the inadequacy of agency resources.**
Mission Effectiveness	The Division is extremely effective in accomplishing its mission. In 2007-2008 the agency historic sites hosted 1,628,713 visitors, including school students and adult groups, at its sites.

	In addition, Division sites served thousands of citizens through off-site outreach programs and demonstrations. Through its unique role as a historical preservation and education agency, it actually serves, in a sense, all the past, present, and future generations of the state's citizenry.
Program Served by Another Service?	The Division of State Historic Sites and Properties is the only public or private agency that operates a statewide system of sites and preserves and interprets 800 years of North Carolina's history.
Population Served	The Division administers a unique statewide system of 27 sites that stretches from the Atlantic beaches to the Appalachian Mountains and encompasses 298 buildings on 3,300+ acres in 23 counties. The Division serves the 9 million citizens of North Carolina as well as visitors from across the nation and numerous foreign countries.
Important Notes	The Division, through its 27 sites, serves as an economic engine for the communities and counties where its facilities are located. Heritage tourists from both inside and outside the state help sustain and grow local economies by providing jobs in the hospitality and related industries. Research shows that heritage tourists, while traveling, stay in an area twice as long as other leisure travelers and spend twice the amount that other tourists spend.

Office of Archives and History	
Division of State History Museums	
Mission/ Purpose	The Division of State History Museums collects and preserves artifacts and other historical materials relating to the history and heritage of North Carolina in a local, regional, national, and international context to assist people in understanding how the past influences the present. The Division consists of seven museums including the North Carolina Museum of History (Raleigh) and six regional museums – Mountain Gateway Museum and Heritage Center (Old Fort), Museum of the Cape Fear Historical Complex (Fayetteville), and Museum of the Albemarle (Elizabeth City). In addition, the Graveyard of the Atlantic Museum (Hatteras) and two Maritime Museums (Beaufort, Southport) interpret coastal life.
Mandatory **NC General Statutes** **Vital**	**North Carolina G.S. § 121-7. Historical museums.** The Department of Cultural Resources shall maintain and administer State historic attractions under the management of the Office of Archives and History for the collection, preservation, study, and exhibition of authentic artifacts and other historical materials relating to the history and heritage of North Carolina.
Mission Effectiveness	The Division's visitation in the last two years totaled 1,437,446. Nearly one-fourth of the visitors to the North Carolina Museum of History came from public school, private school, home school, and other groups. An additional 581,261 people benefited from the Division's outreach services and programs. Our Tarheel Junior Historian Association boasts over 14,000 members.
Program Served by Another Service?	Although local and private museums exist, no other agency or private sector organization interprets Statewide history through artifact collections, scholarly publications, and educational programming.
Population Served	The Division's museums serve people throughout North Carolina, from all 50 states, and internationally from 75 countries (during 2007-2008).
Important Notes	In recent years, the teaching of history, particularly North Carolina history, in the public schools has been de-emphasized due to increasing emphasis on EOG's and other standardized tests. Accordingly, the programs of this Division as well as others of the Office of Archives and History are increasingly important for educating North Carolina school children about their State's history and heritage.

Office of Archives and History	
Division of Historical Resources	
Mission/ Purpose	The purpose of the Division of Historical Resources is to collect, preserve, and protect the state's historic resources so that present and future residents may better understand, enjoy, and capitalize upon that history. Notable projects include the rescue and preservation of North Carolina's copy of the Bill of Rights; excavation of priceless artifacts for state museums from an 18th-century pirate flagship; and helping taxpayers qualify for the state's historic structures rehabilitation tax credit program which annually generates approximately $100 to $200 million dollars in construction activity. **Principal programs and functions of the division are as follows:** **Archives and Records** - protects and preserves the state's documents and records; helps local and state government agencies manage records. **Archaeology** - identifies, protects, and preserves the state's archaeologically significant resources including prehistoric and historic sites and artifacts, historic shipwrecks, and unmarked burials. **Education -** generates public awareness of North Carolina history through education programs especially for school children and teacher workshops. **Historical Publications** - generates public awareness of North Carolina history through writing, editing, and publishing books, journals, and maps. **Historic Preservation -** identifies historical properties and consults with other government agencies to avoid unnecessary harm to those properties from government projects; enhances historic properties through state and federal tax incentives for rehabilitation; and routes federal preservation grants to local governments. **State Highway Historical Marker Program** - advertises the state's rich history to residents and tourists alike.
Mandatory **Federal and State**	**All of our major programs outlined above are mandatory:** **Federal** - *National Historic Preservation Act of 1966*, as amended, 16 United States Code 470 et seq. **State** - G.S. 105-129.35-36; G.S. Chapter 121, 121-4; Chapter 132; and G.S. 160A-400.1-14.
Mission Effectiveness	Since 1968 North Carolina has maintained in good standing its federal certification under the National Historic Preservation Act. Other illustrations of the division's effectiveness are as follows: during the last fiscal year, the Archives and Records Section handled 26,339 postal, e-mail, and telephone research inquiries; a total of 7,997 researchers used archival records in the State Archives and the Outer Banks History Center; researchers using the section's Web site totaled 206,062; in fiscal 2007-2008, the Historical Publications Section sold 13,517 copies of 186 titles (books) and 2,135 copies of 36 non-book items; the Office of State Archaeology identified 60,000 archaeological sites and shipwrecks, and has retrieved a rich treasure trove for the state's museums of historical artifacts from what is believed to be

	Blackbeard's flagship, the Queen Anne's Revenge shipwreck. Since the 1970s, the State Historic Preservation Office has identified 100,000 historic properties in North Carolina and its rehabilitation tax-credit certification program has stimulated $1.2 billion dollars of private investment in North Carolina. It is estimated that North Carolina's preservation tax credit program has added $2.69 billion to the state's economy, and added $980 million to household incomes in the state. In the last biennium, 2006-2008, as stewards for the people, our historic preservationists and archaeologists reviewed 6,369 state and federal projects and permits ranging from cell towers to highways to assure that historical resources are taken into account in governmental planning.
Program Provided by Another Service?	The work of the division of Historical Resources, which serves all the people of the state, could not be profitably undertaken by the private sector. Many of our mandated functions are intergovernmental such as the review of large federally funded projects that require our participation as a state agency. Historical Publications is the only publisher in the state to issue three to five new North Carolina history titles annually and to maintain a list of more than 170 North Carolina history titles that appeal to and are sold to both the scholarly and general audiences.
Population Served	We serve many diverse groups from local and state government agencies, universities, Indian tribes, museums, businesses, nonprofits, school children and their teachers, individual property owners, and taxpayers from all 100 counties, all 50 states and internationally.
Important Notes	The Historical Publications Section is the oldest continuously operating, state-supported historical publishing program in the nation. Sales receipts are used to print new titles and reprint popular existing titles. The State Archives is the third oldest in the nation, and President Franklin D. Roosevelt chose R.D.W. Connor, the first head of what is today the Office of Archives and History, as the first archivist of the United States in 1934. The tax credit program includes income and non-income producing historical properties. Their rehabilitation provides housing, office and commercial space, creates jobs, beautifies our communities, promotes tourism, and builds community pride. The program also stabilizes and improves property values and strengthens the local tax base. The tax credit program, which remains very active, is a strong recession fighter. The U.S. Department of the Interior reports that North Carolina ranked third in the nation in federal FY 2007 (latest year of compilation) for approved proposed tax-credit projects and fourth in the nation for completed projects.

Office of Arts and Libraries	
North Carolina Arts Council	
Mission/ Purpose	The Arts Council's mission is to make North Carolina a better state through the arts by building a robust arts industry, a creative economy, vibrant communities, children prepared for the 21st century, and lives filled with discovery and learning. The Arts Council provides grants, training, and technical assistance. We conduct research, provide information services to the public, and are a clearinghouse for information about the arts in North Carolina.
Mandatory **Federal** **NC General Statutes**	**GS 143-87** creates the North Carolina Arts Council with the following **mandated** duties: • To study, collect, maintain and disseminate factual data and pertinent information relative to the arts; • To assist local organizations and the community at large in the area of the arts; • To exchange information, promote programs and stimulate joint endeavors between public and nonpublic organizations; • To identify research needs in the arts area and to encourage such research; and • To bring the highest obtainable quality in the arts to the State and promote the maximum opportunity for the people to experience and enjoy those arts. **GS 143-88 mandates** a 24 member Arts Council board. **GS 143B-121 - 125 mandates** the Grassroots Arts Program. **20 U.S.C. GS 951, Section 5(g)(2) of the federal authorizing legislation for the National Endowment for the Arts** states that in order to receive assistance, a State **shall** submit an application that ...designates or provides for the establishment of a State agency...as the sole agency for the administration of the State plan...."
Mission Effectiveness	Forty years of the Arts Council's leadership, financial support and technical assistance have created one of the largest networks of local arts councils in the nation. In 2007-2008, the Arts Council invested $7.3 million in 519 arts organizations; 364 school, community, and civic groups; and 183 individuals. Non-profit and public sector arts organizations working directly with the Arts Council provide over 1,200 full-time jobs earning over $47 million in total salaries. Arts Council research demonstrates that nearly 159,000 creative sector jobs make up more than 4% of total employment in North Carolina. Creative industries pay more than $3.9 billion in wages in North Carolina each year.
Duplication?	There are no other agencies providing these services on a statewide basis.

Provided by Another Service?	Some local arts councils provide similar services for their counties, but many do so with funding from the NC Arts Council. If the NC Arts Council did not exist, then rural areas, small towns, and all but the wealthiest citizens would lack access to the quality, number, and diversity of arts programs supported by the Arts Council.
Population Served	In FY 2007-2008, over 13.6 million people participated in programs funded by the Arts Council. Nearly 4.3 million of these were children and youth. All 100 counties were directly assisted.
Miscellaneous Notes	NC Arts Council grants have a building effect on our economy, leveraging additional funds from foundations, businesses, and local governments, generating almost $16 in matching funds for every $1 invested. Conversely, reductions in grant funds negatively impacts grantees (and our economy) far beyond the actual state dollars lost.
Important Notes	It should be clearly noted that the Museum of Art is a rare example of a state cultural institution that contributes far more economically to the local economy ($24M through Monet in Normandy, alone) than is currently invested through annual general appropriations (inclusive of the expanded budget request).

Office of Arts and Libraries	
State Library of North Carolina	
Mission/ Purpose	The State Library of North Carolina is a multifaceted organization with mandated responsibilities for equalizing and aiding public library services in North Carolina; for supporting interlibrary cooperation with all types of libraries in our state; for providing library services to the blind and physically handicapped; and for collecting and preserving both the publications of the State of North Carolina and the published record of North Carolina's history, geography, culture, society, business and economy. The State Library serves as the principal library of State government, and supports the information needs of all citizens, with a research interest in North Carolina and its heritage.
Mandatory **Vital**	• **Library Development:** Federal funds for libraries in North Carolina are distributed by North Carolina's State Library administrative agency under the auspices of 20 USC 72 which mandates the expansion of informational and educational resources, especially to those who are underserved. State funds for the purpose of equalizing public library services for all citizens across the state are mandated in NCGS §125-7, and §125-8 authorizes the receipt of federal funds as well as funds from other non-state organizations, such as the Bill & Melinda Gates Foundation. In § 125-2 it is stipulated that Library Development shall give assistance, advice and counsel to all libraries in the state and to all communities with libraries on their operations. • **Library for the Blind and Physically Handicapped (LBPH):** Under the Federal Pratt-Smott Act of 1931, the Librarian of Congress establishes regional libraries within the various states to serve as local outlets for services to those with visual and physical disabilities. NCGS § 125-2 directs the State Library of North Carolina to provide these services. • **Official Depository of NC State Government Publications:** NCGS § 125-11 declares that the State Library shall be the official, complete and permanent depository for all State publications, in all formats, and that these publications shall be accessible by citizens in perpetuity. • **Government & Heritage Library:** As directed by NCGS § 125-2, the GHL serves as the library of the State by collecting pertinent resources and making these available for free circulation to libraries and to all citizens of the State. •
Mission Effectiveness	• **Library Development:** Library Development serves as the catalyst to exceptional library services in our state, and builds the capacity of all libraries. Public libraries across North Carolina served 37,417,566 visitors in 2007-2008 and checked out 52,658,526 books and other library materials like audio books and DVDs. State Aid to Libraries is vital to the success of public libraries in our state, where in rural areas state funds can constitute as much as 47% of the library budget. Only through these funds can citizens in all parts of the state enjoy some semblance of equal library services.

Mission Effectiveness	• **Library for the Blind and Physically Handicapped:** LBPH served 15,225 North Carolinians with special needs in 2007-2008, circulating 458,530 items across the state in various formats, including audio books, large print and Braille books, and described videos. • **Official Depository of NC State Government Publications:** The State Library's Documents and Digital Information Management Program ensures the permanent access to the publications of our State. These programs added nearly 4,000 print and digital publications to their resources in 2007-2008, and disseminated 26,885 items to individual users and depository libraries across the state. Working together with the State Archives, the State Library's Documents and Digital Information Management Program captured more than 4.7 million web pages, creating an entirely new field of technical endeavor to ensure that North Carolina's publications and records created in digital formats are not lost. • **Government & Heritage Library:** In addition to serving as the principal library of State government, the GHL advances understanding and appreciation of our State by collecting North Carolina's history, culture, people, and economy for the research use of citizens of all ages. In 2007-2008, 11,115 individuals visited the GHL, whose staff fielded 9,456 information requests. Books and other resources used in-house and checked out totaled 66,150, along with 17,834 searches on the Library's electronic resources. In addition to its important resources collected since 1812, the GHL is also a coordinating agency of the State Data Center, a cooperative program with the US Bureau of the Census, and is an invaluable resource of NC demographic and statistical data. The genealogy collection is particularly strong and attracts users from not only all across the state but also all across the country.
Program Provided by Another Service?	• **Library Development:** No duplication • **Library for the Blind and Physically Handicapped:** No duplication • **Official Depository of NC State Government Publications:** No dup. • **Government & Heritage Library:** Some GHL resources can be found in the North Carolina collections of major university libraries (e.g., UNC-Chapel Hill, ECU), however; these have limited public access.
Population Served	State Library programs serve the citizens of all of North Carolina's 100 counties.
Important Notes	It is important to note that a majority of funds received for Library Services include Aid to Public Libraries and federal Library Services and Technology Act funds, which act pretty much as pass through grants.

Department of Cultural Resources	
North Carolina Museum of Art	
Mission/ Purpose	The mission of the North Carolina Museum of Art is "to acquire, preserve, and exhibit works of art for the education and enjoyment of the people of the state, and to conduct programs of education, research and publication designed to encourage an interest in and an appreciation for art on the part of the people of the state". The North Carolina Museum of Art houses permanent displays of the state's art collections, plus changing exhibitions. The North Carolina Museum of Art is the premier institution of its type in the southeastern United States. The Museum of Art regularly receives national and international recognition for its collections, exhibitions, and programs. It has become a major tourist attraction, which draws many visitors from within the state and from beyond its borders each year. Currently, the North Carolina Museum of Art's collection is valued at more than $1 billion for insurance purposes.
Mandatory	Mandated under G.S. 140-5.12, enacted by the General Assembly April 3, 1947
Mission Effectiveness	**Selected Statistics** • Total Museum Visitors FY 2008: **232,003** • Total Museum Membership as of June, 2008: **17,787** • Educational Guided Tours Presented in FY 2008: **2,723** • Educational Guided Tour Participants FY 2008: **32,832** • Public Programs Presented during 2008 Season: **60** • Public Program Attendance for 2008 season: **23,331** • Volunteer Hours Contributed FY 2008: **12,503** • Works of Art Examined for Conservation FY 2008: **5,296**
Program Served by Another Agency?	The Museum of Art is uniquely established as the premier state art museum for its citizens. Its collection and programs are not duplicated by any other state agency or private sector museum within the State. The Museum offers its visitors access to an extensive and outstanding art collection (over 5000 objects) free of charge.

Population Served	As noted above (vital statistics) the Museum is visited annually by more than 200,000 patrons, much more in years when the Foundation sponsors large blockbuster exhibitions. In addition to serving an extensive general public each year, the Museum is an active partner with the state's educational systems. Over 23,000 school children from counties all over North Carolina (53 counties for the year ended 6/30/08) visited the Museum last year to learn about their own culture and about other civilizations through guided tours and other programs. Outreach exhibitions, slide programs, speakers, and teaching materials are also available to schools and other groups in all counties throughout the state. The Museum continues to enhance accessibility to its collections through the use of information technologies such as digital imaging, CD ROM, and the Museum's Internet site (http://ncartmuseum.org) that includes the award-winning teachers' resource, ArtNC. For the 2007/08 fiscal year the Museum logged 19,834 education users of the ArtNC website.
Important Notes	It should be clearly noted that the Museum of Art is a rare example of a state cultural institution that contributes far more economically to the local economy ($24M through Monet in Normandy, alone) than is currently invested through annual general appropriations (inclusive of the expanded budget request).

Office of Arts and Libraries	
North Carolina Symphony	
Mission/ Purpose	The mission of the North Carolina Symphony is to present an orchestra of the highest artistic standard that enriches, entertains, and educates diverse audiences in a variety of settings and represents North Carolina as a leader in performance and music education.
Mandatory	GS 143B-94 and GS 140-7
Mission Effectiveness	Established in 1932, the North Carolina Symphony is the 30th largest symphony in the United States, performing 175 full-orchestra performances across the state. Forty full-orchestra (FREE) performances a year reach over 50,000 school children. The NC Symphony has the most extensive music education program of any major U.S. orchestra.
Duplication?	The North Carolina Symphony's mission and state mandate directly impacts citizens from across the state. However, there are seven smaller, part time county or city symphonies, plus the full-time Charlotte Symphony, which serve the citizens of that particular area.
Population Served	Traveling to between 30 and 40 counties, over 250,000 people hear the NC Symphony perform annually, including 50,000 school children. Many of these performances occur in rural communities. For most school children, this is their first experience in hearing a large orchestra.
Budget	Since 1994, the North Carolina Symphony's annual recurring appropriation has not increased. For the 2009 legislative session, DCR has requested an increase of $1 million (recurring) in its annual appropriation and an additional $500,000 (non-recurring) for educational programming. Providing this additional recurring funding would make the State's contribution to the North Carolina Symphony more in line with that of the NC Museum of Art and the NC Museum of History, which have seen increases over the years.
Important Notes	In 2006, arts industry wages alone infused more than $3.9 billion into North Carolina's economy, according to research by the Carrboro-based Regional Technology Strategies (RTS). Duke University Health System provides an excellent example of how organizations like the NC Symphony play a key role in economic development. "At Duke Medicine, we will recruit over 621 physicians over the next five years. . . The key to achieving our ambitious recruitment goal will be to convince these doctors and their families that we have an unparalleled quality of life in the region. North Carolina is experiencing an amazing growth in the arts, with one of the jewels being the NC Symphony." As one of the leading cultural treasures in North Carolina with a 77-year history of committed statewide service, it is important that the Symphony continues its mission, that it remain financially sound and, that its positive impact on the state's economy be sustained. Without additional support from the legislature, all three areas will suffer.



The Office of State Personnel

- Created in the late 1940s
- State Personnel Act became effective in 1949
- Primary purpose is to establish and maintain a system of human resources administration under the direction of the Governor
- Based on accepted and successful principles of human resources administration used in government and industry.

The Office of State Personnel (continued)

- Approximately 95,165 employees subject to the State Personnel Act (SPA)

- 25,000 employees exempt from the State Personnel Act (EPA) but are subject to certain provisions

- Of the 95,165 SPA employees 75% (71,551) are in state agencies and 25% (23,615) are in the university system.

The Office of State Personnel (continued)

- Average salary of SPA employees is $41,553.
- Average age is 44.9 years
- Average length of service is 10 years 4 months.
- The Office of State Personnel has 78 general fund positions with a budget of approximately $8,000,000.

General Government Subcommittee

Office of State Personnel
Presentation

Chapter 126-3

Office of State Personnel established and responsibilities outlined; administration and supervision; appointment, compensation and tenure of Director.

126-3 (b) (1) Providing policy and rule development for the Commission and implementing and administering all policies . . .

- Provide all administrative support for the State Personnel Act
- Recruitment and Selection
- Classification
- Salary Administration
- Leave Administration
- Immigration
- Employee Relations
- Reduction in Force
- EEO
- ADA
- Compensation
- Performance Management

126-3 (b) (2) Providing training in personnel management . . .

- Training and consultation to universities, agencies and local government
- Management and Supervisory Training
- Customer Service and Professional Skills Training
- E-Learning and On-Line Learning
- EEO Institute and Diversity Training
- HR Policy and Best Practices Training
- Computer Skills Training
- Performance Management

126-3 (b) (3) Providing technical assistance . . .

- Workforce Planning
- Recruitment and Selection
- Classification and Compensation
- Salary and Leave Administration
- Immigration
- Employee Relations
- Reduction in Force
- EEO
- ADA
- Unlawful Workplace Harassment Prevention Plans
- Investigations
- Performance Culture
- Strategic Planning
- Performance Management

126-3 (b) (4) Negotiating decentralization agreements . . .

- Classification
- Compensation
- Salary Administration

126-3 (b) (5) Administering centralized programs and providing services . . .

- Unemployment Insurance
- Workers' Compensation
- Workplace Requirements Program for Safety and Health

126-3 (b) (6) Providing approval authority of personnel actions . . .

- Classification
- Compensation

126-3 (b) (7) Maintaining a computer database of personnel information . . .

- Personnel Management Information System (PMIS)
- Business Enterprise Access for NC's Core Operation Needs (BEACON)

126-3 (b) (8) Developing criteria and standards to measure compliance . . .

- Monitoring of classification and salary administration
- Accountability and Program Review

126-3 (b) (9) Implementing corrective actions in cases of noncompliance . . .

- Workforce Planning
- Recruitment and Selection
- Classification and Compensation
- Salary and Leave Administration
- Immigration
- Employee Relations
- Reduction in Force
- EEO
- ADA
- Unlawful Workplace Harassment Prevention Plans
- Performance Management

General Government Subcommittee

Office of State Personnel
Presentation

Chapter 126-4

Powers and duties of State Personnel Commission.

126-4 (2) Compensation plans . . .

- Maintain variety of compensation plans

126-4 (4) Recruitment programs to promote state government employment . . .

- Solution strategies
- Recruitment and Selection

126-4 (8) Service awards . . .

- Variety of Employee Recognition programs

Joint Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

Thursday, March 25, 2009
8:30 AM

Minutes

The House Appropriations Subcommittee on General Government met jointly with the Senate on Thursday, March 25, 2009 at 8:30 AM.

Members of the Subcommittee on General Government present were: Representatives Fisher, and Underhill, Chairs; Representatives Cleveland, Floyd, Mills and Whilden.

Members of the Senate present were Senators Dorsett and Atwater, Chairs; and Senator Brock.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representative Underhill called on the following agencies to speak to the committee.

- Mr. David Brown, Deputy State Budget Director for Budget (OSBM) (Attachment 2). Mr. Brown discussed Truth-in-Budgeting in using vacant positions and lapse salaries. Mr. Brown also made comments regarding the restrictions on using lapse salaries.
- Mr. Kevin McLaughlin, COO and General Council for the Department of Administration (Attachment 3)
- Mr. Jim Dolan, Deputy State Controller (Attachment 4)

A question and answer period followed. The meeting adjourned at 9:25 AM.

Alice G. Underhill

Representative Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA
JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
March 25, 2009
8:30 a.m.
Room 1425

Senator Katie Dorsett Senator Bob Atwater		Representative Alice Underhill, Chairing Representative Susan Fisher
8:30	Call to Order	Rep. Underhill
	Governor's Budget Presentation Truth in Budgeting and Elimination of Vacant and Filled Positions - Severance	David Brown Deputy State Budget Director for Budget OSBM
	Agency Expansion Items	Jim Dolan Deputy State Controller Kevin McLaughlin COO and General Council Department of Administration David Brown Deputy State Budget Director for Budget OSBM
	Adjourn	

VISITOR REGISTRATION SHEET

Gen Gov — 3/25/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Rodney Bass	NCGA
Wes Taylor	NCGA
Melanie Sollen	DCR
Ralph Cable	SPOE
Colleen Kochanek	NCCADV
Margaret Matrone	NCHFA
Chris Estes	NC Housing Coalition
Perry Newsom	State Ethics Comm
Carl Goodwin	OSP
Michael Houser	NCDOR

VISITOR REGISTRATION SHEET

Gen Gov — 3/25/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Dennis Patterson	OSA
Dick Barnes	OSA
A. Solari	DST
Joe Lanier	520 Wicker
Christy Agnew	DOA
Kevin McLaughlin	DOA.
Sherri Johnson	OSC
Jim Dolan	OSC
Thomas Cheek	OSBM
Ann K. Harris	SOS

II

Governor Beverly Perdue - Recommended Operating Budget 2009-2011

Department of Administration

Mission
To provide high quality services effectively, efficiently, and economically for our customers who are the citizens, agencies, and communities of our state.

Expansion

	2009-10	2010-11

Sterilization Victims Foundation

1. **Justice for Sterilization Victims Foundation**

The Governor recommends that funds be appropriated to support planning efforts associated with the establishment of the Justice for Sterilization Victims Foundation. This foundation will provide justice and compensate victims who were forcibly sterilized by the State of North Carolina between 1929 and 1974.

Appropriation - Nonrecurring $250,000

State Parking System

1. **Restore Funding for the State Parking System**

It is recommended that funding be restored for the State Parking System. This is a receipt-supported program (in budget code 74103) that is currently under a legislatively required Continuation Review. Funding will be restored at the current level of funding ($1,667,708 recurring), which includes support for 12.75 positions.

Total Recommended Expansion

	2009-10	2010-11
Recurring		
Requirements	-	-
Receipts	-	-
Appropriation	-	-
Positions	-	-
Nonrecurring		
Requirements	$250,000	-
Receipts	-	-
Appropriation	$250,000	-
Positions	-	-

II

OSBM

A Study of State Assistance to Veterans Service Programs

As Directed by Session Law 2008-107, Section 22.6

March 1, 2009



Prepared By:

Office of State Budget and Management

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INTRODUCTION

Scope of Study

SECTION 22.6.(a) of Session Law 2008-107 directed that the Office of State Budget and Management (OSBM), in consultation with the Department of Administration (DOA), study the level of State assistance provided to county military veterans service programs through the Aid to Counties program within DOA. This program was established pursuant to General Statute (G.S.) 165-6(9). Specifically, the Session Law directed that:

1. DOA should collect data from county programs, including a five-year analysis of county spending, the number and type of veterans claims filed, and the number of full-time equivalent (FTE) staff assigned to the county programs, to assess the level of services provided.
2. The study should include:
    - An examination of the effect of changing the amount of assistance that a county is eligible to receive;
    - An analysis of the number of claims filed with each veterans service program;
    - Data on the total county spending for the programs;
    - Figures on the population of veterans in each county; and
    - A section on recommended statutory changes, budgetary increases, distribution reallocations, and administrative changes to the North Carolina Division of Veterans Affairs (NCDVA).

Methodology

In order to conduct the study, OSBM performed the following tasks:

- Reviewed financial statements
- Examined the organizational structure
- Reviewed laws, rules, policies and procedures
- Reviewed internal reports, forms, and publications
- Compared processes used in processing claims
- Interviewed officials of the NCDVA and selected District Service Offices (DSO)
- Sent surveys to all of North Carolina's County Veterans Service Officers (VSO)
- Interviewed selected County VSOs
- Interviewed and obtained information from veterans affairs officials from other selected states and their counties
- Interviewed the Director of the State Veterans Service Office in Winston-Salem
- Observed the claims processes at the Department of Veterans Affairs Regional Office in Winston-Salem
- Analyzed work flow and activities
- Interviewed directors of selected veterans support groups in North Carolina
- Observed procedures used in assisting veterans
- Analyzed various data

OSBM used data from Fiscal Year (FY) 2007 for comparative purposes, as that is the latest data available from the federal Department of Veterans Affairs (VA) on the estimated number of veterans residing in each county. Funding data for later years is provided for North Carolina counties and the NCDVA.

Claims data prior to July, 2008 is not included in this report because much of it is questionable (see pages 12-13 for more detail). NCDVA changed procedures in July, 2008 to start collecting better data on claims submitted to the VA Regional Office in Winston-Salem and OSBM is including that data. Data on claims submitted to other VA processing sites is not included as NCDVA has not collected it.

OSBM wanted to determine why VA claims processing took so long and had such a high error rate; however, federal protocol limited our staff to observing processing procedures and holding general discussions with staff at

the VA Regional Office in Winston-Salem. Thus, OSBM relied upon federal audits and reviews to document VA processing times and error rates (see pages 12 and 16).

BACKGROUND

Assistance to veterans and their families has become a multi-billion dollar industry. In North Carolina, the federal Veterans Administration spent about $2.6 billion in federal FY 2007 for veterans' support. Services and financial support consist of the following:

- Education Benefits,
- Health and Disability Benefits, and
- Burial Benefits.

Numerous entities are involved in assisting veterans to receive these benefits and services. Claims for education benefits are processed through the schools veterans attend. The State, most counties, and non-profit veterans groups, such as the American Legion and Veterans of Foreign Wars help veterans prepare claims for benefits at no charge. Private practice lawyers and others charge a fee (up to 20% of back benefits) for claims assistance.

Claims processing services for veterans occur at multiple governmental levels as described below.

COUNTY LEVEL

Ninety-one of North Carolina's 100 counties have county VSOs which are staffed by county employees on either a part-time or full-time basis. Of the nine counties without offices, six do not have a veterans program, two provide staff as needed, and one provides funds to the State to provide veterans services on their behalf. In addition, the Lumbee Tribe has a veterans service office. The staff who work in these local offices have to become certified by the State within one year of starting to represent veterans and their dependents in filling out claims forms and tracking disposition of the claims. County office sizes vary. Smaller counties may have one part-time, whereas larger counties may have multiple full-time employees. County offices generally work closely with the State staff in assisting veterans.

STATE LEVEL

The North Carolina Division of Veterans Affairs (NCDVA) has been assisting veterans for over 80 years. It was first established as a part of the Commission of Labor in 1925 to "aid veterans of the World War." In 1945 NCDVA became a separate agency to assist veterans and their families in securing benefits earned through military service. NCDVA is now organizationally a part of DOA.

To accomplish its mission, the NCDVA is organized as follows:

- NCDVA central office (Assistant Secretary Office) is located in Raleigh;
- State Veterans Service Office is co-located with the VA Regional Office in Winston-Salem;
- Fifteen DSOs located throughout the State;
- Two State veterans nursing homes located in Fayetteville and Salisbury respectively; and
- Three State cemeteries (located in Black Mountain, Jacksonville, and Spring Lake).

Exhibit 1 on page 5 shows the organizational structure for the NCDVA, the 15 DSOs, and the counties that each DSO is responsible for, as of January, 2009. Organizationally, there are three levels in the state system of support for veterans, each of which is described below.

NCDVA Central Office

The NCDVA central office sets statewide policies for administration, training, scholarships, and information for veterans and their families. It directs all the activities of the Division, maintains financial records, and approves disbursements. It provides technical guidance, but not direct supervision, to county Veteran Service Offices. Specifically, it provides the following centrally-managed services:

- Training, assistance, and guidance as needed or requested by county or State offices,
- Skilled level nursing care at two veterans nursing homes,
- Burial plots to qualified veterans of North Carolina,
- Scholarship program for children of North Carolina disabled, combat or deceased war veterans,
- Distribution of limited funds to county veterans service offices. As stated in General Statute (G.S) 165-6(9), NCDVA "may, in its discretion, contribute to each county an amount not to exceed two thousand dollars ($2,000) on a matching basis for any fiscal year for the maintenance and operation of a county veterans service program."

State Veterans Service Office

The State Veterans Service Office has ten employees in Winston-Salem who are responsible for coordinating with the federal VA Regional Office. It receives and briefly reviews claims from the State's District Service Offices (described below) and/or county offices before they are submitted to the federal VA. This office also conducts file reviews, and represents veterans or their families at appeals held at the VA Regional Office, after claims have been submitted and denied by the federal office. On occasion, veterans will come directly to this office (Forsyth County does not have a VSO) for help filing an original claim. Veterans' appeals that go beyond the VA Regional Office in Winston-Salem are turned over to the American Legion office in Washington, DC to assist with the final adjudication of claims. The American Legion is used to reduce travel and because the organization is skilled in handling appeals at the national level.

State District Service Offices

There are fifteen District Service Offices, each of which provides support to multiple counties (see Exhibit 1 on page 5). These DSOs are responsible for training, assisting, and overseeing the technical work of the affiliated county veterans service offices in their district. They are staffed by one or more District Service Officers who are typically certified by the State to represent veterans and with clerical assistance. These offices can also provide direct assistance to veterans, especially in those counties without a VSO. Veterans may opt to seek assistance from district offices rather than county offices for several reasons, including:

- They may be unaware there is a county office,
- The district office may be closer to their home than the county office, or
- They may have become aware of the district office through an outreach program or other veteran.

As of October 2008 the fifteen DSOs had a total of 54 employees. Office sizes ranged between two and five employees, which included the District Service Officer and support staff. The median number of staff per office was four.

Federal Level

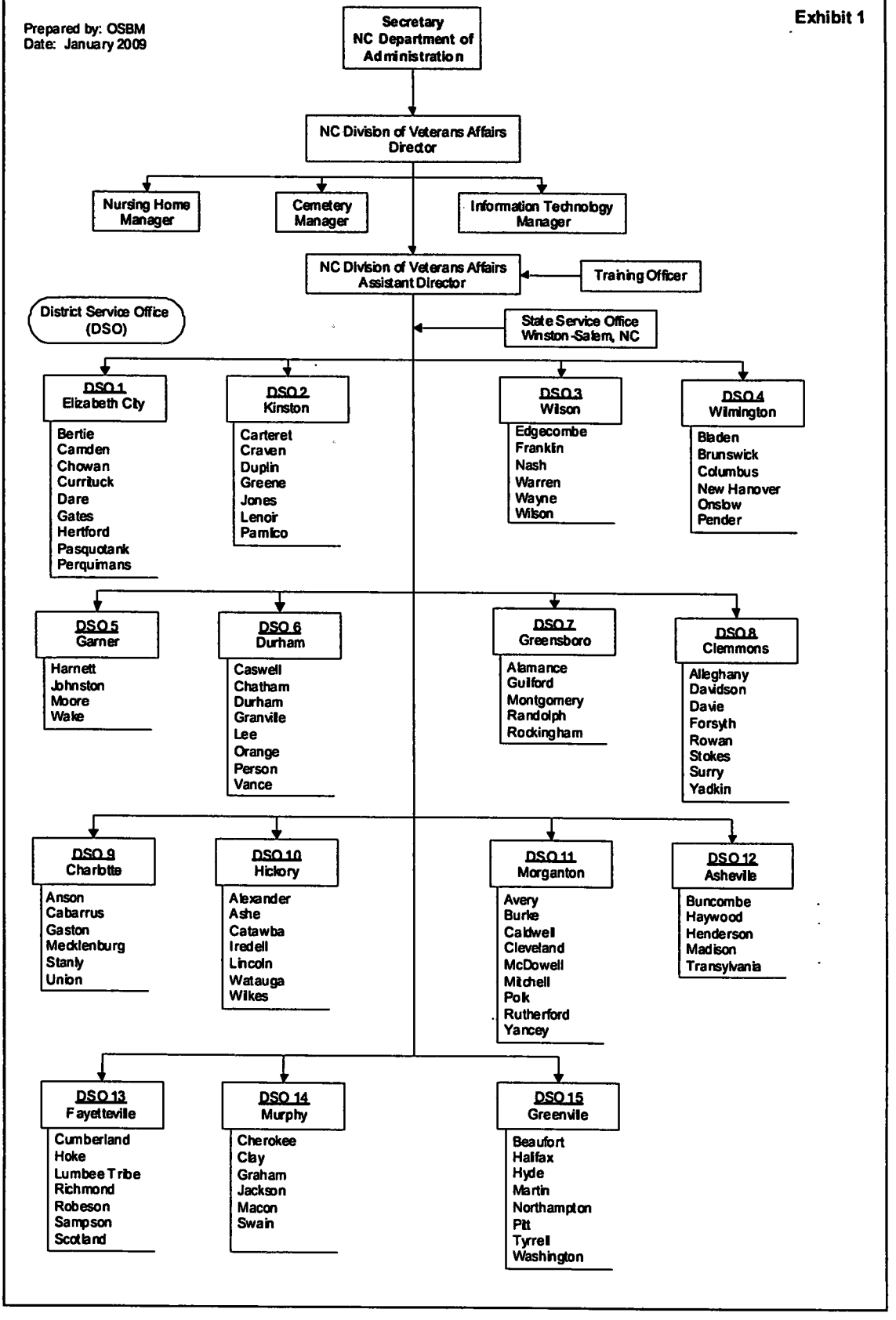
The final review of claims occurs at the federal level. Benefit claims are sent from the State to various VA processing sites around the country, depending on the type of claim being submitted. For example, all East Coast claims for disability and death benefits go to the federal VA Regional Office in Winston-Salem, while pension claims go to the VA office in Philadelphia (see Appendix I). VA's staff review claims for completeness and decide the merits of the claims. VA claims processing and merit decisions may take months or years (see page 12). A veteran may appeal claims decisions at the VA Regional Office in Winston-Salem, and if they are still dissatisfied, they may further appeal to VA in Washington, DC.

The VA has been continually criticized for the long delays in processing claims. For this reason, the county and State veteran service offices expend additional effort to ensure that claims going forward are complete and accurate, because incomplete or inaccurate claims cause even lengthier delays before veterans can receive their benefits.

The VA started a new program called the Benefits Delivery at Discharge (BDD) in which active service members can file for claims before actually being discharged from the armed services. Under this program, service members who are within 60-180 days of discharge and who are available for examination prior to discharge can start their claims process. The VA has established two BDD centers in North Carolina, one at Fort Bragg and one at Camp Lejeune. Potentially, this will allow disability benefits to be awarded sooner after discharge than the current process.

Prepared by: OSBM
Date: January 2009

Exhibit 1



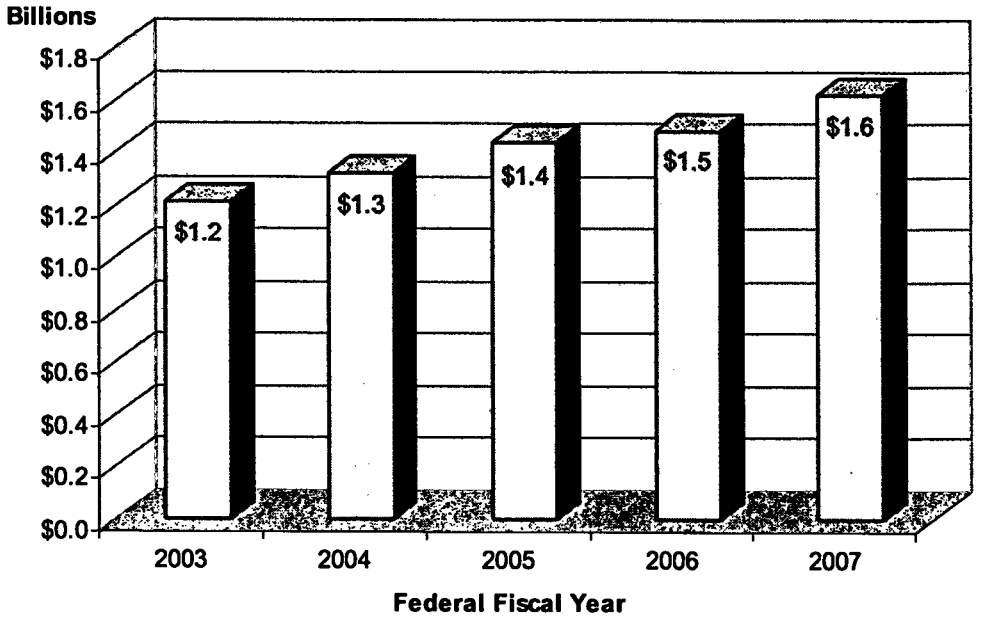
Findings on Benefits, Spending, and Staffing

Federal spending on the veterans' program in North Carolina increased 38.9% from $1.8 billion in FY 2003 to $2.5 billion in FY 2007. State funding for veterans services increased about 2.6% and county spending increased about 39.9% during this period. Appendices B, C, and D show VA expenditures for each of North Carolina counties sorted in different ways. Appendix B is sorted alphabetically, Appendix C is sorted by veterans population, and Appendix D is sorted by VA payments for claims and adds annual claims expenditures per veteran.

Veteran Claims Benefits

Some of the federal spending was for benefit claims submitted by veterans. Awards for veteran benefit claims increased from about $1.2 billion in FY 2003 to about $1.6 billion in FY 2007. This is an annual increase of 7.6% or a cumulative increase of 33.9% over the five-year period (see Chart 1).

Chart 1



Source: OSBM analysis based on data from U.S. Department of Veterans Affairs

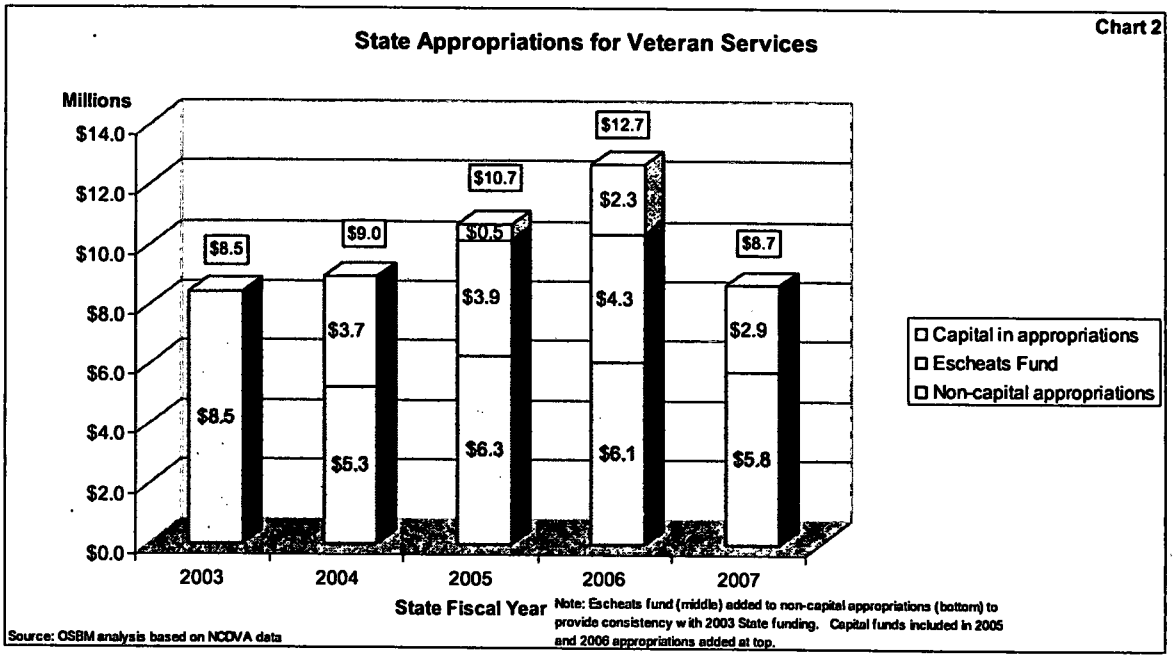
State Spending for Veterans Services

While the State's overall spending on veterans services has increased since FY 2003, the amount paid by appropriations has decreased. In FY 2004 funds from the escheats reserve started to be used to fund the educational scholarship and grants program (see Chart 2 on page 7).

A decision was made to start using escheats fund beginning in FY 2004 to help offset the costs of scholarships for veterans' children. Including the escheats funds appropriations, NCDVA appropriations[1] associated with veterans services increased slightly from about $8.5 million in FY 2003 to $8.7 million in FY 2007. This is an increase of

[1]Funds from the State's escheats reserve in FY 2004-2007 were added to appropriations to be consistent with FY 2003 funding levels. In FY 2003 appropriations for the State veterans services program were paid using without escheat reserves.

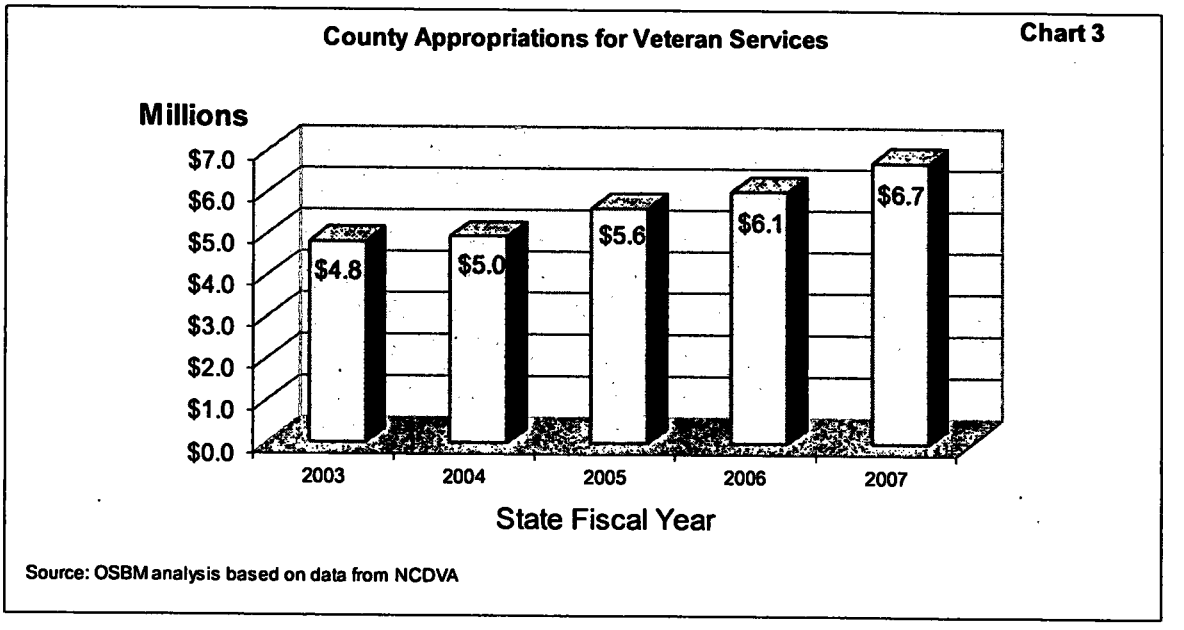
about 2.6% over the five-year period. FY 2005 appropriations included a one-time increase of $500,000 in capital funds to show the State had matching funds for a federal grant for a veterans nursing home (NCDVA officials said these funds were not used as they were eventually paid through nursing home receipts). Appropriations for FY 2006 included an additional one-time increase of $2.3 million in capital funds for a veterans memorial park in Fayetteville.



County Spending for Veterans Services

North Carolina counties reported to NCDVA that their combined appropriations for veterans' assistance increased from $4.8 million in FY 2003 to $6.7 million in FY 2007 (see Chart 3 on page 8). This is an annual increase of 8.8% or a cumulative increase of 39.9% over the five-year period. This increase in spending on veterans closely reflects the increase in federal benefits received by North Carolina veterans during this timeframe. Appendices E, F, and G show the five-year (FY 2003-2007) county appropriations to support veterans programs. Appendix E is sorted alphabetically, Appendix F is sorted from smallest to largest, and Appendix G is sorted by annual growth rate.

Collectively counties continued to increase their appropriations beyond FY 2007 (the latest year that VA data is available to allow comparison). For FY 2008 and FY 2009 funding increased without any corresponding increase in the formula used to allocate funding in the Aid to Counties Program. In FY 2008 joint funding increased to over $7.5 million. Aggregate funding increased to over $8.1 in FY 2009. Appendix H shows the seven-year (FY 2003-2009) aggregate county appropriations. It shows that the county appropriations growth rate has continued at about 9%.



Benefits Compared to Spending

The VA paid veterans in North Carolina about $7.1 billion in benefits during FYs 2003-2007. The combined State and county appropriations to support veteran services over this period totaled about $79.9 million. The average ratio of benefits from claims received by State veterans when compared to the combined costs is 91:1 (see Table 1). This ratio indicates that for every dollar spent on veterans services, $91 is paid to veterans or their families, which can then be spent on goods and services.

Table 1

VA Benefit Awards Versus Appropriations

	2003	2004	2005	2006	2007	Total
County	$4,822,830	$4,956,982	$5,648,802	$6,052,970	$6,749,140	$28,230,724
State Appropriations	$8,459,851	$8,975,414	$10,203,045	$12,707,783	$11,338,484	$51,684,577
Total Appropriations	$13,282,681	$13,932,396	$15,851,847	$18,760,753	$18,087,624	$79,915,301
VA Veteran Benefit Claims	$1,213,637,001	$1,322,820,000	$1,438,832,001	$1,482,513,001	$1,625,236,000	$7,083,038,002
Ratio of Benefits to Appropriations	91:1	95:1	91:1	79:1	90:1	91:1

Note: State Appropriations includes funds from the State escheats fund

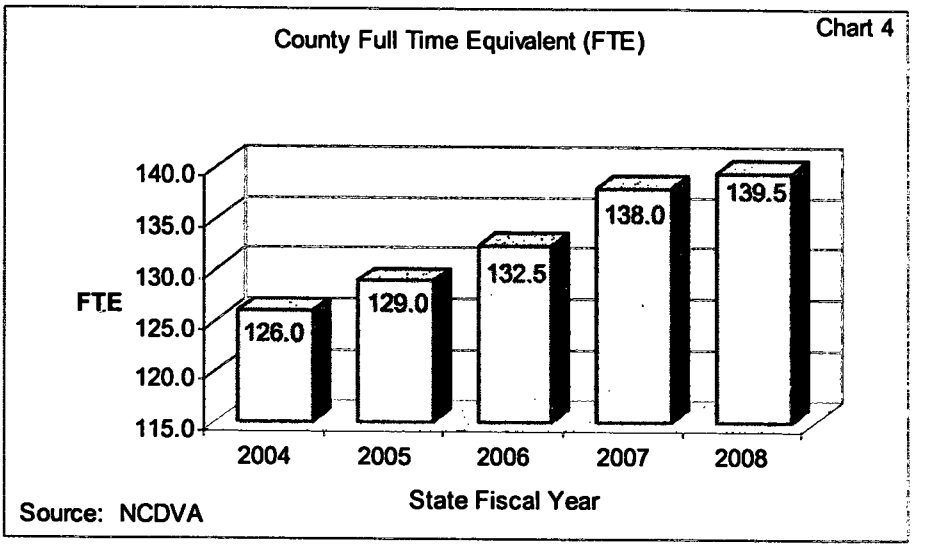
Source: OSBM analysis based on NCDVA and U.S. Department of Veterans Affairs data

Staffing

The number of staff working in a county veterans service office depends on a number of variables. For example, county staffing levels may depend on:

- the number of veterans in the county,
- the value that county commissioners place on assisting veterans, and
- the financial strength of the county.

Overall staffing in county veterans service offices has shown an increase over the last five years from an aggregate of 126.0 Full Time Equivalent (FTE) in FY 2004 to 139.5 in FY 2008. This is an annual increase of 2.6%, or a cumulative increase of 10.7% over the five-year period. Chart 4 on page 9 provides FTE levels over this period.



At the state level, NCDVA staff increased from 86 to 93 FTEs in the five-year period covering FY 2004-08, as shown by Table 2. This is an annual increase of 2.0%, or a cumulative increase of 8.1% over the five-year period. Staff positions at NCDVA are either funded from appropriations or from receipts for the services provided. The four positions assigned to the veterans' nursing homes are funded by receipts from residents or one of the federal agencies that pay for their care, such as Social Security.

Receipts have become an ever increasing source for funding NCDVA positions. Receipt-funded positions increased from four in FY 2004 to ten FY 2008. Positions funded by appropriations increased by only one during this period. Since FY 2001 appropriated positions have decreased by six.

Part of the cemetery positions are paid by burial receipts and part from appropriations. The number of cemetery positions paid from receipts has increased from zero in FY 2004 to six in FY 2008. Currently, six of the 15 positions at the cemeteries are paid from burial receipts. The other nine cemetery positions are paid from appropriations.

Table 2

NCDVA FTEs

Location	2004	2005	2006	2007	2008
Appropriated Positions					
NCDVA Central Office	5	5	5	5	5
District Offices	53	55	55	58	58
State Veterans Service Office in Winston-Salem	11	11	11	11	11
Cemeteries	13	12	12	9	9
Total Appropriated	**82**	**83**	**83**	**83**	**83**
Receipt Paid Positions					
Nursing Homes	4	4	4	4	4
Cemeteries	0	3	3	6	6
Total Receipt	**4**	**7**	**7**	**10**	**10**
Total Positions	**86**	**90**	**90**	**93**	**93**

Source: NCDVA

Other State Support

NCDVA combined expenditures for veterans' services from receipts and appropriations totaled about $28.4 million in FY 2008. Expenditures increased by 72.8% for the five-year period FY 2004-2008. About 83% of FY 2008 expenditures were for nursing homes (about $16.2 million) and educational scholarships and grants (about $7.5 million). Table 3 shows expenditures for various categories for FYs 2004-2008.

Table 3

NCDVA Expenditures									
Fiscal Year	Nursing Homes	Education Scholarships & Grants	Field Services	Cemeteries	VA Federal Liason	Central Admin	Aid to Counties	Other	Total
2004	$7,309,544	$5,231,038	$2,374,304	$619,307	$427,720	$264,570	$184,561	$957	$16,412,001
2005	$10,700,191	$6,036,863	$2,507,946	$985,685	$431,539	$261,039	$184,749	$1,497	$21,109,509
2006	$13,846,014	$8,661,525	$2,596,392	$771,782	$441,362	$253,547	$186,599	$914	$26,758,135
2007	$15,072,009	$7,126,198	$2,721,114	$848,459	$467,498	$293,541	$186,957	$267	$26,716,043
2008	$16,162,347	$7,472,944	$2,908,229	$770,817	$477,775	$376,465	$185,000	$0	$28,353,577

Source: NCDVA

NCDVA receipts (which offset expenditures) increased from about $7.3 million in FY 2004 to about $16.2 million in FY 2008. This increase was about $2.2 million per year, or 221.0% for the five-year period. State appropriations (the difference between receipts and expenditures) increased from about $5.2 million in FY 2004 to about $5.8 million in FY 2008. This increase was 2.6% per year, or 10.7% for the five-year period (see Table 4).

Table 4

NCDVA Expenditures from Appropriations									
Fiscal Year	Education Scholarships & Grants*	Field Services	Cemeteries	VA Federal Liason	Central Admin	Aid to Counties	Other	Nursing Homes	Total
2004	$1,502,714	$2,371,963	$494,605	$427,720	$264,570	$184,561	$957	$0	$5,247,090
2005	$2,133,538	$2,499,531	$787,827	$431,539	$261,039	$184,749	$1,497	$500,000	$6,799,720
2006	$4,363,981	$2,594,093	$569,743	$441,362	$253,547	$186,599	$914	$0	$8,410,239
2007	$1,556,277	$2,718,378	$547,342	$467,498	$291,844	$186,957	$267	$0	$5,768,563
2008	$1,244,242	$2,908,106	$617,316	$477,763	$376,465	$185,000	$0	$0	$5,808,892

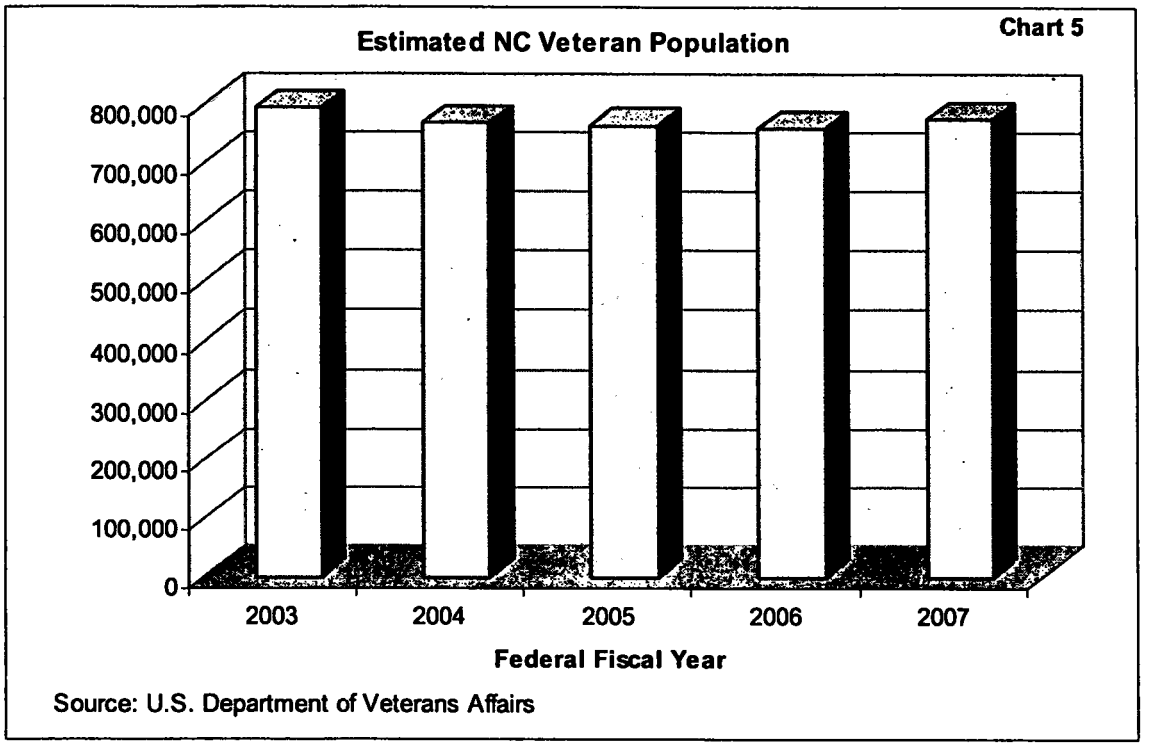
*Amount reduced by the State escheats fund

Source: OSBM analysis based on NCDVA data

Findings on Veteran Population

The VA does not know the exact number of veterans living in each state and their respective counties. The VA estimates the number of veterans living in each county. This is done by adjusting the last census (the most recent one is for calendar year 2000) for general population migration and other factors. The unavoidable problem with this approach is that veterans may not fit the general population pattern. Consequently, as time passes further from the census date, veteran population estimates may vary more and more from the actual number of veterans living in each county and state. FY 2007 estimates are based on census data that is seven years old.

The VA estimates that North Carolina is the ninth largest state in terms of veteran population (see Appendix J). According to the VA, the State veteran population increased 10.2% from 719,458 in 1990 to 792,646 in 2000. Using the methodology explained above, the VA estimated the State's veteran population decreased 0.6% from 792,646 in 2003 to 773,630 in 2007 (see Chart 5 on page 11). This decrease appears to be questionable as the nation is involved in the War on Terror and other hostilities which tend to increase the number of veterans. Further, estimates made by the U.S. Census Bureau of the number of new veterans moving into North Carolina counties indicates the overall trend may be for more veterans to move into the State. For example, while the VA estimates that 44,263 veterans resided in Cumberland County in 2007, the Census Bureau's three year average (based on American Community Surveys from 2005-07) estimates that 47,185 or 2,922 more resided there in 2007.



In 2007, the average number of veterans per county in North Carolina was about 1,136. The range was from 360 veterans in Tyrrell County to 55,959 in Mecklenburg County. Appendices B, C, and D provide information on the number of estimated veterans in each county and the amount of money the VA spends in each county.

Findings on Benefits Claims

Overall, North Carolina ranks 16th in total VA spending per veteran in FY 2007. Total spending, which includes constructing and operating facilities and direct payments to veterans exceeded the national average by $127 per veteran. The FY 2007 VA total national average spending was $3,221 and for North Carolina the total average spending per veteran was $3,348. Benefit claims to veterans in North Carolina in FY 2007 were $314 higher than the national average. Benefit payments to veterans averaged $2,047 per veteran in North Carolina during FY 2007. The national average for benefits paid to veterans for the same period was $1,733. See Appendix K for more detail. While ninth in the number of veterans, North Carolina is third in veterans receiving 100 percent of disability benefits and fourth in the number of veterans receiving disability benefits.

OSBM surveys of county and State VSOs indicated that while claims at their level were processed within a day or two, it was not uncommon for claims at the federal level to be processed in terms of months or years, with six to eighteen months a normal time for a claim review. An OSBM walk-through in the Winston-Salem VA Regional Office revealed a backlog of approximately 20,000 claims for the entire East Coast.

OSBM observed several DSOs processing claims forms and noted that of the 133 claims reviewed, 11, or 8.3%, had errors. The DSOs indicated that some of the errors, such as not including the VA claim number on the form, would not be likely cause the claim to be returned by the VA. Rather, errors that cause forms to be returned depend on the VA officer that does the review. Since quality statistics are not kept by DSOs, we could not determine if our results were representative.

NCDVA officials indicated their policy is that all benefit claims should be sent from the counties to the DSOs for review in order to verify that claims are accurate and complete. Most of the counties appeared to do so, although some sent selected forms directly to the federal government (see Appendix I). We also observed that not all State District Service Officers reviewed all the forms.

OSBM observed that almost all benefit claims were submitted using a paper copy. Typically, at least one copy of the claim was filed by either the county or State office. This occurred in spite of an on-line form that could be submitted for claims. Reasons given for not using the on-line form were security (someone could enter the building and steal a computer and view veterans' personal information unless the data is encrypted), unreliability (VA has reportedly lost the on-line forms in the past), on-line forms are longer than the acceptable paper version, insufficient computer resources or general comfort with paper rather than computer processing of forms. In discussions with NCDVA and county VSOs we were told that one reason claims are not submitted electronically is because the State's encryption does not meet VA standards. Alternatively, the State has not agreed to put the VA system on NCDVA computers. Since we were not able to review claims at the federal level, we could not confirm the validity of some of these concerns.

Claims Assistance

Veterans have the option to fill out and submit benefit application forms (claims) to the VA on their own. However, because of the complexity of the paperwork involved and the desire to have representation when dealing with VA, many veterans opt to get assistance from county VSOs, NCDVA district offices, or one of the veterans service organizations. These groups have experience in dealing with VA and generally know how to fill out forms, know the proper terminology that VA claims reviewers need to approve a claim, and know what paperwork is required to support claims. Having forms worded right, completed correctly, and having all the necessary forms attached helps to expedite claims processing at VA. However, VA processing for even fully completed claims is extremely slow.

Veterans typically grant power of attorney to the NCDVA or other veterans groups to represent them before the VA. With a power of attorney these organizations can act on a veteran's behalf when needed and track the status of claims. This is important as the number and complexity of claims continues to increase.

The United States Government Accountability Office (GAO) reported in VETERANS DISABILITY BENEFITS: Claims Processing Challenges Persist, While VA Continues to Take Steps to Address Them (February 14, 2008) that the number and complexity of veterans claims has increased in recent years and are expected to continue increasing in the future as hostilities continue in the War on Terror. Specifically, the GAO reported:

- The number of pending veterans' claims increased by more than 50 percent from 254,000 at the end of FY 2003 to more than 392,000 the end of FY 2007. During the same period, the number of claims pending longer than 6 months more than doubled from 47,000 to about 101,000.
- One factor affecting processing times is the complexity of cases, in terms of numbers and types of disabilities veterans are claiming. VA reported that the number of cases with eight or more disabilities increased by 168 percent from 2000 to 2007.
- VA anticipates the number of claims will increase as ongoing hostilities continue.
- Reopened claims will increase as compensation recipients—many of whom suffer from chronic progressive disabilities such as diabetes, mental illness, and cardiovascular disabilities—reopen claims for increased benefits as they age and their conditions worsen.

Claims Data Questionable

As noted at the beginning of this report, data reported by many counties on the number of claims filed and other assistance provided to veterans has historically been questionable. The NCDVA believes that about 15% of the counties report erroneous data during a typical year. Most of the errors appeared to be due to inflating the number of claims filed. From calendar year 2004 to 2007 NCDVA officials believe that only 30 counties reported consistently reliable data.

The NCDVA further found that the reliability of county-reported data varied from year to year. For example, NCDVA believes the data reported by 14 counties was erroneous in calendar year 2004; while in 2007, 27 counties may have overstated claims. Nine counties (about 10%) reported filing more claims during the period than the total number of veteran residents in the county as reported by the VA. One of these counties reported filing three times more claims and another twice as many claims as the total number of veterans residing in the respective counties. Representatives from various organizations expressed concerns that if funding was based on the number and/or type of claims processed, the data would only become more inflated because there would then be a financial incentive to report higher numbers to get more State funding.

NCDVA officials indicated that claims data reported by district offices is more reliable than that reported by counties. However, district data, like county reported data, is self generated by the service officers. We found that some data reported by districts may also be suspect. For example, for calendar year 2007 two district offices reported the same number of "in person" contacts and total claims.

Efforts to Improve Claims Data

In an effort to gather more reliable claims data, NCDVA started having the State Veterans Service Office in Winston-Salem collect information on claims submitted by counties and districts beginning in July, 2008. The State Veterans Service Office was selected as it is the central office where counties and districts send their pension and medical claims before they go to the VA Regional Office. However, even this new effort will not collect data on all the claims generated by county and district veterans service offices as some claims are sent directly by these offices to one of the other VA processing centers depending on the type of claim. Also, we found that not all counties send their claims to the districts for review. Appendix I shows the flow of claims from two selected county offices to the various VA processing centers.

Types of claims

Table 5 on page 14 was compiled from the claims data that the State Veterans Service Office started collecting in July, 2008. It shows that 18,845 claims were submitted from the counties and districts for the five-month period from July through November, 2008. About 32% of these were classified as miscellaneous, which is a large portion to be grouped together. In this instance miscellaneous is the largest grouping of claims, while usually it is the smallest grouping. Grouping so many types of claims under the miscellaneous heading may hamper data analysis.

Table 5

Types of Veteran Benefit Claims

	Req. for Reconsideration or Reopened Claim, or Rating Increase	Notice of Disagreement	Form 9	21-526 Application for Compensation	21-527 Application for Pension	21-8400 Application for Individual Unemployability	21-4140 Employment Verification Individual Unemployability	21-530 Application for Burial Allowance	21TS5A Widow or Child Applicable to Death Benefits	21-686c Declaration of Marital Status	21-674 Request for School Attendance	22-1900 Application for Vocational Rehabilitation	Home Loan	Special Adaptive Housing	21-4142 Medical Release	Miscellaneous	Total
District #1	51	30	7	30	16	5	4	17	18	14	9	4	12	5	17	163	402
District #2	209	27	17	166	82	25	15	29	53	54	22	18	1	9	207	464	1398
District #3	161	23	12	97	49	14	16	34	40	24	15	12	15	10	58	339	919
District #4	308	97	45	209	70	45	17	73	64	85	42	25	12	9	461	563	2125
District #5	284	50	18	188	111	31	12	31	68	53	13	17	12	4	140	425	1457
District #6	132	12	7	117	82	16	9	25	21	33	8	7	2	8	193	377	1049
District #7	159	16	12	157	99	20	4	16	62	17	13	14	1	22	164	366	1142
District #8	184	58	33	158	111	19	5	42	79	22	6	7	1	19	72	396	1212
District #9	339	20	19	264	137	38	17	35	85	51	12	38	16	8	285	690	2054
District #10	112	40	23	195	100	35	7	39	70	42	7	8	24	14	159	450	1325
District #11	171	18	7	141	88	26	18	26	52	47	22	21	20	12	182	506	1357
District #12	138	8	5	94	78	17	7	14	37	23	7	14	5	2	122	252	823
District #13	414	64	26	299	80	65	45	70	65	107	41	31	0	8	536	659	2510
District #14	41	2	2	35	25	5	1	3	11	18	1	2	2	2	42	91	283
District #15	76	23	10	68	59	18	13	7	23	28	22	17	9	1	66	349	789
Total	2779	488	243	2218	1187	379	190	461	748	618	240	235	132	133	2704	6090	18845
Total %	15%	3%	1%	12%	6%	2%	1%	2%	4%	3%	1%	1%	1%	1%	14%	32%	

Source: OSBM analysis based on data from NCDVA

Claims Processing

Table 6 on page 15 shows the number of claims submitted per FTE by the combined efforts of the county and district staffs during the five-month period from July through November, 2008. There are a number of variables that can affect the number of claims generated by a particular office. Such variables include the type of claims originated, how prepared the veterans were when they came in for assistance, outreach and other support activities offices perform, and the distance VSOs had to travel to support veterans. The average number of claims generated per FTE during this period was 105. The range was from 47 claims generated per FTE to 169.

Table 6

Veteran benefit claims processed per District FTE					
District	County FTE	State FTE	Total FTE	Claims	Claims per FTE
1	3.5	2.6	6.1	402	66
2	11.0	3.0	14.0	1398	100
3	5.0	1.8	6.8	919	136
4	12.5	2.8	15.3	2125	139
5	15.0	2.0	17.0	1457	86
6	4.5	3.4	7.9	1049	133
7	6.5	2.4	8.9	1142	128
8	8.0	3.4	11.4	1212	107
9	22.5	3.6	26.1	2054	79
10	11.0	3.2	14.2	1325	93
11	10.5	3.9	14.4	1357	94
12	3.0	3.4	6.4	823	128
13	12.5	2.4	14.9	2510	169
14	4.5	1.5	6.0	283	47
15	7.5	2.6	10.1	789	78
Total	**137.5**	**41.9**	**179.4**	**18845**	**105**

Note: State FTE allocated to claims processing based on OSBM survey results

Source: OSBM analysis based on July - November, 2008 data from NCDVA

Findings on Legislative Changes

Some efforts have been started in the North Carolina General Assembly to increase the aid counties get from the State to assist veterans and their families with their claims for benefits. For example, House Bill 2685 (May 28, 2008) proposed changes to the financial assistance that the DOA provides to county veterans programs. The bill proposed a recurring appropriation of $750,000. These funds were to begin in FY 2008-2009. Under the proposed changes, veterans programs would receive a minimum contribution of $2,000 a year or the amount established in Table 7, whichever is greater. The number of annual claims established in the table is based on the claims veterans filed in each county during the previous fiscal year.

OSBM found that 28 counties would qualify for the maximum reimbursement percentage based on reported claims for calendar year 2007. However, NCDVA questioned the data submitted by 23 of these counties; suspecting that it was overstated because of the unrealistically high number of claims reported. Basing financial assistance to counties, without first establishing a consistent, systematic basis for counting and verifying the number of claims could result in inequitable distribution of funds.

Table 7

Proposed Reimbursement Percentage and Ceiling Amount Based on Annual Claims Filed		
Annual Claims Filed	**Reimbursement Percentage**	**Ceiling**
1 to 500	2.5%	$ 8,750
501 to 1,000	5.0%	$ 17,500
1,001 to 1,500	7.5%	$ 26,250
1,501 to 2,000	10.0%	$ 35,000
More than 2,001	12.5%	$ 43,750

Source: House Bill 2685

Findings on High Federal Error Rates

According to VA's report, "Department of Veterans Affairs (VA) FY 2008 Performance and Accountability Report", dated November 17, 2008, the national accuracy rate for pension claims increased to 92 percent from the FY 2007 rate of 91 percent. This means that 8 percent of pension claim decisions made by VA are erroneous. For disability claims decisions the accuracy rate is 86%. This means that 14% of disability claims decisions by VA staff are wrong. This accuracy rate is down from the FY 2004 baseline of 87% and FY 2007's rate of 88%.

The high federal error rates reinforce the importance of the technical assistance and training received by VSOs and the assistance they in turn give to veterans in preparing their claims. It also emphasizes the importance that the State provides in reviewing VA claims decisions.

Findings Comparing Other State Programs

It is difficult to compare the effectiveness of veterans' services provided by other states and territories because each program is different. Each of the 50 states and 2 territories for which VA reports program expenditures has developed their own unique veterans' service program. Comparison is further hampered because there is no centralized source outlining the various programs, and:

- Data on the number and type of claims assistance is not reported to the VA,
- Veteran demographics varies by state,
- The nature of disabilities varies among veterans, and
- The amount of money spent by the states, territories, and counties on their programs varies and is not reported.

OSBM, however, did a limited comparison of North Carolina's veterans program with Virginia's program. In federal FY 2007 the VA estimated that Virginia's veteran population (807,326) was 33,696 higher than North Carolina's (773,630). However, North Carolina veterans received over $457 million more from VA than did Virginia veterans (see Appendix J). In FY 2007 Virginia had 28 State employed full-time veterans service representatives and no county VSOs. North Carolina had about 30 State employed VSOs providing claims assistance during this period. A big difference in the two programs is that North Carolina had about 63 additional VSOs and assistant VSOs providing claims support at the county level.

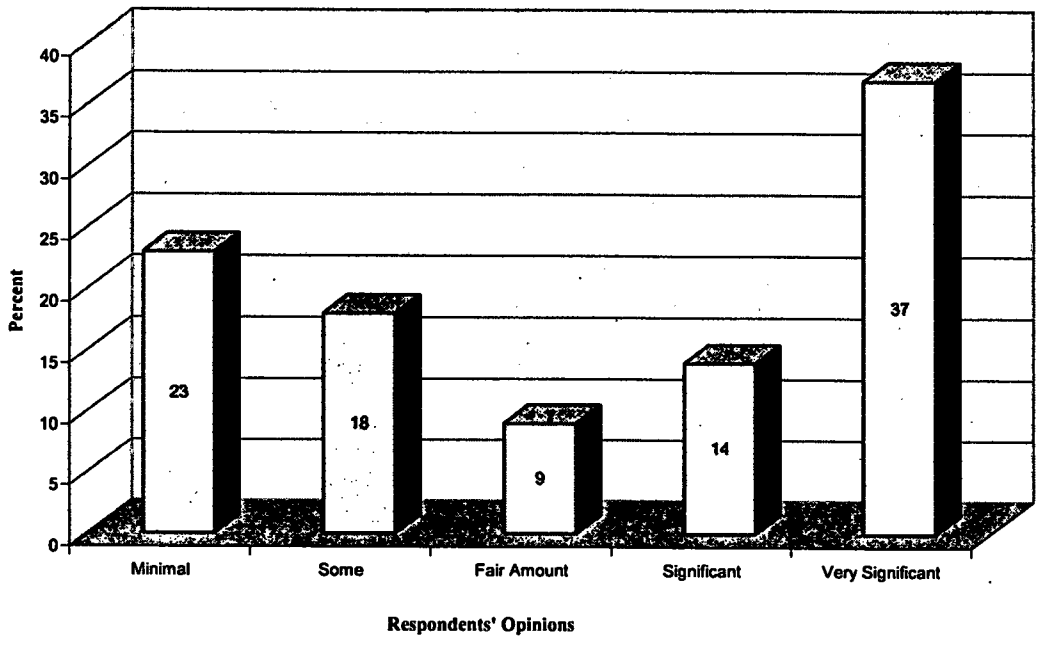
Findings on the Impact of Changing the Aid to Counties Program

Funds used to support county veterans programs come primarily from the individual county appropriations, with a reimbursement amount provided to them by the State through the Aid to Counties program. In FY 2008, the Aid to Counties Program paid matching funds (up to $2,000 per county) to 94 counties that funded veterans' services. The amount paid to counties has remained relatively consistent during the FY 2004-2008 timeframe (see Table 4 on page 10). County support ranged from zero for six counties to a high of $935,298 for Mecklenburg County (see Appendix F). The amount paid through the Aid to Counties Program in FY 2008 was $185,000 which equates to about 2.5 percent of the aggregate county veterans' service budgets in FY 2008.

OSBM surveyed the county VSOs to obtain their views on the impact to them if the $2,000 in annual State aid was eliminated. Overall, OSBM found that county VSOs did not want to give up the $2,000 even though it was a small portion of most of their budgets. Comments varied according to the amount of financial support county governments are providing to their veterans programs. The county VSOs with larger budgets tend not to view the State's support as important as compared to those from smaller, poorer counties that tend to view the $2,000 as more important. About one-fourth of the county VSOs that responded to the survey said that losing the $2,000 would have minimal impact on their operations. Chart 6 on page 17 shows how the county VSOs that responded to our survey view the loss of the current $2,000 in State aid.

Chart 6

Survey Respondents' Opinions of the Impact of Eliminating Current State Funding



Source: County Veterans Service Officer responses to OSBM survey

Findings on County Needs

In the OSBM survey we asked county VSOs what their needs were if additional funds were available. Their responses indicated their highest priority is for additional staff members, training, computers, and outreach. Chart 7 on page 18 provides more detailed information on the needs of the county VSOs.

While NCDVA provides limited funding (up to $2,000 yearly) to help meet county VSO needs, most of the funding comes from the individual counties. Staff in county veterans service offices are county employees; thus, if staffing is to be increased funds will have to be provided by the individual counties unless the current funding formula is changed.

The second highest need expressed by county VSOs was for more training. NCDVA is responsible for providing county VSOs with training. To the credit of NCDVA, the agency has recently taken the following steps to improve training:

- Appointed a training officer from existing DSO staff;
- Established a joint State/county training committee to address training issues;
- Set up annual training in four regions;
- Produced a training curriculum and materials compact computer disk approved by the VA for accreditation of North Carolina VSOs; and
- Established requirements for 20 hours of annual training for VSOs to remain certified.

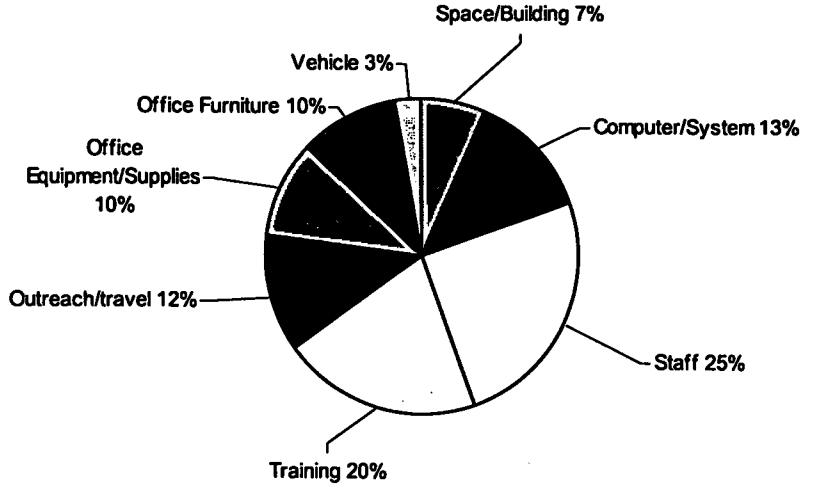
Also, NCDVA officials stated that the office has requested approval from the Department of Labor for their training programs so that VSOs can qualify to receive VA funding for taking the training.

NCDVA officials agreed that many veterans service offices need updated computers. However, traditionally, purchasing computes for these offices has been a responsibility of the individual counties.

NCDVA officials agree that more outreach is needed. State and County officials mentioned various outreach efforts undertaken by their offices. These efforts include visits to nursing homes, job fairs, and prisons, as well as targeted mailings and the creation of billboards.

Chart 7

County Veteran Service Officer Needs



Source: OSBM Survey of County Veteran Service Officers

CONCLUSIONS

VA payments to veterans and their families for benefits related to military service has become increasingly an important source of revenue for veterans, the State, and counties. It appears, based on VA claims payments to veterans, that the amount North Carolina and its counties spend assisting veterans with the filing of their benefit claims is yielding positive results.

Much of the claims data needed to effectively manage the State's veterans' assistance program or to determine state staffing level needs is questionable because it appears to be overstated. Claims data is self-reported by county and district veterans service offices with limited quality assurance. NCDVA took steps in July, 2008 to begin the process of gathering more accurate claims data by having the State Veterans Service Office collect information on claims submitted to the VA Regional Office in Winston-Salem. However, claims submitted to other federal processing sites by districts and counties are not included. Until more accurate claims data is developed by the State, making management and financial decisions based on claims data is not advisable. Further, basing funding on reported claims will lead to more inaccuracies as reporting entities would then have an added incentive to inflate the numbers of claims to receive more State funding.

Basing aid to counties on VA's estimates of the number of veterans residing in each county is not an acceptable option. VA's estimate of county veterans populations is based on the ten-year census and adjusted for general population trends and does not take into account other variables that may affect veterans populations only. VA estimates are now about eight years old, since it is based on the 2000 census.

The needs for State resources, as identified in OSBM's survey of the county veterans service offices, is primarily for more staffing, training, computers, and outreach. Further, during interviews and site visits, the range of support that counties need is wide; where some counties are staffed full time with multiple experienced veteran service officers; others have limited and less experienced staff requiring a higher level of assistance and/or claims review. While funding may be necessary for an outreach effort such as billboards, other efforts such as targeting nursing homes to explain benefits available to can be undertaken with minimal cost. Outreach efforts were different for different counties and state offices. Results of the outreach activities were not documented, nor were veterans surveyed about how they knew of the county or State veterans services.

County and district service offices do not have a secure (encrypted) system acceptable to VA for submitting claims electronically. Such a system could enhance efficiency of both the county and district offices and result in improved accuracy.

RECOMMENDATIONS

OSBM recommends that:

1. State aid to counties with veterans service offices should continue to be based on the current formula of one-half of the amount the counties spend on veterans' services up to $2,000 until the State's economy improves.

2. NCDVA should streamline claims processing by discontinuing some claims reviews by the State DSO. While we do not believe all counties are in a position to send forms directly to the State Veterans Service Office, those counties with proven high quality records are good candidates for this. If all counties submitted forms directly, NCDVA could redeploy about four FTEs to such activities as training, outreach, reviewing claims for decision errors by the VA at the State Veterans Service Office, and/or establishing representatives at the two BDD centers in North Carolina to assist veterans likely to remain in the State.

3. Current efforts to collect more accurate claims data should be continued, expanded, and analyzed for use in future training, technical supervision and financial decisions.

4. Outreach program results should be tracked and documented in veteran office logs or surveys and analysis performed to institute best outreach practices State-wide.

5. A secure (encrypted) system acceptable to the VA for county and district veterans service offices should be used to improve efficiency and accuracy.

DOA's comments on the recommendations are included in Appendix A.

ACKNOWLEDGEMENTS

OSBM wishes to express its appreciation to the staff of the NCDVA and the county veterans service offices for their cooperation during the performance of this study.

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Appendix A

Agency Comments on the Report

OSBM made several technical changes to the report suggested by NCDVA managers. The managers agreed with OSBM's conclusions and recommendations.

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APPENDIX B

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
COUNTY ALPHABETICAL LISTING

Expenditures in $000s

County	Veteran Population	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Construction	Medical Care	General Operating Expenses
ALAMANCE	11,598	$ 31,956	$ 14,830	$ 1,088	$ 687	$ -	$ 15,351	$ -
ALEXANDER	2,954	$ 7,655	$ 3,782	$ 130	$ 67	$ -	$ 3,676	$ -
ALLEGHANY	1,144	$ 2,546	$ 1,563	$ 43	$ 4	$ -	$ 936	$ -
ANSON	1,994	$ 5,575	$ 3,275	$ 113	$ 71	$ -	$ 2,116	$ -
ASHE	2,525	$ 6,940	$ 4,181	$ 119	$ 59	$ -	$ 2,581	$ -
AVERY	1,394	$ 4,585	$ 1,950	$ 179	$ 125	$ -	$ 2,331	$ -
BEAUFORT	4,634	$ 13,231	$ 9,277	$ 535	$ 320	$ -	$ 3,099	$ -
BERTIE	1,208	$ 4,093	$ 2,348	$ 144	$ 42	$ -	$ 1,560	$ -
BLADEN	2,828	$ 11,472	$ 7,276	$ 418	$ 48	$ -	$ 3,731	$ -
BRUNSWICK	12,435	$ 28,733	$ 19,085	$ 845	$ 619	$ -	$ 8,184	$ -
BUNCOMBE	22,055	$ 96,888	$ 41,027	$ 2,603	$ 2,127	$ 2,473	$ 48,253	$ 406
BURKE	7,672	$ 24,510	$ 12,017	$ 637	$ 297	$ -	$ 11,560	$ -
CABARRUS	12,341	$ 35,419	$ 16,877	$ 2,045	$ 494	$ -	$ 16,003	$ -
CALDWELL	6,972	$ 20,449	$ 10,714	$ 547	$ 196	$ -	$ 8,991	$ -
CAMDEN	1,112	$ 3,535	$ 2,508	$ 257	$ 54	$ -	$ 715	$ -
CARTERET	9,359	$ 31,688	$ 22,594	$ 1,302	$ 560	$ -	$ 7,231	$ -
CASWELL	2,219	$ 8,326	$ 3,706	$ 1,179	$ 41	$ -	$ 3,400	$ -
CATAWBA	12,416	$ 32,290	$ 16,960	$ 1,327	$ 714	$ -	$ 13,289	$ -
CHATHAM	5,166	$ 12,795	$ 6,064	$ 755	$ 554	$ -	$ 5,423	$ -
CHEROKEE	2,923	$ 9,670	$ 5,920	$ 161	$ 103	$ -	$ 3,487	$ -
CHOWAN	1,391	$ 4,296	$ 2,776	$ 186	$ 124	$ -	$ 1,211	$ -
CLAY	1,210	$ 3,989	$ 2,283	$ 96	$ 46	$ -	$ 1,564	$ -
CLEVELAND	8,803	$ 25,848	$ 14,078	$ 1,251	$ 326	$ -	$ 10,193	$ -
COLUMBUS	4,404	$ 18,063	$ 11,127	$ 702	$ 186	$ -	$ 6,048	$ -
CRAVEN	12,471	$ 41,773	$ 29,842	$ 3,619	$ 769	$ -	$ 7,217	$ 326
CUMBERLAND	44,263	$ 291,099	$ 187,045	$ 22,379	$ 1,888	$ -	$ 79,164	$ 623
CURRITUCK	3,051	$ 6,935	$ 5,010	$ 379	$ 34	$ -	$ 1,512	$ -
DARE	4,078	$ 5,305	$ 3,722	$ 211	$ 204	$ -	$ 1,167	$ -
DAVIDSON	13,631	$ 33,225	$ 15,649	$ 1,320	$ 397	$ -	$ 15,859	$ -
DAVIE	3,343	$ 8,858	$ 4,413	$ 298	$ 192	$ -	$ 3,955	$ -
DUPLIN	3,827	$ 14,133	$ 8,353	$ 497	$ 186	$ -	$ 5,097	$ -
DURHAM	17,047	$ 74,370	$ 28,620	$ 2,784	$ 1,183	$ 2,032	$ 38,423	$ 1,327
EDGECOMBE	3,537	$ 15,568	$ 9,341	$ 401	$ 144	$ -	$ 5,682	$ -
FORSYTH	25,157	$ 115,346	$ 39,212	$ 11,976	$ 1,897	$ 12	$ 29,099	$ 33,150
FRANKLIN	4,276	$ 12,128	$ 6,147	$ 732	$ 126	$ -	$ 5,123	$ -
GASTON	18,066	$ 42,897	$ 22,191	$ 1,493	$ 697	$ -	$ 18,516	$ -
GATES	1,025	$ 2,692	$ 1,904	$ 180	$ 35	$ -	$ 573	$ -
GRAHAM	764	$ 2,878	$ 1,556	$ 59	$ 40	$ -	$ 1,223	$ -
GRANVILLE	4,327	$ 14,367	$ 6,323	$ 1,076	$ 171	$ -	$ 6,796	$ -
GREENE	1,559	$ 5,146	$ 3,445	$ 229	$ 97	$ -	$ 1,374	$ -
GUILFORD	35,483	$ 87,657	$ 45,926	$ 7,699	$ 2,713	$ -	$ 31,319	$ -
HALIFAX	4,149	$ 16,400	$ 10,018	$ 480	$ 127	$ -	$ 5,775	$ -
HARNETT	11,006	$ 42,379	$ 26,333	$ 2,968	$ 399	$ -	$ 12,680	$ -
HAYWOOD	6,837	$ 22,360	$ 11,638	$ 528	$ 487	$ -	$ 9,707	$ -
HENDERSON	11,735	$ 30,463	$ 14,825	$ 680	$ 1,241	$ -	$ 13,717	$ -
HERTFORD	1,688	$ 7,374	$ 4,233	$ 231	$ 151	$ -	$ 2,759	$ -
HOKE	4,046	$ 23,486	$ 14,716	$ 2,864	$ 61	$ -	$ 5,844	$ -
HYDE	391	$ 1,529	$ 1,108	$ 16	$ 11	$ -	$ 393	$ -
IREDELL	12,544	$ 31,446	$ 14,861	$ 1,636	$ 567	$ -	$ 14,383	$ -
JACKSON	3,473	$ 10,239	$ 6,040	$ 464	$ 158	$ -	$ 3,577	$ -
JOHNSTON	12,562	$ 34,315	$ 19,420	$ 1,755	$ 376	$ -	$ 12,765	$ -
JONES	1,085	$ 4,012	$ 2,975	$ 185	$ 32	$ -	$ 821	$ -
LEE	5,363	$ 17,018	$ 10,257	$ 1,527	$ 175	$ -	$ 5,060	$ -
LENOIR	5,145	$ 21,235	$ 14,521	$ 820	$ 248	$ -	$ 5,646	$ -
LINCOLN	5,699	$ 12,364	$ 6,045	$ 433	$ 174	$ -	$ 5,713	$ -
MCDOWELL	3,964	$ 21,765	$ 9,091	$ 331	$ 178	$ -	$ 12,165	$ -
MACON	4,136	$ 12,760	$ 6,705	$ 241	$ 430	$ -	$ 5,384	$ -
MADISON	1,871	$ 6,739	$ 3,472	$ 114	$ 72	$ -	$ 3,080	$ -

APPENDIX B

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
COUNTY ALPHABETICAL LISTING

Expenditures in $000s

County	Veteran Population	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Construction	Medical Care	General Operating Expenses
MARTIN	1,971	$ 7,630	$ 4,617	$ 257	$ 68	$ -	$ 2,688	$ -
MECKLENBURG	55,969	$ 123,742	$ 63,966	$ 10,139	$ 3,581	$ -	$ 46,055	$ -
MITCHELL	1,348	$ 6,301	$ 3,002	$ 153	$ 20	$ -	$ 3,126	$ -
MONTGOMERY	2,297	$ 10,054	$ 4,170	$ 1,241	$ 99	$ -	$ 4,545	$ -
MOORE	10,614	$ 27,774	$ 17,953	$ 1,281	$ 1,218	$ -	$ 7,322	$ -
NASH	8,166	$ 22,649	$ 13,318	$ 821	$ 312	$ -	$ 8,197	$ -
NEW HANOVER	19,114	$ 45,754	$ 29,647	$ 4,334	$ 1,380	$ -	$ 10,349	$ 44
NORTHAMPTON	1,632	$ 5,540	$ 3,264	$ 139	$ 29	$ -	$ 2,107	$ -
ONSLOW	18,906	$ 105,766	$ 80,692	$ 10,772	$ 680	$ -	$ 13,622	$ -
ORANGE	7,644	$ 20,334	$ 9,389	$ 1,210	$ 770	$ -	$ 8,965	$ -
PAMLICO	1,519	$ 5,067	$ 3,545	$ 138	$ 44	$ -	$ 1,340	$ -
PASQUOTANK	4,041	$ 12,539	$ 7,897	$ 974	$ 196	$ -	$ 3,472	$ -
PENDER	5,939	$ 15,326	$ 9,745	$ 768	$ 312	$ -	$ 4,500	$ -
PERQUIMANS	1,593	$ 3,836	$ 2,505	$ 175	$ 91	$ -	$ 1,065	$ -
PERSON	3,353	$ 11,711	$ 5,164	$ 367	$ 60	$ -	$ 6,121	$ -
PITT	10,510	$ 36,094	$ 23,385	$ 3,581	$ 574	$ -	$ 8,555	$ -
POLK	2,664	$ 5,774	$ 3,062	$ 108	$ 188	$ -	$ 2,416	$ -
RANDOLPH	11,383	$ 31,156	$ 15,834	$ 2,485	$ 420	$ -	$ 12,417	$ -
RICHMOND	3,993	$ 19,673	$ 12,703	$ 513	$ 299	$ -	$ 6,159	$ -
ROBESON	8,764	$ 35,716	$ 20,894	$ 1,644	$ 260	$ -	$ 12,918	$ -
ROCKINGHAM	8,919	$ 19,624	$ 11,545	$ 552	$ 246	$ -	$ 7,282	$ -
ROWAN	12,440	$ 76,279	$ 24,704	$ 1,403	$ 462	$ 1,825	$ 40,910	$ 6,974
RUTHERFORD	5,837	$ 24,187	$ 12,089	$ 542	$ 336	$ -	$ 11,221	$ -
SAMPSON	4,555	$ 21,019	$ 12,204	$ 621	$ 183	$ -	$ 8,011	$ -
SCOTLAND	3,186	$ 12,629	$ 6,834	$ 1,831	$ 140	$ -	$ 3,824	$ -
STANLY	4,976	$ 13,189	$ 6,429	$ 469	$ 172	$ -	$ 6,118	$ -
STOKES	4,086	$ 9,588	$ 5,176	$ 342	$ 105	$ -	$ 3,966	$ -
SURRY	5,654	$ 20,952	$ 11,878	$ 513	$ 253	$ -	$ 8,308	$ -
SWAIN	1,353	$ 5,155	$ 3,109	$ 123	$ 42	$ -	$ 1,881	$ -
TRANSYLVANIA	3,778	$ 9,824	$ 5,289	$ 248	$ 306	$ -	$ 3,982	$ -
TYRRELL	360	$ 660	$ 460	$ 22	$ 0	$ -	$ 178	$ -
UNION	11,836	$ 26,571	$ 14,106	$ 1,592	$ 817	$ -	$ 10,055	$ -
VANCE	3,025	$ 13,348	$ 6,377	$ 399	$ 95	$ -	$ 6,477	$ -
WAKE	53,660	$ 118,403	$ 62,268	$ 13,902	$ 4,022	$ -	$ 38,181	$ 30
WARREN	1,681	$ 7,086	$ 3,567	$ 193	$ 73	$ -	$ 3,252	$ -
WASHINGTON	1,023	$ 3,168	$ 2,065	$ 111	$ 65	$ -	$ 928	$ -
WATAUGA	3,577	$ 9,733	$ 5,244	$ 867	$ 296	$ -	$ 3,326	$ -
WAYNE	13,623	$ 48,506	$ 33,121	$ 3,025	$ 727	$ -	$ 11,632	$ -
WILKES	5,185	$ 18,279	$ 10,410	$ 405	$ 87	$ -	$ 7,376	$ -
WILSON	6,103	$ 21,845	$ 14,077	$ 732	$ 502	$ -	$ 6,533	$ -
YADKIN	3,055	$ 8,876	$ 3,999	$ 240	$ 165	$ -	$ 4,472	$ -
YANCEY	1,943	$ 7,479	$ 4,462	$ 82	$ 92	$ -	$ 2,843	$ -
NORTH CAROLINA (Totals)	**773,630**	**$ 2,583,647**	**$ 1,425,344**	**$ 156,579**	**$ 43,312**	**$ 6,342**	**$ 909,189**	**$ 42,879**

Source: U.S. Department of Veterans Affairs

APPENDIX C

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY COUNTY VETERANS POPULATION

Expenditures in $000s

County	Veteran Population	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Construction	Medical Care	General Operating Expenses
MECKLENBURG	55,969	$ 123,742	$ 63,966	$ 10,139	$ 3,581	$ -	$ 46,055	$ -
WAKE	53,660	$ 118,403	$ 62,268	$ 13,902	$ 4,022	$ -	$ 38,181	$ 30
CUMBERLAND	44,263	$ 291,099	$ 187,045	$ 22,379	$ 1,888	$ -	$ 79,164	$ 623
GUILFORD	35,483	$ 87,657	$ 45,926	$ 7,699	$ 2,713	$ -	$ 31,319	$ -
FORSYTH	25,157	$ 115,346	$ 39,212	$ 11,976	$ 1,897	$ 12	$ 29,099	$ 33,150
BUNCOMBE	22,055	$ 96,888	$ 41,027	$ 2,603	$ 2,127	$ 2,473	$ 48,253	$ 406
NEW HANOVER	19,114	$ 45,754	$ 29,647	$ 4,334	$ 1,380	$ -	$ 10,349	$ 44
ONSLOW	18,906	$ 105,766	$ 80,692	$ 10,772	$ 680	$ -	$ 13,622	$ -
GASTON	18,066	$ 42,897	$ 22,191	$ 1,493	$ 697	$ -	$ 18,516	$ -
DURHAM	17,047	$ 74,370	$ 28,620	$ 2,784	$ 1,183	$ 2,032	$ 38,423	$ 1,327
DAVIDSON	13,631	$ 33,225	$ 15,649	$ 1,320	$ 397	$ -	$ 15,859	$ -
WAYNE	13,623	$ 48,506	$ 33,121	$ 3,025	$ 727	$ -	$ 11,632	$ -
JOHNSTON	12,562	$ 34,315	$ 19,420	$ 1,755	$ 376	$ -	$ 12,765	$ -
IREDELL	12,544	$ 31,446	$ 14,861	$ 1,636	$ 567	$ -	$ 14,383	$ -
CRAVEN	12,471	$ 41,773	$ 29,842	$ 3,619	$ 769	$ -	$ 7,217	$ 326
ROWAN	12,440	$ 76,279	$ 24,704	$ 1,403	$ 462	$ 1,825	$ 40,910	$ 6,974
BRUNSWICK	12,435	$ 28,733	$ 19,085	$ 845	$ 619	$ -	$ 8,184	$ -
CATAWBA	12,416	$ 32,290	$ 16,960	$ 1,327	$ 714	$ -	$ 13,289	$ -
CABARRUS	12,341	$ 35,419	$ 16,877	$ 2,045	$ 494	$ -	$ 16,003	$ -
UNION	11,836	$ 26,571	$ 14,106	$ 1,592	$ 817	$ -	$ 10,055	$ -
HENDERSON	11,735	$ 30,463	$ 14,825	$ 680	$ 1,241	$ -	$ 13,717	$ -
ALAMANCE	11,598	$ 31,956	$ 14,830	$ 1,088	$ 687	$ -	$ 15,351	$ -
RANDOLPH	11,383	$ 31,156	$ 15,834	$ 2,485	$ 420	$ -	$ 12,417	$ -
HARNETT	11,006	$ 42,379	$ 26,333	$ 2,968	$ 399	$ -	$ 12,680	$ -
MOORE	10,614	$ 27,774	$ 17,953	$ 1,281	$ 1,218	$ -	$ 7,322	$ -
PITT	10,510	$ 36,094	$ 23,385	$ 3,581	$ 574	$ -	$ 8,555	$ -
CARTERET	9,359	$ 31,688	$ 22,594	$ 1,302	$ 560	$ -	$ 7,231	$ -
ROCKINGHAM	8,919	$ 19,624	$ 11,545	$ 552	$ 246	$ -	$ 7,282	$ -
CLEVELAND	8,803	$ 25,848	$ 14,078	$ 1,251	$ 326	$ -	$ 10,193	$ -

APPENDIX C

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY COUNTY VETERANS POPULATION

Expenditures in $000s

County	Veteran Population	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Construction	Medical Care	General Operating Expenses
ROBESON	8,764	$ 35,716	$ 20,894	$ 1,644	$ 260	$ -	$ 12,918	$ -
NASH	8,166	$ 22,649	$ 13,318	$ 821	$ 312	$ -	$ 8,197	$ -
BURKE	7,672	$ 24,510	$ 12,017	$ 637	$ 297	$ -	$ 11,560	$ -
ORANGE	7,644	$ 20,334	$ 9,389	$ 1,210	$ 770	$ -	$ 8,965	$ -
CALDWELL	6,972	$ 20,449	$ 10,714	$ 547	$ 196	$ -	$ 8,991	$ -
HAYWOOD	6,837	$ 22,360	$ 11,638	$ 528	$ 487	$ -	$ 9,707	$ -
WILSON	6,103	$ 21,845	$ 14,077	$ 732	$ 502	$ -	$ 6,533	$ -
PENDER	5,939	$ 15,326	$ 9,745	$ 768	$ 312	$ -	$ 4,500	$ -
RUTHERFORD	5,837	$ 24,187	$ 12,089	$ 542	$ 336	$ -	$ 11,221	$ -
LINCOLN	5,699	$ 12,364	$ 6,045	$ 433	$ 174	$ -	$ 5,713	$ -
SURRY	5,654	$ 20,952	$ 11,878	$ 513	$ 253	$ -	$ 8,308	$ -
LEE	5,363	$ 17,018	$ 10,257	$ 1,527	$ 175	$ -	$ 5,060	$ -
WILKES	5,185	$ 18,279	$ 10,410	$ 405	$ 87	$ -	$ 7,376	$ -
CHATHAM	5,166	$ 12,795	$ 6,064	$ 755	$ 554	$ -	$ 5,423	$ -
LENOIR	5,145	$ 21,235	$ 14,521	$ 820	$ 248	$ -	$ 5,646	$ -
STANLY	4,976	$ 13,189	$ 6,429	$ 469	$ 172	$ -	$ 6,118	$ -
BEAUFORT	4,634	$ 13,231	$ 9,277	$ 535	$ 320	$ -	$ 3,099	$ -
SAMPSON	4,555	$ 21,019	$ 12,204	$ 621	$ 183	$ -	$ 8,011	$ -
COLUMBUS	4,404	$ 18,063	$ 11,127	$ 702	$ 186	$ -	$ 6,048	$ -
GRANVILLE	4,327	$ 14,367	$ 6,323	$ 1,076	$ 171	$ -	$ 6,796	$ -
FRANKLIN	4,276	$ 12,128	$ 6,147	$ 732	$ 126	$ -	$ 5,123	$ -
HALIFAX	4,149	$ 16,400	$ 10,018	$ 480	$ 127	$ -	$ 5,775	$ -
MACON	4,136	$ 12,760	$ 6,705	$ 241	$ 430	$ -	$ 5,384	$ -
STOKES	4,086	$ 9,588	$ 5,176	$ 342	$ 105	$ -	$ 3,966	$ -
DARE	4,078	$ 5,305	$ 3,722	$ 211	$ 204	$ -	$ 1,167	$ -
HOKE	4,046	$ 23,486	$ 14,716	$ 2,864	$ 61	$ -	$ 5,844	$ -
PASQUOTANK	4,041	$ 12,539	$ 7,897	$ 974	$ 196	$ -	$ 3,472	$ -
RICHMOND	3,993	$ 19,673	$ 12,703	$ 513	$ 299	$ -	$ 6,159	$ -
MCDOWELL	3,964	$ 21,765	$ 9,091	$ 331	$ 178	$ -	$ 12,165	$ -

APPENDIX C

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY COUNTY VETERANS POPULATION

Expenditures in $000s

County	Veteran Population	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Construction	Medical Care	General Operating Expenses
DUPLIN	3,827	$ 14,133	$ 8,353	$ 497	$ 186	$ -	$ 5,097	$ -
TRANSYLVANIA	3,778	$ 9,824	$ 5,289	$ 248	$ 306	$ -	$ 3,982	$ -
WATAUGA	3,577	$ 9,733	$ 5,244	$ 867	$ 296	$ -	$ 3,326	$ -
EDGECOMBE	3,537	$ 15,568	$ 9,341	$ 401	$ 144	$ -	$ 5,682	$ -
JACKSON	3,473	$ 10,239	$ 6,040	$ 464	$ 158	$ -	$ 3,577	$ -
PERSON	3,353	$ 11,711	$ 5,164	$ 367	$ 60	$ -	$ 6,121	$ -
DAVIE	3,343	$ 8,858	$ 4,413	$ 298	$ 192	$ -	$ 3,955	$ -
SCOTLAND	3,186	$ 12,629	$ 6,834	$ 1,831	$ 140	$ -	$ 3,824	$ -
YADKIN	3,055	$ 8,876	$ 3,999	$ 240	$ 165	$ -	$ 4,472	$ -
CURRITUCK	3,051	$ 6,935	$ 5,010	$ 379	$ 34	$ -	$ 1,512	$ -
VANCE	3,025	$ 13,348	$ 6,377	$ 399	$ 95	$ -	$ 6,477	$ -
ALEXANDER	2,954	$ 7,655	$ 3,782	$ 130	$ 67	$ -	$ 3,676	$ -
CHEROKEE	2,923	$ 9,670	$ 5,920	$ 161	$ 103	$ -	$ 3,487	$ -
BLADEN	2,828	$ 11,472	$ 7,276	$ 418	$ 48	$ -	$ 3,731	$ -
POLK	2,664	$ 5,774	$ 3,062	$ 108	$ 188	$ -	$ 2,416	$ -
ASHE	2,525	$ 6,940	$ 4,181	$ 119	$ 59	$ -	$ 2,581	$ -
MONTGOMERY	2,297	$ 10,054	$ 4,170	$ 1,241	$ 99	$ -	$ 4,545	$ -
CASWELL	2,219	$ 8,326	$ 3,706	$ 1,179	$ 41	$ -	$ 3,400	$ -
ANSON	1,994	$ 5,575	$ 3,275	$ 113	$ 71	$ -	$ 2,116	$ -
MARTIN	1,971	$ 7,630	$ 4,617	$ 257	$ 68	$ -	$ 2,688	$ -
YANCEY	1,943	$ 7,479	$ 4,462	$ 82	$ 92	$ -	$ 2,843	$ -
MADISON	1,871	$ 6,739	$ 3,472	$ 114	$ 72	$ -	$ 3,080	$ -
HERTFORD	1,688	$ 7,374	$ 4,233	$ 231	$ 151	$ -	$ 2,759	$ -
WARREN	1,681	$ 7,086	$ 3,567	$ 193	$ 73	$ -	$ 3,252	$ -
NORTHAMPTON	1,632	$ 5,540	$ 3,264	$ 139	$ 29	$ -	$ 2,107	$ -
PERQUIMANS	1,593	$ 3,836	$ 2,505	$ 175	$ 91	$ -	$ 1,065	$ -
GREENE	1,559	$ 5,146	$ 3,445	$ 229	$ 97	$ -	$ 1,374	$ -
PAMLICO	1,519	$ 5,067	$ 3,545	$ 138	$ 44	$ -	$ 1,340	$ -
AVERY	1,394	$ 4,585	$ 1,950	$ 179	$ 125	$ -	$ 2,331	$ -

APPENDIX C

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY COUNTY VETERANS POPULATION

Expenditures in $000s

County	Veteran Population	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Construction	Medical Care	General Operating Expenses
CHOWAN	1,391	$ 4,296	$ 2,776	$ 186	$ 124	$ -	$ 1,211	$ -
SWAIN	1,353	$ 5,155	$ 3,109	$ 123	$ 42	$ -	$ 1,881	$ -
MITCHELL	1,348	$ 6,301	$ 3,002	$ 153	$ 20	$ -	$ 3,126	$ -
CLAY	1,210	$ 3,989	$ 2,283	$ 96	$ 46	$ -	$ 1,564	$ -
BERTIE	1,208	$ 4,093	$ 2,348	$ 144	$ 42	$ -	$ 1,560	$ -
ALLEGHANY	1,144	$ 2,546	$ 1,563	$ 43	$ 4	$ -	$ 936	$ -
CAMDEN	1,112	$ 3,535	$ 2,508	$ 257	$ 54	$ -	$ 715	$ -
JONES	1,085	$ 4,012	$ 2,975	$ 185	$ 32	$ -	$ 821	$ -
GATES	1,025	$ 2,692	$ 1,904	$ 180	$ 35	$ -	$ 573	$ -
WASHINGTON	1,023	$ 3,168	$ 2,065	$ 111	$ 65	$ -	$ 928	$ -
GRAHAM	764	$ 2,878	$ 1,556	$ 59	$ 40	$ -	$ 1,223	$ -
HYDE	391	$ 1,529	$ 1,108	$ 16	$ 11	$ -	$ 393	$ -
TYRRELL	360	$ 660	$ 460	$ 22	$ 0	$ -	$ 178	$ -
NORTH CAROLINA (Totals)	**773,630**	**$ 2,583,647**	**$ 1,425,344**	**$ 156,579**	**$ 43,312**	**$ 6,342**	**$ 909,189**	**$ 42,879**

Source: U.S. Department of Veterans Affairs (VA)

APPENDIX D

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY VA CLAIMS EXPENDITURES BY COUNTY*

Expenditures in $000's except Annual Claims Expenditures Per Veteran

County	Veteran Population	Claims Expenditures	Annual Claims Expenditures Per Veteran	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Medical Care
CUMBERLAND	44,263	$ 290,477	$ 6.56	$ 291,099	$ 187,045	$ 22,379	$ 1,888	$ 79,164
MECKLENBURG	55,969	$ 123,742	$ 2.21	$ 123,742	$ 63,966	$ 10,139	$ 3,581	$ 46,055
WAKE	53,660	$ 118,372	$ 2.21	$ 118,403	$ 62,268	$ 13,902	$ 4,022	$ 38,181
ONSLOW	18,906	$ 105,766	$ 5.59	$ 105,766	$ 80,692	$ 10,772	$ 680	$ 13,622
BUNCOMBE	22,055	$ 94,009	$ 4.26	$ 96,888	$ 41,027	$ 2,603	$ 2,127	$ 48,253
GUILFORD	35,483	$ 87,657	$ 2.47	$ 87,657	$ 45,926	$ 7,699	$ 2,713	$ 31,319
FORSYTH	25,157	$ 82,184	$ 3.27	$ 115,346	$ 39,212	$ 11,976	$ 1,897	$ 29,099
DURHAM	17,047	$ 71,011	$ 4.17	$ 74,370	$ 28,620	$ 2,784	$ 1,183	$ 38,423
ROWAN	12,440	$ 67,479	$ 5.42	$ 76,279	$ 24,704	$ 1,403	$ 462	$ 40,910
WAYNE	13,623	$ 48,506	$ 3.56	$ 48,506	$ 33,121	$ 3,025	$ 727	$ 11,632
NEW HANOVER	19,114	$ 45,711	$ 2.39	$ 45,754	$ 29,647	$ 4,334	$ 1,380	$ 10,349
GASTON	18,066	$ 42,897	$ 2.37	$ 42,897	$ 22,191	$ 1,493	$ 697	$ 18,516
HARNETT	11,006	$ 42,379	$ 3.85	$ 42,379	$ 26,333	$ 2,968	$ 399	$ 12,680
CRAVEN	12,471	$ 41,447	$ 3.32	$ 41,773	$ 29,842	$ 3,619	$ 769	$ 7,217
PITT	10,510	$ 36,094	$ 3.43	$ 36,094	$ 23,385	$ 3,581	$ 574	$ 8,555
ROBESON	8,764	$ 35,716	$ 4.08	$ 35,716	$ 20,894	$ 1,644	$ 260	$ 12,918
CABARRUS	12,341	$ 35,419	$ 2.87	$ 35,419	$ 16,877	$ 2,045	$ 494	$ 16,003
JOHNSTON	12,562	$ 34,315	$ 2.73	$ 34,315	$ 19,420	$ 1,755	$ 376	$ 12,765
DAVIDSON	13,631	$ 33,225	$ 2.44	$ 33,225	$ 15,649	$ 1,320	$ 397	$ 15,859
CATAWBA	12,416	$ 32,290	$ 2.60	$ 32,290	$ 16,960	$ 1,327	$ 714	$ 13,289
ALAMANCE	11,598	$ 31,956	$ 2.76	$ 31,956	$ 14,830	$ 1,088	$ 687	$ 15,351
CARTERET	9,359	$ 31,688	$ 3.39	$ 31,688	$ 22,594	$ 1,302	$ 560	$ 7,231
IREDELL	12,544	$ 31,446	$ 2.51	$ 31,446	$ 14,861	$ 1,636	$ 567	$ 14,383
RANDOLPH	11,383	$ 31,156	$ 2.74	$ 31,156	$ 15,834	$ 2,485	$ 420	$ 12,417
HENDERSON	11,735	$ 30,463	$ 2.60	$ 30,463	$ 14,825	$ 680	$ 1,241	$ 13,717
BRUNSWICK	12,435	$ 28,733	$ 2.31	$ 28,733	$ 19,085	$ 845	$ 619	$ 8,184
MOORE	10,614	$ 27,774	$ 2.62	$ 27,774	$ 17,953	$ 1,281	$ 1,218	$ 7,322
UNION	11,836	$ 26,571	$ 2.24	$ 26,571	$ 14,106	$ 1,592	$ 817	$ 10,055

APPENDIX D

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY VA CLAIMS EXPENDITURES BY COUNTY*

Expenditures in $000's except Annual Claims Expenditures Per Veteran

County	Veteran Population	Claims Expenditures	Annual Claims Expenditures Per Veteran	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Medical Care
CLEVELAND	8,803	$ 25,848	$ 2.94	$ 25,848	$ 14,078	$ 1,251	$ 326	$ 10,193
BURKE	7,672	$ 24,510	$ 3.19	$ 24,510	$ 12,017	$ 637	$ 297	$ 11,560
RUTHERFORD	5,837	$ 24,187	$ 4.14	$ 24,187	$ 12,089	$ 542	$ 336	$ 11,221
HOKE	4,046	$ 23,486	$ 5.80	$ 23,486	$ 14,716	$ 2,864	$ 61	$ 5,844
NASH	8,166	$ 22,649	$ 2.77	$ 22,649	$ 13,318	$ 821	$ 312	$ 8,197
HAYWOOD	6,837	$ 22,360	$ 3.27	$ 22,360	$ 11,638	$ 528	$ 487	$ 9,707
WILSON	6,103	$ 21,845	$ 3.58	$ 21,845	$ 14,077	$ 732	$ 502	$ 6,533
MCDOWELL	3,964	$ 21,765	$ 5.49	$ 21,765	$ 9,091	$ 331	$ 178	$ 12,165
LENOIR	5,145	$ 21,235	$ 4.13	$ 21,235	$ 14,521	$ 820	$ 248	$ 5,646
SAMPSON	4,555	$ 21,019	$ 4.61	$ 21,019	$ 12,204	$ 621	$ 183	$ 8,011
SURRY	5,654	$ 20,952	$ 3.71	$ 20,952	$ 11,878	$ 513	$ 253	$ 8,308
CALDWELL	6,972	$ 20,449	$ 2.93	$ 20,449	$ 10,714	$ 547	$ 196	$ 8,991
ORANGE	7,644	$ 20,334	$ 2.66	$ 20,334	$ 9,389	$ 1,210	$ 770	$ 8,965
RICHMOND	3,993	$ 19,673	$ 4.93	$ 19,673	$ 12,703	$ 513	$ 299	$ 6,159
ROCKINGHAM	8,919	$ 19,624	$ 2.20	$ 19,624	$ 11,545	$ 552	$ 246	$ 7,282
WILKES	5,185	$ 18,279	$ 3.53	$ 18,279	$ 10,410	$ 405	$ 87	$ 7,376
COLUMBUS	4,404	$ 18,063	$ 4.10	$ 18,063	$ 11,127	$ 702	$ 186	$ 6,048
LEE	5,363	$ 17,018	$ 3.17	$ 17,018	$ 10,257	$ 1,527	$ 175	$ 5,060
HALIFAX	4,149	$ 16,400	$ 3.95	$ 16,400	$ 10,018	$ 480	$ 127	$ 5,775
EDGECOMBE	3,537	$ 15,568	$ 4.40	$ 15,568	$ 9,341	$ 401	$ 144	$ 5,682
PENDER	5,939	$ 15,326	$ 2.58	$ 15,326	$ 9,745	$ 768	$ 312	$ 4,500
GRANVILLE	4,327	$ 14,367	$ 3.32	$ 14,367	$ 6,323	$ 1,076	$ 171	$ 6,796
DUPLIN	3,827	$ 14,133	$ 3.69	$ 14,133	$ 8,353	$ 497	$ 186	$ 5,097
VANCE	3,025	$ 13,348	$ 4.41	$ 13,348	$ 6,377	$ 399	$ 95	$ 6,477
BEAUFORT	4,634	$ 13,231	$ 2.86	$ 13,231	$ 9,277	$ 535	$ 320	$ 3,099
STANLY	4,976	$ 13,189	$ 2.65	$ 13,189	$ 6,429	$ 469	$ 172	$ 6,118
CHATHAM	5,166	$ 12,795	$ 2.48	$ 12,795	$ 6,064	$ 755	$ 554	$ 5,423
MACON	4,136	$ 12,760	$ 3.09	$ 12,760	$ 6,705	$ 241	$ 430	$ 5,384

APPENDIX D

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY VA CLAIMS EXPENDITURES BY COUNTY*

Expenditures in $000's except Annual Claims Expenditures Per Veteran

County	Veteran Population	Claims Expenditures	Annual Claims Expenditures Per Veteran	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Medical Care
SCOTLAND	3,186	$ 12,629	$ 3.96	$ 12,629	$ 6,834	$ 1,831	$ 140	$ 3,824
PASQUOTANK	4,041	$ 12,539	$ 3.10	$ 12,539	$ 7,897	$ 974	$ 196	$ 3,472
LINCOLN	5,699	$ 12,364	$ 2.17	$ 12,364	$ 6,045	$ 433	$ 174	$ 5,713
FRANKLIN	4,276	$ 12,128	$ 2.84	$ 12,128	$ 6,147	$ 732	$ 126	$ 5,123
PERSON	3,353	$ 11,711	$ 3.49	$ 11,711	$ 5,164	$ 367	$ 60	$ 6,121
BLADEN	2,828	$ 11,472	$ 4.06	$ 11,472	$ 7,276	$ 418	$ 48	$ 3,731
JACKSON	3,473	$ 10,239	$ 2.95	$ 10,239	$ 6,040	$ 464	$ 158	$ 3,577
MONTGOMERY	2,297	$ 10,054	$ 4.38	$ 10,054	$ 4,170	$ 1,241	$ 99	$ 4,545
TRANSYLVANIA	3,778	$ 9,824	$ 2.60	$ 9,824	$ 5,289	$ 248	$ 306	$ 3,982
WATAUGA	3,577	$ 9,733	$ 2.72	$ 9,733	$ 5,244	$ 867	$ 296	$ 3,326
CHEROKEE	2,923	$ 9,670	$ 3.31	$ 9,670	$ 5,920	$ 161	$ 103	$ 3,487
STOKES	4,086	$ 9,588	$ 2.35	$ 9,588	$ 5,176	$ 342	$ 105	$ 3,966
YADKIN	3,055	$ 8,876	$ 2.91	$ 8,876	$ 3,999	$ 240	$ 165	$ 4,472
DAVIE	3,343	$ 8,858	$ 2.65	$ 8,858	$ 4,413	$ 298	$ 192	$ 3,955
CASWELL	2,219	$ 8,326	$ 3.75	$ 8,326	$ 3,706	$ 1,179	$ 41	$ 3,400
ALEXANDER	2,954	$ 7,655	$ 2.59	$ 7,655	$ 3,782	$ 130	$ 67	$ 3,676
MARTIN	1,971	$ 7,630	$ 3.87	$ 7,630	$ 4,617	$ 257	$ 68	$ 2,688
YANCEY	1,943	$ 7,479	$ 3.85	$ 7,479	$ 4,462	$ 82	$ 92	$ 2,843
HERTFORD	1,688	$ 7,374	$ 4.37	$ 7,374	$ 4,233	$ 231	$ 151	$ 2,759
WARREN	1,681	$ 7,086	$ 4.21	$ 7,086	$ 3,567	$ 193	$ 73	$ 3,252
ASHE	2,525	$ 6,940	$ 2.75	$ 6,940	$ 4,181	$ 119	$ 59	$ 2,581
CURRITUCK	3,051	$ 6,935	$ 2.27	$ 6,935	$ 5,010	$ 379	$ 34	$ 1,512
MADISON	1,871	$ 6,739	$ 3.60	$ 6,739	$ 3,472	$ 114	$ 72	$ 3,080
MITCHELL	1,348	$ 6,301	$ 4.67	$ 6,301	$ 3,002	$ 153	$ 20	$ 3,126
POLK	2,664	$ 5,774	$ 2.17	$ 5,774	$ 3,062	$ 108	$ 188	$ 2,416
ANSON	1,994	$ 5,575	$ 2.80	$ 5,575	$ 3,275	$ 113	$ 71	$ 2,116
NORTHAMPTON	1,632	$ 5,540	$ 3.39	$ 5,540	$ 3,264	$ 139	$ 29	$ 2,107
DARE	4,078	$ 5,305	$ 1.30	$ 5,305	$ 3,722	$ 211	$ 204	$ 1,167

APPENDIX D

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY VA CLAIMS EXPENDITURES BY COUNTY*

Expenditures in $000's except Annual Claims Expenditures Per Veteran

County	Veteran Population	Claims Expenditures	Annual Claims Expenditures Per Veteran	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Medical Care
SWAIN	1,353	$ 5,155	$ 3.81	$ 5,155	$ 3,109	$ 123	$ 42	$ 1,881
GREENE	1,559	$ 5,146	$ 3.30	$ 5,146	$ 3,445	$ 229	$ 97	$ 1,374
PAMLICO	1,519	$ 5,067	$ 3.34	$ 5,067	$ 3,545	$ 138	$ 44	$ 1,340
AVERY	1,394	$ 4,585	$ 3.29	$ 4,585	$ 1,950	$ 179	$ 125	$ 2.331
CHOWAN	1,391	$ 4,296	$ 3.09	$ 4,296	$ 2,776	$ 186	$ 124	$ 1,211
BERTIE	1,208	$ 4,093	$ 3.39	$ 4,093	$ 2,348	$ 144	$ 42	$ 1,560
JONES	1,085	$ 4,012	$ 3.70	$ 4,012	$ 2,975	$ 185	$ 32	$ 821
CLAY	1,210	$ 3,989	$ 3.30	$ 3,989	$ 2,283	$ 96	$ 46	$ 1,564
PERQUIMANS	1,593	$ 3,836	$ 2.41	$ 3,836	$ 2,505	$ 175	$ 91	$ 1,065
CAMDEN	1,112	$ 3,535	$ 3.18	$ 3,535	$ 2,508	$ 257	$ 54	$ 715
WASHINGTON	1,023	$ 3,168	$ 3.10	$ 3,168	$ 2,065	$ 111	$ 65	$ 928
GRAHAM	764	$ 2,878	$ 3.77	$ 2,878	$ 1,556	$ 59	$ 40	$ 1,223
GATES	1,025	$ 2,692	$ 2.63	$ 2,692	$ 1,904	$ 180	$ 35	$ 573
ALLEGHANY	1,144	$ 2,546	$ 2.23	$ 2,546	$ 1,563	$ 43	$ 4	$ 936
HYDE	391	$ 1,529	$ 3.91	$ 1,529	$ 1,108	$ 16	$ 11	$ 393
TYRRELL	360	$ 660	$ 1.83	$ 660	$ 460	$ 22	$ 0	$ 178
NORTH CAROLINA (Totals)	**773,630**	**$ 2,534,425**	**$ 3,276**	**$ 2,583,647**	**$ 1,425,344**	**$ 156,579**	**$ 43,312**	**$ 909,189**

*Construction and General Operating Expenses were eliminate as the Veterans Service Officers have no affect on them

**Average claims payment per veteran per year

Source: U.S. Department of Veterans Affairs (VA) with calculations by OSBM

APPENDIX E

FIVE-YEAR COUNTY APPROPRIATIONS
SORTED ALPHABETICALLY

	Fiscal Year					Avg. Annual
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	Growth Rate
Alamance	$93,916.00	$99,142.00	$103,357.00	$129,192.00	$148,357.00	12%
Alexander	41,984.00	50,157.00	50,596.00	50,627.00	54,723.00	7%
Alleghany	8,772.00	9,640.00	10,236.00	10,850.00	15,347.00	15%
Anson		4,000.00	59,381.92	4,000.00	4,000.00	
Ashe	54,439.00	61,471.00	67,012.00	71,705.00	77,148.00	9%
Avery	18,189.49	21,203.39	24,182.95	31,590.00	31,455.00	15%
Beaufort	34,007.00	34,932.00	36,253.00	37,085.00	40,116.00	4%
Bertie	16,767.00	17,038.00	17,517.00	18,326.00	18,497.00	2%
Bladen	15,512.00	16,381.00	17,596.00	18,474.00	19,350.00	6%
Brunswick	103,102.00	110,017.00	113,458.00	121,264.00	126,377.00	5%
Buncombe	50,391.00	53,740.00	50,493.00	46,473.00	50,797.00	0%
Burke	86,550.00	86,310.00	88,555.00	88,765.00	95,720.00	3%
Cabarrus	126,513.00	125,860.00	127,039.00	180,093.00	187,792.00	10%
Caldwell	47,933.00	42,657.00	45,699.73	46,065.26	49,391.27	1%
Camden						
Carteret	165,732.00	158,611.00	169,106.00	213,712.00	245,073.00	10%
Caswell	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Catawba	24,538.00	24,836.00	21,193.00	22,481.00	41,893.00	14%
Chatham						
Cherokee						
Chowan	12,804.00	13,552.00	14,070.00	14,728.00	14,988.00	4%
Clay	4,000.00	5,500.00	5,475.00	5,225.00	5,225.00	7%
Cleveland	41,546.00	43,458.00	45,371.00	47,393.00	48,924.00	4%
Columbus	84,610.00	90,182.00	94,296.00	106,433.00	102,487.00	5%
Craven	89,101.00	96,365.00	111,233.00	113,110.00	117,542.00	7%
Cumberland	159,111.00	169,129.00	208,640.00	249,333.00	259,396.00	13%
Currituck						
Dare	44,704.00	45,628.00	48,129.00	51,871.00	58,154.00	7%
Davidson	94,647.00	99,701.00	100,799.00	104,255.00	106,912.00	3%
Davie	18,848.00	18,612.00	20,673.00	39,097.00	40,220.00	21%
Duplin	33,258.00	36,773.00	34,292.00	39,626.00	39,256.00	4%
Durham	29,369.00	29,799.00	70,063.00	66,923.00	78,725.00	28%
Edgecombe	36,092.00	40,551.00	67,530.00	70,965.00	74,571.00	20%
Forsyth						
Franklin	55,980.00	61,228.00	65,097.00	68,696.00	98,467.00	15%
Gaston	130,086.00	130,752.00	133,309.00	141,939.00	136,193.00	1%
Gates	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Graham	9,337.00	5,000.00	4,000.00	4,000.00	4,302.00	-18%
Granville	9,244.00	9,558.00	9,790.00	10,645.00	10,857.00	4%
Greene	21,710.00	23,574.00	23,627.00	25,230.00	28,408.00	7%
Guilford	50,246.00	50,915.00	90,898.00	92,046.00	101,409.00	19%
Halifax	34,863.00	34,563.00	38,702.00	37,087.00	38,443.00	2%
Harnett	67,326.00	71,083.00	95,945.00	83,705.50	105,298.00	12%
Haywood	38,824.12	4,000.00	48,241.00	44,391.00	66,904.00	15%
Henderson	21,214.00	24,325.00	17,932.00	22,054.00	24,644.00	4%
Hertford	37,413.00	37,413.00	41,271.00	43,965.00	43,965.00	4%
Hoke	37,606.00	37,333.00	19,446.00	23,988.00	21,988.00	-13%
Hyde	6,025.00	6,800.00	6,725.00	6,606.00	6,691.00	3%
Iredell	86,625.00	92,545.00	101,948.00	99,155.00	104,295.00	5%
Jackson	47,199.00	49,091.00	50,422.00	50,437.00	53,638.00	3%
Johnston	113,358.00	121,855.00	123,305.00	132,570.00	144,905.00	6%
Jones	25,568.00	26,176.00	24,582.14	24,438.00	23,870.00	-2%
Lee	16,999.00	15,677.00	16,334.00	16,873.00	19,862.00	4%
Lenoir	25,466.00	29,155.00	29,425.00	29,425.00	29,680.00	4%
Lincoln	49,527.00	54,444.00	54,159.00	55,625.00	57,688.00	4%
Macon	73,565.00	77,129.00	90,107.00	94,463.00	102,386.00	9%
Madison						

APPENDIX E

FIVE-YEAR COUNTY APPROPRIATIONS
SORTED ALPHABETICALLY

	Fiscal Year					Avg. Annual
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	Growth Rate
Martin	36,452.00	37,977.00	39,858.00	40,839.00	44,715.00	5%
McDowell	7,842.00	7,802.00	9,228.00	25,071.00	19,276.00	25%
Mecklenburg	411,615.00	411,837.00	459,198.00	490,351.00	618,125.00	11%
Mitchell	26,050.00	26,359.00	26,589.00	28,642.00	30,355.00	4%
Montgomery	36,181.00	37,313.00	43,416.00	44,949.68	46,982.32	7%
Moore	104,500.00	115,700.00	122,200.00	158,750.00	176,498.00	14%
Nash	25,000.00	26,000.00	35,000.00	50,000.00	50,000.00	19%
New Hanover	52,383.00	52,711.00	95,244.00	113,278.00	121,797.00	23%
Northampton	29,491.00	34,003.00	33,706.00	35,160.00	34,929.00	4%
Onslow	96,561.00	108,402.00	137,656.00	146,293.00	185,338.00	18%
Orange	52,444.00	53,122.00	56,820.00	57,238.00	62,570.00	5%
Pamlico	31,349.25	22,742.00	26,388.00	23,943.00	26,912.00	-4%
Pasquotank	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	0%
Pender	48,921.00	44,878.00	45,237.00	48,043.00	52,915.00	2%
Perquimans	6,875.00	6,803.00	6,455.00	7,784.00	7,966.00	4%
Person	20,372.00	23,429.00	26,003.00	26,610.00	27,204.00	7%
Pitt	44,440.00	47,820.00	49,586.00	50,940.00	85,916.00	18%
Polk	7,271.00	15,925.00	15,425.00	25,780.00	25,713.00	37%
Randolph	38,784.00	40,705.00	43,113.00	44,342.00	61,740.00	12%
Richmond	69,974.00	71,295.00	76,812.00	50,068.00	48,150.00	-9%
Robeson	74,618.00	89,228.00	87,651.00	93,172.00	96,476.00	7%
Rockingham	53,102.00	55,320.00	96,470.00	102,944.00	98,814.00	17%
Rowan	41,470.00	40,535.00	42,162.00	43,990.00	47,029.00	3%
Rutherford	51,208.00	53,135.00	59,245.00	64,970.00	74,910.00	10%
Sampson	73,754.00	82,431.00	88,521.00	94,428.00	89,128.00	5%
Scotland	73,559.00	47,727.00	46,654.00	45,896.00	40,491.00	-14%
Stanly	50,310.00	53,532.00	53,013.00	55,599.00	59,695.00	4%
Stokes	17,346.00	17,350.00	17,803.00	18,306.00	18,284.00	1%
Surry	81,778.00	79,734.00	93,288.00	93,890.00	96,228.00	4%
Swain	4,827.05	4,285.00	4,840.00	4,840.00	5,240.00	2%
Transylvania				4,415.00	12,010.00	
Tyrrell	3,061.00	3,121.00	3,398.00	3,198.00	3,913.00	6%
Union	148,432.00	170,824.00	187,913.00	201,292.00	210,370.00	9%
Vance	66,723.00	48,881.00	50,440.00	53,622.00	57,094.00	-4%
Wake	70,359.00	59,567.00	89,228.00	91,349.00	215,477.00	32%
Warren	52,855.00	54,318.00	59,854.00	59,816.00	78,848.00	11%
Washington	5,026.00	5,693.00	10,440.00	11,459.00	11,034.00	22%
Watauga	100,265.00	106,717.00	110,594.00	115,811.00	96,121.00	-1%
Wayne	63,816.00	68,677.00	90,237.00	91,906.00	101,856.00	12%
Wilkes	84,659.00	88,134.00	94,574.00	102,547.00	121,273.00	9%
Wilson	34,066.00	35,864.00	37,586.00	39,975.00	42,882.00	6%
Yadkin	10,032.00	10,079.00	25,068.00	39,000.00	41,401.00	43%
Yancey	10,442.00	19,145.30	34,377.39	35,464.00	17,135.00	13%
TOTAL	**$ 4,822,829.91**	**$ 4,956,981.69**	**$ 5,648,802.13**	**$ 6,052,970.44**	**$ 6,749,139.59**	9%
AVERAGE	**$ 48,228.30**	**$ 49,569.82**	**$ 56,488.02**	**$ 60,529.70**	**$ 67,491.40**	9%

Note: Average growth rate rounded to nearest whole percent

Source: NCDVA with calculations by OSBM

APPENDIX F

FIVE-YEAR COUNTY APPROPRIATIONS SORTED BY AMOUNT APPROPRIATED IN FY 2007						
	Fiscal Year					Avg. Annual
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	Growth Rate
Camden						
Chatham						
Cherokee						
Currituck						
Forsyth						
Madison						
Pasquotank	$ 2,000.00	$ 2,000.00	$ 2,000.00	$ 2,000.00	$ 2,000.00	0%
Tyrrell	3,061.00	3,121.00	3,398.00	3,198.00	3,913.00	6%
Anson		4,000.00	59,381.92	4,000.00	4,000.00	
Caswell	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Gates	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Graham	9,337.00	5,000.00	4,000.00	4,000.00	4,302.00	-18%
Clay	4,000.00	5,500.00	5,475.00	5,225.00	5,225.00	7%
Swain	4,827.05	4,285.00	4,840.00	4,840.00	5,240.00	2%
Hyde	6,025.00	6,800.00	6,725.00	6,606.00	6,691.00	3%
Perquimans	6,875.00	6,803.00	6,455.00	7,784.00	7,966.00	4%
Granville	9,244.00	9,558.00	9,790.00	10,645.00	10,857.00	4%
Washington	5,026.00	5,693.00	10,440.00	11,459.00	11,034.00	22%
Transylvania				4,415.00	12,010.00	
Chowan	12,804.00	13,552.00	14,070.00	14,728.00	14,988.00	4%
Alleghany	8,772.00	9,640.00	10,236.00	10,850.00	15,347.00	15%
Yancey	10,442.00	19,145.30	34,377.39	35,464.00	17,135.00	13%
Stokes	17,346.00	17,350.00	17,803.00	18,306.00	18,284.00	1%
Bertie	16,767.00	17,038.00	17,517.00	18,326.00	18,497.00	2%
McDowell	7,842.00	7,802.00	9,228.00	25,071.00	19,276.00	25%
Bladen	15,512.00	16,381.00	17,596.00	18,474.00	19,350.00	6%
Lee	16,999.00	15,677.00	16,334.00	16,873.00	19,862.00	4%
Hoke	37,606.00	37,333.00	19,446.00	23,988.00	21,988.00	-13%
Jones	25,568.00	26,176.00	24,582.14	24,438.00	23,870.00	-2%
Henderson	21,214.00	24,325.00	17,932.00	22,054.00	24,644.00	4%
Polk	7,271.00	15,925.00	15,425.00	25,780.00	25,713.00	37%
Pamlico	31,349.25	22,742.00	26,388.00	23,943.00	26,912.00	-4%
Person	20,372.00	23,429.00	26,003.00	26,610.00	27,204.00	7%
Greene	21,710.00	23,574.00	23,627.00	25,230.00	28,408.00	7%
Lenoir	25,466.00	29,155.00	29,425.00	29,425.00	29,680.00	4%
Mitchell	26,050.00	26,359.00	26,589.00	28,642.00	30,355.00	4%
Avery	18,189.49	21,203.39	24,182.95	31,590.00	31,455.00	15%
Northampton	29,491.00	34,003.00	33,706.00	35,160.00	34,929.00	4%
Halifax	34,863.00	34,563.00	38,702.00	37,087.00	38,443.00	2%
Duplin	33,258.00	36,773.00	34,292.00	39,626.00	39,256.00	4%
Beaufort	34,007.00	34,932.00	36,253.00	37,085.00	40,116.00	4%
Davie	18,848.00	18,612.00	20,673.00	39,097.00	40,220.00	21%
Scotland	73,559.00	47,727.00	46,654.00	45,896.00	40,491.00	-14%
Yadkin	10,032.00	10,079.00	25,068.00	39,000.00	41,401.00	43%
Catawba	24,538.00	24,836.00	21,193.00	22,481.00	41,893.00	14%
Wilson	34,066.00	35,864.00	37,586.00	39,975.00	42,882.00	6%
Hertford	37,413.00	37,413.00	41,271.00	43,965.00	43,965.00	4%
Martin	36,452.00	37,977.00	39,858.00	40,839.00	44,715.00	5%
Montgomery	36,181.00	37,313.00	43,416.00	44,949.68	46,982.32	7%
Rowan	41,470.00	40,535.00	42,162.00	43,990.00	47,029.00	3%
Richmond	69,974.00	71,295.00	76,812.00	50,068.00	48,150.00	-9%
Cleveland	41,546.00	43,458.00	45,371.00	47,393.00	48,924.00	4%
Caldwell	47,933.00	42,657.00	45,699.73	46,065.26	49,391.27	1%
Nash	25,000.00	26,000.00	35,000.00	50,000.00	50,000.00	19%
Buncombe	50,391.00	53,740.00	50,493.00	46,473.00	50,797.00	0%
Pender	48,921.00	44,878.00	45,237.00	48,043.00	52,915.00	2%
Jackson	47,199.00	49,091.00	50,422.00	50,437.00	53,638.00	3%

APPENDIX F

FIVE-YEAR COUNTY APPROPRIATIONS SORTED BY AMOUNT APPROPRIATED IN FY 2007						
	Fiscal Year					Avg. Annual
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	Growth Rate
Alexander	41,984.00	50,157.00	50,596.00	50,627.00	54,723.00	7%
Vance	66,723.00	48,881.00	50,440.00	53,622.00	57,094.00	-4%
Lincoln	49,527.00	54,444.00	54,159.00	55,625.00	57,688.00	4%
Dare	44,704.00	45,628.00	48,129.00	51,871.00	58,154.00	7%
Stanly	50,310.00	53,532.00	53,013.00	55,599.00	59,695.00	4%
Randolph	38,784.00	40,705.00	43,113.00	44,342.00	61,740.00	12%
Orange	52,444.00	53,122.00	56,820.00	57,238.00	62,570.00	5%
Haywood	38,824.12	4,000.00	48,241.00	44,391.00	66,904.00	15%
Edgecombe	36,092.00	40,551.00	67,530.00	70,965.00	74,571.00	20%
Rutherford	51,208.00	53,135.00	59,245.00	64,970.00	74,910.00	10%
Ashe	54,439.00	61,471.00	67,012.00	71,705.00	77,148.00	9%
Durham	29,369.00	29,799.00	70,063.00	66,923.00	78,725.00	28%
Warren	52,855.00	54,318.00	59,854.00	59,816.00	78,848.00	11%
Pitt	44,440.00	47,820.00	49,586.00	50,940.00	85,916.00	18%
Sampson	73,754.00	82,431.00	88,521.00	94,428.00	89,128.00	5%
Burke	86,550.00	86,310.00	88,555.00	88,765.00	95,720.00	3%
Watauga	100,265.00	106,717.00	110,594.00	115,811.00	96,121.00	-1%
Surry	81,778.00	79,734.00	93,288.00	93,890.00	96,228.00	4%
Robeson	74,618.00	89,228.00	87,651.00	93,172.00	96,476.00	7%
Franklin	55,980.00	61,228.00	65,097.00	68,696.00	98,467.00	15%
Rockingham	53,102.00	55,320.00	96,470.00	102,944.00	98,814.00	17%
Guilford	50,246.00	50,915.00	90,898.00	92,046.00	101,409.00	19%
Wayne	63,816.00	68,677.00	90,237.00	91,906.00	101,856.00	12%
Macon	73,565.00	77,129.00	90,107.00	94,463.00	102,386.00	9%
Columbus	84,610.00	90,182.00	94,296.00	106,433.00	102,487.00	5%
Iredell	86,625.00	92,545.00	101,948.00	99,155.00	104,295.00	5%
Harnett	67,326.00	71,083.00	95,945.00	83,705.50	105,298.00	12%
Davidson	94,647.00	99,701.00	100,799.00	104,255.00	106,912.00	3%
Craven	89,101.00	96,365.00	111,233.00	113,110.00	117,542.00	7%
Wilkes	84,659.00	88,134.00	94,574.00	102,547.00	121,273.00	9%
New Hanover	52,383.00	52,711.00	95,244.00	113,278.00	121,797.00	23%
Brunswick	103,102.00	110,017.00	113,458.00	121,264.00	126,377.00	5%
Gaston	130,086.00	130,752.00	133,309.00	141,939.00	136,193.00	1%
Johnston	113,358.00	121,855.00	123,305.00	132,570.00	144,905.00	6%
Alamance	93,916.00	99,142.00	103,357.00	129,192.00	148,357.00	12%
Moore	104,500.00	115,700.00	122,200.00	158,750.00	176,498.00	14%
Onslow	96,561.00	108,402.00	137,656.00	146,293.00	185,338.00	18%
Cabarrus	126,513.00	125,860.00	127,039.00	180,093.00	187,792.00	10%
Union	148,432.00	170,824.00	187,913.00	201,292.00	210,370.00	9%
Wake	70,359.00	59,567.00	89,228.00	91,349.00	215,477.00	32%
Carteret	165,732.00	158,611.00	169,106.00	213,712.00	245,073.00	10%
Cumberland	159,111.00	169,129.00	208,640.00	249,333.00	259,396.00	13%
Mecklenburg	411,615.00	411,837.00	459,198.00	490,351.00	618,125.00	11%
TOTAL	$ 4,822,829.91	$ 4,956,981.69	$ 5,648,802.13	$ 6,052,970.44	$ 6,749,139.59	9%
AVERAGE	$ 48,228.30	$ 49,569.82	$ 56,488.02	$ 60,529.70	$ 67,491.40	9%

Note: Average growth rate rounded to nearest whole percent

Source: NCDVA with calculations by OSBM

APPENDIX G

FIVE-YEAR COUNTY APPROPRIATIONS
SORTED BY ANNUAL GROWTH RATE

	Fiscal Year					Avg. Annual
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	Growth Rate
Yadkin	$10,032.00	$10,079.00	$25,068.00	$39,000.00	$41,401.00	43%
Polk	7,271.00	15,925.00	15,425.00	25,780.00	25,713.00	37%
Wake	70,359.00	59,567.00	89,228.00	91,349.00	215,477.00	32%
Durham	29,369.00	29,799.00	70,063.00	66,923.00	78,725.00	28%
McDowell	7,842.00	7,802.00	9,228.00	25,071.00	19,276.00	25%
New Hanover	52,383.00	52,711.00	95,244.00	113,278.00	121,797.00	23%
Washington	5,026.00	5,693.00	10,440.00	11,459.00	11,034.00	22%
Davie	18,848.00	18,612.00	20,673.00	39,097.00	40,220.00	21%
Edgecombe	36,092.00	40,551.00	67,530.00	70,965.00	74,571.00	20%
Guilford	50,246.00	50,915.00	90,898.00	92,046.00	101,409.00	19%
Nash	25,000.00	26,000.00	35,000.00	50,000.00	50,000.00	19%
Pitt	44,440.00	47,820.00	49,586.00	50,940.00	85,916.00	18%
Onslow	96,561.00	108,402.00	137,656.00	146,293.00	185,338.00	18%
Rockingham	53,102.00	55,320.00	96,470.00	102,944.00	98,814.00	17%
Franklin	55,980.00	61,228.00	65,097.00	68,696.00	98,467.00	15%
Alleghany	8,772.00	9,640.00	10,236.00	10,850.00	15,347.00	15%
Avery	18,189.49	21,203.39	24,182.95	31,590.00	31,455.00	15%
Haywood	38,824.12	4,000.00	48,241.00	44,391.00	66,904.00	15%
Catawba	24,538.00	24,836.00	21,193.00	22,481.00	41,893.00	14%
Moore	104,500.00	115,700.00	122,200.00	158,750.00	176,498.00	14%
Yancey	10,442.00	19,145.30	34,377.39	35,464.00	17,135.00	13%
Cumberland	159,111.00	169,129.00	208,640.00	249,333.00	259,396.00	13%
Wayne	63,816.00	68,677.00	90,237.00	91,906.00	101,856.00	12%
Randolph	38,784.00	40,705.00	43,113.00	44,342.00	61,740.00	12%
Alamance	93,916.00	99,142.00	103,357.00	129,192.00	148,357.00	12%
Harnett	67,326.00	71,083.00	95,945.00	83,705.50	105,298.00	12%
Mecklenburg	411,615.00	411,837.00	459,198.00	490,351.00	618,125.00	11%
Warren	52,855.00	54,318.00	59,854.00	59,816.00	78,848.00	11%
Cabarrus	126,513.00	125,860.00	127,039.00	180,093.00	187,792.00	10%
Carteret	165,732.00	158,611.00	169,106.00	213,712.00	245,073.00	10%
Rutherford	51,208.00	53,135.00	59,245.00	64,970.00	74,910.00	10%
Wilkes	84,659.00	88,134.00	94,574.00	102,547.00	121,273.00	9%
Union	148,432.00	170,824.00	187,913.00	201,292.00	210,370.00	9%
Ashe	54,439.00	61,471.00	67,012.00	71,705.00	77,148.00	9%
Macon	73,565.00	77,129.00	90,107.00	94,463.00	102,386.00	9%
Person	20,372.00	23,429.00	26,003.00	26,610.00	27,204.00	7%
Craven	89,101.00	96,365.00	111,233.00	113,110.00	117,542.00	7%
Greene	21,710.00	23,574.00	23,627.00	25,230.00	28,408.00	7%
Clay	4,000.00	5,500.00	5,475.00	5,225.00	5,225.00	7%
Alexander	41,984.00	50,157.00	50,596.00	50,627.00	54,723.00	7%
Dare	44,704.00	45,628.00	48,129.00	51,871.00	58,154.00	7%
Montgomery	36,181.00	37,313.00	43,416.00	44,949.68	46,982.32	7%
Robeson	74,618.00	89,228.00	87,651.00	93,172.00	96,476.00	7%
Tyrrell	3,061.00	3,121.00	3,398.00	3,198.00	3,913.00	6%
Johnston	113,358.00	121,855.00	123,305.00	132,570.00	144,905.00	6%
Wilson	34,066.00	35,864.00	37,586.00	39,975.00	42,882.00	6%
Bladen	15,512.00	16,381.00	17,596.00	18,474.00	19,350.00	6%
Martin	36,452.00	37,977.00	39,858.00	40,839.00	44,715.00	5%
Brunswick	103,102.00	110,017.00	113,458.00	121,264.00	126,377.00	5%
Columbus	84,610.00	90,182.00	94,296.00	106,433.00	102,487.00	5%
Sampson	73,754.00	82,431.00	88,521.00	94,428.00	89,128.00	5%
Iredell	86,625.00	92,545.00	101,948.00	99,155.00	104,295.00	5%
Orange	52,444.00	53,122.00	56,820.00	57,238.00	62,570.00	5%
Stanly	50,310.00	53,532.00	53,013.00	55,599.00	59,695.00	4%
Northampton	29,491.00	34,003.00	33,706.00	35,160.00	34,929.00	4%
Duplin	33,258.00	36,773.00	34,292.00	39,626.00	39,256.00	4%

APPENDIX G

FIVE-YEAR COUNTY APPROPRIATIONS
SORTED BY ANNUAL GROWTH RATE

	Fiscal Year					Avg. Annual
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	Growth Rate
Beaufort	34,007.00	34,932.00	36,253.00	37,085.00	40,116.00	4%
Cleveland	41,546.00	43,458.00	45,371.00	47,393.00	48,924.00	4%
Surry	81,778.00	79,734.00	93,288.00	93,890.00	96,228.00	4%
Hertford	37,413.00	37,413.00	41,271.00	43,965.00	43,965.00	4%
Granville	9,244.00	9,558.00	9,790.00	10,645.00	10,857.00	4%
Chowan	12,804.00	13,552.00	14,070.00	14,728.00	14,988.00	4%
Lee	16,999.00	15,677.00	16,334.00	16,873.00	19,862.00	4%
Lenoir	25,466.00	29,155.00	29,425.00	29,425.00	29,680.00	4%
Mitchell	26,050.00	26,359.00	26,589.00	28,642.00	30,355.00	4%
Lincoln	49,527.00	54,444.00	54,159.00	55,625.00	57,688.00	4%
Henderson	21,214.00	24,325.00	17,932.00	22,054.00	24,644.00	4%
Perquimans	6,875.00	6,803.00	6,455.00	7,784.00	7,966.00	4%
Jackson	47,199.00	49,091.00	50,422.00	50,437.00	53,638.00	3%
Rowan	41,470.00	40,535.00	42,162.00	43,990.00	47,029.00	3%
Davidson	94,647.00	99,701.00	100,799.00	104,255.00	106,912.00	3%
Hyde	6,025.00	6,800.00	6,725.00	6,606.00	6,691.00	3%
Burke	86,550.00	86,310.00	88,555.00	88,765.00	95,720.00	3%
Bertie	16,767.00	17,038.00	17,517.00	18,326.00	18,497.00	2%
Halifax	34,863.00	34,563.00	38,702.00	37,087.00	38,443.00	2%
Swain	4,827.05	4,285.00	4,840.00	4,840.00	5,240.00	2%
Pender	48,921.00	44,878.00	45,237.00	48,043.00	52,915.00	2%
Stokes	17,346.00	17,350.00	17,803.00	18,306.00	18,284.00	1%
Gaston	130,086.00	130,752.00	133,309.00	141,939.00	136,193.00	1%
Caldwell	47,933.00	42,657.00	45,699.73	46,065.26	49,391.27	1%
Buncombe	50,391.00	53,740.00	50,493.00	46,473.00	50,797.00	0%
Pasquotank	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	0%
Gates	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Caswell	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Watauga	100,265.00	106,717.00	110,594.00	115,811.00	96,121.00	-1%
Jones	25,568.00	26,176.00	24,582.14	24,438.00	23,870.00	-2%
Pamlico	31,349.25	22,742.00	26,388.00	23,943.00	26,912.00	-4%
Vance	66,723.00	48,881.00	50,440.00	53,622.00	57,094.00	-4%
Richmond	69,974.00	71,295.00	76,812.00	50,068.00	48,150.00	-9%
Hoke	37,606.00	37,333.00	19,446.00	23,988.00	21,988.00	-13%
Scotland	73,559.00	47,727.00	46,654.00	45,896.00	40,491.00	-14%
Graham	9,337.00	5,000.00	4,000.00	4,000.00	4,302.00	-18%
Transylvania				4,415.00	12,010.00	
Anson		4,000.00	59,381.92	4,000.00	4,000.00	
Madison						
Forsyth						
Currituck						
Cherokee						
Chatham						
Camden						
TOTAL	$ 4,822,829.91	$ 4,956,981.69	$ 5,648,802.13	$ 6,052,970.44	$ 6,749,139.59	9%
AVERAGE	$ 48,228.30	$ 49,569.82	$ 56,488.02	$ 60,529.70	$ 67,491.40	9%

Note: Average growth rate rounded to nearest whole percent

Source: NCDVA with calculations by OSBM

APPENDIX H

SEVEN-YEAR COUNTY APPROPRIATIONS
FY 2003-2009

COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	FY 08	FY 09	Avg annual growth rate
Alamance	$93,916.00	$99,142.00	$103,357.00	$129,192.00	$148,357.00	$156,955.00	$174,037.00	11%
Alexander	41,984.00	50,157.00	50,596.00	50,627.00	54,723.00	56,896.00	60,594.00	6%
Alleghany	8,772.00	9,640.00	10,236.00	10,850.00	15,347.00	24,574.00	25,061.00	19%
Anson		4,000.00	59,381.92	4,000.00	4,000.00	4,000.00	4,000.00	
Ashe	54,439.00	61,471.00	67,012.00	71,705.00	77,148.00	61,988.00	65,539.00	3%
Avery	18,189.49	21,203.39	24,182.95	31,590.00	31,455.00	34,109.00	36,500.00	12%
Beaufort	34,007.00	34,932.00	36,253.00	37,085.00	40,116.00	39,266.00	40,118.00	3%
Bertie	16,767.00	17,038.00	17,517.00	18,326.00	18,497.00	20,525.00	21,851.00	5%
Bladen	15,512.00	16,381.00	17,596.00	18,474.00	19,350.00	19,949.00	21,753.00	6%
Brunswick	103,102.00	110,017.00	113,458.00	121,264.00	126,377.00	128,710.00	137,037.00	5%
Buncombe	50,391.00	53,740.00	50,493.00	46,473.00	50,797.00	57,072.00	63,027.00	4%
Burke	86,550.00	86,310.00	88,555.00	88,765.00	95,720.00	102,705.00	106,705.00	4%
Cabarrus	126,513.00	125,860.00	127,039.00	180,093.00	187,792.00	194,572.00	212,159.00	9%
Caldwell	47,933.00	42,657.00	45,699.73	46,065.26	49,391.27	70,198.25	92,904.05	12%
Camden								
Carteret	165,732.00	158,611.00	169,106.00	213,712.00	245,073.00	262,220.00	304,840.00	11%
Caswell	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Catawba	24,538.00	24,836.00	21,193.00	22,481.00	41,893.00	46,114.00	48,859.00	12%
Chatham								
Cherokee								
Chowan	12,804.00	13,552.00	14,070.00	14,728.00	14,988.00	15,255.00	14,249.00	2%
Clay	4,000.00	5,500.00	5,475.00	5,225.00	5,225.00	5,225.00	5,225.00	5%
Cleveland	41,546.00	43,458.00	45,371.00	47,393.00	48,924.00	51,515.00	67,402.00	8%
Columbus	84,610.00	90,182.00	94,296.00	106,433.00	102,487.00	105,727.00	100,970.00	3%
Craven	89,101.00	96,365.00	111,233.00	113,110.00	117,542.00	123,382.00	132,154.00	7%
Cumberland	159,111.00	169,129.00	208,640.00	249,333.00	259,396.00	270,119.00	304,049.00	
Currituck								
Dare	44,704.00	45,628.00	48,129.00	51,871.00	58,154.00	59,135.00	60,853.00	5%
Davidson	94,647.00	99,701.00	100,799.00	104,255.00	106,912.00	102,522.00	108,339.00	2%
Davie	18,848.00	18,612.00	20,673.00	39,097.00	40,220.00	47,310.00	64,018.00	23%
Duplin	33,258.00	36,773.00	34,292.00	39,626.00	39,256.00	42,509.00	41,711.00	4%
Durham	29,369.00	29,799.00	70,063.00	66,923.00	78,725.00	78,963.00	105,618.00	24%
Edgecombe	36,092.00	40,551.00	67,530.00	70,965.00	74,571.00	77,320.00	79,477.00	14%
Forsyth								
Franklin	55,980.00	61,228.00	65,097.00	68,696.00	98,467.00	104,171.00	106,105.00	11%
Gaston	130,086.00	130,752.00	133,309.00	141,939.00	136,193.00	161,443.00	215,994.00	9%

Source: NCDVA

APPENDIX H

SEVEN-YEAR COUNTY APPROPRIATIONS
FY 2003-2009

COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	FY 08	FY 09	Avg annual growth rate
Gates	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Graham	9,337.00	5,000.00	4,000.00	4,000.00	4,302.00	4,000.00	9,000.00	-1%
Granville	9,244.00	9,558.00	9,790.00	10,645.00	10,857.00	11,176.00	11,541.00	4%
Greene	21,710.00	23,574.00	23,627.00	25,230.00	28,408.00	25,265.00	26,165.00	3%
Guilford	50,246.00	50,915.00	90,898.00	92,046.00	101,409.00	97,709.00	113,184.00	14%
Halifax	34,863.00	34,563.00	38,702.00	37,087.00	38,443.00	41,334.00	51,187.00	7%
Harnett	67,326.00	71,083.00	95,945.00	83,705.50	105,298.00	176,048.00	173,818.00	17%
Haywood	38,824.12	4,000.00	48,241.00	44,391.00	66,904.00	84,426.00	93,048.00	16%
Henderson	21,214.00	24,325.00	17,932.00	22,054.00	24,644.00	21,170.00	23,463.00	2%
Hertford	37,413.00	37,413.00	41,271.00	43,965.00	43,965.00	48,494.00	49,121.00	5%
Hoke	37,606.00	37,333.00	19,446.00	23,988.00	21,988.00	19,891.00	21,298.00	-9%
Hyde	6,025.00	6,800.00	6,725.00	6,606.00	6,691.00	6,691.00	6,691.00	2%
Iredell	86,625.00	92,545.00	101,948.00	99,155.00	104,295.00	132,841.00	148,511.00	9%
Jackson	47,199.00	49,091.00	50,422.00	50,437.00	53,638.00	49,355.00	62,450.00	5%
Johnston	113,358.00	121,855.00	123,305.00	132,570.00	144,905.00	137,576.00	145,770.00	4%
Jones	25,568.00	26,176.00	24,582.14	24,438.00	23,870.00	22,556.00	21,760.00	-3%
Lee	16,999.00	15,677.00	16,334.00	16,873.00	19,862.00	21,200.00	23,800.00	6%
Lenoir	25,466.00	29,155.00	29,425.00	29,425.00	29,680.00	31,155.00	32,621.00	4%
Lincoln	49,527.00	54,444.00	54,159.00	55,625.00	57,688.00	80,620.00	96,394.00	12%
Macon	73,565.00	77,129.00	90,107.00	94,463.00	102,386.00	110,241.00	105,814.00	6%
Madison								
Martin	36,452.00	37,977.00	39,858.00	40,839.00	44,715.00	47,812.00	54,955.00	7%
McDowell	7,842.00	7,802.00	9,228.00	25,071.00	19,276.00	34,000.00	40,000.00	31%
Mecklenburg	411,615.00	411,837.00	459,198.00	490,351.00	618,125.00	935,298.00	953,959.00	15%
Mitchell	26,050.00	26,359.00	26,589.00	28,642.00	30,355.00	29,149.00	27,414.00	1%
Montgomery	36,181.00	37,313.00	43,416.00	44,949.68	46,982.32	60,703.50	51,477.35	6%
Moore	104,500.00	115,700.00	122,200.00	158,750.00	176,498.00	190,104.00	195,439.00	11%
Nash	25,000.00	26,000.00	35,000.00	50,000.00	50,000.00	50,500.00	50,500.00	12%
New Hanover	52,383.00	52,711.00	95,244.00	113,278.00	121,797.00	123,929.00	121,818.00	15%
Northampton	29,491.00	34,003.00	33,706.00	35,160.00	34,929.00	37,061.00	41,738.00	6%
Onslow	96,561.00	108,402.00	137,656.00	146,293.00	185,338.00	189,281.00	207,964.00	14%
Orange	52,444.00	53,122.00	56,820.00	57,238.00	62,570.00	62,661.00	63,505.00	3%
Pamlico	31,349.25	22,742.00	26,388.00	23,943.00	26,912.00	27,544.00	30,944.00	0%
Pasquotank	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	3,000.00	7%
Pender	48,921.00	44,878.00	45,237.00	48,043.00	52,915.00	54,219.00	74,585.00	7%
Perquimans	6,875.00	6,803.00	6,455.00	7,784.00	7,966.00	8,026.00	8,275.00	3%

Source: NCDVA

APPENDIX H

SEVEN-YEAR COUNTY APPROPRIATIONS
FY 2003-2009

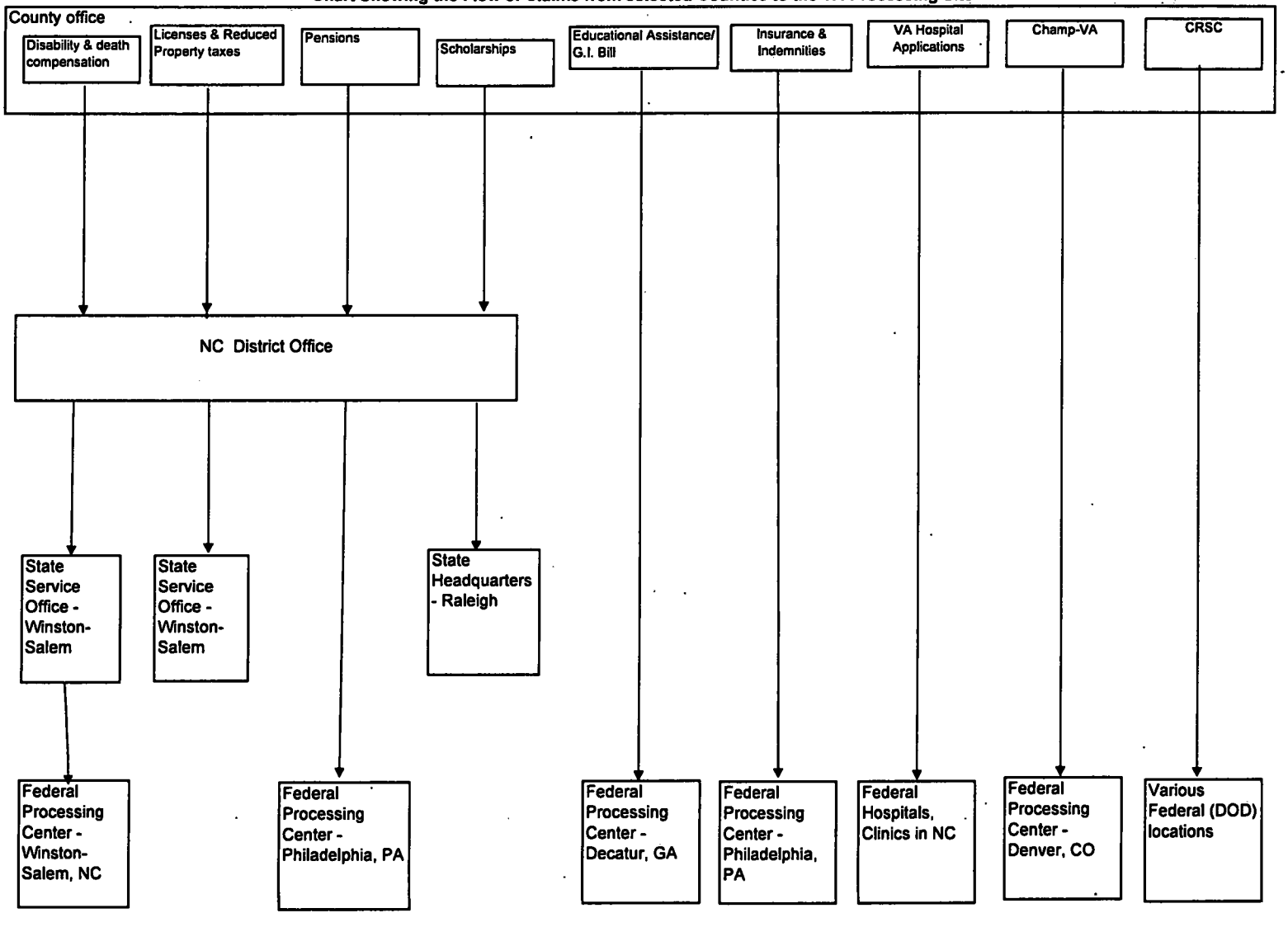
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	FY 08	FY 09	Avg annual growth rate
Person	20,372.00	23,429.00	26,003.00	26,610.00	27,204.00	29,906.00	30,159.00	7%
Pitt	44,440.00	47,820.00	49,586.00	50,940.00	85,916.00	102,661.00	109,244.00	16%
Polk	7,271.00	15,925.00	15,425.00	25,780.00	25,713.00	26,106.00	26,924.00	24%
Randolph	38,784.00	40,705.00	43,113.00	44,342.00	61,740.00	81,112.00	83,084.00	14%
Richmond	69,974.00	71,295.00	76,812.00	50,068.00	48,150.00	50,565.00	51,931.00	-5%
Robeson	74,618.00	89,228.00	87,651.00	93,172.00	96,476.00	92,171.00	100,182.00	5%
Rockingham	53,102.00	55,320.00	96,470.00	102,944.00	98,814.00	102,139.00	57,300.00	1%
Rowan	41,470.00	40,535.00	42,162.00	43,990.00	47,029.00	46,216.00	45,077.00	1%
Rutherford	51,208.00	53,135.00	59,245.00	64,970.00	74,910.00	70,186.00	74,498.00	6%
Sampson	73,754.00	82,431.00	88,521.00	94,428.00	89,128.00	101,475.00	117,165.00	8%
Scotland	73,559.00	47,727.00	46,654.00	45,896.00	40,491.00	49,293.00	49,914.00	-6%
Stanly	50,310.00	53,532.00	53,013.00	55,599.00	59,695.00	63,322.00	83,370.00	9%
Stokes	17,346.00	17,350.00	17,803.00	18,306.00	18,284.00	16,802.00	17,942.00	1%
Surry	81,778.00	79,734.00	93,288.00	93,890.00	96,228.00	96,228.00	116,742.00	6%
Swain	4,827.05	4,285.00	4,840.00	4,840.00	5,240.00	5,840.00	5,840.00	3%
Transylvania				4,415.00	12,010.00	13,854.00	16,755.00	
Tyrrell	3,061.00	3,121.00	3,398.00	3,198.00	3,913.00	5,313.00	5,545.00	10%
Union	148,432.00	170,824.00	187,913.00	201,292.00	210,370.00	231,374.00	290,184.00	12%
Vance	66,723.00	48,881.00	50,440.00	53,622.00	57,094.00	58,207.00	60,793.00	-2%
Wake	70,359.00	59,567.00	89,228.00	91,349.00	215,477.00	245,494.00	252,497.00	24%
Warren	52,855.00	54,318.00	59,854.00	59,816.00	78,848.00	84,852.00	91,882.00	10%
Washington	5,026.00	5,693.00	10,440.00	11,459.00	11,034.00	12,163.00	12,440.00	16%
Watauga	100,265.00	106,717.00	110,594.00	115,811.00	96,121.00	71,621.00	106,452.00	1%
Wayne	63,816.00	68,677.00	90,237.00	91,906.00	101,856.00	109,476.00	105,451.00	9%
Wilkes	84,659.00	88,134.00	94,574.00	102,547.00	121,273.00	141,396.00	146,189.00	10%
Wilson	34,066.00	35,864.00	37,586.00	39,975.00	42,882.00	43,437.00	47,711.00	6%
Yadkin	10,032.00	10,079.00	25,068.00	39,000.00	41,401.00	42,746.00	44,108.00	28%
Yancey	10,442.00	19,145.30	34,377.39	35,464.00	17,135.00	17,465.44	19,119.00	11%
TOTAL	**4,822,829.91**	**4,956,981.69**	**5,648,802.13**	**6,052,970.44**	**6,749,139.59**	**7,517,905.19**	**8,138,855.40**	9%
AVERAGE	**48,228.30**	**49,569.82**	**56,488.02**	**60,529.70**	**67,491.40**	**75,179.05**	**81,388.55**	9%

Source: NCDVA

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APPENDIX I

Chart Showing the Flow of Claims from selected Counties to the VA Processing Site



Source: OSBM analysis based on county and State information

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APPENDIX J

Veterans Population and VA Expenditures for Fiscal Year 2007 Sorted By Number of Veterans Per State
Summary of Expenditures by State
Expenditures in $000s

State	Veteran Population*	Total Expenditure	Compensation & Pension	Construction	Education & Vocational Rehabilitation	General Operating Expenses	Insurance & Indemnities	Medical Care
Totals	**23,701,354**	**$ 76,339,019**	**$ 34,778,486**	**$ 854,113**	**$ 3,711,511**	**$ 3,385,501**	**$ 1,730,646**	**$ 31,878,761**
California	2,131,939	$ 6,583,832	$ 2,828,638	$ 100,809	$ 334,824	$ 125,227	$ 183,342	$ 3,010,992
Florida	1,746,539	$ 5,701,694	$ 2,755,444	$ 72,199	$ 239,763	$ 95,987	$ 143,365	$ 2,394,935
Texas	1,707,365	$ 6,299,002	$ 3,215,516	$ 17,536	$ 533,510	$ 144,522	$ 105,190	$ 2,282,728
New York	1,065,749	$ 3,579,906	$ 1,257,617	$ 6,441	$ 170,874	$ 92,738	$ 107,289	$ 1,944,947
Pennsylvania	1,057,073	$ 2,850,725	$ 1,167,287	$ 73,037	$ 94,754	$ 109,246	$ 90,000	$ 1,316,400
Ohio	957,889	$ 2,980,035	$ 1,029,533	$ 62,075	$ 90,421	$ 515,546	$ 66,597	$ 1,215,863
Illinois	841,679	$ 2,218,852	$ 739,159	$ 57,506	$ 107,502	$ 78,937	$ 70,672	$ 1,165,075
Virginia	807,326	$ 2,132,746	$ 1,167,854	$ 3,258	$ 152,800	$ 44,808	$ 53,847	$ 710,178
North Carolina	773,630	$ 2,590,226	$ 1,425,344	$ 6,552	$ 140,026	$ 48,488	$ 43,315	$ 926,501
Georgia	765,289	$ 2,363,005	$ 1,227,580	$ 6,460	$ 173,885	$ 73,342	$ 43,089	$ 838,649
Michigan	761,308	$ 1,686,856	$ 797,862	$ 11,822	$ 71,906	$ 34,088	$ 48,117	$ 723,061
Washington	643,302	$ 1,789,112	$ 1,025,951	$ 4,929	$ 101,088	$ 26,600	$ 40,865	$ 589,678
Arizona	567,632	$ 1,690,181	$ 806,046	$ 11,927	$ 91,132	$ 43,628	$ 38,399	$ 699,048
Missouri	530,799	$ 1,572,164	$ 699,361	$ 10,004	$ 64,999	$ 64,984	$ 34,118	$ 698,699
Indiana	517,764	$ 1,220,533	$ 518,640	$ 13,598	$ 46,409	$ 20,164	$ 26,739	$ 594,983
Tennessee	512,156	$ 1,690,497	$ 785,980	$ 8,990	$ 66,404	$ 35,637	$ 27,720	$ 765,766
New Jersey	506,752	$ 1,208,940	$ 549,563	$ 5,152	$ 67,029	$ 12,310	$ 57,659	$ 517,228
Maryland	484,013	$ 1,247,285	$ 546,253	$ 8,748	$ 66,736	$ 18,937	$ 38,382	$ 568,230
Wisconsin	446,415	$ 1,286,555	$ 571,185	$ 563	$ 46,758	$ 29,355	$ 35,705	$ 602,989
Massachusetts	440,901	$ 1,424,278	$ 610,632	$ 4,080	$ 48,975	$ 20,098	$ 47,570	$ 692,924
Colorado	427,706	$ 1,193,107	$ 626,791	$ 13,869	$ 81,898	$ 39,209	$ 29,880	$ 401,460
Alabama	416,947	$ 1,538,627	$ 874,876	$ 10,522	$ 62,808	$ 22,508	$ 22,535	$ 545,377
South Carolina	410,076	$ 1,385,384	$ 756,714	$ 8,074	$ 66,404	$ 22,379	$ 23,861	$ 507,952
Minnesota	408,468	$ 1,281,701	$ 570,266	$ 9,936	$ 45,064	$ 46,985	$ 33,477	$ 575,973
Oregon	351,697	$ 1,242,847	$ 604,850	$ 15,257	$ 51,550	$ 29,416	$ 23,802	$ 517,972
Kentucky	347,013	$ 1,245,659	$ 617,690	$ 2,666	$ 45,861	$ 17,140	$ 18,108	$ 544,194
Oklahoma	338,086	$ 1,455,743	$ 886,984	$ 598	$ 63,227	$ 51,482	$ 19,073	$ 434,379
Louisiana	325,992	$ 1,141,173	$ 571,055	$ 1,292	$ 42,145	$ 18,730	$ 20,452	$ 487,499

APPENDIX J

Veterans Population and VA Expenditures for Fiscal Year 2007 Sorted By Number of Veterans Per State
Summary of Expenditures by State
Expenditures in $000s

State	Veteran Population*	Total Expenditure	Compensation & Pension	Construction	Education & Vocational Rehabilitation	General Operating Expenses	Insurance & Indemnities	Medical Care
Arkansas	262,374	$ 1,201,292	$ 573,664	$ 4,240	$ 34,838	$ 25,576	$ 15,534	$ 547,440
Connecticut	253,800	$ 631,768	$ 213,377	$ 4,368	$ 45,049	$ 10,460	$ 28,848	$ 329,667
Iowa	251,420	$ 677,264	$ 273,938	$ 292	$ 24,636	$ 6,701	$ 20,146	$ 351,552
Nevada	245,773	$ 765,386	$ 321,105	$ 36,989	$ 29,794	$ 10,233	$ 12,556	$ 354,708
Kansas	236,596	$ 680,590	$ 292,485	$ 1,473	$ 32,021	$ 9,920	$ 16,867	$ 327,824
Mississippi	215,804	$ 920,636	$ 400,016	$ 43,304	$ 23,932	$ 20,581	$ 12,638	$ 420,167
New Mexico	179,497	$ 771,533	$ 399,912	$ 2,644	$ 33,234	$ 10,140	$ 12,371	$ 313,233
West Virginia	177,544	$ 897,042	$ 375,149	$ 3,313	$ 59,442	$ 47,234	$ 9,283	$ 402,620
Utah	157,012	$ 448,432	$ 183,098	$ 309	$ 22,656	$ 14,548	$ 11,548	$ 216,272
Nebraska	152,843	$ 517,798	$ 214,673	$ 6,726	$ 24,191	$ 11,144	$ 13,243	$ 247,821
Maine	144,007	$ 565,426	$ 311,564	$ 378	$ 26,452	$ 8,388	$ 9,544	$ 209,100
Idaho	137,152	$ 404,984	$ 201,042	$ 692	$ 18,431	$ 4,721	$ 7,430	$ 172,669
New Hampshire	132,290	$ 358,129	$ 164,806	$ 293	$ 18,917	$ 7,018	$ 9,829	$ 157,266
Puerto Rico	122,640	$ 930,587	$ 466,296	$ 30,669	$ 21,856	$ 15,255	$ 2,468	$ 394,044
Hawaii	118,633	$ 337,437	$ 174,876	$ 414	$ 22,076	$ 9,753	$ 13,195	$ 117,122
Montana	104,391	$ 347,642	$ 180,667	$ 3,096	$ 14,269	$ 5,160	$ 7,193	$ 137,257
Delaware	80,592	$ 188,964	$ 89,792	$ -	$ 8,558	$ 3,219	$ 5,275	$ 82,119
Rhode Island	79,616	$ 275,667	$ 125,657	$ 132	$ 8,231	$ 7,822	$ 8,028	$ 125,797
Alaska	74,557	$ 245,241	$ 119,804	$ 4,240	$ 11,862	$ 3,617	$ 2,500	$ 103,219
South Dakota	74,273	$ 353,250	$ 136,365	$ -	$ 12,716	$ 5,722	$ 4,917	$ 193,530
North Dakota	58,283	$ 181,861	$ 89,404	$ 690	$ 10,384	$ 4,250	$ 3,570	$ 73,562
Wyoming	56,125	$ 193,131	$ 73,166	$ 554	$ 5,831	$ 856	$ 2,874	$ 109,852
Vermont	55,382	$ 177,343	$ 72,725	$ 12	$ 18,819	$ 2,910	$ 4,379	$ 78,499
District of Columbia	39,243	$ 1,666,954	$ 90,232	$ 161,386	$ 14,566	$ 1,257,788	$ 3,241	$ 139,741
Totals	**23,701,354**	**$ 76,339,019**	**$ 34,778,486**	**$ 854,113**	**$ 3,711,511**	**$ 3,385,501**	**$ 1,730,646**	**$ 31,878,761**

Notes:

* Veteran population estimate as of September 30, 2007 by the VA Office of the Actuary (VetPop 2007).

Expenditure data sources: Federal Assistance Awards Data System (FAADS) for Compensation & Pension (C&P) and Readjustment and Vocational

APPENDIX K

Total VA Expenditures for Fiscal Year 2007 Sorted Total Per Veteran
Summary of Expenditures by State
Expenditures in $000s

State	Veteran Population*	Total Expenditure	Total Expen-diture per Veteran	Net Expenditure	Net Expend-iture per Vet-eran	Expenditure Without Medical	Expend-iture per Veteran Without Medical	Compen-sation & Pension	Con-struction	Education & Vocational Rehab-ilitation	General Operating Expenses	Insurance & Indemnities	Medical Care
Totals	**23,701,354**	**$ 76,339,019**	**$ 3,221**	**$ 41,074,757**	**$ 1,733**	**$ 40,220,643**	**$ 1,697**	**$ 34,778,486**	**$ 854,113**	**$ 3,711,511**	**$ 3,385,501**	**$ 1,730,646**	**$ 31,878,761**
District of Columbia	39,243	$ 1,666,954	$ 42,477	$ 295,032	$ 7,518	$ 133,646	$ 3,406	$ 90,232	$ 161,386	$ 14,566	$ 1,257,788	$ 28,848	$ 329,667
Puerto Rico	122,640	$ 930,587	$ 7,588	$ 589,493	$ 4,807	$ 558,824	$ 4,557	$ 466,296	$ 30,669	$ 21,856	$ 15,255	$ 70,672	$ 1,165,075
Oklahoma	338,086	$ 1,455,743	$ 4,306	$ 977,548	$ 2,891	$ 976,950	$ 2,890	$ 886,984	$ 598	$ 63,227	$ 51,482	$ 26,739	$ 594,983
West Virginia	177,544	$ 897,042	$ 5,052	$ 486,022	$ 2,737	$ 482,708	$ 2,719	$ 375,149	$ 3,313	$ 59,442	$ 47,234	$ 48,117	$ 723,061
Arkansas	262,374	$ 1,201,292	$ 4,579	$ 679,340	$ 2,589	$ 675,100	$ 2,573	$ 573,664	$ 4,240	$ 34,838	$ 25,576	$ 66,597	$ 1,215,863
New Mexico	179,497	$ 771,533	$ 4,298	$ 455,936	$ 2,540	$ 453,292	$ 2,525	$ 399,912	$ 2,644	$ 33,234	$ 10,140	$ 20,146	$ 351,552
Alaska	74,557	$ 245,241	$ 3,289	$ 183,476	$ 2,461	$ 179,235	$ 2,404	$ 119,804	$ 4,240	$ 11,862	$ 3,617	$ 47,570	$ 692,924
Alabama	416,947	$ 1,538,627	$ 3,690	$ 1,005,866	$ 2,412	$ 995,344	$ 2,387	$ 874,876	$ 10,522	$ 62,808	$ 22,508	$ 57,659	$ 517,228
Maine	144,007	$ 565,426	$ 3,926	$ 343,669	$ 2,386	$ 343,292	$ 2,384	$ 311,564	$ 378	$ 26,452	$ 8,388	$ 5,275	$ 82,119
Mississippi	215,804	$ 920,636	$ 4,266	$ 505,633	$ 2,343	$ 462,329	$ 2,142	$ 400,016	$ 43,304	$ 23,932	$ 20,581	$ 38,382	$ 568,230
South Carolina	410,076	$ 1,385,384	$ 3,378	$ 938,481	$ 2,289	$ 930,407	$ 2,269	$ 756,714	$ 8,074	$ 66,404	$ 22,379	$ 107,289	$ 1,944,947
Texas	1,707,365	$ 6,299,002	$ 3,689	$ 3,856,563	$ 2,259	$ 3,839,026	$ 2,249	$ 3,215,516	$ 17,536	$ 533,510	$ 144,522	$ 90,000	$ 1,316,400
South Dakota	74,273	$ 353,250	$ 4,756	$ 165,948	$ 2,234	$ 165,948	$ 2,234	$ 136,365	$ -	$ 12,716	$ 5,722	$ 16,867	$ 327,824
Rhode Island	79,616	$ 275,667	$ 3,462	$ 172,419	$ 2,166	$ 172,287	$ 2,164	$ 125,657	$ 132	$ 8,231	$ 7,822	$ 38,399	$ 699,048
Vermont	55,382	$ 177,343	$ 3,202	$ 119,276	$ 2,154	$ 119,264	$ 2,153	$ 72,725	$ 12	$ 18,819	$ 2,910	$ 27,720	$ 765,766
North Carolina	773,630	$ 2,590,226	$ 3,348	$ 1,583,470	$ 2,047	$ 1,576,918	$ 2,038	$ 1,425,344	$ 6,552	$ 140,026	$ 48,488	$ 11,548	$ 216,272
Kentucky	347,013	$ 1,245,659	$ 3,590	$ 701,921	$ 2,023	$ 699,256	$ 2,015	$ 617,690	$ 2,666	$ 45,861	$ 17,140	$ 35,705	$ 602,989
Louisiana	325,992	$ 1,141,173	$ 3,501	$ 648,610	$ 1,990	$ 647,318	$ 1,986	$ 571,055	$ 1,292	$ 42,145	$ 18,730	$ 34,118	$ 698,699
Oregon	351,697	$ 1,242,847	$ 3,534	$ 681,486	$ 1,938	$ 666,229	$ 1,894	$ 604,850	$ 15,257	$ 51,550	$ 29,416	$ 9,829	$ 157,266
Montana	104,391	$ 347,642	$ 3,330	$ 200,906	$ 1,925	$ 197,810	$ 1,895	$ 180,667	$ 3,096	$ 14,269	$ 5,160	$ 2,874	$ 109,852
Georgia	765,289	$ 2,363,005	$ 3,088	$ 1,441,401	$ 1,883	$ 1,434,942	$ 1,875	$ 1,227,580	$ 6,460	$ 173,885	$ 73,342	$ 33,477	$ 575,973
Florida	1,746,539	$ 5,701,694	$ 3,265	$ 3,250,748	$ 1,861	$ 3,178,548	$ 1,820	$ 2,755,444	$ 72,199	$ 239,763	$ 95,987	$ 183,342	$ 3,010,992
North Dakota	58,283	$ 181,861	$ 3,120	$ 107,909	$ 1,851	$ 107,219	$ 1,840	$ 89,404	$ 690	$ 10,384	$ 4,250	$ 7,430	$ 172,669
Colorado	427,706	$ 1,193,107	$ 2,790	$ 776,405	$ 1,815	$ 762,536	$ 1,783	$ 626,791	$ 13,869	$ 81,898	$ 39,209	$ 53,847	$ 710,178
Washington	643,302	$ 1,789,112	$ 2,781	$ 1,144,524	$ 1,779	$ 1,139,595	$ 1,771	$ 1,025,951	$ 4,929	$ 101,088	$ 26,600	$ 12,556	$ 354,708
Hawaii	118,633	$ 337,437	$ 2,844	$ 210,610	$ 1,775	$ 210,195	$ 1,772	$ 174,876	$ 414	$ 22,076	$ 9,753	$ 13,243	$ 247,821
Nevada	245,773	$ 765,386	$ 3,114	$ 428,754	$ 1,745	$ 391,764	$ 1,594	$ 321,105	$ 36,989	$ 29,794	$ 10,233	$ 40,865	$ 589,678
Nebraska	152,843	$ 517,798	$ 3,388	$ 258,785	$ 1,693	$ 252,059	$ 1,649	$ 214,673	$ 6,726	$ 24,191	$ 11,144	$ 13,195	$ 117,122
Tennessee	512,156	$ 1,690,497	$ 3,301	$ 865,753	$ 1,690	$ 856,763	$ 1,673	$ 785,980	$ 8,990	$ 66,404	$ 35,637	$ 4,379	$ 78,499
Virginia	807,326	$ 2,132,746	$ 2,642	$ 1,353,793	$ 1,677	$ 1,350,535	$ 1,673	$ 1,167,854	$ 3,258	$ 152,800	$ 44,808	$ 29,880	$ 401,460
Minnesota	408,468	$ 1,281,701	$ 3,138	$ 668,355	$ 1,636	$ 658,419	$ 1,612	$ 570,266	$ 9,936	$ 45,064	$ 46,985	$ 43,089	$ 838,649

APPENDIX K

Total VA Expenditures for Fiscal Year 2007 Sorted Total Per Veteran
Summary of Expenditures by State
Expenditures in $000s

State	Veteran Population*	Total Expenditure	Total Expen-diture per Veteran	Net Expenditure	Net Expend-iture per Vet-eran	Expenditure Without Medical	Expend-iture per Veteran Without Medical	Compen-sation & Pension	Con-struction	Education & Vocational Rehab-ilitation	General Operating Expenses	Insurance & Indemnities	Medical Care
Idaho	137,152	$ 404,984	$ 2,953	$ 223,735	$ 1,631	$ 223,042	$ 1,626	$ 201,042	$ 692	$ 18,431	$ 4,721	$ 3,570	$ 73,562
Arizona	567,632	$ 1,690,181	$ 2,978	$ 917,134	$ 1,616	$ 905,207	$ 1,595	$ 806,046	$ 11,927	$ 91,132	$ 43,628	$ 8,028	$ 125,797
California	2,131,939	$ 6,583,832	$ 3,088	$ 3,407,637	$ 1,598	$ 3,306,827	$ 1,551	$ 2,828,638	$ 100,809	$ 334,824	$ 125,227	$ 143,365	$ 2,394,935
Utah	157,012	$ 448,432	$ 2,856	$ 249,378	$ 1,588	$ 249,070	$ 1,586	$ 183,098	$ 309	$ 22,656	$ 14,548	$ 43,315	$ 926,501
New Hampshire	132,290	$ 358,129	$ 2,707	$ 207,818	$ 1,571	$ 207,525	$ 1,569	$ 164,806	$ 293	$ 18,917	$ 7,018	$ 23,802	$ 517,972
Wyoming	56,125	$ 193,131	$ 3,441	$ 86,743	$ 1,546	$ 86,189	$ 1,536	$ 73,166	$ 554	$ 5,831	$ 856	$ 7,193	$ 137,257
Massachusetts	440,901	$ 1,424,278	$ 3,230	$ 666,186	$ 1,511	$ 662,106	$ 1,502	$ 610,632	$ 4,080	$ 48,975	$ 20,098	$ 2,500	$ 103,219
Missouri	530,799	$ 1,572,164	$ 2,962	$ 794,816	$ 1,497	$ 784,812	$ 1,479	$ 699,361	$ 10,004	$ 64,999	$ 64,984	$ 20,452	$ 487,499
Wisconsin	446,415	$ 1,286,555	$ 2,882	$ 636,613	$ 1,426	$ 636,051	$ 1,425	$ 571,185	$ 563	$ 46,758	$ 29,355	$ 18,108	$ 544,194
Kansas	236,596	$ 680,590	$ 2,877	$ 330,897	$ 1,399	$ 329,424	$ 1,392	$ 292,485	$ 1,473	$ 32,021	$ 9,920	$ 4,917	$ 193,530
New York	1,065,749	$ 3,579,906	$ 3,359	$ 1,458,793	$ 1,369	$ 1,452,352	$ 1,363	$ 1,257,617	$ 6,441	$ 170,874	$ 92,738	$ 23,861	$ 507,952
Pennsylvania	1,057,073	$ 2,850,725	$ 2,697	$ 1,440,268	$ 1,363	$ 1,367,232	$ 1,293	$ 1,167,287	$ 73,037	$ 94,754	$ 109,246	$ 105,190	$ 2,282,728
Delaware	80,592	$ 188,964	$ 2,345	$ 107,894	$ 1,339	$ 107,894	$ 1,339	$ 89,792	$ -	$ 8,558	$ 3,219	$ 9,544	$ 209,100
Maryland	484,013	$ 1,247,285	$ 2,577	$ 634,374	$ 1,311	$ 625,626	$ 1,293	$ 546,253	$ 8,748	$ 66,736	$ 18,937	$ 12,638	$ 420,167
New Jersey	506,752	$ 1,208,940	$ 2,386	$ 644,279	$ 1,271	$ 639,126	$ 1,261	$ 549,563	$ 5,152	$ 67,029	$ 12,310	$ 22,535	$ 545,377
Ohio	957,889	$ 2,980,035	$ 3,111	$ 1,197,562	$ 1,250	$ 1,135,488	$ 1,185	$ 1,029,533	$ 62,075	$ 90,421	$ 515,546	$ 15,534	$ 547,440
Iowa	251,420	$ 677,264	$ 2,694	$ 311,236	$ 1,238	$ 310,945	$ 1,237	$ 273,938	$ 292	$ 24,636	$ 6,701	$ 12,371	$ 313,233
Michigan	761,308	$ 1,686,856	$ 2,216	$ 890,872	$ 1,170	$ 879,050	$ 1,155	$ 797,862	$ 11,822	$ 71,906	$ 34,088	$ 9,283	$ 402,620
Indiana	517,764	$ 1,220,533	$ 2,357	$ 597,720	$ 1,154	$ 584,122	$ 1,128	$ 518,640	$ 13,598	$ 46,409	$ 20,164	$ 19,073	$ 434,379
Illinois	841,679	$ 2,218,852	$ 2,636	$ 906,635	$ 1,077	$ 849,130	$ 1,009	$ 739,159	$ 57,506	$ 107,502	$ 78,937	$ 2,468	$ 394,044
Connecticut	253,800	$ 631,768	$ 2,489	$ 266,034	$ 1,048	$ 261,667	$ 1,031	$ 213,377	$ 4,368	$ 45,049	$ 10,460	$ 3,241	$ 139,741
				$ -									
Totals	23,701,354	$ 76,339,019	$ 3,221	$ 41,074,757	$ 1,733	$ 40,220,643	$ 1,697	$ 34,778,486	$ 854,113	$ 3,711,511	$ 3,385,501	$ 1,730,646	$ 31,878,761

Notes:

* Veteran population estimate as of September 30, 2007 by the VA Office of the Actuary (VetPop 2007).

Expenditure data sources: Federal Assistance Awards Data System (FAADS) for Compensation & Pension (C&P) and Readjustment and Vocational Rehabilitation Benefits; Veterans Benefits Administration Insurance Center for the Insurance costs; the VA Financial M

Source: United States Department of Veterans Affairs

Human Resources/Payroll Update

Legislative Presentation

March, 2009

- History
- Current Status
- Critical Success Factors

David McCoy, State Controller

History

- Legislature directed OSC to determine the feasibility of implementing a new business infrastructure for state government
  - Inventory and assessment of existing systems completed in April 03
  - Blueprint for selecting improvement approach completed in October 03
- Legislature approved the recommendation to move forward with an Enterprise Resource Planning (ERP) solution that would be one integrated system. They further agreed that the approach should be a phased-in approach, implemented over a number of years, beginning with those systems at greatest risk of failure
  - The HR and Payroll systems were the first systems prioritized for replacement
- The selected software solution is SAP
- The selected vendors for the first phase project (HR/Payroll) are: HR/Payroll Integrator: BearingPoint; Shared Services: Deloitte; Data Migration: Keane; End User Training: Ciber

Highlights

Timeline

- HR/Payroll system was implemented on schedule and on budget (12/2007 & 4/2008 Go Lives)

Payroll Cycles Run

- Bi-weekly: 31 cycles (538,083 payments)
- Monthly: 14 cycles (751,124 payments)

Communication

- HR/Payroll / BEST website created to communicate with stakeholders / employees
- Continuous, open communications with Agencies
  - Drumbeat messaging to agencies on HR/Payroll progress.

Training

- Over 3,000 classes and over 700 workshops have been provided since Go Live
- Proactive reach-out to Agencies for specific requirements
- Course conversion to enable distance learning

Support

- HR/Payroll Production Support Team transitioning from consultants to FTE's
- BEST Shared Service Ctr. maturing (process & knowledge)
- Implemented Agency Change Control Board to prioritize enhancement requests
- Established Release Process to deliver enhancements
- Established Testing Strategy

BEST Support Stats - March 7, 2009

Ticket Category	Total # Submitted	% of Total Submitted	Total Open	% of Cat. Open
Benefits	35,984	23.6%	164	0.5%
Hardware	1	0.0%	0	0.0%
Interface	25	0.0%	3	12.0%
Miscellaneous	6	0.0%	0	0.0%
Organization Management	2,348	1.5%	39	1.7%
Other	5,908	3.9%	20	0.3%
Payroll	36,892	24.2%	597	1.6%
Personnel Administration	15,318	10.0%	183	1.2%
PMIS Support	1,518	1.0%	5	0.3%
Public Information	4	0.0%	1	25.0%
Recruitment	6	0.0%	0	0.0%
SAP System	25,771	16.9%	113	0.4%
Software	2	0.0%	1	50.0%
Time	28,414	18.6%	1,208	4.3%
Training	500	0.3%	0	0.0%
Total	152,697		2,334	1.5%

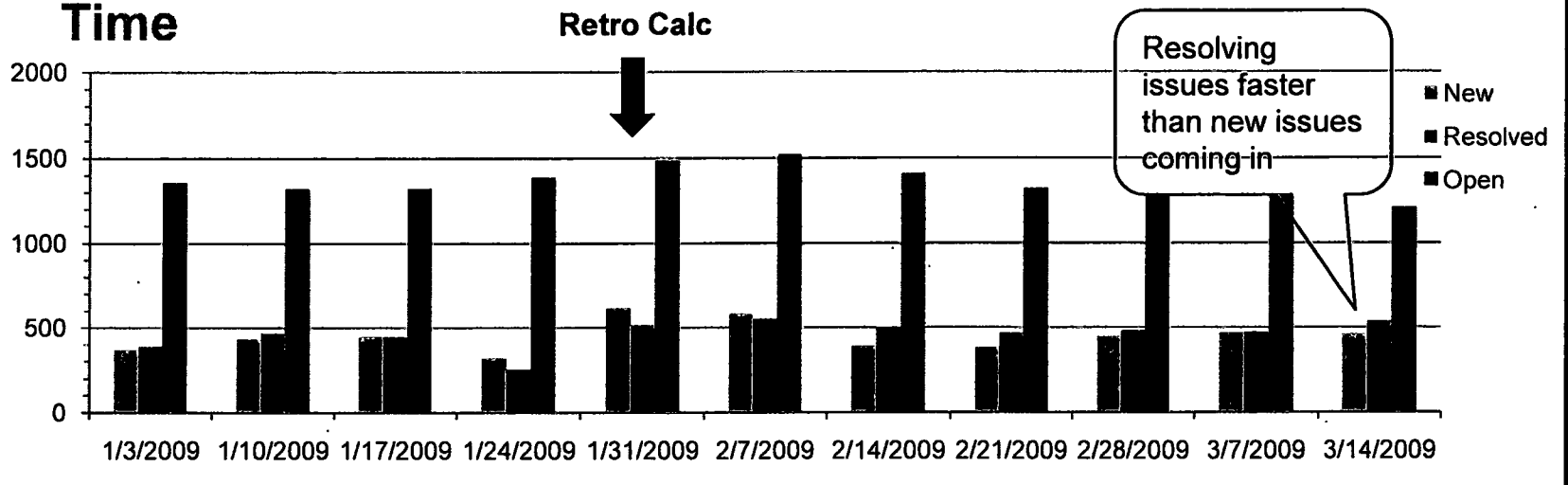
Those tickets remaining open are for various reasons. Some are:

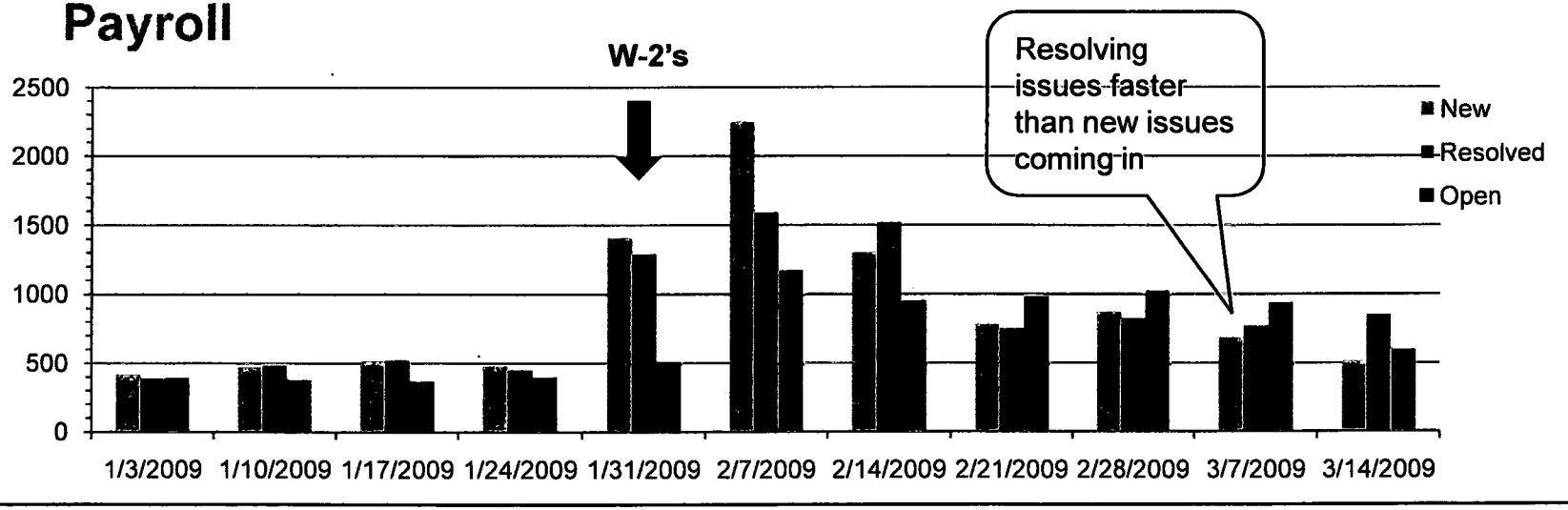
- Pending an action by an agency or other team
- Being researched
- Pending a configuration change that is being developed
- On a list to be addressed

* Since Dec 2007, April 2008 Go Live

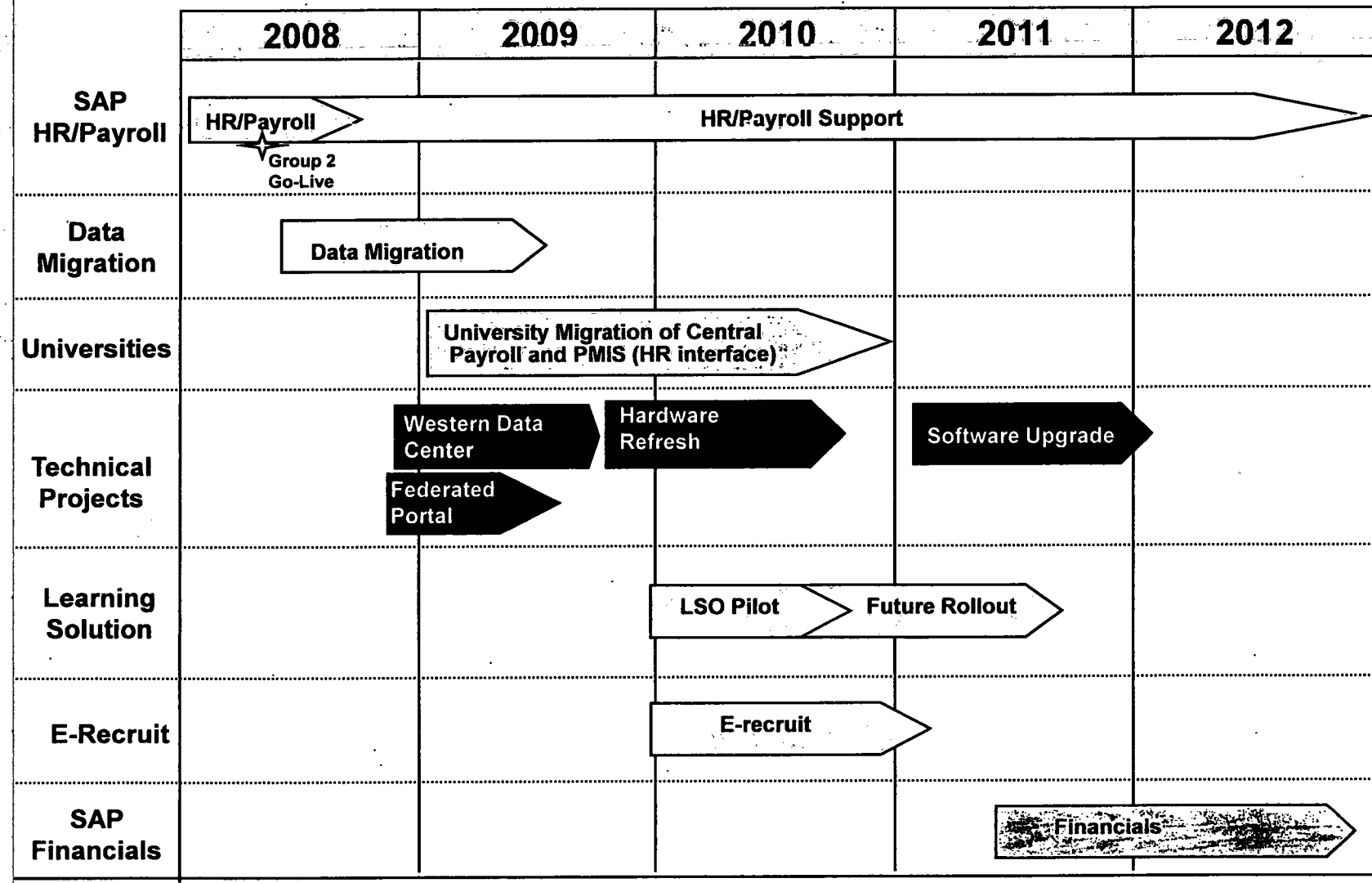
2246 on 3/7

BEST Time/Payroll Issues (2009)





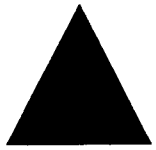
ERP Projects – 5 Year Plan



Critical Success Factors

Implement ➡ Operate

One-Time Costs ➡ Recurring Costs



Critical Link

Sustainable FTE's and $

- Contractors/External Support reduced from a peak of over 100 at Go Live to 13 as of 3/1/2009
- OSC Production Support employees have only increased from 43 to 45 during this time
- Steady state achievable with additional 19 FTE's/$2.4M to replace remaining contractors and necessary to continue maintenance and operations with state employees

Challenges

- Resources
  - Training
    - Currently one full-time trainer, one time-limited trainer
    - Training continues with agency turnover, refresh training
    - 35-40 classes scheduled per month; 350-400 students trained per month
  - Production Support
    - Using consultants for daily operations and maintenance
    - Team at 100% capacity with:
      - Projects in pipeline (Data Migration, Federated Portal, etc)
      - Break-Fix, Enhancements
        - » Approximately 175 items in the queue to be worked

- Use of Appropriated $

	FY 2009-10	FY 2010-11
– Hire Staff (**5** in '09-'10, **10** in '10-'11)	$338K	$826K
– ITS Headcount, Hosting Support	$262K	$262K
– SAP Maintenance Increase		$112K
Total	$600K	$1.2M

Questions

Questions?

MINUTES

Appropriations Subcommittee on General Government

Wednesday, March 25, 2009
4:00 p.m.
House Chamber

The Appropriations Subcommittee on General Government met on Wednesday, March 25, 2009, immediately after Session around Representative Wainwright's desk in the House Chamber. The following members were present: Representatives Underhill and Fisher, Chairs; Representatives Whilden and Tucker.

Representative Underhill, Chair, called the meeting to order at 4:00 p.m.

The first order of business was HB 494 SUPERIOR COURT JUDGE MAY PERFORM MARRIAGE. Representative Wainwright, the bill's sponsor, was recognized to speak on the bill. After a brief explanation of the bill, Representative Wainwright welcomed questions from the committee. Hearing no questions, Representative Tucker made the motion bill receive a favorable report. All were in favor and the motion passed.

With no further business before the committee, the meeting adjourned at 4:10 p.m.

Alice G. Underhill

Representative Alice Underhill, Chair

HOUSE BILL 494

Short Title:	Superior Court Judge May Perform Marriage.	(Public)
Sponsors:	Representatives Wainwright, Blue, Pierce (Primary Sponsors); Hughes, Mackey, and Wray.	
Referred to:	Judiciary II, if favorable, Appropriations.	

March 9, 2009

A BILL TO BE ENTITLED

AN ACT ALLOWING A SUPERIOR COURT JUDGE TO PERFORM MARRIAGE CEREMONIES.

The General Assembly of North Carolina enacts:

SECTION 1. G.S. 51-1 reads as rewritten:

"**§ 51-1. Requisites of marriage; solemnization.**

A valid and sufficient marriage is created by the consent of a male and female person who may lawfully marry, presently to take each other as husband and wife, freely, seriously and plainly expressed by each in the presence of the other, either:

(1) a. In the presence of an ordained minister of any religious denomination, a minister authorized by a church, judge of the superior court, or a magistrate; and

b. With the consequent declaration by the ~~minister~~ minister, judge of the superior court, or magistrate that the persons are husband and wife; or

(2) In accordance with any mode of solemnization recognized by any religious denomination, or federally or State recognized Indian Nation or Tribe.

Marriages solemnized before March 9, 1909, by ministers of the gospel licensed, but not ordained, are validated from their consummation."

SECTION 2. This act becomes effective April 8, 2009, and expires April 15, 2009.

2009 PERMANENT SUBCOMMITTEE REPORT
HOUSE OF REPRESENTATIVES

FOR RECOMMENDING BILLS TO STANDING COMMITTEE OR TO THE FLOOR OF THE HOUSE
The following report(s) from permanent sub committee(s) is/are presented:

By Representative(s) Fisher, Underhill (Chairs) for the Appropriations Subcommittee on General Government.

☐Committee Substitute for
HB 494 A BILL TO BE ENTITLED AN ACT ALLOWING A SUPERIOR COURT JUDGE TO PERFORM MARRIAGE CEREMONIES.

WITH APPROVAL OF STANDING COMMITTEE CHAIR(S) FOR REPORT TO BE MADE DIRECTLY TO THE FLOOR OF THE HOUSE:

Representative Michaux, Adams, Alexander, Crawford, Haire, Jeffus, Tolson, Yongue (Chairs) for the Standing Committee on Appropriations.

☒With a favorable report.

(FOR JOURNAL USE ONLY)

_____ Pursuant to Rule 32(a), the bill/resolution is re-referred to the Committee on _____.

_____ Pursuant to Rule 36(b), the bill/resolution is placed on the Calendar of _____.

3/25/09

Mischaex
2 Approp. Chairs

HOUSE ATTENDANCE after Session

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

Rep. Chamber - Wainwright's Desk

DATES	3/25														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair															
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown															
Rep. George Cleveland															
Rep. Elmer Floyd															
Rep. Grey Mills															
Rep. Jane Whilden	✓														

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

April 15, 2009

Minutes

The House Appropriations Subcommittee on General Government met on Wednesday, April 15, 2009 at 8:30 AM in Room 1425.

Members of the Subcommittee on General Government present were: Representatives Fisher and Underhill (Chairs); Steen and Tucker (Vice-Chairs), Cleveland, Floyd, Mills and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Michele Nelson, Fiscal Staff, was called on to explain the directions from the full chairs. The meeting schedule and calendar was also discussed. Ms. Nelson also discussed the Special Provisions package that has been given to the committee members (Attachment 3).

Mr. Dennis Patterson, Legislative Liaison, State Auditor's Office will provide information to the committee regarding annual audits for non-profits.

A question and answer period followed and discussion was held. The meeting adjourned at 9:35 A.M.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA
HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
April 15, 2009
8:30 a.m.
Room 1425

Representative Alice Underhill, Chairing
Representative Susan Fisher

Discussion of House Appropriations' Calendar, Budget Review, and Bill Preparation

Review and Discussion of the Senate Appropriations Subcommittee on General Government's 2009-11 Biennial Budget Adjustments and Special Provisions for General Government Agencies

VISITOR REGISTRATION SHEET

House Appropriations on General Gov — April 15 2009

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Rodney Bass	NCGA
Jack Hubbard	OSBM
DEWEY STEPHENS	Do Admin.
Will Parry-Hise	NCHFA
Cindy Gilliam	NC OSA
Pam Worthan	DST
Alicia Dorr	MWC
Vicky Young	NCDOT
Robert Wilson	SOS
[illegible]	DMRS

House Pages

House Appropriations on
Name Of Committee: General Gov Date: April 14 2009

1. Name: Rheanja Willis
   County: Durham
   Sponsor: Cleveland
2. Name: Drew Day
   County: Person
   Sponsor: Wilkins
3. Name:
   County:
   Sponsor:
4. Name:
   County:
   Sponsor:
5. Name:
   County:
   Sponsor:

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Martha Tarnock
3. Name:
4. Name:

VISITOR REGISTRATION SHEET

House Appropriations on General Gov — April 15 2009

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Solar	TREASURER
Dick Barnes	OSA
Dennis Patterson	OSA
Kara Wells	arts North Carolina
Sarah Becker	NCCASA
Chris Agan	DOA
Melanie Soles	DCR
RALPH GABLE	SBE
PHIL TAISON	Co. Comm. CAMDEN

HOUSE APPROPRIATIONS SUBCOMMITTEES
APPROACH TO DEVELOPING THE 2009-11 BIENNIAL BUDGET
SPECIFIC AREAS TO REVIEW

Due to the magnitude of the current fiscal crisis and the significant budget gaps projected for the next two to four fiscal years, subcommittees are being asked to implement a targeted approach to developing the budget.

As you meet with your subcommittees over the next three to four weeks, examine the following:

1. **Require Agencies and Nonprofits to Justify The Budget**
   Build on the General Assembly's past and current justification and continuation review initiatives: require state agencies and nonprofits to justify continuing some expenditures. You should use this approach for:
   - Individual programs, including non-essential, ineffective, obsolete, redundant or new (created in the past four years) programs and services.
   - Specific line items within programs. (See list on back of page.)

2. **Use Governmental and Proprietary Fund Cash Balances**
   Cash balances can be transferred to the General Fund, or expenditures can be transferred to the other funds.

3. **Eliminate Vacant Positions**
   Consider cutting vacant positions, especially those vacant for 6 months or more as of January 1, 2009 (excluding public school teachers). Note: The Governor budgeted some salaries at less than 100%; this will affect budget reductions that are based on eliminating positions.

4. **Increase or Implement Fees**
   Examine fees to determine if any increases are appropriate and could be used to offset operating appropriations.

5. **Examine Rate Changes**
   If the base budget contains rate increases, such as built-in contract increases, these increases should be eliminated if possible.

6. **Change Funding Formulas**
   Funding allocation formulas to determine if changes can be implemented to improve the method and achieve cost savings.

7. **Use Federal American Recovery and Reinvestment Act (ARRA) funds**
   Budget any relevant federal Recovery funds. To the extent possible and allowed by federal regulations, use the funds for supplanting and for non-recurring needs. The Governor's budget uses some Recovery funds for expansions; some of these dollars can be used to supplant. Other dollars have not yet been budgeted at all.

8. **Finally, Consider Applicable Recommendations Found In Any of the Following:**
   - Reports issued by the General Assembly's Program Evaluation Division
   - Audits or studies, including reports mandated in S.L. 2007-323 and S.L. 2008-107;
   - Past Justification Reviews; prior- and current-year Continuation Reviews.

Specific Line Items within Programs That Should be Justified by Agencies

1. Direct appropriations and grants to nonprofit organizations
2. Contracted personal services
3. Miscellaneous contractual services
4. Rental/lease of equipment
5. Travel and other employee expense
6. Cellular phone services
7. Furniture and equipment replacement schedules
8. Discretionary grants
9. Directed grants
10. Loans
11. Other aids and grants
12. Any other programs and expenditures identified by the subcommittees as appropriate for review using a justification review approach.

House Appropriations Schedule as of 4/14/09

April

Sun	Mon	Tue	Wed	Thu	Fri	Sat
			1 Senate Meetings	**2** Senate Meetings	**3** Senate Meetings	**4**
5	**6** Senate Meetings	**7** Senate Meetings	**8** Senate Meetings PASSOVER BEGINS	**9** Senate Passes Bill	**10** HOLIDAY	**11**
12 EASTER	**13** House Begins Work	**14** House Subcommittees Meet	**15** House Subcommittees Meet	**16** House Subcommittees Meet	**17** House Subcommittees Meet	**18**
19	**20** House Subcommittees - Reduction Options	**21** House Subcommittees - Reduction Options	**22** 8:30 AM: Joint Approps re: Prisons	**23** House Subcommittees - Reduction Options	**24** House Subcommittees -Reduction Options	**25**
26	**27** House Subcommittees - Reduction Options	**28** House Subcommittees Reduction Options	**29** House Subcommittees Reduction Options	**30** House Subcommittees Reduction Options		

2009

House Appropriations Schedule as of 4/14/09

May

Sun	Mon	Tue	Wed	Thu	Fri	Sat
					1 House Subcommittees -Reduction Options	**2**
3	**4** House Subcommittees -Receive Targets	**5** House Subcommittees	**6** House Subcommittees	**7** House Subcommittees	**8** Subcommittees Complete Work	**9**
10 MOTHER'S DAY	**11** House Subcommittees -Report to Full Chairs	**12** House Subcommittees -Report to Full Chairs	**13** House Subcommittees -Report to Full Chairs	**14** Subcommittees Vote CROSSOVER DEADLINE	**15** House Full Chairs Complete Work	**16**
17	**18**	**19**	**20**	**21**	**22** House Passes Bill	**23**
24	**25** MEMORIAL DAY	**26** Conferees Appointed	**27**	**28**	**29**	**30**
31	[CONFERENCE BEGINS JUNE 1ST]					

2009

House Appropriations Schedule as of 4/14/09

April

Sun	*Mon*	*Tue*	*Wed*	*Thu*	*Fri*	*Sat*
			1 Senate Meetings	**2** Senate Meetings	**3** Senate Meetings	**4**
5	**6** Senate Meetings	**7** Senate Meetings	**8** Senate Meetings PASSOVER BEGINS	**9** Senate Passes Bill	**10** HOLIDAY	**11**
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2009

House Appropriations Schedule as of 4/24/09

May

Sun	*Mon*	*Tue*	*Wed*	*Thu*	*Fri*	*Sat*
					1 House Subcommittees -Reduction Options	**2**
3	**4** House Subcommittees -Receive Targets	**5** House Subcommittees	**6** House Subcommittees	**7** House Subcommittees	**8** Subcommittees Complete Work	**9**
10 MOTHER'S DAY	**11** House Subcommittees -Report to Full Chairs	**12** House Subcommittees -Report to Full Chairs	**13** House Subcommittees -Report to Full Chairs	**14** Subcommittees Vote CROSSOVER DEADLINE	**15** House Full Chairs Complete Work	**16**
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31	[CONFERENCE BEGINS JUNE 1ST]					

2009

SENATE APPROPRIATIONS COMMITTEE

REPORT
ON THE
CONTINUATION, EXPANSION
AND
CAPITAL BUDGETS

Senate Bill 202 – 3rd Edition

April 8th, 2009

GENERAL GOVERNMENT
Section J

Administration

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	$78,170,163		$78,362,881	

Legislative Changes

1111 Office of the Secretary

1 Justice for Sterilization Victims Foundation — $250,000 NR

Funding is provided for planning efforts associated with the establishment of the Justice for Sterilization Victims Foundation. This foundation will provide justice and compensate victims who were forcibly sterilized by the State of North Carolina between 1929 and 1974.

See #21

2 Eliminate Continuation Budget Increase — ($1,578,280) R ($1,578,280) R

Eliminate funding increase in continuation budget:

531311 Temp Wages	($100,864)
531321 Cont Empl Per IRS	($ 21,149)
531411 OT Pay	($196,843)
531421 Holiday Pay	(4,619)
531431 Shift Prem Pay	($ 43,642)
531441 Callbk/Stby Prem Pay	($ 27,896)
531631 Wrker Comp-Med Payments	($ 44,090)
531632 Wrker Comp-Temp Dis Paym	($ 20,858)
532150 Academic Services	($ 24,543)
532170 Admin Services	($104,089)
532199 Misc Contractual Svs	($284,817)
532210 Eng Ser-Electrical	($288,117)
532220 Eng Ser-Nat gas/Propn	($416,753)

1123 Historically Underutilized Businesses

3 Reduction to Historically Underutilized Businesses — ($43,473) R ($43,473) R

Reduce appropriation to Historically Underutilized Businesses.

1230 Non-Public Education

4 Reduction to Non-Public Education — ($17,833) R ($17,833) R

Reduce appropriation to Non-Public Education.

1264 Telecommunications Office

5 Reduction to Telecommunications Office — ($32,781) R ($32,781) R

Reduce appropriation to Telecommunications Office.

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
1311 Office of State Personnel				
6 Eliminate Scanning Function of Applications Eliminate funding to support the scanning of all North Carolina state government job applications. This recommendation includes the elimination of one filled position.	($36,535) -1.00	R	($36,535) -1.00	R
1623 State Capitol Police				
7 Transfer of State Capitol Police to Crime Control Type I transfer of the State Capitol Police Division from the Department of Administration to the Department of Crime Control and Public Safety. Of the total positions transferred, 6.25 will be used to support the division's fiscal, policy, and administrative functions.	($3,675,861) -89.25	R	($3,675,861) -89.25	R
1732 Displaced Homemakers Program				
8 Reduction to Displaced Homemakers Program Fund Reduce appropriation to Displaced Homemakers Program Fund.	($20,096)	R	($20,096)	R
1734 Rape Crisis Program				
9 Reduction to Sexual Assault/Rape Crisis Funds Reduce appropriation to Sexual Assault/Rape Crisis Funds.	($195,175)	R	($195,175)	
1741 Human Relations Commission				
10 Reduction to Human Relations Commission Reduce appropriation to Human Relations Commission.	($39,352)	R	($39,352)	R
1742 MLK Commission				
11 Reduction to MLK Commission Reduce appropriation to MLK Commission.	($3,379)	R	($3,379)	R
1761 Youth Involvement Office				
12 Reduction to Youth Involvement Office Reduce appropriation to Youth Involvement Office.	($50,752)	R	($50,752)	R
13 Reduction to Youth Involvement Grant Program Reduce appropriation to Youth Involvement Grant Program.	($416)	R	($416)	R
1771 Veterans Affairs				
14 Reduce Aid to Counties Reduce Aid to Counties funding.	($12,032)	R	($12,032)	

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
1771 Veterans Affairs				
15 Shift Three Positions to Receipt Support Shift three appropriated Veterans Affairs positions to receipt support. The positions will now be supported through burial fee receipts that are collected by veterans cemeteries operated by the Department of Administration.	($114,175) -3.00	R	($114,175) -3.00	R
16 Reduction to Veterans Affairs Reduce appropriation to Veterans Affairs.	($364,551)	R	($364,551)	R
1782 Domestic Violence Center				
17 Reduction to Domestic Violence Center Fund Reduce appropriation to Domestic Violence Center Fund.	($340,405)	R	($340,405)	R
1861 Commission on Indian Affairs				
18 Reduction to Commission on Indian Affairs Reduce appropriation to Commission on Indian Affairs.	($25,549)	R	($25,549)	R
7251 State Parking System				
19 Restore Funding for the State Parking System Restore funding for the State Parking System, which is a receipt-supported program (budget code 74103) that is currently under a legislatively required Continuation Review. Funding will be restored at the current level ($1,667,708), which includes support for 12.75 positions.				
Department-Wide				
20 Eliminate Vacant Positions Eliminate 20 vacant positions across the agency.	($976,196) -20.00	R	($976,196) -20.00	R
21 Management Flexibility Reserve Create Management Flexibility Reserve.	* ($563,504) See #2	R	($563,504)	R
22 Reduce Temporary Wages Reduce temporary wages funding across the agency.	($11,842)	R	($11,842)	R
23 Reduce Various Operating Accounts Reduce various operating accounts across the agency.	($839,546) ($315,011)	R NR	($839,546) ($315,011)	R NR

($2,141,784)

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
Total Legislative Changes	**($8,941,733)**	**R**	**($8,941,733)**	**R**
	($65,011)	**NR**	**($315,011)**	**NR**
Total Position Changes	-113.25		-113.25	
Revised Budget	**$69,163,419**		**$69,106,137**	

Auditor

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$14,389,111**		**$14,405,383**	
Legislative Changes				
1210 Field Audit				
24 Eliminate Continuation Budget Increase	($636,675)	R	($636,675)	R
Eliminate increase in the continuation budget:				
532120 Financial Audit Services ($322,504)				
532199 Misc Contractual Svs ($314,171)				
1210 Field Audit Division				
25 Eliminate Grants Training Unit	($300,797)	R	($300,797)	R
Eliminate the Grants Training Unit, including the elimination of five positions.	-5.00		-5.00	
Department-Wide				
26 Reduce Various Operating Accounts				
Reduce various operating accounts across the agency.	($100,266)	NR	($100,266)	NR
27 Management Flexibility Reserve	($126,861)	R	($126,861)	R
Create Management Flexibility Reserve.				
Total Legislative Changes	**($1,064,333)**	R	**($1,064,333)**	R
	($100,266)	NR	**($100,266)**	NR
Total Position Changes	-5.00		-5.00	
Revised Budget	**$13,224,512**		**$13,240,784**	

Cultural Resources

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$77,933,037**		**$79,329,609**	

Legislative Changes

1120 Administrative Services

See #36

28 Eliminate Continuation Budget Increase * ($898,648) R ($898,648) R

Eliminate funding increases in continuation budget both fiscal years:

T

531311 Temp Wages	($442,469)
531411 OT Pay	($ 55,352)
531421 Holiday Pay	($ 5,582)
531431 Shift Prem Pay	($ 7,156)
531627 Short Term Disab	($ 20,049)
531631 Worker Comp-Med Payments	($ 33,327)
532199 Misc Contractual Svs	($334,713)

1241 State Historic Sites

29 Reductions to State Historic Sites ($589,968) R ($589,968) R

Reduce the budget of each State Historic Site listed below by 6.4% each fiscal year and report the reductions to the General Assembly by September 1, 2009:

New

Alamance Battleground
Aycock Birthplace
Historic Bath
Bennett Place
Bentonville Battleground
Brunswick Town
Charlotte Hawkins Brown Memorial
CSS Neuse and Governor Caswell Memorial
Duke Homestead
Fort Dobbs
Fort Fisher
Historic Halifax
Horne Creek
House in the Horseshoe
Historic Edenton
North Carolina Transportation Museum
Polk Memorial
Reed Gold Mine
Somerset Place
Town Creek Indian Mound
Vance Birthplace
Thomas Wolfe Memorial
Historic Stagville

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide	See # 28			
36 Management Flexibility Reserve Create Management Flexibility Reserve. (82,029,836)	($1,131,188)	R	($1,131,188)	R
37 Reduce Various Operating Accounts Recurring and non-recurring funding is reduced in the same amount each fiscal year in the following accounts:	($1,077,030) ($370,444)	R NR	($1,077,030) ($370,444)	R NR
38 Reduce Temporary Wages Reduce temporary wages across the department.	($320,596)	R	($320,596)	R
39 Eliminate Filled and Vacant Positions Eliminate 4.8 filled and 11.62 vacant positions across the department. The reduction to salary and benefits for the 4.8 filled positions is $242,966. The reduction to salary and benefits for the 11.62 vacant positions is $524,905 and includes the following:	($767,901) -16.42	R	($767,901) -16.42	R
Total Legislative Changes	($7,039,804) ($370,444)	R NR	($7,039,804) ($370,444)	R NR
Total Position Changes	-17.25		-17.25	
evised Budget	**$70,522,789**		**$71,919,361**	

532199	Misc Contractual Svs	($480,500)
5322XX	Utilities	($ 94,000)
5327XX	Travel	($156,000)
5328XX	Computer/Data Proc	($ 41,000)
5328XX	Telephone	($ 51,100)
533900	Other Materials and Supplies	($244,674)
5345XX	Furniture and Equipment	($262,200)
5358XX	Membership Dues	($110,000)
5359XX	Registration Fees	($ 8,000)

Vacant Position #	Title	Budgeted Salary
60083260	Executive Asst I	($47,233)
60083385	Office Asst IV	($18,975)
60083382	Processing Asst IV	($26,878)
60083379	Processing Asst IV	($16,576)
60083367	Arch & Rec Profess	($22,852)
60083649	Museum Curator	($64,123)
60083915	Arts Pgm Admin	($38,790)
60083644	A&H Reg Supv	($44,225)
65005183	Librarian Consultant I	($35,585)
60083831	Library Professional	($41,055)
60083973	History Mus Conservator	($35,337)
60083569	Horticulture/Gr Tech	($18,288)

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
1242 Tryon Palace Historic Sites and Gardens				
30 Reduction to Tryon Palace Budget	($183,238)	R	($183,238)	R
New Reduce the budget of Tryon Palace by 6.4% each fiscal year and report the reduction to the General Assembly by September 1, 2009.				
1245 NC Maritime Museum				
31 Reductions to NC Maritime Museums	($87,235)	R	($87,235)	R
New Reduce the budgets of the Maritime Museums listed below by 6.4% each fiscal year and report the reductions to the General Assembly by September 1, 2009:				
North Carolina Maritime Museum in Beaufort North Carolina Maritime Museum in Southport Graveyard of the Atlantic Museum				
1330 Arts Council				
32 Reduction to Grants	($453,609)	R	($453,609)	R
Reduce appropriations to the following grants by 6.4% each fiscal year:				
536G32 Vagabond School Drama ($2,759) 536G48 Lost Colony ($14,751) 536G71 Shakespeare Festival ($14,751) 536990 Basic Grants ($247,892) 536996 Grassroots Arts ($173,456)				
1410 State Library Services				
33 Eliminate NC ECHO Program	($67,941)	R	($67,941)	R
Eliminate funding for the NC ECHO Program (Exploring Cultural Heritage Online), including one vacant position: # 60083816.	-0.83		-0.83	
1480 Statewide Programs and Grants				
34 Reduce State-Aid to Libraries	($994,293)	R	($994,293)	R
New Reduce funding to county libraries by 6.4% each fiscal year.				
1500 Museum of History				
35 Reductions to History Museums	($468,157)	R	($468,157)	R
New Reduce the budgets of the History Museums listed below by 6.4% each fiscal year and report the reductions to the General Assembly by September 1, 2009:				
North Carolina Museum of History Museum of the Albemarle Gateway Mountain Museum (Old Fort) Museum of the Cape Fear				

Cultural Resources - Roanoke Island Commission

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$2,095,402**		**$2,095,402**	
Legislative Changes				
1584 Roanoke Island Commission				
40 Reduce Various Operating Accounts	($134,106)	R	($134,106)	R
Reduce funding in various accounts across the agency.				
Total Legislative Changes	**($134,106)**	**R**	**($134,106)**	**R**
Total Position Changes				
Revised Budget	**$1,961,296**		**$1,961,296**	

General Assembly

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$62,347,066**		**$64,056,544**	
Legislative Changes				
Department-Wide				
41 Management Flexibility Reserve	($632,000)	R	($632,000)	R
Create Management Flexibility Reserve.				
42 Reduce Various Accounts	($1,661,726)	R	($1,743,916)	R
Reduce various operating accounts, delay filling vacant positions, and reduce the number of budgeted session days and interim weeks.	($1,141,554)	NR	($984,364)	NR
43 Reserves and Transfers	($1,250,000)	R	($1,325,000)	R
Reduce agency and contingency reserves.				
Total Legislative Changes	**($3,543,726)**	R	**($3,700,916)**	
	($1,141,554)	NR	**($984,364)**	NR
Total Position Changes				
Revised Budget	**$57,661,786**		**$59,371,264**	

Governor

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$6,616,233**		**$6,622,879**	
Legislative Changes				
1110 Administration				
44 Eliminate Continuation Budget Increase	* ($53,527)	R	($53,527)	R
Eliminate funding increase in continuation budget:				
531311 Temp Wages ($52,676)				
532182 Laundry Services ($ 601)				
532185 Waste Rem/Recy Svs Agreement ($ 250)				
Department-Wide				
45 Management Flexibility Reserve	* ($177,183)	R	($177,183)	R
Create Management Flexibility Reserve.	($230,710)			
46 Reduce Various Operating Accounts	($271,992)	R	($272,457)	R
Reduce funding for various operating accounts across the agency.				
Total Legislative Changes	**($502,702)**	R	**($503,167)**	R
Total Position Changes				
Revised Budget	**$6,113,531**		**$6,119,712**	

Housing Finance Agency

GENERAL FUND

	FY 09-10	FY 10-11
Adjusted Continuation Budget	**$14,608,417**	**$14,608,417**
Legislative Changes	No chg in Continuation Budget	
47 NO LEGISLATIVE ACTION REPORTED		
Total Legislative Changes		
Total Position Changes		
Revised Budget	**$14,608,417**	**$14,608,417**

Insurance

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$33,824,822**		**$33,887,006**	
Legislative Changes				
1400 Public Services				
48 Eliminate Continuation Budget Increase	* ($144,300)	R	($144,300)	R
Eliminate funding increase in continuation budget:				
532140 Information Tech Svs ($62,634)				
532170 Admin Services ($32,243)				
532199 Misc Contractual Svs ($49,423)				
Department-Wide				
49 Management Flexibility Reserve	* ($850,880)	R	($850,880)	R
Create Management Flexibility Reserve. ($995,180)				
50 Reduce Various Operating Accounts	($888,592)	R	($888,592)	R
Reduce various operating accounts across the agency.	($296,197)	NR	($296,197)	NR
Total Legislative Changes	**($1,883,772)**	R	**($1,883,772)**	R
	($296,197)	NR	**($296,197)**	NR
Total Position Changes				
Revised Budget	**$31,644,853**		**$31,707,037**	

Insurance - Volunteer Safety Workers' Compensation Fund

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$4,500,000**		**$4,500,000**	
Legislative Changes				
Reserves and Transfers				
51 **Reduce Volunteer Safety Workers' Compensation Fund** Reduce the Volunteer Safety Workers' Compensation Fund on a non-recurring basis.	($2,500,000)	NR	($2,500,000)	NR
Total Legislative Changes	**($2,500,000)**	NR	**($2,500,000)**	NR
Total Position Changes				
Revised Budget	**$2,000,000**		**$2,000,000**	

Lieutenant Governor

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$966,706**		**$966,706**	
Legislative Changes				
1110 Administration				
52 Eliminate Continuation Budget Increase	($5,673)	R	($5,673)	R
Eliminate funding increase in continuation budget:				
531321 Contr Empl Per IRS ($4,843)				
531461 EPA&SPA Longevity Pay ($ 830)				
Department-Wide				
53 Reduce Various Operating Accounts	($12,023)	R	($12,023)	R
Reduce various operating accounts in the following line items:	($16,831)	NR	($16,831)	NR
532400 PC Printer Support ($14,490)				
532400 LAN Support ($ 2,341)				
532700 Travel ($ 2,500)				
532800 Comm & Data Processing ($ 3,523)				
533100 General Supp & Exp ($ 6,000)				
Total Legislative Changes	**($17,696)**	R	**($17,696)**	R
	($16,831)	NR	**($16,831)**	NR
Total Position Changes				
Revised Budget	**$932,179**		**$932,179**	

Office of Administrative Hearings

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$4,266,407**		**$4,279,242**	
Legislative Changes				
Department-Wide				
54 Management Flexibility Reserve Create Management Flexibility Reserve.	($214,263)	R	($214,263)	R
55 Reduce Various Operating Accounts Reduce various operating accounts in the following line items: 532700 Travel ($5,500) 532500 Lease Expense ($23,300) 532800 Telephone ($4,000) 534500 PC/Printer and Other Equipment ($5,000) 534700 Software Purchases ($8,000) 532800 Data Processing & Desktop Support Services ($7,300) 532199 Maintenance Agreements & Contracts ($7,000) 533100 Misc. Materials & Supplies ($24,589)	($84,689)	R	($84,689)	R
Total Legislative Changes	**($298,952)**	R	**($298,952)**	R
Total Position Changes				
Revised Budget	**$3,967,455**		**$3,980,290**	

Revenue

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$91,347,503**		**$91,440,473**	
Legislative Changes				
1600 Administration	See #62			
56 Eliminate Continuation Budget Increase	* ($1,236,436)	R	($1,236,436)	R
Eliminate funding increase in continuation budget:				
531211 Salaries ($424,122)				
531411 OT Pay ($ 30,435)				
531431 Shift Prem Pay ($ 3,763)				
531631 Wrker Comp-Med Payments ($ 6,845)				
532110 Legal Services ($ 13,153)				
532140 Information Tech Svs ($660,972)				
532170 Contractual Svs ($ 28,795)				
532184 Janitorial Svs Agreement ($ 7,302)				
532185 Waste Rem Agreement ($ 659)				
532191 Payments-Empl on Loan ($ 9,957)				
532199 Misc Contractual Svs ($ 50,433)				
1629 Property Tax Division				
57 Conversion of Property Tax Division to Receipt Support	($1,461,744)	R	($1,461,744)	R
Convert the Property Tax Division from appropriation to receipt support. GS 105-501 allows the department to recover certain costs from local sales and use tax collections.	-17.00		-17.00	
1660 Examination & Collection				
58 Eliminate $300 Per Month Stipend for Interstate Auditors	($132,030)	R	($132,030)	R
Eliminate the $300 per month stipend for 37 interstate auditors.				
1664 Guest Worker Program				
59 Adjust Appropriation for Guest Worker Program	($375,000)	R	($375,000)	R
Adjust the appropriation for the Guest Worker Program to better reflect actual expenditure needs. This program provides information to non-English speaking people regarding their obligation to file taxes and how to obtain assistance in filing taxes.				
Department-Wide				
60 Reduce Various Operating Accounts	($589,493)	R	($589,493)	R
Reduce various operating accounts across the department.				

Senate Subcommittee on General Government		FY 09-10		FY 10-11	
Department-Wide					
61 **Eliminate 14 Vacant Positions**		($767,020)	R	($767,020)	R
Eliminate 14 vacant positions across the department.		-14.00		-14.00	
62 **Management Flexibility Reserve**	*	($1,865,184)	R	($1,865,184)	R
Create Management Flexibility Reserve. ($3,101,620)		See #56			
Total Legislative Changes		**($6,426,907)**	R	**($6,426,907)**	R
Total Position Changes		-31.00		-31.00	
Revised Budget		**$84,920,596**		**$85,013,566**	

Secretary of State

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$11,854,656**		**$11,928,530**	
Legislative Changes				
1220 Certification & Filing	See #65			
63 Eliminate Continuation Budget Increase	* ($153,812)	R	($153,812)	R
Eliminate funding increase in continuation budget:				
531411 OT Pay ($ 8,957)				
531631 Wrker Comp-Med Payments ($ 10,297)				
532170 Admin Services ($ 79,235)				
532199 Misc Contractual Svs ($ 55,323)				
1220 Certification & Filing Division				
64 Eliminate Vacant Positions	($74,482)	R	($74,482)	R
Eliminate $74,482 for salaries and benefits of two vacant positions:	-2.00		-2.00	
Position # Title Budgeted Salary				
60008713 Processing Asst V $27,544				
60008750 Processing Asst V $29,601				
Department-Wide	See #63			
65 Management Flexibility Reserve	* ($272,188)	R	($272,188)	R
Create Management Flexibility Reserve. ($436,000)				
66 LAN Support Services	$10,281	R	$10,281	R
Restore reductions to LAN support services.				
Total Legislative Changes	**($490,201)**	R	**($490,201)**	R
Total Position Changes	-2.00		-2.00	
Revised Budget	**$11,364,455**		**$11,438,329**	

State Board of Elections

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$6,627,101**		**$6,630,894**	
Legislative Changes				
1300 Voter Reg & Voting Systems				
T **67 Eliminate Continuation Budget Increase**	*($11,667)	R	($11,667)	R
Eliminate funding increase in continuation budget:				
532170 Admin Services ($11,667)				
Department-Wide				
H **68 Reduce Various Operating Accounts**	($180,528)	R	($180,528)	R
Reduce the budgets for various operating accounts.	($40,007)	NR	($40,007)	NR
wow T **69 Management Flexibility Reserve**	*($211,077)	R	($211,077)	R
Create Management Flexibility Reserve.				
Reserves and Transfers				
New **70 Reduce Voter-Owned Elections Fund Balance**				
Reduce Voter-Owned Elections Fund balance.	($1,500,000)	NR		
Total Legislative Changes	**($403,272)**	R	**($403,272)**	R
	($1,540,007)	NR	**($40,007)**	NR
Total Position Changes				
Revised Budget	**$4,683,822**		**$6,187,615**	

($222,744)

* See #69

* See #67

State Budget & Management

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$7,144,221**		**$7,147,928**	
Legislative Changes				
1310 State Budget and Management				
71 Eliminate Continuation Budget Increase	($350)	R	($350)	R
Eliminate funding increase in continuation budget:				
532120 Financial/Audit Svs ($350)				
Department-Wide				
72 Eliminate Vacant Position.	($32,831)	R	($32,831)	R
Eliminate salary ($24,764) and benefits ($8,067) of one vacant position - # 60014796, Building & Environmental Technician.	-1.00		-1.00	
73 Management Flexibility Reserve	($214,954)	R	($214,954)	R
Create Management Flexibility Reserve.				
74 Reduce Various Operating Accounts	($235,071)	R	($235,330)	R
Reduce funding for various operating accounts across the agency.				
75 Eliminate Reserve for Rules Impact Review	($100,000)	R	($100,000)	R
Eliminate funding for the Reserve for the Rules Impact Review.				
Total Legislative Changes	**($583,206)**	R	**($583,465)**	R
Total Position Changes	-1.00		-1.00	
Revised Budget	**$6,561,015**		**$6,564,463**	

State Budget and Management - Special

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$4,280,000**		**$4,280,000**	
Legislative Changes				
Grants to Non-Government Agencies				
76 Reduce Pass-Through Funding Reduce grant funding to NC Humanities Council by 7% each fiscal year.	($7,000)	R	($7,000)	R
Reserves and Transfers				
77 Military Morale and Welfare Fund Appropriate funding to sustain historical grants to military installations to provide community service and quality-of-life programs for military members and families.	$750,000 (Reduced $250,000)	NR		
Total Legislative Changes	**($7,000)** **$750,000**	**R** **NR**	**($7,000)**	
Total Position Changes				
Revised Budget	**$5,023,000**		**$4,273,000**	

State Controller

	GENERAL FUND	
	FY 09-10	FY 10-11
Adjusted Continuation Budget	$24,536,602	$24,568,908

Legislative Changes

1000 Department-Wide

See #82

78 Management Flexibility Reserve — * ($521,217) R — ($521,217) R

Create Management Flexibility Reserve.

79 Reduce Various Operating Accounts — ($724,502) R — ($724,502) R; ($55,965) NR — ($55,965) NR

Reduce the same amount of recurring and non-recurring expenses in various IT accounts each fiscal year and eliminate funding for ITS support:

Recurring		
532821	eRoom Reduction in Licenses (400 to 200)	($130,224)
532811	Disconnect vacant telephone lines	($ 20,232)
532821	Discontinue SQA - OSC Dedicated	($246,528)
532140	Eliminate ITS Support	($327,518)
Non-recurring		
Various Accounts		($ 55,965)

80 Fund-shift Positions to Receipt Support — ($91,488) R — ($91,488) R

Transfer two positions - an Accountant (1 FTE) and a Senior State Management Analyst (.25 FTE) - that support the NC FLEX Benefits Program from appropriation to receipt support generated by the program: — -1.25 — -1.25

531211 Salaries	($74,525)
531511 Social Security	($ 5,701)
531521 Retirement	($ 6,066)
531561 Medical Insurance	($ 5,196)

81 Eliminate Internship Program — ($119,052) R — ($119,052) R

Eliminate funding for OSC's Internship Program with the reduction of 6 positions at .75 FTE for a total of 4.5 FTE that had salaries of $18,432 each and benefits of $8,460: — -4.50 — -4.50

Position #	Title
60087170	Integration Intern
60087172	Communications Intern (P/T)
60087173	PMO Intern (P/T)
60087219	Technical Infrastructure Intern

531351 Student Temp Wages	($110,592)
531511 Social Security	($ 8,460)

	FY 09-10		FY 10-11	
1000 Department-Wide				
82 Eliminate Continuation Budget Increase	($13,223)	R	($13,223)	R
Eliminate funding increase in continuation budget:				
531627 St Disability Pmt ($3,470)				
532120 Financial/Audit Svs ($9,753)				
83 Eliminate Vacant Positions	($250,005)	R	($250,005)	R
Eliminate salaries ($197,962) and benefits ($52,043) of five vacant positions:	-5.00		-5.00	
84 Operational Support for HR/Payroll System (BEACON)	$600,000	R	$1,200,000	R
Funding is appropriated to stabilize the BEACON payroll system. Funding will support recurring expenses for software maintenance, the telephone application system (Shared Service Center), ticket-tracking, system hosting, disaster recovery, and data storage costs. The appropriation also includes funding for ten new positions that are needed to reduce dependence on the 13 remaining contractors.	5.00		10.00	

Position #	Title	Budgeted Salary
60087168	Financial Spec	($54,540)
60014113	Admin Support Spec	($26,444)
60037611	Admin Assistant I	($34,842)
60091145	Admin Officer III	($43,157)
60092193	Admin Support Spec	($38,979)

	FY 2009-10	FY 2010-11
531211 Salaries	$ 276,779	$ 677,356
531511 Social Sec	$ 21,173	$ 51,818
531521 Retirement	$ 22,530	$ 55,137
531561 Medical Ins	$ 17,319	$ 41,556
532XXX Purchased Svs	$ 262,199	$ 374,123

Total Legislative Changes	**($1,119,487)**	R	**($519,487)**	R
	($55,965)	NR	**($55,965)**	NR
Total Position Changes	-5.75		-0.75	
Revised Budget	**$23,361,150**		**$23,993,456**	

Treasurer

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$11,150,002**		**$11,163,790**	
Legislative Changes				
1210 Investment Management				
New **85 Eliminate Vacant Positions** Eliminate salary ($87,923) and benefits ($18,040) of one vacant position - # 60009068, Investments Director.	($105,963) -1.00	R	($105,963) -1.00	R
1310 Local Government Operations				
T **86 Eliminate Continuation Budget Increase** Eliminate funding increase in continuation budget: 531321 Contr Empl Per IRS ($ 86,438) 531631 Worker Comp-Med Payments ($ 31,376) 532110 Legal services ($ 71,765) 532199 Misc Contractual Svs ($110,381)	see #89 X ($299,960)	R	($299,960)	R
1410 Retirement Systems Division				
New **87 Transfer the National Guard Pension Fund** Transfer the National Guard Pension Fund from the Department of Crime Control and Public Safety to the Department of State Treasurer. This transfer will allow the Department of State Treasurer to manage this program as it does most of the State's pension programs.	$7,007,443	R	$7,007,443	R
New **88 Maintenance Costs for ORBIT System** To properly complete the transition of ORBIT receipts for both recurring and non-recurring expenditures are authorized for maintenance of software and hardware which includes an annual recurring expense of $378,652. The non-recurring portion of funding will decrease each year as the amount of support required by the vendor will phase out by FY 2015-16. Funding is allocated for each fiscal year as indicated below: FY 2009-10: Recurring $378,652; Non-recurring $575,025 FY 2010-11: Recurring $378,652; Non-recurring $383,250				
Department-Wide				
WA T **89 Management Flexibility Reserve** Create Management Flexibility Reserve.	see #86 X ($2,368)	R	($2,368)	R

($302,328)

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
90 Reduce Various Operating Accounts	($308,376)	R	($308,376)	R
Reduce funding for various operating accounts across the agency.	($119,053)	NR	($119,053)	NR
91 Eliminate Vacant Position	($49,601)	R	($49,601)	R
Eliminate salary and benefits for a vacant position.	-1.00		-1.00	
Total Legislative Changes	**$6,241,175**	**R**	**$6,241,175**	**R**
	($119,053)	**NR**	**($119,053)**	**NR**
Total Position Changes	-2.00		-2.00	
Revised Budget	**$17,272,124**		**$17,285,912**	

Treasurer - Retirement for Fire and Rescue

	GENERAL FUND	
	FY 09-10	FY 10-11
Adjusted Continuation Budget	**$10,804,671**	**$10,804,671**
Legislative Changes	No chg in Continuation Budget	
92 NO LEGISLATIVE ACTION REPORTED		
Total Legislative Changes		
Total Position Changes		
Revised Budget	**$10,804,671**	**$10,804,671**

SENATE BILL 202

Appropriations/base Budget Committee Substitute
Adopted 4/7/09

Finance Committee Substitute Adopted 4/7/09

General Government Special Provisions

PART XX. GENERAL GOVERNMENT

GENERAL GOVERNMENT AGENCIES REPORT ALLOCATION OF DEPARTMENTWIDE REDUCTIONS

SECTION 20.1. No later than September 1, 2009, the following State agencies shall identify the allocation of departmentwide expenditure reductions for the 2009-2011 fiscal biennium and shall report the allocation of reductions to the Joint Legislative Commission on Governmental Operations, the Appropriations Subcommittees on General Government of the Senate and the House of Representatives, and the Fiscal Research Division:

(1) Administration.
(2) Auditor.
(3) Cultural Resources, including the allocation of 6.4% reduction to historic sites, maritime museums, and history museums.
(4) Cultural Resources – Roanoke Island Commission.
(5) General Assembly.
(6) Governor.
(7) Insurance.
(8) Lieutenant Governor.
(9) Administrative Hearings.
(10) Revenue.
(11) State Board of Elections.
(12) State Budget and Management.
(13) State Controller.
(14) Treasurer.

PART XXA. DEPARTMENT OF ADMINISTRATION

NC GREEN BUSINESS FUND/FUNDS

SECTION 20A.1. Of the funds received by the State under the American Recovery and Reinvestment Act of 2009 and appropriated in this act to the State Energy Office, Department of Administration, for the 2009-2010 fiscal year, the sum of five million dollars ($5,000,000) in nonrecurring funds shall be allocated to the North Carolina Green Business Fund in the Department of Commerce.

BIOFUELS CENTER OF NORTH CAROLINA

SECTION 20A.2. Of the funds received by the State under the American Recovery and Reinvestment Act of 2009 and appropriated in this act to the State Energy Office, Department of Administration, for the 2009-2010 fiscal year, the sum of three million dollars ($3,000,000) in nonrecurring funds shall be allocated to the Biofuels Center of North Carolina. These funds shall be used for costs related to implementing the North Carolina Strategic Plan for Biofuels Leadership developed under S.L. 2006-206.

COASTAL SOUNDS WIND STUDY

SECTION 20A.3. Of the funds received by the State under the American Recovery and Reinvestment Act of 2009 and appropriated in this act to the State Energy

Office, Department of Administration, for the 2009-2010 fiscal year, the sum of three hundred thousand dollars ($300,000) in nonrecurring funds shall be allocated to The University of North Carolina. These funds shall be used for costs related to implementing the pilot project described in Section 9.14 of this act.

PART XXI. DEPARTMENT OF INSURANCE

SET INSURANCE REGULATORY CHARGE

SECTION 21.1.(a) The percentage rate to be used in calculating the insurance regulatory charge under G.S. 58-6-25 is five and one-half percent (5.5%) for the 2009 calendar year.

SECTION 21.1.(b) This section is effective when it becomes law.

PART XXII. OFFICE OF STATE BUDGET AND MANAGEMENT

STUDY OSBM, OSC, AND TREASURER CONSOLIDATION

SECTION 22.1. The Office of State Budget and Management, after reviewing the constitutional duties of the Governor in preparing and executing the budget and the constitutional status of the duties of the office of State Treasurer, shall study the feasibility of consolidating the Office of State Controller, the Office of State Budget and Management, and some of the functions of the State Treasurer, or reallocating functions of those state agencies, all with the goal of achieving economies or improving management.

The Office of State Budget and Management, no later than April 1, 2010, shall report to the full chairs of the Senate and House Appropriations Committees and to the Fiscal Research Division its findings and recommendations from the study required by the previous paragraph.

PART XXIII. OFFICE OF THE STATE CONTROLLER

OVERPAYMENTS AUDIT

SECTION 23.1.(a) During the 2009-2011 biennium, receipts generated by the collection of inadvertent overpayments by State agencies to vendors as a result of pricing errors, neglected rebates and discounts, miscalculated freight charges, unclaimed refunds, erroneously paid excise taxes, and related errors as required by G.S. 147-86.22(c) are to be deposited in the Special Reserve Account 24172.

SECTION 23.1.(b) For each year of the 2009-2011 biennium, five hundred thousand dollars ($500,000) of the funds transferred from the Special Reserve Account 24172 shall be used by the Office of the State Controller for data processing, debt collection, or e-commerce costs.

SECTION 23.1.(c) All funds available in the Special Reserve Account 24172 on July 1 of each year of the 2009-2011 biennium are transferred to the General Fund on that date.

SECTION 23.1.(d) Any unobligated funds in the Special Reserve Account 24172 that are realized above the allowance in subsection (b) of this section are subject to appropriation by the General Assembly.

SECTION 23.1.(e) The State Controller shall report quarterly to the Joint Legislative Commission on Governmental Operations and the Fiscal Research Division on the revenue deposited into the Special Reserve Account 24172 and the disbursement of that revenue.

BEACON STAFF TO SUPPORT STATEWIDE ENTERPRISE TRAINING PROGRAM

SECTION 23.2. For the 2009-2011 fiscal biennium, the Office of the State Controller shall use three hundred sixty-four thousand four hundred thirty-eight dollars ($364,438) of existing BEACON funds to continue the following six full-time, time-limited training positions that are effective July 1, 2009, and that support the statewide enterprise training program established by Section 20.1 of S.L. 2008-107:

(1) Two Staff Development Specialists II ($112,525).
(2) One BEACON University Trainer ($70,928).
(3) One Technical Support Technician ($64,708).
(4) One Administrative Support Specialist ($45,347).
(5) One Business and Technology Application Technician ($70,928).

PART XXIV. DEPARTMENT OF THE SECRETARY OF STATE

INCREASE REGISTRATION FEE RENEWAL FOR SECURITIES SALESMEN

SECTION 24.1. G.S. 78A-37(b) reads as rewritten:

"(b) Every applicant for initial or renewal registration shall pay a filing fee of three hundred dollars ($300.00) in the case of a dealer and ~~seventy-five dollars ($75.00)~~one hundred dollars ($100.00) in the case of a salesman. The Administrator may by rule reduce the registration fee proportionately when the registration will be in effect for less than a full year."

CREATE SPECIAL FUND FOR AUCTION RATE SECURITIES INVESTIGATIONS COSTS

SECTION 24.2.(a) There is established the Auction Rate Securities Investigation Special Fund, which is a special fund created with the unexpended funds from the existing Auction Rate Securities (ARS) fund from fiscal year 2008-2009 for reimbursement of the costs of investigations arising from the Department of the Secretary of State's administration of Chapters 78A, 78C, and 78D of the General Statutes. The Auction Rate Securities Investigation Special Fund shall be used to continue the Department's active participation in the North American Securities Administrators Association (NASAA) ARS Task Force investigation into the marketing of Auction Rate Securities by the regulated community to investors as well as the remedies for harm arising from such marketing. Reimbursements paid by investment banks and firms to the Department as part of the Department's involvement in the NASAA ARS Task Force shall be deposited into the Auction Rate Securities Investigation Special Fund.

SECTION 24.2.(b) The maximum balance of the Auction Rate Securities Investigation Special Fund shall be limited to three million two hundred thousand dollars ($3,200,000). If deposits from investment banks and firms paid as reimbursements for investigation costs cause the fund to exceed three million two hundred thousand dollars

($3,200,000), then the amount exceeding three million two hundred thousand dollars ($3,200,000) shall immediately be transferred to the General Fund.

SECTION 24.2.(c) In the event that the Department of the Secretary of State receives other monies as reimbursement for the costs of investigations into activities which are not a part of the NASAA ARS Task Force, these monies shall also be deposited into the Auction Rate Securities Special Fund and shall remain available to the Department for the administration of Chapters 78A, 78C, and 78D of the General Statutes, subject to the limitations on the Auction Rate Securities Investigation Special Fund's maximum balance in subsection (b) of this section.

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

April 16, 2009

Minutes

The House Appropriations Subcommittee on General Government met Thursday, April 16 at 8:30 A.M.

Members of the Subcommittee on General Government present were: Fisher and Underhill, Chairs; Tucker, Vice-Chair; Cleveland, Floyd, Mills and Whilden.

Senate members present were Dorsett, Chair and Senator Brock.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representative Underhill called on Ms. Catherine G. Reeve, Director State Parking Division with the Department of Administration (Attachment 2).

The committee also revisited OSBM Reports on the Ethics Commission and BEACON training. Ms. Anne G. Bander, Assistant State Budget Officer (OSBM) reported to the committee on areas the committee had previously questioned.

A question and answer period followed the presentations.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA
JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
April 16, 2009
8:30 a.m.
Room 1425

Senator Katie Dorsett
Senator Bob Atwater

Representative Alice Underhill, Chairing
Representative Susan Fisher

Report on the State Parking Division

Catherine G. Reeve, Director
State Parking Division
Department of Administration

Revisit OSBM Reports on the Ethics Commission and BEACON Training

Anne G. Bander
Assistant State Budget Officer
OSBM

AGENDA
JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
April 16, 2009
8:30 a.m.
Room 1425

Senator Katie Dorsett
Senator Bob Atwater

Representative Alice Underhill, Chairing
Representative Susan Fisher

Report on the State Parking Division

June Michaux
Christy Ayers

Catherine G. Reeve, Director
State Parking Division
Department of Administration

Revisit OSBM Reports on the Ethics Commission and BEACON Training

Anne G. Bander
Assistant State Budget Officer
OSBM

Yes - am I
Remaining OSBM Reports -
Structured Reviews

House Pages

Name of Committee: Appropriations - General Govt Date: 4/16/09

1. Name: Lauren Bayette
   County: Guilford
   Sponsor: Laura Wiley
2. Name: Isaac Church
   County: Caldwell
   Sponsor: Edgar Starnes
3. Name: Ray Manigo
   County: Cumberland
   Sponsor: Elmer Floyd
4. Name: Jon Thomas
   County: Durham
   Sponsor: Mackey
5. Name:
   County:
   Sponsor:

Sgt-At-Arms

1. Name: Martha Fannie R Chester white
2. Name: Judy Turner
3. Name: Bennie Robinson
4. Name: Leslie Wright

VISITOR REGISTRATION SHEET

Finance Gr. — Name of Committee

4/10/09 — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Jack Hubbard	OSBM
Anne Bauder	OSBM
Jim Lora	OSBM
Mallory Hatcher	MWC
Dennis Patterson	OSA
Dick Barnes	OSA
PY Newsom	SEC

VISITOR REGISTRATION SHEET

Gen Gov 4/16/09

Name of Committee Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
David Brown	OSBM
Jim Dolan	OSC
Thomas Cheek	OSC
ADAM BRUEGGEMANN	OSBM
RALPH GABLE	SBE
Christy Agnew	DOA
June W. Mickey	DOA

Attachment

North Carolina

Department of Administration

State Parking Division

Continuation Review

April 2, 2009

Prepared by:
Catherine G. Reeve, CAPP
Director, State Parking Division

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EXECUTIVE SUMMARY

The N.C. General Assembly directed the State Parking Division to conduct a continuation review to evaluate current services and provide options to ensure the Division operates as self-sustained enterprise to fund debt service for existing and future parking facility construction. Since 1957, employee and visitor parking have been managed within the Department of Administration. The current employee rate structure has remained unchanged since 1979. Monthly employee rates are $10 for uncovered spaces and $15 for covered spaces, which are individually assigned.

Although the Division has not been required to fund the full cost of capital debt service, year-end funds are returned to the General Fund to offset some of these costs. The recent loss of parking due to Blount Street and Green Square have significantly impacted employee and visitor parking and reduced revenues. In an effort to improve system effectiveness to ensure that employees and visitors have access to parking and the Division can recover revenues reduced by space losses, over the past 10 months the following actions have been taken:

- Parking Effectiveness
  - Reassigned employees affected by Blount Street and Green Square.
  - Reassigned departmental vehicle parking spaces to employees.
  - Non-state agency parking eliminated and assigned to employees.
  - Departments no longer hold unfilled spaces indefinitely.
  - 91 new gravel spaces added for employee parking.
  - Lot 18 visitor lot increased by 40 spaces.
- Revenue Efficiency
  - Practice of free parking for individuals and groups eliminated.
  - Implemented tighter audit controls for cash handling.
  - Installed card reads in Deck 75 for Legislative employees.
  - Created log for tracking and collecting outstanding parking fees from visitor lots.
  - Departments can pre-purchase visitor parking for their visitors.
  - Credit/Debit cards will be accepted in spring 2009 at visitor lots.
- Maintenance
  - Reviewed maintenance contracts to ensure facilities are being maintained as well as possible.
  - Established internal procedures for tracking repair status and costs.
- Alternative Transportation
  - Provided increased education of options to employees.
  - Initiated daily pass program for eligible vanpoolers.
- Customer Service
  - Improved information provided to parking coordinators and customers through emails, website features, electronic brochures and posters.
  - Updated employee uniforms.
  - Enhanced staff training.
- Pilot Projects
  - Introduced zoned parking program in Phase III of Blount Street.
  - Outsource visitor parking operations is being tested.
  - Using attendants to help enforce zoned parking.

General Statutes require the Governor and Council of State to approve all parking policy modifications. In order to meet the required mandate that State Parking remain self supported and fund parking capital debt, the following options are presented for review within this report:

- Update technology to manage parking assignments, revenues and system performance.
- Centralize management of downtown parking under State Parking to ensure equitable assignment and most effective use of parking spaces.
- Introduce zoned parking to increase the efficiency of space assignments and use.
- Initiate a formal parking enforcement and maintenance program.
- Enhance incentives to encourage more employees to use alternative transportation.
- Develop a long-term parking fee strategy to fund operations, maintenance and debt service requirements.

INTRODUCTION

Section 6.8 of S.L. 2008-107 requires the Department of Administration to conduct a Continuation Review of the State Parking Office (Division) and its operations. In addition to the requirements of Section 6.7 (c), the Division was required to provide information set forth in the memorandum dated August 13, 2008. Section 6.7.(d) of S.L. 2008-107 requires a final report to the General Assembly by March 1, 2009. However, at the request of the Department of Administration, the deadline for the full report was extended to April 2, 2009.

HISTORICAL OVERVIEW

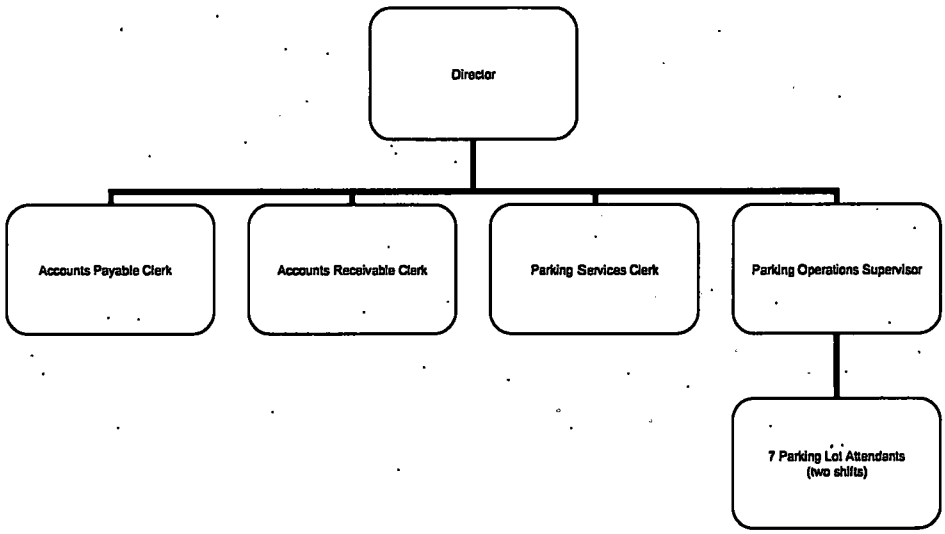
Original legislation regarding parking passed in 1957 and gave the director of the General Services Division the authority to adopt reasonable rules and regulations. Its mission started with parking: to plan, provide and service facilities related to parking within the downtown State Government Complex for state employees and visitors. In recent years, its role has expanded to include encouraging and subsidizing transportation alternatives for state employees.

The majority of today's General Statutes (G.S. 143-340), Administrative Code and State Parking Division policies were adopted in 1976 with a few additional Administrative Codes adopted in 1988 which primarily addressed visitor parking polices.

Since 1969, parking has been located within the Department of Administration. In 1970, parking fees were set at $5 a month for uncovered parking and $10 a month for covered parking. Parking fees increased in 1979 to $10 and $15 respectively, where they remain today. The State Parking Division was established in 1999 as a separate agency within the Department of Administration.

General Statutes require that the Governor and Council of State approve all parking policy modifications. Without increasing parking rates in almost 30 years, the Division continues to operate solely within the revenues received through parking fees. State Parking Division has 12 in-house receipt-supported positions as shown in Exhibit 1.

Exhibit 1 – State Parking Division Organizational Chart



STATE PARKING DIVISION PROGRAMS

Parking Program

State Parking Division has two primary programs: managing state-owned parking facilities and alternative commuter programs. It manages 29 downtown parking facilities for State employees, visitors and buses. Table 1 shows the parking inventory within the downtown State Government Complex. As noted in Table 1, there are parking spaces not included in the Division inventory. This inventory does not include parking under the Legislative Building and spaces located on Jones, Lane, Salisbury and Wilmington streets. Also, the Department of Transportation manages approximately 200 parking spaces near the Highway Building.

Table 1 – Parking Inventory as of March 1, 2009

Type of Parking Lot	Number of Lots	Number of Spaces
State Parking Division Inventory		
Employee open lots	20	6,733
Employee decks	5	
Visitor open lots	2	591
Visitor decks	1	216
Bus open lot	1	N/A
Total Division Inventory	29	7,365
Not in State Parking Division Inventory		
DOT open lots	1	200
DOT decks	1	
GA on-street spaces	1	180
GA deck	1	
Total Not Division Inventory	4	380
Inventory Grand Total	**33**	**7,667**

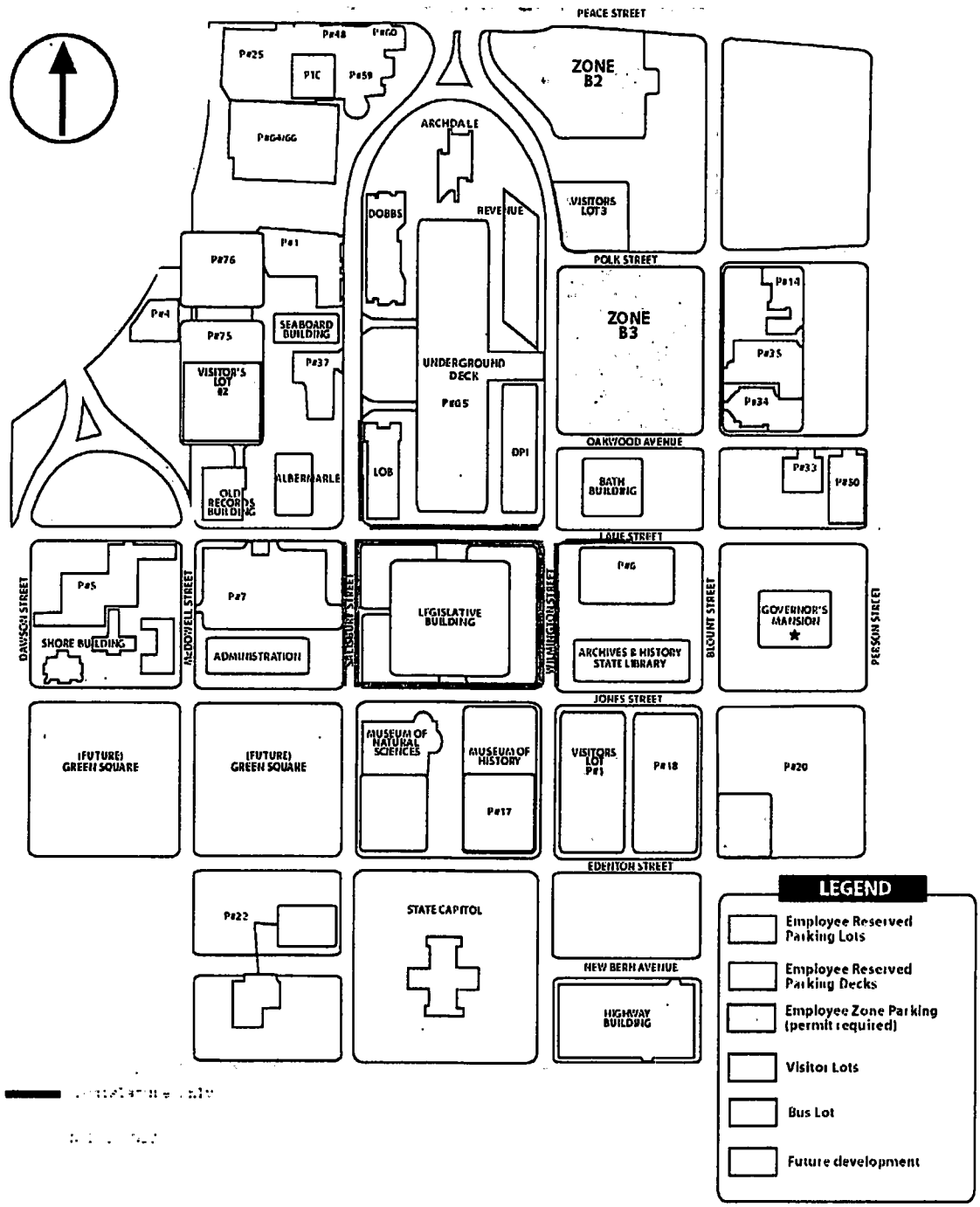
The State is planning new construction projects that will have an impact on the parking inventory. The Green Square project eliminated 375 surface spaces but will add 918 deck and 400 underground spaces. A planned Visitor Center will eliminate 495 surface spaces and will be replaced with 400 underground spaces. By 2014, the Blount Street sale will be complete and an additional 988 surface spaces will be lost. As shown in Table 2, the Division's inventory will stabilize at 7,776 parking spaces by 2014.

Table 2 –Parking Inventory as of January 2014

Type of Parking Lot	Number of Lots	Number of Spaces
State Parking Division Inventory		
Employee open lots	15	7,435
Employee decks	5	
Visitor open lots	0	-
Visitor decks	1	341
Bus open lot	1	N/A
Total State Parking Inventory	22	7,776
Not in State Parking Division Inventory		
DOT open lots	1	200
DOT decks	1	
GA open lots	1	180
GA deck	1	
Total	4	380
Inventory Grand Total	**26**	**8,156**

Exhibit 2, on the next page, is a map of the Downtown State Government Complex with all parking lot locations.

Exhibit 2 – Downtown State Government Complex Parking



Two of the three visitor parking lots (554 parking spaces) are operated by State Parking and have attendants at each lot to collect parking fees when visitors exit the lot. Fees in these lots are $1 hourly and $8 daily. The third lot (253 parking spaces), which is unattended, is a pilot project for out-sourcing lot operations and fees are $5 for a half day and $10 for a full day. This third lot will be in State Parking's inventory only from January 2009 to June 2009[1] and is being managed by a private contractor. All receipts remain with State Parking, which is using this opportunity to identify the advantages and disadvantages of outsourcing parking lot operations.

Visitor parking availability will change drastically in the near future. Table 3 shows the change in visitor parking availability over the next three years. Total visitor parking will decrease by 58 percent due to the Visitor Center project and completion of the Blount Street sale.

Table 3 – Change in Visitor Parking Spaces

Location	FY2009	Elimination	Additions	FY2011
Blount Street	253	253		0
New Visitor Center	338	338		0
Deck 75	216			216
Raleigh Deck			125	125
Total	**807**	**591**	**125**	**341**

The challenges related to visitor parking lots are the loss of revenues and the limited number of visitor parking spaces was addressed by extending operating hours, eliminating exemptions for free parking and by reconfiguring Lot 18 to gain 40 more visitor spaces. The free parking practice historically allowed 20 percent of individuals[2] parking in the visitor lots to park for free. Daily permits and visitor vouchers are available as a convenience to customers and to increase revenue. Over a five-month period, this change has provided a net revenue gain of $9,500. This revenue is critical in offsetting the loss of visitor revenues ($80,000 annually) due to the closing of the visitor lot at Blount and Polk streets.

Rates for Other Downtown Raleigh and State Parking Operations

Pursuant to staff requests, a survey was conducted of downtown Raleigh parking operations. Monthly rates charged by private parking providers in downtown garages/decks range from $65 to $145, while surface lot rates are $51 to $75 monthly. Most private parking providers do not reserve space assignments; instead, individuals park in any available space in their designated parking lot (i.e., zoned parking).

[1] This lot was closed in 2008 due to the Blount Street sale. Renegotiation of this sale allows the Division to continue using this lot until June 30, 2009, and possible month-to-month thereafter.

[2] These individuals were volunteers, pages, interns, contractors and members of different Boards and Commissions.

As shown in Tables 4 and 5, within downtown Raleigh, hourly rates vary from $1.00 per half hour to $3.00 per hour. Most downtown hourly rates are $1.00 for each half hour, up to $12.00 daily. Typically, the closer the parking is to the downtown center and activities, the higher the rates. Rates in visitor areas are established to encourage turnover so there will always be available parking for visitors.

Table 4 – Comparison of Downtown Parking Rates: GARAGE AND DECKS

Facility Name	First 15 Minutes Free	Rates			Daily Rate	Monthly Rate	
		Half Hour	First Hour	Additional Hour		Low	High
510 Glenwood	No		$1.00	$1.00	$6.00	$65.00	
Alexander Square	No		$2.00	$1.00	$10.00	$125.00	$145.00
Cabarrus	Yes	$1.00			$12.00	$95.00	$115.00
City Center	Yes	$1.00			$12.00	$100.00	$130.00
Convention Center Deck	Yes		$3.00	$3.00	$12.00	$100.00	$140.00
Hanover	No		$1.00	$1.00	$10.00	$70.00	$95.00
Moore Square	Yes	$1.00			$12.00	$95.00	$115.00
Municipal	Yes	$1.00			$12.00	$90.00	$110.00
Performing Arts	No					$100.00	
Progress Energy	Yes	$1.00			$9.00		
Sheraton	No		$1.00	$1.00	$10.00	$75.00	
Wake County	Yes	$1.00			$9.00		
Wilmington Street	Yes	$1.00			$12.00	$95.00	$115.00
Average Private Provider Rate		**$1.00**	**$1.60**	**$1.40**	**$10.50**	**$91.82**	**$120.63**
State Parking Division	Yes		$1.00	$1.00	$8.00	$15.00	$15.00

Table 5 – Comparison of Downtown Parking Rates: SURFACE LOTS

Facility Name	First 15 Minutes Free	Hour Rates		Daily Rate	Monthly Rate	
		First	Additional		Low	High
125 Hargett Street	No	$1.00	$1.00	$5.00	$65.00	
Cabarrus	No	$1.00	$1.00	$8.00	$70.00	$75.00
City Market	No	$1.00	$1.00	$8.00	$55.00	
Lenior Street	No				$51.00	
Longview Center	No	$1.00	$1.00			
McDowell Street	No			$5.00	$55.00	
Average Private Provider Rates		**$1.00**	**$1.00**	**$6.50**	**$59.20**	**$75.00**
State Parking Division	Yes	$1.00	$1.00	$8.00	$10.00	$10.00

Table 6 shows the monthly employee parking rates charged in other States as reported in the 2007 Walker Parking report. Rates vary, but on average, North Carolina rates are among the lowest. It should be mentioned the State of Virginia does not charge State employees for parking but does assign parking on a zoned method.

Table 6 – Other State Rates

State	Low	High
Alabama	$0.00	$60.00
California	$37.00	$85.00
Colorado	$50.00	$85.00
Florida	$2.00	$6.00
Georgia	$8.00	$20.00
Nebraska	$24.00	$50.00
Virginia	$0.00	$0.00
Average	**$20.00**	**$51.00**
NC	$10.00	$15.00

Alternative Transportation Programs

The Division funds and manages alternative commuter programs; a vanpool subsidy program and the GoPass transit program. The purpose of promoting these programs is to alleviate parking demands by reducing the number of State employees driving their personal vehicles downtown. Many departments within state government have been designated as a "Best Place for Commuters Work Place" due, in part, to the vanpool and GoPass programs. Alternative commuter programs are qualified by the IRS as pre-tax programs. To obtain this benefit, an employee must use payroll deduction and any subsidy received or payment made through payroll is not taxable. This not only reduces the employee's tax burden but will also reduce the State's share of FICA[3] tax. However, the current parking software accounting program does not allow for employees to payroll deduct their vanpool payments which are eligible for pretax and only parking fees are payroll deducted.

Van Pool Subsidy Program

S.L.1997-443, Section 27.5, directs the Secretary of Administration to use funds from parking revenues that are in excess of parking system expenses to fund a $15 per month subsidy for vanpools. The subsidy is available to state employees who work within the downtown State Government Complex and do not have an assigned parking space. The vanpool subsidy program

[3] The employer and the employee both pay Social Security and Medicare portions which totals of 12.4% of taxable income.

is expected to cost more than $14,000 in fiscal year 2009-10. These subsidies are paid directly to TTA and the employees' monthly vanpool fee is reduced by $15.

Approximately 250 downtown state employees participate in vanpools, but only 80 are eligible for the subsidy. Many of the remaining 170 employees have parking spaces downtown, either within the State Government Complex or with a private parking provider. To entice some, or all, of the ineligible participants to surrender their parking space, the Division increased the number of free parking passes qualified participants can receive to use on days when they must drive their personal vehicle to work from 12 to 24.

The major challenge for this program is to increase the number of State employees eligible for the program. The new initiative to provide 24 daily parking passes has had an impact on present vanpoolers and may persuade other State employees to utilize vanpools and give up their parking space. However, the largest obstacle to increasing vanpool subsidies participants is the low monthly rates for parking. Many employees that vanpool/carpool keep their parking space because of the low cost.

Carpool Program

At this time, carpooling is not a formalized program offered to State employees. However, employees have expressed interest in carpooling if there are incentives, such as preferential parking or reduced rates. With the present parking dilemma, loss of spaces, lack of funding and efficient assignment, it is difficult to set aside parking for carpools. Changes would be required in parking operations to offer incentives such as preferred parking assignments. These changes would have minimal impact on the Division revenue.

GoPass Program

The GoPass program allows state employees to ride any Capital Area Transit (CAT) or Triangle Transit Authority (TTA) route without paying a fare. The Division uses parking receipts to pay for the cost of this program. The program is open to any state employee whose primary work location is within Raleigh. The main purpose of this program is to provide alternate means of transportation to State employees, instead of having the employees drive their personal vehicle downtown.

In 2004, the program began with CAT, and in October 2005, the TTA was added. Each GoPass costs the Division about $18.00 each. The contract cost between CAT and TTA for fiscal year 2008-09 is almost $134,000 of December 2008; the total cost paid to CAT and TTA was almost $134,000. This does not include the Division's cost of operating the program. Table 7 shows the cost of the passes issued as of December 2008 distributed by agency. Today, the largest share of GoPasses is issued to employees at the Department of Health and Human Services, who mostly work in areas outside the downtown.

Although the program's original purpose was to reduce parking demands downtown, many employees who receive GoPasses do not work downtown. A distribution of passes by departments is noted in Table 7. Conservative estimates calculate 870 GoPasses issued to employees working outside of the downtown area costing approximately $15,600 to the Division. This is accounts for 12 percent of GoPasses issued.

Table 7 – GoPasses Issued as of December 2008

Department	Number of Passes	Cost	Percent
Administration	450	$8,074	6.0 %
Administration Office of the Courts	225	$4,037	3.0 %
Administrative Hearings	10	$179	0.1 %
Agriculture	225	$4,037	3.0 %
Commerce	240	$4,306	3.2 %
Community Colleges System Office	100	$1,794	1.3 %
Correction	150	$2,691	2.0 %
Crime Control & Public Safety	100	$1,794	1.3 %
Cultural Resources	750	$13,457	10.0 %
Education Lottery*	25	$449	0.3 %
Employment Security Commission*	400	$7,177	5.4 %
Environment and Natural Resources	525	$9,420	7.0 %
Governor's Office	45	$807	0.6 %
Health and Human Services	1,465	$26,285	19.6 %
Information Technology Services*	70	$1,256	0.9 %
Insurance	150	$2,691	2.0 %
Justice	139	$2,494	1.9 %
Juvenile Justice	100	$1,794	1.3 %
Labor	50	$897	0.7 %
Legislature	150	$2,691	2.0 %
Public Instruction	150	$2,691	2.0 %
Revenue	800	$14,354	10.7 %
Secretary of State	256	$4,593	3.4 %
State Auditor	75	$1,346	1.0 %
State Budget and Management	50	$897	0.7 %
State Controller	40	$718	0.5 %
State Treasurer	150	$2,691	2.0 %
Transportation	550	$9,868	7.4 %
Wildlife Resources Commission*	25	$449	0.3 %
Total	**7,465**	**$133,937**	

* These Departments, along with several DHHS divisions, are not located downtown

FINANCIAL STABILITY

State Parking currently operates as a fully receipt-supported entity. Annual employee and visitor parking fees support ongoing operations and maintenance. Until last year, State Parking had not been responsible for parking capital debt, but had contributed to payments with year end monies. Table 8 represents annual revenues and expenses from FY03 through FY08.

Table 8

Revenue	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08
Parking Lot Rentals (Parking Fee) (a)	1,346,018	1,236,775	1,378,132	1,378,746	1,567,139	1,529,538
Insurance Recovery	800	143				
Other Sales - Equipment			1,341	2		1,837
Surplus - Materials			29	13		
Refund Prior Year Expenditures				7	206	229
Procurement Card Rebates						65
Transfer 14100 General Fund						3,081
Transfer 40401						38,250
Subtotal - Revenue	**$ 1,346,818**	**$ 1,236,917**	**$ 1,379,502**	**$ 1,378,768**	**$ 1,567,345**	**$ 1,573,000**
Expenditures						
Personal Services	372,521	372,231	376,683	385,679	460,409	505,226
Payment to Other Agencies (b)	441,311	354,666	479,963	371,023	475,767	414,358
Purchased Services	192,127	287,214	256,396	276,531	297,506	369,570
Supplies	33,077	32,578	16,843	54,286	26,141	16,703
Property, Plant, and Equipment	3,335	535	88,131	68,367	18,586	33,641
Other Expenses and Adjustments	20,487	10,492	2,189	623.17	1,805	3,285
Intragovernmental Transfers	142,424	26,751	12,588	370	504	-
Reversion to General Fund for Debt Service (c)	126,715	290,712	144,997	223,429	290,816	222,328
Subtotal - Expenditures	**$ (1,331,997)**	**$ (1,375,179)**	**$ (1,377,791)**	**$ (1,380,310)**	**$ (1,571,533)**	**$ (1,565,111)**

Notes

(a) Parking lot fees were established in 1979 and have not changed. Covered spaces are "rented" per month at $15 and non covered at $10.

(b) Under the current budget strcuture, the Parking Division pays for 5 State Capital Police officer positions for security patrols and 6 positions in Facility Management for lot cleaning and upkeep.

(c) The State Parking Division reverts money each fiscal to the General Fund to pay toward debt service for parking facilities. This amount is not formulaic or based on any methodology; traditionally its been "what's left over."

Assuming that the expectation is to continue the operations of State Parking as a fully receipt-supported entity, and add the responsibility of full debt service, plus the Green Square and the Visitors Center parking decks, State Parking may be forced to increase employee parking rates up to $64 per month. These costs are exclusive of operating and maintenance costs, which would

further increase parking rates. Table 9 provides the debt service schedules for current and planned future parking decks, and the annual additional cost per space.

Table 9 – Debt Service and Cost to State Employees

Fiscal Year	Employee Parking Spaces	Deck 75	Raleigh Deck (a)	Green Square (b)	Visitor Center (c)	Total Debt Service	Average Cost per Employee Space
2008-09	6,734	1,915,000	-	-	-	1,915,000	24
2009-10	6,694		1,718,841	1,573,960	831,000	4,123,801	51
2010-11	7,457		1,711,530	1,574,560	2,417,000	5,703,090	64
2011-12	7,457		1,703,076	1,573,360	2,416,700	5,693,136	64
2012-13	7,435		1,700,063	1,575,360	2,413,700	5,689,123	64
2013-14	7,435		1,694,062	1,575,260	2,413,000	5,682,322	64
2014-15	7,435		1,686,759	1,573,060	2,414,300	5,674,119	64
2015-16	7,435		1,682,913	1,573,760	2,417,300	5,673,973	64
2016-17	7,435		1,677,415	1,577,060	2,416,700	5,671,175	64
2017-18	7,435		1,670,232	1,572,660	2,417,500	5,660,392	63
2018-19	7,435		1,666,333	1,575,860	2,414,400	5,656,593	63
2019-20	7,435		1,660,491	1,576,060	2,417,400	5,653,951	63
2020-21	7,435		1,652,668	1,573,260	2,415,900	5,641,828	63
2021-22	7,435		1,647,830	1,577,460	2,414,900	5,640,190	63
2022-23	7,435		1,645,849	1,573,060	2,414,100	5,633,009	63
2023-24	7,435		1,641,167	1,575,360	2,413,200	5,629,727	63
2024-25	7,435		1,633,958	1,573,760	2,416,900	5,624,618	63
2025-26	7,435		1,629,280	1,573,260	2,414,600	5,617,140	63
2026-27	7,435		1,626,779	1,573,560	2,416,300	5,616,639	63
2027-28	7,435		1,475,479	1,574,360	2,416,400	5,466,239	61
2028-29	7,435		1,103,778	1,596,360	2,414,600	5,114,738	57
2029-30	7,435				2,395,600	2,395,600	27
2030-31	7,435						

(a) This project is anticipated to be completed 2009-10 and add an additional 900 above ground structure spaces.
(b) Parking for the Green Square Project is anticipated to be available in 2009-10. This project will provide 418 below ground parking spaces.
(c) The Visitor Center Project is in planning stages only. There is no estimate on when the project will be completed or if it will ever be undertaken. The debt service payments provided represent projected estimates $27.7 million cost.

Financial Outlook

The projected fiscal requirements for State Parking are shown in Table 10. The cost of parking operations and maintenance are expected to increase when new parking facilities are added. The most significant change to State Parking's long term budget begins with FY10 due to added expenses associated with debt service, and operations and maintenance of the new facilities. The columns labeled "Average Cost per Employee Space" represents the monthly cost per employee space continuing the one-to-one ratio of assigning employees to spaces.

Table 10

Year	Employee Parking Spaces	Operation and Maintenance Cost		Emergency Reserve Cost		Debt Service Cost		Total Estimated Budget	
		Annual	Average Cost per Employee Space	Annual	Average Cost per Employee Space	Annual	Average Cost per Employee Space	Annual	Average Cost per Employee Space (a)
2008-09	6,734	1,817,100	22	100,000	1	1,915,000	24	3,832,100	47
2009-10	6,694	2,189,716	27	100,000	1	4,123,801	51	6,413,517	80
2010-11	7,457	2,939,611	33	100,000	1	5,703,090	64	8,742,701	98
2011-12	7,457	3,030,992	34	100,000	1	5,693,136	64	8,824,128	99
2012-13	7,435	3,104,263	35	100,000	1	5,689,123	64	8,893,386	100
2013-14	7,435	3,205,504	36	100,000	1	5,682,322	64	8,987,826	101
2014-15	7,435	3,309,580	37	100,000	1	5,674,119	64	9,083,699	102
2015-16	7,435	3,331,321	37	100,000	1	5,673,973	64	9,105,294	102
2016-17	7,435	3,441,307	39	100,000	1	5,671,175	64	9,212,482	103
2017-18	7,435	3,554,372	40	100,000	1	5,660,392	63	9,314,764	104
2018-19	7,435	3,670,604	41	100,000	1	5,656,593	63	9,427,197	106
2019-20	7,435	3,790,089	42	100,000	1	5,653,951	63	9,544,040	107
2020-21	7,435	3,827,671	43	100,000	1	5,641,828	63	9,569,499	107
2021-22	7,435	3,953,942	44	100,000	1	5,640,190	63	9,694,132	109
2022-23	7,435	4,083,748	46	100,000	1	5,633,009	63	9,816,757	110
2023-24	7,435	4,217,189	47	100,000	1	5,629,727	63	9,946,916	111
2024-25	7,435	4,354,366	49	100,000	1	5,624,618	63	10,078,984	113
2025-26	7,435	4,495,385	50	100,000	1	5,617,140	63	10,212,525	114
2026-27	7,435	4,640,351	52	100,000	1	5,616,639	63	10,356,990	116
2027-28	7,435	4,789,377	54	100,000	1	5,466,239	61	10,355,616	116
2028-29	7,435	4,942,576	55	100,000	1	5,114,738	57	10,157,314	114
2029-30	7,435	5,100,064	57	100,000	1	2,395,600	27	7,595,664	85
2030-31	7,435	5,261,962	59	100,000	1	-		5,361,962	60

(a) Difference due to rounding

Performance Measures

State Parking uses the following performance measures to monitor the effectiveness of programs.

Measure	FY06	FY07	FY08
Percentage of parking spaces pro-rated and allotted to State agencies	96%	99%	99%
Percentage of parking spaces out of service or not allotted	4%	1%	.003%
Percentage of rented visitor spaces to total visitor spaces (receipts based)	44%	35%	39%

To improve performance for FY09, the following changes have been initiated:

- Practice of free parking for individuals and groups eliminated.
- Implemented tighter audit controls for cash handling.
- Installed card reads in Deck 75 for Legislative employees.
- Created log for tracking and collecting outstanding parking fees from visitor lots.
- Departments can pre-purchase visitor parking for their visitors.
- Credit/Debit cards will be accepted in spring 2009 at visitor lots.

PRIVATIZATION

State Parking was asked to provide information that should be considered regarding the privatization its operations of the State Parking Office, including leasing the State parking structures to a private entity.

Determining the best management program for a parking system depends on several factors, such as the program's mission and goals; desired levels of decision making; revenue/expense expectations; service delivery; system integrity and capital obligations and conservation.

Parking facilities managed by a private entity are driven to meet costs plus provide a profit. State Parking is driven only to provide their services at cost only. Any consideration of leasing State parking facilities to private entities must also recognize that a profit margin will impact the cost of parking for State employees and visitors.

The following is a brief description of various types of management scenarios and general description. A more detailed description can be found in following pages.

- Divestiture: Parking facilities are sold to an outside commercial operator and the previous owner relinquishes most of the control, except that negotiated under contract. Key decisions and policies are made by the operator, which are driven by profit margins.
- Management Contract Outsourcing: A commercial operator manages the facilities for a fee and reimbursement of expenses. There is minimal-to-moderate oversight by the owner.
- Contract Management: A commercial operator manages the facilities for a fee, but the owner aggressively manages the contract and retains very tight controls on quality and penalizes errors.
- Reduction in Force: Owner designs and provides systems, forms, training, auditing and oversight, but the staff is provided by an outside contractor.
- In-House Privatization: Operations are fully in-house; however a consultant is retained to provide guidance on developing and providing operations and programs.
- Traditional Management: Facilities are run totally in-house. Owner provides personnel, designs programs and systems, training, auditing and operational oversight. This is the model by which the Division operates.

Commercial Parking Management Alternatives						
Contract Model Management Issue	"Divestiture"	"Management Contract Outsourcing"	"Contract Management"	"Reduction in Force (RIF)"	"In-House Privatization"	"Traditional Self Management"
General Description	Facilities are sold or leased to an outside commercial operator; operator provides turn-key service; minimal oversight by owner.	Facilities are operated and managed by commercial operator for a fee and reimbursed expenses; operator provides turn-key service, minimal to moderate oversight.	Facilities are managed by commercial operator for a fee; operator provides turn-key service, but Owner aggressively manages contract and retains very tight quality requirements, may penalize errors.	Facilities are staffed by an outside contractor (may/may not be commercial parking operator); Owner designs and provides systems, forms, training, auditing, ops oversight, etc.	Facilities are run totally in-house; Owner's Consultant custom-designs and/or provides systems, forms, training, auditing, ops oversight, managers, etc.	Facilities are run totally in-house; Owner provides personnel, and designs systems, forms, training, auditing, ops oversight etc.
Decision-making	Operator makes all	Operator makes	Operator makes	Outsource makes	Owner makes all	Owner makes all

Commercial Parking Management Alternatives						
Contract Model Management Issue	"Divestiture"	"Management Contract Outsourcing"	"Contract Management"	"Reduction in Force (RIF)"	"In-House Privatization"	"Traditional Self Management"
	key decisions and policies; owner relies on contract enforcement.	nearly all routine decisions and provides advice; Owner makes policy decisions.	most routine decisions; Owner makes some routine decisions and all policy decisions.	basic personnel-related decisions only; Owner makes most routine and all policy decisions.	decisions; consultant makes recommendations as needed.	decisions, usually without outside input.
Net Income Levels To Owner	Often higher in the short term (1-5 yrs.); longer term fixed rent contracts rarely beneficial to Owners.	Generally higher income if operator is incentivized and competent.	Generally higher income if operator is incentivized and competent.	Generally higher net income initially due to lower expenses, but revenue production may be lower long term due to no incents.	Generally higher income due to improved systems, training, and follow-up (auditing and surveys).	Net income often lower due to lack of expertise, incentives and higher expense levels.
Net Income Levels						

Commercial Parking Management Alternatives						
Contract Model Management Issue	"Divestiture"	"Management Contract Outsourcing"	"Contract Management"	"Reduction in Force (RIF)"	"In-House Privatization"	"Traditional Self Management"
To Operator	Often lower in the short term (1-5 yrs.) but higher in the long run; over longer term fixed rent or sale contracts are usually most profitable for Operators. Other than outright Sale, common agreement types include Fixed Rent (Escalating or Flat); Rent + percent of Gross; Rent vs. percent of Gross; and, percent of	Generally lower income to operator unless operator is incentivized; this can lead to lack of management attention. Common agreement types include Fixed Fee (Escalating or Flat); Fee + percent of Gross or Net; Fee vs. percent of Gross; and, Reverse Management Fee (all inclusive Fees (that includes expenses).	Generally lower income to operator unless operator is incentivized; performance penalties punish lack of management attention. Common agreement types include Fixed Fee (Escalating or Flat); Fee + percent of Gross or Net; Fee vs. percent of Gross; and, Reverse Management Fee (all inclusive Fees (that includes	Generally much lower income to operator based on much smaller service base. Common agreement types include Hourly Fee (Escalating or Flat) and Reverse Management Fee (all inclusive Fees (that includes expenses).	No Operator	No Operator

Commercial Parking Management Alternatives						
Contract Model Management Issue	"Divestiture"	"Management Contract Outsourcing"	"Contract Management"	"Reduction in Force (RIF)"	"In-House Privatization"	"Traditional Self Management"
	Gross (Concession).		expenses).			
Revenue Generation	Often higher due to profit motive.	Sometimes higher due to profit motive.	Sometimes higher due to profit motive.	May be lower due to lack of expertise and incentives.	May be lower due to lack of incentives.	Often lower due to lack of expertise and incentives.
Operating Expense Levels	Usually irrelevant to Owner since Operator bears all expenses, although operator has motivation to minimize expenses that may affect service delivery.	Generally lower than self-operation due to wage/benefit factors, volume purchases of equipment, tickets, etc. Savings can be negated by operator markups.	Generally lower than self-operation due to wage/benefit factors, volume purchases of equipment, tickets, etc. Savings can be negated by operator markups.	Generally lower than self-operation due to wage/benefit factors	Generally higher than outsourcing due to wage/benefit factors, but volume purchases of equipment, tickets, etc. thru buyer's network generates savings.	Generally higher due to wage/benefit factors

Commercial Parking Management Alternatives						
Contract Model Management Issue	"Divestiture"	"Management Contract Outsourcing"	"Contract Management"	"Reduction in Force (RIF)"	"In-House Privatization"	"Traditional Self Management"
Service Delivery	Owner hears few complaints and gets lowest feedback. Operator insulates Owner from nearly all complaints, concerns; handles most problems internally.	Few complaints and some feedback. Operator insulates Owner from many complaints, concerns; handles most problems internally, except policy issues.	Some complaints and some feedback. Operator insulates Owner from few complaints, concerns; Owner handles many problems	More complaints and some feedback. Little or no insulation from the public; Owner handles nearly all problems	Most complaints and most feedback. No insulation from the public; Owner handles all problems. Feedback is built-in and measured routinely.	Most complaints and some feedback via political process. No insulation from the public; Owner handles all problems.
Systems Integrity	Generally good; policies & procedures developed over	Generally good; policies & procedures developed over	Generally good; policies & procedures developed over	Only as good as in-house systems in place; in house systems generally	Highest potential systems integrity if Owner uses professionally	Only as good as in-house systems in place; many systems generally

Commercial Parking Management Alternatives						
Contract Model Management Issue	"Divestiture"	"Management Contract Outsourcing"	"Contract Management"	"Reduction in Force (RIF)"	"In-House Privatization"	"Traditional Self Management"
	many locations and usually enforced by internal audit	many locations and usually enforced by internal audit	many locations and usually enforced by internal audit	are not as good as commercial operators or those developed by consultants for this purpose.	designed policies & procedures developed over many locations and enforced by internal audit, surveys, training, etc.	not as good as commercial operators or those developed by consultants for this purpose.
Capital Conservation	Good. Operator may agree to fund improvements off-balance sheet, capital may be conserved, and payback can be amortized against	Fair. Operator may agree to fund improvements off-balance sheet, capital may be conserved, payback usually amortized against monthly	Fair. Operator may agree to fund improvements off-balance sheet, capital may be conserved, payback usually amortized against monthly	Fair. Operator may agree to fund improvements off-balance sheet, capital may be conserved, payback usually amortized against reimbursed	Not applicable. Capital must be obtained from in-house or other authorized sources (revenue bonds, budgets, etc.).	Not applicable. Capital must be obtained from in-house or other authorized sources (revenue bonds, budgets, etc.).

Commercial Parking Management Alternatives						
Contract Model Management Issue	"Divestiture"	"Management Contract Outsourcing"	"Contract Management"	"Reduction in Force (RIF)"	"In-House Privatization"	"Traditional Self Management"
	contract term or profits.	income.	income.	expenses.		
The "Upside"	Lump sum or steady income from a "credit" tenant; leases are often bankable; little or no staff oversight needed.	Good opportunity for taking advantage of the efficiency of the private sector with the service orientation of public sector.	Owner able to enforce policy/service requirements because of in-house management presence.	Lower cost to provide what is, in effect, an in-house operation; near total control over operations and good control over service delivery.	Possibly the best compromise between net income and service delivery. Total control over quality of operation and delivery of service.	Total control over quality of operation and delivery of service.
The "Downside"	Owner rarely receives true value	Flat fees and/or low percent fees	Duplication of some supervision and	Source and maintenance of	Source and maintenance of systems, training,	Source and maintenance of systems, training,

Commercial Parking Management Alternatives						
Contract Model Management Issue	"Divestiture"	"Management Contract Outsourcing"	"Contract Management"	"Reduction in Force (RIF)"	"In-House Privatization"	"Traditional Self Management"
	of asset in leases over lease periods in excess of 5 years due to profit motive of operator; little or no input into decision-making.	generated by competitive bidding may not incentivize operator to perform at high levels.	oversight by Owner's reps. over operator's managers; few operators can perform at high enough levels to assure quality.	systems, training, and auditing a concern; little or no incentives to maximize revenue; little insulation from patron complaints/ concerns.	and auditing a concern; higher operating costs; no insulation from patron complaints, concerns.	and auditing a concern; higher operating costs; no insulation from patron complaints, concerns.

RESPONSES to AUGUST 13, 2008 MEMORANDUM

The following information was requested in the above referenced memorandum, which is attached in Exhibit A.

State Parking Outside of Downtown

The question was been raised in the memorandum of August 13, 2008, regarding plans to expand the parking fee structure to all lots under the jurisdiction of the State Parking Office or to State government complexes located outside of the downtown Raleigh State government complex.

Currently, there are no plans to expand the parking fee structure outside the downtown State Complex. There are outlying state-owned and leased properties located outside the downtown where parking for employees and visitors at no cost. Conversely, there are downtown Raleigh based employees who do not have access to the state parking facilities because of their office locations, and pay to park in private parking lots, which cost more than downtown state parking.

There are costs involved in taking on new facilities. These are costs associated with expanding operations to new areas and accepting the responsibility for maintenance. Unless these operating and maintenance costs could be fully recovered through parking fees, these outlying areas will become an added financial liability for the State Parking Division and the costs may have to be passed along to current downtown customers to fund the expansion.

Parking Assignment Polices

In the August 13, 2008, memorandum, questions have been raised regarding the current policies which revolve around a "one employee, one assigned space" mentality, and that the State Parking Division is often viewed as not taking an active role in exploring, expanding, investing in, and publicizing alternative forms of transportation, such as car or van pools, park and ride lots, or shared parking. How State Parking planned to address the 2007 State Master Plan regarding the long term difference in the number of employees and available spaces was also asked.

Since all employees are not at work every day due various reasons, even leased spaces can appear to be available. The Division has conducted three space utilization surveys over the last ten years, and parking utilization rates have declined during that time period. The timing of these surveys may account in part of for the low capacity rates in 2008. June is a popular time for vacationing, since the weather is nice and most schools have ended for the summer.

The Division is conducting a pilot project to zoned and oversell two different parking areas, one in Blount Street sale Phase II (125 spaces) and the other in Blount Street sale Phase III (313 spaces). Based on the parking occupancy study mentioned earlier, the Division is taking a conservative approach and only overselling these two zones by 15 percent or a maximum of 503 permits for these zones. This not only allows more employees the opportunity to park but also increases revenues. This project started January 2009 and will end between January 2010 and January 2014, depending on when the final land transfer is completed for the Blount Street sale.

Date	Total Spaces	Percent Occupied
9/1997	8,370	61%
4/2004	8,015	70%
6/2008	6,752	55%

Addressing Parking Shortfalls

State Parking has undertaken several changes to address the current parking shortfall. In addition to the temporary pilot project, the Division also

- Reassigned employees affected by Blount Street and Green Square to available spaces within the remaining inventory.
- Reduced department vehicle parking and reassigned departmental vehicle parking spaces to employees.
- Non-state agency parking eliminated and assigned to employees.
- Departments no longer hold unfilled spaces indefinitely.
- 91 new gravel spaces added for employee parking.
- Lot 18 visitor lot increased by 40 spaces

Other improvements have been made to improve the parking program:

- Maintenance
    - Reviewed maintenance contracts to ensure facilities are being maintained as well as possible.

    - Established internal procedures for tracking repair status and costs.
- Alternative Transportation
    - Provided increased education of options to employees.
    - Initiated daily pass program for eligible vanpoolers.
- Customer Service
    - Improved information provided to parking coordinators and customers through emails, websites features, electronic brochures and posters.
    - Updated employee uniforms.
    - Enhanced staff training.

Several additional options are being explored to increase the effectiveness of current and future parking and to increase availability to employees and visitors. These include further evaluation of zoned parking, expanding parking and ride options and future promoting alternative commuting options. The timeframe for making any modifications to the parking assignment process will be determined after the pilot project has been completed and evaluated.

2007 State Master Plan

The 2007 State Master Plan included several recommendations for the parking system.

- Increase employee permit pricing
- Add provision for parking tickets
- Reduce reserved parking
- Add carpool/vanpool and bus pass incentives
- Introduce parking cash-out

During the past 12 months, due to the reduction in parking caused by Blount Street and Green Square, State Parking introduced zoned parking in two areas that had been designated as reserved parking. These areas are part of the Blount Street retention. Approximately 438 spaces were designated as zoned parking, and more than 400 employees have been assigned. Permit, or parking, prices were not impacted by this new program. Free daily parking passes are provided to qualified vanpoolers that allow them to park up to 24 times per year when they need to drive to work.

The Division has worked to improve efficiencies within its operations to reduce costs and capture new revenues by ensuring there is equity and consistency in parking fees. Any increases in employee parking will be determined after all other revenue opportunities are exhausted, or if the Division must take on funding parking construction debt.

2007 State Employee Survey

Of the 4,942 people who completed the survey, 3,707 worked downtown. Seventy-seven percent of the employees reported that they drove alone, 12 percent reported they were in a carpool or vanpool and approximately 2 percent reported they took the bus. Also, 2 percent reported they routinely telecommute and 8 percent reported they did not work on the most recent Friday, which is an indicator of using a flexible schedule.

While 52 percent answered that they understood that it is more expensive for an employer to provide a reserved space, the remaining did not, which indicates how employees may not understand the cost of parking. However, while 68 percent of employees were unwilling to give up their reserved space, 22 percent indicated they would pay more to keep their reserved space.

The most favored incentives for giving up a reserved parking space were the ability to telecommute or availability of free remote parking with a shuttle. Changes have been made in the program so employees have more information about alternatives. Free daily passes from qualified vanpool participants were increased from 12 to 24 annually.

Promotion of Alternative Parking Strategies

State Parking works closely with Capital Area Transit (CAT) and Triangle Transit (TTA) to promote commuter options. Information is available to employees through their parking coordinator, the State Parking webpage and from contact with CAT and TTA representatives. Additional outreach or programs are planned in the future to offer more parking options to employees.

More opportunities fare being provided for CAT and TTA representatives to work directly with departments to distribute information and options to employees. Participation in alternative programs, such as the Smart Commute Challenge, will be promoted to State employees in April.

Maintaining a Business Approach to Parking

Currently, State Parking operates with an enterprise fund. As such it does not require contributions from the General Fund to provide programs and services. The current operating structure uses a business approach to evaluate and provide programs and services since revenues must cover expenses.

Barriers to Implementing Changes

Prior to implementing any changes, all options will be fully vetted and reviewed for the impact they will have on employees and visitors, with particular emphasis on how changes will impact service quality and cost.

Impact on State Employees

New programs and those under consideration are planned to improve employees' access to parking and alternative transportation programs. The intended outcome is to provide employees with added options and flexibility. These include:

- Updating technology to more effectively manage parking assignments, revenues and system performance.
- Ensuring equitable assignment processes and the most effective use of parking spaces.
- Continuing the evaluation of zoned parking to increase the efficiency of space assignments and use.
- Initiating programs to improve parking enforcement and maintenance program.
- Enhancing incentives to encourage more employees to use alternative transportation.

Current operating expenses are covered by the existing rate structure. However, if State Parking assumes debt associated with parking deck construction, and is required to remain an enterprise fund, any increases in rates will be the result of the required debt service payments and associated additional operating and maintenance costs.

CONCLUSION

State Parking is receipt supported and does not rely on state funding for its programs and services. Several changes have been made in recent months to ensure programs operate efficiently and necessary changes are affected to ensure the maximum collection of revenue without placing new burdens on State employees. At some point in the future, revenues may have to be adjusted to ensure current programs are funded and needed improvements are made to the system. These would be introduced incrementally and with sensitivity to the impact the costs will have on employees. Accordingly, increases, such as those brought about by capital debt payments, cannot be funded through the existing budget and rate structure, and would require significant increases to employee and visitor parking rates.

RECOMMENDATIONS

The following recommendations have been identified and are under consideration to improve the long term effectiveness of the downtown State Government Complex parking program.

1. Update Technology and Equipment

The 20-year-old information technology system should be replaced with a newer technology. This system stores and tracks individuals by Social Security number which is a security risk due to the number of individuals that have access to the system. Industry-tested software is available that accommodates parking permit assignments, payroll deductions, auditing procedures, enforcement of parking regulations, special parking requests or events management; as well as, track facility maintenance.

2. Centralize management of downtown State parking

A centralized parking assignment and management system will ensure equity and continuity within the system. It would streamline assignment policies, improve revenue management and eliminate the need to relocate the parking assignment for employees who move from one downtown department to another. Centralization would also allow all parking programs to be consolidated.

3. Introduce zoned parking

The present method of assigning individual parking spaces is inefficient, as presented in the space utilization studies, and zoned parking was recommended in the 2007 Walker Parking study. The current method assigns a parking space to one person. This creates inefficiency since employees are not at work every day due to vacation, illness, personal obligations and travel requirements. A properly crafted zoned parking system, using primary, secondary and satellite parking areas, could provide a more effective use of current and future parking resources while ensuring employees have access to parking.

4. Initiate a parking enforcement program

A strong parking enforcement program must be in place to complement a zoned parking program. The 2007 Walker Parking study recommended that State Parking be authorized to issue parking tickets with an appropriate schedule of citation categories and monetary fines. Revenue collected from parking fines will support operations and can help to offset parking fee increases. This will require a change to General Statutes.

5. Enhance incentives to encourage more employees to use alternative transportation

Implementing a zoned parking program will enable State Parking to reserve more space for carpoolers and vanpoolers. In addition, vanpooler participants, like employees who payroll deduct their parking fees, should be able to payroll deduct their monthly vanpool fees which are also eligible for pre-tax benefit[4].

The GoPass program is funded through downtown state parking receipts. Under consideration is offering free GoPasses only to downtown state employees who are eligible for, but do not have, parking within the downtown. This would improve State Parking's ability continue funding the program and focus the program on reducing parking demand and congestion within the downtown, as it was originally intended.

6. Develop a long-term parking fee strategy

If State Parking is to be responsible for debt service and associate operating and maintenance costs for new facilities, adequate revenues must be derived from parking fees to cover these expenses.

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[4] Commuter costs may be payroll deducted before State and Federal taxes and FICA are deducted, thus reducing the actual cost of the fee to the employee. It also reduces employer FICA costs.

NORTH CAROLINA GENERAL ASSEMBLY
Legislative Services Office
George R. Hall, Legislative Services Officer

Exhibit A

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Lynn Muchmore
Director

To: McKinley Wooten
Cc: Chairs of the Joint Appropriations Subcommittee on General Government
From: Amna Cameron
RE: Parking Continuation Review

August 13, 2008

Section 6.8 of S.L. 2008-107 requires the Department of Administration to conduct a Continuation Review of the State Parking Office and its operations. In addition to the requirements of Section 6.7(c), this memo sets forth specific guidelines and expectations as you begin this process.

1. Financial Stability

Members expressed concern that the current rate structure may need to be altered in the future. It is expected that the Review will explore and respond to the following questions.

a. Assuming that the expectation of the State Legislature is to continue the operations of the State Parking Office as a fully receipt-supported entity, what does the Office project is needed to maintain the parking operations in the future.

   Include in this analysis:
   i. The annual cost of bond repayments for existing bonds, and for the new Green Square and Visitors Center Parking
   ii. Anticipated staff and operating costs
   iii. Anticipated visitor or State employee parking rates or other potential changes to the pricing structure
   iv. Employee projections for Downtown based on the 2007 State Master Plan
   v. A 15-year financial outlook

b. Assuming that the expectation of the State Legislature is to privatize the operations of the State Parking Office, what factors should be considered to understand the result of leasing the State parking structures to a private entity? What are the pros and

cons of privatizing parking operations? [This section is in reference to the expectations for Section 6.7(c)(7)]

c. Are there plans to expand the parking fee structure to all lots under the jurisdiction of the State Parking Office or to State government complexes located outside of the downtown Raleigh State government complex?

2. Parking Policies

Members expressed concern that current policies revolve around a "one employee, one assigned space" mentality. The State Parking Office is often viewed as not taking an active role in exploring, expanding, investing in, and publicizing alternative forms of transportation, such as car or van pools, park and ride lots, or shared parking. It is expected that the Review will explore and respond to the following questions.

a. Based on the 2007 State Master Plan, how does the Parking Office plan to address the long term difference in the number of employees and available parking spaces?

b. Has the Parking Office undertaken any changes to address the current parking shortfall? (prior to the opening of new parking decks).

c. What changes are planned to further address the current parking shortfall? (prior to the opening of new parking decks). What is the time frame to implement these changes? What other options are under consideration?

d. Overview the findings of the parking study included in the State Master Plan. What changes have been implemented based on the recommendations of the Study? If additional changes are expected, what are the changes and when will each change be implemented? What other options are under consideration?

e. Overview the findings of the State Employee survey conducted last year. What changes have been implemented based on the feedback obtained from the survey? If additional changes are expected, what are the changes and when will each change be implemented? What other options are under consideration?

f. What barriers to implementation exist that have affected the State Parking Office from implementing changes? For example, what impact has political

pressures, State employee feedback, or other factors had on implementing the current policies and seeking to initiate changes to this policy?

g. What options should both the Legislature consider, including privatization, which will better create an environment where decisions and policies are based strictly on a business approach?

3. Impact on State Employees

The impact of any changes to the parking rate system or parking structure on State employees is of keen concern to Members. It is expected that the Review will explore and respond to the following questions.

a. Based upon the response to the above questions that indicate changes to the system are planned or are under consideration, what will be the impact of each plan on State employees?

b. What steps do you anticipate taking to minimize the impact to State employees if rate increases are deemed to be necessary?

c. What techniques are used by the State Parking Office to inform State employees of alternative parking strategies? What additional outreach or programs are planned in the future to offer additional parking options to employees?

I look forward to working with you and your staff as this review progresses. We can discuss this memo at our first meeting on Monday, August 18. At this meeting, I'd like to set up monthly follow-up meetings to review the progress and to address any issues that arise. A schedule will also be beneficial to the Chairs in order for them to able to attend the key meetings.

2009-2010

HOUSE APPROPRIATIONS – GENERAL GOVERNMENT

MINUTES

House Appropriations Subcommittee on General Government
Minutes

April 21, 2009

Room 1425 - 8:30 AM

Chair Susan Fisher called the meeting of the Appropriations Subcommittee on General Government to order on April 21, 2009, at 8:30 a.m. The following members were present: Representative Susan Fisher, Chair; Representative Alice Underhill, Chair; Representative Russell Tucker, Vice Chair, Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills, and Representative Jane Whilden. The meeting was staffed by Claire Hester, and Michele Nelson. Committee Assistants Judy Veorse and Lynn Tennant were also present. The Sergeants At Arms were Judy Turner and Marsha Parrish. House pages serving were Austin Doygett from Guilford County, sponsored by the Tarheel Challenge and Raye Fair from Lee County, also sponsored by the Tarheel challenge.

Representative Fisher proceeds to pass out a calendar detailing the next three weeks (attached) and explained that they were going to hear from staff regarding the Parking Division report and then hear from the Lieutenant Governor and the Ethics Commission. Representative Fisher then allows Michele Nelson to discuss the calendar. Michele states that for the next two to three weeks there will be intense education and review based upon the line items shared in the one page sheet that came from the Full Appropriations Chairs so that this schedule follows the review of 17 agencies, up to the two week period. She said that this is a very intense meeting that will require a Monday meeting. Representative Fisher then recognizes Claire Hester to discuss parking.

Claire Hester then continues the parking review discussed last week. There are three handouts about the parking review. The first being the segment of last year's State Law, 2008-107. Parking is now receipt supported and there are enough spaces for all the employees but as the population grows parking spaces diminish due to different capital and construction projects, capacity will be exceeded. On the second page of the attachment is ten items that were requested. The first four items have been discussed, stating statutory objectives and how they have been achieved, and the programs performed without statutory authority. The last five items need more detail. Five was discussed briefly, with little development about whether they were appropriate measures, how they compare to past years, whether they will be continued and whether they are measuring performance. For six it is unclear whether there will be legislative action needed, to make changes to the parking division programs. If changes are needed it would be helpful to know who will bear that responsibility. Number seven, an estimate of consequences for not building new decks or assessments of what parking will be in the next five years. Number eight needs more detail about what specific plans could be used. Number nine needs discussion of whether this is an employee benefit, how we need to do capital planning.

The third page is a compilation of data that would be helpful to accomplish those items. Parking Capacity and Parking Needs have various resources that could provide future figures for state employees. One in particular is the 2007 capital master plan, and there are a lot of figures about projected employee numbers in the downtown district. Working with OSP, with their workforce planning would also be helpful and also details from the utilization of Phase Three of Blunt Street. There needs to be more detail about overflow, and know what exact year the state will run out of parking, if no changes are made and zone parking is implemented. With Parking Privatization there is no clear recommendation of what would be best for the state. Park and ride lots would be helpful. Would like to know what the impact has been from 12 to 24 daily passes. I need more information on the Go-pass program. I did see a discussion of park and ride lots and believe that this would be helpful. Debt service, with capitol planning, there needs to be different scenarios of parking facility development, service lots, exact calculations, and repairs and renovations.

Representative Tucker – "I think I remember on the parking, you could get a go pass and still maintain your other parking space, which I thought was unusual."

Representative Whilden – "There was a question about raising the cost of parking and that would be an important thing to look at. I personally worked in Asheville and pay $100 a month. There is a small percentage of that parking."

Representative Tucker to Representative Whilden –" Was that a state owned parking lot, city or private?"
Representative Whilden- "It was a state agency in a private building. Area blocks were $85 and above."

Representative Underhill- I want to follow up on Claire's report, and observations, I also thought the parking report was very helpful and thorough, these are the things we would like to see additionally addressed with more specificity. I am assuming that we will be charged with continuation review again this session, because of the complexity of this and the changes in the parking situation, maybe we can select parking as a continuation for the second year and you could flesh out and have more time. The committee has not discussed that and there may be another agency they want under continuation review. We appreciate what you have done, but these other things would be helpful as well.

Representative Fisher stated that they had talked about revisiting the reports that were provided by OSBM, and the next people in line for that follow-up would be the State Assistance to Veteran Service Programs.

Bill Stockard from the Office of State Budget and Management presented and stated that he worked on the study of Youth Advocacy and Involvement Office. This was in response to session law 2008-107. You will see in the report YAIO, to determine if the staffing is appropriate for the work load volume. YAIO is a part of the Department of Administration and its responsibilities evolved out of the General Statutes which

established the Governor's Advocacy Council on Children and Youth within DOA. DOA determined YAIO to have an adequate staffing level for its current workload volume. This is based on the logical agency to fulfill most of the statutory requirements. The findings show the YAIO review of YAIO functional areas, case workload volumes for advocacy specialists, interview with staff, and analysis of Youth Advocacy and Involvement functions in neighboring states, that is on pages 2-6, in more detail of the report. We also found that YAIO could do a better job of measuring its achievements, and outcomes and a way to do that would be through an internal tracking database that would use existing DOA resources and allow YAIO to automate case statistics, time spent on its duties, and better quantify the results of its work. This program has played a key role in most of the statutory requirements and has become a key contact point. OSBM could not find evidence that two provisions in this statute were being fulfilled. Section five to review programs proposed by state agency and recommend changes to avoid duplication, and section six to meet at least annually with the Governor with a written report of the health and well being of children.

The recommendations were three options. Option one, keep the current staffing level where it is and develop a tracking system and review the statutes that enable the Governor's Advocacy Council to determine whether to retain the council who has not met sense 2002 or whether YAIO or some other agency should accomplish those goals. Option two on page nine, has some of the same components to develop the tracking system, and to review the statutes, and reduce the intern program temporarily for budget purposes. Option three on page ten references reviewing the statutes and the DOA could reexamine specific functions of YAIO and determine the best location of those services by June 2010.

Representative Whilden- Question on option two, page nine, reduce number of internships, to reduce expenses, how many interns do you have?
Stockard- "Offers are usually made to 100 interns a year, so incrementally there could be different cost cutting measures there. The program costs a little over $400,000. There have been offers extended this year, and agencies rely on interns to complete various projects.

Chair Fisher – "Is this the intern program where interns are used across the state."
Stockard replied "Yes."

Next in the order is Veteran services program. Phillip Bartholomew introduces self and begins his presentation. North Carolina ranks ninth in the nation in the number of military veterans. At the time of our report the latest data available from the Federal Department of Veterans Affairs (VA) was Fiscal Year 2007. Since that time VA published Fiscal Year 2008 data.

In Fiscal Year 2007 North Carolina was estimated to have 773,630 veterans and in Fiscal Years 2008 the estimated number had declined slightly to 772,264. VA estimates of the number of veterans residing in North Carolina are based on the 2000 census which showed 792,646 veterans and then adjusted in subsequent years for general population

trends. VA estimates of the number of veterans are useful only in comparing different areas and not on basing funding decisions as they are probably not right. For example, the veteran population in North Carolina has increased by over 10% from the 1990 census to the 2000 census, yet the VA estimates since that time have shown a decline.

In Fiscal Year 2007, total VA spending is North Carolina was about $2.6 billion and in Fiscal Year 2008 VA spending increased by about $320 million to $2.9 billion. Of the total VA spending in Fiscal Year 2007, just over $1.6 billion was related to federal claims benefits. That amount increased in Fiscal Year 2008 to almost $1.8 billion.

Assisting North Carolina's veterans is a joint effort by the State and 94 counties. State and county assistance is especially helpful when it comes to filing benefit claims with the VA.

VA has a high error rate and a large backlog of claims making it important to have claims prepared correctly the first time so that they are not further delayed. Thus, a review by someone experienced with federal award decisions is important as about 8% of federal pension claims decisions and 14% of the disability decisions are found to be incorrect. The State provides assistance through the North Carolina Department of Veterans Affairs (NCDVA) and its 15 District Offices. NCDVA helps train county veterans service officers and its District Offices typically review claims prepared by counties to help assure they are correct before submittal to the VA. In addition, the District Offices perform similar assistance as county veterans service officers by helping veterans prepare their initial claims.

The State also provides limited funding support to counties with veteran's service offices through the Aid to Counties Program. This program reimburses counties up to $2,000 yearly for assistance they provide veterans. In FY 2008 this amounted to $185,000 or about 2.5% of the $7.5 million counties collectively spent assisting veterans.

Chair Fisher asks if there are any questions from the committee.

Representative Whilden stated that she was disturbed by the fact we, as the State, are having to help veterans fill out paperwork for federal assistance."
Bartholomew replied that unfortunately a lot of veterans do not understand the paperwork process.
Representative Whilden commented that it just seems like something the federal government needs to do--step up to the plate.
Bartholomew replied that the federal government will help if they come to the VA system in Winston-Salem and most people in the VA business, the federal office, has there own agendas and we want to make sure veterans get everything they deserve but acknowledged that it is disturbing.

Next Angela Houston spoke regarding the Statewide Business Functions and the Secretary of State Lobbying Division, and the Beacon system, reports attached.

Michele asked what else would be needed to follow-up with this information, if anything and Rep. Underhill asked if they could find positions to eliminate with this report. Ms. Houston stated that this report is not for reductions but to review "what is." When they do the study again next year, they will be able to report about reductions. Michele asked about vacant positions and Ms. Houston replied that, although the positions are vacant, they are still there.

In regard to the Lobbying Compliance, they have collected fewer fines in 2008 that they attribute to people understanding what is required of them. They have eliminated the backlog that was present in the 2007 report. No new staff is needed for workload at this time. Michele inquired about page 5 duties that have been listed and are still not being performed by the division and were/are these critical. Do they need to be reviewed Ms. Houston said that they have made a lot of effort to reduce and that is why there is no longer backlog.

Rep. Tucker inquired about a $100 fee and if it would need to be increased to $1,000. Michele stated yes and that this is what all committees are being asked to look at.

Rep. Fisher inquired about looking at other fees in other agencies and asked for an example of an agency where a fee would directly impact what they do. Michele did not have an exact example available but talked about supportive arrangements and helping General Government to meet the budget target. She gave the Wildlife Commission as a totally fee supported organization. Rep. Whilden asked if they could request a separate report on just fees from agencies.

Rep. Floyd asked about fees being charged for lobbying and being charged to a particular area. Staff clarified how the fees were charged and how statutes limit how certain fees can be applied.

The meeting was adjourned at 9:34 a.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA
HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
April 21, 2009
8:30 a.m.
Room 1425

Representative Susan Fisher, Chairing — Representative Alice Underhill

8:30	Call to Order	Rep. Fisher
	Fiscal Research Remarks on Department of Administration's Parking Continuation Review	Claire Hester Fiscal Research Division
	OSBM Reports	
	DOA/Youth Advocacy & Involvement Office	Bill Stockard
	DOA/Veterans	Philip Bartholomew
	Statewide Business Functions	Angela Houston
	Secretary of State/Lobbying Division	Angela Houston
	Adjourn	

FISCAL RESEARCH DIVISION Claire Hester
STAFF COMMENTS ON THE PARKING CONTINUATION REVIEW April 21, 2009

Purpose of a Continuation Review (S.L. 2008-107):
[T]o review the funds, agencies, divisions, and programs financed by State government [in order to] assist the General Assembly in determining whether to continue, reduce, or eliminate funding for the State's funds, agencies, divisions, and programs subject to continuation review.

Elements of the Parking Continuation Review Presented by Department of Administration staff on 4/16/09:

Satisfactorily provided information in the following areas:

(1) A description of the fund, agency, division, or program mission, goals, and objectives.
(2) The statutory objectives for the fund, agency, division, or program and the problem or need addressed.
(3) The extent to which the fund, agency, division, or program's objectives have been achieved.
(4) The fund, agency, division, or program's functions or programs performed without specific statutory authority.

Needs more detail in these areas:

(5) The performance measures for each fund, agency, division, or program and the process by which the performance measures determine efficiency and effectiveness.	While some performance measures are listed, they are not fully discussed or compared to past years, nor is there any analysis of the suitability of these measures.
(6) Recommendations for statutory, budgetary, or administrative changes needed to improve efficiency and effectiveness of services delivered to the public.	It is unclear whether legislative action will be necessary to make changes to the Parking Division's programs. Strategic plans and departmental assignment of responsibility have not been clarified.
(7) The consequences of discontinuing funding.	More emphasis should be placed on the consequences of failing to expand parking as the State employee population grows.
(8) Recommendations for improving services or reducing costs or duplication.	Hypothetical plans to implement new elements of parking programs are not described (for example, move to zoned parking, construct new decks, and/or implement new parking rate structure).
(9) The identification of policy issues that should be brought to the attention of the General Assembly.	Needs more analysis of the interplay between employee benefits, capital planning, and workforce planning.

Claire Hester

Suggested Additional Information

POWERS & DUTIES

- Provide information on whether changes to the parking program must be legislated or are already included within the Department of Administration's statutory powers.

PARKING CAPACITY & PARKING NEEDS

- Provide forecasted figures of State employee growth for at least 10 years (use 2007 Capital Master Plan or OSP workforce planning figures).
- Calculate the exact number of 'new' spaces that could be gained through the implementation of zoned parking. Use scenarios at various levels of overselling, such as 0%, 10%, and 25%.
- Calculate the year that the State will run out of parking spaces if it:
  - implements a zoned parking program (using various scenarios), and/or
  - maintains its current parking structures with no changes.
- Provide more data on the Phase III pilot program that has been running since January. How many employees are using it daily/weekly/monthly? Is the lot oversold? Has there been a need for overflow parking, and if so, how often has it been needed?

PRIVATIZATION & PARKING FEES

- In addition to providing the costs of other downtown parking structures, account for inflation to demonstrate the difference in impact of $10/month fees on employees' salaries between 1979 and 2009.
- Evaluate which of the privatization method(s) described in the report would be most appropriate for the State and make a recommendation.

ALTERNATIVE TRANSPORTATION

- Evaluate the effectiveness of the vanpool program's recent change from 12 to 24 daily parking passes for participants.
- Estimate the potential costs of incentives to encourage employee carpooling.
- Provide more information on the GoPass program: are these drivers also required to give up their parking spaces?
- Include a discussion of remote parking alternatives.

DEBT SERVICE

- Using various scenarios of parking facility development, calculate total potential costs of expansion, including day-to-day operations, security measures, and repairs/renovations.
- Provide more detail on the exact costs of upcoming capital projects that are committed to be funded by debt service. Also provide scenarios with costs that may be incurred if more projects are begun in the future.

CONTINUATION REVIEW OF CERTAIN FUNDS, PROGRAMS, AND DIVISIONS

SECTION 6.7.(a) It is the intent of the General Assembly to establish a process to periodically and systematically review the funds, agencies, divisions, and programs financed by State government. This process shall be known as the Continuation Review Program. The Continuation Review Program is intended to assist the General Assembly in determining whether to continue, reduce, or eliminate funding for the State's funds, agencies, divisions, and programs subject to continuation review.

SECTION 6.7.(b) The Appropriations Committees of the House of Representatives and the Senate may review the funds, programs, and divisions listed in this section and shall determine whether to continue, reduce, or eliminate funding for the funds, programs, and divisions, subject to the continuation review program. The Fiscal Research Division may issue instructions to the State departments and agencies subject to continuation review regarding the expected content and format of the reports required by this section. No later than December 1, 2008, the following agencies shall report to the Fiscal Research Division:

(1) Tarheel Challenge Academy – Department of Crime Control and Public Safety.
(2) Spot Safety Program – Department of Transportation.
(3) Safety Inspection Program – Department of Commerce.
(4) Military Business Center – Community College System.
(5) Purchase of Medical Care Services Program – Department of Health and Human Services.
(6) Parking Office – Department of Administration.
(7) Forest Development Fund – Department of Environment and Natural Resources.

SECTION 6.7.(c) The continuation review reports required in this section shall include the following information:

(1) A description of the fund, agency, division, or program mission, goals, and objectives.
(2) The statutory objectives for the fund, agency, division, or program and the problem or need addressed.
(3) The extent to which the fund, agency, division, or program's objectives have been achieved.
(4) The fund, agency, division, or program's functions or programs performed without specific statutory authority.
(5) The performance measures for each fund, agency, division, or program and the process by which the performance measures determine efficiency and effectiveness.
(6) Recommendations for statutory, budgetary, or administrative changes needed to improve efficiency and effectiveness of services delivered to the public.
(7) The consequences of discontinuing funding.
(8) Recommendations for improving services or reducing costs or duplication.
(9) The identification of policy issues that should be brought to the attention of the General Assembly.
(10) Other information necessary to fully support the General Assembly's Continuation Review Program along with any information included in instructions from the Fiscal Research Division.

SECTION 6.7.(d) State departments and agencies identified in subsection (b) of this section shall submit a final report to the General Assembly by March 1, 2009.

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

April

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
			1	2	3	4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21 8:30 a.m. State Parking Division Report (cont) OSBM Reports Revisited 2:00 Lt Governor and Ethics Commission	22 8:30 Joint Appropriations 2:00 OAH and Auditor	23 8:30 OSC SBoE and OSP	24	25
26	27 3:30 p.m.- 5:30 p.m. Revenue Insurance Sect of State Governor OSBM	28 8:30 Cultural Resources 2:00 Cultural Resources (cont)	29 8:30 Administration 2:00 Administration (cont)	30 8:30 General Assembly Treasurer and Housing Finance Agency		

May

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
3	4 House Subcommittees - Receive Targets	5 House Subcommittees	6 House Subcommittees	7 House Subcommittees	8 Subcommittees Complete Work	9

10	11 House Subcommittees - Report to Full Chairs	12 House Subcommittees - Report to Full Chairs	13 House Subcommittees - Report to Full Chairs	14 Subcommittees Vote CROSSOVER DEADLINE	15 House Full Chairs Complete Work	16
17	18	19	20	21	22 House Passes Bill	16
24	25 MEMORIAL DAY	26 Conferees Appointed	27	28	29	30
31	Conference Begins June 1st					

OSBM

STAFFING ANALYSIS OF THE YOUTH ADVOCACY & INVOLVEMENT OFFICE

March 2009

Prepared By:

Office of State Budget and Management

Attachment
1

INTRODUCTION

Purpose of Study: In accordance with Section 22.4 of S.L. 2008-107, the Office of State Budget & Management (OSBM) conducted a staffing analysis of the Youth Advocacy and Involvement Office (YAIO) to determine if the staffing is appropriate for the workload volume.

BACKGROUND

In 1972, the General Assembly created the Governor's Advocacy Council on Children and Youth in the Department of Human Resources and the Youth Involvement Office in the Department of Administration (DOA). In 1983, the General Assembly merged these advocacy functions into a single State office, the Youth Advocacy and Involvement Office (YAIO). The N.C. Child Advocacy Institute, later renamed Action for Children, also emerged during this time to provide statewide reporting, data collection, and advocacy services.

As stated in Results-Based Budgeting (RBB) documents completed by YAIO, the purpose of the office is to:

- Promote positive programs for youth;
- Provide college and law students with state government internship experiences (G.S. 143B-417-419);
- Act as an advocate for children and youth in state and local government (G.S. 143B-414);
- Identify unmet needs of children and youth and recommend new programs or improvements in existing programs by law (G.S. 143B-414); and
- Provide administrative and staff support for the Students Against Destructive Decisions (SADD) program and four councils: State Youth Council, State Youth Advisory Council, N.C. Internship Council, and the Governor's Advocacy Council on Children and Youth (G.S. 143B-385-388; 143B-415-416).

YAIO incurred $945,817 in 2007-2008 expenditures, including staffing costs of $582,711 for 10 Full-Time Equivalent (FTE) positions and payments of $300,822 for 100 summer interns, who were employed in various State agencies.

Methodology: OSBM analysts:

- Reviewed YAIO budget and position data for three years;
- Studied staff time records and production reporting methods;
- Conducted core duty exercises;
- Studied caseload reviews;
- Analyzed organizational charts and operational span of control;
- Conducted interviews with 10 full-time staff, a number of related state agencies, non-profits, and other states with similar agencies; and
- Reviewed the YAIO mission and statutory requirements, missions of other North Carolina child service agencies, and missions of child service agencies in selected other states.

FINDINGS

1. Findings Related To YAIO Staffing and Workload Volume

Using an OSBM functional area mapping exercise, YAIO staff grouped their duties and time spent among eight core functions: executive management, technical assistance, outreach and marketing, employee education and training, human resource management, fiscal management, budget and analysis, and purchasing. This exercise helped to identify where staff spent most of

their time among the YAIO's core functions. Table 1 shows how salary dollars and FTEs were allocated among YAIO's core mission areas:

Table 1

Function or Service	2007-08 Actual Expenditures	Salary Dollars	FTEs
Youth Legislative Assembly/Youth Councils	$145,324	$74,668	1.77
SADD	$123,099	$63,249	1.44
Internship Program	$402,139	$52,058	1.33
Case Advocacy	$125,141	$64,298	1.58
Class Advocacy	$150,112	$77,128	1.69
Administration*	*Included with above functions	$117,803	2.19
Total	**$945,817**	**$449,204**	**10.00**

Table 1 indicates that the 10 FTEs are fairly evenly distributed among YAIO's functional areas, although YAIO staff have areas of specialty and primary focus.

YAIO's core areas include:

Youth Legislative Assembly: Approximately 1.77 of YAIO's 10 FTEs are allocated toward activities in the Youth Legislative Assembly (YLA) and State Youth Councils. YLA is a mock legislative session for high school students held at the General Assembly. Other work includes administrative work for State and Local Youth Councils and oversight of a mini-grant program that allows youth to allocate funds for local projects. The YLA event itself is annual, but planning and set up for the event involves more than one staff person in the three to four months prior to the actual event.

SADD Program: Approximately 1.44 of YAIO's 10 FTEs are allocated toward activities with the Students Against Destructive Decisions (SADD) program. Formerly known as Students Against Driving Drunk, the SADD program expanded to assist young people in conducting school awareness programs to combat use of drugs and alcohol. Duties in this category include preparation for an annual SADD conference and continued outreach and presence in the public schools.

Internship Program: Approximately 1.33 of YAIO's 10 FTEs are allocated toward the Internship Program. YAIO oversees the program and helps the N.C. Internship Council review project proposals and screen applicants for 100 paid internships in state agencies. Although internships are offered during the summer, applicant and project screening takes place in months prior to the project placement, and preparation work resumes shortly after the end of the summer term.

Case Advocacy: Approximately 1.58 of YAIO's 10 FTEs are allocated toward Case Advocacy for children and youth. YAIO receives complaints by telephone or e-mail and either addresses the complaint directly or refers the complaint to a number of state and local resources or non-profit agencies. Complaints remain open and are considered "active" until resolution is achieved or "until all options for assistance have been exhausted." Table 2 distinguishes between the number of new or referred cases, and the average caseload per three advocacy specialists.

Table 2

Advocacy Cases:	2006-2007	2007-2008
New Cases	166	132
Information & Referral	48	87
Total Cases	214	219
Total Per Advocacy Specialist:	71	73

Although this appears to be a high level of cases per specialist, the time spent per case varies, and as noted in the table, between 22-40% of cases per year were for information and referral only, requiring less of their involvement.

Class Advocacy: Approximately 1.69 of YAIO's 10 FTEs are allocated toward Class Advocacy for children and youth. This area includes: serving on various statewide task forces and committees; attending legislative meetings and monitoring legislation; developing collaborative relationships with other state agencies and non-profits that serve children and youth; and helping to develop reports or legislation on related topics. The three advocacy specialists spend part of their time in this category, as well as the YAIO Executive Director and Assistant Director.

Administration: Approximately 2.19 of YAIO's 10 FTEs are allocated toward administration of the department. This category represents the heaviest responsibilities of the Executive Director and Assistant Director, with some involvement by the Administrative Secretary and Processing Assistant across agency functions.

Cross-Training/Succession-Planning
Agency cross-training seems adequate for an agency of this size. Although staff have primary functions, at least four positions can shift to assist with duties in another area. All staff indicated some time spent helping with statewide agency conferences, such as the Youth Legislative Assembly or SADD Conference. The Assistant Director indicated spending approximately 40% of her time on YAIO human resource management duties, thus freeing the Executive Director to spend more time on class advocacy work. The Assistant Director can act as agency director in the Executive Director's absence. Both the Executive Director and Assistant Director can shift to assist in different agency functions and divide a portion of their time across all areas of the agency.

Other States
OSBM analysts surveyed four other southeastern states with an identifiable youth advocacy agency. The size, supervising agency, and mission of these agencies varied, as illustrated in Table 3:

Table 3

State	Name	Supervising Agency	Number of Staff	Duties
North Carolina	Youth Advocacy & Involvement Office	Department of Administration (DOA)	10 (Full-Time) + 100 part-time summer interns	Administers Youth Legislative Assembly and councils; SADD; Internship program; Case and Class Advocacy
Florida	Florida Statewide Advocacy Council	Governor's Office	5 (+ 250 volunteers in Local Advisory Councils)	Serves as independent third-party to protect human rights of clients receiving state services – not specific to children; handles appeals from Local Advisory Boards
Georgia	Office of the Child Advocate	Governor's Office	11 (5 on Child Fatalities team; 6 on Operational, Investigative & Policy team)	Provides advice for at-risk families and foster children; researches complaints about state child-serving agencies; collects Child Fatality data.
South Carolina	S.C. Office of Children's Affairs	Governor's Office	1 (+ attorneys in Governor's Office)	Provides constituent services for children and refers to service providers; mediates cases that are appealed to Governor's Office
Tennessee	Tennessee Commission on Children & Youth	Independent Commission reporting to the Governor	44 (+ 26 commissioners in governance)	Improves coordination of services; collects and disseminates data; tracks legislation; evaluates delivery of services to children in state custody; administers federal and state grants.

Because of the varying size and nature of the work, it is difficult to make a direct comparison to the headcount or workload of North Carolina's YAIO. The following patterns are worth noting:

- Of the agencies in other states surveyed, most have some direct supervision by the Governor's Office, with one structured as an independent commission. North Carolina's YAIO reports to DOA.
- North Carolina's YAIO is larger than equivalent offices in South Carolina and Florida, but significantly smaller than Tennessee or Georgia. This is tied to what each agency has been asked to accomplish.
- North Carolina's YAIO does not have an attorney on staff, although Georgia does. In Tennessee, the director is an attorney. South Carolina's Office of Children's Affairs has access to Governor's Office attorneys. North Carolina's YAIO could access attorneys within DOA.

- The duties of North Carolina's YAIO do not precisely match any of the surveyed states. Of these states, only YAIO administers an internship program, a SADD program, and a Youth Legislative Assembly and youth councils. All the other agencies have some level of research and referral in case and class advocacy. However, YAIO has not been empowered to oversee or coordinate services for children, as in Tennessee, or to conduct a binding form of mediation between disputing state agencies, as in South Carolina. Although YAIO can conduct investigations, write reports, recommend legislation, and help coordinate communications among various agencies, its role is more of ombudsman than enforcer.

Internal Tracking

OSBM analysts noted some difficulty in quantifying some of YAIO's accomplishments, particularly in the areas of case and class advocacy. Part of the explanation may be that it is difficult to put a numeric value on outcomes in the human service field. Some YAIO functions, such as the level of satisfaction with the Internship Program, are relatively easily quantified and reflected in Results-Based Budgeting (RBB) documents. It is more challenging to measure the impact of YAIO involvement with task forces or attendance at legislative meetings.

An internal tracking database, such as Microsoft Access, could be developed with internal DOA resources and would allow YAIO to automate case statistics, help track time spent, and document objectives and results of their class advocacy and other functions.

Section Summary Related To Staffing and Workload

Based on a review of YAIO's functional area mapping exercises, study of the case workload volume for advocacy specialists, interviews with staff, and analysis of the youth advocacy and involvement function in neighboring states, YAIO has an adequate staffing level for its current workload volume. The agency could do a better job of measuring program outcomes through an automated internal tracking system.

2. Findings Related To YAIO's Mission & Location

As explained in Section 1, YAIO's stated mission is shaped by legislation (G.S. 143B-385-388 and 143B-414-419). The agency's services and success measures are documented in OSBM's RBB documents. Yet YAIO's involvement with many state agencies and non-profit entities can yield confusion as to how it can best fulfill these missions.

Statutory Authority

Legislation creates certain powers and duties for DOA to advocate for children and youth, through the Governor's Advocacy Council on Children and Youth. DOA assigned YAIO to provide many of these functions.

Table 4 summarizes key provisions of the statute, whether or not YAIO has a role in providing the service, and possible other agencies or non-profits that might fulfill that role. The table distinguishes between language that establishes a council or group and language that prescribes a mission or action.

Other state agencies include the Department of Health and Human Services (DHHS); Justice and Public Safety (JPS) agencies; and the Administrative Office of the Courts (AOC).

Table 4	YAIO	Local Schools	DHHS	JPS	AOC	Non-Profits, Universities	Special Task Forces
Statute and Function Summary							
Statutes Related to YAIO "Mission" Functions:							
143B-414(2): Governor's Advocacy Council on Children and Youth in the Department of Administration (GAC-DOA) provides assistance in development and coordination of child advocacy systems.	X	X	X	X	X	X	X
143B-414(3): GAC-DOA performs continuing review of existing programs for children, youth, and families.	X	X	X	X	X	X	X
143B-414(4): GAC-DOA identifies needs of children, youth, families not currently being met; recommends new programs.	X	X	X	X	X	X	X
143B-414(5): GAC-DOA reviews new programs proposed by State agencies; recommends changes to avoid duplication.							
143B-414(6): GAC-DOA meets at least annually with Governor with written report on health, well-being of children.							
143B-414(7): GAC-DOA provides information to public about agencies serving children, youth, families	X	X	X	X		X	
143B-414(8): GAC-DOA performs other advisory functions assigned by DOA or legislative committee.	X						
143B-416: Requires entities that direct children/youth programs to provide GAC with all related information.	X						
Statutes that "Establish" Functions:							
143B-385 (1-5): Creates State Youth Advisory Council	X						
143B-386: Establishes membership of Youth Advisory Council, including clerical help by DOA staff.	X						
143B-387: Establishes State Youth Council	X						
143B-387.1: Creates Youth Advocacy and Involvement Fund	X						
143B-388: Establishes purpose for Local youth councils	X						
143B-414(1): Creates GAC-DOA to advocate for children and youth in State/local governments and agencies.	X						
143B-415: Establishes membership of GAC, including clerical help by DOA staff.	X						
143B-417(1-3): Creates N.C. Internship Council in DOA; authorizes to screen applications and select agency proposals.	X						
143B-418: Establishes Internship Council membership, including clerical help by DOA staff.	X						
143B-419: Establishes committees for screening applications.	X						

Although General Statutes did not create YAIO specifically, the legislation did charge the DOA with the above responsibilities. In turn, DOA determined YAIO to be the logical agency to fulfill most of these duties. A review of the above shows that in a few instances, mandated functions are not being done by the division. Specifically, OSBM analysts could not determine that there had been any meetings of the Governor's Advocacy Council on Children and Youth since 2002; YAIO is not producing the report on the health of our children, nor is there a formal process by which it reviews new programs to ensure no duplication occurs.

On the other hand, YAIO often serves the role of liaison between state and local entities and non-profit agencies. OSBM analysts found several examples of this inter-connectivity:

- State Agencies and Schools

  OSBM analysts reviewed at least six specific cases where YAIO advocates helped citizens access services within schools or state agencies. In each case, YAIO served the role of facilitator and expedited resolution, helping explain a system process or providing the link between local and state entities across jurisdictions. OSBM analysts found that these agencies do provide appeals processes that could have resulted in the same outcome, although perhaps not as quickly without YAIO involvement.

- Non-Profits

Representatives of several non-profits told OSBM analysts that they refer cases regularly to YAIO, because YAIO is more informed and better connected to state agencies. Some non-profits, such as Advocates for Children Services, view their work as complementary to YAIO. While YAIO does not provide legal services, Advocates for Children Services does provide these services. Other non-profits, such as the Charlotte Council for Children, have a more defined geographic area, or in the case of Prevent Child Abuse North Carolina, have a more specific target mission than YAIO.

Action for Children, which shares a common history with YAIO from its formation in the early 1980s, refers cases to YAIO and receives statistical data from YAIO on children and families. YAIO also provides Action for Children with information on the work of state and local youth councils. As part of its data-gathering and research, Action for Children produces documents such as the *Child Health Report Card* and the *North Carolina Children's Index*. YAIO does not produce a regular report of this nature.

Although YAIO has an established role in fulfilling most of the statutory requirements, the agency's role with G.S. 143B-414(5-6) is unclear. These sections of the statute stipulate that the Governor's Advocacy Council on Children and Youth will:

- Review new programs proposed by State agencies and recommend changes to avoid duplication (Section 5);
- Meet at least annually with the Governor with a written report on the health and well-being of children and the effectiveness of current programs and the need for new programs (Section 6).

YAIO's review of new programs and its recommendations for change occur largely through its class advocacy efforts and membership on task forces. Action for Children has taken on more of a role of producing the statewide reports more closely identified with Section 6, although these reports are not specifically written for the Governor. OSBM analysts could not find evidence of an annual meeting between the Governor and the Advocacy Council.

OSBM's analysis shows that there is no one agency or one clear voice to fulfill all the duties outlined in G.S. 143B-414.

- Task Forces

YAIO staff serve on multiple child and youth task forces with other state agencies and non-profits. While such task forces and councils help fulfill the statutory goals of coordinating child advocacy systems, reviewing existing youth programs, and identifying needs that are not currently being met, no single work group or agency is designed to accomplish these goals. YAIO's presence on these groups can assist in providing a cross-agency connection and access to youth activities occurring in communities statewide. However, in the category of class advocacy, OSBM analysts could not verify clear objectives or related results attained by YAIO personnel.

Section Summary Of Findings Related To Mission And Functions:

As noted above, YAIO has collaborated with various state agencies and non-profits and has made itself a key player on task forces and boards. Depending on the case, YAIO may be a liaison, a central contact point, a process and procedure auditor, an information or referral source, or a voice for change. As YAIO has worked to accomplish its stated

mission, it has become the default contact point for many in North Carolina who do not know where else to seek assistance. However, specific objectives and accomplishments should be better identified and documented, especially in the class advocacy area.

Over time, different agencies and non-profits have taken leadership of fulfilling the legislative requirements. While YAIO has played a key role as information provider, the fragmentation of statutory obligations has helped decentralize children and youth services, with no key player ensuring that all legislative requirements are met.

Based on OSBM's review, other entities appear to perform similar functions as YAIO. OSBM analysts reviewed six specific cases provided by YAIO that involved cross-over with other agencies. YAIO's involvement helped expedite resolution. Analysts determined that agencies themselves might have resolved the issues if the citizen had been aware of agency procedures or appeals processes, but they were more familiar with YAIO. One advantage of YAIO's involvement in advocacy cases is that it serves as a neutral site under the DOA umbrella. However, the lack of central resource for youth advocacy programs was a recurring theme during the study.

In other cases, where YAIO is performing services (such as youth councils, youth legislature, and the Internship Program), there are other entities that are performing similar tasks and would require only additional funds for the direct cost of the services. For example, the University of North Carolina at Chapel Hill's School of Government convenes a Youth Advisory Committee through the N.C. Civic Education Consortium. The Office of State Personnel's mission is recruitment of current and future public service employees, and has access to all agencies to facilitate this. OSBM recognizes that these services are not always identical, and therefore recommends that DOA re-examine YAIO's mission and services to better align them with statutory goals.

RECOMMENDATIONS

Although OSBM found that the staffing appears to be adequate for its current mission, OSBM analysts recommend an examination of YAIO's enabling statutes and the role of the Governor's Advocacy Council on Children and Youth due to concerns about clarity of mission and potential duplication of effort. OSBM provides the following options:

Option 1:

- Keep YAIO's current staffing structure intact, given that needed services are currently being provided with adequate staffing levels.
- Develop a more robust and quantitative internal tracking system using existing software within YAIO to benchmark accomplishments and show results of activities, most notably in class advocacy.
- Review and revise the statutes enabling the Governor's Advocacy Council on Children and Youth to determine whether to retain the Council and whether YAIO or some other agency or non-profit is to accomplish these goals.

Option 2:

- Retain Option 1's recommendation to develop an internal tracking system to benchmark accomplishments.
- Retain Option 1's recommendation to review and revise the statutes enabling the Governor's Advocacy Council on Children and Youth.
- Given the current economic climate, temporarily reduce the number of internships in order to reduce expenses. A reduction of available internships would diminish opportunities for students and state agencies. In 2009, YAIO has received 714

applications for 100 vacancies, reflecting an increased demand of about 20% over the previous year.

Option 3:

In light of the findings discussed on pages 7-9, the Department of Administration, with assistance from an independent body, should initiate a review of youth advocacy and involvement functions being performed throughout state government and the not-for-profit community. This should be done in addition to reexamining the specific functions of YAIO and objectively determining the best location for each mandated statutory service. Based on that objective review, DOA should develop a plan to streamline and, where appropriate, relocate functions by June 2010. Appendix A has a summary of organizational options that have been discussed in prior years.

As part of this review, DOA should first examine the statutes enabling the Governor's Advocacy Council on Children and Youth, as explained in Options 1 & 2.

CONCLUSIONS

1. YAIO staffing levels seem appropriate for the existing workload and mission, based on a review of YAIO functional areas, workload volume, comparison to neighboring states, and interviews with staff.
2. YAIO should identify its goals and objectives for each advocacy activity and document these results accordingly.
3. YAIO can better track the progress of cases and results of activities through an internal database or some other electronic tracking system. Such a system would help quantify the agency's accomplishments, especially in service areas more difficult to measure.
4. Statutes governing the Governor's Advocacy Council on Children and Youth should be reviewed. At least one task assigned to this Council – to provide the Governor with an annual written report of the health and well-being of North Carolina's children and the effectiveness of current programs – has not been completed, and there is no record of the Council meeting since 2002. YAIO has assumed most (but not all) of the duties outlined in related statutes, per the authority of DOA.
5. A review of functions and budget constraints may dictate the reorganization of YAIO services. Such a restructuring would involve statutory revisions and budget reallocations. If this is pursued, OSBM recommends that this review take place by June 2010.

Acknowledgments

OSBM wishes to acknowledge the staff and management of the Youth Advocacy and Involvement Office, the Department of Administration, and the many state agencies and non-profit entities who cooperated and assisted with this study.

Terry Sanford Institute of Public Policy at Duke University

Related to the Governor's Advocacy Council

A statutory change would be needed to move functions from DOA and to revise the powers and duties of the Governor's Advocacy Council on Children and Youth. As summarized in a May 2004 study by the Terry Sanford Institute of Public Policy at Duke University, North Carolina is one of only two states to house child advocacy and youth involvement programs in a DOA-type agency. Most states, such as those illustrated in Table 3 of this report, locate this function in the Office of the Governor.

However, proponents of maintaining YAIO's current location within DOA explain that this structure allows YAIO to be a neutral information and advocacy source, where it does not need to represent the interests of any one agency. Relocating all of YAIO's functions to another state agency could remove this neutrality and compromise YAIO's ability to mediate across different stakeholders. Locating YAIO in the Office of the Governor could add a political element to the agency that complicates this neutrality as well.

As mentioned earlier in this report, several agencies and non-profits YAIO have assumed different functions outlined in G.S. 143B-414. If reorganization is to take place, OSBM analysts recommend a corresponding examination of these statutes to ensure that legislative intent is being met.

Related to a State Advocacy Office

The Sanford Public Policy study recommends an option to combine all six existing state advocacy agencies into a single state advocacy office:

- YAIO;
- Department of Veterans' Affairs;
- Council for Women and Domestic Violence Commission;
- Commission on Indian Affairs;
- Governor's Advocacy Council for Persons with Disabilities;
- Human Relations Commission.

The advantages of such a consolidation include: (1) producing economies of scale, eliminating duplicative functions, consolidating administrative support; (2) bringing together agencies with a common purpose – advocacy services for citizens; and (3) increasing the visibility of advocacy agencies. If the new office is administered under the DOA umbrella, it could maintain an indirect relationship with DOA for accounting, administrative, and personnel support. Under this plan, the office would be managed by a Governor-appointed executive director, with each of the six executive directors becoming non-exempt agency directors.

The disadvantage of such a plan, at least given the current economic climate, is the initial expense and re-education effort of creating a new office. Eventually, advocacy services could be housed at one location, eliminating the need for some rental space now being occupied. The public would also need to be educated about the existence and purpose of the new office.

Attachment
2

OSBM

A Study of State Assistance to Veterans Service Programs

As Directed by Session Law 2008-107, Section 22.6

March 1, 2009

Prepared By:

Office of State Budget and Management

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INTRODUCTION

Scope of Study

SECTION 22.6.(a) of Session Law 2008-107 directed that the Office of State Budget and Management (OSBM), in consultation with the Department of Administration (DOA), study the level of State assistance provided to county military veterans service programs through the Aid to Counties program within DOA. This program was established pursuant to General Statute (G.S.) 165-6(9). Specifically, the Session Law directed that:

1. DOA should collect data from county programs, including a five-year analysis of county spending, the number and type of veterans claims filed, and the number of full-time equivalent (FTE) staff assigned to the county programs, to assess the level of services provided.
2. The study should include:
    - An examination of the effect of changing the amount of assistance that a county is eligible to receive;
    - An analysis of the number of claims filed with each veterans service program;
    - Data on the total county spending for the programs;
    - Figures on the population of veterans in each county; and
    - A section on recommended statutory changes, budgetary increases, distribution reallocations, and administrative changes to the North Carolina Division of Veterans Affairs (NCDVA).

Methodology

In order to conduct the study, OSBM performed the following tasks:

- Reviewed financial statements
- Examined the organizational structure
- Reviewed laws, rules, policies and procedures
- Reviewed internal reports, forms, and publications
- Compared processes used in processing claims
- Interviewed officials of the NCDVA and selected District Service Offices (DSO)
- Sent surveys to all of North Carolina's County Veterans Service Officers (VSO)
- Interviewed selected County VSOs
- Interviewed and obtained information from veterans affairs officials from other selected states and their counties
- Interviewed the Director of the State Veterans Service Office in Winston-Salem
- Observed the claims processes at the Department of Veterans Affairs Regional Office in Winston-Salem
- Analyzed work flow and activities
- Interviewed directors of selected veterans support groups in North Carolina
- Observed procedures used in assisting veterans
- Analyzed various data

OSBM used data from Fiscal Year (FY) 2007 for comparative purposes, as that is the latest data available from the federal Department of Veterans Affairs (VA) on the estimated number of veterans residing in each county. Funding data for later years is provided for North Carolina counties and the NCDVA.

Claims data prior to July, 2008 is not included in this report because much of it is questionable (see pages 12-13 for more detail). NCDVA changed procedures in July, 2008 to start collecting better data on claims submitted to the VA Regional Office in Winston-Salem and OSBM is including that data. Data on claims submitted to other VA processing sites is not included as NCDVA has not collected it.

OSBM wanted to determine why VA claims processing took so long and had such a high error rate; however, federal protocol limited our staff to observing processing procedures and holding general discussions with staff at

the VA Regional Office in Winston-Salem. Thus, OSBM relied upon federal audits and reviews to document VA processing times and error rates (see pages 12 and 16).

BACKGROUND

Assistance to veterans and their families has become a multi-billion dollar industry. In North Carolina, the federal Veterans Administration spent about $2.6 billion in federal FY 2007 for veterans' support. Services and financial support consist of the following:

- Education Benefits,
- Health and Disability Benefits, and
- Burial Benefits.

Numerous entities are involved in assisting veterans to receive these benefits and services. Claims for education benefits are processed through the schools veterans attend. The State, most counties, and non-profit veterans groups, such as the American Legion and Veterans of Foreign Wars help veterans prepare claims for benefits at no charge. Private practice lawyers and others charge a fee (up to 20% of back benefits) for claims assistance.

Claims processing services for veterans occur at multiple governmental levels as described below.

COUNTY LEVEL

Ninety-one of North Carolina's 100 counties have county VSOs which are staffed by county employees on either a part-time or full-time basis. Of the nine counties without offices, six do not have a veterans program, two provide staff as needed, and one provides funds to the State to provide veterans services on their behalf. In addition, the Lumbee Tribe has a veterans service office. The staff who work in these local offices have to become certified by the State within one year of starting to represent veterans and their dependents in filling out claims forms and tracking disposition of the claims. County office sizes vary. Smaller counties may have one part-time, whereas larger counties may have multiple full-time employees. County offices generally work closely with the State staff in assisting veterans.

STATE LEVEL

The North Carolina Division of Veterans Affairs (NCDVA) has been assisting veterans for over 80 years. It was first established as a part of the Commission of Labor in 1925 to "aid veterans of the World War." In 1945 NCDVA became a separate agency to assist veterans and their families in securing benefits earned through military service. NCDVA is now organizationally a part of DOA.

To accomplish its mission, the NCDVA is organized as follows:

- NCDVA central office (Assistant Secretary Office) is located in Raleigh;
- State Veterans Service Office is co-located with the VA Regional Office in Winston-Salem;
- Fifteen DSOs located throughout the State;
- Two State veterans nursing homes located in Fayetteville and Salisbury respectively; and
- Three State cemeteries (located in Black Mountain, Jacksonville, and Spring Lake).

Exhibit 1 on page 5 shows the organizational structure for the NCDVA, the 15 DSOs, and the counties that each DSO is responsible for, as of January, 2009. Organizationally, there are three levels in the state system of support for veterans, each of which is described below.

NCDVA Central Office

The NCDVA central office sets statewide policies for administration, training, scholarships, and information for veterans and their families. It directs all the activities of the Division, maintains financial records, and approves disbursements. It provides technical guidance, but not direct supervision, to county Veteran Service Offices. Specifically, it provides the following centrally-managed services:

- Training, assistance, and guidance as needed or requested by county or State offices,
- Skilled level nursing care at two veterans nursing homes,
- Burial plots to qualified veterans of North Carolina,
- Scholarship program for children of North Carolina disabled, combat or deceased war veterans,
- Distribution of limited funds to county veterans service offices. As stated in General Statute (G.S) 165-6(9), NCDVA "may, in its discretion, contribute to each county an amount not to exceed two thousand dollars ($2,000) on a matching basis for any fiscal year for the maintenance and operation of a county veterans service program."

State Veterans Service Office

The State Veterans Service Office has ten employees in Winston-Salem who are responsible for coordinating with the federal VA Regional Office. It receives and briefly reviews claims from the State's District Service Offices (described below) and/or county offices before they are submitted to the federal VA. This office also conducts file reviews, and represents veterans or their families at appeals held at the VA Regional Office, after claims have been submitted and denied by the federal office. On occasion, veterans will come directly to this office (Forsyth County does not have a VSO) for help filing an original claim. Veterans' appeals that go beyond the VA Regional Office in Winston-Salem are turned over to the American Legion office in Washington, DC to assist with the final adjudication of claims. The American Legion is used to reduce travel and because the organization is skilled in handling appeals at the national level.

State District Service Offices

There are fifteen District Service Offices, each of which provides support to multiple counties (see Exhibit 1 on page 5). These DSOs are responsible for training, assisting, and overseeing the technical work of the affiliated county veterans service offices in their district. They are staffed by one or more District Service Officers who are typically certified by the State to represent veterans and with clerical assistance. These offices can also provide direct assistance to veterans, especially in those counties without a VSO. Veterans may opt to seek assistance from district offices rather than county offices for several reasons, including:

- They may be unaware there is a county office,
- The district office may be closer to their home than the county office, or
- They may have become aware of the district office through an outreach program or other veteran.

As of October 2008 the fifteen DSOs had a total of 54 employees. Office sizes ranged between two and five employees, which included the District Service Officer and support staff. The median number of staff per office was four.

Federal Level

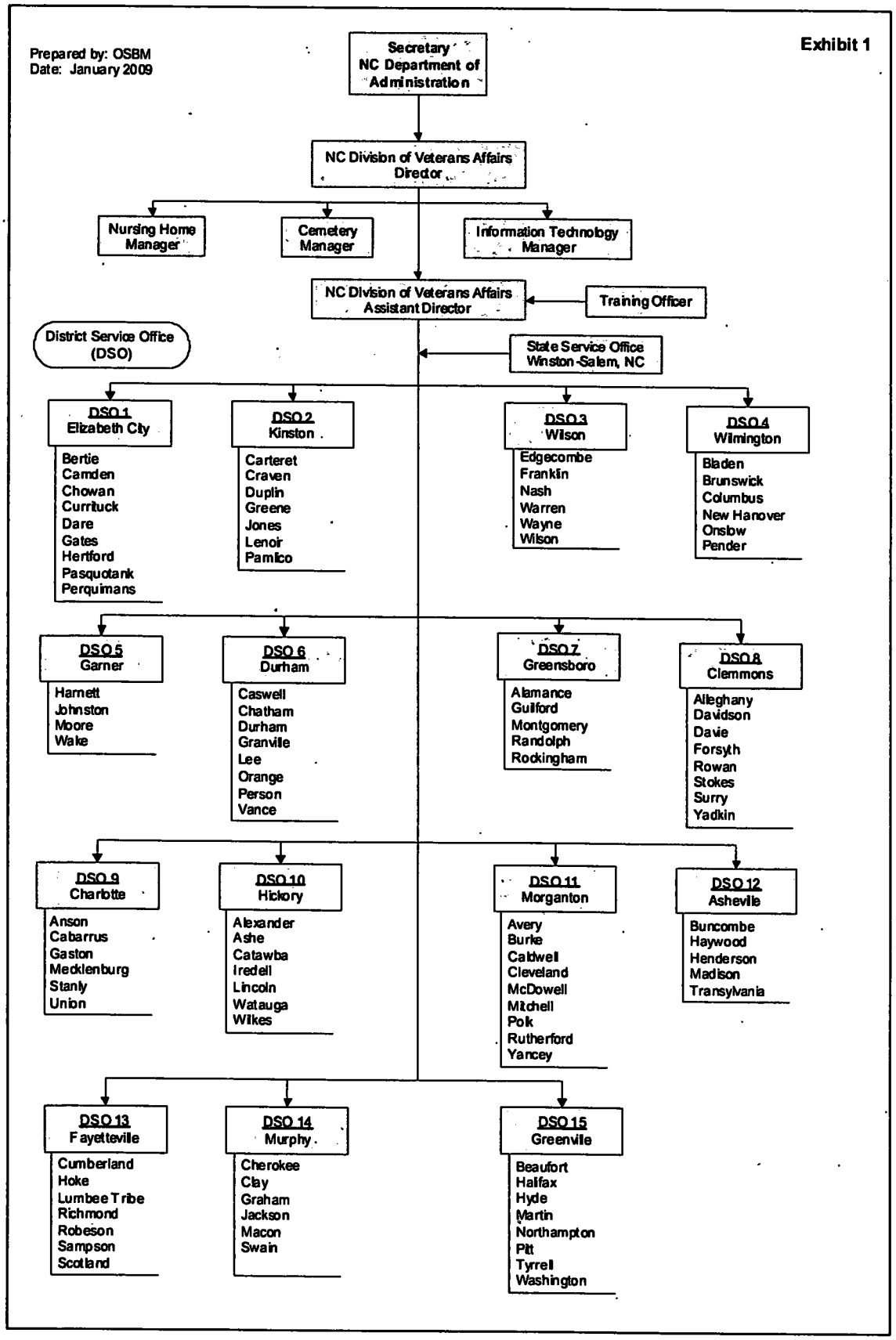
The final review of claims occurs at the federal level. Benefit claims are sent from the State to various VA processing sites around the country, depending on the type of claim being submitted. For example, all East Coast claims for disability and death benefits go to the federal VA Regional Office in Winston-Salem, while pension claims go to the VA office in Philadelphia (see Appendix I). VA's staff review claims for completeness and decide the merits of the claims. VA claims processing and merit decisions may take months or years (see page 12). A veteran may appeal claims decisions at the VA Regional Office in Winston-Salem, and if they are still dissatisfied, they may further appeal to VA in Washington, DC.

The VA has been continually criticized for the long delays in processing claims. For this reason, the county and State veteran service offices expend additional effort to ensure that claims going forward are complete and accurate, because incomplete or inaccurate claims cause even lengthier delays before veterans can receive their benefits.

The VA started a new program called the Benefits Delivery at Discharge (BDD) in which active service members can file for claims before actually being discharged from the armed services. Under this program, service members who are within 60-180 days of discharge and who are available for examination prior to discharge can start their claims process. The VA has established two BDD centers in North Carolina, one at Fort Bragg and one at Camp Lejeune. Potentially, this will allow disability benefits to be awarded sooner after discharge than the current process.

Prepared by: OSBM
Date: January 2009

Exhibit 1

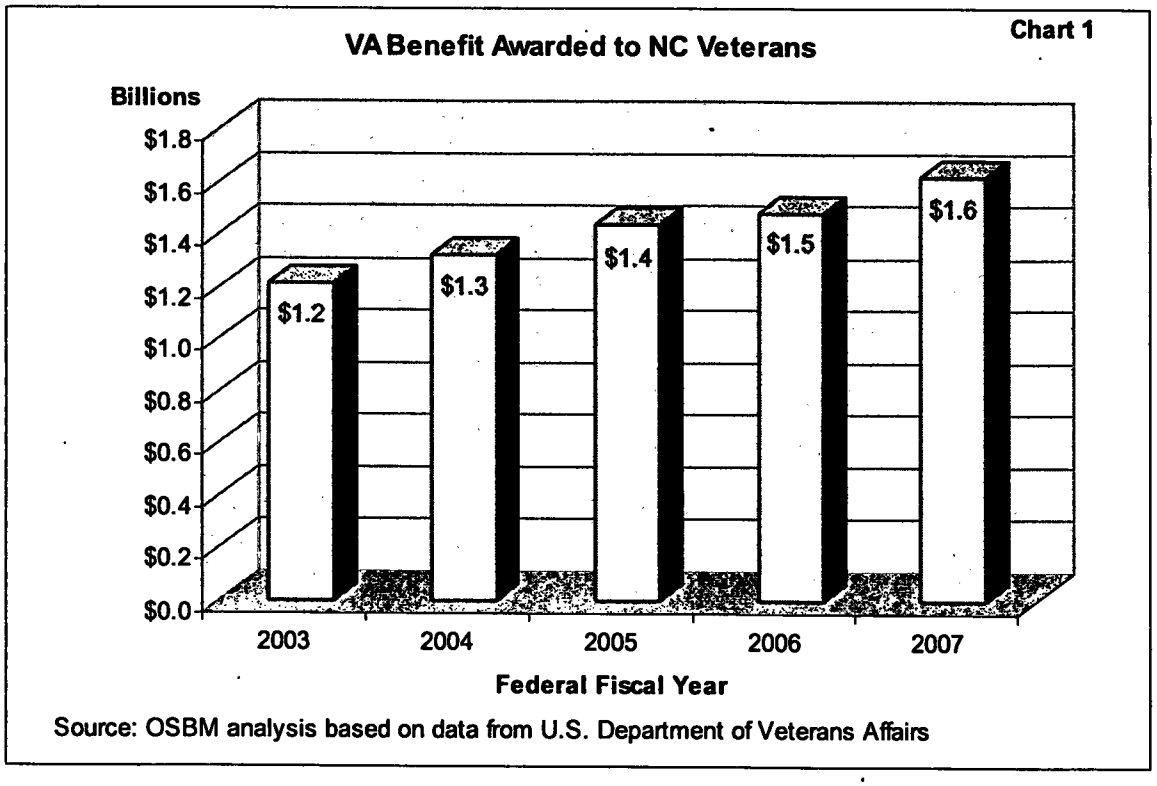


Findings on Benefits, Spending, and Staffing

Federal spending on the veterans' program in North Carolina increased 38.9% from $1.8 billion in FY 2003 to $2.5 billion in FY 2007. State funding for veterans services increased about 2.6% and county spending increased about 39.9% during this period. Appendices B, C, and D show VA expenditures for each of North Carolina counties sorted in different ways. Appendix B is sorted alphabetically, Appendix C is sorted by veterans population, and Appendix D is sorted by VA payments for claims and adds annual claims expenditures per veteran.

Veteran Claims Benefits

Some of the federal spending was for benefit claims submitted by veterans. Awards for veteran benefit claims increased from about $1.2 billion in FY 2003 to about $1.6 billion in FY 2007. This is an annual increase of 7.6% or a cumulative increase of 33.9% over the five-year period (see Chart 1).



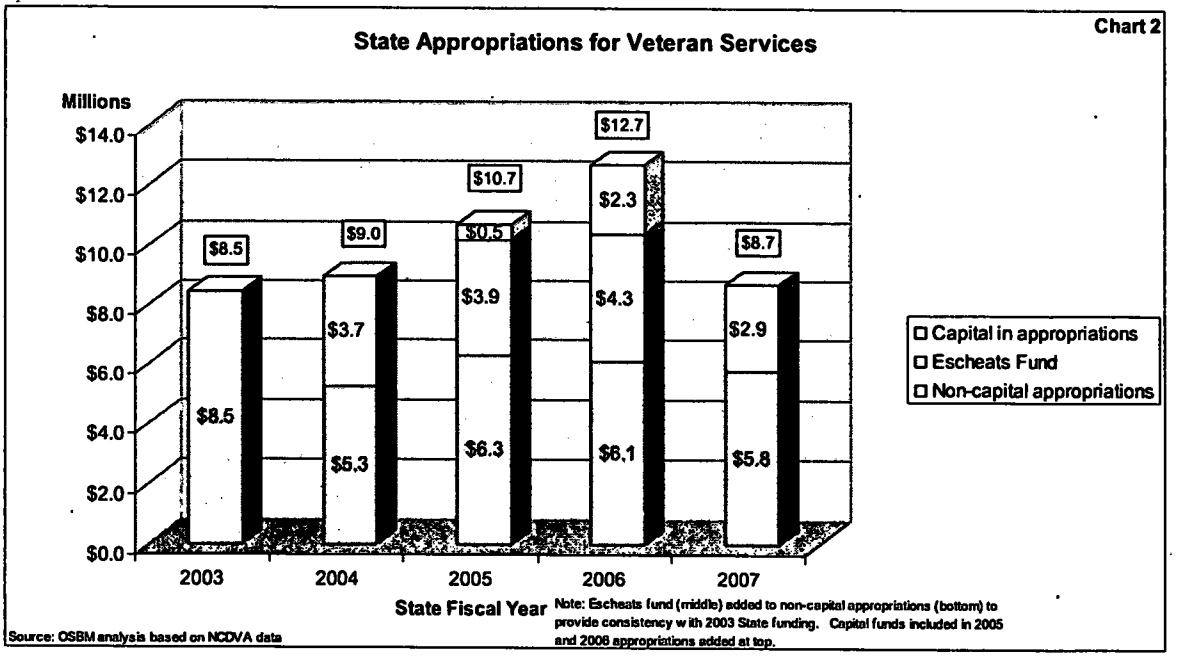
State Spending for Veterans Services

While the State's overall spending on veterans services has increased since FY 2003, the amount paid by appropriations has decreased. In FY 2004 funds from the escheats reserve started to be used to fund the educational scholarship and grants program (see Chart 2 on page 7).

A decision was made to start using escheats fund beginning in FY 2004 to help offset the costs of scholarships for veterans' children. Including the escheats funds appropriations, NCDVA appropriations[1] associated with veterans services increased slightly from about $8.5 million in FY 2003 to $8.7 million in FY 2007. This is an increase of

[1]Funds from the State's escheats reserve in FY 2004-2007 were added to appropriations to be consistent with FY 2003 funding levels. In FY 2003 appropriations for the State veterans services program were paid using without escheat reserves.

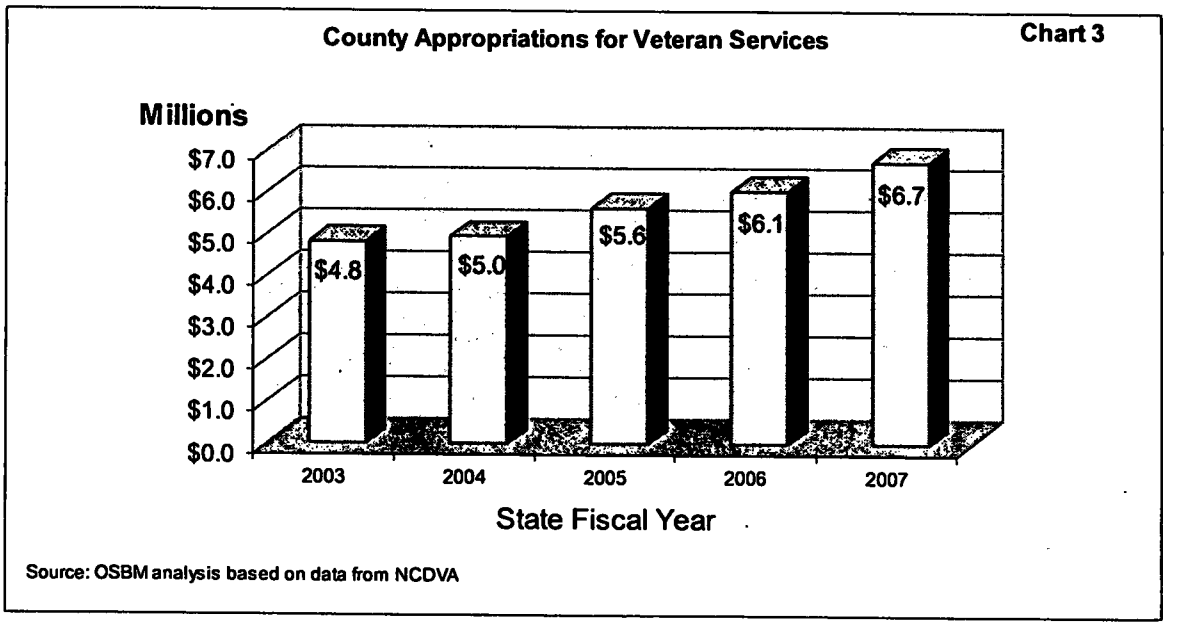
about 2.6% over the five-year period. FY 2005 appropriations included a one-time increase of $500,000 in capital funds to show the State had matching funds for a federal grant for a veterans nursing home (NCDVA officials said these funds were not used as they were eventually paid through nursing home receipts). Appropriations for FY 2006 included an additional one-time increase of $2.3 million in capital funds for a veterans memorial park in Fayetteville.



County Spending for Veterans Services

North Carolina counties reported to NCDVA that their combined appropriations for veterans' assistance increased from $4.8 million in FY 2003 to $6.7 million in FY 2007 (see Chart 3 on page 8). This is an annual increase of 8.8% or a cumulative increase of 39.9% over the five-year period. This increase in spending on veterans closely reflects the increase in federal benefits received by North Carolina veterans during this timeframe. Appendices E, F, and G show the five-year (FY 2003-2007) county appropriations to support veterans programs. Appendix E is sorted alphabetically, Appendix F is sorted from smallest to largest, and Appendix G is sorted by annual growth rate.

Collectively counties continued to increase their appropriations beyond FY 2007 (the latest year that VA data is available to allow comparison). For FY 2008 and FY 2009 funding increased without any corresponding increase in the formula used to allocate funding in the Aid to Counties Program. In FY 2008 joint funding increased to over $7.5 million. Aggregate funding increased to over $8.1 in FY 2009. Appendix H shows the seven-year (FY 2003-2009) aggregate county appropriations. It shows that the county appropriations growth rate has continued at about 9%.



Benefits Compared to Spending

The VA paid veterans in North Carolina about $7.1 billion in benefits during FYs 2003-2007. The combined State and county appropriations to support veteran services over this period totaled about $79.9 million. The average ratio of benefits from claims received by State veterans when compared to the combined costs is 91:1 (see Table 1). This ratio indicates that for every dollar spent on veterans services, $91 is paid to veterans or their families, which can then be spent on goods and services.

Table 1

VA Benefit Awards Versus Appropriations

	2003	2004	2005	2006	2007	Total
County	$4,822,830	$4,956,982	$5,648,802	$6,052,970	$6,749,140	$28,230,724
State Appropriations	$8,459,851	$8,975,414	$10,203,045	$12,707,783	$11,338,484	$51,684,577
Total Appropriations	$13,282,681	$13,932,396	$15,851,847	$18,760,753	$18,087,624	$79,915,301
VA Veteran Benefit Claims	$1,213,637,001	$1,322,820,000	$1,438,832,001	$1,482,513,001	$1,625,236,000	$7,083,038,002
Ratio of Benefits to Appropriations	91:1	95:1	91:1	79:1	90:1	91:1

Note: State Appropriations includes funds from the State escheats fund

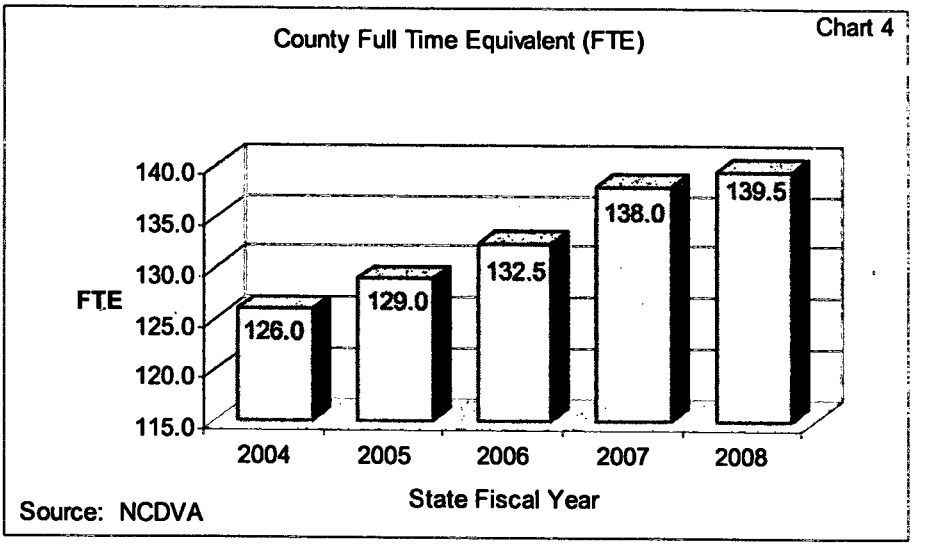
Source: OSBM analysis based on NCDVA and U.S. Department of Veterans Affairs data

Staffing

The number of staff working in a county veterans service office depends on a number of variables. For example, county staffing levels may depend on:

- the number of veterans in the county,
- the value that county commissioners place on assisting veterans, and
- the financial strength of the county.

Overall staffing in county veterans service offices has shown an increase over the last five years from an aggregate of 126.0 Full Time Equivalent (FTE) in FY 2004 to 139.5 in FY 2008. This is an annual increase of 2.6%, or a cumulative increase of 10.7% over the five-year period. Chart 4 on page 9 provides FTE levels over this period.



At the state level, NCDVA staff increased from 86 to 93 FTEs in the five-year period covering FY 2004-08, as shown by Table 2. This is an annual increase of 2.0%, or a cumulative increase of 8.1% over the five-year period. Staff positions at NCDVA are either funded from appropriations or from receipts for the services provided. The four positions assigned to the veterans' nursing homes are funded by receipts from residents or one of the federal agencies that pay for their care, such as Social Security.

Receipts have become an ever increasing source for funding NCDVA positions. Receipt-funded positions increased from four in FY 2004 to ten FY 2008. Positions funded by appropriations increased by only one during this period. Since FY 2001 appropriated positions have decreased by six.

Part of the cemetery positions are paid by burial receipts and part from appropriations. The number of cemetery positions paid from receipts has increased from zero in FY 2004 to six in FY 2008. Currently, six of the 15 positions at the cemeteries are paid from burial receipts. The other nine cemetery positions are paid from appropriations.

Table 2

NCDVA FTEs

Location	2004	2005	2006	2007	2008
Appropriated Positions					
NCDVA Central Office	5	5	5	5	5
District Offices	53	55	55	58	58
State Veterans Service Office in Winston-Salem	11	11	11	11	11
Cemeteries	13	12	12	9	9
Total Appropriated	**82**	**83**	**83**	**83**	**83**
Receipt Paid Positions					
Nursing Homes	4	4	4	4	4
Cemeteries	0	3	3	6	6
Total Receipt	**4**	**7**	**7**	**10**	**10**
Total Positions	**86**	**90**	**90**	**93**	**93**

Source: NCDVA

Other State Support

NCDVA combined expenditures for veterans' services from receipts and appropriations totaled about $28.4 million in FY 2008. Expenditures increased by 72.8% for the five-year period FY 2004-2008. About 83% of FY 2008 expenditures were for nursing homes (about $16.2 million) and educational scholarships and grants (about $7.5 million). Table 3 shows expenditures for various categories for FYs 2004-2008.

Table 3

NCDVA Expenditures									
Fiscal Year	Nursing Homes	Education Scholarships & Grants	Field Services	Cemeteries	VA Federal Liason	Central Admin	Aid to Counties	Other	Total
2004	$7,309,544	$5,231,038	$2,374,304	$619,307	$427,720	$264,570	$184,561	$957	$16,412,001
2005	$10,700,191	$6,036,863	$2,507,946	$985,685	$431,539	$261,039	$184,749	$1,497	$21,109,509
2006	$13,846,014	$8,661,525	$2,596,392	$771,782	$441,362	$253,547	$186,599	$914	$26,758,135
2007	$15,072,009	$7,126,198	$2,721,114	$848,459	$467,498	$293,541	$186,957	$267	$26,716,043
2008	$16,162,347	$7,472,944	$2,908,229	$770,817	$477,775	$376,465	$185,000	$0	$28,353,577

Source: NCDVA

NCDVA receipts (which offset expenditures) increased from about $7.3 million in FY 2004 to about $16.2 million in FY 2008. This increase was about $2.2 million per year, or 221.0% for the five-year period. State appropriations (the difference between receipts and expenditures) increased from about $5.2 million in FY 2004 to about $5.8 million in FY 2008. This increase was 2.6% per year, or 10.7% for the five-year period (see Table 4).

Table 4

NCDVA Expenditures from Appropriations									
Fiscal Year	Education Scholarships & Grants*	Field Services	Cemeteries	VA Federal Liason	Central Admin	Aid to Counties	Other	Nursing Homes	Total
2004	$1,502,714	$2,371,963	$494,605	$427,720	$264,570	$184,561	$957	$0	$5,247,090
2005	$2,133,538	$2,499,531	$787,827	$431,539	$261,039	$184,749	$1,497	$500,000	$6,799,720
2006	$4,363,981	$2,594,093	$569,743	$441,362	$253,547	$186,599	$914	$0	$8,410,239
2007	$1,556,277	$2,718,378	$547,342	$467,498	$291,844	$186,957	$267	$0	$5,768,563
2008	$1,244,242	$2,908,106	$617,316	$477,763	$376,465	$185,000	$0	$0	$5,808,892

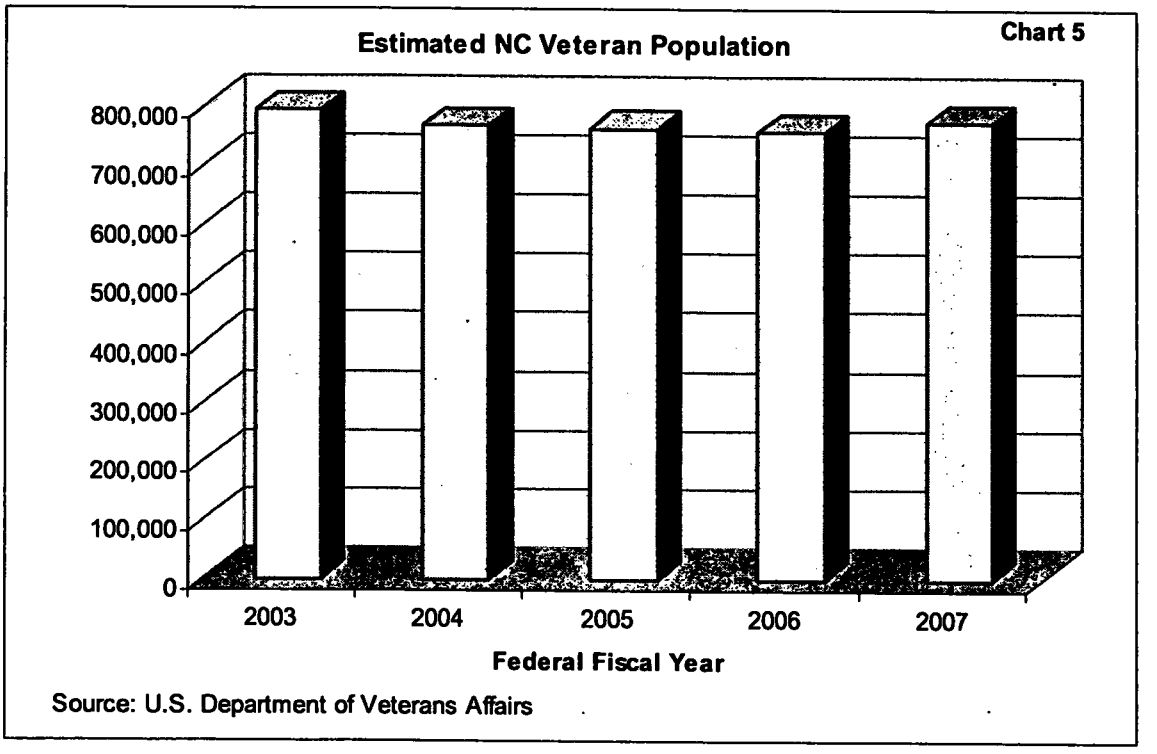
*Amount reduced by the State escheats fund

Source: OSBM analysis based on NCDVA data

Findings on Veteran Population

The VA does not know the exact number of veterans living in each state and their respective counties. The VA estimates the number of veterans living in each county. This is done by adjusting the last census (the most recent one is for calendar year 2000) for general population migration and other factors. The unavoidable problem with this approach is that veterans may not fit the general population pattern. Consequently, as time passes further from the census date, veteran population estimates may vary more and more from the actual number of veterans living in each county and state. FY 2007 estimates are based on census data that is seven years old.

The VA estimates that North Carolina is the ninth largest state in terms of veteran population (see Appendix J). According to the VA, the State veteran population increased 10.2% from 719,458 in 1990 to 792,646 in 2000. Using the methodology explained above, the VA estimated the State's veteran population decreased 0.6% from 792,646 in 2003 to 773,630 in 2007 (see Chart 5 on page 11). This decrease appears to be questionable as the nation is involved in the War on Terror and other hostilities which tend to increase the number of veterans. Further, estimates made by the U.S. Census Bureau of the number of new veterans moving into North Carolina counties indicates the overall trend may be for more veterans to move into the State. For example, while the VA estimates that 44,263 veterans resided in Cumberland County in 2007, the Census Bureau's three year average (based on American Community Surveys from 2005-07) estimates that 47,185 or 2,922 more resided there in 2007.



In 2007, the average number of veterans per county in North Carolina was about 1,136. The range was from 360 veterans in Tyrrell County to 55,969 in Mecklenburg County. Appendices B, C, and D provide information on the number of estimated veterans in each county and the amount of money the VA spends in each county.

Findings on Benefits Claims

Overall, North Carolina ranks 16th in total VA spending per veteran in FY 2007. Total spending, which includes constructing and operating facilities and direct payments to veterans exceeded the national average by $127 per veteran. The FY 2007 VA total national average spending was $3,221 and for North Carolina the total average spending per veteran was $3,348. Benefit claims to veterans in North Carolina in FY 2007 were $314 higher than the national average. Benefit payments to veterans averaged $2,047 per veteran in North Carolina during FY 2007. The national average for benefits paid to veterans for the same period was $1,733. See Appendix K for more detail. While ninth in the number of veterans, North Carolina is third in veterans receiving 100 percent of disability benefits and fourth in the number of veterans receiving disability benefits.

OSBM surveys of county and State VSOs indicated that while claims at their level were processed within a day or two, it was not uncommon for claims at the federal level to be processed in terms of months or years, with six to eighteen months a normal time for a claim review. An OSBM walk-through in the Winston-Salem VA Regional Office revealed a backlog of approximately 20,000 claims for the entire East Coast.

OSBM observed several DSOs processing claims forms and noted that of the 133 claims reviewed, 11, or 8.3%, had errors. The DSOs indicated that some of the errors, such as not including the VA claim number on the form, would not be likely cause the claim to be returned by the VA. Rather, errors that cause forms to be returned depend on the VA officer that does the review. Since quality statistics are not kept by DSOs, we could not determine if our results were representative.

NCDVA officials indicated their policy is that all benefit claims should be sent from the counties to the DSOs for review in order to verify that claims are accurate and complete. Most of the counties appeared to do so, although some sent selected forms directly to the federal government (see Appendix I). We also observed that not all State District Service Officers reviewed all the forms.

OSBM observed that almost all benefit claims were submitted using a paper copy. Typically, at least one copy of the claim was filed by either the county or State office. This occurred in spite of an on-line form that could be submitted for claims. Reasons given for not using the on-line form were security (someone could enter the building and steal a computer and view veterans' personal information unless the data is encrypted), unreliability (VA has reportedly lost the on-line forms in the past), on-line forms are longer than the acceptable paper version, insufficient computer resources or general comfort with paper rather than computer processing of forms. In discussions with NCDVA and county VSOs we were told that one reason claims are not submitted electronically is because the State's encryption does not meet VA standards. Alternatively, the State has not agreed to put the VA system on NCDVA computers. Since we were not able to review claims at the federal level, we could not confirm the validity of some of these concerns.

Claims Assistance

Veterans have the option to fill out and submit benefit application forms (claims) to the VA on their own. However, because of the complexity of the paperwork involved and the desire to have representation when dealing with VA, many veterans opt to get assistance from county VSOs, NCDVA district offices, or one of the veterans service organizations. These groups have experience in dealing with VA and generally know how to fill out forms, know the proper terminology that VA claims reviewers need to approve a claim, and know what paperwork is required to support claims. Having forms worded right, completed correctly, and having all the necessary forms attached helps to expedite claims processing at VA. However, VA processing for even fully completed claims is extremely slow.

Veterans typically grant power of attorney to the NCDVA or other veterans groups to represent them before the VA. With a power of attorney these organizations can act on a veteran's behalf when needed and track the status of claims. This is important as the number and complexity of claims continues to increase.

The United States Government Accountability Office (GAO) reported in VETERANS DISABILITY BENEFITS: Claims Processing Challenges Persist, While VA Continues to Take Steps to Address Them (February 14, 2008) that the number and complexity of veterans claims has increased in recent years and are expected to continue increasing in the future as hostilities continue in the War on Terror. Specifically, the GAO reported:

- The number of pending veterans' claims increased by more than 50 percent from 254,000 at the end of FY 2003 to more than 392,000 the end of FY 2007. During the same period, the number of claims pending longer than 6 months more than doubled from 47,000 to about 101,000.
- One factor affecting processing times is the complexity of cases, in terms of numbers and types of disabilities veterans are claiming. VA reported that the number of cases with eight or more disabilities increased by 168 percent from 2000 to 2007.
- VA anticipates the number of claims will increase as ongoing hostilities continue.
- Reopened claims will increase as compensation recipients—many of whom suffer from chronic progressive disabilities such as diabetes, mental illness, and cardiovascular disabilities—reopen claims for increased benefits as they age and their conditions worsen.

Claims Data Questionable

As noted at the beginning of this report, data reported by many counties on the number of claims filed and other assistance provided to veterans has historically been questionable. The NCDVA believes that about 15% of the counties report erroneous data during a typical year. Most of the errors appeared to be due to inflating the number of claims filed. From calendar year 2004 to 2007 NCDVA officials believe that only 30 counties reported consistently reliable data.

The NCDVA further found that the reliability of county-reported data varied from year to year. For example, NCDVA believes the data reported by 14 counties was erroneous in calendar year 2004; while in 2007, 27 counties may have overstated claims. Nine counties (about 10%) reported filing more claims during the period than the total number of veteran residents in the county as reported by the VA. One of these counties reported filing three times more claims and another twice as many claims as the total number of veterans residing in the respective counties. Representatives from various organizations expressed concerns that if funding was based on the number and/or type of claims processed, the data would only become more inflated because there would then be a financial incentive to report higher numbers to get more State funding.

NCDVA officials indicated that claims data reported by district offices is more reliable than that reported by counties. However, district data, like county reported data, is self generated by the service officers. We found that some data reported by districts may also be suspect. For example, for calendar year 2007 two district offices reported the same number of "in person" contacts and total claims.

Efforts to Improve Claims Data

In an effort to gather more reliable claims data, NCDVA started having the State Veterans Service Office in Winston-Salem collect information on claims submitted by counties and districts beginning in July, 2008. The State Veterans Service Office was selected as it is the central office where counties and districts send their pension and medical claims before they go to the VA Regional Office. However, even this new effort will not collect data on all the claims generated by county and district veterans service offices as some claims are sent directly by these offices to one of the other VA processing centers depending on the type of claim. Also, we found that not all counties send their claims to the districts for review. Appendix I shows the flow of claims from two selected county offices to the various VA processing centers.

Types of claims

Table 5 on page 14 was compiled from the claims data that the State Veterans Service Office started collecting in July, 2008. It shows that 18,845 claims were submitted from the counties and districts for the five-month period from July through November, 2008. About 32% of these were classified as miscellaneous, which is a large portion to be grouped together. In this instance miscellaneous is the largest grouping of claims, while usually it is the smallest grouping. Grouping so many types of claims under the miscellaneous heading may hamper data analysis.

Table 5

Types of Veteran Benefit Claims

	Req. for Reconsideration or Reopened Claim, or Rating Increase	Notice of Disagreement	Form 9	21-526 Application for Compensation	21-527 Application for Pension	21-8416 Application for Individual Unemployability	21-4140 Employment Verification Individual Unemployability	21-530 Application	21-530 Application for Burial Allowance	Applications for Death Benefits	21-686c Declaration of Marital Status	21-674 Request for School Attendance	22-1990 Application for Vocational Rehabilitation	Home Loan	Special Adaptive Housing	21-4142 Medical Release	Miscellaneous	Total
District #1	51	30	7	30	16	5	4	17	18	14	9	4	12	5	17	163		402
District #2	209	27	17	166	82	25	15	29	53	54	22	18	1	9	207	464		1398
District #3	161	23	12	97	49	14	16	34	40	24	15	12	15	10	58	339		919
District #4	308	97	45	209	70	45	17	73	64	85	42	25	12	9	461	563		2125
District #5	284	50	18	188	111	31	12	31	68	53	13	17	12	4	140	425		1457
District #6	132	12	7	117	82	16	9	25	21	33	8	7	2	8	193	377		1049
District #7	159	16	12	157	99	20	4	16	62	17	13	14	1	22	164	366		1142
District #8	184	58	33	158	111	19	5	42	79	22	6	7	1	19	72	396		1212
District #9	339	20	19	264	137	38	17	35	85	51	12	38	16	8	285	690		2054
District #10	112	40	23	195	100	35	7	39	70	42	7	8	24	14	159	450		1325
District #11	171	18	7	141	88	26	18	26	52	47	22	21	20	12	182	506		1357
District #12	138	8	5	94	78	17	7	14	37	23	7	14	5	2	122	252		823
District #13	414	64	26	299	80	65	45	70	65	107	41	31	0	8	536	659		2510
District #14	41	2	2	35	25	5	1	3	11	18	1	2	2	2	42	91		283
District #15	76	23	10	68	59	18	13	7	23	28	22	17	9	1	66	349		789
Total	2779	488	243	2218	1187	379	190	461	748	618	240	235	132	133	2704	6090		18845
Total %	15%	3%	1%	12%	6%	2%	1%	2%	4%	3%	1%	1%	1%	1%	14%	32%		

Source: OSBM analysis based on data from NCDVA

Claims Processing

Table 6 on page 15 shows the number of claims submitted per FTE by the combined efforts of the county and district staffs during the five-month period from July through November, 2008. There are a number of variables that can affect the number of claims generated by a particular office. Such variables include the type of claims originated, how prepared the veterans were when they came in for assistance, outreach and other support activities offices perform, and the distance VSOs had to travel to support veterans. The average number of claims generated per FTE during this period was 105. The range was from 47 claims generated per FTE to 169.

Table 6

Veteran benefit claims processed per District FTE					
District	County FTE	State FTE	Total FTE	Claims	Claims per FTE
1	3.5	2.6	6.1	402	66
2	11.0	3.0	14.0	1398	100
3	5.0	1.8	6.8	919	136
4	12.5	2.8	15.3	2125	139
5	15.0	2.0	17.0	1457	86
6	4.5	3.4	7.9	1049	133
7	6.5	2.4	8.9	1142	128
8	8.0	3.4	11.4	1212	107
9	22.5	3.6	26.1	2054	79
10	11.0	3.2	14.2	1325	93
11	10.5	3.9	14.4	1357	94
12	3.0	3.4	6.4	823	128
13	12.5	2.4	14.9	2510	169
14	4.5	1.5	6.0	283	47
15	7.5	2.6	10.1	789	78
Total	**137.5**	**41.9**	**179.4**	**18845**	**105**

Note: State FTE allocated to claims processing based on OSBM survey results

Source: OSBM analysis based on July - November, 2008 data from NCDVA

Findings on Legislative Changes

Some efforts have been started in the North Carolina General Assembly to increase the aid counties get from the State to assist veterans and their families with their claims for benefits. For example, House Bill 2685 (May 28, 2008) proposed changes to the financial assistance that the DOA provides to county veterans programs. The bill proposed a recurring appropriation of $750,000. These funds were to begin in FY 2008-2009. Under the proposed changes, veterans programs would receive a minimum contribution of $2,000 a year or the amount established in Table 7, whichever is greater. The number of annual claims established in the table is based on the claims veterans filed in each county during the previous fiscal year.

OSBM found that 28 counties would qualify for the maximum reimbursement percentage based on reported claims for calendar year 2007. However, NCDVA questioned the data submitted by 23 of these counties; suspecting that it was overstated because of the unrealistically high number of claims reported. Basing financial assistance to counties, without first establishing a consistent, systematic basis for counting and verifying the number of claims could result in inequitable distribution of funds.

Table 7

Proposed Reimbursement Percentage and Ceiling Amount Based on Annual Claims Filed		
Annual Claims Filed	**Reimbursement Percentage**	**Ceiling**
1 to 500	2.5%	$ 8,750
501 to 1,000	5.0%	$ 17,500
1,001 to 1,500	7.5%	$ 26,250
1,501 to 2,000	10.0%	$ 35,000
More than 2,001	12.5%	$ 43,750

Source: House Bill 2685

Findings on High Federal Error Rates

According to VA's report, "Department of Veterans Affairs (VA) FY 2008 Performance and Accountability Report", dated November 17, 2008, the national accuracy rate for pension claims increased to 92 percent from the FY 2007 rate of 91 percent. This means that 8 percent of pension claim decisions made by VA are erroneous. For disability claims decisions the accuracy rate is 86%. This means that 14% of disability claims decisions by VA staff are wrong. This accuracy rate is down from the FY 2004 baseline of 87% and FY 2007's rate of 88%.

The high federal error rates reinforce the importance of the technical assistance and training received by VSOs and the assistance they in turn give to veterans in preparing their claims. It also emphasizes the importance that the State provides in reviewing VA claims decisions.

Findings Comparing Other State Programs

It is difficult to compare the effectiveness of veterans' services provided by other states and territories because each program is different. Each of the 50 states and 2 territories for which VA reports program expenditures has developed their own unique veterans' service program. Comparison is further hampered because there is no centralized source outlining the various programs, and:

- Data on the number and type of claims assistance is not reported to the VA,
- Veteran demographics varies by state,
- The nature of disabilities varies among veterans, and
- The amount of money spent by the states, territories, and counties on their programs varies and is not reported.

OSBM, however, did a limited comparison of North Carolina's veterans program with Virginia's program. In federal FY 2007 the VA estimated that Virginia's veteran population (807,326) was 33,696 higher than North Carolina's (773,630). However, North Carolina veterans received over $457 million more from VA than did Virginia veterans (see Appendix J). In FY 2007 Virginia had 28 State employed full-time veterans service representatives and no county VSOs. North Carolina had about 30 State employed VSOs providing claims assistance during this period. A big difference in the two programs is that North Carolina had about 63 additional VSOs and assistant VSOs providing claims support at the county level.

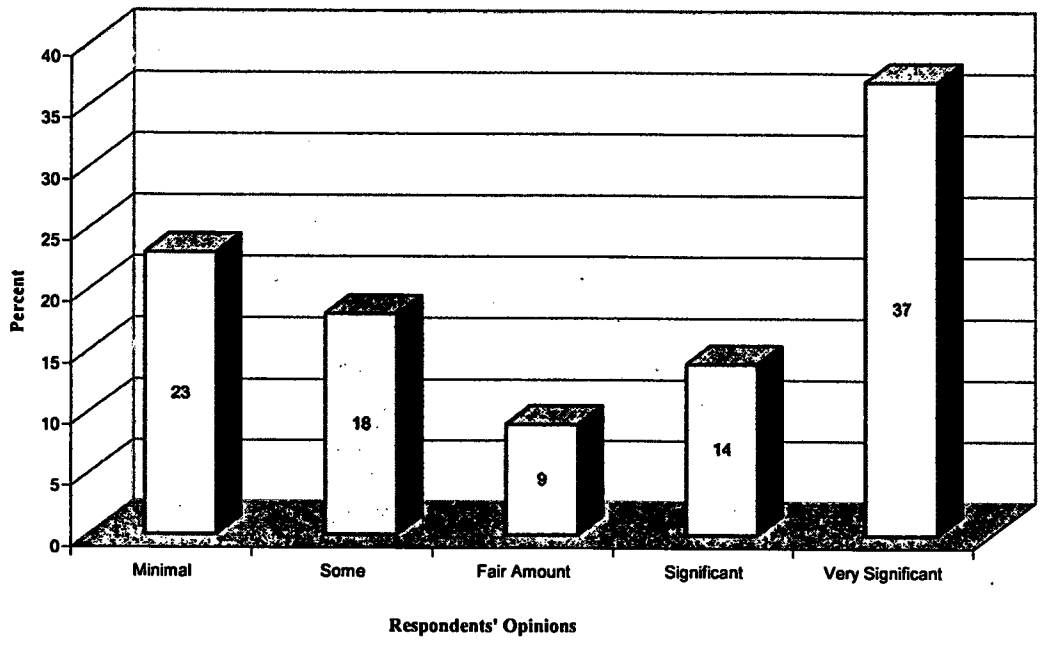
Findings on the Impact of Changing the Aid to Counties Program

Funds used to support county veterans programs come primarily from the individual county appropriations, with a reimbursement amount provided to them by the State through the Aid to Counties program. In FY 2008, the Aid to Counties Program paid matching funds (up to $2,000 per county) to 94 counties that funded veterans' services. The amount paid to counties has remained relatively consistent during the FY 2004-2008 timeframe (see Table 4 on page 10). County support ranged from zero for six counties to a high of $935,298 for Mecklenburg County (see Appendix F). The amount paid through the Aid to Counties Program in FY 2008 was $185,000 which equates to about 2.5 percent of the aggregate county veterans' service budgets in FY 2008.

OSBM surveyed the county VSOs to obtain their views on the impact to them if the $2,000 in annual State aid was eliminated. Overall, OSBM found that county VSOs did not want to give up the $2,000 even though it was a small portion of most of their budgets. Comments varied according to the amount of financial support county governments are providing to their veterans programs. The county VSOs with larger budgets tend not to view the State's support as important as compared to those from smaller, poorer counties that tend to view the $2,000 as more important. About one-fourth of the county VSOs that responded to the survey said that losing the $2,000 would have minimal impact on their operations. Chart 6 on page 17 shows how the county VSOs that responded to our survey view the loss of the current $2,000 in State aid.

Chart 6

Survey Respondents' Opinions of the Impact of Eliminating Current State Funding



Source: County Veterans Service Officer responses to OSBM survey

Findings on County Needs

In the OSBM survey we asked county VSOs what their needs were if additional funds were available. Their responses indicated their highest priority is for additional staff members, training, computers, and outreach. Chart 7 on page 18 provides more detailed information on the needs of the county VSOs.

While NCDVA provides limited funding (up to $2,000 yearly) to help meet county VSO needs, most of the funding comes from the individual counties. Staff in county veterans service offices are county employees; thus, if staffing is to be increased funds will have to be provided by the individual counties unless the current funding formula is changed.

The second highest need expressed by county VSOs was for more training. NCDVA is responsible for providing county VSOs with training. To the credit of NCDVA, the agency has recently taken the following steps to improve training:

- Appointed a training officer from existing DSO staff;
- Established a joint State/county training committee to address training issues;
- Set up annual training in four regions;
- Produced a training curriculum and materials compact computer disk approved by the VA for accreditation of North Carolina VSOs; and
- Established requirements for 20 hours of annual training for VSOs to remain certified.

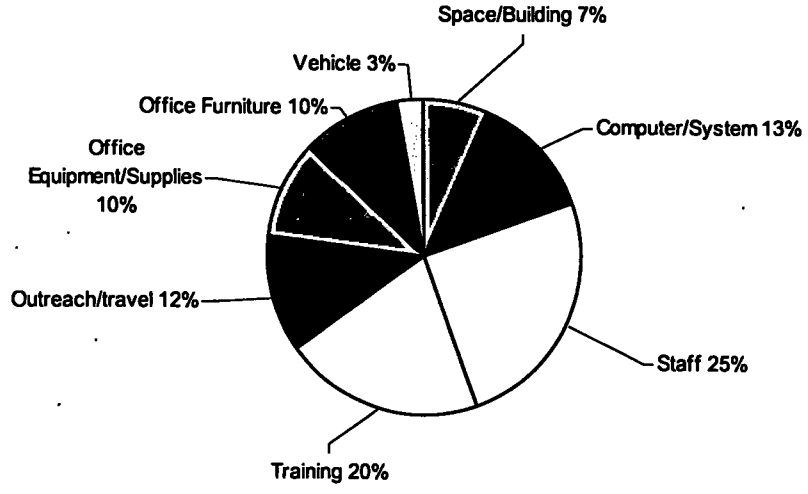
Also, NCDVA officials stated that the office has requested approval from the Department of Labor for their training programs so that VSOs can qualify to receive VA funding for taking the training.

NCDVA officials agreed that many veterans service offices need updated computers. However, traditionally, purchasing computes for these offices has been a responsibility of the individual counties.

NCDVA officials agree that more outreach is needed. State and County officials mentioned various outreach efforts undertaken by their offices. These efforts include visits to nursing homes, job fairs, and prisons, as well as targeted mailings and the creation of billboards.

Chart 7

County Veteran Service Officer Needs



Source: OSBM Survey of County Veteran Service Officers

CONCLUSIONS

VA payments to veterans and their families for benefits related to military service has become increasingly an important source of revenue for veterans, the State, and counties. It appears, based on VA claims payments to veterans, that the amount North Carolina and its counties spend assisting veterans with the filing of their benefit claims is yielding positive results.

Much of the claims data needed to effectively manage the State's veterans' assistance program or to determine state staffing level needs is questionable because it appears to be overstated. Claims data is self-reported by county and district veterans service offices with limited quality assurance. NCDVA took steps in July, 2008 to begin the process of gathering more accurate claims data by having the State Veterans Service Office collect information on claims submitted to the VA Regional Office in Winston-Salem. However, claims submitted to other federal processing sites by districts and counties are not included. Until more accurate claims data is developed by the State, making management and financial decisions based on claims data is not advisable. Further, basing funding on reported claims will lead to more inaccuracies as reporting entities would then have an added incentive to inflate the numbers of claims to receive more State funding.

Basing aid to counties on VA's estimates of the number of veterans residing in each county is not an acceptable option. VA's estimate of county veterans populations is based on the ten-year census and adjusted for general population trends and does not take into account other variables that may affect veterans populations only. VA estimates are now about eight years old, since it is based on the 2000 census.

The needs for State resources, as identified in OSBM's survey of the county veterans service offices, is primarily for more staffing, training, computers, and outreach. Further, during interviews and site visits, the range of support that counties need is wide; where some counties are staffed full time with multiple experienced veteran service officers; others have limited and less experienced staff requiring a higher level of assistance and/or claims review. While funding may be necessary for an outreach effort such as billboards, other efforts such as targeting nursing homes to explain benefits available to can be undertaken with minimal cost. Outreach efforts were different for different counties and state offices. Results of the outreach activities were not documented, nor were veterans surveyed about how they knew of the county or State veterans services.

County and district service offices do not have a secure (encrypted) system acceptable to VA for submitting claims electronically. Such a system could enhance efficiency of both the county and district offices and result in improved accuracy.

RECOMMENDATIONS

OSBM recommends that:

1. State aid to counties with veterans service offices should continue to be based on the current formula of one-half of the amount the counties spend on veterans' services up to $2,000 until the State's economy improves.

2. NCDVA should streamline claims processing by discontinuing some claims reviews by the State DSO. While we do not believe all counties are in a position to send forms directly to the State Veterans Service Office, those counties with proven high quality records are good candidates for this. If all counties submitted forms directly, NCDVA could redeploy about four FTEs to such activities as training, outreach, reviewing claims for decision errors by the VA at the State Veterans Service Office, and/or establishing representatives at the two BDD centers in North Carolina to assist veterans likely to remain in the State.

3. Current efforts to collect more accurate claims data should be continued, expanded, and analyzed for use in future training, technical supervision and financial decisions.

4. Outreach program results should be tracked and documented in veteran office logs or surveys and analysis performed to institute best outreach practices State-wide.

5. A secure (encrypted) system acceptable to the VA for county and district veterans service offices should be used to improve efficiency and accuracy.

DOA's comments on the recommendations are included in Appendix A.

ACKNOWLEDGEMENTS

OSBM wishes to express its appreciation to the staff of the NCDVA and the county veterans service offices for their cooperation during the performance of this study.

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Appendix A

Agency Comments on the Report

OSBM made several technical changes to the report suggested by NCDVA managers. The managers agreed with OSBM's conclusions and recommendations.

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APPENDIX B

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
COUNTY ALPHABETICAL LISTING

Expenditures in $000s

County	Veteran Population	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Construction	Medical Care	General Operating Expenses
ALAMANCE	11,598	$ 31,956	$ 14,830	$ 1,088	$ 687	$ -	$ 15,351	$ -
ALEXANDER	2,954	$ 7,655	$ 3,782	$ 130	$ 67	$ -	$ 3,676	$ -
ALLEGHANY	1,144	$ 2,546	$ 1,563	$ 43	$ 4	$ -	$ 936	$ -
ANSON	1,994	$ 5,575	$ 3,275	$ 113	$ 71	$ -	$ 2,116	$ -
ASHE	2,525	$ 6,940	$ 4,181	$ 119	$ 59	$ -	$ 2,581	$ -
AVERY	1,394	$ 4,585	$ 1,950	$ 179	$ 125	$ -	$ 2,331	$ -
BEAUFORT	4,634	$ 13,231	$ 9,277	$ 535	$ 320	$ -	$ 3,099	$ -
BERTIE	1,208	$ 4,093	$ 2,348	$ 144	$ 42	$ -	$ 1,560	$ -
BLADEN	2,828	$ 11,472	$ 7,276	$ 418	$ 48	$ -	$ 3,731	$ -
BRUNSWICK	12,435	$ 28,733	$ 19,085	$ 845	$ 619	$ -	$ 8,184	$ -
BUNCOMBE	22,055	$ 96,888	$ 41,027	$ 2,603	$ 2,127	$ 2,473	$ 48,253	$ 406
BURKE	7,672	$ 24,510	$ 12,017	$ 637	$ 297	$ -	$ 11,560	$ -
CABARRUS	12,341	$ 35,419	$ 16,877	$ 2,045	$ 494	$ -	$ 16,003	$ -
CALDWELL	6,972	$ 20,449	$ 10,714	$ 547	$ 196	$ -	$ 8,991	$ -
CAMDEN	1,112	$ 3,535	$ 2,508	$ 257	$ 54	$ -	$ 715	$ -
CARTERET	9,359	$ 31,688	$ 22,594	$ 1,302	$ 560	$ -	$ 7,231	$ -
CASWELL	2,219	$ 8,326	$ 3,706	$ 1,179	$ 41	$ -	$ 3,400	$ -
CATAWBA	12,416	$ 32,290	$ 16,960	$ 1,327	$ 714	$ -	$ 13,289	$ -
CHATHAM	5,166	$ 12,795	$ 6,064	$ 755	$ 554	$ -	$ 5,423	$ -
CHEROKEE	2,923	$ 9,670	$ 5,920	$ 161	$ 103	$ -	$ 3,487	$ -
CHOWAN	1,391	$ 4,296	$ 2,776	$ 186	$ 124	$ -	$ 1,211	$ -
CLAY	1,210	$ 3,989	$ 2,283	$ 96	$ 46	$ -	$ 1,564	$ -
CLEVELAND	8,803	$ 25,848	$ 14,078	$ 1,251	$ 326	$ -	$ 10,193	$ -
COLUMBUS	4,404	$ 18,063	$ 11,127	$ 702	$ 186	$ -	$ 6,048	$ -
CRAVEN	12,471	$ 41,773	$ 29,842	$ 3,619	$ 769	$ -	$ 7,217	$ 326
CUMBERLAND	44,263	$ 291,099	$ 187,045	$ 22,379	$ 1,888	$ -	$ 79,164	$ 623
CURRITUCK	3,051	$ 6,935	$ 5,010	$ 379	$ 34	$ -	$ 1,512	$ -
DARE	4,078	$ 5,305	$ 3,722	$ 211	$ 204	$ -	$ 1,167	$ -
DAVIDSON	13,631	$ 33,225	$ 15,649	$ 1,320	$ 397	$ -	$ 15,859	$ -
DAVIE	3,343	$ 8,858	$ 4,413	$ 298	$ 192	$ -	$ 3,955	$ -
DUPLIN	3,827	$ 14,133	$ 8,353	$ 497	$ 186	$ -	$ 5,097	$ -
DURHAM	17,047	$ 74,370	$ 28,620	$ 2,784	$ 1,183	$ 2,032	$ 38,423	$ 1,327
EDGECOMBE	3,537	$ 15,568	$ 9,341	$ 401	$ 144	$ -	$ 5,682	$ -
FORSYTH	25,157	$ 115,346	$ 39,212	$ 11,976	$ 1,897	$ 12	$ 29,099	$ 33,150
FRANKLIN	4,276	$ 12,128	$ 6,147	$ 732	$ 126	$ -	$ 5,123	$ -
GASTON	18,066	$ 42,897	$ 22,191	$ 1,493	$ 697	$ -	$ 18,516	$ -
GATES	1,025	$ 2,692	$ 1,904	$ 180	$ 35	$ -	$ 573	$ -
GRAHAM	764	$ 2,878	$ 1,556	$ 59	$ 40	$ -	$ 1,223	$ -
GRANVILLE	4,327	$ 14,367	$ 6,323	$ 1,076	$ 171	$ -	$ 6,796	$ -
GREENE	1,559	$ 5,146	$ 3,445	$ 229	$ 97	$ -	$ 1,374	$ -
GUILFORD	35,483	$ 87,657	$ 45,926	$ 7,699	$ 2,713	$ -	$ 31,319	$ -
HALIFAX	4,149	$ 16,400	$ 10,018	$ 480	$ 127	$ -	$ 5,775	$ -
HARNETT	11,006	$ 42,379	$ 26,333	$ 2,968	$ 399	$ -	$ 12,680	$ -
HAYWOOD	6,837	$ 22,360	$ 11,638	$ 528	$ 487	$ -	$ 9,707	$ -
HENDERSON	11,735	$ 30,463	$ 14,825	$ 680	$ 1,241	$ -	$ 13,717	$ -
HERTFORD	1,688	$ 7,374	$ 4,233	$ 231	$ 151	$ -	$ 2,759	$ -
HOKE	4,046	$ 23,486	$ 14,716	$ 2,864	$ 61	$ -	$ 5,844	$ -
HYDE	391	$ 1,529	$ 1,108	$ 16	$ 11	$ -	$ 393	$ -
IREDELL	12,544	$ 31,446	$ 14,861	$ 1,636	$ 567	$ -	$ 14,383	$ -
JACKSON	3,473	$ 10,239	$ 6,040	$ 464	$ 158	$ -	$ 3,577	$ -
JOHNSTON	12,562	$ 34,315	$ 19,420	$ 1,755	$ 376	$ -	$ 12,765	$ -
JONES	1,085	$ 4,012	$ 2,975	$ 185	$ 32	$ -	$ 821	$ -
LEE	5,363	$ 17,018	$ 10,257	$ 1,527	$ 175	$ -	$ 5,060	$ -
LENOIR	5,145	$ 21,235	$ 14,521	$ 820	$ 248	$ -	$ 5,646	$ -
LINCOLN	5,699	$ 12,364	$ 6,045	$ 433	$ 174	$ -	$ 5,713	$ -
MCDOWELL	3,964	$ 21,765	$ 9,091	$ 331	$ 178	$ -	$ 12,165	$ -
MACON	4,136	$ 12,760	$ 6,705	$ 241	$ 430	$ -	$ 5,384	$ -
MADISON	1,871	$ 6,739	$ 3,472	$ 114	$ 72	$ -	$ 3,080	$ -

APPENDIX B

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
COUNTY ALPHABETICAL LISTING

Expenditures in $000s

County	Veteran Population	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Construction	Medical Care	General Operating Expenses
MARTIN	1,971	$ 7,630	$ 4,617	$ 257	$ 68	$ -	$ 2,688	$ -
MECKLENBURG	55,969	$ 123,742	$ 63,966	$ 10,139	$ 3,581	$ -	$ 46,055	$ -
MITCHELL	1,348	$ 6,301	$ 3,002	$ 153	$ 20	$ -	$ 3,126	$ -
MONTGOMERY	2,297	$ 10,054	$ 4,170	$ 1,241	$ 99	$ -	$ 4,545	$ -
MOORE	10,614	$ 27,774	$ 17,953	$ 1,281	$ 1,218	$ -	$ 7,322	$ -
NASH	8,166	$ 22,649	$ 13,318	$ 821	$ 312	$ -	$ 8,197	$ -
NEW HANOVER	19,114	$ 45,754	$ 29,647	$ 4,334	$ 1,380	$ -	$ 10,349	$ 44
NORTHAMPTON	1,632	$ 5,540	$ 3,264	$ 139	$ 29	$ -	$ 2,107	$ -
ONSLOW	18,906	$ 105,766	$ 80,692	$ 10,772	$ 680	$ -	$ 13,622	$ -
ORANGE	7,644	$ 20,334	$ 9,389	$ 1,210	$ 770	$ -	$ 8,965	$ -
PAMLICO	1,519	$ 5,067	$ 3,545	$ 138	$ 44	$ -	$ 1,340	$ -
PASQUOTANK	4,041	$ 12,539	$ 7,897	$ 974	$ 196	$ -	$ 3,472	$ -
PENDER	5,939	$ 15,326	$ 9,745	$ 768	$ 312	$ -	$ 4,500	$ -
PERQUIMANS	1,593	$ 3,836	$ 2,505	$ 175	$ 91	$ -	$ 1,065	$ -
PERSON	3,353	$ 11,711	$ 5,164	$ 367	$ 60	$ -	$ 6,121	$ -
PITT	10,510	$ 36,094	$ 23,385	$ 3,581	$ 574	$ -	$ 8,555	$ -
POLK	2,664	$ 5,774	$ 3,062	$ 108	$ 188	$ -	$ 2,416	$ -
RANDOLPH	11,383	$ 31,156	$ 15,834	$ 2,485	$ 420	$ -	$ 12,417	$ -
RICHMOND	3,993	$ 19,673	$ 12,703	$ 513	$ 299	$ -	$ 6,159	$ -
ROBESON	8,764	$ 35,716	$ 20,894	$ 1,644	$ 260	$ -	$ 12,918	$ -
ROCKINGHAM	8,919	$ 19,624	$ 11,545	$ 552	$ 246	$ -	$ 7,282	$ -
ROWAN	12,440	$ 76,279	$ 24,704	$ 1,403	$ 462	$ 1,825	$ 40,910	$ 6,974
RUTHERFORD	5,837	$ 24,187	$ 12,089	$ 542	$ 336	$ -	$ 11,221	$ -
SAMPSON	4,555	$ 21,019	$ 12,204	$ 621	$ 183	$ -	$ 8,011	$ -
SCOTLAND	3,186	$ 12,629	$ 6,834	$ 1,831	$ 140	$ -	$ 3,824	$ -
STANLY	4,976	$ 13,189	$ 6,429	$ 469	$ 172	$ -	$ 6,118	$ -
STOKES	4,086	$ 9,588	$ 5,176	$ 342	$ 105	$ -	$ 3,966	$ -
SURRY	5,654	$ 20,952	$ 11,878	$ 513	$ 253	$ -	$ 8,308	$ -
SWAIN	1,353	$ 5,155	$ 3,109	$ 123	$ 42	$ -	$ 1,881	$ -
TRANSYLVANIA	3,778	$ 9,824	$ 5,289	$ 248	$ 306	$ -	$ 3,982	$ -
TYRRELL	360	$ 660	$ 460	$ 22	$ 0	$ -	$ 178	$ -
UNION	11,836	$ 26,571	$ 14,106	$ 1,592	$ 817	$ -	$ 10,055	$ -
VANCE	3,025	$ 13,348	$ 6,377	$ 399	$ 95	$ -	$ 6,477	$ -
WAKE	53,660	$ 118,403	$ 62,268	$ 13,902	$ 4,022	$ -	$ 38,181	$ 30
WARREN	1,681	$ 7,086	$ 3,567	$ 193	$ 73	$ -	$ 3,252	$ -
WASHINGTON	1,023	$ 3,168	$ 2,065	$ 111	$ 65	$ -	$ 928	$ -
WATAUGA	3,577	$ 9,733	$ 5,244	$ 867	$ 296	$ -	$ 3,326	$ -
WAYNE	13,623	$ 48,506	$ 33,121	$ 3,025	$ 727	$ -	$ 11,632	$ -
WILKES	5,185	$ 18,279	$ 10,410	$ 405	$ 87	$ -	$ 7,376	$ -
WILSON	6,103	$ 21,845	$ 14,077	$ 732	$ 502	$ -	$ 6,533	$ -
YADKIN	3,055	$ 8,876	$ 3,999	$ 240	$ 165	$ -	$ 4,472	$ -
YANCEY	1,943	$ 7,479	$ 4,462	$ 82	$ 92	$ -	$ 2,843	$ -
NORTH CAROLINA (Totals)	773,630	$ 2,583,647	$ 1,425,344	$ 156,579	$ 43,312	$ 6,342	$ 909,189	$ 42,879

Source: U.S. Department of Veterans Affairs

APPENDIX C

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY COUNTY VETERANS POPULATION

Expenditures in $000s

County	Veteran Population	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Construction	Medical Care	General Operating Expenses
MECKLENBURG	55,969	$ 123,742	$ 63,966	$ 10,139	$ 3,581	$ -	$ 46,055	$ -
WAKE	53,660	$ 118,403	$ 62,268	$ 13,902	$ 4,022	$ -	$ 38,181	$ 30
CUMBERLAND	44,263	$ 291,099	$ 187,045	$ 22,379	$ 1,888	$ -	$ 79,164	$ 623
GUILFORD	35,483	$ 87,657	$ 45,926	$ 7,699	$ 2,713	$ -	$ 31,319	$ -
FORSYTH	25,157	$ 115,346	$ 39,212	$ 11,976	$ 1,897	$ 12	$ 29,099	$ 33,150
BUNCOMBE	22,055	$ 96,888	$ 41,027	$ 2,603	$ 2,127	$ 2,473	$ 48,253	$ 406
NEW HANOVER	19,114	$ 45,754	$ 29,647	$ 4,334	$ 1,380	$ -	$ 10,349	$ 44
ONSLOW	18,906	$ 105,766	$ 80,692	$ 10,772	$ 680	$ -	$ 13,622	$ -
GASTON	18,066	$ 42,897	$ 22,191	$ 1,493	$ 697	$ -	$ 18,516	$ -
DURHAM	17,047	$ 74,370	$ 28,620	$ 2,784	$ 1,183	$ 2,032	$ 38,423	$ 1,327
DAVIDSON	13,631	$ 33,225	$ 15,649	$ 1,320	$ 397	$ -	$ 15,859	$ -
WAYNE	13,623	$ 48,506	$ 33,121	$ 3,025	$ 727	$ -	$ 11,632	$ -
JOHNSTON	12,562	$ 34,315	$ 19,420	$ 1,755	$ 376	$ -	$ 12,765	$ -
IREDELL	12,544	$ 31,446	$ 14,861	$ 1,636	$ 567	$ -	$ 14,383	$ -
CRAVEN	12,471	$ 41,773	$ 29,842	$ 3,619	$ 769	$ -	$ 7,217	$ 326
ROWAN	12,440	$ 76,279	$ 24,704	$ 1,403	$ 462	$ 1,825	$ 40,910	$ 6,974
BRUNSWICK	12,435	$ 28,733	$ 19,085	$ 845	$ 619	$ -	$ 8,184	$ -
CATAWBA	12,416	$ 32,290	$ 16,960	$ 1,327	$ 714	$ -	$ 13,289	$ -
CABARRUS	12,341	$ 35,419	$ 16,877	$ 2,045	$ 494	$ -	$ 16,003	$ -
UNION	11,836	$ 26,571	$ 14,106	$ 1,592	$ 817	$ -	$ 10,055	$ -
HENDERSON	11,735	$ 30,463	$ 14,825	$ 680	$ 1,241	$ -	$ 13,717	$ -
ALAMANCE	11,598	$ 31,956	$ 14,830	$ 1,088	$ 687	$ -	$ 15,351	$ -
RANDOLPH	11,383	$ 31,156	$ 15,834	$ 2,485	$ 420	$ -	$ 12,417	$ -
HARNETT	11,006	$ 42,379	$ 26,333	$ 2,968	$ 399	$ -	$ 12,680	$ -
MOORE	10,614	$ 27,774	$ 17,953	$ 1,281	$ 1,218	$ -	$ 7,322	$ -
PITT	10,510	$ 36,094	$ 23,385	$ 3,581	$ 574	$ -	$ 8,555	$ -
CARTERET	9,359	$ 31,688	$ 22,594	$ 1,302	$ 560	$ -	$ 7,231	$ -
ROCKINGHAM	8,919	$ 19,624	$ 11,545	$ 552	$ 246	$ -	$ 7,282	$ -
CLEVELAND	8,803	$ 25,848	$ 14,078	$ 1,251	$ 326	$ -	$ 10,193	$ -

APPENDIX C

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY COUNTY VETERANS POPULATION

Expenditures in $000s

County	Veteran Population	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Construction	Medical Care	General Operating Expenses
ROBESON	8,764	$ 35,716	$ 20,894	$ 1,644	$ 260	$ -	$ 12,918	$ -
NASH	8,166	$ 22,649	$ 13,318	$ 821	$ 312	$ -	$ 8,197	$ -
BURKE	7,672	$ 24,510	$ 12,017	$ 637	$ 297	$ -	$ 11,560	$ -
ORANGE	7,644	$ 20,334	$ 9,389	$ 1,210	$ 770	$ -	$ 8,965	$ -
CALDWELL	6,972	$ 20,449	$ 10,714	$ 547	$ 196	$ -	$ 8,991	$ -
HAYWOOD	6,837	$ 22,360	$ 11,638	$ 528	$ 487	$ -	$ 9,707	$ -
WILSON	6,103	$ 21,845	$ 14,077	$ 732	$ 502	$ -	$ 6,533	$ -
PENDER	5,939	$ 15,326	$ 9,745	$ 768	$ 312	$ -	$ 4,500	$ -
RUTHERFORD	5,837	$ 24,187	$ 12,089	$ 542	$ 336	$ -	$ 11,221	$ -
LINCOLN	5,699	$ 12,364	$ 6,045	$ 433	$ 174	$ -	$ 5,713	$ -
SURRY	5,654	$ 20,952	$ 11,878	$ 513	$ 253	$ -	$ 8,308	$ -
LEE	5,363	$ 17,018	$ 10,257	$ 1,527	$ 175	$ -	$ 5,060	$ -
WILKES	5,185	$ 18,279	$ 10,410	$ 405	$ 87	$ -	$ 7,376	$ -
CHATHAM	5,166	$ 12,795	$ 6,064	$ 755	$ 554	$ -	$ 5,423	$ -
LENOIR	5,145	$ 21,235	$ 14,521	$ 820	$ 248	$ -	$ 5,646	$ -
STANLY	4,976	$ 13,189	$ 6,429	$ 469	$ 172	$ -	$ 6,118	$ -
BEAUFORT	4,634	$ 13,231	$ 9,277	$ 535	$ 320	$ -	$ 3,099	$ -
SAMPSON	4,555	$ 21,019	$ 12,204	$ 621	$ 183	$ -	$ 8,011	$ -
COLUMBUS	4,404	$ 18,063	$ 11,127	$ 702	$ 186	$ -	$ 6,048	$ -
GRANVILLE	4,327	$ 14,367	$ 6,323	$ 1,076	$ 171	$ -	$ 6,796	$ -
FRANKLIN	4,276	$ 12,128	$ 6,147	$ 732	$ 126	$ -	$ 5,123	$ -
HALIFAX	4,149	$ 16,400	$ 10,018	$ 480	$ 127	$ -	$ 5,775	$ -
MACON	4,136	$ 12,760	$ 6,705	$ 241	$ 430	$ -	$ 5,384	$ -
STOKES	4,086	$ 9,588	$ 5,176	$ 342	$ 105	$ -	$ 3,966	$ -
DARE	4,078	$ 5,305	$ 3,722	$ 211	$ 204	$ -	$ 1,167	$ -
HOKE	4,046	$ 23,486	$ 14,716	$ 2,864	$ 61	$ -	$ 5,844	$ -
PASQUOTANK	4,041	$ 12,539	$ 7,897	$ 974	$ 196	$ -	$ 3,472	$ -
RICHMOND	3,993	$ 19,673	$ 12,703	$ 513	$ 299	$ -	$ 6,159	$ -
MCDOWELL	3,964	$ 21,765	$ 9,091	$ 331	$ 178	$ -	$ 12,165	$ -

APPENDIX C

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY COUNTY VETERANS POPULATION

Expenditures in $000s

County	Veteran Population	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Construction	Medical Care	General Operating Expenses
DUPLIN	3,827	$ 14,133	$ 8,353	$ 497	$ 186	$ -	$ 5,097	$ -
TRANSYLVANIA	3,778	$ 9,824	$ 5,289	$ 248	$ 306	$ -	$ 3,982	$ -
WATAUGA	3,577	$ 9,733	$ 5,244	$ 867	$ 296	$ -	$ 3,326	$ -
EDGECOMBE	3,537	$ 15,568	$ 9,341	$ 401	$ 144	$ -	$ 5,682	$ -
JACKSON	3,473	$ 10,239	$ 6,040	$ 464	$ 158	$ -	$ 3,577	$ -
PERSON	3,353	$ 11,711	$ 5,164	$ 367	$ 60	$ -	$ 6,121	$ -
DAVIE	3,343	$ 8,858	$ 4,413	$ 298	$ 192	$ -	$ 3,955	$ -
SCOTLAND	3,186	$ 12,629	$ 6,834	$ 1,831	$ 140	$ -	$ 3,824	$ -
YADKIN	3,055	$ 8,876	$ 3,999	$ 240	$ 165	$ -	$ 4,472	$ -
CURRITUCK	3,051	$ 6,935	$ 5,010	$ 379	$ 34	$ -	$ 1,512	$ -
VANCE	3,025	$ 13,348	$ 6,377	$ 399	$ 95	$ -	$ 6,477	$ -
ALEXANDER	2,954	$ 7,655	$ 3,782	$ 130	$ 67	$ -	$ 3,676	$ -
CHEROKEE	2,923	$ 9,670	$ 5,920	$ 161	$ 103	$ -	$ 3,487	$ -
BLADEN	2,828	$ 11,472	$ 7,276	$ 418	$ 48	$ -	$ 3,731	$ -
POLK	2,664	$ 5,774	$ 3,062	$ 108	$ 188	$ -	$ 2,416	$ -
ASHE	2,525	$ 6,940	$ 4,181	$ 119	$ 59	$ -	$ 2,581	$ -
MONTGOMERY	2,297	$ 10,054	$ 4,170	$ 1,241	$ 99	$ -	$ 4,545	$ -
CASWELL	2,219	$ 8,326	$ 3,706	$ 1,179	$ 41	$ -	$ 3,400	$ -
ANSON	1,994	$ 5,575	$ 3,275	$ 113	$ 71	$ -	$ 2,116	$ -
MARTIN	1,971	$ 7,630	$ 4,617	$ 257	$ 68	$ -	$ 2,688	$ -
YANCEY	1,943	$ 7,479	$ 4,462	$ 82	$ 92	$ -	$ 2,843	$ -
MADISON	1,871	$ 6,739	$ 3,472	$ 114	$ 72	$ -	$ 3,080	$ -
HERTFORD	1,688	$ 7,374	$ 4,233	$ 231	$ 151	$ -	$ 2,759	$ -
WARREN	1,681	$ 7,086	$ 3,567	$ 193	$ 73	$ -	$ 3,252	$ -
NORTHAMPTON	1,632	$ 5,540	$ 3,264	$ 139	$ 29	$ -	$ 2,107	$ -
PERQUIMANS	1,593	$ 3,836	$ 2,505	$ 175	$ 91	$ -	$ 1,065	$ -
GREENE	1,559	$ 5,146	$ 3,445	$ 229	$ 97	$ -	$ 1,374	$ -
PAMLICO	1,519	$ 5,067	$ 3,545	$ 138	$ 44	$ -	$ 1,340	$ -
AVERY	1,394	$ 4,585	$ 1,950	$ 179	$ 125	$ -	$ 2,331	$ -

APPENDIX C

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY COUNTY VETERANS POPULATION

Expenditures in $000s

County	Veteran Population	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Construction	Medical Care	General Operating Expenses
CHOWAN	1,391	$ 4,296	$ 2,776	$ 186	$ 124	$ -	$ 1,211	$ -
SWAIN	1,353	$ 5,155	$ 3,109	$ 123	$ 42	$ -	$ 1,881	$ -
MITCHELL	1,348	$ 6,301	$ 3,002	$ 153	$ 20	$ -	$ 3,126	$ -
CLAY	1,210	$ 3,989	$ 2,283	$ 96	$ 46	$ -	$ 1,564	$ -
BERTIE	1,208	$ 4,093	$ 2,348	$ 144	$ 42	$ -	$ 1,560	$ -
ALLEGHANY	1,144	$ 2,546	$ 1,563	$ 43	$ 4	$ -	$ 936	$ -
CAMDEN	1,112	$ 3,535	$ 2,508	$ 257	$ 54	$ -	$ 715	$ -
JONES	1,085	$ 4,012	$ 2,975	$ 185	$ 32	$ -	$ 821	$ -
GATES	1,025	$ 2,692	$ 1,904	$ 180	$ 35	$ -	$ 573	$ -
WASHINGTON	1,023	$ 3,168	$ 2,065	$ 111	$ 65	$ -	$ 928	$ -
GRAHAM	764	$ 2,878	$ 1,556	$ 59	$ 40	$ -	$ 1,223	$ -
HYDE	391	$ 1,529	$ 1,108	$ 16	$ 11	$ -	$ 393	$ -
TYRRELL	360	$ 660	$ 460	$ 22	$ 0	$ -	$ 178	$ -
NORTH CAROLINA (Totals)	**773,630**	**$ 2,583,647**	**$ 1,425,344**	**$ 156,579**	**$ 43,312**	**$ 6,342**	**$ 909,189**	**$ 42,879**

Source: U.S. Department of Veterans Affairs (VA)

APPENDIX D

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY VA CLAIMS EXPENDITURES BY COUNTY*

Expenditures in $000's except Annual Claims Expenditures Per Veteran

County	Veteran Population	Claims Expenditures	Annual Claims Expenditures Per Veteran	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Medical Care
CUMBERLAND	44,263	$ 290,477	$ 6.56	$ 291,099	$ 187,045	$ 22,379	$ 1,888	$ 79,164
MECKLENBURG	55,969	$ 123,742	$ 2.21	$ 123,742	$ 63,966	$ 10,139	$ 3,581	$ 46,055
WAKE	53,660	$ 118,372	$ 2.21	$ 118,403	$ 62,268	$ 13,902	$ 4,022	$ 38,181
ONSLOW	18,906	$ 105,766	$ 5.59	$ 105,766	$ 80,692	$ 10,772	$ 680	$ 13,622
BUNCOMBE	22,055	$ 94,009	$ 4.26	$ 96,888	$ 41,027	$ 2,603	$ 2,127	$ 48,253
GUILFORD	35,483	$ 87,657	$ 2.47	$ 87,657	$ 45,926	$ 7,699	$ 2,713	$ 31,319
FORSYTH	25,157	$ 82,184	$ 3.27	$ 115,346	$ 39,212	$ 11,976	$ 1,897	$ 29,099
DURHAM	17,047	$ 71,011	$ 4.17	$ 74,370	$ 28,620	$ 2,784	$ 1,183	$ 38,423
ROWAN	12,440	$ 67,479	$ 5.42	$ 76,279	$ 24,704	$ 1,403	$ 462	$ 40,910
WAYNE	13,623	$ 48,506	$ 3.56	$ 48,506	$ 33,121	$ 3,025	$ 727	$ 11,632
NEW HANOVER	19,114	$ 45,711	$ 2.39	$ 45,754	$ 29,647	$ 4,334	$ 1,380	$ 10,349
GASTON	18,066	$ 42,897	$ 2.37	$ 42,897	$ 22,191	$ 1,493	$ 697	$ 18,516
HARNETT	11,006	$ 42,379	$ 3.85	$ 42,379	$ 26,333	$ 2,968	$ 399	$ 12,680
CRAVEN	12,471	$ 41,447	$ 3.32	$ 41,773	$ 29,842	$ 3,619	$ 769	$ 7,217
PITT	10,510	$ 36,094	$ 3.43	$ 36,094	$ 23,385	$ 3,581	$ 574	$ 8,555
ROBESON	8,764	$ 35,716	$ 4.08	$ 35,716	$ 20,894	$ 1,644	$ 260	$ 12,918
CABARRUS	12,341	$ 35,419	$ 2.87	$ 35,419	$ 16,877	$ 2,045	$ 494	$ 16,003
JOHNSTON	12,562	$ 34,315	$ 2.73	$ 34,315	$ 19,420	$ 1,755	$ 376	$ 12,765
DAVIDSON	13,631	$ 33,225	$ 2.44	$ 33,225	$ 15,649	$ 1,320	$ 397	$ 15,859
CATAWBA	12,416	$ 32,290	$ 2.60	$ 32,290	$ 16,960	$ 1,327	$ 714	$ 13,289
ALAMANCE	11,598	$ 31,956	$ 2.76	$ 31,956	$ 14,830	$ 1,088	$ 687	$ 15,351
CARTERET	9,359	$ 31,688	$ 3.39	$ 31,688	$ 22,594	$ 1,302	$ 560	$ 7,231
IREDELL	12,544	$ 31,446	$ 2.51	$ 31,446	$ 14,861	$ 1,636	$ 567	$ 14,383
RANDOLPH	11,383	$ 31,156	$ 2.74	$ 31,156	$ 15,834	$ 2,485	$ 420	$ 12,417
HENDERSON	11,735	$ 30,463	$ 2.60	$ 30,463	$ 14,825	$ 680	$ 1,241	$ 13,717
BRUNSWICK	12,435	$ 28,733	$ 2.31	$ 28,733	$ 19,085	$ 845	$ 619	$ 8,184
MOORE	10,614	$ 27,774	$ 2.62	$ 27,774	$ 17,953	$ 1,281	$ 1,218	$ 7,322
UNION	11,836	$ 26,571	$ 2.24	$ 26,571	$ 14,106	$ 1,592	$ 817	$ 10,055

APPENDIX D

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY VA CLAIMS EXPENDITURES BY COUNTY*

Expenditures in $000's except Annual Claims Expenditures Per Veteran

County	Veteran Population	Claims Expenditures	Annual Claims Expenditures Per Veteran	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Medical Care
CLEVELAND	8,803	$ 25,848	$ 2.94	$ 25,848	$ 14,078	$ 1,251	$ 326	$ 10,193
BURKE	7,672	$ 24,510	$ 3.19	$ 24,510	$ 12,017	$ 637	$ 297	$ 11,560
RUTHERFORD	5,837	$ 24,187	$ 4.14	$ 24,187	$ 12,089	$ 542	$ 336	$ 11,221
HOKE	4,046	$ 23,486	$ 5.80	$ 23,486	$ 14,716	$ 2,864	$ 61	$ 5,844
NASH	8,166	$ 22,649	$ 2.77	$ 22,649	$ 13,318	$ 821	$ 312	$ 8,197
HAYWOOD	6,837	$ 22,360	$ 3.27	$ 22,360	$ 11,638	$ 528	$ 487	$ 9,707
WILSON	6,103	$ 21,845	$ 3.58	$ 21,845	$ 14,077	$ 732	$ 502	$ 6,533
MCDOWELL	3,964	$ 21,765	$ 5.49	$ 21,765	$ 9,091	$ 331	$ 178	$ 12,165
LENOIR	5,145	$ 21,235	$ 4.13	$ 21,235	$ 14,521	$ 820	$ 248	$ 5,646
SAMPSON	4,555	$ 21,019	$ 4.61	$ 21,019	$ 12,204	$ 621	$ 183	$ 8,011
SURRY	5,654	$ 20,952	$ 3.71	$ 20,952	$ 11,878	$ 513	$ 253	$ 8,308
CALDWELL	6,972	$ 20,449	$ 2.93	$ 20,449	$ 10,714	$ 547	$ 196	$ 8,991
ORANGE	7,644	$ 20,334	$ 2.66	$ 20,334	$ 9,389	$ 1,210	$ 770	$ 8,965
RICHMOND	3,993	$ 19,673	$ 4.93	$ 19,673	$ 12,703	$ 513	$ 299	$ 6,159
ROCKINGHAM	8,919	$ 19,624	$ 2.20	$ 19,624	$ 11,545	$ 552	$ 246	$ 7,282
WILKES	5,185	$ 18,279	$ 3.53	$ 18,279	$ 10,410	$ 405	$ 87	$ 7,376
COLUMBUS	4,404	$ 18,063	$ 4.10	$ 18,063	$ 11,127	$ 702	$ 186	$ 6,048
LEE	5,363	$ 17,018	$ 3.17	$ 17,018	$ 10,257	$ 1,527	$ 175	$ 5,060
HALIFAX	4,149	$ 16,400	$ 3.95	$ 16,400	$ 10,018	$ 480	$ 127	$ 5,775
EDGECOMBE	3,537	$ 15,568	$ 4.40	$ 15,568	$ 9,341	$ 401	$ 144	$ 5,682
PENDER	5,939	$ 15,326	$ 2.58	$ 15,326	$ 9,745	$ 768	$ 312	$ 4,500
GRANVILLE	4,327	$ 14,367	$ 3.32	$ 14,367	$ 6,323	$ 1,076	$ 171	$ 6,796
DUPLIN	3,827	$ 14,133	$ 3.69	$ 14,133	$ 8,353	$ 497	$ 186	$ 5,097
VANCE	3,025	$ 13,348	$ 4.41	$ 13,348	$ 6,377	$ 399	$ 95	$ 6,477
BEAUFORT	4,634	$ 13,231	$ 2.86	$ 13,231	$ 9,277	$ 535	$ 320	$ 3,099
STANLY	4,976	$ 13,189	$ 2.65	$ 13,189	$ 6,429	$ 469	$ 172	$ 6,118
CHATHAM	5,166	$ 12,795	$ 2.48	$ 12,795	$ 6,064	$ 755	$ 554	$ 5,423
MACON	4,136	$ 12,760	$ 3.09	$ 12,760	$ 6,705	$ 241	$ 430	$ 5,384

APPENDIX D

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY VA CLAIMS EXPENDITURES BY COUNTY*

Expenditures in $000's except Annual Claims Expenditures Per Veteran

County	Veteran Population	Claims Expenditures	Annual Claims Expenditures Per Veteran	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Medical Care
SCOTLAND	3,186	$ 12,629	$ 3.96	$ 12,629	$ 6,834	$ 1,831	$ 140	$ 3,824
PASQUOTANK	4,041	$ 12,539	$ 3.10	$ 12,539	$ 7,897	$ 974	$ 196	$ 3,472
LINCOLN	5,699	$ 12,364	$ 2.17	$ 12,364	$ 6,045	$ 433	$ 174	$ 5,713
FRANKLIN	4,276	$ 12,128	$ 2.84	$ 12,128	$ 6,147	$ 732	$ 126	$ 5,123
PERSON	3,353	$ 11,711	$ 3.49	$ 11,711	$ 5,164	$ 367	$ 60	$ 6,121
BLADEN	2,828	$ 11,472	$ 4.06	$ 11,472	$ 7,276	$ 418	$ 48	$ 3,731
JACKSON	3,473	$ 10,239	$ 2.95	$ 10,239	$ 6,040	$ 464	$ 158	$ 3,577
MONTGOMERY	2,297	$ 10,054	$ 4.38	$ 10,054	$ 4,170	$ 1,241	$ 99	$ 4,545
TRANSYLVANIA	3,778	$ 9,824	$ 2.60	$ 9,824	$ 5,289	$ 248	$ 306	$ 3,982
WATAUGA	3,577	$ 9,733	$ 2.72	$ 9,733	$ 5,244	$ 867	$ 296	$ 3,326
CHEROKEE	2,923	$ 9,670	$ 3.31	$ 9,670	$ 5,920	$ 161	$ 103	$ 3,487
STOKES	4,086	$ 9,588	$ 2.35	$ 9,588	$ 5,176	$ 342	$ 105	$ 3,966
YADKIN	3,055	$ 8,876	$ 2.91	$ 8,876	$ 3,999	$ 240	$ 165	$ 4,472
DAVIE	3,343	$ 8,858	$ 2.65	$ 8,858	$ 4,413	$ 298	$ 192	$ 3,955
CASWELL	2,219	$ 8,326	$ 3.75	$ 8,326	$ 3,706	$ 1,179	$ 41	$ 3,400
ALEXANDER	2,954	$ 7,655	$ 2.59	$ 7,655	$ 3,782	$ 130	$ 67	$ 3,676
MARTIN	1,971	$ 7,630	$ 3.87	$ 7,630	$ 4,617	$ 257	$ 68	$ 2,688
YANCEY	1,943	$ 7,479	$ 3.85	$ 7,479	$ 4,462	$ 82	$ 92	$ 2,843
HERTFORD	1,688	$ 7,374	$ 4.37	$ 7,374	$ 4,233	$ 231	$ 151	$ 2,759
WARREN	1,681	$ 7,086	$ 4.21	$ 7,086	$ 3,567	$ 193	$ 73	$ 3,252
ASHE	2,525	$ 6,940	$ 2.75	$ 6,940	$ 4,181	$ 119	$ 59	$ 2,581
CURRITUCK	3,051	$ 6,935	$ 2.27	$ 6,935	$ 5,010	$ 379	$ 34	$ 1,512
MADISON	1,871	$ 6,739	$ 3.60	$ 6,739	$ 3,472	$ 114	$ 72	$ 3,080
MITCHELL	1,348	$ 6,301	$ 4.67	$ 6,301	$ 3,002	$ 153	$ 20	$ 3,126
POLK	2,664	$ 5,774	$ 2.17	$ 5,774	$ 3,062	$ 108	$ 188	$ 2,416
ANSON	1,994	$ 5,575	$ 2.80	$ 5,575	$ 3,275	$ 113	$ 71	$ 2,116
NORTHAMPTON	1,632	$ 5,540	$ 3.39	$ 5,540	$ 3,264	$ 139	$ 29	$ 2,107
DARE	4,078	$ 5,305	$ 1.30	$ 5,305	$ 3,722	$ 211	$ 204	$ 1,167

APPENDIX D

GEOGRAPHIC DISTRIBUTION OF VA EXPENDITURES FOR FY 2007
SORTED BY VA CLAIMS EXPENDITURES BY COUNTY*

Expenditures in $000's except Annual Claims Expenditures Per Veteran

County	Veteran Population	Claims Expenditures	Annual Claims Expenditures Per Veteran	Total Expenditures	Compensation & Pension	Education & Vocational Rehabilitation	Insurance & Indemnities	Medical Care
SWAIN	1,353	$ 5,155	$ 3.81	$ 5,155	$ 3,109	$ 123	$ 42	$ 1,881
GREENE	1,559	$ 5,146	$ 3.30	$ 5,146	$ 3,445	$ 229	$ 97	$ 1,374
PAMLICO	1,519	$ 5,067	$ 3.34	$ 5,067	$ 3,545	$ 138	$ 44	$ 1,340
AVERY	1,394	$ 4,585	$ 3.29	$ 4,585	$ 1,950	$ 179	$ 125	$ 2,331
CHOWAN	1,391	$ 4,296	$ 3.09	$ 4,296	$ 2,776	$ 186	$ 124	$ 1,211
BERTIE	1,208	$ 4,093	$ 3.39	$ 4,093	$ 2,348	$ 144	$ 42	$ 1,560
JONES	1,085	$ 4,012	$ 3.70	$ 4,012	$ 2,975	$ 185	$ 32	$ 821
CLAY	1,210	$ 3,989	$ 3.30	$ 3,989	$ 2,283	$ 96	$ 46	$ 1,564
PERQUIMANS	1,593	$ 3,836	$ 2.41	$ 3,836	$ 2,505	$ 175	$ 91	$ 1,065
CAMDEN	1,112	$ 3,535	$ 3.18	$ 3,535	$ 2,508	$ 257	$ 54	$ 715
WASHINGTON	1,023	$ 3,168	$ 3.10	$ 3,168	$ 2,065	$ 111	$ 65	$ 928
GRAHAM	764	$ 2,878	$ 3.77	$ 2,878	$ 1,556	$ 59	$ 40	$ 1,223
GATES	1,025	$ 2,692	$ 2.63	$ 2,692	$ 1,904	$ 180	$ 35	$ 573
ALLEGHANY	1,144	$ 2,546	$ 2.23	$ 2,546	$ 1,563	$ 43	$ 4	$ 936
HYDE	391	$ 1,529	$ 3.91	$ 1,529	$ 1,108	$ 16	$ 11	$ 393
TYRRELL	360	$ 660	$ 1.83	$ 660	$ 460	$ 22	$ 0	$ 178
NORTH CAROLINA (Totals)	**773,630**	**$ 2,534,425**	**$ 3,276**	**$ 2,583,647**	**$ 1,425,344**	**$ 156,579**	**$ 43,312**	**$ 909,189**

*Construction and General Operating Expenses were eliminate as the Veterans Service Officers have no affect on them

**Average claims payment per veteran per year

Source: U.S. Department of Veterans Affairs (VA) with calculations by OSBM

APPENDIX E

FIVE-YEAR COUNTY APPROPRIATIONS
SORTED ALPHABETICALLY

	Fiscal Year					Avg. Annual
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	Growth Rate
Alamance	$93,916.00	$99,142.00	$103,357.00	$129,192.00	$148,357.00	12%
Alexander	41,984.00	50,157.00	50,596.00	50,627.00	54,723.00	7%
Alleghany	8,772.00	9,640.00	10,236.00	10,850.00	15,347.00	15%
Anson		4,000.00	59,381.92	4,000.00	4,000.00	
Ashe	54,439.00	61,471.00	67,012.00	71,705.00	77,148.00	9%
Avery	18,189.49	21,203.39	24,182.95	31,590.00	31,455.00	15%
Beaufort	34,007.00	34,932.00	36,253.00	37,085.00	40,116.00	4%
Bertie	16,767.00	17,038.00	17,517.00	18,326.00	18,497.00	2%
Bladen	15,512.00	16,381.00	17,596.00	18,474.00	19,350.00	6%
Brunswick	103,102.00	110,017.00	113,458.00	121,264.00	126,377.00	5%
Buncombe	50,391.00	53,740.00	50,493.00	46,473.00	50,797.00	0%
Burke	86,550.00	86,310.00	88,555.00	88,765.00	95,720.00	3%
Cabarrus	126,513.00	125,860.00	127,039.00	180,093.00	187,792.00	10%
Caldwell	47,933.00	42,657.00	45,699.73	46,065.26	49,391.27	1%
Camden						
Carteret	165,732.00	158,611.00	169,106.00	213,712.00	245,073.00	10%
Caswell	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Catawba	24,538.00	24,836.00	21,193.00	22,481.00	41,893.00	14%
Chatham						
Cherokee						
Chowan	12,804.00	13,552.00	14,070.00	14,728.00	14,988.00	4%
Clay	4,000.00	5,500.00	5,475.00	5,225.00	5,225.00	7%
Cleveland	41,546.00	43,458.00	45,371.00	47,393.00	48,924.00	4%
Columbus	84,610.00	90,182.00	94,296.00	106,433.00	102,487.00	5%
Craven	89,101.00	96,365.00	111,233.00	113,110.00	117,542.00	7%
Cumberland	159,111.00	169,129.00	208,640.00	249,333.00	259,396.00	13%
Currituck						
Dare	44,704.00	45,628.00	48,129.00	51,871.00	58,154.00	7%
Davidson	94,647.00	99,701.00	100,799.00	104,255.00	106,912.00	3%
Davie	18,848.00	18,612.00	20,673.00	39,097.00	40,220.00	21%
Duplin	33,258.00	36,773.00	34,292.00	39,626.00	39,256.00	4%
Durham	29,369.00	29,799.00	70,063.00	66,923.00	78,725.00	28%
Edgecombe	36,092.00	40,551.00	67,530.00	70,965.00	74,571.00	20%
Forsyth						
Franklin	55,980.00	61,228.00	65,097.00	68,696.00	98,467.00	15%
Gaston	130,086.00	130,752.00	133,309.00	141,939.00	136,193.00	1%
Gates	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Graham	9,337.00	5,000.00	4,000.00	4,000.00	4,302.00	-18%
Granville	9,244.00	9,558.00	9,790.00	10,645.00	10,857.00	4%
Greene	21,710.00	23,574.00	23,627.00	25,230.00	28,408.00	7%
Guilford	50,246.00	50,915.00	90,898.00	92,046.00	101,409.00	19%
Halifax	34,863.00	34,563.00	38,702.00	37,087.00	38,443.00	2%
Harnett	67,326.00	71,083.00	95,945.00	83,705.50	105,298.00	12%
Haywood	38,824.12	4,000.00	48,241.00	44,391.00	66,904.00	15%
Henderson	21,214.00	24,325.00	17,932.00	22,054.00	24,644.00	4%
Hertford	37,413.00	37,413.00	41,271.00	43,965.00	43,965.00	4%
Hoke	37,606.00	37,333.00	19,446.00	23,988.00	21,988.00	-13%
Hyde	6,025.00	6,800.00	6,725.00	6,606.00	6,691.00	3%
Iredell	86,625.00	92,545.00	101,948.00	99,155.00	104,295.00	5%
Jackson	47,199.00	49,091.00	50,422.00	50,437.00	53,638.00	3%
Johnston	113,358.00	121,855.00	123,305.00	132,570.00	144,905.00	6%
Jones	25,568.00	26,176.00	24,582.14	24,438.00	23,870.00	-2%
Lee	16,999.00	15,677.00	16,334.00	16,873.00	19,862.00	4%
Lenoir	25,466.00	29,155.00	29,425.00	29,425.00	29,680.00	4%
Lincoln	49,527.00	54,444.00	54,159.00	55,625.00	57,688.00	4%
Macon	73,565.00	77,129.00	90,107.00	94,463.00	102,386.00	9%
Madison						

APPENDIX E

FIVE-YEAR COUNTY APPROPRIATIONS
SORTED ALPHABETICALLY

	Fiscal Year					Avg. Annual
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	Growth Rate
Martin	36,452.00	37,977.00	39,858.00	40,839.00	44,715.00	5%
McDowell	7,842.00	7,802.00	9,228.00	25,071.00	19,276.00	25%
Mecklenburg	411,615.00	411,837.00	459,198.00	490,351.00	618,125.00	11%
Mitchell	26,050.00	26,359.00	26,589.00	28,642.00	30,355.00	4%
Montgomery	36,181.00	37,313.00	43,416.00	44,949.68	46,982.32	7%
Moore	104,500.00	115,700.00	122,200.00	158,750.00	176,498.00	14%
Nash	25,000.00	26,000.00	35,000.00	50,000.00	50,000.00	19%
New Hanover	52,383.00	52,711.00	95,244.00	113,278.00	121,797.00	23%
Northampton	29,491.00	34,003.00	33,706.00	35,160.00	34,929.00	4%
Onslow	96,561.00	108,402.00	137,656.00	146,293.00	185,338.00	18%
Orange	52,444.00	53,122.00	56,820.00	57,238.00	62,570.00	5%
Pamlico	31,349.25	22,742.00	26,388.00	23,943.00	26,912.00	-4%
Pasquotank	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	0%
Pender	48,921.00	44,878.00	45,237.00	48,043.00	52,915.00	2%
Perquimans	6,875.00	6,803.00	6,455.00	7,784.00	7,966.00	4%
Person	20,372.00	23,429.00	26,003.00	26,610.00	27,204.00	7%
Pitt	44,440.00	47,820.00	49,586.00	50,940.00	85,916.00	18%
Polk	7,271.00	15,925.00	15,425.00	25,780.00	25,713.00	37%
Randolph	38,784.00	40,705.00	43,113.00	44,342.00	61,740.00	12%
Richmond	69,974.00	71,295.00	76,812.00	50,068.00	48,150.00	-9%
Robeson	74,618.00	89,228.00	87,651.00	93,172.00	96,476.00	7%
Rockingham	53,102.00	55,320.00	96,470.00	102,944.00	98,814.00	17%
Rowan	41,470.00	40,535.00	42,162.00	43,990.00	47,029.00	3%
Rutherford	51,208.00	53,135.00	59,245.00	64,970.00	74,910.00	10%
Sampson	73,754.00	82,431.00	88,521.00	94,428.00	89,128.00	5%
Scotland	73,559.00	47,727.00	46,654.00	45,896.00	40,491.00	-14%
Stanly	50,310.00	53,532.00	53,013.00	55,599.00	59,695.00	4%
Stokes	17,346.00	17,350.00	17,803.00	18,306.00	18,284.00	1%
Surry	81,778.00	79,734.00	93,288.00	93,890.00	96,228.00	4%
Swain	4,827.05	4,285.00	4,840.00	4,840.00	5,240.00	2%
Transylvania				4,415.00	12,010.00	
Tyrrell	3,061.00	3,121.00	3,398.00	3,198.00	3,913.00	6%
Union	148,432.00	170,824.00	187,913.00	201,292.00	210,370.00	9%
Vance	66,723.00	48,881.00	50,440.00	53,622.00	57,094.00	-4%
Wake	70,359.00	59,567.00	89,228.00	91,349.00	215,477.00	32%
Warren	52,855.00	54,318.00	59,854.00	59,816.00	78,848.00	11%
Washington	5,026.00	5,693.00	10,440.00	11,459.00	11,034.00	22%
Watauga	100,265.00	106,717.00	110,594.00	115,811.00	96,121.00	-1%
Wayne	63,816.00	68,677.00	90,237.00	91,906.00	101,856.00	12%
Wilkes	84,659.00	88,134.00	94,574.00	102,547.00	121,273.00	9%
Wilson	34,066.00	35,864.00	37,586.00	39,975.00	42,882.00	6%
Yadkin	10,032.00	10,079.00	25,068.00	39,000.00	41,401.00	43%
Yancey	10,442.00	19,145.30	34,377.39	35,464.00	17,135.00	13%
TOTAL	**$ 4,822,829.91**	**$ 4,956,981.69**	**$ 5,648,802.13**	**$ 6,052,970.44**	**$ 6,749,139.59**	**9%**
AVERAGE	**$ 48,228.30**	**$ 49,569.82**	**$ 56,488.02**	**$ 60,529.70**	**$ 67,491.40**	**9%**

Note: Average growth rate rounded to nearest whole percent

Source: NCDVA with calculations by OSBM

APPENDIX F

FIVE-YEAR COUNTY APPROPRIATIONS SORTED BY AMOUNT APPROPRIATED IN FY 2007						
	Fiscal Year					Avg. Annual
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	Growth Rate
Camden						
Chatham						
Cherokee						
Currituck						
Forsyth						
Madison						
Pasquotank	$ 2,000.00	$ 2,000.00	$ 2,000.00	$ 2,000.00	$ 2,000.00	0%
Tyrrell	3,061.00	3,121.00	3,398.00	3,198.00	3,913.00	6%
Anson		4,000.00	59,381.92	4,000.00	4,000.00	
Caswell	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Gates	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Graham	9,337.00	5,000.00	4,000.00	4,000.00	4,302.00	-18%
Clay	4,000.00	5,500.00	5,475.00	5,225.00	5,225.00	7%
Swain	4,827.05	4,285.00	4,840.00	4,840.00	5,240.00	2%
Hyde	6,025.00	6,800.00	6,725.00	6,606.00	6,691.00	3%
Perquimans	6,875.00	6,803.00	6,455.00	7,784.00	7,966.00	4%
Granville	9,244.00	9,558.00	9,790.00	10,645.00	10,857.00	4%
Washington	5,026.00	5,693.00	10,440.00	11,459.00	11,034.00	22%
Transylvania				4,415.00	12,010.00	
Chowan	12,804.00	13,552.00	14,070.00	14,728.00	14,988.00	4%
Alleghany	8,772.00	9,640.00	10,236.00	10,850.00	15,347.00	15%
Yancey	10,442.00	19,145.30	34,377.39	35,464.00	17,135.00	13%
Stokes	17,346.00	17,350.00	17,803.00	18,306.00	18,284.00	1%
Bertie	16,767.00	17,038.00	17,517.00	18,326.00	18,497.00	2%
McDowell	7,842.00	7,802.00	9,228.00	25,071.00	19,276.00	25%
Bladen	15,512.00	16,381.00	17,596.00	18,474.00	19,350.00	6%
Lee	16,999.00	15,677.00	16,334.00	16,873.00	19,862.00	4%
Hoke	37,606.00	37,333.00	19,446.00	23,988.00	21,988.00	-13%
Jones	25,568.00	26,176.00	24,582.14	24,438.00	23,870.00	-2%
Henderson	21,214.00	24,325.00	17,932.00	22,054.00	24,644.00	4%
Polk	7,271.00	15,925.00	15,425.00	25,780.00	25,713.00	37%
Pamlico	31,349.25	22,742.00	26,388.00	23,943.00	26,912.00	-4%
Person	20,372.00	23,429.00	26,003.00	26,610.00	27,204.00	7%
Greene	21,710.00	23,574.00	23,627.00	25,230.00	28,408.00	7%
Lenoir	25,466.00	29,155.00	29,425.00	29,425.00	29,680.00	4%
Mitchell	26,050.00	26,359.00	26,589.00	28,642.00	30,355.00	4%
Avery	18,189.49	21,203.39	24,182.95	31,590.00	31,455.00	15%
Northampton	29,491.00	34,003.00	33,706.00	35,160.00	34,929.00	4%
Halifax	34,863.00	34,563.00	38,702.00	37,087.00	38,443.00	2%
Duplin	33,258.00	36,773.00	34,292.00	39,626.00	39,256.00	4%
Beaufort	34,007.00	34,932.00	36,253.00	37,085.00	40,116.00	4%
Davie	18,848.00	18,612.00	20,673.00	39,097.00	40,220.00	21%
Scotland	73,559.00	47,727.00	46,654.00	45,896.00	40,491.00	-14%
Yadkin	10,032.00	10,079.00	25,068.00	39,000.00	41,401.00	43%
Catawba	24,538.00	24,836.00	21,193.00	22,481.00	41,893.00	14%
Wilson	34,066.00	35,864.00	37,586.00	39,975.00	42,882.00	6%
Hertford	37,413.00	37,413.00	41,271.00	43,965.00	43,965.00	4%
Martin	36,452.00	37,977.00	39,858.00	40,839.00	44,715.00	5%
Montgomery	36,181.00	37,313.00	43,416.00	44,949.68	46,982.32	7%
Rowan	41,470.00	40,535.00	42,162.00	43,990.00	47,029.00	3%
Richmond	69,974.00	71,295.00	76,812.00	50,068.00	48,150.00	-9%
Cleveland	41,546.00	43,458.00	45,371.00	47,393.00	48,924.00	4%
Caldwell	47,933.00	42,657.00	45,699.73	46,065.26	49,391.27	1%
Nash	25,000.00	26,000.00	35,000.00	50,000.00	50,000.00	19%
Buncombe	50,391.00	53,740.00	50,493.00	46,473.00	50,797.00	0%
Pender	48,921.00	44,878.00	45,237.00	48,043.00	52,915.00	2%
Jackson	47,199.00	49,091.00	50,422.00	50,437.00	53,638.00	3%

APPENDIX F

FIVE-YEAR COUNTY APPROPRIATIONS SORTED BY AMOUNT APPROPRIATED IN FY 2007						
	Fiscal Year					Avg. Annual
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	Growth Rate
Alexander	41,984.00	50,157.00	50,596.00	50,627.00	54,723.00	7%
Vance	66,723.00	48,881.00	50,440.00	53,622.00	57,094.00	-4%
Lincoln	49,527.00	54,444.00	54,159.00	55,625.00	57,688.00	4%
Dare	44,704.00	45,628.00	48,129.00	51,871.00	58,154.00	7%
Stanly	50,310.00	53,532.00	53,013.00	55,599.00	59,695.00	4%
Randolph	38,784.00	40,705.00	43,113.00	44,342.00	61,740.00	12%
Orange	52,444.00	53,122.00	56,820.00	57,238.00	62,570.00	5%
Haywood	38,824.12	4,000.00	48,241.00	44,391.00	66,904.00	15%
Edgecombe	36,092.00	40,551.00	67,530.00	70,965.00	74,571.00	20%
Rutherford	51,208.00	53,135.00	59,245.00	64,970.00	74,910.00	10%
Ashe	54,439.00	61,471.00	67,012.00	71,705.00	77,148.00	9%
Durham	29,369.00	29,799.00	70,063.00	66,923.00	78,725.00	28%
Warren	52,855.00	54,318.00	59,854.00	59,816.00	78,848.00	11%
Pitt	44,440.00	47,820.00	49,586.00	50,940.00	85,916.00	18%
Sampson	73,754.00	82,431.00	88,521.00	94,428.00	89,128.00	5%
Burke	86,550.00	86,310.00	88,555.00	88,765.00	95,720.00	3%
Watauga	100,265.00	106,717.00	110,594.00	115,811.00	96,121.00	-1%
Surry	81,778.00	79,734.00	93,288.00	93,890.00	96,228.00	4%
Robeson	74,618.00	89,228.00	87,651.00	93,172.00	96,476.00	7%
Franklin	55,980.00	61,228.00	65,097.00	68,696.00	98,467.00	15%
Rockingham	53,102.00	55,320.00	96,470.00	102,944.00	98,814.00	17%
Guilford	50,246.00	50,915.00	90,898.00	92,046.00	101,409.00	19%
Wayne	63,816.00	68,677.00	90,237.00	91,906.00	101,856.00	12%
Macon	73,565.00	77,129.00	90,107.00	94,463.00	102,386.00	9%
Columbus	84,610.00	90,182.00	94,296.00	106,433.00	102,487.00	5%
Iredell	86,625.00	92,545.00	101,948.00	99,155.00	104,295.00	5%
Harnett	67,326.00	71,083.00	95,945.00	83,705.50	105,298.00	12%
Davidson	94,647.00	99,701.00	100,799.00	104,255.00	106,912.00	3%
Craven	89,101.00	96,365.00	111,233.00	113,110.00	117,542.00	7%
Wilkes	84,659.00	88,134.00	94,574.00	102,547.00	121,273.00	9%
New Hanover	52,383.00	52,711.00	95,244.00	113,278.00	121,797.00	23%
Brunswick	103,102.00	110,017.00	113,458.00	121,264.00	126,377.00	5%
Gaston	130,086.00	130,752.00	133,309.00	141,939.00	136,193.00	1%
Johnston	113,358.00	121,855.00	123,305.00	132,570.00	144,905.00	6%
Alamance	93,916.00	99,142.00	103,357.00	129,192.00	148,357.00	12%
Moore	104,500.00	115,700.00	122,200.00	158,750.00	176,498.00	14%
Onslow	96,561.00	108,402.00	137,656.00	146,293.00	185,338.00	18%
Cabarrus	126,513.00	125,860.00	127,039.00	180,093.00	187,792.00	10%
Union	148,432.00	170,824.00	187,913.00	201,292.00	210,370.00	9%
Wake	70,359.00	59,567.00	89,228.00	91,349.00	215,477.00	32%
Carteret	165,732.00	158,611.00	169,106.00	213,712.00	245,073.00	10%
Cumberland	159,111.00	169,129.00	208,640.00	249,333.00	259,396.00	13%
Mecklenburg	411,615.00	411,837.00	459,198.00	490,351.00	618,125.00	11%
TOTAL	$ 4,822,829.91	$ 4,956,981.69	$ 5,648,802.13	$ 6,052,970.44	$ 6,749,139.59	9%
AVERAGE	$ 48,228.30	$ 49,569.82	$ 56,488.02	$ 60,529.70	$ 67,491.40	9%

Note: Average growth rate rounded to nearest whole percent

Source: NCDVA with calculations by OSBM

APPENDIX G

FIVE-YEAR COUNTY APPROPRIATIONS
SORTED BY ANNUAL GROWTH RATE

	Fiscal Year					Avg. Annual
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	Growth Rate
Yadkin	$10,032.00	$10,079.00	$25,068.00	$39,000.00	$41,401.00	43%
Polk	7,271.00	15,925.00	15,425.00	25,780.00	25,713.00	37%
Wake	70,359.00	59,567.00	89,228.00	91,349.00	215,477.00	32%
Durham	29,369.00	29,799.00	70,063.00	66,923.00	78,725.00	28%
McDowell	7,842.00	7,802.00	9,228.00	25,071.00	19,276.00	25%
New Hanover	52,383.00	52,711.00	95,244.00	113,278.00	121,797.00	23%
Washington	5,026.00	5,693.00	10,440.00	11,459.00	11,034.00	22%
Davie	18,848.00	18,612.00	20,673.00	39,097.00	40,220.00	21%
Edgecombe	36,092.00	40,551.00	67,530.00	70,965.00	74,571.00	20%
Guilford	50,246.00	50,915.00	90,898.00	92,046.00	101,409.00	19%
Nash	25,000.00	26,000.00	35,000.00	50,000.00	50,000.00	19%
Pitt	44,440.00	47,820.00	49,586.00	50,940.00	85,916.00	18%
Onslow	96,561.00	108,402.00	137,656.00	146,293.00	185,338.00	18%
Rockingham	53,102.00	55,320.00	96,470.00	102,944.00	98,814.00	17%
Franklin	55,980.00	61,228.00	65,097.00	68,696.00	98,467.00	15%
Alleghany	8,772.00	9,640.00	10,236.00	10,850.00	15,347.00	15%
Avery	18,189.49	21,203.39	24,182.95	31,590.00	31,455.00	15%
Haywood	38,824.12	4,000.00	48,241.00	44,391.00	66,904.00	15%
Catawba	24,538.00	24,836.00	21,193.00	22,481.00	41,893.00	14%
Moore	104,500.00	115,700.00	122,200.00	158,750.00	176,498.00	14%
Yancey	10,442.00	19,145.30	34,377.39	35,464.00	17,135.00	13%
Cumberland	159,111.00	169,129.00	208,640.00	249,333.00	259,396.00	13%
Wayne	63,816.00	68,677.00	90,237.00	91,906.00	101,856.00	12%
Randolph	38,784.00	40,705.00	43,113.00	44,342.00	61,740.00	12%
Alamance	93,916.00	99,142.00	103,357.00	129,192.00	148,357.00	12%
Harnett	67,326.00	71,083.00	95,945.00	83,705.50	105,298.00	12%
Mecklenburg	411,615.00	411,837.00	459,198.00	490,351.00	618,125.00	11%
Warren	52,855.00	54,318.00	59,854.00	59,816.00	78,848.00	11%
Cabarrus	126,513.00	125,860.00	127,039.00	180,093.00	187,792.00	10%
Carteret	165,732.00	158,611.00	169,106.00	213,712.00	245,073.00	10%
Rutherford	51,208.00	53,135.00	59,245.00	64,970.00	74,910.00	10%
Wilkes	84,659.00	88,134.00	94,574.00	102,547.00	121,273.00	9%
Union	148,432.00	170,824.00	187,913.00	201,292.00	210,370.00	9%
Ashe	54,439.00	61,471.00	67,012.00	71,705.00	77,148.00	9%
Macon	73,565.00	77,129.00	90,107.00	94,463.00	102,386.00	9%
Person	20,372.00	23,429.00	26,003.00	26,610.00	27,204.00	7%
Craven	89,101.00	96,365.00	111,233.00	113,110.00	117,542.00	7%
Greene	21,710.00	23,574.00	23,627.00	25,230.00	28,408.00	7%
Clay	4,000.00	5,500.00	5,475.00	5,225.00	5,225.00	7%
Alexander	41,984.00	50,157.00	50,596.00	50,627.00	54,723.00	7%
Dare	44,704.00	45,628.00	48,129.00	51,871.00	58,154.00	7%
Montgomery	36,181.00	37,313.00	43,416.00	44,949.68	46,982.32	7%
Robeson	74,618.00	89,228.00	87,651.00	93,172.00	96,476.00	7%
Tyrrell	3,061.00	3,121.00	3,398.00	3,198.00	3,913.00	6%
Johnston	113,358.00	121,855.00	123,305.00	132,570.00	144,905.00	6%
Wilson	34,066.00	35,864.00	37,586.00	39,975.00	42,882.00	6%
Bladen	15,512.00	16,381.00	17,596.00	18,474.00	19,350.00	6%
Martin	36,452.00	37,977.00	39,858.00	40,839.00	44,715.00	5%
Brunswick	103,102.00	110,017.00	113,458.00	121,264.00	126,377.00	5%
Columbus	84,610.00	90,182.00	94,296.00	106,433.00	102,487.00	5%
Sampson	73,754.00	82,431.00	88,521.00	94,428.00	89,128.00	5%
Iredell	86,625.00	92,545.00	101,948.00	99,155.00	104,295.00	5%
Orange	52,444.00	53,122.00	56,820.00	57,238.00	62,570.00	5%
Stanly	50,310.00	53,532.00	53,013.00	55,599.00	59,695.00	4%
Northampton	29,491.00	34,003.00	33,706.00	35,160.00	34,929.00	4%
Duplin	33,258.00	36,773.00	34,292.00	39,626.00	39,256.00	4%

APPENDIX G

FIVE-YEAR COUNTY APPROPRIATIONS
SORTED BY ANNUAL GROWTH RATE

	Fiscal Year					Avg. Annual
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	Growth Rate
Beaufort	34,007.00	34,932.00	36,253.00	37,085.00	40,116.00	4%
Cleveland	41,546.00	43,458.00	45,371.00	47,393.00	48,924.00	4%
Surry	81,778.00	79,734.00	93,288.00	93,890.00	96,228.00	4%
Hertford	37,413.00	37,413.00	41,271.00	43,965.00	43,965.00	4%
Granville	9,244.00	9,558.00	9,790.00	10,645.00	10,857.00	4%
Chowan	12,804.00	13,552.00	14,070.00	14,728.00	14,988.00	4%
Lee	16,999.00	15,677.00	16,334.00	16,873.00	19,862.00	4%
Lenoir	25,466.00	29,155.00	29,425.00	29,425.00	29,680.00	4%
Mitchell	26,050.00	26,359.00	26,589.00	28,642.00	30,355.00	4%
Lincoln	49,527.00	54,444.00	54,159.00	55,625.00	57,688.00	4%
Henderson	21,214.00	24,325.00	17,932.00	22,054.00	24,644.00	4%
Perquimans	6,875.00	6,803.00	6,455.00	7,784.00	7,966.00	4%
Jackson	47,199.00	49,091.00	50,422.00	50,437.00	53,638.00	3%
Rowan	41,470.00	40,535.00	42,162.00	43,990.00	47,029.00	3%
Davidson	94,647.00	99,701.00	100,799.00	104,255.00	106,912.00	3%
Hyde	6,025.00	6,800.00	6,725.00	6,606.00	6,691.00	3%
Burke	86,550.00	86,310.00	88,555.00	88,765.00	95,720.00	3%
Bertie	16,767.00	17,038.00	17,517.00	18,326.00	18,497.00	2%
Halifax	34,863.00	34,563.00	38,702.00	37,087.00	38,443.00	2%
Swain	4,827.05	4,285.00	4,840.00	4,840.00	5,240.00	2%
Pender	48,921.00	44,878.00	45,237.00	48,043.00	52,915.00	2%
Stokes	17,346.00	17,350.00	17,803.00	18,306.00	18,284.00	1%
Gaston	130,086.00	130,752.00	133,309.00	141,939.00	136,193.00	1%
Caldwell	47,933.00	42,657.00	45,699.73	46,065.26	49,391.27	1%
Buncombe	50,391.00	53,740.00	50,493.00	46,473.00	50,797.00	0%
Pasquotank	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	0%
Gates	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Caswell	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Watauga	100,265.00	106,717.00	110,594.00	115,811.00	96,121.00	-1%
Jones	25,568.00	26,176.00	24,582.14	24,438.00	23,870.00	-2%
Pamlico	31,349.25	22,742.00	26,388.00	23,943.00	26,912.00	-4%
Vance	66,723.00	48,881.00	50,440.00	53,622.00	57,094.00	-4%
Richmond	69,974.00	71,295.00	76,812.00	50,068.00	48,150.00	-9%
Hoke	37,606.00	37,333.00	19,446.00	23,988.00	21,988.00	-13%
Scotland	73,559.00	47,727.00	46,654.00	45,896.00	40,491.00	-14%
Graham	9,337.00	5,000.00	4,000.00	4,000.00	4,302.00	-18%
Transylvania				4,415.00	12,010.00	
Anson		4,000.00	59,381.92	4,000.00	4,000.00	
Madison						
Forsyth						
Currituck						
Cherokee						
Chatham						
Camden						
TOTAL	$ 4,822,829.91	$ 4,956,981.69	$ 5,648,802.13	$ 6,052,970.44	$ 6,749,139.59	9%
AVERAGE	$ 48,228.30	$ 49,569.82	$ 56,488.02	$ 60,529.70	$ 67,491.40	9%

Note: Average growth rate rounded to nearest whole percent

Source: NCDVA with calculations by OSBM

APPENDIX H

SEVEN-YEAR COUNTY APPROPRIATIONS
FY 2003-2009

COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	FY 08	FY 09	Avg annual growth rate
Alamance	$93,916.00	$99,142.00	$103,357.00	$129,192.00	$148,357.00	$156,955.00	$174,037.00	11%
Alexander	41,984.00	50,157.00	50,596.00	50,627.00	54,723.00	56,896.00	60,594.00	6%
Alleghany	8,772.00	9,640.00	10,236.00	10,850.00	15,347.00	24,574.00	25,061.00	19%
Anson		4,000.00	59,381.92	4,000.00	4,000.00	4,000.00	4,000.00	
Ashe	54,439.00	61,471.00	67,012.00	71,705.00	77,148.00	61,988.00	65,539.00	3%
Avery	18,189.49	21,203.39	24,182.95	31,590.00	31,455.00	34,109.00	36,500.00	12%
Beaufort	34,007.00	34,932.00	36,253.00	37,085.00	40,116.00	39,266.00	40,118.00	3%
Bertie	16,767.00	17,038.00	17,517.00	18,326.00	18,497.00	20,525.00	21,851.00	5%
Bladen	15,512.00	16,381.00	17,596.00	18,474.00	19,350.00	19,949.00	21,753.00	6%
Brunswick	103,102.00	110,017.00	113,458.00	121,264.00	126,377.00	128,710.00	137,037.00	5%
Buncombe	50,391.00	53,740.00	50,493.00	46,473.00	50,797.00	57,072.00	63,027.00	4%
Burke	86,550.00	86,310.00	88,555.00	88,765.00	95,720.00	102,705.00	106,705.00	4%
Cabarrus	126,513.00	125,860.00	127,039.00	180,093.00	187,792.00	194,572.00	212,159.00	9%
Caldwell	47,933.00	42,657.00	45,699.73	46,065.26	49,391.27	70,198.25	92,904.05	12%
Camden								
Carteret	165,732.00	158,611.00	169,106.00	213,712.00	245,073.00	262,220.00	304,840.00	11%
Caswell	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Catawba	24,538.00	24,836.00	21,193.00	22,481.00	41,893.00	46,114.00	48,859.00	12%
Chatham								
Cherokee								
Chowan	12,804.00	13,552.00	14,070.00	14,728.00	14,988.00	15,255.00	14,249.00	2%
Clay	4,000.00	5,500.00	5,475.00	5,225.00	5,225.00	5,225.00	5,225.00	5%
Cleveland	41,546.00	43,458.00	45,371.00	47,393.00	48,924.00	51,515.00	67,402.00	8%
Columbus	84,610.00	90,182.00	94,296.00	106,433.00	102,487.00	105,727.00	100,970.00	3%
Craven	89,101.00	96,365.00	111,233.00	113,110.00	117,542.00	123,382.00	132,154.00	7%
Cumberland	159,111.00	169,129.00	208,640.00	249,333.00	259,396.00	270,119.00	304,049.00	
Currituck								
Dare	44,704.00	45,628.00	48,129.00	51,871.00	58,154.00	59,135.00	60,853.00	5%
Davidson	94,647.00	99,701.00	100,799.00	104,255.00	106,912.00	102,522.00	108,339.00	2%
Davie	18,848.00	18,612.00	20,673.00	39,097.00	40,220.00	47,310.00	64,018.00	23%
Duplin	33,258.00	36,773.00	34,292.00	39,626.00	39,256.00	42,509.00	41,711.00	4%
Durham	29,369.00	29,799.00	70,063.00	66,923.00	78,725.00	78,963.00	105,618.00	24%
Edgecombe	36,092.00	40,551.00	67,530.00	70,965.00	74,571.00	77,320.00	79,477.00	14%
Forsyth								
Franklin	55,980.00	61,228.00	65,097.00	68,696.00	98,467.00	104,171.00	106,105.00	11%
Gaston	130,086.00	130,752.00	133,309.00	141,939.00	136,193.00	161,443.00	215,994.00	9%

Source: NCDVA

APPENDIX H

SEVEN-YEAR COUNTY APPROPRIATIONS
FY 2003-2009

COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	FY 08	FY 09	Avg annual growth rate
Gates	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	0%
Graham	9,337.00	5,000.00	4,000.00	4,000.00	4,302.00	4,000.00	9,000.00	-1%
Granville	9,244.00	9,558.00	9,790.00	10,645.00	10,857.00	11,176.00	11,541.00	4%
Greene	21,710.00	23,574.00	23,627.00	25,230.00	28,408.00	25,265.00	26,165.00	3%
Guilford	50,246.00	50,915.00	90,898.00	92,046.00	101,409.00	97,709.00	113,184.00	14%
Halifax	34,863.00	34,563.00	38,702.00	37,087.00	38,443.00	41,334.00	51,187.00	7%
Harnett	67,326.00	71,083.00	95,945.00	83,705.50	105,298.00	176,048.00	173,818.00	17%
Haywood	38,824.12	4,000.00	48,241.00	44,391.00	66,904.00	84,426.00	93,048.00	16%
Henderson	21,214.00	24,325.00	17,932.00	22,054.00	24,644.00	21,170.00	23,463.00	2%
Hertford	37,413.00	37,413.00	41,271.00	43,965.00	43,965.00	48,494.00	49,121.00	5%
Hoke	37,606.00	37,333.00	19,446.00	23,988.00	21,988.00	19,891.00	21,298.00	-9%
Hyde	6,025.00	6,800.00	6,725.00	6,606.00	6,691.00	6,691.00	6,691.00	2%
Iredell	86,625.00	92,545.00	101,948.00	99,155.00	104,295.00	132,841.00	148,511.00	9%
Jackson	47,199.00	49,091.00	50,422.00	50,437.00	53,638.00	49,355.00	62,450.00	5%
Johnston	113,358.00	121,855.00	123,305.00	132,570.00	144,905.00	137,576.00	145,770.00	4%
Jones	25,568.00	26,176.00	24,582.14	24,438.00	23,870.00	22,556.00	21,760.00	-3%
Lee	16,999.00	15,677.00	16,334.00	16,873.00	19,862.00	21,200.00	23,800.00	6%
Lenoir	25,466.00	29,155.00	29,425.00	29,425.00	29,680.00	31,155.00	32,621.00	4%
Lincoln	49,527.00	54,444.00	54,159.00	55,625.00	57,688.00	80,620.00	96,394.00	12%
Macon	73,565.00	77,129.00	90,107.00	94,463.00	102,386.00	110,241.00	105,814.00	6%
Madison								
Martin	36,452.00	37,977.00	39,858.00	40,839.00	44,715.00	47,812.00	54,955.00	7%
McDowell	7,842.00	7,802.00	9,228.00	25,071.00	19,276.00	34,000.00	40,000.00	31%
Mecklenburg	411,615.00	411,837.00	459,198.00	490,351.00	618,125.00	935,298.00	953,959.00	15%
Mitchell	26,050.00	26,359.00	26,589.00	28,642.00	30,355.00	29,149.00	27,414.00	1%
Montgomery	36,181.00	37,313.00	43,416.00	44,949.68	46,982.32	60,703.50	51,477.35	6%
Moore	104,500.00	115,700.00	122,200.00	158,750.00	176,498.00	190,104.00	195,439.00	11%
Nash	25,000.00	26,000.00	35,000.00	50,000.00	50,000.00	50,500.00	50,500.00	12%
New Hanover	52,383.00	52,711.00	95,244.00	113,278.00	121,797.00	123,929.00	121,818.00	15%
Northampton	29,491.00	34,003.00	33,706.00	35,160.00	34,929.00	37,061.00	41,738.00	6%
Onslow	96,561.00	108,402.00	137,656.00	146,293.00	185,338.00	189,281.00	207,964.00	14%
Orange	52,444.00	53,122.00	56,820.00	57,238.00	62,570.00	62,661.00	63,505.00	3%
Pamlico	31,349.25	22,742.00	26,388.00	23,943.00	26,912.00	27,544.00	30,944.00	0%
Pasquotank	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	2,000.00	3,000.00	7%
Pender	48,921.00	44,878.00	45,237.00	48,043.00	52,915.00	54,219.00	74,585.00	7%
Perquimans	6,875.00	6,803.00	6,455.00	7,784.00	7,966.00	8,026.00	8,275.00	3%

Source: NCDVA

APPENDIX H

SEVEN-YEAR COUNTY APPROPRIATIONS
FY 2003-2009

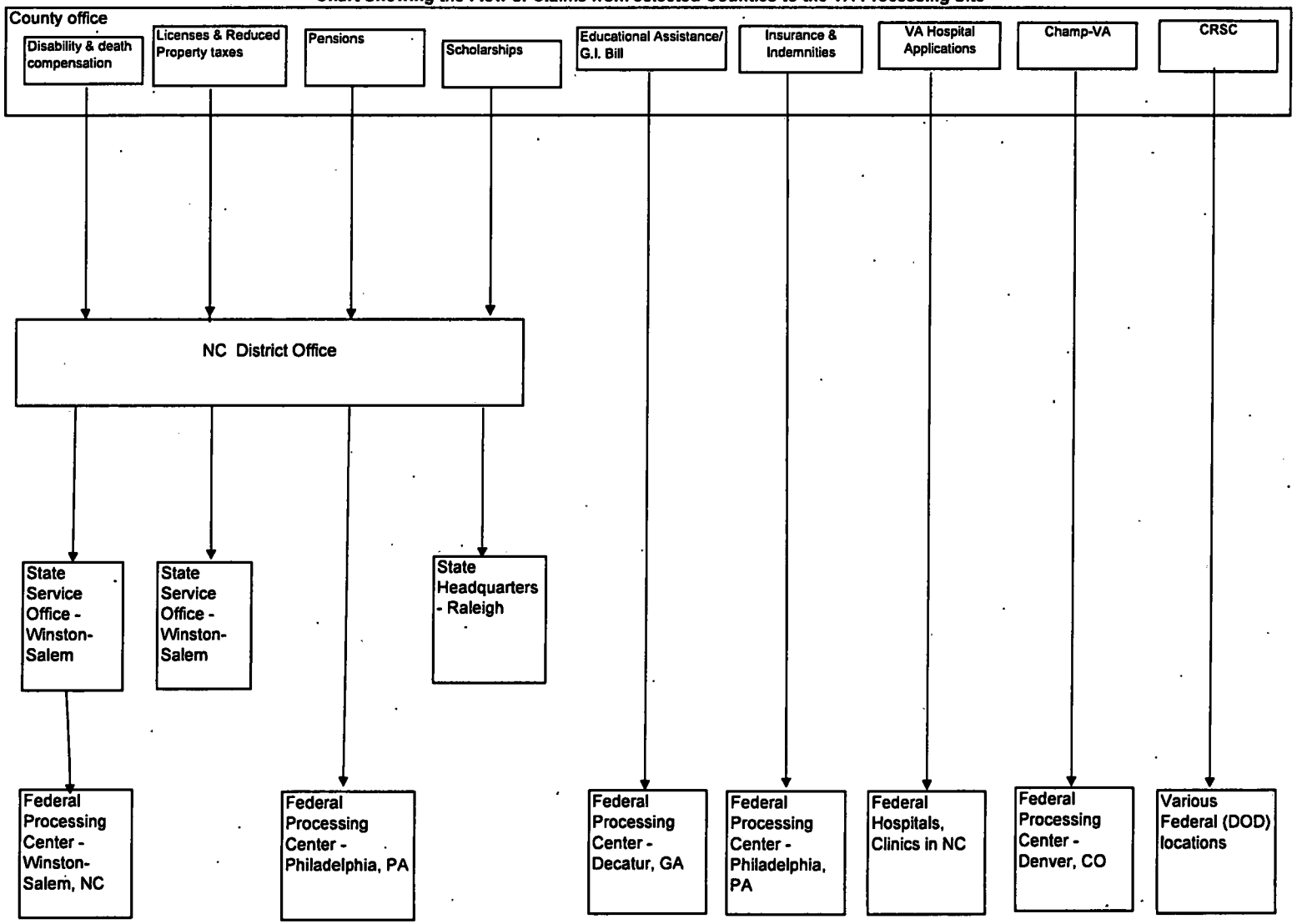
COUNTY	FY 03	FY 04	FY 05	FY 06	FY 07	FY 08	FY 09	Avg annual growth rate
Person	20,372.00	23,429.00	26,003.00	26,610.00	27,204.00	29,906.00	30,159.00	7%
Pitt	44,440.00	47,820.00	49,586.00	50,940.00	85,916.00	102,661.00	109,244.00	16%
Polk	7,271.00	15,925.00	15,425.00	25,780.00	25,713.00	26,106.00	26,924.00	24%
Randolph	38,784.00	40,705.00	43,113.00	44,342.00	61,740.00	81,112.00	83,084.00	14%
Richmond	69,974.00	71,295.00	76,812.00	50,068.00	48,150.00	50,565.00	51,931.00	-5%
Robeson	74,618.00	89,228.00	87,651.00	93,172.00	96,476.00	92,171.00	100,182.00	5%
Rockingham	53,102.00	55,320.00	96,470.00	102,944.00	98,814.00	102,139.00	57,300.00	1%
Rowan	41,470.00	40,535.00	42,162.00	43,990.00	47,029.00	46,216.00	45,077.00	1%
Rutherford	51,208.00	53,135.00	59,245.00	64,970.00	74,910.00	70,186.00	74,498.00	6%
Sampson	73,754.00	82,431.00	88,521.00	94,428.00	89,128.00	101,475.00	117,165.00	8%
Scotland	73,559.00	47,727.00	46,654.00	45,896.00	40,491.00	49,293.00	49,914.00	-6%
Stanly	50,310.00	53,532.00	53,013.00	55,599.00	59,695.00	63,322.00	83,370.00	9%
Stokes	17,346.00	17,350.00	17,803.00	18,306.00	18,284.00	16,802.00	17,942.00	1%
Surry	81,778.00	79,734.00	93,288.00	93,890.00	96,228.00	96,228.00	116,742.00	6%
Swain	4,827.05	4,285.00	4,840.00	4,840.00	5,240.00	5,840.00	5,840.00	3%
Transylvania				4,415.00	12,010.00	13,854.00	16,755.00	
Tyrrell	3,061.00	3,121.00	3,398.00	3,198.00	3,913.00	5,313.00	5,545.00	10%
Union	148,432.00	170,824.00	187,913.00	201,292.00	210,370.00	231,374.00	290,184.00	12%
Vance	66,723.00	48,881.00	50,440.00	53,622.00	57,094.00	58,207.00	60,793.00	-2%
Wake	70,359.00	59,567.00	89,228.00	91,349.00	215,477.00	245,494.00	252,497.00	24%
Warren	52,855.00	54,318.00	59,854.00	59,816.00	78,848.00	84,852.00	91,882.00	10%
Washington	5,026.00	5,693.00	10,440.00	11,459.00	11,034.00	12,163.00	12,440.00	16%
Watauga	100,265.00	106,717.00	110,594.00	115,811.00	96,121.00	71,621.00	106,452.00	1%
Wayne	63,816.00	68,677.00	90,237.00	91,906.00	101,856.00	109,476.00	105,451.00	9%
Wilkes	84,659.00	88,134.00	94,574.00	102,547.00	121,273.00	141,396.00	146,189.00	10%
Wilson	34,066.00	35,864.00	37,586.00	39,975.00	42,882.00	43,437.00	47,711.00	6%
Yadkin	10,032.00	10,079.00	25,068.00	39,000.00	41,401.00	42,746.00	44,108.00	28%
Yancey	10,442.00	19,145.30	34,377.39	35,464.00	17,135.00	17,465.44	19,119.00	11%
TOTAL	**4,822,829.91**	**4,956,981.69**	**5,648,802.13**	**6,052,970.44**	**6,749,139.59**	**7,517,905.19**	**8,138,855.40**	**9%**
AVERAGE	**48,228.30**	**49,569.82**	**56,488.02**	**60,529.70**	**67,491.40**	**75,179.05**	**81,388.55**	**9%**

Source: NCDVA

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APPENDIX I

Chart Showing the Flow of Claims from selected Counties to the VA Processing Site



Source: OSBM analysis based on county and State information

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APPENDIX J

Veterans Population and VA Expenditures for Fiscal Year 2007 Sorted By Number of Veterans Per State
Summary of Expenditures by State
Expenditures in $000s

State	Veteran Population*	Total Expenditure	Compensation & Pension	Construction	Education & Vocational Rehabilitation	General Operating Expenses	Insurance & Indemnities	Medical Care
Totals	**23,701,354**	**$ 76,339,019**	**$ 34,778,486**	**$ 854,113**	**$ 3,711,511**	**$ 3,385,501**	**$ 1,730,646**	**$ 31,878,761**
California	2,131,939	$ 6,583,832	$ 2,828,638	$ 100,809	$ 334,824	$ 125,227	$ 183,342	$ 3,010,992
Florida	1,746,539	$ 5,701,694	$ 2,755,444	$ 72,199	$ 239,763	$ 95,987	$ 143,365	$ 2,394,935
Texas	1,707,365	$ 6,299,002	$ 3,215,516	$ 17,536	$ 533,510	$ 144,522	$ 105,190	$ 2,282,728
New York	1,065,749	$ 3,579,906	$ 1,257,617	$ 6,441	$ 170,874	$ 92,738	$ 107,289	$ 1,944,947
Pennsylvania	1,057,073	$ 2,850,725	$ 1,167,287	$ 73,037	$ 94,754	$ 109,246	$ 90,000	$ 1,316,400
Ohio	957,889	$ 2,980,035	$ 1,029,533	$ 62,075	$ 90,421	$ 515,546	$ 66,597	$ 1,215,863
Illinois	841,679	$ 2,218,852	$ 739,159	$ 57,506	$ 107,502	$ 78,937	$ 70,672	$ 1,165,075
Virginia	807,326	$ 2,132,746	$ 1,167,854	$ 3,258	$ 152,800	$ 44,808	$ 53,847	$ 710,178
North Carolina	773,630	$ 2,590,226	$ 1,425,344	$ 6,552	$ 140,026	$ 48,488	$ 43,315	$ 926,501
Georgia	765,289	$ 2,363,005	$ 1,227,580	$ 6,460	$ 173,885	$ 73,342	$ 43,089	$ 838,649
Michigan	761,308	$ 1,686,856	$ 797,862	$ 11,822	$ 71,906	$ 34,088	$ 48,117	$ 723,061
Washington	643,302	$ 1,789,112	$ 1,025,951	$ 4,929	$ 101,088	$ 26,600	$ 40,865	$ 589,678
Arizona	567,632	$ 1,690,181	$ 806,046	$ 11,927	$ 91,132	$ 43,628	$ 38,399	$ 699,048
Missouri	530,799	$ 1,572,164	$ 699,361	$ 10,004	$ 64,999	$ 64,984	$ 34,118	$ 698,699
Indiana	517,764	$ 1,220,533	$ 518,640	$ 13,598	$ 46,409	$ 20,164	$ 26,739	$ 594,983
Tennessee	512,156	$ 1,690,497	$ 785,980	$ 8,990	$ 66,404	$ 35,637	$ 27,720	$ 765,766
New Jersey	506,752	$ 1,208,940	$ 549,563	$ 5,152	$ 67,029	$ 12,310	$ 57,659	$ 517,228
Maryland	484,013	$ 1,247,285	$ 546,253	$ 8,748	$ 66,736	$ 18,937	$ 38,382	$ 568,230
Wisconsin	446,415	$ 1,286,555	$ 571,185	$ 563	$ 46,758	$ 29,355	$ 35,705	$ 602,989
Massachusetts	440,901	$ 1,424,278	$ 610,632	$ 4,080	$ 48,975	$ 20,098	$ 47,570	$ 692,924
Colorado	427,706	$ 1,193,107	$ 626,791	$ 13,869	$ 81,898	$ 39,209	$ 29,880	$ 401,460
Alabama	416,947	$ 1,538,627	$ 874,876	$ 10,522	$ 62,808	$ 22,508	$ 22,535	$ 545,377
South Carolina	410,076	$ 1,385,384	$ 756,714	$ 8,074	$ 66,404	$ 22,379	$ 23,861	$ 507,952
Minnesota	408,468	$ 1,281,701	$ 570,266	$ 9,936	$ 45,064	$ 46,985	$ 33,477	$ 575,973
Oregon	351,697	$ 1,242,847	$ 604,850	$ 15,257	$ 51,550	$ 29,416	$ 23,802	$ 517,972
Kentucky	347,013	$ 1,245,659	$ 617,690	$ 2,666	$ 45,861	$ 17,140	$ 18,108	$ 544,194
Oklahoma	338,086	$ 1,455,743	$ 886,984	$ 598	$ 63,227	$ 51,482	$ 19,073	$ 434,379
Louisiana	325,992	$ 1,141,173	$ 571,055	$ 1,292	$ 42,145	$ 18,730	$ 20,452	$ 487,499

APPENDIX J

Veterans Population and VA Expenditures for Fiscal Year 2007 Sorted By Number of Veterans Per State
Summary of Expenditures by State
Expenditures in $000s

State	Veteran Population*	Total Expenditure	Compensation & Pension	Construction	Education & Vocational Rehabilitation	General Operating Expenses	Insurance & Indemnities	Medical Care
Arkansas	262,374	$ 1,201,292	$ 573,664	$ 4,240	$ 34,838	$ 25,576	$ 15,534	$ 547,440
Connecticut	253,800	$ 631,768	$ 213,377	$ 4,368	$ 45,049	$ 10,460	$ 28,848	$ 329,667
Iowa	251,420	$ 677,264	$ 273,938	$ 292	$ 24,636	$ 6,701	$ 20,146	$ 351,552
Nevada	245,773	$ 765,386	$ 321,105	$ 36,989	$ 29,794	$ 10,233	$ 12,556	$ 354,708
Kansas	236,596	$ 680,590	$ 292,485	$ 1,473	$ 32,021	$ 9,920	$ 16,867	$ 327,824
Mississippi	215,804	$ 920,636	$ 400,016	$ 43,304	$ 23,932	$ 20,581	$ 12,638	$ 420,167
New Mexico	179,497	$ 771,533	$ 399,912	$ 2,644	$ 33,234	$ 10,140	$ 12,371	$ 313,233
West Virginia	177,544	$ 897,042	$ 375,149	$ 3,313	$ 59,442	$ 47,234	$ 9,283	$ 402,620
Utah	157,012	$ 448,432	$ 183,098	$ 309	$ 22,656	$ 14,548	$ 11,548	$ 216,272
Nebraska	152,843	$ 517,798	$ 214,673	$ 6,726	$ 24,191	$ 11,144	$ 13,243	$ 247,821
Maine	144,007	$ 565,426	$ 311,564	$ 378	$ 26,452	$ 8,388	$ 9,544	$ 209,100
Idaho	137,152	$ 404,984	$ 201,042	$ 692	$ 18,431	$ 4,721	$ 7,430	$ 172,669
New Hampshire	132,290	$ 358,129	$ 164,806	$ 293	$ 18,917	$ 7,018	$ 9,829	$ 157,266
Puerto Rico	122,640	$ 930,587	$ 466,296	$ 30,669	$ 21,856	$ 15,255	$ 2,468	$ 394,044
Hawaii	118,633	$ 337,437	$ 174,876	$ 414	$ 22,076	$ 9,753	$ 13,195	$ 117,122
Montana	104,391	$ 347,642	$ 180,667	$ 3,096	$ 14,269	$ 5,160	$ 7,193	$ 137,257
Delaware	80,592	$ 188,964	$ 89,792	$ -	$ 8,558	$ 3,219	$ 5,275	$ 82,119
Rhode Island	79,616	$ 275,667	$ 125,657	$ 132	$ 8,231	$ 7,822	$ 8,028	$ 125,797
Alaska	74,557	$ 245,241	$ 119,804	$ 4,240	$ 11,862	$ 3,617	$ 2,500	$ 103,219
South Dakota	74,273	$ 353,250	$ 136,365	$ -	$ 12,716	$ 5,722	$ 4,917	$ 193,530
North Dakota	58,283	$ 181,861	$ 89,404	$ 690	$ 10,384	$ 4,250	$ 3,570	$ 73,562
Wyoming	56,125	$ 193,131	$ 73,166	$ 554	$ 5,831	$ 856	$ 2,874	$ 109,852
Vermont	55,382	$ 177,343	$ 72,725	$ 12	$ 18,819	$ 2,910	$ 4,379	$ 78,499
District of Columbia	39,243	$ 1,666,954	$ 90,232	$ 161,386	$ 14,566	$ 1,257,788	$ 3,241	$ 139,741
Totals	**23,701,354**	**$ 76,339,019**	**$ 34,778,486**	**$ 854,113**	**$ 3,711,511**	**$ 3,385,501**	**$ 1,730,646**	**$ 31,878,761**

Notes:

* Veteran population estimate as of September 30, 2007 by the VA Office of the Actuary (VetPop 2007).

Expenditure data sources: Federal Assistance Awards Data System (FAADS) for Compensation & Pension (C&P) and Readjustment and Vocational

APPENDIX K

Total VA Expenditures for Fiscal Year 2007 Sorted Total Per Veteran
Summary of Expenditures by State
Expenditures in $000s

State	Veteran Population*	Total Expenditure	Total Expen-diture per Veteran	Net Expenditure	Net Expend-iture per Vet-eran	Expenditure Without Medical	Expend-iture per Veteran Without Medical	Compen-sation & Pension	Con-struction	Education & Vocational Rehab-ilitation	General Operating Expenses	Insurance & Indemnities	Medical Care
Totals	**23,701,354**	**$ 76,339,019**	**$ 3,221**	**$ 41,074,757**	**$ 1,733**	**$ 40,220,643**	**$ 1,697**	**$ 34,778,486**	**$ 854,113**	**$ 3,711,511**	**$ 3,385,501**	**$ 1,730,646**	**$ 31,878,761**
District of Columbia	39,243	$ 1,666,954	$ 42,477	$ 295,032	$ 7,518	$ 133,646	$ 3,406	$ 90,232	$ 161,386	$ 14,566	$ 1,257,788	$ 28,848	$ 329,667
Puerto Rico	122,640	$ 930,587	$ 7,588	$ 589,493	$ 4,807	$ 558,824	$ 4,557	$ 466,296	$ 30,669	$ 21,856	$ 15,255	$ 70,672	$ 1,165,075
Oklahoma	338,086	$ 1,455,743	$ 4,306	$ 977,548	$ 2,891	$ 976,950	$ 2,890	$ 886,984	$ 598	$ 63,227	$ 51,482	$ 26,739	$ 594,983
West Virginia	177,544	$ 897,042	$ 5,052	$ 486,022	$ 2,737	$ 482,708	$ 2,719	$ 375,149	$ 3,313	$ 59,442	$ 47,234	$ 48,117	$ 723,061
Arkansas	262,374	$ 1,201,292	$ 4,579	$ 679,340	$ 2,589	$ 675,100	$ 2,573	$ 573,664	$ 4,240	$ 34,838	$ 25,576	$ 66,597	$ 1,215,863
New Mexico	179,497	$ 771,533	$ 4,298	$ 455,936	$ 2,540	$ 453,292	$ 2,525	$ 399,912	$ 2,644	$ 33,234	$ 10,140	$ 20,146	$ 351,552
Alaska	74,557	$ 245,241	$ 3,289	$ 183,476	$ 2,461	$ 179,235	$ 2,404	$ 119,804	$ 4,240	$ 11,862	$ 3,617	$ 47,570	$ 692,924
Alabama	416,947	$ 1,538,627	$ 3,690	$ 1,005,866	$ 2,412	$ 995,344	$ 2,387	$ 874,876	$ 10,522	$ 62,808	$ 22,508	$ 57,659	$ 517,228
Maine	144,007	$ 565,426	$ 3,926	$ 343,669	$ 2,386	$ 343,292	$ 2,384	$ 311,564	$ 378	$ 26,452	$ 8,388	$ 5,275	$ 82,119
Mississippi	215,804	$ 920,636	$ 4,266	$ 505,633	$ 2,343	$ 462,329	$ 2,142	$ 400,016	$ 43,304	$ 23,932	$ 20,581	$ 38,382	$ 568,230
South Carolina	410,076	$ 1,385,384	$ 3,378	$ 938,481	$ 2,289	$ 930,407	$ 2,269	$ 756,714	$ 8,074	$ 66,404	$ 22,379	$ 107,289	$ 1,944,947
Texas	1,707,365	$ 6,299,002	$ 3,689	$ 3,856,563	$ 2,259	$ 3,839,026	$ 2,249	$ 3,215,516	$ 17,536	$ 533,510	$ 144,522	$ 90,000	$ 1,316,400
South Dakota	74,273	$ 353,250	$ 4,756	$ 165,948	$ 2,234	$ 165,948	$ 2,234	$ 136,365	$ -	$ 12,716	$ 5,722	$ 16,867	$ 327,824
Rhode Island	79,616	$ 275,667	$ 3,462	$ 172,419	$ 2,166	$ 172,287	$ 2,164	$ 125,657	$ 132	$ 8,231	$ 7,822	$ 38,399	$ 699,048
Vermont	55,382	$ 177,343	$ 3,202	$ 119,276	$ 2,154	$ 119,264	$ 2,153	$ 72,725	$ 12	$ 18,819	$ 2,910	$ 27,720	$ 765,766
North Carolina	773,630	$ 2,590,226	$ 3,348	$ 1,583,470	$ 2,047	$ 1,576,918	$ 2,038	$ 1,425,344	$ 6,552	$ 140,026	$ 48,488	$ 11,548	$ 216,272
Kentucky	347,013	$ 1,245,659	$ 3,590	$ 701,921	$ 2,023	$ 699,256	$ 2,015	$ 617,690	$ 2,666	$ 45,861	$ 17,140	$ 35,705	$ 602,989
Louisiana	325,992	$ 1,141,173	$ 3,501	$ 648,610	$ 1,990	$ 647,318	$ 1,986	$ 571,055	$ 1,292	$ 42,145	$ 18,730	$ 34,118	$ 698,699
Oregon	351,697	$ 1,242,847	$ 3,534	$ 681,486	$ 1,938	$ 666,229	$ 1,894	$ 604,850	$ 15,257	$ 51,550	$ 29,416	$ 9,829	$ 157,266
Montana	104,391	$ 347,642	$ 3,330	$ 200,906	$ 1,925	$ 197,810	$ 1,895	$ 180,667	$ 3,096	$ 14,269	$ 5,160	$ 2,874	$ 109,852
Georgia	765,289	$ 2,363,005	$ 3,088	$ 1,441,401	$ 1,883	$ 1,434,942	$ 1,875	$ 1,227,580	$ 6,460	$ 173,885	$ 73,342	$ 33,477	$ 575,973
Florida	1,746,539	$ 5,701,694	$ 3,265	$ 3,250,748	$ 1,861	$ 3,178,548	$ 1,820	$ 2,755,444	$ 72,199	$ 239,763	$ 95,987	$ 183,342	$ 3,010,992
North Dakota	58,283	$ 181,861	$ 3,120	$ 107,909	$ 1,851	$ 107,219	$ 1,840	$ 89,404	$ 690	$ 10,384	$ 4,250	$ 7,430	$ 172,669
Colorado	427,706	$ 1,193,107	$ 2,790	$ 776,405	$ 1,815	$ 762,536	$ 1,783	$ 626,791	$ 13,869	$ 81,898	$ 39,209	$ 53,847	$ 710,178
Washington	643,302	$ 1,789,112	$ 2,781	$ 1,144,524	$ 1,779	$ 1,139,595	$ 1,771	$ 1,025,951	$ 4,929	$ 101,088	$ 26,600	$ 12,556	$ 354,708
Hawaii	118,633	$ 337,437	$ 2,844	$ 210,610	$ 1,775	$ 210,195	$ 1,772	$ 174,876	$ 414	$ 22,076	$ 9,753	$ 13,243	$ 247,821
Nevada	245,773	$ 765,386	$ 3,114	$ 428,754	$ 1,745	$ 391,764	$ 1,594	$ 321,105	$ 36,989	$ 29,794	$ 10,233	$ 40,865	$ 589,678
Nebraska	152,843	$ 517,798	$ 3,388	$ 258,785	$ 1,693	$ 252,059	$ 1,649	$ 214,673	$ 6,726	$ 24,191	$ 11,144	$ 13,195	$ 117,122
Tennessee	512,156	$ 1,690,497	$ 3,301	$ 865,753	$ 1,690	$ 856,763	$ 1,673	$ 785,980	$ 8,990	$ 66,404	$ 35,637	$ 4,379	$ 78,499
Virginia	807,326	$ 2,132,746	$ 2,642	$ 1,353,793	$ 1,677	$ 1,350,535	$ 1,673	$ 1,167,854	$ 3,258	$ 152,800	$ 44,808	$ 29,880	$ 401,460
Minnesota	408,468	$ 1,281,701	$ 3,138	$ 668,355	$ 1,636	$ 658,419	$ 1,612	$ 570,266	$ 9,936	$ 45,064	$ 46,985	$ 43,089	$ 838,649

APPENDIX K

Total VA Expenditures for Fiscal Year 2007 Sorted Total Per Veteran
Summary of Expenditures by State
Expenditures in $000s

State	Veteran Population*	Total Expenditure	Total Expen-diture per Veteran	Net Expenditure	Net Expend-iture per Vet-eran	Expenditure Without Medical	Expend-iture per Veteran Without Medical	Compen-sation & Pension	Con-struction	Education & Vocational Rehab-ilitation	General Operating Expenses	Insurance & Indemnities	Medical Care
Idaho	137,152	$ 404,984	$ 2,953	$ 223,735	$ 1,631	$ 223,042	$ 1,626	$ 201,042	$ 692	$ 18,431	$ 4,721	$ 3,570	$ 73,562
Arizona	567,632	$ 1,690,181	$ 2,978	$ 917,134	$ 1,616	$ 905,207	$ 1,595	$ 806,046	$ 11,927	$ 91,132	$ 43,628	$ 8,028	$ 125,797
California	2,131,939	$ 6,583,832	$ 3,088	$ 3,407,637	$ 1,598	$ 3,306,827	$ 1,551	$ 2,828,638	$ 100,809	$ 334,824	$ 125,227	$ 143,365	$ 2,394,935
Utah	157,012	$ 448,432	$ 2,856	$ 249,378	$ 1,588	$ 249,070	$ 1,586	$ 183,098	$ 309	$ 22,656	$ 14,548	$ 43,315	$ 926,501
New Hampshire	132,290	$ 358,129	$ 2,707	$ 207,818	$ 1,571	$ 207,525	$ 1,569	$ 164,806	$ 293	$ 18,917	$ 7,018	$ 23,802	$ 517,972
Wyoming	56,125	$ 193,131	$ 3,441	$ 86,743	$ 1,546	$ 86,189	$ 1,536	$ 73,166	$ 554	$ 5,831	$ 856	$ 7,193	$ 137,257
Massachusetts	440,901	$ 1,424,278	$ 3,230	$ 666,186	$ 1,511	$ 662,106	$ 1,502	$ 610,632	$ 4,080	$ 48,975	$ 20,098	$ 2,500	$ 103,219
Missouri	530,799	$ 1,572,164	$ 2,962	$ 794,816	$ 1,497	$ 784,812	$ 1,479	$ 699,361	$ 10,004	$ 64,999	$ 64,984	$ 20,452	$ 487,499
Wisconsin	446,415	$ 1,286,555	$ 2,882	$ 636,613	$ 1,426	$ 636,051	$ 1,425	$ 571,185	$ 563	$ 46,758	$ 29,355	$ 18,108	$ 544,194
Kansas	236,596	$ 680,590	$ 2,877	$ 330,897	$ 1,399	$ 329,424	$ 1,392	$ 292,485	$ 1,473	$ 32,021	$ 9,920	$ 4,917	$ 193,530
New York	1,065,749	$ 3,579,906	$ 3,359	$ 1,458,793	$ 1,369	$ 1,452,352	$ 1,363	$ 1,257,617	$ 6,441	$ 170,874	$ 92,738	$ 23,861	$ 507,952
Pennsylvania	1,057,073	$ 2,850,725	$ 2,697	$ 1,440,268	$ 1,363	$ 1,367,232	$ 1,293	$ 1,167,287	$ 73,037	$ 94,754	$ 109,246	$ 105,190	$ 2,282,728
Delaware	80,592	$ 188,964	$ 2,345	$ 107,894	$ 1,339	$ 107,894	$ 1,339	$ 89,792	$ -	$ 8,558	$ 3,219	$ 9,544	$ 209,100
Maryland	484,013	$ 1,247,285	$ 2,577	$ 634,374	$ 1,311	$ 625,626	$ 1,293	$ 546,253	$ 8,748	$ 66,736	$ 18,937	$ 12,638	$ 420,167
New Jersey	506,752	$ 1,208,940	$ 2,386	$ 644,279	$ 1,271	$ 639,126	$ 1,261	$ 549,563	$ 5,152	$ 67,029	$ 12,310	$ 22,535	$ 545,377
Ohio	957,889	$ 2,980,035	$ 3,111	$ 1,197,562	$ 1,250	$ 1,135,488	$ 1,185	$ 1,029,533	$ 62,075	$ 90,421	$ 515,546	$ 15,534	$ 547,440
Iowa	251,420	$ 677,264	$ 2,694	$ 311,236	$ 1,238	$ 310,945	$ 1,237	$ 273,938	$ 292	$ 24,636	$ 6,701	$ 12,371	$ 313,233
Michigan	761,308	$ 1,686,856	$ 2,216	$ 890,872	$ 1,170	$ 879,050	$ 1,155	$ 797,862	$ 11,822	$ 71,906	$ 34,088	$ 9,283	$ 402,620
Indiana	517,764	$ 1,220,533	$ 2,357	$ 597,720	$ 1,154	$ 584,122	$ 1,128	$ 518,640	$ 13,598	$ 46,409	$ 20,164	$ 19,073	$ 434,379
Illinois	841,679	$ 2,218,852	$ 2,636	$ 906,635	$ 1,077	$ 849,130	$ 1,009	$ 739,159	$ 57,506	$ 107,502	$ 78,937	$ 2,468	$ 394,044
Connecticut	253,800	$ 631,768	$ 2,489	$ 266,034	$ 1,048	$ 261,667	$ 1,031	$ 213,377	$ 4,368	$ 45,049	$ 10,460	$ 3,241	$ 139,741
				$ -									
Totals	23,701,354	$ 76,339,019	$ 3,221	$ 41,074,757	$ 1,733	$ 40,220,643	$ 1,697	$ 34,778,486	$ 854,113	$ 3,711,511	$ 3,385,501	$ 1,730,646	$ 31,878,761

Notes:

* Veteran population estimate as of September 30, 2007 by the VA Office of the Actuary (VetPop 2007).

Expenditure data sources: Federal Assistance Awards Data System (FAADS) for Compensation & Pension (C&P) and Readjustment and Vocational Rehabilitation Benefits; Veterans Benefits Administration Insurance Center for the Insurance costs; the VA Financial M

Source: United States Department of Veterans Affairs

Attachment
3

OSBM

Staffing Analysis of State Agency Business Functions
Final Report

As directed by S.L. 2007-323, Section 6.7(b) and (c)

January 1, 2009 Updated

Prepared By:

Office of State Budget and Management

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INTRODUCTION

Scope of Study

Section 6.7(b) of Session Law 2007-323 directs the Office of State Budget and Management (OSBM), in consultation with the Office of State Controller (OSC), to conduct a staffing analysis of the business functions of State government including but not limited to agency fiscal offices, budget offices, and procurement offices. Section 6.7 (c) directs the Office of State Budget and Management (OSBM), in consultation with the Office of State Controller (OSC), to report by January 1, 2009, on the results of the staffing analysis of State government business functions. Universities are not included.

Methodology

A preliminary report was submitted to the Chairs of the House of Representatives Appropriations Committee, to the Chairs of the Senate Committee on Appropriations/Base Budget, to the Joint Legislative Oversight Committee on Information Technology, and to the Fiscal Research Division on January 1, 2009 which provided a portion of the requirements as outlined in the scope of the study. At the time of submittal the FY 2008 Full Time Equivalent (FTE) staffing data was not available and did not become available until early February 2009. Therefore all information contained in the preliminary report dated January 1, 2009 and the metrics associated with the statewide staffing is contained herein.

Initially, a report was submitted on April 30, 2008, that summarized the full-time equivalent (FTE) staff in various business functions in agencies. This April 30th information was prepared based on agency-reported information that was submitted on spreadsheets, using uniform definitions for the business functions. As noted in the April 30, 2008 report, data for this and subsequent years' reports is being generated from the on-line Results Based Budget (RBB) system that is prepared and included as part of the budget process. In this way, agencies will only need to capture this information one time, and it will be reported transparently through the budget process and updated with each budget cycle.

To accomplish this, the OSBM staff issued instructions in July as part of the Budget Instructions that agencies should input their departmental business functions information directly into the RBB system, along with all other agency information. As part of this process, Administrative Service Statements for the following business functions were defined in the instructions to ensure consistency across agencies: Human Resources Management, Fiscal Management, Budget and Analysis, Purchasing, Internal Auditing, Legal, Public Information/Communication, Security, and Construction/Engineering. Agencies were to identify the FTE associated with each, and their budgeted amounts. (Definitions as used in the RBB instructions are shown in Table 1).

Please note that certain agencies who reported in the April 30, 2008 report were contacted to validate and/or update their information because they are not considered a separate agency for budgeting purposes in RBB. An example is the Employment Security Commission, who reports budgetarily through the Department of Commerce. These special reporting agencies are footnoted in Tables 3, 4, and 5. Staffing data were not collected at the division or program level.

Table 1

Business Function Definitions

Human Resource Management – Oversee the recruitment and management of personnel; develop and implement HR strategy; coordinate and execute staff acquisition, organization and position management, compensation management, benefits management, employee development, and performance management; and regulate employee relations, separation management, and health and safety activities.

Fiscal Management – Manage and analyze financial information; account for and forecast the use of department resources; conduct general ledger accounting; maintain accounts payable, collections and accounts receivable, payroll services, cash management, program payments, and contracts and grants management; provide asset and liability management; and execute financial reporting.

Budget and Analysis – Conduct resource planning and allocation activities; develop and execute the budget; and analyze issues impacting the department's budgets and management.

Purchasing – Coordinate and execute the acquisition of equipment, materials, services and supplies for the department.

Internal Auditing – Provide independent assessments to department management; ensure operations and programs comply with applicable laws and regulations; prevent inefficiency, fraud, and abuse; analyze exposure to risk and determine appropriate countermeasures; and ensure accounting, administrative, and other information systems have the proper controls.

Legal – Provide legal representation and litigation functions for the department.

Public Information / Communication – Exchange information and communication between the department, citizens, and stakeholders; establish and promote media relations; prepare and publish press releases and other publications; and coordinate events and conference delivery.

Security – Ensure physical protection of the department's personnel, assets, and facilities.

Construction/Engineering – Provide design, construction, major maintenance, and administrative oversight for the department's capital improvement projects and physical plant operations.

FINDINGS

In all the state agencies that utilize the BEACON System 2.10% of the total department employees are performing the identified business functions (BF). This appears to be a decrease from the April 30, 2008 report; however the data this year does not include *executive management or information technology* as a core business function which accounted for approximately 1,534 FTE. These two areas of operation are not collected in RBB as core business functions. Table 2 provides statewide (BEACON agencies) department level staffing metrics previously identified.

Table 2

Business Function (BF)	Total Statewide BF FTE	Statewide Employees per BF Employee	Statewide BF FTE per 100 Employees*
Human Resource Management	389.68	219.98	0.45
Fiscal Management	616.60	139.03	0.72
Budget and Analysis	95.55	897.15	0.11
Purchasing	217.15	394.76	0.25
Internal Auditing	62.90	1,362.85	0.07
Legal	97.50	879.21	0.11
Public Information/Communication	148.47	577.38	0.17
Security	35.50	2,414.73	0.04
Construction/Engineering	132.70	645.99	0.15
Total	**1,796.05**	**47.73**	**2.10**
% BF Positions/Total Agency Positions			2.10%

*Total FTE in December 2008 was 85,723.09

Table 3 on page 4 provides the total number of agency FTE performing the business functions in each agency. Tables 4 and 5 provide the associated staffing metrics.

Table 3

Agency Total Core Business Function Staff (FTE)

Agency	Human Resource Management	Fiscal Management	Budget and Analysis	Purchasing	Internal Auditing	Legal	Public Information/ Communication	Security	Construction & Engineering	Grand Total
Administration[a]	11.00	18.40	3.10	3.30	-	2.45	2.20	-	-	40.45
Administrative Office of the Courts[c]	27.00	18.30	5.40	11.00	3.30	10.00	2.00	1.00	-	78.00
Agriculture and Consumer Services[a]	12.00	14.00	2.00	4.00	1.00	2.00	-	-	-	35.00
Board of Elections[c]	0.30	0.20	0.10	-	-	0.20	0.50	-	-	1.30
Commerce[a]	6.00	12.00	-	3.00	-	-	4.00	-	-	25.00
Community Colleges System Office[a]	5.00	13.40	2.60	2.00	-	2.00	7.00	-	-	32.00
Correction[b]	73.00	88.00	5.00	71.00	21.00	7.00	5.00	-	103.00	373.00
Crime Control and Public Safety[a]	15.00	23.80	7.00	4.00	1.00	1.00	7.00	-	-	58.80
Cultural Resources[a]	7.00	5.00	2.35	2.65	1.00	1.00	3.00	-	4.00	26.00
Employment Security Commission[c]	21.00	27.25	5.00	19.90	4.00	17.00	8.00	2.00	2.00	106.15
Environment and Natural Resources[a]	15.75	27.00	7.00	13.00	2.00	2.50	5.00	-	-	72.25
Health & Human Services[a]	35.00	121.00	16.00	12.00	9.00	10.25	12.00	-	13.00	228.25
Housing Finance[c]	1.95	5.80	0.90	-	0.25	4.00	3.95	-	-	16.85
Insurance[a]	5.60	9.00	2.00	4.00	-	1.60	9.57	-	-	31.77
ITS[c]	8.70	27.50	8.50	2.00	1.00	1.50	2.50	0.80	5.70	58.20
Justice[c]	14.00	14.50	1.00	1.00	1.00	-	1.00	-	-	32.50
Juvenile Justice and Delinquency Prevention[a]	14.00	12.00	3.50	3.50	3.00	-	2.00	-	5.00	43.00
Labor[b]	6.00	11.90	1.10	2.00	-	2.00	8.00	-	-	31.00
NCEL[c]	5.00	15.00	-	2.00	2.00	3.00	3.00	19.00	-	49.00
Office of Adminstrative Hearingsc	1.25	0.60	-	0.35	0.10	-	0.25	0.10	-	2.65
Office of Lt. Governor[c]	0.10	0.10	0.20	0.10	-	1.00	4.50	-	-	6.00
Office of State Budget and Management[c]	2.53	2.50	0.40	0.35	-	-	-	-	-	5.78
Office of the Governor[c]	-	-	-	0.25	-	2.00	8.00	-	-	10.25
Office of the State Auditor[a]	2.50	1.75	0.65	0.70	0.05	1.00	1.00	-	-	7.65
Office of the State Controller[a]	2.00	1.60	0.50	0.55	0.20	-	2.00	1.60	-	8.45
Public Instruction[a]	8.00	22.50	9.00	5.50	1.00	2.00	20.00	-	-	68.00
Revenue[a]	11.00	6.00	1.25	4.00	2.00	1.00	2.00	11.00	-	38.25
Secretary of State[a]	5.00	6.00	1.00	1.00	1.00	2.00	-	-	-	16.00
State Health Plan[c]	1.00	4.00	0.50	2.00	-	3.00	2.00	-	-	12.50
State Treasurer[a]	5.00	8.00	1.00	1.00	-	-	2.00	-	-	17.00
Transportation[a]	63.00	87.50	6.50	39.00	9.00	18.00	21.00	-	-	244.00
Wildlife Resources[a]	5.00	12.00	2.00	2.00	-	-	-	-	-	21.00
	-	-	-	-	-	-	-	-	-	-
Statewide Total	389.68	616.60	95.55	217.15	62.90	97.50	148.47	35.50	132.70	1,796.05

Data Sources:

a. Data was gathered from OSBM's Results Based Budgeting System (RBB)

b. Data was gathered from OSBM's Results Based Budgeting System, and modified with updates from the agency.

c. Data was confirmed with agency from last year's data, agency did not enter administrative functions in RBB.

Table 4

Number of Agency Staff per Core Business Function (FTE)

Agency	Human Resource Management	Fiscal Management	Budget and Analysis	Purchasing	Internal Auditing	Legal	Public Information/ Communication	Security	Construction & Engineering	Grand Total
Administration[a]	88.14	52.69	312.75	293.80	-	395.73	440.70	-	-	23.97
Administrative Office of the Courts[c]	260.68	384.61	1,303.39	639.85	2,132.82	703.83	3,519.16	7,038.31	-	90.23
Agriculture and Consumer Services[a]	116.06	99.48	696.38	348.19	1,392.75	696.38	-	-	-	39.79
Board of Elections[c]	226.67	340.00	680.00	-	-	340.00	136.00	-	-	52.31
Commerce[a]	139.25	69.62	-	278.49	-	-	208.87	-	-	33.42
Community Colleges System Office[a]	47.20	17.61	90.77	118.00	-	118.00	33.71	-	-	7.38
Correction[b]	296.01	245.56	4,321.80	304.35	1,029.00	3,087.00	4,321.80	-	209.80	57.93
Crime Control and Public Safety[a]	200.43	126.32	429.48	751.60	3,006.39	3,006.39	429.48	-	-	51.13
Cultural Resources[a]	122.06	170.89	363.59	322.43	854.43	854.43	284.81	-	213.61	32.86
Employment Security Commission[c]	66.57	51.30	279.60	70.25	349.50	82.23	174.75	698.99	698.99	13.17
Environment and Natural Resources[a]	260.87	152.18	586.96	316.06	2,054.38	1,643.50	821.75	-	-	56.87
Health & Human Services[a]	571.58	165.33	1,250.32	1,667.10	2,222.80	1,951.73	1,667.10	-	1,538.86	87.65
Housing Finance[c]	60.51	20.34	131.11	-	472.00	29.50	29.87	-	-	7.00
Insurance[a]	76.14	47.38	213.20	106.60	-	266.50	44.56	-	-	13.42
ITS[c]	69.20	21.89	70.82	301.00	602.00	401.33	240.80	752.50	105.61	10.34
Justice[c]	99.00	95.59	1,386.01	1,386.01	1,386.01	-	1,386.01	-	-	42.65
Juvenile Justice and Delinquency Prevention[a]	146.08	170.43	584.31	584.31	681.70	-	1,022.55	-	409.02	47.56
Labor[b]	71.46	36.03	389.77	214.38	-	214.38	53.59	-	-	13.83
NCEL[c]	48.20	16.07	-	120.50	120.50	80.33	80.33	12.68	-	4.92
Office of Adminstrative Hearingsc	35.20	73.33	-	125.71	440.00	-	176.00	440.00	-	16.60
Office of Lt. Governor[c]	120.00	120.00	60.00	120.00	-	12.00	2.67	-	-	2.00
Office of State Budget and Management[c]	55.34	56.01	175.00	200.00	-	-	-	-	-	12.11
Office of the Governor[c]	-	-	-	280.08	-	35.01	8.75	-	-	6.83
Office of the State Auditor[a]	80.80	115.43	310.77	288.57	4,040.00	202.00	202.00	-	-	26.41
Office of the State Controller[a]	100.87	126.09	403.48	366.80	1,008.70	-	100.87	126.09	-	23.87
Public Instruction[a]	93.47	33.23	83.08	135.95	747.75	373.88	37.39	-	-	11.00
Revenue[a]	140.93	258.38	1,240.20	387.56	775.13	1,550.25	775.13	140.93	-	40.53
Secretary of State[a]	39.15	32.63	195.75	195.75	195.75	97.88	-	-	-	12.23
State Health Plan[c]	41.00	10.25	82.00	20.50	-	13.67	20.50	-	-	3.28
State Treasurer[a]	75.20	47.00	376.00	376.00	-	-	188.00	-	-	22.12
Transportation[a]	234.29	168.69	2,270.77	378.46	1,640.00	820.00	702.86	-	-	60.49
Wildlife Resources[a]	136.70	56.96	341.75	341.75	-	-	-	-	-	32.55
	-	-	-	-	-	-	-	-	-	-
Statewide Total	219.98	139.03	897.15	394.76	1,362.85	879.21	577.38	2,414.73	645.99	47.73

Data Sources:

a. Data was gathered from OSBM's Results Based Budgeting System (RBB)

b. Data was gathered from OSBM's Results Based Budgeting System, and modified with updates from the agency.

c. Data was confirmed with agency from last year's data, agency did not enter administrative functions in RBB.

Table 5

Core Business Function Staff per 100 FTE by Agency

Agency	Human Resource Management	Fiscal Management	Budget and Analysis	Purchasing	Internal Auditing	Legal	Public Information/ Communication	Security	Construction & Engineering	Grand Total
Administration[a]	1.13	1.90	0.32	0.34	-	0.25	0.23	-	-	4.17
Administrative Office of the Courts[c]	0.38	0.26	0.08	0.16	0.05	0.14	0.03	0.01	-	1.11
Agriculture and Consumer Services[a]	0.86	1.01	0.14	0.29	0.07	0.14	-	-	-	2.51
Board of Elections[c]	0.44	0.29	0.15	-	-	0.29	0.74	-	-	1.91
Commerce[a]	0.72	1.44	-	0.36	-	-	0.48	-	-	2.99
Community Colleges System Office[a]	2.12	5.68	1.10	0.85	-	0.85	2.97	-	-	13.56
Correction[b]	0.34	0.41	0.02	0.33	0.10	0.03	0.02	-	0.48	1.73
Crime Control and Public Safety[a]	0.50	0.79	0.23	0.13	0.03	0.03	0.23	-	-	1.96
Cultural Resources[a]	0.82	0.59	0.28	0.31	0.12	0.12	0.35	-	0.47	3.04
Employment Security Commission[a]	1.50	1.95	0.36	1.42	0.29	1.22	0.57	0.14	0.14	7.59
Environment and Natural Resources[a]	0.38	0.66	0.17	0.32	0.05	0.06	0.12	-	-	1.76
Health & Human Services[a]	0.17	0.60	0.08	0.06	0.04	0.05	0.06	-	0.06	1.14
Housing Finance[c]	1.65	4.92	0.76	-	0.21	3.39	3.35	-	-	14.28
Insurance[a]	1.31	2.11	0.47	0.94	-	0.38	2.24	-	-	7.45
ITS[c]	1.45	4.57	1.41	0.33	0.17	0.25	0.42	0.13	0.95	9.67
Justice[c]	1.01	1.05	0.07	0.07	0.07	-	0.07	-	-	2.34
Juvenile Justice and Delinquency Prevention[a]	0.68	0.59	0.17	0.17	0.15	-	0.10	-	0.24	2.10
Labor[b]	1.40	2.78	0.26	0.47	-	0.47	1.87	-	-	7.23
NCEL[c]	2.07	6.22	-	0.83	0.83	1.24	1.24	7.88	-	20.33
Office of Adminstrative Hearingsc	2.84	1.36	-	0.80	0.23	-	0.57	0.23	-	6.02
Office of Lt. Governor[c]	0.83	0.83	1.67	0.83	-	8.33	37.50	-	-	50.00
Office of State Budget and Management[c]	1.81	1.79	0.29	0.50	-	-	-	-	-	8.26
Office of the Governor[c]	-	-	-	0.36	-	2.86	11.43	-	-	14.64
Office of the State Auditor[a]	1.24	0.87	0.32	0.35	0.02	0.50	0.50	-	-	3.79
Office of the State Controller[a]	0.99	0.79	0.25	0.27	0.10	-	0.99	0.79	-	4.19
Public Instruction[a]	1.07	3.01	1.20	0.74	0.13	0.27	2.67	-	-	9.09
Revenue[a]	0.71	0.39	0.08	0.26	0.13	0.06	0.13	0.71	-	2.47
Secretary of State[a]	2.55	3.07	0.51	0.51	0.51	1.02	-	-	-	8.17
State Health Plan[c]	2.44	9.76	1.22	4.88	-	7.32	4.88	-	-	30.49
State Treasurer[a]	1.33	2.13	0.27	0.27	-	-	0.53	-	-	4.52
Transportation[a]	0.43	0.59	0.04	0.26	0.06	0.12	0.14	-	-	1.65
Wildlife Resources[a]	0.73	1.76	0.29	0.29	-	-	-	-	-	3.07
	-	-	-	-	-	-	-	-	-	-
Statewide Total	0.45	0.72	0.11	0.25	0.07	0.11	0.17	0.04	0.15	2.10

Data Sources:

a. Data was gathered from OSBM's Results Based Budgeting System (RBB)

b. Data was gathered from OSBM's Results Based Budgeting System, and modified with updates from the agency.

c. Data was confirmed with agency from last year's data, agency did not enter administrative functions in RBB.

Table 6 below identifies the departments, or divisions within departments, performing business functions in support of all state agencies.

Table 6

Agency Statewide Functions and Associated FTE

Statewide Offices	Agency FTE 2008*
Office of State Personnel	95.90
Office of the State Controller	201.74
Office of State Budget and Management	70.00
Purchase & Contract	45.00
Office of Information Technology Services	602.00
Attorney General's Office	416.00
State Capital Police	78.00
State Construction	53.00
Department of State Treasurer	376.00
Motor Fleet Management	48.00
State Property	32.00
Mail Service Center/State Courier	104.00
Federal/State Surplus	38.00
Total	**2,159.64**

*** Data Source: Beacon Business Intelligence Report as of 12/2008.**

Charts 1 through 9 on the following pages depict each agency's business function staffing and relates it to the statewide metrics. The larger agencies tend to have lower staffing per 100 agency FTE at the department level because these agencies typically have more staff performing these functions at the division or program level.

Chart 1

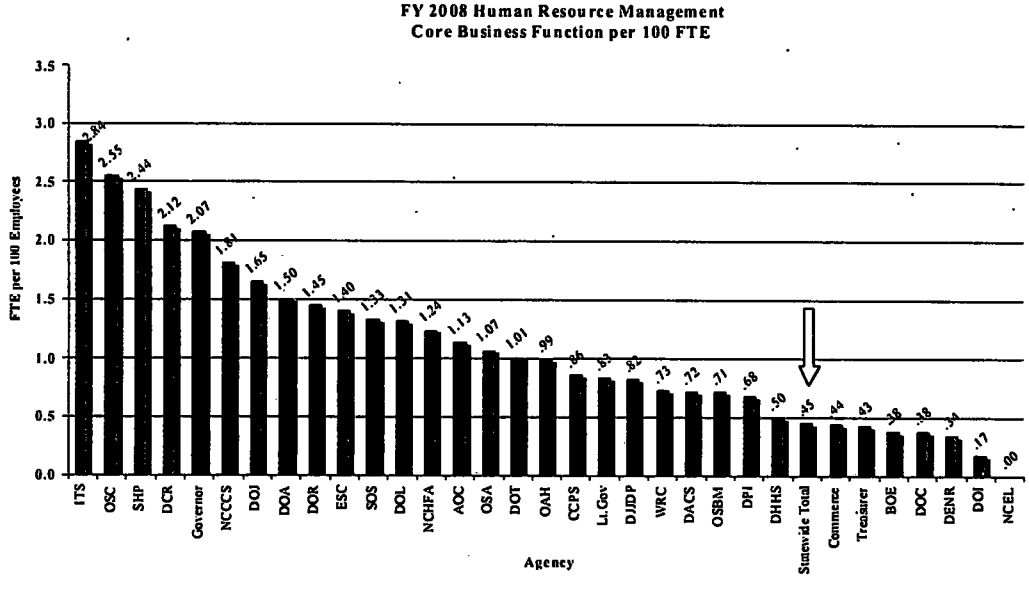


Chart 2

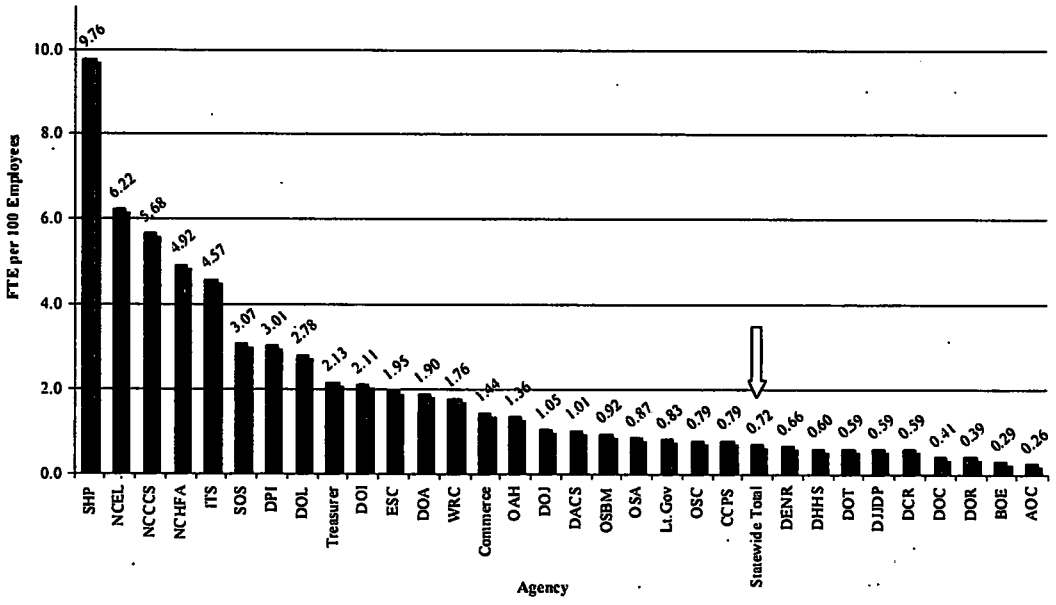


Chart 3

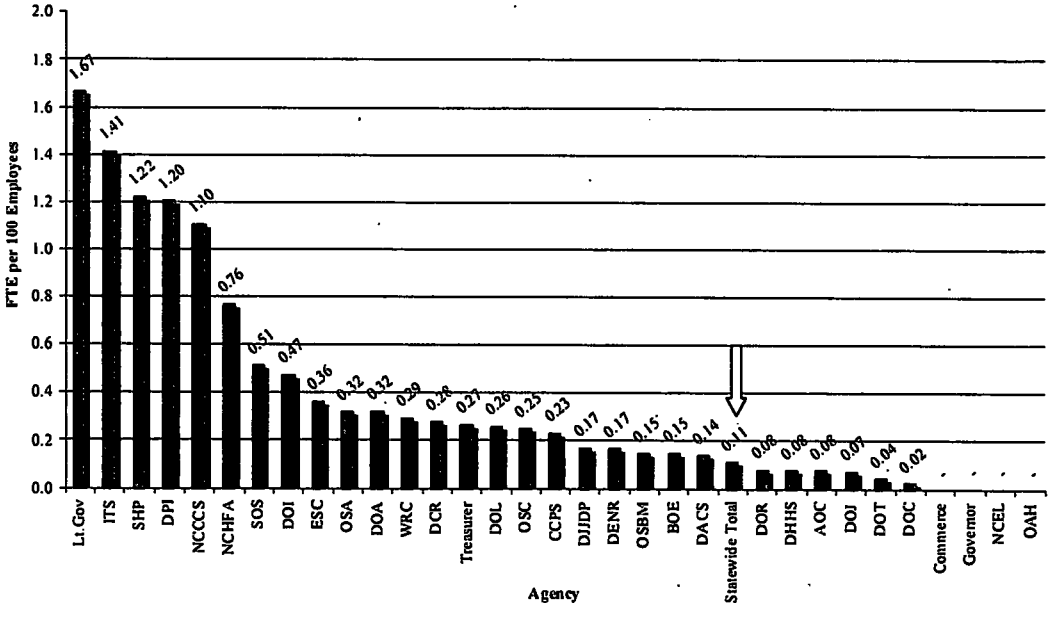


Chart 4

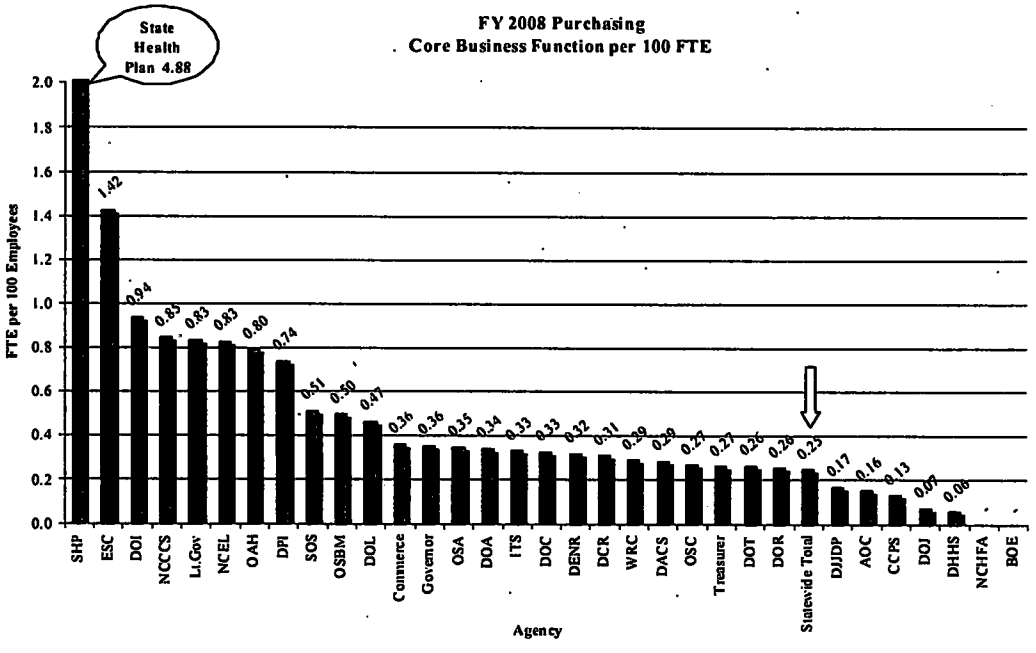


Chart 5

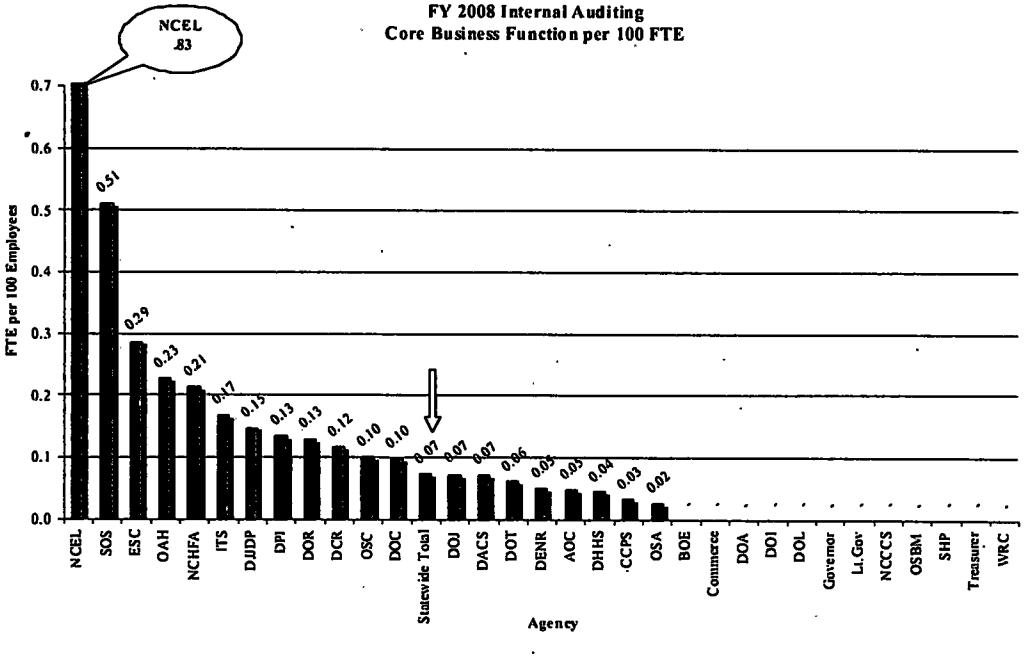


Chart 6

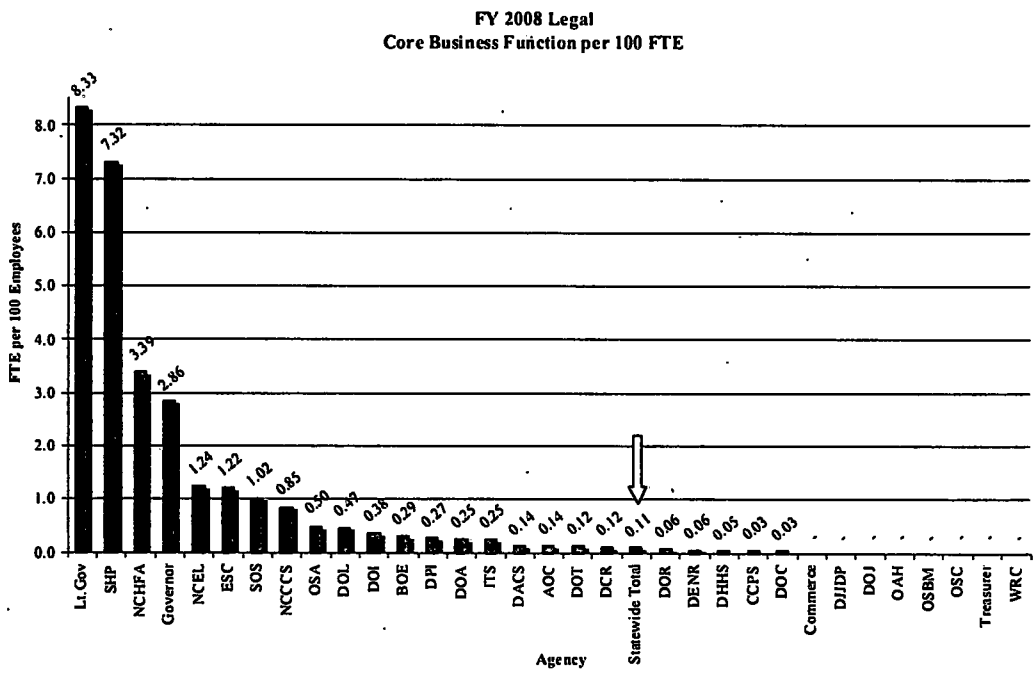


Chart 7

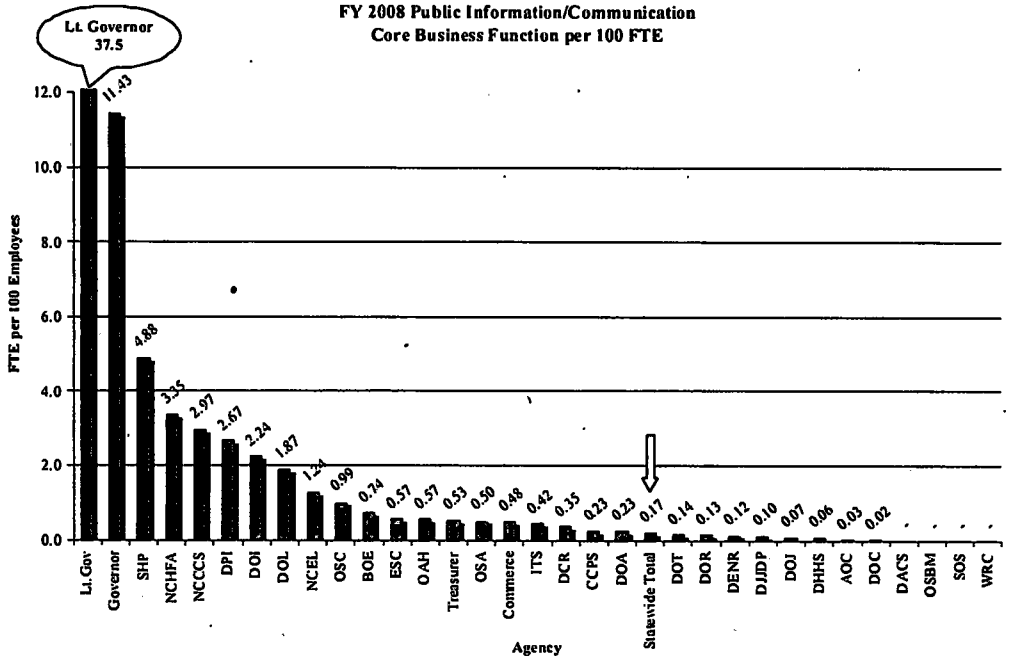


Chart 8

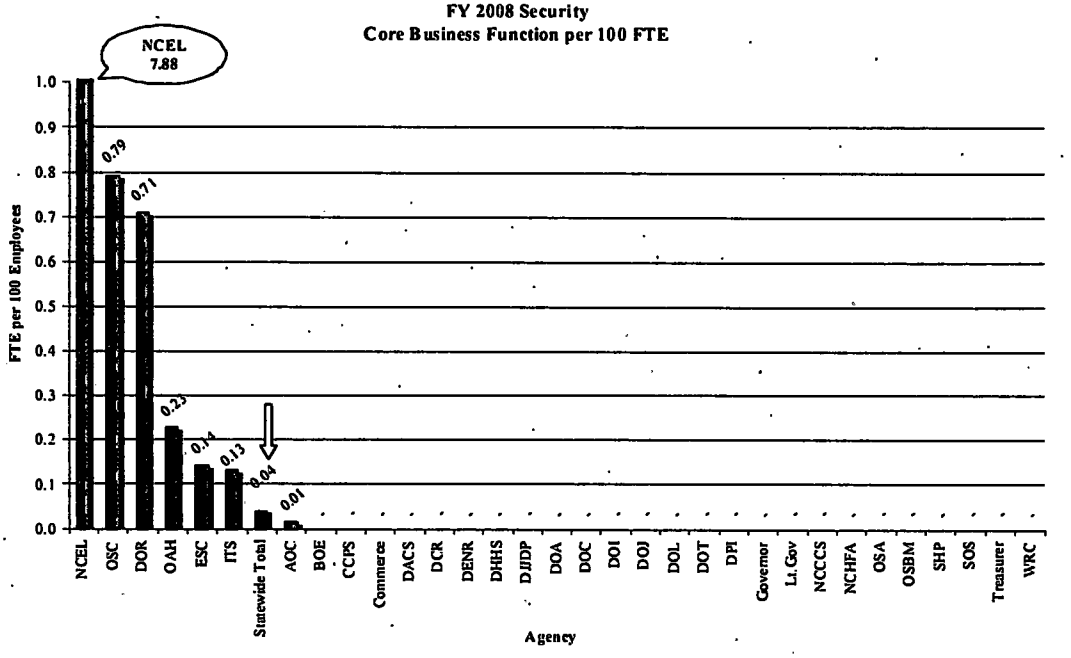
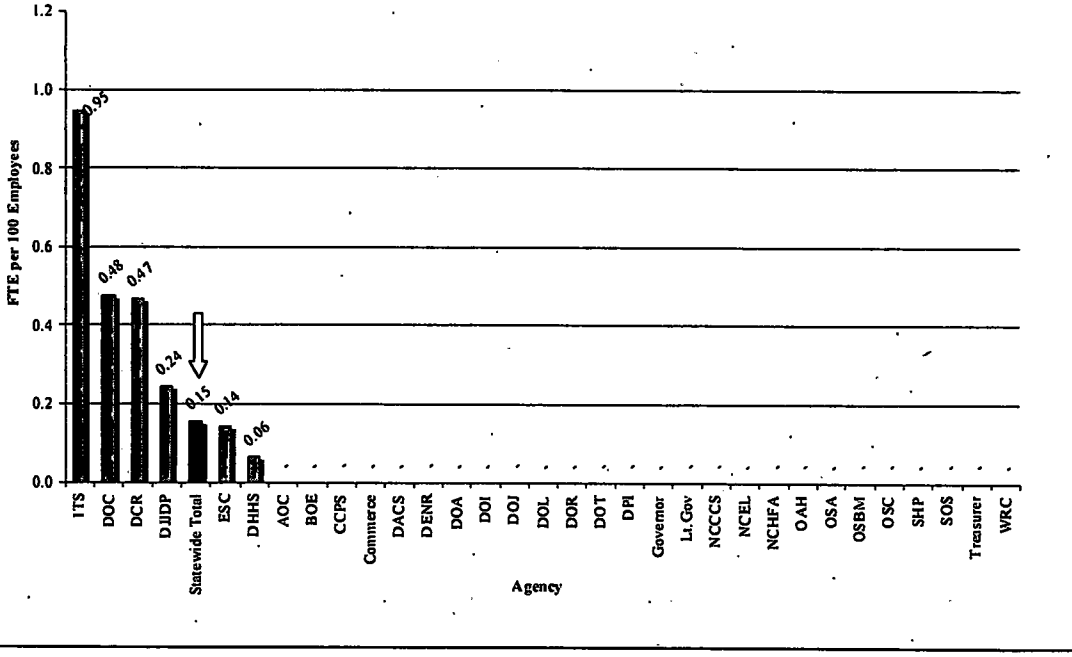


Chart 9



Contained in the Appendix are tables for each department depicting its business functions staffing as compared to the statewide staffing. Related transactional data is also included.

RECOMMENDATIONS

This second year staffing assessment provides a basis to determine the impact on agency business functions staffing prior to the implementation of future BEACON components. While no recommendations are being offered at this time, agency management would be advised to begin to determine what the future impact of these various BEACON components will be on their specific agency. Even though each agency has programs unique to that agency, management should also review how their business functions staffing compare to that of other agencies. In many agency situations, there are good reasons for significant variance from statewide metrics, but in others, the reasons are not as good.

APPENDIX

AGENCY BUSINESS FUNCTION STAFFING DATA
And
RELATED TRANSACTIONAL DATA

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Education

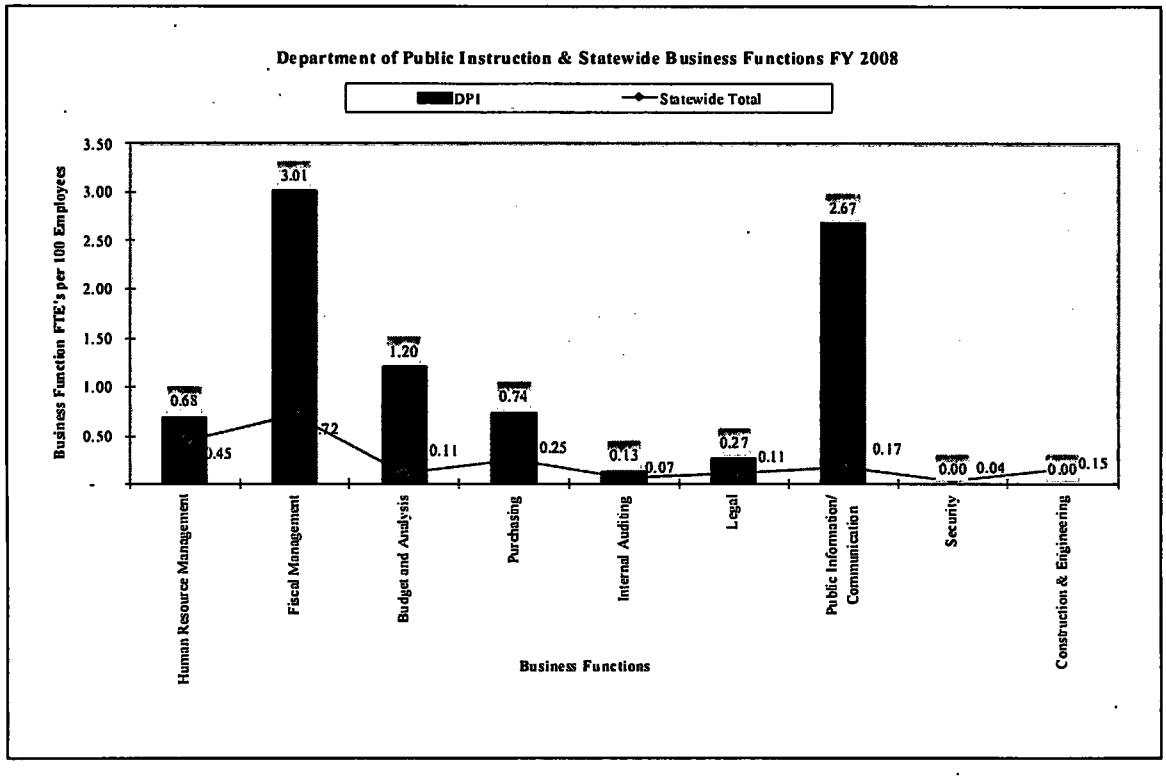
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Department: Department of Public Instruction

FY 2008 Total Expenditures	**$9,754,704,761**
Total FTE (December 2008)	**748**
FY 2008 Payroll Amount	**$58,190,202**
FY 2008 Volume of E-Procurement Purchases	**$95,715,128**
FY 2008 # of E-Procurement Orders	**4,818**
FY 2008 Accounting Transactions	**1,315,124**
FY 2008 Budget Revisions	**980**
FY 2008 Grants Disbursement to Non State Entities	**$10,037,619**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	8.00	93.47	219.98	.68	0.45
Fiscal Management	22.50	33.23	139.03	3.01	0.72
Budget and Analysis	9.00	83.08	897.15	1.20	0.11
Purchasing	5.50	135.95	394.76	.74	0.25
Internal Auditing	1.00	747.75	1,362.85	.13	0.07
Legal	2.00	373.88	879.21	.27	0.11
Public Information/Communication	20.00	37.39	577.38	2.67	0.17
Security	-	-	2,414.73	-	0.04
Construction/Engineering	-	-	645.99	-	0.15
Total	**68.00**	**11.00**	**47.73**	**9.09**	**2.10**
% BF Positions to Total Agency Positions	3.79%				2.10%

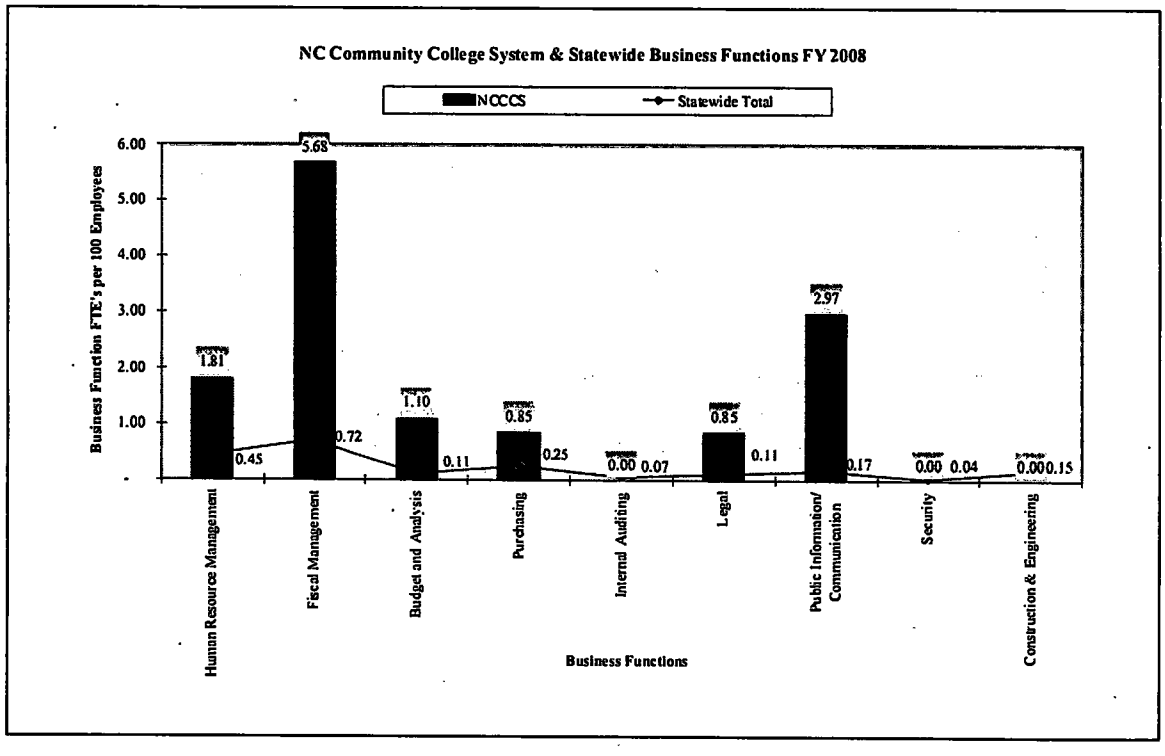


Department: Office of NC Community Colleges System

FY 2008 Total Expenditures	**$1,239,126,653**
Total FTE (December 2008)	**236**
FY 2008 Payroll Amount	**$15,569,084**
FY 2008 Volume of E-Procurement Purchases	**$16,251,360**
FY 2008 # of E-Procurement Orders	**768**
FY 2008 Accounting Transactions	**102,374**
FY 2008 Budget Revisions	**146**
FY 2008 Grants Disbursement to Non State Entities	**$851,002**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	5.00	47.20	219.98	1.81	0.45
Fiscal Management	13.40	17.61	139.03	5.68	0.72
Budget and Analysis	2.60	90.77	897.15	1.10	0.11
Purchasing	2.00	118.00	394.76	.85	0.25
Internal Auditing	-	-	1,362.85	-	0.07
Legal	2.00	118.00	879.21	.85	0.11
Public Information/Communication	7.00	33.71	577.38	2.97	0.17
Security	-	-	2,414.73	-	0.04
Construction/Engineering	-	-	645.99	-	0.15
Total	**32.00**	**7.38**	**47.73**	**13.56**	**2.10**
% BF Positions to Total Agency Positions	1.78%				2.10%



General Government

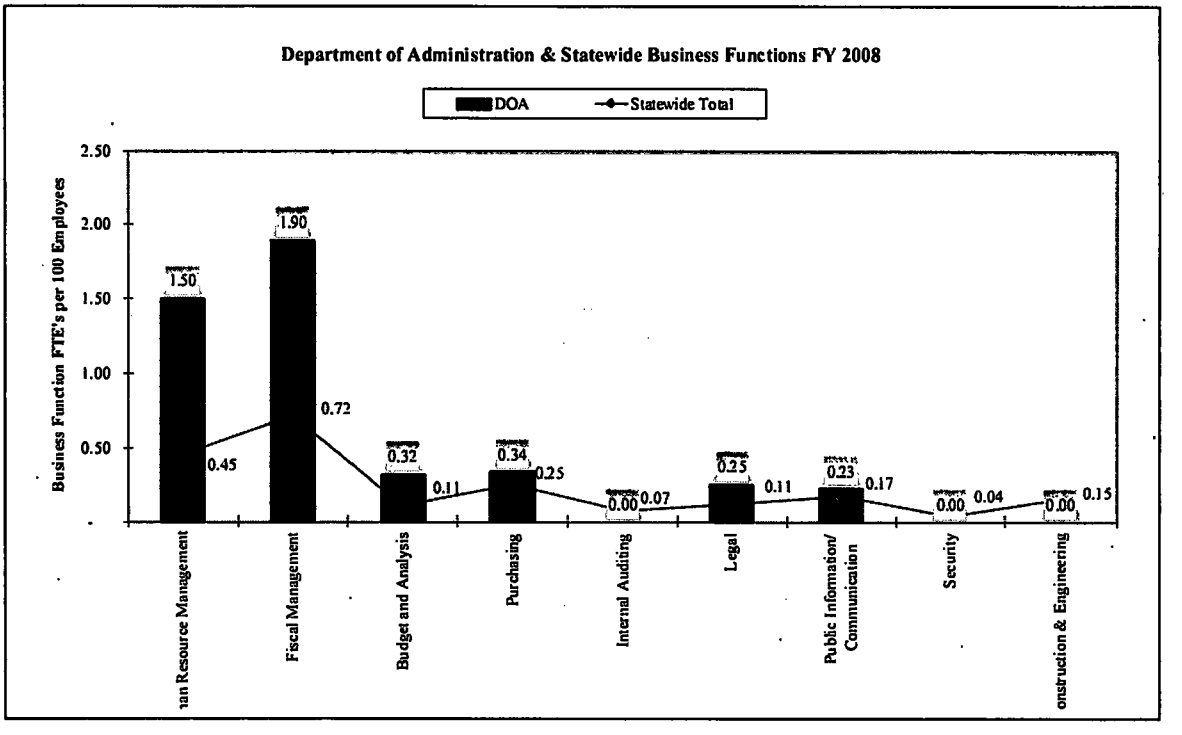
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Department: Department of Administration

FY 2008 Total Expenditures	**$210,088,956**
Total FTE (December 2008)	**970**
FY 2008 Payroll Amount	**$60,017,846**
FY 2008 Volume of E-Procurement Purchases	**$70,094,477**
FY 2008 # of E-Procurement Orders	**1,647**
FY 2008 Accounting Transactions	**1,003,648**
FY 2008 Budget Revisions	**678**
FY 2008 Grants Disbursement to Non State Entities	**$3,535,396**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	11.00	88.14	219.98	1.50	.45
Fiscal Management	18.40	52.69	139.03	1.90	.72
Budget and Analysis	3.10	312.75	897.15	.32	.11
Purchasing	3.30	293.80	394.76	.34	.25
Internal Auditing	-	-	1,362.85	-	.07
Legal	2.45	395.73	879.21	.25	.11
Public Information/Communication	2.20	440.70	577.38	.23	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**40.45**	**23.97**	**47.73**	**4.17**	**2.10**
% BF Positions to Total Agency Positions	2.25%				2.10%

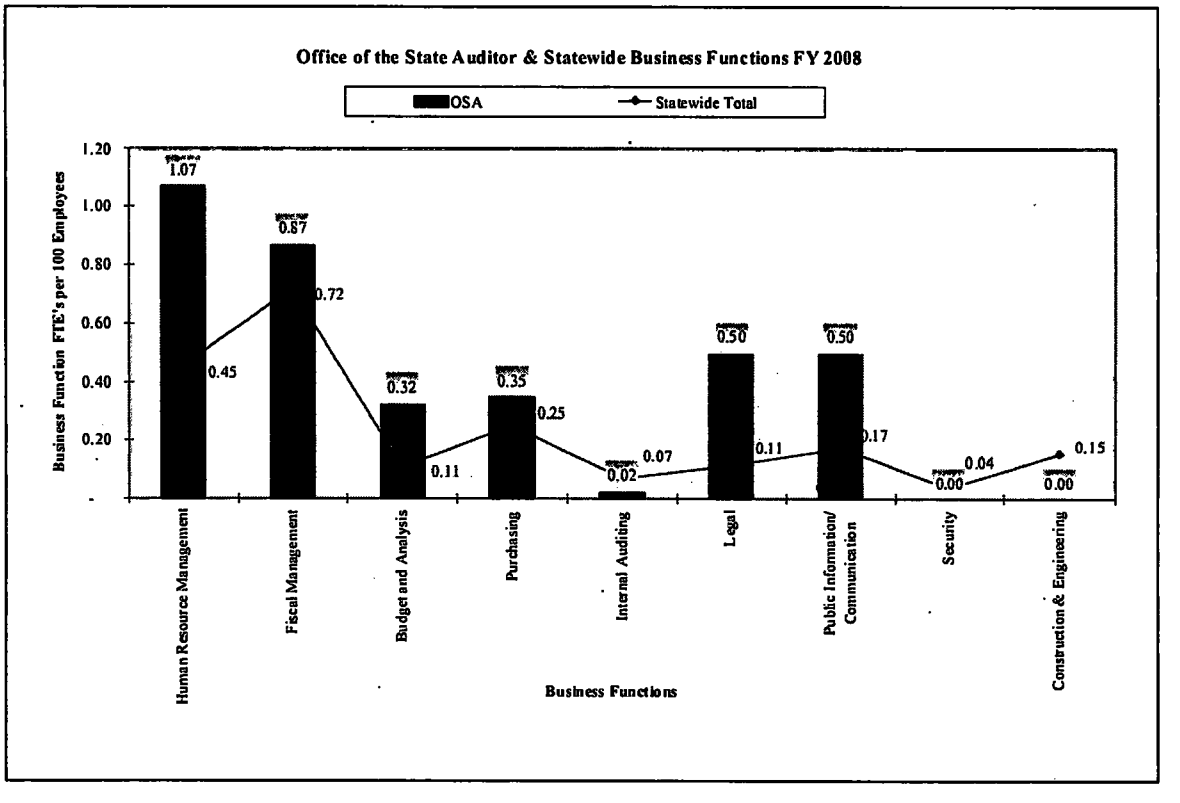


Department: Office of State Auditor

FY 2008 Total Expenditures	**$17,081,343**
Total FTE (December 2008)	**202**
FY 2008 Payroll Amount	**$13,777,697**
FY 2008 Volume of E-Procurement Purchases	**$1,431,993**
FY 2008 # of E-Procurement Orders	**212**
FY 2008 Accounting Transactions	**33,370**
FY 2008 Budget Revisions	**83**
FY 2008 Grants Disbursement to Non State Entities	**$0**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	2.50	80.80	219.98	1.07	.45
Fiscal Management	1.75	115.43	139.03	.87	.72
Budget and Analysis	.65	310.77	897.15	.32	.11
Purchasing	.70	288.57	394.76	.35	.25
Internal Auditing	.05	4,040.00	1,362.85	.02	.07
Legal	1.00	202.00	879.21	.50	.11
Public Information/Communication	1.00	202.00	577.38	.50	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**7.65**	**26.41**	**47.73**	**3.79**	**2.10**
% BF Positions to Total Agency Positions	.43%				2.10%

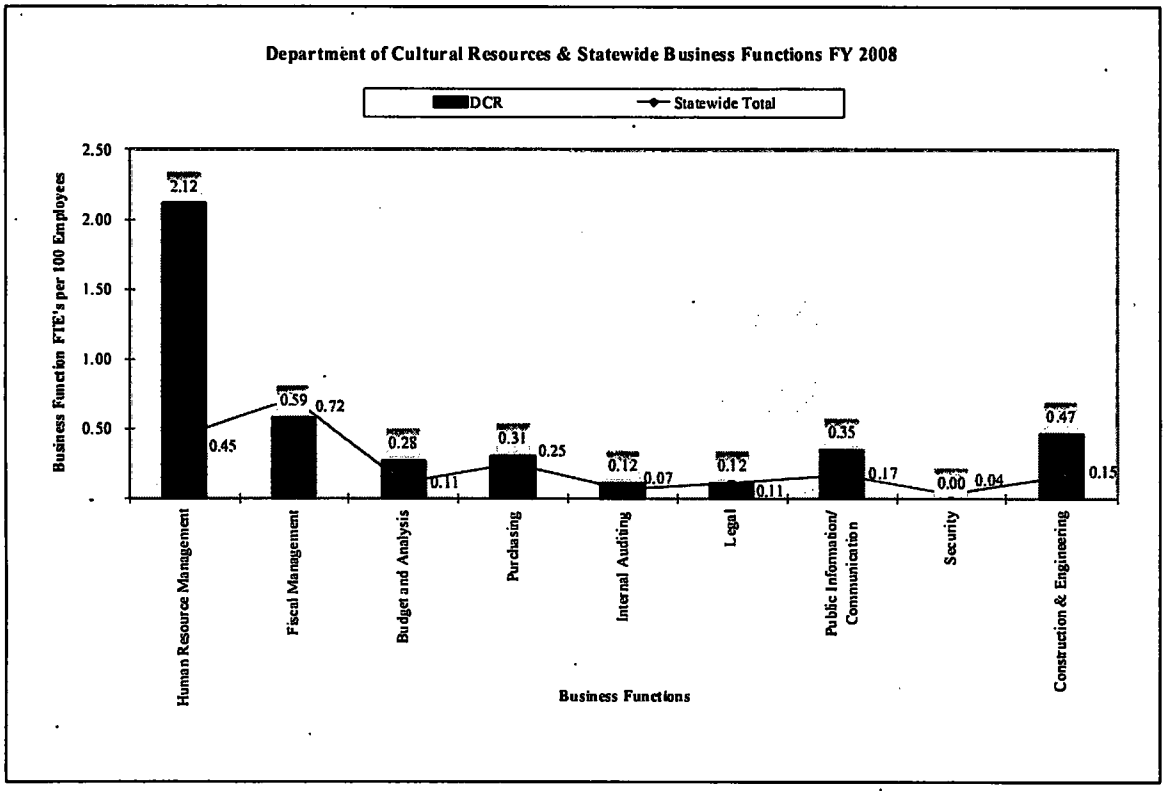


Department: Department of Cultural Resources

FY 2008 Total Expenditures	**$119,426,904**
Total FTE (December 2008)	**854**
FY 2008 Payroll Amount	**$37,963,353**
FY 2008 Volume of E-Procurement Purchases	**$4,454,852**
FY 2008 # of E-Procurement Orders	**3,087**
FY 2008 Accounting Transactions	**274,879**
FY 2008 Budget Revisions	**234**
FY 2008 Grants Disbursement to Non State Entities	**$12,031,550**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	7.00	122.06	219.98	2.12	.45
Fiscal Management	5.00	170.89	139.03	.59	.72
Budget and Analysis	2.35	363.59	897.15	.28	.11
Purchasing	2.65	322.43	394.76	.31	.25
Internal Auditing	1.00	854.43	1,362.85	.12	.07
Legal	1.00	854.43	879.21	.12	.11
Public Information/Communication	3.00	284.81	577.38	.35	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	4.00	213.61	645.99	.47	.15
Total	**26.00**	**32.86**	**47.73**	**3.04**	**2.10**
% BF Positions to Total Agency Positions	1.45%				2.10%

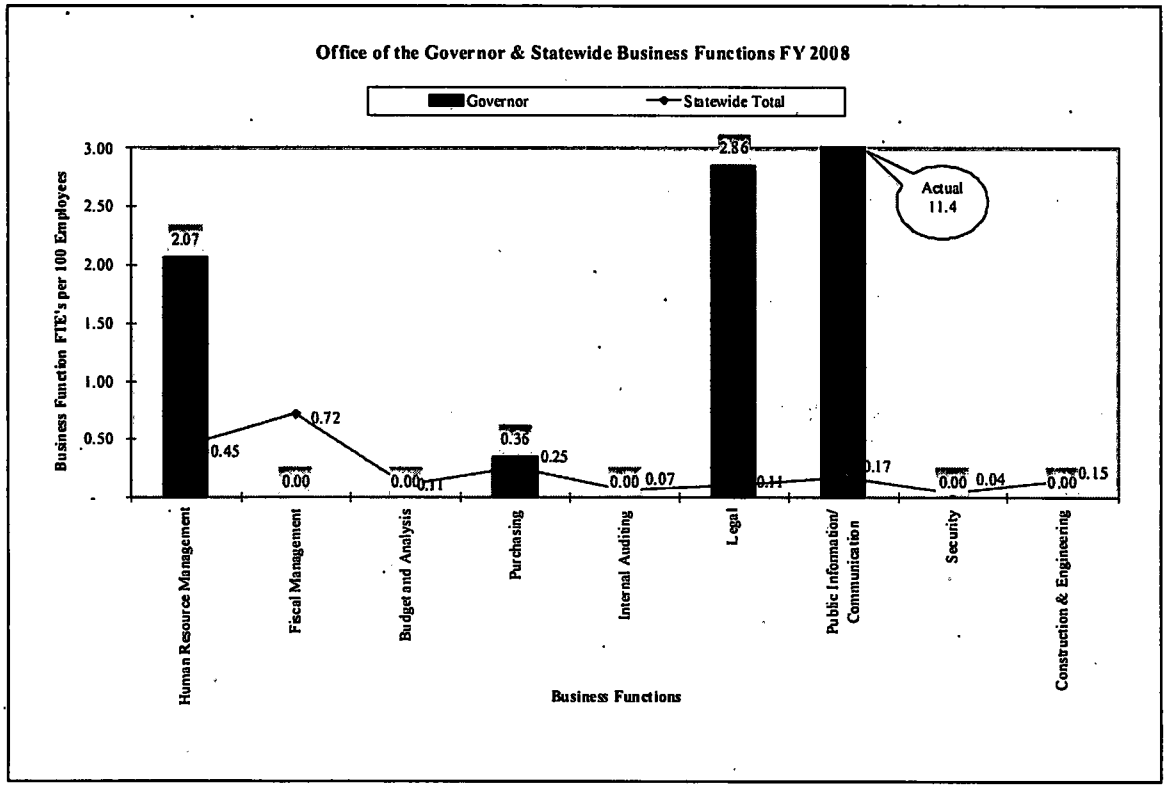


Department: Office of the Governor

FY 2008 Total Expenditures	**$198,540,391**
Total FTE (December 2008)	**70**
FY 2008 Payroll Amount	**$5,021,844**
FY 2008 Volume of E-Procurement Purchases	**$794,545**
FY 2008 # of E-Procurement Orders	**411**
FY 2008 Accounting Transactions	**46,581**
FY 2008 Budget Revisions	**100**
FY 2008 Grants Disbursement to Non State Entities	**$1,460,342**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	-	-	219.98	2.07	.45
Fiscal Management	-	-	139.03	-	.72
Budget and Analysis	-	-	897.15	-	.11
Purchasing	.25	280.08	394.76	.36	.25
Internal Auditing	-	-	1,362.85	-	.07
Legal	2.00	35.01	879.21	2.86	.11
Public Information/Communication	8.00	8.75	577.38	11.43	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**10.25**	**6.83**	**47.73**	**14.64**	**2.10**
% BF Positions to Total Agency Positions	.57%				2.10%

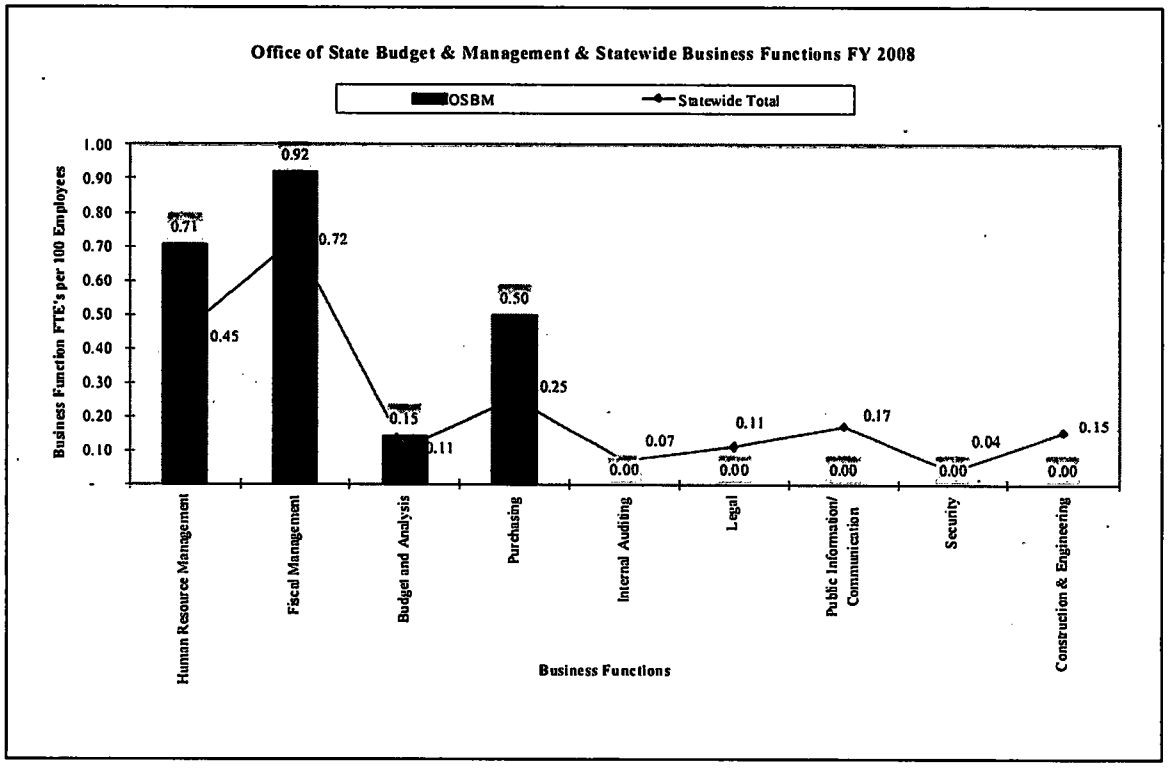


Department: Office of State Budget and Management

FY 2008 Total Expenditures	**$0**
Total FTE (December 2008)	**70**
FY 2008 Payroll Amount	**$5,502,923**
FY 2008 Volume of E-Procurement Purchases	**$0**
FY 2008 # of E-Procurement Orders	**0**
FY 2008 Accounting Transactions	**0**
FY 2008 Budget Revisions	**100**
FY 2008 Grants Disbursement to Non State Entities	**$0**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	2.53	107.41	219.98	.71	.45
Fiscal Management	2.50	108.70	139.03	.92	.72
Budget and Analysis	.40	679.35	897.15	.15	.11
Purchasing	.35	200.00	394.76	.50	.25
Internal Auditing	-	-	1,362.85	-	.07
Legal	-	-	879.21	-	.11
Public Information/Communication	-	-	577.38	-	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	.00	645.99	-	.15
Total	**5.78**	**12.11**	**47.73**	**8.26**	**2.10**
% BF Positions to Total Agency Positions	.32%				2.10%

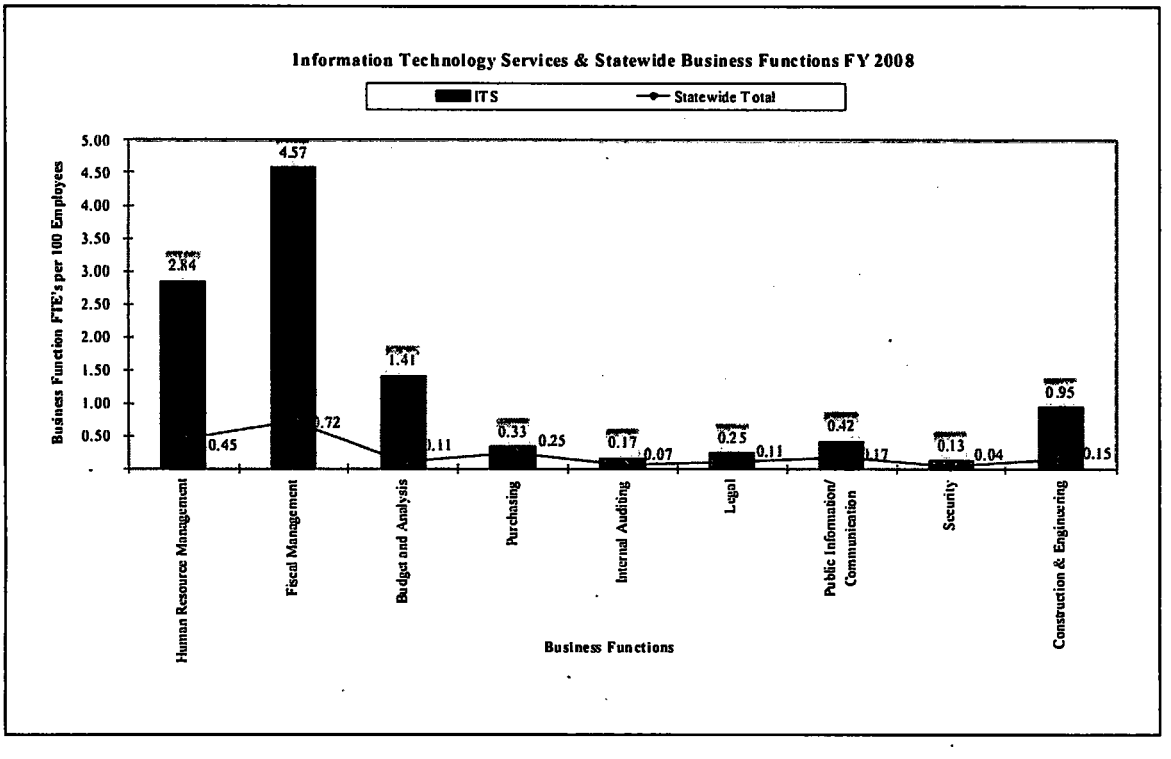


Department: Department of Information Technology Services

FY 2008 Total Expenditures	**$184,836,180**
Total FTE (December 2008)	**602**
FY 2008 Payroll Amount	**$42,732,622**
FY 2008 Volume of E-Procurement Purchases	**$91,831,714**
FY 2008 # of E-Procurement Orders	**1,107**
FY 2008 Accounting Transactions	**1,232,695**
FY 2008 Budget Revisions	**14**
FY 2008 Grants Disbursement to Non State Entities	**$0**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	8.70	69.20	219.98	2.84	.45
Fiscal Management	27.50	21.89	139.03	4.57	.72
Budget and Analysis	8.50	70.82	897.15	1.41	.11
Purchasing	2.00	301.00	394.76	.33	.25
Internal Auditing	1.00	602.00	1,362.85	.17	.07
Legal	1.50	401.33	879.21	.25	.11
Public Information/Communication	2.50	240.80	577.38	.42	.17
Security	.80	752.50	2,414.73	.13	.04
Construction/Engineering	5.70	105.61	645.99	.95	.15
Total	**58.20**	**10.34**	**47.73**	**9.67**	**2.10**
% BF Positions to Total Agency Positions	3.24%				2.10%

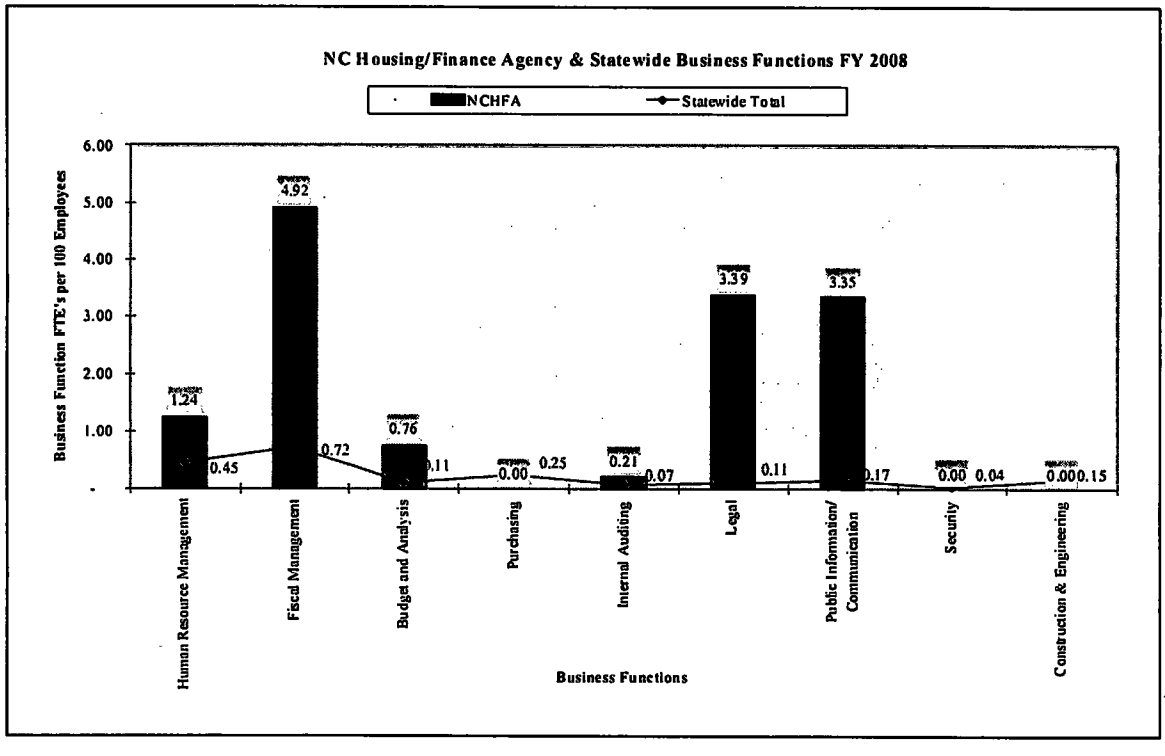


Department: NC Housing Finance Agency

FY 2008 Total Expenditures	**$53,900,985**
Total FTE (December 2008)	**118**
FY 2008 Payroll Amount	**$3,737,672**
FY 2008 Volume of E-Procurement Purchases	**$0**
FY 2008 # of E-Procurement Orders	**0**
FY 2008 Accounting Transactions	**3,331**
FY 2008 Budget Revisions	**26**
FY 2008 Grants Disbursement to Non State Entities	**$103,589**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	1.95	60.51	219.98	1.24	.45
Fiscal Management	5.80	20.34	139.03	4.92	.72
Budget and Analysis	.90	131.11	897.15	.76	.11
Purchasing	-	-	394.76	-	.25
Internal Auditing	.25	472.00	1,362.85	.21	.07
Legal	4.00	29.50	879.21	3.39	.11
Public Information/Communication	3.95	29.87	577.38	3.35	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**16.85**	**7.00**	**47.73**	**14.28**	**2.10**
% BF Positions to Total Agency Positions	.94%				2.10%

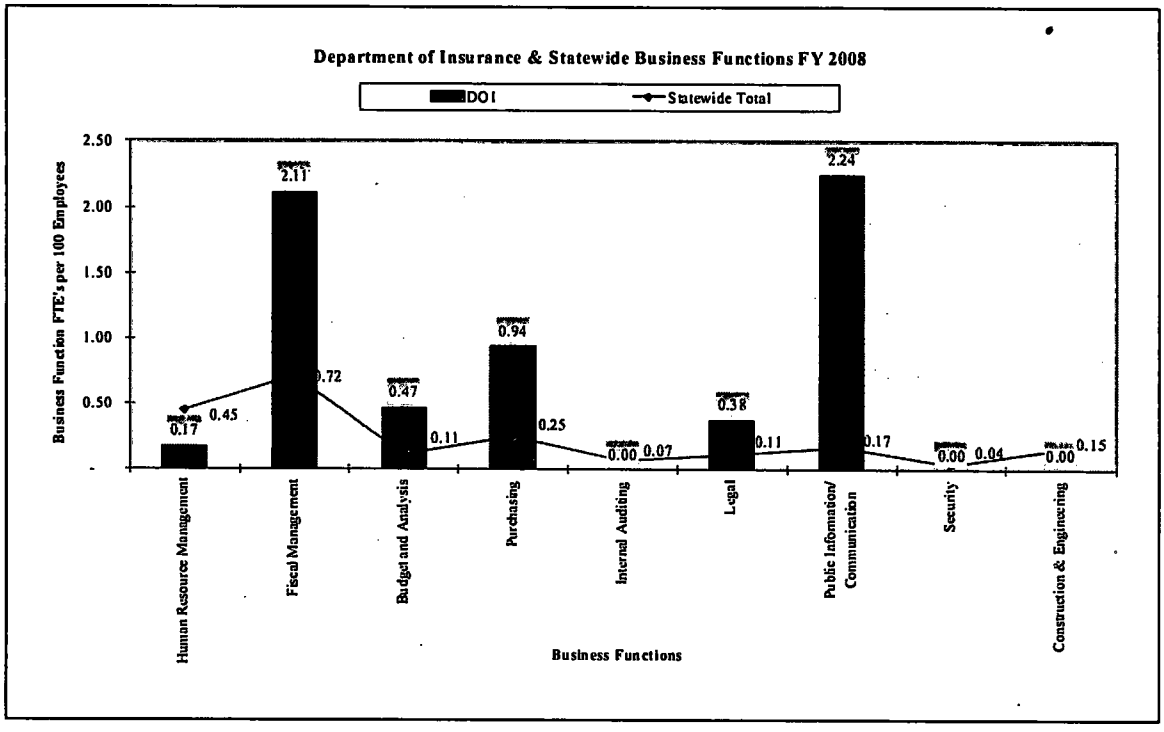


Department: Department of Insurance

FY 2008 Total Expenditures	**$83,153,501**
Total FTE (December 2008)	**426**
FY 2008 Payroll Amount	**$27,056,827**
FY 2008 Volume of E-Procurement Purchases	**$3,813,185**
FY 2008 # of E-Procurement Orders	**1,572**
FY 2008 Accounting Transactions	**158,430**
FY 2008 Budget Revisions	**455**
FY 2008 Grants Disbursement to Non State Entities	**$5,862,895**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	5.60	76.14	219.98	.17	.45
Fiscal Management	9.00	47.38	139.03	2.11	.72
Budget and Analysis	2.00	213.20	897.15	.47	.11
Purchasing	4.00	106.60	394.76	.94	.25
Internal Auditing	-	-	1,362.85	-	.07
Legal	1.60	266.50	879.21	.38	.11
Public Information/Communication	9.57	44.56	577.38	2.24	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**31.77**	**13.42**	**47.73**	**7.45**	**2.10**
% BF Positions to Total Agency Positions	1.77%				2.10%

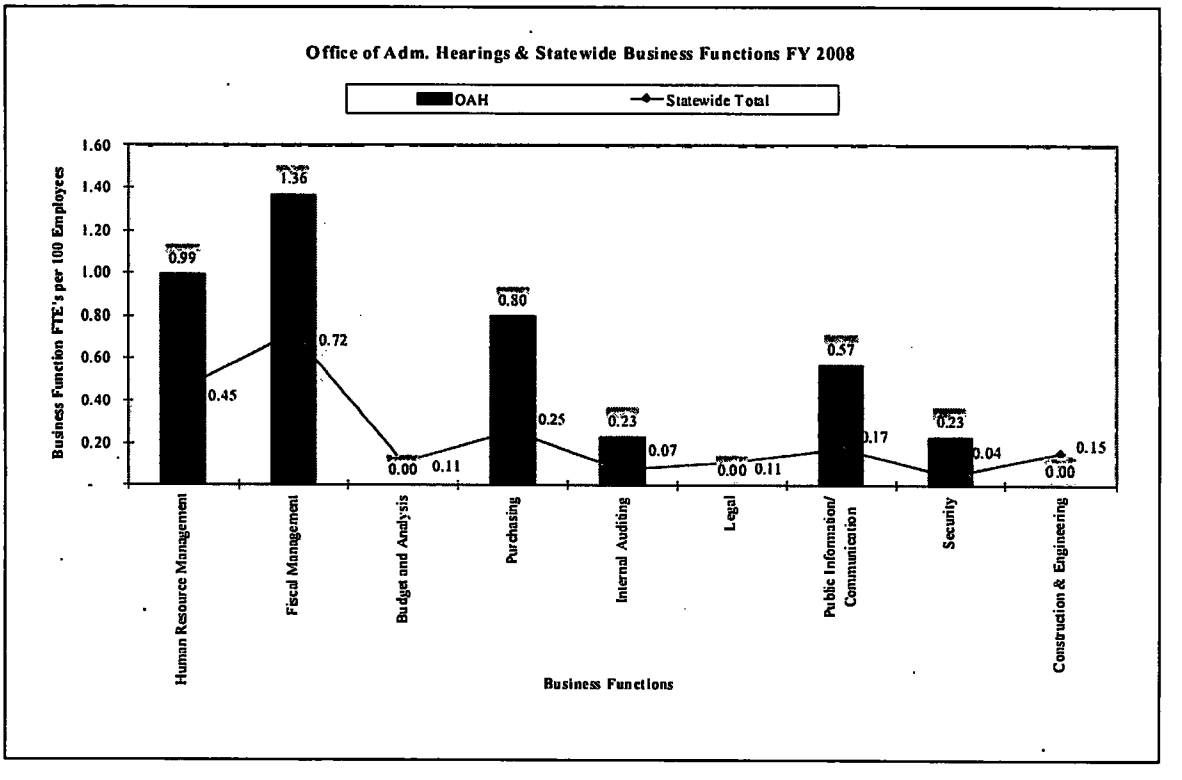


Department: Office of Administrative Hearings

FY 2008 Total Expenditures	**$3,382,982**
Total FTE (December 2008)	**44**
FY 2008 Payroll Amount	**$2,853,866**
FY 2008 Volume of E-Procurement Purchases	**$268,432**
FY 2008 # of E-Procurement Orders	**67**
FY 2008 Accounting Transactions	**11,181**
FY 2008 Budget Revisions	**43**
FY 2008 Grants Disbursement to Non State Entities	**$0**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	1.25	35.20	219.98	.99	.45
Fiscal Management	.60	73.33	139.03	1.36	.72
Budget and Analysis	-	-	897.15	-	.11
Purchasing	.35	125.71	394.76	.80	.25
Internal Auditing	.10	440.00	1,362.85	.23	.07
Legal	-	-	879.21	-	.11
Public Information/Communication	.25	176.00	577.38	.57	.17
Security	.10	440.00	2,414.73	.23	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**2.65**	**16.60**	**47.73**	**6.02**	**2.10**
% BF Positions to Total Agency Positions	.15%				2.10%

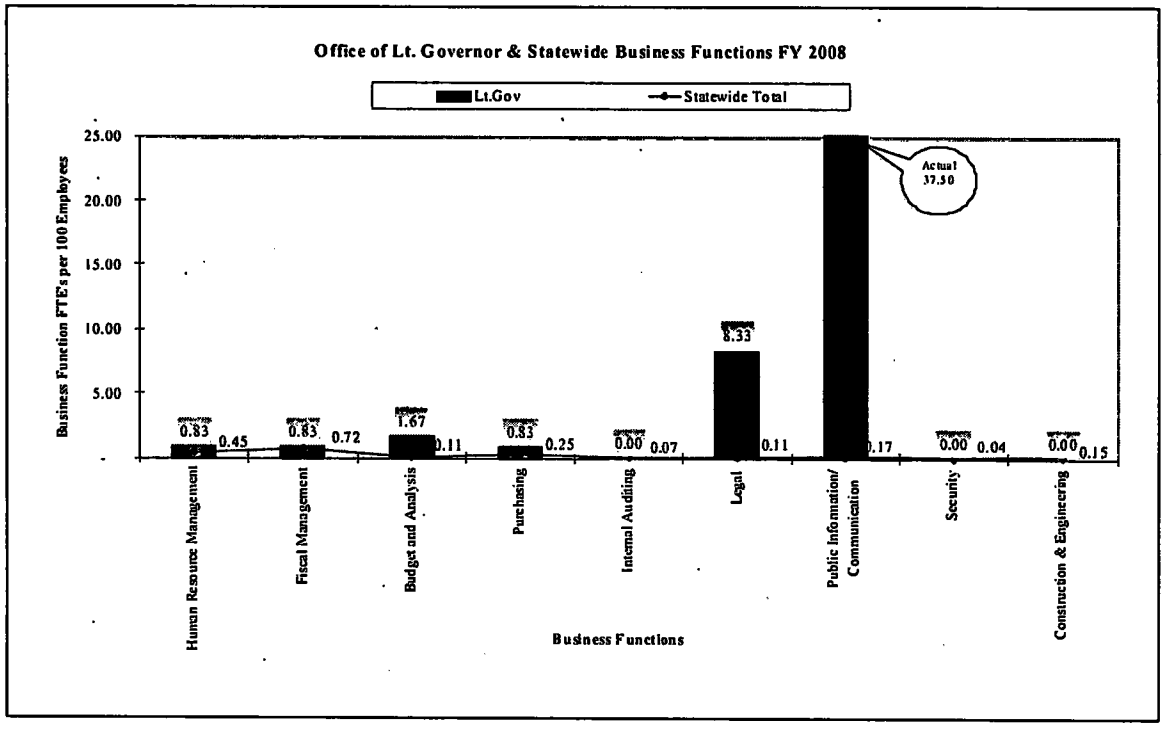


Department: Office of Lt. Governor

FY 2008 Total Expenditures	**$974,150**
Total FTE (December 2008)	**12**
FY 2008 Payroll Amount	**$885,200**
FY 2008 Volume of E-Procurement Purchases	**$0**
FY 2008 # of E-Procurement Orders	**0**
FY 2008 Accounting Transactions	**2,888**
FY 2008 Budget Revisions	**27**
FY 2008 Grants Disbursement to Non State Entities	**$0**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	.10	120.00	219.98	.83	.45
Fiscal Management	.10	120.00	139.03	.83	.72
Budget and Analysis	.20	60.00	897.15	1.67	.11
Purchasing	.10	120.00	394.76	.83	.25
Internal Auditing	-	-	1,362.85	-	.07
Legal	1.00	12.00	879.21	8.33	.11
Public Information/Communication	4.50	2.67	577.38	37.50	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**6.00**	**2.00**	**47.73**	**50.00**	**2.10**
% BF Positions to Total Agency Positions	.33%				2.10%

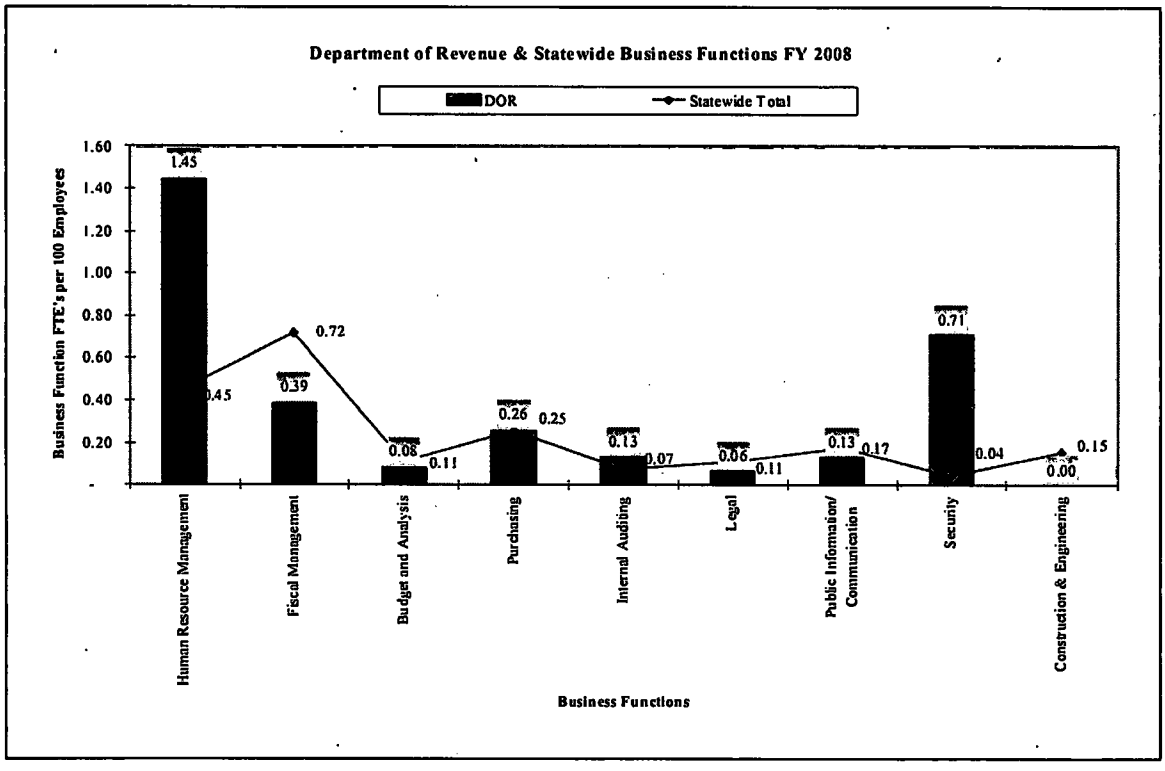


Department: Department of Revenue

FY 2008 Total Expenditures	**$153,379,746**
Total FTE (December 2008)	**1,550**
FY 2008 Payroll Amount	**$83,485,926**
FY 2008 Volume of E-Procurement Purchases	**$6,137,915**
FY 2008 # of E-Procurement Orders	**701**
FY 2008 Accounting Transactions	**213,354**
FY 2008 Budget Revisions	**163**
FY 2008 Grants Disbursement to Non State Entities	**$0**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	11.00	140.93	219.98	1.45	.45
Fiscal Management	6.00	258.38	139.03	.39	.72
Budget and Analysis	1.25	1,240.20	897.15	.08	.11
Purchasing	4.00	387.56	394.76	.26	.25
Internal Auditing	2.00	775.13	1,362.85	.13	.07
Legal	1.00	1,550.25	879.21	.06	.11
Public Information/Communication	2.00	775.13	577.38	.13	.17
Security	11.00	140.93	2,414.73	.71	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**38.25**	**40.53**	**47.73**	**2.47**	**2.10**
% BF Positions to Total Agency Positions	2.13%				2.10%

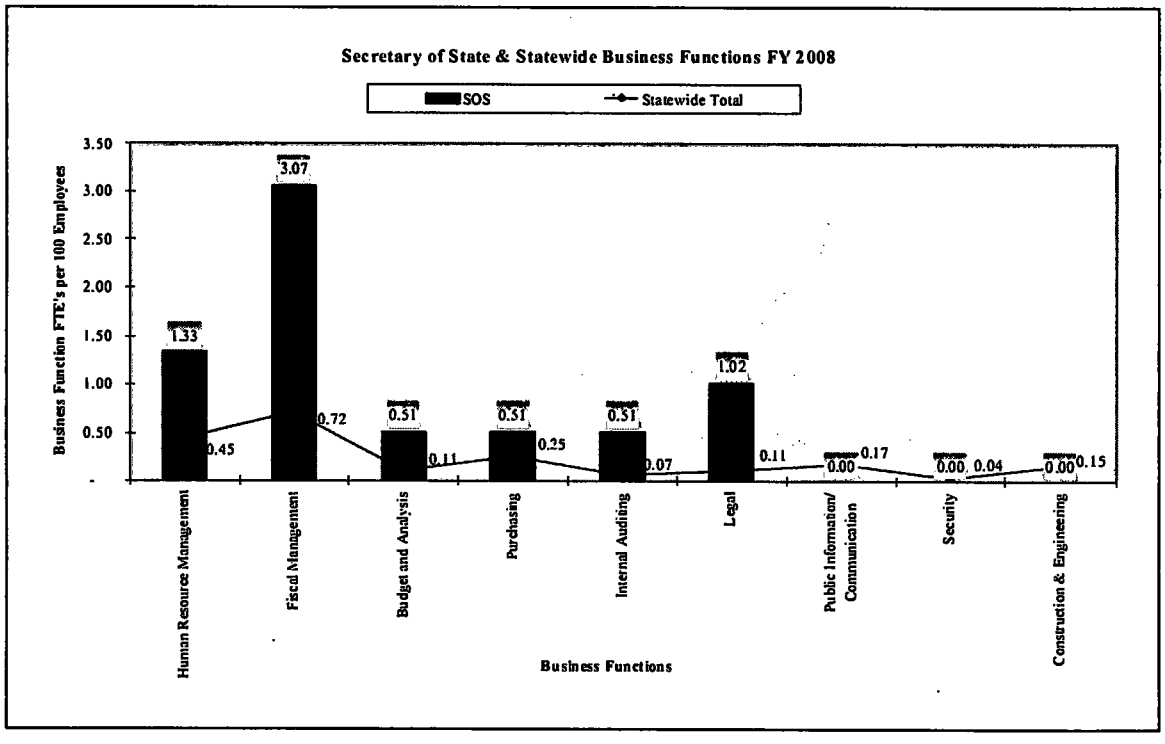


Department: Department of Secretary of State

FY 2008 Total Expenditures	**$12,015,593**
Total FTE (December 2008)	**196**
FY 2008 Payroll Amount	**$8,696,703**
FY 2008 Volume of E-Procurement Purchases	**$1,080,354**
FY 2008 # of E-Procurement Orders	**385**
FY 2008 Accounting Transactions	**53,504**
FY 2008 Budget Revisions	**68**
FY 2008 Grants Disbursement to Non State Entities	**$0**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	5.00	39.15	219.98	1.33	.45
Fiscal Management	6.00	32.63	139.03	3.07	.72
Budget and Analysis	1.00	195.75	897.15	.51	.11
Purchasing	1.00	195.75	394.76	.51	.25
Internal Auditing	1.00	195.75	1,362.85	.51	.07
Legal	2.00	97.88	879.21	1.02	.11
Public Information/Communication	-	-	577.38	-	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**16.00**	**12.23**	**47.73**	**8.17**	**2.10**
% BF Positions to Total Agency Positions	.89%				2.10%

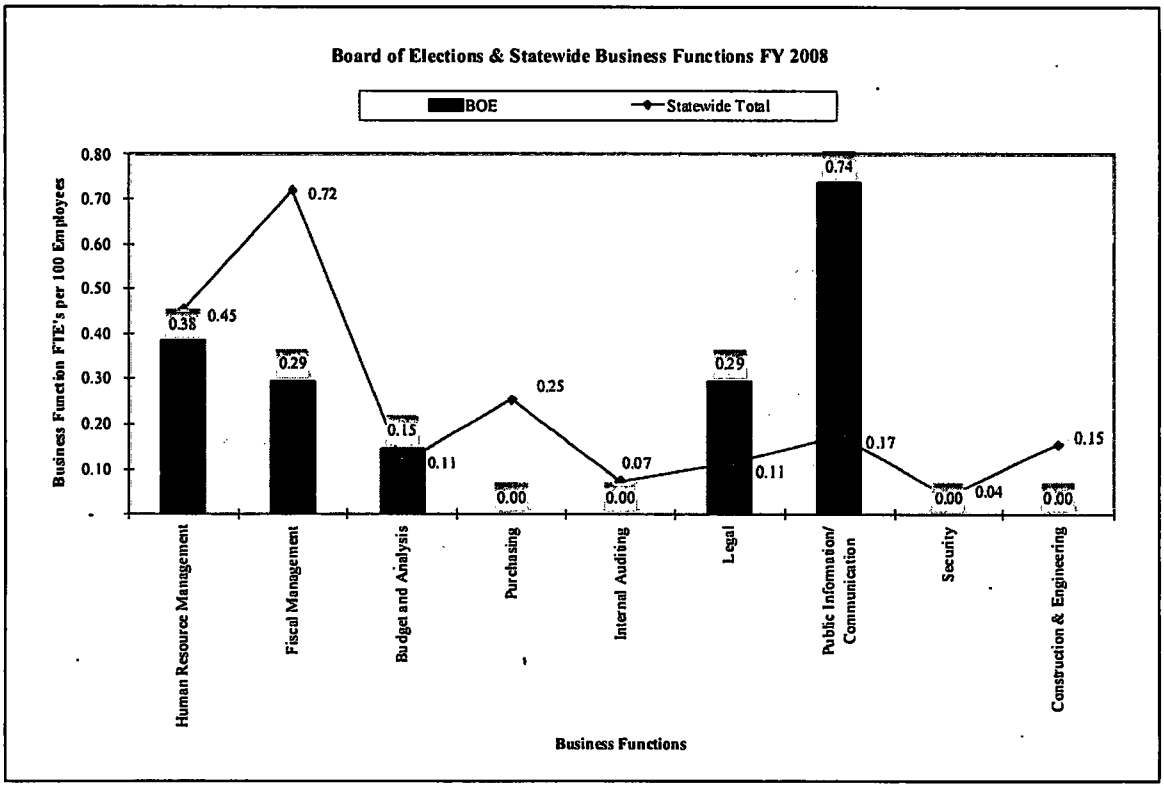


Department: NC Board of Elections

FY 2008 Total Expenditures	**$21,144,454**
Total FTE (December 2008)	**68**
FY 2008 Payroll Amount	**$3,606,842**
FY 2008 Volume of E-Procurement Purchases	**$7,951,385**
FY 2008 # of E-Procurement Orders	**204**
FY 2008 Accounting Transactions	**0**
FY 2008 Budget Revisions	**67**
FY 2008 Grants Disbursement to Non State Entities	**$0**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	.30	226.67	219.98	.38	.45
Fiscal Management	.20	340.00	139.03	.29	.72
Budget and Analysis	.10	680.00	897.15	.15	.11
Purchasing	-	-	394.76	-	.25
Internal Auditing	-	-	1,362.85	-	.07
Legal	.20	340.00	879.21	.29	.11
Public Information/Communication	.50	136.00	577.38	.74	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**1.30**	**52.31**	**47.73**	**1.91**	**2.10**
% BF Positions to Total Agency Positions	.07%				2.10%

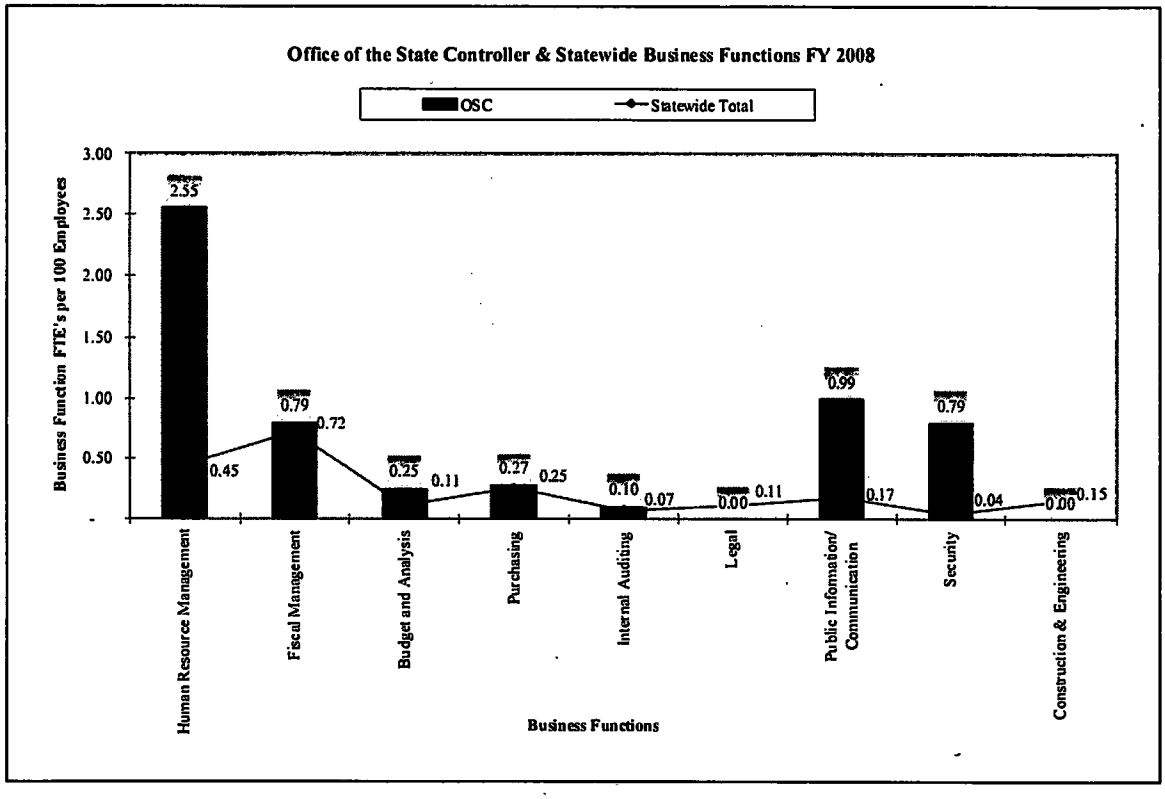


Department: Office of State Controller

FY 2008 Total Expenditures	**$62,126,542**
Total FTE (December 2008)	**202**
FY 2008 Payroll Amount	**$13,370,026**
FY 2008 Volume of E-Procurement Purchases	**$15,740,569**
FY 2008 # of E-Procurement Orders	**174**
FY 2008 Accounting Transactions	**251,993**
FY 2008 Budget Revisions	**152**
FY 2008 Grants Disbursement to Non State Entities	**$0**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	2.00	100.87	219.98	2.55	.45
Fiscal Management	1.60	126.09	139.03	.79	.72
Budget and Analysis	.50	403.48	897.15	.25	.11
Purchasing	.55	366.80	394.76	.27	.25
Internal Auditing	.20	1,008.70	1,362.85	.10	.07
Legal	-	-	879.21	-	.11
Public Information/Communication	2.00	100.87	577.38	.99	.17
Security	1.60	126.09	2,414.73	.79	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**8.45**	**23.87**	**47.73**	**4.19**	**2.10**
% BF Positions to Total Agency Positions	.47%				2.10%

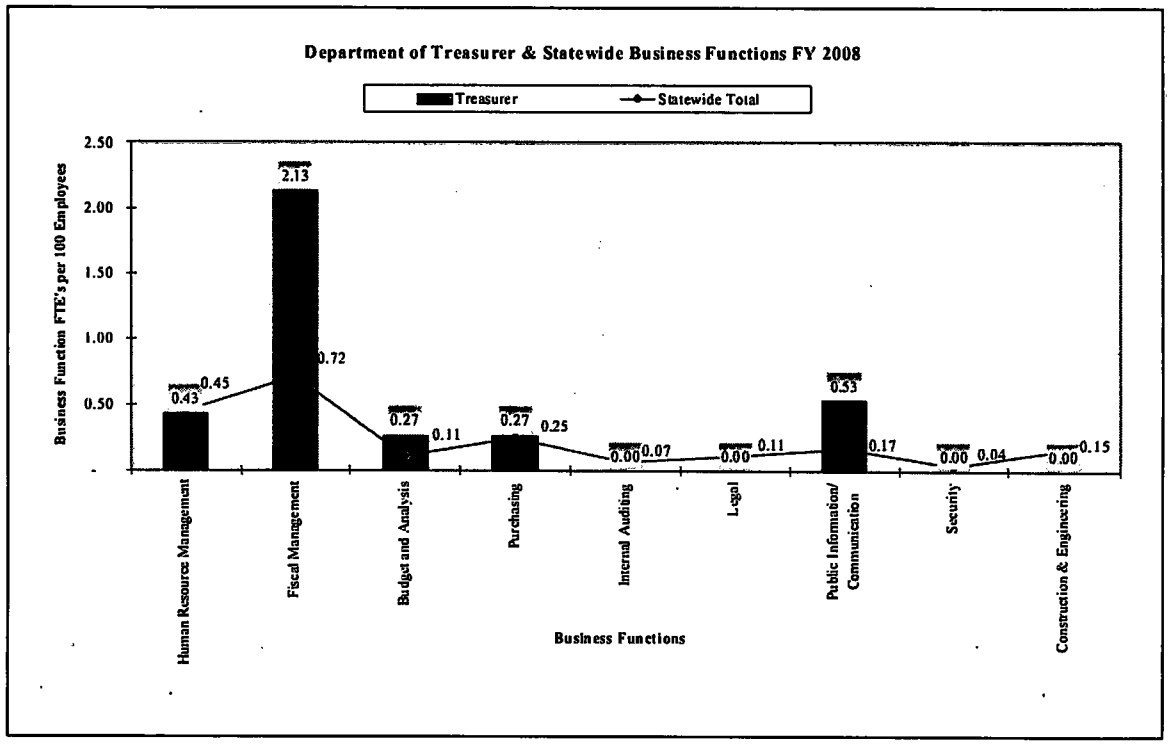


Department: Department of State Treasurer

FY 2008 Total Expenditures	**$9,958,639,908**
Total FTE (December 2008)	**376**
FY 2008 Payroll Amount	**$20,206,712**
FY 2008 Volume of E-Procurement Purchases	**$9,494,042**
FY 2008 # of E-Procurement Orders	**961**
FY 2008 Accounting Transactions	**148,076**
FY 2008 Budget Revisions	**221**
FY 2008 Grants Disbursement to Non State Entities	**$6,330,868**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	5.00	75.20	219.98	.43	.45
Fiscal Management	8.00	47.00	139.03	2.13	.72
Budget and Analysis	1.00	376.00	897.15	.27	.11
Purchasing	1.00	376.00	394.76	.27	.25
Internal Auditing	-	-	1,362.85	-	.07
Legal	-	-	879.21	-	.11
Public Information/Communication	2.00	188.00	577.38	.53	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**17.00**	**22.12**	**47.73**	**4.52**	**2.10**
% BF Positions to Total Agency Positions	.95%				2.10%



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Health and Human Services

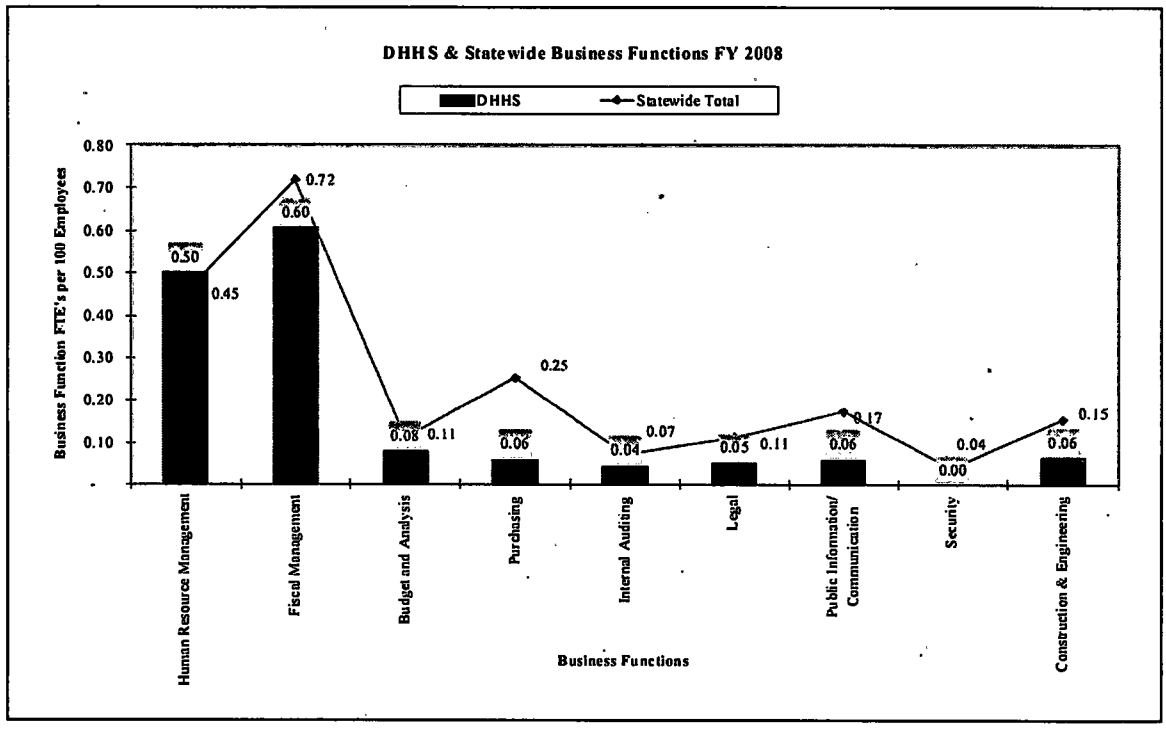
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Department: Department of Health and Human Resources

FY 2008 Total Expenditures	**$15,772,740,354**
Total FTE (December 2008)	**20,005**
FY 2008 Payroll Amount	**$907,605,332**
FY 2008 Volume of E-Procurement Purchases	**$167,663,191**
FY 2008 # of E-Procurement Orders	**33,576**
FY 2008 Accounting Transactions	**11,825,809**
FY 2008 Budget Revisions	**4394**
FY 2008 Grants Disbursement to Non State Entities	**$220,811,785**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	35.00	571.58	219.98	.50	.45
Fiscal Management	121.00	165.33	139.03	.60	.72
Budget and Analysis	16.00	1,250.32	897.15	.08	.11
Purchasing	12.00	1,667.10	394.76	.06	.25
Internal Auditing	9.00	2,222.80	1,362.85	.04	.07
Legal	10.25	1,951.73	879.21	.05	.11
Public Information/Communication	12.00	1,667.10	577.38	.06	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	13.00	1,538.86	645.99	.06	.15
Total	**228.25**	**87.65**	**47.73**	**1.14**	**2.10**
% BF Positions to Total Agency Positions	2.51%				2.10%



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Justice and Public Saftey

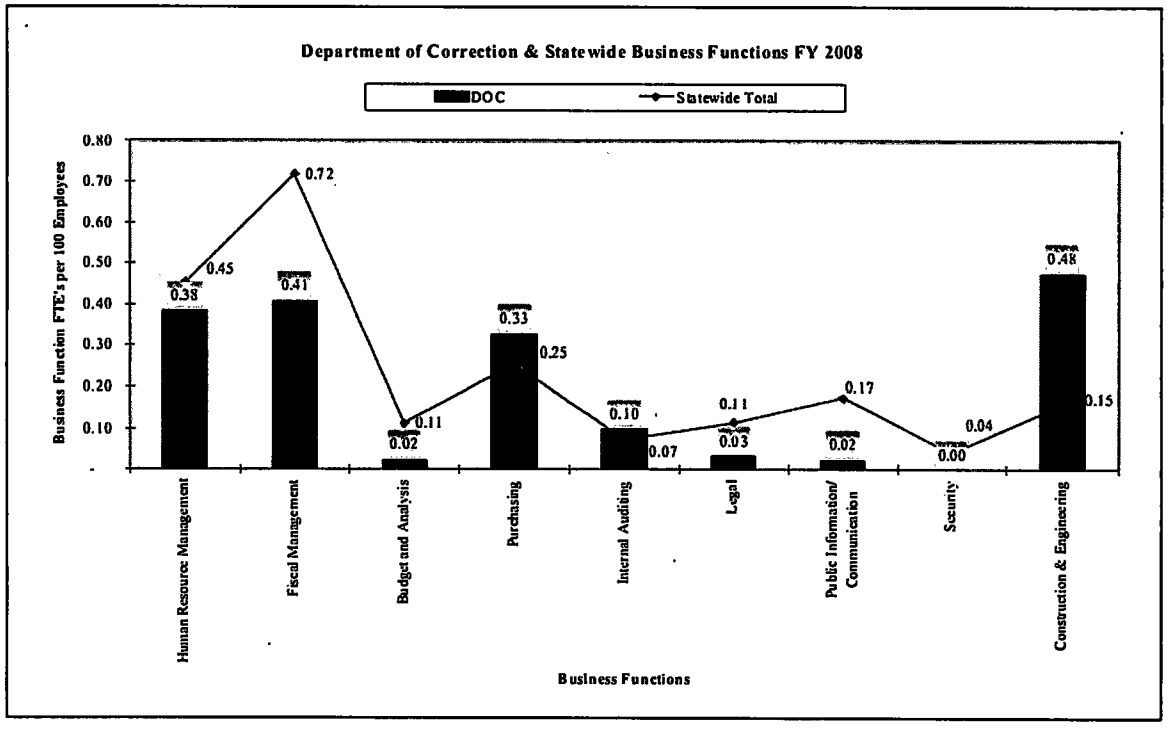
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Department: Department of Correction

FY 2008 Total Expenditures	**$1,467,814,384**
Total FTE (December 2008)	**21,609**
FY 2008 Payroll Amount	**$876,018,088**
FY 2008 Volume of E-Procurement Purchases	**$354,808,341**
FY 2008 # of E-Procurement Orders	**20,721**
FY 2008 Accounting Transactions	**9,461,622**
FY 2008 Budget Revisions	**1099**
FY 2008 Grants Disbursement to Non State Entities	**$2,176,293**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	73.00	296.01	219.98	.38	.45
Fiscal Management	88.00	245.56	139.03	.41	.72
Budget and Analysis	5.00	4,321.80	897.15	.02	.11
Purchasing	71.00	304.35	394.76	.33	.25
Internal Auditing	21.00	1,029.00	1,362.85	.10	.07
Legal	7.00	3,087.00	879.21	.03	.11
Public Information/Communication	5.00	4,321.80	577.38	.02	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	103.00	209.80	645.99	.48	.15
Total	**373.00**	**57.93**	**47.73**	**1.73**	**2.10**
% BF Positions to Total Agency Positions	20.77%				2.10%

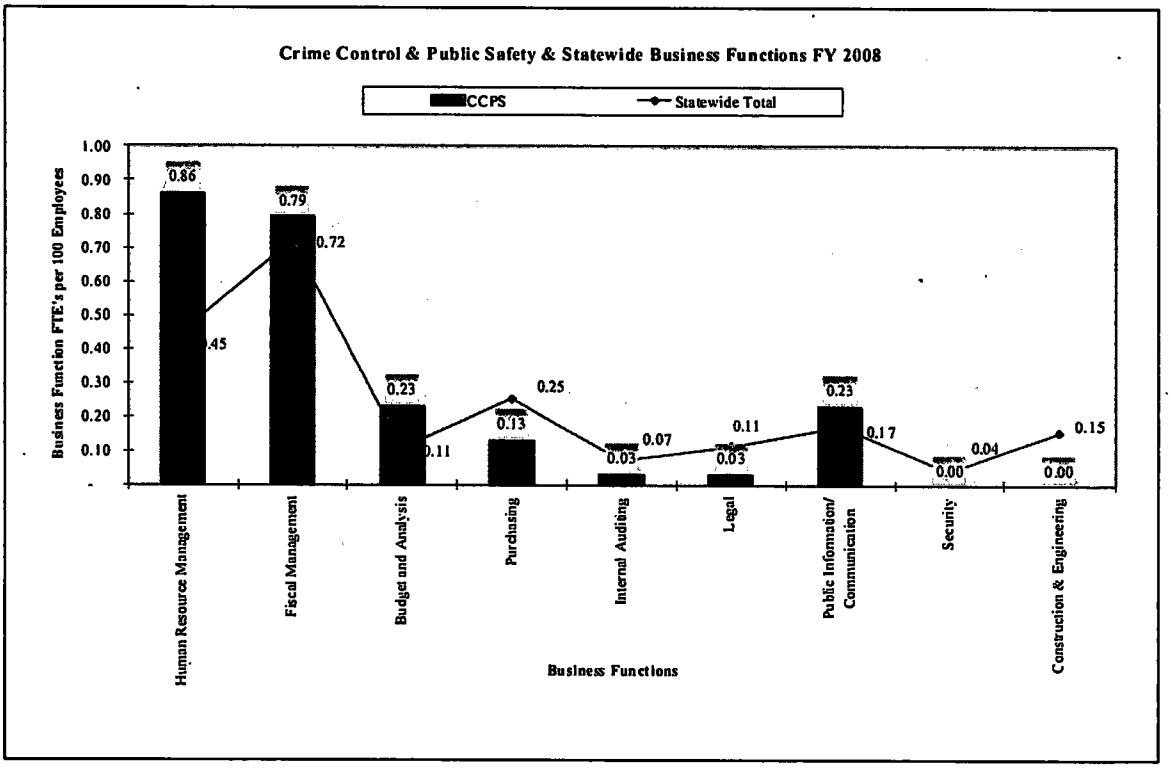


Department: Department of Crime Control and Public Safety

FY 2008 Total Expenditures	**$407,221,108**
Total FTE (December 2008)	**3,006**
FY 2008 Payroll Amount	**$189,475,754**
FY 2008 Volume of E-Procurement Purchases	**$62,338,403**
FY 2008 # of E-Procurement Orders	**2,192**
FY 2008 Accounting Transactions	**614,356**
FY 2008 Budget Revisions	**571**
FY 2008 Grants Disbursement to Non State Entities	**$17,011,822**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	15.00	200.43	219.98	.86	.45
Fiscal Management	23.80	126.32	139.03	.79	.72
Budget and Analysis	7.00	429.48	897.15	.23	.11
Purchasing	4.00	751.60	394.76	.13	.25
Internal Auditing	1.00	3,006.39	1,362.85	.03	.07
Legal	1.00	3,006.39	879.21	.03	.11
Public Information/Communication	7.00	429.48	577.38	.23	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**58.80**	**51.13**	**47.73**	**1.96**	**2.10**
% BF Positions to Total Agency Positions	3.27%				2.10%

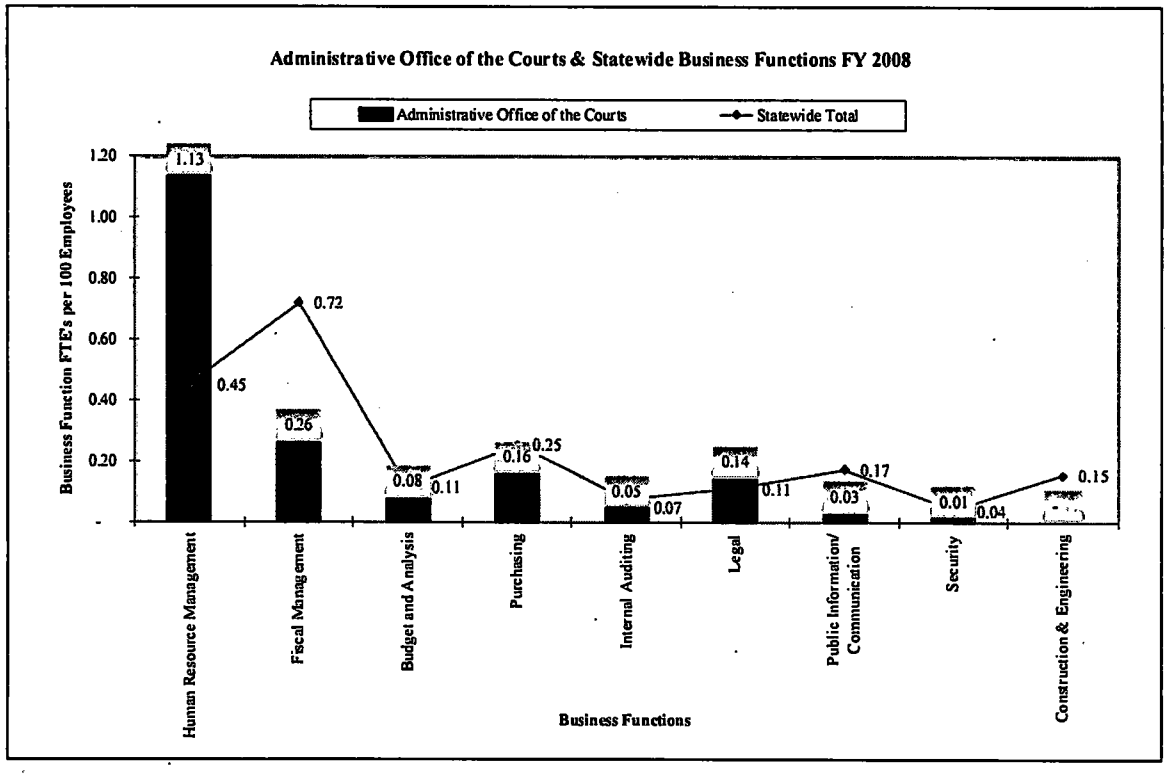


Department: Department of Administrative Office of the Court

FY 2008 Total Expenditures	**$582,683,062**
Total FTE (December 2008)	**7,038**
FY 2008 Payroll Amount	**$394,871,239**
FY 2008 Volume of E-Procurement Purchases	**$2,439,244**
FY 2008 # of E-Procurement Orders	**1,347**
FY 2008 Accounting Transactions	**1,884,872**
FY 2008 Budget Revisions	**876**
FY 2008 Grants Disbursement to Non State Entities	**$3,247,875**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	27.00	260.68	219.98	1.13	.45
Fiscal Management	18.30	384.61	139.03	.26	.72
Budget and Analysis	5.40	1,303.39	897.15	.08	.11
Purchasing	11.00	639.85	394.76	.16	.25
Internal Auditing	3.30	2,132.82	1,362.85	.05	.07
Legal	10.00	703.83	879.21	.14	.11
Public Information/Communication	2.00	3,519.16	577.38	.03	.17
Security	1.00	7,038.31	2,414.73	.01	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**78.00**	**90.23**	**47.73**	**1.11**	**2.10**
% BF Positions to Total Agency Positions	4.34%				2.10%

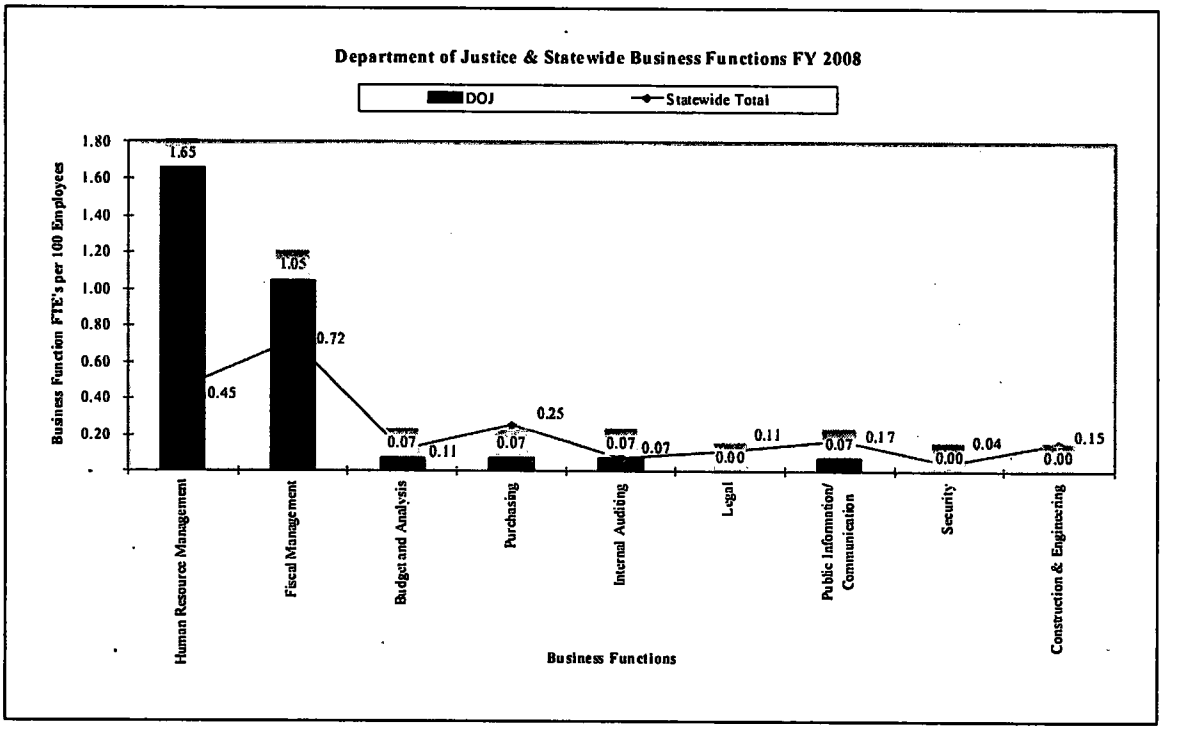


Department: Department of Justice

FY 2008 Total Expenditures	**$141,098,665**
Total FTE (December 2008)	**1,386**
FY 2008 Payroll Amount	**$87,735,949**
FY 2008 Volume of E-Procurement Purchases	**$21,136,033**
FY 2008 # of E-Procurement Orders	**3,084**
FY 2008 Accounting Transactions	**304,602**
FY 2008 Budget Revisions	**348**
FY 2008 Grants Disbursement to Non State Entities	**$715,564**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	14.00	99.00	219.98	1.65	0.45
Fiscal Management	14.50	95.59	139.03	1.05	0.72
Budget and Analysis	1.00	1,386.01	897.15	.07	0.11
Purchasing	1.00	1,386.01	394.76	.07	0.25
Internal Auditing	1.00	1,386.01	1,362.85	.07	0.07
Legal	-	-	879.21	-	0.11
Public Information/Communication	1.00	1,386.01	577.38	.07	0.17
Security	-	-	2,414.73	-	0.04
Construction/Engineering	-	-	645.99	-	0.15
Total	**32.50**	**42.65**	**47.73**	**2.34**	**2.10**
% BF Positions to Total Agency Positions	1.81%				2.10%

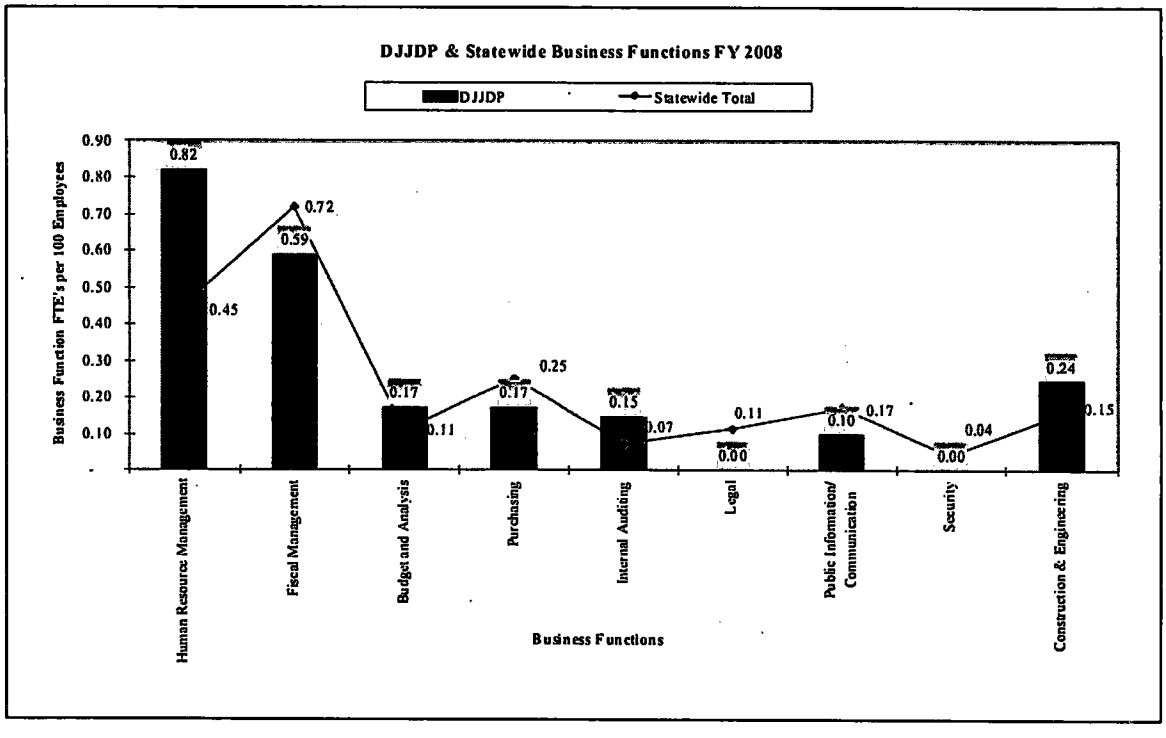


Department: Department of Juvenile Justice and Delinquency Prevention

FY 2008 Total Expenditures	**$168,279,751**
Total FTE (December 2008)	**2,045**
FY 2008 Payroll Amount	**$79,895,885**
FY 2008 Volume of E-Procurement Purchases	**$47,804,280**
FY 2008 # of E-Procurement Orders	**3,283**
FY 2008 Accounting Transactions	**445,538**
FY 2008 Budget Revisions	**247**
FY 2008 Grants Disbursement to Non State Entities	**$9,622,106**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	14.00	146.08	219.98	.82	.45
Fiscal Management	12.00	170.43	139.03	.59	.72
Budget and Analysis	3.50	584.31	897.15	.17	.11
Purchasing	3.50	584.31	394.76	.17	.25
Internal Auditing	3.00	681.70	1,362.85	.15	.07
Legal	-	-	879.21	-	.11
Public Information/Communication	2.00	1,022.55	577.38	.10	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	5.00	409.02	645.99	.24	.15
Total	**43.00**	**47.56**	**47.73**	**2.10**	**2.10**
% BF Positions to Total Agency Positions	2.39%				2.10%



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Natural and Economic Resources

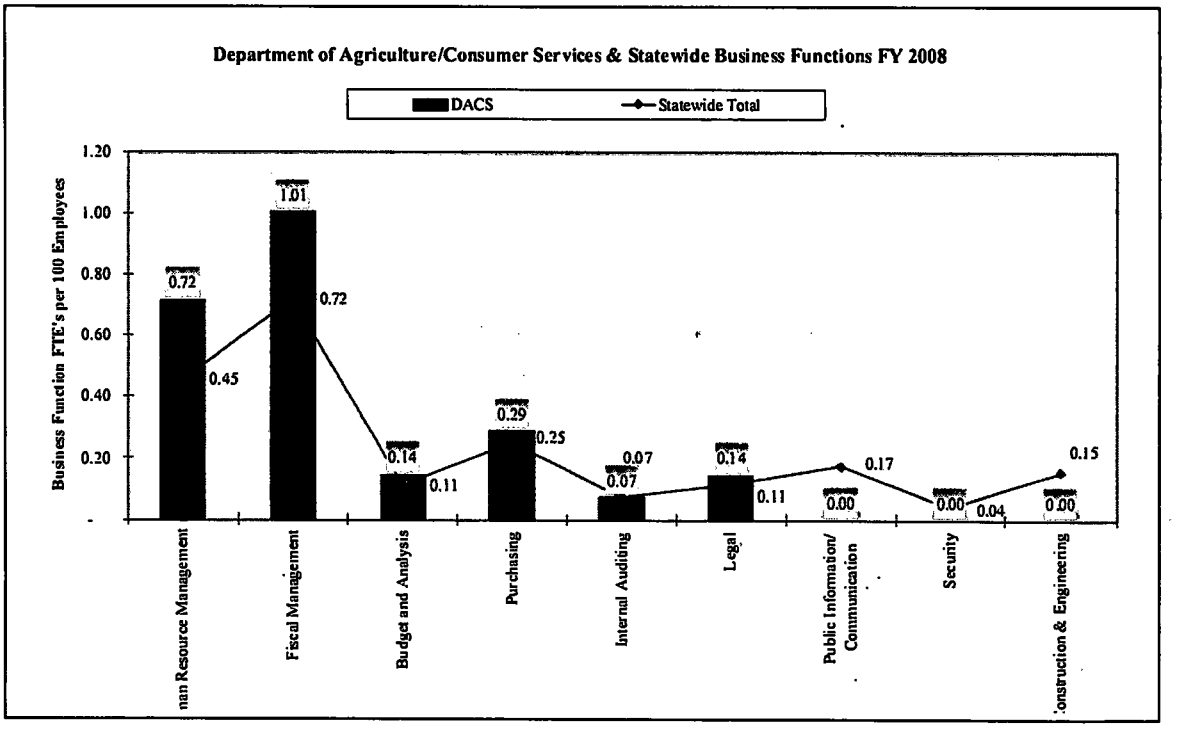
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Department: Department of Agriculture and Consumer Services

FY 2008 Total Expenditures	**$146,607,494**
Total FTE (December 2008)	**1,393**
FY 2008 Payroll Amount	**$58,080,091**
FY 2008 Volume of E-Procurement Purchases	**$18,817,753**
FY 2008 # of E-Procurement Orders	**5,279**
FY 2008 Accounting Transactions	**813,018**
FY 2008 Budget Revisions	**1547**
FY 2008 Grants Disbursement to Non State Entities	**$19,512,351**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	12.00	116.06	219.98	.86	.45
Fiscal Management	14.00	99.48	139.03	1.01	.72
Budget and Analysis	2.00	696.38	897.15	.14	.11
Purchasing	4.00	348.19	394.76	.29	.25
Internal Auditing	1.00	1,392.75	1,362.85	.07	.07
Legal	2.00	696.38	879.21	.14	.11
Public Information/Communication	-	-	577.38	-	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**35.00**	**39.79**	**47.73**	**2.51**	**2.10**
% BF Positions to Total Agency Positions	1.95%				2.10%

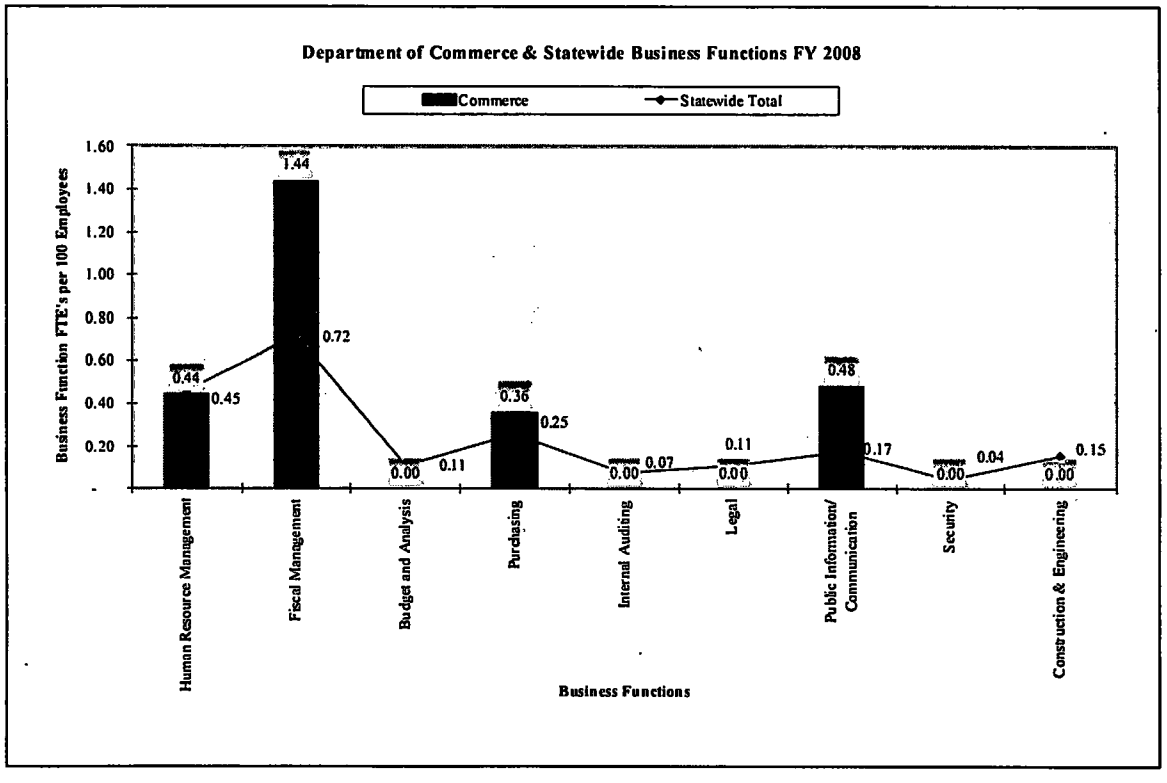


Department: Department of Commerce

FY 2008 Total Expenditures	**$457,102,494**
Total FTE (December 2008)	**835**
FY 2008 Payroll Amount	**$51,513,999**
FY 2008 Volume of E-Procurement Purchases	**$41,616,563**
FY 2008 # of E-Procurement Orders	**2,099**
FY 2008 Accounting Transactions	**322,324**
FY 2008 Budget Revisions	**642**
FY 2008 Grants Disbursement to Non State Entities	**$199,815,458**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	6.00	139.25	219.98	.44	.45
Fiscal Management	12.00	69.62	139.03	1.44	.72
Budget and Analysis	-	-	897.15	-	.11
Purchasing	3.00	278.49	394.76	.36	.25
Internal Auditing	-	-	1,362.85	-	.07
Legal	-	-	879.21	-	.11
Public Information/Communication	4.00	208.87	577.38	.48	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**25.00**	**33.42**	**47.73**	**2.99**	**2.10**
% BF Positions to Total Agency Positions	1.39%				2.10%

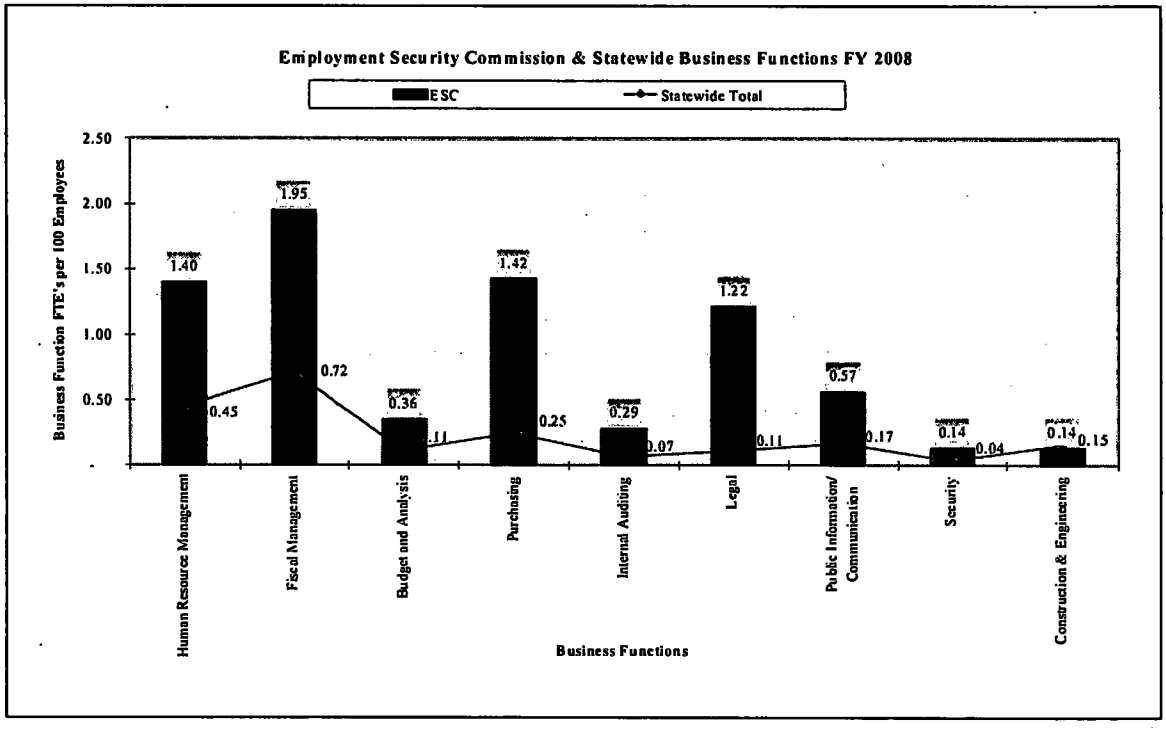


Department: Department of Employment Security Commission

FY 2008 Total Expenditures	**$1,222,392,531**
Total FTE (December 2008)	**1,398**
FY 2008 Payroll Amount	**$81,002,516**
FY 2008 Volume of E-Procurement Purchases	**$0**
FY 2008 # of E-Procurement Orders	**0**
FY 2008 Accounting Transactions	**2,259**
FY 2008 Budget Revisions	**16**
FY 2008 Grants Disbursement to Non State Entities	**$0**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	21.00	66.57	219.98	1.40	.45
Fiscal Management	27.25	51.30	139.03	1.95	.72
Budget and Analysis	5.00	279.60	897.15	.36	.11
Purchasing	19.90	70.25	394.76	1.42	.25
Internal Auditing	4.00	349.50	1,362.85	.29	.07
Legal	17.00	82.23	879.21	1.22	.11
Public Information/Communication	8.00	174.75	577.38	.57	.17
Security	2.00	698.99	2,414.73	.14	.04
Construction/Engineering	2.00	698.99	645.99	.14	.15
Total	**106.15**	**13.17**	**47.73**	**7.59**	**2.10**
% BF Positions to Total Agency Positions	5.91%				2.10%

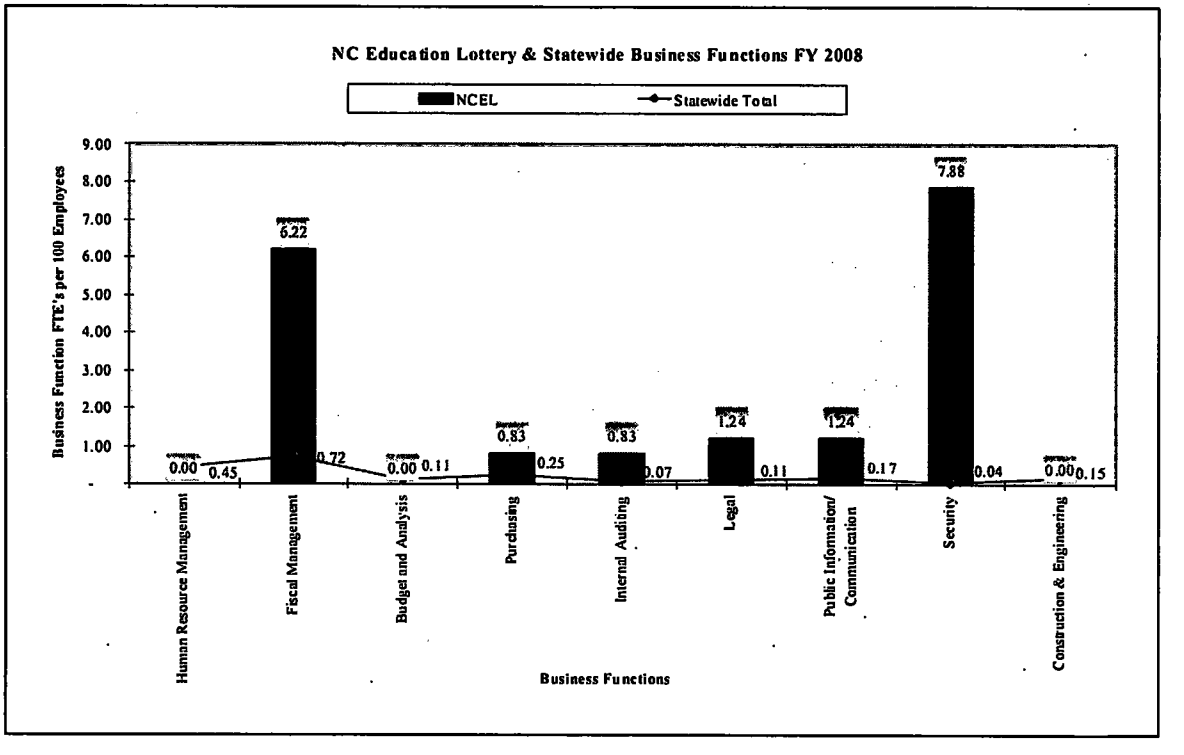


Department: NC Education Lottery

FY 2008 Total Expenditures	**$708,470,240**
Total FTE (December 2008)	**241**
FY 2008 Payroll Amount	**$12,314,625**
FY 2008 Volume of E-Procurement Purchases	**$45,424,016**
FY 2008 # of E-Procurement Orders	**679**
FY 2008 Accounting Transactions	**1,106,704**
FY 2008 Budget Revisions	**110**
FY 2008 Grants Disbursement to Non State Entities	**$0**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	5.00	48.20	219.98	.00	.45
Fiscal Management	15.00	16.07	139.03	6.22	.72
Budget and Analysis	-	-	897.15	-	.11
Purchasing	2.00	120.50	394.76	.83	.25
Internal Auditing	2.00	120.50	1,362.85	.83	.07
Legal	3.00	80.33	879.21	1.24	.11
Public Information/Communication	3.00	80.33	577.38	1.24	.17
Security	19.00	12.68	2,414.73	7.88	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**49.00**	**4.92**	**47.73**	**20.33**	**2.10**
% BF Positions to Total Agency Positions	2.73%				2.10%

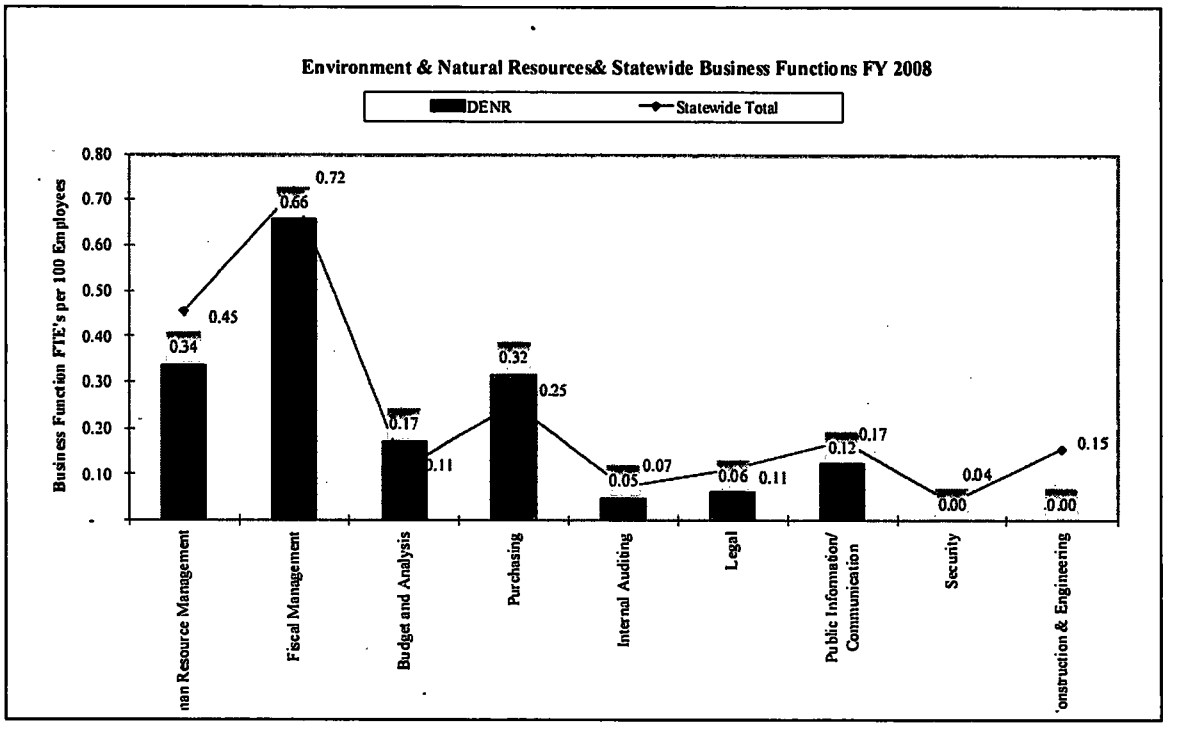


Department: Department of Environment and Natural Resources

FY 2008 Total Expenditures	**$763,425,589**
Total FTE (December 2008)	**4,109**
FY 2008 Payroll Amount	**$206,655,191**
FY 2008 Volume of E-Procurement Purchases	**$116,466,531**
FY 2008 # of E-Procurement Orders	**2,945**
FY 2008 Accounting Transactions	**2,123,106**
FY 2008 Budget Revisions	**3996**
FY 2008 Grants Disbursement to Non State Entities	**$48,024,395**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	15.75	260.87	219.98	.34	.45
Fiscal Management	27.00	152.18	139.03	.66	.72
Budget and Analysis	7.00	586.96	897.15	.17	.11
Purchasing	13.00	316.06	394.76	.32	.25
Internal Auditing	2.00	2,054.38	1,362.85	.05	.07
Legal	2.50	1,643.50	879.21	.06	.11
Public Information/Communication	5.00	821.75	577.38	.12	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**72.25**	**56.87**	**47.73**	**1.76**	**2.10**
% BF Positions to Total Agency Positions	4.02%				2.10%

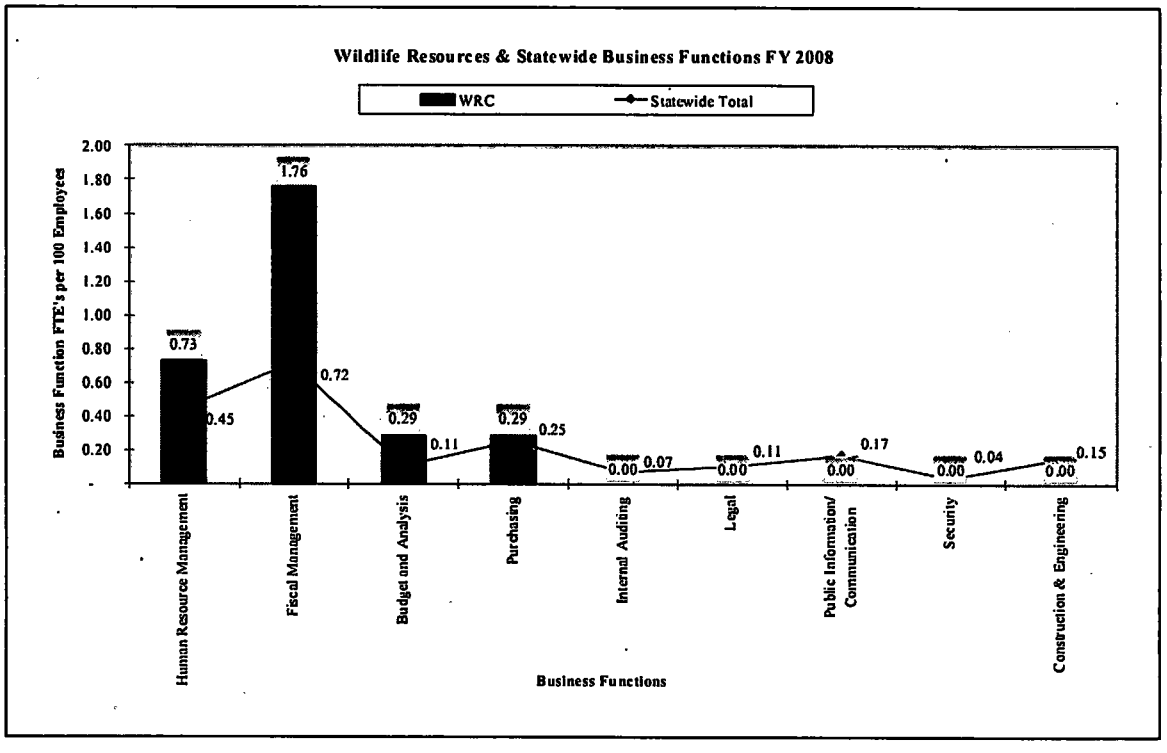


Department: Department of Wildlife Resource Commission

FY 2008 Total Expenditures	**$111,427,459**
Total FTE (December 2008)	**684**
FY 2008 Payroll Amount	**$38,038,431**
FY 2008 Volume of E-Procurement Purchases	**$8,232,144**
FY 2008 # of E-Procurement Orders	**699**
FY 2008 Accounting Transactions	**384,157**
FY 2008 Budget Revisions	**560**
FY 2008 Grants Disbursement to Non State Entities	**$218,500**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	5.00	136.70	219.98	.73	.45
Fiscal Management	12.00	56.96	139.03	1.76	.72
Budget and Analysis	2.00	341.75	897.15	.29	.11
Purchasing	2.00	341.75	394.76	.29	.25
Internal Auditing	-	-	1,362.85	-	.07
Legal	-	-	879.21	-	.11
Public Information/Communication	-	-	577.38	-	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**21.00**	**32.55**	**47.73**	**3.07**	**2.10**
% BF Positions to Total Agency Positions	1.17%				2.10%

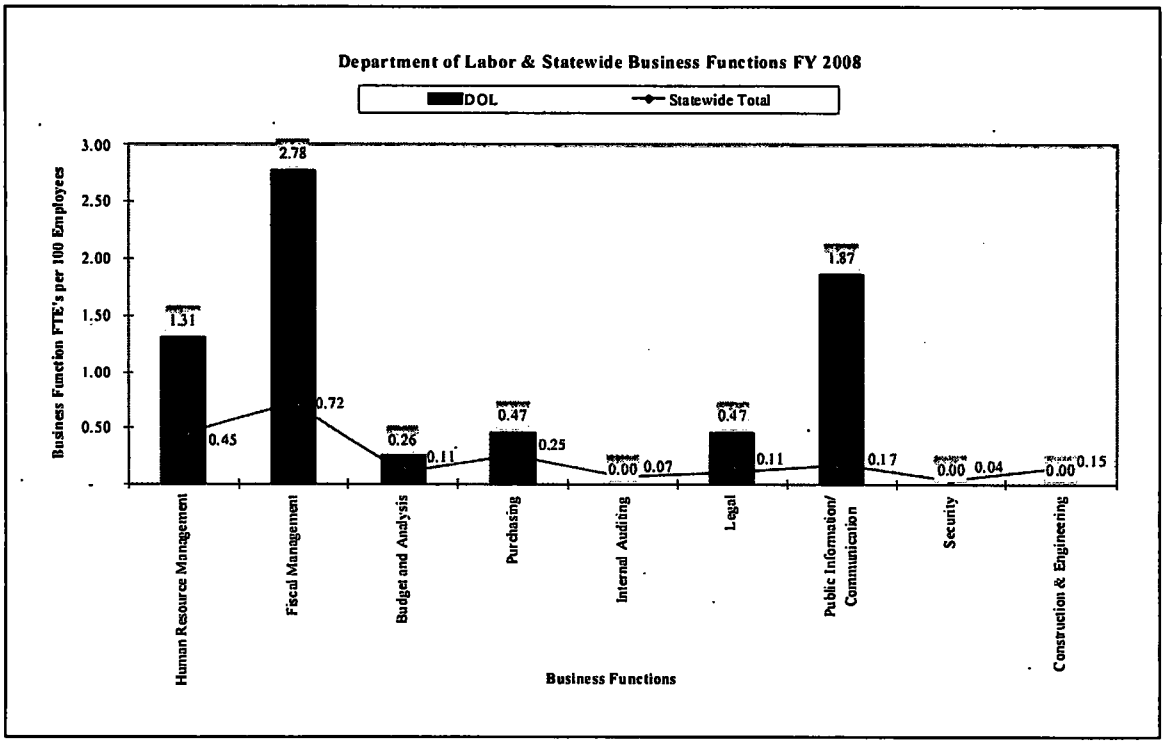


Department: Department of Labor

FY 2008 Total Expenditures	**$29,747,780**
Total FTE (December 2008)	**429**
FY 2008 Payroll Amount	**$24,073,649**
FY 2008 Volume of E-Procurement Purchases	**$663,482**
FY 2008 # of E-Procurement Orders	**458**
FY 2008 Accounting Transactions	**110,722**
FY 2008 Budget Revisions	**387**
FY 2008 Grants Disbursement to Non State Entities	**$122,992**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	6.00	71.46	219.98	1.31	.45
Fiscal Management	11.90	36.03	139.03	2.78	.72
Budget and Analysis	1.10	389.77	897.15	.26	.11
Purchasing	2.00	214.38	394.76	.47	.25
Internal Auditing	-	-	1,362.85	-	.07
Legal	2.00	214.38	879.21	.47	.11
Public Information/Communication	8.00	53.59	577.38	1.87	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**31.00**	**13.83**	**47.73**	**7.23**	**2.10**
% BF Positions to Total Agency Positions	1.73%				2.10%



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Transportation

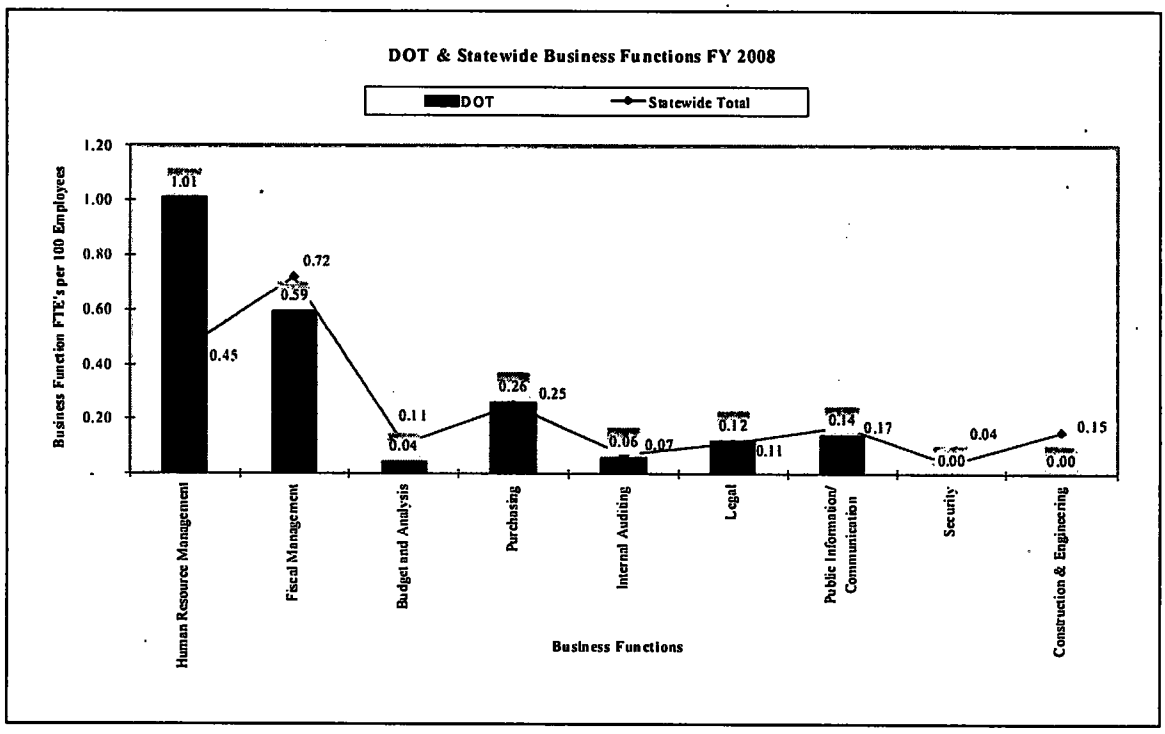
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Department: Department of Transportation

FY 2008 Total Expenditures	**$3,820,306,661**
Total FTE (December 2008)	**14,760**
FY 2008 Payroll Amount	**$353,564,709**
FY 2008 Volume of E-Procurement Purchases	**$1,089,871,813**
FY 2008 # of E-Procurement Orders	**26,433**
FY 2008 Accounting Transactions	**71,675**
FY 2008 Budget Revisions	**668**
FY 2008 Grants Disbursement to Non State Entities	**$7,141,792**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	63.00	234.29	219.98	1.01	.45
Fiscal Management	87.50	168.69	139.03	.59	.72
Budget and Analysis	6.50	2,270.77	897.15	.04	.11
Purchasing	39.00	378.46	394.76	.26	.25
Internal Auditing	9.00	1,640.00	1,362.85	.06	.07
Legal	18.00	820.00	879.21	.12	.11
Public Information/Communication	21.00	702.86	577.38	.14	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**244.00**	**60.49**	**47.73**	**1.65**	**2.10**
% BF Positions to Total Agency Positions	13.59%				2.10%



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State Health Plan

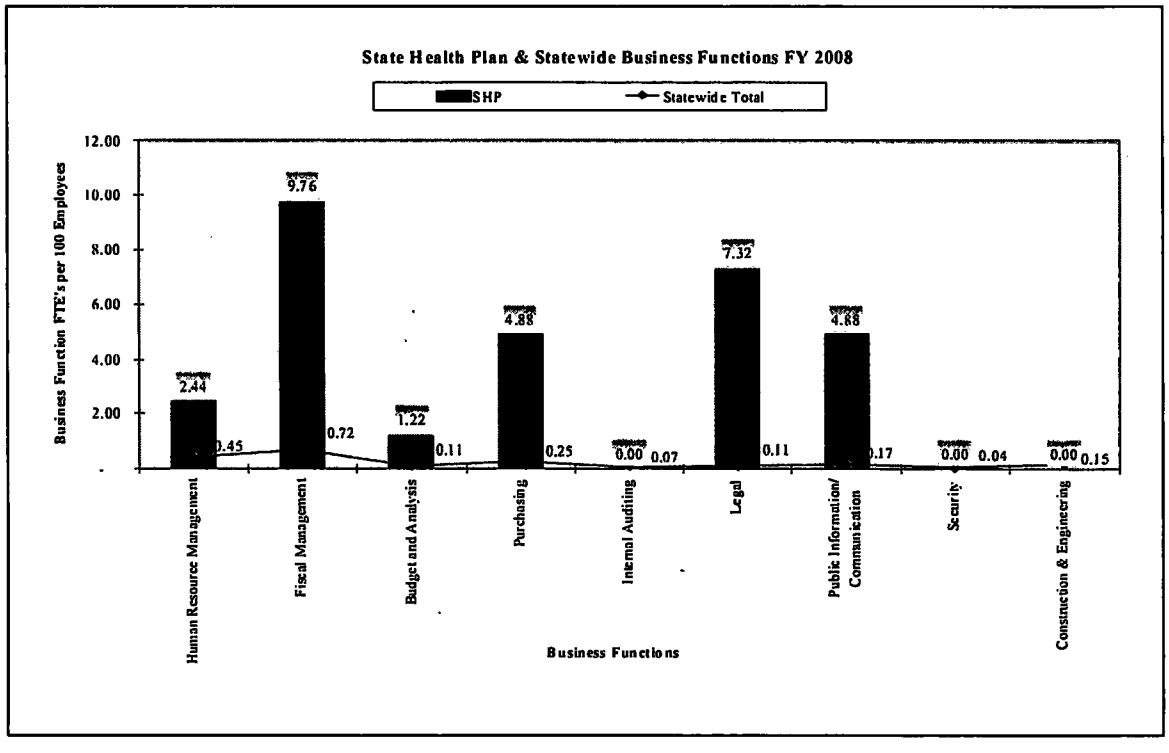
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Department: State Health Plan

FY 2008 Total Expenditures	**$0**
Total FTE (December 2008)	**41**
FY 2008 Payroll Amount	**$2,960,625**
FY 2008 Volume of E-Procurement Purchases	**$0**
FY 2008 # of E-Procurement Orders	**0**
FY 2008 Accounting Transactions	**19,462**
FY 2008 Budget Revisions	**115**
FY 2008 Grants Disbursement to Non State Entities	**$0**

Agency Business Functions Metrics

	Total BF FTE	Agency Employees per Business Function Employee	Statewide Employees per Business Function Employee	Agency BF FTE per 100 Employees	Statewide BF FTE per 100 Employees
Human Resource Management	1.00	41.00	219.98	2.44	.45
Fiscal Management	4.00	10.25	139.03	9.76	.72
Budget and Analysis	.50	82.00	897.15	1.22	.11
Purchasing	2.00	20.50	394.76	4.88	.25
Internal Auditing	-	-	1,362.85	-	.07
Legal	3.00	13.67	879.21	7.32	.11
Public Information/Communication	2.00	20.50	577.38	4.88	.17
Security	-	-	2,414.73	-	.04
Construction/Engineering	-	-	645.99	-	.15
Total	**12.50**	**3.28**	**47.73**	**30.49**	**2.10**
% BF Positions to Total Agency Positions	.70%				2.10%



Attachment
4

OSBM

Staffing Analysis
Lobbying Compliance Division
Department of the Secretary of State

Management Study

As Directed by Session Law 2008-107, Section 22.1

March 1, 2009

Prepared By:

Office of State Budget and Management

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INTRODUCTION

Scope of Study

Section 22.1 of Session Law 2008-107 (HB 2436) requires the Office of State Budget and Management to conduct a staffing analysis of the Ethics Commission and the Lobbyist Registration Section of the Department of Secretary of State[1] to determine if the staffing is appropriate for the workload volume that has been generated by the enactment of Session Law 2006 201. The Office of State Budget and Management shall submit a final report outlining its findings and staffing recommendations to the House Appropriations Subcommittee on General Government, Senate Appropriations Subcommittee on General Government and Information Technology, and the Fiscal Research Division by March 1, 2009.

Methodology

In order to conduct the staffing analysis, the OSBM study team performed the following tasks:

- Examined and analyzed the organizational structure of the Division,
- Analyzed employees time and resource allocation worksheets completed by management and staff,
- Interviewed all Division employees,
- Reviewed the statutory requirements of the North Carolina Lobbying Law, and
- Analyzed various other data.

BACKGROUND

During the 2006 legislative session the Lobbying Compliance Division[2] was created by the Lobbying Law, which was enacted on August 4, 2006. Prior to this legislation, a portion of the current duties (registration and reporting) was performed by the Certification and Filings Unit of the Secretary of State. During the 2007 Legislative session, S. L. 2007-347 (HB1110) and S. L. 2007-348 (HB1111) were passed which amended the Lobbying Law to require the Division to review each advisory opinion issued by the Ethics Commission and apply the decisions of each opinion to the overall lobbying community, especially in the areas of registration and expense reporting. Session Law 2008-213 amended the Division's responsibilities with respect to modifying Lobbyist and Principal forms that allowed for a lobbyist principal to rely upon a statement by the lobbyist estimating the portion of the salary, fee, or retainer that is reasonably allocated for the purpose of lobbying. Additionally, this would require the Division to analyze the existing investigations pursuant to this law change.

The Secretary of State is required to implement and enforce some of the requirements of the Lobbying Law with other requirements being implemented and enforced by the State Ethics Commission. The primary purpose of the Lobbying Law is to increase public confidence in the operation of the legislative and executive branches of government by providing for additional transparency of the legislative and executive processes. The Division's primary purpose is to administer the Lobbying Law and the rules related to registering, reporting, and investigating lobbyists, lobbyist principals, solicitors, and liaisons, and others who are required to report.[3]

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[1] Hereafter, the Department of the Secretary of State will be referred to as the "Secretary of State".

[2] Hereafter, the Lobbying Compliance Division of the Secretary of State will be referred to as "the Division".

[3] Hereafter, "lobbyist principal" will be referred to as "principal". Lobbyist principals include individuals, organizations, associations, or businesses. Solicitors are persons who solicit members of the public to communicate directly with or contact one or more designated individuals for the purpose of influencing or attempting to influence legislative or executive action to further the solicitors' position. Liaisons are any State employees or officers whose principal duties are set forth in that person's job description, include lobbying designated individuals.

The Division is also required to develop rules, orders, and forms as necessary to administer the provision of lobbying registration procedures, reporting of reportable expenditures[4], and miscellaneous reportable expenditures made by persons exempted from the Lobbying Law. Other duties of the Division include providing access to the registrations and principal authorizations and the expense reports filed with the Division in an electronic and searchable format. Further, the Division is required to investigate all civil and criminal violations that arise out of Articles 2, 4, and 8 of the Lobbying Law, and imposes civil penalty, if necessary.

In a September 11, 2006 letter to the Secretary of State's Office, the State Budget Director committed the Office of State Budget and Management (OSBM) to conduct a staffing analysis of the Lobbying Compliance Division to determine the appropriate staffing requirements based on the workload generated by the newly enacted State Government Ethics Act (G. S. 138A, effective January 1, 2007) and Lobbying Law (G.S. §120C, effective January 1, 2007 and amended by S. L. 2007-348).

As a result of that study it was recommended that the Lobbying Compliance Division

- Request a receptionist position from the General Assembly through the budgetary process, which will enable it to dedicate the five Review Officers to fulltime reviewing and processing of lobbyists and principals registration and expenditure reports. This has been completed and the position was filled in September 2008.

- Prepare service statements for all staff duties that fully define what the duties are, how the work is performed, and the outcome of each duty. This will provide the Division with management tools to better quantify its overall workload and justify future staffing needs. Service Statements for the Lobbying and Compliance Division have been developed which are more extensive than those listed in the Results Based Budget (RBB) system.

- Work with its Information Technology Division to utilize its electronic database to compare the expenditure reports of lobbyists and principals to ensure consistent and complete disclosure between all parties rather than the manual examinations and comparisons which it is currently performing in the third review phase. This has been completed and has contributed to the Reviewer Officer being able to conduct the Tier Three reviews and reduce the backlog.

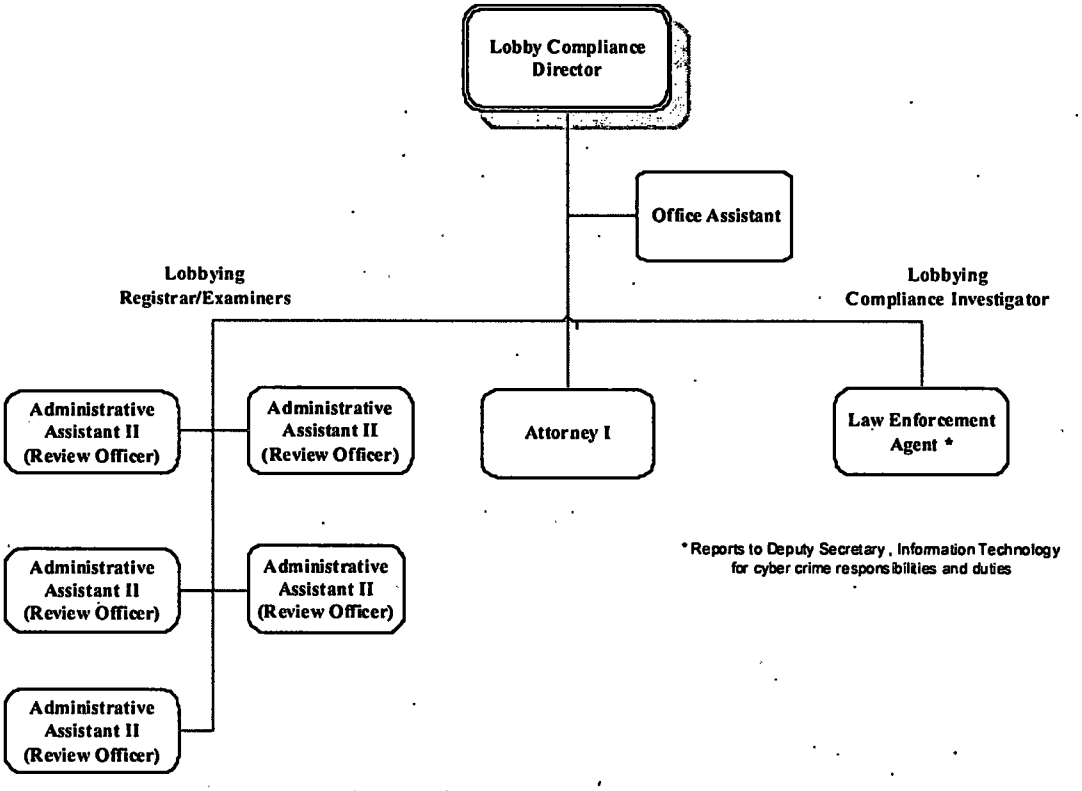
Organizational Structure and Program Process

The Division presently employs nine persons to administer the Lobbying Law, including: a Division Director; an Attorney; a Law Enforcement Agent; an Office Assistant; and five Administrative Assistants (Review Officers). Eight of the positions were created in October 2006 in advance of the January 1, 2007 effective date of the Lobbying Law and the Office Assistant position was created in FY 2008. Exhibit 1 on the next page depicts the organizational structure of the Division.

[4] Reportable expenditures are anything of value given to a designated individual, including expenses related to transportation, entertainment, food and beverage, meeting and events, gifts, and a sundry of other expenses.

Exhibit 1

LOBBYING COMPLIANCE DIVISION



Source: The Lobbying Compliance Division of the Secretary of State (January 1, 2009)

The primary duties and responsibilities of the Division's staff are to:

1. Develop rules, forms, and policies and procedures to administer the Lobbying Law.
2. Perform systematic reviews of reports submitted by lobbyists, principals, solicitors, liaisons, and others,
3. Develop and maintain a database containing lobbyist and principals,
4. Investigate and enforce violations of the Lobbying Law, and
5. Develop directory publications.

The staff also performs a number of other duties related to the overall operation of the Division, including answering telephone calls, responding to e-mail inquiries, managing the office, responding to written correspondence, and providing customer service for walk-in clients. Table 1 on page 4 and continued on page 5 shows the duties and responsibilities performed by the Division's staff for two calendar years, 2007 and 2008, and brief descriptions of the staff's duties and responsibilities. However, these descriptions are not the same as those listed in the RBB system, but coincide with the statements that have been developed for the Division.

Table 1

Duties and Responsibilities of the Staff of the Lobbying Compliance Division

Duties/Responsibilities	Description	2007 FTE[a]	2008 FTE[a]
Registration:			
Process	Open mail, apply administrative rules to determine filed and received dates, stamp with filed and received dates, copy as needed for scanning, filing in files; verify correct amount on all checks for registrations and penalty fees; log all checks; prepare cover sheets and scan forms and checks; prepare cash management reports and checks for processing by cash management unit in compliance with Departmental fiscal controls; enter indexing data, verify data, and commit to the database and to the website; prepare file folders for new registrations.	0.30	0.38
Analysis (Review phases one and two)	Review lobbyist, principal, solicitor and liaison registrations for compliance, receipt of accompanying fees; retrieve files from archives for public records and research requests.	0.36	0.48
Customer Service - Adminstrative Assistants	Answer the telephone, assist clients with questions regarding forms, filing dates; retrieve files for customer service issues; contact registrants re: fee payment and registration form issues.	0.26	0.15
Customer Service - Reception	Provide forms to walk-in customers, direct phone calls to the appropriate personnel, data entry, file documents in appropriate folders, make copies for registrants and for Division folders, accept payment for registration fees.	0.30	0.39
Late Registration/Authorization Enforcement	Determine violation; send out letters, direct registration information to the investigator, attorney, and director.	0.09	0.10
Legal/Supervisory	Conduct enforcement analysis with regard to registration; sending out letters to request information; interviewing witnesses and/or registrants; meet with director regarding enforcement strategies.	0.35	-
Reporting:			
Process	Open mail, determine file and received date, scan forms and correspondence, enter data and commit to the web, complete expense detailing and commit to database; copy as needed and file documents.	0.45	0.42
Analysis (Review phases one and two)	Insure compliance; i.e., that all the blanks are completed, proper amount of fee is paid; review of the expenditure amounts entered on the reports to determine if they add up correctly.	0.46	0.60
Customer Service - Adminstrative Assistants	Contact filers who have an incomplete report; follow up on filers who have made a mistake on their report; call all electronic filers to insure that they provide the original within the time allotted so that the filing is not late.	0.37	0.35
Customer Service - Reception	Provide forms to walk-ins, direct phone calls to the appropriate personnel, data entry, file documents in appropriate folders, making copies for registrants and for Division folders, directing the walk-in or appointments who have a customer service issue to the appropriate reviewer for customer service assistance.	0.30	0.75
Late Reporting Fines Enforcement	Calculate late fees; review calculation of late fees; review waiver or excuse requests, forward contested cases to Department of Justice attorney; prepare file for any trials.	0.64	0.65
Legal/Supervisory	Analyze reporting to determine enforcement action; send out letters to request information; interview witnesses and/or reporters; meet with director regarding enforcement strategies; serve as investigation supervision.	0.55	0.50
Directory Publication:			
Generating and Proofreading	Print the directory and edit for accuracy of lobbyists, principals, and liasion information; act as liasion between publication department and lobbying compliance division for printing.	0.20	0.34
E-Publication to Public Servants	Check the Ethics Commission website list of covered persons to determine additions and deletions to the list of lobbyist, principals, and liasions; contact ethics liasions regarding the publication by e-mail of the directory; review e-mail responses after each publication to update e-mail publication list (+3000).	0.20	0.08
Administrative:		-	-
Rules Drafting/Hearings/Related Meetings	Draft rules, amend rules, prepare rules for public hearings and hearings before the Rules Review Commission, work with internal staff, legislative staff, Ethics Commission staff, Rules Review Commission staff regarding rules text.	0.28	-
Forms Development and Drafting	Review and analyze legislation and draft forms to meet statutory and administrative rule requirements.	0.20	0.21
Law Enforcement Policy Drafting/Related Meetings	Review the Department and Division rules and policies for all law enforcement staff.	0.13	0.07
Work Plan/IT Interface/QC/Office Organization	Develop, monitor and modify work plan, systems, procedures, space utilization to meet the demands with best use of available staff and furnishings, equipment to maintain quality and efficiency of work flow; interface and troubleshoot with IT Department to integrate new Division forms and indexing needs into Knowlege Based database (SOSKB).	0.17	0.24
Compilation Report	Review and document the data to create the compilation report; proof report for accuracy.	0.39	0.35
Training/Staff Meetings	Discuss priorities, assign duties, explain new Knowledge Based functions (SOSKB), reassess and modify procedures, communicate Department wide goals, administrative and personnel information.	0.48	0.23
Staff Interviews/Reference and Background Checks	Interview staff, check and talk to references, review background checks, make offers, transitition new staff into the administration.	0.03	0.04
Recordkeeping (Timesheets, Phone and Fax Logs)	Record timesheets, review timesheets, approve time, record phone calls from customers, record faxes sent and faxes received.	0.10	0.26
Office Moves	Assess available temporary space, work with the architect to renovate space on the 3rd floor, review places, purchase furniture from surplus and from vendors, select furniture, file cabinets, computers, attendant office equipment, and move all items, equipment, furniture, and file folders to operate the Division.	0.08	
OSBM Study	Gather information related to OSBM 2008 Study	-	0.03
Procurement, Maintenance and Inventory	Assess office supply needs and order supplies to operate the Division; maintain statutorily required inventory lists and provide to Administrative Division of Department.	0.13	0.05
Media Contact	Provide information to media upon request; prepare documents for public records requests; research archives to provide information.	0.05	
Typing, Admin Support	Provide support to walk in customers and telephone inquires as well as assiting the registration and reporting Review Officers.	-	0.11

Table 1 Cont.

Duties and Responsibilities of the Staff of the Lobbying Compliance Division

Duties/Responsibilities	Description	2007 FTE[a]	2008 FTE[a]
Monitoring Legislation	Monitor legislation regarding lobbying and ethics to determine if any procedural, administration, or forms need to be added or modified.	0.04	0.15
Nonrecurring Special Projects	Perform archival research when a specific question or issue arises to provide necessary information to upper management, media, legislative staff, or other interested parties.	0.18	0.02
Security Evaluations	Evaluate security for the Division and the Department.	0.02	
Vehicle Maintenance	Maintain vehicle logs, vehicle maintenance per Department of Administration requirements.	0.02	
Budget Materials	Evaluate budget for the Division and the Department.		0.04
Complaints and Investigations:			
Legal	Assess evidence, witness information, request documentation, and other information to determine whether a violation exists and whether to refer the matter to the Attorney General; Assess evidence and witnesses and prepare witnesses to testify before Office of Administration Hearings and District or Superior Court.	0.20	0.81
Investigative	Review documents, interview witnesses, request additional documents, discuss with the legal team for further direction regarding investigations; assess and review the evidence and the law to determine the next appropriate steps-closure, further investigation, referral to other state or local agencies, and referral to the Wake County District Attorney.	0.67	1.03
Advisory Opinions			
Analysis	Analyze the advisory opinions of the Ethics Comission to determine whether or not administration of the Act, Secretary of State's rules or policies need to be modified in accordance with the advisory opinons.		0.14
Education of Staff/Registrants	Educate staff regarding any changes as a result of the advisory opinion, and insure that as to the Lobbying Act only, the regulated community understands its duties in relationship to the Secretary of State's obligations under the Lobbying Act.		0.03
Totals		8.00	9.00

The staff identified a number of additional duties and responsibilities that the division should be performing, but none of the staff's time had been expended toward these duties and responsibilities as of February 2009. Table 2 identifies these additional duties and responsibilities and provides a brief description of each. Again, these duty and responsibility descriptions are not the same as those listed in the RBB system, but coincide with the statements that have been developed for the Division.

Table 2

Additional Duties and Responsibilities of the Staff of the Lobbying Compliance Division

Duties/Responsibilities	Description	2007 FTE[a]	2008 FTE[a]
Implementation	Implement any necessary changes and modifications as a result of the advisory opinion.		
Enforcement	Enforce any violations as a result of any advisory opinion.		
Compliance Reviews (Review phases three and four):(Backlog)	Examine and compare monthly reports to quarterly reports to ensure complete disclosure and comparing the lobbyist's' report to the principal and vice versa for consistency and complete disclosure. Examine all of the same event filings to determine consistency of calculation of expenditures of filing with the entire event on every quarter or monthly report; fourth stage requires the filer to provide the supporting documentation for the information entered on the reports. This may require site visits by the review officers and should occur after the review officers have received and fully processed the quarterly reports, and after the review officers have expense detailed the reports, indexed the information, and verified its accuracy.		
Reviewing filing for supporting documentation needed	Request additional documentation for reviews including supporting documentation and method of calculation of expenses.		
Requesting production of additional documents	Draft letters, meet with internal investigative team to determine what additional information is necessary.		
Meetings with filers	Interview filers and filers' staff, examine documents on site.		
Analysis of supporting documentation	Review supporting documentation to determine whether it is consistent with filers' reports or registrations.		
Referral to Investigator/Lobbying Attorney	Conduct a preliminary assessment to determine whether there is an existing violation to refer to the Investigator and Lobbying Attorney.		
Litigation Preparation	Interview witnesses; assess the strength and weaknesses of any litigation; and prepare witnesses, exhibits, documents, and legal arguments for the District Attorney in criminal matters and the Department of Justice for civil matters.		

Source: Lobbying Compliance Division's staff activities not performed as of February 2009.

Registration of Lobbyists and Principals

A lobbyist is any individual that represents a principal, and may be directly employed by the principal or who contracts with the principal to lobby on their behalf. Lobbyists receive compensation for the purpose of lobbying, contract for economic consideration for the purpose of lobbying, or are employed by a principal with a significant part of their duties being related to lobbying. A principal is the person, organization, or business that a lobbyist represents.

Lobbyists, principals, liaisons, solicitors and others, who are required to file various reports with the Division, must adhere to the reporting requirements as outlined in the Lobbying Law. Table 3 shows the types of filings that are required from each group and the conditions under which the filings must be submitted along with any applicable fees.

Table 3

Filing Requirements for Designated Persons under the Lobbying Law

Filer	Type of Filing	Frequency	Condition	Fee
Lobbyist	Registration	Annually	Within one business day of engaging in lobbying activities.	$100 (per registration)
	Amendment	Per Occurrence	Within 10 business days of occurrence.	
	Expense Report	Monthly	Due 10 days after the end of the month for any month in which the lobbyist incurs reportable expenditures while the General Assembly is in session.	
		Quarterly	Due 10 days after the reporting period regardless of whether reportable expenditures are incurred.	
Principal	Authorization Statement	Annually	Within 10 business days after lobbyist's registration.	$100 (with 1st statement)
	Amendment	Per Occurrence	Within 10 business days of occurrence.	
	Expense Report	Monthly	Due 10 days after the end of the month for any month in which the principal incurs reportable expenditures while the General Assembly is in session.	
		Quarterly	Due 10 days after the reporting period regardless of whether reportable expenditures are incurred.	
Liaison	Registration	Annually	Within one business day of engaging in lobbying activities.	$0
	Amendment	Per Occurrence	Within 10 business days of occurrence.	
	Expense Report	Monthly	Due 10 days after the end of the month for any month in which the liaison incurs reportable expenditures while the General Assembly is in session.	
		Quarterly	Due 10 days after the reporting period regardless of whether reportable expenditures are incurred.	
Solicitor	Registration	Annually	Within 10 days of incurring expenditures when those expenditures exceeds $3,000 during a 90 day period.	$0
	Expense Report	Monthly	Not Applicable	
		Quarterly	Due 10 days after the reporting period regardless of whether reportable expenditures are incurred.	
Others [a]	Registration	Not Applicable	Not Applicable	$0
	Expense Report	When it occurs	If a designated individual accepts a reportable expenditure with a total value of over two hundred dollars per calendar quarter and/or is outside North Carolina at the time of acceptance; or if a designated individual accepts a scholarship valued over two hundred dollars.	

[a] Includes persons not otherwise required to register under the Lobbying Law.

Source: Lobbying Law (G.S. 120C)

Reporting and Review Requirements

All reportable expenditures made for the purpose of lobbying must be reported. The Division has four review phases, each of which has a separate purpose in complying with the Lobbying Law, Office of State Controller rules, and checking for other state laws and policies. Each review builds upon the preceding review of the filer's documents. The Division performs systematic reviews of reports filed by lobbyists and principals to assure complete and timely disclosure of reportable expenditures. The four review phases are:

- The first review phase insures that submitted documents have been completed and the correct amounts of fees have been paid. The documents are then indexed, verified, and scanned to facilitate the reports/documentation being available to the public via the internet. All expenditure reports are subjected to the first review phase.

- The second review phase involves checking the accuracy of the expenditure amounts submitted by the filers. The data is keyed into a database by the Review Officer. This process generally takes a month. All expenditure reports are subjected to this review phase.

- The third review phase involves an examination and comparison of monthly reports to quarterly reports to ensure complete disclosure. This review also compares the lobbyist's report to the principals and vice versa to ensure consistent and complete disclosure. The Division also audits all of the lobbyist and principal filings relating to the same event to insure that there is consistency regarding the description and the amounts being reported for a single event when there is more than one sponsor. The Division's goal is to ensure that all reports undergo the third review phase. The examination and comparison by the Review Officers is currently a manual process.

- The fourth review phase requires the filer to provide supporting documentation upon request. This review may also require a site visit by the Review Officer after quarterly reports have been received and processed. The Division's goal is to perform this review on 25 percent of the reports, plus additional reports that are flagged due to unanswered questions raised during the third review and/or ensuing complaints or investigations. The Division also audits each late monthly or quarterly report.

The Division received and processed over 15,000 documents[5] during calendar year 2008 which represented 15,002 filings[6], and included over 4,500 documents for registrations and fees. The Division began performing third phase reviews in November 2007 and started conducted fourth phase reviews sparingly during the 2008 calendar year.

Investigation and Enforcement

The Division is required to investigate complaints received with respect to lobbyists, principals, liaisons, or solicitors that have violated the reporting provisions of the Lobbying Law. The investigative portions of the complaints are carried out by the Division's Attorney and Law Enforcement Agent. These investigations are initiated based upon complaints received from outside the Division or irregularities found during any of the four review phases. If the Division determines during the investigation that a lobbyist,

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[5] Documents include (1) registrations of lobbyists, principals, and solicitors; (2) the expenditure reports of lobbyists, principals, solicitors, and other persons required to report but who do not have to register; (3) correspondence regarding registration and the imposition of late filing fees; and (4) checks that are received for registration fees and fines imposed upon a late report filers.

[6] Filings include registrations, amendments, and monthly and quarterly expenditure reports received from lobbyists, principals, liaisons, solicitors, and other persons who are required to report expenditures, but are not required to register.

principal, or solicitor has willfully violated any provision of the registration and reporting process, the Division can levy fines up to $5,000. The Division has the authority to carry complaints to the Wake County District Attorney for prosecution. At the time of the study, the Division was investigating 38 lobbying violation cases which is up from 4 a year ago. To date, the Division has not levied any fines associated with investigations.

The Lobbying Act requires lobbyists, principals, and solicitor's reports to be notarized. Because North Carolina permits electronic notarization, and also allows some supporting documentation to be submitted and/or stored electronically, the investigator should be cross-trained in notary laws in order for the Division to effectively enforce and administer the Lobbying Law.

Division Publications

The Division is required to make available, as soon as practicable, a directory of the registered lobbyists and principals in an electronic, searchable format. Within 20 days after the General Assembly convenes each session, the Division must furnish all designated individuals[7] and the State Legislative Library a list of all persons who have registered as lobbyists and their respective principals. Supplemental lists must be provided every 20 days, thereafter, while the General Assembly is in session and every 60 days when it is not in session. During 2008, the Division provided over 2,250 printed copies of the lobbyists and principals lists and over 3,700 electronic copies.

In addition to the directory responsibilities and duties, the Division's Director and Attorney produce quarterly newsletters to publicize changes in the Division's administration of the Lobbying Law. The Attorney is also responsible for updating the "Frequently Asked Question" section of the Division's web site throughout the year.

Administrative Tasks Related to Lobbying

In accordance with the Lobbying Law, the Division developed rules, orders, and forms that are necessary to administer the provision related to lobbyists' and principals' registration, reporting requirements, and reportable expenditures. The Division's Lobbying Law rules (18 NCAC 12.0101 through 12.1601) were approved by the Rules Review Commission on November 15, 2007.

RESULTS

Registration of Lobbyists and Principals

The fourth quarter late filers and expense reports were processed in the 2008 calendar year work because the reports are due on January 15 of the following year. Following its policy and G. S. 120C-401(e), the Division sent the late filing fee letters after the Reporting Team had processed all of the reports. Many of the filers who have received letters still have time to file an appeal with the Office of Administrative Hearings; therefore the total dollar amount collected for 4th quarter 2008 has not been fully determined. This accounts for the small amount of fees collected to date for the fourth quarter 2008 ($500.00). Table 4 on the next page shows the number of late filers for 4th quarter 2006 through 4th quarter 2008 and the dollars collected in late fees.

[7] Designated individuals include legislators, legislative employees, and public servants. Public servants are certain staff and employees of the executive and judicial branches and members of certain State boards and commissions.

Table 4

Late Filer Reports Processed 4th Quarter 2007 through 4th Quarter 2008

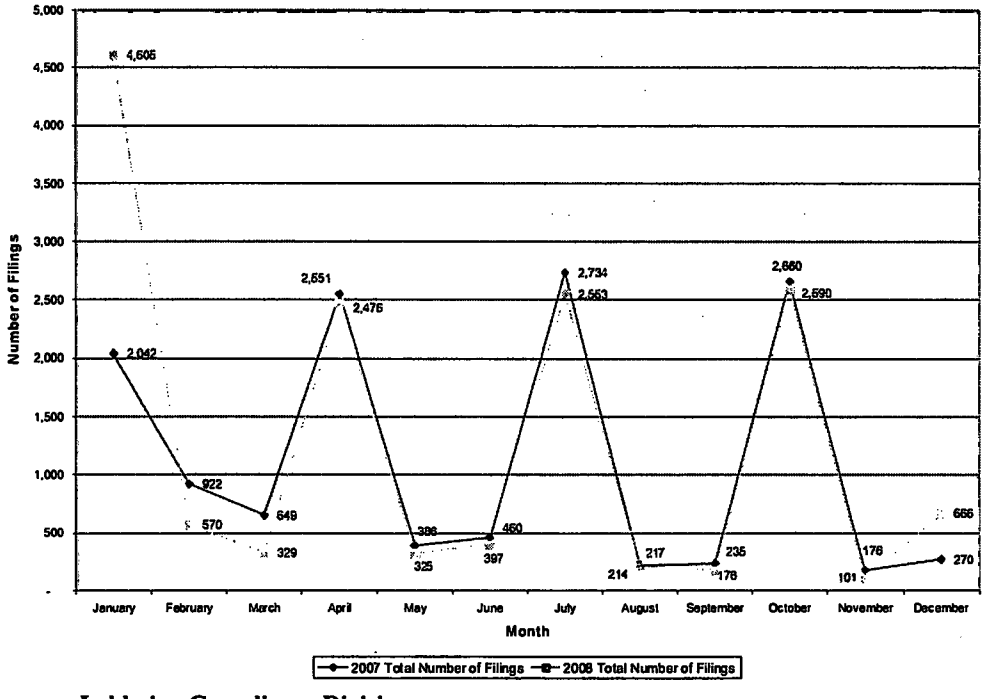
Period	Filers		Number of Late Filings	Fees Collected
	Lobbyists	Principals		
4th Quarter 2006	60	56	116	$ 10,550
1st Quarter 2008	57	67	124	$ 9,950
2nd Quarter 2008	47	60	107	$ 16,330
3rd Quarter 2008	5		5	$ 39,070
Total 2007	**169**	**183**	**352**	**$ 75,900**

Period	Filers		Number of Late Filings	Fees Collected
	Lobbyists	Principals		
4th Quarter 2007	33	46	79	$ 26,950
1st Quarter 2008	15	17	32	$ 9,400
2nd Quarter 2008	21	30	51	$ 17,800
3rd Quarter 2008	48	44	92	$ 23,050
4th Quarter 2008	32	22	54	$ 4,350
Total for 2008	**116**	**113**	**229**	**$ 54,600**

The Division reviewed 15,002 registrations and monthly and quarterly expenditure reports received during 2008. The Division collected $273,800 in registration fees during this time period. Chart 1 shows the number of filings received by month during 2007 and 2008 and Chart 2 on page 10 shows the number of expense reports, amendments, and registrations/authorizations submitted by each type of filer—lobbyists, principals, liaisons, solicitors, and others during the same time periods. The overall submissions increased by 1,700 filings, or 12.8%.

Chart 1

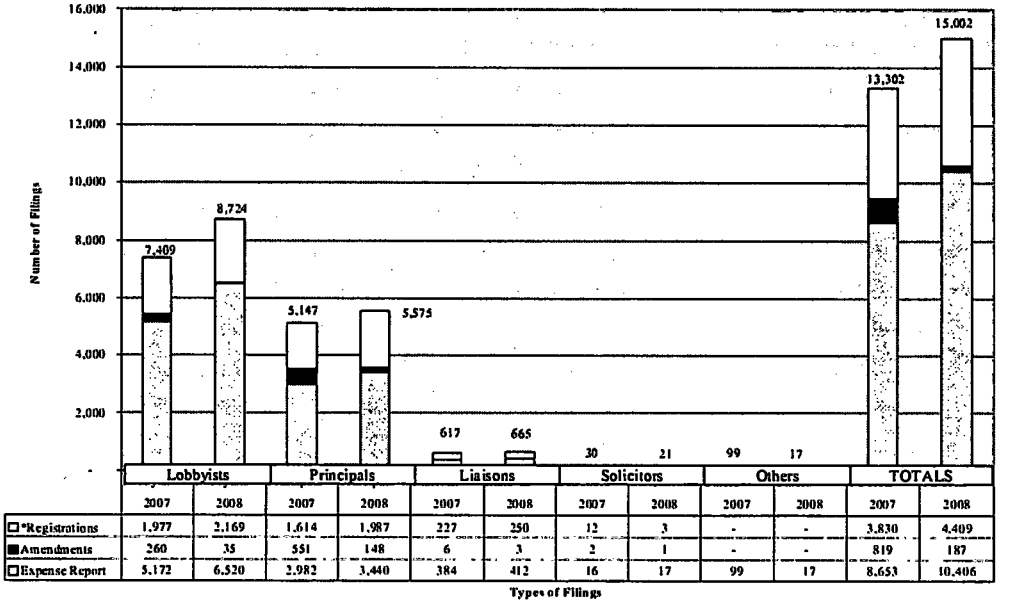
Number of Filings Received January 1, 2007 through December 31, 2008



Source: Lobbying Compliance Division

Chart 2

Types and Numbers of Filings Received January 1, 2007 through December 31, 2008



	Lobbyists		Principals		Liaisons		Solicitors		Others		TOTALS	
	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008
*Registrations	1,977	2,169	1,614	1,987	227	250	12	3	-	-	3,830	4,409
Amendments	260	35	551	148	6	3	2	1	-	-	819	187
Expense Report	5,172	6,520	2,982	3,440	384	412	16	17	99	17	8,653	10,406

Source: Lobbying Compliance Division

When registrations, reports, and correspondence are received by the Division they must be indexed and scanned into the Division's database. Table 5 shows the number of filings—registrations, expense reports, and amendments—received versus the number that were indexed during the first two years of operation. When the study was conducted in 2007, data was only available through August 2007 which showed that the Division had a backlog of 1,639 documents that needed to be indexed; however they were able to reduce that backlog by November of the same year. As seen from the table, the backlog usually increases during January due to the 4th quarter reports that are due as well as the annual registrations and filings received. When looking at the subtotals for each, there is an increase over 2007 of 9.1% in the number of filings and 3.1 % in the number that are indexed. Theoretically, the Division is consistently able to index more than they are receiving.

Table 5

Number of Filings verses Number Indexed

Month Received	Number of Filings Received	Number of Filings Indexed	Cummulative Backlog
January, 2007	2,042	569	(1473)
February	922	1,468	(927)
March	649	915	(661)
April	2,551	620	(2592)
May	386	1,768	(1210)
June	460	1,086	(584)
July	2,734	896	(2422)
August	217	1,000	(1639)
September	73	345	(1367)
October	2226	2895	(698)
November	82	1203	423
December	131	127	419
Subtotal 2007	12,473	12,892	
January, 2008	3553	1045	(2089)
February	362	1488	(963)
March	220	2293	1110
April	2267	490	(667)
May	1229	2200	304
June	319	525	510
July	2498	2547	559
August	180	292	671
September	124	186	733
October	2506	491	(1282)
November	87	2069	700
December	265	345	780
Subtotal 2008	13,610	13,971	
Totals	26,083	26,863	

Source: Lobbying Compliance Division Division

Of the 15,002 filings received during 2008, 10,406 were monthly and quarterly expense reports from lobbyists, principals, solicitors, liaisons, and others. The other 4,596 filings represent registrations, correspondence, inquiries, or responses to questions from lobbyists, principals, solicitors, liaisons, and others. As of February 2009, the Division had more than 144 customer service[8] filings.

Reporting and Review Requirements

Copies of lobbyists, principals, liaisons, and solicitors expense reports are published on the Secretary of State Web site (http://www.secretary.state.nc.us/lobbyists/expreports.aspx?) within ten business days of being received. The Division was able to meet this requirement even during the heaviest workload periods.

The Division is required to conduct the third review phase by comparing the expense reports received from lobbyists with the reports received from their respective principals, as well as comparing their monthly reports with the quarterly tabulations for each group. The Division began conducting the third reviews in November 2007, and has continued to date. To date they are able to do this more efficiently as a result of a computer program that has been written by the information technology group that allows the Review Officers to visually spot the lobbyist and principals reports that do not match.

Investigation and Enforcement

The Division has developed a draft policies and procedures manual that outlines the investigation process and enforcement sanctions and the late filing fees associated with each sanction. As of February 2009, the Division had collected $54,600 of these fees. The late filing fees were for January through December 2008.

Once the Division assesses the late filing fees, lobbyists or principals can appeal the fee by submitting additional justification and asking the Division to excuse or reduce the amount of the fine. The difference between the amount of fees assessed and collected is due to some fees being excused or reduced by the Division's internal informal appeals process and filers not paying their fees.

Administrative Tasks Related to Lobbying

The Division is responsible for adopting rules, orders, forms and definitions necessary to carry out the Lobbying Law. The Division staff expended 0.60 FTE for developing lobbying rules and forms related to the Lobbying Law during 2007; however the amount of time has dropped to approximately 0.28 FTE for 2008. This is due the fact that the rules have been adopted and they have not had any rules revisions submitted.

STAFFING NEEDS

Work Backlog and Overtime

OSBM's analysis of the staff's time in 2007 indicated that the division had a net need for approximately 0.60 FTE (0.68 FTE minus 0.08 for 2007 office moves) to carry out the functions of the division. As a result of the receptionist position, streamlining in work processes, and electronic filing that is available through the website, the division has had little or no backlog since March 2008.

[8] "Customer service" denotes filing documents that are incomplete or inaccurate and must be corrected during the first review phase before the document is made public and moved to the second review phase.

Other Duties and Responsibilities

According to the Division's staff there were a number of duties and responsibilities that are mandated for the Division that were not being accomplished in 2007 but are now being performed for 2008 as of February 2009. These include:

- Performing the third review phases of the expenditure reports,
- Sending enforcement letters for late filers for the second and third quarter,
- Collecting late filing fees for the first, second, and third quarters,
- Contacting principals who filed their authorizations late, and
- Ensuring the accuracy of the lobbyist and principal directory.

The duties that are still not being performed can be found in Table 2 on page5.

CONCLUSIONS

As a result of the Lobbying Law the workload for the Lobbying Compliance Division increased in 2007 and the Division's staff was unable to keep up with the work, resulting in a backlog in reviewing and processing registration and expenditure reports. The Division staff accrued 0.68 FTE of backlog and overtime in 2007. However, due to improved processes, the new administrative office position (receptionist) and staff becoming more proficient at performing their duties, the Division has virtually eliminated the backlog, accrued minimal overtime, and is able to perform a majority of the duties outlined in legislation. Further, OSBM's analysis of the Divisions' staffing and workload indicates that its workload has not changed (increased) very much over the 2007 workload. Therefore, OSBM does not believe that the Division's workload justifies any additional staff at this time.

ACKNOWLEDGEMENTS

OSBM wishes to express its appreciation to the management and staff of the Lobbying Compliance Division of the Secretary of State for their cooperation during the performance of this study.

Attachment
5

OSBM

Beacon Training Staffing Survey of State Agencies and Universities that Use the Beacon System

As directed by S.L. 2008-107, Section 22.5

March 1, 2009



Prepared By:

Office of State Budget and Management

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INTRODUCTION

Scope of Study

Section 22.5 of Session Law 2008-107 directs the Office of State Budget and Management (OSBM) to conduct a staffing survey of all State agencies and universities that use the BEACON system to determine the number of FTE staff assigned to BEACON training. Please note that the university system does not use the BEACON system; therefore it was not included in this report. Table 1 in the Findings section of the report identifies those agencies that use the BEACON system.

Methodology

To conduct the study, the OSBM study team sent each State agency that uses the BEACON system a survey asking the following questions:

- Does your agency use the BEACON system?
- Does your agency have staff (FTE) who conduct Beacon training for your employees? If so, please identify the position number, area of training, and associated FTE.
- Does your agency have a need for staff to conduct BEACON training? If so, in what areas, and what is the associated FTE for this training.

BACKGROUND

BEACON is a statewide collaborative effort to transform the way the State of North Carolina does business by modernizing and standardizing key business processes such as human resources and payroll. With the implementation of SAP's Enterprise Resource Planning (ERP) software solution, the goal of BEACON is to build a foundation for management flexibility, increased efficiency, and improved access to information, ultimately enhancing the quality of services to North Carolina's citizens.

The Office of the State Controller (OSC), Information Technology Services (ITS), the Office of State Budget and Management (OSBM) the Office of State Personnel (OSP), and the Department of Transportation (DOT) are overseeing the implementation effort.

Session Law 2004-129 appropriated $2.7 million from the IT Fund to the Office of the State Controller in 2004 to begin implementation of the recommendations in the Statewide Business Infrastructure Study. Of the $2.7 million, the Program Steering Committee (PSC) allocated $1.8 million to the HR/Payroll Initiative and $900,000 to the Enterprise Data Warehouse Initiative. The 2005-06 appropriation for the HR/Payroll project was $20,875,000. The full estimated cost for the HR/Payroll project is $125,500,369.[1]

FINDINGS

Table 1 on the following page shows the 39 State agencies, Boards and Commissions that utilize the BEACON system. Of the 39 agencies, boards and commissions there are only 3 agencies (Department of Revenue, Secretary of State, and IT) that indicated that they have FTE associated with training for the BEACON system. For all three agencies combined this comprises a total of .41 FTE training in the areas of Organizational Management (OM), Personnel Administration (PA), Employee Self Service (ESS), Manager Self Service (MSS), and Time Administration. The other 36 agencies indicated that they do no have staff dedicated to BEACON training; however, 14 of the 36 agencies indicated that they needed additional staff for BEACON training. When further

[1] Adopted from the Office of the State Controller's website (*www.beacon.nc.gov/about/index.html).*

asked in what specific areas training was needed, it was concluded that the training can be and is provided by the training courses offered at BEACON. See Appendix A for a list of the BEACON training courses.

Table 1

State Agencies, Boards and Commissions that Utilize the BEACON System

Agency	Boards and Commissions
Administrative Office of the Courts	Board of Auctioneer Licensing
Department of Administration	Board of Barber Examiners
Department of Agriculture	Board of Cosmetic Arts
Department of Commerce	Board of Opticians
Department of Correction	Psychology Board
Department of Crime Control & Public Safety	State Board of Ethics
Department of Cultural Resources	
Department of Environ. & Natural Resources	
Department of Health & Human Services	
Department of Insurance	
Department of Justice	
Department of Juvenile Justice & Delinquency Prevention	
Department of Labor	
Department of Public Instruction	
Department of Revenue	
Department of the Secretary of State	
Department of the State Treasurer	
Department of Transportation	
Employment Security Commission	
Governor's Office/Office of State Budget Management	
NC Community College System	
NC Education Lottery Commission	
NC School of Science & Math	
Office of Administrative Hearings	
Office of Information Technology Services	
Office of State Personnel	
Office of the Lt. Governor	
Office of the State Auditor	
Office of the State Controller	
State Board of Elections	
State Health Plan	
Wildlife Resources Commission	

CONCLUSION

The Office of the State Controller should continue to offer overview classes for all State agencies that utilize the BEACON system, and continue to develop training classes that are structured towards individual agency needs.

APPENDIX

AGENCY BUSINESS FUNCTION STAFFING DATA
And
RELATED TRANSACTIONAL DATA

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BEACON UNIVERSITY MASTER COURSE LIST
AS OF MARCH 1, 2009

Topic	Course ID	Course Title	Prerequisite	Length	Delivery	Frequency	Description	Audience
General	BC100	Beacon Overview	None	1	WBT	N/A	This course provides participants with a high level overview of the Beacon project, including the change imperative, project benefits to the State, and the overall scope of the project. In addition, Shared Services processes and scope will be covered in detail.	All Non-ESS roles
General	BC110	SAP Basic Navigation	None	1.5	WBT	N/A	This course provides participants the basic skills necessary to navigate in SAP ERP. This includes logging on, basic screen information, accessing transactions, basic searches, describing various types of system messages and how to obtain system help.	All Non-ESS/MSS roles
General	BC120	Reporting Overview	BC100 BC110	2	WBT	N/A	This course provides an overview and basic navigation for SAP ERP and Business Information reporting.	All SAP ERP and BI Rpt Users
General	BI210	BI Reporting	N/A	2	WBT	N/A	This course provides an overview of the BI reporting features in SAP. Topics include Deciding when to use BI reports (versus ERP), types of reports, variants, as well as sorting, filtering, exporting, and printing report data.	All SAP ERP, MSS Users
PA	PA200	PA Overview and Display	BC100 BC110	2	WBT	N/A	This course provides SSC users and Core HR users with a general introduction to processes in SAP Personnel Administration. Included in the course are terms, definitions, concepts, and an overview of PA process changes including differences between Agency roles and Shared Services roles.	All PA roles
PA	PA210	PA Terms, Concepts and Display Data	BC100 BC110 PA200	4	ILT	2	This course is intended to provide participants with the terms, concepts, knowledge and skills associated with SAP ERP Personnel Administration as well as displaying an employee's personnel information.	Master Data Maintainer Master Data Approver Warnings Maintainer Grievances Maintainer Display Sensitive Display Non-Sensitive Performance Rating Maintainer Performance Mass Maintenance Special Transfers Position Posting Maintainer Short-Term Disability Specialist HR Directors
PA	PA310	Create/Maintain Employee Data	BC100 BC110 PA200 PA210 WF220	16	ILT	1	This course provides the method of creating new employee data and updating existing employee data in SAP. Also included are discussions on how history is created.	HR Master Data Maintainer HR Master Data Approver
PA	PA315	Create/Maintain Employee Data	BC100 BC110 PA200 PA210 WF220	8	ILT	2	DOC Version of PA 310	DOC
PA	PA320	Maintain Warnings & Grievances	BC100 BC110 PA200 PA210	4	ILT	1	This course provides participants with the skills to view and update disciplinary warnings, view the employee's personal information, organizational assignment, and other information as necessary to complete a warning.	Warnings Maintainer
PA	PA330	Create Adjustment Reasons	BC100 BC110 PA200	2	WBT	N/A	This class provides participants with the skills to create adjustment reasons in the portal. This user will usually be in a decentralized office where the HR Data Maintainer is not present.	Varies - As Designated by Agency
PA	PA340	Maintain Performance Rating	BC100 BC110 PA200 PA210	2	WBT	N/A	This course provides participants with the skills to update the employee's performance ratings and view organizational assignment.	Performance Rating Maintainer Performance Rating Mass Maintainer
PA	PA350	Position Vacancy Posting	BC100 BC110 PA200 PA210 OM200	4	ILT	1	This course provides participants with the skills to enter a description of work (DOW), competencies, skills and abilities (KSAs), training and experience requirements, posting and closing dates, and other information necessary to post a vacant position.	Position Vacancy Posting Maintainer
PA	PA370	Short Term Disability	BC110 PA200 PA210	4	ILT	1	This course provides SSC users with the skills to update Leaves of Absence with and without leave.	Short Term Disability Specialist
PA	PA410	Advanced Create/Maintain Employee Data	BC100 BC110 PA200 PA210 PA310	12	ILT	2 or 3	This course will provide participants with the skills to hire employees from non-BEACON agencies, execute transfers between agencies, understand dual employment, process a reallocation, and execute both leaves of absence and career progressions.	HR Master Data Maintainer

Source: http://www.beacon.nc.gov/training/curriculum.html

BEACON UNIVERSITY MASTER COURSE LIST
AS OF MARCH 1, 2009

Topic	Course ID	Course Name	Prerequisites	Length	Type	Offerings	Frequency	Description	Role Assigned
OM	OM200	Organizational Management Overview	BC100 BC110	4	ILT	2	Month	This course provides Agency HR users with a high level overview of Organization Management, structure, associated objects and info types. SAP training tools also provided to display and analyze the organizational structure. In addition, this course provides the training required to perform day-to-day Organization Management activities for Agencies	OM Position & Org Unit Requestor OM Position & Org Unit Approver Agency Position Funding Approver OSBM Position Funding Approver Position Vacancy Posting Maintainer Display Organizational Management
OM	OM210	Organizational Management for Agencies	BC100 BC110 OM200	12	ILT	2 or 3	Month	This course will teach the student to perform position actions creating the position action and maintain position action transaction codes. In addition, the course will show the student how to display position data and search for position status. Applicable workflow will also be covered in this course	OM Position & Org Unit Requestor OM Position & Org Unit Approver Agency Position Funding Approver OSBM Position Funding Approver Position Vacancy Posting Maintainer Display Organizational Management
OM	OM250	Agency Funding Approver	BC100 BC110 WF220	4	ILT	1	Month	This course provides the student with an understanding of the Crosswalk between NCAS and SAP and the relationship between BEACON and Salary Control. The class will cover Infotypes 1018, 9018, and the related workflow	Agency Position Funding Approver OSBM Position Funding Approver
BN	BN200	Display Benefit Enrollments	BC100 BC110	8	ILT	2 or 3	Month	This course provides Agency Core HR users with the ability to display personnel information and benefit elections. This information includes required personal data pertaining to the employee and family, basic enrollment information for insurance elections and benefits	Display Benefits Benefits Administration
BN	BN300	Enrollment and Group Processing	BC100 BC110 BN200	9	ILT	In Development	TBA	This course provides administrators with the ability to maintain employee benefits information in SAP. This includes: managing enrollment plans for Annual Enrollment, NC Flex Plan, State Health Plan, 401K, 457 and 403B plans. Administrators will also be able to monitor/identify changes in eligibility and termination of plan participation	Benefits Administration (IRIST Shared Services Only)
PY	PY200	Payroll Overview/Process & Policy Changes	BC100 BC110	4	WBT	N/A	N/A	This course provides an explanation of the new payroll processes, identification of policy changes, and a discussion of retroactive payroll. In addition, this course will provide users with a better understanding of the role of SSC with regards to Payroll Processing and support.	All Payroll roles
PY	PY300	Payroll for Agencies	BC100 BC110 BC120 PY200	8	ILT	2 or 3	Month	This course will enable Agency users to display pertinent payroll information such as payroll results, calendars, and miscellaneous reports. Upon finishing this course, users will be able to provide agency payroll support for wage types, bank details, recurring, and additional payments in addition to understanding agency managed processes.	Display Payroll (Agency-appointed payroll liaison)
PY	PY310	Payroll Maintainer	BC100 BC110 BC120 PY200	8	ILT	2	Month	This course will provide participants with the skills to maintain agency related payroll data. Information to include agency specific deductions and supplements. This course will also include agency reports such as payroll results, calendars, and miscellaneous reports. In addition, this course will provide SSC personnel with training for day to day workflow.	Payroll Administration Central Payroll Processing
PI	PI300	Master Data Workshop	BC100 BC110	4	ILT	N/A	N/A	This workshop provides Master Data maintainers with the knowledge and skills to maintain Finance Master data in SAP ERP.	SSC Master Data Maintainer
TM	TM200	Time Overview	BC100 BC110	1	WBT	N/A	N/A	This course provides users that will be working directly in SAP ERP with an overview of Time Management. The course will cover BEACON policy and process changes. ESS and MSS users do not need to attend this course.	Time Administrators Leave Administrators SSC Time Users
TM	TM210	Preliminary Material for Leave Administration	TM200	1	WBT	N/A	N/A	Introductory material for TM310	Leave Administrators
TM	TM220	Preliminary Material for Time Administration	TM200	1	WBT	N/A	N/A	Introductory material for TM300	Time Administrators
TM	TM300	Time Administration	BC100 BC110 TM200 TM220	8	ILT	1	Week	This course provides Time Administrators with the ability to describe time rules and responsibilities, record, review, correct, and approve time in SAP ERP. Other administrative tasks in this course include: the review of work schedules, premium pay eligibility calculations, time evaluation, review of leave limits, review of holiday balances and general payroll data reporting	Time Administrators SSC Time Users
TM	TM310	Leave Administration	BC100 BC110 TM200 TM210	4	ILT	2 or 3	Month	This course provides Leave Administrators with the ability to perform leave administration in SAP ERP. Administrative tasks in this course include, the review of work schedules, time evaluation, review of leave limits, review of holiday balances, FMLA, generating absence quotas, and general payroll data reporting	Leave Administrators
TM	TM340	Voluntary Shared Leave	BC100 BC110 TM200 TM210 TM310	2	WBT	N/A	Month	This course will teach the student the basic processes for creating voluntary shared leave donations and credits between employees. The student will learn to use the PA61 transaction code to create the appropriate records for both the donor and recipient	Leave Administrators
ESS	ES200	Maintain Personal Information/Overview	None	1	WBT	N/A	N/A	This course provides participants with the skills necessary to access the ESS system. Users will learn how to, view/modify their personal data for W-4 Tax Withholding, Reprint W-2s, update bank information and family member/dependent data. For Go-Live, the shared service organization will be available to help users enter/complete requested changes in the system	ESS

Source: http://www.beacon.nc.gov/training/curriculum.html

BEACON UNIVERSITY MASTER COURSE LIST
AS OF MARCH 1, 2009

Topic	Course ID	Course Name	Prerequisite	Length	Type	Offering	Frequency	Description	Who Should Attend
MSS	MS200	Manager Time Approval	BS200	2	WBT	N/A	N/A	This course provides Manager Self Service (MSS) users with the ability to review and approve time, review and approve leave requests, and perform basic reporting of time data. Managers from agencies that will interface their time data to SAP ERP, or use manual time sheets do not need to attend this course.	MSS
WF	WF220	SAP BEACON Workflow	BC100 BC110	4	ILT	2 or 3	Month	This course is designed to teach the student the workflow process, including the tasks related to both the workflow initiator and approver, as well as to demonstrate the workflow tools and inbox	OM Position & Org Unit Approver Agency Position Funding Approver OSBM Position Funding Approver
SO	NCAS01	NCAS Basics	None	1	WBT	N/A	N/A	This course provides the user with a basic overview of the NCAS system, including mainframe logon / logoff, terminology, navigation, accessing help, and basic reporting.	All NCAS Users
SO	NCAS04	NCAS Basics for Auditors	None	8	ILT	2	Year	In addition to providing the user with a basic overview of the NCAS system, including mainframe logon / logoff, terminology, navigation, accessing help, and basic reporting, this course also serves as an introduction to purchasing, budgetary control, fixed assets, accounts payable / receivable, and OSC support of the NCAS system.	Auditors
MM	PC01	Procurement Card	NCAS01 AP01 or AP03	4	ILT	6	Year	Content of this course includes accessing the procurement card module, adding cardholders, reconciling transactions, maintenance, invoices, and agency policy	Procurement Card Managers
MM	AP02	Accounts Payable Management	NCAS01 AP01 or AP03 or 6 Months Exp.	6	ILT	2	Year	The objectives of AP02 include: Requesting check runs, printing / recording checks, daily AP balancing, and basic information access (reports)	Accounts Payable Managers
MM	AP03	Accounts Payable Matching	NCAS01	8	ILT	6	Year	Content includes business process / policy overview, processing exceptions, adjusting payments, obtaining signature verification, and manually closing purchase order lines to invoicing.	Accounts Payable Mgrs / Processors
MM	AP01	Accounts Payable Overview	NCAS01	24	ILT	8	Year	Includes all AP03 topics plus special processes (e.g. sales tax), processing and maintenance of invoices / debit memos / credit memos, document inquiries, and information access (reports)	Accounts Payable Mgrs / Processors
MM	AP07	Accounts Payable Basics	NCAS01	8	ILT	6	Year	Basic A/P content including account balancing, researching inquiries, processing invoices, and applying key matching concepts.	Accounts Payable Clerks / Mgrs
MM	IN01	Inventory Management	NCAS01	24	ILT	TTT / Agency Support	Agency	This course will teach the NCAS user to calculate inventory information, replenish inventory, evaluate supply, process backorders, document numbers, use cycle counts to [illegible]	Warehouse Admins / Managers
MM	IN02	Inventory Accounting	NCAS01	8	ILT	TTT / Agency Support	Agency	Teaches the student to define accounting distributions, audit inventory accounting transactions, and analyze inventory activity	Inventory Accountants
MM	IN06	Usage Orders	NCAS01	4	ILT	TTT / Agency Support	Agency Request	Introduction into usage orders, entering and approving.	Requisitioners, Warehouse Clerks
MM	IN07	E-Procurement Purchasing	NCAS01	4	ILT	TTT / Agency Support	Agency Request	This course includes material associated with replenishing inventory, evaluating supply, external replenishment, and reports.	Warehouse Managers, Buyers, Approvers
MM	IN05	Inventory for LEAs	None	4	ILT	TTT / Agency Support	Agency Request	Includes the same topics covered in IN07, plus using / navigating XNET	Textbook Coordinators
MM	IN03	XPTR for Inventory	None	4	ILT	TTT / Agency Support	Agency Request	This course includes online help, initial setup, and viewing / printing reports	Fiscal and Materials Management Staff
MM	IN04	Accounts Receivable for Inventory	None	8	ILT	TTT / Agency Support	Agency Request	Content of this course includes an overview, A/R policy, customer setup, invoicing, cash application, processing inquiries, and account clearing	Accounts Receivable Clerks
GT	FA01	Fixed Asset Basics	NCAS01	4	ILT	4	Year	A course dealing with fixed assets, specifically: entering, changing, transferring, retiring, deleting, and interfacing to the fixed asset module	Fixed Asset Officers
MM	1099	1099 Processing	NCAS01 AP01	8	ILT	4	Year	Instructs the employee in the 1099 process overview, establishing vendor 1099 information, making corrections, distributing / filing 1099s, withholdings, and other 1099 topics.	AP Managers and Assists
MM	VN01	Vendor Processing	NCAS01	6	ILT	2	Year	This course includes a policy / vendor overview and discussion of various types of vendors, e.g. employee, non-trade, e-pay, trade, and others	Accounts Payable Mgrs / Processors
GA	SM01	Agency System Management	NCAS01	16	ILT	6	Year	Comprehensive course covering such topics as: the business process overview, chart of accounts, basic inquiry, correcting transactions, system balancing, the general ledger, intergovernmental transactions, recording cash receipts, and system reports.	Accounting Management / Various Managers
GA	CI01	Capital Improvements	NCAS01 SM01	2	ILT	2	Year	Includes the business process overview, chart of accounts structure, budget authorization, NCAS accounting procedures, account balancing, and information access (reports)	Capital Improvement Managers
BD	BD01	Budget Management	NCAS01	8	ILT	6	Year	This course teaches the employee to establish the budget, check funds, record transfers, process documents, run reports, and to understand the OSBM / BRS interface process	Budget / Fiscal Officers, Accounting Management
IA	IA01	Information Access	NCAS01	3	WBT	N/A	N/A	Teaches the student to perform an online report query, the Report Management Distribution System (RMDS), Information Expert (IE), and SmartStream Decision Support.	All NCAS Users
IA	IE01	Using IE in the NCAS Environment	NCAS01 IA01	4	ILT	4	Year	The student will leave the course with an understanding of the NCAS environment basic IE concepts, IE reports, and selected advanced features	Primary NCAS IE Users

Source: http://www.beacon.nc.gov/training/curriculum.html

BEACON UNIVERSITY MASTER COURSE LIST
AS OF MARCH 1, 2009

Topic	Course ID	Course Name	Prerequisite	Length	Type	Offerings	Frequency	Description	Audience
IA	IE03	Basic IB Reporting	IE01	16	ILT	4	Year	Comprehensive course that covers such topics as: understanding the eight NCAS business applications, basic IE terms; creating IE reports, the Expert Language commands, maintaining the user library, and problem research / resolution	NCAS Report Writers, Experienced IE Users ONLY
IA	IE04	Advanced IE Reporting	IE01 IE03	8	ILT	2	Year	Multi complex IE topics covered: advanced data access techniques, data storage commands, looped commands, creating subroutines, and creating output datasets	NCAS Report Writers, Experienced IE Users ONLY
IA	DSS-01A	DSS Basics	NCAS01 IA01	8	ILT	6	Year	Upon completion of this course, the employee will understand the role of the DSS in NCAS and the nature of the information in the DSS databases. The class will also cover exporting data, selecting a report, and accessing available help and learning resources.	Program Managers, IT Directors, End Users, CFOs
GT	SA01	Security Admin's Workshop	NCAS01	4	ILT	3	Year	Overview course of system security, agency security profile procedures, and OSC security requirements.	System Security Administrators

Source: http://www.beacon.nc.gov/training/curriculum.html

VISITOR REGISTRATION SHEET

Gen Gov — 4/21/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Bill Stockard	OSBM
Angela y. Houston	OSBM
John Leskovec	OSBM
Robert Wilson	SOS
Cathy Reese	DOA
Christy Agner	DOA
Jim Lora	OSBM
Al Dutton	DOA/YAID
Ralph Gable	SBE
Vicky Young	DOT
Michael Hauser	NCDOR

VISITOR REGISTRATION SHEET

APPROP./GENERAL GOVERNMENT — 4/21/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME (PLEASE PRINT)	FIRM OR AGENCY AND ADDRESS (PLEASE PRINT)
PHILIP BARTHOLOMEW	OSBM
Wayne Peedin	NCDVA
Charlie Smith	NCDVA
DENNIS PATTERSON	OSA
Dick Barnes	OSA
Mallory Hatcher	MWC
Sherri Johnson	OSC
Jack Hubbard	OSBM
Margaret Matrone	NCHFA
Anne Bander	OSBM
Sarah Becker	NCCASA

House Pages

Name of Committee: Gen. Govt **Date:** 4-

1. Name: Austin Doggett
   County: Guilford
   Sponsor: Tarheel challange
2. Name: Baye Fair
   County: Lee
   Sponsor: Tarheel challenge
3. Name: _____
   County: _____
   Sponsor: _____
4. Name: _____
   County: _____
   Sponsor: _____
5. Name: _____
   County: _____
   Sponsor: _____

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Martha Farmer
3. Name: _____
4. Name: _____

Beg. Call to Order 8:30 am
Adjourn 9:34 am

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

DATES	4/21/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair															
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills	✓														
Rep. Jane Whilden	✓														
Claire Hester															
Michele Nelson															
Judy Turner SAA															
Martha Parrish SAA															

House Appropriations Subcommittee on General Government

Room 1425, Legislative Building

Minutes
April 21, 2009
2:00 P.M.

Representative Susan Fisher called the meeting of the Appropriations Subcommittee on General Government to order on April 21 at 2:00 p.m. The following members were present: Representative Susan Fisher, Chair; Representative Russell Tucker, Vice Chair; Representative George Cleveland, Representative Elmer Floyd, and Representative Jane Whilden. Michelle Nestor and Claire Hester were also present.

Representative Fisher introduces the Pages Justin Hurst of Rowan County and Justin Harvey of Wake County, and acknowledged the Sergeants at Arms who serve the committee.

The first item on the agenda was the Ethics Commission, and Representative Fisher called on Perry Newson the Executive Director to make a presentation. Mr. Newson stated that the Ethics Act was passed in 2006 and referenced the OSBM study. The study reflects that this is still a start up agency. The four main functions of the Ethics Commission is Education, Advice, Enforcement/ Disclosure, and Evaluation, all are legally mandated by ethics law and lobbying law. They all serve commissions' mission statement and are exclusive to the Ethics Commission. The Appropriated budget is currently 2009-10 is 968,000 as a starting point. The Education consists of traditional education, the website, and written products. The law mandates that we educate people, public servants, the entire scope of officials have to be educated with the exception of judicial officers. It does include lobbyists and lobbyist principles. We are in the third year of this law and now we are in the cycle of going back to the original people who we originally educated and performing two education tracks, basic and refresher training at the same time. For 2008 we educated 15, 000 people and we have now surpassed that number. The Commission has approved the development of a web based online training course. The problem is now budgetary constraints with regard to the training, on recommendation of mine is to carry over funds that we have to develop this program, in the long run saving money.

The second component is advice, where people ask advice about what they should and should not do regarding ethics act and lobbying law. Only the ethics commission can give formal advisory opinions, it puts more pressure on the staff to have more frequent meetings to address those issues and questions raised, it also increase the demand of formal opinions. Questions are becoming more difficult, requiring more staff time and resources to answer these questions. The advice function is much more difficult and time consuming than anyone anticipated at the beginning of the process. There have been more uses of a paralegal as opposed to senior staff attorneys in answering questions.

Enforcement includes the statements of economic interests and fine of late filing, or non-filing, of statements of economic interests (SEI), and lastly 3rd party complaints. It is very time consuming to pursue people that file late, or don't file at all. Complaints have remained the same, 73 complaints the 1st year, and 72 complaints the 2nd year.

OSBM commissioned a 2 yr study of Ethic commission. This report regards the SEI, showing we have about a 9 month back log, in the evaluations of statements. Second, there were a lot ok backlogs found in the advice giving section. OSBM found nearly a 20 month back log, which equal 1.6 full time employees. Thirdly, they found that senior staff had worked a significant amount of overtime, equally more that 1 full time employee. The OSBM shows that we are short by two employees. Lastly, the OSBM found potentially 150 boards and commissions that are not covered under this law that could be covered; if they were to be covered, that would be a 50% increase in our workload. Coverage criterion is needed to understand what would comply as a commission that needed to be covered. The OSBM makes specific recommendations, that the requirement of a notarized SEI be eliminated. The second recommendation would be to have electronic SEI filing.

In conclusion, we are short staffed, and have been from the start, the numbers show this, and the OSBM study shows this. I do request that you not cut any positions and we are able to carry forward contractor funds to continue major projects we have going on right now.

Representative Fisher - "Is their any costs that are associated with changing the bill or law regarding SEI? The deadline is tomorrow."
Perry Newson – "That is an OSBM recommendation; we have not taken that up yet."
Representative Whilden- "The Committee needs to know your thoughts on this so for the coming year, we can be more proactive concerning it.

Representative Floyd – " If you do the electric file, why not penalize the postal office, that way you still have everything electronically, the other concern is overtime, that has to be paid?"
Perry Newson- There is no dollar for dollar pay out, it is one of the costs we absorb. For any junior staff that participates in overtime, we are required to pay them 1.5 times the hourly Rate.
Representative Floyd; "If people are not being paid for overtime, it should not be listed in the report.
Chair Fisher – "They didn't write the report, it came from OSBM."
Representative Floyd – "Adding this information is misleading, it is as though this money has to be appropriated in some way.

Representative Cleveland – "Has anyone been fired for late submission, or non-submission of files?
Perry Newson – "Yes sir, every year, the number went up this year by about 30 people, we have removed about 4/5 appointees."

Representative Tucker- "Other than having SEI on file, has that produced any results showing that people are not making decisions based on their own economic interests?"
Perry Newson – "We hope so, but we don't have any empirical evidence of specific cases."
Follow- up – If General Assembly decided not to do SEI, so the Commission would not carry that workload, what do you see happening?"
Perry Newson – The impact of that would not be that great in making up back log, it wouldn't be a shifting of jobs, so impact would be minimal.

Representative Floyd – "If they are fined and do not pay, what are the consequences?"
Perry Newson – They either voluntarily pay or appeal. There is a process by which we go through the attorney General's office, and then it ultimately goes to a collections agency.

Michelle – "I wanted to bring to the subcommittee's attention of three items that actually have some expense related to the report. Because it is a new agency they have very little expenditure history, and for the sake of review, if any questions, please ask now."

Chair Fisher then introduces the Lieutenant Governor office, with Caroline Valand, the Chief of Staff. Off ice was established in NC Constitution in Article 3 section 6, there is also several general statutes that detail our roles and responsibilities. One main responsibility is representing the state and governor at various functions. The total overall budget is about 960,000, over 900,000 of that money goes towards salaries and benefits. Currently we have 10 staff that all begin in January, when the current governor began. Most of special fees, the Lt Governor is exempt from.

Fisher – "Could you repeat the number of employees?"
Caroline Valand- There are currently 10 staffers, Lieutenant Governor, and 2 highway patrol men (patrol men are not part of overall budget, they are a part of the highway control budget).

Representative Tucker – Who pays for the Highway patrol's gas and cars?
Caroline Valand - "Just like all security detail, those for the governor and highway patrol is taken care of by the highway patrol."
Representative Whilden - "I think the difference is that in the statutes the governor does pay for that service."

Reminder to the committee, tomorrow we have a joint appropriations meeting in Room 643, that will be the special presentation on prisons.

Meeting Adjourned at 2:39 p.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA
HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
April 21, 2009
2:00 p.m.
Room 1425

Representative Susan Fisher, Chairing

Representative Alice Underhill

2:00	Call to Order	Rep. Fisher
	Agency Presentations	
	Ethics Commission	Perry Newson Executive Director
	Lieutenant Governor	Caroline Valand Chief of Staff
	Adjourn	

STATE ETHICS COMMISSION

1324 MAIL SERVICE CENTER
RALEIGH, NC 27699-1324
WWW.ETHICSCOMMISSION.NC.GOV

ROBERT L. FARMER
CHAIRMAN

PERRY Y. NEWSON
EXECUTIVE DIRECTOR

TO: House Appropriations Subcommittee on General Government,
Representative Alice Underhill, Co-Chair
Representative Susan Fisher, Co-Chair

FROM: Perry Y. Newson, Executive Director

DATE: April 20, 2009

RE: Expanded Education and Review – Ethics Commission Information
Department of Administration (14100) -- Ethics Commission (Fund Code 1810)

The following information is responsive to the April 16, 2009, General Government Team memo.

Justification of Budget: The North Carolina State Ethics Commission (Fund Code 1810 under DOA) submits the following budget items. All other amounts are zero (0).

Account	FY07-08 Actual	FY08-09 YTD	FY09-10 Requested	FY10-11 Requested	Justification
532199	0	419	0	0	Mandatory sign language interpreting services for education program (02/02/09)
5327XX	7,042	5,191	12,425	12,231	Travel expenses relate to three main functions: (1) Commission members travelling to Commission meetings; (2) Commission staff travelling to conduct education programs; and (3) Staff travelling to the national ethics conference (Council of Governmental Ethics Laws)
534500-50	3,241	935	1,000	1,000	Office equipment & furniture
All others	0	0	0	0	Not applicable to Commission

PHONE: 919-715-2071 E-MAIL: ETHICS.COMMISSION@DOA.NC.GOV

Travel expenses relate to three main functions: (1) Commission members travelling to Commission meetings, usually in Raleigh; (2) Commission staff travelling to various locations across the State to conduct mandatory education programs; and (3) Staff (usually one staff member) travelling to the national ethics conference (Council of Governmental Ethics Laws or "COGEL")

The North Carolina State Ethics Commission does not currently have any vacant positions and has not had any vacant positions since December 2008.

To the best of the Commission's knowledge and information at this time, the North Carolina State Ethics Commission is not eligible for and will not receive Federal American Recovery and Reinvestment Act (ARRA) funds.

The Commission has no Governmental & Proprietary Fund Balances (Special Funds).

The Commission does not charge any fees. Fines collected as a result of late or non-filing of Statements of Economic Interest are minimal. The amount of fines ($250) is set by statute and not within the Commission's control.

The Commission does not have funding formulas independent of DOA's, if any.

Department ...ministration (14100) -- Ethics Commission (1810)							
14100 (Fund Code 1810)							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0		
Fund Code = 1810	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
Contracted Personal Services (531321)	Ethics Commission	0	0	0	0	None	
Miscellaneous Contractual Services (532199)		0	419	0	0	419.35 (sign language interpreting services at the NC Museum of History on 02/02/09)	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	None	
Travel/Related Expenses (5327xx)		7,042	5,191	12,425	12,231	Travel expenses relate to three main functions: (1) Commission members travelling to Commission meetings, usually in Raleigh; (2) Commission staff travelling to various locations across the State to conduct education programs; and (3) Staff travelling to a national ethics conference (Council of Governmental Ethics Laws or "COGEL")	
(1) Commission members' travel for meetings = $3213 (532 731) and $2287 (532 732);							
(2) Staff travelling to various locations across the State to conduct education programs = $4510 (532714; 532721; 532724; 532727);							
(3) Staff travelling to a national ethics conference (Council of Governmental Ethics Laws or "COGEL") = $1915 (532712; 532715; 532722; 532725)							
Cellular Phone Services (532814)		0	0	0	0	None -- we have no State cell phones	
Furniture and Equipment Replacement Schedules (534500 to 534550)		3,241	935	1,000	1,000		
534 511 Furniture--Office							
534 521 Office Equipment							
534 528 Equip--Voice Communications							
534 530 Other DP Equipment							
534 534 PC/Printer Equipment							

Department of Administration (14100) -- Ethics Commission (1810)							
14100 (Fund Code 1810)							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0		
Discretionary Grants (5364AA)		0	0	0	0	None: We have no discretionary grants	
Directed Grants (5366AA)		0	0	0	0	None:.We have no directed grants	
Loans (5367AA)		0	0	0	0	None	
Other Aid and Grants (5369AA)		0	0	0	0	None	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	None	

STATE ETHICS COMMISSION

1324 MAIL SERVICE CENTER
RALEIGH, NC 27699-1324
WWW.ETHICSCOMMISSION.NC.GOV

ROBERT L. FARMER
CHAIRMAN

PERRY Y. NEWSON
EXECUTIVE DIRECTOR

TO: House Appropriations Subcommittee on General Government,
Representative Alice Underhill, Co-Chair
Representative Susan Fisher, Co-Chair

FROM: Perry Y. Newson, Executive Director

DATE: April 20, 2009

RE: Vacant Positions -- None

Per the April 16, 2009, General Government Team memo, this is to inform the Committee that the North Carolina State Ethics Commission does not currently have any vacant positions and has not had any vacant positions since December 2008.

Please let me know if you need any additional information relative to this matter.

STATE ETHICS COMMISSION

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ROBERT L. FARMER
CHAIRMAN

PERRY Y. NEWSON
EXECUTIVE DIRECTOR

TO: House Appropriations Subcommittee on General Government,
Representative Alice Underhill, Co-Chair
Representative Susan Fisher, Co-Chair

FROM: Perry Y. Newson, Executive Director

DATE: April 20, 2009

RE: Education and Review of General Government Agencies for the House Appropriations Subcommittee on General Government:

Use of Federal American Recovery and Reinvestment Act (ARRA) Funds.

Per the April 16, 2009, General Government Team memo, this is to inform the Committee that to the best of the Commission's knowledge and information at this time, the North Carolina State Ethics Commission is not eligible for and will not receive Federal American Recovery and Reinvestment Act (ARRA) funds.

Please let me know if you need any additional information relative to this matter.

PHONE: 919-715-2071 E-MAIL: ETHICS.COMMISSION@DOA.NC.GOV

STATE ETHICS COMMISSION

Memorandum

TO: House Appropriations Subcommittee on General Government

FROM: Perry Y. Newson, Executive Director

DATE: April 20, 2009

RE: OSBM II Report (March 1, 2009) – Commission Summary

During the 2008 session, The Office of State Budget & Management (OSBM) was directed to undertake a study to determine whether State Ethics Commission staffing levels were appropriate given changes in relevant statutes requiring additional and more diverse work. Compiling 2007 and 2008 data and conducting extensive personal interviews, OSBM produced its final report dated March 1, 2009: *Staffing Analysis of the North Carolina State Ethics Commission: Management Study* ("the Report" or "OSBM II"). The following is a brief summary of the Report. The full Report is available through OSBM or the LRD.

OSBM concluded that passage of the Ethics Act and Lobbying Law greatly increased the Commission's workload compared with its predecessor entity, the NC Board of Ethics. Among other things, the number of SEI filers more than doubled, education became mandatory for well over 10,000 people, and the number and complexity of advisory opinion requests exploded. This immediate and drastic increase in the Commission's workload resulted in a significant work backlog in key areas. The Report focused on four primary statutory missions:

1. Evaluation of SEIs;
2. Issuance of advisory opinions and advice;
3. Provision of ethics education/training; and
4. Investigation of complaints.

Very briefly, the Report concluded that at the present rate of review, there is a nine-month backlog in SEI reviews, which equals .75 full-time equivalent ("FTE") employees (three quarters of a full-time person). Even more significantly, the Report noted a 19.7 month backlog (1.64 FTEs) in the issuance of advice and advisory opinions. Even with the Education Officer position being vacant for eight months, we educated over 14,000 people through 171 programs across the State. However, the Report noted that the Commission could reduce its staff workload by implementing on-line registration for its education programs, citing Maryland as a model. The Report made no significant findings regarding complaints.

In addition to the four core functions discussed above, the Report noted that staff handles numerous administrative and miscellaneous tasks that in the aggregate consume the work of two FTEs. More alarmingly, the Report identified 150 State boards and commissions that may ultimately come under the Commission's jurisdiction after the establishment and application of new coverage criteria. If so, this would result in a *50% increase* in the number of covered boards, with the resulting impact on all Commission functions. This is the first time this possibility has been noted.

OSBM also found the accrual of a considerable amount of overtime by senior staff during the two years studied. They found that staff overtime totaled over 1800 hours and equaled over one FTE. This means that senior staff did their own work plus that of another full-time employee. The breakdown is as follows:

Position	Overtime Hours	FTE
Executive Director	980	.56
Asst Dir/Compliance Ofcr	382	.22
Lobbying Director	328	.18
Education Director	133	.08
Total	**1,823**	**1.04**

The Report found that workload backlog and overtime accrued during 2007 and 2008 amounted to 3.43 FTEs of additional staffing needed by the Commission. This equates to 1.72 FTEs per year when averaged over the two year period. When you add the per-year FTE deficit (1.72) with the .42 FTE work performed by one of the Commission's independent legal contractors, the Commission is over two full-time positions short.

While the Report found that the Commission has been unable to keep up the expanded duties created by passage of the Ethics and Lobbying laws, resulting in a "significant backlog" in key functions and the accrual of over one (1) FTE in overtime, OSBM concluded that it is too early to determine the extent that the Commission's workload may increase in the future.

The Report makes seven specific recommendations:

1. **Eliminate the requirement for notarization of SEI forms.** OSBM finds no value is added to the process. [This is a statutory requirement rather than SEC policy; the Ethics Act would have to be changed to implement this proposal. The Commission has not yet taken a position on this proposal.]

2. **Implement electronic SEI filing.**

3. **Implement web-based course registration.**

4. **Develop on-line education courses.** [The Commission approved this education option at its January 2009 meeting, and staff is currently pursuing its implementation as quickly as possible, subject to budget constraints.]

5. **Create internal Frequently Asked Questions** (FAQ) document to aid with responding to inquiries, requests for advice, and education. [SEC staff is developing such a resource on multiple fronts.]

6. **Add a paralegal** position to assist with advisory opinions.

7. Routinely document workload, identify opportunities for automation, eliminate backlog and justify/request additional staff if needed.

Department ministration (14100) -- Ethics Commission (1810)							
14100 (Fund Code 1810)							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0		
Fund Code = 1810	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
Contracted Personal Services (531321)	Ethics Commission	0	0	0	0	None	
Miscellaneous Contractual Services (532199)		0	419	0	0	419.35 (sign language interpreting services at the NC Museum of History on 02/02/09)	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	None	
Travel/Related Expenses (5327xx)		7,042	5,191	12,425	12,231	Travel expenses relate to three main functions: (1) Commission members travelling to Commission meetings, usually in Raleigh; (2) Commission staff travelling to various locations across the State to conduct education programs; and (3) Staff travelling to a national ethics conference (Council of Governmental Ethics Laws or "COGEL")	
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(3) Staff travelling to a national ethics conference (Council of Governmental Ethics Laws or "COGEL") = $1915 (532712; 532715; 532722; 532725)							
Cellular Phone Services (532814)		0	0	0	0	None -- we have no State cell phones	
Furniture and Equipment Replacement Schedules (534500 to 534550)		3,241	935	1,000	1,000		
534 511 Furniture--Office							
534 521 Office Equipment							
534 528 Equip--Voice Communications							
534 530 Other DP Equipment							
534 534 PC/Printer Equipment							

Department of Administration (14100) -- Ethics Commission (1810)							
14100 (Fund Code 1810)							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0		
Discretionary Grants (5364AA)		0	0	0	0	None: We have no discretionary grants	
Directed Grants (5366AA)		0	0	0	0	None: We have no directed grants	
Loans (5367AA)		0	0	0	0	None	
Other Aid and Grants (5369AA)		0	0	0	0	None	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	None	

State of North Carolina
Office of the Lieutenant Governor

WALTER H. DALTON
LIEUTENANT GOVERNOR
lt.gov@nc.gov

20401 MAIL SERVICE CENTER
RALEIGH, NC 27699-0401
TELEPHONE: (919) 733-7350

To: Representative Alive Underhill, Chair
Representative Susan Fisher, Chair
Representative Fred F. Steen, II
Representative Russell E. Tucker
Representative Larry R. Brown
Representative George G. Cleveland
Representative Elmer Floyd
Representative Grey Mills
Representative Jane Whilden

From: Caroline Valand, Chief of Staff

Date: 4/21/09

Re: Review of Office of the Lt. Governor by the House Appropriations Subcommittee on General Government.

Attached please find the information requested to review the budget, programs and services of the Office of the Lieutenant Governor as requested in the memo dated April 16, 2009.

In general terms, the Committee will find that the Office of the Lieutenant Governor is not eligible to spend the funds indicated in the memo. Nonetheless, here are the categories of education/review requested:

1. Please see attached Page 2.

2. This request is not applicable as the Office of the Lieutenant Governor does not administer any Special Funds. Please see the attached Page 3.

3. There are currently no vacant positions in the Office of the Lieutenant Governor.

4. This request is not applicable as the Office of the Lieutenant Governor does not administer any fees. Please see the attached Page 4.

5. This request is not applicable as the Office of the Lieutenant Governor does not have any funding formulas. Please see the attached Page 5.

6. This request is not applicable to the Office of the Lieutenant Governor as it does not receive any Funds from the Federal American Recovery and Reinvestment Act (ARRA).

Please do not hesitate to contact the Office of Lieutenant Governor if you have any questions or concerns.

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested fo upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Expenditure Account: Contracted Personal Services (531321)		5215	0	4843	4843	
Miscellaneous Contractual Services (532199)		0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		3190	1682	3187	3187	
Cellular Phone Services (532814)		1400	684	1400	1400	
Furniture and Equipment Replacement Schedules (534500 to 534550)		0	0	1300	1300	
Discretionary Grants (5364AA)		N/A	N/A	N/A	N/A	
Directed Grants (5366AA)		N/A	N/A	N/A	N/A	
Loans (5367AA)		N/A	N/A	N/A	N/A	
Other Aid and Grants (5369AA)		N/A	N/A	N/A	N/A	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		N/A	N/A	N/A	N/A	

INSERT BUDGET CODE AND DEPARTMENT NAME - Governmental & Proprietary Fund Balances (Special Funds)					
Not Applicable to Lt. Governor's Office					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Department of Administration	State Parking System (74103)				
Department of Administration	Special Funds (24104)				
Department of Administration	Trust (64100)				
Department of Administration	North Carolina Veterans Trust (64106)				
Department of Administration	North Carolina Veterans Trust (64106)				
Department of Administration	Community Initiatives (24102)				
State Board of Elections	Help America Vote Act (28025)				
Department of Cultural Resources	Roanoke Island Commission & Endowment (24802)				
Housing Finance Agency	HOME Program & HOME Protection Program (23010)				
Department of Insurance	Voluntary Safety Workers Compensation Fund (63902)				
Auditor	State Auditor Spec Revenue (23300)				
Office of State Controller	Special Revenue Fund (24160)				
Department of State Treasurer	Debt Service Requirement (68148, 68150, 68174, 68175, 68190, 68220)				
Department of State Treasurer	Information Technology Projects (23420)				

INSERT BUDGET CODE AND DEPARTMENT NAME - Increase or Implement Fees						
Please provide information on any fees your agency charges or plans to charge.						
Fee Name	**Statutory Provision**	**Entities Affected**	**Date of Last Fee Increase**	**Current Fee**	**Amount of Revenue**	**Notes**
Not Applicable to Lt. Governor's Office						

INSERT BUDGET CODE AND DEPARTMENT NAME - Changes to Funding Formulas					
Please describe current funding formulas and detail how they are calculated.					
Program Name	Recipients of Funding	Current Statutory Policy of Allocation	Current Amount of Funding	Formula Calculation	Notes
Not Applicable to Lt. Governor's Office					

OSBM

Staffing Analysis of the North Carolina State Ethics Commission

Management Study

As Directed by Session Law 2008-107, Section 22.1

March 1, 2009

Prepared By:

Office of State Budget and Management

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APPENDIX A – OBLIGATIONS OF OFFICIALS AND EMPLOYEES COVERED BY THE STATE GOVERNMENT ETHICS ACT A-1

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INTRODUCTION

Scope of Study

Section 22.1 of Session Law 2008-107 directed the Office of State Budget and Management (OSBM) to conduct a staffing analysis of the Ethics Commission[1] to determine if the staffing is appropriate for the workload volume that has been generated by the enactment of Session Law 2006-201. OSBM must submit a final report outlining its findings and staffing recommendations to the House Appropriations Subcommittee on General Government, Senate Appropriations Subcommittee on General Government and Information Technology, and the Fiscal Research Division by March 1, 2009.

Methodology

In order to conduct the staffing analysis, the OSBM study team performed the following tasks:

- Examined and analyzed the organizational structure of the Commission,
- Analyzed employee time and resource allocation data for 2007 and 2008 provided by management and staff,
- Interviewed Commission employees,
- Reviewed the statutory requirements of the State Government Ethics Act (Ethics Act) and Lobbying Law, and
- Analyzed various other data.

BACKGROUND

In January 1977, Governor Hunt issued an Executive Order creating the North Carolina Board of Ethics, which established jurisdiction over employees in the Governor's office, department heads and their chief assistants, employees in exempt policy-making positions, and appointees to non-advisory boards and commissions. The Board's main duties and responsibilities in 1977 were reviewing Statements of Economic Interest (SEIs), rendering advisory opinions, and investigating complaints. The Board did not have the power to issue sanctions against public officials found in violation of the Executive Order. With only minor changes, Governor Martin issued his own Executive Order establishing a Board of Ethics in January 1985 and amended the order in 1990 to include all members of boards, commissions, and councils within the executive branch. When Governor Hunt returned to office in 1993, he again established the Board of Ethics with his own Executive Order with substantially no changes. In early 1998, Governor Hunt revised his Ethics Executive Order, greatly expanding the Board's powers and duties, particularly in the areas of ethics education, financial disclosure, evaluation, and enforcement. The Executive Order's "rules of conduct" were also expanded; directing public officials to avoid "even the appearance of a conflict of interest." Governor Easley's 2001 Executive Order established the Board of Ethics that retained the powers and authority previously established by Governors Hunt and Martin.

Prior to January 1, 2007, the Board of Ethics was the State's primary conflict of interest "watchdog" for high-level employees and appointees in the executive branch of State government. The Board's overall mission was to protect the public interest and maintain the public trust by helping public officials and members of boards and commissions avoid conflicts of interest and the appearance of conflicts of interest as they performed their public duties. The Board pursued its duties primarily through education, evaluation, and enforcement.

The Ethics Act (G.S. 138A, effective January 1, 2007) and the Lobbying Law (G.S. 120C, effective January 1, 2007) created the State Ethics Commission with an overall mission of protecting the public interest and maintaining public trust, by helping covered persons[2] identify, address, and avoid conflicts of interest and appearances of conflict

[1] Hereafter, the North Carolina State Ethics Commission will be referred to as "the Commission".

[2] Covered Persons include certain elected officials, judicial officers and employees, certain State employees, and appointees to non-advisory state boards and commissions. The Commission's web site http://www.ethicscommission.nc.gov/cpersons.htm provides details on the general categories of covered persons and the names of the persons covered by the Ethics Act and Lobbying Law.

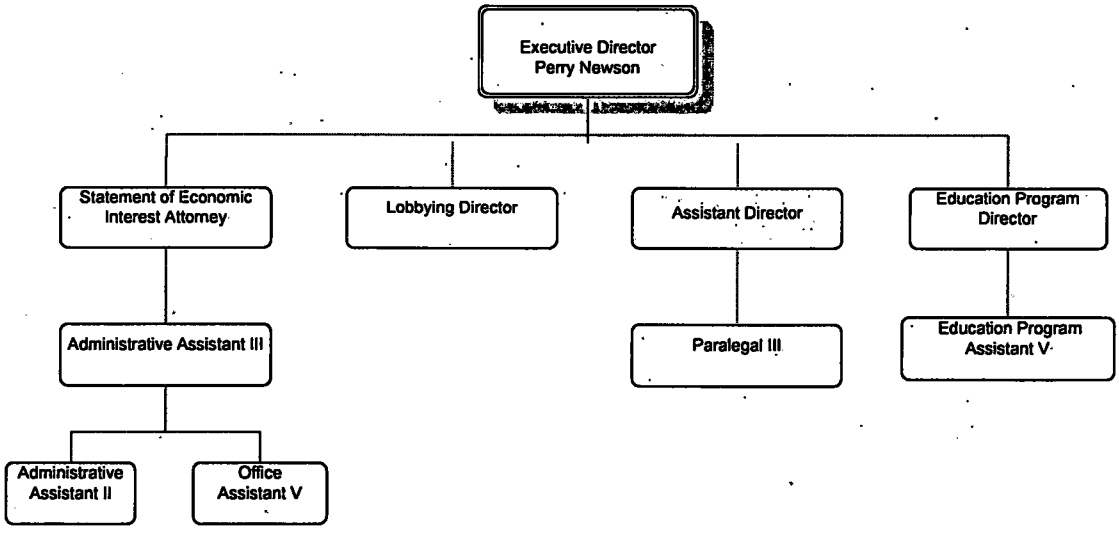
of interest as they perform their duties throughout the State. The number of covered persons was greatly expanded with the inclusion of elected legislators and their staff and judicial officers. The Commission accomplishes its mission primarily through evaluating SEIs, providing advisory opinions, education, enforcement, and investigation efforts. Both statutes were amended in August 2007 by S. L. 2007-347 (HB 1110) and S. L. 2007-348 (HB 1111). The statutes were amended a second time in August 2008 by S. L. 2008-213 (HB 2542) and S. L. 2008-215 (SB 1875). The changes and clarifications made by the 2008 amendments are explained on the Commission's web site (http://www.ethicscommission.nc.gov). Appendix A shows the obligations of all persons covered by the Ethics Act.

Organizational Structure and Program Process

The Commission has eight members that are appointed by the Governor and the General Assembly.[3] Further, the Commission is supported by ten staff members that handle the day-to-day duties and responsibilities mandated by the Ethics Act and Lobbying Law. Exhibit 1 depicts the organizational structure of the Commission's staff and their direct lines of supervision as of February 2009.

Exhibit 1

STATE ETHICS COMMISSION STAFF



February 25, 2009

The primary duties and responsibilities of the Commission staff are to:

1) Review and approve SEIs submitted by covered persons,
2) Evaluate and respond to requests for advice and advisory opinions[4],
3) Educate all covered persons and persons that report directly to covered persons about the requirements of the State Ethics Act and Lobbying Law,
4) Educate the lobbying community, legislative liaison personnel and others affected by the Lobbying Law about the Lobbying law and the applicable provisions of the State Ethics Act,
5) Investigate complaints of ethics violations by covered persons, and
6) Enforce the requirements of the statutes.

---

[3] Of the eight members, four are appointed by the Governor and four are appointed by the General Assembly—two based upon the recommendation of the Speaker of the House of Representatives and two based upon the recommendation of the President Pro Tempore of the Senate.

[4] G.S. 120C-102 (b) and G.S. 138A-13 (c) clarify that the Commission staff can only issue advice (also referred to internally as "informal advice") and all formal advisory opinions must be issued by the Ethics Commission which meets at least quarterly.

The staff also performs a number of other duties related to the overall operation of the Commission, including preparing for and participating in Commission meetings, monitoring and interacting with the General Assembly, answering telephone calls, responding to e-mail inquiries, managing the office, and supervising the Commission staff. Even though the Commission was authorized nine FTE positions during 2007 and 2008, some positions were vacant during this time. Table 1 shows all of the duties and responsibilities of the Commission's staff, brief descriptions of their duties and responsibilities, and the FTEs they reported using in each area for 2007 and 2008.

Table 1

Duties and Responsibilities of the Staff of the State Ethics Commission Staff and Actual FTEs for 2007 and 2008[a]

Duties/Responsibilities	Description	2007 FTE	2008 FTE
Statements of Economic Interest	Review SEIs for completeness, research information reported, review applicable General Statutes, answer questions via telephone, e-mail, and walk-ins, and generate correspondence to filers.	2.57	2.13
Education–Initial & Refresher	Provide education courses for all legislators, legislative employees, public servants, and immediate staff of of public servants that are required to comply with the Ethics Act and Lobbying Law.	1.51	.59
Advisory Opinions--Ethics and Lobbying	Review, research, and respond to requests from covered persons regarding conflicts of interest and/or compliance with the Ethics Act and Lobbying Law.	2.56	2.30
Commission Meetings	Prepare for and participate in Commission meetings.	.14	.15
Complaints and Investigations	Receive, review, and acknowledge receipt of complaints, route to appropriate senior staff, maintain tracking system for complaints, and handle correspondence related to complaints.	.02	.29
Rules and Rulemaking	Prepare Commission rules. Review and comment on rules proposed by the Department of the Secretary of State, and attend public hearings related to rules.	.01	.01
Office Support	Answer and route telephone calls, handle incoming and outgoing mail, and assist senior staff with special projects.	.58	.87
Management, Supervision, & Human Resources	Oversee office operations, supervise administrative staff, interact with contractors, and manage human resource activities.	.11	.24
Commission E-mail	Receive, review, and route e-mail messages to appropriate staff, draft responses for some e-mail requests, and maintain files of e-mail messages.	.28	.48
Legislative Interaction	Appear before various legislative committees, meet with legislative staff, and monitor ethics and lobbying related bills in the General Assembly.	.06	.23
Commission Newsletter & Web Site	Prepare newsletter and create and maintain updates for web site.	.004	.20
Database Management	Develop and maintain various databases related to education, SEIs, advisory opinions, list of covered persons, and other Commission information.	.02	.01
Public Record Requests	Handle requests for copies of public records, supervise public review of records, and invoice and receive payments for copies of public records.	.08	.05
Reporting	Prepare, review, revise, and submit reports to Fiscal Research and Joint Subcommittee on General Government, Budget. Prepare the Commission's annual report.	.03	.05
Coordination with the Department of the Secretary of State	Interact with the Department of the Secretary of State on issues related to advisory opinions, education, and rulemaking.	.004	.01
Other	Respond to media inquiries, publication of Commission "Law Book", etc	.06	.25
	Total FTEs	8.03	7.86

[a] FTEs are based on the actual months that Commission staff worked during 2007 and 2008, thus factoring in the periods that several positions were vacant.

Source: OSBM's analysis of data provided by the Commission

All persons holding covered positions on January 1, 2007 were required to file SEIs by March 15th in 2007. S.L 2007-348 changed the SEI filing date to April 15th for 2008 and subsequent years. Further, persons appointed, employed, or needing a certificate of election after January 1, 2007, had to file SEIs and have them evaluated by the Commission prior to taking their respective positions. Persons who fail to file their SEIs on time are subject to sanctions and fines. The Ethics Act and Lobbying Law require covered persons to disclose financial and personal interests on their SEIs and to have their SEI notarized prior to mailing it to the Commission. SEIs are then reviewed by the Commission's professional staff, thus enabling filers to avoid conflicts of interest or potential conflicts of interest between their private interests and public duties. The SEIs also enable persons who appoint, elect, hire, supervise, or advice covered persons to be aware of and avoid conflicts of interest for covered persons. Additional changes made to the SEI process by S.L 2008-213 include:

- Revised question 19 of the SEI form to require all persons to disclose any other information they believe will assist the Commission in advising persons regarding compliance with the Ethics Act,
- Discontinue the requirement that the Commission prepare SEI evaluations for legislators and judicial officers, and
- Required evaluations of SEIs for nominees to the University of North Carolina Board of Governors and the State Board of Community Colleges within 7 days.

Covered persons, registered lobbyists, lobbyist principals, and any other persons affected by the Lobbying Law can also request advice or advisory opinions from the Commission. The Commission's opinions respond to specific questions about the meaning and application of the Ethics Act and Lobbying Law, and requesters' compliance with the statutes. The requests must be in writing (regular mail or e-mail) and related to real or reasonably anticipated facts or circumstances. A request can be for a written formal advisory opinion issued by the Commission, written advice from the staff, verbal advice from the staff, or a combination of these. Prior to the 2008 amendments to the Lobbying Law, the staff, through the authority of the Commission, was allowed to provide written formal advisory opinions and informal advisory opinions. As a result of the 2008 amendments, the staff can only issue advice (also referred to internally as "informal advice") and all formal advisory opinions must be issued by the Ethics Commission which meets quarterly. The requirement that only the Commission members can approve a formal advisory opinion creates delays in the Commission responding to the requestors.

The Commission's education program includes developing and implementing educational courses for all legislators, legislative employees, public servants and their immediate staff, the lobbying community, and legislative liaison personnel. The education courses cover the requirements of the Ethics Act and the Lobbying Law, and provide the initial mandatory education for legislators, legislative employees, public servants, and their immediate staff. Biennial refresher courses are required for all of these individuals who have previously taken the initial education course. The education program also includes producing periodic newsletters and providing information about State laws, rules, procedures, and other information relevant to the Ethics Act and Lobbying Law. Additionally, the Commission must identify and publish at least quarterly a listing of the names and positions of all persons subject to the Ethics Act.

In its enforcement capacity, the Commission is responsible for interpreting, investigating, and enforcing the Ethics Act and Lobbying Law. The Commission has the authority to pursue fines and/or sanctions against persons who fail to file their SEIs on time or file improperly. Further, it may investigate potential criminal actions against any person who conceals, fails to disclose required information, or knowingly provides false or misleading information to the Commission. Additionally, the Commission may investigate complaints of unethical conduct by covered persons and legislative employees to determine the applicability to the Ethics Act and Lobbying Law or criminal laws, and whether legal action should be taken.

RESULTS

The Ethics Act and Lobbying Law greatly increased the workload of the Commission over the duties and responsibilities of the Commission's predecessor, the North Carolina Board of Ethics. With any new agency or organization there is usually a certain amount of time and effort related to start up which comes on top of the staff's normal day-to-day workload. This has occurred with the Commission in that it has been faced with start up efforts, dealing with several position vacancies, and the additional statutory changes mandated by the 2007 and 2008

amendments to the original Ethics Act and Lobbying Law, all of which have had a direct impact on the Commission's first two years of operation. Table 2 shows the statutory changes that have impacted the Commission's workload. The Board of Ethics had some of the same duties and responsibilities; however, they were not as comprehensive and did not include as many covered persons as the Commission. For example, the Ethics Act and Lobbying Law cover more than twice as many persons, have enforcement authority for SEIs, and have a gift ban that the Board of Ethics did not cover. Further, the ethics requirements of the Lobbying Law were not covered by the Board of Ethics. The Commission is also providing significantly more advice and advisory opinions under the Ethics Act and Lobbying Law than the Board of Ethics. With each of the added or expanded responsibilities, the Commission has been faced with expanding its staff to meet the increased demands and new enforcement requirements of the Ethics Act and Lobbying Law, providing ethics training for about 13,000 persons biennially, and familiarizing new staff with their respective duties.

Table 2

Statutes Impacting Commission's Workload

Statute	Statute Citation	Effective Date
Ethics Act	General Statute 138A	January 1, 2007
Lobbying Law	General Statute 120C	January 1, 2007
House Bill 1110	Session Law 2007-347	August 9, 2007
House Bill 1111	Session Law 2007-348	August 9, 2007
House Bill 2542	Session Law 2008-213	August 15, 2008
Senate Bill 1875	Session Law 2008-215	August 15, 2008

Source: North Carolina General Assembly

Statements of Economic Interest

The expanded reporting requirements and enforcement authority granted the Commission for the SEIs greatly increased its workload. The number of covered persons required to submit SEIs more than doubled with the inclusion of legislators, legislative employees, and the judiciary as well as a significant increase in the number of members of boards and commissions, and the university and community college boards of trustees subject to the SEI requirement. The Ethics Act also required all state and local candidates—approximately 650 persons—to submit a complete SEI as a condition of their candidacy. Most of the SEIs submitted by candidates occur biennially. Table 3 shows the added requirements for SEIs for the Commission. Previously, covered persons in the executive branch and persons appointed by the governor only had to submit the completed SEI forms when they were first employed or appointed by the governor. The Board's staff performed limited reviews and verifications of the information reported. Also, the Board had no enforcement authority relative to assessing fines or penalties. In subsequent years covered persons could submit supplemental SEIs that only showed changes from the previous year or a "no change" SEIs and the Board's staff did not have to review them or send evaluation confirmation letters for the supplemental and no change SEIs.

Table 3

Comparison of Statement of Economic Interest Requirements for the Ethics Board and the Ethics Commission

Board of Ethics	Ethics Commission
Covered Persons – approximately 2,000	Covered Persons – 4,500
Executive branch employees	Constitutional officers and employees
Governor's appointees to University System Board of Trustees	All members of the University of North Carolina System Board of Governors and the 16 universities' Board of Trustees
Governor's appointees to Community College System Boards of Trustees	All voting members of the State Board of Trustees of the Community College System and the Boards of Trustees of the 58 community colleges
Governor, House, & Senate appointees to covered Boards & Commissions	All members of covered Boards & Commissions
	Legislators
	Justices, judges, district attorneys, & clerks of court

Source: State Government Ethics Act

As of January 1, 2007, there were 4,367 covered persons who were required to file SEIs with the Commission. The number of covered persons increased to 4,500 as of December 31, 2008, however, the number of covered persons is subject to change each year due to new positions, vacant positions and other appointment changes. The 4, 500 covered persons include 801 judicial officials and legislators that are not required to have their SEIs evaluated. As of December 31, 2008, the Commission staff had completed its review, research, and evaluation for 815 of the 3,699 SEIs that require evaluation. For the remaining 2,884 SEIs, the Commission staff reviewed approximately 1,000

which await final approval. Based on the average time spent by Commission staff reviewing and approving SEIs, OSBM projects that it will take nine months (.75 FTE) of staff time, at the present rate of review, to complete the review and approval of the December 31, 2008 backlog of SEIs. In addition to the SEIs that were initially submitted by persons covered by the Ethics Act and Lobbying Law, the Commission will continue to receive additional SEIs from covered persons that are elected, appointed, or hired during 2009 and subsequent years. Another responsibility of the Commission staff is to track covered persons who are in "non-compliance" status. The tracking entails generating letters of non-compliance and e-mailing the letters, answering phone calls, and keeping Commission management and the Commission aware of the status of these persons. The staff tracked 550 non-compliant persons during 2008. With the addition of an SEI attorney in January 2009, the Commission should be able to eliminate the SEI backlog by the end of 2009. This will also free up the time previously spent by the Assistant Director addressing SEI legal issues.

The Commission had planned to allow filers who have little or no change in their financial and personal holdings to submit a "Short SEI Form" in subsequent years rather than the lengthy multi-question forms. However, Section 34 of S.L. 2007-348, changed the SEI form in such a way that filers could not rely on merely changing their prior year data. Due to these legislative changes all filers were required to submit the "Long SEI Form" annually even if they had little or no change in their financial and personal interest. Further, there will continue to be new covered persons (elected, appointed, or employed) whose SEIs will require more time to review and research as well as the previous filers who have significant changes in their financial and personal holdings in subsequent years. At this point, it is not possible to project how much the SEI workload may decrease/increase in future years. Furthermore, changes to the SEI process by S.L. 2008-213 resulted in the Commission staff recommending additional changes to the SEI form and the filing requirements. At its February 2009 meeting the Commission modified the SEI forms for 2009 to allow filers to use the Long form, Amendment Form, or No Change Form. Exhibit 2 on page 7 illustrates the Commission's overall review, evaluation, and approval process for SEIs.

Another issue related to the SEI filing process is that when a filer responds to any of the 19 questions on the SEI form as "No Change" the Commission staff must refer to filers' previous years' SEIs to ensure they are reviewing and evaluating all of the filer's financial interests. As this process continues into future years—such as 2010, 2011, etc.—the staff will be faced with having to retrieve filers' SEIs from several previous years which will increase their workload, although electronic review will be less time-consuming than retrieving paper files. The Commission staff's responsibilities of reviewing and approving SEIs will be less complicated and decrease their workload. One issue that would have to be addressed, if electronic filing is permitted, is notarizing the SEI electronically. While electronic notarization is currently allowed by the State, this is not addressed by the Ethics Act. Therefore, the statutory requirement that SEIs be notarized will need to be changed. The accuracy and completeness of an SEI is dependent upon the integrity of the filer, having the form notarized in no way guarantees the accuracy and completeness.

The Maryland State Ethics Commission has similar responsibilities as the North Carolina Ethics Commission. The Maryland Commission, unlike North Carolina's, encourages officials and employees to file annual disclosure statements electronically. During 2007 the Maryland Commission reported that 71 percent of the disclosure statements were filed electronically. Additionally, the Maryland Commission made all lobbying registrations, activity reports, and special events reports available electronically.

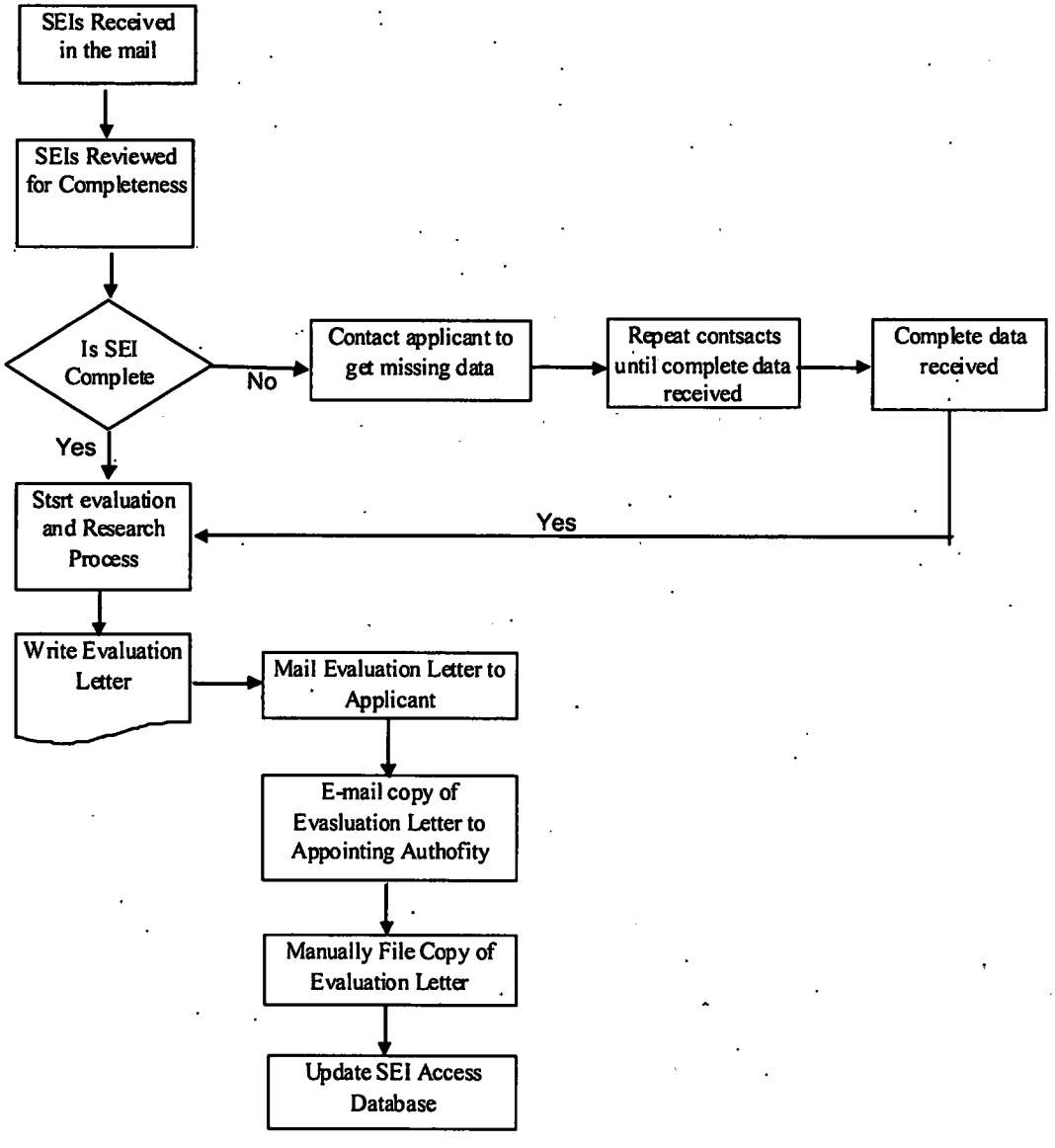
Advisory Opinions

Prior to the 2008 legislative changes, the staff could issue two types of advisory opinions—formal and informal. The formal advisory opinions are letters provided in response to requests from non-legislators to the Commission for the meaning and application of the Ethics Act or the Lobbying Law to specific facts and advising requesters whether their personal or business activities or future actions comply with the requirements of the Ethics Act or Lobbying Law. As noted earlier, effective with the 2008 legislative changes, only the Commission can issue formal advisory opinions. The staff is only allowed to issue advice, informal advisory opinions, or informal advice responses that relate to a requestor's compliance with the Ethics Act or the Lobbying Law. Thus, all formal advisory opinions are presented to the Commission for approval and formal issuance. All formal advisory opinions are written and provide limited immunity to the requestor. Staff advice can be verbal, written, or both, depending on what is requested. Staff advice is not presented to the Commission and does not provide any immunity to the requestor. Generally, it takes the Commission staff considerably more time to complete a formal advisory opinion than it does

for an informal opinion, and the length of time before an answer is given to the requestor can be longer because the Commission only meets quarterly.

Exhibit 2

Statement of Economic Interest filing and Evaluation Process



Source: OSBM analysis of the Commission's process for handling SEIs.

If the written request for a formal advisory opinion is from a legislator, the Commission has the authority to issue recommended formal advisory opinions to legislators. These opinions are initially presented to the Commission for approval. Once approved by the Commission, these formal advisory opinions are presented to the Legislative Ethics Committee by Commission staff for consideration. The Legislative Ethics Committee has authority to accept, modify, or overrule the Commission's recommended advisory opinion. Furthermore, these formal advisory opinions provide limited immunity to the legislators requesting the opinions until the Legislative Ethics Committee approves the opinions.

The Commission staff had expected the number of requests for advice and formal advisory opinions from legislators, legislative employee, public servants, legislative liaison personnel, and the lobbying community to decline with the adjournment of the legislature each year; however the number of advice and advisory opinion requests remained about the same throughout 2007 and 2008. Staff also noted that the number of questions and the complexity of the questions in the more recent requests have increased. For example, earlier opinion requests usually had two to three questions, whereas some of the recent requests had numerous questions and are more complex. According to the Commission's staff, their review and response to advice and advisory opinions have proven to be very time consuming—ranging from less than an hour for the simple informal request to as much as 15 days for the formal requests with multiple questions and complex issues. Based on the time expended during 2007 and 2008 in reviewing advisory opinions, OSBM projects that the Commission will require 19.7 months (1.64 FTEs) of staff time to complete the review and approval of the December 31, 2008 backlog of pending advisory opinions. With the addition of an SEI attorney, the time (.56 FTE) previously spent by the Assistant Director addressing SEI legal issues can now be dedicated to advice and formal advisory opinions. The Commission staff anticipates that the number of requests for advice and formal advisory opinions will remain at the current level or increase in future years. Legislators, legislative employees, public servants, legislative liaison personnel, and members of the lobbying community will continue to request formal advisory opinions as they come to realize the immunity that these formal advisory opinions can offer them relative to not being fined, sanctioned, or disciplined by the Commission, the Department of the Secretary of State, or, where applicable, their employing entity. The Commission is also required to publish an edited version of each formal advisory opinion within 30 days after it is issued. It appears that the numbers of formal advisory opinions requested are significantly higher from lobbyists that covered persons.

Ethics Education

With the enactment of the Ethics Act and Lobbying Law in January 2007, the Commission's staff was faced with developing and providing ethics and lobbying education courses to an estimated 10,000 covered persons and their immediate staff, legislative employees, lobbying community, and legislative liaison personnel. All "public servants" and their immediate staff, legislators, and legislative employees must participate in the ethics and lobbying portions of the education courses within specific timeframes. The courses are optional for others, such as lobbyists and lobbyist principals. Judicial officers are not covered by the education requirements of the Ethics Act and Lobbying Law. Table 4 shows the timeframes in which all persons subject to the mandatory education requirements must participate in educational courses. The initial ethics courses consist of 2-hour sessions. All legislators, legislative employees, public servants, and immediate staff of public servants are required to attend refresher training every two years thereafter. The refresher courses, as well as the basic course, are currently being offered by the Commission during 2009. All newly elected, re-elected, appointed, employed public servants and their immediate staff are required to receive the initial 2-hour education courses within 6 months. The educational responsibilities of the Commission also include (1) preparing newsletters, (2) developing educational information for the Commission's web site, and (3) preparing other educational information, such as lists of "Frequently Asked Questions" related to SEIs, advisory opinions, lobbying, and complaints. Because the requirement for attending an education course is on a 2-year cycle, the Commission's

Table 4

Educational Conditions and Timeframes

Persons/Groups	Education	Condition	Timeframe
Legislators	Ethics	Election, re-election, or appointment	Within 3 months
	Lobbying	Election, re-election, or appointment	Within 6 months
Legislative Employees	Ethics	Appointment or employment	Within 3 months
	Lobbying	Appointment or hiring	Within 6 months
Public Servants & Immediate Staff[a]	Ethics	Election, re-election, appointment, or employment	Within 6 months
Public Servants	Lobbying	Election, re-election, appointment, or hiring	Within 6 months
Lobbying Community and Legislative Liaisons	Lobbying	Optional	
Judicial Officers[b]	Not required		

[a] Immediate staff are individuals who report directly to a public servant

[b] Justices, judges, district attorneys, and clerks of court

Source: State Government Ethics Act and Lobbying Law

education workload for 2008 was significantly less than it was for 2007. The education workload will be significantly higher in 2009 because of the 2-year mandatory refresher requirement. This imbalance in the education workload should continue into the future.

During 2007, the Commission provided 127 education courses to approximately 11,000 legislators, legislative employees, public servants, their immediate staff, and the lobbying community.[5] The number of individuals who participated in the 26 education courses offered during 2008 was about 1,300. With the resignation of the Education Director on August 31, 2007, the Commission's Executive Director and other staff assumed the responsibility for completing the scheduled education courses for the remainder of 2007 and early 2008. During the first 8 months of 2007, the courses were offered at multiple locations and usually in relatively small group settings across the State. The Education Director position was vacant for 8 months (September 2007 through April 2008). Most of the education courses that were provided during the last 4 months of 2007 and all of 2008 were offered in a large auditorium setting in Raleigh or via the Information Highway Distance Education program on community college campuses across the state.

Currently, all persons registering for ethics and lobbying educational courses must call or email the Commission staff to schedule their education courses. The current process for registering persons for the education courses is very labor and paper intensive in that all registration requests are handled manually via telephone or e-mail. All telephone call or e-mail contacts are documented with paper copies. Further, persons who have already scheduled their education may ask to reschedule their education courses which add to the workload of the Commission staff. One way the Commission can reduce the workload of its staff is to implement an on-line registration process that allows persons to register for ethics and lobbying education courses electronically through the Commission's web site. On-line registrations would be easier and more efficient for the Commission's staff as well as the persons registering for the courses than the Commission's current manual process. In fact, many other State agencies are currently using on-line technology for registering persons for education courses.

The Maryland State Ethics Commission is similar to the North Carolina Commission. However, Maryland has an on-line registration system that eliminates much of the staff time and paperwork of manually registering persons. The on-line system assures registrants that they are automatically confirmed by just submitting the training request form. Maryland registrants also receive a reminder that they are scheduled for the training a few days prior to the date of the course.

Investigation and Enforcement

The Commission has investigation and enforcement responsibilities under the Ethics Act and Lobbying Law, including the investigation of complaints filed by citizens. The Commission's enforcement role consists of ensuring all persons who are subject to any parts of the Ethics Act and Lobbying Law comply with these statutory requirements. The Commission is also tasked with receiving complaints[6] that allege unethical conduct by covered persons and legislative employees and investigating the complaints. The Commission and its staff investigate the following types of complaints:

- The application of or alleged violation of the Ethics Act or the Lobbying Law,
- The application of or alleged violation by legislators of Part 1 of Article 14 of Chapter 120 of the General Statutes, and
- Alleged violations of criminal statues by covered persons in the performance of their official duties.

The Commission received 73 complaints during 2007 and 72 during 2008. The staff anticipates that the number of complaints will increase as the public becomes more aware of the complaint process. In addition, to investigating complaints, the Commission staff is responsible for pursuing all complaints that it considers to have merit through one of three prosecutorial steps; (1) an administrative hearing, (2) the Legislative Ethics Committee, or (3) the Judicial Standards Commission. Because of the expected increase in the number of complaints and the need to

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[5] Prior to the January 1, 2007 effective date of the Ethics Act and Lobbying Law, the commission provided 18 education courses to about 2,100 persons between September and December 2006.

[6] Sworn and signed complaints to the Commission can come from individuals, public servants, or any person responsible for the hiring, appointing, or supervising a public servant.

prosecute some complaints, the staff anticipates an increased workload in this area. However, OSBM can not quantify the potential increase in the Commission's workload at this time.

Other Duties

In addition to the primary duties of the Commission previously addressed, there are a wide range of other duties that command the time and attention of the Commission staff. While each of these duties may seem minor in themselves, when considered as a whole, they required 1.4 FTEs during 2007 and 2.5 FTEs during 2008, or an average of 2.0 FTEs per year. These include,

- Preparing for and participating in Commission meetings,
- Answering and handling phone calls and e-mails,
- Overseeing office operations,
- Managing human resource activities,
- Receiving, reviewing, and acknowledging receipt of complaints,
- Interacting with the General Assembly and monitoring ethics and lobbying related bills,
- Preparing newsletters and maintaining Commission's web site,
- Developing and maintaining various Commission databases,
- Preparing Commission rules,
- Interacting with the Department of the Secretary of State on rules and other issues,
- Handling requests for copies of public records and media inquiries, and
- Preparing and submitting various reports.

The Commission had a number of additional tasks that the staff was unable to complete or had been unable to start as of December 31, 2008. Specifically, the Commission is required to identify and publish a list of all boards and commissions that must comply with the Ethics Act. The 270 boards and commissions that were previously subject to Governor Easley's 2001 Executive Order are the only ones currently required to comply with the Ethics Act. In addition to reviewing the purposes and missions for the 270 boards and commissions, the Commission must also review the purpose and mission of other State boards and commissions to determine whether they are subject to the Ethics Act. OSBM identified 420 State boards and commissions that may be subject to the requirements of the Ethics Act and Lobbying Law—150 more than the ones the Commission has identified. The Commission is using some of the contract services funding approved by the General Assembly in 2008 to identify additional boards and commissions and perform the mission and purpose reviews. Much of the information related to the tracking and review and approval of SEIs and advisory opinions have not been entered into the Commission's databases. Because these tasks had not been performed by the Commission's staff or included in duties and responsibilities reported in Table 1 on page 3 at the time of OSBM's analysis, OSBM could not quantify the amount of time the Commission's staff will have to devote to these additional tasks.

Work Backlog and Overtime

During 2007 and 2008, the Commission's senior management accrued a considerable amount of overtime. Further, because of the increase in the number of persons covered by the Ethics Act and Lobbying Law, the Commission's administrative staff developed a significant backlog in its workload, especially in the review and approval of SEIs. Senior management also had a significant backlog related to reviewing and responding to requests for advice and advisory opinions. Our analysis of the time and resource allocation data provided by the Commission's staff indicate that workload backlog and overtime accrued during 2007 and 2008 amounted to 3.43 FTEs of additional staffing needed by the Commission to keep up with its overall workload during this period. This equates to 1.72 FTE per year when averaged over the two year period. Table 5 on page 11 shows the details regarding the workload backlog and overtime for the Commission for 2007 and 2008. During 2007 and 2008, the Commission contracted for legal services to research, draft, and issue advisory opinions and assist with complaint investigations and SEI fine appeals. These legal services were for 740 hours (.42 FTE) and cost $55,461.

The SEI review and approval workload will also be heavy for 2009 because of the need to complete the backlog and address changes made to the Ethics Act and Lobbying Law during the 2008 session. The Commission's educational courses will continue to be cyclical for the next several years. Continuing to use the Information Highway Distance Education courses and online registration for ethics education will reduce the time the educational staff devotes to

registering persons and conducting the educational courses. Further, even though some advisory opinions have already been issued by the Commission, the staff has to review them to determine whether the Commission needs to notify the requestors of the impact of the recent changes (S. L. 2008-213 and S. L. 2008-215) to the Ethics Act and Lobbying Law.

According to the Commission's senior staff, there are other duties and responsibilities that are reflected in the time and resource data provided by the Commission staff that will require additional staffing resources or realignment of its current staffing duties and responsibilities. For example:

- The number and complexity of advisory opinion requests are expected to increase in the future, which will require more time of the Commission's legal staff.
- The number of complaints and investigations are also expected to increase, which will have to be handled by the Commission's legal staff, and eventually have to be pursued through the administrative hearings process, the Legislative Ethics Committee, or the Judicial Standards Commission.
- Much of the information supporting the Commission's advisory opinion decisions and SEIs research has still not been entered in the Commission database, and will require additional staff time to enter the information in the database.

Table 5

Workload Backlog and Accrued Overtime for 2007 and 2008

Task	Number of	FTE[a]
Workload Backlog:	**Months**	
Statements of Economic Interest	9.0	.75
Ethics Advisory Opinions	1.8	.15
Lobbying Advisory Opinions	17.9	1.49
Overtime:	**Hours**	
Executive Director	980	.56
Assistant Director/Compliance Officer	382	.22
Lobbying Director	328	.18
Education Director	133	.08
	Total	**3.43**

[a] FTEs based on 1,760 available work hours per year.

Source: OSBM's analysis of Commission data

The General Assembly increased the Commission's authorized staffing level to 10 as of January 1, 2009 and as of January 5, 2009, the Commission was fully staffed. Further, the General Assembly appropriated $230,000 for fiscal year 2009 for contractual services for the Commission to accomplish some of the tasks which it had not completed, such as reviewing the missions and purposes of all boards and commissions. While it is possible that the duties and responsibilities of the Commission will continue to increase, OSBM can not quantify the number of additional FTEs the Commission may need beyond the ones based on the overtime and workload backlog accrued during 2007 and 2008.

CONCLUSIONS

The Commission's staff has been unable to keep up with the expanded duties and responsibilities created by the Ethics Act and Lobbying Law that became effective January 1, 2007. These additional duties and responsibilities have resulted in a significant backlog in the review and approval of SEIs and responding to requests for advisory opinions. Further, the Commission's senior managers also accrued a 1.04 FTE of overtime and the Commission staff had a workload backlog of 2.39 FTEs during 2007 and 2008, resulting in a total of 3.43 FTEs.

While the number and complexity of advice and advisory opinion requests may increase in future years, it is too early to determine the extent that the Commission's workload may increase. It is also too early to know the staff time necessary for the overall complaint process and the number of complaints that the Commission may have to investigate and pursue through administrative hearings, the Legislative Ethics Committee, or the Judicial Standards Commission. Similarly, the time needed for editing and publishing issued formal advisory opinions and reviewing the missions and purposes of all boards and commissions cannot be quantified at this time. While the Commission's

senior manager's predicted increased workload may be valid, the amount of additional staff time required cannot be quantified until the Commission can show that the numbers of advice, advisory opinions, and complaints have increased and document the time needed to review the missions and purposes of all boards and commissions.

RECOMMENDATIONS

As noted earlier in the report, the Ethics Act and Lobbying Law greatly increased the workload of the Commission when it was created in 2006, and as with any new agency there is a certain amount of time and effort spent related to start up which comes on top of the staff's normal day-to-day workload. This has certainly been the case with the Commission: it has not only been faced with start up efforts, but also with several position vacancies, and additional statutory changes mandated by the 2007 and 2008 amendments to the original Ethics Act and Lobbying Law. However, since last year's report, vacancies have been filled; a new SEI attorney position was created and was recently filled to handle SEIs issues. The Commission is now at the point where it needs to modify work processes to enable staff to work more efficiently so it can begin to eliminate the backlog and reduce overtime. As such, the recommendations which follow are a combination of automation and process improvements, as well as statutory changes that we believe should be undertaken immediately in order to have maximum benefit for the Commission.

1. OSBM recommends that the General Assembly eliminate the requirement that SEIs be notarized before filers submit them to the Commission as it does not add value to the process; it does not attest to the accuracy or completeness of the submitted records; and it is an additional effort for board and commission members to locate a notary, and many of the filers are citizens who are serving on boards and commissions pro bono.

2. OSBM further recommends that the Commission implement an electronic filing system for SEIs that will allow filers to submit their SEIs electronically, and eliminate the need for hard copy files. An un-editable copy should be maintained for the public file, and the editable copy would remain with the permanent Commission files. Eliminating the paper submissions will not only save on storage space, but will also reduce the number of copies that must be made for public inquiries, and make government more transparent. It will reduce filing time of staff, and will make submissions much easier for the filers who must submit them. Cost estimates are being sought at this time.

3. OSBM recommends that the Commission explore implementing a simple web-based on-line registration system for its ethics and lobbying education courses. This will eliminate all email printing and associated paper costs; it will reduce the staff time currently spent reading emails, entering data on multiple linked spreadsheets, and making changes; it will eliminate typing and mailing confirmation emails to all participants; and it will simplify registration for those who must take courses, because they will immediately know whether a course/location is full and can explore alternate dates and sites. They can make their own changes as well. This will allow staff working in this area to carry out other duties. An additional option to consider is that class materials can be posted on the website, and in the system-generated email (a feature of on-line registration systems), a link could be included so that people will receive their materials automatically.

4. OSBM supports the efforts of staff and the Commission who are currently looking at ways to offer education courses more efficiently to include on-line, self paced courses through other State organizations, such as community colleges, and private vendors. However, the on-line, self pace courses will need a verification system to ensure persons actually complete the courses.

5. Further, the Commission should continue to develop information related to frequently asked questions and create an internal database of information related to previously issued advice and advisory opinions that can be used in responding to future advisory opinions.

6. OSBM recommends that the additional administrative support capacity made available by implementing electronic solutions be used to help meet the many needs of the Commission, such as entering information

into the database on prior opinions. However, in the areas where growth is expected to continue, OSBM will work with the Commission, if necessary, to create an additional paralegal position using existing funds from its contractual services. The paralegal could assist with the advisory opinion workload and continue the review of the missions and purposes of all boards and commissions to determine whether they fall under the statutory requirements of the Ethics Act.

7. For the next two years (since the Commission continues to be in a "start-up" phase due to the numerous statutory changes), OSBM recommends that the Commission routinely document the workload of staff, including their overtime, to enable it to identify other opportunities for automation, for elimination of unnecessary steps, for streamlining, or to justify any additional staffing needs should the Commission continue to have backlog of SEIs and advisory opinions.

OSBM believes that by implementing on-line registration for education courses, electronic filing of SEIs, and the relatively minor statutory changes, the Commission's workload backlog and accrued overtime can be significantly reduced within the next 12 months. Thus, the staff currently reviewing, evaluating, and approving SEIs would be able to catch up with the SEI backlog. The elimination of the statutory requirement for SEIs to be notarized will also make it easier for SEIs to be filed electronically. The educational staff time that will be saved by implementing on-line registration can be reallocated to other duties. Further, with the addition of an SEI attorney in January 2009, the .56 FTE previously spend by the Assistant Director addressing SEI legal issues can now be dedicated toward formal advisory opinions, thus helping to reduce the advisory opinion backlog.

OSBM recognizes that there is still significant work to be accomplished in the coming two years due in large part to the number of covered persons, the number of requests for advice and formal advisory opinions, and the new training initiatives—new refresher courses, direct report training, possible web-based training, etc.

OSBM will be willing to work with the Commission and Information Technology Services in developing requirements for implementing the electronic SEI filing and the on-line education registration, as well as reviewing modified processes so efficiencies can be achieved.

ACKNOWLEDGEMENTS

OSBM wishes to express its appreciation to the management and staff of the North Carolina State Ethics Commission for their cooperation during the performance of this study.

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North Carolina State Ethics Commission

Obligation of Officials and Employees Covered by the State Government Ethics Act

Public Officials and Employees Subject to Chapter 138A (State Government Ethics Act)	Ethical Standards (Conflict Provisions)	Gifts from Lobbyists and Lobbyist Principals	Gifts from "Interested Persons"	Gifts from Legislative Liaison Personnel	Disclosure (Statements of Economic Interest)	Inquiries and Complaints	Full Hearings of Complaints	Advisory Opinions	Mandatory Education	Consequences/ Penalties
Judicial Officers	●				●	●				●
Legislators	●	●		●	●	●		●	●	●
Legislative Employees	●	●		●		●		●	●	●
"Public Servants"										
Constitutional Officers and their	●	●	●		●	●	●	●	●	●
Chief Deputies/Administrative Assistants	●	●	●		●	●	●	●	●	●
Confidential Assistants/Secretaries	●	●	●		●	●	●	●	●	●
Governor's Office Employees	●	●	●		●	●	●	●	●	●
Exempt Employees Designated by Governor	●	●	●		●	●	●	●	●	●
Heads of Principal Departments and their	●	●	●		●	●	●	●	●	●
Chief Deputies/Administrative Assistants	●	●	●		●	●	●	●	●	●
Confidential Assistants/Secretaries	●	●	●		●	●	●	●	●	●
Exempt Employees and their Secretaries	●	●	●		●	●	●	●	●	●
Judicial Employees	●	●	●		●	●	●	●	●	●
Boards and Commissions										
Voting members of Non-Advisory boards	●	●	●		●	●	●	●	●	●
State Ethics Commission Members	●	●	●		●	●	●	●	●	●
University of North Carolina System										
Board of Governors -- Voting Members	●	●	●		●	●	●	●	●	●
President and Vice-Presidents	●	●	●		●	●	●	●	●	●
Chancellors & Vice Chancellors of all Institutions	●	●	●		●	●	●	●	●	●
Trustees--Voting Members of all Institutions	●	●	●		●	●	●	●	●	●
NC Community College System (NCCCS)										
State Board -- Voting Members	●	●	●		●	●	●	●	●	●
President & Chief Financial Officers of NCCCS	●	●	●		●	●	●	●	●	●
President, Chief Financial Officer of each College	●	●	●		●	●	●	●	●	●
Trustees – Voting Members of each College	●	●	●		●	●	●	●	●	●
Other Public Servants										
Contract Employees working in or against covered positions	●	●	●		●	●	●	●	●	●

Updated 2-25-09

Source: North Carolina State Ethics Commission

VISITOR REGISTRATION SHEET

Gen GOV — 4/21/09 - 2:06 PM

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Perry Newson	SEC
Margaret Matrone	NCHFA
Thomas Clark	OSC
Angela Y. Houston	OSBM
Jack Hubbard	OSBM
DEWEY STEPHENS	ADMIN.
Vicky Young	DOT
Melanie Sloan	DCR
Bill Hall	Runoway NC

House Pages

Name of Committee: Gen. Govt Date: 4-21-09

1. Name: Justin Hurst
   County: Rowan
   Sponsor: Tarheel Challenge Academy
2. Name: Justin Harvey
   County: Wake
   Sponsor: Tarheel Challenge Academy
3. Name:
   County:
   Sponsor:
4. Name:
   County:
   Sponsor:
5. Name:
   County:
   Sponsor:

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Martha Pennick
3. Name: Carlton Adams
4. Name:

CTO 2:06

AJ: 2:39

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

DATES	4/21/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair															
Rep. Fred Steen, Vice-Chair															
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills															
Rep. Jane Whilden	✓														
Staff -															
Michele Nestor	✓														
Claire Hester	✓														

Appropriations Subcommittee on General Government
Minutes

Room 1425
April 22, 2009
2:00 P.M.

Chair Susan Fisher called the meeting of the Subcommittees on General Government to order on March 10, 2009, at 2:02 p.m... The following members were present: Representative Susan Fisher, Chair; Representative Alice Underhill, Chair; Representative George Cleveland, Representative Elmer Floyd, and Representative Grey Mills. Fiscal staff was Michele Nelson and Claire Hester, and Lynn Tennant, Committee Clerk. House pages were Steven Lucas from Rockingham County, and Justin Hurst from Rowan County. Reggie Sills and Martha Parrish served as Sergeant at Arms.

Chair Fisher introduces Judge Julian Mann, the Director and Chief Administrative Law Judge. Judge Mann thanks the committee and introduces himself. Handouts are passed out during presentation to help answer questions, attachment one. Judge Mann then introduces his Chief Fiscal Officer and deputy director Camille Winston, who is more aware of day to day budget items, and Daryl Bass, personnel officer from the Office of Administrative hearings as well. There are three divisions in the Office of Administrative Hearings. There is a hearing division that consists of administrative law hearings that arise from all state agencies that trigger a citizen's right to due process, usually involving some property interest. The administrative law judges are required to travel around the state of NC, to hear these cases in all 100 counties. Hearing venues have been established in seven major cities and total filings for this year were roughly about 3800 cases. Total filings to date is 2000 cases, much of this is coming from the new Medicaid jurisdiction in the office. We have locations outside of Raleigh, and an administrative law judge in Charlotte, at the Charlotte law school. We have an office in Guilford County Courthouse, which has the added benefit of reducing travel by the judges that are stationed in Raleigh. Another division is the civil rights division, which is responsible for investigating all claims of discrimination by state employees; it is an EEOC referral agency. The next division is the rules division which is in charge of publishing and giving notice of all proposed rules that are to be adopted by state agencies and then to house the rules review commission, which reviews all rules by state, that are permeated by the agency. The office location just moved from the headquarters on Blount St. to 1711 New Hope Church Road and all three divisions are consolidated in that location. There are temporary service contracts which have resulted from the huge influx of Medicaid cases. The time that this has required has been assigned to regular employees and is just now beginning to be kept track for just Medicaid. Furniture and equipment came when headquarters was moved to the new facility in the Office of Administrative Hearings. There are information technology projects that have been put on hold and this was to create a replacement for the CATS system and the rules tracking system in the office of administrative hearing. The goal is to become completely paper less by starting to use electronic filing, electronic calendars, electronic status of cases, and being able to track

all rules propagated by state agencies at every stage of the process. There are currently a couple of vacant positions.

Representative Underhill inquired about the fees. Judge Mann answered "We have been able in the past to avoid require filing fees, there are no filing fees. Usually fees are recouped from the agency." Rep. Underhill then asks Judge Mann to expound upon losing six judges. Rep Floyd, "Why is the same position having different salaries." Camille Winston responded, "The salaries are simply the salaries the people were making at the time the position was vacated. Follow up from Rep. Floyd, "Since they are old now could they both start at 25?" Camille Winston, answers, "We could probably do that."

Representative Cleveland asks about contractual personnel clarification of 1311, and 1351, "Could you utilize teleconferences?" Camille Winston responded that currently video conferencing and teleconferencing are being used, the problem of this is that the requirement of due process of law is to permit those that are challenging you the ability to confront which sometimes that requires you and them to be there in person." It usually works with lower dollar hearings but those that have a case in excessiveness of 100000 dollars would probably want an in person hearing."

Representative Fisher then introduces the State Auditor Beth Wood. Ms. Wood then proceeds to pass out handouts for presentation, attachment two, OSA Duties and Responsibilities. The handout explains the different functions within the State Auditors office, the types of audits and lists statutory mandates that are required. The additional handout deals with several items Rep. Michaux and Rep. Adams, and Rep. M Alexander discussed from a meeting April 15. The subcommittee asked us to deal with several of these issues. It is a justification of the 2009-2011 Biennium line items. We are starting to send more of our workers outside of Raleigh to get mandated audits complete on time. Part of increased costs includes mileage rates, and increased travel. If more workers were hired to fill vacancies, this number would decrease. One-half of monies are for computers used in the field, which are switched out on a rotation basis, not everyone gets a new computer every year. Servers are also included in this budget. Our audits are done electronically.

The next budget code is 23300 and deals with special revenue and funds. This is money that we asked for and were appropriated for data access. Money was able to be given back because a cheaper means was found. If you are looking for cuts within the State Auditor's Office, the only cuts can come from the staff. Item two shows how in order to lay off a person it costs another one-half position to cover their severance pay. Smart Start is mandated to be audited. The audits were performed because of lapse salary monies. There will be no more lapse salaries in the future. We have not been given contract monies in the Senate budget and we are asking for the responsibility of the Smart Start audits to be transferred to the N.C. partnership for children. We want them to take on the oversight of the audits, as well as the costs of the audits. They are one the few non-profits that have agency oversight.

Rep. Floyd inquired how many auditors can be transferred. Ms. Wood replied that they don't have auditors but contract work out so their auditors are not performing that work. Rep. Floyd asked how many are being contracted out and Ms. Wood stated that they contract with three different audit firms and they cover 41 audits per year. There are none of OSA staff doing the Smart Start audits but it is costing the OSA office about $375,000 a year.

Rep Cleveland stated that, in terms of transferring Smart Start, the funding for that has come from the OSA budget; therefore, he believes what the committee needs to understand is that if it's transferred, that means the GA would have to provide the funding for that purpose.

Chair Representative Fisher reminds members of the committee will meet tomorrow at 8:00 a.m. in the same room and congratulates those that are consistently coming to meetings, emphasizing that this is information they will need when General Government begins to look at cuts.

Meeting adjourned at 2:49 p.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA
HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
April 22, 2009
2:00 p.m.
Room 1425

Representative Susan Fisher, Chairing

Representative Alice Underhill

2:00	Call to Order	Rep. Fisher
	Agency Presentations	
	Office of Administrative Hearings	Judge Julian Mann Director and Chief Administrative Law Judge
	Office of the State Auditor	Beth Wood State Auditor
	Adjourn	

BUDGET CODE 3210- OFFICE OF ADMINISTRATIVE HEARINGS - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

		Actual				
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Expenditure Account:						
Expenditure Account: Contracted Personal Services (531321)		43,951	0	0	0	The expenditures in this line item are for hearings assistants (to record contested case hearings). These expenditures are being charged to 531311-Temporary Wages beginning 7-1-2008. The requested funding for 531311 for 2009-2011 is 52,188 per year.
Miscellaneous Contractual Services (532199)		26,658	30,566	15,000	15,000	This line item is used to allow OAH to contract with temporary services for assistance, when needed, to handle t he large volume of work
Rental/Lease of Equipment (532521 to 532525)		not applicable				
Travel/Related Expenses (5327xx)		87,864	71,271	72,413	72,413	These line items include travel for all OAH employees and additionally includes travel reimbursements made to members of the Rules Review Commission and to hearings assistants that are required to travel to the location of the contested case hearings.
Cellular Phone Services (532814)		not applicable				
Furniture and Equipment Replacement Schedules (534500 to 534550)		73,329	481,411	42,355	42,355	This includes funding to replace printers and copiers in the agency as well as furniture and office equipment. Some of this funding has been transferred to other line items to support IT consolidation expenses and the transfer was not made in time to be reflected in Worksheet one. The funding will be transferred in 2009-2011 to help fund the IT consolidation charges
Discretionary Grants (5364AA)		not applicable				
Directed Grants (5366AA)		not applicable				
Loans (5367AA)		not applicable				
Other Aid and Grants (5369AA)		not applicable				
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		not applicable				

BUDGET CODE 18210-OFFICE OF ADMINISTRATIVE HEARINGS - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Department of Administration	State Parking System (74103)				
Department of Administration	Special Funds (24104)				
Department of Administration	Trust (64100)				
Department of Administration	North Carolina Veterans Trust (64106)				
Department of Administration	North Carolina Veterans Trust (64106)				
Department of Administration	Community Initiatives (24102)				
State Board of Elections	Help America Vote Act (28025)				
Department of Cultural Resources	Roanoke Island Commission & Endowment (24802)				
Housing Finance Agency	HOME Program & HOME Protection Program (23010)				
Department of Insurance	Voluntary Safety Workers Compensation Fund (63902)				
Auditor	State Auditor Spec Revenue (23300)				
Office of State Controller	Special Revenue Fund (24160)				
Department of State Treasurer	Debt Service Requirement (68148, 68150, 68174, 68175, 68190, 68220)				
Department of State Treasurer	Information Technology Projects (23420)				
Office of Administrative Hearings	Information Technology Projects (18210)		445900	This represents funding approved by the General Assembly in 2007-2008 and 2008-2009 to enable this office to replace the Case Automated Tracking system and the Rules Tracking System. The Case Tracking System is a legacy system that is no longer supported and is in extreme danger of failing. This system is critical to the core mission of the Office of Administrative Hearings. The project is currently on Hold by OSBM	

OAH-2,

Office of Administrative Hearings
Vacancy List
as of 4.20.2009

Static Filters

Position	!62000000 - 64999999
Calendar Month/Year	APR 2009
Organizational Unit	20000062 Administrative Hearings
Controlling Area	NC01 State of North Carolina
FM area	State of North Carolina
Planning Status	# #; 1 1

Dynamic Filters

Employee Group	!Supplemental Staff; !Supmental Staf Grant
Employee Subgroup	!Contractor

Variables

Organizational Unit	20000062 Administrative Hearings
Calendar Month/Year (Single Value, Mandatory)	APR 2009

	Calendar Month/Year APR 2009				
Organizational Unit		Total Positions	Vacant	Filled	% Vacant
20000033	OAH Director's Office	3.00		3.00	
20012251	OAH Dir Off Admin Div Fiscal	2.00		2.00	
20012252	OAH Director's Office Deputy Director	7.00		7.00	
20012254	OAH Dir Off Deputy Dir Hearings Div Cler	4.00		4.00	
20012255	OAH Dir Off Deputy Dir Rules Div	5.00		5.00	
20012256	OAH Dir Off Deputy Dir Civil Rights Div	10.00		10.00	
20012257	OAH Dir Off Hearings Div Judges	12.00		12.00	
20013984	OAH Dir Off Deputy Dir Hearings Div Supp	3.00		3.00	
Overall Result		46.00		46.00	

3 positions have temporary employees working in the position. (See attached listing)

Office of Administrative Hearings
Vacant Positions

PMIS #	BEACON #	TITLE	BUDGETED SALARY
006	60088587	OFFICE ASSISTANT	27,400
024	60088587	OFFICE ASSISTANT	25,704
056	60088603	ADMINISTRATIVE LAW JUDGE	98,436
		TOTAL VACANT POSITIONS	151,540

All above vacant positions have temp employees working against the position.

BL [illegible] CODE 18210-OFFICE OF ADMINISTRATIVE HEARINGS - Increas[illegible] nplement Fees

Please provide information on any fees your agency charges or plans to charge.

Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
CONTESTED CASE FILING FEE	WOULD NEED STATUTORY PROVISION AUTHORIZING OAH TO CHARGE THIS FEE	ALL ENTITIES OR PERSONS FILING CONTESTED CASES	N/A	N/A		

THE OFFICE OF ADMINISTRATIVE HEARINGS COULD, WITH NEW STATUTORY AUTHORITY, BEGIN REQUIRING CONTESTED CASE FILING FEES.
THE AUTHORITY TO CHARGE THIS FILING FEE SHOULD CONTAIN PROVISIONS THATAUTHORIZE AN ADMINISTRATIVE LAW JUDGE, UPON COMPLETION OF A CASE TO ORDER THE FILING FEE BE REIMBURSED BY THE LOSING PARTY TO THE PREVAILING PARTY.

A WORKSHEET SHOWING POTENTIAL FEES BY TYPE OF CASE IS INCLUDED BELOW.

TYPE OF CASE	NUMBER FILED FYE 6-30-08	PROPOSED FILING FEE	ESTIMATED REVENUE
ABC	460	100.00	46,000.00
COM	1	100.00	100.00
CPS	47	100.00	4,700.00
CRA/CSE/DCS *	337	0.00	0.00
DAG	4	100.00	400.00
CON	94	200.00	18,800.00
DHHS-NON CON OR MEDICAID	947	100.00	94,700.00
DOC	4	100.00	400.00
DOJ	86	200.00	17,200.00
DOL	2	100.00	200.00
DOT	3	100.00	300.00
DST	12	100.00	1,200.00
EDC *	33	0.00	0.00
EDC-TEACHER CERTIFICATION	25	100.00	2,500.00
EEOC *	86	0.00	0.00
EHNR	409	150.00	61,350.00
INS	32	100.00	3,200.00
OSP	164	100.00	16,400.00
REV	15	150.00	2,250.00
SOS	32	100.00	3,200.00
UNC	39	100.00	3,900.00
BOARDS/COMM	29	200.00	5,800.00
			282,600.00

OAH-5

BUDGET CODE 18210-OFFICE OF ADMINISTRATIVE HEARINGS - Changes to Funding Formulas

Please describe current funding formulas and detail how they are calculated.

Program Name	Recipients of Funding	Current Statutory Policy of Allocation	Current Amount of Funding	Formula Calculation	Notes
	NOT APPLICABLE				

OAH-6

STATE OF NORTH CAROLINA
OFFICE OF ADMINISTRATIVE HEARINGS

Mailing address:
6714 Mail Service Center
Raleigh, NC 27699-6714

Street address:
1711 New Hope Church Rd
Raleigh, NC 27609-6285

April 21, 2009

MEMORANDUM

TO: Representative Alice Underhill, Co-Chair
Representative Susan Fisher, Co-Chair
Members
Appropriations Sub-Committee on General Government

From: Julian Mann, III, Director and Chief Administrative Law Judge
Office of Administrative Hearings

Re: American Recovery and Reinvestment Act Funds

The Office of Administrative Hearings is not, to the best of my knowledge, eligible for any funding from the Federal American Recovery and Reinvestment Act.

Administration	Rules Division	Judges and Assistants	Clerk's Office	Rules Review Commission	Civil Rights Division
919/431-3000 fax:919/431-3100	919/431-3000 fax: 919/431-3104	919/431-3000 fax: 919/431-3100	919/431-3000 fax: 919/431-3100	919/431-3000 fax: 919/431-3104	919/431-3036 fax: 919/431-3103

An Equal Employment Opportunity Employer

OAH-1

Office of Administr..... Hearings
2009-2011 Biennium
Impact on Operations of Reductions in Senate Proposed Budget

Object	Title		2009-2010 Fiscal Year Worksheet 1 Recommended Amount	Additional Cuts Recommended in Gov Budget	Net Funding Remaining		2010-2011 Fiscal Year Worksheet 1 Recommended Amount	Additional Cuts Recommended in Gov Budget	Net Funding Remaining
532144	DP/Desktop Support	1	41,844	7,300	34,544		41,844	7,300	34,544
532512	Rent of Buildings	2	332,986	23,300	309,686		345,821	23,300	322,521
532512	Rent of Buildings	2	332,986	0	332,986	ALT	345,821	0	345,821
5327XX	Employee Travel	3	42,076	5,500	36,576		42,076	5,500	32,510
532449	Maintenance Agreements	4	66,640	7,000	59,640		66,640	7,000	59,640
532449	Maintenance Agreements		66,640	NR 54,899	11,741	ALT	66,640	NR 54,899	11,741
532811	Telephone	5	21,060	4,000	17,060		21,060	4,000	17,060
533110	Supplies & Materials	6	14,698	24,589	(9,891)		14,698	24,589	(9,891)
533110	Supplies & Materials		14,698	0	14,698	ALT	14,698	0	14,698
534534	PC/Printer Purchase	7	31,040	5,000	26,040		31,040	5,000	26,040
534714	Server Software Purchase	8	13,500	NR 8,000	5,500	ALT	13,500	NR 8,000	5,500

Notes:

1 This represents the amount recommended by OSBM and ITS for adequate funding to allow OAH to pay ITS for consolidated information technology services for the biennium. The ITS requirements for OAH were consolidated under the state ITS in August 2008.

2 In the process of preparing the continuation budget (worksheet one) for 2009-2011, OAH reduced the funding in this line item by 15026 in year one and 2191 in year 2. This reduction was to bring the funding to exactly the amount required by the lease agreements in place. This reduction is in addition to the original reduction in worksheet one. This additional reduction in this line item will make this agency unable to meet our current lease obligations.

3 The expenditure rate for travel over a 5 year period is 93%. The recommended reduction is 13% of funding available. This will impose severe restrictions for employees to travel in the course of holding hearings, investigating charges of discrimination in employment and for OAH to reimburse travel to hearings assistants that must travel to various locations to record hearings.

4 The funding in this line item is to allow OAH to pay for maintenance on hearings tracking system new software. This software will most likely be installed in the 2009-2010 fiscal year and maintenance would not begin until the 2010-2011 fiscal year. It is estimated that the cost of maintenance would be at least 50,000 annually.

5 The average expenditure rate for telephone expense over a 5 year period is 86%. The recommended reduction is 19% of budgeted funding.

6 The average expenditure rate for supplies over a 5 year period is 93%. The recommended reduction is 168% of available funding.

7 The funding in this line item is being used in the current fiscal year (2008-2009) to provide adequate funding for OAH to pay ITS consolidation invoices. Some of this funding would be needed for this same purpose during the next biennium and remaining funding would allow OAH to replace printers (which are not covered under IT consolidation) on a scheduled basis.

8 This funding allows OAH to replace and upgrade server software that is not covered by consolidation on a scheduled basis.

NOTE REGARDING TOTAL OAH BUDGET FOR 2009-2011

The management and staff of the Office of Administrative Hearings fully recognize the current economic crisis and its affect on the whole of state government's budgetary operations. However, the reductions proposed in the Senate's budget for the Office of Administrative Hearings (OAH) will severely impact OAH's ability to perform its statutory duties and responsibilities in the next biennium. The recommendation to fund salaries at 93% of actual liability for salaries leaves OAH with a significant funding deficit to cover. Over the last five (5) years, OAH's expenditures for personal services averages 93% of budget. With a total staff of 44 positions, and only three (3) vacant positions, OAH will not be able to cover this deficit through the use of lapsed salaries. (The three vacant positions are currently filled with temporary employees.) OAH average expenditures for non salary line items over the same 5 year period is 93% as well. In order to met the reductions proposed in the Senate budget, OAH must consider the following options:

1) legislative amendments to current statutory responsibilities, 2) implementation of a contested case filing fee and 3) RIF or furlough of current employees

OSA Duties and Responsibilities

SERVICE	MANDATED	OPTIONAL	REFERENCE	NOTES
Financial Audits:				
All state agencies & institutions	X		G.S. 147-64b(2) & (3)	Law makes it the duty of the State Auditor to audit state agencies to determine if they are providing accurate financial and other reports and are properly accounting for revenues.
State of NC CAFR	X		G.S. 147-64.6c(11); Single Audit Act & OMB Circular A-133	In addition to the legal requirement, annual financial audits are generally a prerequisite for issuing bonds.
State of NC Single Audit	X		Single Audit Act & OMB Circular A-133	
Universities	X		G.S. 116-30.1	Law makes an annual financial audit part of the criteria for determining eligibility for being a special responsibility constituent institution. Annual financial audits are generally a prerequisite for issuing bonds. Also, institutions must have an audit in the year of accreditation.
Community Colleges	X		G.S. 147-64.6A	The law requires an audit no less than once every five years. Institutions must have an audit in the year of accreditation. Colleges are generally audited every two years. As a practical matter, the time needed to audit once every five years would not be substantially less than doing two audits during that timeframe due to the necessity of researching errors that aggregate over a period of years.
NC Partnership for Children	X		G.S. 143B-168.12b	Required annually.
Local Smart Start Partnerships	X		G.S. 143B-168.14b	Required annually for "needs improvement" partnerships; otherwise, required biennially.
State Ports Authority	X		G.S. 143B-464	Law makes the entity subject to audit. However, annual financial audits are generally a prerequisite for issuing bonds. Therefore, audit is performed annually.
Battleship Commission		X	G.S. 143B-74.1	Law says Commission is subject to audit oversight by the OSA. Audit has been performed annually.
State Treasurer	X		G.S. 147-64.6c(8)	Law requires an audit of the balance in the Treasury at the time a new Treasurer assumes office.
NC Global TransPark	X		G.S. 63A-23	Annual audit required. OSA bills entity for the costs of the audit, which OSA generally contracts out to a CPA firm.
911 Fund	X		G.S. 62A-50	Audit required every two years (though is conducted each year). OSA bills entity for the costs of the audit, which OSA generally contracts out to a CPA firm.
NC Agricultural Finance Agency		X	G.S. 122D-18	Law says Authority MAY cause an audit to be performed. An audit is generally required for entities that issue bonds, which the Authority may issue from time to time. Authority has asked the OSA for the audit annually. OSA bills entity for the costs of the audit, which OSA generally contracts out to a CPA firm.
NC Education Lottery	X		G.S. 18C-116	Annual audit required. OSA bills entity for the costs of the audit, which OSA generally contracts out to a CPA firm.
NC Turnpike Authority		X	G.S. 136-89.186	Law says Authority is subject to audit oversight by the OSA. Authority has asked the OSA for the audit annually. OSA bills entity for the costs of the audit, which OSA generally contracts out to a CPA firm. An audit is generally required for entities that issue bonds, which the Authority plans to do in the future. After bonds are issued, the Authority plans to contract with a CPA firm for the audit.
NC Health Insurance Risk Pool	X		G.S. 58-50-235	Annual audit under the oversight of the State Auditor. Cost is reimbursed to the State Auditor.

OSA Duties and Responsibilities

SERVICE	MANDATED	OPTIONAL	REFERENCE	NOTES
Performance Audits	X		G.S. 147-64.6b	Law makes it the duty of the State Auditor to audit state agencies to determine if they have established adequate operating procedures, systems of accounting, and necessary elements of control; have established bases for evaluating the results of programs; are conducting programs efficiently and economically and in compliance with laws and regulations; and that programs serve the intent and purpose of the General Assembly. OSA conducts various types of performance audits: economy and efficiency; program results; compliance; fiscal control; and information systems audits.
Hotline Investigations	X		G.S. 147-64.6B	Law requires that the OSA provide various means of reporting improper governmental activities and to investigate such reports within the scope of authority established in.G.S. 147-64.6.
State Grants to Nongovernmental Organizations:				
Audit Oversight	X		G.S. 143C-6-23g	Law grants OSA audit oversight pursuant to the law governing state agency audits. Thus, the OSA has the same duties as described above under financial audits of all state agencies, performance audits, and hotline investigations.
Collect List of State Grants	X		G.S. 143C-6-23i	State agencies must submit a list of grants and grantees to the OSA.
Statewide Report of Grants		X		The OSA compiles and reports a statewide report of all grants made to non-state entities.
Grantee Financial Reports	X		G.S. 143C-6-23d(6); 09 NCAC 03M.0501	Grantees must file financial reports and statements with the OSA. OSA must review audit reports for compliance with standards and maintain compliance data for entities that do not require an audit. OSA must also notify grantor agencies when data not received and of all material findings in audit reports. OSA must make an annual report to OSBM of entities that do not comply with requirements.
Grantee Training		X	G.S. 143C-6-23	The OSA provides training classes for grantees relative to their duties under this statute and relative to sound financial management practices. The OSA also provides a quarterly newsletter for information purposes.

Budget Code 13300 NC Office of the State Auditor - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Of the information requested for presentation to the House Appropriations Subcommittee only those items applicable to NC OSA are included below.

Expenditure Accounts	Division/Fund	Actual FY 2007-2008	YTD as of April 17, 2009	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Contracted Personal Services (531321)	Field Audit	76,315	0	0	0	
Miscellaneous Contractual Services (532199)	Administration	0	0	550	550	To pay for temporary support staff needed to augment current staff during heavy report processing.
Miscellaneous Contractual Services (532199)	Field Audit	190,111	22,117	2,200	2,200	To contract with specialists needed to conduct performance, investigative or financial audits as needed.
Rental/Lease of Equipment (532521 to 532525)	Field Audit	0	0	600	600	To rent or lease specialized equipment or specially configured computers needed during training.
Travel/Related Expenses (5327xx)	Administration	13,277	9,118	21,742	21,890	To allow administrative staff to travel for audit purposes, to participate in national audit associations and to attend training required by professional standards.

Budget Code 13300 NC Office of the State Auditor - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Travel/Related Expenses (5327xx)	Field Audit	365,252	265,237	425,928	425,928	To allow the audit staff to conduct statutorily required audits, and to attend training required by professional standards. The travel budget incorporates inflationary factors approved by the Office of State Budget and Management.
Cellular Phone Services (532814)	Support Services	5,188	3,059	550	550	To allow access to personnel that are often needed on a demand basis such as our MIS, legislative liaison and our administrative support specialist.
Furniture and Equipment Replacement Schedules (5	Administration	0	0	5,031	5,031	To provide for the replacement of equipment and office furniture specific to the administrative staff involved in report processing.
Furniture and Equipment Replacement Schedules (5	Field Audit	231,188	137,455	213,998	213,998	To replace aging computers used in the conduct of audits and to maintain our computer network which is also used in the conduct of audits and to publish reports. To obtain equipment and office furniture used in the daily operations of the office.

Budget Code 23300 NC Office of the State Auditor - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Prov	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Auditor	State Auditor Spec Revenue (23300)	NA	299,392	Update NGO SAS Project and On-Demand Access project	We found an alterantive solution to the data access project and therefore the balance in Budget Code 23300 of $299,392 less encumbrances of $129,500 resulting in a total of $169,892 may be released at year end.

North Carolina Office of the State Auditor
Vacant Positions April 20, 2009

	Funding Source	Position		Cal Mth/Yr Date Vacant	APR 2009 Budget Amount	APR 2009 Number of Days Vacant	APR 2009 FT FTE Positions
Positions identified for elimination per Senate and Governor's Budget.	Appropriated	60008874	Asst. State Auditor	03/01/2009	51,823.00	50	1
Positions identified for elimination per Senate and Governor's Budget.	Appropriated	60008876	Asst. State Auditor	03/01/2009	51,122.00	50	1
Positions identified for elimination per Senate and Governor's Budget.	Appropriated	60008882	Asst. State Auditor	11/01/2008	50,133.00	170	1
	Appropriated	60008926	Asst. State Auditor	03/01/2009	62,016.00	50	1
	Receipts	60008978	Asst. State Auditor	04/01/2009	63,841.00	19	1
	Receipts	60009002	Asst. State Auditor	04/01/2009	80,145.00	19	1
Committed per written offer	Receipts	60008908	Asst. State Auditor	04/01/2009	55,976.00	19	1
Committed per written offer	Receipts	60008919	Asst. State Auditor	04/01/2009	46,635.00	19	1
Committed per written offer	Receipts	60008866	Asst. State Auditor	04/01/2009	45,387.00	19	1
Positions identified for elimination per Senate and Governor's Budget.	Appropriated	60008975	Staff Development Specialist III	02/28/2009	49,411.00	51	1
	Appropriated	60008859	Director Of Public Affairs I	01/03/2009	76,943.00	107	1
Committed per written offer	Receipts	60008923	Asst. State Auditor	04/01/2009	46,635.00	19	1
Committed per written offer	Receipts	60008979	Asst. State Auditor	04/01/2009	46,635.00	19	1

Office of State Auditor
2009-2011 Biennium Budgets
Key Budget Points

1. **Audit-related salaries and benefits make up 91% of total Department Budget - $16.5M.** This only leaves $1.6M for the operation of the Office, i.e., audit-related travel, IT-related costs, computers, supplies, etc.

2. **Because our budget is almost all salaries, we have limited options to reduce costs. For every filled position eliminated, we have to layoff another ½ position to cover the severance pay associated with the layoff. If we have to meet our budget cuts through layoffs we will not be able to meet our mandated audit requirements which could affect the State's bond rating, receipt of federal grants etc.**

3. **The responsibility (cost and oversight) of the audits of the 80+ Smart Start not-for-profit organizations should be transferred to the NC Partnership for Children.**

4. **The Office of the State Auditor has identified 5 positions (in the Governor and Senate Budgets) that can be eliminated without affecting the scope of our critical mission of auditing. These eliminations will take place in the Nongovernmental Training Division.**

VISITOR REGISTRATION SHEET

D Bout — 4-21-09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Carl Dean	OSP
Bill Allred	OSA
Lee Linker	OSA
Cindy Gillian	NC OSA, Controller
Wesley Ray	OSA
Dani Lackwood	DOD
Thomas Clark	OSC
Carl Godwin	OSP
Jack Hubbard	OSBM
Cameron Newton	OAH
Doug Bass (Darryl Bass)	OAH
Dennis Patterson	OSA
Jim Stegall	U.C.P.S.

VISITOR REGISTRATION SHEET

Senate 4-21-09

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Kelli Kukuna	NCLM

House Pages

Name of Committee: Gen Govt Date: 4-21-09

1. Name: Steven Lucas
   County: Rockingham
   Sponsor: Tarheel Challenge Academy
2. Name: Justin Hurst
   County: Rowan
   Sponsor: Tar Heel challenge Academy
3. Name:
   County:
   Sponsor:
4. Name:
   County:
   Sponsor:
5. Name:
   County:
   Sponsor:

Sgt-At-Arms

1. Name: Reggie Dills
2. Name: Martha Kanoy
3. Name:
4. Name:

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

DATES 2:00pm 4/22/09															
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair															
Rep. Russell Tucker, Vice-Chair															
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills	✓														
Rep. Jane Whilden															
Michele Nelson	✓														
Claire Hester	✓														

House Appropriations subcommittee on General Government

April 23, 2009
8:30 a.m.
Room 1425

Chair Susan Fisher called the meeting of the Subcommittees on General Government to order on April 23, 2009 at 8:35 am. The following members were present: Representative Susan Fisher, Chair; Representative Alice Underhill, Chair, Representative George Cleveland, Representative Elmer Floyd, and Representative Jane Whilden. Michelle Nelson and Claire Hester were the fiscal staff.

Chair Fisher then introduces House pages; Justin Hurst and Stephen Lucas from Tar heel challenge. Chair Fisher then recognizes the Sergeant at Arms Martha Parrish, Mike Martin, and Judy Turner. Chair Fisher then thanks and recognizes her Co-chair Representative Alice Underhill and her Legislative Assistant Lynn Tennant.

Chair Fisher then proceeds to introduce the Office of State Controller, Thomas Cheek, Chief Fiscal Officer. Thomas Cheeks refers to handout with logo and mission statement on the front page, attachment 1. Cheeks then refers to page 2 detailing what they don't have in their budget. We do charge conference registration fees, which any agency can do that puts on a conference. Page 3 is a report of the 6 month vacancies. This document is from the internal HR office. Page 4 is a line item detail that was requested. 532199 refer to some of the conference fees referred to prior. When we put the continuation budget together, we have to give that to OSBM by the end of October 2008 (projection of what we think we are going to spend so the governor can make her budget). Cheek then references pg 5 with an important note, ITS has taken over those 3 line item functions. We were officially taken over by ITS February 1, 2009, and ITS will charge us for those services and we will pay them for taking over our computers, replacing computers and putting us on a refresh cycle. These line items will be moved to support this effort. Pg 6 is an explanation of those costs that ITS is going to charge for the IT consolidation. These line items that we would normally pay for are now going to be paid to ITS because we are billed by ITS. We have been told that once all state government is involved there will be savings and efficiencies. We were short in our last budget and OSBM helped us cover that cost.

Question -In terms of the travel, there is a significant difference in what was asked for in the first year, and the actual needed.
Answer-Our travel compared to the out years is pretty much online. We have cut back travel due to reductions, we have to come up with a 9% reversion of this current year's budget for the shortfall and OSBM has coordinated some harder restrictions, that have cut back even more. We have cut back on travel a lot to save money.

Chair Fisher: What accounts for the difference between what we see 09/10 and 10/11.
Answer: That is a typo, that should be 786965 across, and the 37 is the actual.

Question -That is a significant difference in travel, how are making the prior requirements.
Answer - A lot of travel was with Eagle program and they are trying to do more over the phone, we have universities, community colleges, and all state government in that program which started from SB 1551 in the 2007 session. That bill also requires training to all the entities involved. So the bulk of the travel was the implementation of this new program. The ideal is to sit down face to face, but a lot more is done over the phone now.

In regard to FICA, savings are for individuals on the NC flex program. Money collected by the office of the state controller is for this program. There is a third-party administrator, and the state office of personnel negotiates that contract on behalf of the state. We have used money claiming one cause and used the money for other things. Because some money has been misdirected, the federal government wants there share of the grant money back. The $6 million includes the 3.3 for OSP and 2.7 that we are going to have to repay.

Chair Fisher - What is the potential for recovery per year from the flex program?
Answer -On average we collect about 4.5 million.

The next line item is 2401, the payroll HR system, details obligations we have going forward.

Chair Fisher –Where is the western data system?
Answer- I don't know, somewhere in the mountains. It is only about two to three years old. The Data integration system is used to pull various data systems into one platform. Presently it is not tied together and we are unable to do analytics, inquiries and summaries. Included is a description of what we have received from the beacon and data integration. At the back of the packet there is a newsletter and press releases for OSC.

Rep Cleveland- On the bottom of page 9, what is the total?
Answer -All the money goes to supporting the criminal justice department of Wake County.

Rep Floyd- On your federal grants you expressed that we have to pay that, how is that determined at the federal level?
Answer- The Feds look at state agencies. They have looked at this in the past and have a 20% amount that they will settle with the state.
Rep Floyd- So the Feds will handle this face to face.
Answer- Most will be by phone, that is not my area, but I can check. I would think there would be formal writing to the state to notify us that this is binding, and that there would need to be a resolution, and then from there communication would be in that form.

Rep Floyd- Sit down face to face, page to page is much better. Our auditors and controllers are the key instruments to make sure that we spend and utilize our money in the most efficient way.
Follow-up- Your presentation is one of the best that I have heard.

Chair Fisher then introduces Johnnie McLean, the deputy director of the State Board of Elections. There is a typo under rental and lease of equipment in the 08/09 year to date, that figure should be 242,904, which would make it the same as the next two columns for the amounts that are requested. The uses of these funds are defined in the accounting system. If there are specific questions about the usage of these funds I would be happy to attempt to respond to those. I will be referencing Direct Appropriations/ Grants Non-profits (accounts) , these are federal funds that we have received from the Help America Vote Act that was passed in 2002, to improve the administration of elections. The majority of the money was used for voting systems and equipment for the 100 county boards of elections in the state. Refers to Governmental and propriety Fund Balances (Special Funds). Refers to Increase or Implement fees, noticing typo that should be 381, 654. These are the filing fees collected from candidates that run for public office when they have to file a notice of candidacy with state bd. of elections. Collected in 07/08 and based on salary. Are their any questions?

Chair Fisher- Where do the filing fees appear in your budget?
Answer: They do not appear in the budget, they go into a special nontaxable fund, the 19957 fund number, it does not ever show up in the state Board of elections budget, but goes into a general fund.

Rep. Cleveland- Cell phone service and travel are being cut down in other agencies.
Answer- The request is based on the previous years, we have cut back on our travel and eight positions that are titled district election technicians that are located in eight sections of the state, and they are on travel restrictions. They are available as a resource for election related matters; the cell phones are utilized by the executive director, the district election technicians, and our IT people. They are used only for business ventures.

Answer- Each director serves about 12 boards of elections.

Representative Floyd - How much mileage?
Answer – We are fortunate to have vehicles from the motor fleet. I think they charge $.40 a mile, once you go over the minimum mileage.

Chair Fisher introduces Linda Coleman, the director of the State Office of Personnel. She stated that they are responsible for 120 employees employment including recruitment, selection, retention, EEOC, employee relations, classification, pay administration, training safety and wellness, benefits, the work environment and performance management. Over the years they have sustained significant cuts to their budget, both in personnel and operating funds. They have several small agencies and universities and have 20,000 employees in the university system. Some of those universities provide policy development, consultation, compliance and monitoring, and technical assistance. They have some employees that have used some of their own funds to travel to these institutions. Thet are challenged with the retirement of the baby boomers, as well as a transfer of knowledge, further showing that work is needed in the projection of workforce planning. Linda Coleman than introduces Carl Goodwin, the HR

Managing Partner for Operations and the Budget. He states that he serves as a legislative liaison, chief operating officer, and manages the operations and benefits section of State Personnel. There is a significant reduction in the amountt of money planned for the coming years. With travel the state personnel falls under our travel budget, so any travel with that commission falls under this line item. We have three cell phones in the office. One is used primarily for travel. Other aid and grants refers to Inroads, recruiting summer interns, to retain once they get out of college. Goodwin then refers to Special Funds in Governmental and Propriety Fund Balances. We also analyzed what kinds of capabilities are available in the workforce, and then used to hire people based off the state's needs. We do not have money coming into state personnel, nor do we have any positions. The strings attached are that any employee that has been terminated by the state since September 2008 through December 2009, has to be offered COBRA. The state has to pay 65% of that premium for employee during that 18 month period.

Chair Fisher- That is for any job that has been terminated?
Answer- Upon research this would be around 800 employees so far. This is another liability burden placed on the agency.

Rep. Cleveland- For clarification, is this tied to the stimulus package?
Answer- Any state that gets stimulus money has to comply with these regulations. It applies to positions that are funded by stimulus money, includes all state positions.
Chair Fisher – Is that time limited?
We are obligated to pay the 65% for the 18 month period but there is no guarantee to that the stimulus money will continue to be there.

Rep. Whilden – How much is the 65% co pay?
Answer- That is based on the premium that the individual pays for that specific healthcare product. So we are proposing to pay this money out of private savings that are there to support our program.

Chair Fisher – Is this something that you have to apply to the federal government to do.
We are seeking appropriate approval now, but we think we can do that.

Rep Floyd- If we fire 100 employees, multiply by 65, is that going to come out of state funds?
Answer – The state is liable for the 65 % and the employee is liable for the rest.

Claire- So is this determent to lay off people so we won't be liable for to pay COBRA. What is the point of this?
Answer – I think that the reason for it is to promote a more universal healthcare program that we are moving towards.

I will now move on to vacancies. There are 7 listed positions in State Personnel which are both identified in the Governors budget as well as the senate to eliminate those positions. The Legal specialist that is filled needs to be filled so that we can better help

state agents deal with the alien status report. The scanning function in our office has been eliminated including a position.

Rep. Floyd- Is the scanning position critical?
Answer- Anytime an employee is hired in the state, they send that application to our office and we scan into our service for monitoring purposes. The agency is responsible for maintaining the record for that individual.

Linda Coleman asked that the committee please look very closely at their budget because it has been cut so much in the past, that if cuts continue they will not be able to offer the services statewide that will be needed in the future.

Meeting adjourned at 9:41 am.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA
HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
April 23, 2009
8:30 a.m.
Room 1425

Representative Susan Fisher, Chairing

Representative Alice Underhill

8:30	Call to Order	Rep. Fisher
	Agency Presentations	
	Office of State Controller	Thomas Cheek Chief Fiscal Officer
	State Board of Elections	Johnnie McLean Deputy Director
	Office of State Personnel	Carl Goodwin HR Managing Partner for Operations & Budget
	Adjourn	

Attachment

1



State of North Carolina

Office of the State Controller

DAVID T. MCCOY

STATE CONTROLLER

OSC Mission Statement

We are committed to:

- Ensuring the financial integrity of the State by providing exceptional enterprise accounting, disbursing, payroll, internal control and financial reporting systems that serve state agencies, employees and the public;
- Maximizing financial return to the State by implementing a uniform statewide cash management plan and an accounts receivable program;
- Delivering quality services that achieve efficiencies and enable partnerships that result in an exceptional customer experience; and
- Providing relevant oversight, consultation and training through leadership that embraces the core values of the Office.

Office of State Controller

Education and Review items outlined in your April 16, 2009 memorandum that are not found in the Office of State Controller's operational budget:

A) Discretionary Grants (5364AA)
B) Loans (5367AA)
C) Other Aid and Grants (5369AA)
D) Direct Appropriations/ Grants Nonprofits (accounts generally in 536XXX)
E) Statutory Fees for recurring operations—we do charge conference registration fees
F) Funding Formulas
G) Funds from Federal American Recovery and Reinvestment Act (ARRA) Funds

B0104: Vacancy Report

[redacted]

No exceptions are defined

Office of State Controller

	Position		Date Vacant	APR 2009 Budget Amount	APR 2009 Position FTE	Also in Senate Budget
				$		
Office of the State Controller	65006805	Bus. & Tech. Applications Analyst	07/01/2008	82,687.00	1.0000	
OSC STWD ACCT Central Compliance	60087168	State Controller Financial Specialist	08/23/2008	54,540.00	1.0000	SB 202
OSC BEACON BEST SHARED SVCS Payroll/Time	60014113	Administrative Support Specialist	04/30/2008	26,444.00	1.0000	SB 202
OSC BEACON BEST SHARED SVCS Payroll/Time	60037611	Administrative Assistant I	04/01/2008	34,842.00	1.0000	SB 202
				198,513.00		

See Note:

Note: Position 65006805
1 of 2 new Time-Limited positions authorized in HB 2436, section 6.16.(d)(2).
Attempted to fill twice but candidates turned down job for long term employment.
Position is being paid out of BEACON Data Integration one-time funding.
SB 202 has a provision that unobligated funds from BEACON Data Integration go to support Wake County Criminal Justice Pilot.

14160 OFFICE OF STATE CONTROLLER - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide actual amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code - 1000	Office of State Controller	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Expenditure Account: Contracted Personal Services (531321)		$ 2,520	$ -	$ -	$ -	No Funds for this line item are being requested in the upcoming biennium.
Miscellaneous Contractual Services (532199)		$ 14,526	$ 1,660	$ 10,890	$ 10,890	Seminar speakers for training and conferences put on by OSC. These conferences provide updated accounting information and CPE credit for state employees who are CPA's. Item is paid from participant registration fees.-- Supported by receipt account 435600
Rental/Lease of Equipment (532521 to 532525)		$ 745	$ 3,680	$ 1,000	$ 1,000	Lease of a copier used in BEACON call center area which began in November. Will also pay for rentals at NCSU's McKimmon Center for equipment charges related to conferences. McKimmon center rentals are supported by registration fees (receipt account 435600).
Travel/Related Expenses (5327xx)		$ 77,129	$ 68,712	$ 37,007	$ 78,965	Travel for EAGLE program, CAFR training, and some related to BEACON/ HR payroll.
Cellular Phone Services (532814)		$ 9,047	$ 12,406	$ 10,653	$ 10,653	12 Cell phones are used by computer technical staff for NCAS and HR/Payroll for on call duty 24 hours a day. OSC has 15 air cards charged to this line which are used to provide internet access while working away from the office.
Furniture and Equipment Replacement Schedules (534500 to 534550)-- Breakout below:						
--534511 Office Furniture		$ 197,548	$ -	$ -	$ -	HR/Payroll -- NR funds
--534521 Office Equipment		$ 9,927	$ -	$ -	$ -	HR/Payroll -- NR funds
--534528 Equipment Voice Communication		$ 342	$ -	$ -	$ -	HR/Payroll -- NR funds
-- 534530 Data Process Equipment		$ -	$ 5,386	$ 1,000	$ 1,000	

14160 OFFICE OF STATE CONTROLLER - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide actual amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code - 1000	Office of State Controller	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
--534533 Lan Equipment Purchases		$ 17,281	$ 12,142	$ 15,000	$ 15,000	Funds will be moved to support ITS Consolidation effective 2/1/09-- will be moved into new account 532144 (Desktop Support Services)-- See **Attachment I**
--534534-PC/Printer Equipment		$ 82,399	$ 2,649	$ 120,500	$ 120,500	Funds will be moved to support ITS Consolidation effective 2/1/09-- will be moved into new account 532144 (Desktop Support Services)-- See **Attachment I**
--534535-Server Equipment		$ 10,709	$ 8,296	$ 11,000	$ 11,000	Funds will be moved to support ITS Consolidation effective 2/1/09-- will be moved into new account 532144 (Desktop Support Services)-- See **Attachment I**
Discretionary Grants (5364AA)		$ -	$ -	$ -	$ -	Not Applicable
Directed Grants (5366AA)		$ -	$ -	$ -	$ -	Not Applicable
Loans (5367AA)		$ -	$ -	$ -	$ -	Not Applicable
Other Aid and Grants (5369AA)		$ -	$ -	$ -	$ -	Not Applicable
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		$ -	$ -	$ -	$ -	Not Applicable

Attachment I

IT Consolidated Agencies Budget Estimates

Agency Name: OFFICE OF STATE CONTROLLER

Note: Consolidation as of 2/1/09 First Bill 3/1/09 (4 Months)

Fiscal Year: Annualized Cost for 2009-2010 and Estimated Current Cost 2008-2009

Desktop Support Services

		price	metric	# of units	2009 - 2010 (Annualized Cost)	2008-09 (Current - Cost for 4 Months)
Desktops	Standard	$840.00	Per unit/year	94	$ 78,960.00	$ 26,320
	Advanced	$876.00	Per unit/year	149	$ 130,524.00	$ 43,508
	Appliance	$684.00	Per unit/year	1	$ 684.00	$ 228
	Additional Monitor(s)	$4.00	Per month	82	$ 3,936.00	$ 1,312
Laptops	Standard	$996.00	Per unit/year	61	$ 60,756.00	$ 20,252
	Advanced	$1,092.00	Per unit/year	46	$ 50,232.00	$ 16,744
Additional Monitors for Laptops on Docking Stations		$4.00	Per month	107	$ 5,136.00	$ 1,712
Total Agency Desktop					**$ 330,228.00**	**$ 110,076.00**

LAN Services

	Basic	$13.40	Port/ Monthly	324	$ 52,099.20	$ 17,366.40
	Premium	$17.10	Port/ Monthly	300	$ 61,560.00	$ 20,520.00
Total Agency LAN					**$ 113,659.20**	**$ 37,886.40**

Server Hosting Services

	Physical servers	Unit Cost	VM servers	Unit Cost	Annual $	
Distributed Cost	*12*	$ 394.88	20	$ 288.00	$ 125,982.72	$ 41,994.24
Storage Cost	*440*	$ 2.41			$ 12,724.80	$ 4,241.60
Total Agency Server					**$ 138,707.52**	**$ 46,235.84**

Wireless Services

One-Time Fee	Agency Charge (Flat Rate)	Cost per AP	Number of AP	Total AP Cost	Total Wireless Cost
$ -	$ -	$ -	11	$ -	$ -

2-Factor Auth

One-Time Fee	Agency Charge (Flat Rate)	Cost per Token	Number of Tokens	Total Token Cost	Total 2-factor Cost
$ -	$ -	$ -	18	$ -	$ -

Summary:

	Annual	4 Months Remaining
Desktop	$ 330,228.00	$ 110,076.00
LAN	$ 113,659.20	$ 37,886.40
Server Hosting	$ 138,707.52	$ 46,235.84
Total	$ 582,594.72	$ 194,198.24

INSERT BUDGET CODE AND DEPARTMENT NAME - Governmental & Proprietary Fund Balances (Special Funds)				
Agency Name: OFFICE OF STATE CONTROLLER				
Fund Name	**Statutory Provision**	**Current Fund Balance (as of 4/20/09)**	**Purpose of Funding**	**Restrictions on Use or Transfer of Funds**
Special Revenue Fund (24160)				
2000 FICA Savings from Flexible Benefits Program	House Bill 1129, S.L. 1989-458	$ 9,225,887.44	Used to pay for Administration of Program (OSP- AON Contract)	$6,070,360 being held as possible payback to FEDS for collecting funds on Federal Grants over the life of the program and pay AON. $8 million already taken this year by OSBM.
2200 Support position to assist with e-Commerce (credit/debit cards/electronic transfers)		$ (151,955.77)	support position for e-Commerce	
2400 Initial BEACON Funding for planning		$ 137.74	old project-complete	may be taken by OSBM
2401 New HR/Payroll system Implementation	G.S. 143B-426.39 (rewritten in S.L. 2005-276)	$ 7,375,350.68	For final completion of adjustments/support of payroll system	See **Attachment II** for more information
2402 Funds to support past Data Warehouse project		$ 13,694.13	old project-complete	may be taken by OSBM
2403 Gather basic information about replacement of financial and budget	Session Law 2001-491	$ 605,000.00	For Financial and Budget component of the statewide enterprise. Report is complete	may be taken by OSBM
2404 BEACON/Criminal Justice Data Integration--provide access to secure data	SL 2007-323, HB 1473 (BEACON); SL 2008-107, HB 2436 (Criminal Justice)	$ 7,690,130.00	For Criminal Data Integration and BEACON Data Integration. Per Senate Bill 202, all remaining unobligated funds are to support Criminal Data Int. project for Wake County.	See **Attachment III** for more information
2405 Develop and enhance the enterprise-wide Human Resources	SL 2007-323, HB 1473 (Money Report IT: Item #17)	$ -	Improve HR component of HR/Payroll system	$7,390,000 taken by OSBM
2500 Collect unclaimed property from the Escheats fund left by state agencies		$ 20,181.13	Used to help pay for Internal Control training	
2600 Foreign Nationals Program --Statewide support in the payment processing of wages, scholarships, contract payments to foreign nationals		$ 77,080.00	Used to support Foreign Nationals Program	

Attachment II

HR/ Payroll One-time Fund Obligations

HR/Payroll Obligations			
1) April - June 30, 2005 (contractors/ training positions)	$	2,671,915.00	
2) July - Dec. 09 Stabilization of Contractors	$	1,376,545.00	
3) 6 Trainer Positions - 12 months	$	364,438.00	(see additional information below)
4) HR/Payroll Disaster Recover- Western Data Center	$	2,500,000.00	(Estimate from ITS)
Ending Balance	$	6,912,898	

Beginning Balance	$	7,375,350.68
Ending Balance	$	(6,912,898)
Estimated Remaining	$	462,452.68

Detail on 6 Trainer positions
OSC Training Positions Time-Limited

Grade	Title	Effective Date	Number	Amount Pe Position	Positions Requested	Total Based on # Social Sec.	Retirement	Med. Insur.	Grand Total
69	Staff Development Specialist II	7/1/2009	2.00	48,500	97,000	7,421	3,948	4,157	112,525
Banded	BEACON University Trainer	7/1/2009	1.00	57,666	57,666	4,411	4,694	4,157	70,928
Banded	Technical Support Technician	7/1/2009	1.00	52,294	52,294	4,000	4,257	4,157	64,708
Banded	Administrative Support Specialist	7/1/2009	1.00	35,573	35,573	2,721	2,896	4,157	45,347
Banded	Business and Technology App. Tec	7/1/2009	1.00	57,666	57,666	4,411	4,694	4,157	70,928
								Grand total	$ 364,438

Attachment III

BEACON Data Integration Fund Analysis

SFY 2009 (July- June 2009)

2,323,630.00	Balance as of 6/30/08
5,000,000.00	Received 10/2/2008 HB 1473
(62,595.00)	Contracted Services -- Project Director through Dec. 1, 2008
(2,500,000.00)	SAS Enterprise Licenses calendar year 2009 - Paid to ITS
(99,901.00)	1 filled Bus & Tech Apps. Analyst thru 6/30/09 --HB2436 Section 6.16(D)(2)
$ 4,661,134.00	**Projected Ending Balance SFY 2009**

Obligations for SFY 2010

4,661,134.00	Estimated Project Balance July 1, 2009
(199,802.00)	2 Bus & Tech Apps. Analyst 7/01/09 thru 6/30/10 --HB2436 Section 6.16(D)(2)
(2,500,000.00)	SAS Enterprise Licenses calendar year 2010 - Paid to ITS next January
(300,000.00)	to OSP for NC Works project -- most of expenditures in 2010
(900,000.00)	NC Open Book - Governor's initiative ongoing expenditures; most in 2010
761,332.00	**Per Senate Bill 202, Section 6.9(b); use to support Criminal Justice Pilot for Wake County**

Criminal Justice - Data Integration

Beginning of SFY 2009

5,000,000.00	Received 10/23/08
(32,940.00)	Paid to Project Manager thru 1/31/09
(2,000,000.00)	Paid to ITS for FY 08-09 (SAS Licenses)
2,967,060.00	**Current Balance as of 1/31/09**

Obligations for Remainder of SFY 2009

2,967,060.00	Feb. 1, 2009 Beginning Balance
(59,355.00)	Remaining PO to Project Manager thru 6/30/09
(25,200.00)	Contract - Law Enforcement Advisor
(32,665.00)	NCSU Contract
2,849,840.00	**Projected Ending Balance SFY 2009**

Obligations for SFY 2010

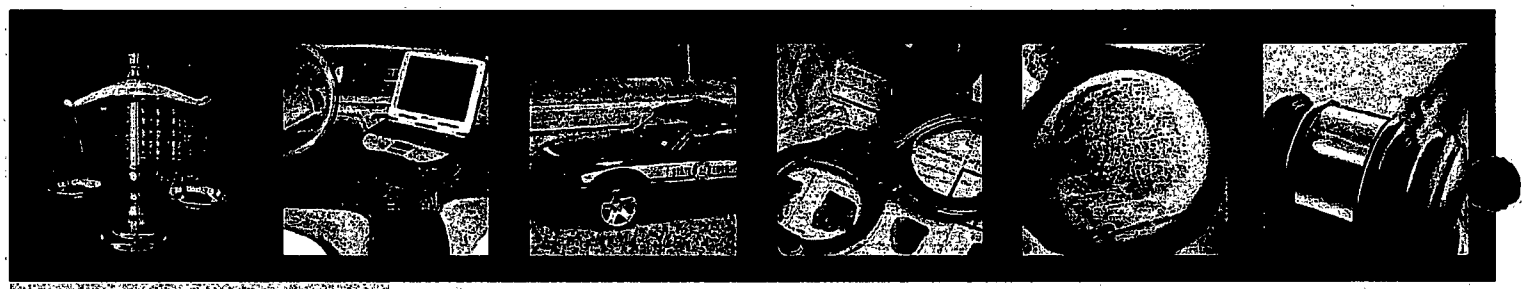
2,849,840.00	Beginning Balance July 1, 2009
(2,000,000.00)	To ITS for FY 09-10 (SAS Licenses)
(151,200.00)	Project Manager thru 6/30/10
(25,200.00)	Contract - Law Enforcement Advisor
(32,665.00)	NCSU Contract
(55,000.00)	Jail Booking Information (SAVAN) through Appriss vendor
585,775.00	Support Wake County Pilot -- from Criminal Justice Direct Approp.
761,332.00	From BEACON Data Integration- Support Wake County Project SB 202
$ -	**Remaining**

14160 Office of State Controller- Increase or Implement Fees						
Please provide information on any fees your agency charges or plans to charge.						
Fee Name	**Statutory Provision**	**Entities Affected**	**Date of Last Fee Increase**	**Current Fee**	**Amount of Revenue**	**Notes**
No statutory fees specific to OSC for our ongoing operational budget (14160) -- We do charge conference registration fees	138-6(a)(4)					Only to offset the cost of the conference

14160 Office of State Controller - Changes to Funding Formulas

Please describe current funding formulas and detail how they are calculated.

Program Name	Recipients of Funding	Current Statutory Policy of Allocation	Current Amount of Funding	Formula Calculation	Notes
No Funding formulas					



David McCoy,
State Controller

Outreach

OSC has presented to the following committees and organizations:

- Joint Legislative Oversight Committee for Information Technology
- Appropriations Subcommittee on Justice and Public Safety
- Governor's Crime Commission
- Chief Information Officers Council
- Law Enforcement Association Presidents
- NC Wildlife Resources Commission
- Wake County Criminal Justice Advisory Committee

CJLEADS April 2009 Bulletin

Project Update

On May 1, 2009, CJLEADS (Criminal Justice Law Enforcement Automated Data Services) will be available to the state project team for testing and validation. More than 50 state and 20 SAS Institute, Inc., project team members are working tirelessly to finalize business rules, develop testing scenarios and refine the user interface for the CJLEADS application. The project team has partnered with the National Institute of Justice and the NCSU Public Safety Leadership Initiative as well as with local subject matter experts to understand industry best practices in criminal justice information sharing and to further the efforts of the project.

CJLEADS is integrating data found within the state's various criminal justice applications and will provide up-to-date criminal information in a centralized location via a secure connection for use by state and local government criminal justice professionals.

The pilot application for Wake County has two primary objectives; to provide a comprehensive view of an offender through a single application; and to provide an "offender watch" capability to alert criminal justice professionals when an offender has a change in status within the criminal justice system.

The pilot application for Wake County has two primary objectives; to provide a comprehensive view of an offender through a single application; and to provide an "offender watch" capability to alert criminal justice professionals when an offender has a change in status within the criminal justice system.

Given the complexity of the criminal justice data and the regulatory, statutory, and contractual challenges to be addressed within the constraints of the pilot timeline, the pilot initially will include data from the Administrative Office of the Courts systems, including court case records, warrants and orders for arrest, and Department of Correction, including incarceration and probation information.

North Carolina information associated with juvenile court records, the sex offender registry, concealed handgun permits, local jail booking information, and North Carolina wildlife license and vessel information is currently being analyzed for planned integration during summer 2009. Analysis and planning for the implementation of other states' and federal data, available through the Division of Criminal Information message switch, is on-going.

From May 1, 2009 through September 29, 2009, CJLEADS will be hosted in a SAS environment for a period of user acceptance testing. During this time the State will verify data and validate the system functionality. The state project team will develop plans to migrate the application to a state production environment on completion of the user acceptance testing.



Interagency Leadership Council Update

The Interagency Leadership Council has been established to provide governance, set direction and policy and support efforts to develop the CJLEADS pilot application. Members of the Interagency Leadership Council include the executive leadership of criminal justice and other State organizations including:

- Administrative Office of the Courts
- Department of Correction
- Department of Crime Control and Public Safety
- Department of Juvenile Justice and Delinquency Prevention
- Division of Motor Vehicles
- North Carolina Sherriff's Association
- North Carolina Association of Chiefs of Police
- Office of the State Controller
- State Bureau of Investigation

State Controller David McCoy is pleased to share that the Federal Bureau of Investigation's Charlotte Field Office has agreed to participate on the Interagency Leadership Council with the Special Agent in Charge of North Carolina designated as an ex-officio member.

CJLEADS Facts

Business Objectives

- The ability to verify the identity of an offender through image retrieval
- The ability to have an integrated view of an offender
- The ability to alert a criminal justice professional when a individual has a status change

Pilot Requirements

- Single authentication (login)
- Integrated view of a person (data and photographic images)
- Role-based security limits the data displayed based on the user role
- Inquiry only - no update functionality at this time
- Pilot with Wake County users (Statewide data included in pilot)
- Scalable for Statewide Distribution

Business Users

- Law Enforcement Officers
- Judges
- Magistrates
- District Attorneys
- Clerks
- Probation Officers
- Prison Officials
- Juvenile Court Counselors

State Data

Phase I – May 2009

- Court Case Record Information
- Corrections Case Management Information

Phase II – Summer 2009

- Juvenile Court Case Record Information
- Local Jail Information
- NC Sex Offender Information
- NC Concealed Handgun Permits
- NC Wildlife License Information
- NC Vessel Registration
- NC Driver License Records
- NC Vehicle Registration

National and Other State Data (DCI)

Phase III

- Domestic Violence Protective Orders
- National Criminal History (NCIC)
- Relevant Information from Other States

OSCAR

Office of the State Controller Activity Report

David McCoy, State Controller

Winter 2009

The State Controller is North Carolina's chief fiscal officer. The Office of the State Controller ensures the financial integrity of the State by providing accounting, disbursing, payroll, internal control and financial reporting systems that serve state agencies, employees and the public and maximizing financial return through its statewide cash management plan. The OSC issues numerous financial reports including: Financial Highlights, General Fund Monthly Financial Report, IT Expenditures Report, Statewide Accounts Receivable Report, the State's Comprehensive Annual Financial Report (CAFR) as well as the short, easy-to-read version of the CAFR known as the "popular" report.

OSC Revamps OSCAR Newsletter

Welcome to the new OSCAR (Office of the State Controller Activity Report). The purpose of OSCAR is to keep our key stakeholders informed of this office's activities.

To help us further enhance OSCAR, we are conducting a readership survey. Please take a few minutes and visit the following link to complete the survey: ***www.zoomerang.com/Survey/survey-intro.zgi?p=WEB228U9BAYLTT***. **Note:** Either click the link directly from the pdf or enter the web address in your browser window exactly as it appears. We value your feedback and want to hear from you.

Controller Forms Leadership Council to Help Integrate Criminal Justice Data

State Controller David McCoy recently announced the formation of an Interagency Leadership Council to help with the successful integration of the State's criminal justice data.

Session Law 2008-107, H.B. 2436 recognized the need for state-of-the-art integrated criminal justice information and directed the Office of the State Controller and the State Chief Information Officer, among others, to develop and implement a statewide criminal justice data integration pilot program for Wake County by May 1.

"Everyone who has agreed to join this council is committed to resolving the complicated issues involved in gathering data from various departments and agencies," said McCoy. "These members also know full well how important it is to come up with solutions that will make sure the state's criminal justice data integration efforts are successful not just for Wake County but for the entire state as well."

Members of the Council include Alvin Keller, Secretary of Correction; Linda Hayes, Secretary of Juvenile Justice and Delinquency Prevention; Reuben Young, Secretary of Crime Control and Public Safety; Judge John W. Smith, Director, Administrative Office of the Courts; Robin Pendergraft, Director, NC State Bureau of Investigation; Joseph R. John, Sr., Acting Commissioner, Department of Motor Vehicles; John Hodges, President of the North Carolina Chiefs of Police; and Eddie Caldwell, Executive Vice President of the North Carolina Sheriff's Association.

> ***"Everyone who has agreed to join this council is committed to resolving the complicated issues involved in gathering data from various departments and agencies."***
>
> *– State Controller David McCoy*

The Wake County Criminal Justice Pilot Program is integrating data found within the state's siloed criminal justice applications and will provide up-to-date criminal information in a centralized location via a secure connection for use by state and local government criminal justice professionals.

Project team members from eight state agencies have been engaged for months in project development activities with SAS Institute, Inc., the vendor selected to design, build and implement the pilot application.

The pilot application has two primary objectives; to provide a comprehensive criminal history for an offender through a single application; and to provide an "offender watch" capability to alert criminal justice professionals when an offender has a change in status within the criminal justice system.

Monthly OSC Report Tracks State's Fiscal Health

State Controller David McCoy said General Fund tax and non-tax revenues fell $286 million, or 14.3 percent, in January compared to the same period last year. Of this amount, personal income tax collections reflected a decline of $284 million, or 21.4 percent. This information is contained in the most recent monthly report on General Fund revenues compiled by the Office of State Controller.

"Revenue growth is slowing dramatically," McCoy said. "This decline was expected, and the state's financial plan was adjusted, but we are continuing to feel the strain of budget pressures. The federal economic stimulus package will ease some of our concerns, but North Carolina must work to align spending and revenue. We must work to maintain the structural balance in the state budget for North Carolina to continue its long-term fiscal stability."

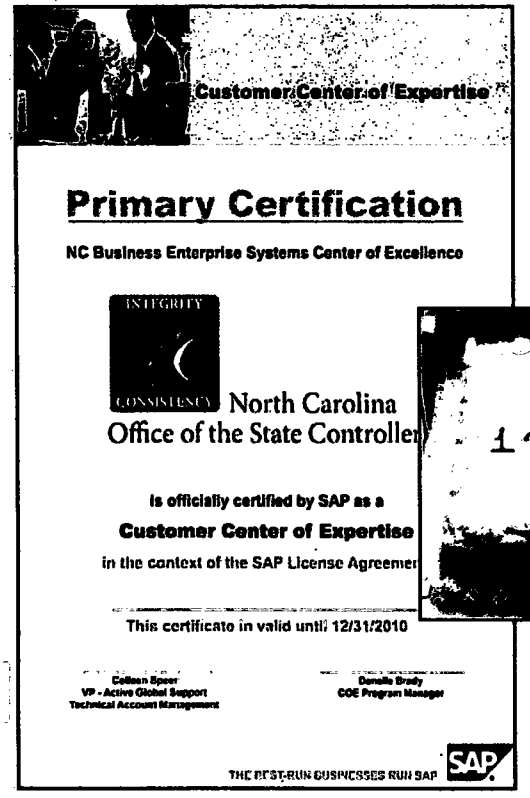
Other findings in the January report include:

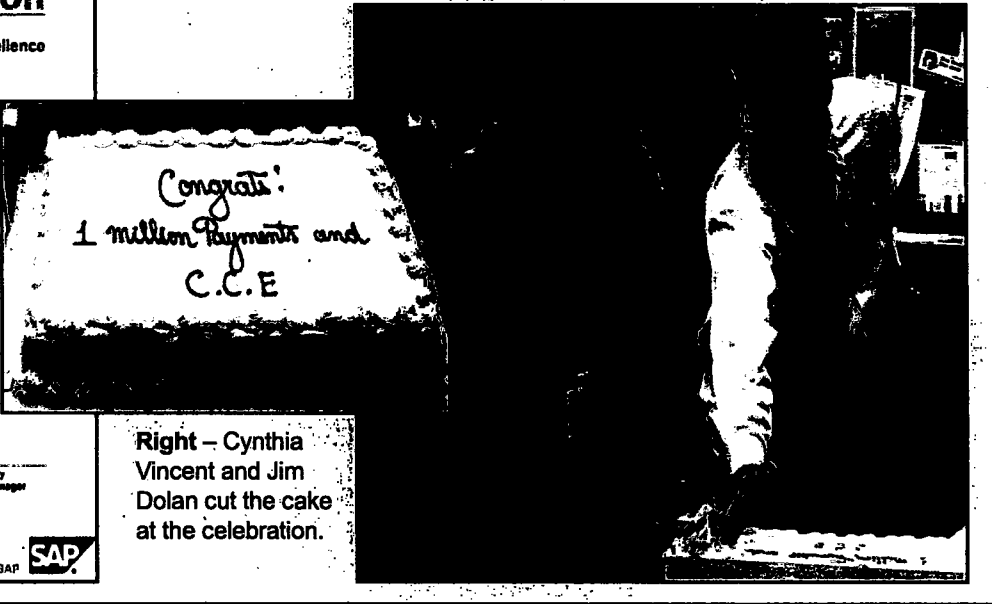
- Investment earnings impacted by lower cash availability and a lower rate of return declined by $16 million, or 88.8 percent for January 2009.
- General Fund appropriation spending is down. General Fund appropriation spending, including transfers, was $23 million, or 1.7 percent lower than for January 2008. Education and health and human services spending combined was $59 million, or 5.6 percent higher in January 2009. All other General Fund appropriation spending was down $82 million, or 26.7 percent.
- Sales and use, beverage, and tobacco taxes combined grew by $42 million, or 8.5 percent, for the month of January 2009.

The General Fund is the major operating fund of the State and accounts for all receipts that are not required by law to be deposited into another fund. This report can be found at www.osc.nc.gov. Go to "Recent Publications" and click on "General Fund Monthly Financial Report -- January."

OSC Reaches Milestone, Earns Distinction from Software Vendor

Recently, two significant milestones for this office were marked. First, with the December payroll, OSC has made more than 1 million employee payments out of the new human resources and payroll system. Second, this office received recognition from SAP as a Customer Center of Expertise. This certification identifies OSC as a partner with SAP, helps ensure we are following ERP (Enterprise Resource Planning) best practices, recognizes the fact that we have very knowledgeable functional and technical support team members and that we have successfully integrated our system with our business processes.





Right – Cynthia Vincent and Jim Dolan cut the cake at the celebration.

Project Identifies Scope of Future Financial Implementation

The BEACON Financials planning project began in May 2008 with the help of Deloitte Consulting. The goal of the project was to provide the BEACON Steering Committee with cost estimates and the resources needed to replace a number of aging legacy financial systems with commercial off-the-shelf software.

The following financial functional areas were evaluated: Accounts Payable, Accounts Receivable, Asset Management, Cash Deposits / Receipts, Financial Reporting (including the Comprehensive Annual Financial Report or CAFR), General Ledger, Grants Management, Inventory Management, Procurement, and Project Accounting. Treasury functions of investment management and banking were not included. This effort included providing an estimate of the high-level implementation scope and business requirements, as well as three options for staffing, timing and costing that would enable the State Controller to present a business case to obtain funding for the implementation from the state legislature.

The project team met with senior leadership from twelve agencies to define the project vision and guiding principles which were used to guide requirements gathering sessions. More than 400 staff from state agencies and universities provided input to these sessions. The resulting requirements and other information were used to design three implementation scenarios and accompanying cost and resource estimates. Deloitte presented their report to the BEACON Steering Committee in October.

The report included a number of assumptions and open issues influencing the scope and cost estimates, some of which were over $300 million. With the subsequent rapid decline in the economy, the State Controller decided to postpone requesting funding to implement one of the presented options until the 2011 General Assembly session. Over the next biennium, the BEACON Steering Committee will validate the assumptions and work to resolve the open issues in order to refine the cost and resource estimate.

Great Government Through Integrity and Accountability

The North Carolina Office of the State Controller (OSC) provides essential fiscal services to support and assist State agencies in complying with state and federal fiscal laws, rules, regulations, and generally accepted accounting principles.

This Office uses its in-house financial expertise to ensure standardized implementation of statewide processes that foster modern value-added solutions to maximize agency performance and improve results in a measurable, accountable and reliable manner.

The State Controller's Office:

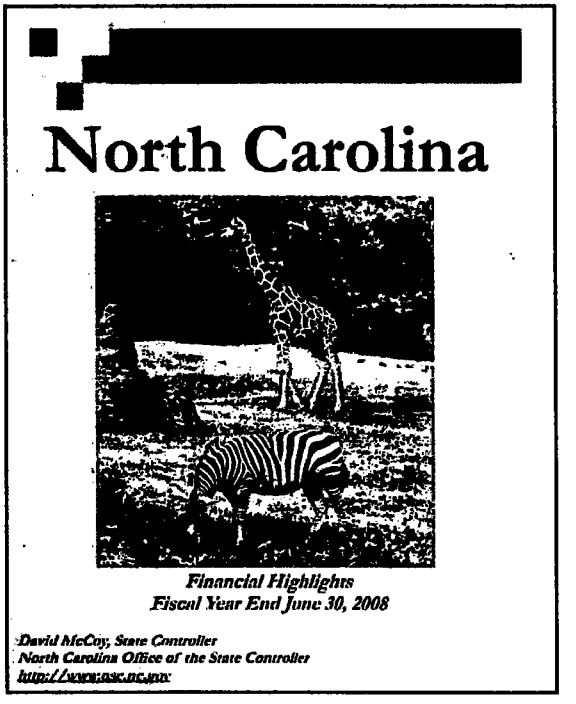
- Manages statewide fiscal controls through the State's Cash Management Plan
- Has exclusive authority over all disbursements of cash
- Is responsible for the Statewide Accounts Receivables Program
- Issues statewide financial reports including Financial Highlights, General Fund Monthly Highlights, IT Expenditures Report, Statewide Accounts Receivable Report, and the state's Comprehensive Annual Financial Report (CAFR)
  - For 14 consecutive years, North Carolina's Comprehensive Annual Financial Report has received the Government Finance Officers Association's Certificate of Achievement for Excellence in financial reporting
- Is responsible for the State's Accounting System and generates on-line management reports through the North Carolina Accounting System (NCAS) Decision Support System
- Manages central payroll and tax accounting for more than 90,000 State employees, the Best Shared Services Call Center and BEACON University
- Manages the State's E-Commerce activities and Payment Card Industry compliance
- Is responsible for the State's internal controls program known as "EAGLE"
- Prepares all Statewide Central Service Indirect Cost Allocation Reports
- Manages the Foreign Nationals Program
- Is responsible for the State's Data Integration Initiative including the Wake County Criminal Justice Pilot Program
- Manages the State's Overpayment and Recovery Audit Program
- Provides consulting and financial training to state agencies
- Promulgates state fiscal rules

Easy-to-Read 2008 Annual Financial Report Released

Each year, OSC produces an easy-to-read financial statement for the fiscal year. The "popular" report provides state government's financial highlights -- including information on the sources of state revenues and how those revenues are spent -- in a condensed and simplified format.

The State's financial reports are excellent tools for citizens who are interested in how our state government spends their tax dollars and how the economy has affected our ability to provide services at the same level as we have in the past. This report offers a simplified view of North Carolina's revenues and expenses that allows citizens of all ages to understand the State's finances. This year's report includes ıe sources of state government ıevenues that totaled $39.7 billion, an increase of 1.34 percent above fiscal year 2007. The report also breaks out the state's expenses that totaled $39.4 billion, a 7.33 percent increase over the prior year. In addition, it contains interesting information about progress being made in various departments, selected performance measures and future challenges.

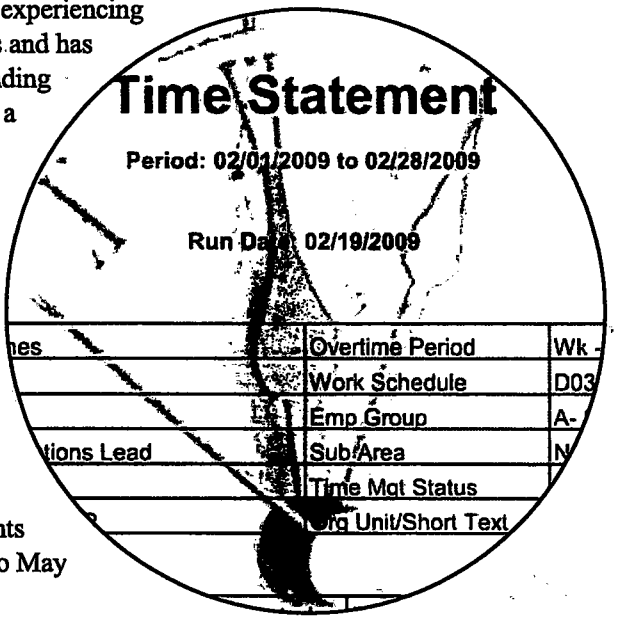
The 2008 popular report and the CAFR are available on the Controller's website at www.osc.nc.gov under Recent Publications. The popular report is generated from the comprehensive annual financial report (CAFR), which must be prepared annually in compliance with the 53 governmental accounting standards issued since 1984. The CAFR is audited by the state auditor and has received an unqualified, or clean, audit opinion since 1994.



The 2008 popular report and the CAFR are available on the Controller's website at www.osc.nc.gov under Recent Publications.

January Time Recalculation Helps Correct Many Employee Quota Issues

In early January OSC recalculated all employee time back to the BEACON system go-live dates. This activity corrected the issues some employees had been experiencing with their holiday balances and has allowed us to close outstanding tickets more quickly, yield a more accurate employee time statement, solve additional employee quota balance issues, and eliminate many manual work around processes.



Also, on February 2 time statements were made available to employees through Employee Self Service. The time statements are available dating back to May 2008.

For more information, please contact:

Sherri Johnson or C. Tyler Jones in the OSC Communications, Government Relations, and Policy and Planning Division at 919.981.5548 or tyler.jones@osc.nc.gov

State of North Carolina
Office of the State Controller

DAVID T. MCCOY
STATE CONTROLLER

Release: IMMEDIATE Date: 2/11/09
Contact: Sherri Johnson (919.981.5547)

MEDIA ADVISORY

INTERAGENCY TASK FORCE FORMED TO HELP WITH SUCCESSFUL INTEGRATION OF STATEWIDE CRIMINAL JUSTICE DATA
Meets Friday, Feb. 13 at 10:30 a.m.

RALEIGH -- State Controller David McCoy announced today the formation of an Interagency Leadership Council to help with the successful integration of the state's criminal justice data. ***The group's first meeting will be Friday, Feb. 13th at 10:30 at the Office of the State Controller in the Administrative conference room (3512 Bush Street, Raleigh, N.C.).***

Session Law 2008-107, H.B. 2436 recognized the need for state-of-the-art integrated criminal justice information and directed the Office of the State Controller and the State Chief Information Officer, among others, to develop and implement a statewide criminal justice data integration pilot program for Wake County by May 1, 2009.

"Everyone who has agreed to join this Council is committed to resolving the complicated issues involved in gathering data from various departments and agencies," said McCoy. "These members also know full well how important it is to come up with solutions that will make sure the state's criminal justice data integration efforts are successful not just for Wake County but for the entire state as well."

Members of the Council include Alvin Keller, Secretary of Correction; Linda Hayes, Secretary of Juvenile Justice and Delinquency Prevention; Reuben Young, Secretary of Crime Control and Public Safety; Judge John W. Smith, Director, Administrative Office of the Courts; Robin Pendergraft, Director, NC State Bureau of Investigation; Joseph R. John, Sr., Acting Commissioner, Department of Motor Vehicles; John Hodges, President of the North Carolina Chiefs of Police; and Eddie Caldwell, Executive Vice President of the North Carolina Sheriff's Association.

The Criminal Justice Wake County Pilot Program is integrating data found within the state's siloed criminal justice applications and will provide up-to-date criminal information in a centralized location via a secure connection for use by state and local government criminal justice professionals. Project team members from eight state agencies have been engaged for months in project development activities with SAS Institute, Inc., the vendor selected to design, build and implement the pilot application.

MAILING ADDRESS: 1410 Mail Service Center, Raleigh, North Carolina 27699-1410
STREET ADDRESS: 3512 Bush Street, Raleigh, North Carolina 27609
Phone (919) 981-5454 ~ Fax (919) 807-5567
http://www.osc.nc.gov ~~ An EEO/AA/AWD Employer

The pilot application has two primary objectives; to provide a comprehensive criminal history for an offender through a single application; and to provide an "offender watch" capability to alert criminal justice professionals when an offender has a change in status within the criminal justice system.

The Pilot will be available on May 1, 2009, in a controlled environment for system testing and data validation. The Pilot will establish the framework for the statewide integration of criminal justice data.

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State of North Carolina
Office of the State Controller

DAVID T. MCCOY
STATE CONTROLLER

Release: IMMEDIATE Date: Feb. 25, 2009
Contact: Sherri Johnson (919.981.5547)

PUBLIC MEETING NOTICE
OF THE BEACON STEERING COMMITTEE

RALEIGH – State Controller David McCoy today called for a meeting of the BEACON Steering Committee to discuss funding to support the creation of Governor Bev Perdue's **NC OpenBook** project. The BEACON Steering Committee will meet at 10 a.m. on Friday, Feb. 27 in the OSC Conference Room, 3512 Bush Street in Raleigh.

NC OpenBook is a web-based program that will allow the public to see what contracts are awarded and which companies are receiving the contracts.

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State of North Carolina
Office of the State Controller

DAVID T. MCCOY
STATE CONTROLLER

Release: IMMEDIATE Date: March 26, 2009
Contact: Sherri Johnson (919.981.5547)

OFFICE OF STATE CONTROLLER TO OFFER VIRTUAL CLASSROOM COURSES

RALEIGH – As part of its efforts to find more innovative and cost effective ways to serve its constituents, the North Carolina Office of the State Controller will begin offering virtual classroom sessions on select human resources and payroll courses. State employees who use the human resources and payroll system will be able to participate in virtual classes, starting in April, simply by having access to a phone line and a computer with an internet connection.

"These virtual classrooms will eliminate travel costs, as well as the time it takes employees to travel to OSC's training facility," said State Controller David McCoy. "We believe virtual classes are a strong alternative for those who cannot travel due to budget constraints."

"Unlike webinars and other web-based training courses, OSC's virtual classroom sessions are instructor-led and allow students to participate in hands-on exercises," said McCoy. "Our virtual classes have been designed to be as interactive as our traditional courses."

Course participants will be able to sign up for these virtual courses just like they currently sign up for traditional instructor-led courses. Feedback from those who participated in the pilot program has been extremely positive.

Although not every instructor led course is a candidate to be converted to a virtual course, McCoy explained that close to half of the traditional courses are being converted to virtual classes. He said that most of the longer courses that last between six and 16 hours will not be converted because they are not conducive to being taught in a virtual classroom environment.

McCoy said the OSC is making good progress stabilizing the human resources and payroll system by ensuring that employees are properly trained. "My number one goal when it comes to training is that employees learn how to operate the State's HR/payroll system and apply what they've learned at their respective agencies," said McCoy.

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INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
Expenditure Account: Contracted Personal Services (5	SBE---N/A						
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
Miscellaneous Contractual Services (532199)	SBE	563	12453	12453	12453		
Rental/Lease of Equipment (532521 to 532525)	SBE	210,173	22,614	242,904	242,904		
Travel/Related Expenses (5327xx)	SBE	87,979	69,581	87,979	87,979		
Cellular Phone Services (532814)	SBE	39,034.00	31,439	42,471	42,471		
Furniture and Equipment Replacement Schedules (534	SBE	870,759	56,031	10,464	10,464		
Discretionary Grants (5364AA)	SBE----N/A						
Directed Grants (5366AA)	SBE----N/A						
Loans (5367AA)	SBE---N/A						
Other Aid and Grants (5369AA)	SBE	5,480,902	7,393,984	0	7,393,984		
Direct Appropriations/Grants Nonprofits (accounts ge	SBE---N/A						

INSERT BUDGET CODE AND DEPARTMENT NAME - Increase or Implement Fees						
Please provide information on any fees your agency charges or plans to charge.						
Fee Name	**Statutory Provision**	**Entities Affected**	**Date of Last Fee Increase**	**Current Fee**	**Amount of Revenue**	**Notes**
Candidate Filing Fee	GS-163.107	Candidates		1% of annual salary	118,654	Fees collected only in even numbered years
						Funds go into a 19957 non-taxable fund,

INSERT BUDGET CODE AND DEPARTMENT NAME - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
State Board of Elections	Help America Vote Act (28025)	GS-163-82.27,28	9,667,276.00	provides election improvement activities	Federal funding that is not available to the General Fund

OFFICE OS STATE PERSONNEL - Changes to Funding Formulas				
Please describe current funding formulas and detail how they are calculated.				
Program Name	Recipients of Funding	Current Statutory Policy of Allocation	Current Amount of Funding	Formula Calculation
N/A				

OFFICE OF STATE PERSONNEL - Increase or Implement Fees

Please provide information on any fees your agency charges or plans to charge.

Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
N/A						

OFFICE OF STATE PERSONNEL - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Department of Administration	State Parking System (74103)				
Department of Administration	Special Funds (24104) - 2323 NC Works Project	N/A	$ (64,163.73)	NC Works Data Warehouse Project	Funds allocated to OSC then transferred to OSP for administration of project.
Department of Administration	Trust (64100)				
Department of Administration	North Carolina Veterans Trust (64106)				
Department of Administration	North Carolina Veterans Trust (64106)				
Department of Administration	Community Initiatives (24102)				
State Board of Elections	Help America Vote Act (28025)				
Department of Cultural Resources	Roanoke Island Commission & Endowment (24802)				
Housing Finance Agency	HOME Program & HOME Protection Program (23010)				
Department of Insurance	Voluntary Safety Workers Compensation Fund (63902)				
Auditor	State Auditor Spec Revenue (23300)				
Office of State Controller	Special Revenue Fund (24160)				
Department of State Treasurer	Debt Service Requirement (68148, 68150, 68174, 68175, 68190, 68220)				
Department of State Treasurer	Information Technology Projects (23420)				

:ICE OF STATE PERSONNEL - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REC

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Expenditure Account: Contracted Personal Services (531321) — $ - | $ - | $ - | $ -

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD Thru 3-31-09	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Miscellaneous Contractual Services (532199)	Office of State Personnel	$ 107,176	$ 189,888	$ 11,212	$ 11,212	
Rental/Lease of Equipment (532521 to 532525)	532524 Rental General Office Equi.	$ 1,001	$ 235	$ 1,001	$ 1,001	
Travel/Related Expenses (5327XX)	TOTALS	$ 75,273	$ 32,853	$ 75,273	$ 75,273	
Cellular Phone Services (532814)		$ 3,768	$ 3,082	$ 2,767	$ 2,767	
Furniture and Equipment Replacement Schedules (534	TOTALS	$ 23,465	$ 9,012	$ 21,731	$ 21,731	
Discretionary Grants (5364AA)		$ -	$ -	$ -	$ -	
Directed Grants (5366AA)		$ -	$ -	$ -	$ -	
Loans (5367AA)		$ -	$ -	$ -	$ -	
Other Aid and Grants (5369AA)		$ 11,982	$ 13,655	$ 51,882	$ 51,882	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		$ -	$ -	$ -	$ -	

Reminder !

To: Members
House Appropriations Subcommittee on General Government

The subcommittee is meeting Monday, April 27, 2009 from 3:30 -5:30 p.m. to review and discuss information from the following agencies:

Revenue
Insurance
Secretary of State
Governor
OSBM

Your attendance is important, as the agencies' reviews provide information that will be critical in decisions the subcommittee will make the week of May 4, 2009.

Thank you.

Reminder II

To: Members
House Appropriations Subcommittee on General Government

The Subcommittees on General Government and Natural and Economic Resources will meet jointly on Monday, May 4, 2009 from 4:00 -5:00 p.m. in Room 544, LOB to hear information on the use of funds available from the Federal American Recovery and Reinvestment Act (ARRA) that is anticipated for North Carolina through the Departments of Administration and Commerce, and the Housing Finance Agency (HFA).

It is beneficial for all members to hear and discuss information pertaining to stimulus funding, and to determine whether the subcommittees will have an opportunity to influence decisions about the agencies' expenditure of the funding

Thank you.

VISITOR REGISTRATION SHEET

General government — 4-23-09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Sarah Becker	NCCASA
Carl Dean	OSP
Carl Sordini	OSP
Lynda Coleman	OSP
Nellie Riley	OSP
A. James	OSBM
Christy Agner	DOA
Michael Houser	NC DOR
Colleen Kocharek	KLG

VISITOR REGISTRATION SHEET

General Government — 4-23-09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Johnnie McLean	LBE
Ralph Hoole	"
Vicky Young	NCDOI

House Pages

Name of Committee Gen. Govt Date: 4-23-09

1. Name: Justin Hurst
   County: Rowan
   Sponsor: TarHeel Challenge Academy
2. Name: Steven Lucas
   County: Rockingham
   Sponsor: Tarheel Challenge Academy
3. Name:
   County:
   Sponsor:
4. Name:
   County:
   Sponsor:
5. Name:
   County:
   Sponsor:

Sgt-At-Arms

1. Name: Michael Martin
2. Name: Judy Turner
3. Name: Martha Parnell
4. Name:

Start: 8:35 AM
Adjourn: 9:41 AM

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

DATES 8:30 AM	4/23/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair															
Rep. Russell Tucker, Vice-Chair															
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills															
Rep. Jane Whilden	✓														
Staff: (Fiscal)															
Michele Nelson	✓														
Claire Hester	✓														
SAA															
Martha Parrish															
Mike Martin															
Judy Turner															
Sarkes Challenge Page															
Justin Hurst															
Stephen Lucas															

4/23/09
8:00Am
MTG

Lynn Tennant (Rep. Fisher)

From: McLean, Johnnie [Johnnie.McLean@ncsbe.gov]
Sent: Friday, April 24, 2009 8:44 AM
To: Rep. Susan Fisher
Subject: FW: Rosemary Blizzard

Maybe the second time will be the charm.

From: McLean, Johnnie
Sent: Friday, April 24, 2009 8:42 AM
To: 'Alice.Underhill@ncleg.net'
Cc: 'Susan.Fisher@ncmail.net'
Subject: Rosemary Blizzard

Rep. Underhill,

In response to your question during the General Government Appropriations Subcommittee meeting yesterday morning, Rosemary Blizzard, District Elections Technician for District 7, has 13 counties:

Brunswick
Carteret
Craven
Duplin
Greene
Jones
Lenoir
New Hanover
Onslow
Pamlico
Pender
Pitt
Wayne

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

April 27, 2009

Minutes

The House Appropriations Subcommittee on General Government met on Monday, April 27, 2009 at 3:30 PM in Room 1425.

Members of the Subcommittee on General Government present were: Representatives Fisher and Underhill, Chairs; Steen and Tucker, Vice-Chairs; Brown, Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representative Underhill introduced and called on the following speakers:

- Ms. Elizabeth Colcord, Chief Financial Officer with the Department of Revenue to speak to the committee (Attachment 2).
- Secretary Elaine Marshall, Secretary of State (Attachment 3).
- Commissioner Wayne Goodwin, Department of Insurance, spoke next to the committee (Attachment 4).
- Mr. David Brown, Deputy State Budget Director for Budget, Office of State Budget and Management (Attachment 5).

A question and answer period. The meeting adjourned at 5:00 P.M.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA
HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
April 27, 2009
3:30 p.m.
Room 1425

Representative Alice Underhill, Chairing
Representative Susan Fisher

Agency Presentations

Department of Revenue

Elizabeth Colcord
Chief Financial Officer

Department of Insurance

Wayne Goodwin
Commissioner

Jim Newman
Controller

Department of the Secretary of State

Elaine Marshall
Secretary of State

Office of the Governor

and

Office of State Budget and Management

David Brown
Deputy State Budget Director for Budget

VISITOR REGISTRATION SHEET

Name of Committee | Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Elaine F. Marshall	SOS
Michael Peeler	SOS
Celia S. Cox	SOS
Ann K. Harris	SOS
Robert Wilson	SOS
Carl Dean	OSP
Carl Goodnes	OSP
Sherri Johnson	OSC
Melanie Sloan	DCR
Harrison Gilbert	Office of the Governor
Annette Newkirk	Governor's Office

VISITOR REGISTRATION SHEET

Name of Committee | Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
David Brad	OSBM
Jennifer Johnson	OSBM
[illegible]	NC DOR
Michael Hauser	NCDOR
Linda Millsaps	NCDOR
Jim Newman	NC DOI
Vicky Young	NCDOT
Wayne Goodwin	Commissioner of DOI
Louis Belo	NCDOI
MARK EDWARDS	NC DOI
Jim Cooke	NCDOI

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Sarah Becker	NCCASA
Pam Worthen	DST
Rodney Maddox	SOS NC
Christy Agner	DOA

House Pages

Name of Committee: Gen. Gov. Date: 4-27-09

1. Name: _____

County: _____

Sponsor: _____

2. Name: _____

County: _____

Sponsor: _____

3. Name: _____

County: _____

Sponsor: _____

4. Name: _____

County: _____

Sponsor: _____

5. Name: _____

County: _____

Sponsor: _____

Sgt-At-Arms

1. Name: Martha Pannish

2. Name: Tom Wilder

3. Name: Charles Williams

4. Name: _____

IT

14700 D **VIENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM L** **M REQUESTS**

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	As of 4/21/2009 FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1605	**Information Technology**					
Miscellaneous Contractual Services (532199)		$10,840	$6,391	$6,095	$6,095	2008-09 expenses exceed requested amounts for 2009-10 and 2010-11
Rental/Lease of Equipment (532521 to 532525)		231	288	0	0	
Travel/Related Expenses (5327xx)		24,792	17,248	24,398	24,398	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. The Department did not make a request for an increase. IT staff are responsible for traveling to the Department's 13 Service Centers across the state in order to provide necessary IT service whether it is taking an inventory of the IT fixed assets, repairing, replacing a server, computer, printer, copier , what ever is needed to ensure the service center is fully operational to serve the taxpayers. Year-to-date expenses are 71% of the amount requested for the next two fiscal years.
Cellular Phone Services (532814)		60,337	64,389	35,000	35,000	2008-09 expenses exceed amount requested for 2009-10 and 2010-11.
Furniture and Equipment Replacement Schedules (534500 to 534550)		918,494	162,276	904,552	904,552	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. The Department did not make a request for an increase. The expenses in account 534500 to 534550 18% of the amount requested for fiscal years 2009-10 and 2010-11. The Department does not have enough budget to meet its current ITS bills and maintenance bills on equipment. Budget in this line item will be use to cover the ITS bills, but it will still not be sufficient. Budget restrictions have prevented the Department from purchasing pcs. The Department's replacement laptops for auditors and collectors are old and out of warranty.

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	As of 4/21/09 FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1629	**Property Tax Division**					
Miscellaneous Contractual Services (532199)		$0	$0	$0	$0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		85,309	57,858	71,013	71,013	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. The Department did not make a request for an increase. The Department of Revenue is responsible for reimbursing the per diem and travel expenses for the Property Tax Commission members. The Commission meets on a regular basis each month. Due to the budget limitations, the Department has requested the Commission meet less frequently (once a month) to hear cases. These expenses are reimbursed to the State from the local sales and use tax collections. Year-to-date expenses are 82% of the amount requested for the subsequent fiscal years.
Cellular Phone Services (532814)		0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		0	1,000	2,634	2,634	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. The Department did not make a request for an increase.The Department of Revenue has made less purchases of equipment with the current budget restrictions.

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	As of 4/21/09 FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1660	**Examination & Collection**					
Miscellaneous Contractual Services (532199)		$0	$155	$0	$0	2008-09 expenses exceed amount requested for 2009-10 and 2010-11
Rental/Lease of Equipment (532521 to 532525)		383	0	0	0	
Travel/Related Expenses (5327xx)		1,277,946	921,454	1,173,357	1,173,357	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. The Department did not make a request for an increase. Travel for most all Department of Revenue employees is covered through Fund 1660. Expenses reported through April 21, 2009 are 79% of the amount requested for the next two fiscal years. The Department's expenses for the 2008-09 fiscal year will more than likely exceed the requested amount for the next two years. Auditors and Collectors must continue to travel to generate revenue.
Cellular Phone Services (532814)		0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		0	0	0	0	

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	As of 4/21/09 FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1661	**Project Collect Tax**					**Fund 1661 is fully receipt supported from the 20% Collection Assistance Fee.**
Miscellaneous Contractual Services (532199)		$45	$0	$0	$0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		61,496	5,750	38,141	38,768	The Department incurs travel expenses for Revenue Officers as it relates to the collection of bad debts.
Cellular Phone Services (532814)		13,875	11,845	14,633	14,633	The expenses reported for 2008-09 are 80% of the amount requested for 2009-10 and 2010-11. The Department's telecommunications bill for cell phones has been paid through February. The Department has 3 more invoices for the remainder of the fiscal year to cover. Year to date expenses are 81% of the amount requested.
Furniture and Equipment Replacement Schedules (534500 to 534550)		63,335	15,394	47,332	47,332	The Department has incurred 33% in equipment purchases as recorded through April 21, 2009. The Department has limited the purchases of equipment for collection efforts this year with the limited balance in the 20% Collection Assistance Fee.

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	As of 4/21/09 FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1662	**Taxpayer Call Center**					**Fund 1662 is fully receipt supported from the 20% Collection Assistance Fee.**
Miscellaneous Contractual Services (532199)		$0	$473	$0	$0	
Rental/Lease of Equipment (532521 to 532525)		560,733	552,085	4,500	4,500	2008-09 expenses exceed amount requested for 2009-10 and 2010-11
Travel/Related Expenses (5327xx)		53,063	39,962	21,162	21,176	2008-09 expenses exceed amount requested for 2009-10 and 2010-11
Cellular Phone Services (532814)		1,577	6,029	2,000	2,000	2008-09 expenses exceed amount requested for 2009-10 and 2010-11
Furniture and Equipment Replacement Schedules (534500 to 534550)		(310)	14,363	100,994	100,994	The Certified 2008-09 budget dropped in for each fiscal year of the next biennium. The Department did not request an increase. The Department has limited the purchases of equipment for the TACC this year with the limited balance in the 20% Collection Assistance Fee. The Department has also ceased replacing pc's on a regular replacement schedule with the budget limitations, therefore we have not made the same purchases as in the past for pc equipment for the TACC.

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	As of 4/21/09 FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1663	**Project Compliance**					
Miscellaneous Contractual Services (532199)		$77,900	$34,288	$0	$0	2008-09 expenses exceed amount requested
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		127,563	32,719	243,327	243,327	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. The Department did not make a request for an increase. The 2008-09 expenses will continue to increase for the fiscal year as auditors are an exception to the travel restrictions. Auditors must travel in order to generate revenue. (Travel is automatically paid from fund 1660. Where we can justify travel from 1663, we will recode from 1660 to 1663, generally at the end of the fiscal year.)
Cellular Phone Services (532814)		0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		46,281	25,701	88,105	88,105	The Certified 2008-09 budget dropped in for each fiscal year of the next biennium. The Department did not request an increase. The Department has had less expenditures in the 2008-09 fiscal year to meet budget restrictions. The Department ceased replacing pcs on a regular replacement schedule with the budget restrictions. The Department needs to get back onto a regular replacement schedule to ensure the auditors have the necessary tools to prepare audits.

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	As of 4/21/09 FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1664	**Guest Worker**					**The Department has scaled back on expenditures for the Guest Worker program to meet 08-09 reversion amounts and budget restrictions. $375,000 is slated to be cut for the next biennium in the Governor's recommended budget and the Senate's recommended budget.**
Miscellaneous Contractual Services (532199)		$6,160	$0	$0	$0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		2,272	820	63,000	63,000	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. The Department did not make a request for an increase.
Cellular Phone Services (532814)		0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		342,068	0	174,404	174,404	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. The Department did not make a request for an increase.

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	As of 4/21/09 FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1670	**Unauthorized Substance Tax**					
Miscellaneous Contractual Services (532199)		$646	$784	$0	$0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		94,293	145,691	101,241	101,241	2008-09 expenses exceed requested amounts for 2009-10 and 2010-11
Cellular Phone Services (532814)		12,309	9,216	17,089	17,089	The expenses reported for 2008-09 are 54% of the amount requested for 2009-10 and 2010-11. The Department's telecommunications bill for cell phones has been paid through February. The Department has 3 more invoices for the remainder of the fiscal year to cover.
Furniture and Equipment Replacement Schedules (534500 to 534550)		1,687	906	16,517	16,517	The Department has had to cut back on expenditures of equipment. Three motor fleet invoices from prior fiscal years were not paid until the current fiscal year due to reconciling issues. These invoices were sizeable amounts and because they have had to be absorbed, all other expenses have had to be scaled back. The Department did not make an additional request for funding. The 2009-10 and 2010-11 reflect the certified budget amount for 2008-09.

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	As of 4/21/09 FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1681	**Administrative Services**					
Miscellaneous Contractual Services (532199)		$29,793	$28,492	$0	$0	2008-09 expenses exceed requested amounts for 2009-10 and 2010-11
Rental/Lease of Equipment (532521 to 532525)		57,172	44,139	37,296	37,296	2008-09 expenses exceed requested amounts for 2009-10 and 2010-11
Travel/Related Expenses (5327xx)		6,694	(6,782)	0	0	
Cellular Phone Services (532814)		214,560	230,782	164,856	164,856	2008-09 expenses exceed requested amounts for 2009-10 and 2010-11
Furniture and Equipment Replacement Schedules (534500 to 534550)		334,513	112,566	357,857	357,857	The Department has purchased less equipment this year to meet the current budget restrictions. 2008-09 expenses are 31% of the amount requested for the next two fiscal years. The Department's equipment rental expenses for April 2009 mail rush activities are estimated to be $5,000. The Department put together an RFP for a replacement check "cutter". The Department estimates the total cost to be $60,000. The Department held off putting the bid on the street due to the budget restrictions. The Department also needs to purchase two back-up portable A/Cs for the scanning rooms. The estimated cost is $10,000. The scanning process is temperature sensitive and in the afternoons, there are times there is not sufficient cooling.

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	As of 4/21/09 FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1700	**Motor Fuels**					**Fund 1700 is fully receipt supported from the Highway Fund.**
Miscellaneous Contractual Services (532199)		$1,284	$1,445	$2,399	$2,399	2008-09 expenses through April 21, 2009 are 60% of the requested amount.
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		366,060	280,011	289,737	289,737	2008-09 expenses through April 21, 2009 are 97% of the requested amount.
Cellular Phone Services (532814)		4,028	7,328	4,028	4,028	2008-09 expenses exceed requested amounts for 2009-10 and 2010-11
Furniture and Equipment Replacement Schedules (534500 to 534550)		2,935	9,611	54,782	54,782	The Certified 2008-09 budget dropped in for each fiscal year of the next biennium. The Department did not request an increase. The Department has had less expenditures in the 2008-09 fiscal year to meet budget restrictions. The Department ceased replacing pcs on a regular replacement schedule. The Department needs to get back on a regular replacement schedule to ensure the auditors have the necessary tools to prepare audits.

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	As of 4/21/09 FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1702	**Federal Grant - Fuel Tax Evasion**					**Fund 1702 is a Federal grant which is fully receipt supported. The Department requests a quarterly reimbursement from DOT for expenditures.**
Miscellaneous Contractual Services (532199)		$0	$0	$0	$0	
Rental/Lease of Equipment (532521 to 532525)		240	0	0	0	
Travel/Related Expenses (5327xx)		1,474	13,241	45,000	45,000	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. The Department did not make a request for an increase. 2008-09 expenses are 29% of the 2009-10 and 2010-11 requested amount. The requested amounts should be reduced to $30,599 as the budgeted amount decreases each year. The 2008-09 certified amount carried over was overstated.
Cellular Phone Services (532814)		0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		37,015	0	72,000	72,000	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. The Department did not make a request for an increase. The requested amounts should be reduced to $12,000 as the budgeted amount decreases each year. The 2008-09 certified amount carried over was overstated.
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

14700I DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
			As of 4/21/09				
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
1708	**Internal Registration**					**Fund 1708 is fully receipt supported from the Highway Fund.**	
Miscellaneous Contractual Services (532199)		$0	$0	$0	$0		
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0		
Travel/Related Expenses (5327xx)		25,123	25,114	41,905	41,905	2008-09 expenses are 60% of the amount requested for the next two fiscal years. Travel has been restricted due to the budget limitations this fiscal year.	
Cellular Phone Services (532814)		2,360	726	3,400	3,400	2008-09 cell phone expenses are 21% of the amount requested for the next two fiscal years. The telecommunications invoices have been paid through February.	
Furniture and Equipment Replacement Schedules (534500 to 534550)		0	0	760	760	The Department has limited purchases of equipment due to the budget restrictions. The $760 is the 2008-09 certified budget which is the starting point for the 2009-11 biennium.	
Discretionary Grants (5364AA)		0	0	0	0		
Directed Grants (5366AA)		0	0	0	0		
Loans (5367AA)		0	0	0	0		
Other Aid and Grants (5369AA)		0	0	0	0		
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0		

14700 D... ...MENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM L... ...M REQUESTS							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
			As of 4/21/09				
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
1710	**Fuel Tax Compliance**					**Fund 1710 is fully receipt supported from the Highway Fund.**	
Miscellaneous Contractual Services (532199)		$180	$0	$0	$0		
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0		
Travel/Related Expenses (5327xx)		20,285	22,962	96,000	96,000	2008-09 expenses are 24% of the amount requested for the next two fiscal years. Travel has been restricted due to the budget limitations this fiscal year.	
Cellular Phone Services (532814)		0	0	0	0		
Furniture and Equipment Replacement Schedules (534500 to 534550)		0	0	65,000	65,000	The Department has limited purchases of equipment due to the budget restrictions. The $65,000 is the 2008-09 certified budget which is the starting point for the 2009-11 biennium.	
Discretionary Grants (5364AA)		0	0	0	0		
Directed Grants (5366AA)		0	0	0	0		
Loans (5367AA)		0	0	0	0		
Other Aid and Grants (5369AA)		0	0	0	0		
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0		

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
			As of 4/21/09				
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
1800	**White Goods**					**Fund 1800 is fully receipt supported by the White Goods Disposal Tax. G.S. 105-187.24 allows the Department to retain up to $425,000 to administer the White Goods Disposal Tax.**	
Miscellaneous Contractual Services (532199)		$0	$0	$0	$0		
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0		
Travel/Related Expenses (5327xx)		278	0	2,624	2,624	Travel has been restricted due to the budget limitations this fiscal year.	
Cellular Phone Services (532814)		0	0	0	0		
Furniture and Equipment Replacement Schedules (534500 to 534550)		0	0	13,734	13,734	The Department has limited purchases of equipment due to the budget restrictions. The $13,734 is the 2008-09 certified budget which is the starting point for the 2009-11 biennium.	
Discretionary Grants (5364AA)		0	0	0	0		
Directed Grants (5366AA)		0	0	0	0		
Loans (5367AA)		0	0	0	0		
Other Aid and Grants (5369AA)		0	0	0	0		
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0		

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
			As of 4/21/09				
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
1820	**Scrap Tire Disposal Tax**					**Fund 1820 is fully receipt supported by the Scrap Tire Disposal Tax. G.S. 105-187.19 allows the Department to retain up to $425,000 to administer the Scrap Tire Disposal Tax.**	
Miscellaneous Contractual Services (532199)		$0	$0	$0	$0		
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0		
Travel/Related Expenses (5327xx)		202	0	5,220	5,220	Travel has been restricted due to the budget limitations this fiscal year.	
Cellular Phone Services (532814)		0	0	0	0		
Furniture and Equipment Replacement Schedules (534500 to 534550)		0	0	17,397	17,397	The Department has limited purchases of equipment due to the budget restrictions. The $17,397 is the 2008-09 certified budget which is the starting point for the 2009-11 biennium.	
Discretionary Grants (5364AA)		0	0	0	0		
Directed Grants (5366AA)		0	0	0	0		
Loans (5367AA)		0	0	0	0		
Other Aid and Grants (5369AA)		0	0	0	0		
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0		

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	As of 4/21/09 FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1830	**Public Transit Tax**					**Fund 1830 is fully receipt supported by the Mecklenburg Public Transportation Tax. G.S. 105-506 allows the Department to retain the costs for administering the Public Transportation Tax.**
Miscellaneous Contractual Services (532199)		$0	$0	$25,000	$25,000	Expenses have been restricted.
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		0	0	2,500	2,500	Travel has been restricted due to the budget limitations this fiscal year.
Cellular Phone Services (532814)		0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		0	0	19,850	19,850	The Department has limited purchases of equipment due to the budget restrictions. The $19,850 is the 2008-09 certified budget which is the starting point for the 2009-11 biennium.
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	As of 4/21/09 FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1840	**Dry Cleaning Solvent**					**Fund 1840 is fully receipt supported by the Dry Cleaning Solvent Tax. G.S. 105-187.34 allows the Department to retain up to $125,000 to administer the Dry Cleaning Solvent Tax.**
Miscellaneous Contractual Services (532199)		$0	$0	$0	$0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		0	0	0	0	
Cellular Phone Services (532814)		0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		0	0	30,000	30,000	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. There are so few taxpayers remitting this tax, the Department currently cannot justify these expenses.
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

14700 DEPARTMENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
			As of 4/21/09				
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
1850	**Lee Tax Credits**					**Two positions' salaries and benefits are supported by General Fund Appropriations. Three were supported by the Lee Tax Credit fee. The Department no longer collects 75% of the fee that was previously imposed under Article 3A of Chapter 105.**	
Miscellaneous Contractual Services (532199)		$0	$0	$0	$0		
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0		
Travel/Related Expenses (5327xx)		0	0	16,000	16,000	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. The Department no longer retains 75% of the Lee Tax Credits as a result of the repeal of Article 3A of Chapter 105. Requested amount should be reduced.	
						Article 3A of Chapter 105 (Tax Incentives for New and Expanding Businesses) imposed a fee of $500 on a taxpayer that claimed or intended to claim a tax credit under the William S. Lee Act and allowed the Department of Revenue to retain 75% of the fee collections for the cost of administering and auditing the credits. Article 3A was repealed effective for business activities occurring on or after January 1, 2007 and was replaced by Article 3J (Tax Credits for Growing Businesses.) Article 3J does not include a provision to allow the Department to retain 75% of the fee collections to administer and audit the credit.	
Cellular Phone Services (532814)		0	0	0	0		
Furniture and Equipment Replacement Schedules (534500 to 534550)		0	0	0	0		
Discretionary Grants (5364AA)		0	0	0	0		
Directed Grants (5366AA)		0	0	0	0		
Loans (5367AA)		0	0	0	0		
Other Aid and Grants (5369AA)		0	0	0	0		
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0		

14700 DE...IENT OF REVENUE - JUSTIFICATION OF 2009-11 BIENNIUM LI...N REQUESTS							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
			As of 4/21/09				
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
1870	**Solid Waste Disposal Tax**					**Fund 1870 is fully receipt supported by the Solid Waste Disposal Tax. G.S. 105-187.63 allows the Department to retain up to $225,000 to administer the Solid Waste Disposal Tax.**	
Miscellaneous Contractual Services (532199)		$0	$0	$0	$0		
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0		
Travel/Related Expenses (5327xx)		0	635	0	0		
Cellular Phone Services (532814)		0	0	0	0		
Furniture and Equipment Replacement Schedules (534500 to 534550)		0	0	55,000	55,000	The fund was established in 2008. The Department estimated the accounts that should be budgeted for the $225,000. There are so few taxpayers, the Department has had difficulty justifying the expenditures, so very little expenditures have been made from this fund. Most of the expenditures were initial set-up of the new tax and education for the taxpayers. There are currently no FTE's supported by this fee.	
Discretionary Grants (5364AA)		0	0	0	0		
Directed Grants (5366AA)		0	0	0	0		
Loans (5367AA)		0	0	0	0		
Other Aid and Grants (5369AA)		0	0	0	0		
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0		

INSERT BUDGET CODE AND DEPARTMENT NAME - Increase or Implement Fees						
Please provide information on any fees your agency charges or plans to charge.						
Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue FY ending 4/21/09	Notes
20% Collection Assistance Fee		Taxpayers (individuals and businesses) who have a tax debt that remains unpaid 30 days or more after the fee notice is mailed to the taxpayer.	2001	%20 of tax debt	8,067,544	The balance as of 4/24/09 includes the collection assistance fee collected by the Department through March 31, 2009. Included in the $8.1 million balance is $5.0 million due to be transferred to Budget Code 24708 for the TIMS project. The 2008 General Assembly appropriated $25 million from the 20% Collection Assistance Fee during the FY 2008-09. The Department has transferred $20 million of the $25 million to date this fiscal year. The Department has left many of the positions supported by the 20% Collection Assistance Fee vacant due to the significantly low balance. Monthly expenditures to cover the 301 positions supported by the fee is approximately $1.5 million per month.
Merchant Card Transaction Fee	G.S. 66-58.12	Taxpayers electing to remit tax payments via merchant cards (credit/debit).	2002	$2.00 for every $100 increment of tax payment	790,183	

North Carolina Department of Revenue
Vacancy Report as of April 20, 2009

Vacant as of 4/20/09

Position #	Position Description	Funding Source	Date Vacant	Org Unit	Budget Amount	Number of Days Vacant	Explanation
60081271	Information Technology Executive	Appropriations	03/07/2009	REV ADM Info Technology	$139,842	44	Committed - New CIO has been named, action in process to hire new CIO to this position
60081272	Deputy Secretary/commission III	Appropriations	01/12/2009	REV ADM Tax Admin	$112,737	98	Interviewed. Decision pending by Secretary and his Leadership team.
60081280	Information & Communications Spec III	Appropriations	04/01/2009	REV ADM Pub Info Office	$53,565	19	Offer made.
60081281	Information & Communications Spec II	Appropriations	10/25/2008	REV ADM Pub Info Office	$36,685	177	
60081290	Personnel Supervisor I	Appropriations	12/23/2008	REV ADM Staff Development	$80,145	118	Offer made.
60081292	Staff Development Specialist II	Appropriations	11/06/2008	REV ADM Staff Development	$42,671	165	Training position needed for TIMS
60081296	HR Director	Appropriations	01/12/2009	REV ADM Human Resources	$97,017	98	Offer made.
60081301	Personnel Assistant IV	Appropriations	09/02/2008	REV ADM HR Administration Operations	$25,705	230	Identified for abolishment in Governor's Recommended Budget
60081319	Operations And Systems Tech	Appropriations	03/01/2009	REV ADM INFO TECH Tech Svcs Operations	$41,347	50	
60081345	Technology Support Analyst	Appropriations	03/21/2009	REV ADM INFO TECH Tech Svcs Network	$59,826	30	
60081419	Tax Research Asst Director	Appropriations	05/01/2008	REV ADM TA POLI ANALYSIS&STAT Tax Econ	$75,783	354	Assistant Director position vacated when AD was made Director. New AD has not been filled to meet budget reversions.
60081432	Program Assistant V	Appropriations	09/15/2008	REV ADM TA Personal Taxes	$27,544	217	Identified for abolishment in Governor's Recommended Budget
60081460	Assistant Director	Appropriations	10/01/2008	REV ADM TA SALES & USE TAX Tech Resource	$80,145	201	Identified for abolishment in Governor's Recommended Budget
60081466	Assistant Director	Appropriations	03/01/2009	REV ADM TA SALES & USE TAX Protest Resln	$92,647	50	
60081488	Auditor	Appropriations	10/29/2008	REV ADM TC TPA Business Technical	$42,833	173	Identified for abolishment in Governor's Recommended Budget
60081496	Auditor	Appropriations	10/27/2008	REV ADM TC TPA Income Technical	$42,833	175	Identified for abolishment in Governor's Recommended Budget
60081500	Auditor	Appropriations	11/10/2008	REV ADM TC TPA Income Technical	$42,833	161	Identified for abolishment in Governor's Recommended Budget
60081522	Processing Assistant V	Appropriations	04/01/2009	REV ADM TC TPA CORR Notices Distrib	$33,270	19	
60081558	Processing Unit Supervisor IV	Appropriations	03/01/2009	REV ADM TC TPA CORR Individual Income	$31,677	50	Committed - Marked for Business Process Re-engineering Position that will be filled by an individual in the Department. Action in BEACON has not been completed.
60081572	Auditor	Appropriations	12/06/2008	REV ADM TC TPA Amended Returns Unit	$42,423	135	Directed by Governor to fill revenue generating positions. Posting closed 4/24/09
60081583	Information Processing Tech	Appropriations	08/22/2008	REV ADM TC TPA Correspondence Team 1	$29,502	241	Identified for abolishment in Governor's Recommended Budget
60081590	Tax Auditor Trainee	Appropriations	12/13/2008	REV ADM TC TPA Compliance Unit	$42,833	128	Directed by Governor to fill revenue generating positions. Posting closed 4/24/09
60081593	Tax Auditor Trainee	Appropriations	02/07/2009	REV ADM TC TPA Compliance Unit	$41,687	72	Directed by Governor to fill revenue generating positions. Posting closed 4/24/09
60081605	Processing Unit Supervisor V	Appropriations	12/01/2008	REV ADM TC TPA CORR Sales Withholdng Tax	$32,546	140	Identified for abolishment in Governor's Recommended Budget
60081616	Tax Auditor In-Training	Appropriations	02/09/2009	REV ADM TC TPA Compliance Unit	$39,981	70	Directed by Governor to fill revenue generating positions. Posting closed 4/24/09

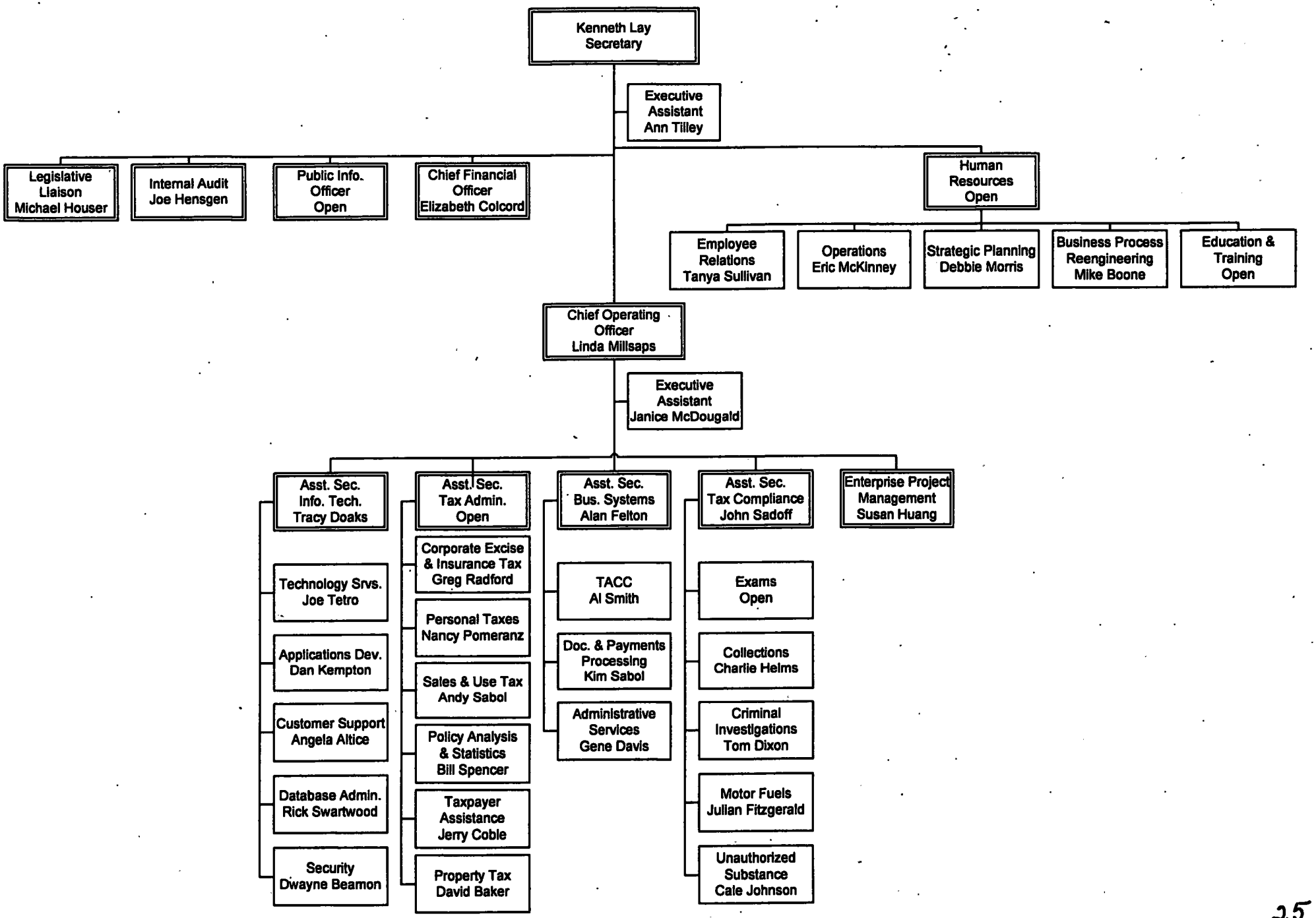
60081617	Processing Assistant III	Appropriations	11/06/2008	REV ADM TC TPA CORR RetMail/Rsrch/Remail	$27,253	165	
60081628	Processing Assistant III	Appropriations	07/24/2008	REV ADM TC TPA CORR Rec/Sort/Suppress	$25,811	270	Committed - Marked for Business Process Re-engineering Position that will be filled by an individual in the Department. Action in BEACON has not been completed.
60081667	Revenue Officer I	Appropriations	04/01/2009	REV ADM TC TPA Winston-Salem Sc Forsyth	$39,649	19	
60081750	Accounting Technician IV	Appropriations	03/01/2009	REV ADM TC TPA Inc Tech Corp Acctg Techs	$39,009	50	Committed - Marked for Business Process Re-engineering Position that will be filled by an individual in the Department. Action in BEACON has not been completed.
60081768	Supervisory Agent	Appropriations	10/01/2008	REV ADM TC UNAUTH SUB TAX Unit One-Ral	$59,653	201	
60081769	Law Enforcement Agent	Appropriations	08/15/2008	REV ADM TC UNAUTH SUB TAX Unit Two-Gboro	$43,155	248	Identified for abolishment in Governor's Recommended Budget
60081801	Audit Manager	Appropriations	04/01/2009	REV ADM TC EXAM Interstate	$92,475	19	
60081835	Auditor	Appropriations	04/10/2009	REV ADM TC EXAM Interstate Team Ldr 2	$58,868	10	
60081892	Auditor	Appropriations	06/23/2008	REV ADM TC EXAM Durham Sc Durham	$46,635	301	Directed by Governor to fill revenue generating positions. 2nd posting closed in March 2009.
60081895	Auditor	Appropriations	01/17/2009	REV ADM TC EXAM Raleigh Sc Wake 1	$47,018	93	Filled. Effective date greater than 4/20/09
60081910	Auditor	Appropriations	04/01/2008	REV ADM TC EXAM Large Case Corporation	$60,759	384	Offer made.
60081928	Tax Auditor	Appropriations	03/08/2008	REV ADM TC EXAM Bilingual Team 1	$41,687	408	Reposted. Bilingual skills needed.
60081947	Auditor	Appropriations	08/11/2008	REV ADM TC EXAM Rky Mt Sc Edgecombe	$46,635	252	Offer made.
60081962	Auditor	Appropriations	04/07/2009	REV ADM TC EXAM Durham Sc Durham 1	$46,635	13	Directed by the Governor to fill revenue generating positions. Posting closed 4/24/09.
60081993	Auditor	Appropriations	09/01/2008	REV ADM TC EXAM Grville Sc Pitt 1	$67,338	231	Posted in January as directed by the Governor. Interviewing.
60082009	Auditor	Appropriations	03/04/2009	REV ADM TC EXAM Grville Sc Pitt 1	$46,635	47	Posted in January as directed by the Governor. Interviewing.
60082020	Field Auditor	Appropriations	12/16/2008	REV ADM TC EXAM Charlotte Sc Meck 5	$46,635	125	Filled. Effective date greater than 4/20/09
60082032	Auditor	Appropriations	04/01/2009	REV ADM TC EXAM Asheville Sc Buncombe 2	$49,473	19	Posting closed 4/14/09; Interviewing
60082074	Auditor	Appropriations	01/01/2009	REV ADM TC EXAM Greensboro Sc Guilford 1	$45,387	109	Offer made.
60082094	Auditor	Appropriations	08/01/2008	REV ADM TC EXAM Large Case Corporation	$69,030	262	Offer accepted. Start date is 5/4/09.
60082095	Field Auditor	Appropriations	03/31/2008	REV ADM TC EXAM Charlotte Sc Meck 6	$45,387	385	Posting closed 4/14/09; Interviewing
60082144	Field Auditor	Appropriations	04/16/2009	REV ADM TC EXAM Hickory Sc Catawba 1	$46,635	4	Posting closed 4/17/09; Interviewing
60082195	Auditor	Appropriations	03/16/2009	REV ADM TC EXAM Rev Gen/Bus/Personal	$42,833	35	Posting closed 4/24/09
60082211	Auditor	Appropriations	02/02/2009	REV ADM TC EXAM FA/Business Tax 1	$42,833	77	Offer made - 4/22/09
60082223	Auditor	Appropriations	02/07/2009	REV ADM TC EXAM FA/Business Tax 1	$42,833	72	Offer made - 4/22/09
60082232	Auditor	Appropriations	04/08/2009	REV ADM TC EXAM Rev Gen/Personal 1	$42,833	12	Posting closed 4/14/09; Interviewing
60082238	Auditor	Appropriations	01/01/2009	REV ADM TC EXAM Rev Gen/Personal 2	$63,265	109	Reposted 4/1/09
60082265	Auditor	Appropriations	03/09/2009	REV ADM TC EXAM Discovery Unit 1	$52,610	42	Posting closed 4/24/09
60082389	Auditor	Appropriations	11/01/2008	REV ADM TC EXAM Greensboro Sc Guilford 2	$50,130	170	Offer accepted. Employee starts 5/4/09

60082437	Staff Development Coordinator	Appropriations	01/06/2009	REV ADM Staff Development	$42,833	104	Identified for abolishment in Governor's Recommended Budget
60082488	Processing Assistant IV	Appropriations	10/01/2008	REV ADM ADMIN SERVICES Facility Maintnc	$25,705	201	Identified for abolishment in Governor's Recommended Budget
60082512	Assistant Director	Appropriations	12/01/2008	REV ADM ADMIN SERVICES Fixed Assets	$60,691	140	Identified for abolishment in Governor's Recommended Budget
60082527	Payroll Clerk V	Appropriations	05/01/2008	REV ADM FINANCIAL SERVICES Payroll Unit	$27,544	354	Identified for abolishment in Governor's Recommended Budget
60082545	Revenue Officer II	Appropriations	08/06/2008	REV ADM TA DPPD E File	$42,833	257	
60082561	Processing Assistant IV	Appropriations	11/01/2008	REV ADM TA DPPD Error Res Unit 1	$31,007	170	
60082572	Processing Assistant IV	Appropriations	11/01/2008	REV ADM TA DPPD Error Res Unit 5	$31,430	170	
60082633	Data Entry Specialist	Appropriations	09/15/2008	REV ADM TA DPPD Doc Prep $ Team 2	$26,695	217	
60082659	Processing Assistant IV	Appropriations	10/01/2008	REV ADM TA DPPD Research	$30,268	201	
60082679	Data Entry Specialist	Appropriations	08/12/2008	REV ADM TA DPPD Data Edit Team 2	$26,695	251	
60082942	Revenue Administration Officer I	Appropriations	09/15/2008	REV ADM TA DPPD EFT/Escan/DE/Ret'd Chx	$61,650	217	
60082979	Processing Assistant III	Appropriations	07/14/2008	REV ADM TA DPPD Extract & Sort	$25,811	280	
60082992	Processing Assistant IV	Appropriations	09/09/2008	REV ADM TA DPPD Admin Unit Support	$27,615	223	
65002022	Business Technology Applications Special	Appropriations	05/01/2008	REV ADM INFO TECH App Dev & Support	$84,375	354	
65005035	Operations and Systems Specialist	Appropriations	08/14/2008	REV ADM INFO TECH ADS eSvcs Applic's	$84,375	249	Identified for abolishment in Governor's Recommended Budget
				Total General Fund Supported Positions	**$3,446,703**	**69**	
				Less Committed Positions	**$1,031,063**	**17**	

Receipt Supported Positions							
60081878	Revenue Officer I	Receipts	05/19/2008	REV ADM TC COLLECT Eliz City Sc Pasqtank	$39,649	336	Supported by the 20% Collection Assistance Fee
60082018	Revenue Officer I	Receipts	02/28/2009	REV ADM TC COLLECT Gboro Sc Guilf Unit 3	$44,343	51	Supported by the 20% Collection Assistance Fee
60082109	Processing Assistant V	Receipts	08/04/2008	REV ADM TC TACC Unit 503	$28,404	259	Supported by the 20% Collection Assistance Fee
60082207	Auditor	Receipts	01/27/2009	REV ADM TC EXAM FA/Business Tax 1	$53,126	83	With the repeal of Article 3A of Chapter 105, the Department no longer has the receipts to support this position.
60082256	Information Processing Technician	Receipts	03/16/2009	REV ADM TC COLLECT CCU Wake Unit 3	$33,388	35	Supported by the 20% Collection Assistance Fee
60082266	Revenue Office Manager II	Receipts	03/17/2008	REV ADM TC TACC Admin Edgecombe	$70,779	399	Supported by the 20% Collection Assistance Fee
60082267	Information Processing Technician	Receipts	02/19/2009	REV ADM TC COLLECT CCU Wake Unit 4	$32,893	60	Supported by the 20% Collection Assistance Fee
60082270	Information Processing Technician	Receipts	10/03/2008	REV ADM TC COLLECT CCU Wake Unit 3	$39,211	199	Supported by the 20% Collection Assistance Fee
60082295	Auditor	Receipts	06/17/2008	REV ADM TC EXAM FA/Business Tax 1	$45,856	307	With the repeal of Article 3A of Chapter 105, the Department no longer has the receipts to support this position.
60082299	Administrative Assistant I	Receipts	10/23/2008	REV ADM TC TACC Unit 303	$34,241	179	Supported by the 20% Collection Assistance Fee
60082300	Administrative Assistant I	Receipts	01/05/2009	REV ADM TC TACC Unit 102	$36,785	105	Supported by the 20% Collection Assistance Fee
60082305	Processing Assistant V	Receipts	09/27/2008	REV ADM TC TACC Unit 102	$28,045	205	Supported by the 20% Collection Assistance Fee

60082317	Processing Assistant V	Receipts	01/23/2009	REV ADM TC TACC Unit 403	$30,333	87	Supported by the 20% Collection Assistance Fee
60082326	Administrative Assistant I	Receipts	03/26/2008	REV ADM TC TACC Admin Edgecombe	$35,438	390	Supported by the 20% Collection Assistance Fee
60082330	Processing Assistant V	Receipts	08/30/2008	REV ADM TC TACC Unit 303	$28,996	233	Supported by the 20% Collection Assistance Fee
60082331	Processing Assistant V	Receipts	07/01/2008	REV ADM TC TACC Unit 303	$26,515	293	Supported by the 20% Collection Assistance Fee
60082345	Processing Assistant V	Receipts	07/18/2008	REV ADM TC TACC Unit 102	$27,615	276	Supported by the 20% Collection Assistance Fee
60082350	Processing Assistant V	Receipts	09/15/2008	REV ADM TC TACC Unit 402	$30,377	217	Supported by the 20% Collection Assistance Fee
60082357	Processing Assistant V	Receipts	08/01/2008	REV ADM TC TACC Unit 202	$30,377	262	Supported by the 20% Collection Assistance Fee
60082360	Processing Assistant V	Receipts	02/07/2009	REV ADM TC TACC Unit 203	$27,925	72	Supported by the 20% Collection Assistance Fee
60082364	Processing Assistant V	Receipts	12/01/2008	REV ADM TC TACC Unit 302	$30,377	140	Supported by the 20% Collection Assistance Fee
60082365	Processing Assistant V	Receipts	07/23/2008	REV ADM TC TACC Unit 302	$26,740	271	Supported by the 20% Collection Assistance Fee
60082419	Information Processing Technician	Receipts	10/01/2008	REV ADM TC COLLECT CCU Wake Unit 6	$31,813	201	Supported by the 20% Collection Assistance Fee
60082424	Revenue Officer I	Receipts	07/01/2008	REV ADM TC COLLECT Char Sc Meck Unit 7	$39,649	293	Supported by the 20% Collection Assistance Fee
60082428	Revenue Officer I	Receipts	10/06/2008	REV ADM TC COLLECT Char Sc Meck Unit 3	$39,649	196	Supported by the 20% Collection Assistance Fee
60082446	Revenue Officer I	Receipts	09/02/2008	REV ADM TC COLLECT Ral Sc Wake Unit 1	$39,649	230	Supported by the 20% Collection Assistance Fee
60083115	Asst Director	Receipts	03/11/2009	REV ADM TC MOTOR FUELS Operations	$71,089	40	Supported by Highway Fund Receipts
60083128	Information Processing Technician	Receipts	01/01/2009	REV ADM TC MOTOR FUELS Returns Resolutn	$42,873	109	Supported by Highway Fund Receipts
60083131	Processing Assistant IV	Receipts	09/26/2008	REV ADM TC MOTOR FUELS Support Services	$32,402	206	Supported by Highway Fund Receipts
60083132	Data Entry Specialist	Receipts	03/02/2009	REV ADM TC MOTOR FUELS Ret's Processing	$29,033	49	Supported by Highway Fund Receipts
60083134	Data Entry Specialist	Receipts	05/01/2007	REV ADM TC MOTOR FUELS Ret's Processing	$26,859	720	Supported by Highway Fund Receipts
60083135	Processing Assistant IV	Receipts	09/02/2008	REV ADM TC MF Accounting Unit 1	$27,914	230	Supported by Highway Fund Receipts
60083152	Tax Auditor	Receipts	04/01/2008	REV ADM TC MOTOR FUELS Fayetteville Exam	$41,687	384	Supported by Highway Fund Receipts
60083178	Auditor	Receipts	09/04/2008	REV ADM TC MOTOR FUELS Raleigh Exam	$41,687	228	Supported by Highway Fund Receipts
60083197	Processing Unit Supervisor V	Receipts	08/18/2008	REV ADM TC MOTOR FUELS Support Services	$36,567	245	Fuel Tax Compliance Positions Supported by Highway Fund Receipts
60083198	Information Processing Technician	Receipts	12/15/2008	REV ADM TC MOTOR FUELS Returns Resolutn	$40,538	126	Fuel Tax Compliance Positions Supported by Highway Fund Receipts
60089415	Auditor	Receipts	01/27/2009	REV ADM TC EXAM Fayetteville Sc Cumbrlnd	$49,830	83	With the repeal of Article 3A of Chapter 105, the Department no longer has the receipts to support this position.
65000404	Processing Assistant IV	Receipts	12/23/2008	REV ADM TA DPPD Excep Reg Team 3	$27,615	118	Position supported by the Scrap Tire Disposal Tax Receipts.
65007466	Auditor	Receipts	04/01/2009	REV ADM TC MOTOR FUELS Raleigh Exam	$47,149	19	Time-limited positions supported by a Federal Highway Fund grant
65007490	Auditor	Receipts	04/01/2009	REV ADM TC MOTOR FUELS Examinations	$58,700	19	Time-limited positions supported by a Federal Highway Fund grant
			Total Receipt Supported Positions		$1,506,116	40	

North Carolina Department of Revenue



(3)

Report to the House Subcommittee

April 2009

Department of the Secretary of State

Elaine F. Marshall, Secretary of State

13200 SECRETARY OF STATE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS						
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.						
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
	13200 - Secretary of State - Summary by Account - The Agency's mission is to support economic growth, promote the public trust and fulfill statutory mandates by providing initial infrastructure for corporate organizations and transactions, protecting citizens and businesses from misrepresentation and fraud by providing public access to accurate and timely information, through law enforcement and through the issuance of professional credentials. The Department fosters a well informed citizenry, business community and government, by promoting a responsive, transparent, competitive and ethical business climate.					
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		264,357	26,435	6,000	6,000	
Rental/Lease of Equipment (532521 to 532525)		2,923	1,558	29,200	29,200	
Travel/Related Expenses (5327xx)		115,499	102,922	122,559	122,559	
Cellular Phone Services (532814)		13,002	8,975	6,010	6,010	
Furniture and Equipment Replacement Schedules (534500 to 534550)		215,802	84,143	251,646	251,646	
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

13200 SECRET..... OF STATE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM RL..STS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
	1110 - Administration - The purpose of General Administration is to provide executive management and administrative management for the department that enables the Secretary of State to implement statutory responsitilities, establish and achieve strategic goals and excellence in delivery of the services that the Department offers. In addition to the Office of the Secretary and overall Department management, General Administration includes information technology functions, support for all IT infrastructure, applications, and web services, departmental auditing, fiscal management, accounting, budgeting, purchasing, payroll, legislative liaison, facilities services, employee safety, EEO, training and HR administration functions.					
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		2,385	3,788	0	0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		28,462	11,368	32,687	32,687	There are certain uniform laws adopted by all states in Securities, Corporations, Uniform Commercial Codes and Notary. The Secretary of State is the spokesperson for the State of NC in creating and adopting standards for consistency throught the state and country. Travel is for the Secretary and staff in carrying out this objective.
Cellular Phone Services (532814)		4,141	2,330	650	650	3 phones assigned to the top excecutives in the agency for communicating at all times.
Furniture and Equipment Replacement Schedules (534500 to 534550)		137,251	26,626	193,815	193,815	IT replacements are set up on a 4 year schedule to cover the needs for the entire department. In addition, these funds are used for the purchase and replacement of office furniture and equipment for this division.
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

13200 SECRETARY OF STATE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
	1120 - Publications - This division assists state legislators, state agencies, schools and the general public to develop a better know-					
	ledge and understanding of state government through the preparation and distribution of books such as the North					
	Carolina Manual and the Directory of State and County Officials of North Carolina and other media releases and					
	informational efforts. The division also serves state legislators, state agencies , schools and the general public as					
	custodian of public documents and records filed with the Secretary of State in accordance with General Statutes and					
	by making access to these records available to state legislators, state agencies, schools and the general public.					
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)		2,923	1,558	700	700	The agency affixes postage to its mail before it is trans-
						ported to the Mail Service Center. This cost is associated
						with the postage meter equipment.
Travel/Related Expenses (5327xx)		503	796	500	500	This division is responsible for pick up and delivery of mail
						and supplies among the 3 downtown locations that house
						department employees as well as among other agencies
						within state government. The charges for a motor pool
						vehicle assigned for this purpose are distributed among
						all divisions in the department.
Cellular Phone Services (532814)		366	283	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		1,697	791	500	500	Funds used for purchase and/or replacement of essential
						office furniture and equipment. There are 6 employees in
						this division.
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

13200 SECRET OF STATE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS						
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.						
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
	1150 - Lobbyist Registration - The purpose of this division is to provide transparency for the public into the activities of those seeking to influence governmental policy decision making through the expenditure of money. This function enhances public confidence in state government as well as the regulated community itself. This function also provides reliable data to the media and public policy groups that they consider crucial to their missions. This is done by administering the laws and rules related to registering, expenditure reporting, investigating and imposing penalty sanctions on lobbyists, lobbyist principals, solicitors and liaisons, and others who are required to report and to disclose their lobbying activities in the Legislative and Executive branches of state government.					
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		4,114	5,129	6,000	6,000	Primarily used by an investigator who travels throughout the state to interview witnesses during investigations of Lobbying Act complaints and violations.
Cellular Phone Services (532814)		192	494	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		5,873	370	0	0	
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

13200 SECRETARY OF STATE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS						
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.						
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
	1210 - Corporations - The purpose of this fund is to serve and protect the general public, business owners and legal and international communities by providing expert technical assistance and ensuring the documents and applications are examined, filed, registered or served according to statutory requirements, maintained according to set standards, and available as public record. A concurrent purpose is to ensure the proper cash management functions within the division are completed accurately and in a timely fashion on a daily basis.					
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		228,704	0	0	0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		20,931	20,694	14,700	14,700	Funds used primarily by 2 trademark enforcement officers who cover the state protecting intellectual property rights by training local law enforcement officers and educating the public in identifying counterfeit products and enforcing criminal trademark laws.
Cellular Phone Services (532814)		2,013	1,122	500	500	2 phones are assigned to trademark enforcement officers for communicating during field investigations and training.
Furniture and Equipment Replacement Schedules (534500 to 534550)		17,036	2,565	10,695	10,695	Funds used for purchase and/or replacement of essential office furniture and equipment such as check scanners, fax machines, telephones, copiers, etc. There are 53 employees in this division.
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

13200 SECRET	OF STATE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM RI	ESTS				
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.						
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
	1220 - Certification & Filing - This division provides the business, financial, governmental and legal community with timely and efficient service in the certification and registration of documents relating to commercial lending under Article 9 of the Uniform Commercial Code, the Notary Public Act and Land Reccords. The Division provides a searchable public database of filings and provides technical assistance in order to accelerate and increase access to financial capital formation data and reduce the transactional risk to both businesses and individuals.					
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		31,109	21,192	0	0	
Rental/Lease of Equipment (532521 to 532525)		0	0	28,500	28,500	As a result of passing the RA9 law in 2001, the agency was required to make UCC images available to the public for 6 years. Our images were on microfilm so the rental of microfilm readers for public use was done through 2007. A new need for outside file storage space was put upon us in 2007 as a result of a restaurant moving into the building we lease from the City of Raleigh. These funds are now needed for rental of outside storage space.
Travel/Related Expenses (5327xx)		29,483	24,147	22,166	22,166	2 Notary investigators travel throughout the state inter-viewing and gathering evidence relating to Notary violations and complaints. The division is also responsible for providing education and assistance through workshops and audits to Mapping Review Officers and Registers of Deeds in counties as needed.
Cellular Phone Services (532814)		886	770	800	800	2 phones are assigned to the Notary investigators for communicating during field investigations.
Furniture and Equipment Replacement Schedules (534500 to 534550)		20,555	18,845	18,476	18,476	Funds used for purchase and/or replacement of essential office furniture & equipment. Division has 54 employees.
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

13200 SECRETARY OF STATE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS						
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.						
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
	1230 - Securities - This division protects the investing public and our capital markets by preventing fraud in the sale of securities. The division reviews applications for registration of securities, regulates individuals licensed as security dealers, securities sales representatives, investment advisers and investment advisor representatives through investigation and prosecution of violations, investigates and resolves violations of securities laws by negotiation, administrative hearings or criminal prosecution, and provides investor education materials and programs.					
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		1,649	0	6,000	6,000	Funds used for consulting services relating to the soft-ware applications that the Division uses to manage its investigations and analyze the evidence obtained as well as the legal, business and technical issues arising during the use of those applications.
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		30,804	40,252	40,500	40,500	Funds used primarily by 8 investigators & financial auditors, and the division director in law enforcement investigations and regulatory examinations the division is required to conduct throughout the state.
Cellular Phone Services (532814)		5,404	3,976	4,060	4,060	8 phones assigne to investigators and auditors for communicating during field audits and investigations.
Furniture and Equipment Replacement Schedules (534500 to 534550)		6,685	34,590	11,200	11,200	Funds used for purchase and/or replacement of essential office furniture and field and office equipment. There are 29 employees in this division.
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

13200 SECRET/	)F STATE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM RE	;TS				
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.						
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
	1600 - Charitable Solicitation Licensing - This fund is receipts supported. The Division conducts the registration of charitable organizations and paid fundraising professionals, including solicitors and fundraising consultants, as required by NCGS 131F, the Charitable Solicitations Act. The CSL Division also responds to and investigates inquiries and complaints from the public, the media and other government agencies relating to potential violations of the Charitable Solicitations Act. This Division works to protect the charitable gifts of North Carolina citizens and to ensure that charitable donations are made to licensed or exempt organizations through efforts to educate the public and disclose information on file.					
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		510	1,455	0	0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		1,202	536	6,006	6,006	Funds used for travel throughout the state to educate citizens of potential scams and frauds in the charitable sector and the agency's function to protect their interests. The CSL investigator also travels to gather evidence and conduct interviews related to CSL violations.
Cellular Phone Services (532814)		0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		25,985	356	16,960	16,960	Funds used for purchase and/or replacement of essential office furniture and equipment such as scanners, fax machines, telelphones, copiers, etc. There are 9 employees in this division.
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

13200 Secretary of State - Securities Division						
Please provide information on any fees your agency charges or plans to charge.						
Fee Name	**Statutory Provision**	**Entities Affected**	**Date of Last Fee Increase**	**Current Fee**	**Amt of Revenue**	**Notes**
Broker/Dealer Salesperson Registration	78A-37(b)	B/D Salespersons	2002	$75	$1,453,080	The proposed fee change is from $75 to $85.
						The estimated # of Transactions is 145,308.

Static Filters

Cal Mth/Yr	APR 2009
Organizational Unit	20000063 Secretary of State
Position	!62000000 - 64999999
Controlling Area	NC01 State of North Carolina
Employee	##
FM area	State of North Carolina
Planning Status	##; 1 1

Dynamic Filters

Employee Group	!Supplemental Staff; !Supmental Staf Grant
Employee Subgroup	!Contractor
Key Figures	Budget Amount
	Number of Days Vacant
	Position FTE
	PT FTE Positions
	FT FTE Positions
	!Number of Days Vacant

Variables

Organizational Unit	20000063 Secretary of State
Calendar Month/Year (Single Value, Mandatory)	APR 2009
Cost Distribution Key Date	04/20/2009
Cost Dist Key Date	20,090,420

						Cal Mth/Yr	APR 2009			
							Budget Amount	Position FTE	PT FTE Positions	FT FTE Positions
Cost Center	Organizational Unit			Position		Date Vacant	$			
0512200000	20000899	SOSNC - Regis - C&F - Con		60008751	Processing Assistant V	03/25/2009	30,420.00	1.0000		1.0000
	20000901	SOSNC - Regis - C&F - N Enf		60008750	Processing Assistant V	01/13/2009	29,601.00	1.0000		1.0000
	20000902	SOSNC - Regis - C&F - Res		60008713	Processing Assistant V	11/27/2008	27,544.00	1.0000		1.0000
0512300000	20000910	SOSNC - Secur - Enf		60008783	W/A Financial Investigator	02/27/2009	49,000.00	1.0000		1.0000

SECRETARY OF STATE - Changes to Funding Formulas					
Please describe current funding formulas and detail how they are calculated.					
Program Name	**Recipients of Funding**	**Current Statutory Policy of Allocation**	**Current Amount of Funding**	**Formula Calculation**	**Notes**
N/A					

SECRETARY OF STATE

#6. Use of Federal American Recovery and Reinvestment Act (ARRA) Funds

This office has not received any ARRA Funds nor have we requested any.

Budget Co	900 NC Department of Insurance - JUSTIFICATION OF 2009-11	IUM LINE ITEM REQUESTS				

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code - 1100 Administration	Division	FY 2007-08 Actual	YTD as of April 23, 2009	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	N/A
Miscellaneous Contractual Services (532199)		30,006	29,140	43,957	43,957	(1)To pay services to Custom Clipping, Inc. for Public Information Office. (2) contracted services to assist agency working with Security/Dobbs Building; maintaining a comprehensive employee safety action program; liaison for the department for construction; utilities manager for the state building; safety procedures for the building tenants; responsible for controlling the stored files/records.
Rental/Lease of Equipment (532521 to 532525)		(193)	840	5,297	5,297	To pay for rental agreement on equipment and copiers.
Travel/Related Expenses (5327xx)		46,936	35,592	76,455	76,455	To allow Administrative staff to travel to participate in NAIC meetings/training/hearings. To pay DOA/Motor Fleet for monthly invoices for state vehicles.
Cellular Phone Services (532814)		13,082	13,332	4,346	4,346	Phone service for Administrative staff that are needed on a demand basis such as IT, legislative liaison and other administrative duties; State Emergency Response Team (SERT).
Furniture and Equipment Replacement Schedules (534500 to 534550)		28,525	30,319	18,077	18,077	To update computers every 5 years, printers.
Discretionary Grants (5364AA)		not applicable				
Directed Grants (5366AA)		not applicable				
Loans (5367AA)		not applicable				
Other Aid and Grants (5369AA)		not applicable				
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		not applicable				

Budget Code 13900 NC Department of Insurance - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code - 1200 Company Services	Division	FY 2007-08 Actual	YTD as of April 23, 2009	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	N/A
Miscellaneous Contractual Services (532199)		9,895	7,751	0	0	To pay for Instructional services to Rector, Inc., for staff Financial Examiners training required by professional standards, and Federal Certifications.
Rental/Lease of Equipment (532521 to 532525)		0	0	545	545	To rent audio video equipment during Financial Evaluation staff training and audits.
Travel/Related Expenses (5327xx)		164,862	150,058	105,750	105,750	To allow the Financial Evaluation, Regulatory Actions staff to audit insurance companies (in and out of state).
Cellular Phone Services (532814)		5,930	3,989	164	164	To allow access to personnel required to perform duties as field based auditors and examiners.
Furniture and Equipment Replacement Schedules (534500 to 534550)		77,138	48,794	63,957	63,957	To update computers every 5 years, printers, agency server equipment and server capacity and backup systems.
Discretionary Grants (5364AA)		not applicable				
Directed Grants (5366AA)		not applicable				
Loans (5367AA)		not applicable				
Other Aid and Grants (5369AA)		not applicable				
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		not applicable				

Budget Code 13900 NC Department of Insurance - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code - 1300 Technical Services	Division	FY 2007-08 Actual	YTD as of April 23, 2009	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	N/A
Miscellaneous Contractual Services (532199)		42,630	53,291	0	0	To pay for actuarial services for the N.C. High Risk Pool Program. (Inclusive Program).
Rental/Lease of Equipment (532521 to 532525)		228	761	545	545	To rent audio video equipment needed during SHIIP training for 900 volunteers throughout state.
Travel/Related Expenses (5327xx)		154,937	96,836	105,750	105,750	To allow the Seniors Health Insurance Program staff to train the trainers state-wide. Market Regulation performs audits.
Cellular Phone Services (532814)		3,936	5,324	164	164	To allow access to personnel required to perform audit requirements in Market Regulations and examinations for out of state travel required.
Furniture and Equipment Replacement Schedules (534500 to 534550)		157,837	96,836	129,034	129,034	To update computers every 5 years, printers, WAN equipment.
Discretionary Grants (5364AA)		not applicable				
Directed Grants (5366AA)		not applicable				
Loans (5367AA)		not applicable				
Other Aid and Grants (5369AA)		not applicable				
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		not applicable				

Budget Code 13900 NC Department of Insurance - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS						
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.						
Fund Code - 1400 Public Services	**Division**	**FY 2007-08 Actual**	**YTD as of April 23, 2009**	**FY 2009-10 Requested**	**FY 2010-11 Requested**	**Justification**
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	N/A
Miscellaneous Contractual Services (532199)		991,077	669,778	706,100	706,100	To record fees received and corresponding expense to administer 1st time agent test takers by Promissor, Inc. throughout state.
Rental/Lease of Equipment (532521 to 532525)		3220	1,500	10,400	10,400	To allow Investigation to rent trailers to haul materials for weapons qualification and storage of evidence. User fee for access to Dep of Justice / SBI DCI database.
Travel/Related Expenses (5327xx)		289,875	273,200	276,322	276,322	To allow continuing Education staff to conduct statutory audits on Insurance instructors, classes. Investigative Division to perform duties investigating insurance fraud, regulate bail bondsmen, traveling in NC and meeting with plaintiffs and insured citizens and attending hearings as witness.
Cellular Phone Services (532814)		27,764	28,907	2,200	2,200	To allow access to personnel required to perform duties as field-based investigators and inspectors.
Furniture and Equipment Replacement Schedules (534500 to 534550)		28,943	15,294	10,970	10,970	To update computers every 5 years, printers, law enforcement security equipment and 7 year replacement of weapons.
Discretionary Grants (5364AA)		not applicable				
Directed Grants (5366AA)		not applicable				
Loans (5367AA)		not applicable				
Other Aid and Grants (5369AA)		not applicable				
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		not applicable				

Budget Code 13900 NC Department of Insurance - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS						
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.						
Fund Code - 1500 Office of State Fire Marshal	**Division**	**FY 2007-08 Actual**	**YTD as of April 23, 2009**	**FY 2009-10 Requested**	**FY 2010-11 Requested**	**Justification**
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	N/A
Miscellaneous Contractual Services (532199)		86,245	106,455	12,726	12,726	To pay for Instructor fees for Gov Highway Safety Program. Computer programming for modifications to Manufactured Housing Program to meet federal program changes.
Rental/Lease of Equipment (532521 to 532525)		407	248	7,728	7,728	To rent specialized equipment needed during Fire Training for all saff and for local.
Travel/Related Expenses (5327xx)		503,982	382,214	460,704	460,704	To allow staff to travel for instruct fire training and for inspection of Hazard Mat; travel for Manufactured Housing inspection, GHSP Classes, EMS Volunteers as required by G.S. Inspecting new construction buildings for fire and safety code compliance to ensure safety of citizens and hold insurance rates low.
Cellular Phone Services (532814)		34,884	26,638	23,315	23,315	To allow field-based staff to communicate with State Emergency Response Teams, DOI Staff, and Emergency Management activities.
Furniture and Equipment Replacement Schedules (534500 to 534550)		80,273	41,247	27,641	27,641	To update computers every 5 years, printers, emergency telephones.
Discretionary Grants (5364AA)		not applicable				
Directed Grants (5366AA)		not applicable				
Loans (5367AA)		not applicable				
Other Aid and Grants (5369AA)		not applicable				
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		not applicable				

BUDGET CODE 63902 NC Department of Insurance - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Department of Insurance	Voluntary Safety Workers Compensation Fund (63902)	Gs 58-87-10	6,636,817	The VSWCF was set up to provide benefits to volunteer fire/rescue personnel who are members of volunteer fire departments or volunteer rescue/EMS units that are not part of a unit of local government. The VSWCF receives annual payments from participating volunteer firemen and rescue squad members for the benefit coverage. The administration of this fund is handled by a third party administrator (Key Risk Management Services) and are audited annually.	The restrictions on BC 63902 are that the fund can only be used to pay claim costs to members and administrative costs associated with operating the fund. The funds in the VSWCF do not revert back to the State's General Fund at the end of the year.

NC Department of Insurance - Increase or Implement Fees						
Please provide information on any fees your agency charges or plans to charge.						
Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
N/A	N/A	N/A	N/A	N/A	N/A	N/A

NC Department of Insurance - Changes to Funding Formulas				
Please describe current funding formulas and detail how they are calculated.				
Program Name	**Recipients of Funding**	**Current Statutory Policy of Allocation**	**Current Amount of Funding**	**Formula Calculation**
N/A	N/A	N/A	N/A	N/A

Budget Code 23900 NC Department of Insurance - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code - 23900 Special Revenue/Vol Rescue/EMS Fund and Vol Fire Department Fund	Division	FY 2007-08 Actual	YTD as of April 23, 2009	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	N/A
Miscellaneous Contractual Services (532199)		65,692	2,790	15,200	15,200	Contracts for 3 personnel to conduct required audits on all NC Fire Departments as mandated by certification standards.
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	N/A
Travel/Related Expenses (5327xx)		4,936	6,433	2,850	2,850	Travel for Volunteer Rescue/EMS and Volunteer Fire Department expenses by the Office of State Fire Marshal and training staff and inspectors.
Cellular Phone Services (532814)		521	-	2,500	2,500	To allow communications to personnel required to perform duties for Volunteer Rescue/EMS staff.
Furniture and Equipment Replacement Schedules (534500 to 534550)		11,664	973	8,975	8,975	To update computers every 5 years, printers and communication equipment.
Discretionary Grants (5364AA)		523,683	671,100	951,323	951,323	Fire Grants award to local Fire Departments. VOLUNTEER RESCUE/EMS FUND. Provides matching grants of up to $15,000 to volunteers rescue/emergency medical service squads to purchase equipment and make capital improvements. Funding is from the DMV vehicle inspection program, 15 cents per inspection, GS-20-183.7(c) - VOLUNTEER FIRE DEPARTMENT FUND. Provides matching grants of up to $20,000 to volunteer fire departments to purchase equipment and make capital improvements. Funding is from paid from insurance companies.
Directed Grants (5366AA)		not applicable				
Loans (5367AA)		not applicable				
Other Aid and Grants (5369AA)		not applicable				
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		not applicable				

Budget Code 23901 NC Department of Insurance - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS					
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organi:					
Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "J					
you have requested for the upcoming biennium.					
Fund Code - 23901Special fund/Home Inspector Licensure Board	**Division**	**FY 2007-08 Actual**	**YTD as of April 23, 2009**	**FY 2009-10 Requested**	**FY 2010-11 Requested**
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0
Miscellaneous Contractual Services (532199)		0	12,657	26,000	26,000
Rental/Lease of Equipment (532521 to 532525)		0	0	622	622
Travel/Related Expenses (5327xx)		17,374	17,676	30,455	30,455
Cellular Phone Services (532814)		4,628	2,913	600	600
Furniture and Equipment Replacement Schedules (534500 to 534550)		11,981	3,849	5,754	5,754
Discretionary Grants (5364AA)		not applicable			
Directed Grants (5366AA)		not applicable			
Loans (5367AA)		not applicable			
Other Aid and Grants (5369AA)		not applicable			
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		not applicable			

13000 GOVE[illegible]'S OFFICE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQ[illegible]

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

3/31/2009

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Miscellaneous Contractual Services (532199)						
1110	Administration	55,320	26,725	-	-	
1240	21st Century Skills	151,906	72,069	141,026	141,026	moved to Education Cabinet position
1631	Raleigh Executive Mansion	-	-	75	75	
	TOTAL	207,226	98,794	141,101	141,101	
Rental/Lease of Equipment (532521 to 532525)						
1110 - 532521 - Motor Vehicle	Administration	134	-	-	-	
1230 - 532521 - Motor Vehicle	Education	273	-	-	-	
1110 - 532523 - Communication Equipment	Administration	122	13	455	455	intercom notifications
1632- 532523 - Communication Equipment	Western Executive Residence	-	-	150	150	intercom notifications
1110 - 532524 - General Office Equipment	Administration	23,459	16,946	28,068	28,068	rental of copiers
1631 - 532524 - General Office Equipment	Raleigh Executive Mansion	2,741	1,972	-	-	
	TOTAL	26,729	18,931	28,673	28,673	
Travel/Related Expenses (5327xx)						
1110	Administration	47,158	19,371	47,038	47,038	Governor's air travel/other employees travel
1130	Intergovernmental Relations	7,107	8,881	25,346	25,346	employees travel on state business
1230	Education	1,404	537	3,000	3,000	employees travel on state business
1240	21st Century Skills	4,529	319	6,500	6,500	employees travel on state business
1631	Raleigh Executive Mansion	13,549	9,305	9,426	9,426	employees travel on state business
1632	Western Executive Residence	26	-	-	-	
	TOTAL	73,773	38,413	91,310	91,310	
Cellular Phone Services (532814)						
1110	Administration	9,723	6,733	17,561	17,561	employees communication as needed
1130	Intergovernmental Relations	669	184	600	600	employees communication as needed
1631	Raleigh Executive Mansion	459	315	-	-	
	TOTAL	10,851	7,232	18,161	18,161	

13000 GOVERNOR'S OFFICE - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
			3/31/2009				
Furniture and Equipment Replacement Schedules (534500 to 534550)							
1110 - 534511 - Furniture Office	Administration	6,314	8,098	-	-		
1110 - 534521 - Office Equipment	Administration	191	-	-	-		
1130 - 534521 - Office Equipment	Intergovernmental Relations	3,778	-	-	-		
1240 - 534521 - Office Equipment	21st Century Skills	350	-	1,000	1,000	office machine purchases	
1110 - 534534 - PC/Printer Equipment	Administration	2,561	-	7,000	7,000	office machine purchases	
1110 - 534539 - Other Equipment	Administration	6,366	-	-	-		
1632 - 534539 - Other Equipment	Western Executive Residence	174	-	-	-		
	TOTAL	19,734	8,098	8,000	8,000		
Discretionary Grants (5364AA)							
Directed Grants (5366AA)							
Loans (5367AA)							
Other Aid and Grants (5369AA)							
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)							

ITEM # 3

Positions vacant beyond 6 months as of January 1, 2009

Office of the Governor

1. Administration Assistant, 60008533. VACANT. 28,570
2. Policy Analyst, 60008527. POSITION FILLED.
3. Special Assistant, 60008474. POSITION FILLED.
4. Special Projects Coordinator, 60008545. RECEIPT SUPPORTED, RECLASSED AND FILLED.
5. Dir of 21st Century Skills Center, 60008514. POSITION FILLED.

13005 OFFICE OF STATE BUDGET AND MANAGEMENT - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

3/31/2009

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Miscellaneous Contractual Services (532199)						
1310	OSBM	440,419	359,194	102,373	102,373	economic info from Global Insight
1312	Internal Audit	24,500	11,204	89,000	89,000	statewide internal audit training
	TOTAL	464,919	370,398	191,373	191,373	
Rental/Lease of Equipment (532521 to 532525)						
1310 - 532521 - Motor Vehicle	OSBM	348	46			
1310 - 532523 - Communication Equipment	OSBM	72	54	130	130	intercom notifications
1310 - 532524 - Office Equpment	OSBM	22,995	17,307	27,490	27,490	copier rentals
	TOTAL	23,415	17,407	27,620	27,620	
Travel/Related Expenses (5327xx)						
1310	OSBM	27,717	13,620	27,671	27,671	employees travel on state business
1312	Internal Audit		187	7,000	7,000	employees travel on state business
	TOTAL	27,717	13,807	34,671	34,671	
Cellular Phone Services (532814)						
1310	OSBM	798	214	1,000	1,000	communication with staff/others

13005 OFFICE OF STATE BUDGET AND MANAGEMENT - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
			3/31/2009				
Furniture and Equipment Replacement Schedules (534500 to 534550)							
1310 - 534511 - Furniture office	OSBM	30,573	7,354	8,300	8,300	purchase furniture	
1312 - 534511 - Furniture office	Internal Audit	6,906	-	-	-		
1310 - 534521 - Office Equipment	OSBM	34,049		2,328	2,328	office machine purchases	
1310 - 534528 - Communications Equipments	OSBM	811	-	-	-		
1312 - 534528 - Communications Equipments	Internal Audit	-	-	2,000	2,000	communications for office	
1313 - 534528 - Equip-Voice Equipment	Econ Recovery Investment	-	3,431	-	-		
1310 - 534530 - Other DP Equipment	OSBM	8,834	-	12,000	12,000	office machine purchases	
1310 - 534534 - PC/Printer Equipment	OSBM	3,607	416	1,500	1,500	office machine purchases	
1312 - 534534 - PC/Printer Equipment	Internal Audit	1,307	-	-	-		
1310 - 534539 - Other Equipment	OSBM	1,171	1,219	-	-		
1312 - 534539 - Other Equipment	Internal Audit	1,830	516	-	-		
1310 - 534711 - Other Computer Software	OSBM	-	-	10,000	10,000	software purchases for systems	
1312 - 534712 Wan Computer Software	Internal Audit	-	-	5,000	5,000	software purchases for systems	
	TOTAL	89,088	12,936	41,128	41,128		
Discretionary Grants (5364AA)							
Directed Grants (5366AA)							
Loans (5367AA)							
Other Aid and Grants (5369AA)							
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)							

Item #3

Positions vacant beyond 6 months as of January 1, 2009

Office of State Budget and Management

1. State Management Analyst SB 7, 60008557. NOT FUNDED.
2. Bldg & Environmental Technician, 60014796. RECLASSED AND FILLED FOR OERI.

13085 OSBM-RES FOR GENERAL ASSEMBLY APPROPRIATION- JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS							
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			3/31/2009				
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
Directed Grants (5366AA)							
1022 - 536601 - Grants to Government Org	Special Appropriations	-	10,950,000	-	-	City of Fayetteville Veterans Park	
1900 - 536601 - Grants to Government Org	Military Morale and Welfare	1,000,000	1,000,000	1,000,000	-	non recurring	
	TOTAL	1,000,000	11,950,000	1,000,000	-		
Other Aid and Grants (5369AA)							
1023	Fire Protection Grants	3,826,981	2,768,632	4,180,000	4,180,000	Grants to support fire protection for state owned property	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)							
1022 - 536g02 -Grants to Non Governmental Org	NC Humanities Council	100,000	95,000	100,000	100,000	NC Humanities Council	
1022 - 536g02 -Grants to Non Governmental Org	MDC, Inc. for EITC	50,000	102,375	-	-		
1022 - 536g02 -Grants to Non Governmental Org	Museum of the Marine	-	351,250	-	-		
		150,000	548,625	100,000	100,000		

13085 OSBM-RES FOR GENERAL ASSEMBLY APPROPRIATION- JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

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3/31/2009

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Directed Grants (5366AA)						
1022 - 536601 - Grants to Government Org	Special Appropriations	-	10,950,000	-	-	City of Fayetteville Veterans Park
1900 - 536601 - Grants to Government Org	Military Morale and Welfare	1,000,000	1,000,000	1,000,000	-	non recurring
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			3/31/2009				
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
Miscellaneous Contractual Services (532199)							
1310	OSBM	440,419	359,194	102,373	102,373	economic info from Global Insight	
1312	Internal Audit	24,500	11,204	89,000	89,000	statewide internal audit training	
	TOTAL	464,919	370,398	191,373	191,373		
Rental/Lease of Equipment (532521 to 532525)							
1310 - 532521 - Motor Vehicle	OSBM	348	46				
1310 - 532523 - Communication Equipment	OSBM	72	54	130	130	intercom notifications	
1310 - 532524 - Office Equpment	OSBM	22,995	17,307	27,490	27,490	copier rentals (reduced 4,000)	
	TOTAL	23,415	17,407	27,620	27,620		
Travel/Related Expenses (5327xx)							
1310	OSBM	27,717	13,620	27,671	27,671	employees travel on state business	
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House Appropriations Subcommittee on General Government

April 28, 2009
8:30 am

Room 1425

Chair Susan Fisher called the meeting of the Subcommittees on General Government to order at 8:35 a.m. The following members were present: Representative Susan Fisher, Chair; Representative Alice Underhill, Chair; Representative Russell Tucker, Vice Chair; Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills, and Representative Jane Whilden, Michele Nelson, and Claire Hester.

Chair Fisher then introduces House pages; Reese Miller from Wake County, Charles Marsh of Cabarrus County and recognizes the Sergeant at Arms Judy Turner and Martha Parrish and Lynn Tennant as the clerk for the committee.

Chair Fisher introduced Linda Carlisle, Secretary, Department of Cultural Resources. She is accompanied with power point paper copy of slides. She begins by sharing an overview of the information about cultural resources, and then the specifics of budget questions that have been asked. There are 27 historic sites, 7 history museums, from the coast to the mountains. Through our libraries and arts organizations, we are involved with every single county in North Carolina. It is a very broad dept; key areas involve Archeology, historical publications, historic preservation, our NC Arts Council, the state art museum, the NC Symphony, the state library, our archives and records division, genealogy, our 7 history museums, and our 27 historic sites. Our Program of Archives and history, generally gets left out of discussion. This section administers more than 100 million documents in the state archives and literally millions of state records. Our researchers are from all 50 states that come to NC to use our state archives, and today thousands of materials are available online for researchers. This helps agency manage work in all forms, paper, electronic, and photographic. Books, journals and maps are published, and the office of archeology protects prehistoric and historic archeological resources in land and underwater, as well as unmarked burials. We assist DOT and DENR with environmental review and our historic presentation office protects architectural heritage of the state, administering federal and state rehabilitation tax credit, it has generated more than 1 billion dollars in economic activity. We have very slim budgets; fiscal research in February reported on historic sites is being significantly underfunded.

The libraries serve 19 million people, and usage has increased to 37 million. We manage over 100 million documents, creative industry makes up 4% of workforce with National Endowment for the Arts unemployment rates being twice as the general population. Looking at the budget is a breakdown of how everything works between different divisions. The importance of this budget is the state library services, and the NC Arts council, that combination represents over 40% of pass through grants. Pass through Grants are given to dept and then we serve as a pass through to the end users being our

libraries and art organization. When our budget gets cut, these grants also get cut and these are the grants that are given to every county. The miscellaneous contractual services code 1241 (state historic sites), contractual services in this area relate to the maintenance of these sites (roof repair, cleaning, general maintenance of sites), code 1320. This number is very conservative and holds artwork that is priced in excess of one billion dollars. In 1330 the fees represented are to conserve the public art that is owned by the state, it is also for the conservation of the artwork, and the restoration and repair for the folk life center records storage. The JAMS program (Junior Appalachian Music workshops) is a program we provide to teachers through arts council. Item 1410, this code represents the library for the blind and physically handicap, Braille proofreader for the year, automation system and popular summer reading program administered through the library. Code 1500, primary costs represented are costs for contractual individuals that serve the museum for special exhibits, and special days, specifically the native American day, African American day, and other similar programs.

Code 1110 under Expenditure Account, is the office of the secretary. This is travel for internal auditor and capital projects team. The team is currently managing, real estate, renovations, and buildings in excess of two million dollars. We are trying to manage projects as carefully as possible, but it does require travel. Item 1210 shows the primary percentage of those dollars are represented in expenses for our 27 historic sites, travel, staff, and support personnel and motor fleet management. Every one of the historic sites has one to two vehicles that are integral to them being able to manage the site. Item 1330 represents expenses for travel for grant panel stewardship and technical assistance to grantees and local arts councils. Item 1410 and 1480 are the state library, two commissions in state library; we have reimbursements for their travel and reimbursement to public librarians to attend workshops. Programs helping librarians with resources for people coming in and looking for work, this was an "add on," as well helping with technical assistance. Code 1500, travel relates to the development of exhibits, research and development for exhibits, visiting donors for donations, doing collections management, sharing artifacts, and outreach/ presentations to school systems.

In regard to furniture and replacement schedules, Code 1120, which is the most significant, represents computers. This is done through ITS. They make the purchases and then invoice us. They hope next year to get some of those invoices paid. We have yet to pay significant dollars to ITS. It is reported to the Governor that Cultural Resources can not pay ITS. The question remains if they are going to reposes computers or shut down the system. In regard to Code 1241, sites have been visited and every one of them has significant needs. Fiscal research has reported the sites are significantly underfunded, from leaky roofs, to crumbling foundations, to far outdated exhibits, and what you see here is the least amount possible to try to get the sites to continue year through year. Item 1410 is our state library services. This represents standard library equipment, a microphone reader, copier and basic equipment to operate state library services. Item 1480 refers to federal funds that we receive. Item 1500 relates to shop equipment, conservation equipment, and basic items.

Direct Appropriations and Grants--these represent state aid to public libraries, NC arts council Grassroots Grant, NC arts council basic grant, and NC symphony. In addition, there are direct appropriations which include legislative line items for the Shakespeare Festival, the Vagabond School of Drama, the Lost Colony Theater, and other smaller ones. The smaller ones are state aids to public libraries, that represent just under 16 million dollars. In addition we also receive (not shown on budget) 4.6 million in federal funds, this is contingent on maintenance of efforts. Grassroots Grant is a little over 3.2 million dollars, our arts council basics grants are a little over 4 million dollars, and our NC symphony appropriations included in this line item is 1.8 million dollars.

Secretary Carlisle then discusses Roanoke Island Commissions and Endowment, because she was asked to report on this. This commission is established under general statute, that an organization is placed in the dept of cultural resources, this money flows through our dept. This oversees the park and there are several receipt generating attractions at the park. By statute the funds are non –recurring; the way these funds are allocated by statute are that 75% going to the Roanoke island commission fund, and 25 % go to the Roanoke island endowment fund. The funds on your sheet are a combination of both appropriated and receipt funds.

Next discussion: vacant positions. Positions are split by appropriation, receipt or federal. We have a graveyard of the Atlantic Museum, when we acquired museum and begin operation, we were appropriated a number of positions that were needed for it, including three positions but did not have enough money to pay the electric bill. We have never filled three positions and the positions are needed to man a major exhibit planned, and there is a hold on them while construction is going. We don't have the funds to run this museum. Cultural Resources has positions but no operating funds.

The next page is a review of fees and enterprise. Our archives and records copying fees are mandated by law not to exceed materials costs. We don't include overhead costs. The 30% of archives operating costs do come from the fees you see represented here. What we have found is that as internet use accelerates our fee income is decreasing. The technology changes every 3-5 years, and it is hard trying to manage millions of documents. We need the resources to be up to date, technology is lagging significantly behind. Our admission is free at most of our museums and at our site except for special exhibitions. Sites are seeing increased attendance. We don't see the need to charge for admission; we hope that it doesn't happen.

Representative Whilden- "Is there any kind of donation?"
Secretary Carlisle – " Absolutely, all of our historic sites have a friends organization, some have over 1200 members, that is part of the reason of the quality of Statesville program. We hope to strengthen those groups in our smaller sites, it's the friends groups that make it possible to do more than open the doors and turn on the lights. They do the extra funding."
Follow-up – "Sometimes they have a jar where people can donate if they would like too.'

Secretary Carlisle – "We do have that also. I couldn't tell you for sure as to if we have them at all the sites, but they are at some sites. When there are special exhibits the jars tend to be more noticeable."
Responding from the audience, Keith Hardin, Director of State Historic Sites with DCR- " At virtually every site, we do have a donation box and we encourage that when we do special events, we do not charge admission but request a donation, and most people do provide something, but it varies greatly, depending on their ability, we don't require it."

Rep. Floyd- Suggested a better system other than jar method, because of possible stealing. Possibly create an incentive plan for people donating money receive some type of ticket.

Rep. Tucker- "Is there enough research staff, given short notice could you come up with recommended fees, by comparing what other states are charging?"
Keith- "Several years ago, there was a very thorough study done about the possibility of charging, it compared to Iowa, was tried, and went back to being free. We typically experience 25-35% decrease in visitation when admission is being charged.
Secretary Carlisle- " In the past we had five sites that only had two employees, and the strain of having a site with two employees is very dramatic, in terms of operations and security. We have taken steps to change that, borrowed from other sites. We need to carefully balance the potential revenue as well as the additional costs that it would incorporate.

Next she discussed Grant Funding formulas. I will start with the libraries. The general fund for the library is 15 million; the library by statute is allowed to take up to a 7% administration fee. I'm very proud to say we only take a 1 ½ % fee. The two components are a block grant (50% that goes to Counties) and a Per Capita Equalization Grant, (50% is allocated under a weighted per capita grant inversely proportional to the average per capita income of people residing in the libraries legal service area. The intent of this allocation process is to equalize library services all across NC for all citizens so that those that live in a poorer area have a grant that helps to equalize that disproportionate level of revenue available to libraries. Municipal libraries do not receive a block grant.

The NC Arts Council offers two grants. The first is a grassroots grant, and the budget is 3.2 million, 20% of these grants are distributed in equal grants across the 100 counties. The 80% left is distributed by population, with individual county partners, typically arts organizations. The other grant is the basic grant appropriation, a little over 4 million dollars, under this there is a panel review process (very competitive for arts organizations and individuals, selected through panel review process). Our studies show that return investment is $16 for every $1 invested.

Our use of federal stimulus funds, refer to power point attachment. Funds are useful in eastern NC and rural area, where it would have a strong impact on cultural tourism. NEA has $300000 to give away in grant applications. If council receives national grant they are ineligible to receive a local grant.

Representative Tucker – "Where is Happy Valley?"
Mary Regean, Head of Arts Council, speaking from audience answered that Happy Valley is in Caldwell County.

Chair Fisher – "What is the geographic composition of those trails?"
Mary Reagen – "There are African American music trails are trails around Kinston, includes Moore, Montgomery and Randolph."

Rep Whilden – "Clarification, You said you had over five million in other pending applications, with the state DOT?"
Secretary Carlisle answered yes and that it is state DOT, but Federal money. Those projects were DOT because it was apart of their enhancement funds.

Rep Underhill – How are we publicizing the trails?
Secretary Carlisle stated that they are publicized on a website.

Rep. Floyd- Inquired about statutory regulations, the amount of fees, if they can be raised.
Keith – The statutes limit the costs we can charge.
Chair Fisher – It would be helpful to know what is beneficial to your organization, in terms of going up so we can introduce some legislation.

Rep Whilden – "There was questions about maintenance, etc., has there ever been thought to a program through the prison dept, to contract some of that."
Keith – "Particularly landscaping and lawn, many of our historic sites have inmate crews out several times a year. We do use this as a cost cutting measure"

Rep. Underhill- 'I had a question about the public aid to libraries, I know the libraries are free, but I'm wondering on things like videos, do any of the libraries have fees to cove those?"
Secretary – those are determined at the local level, we have no say over that. Traditional libraries do charge fees for photocopying and reproduction of materials.

Meeting Adjourned at 9:40 am.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA
HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
April 28, 2009
8:30 a.m.
and
2:00 p.m.
Room 1425

Representative Susan Fisher, Chairing
Representative Alice Underhill

Agency Presentation

Department of Cultural Resources

Linda Carlisle
Secretary

General Government

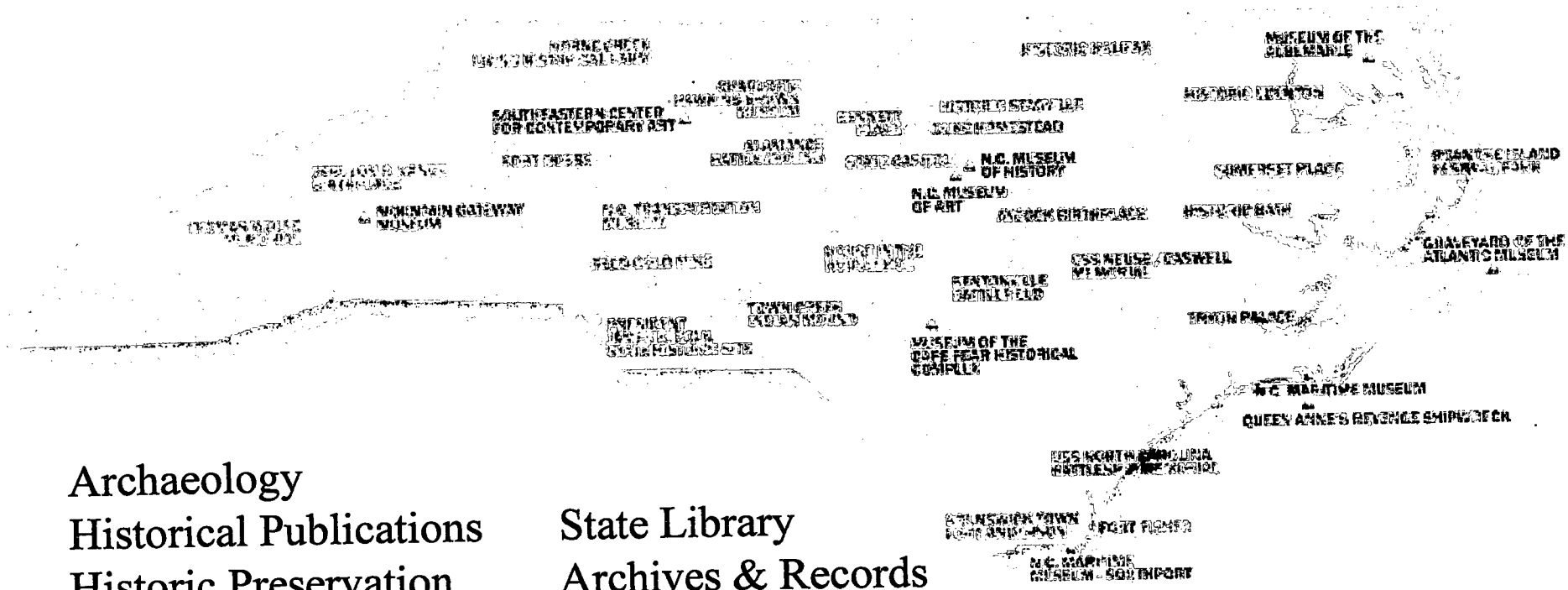
House Appropriations Subcommittee April 28, 2009



NORTH CAROLINA
DEPARTMENT OF
CULTURAL
RESOURCES

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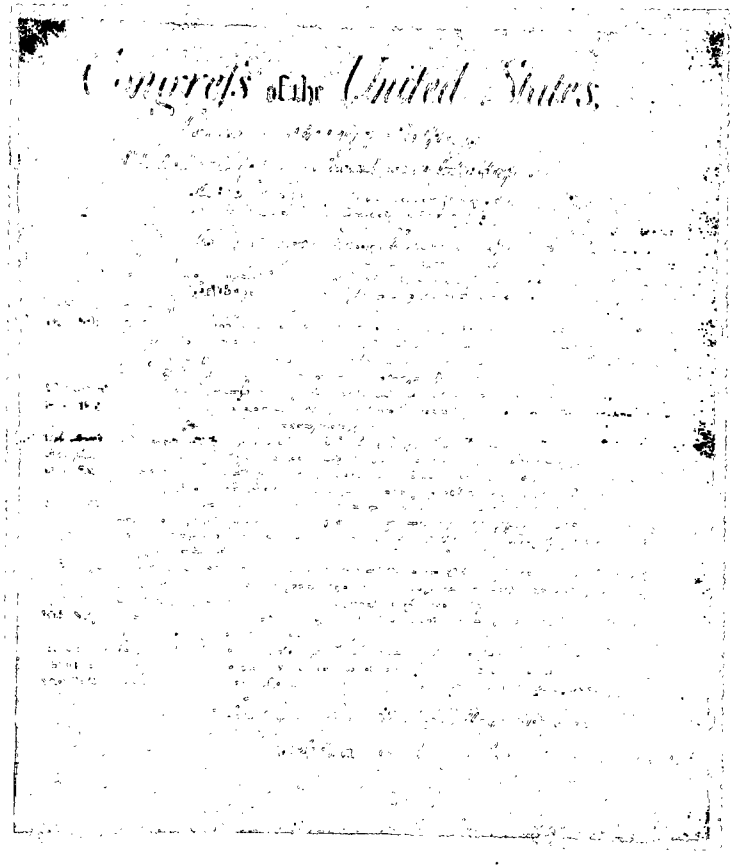
Across Our State



Archaeology
Historical Publications
Historic Preservation
N.C. Arts Council
State Art Museums
N.C. Symphony

State Library
Archives & Records
Genealogy
7 History Museums
27 Historic Sites

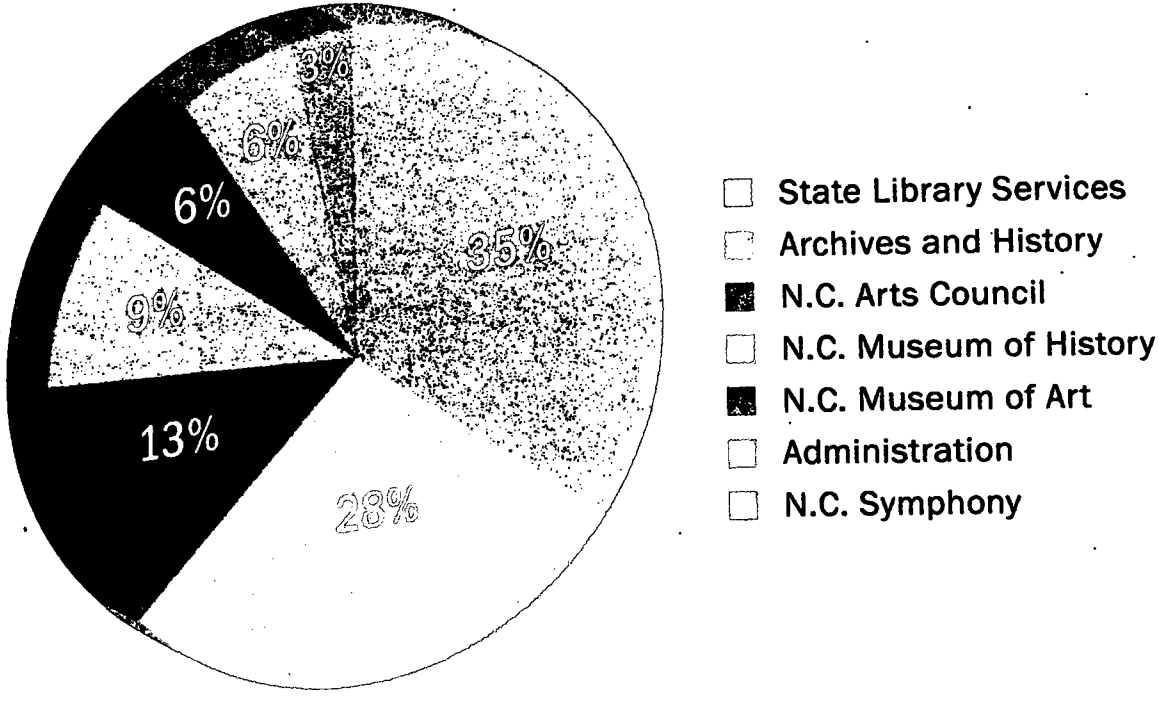
Across Our State



- 19 million served
- Library usage is up dramatically
- 100 million documents in state archives

- 4% of state's workforce in creative industry
- NEA reports that artist unemployment rates climb twice as fast as the general population.

Justifications of Budgets by Agencies and Nonprofits



Justification of Budgets by Agencies and Nonprofits
Miscellaneous Contractual Services



- 1241 – Sites: Maintenance: roof, cleaning
- 1320 – Art: Conservation of permanent collection, special exhibit fees
- 1330 – NCAC: public art conservation, folk life records storage, JAM programs
- 1410/80 – Library: LBPH Braille proof-reader, automation system; Summer Reading program
- 1500 – Museum of History: Native American Day, African American Day, and others

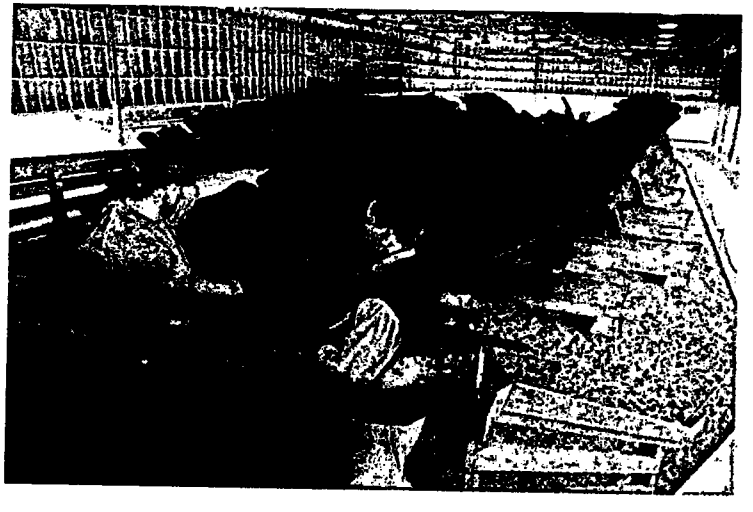
Justification of Budgets by Agencies and Nonprofits

Travel / Related Expenses

- 1210 – Includes Commissions travel
- 1241 – Historic Sites: motor fleet management
- 1330 – NCAC: grant stewardship/technical assistance to grantees and local arts councils
- 1410/80 – Library: Commission; reimbursement to public librarians to attend workshops; Technical assistance
- 1500 – History: Exhibit R&D, sharing artifacts

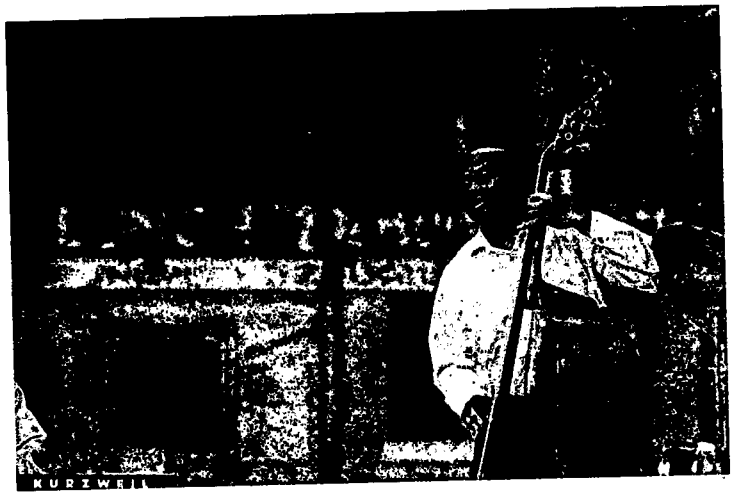
Justification of Budgets by Agencies and Nonprofits

Furniture and Equipment Replacement



- 1120 – Computers
- 1241 – Sites: graphics exhibits lab equipment; weed eaters, painting supplies.
- 1410 – Library: microfilm reader, copier
- 1480 – Federal funds
- 1500 – Museum of History: conservation, shop equipment, vacuums, floor polishers

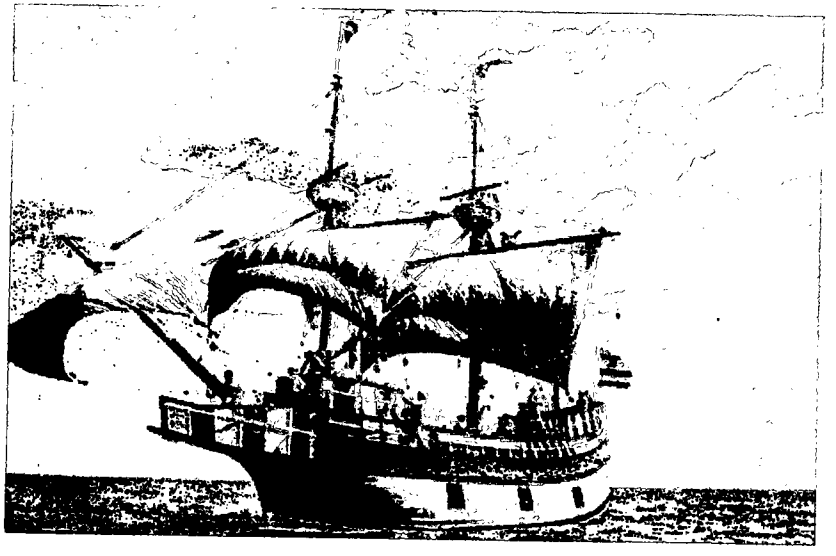
Justification of Budgets by Agencies and Nonprofits
Other Aid and Grants
Direct Appropriations / Grants



- State Aid to public libraries
- North Carolina Arts Council Grassroots Grants
- North Carolina Arts Council Basic Grants
- Direct Appropriations include legislative line items such as Shakespeare festival, Vagabond School of Drama, Lost Colony Theatre and others

Use of Governmental and Proprietary Fund Balances

Roanoke Island Commission and Endowment



Use of Governmental and Proprietary Fund Balances

Roanoke Island Festival Park

- Elizabeth II
- Outdoor Theater
- Film Theater
- Museum
- Settlement Fund

- 75% to Roanoke Island Commission Fund
- 25% to Roanoke Island Endowment Fund



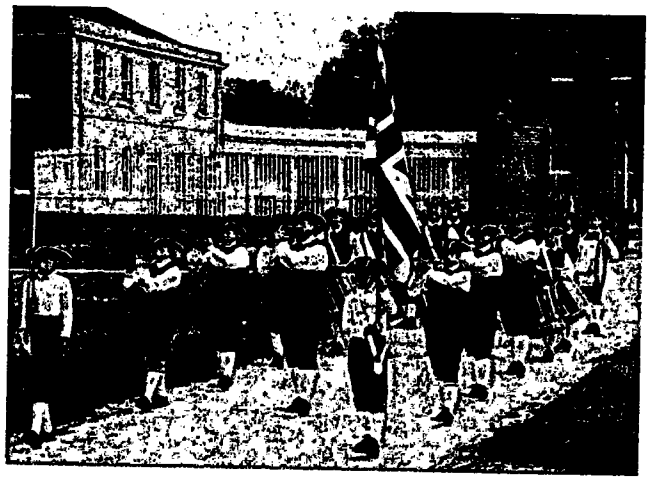
Vacant Positions

- Appropriated positions
- Receipts supported positions
- Federally funded positions

- Flexibility to use vacant position funds for operations
  - Example: Graveyard of the Atlantic

Cultural Resources Fees and Enterprise

Cultural Resources Fees and Enterprise





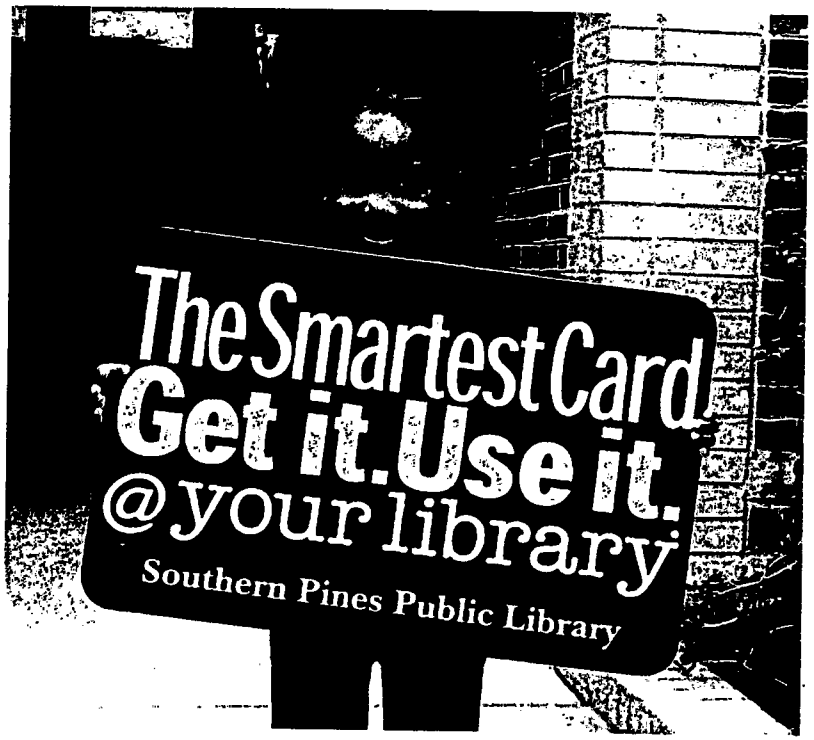
- Archives and Records copying fees are mandated by law not to exceed materials costs
- 36% of Archives operating costs come from fees
- Fees declining as Internet use accelerates
- Technology changes every 3-5 years
- Admission is free at most museums and Sites, except for special exhibitions

Grant Funding Formulas

Grant Funding Formulas

Library –

- General Fund
- 1.5% admin fee
- 50% to counties
- 50% per capita equalization



Grant Funding Formulas

N.C. Arts Council

- Grassroots Grants
  - 20% to 100 counties, 80% per capita
- Basic Grants
  - Panel Review Process
  - Competitive process for arts organizations and individuals
  - Return on investment - $16 to $1



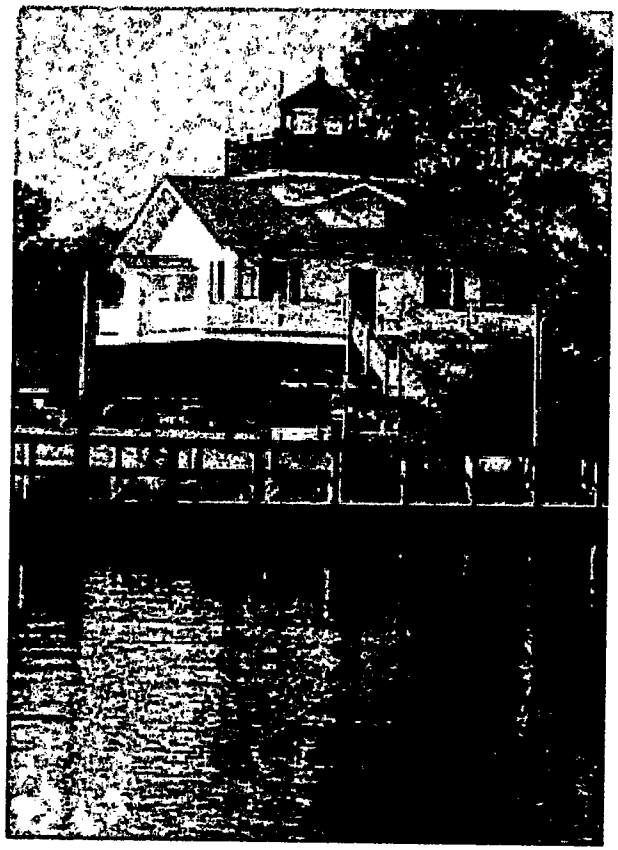
Use of Federal AARA Stimulus Funds

Use of Federal AARA Stimulus Funds



- N.C. Arts Council
  - NC Cultural Trails
  - NEA: help existing jobs; applications for $10K -$30K, awarded after June 1, 2009
  - Organizations that receive stimulus grants directly from NEA are not eligible for Arts Council stimulus grants

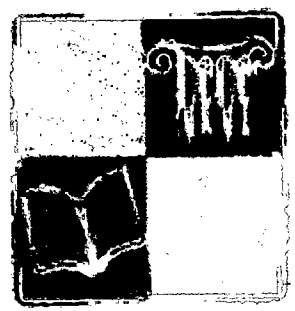
Use of Federal AARA Stimulus Funds



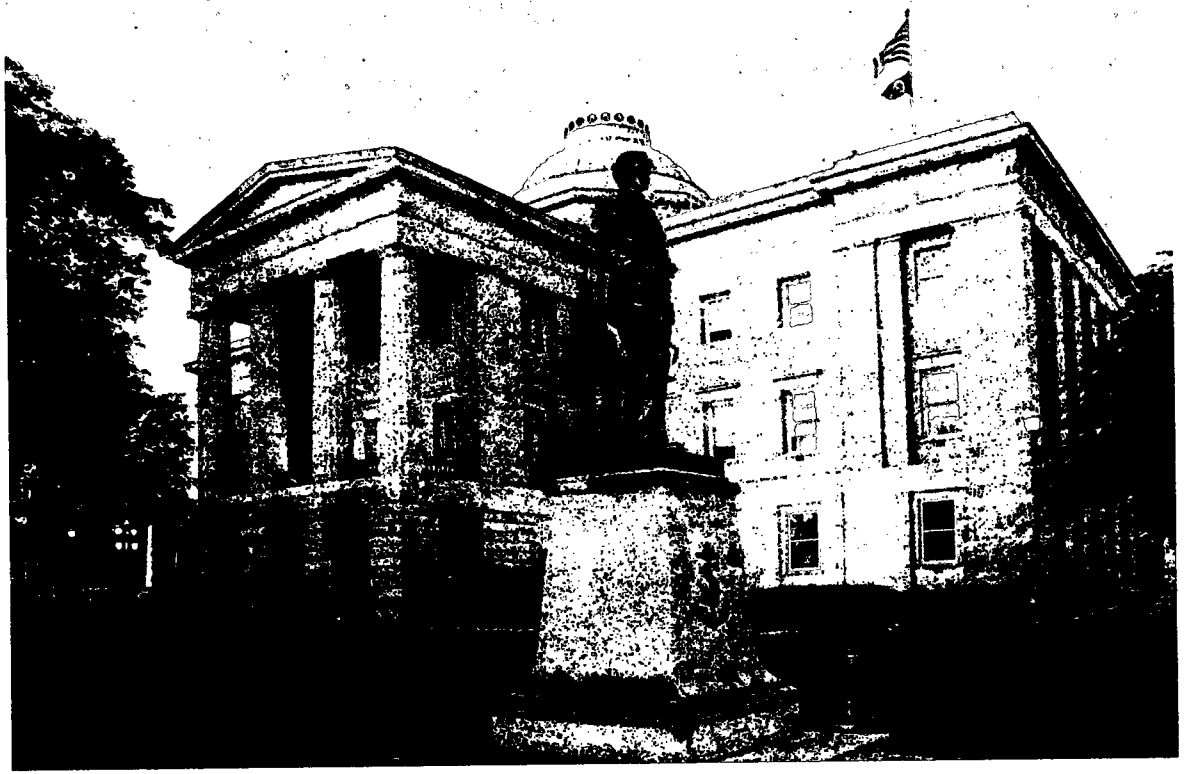
- Archives and History
  - Roanoke River Lighthouse $1.2 million
- Pending applications

Office of the Secretary

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Department of Cultural Resources - JUSTIFICATION OF FY 2009-11 LINE ITEM REQUESTS						
Expenditure Account:						
Fund Code	**Division**	**FY 2007-08 Actual**	**FY 2008-09 YTD**	**FY 2009-10 Requested**	**FY 2010-11 Requested**	**Justification**
Expenditure Account: Contracted Personal Services (531321)						
Fund Code	**Division**	**FY 07-08 Actual**	**FY 08-09 YTD**	**FY 09-10 Request**	**FY 10-11 Request**	**Justification**
NONE		0	0	0	0	
Expenditure Account: Miscellaneous Contractual Services (532199)						
Fund Code	**Division**	**FY 07-08 Actual**	**FY 08-09 Actual**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
1110	Office of the Secretary	$73,652	$6,191	$6,191	$6,191	Personal services contracts funding
1120	Administrative Services	$47	$47	$47	$47	
1210	Archives & History	$28,290	$53,790	$23,790	$23,790	Personal services contracts funding
1220	Historical Publications	$262	$262	$262	$262	2008-09 Authorized
1230	Archives & Records	$1,013	$993	$993	$993	2008-09 Authorized
1241	State Historic Sites	$114,255	$311,103	$311,103	$311,103	2008-09 Authorized
1242	Tryon Palace His Site & Gar	$4,150	$4,150	$4,150	$4,150	2008-09 Authorized
1243	State Capitol/Visitor Services	$0	$0	$0	$0	
1245	NC Maritime Museum	$10,500	$10,500	$10,500	$10,500	2008-09 Authorized
1250	Historic Preservation	$5,500	$0	$0	$0	
1260	Office of State Archeology	$7,300	$1,500	$0	$0	
1290	Western Office	$86	$86	$86	$86	2008-09 Authorized
1320	Museum of Art	$27,958	$370,458	$120,458	$120,458	Personal services contracts funding
1330	NC Arts Council	$967,763	$159,777	$100,920	$100,920	Personal services contracts funding
1340	NC Symphony	$0	$0	$0	$0	
1410	State Library Services	$145,931	$149,767	$109,767	$109,767	Personal services contracts funding
1480	Statewide Programs & Grants	$221,064	$221,064	$221,064	$221,064	2008-09 Authorized
1500	Museum of History	$71,255	$121,255	$106,255	$106,255	Personal services contracts funding
Expenditure Account: Rental/Lease of Equipment (532521 to 532525)						
Fund Code	**Division**	**FY 07-08 Actual**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
1110	Office of the Secretary	$0	$0	$0	$0	
1120	Administrative Services	$0	$0	$0	$0	
1210	Archives & History	$831	$831	$396	$396	
1220	Historical Publications	$0	$0	$0	$0	
1230	Archives & Records	$9,765	$0	$0	$0	

Department of Cultural Resources - JUSTIFICATION OF FY 2009-11 LINE ITEM REQUESTS						
Expenditure Account: RENTAL/LEASE OF EQUIPMENT (532521 to 532525), CONT.						
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1241	State Historic Sites	$0	$0	$0	$0	
1242	Tryon Palace His Site & Gar	$0	$0	$0	$0	
1243	State Capitol/Visitor Services	$0	$0	$0	$0	
1245	NC Maritime Museum	$3,000	$828	$50	$50	
1250	Historic Preservation	$0	$0	$0	$0	
1260	Office of State Archeology	$3,600	$3,600	$0	$0	
1290	Western Office	$0	$0	$0	$0	
1320	Museum of Art	$1,515	$1,515	$860	$860	
1330	NC Arts Council	$1,587	$1,587	$0	$0	
1340	NC Symphony	$30	$30	$30	$30	
1410	State Library Services	$0	$0	$0	$0	
1480	Statewide Programs & Grants	$0	$0	$0	$0	
1500	Museum of History	$0	$0	$0	$0	
Expenditure Account: Travel/Related Expenses (5327xx)						
Fund Code	Division	FY 07-08 Actual	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
1110	Office of the Secretary	$40,657	$38,857	$32,834	$33,475	Sec Office, CI, Internal Auditor travel
1120	Administrative Services	$4,006	$3,006	$2,296	$2,428	Admin Services staff travel
1210	Archives & History	$59,328	$59,428	$40,410	$41,198	Archives & History staff travel
1220	Historical Publications	$2,120	$2,120	$1,763	$1,769	Hist Publications staff travel
1230	Archives & Records	$73,355	$26,120	$17,717	$18,065	Archives & Records staff travel
1241	State Historic Sites	$211,391	$210,648	$231,361	$232,947	SHS staff travel
1242	Tryon Palace His Site & Gar	$11,696	$11,696	$1,951	$1,006	Tryon Palace staff travel
1243	State Capitol/Visitor Services	$714	$714	$937	$946	State Capitol staff travel
1245	NC Maritime Museum	$10,002	$10,002	$9,245	$9,245	NC Maritime Museum staff travel
1250	Historic Preservation	$46,858	$28,477	$13,246	$13,475	Hist Preservaton staff travel
1260	Office of State Archeology	$20,458	$32,437	$2,387	$2,387	OSA staff travel
1290	Western Office	$7,635	$6,985	$7,337	$7,344	Western Office staff travel
1320	Museum of Art	$29,827	$24,827	$27,250	$27,297	Museum of Art staff travel
1330	NC Arts Council	$156,514	$90,064	$109,178	$107,586	NCAC staff travel, board member travel
1340	NC Symphony	$0	$0	$0	$0	
1410	State Library Services	$69,363	$69,363	$57,046	$62,679	State Library staff/board member travel
1480	Statewide Programs & Grants	$73,870	$73,870	$110,396	$111,311	State Library staff/board member travel
1500	Museum of History	$44,625	$44,625	$51,697	$51,811	Museum of History staff travel

Department of Cultural Resources - JUSTIFICATION OF FY 2009-11 LINE ITEM REQUESTS						
Expenditure Account: [redacted]						
Fund Code	**Division**	**FY 2007-08 Actual**	**FY 2008-09 YTD**	**FY 2009-10 Requested**	**FY 2010-11 Requested**	**Justification**
Expenditure Account: Cellular Phone Services (532814)						
Fund Code	**Division**	**FY 07-08 Actual**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
1110	Office of the Secretary	$0	$350	$350	$350	Sec Office staff Blackberry/Cell phone
1120	Administrative Services	$0	$0	$0	$0	
1210	Archives & History	$0	$1,000	$1,000	$1,000	Archives & History staff 2008-09 authorized
1220	Historical Publications	$0	$0	$0	$0	
1230	Archives & Records	$0	$0	$0	$0	
1241	State Historic Sites	$0	$0	$0	$0	
1242	Tryon Palace His Site & Gar	$0	$0	$0	$0	
1243	State Capitol/Visitor Services	$0	$0	$0	$0	
1245	NC Maritime Museum	$0	$0	$0	$0	
1250	Historic Preservation	$0	$0	$0	$0	
1260	Office of State Archeology	$0	$0	$0	$0	
1290	Western Office	$0	$0	$0	$0	
1320	Museum of Art	$0	$0	$0	$0	
1330	NC Arts Council	$3,561	$6,791	$0	$0	
1340	NC Symphony	$0	$0	$0	$0	
1410	State Library Services	$0	$0	$0	$0	
1480	Statewide Programs & Grants	$0	$0	$0	$0	
1500	Museum of History	$0	$0	$0	$0	
Expenditure Account: Furniture and Equipment Replacement Schedules (534500 to 534550)						
Fund Code	**Division**	**FY 07-08 Actual**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
1110	Office of the Secretary	$2,625	$2,625	$1,328	$1,328	Replace old furniture/equipment
1120	Administrative Services	$305,448	$302,748	$327,520	$327,520	Equipment replacement
1210	Archives & History	$19,837	$6,937	$14,337	$14,337	Replace old furniture/equipment
1220	Historical Publications	$5,400	$4,500	$0	$0	
1230	Archives & Records	$81,761	$82,221	$71,881	$71,881	Replace old furniture/equipment
1241	State Historic Sites	$252,640	$238,278	$249,233	$247,033	Equipment replacement
1242	Tryon Palace His Site & Gar	$24,186	$63,440	$61,072	$61,072	Equipment replacement
1243	State Capitol/Visitor Services	$543	$543	$543	$543	Replace old furniture/equipment
1245	NC Maritime Museum	$68,486	-$940	$3,500	$3,500	Replace old furniture/equipment
1250	Historic Preservation	$15,066	$2,416	$64	$64	Replace old furniture/equipment
1260	Office of State Archeology	$12,948	$10,422	-$1,200	-$1,200	
1290	Western Office	$0	$27,855	$27,855	$27,855	Furniture/equipment for O'teen Center
1320	Museum of Art	$23,020	$52,312	$4,841	$4,841	Replace old furniture/equipment

Department of Cultural Resources - JUSTIFICATION OF FY 2009-11 LINE ITEM REQUESTS						
Expenditure Account: FURNITURE & EQUIPMENT REPLACEMENT Schedules (534500 - 534550) CONTINUED						
Fund Code	**Division**	**FY 2007-08 Actual**	**FY 2008-09 YTD**	**FY 2009-10 Requested**	**FY 2010-11 Requested**	**Justification**
1330	NC Arts Council	$5,565	$1,398	$1,398	$1,398	Replace old furniture/equipment
1340	NC Symphony	$0	$0	$0	$0	
1410	State Library Services	$63,625	$63,625	$37,145	$37,145	Purchase other equipment
1480	Statewide Programs & Grants	$75,000	$75,000	$75,000	$75,000	Purchase computer/printer equipment
1500	Museum of History	$183,606	$163,288	$75,950	$75,950	Equipment replacement
Expenditure Account: Discretionary Grants (5364AA)						
Fund Code	**Division**	**FY 07-08 Actual**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 2010-11 Requested**	**Justification**
		0	0	0	0	
Expenditure Account: Directed Grants (5366AA)						
Fund Code	**Division**	**FY 07-08 Actual**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
		0	0	0	0	
Expenditure Account: Loans (5367AA)						
Fund Code	**Division**	**FY 07-08 Actual**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
		0	0	0	0	
Expenditure Account: Other Aid and Grants (5369AA)						
Fund Code	**Division**	**FY 07-08 Actual**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
	DCR 14800	$29,604,939	$31,191,390	$28,918,075	$28,918,075	State Aid to Public Libraries and NC Arts Council Basic Grants and Grassroot Grants
Expenditure Account: Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)						
Fund Code	**Division**	**FY 07-08 Actual**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
	DCR 14800	$1,848,300	$1,176,000	$617,488	$617,488	Legislative Direct Appropriations - passes through DCR Budget

Dep...nent of Cultural Resources - Governmental & Propr...ry Fund Balances (Special Funds)					
Roanoke Island Commission and Endowment					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Department of Cultural Resources	Roanoke Island Commission & Endowment (24802)				
	Roanoke Island Commission (2584)	G.S. 143B-131.2,	$523,464	Operate and admisister Roanoke Island Festival Park	Special non-reverting fund
	Roanoke Island Commission Endowment (2585)	G.S. 143B-131.8	$2,223,357	Expenses of RIC, operate/maintain property	Admission receipts, gifts, donations

RIC (ROANOKE ISLAND COMMISSION)

Friends of Elizabeth II

RIFP

Elizabeth II
Outdoor Theater
Film Theater
Museum
SETTLEMENT FUND

24802

2584 RIC Fund — $ → 75%

$ → 2585 RIC Endowment Fund — $ → 25%

(5)

DCR VACANCY REPORT

DCR VACANCY REPORT

Organizational Unit		PMIS 15-Digit Positi	Position		Job Pay Group	Pos City	Funding Source	Cal Mth/Yr Date Vacant	APR 2009 Budget Amount $	APR 2009 Number of Days Vacant	APR 2009 Position FTE	APR 2009 PT FTE Positions	APR 2009 FT FTE Positions
20000123	CR CDS MOA Security OPS Gallery 3	#	65005186	Security Guard	GR58	Raleigh	Appropriated	07/01/2008	24,861.00	296	1.0000		1.0000
20000123	CR CDS MOA Security OPS Gallery 3	#	65005187	Security Guard	GR58	Raleigh	Appropriated	07/01/2008	24,861.00	296	1.0000		1.0000
20000123	CR CDS MOA Security OPS Gallery 3	#	65005188	Security Guard	GR58	Raleigh	Appropriated	07/01/2008	24,861.00	296	1.0000		1.0000
20000123	CR CDS MOA Security OPS Gallery 3	#	65005189	Security Guard	GR58	Raleigh	Appropriated	07/01/2008	24,861.00	296	1.0000		1.0000
20000123	CR CDS MOA Security OPS Gallery 3	#	65005190	Security Guard	GR58	Raleigh	Appropriated	07/01/2008	24,861.00	296	1.0000		1.0000
20000123	CR CDS MOA Security OPS Gallery 3	#	65005191	Security Guard	GR58	Raleigh	Appropriated	07/01/2008	24,861.00	296	1.0000		1.0000
20010124	CR CABSEC Chief Deputy Secretary	480101000001022	60083260	Assistant To The Chief Deputy Secretary	GR64	Raleigh	Appropriated	02/21/2009	28,069.00	61	1.0000		1.0000
20010129	CR CDS Capital Projects Unit	480808010002706	60083951	Engineer	31000120	Raleigh	Appropriated	07/19/2008	56,000.00	278	1.0000		1.0000
20010142	CR CDS A&H HIS RES HIST PUB Gen & Period	480202000202096	60083327	Historic Publications Editor I	GR65	Raleigh	Receipts	09/01/2008	31,622.00	234	1.0000		1.0000
20010151	CR CDS A&H HIS RES A&R ST AR Gov Electro	480203040002195	60083367	Archives & Records Professional	31000255	Raleigh	Appropriated	11/01/2008	22,852.00	173	1.0000		1.0000
20010156	CR CDS A&H HIS RES A&R ST AR Rec Branch	480203040002226	60083385	Office Assistant IV	GR59	Raleigh	Appropriated	09/01/2008	18,975.00	234	1.0000		1.0000
20010160	CR CDS A&H HIS RES A&R ST AR IM Digital	480203040002222	60083382	Processing Assistant IV	GR59	Raleigh	Appropriated	11/14/2008	26,878.00	160	1.0000		1.0000
20010165	CR CDS A&H HIS RES A&R ST AR COLL Micro	480203040002218	60083379	Processing Assistant IV	GR59	Raleigh	Appropriated	09/01/2008	16,576.00	234	1.0000		1.0000
20010182	CR CDS A&H HIS SITES OR EAST REG Bentonv	480204060002359	60083449	Historic Interpreter III	GR62	Newton Grove	Appropriated	04/10/2009	32,075.00	13	1.0000		1.0000
20010193	CR CDS A&H HIS SITES OR WEST REG Polk	480204050002357	60083447	Maintenance Mechanic II	GR61	Pineville	Appropriated	09/15/2008	36,708.00	220	1.0000		1.0000
20010209	CR CDS A&H HIS SITES OR PIED Stagville	480204220002463	60083513	Maintenance Mechanic II	GR61	Durham	Appropriated	01/31/2009	27,544.00	82	1.0000		1.0000
20010216	CR CDS A&H HIS SITES TP AD Security	480205000202554	60083600	Security Guard	GR58	New Bern	Receipts	02/28/2003	24,861.00	2,246	1.0000		1.0000
20010217	CR CDS A&H HIS SITES TP AD Mus Serv	480205000202557	60083602	Museum Specialist	GR66	New Bern	Receipts	11/15/2003	32,796.00	1,986	1.0000		1.0000
20010219	CR CDS A&H HIS SITES TP AD Grounds	480205000002526	60083569	Horticulture/grounds Technician	GR60	New Bern	Appropriated	10/29/2008	29,496.00	176	1.0000		1.0000
20010225	CR CDS A&H HIS SITES TP AD Gift Shop	480205000202553	60083599	Sales Manager I	GR56	New Bern	Receipts	10/31/2006	26,267.00	905	1.0000		1.0000
20010227	CR CDS A&H HIS RES His Preservation Off	480207010002605	60083616	Administrative Secretary III	GR62	Raleigh	Federal	09/01/2008	37,942.00	234	1.0000		1.0000
20010234	CR CDS A&H HIS RES HPO Environmen Review	480207010002661	60083623	Historic Preservation/restora Spe II	GR70	Raleigh	Appropriated	07/30/2008	44,050.00	267	1.0000		1.0000
20010234	CR CDS A&H HIS RES HPO Environmen Review	480207100202635	60083630	Historic Preservation/restora Spe II	GR70	Raleigh	Receipts	08/31/2007	48,479.00	601	1.0000		1.0000
20010234	CR CDS A&H HIS RES HPO Environmen Review	480207100202640	60083633	Processing Assistant V	GR61	Raleigh	Receipts	01/01/2009	33,131.00	112	1.0000		1.0000
20010236	CR CDS A&H HIS RES Western Office	480209000002850	60083644	Archives And History Regional Supervisor	GR72	Asheville	Appropriated	11/01/2008	44,225.00	173	1.0000		1.0000
20010236	CR CDS A&H HIS RES Western Office	#	65005183	Librarian Professional	31000251	Asheville	Appropriated	07/01/2008	35,585.00	296	1.0000		1.0000
20010237	CR CDS A&H MOH NC MARITIME MUSEUM	480210000002890	60083649	Museum Curator	GR70	Beaufort	Appropriated	10/16/2008	64,123.00	189	1.0000		1.0000
20010239	CR CDS A&H MOH NC MARITIME MUS Education	480210000002895	60083654	Associate Museum Curator	GR68	Beaufort	Appropriated	12/01/2008	46,929.00	143	1.0000		1.0000
20010242	CR CDS A&H MOH NC MARITIME MUS Southport	480210000002909	60083666	Hist. Interpreter II	GR60	Beaufort	Appropriated	05/01/2008	26,584.00	357	1.0000		1.0000
20010252	CR CDS A&H HIS SITES RIFP Educ/Int	480250000202946	60083694	Deputy Director for Education, RIFP	31000300	Manteo	Receipts	12/17/2007	65,000.00	493	1.0000		1.0000
20010255	CR CDS A&H HIS SITES RIFP Visit Serv	480250000202964	60083710	Processing Assistant III	GR57	Manteo	Receipts	05/01/2008	26,046.00	357	1.0000		1.0000
20010256	CR CDS A&H HIS SITES RIFP Main Mechans	480250000202967	60083713	Maintenance Mechanic III	GR63	Manteo	Receipts	06/01/2008	39,177.00	326	1.0000		1.0000
20010261	CR CDS MOA Educational Service	480302000003133	60083742	Art Museum Assistant Curator	GR66	Raleigh	Appropriated	01/01/2009	58,995.00	112	1.0000		1.0000
20010276	CR CDS MOA Security OPS Gallery 1	480302000003271	60083784	Security Guard	GR58	Raleigh	Appropriated	12/12/2008	24,861.00	132	1.0000		1.0000
20010280	CR CDS ST LIBRARY ADID LD Echo	480401000004104	60083816	Library Professional	31000251	Raleigh	Appropriated	11/01/2008	55,234.00	173	0.8270		0.8270
20010280	CR CDS ST LIBRARY ADID LD Echo	480401000004104	60083816	Library Professional	31000251	Raleigh	Federal	11/01/2008	11,554.00	173	0.1730		0.1730
20010280	CR CDS ST LIBRARY ADID LD Echo	480401000004830	60083824	Library Professional	31000251	Raleigh	Federal	11/01/2008	38,464.00	173	1.0000		1.0000
20010283	CR CDS ST LIBRARY LSS Info Serv Branch	480402000004140	60083831	Library Professional	31000251	Raleigh	Appropriated	09/15/2008	41,055.00	220	1.0000		1.0000
20010287	CR CDS ST LIBRARY LSS Digital Info Mgmt	480401000004466	60083820	Library Professional	31000251	Raleigh	Federal	06/01/2004	58,500.00	1,787	1.0000		1.0000
20010287	CR CDS ST LIBRARY LSS Digital Info Mgmt	480402000004172	60083841	Library Clerk III	GR57	Raleigh	Appropriated	01/30/2009	28,282.00	83	1.0000		1.0000
20010287	CR CDS ST LIBRARY LSS Digital Info Mgmt	480403000004465	60083855	Library Professional	31000251	Raleigh	Federal	06/30/2008	40,922.00	297	1.0000		1.0000

DCR VACANCY REPORT, CONT. 7

20010289	CR CDS ST LIBRARY LSS Metadata/Catalog..	480403000004432	60083847	Library Professional	31000251	Raleigh	Appropriated	02/12/2009	40,244.00	70	1.0000		1.0000
20010294	CR CDS ST LIBRARY LSS LBPH Materials	480404000004717	60083888	Processing Assistant II	GR54	Raleigh	Appropriated	10/01/2008	24,598.00	204	1.0000		1.0000
20010307	CR CDS ARTS COUNCIL AD Visual Arts	480603000003474	60083915	Arts Program Administrator	GR71	Raleigh	Appropriated	12/13/2008	38,790.00	131	0.7500	0.7500	
20010322	CR CDS A&H MOH INT OPS Collections	480808010002735	60083973	History Museum Conservator	GR68	Raleigh	Appropriated	09/16/2008	35,337.00	219	1.0000		1.0000
20010333	CR CDS A&H MOH MUS OF ALBE Maintenance	480808020022820	60084043	Security Guard	GR58	Elizabeth City	Appropriated	04/10/2009	24,861.00	13	1.0000		1.0000
20010342	CR CDS A&H HIS SITES B'SHIP Maint	481000000003886	60084061	Battleship Memorial Promotion Director	GR70	Wilmington	Receipts	02/01/2009	40,950.00	81	1.0000		1.0000
20010342	CR CDS A&H HIS SITES B'SHIP Maint	481000000003929	60084071	Maintenance Mechanic IV	GR65	Wilmington	Receipts	01/08/2005	31,622.00	1,566	1.0000		1.0000
20010342	CR CDS A&H HIS SITES B'SHIP Maint	481000000003997	60084076	Building & Environmental Technician	30005055	Wilmington	Receipts	01/01/2009	27,599.00	112	1.0000		1.0000
20012249	CR CDS MOA Security OPS Access & Control	480302000003288	60083795	Security Guard	GR58	Raleigh	Appropriated	11/17/2008	24,861.00	157	1.0000		1.0000
20012249	CR CDS MOA Security OPS Access & Control	480302000003310	60083804	Security Guard	GR58	Raleigh	Appropriated	05/07/2008	24,861.00	351	1.0000		1.0000
20013164	CR CDS A&H HIS SITES OR EAST SMRSET Ops	480204170002443	60083505	Historic Interpreter I .	GR58	Creswell	Appropriated	04/01/2009	24,861.00	22	1.0000		1.0000
20013166	CR CDS A&H HIS SITES TP MUS SRV VisCntr	480205000002558	60083589	Processing Assistant IV	GR59	New Bern	Appropriated	01/01/2009	28,952.00	112	1.0000		1.0000
20013419	CR CDS A&H MOH Graveyard of Atlantic	480808050022849	60090511	Museum Curator	GR70	Hatteras Island	Appropriated	07/01/2007	38,174.00	662	1.0000		1.0000
20013419	CR CDS A&H MOH Graveyard of Atlantic	480808050022851	60090513	Museum Specialist	GR66	Hatteras Island	Appropriated	07/01/2007	32,796.00	662	1.0000		1.0000
20013419	CR CDS A&H MOH Graveyard of Atlantic	480808050022852	60090514	Museum Exhibit Designer	GR68	Hatteras Island	Appropriated	07/01/2007	6,626.00	662	0.1300	0.1300	
20013972	CR CDS ST LIBRARY LSS Gov Docs	480402000004164	60083839	Library Technician	31000250	Raleigh	Appropriated	11/17/2008	34,150.00	157	1.0000		1.0000
Overall Result									1,908,305.00	X	54.8800	0.8800	54.0000

Positions Vacant More than Six Months as of January 1, 2009

Appropriated Positions:

(7) FTE Security Guard Positions at Museum of Art @ $24,861 = $174,027
(1) FTE Library Professional @ $35,585
(1) FTE Hatteras Island Museum Curator @ $38,174
(1) FTE Hatteras Island Museum Specialist @ $32,796
(.13) Hatteras Island Exhibit Designer @ $6,626

Receipts Supported Positions:

(8) FTE Receipts Supported Positions totaling $294,248

Federally Supported Positions:

(2) FTE Federally Supported Positions totaling $99,422

(8)

INCREASE O.....PLEMENT FEES						
Fee Name	**Statutory Provision**	**Entities Affected**	**Date of Last Fee Increase**	**Current Fee**	**Amount of Revenue**	**Notes**
Fund 1250 - DCR - Division of Historical Resources, State Historic Preservation Office 4/21/2009						
Tax Credit Review (Fund 2650)	105-129.36A		none	$250 to $7,750	$119,250 for FY 07-08	Graduated fee depending on qualified rehabilitation expenditures (fee form is attached in email)
Photo Copying (Fund 1250 100 434134)	121-4, 14		not known	.10 to .20 per copy/$5 for certificate of listing	$214.85 for FY 07-08	
Publication Sales (Fund 1250 100 434310)	121-4, 14			varies	$139.5 for FY 07-08	
Photography Services (Fund 106 434134)	121-4, 14		Jan. 2008	$1 to $10	$8,389.15 for FY 07-08	Fee is based on service provided (fee form is attached in email)
				Total Fees:	**$127,993.50**	
Fund 1230 - DCR - Division of Archives and Records					FY 07-08	36% of operations comes from receipts in division
						Storage of records free/duplication is at cost
Search fees	121-5(d)	Out of State	2001	$20	$31,480	Out of state requests for copies of public reco
Photostatic copies of public records	G.S. 121-5(d); 132-6.	Any one	2001	varies- at cost	$21,511.11	
Digital images and prints of public records	G.S. 121-5(d); 132-6.	Any one	2008	varies- at cost	$15,730.25	Note: There is limited opportunity to increase
Certified copies of public records	G.S. 121-5(d); 132-6.	Any one	2001	varies - at cost	$930	existing fees because general statute regulates
Original microfilm creation	G.S. 121-5(d); 132-6.	Any one	2001	min. order $18	$232.60	such fees not to exceed actual cost.
Duplicate microfilm	G.S. 121-5(d); 132-6.	Any one	2001	varies	$78,626.41	
Photographic prints (black and white)	G.S. 121-5(d); 132-6.	Any one	2001	varies	$2,408.27	Opportunity exists to charge a small fee in
Miscellaneous charges	G.S. 121-5(d); 132-6.	y individual or agen	2001			the recording of deeds - .25 - $1 per record.
processing of microfilm for government agencies					$11,690.52	
Box fees	07 NCAC 04M.503	state agencies	2001		$29,472.56	Box fees for record storage at State Records
				Total Fees:	**$192,081.72**	
Fund 1220 - DCR - Division of Historical Publications						
Usage fee - material under U.S. Copyright in the name of the Office of Archives and History	None	Historical Publications & General Public	2005	Not to exceed $25.00	Approx. $250 annually	Fee does not apply to non-profit organizations
Photocopying fee for out of print material	G.S. § 132-6.2(b)	Historical Publications & General Public	1995 (Session Laws, 1995, c.388, s.3)	$0.10 per page	Approx. $100 annually	Legislation restricts photocopy fees to actual reproduction costs (currently $0.10 per page). This should be increased.
Shipping fees	None	Historical Publications & General Public	Nov-07	Sliding scale	Approx. $14,000 annually	Shipping fees are scaled and are based on actual costs to ship by UPS. The public will not accept any increase to this fee.
				Total Fees:	**$14,350**	

INCREASE OR IMPLEMENT FEES						
Fee Name	**Statutory Provision**	**Entities Affected**	**Date of Last Fee Increase**	**Current Fee**	**Amount of Revenue**	**Notes**
Fund 1241 - DCR - State Historic Sites						
1241-223 Bath Tour	121-4 (8)&(9); 143B-62(2)d	Historic Bath	Original	$1.00 / $.50	$1,185	Percentage of receipts go to historic site;
1241-237 Edenton Tour	07 NCAC 04N .0202 (c)	Historic Edenton	1990	$12.00 / $1.00	$4,696	
1241-240 Reed Panning Fee	121-4(8), G.S. 121-7(3), G.S. 121-9	Reed Gold Mine SHS	Original	$2.00 / $1.50	$49,013	Over-realized revenues are lost to the general fund and varies year to year.
1241-244 Wolfe Tour	121-4(8), 121-4(9), 143B-62(2)d.	Thomas Wolfe Memorial SHS	Original	$1.00 / $.50	$8,440	
1242 Tryon Palace	121[illegible]21.1 G.S 121-48 (8), (9); 143b-62 (2) d; 143b-10 (j)	Tryon Palace Historic Site and Gargens	2008	$15.00 / $6.00	$525,898	Non-reverting but receipts sustain operations
2584 Roanoke Island Festival Park	143B-131.2(6)	Roanoke Island Festival Park / Elizabeth II	2006	$13.00 / $3.75	$258,151	Non-reverting but receipts sustain operations and a percentage can revert to Roanoke Island Endowment Fund
Fund 1290 - DCR - Western Office						
Photography services	121- 4(14)	Any one	2006	See notes	**$500 - $1,500**	Prices vary - ranging from .10 for photocopies to $10 to develop & enlarge proofs
Services include photocopies, Black and white film, black and white print services, digital services, slide film services						Prices generally reflect an actual cost - regulated by Archives & History - statute limitations on fees
Fund - 1410 - DCR -State Library						
State Library Continuing Education Registration	GS 125-2		7/1/2003	Varies	**$9,000**	

Fund 1480 - DCR - Statewide Programs and Grants - Changes to Funding Formulas

Program Name	Recipients of Funding	Current Statutory Policy of Allocation	Current Amount of Funding	Formula Calculation	Notes
Aid to Public Libraries Fund	77 legally established public library systems.	G.S. 125-7	**$15,776,010**	The current formula includes two components:	
			2008-2009 recurring		
Please note: The level of federal grants is determined by the state level and requires matching dollars - thus, a reduction in state funding correlates to a reduction of federal funds.	Every public library in the state receives funding and is critical for the smaller counties.			1) A block grant: one-half of the appropriation is divided equally among the qualifying library systems. Each county receives one grant, and a regional library receives a block grant for each county plus an additional one for the region. Municipal libraries do not receive a block grant.	
				2) Per Capita Equalization Grant: one-half of the appropriation is allocated under a weighted per capita grant inversely proportional to the average per capita income of people residing in the library's legal service area.	
				The block grant and the per capita income equalization grant are combined to form the annual State Aid appropriation to each library system.	

Fund 1330 - DCR - NC Arts Council - Changes to Funding Formulas

Grassroots Arts Program	Local Arts Councils and other community arts groups	G.S. 143 B-121 through 125	**FY 08-09 $3,210,245 Inc. non-rec.**	20% of the Grassroots Arts grants is distributed in equal grants across all 100 counties; 80% is distributed by population base; Ind. Grants are then made locally.	
Basic Grants Appropriation	General Support and Projects		**FY 08-09 $4,048,320 Inc. non-rec.**	Arts organizations and individuals are eligible for basic grants; competitive; Selected by panel review process	

North Carolina Department of Cultural Resources
Office of the Secretary

Beverly Eaves Perdue, Governor **Linda A. Carlisle, Secretary**

Memorandum

To: Chairmen Underhill and Fisher; Vice-Chairs Steen & Tucker; & Representatives Brown, Cleveland, Floyd, Mills, and Whilden

From: Secretary Linda Carlisle

Date: April 28, 2009

Re: Department of Cultural Resources use of Federal American Recovery and Reinvestment Act (ARRA) Funds

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There are two divisions within the Department of Cultural Resources that will receive dollars from the economic stimulus package, Archives and History and the North Carolina Arts Council. How they each plan to use these funds are as follows:

North Carolina Arts Council

- The ARRA Funds included $50 million for the National Endowment for the Arts (NEA) "to be distributed in direct grants to fund arts projects and activities which preserve jobs in the non-profit arts sector threatened by declines in philanthropic and other support during the current economic downturn."

  With stimulus funds from the NEA, the North Carolina Arts Council will distribute Creative Workforce Grants. These grants will range from $10,000 to $30,000 and will support the preservation of critical jobs in the arts and artists' contracts.

  Local arts councils, statewide service organizations, and organizations that currently receive General Support and Outreach grants from the Arts Council will be eligible to apply. Organizations must have a budget of at least $100,000 and at least 1 full-time staff member. The application deadline is June 1, 2009. **Organizations that receive a stimulus grant directly from the NEA will not be able to receive a stimulus grant from the North Carolina Arts Council.**

- There are four cultural trails projects that were submitted for funding through the Department of Transportation (DOT) enhancement fund: African American Music Trails, Blue Ridge Music Trails, N.C. Pottery Highway, and Historic Happy Valley. The total amount requested was $812,000 of which 76.5 percent or $612, 500 is slated for funding. Money for these trails will go towards signage, interpretive panels, information kiosks, greenway enhancement, printing trials maps, and landscape design among other things.

MAILING ADDRESS:
4601 Mail Service Center
Raleigh, NC 27699-4601

Telephone: (919) 807-7250
Fax: (919) 733-1564

LOCATION:
109 East Jones Street
Raleigh, NC 27601

Archives and History

Through partnering with the DOT, the Division of Archives and History will receive $1.2 million dollars in economic stimulus enhancement funds for the restoration of the 1886 Roanoke River Lighthouse at Historic Edenton State Historic Site in Chowan County.

The last of 16 screw-pile lighthouses that once guarded North Carolina rivers and sounds, the lighthouse was originally located at the mouth of the Roanoke River directly across from Edenton and functioned as a guide to maritime transportation in the area. It was moved to the waterfront and acquired by the State of North Carolina in 2007. Money from the stimulus package will provide a permanent foundation system for the lighthouse and a complete exterior restoration. Wayside exhibits will also be installed to interpret the structure which will be open for public tours.

The Department of Cultural Resources will continue to seek funding to complete the interior restoration as a light keeper's residence. The lighthouse will be a major tourist attraction that will interpret maritime transportation history for the public.

MAILING ADDRESS:
4601 Mail Service Center
Raleigh, NC 27699-4601

Telephone: (919) 807-7250
Fax: (919) 733-1564

LOCATION:
109 East Jones Street
Raleigh, NC 27601

VISITOR REGISTRATION SHEET

Gen. Government

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Melanie Soles	DCR
Joe Newberry	DCR
Carl Dean	DSP
Jeffrey Crow	DCR
Keith Hardison	DCR
Mary Boone	DCR
Mary Regan	DCR
Debra Dew	"
Melanie Soles	"
Greg Perez	"
Mark Stanley	SEARC

VISITOR REGISTRATION SHEET

General Gaverment
Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Thomas Cheek	OSC
Kara Wells	Arts North Carolina
Jack Hubbard	OSBM
June Michaux	DOA
Speros Plegge	DOA

House Pages

Name of Committee: Gen Govt. **Date:** 4-28-09

1. Name: Reese Miller
   County: Wake
   Sponsor: Mr. Paul Stam
2. Name: Charles Marsh
   County: Cabarrus
   Sponsor: Barnhart
3. Name: _____
   County: _____
   Sponsor: _____
4. Name: _____
   County: _____
   Sponsor: _____
5. Name: _____
   County: _____
   Sponsor: _____

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Martha Tannich
3. Name: _____
4. Name: _____

8:35 am Call to Order
9:40 A adjorn

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

DATES 8:30am	4/28/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair															
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills	✓														
Rep. Jane Whilden	✓														
Michele Nelson	✓														
Claire Hester	✓														
Judy Turner SAA															
Martha Parrish SAA															
Reese Miller Page															
Charles Marsh Page															

Appropriations Subcommittee on General Government
Minutes

Room 1425

April 28, 2009

2:00 P.M.

The Appropriations Subcommittee on General Government met on April 28, 2009, at 2:00 p.m. in room 1425 LB. Representative Susan Fisher chaired the meeting.

Rep. Fisher called the meeting to order at 2:05 p.m. In addition to Chairman Susan C. Fisher, also present were Representative Alice Underhill, Chair; Representative Fred Steen, Vice Chair; Rep. Russell Tucker, Vice Chair; Representative Larry Brown, Representative George Cleveland, Representative Elmer Floyd, and Representative Jane Whilden. Staff present: Michele Nelson, Claire Hester and Sarah Poteat. She introduced the pages, Colby White from Stokes County who is sponsored by Rep. Bryan Holloway, Committee Clerk Lynn Tennant and Sergeant at Arms Judy Turner and Martha Parrish.

Chair Fisher introduces Secretary Britt Cobb of the Department of Administration. Britt Cobb presents that the Department of Administration is the business arm of state government. It includes everything from construction, purchasing, contracting, and vehicles. From the internal and advocacy side, DOA deals with most advocacy groups. The mission is to provide high-quality services effectively, efficiently and economically to its customer, the state. Britt Cob then proceeds to introduce Speros Fleggas, Deputy Secretary in charge of Operations, June Michaux, Deputy Secretary of Internal Services, and Dewey Stephens, Chief Fiscal Officer.

Britt Cobb then proceeds to discuss the Agency for Public Telecommunication, and the Division of Veteran Affairs. Both are referenced in the NC Department of Administration handout, attachment one. He refers to Charlie Smith who can answer specific questions about Veteran Affairs. Britt Cobb, "Looking through the materials, you will notice a lot of vacant positions; we have to keep vacant positions to pay the utility bill. We pay the utility bills for the state; the electric rate, the water rates, and gas. I ask you to keep that in mind when looking at our high rate of vacancies."

Britt Cobb then introduces Speros Fleggas, Deputy Secretary of Government Operations, Dept of Administration. Speros Fleggas then proceeds to go through each division referenced on the NC Department of Administration attachment. Speros Fleggas emphasizes that this agency is about service and dollars. The first three divisions discussed; Surplus Property, Mail Service Center, and Motor Fleet Management Division are receipt supported divisions. There is also Facility Management, State Construction Office, State Property Office, and Purchase and Contract Division. As part of

Government Operations we also have the office of Historically Underutilized Businesses and the State Energy Office, which interact closely with Construction, Purchase and Contract, and Facility Management.

The Mail Service Center processes all incoming and outgoing mail at a cost savings to the state. We have carrier service in all 100 counties, the customers are county government agencies; i.e. schools, universities, and community colleges. Last year 4.5 million pieces of mail were x-rayed, processed and delivered. The goal is to increase automated server to five percent from the previous year which would increase savings. The motor fleets are the vehicles marked with yellow flags. They charge agencies per mile of use for the fleet. Among the cars, 12 are dual fuel ethanol gas cars. Also there are 133 hybrids. Surplus Property recycles in a manner that provides the most benefit to the state, for example, old file cabinets turned into scrap metal. About 23 million in annual sales is generated. There are about 40,000 people that come through the doors of surplus property and it is the number one website for government hits. You can now bid on state surplus property from the comfort of your own home.

The next division is the Facility Management Office, and they look over all the buildings in the downtown complex, Art Museum, Garner Road, and Blue Ridge Road area. They provide routine maintenance and minor alterations for state agencies, and are fully active in energy savings programs. Right now they are maintaining 133 buildings, 43 parking facilities, over 1600 major equipment building items, and 147 elevators. More than 43% of the budget is a direct pass through to pay the electric bill, gas and sewer. The cost of energy is about $2 a square foot to operate facilities.

The State Property Division is referenced on the NC Department of Administration, and manages all property and transactions on behalf of all state agencies, through deeds, leases and licenses, condemnations, and acquisitions and manages all of the state's real property assets and maintains computer inventory. The next agency is the state Construction office; they coordinate and manage the state capitol, including the process of architect selection. Purchasing Contracts serve as procurement and managing priority for all state departments. They are the centralized purchasing authority of the state. The Office for Historically Underutilized Businesses has a bid in advocacy, outreach, and holding training programs on how to do business with the state. The last agency is the State Energy office and is the lead program for energy information, assists the government agencies in making informed policy decisions and also manages the Utilities Saving Program, implemented to cut costs in energy. Another program utilized is the Petroleum Displacement Act that will cut petroleum use by 20% by December.

Speros Fleggas then proceeds to introduce June Michaux the Deputy Secretary of Internal Services and Programs. This area includes seven divisions, with a customer base of citizen and upstate employees. For internal services there are three divisions including the Division of Non-Public Education, State Capitol Police, and State Parking Division. The Division of Non-Public Schools is the only state recognized agency that provides oversight to non-public schools in state. The State Capitol Police provide law enforcement services, and security for state government facilities in Wake County, as

well as to state employees, and daily visitors to the state government complex. The State parking division is also included. This division manages state employee and visitor parking, approx 7,000 spaces within the downtown government complex.

On the Advocacy side there are cuts that are proposed and this is the operation that serves citizens. We are hoping to increase education and outreach, and exposure. The Commission of American Indians helps to alleviate the needs of American Indians. The Council for Women (domestic violence) includes investigations of domestic violence. Other agencies include the Human Relations Commission, the NC Child and Family Leadership Council, North Carolina Internship Council, and the North Carolina State Youth Advisory Council.

June Michaux then proceeds to introduce Dewey Stevens, the Chief Fiscal Officer. Dewey Stevens uses the Justification of 2009-11 biennium item requests. Dewey Stevens referenced page four of the Budget Code sheet, the first two items under FY 2009-10. Most of what is on spreadsheets are grants. Pages 18-25 are a list of all grantees that received money last year and the current year. Page 18 is grantees that received money from the State Energy Office (state funds appropriated from the General Assembly). Also referenced on page 19 are appropriations that show all groups that receive funding from that program. 19 B follows non-profit groups that have received funding for this year. 19A is appropriated money while 19B is divorce filing fees. Pg 20A is sexual assault grant recipients, and appropriated funds. Referenced 21A, which is last year's recipients of MLK grant awards. 23A-C is appropriated funds for domestic violence. On pg 24A monies for domestic violence centers come from marriage license fees and divorce filing fees.

Representative Brown – "There is no relationship in the fees and payments in counties going back to the specific county, is that correct?
Answer – That's right the marriage license fees and divorce license fees are divided dependent on what type of shelter it is.
Chair Fisher – It doesn't matter how much is collected from a particular county from fees, what they are granted is based solely on whether they have a stand-alone shelter
Mel – The fees are divided.

Rep. Floyd- Could we get the total utility bill?
Dewey Stevens – Yes we can get that.
Follow up- If the Human Relations Commission would look at possibly, looking into the EEOC for additional money for that agency. Is there anything with energy and energy efficiency that could reduce the amount we are paying for rental space?

Rep. Whilden- Why is Non-Public Education in DOA?
Stevens-It was previously in the governor's office, and I'm not sure why non-public and public are separated. DOA holds a lot of agencies that don't fit anywhere else.

Rep Floyd – In the efficient program like in Cumberland County, Where did that money go to, on page 21B?

Dewey Stevens- That is recovery act funds, the last page front and back.

Meeting adjourned at 2:47 p.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA
HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
April 28, 2009
2:00 p.m.
Room 1425

Representative Susan Fisher, Chairing
Representative Alice Underhill

2:00	Call to Order	Rep. Fisher
	Agency Presentation	
	Department of Administration	Britt Cobb Secretary
		Speros Fleggas Deputy Secretary
		June Michaux Deputy Secretary
		Dewey Stephens Chief Fiscal Officer
	Adjourn	

NC DEPARTMENT OF ADMINISTRATION

I. DEPARTMENT OVERVIEW

The Department of Administration acts as the business manager for North Carolina state government overseeing Government Operations and Internal Services. Government Operations include building construction, purchasing and contracting for goods and services, managing state vehicles, acquiring and disposing of real property, and operating auxiliary services such as mail services and the sale of state and federal surplus property. Internal Services include the maintenance of state-owned buildings and grounds, police security for state government facilities in Wake County, and parking in the downtown complex. In addition, the Department houses a myriad of advocacy programs and services for diverse segments of the state's traditionally underserved populations.

II. MISSION

The mission of the Department of Administration is to provide high-quality services effectively, efficiently and economically to its customers – the citizens, agencies and communities of North Carolina. Through its history, the Department has evolved to incorporate technologies and procedures to achieve its mission and it continues to seek new methods to improve performance and increase cost savings to our customers.

III. AGENCY STRUCTURE

DIVISIONS

Office of the Secretary

The Secretary's Office houses the Secretary, Senior Deputy Secretary, Deputy Secretary, and the Office of the General Counsel. Along with the Human Resources Officer, Fiscal Officer and Public Information Office, the Secretary's Office provides centralized management and leadership to the Department of Administration.

Agency for Public Telecommunications	
Purpose	To provide information and media services, policy advice, telecommunications leadership and innovation to agencies of government in order to improve transparency and access to government proceedings and services, stimulate and increase citizen participation in and interaction with government, and enhance efficiency in North Carolina's government.

Division of Veterans Affairs	
Purpose	To assist veterans and their families with efficient and quality services by filing claims for all federal, state, and local benefits; training, assisting, and supervising County Veterans Service Officers; and providing Nursing Home Care and burial plots.

Human Resources Management	
Purpose	To provide public personnel administration including employee selection and recruitment, position management, training and development, employee and management relations, EEO guidance, occupational health and safety, and health benefits administration.

Management Information Systems	
Purpose	To provide application development, implementation and maintenance support for all agencies within the Department of Administration.

Office of Fiscal Management	
Purpose	To manage all fiscal activity of the department in conformity with the requirements of the Office

	of State Budget and Management, Office of State Controller, Office of the State Auditor and federal funding agencies.

Public Information Office	
Purpose	To enhance communications with citizens, media, and other governmental agencies through assistance with public inquiries, media relations, news releases, publications, web site, graphics, editing, publicity, and speech writing for the Secretary's executive staff, division directors, and Department employees.

State Environmental Review Clearinghouse	
Purpose	To manage the N.C. Intergovernmental Environmental Review process which notifies potentially affected state/local agencies and the public of proposed state development activities in their jurisdiction and to assist federal agencies in meeting their requirements under the National Environmental Policy Act.

Government Operations

Facility Management Division	
Purpose	To provide a safe and healthy work environment for employees and the general public in a cost effective and energy efficient manner by performing routine, preventive, and emergency maintenance to state facilities owned by and allocated to the Department of Administration and by providing renovation services and other maintenance requests as a billed service to state agencies.

Mail Service Center	
Purpose	To provide mail services to and from state agencies with the highest quality, in the most cost-effective manner, and with a high degree of customer satisfaction.

Motor Fleet Management Division	
Purpose	To provide safe and efficient management, maintenance, repair, and storage of state-owned passenger motor vehicles for all state employees in the performance of their official duties via a centralized source of passenger transportation for all state agencies in the most cost-effective way.

Office for Historically Underutilized Businesses	
Purpose	To promote increased utilization of Historically Underutilized Businesses in the procurement of goods and services, including construction.

Purchase and Contract Division	
Purpose	To serve as the procurement management authority for all state departments, institutions, and agencies, including universities and community colleges by (1) providing purchasing services for effective and economical acquisition of goods and services; (2) making purchasing services available to local governments, local education agencies, charitable non-profit organizations; (3) providing purchasing training to state personnel; (4) conducting compliance reviews; (5) administering the state's E-procurement Program; (6) maintaining the online bid distribution system; and (7) supporting the Office for Historically Underutilized Business goals program.

State Construction Office	
Purpose	To provide professional architectural and engineering services and management leadership to state agencies to assure proper and efficient expenditures by (1) analyzing cost estimates and contracts relating to construction or renovation of state buildings; (2) reviewing and approving all plans and specifications for the construction or renovation of state buildings; (3) supervising of the letting of all contracts for the design, construction or renovation of state buildings; (4)

	inspecting and accepting all work done and materials used in the construction or renovation of state buildings; (5) conducting assessments of state facilities to identify deficiencies, and (6) providing administrative and technical support to the State Building Commission.

State Energy Office	
Purpose	To serve as North Carolina's lead agency for energy programs and services and as the official source for energy information and assistance for consumers, businesses, government agencies, community colleges, and schools.

State Property Office	
Purpose	To manage state property transactions on behalf of state agencies through deeds, leases, easements, licenses, or otherwise; to administer the state's unappropriated and submerged lands; and to maintain a complete and accurate inventory of state owned lands, buildings, and space in buildings for use by state agencies to efficiently and effectively manage their allocated properties.

Surplus Property Division	
Purpose	To dispose of property declared surplus by using agencies and the federal government through transfers or sales to other agencies, political sub-divisions, qualified non-profit tax-exempt organizations, and the public or by recycling in a manner that provides the most benefit to the state and its citizens.

Internal Services

Division of Non-Public Education	
Purpose	To provide oversight to all private elementary/secondary schools, including home schools.

State Capitol Police	
Purpose	To provide law enforcement services, security and property protection for nearly 150 state government facilities in Wake County as well as law enforcement services to more than 23,000 state employees and the thousands of daily visitors to the State Government Complex.

State Parking Division	
Purpose	To provide effective and efficient parking and transportation options that enable employees, departments and visitors to have access to the State Government Complex.

Advocacy Programs

Commission of Indian Affairs	
Purpose	To advocate for the needs of the state's American Indian population.

Council for Women/Domestic Violence Commission	
Purpose	To advise the Governor, legislature and principal state departments on the special needs of women in North Carolina and to improve the state's response to domestic violence.

Human Relations Commission	
Purpose	To advocate for, enforce, and promote equality of opportunity in the areas of housing, public accommodations, government services, and employment and to foster harmonious human relations throughout the state.

Youth Advocacy and Involvement Office	
Purpose	To advocate for children and youth in North Carolina and to enhance their quality of life through individual and class advocacy, opportunities for leadership development, and experiential education.

Board of Award	
Purpose	To review and make recommendations on award of contracts by the Secretary of Administration and Chief Information Officer on contracts to be awarded. G.S. §143-52.1

Board of Public Telecommunications	
Purpose	The board sets policies to be implemented by staff concerning means of meeting the Agency for Public Telecommunications' goals to bring citizens and government closer together, to increase efficiency of government operations and to improve access to government services, all through public telecommunications. The board's goals are to see that each citizen has access to at least one public radio signal and to interconnect public radio. G.S. §143B-426.9

Energy Policy Council	
Purpose	To advise and make recommendations on energy policy to the Governor and the General Assembly. G.S. §113B-1

Martin Luther King, Jr. Commission	
Purpose	The commission works to encourage appropriate ceremonies and activities throughout the state relating to the observance of the legal holiday honoring Martin Luther King, Jr.'s birthday. It also works to promote among the people of North Carolina an awareness and appreciation of the life and work of Martin Luther King, Jr. G.S. §143B-426

Minority Capitol Projects Advisory Board	
Purpose	To develop recommendations to improve the recruitment and utilization of minority businesses involved in state capital projects. G.S. §143B-391

NC Child and Family Leadership Council	
Purpose	Reviews and Advises the Governor in the development of the school-based Child and Family Team Initiative.

North Carolina Commission of Indian Affairs	
Purpose	To deal fairly and effectively with Indian affairs; to bring local, state, and federal resources into focus for the implementation or continuation of meaningful programs for Indian citizens of the State of North Carolina; to provide aid and protection for Indians as needs are demonstrated; to prevent undue hardships; to hold land in trust for the benefit of state-recognized Indian tribes; to assist Indian communities in social and economic development; and to promote recognition of and the right of Indians to pursue cultural and religious traditions considered by them to be sacred and meaningful to Native Americans. G.S. §143B-404

North Carolina Council for Women	
Purpose	The council advises the Governor, the principal state departments and the state legislature concerning the education and employment of women in the State of North Carolina. The council also advises the Secretary of Administration upon any matter the Secretary may refer to it and establishes programs for the assistance of displaced homemakers. G.S. §143B-394

North Carolina Domestic Violence Commission	
Purpose	The commission assesses statewide needs related to domestic violence and assures that necessary services, policies, and programs are provided to those in need. The council also coordinates and collaborates with the N.C. Council for Women in strengthening existing domestic violence programs and establishing new domestic violence programs. G.S. § 143B-393

North Carolina Human Relations Commission	
Purpose	The commission advocates, enforces and promotes equality of opportunity in the areas of housing, fair employment practices, public accommodations, education justice, and governmental services. G.S. § 143B-391

North Carolina Internship Council	
Purpose	To determine the appropriateness of proposals for student interns for specified state offices and departments and to screen, select, and place the selected interns. G.S. §143B-417

North Carolina State Building Commission	
Purpose	The commission develops procedures to direct and guide the state's capital facilities development and management program. G.S. § 143-135.25

North Carolina State Youth Advisory Council	
Purpose	The council advises the youth councils of North Carolina, encourages state and local councils to take an active part in governmental and civic affairs, promotes and participates in leadership and citizenship programs, and cooperates with other youth-oriented groups. It also receives and recommends expenditure of gifts and grants from public and private donors on behalf of the Department of Administration. G.S. §143B-386

Veterans Affairs Commission	
Purpose	The commission advises the governor on matters pertaining to veterans in North Carolina. G.S. §143B-400

COMMISSIONS AND OFFICES LOCATED WITHIN THE DEPARTMENT OF ADMINISTRATION FOR ORGANIZATIONAL OR ADMINISTRATIVE PURPOSES ONLY

The Department of Administration provides administrative support to the following offices:

1. Office of State Personnel
2. Office of the Lieutenant Governor
3. State Board of Elections

The Department of Administration also provides administrative support to the Capital Area Planning Commission, the State Ethics Commission, the License to Give Trust Fund Commission, the Persian Gulf War Memorial Commission, and two entities related to the transition to the next administration, Transition Teams for Governor-Elect and Council of State-Elects and the Committee on Inaugural Ceremonies.

Capital Area Planning Commission	
Purpose	To obtain and maintain up-to-date building requirements for state governmental agencies in Wake County; formulate a long-range capital improvement program as required for state central governmental agencies in Wake County and maintain this program; recommend the acquisition of land as required; recommend to the Governor the locations for state government buildings, monuments, memorials and improvements in Wake County, except for buildings occupied by the General Assembly; and recommend to the Governor the name for any new state government building or any building hereafter acquired by the State of North Carolina in Wake County, with the exception of buildings comprising a part of the North Carolina State University, the Dorothea Dix Hospital, the General Assembly or the Governor Morehead School. G.S. §143B-373

State Ethics Commission	
Purpose	The primary purpose of the State Ethics Commission ("SEC" or "the Commission") is to implement and enforce the State Government Ethics Act ("the Act"), Chapter 138A ("Ethics Act") *and* Chapter 120C ("the Lobbying Law") of the North Carolina General Statutes. The Act establishes ethical standards for certain elected officials, judicial officers, state employees, and appointees to non-advisory state boards and commissions. Like its predecessor entity, the Board of Ethics, the Commission's overall mission is to protect the public interest and maintain the public trust by helping literally thousands of "Covered Persons" and the employing entities with which they are connected identify, address, and avoid conflicts of interest and appearances of conflict of interest as they perform their public duties throughout the state. The Commission is to pursue those goals through multiple means, including education, evaluation (pre-screening) and enforcement. G.S. § 138A

License to Give Trust Fund Commission	
Purpose	The commission works with the Department of Transportation and the Division of Motor Vehicles to maintain a statewide online organ donor website at www.donatelifenc.org. The site enables federally designated organ procurement organizations and eye banks to have timely access to the names of individuals who have stated to the DMV their intent to be an organ donor and have an organ donation symbol on their driver's license or identification card. G.S. § 20-7.5

Persian Gulf War Memorial Commission	
Purpose	To locate and design a proper monument to those who served in the Persian Gulf War. Executive Order 153

EECBG Direct Funding for NC: $58,050,300

State Energy Office	$20,925,300
Asheville	804,700
Burlington	223,900
Cary	1,166,800
Chapel Hill	554,900
Charlotte	6,780,100
Concord	638,800
Durham	2,173,600
Fayetteville	1,652,900
Gastonia	705,700
Goldsboro	183,600
Greensboro	2,554,900
Greenville	777,500
Hickory	209,300
High Point	998,600
Huntersville	175,100
Jacksonville	781,600
Kannapolis	170,300
Raleigh	3,820,400
Rocky Mount	572,100
Wilmington	1,039,900
Wilson	214,900
Winston-Salem	2,262,000
Buncombe	624,800
Cumberland	590,700
Davidson	631,100
Gaston	525,600
Iredell	645,100
Johnston	636.200
Mecklenburg	649,500
Randolph	578,200
Union	751,800
Wake	3,030,300
*Cherokee Indians	253,100

(separate allocation than NC Direct Funding allotment))

State Energy Office

ENERGY

www.energync.net 1-800-662-7131

State Energy Program

ARRA

$3.1 billion provided for State Energy Program (SEP)

- Funds provided to State Energy Offices
- **NC State Energy Office to receive $75.9 million**
- SEO submits application to DOE on May 12th
- DOE Approval in 60 days

State Energy Office
ENERGY
www.energync.net 1-800-662-7131

INSERT BUDGET CODE AND DEPARTMENT NAME - Changes to Funding Formulas				
Please describe current funding formulas and detail how they are calculated.				
Program Name	**Recipients of Funding**	**Current Statutory Policy of Allocation**	**Current Amount of Funding**	**Formula Calculation**
Divorced Filing Fees-17327325	These funds are administered through the NC Council for Women/Domestic Violence Commission, a Division of the Department of Administration. The funds are used to assist displaced homemaker centers throughout the State of NC. The purpose of the grant program is to provide comprehensive services that are available and accessible to all displaced homemakers. Eligibility criteria requires a displaced homemaker center to fulfill all criteria established by the Council and shall be operational for at least two (2) years.	NC GS § 7A-305 (a2) (a) Effective July1, 2007, there is established in the Department of Administration, the North Carolina Fund for Displaced Homemakers. The Fund shall be administered by the NC Council for Women in accordance with Chapter 143C of the General Statutes and shall be used to make grants to up to 35 centers for displaced homemakers. The Council shall make quarterly grants to no more than 35 eligible centers. Grants shall be awarded according to criteria established by the Council pursuant to GS 143B-394.4 (4) and GS 143B-394.5A. The Council shall use no more than ten percent (10%) of these funds for administrative costs. To be eligible to receive grant funds under this section, a displaced homemaker center shall fulfill all of the criteria established by the Council and shall have been operational for at least two years. The Council shall report annually to the Joint Legislative Commission on Governmental Operations on the revenues credited to the Fund, the programs receiving grants from the Fund, the success of thos programs and	Current funding varies due to the way the funds are generated. Grantees are provided with an announced "estimated" amount to be utilized for budget purposes. The estimated amount is based on anticipated revenues from divorce fees along with the amount issued during the most recent fiscal year. ***$50,000 has been the announced estimated amount for the past two fiscal years.***	Displaced Homemaker grantees automatically qualify to receive divorde filing fees. These funds are issued quarterly. The quarterly total amount issued to DOA via AOC is divided by 35 programs. The generated funds are based on the issuance of absolute divorces filed in District Court statewide. All of the displaced homemaker programs receive an equal portion of the divorce filing fee funds.

INSERT BUDGET CODE AND DEPARTMENT NAME - Changes to Funding Formulas					
Please describe current funding formulas and detail how they are calculated.					
Program Name	**Recipients of Funding**	**Current Statutory Policy of Allocation**	**Current Amount of Funding**	**Formula Calculation**	**Notes**
Displaced homemaker grant funds - 1732	The North Carolina General Assembly appropriates state funds each year to be used for services todisplaced homemakers. These funds are administered through the NC Council for Women/Domestic Violence Commission, a division of the Department of Administration. The funds are used to assist displaced homemaker centers throughout the State of North Carolina. The purpose of the grant program is to provide comprehensive services that are available and accessible to all displaced homemakers. Eligibility criteria requires a displaced homemaker center to fulfill all criteria established by the Council and shall be operational for at least two (2) years.	(a) (Effective July 1, 2007) There is established in the Department of Administration the North Carolina Fund for Displaced Homemakers. The fund shall be administered by the North Carolina Council for Women in accordance with Chapter143C of the General Statutes and shall be used to make grants to up to 35 centers for displaced homemakers. To be eligible to receive grant funds under this section, a displaced homemaker center shall fulfill all of the criteria established by the Council and shall have been operational for at least two years. The Council shall report annually to the Joint Legislative Commission on Governmental Operations on the revenues credited to the Fund, the programs receiving grants from the Fund, the success of those programs, and the costs associated with administering the Fund. (b) The Department, upon recommendations by the Council, shall adopt rules to implement the North Carolina Fund for Displaced Homemakers.	$299,245.00	The displaced homemaker grant funds are competitive and the varying amounts are issued based on the applicants ranking. The applicants are reviewed, scored and ranked. 90-100 scores are assessed for varying amounts. Scores that "tie" receive the same award amount. 80-90 scores are assessed for vaying amounts. 70-80 scores are assessed for varying amounts. 60-70 scores are assessed for varying amounts. Amounts differ each year. Amount for FY08-09 ranged from $4,275.00 (lowest) and $16,150.00 (highest).	This amount was reduced by 5% during the present fiscal year. $314,995.00 has historically been the total grant award amount since 2002. The Council for Women discussed implementing a formula during the FY 08-09 review cycle.

BUDGET COI	00 - NORTH CAROLINA DEPARTMENT OF ADMINISTRATION - Changes i		ding Formulas		
Please describe current funding formulas and detail how they are calculated.					
Program Name	**Recipients of Funding**	**Current Statutory Policy of Allocation**	**Current Amount of Funding**	**Formula Calculation**	**Notes**
Sexual Assault Grant Funds - 1734	The North Carolina General Assembly appropriates state funds each year to be used for services to victims of sexual assault. These funds are administered through the NC Council for Women/Domestic Violence Commission, a division of the Department of Administration. The funds are used to establish a grant program for sexual assault centers throughout the State of North Carolina. The objective of the grant program is to provide comprehensive services that are available and accessible to all victims of sexual assault. For purposes of geographical coverage and cost effectiveness, the grant program has historically funded one program per county to provide services for victims of sexual assault.	N.C.G.S § 143B-480.20 State appropriated funds are allocated to agencies for use in maintaining and/or expanding services to victims of sexual assault. After applicants are determined eligible, funds are distributed equally (e.g. funds are non-competitive) to each recipient agency. The NC Coalition Against Sexual Assault is eligible to apply for a grant.	$ 2,750,374.90	Funds are appropriated from the General Fund to the Department of Administration, North Carolina Council for Women, for the sexual assault fund shall be distributed in two shares. The North Carolina Coalition Against Sexual Assault, Inc. and sexual assault services shall receive an equal share of 35% of the funds. Organizations whose services contain sexual assault and domestic violence services or other support services shall receive an equal share of the remaining 65% of funds.	Stand alone sexual assault agencies receive an equal share of 35% of the total state appropriation. Dual agencies (domestic violence and sexual assault) receive an equal share of 65% of the total state appropriation. $3,046,000 was the initial grant award amount. The grant funds have been reduced by 9% during the present fiscal year.

BUDGET CODE 14100 - NORTH CAROLINA DEPARTMENT OF ADMINISTRATION - Changes to Funding Formulas					
Please describe current funding formulas and detail how they are calculated.					
Program Name	**Recipients of Funding**	**Current Statutory Policy of Allocation**	**Current Amount of Funding**	**Formula Calculation**	**Notes**
Marriage License Fees - 1782	The North Carolina General Assembly appropriates state funds each year to be used for services to victims of domestic violence. These funds are administered through the NC Council for Women/Domestic Violence Commission, a division of the Department of Administration. The funds are used to establish a grant program for domestic violence centers throughout the State of North Carolina. The objective of the grant program is to provide comprehensive services that are available and accessible to all victims of domestic violence. These funds may not be used to fund abuser treatment programs. For purposes of geographical coverage and cost effectiveness, the grant program has historically funded one program per county to provide services for victims of domestic violence.	**N.C.G.S §143B-394.10** The applicant is eligible to receive a pro-rata share of the marriage license fees collected in North Carolina pursuant to N.C.G.S. § 143B-394.10 and pro-rata share of the $20 divorce filing fees that go to the domestic violence center fund pursuant to N.C.G.S. § 7A-305(a2). These funds are deposited into the North Carolina Fund for Domestic Violence Programs to be expended in serving domestic violence clients and to provide other services as required by the N.C. Department of Administration. Pursuant to N.C.G.S. § 161-11.2 and N.C.G.S. § 50B-9, $20 of each fee collected, when a marriage license is issued in North Carolina is sent to the Department of Admininnstration for disbursement. These fees are collected by the Registrar of Deeds in every county. The funds are distributed to domestic violence agencies that meet requirements for providing services to victims as set forth by the NC Council for Women/Domestic Violence Commission. Each eligible recipient agency and the N.C. Coalition Against	Varies due to the way the funds are generated. The estimated amount is based on anticipated revenues from marriage license fees along with the amount issued during the most recent fiscal year. ***$20,000 has been the announced estimated amount for the past two fiscal years.***	Domestic violence grantees automatically qualify to receive marriage license fees. These funds are issued quarterly. The generated funds are based on the issuance of marriage license fees collected by the Registrar of Deeds statewide. The quarterly total amount issued to DOA via AOC is divided by 102 programs. All of the domestic violence programs receive an equal portion of the marriage license fee funds with the exception of Gates County - Roanoke Chowan SAFE and Albemarle Hopeline. The two Gates County domestic violence programs have to divide the one equal disbursement in half. Half of the equal disbursement amount will be allocated to the Gates County's RC SAFE and the other half to Gates County's Albemarle Hopeline.	

BUDGET C(	1100 - NORTH CAROLINA DEPARTMENT OF ADMINISTRATION - Change:		nding Formulas		
Please describe current funding formulas and detail how they are calculated.					
Program Name	**Recipients of Funding**	**Current Statutory Policy of Allocation**	**Current Amount of Funding**	**Formula Calculation**	**Notes**
Domestic Violence Grant Funds - 1781	The North Carolina General Assembly appropriates state funds each year to be used for services to victims of domestic violence. These funds are administered through the NC Council for Women/Domestic Violence Commission, a division of the Department of Administration. The funds are used to establish a grant program for domestic violence centers throughout the State of North Carolina. The objective of the grant program is to provide comprehensive services that are available and accessible to all victims of domestic violence. These funds may not be used to fund abuser treatment programs. For purposes of geographical coverage and cost effectiveness, the grant program has historically funded one program per county to provide services for victims of domestic violence.	N.C.G.S § 50B-9 State appropriated funds are allocated to agencies for use in maintaining and/or expanding services to victims of domestic violence. After applicants are determined eligible, funds are distributed equally (e.g. funds are non-competitive) to each recipient agency. The NC Coalition Against Domestic Violence shall receive an amount, as required by statute.	$ 4,579,575.00	Total appropriated amount is divided by 102 programs. All of the domestic violence programs receive an equal portion of the funds with the exception of Gates County - Roanoke Chowan SAFE and Albemarle Hopeline. The two Gates County domestic violence programs have to divide the one equal disbursement in half. Half of the equal disbursement amount will be allocated to the Gates County's RC SAFE and the other half to Gates County's Albemarle Hopeline.	$5,032,500.00 was the initial grant award amount. The grant funds have been reduced by 9% over the fiscal year.

INSERT BUDGET CODE AND DEPARTMENT NAME - Increase or Implement Fees						
Please provide information on any fees your agency charges or plans to charge.						
						registration, Student Double Room-early
						registration, Adult/student Double Room or
						Quad Room.
Registration Fees	GS 143B-387.1	Youth Advocacy & Involvement Office			$ 34,330.00	SADD Conference. The amount of the
						registration fee is dependent on early
						registration, Quad Room w/o scholarship,
						Single Room w/scholarship and Double Room
						w/o scholarship.
Veteran Burial Fee	GS 65-41 through 45	Veterans Burial	7/1/2005	300	$ 166,800.00	
Dependent Burial Fee	GS 65-41 through 45	Veterans Burial	7/1/2005	200	$ 57,900.00	
Registration Fees	GS 126	HRD-Interaction Management	7/1/2007	195	$ 69,624.00	
Superior Court-Criminal Division		Motor Fleet Management		34	$ 34.00	

INSERT BUDGET CODE AND DEPARTMENT NAME - Increase or Implement Fees						
Please provide information on any fees your agency charges or plans to charge.						
Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
Registration Fees	GS 143-128.4	HUB	7/1/2007	250-5000	$ 5,500.00	Registration fees range from $250 $5000
						Depending on the level of Sponsorship
						sponsor contributed too.
Vendor Fees	GS 143-128.4	HUB	7/1/2007	100-250	$ 550.00	Vendor fees range from $100-$250 depending
						the conference attended.
Registration Fees	GS 126	OSP	7/1/2007	450	$ 62,956.83	
Tuition Fees	GS 126	OSP	7/1/2007	75	$ 75.00	
Divorce Filling Fees	GS 7A-305 A2	Displaced Homemakers Program	7/1/2007	55	$ 1,524,383.06	
Registration Fees		Human Relations Commission	7/20/2008	90	$ 8,733.00	
Marriage License Fees	GS 161-112	Council for Women	7/20/2008	20	$ 993,460.00	
Divorce Filling Fees	GS 7A-305 A2	Council for Women	7/20/2008	20	$ 554,273.86	
Fines, Penalties, and Assessments	GS 276	State Ethics Commission	7/1/2007	250	$ 4,255.50	
Registration Fees	GS 143-342.1	OSP	7/1/2007	150	$ 386.00	Computer Lab
Tuition Fees	GS 143-342.1	OSP	7/1/2007	19-55	$ 145,584.00	Tution fees range from $19-$55 depending on
						length of the class. Weather it is a 1/2 day,
						1 day or 2 day computer class.
Registration Fees	GS 143-342.1	OSP	7/1/2007	295	$ 30,529.38	Supervisory Training Program
Registration Fees - User Fees	GS 143-342.1	OSP	7/1/2007	53	$ 53.00	Personnell Devlopment Center
Registration Fees	GS 143-342.1	OSP	7/1/2007	148	$ 28,741.33	Human Resource Conference
Tuition Fees	GS 143-342.1	OSP	7/1/2007	600	$ 1,200.00	Professional Delopment Training
Registration Fees	GS 143-345.18	State Energy Office	7/1/2008	99	$ 4,003.00	Overage of fees from State Energy Office
						Conference FY08. McKimmon Center handled
						all registrations and expenses for the
						conference and excess fees collected after
						paying expense were paid to the State Energy.
Registration Fees	GS 143B-387.1	Youth Advocacy & Involvement Office	FY09	125 to 24(	$ 39,485.00	The Youth Legislative Assembly. The amount
						of the registration fee is dependent on early

Receipts	20001600	ADMIN SO DSOPS MAIL SERVICE CTF	413100000010926	60014383	Mail Clerk II	07-02-2008	25,242.00	293	1.0000
Receipts	20001600	ADMIN SO DSOPS MAIL SERVICE CTF	413100000010929	60014385	Processing Assistant IV	07-17-2008	32,912.00	278	1.0000
Receipts	20001599	ADMIN SO DSOPS MAIL SERVICE CTF	413100000010930	60014386	Processing Assistant IV	11-01-2007	27,252.00	537	1.0000
Receipts	20001597	ADMIN SO DSOPS MAIL SERVICE CTF	413100000010935	60014390	Mail Clerk II	05-01-2007	23,338.00	721	1.0000
Receipts	20001599	ADMIN SO DSOPS MAIL SERVICE CTF	413100000010945	60014398	Mail Clerk II	09-08-2008	27,328.00	225	1.0000
Receipts	20001596	ADMIN SO DSOPS MAIL SERVICE CTF	413100000010953	60014404	Processing Assistant III	09-30-2004	29,275.00	1,664	1.0000
Receipts	20001616	ADMIN DSLEG Human Relations Com I	413500000012047	60014485	Office Assistant IV	01-31-2009	35,827.00	80	1.0000
Receipts	20001616	ADMIN DSLEG Human Relations Com I	413503000011900	60014486	Director Of Human Relations	02-07-2004	2,297.00	73	0.0301
Receipts	20001615	ADMIN DSLEG HUMAN RELAT COMM	413503000011937	60014494	Human Relations Specialist I	10-01-2008	40,841.00	202	1.0000
Receipts	20001615	ADMIN DSLEG HUMAN RELAT COMM	413513000011951	60014498	Human Relations Specialist I	04-01-2008	39,741.00	385	1.0000
Receipts	20001043	ADMIN SO DSOPS ST PROP Admin	415000000006307	60014621	Processing Assistant IV	03-01-2008	30,934.00	416	1.0000
Receipts	20001038	ADMIN SO DSOPS ST PROP EEP	415000000006312	60014625	Real Property Agent I	02-01-2007	41,000.00	810	1.0000
Receipts	20001638	ADMIN SO DSOPS ST PROP EEP	415000000006313	60014626	Real Property Agent II	02-01-2009	53,167.00	79	1.0000
Receipts	20001660	ADMIN SO DSOPS FAC MGMT LAND E	415700000008242	60014814	Building & Environmental Technicia	08-23-2008	21,218.00	241	1.0000
Receipts	20001669	ADMIN SO DSOPS FAC MGMT LAND E	415700000008251	60014816	Building & Environmental Technicia	12-17-2008	23,167.00	125	1.0000
Receipts	20001673	ADMIN SO DSLEG Parking Dir Div	415800000010747	60014859	Accounting Clerk IV	03-21-2009	32,359.00	31	1.0000
Receipts	20001672	ADMIN SO DSLEG PARKING Attendant	415801000010764	60014864	Processing Assistant III	08-18-2008	32,737.00	246	1.0000
Receipts	20001672	ADMIN SO DSLEG PARKING Attendant	415801000010798	60014869	Processing Assistant III	06-29-2007	28,991.00	662	1.0000

Appropriated	2[illegible]7	ADMIN SO DSOPS FM Adm Sign/Recyc	415103040008419	60014758	[illegible]y Maintenace Tech - Mech Tr	10-01-2008	41,358.00	202	1.0000
Appropriated	20001646	ADMIN SO DSOPS FM DIR BDG SYS P	415103050008454	60014762	Facility Maintenace Tech - Mech Tr	09-28-2008	35,514.00	205	1.0000
Appropriated	20001649	ADMIN SO DSOPS FM DEP DIR Plumb/	415104000000334	60014782	W/A Facility Maint Tech - Mech Tra	08-23-2008	35,130.00	241	1.0000
Appropriated	21001101	ADMIN SO DSOPS FM DEP DIR Plumb/	415104000009444	60014705	W/A Transition Aide	04-01-2009	30,000.00	20	1.0000
Appropriated	21001101	ADMIN SO DSOPS FM DEP DIR Plumb/	415104000009701	60014805	W/A Transition Aide	06-01-2008	72,665.00	324	1.0000
Appropriated	20001667	ADMIN SO DSOPS FM Adm Sign/Recyc	415111000013005	60014811	Facility Maintenace Tech - Mech Tr	09-28-2008	45,924.00	205	1.0000
Appropriated	21001101	ADMIN SO DSOPS FM DEP DIR Plumb/	415111000013017	60014812	W/A Transition Aide	09-19-2008	26,568.00	214	1.0000
Appropriated	20001609	ADMIN SO DSOPS FAC MGMT LAND E	415702000008110	60014819	Building & Enironmental Supervisor	11-15-2008	42,279.00	157	1.0000
Appropriated	20001669	ADMIN SO DSOPS FAC MGMT LAND E	415702000008112	60014821	Building & Enironmental Supervisor	10-01-2008	29,575.00	202	1.0000
Appropriated	20001676	ADMIN SO DSOPS STATE ENERGY OI	417300000000156	60014882	Energy Conservation Representativ	06-07-2008	45,598.00	318	1.0000
Appropriated	21001101	ADMIN SO DSOPS STATE ENERGY OI	417300000000163	60014888	W/A Transition Aide	07-01-2008	53,402.00	294	1.0000
Appropriated	20001676	ADMIN SO DSOPS STATE ENERGY OI	417300000000167	60014891	Energy Conservation Representativ	07-11-2008	51,107.00	284	1.0000
Appropriated	21001101	ADMIN SO DSOPS STATE ENERGY OI	417400000000133	60014895	W/A Administrative Officer II	01-12-2009	42,015.00	99	1.0000
Appropriated	20001679	ADMIN SO DSOPS HUB Deputy Dir Offi	417400000000134	60014896	Administrative Officer II	01-01-2009	46,922.00	110	1.0000
Appropriated	20001679	ADMIN SO DSOPS HUB Deputy Dir Offi	417400000001149	60014904	Administrative Officer III	02-21-2009	50,000.00	59	1.0000
Appropriated	21001101	ADMIN DSLEG STATE CP POL DP CHF #		65004778	Public Safety Officer	07-01-2008	31,200.00	294	1.0000
Appropriated	21001101	ADMIN DSLEG STATE CP POL DP CHF #		65004779	W/A Transition Aide	03-01-2009	6,886.00	51	1.0000
Receipts	20001625	ADMIN SO DSLEG INDIAN AFFAIRS C	411009000014123	60013925	Program Assistant IV	01-01-2009	2,918.00	110	0.0909
Receipts	20001540	ADMIN SO DSLEG Mgt Info Sys Dir Div	411000000007182	60014138	Technology Support Analyst	10-27-2004	34,485.00	1,637	1.0000
Receipts	20001551	ADMIN SO DSOPS SURPLUS PROPER	412503030007284	60014151	Surplus Property Screener	09-24-2006	29,382.00	940	1.0000
Receipts	20001550	ADMIN SO DSOPS Surplus Property Dir	412600000007062	60014157	Office Assistant V	01-31-2009	34,043.00	80	1.0000
Receipts	20001554	ADMIN SO DSOPS SURP PROP STATE	412600000007067	60014162	Processing Assistant III	10-01-2008	25,374.00	202	1.0000
Receipts	20001589	ADMIN SO DSOPS MFM Vehicle Maint	412800000010082	60014272	Building & Environmental Technicia	06-01-2008	24,274.00	324	1.0000
Receipts	20001580	ADMIN SO DSOPS MFM Vehicle Maint	412800000010084	60014274	Building & Environmental Technicia	08-05-2008	24,328.00	259	1.0000
Receipts	20001509	ADMIN SO DSOPS MFM Vehicle Maint	412800000010122	60014275	Vehicle/equipment Repair Technicia	06-27-2008	27,826.00	298	1.0000
Receipts	20001580	ADMIN SO DSOPS MFM Vehicle Maint	412800000010226	60014286	Vehicle/equipment Repair Technicia	03-01-2009	47,234.00	51	1.0000
Receipts	20001588	ADMIN SO DSOPS MFM Vehicle Assigi	412800000010229	60014289	Processing Assistant II	11-01-2008	26,661.00	171	1.0000
Receipts	20001588	ADMIN SO DSOPS MFM Vehicle Assigi	412800000010236	60014291	Administrative Assistant I	09-30-2006	34,940.00	934	1.0000
Receipts	20012282	ADMIN SO DSOPS MFM VEH MAINT M	412805010010042	60014298	Vehicle/equipment Repair Tech Sup	04-01-2009	46,688.00	20	1.0000
Receipts	20001590	ADMIN SO DSOPS MFM Commercial C	412805010010080	60014306	Vehicle/equipment Repair Technicia	08-01-2008	27,858.00	263	1.0000
Receipts	20001588	ADMIN SO DSOPS MFM Vehicle Assigi	412805010010102	60014309	Vehicle/equipment Repair Tech	10-10-2008	30,938.00	193	1.0000
Receipts	20001591	ADMIN SO DSOPS MFM COMM CONT	412805010010127	60014313	Building & Environmental Technicia	08-01-2006	23,398.00	994	1.0000
Receipts	20001588	ADMIN SO DSOPS MFM Vehicle Assigi	412805010010133	60014316	Processing Assistant IV	03-01-2008	26,515.00	416	1.0000
Receipts	20001593	ADMIN SO DSOPS MAIL SERVICE CTF	413000000010532	60014324	Vehicle/equipment Operator	02-01-2006	27,603.00	1,175	1.0000
Receipts	20001600	ADMIN SO DSOPS MAIL SERVICE CTF	413000000011032	60014337	Mail Clerk II	02-01-2007	24,186.00	810	1.0000
Receipts	20001597	ADMIN SO DSOPS MAIL SERVICE CTF	413005030110526	60014359	Mail Clerk II	11-01-2008	25,702.00	171	1.0000
Receipts	20001600	ADMIN SO DSOPS MAIL SERVICE CTF	413005030211022	60014361	Mail Clerk II	05-18-2007	23,338.00	704	1.0000
Receipts	20001594	ADMIN SO DSOPS MAIL SERVICE CTF	413100000010003	60014366	Administrative Officer III	02-28-2007	51,229.00	783	1.0000
Receipts	20001597	ADMIN SO DSOPS MAIL SERVICE CTF	413100000010012	60014373	Mail Center Supervisor III	11-03-2008	41,919.00	169	1.0000
Receipts	20001597	ADMIN SO DSOPS MAIL SERVICE CTF	413100000010013	60014374	Mail Clerk II	07-26-2008	26,932.00	269	1.0000
Receipts	20001600	ADMIN SO DSOPS MAIL SERVICE CTF	413100000010019	60014379	Processing Assistant IV	12-31-2008	30,509.00	111	1.0000

B0104: Vacancy Report

No exceptions are defined

2009-04-20

Funding Sou	Organizational Unit		PMIS 15-Digit Po	Position		Date Vacant	Cal Mth/Yr APR 2009 Budget Amount $	APR 2009 Days Vct	APR 2009 Position FTE
Appropriated	20001512	ADMIN SO DS Int Serv & Leg Affairs	410101000000045	60013853	Administrative Secretary III	02-16-2009	41,756.00	64	1.0000
Appropriated	20001521	ADMIN SO DSOPS PURCH & CONTR E	410804020006745	60013881	State Procurement Specialist III	06-01-2008	54,782.00	324	1.0000
Appropriated	21001101	ADMIN SO DSOPS PURCH & CONTR E	410804030006741	60013884	W/A Transition Aide	01-12-2009	69,132.00	99	1.0000
Appropriated	20001674	ADMIN SO DSLEG Non Pub Educ Dir Di	410804030006932	60013885	Office Assistant IV	08-11-2008	31,877.00	253	1.0000
Appropriated	20001519	ADMIN SO DSOPS PURCH & CONTR C	410804040006750	60013894	State Procurement Specialist III	08-01-2008	61,564.00	263	1.0000
Appropriated	21001101	ADMIN SO DSOPS PURCH & CONTR E	410804050006897	60013900	W/A Transition Aide	02-23-2009	55,800.00	57	1.0000
Appropriated	20001525	ADMIN SO DSLEG INDIAN AFFAIRS Cc	411009000014123	60013925	Program Assistant IV	01-01-2009	29,182.00	110	0.9091
Appropriated	20001533	ADMIN SO DSLEG Council Fw/Dv Comn	411600000014313	60089849	Community Development Specialist	09-18-2008	47,038.00	215	1.0000
Appropriated	20001541	ADMIN SO HR Mgmt Deputy Dir Operati	411703000000150	60014098	Personnel Technician I	03-11-2009	38,996.00	41	1.0000
Appropriated	20001576	ADMIN DS VETERANS AFFAIRS RO Fa	412706060307634	60014240	Processing Assistant III	10-21-2008	25,811.00	182	1.0000
Appropriated	20001608	ADMIN DSLEG STATE CP POL DP CHF	413307000010660	60014414	Public Safety Officer	03-01-2009	32,300.00	51	1.0000
Appropriated	20001601	ADMIN DSLEG State Capitol Police Dir D	413307000010672	60014421	Criminal Justice Planner I	03-01-2009	38,174.00	51	1.0000
Appropriated	21000350	ADMIN LGLEG STATE CAP POL DEP C	413307000010795	60014454	Property Guard	01-01-2009	24,560.00	110	1.0000
Appropriated	20001607	ADMIN DSLEG STATE CP POL DP CHF	413307000010848	60014461	W/A Transition Aide	09-18-2008	24,582.00	215	1.0000
Appropriated	21001101	ADMIN DSLEG STATE CP POL DP CHF	413307000010882	60014467	Public Safety Supervisor	03-01-2009	44,962.00	51	1.0000
Appropriated	20001602	ADMIN DSLEG STATE CP POL DP CHF	413307000010884	60014469	Public Safety Officer	03-21-2009	32,300.00	31	1.0000
Appropriated	20001616	ADMIN DSLEG Human Relations Com D	413503000011900	60014486	Director Of Human Relations	02-07-2009	74,001.00	73	0.9699
Appropriated	21001101	ADMIN SO DSOPS STATE CONSTRUC	414900000006084	60014581	W/A Transition Aide	09-01-2007	22,983.00	598	1.0000
Appropriated	20001637	ADMIN SO DSOPS STATE CONSTRUC	414901000006141	60014596	Processing Assistant V	09-15-2008	31,092.00	218	1.0000
Appropriated	20001634	ADMIN SO DSOPS STATE CONSTRUC	414901020006090	60014617	Architect	08-11-2008	67,785.00	253	1.0000
Appropriated	20001637	ADMIN SO DSOPS STATE CONSTRUC	414907000006154	60014618	Engineer	02-01-2009	80,658.00	79	1.0000
Appropriated	20001642	ADMIN SO DSOPS ST PROP Lease & S	415001000006503	60014628	Real Property Agent II	06-01-2008	48,010.00	324	1.0000
Appropriated	20001639	ADMIN SO DSOPS State Property Dir Di	415002000006251	60014629	Real Property Officer	02-01-2009	101,723.00	79	1.0000
Appropriated	21001101	ADMIN SO DSOPS State Property Dir Di	415002000006266	60014634	W/A Transition Aide	02-01-2009	126,383.00	79	1.0000
Appropriated	20001647	ADMIN SO DSOPS FM DIR BLDG SYS	415100000008429	60014663	Facility Maintenace Tech - Mech Tr	09-03-2008	44,290.00	230	1.0000
Appropriated	21001101	ADMIN SO DSOPS FM DIR BLDG SYS	415100000008436	60014669	W/A Transition Aide	09-28-2008	49,188.00	205	1.0000
Appropriated	20001647	ADMIN SO DSOPS FM DIR BLDG SYS	415100000009414	60014682	Facility Maintenance Tech - Bldg Tr	09-28-2008	32,496.00	205	1.0000
Appropriated	20001649	ADMIN SO DSOPS FM DEP DIR Plumb/	415100000013034	60014686	Facility Maintenace Tech - Mech Tr	03-01-2009	39,108.00	51	1.0000
Appropriated	20001648	ADMIN SO DSOPS FM DIR BDG SYS P	415100000013046	60014696	Steam Plant Supervisor II	08-01-2008	40,322.00	263	1.0000
Appropriated	20001649	ADMIN SO DSOPS FM DEP DIR Plumb/	415100000013047	60014697	Facility Maintenance Supervisor	01-01-2009	52,118.00	110	1.0000
Appropriated	20001649	ADMIN SO DSOPS FM DEP DIR Plumb/	415100000013057	60014705	Facility Maintenance Tech - Mech T	09-01-2008	32,778.00	232	1.0000
Appropriated	21001101	ADMIN SO DSOPS FM DEP DIR Plumb/	415103030008361	60014729	W/A Transition Aide	03-07-2009	35,000.00	45	1.0000
Appropriated	20001660	ADMIN SO DSOPS FM DIR BDG SYS P	415103030008371	60014736	Facility Maintenace Tech - Mech Tr	01-01-2009	47,438.00	110	1.0000
Appropriated	20001660	ADMIN SO DSOPS FM DIR BDG SYS P	415103040008201	60014746	Facility Maintenace Tech - Mech Tr	09-01-2008	42,743.00	232	1.0000
Appropriated	20001660	ADMIN SO DSOPS FM DIR BDG SYS P	415103040008400	60014748	Facility Maintenance Supervisor	02-01-2009	54,025.00	79	1.0000

INSERT BUDGET CODE AND DEPARTMENT NAME - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
	2263 American Indian Philanthrophy		1,654	The purpose of this fund is to provide an opportunity for various tribes and urban Indian organizations to learn about and to make use of modern philanthropy approaches for the purposes of self-help.	Grant funds should be used for grant purposes.
	2265 North Carolina Health & Wellness Trust Fund Commission		(25,043)	This program is an American Indian Youth Tobacco Prevention and Cessation Program designed to educate American Indian teens on the health risk factors of nicotine addiction, second-hand smoke and spit tobacco.	Grant funds should be used for grant purposes.
	2266 West Virginia University Tobacco Intervention		129	This fund is a research program carried out in conjunction with the American Indian Youth Tobacco Prevention and Cessation Program.	Grant funds should be used for grant purposes.
	2321 HRD-Interaction Management	GS 126	(35,800)	This fund received and disbursed agency payments for the Enterprise-Wide License with Development Dimensions International.	Due to deficit in fund, monies can not be transferred
	2322 Alien Reporting Compliance	HB-1414 Section28.3	3,314	The purpose of this fund is to acquire software to be used by all State agencies to ensure compliance with all federal laws for the employment of, and reporting of payments to aliens, as that term is defined in federal law and to provide OSP with model training and for a contract position to ensure compliance with such federal laws.	Grant funds should be used for grant purposes.
	2413 GIS Database Enhancement		33,369	The purpose of this fund is to enhance the State Property Offices' GIS Database application for the State-Owned Real Property Disposal System which will be used to continuously identify, evaluate and dispose of surplus property.	Grant funds should be used for grant purposes.
	2512 E-Procurement	NCGS 143 Article 3 and 3C	5,409	To tract the E Procurement Contract between ITS and Accenture. Purchase and Contract received reimbursements from Accenture.	Grant funds should be used for grant purposes.
	2513 Cooperative Rebate		93,228	Fund established for the participation in a cooperative contract for industrial supplies.	Grant funds should be used for grant purposes.
	2626 State Capitol Police Grant-Bullet Proof Vests	PL 98-473	(1,937)	Funds provided by Governor's Crime Commission to setup up grant for State Capitol Police to purchase Bullet Proof Vests.	Grant funds should be used for grant purposes.
	2629 Enforce Traffic Patrol	GS 143B-360	940	Funds come from North Carolina Governor's Highway Safety Program to reduce the number of impaired drivers within the downtown government complex, to increase the number of court convictions for alcohol and drug related traffic violations and to video record alcohol related and traffic stops within the Downtown Complex.	Grant funds should be used for grant purposes.

INSERT BUDGET CODE AND DEPARTMENT NAME - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
24102 Department of Administration	2224 Combat Veterans License Plate	GS 20-79.4	710	Funds held until new license plate is issued by DMV. Funds will be transferred to DMV prior to July 1, 2008.	If _# of veterans do not purchase plate, receipts musst be returned.
	2226 War Memorial	Executive Order 152	100,772	Funds are from donations for the construction of a Persian Gulf Memorial.	Donations should be used for intended purpose.
	2227 Veterans Burial	GS 65-41 through 45	268,392	Purpose is to collect $150 from the US Dept of Veterans Affairs for the burial or interment of a deceased veteran if he is buried in a State Veteran Cemetery.	Funds obligated to fund 6 positions. Three additional positions are being transferred from appropriations to this source.
	2228 North Carolina Service Medal	GS 143B-399	1,900	This fund is used to implement special projects as required by law. Funds held until sufficient funds are received to produce the medal.	If enough veterans do not purchase medal, receipts must be returned.
	2229 Agency for Public Telecommunications Grants	N/A	9,000	Receive grants from foundations, corporations or other groups to cover the costs of specific projects.	Grant funds are obligated
	2232 Community Relations		3,733	The purpose of this fund was to provide training to police officers to improve their relationship in the community.	Funds transferred to 14100
	2236 Disability Assistance		1,625	The purpose of this fund was to provide training and assistance to grassroots organizations to aid in their efforts to promote voluntary compliance with the ADA in their local communities.	Funds transferred to 14101
	2237 Rights For Youth	N/A	911	The purpose of this fund was to update and translate into Spanish two publications.	Grant funds should be used for grant purposes.
	2239 Strategic Planning	GS143B 404 through 411	1,265	Funds were used to hold meetings with commission members, commission staff for the purpose of developing future plans and activities for the commission, commission programs, on behalf of state recognized Indian tribes and organizations.	Grant funds should be used for grant purposes.
	2241 Action Partnership Program	House Bill 2436, Section 10.17.(a)	(3,494)	The purpose of fund is to increase the number of economically disadvantaged American Indians attending and successfully completing a semester and/or graduating from a college or university. Funds are a pass through of Federal funds from DHHS-Office of Economic Opportunity to NC Commission of Indian Affairs.	Grant funds should be used for grant purposes.
	2244 Community Services Project	House Bill 2436, Section 10.17.(a)	75,923	Funds are a pass through of Federal funds from DHHS to the Indian Affairs Division.	Grant funds should be used for grant purposes.
	2245 Events For Women	N/A	4,197	This fund is used to hold special events, such as, conferences for women. One notable conference held annually, in the past, was a Distinguished Women's Conference where medals were given to distinguished women at the conference banquet.	Grant funds should be used for grant purposes.
	2246 Substance Abuse Prevention	N/A	5,209	To support local and state substance abuse prevention and treatment programs to assist in providing community based services for American Indian clients who need care for substance abuse problems and concerns	Grant funds should be used for grant purposes.
	2248 Energy Assistance	House Bill 2436, Section 10.17.(a)	(10,708)	Funds are a pass through of Federal funds from DHHS to the Indian Affairs Division.	Grant funds should be used for grant purposes.
	2258 Public Health Indian Affairs	GS 143B-407	10,480	To assist with the facilitation and coordination of health education activities in American Indian communities. The purpose is to help meet the health needs of American Indians and improve the health status of the population.	Grant funds should be used for grant purposes.
	2261 Students In Touch		544	This fund was for a series of teleconferences funded by a grant from the Civic Education Consortium.	Grant funds should be used for grant purposes.

INSERT BUDGET CODE AND DEPARTMENT NAME - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Department of Administration	State Parking System (74103)	GS 143-340-18,19	354,036	To provide cost effective automobile parking in designated areas to meet the needs of state employees, elected state government officials, and general visitors.	None of the Special Funds can be transferred
Department of Administration	Special Funds (24104)				
	2323 NC Works - SAS Projects	House Bill 1473	(64,164)	Pilot Project Workforce Planning/BEACON Projects	Due to deficit in fund, monies can not be transferred
	2473 Energy Efficiency Reserve	House Bill 1473 Section 19.3(b)	4,737,940	This funds were appropriated by the General Assembly in FY08 to be used to establish the Energy Efficiency Reserve. The reserve shall be administered by the State Energy Office. The SEO in consultation with the State Construction Office, shall use the funds in the Energy Efficiency Reserve to provide funding for projects designed to make State, university or community college facilities more energy efficient.	
Department of Administration	Trust (64100)				
	6111 Reserve For Unemployment	GS 96-3F.3	102,815	Funds are drawn from Federal grants to pay unemployment benefits related to federally funded positions.	Grant funds should be used for grant purposes.
	6761 Youth Advocacy & Involvement- Youth Endowment Fund	NCGS 143B-385	0	To support opportunities for North Carolina high school-aged youth to develop leadership skills in a team-building environment.	Grant funds should be used for grant purposes.
Department of Administration	North Carolina Veterans Trust (64106)				
	6771 NC Veterans Home-Fayetteville	NCGS 165-48	8,940,616	To pay for the care of veterans, general operating expenses, remodeling and repairs of the State Veterans Nursing Home in Fayetteville	Grant funds should be used for grant purposes.
	6773 NC Veterans Home-Salisbury	NCGS 165-48	3,638,509	To pay for the care of veterans, general operating expenses, remodeling and repairs of the State Veterans Nursing Home in Salisbury	Grant funds should be used for grant purposes.
Department of Administration	North Carolina Veterans Trust (64106)				
Department of Administration	Community Initiatives (24102)				
State Board of Elections	Help America Vote Act (28025)				
Department of Cultural Resources	Roanoke Island Commission & Endowment (24802)				
Housing Finance Agency	HOME Program & HOME Protection Program (23010)				
Department of Insurance	Voluntary Safety Workers Compensation Fund (63902)				
Auditor	State Auditor Spec Revenue (23300)				
Office of State Controller	Special Revenue Fund (24160)				
Department of State Treasurer	Debt Service Requirement (68148, 68150, 68174, 68175, 68190, 68220)				
Department of State Treasurer	Information Technology Projects (23420)				

NC INDIAN ECONOMIC DEVELOPMENT INTIATIVE INC

FY 0809 1301 536G02 1861

MONTH	PAY DTE	AMOUNT
JUN	17-Jul	$1,577.44
JULY	26-Nov	$12,569.51
AUG	26-Nov	$12,235.85
SEPT	26-Nov	$11,973.03
OCT	26-Nov	$13,075.90
NOV	19-Dec	$11,768.56
DEC	11-Feb	$11,511.73
JAN	29-Jul	$11,076.76
FEB	17-Mar	$11,153.04
MAR	13-Apr	$11,366.76
	$	108,308.58

NC INDIAN ECONOMIC DEVELOPMENT INTIATIVE INC

FY 0708 1301 536G02 1861

MONTH	PAY DTE	AMOUNT
JULY	11-Dec	$15,030.37
AUG	19-Dec	$13,677.23
SEPT	17-Dec	$18,192.06
OCT	19-Dec	$13,579.44
NOV	17-Dec	$12,429.49
DEC	11-Jan	$12,652.00
JAN	15-Feb	$11,928.57
FEB	17-Mar	$11,877.10
MAR	18-Apr	$15,118.95
APR	13-May	$12,569.15
MAY	16-Jun	$11,368.20
	$	148,422.56

MARRIAGE LICENSE FEES 1782	1st qtr	1st qtr	2nd qtr	2nd qtr	3rd qtr	3rd qtr	Total Paid
DOMESTIC VIOLENCE CENTERS	MLF	MLF/DF	MLF	MLF/DF	MLF/DF	MLF/DF	
(P MLFEES)	NG536E82	NG536E83	NG536E82	NG536E83	NG536E83	NG536E83	To Date
	G 536482	G 536483	G 536482	G 536483	G 536483	G 536483	
	Amount	Amount	Amount				
Interact (Wake)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Citizens Against DV (Warren)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Options to DV & SA (Washington) WAITING	hold	hold	3,213.00	1,482.00			3,213.00
Oasis, Inc. (Watauga)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Wayne Co Uplift (Wayne)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
SAFE Inc (Wilkes)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Wesley Shelter, Inc. (Wilson)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
YVEDDI (Yadkin)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Family Violence of (Yancey) Co.	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
NCCADV (Statewide)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
	397,231.80	153,652.25	324,512.00	149,682.00			875,396.05
821,687.71		NON GOV					
53,708.34		GOV					
875,396.05			474,194.00				

MARRIAGE LICENSE FEES 1782	1st qtr	1st qtr	2nd qtr	2nd qtr	3rd qtr	3rd qtr	Total Paid
DOMESTIC VIOLENCE CENTERS	MLF	MLF/DF	MLF	MLF/DF	MLF/DF	MLF/DF	
(P MLFEES)	NG536E82	NG536E83	NG536E82	NG536E83	NG536E83	NG536E83	To Date
	G 536482	G 536483	G 536482	G 536483	G 536483	G 536483	
	Amount	Amount	Amount				
Roanoke-Chowan SAFE (Hertford)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Options to DV & SA, Inc.(Hyde) [redacted] WAITING	hold	hold	3,213.00	1,482.00			3,213.00
Diakonos, Inc. (Iredell)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
REACH of (Jackson) Co.	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Harbor, Inc. (Johnston)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Coastal Women's Shelter (Jones)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
HAVEN in (Lee) Co.	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
SAFE in (Lenoir) Co.	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Coalition Against DV(Lincoln)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
REACH of (Macon) Co.	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
My Sisters Place (Madison)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Options to DV & SA(Martin) [redacted] WAITING	hold	hold	3,213.00	1,482.00			3,213.00
Family Services (McDowell)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
United Family Services (Mecklenburg)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
(Mitchell) Co. SafePlace	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Crisis Council Inc (Montgomery)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Friend to Friend (Moore)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
My Sister's House (Nash)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
DV Shelter & Services, Inc. (New Hanover)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Roanoke Chowan SAFE (Northampton)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Onslow Women's Center, Inc. (Onslow)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Family Violence Prevention Ctr(Orange)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Coastal Women's Shelter (Pamlico)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Albemarle Hopeline (Pasquotank)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Safe Haven of (Pender) Co.	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Albemarle Hopeline (Perquimans)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Safe Haven of (Person) Co	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Family Violence Program (Pitt)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Steps to HOPE, Inc. (Polk)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Family Crisis Ctr (Randolph)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
New Horizons Life & Family Services (Richmon	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Southeastern Family Violence Center (Robeson)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Help, Inc. Center Against Violence (Rockingham)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Rape Child & Family Abuse Crisis Council (Rowa	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Family Resources (Rutherford)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
U Care, Inc. (Sampson)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
DV & Rape Crisis Center of (Scotland) Co.	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Crisis Council Inc (Stanly)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
YVEDDI (Stokes)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
YVEDDI (Surry)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Swain Qualla Safe (Swain)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Safe, Inc. (Transylvania)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Options to DV & SA, Inc.(Tyrrell) [redacted] WAITING	hold	hold	3,213.00	1,482.00			3,213.00
Turning Point of (Union) Co.	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Heartshaven-ACTS, Inc. (Vance)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39

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FY 0809							
MARRIAGE LICENSE FEES 1782	1st qtr	1st qtr	2nd qtr	2nd qtr	3rd qtr	3rd qtr	Total Paid
DOMESTIC VIOLENCE CENTERS	MLF	MLF/DF	MLF	MLF/DF	MLF/DF	MLF/DF	
(P MLFEES)	NG536E82	NG536E83	NG536E82	NG536E83	NG536E83	NG536E83	To Date
	G 536482	G 536483	G 536482	G 536483	G 536483	G 536483	
	Amount	Amount	Amount				
	ck date 11/12/0	ck dte 11/12/0	ck dte 11/14/09	ck dte 11/14/09			
Family Abuse Services (Alamance)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Domestic Violence Resource Center (Alexander)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
(Alleghany) Partnership for Children	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
(Anson) Domestic Violence Coalition (G)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Partnership for Children (Ashe)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
ACADA Home, Inc. (Avery)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Options to DV&SA Inc (Beaufort) WAITING	hold	hold	3,213.00	1,482.00			3,213.00
Roanoke Chowan SAFE (Bertie)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Families First, Inc. (Bladen)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Hope Harbor Home, Inc. (Brunswick)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Helpmate, Inc. (Buncombe)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Options Inc (Burke)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Cabarrus Victims Assistance Network (Cabarrus)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Shelter Home (Caldwell)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Albermarle Hopeline (Camden)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
(Carteret) Co. DV Program, Inc.	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Town of Yanceyville (Caswell) (G)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Family Guidance Center, Inc. (Catawba)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Family Violence & Rape Crisis Services (Chatha	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
REACH, Inc. (Cherokee)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Albermarle Hopeline (Chowan)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
REACH, Inc. (Clay)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
(Cleveland) Co. Abuse Prevention Council	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Families First, Inc. (Columbus)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Coastal Women's Shelter (Craven)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
CARE/(Cumberland) Co. DSS (G)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Albemarle Hopeline (Currituck)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Outer Banks Hotline (Dare)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Family Services of (Davidson) Co. (G)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
DV Services & Rape Crisis Ctr (Davie) (G	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Sarah's Refuge, Inc. (Duplin)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
(Durham) Crisis Reponse Center	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
My Sister's House (Edgecombe)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Family Services Inc (Forsyth)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Safe Space, Inc. (Franklin)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
The Shelter of (Gaston) Co. (G)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Roanoke Chowan SAFE (Gates)	2,068.50	800.00	1,606.00	741.00			4,474.50
Albermarle Hopeline (Gates)	2,068.50	800.00	1,606.00	741.00			4,474.50
Hope for Families (Graham)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Families Living Violence Free (Granville)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
SAFE in Lenoir Co. (Greene)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Family Service of the Piedmont (Guilford GB)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Family Service of the Piedmont (Guilford HP)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Hannah's Place (Halifax)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
SAFE of (Harnett) Co., Inc.	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
REACH of (Haywood) Co.	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39
Mainstay, Inc. (Henderson)	4,137.84	1,600.55	3,213.00	1,482.00			8,951.39

MARRIAGE LICENSE FEES	1782	CkDate	CkDate	CkDate	CkDate	CkDate		NEW	
DOMESTIC VIOLENCE CENTERS	NG 536E82	1/9/2008	2/13/2008	4/21/2008	6/25/2008	9/3/2008	fy0708		
(P MLFEES)	G 536482	1 qtr	2 qtr	3rd qtr	4th qtr	Returned		NCAS	GOV
		Amount	Amount	Amount	Amount	Amount	Total	ACCOUNT #	NON-GOV
DV Shelter & Services, Inc. (New Hanover)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Roanoke Chowan SAFE (Northampton)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Onslow Women's Center, Inc. (Onslow)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Family Violence Prevention Ctr(Orange)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
NC Coalition Against Domestidc Violence (Orange)		-	-	-	-		-		
Coastal Women's Shelter (Pamlico)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Albemarle Hopeline (Pasquotank)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Safe Haven of (Pender) Co.		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Albemarle Hopeline (Perquimans)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Safe Haven of (Person) Co		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Family Violence Program (Pitt)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Steps to HOPE, Inc. (Polk)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Family Crisis Ctr (Randolph)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
New Horizons Life & Family Services (Richmond)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Southeastern Family Violence Center (Robeson)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Help, Inc. Center Against Violence (Rockingham)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
The Rape Child & Family Abuse Crisis Council (Rowan)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Family Resources (Rutherford)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
U Care, Inc. (Sampson)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
DV & Rape Crisis Center of (Scotland) Co.		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Crisis Council Inc (Stanly)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
YVEDDI (Stokes)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
YVEDDI (Surry)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Swain Qualla Safe (Swain)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Safe, Inc. (Transylvania)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Options to DV & SA, Inc. (Tyrell)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Turning Point of (Union) Co.		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Heartshaven-ACTS, Inc. (Vance)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Interact (Wake)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Citizens Against DV (Warren)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Options to DV & SA (Washington)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Oasis, Inc. (Watauga)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Wayne Co Uplift (Wayne)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536482	GOV
SAFE Inc (Wilkes)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Wesley Shelter, Inc. (Wilson)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
YVEDDI (Yadkin)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Family Violence of (Yancey) Co.		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
NCCADV (Statewide)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
		$405,918.00	$281,299.00	$206,140.00	$307,040.00	($7,081.07)	1,193,315.93		
				0708 GT	$1,200,397.00			$1,145,663.93	NON-GOV
								47,652.00	GOV
								1,193,315.93	

MARRIAGE LICENSE FEES	1782	CkDate	CkDate	CkDate	CkDate	CkDate		NEW	
DOMESTIC VIOLENCE CENTERS	NG 536E82	1/9/2008	2/13/2008	4/21/2008	6/25/2008	9/3/2008	fy0708		
(P MLFEES)	G 536482	1 qtr	2 qtr	3rd qtr	4th qtr	Returned		NCAS	GOV
		Amount	Amount	Amount	Amount	Amount	Total	ACCOUNT #	NON-GOV
DV Services & Rape Crisis Ctr (Davie)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Sarah's Refuge, Inc. (Duplin)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
(Durham) Crisis Reponse Center		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
My Sister's House (Edgecombe)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Family Services Inc (Forsyth)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Safe Space, Inc. (Franklin)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Roanoke Chowan SAFE (Gates)		2,009.00	1,406.00	1,020.00	1,520.00		5,955.00	536E82	NON-GOV
Albermarle Hopeline (Gates)		2,009.00	1,406.00	1,020.00	1,520.00		5,955.00	536E82	NON-GOV
The Shelter of (Gaston) Co.	(G)	4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536482	GOV
Hope for Families (Graham)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Families Living Violence Free (Granville)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
SAFE in Lenoir Co. (Greene)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Family Service of the Piedmont (Guilford GB)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Family Service of the Piedmont (Guilford HP)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Hannah's Place (Halifax)		4,019.00	HOLD	2,041.00	3,040.00		9,100.00	536E82	NON-GOV
SAFE of (Harnett) Co., Inc.		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
REACH of (Haywood) Co.		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Mainstay, Inc. (Henderson)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Roanoke-Chowan SAFE (Hertford)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
(Hoke) Life After Life		4,019.00	2,813.00	-	-		6,832.00	536E82	NON-GOV
Options to DV & SA, Inc. (Hyde)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Diakonos, Inc. (Iredell)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
REACH of (Jackson) Co.		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Harbor, Inc. (Johnston)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Coastal Women's Shelter (Jones)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
HAVEN in (Lee) Co.		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
SAFE in (Lenoir) Co.		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Coalition Against DV(Lincoln)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
My Sisters Place (Madison)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
REACH of (Macon) Co.		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Options to DV & SA (Martin)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Family Services (McDowell)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
United Family Services (Mecklenburg)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
(Mitchell) Co. SafePlace		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Crisis Council Inc (Montgomery)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Friend to Friend (Moore)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
My Sister's House (Nash)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV

FY 07-08									
MARRIAGE LICENSE FEES	1782	CkDate	CkDate	CkDate	CkDate	CkDate		NEW	
DOMESTIC VIOLENCE CENTERS	NG 536E82	1/9/2008	2/13/2008	4/21/2008	6/25/2008	9/3/2008	fy0708		
(P MLFEES)	G 536482	1 qtr	2 qtr	3rd qtr	4th qtr	Returned		NCAS	GOV
		Amount	Amount	Amount	Amount	Amount	Total	ACCOUNT #	NON-GOV
Family Abuse Services (Alamance)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Domestic Violence Resource Center (Alexander)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
(Alleghany) Partnership for Children		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
(Anson) Domestic Violence Coalition		4,019.00	2,813.00	2,041.00	3,040.00	(7,081.07)	4,831.93	536E82	NON-GOV
Partnership for Children (Ashe)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
ACADA Home, Inc. (Avery)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Options to DV & SA, Inc. (Beaufort)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Roanoke Chowan SAFE (Bertie)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Families First, Inc. (Bladen)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Hope Harbor Home, Inc. (Brunswick)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Helpmate, Inc. (Buncombe)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Options Inc (Burke)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Cabarrus Victims Assistance Network (Cabarrus)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Shelter Home (Caldwell)		-	HOLD	2,041.00	3,040.00		5,081.00	536E82	NON-GOV
Albermarle Hopeline (Camden)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
(Carteret) Co. DV Program, Inc.		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Town of Yanceyville (Caswell)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Family Guidance Center, Inc. (Catawba)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Family Violence & Rape Crisis Services (Chatham)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
REACH, Inc. (Cherokee)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Albermarle Hopeline (Chowan)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
REACH, Inc. (Clay)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
(Cleveland) Co. Abuse Prevention Council		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Families First, Inc. (Columbus)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Coastal Women's Shelter (Craven)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
CARE/(Cumberland) Co. DSS	(G)	4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536482	GOV
Albemarle Hopeline (Currituck)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Outer Banks Hotline (Dare)		4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536E82	NON-GOV
Family Services of (Davidson) Co.	(G)	4,019.00	2,813.00	2,041.00	3,040.00		11,913.00	536482	GOV

Domestic Violence 1781	GRANT AMOUNT	1st qtr	1st qtr	2nd qtr	3rd qtr	4th qtr	YTD	GOV
FY 0809 NG 536E81		issued	AMOUNT	AMOUNT	AMOUNT	AMOUNT	TOTALS	NON-GOV
G 536481	$ 45,884.56	by GCC	Ck.dte 11/3/08	Ck.dte 11/17/08	Ck.dte 1/26/09	Ck.dte 4/6/09		
DV & Rape Crisis Center of (Scotland) Co.		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Crisis Council, Inc. (Stanly)		12,334.56	-	11,512.25	11,018.88	-	34,865.69	NON-GOV
YVEDDI (Stokes)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
YVEDDI (Surry)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Swain/Qualla SAFE, Inc. (Swain)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
SAFE of (Transylvania)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Options to DV/SA, Inc (Tyrrell)		-	-	-	11,018.88	-	11,018.88	NON-GOV
Turning Point of (Union) Co.		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Heartshaven-ACTS, Inc. (Vance)		-	12,334.56	11,512.25	11,018.88	-	34,865.69	NON-GOV
Interact (Wake)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Citizens Against DVdbaHELPING HANDS (Warren)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Options to DV&SA(Washington)		-	12,334.56	11,512.25	11,018.88	-	34,865.69	NON-GOV
Oasis, Inc.(Watauga)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Uplift (Wayne)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	
SAFE, Inc. (Wilkes)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Wesley Shelter, Inc. (Wilson)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
YVEDDI (Yadkin)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Family Violence Coalition of (Yancey) Co.		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
NCCADV (Statewide)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
	Totals	752,408.16	431,709.60	1,105,175.99	1,101,888.00	984,804.16	3,391,181.75	
							3,286,584.68	NON-GOV
							104,597.07	GOV
							3,391,181.75	

Domestic Violence 1781	GRANT AMOUNT	1st qtr	1st qtr	2nd qtr	3rd qtr	4th qtr	YTD	GOV
FY 0809 NG 536E81		issued	AMOUNT	AMOUNT	AMOUNT	AMOUNT	TOTALS	NON-GOV
G 536481	$ 45,884.56	by GCC	Ck.dte 11/3/08	Ck.dte 11/17/08	Ck.dte 1/26/09	Ck.dte 4/6/09		
SAFE in Lenoir Co., Inc. (Greene)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Family Services of the Piedmont(Guilford-GB)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Family Services of the Piedmont(Guilford-HP)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Hannah's Place, Inc. (Halifax) HOLD		-	-	-	-	10,476.64	-	NON-GOV
S.A.F.E. of (Harnett) Co.		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Reach (Haywood)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Mainstay (Henderson)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Roanoke/Chowan SAFE (Hertford)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Options to DV/SA, Inc (Hyde)		-	-	-	11,018.88	-	11,018.88	NON-GOV
Diakonos, Inc.(Iredell)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
REACH of (Jackson) Co.		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Harbor, Inc. (Johnston)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Coastal Women's Shelter (Jones)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Haven in(Lee) Co.		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
S.A.F.E. in (Lenoir) Co..		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
(Lincoln) Co. Coalition Against DV		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Reach of (Macon) Co.		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
My Sister's Place (Madison)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Options to DV & SA, Inc. (Martin)		-	-	-	11,018.88	-	11,018.88	NON-GOV
Family Services (McDowell)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
United Family Services (Mecklenburg)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
(Mitchell) Co. Safeplace		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Crisis Council, Inc. (Montgomery)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Friend to Friend (Moore)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
My Sister's House (Nash)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
DV Shelter & Services, Inc. (New Hanover)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Roanoke/Chowan SAFE (Northampton)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
(Onslow) Women's Center, Inc.		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Family Violence Prevention Center (Orange)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Coastal Women's Shelter (Pamlico)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Albemarle Hopeline (Pasquotank)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Safe Haven of (Pender), Inc.		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Albemarle Hopeline (Perquimans)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Safe Haven of (Person) Co.		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Family Violence Program/New Directions (Pitt)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Steps to Hope, Inc. (Polk)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
(Randolph) Co. Family Crisis Center, Inc.		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
New Horizons Life & Family (Richmond)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Southeastern Family Violence (Robeson)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Help, Inc. (Rockingham)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
The Rape, Child and Family Abuse (Rowan)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Family Resources (Rutherford)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
U Care, Inc. (Sampson)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV

Domestic Violence 1781	GRANT	1st qtr	1st qtr	2nd qtr	3rd qtr	4th qtr	YTD	GOV
FY 0809 NG 536E81	AMOUNT	issued	AMOUNT	AMOUNT	AMOUNT	AMOUNT	TOTALS	NON-GOV
G 536481	$ 45,884.56	by GCC	Ck.dte 11/3/08	Ck.dte 11/17/08	Ck.dte 1/26/09	Ck.dte 4/6/09		
Family Abuse of (Alamance) Co.		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Domestic Violence Resource Center (Alexander)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
(Alleghany) Partnership for Children		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
(Anson) Domestic Violence Coalition (G)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	GOV
A Safe Home for Everyone (Ashe)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
ACADA Home, Inc. (Avery)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Options to DV & SA, Inc. (Beaufort)		-	-	-	11,018.88	-	11,018.88	NON-GOV
Roanoke/Chowan SAFE (Bertie)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Families First, Inc. (Bladen)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Hope Harbor Home, Inc. (Brunswick)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Helpmate, Inc. (Buncombe)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Options, Inc. (Burke)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
(Cabarrus) Victims Assistance Network		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Shelter Home of (Caldwell) Co., Inc.		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Albemarle Hopeline (Camden)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
(Carteret) Co. Domestic Violence Program, Inc.		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Town of Yanceyville (Caswell) (G)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	GOV
Family Guidance Center, Inc. (Catawba)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Family Violence & Rape Crisis Services (Chatham)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Reach, Inc. (Cherokee)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Albermarle Hopeline (Chowan)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Reach, Inc. (Clay)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
(Cleveland) Co. Abuse Prevention Council, Inc.		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Families First, Inc. (Columbus)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Coastal Women's Shelter (Craven)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
(Cumberland) Co DSS/CARE (G)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	GOV
Albemarle Hopeline (Currituck)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Outer Banks Hotline, Inc (Dare)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Family Services of (Davisdon) Co., Inc.		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
(Davie) Domestic Violence Services (G)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	GOV
Sarah's Refuge, Inc. (Duplin)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
(Durham) Crisis Response Center		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
My Sister's House (Edgecombe)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Family Services, Inc. (Forsyth)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Safe Space, Inc. (Franklin)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
(Gaston) Co. DSS (G)		12,334.56	-	11,512.25	11,018.88	10,476.64	34,865.69	GOV
Roanoke Chowan S.A.F.E(Gates)		6,167.28	-	5,756.12	5,509.44	5,238.32	17,432.84	NON-GOV
Albemarle Hopeline (Gates)		6,167.28	-	5,756.12	5,509.44	5,238.32	17,432.84	NON-GOV
Hope for Families(Graham)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV
Families Living Veolence Free (Granville)		-	12,334.56	11,512.25	11,018.88	10,476.64	34,865.69	NON-GOV

YAIO GRANT AWARD FY 0809

FY 0809	AMNT	CK#	CK DATE	INVOICE#	ACCT#	GOV NON-GOV	CENTER NUMBER
CHARLES AND EVA MUNN	200.00	11266712	1/26/2009	GRANT/FY0809	536J00	N GOV	17617611
GOLDSBORO MAYOR'S YOUTH COUNCIL	400.00	11268717	2/11/2009	MG042009	536980	GOV	17617611
WAYNE E MITCHELL CENTER	250.00	11268307	2/9/2009	G2013YA01509SYC	536J00	N GOV	17617611
RAY OF HOPE CDC	482.47	11268306	2/9/2009	G2013YA00809SYC	536J00	N GOV	17617611
KATIE'S KIDZ (K-9 CAPERS)	79.95	11268461	2/9/2009	G2013YA00609SYC	536J00	N GOV	17617611
CATAWBA COUNTY LIBRUARY SYSTEM	500.00	11268440	2/9/2009	MG012009	536J00	N GOV	17617611
CORA'S	200.00	11269159	2/18/2009	G2013YA00409SYC	536J00	N GOV	17617611
GARYSBURG YOUTH CENTER	500.00	11268990	2/18/2009	G2013YA00509SYC	536J00	N GOV	17617611
TEEN ACTORS GUILD	250.00	11269756	3/2/2009	G2013YA01109SYC	536J00	N GOV	17617611
RILEY HILL FAMILY LIFE CENTER	500.00	11269782	3/2/2009	G2013YA00909SYC	536J00	N GOV	17617611
UNIQUE 1	400.00		3/25/2009	G2013YA01309SYC	536J00	N GOV	17617611
OAK ISLAND PARKS AND RECREATION	300.00		3/25/2009	MG052009	536980	GOV	17617611
WJHS CHORAL PARENTS ASSOCIATION	198.60		4/1/2009	G2013YA01409SYC	536J00	N GOV	17617611
TOTAL YTD	4,261.02						

YAIO MINI GRANTS 0708

1301-53*-17617611	AMNT	ISSUED	ACCT#	
CHARLES AND EVA MUNN FOUNDATION	200.00	2/27/2008	536J00	NON GOV
DURHAM YOUTH COUNCIL	500.00	2/27/2008	536900	GOV
EDENTON CHOWAN RECREATION DEPT	100.00	2/27/2008	536900	GOV
GIRL SCOUTS HORNET'S NEST COUNCIL	500.00	2/27/2008	536J00	NON GOV
HOLLA	500.00	2/27/2008	536J00	NON GOV
JUNIOR RED CROSS	500.00	2/27/2008	536J00	NON GOV
KATIE'S KIDS (K-9 Capers)	175.00	2/27/2008	536J00	NON GOV
TEEN TUTORS/BOYS&GIRLS CLUB OF LENIOR CO	450.00	2/27/2008	536J00	NON GOV
UNIQUE 1	350.00	2/27/2008	536J00	NON GOV
LINCOLN HEIGHT COM DEV CENTER	500.00	3/19/2008	536J00	NON GOV
SHILOH BAPTIST CHURCH TUTORING PROGRAM	400.00	4/8/2008	536J00	NON GOV
WADE CHRISTIAN FELLOWSHIP	200.00	4/8/2008	536J00	NON GOV
FAMILIES SUPPORTING FAMILIES	200.00	5/7/2008	536J00	NON GOV
SHILOH MISSIONARY BAPTIST CHURCH YC	500.00	5/14/2008	536J00	NON GOV
DURHAM YOUTH COUNCIL	-500.00	3/20/2008	536900	GOV
TOTAL	4,575.00			

FY 0809 DOA MLK JR COMMISSION GRANT AWARDS

Grantee	Date	Amount	CK #	Account	Center	NON-GOV
RIVER CITY COMMUNITY DEVELOPMENT CORP	08/20/08	4,000.00	E-PAY11253664	536J00	1742	NG
YWCA WINSTON-SALEM FORSYTH COUNTY	08/06/08	4,000.00	11252483	536J00	1742	NG
Total		**8,000.00**				

FY 0708 DOA MLK JR COMMISSION GRANT AWARDS

Grantee	Date	Amount	CK #	Account	Center	NON-GOV GOV
African American Heritage Foundation of Wilmington	08/06/07	6,000.00	11221921	536j00	1742	NG
Communities in Schools of High Point Inc	08/06/07	6,000.00	1121882	"	"	"
Elizabeth City State University	08/06/07	6,000.00	11221866	536600	"	G
The Family and Neighborhoods Institute of NC	08/06/07	3,000.00	11221896	536j00	"	NG
Fayetteville/Cumberland County Dr MLK jr Committee	08/06/07	4,000.00	11221898	536600	"	G
Granville County Government	08/06/07	6,000.00	11221923	"	"	"
Moses H Cone Memroial Health Services Corp	08/06/07	5,000.00	11221932	536j00	"	NG
City of Rocky Mount MLK jr Commission	08/06/07	4,000.00	11221927	536600	"	G
Unifour Organizing Coalition (confirmed fy0708 grant)	11/01/07	6,000.00	11229436	536J00	1742	NG
Total		**46,000.00**				

Sexual Assault Grant			1734	GRANT AMOUNT						
		FY 0809	NG 536E34	$31686.34 X9%=$28,384.57	1st qtr	2nd qtr	3rd qtr	4th qtr	GRAND	GOV
			G 536434	$70522.43 X9%=$64,175.42	AMOUNT	AMOUNT	AMOUNT	AMOUNT	TOTALS	NON-GOV
Haven in (Lee) Co.					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
SAFE in (Lenoir) Co.					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
(Lincoln) Co. Coalition Against DV					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
REACH of (Macon) Co.					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
My Sister's Place (Madison)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Family Services (McDowell)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
United Family Services (Mecklenburg)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
(Mitchell) Co. Safeplace					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Crisis Council, Inc. (Montgomery)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Friend to Friend (Moore)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
My Sisters House (Nash/Edgecombe)					7,856.68	7,332.99	7,018.61	-	22,208.28	
Rape Crisis Center/Coastal Horizons(N Hanover)					17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	NON-GOV
(Onslow) Women's Center, Inc.					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
(Orange) County Rape Crisis Center					17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	NON-GOV
Albemarle Hopeline (Pasquotank)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Safe Haven of (Pender), Inc.					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
REAL Crisis Intervention, Inc. (Pitt)					17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	NON-GOV
Steps to Hope, Inc. (Polk)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
(Randolph) Co Family Crisis Center					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
New Horizons Life & Family Services (Richmond)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Rape Crisis Center of (Robeson)					17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	NON-GOV
Help, Inc. Center Against Violence (Rockingham)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
The Rape, Child and Family Abuse Crisis Council (Rowan)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Family Resources (Rutherford)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
U Care, Inc. (Sampson)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
DV & Rape Crisis Center of (Scotland) Co.					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Crisis Council, Inc. (Stanly)					7,856.68	7,332.99	7,018.61	hold	22,208.28	NON-GOV
Swain/Qualla Safe, Inc. (Swain)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Tri-County Women's Resource Ctr (Surry)					-	-	-	-	-	NON-GOV
SAFE, Inc. (Transylvania)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Violence&Sexual Assault Inc (Tyrell & Washington)					-	-	-	-	-	NON-GOV
United Family Services (Union)					17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	NON-GOV
Interact (Wake)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
dba Helping Hands (Warren)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Oasis, Inc. (Watauga)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
SAFE, Inc. (Wilkes)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Wesley Shelter, Inc. (Wilson)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Family Violence (Yancey)					7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
NCCASA (Statewide)					17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	NON-GOV
				TOTALS	753,637.91	703,402.38	680,266.23	606,834.15	2,744,140.67	
					2,744,140.67					
					157,185.41	536434				
					2,586,955.26	536E34				
					2,744,140.67					

Sexual Assault	Grant	1734	GRANT AMOUNT						
	FY 0809	NG 536E34	$31686.34 X9%=$28,384.57	1st qtr	2nd qtr	3rd qtr	4th qtr	GRAND	GOV
		G 536434	$70522.43 X9%=$64,175.42	AMOUNT	AMOUNT	AMOUNT	AMOUNT	TOTALS	NON-GOV
				Ck.dte 11/19/08	Ck.dte 1/2/09	Ck.dte 1/26/09	Ck.dte 4/6/2009		
Crossroads (Alamance)				17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	NON-GOV
Domestic Violence Resource Center (Alexander)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
DANA (Alleghany) Partnership for Children				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
DV Coalition Inc. (Anson)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
ACADA Home Inc (Avery)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Options to DV & SA, Inc(Beaufort)				-	-	7,018.61	HOLD	7,018.61	NON-GOV
Hope Harbor Home, Inc. (Brunswick)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Our Voice, Inc (Buncombe)				17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	NON-GOV
Options, Inc. (Burke)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
United Family Services (Cabarrus)				17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	NON-GOV
Shelter home of (Caldwell) Co, Inc.				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
(Carteret) Co. Rape Crisis Program (G)				17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	GOV
Rape Crisis Center (Catawba)				17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	NON-GOV
Family Violence & Rape Crisis (Chatham)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
REACH, Inc. (Cherokee)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Reach Inc (Clay)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
(Cleveland) Co. Abuse Prevention Council				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Families First, Inc. (Columbus)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
ComCoalitionAgainstFamilyViolencedbaPromisePlace(Craven)				17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	NON-GOV
Rape Crisis Volunteers of (Cumberland) Co (G)				17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	GOV
Outer Banks Hotline, Inc. (Dare)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Family Services of (Davidson) Co.				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Davie Domestic Violence Services (Davie) (G)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	GOV
Sarah's Refuge, Inc. (Duplin)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Durham Crisis Response Ctr (Durham)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
My Sister's House (Edgecombe)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	
Family Services, Inc. (Forsyth)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Safe Space Inc (Franklin)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Family Services Inc (Gaston)				17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	NON-GOV
Roanoke Chowan SAFE (Gates & Northhampton)				-	-	-	-	-	NON-GOV
Violence&Sexual Assault Inc (Graham)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Families Living Violence Free (Granville)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Greensboro Family Services (Guilford GB)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
High Point Family Services (Guilford HP)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Hannah's Place (Halifax)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
SAFE of (Harnett) Co.				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
REACH (Haywood)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
The Healing Place (Henderson)				17,768.25	16,583.80	15,872.92	13,950.45	64,175.42	NON-GOV
Rowan Chowan SAFE (Hertford)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Fifth Street Ministries (Iredell)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
REACH (Jackson)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV
Harbor, Inc. (Johnston)				7,856.68	7,332.99	7,018.61	6,626.29	28,834.57	NON-GOV

		FY 0809						
Divorce Fees-"DF"		17327325	FEES	1st qtr	2nd qtr	FUNDS		
		NG 536E25 G 536425		AMOUNT	AMOUNT	TO DATE		
				Ck. Dte 11/24/08	Ck. Dte 1/14/09			
Womens Resource Center in (Alamance Co.)				11,545.54	10,591.86	22,137.40	NON GOV	1
Options to DV/SA Inc (Beaufort Co) HOLD				-	-	-	NON GOV	2
Hope Harbor Displaced Homemaker Svcs(Brunswick				11,545.54	10,591.86	22,137.40	NON GOV	3
YWCA of Asheville (Buncombe)				11,545.54	10,591.86	22,137.40	NON GOV	4
Catawba Valley Community College (Catawba) (G)				11,545.54	10,591.86	22,137.40	GOV	5
Family Violence & Rape Crisis (Chatham)				11,545.54	10,591.86	22,137.40	NON GOV	6
Taske Force on Family Violence/REACH (Cherokee)				11,545.54	10,591.86	22,137.40	NON GOV	7
Abuse Prevention Council, Inc (Cleveland)				11,545.54	10,591.86	22,137.40	NON GOV	8
Southeastern Community College (Columbus) (G)				11,545.54	10,591.86	22,137.40	GOV	9
Coastal Women's Shelter, Inc. (Craven)				11,545.54	10,591.86	22,137.40	NON GOV	10
Women's Center of Fayetteville (Cumberland)				11,545.54	10,591.86	22,137.40	NON GOV	11
Outer Banks Hotline, Inc. (Dare)				11,545.54	10,591.86	22,137.40	NON GOV	12
DV Services & Rape Crisis Ctr (Davie) (G)				-	-	-	GOV	13
WS/FC Council Status of Women (Forsyth)				-	-	-	NON GOV	14
NC Cooperative Extension Service of (Gates) Co.(G)				11,545.54	10,591.86	22,137.40	GOV	15
Families Living Violence Free (Granville)				-	-	-	GOV	16
Womens Resource Center of Greensboro (Guilford)				11,545.54	10,591.86	22,137.40	NON GOV	17
REACH of (Jackson) Co., Inc.				11,545.54	10,591.86	22,137.40	NON GOV	18
HARBOR, Inc. (Johnston)				11,545.54	10,591.86	22,137.40	NON GOV	19
HAVEN in (Lee Co.) Inc.				-	-	-	NON GOV	20
Kinston Housing Authority(Lenoir) (G)				-	-	-	GOV	21
REACH of (Macon Co.)				11,545.54	10,591.86	22,137.40	NON GOV	22
(Mecklenburg Co.) Women's Commission (G)				11,545.54	10,591.86	22,137.40	GOV	23
Safe Place (Mitchell)				11,545.54	10,591.86	22,137.40	NON GOV	24
Swim Network (Nash/Edgecomb)				-	-	-	NON GOV	25
Rocky Mount Family YMCA (Nash)				-	-	-	NON GOV	26
Single Women in Mission, INC. (Nash)				-	-	-	NON GOV	27
YWCA of the Lower Cape Fear, Inc. (New Hanover)				11,545.54	10,591.86	22,137.40	NON GOV	28
The Women's Center (Orange)				11,545.54	10,591.86	22,137.40	NON GOV	29
(Pamlico) Community College (G)				11,545.54	10,591.86	22,137.40	GOV	30
Albemarle Hotline , (Pasquotank)				11,545.54	10,591.86	22,137.40	NON GOV	31
Safe Haven of (Person) Co Inc				11,545.54	10,591.86	22,137.40	NON GOV	32
New Directions/Family Violence Program (Pitt)				11,545.54	10,591.86	22,137.40	NON GOV	33
New Horizons Life&Family (Richmond)				11,545.54	10,591.86	22,137.40	NON GOV	34
Southeastern Family Violence Ctr (Robeson)				11,545.54	10,591.86	22,137.40	NON GOV	35
Help, Inc. (Rockingham)				11,545.54	10,591.86	22,137.40	NON GOV	36
Family Resources of (Rutherford) Co.				11,545.54	10,591.86	22,137.40	NON GOV	37
U Care, Inc. (Sampson)				11,545.54	10,591.86	22,137.40	NON GOV	38
Swain/Qualla SAFE, Inc. (Swain)				11,545.54	10,591.86	22,137.40	NON GOV	39
SAFE of (Transylvania) Co				11,545.54	10,591.86	22,137.40	NON GOV	40
Turning Point DH Program (Union)				11,545.54	10,591.86	22,137.40	NON GOV	41
YWCA of Greater Triangle Inc (Wake)				11,545.54	10,591.86	22,137.40	NON GOV	42
SAFE Inc (Wilkes)				11,545.54	10,591.86	22,137.40	NON GOV	43
Wesley Shelter, Inc. Wilson)				-	-	-	NON GOV	44
NETWORK (Statewide)				-	-	-	NON GOV	45
				$392,548.36	360,123.24	$752,671.60		
						664,122.00		
						88,549.60		
						752,671.60		

	FY 0809					
Displaced Homeaker-"DH"			1732	GRANT		
			NG 536E32		AWARD	
			G 536432		Ck. Dte 11/24/08	
Womens Resource Center in (Alamance)					7,600.00	NON-GOV
Options to DV/SA, Inc. (Beaufort)			HOLD		-	NON-GOV
Hope Harbor Displaced Homemaker Svcs (Brunswick)					5,225.00	NON-GOV
YWCA of Asheville (Buncombe)					16,150.00	NON-GOV
(Catawba) Valley Community College (G)					8,550.00	GOV
Family Voilence & Rape Crisis Ser (Chatham)					11,875.00	NON-GOV
Task Force on Family Violence/REACH(Cherokee&Clay)					5,700.00	NON-GOV
Cleveland Co Abuse Prevention Council(Cleveland)					14,725.00	NON-GOV
Southeastern Community College (Columbus) (G)					12,825.00	GOV
Coastal Women's Shelter, Inc. (Craven)					12,825.00	NON-GOV
Women's Center of Fayetteville (Cumberland)					14,250.00	NON-GOV
OuterBanks Hotline (Dare)					3,795.00	NON-GOV
Council on Status of Women,(Forsyth)					-	NON-GOV
NC Cooperative Extension Service of (Gates) Co. (G)					4,750.00	GOV
Families Living Violence Free (Granville)					-	NON-GOV
Womens Resource Center of Greensboro (Guilford)					12,825.00	NON-GOV
REACH of (Jackson) Co., Inc.					8,550.00	NON-GOV
Harbor Inc (Johnston)					5,700.00	NON-GOV
HAVEN in(Lee) Co., Inc.					-	NON-GOV
Kinston Housing Authority (Lenoir) (G)					-	GOV
REACH of (Macon) Co.					4,275.00	NON-GOV
(Mecklenburg) Co. Women's Commission (G)					6,650.00	GOV
Swin Network (Nash/Edegemombe)					-	NON-GOV
Safe Place (Mitchell)					11,875.00	NON-GOV
YWCA Lower Cape Fear Inc(N.HanoverBrunswickPender)					6,650.00	NON-GOV
The Women's Center (Orange)					12,825.00	NON-GOV
(Pamlico)Community College (G)					8,550.00	GOV
Albemarle Hotline, (Pasquotank) Co					8,550.00	NON-GOV
Safe Haven of (Person) Co Inc					4,275.00	NON-GOV
New Directions/Family Violence Program (Pitt)					9,500.00	NON-GOV
NewHorizons Life & Family Services (Richmond)					6,175.00	NON-GOV
SE Family Violence Ctr (Robeson)					14,725.00	NON-GOV
Help, Inc. (Rockingham)					11,875.00	NON-GOV
Family Resources of (Rutherford) Co.					11,875.00	NON-GOV
U Care, Inc. (Sampson)					4,275.00	NON-GOV
(Swain) Qualla SAFE, Inc.					6,175.00	NON-GOV
SAFE Inc of (Transylvania) Co					4,275.00	NON-GOV
Turning Point DH Program (Union)					4,750.00	NON-GOV
YWCA of Greater Triangle Inc (Wake)					6,175.00	NON-GOV
Safe, Inc. (Wilkes) Co					4,750.00	NON-GOV
Wesley Shelter,(Wilson) Co					-	NON-GOV
			Contract Total		293,545.00	
				536E32	NON-GOV	
				536432	GOV	
				GT		

FY 07-08

Divorce Fees-"DF" 17327325 NG 536E25 G 536425 DH PROGRAM (P DIVORCEFEES)	CkDate 12/17/07 1st qtr Amount	CkDate 02/13/08 2nd qtr Amount	CkDate 04/16/08 3rd qtr Amount	CkDate 06/25/08 4th qtr Amount	RETURNED FUNDS Amount	FUNDS TO DATE	NEW NCAS ACCOUNT#	GOV NON GOV
Womens Resource Center in (Alamance Co.)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Options to DV/SA Inc (Beaufort Co)	13784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
YWCA of Asheville (Buncombe)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Catawba Valley Community College (Catawba)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Family Violence & Rape Crisis (Chatham)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E26	NON GOV
Taske Force on Family Violence/REACH (Cherokee)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Abuse Prevention Council, Inc (Cleveland)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Southeastern Community College (Columbus)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Coastal Women's Shelter, Inc. (Craven)	13,784.28	10,985.00	14,609.00	11,606.00	(132.49)	50,851.79	536E25	NON GOV
Women's Center of Fayetteville (Cumberland)	13,784.28	10,985.00	14,609.00	11,606.00	(3,648.37)	47,335.91	536E25	NON GOV
Outer Banks Hotline, Inc. (Dare)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
DV Services & Rape Crisis Ctr (Davie) G	-	-	-	-		-	536425	GOV
WS/FC Council Status of Women (Forsyth)	ISSUES	-	-	-		-	536E25	NON GOV
NC Cooperative Extension Service of (Gates) Co.	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Families Living Violence Free (Granville)	13,784.28	10,985.00	14,609.00	11,606.00	(7,240.85)	43,743.43	536E25	NON GOV
Womens Resource Center of Greensboro (Guilford)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
REACH of (Jackson) Co., Inc.	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
HARBOR, Inc. (Johnston)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
HAVEN in (Lee Co.) Inc.	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Kinston Housing Authority(Lenoir) G	-	-	-	-		-	536425	GOV
REACH of (Macon Co.)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
(Mecklenburg Co.) Women's Commission G	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536425	GOV
Safe Place (Mitchell)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Swim Network (Nash/Edgecomb)	13,784.28	10,985.00	-	-	(757.00)	24,012.28	536E25	NON GOV
Rocky Mount Family YMCA (Nash)	-	-	-	-		-	536E25	NON GOV
Single Women in Mission, INC. (Nash)	-	-	-	-		-	536E25	NON GOV
YWCA of the Lower Cape Fear, Inc. (New Hanover)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
The Women's Center (Orange)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
(Pamlico) Community College	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Albemarle Hotline , (Pasquotank)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
New Directions/Family Violence Program (Pitt)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
New Horizons Life&Family (Richmond)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Southeastern Family Violence Ctr (Robeson)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Help, Inc. (Rockingham)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Family Resources of (Rutherford) Co.	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
U Care, Inc. (Sampson)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Swain/Qualla SAFE, Inc. (Swain)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
SAFE Inc (Wilkes)	13,784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
Wesley Shelter, Inc. Wilson)	13784.28	10,985.00	14,609.00	11,606.00		50,984.28	536E25	NON GOV
NETWORK (Statewide)	-	-	-	-		-	536E25	NON GOV
Womens Center of Fayetteville returned $3,648.37 refund fy 0607 Divorce Filing Fees	$468,665.52	$373,490.00	$482,097.00	382,998.00		$1,695,471.81		
							1,644,487.53	536E25 NON GOV
							50,984.28	536425 GOV
							1,695,471.81	

FY 07-08

Displaced Homeaker-"DH" (P DHFUND) GRANT	1732 NG 536E32 G 536432	AWARD	CkDate 1/14/2008	BALANCE CONTRACT	YTD TOTALS	NEW NCAS ACCT #		
Womens Resource Center in (Alamance) Co.		8,642.72	8,642.72		8,642.72	536E32	NON-GOV	
Options to DV/SA, Inc. (Beaufort) Co		7,242.72	7,242.72		7,242.72	536E32	NON-GOV	
YWCA of Asheville (Buncombe)		14,642.72	14,642.72		14,642.72	536E32	NON-GOV	
(Catawba) Valley Community College		6,642.72	6,642.72		6,642.72	536E32	NON-GOV	
Family Voilence & Rape Crisis Ser (Chatham)		12,142.72	12,142.72		12,142.72			
Task Force on Family Violence/REACH(Cherokee&Clay)		12,142.72	12,142.72		12,142.72			
Cleveland Co Abuse Prevention Council(Cleveland)		11,142.72	11,142.72		11,142.72			
Southeastern Community College (Columbus)		12,142.72	12,142.72		12,142.72	536E32	NON-GOV	
Coastal Women's Shelter, Inc. (Craven)		5,142.72	5,142.72		5,142.72	536E32	NON-GOV	
Women's Center of Fayetteville (Cumberland)		16,642.72	16,642.72		16,642.72	536E32	NON-GOV	
OuterBanks Hotline (Dare)		4,642.72	4,642.72		4,642.72			
Council on Status of Women,(Forsyth)		6,697.72	6,697.72		6,697.72	536E32	NON-GOV	
NC Cooperative Extension Service of (Gates) Co.		4,642.72	4,642.72		4,642.72	536E32	NON-GOV	
Families Living Violence Free (Granville)		4,642.72	4,642.72		4,642.72			
Womens Resource Center of Greensboro (Guilford)		9,892.72	9,892.72		9,892.72	536E32	NON-GOV	
REACH of (Jackson) Co., Inc.		12,892.72	12,892.72		12,892.72	536E32	NON-GOV	
Harbor Inc (Johnston)		12,142.72	12,142.72		12,142.72			
HAVEN in(Lee) Co., Inc.		12,892.72	12,892.72		12,892.72	536E32	NON-GOV	
Kinston Housing Authority (Lenoir)	G	-	-		-	536432	GOV	
REACH of (Macon) Co.		6,142.72	6,142.72		6,142.72	536E32	NON-GOV	
(Mecklenburg) Co. Women's Commission	G	10,892.72	10,892.72		10,892.72	536432	GOV	
Swin Network (Nash/Edegemombe)		8,642.72	8,642.72	(1,100.00)	7,542.72	536E29	NON-GOV	returned $1100.00
Safe Place (Mitchell)		6,142.72	6,142.72		6,142.72	536E30	NON-GOV	on 06/04/08
YWCA Lower Cape Fear Inc(N.HanoverBrunswickPender)		13,642.72	13,642.72		13,642.72	536E31	NON-GOV	
The Women's Center (Orange)		15,142.72	15,142.72		15,142.72	536E32	NON-GOV	
(Pamlico)Community College		8,892.72	8,892.72		8,892.72	536E32	NON-GOV	
Albemarle Hotline, (Pasquotank) Co		11,142.72	11,142.72		11,142.72	536E32	NON-GOV	
New Directions/Family Violence Program (Pitt)		8,892.72	8,892.72		8,892.72	536E32	NON-GOV	
NewHorizons Life & Family Services (Richmond)		7,242.72	7,242.72		7,242.72	536E32	NON-GOV	
SE Family Violence Ctr (Robeson)		4,642.72	4,642.72		4,642.72	536E32	NON-GOV	
Help, Inc. (Rockingham)		9,892.72	9,892.72		9,892.72	536E32	NON-GOV	
Family Resources of (Rutherford) Co.		4,142.52	4,142.52		4,142.52	536E32	NON-GOV	
U Care, Inc. (Sampson)		4,137.72	4,137.72		4,137.72	536E32	NON-GOV	
(Swain/Qualla) SAFE, Inc.		8,642.72	8,642.72		8,642.72	536E32	NON-GOV	
Safe, Inc. (Wilkes) Co		5,142.72	5,142.72		5,142.72	536E32	NON-GOV	
Wesley Shelter,(Wilson) Co		6,642.72	6,642.72		6,642.72	536E32	NON-GOV	
	Contract T	314,995.00		(1,100.00)	313,895.00			
					303,002.28	536E32	NON-GOV	
					10,892.72	536432	GOV	
					313,895.00			

FY 07-08	532199
NCSU	1,012,771.09
GEM Management Consultants	30,000.00
ASU	225,000.00
NC A&T	200,000.00
Procurement	121.00
	1,467,892.09

FY 08-09	532199	536301
GEM Management	48,000.00	
Land of Sky Regional Council	63,600.00	
NCSU	130,467.08	1,400,875.00
NC A & T	48,997.45	484,000.00
ASU	1,509.29	601,500.00
	292,573.82	**2,486,375.00**

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Expenditure Account: Contracted Personal Services (531321)

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund	1881 - Commission on Indian Affairs					
Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		6,174	0	3,445	3,445	Contracted services would be used to comply with statutory duties as outlined in the enabling legislation NC General Statue 143B.
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327##)		18,922	8,214	18,822	18,430	Funds are required for commission members and staff to attend quarterly commission meetings as required by the NC General Statute 143B, and for staff to carry out the mission of the commission as required by NC General Statute 143B.
Cellular Phone Services (532814)		161	414	161	161	Funds used to reimburse business use of personal cell phones by staff members in carrying out the duties of the NC Commission of Indian Affairs.
Furniture and Equipment Replacement Schedules (534500 to 534550)		12,925	(5*)	2,043	2,043	Maintenance, operation, repair and/or replacement of computers, printers, copiers, fax machines and furniture used in the operation of the NC Commission of Indian Affairs as required by NC General Statue 143B.
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 5366xx)		148,423	96,942	0	0	

*see page 25 for grantee information

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Expenditure Account: Contracted Personal Services (531321)

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund	1782 - Domestic Violence Center					
Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		0	0	0	0	
Cellular Phone Services (532814)		0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		0	0	0	0	
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	
Domestic Violence Grants - Divorce Fees *see page 24 for list of grantees		0	293,924	717,400	717,400	These grant funds are for the 102 domestic violence programs to provide direct services to victims of crime.
Domestic Violence Grants - Marriage License Gees *see page 24 for list of grantees		1,204,951	705,643	1,350,000	1,350,000	These grant funds are for the 102 domestic violence programs to provide direct services to victims of crime.

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund	1810 - State Ethics Commission					
Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		0	419	0	0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		7,042	5,201	12,425	12,231	
Cellular Phone Services (532814)		0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		3,241	935	1,000	1,000	
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / 1772 - State Veteran's Home Program					
General Fund					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	4,200	0	0	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	11,343	11,327	11,683	11,774	This program is 100% receipt supported.
Cellular Phone Services (532814)	676	432	676	676	This program is 100% receipt supported.
Furniture and Equipment Replacement Schedules (534500 to 534550)	131,322	149,385	60,800	60,800	This program is 100% receipt supported.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / 1781 - Domestic Violence Program					
General Fund					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	7,000	7,000	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	1,857	2,690	2,429	2,406	
Cellular Phone Services (532814)	1,193	766	1,193	1,193	
Furniture and Equipment Replacement Schedules (534500 to 534550)	2,937	792	2,770	2,770	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	
Domestic Violence Grants - Appropriation	0	2,621,094	4,680,225	4,680,225	Grant appropriation provides funding to allow 102 Domestic Violence programs and Shelters offer direct services to those victims of domestic violence.
*see page 23 for list of grantees					
Transfer to Department of Crime Control & Public Safety	5,032,500	733,907	0	0	

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division 14100 - Department of Administration 1 - General Fund / 1761 - Youth Advocacy & Involvement	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	1,251	0	1,251	1,251	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	11,462	8,900	11,462	11,181	
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	7,034	180	1,049	1,049	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	
Youth Advocacy & Involvement Mini Grant Program (536xxx) *see page 22 for list of grantees	5,075	3,662	6,500	6,500	This line item is our Mini-Grant program which has been funded for over 25 years. We receive many more requests than we can fund. This cut would hurt our core mission.

Fund Code / Division 14100 - Department of Administration 1 - General Fund / 1771 - Veteran Affairs	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	375	520	375	375	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	111,525	95,808	102,371	102,234	Required by GS 165 to assist county service office programs and provide veteran assistance throughout North Carolina
Cellular Phone Services (532814)	1,686	1,350	1,686	1,686	
Furniture and Equipment Replacement Schedules (534500 to 534550)	15,758	15,625	24,526	24,526	Shredders to comply with confidentiality laws both federal and State; computers, replacement of items that wear out.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Veteran Scholarships (Appropriation) (536xxx)	1,244,311	0	2,633,061	2,633,061	Mandated by GS 165, Article 4
Veteran Scholarships from Escheats K (536xxx)	6,228,633	4,866,173	6,918,733	6,918,733	Mandated by GS 165, Article 4
Other Aid and Grants (5369AA)	185,000	146,000	174,840	174,840	Mandated by GS 165 to assist county veterans service office programs
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund - 1741 - Human Relations Commission					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	558	0	558	558	Occasional specialized or expert services necessary to adequately perform NCHRC functions. Hiring an expert in discriminatory mortgage lending on a case-by-case-basis would be an example.
Rental/Lease of Equipment (532521 to 532525)	0	4,469	0	0	
Travel/Related Expenses (5327xx)	42,834	45,634	28,787	28,787	Travel essential to investigate complaints, enforce findings of violation, attend training, or provide training under the NC Fair Housing Act, N.C.G.S. § 41A. All out-of-state travel is for training and should be reimbursed by HUD travel and training funds. Some in-state expenses are also reimbursed by those HUD funds. Our other in-state travel is for on-site investigations, conciliation conferences, litigation, and providing Fair Housing training to citizens. HUD requires us to engage in each of these activities.
Cellular Phone Services (532814)	2,162	873	2,162	2,162	Cellular phones for four (4) Community Relations field representatives; the Executive Director's PDA; and two (2) cellular phones for use by the Housing Unit and Legal Unit when traveling.
Furniture and Equipment Replacement Schedules (534500 to 534550)	18,282	0	741	741	Office furniture, computer equipment and software, and other office equipment as needed. Expenses were higher this year and last because of office move. These expenses are shared between the HRC and the MLK commissions.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund - 1742 - Martin Luther King Commission					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	25,050	4,900	0	0	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	4,312	1,180	4,312	4,260	Travel to meetings and events by Commissioners, Executive Director, and staff. Authorized by N.C.G.S. § 143B 428.34B(c).
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	327	0	800	800	Office furniture, computer equipment and software, and other office equipment as needed. Expenses were higher this year and last because of office move. These expenses are shared between the HRC and the MLK commissions.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA) *see page 21 for list of grantees	20,000	0	8,514	8,514	Grants to local governments to encourage and assist them with respect to ceremonies and activities relating to observance of the NC Martin Luther King, Jr. legal holiday, as authorized by N.C.G.S. § 143B-428.34A.
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536hx) *see page 21 for list of grantees	26,000	8,000	37,200	37,200	Grants to private organizations to promote observance of the NC Martin Luther King, Jr. legal holiday, and to promote awareness and appreciation of the life and work of Dr. King, as authorized by N.C.G.S. § 143B-428.34A

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund / 1732 - Displaced Homemakers					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	1,000	1,000	
Rental/Lease of Equipment (532521 to 532525)	2,172	0	5,387	5,387	
Travel/Related Expenses (5327xx)	944	704	944	944	
Cellular Phone Services (532814)	0	0	100	100	
Furniture and Equipment Replacement Schedules (534500 to 534550)	3,954	5,010	1,751	1,751	
Discretionary Grants-DHG-Appropriations (536xxx) *see page 19 for list of grantees	313,895	293,545	312,495	312,495	DH funds Appropriations and Divorce Fees are needed to maintain the 35 DH programs across the state for the unemployed or underemployed, divorced or widowed women and men across the state in need of employment, education, training and financial assistance.
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	
Displaced Homemaker Grants from Divorce Filing Fees (536xxx) *see page 19 for list of grantees	1,707,250	752,672	1,620,791	1,620,791	DH funds Appropriations and Divorce Fees are needed to maintain the 35 DH programs across the state for the unemployed or underemployed, divorced or widowed women and men across the state in need of employment, education, training and financial assistance.

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund / 1734 - Rape Crisis Program					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	200	200	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	484	0	484	484	
Cellular Phone Services (532814)	0	0	500	500	
Furniture and Equipment Replacement Schedules (534500 to 534550)	0	0	148	148	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	
Transfer to Department of Crime Control & Public Safety (538172)	2,011,506	0	0	0	
Rape Crisis Grants - Appropriations (536xxx) *see page 20 for list of grantees	(208)	2,057,855	2,810,823	2,810,823	

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / 1823 - State Capitol Police / General Fund					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	223	223	
Rental/Lease of Equipment (532521 to 532525)	1,644	2,472	1,644	1,644	This line item supports the agency's annual Information Technology and computer lease cost. This funding is necessary to continue the computerized operation of the agency.
Travel/Related Expenses (5327xx)	108,021	99,672	58,007	58,007	This line item supports the agency's police vehicle fleet annual lease cost. The agency operates a minimal fleet of 15 vehicles used to patrol state-owned property in the Raleigh/Wake County area.
Cellular Phone Services (532814)	16,503	6,241	5,000	5,000	This line items supports critical communication capabilities among the agency' senior level managers and on-call personnel. The agency operates/issues a total of 7 cellular telephones to managers and on-call personnel. Cellular telephones are used by the agency to maintain operational efficiency
Furniture and Equipment Replacement Schedules (534500 to 534550)	49,330	24,712	24,225	24,225	This line item supports the purchase of law enforcement/security equipment provided to police officers and security guards to carry out their duties. The furniture portion of the funding supports the purchase of filing cabinets or other office furniture/equipment that may not be available at the State Surplus Property office.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / 1731 - North Carolina Council for Women / Domestic Violence Commission / General Fund					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	38,290	31,620	38,290	38,131	The CFW/DVC is responsible for the oversight of the Domestic Violence, Sexual Assault, Displaced Homemaker Grants and Abuser Treatment Programs. The 6 Region Directors must travel to conduct the required monitoring
Cellular Phone Services (532814)	1,636	2,577	3,450	3,450	Cell phones are essential to communicate and for safety purposes in the rural communities across NC.
Furniture and Equipment Replacement Schedules (534500 to 534550)	17,455	1,077	4,754	4,757	Furniture and Equipment are necessary to maintain the region offices.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

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Expenditure Account: Contracted Personal Services (531321)						
Fund Code: 14100 - Department of Administration, General Fund	Division: 1456 - State Energy Office	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199) *see page 18 for list of payees		1,437,892	2,778,949	1,834,424	1,864,301	This line item provides funding the administrative costs associated with the Utility Savings Initiative and funding for the three University Energy Centers. The administrative costs for the USI program include contracted services for technical assistance including HVAC Controls Tune-up, Steam trap Survey program, energy audit services, workshops and training. The three University Energy Centers provide a wide range of services to assure that the SEO meets their missions and goals including renewable energy programs, residential energy efficiency, alternative fuels transportation programs, commercial and institutional energy efficiency programs, and wide range of workshop, audit and training services.
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		15,907	13,678	15,907	15,848	Provides funding for the travel expenses of SEO employees funded with State Appropriations. This travel includes in-state travel to provide technical assistance to USI liaisons, site monitoring, training sessions and audits to state agencies, community colleges, universities, local government and K-12 schools.
Cellular Phone Services (532814)		1,639	2,705	1,639	1,639	Provides funding for cell phone service for the SEO employees funded with State Appropriations including the SEO Director.
Furniture and Equipment Replacement Schedules (534500 to 534550)		705	12,350	2,000	2,000	Provides funding for any office equipment or furniture required by SEO employees funded with State Appropriations
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	
Government Formula Grant (536301) *combined with 532199 above		0	0	0	0	
Fund Code: 14100 - Department of Administration, General Fund	Division: 1511 - Division of Purchase and Contract	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		150	0	150	150	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		86,003	65,039	87,435	86,536	P&C has two inspectors tht protect the interest of the State by inspecting purchased goods ans services.(G.S 143-60) We also have three compliance officers that make sure agencies are in compliance with purchasing statutes and rules. There are two liaisons that provide training for state agencies, community colleges, universities, public schools and certain local governments regarding the eProcurement system.
Cellular Phone Services (532814)		7,830	5,042	7,830	7,830	Cells phones are used by the State Purchasing Officer, E-procurement Outreach Manager and employees required to travel for their jobs. The employees that travel as required by their job are provide with cell phones to that they can be reached at all times.
Furniture and Equipment Replacement Schedules (534500 to 534550)		31,469	37,459	10,421	10,421	
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1416 - State Building Commission					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	5,234	3,166	4,420	4,261	The SBC holds meetings in the SCO office once a month to approve selections for architects, engineers and construction managers at risk. This is the first step toward constructing a project for the State.
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	0	0	0	0	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1421 - Facilities Management Division					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	129,053	228,574	129,053	129,053	
Rental/Lease of Equipment (532521 to 532525)	397	270	397	397	
Travel/Related Expenses (5327xx)	14,047	10,990	14,047	14,047	
Cellular Phone Services (532814)	43,766	31,459	43,766	43,766	
Furniture and Equipment Replacement Schedules (534500 to 534550)	465,491	222,331	49,233	49,233	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1411 - State Construction Office					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	137,451	100,130	225	225	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	94,453	73,948	94,453	94,453	This is required for our office to perform one of its core duties. This travel is for inspections for life safety, fire protection, and building code for new and renovated buildings across the state on any state owned property.
Cellular Phone Services (532814)	12,790	9,842	12,790	12,790	This is in order to stay in contact with our field personnel. For the most part these staff work from their homes and do not have a phone at work. Contact with owners, architects, engineers and contractors is via the cell phone. This is crucial to keep the projects on schedule.
Furniture and Equipment Replacement Schedules (534500 to 534550)	21,370	11,356	8,900	8,900	Funding is for purchase of copiers and large plan holders where we store plans for construction.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1412 - State Property Office					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	6,433	6,909	6,433	6,433	The ability of the property agents to travel is mission critical. It has been a policy here for years for agents to see the properties they are acquiring. Many potential pitfalls in property acquisition are not evident viewing only a survey, appraisal or floor plan.
Cellular Phone Services (532814)	1,006	1,024	1,006	1,006	Although many of our agents use their personnel cell phones for work related travel, we provide phones for those who would like or need this option.
Furniture and Equipment Replacement Schedules (534500 to 534550)	1,377	3,108	1,492	1,492	The furniture and equipment mentioned in the budget are for replacement chairs and desks. Much of our current furniture is aged.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1264 - Agency for Public Telecommunications					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	277,987	194,420	277,987	277,987	APT contracts with producers, writers, talent and specialized technical staff who serve as contractors on work APT is hired to complete on behalf of government agencies. APT then charges back to its clients for costs associated with each project.
Rental/Lease of Equipment (532521 to 532525)	291	817	3,122	3,122	When APT does not own equipment required for a production shoot (such as a jib or dolly), we rent it from vendors who can supply the specialized production equipment. Again, this is on behalf of work for hire projects and costs are charged back to clients.
Travel/Related Expenses (5327xx)	13,700	5,254	13,700	13,700	These costs cover travel associated with client projects (which are charged back to government agency clients) and other travel costs incurred by agency staff and board (for occasional travel to training, conferences, board meetings, and such).
Cellular Phone Services (532814)	264	113	264	264	The agency has a single cell phone for use by any staff when they are on production shoots. We do not have phones for individual staff; we all share a single phone on the basic service plan.
Furniture and Equipment Replacement Schedules (534500 to 534550)	149,793	196,091	62,100	62,100	APT directs some receipts towards the purchase of new equipment to meet client project demands. APT has always been conservative about its equipment selections, ensuring the best value items are purchased.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1311 - Office of State Personnel					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	107,176	189,888	11,212	11,212	
Rental/Lease of Equipment (532521 to 532525)	1,001	235	1,001	1,001	
Travel/Related Expenses (5327xx)	75,273	32,853	75,273	75,273	
Cellular Phone Services (532814)	3,767	3,082	2,767	2,767	
Furniture and Equipment Replacement Schedules (534500 to 534550)	23,192	9,012	18,444	18,444	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	11,982	13,655	41,937	41,937	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1230 - Non-Public Education					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	2,000	2,000	The school database program used by the division was designed and is currently maintained by a private contractor. DOA-MIS has no one on its staff who is sufficiently knowledgeable or technically qualified to repair and maintain this program. Because of the large volume of school data and its strategic importance to the enforcement of compulsory school attendance statewide, it is crucial that technical support be available on a special services contract basis, in case it needs repair -- which happens from time to time.
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	11,991	11,069	11,991	11,991	Travel is confined entirely to in-state, non-public school visitation. G.S. 115C - 548 thru 562 requires that non-public schools meet certain requirements -- including keeping and maintaining certain records which must be made available to a division representative "***at the principal office of such school***, at all reasonable times, for ***annual inspection***."
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	245	0	500	500	The new clerical staff position recently allotted to the division will require new furniture and equipment. Hence, the need for this allocation.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1241 - Management Information Systems					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	2,250	2,250	These funds are used to contract short term maintenance services, such as repairing a printer which breaks; and for consultation with technical resources to supplement staff expertise.
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	1,065	63	1,065	1,065	This covers the mileage reimbursement for staff for short trips they take to local remote locations, such as Mail Service Center, Motor Fleet, State and Federal Surplus, etc.; to assist them with application issues that can't be handled over the phone. These trips are necessary in order to maintain the operational effectiveness of these divisions.
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	569	220	2,492	2,492	This primarily covers miscellaneous specialized equipment, such as UPS battery backup device, which are required so that we don't loose in process application changes due to interruptions in building power. Also, port sharing devices, so that a single monitor/console can be used with our development servers. The inability to purchase replacements for these devices would greatly reduce or effectiveness in responding to business critical application changes.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

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Expenditure Account: Contracted Personal Services (531321)

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund	1122 - Human Resource Management					
Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		502	361	502	502	DOA HRM is complying with the requirement to have all employees/supervisors complete mandatory training
Cellular Phone Services (532814)		0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		(4,829)	885	1,574	1,574	
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund	1123 - Office of Historically Underutilized Businesses					
Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		800	0	13,401	13,401	To provide funding for the implementation of the Statewide Uniform Certification (SWUC) Program which legislatively is to be implemented by July 1, 2009. This could include services for site visits, program implementation, training and outreach to HUB firms, local MWBE Program Offices, General Contractors and State Agency purchasers, contract administrators and/or MWBE/HUB service providers.
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		13,280	8,410	13,280	13,280	Travel will be needed to develop and implement the SWUC Program.
Cellular Phone Services (532814)		202	113	202	202	The HUB Office has one cell phone allocated to the office primarily carried by the director or staff members for out of town travel.
Furniture and Equipment Replacement Schedules (534500 to 534550)		2,582	1,279	2,700	2,700	The HUB Office has recently had an ergonomic analyses conducted of staff member due to complaints. As a result, the director has requested office related furniture and equipment to address these issues. Additionally, furniture and/or equipment such as a fax server, document scanner, back-up server and file cabinet(s) are needed for SWUC. An estimated cost for a fax server, which the HUB Office needs to receive HUB certification documentation from the local MWBE Offices is $3500.
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Expenditure Account: Contracted Personal Services (531321)

Fund Code / Department of Administration / General Fund	Division / Office of the Secretary	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Contracted Personal Services (531321)		0	0	21,149	21,149	For department wide use of lapsed salaries "Truth in Budgeting Reform" in Governor's Budget
Miscellaneous Contractual Services (532199)		0	0	287,488	287,488	Includes $284,817 for department wide use of lapsed salaries "Truth in Budgeting Reform" in Governor's Budget
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		5,828	1,801	5,828	5,828	
Cellular Phone Services (532814)		442	327	442	442	
Furniture and Equipment Replacement Schedules (534500 to 534550)		4,305	592	6,227	6,227	
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

Fund Code / Department of Administration / General Fund	Division / Fiscal Management	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Contracted Personal Services (531321)		25,208	0	0	0	
Miscellaneous Contractual Services (532199)		0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		1,421	1,075	1,421	1,421	Travel to monitor/audit fiscal activities of out of town operations and for staff training workshops.
Cellular Phone Services (532814)		0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)		14,649	5,257	10,649	10,649	To replace copy machine and filing/storage systems.
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

Call to Order: 2:05 PM
Adjourn: 2:47 PM

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

Dept of Admin

DATES 2:00pm	4/28/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair	✓														
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown	✓														
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills															
Rep. Jane Whilden	✓														
Staff: Sarah															
Michele Nelson															
Claire Hester															
Page															

VISITOR REGISTRATION SHEET

Sen. Dorsey — 4-28-09

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Colleen Kochanek	NCCADV
Sheri Johnson	QSC
DEWEY STEPHENS	ADMIN
Christy Agner	DOA
Mel Chilton	DOA NC Commerce / DVC
Charlie Smith	DOA — Vet. Affairs
Cathy Keene	DOA Parking
June Michaux	DOA
Speros Fleggas	DOA
Melanie Sloan	DCR

House Pages

Name of Committee: Gen. Govt. Date: 4-28-09

1. Name: Colby White
   County: Stokes
   Sponsor: Holloway
2. Name:
   County:
   Sponsor:
3. Name:
   County:
   Sponsor:
4. Name:
   County:
   Sponsor:
5. Name:
   County:
   Sponsor:

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Martha Tarrant
3. Name:
4. Name:

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

April 29, 2009
Minutes

The House Appropriations Subcommittee on General Government met Wednesday, April 29, 2009 at 8:30 A.M.

Members of the Subcommittee on General Government present were: Representatives Underhill, Chair; Cleveland, Floyd, Mills and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms. She then called on Claire Hester to answer miscellaneous questions the committee members had. The questions and her answers are as follows:

1) Does DOA know anything about upcoming legislation concerning moving Indian Affairs to the Dept of Commerce?
    a. No.
2) Will any ARRA funds be coming to the Council for Women/Domestic Violence fund?
    a. No.
3) On pages 15 & 16 of the report, please explain the difference between FY 08-09 and FY 09-10/10-11 figures for the Domestic Violence appropriations & Domestic Violence divorce & marriage fees.
    a. Only two quarters have been paid out of these funds so far this fiscal year.
        i. Follow-up from Rep. Underhill: Have the recipients indicated this is causing problems for them?
            1. Yes, DOA has heard from quite a few.
4) Will ARRA funds have any effect on the Energy Efficiency Reserve (p. 26)?
    a. Unable to predict – also not sure about specific rules about supplanting funds.
5) Please explain the current deficits in the Health & Wellness Trust Fund and HRD – Interaction Management line items (p. 28).
    a. These are reimbursed by the Governor's office and OSP, respectively.
6) Please provide information on when DOA will respond to FRD's remarks on the Parking Continuation Review presented last week.
    a. DOA staff will meet with FRD staff to discuss further.

Representative Underhill called on the following speakers:

- Mr. Dewey Stephens, Chief Financial Officer with the Department of Administration (Attachment 2).
- Mr. Wesley Taylor, Controller with the NC General Assembly (Attachment 3).

A question and answer period. The meeting adjourned at 9:10 A.M.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA
HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
April 29, 2009
8:30 a.m.
Room 1425

Representative Alice Underhill, Chairing
Representative Susan Fisher

Agency Presentations

Department of Administration (continued)

Dewey Stephens
Chief Financial Officer

NC General Assembly

Wesley Taylor
Controller

VISITOR REGISTRATION SHEET

Gen. Govt. 4-29-09

Name of Committee Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Sarah Becker	NCCASA
Thomas Cheek	OSC
David Vanderweide	NCDST
David Starling	NCDST
Carolyn Jernigan	NCGA
Wes Taylor	NCGA
Rodney Bass	NCGA
Dennis McCarty	NCGA
Geo Ham	NCGA
Jane Mchany	DOA
Christy Joyner	DOA

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Danny Stephens	DOA
K McLaurin	DOA

House Pages

Name of Committee: Gen. Govt Date: 4-29-09

1. Name: Staci Driver
   County: Jones County
   Sponsor: Pat McElraft
2. Name: _____
   County: _____
   Sponsor: _____
3. Name: _____
   County: _____
   Sponsor: _____
4. Name: _____
   County: _____
   Sponsor: _____
5. Name: _____
   County: _____
   Sponsor: _____

Sgt-At-Arms

1. Name: Judy Turner
2. Name: _____
3. Name: Martha Pannell
4. Name: _____

	A	B	C	D	E	F	G	H	I
1	**11000 N.C. GENERAL ASSEMBLY - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS**								
2									
3	*Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.*								
4									
5	**Fund Code**	**Account**	**Division**	**FY 2007-08 Actual**	**FY 2008-09 YTD**	**FY 2009-10 Requested**	**FY 2010-11 Requested**	**Justification**	
6	**Expenditure Account: Contracted Personal Services (531321)**								
7	*No Activity*								
8									
9	**Miscellaneous Contractual Services (532199)**								
10	1110	532199	Senate	1,761	7,748	0	0	Carolina Clipping Service	
11	1110	532199	Senate	1,225	2,904	0	0	Carlyle Photo	
12	1110	532199	Senate	0	57,750	0	57,750	Senate Interns from the NC State Intern Program	
13	**1110**	**532199**	**Senate Total**	**2,986**	**68,402**	**0**	**57,750**	**Senate Interns from the NC State Intern Program**	
14	1120	532199	House	1,125	2,709	0	0	Carlyle Photo	
15	1120	532199	House	14,112	0	0	0	Wright Investigation Stenographer (Pace Reporting Service)	
16	1120	532199	House	0	1,658	0	0	Speech Prompting (Caption Perfect, Inc)	
17	1120	532199	House	0	57,750	0	57,750	House Interns from the NC State Intern Program	
18	**1120**	**532199**	**House Total**	**15,237**	**62,117**	**0**	**57,750**	**House Interns from the NC State Intern Program**	
19	1211	532199	Administration	2,800	0	0	0	Fire Alarm Inspection (NC System Service)	
20	1211	532199	Administration	1,760	4,125	750	750	Sen & Hse Calendar Printing Steve Blalock	
21	1211	532199	Administration	270	1,042	360	360	Fire Suppressant (BFPE International)	
22	1211	532199	Administration	28,600	0	0	0	Concourse Design (Sears Hackney)	
23	1211	532199	Administration	4,844	1,109	0	0	Sign Language (Fluent Language Solutions)	
24	1211	532199	Administration	0	50	0	0	Firing Lane Rental (Eagle 1 Law Enforcement Supply)	
25	**1211**	**532199**	**Administration Total**	**38,275**	**6,326**	**1,110**	**1,110**	**Fire Suppressant Inspection & Sen & Hse Calendar Printing**	
26	1214	532199	Fiscal Research	5,500		0	0	Business Forecasting Model (Analytika)	
27	1214	532199	Fiscal Research	3,750	3,000	0	0	Writing Workshop (David Covington)	
28	1214	532199	Fiscal Research	6,075	6,000	6,000	6,000	Actuary (Charles Dunn)	
29	1214	532199	Fiscal Research	5,850	0	0	0	DOT Consultant (Stalling)	
30	1214	532199	Fiscal Research	21,263	80,281	47,500	47,500	Actuary (Hartman & Associates)	
31	**1214**	**532199**	**Fiscal Research Total**	**42,438**	**89,281**	**53,500**	**53,500**	**Actuary Services**	
32	1215	532199	Building Maintenance	578	32	0	0	Cleaning Drapes (Rollns)	
33	1215	532199	Building Maintenance	2,003	9,110	10,000	10,000	Uniform Cleaning Service (Alsco)	
34	1215	532199	Building Maintenance	0	0	4,800	4,800	Chamber Carpet Cleaning (Bonitz)	
35	1215	532199	Building Maintenance	6,140	15,678	15,500	15,500	Recycle Paper & Plastic (Orange Recycling Services)	
36	1215	532199	Building Maintenance	3,055	2,240	2,820	2,820	Sani-guard Deodorizers	
37	1215	532199	Building Maintenance	550	570	550	550	Annual Termite Control (Woods)	
38	1215	532199	Building Maintenance	3,135	1,995	3,420	3,420	Monthly Pest Control (Woods)	
39	1215	532199	Building Maintenance	4,265	8,480	5,000	5,000	Trash Removal (DOA)	
40	1215	532199	Building Maintenance	274	0	0	0	PED Renovations Trash Removal (Carolina)	
41	1215	532199	Building Maintenance	6,190	4,642	0	0	Tree Removal (Bartlett)	
42	1215	532199	Building Maintenance	6,370	0	0	0	Airhandler Cleaning (ARS LLC)	
43	1215	532199	Building Maintenance	450	1,252	0	0	Recyle Fluorescent Lights (Logistices)	
44	1215	532199	Building Maintenance	4,054	0	0	0	Remove Hazardous Oils and Chemicals (Safety Kleen)	
45	1215	532199	Building Maintenance	3,500	0	0	0	Sprinkler Inspection (Safety Kleen)	
46	1215	532199	Building Maintenance	3,239	5,480	0	0	Bathroom Tile Cleaning (Albritton)	
47	1215	532199	Building Maintenance	3,239	550	0	0	LB & LOB Window Washing (Scotties)	
48	1215	532199	Building Maintenance	527	0	0	0	Waterfoundain Treatment (Tritest)	
49	1215	532199	Building Maintenance	0	1,616	0	0	Cardboard Recycle (Allied)	

	A	B	C	D	E	F	G	H	I
5	Fund Code	Account	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
50	1215	532199	Building Maintenance	0	2,347	0	0	Mulch & Seed (DOA)	
51	1215	532199	Building Maintenance	0	16,275	0	0	Chamber Doors Refinishing (Mid American)	
52	1215	532199	Building Maintenance	0	1,800	0	0	Elevator Door Refinishing (Swenson)	
53	1215	532199	Building Maintenance	0	2,200	0	0	Garage Lighting Modifications (United)	
54	1215	532199	Building Maintenance	0	120	0	0	Boiler Inspection (DOA)	
55	**1215**	**532199**	**Building Maintenance Total**	**47,569**	**74,387**	**42,090**	**42,090**	**Various Building Maintenance Services**	
56	1216	532199	Food Services	3,115	3,215	4,020	4,020	Grease Trap Cleaning	
57	1216	532199	Food Services	600	1,800	2,200	2,200	Food Safety Audit	
58	1216	532199	Food Services	21,248	15,871	23,000	23,000	Linen/Uniform Cleaning Service	
59	1215	532199	Building Maintenance	1,130	4,970	6,480	6,480	Food Waste Recycling (Brooks)	
60	**1216**	**532199**	**Food Services Total**	**26,093**	**25,856**	**35,700**	**35,700**	**Food Safety Audit, Grease Trap, Uniform & Linen**	
61	1217	532199	Information Systems	5,773	5,069	12,000	12,000	Off-Site Storage of Computer Tapes (S C Data)	
62	1217	532199	Information Systems	0	0	10,000	10,000	Computer Room Upgrades (HVAC/Electric)	
63	1217	532199	Information Systems	81	0	0	0	Recycle Harddrive (Triangle)	
64	1217	532199	Information Systems	4,765	0	0	0	Security Speakers (Custom Light)	
65	1217	532199	Information Systems	8,640	0	0	0	System Security Audit (Secure Enterprises)	
66	**1217**	**532199**	**Information Systems Total**	**19,259**	**5,069**	**22,000**	**22,000**	**Off-Site Tape Storage/Computer Room Upgrades**	
67	1219	532199	Program Evaluation	133,590	17,812	0	0	Career Banding Study (Fox Lawson and Assoc)	
68	1219	532199	Program Evaluation	0	144,415	0	0	Org Structure of DPI Study (Evergreen Solutions)	
69	1219	532199	Program Evaluation	3,965	1,163	0	0	Report Editing (Stenersen)	
70	**1219**	**532199**	**Program Evaluation Total**	**137,555**	**163,390**	**375,000**	**375,000**	**Contractors to Augment Staff (10 Projects)**	
71	**1230**	**532199**	**Institute of Government Total**	**185,000**	**94,346**	**87,334**	**71,383**	**Daily Bulletin Subvention**	
72	1900	532199	Independent Studies	157,200	53,047	0	0	21st Century Transportation-Technical Assistants (Goode)	
73	1900	532199	Independent Studies	70,102	0	0	0	Transportation Oversight-Tire Retread Process Study (Smithers Scientific)	
74	1900	532199	Independent Studies	99,926	0	0	0	Environmental Review-Nutrient Offset Pymt Study (Research Triangle Inst)	
75	1900	532199	Independent Studies	100,380	0	0	0	Transportation Oversight-NCDOT Improvements (Post Buckley Schuh)	
76	1900	532199	Independent Studies	95	0	0	0	Dropout Prevention-Rent (Guilford County Schools)	
77	1900	532199	Independent Studies	0	10,260	0	0	MH/DD/SA Oversight Technical Assistants (Porter)	
78	1900	532199	Independent Studies	20,000	200,000	0	0	Economic Development Incentive - Analysis (UNC)	
79	1900	532199	Independent Studies	0	60,000	0	0	Environmental Review-Water Allocation Study (UNC)	
80	**1900**	**532199**	**Independent Studies Total**	**447,703**	**323,307**	**0**	**0**	**Committee Studies**	
81		**532199**	**Total**	**978,387**	**849,148**	**638,734**	**680,533**		
82									
83	**Rental/Lease of Equipment (532521 to 532525)**								
84	1211	532524	Administration	1,440	1,440	0	0		
85	1215	532524	Building Maintenance	0		1,440	1,440	Postage Meter Rental (Hasler)	
86	**1215**	**532524**	**Total**	**1,440**	**1,440**	**1,440**	**1,440**	**Postage Meter Rental (Hasler)**	
87									
88	**Travel/Related Expenses (5327XX)**								
89	1110	532712	Senate	6,323	6,985	0	0	Members Transportation Out of State	
90	1110	532714	Senate	71,100	69,684	223,408	202,565	Members Travel	
91	1110	532715	Senate	1,296	902	0	0	Members Ground Transporation Out of State	
92	1110	532721	Senate	1,105	0	0	0	Members Lodging In State	
93	1110	532722	Senate	1,282	994	0	0	Members Lodging Out of State	
94	1110	532724	Senate	205	0	0	0	Members Meals In State	
95	1110	532725	Senate	259	161	0	0	Members Meals Out of State	
96	1110	532727002	Senate	498,290	612,756	844,376	1,268,280	Member Meals & Lodging Subsistence	
97	1110	532728	Senate	0	77	0	0	Members Miscellaneous Out-of-State	
98	1110	532728001	Senate	10,302	4,321	31,500	31,500	Member Out-of-State Meals & Lodging Subsistence	
99	1110	532729	Senate	0	416	0	0	Member Miscellaneous Out-of-Country	

	A	B	C	D	E	F	G	H	I
5	Fund Code	Account	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
100	1110	532930	Senate	6,165	7,753	0	0	Members Registration Fees	
101			**Senate Members Travel**	**583,839**	**688,895**	**1,099,284**	**1,502,345**		
102	1110	532731	Senate	599	0	0	0	Public Committee Members Travel	
103	1110	532732	Senate	50,559	35,490	72,000	135,000	Senate Pages Stipend	
104			**Senate Pages Stipend**	**51,158**	**35,490**	**72,000**	**135,000**		
105	1110	532711	Senate	860	0	0	0	Staff Air Transportation In-State	
106	1110	532712	Senate	842	4,371	42,750	42,750	Staff Air Transportation Out-of-State	
107	1110	532714	Senate	2,381	548	0	0	Staff Ground Transportation In-State	
108	1110	532715	Senate	492	70	0	0	Staff Ground Transportation Out-of-State	
109	1110	532721	Senate	1,679	377	0	0	Staff Lodging In-State	
110	1110	532722	Senate	1,662	3,447	0	0	Staff Lodging Out-of-State	
111	1110	532724	Senate	507	104	0	0	Staff Meals In-State	
112	1110	532725	Senate	320	794	0	0	Staff Meals Out-of-State	
113	1110	532728	Senate	0	0	0	0	Staff Miscellaneous Out-of-State	
114	1110	532729	Senate	0	0	0	0	Staff Miscellaneous Out-of-Country	
115			**Senate Staff Travel**	**8,743**	**9,712**	**42,750**	**42,750**		
116	1110	532930	Senate	2,365	2,685	4,000	4,000	Registration Fees	
117	**1110**	**5327XX**	**Senate Total**	**658,593**	**751,936**	**1,214,034**	**1,680,095**	**Travel/Related Expenses**	
118									
119	1120	532712	House	33,251	34,551	0	0	Members Air Transportation Out-of-State	
120	1120	532713	House	2,500	0	0	0	Members Air Transportation Out-of-Country	
121	1120	532714	House	158,307	167,251	555,329	504,838	Members Travel	
122	1120	532715	House	11,211	5,352	0	0	Members Ground Transportation Out-of-State	
123	1120	532721	House	602	0	0	0	Members Lodging In-State	
124	1120	532722	House	6,485	2,227	0	0	Members Lodging Out-of-State	
125	1120	532724	House	98	0	0	0	Members Meals In-State	
126	1120	532725	House	419	361	0	0	Members Meals Out-of-State	
127	1120	532727002	House	1,121,896	1,410,644	1,987,336	2,979,080	Member Meals & Lodging Subsistence	
128	1120	532728	House	8	377	0	0	Members Miscellaneous Out-of-State	
129	1120	532728001	House	50,217	36,367	36,900	36,900	Member Out-of-State Meals & Lodging Subsistence	
130	1120	532930	House	35,338	35,464	0	0	Members Registration Fees	
131			**House Member Travel**	**1,349,243**	**1,622,579**	**2,579,565**	**3,520,818**		
132	1120	532731	House	3,610	1,263	0	0	Public Committee Members Travel	
133	1120	532732	House	43,723	35,706	72,000	135,000	House Pages Stipend	
134			**House Page Stipend**	**47,334**	**36,969**	**72,000**	**135,000**		
135	1120	532711	House	0	0	0	0	Staff Air Transportation In-State	
136	1120	532712	House	42,666	43,261	45,750	45,750	Staff Air Transportation Out-of-State	
137	1120	532713	House	0	0	0	0	Staff Air Transportation Out-of-Country	
138	1120	532714	House	1,022	961	0	0	Staff Ground Transportation In-State	
139	1120	532715	House	2,137	2,149	0	0	Staff Ground Transportation Out-of-State	
140	1120	532716	House	181	0	0	0	Staff Ground Transportation Out-of-Country	
141	1120	532721	House	2,223	199	0	0	Staff Lodging In-State	
142	1120	532722	House	15,055	16,300	0	0	Staff Lodging Out-of-State	
143	1120	532723	House	207	0	0	0	Staff Lodging Out-of-Country	
144	1120	532724	House	1,025	78	0	0	Staff Meals In-State	
145	1120	532725	House	2,085	2,753	0	0	Staff Meals Out-of-State	
146	1120	532726	House	290	0	0	0	Staff Meals Out-of-Country	
147	1120	532727	House	0	7	0	0	Staff Miscellaneous In-State	
148	1120	532728	House	0	108	0	0	Staff Miscellaneous Out-of-State	
149	1120	532729	House	0	936	0	0	Staff Miscellaneous Out-of-Country	

	A	B	C	D	E	F	G	H	I
5	Fund Code	Account	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
150			House Staff Travel	66,891	66,752	45,750	45,750		
151	1120	532930	House	6,015	11,004	20,000	20,000	Registration Fees	
152	1120	5327XX	House Total	1,504,821	1,772,767	2,697,315	3,701,568	Travel/Related Expenses	
153									
154	1211	532712	Administration	5,849	302	0	0	Staff Air Transportation Out-of-State	
155	1211	532714	Administration	564	343	22,250	22,250	Staff Ground Transportation In-State	
156	1211	532715	Administration	312	53	0	0	Staff Ground Transportation Out-of-State	
157	1211	532721	Administration	870	0	0	0	Staff Lodging In-State	
158	1211	532722	Administration	4,267	5,478	0	0	Staff Lodging Out-of-State	
159	1211	532724	Administration	663	0	0	0	Staff Meals In-State	
160	1211	532725	Administration	661	889	0	0	Staff Meals Out-of-State	
161	1211	532728	Administration	17	10	0	0	Staff Miscellaneous Out-of-State	
162	1211	532930	Administration	5,197	1,445	0	0	Registration Fees	
163	1215	532930	Building Maintenance	443	268	0	0	Registration Fees	
164	1211	5327XX	Administration Total	18,843	8,788	22,250	22,250	Travel/Related Expenses	
165	1212	532712	Bill Drafting	2,700	2,724	14,000	14,000	Staff Air Transportation Out-of-State	
166	1212	532714	Bill Drafting	571	553	0	0	Staff Ground Transportation In-State	
167	1212	532715	Bill Drafting	537	273	0	0	Staff Ground Transportation Out-of-State	
168	1212	532721	Bill Drafting	272	545	0	0	Staff Lodging In-State	
169	1212	532722	Bill Drafting	4,308	5,522	0	0	Staff Lodging Out-of-State	
170	1212	532724	Bill Drafting	125	260	0	0	Staff Meals In-State	
171	1212	532725	Bill Drafting	1,112	893	0	0	Staff Meals Out-of-State	
172	1212	532728	Bill Drafting	0	32	0	0	Staff Miscellaneous Out-of-State	
173	1212	532930	Bill Drafting	4,914	1,445	0	0	Registration Fees	
174	1212	5327XX	Bill Drafting Total	14,540	12,247	14,000	14,000	Travel/Related Expenses	
175	1213	532712	Research	7,526	9,726	0	0	Staff Air Transportation Out-of-State	
176	1213	532714	Research	-2,333	1,031	40,000	40,000	Staff Ground Transportation In-State	
177	1213	532715	Research	2,565	850	0	0	Staff Ground Transportation Out-of-State	
178	1213	532721	Research	291	239	0	0	Staff Lodging In-State	
179	1213	532722	Research	17,155	16,377	0	0	Staff Lodging Out-of-State	
180	1213	532724	Research	49	73	0	0	Staff Meals In-State	
181	1213	532725	Research	2,954	2,191	0	0	Staff Meals Out-of-State	
182	1213	532727	Research	0	4	0	0	Staff Miscellaneous In-State	
183	1213	532728	Research	24	76	0	0	Staff Miscellaneous Out-of-State	
184	1213	532731900	Research	0	1,139	0	0	Staff Workshop Subsistence	
185	1213	532732900	Research	0	152	0	0	Staff Workshop Travel	
186	1213	532930	Research	16,205	13,465	0	0	Registration Fees	
187	1213	5327XX	Research Total	44,436	45,322	40,000	40,000	Travel/Related Expenses	
188	1214	532712	Fiscal Research	6,221	4,516	0	0	Staff Air Transportation Out-of-State	
189	1214	532714	Fiscal Research	3,327	2,516	45,000	45,000	Staff Ground Transportation In-State	
190	1214	532715	Fiscal Research	1,920	559	0	0	Staff Ground Transportation Out-of-State	
191	1214	532721	Fiscal Research	3,062	2,344	0	0	Staff Lodging In-State	
192	1214	532722	Fiscal Research	9,438	5,210	0	0	Staff Lodging Out-of-State	
193	1214	532724	Fiscal Research	1,684	793	0	0	Staff Meals In-State	
194	1214	532725	Fiscal Research	2,509	1,001	0	0	Staff Meals Out-of-State	
195	1214	532728	Fiscal Research	0	8	0	0	Staff Miscellaneous Out-of-State	
196	1214	532930	Fiscal Research	13,967	5,420	0	0	Registration Fees	
197	1214	5327XX	Fiscal Research Total	42,128	22,367	45,000	45,000	Travel/Related Expenses	
198	1217	532712	Information System	6,519	2,763	11,700	10,200	Staff Air Transportation Out-of-State	
199	1217	532714	Information System	218	592	3,900	3,400	Staff Ground Transportation In-State	

	A	B	C	D	E	F	G	H	I
5	Fund Code	Account	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
200	1217	532715	Information System	1,601	1,057	1,000	1,000	Staff Ground Transportation Out-of-State	
201	1217	532721	Information System	557	743	975	850	Staff Lodging In-State	
202	1217	532722	Information System	7,831	9,673	17,550	15,300	Staff Lodging Out-of-State	
203	1217	532724	Information System	54	197	975	850	Staff Meals In-State	
204	1217	532725	Information System	1,778	2,045	3,900	3,400	Staff Meals Out-of-State	
205	1217	532728	Information System	0	87	0	0	Staff Miscellaneous Out-of-State	
206	1217	532930	Information System	2,900	4,295	6,000	6,000	Registration Fees	
207	**1217**	**5327XX**	**Information System Total**	**21,458**	**21,451**	**46,000**	**41,000**	**Travel/Related Expenses**	
208	1219	532712	Program Evaluation	2,578	3,052	0	0	Staff Air Transportation Out-of-State	
209	1219	532714	Program Evaluation	1,374	729	45,000	45,000	Staff Ground Transportation In-State	
210	1219	532715	Program Evaluation	453	341	0	0	Staff Ground Transportation Out-of-State	
211	1219	532721	Program Evaluation	2,826	2,504	0	0	Staff Lodging In-State	
212	1219	532722	Program Evaluation	5,478	6,184	0	0	Staff Lodging Out-of-State	
213	1219	532724	Program Evaluation	1,139	1,049	0	0	Staff Meals In-State	
214	1219	532725	Program Evaluation	863	937	0	0	Staff Meals Out-of-State	
215	1219	532727	Program Evaluation	0	5	0	0	Staff Miscellaneous In-State	
216	1219	532728	Program Evaluation	0	0	0	0	Staff Miscellaneous Out-of-State	
217	1219	532930	Program Evaluation	3,129	4,020	0	0	Registration Fees	
218	**1219**	**5327XX**	**Program Evaluation Total**	**17,840**	**18,822**	**45,000**	**45,000**	**Travel/Related Expenses**	
219	1900	532712	Study Committees	278	2,730	0	0	Study Committees Air Transportation Out-of-State	
220	1900	532714	Study Committees	87,817	67,138	0	0	Study Committees Ground Transportation In-State	
221	1900	532715	Study Committees	248	551	0	0	Study Committees Ground Transportation Out-of-State	
222	1900	532716	Study Committees	0	88	0	0	Study Committees Ground Transportation Out-of-Country	
223	1900	532721	Study Committees	629	5,285	0	0	Study Committees Lodging In-State	
224	1900	532722	Study Committees	0	4,747	0	0	Study Committees Lodging Out-of-State	
225	1900	532723	Study Committees	0	417	0	0	Study Committees Lodging Out-of-Country	
226	1900	532724	Study Committees	308	1,974	0	0	Study Committees Meals In-State	
227	1900	532725	Study Committees	174	1,121	0	0	Study Committees Meals Out-of-State	
228	1900	532726	Study Committees	0	65	0	0	Study Committees Meals Out-of-Country	
229	1900	532727	Study Committees	0	22	0	0	Study Committees Miscellaneous In-State	
230	1900	532727002	Study Committees	226,298	152,360	0	0	Study Committees Subsistence	
231	1900	532728	Study Committees	0	143	0	0	Study Committees Miscellaneous Out-of-State	
232	1900	532731	Study Committees	23,587	26,511	0	0	Study Committees Public Member Transportation	
233	1900	532732	Study Committees	26,651	16,297	0	0	Study Committees Public Member Subsistence	
234	1900	532930	Study Committees	7,653	1,270	0	0	Registration Fees	
235	**1900**	**5327XX**	**Study Committees Total**	**373,641**	**280,717**	**0**	**0**	**Travel/Related Expenses**	
236		**5327XX**	**Total**	**2,725,728**	**2,961,984**	**4,147,599**	**5,612,913**	**Travel/Related Expenses**	
237									
238	**Cellular Phone Services (532814)**								
239	**1110**	**532814**	**Senate Total**	**3,365**	**1,271**	**3,500**	**3,500**	**2 Cell Phones**	
240	**1120**	**532814**	**House Total**	**491**	**241**	**600**	**600**	**1 Cell Phone**	
241	1211	532814	Administration	13,579	4,073	14,700	14,700	19 Cell Phones	
242	1215	532814	Building Maintenance	4,368	2,590	0	0	9 Cell Phones	
243	**1211**	**532814**	**Administration Total**	**17,947**	**6,663**	**14,700**	**14,700**	**28 Cell Phones**	
244	**1217**	**532814**	**Information System Total**	**6,115**	**2,765**	**6,240**	**6,240**	**10 Cell Phones**	
245		**532814**	**Total**	**27,918**	**10,941**	**25,040**	**25,040**	**41 Cell Phones**	
246									
247	**Furniture and Equipment Replacement Schedules (534500 to 534550)**								
248	**1110**	**534511**	**Senate Total**	**1,482**	**3,103**	**25,000**	**25,000**	**Furniture-Office**	
249	1120	534511	House	22,406	9,722	25,000	25,000	Furniture-Office	

	A	B	C	D	E	F	G	H	I
5	Fund Code	Account	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
250	1120	534521	House	0	12,150	0	0	Office Equipment	
251	1120	534539	House	725	4,736	0	0	Other Equipment	
252	**1120**	**5345XX**	**House Total**	**23,131**	**26,608**	**25,000**	**25,000**		
253	1211	534511	Administrative	20,020	11,664	115,000	115,000	Furniture-Office	
254	1211	534529	Administrative	16,765	21,265	0	0	Equip-Custody & Security	
255	1211	534539	Administrative	112,958	5,914	0	0	Other Equipment	
256	1212	534521	Bill Drafting	0	11,875	0	0	Office Equipment	
257	1213	534511	Research	0	2,967	0	0	Furniture-Office	
258	1213	534539	Research	0	275	0	0	Other Equipment	
259	1214	534511	Fiscal Research	325	679	0	0	Furniture-Office	
260	1215	534511	Building Maintenance	2,115	7,085	0	0	Furniture-Office	
261	1215	534529	Building Maintenance	1,799	187	0	0	Equip-Custody & Security	
262	1215	534539	Building Maintenance	36,126	13,868	0	0	Other Equipment	
263	1216	534511	Food Services	1,435	1,225	0	0	Furniture-Office	
264	1216	534539	Food Services	14,534	295	0	0	Other Equipment	
265	1219	534511	Program Evaluation	5,944	4,524	0	0	Furniture-Office	
266	1219	534534	Program Evaluation	16,260	0	0	0	PC and Printer Purchases	
267	1219	534521	Program Evaluation	0	1,754	0	0	Office Equipment	
268	1219	534528	Program Evaluation	0	240	0	0	Communication Equipment	
269	**1211**	**5345XX**	**Central Operation Total**	**228,281**	**83,818**	**115,000**	**115,000**		
270	1217	534511	Information System	6,158	0	0	0	Furniture-Office	
271	1217	534528	Information System	12,671	79	15,000	15,000	Communication Equipment - Purchase phones and phone equipment	
272	1217	534530	Information System	7,658	28,341	100,000	100,000	Non-WAN DP Equipment -Backup Storage Equipment; security cameras; badge readers, etc.	
273	1217	534533	Information System	60,206	95,431	250,000	250,000	LAN Equipment Purchases - Increase Network, E-mail disk, redistricting storage.	
274	1217	534534	Information System	60,146	237,522	39,900	39,900	PC and Printer Purchases - PC Break-fix; Replace LA and Staff Computers	
275	1217	534535	Information System	0	83,742	23,000	10,000	Server Purchases - Blade Servers for redictricting and future applications	
276	1217	534539	Information System	12,830	18,163	2,500	1,400	Other Equipment - Digital Projectors for redistricting and committee room usage	
277	**1217**	**5345XX**	**Information System Total**	**159,669**	**463,278**	**430,400**	**416,300**		
278		**5345XX**	**Total**	**412,563**	**576,806**	**595,400**	**581,300**		
279									
280	**Discretionary Grants (5364AA)**								
281	*No Activity*								
282									
283	**Directed Grants (5366AA)**								
284	*No Activity*								
285									
286	**Loans (5367AA)**								
287	*No Activity*								
288									
289	**Other Aid and Grants (5369AA)**								
290	*No Activity*								
291									
292	**Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)**								
293	*No Activity*								
294									

N.C. General Assembly
Current Vacant Positions Listings
Vacant Beyond 6 Months or more as of January 1, 2009

Division	Position Number	Salary	Position	End Date
Senate	P10809	$120,692	Budget Director & Policy Advisor	16-May-08
Senate	P10811A	$39,916	Administrative Assistant	03-Aug-07
Senate	P10019	$47,616	Administrative Assistant	31-Aug-07
House	P20056	$40,054	Administrative Clerk	03-Aug-07
House	P20067	$71,684	Legislative Aide to Dem. Caucus Leader	23-Jan-07
House	P20815	$32,347	Administrative Assistant	01-Jul-07
House	P20816	$32,347	Administrative Assistant	01-Jul-07
House	P20817	$32,347	Administrative Assistant	01-Jul-07
House	P20818	$32,347	Administrative Assistant	01-Jul-07
House	P20819	$32,347	Administrative Assistant	01-Jul-07
House	P20820	$32,347	Administrative Assistant	01-Jul-07
House	P20821	$32,347	Administrative Assistant	01-Jul-07
House	P20012	$32,347	Administrative Assistant	01-Jul-07
House	P20060A	$38,850	Boards and Commission Associate	28-Feb-06
House	P20061B	$151,085	Senior Policy Advisor	31-Oct-07
House	P20063	$61,338	Policy and Member Relations Analyst	04-May-07
House	P20066	$36,098	Administrative Assistant	07-Sep-07
House	P20071	$42,017	Administrative Assistant	23-Jan-07
House	P20072	$45,923	Administrative Assistant	23-Jan-07
House	P20077A	$33,641	Administrative Assistant	07-Apr-08
House	P20079	$36,124	Administrative Assistant	31-May-08
	21	$1,023,814		

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1111 - Office of the Secretary					
Contracted Personal Services (531321)	0	0	21,149	21,149	For department wide use of lapsed salaries "Truth In Budgeting Reform" in Governor's Budget
Miscellaneous Contractual Services (532199)	0	0	287,488	287,488	Includes $284,817 for department wide use of lapsed salaries "Truth In Budgeting Reform" in Governor's Budget
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	5,828	1,801	5,828	5,828	
Cellular Phone Services (532814)	442	327	442	442	
Furniture and Equipment Replacement Schedules (534500 to 534550)	4,305	592	6,227	6,227	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1121 - Fiscal Management					
Contracted Personal Services (531321)	25,208	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	1,421	1,075	1,421	1,421	Travel to monitor/audit fiscal activities of out of town operations and for staff training workshops.
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	14,649	5,257	10,649	10,649	To replace copy machine and filing/storage systems.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund / 1122 - Human Resource Management					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	502	361	502	502	DOA HRM is complying with the requirement to have all employees/supervisors complete mandatory training
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	(4,829)	885	1,574	1,574	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund / 1123 - Office of Historically Underutilized Businesses					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	800	0	13,401	13,401	To provide funding for the implementation of the Statewide Uniform Certification (SWUC) Program which legislatively is to be implemented by July 1, 2009. This could include services for site visits, program implementation, training and outreach to HUB firms, local MWBE Program Offices, General Contractors and State Agency purchasers, contract administrators and/or MWBE/HUB service providers.
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	13,280	8,410	13,280	13,280	Travel will be needed to develop and implement the SWUC Program.
Cellular Phone Services (532814)	202	113	202	202	The HUB Office has one cell phone allocated to the office primarily carried by the director or staff members for out of town travel.
Furniture and Equipment Replacement Schedules (534500 to 534550)	2,582	1,279	2,700	2,700	The HUB Office has recently had an erogonomic analyses conducted of staff member due to complaints. As a result, the director has requested office related furniture and equipment to address these issues. Additionally, furniture and/or equipment such as a fax server, document scanner, back-up server and file cabinet(s) are needed for SWUC. An estimated cost for a fax server, which the HUB Office needs to receive HUB certification documentation from the local MWBE Offices is $3500.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
[illegible]propriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1230 - Non-Public Education					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	2,000	2,000	The school database program used by the division was designed and is currently maintained by a private contractor. DOA-MIS has no one on its staff who is sufficiently knowledgeable or technically qualified to repair and maintain this program. Because of the large volume of school data and its strategic importance to the enforcement of compulsory school attendance statewide, it is crucial that technical support be available on a special services contract basis, in case it needs repair -- which happens from time to time.
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	11,991	11,069	11,991	11,991	Travel is confined entirely to in-state, non-public school visitation. G.S. 115C - 548 thru 562 requires that non-public schools meet certain requirements -- including keeping and maintaining certain records which must be made available to a division representative "***at the principal office of such school***, at all reasonable times, for ***annual inspection***."
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	245	0	500	500	The new clerical staff position recently allotted to the division will require new furniture and equipment. Hence, the need for this allocation.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1241 - Management Information Systems					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	2,250	2,250	These funds are used to contract short term maintenance services, such as repairing a printer which breaks; and for consultation with technical resources to supplement staff expertise.
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	1,065	63	1,065	1,065	This covers the mileage reimbursement for staff for short trips they take to local remote locations, such as Mail Service Center, Motor Fleet, State and Federal Surplus, etc.; to assist them with application issues that can't be handled over the phone. These trips are necessary in order to maintain the operational effectiveness of these divisions.
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	569	220	2,492	2,492	This primarily covers miscellaneous specialized equipment, such as UPS battery backup device, which are required so that we don't loose in process application changes due to interruptions in building power. Also, port sharing devices, so that a single monitor/console can be used with our development servers. The inability to purchase replacements for these devices would greatly reduce or effectiveness in responding to business critical application changes.
Discretionary Grants (5364AA)	0	0	0	0	

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund / 1264 - Agency for Public Telecommunications					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	277,987	194,420	277,987	277,987	APT contracts with producers, writers, talent and specialized technical staff who serve as contractors on work APT is hired to complete on behalf of government agencies. APT then charges back to its clients for costs associated with each project.
Rental/Lease of Equipment (532521 to 532525)	291	817	3,122	3,122	When APT does not own equipment required for a production shoot (such as a jib or dolly), we rent it from vendors who can supply the specialized production equipment. Again, this is on behalf of work for hire projects and costs are charged back to clients.
Travel/Related Expenses (5327xx)	13,700	5,254	13,700	13,700	These costs cover travel associated with client projects (which are charged back to government agency clients) and other travel costs incurred by agency staff and board (for occasional travel to training, conferences, board meetings, and such).
Cellular Phone Services (532814)	264	113	264	264	The agency has a single cell phone for use by any staff when they are on production shoots. We do not have phones for individual staff; we all share a single phone on the basic service plan.
Furniture and Equipment Replacement Schedules (534500 to 534550)	149,793	196,091	62,100	62,100	APT directs some receipts towards the purchase of new equipment to meet client project demands. APT has always been conservative about its equipment selections, ensuring the best value items are purchased.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund / 1311 - Office of State Personnel					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	107,176	189,888	11,212	11,212	
Rental/Lease of Equipment (532521 to 532525)	1,001	235	1,001	1,001	
Travel/Related Expenses (5327xx)	75,273	32,853	75,273	75,273	
Cellular Phone Services (532814)	3,767	3,082	2,767	2,767	
Furniture and Equipment Replacement Schedules (534500 to 534550)	23,192	9,012	18,444	18,444	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	11,982	13,655	41,937	41,937	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1411 - State Construction Office					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	137,451	100,130	225	225	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	94,453	73,948	94,453	94,453	This is required for our office to perform one of its core duties. This travel is for inspections for life safety, fire protection, and building code for new and renovated buildings across the state on any state owned property.
Cellular Phone Services (532814)	12,790	9,842	12,790	12,790	This is in order to stay in contact with our field personnel. For the most part these staff work from their homes and do not have a phone at work. Contact with owners, architects, engineers and contractors is via the cell phone. This is crucial to keep the projects on schedule.
Furniture and Equipment Replacement Schedules (534500 to 534550)	21,370	11,356	8,900	8,900	Funding is for purchase of copiers and large plan holders where we store plans for construction.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1412 - State Property Office					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	6,433	6,909	6,433	6,433	The ability of the property agents to travel is mission critical. It has been a policy here for years for agents to see the properties they are acquiring. Many potential pitfalls in property acquisition are not evident viewing only a survey, appraisal or floor plan.
Cellular Phone Services (532814)	1,006	1,024	1,006	1,006	Although many of our agents use their personnel cell phones for work related travel, we provide phones for those who would like or need this option.
Furniture and Equipment Replacement Schedules (534500 to 534550)	1,377	3,108	1,492	1,492	The furniture and equipment mentioned in the budget are for replacement chairs and desks. Much of our current furniture is aged.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration - General Fund / 1416 - State Building Commission					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	5,234	3,166	4,420	4,261	The SBC holds meetings in the SCO office once a month to approve selections for architects, engineers and construction managers at risk. This is the first step toward constructing a project for the State.
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	0	0	0	0	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration - General Fund / 1421 - Facilities Management Division					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	129,053	228,574	129,053	129,053	
Rental/Lease of Equipment (532521 to 532525)	397	270	397	397	
Travel/Related Expenses (5327xx)	14,047	10,990	14,047	14,047	
Cellular Phone Services (532814)	43,766	31,459	43,766	43,766	
Furniture and Equipment Replacement Schedules (534500 to 534550)	465,491	222,331	49,233	49,233	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

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Expenditure Account: Contracted Personal Services (531321)						
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration - General Fund	1466 - State Energy Office					
Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199) *see page 18 for list of payees		1,437,892	2,778,949	1,834,424	1,864,301	This line item provides funding the administrative costs associated with the Utility Savings Initiative and funding for the three University Energy Centers. The administrative costs for the USI program include contracted services for technical assistance including HVAC Controls Tune-up, Steam trap Survey program, energy audit services, workshops and training. The three University Energy Centers provide a wide range of services to assure that the SEO meets their missions and goals including renewable energy programs, residential energy efficiency, alternative fuels transportation programs, commercial and institutional energy efficiency programs, and wide range of workshop, audit and training services.
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		15,907	13,678	15,907	15,848	Provides funding for the travel expenses of SEO employees funded with State Appropriations. This travel includes in-state travel to provide technical assistance to USI liaisons, site monitoring, training sessions and audits to state agencies, community colleges, universities, local government and K-12 schools.
Cellular Phone Services (532814)		1,639	2,705	1,639	1,639	Provides funding for cell phone service for the SEO employees funded with State Appropriations including the SEO Director.
Furniture and Equipment Replacement Schedules (534500 to 534550)		705	12,350	2,000	2,000	Provides funding for any office equipment or furniture required by SEO employees funded with State Appropriations
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	
Government Formula Grant (536301) *combined with 532199 above		0	0	0	0	
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration - General Fund	1511 - Division of Purchase and Contract					
Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		150	0	150	150	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		86,003	65,039	87,435	86,536	P&C has two inspectors tht protect the interest of the State by inspecting purchased goods ans services.(G.S 143-60) We also have three compliance officers that make sure agencies are in compliance with purchasing statutes and rules. There are two liaisons that provide training for state agencies, community colleges, universities, public schools and certain local governments regarding the eProcurement system.
Cellular Phone Services (532814)		7,830	5,042	7,830	7,830	Cells phones are used by the State Purchasing Officer, E-procurement Outreach Manager and employees required to travel for their jobs. The employess that travel as required by their job are provide with cell phones to that they can be reached at all times.
Furniture and Equipment Replacement Schedules (534500 to 534550)		31,469	37,459	10,421	10,421	
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants (5366AA)		0	0	0	0	

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1623 - State Capitol Police					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	223	223	
Rental/Lease of Equipment (532521 to 532525)	1,644	2,472	1,644	1,644	This line item supports the agency's annual Information Technology and computer lease cost. This funding is necessary to continue the computerized operation of the agency.
Travel/Related Expenses (5327xx)	108,021	99,672	58,007	58,007	This line item supports the agency's police vehicle fleet annual lease cost. The agency operates a minimal fleet of 15 vehicles used to patrol state-owned property in the Raleigh/Wake County area.
Cellular Phone Services (532814)	16,503	6,241	5,000	5,000	This line items supports critical communication capabilities among the agency' senior level managers and on-call personnel. The agency operates/issues a total of 7 cellular telephones to managers and on-call personnel. Cellular telephones are used by the agency to maintain operational efficiency
Furniture and Equipment Replacement Schedules (534500 to 534550)	49,330	24,712	24,225	24,225	This line item supports the purchase of law enforcement/security equipment provided to police officers and security guards to carry out their duties. The furniture portion of the funding supports the purchase of filing cabinets or other office furniture/equipment that may not be available at the State Surplus Property office.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1731 - North Carolina Council for Women / Domestic Violence Commission					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	38,290	31,620	38,290	38,131	The CFW/DVC is responsible for the oversight of the Domestic Violence, Sexual Assault, Displaced Homemaker Grants and Abuser Treatment Programs. The 6 Region Directors must travel to conduct the required monitoring.
Cellular Phone Services (532814)	1,636	2,577	3,450	3,450	Cell phones are essential to communicate and for safety purposes in the rural communities across NC.
Furniture and Equipment Replacement Schedules (534500 to 534550)	17,455	1,077	4,754	4,757	Furniture and Equipment are necessary to maintain the region offices.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1410U Department of Administration / General Fund / 1732 Ushaert Homemakers					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	1,000	1,000	
Rental/Lease of Equipment (532521 to 532525)	2,172	0	5,387	5,387	
Travel/Related Expenses (5327xx)	944	704	944	944	
Cellular Phone Services (532814)	0	0	100	100	
Furniture and Equipment Replacement Schedules (534500 to 534550)	3,954	5,010	1,751	1,751	
Discretionary Grants-DHG-Appropriations (536xxx) *see page 19 for list of grantees	313,895	293,545	312,495	312,495	DH funds Appropriations and Divorce Fees are needed to maintain the 35 DH programs across the state for the unemployed or underemployed, divorced or widowed women and men across the state in need of employment, education, training and financial assistance.
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	
Displaced Homemaker Grants from Divorce Filing Fees (536xxx) *see page 19 for list of grantees	1,707,250	752,672	1,620,791	1,620,791	DH funds Appropriations and Divorce Fees are needed to maintain the 35 DH programs across the state for the unemployed or underemployed, divorced or widowed women and men across the state in need of employment, education, training and financial assistance.

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1410U Department of Administration / General Fund / 1734 Rape Crisis Program					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	200	200	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	484	0	484	484	
Cellular Phone Services (532814)	0	0	500	500	
Furniture and Equipment Replacement Schedules (534500 to 534550)	0	0	148	148	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	
Transfer to Department of Crime Control & Public Safety (538172)	2,011,506	0	0	0	
Rape Crisis Grants - Appropriations (536xxx) *see page 20 for list of grantees	(208)	2,057,855	2,810,823	2,810,823	

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Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1741 - Human Relations Commission					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	558	0	558	558	Occasional specialized or expert services necessary to adequately perform NCHRC functions. Hiring an expert in discriminatory mortgage lending on a case-by-case basis would be an example.
Rental/Lease of Equipment (532521 to 532525)	0	4,469	0	0	
Travel/Related Expenses (5327xx)	42,834	45,634	28,787	28,787	Travel essential to investigate complaints, enforce findings of violation, attend training, or provide training under the NC Fair Housing Act, N.C.G.S. § 41A. All out-of-state travel is for training and should be reimbursed by HUD travel and training funds. Some in-state expenses are also reimbursed by those HUD funds. Our other in-state travel is for on-site investigations, conciliation conferences, litigation, and providing Fair Housing training to citizens. HUD requires us to engage in each of these activities.
Cellular Phone Services (532814)	2,162	873	2,162	2,162	Cellular phones for four (4) Community Relations field representatives; the Executive Director's PDA; and two (2) cellular phones for use by the Housing Unit and Legal Unit when traveling.
Furniture and Equipment Replacement Schedules (534500 to 534550)	18,282	0	741	741	Office furniture, computer equipment and software, and other office equipment as needed. Expenses were higher this year and last because of office move. These expenses are shared between the HRC and the MLK commissions.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1742 - Martin Luther King Commission					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	25,050	4,900	0	0	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	4,312	1,180	4,312	4,260	Travel to meetings and events by Commissioners, Executive Director, and staff. Authorized by N.C.G.S. § 143B-426.34B(c).
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	327	0	800	800	Office furniture, computer equipment and software, and other office equipment as needed. Expenses were higher this year and last because of office move. These expenses are shared between the HRC and the MLK commissions.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)	20,000	0	8,514	8,514	Grants to local governments to encourage and assist them with respect to ceremonies and activities relating to observance of the NC Martin Luther King, Jr. legal holiday, as authorized by N.C.G.S. § 143B-426.34A.
*see page 21 for list of grantees					
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
ıpropriations/Grants Nonprofits (accounts generally in 536Jxx)	26,000	8,(	37,200	37,200	Grants to private organizations to promote observance of the NC Martin Luther King, Jr. legal holiday, and to promote awareness and appreciation of the life and work of Dr. King, as authorized by N.C. 3B-426.34A
see page 21 for list of grantees					

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / 1761 - Youth Advocacy & Involvement					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	1,251	0	1,251	1,251	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	11,462	8,900	11,462	11,181	
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	7,034	180	1,049	1,049	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	
Youth Advocacy & Involvement Mini Grant Program (536xxx)	5,075	3,662	6,500	6,500	This line item is our Mini-Grant program which has been funded for over 25 years. We receive many more requests than we can fund. This cut would hurt our core mission.

*see page 22 for list of grantees

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / 1771 - Veteran Affairs					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	375	520	375	375	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	111,525	95,808	102,371	102,234	Required by GS 165 to assist county service office programs and provide veteran assistance throughout North Carolina
Cellular Phone Services (532814)	1,686	1,350	1,686	1,686	
Furniture and Equipment Replacement Schedules (534500 to 534550)	15,758	15,625	24,526	24,526	Shredders to comply with confidentiality laws both federal and State; computers, replacement of items that wear out.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Veteran Scholarships (Appropriation) (536xxx)	1,244,311	0	2,633,061	2,633,061	Mandated by GS 165, Article 4
Veteran Scholarships from Escheats K (536xxx)	6,228,633	4,866,173	6,918,733	6,918,733	Mandated by GS 165, Article 4
Other Aid and Grants (5369AA)	185,000	146,000	174,840	174,840	Mandated by GS 165 to assist county veterans service office programs
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Expenditure Account: Contracted Personal Services (531321)

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund	1772 - State Veteran's Home Program					
Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		0	4,200	0	0	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		11,343	11,327	11,683	11,774	This program is 100% receipt supported.
Cellular Phone Services (532814)		676	432	676	676	This program is 100% receipt supported.
Furniture and Equipment Replacement Schedules (534500 to 534550)		131,322	149,385	60,800	60,800	This program is 100% receipt supported.
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration General Fund	1781 - Domestic Violence Program					
Contracted Personal Services (531321)		0	0	0	0	
Miscellaneous Contractual Services (532199)		0	0	7,000	7,000	
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	
Travel/Related Expenses (5327xx)		1,857	2,690	2,429	2,406	
Cellular Phone Services (532814)		1,193	766	1,193	1,193	
Furniture and Equipment Replacement Schedules (534500 to 534550)		2,937	792	2,770	2,770	
Discretionary Grants (5364AA)		0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)		0	0	0	0	
Loans (5367AA)		0	0	0	0	
Other Aid and Grants (5369AA)		0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		0	0	0	0	
Domestic Violence Grants - Appropriation		0	2,621,094	4,680,225	4,680,225	Grant appropriation provides funding to allow 102 Domestic Violence programs and Shelters offer direct services to those victims of domestic violence.
*see page 23 for list of grantees						
Transfer to Department of Crime Control & Public Safety		5,032,500	733,907	0	0	

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "justification" column, please explain the amounts you have requested for the upcoming biennium.

Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1782 - Domestic Violence Center					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	0	0	0	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	0	0	0	0	
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	0	0	0	0	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	
Domestic Violence Grants - Divorce Fees *see page 24 for list of grantees	0	293,924	717,400	717,400	These grant funds are for the 102 domestic violence programs to provide direct services to victims of crime.
Domestic Violence Grants - Marriage License Gees *see page 24 for list of grantees	1,204,951	705,643	1,350,000	1,350,000	These grant funds are for the 102 domestic violence programs to provide direct services to victims of crime.

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1810 - State Ethics Commission					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	0	419	0	0	
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	7,042	5,201	12,425	12,231	
Cellular Phone Services (532814)	0	0	0	0	
Furniture and Equipment Replacement Schedules (534500 to 534550)	3,241	935	1,000	1,000	
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)	0	0	0	0	

INSERT BUDGET CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Expenditure Account: Contracted Personal Services (531321)

Fund Code / Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
14100 - Department of Administration / General Fund / 1861 - Commission on Indian Affairs					
Contracted Personal Services (531321)	0	0	0	0	
Miscellaneous Contractual Services (532199)	6,174	0	3,445	3,445	Contracted services would be used to comply with statutory duties as outlined in the enabling legislation NC General Statue 143B.
Rental/Lease of Equipment (532521 to 532525)	0	0	0	0	
Travel/Related Expenses (5327xx)	18,922	8,214	18,822	18,430	Funds are required for commission members and staff to attend quarterly commission meetings as required by the NC General Statute 143B, and for staff to carry out the mission of the commission as required by NC General Statute 143B.
Cellular Phone Services (532814)	161	414	161	161	Funds used to reimburse business use of personal cell phones by staff members in carrying out the duties of the NC Commission of Indian Affairs.
Furniture and Equipment Replacement Schedules (534500 to 534550)	12,925	(58)	2,043	2,043	Maintenance, operation, repair and/or replacement of computers, printers, copiers, fax machines and furniture used in the operation of the NC Commission of Indian Affairs as required by NC General Statue 143B.
Discretionary Grants (5364AA)	0	0	0	0	
Directed Grants Martin Luther King Grants - Local Government (5366AA)	0	0	0	0	
Loans (5367AA)	0	0	0	0	
Other Aid and Grants (5369AA)	0	0	0	0	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Gxx)	148,423	96,942	0	0	

*see page 25 for grantee information

State Board of Elections

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	$6,627,101		$6,630,894	
Legislative Changes				
1300 Voter Reg & Voting Systems				
67 Eliminate Continuation Budget Increase	($11,667)	R	($11,667)	R
Eliminate funding increase in continuation budget:				
532170 Admin Services ($11,667)				
Department-Wide				
68 Reduce Various Operating Accounts	($180,528)	R	($180,528)	R
Reduce the budgets for various operating accounts.	($40,007)	NR	($40,007)	NR
69 Management Flexibility Reserve	($211,077)	R	($211,077)	R
Create Management Flexibility Reserve.				
Reserves and Transfers				
70 Reduce Voter-Owned Elections Fund Balance				
Reduce Voter-Owned Elections Fund balance.	($1,500,000)	NR		
Total Legislative Changes	($403,272)	R	($403,272)	R
	($1,540,007)	NR	($40,007)	NR
Total Position Changes				
Revised Budget	$4,683,822		$6,187,615	

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
				Continuation Budget				
18025	**State Board of Elections**							
531321	Contracted Personal Services	N/A	N/A	$0	$0	$0	$0	
532199	Misc Contractual Services	1100	Administration	$2,453				
		1200	Campaign Reporting	$10,000				
			TOTAL:	**$12,453**	**$12,453**	**$12,453**	**$12,453**	
532521-532525	Rental/Lease Equipment	1100	Administration	$179,262				
		1200	Campaign Reporting	$71,122				
		1300	Voter Registation and Voting Systems	$2,000				
			TOTAL:	**$252,384**	**$22,614**	**$242,904**	**$242,904**	
5327xx	Travel/Related Expenses	1100	Administration	$29,349				
		1200	Campaign Reporting	$12,510				
		1300	Voter Registation and Voting Systems	$26,884				
			TOTAL:	**$68,743**	**$69,581**	**$87,979**	**$87,979**	
532814	Cellular Phone Services		SBE	$42,471	$31,439	$42,471	$42,471	
534500-534550	Furniture and Equipment Replacement Schedules		SBE	$10,464	$56,031	$10,464	$10,464	
5364AA	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
5366AA	Directed Grants	N/A	N/A	$0	$0	$0	$0	
5367AA	Loans			$0	$0	$0	$0	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
5369AA	Other Aid and Grants	2402	SBE	$7,399,404	$7,393,984	$0	$7,393,984	Federal funds- Help America Act
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	

Agency	Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	FY 09-10				FY 10-11				Automatic Increases Built into Contract Terms
							Total Amount in Continuation Budget	Source of Funds			Total Amount in Continuation Budget	Source of Funds			
								Federal	State	Other		Federal	State	Other	
SBoE					Training consultant	01/01/2008 - 12/31/2012	$150,000				$150,000				
SBoE					intellectual property management	6-20-2009-6-19-2010									
SBoE				Kreative Koncepts	janitorial services	monthly	$9,499		$9,499		$9,499		$9,499		$0
SBoE	18025	532184	Administrative	SOE Software Corp.	software services	awarded 3-3-2008/5yea	$1,982,312		$1,982,312		$1,982,312		$1,982,312		$0
SBoE	28025	535900		Marlowe Farms & Land	Lease agreement - SBOE 441 N. Harrington	9/1/07-10/31/10	$72,682		$72,682		$72,682		$72,682		
SBoE				Neopost Leasing	Lease agreement - postage meter # 08121771	1/13/09 - 2/12/13	$23,952		$23,952		$23,952		$23,952		
SBoE				SOE Software Corp.	Web Based Election Tools	8/6/07 - 8/5/11	$3,661,107		$3,661,107		$3,661,107		$3,661,107		
SBoE				SOE Software Corp.	Clarity Hosting & Support	8/6/07 - 8/5/11	$821,772		$821,772		$821,772		$821,772		
							$6,721,324				$6,721,324				

B0104: Vacancy Report - May 2009: *Positions Vacant ON OR BEFORE June 30, 2008*

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
STATE BOARD OF ELECTIONS							
20010753	BRDS&COMM ELECT Voter Reg&Voting Systems	60088225	Applications Programmer	5/29/06	38	$ 35,812	1.00
20010751	BRDS&COMM ELECT Campaign Finance	60088253	Governmental Accounts Auditor II	11/7/07	19	$ 44,084	1.00
20010751	BRDS&COMM ELECT Campaign Finance	60088260	Audit Specialist - Time Limited Position	3/3/08	15	$ 48,139	1.00
						$ 128,035	**3.00**

Administrative Hearings, Revenue, Secretary of State, Elections, OSBM, State Controller, and Treasurer - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Board of Elections	Help America Vote Act (28025)	G.S. 163-82.27,28	$9,667,276.00	Provides election improvement activities	Federal funding that is not available to the General Fund.

House Appropriations Subcommittee on General Government
Summary of Fees

Budget Code	Department	Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
18025	State Board of Elections	Candidate Filing Fees	G.S.- 163.1-7	Candidates		1% of annual salary	$381,597.00	Fees collected only in even numbered years

Additional Positions Vacant 6 Months or More as of January 1, 2009							
CONTROLLER							
20000027	Office of the State Controller	65006805	Bus. & Tech. Applications Analyst	07/01/2008	11	$82,687	1
20000083	OSC BEACON Change/Communication/Training	65006122	Staff Development Coordinator	07/01/2008	11	$66,001	1
20000083	OSC BEACON Change/Communication/Training	65006575	Bus. and Tech. Applications Analyst	07/01/2008	11	$57,666	1
20010643	OSC STWD ACCT Central Compliance	60087168	State Controller Financial Specialist	08/23/2008	9	$54,540	1
20010641	OSC FIN SYSTEMS Sys & Info Access	60087143	Application Technical Support Team	12/01/2008	6	$94,000	1
21000714	OSC BEST SHARED SERVICES CALL CTR TEAM 3	60090521	Information Processing Technician	01/10/2009	4	$34,771	1
20010645	OSC STWD ACCT Accounting & Fin Rprtng	60087155	State Controller Financial/Busin Sys I	01/12/2009	4	$104,195	1
20010653	OSC BEACON BEST SHARED SVCS Payroll/Time	60087284	Payroll Manager	02/16/2009	3	$42,867	1
20010653	OSC BEACON BEST SHARED SVCS Payroll/Time	60091140	Administrative Officer I	02/16/2009	3	$42,339	1
21000712	OSC BEST SHARED SERVICES CALL CTR TEAM 1	60091723	Hr Associate	04/01/2009	1	$49,883	1
20000083	OSC BEACON Change/Communication/Training	60087201	Training Lead	04/04/2009	1	$85,488	1
20013609	OSC BEST SHARED SERVICES PY & T Accting	60091358	Beacon Payroll And Time Specialist	04/08/2009	1	$55,622	1
						$770,059	12

14160 OFFICE OF STATE CONTROLLER - 2009-11 BIENNIUM Flexibility Reserve and Reductions

Fund Code - 1000	Office of State Controller	FY 2008-09 Certified Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Options for Negative Reserve and Non-Recurring Cuts in SB 202 (Total $577,182)						Money Report item# 78 & 79
Reduction of Positions and Fringe						
Expenditure Account: Contracted Personal Services (531211)		$ 12,425,299	$ 9,821,443	$ 12,425,299	$ 12,425,299	
--- 531211 2 Poisitions		$ 198,195	$ 99,098	$ (198,195)	$ (198,195)	Reduce positions 60087155 Financial/Bus. Mng.
----531511 SSI		$ 15,162	$ 7,581	$ (15,162)	$ (15,162)	Reduce position 60087143 Application Tech. lead
---531521 Retirement (employer match)		$ 16,133	$ 8,067	$ (16,133)	$ (16,133)	and associated Fringe Benefits
---531561 Medical Insurance		$ 8,314	$ 4,157	$ (8,314)	$ (8,314)	
				$ (237,804)	$ (237,804)	
Reducition of Travel						
Travel/Related Expenses (5327xx)		$ 40,366	$ 37,007	$ 78,965	$ 78,965	
--- Reduce Travel budget (5327XX)		$ 40,366		$ (38,000)	$ (38,000)	
Reduction of ITS computer/communication (5328XX)		$ 4,446,906	$ 3,086,597	$ 4,446,906	$ 4,446,906	
--- Reduce Data Processing charges				$ (301,378)	$ (301,378)	
Total Items for Flexibility Reserve/ NR				**$ (577,182)**	**$ (577,182)**	
Expansion Items Gone:				$ (600,000)	$ (1,200,000)	Money Report item #84
Additional Reductions						
Computer support - 532144				$ (88,392)	$ (88,392)	IT Desktop consolidation
Server support - 532145				$ (48,273)	$ (48,273)	IT Desktop consolidation
Lan Services -532822				$ (30,256)	$ (30,256)	IT Desktop consolidation
Longevity Increase				$ (61,519)	$ (61,519)	Will use lapse salaries
Total of Additional Cuts				**$ (228,440)**	**$ (228,440)**	
Total Cut for OSC				$ (2,003,892)	$ (2,003,892)	Based on SB 202 + Additional Cuts
Total Cut over Senate Budget				$ (828,440)	$ (1,428,440)	Over SB 202
Total overall appropriated FTE Cut:				-12.75	-12.75	Based on SB 202 + Additional Cuts

INSERT BUDGET CODE AND DEPARTMENT NAME - Governmental & Proprietary Fund Balances (Special Funds)				
Agency Name: OFFICE OF STATE CONTROLLER				
Fund Name	**Statutory Provision**	**Current Fund Balance (as of 4/30/09)**	**Purpose of Funding**	**Restrictions on Use or Transfer of Funds**
Special Revenue Fund (24160)				
2000 FICA Savings from Flexible Benefits Program	House Bill 1129, S.L. 1989-458	$ 9,617,990.00	Used to pay for Administration of Program (OSP- AON Contract)	$6,070,360 being held as possible payback to FEDS for collecting funds on Federal Grants over the life of the program and pay AON. $8 million already taken this year by OSBM.
2200 Support position to assist with e-Commerce (credit/debit cards/electronic transfers)		$ (151,955.77)	support position for e-Commerce	
2400 Initial BEACON Funding for planning		$ 137.74	old project-complete	OSBM Has Identified for SFY 2009
2401 New HR/Payroll system Implementation	G.S. 143B-426.39 (rewritten in S.L. 2005-276)	$ 7,375,350.68	For final completion of adjustments/support of payroll system	See **Attachment II** for more information; OSBM has identified $462,452 for SFY 2009
2402 Funds to support past Data Warehouse project		$ 13,694.13	old project-complete	OSBM Has Identified for SFY 2009
2403 Gather basic information about replacement of financial and budget	Session Law 2001-491	$ 605,000.00	For Financial and Budget component of the statewide enterprise. Report is complete	OSBM Has Identified for SFY 2009
2404 BEACON/Criminal Justice Data Integration--provide access to secure data	SL 2007-323, HB 1473 (BEACON); SL 2008-107, HB 2436 (Criminal Justice)	$ 7,690,130.00	For Criminal Data Integration and BEACON Data Integration. Per Senate Bill 202, all remaining unobligated funds are to support Criminal Data Int. project for Wake County.	See **Attachment III** for more information
2405 Develop and enhance the enterprise-wide Human Resources	SL 2007-323, HB 1473 (Money Report IT: Item #17)	$ -	Improve HR component of HR/Payroll system	$7,390,000 taken by OSBM
2500 Collect unclaimed property from the Escheats fund left by state agencies		$ 20,181.13	Used to help pay for Internal Control training	OSBM Has Identified for SFY 2009
2600 Foreign Nationals Program --Statewide support in the payment processing of wages, scholarships, contract payments to foreign nationals		$ 77,080.00	Used to support Foreign Nationals Program	OSBM Has Identified for SFY 2009

Attachment II

HR/ Payroll One-time Fund Obligations

HR/Payroll Obligations			
1) April - June 30, 2005 (contractors/ training positions)	$	2,449,191.00	
2) July - March 2010 Stabilization of Contractors	$	1,686,760.00	(may be able to extend longer into SFY 2010)
3) 6 Trainer Positions - 12 months	$	364,438.00	(see additional information below)
4) HR/Payroll Disaster Recover- Western Data Center	$	2,406,510.00	(Final amount from ITS)
Ending Balance	$	6,906,899	

Beginning Balance	$	7,375,350.68
Ending Balance	$	(6,906,899)
Estimated Remaining	$	468,451.68

Detail on 6 Trainer positions
OSC Training Positions Time-Limited

Grade	Title	Effective Date	Number	Amount Pe Position	Total Based on # Positions Requested	Social Sec.	Retirement	Med. Insur.	Grand Total
69	Staff Development Specialist II	7/1/2009	2.00	48,500	97,000	7,421	3,948	4,157	112,525
Banded	BEACON University Trainer	7/1/2009	1.00	57,666	57,666	4,411	4,694	4,157	70,928
Banded	Technical Support Technician	7/1/2009	1.00	52,294	52,294	4,000	4,257	4,157	64,708
Banded	Administrative Support Specialist	7/1/2009	1.00	35,573	35,573	2,721	2,896	4,157	45,347
Banded	Business and Technology App. Tec	7/1/2009	1.00	57,666	57,666	4,411	4,694	4,157	70,928
								Grand total	$ 364,438

BEACON Data Integration Fund Analysis

SFY 2009 Cash and Expenditures (July- May 2009)

2,323,630.00	Balance as of 6/30/08
5,000,000.00	Received 10/2/2008 HB 1473
(62,595.00)	Contracted Services -- Project Director through Dec. 1, 2008
(2,500,000.00)	SAS Enterprise Licenses calendar year 2009 - Paid to ITS
(10,068.00)	NC Open Book
(9,050.00)	1 filled Bus & Tech Apps. Analyst thru 6/30/09 --HB2436 Section 6.16(D)(2)
$ 4,741,917.00	**Projected Ending Balance SFY 2009**

Remaining Obligations for SFY 2009 & SFY 2010

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(2,500,000.00)	SAS Enterprise Licenses calendar year 2010 - Paid to ITS next January
(300,000.00)	to OSP for NC Works project -- most of expenditures in 2010
(889,932.00)	NC Open Book - Governor's initiative ongoing expenditures;
925,280.00	**Per Senate Bill 202, Section 6.9(b); use to support Criminal Justice Pilot for Wake County**

Criminal Justice - Data Integration Fund Analysis (CJLEADS)

SFY 2009 Cash and Expenditures (July 2009- May 2009)

5,000,000.00	Received 10/23/08 HB 2436
(80,820.00)	Project Manager
(3,045.00)	Law Enforcement Advisor
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(2,000,000.00)	Paid to ITS for FY 08-09 (SAS Licenses)
2,913,918.00	**Current Balance as of 2009**

Obligations for Remainder of SFY 2009 & SFY 2010

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(22,155.00)	Contract - Law Enforcement Advisor thru 12/31/09
(30,448.00)	NCSU Contract thru 12/31/09
(2,000,000.00)	To ITS for FY 09-10 (SAS Licenses)
778,560.00	

Sources of Funds for CJLEADS

925,280.00	Per Senate Bill 202, Section 6.9(b); Unobligated BEACON Data Integration
778,560.00	Remaining CJLEADS
1,703,840.00	

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House Appropriations Subcommittee on General Government
Summary of Fees

Budget Code	Department	Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
14100	Administration	Registration Fees	GS 143-128.4	HUB	07/01/2007	$250-$5000	$5,500.00	Registration fees range from $250-$5000 depending on the level of sponsorship.
14100	Administration	Vendor Fees	GS 143-128.4	HUB	07/01/2007	$100-$250	$550.00	Vendor fees range from $100-$250 depending
14100	Administration	Registration Fees	GS 126	OSP	07/01/2007	$450	$62,956.83	
14100	Administration	Tuition Fees	GS 126	OSP	07/01/2007	$75	$75.00	
14100	Administration	Divorce Filling Fees	GS 7A-305 A2	Displaced Homemakers Program	07/01/2007	$55	$1,524,383.06	
14100	Administration	Registration Fees		Human Relations Comm	07/20/2008	$90	$8,733.00	
14100	Administration	Marriage License Fees	GS 161-112	Council for Women	07/20/2008	$20	$993,460.00	
14100	Administration	Divorce Filling Fees	GS 7A-305 A2	Council for Women	07/20/2008	$20	$554,273.86	
14100	Administration	Fines, Penalties, and Assessments	GS 276	State Ethics Commission	07/01/2007	$250	$4,255.50	
14100	Administration	Registration Fees	GS 143-342.1	OSP	07/01/2007	$150	$386.00	Computer Lab
14100	Administration	Tuition Fees	GS 143-342.1	OSP	07/01/2007	$19-55	$145,584.00	Tuition fees range from $19-$55 depending on length of class (whether it is a 1/2 day, 1 day, or 2 day computer class).
14100	Administration	Registration Fees	GS 143-342.1	OSP	07/01/2007	$295	$30,529.38	Supervisory Training Program
14100	Administration	Registration Fees - User Fees	GS 143-342.1	OSP	07/01/2007	$53	$53.00	Personnel Development Center
14100	Administration	Registration Fees	GS 143-342.1	OSP	07/01/2007	$148	$28,741.33	Human Resource Conference
14100	Administration	Tuition Fees	GS 143-342.1	OSP	07/01/2007	$600	$1,200.00	Professional Deployment Training
14100	Administration	Registration Fees	GS 143-345.18	State Energy Office	07/01/2008	$99	$4,003.00	Overage of fees from State Energy Office Conference FY08- McKimmon Center handled all registrations and expenses for the conference. Excess fees collected were paid to the State Energy Office.
14100	Administration	Registration Fees	GS 143B-387.1	Youth Advocacy & Involvement Office	FY09	$125 to $240	$39,485.00	The Youth Legislative Assembly- The amount of the registration fee is dependent on early registration, Student Double Room- early registration, and Adult/student Double Room or Quad Room.
14100	Administration	Registration Fees	GS 143B-387.1	Youth Advocacy & Involvement Office			$34,330.00	SADD Conference- The amount of the of the registration fee is dependent on early registration, Quad Room w/o scholarship, Single Room w/ scholarship and Double Room w/o scholarship.
14100	Administration	Veteran Burial Fee	GS 65-41 through 45	Veterans Burial	07/01/2005	$300	$166,800.00	
14100	Administration	Dependent Burial Fee	GS 65-41 through 45	Veterans Burial	07/01/2005	$200	$57,900.00	
14100	Administration	Registration Fees	GS 126	HRD-Interaction Management	07/01/2007	$195	$69,624.00	
14100	Administration	Superior Court-Criminal Division		Motor Fleet Management		$34	$34.00	

FRD
General Government Team
May 12, 2009

House Appropriations Subcommittee on General Government
Summary of Fees

Budget Code	Department	Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
14160	Office of State Controller	No statutory fees specific to OSC for our ongoing operational budget (14160) -- We do charge conference registration fees	138-6(a)(4)					Only to offset the cost of the conference
14700	Revenue	20% Collection Assistance Fee		Taxpayers (individuals and businesses) who have a tax debt that remains unpaid 30 days or more after the fee notice is mailed to the taxpayer.	2001	%20 of tax debt	$8,067,544.00	The balance as of 4/24/09 includes the collection assistance fee collected by the Department through March 31, 2009. Included in the $8.1 million balance is $5.0 million due to be transferred to Budget Code 24708 for the TIMS project. The 2008 General Assembly appropriated $25 million from the 20% Collection Assistance Fee during the FY 2008-09. The Department has transferred $20 million of the $25 million to date this fiscal year. The Department has left many of the positions supported by the 20% Collection Assistance Fee vacant due to the significantly low balance. Monthly expenditures to cover the 301 positions supported by the fee is approximately $1.5 million per month.
14700	Revenue	Merchant Card Transaction Fee	G.S. 66-58.12	Taxpayers electing to remit tax payments via merchant cards (credit/debit).	2002	$2.00 for every $100 increment of tax payment	$790,182.77	
14800	Cultural Resources	Tax Credit Review	105-129.36A		none	$250 to $7,750	$119,250 for FY 07-08	Graduated fee depending on qualified rehabilitation expenditures (fee form is attached in e-mail)
14800	Cultural Resources	Photo Copying	121-4, 14		not known	.10 to .20 per copy/ $5 for certificate of listing	$214.85 for FY 07-08	
14800	Cultural Resources	Publication Sales	121-4, 14			varies	$139.50 for FY 07-08	
14800	Cultural Resources	Photography Services	121-4, 14		Jan-08	$1 to $10	$8,389.15 for FY 07-08	Fee is based on service provided (fee form is attached in e-mail)
14800	Cultural Resources	Search fees	121-5(d)	Out of State	2001	$20	$31,480	Out of state requests for copies of public record
14800	Cultural Resources	Photostatic copies of public	G.S. 121-5(d); 132-6.2(b)	Any one	2001	varies- at cost	$21,511.11	
14800	Cultural Resources	Digital images and prints of	G.S. 121-5(d); 132-6.2(b)	Any one	2008	varies- at cost	$15,730.25	Note: There is limited opportunity to increase existing fees because general statute regulates such fees not to exceed actual cost.

House Appropriations Subcommittee on General Government
Summary of Fees

Budget Code	Department	Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
14800	Cultural Resources	Certified copies of public re	G.S. 121-5(d); 132-6.2(b)	Any one	2001	varies - at cost	$930	
14800	Cultural Resources	Original microfilm creation	G.S. 121-5(d); 132-6.2(b)	Any one	2001	min. order $18	$232.60	
14800	Cultural Resources	Duplicate microfilm	G.S. 121-5(d); 132-6.2(b)	Any one	2001	varies	$78,626.41	
14800	Cultural Resources	Photographic prints (black a	G.S. 121-5(d); 132-6.2(b)	Any one	2001	varies	$2,408.27	Opportunity exists to charge a small fee in the recording of deeds- .25- $1 per record.
14800	Cultural Resources	Miscellaneous charges	G.S. 121-5(d); 132-6.2(b)	any individual or agency	2001			
14800	Cultural Resources	processing of microfilm for government agencies					$11,690.52	
14800	Cultural Resources	Box fees	07 NCAC 04M.503	state agencies	2001		$29,472.56	Box fees for record storage at State Records
14800	Cultural Resources	Usage fee - material under U.S. Copyright in the name of the Office of Archives and History	None	Historical Publications & General Public	2005	Not to exceed $25.00	Approx. $250 annually	Fee does not apply to non-profit organizations
14800	Cultural Resources	Photocopying fee for out of print material	G.S. § 132-6.2(b)	Historical Publications & General Public	1995 (Session Laws, 1995, c.388, s.3)	$0.10 per page	Approx. $100 annually	Legislation restricts photocopy fees to actual reproduction costs (currently $0.10 per page). This should be increased.
14800	Cultural Resources	Shipping fees	None	Historical Publications & General Public	Nov-07	Sliding scale	Approx. $14,000 annually	Shipping fees are scaled and are based on actual costs to ship by UPS. The public will not accept any increase to this fee.
14800	Cultural Resources	Usage fee - material under U.S. Copyright in the name of the Office of Archives and History	None	Historical Publications & General Public	2005	Not to exceed $25.00	Approx. $250 annually	Fee does not apply to non-profit organizations
14800	Cultural Resources	Photocopying fee for out of print material	G.S. § 132-6.2(b)	Historical Publications & General Public	1995 (Session Laws, 1995, c.388, s.3)	$0.10 per page	Approx. $100 annually	Legislation restricts photocopy fees to actual reproduction costs (currently $0.10 per page). This should be increased.
14800	Cultural Resources	Shipping fees	None	Historical Publications & General Public	Nov-07	Sliding scale	Approx. $14,000 annually	Shipping fees are scaled and are based on actual costs to ship by UPS. The public will not accept any increase to this fee.
14800	Cultural Resources	1241-223 Bath Tour	121-4 (8)&(9); 143B-62(2)d	Historic Bath	Original	$1.00 / $.50	$1,185	Percentage of receipts go to historic site;
14800	Cultural Resources	1241-237 Edenton Tour	07 NCAC 04N .0202 (c)	Historic Edenton	1990	$12.00 / $1.00	$4,696	
14800	Cultural Resources	1241-240 Reed Panning Fee	121-4(8), G.S. 121-7(3), G.S. 121-9	Reed Gold Mine SHS	Original	$2.00 / $1.50	$49,013	Over-realized revenues are lost to the general fund and varies year to year.
14800	Cultural Resources	1241-244 Wolfe Tour	121-4(8), 121-4(9), 143B-62(2)d.	Thomas Wolfe Memorial SHS	Original	$1.00 / $.50	$8,440	

House Appropriations Subcommittee on General Government
Summary of Fees

Budget Code	Department	Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
14800	Cultural Resources	1242 Tryon Palace	121□21.1 G.S 121-48 (8), (9); 143b-62 (2) d; 143b-10 (j)	Tryon Palace Historic Site and Gargens	2008	$15.00 / $6.00	$525,898	Non-reverting but receipts sustain operations
14800	Cultural Resources	2584 Roanoke Island Festival Park	143B-131.2(6)	Roanoke Island Festival Park / Elizabeth II	2006	$13.00 / $3.75	$258,151	Non-reverting but receipts sustain operations and a percentage can revert to Roanoke Island Endowment Fund
14800	Cultural Resources	Photography services	121- 4(14)	Any one	2006	See notes	$500 - $1,500	Prices vary - ranging from .10 for photocopies to $10 to develop & enlarge proofs
14800	Cultural Resources	Services include photocopies, Black and white film, black and white print services, digital services, slide film services						Prices generally reflect an actual cost - regulated by Archives & History - statute limitations on fees
14800	Cultural Resources	State Library Continuing Education Registration	GS 125-2		07/01/2003	Varies	$9,000	
18025	State Board of Elections	Candidate Filing Fees	G.S.- 163.1-7	Candidates		1% of annual salary	$381,597.00	Fees collected only in even numbered years
18210	Administrative Hearings	CONTESTED CASE FILING FEE	WOULD NEED STATUTORY PROVISION AUTHORIZING OAH TO CHARGE THIS FEE	ALL ENTITIES OR PERSONS FILING CONTESTED CASES	N/A	N/A		

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OFFICE OF STATE PERSONNEL 5/20/2009

GENERAL FUND APPROPRIATION	**8,079,568**
Reduction Percentage	**5.87%**
TOTAL REDUCTION TARGET	**$ 474,271**

4 Vacant Positions	**$ 200,180**
Eliminate Scanning Function 1 position	**$ (36,535)**
Total Position Reductions (5)	**$ 236,715**
Social Security	**$ 17,990**
Retirement	**$ 18,937**
Hospitalization	**$ 20,785**
Total Personal Services Reduction	**$ 294,428**

Computer Data Processing (532821)	**$ 153,902**
Aid & Public Assistance (536905)	**$ 25,941**
Total Operating Expense Reduction	**$ 179,843**

TOTAL REDUCTION AMOUNT	**$ 474,271**

14160 OFFICE OF STATE CONTROLLER - 2009-11 BIENNIUM Flexibility Reserve and Reductions

Fund Code - 1000	Office of State Controller	FY 2008-09 Certified Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Options for Negative Reserve and Non-Recurring Cuts in SB 202 (Total $577,182)						Money Report item# 78 & 79
Reduction of Positions and Fringe						
Expenditure Account: Contracted Personal Services (531211)		$ 12,425,299	$ 9,821,443	$ 12,425,299	$ 12,425,299	
--- 531211 2 Poisitions		$ 198,195	$ 99,098	$ (198,195)	$ (198,195)	Reduce positions 60087155 Financial/Bus. Mng.
----531511 SSI		$ 15,162	$ 7,581	$ (15,162)	$ (15,162)	Reduce position 60087143 Application Tech. lead
---531521 Retirement (employer match)		$ 16,133	$ 8,067	$ (16,133)	$ (16,133)	and associated Fringe Benefits
---531561 Medical Insurance		$ 8,314	$ 4,157	$ (8,314)	$ (8,314)	
				$ (237,804)	$ (237,804)	
Reducition of Travel						
Travel/Related Expenses (5327xx)		$ 40,366	$ 37,007	$ 78,965	$ 78,965	
--- Reduce Travel budget (5327XX)		$ 40,366		$ (38,000)	$ (38,000)	
Reduction of ITS computer/communication (5328XX)		$ 4,446,906	$ 3,086,597	$ 4,446,906	$ 4,446,906	
--- Reduce Data Processing charges				$ (301,378)	$ (301,378)	
Total Items for Flexibility Reserve/ NR				**$ (577,182)**	**$ (577,182)**	
Expansion Items Gone:				$ (600,000)	$ (1,200,000)	Money Report item #84
Additional Reductions						
Computer support - 532144				$ (88,392)	$ (88,392)	IT Desktop consolidation
Server support - 532145				$ (48,273)	$ (48,273)	IT Desktop consolidation
Lan Services -532822				$ (30,256)	$ (30,256)	IT Desktop consolidation
Longevity Increase				$ (61,519)	$ (61,519)	Will use lapse salaries
Total of Additional Cuts				**$ (228,440)**	**$ (228,440)**	
Total Cut for OSC				$ (2,003,892)	$ (2,003,892)	Based on SB 202 + Additional Cuts
Total Cut over Senate Budget				$ (828,440)	$ (1,428,440)	Over SB 202
Total overall appropriated FTE Cut:				-12.75	-12.75	Based on SB 202 + Additional Cuts

INSERT BUDGET CODE AND DEPARTMENT NAME - Governmental & Proprietary Fund Balances (Special Funds)				
Agency Name: OFFICE OF STATE CONTROLLER				
Fund Name	Statutory Provision	Current Fund Balance (as of 4/30/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Special Revenue Fund (24160)				
2000 FICA Savings from Flexible Benefits Program	House Bill 1129, S.L. 1989-458	$ 9,617,990.00	Used to pay for Administration of Program (OSP- AON Contract)	$6,070,360 being held as possible payback to FEDS for collecting funds on Federal Grants over the life of the program and pay AON. $8 million already taken this year by OSBM.
2200 Support position to assist with e-Commerce (credit/debit cards/electronic transfers)		$ (151,955.77)	support position for e-Commerce	
2400 Initial BEACON Funding for planning		$ 137.74	old project-complete	OSBM Has Identified for SFY 2009
2401 New HR/Payroll system Implementation	G.S. 143B-426.39 (rewritten in S.L. 2005-276)	$ 7,375,350.68	For final completion of adjustments/support of payroll system	See **Attachment II** for more information; OSBM has identified $462,452 for SFY 2009
2402 Funds to support past Data Warehouse project		$ 13,694.13	old project-complete	OSBM Has Identified for SFY 2009
2403 Gather basic information about replacement of financial and budget	Session Law 2001-491	$ 605,000.00	For Financial and Budget component of the statewide enterprise. Report is complete	OSBM Has Identified for SFY 2009
2404 BEACON/Criminal Justice Data Integration--provide access to secure data	SL 2007-323, HB 1473 (BEACON); SL 2008-107, HB 2436 (Criminal Justice)	$ 7,690,130.00	For Criminal Data Integration and BEACON Data Integration. Per Senate Bill 202, all remaining unobligated funds are to support Criminal Data Int. project for Wake County.	See **Attachment III** for more information
2405 Develop and enhance the enterprise-wide Human Resources	SL 2007-323, HB 1473 (Money Report IT: Item #17)	$ -	Improve HR component of HR/Payroll system	$7,390,000 taken by OSBM
2500 Collect unclaimed property from the Escheats fund left by state agencies		$ 20,181.13	Used to help pay for Internal Control training	OSBM Has Identified for SFY 2009
2600 Foreign Nationals Program --Statewide support in the payment processing of wages, scholarships, contract payments to foreign nationals		$ 77,080.00	Used to support Foreign Nationals Program	OSBM Has Identified for SFY 2009

Attachment II

HR/ Payroll One-time Fund Obligations

HR/Payroll Obligations			
1) April - June 30, 2005 (contractors/ training positions)	$	2,449,191.00	
2) July - March 2010 Stabilization of Contractors	$	1,686,760.00	(may be able to extend longer into SFY 2010)
3) 6 Trainer Positions - 12 months	$	364,438.00	(see additional information below)
4) HR/Payroll Disaster Recover- Western Data Center	$	2,406,510.00	(Final amount from ITS)
Ending Balance	$	6,906,899	

Beginning Balance	$	7,375,350.68
Ending Balance	$	(6,906,899)
Estimated Remaining	$	468,451.68

Detail on 6 Trainer positions
OSC Training Positions Time-Limited

Grade	Title	Effective Date	Number	Amount Pe Position	Total Based on # Positions Requested	Social Sec.	Retirement	Med. Insur.	Grand Total
69	Staff Development Specialist II	7/1/2009	2.00	48,500	97,000	7,421	3,948	4,157	112,525
Banded	BEACON University Trainer	7/1/2009	1.00	57,666	57,666	4,411	4,694	4,157	70,928
Banded	Technical Support Technician	7/1/2009	1.00	52,294	52,294	4,000	4,257	4,157	64,708
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Sources of Funds for CJLEADS

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778,560.00	Remaining CJLEADS
1,703,840.00	

House Appropriations Subcommittee on General Government
Agency Totals

	FY09-10			FY10-11		
	Governor's Recommended Budget	Senate Budget	5.87% Reduction	Governor's Recommended Budget	Senate Budget	8.2% Reduction
Administration	$73,702,894	$69,163,419	$4,059,893	$73,489,302	$69,106,137	$4,975,642
Auditor	$13,224,512	$13,224,512	$776,279	$13,240,784	$13,240,784	$953,336
Cultural Resources	$72,819,260	$70,522,789	$4,139,688	$74,215,832	$71,919,361	$5,178,194
Cult. Res. - RIC	$1,955,050	$1,961,296	$115,128	$1,955,050	$1,961,296	$141,213
General Assembly	$57,661,786	$57,661,786	$3,384,747	$59,371,264	$59,371,264	$4,274,731
Governor	$6,113,531	$6,113,531	$358,864	$6,119,712	$6,119,712	$440,619
HFA	$14,608,417	$14,608,417	$857,514	$14,608,417	$14,608,417	$1,051,806
Insurance	$31,644,853	$31,644,853	$1,857,553	$31,707,037	$31,707,037	$2,282,907
Ins - Fund	$2,500,000	$2,000,000	$117,400	$2,500,000	$2,000,000	$144,000
Lt Gov	$937,852	$932,179	$54,719	$937,852	$932,179	$67,117
Admin. Hearings	$3,967,455	$3,967,455	$232,890	$3,980,290	$3,980,290	$286,581
Revenue	$84,920,596	$84,920,596	$4,984,839	$85,013,566	$85,013,566	$6,120,977
SOS	$11,110,720	$11,364,455	$667,094	$11,184,594	$11,438,329	$823,560
Elections	$6,183,822	$4,683,822	$274,940	$6,187,615	$6,187,615	$445,508
Budget/Mgmt	$6,593,846	$6,561,015	$385,132	$6,597,294	$6,564,463	$472,641
Budget - Fund	$5,273,000	$5,023,000	$294,850	$4,273,000	$4,273,000	$307,656
Controller	$23,611,155	$23,361,150	$1,371,300	$24,243,461	$23,993,456	$1,727,529
Treasurer	$10,370,644	$17,272,124	$1,013,874	$10,384,432	$17,285,912	$1,244,586
Treas. - Fund	$10,804,671	$10,804,671	$634,234	$10,804,671	$10,804,671	$777,936
Total Gen Gov Agencies	**$438,004,064**	**$435,791,070**	**$410,200,000**	**$440,814,173**	**$440,507,489**	**$404,400,000**
Total Reductions to Find			***$25,580,936***			***$31,716,539***

House Appropriations Subcommittee on General Government
Agency Totals

	FY09-10			FY10-11		
	Governor's Recommended Budget	Senate Budget	5.87% Reduction	Governor's Recommended Budget	Senate Budget	8.2% Reduction
Administration	$73,702,894	$69,163,419	$4,059,893	$73,489,302	$69,106,137	$4,975,642
Auditor	$13,224,512	$13,224,512	$776,279	$13,240,784	$13,240,784	$953,336
Cultural Resources	$72,819,260	$70,522,789	$4,139,688	$74,215,832	$71,919,361	$5,178,194
Cult. Res. - RIC	$1,955,050	$1,961,296	$115,128	$1,955,050	$1,961,296	$141,213
General Assembly	$57,661,786	$57,661,786	$3,384,747	$59,371,264	$59,371,264	$4,274,731
Governor	$6,113,531	$6,113,531	$358,864	$6,119,712	$6,119,712	$440,619
HFA	$14,608,417	$14,608,417	$857,514	$14,608,417	$14,608,417	$1,051,806
Insurance	$31,644,853	$31,644,853	$1,857,553	$31,707,037	$31,707,037	$2,282,907
Ins - Fund	$2,500,000	$2,000,000	$117,400	$2,500,000	$2,000,000	$144,000
Lt Gov	$937,852	$932,179	$54,719	$937,852	$932,179	$67,117
Admin. Hearings	$3,967,455	$3,967,455	$232,890	$3,980,290	$3,980,290	$286,581
Revenue	$84,920,596	$84,920,596	$4,984,839	$85,013,566	$85,013,566	$6,120,977
SOS	$11,110,720	$11,364,455	$667,094	$11,184,594	$11,438,329	$823,560
Elections	$6,183,822	$4,683,822	$274,940	$6,187,615	$6,187,615	$445,508
Budget/Mgmt	$6,593,846	$6,561,015	$385,132	$6,597,294	$6,564,463	$472,641
Budget - Fund	$5,273,000	$5,023,000	$294,850	$4,273,000	$4,273,000	$307,656
Controller	$23,611,155	$23,361,150	$1,371,300	$24,243,461	$23,993,456	$1,727,529
Treasurer	$10,370,644	$17,272,124	$1,013,874	$10,384,432	$17,285,912	$1,244,586
Treas. - Fund	$10,804,671	$10,804,671	$634,234	$10,804,671	$10,804,671	$777,936
Total Gen Gov Agencies	**$438,004,064**	**$435,791,070**	**$410,200,000**	**$440,814,173**	**$440,507,489**	**$404,400,000**
Total Reductions to Find			***$25,580,936***			***$31,716,539***

14160 OFFICE OF STATE CONTROLLER - 2009-11 BIENNIUM Flexibility Reserve and Reductions

Fund Code - 1000	Office of State Controller	FY 2008-09 Certified Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Options for Negative Reserve and Non-Recurring Cuts in SB 202 (Total $577,182)						Money Report item# 78 & 79
Reduction of Positions and Fringe						
Expenditure Account: Contracted Personal Services (531211)		$ 12,425,299	$ 9,821,443	$ 12,425,299	$ 12,425,299	
--- 531211 2 Poisitions		$ 198,195	$ 99,098	$ (198,195)	$ (198,195)	Reduce positions 60087155 Financial/Bus. Mng.
---531511 SSI		$ 15,162	$ 7,581	$ (15,162)	$ (15,162)	Reduce position 60087143 Application Tech. lead
---531521 Retirement (employer match)		$ 16,133	$ 8,067	$ (16,133)	$ (16,133)	and associated Fringe Benefits
---531561 Medical Insurance		$ 8,314	$ 4,157	$ (8,314)	$ (8,314)	
				$ (237,804)	$ (237,804)	
Reducition of Travel						
Travel/Related Expenses (5327xx)		$ 40,366	$ 37,007	$ 78,965	$ 78,965	
--- Reduce Travel budget (5327XX)		$ 40,366		$ (38,000)	$ (38,000)	
Reduction of ITS computer/communication (5328XX)		$ 4,446,906	$ 3,086,597	$ 4,446,906	$ 4,446,906	
--- Reduce Data Processing charges				$ (301,378)	$ (301,378)	
Total Items for Flexibility Reserve/ NR				**$ (577,182)**	**$ (577,182)**	
Expansion Items Gone:				$ (600,000)	$ (1,200,000)	Money Report item #84
Additional Reductions						
Computer support - 532144				$ (88,392)	$ (88,392)	IT Desktop consolidation
Server support - 532145				$ (48,273)	$ (48,273)	IT Desktop consolidation
Lan Services -532822				$ (30,256)	$ (30,256)	IT Desktop consolidation
Longevity Increase				$ (61,519)	$ (61,519)	Will use lapse salaries
Total of Additional Cuts				**$ (228,440)**	**$ (228,440)**	
Total Cut for OSC				$ (2,003,892)	$ (2,003,892)	Based on SB 202 + Additional Cuts
Total Cut over Senate Budget				$ (828,440)	$ (1,428,440)	Over SB 202
Total overall appropriated FTE Cut:				-12.75	-12.75	Based on SB 202 + Additional Cuts

INSERT BUDGET CODE AND DEPARTMENT NAME - Governmental & Proprietary Fund Balances (Special Funds)				
Agency Name: OFFICE OF STATE CONTROLLER				
Fund Name	Statutory Provision	Current Fund Balance (as of 4/30/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Special Revenue Fund (24160)				
2000 FICA Savings from Flexible Benefits Program	House Bill 1129, S.L. 1989-458	$ 9,617,990.00	Used to pay for Administration of Program (OSP- AON Contract)	$6,070,360 being held as possible payback to FEDS for collecting funds on Federal Grants over the life of the program and pay AON. $8 million already taken this year by OSBM.
2200 Support position to assist with e-Commerce (credit/debit cards/electronic transfers)		$ (151,955.77)	support position for e-Commerce	
2400 Initial BEACON Funding for planning		$ 137.74	old project-complete	OSBM Has Identified for SFY 2009
2401 New HR/Payroll system Implementation	G.S. 143B-426.39 (rewritten in S.L. 2005-276)	$ 7,375,350.68	For final completion of adjustments/support of payroll system	See **Attachment II** for more information; OSBM has identified $462,452 for SFY 2009
2402 Funds to support past Data Warehouse project		$ 13,694.13	old project-complete	OSBM Has Identified for SFY 2009
2403 Gather basic information about replacement of financial and budget	Session Law 2001-491	$ 605,000.00	For Financial and Budget component of the statewide enterprise. Report is complete	OSBM Has Identified for SFY 2009
2404 BEACON/Criminal Justice Data Integration--provide access to secure data	SL 2007-323, HB 1473 (BEACON); SL 2008-107, HB 2436 (Criminal Justice)	$ 7,690,130.00	For Criminal Data Integration and BEACON Data Integration. Per Senate Bill 202, all remaining unobligated funds are to support Criminal Data Int. project for Wake County.	See **Attachment III** for more information
2405 Develop and enhance the enterprise-wide Human Resources	SL 2007-323, HB 1473 (Money Report IT: Item #17)	$ -	Improve HR component of HR/Payroll system	$7,390,000 taken by OSBM
2500 Collect unclaimed property from the Escheats fund left by state agencies		$ 20,181.13	Used to help pay for Internal Control training	OSBM Has Identified for SFY 2009
2600 Foreign Nationals Program --Statewide support in the payment processing of wages, scholarships, contract payments to foreign nationals		$ 77,080.00	Used to support Foreign Nationals Program	OSBM Has Identified for SFY 2009

Attachment II

HR/ Payroll One-time Fund Obligations

HR/Payroll Obligations			
1) April - June 30, 2005 (contractors/ training positions)	$	2,449,191.00	
2) July - March 2010 Stabilization of Contractors	$	1,686,760.00	(may be able to extend longer into SFY 2010)
3) 6 Trainer Positions - 12 months	$	364,438.00	(see additional information below)
4) HR/Payroll Disaster Recover- Western Data Center	$	2,406,510.00	(Final amount from ITS)
Ending Balance	$	6,906,899	
Beginning Balance	$	7,375,350.68	
Ending Balance	$	(6,906,899)	
Estimated Remaining	$	468,451.68	

Detail on 6 Trainer positions
OSC Training Positions Time-Limited

Grade	Title	Effective Date	Number	Amount Pe Position	Total Based on # Positions Requested	Social Sec.	Retirement	Med. Insur.	Grand Total
69	Staff Development Specialist II	7/1/2009	2.00	48,500	97,000	7,421	3,948	4,157	112,525
Banded	BEACON University Trainer	7/1/2009	1.00	57,666	57,666	4,411	4,694	4,157	70,928
Banded	Technical Support Technician	7/1/2009	1.00	52,294	52,294	4,000	4,257	4,157	64,708
Banded	Administrative Support Specialist	7/1/2009	1.00	35,573	35,573	2,721	2,896	4,157	45,347
Banded	Business and Technology App. Tec	7/1/2009	1.00	57,666	57,666	4,411	4,694	4,157	70,928
								Grand total	$ 364,438

BEACON Data Integration Fund Analysis

SFY 2009 Cash and Expenditures (July- May 2009)

2,323,630.00	Balance as of 6/30/08
5,000,000.00	Received 10/2/2008 HB 1473
(62,595.00)	Contracted Services -- Project Director through Dec. 1, 2008
(2,500,000.00)	SAS Enterprise Licenses calendar year 2009 - Paid to ITS
(10,068.00)	NC Open Book
(9,050.00)	1 filled Bus & Tech Apps. Analyst thru 6/30/09 --HB2436 Section 6.16(D)(2)
$ 4,741,917.00	**Projected Ending Balance SFY 2009**

Remaining Obligations for SFY 2009 & SFY 2010

(126,705.00)	1 Bus & Tech Apps. Analyst thru 6/30/10 --HB2436 Section 6.16(D)(2)
(2,500,000.00)	SAS Enterprise Licenses calendar year 2010 - Paid to ITS next January
(300,000.00)	to OSP for NC Works project -- most of expenditures in 2010
(889,932.00)	NC Open Book - Governor's initiative ongoing expenditures;
925,280.00	**Per Senate Bill 202, Section 6.9(b); use to support Criminal Justice Pilot for Wake County**

Criminal Justice - Data Integration Fund Analysis (CJLEADS)

SFY 2009 Cash and Expenditures (July 2009- May 2009)

5,000,000.00	Received 10/23/08 HB 2436
(80,820.00)	Project Manager
(3,045.00)	Law Enforcement Advisor
(2,217.00)	Contract with NCSU
(2,000,000.00)	Paid to ITS for FY 08-09 (SAS Licenses)
2,913,918.00	**Current Balance as of 2009**

Obligations for Remainder of SFY 2009 & SFY 2010

(82,755.00)	Project Manager thru 09/30/09
(22,155.00)	Contract - Law Enforcement Advisor thru 12/31/09
(30,448.00)	NCSU Contract thru 12/31/09
(2,000,000.00)	To ITS for FY 09-10 (SAS Licenses)
778,560.00	

Sources of Funds for CJLEADS

925,280.00	Per Senate Bill 202, Section 6.9(b); Unobligated BEACON Data Integration
778,560.00	Remaining CJLEADS
1,703,840.00	

Insurance

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$33,824,822**		**$33,887,006**	
Legislative Changes				
1400 Public Services				
48 Eliminate Continuation Budget Increase	($144,300)	R	($144,300)	R
Eliminate funding increase in continuation budget:				
532140 Information Tech Svs ($62,634)				
532170 Admin Services ($32,243)				
532199 Misc Contractual Svs ($49,423)				
Department-Wide				
49 Management Flexibility Reserve	($850,880)	R	($850,880)	R
Create Management Flexibility Reserve.				
50 Reduce Various Operating Accounts	($888,592)	R	($888,592)	R
Reduce various operating accounts across the agency.	($296,197)	NR	($296,197)	NR
Total Legislative Changes	**($1,883,772)**	**R**	**($1,883,772)**	**R**
	($296,197)	**NR**	**($296,197)**	**NR**
Total Position Changes				
Revised Budget	**$31,644,853**		**$31,707,037**	

Insurance - Volunteer Safety Workers' Compensation Fund

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$4,500,000**		**$4,500,000**	
Legislative Changes				
Reserves and Transfers				
51 Reduce Volunteer Safety Workers' Compensation Fund Reduce the Volunteer Safety Workers' Compensation Fund on a non-recurring basis.	($2,500,000)	NR	($2,500,000)	NR
Total Legislative Changes	($2,500,000)	NR	($2,500,000)	NR
Total Position Changes				
Revised Budget	**$2,000,000**		**$2,000,000**	

13900	Insurance							
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
531321	Contracted Personal Services	N/A	N/A	$0	$0	$0	$0	
532199	Misc Contractual Services	1100	Administration	$43,957	$29,140	$43,957	$43,957	(1)To pay services to Custom Clipping, Inc. for Public Information Office. (2) contracted services to assist agency working with Security/Dobbs Building; maintaining a comprehensive employee safety action program; liaison for the department for construction; utilities manager for the state building; safety procedures for the building tenants; responsible for controlling the stored files/records.
		1200	Company Services	$0	7,751	0	0	To pay for Instructional services to Rector, Inc., for staff Financial Examiners training required by professional standards, and Federal Certifications.
		1300	Technical Services	$0	$53,291	$0	$0	To pay for actuarial services for the N.C. High Risk Pool Program. (Inclusive Program).
		1400	Public Services	$700,000	$795,490	$706,100	$706,100	To record fees received and corresponding expense to administer 1st time agent test takers by Promissor, Inc. throughout state.
		1500	Office of State Fire Marshal	$12,726	$105,425	$12,726	$12,726	To pay for Instructor fees for Gov Highway Safety Program. Computer programming for modifications to Manufactured Housing Program to meet federal program changes.
		TOTAL:		$756,683	$991,097	$762,783	$762,783	
532521-532525	Rental/Lease Equipment	1100	Administration	$5,297	$840	$5,297	$5,297	To pay for rental agreement on equipment and copiers.
		1200	Company Services	$545	$0	$545	$545	To rent audio video equipment during Financial Evaluation staff training and audits.
		1300	Technical Services	$652	$761	$545	$545	To rent audio video equipment needed during SHIIP training for 900 volunteers throughout state.
		1400	Public Services	$9,500	$1,500	$10,400	$10,400	To allow Investigation to rent trailers to haul materials for weapons qualification and storage of evidence. User fee for access to Dep of Justice / SBI DCI database.
		1500	Office of State Fire Marshal	$7,728	$248	$7,728	$7,728	To rent specialized equipment needed during Fire Training for all staff and for local.
		TOTAL:		$23,722	$3,349	$24,515	$24,515	
5327xx	Travel/Related Expenses	1100	Administration	$76,455	$35,592	$76,455	$76,455	To allow Administrative staff to travel to participate in NAIC meetings/training/hearings. To pay DOA/Motor Fleet for monthly invoices for state vehicles.

		1200	Company Services	$122,860	$151,051	$105,750	$105,750	To allow the Financial Evaluation, Regulatory Actions staff to audit insurance companies (in and out of state).
		1300	Technical Services	$351,528	$96,836	$105,750	$105,750	To allow the Seniors Health Insurance Program staff to train the trainers state-wide. Market Regulation performs audits.
		1400	Public Services	$276,322	$267,781	$276,322	$276,322	To allow continuing Education staff to conduct statutory audits on Insurance instructors, classes. Investigative Division to perform duties investigating insurance fraud, regulate bail bondsmen, traveling in NC and meeting with plaintiffs and insured citizens and attending hearings as witness.
		1500	Office of State Fire Marshal	$448,629	$382,880	$460,704	$460,704	To allow staff to travel for instruct fire training and for inspection of Hazard Mat; travel for Manufactured Housing inspection, GHSP Classes, EMS Volunteers as required by G.S. Inspecting new construction buildings for fire and safety code compliance to ensure safety of citizens and hold insurance rates low.
		TOTAL:		**$1,275,794**	**$934,140**	**$1,024,981**	**$1,024,981**	
532814	Cellular Phone Services	1100	Administration	$4,346	$13,332	$4,346	$4,346	Phone service for Administrative staff that are needed on a demand basis such as IT, legislative liaison and other administrative duties; State Emergency Response Team (SERT).
		1200	Company Services	$164	$3,989	$164	$164	To allow access to personnel required to perform duties as field based auditors and examiners.
		1300	Technical Services	$164	$5,324	$164	$164	To allow access to personnel required to perform audit requirements in Market Regulations and examinations for out of state travel required.
		1400	Public Services	$2,200	$28,907	$2,200	$2,200	To allow access to personnel required to perform duties as field-based investigators and inspectors.
		1500	Office of State Fire Marshal	$22,615	$26,638	$23,315	$23,315	To allow field-based staff to communicate with State Emergency Response Teams, DOI Staff, and Emergency Management activities.
		TOTAL:		**$29,489**	**$78,190**	**$30,189**	**$30,189**	
534500-534550	Furniture and Equipment Replacement Schedules	1100	Administration	$18,077	$30,319	$18,077	$18,077	To update computers every 5 years, printers.
		1200	Company Services	$75,957	48,794	63,957	63,957	To update computers every 5 years, printers, agency server equipment and server capacity and backup systems.
		1300	Technical Services	$129,034	30,208	129,034	129,034	To update computers every 5 years, printers, WAN equipment.

		1400	Public Services	$18,970	15,294	10,970	10,970	To update computers every 5 years, printers, law enforcement security equipment and 7 year replacement of weapons.
		1500	Office of State Fire Marshal	$27,641	41,247	27,641	27,641	To update computers every 5 years, printers, emergency telephones.
		TOTAL:		**$269,679**	**$165,863**	**$249,679**	**$249,679**	
	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
	Directed Grants	N/A	N/A	$0	$0	$0	$0	
	Loans	N/A	N/A	$0	$0	$0	$0	
	Other Aid and Grants	N/A	N/A	$0	$0	$0	$0	
	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	

B0104: Vacancy Report - May 2009: *Positions Vacant ON OR BEFORE June 30, 2008*

Organizational Unit	Position	Date Vacant	Months Vacant	Budget Amount	Position FTE
INSURANCE					
20001495 INSURANCE Manufactured Building	60013695 Processing Asst. III	12/12/05	44	$ 27,854	1.00
				$ 27,854	**1.00**

State Personnel, Ethics Commission, Auditor, Cultural Resources, General Assembly, Governor, HFA, and Insurance - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of	Purpose of Funding	Restrictions on Use or Transfer of Funds
Insurance –	Voluntary Safety Workers Compensation Fund (63902)	GS 58-87-10	$6,636,817.00	The VSWCF was set up to provide benefits to volunteer fire/rescue personnel who are members of volunteer fire departments or volunteer rescue/EMS units that are not part of a unit of local government. The VSWCF receives annual payments from participating volunteer firemen and rescue squad members for the benefit coverage. The administration of this fund is handled by a third party administrator (Key Risk Management Services) and are audited annually.	The restrictions on BC 63902 are that the fund can only be used to pay claim costs to members and administrative costs associated with operating the fund. The funds in the VSWCF do not revert back to the State's General Fund at the end of the year.

Agency	Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	FY 09-10				FY 10-11				Automatic Increases Built into Contract Terms
							Total Amount in Continuation Budget	Source of Funds			Total Amount in Continuation Budget	Source of Funds			
								Federal	State	Other		Federal	State	Other	
DOI			Child Passenger Safety Training -	?			$22,750				$22,750				
DOI			Safe Kids Training - March 13-15,	?			$17,973				$17,973				
							$40,723				$40,723				

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

April 30, 2009

Minutes

The House Appropriations Subcommittee on General Government met on Thursday, April 30, 2009 at 8:30 A.M.

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; Tucker, Vice-Chairs; Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representative Underhill introduced the following speakers:

- Ms. Pam Wortham, Deputy State Treasurer – Financial Operations with the NC Treasurer (Attachment 2).
- Mr. Bob Kucab, Executive Director of the NC Housing Finance Agency (Attachment 3).

A question and answer period. The meeting adjourned at 9:55 A.M.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA
HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
April 30, 2009
8:30 a.m.
Room 1425

Representative Alice Underhill, Chairing
Representative Susan Fisher

Agency Presentations

Department of State Treasurer

Pam Wortham
Deputy State Treasurer – Financial Operations

NC Housing Finance Agency

Bob Kucab
Executive Director

VISITOR REGISTRATION SHEET

General Government Subcommittee 4-30-09

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Thomas Cheek	OSC
Bryan Lewis	DST
Ron Ottavio	DST
Pat Gerrick	NCDST
Tony Solari	DST
Pam Woodham	DST
David Starling	DST
Carl Dean	OSP
Ralph Gable	SBE
Will Pamplin	NCHFA
Bob Kucab	NCHFA
Margaret Matrone	NCHFA

House Pages

Name of Committee: Pub Govt Date: 4-30-09

1. Name: Joseph Vaughan
   County: Gaston
   Sponsor: Rep. William A. Current
2. Name: _____
   County: _____
   Sponsor: _____
3. Name: _____
   County: _____
   Sponsor: _____
4. Name: _____
   County: _____
   Sponsor: _____
5. Name: _____
   County: _____
   Sponsor: _____

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Martha Parrish
3. Name: _____
4. Name: _____

13410 DEPARTM..... OF STATE TREASURER - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUES..

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1110 General Administration	General Administration					
Expenditure Account: Contracted Personal Services (531312 & 531322)		$ 8,820.00	$ 2,085.00	$ -	$ -	
Miscellaneous Contractual Services (532199)		$ 34,619.00	$ 25,706.51	$ -	$ -	
Rental/Lease of Equipment (532521 to 532525)		$ 2,055.00	$ 1,516.40	$ 2,134.00	$ 2,134.00	Postage meter rental
Travel/Related Expenses (5327xx)		$ 19,604.00	$ 23,092.31	$ 31,167.00	$ 31,167.00	Financial literacy director will be working with organizations across NC. Staff attend seminars and conferences to network with other state treasurers and their staffs to gather best practices. The Treasurer periodically travels across the state to meet with business leaders, make speeches to business organizations and local governments , and meets with investment managers (both in-state and out-of-state)
Cellular Phone Services (532814)		$ -	$ -	$ -	$ -	
Furniture and Equipment Replacement Schedules (534500 to 534550)		$ 644.00	$ 3,103.93	$ 18,510.00	$ 18,510.00	These funds are used for the replacement of furniture, copiers, fax machines, and other equipment.
Discretionary Grants (5364AA)		$ -	$ -	$ -	$ -	
Directed Grants (5366AA)		$ -	$ -	$ -	$ -	
Loans (5367AA)		$ -	$ -	$ -	$ -	
Other Aid and Grants (5369AA)		$ -	$ -	$ -	$ -	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		$ -	$ -	$ -	$ -	

13410 DEPARTMENT OF STATE TREASURER - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1130 Escheat Fund Administration	Escheat Fund Administration					
Expenditure Account: Contracted Personal Services (531312 & 531322)		$ 40,904.00	$ 5,153.50	$ 179,428.00	$ 179,428.00	These funds are needed to pay for temporary employees used to staff the Call Center and Claims Processing. Any excess funds in this line item are transferred to expenditure account 532170 to pay for temporary employees from temp agencies.
Miscellaneous Contractual Services (532199)		$ 39,019.00	$ 203,366.04	$ 152,442.00	$ 152,442.00	These funds are needed for claims processing that are out-sourced to a vendor. We are required by statute to respond to claims within 90 days and outsourcing some claims to this vendor allows us to meet this requirement.
Rental/Lease of Equipment (532521 to 532525)		$ -	$ -	$ -	$ -	
Travel/Related Expenses (5327xx)		$ 19,501.00	$ 8,714.35	$ 36,600.00	$ 36,600.00	These funds allow our auditors to travel and perform audits that bring in more money to the Escheat Fund. Bringing more money into the fund allows us to return more of these funds to the rightful owners and to fund more scholarships from the interest. These funds also allow our staff to travel to outreach events to publicize the Unclaimed Property Program.
Cellular Phone Services (532814)		$ -	$ -	$ -	$ -	
Furniture and Equipment Replacement Schedules (534500 to 534550)		$ 13,638.00	$ 6,972.81	$ 4,485.00	$ 4,485.00	These funds are used for the replacement of furniture, copiers, fax machines, and other equipment.
Discretionary Grants (5364AA)		$ -	$ -	$ -	$ -	
Directed Grants (5366AA)		$ -	$ -	$ -	$ -	
Loans (5367AA)		$ -	$ -	$ -	$ -	
Other Aid and Grants (5369AA)		$ -	$ -	$ -	$ -	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		$ -	$ -	$ -	$ -	

13410 DEPARTM OF STATE TREASURER - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUE

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1150 Information Services	Information Services					
Expenditure Account: Contracted Personal Services (531322)		$ -	$ -	$ -	$ -	
Miscellaneous Contractual Services (532199)		$ 22,367.00	$ 6,448.49	$ 1,000.00	$ 1,000.00	This line item represents all miscellaneous contractual services that the division pays for including: facility maintenance, the Employee Assistance Program, etc.
Rental/Lease of Equipment (532521 to 532525)		$ -	$ -	$ -	$ -	
Travel/Related Expenses (5327xx)		$ 15,657.00	$ 10,092.12	$ 16,995.00	$ 17,229.00	These line items represent all travel related expenses for the IT Division. The vast majority of the travel consists of semiannual disaster recovery tests that we perform for our mission critical systems. The disaster recovery team travels to and from Philadelphia, Pa. to perform the tests. The rest of the funds are spent on travel related expenses for training, seminars and conferences for the 49 employee IT division.
Cellular Phone Services (532814)		$ -	$ -	$ -	$ -	
Furniture and Equipment Replacement Schedules (534500 to 534550)		$ 226,145.00	$ 310,290.21	$ 505,600.00	$ 505,600.00	These line items represent all IT equipment purchases to support all the divisions of the Department of State Treasurer. This includes all expenses to maintain our data center including, servers, jukeboxes, controllers, switches, uninterruptable power supplies, fire suppression, tape backup and retrieval units, storage area networks, printers, and gateways. Additionally, this provides funding of all personal computers, desk-top printers, scanners and other IT related equipment for the entire Dept. of State Treasurer. Lastly, all office furniture, copiers, and FAX machines for the IT Division.
Discretionary Grants (5364AA)		$ -	$ -	$ -	$ -	
Directed Grants (5366AA)		$ -	$ -	$ -	$ -	
Loans (5367AA)		$ -	$ -	$ -	$ -	
Other Aid and Grants (5369AA)		$ -	$ -	$ -	$ -	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		$ -	$ -	$ -	$ -	

13410 DEPARTMENT OF STATE TREASURER - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1210 Investment Management	Investment Management					
Expenditure Account: Contracted Personal Services (531311 & 531321)		$ 111,452.00	$ 64,985.00	$ -	$ -	
Miscellaneous Contractual Services (532199)		$ 26,193.00	$ 8,479.91	$ 39,800.00	$ 39,800.00	We have contracts with various investment news services that are needed to operate our trading desk.
Rental/Lease of Equipment (532521 to 532525)		$ -	$ -	$ -	$ -	
Travel/Related Expenses (5327xx)		$ 17,254.00	$ 14,992.02	$ 63,525.00	$ 63,525.00	We currently have oversight of over 100 investment firms and 239 portfolios. Travel is necessary to perform our requirements as Fiduciary for the state.
Cellular Phone Services (532814)		$ -	$ -	$ -	$ -	
Furniture and Equipment Replacement Schedules (534500 to 534550)		$ 14,403.00	$ 75.99	$ 1,348.00	$ 1,348.00	These funds are used for the replacement of furniture, copiers, fax machines, and other equipment.
Discretionary Grants (5364AA)		$ -	$ -	$ -	$ -	
Directed Grants (5366AA)		$ -	$ -	$ -	$ -	
Loans (5367AA)		$ -	$ -	$ -	$ -	
Other Aid and Grants (5369AA)		$ -	$ -	$ -	$ -	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		$ -	$ -	$ -	$ -	

13410 DEPARTM)F STATE TREASURER - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUE

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1310 Local Government Operations	Local Government Operations					
Expenditure Account: Contracted Personal Services (531312 & 531322)		$ 4,481.00	$ 2,798.71	$ 4,000.00	$ 4,000.00	Contracted personal services is used for hiring of interns through DOA. The interns hired work on special projects for staff.
Miscellaneous Contractual Services (532199)		$ 13,909.00	$ 19,053.26	$ 7,300.00	$ 7,300.00	These funds pay for the INROADS internship program fee and for the department's Employee Assistance Program.
Rental/Lease of Equipment (532521 to 532525)		$ -	$ -	$ -	$ -	
Travel/Related Expenses (5327xx)		$ 8,342.00	$ 13,247.31	$ 14,697.00	$ 14,697.00	Travel costs are primarily for unit visits to troubled units and speaking engagements at various conferences. These are typically handled with day travel although depending on the location can involve overnight travel. Airfare is for travel to national conferences and national-level committee meetings with Governmental Accounting Standards Board, National Association of State Auditors, Comptrollers and Treasurers, and Government Finance Officers' Association.
Cellular Phone Services (532814)		$ -	$ -	$ -	$ -	
Furniture and Equipment Replacement Schedules (534500 to 534550)		$ 1,291.00	$ 41,221.49	$ 17,729.00	$ 17,729.00	These funds are used for the replacement of furniture, copiers, fax machines, and other equipment.
Discretionary Grants (5364AA)		$ -	$ -	$ -	$ -	
Directed Grants (5366AA)		$ -	$ -	$ -	$ -	
Loans (5367AA)		$ -	$ -	$ -	$ -	
Other Aid and Grants (5369AA)		$ -	$ -	$ -	$ -	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		$ -	$ -	$ -	$ -	

13410 DEPARTMENT OF STATE TREASURER - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1410 Retirement Operations	Retirement Operations					
Expenditure Account: Contracted Personal Services (531312 & 531322)		$ 445,479.00	$ 285,389.78	$ 18,677.00	$ 18,677.00	The Retirement Systems Division often depends on expertise of individuals with specific skill sets that are not available normally from amongst our permanent employees. Also, seasonal shifts in workload require the use of external talent on occasion in order to serve our customers in a timely manner. The loss of funding in these lines would result in an immediate loss of efficiency.
Miscellaneous Contractual Services (532199)		$ 73,026.00	$ 64,530.39	$ 31,534.00	$ 31,534.00	Expenditures from this line include the regular on-site shredding of interim work documents without enduring administrative value in order to protect the financial and medical privacy of our members and retirees, the secure transport of member and retiree records stored off-site at a secure and climate-controlled facility for which our facility has no parallel capacity, and the use of public records search services in order to locate beneficiaries and avoid fraud in the issuance of benefits.
Rental/Lease of Equipment (532521 to 532525)		$ -	$ -	$ -	$ -	
Travel/Related Expenses (5327xx)		$ 55,806.00	$ 44,235.89	$ 65,919.00	$ 66,198.00	The Retirement Systems Division holds frequent meetings around the state with employers, active employees and retirees for the sake of presenting information and answering questions. Additionally, in order to administratively function the Retirement Systems Division must be able to reimburse the expenses of travel for members of its various Boards of Trustees and its Medical Board (which reviews disability cases). The function of these boards is mandated by statute, and is essential to the operation of the entire Division and the health of the pension fund. Lastly, the Retirement Systems Division maintains close working ties with various national and regional industry organizations. Travel in this respect includes employee education and networking opportunities. Decision makers, including the General Assembly and its staff, frequently request information on how other retirement systems are addressing this crisis. Division staff is able to provide these answers partly because of attending conferences and meetings and discussing approaches to the crisis with leaders from other retirement syste
Cellular Phone Services (532814)		$ -	$ -	$ -	$ -	
Furniture and Equipment Replacement Schedules (534500 to 534550)		$ 294,708.00	$ 340,200.60	$ 84,931.00	$ 84,931.00	Because the Division operates a Call Center in our facility, there is a frequent need to replace malfunctioning voice equipment and seating. Inevitably, a certain level of equipment and furniture failure must be expected in an organization with over 170 employees. However, much of the funding requested in these lines is related to the anticipated need to replace relatively sophisticated but essential pieces of equipment such as document and microform imaging machines. The Retirement Systems Division begins all business firstly by electronically scanning every received document into our digital image storage, and there are four machines used for this high volume process. The loss of any single machine for an extended period of time would dramatically and adversely affect all Division operations.

13410 DEPARTN OF STATE TREASURER - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUE...

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1410 Retirement Operations (cont'd)	**Retirement Operations**					
Discretionary Grants (5364AA)		$ -	$ -	$ -	$ -	
Directed Grants (5366AA)		$ -	$ -	$ -	$ -	
Loans (5367AA)		$ -	$ -	$ -	$ -	
Other Aid and Grants (5369AA)		$ -	$ -	$ -	$ -	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		$ -	$ -	$ -	$ -	

13410 DEPARTMENT OF STATE TREASURER - JUSTIFICATION OF 2009-11 BIENNIUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1510 Financial Operations Division	Financial Operations Division					
Expenditure Account: Contracted Personal Services (531321)		$ 11,448.00	$ -	$ -	$ -	
Miscellaneous Contractual Services (532199)		$ 442.00	$ 23,076.68	$ 10,000.00	$ 10,000.00	These funds are used to pay for the department's Employee Assistance Program and for a contract to shred the division's sensitive and confidential paperwork.
Rental/Lease of Equipment (532521 to 532525)		$ -	$ -	$ -	$ -	
Travel/Related Expenses (5327xx)		$ 8,506.00	$ 5,290.39	$ 7,333.00	$ 7,422.00	These funds allow for the department's CFO to travel to national conferences and national-level committee meetings with Governmental Accounting Standards Board, National Association of State Treasurers, and Government Finance Officers' Association.
Cellular Phone Services (532814)		$ -	$ -	$ -	$ -	
Furniture and Equipment Replacement Schedules (534500 to 534550)		$ 4,564.00	$ 3,149.01	$ 40,077.00	$ 40,077.00	These funds are used for the replacement of furniture, copiers, fax machines, and other equipment.
Discretionary Grants (5364AA)		$ -	$ -	$ -	$ -	
Directed Grants (5366AA)		$ -	$ -	$ -	$ -	
Loans (5367AA)		$ -	$ -	$ -	$ -	
Other Aid and Grants (5369AA)		$ -	$ -	$ -	$ -	
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)		$ -	$ -	$ -	$ -	

13410 Department	e Treasurer - Governmental & Proprietary Fund Balances (Special Funds)				
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Department of State Treasurer	Debt Service Requirement (68148, 68150, 68174, 68175, 68190, 68220)		$ 4,544,650.66	These funds can only be used for debt service project costs, debt service interest payments, and bond issuance costs	Due to the IRS rules regarding tax exempt debt, the interest earnings identified in these budget codes can only be used for specific purposes
Department of State Treasurer	Information Technology Projects (23420)		$ 91,029.21	These funds are used for existing approved IT projects.	
				2210 – 1310 Imaging System	County sales tax proceeds are used for the Imaging and Debt Mgmt IT Projects-At the end of the projects, the amounts remaining will be transferred to the Department of Revenue - Budget Code 19977.
				2220 – 1310 Debt Mgmt System	
				2230 – 1510 Core Banking Project	Encumbrances exceed remaining balance

INSERT BUDGET CODE AND DEPARTMENT NAME - Increase or Implement Fees						
Please provide information on any fees your agency charges or plans to charge.						
Fee Name	**Statutory Provision**	**Entities Affected**	**Date of Last Fee Increase**	**Current Fee**	**Amount of Revenue**	**Notes**

INSERT BUDGET CODE AND DEPARTMENT NAME - Changes to Funding Formulas					
Please describe current funding formulas and detail how they are calculated.					
Program Name	**Recipients of Funding**	**Current Statutory Policy of Allocation**	**Current Amount of Funding**	**Formula Calculation**	**Notes**

B0104: Vacancy Report

No exceptions are defined

Organizational Unit		Position		Date Vacant	Cal Mth/Yr DEC 2008 Budget Amount $	DEC 2008 Number of Days Vacant	DEC 2008 Position FTE	DEC 2008 PT FTE Positions	DEC 2008 FT FTE Positions
20000975	ST INVEST Fixed Income	60009060	Investment/credit Analyst	11/01/2006	52,624.00	791	1.0000		1.0000
20000977	ST INVEST Alternatives	60009068	Investments Director	02/16/2006	87,923.00	1,049	1.0000		1.0000
20000978	ST Investments Administration	60009059	Administrative Deputy - State Treasurer	06/17/2008	65,034.00	197	1.0000		1.0000
20000979	ST Investments Administration	65006300	Attorney II	07/01/2008	70,000.00	183	1.0000		1.0000
20000978	ST Investments Administration	65006559	Portfolio Manager	07/01/2008	70,000.00	183	1.0000		1.0000
20001007	ST Health&Wellness Trust Fund Commission	60009322	Research Director For Childhood Obesity	05/25/2005	57,564.00	1,316	1.0000		1.0000
20001007	ST Health&Wellness Trust Fund Commission	60009325	Health Disparities Program Director	06/29/2007	62,414.00	551	1.0000		1.0000
20001007	ST Health&Wellness Trust Fund Commission	60009327	External Affairs Officer	05/23/2007	55,000.00	588	1.0000		1.0000
Overall Result					520,559.00	X	8.0000		8.0000

NORTH CAROLINA HOUSING FINANCE AGENCY

Memorandum

To: House Appropriations Subcommittee on General Government,
Representative Alice Underhill, Co-Chair
Representative Susan Fisher, Co-Chair

From: A. Robert Kucab
Executive Director, North Carolina Housing Finance Agency

Date: April 30, 2009

Re: Expanded Education and Review—Housing Trust Fund, Home Protection Program, HOME Program State Match, and ARRA funding available to N.C. Housing Finance Agency

The following information is provided as requested in the General Government Team memo of April 16, 2009.

The attached spreadsheet provides the information requested on the use of special funds, including the HOME Program State Match (23010-2200), Home Protection Program (23010-2950), and Housing Trust Fund (63011-6200).

Since the North Carolina Housing Finance Agency receives no operating funds from the General Assembly, items 1 and 3, Justification of Budget and information on the elimination of vacant positions, are not applicable. Please note, however, that the Agency's Board of Directors made the decision in October 2008 to lay off four employees and not to fill most vacancies. Of 118 authorized positions, only 108 are filled.

Item 6. ARRA will provide approximately $52 million for capital investments in Housing Credit projects that have already been awarded credits, but are stalled because of a lack of investors for Housing Credits. (Private investments of this kind normally provide half of the equity required to build a Housing Credit development.) In addition, ARRA authorizes the Agency, with approval of the Tax Reform Allocation Committee, to exchange up to 40% of the 2009 allocation of Housing Credits for direct federal investment at a rate of $.85 on the dollar. The purpose of these two provisions is to continue the production of affordable rental apartments and is limited to that activity. We are awaiting HUD and Treasury guidelines to begin this effort.

We are also awaiting HUD guidelines to determine whether we can compete for ARRA Neighborhood Stabilization Grant Program funds, directed to reducing the supply of vacant and foreclosed homes by providing loans to home buyers. (We have received a $4.2 million competitive award of 2008 Neighborhood Stabilization Funds through the Division of Community Assistance. We will make these HERA funds available in 23 counties as loans to help approximately 200 families buy vacant and foreclosed homes as their primary residence).

We are also in conversations with the Governor's Office of Economic Recovery and Department of Health and Human Services about how the Agency might assist in the distribution of ARRA Homeless Prevention Funds.

All these programs are important. If successful, they will reduce the housing problems caused by the economic crisis. However they do not duplicate or replace State funding, and are not sufficient either to alleviate all the housing problems being caused by the recession or to meet the severe housing needs that existed for approximately 300,000 North Carolina households before the recession began.

In addition to the spreadsheet, a copy of my testimony for the Committee's April 30 meeting is attached.

North Carolina Housing Finance Agency							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
The N.C. Housing Finance Agency is self-supporting and is not requesting any operating funds from the General Assembly.							
Expenditure Account: Contracted Personal Services (531321)							
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
Miscellaneous Contractual Services (532199)							
Rental/Lease of Equipment (532521 to 532525)							
Travel/Related Expenses (5327xx)							
Cellular Phone Services (532814)							
Furniture and Equipment Replacement Schedules (534500 to 534550)							
Discretionary Grants (5364AA)							
Directed Grants (5366AA)							
Loans (5367AA)							
Other Aid and Grants (5369AA)							
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)							

North Carolina Housing Finance Agency					
Agency Name	**Fund Name**	**Statutory Provision**	**Current Fund Balance (as of 4/20/09)**	**Purpose of Funding**	**Restrictions on Use or Transfer of Funds**
Housing Finance Agency	HOME Program Match (23010-2200)	*GS122-A-5; Title 42, Chapter 130, Subchapter II, Part A*	10,273,291.02	State funds are appropriated to partially provide the 25% match required to receive approximately $20 million of federal HOME funds. These funds are available to build, finance or rehabilitate housing that is affordable to households with incomes below 80% of area median.	SL2003-284 29.1 State appropriations for the federal HOME Program match are, by statute, not to revert to the General Fund at the end of the FY. All monies in the special fund have been committed to specific projects or committed to a program application cycle that is currently underway. The State funds are increasingly critical. The General Assembly currently appropriates $1.6 million annually toward the $5 million match requirement, and the Agency uses other resources, particularly Mortgage Revenue Bonds, to provide the rest. Because of the upheaval in the bond market, the Agency has been unable to issue bonds for a year. Unless the market rebounds, the Agency is in danger of losing this source of match funds.
	Home Protection Program (23010-2950)	GS122-A-5.14	2,599,406.13	Provides bridge loans and counseling to help workers who lose their jobs because of changing economic conditions to avoid losing their homes to foreclosure. Reimburses local counseling agencies for necessary prequalification services, counseling, and outreach. Loans up to $24,000 pay the homeowners' mortgage and related obligations up to 24 months, while they re-train or seek new employment. These funds strengthened the State's application for federal National Foreclosure Mitigation Program funds.	Uses are specified in the statute. All funds have been committed to finance loans or to fund counseling through Board Resolutions and/or signed contracts.
	N.C. Housing Trust Fund (63011-6200)	*GS 122A-11 and -18*	47,057,961.79	To increase the supply of affordable homes and apartments for N.C. residents of very low income.	Uses and income targeting are specified by statute. All monies have been committed to specific projects or committed to application cycles that are currently underway. These include commitments to 154 projects through Board Resolution and/or signed contracts.

North Carolina Housing Finance Agency

Please provide information on any fees your agency charges or plans to charge.

The North Carolina Housing Finance Agency is self-supporting.

Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes

North Caroli	using Finance Agency				
Please describe current funding formulas and detail how they are calculated.					
Funding awards for housing financed using the HOME Program or Housing Trust Fund are based on competitive proposals for projects. In addition, proposed rental and supportive housing developments are individually underwritten by Agency staff to determine the appropriate funding amount. Loans to homeowners under the Home Protection Program are individually underwritten, and local counseling agencies are only reimbursed for services provided under contract with the Agency.					
Program Name	Recipients of Funding	Current Statutory Policy of Allocation	Current Amount of Funding	Formula Calculation	Notes

Housing Trust Fund, Home Protection Program, HOME Program Match
Testimony before the House Appropriations Subcommittee on General Government
A. Robert Kucab, Executive Director
North Carolina Housing Finance Agency
April 30, 2009

Good morning everyone.

To the co-chairs and members, thank you for this opportunity. I know you have a daunting job with the budget and I appreciate the care you are taking with it.

My testimony will be on the Housing Trust Fund, the HOME Program match, and the Home Protection Program. It responds to items requested in the General Government Team memo of April 16, and includes an update on federal stimulus funds.

Our Agency is self-supporting. Since we receive no operating funds from the General Assembly, items on the Justification of Budget and elimination of vacant positions are not applicable. We pay our expenses through the net interest margin on loans that we finance for first-time home buyers and by fees that we earn from administering programs as determined through our cost allocation system.

We have had to react quickly to the changing bond and mortgage markets. We stopped filling vacant positions last year and we started proactively reducing our operating expenses. Our Board made the difficult decision in October 2008 to lay off four staff, and of 118 authorized positions, only 109 are filled.

Further, we have already reduced our loan programs. Each year our Board and management team allocate funds from all sources to address a range of housing priorities. In 2008 we suspended programs that were succeeding, but that exceeded available funds.

We are reluctant to scale back further because we know that severe housing problems affect everything from the health and wealth of families, to the educational success of children.

Approximately 300,000 North Carolina households have a severe housing problem and, tragically, almost 11,000 persons are homeless.

All the funds you appropriate to the Trust Fund, Home Protection Program, and HOME Program match create housing and jobs. None of the money is used to pay operating expenses or staff salaries. Quite simply, these are vital programs that are unduplicated, statewide, and critical to solving severe housing problems.

In fiscal year 2008/2009, the appropriations were: $17 million for the Trust Fund; $1.6 million for the HOME match, and $3 million for the Home Protection Program. Holdbacks have reduced these appropriations by about $1.5 million so far this year and that will result in roughly 150 fewer homes and 120 fewer jobs.

Both the Governor and the Senate budget proposals would maintain the recurring appropriations for these programs in next year's budget. However in both proposals, the Trust Fund would lose the nonrecurring $7 million appropriated last year to finance apartments for persons with disabilities.

It's important to mention that these are the only state funds appropriated just for housing construction and they directly support our economic recovery. Your investment in these programs can be seen at every job site because housing puts people to work.

First, the Housing Trust Fund. The Trust Fund is the State's most flexible and successful housing finance program and it has been recognized nationally for its creativity and impact. All appropriations are invested in bricks and mortar; our Agency pays the administrative cost.

The balances shown on your spreadsheet reflect the fact that housing production is a multi-year process and our commitments are for permanent, not construction, loans. However, our funds must be in place before a sponsor can secure a construction loan. The entire balance shown in the spreadsheet has been committed, either to specific projects that are under development, or to programs where development proposals are being assembled.

The Trust Fund is used to meet critical needs that are ineligible under other programs and it is used in projects that cannot be developed under complex federal rules, particularly in rural counties.

The Trust Fund is used to leverage about $4 of public and private funds for every $1 of state money, and every $1 invested returns $.61 in state and local tax revenue.

The Trust Fund is used to generate creative partnerships, such as those with Advanced Energy and the Community Investment Corporation of the Carolinas, and with state agencies like the Independent Living Services Program and the Childhood Lead Poisoning Prevention Program.

We are very proud that just over the past week we helped to open the Interact Shelter for domestic violence survivors in Raleigh, the Fifth Street Ministry Shelter for the homeless in Statesville, and the Travis Porter Veterans' Resource Center in Durham for homeless and disabled veterans.

The Trust Fund has now helped over produce over 1,000 homes that are built to SystemVision standards for high energy-efficiency—including Habitat homes from New Bern to Pittsboro to Asheville.

The Trust Fund was the match to leverage new federal money for the Department of Labor's Individual Development Account Program, which helps very-low income persons repair their credit and save for a home purchase, all because of the Trust Fund.

In 2009, funds will be invested in:

- Supportive housing and independent apartments for persons with disabilities,
- Emergency repairs and accessibility modifications for elderly and disabled persons,
- First home purchases targeting the reuse of foreclosed homes, and
- Rental development and preservation of older, subsidized rental properties, both targeting 10% of units to persons with disabilities.

As to the HOME match, North Carolina is eligible to receive about $20 million of housing funds annually under the federal HOME Program. HOME funds are used to build, finance, or rehabilitate housing that is affordable to low-income families—below 80% of local median income.

However a 25% state match is required—approximately $5 million a year. While the General Assembly provided the entire match at the beginning, the amount has gradually been reduced to only $1.6 million in the current budget.

The balance you see on the spreadsheet represents match funds provided for previous years, which is committed to disabled tenants for rent assistance or to specific projects that are under construction.

In 2009, if we draw down the maximum amount, HOME will build or preserve over 1,600 homes and apartments—it will rehabilitate 200 substandard homes owned by seniors and persons with disabilities, provide second mortgages or down payment assistance for 825 low-income first time buyers, and offer loans to reduce debt service and offer affordable rents at over 650 apartments.

So far, HUD has accepted other housing investments by our Agency to make up the difference between the $1.6 million appropriated and the required 25% match. However, it is increasingly difficult –if not impossible—for the Agency to compensate for continuing cuts. For the last year, market conditions have made it impossible to sell housing bonds, which have been a major

source for match in the past. Unless the market rebounds, the Agency is in danger of losing this source of match funds. State match in critical.

And finally, the Home Protection Program. This Program provides bridge loans and counseling to help workers who lose their jobs because of changing economic conditions to avoid losing their homes to foreclosure. It is the only source for a loan to pay the mortgages of displaced workers while they participate in job training or an employment search. As job losses increase, the Home Protection Program is all the more vital.

All the appropriated funds are used for bridge loans to make mortgage payments or to pay for services by 23 local counseling agencies. Our Agency administers the program and again, we pay all of our own costs.

The balance shown on the spreadsheet represents funds that are committed under signed contracts to finance bridge loans or fund counseling for home owners. The Home Protection Program also provided a match for two rounds of federal housing counseling funds that we were successful in receiving from NeighborWorks.

The results are very clear: Through February 2009,

- 392 families have received loans averaging $10,700,
- more than 4,000 displaced workers have received foreclosure mitigation counseling or stays-of-foreclosure,
- $49 million of property has been saved, and
- $18 – $25 million of property value has been preserved in the local tax base.

The Home Protection Program is effective and becoming more so since being moved from pilot to permanent, statewide status in 2008.

Although the federal stimulus bill provides important benefits, it does not duplicate these State investments. Under the American Recovery and Reinvestment Act (ARRA), our Agency is responsible for administering $52 million to cure Housing Credit apartment developments that are stalled because the current economy has brought private equity investments to a standstill. (Private investments normally provide about half the equity required to build a Housing Credit development with affordable rents.) These family and senior apartment communities were awarded federal Housing Credits in 2007 and 2008, and most are shovel-ready. In addition, ARRA authorizes the Agency, with approval of the Tax Reform Allocation Committee, to exchange up to 40% of the 2009 allocation of Housing Credits for direct federal investment at a rate of $.85 on the dollar. The purpose of these two provisions is to continue the production of affordable apartments and the funding is limited to that activity. We are awaiting HUD and Treasury guidelines to begin this effort.

We are also awaiting HUD guidelines to determine whether we can compete for the second round of Neighborhood Stabilization Grant funds, which are directed toward reducing the supply of vacant and foreclosed homes by providing mortgage assistance to home buyers. The Agency will manage $4.2 million of these funds authorized by Congress in 2008 and which are administered in North Carolina by the Division of Community Assistance (DCA). Under contract with DCA ,we will make the $4.2 million available in 23 counties as second mortgages to help approximately 200 families buy vacant and foreclosed homes as their primary residence.

We are also in conversations with the Governor's Office of Economic Recovery and the Department of Health and Human Services about how the Agency might assist in the distribution of Homelessness Prevention and Rapid Re-housing Funds, which will be used to pay for rent and services to prevent homelessness.

In conclusion, the Trust Fund, the HOME Program match, and the Home Protection Program are all vital to our mission and all create housing opportunities for persons not served by the market.

All three are investments in economic recovery, generating jobs and local and state tax revenues, and all three strengthen families, neighborhoods, and communities.

Thank you again for this opportunity.

House Appropriations Subcommittee on General Government

and

House Appropriations Subcommittee on Natural Economic Resources

May 4, 2009
4:00 p.m.
Room 544

Chair Susan C. Fisher called the joint meeting of Appropriations Subcommittee on Natural Economic Resources and House Appropriations Subcommittee on General Government to order on May 4, 2009, at 4:05 p.m. The following members were present: Representative Susan Fisher, Chair; Representative Alice Underhill, Chair; Representative Russell Tucker, Vice Chair; Representative Larry Brown, Representative George Cleveland, Representative Elmer Floyd, and Representative Jane Whilden. Staff attending the meeting was Michele Nelson, and Claire Hester. The Sergeants at Arm were Bob Rossi, Martha Gadison, and James Worth.

For the House Appropriations Subcommittee on Natural Economic Resources the following members were present: Representative Pricey Harrison, Chair; Representative Garland E. Pierce, Chair; Representative Edith Warren, Chair; Representative W.A. "Winkie" Wilkins, Vice Chair; Representative Angela Bryant, Representative James Langdon, Jr., and Representative Ruth Samuelson. Staff attending this meeting was Kristine Leggett, Lanier McRee, and Kristine Walker.

Chair Fisher Welcomes the general public and refers them to the agenda. Chair Fisher then introduces the NC Housing Finance Agency. Chair Fisher introduces and thanks Robert Kucab, the Executive Director for presenting. Robert Kucab starts by describing the mission of the agency.

"The mission if this state agency is to create affordable housing opportunities for persons not served by the market. This state agency is self- supporting for our staff and operating expenses. He then proceeds to thank the chairs and co-chairs for allowing him to present under the American Recovery and Reinvestment Act of 2009. I have provided my written testimony, which I will paraphrase, and am willing to answer any questions. The recession has caused private investment in affordable rental housing to drop significantly. This Assistance does not duplicate the ongoing flexible unique investments being made by the state's housing trust fund. Stimulus money is target shooting for what we work in. The ARRA does include provisions to remedy a slow down in the production of affordable apartments, under the federal housing credit program. This program is responsible for most of the affordable apartments that are available nationally and in the state. The volume cap is $2.30 per person; the math shows 200 million worth of credit available to N.C. in a particular year, resulting in 150-175 million of equity investments. The distribution of that cap has been delegated by the General Assembly to The Tax Reform Allocation Committee. Our agency manages the housing credit program for the

allocation committee under a memo of understanding. Every year we invite for profit and nonprofit sponsors to submit applications for allocations of the credits. We then develop 3-4 proposals for everyone that we can fund. The housing credit program depends on private investors to buy federal tax credits from sponsors, and the sponsors use the proceeds of the sale of credits to reduce private bank loans, that they would otherwise need to build an apartment community. The lowest the monthly debt service required to operate the property is used and that lower cost is passed down to seniors and working families that live there."

Our agency uses tools under the key program. This ensures that 10% of these apartments are affordable for persons with disabilities, living on SSI income or $700 monthly. This program is highly successful and productive financing mechanism that has generated over 50,000 apartments in 97 counties, 1700 developments. With the advent of the economic recession there was a decline in private equity investments that was significant. We lost from 50-75 % of the investments that were occurring, largely because Freddie Mac and Fannie May became nationalized and there was little appetite for tax credit/liability. In NC there are 25-35 sponsors who have apartment developments that were awarded housing credits in 07/08, who are still negotiating equity investments that can not be found because of project characteristics. Rural projects have suffered more than the urban projects. These developments that are outstanding have a total development cost of 210 million. 150 million of private equity is needed to get it started. In response to this congress included two provisions in the ARRA. There are 2.25 billion that was appropriated for the tax credit assistance program (TCAP), which is administered through HUD to the tax credit allocating agencies. Second authority was granted to exchange some of the 2009 housing credit volume cap for cash through a transaction with the Dept. of Treasury. The treasury will be buying federal tax credits from the sponsor of these projects and providing the cash that can be used instead of an equity investment. In both cases these funds will be used to replace missing private equity investment, and will produce a plan for administering these resources. So far there has been no guidance. The guiding principles used will be too encourage private equity investment, continue providing the necessary amount of investment capital, and lastly too move quickly. We are now waiting for guidelines as to whether we are able to compete for the next round of neighborhood stabilization grant funds. We will be working with DCA to reduce the number of vacant and foreclosed homes. We are communicating with the governor's office of economic recovery and DHHS about how to assist in the distribution of the homeless prevention and rapid re-housing fund. Thank you for this opportunity, I would be happy to answer any questions.

Representative Brown- "I find that there is always a demand for more units for disabled persons, than is available." Is that you r experience, do you find that 10% is a sufficient amount for disabled individuals?
Answer- The 10% is usually driven by subsidies to keep the price down. The rents are $150-$250 a month. There is a demand for those with disabilities, and we have tried to provide as many opportunities as possible around the state.

Representative Cleveland- You say you are going to make four million available for second mortgages, for families to buy vacant and foreclosed homes. Why second mortgages?
Answer- We use second mortgages to improve the affordability of the purchase.
Follow Up- Individuals that qualify for a first mortgage, will now get a second rate lower mortgage to put them in the property.
Answer- You have to qualify for the first mortgage, and then can qualify for the smaller second.

Chair Fisher- How much money is generated based on the number of people that are eligible for affordable housing through that $2.30 cap?
Answer- That would generate between 150-175 million of direct investment, and that would produce about 40-50 apartment communities.

Representative Brown- Do you have a minimum number of apartments that require someone to come for a loan?
Answer – We don't have a minimum but because of the housing credit, there is a practical minimum of about 20-24 units, below that, it doesn't make financial sense.

Representative Fisher then welcomes and introduces Joseph Crocker, the Assistant Secretary for Community Development, for the Department of Commerce. Joseph Crocker then proceeds to introduce Gloria Nance-Sims of the Department of Commerce. I will first go through an overview of the neighborhood stabilization program (refer to handout 3). This program is not apart ARRA, this was done last year as part of the Housing and Economic Act of 2008. The national funding level was at 3.92 billion, and this is done through grants, states and local governments. The federal registry published the regulations for the administration of the program, late last year. HUD established NSP entitlements. Formula was based off of foreclosures, sub prime loans, and delinquencies. These were obtained from various resources, such as HUD, state banking commission, and other federal sources that kept up with foreclosures in NC to help feed the formulas.

Refer to Handout 3. Charlotte was the only entitlement that did receive funds directly. Unfunded entitlements were able to apply NSP funds through the state. There is now a grant agreement that is being vetted with the attorney general office to capture all those clauses and limitations. We have to make sure we have all the program guidelines handled, and limitations in the grant agreement. Refer to page 3 of handout 3. The establishment of financing mechanisms for purchase and redevelopment of foreclosed homes and residential properties is the mission for the housing finance commission. The Housing Finance Agency received $4 million. Refer to page 4 of handout 3, counties are not eligible as counties, there are cities within the county that are eligible for the funds. He then described the distribution of NSP funds. CDFI stands for Community Development Financial Institution and HFA is Housing Finance Agency. There were a total of 46 applications for the money that was distributed last year. The next slide describes the cities that were awarded neighborhood revitalization. These are all larger

areas of the state, and that is how the formulas played out for the concentration of foreclosures. The next slide describes the six nonprofits that received NSP funds. The next slide shows the three statewide intermediaries that received funding. At this point all the cities have been notified, and received a call discussing the award the area should have gotten.

The next part of the presentation deals with the AARA, refer to page 6 of handout 3. The overall stimulus package was enacted to stabilize state and local government budgets. Refer to page 7 of Handout 3. There were also 25 other entitlements that received funding. All funding has to fulfill one out of three of HUD's national objectives; 1. Most benefit low-moderate income individuals, 2. Must eliminate slums, 3. Must meet an urgent need. From the day of the grant agreement, that is when the clock ticks for the 120 days to get the funds started. Mr. Crocker then describes the North Carolina Community Development Block Grant Recovery Program. The unmet need means that every year there is a formula for 8-9 funding categories, that we never have enough money to fund. We then go back to those that we did not have enough to fulfill. We do a percentage spread of those monies to help those cities, and areas that did not get money from the regular CDBG program. We also have special projects to consider but they have no price tag or specifics. Is there any questions?

Representative Samuelson – Page 3 second line, the land bank, describe to me, what that is in this application?
Answer- It's an opportunity for organizations to buy land to hold on for further use later on.
Follow/up- Do you see this as the local government or would these be nonprofits, or the developer?
Answer- Developer could not. It would have to be through cities, nonprofits or intermediaries.
F/up- on page seven, does it have to fulfill all three or one of the three?
Answer- One of the three.
Follow/up- Could these funds be used for greenways and parks?
Answer- Defer to Gloria Nance-Simms- Please repeat the question. One of the categories is the community revitalization. It does allow for certain types of activities to be carried out in a comprehensive neighborhood plan. Yes it would be allowable if it was in an area that served low to moderate income persons.
Mr. Crocker- It would fall among the ranking of other projects that will help people directly as opposed to just qualifying for it.

Representative Bryant- Is the CBDG-R program open to all counties that are not entitlement counties that receive funds from this agency?
Answer- The regulations for that were suppose to be out by today, but they are not. We will only deal with the non-entitlements.
Follow/up- Your preliminary thoughts are that you are reviewing existing applications and that will exhaust funding?
Answer – Yes

Chair Underhill- Those of us that serve smaller communities, should not get real excited if one needs a family park, we haven't revealed a new source of money.
Answer- Probably not.
Follow/up –Would you suggest that we go to our local planner and find out if there is hope?
Answer- That would be a good source.

Representative Floyd- In order to land bank, will the non-profits or city have to seek the land?
Answer- An entity slated to receive funding. I don't know if that was in the original application?
Follow/up – If a nonprofit had a bill and it was destroyed by fire?
Answer- I have to find that out, and get back to you.

Representative Brown- In dealing with a land bank do you have one that has a greater priority than the other one?
Answer- I would think it would be based on the need for that, and the level of poverty and income the land would serve.

Chair Fisher then introduces Larry Shirley, the director of the State Energy Office. Handout 4 accompanies this presentation. Larry Shirley starts with the first slide. Most noteworthy program is the utilities saving initiative which has saved over $158 million. Discusses state energy program on page one of handout four. Discusses six focus areas and refers to job creation discussed on Targeted efforts slide. The Energy Independence and Security Act of 2007 is now being funded and its three goals utilized. Refer to Energy Efficiency and Conservation block grants slide, bullet three, including 23 cities in NC, in our top ten populace counties. There is a total of $58 million coming to NC, about $37 million directly to these cities, while $21 million will come through our office for either state programs or other communities. This money will be very competitive because we have 500 municipalities and counties looking for this money. Refer to page three of handout for Block Grant timeline. Larry Shirley then refers to Block Grant Program Use of funds, on page four of handout four. Larry Shirley then wraps up by discussing the block grant Program: Required efficiency strategy and Energy Star Appliance Rebate Program. Agencies need to get fork-lift ready and focus on jobs. Larry Shirley then asks if there are any questions.

Chair Harrison- For clarification, the focus areas are federal or state created?
Answer- State Created.
Follow/up- If you have potential programs that meet criteria that the state has established, do they have to have the application to the federal energy department by May 12?
Answer- We have to by May, 12 and there should be more details on this forthcoming. It will be done through Requests of Proposals.
Follow/up- If we don't get it in by the deadline, are we in danger of losing the $75.9 million.
Answer- We may but we are focused on the May 12 deadline.

Chair Underhill- May 12 is your deadline
Answer- to get in our application
Follow/up – May 26 deadline
Answer- application for the block grant program
Follow/up- From our communities to yours?
Answer- No, the DOE has requested an application from us about how we are going to distribute these funds to local communities, and how we will use it with state energy programs.
Follow/up – So the June 25 deadline directly funded county and city applications have to be in communication. How do we help?
Answer- If you are in the list of communities that are getting funds from the federal government, you have to submit an application by June 25. If you are one of the smaller communities not on that list, you will go through us.
Follow/up – So our communities have some time?
Answer – Yes approximately 5 months. We want to be as helpful as possible.

Representative Brown- Can persons purchase hybrid like units for their home, which would run on electricity and then switch to gas?
Answer- We do not know. It would have to have an energy star label.

Representative Wilkins- You would not accept community applications until you know you are getting the federal money.
Answer – That is correct. We can't issue requests until we receive approval.

Meeting adjourned at 5:00 p.m.

Rep. Susan C. Fisher, Co-Chair

Lynn Tennant, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON NATURAL ECONOMIC RESOURCES

and

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 4, 2009
4:00 p.m.
Room 544

Representative Pricey Harrison, Co-Presiding
Representative Garland Pierce
Representative Edith Warren

Representative Susan Fisher, Co-Presiding
Representative Alice Underhill

Presentations on American Recovery and Reinvestment Act (ARRA) Funding for Housing and Energy Programs

NC Housing Finance Agency

A. Robert Kucab
Executive Director

Department of Commerce

Joseph Crocker
Assistant Secretary for Community Development

Department of Administration

Larry Shirley
Director
State Energy Office

NORTH CAROLINA NEIGHBORHOOD STABILIZATION PROGRAM (NSP) AND COMMUNITY DEVELOPMENT BLOCK GRANT –RECOVERY PROGRAM (CDBG-R)

Presentation to House Appropriations
Subcommittees on NER and General Government
Joseph D. Crocker
Assistant Secretary for Community Development
North Carolina Department of Commerce
May 4, 2009

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NSP Overview

- Authorized by Housing and Economic Recovery Act of 2008 (HERA)
  - Funding Level = $3.92 Billion
  - Grants to states and local governments
  - HERA specifies formula distribution, eligible uses, targeting requirements
  - HUD issued Federal Register Notice regarding implementation

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NSP Overview

- HUD established formula and released the allocations with distribution of funds to states and NSP entitlements
- Formula was based on number and percent by state and local government for:
  - Foreclosures
  - Subprime loans
  - Delinquencies

NSP Overview

- North Carolina received $52,303,004 from U.S. Department of Housing and Urban Development (HUD)
- Provides emergency assistance to state and local governments to address crisis resulting from housing foreclosures

NSP Overview

- Most of the regular CDBG entitlements did not receive NSP funds directly
  - Unfunded entitlements were able to apply for NSP funds through the State
  - Entitlements receiving own NSP grant were able to apply for funds through the State.
  - States authorized to directly implement activities

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NC NSP
Eligible Activities

- Purchase and rehabilitation of foreclosed or abandoned homes and residential properties
- Redevelopment of demolished or vacant properties (for non-residential use i.e. parks, commercial use or mixed residential and commercial use per Federal Register)
- Demolition of blighted structures
- Establishment of financing mechanisms for purchase and redevelopment of foreclosed homes and residential properties
- Land Bank (case-by-case basis)

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Greatest Need Areas

- Identified 23 areas through data analysis:
  - Buncombe, Catawba, Iredell, Gaston, Union, Cabarrus, Rowan, Mecklenburg, Davidson, Forsyth, Guilford, Randolph,

    Alamance, Durham, Cumberland, Wake, Johnston, Vance, Brunswick, New Hanover, Pitt, Edgecombe, Dare

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Distribution of NSP Funds

- Funds were distributed to areas of greatest need through 3 program categories
  - Neighborhood Revitalization for local governments
  - Neighborhood Revitalization for non-profits
  - CDFI/HFA Set-Aside

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Neighborhood Revitalization for Local Governments

- City of Raleigh
- Wake County
- City of Charlotte
- City of Greensboro
- Winston-Salem/Forsyth
- City of High Point
- City of Gastonia
- Henderson/Vance County
- City of Durham
- City of Rocky Mount
- City of Lexington

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Neighborhood Revitalization for Non Profits

- St. Augustine's College
- Charlotte Housing Authority
- Guilford County Habitat
- Forsyth County Habitat
- Passage Home/Wake County
- Greensboro Housing Authority

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CDFI/HFA
Statewide Intermediaries

- Self Help Credit Union
- North Carolina Community Development Initiative (NCCDI)
- North Carolina Housing Finance Agency (NCFHA)

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American Recovery & Reinvestment Act (ARRA)

- The purposes of the Act include:
  - To preserve and create jobs and promote economic recovery
  - To assist those most impacted by the recession
  - To provide investments needed to increase economic efficiency by spurring technological advances in science and health
  - Invest in transportation, environmental protection and other infrastructure that will provide long-term economic benefit
  - To stabilize State and local government budgets

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Community Development Block Grant Recovery Program (CDBG-R) Program Description

- North Carolina will receive $12,080,614
- Provides funding to enable local governments to carry out activities which:
  1. Create suitable living environments
  2. Provide decent affordable housing
  3. Create economic opportunities
- All project activities must meet a national objective under the CDBG program.
- Recipients shall give priority to projects that can award contracts based on bids within 120 days of the grant agreement.

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NC CDBG–R Proposed Priorities

- Award funds though existing program categories to address unmet needs
  - Community Revitalization
  - Infrastructure
- Special projects which address the intent of the Act.

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Questions

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Thank You

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State Energy Components of the American Recovery and Reinvestment Act of 2009

Larry Shirley, Director
State Energy Office
May 4, 2009

State Energy Office

- Created in 1973 during the Arab Oil Embargo
- Department of Administration
- Lead state agency to focus on:
  - » **Energy policy**
  - » **Energy efficiency**
  - » **Renewable energy**
  - » **Alternative fuels**
  - » **Energy emergency response**
- Funding: Federal and state funds

State Energy Office

- Utility Savings Initiative for Public Buildings
- State Fleet Efficiency and Fuels
- Energy Loan Fund
- Industrial Efficiency
- Solar & Wind
- Alternative Fuels
- Biomass Energy
- Manufactured Housing
- State Energy Conference
- Energy Audits & TA
- Consumer Outreach

State Energy Program
Federal Recovery Act

$3.1 billion nationally for state energy programs
- » Funds provided to state energy offices

- **N.C. State Energy Office to receive $75.9 million**
  - » May 12: Application due to federal Energy Dept.
  - » Federal Energy Dept. approval in 60 days

Focus Areas
State Energy Program

Six focus areas for use of Recovery Act funds through the N.C. State Energy Program:

- » Support small business and industry through energy savings
- » Grow North Carolina's green workforce
- » Foster renewable energy technology and resource innovation
- » Improve energy efficiency in local and state government
- » Promote residential energy efficiency and renewable energy
- » Create and Energy Investment Revolving Loan Fund

State Energy Office ENERGY

Targeted Efforts
State Energy Program

North Carolina will work with strategic partners in the public and private sectors and coordinate with other revenue sources, including those provided through the federal Recovery Act, to maximize available resources and drive job creation.

State Energy Office ENERGY

Energy Independence and Security Act of 2007

- Energy Efficiency and Conservation Block Grant Program:
  - » **Reduce fossil fuel emissions**
  - » **Cut total energy use of eligible entities**
  - » **Improve energy efficiency in transportation, building and other sectors**

State Energy Office ENERGY

Energy Efficiency and Conservation Block Grant

- **$3.2 billion is provided nationally for the Energy Efficiency and Conservation Block Grant**
  - » **This block grant program had not previously been funded**
  - » **Will be operated under the federal DOE Office of Weatherization and Intergovernmental Programs, Office of Energy Efficiency and Renewable Energy**
- **$400 million will be distributed through a competitive program among state, local and tribal entities.**

State Energy Office ENERGY

Energy Efficiency and Conservation Block Grant

- **$2.8 billion remaining will be distributed:**
  - » 16% through the states to counties under 200,000 and municipalities under 35,000
  - » 12% directly to state energy offices for the State Energy Program
  - » 68% directly to 1,700 larger cities in the nation
  - » 2% for competitive program
  - » 2% available to tribes

State Energy Office ENERGY

$58 Million to Cities & Counties

Asheville	$804,700	Rocky Mount	$ 572,100
Burlington	$223,900	Wilmington	$1,039,900
Cary	$1,166,800	Wilson	$ 214,900
Chapel Hill	$ 554,900	Winston-Salem	$ 2,262,000
Charlotte	$6,780,100	Buncombe	$ 624,800
Concord	$638,800	Cumberland	$ 590,700
Durham	$2,173,600	Davidson	$ 631,100
Fayetteville	$1,652,900	Gaston	$525,600
Gastonia	$705,700	Iredell	$645,100
Goldsboro	$183,600	Johnston	$636,200
Greensboro	$2,554,900	Mecklenburg	$649,500
Greenville	$ 777,600	Randolph	$578,200
Hickory	$209,300	Union	$751,800
High Point	$998,600	Wake	$3,030,300
Huntersville	$175,100	Cherokee Indians	$ 253,100
Jacksonville	$781,600	State Energy Office	$20,925,300
Kannapolis	$170,300		
Raleigh	$3,820,400		

State Energy Office ENERGY

Block Grant Funding for N.C.

- Funding for non-designated cities and counties: $12,555,180
- Funding likely to be competitive
- Funding for State Energy Program: $8,370,120

State Energy Office ENERGY

Block Grant Timeline

- May 26: State Energy Office application due
- June 25: Directly funded city and county applications due.
- Energy secretary has up to 120 days to review and comment on applications.
- State Energy Office provides sub-grants no later than 180 days after Energy secretary approval.
- Funds must be obligated within 18 months.
- Performance period is 36 months.

State Energy Office ENERGY

Block Grant Awards

Special consideration will be given to projects that promote and enhance the objectives of the Recovery Act, especially job creation, preservation, and economic recovery, in a expeditious manner.

Funds can be used in conjunction with other spending as necessary to complete projects, but tracking and reporting must be separate.

No more than 10 percent of the grants can be used for administrative expenses.

State Energy Office ENERGY

Block Grant Program: Use of Funds

» Develop and implement an energy efficiency and conservation strategy
» Retain services to assist in the development of efficiency and conservation strategy
» Conduct residential and commercial building energy audits
» Establish financial incentive programs for energy efficiency improvements

State Energy Office ENERGY

Block Grant Program: Use of Funds

» Provide grants to nonprofits and government agencies for energy efficiency renovations
» Implement energy efficiency programs for buildings within the appropriate jurisdiction
» Implement programs to conserve energy used in transportation
» Develop building code and inspection services that promote energy efficiency

State Energy Office ENERGY

Block Grant Program: Use of Funds

- Install energy distribution technologies that significantly increase energy efficiency
- Increase participation and efficiency of material conservation programs
- Use technologies that reduce, capture and use methane from landfills and similar sources
- Replace traffic signals and street lighting with more energy efficient lighting technologies
- Install renewable energy technology on government buildings to generate electricity

State Energy Office ENERGY

Block Grant Program: Required Efficiency Strategy

- Submit an energy efficiency strategy with the application or within 120 days of grant award
- Strategy must be approved by the Energy Department
- Report energy efficiency gains and status of the strategy annually

Energy Star Appliance Rebate Program

- $300 million nationally for state energy offices for rebates to consumers to encourage the purchase Energy Star rated appliances.
  - » Program has not previously been funded
- 50% match required
- Awaiting guidance from Department of Energy

Preparation

- Forklift ready
- Focus on job creation, energy savings, jobs, renewable energy generated, jobs, petroleum displaced, jobs and emission reductions
- Organize to develop local conservation strategy

Contact Information

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Testimony to the House Appropriations Subcommittees on General Government and NER
Use of Federal Housing Funds under the American Recovery and Reinvestment Act
Bob Kucab
North Carolina Housing Finance Agency
May 4, 2009

Good afternoon everyone. I am Bob Kucab, executive director of the North Carolina Housing Finance Agency. As you know the Agency is a self-supporting state agency with the mission of creating affordable housing opportunities for North Carolinians whose needs are not met by the market.

To the co-chairs and members of both House subcommittees, thank you for this opportunity to discuss our role in managing funds provided through the American Recovery and Reinvestment Act of 2009. This is a very important bill for both our economy and for improving housing opportunities for very-low-income persons in our state.

The purpose of the funds our Agency will manage is to address new housing problems that have resulted from the severe recession. The recession has caused private investment in affordable rental housing to drop and home foreclosures to rise. This federal assistance does not duplicate the unique, ongoing investments in housing production made through a more flexible resource like the State's Housing Trust Fund.

The American Recovery and Reinvestment Act (ARRA) includes specific provisions to remedy a slowdown in the production of affordable apartments under the federal Housing Credit Program. As you may know, the Housing Credit Program ("the Program") is responsible for most of the affordable apartments that are developed nationally and in our state. The Program entitles states

to issue federal tax credits to help finance affordable apartments, up to an annual volume cap, which is currently $2.30 per capita. The distribution of that cap has been delegated by the General Assembly to the Tax Reform Allocation Committee made up of the State Treasurer, the Secretary of Commerce, and the State Budget Officer.

Our Agency manages the Housing Credit Program for the Allocation Committee through a memorandum of understanding. Every year, we invite for-profit and nonprofit developers to compete for the State's allocation of Housing Credits in a process that generates three development proposals for each one that can be funded.

The Housing Credit Program relies on private investors to purchase the federal tax credits from the sponsors of apartment developments. The sponsors then use the proceeds as equity to reduce the loans required to build an apartment community. This equity lowers the monthly debt service required to operate the property, and the result is lower rents for seniors and working families who live there. Further, in collaboration with DHHS, our Agency uses tools provided by the General Assembly to ensure that 10% of apartments are affordable for persons with disabilities living on SSI income.

The Housing Credit Program has been a highly successful and productive financing mechanism that has generated private investment to produce more than 50,000 apartments in 1,700 developments in 97 of our 100 counties.

Unfortunately, by the fall of 2008 the economic downturn reduced private equity investments in Housing Credits by over 50%. Most tax credit purchases were being made by Fannie Mae and

Freddie Mac, which were taken under federal conservatorship, and by banks and insurance companies, which have had little need for tax credits as their profits and tax liability have drastically diminished.

In North Carolina, there are 25 to 35 sponsors whose apartment developments were awarded tax credits in 2007 and 2008, but who are still negotiating for equity investments or are unable to find them at all. These developments have a total cost of about $210 million and will require about $150 million of private equity. The situation is even worse in a number of other states.

In response, Congress included two provisions in ARRA:

First, $2.25 billion was appropriated for the Tax Credit Assistance Program or TCAP. TCAP funds will be administered through HUD and North Carolina's share of this appropriation is $52,152,687.

Second, authority was granted to exchange some of the 2009 Housing Credit volume cap for cash from the U.S. Treasury at a rate of $.85 for each dollar of credit authority.

In both cases, we will use the new federal funds to replace the missing private equity investment. Our Agency will produce a plan for administering these two resources as soon as HUD and Treasury provide the rules by which the funds can be used. No guidance has yet been provided, but we do know from the statute that the only purpose for which the funds can be used is to move stalled Housing Credit projects into production. We do believe that these two programs will be sufficient to address the equity needs of all the 2007 and 2008 Housing Credit

projects that are currently stalled in North Carolina and to help ensure the viability of projects that will receive tax credit awards in 2009.

Our guiding principles in using these funds will be to ensure that we continue to encourage the investment of private equity, that we provide only the amount of subsidy needed for long-term affordability, and that we move quickly to get projects under construction—our state needs both the housing and the jobs.

We are also awaiting HUD guidelines to determine whether we can compete for the second round of Neighborhood Stabilization Grant (NSP) funds in ARRA, which are directed toward reducing the supply of vacant and foreclosed homes by providing mortgage assistance to home buyers. The Agency will manage $4.2 million of these funds from the first NSP round, which was authorized by Congress in 2008 and which is administered in North Carolina by the Division of Community Assistance (DCA). Under contract with DCA, we will make $4.0 million available in 23 counties as second mortgages to help approximately 200 families buy vacant and foreclosed homes as their primary residence.

We are also in conversations with the Governor's Office of Economic Recovery and the Department of Health and Human Services about how the Agency might assist in the distribution of Homelessness Prevention and Rapid Re-housing Funds, which will be used to pay for rent and services to prevent homelessness.

Thanks you for this opportunity and I'd be glad to answer questions.

VISITOR REGISTRATION SHEET

NER & GEN. GOV. — 5-4-09

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Larry Shirley	State Energy Office
Denise A. Sessoms	Dept of Commerce
Gloria Nance-Sims	Dept of Commerce
Joe Crocker	" " "
Jack Hubbard	OSBM
John Monaghan	Piedmont Natural Gas
Carl Dean	OSP
[illegible]	RANR - AHMS

VISITOR REGISTRATION SHEET

NER & GEN. GOV. — 5-4-09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Rita Harris	Commerce Legislative Liaison
Doug Lassiter	NCSTA
Thomas Cheek	OSC
Art Smith	NCDOL
Jennifer Haigwood	NCDOL
Meihui Bodane	DOC
Libby Smith	DOC
Jane Patterson	e-NC Authority
Rebecca Troutman	NCACC
Margaret A. Matrone	NCHFA
W A Potter Jr	NCPTA & NCDS

VISITOR REGISTRATION SHEET

NERC GenCon — 5/4/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Dick Barnes	OSA
Lynn Mingo	Commerce

House Pages

Name of Committee: NER & GEN. GOV. **Date**: 5-4-09

1. Name: _____

   County: _____

   Sponsor: _____

2. Name: _____

   County: _____

   Sponsor: _____

3. Name: _____

   County: _____

   Sponsor: _____

4. Name: _____

   County: _____

   Sponsor: _____

5. Name: _____

   County: _____

   Sponsor: _____

Sgt-At-Arms

1. Name: BOB ROSSI ~~KURT SPANN~~

2. Name: MARTHA GADISON

3. Name: JAMES WORTH

4. Name: ~~ERNIE SHERRELL~~

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

Minutes
May 13, 2009

The House Appropriations Subcommittee on General Government met on Wednesday, May 13, 2009 around Rep. Susan Fisher's desk at 6:30 PM to hear House Bill 1073 – Fire and Rescue Pension Withdrawal Change.

Members of the Subcommittee on General Government present were: Representatives Fisher, Underhill, Tucker, Floyd and Whilden. Fiscal Staff Member Stanley Moore was also in attendance.

Chairwomen Fisher and Underhill explained the bill and asked for questions; and there were none. Rep. Tucker made a motion to give the bill a favorable report as to the Committee Substitute, but unfavorable report to the original bill. Rep. Whilden seconded the motion. The Chairs called for a vote, and the motion carried. A copy of the bill (attachment A) and the committee report is attached (attachment B).

There being no further business, the meeting was adjourned at 6:38 PM.

Alice G. Underhill

Representative Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2009

H D

HOUSE BILL 1073
PROPOSED COMMITTEE SUBSTITUTE H1073-PCS50693-LL-35

Short Title: Fire and Rescue Pension Withdrawal Change. (Public)

Sponsors:

Referred to:

April 6, 2009

A BILL TO BE ENTITLED

AN ACT TO PROVIDE THAT MEMBERS OF THE FIREMEN'S AND RESCUE SQUAD WORKERS' PENSION FUND WHO WITHDRAW FROM MEMBERSHIP WITH FIVE YEARS OR MORE OF CONTRIBUTING SERVICE ARE ENTITLED TO THE RETURN OF ALL FUNDS AND TO REPEAL THE AUTHORIZATION FOR AN ADMINISTRATIVE FEE TO BE APPLIED TO THOSE WITHDRAWALS.

The General Assembly of North Carolina enacts:

SECTION 1. G.S. 58-86-60(4) reads as rewritten:

"(4) Any member withdrawing from the fund shall, upon proper application, be paid all moneys ~~the individual contributed to the fund~~ without accumulated earnings on the payments after the time they were made less an administrative fee equal to the lesser of the amount the individual contributed to the fund or twenty-five dollars ($25.00). The administrative fees collected by the fund shall be retained by the Board to defray administrative expenses, including salaries. Notwithstanding the foregoing, if any person, firm, corporation, or other entity has made contributions on behalf of a member <u>who has less than five years of contributing service</u> and that member withdraws from the fund, the person, firm, corporation, or other entity shall be entitled to a refund equal to the amount of contributions made by them after the Board has been notified of the contributor's desire to be refunded its contributions upon the member's withdrawal. Any refunds to a contributor other than a member shall also be subject to the twenty-five dollar ($25.00) administrative fee. If a refund is to be shared by a member and another party the administrative fee shall be applied to each portion on a pro rata basis."

SECTION 2. This act is effective when it becomes law.

2009 PERMANENT SUBCOMMITTEE REPORT
HOUSE OF REPRESENTATIVES

FOR RECOMMENDING BILLS TO STANDING COMMITTEE OR TO THE FLOOR OF THE HOUSE
The following report(s) from permanent sub committee(s) is/are presented:

By Representative(s) Fisher, Underhill (Chairs) for the Appropriations Subcommittee on General Government.

☑ Committee Substitute for
HB 1073 A BILL TO BE ENTITLED AN ACT TO PROVIDE THAT MEMBERS OF THE FIRE AND RESCUE PENSION FUND WHO WITHDRAW FROM MEMBERSHIP ARE ENTITLED TO THE RETURN OF ALL FUNDS.

WITH APPROVAL OF STANDING COMMITTEE CHAIR(S) FOR REPORT TO BE MADE DIRECTLY TO THE FLOOR OF THE HOUSE:

Representative Michaux, Adams, Alexander, Crawford, Haire, Jeffus, Tolson, Yongue (Chairs) for the Standing Committee on Appropriations.

s/ _____
s/ _____
s/ Rep. Maggie Jeffus

☒ With a favorable report. as to the Committee Substitute, unfavorable to the original bill

(FOR JOURNAL USE ONLY)

_____ Pursuant to Rule 32(a), the bill/resolution is re-referred to the Committee on _____.

_____ Pursuant to Rule 36(b), the bill/resolution is placed on the Calendar of _____.

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

May 19, 2009

Minutes

The House Appropriations Subcommittee on General Government met on Tuesday, May 19, 2009 at 8:30 AM.

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; Steen and Tucker, Vice-Chairs; Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representative Underhill recognized and called on the following speakers:

- Mr. George Bakolia, State Chief Information Office (Attachment 2)
- Ms. Caróline Valand, Chief of Staff, Office of the Lieutenant Governor (Attachment 3).

Representative Underhill called on Staff members who discussed the following:

- Targets
- Full Appropriations Calendar
- Subcommittee Schedule and Approach

A question and answer period followed. The meeting adjourned at 9:43 AM.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 19, 2009

8:30 a.m.
and
2:00 p.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

8:30 a.m.

Discussion of Agencies Participation in Centralized Email System

George Bakolia
State Chief Information Officer

Discussion of Targets for FY 2009-10 and FY 2010-11 and Directions for Subcommittee

- Targets for General Government Subcommittee and House Appropriations Subcommittees Guidance and Rules (May 18, 2009)
- Full Appropriations Committee Calendar

Subcommittee Schedule and Approach

- Subcommittee Calendar
- Review/Discussion/Decisions Related to Agency Budgets to Include but not limited to:

    1. Presentations of Options for Additional Reductions
    2. Adjustments to Expenditure Accounts
    3. Responses to Follow up Questions
    4. Elimination of Vacant Positions (The full chairs advised consideration of positions vacant six (6) months or more as of January 1, 2009.)

5. Adjustments to Special Funds
6. Adjustments to Fees
7. Adjustments to Contracts
8. Reductions in the Senate Budget

All items may not apply to all agencies. This review and decision process will address the items that apply to the respective agency budget. However, additional items considered for reduction, but not included in the list above, may apply to all agencies.

- Extended Subcommittee Schedule – May 19, 20, 26 and 27

- Appointment of Subcommittees to Review and Recommend:
  1. Reductions to Non-profit Organizations' Funding
  2. Increases or Implementation of Fees

Begin Review/Discussion/Decisions of Agency Budgets

Office of Lieutenant Governor

Caroline Valand
Chief of Staff

2:00 p.m.

Ethics Commission

Perry Newson
Executive Director

NC Housing Finance Agency (HFA)

A. Robert Kucab
Executive Director

1

House Pages

Name of Committee: Rules Date: 5-19-09

1. Name: Kathryn Vance
   County: Iredell
   Sponsor: Jane Whilden
2. Name: Akil Clegg
   County: Lee
   Sponsor: Jimmy Love
3. Name: Storm Morgan
   County: Guilford
   Sponsor: Maggie Jeffus
4. Name:
   County:
   Sponsor:
5. Name:
   County:
   Sponsor:

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Bob Rossi
3. Name: Martha Parnell

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VISITOR REGISTRATION SHEET

Gen. Gov't — 5-19-09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Carolina C. Valand	Lt. Governors Ofc
Sheryl Kelly	OSBM
Jack Hubbard	OSBM
A. James	OSBM
Carl Dean	OSP
Rodney Bass	NCGA
Cindy Gilliam	NC OSA
Janice Thornton	OAH
Robert Wilson	SOS
Denny Lineberry	ITS
Dennis Patterson	OSA

N

VISITOR REGISTRATION SHEET

General Gov't — MAY 19, 2009

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Emily Sullivan	NCBA
Alicia Dow	NAWC
Ed Lenhoff	Brooks Pierce
DHARMI TAILOR	MS Society
Andrew Mecham	NCAEC
Warren Tenk	NCACC
John McCulla	MFS
Dirk Bowers	OSA
Dale Harvard	SOS
Abby Granville	NMSS NC
Jim Newman	DOI

1/

VISITOR REGISTRATION SHEET

Gen. Gov. — 5-19-09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Perry Newsom	Ethics Com.
WESTAYLOR	NCGA
Buffie Podri	Accenture
Angie Harris	Williams Mullen
Sherri Johnson	OSC
Christy Agner	DOA
DEWEY STEPHENS	DOA
Will Ely Kelly	Brooks Pierce
Melanie Soles	DCR
Margaret Matzke	NCHFA
Michael Houser	NC DOR

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VISITOR REGISTRATION SHEET

General Govt — May 19, 2009

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Samuel Jacobs	DOA 116 W Jones St.

Office of the State
Chief Information Officer

ITS

Shared Services:
A single e-mail system and consolidation

Presentation to the House Appropriations subcommittee on General Government

May 19, 2009

NORTH CAROLINA
www.nc.gov

Office of the State
Chief Information Officer

ITS

Topics

- Shared services concept
- Single e-mail system
- Consolidation

2

Office of the State
Chief Information Officer

ITS

Shared services

- Shared services concept goes back at least to 1983, when legislation established a Computer Commission
  - Department of Administration given authority "to establish and operate information processing centers and services to serve two or more departments on a cost-sharing basis"
  - Also given authority to require departments to transfer assets and personnel for shared services
- Shared services language still in the law
  - Now ITS instead of Department of Administration

3

Office of the State
Chief Information Officer

ITS

Shared services

- Shared services makes sense intuitively
  - Lower requirements for hardware and personnel
  - Better support
  - Cost savings across organization, whether public or private sector
- Still best practice in government and business

4

Office of the State
Chief Information Officer

ITS

E-mail

- State government moving toward a shared e-mail service for years
- Roughly two-thirds of Executive Branch agencies use ITS e-mail service
  - 43,134 accounts
- Nine agencies have no plans to use
  - 18,835 accounts
- Detail in spreadsheet

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Office of the State
Chief Information Officer

ITS

E-mail

- Have submitted plan for moving to one e-mail system, as directed by General Assembly in 2008
- Cost would be lower for most agencies; higher for three that have very large mailboxes.
  - Correction, Department of Public Instruction, Secretary of State
  - Cost for those three could be reduced with better e-mail management; archiving system

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Office of the State
Chief Information Officer

ITS

E-mail

- ITS charges $6.50/month/user for Exchange e-mail service, which includes calendar
- Average cost for agencies with own systems $9.67
- Plan available at: http://www.scio.state.nc.us/News_Files/E-mail_plan.pdf

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Office of the State
Chief Information Officer

ITS

E-mail retention

- E-mail retention major issue in NC, other states because of e-discovery, public records issues
- North Carolina does not have an e-mail archiving and retrieval system
- Backups not archiving system
  - Designed to recover system in case of catastrophic failure
  - Almost impossible to search
- Multiple e-mail systems would increase cost, complexity of any archiving system

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Office of the State
Chief Information Officer

ITS

Consolidation History

- Began after passage of SB 991 in 2004
- Joint effort by ITS and Office of State Budget and Management
- Phased approach

9

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Chief Information Officer

ITS

Consolidation Goals

- Strengthen agency focus on core mission
- Improve security, service delivery and availability
- Upgrade IT infrastructure to meet minimum standards
- Reduce enterprise-wide infrastructure cost with economies of scale
- Reduce risk of failure for critical operations

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Office of the State
Chief Information Officer

ITS

What is IT Infrastructure?

- Infrastructure includes:
  - Personal computers, including desktops, laptops, operating systems, basic software, anti-virus and printers
  - Hosting, including servers hardware, attached storage, operating systems, backups
  - Networks, including switches, routers, access points, firewalls, Wide Area Network circuits, Local Area Network cabling, mobile broadband
  - Service Desk, including 24x7 coverage for all ITS-related incidents and changes
  - IT security, including PC, server, and network.

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Office of the State
Chief Information Officer

ITS

Agencies covered

- Phase 1 – Completed
  - Governor, Lieutenant Governor, OSBM, Office of State Personnel, Administration, ITS
- Phase II – Almost Complete
  - Commerce, Controller, Cultural Resources, Juvenile Justice and Delinquency Prevention, Commissioner of Banks, Office of Administrative Hearings, Industrial Commission, ABC Commission
- Phase III – New approach being considered
  - Targeted efforts at Transportation, Environment and Natural Resources, Public Instruction

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Office of the State
Chief Information Officer

ITS

Common Issues

- Underfunding in Local Area Networks
  - Old equipment; connection problems.
- Underfunding in Desktop area
  - Old equipment; varying levels of standardization; some still using Windows 2000
- Lack of specific, defined processes for dealing with incidents, problems and changes to systems

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Office of the State
Chief Information Officer

ITS

What we find

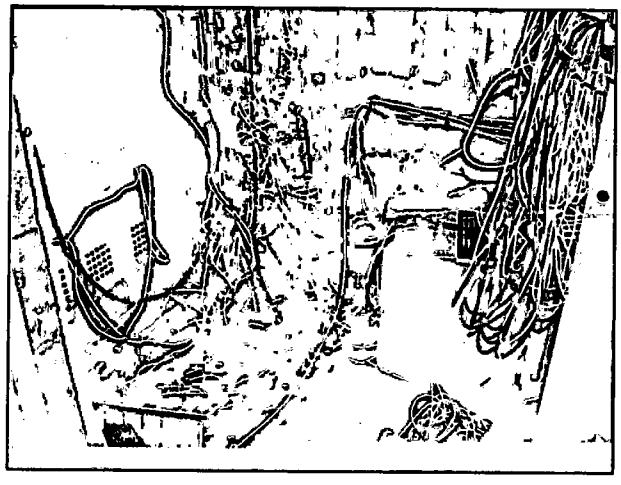


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Office of the State
Chief Information Officer

ITS

What we find



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ITS

Accomplishments to date

- 81 servers eliminated (28 percent reduction)
- 46 servers replaced
- 97 servers moved to ITS data centers
- 5,118 PCs moved to ITS management
- 700 PCs replaced
- 2,308 laptops encrypted
- 265 network locations moved to ITS management

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Office of the State
Chief Information Officer

ITS

Cost

- Phase I -- $1.7 million
- Phase II -- $3.5 million
- Total -- $5.2 million

- Estimated benefits -- $7.5 million (Increased productivity, fewer security incidents and less down time)
  - Office of State Budget and Management estimates

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Office of the State
Chief Information Officer

ITS

Risks of not going forward

- Lost opportunity to gain efficiencies and focus agency IT personnel on applications
- Continuing risks to business operation in multiple areas
- Continuing cost of maintaining out-of-warranty and end-of-life equipment

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Office of the State
Chief Information Officer

ITS

Approach to Phase III

- Economic and budget conditions require different approach for Phase III
  - Mitigate only infrastructure that poses significant risk to agency operations or data
  - Defer replacement of old, but lower-risk, hardware by implementing plans to support as efficiently as possible
  - Begin service transition to ITS to gain benefit of higher staff-to-equipment ratios, economies of scale, and service management methodologies
  - ITS and agencies jointly develop implementation plans for identified initiatives that can reduce cost and improve service / functionality
  - Prioritize work on statewide solutions that can further reduce cost for the State
- Additional investment to bring old infrastructure up to date can be evaluated as budget conditions improve and capital can be made available

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Office of the State
Chief Information Officer

ITS

Questions?

???

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Status of Transition to ITS Exchange Email Service

Legend

NCMail Customers
Non-NCMail Customers

Agency	Start Date	No. of Accounts	Complete
ITS	12/3/2007	640	X
Alcoholic Beverage Control	**2/7/2008**	**50**	**X**
NC Turnpike Authority	3/17/2008	20	X
Office of State Budget and Management	3/31/2008	80	X
Office of State Personnel	4/7/2008	125	X
Department of Transportation - Phase I	**4/28/2008**	**400**	**X**
Department of Administration	5/12/2008	550	X
Health and Wellness Trust Fund	5/22/2008	30	X
Department of Transportation - Phase II	**5/26/2008**	**8300**	**X**
Agriculture - Phase I	6/9/2008	70	X
Department of Health and Human Services - Phase I	6/24/2008	10	X
Department of Labor - Phase I	6/30/2008	8	X
Lieutenant Governor	7/21/2008	20	X
Governor	7/21/2008	200	X
Industrial Commission	**8/4/2008**	**200**	**X**
Cultural Resources (multi phase)	9/15/2008	1170	Started
Juvenile Justice and Delinquency Prevention (multi phase)	9/15/2008	1850	Started
Health and Human Services (multi phase)	9/15/2008	13200	Started
Commissioner of Banks	**9/29/2008**	**100**	**X**
Office of State Controller	10/13/2008	300	X
Department of Commerce	**10/27/2008**	**350**	**X**
Office of Administrative Hearings	12/15/2008	52	X
Department of Labor - Phase II	1/12/2009	450	Completed
Employment Securithy Commission	1/19/2009	1900	Delayed*
Department of Environment and Natural Resources	1/26/2009	4170	Started
Agriculture - Phase II	1/30/2009	920	Started
Wildlife Resources Commission	**2/16/2009**	**348**	**X**
Department of Insurance	**2/23/2009**	**402**	**X**
State Board of Elections	3/9/2009	121	X
Counties	4/13/2009	5100	Started
OTHERS TBD	4/13/2009	2000	
Total Accounts		**43136**	
Total Migrations Complete		**22**	
Total Users Migrated		**12376**	

*ESC had been scheduled for Feb/March but was delayed because of the agency's workload.
No new date has been set

Agencies with no plans to use ITS e-mail service

Agency	Email System	No. of Accounts
Crime Control and Public Safety*	**Lotus Notes**	**170**
Crime Control and Public Safety	**Exchange**	**2498**
Crime Control and Public Safety	**Exchange**	**422**
Corrections	**Groupwise**	**10200**
Department of Justice	**Exchange**	**1500**
Department of Public Instruction	**Groupwise**	**803**
Office of State Auditor	**Exchange**	**213**
Department of Revenue	**Groupwise**	**1719**
Secretary of State	**Groupwise**	**240**
NC Ports Authority	**Notes**	**220**
Department of Community Colleges	**Groupwise**	**250**
State Treasurer	**Exchange**	**600**
		18835

TOTAL **61971**

As of May 2009

Senate Subcommittee on General Government

Lieutenant Governor

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$966,706**		**$966,706**	
Legislative Changes				
1110 Administration				
52 Eliminate Continuation Budget Increase	($5,673)	R	($5,673)	R
Eliminate funding increase in continuation budget:				
531321 Contr Empl Per IRS ($4,843)				
531461 EPA&SPA Longevity Pay ($ 830)				
Department-Wide				
53 Reduce Various Operating Accounts	($12,023)	R	($12,023)	R
Reduce various operating accounts in the following line items:	($16,831)	NR	($16,831)	NR
532400 PC Printer Support ($14,490)				
532400 LAN Support ($ 2,341)				
532700 Travel ($ 2,500)				
532800 Comm & Data Processing ($ 3,523)				
533100 General Supp & Exp ($ 6,000)				
Total Legislative Changes	**($17,696)**	**R**	**($17,696)**	**R**
	($16,831)	**NR**	**($16,831)**	**NR**
Total Position Changes				
Revised Budget	**$932,179**		**$932,179**	

Appropriations Subcommittee on General Government
Minutes

Room 1425
May 19, 2009
8:30 AM

The Appropriations Subcommittee on General Government met on May 19, 2009, at 8:34a.m. in room 1425 LB. Representative Susan Fisher, Chair, and Representative Alice Underhill, Chair, Co-Presided the meeting. Also present were Rep. Fred Steen, Vice-Chair; Rep. Russell Tucker, Vice Chair; Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills, and Representative Jane Whilden. Staff present: Michele Nelson, Claire Hester and Sarah Poteat. House Pages serving were Kathryn Vance, Akil Clegg, Jimmy Love, and Storm Morgan. Also in attendance: Committee Clerks Lynn Tennant and Judy Veorse and Sergeant at Arms Judy Turner, Bob Rossi and Martha Parrish.

Representative Alice Underhill called the meeting to order and thanked everyone for their attendance and explained some information would be carried over from a previous meeting. She introduced George Bakolia, State Chief Information Officer, and asked him to come forward and make his presentation. He addressed the concept of Information Technology Shared Services and a single e-mail system for the State of North Carolina. He referred to his handout (attached). They do not want to be unique in anything they do in the shared services process and, therefore, they look to what other states have done. He stated that North Carolina does not have an e-mail archiving and retrieval system that can be used in case of a disaster. He stated that we need a single e-mail system and they plan to do a phased approach to consolidation for minimum disruption so that kinks can be fixed before moving on. They will have self-imposed due dates, not state deadlines, so that the process can be done correctly. He discussed the three phases of the system: completed, almost complete and a new approach being considered. He stated that they looked at the different agencies and asked themselves "what is hurting them most?" Some agencies were running with obsolete equipment and many were a wire mess "worse than Joe's garage." They were able to eliminate 81 servers and, thus, save money. They have encrypted laptops for these agencies. Representative Fisher inquired about Phase I & II costs and estimated benefits and was this cost savings to the State. Mr. Bakolia answered that it was money the State did not have to spend. Rep. Fisher asked which agencies were not included in the consolidation and why. He responded that nobody was exempt from the e-mail except Department of Justice for law-enforcement purposes. They will manage their own system because they are a different branch of government. Rep. Fisher asked if any other areas of government fall into the "special" category and Mr. Bakolia stated that there were no others. Rep. Whilden inquired about large mailboxes and if departments could be taught how to store things better and he replied that it is more a question of who is willing to encourage a different process and they asked people to shift e-mail to a different storage after three or four months. Representative Underhill inquired about personnel--who is their resident person and who is familiar with the operation. He stated that, based on the job classification, they know

what people are doing with a particular agency and they stay with the agency and that department and then it is billed back for the time spent on each respective agency. Michele inquired about agencies with "no plan" and does item 991 say these should be exempt and he stated "no, as per the law."

Representative Cleveland commented about how they kept the same number of employees and then "redistributed" them. It seems this should be employee reduction and that it sounds like a budgeting problem. Mr. Bakolia responded that there are vacancies in IT and state government and they do not have to fill a position that is vacant and can return that money to the budget office. Second, they had an IT budget but did not fill so they could reduce cost to state government by allowing a contractor to be let go so a state employee could do the job. Rep. Cleveland stated that he found it hard to believe that a state employee could do it for less than a contractor. Claire stated that ITS is required to report on every position with Beacon and OSC and this requirement allows them to better judge the cost. Representative Tucker asked if once a person is moved to ITS, is the money appropriated contract services the next time or is it a staff appropriation? Mr. Bakolia responded that contract services will be budgeted as an item in the budget so positions are being eliminated.

Representative Fisher addressed the issue of preliminary targets (attached) and asked that everyone take a look at what will be required of them, noting that all cuts must be recurring with no expansions, review all rates, reduce nonprofit funding and, in turn, look at increasing fees wherever possible, focus on the core mission of agencies and the exercising of stimulus funds, identify special funds that take money away from the General Fund and identify at least one continuation review item of significant size which will probably be parking. Representative Underhill then discussed the importance of everyone attending the meetings as much as possible and the frequency of the meetings that will be taking place, calendars attached. Rep. Fisher explained that they have decided to look at two areas where they need help and created two sub-subcommittees to look at fees and non-profits. The Non-profit committee will be Chaired by Rep. Russell Tucker and include Rep. Cleveland and Rep Floyd. Representative Steen will Chair the Fees committee which will include Rep. Jane Whilden and Rep. Grey Mills. Their legislative assistants are to staff the meetings. The committees will report back on Tuesday the 26th for the Non-profit report and on Wednesday the 27th for the Fees report. Both meetings will take place after session.

Representative Fisher then moved on to the Office of Lieutenant Governor and introduced Caroline Valand, Chief of Staff who stated that she did not have a presentation, per se, but has worked closely with fiscal staff and was ready to answer any questions the committee may have. There were no questions.

Representative Fisher suggested looking at any changes at this time. Representative Underhill discussed the core mission of the various agencies and stated that they were asking the agencies to tell the committee what they were willing to give up because this would be better for the agencies because they knew what was best for their agency.

Representative Fisher and Representative Underhill elaborated further on the sheet that was referenced earlier regarding preliminary targets, reviewing each item listed. The preliminary targets are $410.2 million for FY 2009-10 and $404.4 million for FY 2010-11.

The meeting adjourned at 9:59 a.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 19, 2009

8:30 a.m.
and
2:00 p.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

8:30 a.m.

Discussion of Agencies Participation in Centralized Email System

George Bakolia
State Chief Information Officer

Discussion of Targets for FY 2009-10 and FY 2010-11 and Directions for Subcommittee

- Targets for General Government Subcommittee and House Appropriations Subcommittees Guidance and Rules (May 18, 2009)
- Full Appropriations Committee Calendar

Subcommittee Schedule and Approach

- Subcommittee Calendar
- Review/Discussion/Decisions Related to Agency Budgets to Include but not limited to:

    1. Presentations of Options for Additional Reductions
    2. Adjustments to Expenditure Accounts
    3. Responses to Follow up Questions
    4. Elimination of Vacant Positions (The full chairs advised consideration of positions vacant six (6) months or more as of January 1, 2009.)

5. Adjustments to Special Funds
6. Adjustments to Fees
7. Adjustments to Contracts
8. Reductions in the Senate Budget

All items may not apply to all agencies. This review and decision process will address the items that apply to the respective agency budget. However, additional items considered for reduction, but not included in the list above, may apply to all agencies.

- Extended Subcommittee Schedule – May 19, 20, 26 and 27

- Appointment of Subcommittees to Review and Recommend:
  1. Reductions to Non-profit Organizations' Funding
  2. Increases or Implementation of Fees

Begin Review/Discussion/Decisions of Agency Budgets

Office of Lieutenant Governor

Caroline Valand
Chief of Staff

2:00 p.m.

Ethics Commission

Perry Newson
Executive Director

NC Housing Finance Agency (HFA)

A. Robert Kucab
Executive Director

2009 LEGISLATIVE SESSION

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT TARGETS/GUIDANCE/RULES

May 18, 2009

PRELEIMINARY TARGETS:

FY 2009-10 $410.2 million
FY 2010-11 $404.4 million

1. **Focus Funding on the Core Mission of Each Agency**

2. **Require Agencies and Nonprofits to Justify the Budget**
   - Build on the General Assembly's past and current justification and continuation review initiatives: require state agencies and nonprofits to justify continuing selected expenditures.
   - Use this approach for:
     - Individual programs, including non-essential, ineffective, obsolete, redundant or new (created in the past four years) programs and services.
     - Specific line items within programs.

3. **Fund Mandatory Program Growth**
   - Fund adjustments for growth in mandatory programs and services (including public schools, Medicaid and prisons) within subcommittee targets.

4. **Subcommittee Money Reports Shall Not Include:**
   - Expansion funding.
   - Negative reserves or "management flexibility" reductions.

5. **Special Provisions Shall Not:**
   - Authorize the expenditure of reversions.
   - Include "shall not revert" or "carry forward" language.
   - Amend substantive policy or law and must be directly related to the budget. (House Rule 36.4).

6. **Subcommittee Money Reports Must:**
   - Identify all budget adjustments (reductions or mandatory increases) as recurring or non-recurring.
   - Identify all position changes for all funds (eliminations, fund shifts, newly-established).

7. **Utilize Reduction Strategies That:**
   - Eliminate ineffective or obsolete programs
   - Eliminate duplication of effort (Span of Control);

- Eliminate administrative inefficiencies;
- Streamline and consolidate departments, programs, offices, and services;
- Reduce non-essential government services
- Reduce non-profit funding
- Minimize the loss of non-State revenues

8. **Use Cash Balances of Non-General Funds, and Close the Funds When Possible**
   - Identify Special Funds that divert revenue from the General Fund; permanently close the funds and transfer balances and responsibilities to the General Fund, if feasible; if not feasible, then permanently close the funds and transfer balances and responsibilities to other funds as appropriate.

9. **Eliminate Vacant Positions**
   - Consider eliminating vacant positions, especially those vacant for 6 months or more as of January 1, 2009.

10. **Increase or Implement Fees**
    - Examine fees to determine if any increases are appropriate and could be used to offset operating appropriations. Subcommittees considering fee increases must first consult with House Full Chairs.

11. **Examine Rate Changes**
    - Subcommittees shall not fund inflationary or rate increases and should reduce all rates by at least 1%

12. **Use Federal American Recovery and Reinvestment Act (ARRA) funds**
    - Maximize any relevant federal Recovery funds
    - Use the funds for supplanting and for non-recurring needs to the extent possible and allowed by federal regulations.

13. **Propose a Continuation Review**
    - Identify at least one Continuation Review of **significant** size.

14. **Consult the House Full Chairs**
    - Refer **all** salary-related, debt service, and other statewide issues to the House Full Chairs.
    - Consult with House Full Chairs when considering fee increases.
    - Consult with the House Full Chairs and the appropriate subcommittee chairs prior to proposing budget adjustments, program transfers or policy changes that impact another subcommittee area.

15. **Consult Other Subcommittees as Necessary**
    - Consult with the chairs of the appropriate subcommittee and the House Full Chairs prior to proposing budget adjustments, program transfers or policy changes that impact another subcommittee area.

Status of Transition to ITS Exchange Email Service

Legend
NCMail Customers
Non-NCMail Customers

Agency	Start Date	No. of Accounts	Complete
ITS	12/3/2007	640	X
Alcoholic Beverage Control	2/7/2008	150	X
NC Turnpike Authority	3/17/2008	20	X
Office of State Budget and Management	3/31/2008	80	X
Office of State Personnel	4/7/2008	125	X
Department of Transportation - Phase I	4/28/2008	400	X
Department of Administration	5/12/2008	550	X
Health and Wellness Trust Fund	5/22/2008	30	X
Department of Transportation - Phase II	5/26/2008	8300	X
Agriculture - Phase I	6/9/2008	70	X
Department of Health and Human Services - Phase I	6/24/2008	10	X
Department of Labor - Phase I	6/30/2008	8	X
Lieutenant Governor	7/21/2008	20	X
Governor	7/21/2008	200	X
Industrial Commission	8/4/2008	200	X
Cultural Resources (multi phase)	9/15/2008	1170	Started
Juvenile Justice and Delinquency Prevention (multi phase)	9/15/2008	1850	Started
Health and Human Services (multi phase)	9/15/2008	13200	Started
Commissioner of Banks	9/29/2008	100	X
Office of State Controller	10/13/2008	300	X
Department of Commerce	10/27/2008	350	X
Office of Administrative Hearings	12/15/2008	52	X
Department of Labor - Phase II	1/12/2009	450	Completed
Employment Securithy Commission	1/19/2009	1900	Delayed*
Department of Environment and Natural Resources	1/26/2009	4170	Started
Agriculture - Phase II	1/30/2009	920	Started
Wildlife Resources Commission	2/16/2009	348	X
Department of Insurance	2/23/2009	402	X
State Board of Elections	3/9/2009	121	X
Counties	4/13/2009	5100	Started
OTHERS TBD	4/13/2009	2000	
Total Accounts		**43136**	
Total Migrations Complete		**22**	
Total Users Migrated		**12376**	

*ESC had been scheduled for Feb/March but was delayed because of the agency's workload.
No new date has been set

Agencies with no plans to use ITS e-mail service

Agency	Email System	No. of Accounts
Crime Control and Public Safety*	Lotus Notes	170
Crime Control and Public Safety	Exchange	2498
Crime Control and Public Safety	Exchange	422
Corrections	Groupwise	10200
Department of Justice	Exchange	1500
Department of Public Instruction	Groupwise	803
Office of State Auditor	Exchange	213
Department of Revenue	Groupwise	1719
Secretary of State	Groupwise	240
NC Ports Authority	Notes	220
Department of Community Colleges	Groupwise	250
State Treasurer	Exchange	600
		18835
TOTAL		**61971**

As of May 2009

Office of the State
Chief Information Officer

ITS

Shared Services:
A single e-mail system and consolidation

Presentation to the House Appropriations subcommittee on General Government

May 19, 2009

NORTH CAROLINA
www.nc.gov

Office of the State
Chief Information Officer

ITS

Topics

- Shared services concept
- Single e-mail system
- Consolidation

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ITS

Shared services

- Shared services concept goes back at least to 1983, when legislation established a Computer Commission
  - Department of Administration given authority "to establish and operate information processing centers and services to serve two or more departments on a cost-sharing basis"
  - Also given authority to require departments to transfer assets and personnel for shared services
- Shared services language still in the law
  - Now ITS instead of Department of Administration

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ITS

Shared services

- Shared services makes sense intuitively
  - Lower requirements for hardware and personnel
  - Better support
  - Cost savings across organization, whether public or private sector
- Still best practice in government and business

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ITS

E-mail

- State government moving toward a shared e-mail service for years
- Roughly two-thirds of Executive Branch agencies use ITS e-mail service
  - 43,134 accounts
- Nine agencies have no plans to use
  - 18,835 accounts
- Detail in spreadsheet

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ITS

E-mail

- Have submitted plan for moving to one e-mail system, as directed by General Assembly in 2008
- Cost would be lower for most agencies; higher for three that have very large mailboxes.
  - Correction, Department of Public Instruction, Secretary of State
  - Cost for those three could be reduced with better e-mail management; archiving system

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ITS

E-mail

- ITS charges $6.50/month/user for Exchange e-mail service, which includes calendar
- Average cost for agencies with own systems $9.67
- Plan available at: http://www.scio.state.nc.us/News_Files/E-mail_plan.pdf

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ITS

E-mail retention

- E-mail retention major issue in NC, other states because of e-discovery, public records issues
- North Carolina does not have an e-mail archiving and retrieval system
- Backups not archiving system
  - Designed to recover system in case of catastrophic failure
  - Almost impossible to search
- Multiple e-mail systems would increase cost, complexity of any archiving system

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ITS

Consolidation History

- Began after passage of SB 991 in 2004
- Joint effort by ITS and Office of State Budget and Management
- Phased approach

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ITS

Consolidation Goals

- Strengthen agency focus on core mission
- Improve security, service delivery and availability
- Upgrade IT infrastructure to meet minimum standards
- Reduce enterprise-wide infrastructure cost with economies of scale
- Reduce risk of failure for critical operations

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ITS

What is IT Infrastructure?

- Infrastructure includes:
  - Personal computers, including desktops, laptops, operating systems, basic software, anti-virus and printers
  - Hosting, including servers hardware, attached storage, operating systems, backups
  - Networks, including switches, routers, access points, firewalls, Wide Area Network circuits, Local Area Network cabling, mobile broadband
  - Service Desk, including 24x7 coverage for all ITS-related incidents and changes
  - IT security, including PC, server, and network.

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ITS

Agencies covered

- Phase 1 – Completed
  - Governor, Lieutenant Governor, OSBM, Office of State Personnel, Administration, ITS
- Phase II – Almost Complete
  - Commerce, Controller, Cultural Resources, Juvenile Justice and Delinquency Prevention, Commissioner of Banks, Office of Administrative Hearings, Industrial Commission, ABC Commission
- Phase III – New approach being considered
  - Targeted efforts at Transportation, Environment and Natural Resources, Public Instruction

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ITS

Common Issues

- Underfunding in Local Area Networks
  - Old equipment; connection problems.
- Underfunding in Desktop area
  - Old equipment; varying levels of standardization; some still using Windows 2000
- Lack of specific, defined processes for dealing with incidents, problems and changes to systems

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ITS

What we find



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ITS

What we find



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ITS

Accomplishments to date

- 81 servers eliminated (28 percent reduction)
- 46 servers replaced
- 97 servers moved to ITS data centers
- 5,118 PCs moved to ITS management
- 700 PCs replaced
- 2,308 laptops encrypted
- 265 network locations moved to ITS management

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ITS

Cost

- Phase I -- $1.7 million
- Phase II -- $3.5 million
- Total -- $5.2 million

- Estimated benefits -- $7.5 million (Increased productivity, fewer security incidents and less down time)
  - Office of State Budget and Management estimates

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ITS

Risks of not going forward

- Lost opportunity to gain efficiencies and focus agency IT personnel on applications

- Continuing risks to business operation in multiple areas

- Continuing cost of maintaining out-of-warranty and end-of-life equipment

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ITS

Approach to Phase III

- Economic and budget conditions require different approach for Phase III
  - Mitigate only infrastructure that poses significant risk to agency operations or data
  - Defer replacement of old, but lower-risk, hardware by implementing plans to support as efficiently as possible
  - Begin service transition to ITS to gain benefit of higher staff-to-equipment ratios, economies of scale, and service management methodologies
  - ITS and agencies jointly develop implementation plans for identified initiatives that can reduce cost and improve service / functionality
  - Prioritize work on statewide solutions that can further reduce cost for the State
- Additional investment to bring old infrastructure up to date can be evaluated as budget conditions improve and capital can be made available

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ITS

Questions?

???

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REVISED May 18, 2009

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
			1	2	1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19 8:30 a.m. **ITS** Review Email Organization of Agencies **Discuss of Targets** **Lt Governor** 2:00 Ethics Comm HFA	20 8:30 Auditor OSC 2:00 OSC (cont) SBOE OSP	21 8:30 General Assembly 2:00 Insurance	22	23
24	25 **MEMORIAL DAY**	26 8:30 Administration 2:00 Administration (cont)	27 8:30 Cultural Resources 2:00 Cultural Resources (cont)	28 8:30 Treasurer Sect of State 2:00 Governor OSBM	29 8:30 Revenue OAH	30

June						
Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
31	June 1 House Subcommittees Report to Full Chairs starting @ 2	2 House Subcommittees Report to Full Chairs	3 House Subcommittees Report to Full Chairs	4 House Subcommittees Vote	5 House Subcommittees Vote	6
7	8	9	10	11	12	13
14	15 HOUSE FULL APPROPRIATIONS	16	17	18 House Passes Bill	19 CONFEREES APPOINTED	20
21 FATHER'S DAY	22	23	24	25	26	27
28	29	30 CONFERENCE REPORT ADOPTED				

House Appropriations Schedule as of 5/12/09

May

Sun	*Mon*	*Tue*	*Wed*	*Thu*	*Fri*	*Sat*
					1	**2**
3	**4**	**5**	**6**	**7**	**8**	**9**
10 **MOTHER'S DAY**	**11**	**12** **House Subcommittees** (8:30 only) **- Receive Targets**	**13** **House Subcommittees** (8:30 only)	**14** **House Subcommittees** (8:30 only) **- CROSSOVER**	**15** **House Subcommittees**	**16**
17	**18** **House Subcommittees**	**19** **House Subcommittees**	**20** **House Subcommittees**	**21** **House Subcommittees**	**22** **House Subcommittees**	**23**
24	**25** **MEMORIAL DAY**	**26** **House Subcommittees**	**27** **Subcommittees Complete Work**	**28** **House Subcommittees** -Report to Full Chairs	**29**	**30**
31						

2009

House Appropriations Schedule as of 5/12/09

June

Sun	*Mon*	*Tue*	*Wed*	*Thu*	*Fri*	*Sat*
	1 **House Subcommittees** Report to Full Chairs starting @ 2	**2** **House Subcommittees** -Report to Full Chairs	**3** **House Subcommittees** -Report to Full Chairs	**4** **House Subcommittees Vote**	**5** **House Subcommittees Vote**	**6**
7	**8**	**9**	**10**	**11**	**12**	**13**
14	**15** **House Full Appropriations**	**16**	**17**	**18** **House Passes Bill**	**19** **CONFEREES APPOINTED**	**20**
21 **FATHER'S DAY**	**22**	**23**	**24**	**25**	**26**	**27**
28	**29**	**30** **CONFERENCE REPORT ADOPTED**				

2009

Lieutenant Governor

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$966,706**		**$966,706**	
Legislative Changes				
1110 Administration				
52 Eliminate Continuation Budget Increase	($5,673)	R	($5,673)	R
Eliminate funding increase in continuation budget:				
531321 Contr Empl Per IRS ($4,843)				
531461 EPA&SPA Longevity Pay ($ 830)				
Department-Wide				
53 Reduce Various Operating Accounts	($12,023)	R	($12,023)	R
Reduce various operating accounts in the following line items:	($16,831)	NR	($16,831)	NR
532400 PC Printer Support ($14,490)				
532400 LAN Support ($ 2,341)				
532700 Travel ($ 2,500)				
532800 Comm & Data Processing ($ 3,523)				
533100 General Supp & Exp ($ 6,000)				
Total Legislative Changes	**($17,696)**	**R**	**($17,696)**	**R**
	($16,831)	**NR**	**($16,831)**	**NR**
Total Position Changes				
Revised Budget	**$932,179**		**$932,179**	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
13100	Office of Lieutenant Governor							
531321	Contracted Personal Services			$0	$0	$4,843	$4,843	
532199	Misc Contractual Services			$0	$0	$0	$0	
532521-532525	Rental/Lease Equipment			$0	$0	$0	$0	
5327xx	Travel/Related Expenses			$4,323	$1,682	$3,187	$3,187	
532814	Cellular Phone Services			$1,400	$684	$1,400	$1,400	
534500-534550	Furniture and Equipment Replacement Schedules			$5,137	$0	$1,300	$1,300	
5364AA	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
5366AA	Directed Grants	N/A	N/A	$0	$0	$0	$0	
5367AA	Loans	N/A	N/A	$0	$0	$0	$0	
5369AA	Other Aid and Grants	N/A	N/A	$0	$0	$0	$0	
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	

House Appropriations Subcommittee on General Government
Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
				Continuation Budget				
14100	Administration- Ethics Commission							
531321	Contracted Personal Services	N/A	N/A	$0	$0	$0	$0	
532199	Misc Contractual Services	1810	Ethics Commission	$0	$419	$0	$0	419.35 (sign language interpreting services at the NC Museum of History on 2/2/09)
532521-532525	Rental/Lease Equipment	1810	Ethics Commission	$0	$0	$0	$0	
5327xx	Travel/Related Expenses	1810	Ethics Commission	$17,740	$5,191	$12,425	$12,231	Travel expenses relate to three main functions: (1) Commission members traveling to Commission meetings; (2) Commission staff traveling to various locations across the State to conduct educations programs; and (3) Staff traveling to a national ethics conference (Council of Governmental Ethics Laws, COGEL).
532814	Cellular Phone Services	1810	Ethics Commission	$0	$0	$0	$0	
534500-534550	Furniture and Equipment Replacement Schedules	1810	Ethics Commission	$4,000	$935	$1,000	$1,000	
5364AA	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
5366AA	Directed Grants	N/A	N/A	$0	$0	$0	$0	
5367AA	Loans	N/A	N/A	$0	$0	$0	$0	
5369AA	Other Aid and Grants	N/A	N/A	$0	$0	$0	$0	
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	

Senate Subcommittee on General Government

Housing Finance Agency

	GENERAL FUND	
	FY 09-10	FY 10-11
Adjusted Continuation Budget	$14,608,417	$14,608,417
Legislative Changes		
47 NO LEGISLATIVE ACTION REPORTED		
Total Legislative Changes		
Total Position Changes		
Revised Budget	$14,608,417	$14,608,417

North Carolina Housing Finance Agency					
Agency Name	**Fund Name**	**Statutory Provision**	**Current Fund Balance (as of 4/20/09)**	**Purpose of Funding**	**Restrictions on Use or Transfer of Funds**
Housing Finance Agency	HOME Program Match (23010-2200)	*GS122-A-5; Title 42, Chapter 130, Subchapter II, Part A*	10,273,291.02	State funds are appropriated to partially provide the 25% match required to receive approximately $20 million of federal HOME funds. These funds are available to build, finance or rehabilitate housing that is affordable to households with incomes below 80% of area median.	SL2003-284 29.1 State appropriations for the federal HOME Program match are, by statute, not to revert to the General Fund at the end of the FY. All monies in the special fund have been committed to specific projects or committed to a program application cycle that is currently underway. The State funds are increasingly critical. The General Assembly currently appropriates $1.6 million annually toward the $5 million match requirement, and the Agency uses other resources, particularly Mortgage Revenue Bonds, to provide the rest. Because of the upheaval in the bond market, the Agency has been unable to issue bonds for a year. Unless the market rebounds, the Agency is in danger of losing this source of match funds.
	Home Protection Program (23010-2950)	GS122-A-5.14	2,599,406.13	Provides bridge loans and counseling to help workers who lose their jobs because of changing economic conditions to avoid losing their homes to foreclosure. Reimburses local counseling agencies for necessary prequalification services, counseling, and outreach. Loans up to $24,000 pay the homeowners' mortgage and related obligations up to 24 months, while they re-train or seek new employment. These funds strengthened the State's application for federal National Foreclosure Mitigation Program funds.	Uses are specified in the statute. All funds have been committed to finance loans or to fund counseling through Board Resolutions and/or signed contracts.
	N.C. Housing Trust Fund (63011-6200)	*GS 122A-11 and -18*	47,057,961.79	To increase the supply of affordable homes and apartments for N.C. residents of very low income.	Uses and income targeting are specified by statute. All monies have been committed to specific projects or committed to application cycles that are currently underway. These include commitments to 154 projects through Board Resolution and/or signed contracts.

VISITOR REGISTRATION SHEET

Gen. Gov't — 5-19-09

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Caroline C. Valand	Lt. Governors Ofc
Sheryl Kelly	OSBM
Jack Hubbard	OSBM
A. James	OSBM
Carl Dean	OSP
Rodney Bass	NCGA
Cindy Gilliam	NC OSA
Janice Kinston	OAH
Robert Wilson	SOS
Danny Lineberry	ITS
Dennis Patterson	OSA

VISITOR REGISTRATION SHEET

General Gov't — MAY 19, 2009

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Emily Sallimore	NCBA
Alicia Dow	MWC
Ed Shuford	Broder Bureau
DHANNI TAYLOR	MS Society
Andrew Meehan	NCAEC
Warren Tank	NCACC
John McCulloch	MFS
Dirk Barnes	OSM
Dale Hargrove	SOS
Abby Granville	NMSSNC
Jim Newman	DOI

VISITOR REGISTRATION SHEET

Gen. Gov. — 5-19-08

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Perry Newsom	Ethics Com.
Wes Taylor	NCGA
Buffie Podri	Accenture
Angie Harris	Williams Mullen
Sherri Johnson	OSC
Christy Agner	DOA
Dewey Stephens	DOA
Wendy Kelly	GTO Wicker
Melanie Soles	DCR
Margaret Matheson	NCHFA
Michael Honser	NC DOR

VISITOR REGISTRATION SHEET

General Govt — May 19, 2009

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Samuel Jacobs	DOA 116 W Jones St.

House Pages

Name of Committee: Rules Date: 5-19-89

1. Name: Kathryn Vance
   County: Iredell
   Sponsor: Jane Whilden
2. Name: Aki Clegg
   County: Lee
   Sponsor: Jimmy Love
3. Name: Storm Morgan
   County: Guilford
   Sponsor: Maggie Jeffus
4. Name: _____
   County: _____
   Sponsor: _____
5. Name: _____
   County: _____
   Sponsor: _____

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Bob Rossi
3. Name: Martha Pannell

Called to Order : 8:34 Am
Adjourn: 9:59

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

DATES	5/19/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair	✓														
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills	✓														
Rep. Jane Whilden	✓														
Staff Sarah	✓														
Claire Hester	✓														
Michelle Nelson	✓														
SAA															
Martha Parrish	✓														
Judy	✓														

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

May 19, 2009

Minutes

The House Appropriations Subcommittee on General Government met on Tuesday, May 19 at 2:00 P.M.

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; Brown, Cleveland, Floyd, and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representative Underhill called on the following speakers:

- Ms. Caroline Valand, Chief of Staff, Office of the Lieutenant Governor (Attachment 2) to complete her report to the committee.
- Mr. Perry Newson, Executive Director, NC Ethics Commission (Attachment 3).
- Mr. A. Robert Kucab, Executive Director, NC Housing Finance Agency (HFA) (Attachment 4).

A question and answer period. The meeting adjourned at 2:45 P.M.

Alice G. Underhill

Representative Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

						SFY 09-10				SFY 10-11				
							Source of Funds				Source of Funds			
Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	Total Amount in Continuation Budget	Federal	State	Other	Total Amount in Continuation Budget	Federal	State	Other	Automatic Increases Built into Contract Terms
14600	1111	Administrative Services	Joe Smith Consulting, Inc.	Training consultant	01/01/2008 - 12/31/2012	$150,000	$50,000	$100,000	$0	$157,500	$50,000	$107,500	$0	5% increase each year
14100 - DOA	1810	Ethics Commission	The Avery P.C., by and through Isaac T. Avery, III, to provide independent legal services at the rate of $75.00 per hour worked up to a maximum of $72,000	The Avery P.C. was to provide legal services on any matter pertaining to the State Government Ethics Act (Chapter 138A of the North Carolina General Statutes) and the lobbying law (Chapter 120C) as requested by the Commission, specifically including, but not limited to, the research, drafting, and issuance of advisory opinions, the evaluation of Statements of Economic Interest ("SEIs") filed by covered public officials, and assisting with complaint investigations and SEI fine appeals.	08/1/08 – 06/30/09	$0.00, but continuation funding is needed & requested	$0		$0	$0	$0	$0		
14100	1810	Ethics Commission	Pamela Brewington Cashwell, Attorney	In October 2008, the Commission contracted with Pamela Brewington Cashwell to provide independent legal services at the rate of $75.00 per hour worked up to a maximum of $50,000 primarily to research and create any necessary coverage criteria under the Ethics Act and then apply those criteria to all covered and noncovered boards and commissions. The contract runs through June 30, 2009.	10/01/08 – 06/30/09	$0.00, but continued funding is needed & requested	$0		$0	$0	$0	$0		

State Ethics Commission
Fund Code 1810

Possible Budget Cuts & Reductions – May 19, 2009

Code No.	Description	2008-09 Authorized	Reduction Amount	Explanation/information
53 2512	Rent/Lease – Buildings/Office	60,000	60,000	Eliminate rent money as long as Commission is housed in State-owned space (four years *only* – currently in temporary space); $60,000 appropriated in 2008 legislative session
53 2513	Rent/Lease-Other Facilities	4,250	250	For education programs (*e.g.*, rent History Museum, Rural Center, McKimmon Center for education programs); need to retain at least $4000 to provide quarterly distance education programs $77.00/per campus plus expenses
53 3720	Educational Supplies	8,419	2744	$10,000 appropriated in 2008 for "Law Books" (Ethics, Lobbying, & other related statutes, rules, & regulations); need to reserve money for creation & maintenance of a statewide online education program*
TOTAL:			62,994	**Equals approximately 6.5 % of current $968,000 budget**

*** Need funding for development, hosting, & maintenance of an online, web-based education course.**

$63,000

none in Senate budget

House Appropriations Subcommittee on General Government
Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD
14100	**Administration- Ethics Commission**				
531321	Contracted Personal Services	N/A	N/A	$0	
532199	Misc Contractual Services		1810 Ethics Commission		
532521-532525	Rental/Lease Equipment		1810 Ethics Commission		
5327xx	Travel/Related Expenses		1810 Ethics Commission		
532814	Cellular Phone Services		1810 Ethics Commission		
534500-534550	Furniture and Equipment Replacement Schedules		1810 Ethics Commission		
5364AA	Discretionary Grants	N/A	N/A		
5366AA	Directed Grants	N/A	N/A		
5367AA	Loans	N/A	N/A		
5369AA	Other Aid and Grants	N/A	N/A		
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A		

STATE ETHICS COMMISSION

1324 MAIL SERVICE CENTER
RALEIGH, NC 27699-1324
WWW.ETHICSCOMMISSION.NC.GOV

ROBERT L. FARMER
CHAIRMAN

PERRY Y. NEWSON
EXECUTIVE DIRECTOR

TO: House Appropriations Subcommittee on General Government,
Representative Alice Underhill, Co-Chair
Representative Susan Fisher, Co-Chair

FROM: Perry Y. Newson, Executive Director

DATE: April 20, 2009

RE: Expanded Education and Review – Ethics Commission Information
Department of Administration (14100) -- Ethics Commission (Fund Code 1810)

The following information is responsive to the April 16, 2009, General Government Team memo.

Justification of Budget: The North Carolina State Ethics Commission (Fund Code 1810 under DOA) submits the following budget items. All other amounts are zero (0).

Account	FY07-08 Actual	FY08-09 YTD	FY09-10 Requested	FY10-11 Requested	Justification
532199	0	419.	0	0	Mandatory sign language interpreting services for education program (02/02/09)
5327XX	7,042	5,191	12,425	12,231	Travel expenses relate to three main functions: (1) Commission members travelling to Commission meetings; (2) Commission staff travelling to conduct education programs; and (3) Staff travelling to the national ethics conference (Council of Governmental Ethics Laws)
534500-50	3,241	935	1,000	1,000	Office equipment & furniture
All others	0	0	0	0	Not applicable to Commission

Department of Administration (14100) -- Ethics Commission (1810)						
14100 (Fund Code 1810)						
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.						
Expenditure Account: Contracted Personal Services (531321)		0	0	0	0	
Fund Code = 1810	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Contracted Personal Services (531321)	Ethics Commission	0	0	0	0	None
Miscellaneous Contractual Services (532199)		0	419	0	0	419.35 (sign language interpreting services at the NC Museum of History on 02/02/09)
Rental/Lease of Equipment (532521 to 532525)		0	0	0	0	None
Travel/Related Expenses (5327xx)		7,042	5,191	12,425	12,231	Travel expenses relate to three main functions: (1) Commission members travelling to Commission meetings, usually in Raleigh; (2) Commission staff travelling to various locations across the State to conduct education programs; and (3) Staff travelling to a national ethics conference (Council of Governmental Ethics Laws or "COGEL")
(1) Commission members' travel for meetings = $3213 (532 731) and $2287 (532 732);						
(2) Staff travelling to various locations across the State to conduct education programs = $4510 (532714; 532721; 532724; 532727);						
(3) Staff travelling to a national ethics conference (Council of Governmental Ethics Laws or "COGEL") = $1915 (532712; 532715; 532722; 532725)						
Cellular Phone Services (532814)		0	0	0	0	None -- we have no State cell phones
Furniture and Equipment Replacement Schedules (534500 to 534550)		3,241	935	1,000	1,000	
534 511 Furniture--Office						
534 521 Office Equipment						
534 528 Equip--Voice Communications						
534 530 Other DP Equipment						
534 534 PC/Printer Equipment						

STATE ETHICS COMMISSION

1324 MAIL SERVICE CENTER
RALEIGH, NC 27699-1324
WWW.ETHICSCOMMISSION.NC.GOV

ROBERT L. FARMER
CHAIRMAN

PERRY Y. NEWSON
EXECUTIVE DIRECTOR

TO: House Appropriations Subcommittee on General Government,
Representative Alice Underhill, Co-Chair
Representative Susan Fisher, Co-Chair

FROM: Perry Y. Newson, Executive Director

DATE: April 20, 2009

RE: Vacant Positions -- None

Per the April 16, 2009, General Government Team memo, this is to inform the Committee that the North Carolina State Ethics Commission does not currently have any vacant positions and has not had any vacant positions since December 2008.

Please let me know if you need any additional information relative to this matter.

PHONE: 919-715-2071 E-MAIL: ETHICS.COMMISSION@DOA.NC.GOV

STATE ETHICS COMMISSION

Memorandum

TO: House Appropriations Subcommittee on General Government

FROM: Perry Y. Newson, Executive Director

DATE: April 20, 2009

RE: OSBM II Report (March 1, 2009) – Commission Summary

During the 2008 session, The Office of State Budget & Management (OSBM) was directed to undertake a study to determine whether State Ethics Commission staffing levels were appropriate given changes in relevant statutes requiring additional and more diverse work. Compiling 2007 and 2008 data and conducting extensive personal interviews, OSBM produced its final report dated March 1, 2009: *Staffing Analysis of the North Carolina State Ethics Commission: Management Study* ("the Report" or "OSBM II"). The following is a brief summary of the Report. The full Report is available through OSBM or the LRD.

OSBM concluded that passage of the Ethics Act and Lobbying Law greatly increased the Commission's workload compared with its predecessor entity, the NC Board of Ethics. Among other things, the number of SEI filers more than doubled, education became mandatory for well over 10,000 people, and the number and complexity of advisory opinion requests exploded. This immediate and drastic increase in the Commission's workload resulted in a significant work backlog in key areas. The Report focused on four primary statutory missions:

1. Evaluation of SEIs;
2. Issuance of advisory opinions and advice;
3. Provision of ethics education/training; and
4. Investigation of complaints.

Very briefly, the Report concluded that at the present rate of review, there is a nine-month backlog in SEI reviews, which equals .75 full-time equivalent ("FTE") employees (three quarters of a full-time person). Even more significantly, the Report noted a 19.7 month backlog (1.64 FTEs) in the issuance of advice and advisory opinions. Even with the Education Officer position being vacant for eight months, we educated over 14,000 people through 171 programs across the State. However, the Report noted that the Commission could reduce its staff workload by implementing on-line registration for its education programs, citing Maryland as a model. The Report made no significant findings regarding complaints.

In addition to the four core functions discussed above, the Report noted that staff handles numerous administrative and miscellaneous tasks that in the aggregate consume the work of two FTEs. More alarmingly, the Report identified 150 State boards and commissions that may ultimately come under the Commission's jurisdiction after the establishment and application of new coverage criteria. If so, this would result in a *50% increase* in the number of covered boards, with the resulting impact on all Commission functions. This is the first time this possibility has been noted.

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 19, 2009

2:00 p.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

Office of Lieutenant Governor

- Additional Adjustments to Expenditure Accounts
- Reductions in the Senate Budget

Caroline Valand
Chief of Staff

Ethics Commission

- Additional Adjustments to Expenditure Accounts
- Review Adjustments to Contracts

Perry Newson
Executive Director

NC Housing Finance Agency (HFA)

- Adjustments to Continuation Budget
- Review Special Funds
- Senate Budget (no adjustments)
- Review Responses to Follow up Question

A. Robert Kucab
Executive Director

House Pages

Gov't Affairs

Name of Committee: _____ **Date:** 5/19/09

1. Name: Danner Washburn
   County: Forsyth
   Sponsor: Folwell
2. Name: Anna Killian
   County: Caldwell
   Sponsor: Rep. Phillip Frye
3. Name: Storm Morgan
   County: Guilford
   Sponsor: Maggie Jeffus
4. Name: _____
   County: _____
   Sponsor: _____
5. Name: _____
   County: _____
   Sponsor: _____

Sgt-At-Arms

1. Name: MARVIN LEE
2. Name: ROD FINGER
3. Name: _____

VISITOR REGISTRATION SHEET

2:00pm

Gov't Appro
Name of Committee

5/18/09
Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Alex Fisher	Daughter of Rep. Susan Fisher 7 Maple Ridge Cove Asheville, NC 28806
Sheri Flynn	DOC
GREG FLYNN	DOT
Samuel Jacobs	DOA
Vicky Young	DOT
Perry Newson	SEL
Carl Dean	OSP
Michael Houser	NC DOR

VISITOR REGISTRATION SHEET

Gov't Appro — 5/19/09 — 2:00pm

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Jack Hubbard	OSBM
Margaret MATRONE	NCHFA
Bob Kucab	NCHFA
Melanie Cohen	DCR
Christy Agner	DOA
Dennis Patterson	OSA

Lieutenant Governor

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	$966,706		$966,706	
Legislative Changes				
1110 Administration				
52 Eliminate Continuation Budget Increase	($5,673)	R	($5,673)	R
Eliminate funding increase in continuation budget:				
531321 Contr Empl Per IRS ($4,843)				
531461 EPA&SPA Longevity Pay ($ 830)				
Department-Wide				
53 Reduce Various Operating Accounts	($12,023)	R	($12,023)	R
Reduce various operating accounts in the following line items:	($16,831)	NR	($16,831)	NR
532400 PC Printer Support ($14,490)				
532400 LAN Support ($ 2,341)				
532700 Travel ($ 2,500)				
532800 Comm & Data Processing ($ 3,523)				
533100 General Supp & Exp ($ 6,000)				
Total Legislative Changes	($17,696)	R	($17,696)	R
	($16,831)	NR	($16,831)	NR
Total Position Changes				
Revised Budget	$932,179		$932,179	

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	Continuation Budget FY 09-10 Requested	Continuation Budget FY 10-11 Requested	Justificatio
13100	Office of Lieutenant Governor							
531321	Contracted Personal Services			$0	$0	$4,843	$4,843	
532199	Misc Contractual Services			$0	$0	$0	$0	
532521-532525	Rental/Lease Equipment			$0	$0	$0	$0	
5327xx	Travel/Related Expenses			$4,323	$1,682	$3,187	$3,187	
532814	Cellular Phone Services			$1,400	$684	$1,400	$1,400	
534500-534550	Furniture and Equipment Replacement Schedules			$5,137	$0	$1,300	$1,300	
5364AA	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
5366AA	Directed Grants	N/A	N/A	$0	$0	$0	$0	
5367AA	Loans	N/A	N/A	$0	$0	$0	$0	
5369AA	Other Aid and Grants	N/A	N/A	$0	$0	$0	$0	
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	

4

NORTH CAROLINA HOUSING FINANCE AGENCY

Memorandum

To: House Appropriations Subcommittee on General Government,
Representative Alice Underhill, Co-Chair
Representative Susan Fisher, Co-Chair

From: A. Robert Kucab
Executive Director, North Carolina Housing Finance Agency

Date: April 30, 2009

Re: Expanded Education and Review—Housing Trust Fund, Home Protection Program, HOME Program State Match, and ARRA funding available to N.C. Housing Finance Agency

The following information is provided as requested in the General Government Team memo of April 16, 2009.

The attached spreadsheet provides the information requested on the use of special funds, including the HOME Program State Match (23010-2200), Home Protection Program (23010-2950), and Housing Trust Fund (63011-6200).

Since the North Carolina Housing Finance Agency receives no operating funds from the General Assembly, items 1 and 3, Justification of Budget and information on the elimination of vacant positions, are not applicable. Please note, however, that the Agency's Board of Directors made the decision in October 2008 to lay off four employees and not to fill most vacancies. Of 118 authorized positions, only 108 are filled.

Item 6. ARRA will provide approximately $52 million for capital investments in Housing Credit projects that have already been awarded credits, but are stalled because of a lack of investors for Housing Credits. (Private investments of this kind normally provide half of the equity required to build a Housing Credit development.) In addition, ARRA authorizes the Agency, with approval of the Tax Reform Allocation Committee, to exchange up to 40% of the 2009 allocation of Housing Credits for direct federal investment at a rate of $.85 on the dollar. The purpose of these two provisions is to continue the production of affordable rental apartments and is limited to that activity. We are awaiting HUD and Treasury guidelines to begin this effort.

We are also awaiting HUD guidelines to determine whether we can compete for ARRA Neighborhood Stabilization Grant Program funds, directed to reducing the supply of vacant and foreclosed homes by providing loans to home buyers. (We have received a $4.2 million competitive award of 2008 Neighborhood Stabilization Funds through the Division of Community Assistance. We will make these HERA funds available in 23 counties as loans to help approximately 200 families buy vacant and foreclosed homes as their primary residence).

We are also in conversations with the Governor's Office of Economic Recovery and Department of Health and Human Services about how the Agency might assist in the distribution of ARRA Homeless Prevention Funds.

All these programs are important. If successful, they will reduce the housing problems caused by the economic crisis. However they do not duplicate or replace State funding, and are not sufficient either to alleviate all the housing problems being caused by the recession or to meet the severe housing needs that existed for approximately 300,000 North Carolina households before the recession began.

In addition to the spreadsheet, a copy of my testimony for the Committee's April 30 meeting is attached.

North Carolina Housing Finance Agency							
Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.							
The N.C. Housing Finance Agency is self-supporting and is not requesting any operating funds from the General Assembly.							
Expenditure Account: Contracted Personal Services (531321)							
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification	
Miscellaneous Contractual Services (532199)							
Rental/Lease of Equipment (532521 to 532525)							
Travel/Related Expenses (5327xx)							
Cellular Phone Services (532814)							
Furniture and Equipment Replacement Schedules (534500 to 534550)							
Discretionary Grants (5364AA)							
Directed Grants (5366AA)							
Loans (5367AA)							
Other Aid and Grants (5369AA)							
Direct Appropriations/Grants Nonprofits (accounts generally in 536Axx)							

North Carolina Housing Finance Agency					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Housing Finance Agency	HOME Program Match (23010-2200)	*GS122-A-5; Title 42, Chapter 130, Subchapter II, Part A*	10,273,291.02	State funds are appropriated to partially provide the 25% match required to receive approximately $20 million of federal HOME funds. These funds are available to build, finance or rehabilitate housing that is affordable to households with incomes below 80% of area median.	SL2003-284 29.1 State appropriations for the federal HOME Program match are, by statute, not to revert to the General Fund at the end of the FY. All monies in the special fund have been committed to specific projects or committed to a program application cycle that is currently underway. The State funds are increasingly critical. The General Assembly currently appropriates $1.6 million annually toward the $5 million match requirement, and the Agency uses other resources, particularly Mortgage Revenue Bonds, to provide the rest. Because of the upheaval in the bond market, the Agency has been unable to issue bonds for a year. Unless the market rebounds, the Agency is in danger of losing this source of match funds.
	Home Protection Program (23010-2950)	GS122-A-5.14	2,599,406.13	Provides bridge loans and counseling to help workers who lose their jobs because of changing economic conditions to avoid losing their homes to foreclosure. Reimburses local counseling agencies for necessary prequalification services, counseling, and outreach. Loans up to $24,000 pay the homeowners' mortgage and related obligations up to 24 months, while they re-train or seek new employment. These funds strengthened the State's application for federal National Foreclosure Mitigation Program funds.	Uses are specified in the statute. All funds have been committed to finance loans or to fund counseling through Board Resolutions and/or signed contracts.
	N.C. Housing Trust Fund (63011-6200)	*GS 122A-11 and -18*	47,057,961.79	To increase the supply of affordable homes and apartments for N.C. residents of very low income.	Uses and income targeting are specified by statute. All monies have been committed to specific projects or committed to application cycles that are currently underway. These include commitments to 154 projects through Board Resolution and/or signed contracts.

North Carolina Housing Finance Agency						
Please provide information on any fees your agency charges or plans to charge.						
The North Carolina Housing Finance Agency is self-supporting.						
Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes

North Caroli	using Finance Agency				
Please describe current funding formulas and detail how they are calculated.					
Funding awards for housing financed using the HOME Program or Housing Trust Fund are based on competitive proposals for projects. In addition, proposed rental and supportive housing developments are individually underwritten by Agency staff to determine the appropriate funding amount. Loans to homeowners under the Home Protection Program are individually underwritten, and local counseling agencies are only reimbursed for services provided under contract with the Agency.					
Program Name	**Recipients of Funding**	**Current Statutory Policy of Allocation**	**Current Amount of Funding**	**Formula Calculation**	**Notes**

Housing Trust Fund, Home Protection Program, HOME Program Match
Testimony before the House Appropriations Subcommittee on General Government
A. Robert Kucab, Executive Director
North Carolina Housing Finance Agency
April 30, 2009

Good morning everyone.

To the co-chairs and members, thank you for this opportunity. I know you have a daunting job with the budget and I appreciate the care you are taking with it.

My testimony will be on the Housing Trust Fund, the HOME Program match, and the Home Protection Program. It responds to items requested in the General Government Team memo of April 16, and includes an update on federal stimulus funds.

Our Agency is self-supporting. Since we receive no operating funds from the General Assembly, items on the Justification of Budget and elimination of vacant positions are not applicable. We pay our expenses through the net interest margin on loans that we finance for first-time home buyers and by fees that we earn from administering programs as determined through our cost allocation system.

We have had to react quickly to the changing bond and mortgage markets. We stopped filling vacant positions last year and we started proactively reducing our operating expenses. Our Board made the difficult decision in October 2008 to lay off four staff, and of 118 authorized positions, only 109 are filled.

Further, we have already reduced our loan programs. Each year our Board and management team allocate funds from all sources to address a range of housing priorities. In 2008 we suspended programs that were succeeding, but that exceeded available funds.

We are reluctant to scale back further because we know that severe housing problems affect everything from the health and wealth of families, to the educational success of children.

Approximately 300,000 North Carolina households have a severe housing problem and, tragically, almost 11,000 persons are homeless.

All the funds you appropriate to the Trust Fund, Home Protection Program, and HOME Program match create housing and jobs. None of the money is used to pay operating expenses or staff salaries. Quite simply, these are vital programs that are unduplicated, statewide, and critical to solving severe housing problems.

In fiscal year 2008/2009, the appropriations were: $17 million for the Trust Fund; $1.6 million for the HOME match, and $3 million for the Home Protection Program. Holdbacks have reduced these appropriations by about $1.5 million so far this year and that will result in roughly 150 fewer homes and 120 fewer jobs.

Both the Governor and the Senate budget proposals would maintain the recurring appropriations for these programs in next year's budget. However in both proposals, the Trust Fund would lose the nonrecurring $7 million appropriated last year to finance apartments for persons with disabilities.

It's important to mention that these are the only state funds appropriated just for housing construction and they directly support our economic recovery. Your investment in these programs can be seen at every job site because housing puts people to work.

First, the Housing Trust Fund. The Trust Fund is the State's most flexible and successful housing finance program and it has been recognized nationally for its creativity and impact. All appropriations are invested in bricks and mortar; our Agency pays the administrative cost.

The balances shown on your spreadsheet reflect the fact that housing production is a multi-year process and our commitments are for permanent, not construction, loans. However, our funds must be in place before a sponsor can secure a construction loan. The entire balance shown in the spreadsheet has been committed, either to specific projects that are under development, or to programs where development proposals are being assembled.

The Trust Fund is used to meet critical needs that are ineligible under other programs and it is used in projects that cannot be developed under complex federal rules, particularly in rural counties.

The Trust Fund is used to leverage about $4 of public and private funds for every $1 of state money, and every $1 invested returns $.61 in state and local tax revenue.

The Trust Fund is used to generate creative partnerships, such as those with Advanced Energy and the Community Investment Corporation of the Carolinas, and with state agencies like the Independent Living Services Program and the Childhood Lead Poisoning Prevention Program.

We are very proud that just over the past week we helped to open the Interact Shelter for domestic violence survivors in Raleigh, the Fifth Street Ministry Shelter for the homeless in Statesville, and the Travis Porter Veterans' Resource Center in Durham for homeless and disabled veterans.

The Trust Fund has now helped over produce over 1,000 homes that are built to SystemVision standards for high energy-efficiency—including Habitat homes from New Bern to Pittsboro to Asheville.

The Trust Fund was the match to leverage new federal money for the Department of Labor's Individual Development Account Program, which helps very-low income persons repair their credit and save for a home purchase, all because of the Trust Fund.

In 2009, funds will be invested in:

- Supportive housing and independent apartments for persons with disabilities,
- Emergency repairs and accessibility modifications for elderly and disabled persons,
- First home purchases targeting the reuse of foreclosed homes, and
- Rental development and preservation of older, subsidized rental properties, both targeting 10% of units to persons with disabilities.

As to the HOME match, North Carolina is eligible to receive about $20 million of housing funds annually under the federal HOME Program. HOME funds are used to build, finance, or rehabilitate housing that is affordable to low-income families—below 80% of local median income.

However a 25% state match is required—approximately $5 million a year. While the General Assembly provided the entire match at the beginning, the amount has gradually been reduced to only $1.6 million in the current budget.

The balance you see on the spreadsheet represents match funds provided for previous years, which is committed to disabled tenants for rent assistance or to specific projects that are under construction.

In 2009, if we draw down the maximum amount, HOME will build or preserve over 1,600 homes and apartments—it will rehabilitate 200 substandard homes owned by seniors and persons with disabilities, provide second mortgages or down payment assistance for 825 low-income first time buyers, and offer loans to reduce debt service and offer affordable rents at over 650 apartments.

So far, HUD has accepted other housing investments by our Agency to make up the difference between the $1.6 million appropriated and the required 25% match. However, it is increasingly difficult –if not impossible—for the Agency to compensate for continuing cuts. For the last year, market conditions have made it impossible to sell housing bonds, which have been a major

source for match in the past. Unless the market rebounds, the Agency is in danger of losing this source of match funds. State match in critical.

And finally, the Home Protection Program. This Program provides bridge loans and counseling to help workers who lose their jobs because of changing economic conditions to avoid losing their homes to foreclosure. It is the only source for a loan to pay the mortgages of displaced workers while they participate in job training or an employment search. As job losses increase, the Home Protection Program is all the more vital.

All the appropriated funds are used for bridge loans to make mortgage payments or to pay for services by 23 local counseling agencies. Our Agency administers the program and again, we pay all of our own costs.

The balance shown on the spreadsheet represents funds that are committed under signed contracts to finance bridge loans or fund counseling for home owners. The Home Protection Program also provided a match for two rounds of federal housing counseling funds that we were successful in receiving from NeighborWorks.

The results are very clear: Through February 2009,

- 392 families have received loans averaging $10,700,
- more than 4,000 displaced workers have received foreclosure mitigation counseling or stays-of-foreclosure,
- $49 million of property has been saved, and
- $18 – $25 million of property value has been preserved in the local tax base.

The Home Protection Program is effective and becoming more so since being moved from pilot to permanent, statewide status in 2008.

Although the federal stimulus bill provides important benefits, it does not duplicate these State investments. Under the American Recovery and Reinvestment Act (ARRA), our Agency is responsible for administering $52 million to cure Housing Credit apartment developments that are stalled because the current economy has brought private equity investments to a standstill. (Private investments normally provide about half the equity required to build a Housing Credit development with affordable rents.) These family and senior apartment communities were awarded federal Housing Credits in 2007 and 2008, and most are shovel-ready. In addition, ARRA authorizes the Agency, with approval of the Tax Reform Allocation Committee, to exchange up to 40% of the 2009 allocation of Housing Credits for direct federal investment at a rate of $.85 on the dollar. The purpose of these two provisions is to continue the production of affordable apartments and the funding is limited to that activity. We are awaiting HUD and Treasury guidelines to begin this effort.

We are also awaiting HUD guidelines to determine whether we can compete for the second round of Neighborhood Stabilization Grant funds, which are directed toward reducing the supply of vacant and foreclosed homes by providing mortgage assistance to home buyers. The Agency will manage $4.2 million of these funds authorized by Congress in 2008 and which are administered in North Carolina by the Division of Community Assistance (DCA). Under contract with DCA ,we will make the $4.2 million available in 23 counties as second mortgages to help approximately 200 families buy vacant and foreclosed homes as their primary residence.

We are also in conversations with the Governor's Office of Economic Recovery and the Department of Health and Human Services about how the Agency might assist in the distribution of Homelessness Prevention and Rapid Re-housing Funds, which will be used to pay for rent and services to prevent homelessness.

In conclusion, the Trust Fund, the HOME Program match, and the Home Protection Program are all vital to our mission and all create housing opportunities for persons not served by the market.

All three are investments in economic recovery, generating jobs and local and state tax revenues, and all three strengthen families, neighborhoods, and communities.

Thank you again for this opportunity.

Appropriations Subcommittee on General Government
Minutes

Room 1425
May 19, 2009
2:00 P.M.

The Appropriations Subcommittee on General Government met on May 19, 2009, at 2:04 p.m. in room 1425 LB. Representative Susan Fisher chaired the meeting.
In addition to Chairman Susan C. Fisher, also present were Representative Alice Underhill, Chair; Rep. Russell Tucker, Vice Chair; Representative Larry Brown, Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills, and Representative Jane Whilden. Staff present: Michele Nelson, Claire Hester and Sarah Poteat. House Pages serving were Danner Washburn from Forsyth County, Anna Killian from Caldwell County and Storm Morgan from Guilford County. Also in attendance: Committee Clerk Lynn Tennant and Sergeant at Arms Judy Turner and Martha Parrish.

Caroline Valand, Chief of Staff, Office of the Lieutenant Governor, continued speaking from a handout she had given in the 8:30 a.m. meeting and confirmed having ten people on staff. Representative Floyd requested a list of positions. Representative Cleveland inquired about personnel and any open positions. Ms. Valand stated that they have money in the line item but did not fill staff and; therefore, are understaffed. Rep. Cleveland asked how many positions were budgeted and she responded 12 but they have ten.

Representative Fisher made an adjustment to the subcommittee team adding Rep. Larry Brown to Rep. Steen's team.

Representative Underhill clarified that she was trying to understand the numbers: they have $20 million to find from what was proposed in the Senate budget and it must be recurring due to House rules. Representative Tucker requested to see the entire budget.

Representative Floyd inquired which is the highest of seventeen agencies and Ms. Valand responded Administration.

Perry Newson, Executive Director of the Ethics Commission was introduced next and reviewed the handout (attached).

Representative Tucker inquired if the laws were posted on the website and Mr. Newson responded that the Ethics and Lobby laws are.

Rep. Larry Brown inquired if programs could be done online. Mr. Newson responded absolutely. They thought in person was important but are seeing that the internet is the wave of the future. It is a nominal cost to develop and to maintain.

Representative Brown followed up by saying that it would save mileage and time not having staff out of the office.

Representative Fisher stated that this meeting would be continued after session and introduced Mr. Bob Kucab, Executive Director, NC Housing Finance Agency. Mr. Kucab stated that "the N.C. Housing Finance Agency has three appropriations in the Governor's proposed budget and the Senate-adopted budget for fy2010. They are: the Housing Trust Fund ($10 million recurring, which represents a reduction of $7 million of nonrecurring funds from fy2009), the Home Protection Program ($3 million recurring), and the federal HOME Program match ($1,608,000 recurring). The Governor and the Senate had the same recurring amounts."

"These appropriations are very important to our Agency's work and they provide direct benefits to the State. They are all bricks and mortar, provide a leveraging of other public and private money, produce jobs, create tax base, and solve tough housing problems."

"We know that other State agencies are cutting their operating budgets and some may be asked to do more."

"Our Agency is self-supporting, that's the way our statute set us up in 1973—we pay our own staff and operating costs, and the General Assembly only invests money through us to build housing for persons of very-low income. We stay self supporting by earning money from contracts that we manage and the net interest margin on loans we make to home buyers and apartment developers."

"In the fall of 2008, we saw the real estate market contracting and we started to cut back our operations. We laid-off four staff and we stopped filling vacant positions. We cut operating expenses, like travel, and saved about 10% from our operating budget in fy2009. Our target is to save another 5% next fiscal year. We have had to achieve savings because we are responsible for the "AA" credit rating on our debt, not the State. During these times, we have been forced to make cuts in operating costs before others. That's our responsibility. Nevertheless, the three State appropriations that I mentioned earlier are very important to us, because they are all invested in bricks and mortar, and they address difficult housing problems as I have shared examples with this Subcommittee. The appropriations do not duplicate the work of any of the federal stimulus money. Our Agency will also pay all the administrative costs."

The meeting adjourned at 2:45 p.m., in time for session, to reconvene immediately after session adjourns.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 19, 2009

2:00 p.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

Office of Lieutenant Governor

- Additional Adjustments to Expenditure Accounts
- Reductions in the Senate Budget

Caroline Valand
Chief of Staff

Ethics Commission

- Additional Adjustments to Expenditure Accounts
- Review Adjustments to Contracts

Perry Newson
Executive Director

NC Housing Finance Agency (HFA)

- Adjustments to Continuation Budget
- Review Special Funds
- Senate Budget (no adjustments)
- Review Responses to Follow up Question

A. Robert Kucab
Executive Director

House Appropriations Subcommittee on General Government

Response to Follow up Question

HOUSING FINANCE AGENCY

Follow up Question

Housing Finance Agency:

- Please provide figures on the default rates of the Neighborhood Stabilization Grants program (second mortgages). (Rep. Cleveland)

Michele Nelson (Fiscal Research)

From: Margaret Matrone [mamatrone@nchfa.com]
Sent: Thursday, April 30, 2009 5:22 PM
To: Michele Nelson (Fiscal Research)
Subject: RE: Follow-up Question to Agency Presentation on April 30

Michele,

The Neighborhood Stabilization Program is so new that the Agency hasn't received its contract or any funding yet, so of course we haven't made any loans to home buyers yet.

In his remarks today, Bob was referring to the fact that we have provided similar second mortgages and down payment assistance to home buyers for many years, and that those loans have been overwhelmingly successful.

I've asked our IT group to pull together a snapshot on those loans.

Margaret

From: Michele Nelson (Fiscal Research) [mailto:Michele.Nelson@ncleg.net]
Sent: Thursday, April 30, 2009 2:13 PM
To: Bob Kucab
Cc: Margaret Matrone
Subject: Follow-up Question to Agency Presentation on April 30
Importance: High

Housing Finance Agency:

- Please provide figures on the default rates of the Neighborhood Stabilization Grants Program, specific to second mortgages.

Please provide the response no later than 11:00 a.m. on Monday, May 4.

Thank you.

~~~~~~~~~~~~~~~~~~~~~
Michele T. Nelson
(correct spelling)
FRD, Room 616
919-301-1959
919-715-3589 (Fax)
919-754-3605 (Alt Fax)
michelene@ncleg.net
~~~~~~~~~~~~~~~~~~~~~

Michele Nelson (Fiscal Research)

From: Margaret Matrone [mamatrone@nchfa.com]
Sent: Monday, May 04, 2009 11:09 AM
To: Michele Nelson (Fiscal Research)
Subject: FW: Follow-up Question to Agency Presentation on April 30

Michele,

Since the NSP loan will become available in June, there's no track record on their foreclosure rates.

As Bob mentioned Thursday, we've offered second mortgages as down payment assistance with our first mortgages for many years. The NSP seconds will also be offered in combination with our first mortgages, so we expect the experience to be similar. (The NSP second mortgages will have an interest rate of zero percent, deferred five years, and forgiven at a rate of 20% a year, as long as the buyers continue to live in the home as their primary residence—so you can see that the purpose is to make the home more affordable by reducing the monthly mortgage cost. All the NSP buyers will be required to complete 8 hours of home buyer training. Also, the loans are all FHA insured or VA guaranteed.)

Foreclosure rates on FirstHome Mortgages that also had NCHFA seconds (down payment assistance) were: 2006—2%, 2007—1.9%; 2008—0.9%; Jan-March, 2009—0.54%.

I hope this is helpful.
Best,

Margaret

Margaret Matrone
Director of Government Relations and Communications
N.C. Housing Finance Agency
3508 Bush Street
Raleigh, NC 27609
919-877-5606
Fax: 919-877-5701

From: Margaret Matrone
Sent: Thursday, April 30, 2009 5:22 PM
To: 'Michele Nelson (Fiscal Research)'
Subject: RE: Follow-up Question to Agency Presentation on April 30

Michele,

The Neighborhood Stabilization Program is so new that the Agency hasn't received its contract or any funding yet, so of course we haven't made any loans to home buyers yet.

In his remarks today, Bob was referring to the fact that we have provided similar second mortgages and down payment assistance to home buyers for many years, and that those loans have been overwhelmingly successful.

State Ethics Commission
Fund Code 1810

Possible Budget Cuts & Reductions – May 19, 2009

Code No.	Description	2008-09 Authorized	Reduction Amount	Explanation/information
53 2512	Rent/Lease – Buildings/Office	60,000	60,000	Eliminate rent money as long as Commission is housed in State-owned space (four years *only* – currently in temporary space); $60,000 appropriated in 2008 legislative session
53 2513	Rent/Lease-Other Facilities	4,250	250	For education programs (*e.g.*, rent History Museum, Rural Center, McKimmon Center for education programs); need to retain at least $4000 to provide quarterly distance education programs
53 3720	Educational Supplies	8,419	2744	$10,000 appropriated in 2008 for "Law Books" (Ethics, Lobbying, & other related statutes, rules, & regulations); need to reserve money for creation & maintenance of a statewide online education program*
TOTAL:			**62,994**	**Equals approximately 6.5 % of current $968,000 budget**

*** Need funding for development, hosting, & maintenance of an online, web-based education course.**

						SFY 09-10				SFY 10-11				
							Source of Funds				Source of Funds			
Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	Total Amount in Continuation Budget	Federal	State	Other	Total Amount in Continuation Budget	Federal	State	Other	Automatic Increases Built into Contract Terms
14600	1111	Administrative Services	Joe Smith Consulting, Inc.	Training consultant	01/01/2008 - 12/31/2012	$150,000	$50,000	$100,000	$0	$157,500	$50,000	$107,500	$0	5% increase each year
14100 - DOA	1810	Ethics Commission	The Avery P.C., by and through Isaac T. Avery, III, to provide independent legal services at the rate of $75.00 per hour worked up to a maximum of $72,000	The Avery P.C. was to provide legal services on any matter pertaining to the State Government Ethics Act (Chapter 138A of the North Carolina General Statutes) and the lobbying law (Chapter 120C) as requested by the Commission, specifically including, but not limited to, the research, drafting, and issuance of advisory opinions, the evaluation of Statements of Economic Interest ("SEIs") filed by covered public officials, and assisting with complaint investigations and SEI fine appeals.	08/1/08 -- 06/30/09	$0.00, but continuation funding is needed & requested	$0		$0	$0	$0	$0		
14100	1810	Ethics Commission	Pamela Brewington Cashwell, Attorney	In October 2008, the Commission contracted with Pamela Brewington Cashwell to provide independent legal services at the rate of $75.00 per hour worked up to a maximum of $50,000 primarily to research and create any necessary coverage criteria under the Ethics Act and then apply those criteria to all covered and noncovered boards and commissions. The contract runs through June 30, 2009.	10/01/08 -- 06/30/09	$0.00, but continued funding is needed & requested	$0		$0	$0	$0	$0		

VISITOR REGISTRATION SHEET

2:00 pm

Gov't Approps
Name of Committee

5/18/09
Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Alex Fisher	Daughter of Rep. Susan Fisher 7 Maple Ridge Lane Asheville, NC 28806
Sheri Flynn	OSC
GREG FLYNN	SELF
Samuel Jacobs	DOA
Vicky Young	DOT
Perry Newson	SEL
Carl Dean	OSP
Michael Houser	NC DOR

VISITOR REGISTRATION SHEET

Gov't Appr 5/19/09 2:00pm

Name of Committee Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Jack Hubbard	OSBM
Margaret MATRONE	NCHFA
Bob Kucab	NCHFA
Melanie [illegible]	DER
Christy Agner	DOA
Dennis Patterson	OSA

House Pages

Gov't Affrs

Name of Committee: _____ Date: 5/19/09

1. Name: Danner Washburn
   County: forsyth
   Sponsor: Folwell
2. Name: Anna Killian
   County: Caldwell
   Sponsor: Rep. Phillip Frye
3. Name: Storm Morgan
   County: Guilford
   Sponsor: Maggie Jeffus
4. Name: _____
   County: _____
   Sponsor: _____
5. Name: _____
   County: _____
   Sponsor: _____

Sgt-At-Arms

1. Name: MARVIN LEE
2. Name: ROD FINGER
3. Name: _____

Convene: 2:04 PM
Adjourn: 2:45 PM

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

DATES	5/19/09 2:00 PM														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair															
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown	✓														
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills															
Rep. Jane Whilden	✓														
michele															
Claire															
Sarah															

House Appropriations Subcommittee on General Government

Room 1425
May 19, 2009
3:30 pm - After Session

Representative Susan C. Fisher, Chair, called the meeting of the Appropriations Subcommittee on General Government to order on May 19, 2009, immediately after session at 3:30 p.m. and the following members were present: Representative Alice Underhill, Chair; Representative Fred Steen, Vice-Chair; Representative Russell Tucker, Vice Chair; Representative Larry Brown, Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills, and Representative Jane Whilden. Staff present: Michele Nelson, Claire Hester, Sarah Poteat and Committee Clerk, Lynn Tennant. Judy Turner, Martha Parrish and Rod Finger served as Sergeant at Arms. No pages were present.

The meeting resumed with Representative Fisher calling Robert Kucab with the NC Housing Finance Agency (HFA) to finish speaking. Mr. Kucab continued with this explanation of the FY 2010 budget proposal. He commented on the three areas of appropriation: the Home Match that has been reduced but they have continually been able to secure these funds because it is becoming increasingly more difficult. Second is the Home Protection Program that helps people who have lost their job to not lose their home and third, the Trust Fund. It addressed unique needs each year reaching the most vulnerable citizens by helping build a homeless shelter and a center helping victims of domestic violence and substance abuse.

Representative Tucker inquired about the Home Match and if they drawn down any money from this. Mr. Kucab responded that they do not draw down money from this but save a home and a mortgage and have saved fifty million in real estate already. They have drawn down five million dollars over two years by using their Home Protection Program as the States contribution.

Rep. Cleveland inquired about the adjusted continuation budget and how it is broken down. Mr. Kucab responded that it is broken down into the Housing Trust Fund which is ten million dollars of recurring money, the Home Protection Program which is three million dollars in recurring money and the Federal Home Program match which is one million six hundred and eight thousand dollars. Representative Brown suggested that they do everything possible to protect the money the Housing Finance Agency is receiving in matching funds.

Representative Fisher called on the committee to look for targeted cuts. Michele Nelson stated that a budget preparation worksheet, attached, would be passed out for the committee's review.

Representative Brown made a motion to "hold harmless, taking the Senate's position," regarding Housing Finance Agency, until they have gone through the rest of the budget. The motion was seconded.

Representative Cleveland stated his concerns about taking the (HFA) off the table until the budget is together because he believes this does a disservice to other agencies facing cuts.

Representative Brown stated that this money is not just sitting around but it committed to other projects.. Mr. Kucab confirmed this statement stating that they had to get the money together and get the construction loan while other projects are in process, but the majority of the money is for projects under construction now. Further discussion took place regarding the amount of money committed to projects.

Representative Fisher called for a vote on the Motion on the table. Representatives Steen, Tucker, Brown, Floyd, and Whilden voted in favor and Representatives Cleveland and Mills voted against the Motion.

Representative Fisher then requested any comments or discussion regarding the Ethics Commission. Discussion took place clarifying understanding and targets.

A Motion was made by Representative Tucker to take the cuts offered earlier in the day from the Ethics Commission. Representative Whilden seconded the Motion. All voted in favor of the Motion.

Representative Fisher stated that she hoped all agencies would follow the Ethics Commission lead and offer up the cuts they are willing to take.

Further discussion took place regarding the Lt. Governor's office and their staff vacancies and salaries.

A Motion was made by Representative Floyd to take the available positions in the Lt. Governor's office, including benefits. Representative Tucker seconded the Motion. The Motion carried with all present voting in favor.

Brief discussion took place regarding the schedule for the 8:30 a.m. meeting tomorrow.

The meeting adjourned at 4:12 p.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 19, 2009

2:00 p.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

Office of Lieutenant Governor

- Additional Adjustments to Expenditure Accounts
- Reductions in the Senate Budget

Caroline Valand
Chief of Staff

Ethics Commission

- Additional Adjustments to Expenditure Accounts
- Review Adjustments to Contracts

Perry Newson
Executive Director

NC Housing Finance Agency (HFA)

- Adjustments to Continuation Budget
- Review Special Funds
- Senate Budget (no adjustments)
- Review Responses to Follow up Question

A. Robert Kucab
Executive Director

4100 -
14100 Department of Administration - General
1810 State Ethics Commission

CODE (1)	DESCRIPTION (2)	2007-2008 ACTUAL (3)	2008-2009 CERTIFIED (4)	2008-2009 AUTHORIZED (5)	2009-2010 INCR/DECR (6)	2009-2010 TOTAL (7)	2010-2011 INCR/DECR (8)	2010-2011 TOTAL (9)
REQUIREMENTS								
53 1211	SPA-REG SALARIES-APPRO	510,195	664,849	664,849	0	664,849	0	664,849
53 1421	HOLIDAY PAY - APPRO	430	0	0	0	0	0	0
53 1461	EPA&SPA-LONGVTY PAY-APPR	10,611	2,998	2,998	8,764	11,762	8,764	11,762
53 1511	SOCIAL SEC CONTRIB-APPRO	38,065	50,786	50,786	671	51,457	671	51,457
53 1521	REG RETIRE CONTRIB-APPRO	40,471	52,305	52,305	714	53,019	714	53,019
53 1561	MED INS CONTRIB-APPRO	33,100	41,562	41,562	0	41,562	0	41,562
53 1576	FLEXABLE SPENDING SAVING	1,116	0	0	0	0	0	0
53 1651	COMPENSATION TO BOARD ME	525	1,680	1,680	0	1,680	0	1,680
TOTAL PERSONAL SERVICES		634,513	814,180	814,180	10,149	824,329	10,149	824,329
53 2110	LEGAL SERVICES	40,826	230,000	230,000	-230,000	0	-230,000	0
53 2140	INFORMATN TECHNOLOGY SVC	584	0	0	0	0	0	0
53 2143	LAN SUPPORT SERVICES	3,205	200	200	0	200	0	200
53 2144	PC/PRINTER SUPPORT SERV	7,240	5,400	13,558	0	13,558	0	13,558
53 2170	ADMIN SERVICES	10,725	0	0	0	0	0	0
53 2300	REPAIR SERVICES	0	450	450	0	450	0	450
53 2400	MAINTENANCE AGREEMENTS	900	1,498	1,498	0	1,498	0	1,498
53 2500	RENTALS/LEASES	4,250	64,000	64,250	0	64,250	0	64,250
53 2700	TRAVEL&OTHER EMPLOYEE EX	7,042	17,740	12,425	0	12,425	-194	12,231
53 2800	COMMUNICATION&DATA PROC	13,902	32,275	18,779	0	18,779	0	18,779
53 2900	OTHER SERVICES	1,379	710	1,679	0	1,679	0	1,679
TOTAL PURCHASED SERVICES		90,053	352,273	342,839	-230,000	112,839	-230,194	112,645
53 3100	GENERAL ADMIN SUPPLIES	10,280	6,749	15,862	0	15,862	0	15,862
53 3200	FACILITY & HARDWARD SUPP	360	200	560	0	560	0	560
53 3700	RESEARCH/DEVELOP& ED SUP	8,419	300	8,419	0	8,419	0	8,419
TOTAL SUPPLIES		19,059	7,249	24,841	0	24,841	0	24,841
53 4500	EQUIPMENT	3,241	4,000	4,000	-3,000	1,000	-3,000	1,000
53 4700	INTANGIBLE ASSETS	384	1,000	1,000	0	1,000	0	1,000
TOTAL PROPERTY,PLANT & EQUIPMT		3,625	5,000	5,000	-3,000	2,000	-3,000	2,000
53 5800	OTHER ADMINISTRATIVE EXP	425	8,200	8,200	-5,000	3,200	-5,000	3,200

TOTAL OTHER EXPENSES & ADJUSTMEN	425	8,200	8,200	-5,000	3,200	-5,000	3,200
53 8990 TRSFR TO SUBSEQUENT YEAR	83,545	0	0	0	0	0	0

4100 -
14100 Department of Administration - General
1810 State Ethics Commission

CODE (1)	DESCRIPTION (2)	2007-2008 ACTUAL (3)	2008-2009 CERTIFIED (4)	2008-2009 AUTHORIZED (5)	2009-2010 INCR/DECR (6)	2009-2010 TOTAL (7)	2010-2011 INCR/DECR (8)	2010-2011 TOTAL (9)
REQUIREMENTS								
TOTAL INTRAGOVERNMENTAL TRANSACT		83,545	0	0	0	0	0	0
TOTAL REQUIREMENTS		831,220	1,186,902	1,195,060	-227,851	967,209	-228,045	967,015
ESTIMATED RECEIPTS								
43 4134	PRINT/BIND DUP SVCS	135	0	0	0	0	0	0
43 5500	FINES, PENALTIES, FEES	3,070	0	0	0	0	0	0
43 7127	PROCUREMENT CARD REBATES	11	0	0	0	0	0	0
53 8308	COPIER REIMBURSEMENT	547	0	0	0	0	0	0
43 8990	PRIOR YEAR CARRYFORWARD	90,189	0	0	0	0	0	0
TOTAL RECEIPTS		93,952	0	0	0	0	0	0
NET APPROPRIATION		737,268	1,186,902	1,195,060	-227,851	967,209	-228,045	967,015

20000071

3100 -
13100 Office of the Lieutenant Governor - General Fund
1110 Administration

CODE (1)	DESCRIPTION (2)	2007-2008 ACTUAL (3)	2008-2009 CERTIFIED (4)	2008-2009 AUTHORIZED (5)	2009-2010 INCR/DECR (6)	2009-2010 TOTAL (7)	2010-2011 INCR/DECR (8)	2010-2011 TOTAL (9)
REQUIREMENTS								
53 1111	EPA-REG SALARIES-APPRO	610,758	597,276	605,423	0	605,423	0	605,423
53 1141	SEC/COUNCIL OF ST SAL-AP	119,901	119,902	119,901	0	119,901	0	119,901
53 1321	CONTR EMPL PER IRS APPRO	5,215	0	0	4,843	4,843	4,843	4,843
53 1411	STRAIGHT TIME OT- APPRO	11	0	0	0	0	0	0
53 1421	HOLIDAY PAY	89	0	0	0	0	0	0
53 1452	DUAL EMPLOY WAGES - RECE	4,667	0	0	0	0	0	0
53 1461	EPA&SPA-LONGVTY PAY-APPR	8,373	5,762	5,762	830	6,592	830	6,592
53 1511	SOCIAL SEC CONTRIB-APPRO	52,557	52,793	52,793	0	52,793	0	52,793
53 1512	SOCIAL SEC. CONTR.- RECP	357	0	0	0	0	0	0
53 1521	REG RETIRE CONTRIB-APPRO	54,260	56,300	56,300	0	56,300	0	56,300
53 1561	MED INS CONTRIB-APPRO	43,799	49,499	49,499	0	49,499	0	49,499
53 1575	EMPLOYEE ASSISTANCE PROG	97	0	0	0	0	0	0
53 1576	FLEXABLE SPENDING SAVING	904	0	0	0	0	0	0
53 1652	COMPEN TO OTH ELECTED OF	11,500	11,500	11,500	0	11,500	0	11,500
TOTAL PERSONAL SERVICES		912,488	893,032	901,178	5,673	906,851	5,673	906,851
53 2140	INFORMATION TECH SERV	1,228	0	1,228	0	1,228	0	1,228
53 2143	LAN SUPPORT SERVICES	3,633	6,230	3,633	0	3,633	0	3,633
53 2144	PC/PRINTER SUPPORT SERVI	14,490	0	14,490	0	14,490	0	14,490
53 2300	REPAIR SERVICES	205	984	985	0	985	0	985
53 2400	MAINTENANCE AGREEMENTS	0	400	400	0	400	0	400
53 2500	RENTALS/LEASES	120	300	420	0	420	0	420
53 2700	TRAVEL&OTHER EMPLOYEE EX	3,187	4,323	3,187	0	3,187	0	3,187
53 2800	COMMUNICATION&DATA PROC	25,897	34,219	22,081	-763	21,318	-763	21,318
53 2900	OTHER SERVICES	210	272	210	0	210	0	210
TOTAL PURCHASED SERVICES		48,970	46,728	46,634	-763	45,871	-763	45,871
53 3100	GENERAL ADMIN SUPPLIES	4,620	7,491	4,620	0	4,620	0	4,620
53 3200	FACILITY & HARDWARE SUPP	0	50	0	0	0	0	0
53 3600	DRUGS/PHARMACEUTICAL SUP	0	10	0	0	0	0	0
53 3700	RSEARCH/DEVELOP&ED SUP	0	50	0	0	0	0	0
53 3900	OTHER MATERIALS & SUPPLI	28	700	0	0	0	0	0
TOTAL SUPPLIES		4,648	8,301	4,620	0	4,620	0	4,620
53 4500	EQUIPMENT	0	5,137	1,300	0	1,300	0	1,300

53 4700 INTANGIBLE ASSETS	0	500	0	0	0	0	0
TOTAL PROPERTY,PLANT & EQUIPMT	0	5,637	1,300	0	1,300	0	1,300

3100 -
13100 Office of the Lieutenant Governor - General Fund
1110 Administration

CODE (1)	DESCRIPTION (2)	2007-2008 ACTUAL (3)	2008-2009 CERTIFIED (4)	2008-2009 AUTHORIZED (5)	2009-2010 INCR/DECR (6)	2009-2010 TOTAL (7)	2010-2011 INCR/DECR (8)	2010-2011 TOTAL (9)
REQUIREMENTS								
53 5800	OTHER ADMINISTRATIVE EXP	7,652	7,798	7,672	0	7,672	0	7,672
53 5900	OTHER EXPENSES	392	300	392	0	392	0	392
TOTAL	OTHER EXPENSES & ADJUSTMEN	8,044	8,098	8,064	0	8,064	0	8,064
53 8990	CASH CARRY FORWARD	18,985	0	0	0	0	0	0
TOTAL	INTRAGOVERNMENTAL TRANSACT	18,985	0	0	0	0	0	0
TOTAL	REQUIREMENTS	993,135	961,796	961,796	4,910	966,706	4,910	966,706
ESTIMATED RECEIPTS								
43 4134	PRNT,BIND&DUP-OUTSIDE	124	0	0	0	0	0	0
43 7127	PROCUREMENT CARD REB	39	0	0	0	0	0	0
53 8210	REIM- EMPLOYEES ON LOAN	6,459	0	0	0	0	0	0
43 8990	CASH CARRY FORWARD	30,755	0	0	0	0	0	0
TOTAL	RECEIPTS	37,377	0	0	0	0	0	0
NET	APPROPRIATION	955,758	961,796	961,796	4,910	966,706	4,910	966,706

B0077: Position Attributes

No exceptions are defined

Org Unit			Position		Employee Name	MAR 2009 Budgeted Amount	MAR 2009 Fund Percent
20000120	BRDS&COMM	Ethics	60088563	Administrative Assistant III	CARPENTER, BETH	50,658.00	100.00
20000120	BRDS&COMM	Ethics	60088564	Executive Director Board Of Ethics	NEWSON, PERRY	105,971.00	100.00
20000120	BRDS&COMM	Ethics	60088567	Attorney II	SHUPING, MARY	85,280.00	100.00
20000120	BRDS&COMM	Ethics	60088570	Attorney II	EDWARDS, KATHLEEN	93,503.00	100.00
20000120	BRDS&COMM	Ethics	60088571	Attorney II	LUNDBERG, SUSAN	93,503.00	100.00
20000120	BRDS&COMM	Ethics	65005579	Attorney II	PHIPPS, STACEY	82,960.00	100.00
20000120	BRDS&COMM	Ethics	60088565	Office Assistant V	GRINDSTAFF, AMY	31,502.00	100.00
20000120	BRDS&COMM	Ethics	60088566	Administrative Assistant II	NEWTON, SALLIE	46,445.00	100.00
20000120	BRDS&COMM	Ethics	60088568	Paralegal III	TILLERY, CHRISTY	51,293.00	100.00
20000120	BRDS&COMM	Ethics	60088569	Program Assistant V	COLE, LISA	33,582.00	100.00

By Funding

defined

Org Unit		Position		Funding Source	Cost Center	Calendar Year/Month Position Vacant
20000006	LIEUTENANT GOVERNOR'S OFFICE	60008610	Lieutenant Governor	Appropriated	0411100000	#
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008611	Chief Of Staff	Appropriated	0411100000	#
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008612	Special Projects Director	Appropriated	0411100000	#
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008613	Administrative Assistant	Appropriated	0411100000	X
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008614	Special Assistant To Lieutenant Governor	Appropriated	0411100000	X
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008616	Office Assistant	Appropriated	0411100000	#
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008617	Dir Of Communications For Lt Governor	Appropriated	0411100000	#
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008618	Information & Communications Spec II	Appropriated	0411100000	#
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008619	Communications Specialist	Appropriated	0411100000	#
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008620	Office Assistant	Appropriated	0411100000	X
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008622	Assistant Policy Director	Appropriated	0411100000	#
20012530	LT GOVERNOR'S OFF CHIEF STAFF Policy	60008615	Asst To Lt Gov For Research & Policy	Appropriated	0411100000	X
20012530	LT GOVERNOR'S OFF CHIEF STAFF Policy	60008621	Assistant Policy Director	Appropriated	0411100000	#

Overall Result

FEB 2009 Fund	FEB 2009 Percent	FEB 2009 Budgeted Amount	FEB 2009 Salaried Amount	FEB 2009 Difference Budget Amt & Salary Amt	FEB 2009 PT FTE Positions	FEB 2009 FT FTE Positions	FEB 2009 Total FTE Positions
	100.00	123,198.00	123,198.00			1.0000	1.0000
	100.00	107,000.00	107,000.00			1.0000	1.0000
	100.00	62,000.00	62,000.00			1.0000	1.0000
	100.00	39,500.00	39,500.00			1.0000	1.0000
	100.00	70,000.00	70,000.00			1.0000	1.0000
	100.00	34,500.00	34,500.00			1.0000	1.0000
	100.00	65,000.00	65,000.00			1.0000	1.0000
	100.00	26,299.00		26,299.00	0.5000		0.5000
	100.00	40,000.00	40,000.00			1.0000	1.0000
	100.00	34,500.00		34,500.00		1.0000	1.0000
	100.00	72,665.00		72,665.00		1.0000	1.0000
	100.00	52,000.00	52,000.00			1.0000	1.0000
	100.00	67,000.00	67,000.00			1.0000	1.0000
		793,662.00	660,198.00	133,464.00	0.5000	12.0000	12.5000

History (Last 12

defined

Org Unit		Position		Vacancy Start date	Vacancy End Date
20000006	LIEUTENANT GOVERNOR'S OFFICE	60008610	Lieutenant Governor	01/10/2009	01/11/2009
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008613	Administrative Assistant	01/12/2009	12/31/9999
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008614	Special Assistant To Lieutenant Governor	01/12/2009	12/31/9999
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008617	Dir Of Communications For Lt Governor	07/26/2008	08/24/2008
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008619	Communications Specialist	01/12/2009	01/27/2009
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008620	Office Assistant	01/09/2009	01/11/2009
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008620	Office Assistant	02/10/2009	12/31/9999
20012530	LT GOVERNOR'S OFF CHIEF STAFF Policy	60008615	Asst To Lt Gov For Research & Policy	01/12/2009	12/31/9999

VISITOR REGISTRATION SHEET

HSE - Approp Sub Committee Gen. Govt 5/19/09 After Session
Name of Committee Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Margaret Mathrone	NCHFA
Bob Kucab	NCHFA
Jennifer Sacsw	Williams Mullen
Perry Newson	SEL
Christy Agner	DOA
Melanie Sees	DCR
Carl Dean	OSP

Call to order 3:30
Adjourn 4:12

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

9th Session

DATES	5/19/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair	✓														
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown	✓														
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills	✓														
Rep. Jane Whilden	✓														
Staff															
Michele Nelson															
Claire Hester															
Sarah															
No Pages															

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

May 20, 2009

Minutes

The House Appropriations Subcommittee on General Government met on Wednesday, May 20, 2009 at 8:30 A.M.

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; Steen and Tucker, Vice-Chair; Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representative Underhill introduced State Auditor Beth Woods. Ms. Woods spoke to the committee members and explained the duties of the Auditor's office, and the impact of the elimination of positions would have on this agency (Attachment 2).

Mr. Gary Bartlett, Executive Director of the State Board of Elections spoke to the Committee (Attachment 3) and discussed the vacant positions in this agency.

A question and answer period followed the presentations. The meeting adjourned at 9:47 A.M.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 20, 2009

8:30 a.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets.

Office of State Auditor

- Additional Adjustments to Expenditure Accounts
- Review Contracts
- Review Special Funds
- Reductions in the Senate Budget

Beth Woods
State Auditor

State Board of Elections

- Additional Adjustments to Expenditure Accounts
- Review Contracts
- Review Special Funds
- Review Fees
- Reductions in the Senate Budget

Gary Bartlett
Executive Director

OFFICE OF THE STATE AUDITOR
PROPOSED VACANT POSITIONS FOR ELIMINATION

OPEN POSITION	Position #	BUDGET	VACATED
Elimination of Not-for-Profit Training and Technical Support-Per Governor and Senate Budget			
Assistant State Auditor	60008874	51,823.00	3/1/2009
Assistant State Auditor	60008882	50,133.00	11/1/2008
Assistant State Auditor	60008876	51,122.00	3/1/2009
Staff Development Spec III	60008975	49,411.00	2/27/2009
Note: One filled administrative position is slated to be cut due to elimination			
of the Not-for-Profit training and technical support function.			
Elimination of Not-for-Profit Audits / Reviews-Additional Reduction			
Assistant State Auditor	60008926	62,016.00	3/1/2009
Assistant State Auditor	60008862	53,112.00	4/30/2009
Assistant State Auditor	60008992	66,485.00	9/8/2008
Elimination of Senate's Management Flexibility Reserve:			
Reduction of Performance Audits of Internal Control and Compliance with State Laws and Regulations			
Assistant State Auditor	60008931	81,786.00	6/30/2009
Assistant State Auditor	60008953	45,387.00	5/31/2009

North Carolina Office of the State Auditor
Extra Reductions-Elimination of 3 Audit Positions

Fund Code	Division	Certified FY 2008-09 Certified	(April BD 701) FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Possible Reduction
1210-53121 Salaries	Field Audit	10,129,160.00	7,918,119.45	10,124,160.00	10,124,160.00	(181,613.00)
1210-53151 Social Security	Field Audit	786,982.00	597,680.42	786,982.00	786,982.00	(13,893.39)
1210-53152 Retirement	Field Audit	839,251.00	658,120.78	860,392.00	860,392.00	(14,783.30)
1210-53156 Hopitalization	Field Audit	649,085.00	484,231.10	649,085.00	649,085.00	(12,471.00)
Total		12,404,478.00	9,658,151.75	12,420,619.00	12,420,619.00	(222,760.69) ***

***Elimination of 3 audit posiitons.

NC Office of the State Auditor

Management Flexibility Funds by Account Number

Fund Code		Division	Certified FY 2008-09 Certified	(April BD 701) FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Possible Reduction
1210-531211	Salaries	Field Audit	10,129,160.00	7,918,119.45	10,124,160.00	10,124,160.00	(102,380.00)
1210-531511	Social Security	Field Audit	786,982.00	597,680.42	786,982.00	786,982.00	(7,833.00)
1210-531521	Retirement	Field Audit	839,251.00	658,120.78	860,392.00	860,392.00	(8,334.00)
1210-531561	Hospitalization	Field Audit	649,085.00	484,231.10	649,085.00	649,085.00	(8,314.00)
Total			12,404,478.00	9,658,151.75	12,420,619.00	12,420,619.00	(126,861.00) ***

***Elimination of 2 audit positions.

North Carolina Office of the State Auditor
Reductions in Various Operating Accounts

Fund Code		Division	Certified FY 2008-09 Certified	(April BD 701) FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Possible Reduction	
1110-532942	Training	Administration	5,059	0	5,059	5,059	(5,059)	Reduction of administrative training.
1210-532120	Financial/Audit Services	Field Audit	1,009,262	388,987	64,262	64,262	(64,262)	Contract audit work will be reduced.
1210-534521	Office Equipment	Field Audit	35,444	17,511	35,444	35,444	(24,600)	Reduce our ability to purchase/replace office equipment.
1120-532332	Repairs-Computer Equip	Field Audit	9,726	259	9,726	9,726	(6,345)	Reduce our ability to repair computer equipment.
Total			1,059,491	406,757	114,491	114,491	(100,266)	

INSERT BUD CODE AND DEPARTMENT NAME - JUSTIFICATION OF 2009-11 B.....IUM LINE ITEM REQUESTS

Instructions: For each item category, please provide line item detail and insert rows as necessary. For example, insert a new row for each nonprofit organization that receives funding from your agency. Provide certified budgeted amounts for FY 2007-08 and FY 2008-09, and provide your agency's requested amount for FY 2009-10 and FY 2010-11. In the "Justification" column, please explain the amounts you have requested for the upcoming biennium.

Expenditure Account: Contracted Personal Services (5	SBE---N/A					
Fund Code	Division	FY 2007-08 Actual	FY 2008-09 YTD	FY 2009-10 Requested	FY 2010-11 Requested	Justification
Miscellaneous Contractual Services (532199)	SBE	563	12453	12453	12453	
Rental/Lease of Equipment (532521 to 532525)	SBE	210,173	24[illegible]614	242,904	242,904	
Travel/Related Expenses (5327xx)	SBE	87,979	69,581	87,979	87,979	
Cellular Phone Services (532814)	SBE	39,034.00	31,439	42,471	42,471	-> Regional District Elections Positions
Furniture and Equipment Replacement Schedules (534	SBE	870,759	56,031	10,464	10,464	
Discretionary Grants (5364AA)	SBE----N/A					
Directed Grants (5366AA)	SBE----N/A					
Loans (5367AA)	SBE---N/A					
Other Aid and Grants (5369AA)	SBE	5,480,902	7,393,984	0	7,393,984	-> Federal Funds (HAVA - 2002) $7 million was received
Direct Appropriations/Grants Nonprofits (accounts ge	SBE---N/A					

Voting Systems & Ancillary Equipment in all 100 [illegible]

INSERT BUD CODE AND DEPARTMENT NAME - Increase or Implement Fees

Please provide information on any fees your agency charges or plans to charge.

Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
Candidate Filing Fee	GS-163.107	Candidates		1% of annual salary	~~118,654~~ 1/ $381,654 (07-08)	Fees collected only in even numbered years Funds go into a 19957 non-taxable fund, Special fund

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

May 20, 2009

Minutes

The House Appropriations Subcommittee on General Government met Wednesday, May 20, 2009 at 2:00 P.M.

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; Steen and Tucker, Vice-Chairs; Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representative Underhill introduced the following speakers and asked for their presentations to the committee members regarding proposed budget cuts.

- Mr. Thomas Cheek, Chief Fiscal Officer, Office of State Controller (Attachment 2).
- Ms. Linda Coleman, Director, Office of State Personnel (Attachment 3).

A question and answer period followed. The meeting adjourned at 2:41 P.M.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Yeorse

Judy Yeorse, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 20, 2009

2:00 p.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

Office of State Controller

- Additional Adjustments to Expenditure Accounts
- Vacant Positions (six months or more)
- Review Special Funds
- Review Fees
- Review Contracts
- Reductions in the Senate Budget

Thomas Cheek
Chief Fiscal Officer

Office of State Personnel

- Additional Adjustments to Expenditure Accounts
- Vacant Positions (six months or more)
- Review Special Funds
- Review Fees
- Review Contracts
- Reduction in the Senate Budget

Linda Coleman
Director

VISITOR REGISTRATION SHEET

Sub. Comm. Approp. Gen. Gov. — 5/21/09

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Christy Agner	Dept. of Admin.
Rose Williams	DOI
Vicky Young	DOT
J.R. Lankford, Jr	DCR
Jeffrey J Crow	DCR
Doug Hefrn	Williams Mullen
Jay Stern	NCAA
Anna Martin	NCSU student

Additional Positions Vacant 6 Months or More as of January 1, 2009							
CONTROLLER							
20000027	Office of the State Controller	65006805	Bus. & Tech. Applications Analyst	07/01/2008	11	$82,687	1
20000083	OSC BEACON Change/Communication/Training	65006122	Staff Development Coordinator	07/01/2008	11	$66,001	1
20000083	OSC BEACON Change/Communication/Training	65006575	Bus. and Tech. Applications Analyst	07/01/2008	11	$57,666	1
20010643	OSC STWD ACCT Central Compliance	60087168	State Controller Financial Specialist	08/23/2008	9	$54,540	1
20010641	OSC FIN SYSTEMS Sys & Info Access	60087143	Application Technical Support Team	12/01/2008	6	$94,000	1
21000714	OSC BEST SHARED SERVICES CALL CTR TEAM 3	60090521	Information Processing Technician	01/10/2009	4	$34,771	1
20010645	OSC STWD ACCT Accounting & Fin Rprtng	60087155	State Controller Financial/Busin Sys I	01/12/2009	4	$104,195	1
20010653	OSC BEACON BEST SHARED SVCS Payroll/Time	60087284	Payroll Manager	02/16/2009	3	$42,867	1
20010653	OSC BEACON BEST SHARED SVCS Payroll/Time	60091140	Administrative Officer I	02/16/2009	3	$42,339	1
21000712	OSC BEST SHARED SERVICES CALL CTR TEAM 1	60091723	Hr Associate	04/01/2009	1	$49,883	1
20000083	OSC BEACON Change/Communication/Training	60087201	Training Lead	04/04/2009	1	$85,488	1
20013609	OSC BEST SHARED SERVICES PY & T Accting	60091358	Beacon Payroll And Time Specialist	04/08/2009	1	$55,622	1
						$770,059	12

FRD
General Govt Team
May 20, 2009

State Controller

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$24,536,602**		**$24,568,908**	
Legislative Changes				
1000 Department-Wide				
78 Management Flexibility Reserve Create Management Flexibility Reserve.	($521,217)	R	($521,217)	R
79 Reduce Various Operating Accounts Reduce the same amount of recurring and non-recurring expenses in various IT accounts each fiscal year and eliminate funding for ITS support:	($724,502) ($55,965)	R NR	($724,502) ($55,965)	R NR
Recurring 532821 eRoom Reduction in Licenses (400 to 200) ($130,224) 532811 Disconnect vacant telephone lines ($ 20,232) 532821 Discontinue SQA - OSC Dedicated ($246,528) 532140 Eliminate ITS Support ($327,518)				
Non-recurring Various Accounts ($ 55,965)				
80 Fund-shift Positions to Receipt Support Transfer two positions - an Accountant (1 FTE) and a Senior State Management Analyst (.25 FTE) - that support the NC FLEX Benefits Program from appropriation to receipt support generated by the program:	($91,488) -1.25	R	($91,488) -1.25	R
531211 Salaries ($74,525) 531511 Social Security ($ 5,701) 531521 Retirement ($ 6,066) 531561 Medical Insurance ($ 5,196)				
81 Eliminate Internship Program Eliminate funding for OSC's Internship Program with the reduction of 6 positions at .75 FTE for a total of 4.5 FTE that had salaries of $18,432 each and benefits of $8,460:	($119,052) -4.50	R	($119,052) -4.50	R
Position # Title 60087170 Integration Intern 60087172 Communications Intern (P/T) 60087173 PMO Intern (P/T) 60087219 Technical Infrastructure Intern				
531351 Student Temp Wages ($110,592) 531511 Social Security ($ 8,460)				

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
1000 Department-Wide				
82 Eliminate Continuation Budget Increase Eliminate funding increase in continuation budget: 531627 St Disability Pmt ($3,470) 532120 Financial/Audit Svs ($9,753)	($13,223)	R	($13,223)	R
83 Eliminate Vacant Positions Eliminate salaries ($197,962) and benefits ($52,043) of five vacant positions: Position # / Title / Budgeted Salary 60087168 Financial Spec ($54,540) 60014113 Admin Support Spec ($26,444) 60037611 Admin Assistant I ($34,842) 60091145 Admin Officer III ($43,157) 60092193 Admin Support Spec ($38,979)	($250,005) -5.00	R	($250,005) -5.00	R
84 Operational Support for HR/Payroll System (BEACON) Funding is appropriated to stabilize the BEACON payroll system. Funding will support recurring expenses for software maintenance, the telephone application system (Shared Service Center), ticket-tracking, system hosting, disaster recovery, and data storage costs. The appropriation also includes funding for ten new positions that are needed to reduce dependence on the 13 remaining contractors. FY 2009-10 / FY 2010-11 531211 Salaries $ 276,779 / $ 677,356 531511 Social Sec $ 21,173 / $ 51,818 531521 Retirement $ 22,530 / $ 55,137 531561 Medical Ins $ 17,319 / $ 41,556 532XXX Purchased Svs $ 262,199 / $ 374,123	$600,000 5.00	R	$1,200,000 10.00	R
Total Legislative Changes	**($1,119,487)**	**R**	**($519,487)**	**R**
	($55,965)	**NR**	**($55,965)**	**NR**
Total Position Changes	-5.75		-0.75	
Revised Budget	**$23,361,150**		**$23,993,456**	

House Appropriations Subcommittee on General Government
Summary of Fees

Budget Code	Department	Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
14160	Office of State Controller	No statutory fees specific to OSC for our ongoing operational budget (14160) -- We do charge conference registration fees	138-6(a)(4)					Only to offset the cost of the conference

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
14160	Office of State Controller							
531321	Contracted Personal Services	1000		$0	$0	$0	$0	No Funds for this line item are being requested in the upcoming biennium.
532199	Misc Contractual Services	1000		$10,890	$1,660	$10,890	$10,890	Seminar speakers for training and conferences put on by OSC. These conferences provide updated accounting information and CPE credit for state employees who are CPA's. Item is paid from participant registration fees.-- Supported by receipt account 435600
532521-532525	Rental/Lease Equipment	1000		$1,000	$3,680	$1,000	$1,000	Lease of a copier used in BEACON call center area which began in November. Will also pay for rentals at NCSU's McKimmon Center for equipment charges related to conferences. McKimmon center rentals are supported by registration fees (receipt account 435600).
5327xx	Travel/Related Expenses	1000		$40,366	$37,007	$78,965	$78,965	Travel for EAGLE program, CAFR training, and some related to BEACON/ HR payroll.
532814	Cellular Phone Services	1000		$10,653	$12,406	$10,653	$10,653	12 Cell phones are used by computer technical staff for NCAS and HR/Payroll for on call duty 24 hours a day. OSC has 15 air cards charged to this line which are used to provide internet access while working away from the office.
534500-534550	Furniture and Equipment Replacement Schedules	1000						
	--534511 Office Furniture				$0	$0	$0	HR/Payroll -- NR funds
	--534521 Office Equipment				$0	$0	$0	HR/Payroll -- NR funds
	--534528 Equipment Voice Communication				$0	$0	$0	HR/Payroll -- NR funds
	-- 534530 Data Process Equipment				$5,386	$1,000	$1,000	
	--534533 Lan Equipment Purchases				$12,142	$15,000	$15,000	Funds will be moved to support ITS Consolidation effective 2/1/09-- will be moved into new account 532144 (Desktop Support Services)-- **See Attachment I**

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
	--534534-PC/Printer Equipment				$2,649	$120,500	$120,500	Funds will be moved to support ITS Consolidation effective 2/1/09-- will be moved into new account 532144 (Desktop Support Services)-- See Attachment I
	--534535-Server Equipment				$8,296	$11,000	$11,000	Funds will be moved to support ITS Consolidation effective 2/1/09-- will be moved into new account 532144 (Desktop Support Services)-- See Attachment I
			TOTAL:	$219,600	$28,473	$147,500	$147,500	
5364AA	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
5366AA	Directed Grants	N/A	N/A	$0	$0	$0	$0	
5367AA	Loans	N/A	N/A	$0	$0	$0	$0	
5369AA	Other Aid and Grants	N/A	N/A	$0	$0	$0	$0	
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	

B0104: Vacancy Report - May 2009: *Positions Vacant ON OR BEFORE June 30, 2008*

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
CONTROLLER							
20000087	OSC BEACON BEST Shared Services	60092193	Administrative Support Specialist	3/30/08	15	$ 38,979	1.00
20010653	OSC BEACON BEST SHARED SVCS Payroll/Time	60037611	Administrative Assistant I	4/1/08	14	$ 34,842	1.00
20010653	OSC BEACON BEST SHARED SVCS Payroll/Time	60014113	Administrative Support Specialist	4/30/08	13	$ 26,444	1.00
						$ 100,265	**3.00**

Administrative Hearings, Revenue, Secretary of State, Elections, OSBM, State Controller, and Treasurer - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	**Fund Name**	**Statutory Provision**	**Current Fund Balance (as of 4/20/09)**	**Purpose of Funding**	**Restrictions on Use or Transfer of Funds**
State Controller					
Special Revenue Fund (24160)					
2000	FICA Savings from Flexible Benefits Program	House Bill 1129, S.L. 1989-458	$9,225,887.44	Used to pay for Administration of Program (OSP- AON Contract)	$6,070,360 being held as possible payback to FEDS for collecting funds on Federal Grants over the life of the program and pay AON. $8 million already taken this year by OSBM.
2200	Support position to assist with e-Commerce (credit/debit cards/electronic transfers)		($151,955.77)	support position for e-Commerce	
2400	Initial BEACON Funding for planning		$137.74	old project-complete	may be taken by OSBM
2401	New HR/Payroll system Implementation	G.S. 143B-426.39 (rewritten in S.L. 2005-276)	$7,375,350.68	For final completion of adjustments/support of payroll system	See Attachment II for more information
2402	Funds to support past Data Warehouse project		$13,694.13	old project-complete	may be taken by OSBM

Administrative Hearings, Revenue, Secretary of State, Elections, OSBM, State Controller, and Treasurer - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
State Controller (cont)					
Special Revenue Fund (24160)					
2403	Gather basic information about replacement of financial and budget	Session Law 2001-491	$605,000.00	For Financial and Budget component of the statewide enterprise. Report is complete	may be taken by OSBM
2404	BEACON/Criminal Justice Data Integration--provide access to secure data	SL 2007-323, HB 1473 (BEACON); SL 2008-107, HB 2436 (Criminal Justice)	$7,690,130.00	For Criminal Data Integration and BEACON Data Integration. Per Senate Bill 202, all remaining unobligated funds are to support Criminal Data Int. project for Wake County.	See Attachment III for more information
2405	Develop and enhance the enterprise-wide Human Resources	SL 2007-323, HB 1473 (Money Report IT: Item #17)	$0	Improve HR component of HR/Payroll system	$7,390,000 taken by OSBM
2500	2500 Collect unclaimed property from the Escheats fund left by state agencies		$20,181.13	Used to help pay for Internal Control training	
2600	Foreign Nationals Program --Statewide support in the payment processing of wages, scholarships, contract payments to foreign nationals		$77,080.00	Used to support Foreign Nationals Program	

General Fund Contracts - 14160						SFY 09-10				SFY 10-11				
							Source of Funds				Source of Funds			
Budget Code	**Fund Code**	**Division Title**	**Entity/Person (Contractee)**	**Brief Explanation/Justification of Contract**	**Current Contract Period**	**Total Amount in Continuation Budget**	**Federal**	**State**	**Other**	**Total Amount in Continuation Budget**	**Federal**	**State**	**Other**	**Automatic Increases Built into Contract Terms**
14160	1000	Administration	Ambiron Trustwave	PCI Security Compliance Services	present plan is to renew for next fiscal year	$45,982		$45,982		$45,982		$45,982		No
14160	1000	Administration	Maximus	Indirect Cost Plan FY 2008	9/29/2008-3/31/2010	$0		$25,000 lapse salaries - state funds		$0		$25,000 lapse salaries - state funds		No
14160	1000	Administration	Conference Speaker payments		As required	$10,890			$10,890 - conference reg. fees	$10,890			$10,890 - conference reg. fees	No
Total								**$45,982**				**$45,982**		

OFFICE OF STATE PERSONNEL 5/20/2009

GENERAL FUND APPROPRIATION	**8,079,568**
Reduction Percentage	**5.87%**
TOTAL REDUCTION TARGET	**$ 474,271**

4 Vacant Positions	**$ 200,180**
Eliminate Scanning Function 1 position	**$ 36,535**
Total Position Reductions (5)	**$ 236,715**
Social Security	**$ 17,990**
Retirement	**$ 18,937**
Hospitalization	**$ 20,785**
Total Personal Services Reduction	**$ 294,428**

Computer Data Processing (532821)	**$ 153,902**
Aid & Public Assistance (536905)	**$ 25,941**
Total Operating Expense Reduction	**$ 179,843**

TOTAL REDUCTION AMOUNT	**$ 474,271**

General Assembly

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$62,347,066**		**$64,056,544**	
Legislative Changes				
Department-Wide				
41 Management Flexibility Reserve Create Management Flexibility Reserve.	($632,000)	R	($632,000)	R
42 Reduce Various Accounts	($1,661,726)	R	($1,743,916)	R
Reduce various operating accounts, delay filling vacant positions, and reduce the number of budgeted session days and interim weeks.	($1,141,554)	NR	($984,364)	NR
43 Reserves and Transfers Reduce agency and contingency reserves.	($1,250,000)	R	($1,325,000)	R
Total Legislative Changes	**($3,543,726)**	**R**	**($3,700,916)**	**R**
	($1,141,554)	**NR**	**($984,364)**	**NR**
Total Position Changes				
Revised Budget	**$57,661,786**		**$59,371,264**	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
11000	General Assembly							
531321	Contracted Personal Services	N/A	N/A	$0	$0	$0	$0	
532199	Misc. Contractual Services	1110	Senate		$7,748	$0	$0	Carolina Clipping Service
		1110	Senate		$2,904	$0	$0	Carlyle Photo
		1110	Senate		$57,750	$0	$57,750	Senate Interns from the NC State Intern Program
		1110	**Senate Total**	**$57,750**	**$68,402**	**$0**	**$57,750**	**Senate Interns from the NC State Intern Program**
		1120	House		$2,709	$0	$0	Carlyle Photo
		1120	House		$0	$0	$0	Wright Investigation Stenographer (Pace Reporting Service)
		1120	House		$1,658	$0	$0	Speech Prompting (Caption Perfect, Inc)
		1120	House		$57,750	$0	$57,750	House Interns from the NC State Intern Program
		1120	**House Total**	**$57,750**	**$62,117**	**$0**	**$57,750**	**House Interns from the NC State Intern Program**
		1211	Administration		$0	$0	$0	Fire Alarm Inspection (NC System Service)
		1211	Administration		$4,125	$750	$750	Sen & Hse Calendar Printing Steve Blalock
		1211	Administration		$1,042	$360	$360	Fire Suppressant (BFPE International)
		1211	Administration		$0	$0	$0	Concourse Design (Sears Hackney)
		1211	Administration		$1,109	$0	$0	Sign Language (Fluent Language Solutions)
		1211	Administration		$50	$0	$0	Firing Lane Rental (Eagle 1 Law Enforcement Supply)
		1211	**Administration Total**	**$750**	**$6,326**	**$1,110**	**$1,110**	**Fire Suppressant Inspection & Sen & Hse Calendar Printing**
		1214	Fiscal Research			$0	$0	Business Forecasting Model (Analytika)
		1214	Fiscal Research		$3,000	$0	$0	Writing Workshop (David Covington)
		1214	Fiscal Research		$6,000	$6,000	$6,000	Actuary (Charles Dunn)
		1214	Fiscal Research		$0	$0	$0	DOT Consultant (Stalling)
		1214	Fiscal Research		$80,281	$47,500	$47,500	Actuary (Hartman & Associates)
		1214	**Fiscal Research Total**	**$109,750**	**$89,281**	**$53,500**	**$53,500**	**Actuary Services**
		1215	Building Maintenance		$32	$0	$0	Cleaning Drapes (Rollns)
		1215	Building Maintenance		$9,110	$10,000	$10,000	Uniform Cleaning Service (Alsco)
		1215	Building Maintenance		$0	$4,800	$4,800	Chamber Carpet Cleaning (Bonitz)
		1215	Building Maintenance		$15,678	$15,500	$15,500	Recycle Paper & Plastic (Orange Recycling Services)
		1215	Building Maintenance		$2,240	$2,820	$2,820	Sani-guard Deodorizers

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

				Continuation Budget				
Acct Code	**Expenditure Account**	**Fund**	**Division**	**FY 08-09 Certified**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
		1215	Building Maintenance		$570	$550	$550	Annual Termite Control (Woods)
		1215	Building Maintenance		$1,995	$3,420	$3,420	Monthly Pest Control (Woods)
		1215	Building Maintenance		$8,480	$5,000	$5,000	Trash Removal (DOA)
		1215	Building Maintenance		$0	$0	$0	PED Renovations Trash Removal (Carolina)
		1215	Building Maintenance		$4,642	$0	$0	Tree Removal (Bartlett)
		1215	Building Maintenance		$0	$0	$0	Airhandler Cleaning (ARS LLC)
		1215	Building Maintenance		$1,252	$0	$0	Recycle Fluorescent Lights (Logistices)
		1215	Building Maintenance		$0	$0	$0	Remove Hazardous Oils and Chemicals (Safety Kleen)
		1215	Building Maintenance		$0	$0	$0	Sprinkler Inspection (Safety Kleen)
		1215	Building Maintenance		$5,480	$0	$0	Bathroom Tile Cleaning (Albritton)
		1215	Building Maintenance		$550	$0	$0	LB & LOB Window Washing (Scotties)
		1215	Building Maintenance		$0	$0	$0	Waterfoundain Treatment (Tritest)
		1215	Building Maintenance		$1,616	$0	$0	Cardboard Recycle (Allied)
		1215	Building Maintenance		$2,347	$0	$0	Mulch & Seed (DOA)
		1215	Building Maintenance		$16,275	$0	$0	Chamber Doors Refinishing (Mid American)
		1215	Building Maintenance		$1,800	$0	$0	Elevator Door Refinishing (Swenson)
		1215	Building Maintenance		$2,200	$0	$0	Garage Lighting Modifications (United)
		1215	Building Maintenance		$120	$0	$0	Boiler Inspection (DOA)
		1215	**Building Maintenance Total**	**$12,305**	**$74,387**	**$42,090**	**$42,090**	**Various Building Maintenance Services**
		1216	Food Services		$3,215	$4,020	$4,020	Grease Trap Cleaning
		1216	Food Services		$1,800	$2,200	$2,200	Food Safety Audit
		1216	Food Services		$15,871	$23,000	$23,000	Linen/Uniform Cleaning Service
		1215	Building Maintenance		$4,970	$6,480	$6,480	Food Waste Recycling (Brooks)
		1216	**Food Services Total**	**$1,967**	**$25,856**	**$35,700**	**$35,700**	**Food Safety Audit, Grease Trap, Uniform & Linen**
		1217	Information Systems		$5,069	$12,000	$12,000	Off-Site Storage of Computer Tapes (S C Data)
		1217	Information Systems		$0	$10,000	$10,000	Computer Room Upgrades (HVAC/Electric)
		1217	Information Systems		$0	$0	$0	Recycle Harddrive (Triangle)
		1217	Information Systems		$0	$0	$0	Security Speakers (Custom Light)
		1217	Information Systems		$0	$0	$0	System Security Audit (Secure Enterprises)
		1217	**Information Systems Total**	**$62,000**	**$5,069**	**$22,000**	**$22,000**	**Off-Site Tape Storage/Computer Room Upgrades**
		1219	Program Evaluation		$17,812	$0	$0	Career Banding Study (Fox Lawson and Assoc)
		1219	Program Evaluation		$144,415	$0	$0	Org Structure of DPI Study (Evergreen Solutions)
		1219	Program Evaluation		$1,163	$0	$0	Report Editing (Stenersen)

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1219	**Program Evaluation Total**	**$0**	**$163,390**	**$375,000**	**$375,000**	**Contractors to Augment Staff (10 Projects)**
		1230	**Institute of Government Total**	**$85,000**	**$94,346**	**$87,334**	**$71,383**	**Daily Bulletin Subvention**
		1900	Independent Studies		$53,047	$0	$0	21st Century Transportation-Technical Assistants (Goode)
		1900	Independent Studies		$0	$0	$0	Transportation Oversight-Tire Retread Process Study (Smithers Scientific)
		1900	Independent Studies		$0	$0	$0	Environmental Review-Nutrient Offset Pymt Study (Research Triangle Inst)
		1900	Independent Studies		$0	$0	$0	Transportation Oversight-NCDOT Improvements (Post Buckley Schuh)
		1900	Independent Studies		$0	$0	$0	Dropout Prevention-Rent (Guilford County Schools)
		1900	Independent Studies		$10,260	$0	$0	MH/DD/SA Oversight Technical Assistants (Porter)
		1900	Independent Studies		$200,000	$0	$0	Economic Development Incentive - Analysis (UNC)
		1900	Independent Studies		$60,000	$0	$0	Environmental Review-Water Allocation Study (UNC)
		1900	**Independent Studies Total**	**$0**	**$323,307**	**$0**	**$0**	**Committee Studies**
			TOTAL:	**$387,272**	**$912,481**	**$616,734**	**$716,283**	
532521-532525	Rental/Lease Equipment	1211	Administration	$0	$1,440	$0	$0	
		1215	Building Maintenance	$1,440	$0	$1,440	$1,440	Postage Meter Rental (Hasler)
			TOTAL:	**$1,440**	**$1,440**	**$1,440**	**$1,440**	
5327xx	Travel/Related Expenses	1110	Senate		$6,985	$0	$0	Members Transportation Out of State
		1110	Senate		$69,684	$223,408	$202,565	Members Travel
		1110	Senate		$902	$0	$0	Members Ground Transportation Out of State
		1110	Senate		$0	$0	$0	Members Lodging In State
		1110	Senate		$994	$0	$0	Members Lodging Out of State
		1110	Senate		$0	$0	$0	Members Meals In State
		1110	Senate		$161	$0	$0	Members Meals Out of State
		1110	Senate		$612,756	$844,376	$1,268,280	Member Meals & Lodging Subsistence
		1110	Senate		$77	$0	$0	Members Miscellaneous Out-of-State
		1110	Senate		$4,321	$31,500	$31,500	Member Out-of-State Meals & Lodging Subsistence

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
					Continuation Budget			
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1110	Senate		$416	$0	$0	Member Miscellaneous Out-of-Country
		1110	Senate		$7,753	$0	$0	Members Registration Fees
			Senate Members Travel		**$688,895**	**$1,099,284**	**$1,502,345**	
		1110	Senate		$0	$0	$0	Public Committee Members Travel
		1110	Senate		$35,490	$72,000	$135,000	Senate Pages Stipend
			Senate Pages Stipend		**$35,490**	**$72,000**	**$135,000**	
		1110	Senate		$4,371	$42,750	$42,750	Staff Air Transportation Out-of-State
		1110	Senate		$548	$0	$0	Staff Ground Transportation In-State
		1110	Senate		$70	$0	$0	Staff Ground Transportation Out-of-State
		1110	Senate		$377	$0	$0	Staff Lodging In-State
		1110	Senate		$3,447	$0	$0	Staff Lodging Out-of-State
		1110	Senate		$104	$0	$0	Staff Meals In-State
		1110	Senate		$794	$0	$0	Staff Meals Out-of-State
		1110	Senate		$0	$0	$0	Staff Miscellaneous Out-of-State
		1110	Senate		$0	$0	$0	Staff Miscellaneous Out-of-Country
			Senate Staff Travel		**$45,202**	**$114,750**	**$177,750**	
		1110	Senate		$2,685	$4,000	$4,000	Registration Fees
		1110	**Senate Total**	**$1,682,191**	**$751,936**	**$1,214,034**	**$1,680,095**	**Travel/Related Expenses**
		1120	House		$34,551	$0	$0	Members Air Transportation Out-of-State
		1120	House		$0	$0	$0	Members Air Transportation Out-of-Country
		1120	House		$167,251	$555,329	$504,838	Members Travel
		1120	House		$5,352	$0	$0	Members Ground Transportation Out-of-State
		1120	House		$0	$0	$0	Members Lodging In-State
		1120	House		$2,227	$0	$0	Members Lodging Out-of-State
		1120	House		$0	$0	$0	Members Meals In-State
		1120	House		$361	$0	$0	Members Meals Out-of-State
		1120	House		$1,410,644	$1,987,336	$2,979,080	Member Meals & Lodging Subsistence
		1120	House		$377	$0	$0	Members Miscellaneous Out-of-State
		1120	House		$36,367	$36,900	$36,900	Member Out-of-State Meals & Lodging Subsistence
		1120	House		$35,464	$0	$0	Members Registration Fees
			House Member Travel		**$1,622,579**	**$2,579,565**	**$3,520,818**	
		1120	House		$1,263	$0	$0	Public Committee Members Travel
		1120	House		$35,706	$72,000	$135,000	House Pages Stipend

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
				Continuation Budget				
			House Page Stipend		**$36,969**	**$72,000**	**$135,000**	
		1120	House		$0	$0	$0	Staff Air Transportation In-State
		1120	House		$43,261	$45,750	$45,750	Staff Air Transportation Out-of-State
		1120	House		$0	$0	$0	Staff Air Transportation Out-of-Country
		1120	House		$961	$0	$0	Staff Ground Transportation In-State
		1120	House		$2,149	$0	$0	Staff Ground Transportation Out-of-State
		1120	House		$0	$0	$0	Staff Ground Transportation Out-of-Country
		1120	House		$199	$0	$0	Staff Lodging In-State
		1120	House		$16,300	$0	$0	Staff Lodging Out-of-State
		1120	House		$0	$0	$0	Staff Lodging Out-of-Country
		1120	House		$78	$0	$0	Staff Meals In-State
		1120	House		$2,753	$0	$0	Staff Meals Out-of-State
		1120	House		$0	$0	$0	Staff Meals Out-of-Country
		1120	House		$7	$0	$0	Staff Miscellaneous In-State
		1120	House		$108	$0	$0	Staff Miscellaneous Out-of-State
		1120	House		$936	$0	$0	Staff Miscellaneous Out-of-Country
			House Staff Travel		**$66,752**	**$45,750**	**$45,750**	
		1120	House		$11,004	$20,000	$20,000	Registration Fees
		1120	**House Total**	**$3,719,371**	**$1,772,767**	**$2,697,315**	**$3,701,568**	**Travel/Related Expenses**
		1211	Administration		$302	$0	$0	Staff Air Transportation Out-of-State
		1211	Administration		$343	$22,250	$22,250	Staff Ground Transportation In-State
		1211	Administration		$53	$0	$0	Staff Ground Transportation Out-of-State
		1211	Administration		$0	$0	$0	Staff Lodging In-State
		1211	Administration		$5,478	$0	$0	Staff Lodging Out-of-State
		1211	Administration		$0	$0	$0	Staff Meals In-State
		1211	Administration		$889	$0	$0	Staff Meals Out-of-State
		1211	Administration		$10	$0	$0	Staff Miscellaneous Out-of-State
		1211	Administration		$1,445	$0	$0	Registration Fees
		1215	Building Maintenance		$268	$0	$0	Registration Fees
		1211	**Administration Total**	**$22,250**	**$8,788**	**$22,250**	**$22,250**	**Travel/Related Expenses**
		1212	Bill Drafting		$2,724	$14,000	$14,000	Staff Air Transportation Out-of-State
		1212	Bill Drafting		$553	$0	$0	Staff Ground Transportation In-State
		1212	Bill Drafting		$273	$0	$0	Staff Ground Transportation Out-of-State

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1212	Bill Drafting		$545	$0	$0	Staff Lodging In-State
		1212	Bill Drafting		$5,522	$0	$0	Staff Lodging Out-of-State
		1212	Bill Drafting		$260	$0	$0	Staff Meals In-State
		1212	Bill Drafting		$893	$0	$0	Staff Meals Out-of-State
		1212	Bill Drafting		$32	$0	$0	Staff Miscellaneous Out-of-State
		1212	Bill Drafting		$1,445	$0	$0	Registration Fees
		1212	**Bill Drafting Total**	**$14,000**	**$12,247**	**$14,000**	**$14,000**	**Travel/Related Expenses**
		1213	Research		$9,726	$0	$0	Staff Air Transportation Out-of-State
		1213	Research		$1,031	$40,000	$40,000	Staff Ground Transportation In-State
		1213	Research		$850	$0	$0	Staff Ground Transportation Out-of-State
		1213	Research		$239	$0	$0	Staff Lodging In-State
		1213	Research		$16,377	$0	$0	Staff Lodging Out-of-State
		1213	Research		$73	$0	$0	Staff Meals In-State
		1213	Research		$2,191	$0	$0	Staff Meals Out-of-State
		1213	Research		$4	$0	$0	Staff Miscellaneous In-State
		1213	Research		$76	$0	$0	Staff Miscellaneous Out-of-State
		1213	Research		$1,139	$0	$0	Staff Workshop Subsistence
		1213	Research		$152	$0	$0	Staff Workshop Travel
		1213	Research		$13,465	$0	$0	Registration Fees
		1213	**Research Total**	**$40,000**	**$45,322**	**$40,000**	**$40,000**	**Travel/Related Expenses**
		1214	Fiscal Research		$4,516	$0	$0	Staff Air Transportation Out-of-State
		1214	Fiscal Research		$2,516	$45,000	$45,000	Staff Ground Transportation In-State
		1214	Fiscal Research		$559	$0	$0	Staff Ground Transportation Out-of-State
		1214	Fiscal Research		$2,344	$0	$0	Staff Lodging In-State
		1214	Fiscal Research		$5,210	$0	$0	Staff Lodging Out-of-State
		1214	Fiscal Research		$793	$0	$0	Staff Meals In-State
		1214	Fiscal Research		$1,001	$0	$0	Staff Meals Out-of-State
		1214	Fiscal Research		$8	$0	$0	Staff Miscellaneous Out-of-State
		1214	Fiscal Research		$5,420	$0	$0	Registration Fees
		1214	**Fiscal Research Total**	**$45,000**	**$22,367**	**$45,000**	**$45,000**	**Travel/Related Expenses**
		1217	Information System		$2,763	$11,700	$10,200	Staff Air Transportation Out-of-State
		1217	Information System		$592	$3,900	$3,400	Staff Ground Transportation In-State
		1217	Information System		$1,057	$1,000	$1,000	Staff Ground Transportation Out-of-State

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

				Continuation Budget				
Acct Code	**Expenditure Account**	**Fund**	**Division**	**FY 08-09 Certified**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
		1217	Information System		$743	$975	$850	Staff Lodging In-State
		1217	Information System		$9,673	$17,550	$15,300	Staff Lodging Out-of-State
		1217	Information System		$197	$975	$850	Staff Meals In-State
		1217	Information System		$2,045	$3,900	$3,400	Staff Meals Out-of-State
		1217	Information System		$87	$0	$0	Staff Miscellaneous Out-of-State
		1217	Information System		$4,295	$6,000	$6,000	Registration Fees
		1217	**Information System Total**	**$35,000**	**$21,451**	**$46,000**	**$41,000**	**Travel/Related Expenses**
		1219	Program Evaluation		$3,052	$0	$0	Staff Air Transportation Out-of-State
		1219	Program Evaluation		$729	$45,000	$45,000	Staff Ground Transportation In-State
		1219	Program Evaluation		$341	$0	$0	Staff Ground Transportation Out-of-State
		1219	Program Evaluation		$2,504	$0	$0	Staff Lodging In-State
		1219	Program Evaluation		$6,184	$0	$0	Staff Lodging Out-of-State
		1219	Program Evaluation		$1,049	$0	$0	Staff Meals In-State
		1219	Program Evaluation		$937	$0	$0	Staff Meals Out-of-State
		1219	Program Evaluation		$5	$0	$0	Staff Miscellaneous In-State
		1219	Program Evaluation		$0	$0	$0	Staff Miscellaneous Out-of-State
		1219	Program Evaluation		$4,020	$0	$0	Registration Fees
		1219	**Program Evaluation Total**	**$0**	**$18,822**	**$45,000**	**$45,000**	**Travel/Related Expenses**
		1900	Study Committees		$2,730	$0	$0	Study Committees Air Transportation Out-of-State
		1900	Study Committees		$67,138	$0	$0	Study Committees Ground Transportation In-State
		1900	Study Committees		$551	$0	$0	Study Committees Ground Transportation Out-of-State
		1900	Study Committees		$88	$0	$0	Study Committees Ground Transportation Out-of-Country
		1900	Study Committees		$5,285	$0	$0	Study Committees Lodging In-State
		1900	Study Committees		$4,747	$0	$0	Study Committees Lodging Out-of-State
		1900	Study Committees		$417	$0	$0	Study Committees Lodging Out-of-Country
		1900	Study Committees		$1,974	$0	$0	Study Committees Meals In-State
		1900	Study Committees		$1,121	$0	$0	Study Committees Meals Out-of-State
		1900	Study Committees		$65	$0	$0	Study Committees Meals Out-of-Country
		1900	Study Committees		$22	$0	$0	Study Committees Miscellaneous In-State
		1900	Study Committees		$152,360	$0	$0	Study Committees Subsistence
		1900	Study Committees		$143	$0	$0	Study Committees Miscellaneous Out-of-State
		1900	Study Committees		$26,511	$0	$0	Study Committees Public Member Transportation
		1900	Study Committees		$16,297	$0	$0	Study Committees Public Member Subsistence

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1900	Study Committees		$1,270	$0	$0	Registration Fees
		1900	**Study Committees Total**	**$0**	**$280,717**	**$0**	**$0**	**Travel/Related Expenses**
			TOTAL:	**$5,557,812**	**$2,934,418**	**$4,123,599**	**$5,588,913**	
532814	Cellular Phone Services	**1110**	**Senate Total**	**$3,500**	**$1,271**	**$3,500**	**$3,500**	**2 Cell Phones**
		1120	**House Total**	**$600**	**$241**	**$600**	**$600**	**1 Cell Phone**
		1211	Administration		$4,073	$14,700	$14,700	19 Cell Phones
		1215	Building Maintenance		$2,590	$0	$0	9 Cell Phones
		1211	**Administration Total**	**$14,700**	**$6,663**	**$14,700**	**$14,700**	**28 Cell Phones**
		1217	**Information System Total**	**$6,240**	**$2,765**	**$6,240**	**$6,240**	**10 Cell Phones**
			TOTAL:	**$25,040**	**$10,941**	**$25,040**	**$25,040**	**41 Cell Phones**
534500-534550	Furniture and Equipment Replacement Schedules	**1110**	**Senate Total**	**$10,000**	**$3,103**	**$25,000**	**$25,000**	**Furniture-Office**
		1120	House		$9,722	$25,000	$25,000	Furniture-Office
		1120	House		$12,150	$0	$0	Office Equipment
		1120	House		$4,736	$0	$0	Other Equipment
		1120	**House Total**	**$10,000**	**$26,608**	**$25,000**	**$25,000**	
		1211	Administrative		$11,664	$115,000	$115,000	Furniture-Office
		1211	Administrative		$21,265	$0	$0	Equip-Custody & Security
		1211	Administrative		$5,914	$0	$0	Other Equipment
		1212	Bill Drafting		$11,875	$0	$0	Office Equipment
		1213	Research		$2,967	$0	$0	Furniture-Office
		1213	Research		$275	$0	$0	Other Equipment
		1214	Fiscal Research		$679	$0	$0	Furniture-Office
		1215	Building Maintenance		$7,085	$0	$0	Furniture-Office
		1215	Building Maintenance		$187	$0	$0	Equip-Custody & Security
		1215	Building Maintenance		$13,868	$0	$0	Other Equipment
		1216	Food Services		$1,225	$0	$0	Furniture-Office
		1216	Food Services		$295	$0	$0	Other Equipment
		1219	Program Evaluation		$4,524	$0	$0	Furniture-Office

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1219	Program Evaluation		$0	$0	$0	PC and Printer Purchases
		1219	Program Evaluation		$1,754	$0	$0	Office Equipment
		1219	Program Evaluation		$240	$0	$0	Communication Equipment
		1211	**Central Operation Total**	**$100,000**	**$83,818**	**$115,000**	**$115,000**	
		1217	Information System		$0	$0	$0	Furniture-Office
		1217	Information System		$79	$15,000	$15,000	Communication Equipment - Purchase phones and phone equipment
		1217	Information System		$28,341	$100,000	$100,000	Non-WAN DP Equipment -Backup Storage Equipment; security cameras; badge readers, etc.
		1217	Information System		$95,431	$250,000	$250,000	LAN Equipment Purchases - Increase Network, E-mail disk, redistricting storage.
		1217	Information System		$237,522	$39,900	$358,600	PC and Printer Purchases - PC Break-fix; Replace LA and Staff Computers
		1217	Information System		$83,742	$23,000	$10,000	Server Purchases - Blade Servers for redistricting and future applications
		1217	Information System		$18,163	$2,500	$1,400	Other Equipment - Digital Projectors for redistricting and committee room usage
		1217	**Information System Total**	**$300,500**	**$463,278**	**$430,400**	**$735,000**	
			TOTAL:	**$420,500**	**$576,806**	**$595,400**	**$900,000**	
5364AA	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
5366AA	Directed Grants	N/A	N/A	$0	$0	$0	$0	
5367AA	Loans	N/A	N/A	$0	$0	$0	$0	
5369AA	Other Aid and Grants	N/A	N/A	$0	$0	$0	$0	
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	

							SFY
Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	Total Amount in Continuation Budget	Federal
11000	1110	Senate	Jonathan Ducote	Consultant - Economic Recovery	3/15/09 - 3/15/10	$0	
11000	1211	Admin/Security	BFPE	Fire Suppression	10/1/09 - 9/30/09	$360	
11000	1211	Admin/Printing Svcs	Steve Blalock	Printing of Calendars	1/27/09 - 1/26/10	$750	
11000	1211	Admin/Printing Svcs	Ikon	29 Copiers	6/30/08-6/29/09	$19,273	
11000	1211	Admin/Printing Svcs	Ikon	Print Pro 1050 (3)	1/1/09 - 12/31/09	$15,480	
11000	1211	Admin/Printing Svcs	Tereck Office Solutions	Canon Copier	1/1/09 - 12/31/09	$5,000	
11000	1211	Admin/Printing Svcs	Xerox	265ST	1/1/09 - 12/31/09	$5,712	
11000	1211	Admin/Printing Svcs	Xerox	Docu-Tech	3/1/09 - 2/28/10	$13,111	
11000	1211	Admin/Printing Svcs	Xerox	P120CP	2/10/05 - 2/11/10	$14,619	
11000	1211	Administrative Services	Southern Elevators	Elevators in LB & LOB	6/1/08 - 5/30/09	$20,400	
11000	1211	Administrative Services	Gregory Poole	Generators	3/18/09 - 3/19/10	$2,453	
11000	1211	Administrative Services	NC System Services	Fire Alarms	8/1/08 - 7/30/09	$2,800	
11000	1211	Administrative Services	Alternative Mailing & Shipping	Postage Machines	11/1/08 - 10/31/09	$2,135	
11000	1214	Fiscal Research	Analytika dba Ben Uy	Consulting Services	3/25/08 - Until	$0	
11000	1214	Fiscal Research	Hartman & Associates	Consulting Actuary	5/15/06 - 9/30/09	$47,500	
11000	1214	Fiscal Research	Charles Dunn	Consulting Actuary	4/12/00 - Until	$6,000	
11000	1213	Research/Library	Thomson West	Subscription Contract	4/1/09 - 3/31/12	$47,412	
11000	1215	Facility Services	Albritton	Floor Rejuvinator	12/15/08 - 12/14/09	$0	
11000	1215	Facility Services	Allied Waste	Cardboard Recycling	7/1/08 - 6/30/09	$0	
11000	1215	Facility Services	Alsco	Uniform Services		$10,000	
11000	1215	Facility Services	Bonitz Flooring Group	Carpet - Chambers, Gallery	3/1/09 - 2/28/10	$4,800	
11000	1215	Facility Services	Orange Recycling	Recycling Services	9/1/08 - 8/31/09	$15,500	
11000	1215	Facility Services	Sani-guard	Deodorizers	1/1/09 - 12/31/09	$2,820	
11000	1215	Facility Services	Southern Logistics	Light Bulb Recycling	12/1/08 - 11/30/09	$0	
11000	1215	Facility Services	Wood Termite Pest Control	Annual Termite	3/1/09-2/28/10	$550	
11000	1215	Facility Services	Wood Termite Pest Control	Monthly Pest Control	11/1/08-10/31/09	$3,420	
11000	1216	Food Services	Earthworx	Grease Traps	12/5/06 - 6/30/09	$4,020	
11000	1216	Food Services	Steritech	Food Safety Audit	1/1/09 - 12/31/09	$2,200	
11000	1216	Food Services	Tarheel Linen Service	Linen/Uniform	12/29/08-12/28/09	$23,000	
11000	1216	Food Services	ERC	Cash Registers	4/1/09 - 3/31/10	$2,746	
11000	1219	Program Evaluation	Evergreen Solutions	Study - Board of Education	9/30/08 - 6/30/09	$0	
11000	1900	Legislative Research Comm	Duke Chen	Consultant - OffShore Drilling	3/20/09 - 5/1/09	$0	
11000	1900	Economic Development Committe	UNC Chapel Hill	Research	1/31/08 / 7/1/09	$0	
11000	1900	Mental Health Comm	Patricia Porter	Consultant - Mental Health	2/1/09 - 12/31/09	$0	
Total							

09-10 Source of Funds		SFY 10-11	Source of Funds			
State	Other	Total Amount in Continuation Budget	Federal	State	Other	Automatic Increases Built into Contract Terms
$63,000		$0				Amt not to Exceed $63,000
$360		$360		$360		None
$750		$750		$750		None
$19,273		$19,273		$19,273		None
$15,480		$15,480		$15,480		None
$5,000		$5,000		$5,000		None
$5,712		$5,712		$5,712		None
$13,111		$13,111		$13,111		None
$14,619		$14,619		$14,619		None
$20,400		$20,400		$20,400		None
$2,453		$2,453		$2,453		None
$2,800		$2,800		$2,800		None
$2,135		$2,135		$2,135		None
$0		$0		$0		Amt not to Exceed $10,000
$47,500		$47,500		$47,500		None
$6,000		$6,000		$6,000		None
$47,412		$47,412		$48,360		2% Increase
$5,480		$0		$5,480		None
$1,080		$0		$1,080		None
$10,000		$10,000		$10,000		Still under review.
$4,800		$4,800		$4,800		None
$15,500		$15,500		$15,500		None
$2,820		$2,820		$2,820		None
$2,500		$0		$2,500		None
$550		$550		$550		None
$3,420		$3,420		$3,420		None
$4,020		$4,020		$4,020		None
$2,200		$2,200		$2,200		None
$23,000		$23,000		$23,000		None
$2,746		$2,746		$2,746		None
$0		$0		$0		None
$7,500		$0		$0		None
$0		$0		$0		None
$30,000		$0		$0		Best Estimate...
$381,621				$282,069		

NCAS Spending Category	Contractee	Brief Explanation	Contract Period	Source of Funds								Auto Increase	
				FY 2009-2010				FY 2010-2011					
				Total Amount	Fed	State	Other	Total Amount	Fed	State	Other		
532140 - Other Information Technology Services	IBM	Business Recovery Services (Disaster Recovery)	4/1/2008 - 3/31/2010	$28,000	$0	$28,000	$0	$32,000	$0	$32,000	$0	n/a	Business Recovery Services (Disaster Recovery)
532140 - Other Information Technology Services	Microsoft	Microsoft Premier Support	Annual	$81,000	$0	$81,000	$0	$86,670	$0	$86,670	$0	n/a	Microsoft Premier Support
532140 - Other Information Technology Services	NWN	Network Monitoring 24x7	Annual	$65,000	$0	$65,000	$0	$67,000	$0	$67,000	$0	n/a	Network Monitoring 24x7
532199 - Misc. Contractual Services	SC Data	Off Site Storage for Backup Tapes	Annual	$12,000	$0	$12,000	$0	$12,000	$0	$12,000	$0	n/a	Off Site Storage for Backup Tapes
532199 - Misc. Contractual Services	Verizon	TruSecure Intrusion Forensics	Annual	$80,000	$0	$80,000	$0	$82,000	$0	$82,000	$0	n/a	Trend Micro Spam Prevention Maintenance
532430 - Maintenance Agreement - Other Equipment	Piedmont	Piedmont Air Conditioning	Annual	$6,000	$0	$6,000	$0	$6,000	$0	$6,000	$0	n/a	Piedmont Air Conditioning
532430 - Maintenance Agreement - Other Equipment	Powerware	Powerware and Liebert UPS systems	Annual	$5,000	$0	$5,000	$0	$5,000	$0	$5,000	$0	n/a	Powerware and Liebert UPS systems
532441 - Maintenance Agreement - Other Software	Computer Associates	CA DMS software for asset management, software delivery, remote control, and Patch management	7/1/2007 - 6/30/2010	$23,100	$0	$23,100	$0	$24,717	$0	$24,717	$0	n/a	CA DMS software for asset management, software delivery, remote control, and Patch management
532441 - Maintenance Agreement - Other Software	Dell - ASAP	Microsoft Enterprise License Agreement	Annual	$220,000	$0	$220,000	$0	$220,000	$0	$220,000	$0	n/a	Microsoft Enterprise License Agreement
532441 - Maintenance Agreement - Other Software	Secure Enterprise	AirDefense	Annual	$4,600	$0	$4,600	$0	$4,600	$0	$4,600	$0	n/a	AirDefense
532446 - Maintenance Agreement for LAN Equipment	4Front/NWN	NETAPP Maintenance - LAN Equipment	Annual	$44,200	$0	$44,200	$0	$47,294	$0	$47,294	$0	n/a	NETAPP Maintenance - LAN Equipment
532446 - Maintenance Agreement for LAN Equipment	Benchmark	Barracuda	Annual	$1,000	$0	$1,000	$0	$1,000	$0	$1,000	$0	n/a	Barracuda
532446 - Maintenance Agreement for LAN Equipment	Benchmark	Cisco Smartnet - Benchmark	Annual	$82,000	$0	$82,000	$0	$82,000	$0	$82,000	$0	n/a	Cisco Smartnet - Benchmark
532446 - Maintenance Agreement for LAN Equipment	NWN	Cisco Smartnet - NWN	Annual	$1,561	$0	$1,561	$0	$1,711	$0	$1,711	$0	n/a	Cisco Smartnet - NWN
532446 - Maintenance Agreement for LAN Equipment	TippingPoint	Intrusion Detection System	Annual	$9,000	$0	$9,000	$0	$9,630	$0	$9,630	$0	n/a	Intrusion Detection System
532446 - Maintenance Agreement for LAN Equipment	Various	Lan Equipment Maintenance	Annual	$12,525	$0	$12,525	$0	$13,344	$0	$13,344	$0	n/a	
532448 - Maintenance Agreement for Personal Computer Software	Bottomline	BottomLine Software (Payroll)	Annual	$2,800	$0	$2,800	$0	$3,080	$0	$3,080	$0	n/a	BottomLine Software (Payroll)
532448 - Maintenance Agreement for Personal Computer Software	SAS	SAS	Annual	$10,000	$0	$10,000	$0	$10,000	$0	$10,000	$0	n/a	SAS
532448 - Maintenance Agreement for Personal Computer Software	Various	Various Pers. Computer Software Maintenance	Annual	$517,336	$0	$517,336	$0	$526,078	$0	$526,078	$0	n/a	
532449 - Maintenance Agreement for Server Software	Bakbone	Backup Software Maintenance	Annual	$20,700	$0	$20,700	$0	$22,149	$0	$22,149	$0	n/a	Backup Software Maintenance
532449 - Maintenance Agreement for Server Software	Benchmark	Cisco ACS	Annual	$4,500	$0	$4,500	$0	$4,500	$0	$4,500	$0	n/a	Cisco ACS
532449 - Maintenance Agreement for Server Software	Benchmark	Cisco Call Manager Software	Annual	$6,527	$0	$6,527	$0	$6,984	$0	$6,984	$0	n/a	Cisco Call Manager Software
532449 - Maintenance Agreement for Server Software	Computer Associates	CA Service Desk	Annual	$7,400	$0	$7,400	$0	$7,918	$0	$7,918	$0	n/a	CA Service Desk

NCAS Spending Category	Contractee	Brief Explanation	Contract Period	Source of Funds								Auto Increase	
				FY 2009-2010				FY 2010-2011					
				Total Amount	Fed	State	Other	Total Amount	Fed	State	Other		
532449 - Maintenance Agreement for Server Software	GEAC	GEAC Software Maintenance (Payroll)	Annual	$54,500	$0	$54,500	$0	$59,950	$0	$59,950	$0	n/a	GEAC Software Maintenance (Payroll)
532449 - Maintenance Agreement for Server Software	IBM	Domino.Doc	Annual	$43,400	$0	$43,400	$0	$46,438	$0	$46,438	$0	n/a	Domino.Doc
532449 - Maintenance Agreement for Server Software	International Roll Call	House Electronic Voting System Maintenance Renewal	Annual	$18,975	$0	$18,975	$0	$21,822	$0	$21,822	$0	n/a	House Electronic Voting System Maintenance Renewal
532449 - Maintenance Agreement for Server Software	International Roll Call	House Legislative Management System Maintenance Renewal	Annual	$10,350	$0	$10,350	$0	$11,905	$0	$11,905	$0	n/a	House Legislative Management System Maintenance Renewal
532449 - Maintenance Agreement for Server Software	International Roll Call	Senate Electronic Voting System Maintenance Renewal	Annual	$18,975	$0	$18,975	$0	$21,822	$0	$21,822	$0	n/a	Senate Electronic Voting System Maintenance Renewal
532449 - Maintenance Agreement for Server Software	International Roll Call	Senate Legislative Management System Maintenance Renewal	Annual	$6,900	$0	$6,900	$0	$7,935	$0	$7,935	$0	n/a	Senate Legislative Management System Maintenance Renewal
532449 - Maintenance Agreement for Server Software	IPSwitch	Whats UP Gold Monitoring Software	Annual	$3,795	$0	$3,795	$0	$4,061	$0	$4,061	$0	n/a	Whats UP Gold Monitoring Software
532449 - Maintenance Agreement for Server Software	Microsoft	SharePoint	New	$0	$0	$0	$0	$60,500	$0	$60,500	$0	n/a	SharePoint
532449 - Maintenance Agreement for Server Software	NWN	NETAPP Maintenance - Server Software	Annual	$8,400	$0	$8,400	$0	$8,650	$0	$8,650	$0	n/a	NETAPP Maintenance - Server Software
532449 - Maintenance Agreement for Server Software	ProNet Systems	ProNet Security Camera Maintenance	Annual	$16,000	$0	$16,000	$0	$17,120	$0	$17,120	$0	n/a	ProNet Security Camera Maintenance
532449 - Maintenance Agreement for Server Software	SFI	SFI Badge Access Maintenance	Annual	$10,000	$0	$10,000	$0	$11,000	$0	$11,000	$0	n/a	SFI Badge Access Maintenance
532449 - Maintenance Agreement for Server Software	Trend Micro	Trend Micro Anti-Virus Maintenance	Annual	$36,000	$0	$36,000	$0	$38,520	$0	$38,520	$0	n/a	Trend Micro Anti-Virus Maintenance
532449 - Maintenance Agreement for Server Software	Various	Various Server Software Maintenance	Annual	$172,795	$0	$172,795	$0	$249,773	$0	$249,773	$0	n/a	
532449 - Maintenance Agreement for Server Software	Vertabase	Vertabase PED Project Management Software	Annual	$1,000	$0	$1,000	$0	$1,100	$0	$1,100	$0	n/a	Vertabase PED Project Management Software
532450 - Maintenance Agreement for Servers	Benchmark	Cisco CSA Server for Security Certificates	Annual	$2,308	$0	$2,308	$0	$2,470	$0	$2,470	$0	n/a	Cisco CSA Server for Security Certificates
532450 - Maintenance Agreement for Servers	IBM	IBM Server Maintenance	Annual	$36,000	$0	$36,000	$0	$38,520	$0	$38,520	$0	n/a	IBM Server Maintenance
	Total					$1,687,197				$1,880,962			

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

Wednesday, May 20, 2009

Minutes

The House Appropriations Subcommittee on General Government met Wednesday, May 20, 2009 at 3:30 P.M. (immediately after Session adjourned).

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; and Tucker, Vice-Chair; Brown, Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

The committee discussed agencies and the projected cuts that needed to be made. The following action took place:

- Representative Whilden moved to re-visit the short-fall in the Office of State Personnel ($36, 535). Representative Floyd 2nd the motion. The motion carried with Representative Cleveland abstaining from voting.
- The committee discussed longevity pay for State employees and also that the "progress" of this committee felt slow moving.
- Representative Tucker made a motion re: the Controller's office and Representative Whilden 2nd the motion. The motion carried.

The meeting adjourned at 4:25 P.M.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 20, 2009

2:00 p.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

Office of State Controller

- Additional Adjustments to Expenditure Accounts
- Vacant Positions (six months or more)
- Review Special Funds
- Review Fees
- Review Contracts
- Reductions in the Senate Budget

Thomas Cheek
Chief Fiscal Officer

Office of State Personnel

- Additional Adjustments to Expenditure Accounts
- Vacant Positions (six months or more)
- Review Special Funds
- Review Fees
- Review Contracts
- Reduction in the Senate Budget

Linda Coleman
Director

VISITOR REGISTRATION SHEET

Gen. Government — May 20, 09

Name of Committee — **Date**

After Session

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Dennis Patterson	OSA
Carl Dean	OSP
Melanie Soles	DCR
Dick Barnes	OSA
Will Pannington	NCHFA
Alicia Bra	MWC

VISITOR REGISTRATION SHEET

General Gov't — 5/20/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Cindy Gillian	NC OSA
Lee Linker	NC OSA
Wesley Ray	OSA
Thomas Cheek	OSC
Dany O. Bartlett	SBE
Keith Long	SBE
Don Wright	SBE
Dick Barnes	OSA
Dennis Patterson	OSA
Tom Newman	DOI
Alicia [illegible]	MWC

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 20, 2009

2:00 p.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

Office of State Controller

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Thomas Cheek
Chief Fiscal Officer

Office of State Personnel

- Additional Adjustments to Expenditure Accounts
- Vacant Positions (six months or more)
- Review Special Funds
- Review Fees
- Review Contracts
- Reduction in the Senate Budget

Linda Coleman
Director

VISITOR REGISTRATION SHEET

Gen. Government — 5-20-09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
A. James	OSBM
Jennifer Sasser	Williams Mullen
Dick Barnes	OSA
Dennis Patterson	OSA
Michael Houser	NC DOR

House Pages

Name of Committee: Sen. Govt Date: 5-22-07

1. Name: Danner Washburn
   County: Forsyth
   Sponsor: Folwell
2. Name: Liz Stevens
   County: Rep. Killian
   Sponsor: Mecklenburg
3. Name: Anna Killian
   County: Caldwell
   Sponsor: Rep. Phillip Frye
4. Name: _____
   County: _____
   Sponsor: _____
5. Name: _____
   County: _____
   Sponsor: _____

Sgt-At-Arms

1. Name: Gerald Penny
2. Name: Martha Fennick
3. Name: Ken Burroughs

VISITOR REGISTRATION SHEET

General Gov. — May 2009

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Jim Newman	DOI
Melanie Sallen	DCR
Jack Hubbard	OSBM
Lynda Coleman	OSP
Ann Cobb	OSP
Carl Goodwin	OSP
Carl Dean	OSP
Christy Agner	DJA
Natalie Roberts	Accenture

House Appropriations Subcommittee on General Government

Room 1425
May 21, 2009
8:30 AM

Representative Susan C. Fisher, Chair, called the meeting of the Appropriations Subcommittee on General Government to order on May 21, 2009, at 8:36 a.m. and the following members were present: Representative Alice Underhill, Chair; Representative Russell Tucker, Vice Chair; Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills, and Representative Jane Whilden. Staff present: Michele Nelson, Claire Hester, Sarah Poteat and Committee Clerk, Lynn Tennant. Judy Turner and Martha Parrish served as Sergeant at Arms. Pages present were Drew Lopez, Ray Warren and Timothy Coston.

Representative Fisher called on George Hall and Wesley Taylor, Chief Fiscal Officer with the NC General Assembly to come and speak. Wesley Taylor referred to a handout (attached) entitled Flexibility Reserve and Additional Reductions. Mr. Taylor did an overview of the handout identifying cuts and reductions, identifying an additional $86,000 the first year and $40,000 additional the second year. He suggested reducing the budget for the Intern program which is over budgeted and increasing the food service sales price in the cafeteria by ten percent.

Claire Hester came forward and gave an overview of a spreadsheet she compiled of all the cuts to the agencies that have been discussed so far (attached). The handout is entitled Recommended Agency Reductions for 2009-11 Biennial Budget 2009 Session. She noted that the most important part was on page three where the tally of cuts as of May 20, 2009, has been listed at $3,155,870. She then discussed a vacancy spreadsheet handout, attached, and a handout of vacancies since June 30, 2008, attached, the committee may want to consider. A brief discussion of questions and clarifications of the handouts took place.

Representative Fisher then readdressed the General Assembly's presentation and asked if there was a Motion regarding what the committee had seen so far. Representative Cleveland made a Motion to accept the General Assembly's recommended adjustments, subject to being revisited. Representative Whilden seconded the Motion. Further discussion and clarifications took place. All voted in favor of the Motion.

Claire Hester asked if the committee would like a new tally sheet for every day that the committee meets and Rep. Tucker confirmed that he would like new ones printed.

Representative Fisher suggested going to the agencies and letting them know the amounts that the committee needs and let them pick the positions to be cut. Michele suggested this be addressed next week.

It was noted that the Fees Sub-subcommittee would meet at 10:15 am and the Non-profit Sub-subcommittee would meet Tuesday at 10:00. General Government will reconvene after session today.

The meeting adjourned at 9:20 a.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 21, 2009

8:30 a.m.
and
After Session

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

General Assembly

- Additional Adjustments to Expenditure Accounts
- Vacant Positions (six months or more)
- Review Contracts
- Reductions in the Senate Budget

Wesley Taylor
Chief Fiscal Officer

Department of Insurance

- Additional Adjustments to Expenditure Accounts
- Vacant Positions (six months or more)
- Review Special Funds
- Review Contracts
- Reduction in the Senate Budget

Wayne Goodwin
Commissioner

N.C. General Assembly
Current Vacant Positions Listings
Vacant Beyond 6 Months or more as of January 1, 2009

Division	Position Number	Salary	Position	End Date
Senate	P10809	$120,692	Budget Director & Policy Advisor	16-May-08
Senate	P10811A	$39,916	Administrative Assistant	03-Aug-07
Senate	P10019	$47,616	Administrative Assistant	31-Aug-07
House	P20056	$40,054	Administrative Clerk	03-Aug-07
House	P20067	$71,684	Legislative Aide to Dem. Caucus Leader	23-Jan-07
House	P20815	$32,347	Administrative Assistant	01-Jul-07
House	P20816	$32,347	Administrative Assistant	01-Jul-07
House	P20817	$32,347	Administrative Assistant	01-Jul-07
House	P20818	$32,347	Administrative Assistant	01-Jul-07
House	P20819	$32,347	Administrative Assistant	01-Jul-07
House	P20820	$32,347	Administrative Assistant	01-Jul-07
House	P20821	$32,347	Administrative Assistant	01-Jul-07
House	P20012	$32,347	Administrative Assistant	01-Jul-07
House	P20060A	$38,850	Boards and Commission Associate	28-Feb-06
House	P20061B	$151,085	Senior Policy Advisor	31-Oct-07
House	P20063	$61,338	Policy and Member Relations Analyst	04-May-07
House	P20066	$36,098	Administrative Assistant	07-Sep-07
House	P20071	$42,017	Administrative Assistant	23-Jan-07
House	P20072	$45,923	Administrative Assistant	23-Jan-07
House	P20077A	$33,641	Administrative Assistant	07-Apr-08
House	P20079	$36,124	Administrative Assistant	31-May-08
	21	$1,023,814		

Adjusted Continuation Budget per SB 202		$ 62,347,066	$ 64,056,544
Money Report Items:			
41	**Management Flexibility Reserve (pg. 2)**		
41.1	Partially Fund Employer's Portion of the Health Insurance Premiums	$ (632,000)	$ (632,000)
42	**Reduce Various Accounts (pg. 3-5)**		
42.1	Reduce Budgeted Days for Legislative Assistants during the interim from 4 to 3 Days	$ (1,374,363)	$ (918,399)
42.2	Reduce Data Processing Budget	$ (138,476)	$ (138,476)
42.3	Reduce Budgeted Repairs Budget	$ -	$ (100,000)
42.4	Reduce Budgeted Subsistence and Travel Days during the Interim for Members	$ (148,887)	$ (148,887)
42.5	Delay filling 35 Temporary Positions	$ (968,735)	$ (1,065,946)
42.6	Partially Fund Temporary Salaries during the Interim (Floaters 4 to 0 days)	$ (979,331)	$ (438,154)
42.7	Reduce Budgeted Session Weeks from 30 to 29 Weeks (August 13, 2010)	$ -	$ (322,122)
	Item# 42 based on SB 202	$ (2,803,280)	$ (2,728,280)
	Additional Reductions for Item# 42	$ (806,512)	$ (403,704)
	Total Item# 42 Reductions	$ (3,609,792)	$ (3,131,984)
43	**Reserves and Transfers (pg. 6)**		
43.1	Eliminate the Contingency Reserve	$ (1,250,000)	$ (1,250,000)
43.2	Reduce the Legislative Services Commission Studies Reserves	$ -	$ (75,000)
		$ (1,250,000)	$ (1,325,000)
Additional Reductions: (pg. 7)			
1.	Eliminate 21 Permanent Positions	$ (1,281,085)	$ (1,281,085)
2.	Reduce Budget for NCSU Interns	$ (115,500)	$ (42,000)
3.	10% Price Increase for Food Services Sales	$ (92,377)	$ (99,784)
	Total Additional Reductions:	$ (1,488,962)	$ (1,422,869)
Total Reductions for the General Assembly		$ (6,980,754)	$ (6,511,853)
Adjusted Continuation Budget		$ 55,366,312	$ 57,544,691
Total Reductions over Senate Bill 202		***$ (2,295,474)***	***$ (1,826,573)***

11000 GENERAL ASSEMBLY - 2009-2011 Flexibility Reserve and Additional Reductions

Money Report Item#	Fund Code	Division	Account	Account Description	Certified FY 2008-09	YTD FY 2008-09	Requested FY 2009-10		Requested FY 2010-11		Justification
41	**Management Flexibility Reserve**						$ 632,000	R	$ 632,000	R	
41.1	**Partially fund the Employer's Portion of Health Insurance Premiums**										
	1120	Senate	531561	MED INS CONTRIB-APPRO	$ 810,067	$ 434,675	$ (163,731)		$ (163,731)		
	1120	House	531561	MED INS CONTRIB-APPRO	$1,504,852	$ 772,396	$ (329,098)		$ (329,098)		
	1211	Administrative	531561	MED INS CONTRIB-APPRO	$ 273,962	$ 154,832	$ (39,295)		$ (39,295)		
	1212	Bill Drafting	531561	MED INS CONTRIB-APPRO	$ 184,180	$ 90,752	$ (42,570)		$ (42,570)		
	1213	Research	531561	MED INS CONTRIB-APPRO	$ 213,986	$ 143,055	$ (9,824)		$ (9,824)		
	1214	Fiscal Research	531561	MED INS CONTRIB-APPRO	$ 188,914	$ 119,847	$ (9,824)		$ (9,824)		
	1215	Building Maintenance	531561	MED INS CONTRIB-APPRO	$ 149,912	$ 93,523	$ (9,824)		$ (9,824)		
	1216	Food Services	531561	MED INS CONTRIB-APPRO	$ 129,269	$ 73,381	$ (8,187)		$ (8,187)		
	1217	Information System	531561	MED INS CONTRIB-APPRO	$ 176,128	$ 122,965	$ (4,912)		$ (4,912)		
	1219	Program Evaluation	531561	MED INS CONTRIB-APPRO	$ 97	$ 31,175	$ (11,461)		$ (11,461)		
	1230	Institute of Government	531561	MED INS CONTRIB-APPRO	$ -	$ 2,425	$ (3,275)		$ (3,275)		
		Total			$3,631,367	$2,039,026	$ (632,000)		$ (632,000)		

Money Report Item#	Fund Code	Division	Account	Account Description	Certified FY 2008-09	YTD FY 2008-09	Requested FY 2009-10	Requested FY 2010-11	Justification
42	Reduce Various Accounts						$ 1,661,726 R	$ 1,743,916 R	
							$ 1,141,554 NR	$ 984,364 NR	
42.1	Reduce Budgeted Days for Legislative Assistants during the Interim from 4 to 3 Days								
	1110	Senate	531311	REG(N S) TEMP WAGES-APPRO	$ 2,899,310	$ 1,595,617	$ (387,187)	$ (239,084)	
	1110	Senate	531461	EPA&SPA-LONGEVITY PAY-APPR	$ 115,265	$ 67,776	$ -	$ (11,881)	
	1110	Senate	531511	SOCIAL SEC CONTRIB-APPRO	$ 221,797	$ 122,065	$ (29,620)	$ (18,990)	
	1110	Senate	531521	REG RETIRE CONTRIB-APPRO	$ 207,011	$ 113,927	$ (27,646)	$ (17,724)	
	1110	Senate			$ 3,443,383	$ 1,899,385	$ (444,453)	$ (287,679)	
	1120	House	531311	REG(N S) TEMP WAGES-APPRO	$ 6,044,620	$ 2,828,602	$ (810,096)	$ (526,859)	
	1120	House	531461	EPA&SPA-LONGEVITY PAY-APPR	$ 269,588	$ 117,029	$ -	$ (22,596)	
	1120	House	531511	SOCIAL SEC CONTRIB-APPRO	$ 462,413	$ 216,388	$ (61,973)	$ (42,033)	
	1120	House	531521	REG RETIRE CONTRIB-APPRO	$ 431,586	$ 201,962	$ (57,841)	$ (39,232)	
	1120	House			$ 7,208,207	$ 3,363,981	$ (929,910)	$ (630,720)	
		Total			$ 10,651,590	$ 5,263,365	$ (1,374,363)	$ (918,399)	
42.2	Reduction in Information System (Recurring)								
	1217	Information System	532140	OTH INFORMATION TECH SVC	$ 279,000	$ 181,916	$ -	$ (20,000)	
	1217	Information System	532199	MISC CONTRACTUAL SERVICE	$ 62,000	$ 5,069	$ -	$ (10,000)	
	1217	Information System	532941	EMP EDUCATION ASSIST PRO	$ 24,000	$ -	$ (18,000)	$ (20,000)	
	1217	Information System	532942	OTHER EMP EDUCATIONAL EX	$ 60,000	$ 7,389	$ (12,000)	$ -	
	1217	Information System	534534	PC/PRINTER EQUIPMENT	$ 100,000	$ 237,522	$ (8,000)	$ -	
	1217	Information System	534711	OTHER COMPUTER SOFTWARE	$ 100,000	$ 2,218	$ (60,000)	$ (38,476)	
	1217	Information System	534713	PC SOFTWARE	$ 85,850	$ 26,096	$ (40,476)	$ (50,000)	
		Total			$ 710,850	$ 460,210	$ (138,476)	$ (138,476)	
42.3	Reduction in Budgeted Repairs (Recurring)								
	1215	Building Maintenance	532310	REPAIRS-BUILDING	$ 200,000	$ 318,410	$ -	$ (100,000)	
		Total					$ -	$ (100,000)	
42.4	Reduction in Budgeted Substence and Travel Days during the Interim for Members (Recurring)								
	1110	Senate	532714	TRANSP-GRND - IN STATE	$ 188,187	$ 72,859	$ (17,825)	$ (17,825)	
	1110	Senate	532727002	MISC-IN STATE-GEN ASSEMBLY	$ 1,223,057	$ 622,324	$ (26,065)	$ (26,065)	
	1110	Senate					$ (43,890)	$ (43,890)	
	1120	House	532714	TRANSP-GRND - IN STATE	$ 458,221	$ 172,766	$ (42,118)	$ (42,118)	
	1120	House	532727002	MISC-IN STATE-GEN ASSEMBLY	$ 2,937,075	$ 1,482,092	$ (62,879)	$ (62,879)	
	1120	House					$ (104,997)	$ (104,997)	
		Total					$ (148,887)	$ (148,887)	
42.5	Delay Filling 35 Temporary Positions (Non-Recurring)								
	1110	Senate	531311	REG(N S) TEMP WAGES-APPRO	$ 2,899,310	$ 1,595,617	$ (50,248)	$ (65,257)	
	1110	Senate	531511	SOCIAL SEC CONTRIB-APPRO	$ 207,011	$ 113,927	$ (3,588)	$ (4,659)	
	1110	Senate	531521	REG RETIRE CONTRIB-APPRO	$ 221,797	$ 122,065	$ (3,844)	$ (4,992)	
	1110	Senate			$ 3,328,118	$ 1,831,609	$ (57,680)	$ (74,909)	
	1120	House	531311	REG(N S) TEMP WAGES-APPRO	$ 6,044,620	$ 2,828,601	$ (510,792)	$ (579,023)	
	1120	House	531511	SOCIAL SEC CONTRIB-APPRO	$ 431,586	$ 201,962	$ (36,471)	$ (41,342)	

Money Report Item#	Fund Code	Division	Account	Account Description	FY 2008-09	FY 2008-09	FY 2009-10	FY 2010-11	Justification
	1120	House	531521	REG RETIRE CONTRIB-APPRO	$ 462,413	$ 216,388	$ (39,076)	$ (44,295)	
	1120	**House**			**$ 6,938,619**	**$ 3,246,951**	**$ (586,338)**	**$ (664,661)**	
	1211	Administrative	531311	REG(N S) TEMP WAGES-APPRO	$ 244,083	$ 111,409	$ (54,160)	$ (69,855)	
	1211	Administrative	531511	SOCIAL SEC CONTRIB-APPRO	$ 17,428	$ 7,955	$ (3,867)	$ (4,988)	
	1211	Administrative	531521	REG RETIRE CONTRIB-APPRO	$ 18,672	$ 8,523	$ (4,143)	$ (5,344)	
	1211	**Administrative**			**$ 280,183**	**$ 127,886**	**$ (62,170)**	**$ (80,187)**	
	1213	Research	531311	REG(N S) TEMP WAGES-APPRO	$ 188,614	$ 72,690	$ (24,465)	$ (29,142)	
	1213	Research	531511	SOCIAL SEC CONTRIB-APPRO	$ 13,467	$ 5,190	$ (1,747)	$ (2,081)	
	1213	Research	531521	REG RETIRE CONTRIB-APPRO	$ 14,429	$ 5,561	$ (1,872)	$ (2,229)	
	1213	**Research**			**$ 216,510**	**$ 83,441**	**$ (28,083)**	**$ (33,452)**	
	1216	Food Service	531311	REG(N S) TEMP WAGES-APPRO	$ 74,627	$ 12,389	$ (64,798)	$ (63,840)	
	1216	Food Service	531511	SOCIAL SEC CONTRIB-APPRO	$ 5,328	$ 885	$ (4,627)	$ (4,558)	
	1216	Food Service	531521	REG RETIRE CONTRIB-APPRO	$ 5,709	$ 948	$ (4,957)	$ (4,884)	
	1216	**Food Service**			**$ 85,664**	**$ 14,221**	**$ (74,382)**	**$ (73,282)**	
	1219	Program Evaluation	531311	REG(N S) TEMP WAGES-APPRO	$ 8,014	$ 117,171	$ (139,457)	$ (139,457)	
	1219	Program Evaluation	531511	SOCIAL SEC CONTRIB-APPRO	$ 572	$ 8,366	$ (9,957)	$ (9,957)	
	1219	Program Evaluation	531521	REG RETIRE CONTRIB-APPRO	$ 613	$ 8,964	$ (10,668)	$ (10,668)	
	1219	**Program Evaluation**			**$ 9,199**	**$ 134,500**	**$ (160,083)**	**$ (160,083)**	
		Total			**$ 10,858,294**	**$ 5,438,609**	**$ (968,736)**	**$ (1,065,947)**	
42.6	**Partially Fund Temporary Salaries during the Interim (Floaters 4 to 0 Days) (Non-Recurring)**								
	1110	Senate	531311	REG(N S) TEMP WAGES-APPRO	$ 3,227,957	$ 1,801,276	$ (268,840)	$ (154,468)	
	1110	Senate	531461	EPA&SPA-LONGEVITY PAY-APPR	$ 327,057	$ 251,386	$ (4,444)	$ -	
	1110	Senate	531511	SOCIAL SEC CONTRIB-APPRO	$ 561,230	$ 374,972	$ (20,906)	$ (11,817)	
	1110	Senate	531521	REG RETIRE CONTRIB-APPRO	$ 552,032	$ 325,341	$ (19,512)	$ (11,029)	
	1110	**Senate**			**$ 4,668,276**	**$ 2,752,976**	**$ (313,702)**	**$ (177,314)**	
	1120	House	531311	REG(N S) TEMP WAGES-APPRO	$ 6,598,746	$ 3,068,757	$ (563,996)	$ (217,538)	
	1120	House	531461	EPA&SPA-LONGEVITY PAY-APPR	$ 429,133	$ 233,846	$ (15,864)	$ (9,694)	
	1120	House	531511	SOCIAL SEC CONTRIB-APPRO	$ 879,567	$ 521,703	$ (44,358)	$ (17,384)	
	1120	House	531521	REG RETIRE CONTRIB-APPRO	$ 856,222	$ 374,146	$ (41,411)	$ (16,224)	
	1120	**House**			**$ 8,763,668**	**$ 4,198,452**	**$ (665,629)**	**$ (260,840)**	
		Total			**$ 13,431,944**	**$ 6,951,428**	**$ (979,331)**	**$ (438,154)**	
42.7	**Reduction in Budgeted Session Weeks from 30 to 29 Weeks (Adjournment 08/13/2010) (Non-Recurring)**								
	1110	Senate	531311	REG(N S) TEMP WAGES-APPRO	$ 3,227,957	$ 1,801,276	$ -	$ (50,766)	
	1110	Senate	531461	EPA&SPA-LONGEVITY PAY-APPR	$ 327,057	$ 251,386	$ -	$ (1,084)	
	1110	Senate	531511	SOCIAL SEC CONTRIB-APPRO	$ 561,230	$ 374,972	$ -	$ (3,747)	
	1110	Senate	531521	REG RETIRE CONTRIB-APPRO	$ 552,032	$ 325,341	$ -	$ (2,266)	
	1110	Senate	532714	TRANSP-GRND - IN STATE	$ 188,187	$ 72,659	$ -	$ (4,917)	
	1110	Senate	532727002	MISC-IN STATE-GEN ASSEMBLY	$ 1,223,057	$ 622,324	$ -	$ (36,414)	
	1110	**Senate**					**$ -**	**$ (99,194)**	
	1120	House	531311	REG(N S) TEMP WAGES-APPRO	$ 6,598,746	$ 3,068,757	$ -	$ (81,595)	
	1120	House	531461	EPA&SPA-LONGEVITY PAY-APPR	$ 429,133	$ 233,846	$ -	$ (2,602)	
	1120	House	531511	SOCIAL SEC CONTRIB-APPRO	$ 879,567	$ 521,703	$ -	$ (6,240)	
	1120	House	531521	REG RETIRE CONTRIB-APPRO	$ 856,222	$ 374,146	$ -	$ (4,512)	
	1120	House	532714	TRANSP-GRND - IN STATE	$ 458,221	$ 172,766	$ -	$ (8,416)	
	1120	House	532727002	MISC-IN STATE-GEN ASSEMBLY	$ 2,937,075	$ 1,482,092	$ -	$ (88,816)	
	1120	**House**					**$ -**	**$ (192,181)**	
	1211	Administrative	531311	REG(N S) TEMP WAGES-APPRO	$ 485,759	$ 255,647	$ -	$ (7,201)	
	1211	Administrative	531461	EPA&SPA-LONGEVITY PAY-APPR	$ 121,440	$ 63,912	$ -	$ (334)	
	1211	Administrative	531511	SOCIAL SEC CONTRIB-APPRO	$ 37,161	$ 19,557	$ -	$ (577)	
	1211	Administrative	531521	REG RETIRE CONTRIB-APPRO	$ 346,832	$ 182,532	$ -	$ (537)	
	1211	**Administrative**					**$ -**	**$ (8,649)**	
	1212	Bill Drafting	531311	REG(N S) TEMP WAGES-APPRO	$ 642,033	$ 320,086	$ -	$ (12,781)	
	1212	Bill Drafting	531461	EPA&SPA-LONGEVITY PAY-APPR	$ 160,508	$ 80,022	$ -	$ (355)	
	1212	Bill Drafting	531511	SOCIAL SEC CONTRIB-APPRO	$ 49,116	$ 24,487	$ -	$ (1,005)	
	1212	B ng	531521	REG RETIRE CONTRIB-APPRO	$ 458,412	$ 3,541	$ -	$ (938)	

Money Report Item#	Fund Code	Division	Account	Account Description	FY 2008-09	FY 2008-09	FY 2009-10	FY 2010-11	Justification
	1212	Bill Drafting					$ -	$ (15,079)	
	1213	Research	531311	REG(N S) TEMP WAGES-APPRO	$ 188,614	$ 72,690	$ -	$ (2,264)	
	1213	Research	531461	EPA&SPA-LONGEVITY PAY-APPR	$ 47,154	$ 18,173	$ -	$ (104)	
	1213	Research	531511	SOCIAL SEC CONTRIB-APPRO	$ 14,429	$ 5,561	$ -	$ (181)	
	1213	Research	531521	REG RETIRE CONTRIB-APPRO	$ 134,670	$ 51,901	$ -	$ (169)	
	1213	Research					$ -	$ (2,718)	
	1214	Fiscal Research	531311	REG(N S) TEMP WAGES-APPRO	$ 205,901	$ 61,859	$ -	$ (1,968)	
	1214	Fiscal Research	531511	SOCIAL SEC CONTRIB-APPRO	$ 15,751	$ 4,732	$ -	$ (150)	
	1214	Fiscal Research	531521	REG RETIRE CONTRIB-APPRO	$ 147,013	$ 44,167	$ -	$ (141)	
	1214	Fiscal Research					$ -	$ (2,259)	
	1215	Building Maintenance	531311	REG(N S) TEMP WAGES-APPRO	$ 123,736	$ 68,475	$ -	$ (1,695)	
	1215	Building Maintenance	531461	EPA&SPA-LONGEVITY PAY-APPR	$ 30,934	$ 17,119	$ -	$ (12)	
	1215	Building Maintenance	531511	SOCIAL SEC CONTRIB-APPRO	$ 9,466	$ 5,238	$ -	$ (130)	
	1215	Building Maintenance	531521	REG RETIRE CONTRIB-APPRO	$ 88,348	$ 48,891	$ -	$ (121)	
	1215	Building Maintenance					$ -	$ (1,958)	
	1216	Food Services	531311	REG(N S) TEMP WAGES-APPRO	$ 74,627	$ 12,388	$ -	$ (73)	
	1216	Food Services	531511	SOCIAL SEC CONTRIB-APPRO	$ 5,709	$ 948	$ -	$ (5)	
	1216	Food Services	531521	REG RETIRE CONTRIB-APPRO	$ 53,284	$ 8,845	$ -	$ (6)	
	1216	Food Services					$ -	$ (84)	
		Total					$ -	$ (322,122)	
							$ (3,609,793)	$ (3,152,610)	

11000 GENERAL ASSEMBLY - 2009-2011 Flexibility Reserve and Additional Reductions

Money Report Item#	Fund Code	Division	Account	Account Description	Certified FY 2008-09	YTD FY 2008-09	Requested FY 2009-10		Requested FY 2010-11		Justification
43	Reserves and Transfers						$ 1,250,000	R	$ 1,325,000	R	
43.1	Eliminate the Contingency Reserve										
	1900	Committees & Reserves	537195	Reserves	$ -	$ -	$ (1,250,000)		$ (1,250,000)		
43.2	Reduce the Legislative Services Commission Studies Reserve										
	1900	Committees & Reserves	537195	Reserve	$ -	$ -	$ -		$ (75,000)		
							$ (1,250,000)		$ (1,325,000)		

Item#	Fund Code	Division	Account	Account Description	Certified FY 2008-09	YTD FY 2008-09	Requested FY 2009-10	Requested FY 2010-11	Justification
	Additional Reductions								
1.	**Eliminate 21 Permanent Positions**								
	1110	Senate	531111	EPA-REG SALARIES-APPRO	$2,772,600	$2,046,969	-$208,224.00	-$208,224	3 Positions
	1110	Senate	531511	SOCIAL SEC CONTRIB-APPRO	$212,104	$156,593	-$15,929	-$15,929	
	1110	Senate	531521	REG RETIRE CONTRIB-APPRO	$225,690	$166,623	-$16,949	-$16,949	
	1110	Senate	531561	MED INS CONTRIB-APPRO	$809,969	$434,674	-$20,785	-$20,785	
	1110	**Senate**			**$4,020,363**	**$2,804,859**	**-$261,888**	**-$261,888**	
	1120	House	531111	EPA-REG SALARIES-APPRO	$2,482,412	$1,431,907	-$815,590	-$815,590	18 Positions
	1120	House	531511	SOCIAL SEC CONTRIB-APPRO	$189,905	$109,541	-$62,393	-$62,393	
	1120	House	531521	REG RETIRE CONTRIB-APPRO	$202,068	$116,557	-$66,389	-$66,389	
	1120	House	531561	MED INS CONTRIB-APPRO	$1,504,765	$772,395	-$74,826	-$74,826	
	1120	**House**			**$4,379,150**	**$2,430,400**	**-$1,019,198**	**-$1,019,198**	
		Total			**$8,399,512**	**$5,235,260**	**-$1,281,085**	**-$1,281,085**	21 Positions
	Reserves and Transfers (pg. 6)								
2.	**Reduce Budget for Intern Program**								
	1110	Senate	532199015	MISC-INTERN SERVICES	$57,750	$0	-$57,750	-$21,000	
	1120	House	532199015	MISC-INTERN SERVICES	$57,750	$0	-$57,750	-$21,000	
		Total					**-$115,500**	**-$42,000**	
3.	**10% Price Increase for Food Service Sales**								
	1216	Food Services	434150	FOOD & VENDING SERVICES	$997,838	$747,030	-$92,377	-$99,784	
							-$1,488,962	**-$1,422,869**	

General Assembly

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$62,347,066**		**$64,056,544**	
Legislative Changes				
Department-Wide				
41 Management Flexibility Reserve Create Management Flexibility Reserve.	($632,000)	R	($632,000)	R
42 Reduce Various Accounts Reduce various operating accounts, delay filling vacant positions, and reduce the number of budgeted session days and interim weeks.	($1,661,726) ($1,141,554)	R NR	($1,743,916) ($984,364)	R NR
43 Reserves and Transfers Reduce agency and contingency reserves.	($1,250,000)	R	($1,325,000)	R
Total Legislative Changes	**($3,543,726)** **($1,141,554)**	**R** **NR**	**($3,700,916)** **($984,364)**	**R** **NR**
Total Position Changes				
Revised Budget	**$57,661,786**		**$59,371,264**	

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
				Continuation Budget				
11000	**General Assembly**							
531321	Contracted Personal Services	N/A	N/A	$0	$0	$0	$0	
532199	Misc. Contractual Services	1110	Senate		$7,748	$0	$0	Carolina Clipping Service
		1110	Senate		$2,904	$0	$0	Carlyle Photo
		1110	Senate		$57,750	$0	$57,750	Senate Interns from the NC State Intern Program
		1110	**Senate Total**	**$57,750**	**$68,402**	**$0**	**$57,750**	**Senate Interns from the NC State Intern Program**
		1120	House		$2,709	$0	$0	Carlyle Photo
		1120	House		$0	$0	$0	Wright Investigation Stenographer (Pace Reporting Service)
		1120	House		$1,658	$0	$0	Speech Prompting (Caption Perfect, Inc)
		1120	House		$57,750	$0	$57,750	House Interns from the NC State Intern Program
		1120	**House Total**	**$57,750**	**$62,117**	**$0**	**$57,750**	**House Interns from the NC State Intern Program**
		1211	Administration		$0	$0	$0	Fire Alarm Inspection (NC System Service)
		1211	Administration		$4,125	$750	$750	Sen & Hse Calendar Printing Steve Blalock
		1211	Administration		$1,042	$360	$360	Fire Suppressant (BFPE International)
		1211	Administration		$0	$0	$0	Concourse Design (Sears Hackney)
		1211	Administration		$1,109	$0	$0	Sign Language (Fluent Language Solutions)
		1211	Administration		$50	$0	$0	Firing Lane Rental (Eagle 1 Law Enforcement Supply)
		1211	**Administration Total**	**$750**	**$6,326**	**$1,110**	**$1,110**	**Fire Suppressant Inspection & Sen & Hse Calendar Printing**
		1214	Fiscal Research			$0	$0	Business Forecasting Model (Analytika)
		1214	Fiscal Research		$3,000	$0	$0	Writing Workshop (David Covington)
		1214	Fiscal Research		$6,000	$6,000	$6,000	Actuary (Charles Dunn)
		1214	Fiscal Research		$0	$0	$0	DOT Consultant (Stalling)
		1214	Fiscal Research		$80,281	$47,500	$47,500	Actuary (Hartman & Associates)
		1214	**Fiscal Research Total**	**$109,750**	**$89,281**	**$53,500**	**$53,500**	**Actuary Services**
		1215	Building Maintenance		$32	$0	$0	Cleaning Drapes (Rollns)
		1215	Building Maintenance		$9,110	$10,000	$10,000	Uniform Cleaning Service (Alsco)
		1215	Building Maintenance		$0	$4,800	$4,800	Chamber Carpet Cleaning (Bonitz)
		1215	Building Maintenance		$15,678	$15,500	$15,500	Recycle Paper & Plastic (Orange Recycling Services)
		1215	Building Maintenance		$2,240	$2,820	$2,820	Sani-guard Deodorizers

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1215	Building Maintenance		$570	$550	$550	Annual Termite Control (Woods)
		1215	Building Maintenance		$1,995	$3,420	$3,420	Monthly Pest Control (Woods)
		1215	Building Maintenance		$8,480	$5,000	$5,000	Trash Removal (DOA)
		1215	Building Maintenance		$0	$0	$0	PED Renovations Trash Removal (Carolina)
		1215	Building Maintenance		$4,642	$0	$0	Tree Removal (Bartlett)
		1215	Building Maintenance		$0	$0	$0	Airhandler Cleaning (ARS LLC)
		1215	Building Maintenance		$1,252	$0	$0	Recycle Fluorescent Lights (Logistices)
		1215	Building Maintenance		$0	$0	$0	Remove Hazardous Oils and Chemicals (Safety Kleen)
		1215	Building Maintenance		$0	$0	$0	Sprinkler Inspection (Safety Kleen)
		1215	Building Maintenance		$5,480	$0	$0	Bathroom Tile Cleaning (Albritton)
		1215	Building Maintenance		$550	$0	$0	LB & LOB Window Washing (Scotties)
		1215	Building Maintenance		$0	$0	$0	Waterfoundain Treatment (Tritest)
		1215	Building Maintenance		$1,616	$0	$0	Cardboard Recycle (Allied)
		1215	Building Maintenance		$2,347	$0	$0	Mulch & Seed (DOA)
		1215	Building Maintenance		$16,275	$0	$0	Chamber Doors Refinishing (Mid American)
		1215	Building Maintenance		$1,800	$0	$0	Elevator Door Refinishing (Swenson)
		1215	Building Maintenance		$2,200	$0	$0	Garage Lighting Modifications (United)
		1215	Building Maintenance		$120	$0	$0	Boiler Inspection (DOA)
		1215	**Building Maintenance Total**	**$12,305**	**$74,387**	**$42,090**	**$42,090**	**Various Building Maintenance Services**
		1216	Food Services		$3,215	$4,020	$4,020	Grease Trap Cleaning
		1216	Food Services		$1,800	$2,200	$2,200	Food Safety Audit
		1216	Food Services		$15,871	$23,000	$23,000	Linen/Uniform Cleaning Service
		1215	Building Maintenance		$4,970	$6,480	$6,480	Food Waste Recycling (Brooks)
		1216	**Food Services Total**	**$1,967**	**$25,856**	**$35,700**	**$35,700**	**Food Safety Audit, Grease Trap, Uniform & Linen**
		1217	Information Systems		$5,069	$12,000	$12,000	Off-Site Storage of Computer Tapes (S C Data)
		1217	Information Systems		$0	$10,000	$10,000	Computer Room Upgrades (HVAC/Electric)
		1217	Information Systems		$0	$0	$0	Recycle Harddrive (Triangle)
		1217	Information Systems		$0	$0	$0	Security Speakers (Custom Light)
		1217	Information Systems		$0	$0	$0	System Security Audit (Secure Enterprises)
		1217	**Information Systems Total**	**$62,000**	**$5,069**	**$22,000**	**$22,000**	**Off-Site Tape Storage/Computer Room Upgrades**
		1219	Program Evaluation		$17,812	$0	$0	Career Banding Study (Fox Lawson and Assoc)
		1219	Program Evaluation		$144,415	$0	$0	Org Structure of DPI Study (Evergreen Solutions)
		1219	Program Evaluation		$1,163	$0	$0	Report Editing (Stenersen)

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1219	**Program Evaluation Total**	**$0**	**$163,390**	**$375,000**	**$375,000**	**Contractors to Augment Staff (10 Projects)**
		1230	**Institute of Government Total**	**$85,000**	**$94,346**	**$87,334**	**$71,383**	**Daily Bulletin Subvention**
		1900	Independent Studies		$53,047	$0	$0	21st Century Transportation-Technical Assistants (Goode)
		1900	Independent Studies		$0	$0	$0	Transportation Oversight-Tire Retread Process Study (Smithers Scientific)
		1900	Independent Studies		$0	$0	$0	Environmental Review-Nutrient Offset Pymt Study (Research Triangle Inst)
		1900	Independent Studies		$0	$0	$0	Transportation Oversight-NCDOT Improvements (Post Buckley Schuh)
		1900	Independent Studies		$0	$0	$0	Dropout Prevention-Rent (Guilford County Schools)
		1900	Independent Studies		$10,260	$0	$0	MH/DD/SA Oversight Technical Assistants (Porter)
		1900	Independent Studies		$200,000	$0	$0	Economic Development Incentive - Analysis (UNC)
		1900	Independent Studies		$60,000	$0	$0	Environmental Review-Water Allocation Study (UNC)
		1900	**Independent Studies Total**	**$0**	**$323,307**	**$0**	**$0**	**Committee Studies**
			TOTAL:	**$387,272**	**$912,481**	**$616,734**	**$716,283**	
532521-532525	Rental/Lease Equipment	1211	Administration	$0	$1,440	$0	$0	
		1215	Building Maintenance	$1,440	$0	$1,440	$1,440	Postage Meter Rental (Hasler)
			TOTAL:	**$1,440**	**$1,440**	**$1,440**	**$1,440**	
5327xx	Travel/Related Expenses	1110	Senate		$6,985	$0	$0	Members Transportation Out of State
		1110	Senate		$69,684	$223,408	$202,565	Members Travel
		1110	Senate		$902	$0	$0	Members Ground Transportation Out of State
		1110	Senate		$0	$0	$0	Members Lodging In State
		1110	Senate		$994	$0	$0	Members Lodging Out of State
		1110	Senate		$0	$0	$0	Members Meals In State
		1110	Senate		$161	$0	$0	Members Meals Out of State
		1110	Senate		$612,756	$844,376	$1,268,280	Member Meals & Lodging Subsistence
		1110	Senate		$77	$0	$0	Members Miscellaneous Out-of-State
		1110	Senate		$4,321	$31,500	$31,500	Member Out-of-State Meals & Lodging Subsistence

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1110	Senate		$416	$0	$0	Member Miscellaneous Out-of-Country
		1110	Senate		$7,753	$0	$0	Members Registration Fees
			Senate Members Travel		**$688,895**	**$1,099,284**	**$1,502,345**	
		1110	Senate		$0	$0	$0	Public Committee Members Travel
		1110	Senate		$35,490	$72,000	$135,000	Senate Pages Stipend
			Senate Pages Stipend		**$35,490**	**$72,000**	**$135,000**	
		1110	Senate		$4,371	$42,750	$42,750	Staff Air Transportation Out-of-State
		1110	Senate		$548	$0	$0	Staff Ground Transportation In-State
		1110	Senate		$70	$0	$0	Staff Ground Transportation Out-of-State
		1110	Senate		$377	$0	$0	Staff Lodging In-State
		1110	Senate		$3,447	$0	$0	Staff Lodging Out-of-State
		1110	Senate		$104	$0	$0	Staff Meals In-State
		1110	Senate		$794	$0	$0	Staff Meals Out-of-State
		1110	Senate		$0	$0	$0	Staff Miscellaneous Out-of-State
		1110	Senate		$0	$0	$0	Staff Miscellaneous Out-of-Country
			Senate Staff Travel		**$45,202**	**$114,750**	**$177,750**	
		1110	Senate		$2,685	$4,000	$4,000	Registration Fees
		1110	**Senate Total**	**$1,682,191**	**$751,936**	**$1,214,034**	**$1,680,095**	**Travel/Related Expenses**
		1120	House		$34,551	$0	$0	Members Air Transportation Out-of-State
		1120	House		$0	$0	$0	Members Air Transportation Out-of-Country
		1120	House		$167,251	$555,329	$504,838	Members Travel
		1120	House		$5,352	$0	$0	Members Ground Transportation Out-of-State
		1120	House		$0	$0	$0	Members Lodging In-State
		1120	House		$2,227	$0	$0	Members Lodging Out-of-State
		1120	House		$0	$0	$0	Members Meals In-State
		1120	House		$361	$0	$0	Members Meals Out-of-State
		1120	House		$1,410,644	$1,987,336	$2,979,080	Member Meals & Lodging Subsistence
		1120	House		$377	$0	$0	Members Miscellaneous Out-of-State
		1120	House		$36,367	$36,900	$36,900	Member Out-of-State Meals & Lodging Subsistence
		1120	House		$35,464	$0	$0	Members Registration Fees
			House Member Travel		**$1,622,579**	**$2,579,565**	**$3,520,818**	
		1120	House		$1,263	$0	$0	Public Committee Members Travel
		1120	House		$35,706	$72,000	$135,000	House Pages Stipend

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
			House Page Stipend		**$36,969**	**$72,000**	**$135,000**	
		1120	House		$0	$0	$0	Staff Air Transportation In-State
		1120	House		$43,261	$45,750	$45,750	Staff Air Transportation Out-of-State
		1120	House		$0	$0	$0	Staff Air Transportation Out-of-Country
		1120	House		$961	$0	$0	Staff Ground Transportation In-State
		1120	House		$2,149	$0	$0	Staff Ground Transportation Out-of-State
		1120	House		$0	$0	$0	Staff Ground Transportation Out-of-Country
		1120	House		$199	$0	$0	Staff Lodging In-State
		1120	House		$16,300	$0	$0	Staff Lodging Out-of-State
		1120	House		$0	$0	$0	Staff Lodging Out-of-Country
		1120	House		$78	$0	$0	Staff Meals In-State
		1120	House		$2,753	$0	$0	Staff Meals Out-of-State
		1120	House		$0	$0	$0	Staff Meals Out-of-Country
		1120	House		$7	$0	$0	Staff Miscellaneous In-State
		1120	House		$108	$0	$0	Staff Miscellaneous Out-of-State
		1120	House		$936	$0	$0	Staff Miscellaneous Out-of-Country
			House Staff Travel		**$66,752**	**$45,750**	**$45,750**	
		1120	House		$11,004	$20,000	$20,000	Registration Fees
		1120	**House Total**	**$3,719,371**	**$1,772,767**	**$2,697,315**	**$3,701,568**	**Travel/Related Expenses**
		1211	Administration		$302	$0	$0	Staff Air Transportation Out-of-State
		1211	Administration		$343	$22,250	$22,250	Staff Ground Transportation In-State
		1211	Administration		$53	$0	$0	Staff Ground Transportation Out-of-State
		1211	Administration		$0	$0	$0	Staff Lodging In-State
		1211	Administration		$5,478	$0	$0	Staff Lodging Out-of-State
		1211	Administration		$0	$0	$0	Staff Meals In-State
		1211	Administration		$889	$0	$0	Staff Meals Out-of-State
		1211	Administration		$10	$0	$0	Staff Miscellaneous Out-of-State
		1211	Administration		$1,445	$0	$0	Registration Fees
		1215	Building Maintenance		$268	$0	$0	Registration Fees
		1211	**Administration Total**	**$22,250**	**$8,788**	**$22,250**	**$22,250**	**Travel/Related Expenses**
		1212	Bill Drafting		$2,724	$14,000	$14,000	Staff Air Transportation Out-of-State
		1212	Bill Drafting		$553	$0	$0	Staff Ground Transportation In-State
		1212	Bill Drafting		$273	$0	$0	Staff Ground Transportation Out-of-State

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

				Continuation Budget				
Acct Code	**Expenditure Account**	**Fund**	**Division**	**FY 08-09 Certified**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
		1212	Bill Drafting		$545	$0	$0	Staff Lodging In-State
		1212	Bill Drafting		$5,522	$0	$0	Staff Lodging Out-of-State
		1212	Bill Drafting		$260	$0	$0	Staff Meals In-State
		1212	Bill Drafting		$893	$0	$0	Staff Meals Out-of-State
		1212	Bill Drafting		$32	$0	$0	Staff Miscellaneous Out-of-State
		1212	Bill Drafting		$1,445	$0	$0	Registration Fees
		1212	**Bill Drafting Total**	**$14,000**	**$12,247**	**$14,000**	**$14,000**	**Travel/Related Expenses**
		1213	Research		$9,726	$0	$0	Staff Air Transportation Out-of-State
		1213	Research		$1,031	$40,000	$40,000	Staff Ground Transportation In-State
		1213	Research		$850	$0	$0	Staff Ground Transportation Out-of-State
		1213	Research		$239	$0	$0	Staff Lodging In-State
		1213	Research		$16,377	$0	$0	Staff Lodging Out-of-State
		1213	Research		$73	$0	$0	Staff Meals In-State
		1213	Research		$2,191	$0	$0	Staff Meals Out-of-State
		1213	Research		$4	$0	$0	Staff Miscellaneous In-State
		1213	Research		$76	$0	$0	Staff Miscellaneous Out-of-State
		1213	Research		$1,139	$0	$0	Staff Workshop Subsistence
		1213	Research		$152	$0	$0	Staff Workshop Travel
		1213	Research		$13,465	$0	$0	Registration Fees
		1213	**Research Total**	**$40,000**	**$45,322**	**$40,000**	**$40,000**	**Travel/Related Expenses**
		1214	Fiscal Research		$4,516	$0	$0	Staff Air Transportation Out-of-State
		1214	Fiscal Research		$2,516	$45,000	$45,000	Staff Ground Transportation In-State
		1214	Fiscal Research		$559	$0	$0	Staff Ground Transportation Out-of-State
		1214	Fiscal Research		$2,344	$0	$0	Staff Lodging In-State
		1214	Fiscal Research		$5,210	$0	$0	Staff Lodging Out-of-State
		1214	Fiscal Research		$793	$0	$0	Staff Meals In-State
		1214	Fiscal Research		$1,001	$0	$0	Staff Meals Out-of-State
		1214	Fiscal Research		$8	$0	$0	Staff Miscellaneous Out-of-State
		1214	Fiscal Research		$5,420	$0	$0	Registration Fees
		1214	**Fiscal Research Total**	**$45,000**	**$22,367**	**$45,000**	**$45,000**	**Travel/Related Expenses**
		1217	Information System		$2,763	$11,700	$10,200	Staff Air Transportation Out-of-State
		1217	Information System		$592	$3,900	$3,400	Staff Ground Transportation In-State
		1217	Information System		$1,057	$1,000	$1,000	Staff Ground Transportation Out-of-State

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1217	Information System		$743	$975	$850	Staff Lodging In-State
		1217	Information System		$9,673	$17,550	$15,300	Staff Lodging Out-of-State
		1217	Information System		$197	$975	$850	Staff Meals In-State
		1217	Information System		$2,045	$3,900	$3,400	Staff Meals Out-of-State
		1217	Information System		$87	$0	$0	Staff Miscellaneous Out-of-State
		1217	Information System		$4,295	$6,000	$6,000	Registration Fees
		1217	**Information System Total**	**$35,000**	**$21,451**	**$46,000**	**$41,000**	**Travel/Related Expenses**
		1219	Program Evaluation		$3,052	$0	$0	Staff Air Transportation Out-of-State
		1219	Program Evaluation		$729	$45,000	$45,000	Staff Ground Transportation In-State
		1219	Program Evaluation		$341	$0	$0	Staff Ground Transportation Out-of-State
		1219	Program Evaluation		$2,504	$0	$0	Staff Lodging In-State
		1219	Program Evaluation		$6,184	$0	$0	Staff Lodging Out-of-State
		1219	Program Evaluation		$1,049	$0	$0	Staff Meals In-State
		1219	Program Evaluation		$937	$0	$0	Staff Meals Out-of-State
		1219	Program Evaluation		$5	$0	$0	Staff Miscellaneous In-State
		1219	Program Evaluation		$0	$0	$0	Staff Miscellaneous Out-of-State
		1219	Program Evaluation		$4,020	$0	$0	Registration Fees
		1219	**Program Evaluation Total**	**$0**	**$18,822**	**$45,000**	**$45,000**	**Travel/Related Expenses**
		1900	Study Committees		$2,730	$0	$0	Study Committees Air Transportation Out-of-State
		1900	Study Committees		$67,138	$0	$0	Study Committees Ground Transportation In-State
		1900	Study Committees		$551	$0	$0	Study Committees Ground Transportation Out-of-State
		1900	Study Committees		$88	$0	$0	Study Committees Ground Transportation Out-of-Country
		1900	Study Committees		$5,285	$0	$0	Study Committees Lodging In-State
		1900	Study Committees		$4,747	$0	$0	Study Committees Lodging Out-of-State
		1900	Study Committees		$417	$0	$0	Study Committees Lodging Out-of-Country
		1900	Study Committees		$1,974	$0	$0	Study Committees Meals In-State
		1900	Study Committees		$1,121	$0	$0	Study Committees Meals Out-of-State
		1900	Study Committees		$65	$0	$0	Study Committees Meals Out-of-Country
		1900	Study Committees		$22	$0	$0	Study Committees Miscellaneous In-State
		1900	Study Committees		$152,360	$0	$0	Study Committees Subsistence
		1900	Study Committees		$143	$0	$0	Study Committees Miscellaneous Out-of-State
		1900	Study Committees		$26,511	$0	$0	Study Committees Public Member Transportation
		1900	Study Committees		$16,297	$0	$0	Study Committees Public Member Subsistence

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1900	Study Committees		$1,270	$0	$0	Registration Fees
		1900	**Study Committees Total**	**$0**	**$280,717**	**$0**	**$0**	**Travel/Related Expenses**
			TOTAL:	**$5,557,812**	**$2,934,418**	**$4,123,599**	**$5,588,913**	
532814	Cellular Phone Services	**1110**	**Senate Total**	**$3,500**	**$1,271**	**$3,500**	**$3,500**	**2 Cell Phones**
		1120	**House Total**	**$600**	**$241**	**$600**	**$600**	**1 Cell Phone**
		1211	Administration		$4,073	$14,700	$14,700	19 Cell Phones
		1215	Building Maintenance		$2,590	$0	$0	9 Cell Phones
		1211	**Administration Total**	**$14,700**	**$6,663**	**$14,700**	**$14,700**	**28 Cell Phones**
		1217	**Information System Total**	**$6,240**	**$2,765**	**$6,240**	**$6,240**	**10 Cell Phones**
			TOTAL:	**$25,040**	**$10,941**	**$25,040**	**$25,040**	**41 Cell Phones**
534500-534550	Furniture and Equipment Replacement Schedules	**1110**	**Senate Total**	**$10,000**	**$3,103**	**$25,000**	**$25,000**	**Furniture-Office**
		1120	House		$9,722	$25,000	$25,000	Furniture-Office
		1120	House		$12,150	$0	$0	Office Equipment
		1120	House		$4,736	$0	$0	Other Equipment
		1120	**House Total**	**$10,000**	**$26,608**	**$25,000**	**$25,000**	
		1211	Administrative		$11,664	$115,000	$115,000	Furniture-Office
		1211	Administrative		$21,265	$0	$0	Equip-Custody & Security
		1211	Administrative		$5,914	$0	$0	Other Equipment
		1212	Bill Drafting		$11,875	$0	$0	Office Equipment
		1213	Research		$2,967	$0	$0	Furniture-Office
		1213	Research		$275	$0	$0	Other Equipment
		1214	Fiscal Research		$679	$0	$0	Furniture-Office
		1215	Building Maintenance		$7,085	$0	$0	Furniture-Office
		1215	Building Maintenance		$187	$0	$0	Equip-Custody & Security
		1215	Building Maintenance		$13,868	$0	$0	Other Equipment
		1216	Food Services		$1,225	$0	$0	Furniture-Office
		1216	Food Services		$295	$0	$0	Other Equipment
		1219	Program Evaluation		$4,524	$0	$0	Furniture-Office

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1219	Program Evaluation		$0	$0	$0	PC and Printer Purchases
		1219	Program Evaluation		$1,754	$0	$0	Office Equipment
		1219	Program Evaluation		$240	$0	$0	Communication Equipment
		1211	**Central Operation Total**	**$100,000**	**$83,818**	**$115,000**	**$115,000**	
		1217	Information System		$0	$0	$0	Furniture-Office
		1217	Information System		$79	$15,000	$15,000	Communication Equipment - Purchase phones and phone equipment
		1217	Information System		$28,341	$100,000	$100,000	Non-WAN DP Equipment -Backup Storage Equipment; security cameras; badge readers, etc.
		1217	Information System		$95,431	$250,000	$250,000	LAN Equipment Purchases - Increase Network, E-mail disk, redistricting storage.
		1217	Information System		$237,522	$39,900	$358,600	PC and Printer Purchases - PC Break-fix; Replace LA and Staff Computers
		1217	Information System		$83,742	$23,000	$10,000	Server Purchases - Blade Servers for redistricting and future applications
		1217	Information System		$18,163	$2,500	$1,400	Other Equipment - Digital Projectors for redistricting and committee room usage
		1217	**Information System Total**	**$300,500**	**$463,278**	**$430,400**	**$735,000**	
			TOTAL:	**$420,500**	**$576,806**	**$595,400**	**$900,000**	
5364AA	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
5366AA	Directed Grants	N/A	N/A	$0	$0	$0	$0	
5367AA	Loans	N/A	N/A	$0	$0	$0	$0	
5369AA	Other Aid and Grants	N/A	N/A	$0	$0	$0	$0	
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	

							SFY
Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	Total Amount in Continuation Budget	Federal
11000	1110	Senate	Jonathan Ducote	Consultant - Economic Recovery	3/15/09 - 3/15/10	$0	
11000	1211	Admin/Security	BFPE	Fire Suppression	10/1/09 - 9/30/09	$360	
11000	1211	Admin/Printing Svcs	Steve Blalock	Printing of Calendars	1/27/09 - 1/26/10	$750	
11000	1211	Admin/Printing Svcs	Ikon	29 Copiers	6/30/08-6/29/09	$19,273	
11000	1211	Admin/Printing Svcs	Ikon	Print Pro 1050 (3)	1/1/09 - 12/31/09	$15,480	
11000	1211	Admin/Printing Svcs	Tereck Office Solutions	Canon Copier	1/1/09 - 12/31/09	$5,000	
11000	1211	Admin/Printing Svcs	Xerox	265ST	1/1/09 - 12/31/09	$5,712	
11000	1211	Admin/Printing Svcs	Xerox	Docu-Tech	3/1/09 - 2/28/10	$13,111	
11000	1211	Admin/Printing Svcs	Xerox	P120CP	2/10/05 - 2/11/10	$14,619	
11000	1211	Administrative Services	Southern Elevators	Elevators in LB & LOB	6/1/08 - 5/30/09	$20,400	
11000	1211	Administrative Services	Gregory Poole	Generators	3/18/09 - 3/19/10	$2,453	
11000	1211	Administrative Services	NC System Services	Fire Alarms	8/1/08 - 7/30/09	$2,800	
11000	1211	Administrative Services	Alternative Mailing & Shipping	Postage Machines	11/1/08 - 10/31/09	$2,135	
11000	1214	Fiscal Research	Analytika dba Ben Uy	Consulting Services	3/25/08 - Until	$0	
11000	1214	Fiscal Research	Hartman & Associates	Consulting Actuary	5/15/06 - 9/30/09	$47,500	
11000	1214	Fiscal Research	Charles Dunn	Consulting Actuary	4/12/00 - Until	$6,000	
11000	1213	Research/Library	Thomson West	Subscription Contract	4/1/09 - 3/31/12	$47,412	
11000	1215	Facility Services	Albritton	Floor Rejuvinator	12/15/08 - 12/14/09	$0	
11000	1215	Facility Services	Allied Waste	Cardboard Recycling	7/1/08 - 6/30/09	$0	
11000	1215	Facility Services	Alsco	Uniform Services		$10,000	
11000	1215	Facility Services	Bonitz Flooring Group	Carpet - Chambers, Gallery	3/1/09 - 2/28/10	$4,800	
11000	1215	Facility Services	Orange Recycling	Recycling Services	9/1/08 - 8/31/09	$15,500	
11000	1215	Facility Services	Sani-guard	Deodorizers	1/1/09 - 12/31/09	$2,820	
11000	1215	Facility Services	Southern Logistics	Light Bulb Recycling	12/1/08 - 11/30/09	$0	
11000	1215	Facility Services	Wood Termite Pest Control	Annual Termite	3/1/09-2/28/10	$550	
11000	1215	Facility Services	Wood Termite Pest Control	Monthly Pest Control	11/1/08-10/31/09	$3,420	
11000	1216	Food Services	Earthworx	Grease Traps	12/5/06 - 6/30/09	$4,020	
11000	1216	Food Services	Steritech	Food Safety Audit	1/1/09 - 12/31/09	$2,200	
11000	1216	Food Services	Tarheel Linen Service	Linen/Uniform	12/29/08-12/28/09	$23,000	
11000	1216	Food Services	ERC	Cash Registers	4/1/09 - 3/31/10	$2,746	
11000	1219	Program Evaluation	Evergreen Solutions	Study - Board of Education	9/30/08 - 6/30/09	$0	
11000	1900	Legislative Research Comm	Duke Chen	Consultant - OffShore Drilling	3/20/09 - 5/1/09	$0	
11000	1900	Economic Development Committe	UNC Chapel Hill	Research	1/31/08 / 7/1/09	$0	
11000	1900	Mental Health Comm	Patricia Porter	Consultant - Mental Health	2/1/09 - 12/31/09	$0	
Total							

09-10 Source of Funds		SFY 10-11	Source of Funds			
State	Other	Total Amount in Continuation Budget	Federal	State	Other	Automatic Increases Built into Contract Terms
$63,000		$0				Amt not to Exceed $63,000
$360		$360		$360		None
$750		$750		$750		None
$19,273		$19,273		$19,273		None
$15,480		$15,480		$15,480		None
$5,000		$5,000		$5,000		None
$5,712		$5,712		$5,712		None
$13,111		$13,111		$13,111		None
$14,619		$14,619		$14,619		None
$20,400		$20,400		$20,400		None
$2,453		$2,453		$2,453		None
$2,800		$2,800		$2,800		None
$2,135		$2,135		$2,135		None
$0		$0		$0		Amt not to Exceed $10,000
$47,500		$47,500		$47,500		None
$6,000		$6,000		$6,000		None
$47,412		$47,412		$48,360		2% Increase
$5,480		$0		$5,480		None
$1,080		$0		$1,080		None
$10,000		$10,000		$10,000		Still under review.
$4,800		$4,800		$4,800		None
$15,500		$15,500		$15,500		None
$2,820		$2,820		$2,820		None
$2,500		$0		$2,500		None
$550		$550		$550		None
$3,420		$3,420		$3,420		None
$4,020		$4,020		$4,020		None
$2,200		$2,200		$2,200		None
$23,000		$23,000		$23,000		None
$2,746		$2,746		$2,746		None
$0		$0		$0		None
$7,500		$0		$0		None
$0		$0		$0		None
$30,000		$0		$0		Best Estimate...
$381,621				$282,069		

NCAS Spending Category	Contractee	Brief Explanation	Contract Period	Source of Funds								Auto Increase	
				FY 2009-2010				FY 2010-2011					
				Total Amount	Fed	State	Other	Total Amount	Fed	State	Other		
532140 - Other Information Technology Services	IBM	Business Recovery Services (Disaster Recovery)	4/1/2008 - 3/31/2010	$28,000	$0	$28,000	$0	$32,000	$0	$32,000	$0	n/a	Business Recovery Services (Disaster Recovery)
532140 - Other Information Technology Services	Microsoft	Microsoft Premier Support	Annual	$81,000	$0	$81,000	$0	$86,670	$0	$86,670	$0	n/a	Microsoft Premier Support
532140 - Other Information Technology Services	NWN	Network Monitoring 24x7	Annual	$65,000	$0	$65,000	$0	$67,000	$0	$67,000	$0	n/a	Network Monitoring 24x7
532199 - Misc. Contractual Services	SC Data	Off Site Storage for Backup Tapes	Annual	$12,000	$0	$12,000	$0	$12,000	$0	$12,000	$0	n/a	Off Site Storage for Backup Tapes
532199 - Misc. Contractual Services	Verizon	TruSecure Intrusion Forensics	Annual	$80,000	$0	$80,000	$0	$82,000	$0	$82,000	$0	n/a	Trend Micro Spam Prevention Maintenance
532430 - Maintenance Agreement - Other Equipment	Piedmont	Piedmont Air Conditioning	Annual	$6,000	$0	$6,000	$0	$6,000	$0	$6,000	$0	n/a	Piedmont Air Conditioning
532430 - Maintenance Agreement - Other Equipment	Powerware	Powerware and Liebert UPS systems	Annual	$5,000	$0	$5,000	$0	$5,000	$0	$5,000	$0	n/a	Powerware and Liebert UPS systems
532441 - Maintenance Agreement - Other Software	Computer Associates	CA DMS software for asset management, software delivery, remote control, and Patch management	7/1/2007 - 6/30/2010	$23,100	$0	$23,100	$0	$24,717	$0	$24,717	$0	n/a	CA DMS software for asset management, software delivery, remote control, and Patch management
532441 - Maintenance Agreement - Other Software	Dell - ASAP	Microsoft Enterprise License Agreement	Annual	$220,000	$0	$220,000	$0	$220,000	$0	$220,000	$0	n/a	Microsoft Enterprise License Agreement
532441 - Maintenance Agreement - Other Software	Secure Enterprise	AirDefense	Annual	$4,600	$0	$4,600	$0	$4,600	$0	$4,600	$0	n/a	AirDefense
532446 - Maintenance Agreement for LAN Equipment	4Front/NWN	NETAPP Maintenance - LAN Equipment	Annual	$44,200	$0	$44,200	$0	$47,294	$0	$47,294	$0	n/a	NETAPP Maintenance - LAN Equipment
532446 - Maintenance Agreement for LAN Equipment	Benchmark	Barracuda	Annual	$1,000	$0	$1,000	$0	$1,000	$0	$1,000	$0	n/a	Barracuda
532446 - Maintenance Agreement for LAN Equipment	Benchmark	Cisco Smartnet - Benchmark	Annual	$82,000	$0	$82,000	$0	$82,000	$0	$82,000	$0	n/a	Cisco Smartnet - Benchmark
532446 - Maintenance Agreement for LAN Equipment	NWN	Cisco Smartnet - NWN	Annual	$1,561	$0	$1,561	$0	$1,711	$0	$1,711	$0	n/a	Cisco Smartnet - NWN
532446 - Maintenance Agreement for LAN Equipment	TippingPoint	Intrusion Detection System	Annual	$9,000	$0	$9,000	$0	$9,630	$0	$9,630	$0	n/a	Intrusion Detection System
532446 - Maintenance Agreement for LAN Equipment	Various	Lan Equipment Maintenance	Annual	$12,525	$0	$12,525	$0	$13,344	$0	$13,344	$0	n/a	
532448 - Maintenance Agreement for Personal Computer Software	Bottomline	BottomLine Software (Payroll)	Annual	$2,800	$0	$2,800	$0	$3,080	$0	$3,080	$0	n/a	BottomLine Software (Payroll)
532448 - Maintenance Agreement for Personal Computer Software	SAS	SAS	Annual	$10,000	$0	$10,000	$0	$10,000	$0	$10,000	$0	n/a	SAS
532448 - Maintenance Agreement for Personal Computer Software	Various	Various Pers. Computer Software Maintenance	Annual	$517,336	$0	$517,336	$0	$526,078	$0	$526,078	$0	n/a	
532449 - Maintenance Agreement for Server Software	Bakbone	Backup Software Maintenance	Annual	$20,700	$0	$20,700	$0	$22,149	$0	$22,149	$0	n/a	Backup Software Maintenance
532449 - Maintenance Agreement for Server Software	Benchmark	Cisco ACS	Annual	$4,500	$0	$4,500	$0	$4,500	$0	$4,500	$0	n/a	Cisco ACS
532449 - Maintenance Agreement for Server Software	Benchmark	Cisco Call Manager Software	Annual	$6,527	$0	$6,527	$0	$6,984	$0	$6,984	$0	n/a	Cisco Call Manager Software
532449 - Maintenance Agreement for Server Software	Computer Associates	CA Service Desk	Annual	$7,400	$0	$7,400	$0	$7,918	$0	$7,918	$0	n/a	CA Service Desk

NCAS Spending Category	Contractee	Brief Explanation	Contract Period	Source of Funds								Auto Increase	
				FY 2009-2010				FY 2010-2011					
				Total Amount	Fed	State	Other	Total Amount	Fed	State	Other		
532449 - Maintenance Agreement for Server Software	GEAC	GEAC Software Maintenance (Payroll)	Annual	$54,500	$0	$54,500	$0	$59,950	$0	$59,950	$0	n/a	GEAC Software Maintenance (Payroll)
532449 - Maintenance Agreement for Server Software	IBM	Domino.Doc	Annual	$43,400	$0	$43,400	$0	$46,438	$0	$46,438	$0	n/a	Domino.Doc
532449 - Maintenance Agreement for Server Software	International Roll Call	House Electronic Voting System Maintenance Renewal	Annual	$18,975	$0	$18,975	$0	$21,822	$0	$21,822	$0	n/a	House Electronic Voting System Maintenance Renewal
532449 - Maintenance Agreement for Server Software	International Roll Call	House Legislative Management System Maintenance Renewal	Annual	$10,350	$0	$10,350	$0	$11,905	$0	$11,905	$0	n/a	House Legislative Management System Maintenance Renewal
532449 - Maintenance Agreement for Server Software	International Roll Call	Senate Electronic Voting System Maintenance Renewal	Annual	$18,975	$0	$18,975	$0	$21,822	$0	$21,822	$0	n/a	Senate Electronic Voting System Maintenance Renewal
532449 - Maintenance Agreement for Server Software	International Roll Call	Senate Legislative Management System Maintenance Renewal	Annual	$6,900	$0	$6,900	$0	$7,935	$0	$7,935	$0	n/a	Senate Legislative Management System Maintenance Renewal
532449 - Maintenance Agreement for Server Software	IPSwitch	Whats UP Gold Monitoring Software	Annual	$3,795	$0	$3,795	$0	$4,061	$0	$4,061	$0	n/a	Whats UP Gold Monitoring Software
532449 - Maintenance Agreement for Server Software	Microsoft	SharePoint	New	$0	$0	$0	$0	$60,500	$0	$60,500	$0	n/a	SharePoint
532449 - Maintenance Agreement for Server Software	NWN	NETAPP Maintenance - Server Software	Annual	$8,400	$0	$8,400	$0	$8,650	$0	$8,650	$0	n/a	NETAPP Maintenance - Server Software
532449 - Maintenance Agreement for Server Software	ProNet Systems	ProNet Security Camera Maintenance	Annual	$16,000	$0	$16,000	$0	$17,120	$0	$17,120	$0	n/a	ProNet Security Camera Maintenance
532449 - Maintenance Agreement for Server Software	SFI	SFI Badge Access Maintenance	Annual	$10,000	$0	$10,000	$0	$11,000	$0	$11,000	$0	n/a	SFI Badge Access Maintenance
532449 - Maintenance Agreement for Server Software	Trend Micro	Trend Micro Anti-Virus Maintenance	Annual	$36,000	$0	$36,000	$0	$38,520	$0	$38,520	$0	n/a	Trend Micro Anti-Virus Maintenance
532449 - Maintenance Agreement for Server Software	Various	Various Server Software Maintenance	Annual	$172,795	$0	$172,795	$0	$249,773	$0	$249,773	$0	n/a	
532449 - Maintenance Agreement for Server Software	Vertabase	Vertabase PED Project Management Software	Annual	$1,000	$0	$1,000	$0	$1,100	$0	$1,100	$0	n/a	Vertabase PED Project Management Software
532450 - Maintenance Agreement for Servers	Benchmark	Cisco CSA Server for Security Certificates	Annual	$2,308	$0	$2,308	$0	$2,470	$0	$2,470	$0	n/a	Cisco CSA Server for Security Certificates
532450 - Maintenance Agreement for Servers	IBM	IBM Server Maintenance	Annual	$36,000	$0	$36,000	$0	$38,520	$0	$38,520	$0	n/a	IBM Server Maintenance
	Total					$1,687,197				$1,880,962			

House Appropriations Subcommittee on General Government Recommended Agency Reductions for 2009-11 Biennial Budget 2009 Session	
Agency/Division/Program	**House Reduction**
Office of the Lieutenant Governor: $932,179	
ELIMINATE VACANT POSITIONS (qty. 3 - 2.5FTE):	
Information & Comm. Spec. II (0.5) - 60008618	($26,299)
Asst. Policy Dir. - 60008622	($72,665)
Office Asst. - 60008620	($34,500)
Total Salaries Eliminated	($133,464)
Associated Social Security & Retirement	($21,314)
Associated Medical Benefits	($10,393)
Total - Office of the Lieutenant Governor	**($165,171)**
State Ethics Board	
REDUCE LINE ITEMS	
Rent/Lease - Buildings/Office - 532512	($60,000)
Rent/Lease - Other Facilities - 532513	($250)
Educational Supplies - 533720	($2,744)
Travel - 5327xx	($1,915)
Total - Ethics Board	**($64,909)**
North Carolina Housing Finance Agency: $14,608,417	
Housing Trust Fund ($10 mil) - no reduction	$0
Home Protection Program ($3 mil) - no reduction	$0
HOME match ($1,608,417) - no reduction	$0
Total - North Carolina Housing Finance Agency	**$0**
Office of the State Auditor: $13,224,512	
ELIMINATE POSITIONS (qty. 5):	
Not-for-Profit Audits Division - Asst. State Auditor	($62,016)
Not-for-Profit Audits Division - Asst. State Auditor	($53,112)
Not-for-Profit Audits Division - Asst. State Auditor	($66,485)
Performance Audits Division - Asst. State Auditor	($81,786)
Performance Audits Division - Asst. State Auditor	($45,387)
Total Salaries Eliminated	($308,786)
Associated Social Security & Retirement	($48,757)
Associated Medical Benefits	($20,785)

Agency/Division/Program	House Reduction
REDUCE VARIOUS LINE ITEM ACCOUNTS	
Admin. Division - Training	($5,059)
Field Audit Division - Financial/Audit Svcs.	($64,262)
Field Audit Division - Office Equipment	($24,600)
Field Audit Division - Repairs/Computer Equipment	($6,345)
ELIMINATE FILLED POSITIONS?	
Field Audit Division - Salaries (qty. 2)	($102,380)
Field Audit Division - Social Security	($7,833)
Field Audit - Retirement	($8,334)
Field Audit - Hospitalization	($8,314)
Total Salaries Eliminated	($126,861)
Associated Social Security & Retirement	($20,031)
Associated Medical Benefits	($8,314)
Field Audit Division - Salaries (qty. 3)	($181,613)
Field Audit Division - Social Security	($13,893)
Field Audit - Retirement	($14,783)
Field Audit - Hospitalization	($12,471)
Total Salaries Eliminated	($222,760)
Associated Social Security & Retirement	($35,174)
Associated Medical Benefits	($12,471)
Eliminate auditing requirements for Smart Start program	($325,000)
Total - State Auditor	**($1,229,205)**
State Board of Elections : $4,683,822	
ELIMINATE VACANT POSITIONS (qty. 7):	
Applications Programmer - 60088225	($35,812)
Governmental Accounts Auditor II - 60088253	($44,084)
Audit Specialist (Time-Limited) - 60088260	($48,139)
Governmental Accounts Auditor III - 60088255	($52,742)
Audit Specialist - 60088262	($44,810)
Disclosure & Education Specialist - 65005663	($54,956)
Elections Specialist - 60088211	($34,065)
Total Salaries Eliminated	($314,608)
Associated Social Security & Retirement	($49,677)
Associated Medical Benefits	($29,099)
Total - State Board of Elections	**($393,384)**

Agency/Division/Program	House Reduction
Office of State Controller: $23,361,150	
ELIMINATE EXPANSION	($600,000)
REDUCE LINE ITEMS:	
Computer support - 532144	($88,398)
Server support - 532145	($48,273)
LAN services - 532822	($30,256)
Longevity increase - will use lapsed salaries	($61,519)
Total - Office of State Controller	**($828,446)**
Office of State Personnel	
REDUCE VACANT POSITIONS (qty. 4):	
Human Resources Partner - 60013775	($47,198)
Human Resources Partner - 60013840	($50,000)
Human Resources Partner - 60013735	($53,012)
Human Resources Partner - 60013791	($50,000)
Total Salaries Eliminated	($200,210)
Associated Social Security & Retirement	($31,613)
Associated Medical Benefits	($16,628)
ELIMINATE FILLED POSITIONS (qty. 1):	
Scanning position	($36,535)
Associated Social Security & Retirement	($5,769)
Associated Medical Benefits	($4,157)
REDUCE LINE ITEMS:	
Computer Data Processing - 532821	($153,902)
Aid & Public Assistance - 536905	($25,941)
Total - Office of State Personnel	**($474,755)**
TALLY: CUTS AS OF 5/20/09	**($3,155,870)**

FRD Gen Gov team
05/21/2009

B010 :ancy Report - May 2009: ***Positions Vacant SINCE June 30, 2008***

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
ADMINISTRATION							
20001600	ADMIN SO DSOPS MAIL SERVICE CTR IC Sort	60014383	Mail Clerk II	7/2/08	11	$ 25,242	1.00
20001676	ADMIN SO DSOPS STATE ENERGY OF Engineer	60014891	Energy Conservation Representative II	7/11/08	11	$ 51,107	1.00
20001600	ADMIN SO DSOPS MAIL SERVICE CTR IC Sort	60014385	Processing Asst. IV	7/17/08	10	$ 32,912	1.00
20001597	ADMIN SO DSOPS MAIL SERVICE CTR CourSort	60014374	Mail Clerk II	7/26/08	10	$ 26,932	1.00
20001590	ADMIN SO DSOPS MFM Commercial Contract	60014306	Vehicle/equipment Repair Tech.	8/1/08	10	$ 27,858	1.00
20001648	ADMIN SO DSOPS FM DIR BDG SYS PL OP Stem	60014696	Steam Plant Supervisor II	8/1/08	10	$ 40,322	1.00
20001519	ADMIN SO DSOPS PURCH & CONTR Group 1	60013894	State Procurement Specialist III	8/1/08	10	$ 61,564	1.00
20001589	ADMIN SO DSOPS MFM Vehicle Maintenance	60014274	Building & Envir. Tech.	8/5/08	10	$ 24,328	1.00
20001674	ADMIN SO DSLEG Non Pub Educ Dir Div	60013885	Office Asst. IV	8/11/08	9	$ 31,877	1.00
20001634	ADMIN SO DSOPS STATE CONSTRUCT Design	60014617	Architect	8/11/08	9	$ 67,785	1.00
20001672	ADMIN SO DSLEG PARKING Attendants	60014864	Processing Asst. III	8/18/08	9	$ 32,737	1.00
20001669	ADMIN SO DSOPS FAC MGMT LAND Ext Complex	60014814	Building & Envir. Tech..	8/23/08	9	$ 21,218	1.00
20001649	ADMIN SO DSOPS FM DEP DIR Plumb/Htg	60014782	W/A Facility Maint Tech. - Mech Trades	8/23/08	9	$ 35,130	1.00
20001649	ADMIN SO DSOPS FM DEP DIR Plumb/Htg	60014705	Facility Maint. Tech. - Mech Trade	9/1/08	9	$ 32,778	1.00
20001660	ADMIN SO DSOPS FM DIR BDG SYS PL OP Garn	60014746	Facility Maint. Tech. - Mech Trades	9/1/08	9	$ 42,743	1.00
20001647	ADMIN SO DSOPS FM DIR BLDG SYS Hvac	60014663	Facility Maint. Tech. - Mech Trades	9/3/08	9	$ 44,290	1.00
20001599	ADMIN SO DSOPS MAIL SERVICE CTR USPSSort	60014398	Mail Clerk II	9/8/08	8	$ 27,328	1.00
20001637	ADMIN SO DSOPS STATE CONSTRUCT Const Adm	60014596	Processing Asst. V	9/15/08	8	$ 31,092	1.00
20001607	ADMIN DSLEG STATE CP POL DP CHF Pr 2 Ngt	60014461	W/A Transition Aide	9/18/08	8	$ 24,582	1.00
20001533	ADMIN SO DSLEG Council Fw/Dv Commission	60089849	Community Development Specialist I	9/18/08	8	$ 47,038	1.00
20001667	ADMIN SO DSOPS FM Adm Sign/Recycle/Ware	60014811	Facility Maint. Tech. - Mech Trades	9/28/08	8	$ 45,924	1.00
20001646	ADMIN SO DSOPS FM DIR BDG SYS PL OP Blue	60014762	Facility Maint. Tech. - Mech Trades	9/28/08	8	$ 35,514	1.00
20001647	ADMIN SO DSOPS FM DIR BLDG SYS Hvac	60014682	Facility Maint. Tech. - Bldg Trades	9/28/08	8	$ 32,496	1.00
20001615	ADMIN DSLEG HUMAN RELAT COMM Fair House	60014494	Human Relations Specialist I	10/1/08	8	$ 40,841	1.00
20001669	ADMIN SO DSOPS FAC MGMT LAND Ext Complex	60014821	Building & Envir. Supervisor	10/1/08	8	$ 29,575	1.00
20001667	ADMIN SO DSOPS FM Adm Sign/Recycle/Ware	60014758	Facility Maint. Tech. - Mech Trades	10/1/08	8	$ 41,358	1.00
20001554	ADMIN SO DSOPS SURP PROP STATE Drug Seiz	60014162	Processing Asst. III	10/1/08	8	$ 25,374	1.00
20001588	ADMIN SO DSOPS MFM Vehicle Assignment	60014309	Vehicle/equipment Repair Tech.	10/10/08	7	$ 30,938	1.00
20001576	ADMIN DS VETERANS AFFAIRS RO Fayettevill	60014240	Processing Asst. III	10/21/08	7	$ 25,811	1.00
20001588	ADMIN SO DSOPS MFM Vehicle Assignment	60014289	Processing Asst. II	11/1/08	7	$ 26,651	1.00
20001597	ADMIN SO DSOPS MAIL SERVICE CTR CourSort	60014359	Mail Clerk II	11/1/08	7	$ 25,702	1.00
20001597	ADMIN SO DSOPS MAIL SERVICE CTR CourSort	60014373	Mail Center Supervisor III	11/3/08	6	$ 41,919	1.00
20001669	ADMIN SO DSOPS FAC MGMT LAND Ext Complex	60014819	Building & Envir. Supervisor	11/15/08	6	$ 42,279	1.00
20001669	ADMIN SO DSOPS FAC MGMT LAND Ext Complex	60014816	Building & Envir. Tech..	12/17/08	5	$ 23,167	1.00
20001600	ADMIN SO DSOPS MAIL SERVICE CTR IC Sort	60014379	Processing Asst. IV	12/31/08	4	$ 30,509	1.00
21000350	ADMIN LSLEG STATE CAP POL DEP CHF EX Sec	60014454	Property Guard	1/1/09	4	$ 24,560	1.00
20001525	ADMIN SO DSLEG INDIAN AFFAIRS Com Svc Pg	60013925	Program Asst. IV	1/1/09	4	$ 32,100	1.00
20001649	ADMIN SO DSOPS FM DEP DIR Plumb/Htg	60014697	Facility Maint. Supervisor	1/1/09	4	$ 52,118	1.00
20001660	ADMIN SO DSOPS FM DIR BDG SYS PL OP Garn	60014736	Facility Maint. Tech. - Mech Trades	1/1/09	4	$ 47,438	1.00
20001679	ADMIN SO DSOPS HUB Deputy Dir Office	60014896	Administrative Officer II	1/1/09	4	$ 46,922	1.00
20001597	ADMIN SO DSOPS MAIL SERVICE CTR CourSort	60014401	Mail Clerk II	1/16/09	4	$ 25,441	1.00
20001616	ADMIN DSLEG Human Relations Com Dir Div	60014485	Office Asst. IV	1/31/09	3	$ 35,827	1.00
20001550	ADMIN SO DSOPS Surplus Property Dir Div	60014157	Office Asst. V	1/31/09	3	$ 34,043	1.00
20001660	ADMIN SO DSOPS FM DIR BDG SYS PL OP Garn	60014748	Facility Maint. Supervisor	2/1/09	3	$ 54,025	1.00

B0104: Vacancy Report - May 2009: *Positions Vacant SINCE June 30, 2008*

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
20001638	ADMIN SO DSOPS ST PROP EEP	60014626	Real Property Agent II	2/1/09	3	$ 53,167	1.00
20001637	ADMIN SO DSOPS STATE CONSTRUCT Const Adm	60014618	Engineer	2/1/09	3	$ 80,658	1.00
20001639	ADMIN SO DSOPS State Property Dir Div	60014629	Real Property Officer	2/1/09	3	$ 101,723	1.00
20001616	ADMIN DSLEG Human Relations Com Dir Div	60014486	Dir. Of Human Relations	2/7/09	3	$ 76,298	1.00
20001512	ADMIN SO DS Int Serv & Leg Affairs	60013853	Administrative Secretary III	2/16/09	3	$ 41,756	1.00
20001679	ADMIN SO DSOPS HUB Deputy Dir Office	60014904	Administrative Officer III	2/21/09	3	$ 50,000	1.00
20001601	ADMIN DSLEG State Capitol Police Dir Div	60014421	Criminal Justice Planner I	3/1/09	2	$ 38,174	1.00
20001608	ADMIN DSLEG STATE CP POL DP CHF Investig	60014414	Public Safety Officer	3/1/09	2	$ 32,300	1.00
20001589	ADMIN SO DSOPS MFM Vehicle Maintenance	60014286	Vehicle/equipment Repair Tech.	3/1/09	2	$ 47,233	1.00
20001649	ADMIN SO DSOPS FM DEP DIR Plumb/Htg	60014686	Facility Maint Tech. - Mech Trades	3/1/09	2	$ 39,108	1.00
20001541	ADMIN SO HR Mgmt Deputy Dir Operations	60014098	Personnel Tech.. I	3/11/09	2	$ 38,996	1.00
20001602	ADMIN DSLEG STATE CP POL DP CHF Pr 2 Day	60014469	Public Safety Officer	3/21/09	2	$ 32,300	1.00
20001673	ADMIN SO DSLEG Parking Dir Div	60014859	Accounting Clerk IV	3/21/09	2	$ 32,359	1.00
20012282	ADMIN SO DSOPS MFM VEH MAINT Mechanics	60014298	Vehicle/equipment Repair Tech. Supv	4/1/09	1	$ 46,688	1.00
20001542	ADMIN SO Human Resources Mgmt Dir Div	60014095	Doa Hr Dir.	4/27/09	0	$ 97,017	1.00
20001586	ADMIN SO DSOPS Motor Fleet Mgt Dir Div	60014318	Administrative Asst. I	5/1/09	0	$ 41,369	1.00
						$ 2,428,541	**60.00**
AUDITOR							
20000918	AUDITOR SA CD Deputy State Auditor	60008882	Asst. State Auditor	11/1/08	7	$ 50,133	1.00
20013170	AUDITOR SA CD Internal Operations Public	60008859	Dir. Of Public Affairs I	1/3/09	4	$ 76,943	1.00
20011896	AUDITOR SA CD DSA PERF AUDIT Team 3	60008975	Staff Development Specialist III	2/28/09	2	$ 49,411	1.00
20000918	AUDITOR SA CD Deputy State Auditor	60008874	Asst. State Auditor	3/1/09	2	$ 51,823	1.00
20000918	AUDITOR SA CD Deputy State Auditor	60008876	Asst. State Auditor	3/1/09	2	$ 51,122	1.00
20000918	AUDITOR SA CD Deputy State Auditor	60008926	Asst. State Auditor	3/1/09	2	$ 62,016	1.00
20000918	AUDITOR SA CD Deputy State Auditor	60008866	Asst. State Auditor	4/1/09	1	$ 45,387	1.00
20000918	AUDITOR SA CD Deputy State Auditor	60008908	Asst. State Auditor	4/1/09	1	$ 55,976	1.00
20000918	AUDITOR SA CD Deputy State Auditor	60008919	Asst. State Auditor	4/1/09	1	$ 46,635	1.00
20000918	AUDITOR SA CD Deputy State Auditor	60008923	Asst. State Auditor	4/1/09	1	$ ***46,635***	1.00
20000918	AUDITOR SA CD Deputy State Auditor	60008978	Asst. State Auditor	4/1/09	1	$ 63,841	1.00
20000918	AUDITOR SA CD Deputy State Auditor	60008979	Asst. State Auditor	4/1/09	1	$ 46,635	1.00
20000918	AUDITOR SA CD Deputy State Auditor	60009002	Asst. State Auditor	4/1/09	1	$ 80,145	1.00
						$ 726,702	**13.00**

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
STATE BOARD OF ELECTIONS							
20010751	BRDS&COMM ELECT Campaign Finance	60088255	Governmental Accounts Auditor III	7/24/08	10	$ 52,742	1.00
20010751	BRDS&COMM ELECT Campaign Finance	60088262	Audit Specialist	12/1/08	5	$ 44,810	1.00
20010751	BRDS&COMM ELECT Campaign Finance	65005663	Disclosure & Education Specialist	1/8/09	4	$ ***54,956***	1.00
20010752	BRDS&COMM ELECT Administration	60088211	Elections Specialist	2/16/09	3	$ 34,065	1.00
						$ 186,573	**4.00**
INSURANCE							
20001478	INSURANCE Controllers	60013336	Processing Asst. III	10/1/08	8	$ 25,900	1.00
20001485	INSURANCE Consumer Services	60013530	Insurance Complaint Analyst	3/1/09	2	$ ***52,412***	1.00
20001480	INSURANCE Property & Casualty	60013347	Insurance Regulatory Asst. Dir.	3/1/09	2	$ 75,854	1.00
20001491	INSURANCE Market Regulation	60013605	Insurance Regulatory Analyst I	3/23/09	1	$ 48,293	1.00
20001491	INSURANCE Market Regulation	60013607	Office Asst. IV	4/13/09	1	$ 25,705	1.00
20001494	INSURANCE Financial Evaluation & Anlys	60013668	Insurance Company Examiner	4/17/09	1	$ 52,886	1.00
20001494	INSURANCE Financial Evaluation & Anlys	60013666	Program Asst. V	5/1/09	0	$ 35,278	1.00
						$ 316,328	**7.00**
LIEUTENANT GOVERNOR							
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008618	Information & Communications Spec II	1/12/09	4	$ 26,299	0.50
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008622	Asst. Policy Dir.	1/12/09	4	$ 72,665	1.00
20012529	LIEUTENANT GOVERNOR'S OFF Chief Staff	60008620	Office Asst.	1/13/09	4	$ 34,500	1.00
						$ 133,464	**2.50**
STATE PERSONNEL							
20001499	OSP DO-Consulting Group 1	60013823	Legal Specialst	1/3/09	4	$ 64,733	1.00
20012278	OSP DO-OPS & BEN Human Resources Office	60013756	Administrative Support Associate	5/1/09	0	$ 36,535	1.00
						$ 101,268	**2.00**
REVENUE							
21000264	REV ADM TC COLLECT Char Sc Meck Unit 7	60082424	Revenue Officer I	7/1/08	11	$ 39,649	1.00
21000121	REV ADM TC TACC Unit 303	60082331	Processing Asst. V	7/1/08	11	$ 26,515	1.00
21000187	REV ADM TA DPPD Extract & Sort	60082979	Processing Asst. III	7/14/08	10	$ 25,811	1.00
21000114	REV ADM TC TACC Unit 102	60082345	Processing Asst. V	7/18/08	10	$ 27,615	1.00
21000116	REV ADM TC TACC Unit 302	60082365	Processing Asst. V	7/23/08	10	$ 26,740	1.00
20010012	REV ADM TC TPA CORR Rec/Sort/Suppress	60081628	Processing Asst. III	7/24/08	10	$ 25,811	1.00
20010051	REV ADM TC EXAM Large Case Corporation	60082094	Auditor	8/1/08	10	$ 69,030	1.00
21000115	REV ADM TC TACC Unit 202	60082357	Processing Asst. V	8/1/08	10	$ 30,377	1.00
21000123	REV ADM TC TACC Unit 503	60082109	Processing Asst. V	8/4/08	10	$ 28,404	1.00
20010085	REV ADM TA DPPD E File	60082545	Revenue Officer II	8/6/08	10	$ 42,833	1.00
21000277	REV ADM TA DPPD Data Edit Team 2	60082679	Data Entry Specialist	8/12/08	9	$ 26,695	1.00
21000134	REV ADM INFO TECH ADS eSvcs Applic's	65005035	Operations and Systems Specialist	8/14/08	9	$ 84,375	1.00
21000109	REV ADM TC UNAUTH SUB TAX Unit Two-Gboro	60081769	Law Enforcement Agent	8/15/08	9	$ 43,155	1.00
20010116	REV ADM TC MOTOR FUELS Support Services	60083197	Processing Unit Supervisor V	8/18/08	9	$ 36,567	1.00
21000154	REV ADM TC TPA Correspondence Team 1	60081583	Information Processing Tech.	8/22/08	9	$ 29,502	1.00
21000121	REV ADM TC TACC Unit 303	60082330	Processing Asst. V	8/30/08	9	$ 28,996	1.00
21000209	REV ADM TC EXAM Grville Sc Pitt 1	60081993	Auditor	9/1/08	9	$ 67,338	1.00
21000150	REV ADM HR Administration Operations	60081301	Personnel Asst. IV	9/2/08	9	$ 25,705	1.00
21000249	REV ADM TC COLLECT Ral Sc Wake Unit 1	60082446	Revenue Officer I	9/2/08	9	$ 39,649	1.00
21000188	REV ADM TC MF Accounting Unit 1	60083135	Processing Asst. IV	9/2/08	9	$ 27,914	1.00

B0104: Vacancy Report - May 2009: *Positions Vacant SINCE June 30, 2008*

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
20010113	REV ADM TC MOTOR FUELS Raleigh Exam	60083178	Auditor	9/4/08	9	$ 41,687	1.00
21000278	REV ADM TA DPPD Admin Unit Support	60082992	Processing Asst. IV	9/9/08	8	$ 27,615	1.00
21000186	REV ADM TA DPPD Doc Prep $ Team 2	60082633	Data Entry Specialist	9/15/08	8	$ 26,695	1.00
21000281	REV ADM TA DPPD EFT/Escan/DE/Ret'd Chx	60082942	Revenue Administration Officer I	9/15/08	8	$ 61,650	1.00
20009993	REV ADM TA Personal Taxes	60081432	Program Asst. V	9/15/08	8	$ 27,544	1.00
21000117	REV ADM TC TACC Unit 402	60082350	Processing Asst. V	9/15/08	8	$ 30,377	1.00
20010116	REV ADM TC MOTOR FUELS Support Services	60083131	Processing Asst. IV	9/26/08	8	$ 32,402	1.00
21000114	REV ADM TC TACC Unit 102	60082305	Processing Asst. V	9/27/08	8	$ 28,045	1.00
20010074	REV ADM ADMIN SERVICES Facility Maintnc	60082488	Processing Asst. IV	10/1/08	8	$ 25,705	1.00
20010093	REV ADM TA DPPD Research	60082659	Processing Asst. IV	10/1/08	8	$ 30,268	1.00
20009999	REV ADM TA SALES & USE TAX Tech Resource	60081460	Asst. Dir.	10/1/08	8	$ 80,145	1.00
21000257	REV ADM TC COLLECT CCU Wake Unit 6	60082419	Information Processing Tech..	10/1/08	8	$ 31,813	1.00
21000108	REV ADM TC UNAUTH SUB TAX Unit One-Ral	60081768	Supervisory Agent	10/1/08	8	$ 59,653	1.00
21000254	REV ADM TC COLLECT CCU Wake Unit 3	60082270	Information Processing Tech..	10/3/08	8	$ 39,211	1.00
21000260	REV ADM TC COLLECT Char Sc Meck Unit 3	60082428	Revenue Officer I	10/6/08	7	$ 39,649	1.00
21000121	REV ADM TC TACC Unit 303	60082299	Administrative Asst. I	10/23/08	7	$ 34,241	1.00
20009979	REV ADM Pub Info Office	60081281	Information & Communications Spec II	10/25/08	7	$ 36,685	1.00
20010004	REV ADM TC TPA Income Technical	60081496	Auditor	10/27/08	7	$ 42,833	1.00
20010002	REV ADM TC TPA Business Technical	60081488	Auditor	10/29/08	7	$ 42,833	1.00
21000167	REV ADM TA DPPD Error Res Unit 1	60082561	Processing Asst. IV	11/1/08	7	$ 31,007	1.00
21000171	REV ADM TA DPPD Error Res Unit 5	60082572	Processing Asst. IV	11/1/08	7	$ 31,430	1.00
21000217	REV ADM TC EXAM Greensboro Sc Guilford 2	60082389	Auditor	11/1/08	7	$ 50,130	1.00
20009983	REV ADM Staff Development	60081292	Staff Development Specialist II	11/6/08	6	$ 42,671	1.00
21000157	REV ADM TC TPA CORR RetMail/Rsrch/Remail	60081617	Processing Asst. III	11/6/08	6	$ 27,253	1.00
20010004	REV ADM TC TPA Income Technical	60081500	Auditor	11/10/08	6	$ 42,833	1.00
20010076	REV ADM ADMIN SERVICES Fixed Assets	60082512	Asst. Dir.	12/1/08	5	$ 60,691	1.00
21000116	REV ADM TC TACC Unit 302	60082364	Processing Asst. V	12/1/08	5	$ 30,377	1.00
20010015	REV ADM TC TPA CORR Sales Withholdng Tax	60081605	Processing Unit Supervisor V	12/1/08	5	$ 32,546	1.00
21000164	REV ADM TC TPA Amended Returns Unit	60081572	Auditor	12/6/08	5	$ 42,423	1.00
21000165	REV ADM TC TPA Compliance Unit	60081590	Tax Auditor Trainee	12/13/08	5	$ 42,833	1.00
20010109	REV ADM TC MOTOR FUELS Returns Resolutn	60083198	Information Processing Tech..	12/15/08	5	$ 40,538	1.00
21000225	REV ADM TC EXAM Charlotte Sc Meck 5	60082020	Field Auditor	12/16/08	5	$ 46,635	1.00
20009983	REV ADM Staff Development	60081290	Personnel Supervisor I	12/23/08	5	$ 80,145	1.00
21000181	REV ADM TA DPPD Excep Reg Team 3	65000404	Processing Asst. IV	12/23/08	5	$ 27,615	1.00
21000216	REV ADM TC EXAM Greensboro Sc Guilford 1	60082074	Auditor	1/1/09	4	$ 45,387	1.00

B010 **:ancy Report - May 2009: *Positions Vacant SINCE June 30, 2008***

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
21000144	REV ADM TC EXAM Rev Gen/Personal 2	60082238	Auditor	1/1/09	4	$ 63,265	1.00
20010109	REV ADM TC MOTOR FUELS Returns Resolutn	60083128	Information Processing Tech..	1/1/09	4	$ 42,873	1.00
21000114	REV ADM TC TACC Unit 102	60082300	Administrative Asst. I	1/5/09	4	$ 36,785	1.00
20009983	REV ADM Staff Development	60082437	Staff Development Coordinator	1/6/09	4	$ 42,833	1.00
20009984	REV ADM Human Resources	60081296	HR Dir.	1/12/09	4	$ 97,017	1.00
20009977	REV ADM Tax Admin	60081272	Deputy Secretary/commission III	1/12/09	4	$ 112,737	1.00
21000210	REV ADM TC EXAM Raleigh Sc Wake 1	60081895	Auditor	1/17/09	4	$ 47,018	1.00
21000122	REV ADM TC TACC Unit 403	60082317	Processing Asst. V	1/23/09	4	$ 30,333	1.00
20010063	REV ADM TC EXAM FA/Business Tax 1	60082207	Auditor	1/27/09	3	$ 53,126	1.00
20010041	REV ADM TC EXAM Fayetteville Sc Cumbrlnd	60089415	Auditor	1/27/09	3	$ 49,830	1.00
20010063	REV ADM TC EXAM FA/Business Tax 1	60082211	Auditor	2/2/09	3	$ 42,833	1.00
20010063	REV ADM TC EXAM FA/Business Tax 1	60082223	Auditor	2/7/09	3	$ 42,833	1.00
21000120	REV ADM TC TACC Unit 203	60082360	Processing Asst. V	2/7/09	3	$ 27,925	1.00
21000165	REV ADM TC TPA Compliance Unit	60081593	Tax Auditor Trainee	2/7/09	3	$ 41,687	1.00
21000165	REV ADM TC TPA Compliance Unit	60081616	Tax Auditor In-Training	2/9/09	3	$ 39,981	1.00
21000256	REV ADM TC COLLECT CCU Wake Unit 4	60082267	Information Processing Tech..	2/19/09	3	$ 32,893	1.00
21000272	REV ADM TC COLLECT Gboro Sc Guilf Unit 3	60082018	Revenue Officer I	2/28/09	2	$ 44,343	1.00
21000128	REV ADM INFO TECH Tech Svcs Operations	60081319	Operations And Systems Tech.	3/1/09	2	$ 41,347	1.00
20010000	REV ADM TA SALES & USE TAX Protest Resln	60081466	Asst. Dir.	3/1/09	2	$ 92,647	1.00
20010011	REV ADM TC TPA CORR Individual Income	60081558	Processing Unit Supervisor IV	3/1/09	2	$ 31,677	1.00
21000153	REV ADM TC TPA Inc Tech Corp Acctg Techs	60081750	Accounting Tech.. IV	3/1/09	2	$ 39,009	1.00
21000235	REV ADM TC MOTOR FUELS Ret's Processing	60083132	Data Entry Specialist	3/2/09	2	$ 29,033	1.00
21000209	REV ADM TC EXAM Grville Sc Pitt 1	60082009	Auditor	3/4/09	2	$ 46,635	1.00
21000144	REV ADM TC EXAM Rev Gen/Personal 2	60082265	Auditor	3/9/09	2	$ 52,610	1.00
21000232	REV ADM TC MOTOR FUELS Operations	60083115	Asst Dir.	3/11/09	2	$ 71,089	1.00
21000075	REV ADM INFO TECH Deputy CIO	60081313	Information Tech.nology Dir.	3/12/09	2	$ 123,300	1.00
21000254	REV ADM TC COLLECT CCU Wake Unit 3	60082256	Information Processing Tech..	3/16/09	2	$ 33,388	1.00
21000137	REV ADM TC EXAM Rev Gen/Bus/Personal	60082195	Auditor	3/16/09	2	$ 42,833	1.00
21000129	REV ADM INFO TECH Tech Svcs Network	60081345	Tech.nology Support Analyst	3/21/09	2	$ 59,826	1.00
20009979	REV ADM Pub Info Office	60081280	Information & Communications Spec III	4/1/09	1	$ 53,565	1.00
21000219	REV ADM TC EXAM Asheville Sc Buncombe 2	60082032	Auditor	4/1/09	1	$ 49,473	1.00
20010030	REV ADM TC EXAM Interstate	60081801	Audit Manager	4/1/09	1	$ 92,475	1.00
20010112	REV ADM TC MOTOR FUELS Examinations	65007490	Auditor	4/1/09	1	$ 58,700	1.00
20010113	REV ADM TC MOTOR FUELS Raleigh Exam	65007466	Auditor	4/1/09	1	$ 47,149	1.00
21000159	REV ADM TC TPA CORR Notices Distrib	60081522	Processing Asst. V	4/1/09	1	$ 33,270	1.00
20010021	REV ADM TC TPA Winston-Salem Sc Forsyth	60081667	Revenue Officer I	4/1/09	1	$ 39,649	1.00
21000207	REV ADM TC EXAM Durham Sc Durham 1	60081962	Auditor	4/7/09	1	$ 46,635	1.00
21000138	REV ADM TC EXAM Rev Gen/Personal 1	60082232	Auditor	4/8/09	1	$ 42,833	1.00
21000201	REV ADM TC EXAM Interstate Team Ldr 2	60081835	Auditor	4/10/09	1	$ 58,868	1.00
21000228	REV ADM TC EXAM Hickory Sc Catawba 1	60082144	Field Auditor	4/16/09	1	$ 46,635	1.00
20010039	REV ADM TC EXAM Rky Mt Sc Edgecombe	60082263	Auditor	5/1/09	0	$ 42,833	1.00
						$ 4,290,037	**96.00**

B0104: Vacancy Report - May 2009: *Positions Vacant SINCE June 30, 2008*

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
CULTURAL RESOURCES							
20010236	CR CDS A&H HIS RES Western Office	65005183	Librarian Professional	7/1/08	11	$ 35,585	1.00
20000123	CR CDS MOA Security OPS Gallery 3	65005186	Security Guard	7/1/08	11	$ 24,861	1.00
20000123	CR CDS MOA Security OPS Gallery 3	65005187	Security Guard	7/1/08	11	$ 24,861	1.00
20000123	CR CDS MOA Security OPS Gallery 3	65005188	Security Guard	7/1/08	11	$ 24,861	1.00
20000123	CR CDS MOA Security OPS Gallery 3	65005189	Security Guard	7/1/08	11	$ 24,861	1.00
20000123	CR CDS MOA Security OPS Gallery 3	65005190	Security Guard	7/1/08	11	$ 24,861	1.00
20000123	CR CDS MOA Security OPS Gallery 3	65005191	Security Guard	7/1/08	11	$ 24,861	1.00
20010129	CR CDS Capital Projects Unit	60083951	Engineer	7/19/08	11	$ 56,000	1.00
20010234	CR CDS A&H HIS RES HPO Environmen Review	60083623	Historic Preservation/restora Spe II	7/30/08	10	$ 44,050	1.00
20010165	CR CDS A&H HIS RES A&R ST AR COLL Micro	60083379	Processing Assistant IV	9/1/08	9	$ 16,576	1.00
20010156	CR CDS A&H HIS RES A&R ST AR Rec Branch	60083385	Office Assistant IV	9/1/08	9	$ 18,975	1.00
20010227	CR CDS A&H HIS RES His Preservation Off	60083616	Administrative Secretary III	9/1/08	9	$ 37,942	1.00
20010142	CR CDS A&H HIS RES HIST PUB Gen & Period	60083327	Historic Publications Editor I	9/1/08	9	$ 31,622	1.00
20010283	CR CDS ST LIBRARY LSS Info Serv Branch	60083831	Library Professional	9/15/08	9	$ 41,055	1.00
20010322	CR CDS A&H MOH INT OPS Collections	60083973	History Museum Conservator	9/16/08	8	$ 35,337	1.00
20010294	CR CDS ST LIBRARY LSS LBPH Materials	60083888	Processing Assistant II	10/1/08	8	$ 24,598	1.00
20010237	CR CDS A&H MOH NC MARITIME MUSEUM	60083649	Museum Curator	10/16/08	7	$ 64,123	1.00
20010219	CR CDS A&H TP AD Grounds	60083569	Horticulture/grounds Technician	10/29/08	7	$ 29,496	1.00
20010151	CR CDS A&H HIS RES A&R ST AR Gov Electro	60083367	Archives & Records Professional	11/1/08	7	$ 22,852	1.00
20010236	CR CDS A&H HIS RES Western Office	60083644	Archives And History Regional Supervisor	11/1/08	7	$ 44,225	1.00
20010280	CR CDS ST LIBRARY ADID LD Echo	60083816	Library Professional	11/1/08	7	$ 66,788	1.00
20010280	CR CDS ST LIBRARY ADID LD Echo	60083824	Library Professional	11/1/08	7	$ 38,464	1.00
20010160	CR CDS A&H HIS RES A&R ST AR IM Digital	60083382	Processing Assistant IV	11/14/08	6	$ 26,878	1.00
20012249	CR CDS MOA Security OPS Access & Control	60083795	Security Guard	11/17/08	6	$ 24,861	1.00
20013972	CR CDS ST LIBRARY LSS Gov Docs	60083839	Library Technician	11/17/08	6	$ 34,150	1.00
20010239	CR CDS A&H MOH NC MARITIME MUS Education	60083654	Associate Museum Curator	12/1/08	6	$ 46,929	1.00
20010276	CR CDS MOA Security OPS Gallery 1	60083784	Security Guard	12/12/08	5	$ 24,861	1.00
20010307	CR CDS ARTS COUNCIL AD Visual Arts	60083915	Arts Program Administrator	12/13/08	5	$ 38,790	0.75
20010342	CR CDS A&H B'SHIP Maint	60084076	Building & Environmental Technician	1/1/09	5	$ 27,599	1.00
20010234	CR CDS A&H HIS RES HPO Environmen Review	60083633	Processing Assistant V	1/1/09	5	$ 33,131	1.00
20013166	CR CDS A&H TP MUS SRV VisCntr	60083589	Processing Assistant IV	1/1/09	5	$ 28,952	1.00
20010261	CR CDS MOA Educational Service	60083742	Art Museum Assistant Curator	1/1/09	5	$ 58,995	1.00
20010287	CR CDS ST LIBRARY LSS Digital Info Mgmt	60083841	Library Clerk III	1/30/09	4	$ 28,282	1.00
20010342	CR CDS A&H B'SHIP Maint	60084061	Battleship Memorial Promotion Director	2/1/09	4	$ 40,950	1.00
20010289	CR CDS ST LIBRARY LSS Metadata/Catalog..	60083847	Library Professional	2/12/09	3	$ 40,244	1.00
20010124	CR CABSEC Chief Deputy Secretary	60083260	Assistant To The Chief Deputy Secretary	2/21/09	3	$ 28,069	1.00
20013164	CR CDS A&H HIS SITES OR EAST SMRSET Ops	60083505	Historic Interpreter I	4/1/09	1	$ 24,861	1.00
20010182	CR CDS A&H HIS SITES OR EAST REG Bentonv	60083449	Historic Interpreter III	4/10/09	1	$ 32,075	1.00
20010333	CR CDS A&H MOH MUS OF ALBE Maintenance	60084043	Security Guard	4/10/09	1	$ 24,861	1.00
20010287	CR CDS ST LIBRARY LSS Digital Info Mgmt	60083859	Library Professional	4/24/09	1	$ 44,135	1.00
20010221	CR CDS A&H TP AD MUSSRV Inter	60083587	Museum Specialist	5/1/09	0	$ 35,763	1.00
20010216	CR CDS A&H TP AD Security	60083552	Security Guard	5/1/09	0	$ 28,342	1.00
20013165	CR CDS A&H HIS SITES OR PIED CHB Facilit	60090498	Maintenance Mechanic II	5/5/09	0	$ 27,544	1.00
						$ 1,457,126	**42.75**

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
GOVERNOR							
21001101	Governor's Transition Team	60014888	W/A Transition Aide	7/1/08	11	$ 53,402	1.00
21001101	Governor's Transition Team	65004778	Public Safety Officer	7/1/08	11	$ 31,200	1.00
21001101	Governor's Transition Team	60014812	W/A Transition Aide	9/19/08	8	$ 26,568	1.00
21001101	Governor's Transition Team	60014669	W/A Transition Aide	9/28/08	8	$ 49,188	1.00
21001101	Governor's Transition Team	60013884	W/A Transition Aide	1/12/09	4	$ 69,132	1.00
21001101	Governor's Transition Team	60014895	W/A Administrative Officer II	1/12/09	4	$ 42,015	1.00
21001101	Governor's Transition Team	60014634	W/A Transition Aide	2/1/09	3	$ 126,383	1.00
21001101	Governor's Transition Team	60013900	W/A Transition Aide	2/23/09	2	$ 55,800	1.00
21001101	Governor's Transition Team	60014467	Public Safety Supervisor	3/1/09	2	$ 44,962	1.00
21001101	Governor's Transition Team	65004779	W/A Transition Aide	3/1/09	2	$ 6,886	1.00
21001101	Governor's Transition Team	60014729	W/A Transition Aide	3/7/09	2	$ 35,000	1.00
20000867	GOV ADMIN Policy	60008525	Policy Analyst	4/1/09	1	$ 61,650	1.00
21001101	Governor's Transition Team	60013906	W/A Transition Aide	4/1/09	1	$ 79,031	1.00
21001101	Governor's Transition Team	60014743	W/A Transition Aide	4/1/09	1	$ 31,800	1.00
21001101	Governor's Transition Team	60014795	W/A Transition Aide	4/1/09	1	$ 30,000	1.00
20000869	GOV ADMIN Boards & Commissions	60008483	Administrative Officer	5/1/09	0	$ 37,500	1.00
20000867	GOV ADMIN Policy	60008528	Education Program Manager	5/1/09	0	$ 46,505	1.00
						$ 827,022	**17.00**
STATE BUDGET & MANAGEMENT							
20000874	OSBM ADMIN MGMT Econ & Demog	60008550	State Demographer	11/1/08	7	$ 87,258	1.00
20000875	OSBM ADMIN BUD Education	60008597	Budget Analyst	2/1/09	4	$ 72,916	1.00
21000902	OSBM ADMIN Quality Assurance	60089830	State Budget Manager Analyst	2/19/09	3	$ 77,500	1.00
						$ 237,674	**3.00**
CONTROLLER							
20000027	Office of the State Controller	65006805	Bus. & Tech. Applications Analyst	7/1/08	11	$ 82,687	1.00
20000083	OSC BEACON Change/Communication/Training	65006122	Staff Development Coordinator	7/1/08	11	$ 66,001	1.00
20000083	OSC BEACON Change/Communication/Training	65006575	Bus. and Tech. Applications Analyst	7/1/08	11	$ 57,666	1.00
20010643	OSC STWD ACCT Central Compliance	60087168	State Controller Financial Specialist	8/23/08	9	$ 54,540	1.00
20010641	OSC FIN SYSTEMS Sys & Info Access	60087143	Application Technical Support Team Lead	12/1/08	6	$ 94,000	1.00
21000714	OSC BEST SHARED SERVICES CALL CTR TEAM 3	60090521	Information Processing Technician	1/10/09	4	$ 34,771	1.00
20010645	OSC STWD ACCT Accounting & Fin Rprtng	60087155	State Controller Financial/Busin Sys Mgr	1/12/09	4	$ 104,195	1.00
20010653	OSC BEACON BEST SHARED SVCS Payroll/Time	60087284	Payroll Manager	2/16/09	3	$ 42,867	1.00
20010653	OSC BEACON BEST SHARED SVCS Payroll/Time	60091140	Administrative Officer I	2/16/09	3	$ 42,339	1.00
21000712	OSC BEST SHARED SERVICES CALL CTR TEAM 1	60091723	Hr Associate	4/1/09	1	$ 49,883	1.00
20000083	OSC BEACON Change/Communication/Training	60087201	Training Lead	4/4/09	1	$ 85,488	1.00
20013609	OSC BEST SHARED SERVICES PY & T Accting	60091358	Beacon Payroll And Time Specialist	4/8/09	1	$ 55,622	1.00
						$ 770,059	**12.00**
SECRETARY OF STATE							
20000902	SOSNC - Regis - C&F - Res	60008713	Processing Assistant V	11/27/08	6	$ 27,544	1.00
20000901	SOSNC - Regis - C&F - N Enf	60008750	Processing Assistant V	1/13/09	4	$ 29,601	1.00
20000910	SOSNC - Secur - Enf	60008783	W/A Financial Investigator	2/27/09	3	$ 49,000	1.00
20000899	SOSNC - Regis - C&F - Corr	60008751	Processing Assistant V	3/25/09	2	$ 30,420	1.00
20000890	SOSNC - IT - Prog	60008644	Information Technology Manager	4/29/09	0	$ 105,422	1.00
						$ 241,987	**5.00**

B0104: Vacancy Report - May 2009: *Positions Vacant SINCE June 30, 2008*

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
TREASURER							
20000978	ST Investments Administration	65006300	Attorney II	7/1/08	11	$ 70,000	1.00
20000978	ST Investments Administration	60009055	Portfolio Manager	8/1/08	10	$ 69,870	1.00
20000987	ST RETIRE OPS BENEFITS Disability	60009191	Administrative Support Associate	10/6/08	8	$ 25,888	1.00
20000983	ST RETIRE Operations	60009205	Accountant	11/1/08	7	$ 67,656	1.00
20000990	ST RETIRE OPS Member Records	60009160	Administrative Support Associate	12/30/08	5	$ 30,350	1.00
20001007	ST Health&Wellness Trust Fund Commission	60009312	Advisor For Health Policy	2/1/09	4	$ 82,200	1.00
20000977	ST INVEST Alternatives	60090005	Investment Analyst	2/2/09	4	$ 71,925	1.00
20000978	ST Investments Administration	60009053	Executive Assistant	2/5/09	3	$ 49,000	1.00
20001007	ST Health&Wellness Trust Fund Commission	60009323	Evaluation Officer	2/13/09	3	$ 82,200	1.00
20000973	ST INVEST Corporate Governance	60009064	Dir. Corporate Governance	4/1/09	1	$ 76,662	1.00
20000999	ST RETIRE Enrollment & Imaging	60009207	Administrative Support Associate	4/1/09	1	$ 23,549	1.00
20000983	ST RETIRE Operations	60009181	Administrative Support Associate	4/1/09	1	$ 35,135	1.00
20000989	ST RETIRE OPS Ed, Outreach & Mmbr Mtgs	60009196	Retirement Benefits Counselor	4/6/09	1	$ 40,300	1.00
20000009	State Treasurer	60009014	Administrative Support Associate	4/18/09	1	$ 36,387	1.00
20000976	ST INVEST Real Estate	60090006	Investment Analyst	5/1/09	0	$ 72,953	1.00
20000972	ST Unclaimed Property Administration	60009029	Administrative Support Associate	5/1/09	0	$ 26,851	1.00
						$ 860,926	16.00
					TOTAL:	***$ 12,577,707***	

VISITOR REGISTRATION SHEET

Name of Committee | Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Christy Agner	Dept. of Admin.
Rodney Bass	NCGA
Ben Hall	NCGA
Dennis Patterson	OSA
Wesley Taylor	NCGA
Mark Ezzell	HWTF

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
David Brown	OSBM
Anna Martin	NCSU-student
Dennis McCarty	NCGA
Margaret Matrone	NCHFA
Wendy Kelly	SZDW:cker
Michael Houser	NC DOR

House Pages

Name of Committee: H. Govt. Date: 5-21-09

1. Name: Drew Lopez

   County: Wake

   Sponsor: Ray Warren

2. Name: Timothy Coston

   County: Wake

   Sponsor: Darren Jackson

3. Name:

   County:

   Sponsor:

4. Name:

   County:

   Sponsor:

5. Name:

   County:

   Sponsor:

Sgt-At-Arms

1. Name: Judy Turner

2. Name: Martha Parnell

3. Name:

Call to Order: 8:36 Am
Adjourn: 9:20 Am

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

Thursday 8:30 Am

DATES	5/21/09	5/28/09													
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair															
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills	✓														
Rep. Jane Whilden	✓														
Pages															
Drew Lopez															
Rep Ray Warren, Sponsor															
Timothy Coston															
Rep Darin Jacobson															
Staff															
Michele Nelson															
Clair Hester															
Senate															
SAA															
Marlena Parrish															
Barb Russi															

Appropriations Subcommittee on General Government
Minutes

May 21, 2009

Room 1425

After Session, PM

Chair Susan Fisher called the meeting of the Appropriations Subcommittee on General Government to order on May 21, 2009, at 2:58 p.m., following House session The following members were present: Representative Susan Fisher, Chair; Representative Fred Steen, Vice chair; Representative Russell Tucker; Representative George Cleveland, Representative Elmer Floyd, and Representative Grey Mills.

The Sergeant at Arms are recognized; Carlton Adams, Martha Parish, and Gerald Penny. Staff present was Michele Nelson, Claire Hester, and Sarah Poteat and Committee Clerk Lynn Tennant. There were no pages.

Chair Fisher introduces Wayne Goodwin, who presented briefly about the Department of Insurance. Mr. Goodwin stated "The Department of Insurance thanks you for your votes and work. I will be brief because I will be deferring to my chief financial advisor later. I know that difficult decisions must be made and the information needed to make those decisions must be full and frank. The core mission requires that I share what further cuts to this department will likely result in. Additional cuts will result in the likely increase in insurance rates. Rates are set based on intense weeks and months of examination, analysis, and study by actuaries, accountants, lawyers, independent experts, out of state independent unbiased analysis, and the rates are set through a hearing, settlement or both. Additional cuts jeopardize both hats I wear, that affect insurance rates in North Carolina. As insurance commissioner, by state law, the insurance agency through the rate bureau must file every year, for adjustments the auto, and worker's comp rates. For homeowners and others, state law does not require the insurance agency to make filings every year. If the budget is continually cut we will not be able to make statutory deadlines." He continued by saying that rates filed by the insurance industry are excessive and unreasonable and they are passed to consumers, they have no staff vacancies and any cuts that occur will be people and the inability to meet deadlines. He stated "We can not allow insurance premiums to be effective by the insurance agencies without the debate and scrutiny of the insurance commissioner." Goodwin then discusses two instances, where more oversight is needed, detailing that they can not afford any more cuts. Homeowner's insurance is based in part by the nearest fire department, having been inspected by the Department of Insurance.

The Department of Insurance operates on receipts and is suppose to weather any economic storm, perform its duties during good, and bad. Mr. Goodwin stated that he has attempted to discuss to the General Assembly what will happen if this insurance agency has to bear more cuts. "Additional cuts would lead to the de-regulation of the

insurance agency. That will tip the scales away from consumer protection, cause insurance rates to raise excessively, and prevent my agency from conducting their statutory duties."

The Insurance Commissioner then introduces his Chief Financial Officer, Jim Newman. He has the information requested and additional options the committee may consider. Regarding the vacant positions, they did not have any that were six months or more. They have a few positions on freeze and are asking to hire for some of those positions, because one is a vital paralegal position, and actuaries. The contracts are listed on the handout provided as attachment one. Mr. Newman discussed the budget cut of $3,498,864 to $30,062,610; and stated "this cut of $3.4 million is very significant to this agency. Other than people we have less than $10 million to operate on. The fist part is the Governor's budget, second part is the Senate budget, the last part is the House Subcommittee. There are no vacant positions to be taken. These cuts would prevent us from paying bills."

Representative Fisher asks if the committee has any questions.

Representative Grey Mills asked him to explain the fund balances.
Jim Newman replied that one balance is self insured, personal liability claim, billings, and computers and there are different things for different levels. After a certain point, there is "secondary insurance that pays and we have to pay that insurance. Big fees are paid out, but we do save money by being self-insured."

Representative Steen asked if there are any fee structures that could offset some of these costs within the department. Jim Newman replied that there is one fee and they know it is a bad time to raise fees. A couple of years ago there were recommendations to cut down on fees and have one consolidated fee that would be used for several different purposes. They stopped and the fees doubled and all went to the General Fund and they didn't get any. They are now running almost $400,000 short paying employees and are taking money from other places in their budget. State Budget is working with them to try and change it around.

Chair Fisher inquired what the fee was for. Jim Newman responded that "the fees that we got rid of were a number of little fees that were five and ten dollar fees related to recertification and applications. This was rolled into a composite fee. Instead f reverting back to small fees, we wanted to use one percent of total collections just to help and pay. We use to collect $28 million, and by changing fee structure, we now raise $40 million. Our expenses to do that run about $400,000. Some of the licensing fees doubled from $50 to $100, hitting the elderly hard. There are other fees that we can look at."

Claire Hester stated that perhaps an alternative to changing the fee is changing where that revenue from the fee goes.
Jim Newman replied that, if you take one percent of the money that is now going to the General Fund, that is going to be a drain and if they do not continue to have the staff, it will not be $42 million and they well not be able to keep up.

Representative Cleveland asked where the money for rent and necessities coming from? Jim Newman stated that they are looking for big pockets and that is where the money would go to first. All the other money would come from memberships in organizations, that actuaries have to have. They now replace computers every six years instead of four. Representative Cleveland clarified that they have no positions that are vacant and Jim Newman responded that this is correct."
Claire Hester asked to give some more detail on other line items, and where vacancies are coming from. She stated that she had a list of vacancies from June 30, 2008.
Jim Newman stated they do have vacancies, and four that they anticipate being vacant by June. He said they do have some vacancies but not since last June.

Representative Tucker requested clarification on line items and how does money get into that pool?
Jim Newman replied that it is covered by receipts covered by other state agencies. The DOA pays in that case.
Representative Tucker stated that he has heard a tentative offer but was not sure they are able to do that.
Michelle Nelsen stated "I think what needs to happen here, its that we need more clarity on all that you have mentioned, the committee has nothing to look at. This needs to be put on paper. We need to know where everything comes, and goes so that we can make a decision about whether we will leave it as it is, increases."
Chair Fisher stated that there would be a fee meeting coming up and she believed it would be great for him to go.

Claire, referring to the one page handout, in the Senate session, asked if he could provide more details.
Jim Newman stated that he could provide the details for all of it.
Chair Fisher inquired about what comprised "other" at the bottom?
Jim Newman stated that they will detail that out with account numbers.
Representative Mills asked if he could see something about the self- insurance funds.

Claire asked if they have thought about consolidation of buildings.
Jim Newman responded that they were told that there was not enough money available for moving, no money to even be considered. Three months ago he was told that this would not happen for the next couple of years.

Chair Fisher stated that, in looking at the bottom portion, labeled House Subcommittee, it would have been her first reaction to say" let's take those proposed cuts" but it is really not clear enough to do that. She stated that she was looking for more information on fees discussed earlier and self -insurance.
Jim Newman inquired if she was talking about the fees to be increased by insurance companies in addition to the fees that they want to collect on one percent.
Chair Fisher replied "Everything."

Representative Cleveland stated that "this makes me feel like the world is falling apart, we are not looking for draconian cuts, we are just trying to do our job."

Meeting adjourned at 3:47 pm.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 21, 2009

8:30 a.m.
and
After Session

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

General Assembly

- Additional Adjustments to Expenditure Accounts
- Vacant Positions (six months or more)
- Review Contracts
- Reductions in the Senate Budget

Wesley Taylor
Chief Fiscal Officer

Department of Insurance

- Additional Adjustments to Expenditure Accounts
- Vacant Positions (six months or more)
- Review Special Funds
- Review Contracts
- Reduction in the Senate Budget

Wayne Goodwin
Commissioner

Department of Insurance

5/21/2009

Recommended Budget	FY 08-09 BD 307	FY 09-10	
Department of Insurance			
Certified Budget	33,498,864		
Governor's Recommend Budget for DOI		33,824,822	
Reductions:			
1. Truth-In-Budgeting Reform (Budgeted salaries reduced)		(995,180)	R
[Per Gov Budget page 122]			
2. Reduce Various Operating Accounts		(888,592)	R
[Per Gov Budget page 122]		(296,197)	NR
Net Governor's Recommend Budget for DOI (Adjusted for reductions, page 122)		31,644,853	
Senate (Senate Subcommitte , page J 13)		33,824,822	
Reductions: (Senate cuts recommended)			
1400 Public Services Group			
Item 48 - Eliminate Continuation Budget Increase (page J 13)		(144,300)	R
Department Wide (Additional cuts in all funds: 1100, 1200, 1300, 1400 & 1500)			
Item 49 - Management Flexiblity Reserve		(850,880)	R
Item 50 - Reduce Various Operating Accounts		(888,592)	R
Reduce various operating accounts across DOI		(296,197)	NR
Travel for Fire and Rescue: EMS & fire training	(340,000)		
Insurance Examinations travel and related expenses	(132,000)		
Insurance Investigators travel and related expenses	(125,000)		
Building/Construction Inspection travel and related expenses	(210,000)		
All other expenses (R & NR)	(377,789)		
	(1,184,789)		
Total Senate Subcommitte Changes		(1,883,772)	R
		(296,197)	NR
Total Position Changes		0.00	
Revised Budget Per Senate Subcommittee		31,644,853	
House Subcommitte			
Reductions: (Additional reductions recommended)			
Proposed to make Non-Recurring to Recurring			
Additional Recommended Reductions of 5% (of 31,644,853 revised Senate budget)		(1,582,243)	R
DOA - Rent	(75,000)		
DOA - Capital Police	(5,000)		
DOA - Motor Fleet	(40,000)		
ITS - Telephone	(130,000)		
ITS - Computer Usage Charge	(12,000)		
Postage	(200,000)		
Printing	(200,000)		
Other	(920,243)		
	(1,582,243)		
House Revised Budget		30,062,610	

Insurance

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$33,824,822**		**$33,887,006**	
Legislative Changes				
1400 Public Services				
48 Eliminate Continuation Budget Increase	($144,300)	R	($144,300)	R
Eliminate funding increase in continuation budget:				
532140 Information Tech Svs ($62,634)				
532170 Admin Services ($32,243)				
532199 Misc Contractual Svs ($49,423)				
Department-Wide				
49 Management Flexibility Reserve	($850,880)	R	($850,880)	R
Create Management Flexibility Reserve.				
50 Reduce Various Operating Accounts	($888,592)	R	($888,592)	R
Reduce various operating accounts across the agency.	($296,197)	NR	($296,197)	NR
Total Legislative Changes	**($1,883,772)**	**R**	**($1,883,772)**	**R**
	($296,197)	**NR**	**($296,197)**	**NR**
Total Position Changes				
Revised Budget	**$31,644,853**		**$31,707,037**	

Insurance - Volunteer Safety Workers' Compensation Fund

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$4,500,000**		**$4,500,000**	
Legislative Changes				
Reserves and Transfers				
51 Reduce Volunteer Safety Workers' Compensation Fund Reduce the Volunteer Safety Workers' Compensation Fund on a non-recurring basis.	($2,500,000)	NR	($2,500,000)	NR
Total Legislative Changes	**($2,500,000)**	**NR**	**($2,500,000)**	**NR**
Total Position Changes				
Revised Budget	**$2,000,000**		**$2,000,000**	

13900	Insurance							
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
531321	Contracted Personal Services	N/A	N/A	$0	$0	$0	$0	
532199	Misc Contractual Services	1100	Administration	$43,957	$29,140	$43,957	$43,957	(1)To pay services to Custom Clipping, Inc. for Public Information Office. (2) contracted services to assist agency working with Security/Dobbs Building; maintaining a comprehensive employee safety action program; liaison for the department for construction; utilities manager for the state building; safety procedures for the building tenants; responsible for controlling the stored files/records.
		1200	Company Services	$0	7,751	0	0	To pay for Instructional services to Rector, Inc., for staff Financial Examiners training required by professional standards, and Federal Certifications.
		1300	Technical Services	$0	$53,291	$0	$0	To pay for actuarial services for the N.C. High Risk Pool Program. (Inclusive Program).
		1400	Public Services	$700,000	$795,490	$706,100	$706,100	To record fees received and corresponding expense to administer 1st time agent test takers by Promissor, Inc. throughout state.
		1500	Office of State Fire Marshal	$12,726	$105,425	$12,726	$12,726	To pay for Instructor fees for Gov Highway Safety Program. Computer programming for modifications to Manufactured Housing Program to meet federal program changes.
		TOTAL:		**$756,683**	**$991,097**	**$762,783**	**$762,783**	
532521-532525	Rental/Lease Equipment	1100	Administration	$5,297	$840	$5,297	$5,297	To pay for rental agreement on equipment and copiers.
		1200	Company Services	$545	$0	$545	$545	To rent audio video equipment during Financial Evaluation staff training and audits.
		1300	Technical Services	$652	$761	$545	$545	To rent audio video equipment needed during SHIIP training for 900 volunteers throughout state.
		1400	Public Services	$9,500	$1,500	$10,400	$10,400	To allow Investigation to rent trailers to haul materials for weapons qualification and storage of evidence. User fee for access to Dep of Justice / SBI DCI database.
		1500	Office of State Fire Marshal	$7,728	$248	$7,728	$7,728	To rent specialized equipment needed during Fire Training for all staff and for local.
		TOTAL:		**$23,722**	**$3,349**	**$24,515**	**$24,515**	
5327xx	Travel/Related Expenses	1100	Administration	$76,455	$35,592	$76,455	$76,455	To allow Administrative staff to travel to participate in NAIC meetings/training/hearings. To pay DOA/Motor Fleet for monthly invoices for state vehicles.

		1200	Company Services	$122,860	$151,051	$105,750	$105,750	To allow the Financial Evaluation, Regulatory Actions staff to audit insurance companies (in and out of state).
		1300	Technical Services	$351,528	$96,836	$105,750	$105,750	To allow the Seniors Health Insurance Program staff to train the trainers state-wide. Market Regulation performs audits.
		1400	Public Services	$276,322	$267,781	$276,322	$276,322	To allow continuing Education staff to conduct statutory audits on Insurance instructors, classes. Investigative Division to perform duties investigating insurance fraud, regulate bail bondsmen, traveling in NC and meeting with plaintiffs and insured citizens and attending hearings as witness.
		1500	Office of State Fire Marshal	$448,629	$382,880	$460,704	$460,704	To allow staff to travel for instruct fire training and for inspection of Hazard Mat; travel for Manufactured Housing inspection, GHSP Classes, EMS Volunteers as required by G.S. Inspecting new construction buildings for fire and safety code compliance to ensure safety of citizens and hold insurance rates low.
		TOTAL:		**$1,275,794**	**$934,140**	**$1,024,981**	**$1,024,981**	
532814	Cellular Phone Services	1100	Administration	$4,346	$13,332	$4,346	$4,346	Phone service for Administrative staff that are needed on a demand basis such as IT, legislative liaison and other administrative duties; State Emergency Response Team (SERT).
		1200	Company Services	$164	$3,989	$164	$164	To allow access to personnel required to perform duties as field based auditors and examiners.
		1300	Technical Services	$164	$5,324	$164	$164	To allow access to personnel required to perform audit requirements in Market Regulations and examinations for out of state travel required.
		1400	Public Services	$2,200	$28,907	$2,200	$2,200	To allow access to personnel required to perform duties as field-based investigators and inspectors.
		1500	Office of State Fire Marshal	$22,615	$26,638	$23,315	$23,315	To allow field-based staff to communicate with State Emergency Response Teams, DOI Staff, and Emergency Management activities.
		TOTAL:		**$29,489**	**$78,190**	**$30,189**	**$30,189**	
534500-534550	Furniture and Equipment Replacement Schedules	1100	Administration	$18,077	$30,319	$18,077	$18,077	To update computers every 5 years, printers.
		1200	Company Services	$75,957	48,794	63,957	63,957	To update computers every 5 years, printers, agency server equipment and server capacity and backup systems.
		1300	Technical Services	$129,034	30,208	129,034	129,034	To update computers every 5 years, printers, WAN equipment.

		1400	Public Services	$18,970	15,294	10,970	10,970	To update computers every 5 years, printers, law enforcement security equipment and 7 year replacement of weapons.
		1500	Office of State Fire Marshal	$27,641	41,247	27,641	27,641	To update computers every 5 years, printers, emergency telephones.
		TOTAL:		**$269,679**	**$165,863**	**$249,679**	**$249,679**	
	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
	Directed Grants	N/A	N/A	$0	$0	$0	$0	
	Loans	N/A	N/A	$0	$0	$0	$0	
	Other Aid and Grants	N/A	N/A	$0	$0	$0	$0	
	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	

B0104: Vacancy Report - May 2009: *Positions Vacant ON OR BEFORE June 30, 2008*

Organizational Unit	Position	Date Vacant	Months Vacant	Budget Amount	Position FTE
INSURANCE					
20001495 INSURANCE Manufactured Building	60013695 Processing Asst. III	12/12/05	44	$ 27,854	1.00
				$ 27,854	**1.00**

State Personnel, Ethics Commission, Auditor, Cultural Resources, General Assembly, Governor, HFA, and Insurance - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	**Fund Name**	**Statutory Provision**	**Current Fund Balance (as of**	**Purpose of Funding**	**Restrictions on Use or Transfer of Funds**
Insurance	Voluntary Safety Workers Compensation Fund (63902)	GS 58-87-10	$6,636,817.00	The VSWCF was set up to provide benefits to volunteer fire/rescue personnel who are members of volunteer fire departments or volunteer rescue/EMS units that are not part of a unit of local government. The VSWCF receives annual payments from participating volunteer firemen and rescue squad members for the benefit coverage. The administration of this fund is handled by a third party administrator (Key Risk Management Services) and are audited annually.	The restrictions on BC 63902 are that the fund can only be used to pay claim costs to members and administrative costs associated with operating the fund. The funds in the VSWCF do not revert back to the State's General Fund at the end of the year.

Agency	Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	FY 09-10				FY 10-11				Automatic Increases Built into Contract Terms
							Total Amount in Continuation Budget	Source of Funds			Total Amount in Continuation Budget	Source of Funds			
								Federal	State	Other		Federal	State	Other	
DOI			Child Passenger Safety Training	?			$22,750				$22,750				
DOI			Safe Kids Training - March 13-15	?			$17,973				$17,973				
							$40,723				$40,723				

VISITOR REGISTRATION SHEET

Gen. Govt — 5-20-09

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Vicky Yeung	DOI
Tami Luckwaldt	DOI
Jim Rooke	DOI
Margaret Matrone	NC HFA
Jim Newman	DOI
Louis Belo	NCDOI
Wayne Goodwin	NCDOI
Christy Agner	DOA

House Pages

Name of Committee Res. Govt Date: 5-20-09

1. Name: _____

County: _____

Sponsor: _____

2. Name: _____

County: _____

Sponsor: _____

3. Name: _____

County: _____

Sponsor: _____

4. Name: _____

County: _____

Sponsor: _____

5. Name: _____

County: _____

Sponsor: _____

Sgt-At-Arms

1. Name: Gerald Berry

2. Name: Carlton Adams

3. Name: Martha Farmer

Begin: 2:56 PM
Adjourn: 3:47 PM

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

DATES	5/21/09 after session													
Rep. Susan Fisher, Chair	✓													
Rep. Alice Underhill, Chair														
Rep. Fred Steen, Vice-Chair	✓													
Rep. Russell Tucker, Vice-Chair	✓													
Rep. Larry Brown														
Rep. George Cleveland	✓													
Rep. Elmer Floyd	✓													
Rep. Grey Mills	✓													
Rep. Jane Whilden														
Stan														
Michele Nelson														
Claire Hevia														
Sarah														
BAA														
Carlton Adams														
Martha Parris														
Gerald Pea														
No Pages														

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

Wednesday, May 26, 2009

Minutes

The House Appropriations Subcommittee on General Government met Tuesday, May 26, 2009 at 8:30 A.M.

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; and Tucker, Vice-Chair; Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Mr. Kevin McLaughlin, Chief Operating Officer and General Counsel for the Department of Administration and Mr. Dewey Stephens, Fiscal Officer for the Department of Administration spoke to the committee members concerning reductions in their agency.

A question and answer period followed. The meeting adjourned at 9:48 AM.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 26, 2009

8:30 a.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

Department of Administration

- Options for Additional Reductions
- Adjustments to Expenditure Accounts
- Response to Follow up Question
- Vacant Positions (six months or more)
- Adjustments to Special Funds
- Adjustments to Fees
- Adjustments to Contracts
- Reductions in the Senate Budget

Kevin McLaughlin
Chief Operating Officer & General Counsel

Dewey Stephens
Fiscal Officer

VISITOR REGISTRATION SHEET

General Government — 5/26/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
June Mechanic	DOA
Dewey Stephens	"
Christy Agnew	"
Tara Heggen	"
Jack Hubbard	OSBM
Kevin McLaughlin	DOA
Colleen Kochanek	NCCADV
Daniel Brown	K&L Gates
Melanie Allen	DCC

VISITOR REGISTRATION SHEET

General Government — 5/26/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Carl Goodwin	OSP
Carl Dean	OSP
Kim Wells	Arts North Carolina
Ryland Pond	OSA
Hannah Hall	OSA
Amy Goodman	OSA
Dennis Patterson	OSA
Alicia Dann	MWC
George Hacker	LANC
Margaret Matrone	NCHFA
Robert Wilson	SOS

VISITOR REGISTRATION SHEET

5-26-09

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Colleen Kochanek	N
Kevin McCarthy	DOA
Spencer Plagge	DOA
Christy Agner	DOA
Dewey Stephens	DOA

House Pages

Name of Committee: App. Gen. Gov. Date: 5/26/09

1. Name: Melinda Morgan
   County: Polk
   Sponsor: Guice
2. Name: Nan Copeland
   County: Wake
   Sponsor: Martin
3. Name: _____
   County: _____
   Sponsor: _____
4. Name: _____
   County: _____
   Sponsor: _____
5. Name: _____
   County: _____
   Sponsor: _____

Sgt-At-Arms

1. Name: Young Bae
2. Name: Mike Martin
3. Name: Toussaint Avent

House Pages

Name of Committee: Gen. Govt **Date:** 5-26-09

1. Name: Caleb Clark
   County: Wake
   Sponsor: Rep. Paul Stam
2. Name: Daniel Sheaffer
   County: Surry
   Sponsor: Rep. Sarah Stevens
3. Name: _____
   County: _____
   Sponsor: _____
4. Name: _____
   County: _____
   Sponsor: _____
5. Name: _____
   County: _____
   Sponsor: _____

Sgt-At-Arms

1. Name: Martha Tarwick
2. Name: Judy Turner
3. Name: _____

House Appropriations Subcommittee on General Government Recommended Agency Reductions for 2009-11 Biennial Budget 2009 Session		
Agency/Division/Program	**House Reduction**	
	FY 2009-10	**FY 2010-11**
Office of the Lieutenant Governor: $932,179		
ELIMINATE VACANT POSITIONS (qty. 3 - 2.5FTE):		
Information & Comm. Spec. II (0.5) - 60008618	($26,299)	($26,299)
Asst. Policy Dir. - 60008622	($72,665)	($72,665)
Office Asst. - 60008620	($34,500)	($34,500)
Total Salaries Eliminated	($133,464)	($133,464)
Associated Social Security & Retirement	($21,314)	($21,314)
Associated Medical Benefits	($10,393)	($10,393)
Total - Office of the Lieutenant Governor	**($165,171)**	**($165,171)**
State Ethics Board		
REDUCE LINE ITEMS		
Rent/Lease - Buildings/Office - 532512	($60,000)	($60,000)
Rent/Lease - Other Facilities - 532513	($250)	($250)
Educational Supplies - 533720	($2,744)	($2,744)
Travel - 5327xx	($1,915)	($1,915)
Total - Ethics Board	**($64,909)**	**($64,909)**
North Carolina Housing Finance Agency: $14,608,417		
Housing Trust Fund ($10 mil) - no reduction	$0	$0
Home Protection Program ($3 mil) - no reduction	$0	$0
HOME match ($1,608,417) - no reduction	$0	$0
Total - North Carolina Housing Finance Agency	**$0**	**$0**
Office of the State Auditor: $13,224,512		
ELIMINATE POSITIONS (qty. 5):		
Not-for-Profit Audits Division - Asst. State Auditor	($62,016)	($62,016)
Not-for-Profit Audits Division - Asst. State Auditor	($53,112)	($53,112)
Not-for-Profit Audits Division - Asst. State Auditor	($66,485)	($66,485)
Performance Audits Division - Asst. State Auditor	($81,786)	($81,786)
Performance Audits Division - Asst. State Auditor	($45,387)	($45,387)
Total Salaries Eliminated	($308,786)	($308,786)
Associated Social Security & Retirement	($48,757)	($48,757)
Associated Medical Benefits	($20,785)	($20,785)
REDUCE VARIOUS LINE ITEM ACCOUNTS		
Admin. Division - Training	($5,059)	($5,059)
Field Audit Division - Financial/Audit Svcs.	($64,262)	($64,262)
Field Audit Division - Office Equipment	($24,600)	($24,600)
Field Audit Division - Repairs/Computer Equipment	($6,345)	($6,345)

Agency/Division/Program	House Reduction	
	FY 2009-10	FY 2010-11
ELIMINATE POSITIONS		
Field Audit Division - Salaries (qty. 2)	($102,380)	($102,380)
Field Audit Division - Social Security	($7,833)	($7,833)
Field Audit - Retirement	($8,334)	($8,334)
Field Audit - Hospitalization	($8,314)	($8,314)
Total Salaries Eliminated	($126,861)	($126,861)
Associated Social Security & Retirement	($20,031)	($20,031)
Associated Medical Benefits	($8,314)	($8,314)
Field Audit Division - Salaries (qty. 3)	($181,613)	($181,613)
Field Audit Division - Social Security	($13,893)	($13,893)
Field Audit - Retirement	($14,783)	($14,783)
Field Audit - Hospitalization	($12,471)	($12,471)
Total Salaries Eliminated	($222,760)	($222,760)
Associated Social Security & Retirement	($35,174)	($35,174)
Associated Medical Benefits	($12,471)	($12,471)
Eliminate auditing requirements for Smart Start program	($325,000)	($324,997)
Total - State Auditor	**($1,229,205)**	**($1,229,202)**
State Board of Elections : $4,683,822		
ELIMINATE VACANT POSITIONS (qty. 7):		
Applications Programmer - 60088225	($35,812)	($35,812)
Governmental Accounts Auditor II - 60088253	($44,084)	($44,084)
Audit Specialist (Time-Limited) - 60088260	($48,139)	($48,139)
Governmental Accounts Auditor III - 60088255	($52,742)	($52,742)
Audit Specialist - 60088262	($44,810)	($44,810)
Disclosure & Education Specialist - 65005663	($54,956)	($54,956)
Elections Specialist - 60088211	($34,065)	($34,065)
Total Salaries Eliminated	($314,608)	($314,608)
Associated Social Security & Retirement	($49,677)	($49,677)
Associated Medical Benefits	($29,099)	($29,099)
Total - State Board of Elections	**($393,384)**	**($393,384)**
Office of State Controller: $23,361,150		
ELIMINATE EXPANSION	($600,000)	($1,200,000)
REDUCE LINE ITEMS:		
Computer support - 532144	($88,398)	($88,398)
Server support - 532145	($48,273)	($48,273)
LAN services - 532822	($30,256)	($30,256)
Longevity increase - will use lapsed salaries	($61,519)	($61,519)
Total - Office of State Controller	**($828,446)**	**($1,428,446)**

Agency/Division/Program	House Reduction	
	FY 2009-10	FY 2010-11
Office of State Personnel		
REDUCE VACANT POSITIONS (qty. 4):		
Human Resources Partner - 60013775	($47,198)	($47,198)
Human Resources Partner - 60013840	($50,000)	($50,000)
Human Resources Partner - 60013735	($53,012)	($53,012)
Human Resources Partner - 60013791	($50,000)	($50,000)
Total Salaries Eliminated	($200,210)	($200,210)
Associated Social Security & Retirement	($31,613)	($31,613)
Associated Medical Benefits	($16,628)	($16,628)
ELIMINATE FILLED POSITIONS (qty. 1):		
Scanning position	($36,535)	($36,532)
Associated Social Security & Retirement	($5,769)	($5,768)
Associated Medical Benefits	($4,157)	($4,157)
REDUCE LINE ITEMS:		
Computer Data Processing - 532821	($153,902)	($153,902)
Aid & Public Assistance - 536905	($25,941)	($25,941)
Total - Office of State Personnel	**($474,755)**	**($474,752)**
General Assembly		
REDUCE MANAGEMENT FLEXIBILITY RESERVE		
Partially fund employer's portion of the Health Insurance Premiums	($632,000)	($632,000)
REDUCE VARIOUS ACCOUNTS		
Reduce budgeted days for LAs during interim from 4 to 3	($1,374,363)	($918,399)
Date processing	($138,476)	($137,476)
Repairs		($100,000)
Subsistence & travel days for members during interim	($148,887)	($148,887)
Delay filling 35 temp positions	($968,735)	($1,065,946)
Partially fund temp salaries during interim (floaters 4 to 0 days)	($979,331)	($438,154)
Reduce session weeks from 30 to 29 (August 13, 2010)		($322,122)
REDUCE RESERVES & TRANSFERS		
Eliminate contingency reserve	($1,250,000)	($1,250,000)
Reduce Legislative Services Commission Studies Reserve		($75,000)
ELIMINATE 21 POSITIONS	($1,281,085)	($1,281,085)
Reduce budget for NCSU interns	($115,500)	($42,000)
10% price increase for Food Services sales	($92,377)	($99,784)
Total - General Assembly	**($2,295,474)**	**($1,826,573)**
Department of Insurance		
Additional recommended reductions of 5%	($1,582,243)	($1,582,243)
Total - Department of Insurance	**($1,582,243)**	**($1,582,243)**
TALLY: CUTS AS OF 5/22/09	**($7,033,587)**	**($7,164,679)**

Administration — Summary of Difference with Senate Amount

		FY09-10	FY10-11
Senate Cuts and Transfers:			
	Expansion Item	$ 250,000.00	
	Transfer State Capitol Police to DCCPS	$ (3,675,861.00)	$ (3,675,861.00)
	Recurring Cuts:		
	OSP	$ (474,271.00)	$ (474,271.00)
	State Ethics Commission	$ (66,994.00)	$ (66,994.00)
	* DOA	$ (4,724,607.00)	$ (4,724,607.00)
	* Non-Recurring Cuts: DOA	$ (315,011.00)	$ (315,011.00)
	Total Adjustments	**$ (9,006,744.00)**	**$ (9,256,744.00)**
	* DOA's Cuts in Senate Budget	$ (5,039,618.00)	$ (5,039,618.00)
DOA's List of Cuts:		$ (6,246,409.00)	$ (6,486,701.00)
	New Cuts	$ (1,206,791.00)	$ (1,447,083.00)
Itemized list of new cuts:			
1421	Item #11 Eliminate Vacant Positions FMD (new part)_	$ (24,266.00)	$ (184,894.00)
1421	Item #12 Reduce Janitorial Services	$ (780,443.00)	$ (780,443.00)
1511	Item #14 Eliminate Vacant Positions P&C	$ (362,250.00)	$ (362,250.00)
1511	Item #15 End Lease for E-Procurement Offices	$ (39,832.00)	$ (119,496.00)
	Total New Cuts	**$ (1,206,791.00)**	**$ (1,447,083.00)**

Suggested change to Item #13 on DOA's Cut List is to combine Items #12 and #13 to show $(780,433) for item #12, and not show anything for item #13.

House Appropriations Subcommittee on General Government Recommended Agency Reductions for 2009-11 Biennial Budget 2009 Session		
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Agency/Division/Program	House Reduction	
	FY 2009-10	FY 2010-11
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Reduce session weeks from 30 to 29 (August 13, 2010)		($322,122)
REDUCE RESERVES & TRANSFERS		
Eliminate contingency reserve	($1,250,000)	($1,250,000)
Reduce Legislative Services Commission Studies Reserve		($75,000)
ELIMINATE 21 POSITIONS	($1,281,085)	($1,281,085)
Reduce budget for NCSU interns	($115,500)	($42,000)
10% price increase for Food Services sales	($92,377)	($99,784)
Total - General Assembly	**($2,295,474)**	**($1,826,573)**
Department of Insurance		
Additional recommended reductions of 5%	($1,582,243)	($1,582,243)
Total - Department of Insurance	**($1,582,243)**	**($1,582,243)**
TALLY: CUTS AS OF 5/22/09	**($7,033,587)**	**($7,164,679)**

Administration (Not including OSP & State Ethics Commission)

		GENERAL FUND	
		FY 09-10	FY 10-11
Adjusted Continuation Budget		$69,415,582	$69,600,353
PROPOSED CHANGES			
1111 Office of the Secretary			
1 Eliminate Continuation Budget Increase		($1,578,280)	($1,578,280)
Eliminate funding increase in continuation budget:			
531311 Temp Wages	($100,864)		
531321 Cont Empl Per IRS	($21,149)		
531411 OT Pay	($196,843)		
531421 Holiday Pay	($4,619)		
531431 Shift Prem Pay	($43,642)		
531441 Call bk/Stby Prem Pay	($27,896)		
531631 Wrker Comp-Med Payments	($44,090)		
531632 Wrker Comp-Temp Dis Paym	($20,858)		
532150 Academic Services	($24,543)		
532170 Admin Services	($104,089)		
532199 Misc Contractual Svs	($284,817)		
532210 Eng Ser-Electrical	($288,117)		
532220 Eng Ser-Nat gas/Propn	($416,753)		
2 Reduce Governor's Page Program		($14,000)	($14,000)
It is recommended that funding for the Governor's Page Program be reduced. The number of participants and their weekly stipend amounts will not be affected by this recommended reduction.			
1123 Historically Underutilized Businesses			
3 Eliminate Vacant Positions		($111,293) (2.0)	($111,293) (2.0)
4 Reduce Operating Expenses		($20,000)	($20,000)
1241 Management Information Systems			
5 Combine a vacant receipt supported position with a filled appropriated position to reduce appropriation		($42,008) (0.5)	($42,008) (0.5)
1264 Telecommunications Office			
6 Reduce Temporary Wages $40,000		($43,060)	($43,060)
7 Reduce Operating Expenses		($120,845)	($120,845)

ADMINISTRATION	FY 09-10	FY 10-11
1411 State Construction Office		
8 Eliminate Vacant Positions	($251,123) (4.0)	($251,123 (4.0)
9 Reduce Operating Expenses	($20,000)	($20,000)
1412 State Property Office		
10 Eliminate Vacant Positions	($160,395) (2.0)	($160,395) (2.0)
1421 Facilities Management Division		
11 Eliminate Vacant Positions	($821,864) (17.0)	($821,864) (17.0)
12 Reduce Janitorial Services to two days per week	($1,130,443)	($1,130,443)
13 Utilities for New Art Museum Additional utility funds are needed for the New Art Museum	$350,000	$350,000
1511 Purchasing and Contract		
14 Eliminate Vacant Positions	($362,250) (5.0)	($362,250) (5.0)
15 End Lease 3/1/10	($39,832)	($119,496)
16 Reduce Operating Expenses	($36,725)	($36,725)
1623 State Capitol Police		
17 Eliminate Vacant Positions This includes elimination of the Investigations Unit (2.0 positions) and the Criminal Justice Planning Programs (1.0 position)	($339,413) (8.0)	($339,413) (8.0)
1731 NC Council for Women and Domestic Violence Commission		
18 Close Two Regional Offices It is recommended that two of the six regional offices for the NC Council for Women/Domestic Violence Program be closed. The offices to be closed are at the department's discretion.	($74,589) (1.0)	($74,589) (1.0)
19 Eliminate Vacant Position	($58,817) (1.0)	($58,817) (1.0)
20 End Raleigh Lease Move to State Owned Space	($20,445)	($20,445)
1732 Displaced Homemakers		
21 Reduce Appropriation to Displaced Homemaker Fund	($20,096)	($20,096)

ADMINISTRATION	FY 09-10	FY 10-11
1734 Rape Crisis Program		
22 Reduction to Sexual Assault/Rape Crisis Funds Reduce appropriation to Sexual Assault/Rape Crisis Funds.	($195,175)	($195,175)
1741 Human Relations Commission		
23 End Raleigh Lease Move to State Owned Space	($52,762)	($54,336)
1742 Martin Luther King Commission		
24 Reduction to MLK Commission Reduce appropriation to MLK Commission	($3,379)	($3,379)
1761 Youth Involvement Office		
25 End Raleigh Lease Move to State Owned Space	($41,453)	($42,702)
26 Reduce State Government Internship Program It is recommended that the State Government Internship Program be reduced from 100 to 50 interns. The reduction will be effective beginning with the 2010 Summer Internship Program.	($14,190)	($170,500)
27 Reduce Operating Expenses	($9,299)	($8,050)
28 Reduction of Youth Involvement Grant Program	($416)	($416)
1771 Veteran's Affairs - Administration		
29 Eliminate Vacant Positions	($68,977) (2.0)	($68,977) (2.0)
30 Shift Positions to Receipt Support It is recommended that three appropriated Veterans Affairs positions be shifted to receipt support. The positions will now be supported through burial fee receipts that are collected by veterans cemeteries operated by the Department of Administration.	($114,175) (3.0)	($114,175) (3.0)
31 Aid to Counties It is recommended that funding for Aid to Counties be reduced by 7%.	($13,160)	($13,160)
32 Reduce Operating Expenses	($295,574)	($295,574)
1781 Domestic Violence Program		
33 Close Two Regional Offices See Item #18	($90,501) (2.0)	($90,501) (2.0)
34 End Raleigh Lease	($4,876)	($4,876)
35 Reduction to Domestic Violence Program	($335,529)	($335,529)

ADMINISTRATION	FY09-10	FY10-11
1861 Commission on Indian Affairs		
36 End Raleigh Lease Move to State Owned Space	($91,465)	($94,209)
TOTAL CHANGES	**($6,246,409)**	**($6,486,701)**
TOTAL POSITION CHANGES	**(47.5)**	**(47.5)**
REVISED APPROPRIATION	**$63,169,173**	**$63,113,652**

Remaining funds available for possible transfer to other Departments:		
1466 State Energy Office	($3,955,819)	($3,956,645)
	(8.0)	(8.0)
1623 State Capitol Police	($3,058,606)	($3,061,874)
	(54.0)	(54.0)
INCLUDING THESE TWO POSSIBLE TRANSFERS:		
TOTAL CHANGES	**($13,260,834)**	**($13,505,220)**
TOTAL POSITION CHANGES	**(109.5)**	**(109.5)**
REVISED APPROPRIATION	**$56,154,748**	**$56,095,133**

Administration Detailed List of Cuts by Account

Fund	Item#	Account	Account Title	FY09-10 Adjust.	FY10-11 Adjust.
1111	1		Already Itemized	$ (1,578,280.00)	$ (1,578,280.00)
1111	2	531649	Other Special Program Wage	$ (14,000.00)	$ (14,000.00)
1123	3	531211	SPA - Reg. Salaries - Appro.	$ (88,937.00)	$ (88,937.00)
		531511	Social Security Contribution - Appro.	$ (6,803.00)	$ (6,803.00)
		531521	Retirement Contribution - Appro.	$ (7,239.00)	$ (7,239.00)
		531561	Medical Insurance Contribution - Appro.	$ (8,314.00)	$ (8,314.00)
1123	4	532513	Rent/Lease Other Facilities	$ (10,000.00)	$ (10,000.00)
		532930	Registration Fees	$ (10,000.00)	$ (10,000.00)
1241	5	531211	SPA - Reg. Salaries - Appro.	$ (34,465.00)	$ (34,465.00)
		531511	Social Security Contribution - Appro.	$ (2,638.00)	$ (2,638.00)
		531521	Retirement Contribution - Appro.	$ (2,807.00)	$ (2,807.00)
		531561	Medical Insurance Contribution - Appro.	$ (2,078.00)	$ (2,078.00)
1264	6	531311	Regular Temporary Wages - Appro.	$ (40,000.00)	$ (40,000.00)
		531511	Social Security Contribution - Appro.	$ (3,060.00)	$ (3,060.00)
1264	7	532860	Advertising (Media Buys)	$ (120,845.00)	$ (120,845.00)
1411	8	531211	SPA - Reg. Salaries - Appro.	$ (202,518.00)	$ (202,518.00)
		531511	Social Security Contribution - Appro.	$ (15,492.00)	$ (15,492.00)
		531521	Retirement Contribution - Appro.	$ (16,485.00)	$ (16,485.00)
		531561	Medical Insurance Contribution - Appro.	$ (16,628.00)	$ (16,628.00)
1411	9	532144	PC/Printer Support Services	$ (3,716.00)	$ (3,716.00)
		532700	Travel	$ (10,000.00)	$ (10,000.00)
		532800	Communication & Data Processing Serv.	$ (6,284.00)	$ (6,284.00)
1412	10	531211	SPA - Reg. Salaries - Appro.	$ (131,343.00)	$ (131,343.00)
		531511	Social Security Contribution - Appro.	$ (10,047.00)	$ (10,047.00)
		531521	Retirement Contribution - Appro.	$ (10,691.00)	$ (10,691.00)
		531561	Medical Insurance Contribution - Appro.	$ (8,314.00)	$ (8,314.00)
1421	11	531211	SPA - Reg. Salaries - Appro.	$ (648,756.00)	$ (648,756.00)
		531511	Social Security Contribution - Appro.	$ (49,630.00)	$ (49,630.00)
		531521	Retirement Contribution - Appro.	$ (52,809.00)	$ (52,809.00)
		531561	Medical Insurance Contribution - Appro.	$ (70,669.00)	$ (70,669.00)
1421	12	532184	Janitorial Services Agreement	$ (1,130,443.00)	$ (1,130,443.00)
1421	13	532210	Electricity	$ 200,000.00	$ 200,000.00
		532220	Natural Gas / Propane	$ 80,000.00	$ 80,000.00
		532330	Water & Sewer	$ 70,000.00	$ 70,000.00

Administration Detailed List of Cuts by Account

Fund	Item #	Account	Account Title	FY09-10 Adjust.	FY10-11 Adjust.
1511	14	531211	SPA - Reg. Salaries - Appro.	$ (294,900.00)	$ (294,900.00)
		531511	Social Security Contribution - Appro.	$ (22,560.00)	$ (22,560.00)
		531521	Retirement Contribution - Appro.	$ (24,005.00)	$ (24,005.00)
		531561	Medical Insurance Contribution - Appro.	$ (20,785.00)	$ (20,785.00)
1511	15	532512	Rent/Lease Buildings/Offices	$ (39,832.00)	$ (119,496.00)
1511	16	532144	PC/Printer Support Services	$ (4,645.00)	$ (4,645.00)
		532700	Travel	$ (10,000.00)	$ (10,000.00)
		532800	Communication & Data Processing Serv.	$ (5,000.00)	$ (5,000.00)
		533100	General Admin. Supplies	$ (9,000.00)	$ (9,000.00)
		534500	Equipment	$ (5,000.00)	$ (5,000.00)
		535800	Other Admin. Expense	$ (3,080.00)	$ (3,080.00)
1623	17	531211	SPA - Reg. Salaries - Appro	$ (87,316.00)	$ (87,316.00)
		531231	SPA - LEO Salaries - Appro.	$ (169,762.00)	$ (169,762.00)
		531511	Social Security Contribution - Appro.	$ (19,666.00)	$ (19,666.00)
		531521	Retirement Contribution - Appro.	$ (7,107.00)	$ (7,107.00)
		531531	LEO Retirement Contribution - Appro.	$ (22,306.00)	$ (22,306.00)
		531561	Medical Insurance Contribution - Appro.	$ (33,256.00)	$ (33,256.00)
1731	18	531211	SPA - Reg. Salaries - Appro.	$ (48,169.00)	$ (48,169.00)
		531511	Social Security Contribution - Appro.	$ (3,685.00)	$ (3,685.00)
		531521	Retirement Contribution - Appro.	$ (3,921.00)	$ (3,921.00)
		531561	Medical Insurance Contribution - Appro.	$ (4,157.00)	$ (4,157.00)
		532200	Utilities	$ (3,936.00)	$ (3,936.00)
		532512	Rent/Lease Buildings/Offices	$ (10,721.00)	$ (10,721.00)
1731	19	531211	SPA - Reg. Salaries - Appro.	$ (47,207.00)	$ (47,207.00)
		531511	Social Security Contribution - Appro.	$ (3,611.00)	$ (3,611.00)
		531521	Retirement Contribution - Appro.	$ (3,842.00)	$ (3,842.00)
		531561	Medical Insurance Contribution - Appro.	$ (4,157.00)	$ (4,157.00)
1731	20	532512	Rent/Lease Buildings/Offices	$ (20,445.00)	$ (20,445.00)
1732	21	536F32	NGO - Displaced Homemaker - Appro.	$ (20,096.00)	$ (20,096.00)
1734	22	536F34	NGO - Rape Crisis - Appro.	$ (195,175.00)	$ (195,175.00)
1741	23	532512	Rent/Lease Buildings/Offices	$ (52,762.00)	$ (54,336.00)
1742	24	532513	Rent/Lease Other Facilities	$ (1,000.00)	$ (1,000.00)
		532850	Printing	$ (1,379.00)	$ (1,379.00)
		533110	General Office Supplies	$ (1,000.00)	$ (1,000.00)
1761	25	532512	Rent/Lease Buildings/Offices	$ (41,453.00)	$ (42,702.00)

Administration Detailed List of Cuts by Account

Fund	Item #	Account	Account Title	FY09-10 Adjust.	FY10-11 Adjust.
1761	26	531351	Student Temporary Wages - Appro.	$ (13,182.00)	$ (158,384.00)
		531511	Social Security Contribution - Appro.	$ (1,008.00)	$ (12,116.00)
1761	27	532200	Utility/Energy Services	$ (3,478.00)	$ (3,477.00)
		532184	Janitorial Services Agreement	$ (1,933.00)	$ (1,933.00)
		532700	Travel	$ (2,888.00)	$ (1,640.00)
		534713	Personal Computer Software	$ (1,000.00)	$ (1,000.00)
1761	28	536J00	NGO - Other Aid & Grants	$ (416.00)	$ (416.00)
1771	29	531211	SPA - Reg. Salaries - Appro.	$ (52,391.00)	$ (52,391.00)
		531511	Social Security Contribution - Appro.	$ (4,008.00)	$ (4,008.00)
		531521	Retirement Contribution - Appro.	$ (4,264.00)	$ (4,264.00)
		531561	Medical Insurance Contribution - Appro.	$ (8,314.00)	$ (8,314.00)
1771	30	531211	SPA - Reg. Salaries - Appro.	$ (87,835.00)	$ (87,835.00)
		531511	Social Security Contribution - Appro.	$ (6,719.00)	$ (6,719.00)
		531521	Retirement Contribution - Appro.	$ (7,150.00)	$ (7,150.00)
		531561	Medical Insurance Contribution - Appro.	$ (12,471.00)	$ (12,471.00)
1771	31	536910	Aid to Counties	$ (13,160.00)	$ (13,160.00)
1771	32	532512	Rent/Lease Buildings/Offices	$ (62,600.00)	$ (62,600.00)
		532700	Travel	$ (38,134.00)	$ (38,134.00)
		533100	General Admin. Supplies	$ (5,000.00)	$ (5,000.00)
		534500	Equipment	$ (15,000.00)	$ (15,000.00)
		536910	Aid to Counties	$ (174,810.00)	$ (174,810.00)
1781	33	531211	SPA - Reg. Salaries - Appro.	$ (70,979.00)	$ (70,979.00)
		531511	Social Security Contribution - Appro.	$ (5,430.00)	$ (5,430.00)
		531521	Retirement Contribution - Appro.	$ (5,778.00)	$ (5,778.00)
		531561	Medical Insurance Contribution - Appro.	$ (8,314.00)	$ (8,314.00)
1781	34	532512	Rent/Lease Buildings/Offices	$ (4,876.00)	$ (4,876.00)
1781	35	536F81	NGO - Domestic Violence - Appro.	$ (335,529.00)	$ (335,529.00)
1861	36	532512	Rent/Lease Buildings/Offices	$ (91,465.00)	$ (94,209.00)

Administration (Not including OSP & State Ethics Commission)

		GENERAL FUND	
		FY 09-10	FY 10-11
Adjusted Continuation Budget		$69,415,582	$69,600,353
PROPOSED CHANGES			
1111 Office of the Secretary			
1 Eliminate Continuation Budget Increase		($1,578,280)	($1,578,280)
Eliminate funding increase in continuation budget:			
531311 Temp Wages	($100,864)		
531321 Cont Empl Per IRS	($21,149)		
531411 OT Pay	($196,843)		
531421 Holiday Pay	($4,619)		
531431 Shift Prem Pay	($43,642)		
531441 Call bk/Stby Prem Pay	($27,896)		
531631 Wrker Comp-Med Payments	($44,090)		
531632 Wrker Comp-Temp Dis Paym	($20,858)		
532150 Academic Services	($24,543)		
532170 Admin Services	($104,089)		
532199 Misc Contractual Svs	($284,817)		
532210 Eng Ser-Electrical	($288,117)		
532220 Eng Ser-Nat gas/Propn	($416,753)		
2 Reduce Governor's Page Program		($14,000)	($14,000)
It is recommended that funding for the Governor's Page Program be reduced. The number of participants and their weekly stipend amounts will not be affected by this recommended reduction.			
1123 Historically Underutilized Businesses			
3 Eliminate Vacant Positions		($111,293) (2.0)	($111,293) (2.0)
4 Reduce Operating Expenses		($20,000)	($20,000)
1241 Management Information Systems			
5 Combine a vacant receipt supported position with a filled appropriated position to reduce appropriation		($42,008) (0.5)	($42,008) (0.5)
1264 Telecommunications Office			
6 Reduce Temporary Wages $40,000		($43,060)	($43,060)
7 Reduce Operating Expenses		($120,845)	($120,845)

ADMINISTRATION	FY 09-10	FY 10-11
1411 State Construction Office		
8 Eliminate Vacant Positions	($251,123) (4.0)	($251,123 (4.0)
9 Reduce Operating Expenses	($20,000)	($20,000)
1412 State Property Office		
10 Eliminate Vacant Positions	($160,395) (2.0)	($160,395) (2.0)
1421 Facilities Management Division		
11 Eliminate Vacant Positions	($821,864) (17.0)	($821,864) (17.0)
12 Reduce Janitorial Services to two days per week	($1,130,443)	($1,130,443)
13 Utilities for New Art Museum Additional utility funds are needed for the New Art Museum	$350,000	$350,000
1511 Purchasing and Contract		
14 Eliminate Vacant Positions	($362,250) (5.0)	($362,250) (5.0)
15 End Lease 3/1/10	($39,832)	($119,496)
16 Reduce Operating Expenses	($36,725)	($36,725)
1623 State Capitol Police		
17 Eliminate Vacant Positions This includes elimination of the Investigations Unit (2.0 positions) and the Criminal Justice Planning Programs (1.0 position)	($339,413) (8.0)	($339,413) (8.0)
1731 NC Council for Women and Domestic Violence Commission		
18 Close Two Regional Offices It is recommended that two of the six regional offices for the NC Council for Women/Domestic Violence Program be closed. The offices to be closed are at the department's discretion.	($74,589) (1.0)	($74,589) (1.0)
19 Eliminate Vacant Position	($58,817) (1.0)	($58,817) (1.0)
20 End Raleigh Lease Move to State Owned Space	($20,445)	($20,445)
1732 Displaced Homemakers		
21 Reduce Appropriation to Displaced Homemaker Fund	($20,096)	($20,096)

ADMINISTRATION	FY 09-10	FY 10-11
1734 Rape Crisis Program		
22 Reduction to Sexual Assault/Rape Crisis Funds Reduce appropriation to Sexual Assault/Rape Crisis Funds.	($195,175)	($195,175)
1741 Human Relations Commission		
23 End Raleigh Lease Move to State Owned Space	($52,762)	($54,336)
1742 Martin Luther King Commission		
24 Reduction to MLK Commission Reduce appropriation to MLK Commission	($3,379)	($3,379)
1761 Youth Involvement Office		
25 End Raleigh Lease Move to State Owned Space	($41,453)	($42,702)
26 Reduce State Government Internship Program It is recommended that the State Government Internship Program be reduced from 100 to 50 interns. The reduction will be effective beginning with the 2010 Summer Internship Program.	($14,190)	($170,500)
27 Reduce Operating Expenses	($9,299)	($8,050)
28 Reduction of Youth Involvement Grant Program	($416)	($416)
1771 Veteran's Affairs - Administration		
29 Eliminate Vacant Positions	($68,977) (2.0)	($68,977) (2.0)
30 Shift Positions to Receipt Support It is recommended that three appropriated Veterans Affairs positions be shifted to receipt support. The positions will now be supported through burial fee receipts that are collected by veterans cemeteries operated by the Department of Administration.	($114,175) (3.0)	($114,175) (3.0)
31 Aid to Counties It is recommended that funding for Aid to Counties be reduced by 7%.	($13,160)	($13,160)
32 Reduce Operating Expenses	($295,574)	($295,574)
1781 Domestic Violence Program		
33 Close Two Regional Offices See Item #18	($90,501) (2.0)	($90,501) (2.0)
34 End Raleigh Lease	($4,876)	($4,876)
35 Reduction to Domestic Violence Program	($335,529)	($335,529)

ADMINISTRATION	FY09-10	FY10-11
1861 Commission on Indian Affairs		
36 End Raleigh Lease Move to State Owned Space	($91,465)	($94,209)
TOTAL CHANGES	**($6,246,409)**	**($6,486,701)**
TOTAL POSITION CHANGES	**(47.5)**	**(47.5)**
REVISED APPROPRIATION	**$63,169,173**	**$63,113,652**

Remaining funds available for possible transfer to other Departments:

1466 State Energy Office	($3,955,819)	($3,956,645)
	(8.0)	(8.0)
1623 State Capitol Police	($3,058,606)	($3,061,874)
	(54.0)	(54.0)
INCLUDING THESE TWO POSSIBLE TRANSFERS:		
TOTAL CHANGES	**($13,260,834)**	**($13,505,220)**
TOTAL POSITION CHANGES	**(109.5)**	**(109.5)**
REVISED APPROPRIATION	**$56,154,748**	**$56,095,133**

Administration Detailed List of Cuts by Account

Fund	Item#	Account	Account Title	FY09-10 Adjust.	FY10-11 Adjust.
1111	1		Already Itemized	$ (1,578,280.00)	$ (1,578,280.00)
1111	2	531649	Other Special Program Wage	$ (14,000.00)	$ (14,000.00)
1123	3	531211	SPA - Reg. Salaries - Appro.	$ (88,937.00)	$ (88,937.00)
		531511	Social Security Contribution - Appro.	$ (6,803.00)	$ (6,803.00)
		531521	Retirement Contribution - Appro.	$ (7,239.00)	$ (7,239.00)
		531561	Medical Insurance Contribution - Appro.	$ (8,314.00)	$ (8,314.00)
1123	4	532513	Rent/Lease Other Facilities	$ (10,000.00)	$ (10,000.00)
		532930	Registration Fees	$ (10,000.00)	$ (10,000.00)
1241	5	531211	SPA - Reg. Salaries - Appro.	$ (34,465.00)	$ (34,465.00)
		531511	Social Security Contribution - Appro.	$ (2,638.00)	$ (2,638.00)
		531521	Retirement Contribution - Appro.	$ (2,807.00)	$ (2,807.00)
		531561	Medical Insurance Contribution - Appro.	$ (2,078.00)	$ (2,078.00)
1264	6	531311	Regular Temporary Wages - Appro.	$ (40,000.00)	$ (40,000.00)
		531511	Social Security Contribution - Appro.	$ (3,060.00)	$ (3,060.00)
1264	7	532860	Advertising (Media Buys)	$ (120,845.00)	$ (120,845.00)
1411	8	531211	SPA - Reg. Salaries - Appro.	$ (202,518.00)	$ (202,518.00)
		531511	Social Security Contribution - Appro.	$ (15,492.00)	$ (15,492.00)
		531521	Retirement Contribution - Appro.	$ (16,485.00)	$ (16,485.00)
		531561	Medical Insurance Contribution - Appro.	$ (16,628.00)	$ (16,628.00)
1411	9	532144	PC/Printer Support Services	$ (3,716.00)	$ (3,716.00)
		532700	Travel	$ (10,000.00)	$ (10,000.00)
		532800	Communication & Data Processing Serv.	$ (6,284.00)	$ (6,284.00)
1412	10	531211	SPA - Reg. Salaries - Appro.	$ (131,343.00)	$ (131,343.00)
		531511	Social Security Contribution - Appro.	$ (10,047.00)	$ (10,047.00)
		531521	Retirement Contribution - Appro.	$ (10,691.00)	$ (10,691.00)
		531561	Medical Insurance Contribution - Appro.	$ (8,314.00)	$ (8,314.00)
1421	11	531211	SPA - Reg. Salaries - Appro.	$ (648,756.00)	$ (648,756.00)
		531511	Social Security Contribution - Appro.	$ (49,630.00)	$ (49,630.00)
		531521	Retirement Contribution - Appro.	$ (52,809.00)	$ (52,809.00)
		531561	Medical Insurance Contribution - Appro.	$ (70,669.00)	$ (70,669.00)
1421	12	532184	Janitorial Services Agreement	$ (1,130,443.00)	$ (1,130,443.00)
1421	13	532210	Electricity	$ 200,000.00	$ 200,000.00
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1511	15	532512	Rent/Lease Buildings/Offices	$ (39,832.00)	$ (119,496.00)
1511	16	532144	PC/Printer Support Services	$ (4,645.00)	$ (4,645.00)
		532700	Travel	$ (10,000.00)	$ (10,000.00)
		532800	Communication & Data Processing Serv.	$ (5,000.00)	$ (5,000.00)
		533100	General Admin. Supplies	$ (9,000.00)	$ (9,000.00)
		534500	Equipment	$ (5,000.00)	$ (5,000.00)
		535800	Other Admin. Expense	$ (3,080.00)	$ (3,080.00)
1623	17	531211	SPA - Reg. Salaries - Appro	$ (87,316.00)	$ (87,316.00)
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		532200	Utilities	$ (3,936.00)	$ (3,936.00)
		532512	Rent/Lease Buildings/Offices	$ (10,721.00)	$ (10,721.00)
1731	19	531211	SPA - Reg. Salaries - Appro.	$ (47,207.00)	$ (47,207.00)
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		531561	Medical Insurance Contribution - Appro.	$ (4,157.00)	$ (4,157.00)
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1732	21	536F32	NGO - Displaced Homemaker - Appro.	$ (20,096.00)	$ (20,096.00)
1734	22	536F34	NGO - Rape Crisis - Appro.	$ (195,175.00)	$ (195,175.00)
1741	23	532512	Rent/Lease Buildings/Offices	$ (52,762.00)	$ (54,336.00)
1742	24	532513	Rent/Lease Other Facilities	$ (1,000.00)	$ (1,000.00)
		532850	Printing	$ (1,379.00)	$ (1,379.00)
		533110	General Office Supplies	$ (1,000.00)	$ (1,000.00)
1761	25	532512	Rent/Lease Buildings/Offices	$ (41,453.00)	$ (42,702.00)

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1761	27	532200	Utility/Energy Services	$ (3,478.00)	$ (3,477.00)
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		532700	Travel	$ (2,888.00)	$ (1,640.00)
		534713	Personal Computer Software	$ (1,000.00)	$ (1,000.00)
1761	28	536J00	NGO - Other Aid & Grants	$ (416.00)	$ (416.00)
1771	29	531211	SPA - Reg. Salaries - Appro.	$ (52,391.00)	$ (52,391.00)
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		531511	Social Security Contribution - Appro.	$ (6,719.00)	$ (6,719.00)
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		531561	Medical Insurance Contribution - Appro.	$ (12,471.00)	$ (12,471.00)
1771	31	536910	Aid to Counties	$ (13,160.00)	$ (13,160.00)
1771	32	532512	Rent/Lease Buildings/Offices	$ (62,600.00)	$ (62,600.00)
		532700	Travel	$ (38,134.00)	$ (38,134.00)
		533100	General Admin. Supplies	$ (5,000.00)	$ (5,000.00)
		534500	Equipment	$ (15,000.00)	$ (15,000.00)
		536910	Aid to Counties	$ (174,810.00)	$ (174,810.00)
1781	33	531211	SPA - Reg. Salaries - Appro.	$ (70,979.00)	$ (70,979.00)
		531511	Social Security Contribution - Appro.	$ (5,430.00)	$ (5,430.00)
		531521	Retirement Contribution - Appro.	$ (5,778.00)	$ (5,778.00)
		531561	Medical Insurance Contribution - Appro.	$ (8,314.00)	$ (8,314.00)
1781	34	532512	Rent/Lease Buildings/Offices	$ (4,876.00)	$ (4,876.00)
1781	35	536F81	NGO - Domestic Violence - Appro.	$ (335,529.00)	$ (335,529.00)
1861	36	532512	Rent/Lease Buildings/Offices	$ (91,465.00)	$ (94,209.00)

Administration

FUND	POSITION	POSITION TITLE	SALARY
1123	Historically Underutilized Businesses		
	60014896	Administrative Officer II	$46,922
	60014895	Administrative Officer II	$42,015
			$88,937
1241	Management Information Systems		
	60014138	Technology Support Analyst	$34,485
1411	State Construction Office		
	60014617	Architect	$67,785
	60014596	Processing Assistant V	$31,092
	60014618	Engineer	$80,658
	60014581	Processing Assistant IV	$22,983
			$202,518
1412	State Property Office		
	60014634	State Property Deputy Director	$83,324
	60014828	State Property Agent II	$48,019
			$131,343
1421	Facilities Management Division		
	60014727	Housekeeping Services Manager	$45,665
	60014709	Building and Environment Tech-Building Trades (Painter)	$46,099
	60014729	Facility Maintenance Tech-Building Trades (Carpenter II)	$35,000
	60014743	Facility Maintenance Tech-Mechanical Trades (Carpenter I)	$31,800
	60014782	Facility Maintenance Tech-Mechanical Trades (Plumber II)	$35,130
	60014682	Facility Maintenance Tech-Mechanical Trades (Welder II)	$32,496
	60014760	Facility Maintenance Tech-Mechanical Trades (Welder II)	$32,496
	60014811	Facility Maintenance Tech-Mechanical Trades (Maint Mech V)	$45,924
	60014758	Facility Maintenance Tech-Mechanical Trades (Maint Mech V)	$41,358
	60014762	Facility Maintenance Tech-Mechanical Trades (Maint Mech IV)	$35,514
	60014748	Facility Maintenance Supervisor	$54,025
	60014746	Facility Maintenance Tech-Mechanical Trades (Maint Mech V)	$42,743
	60014736	Facility Maintenance Tech-Mechanical Trades (HVAC Tech)	$47,438
	60014705	Facility Maintenance Tech-Mechanical Trades (Plumber II)	$32,778
	60014755	Facility Maintenance Tech-Mechanical Trades (Maint Mech IV)	$33,722
	60014812	Building and Environment Tech-Building Trades (Gen Utility Worker)	$26,568
	60014795	Building and Environment Tech-Building Trades (Gen Utility Worker)	$30,000
			$648,756
1511	Purchasing and Contract		
	60013894	State Procurement Specialist III	$61,564
	60013881	State Procurement Specialist III	$54,782
	60013884	State Purchase Administrator	$69,132
	60013906	State Purchase Administrator	$79,031
	60013900	Processing Assistant V	$30,391
			$294,900

Administration

FUND	POSITION	POSITION TITLE	SALARY
1623	State Capitol Police		
	60014454	Property Guard	$24,560
	60014461	Property Guard	$24,582
	60014426	Public Safety Supervisor	$44,962
	60014414	Public Safety Officer	$31,200
	65004779	Public Safety Officer	$31,200
	65004778	Public Safety Officer	$31,200
	60014469	Public Safety Officer	$31,200
	60014421	Criminal Justice Planner	$38,174
			$257,078
1731	NC Council for Women and Domestic Violence Commission		
	60014084	Administrative Officer II	$48,169
	60089849	Community Development Specialist I	$47,038
			$95,207
1771	Veteran's Affairs - Administration		
	60014240	Processing Assistant III	$25,811
	60014232	Processing Assistant III	$26,580
	60014183	Facility Maintenance Tech. - Mechanical Trades	$31,119
	60014193	Facility Maintenance Tech. - Mechanical Trades	$29,780
	60014194	Facility Maintenance Tech. - Mechanical Trades	$26,936
			$140,266
1781	Domestic Violence Program		
	60014567	Administrative Officer II	$45,168
	60014071	Office Assistant III	$25,811
			$70,979

All of the positions listed above are vacant except the following:

1421	60014760	If this position is taken, employee will be moved to vacant position #60014686.
1731	60014084	These three positions are filled. Two of the six regional offices are proposed to be
1781	60014567	closed. Which two offices is to be determined. If this results is Reduction in Force,
1781	60014071	the employees affected will be determined by RIF policy.
1771	60014183	These three positions are filled. Appropriation is being reduced due to funding
1771	60014193	being transferred to receipts from the Veteran Burial Program.
1771	60014194	

SYNOPSIS OF SCHOLARSHIPS FOR CHILDREN OF CERTAIN DECEASED, DISABLED OR POW/MIA VETERANS PROVIDED UNDER CHAPTER 165, ARTICLE 4, GENERAL STATUTES OF NORTH CAROLINA

Prepared by the N. C. Department of Administration
Division of Veterans Affairs, Raleigh

Class or Category of Eligibility	Principal Eligibility Requirements (1) (Highly Condensed)	Number Allowed Each Year	Duration	Nature of the Scholarships (2)	
				In Public, Community & Technical Colleges/Institutes	In Private College & Junior Colleges
Class I-A	Veteran parent killed or dies in wartime service or dies as a result of service-connected condition incurred in wartime service as defined in the law.	No Limit- as many as qualify	Four academic years if used within 8 years	• Free tuition. • A room allowance. • A board allowance. • Exemption from certain mandatory fees as set forth in the law.	$4,500 per nine-month academic year
Class I-B	Veteran parent rated by USDVA as 100% disabled due to wartime service as defined in the law, and currently or at time of death drawing compensation for such disability.	No Limit- as many as qualify	Same as Class I-A	• Free tuition. • Exemption from certain mandatory fees as set forth in the law.	$1,500 per nine-month academic year
Class II	Veteran parent rated by UDSVA as much as 20% but less than 100% disabled due to wartime service as defined in the law, or was awarded Purple Heart Medal for wounds received.	Not more than 100 per year	Same as Class I-A	Same as Class I-A	Same as Class I-A
Class III	a. Veteran parent is or was at time of death drawing pension for total and permanent disability as rated by the USDVA, or b. Veteran parent is a deceased war veteran who was honorably discharged and who does not qualify under any other provision within this synopsis, or c. Served in a combat zone or waters adjacent to a combat zone and received a campaign badge or medal and who does not qualify under any other provision within this synopsis	Not more than 100 per year	Same as Class I-A	Same as Class I-A	Same as Class I-A
Class IV	Veteran parent was a Prisoner of War or Missing in Action.	No Limit- as many as qualify	Same as Class I-A	Same as Class I-A	Same as Class I-A

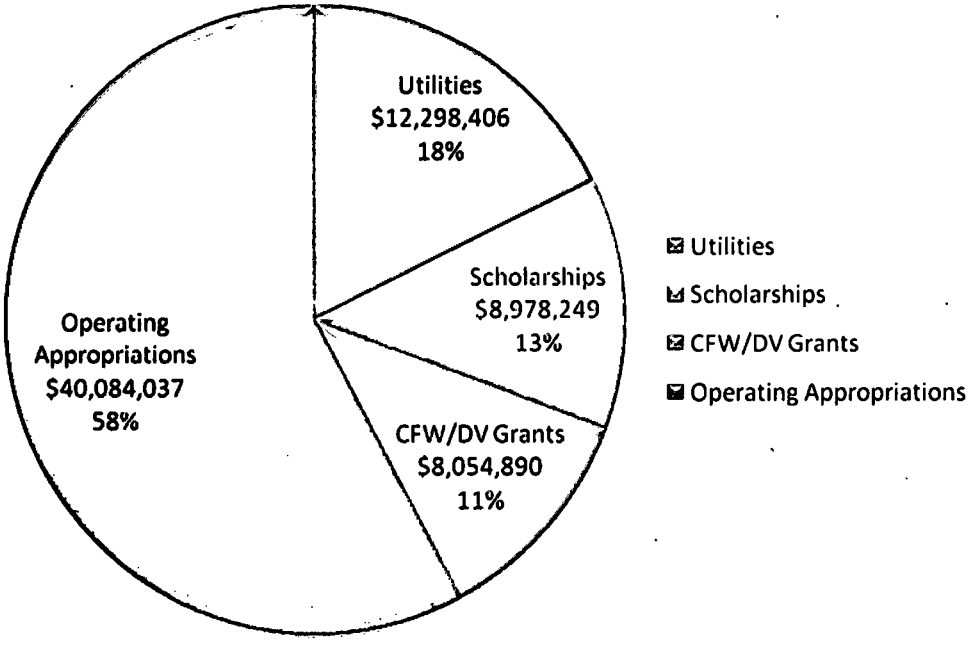
Note (1): For definition of an eligible veteran and eligible child, common to all eligibility classes, as well as other details, refer to the full text of the law
Note (2): Provision exempts books, computers and supplies (G. S. 165, Art. 4).

Rev. 6-0(

Department of Administration
Presentation to House Appropriations - Subcommittee on General Government
Tuesday, May 26, 2009

Department of Administration	$78,170,163	728.65
Office of State Personnel	$7,787,372	80.17
Ethics Commission	$967,209	10.00
DOA	$69,415,582	638.48

positions



Operating Appropriations	$40,084,037	638.48
Recommended Reductions	$6,246,409	47.50
Remaining Appropriations	$33,837,628	590.98
Transfer State Energy Office to Commerce	$3,955,819	8.00
Transfer State Capital Police to CCPS	$3,398,019	54.00
Operating Appropriations after Transfers	$26,483,790	528.98

Recommended Reductions equal 9% of Appropriations; 11% of Appropriations excluding Utilities; and 16% of Operating Appropriations.

House Appropriations Schedule as of 5/26/09

June

Sun	*Mon*	*Tue*	*Wed*	*Thu*	*Fri*	*Sat*
	1 **House Subcommittees** Report to Full Chairs starting @ 2	**2** **House Subcommittees** -Report to Full Chairs	**3** **House Subcommittees** -Report to Full Chairs	**4** **House Subcommittees Vote**	**5** **House Subcommittees Vote**	**6**
7	**8** **House Full Appropriations**	**9**	**10**	**11** **House Passes Bill**	**12**	**13**
14	**15**	**16**	**17**	**18**	**19**	**20**
21 **FATHER'S DAY**	**22**	**23**	**24**	**25**	**26**	**27**
28	**29**	**30** **CONFERENCE REPORT ADOPTED**				

2009

House Appropriations Schedule as of 5/26/09

May

Sun	*Mon*	*Tue*	*Wed*	*Thu*	*Fri*	*Sat*
					1	**2**
3	**4**	**5**	**6**	**7**	**8**	**9**
10 **MOTHER'S DAY**	**11**	**12** **House Subcommittees** (8:30 only) -Receive Targets	**13** **House Subcommittees** (8:30 only)	**14** **House Subcommittees** (8:30 only) **- CROSSOVER**	**15** **House Subcommittees**	**16**
17	**18** **House Subcommittees**	**19** **House Subcommittees**	**20** **House Subcommittees**	**21** **House Subcommittees**	**22** **House Subcommittees**	**23**
24	**25** **MEMORIAL DAY**	**26** **House Subcommittees**	**27** **Subcommittees Complete Work**	**28** **House Subcommittees** -Report to Full Chairs	**29**	**30**
31						

2009

REVISED May 26, 2009

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
			1	**2**	**1**	**2**
3	**4**	**5**	**6**	**7**	**8**	**9**
10	**11**	**12**	**13**	**14**	**15**	**16**
17	**18**	**19** 8:30 a.m. **ITS** Review Email Organization of Agencies **Discuss** of Targets **Lt Governor** 2:00 Ethics Comm HFA	**20** 8:30 Auditor OSC 2:00 OSC (cont) SBOE OSP	**21** 8:30 General Assembly 2:00 Insurance	**22**	**23**
24	**25** **MEMORIAL DAY**	**26** 8:30 Administration 2:00 Administration (cont)	**27** 8:30 Cultural Resources 2:00 Cultural Resources (cont) After Session DAH	**28** 8:30 **Administration of Stimulus Funding** Governor OSBM Sect of State ~~2:00~~ After Session Treasurer	29 8:30 Revenue ~~OAH~~	30

June

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
31	June 1 **House Subcommittees** Report to Full Chairs starting @ 2 → Revenue	2 **House Subcommittees** Report to Full Chairs	3 **House Subcommittees** Report to Full Chairs	4 **House Subcommittees Vote**	5 **House Subcommittees Vote**	6
7	8	9	10	11	12	13
14	15 **HOUSE FULL APPROPRIATIONS**	16	17	18 **House Passes Bill**	19 **CONFEREES APPOINTED**	20
21 **FATHER'S DAY**	22	23	24	25	26	27
28	29	30 **CONFERENCE REPORT ADOPTED**				

IV

Grants to Non-Profits Fact Sheet
NC Council for Women / Domestic Violence Commission

Sexual Assault Program no grants -195,000 cut

North Carolina General Statutes § 14-27.2-14.27.7 define rape and other sexual offenses. Sexual assault programs provide the following: counseling, twenty-four hour crisis line coverage, hospital, referral, court and advocacy services.

- There are currently 78 Sexual Assault / Rape Crisis Programs that receive grants from **state appropriations.** The state appropriated approx $3 m in 08-09. These funds are issued quarterly on a two tiered amount: $71,073 for stand alone agencies ($17,768 / grantee quarterly) or $31,436 for dual (DV / SA) agencies ($7,856 / grantee quarterly).

Domestic Violence Program no grants

North Carolina General Statute §50B-1 defines domestic violence as attempting to cause bodily injury or placing a victim or a member of the victim's family in fear of serious bodily injury or continued harassment resulting in significant emotional distress. The definition includes stalking, rape and sexual offenses. The N.C. Council for Women/Domestic Violence Commission provides funding to domestic violence programs which provide shelter services, counseling, twenty-four hour crisis line services, transportation, court and advocacy services and assistance to children who witnessed violence.

- There are currently 102 Domestic Violence Programs that receive grants from **state appropriations.** The state appropriated approx $5 m in 08-09.
- These 102 programs receive quarterly **marriage license fee** issuances. The anticipated MLF was $2 million. . These fees are distributed equally among the 35 grantees on a quarterly basis. Issuance of funds is contingent upon compliance.
- These 102 programs receive quarterly **divorce filing fee** issuances. $20 of each divorce filing fee collected is allotted for this purpose. . These fees are distributed equally among the 35 grantees on a quarterly basis. Issuance of funds is contingent upon compliance.
- **Federal funding** is available through the Governor's Crime Commission (Violence Against Women Act / VOCA). The **AARA** allotted federal funds for VAWA programs.

Displaced Homemaker Program - grants

North Carolina General Statute § 143B-394.4 defines displaced homemakers. Displaced homemaker programs are designed to assist people who provide unpaid household services to their home and are unable to secure employment due to lack of training or experience. Services are also available to people who were dependent on the income of another household member and no longer is supported by that income. Funding to displaced homemaker programs provides the following mandated services: Job Counseling, job training and job placement services, health education and preventative health care counseling, financial management services and educational services.

- There are currently 35 Displaced Homemaker programs which receive grants from **state appropriations.** The state appropriated approx. $3 million in 08-09, which was issued in varying amounts to 35 grantees.
- These 35 programs receive quarterly **divorce filing fee** issuances. $55 of each divorce filing fee collected is distributed to the NC Fund for Displaced Homemakers. These fees are distributed equally among the 35 grantees on a quarterly basis. Issuance of funds is contingent upon compliance.

5/26/2009

Grants to Non-Profits Fact Sheet
NC Council for Women / Domestic Violence Commission

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Administration

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$78,170,163**		**$78,362,881**	
Legislative Changes				
1111 Office of the Secretary				
1 Justice for Sterilization Victims Foundation Funding is provided for planning efforts associated with the establishment of the Justice for Sterilization Victims Foundation. This foundation will provide justice and compensate victims who were forcibly sterilized by the State of North Carolina between 1929 and 1974.	$250,000	NR		
2 Eliminate Continuation Budget Increase Eliminate funding increase in continuation budget:	($1,578,280)	R	($1,578,280)	R
531311 Temp Wages ($100,864) 531321 Cont Empl Per IRS ($ 21,149) 531411 OT Pay ($196,843) 531421 Holiday Pay (4,619) 531431 Shift Prem Pay ($ 43,642) 531441 Callbk/Stby Prem Pay ($ 27,896) 531631 Wrker Comp-Med Payments ($ 44,090) 531632 Wrker Comp-Temp Dis Paym ($ 20,858) 532150 Academic Services ($ 24,543) 532170 Admin Services ($104,089) 532199 Misc Contractual Svs ($284,817) 532210 Eng Ser-Electrical ($288,117) 532220 Eng Ser-Nat gas/Propn ($416,753)				
1123 Historically Underutilized Businesses				
3 Reduction to Historically Underutilized Businesses Reduce appropriation to Historically Underutilized Businesses.	($43,473)	R	($43,473)	R
1230 Non-Public Education				
4 Reduction to Non-Public Education Reduce appropriation to Non-Public Education.	($17,833)	R	($17,833)	R
1264 Telecommunications Office				
5 Reduction to Telecommunications Office Reduce appropriation to Telecommunications Office.	($32,781)	R	($32,781)	R

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
1311 Office of State Personnel				
6 Eliminate Scanning Function of Applications Eliminate funding to support the scanning of all North Carolina state government job applications. This recommendation includes the elimination of one filled position.	($36,535) -1.00	R	($36,535) -1.00	R
1623 State Capitol Police				
7 Transfer of State Capitol Police to Crime Control Type I transfer of the State Capitol Police Division from the Department of Administration to the Department of Crime Control and Public Safety. Of the total positions transferred, 6.25 will be used to support the division's fiscal, policy, and administrative functions.	($3,675,861) -89.25	R	($3,675,861) -89.25	R
1732 Displaced Homemakers Program				
8 Reduction to Displaced Homemakers Program Fund Reduce appropriation to Displaced Homemakers Program Fund.	($20,096)	R	($20,096)	R
1734 Rape Crisis Program				
9 Reduction to Sexual Assault/Rape Crisis Funds Reduce appropriation to Sexual Assault/Rape Crisis Funds.	($195,175)	R	($195,175)	R
1741 Human Relations Commission				
10 Reduction to Human Relations Commission Reduce appropriation to Human Relations Commission.	($39,352)	R	($39,352)	R
1742 MLK Commission				
11 Reduction to MLK Commission Reduce appropriation to MLK Commission.	($3,379)	R	($3,379)	R
1761 Youth Involvement Office				
12 Reduction to Youth Involvement Office Reduce appropriation to Youth Involvement Office.	($50,752)	R	($50,752)	R
13 Reduction to Youth Involvement Grant Program Reduce appropriation to Youth Involvement Grant Program.	($416)	R	($416)	R
1771 Veterans Affairs				
14 Reduce Aid to Counties Reduce Aid to Counties funding.	($12,032)	R	($12,032)	R

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
1771 Veterans Affairs				
15 Shift Three Positions to Receipt Support Shift three appropriated Veterans Affairs positions to receipt support. The positions will now be supported through burial fee receipts that are collected by veterans cemeteries operated by the Department of Administration.	($114,175) -3.00	R	($114,175) -3.00	R
16 Reduction to Veterans Affairs Reduce appropriation to Veterans Affairs.	($364,551)	R	($364,551)	R
1782 Domestic Violence Center				
17 Reduction to Domestic Violence Center Fund Reduce appropriation to Domestic Violence Center Fund.	($340,405)	R	($340,405)	R
1861 Commission on Indian Affairs				
18 Reduction to Commission on Indian Affairs Reduce appropriation to Commission on Indian Affairs.	($25,549)	R	($25,549)	R
7251 State Parking System				
19 Restore Funding for the State Parking System Restore funding for the State Parking System, which is a receipt-supported program (budget code 74103) that is currently under a legislatively required Continuation Review. Funding will be restored at the current level ($1,667,708), which includes support for 12.75 positions.				
Department-Wide				
20 Eliminate Vacant Positions Eliminate 20 vacant positions across the agency.	($976,196) -20.00	R	($976,196) -20.00	R
21 Management Flexibility Reserve Create Management Flexibility Reserve.	($563,504)	R	($563,504)	R
22 Reduce Temporary Wages Reduce temporary wages funding across the agency.	($11,842)	R	($11,842)	R
23 Reduce Various Operating Accounts Reduce various operating accounts across the agency.	($839,546) ($315,011)	R NR	($839,546) ($315,011)	R NR

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
Total Legislative Changes	**($8,941,733)**	**R**	**($8,941,733)**	**R**
	($65,011)	**NR**	**($315,011)**	**NR**
Total Position Changes	-113.25		-113.25	
Revised Budget	**$69,163,419**		**$69,106,137**	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
14100	Administration							
531321	Contracted Personal Services	1111	Office of the Secretary	$0	$0	$21,149	$21,149	For dept. wide use of lapsed salaries "Truth in Budgeting Reform" in Governor's Budget
		1121	Fiscal Management	$0	$0	$0	$0	
		1122	Human Resource Management	$0	$0	$0	$0	
		1123	Office of Historically Underutilized Businesses	$0	$0	$0	$0	
		1230	Non-Public Education	$0	$0	$0	$0	
		1241	Management Information Systems	$0	$0	$0	$0	
		1264	Agency for Public Telecommunications	$0	$0	$0	$0	
		1311	Office of State Personnel	$0	$0	$0	$0	
		1411	State Construction Office	$0	$0	$0	$0	
		1412	State Property Office	$0	$0	$0	$0	
		1416	State Building Office	$0	$0	$0	$0	
		1421	Facilities Management Division	$0	$0	$0	$0	
		1466	State Energy Office	$0	$0	$0	$0	
		1511	Division of Purchase and Contract	$0	$0	$0	$0	
		1623	State Capitol Police	$0	$0	$0	$0	
		1731	NC Council for Women/Domestic Violence Commission	$0	$0	$0	$0	
		1732	Displaced Homemakers	$0	$0	$0	$0	
		1734	Rape Crisis Program	$0	$0	$0	$0	
		1741	Human Relations Commission	$0	$0	$0	$0	
		1742	Martin Luther King Commission	$0	$0	$0	$0	
		1761	Youth Advocacy & Involvement	$0	$0	$0	$0	
		1771	Veteran Affairs	$0	$0	$0	$0	
		1772	State Veteran's Home Program	$0	$0	$0	$0	
		1781	Domestic Violence Program	$0	$0	$0	$0	
		1782	Domestic Violence Center	$0	$0	$0	$0	
		1810	State Ethics Commission	$0	$0	$0	$0	
		1861	Commission on Indian Affairs	$0	$0	$0	$0	

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

						Continuation Budget		
Acct Code	**Expenditure Account**	**Fund**	**Division**	**FY 08-09 Certified**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
			TOTAL:	**$0**	**$0**	**$21,149**	**$21,149**	
532199	Misc Contractual Services	1111	Office of the Secretary	$2,671	$0	$287,488	$287,488	Includes $284,817 for dept. wide use of lapsed salaries "Truth in Budgeting Reform" in Governor's Budget
		1121	Fiscal Management	$17,228	$0	$0	$0	
		1122	Human Resource Management	$4,300	$0	$0	$0	
		1123	Office of Historically Underutilized Businesses	$24,815	$0	$13,401	$13,401	
		1230	Non-Public Education	$4,100	$0	$2,000	$2,000	The school database program used by the division was designed and is currently maintained by a private contractor. DOA-MIS has no one on its staff who is sufficiently knowledgeable or technically qualified to repair and maintain this program. Because of the large volume of school data and its strategic importance to the enforcement of compulsory school attendance statewide, it is crucial that technical support be available on a special contract basis, in case it needs repair which happens from time to time.
		1241	Management Information Systems	$2,250	$0	$2,250	$2,250	These funds are used to contract short term maintenance serves, such as repairing a printer that breaks, and for consultation with technical resources to supplement staff expertise.
		1264	Agency for Public Telecommunications	$267,909	$194,420	$277,987	$277,987	APT contracts with producers, writers, talent and specialized technical staff who serve as contractors on work APT is hired to complete on behalf of the government. APT then charges back to its clients for costs associated with each project.
		1311	Office of State Personnel	$11,212	$189,888	$11,212	$11,212	
		1411	State Construction Office	$8,225	$100,130	$225	$225	
		1412	State Property Office	$319	$0	$0	$0	
		1416	State Building Office	$0	$0	$0	$0	
		1421	Facilities Management Division	$4,200	$228,574	$129,053	$129,053	

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
						Continuation Budget		
		1466	State Energy Office	$2,690,000	$2,778,949	$1,834,424	$1,864,301	This line item provides funding to the administrative costs associated with the Utility Savings Initiative and funding for the three University Energy Centers. The administrative costs for the USI program include contracted services for technical assistance including HVAC Controls Tune-up, Stream trap Survey program, energy audit services, workshops and training. The three University Energy Centers provide a wide range of services to assure that the SEO meets their missions and goals including renewable energy programs, residential energy efficiency, alternative fuels transportation programs, commercial and institutional energy efficiency programs, and wide range of workshops, audit and training services.
		1511	Division of Purchase and Contract	$579	$0	$150	$150	
		1623	State Capitol Police	$6,000	$0	$223	$223	
		1731	NC Council for Women/Domestic Violence Commission	$12,755	$0	$0	$0	
		1732	Displaced Homemakers	$1,000	$0	$1,000	$1,000	
		1734	Rape Crisis Program	$200	$0	$200	$200	
		1741	Human Relations Commission	$400	$0	$558	$558	Occasional specialized or expert services necessary to adequately perform NCHRC functions. Hiring an expert in discriminatory mortgage lending on a case-by-case basis would be an example.
		1742	Martin Luther King Commission	$0	$4,900	$0	$0	
		1761	Youth Advocacy & Involvement	$750	$0	$1,251	$1,251	
		1771	Veteran Affairs	$360	$520	$375	$375	
		1772	State Veteran's Home Program	$0	$4,200	$0	$0	
		1781	Domestic Violence Program	$7,000	$0	$7,000	$7,000	
		1782	Domestic Violence Center	$0	$0	$0	$0	
		1810	State Ethics Commission	$0	$419	$0	$0	
		1861	Commission on Indian Affairs	$0	$0	$3,445	$3,445	Contracted services would be used to comply with statutory duties as outlined in the enabling legislation NC G.S. 143B.
			TOTAL:	**$3,066,273**	**$3,502,000**	**$2,572,242**	**$2,602,119**	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
532521-532525	Rental/Lease Equipment	1111	Office of the Secretary	$0	$0	$0	$0	
		1121	Fiscal Management	$0	$0	$0	$0	
		1122	Human Resource Management	$0	$0	$0	$0	
		1123	Office of Historically Underutilized Businesses	$0	$0	$0	$0	
		1230	Non-Public Education	$0	$0	$0	$0	
		1241	Management Information Systems	$0	$0	$0	$0	
		1264	Agency for Public Telecommunications	$291	$817	$3,122	$3,122	When APT does not own equipment required for a productions shoot (such as a jib or dolly), we rent it from vendors who can supply the specialized production equipment. Again, this is on the behalf of work for hire projects and costs are charged back to clients.
		1311	Office of State Personnel	$1,001	$235	$1,001	$1,001	
		1411	State Construction Office	$0	$0	$0	$0	
		1412	State Property Office	$0	$0	$0	$0	
		1416	State Building Office	$0	$0	$0	$0	
		1421	Facilities Management Division	$397	$270	$397	$397	
		1466	State Energy Office	$0	$0	$0	$0	
		1511	Division of Purchase and Contract	$0	$0	$0	$0	
		1623	State Capitol Police	$1,644	$2,472	$1,644	$1,644	This line item supports the agency's annual Information Technology and computer lease cost. This funding is necessary to continue the computerized operation of the agency.
		1731	NC Council for Women/Domestic Violence Commission	$0	$0	$0	$0	
		1732	Displaced Homemakers	$5,387	$0	$5,387	$5,387	
		1734	Rape Crisis Program	$0	$0	$0	$0	
		1741	Human Relations Commission	$0	$4,469	$0	$0	
		1742	Martin Luther King Commission	$0	$0	$0	$0	
		1761	Youth Advocacy & Involvement	$0	$0	$0	$0	
		1771	Veteran Affairs	$0	$0	$0	$0	
		1772	State Veteran's Home Program	$0	$0	$0	$0	
		1781	Domestic Violence Program	$0	$0	$0	$0	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1782	Domestic Violence Center	$0	$0	$0	$0	
		1810	State Ethics Commission	$0	$0	$0	$0	
		1861	Commission on Indian Affairs	$0	$0	$0	$0	
			TOTAL:	**$8,720**	**$8,263**	**$11,551**	**$11,551**	
5327xx	Travel/Related Expenses	1111	Office of the Secretary	$13,545	$1,801	$5,828	$5,828	
		1121	Fiscal Management	$400	$1,075	$1,421	$1,421	Travel to monitor/audit fiscal activities of out of town operations and for staff training workshops.
		1122	Human Resource Management	$2,991	$361	$502	$502	DOA HRM is complying with the requirement to have all employees/supervisors complete mandatory training.
		1123	Office of Historically Underutilized Businesses	$23,779	$8,410	$13,280	$13,280	Travel will be needed to develop and implement the SWUC Program.
		1230	Non-Public Education	$10,194	$11,069	$11,991	$11,991	Travel is confined entirely to in-state, non-public school visitation. G.S. 115C-548 thru 562 requires that non-public schools meet certain requirements- including keeping and maintaining certain records which must be made available to a division representative "at the principal office of such school, at all reasonable times for annual inspection."
		1241	Management Information Systems	$310	$63	$1,065	$1,065	This covers the mileage reimbursement for staff for short trips they take to local remote locations, such as Mail Service Center, Motor Fleet, State and Fed. Surplus, etc; they assist them with application issues that can't be handled over the phone. These trips are necessary in order to maintain the operational effectiveness of these divisions.
		1264	Agency for Public Telecommunications	$19,211	$5,254	$13,700	$13,700	These costs cover travel associated with client projects (which are charged back to government agency clients) and other travel costs incurred by agency staff and board (for occasional travel to training, conferences, board meetings, and such).
		1311	Office of State Personnel	$75,340	$32,853	$75,273	$75,273	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1411	State Construction Office	$92,649	$73,948	$94,453	$94,453	This is required for our office to perform one its core duties. This travel is for inspections for life safety, fire protection, and building code for new and renovated buildings across the state on an y state owned property.
		1412	State Property Office	$12,195	$6,909	$6,433	$6,433	The ability of the property agents to travel is mission critical. It has been a policy here for years for agents to see the properties they are acquiring. Many potential pitfalls in property acquisition are not evident viewing only a survey, appraisal or floor plan.
		1416	State Building Office	$4,551	$3,166	$4,420	$4,261	The SBC holds meetings in the SCO office once a month to approve selections for architects, engineers and construction managers at risk. This is the first step toward constructing a project for the State.
		1421	Facilities Management Division	$30,648	$10,990	$14,047	$14,047	
		1466	State Energy Office	$15,700	$13,678	$15,907	$15,848	Provides funding for the travel expenses of SEO employees funded with State Appropriations. This travel includes in state travel to provide technical assistance to USI liaisons, site monitoring, training sessions and audits to state agencies, community colleges, universities, local government and K-12 schools.
		1511	Division of Purchase and Contract	$77,832	$65,039	$87,435	$86,536	P& C has two inspectors that protect the interest of the State by inspecting purchased goods and services (G.S. 143-60). We also have three compliance officers that make sure agencies are in compliance with purchasing statutes and rules. There are two liaisons that provide training for state agencies, community colleges, universities, public schools and certain local governments regarding the eProcurement system.
		1623	State Capitol Police	$56,547	$99,672	$58,007	$58,007	This line item supports the agency's police vehicle fleet annual lease cost. The agency operates a minimal fleet of 15 vehicles used to patrol state-owned property in the Raleigh/Wake County area.
		1731	NC Council for Women/Domestic Violence Commission	$26,538	$31,620	$38,290	$38,131	The CFW/DVC is responsible for the oversight of the Domestic Violence, Sexual Assault, Displaced Homemaker Grants and Abuser Treatment Programs. The 6 Region Directors must travel to conduct the required monitoring.
		1732	Displaced Homemakers	$2,502	$704	$944	$944	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1734	Rape Crisis Program	$2,688	$0	$484	$484	
		1741	Human Relations Commission	$28,710	$45,634	$28,787	$28,787	Travel essential to investigate complaints, enforce findings of violation, attend training, or provide training under the NC Fair Housing Act, N.C. G.S. 41A. All out-of-state travel is for training and should be reimbursed by HUD travel and training funds. Some in-state expenses are also reimbursed by those HUD funds. Our other in-state travel is for on-site investigations, conciliation conferences, litigation, and providing Fair Housing training to citizens. HUD requires us to engage in each of these activities.
		1742	Martin Luther King Commission	$6,168	$1,180	$4,312	$4,260	Travel to meetings and events by Commissioners, Executive Director, and staff. Authorized by G.S. 143B-426.34B9c.
		1761	Youth Advocacy & Involvement	$10,689	$8,900	$11,462	$11,181	
		1771	Veteran Affairs	$95,616	$95,808	$102,371	$102,234	Required by GS 165 to assist county service office programs and provide veteran assistance throughout NC.
		1772	State Veteran's Home Program	$14,406	$11,327	$11,683	$11,774	This program is 100% receipt supported.
		1781	Domestic Violence Program	$4,780	$2,690	$2,429	$2,406	
		1782	Domestic Violence Center	$0	$0	$0	$0	
		1810	State Ethics Commission	$17,740	$5,201	$12,425	$12,231	
		1861	Commission on Indian Affairs	$18,546	$8,214	$18,822	$18,430	Funds are required for commission members and staff to attend quarterly commission meetings as required by the NC G.S. 143B, and for staff to carry out the mission of the commission as required by NC G.S. 143B.
			TOTAL:	**$664,275**	**$545,566**	**$635,771**	**$633,507**	
532814	Cellular Phone Services	1111	Office of the Secretary	$300	$327	$442	$442	
		1121	Fiscal Management	$0	$0	$0	$0	
		1122	Human Resource Management	$0	$0	$0	$0	
		1123	Office of Historically Underutilized Businesses	$400	$113	$202	$202	The HUB Office has one cell phone allocated to the office primarily carried by the director or staff members for out of town travel.

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1230	Non-Public Education	$0	$0	$0	$0	
		1241	Management Information Systems	$0	$0	$0	$0	
		1264	Agency for Public Telecommunications	$250	$113	$264	$264	The agency has a single cell phone for use by any staff when they are on production shoots. We do not have phones for individual staff; we all share a single phone on the basic service plan.
		1311	Office of State Personnel	$1,600	$3,082	$2,767	$2,767	
		1411	State Construction Office	$8,000	$9,842	$12,790	$12,790	This is in order to stay in contact with our field personnel. For the most part, these staff work form their homes and do not have a phone at work. Contact with owners, architects, engineers, and contractors is via the cell phone. This is crucial to keep the projects on schedule.
		1412	State Property Office	$2,200	$1,024	$1,006	$1,006	Although many of our agents use their personnel cell phone for work related travel, we provide phones for those who would like or need this option.
		1416	State Building Office	$0	$0	$0	$0	
		1421	Facilities Management Division	$28,500	$31,459	$43,766	$43,766	
		1466	State Energy Office	$600	$2,705	$1,639	$1,639	Provides funding for cell phone service for the SEO employees funded with State Appropriations including SEO Director.
		1511	Division of Purchase and Contract	$4,700	$5,042	$7,830	$7,830	Cell phones are used by the State Purchasing Officer, E-procurement Outreach Manager and employees required to travel for their jobs. The employees are provided with a cell phone so they can be reached at all times.
		1623	State Capitol Police	$5,000	$6,241	$5,000	$5,000	This line item supports the critical communication capabilities among the agency's senior level managers and on-call personnel. The agency operates/issues 7 cell phones. Cell phones are used by the agency to maintain operational efficiency.
		1731	NC Council for Women/Domestic Violence Commission	$3,450	$2,577	$3,450	$3,450	Cell phones are essential to communicate and for safety purposes in the rural communities across NC.
		1732	Displaced Homemakers	$100	$0	$100	$100	
		1734	Rape Crisis Program	$500	$0	$500	$500	
		1741	Human Relations Commission	$2,500	$873	$2,162	$2,162	Cell phones for 4 Community Relations field reps.
		1742	Martin Luther King Commission	$0	$0	$0	$0	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1761	Youth Advocacy & Involvement	$50	$0	$0	$0	
		1771	Veteran Affairs	$50	$1,350	$1,686	$1,686	
		1772	State Veteran's Home Program	$900	$432	$676	$676	This program is 100% receipt supported.
		1781	Domestic Violence Program	$350	$766	$1,193	$1,193	
		1782	Domestic Violence Center	$0	$0	$0	$0	
		1810	State Ethics Commission	$150	$0	$0	$0	
		1861	Commission on Indian Affairs		$414	$161	$161	Funds used to reimburse business use of personal cell phones by staff members in carrying out the duties of the NC Commission of Indian Affairs.
			TOTAL:	**$59,600**	**$66,360**	**$85,634**	**$85,634**	
534500-534550	Furniture and Equipment Replacement Schedules	1111	Office of the Secretary	$3,329	$592	$6,227	$6,227	
		1121	Fiscal Management	$2,999	$5,257	$10,649	$10,649	To replace copy machine and filling/storage systems
		1122	Human Resource Management	$1,574	$885	$1,574	$1,574	
		1123	Office of Historically Underutilized Businesses	$1,200	$1,279	$2,700	$2,700	The HUB Office has recently had an erogonomic analyses conducted of staff member due to complaints. As a result, the director has requested office related furniture and equipment to address these issues. Also, furniture and/or equipment to such as a fax server, document scanner, back-up server and file cabinet(s) are needed for SWUC. An estimated cost for a fax server, which the HUB Office needs to receive HUB certification documentation from the local MWBE Offices is $3,500.
		1230	Non-Public Education	$200	$0	$500	$500	The new clerical staff position recently allotted to the division will require furniture and equipment- the need for this allocation.

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1241	Management Information Systems	$7,492	$220	$2,492	$2,492	This covers miscellaneous specialized equipment, such as UPS battery backup device, which are required so that we don't loose in process application changes due to interruptions in building power. Also, port sharing devices, so that a single monitor/console can be used with our development servers. The inability to purchase replacements for these devices would greatly reduce are effectiveness in responding to business critical application changes.
		1264	Agency for Public Telecommunications	$132,100	$196,091	$62,100	$62,100	APT directs some receipts towards the purchase of new equipment to meet client project demands. APT has always been conservative about its equipment selections, ensuring the best value items are purchased.
		1311	Office of State Personnel	$64,184	$9,012	$18,444	$18,444	
		1411	State Construction Office	$15,400	$11,356	$8,900	$8,900	Funding is for purchase of copiers and large plan holders where we store plans for construction.
		1412	State Property Office	$1,692	$3,108	$1,492	$1,492	The furniture and equipment mentioned in the budget are for replacement chairs and desks. Much of our current furniture is aged.
		1416	State Building Office	$0	$0	$0	$0	
		1421	Facilities Management Division	$271,500	$222,331	$49,233	$49,233	
		1466	State Energy Office	$2,000	$12,350	$2,000	$2,000	Provides funding for any office equipment or furniture required by SEO employees funded with State Appropriations.
		1511	Division of Purchase and Contract	$11,161	$37,459	$10,421	$10,421	
		1623	State Capitol Police	$29,341	$24,712	$24,225	$24,225	This line item supports the purchase of law enforcement/security equipment provided to police officers and security guards to carry out their duties. The furniture portion of the funding supports the purchase of filing cabinets or other office furniture/equipment that may not be available at the State Surplus Property office.
		1731	NC Council for Women/Domestic Violence Commission	$754	$1,077	$4,754	$4,754	Furniture and Equipment are necessary to maintain the region offices.
		1732	Displaced Homemakers	$1,251	$5,010	$1,751	$1,751	
		1734	Rape Crisis Program	$148	$0	$148	$148	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1741	Human Relations Commission	$1,741	$0	$741	$741	Office furniture, computer equipment and software, and other office equipment as needed. Expenses were higher this year and last because of office move. These expenses are shared between the HRC and the MLK commissions.
		1742	Martin Luther King Commission	$3,266	$0	$800	$800	Office furniture, computer equipment and software, and other office equipment as needed. Expenses were higher this year and last because of office move. These expenses are shared between the HRC and the MLK commissions.
		1761	Youth Advocacy & Involvement	$1,049	$180	$1,049	$1,049	
		1771	Veteran Affairs	$29,013	$15,625	$24,526	$24,526	Shredders to comply with confidentiality state and fed. Laws; computers, replacement of items that wear out.
		1772	State Veteran's Home Program	$33,300	$149,385	$60,800	$60,800	This program is 100% receipt supported.
		1781	Domestic Violence Program	$2,770	$792	$2,770	$2,770	
		1782	Domestic Violence Center	$0	$0	$0	$0	
		1810	State Ethics Commission	$4,000	$935	$1,000	$1,000	
		1861	Commission on Indian Affairs	$1,643	-$58	$2,043	$2,043	Maintenance, operation, repair and/or replacement of computers, printers, copiers, fax machines and furniture used in the operation of the Commission as required by statute.
			TOTAL:	**$623,107**	**$697,598**	**$301,339**	**$301,339**	
5364AA	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
5366AA	Directed Grants	1742	Martin Luther King Commission	$9,155	$0	$8,514	$8,514	Grants to local government to encourage and assist them with respect to ceremonies and activities relating to observance of the NC MLK, Jr. holiday, as authorized by NC G.S. 143B-426.34A.
5367AA	Loans	N/A	N/A	$0	$0	$0	$0	
5369AA	Other Aid and Grants	1311	Office of State Personnel	$51,882	$13,655	$41,937	$41,937	

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Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
				Continuation Budget				
		1771	Veteran Affairs	$188,000	$146,000	$174,840	$174,840	Mandated by GS 165 to assist county veterans service office programs.
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	
536xxx	Appropriations							
		1466	State Energy Office	$100,000				
		1466	State Energy Office	$500,000				
		1732	Displaced Homemakers	$314,000	$293,545	$312,495	$312,495	DH funds Appropriations and Divorce Fees are needed to maintain the 35 DH programs across the state for the unemployed or underemployed, divorced or widowed women and men in need of employment, education, training and financial assistance.
		1732	Displaced Homemakers	$1,620,995	$752,672	$1,620,791	$1,620,791	DH funds Appropriations and Divorce Fees are needed to maintain the 35 DH programs across the state for the unemployed or underemployed, divorced or widowed women and men in need of employment, education, training and financial assistance.
		1734	Rape Crisis Program	$3,022,390	$2,057,855	$2,810,823	$2,810,823	
		1742	Martin Luther King Commission	$40,000	$8,000	$37,200	$37,200	Grants to private organizations to promote observance of the NC MLK, Jr. holiday, and to promote awareness and appreciation of the life and work of Dr. King, as authorized under statue.
		1761	Youth Advocacy & Involvement	$6,500	$3,662	$6,500	$6,500	This line item is our Mini-grant program which has been funded for over 25 years. We receive many more requests than we can fund. This cut would hurt our core mission.
	Veteran Scholarships	1771	Veteran Affairs		$0	$2,633,061	$2,633,061	Mandated by GS 165, Article 4
	Veteran Scholarships from Escheats	1771	Veteran Affairs		$4,866,173	$6,918,733	$6,918,733	Mandated by GS 165, Article 4
		1781	Domestic Violence Program	$2,500,000	$2,621,094	$4,680,225	$4,680,225	These grant funds are for the 102 domestic violence programs to provide direct services to victims of crime.
		1781	Transfer to Department of Crime Control & Public Safety	$182,500	$733,907	$0	$0	
	Domestic Violence Grants-Divorce Fees	1782	Domestic Violence Program	$717,400	$293,924	$717,400	$717,400	These grant funds are for the 102 domestic violence programs to provide direct services to victims of crime.

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
	Domestic Violence Grants-Marriage License Fees	1782	Domestic Violence Program	$3,700,000	$705,643	$1,350,000	$1,350,000	These grant funds are for the 102 domestic violence programs to provide direct services to victims of crime.
		1861	Commission on Indian Affairs	$135,000	$96,942	$0	$0	
538172		1734	Rape Crisis Program		$0	$0	$0	Transfer to Department of Crime Control & Public Safety

* All receipt supported

B0104: Vacancy Report - May 2009: *Positions Vacant ON OR BEFORE June 30, 2008*

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
ADMINISTRATION							
20001596	ADMIN SO DSOPS MAIL SERVICE CTR Admin	60014404	Processing Asst. III	9/30/04	60	$ 29,275	1.00
20001548	ADMIN SO DSLEG Mgt Info Sys Dir Div	60014138	Tech.nology Support Analyst	10/27/04	59	$ 34,485	1.00
20001593	ADMIN SO DSOPS MAIL SERVICE CTR StateCd	60014324	Vehicle/equipment Operator	2/1/06	42	$ 27,603	1.00
20001591	ADMIN SO DSOPS MFM COMM CONTRACT Annex	60014313	Building & Envir. Tech.	8/1/06	36	$ 23,398	1.00
20001551	ADMIN SO DSOPS SURPLUS PROPERTY Federal	60014151	Surplus Property Screener	9/24/06	34	$ 29,382	1.00
20001588	ADMIN SO DSOPS MFM Vehicle Assignment	60014291	Administrative Asst. I	9/30/06	34	$ 34,940	1.00
20001600	ADMIN SO DSOPS MAIL SERVICE CTR IC Sort	60014337	Mail Clerk II	2/1/07	29	$ 24,186	1.00
20001638	ADMIN SO DSOPS ST PROP EEP	60014625	Real Property Agent I * from Dec'11	2/1/07	29	$ 41,000	1.00
20001594	ADMIN SO DSOPS MAIL SERVICE CTR Oper	60014366	Administrative Officer III	2/28/07	28	$ 51,229	1.00
20001597	ADMIN SO DSOPS MAIL SERVICE CTR CourSort	60014390	Mail Clerk II	5/1/07	26	$ 23,338	1.00
20001600	ADMIN SO DSOPS MAIL SERVICE CTR IC Sort	60014361	Mail Clerk II	5/18/07	26	$ 23,338	1.00
20001672	ADMIN SO DSLEG PARKING Attendants	60014869	Processing Asst. III	6/29/07	24	$ 28,991	1.00
20001599	ADMIN SO DSOPS MAIL SERVICE CTR USPSSort	60014386	Processing Asst. IV	11/1/07	20	$ 27,252	1.00
20001588	ADMIN SO DSOPS MFM Vehicle Assignment	60014316	Processing Asst. IV	3/1/08	15	$ 26,515	1.00
20001643	ADMIN SO DSOPS ST PROP Admin	60014621	Processing Asst. IV	3/1/08	15	$ 30,934	1.00
20001615	ADMIN DSLEG HUMAN RELAT COMM Fair House	60014498	Human Relations Specialist I	4/1/08	14	$ 39,741	1.00
20001589	ADMIN SO DSOPS MFM Vehicle Maintenance	60014272	Building & Envir. Tech.	6/1/08	12	$ 24,274	1.00
20001521	ADMIN SO DSOPS PURCH & CONTR Eproc Grp	60013881	State Procurement Specialist III Eliminate	6/1/08	12	$ 54,782	1.00
20001642	ADMIN SO DSOPS ST PROP Lease & Space	60014628	Real Property Agent II	6/1/08	12	$ 48,019	1.00
20001676	ADMIN SO DSOPS STATE ENERGY OF Engineer	60014882	Energy Conservation Representative II	6/7/08	12	$ 45,598	1.00
20001589	ADMIN SO DSOPS MFM Vehicle Maintenance	60014275	Vehicle/equipment Repair Tech.	6/27/08	11	$ 27,826	1.00
						$ 696,106	**21.00**

3 are Approp -- | Receipt Supported

Line 18+19 on cut-list

Administration - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Administration	State Parking System (74103)	GS 143-340-18,19	$354,036.00	To provide cost effective automobile parking in designated areas to meet the needs of state employees, elected state government officials, and general visitors.	None of the Special Funds can be transferred.
	Special Funds (24104)				
	2323 NC Works - SAS Projects	House Bill 1473	($64,164.00)	Pilot Project Workforce Planning/BEACON Projects	Due to deficit in fund, monies can not be transferred.
	2473 Energy Efficiency Reserve	House Bill 1473 Section 19.3(b)	$4,737,940.00	These funds were appropriated by the General Assembly in FY08 to be used to establish the Energy Efficiency Reserve. The reserve shall be administered by the State Energy Office. The SEO in consultation with the State Construction Office, shall use the funds in the Energy Efficiency Reserve to provide funding for projects designed to make State, university or community college facilities more energy efficient.	
	Trust (64100)				
	6111 Reserve For Unemployment	GS 963F.3	$102,815.00	Funds are drawn from Federal grants to pay unemployment benefits related to federally funded positions.	Grant funds should be used for grant purposes.
	6761 Youth Advocacy & Involvement- Youth Endowment Fund	NCGS 143B-385	$0.00	To support opportunities for North Carolina high school-aged youth to develop leadership skills in a team-building environment.	Grant funds should be used for grant purposes.
	North Carolina Veterans Trust (64106)				
	6771 NC Veterans Home-Fayetteville	NCGS 165-48	$8,940,616.00	To pay for the care of veterans, general operating expenses, remodeling and repairs of the State Veterans Nursing Home in Fayetteville.	Grant funds should be used for grant purposes.

Administration - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
	6773 NC Veterans Home-Salisbury	NCGS 165-48	$3,638,509.00	To pay for the care of veterans, general operating expenses, remodeling and repairs of the State Veterans Nursing Home in Salisbury.	Grant funds should be used for grant purposes.
24102	2224 Combat Veterans License Plate	GS 20-79.4	$710.00	Funds held until new license plate is issued by DMV. Funds will be transferred to DMV prior to July 1, 2008.	If _# of veterans do not purchase plate, receipts musst be returned.
	2226 War Memorial	Executive Order 152	$100,772.00	Funds are from donations for the construction of a Persian Gulf Memorial.	Donations should be used for intended purpose.
	2227 Veterans Burial	GS 65-41 through 45	$268,392.00	Purpose is to collect $150 from the US Dept of Veterans Affairs for the burial or interment of a deceased veteran if he is buried in a State Veteran Cemetery.	Funds obligated to fund 6 positions. Three additional positions are being transferred from appropriations to this source.
	2228 North Carolina Service Medal	GS 143B-399	$1,900.00	This fund is used to implement special projects as required by law. Funds held until sufficient funds are received to produce the medal.	If enough veterans do not purchase medal, receipts must be returned.
	2229 Agency for Public Telecommunications Grants	N/A	$9,000.00	Receive grants from foundations, corporations or other groups to cover the costs of specific projects.	Grant funds are obligated.
	2232 Community Relations		$3,733.00	The purpose of this fund was to provide training to police officers to improve their relationship in the community.	Funds transferred to 14100
	2236 Disability Assistance		$1,625.00	The purpose of this fund was to provide training and assistance to grassroots organizations to aid in their efforts to promote voluntary compliance with the ADA in their local communities.	Funds transferred to 14101

Administration - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
	2237 Rights For Youth	N/A	$911.00	The purpose of this fund was to update and translate into Spanish two publications.	Grant funds should be used for grant purposes.
	2239 Strategic Planning	GS143B 404 through 411	$1,265.00	Funds were used to hold meetings with commission members, commission staff for the purpose of developing future plans and activities for the commission, commission programs, on behalf of state recognized Indian tribes and organizations.	Grant funds should be used for grant purposes.
	2241 Action Partnership Program	House Bill 2436, Section 10.17.(a)	($3,494.00)	The purpose of fund is to increase the number of economically disadvantaged American Indians attending and successfully completing a semester and/or graduating from a college or university. Funds are a pass through of Federal funds from DHHS-Office of Economic Opportunity to NC Commission of Indian Affairs.	Grant funds should be used for grant purposes.
	2244 Community Services Project	House Bill 2436, Section 10.17.(a)	$75,923.00	Funds are a pass through of Federal funds from DHHS to the Indian Affairs Division.	Grant funds should be used for grant purposes.
	2245 Events For Women	N/A	$4,197.00	This fund is used to hold special events, such as, conferences for women. One notable conference held annually, in the past, was a Distinguished Women's Conference where medals were given to distinguished women at the conference banquet.	Grant funds should be used for grant purposes.
	2246 Substance Abuse Prevention	N/A	$5,209.00	To support local and state substance abuse prevention and treatment programs to assist in providing community based services for American Indian clients who need care for substance abuse problems and concerns	Grant funds should be used for grant purposes.

Administration - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
	2248 Energy Assistance	House Bill 2436, Section 10.17.(a)	($10,708.00)	Funds are a pass through of Federal funds from DHHS to the Indian Affairs Division.	Grant funds should be used for grant purposes.
	2258 Public Health Indian Affairs	GS 143B-407	$10,480.00	To assist with the facilitation and coordination of health education activities in American Indian communities. The purpose is to help meet the health needs of American Indians and improve the health status of the population.	Grant funds should be used for grant purposes.
	2261 Students In Touch		$544.00	This fund was for a series of teleconferences funded by a grant from the Civic Education Consortium.	Grant funds should be used for grant purposes.
	2263 American Indian Philanthrophy		$1,654.00	The purpose of this fund is to provide an opportunity for various tribes and urban Indian organizations to learn about and to make use of modern philanthropy approaches for the purposes of self-help.	Grant funds should be used for grant purposes.
	2265 North Carolina Health & Wellness Trust Fund Commission		$25,043.00	This program is an American Indian Youth Tobacco Prevention and Cessation Program designed to educate American Indian teens on the health risk factors of nicotine addiction, second-hand smoke and spit tobacco.	Grant funds should be used for grant purposes.
	2266 West Virginia University Tobacco Intervention		$129.00	This fund is a research program carried out in conjunction with the American Indian Youth Tobacco Prevention and Cessation Program.	Grant funds should be used for grant purposes.
	2321 HRD-Interaction Management	GS 126	($35,800.00)	This fund received and disbursed agency payments for the Enterprise-Wide License with Development Dimensions International.	Due to deficit in fund, monies can not be transferred.

Administration - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
	2322 Alien Reporting Compliance	HB-1414 Section28.3	$3,314.00	The purpose of this fund is to acquire software to be used by all State agencies to ensure compliance with all federal laws for the employment of, and reporting of payments to aliens, as that term is defined in federal law and to provide OSP with model training and for a contract position to ensure compliance with such federal laws.	Grant funds should be used for grant purposes.
	2413 GIS Database Enhancement		$33,369.00	The purpose of this fund is to enhance the State Property Offices' GIS Database application for the State-Owned Real Property Disposal System which will be used to continuously identify, evaluate and dispose of surplus property.	Grant funds should be used for grant purposes.
	2512 E-Procurement	NCGS 143 Article 3 and 3C	$5,409.00	To tract the E Procurement Contract between ITS and Accenture. Purchase and Contract received reimbursements from Accenture.	Grant funds should be used for grant purposes.
	2513 Cooperative Rebate		$93,228.00	Fund established for the participation in a cooperative contract for industrial supplies.	Grant funds should be used for grant purposes.
	2626 State Capitol Police Grant-Bullet Proof Vests	PL 98-473	($1,937.00)	Funds provided by Governor's Crime Commission to setup up grant for State Capitol Police to purchase Bullet Proof Vests.	Grant funds should be used for grant purposes.
	2629 Enforce Traffic Patrol	GS 143B-360	$940.00	Funds come from North Carolina Governor's Highway Safety Program to reduce the number of impaired drivers within the downtown government complex, to increase the number of court convictions for alcohol and drug related traffic violations and to video record alcohol related and traffic stops within the Downtown Complex.	Grant funds should be used for grant purposes.

							FY 09-10				FY 10-11				
								Source of Funds				Source of Funds			
Agency	Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	Total Amount in Continuation Budget	Federal	State	Other	Total Amount in Continuation Budget	Federal	State	Other	Automatic Increases Built into Contract Terms
DOA			LTGTF	NC Coalition on Donation/LTGFC		7/1/08 - 6/30/09	$330,845				$330,845				
DOA			Parking	City of Raleigh/Parking Systems Division		7/1/08 - 6/30/09	$71,246				$71,246				
DOA			Parking	Triangle Transit/Parking Systems Division		7/1/08 - 6/30/09	$60,000				$60,000				
DOA			Parking	The Paper Network/Parking Systems Division		7/1/08 - 6/30/09	$13,500				$13,500				
DOA			State Construction	Michael Gioielli/SCO		7/1/08 - 6/30/09	$143,360				$143,360				
DOA			Parking	McLaurin Parking Company		1/12/09 - 6/30/09	$20,251				$20,251				
DOA			State Property	Center for Geographic Information & Analysis/SPO		7/28/08 - 7/28/10	$101,611				$101,611				
DOA			Facility Management	Thyssenkrupp Elevator	State Gov Complex	11/1/07 - 13/31/09	$570,790				$570,790				
DOA			APT	ARBITRON INC	MEDIA SOFTWARE SERVICES	10/1/07 - 9/30/10	$103,845.00				$103,845.00				
DOA			APT	KILLER TRACKS	MUSIC LIBRARY	10/25/08 - 10/24/11	$8,352.00				$8,352.00				
DOA			APT	LEBRUN FRYE	REAL TIME CAPTION SERVICES	5/1/08 - 4/30/10	$2,300.00				$2,300.00				
DOA			APT	MEDIA DISTRIBUTORS	VIDEO TAPE	11/15/08 - 10/31/09	$3,478.50				$3,478.50				
DOA			APT	MEDIA EVOLVED	VIDEO TAPE DUPLICATION	1/7/09 - 12/31/09	$1,500.00				$1,500.00				
DOA			APT	MICROSPACE COMMUNICATIONS	SATELLITE SERVICES	7/1/07 - 6/30/10	$300,600.00				$300,600.00				
DOA			APT	TECHNICAL VIDEO SYSTEMS	MAINTENANCE AGREEMENT	7/16/08 - 7/15/10	$11,320.00				$11,320.00				
DOA			APT	VIDEO SERVICE OF AMERICA (VSA)	VIDEO TAPE	11/15/08 - 10/31/09	$6,141.14				$6,141.14				
DOA			COUNCIL FOR WOMEN	CHARLOTTE EAST LLC	CHARLOTTE REGION LEASE AGREEMENT	5/1/08 - 4/30/11	$14,977.02				$14,977.02				
DOA			COUNCIL FOR WOMEN	FIRC HAYWOOD PARK LLC	ASHEVILLE OFFICE SPACE LEASE AGREEMENT	8/1/07 -7/31-09	$13,680.00				$13,680.00				
DOA			COUNCIL FOR WOMEN	G PARTNERSHIP	GREENSBORO OFFICE SPACE LEASE AGREEMENT	9/1/08 - 8/31/09	$9,120.00				$9,120.00				
DOA			COUNCIL FOR WOMEN	MARION C. PENNY	PENMARC DRIVE OFFICE SPACE LEASE AGREEMENT	5/1/07 - 4/30/12	$135,437.75				$135,437.75				
DOA			COUNCIL FOR WOMEN	TYSON & HINES INVESTMENTS	NEW BERN OFFICE SPACE LEASE AGREEMENT	4/1/08 - 3/31/10	$17,250.00				$17,250.00				
DOA			FACILITY MGMT	ALSCO	UNIFORM RENTAL	3/109 - 6/30/11	$43,172.00				$43,172.00				
DOA			FACILITY MGMT	ANCO/CHEM-AQUA	WATER TREATMENT FOR BOILERS	7/1/06 - 6/30/09	$20,420.40				$20,420.40				
DOA			FACILITY MGMT	D & D ROOFING	ROOFING REPAIR SERVICES	2/1/07 - 1/31/10	$150,000.00				$150,000.00				
DOA			FACILITY MGMT	GILMORE PLANT & BULB CO INC	TREES, SHRUBS & ORNAMENTAL GRASSES	10/5/07 - 10/4/10	$21,000.00				$21,000.00				
DOA			FACILITY MGMT	GODWIN ELEVATOR	ELEVATOR MAINT - OLD EDUCATION BUILDING	11/7/07 - 11/6/10	$41,400.00				$41,400.00				
DOA			FACILITY MGMT	GREEN RESOURCE LLC	LANDSCAPING CHEMICALS	12/13/07 - 12/12/09	$46,972.11				$46,972.11				
DOA			FACILITY MGMT	MEDFIRST MEDICAL CENTER	PULMONARY PHYSICALS	4/11/08 - 4/10/11	$75,000.00				$75,000.00				
DOA			FACILITY MGMT	ORANGE RECYCLERS	RECYCLING SERVICES-BLUE RIDGE RD	7/14/08 - 7/13/10	$26,880.24				$26,880.24				
DOA			FACILITY MGMT	ORANGE RECYCLERS	RECYCLING SERVICES-DOWNTOWN RALEIGH	7/14/08 - 7/13/10	$79,255.68				$79,255.68				
DOA			FACILITY MGMT	ORANGE RECYCLERS	RECYCLING SERVICES-CAPITAL BLVD/BARRETT DR.	7/14/08 - 7/13/10	$44,055.12				$44,055.12				
DOA			FACILITY MGMT	ORANGE RECYCLERS	RECYCLING SERVICES-DIX CAMPUS/CHAPANOKE RD	7/14/08 - 7/13/10	$42,680.16				$42,680.16				
DOA			FACILITY MGMT	ORANGE RECYCLERS	GOVERNOR MOREHEAD REGION	7/14/08 - 7/13/10	$10,611.20				$10,611.20				
DOA			FACILITY MGMT	PARKER BARK COMPANY INC	TRIPLE SHREDDED HARDWOOD MULCH	2/12/08 - 2/11/10	$21,000.00				$21,000.00				

Agency	Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	FY 09-10 Total Amount in Continuation Budget	FY 09-10 Source of Funds: Federal	FY 09-10 Source of Funds: State	FY 09-10 Source of Funds: Other	FY 10-11 Total Amount in Continuation Budget	FY 10-11 Source of Funds: Federal	FY 10-11 Source of Funds: State	FY 10-11 Source of Funds: Other	Automatic Increases Built into Contract Terms
DOA			FACILITY MGMT	PREMIER TRADING	CRYSTAL ROCK SALT	1/1/09 - 12/31/09	$6,860.00				$6,860.00				
DOA			FACILITY MGMT	PREMIER TRADING	CALCIUM CHLORIDE	1/1/09 - 12/31/09	$10,556.00				$10,556.00				
DOA			FACILITY MGMT	ROCHESTER MIDLAND	ADMINISTRATION BLDG ODOR ELIMINATOR	1/1/07 - 1/31/10	$11,164.80				$11,164.80				
DOA			FACILITY MGMT	SCHINDLER ELEVATOR CORP	ELEVATOR MAINT-MUSEUM OF NATURAL SCIENCES BUILDING	6/22/07 - 6/21/10	$125,100.00				$125,100.00				
DOA			FACILITY MGMT	SIEMENS BLDG. TECH	FIRE PROTECTION SYSTEM NEW SBI	11/1/08 - 10/31/11	$38,592.00				$38,592.00				
DOA			FACILITY MGMT	SIMPLEXGRINNELL LP	FIRE SUPPRESSION MAINTENANCE & FIRE PUMPS - STATE COMPLEX	10/2/08 - 9/30/09	$140,980.00				$140,980.00				
DOA			FACILITY MGMT	SIMPLEXGRINNELL LP	FIRE SYSTEM MAINT-NC ART MUSEUM	1/1/08 - 12/31/10	$114,900.00				$114,900.00				
DOA			FACILITY MGMT	TAC AMERICAS, INC	HVAC MAINTENANCE & REPAIR	7/2/08 - 7/1/11	$300,000.00				$300,000.00				
DOA			FACILITY MGMT	THYSSENKRUPP ELEVATOR	ELEVATOR MAINT-STATE GOV COMPLEX	11/1/07 - 10/31/09	$570,790.80				$570,790.80				
DOA			FACILITY MGMT	THYSSENKRUPP ELEVATOR	ELEVATOR MAINT - ARCHDALE BUILDING	11/7/07-11/6/10	$63,216.00				$63,216.00				
DOA			FED SURPLUS	ALSCO/SERVITEX	UNIFORM RENTAL	7/31/08 - 7/30/09	$1,248.00				$1,248.00				
DOA			INDIAN AFFAIRS	ANDERSON PLAZA LLC	ANDERSON PLAZA OFFICE SPACE LEASE AGREEMENT	7/1/08 - 6/30/09	$182,929.52				$182,929.52				
DOA			INDIAN AFFAIRS	COMPASS GROUP	FOOD SERVICE FOR COHARIE CENTER	1/5/09 - 1/4/12	$46,648.60				$46,648.60				
DOA			INDIAN AFFAIRS	HARRIS INS. AGENCY	PEMBROKE OFFICE SPACE LEASE AGREEMENT	9/1/06 - 8/31/09	$15,020.00				$15,020.00				
DOA			INDIAN AFFAIRS	HCCIA	HARNETT COUNTY OFFICE SPACE LEASE AGREEMENT	10/1/08 - 9/30/11	$14,400.00				$14,400.00				
DOA			INDIAN AFFAIRS	MCCULLERS MAINTENANCE	JANITORIAL SERVICE	7/1/08 - 7/1/09	$9,412.98				$9,412.98				
DOA			INDIAN AFFAIRS	ROCKINGHAM DISTRICT NATIVE AMERICAN	HEALTH & HERITAGE PROGRAM	8/1/08 - 6/30/09	$53,600.00				$53,600.00				
DOA			INDIAN AFFAIRS	USPS (OUTSUBLEASE)	OXFORD OFFICE SPACE LEASE AGREEMENT	1/1/08 - 12/31/10	$6,660.00				$6,660.00				
DOA			INDIAN AFFAIRS	USPS (OUTSUBLEASE)	RAEFORD OFFICE SPACE LEASE AGREEMENT	3/1/08 - 2/28-12	$10,800.00				$10,800.00				
DOA			INDIAN AFFAIRS	WACCAMAW SIOUAN TRIBE	WACCAMAW OFFICE SPACE LEASE AGREEMENT	7/1/06 - 6/30/09	$15,912.00				$15,912.00				
DOA			MSC	PSI GROUP DURHAM	PRESORT & BAR CODING	7/10/07 - 7/9/10	$15,000.00				$15,000.00				
DOA			MSC	THE ALTERNATIVE M&S SOLUTIONS	INK CARTRIDGES FOR POWERPOST MAILING MACHINES	9/14/08 - 9/13/09	$14,060.00				$14,060.00				
DOA			MSC	THE ALTERNATIVE M&S SOLUTIONS	INK RESERVOIRS FOR WHISPER JET MAILING MACHINES	11/7/08 - 11/6/09	$7,120.00				$7,120.00				
DOA			MSC	THE ALTERNATIVE M&S SOLUTIONS	METER TAPES & ELTRON LABEL	12/12/08 - 12/11/09	$8,700.00				$8,700.00				
DOA			MSC	UNIFIRST CORP	UNIFORM RENTAL	9/1/08 - 7/31/09	$22,022.00				$22,022.00				
DOA			MTR FLEET MANAGEMENT	ALSCO	UNIFORM RENTAL	8/1/08 - 7/31/09	$18,967.00				$18,967.00				
DOA			OSP	AON CONSULTING	FLEX SPENDING ACCTS	1/1/07 - 12/31/09	$3,053,988.00				$3,053,988.00				
DOA			OSP	BWSI	TEMPWIZARD SERVICES	7/1/08 - 6/30/09	$14,400.00				$14,400.00				
DOA			OSP	DEER OAKS MENTAL HEALTH	EMPLOYEE ASSISTANCE PROGRAM	2/1/091/31/10	$28,506.00				$28,506.00				
DOA			OSP	FIRSTLAB	ALCOHOL & DRUG TESTING	10/24/08 - 10/23/09	$1.00				$1.00				

							FY 09-10				FY 10-11				
								Source of Funds				Source of Funds			
Agency	Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	Total Amount in Continuation Budget	Federal	State	Other	Total Amount in Continuation Budget	Federal	State	Other	Automatic Increases Built Into Contract Terms
DOA			OSP	INROADS INC	SPECIAL EMPHASIS PROJECT	1/1/09 - 9/30/09	$34,500.00				$34,500.00				
DOA			OSP	KEY RISK MANAGEMENT SERVICE	WORKERS COMPENSATION	7/1/08 - 6/30/09	$1.00				$1.00				
DOA			OSP	NC DEPARTMENT OF JUSTICE	LEGAL REPRESENTATION	7/1/08 - 6/30/09	$87,000.00				$87,000.00				
DOA			OSP	SYSTEL BUSINESS EQUIPMENT CO	COPIER LEASE AGREEMENT	3/18/09 - 3/17/12	$8,532.00				$8,532.00				
DOA			OSP	TALX EMPLOYER SERVICES	UNEMPLOYMENT INS COST MANAGEMENT PROJECT	7/1/08 - 6/30/09	$141,172.80				$141,172.80				
DOA			OSP	WE SAVE INC	WE SAVE DISCOUNT PROGRAM	10/1/08 - 9/30/10	$2.00				$2.00				
DOA			PARKING SYSTEM DIV	CAPITAL AREA TRANSIT	CAT SERVICES	7/1/08 - 6/30/09	$71,246.40				$71,246.40				
DOA			PARKING SYSTEM DIV	MCLAURIN PARKING COMPANY, INC	VISITOR PARKING LOT SERVICES	1/13/09 - 6/30/09	$20,251.00				$20,251.00				
DOA			PARKING SYSTEM DIV	TRIANGLE TRANSIT	GO-PASS PROGRAM	7/1/08 - 6/30/09	$60,000.00				$60,000.00				
DOA			PDC	DDI INC	DDI MAINTENANCE AND HOSTING FEES 08-09	3/6/09 - 3/5/10	$24,000.00				$24,000.00				
DOA			PDC	DDI INC	EWL AGREEMENT/DDI SLOTS 08-09	7/1/07 - 6/30/10	$99,970.00				$99,970.00				
DOA			ST BOARD OF ELECTIONS	MARLOWE FARMS & LAND	LEASE AGREEMENT	9/1/07 - 10/31/10	$72,681.84				$72,681.84				
DOA			ST BOARD OF ELECTIONS	NEOPOST LEASING	POSTAGE METER LEASING	1/13/09 - 2/12/13	$23,952.00				$23,952.00				
DOA			ST BOARD OF ELECTIONS	SOE SOFTWARE CORPORATION	WEB BASED ELECTIONS TOOLS	8/6/07 - 8/5/11	$3,661,107.00				$3,661,107.00				
DOA			ST BOARD OF ELECTIONS	SOE SOFTWARE CORPORATION	CLARITY HOSTING & SUPPORT	8/6/07 - 8/5/11	$821,772.00				$821,772.00				
DOA			ST CAPITOL POLICE	CENTURY UNIFORM COMPANY	POLICE UNIFORMS	12/18/08 - 12/17/11	$60,349.50				$60,349.50				
DOA			ST ENG OFFICE	APPALACHIAN STATE UNIVERSITY	09-SPP-RD1 ASU DEVELOPMENT & IMPLEMENTATION - IMPROVED ENERGY CODE OF NC	4/22/09 - 12/31/11	$254,546.00				$254,546.00				
DOA			ST ENG OFFICE	ASHEVILLE-BUNCOMBE TECH	LEASE AGREEMENT	4/1/09 - 3/31/10	$2,977.12				$2,977.12				
DOA			ST ENG OFFICE	CENTRALINA COUNCIL OF GOVT	09-TRN-CM3 CENTRALINA CLEAN FUELS COALITION	4/3/09 - 1/31/11	$100,000.00				$100,000.00				
DOA			ST ENG OFFICE	JOHNSON CONTROLS INC	UTILITY ACCOUNTING SERVICES	5/2/06 - 5/1/15	$0.00				$0.00				
DOA			ST ENG OFFICE	LAND OF SKY REGIONAL COUNCIL	09-TRN-CM1 LAND OF SKY CLEAN VEHICLE COALITION	4/3/09 - 1/31/11	$100,000.00				$100,000.00				
DOA			ST ENG OFFICE	LAND OF SKY REGIONAL COUNCIL	09-BLD-RC1 ENERGY EFFICIENCY	4/3/09 - 1/31/11	$75,000.00				$75,000.00				
DOA			ST ENG OFFICE	NC STATE UNIVERSITY	09-EDU-BL1 CONSUMER ENERGY EDUCATION, E-CONSERVATION PROGRAM	4/3/09 - 1/31/11	$245,197.00				$245,197.00				
DOA			ST ENG OFFICE	NCDENR	07-IND-LS2 CREATION OF CENTRAL/EASTERN WASTE REDUCTION PARTNERS PROGRAM	2/14/07 - 6/30/09	$322,000.00				$322,000.00				
DOA			ST ENG OFFICE	PAUL TILLERY COMMERCIAL RENTAL	LEASE AGREEMENT	4/1/05 - 3/31/10	$351,776.77				$351,776.77				
DOA			ST ENG OFFICE	TRIANGLE J COUNCIL	09-TRN-CM2 TRIANGLE CLEAN CITIES COALITION	4/3/09 - 1/31/11	$100,000.00				$100,000.00				
DOA			ST PROPERTY OFFICE	NC DENR	PROPERTY DISPOSAL SYSTEM	7/28/08 - 7/28/10	$101,611.00				$101,611.00				
DOA			ST SURPLUS	ALSCO	UNIFORM RENTAL	7/31/08 - 7/30/09	$6,032.00				$6,032.00				
DOA			VETERAN AFFAIRS DIV	ACE ELEVATOR COMPANY INC	ELEVATOR SERVICE-SALISBURY	7/1/08 - 6/30/09	$6,300.00				$6,300.00				

Agency	Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	FY 09-10 Total Amount In Continuation Budget	FY 09-10 Source of Funds: Federal	FY 09-10 Source of Funds: State	FY 09-10 Source of Funds: Other	FY 10-11 Total Amount In Continuation Budget	FY 10-11 Source of Funds: Federal	FY 10-11 Source of Funds: State	FY 10-11 Source of Funds: Other	Automatic Increases Built into Contract Terms
DOA			VETERAN AFFAIRS DIV	UNITED VETERANS SERVICE OF NC	NURSING HOME MANAGEMENT OPERATIONS	3/4/04 - 11/30/09	$84,931,010.62				$84,931,010.62				
DOA	14100	1466	State Energy Office	Land of Sky Regional Council	Preliminary 3rd Party Energy Surveys	April 3, 2008 thru June 30, 2009	$3,290,000		$3,290,000		$3,290,000		$3,290,000		
DOA	14100	1466	State Energy Office	Center for Energy Efficiency and Environmental Research, Mechanical and Aerospace Engineering at NCSU	Preliminary 3rd Party Energy Surveys	April 25, 2008 thru June 30, 2009									
DOA	14100	1466	State Energy Office	Appalachian State University	Energy Efficiency Training	May 13, 2008 thru June 30, 2009									
DOA	14100	1466	State Energy Office	NC A & T State University	M & V and Detailed Energy Surveys	Sept 5, 2008 thru June 30, 2009									
DOA	14100	1466	State Energy Office	Center for Energy Efficiency and Environmental Research, Mechanical and Aerospace Engineering at NCSU	M & V and Detailed Energy Surveys	Sept 5, 2008 thru June 30, 2009									
DOA	14100	State Appro	State Energy Office	Appalachian State University	University Energy Center Funding-ASU	Dec 14, 2007 thru June 30, 2009									
DOA	14100	State Appro	State Energy Office	NC A & T State University	University Energy Center Funding-NCA&T	Dec 14, 2007 thru June 30, 2009									
DOA	14100	State Appro	State Energy Office	NC State University	University Energy Center Funding-NCSU	Dec 14, 2007 thru June 30, 2009									
							$102,556,594				$102,556,594				
					All contracts listed on this spreadsheet for the State Energy Office are funded through June 30, 2009. Contracts would need to be amended in order to be carried forward into FY09-10. The amount shown of										
							$157,205,101				$170,784,964				

House Appropriations Subcommittee on General Government
Summary of Fees

Budget Code	Department	Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
14100	Administration	Registration Fees	GS 143-128.4	HUB	07/01/2007	$250-$5000	$5,500.00	Registration fees range from $250-$5000 depending on the level of sponsorship.
14100	Administration	Vendor Fees	GS 143-128.4	HUB	07/01/2007	$100-$250	$550.00	Vendor fees range from $100-$250 depending
14100	Administration	Registration Fees	GS 126	OSP	07/01/2007	$450	$62,956.83	
14100	Administration	Tuition Fees	GS 126	OSP	07/01/2007	$75	$75.00	
14100	Administration	Divorce Filling Fees	GS 7A-305 A2	Displaced Homemakers Program	07/01/2007	$55	$1,524,383.06	
14100	Administration	Registration Fees		Human Relations Comm	07/20/2008	$90	$6,733.00	
14100	Administration	Marriage License Fees	GS 161-112	Council for Women	07/20/2008	$20	$993,460.00	
14100	Administration	Divorce Filling Fees	GS 7A-305 A2	Council for Women	07/20/2008	$20	$554,273.86	
14100	Administration	Fines, Penalties, and Assessments	GS 276	State Ethics Commission	07/01/2007	$250	$4,255.50	
14100	Administration	Registration Fees	GS 143-342.1	OSP	07/01/2007	$150	$386.00	Computer Lab
14100	Administration	Tuition Fees	GS 143-342.1	OSP	07/01/2007	$19-55	$145,584.00	Tuition fees range from $19-$55 depending on length of class (whether it is a 1/2 day, 1 day, or 2 day computer class).
14100	Administration	Registration Fees	GS 143-342.1	OSP	07/01/2007	$295	$30,529.38	Supervisory Training Program
14100	Administration	Registration Fees - User Fees	GS 143-342.1	OSP	07/01/2007	$53	$53.00	Personnel Development Center
14100	Administration	Registration Fees	GS 143-342.1	OSP	07/01/2007	$148	$28,741.33	Human Resource Conference
14100	Administration	Tuition Fees	GS 143-342.1	OSP	07/01/2007	$600	$1,200.00	Professional Deployment Training
14100	Administration	Registration Fees	GS 143-345.18	State Energy Office	07/01/2008	$99	$4,003.00	Overage of fees from State Energy Office Conference FY08- McKimmon Center handled all registrations and expenses for the conference. Excess fees collected were paid to the State Energy Office.
14100	Administration	Registration Fees	GS 143B-387.1	Youth Advocacy & Involvement Office	FY09	$125 to $240	$39,485.00	The Youth Legislative Assembly- The amount of the registration fee is dependent on early registration, Student Double Room- early registration, and Adult/student Double Room or Quad Room.
14100	Administration	Registration Fees	GS 143B-387.1	Youth Advocacy & Involvement Office			$34,330.00	SADD Conference- The amount of the of the registration fee is dependent on early registration, Quad Room w/o scholarship, Single Room w/ scholarship and Double Room w/o scholarship.
14100	Administration	Veteran Burial Fee	GS 65-41 through 45	Veterans Burial	07/01/2005	$300	$166,800.00	
14100	Administration	Dependent Burial Fee	GS 65-41 through 45	Veterans Burial	07/01/2005	$200	$57,900.00	

House Appropriations Subcommittee on General Government
Summary of Fees

Budget Code	Department	Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
14100	Administration	Registration Fees	GS 126	HRD-Interaction Management	07/01/2007	$195	$69,624.00	
14100	Administration	Superior Court-Criminal Division		Motor Fleet Management		$34	$34.00	

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

Wednesday, May 26, 2009

Minutes

The House Appropriations Subcommittee on General Government met Tuesday, May 26, 2009 at 2:00 P.M.

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; Tucker, Vice-Chair; Brown, Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

This meeting was a follow-up from the 8:30 AM meeting today, and members of the committee had an opportunity to ask questions of the following divisions within the Department of Administration (Attachments II and III):

- Mr. Charlie Smith, Assistant Secretary for Veteran Affairs
  - Explanation of field offices throughout the state
  - Explanation of how scholarships are awarded and who is entitled to these awards.
- Mr. Dewey Stephens, Fiscal Officer
- Ms. Mel Chilton, Council on Women / Domestic Violence

The meeting adjourned at 2:45 P.M.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 26, 2009

8:30 a.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

Department of Administration

- Options for Additional Reductions
- Adjustments to Expenditure Accounts
- Response to Follow up Question
- Vacant Positions (six months or more)
- Adjustments to Special Funds
- Adjustments to Fees
- Adjustments to Contracts
- Reductions in the Senate Budget

Kevin McLaughlin
Chief Operating Officer & General Counsel

Dewey Stephens
Fiscal Officer

2:00

VISITOR REGISTRATION SHEET

App Gen Gov. — Name of Committee

5/26/05 — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
June Michaux	DOA
Spence Heggan	DOA
Kevin McLaughlin	DOA
Dewey Stephens	DOA
Mel Chilton	~~DOA~~
Christy Arner	DOA
Charlie Smith	NCDVA, DOA
Margaret Matrone	NCHFA

2:00

VISITOR REGISTRATION SHEET

App GenGov
Name of Committee

5/26/09
Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Donna Webber	North Carolina Coalition Against Sexual Assault
Sarah Becker	NCCASA
Sheryl Kelly	OSBM
Jack Hubbard	OSBM
Elizabeth Taylor	Kochanek Law Group
Stephen Wohlers	DOJ
Vicky Young	DOT
Melanie Soler	DCR

II

Administration — Summary of Difference with Senate Amount

		FY09-10	FY10-11
Senate Cuts and Transfers:			
	Expansion Item	$ 250,000.00	
	Transfer State Capitol Police to DCCPS	$ (3,675,861.00)	$ (3,675,861.00)
	Recurring Cuts:		
	OSP	$ (474,271.00)	$ (474,271.00)
	State Ethics Commission	$ (66,994.00)	$ (66,994.00)
*	DOA	$ (4,724,607.00)	$ (4,724,607.00)
*	Non-Recurring Cuts: DOA	$ (315,011.00)	$ (315,011.00)
	Total Adjustments	**$ (9,006,744.00)**	**$ (9,256,744.00)**
*	DOA's Cuts in Senate Budget	$ (5,039,618.00)	$ (5,039,618.00)
DOA's List of Cuts:		$ (6,246,409.00)	$ (6,486,701.00)
	New Cuts	$ (1,206,791.00)	$ (1,447,083.00)
Itemized list of new cuts:			
1421	Item #11 Eliminate Vacant Positions FMD (new part)	$ (24,266.00)	$ (184,894.00)
1421	Item #12 Reduce Janitorial Services	$ (780,443.00)	$ (780,443.00)
1511	Item #14 Eliminate Vacant Positions P&C	$ (362,250.00)	$ (362,250.00)
1511	Item #15 End Lease for E-Procurement Offices	$ (39,832.00)	$ (119,496.00)
	Total New Cuts	**$ (1,206,791.00)**	**$ (1,447,083.00)**

Suggested change to Item #13 on DOA's Cut List is to combine Items #12 and #13 to show $(780,433) for item #12, and not show anything for item #13.

Senate Subcommittee on General Government

Administration

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$78,170,163**		**$78,362,881**	
Legislative Changes				
1111 Office of the Secretary				
1 Justice for Sterilization Victims Foundation				
Funding is provided for planning efforts associated with the establishment of the Justice for Sterilization Victims Foundation. This foundation will provide justice and compensate victims who were forcibly sterilized by the State of North Carolina between 1929 and 1974.	$250,000	NR		
2 Eliminate Continuation Budget Increase	($1,578,280)	R	($1,578,280)	R
Eliminate funding increase in continuation budget:				
531311 Temp Wages ($100,864)				
531321 Cont Empl Per IRS ($ 21,149)				
531411 OT Pay ($196,843)				
531421 Holiday Pay (4,619)				
531431 Shift Prem Pay ($ 43,642)				
531441 Callbk/Stby Prem Pay ($ 27,896)				
531631 Wrker Comp-Med Payments ($ 44,090)				
531632 Wrker Comp-Temp Dis Paym ($ 20,858)				
532150 Academic Services ($ 24,543)				
532170 Admin Services ($104,089)				
532199 Misc Contractual Svs ($284,817)				
532210 Eng Ser-Electrical ($288,117)				
532220 Eng Ser-Nat gas/Propn ($416,753)				
1123 Historically Underutilized Businesses				
3 Reduction to Historically Underutilized Businesses	($43,473)	R	($43,473)	R
Reduce appropriation to Historically Underutilized Businesses.				
1230 Non-Public Education				
4 Reduction to Non-Public Education	($17,833)	R	($17,833)	R
Reduce appropriation to Non-Public Education.				
1264 Telecommunications Office				
5 Reduction to Telecommunications Office	($32,781)	R	($32,781)	R
Reduce appropriation to Telecommunications Office.				

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
1311 Office of State Personnel				
6 Eliminate Scanning Function of Applications Eliminate funding to support the scanning of all North Carolina state government job applications. This recommendation includes the elimination of one filled position.	($36,535) -1.00	R	($36,535) -1.00	R
1623 State Capitol Police				
7 Transfer of State Capitol Police to Crime Control Type I transfer of the State Capitol Police Division from the Department of Administration to the Department of Crime Control and Public Safety. Of the total positions transferred, 6.25 will be used to support the division's fiscal, policy, and administrative functions.	($3,675,861) -89.25	R	($3,675,861) -89.25	R
1732 Displaced Homemakers Program				
8 Reduction to Displaced Homemakers Program Fund Reduce appropriation to Displaced Homemakers Program Fund.	($20,096)	R	($20,096)	R
1734 Rape Crisis Program				
9 Reduction to Sexual Assault/Rape Crisis Funds Reduce appropriation to Sexual Assault/Rape Crisis Funds.	($195,175)	R	($195,175)	R
1741 Human Relations Commission				
10 Reduction to Human Relations Commission Reduce appropriation to Human Relations Commission.	($39,352)	R	($39,352)	R
1742 MLK Commission				
11 Reduction to MLK Commission Reduce appropriation to MLK Commission.	($3,379)	R	($3,379)	R
1761 Youth Involvement Office				
12 Reduction to Youth Involvement Office Reduce appropriation to Youth Involvement Office.	($50,752)	R	($50,752)	R
13 Reduction to Youth Involvement Grant Program Reduce appropriation to Youth Involvement Grant Program.	($416)	R	($416)	R
1771 Veterans Affairs				
14 Reduce Aid to Counties Reduce Aid to Counties funding.	($12,032)	R	($12,032)	R

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
1771 Veterans Affairs				
15 Shift Three Positions to Receipt Support Shift three appropriated Veterans Affairs positions to receipt support. The positions will now be supported through burial fee receipts that are collected by veterans cemeteries operated by the Department of Administration.	($114,175) -3.00	R	($114,175) -3.00	R
16 Reduction to Veterans Affairs Reduce appropriation to Veterans Affairs.	($364,551)	R	($364,551)	R
1782 Domestic Violence Center				
17 Reduction to Domestic Violence Center Fund Reduce appropriation to Domestic Violence Center Fund.	($340,405)	R	($340,405)	R
1861 Commission on Indian Affairs				
18 Reduction to Commission on Indian Affairs Reduce appropriation to Commission on Indian Affairs.	($25,549)	R	($25,549)	R
7251 State Parking System				
19 Restore Funding for the State Parking System Restore funding for the State Parking System, which is a receipt-supported program (budget code 74103) that is currently under a legislatively required Continuation Review. Funding will be restored at the current level ($1,667,708), which includes support for 12.75 positions.				
Department-Wide				
20 Eliminate Vacant Positions Eliminate 20 vacant positions across the agency.	($976,196) -20.00	R	($976,196) -20.00	R
21 Management Flexibility Reserve Create Management Flexibility Reserve.	($563,504)	R	($563,504)	R
22 Reduce Temporary Wages Reduce temporary wages funding across the agency.	($11,842)	R	($11,842)	R
23 Reduce Various Operating Accounts Reduce various operating accounts across the agency.	($839,546) ($315,011)	R NR	($839,546) ($315,011)	R NR

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
Total Legislative Changes	**($8,941,733)**	**R**	**($8,941,733)**	**R**
	($65,011)	**NR**	**($315,011)**	**NR**
Total Position Changes	-113.25		-113.25	
Revised Budget	**$69,163,419**		**$69,106,137**	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
14100	Administration							
531321	Contracted Personal Services	1111	Office of the Secretary	$0	$0	$21,149	$21,149	For dept. wide use of lapsed salaries "Truth in Budgeting Reform" in Governor's Budget
		1121	Fiscal Management	$0	$0	$0	$0	
		1122	Human Resource Management	$0	$0	$0	$0	
		1123	Office of Historically Underutilized Businesses	$0	$0	$0	$0	
		1230	Non-Public Education	$0	$0	$0	$0	
		1241	Management Information Systems	$0	$0	$0	$0	
		1264	Agency for Public Telecommunications	$0	$0	$0	$0	
		1311	Office of State Personnel	$0	$0	$0	$0	
		1411	State Construction Office	$0	$0	$0	$0	
		1412	State Property Office	$0	$0	$0	$0	
		1416	State Building Office	$0	$0	$0	$0	
		1421	Facilities Management Division	$0	$0	$0	$0	
		1466	State Energy Office	$0	$0	$0	$0	
		1511	Division of Purchase and Contract	$0	$0	$0	$0	
		1623	State Capitol Police	$0	$0	$0	$0	
		1731	NC Council for Women/Domestic Violence Commission	$0	$0	$0	$0	
		1732	Displaced Homemakers	$0	$0	$0	$0	
		1734	Rape Crisis Program	$0	$0	$0	$0	
		1741	Human Relations Commission	$0	$0	$0	$0	
		1742	Martin Luther King Commission	$0	$0	$0	$0	
		1761	Youth Advocacy & Involvement	$0	$0	$0	$0	
		1771	Veteran Affairs	$0	$0	$0	$0	
		1772	State Veteran's Home Program	$0	$0	$0	$0	
		1781	Domestic Violence Program	$0	$0	$0	$0	
		1782	Domestic Violence Center	$0	$0	$0	$0	
		1810	State Ethics Commission	$0	$0	$0	$0	
		1861	Commission on Indian Affairs	$0	$0	$0	$0	

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

						Continuation Budget		
Acct Code	**Expenditure Account**	**Fund**	**Division**	**FY 08-09 Certified**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
			TOTAL:	**$0**	**$0**	**$21,149**	**$21,149**	
532199	Misc Contractual Services	1111	Office of the Secretary	$2,671	$0	$287,488	$287,488	Includes $284,817 for dept. wide use of lapsed salaries "Truth in Budgeting Reform" in Governor's Budget
		1121	Fiscal Management	$17,228	$0	$0	$0	
		1122	Human Resource Management	$4,300	$0	$0	$0	
		1123	Office of Historically Underutilized Businesses	$24,815	$0	$13,401	$13,401	
		1230	Non-Public Education	$4,100	$0	$2,000	$2,000	The school database program used by the division was designed and is currently maintained by a private contractor. DOA-MIS has no one on its staff who is sufficiently knowledgeable or technically qualified to repair and maintain this program. Because of the large volume of school data and its strategic importance to the enforcement of compulsory school attendance statewide, it is crucial that technical support be available on a special contract basis, in case it needs repair which happens from time to time.
		1241	Management Information Systems	$2,250	$0	$2,250	$2,250	These funds are used to contract short term maintenance serves, such as repairing a printer that breaks, and for consultation with technical resources to supplement staff expertise.
		1264	Agency for Public Telecommunications	$267,909	$194,420	$277,987	$277,987	APT contracts with producers, writers, talent and specialized technical staff who serve as contractors on work APT is hired to complete on behalf of the government. APT then charges back to its clients for costs associated with each project.
		1311	Office of State Personnel	$11,212	$189,888	$11,212	$11,212	
		1411	State Construction Office	$8,225	$100,130	$225	$225	
		1412	State Property Office	$319	$0	$0	$0	
		1416	State Building Office	$0	$0	$0	$0	
		1421	Facilities Management Division	$4,200	$228,574	$129,053	$129,053	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1466	State Energy Office	$2,690,000	$2,778,949	$1,834,424	$1,864,301	This line item provides funding to the administrative costs associated with the Utility Savings Initiative and funding for the three University Energy Centers. The administrative costs for the USI program include contracted services for technical assistance including HVAC Controls Tune-up, Stream trap Survey program, energy audit services, workshops and training. The three University Energy Centers provide a wide range of services to assure that the SEO meets their missions and goals including renewable energy programs, residential energy efficiency, alternative fuels transportation programs, commercial and institutional energy efficiency programs, and wide range of workshops, audit and training services.
		1511	Division of Purchase and Contract	$579	$0	$150	$150	
		1623	State Capitol Police	$6,000	$0	$223	$223	
		1731	NC Council for Women/Domestic Violence Commission	$12,755	$0	$0	$0	
		1732	Displaced Homemakers	$1,000	$0	$1,000	$1,000	
		1734	Rape Crisis Program	$200	$0	$200	$200	
		1741	Human Relations Commission	$400	$0	$558	$558	Occasional specialized or expert services necessary to adequately perform NCHRC functions. Hiring an expert in discriminatory mortgage lending on a case-by-case basis would be an example.
		1742	Martin Luther King Commission	$0	$4,900	$0	$0	
		1761	Youth Advocacy & Involvement	$750	$0	$1,251	$1,251	
		1771	Veteran Affairs	$360	$520	$375	$375	
		1772	State Veteran's Home Program	$0	$4,200	$0	$0	
		1781	Domestic Violence Program	$7,000	$0	$7,000	$7,000	
		1782	Domestic Violence Center	$0	$0	$0	$0	
		1810	State Ethics Commission	$0	$419	$0	$0	
		1861	Commission on Indian Affairs	$0	$0	$3,445	$3,445	Contracted services would be used to comply with statutory duties as outlined in the enabling legislation NC G.S. 143B.
			TOTAL:	**$3,066,273**	**$3,502,000**	**$2,572,242**	**$2,602,119**	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
532521-532525	Rental/Lease Equipment	1111	Office of the Secretary	$0	$0	$0	$0	
		1121	Fiscal Management	$0	$0	$0	$0	
		1122	Human Resource Management	$0	$0	$0	$0	
		1123	Office of Historically Underutilized Businesses	$0	$0	$0	$0	
		1230	Non-Public Education	$0	$0	$0	$0	
		1241	Management Information Systems	$0	$0	$0	$0	
		1264	Agency for Public Telecommunications	$291	$817	$3,122	$3,122	When APT does not own equipment required for a productions shoot (such as a jib or dolly), we rent it from vendors who can supply the specialized production equipment. Again, this is on the behalf of work for hire projects and costs are charged back to clients.
		1311	Office of State Personnel	$1,001	$235	$1,001	$1,001	
		1411	State Construction Office	$0	$0	$0	$0	
		1412	State Property Office	$0	$0	$0	$0	
		1416	State Building Office	$0	$0	$0	$0	
		1421	Facilities Management Division	$397	$270	$397	$397	
		1466	State Energy Office	$0	$0	$0	$0	
		1511	Division of Purchase and Contract	$0	$0	$0	$0	
		1623	State Capitol Police	$1,644	$2,472	$1,644	$1,644	This line item supports the agency's annual Information Technology and computer lease cost. This funding is necessary to continue the computerized operation of the agency.
		1731	NC Council for Women/Domestic Violence Commission	$0	$0	$0	$0	
		1732	Displaced Homemakers	$5,387	$0	$5,387	$5,387	
		1734	Rape Crisis Program	$0	$0	$0	$0	
		1741	Human Relations Commission	$0	$4,469	$0	$0	
		1742	Martin Luther King Commission	$0	$0	$0	$0	
		1761	Youth Advocacy & Involvement	$0	$0	$0	$0	
		1771	Veteran Affairs	$0	$0	$0	$0	
		1772	State Veteran's Home Program	$0	$0	$0	$0	
		1781	Domestic Violence Program	$0	$0	$0	$0	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1782	Domestic Violence Center	$0	$0	$0	$0	
		1810	State Ethics Commission	$0	$0	$0	$0	
		1861	Commission on Indian Affairs	$0	$0	$0	$0	
			TOTAL:	**$8,720**	**$8,263**	**$11,551**	**$11,551**	
5327xx	Travel/Related Expenses	1111	Office of the Secretary	$13,545	$1,801	$5,828	$5,828	
		1121	Fiscal Management	$400	$1,075	$1,421	$1,421	Travel to monitor/audit fiscal activities of out of town operations and for staff training workshops.
		1122	Human Resource Management	$2,991	$361	$502	$502	DOA HRM is complying with the requirement to have all employees/supervisors complete mandatory training.
		1123	Office of Historically Underutilized Businesses	$23,779	$8,410	$13,280	$13,280	Travel will be needed to develop and implement the SWUC Program.
		1230	Non-Public Education	$10,194	$11,069	$11,991	$11,991	Travel is confined entirely to in-state, non-public school visitation. G.S. 115C-548 thru 562 requires that non-public schools meet certain requirements- including keeping and maintaining certain records which must be made available to a division representative "at the principal office of such school, at all reasonable times for annual inspection."
		1241	Management Information Systems	$310	$63	$1,065	$1,065	This covers the mileage reimbursement for staff for short trips they take to local remote locations, such as Mail Service Center, Motor Fleet, State and Fed. Surplus, etc; they assist them with application issues that can't be handled over the phone. These trips are necessary in order to maintain the operational effectiveness of these divisions.
		1264	Agency for Public Telecommunications	$19,211	$5,254	$13,700	$13,700	These costs cover travel associated with client projects (which are charged back to government agency clients) and other travel costs incurred by agency staff and board (for occasional travel to training, conferences, board meetings, and such).
		1311	Office of State Personnel	$75,340	$32,853	$75,273	$75,273	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1411	State Construction Office	$92,649	$73,948	$94,453	$94,453	This is required for our office to perform one its core duties. This travel is for inspections for life safety, fire protection, and building code for new and renovated buildings across the state on an y state owned property.
		1412	State Property Office	$12,195	$6,909	$6,433	$6,433	The ability of the property agents to travel is mission critical. It has been a policy here for years for agents to see the properties they are acquiring. Many potential pitfalls in property acquisition are not evident viewing only a survey, appraisal or floor plan.
		1416	State Building Office	$4,551	$3,166	$4,420	$4,261	The SBC holds meetings in the SCO office once a month to approve selections for architects, engineers and construction managers at risk. This is the first step toward constructing a project for the State.
		1421	Facilities Management Division	$30,648	$10,990	$14,047	$14,047	
		1466	State Energy Office	$15,700	$13,678	$15,907	$15,848	Provides funding for the travel expenses of SEO employees funded with State Appropriations. This travel includes in state travel to provide technical assistance to USI liaisons, site monitoring, training sessions and audits to state agencies, community colleges, universities, local government and K-12 schools.
		1511	Division of Purchase and Contract	$77,832	$65,039	$87,435	$86,536	P& C has two inspectors that protect the interest of the State by inspecting purchased goods and services (G.S. 143-60). We also have three compliance officers that make sure agencies are in compliance with purchasing statutes and rules. There are two liaisons that provide training for state agencies, community colleges, universities, public schools and certain local governments regarding the eProcurement system.
		1623	State Capitol Police	$56,547	$99,672	$58,007	$58,007	This line item supports the agency's police vehicle fleet annual lease cost. The agency operates a minimal fleet of 15 vehicles used to patrol state-owned property in the Raleigh/Wake County area.
		1731	NC Council for Women/Domestic Violence Commission	$26,538	$31,620	$38,290	$38,131	The CFW/DVC is responsible for the oversight of the Domestic Violence, Sexual Assault, Displaced Homemaker Grants and Abuser Treatment Programs. The 6 Region Directors must travel to conduct the required monitoring.
		1732	Displaced Homemakers	$2,502	$704	$944	$944	

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

				Continuation Budget				
Acct Code	**Expenditure Account**	**Fund**	**Division**	**FY 08-09 Certified**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
		1734	Rape Crisis Program	$2,688	$0	$484	$484	
		1741	Human Relations Commission	$28,710	$45,634	$28,787	$28,787	Travel essential to investigate complaints, enforce findings of violation, attend training, or provide training under the NC Fair Housing Act, N.C. G.S. 41A. All out-of-state travel is for training and should be reimbursed by HUD travel and training funds. Some in-state expenses are also reimbursed by those HUD funds. Our other in-state travel is for on-site investigations, conciliation conferences, litigation, and providing Fair Housing training to citizens. HUD requires us to engage in each of these activities.
		1742	Martin Luther King Commission	$6,168	$1,180	$4,312	$4,260	Travel to meetings and events by Commissioners, Executive Director, and staff. Authorized by G.S. 143B-426.34B9c.
		1761	Youth Advocacy & Involvement	$10,689	$8,900	$11,462	$11,181	
		1771	Veteran Affairs	$95,616	$95,808	$102,371	$102,234	Required by GS 165 to assist county service office programs and provide veteran assistance throughout NC.
		1772	State Veteran's Home Program	$14,406	$11,327	$11,683	$11,774	This program is 100% receipt supported.
		1781	Domestic Violence Program	$4,780	$2,690	$2,429	$2,406	
		1782	Domestic Violence Center	$0	$0	$0	$0	
		1810	State Ethics Commission	$17,740	$5,201	$12,425	$12,231	
		1861	Commission on Indian Affairs	$18,546	$8,214	$18,822	$18,430	Funds are required for commission members and staff to attend quarterly commission meetings as required by the NC G.S. 143B, and for staff to carry out the mission of the commission as required by NC G.S. 143B.
			TOTAL:	**$664,275**	**$545,566**	**$635,771**	**$633,507**	
532814	Cellular Phone Services	1111	Office of the Secretary	$300	$327	$442	$442	
		1121	Fiscal Management	$0	$0	$0	$0	
		1122	Human Resource Management	$0	$0	$0	$0	
		1123	Office of Historically Underutilized Businesses	$400	$113	$202	$202	The HUB Office has one cell phone allocated to the office primarily carried by the director or staff members for out of town travel.

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
				Continuation Budget				
		1230	Non-Public Education	$0	$0	$0	$0	
		1241	Management Information Systems	$0	$0	$0	$0	
		1264	Agency for Public Telecommunications	$250	$113	$264	$264	The agency has a single cell phone for use by any staff when they are on production shoots. We do not have phones for individual staff; we all share a single phone on the basic service plan.
		1311	Office of State Personnel	$1,600	$3,082	$2,767	$2,767	
		1411	State Construction Office	$8,000	$9,842	$12,790	$12,790	This is in order to stay in contact with our field personnel. For the most part, these staff work form their homes and do not have a phone at work. Contact with owners, architects, engineers, and contractors is via the cell phone. This is crucial to keep the projects on schedule.
		1412	State Property Office	$2,200	$1,024	$1,006	$1,006	Although many of our agents use their personnel cell phone for work related travel, we provide phones for those who would like or need this option.
		1416	State Building Office	$0	$0	$0	$0	
		1421	Facilities Management Division	$28,500	$31,459	$43,766	$43,766	
		1466	State Energy Office	$600	$2,705	$1,639	$1,639	Provides funding for cell phone service for the SEO employees funded with State Appropriations including SEO Director.
		1511	Division of Purchase and Contract	$4,700	$5,042	$7,830	$7,830	Cell phones are used by the State Purchasing Officer, E-procurement Outreach Manager and employees required to travel for their jobs. The employees are provided with a cell phone so they can be reached at all times.
		1623	State Capitol Police	$5,000	$6,241	$5,000	$5,000	This line item supports the critical communication capabilities among the agency's senior level managers and on-call personnel. The agency operates/issues 7 cell phones. Cell phones are used by the agency to maintain operational efficiency.
		1731	NC Council for Women/Domestic Violence Commission	$3,450	$2,577	$3,450	$3,450	Cell phones are essential to communicate and for safety purposes in the rural communities across NC.
		1732	Displaced Homemakers	$100	$0	$100	$100	
		1734	Rape Crisis Program	$500	$0	$500	$500	
		1741	Human Relations Commission	$2,500	$873	$2,162	$2,162	Cell phones for 4 Community Relations field reps.
		1742	Martin Luther King Commission	$0	$0	$0	$0	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1761	Youth Advocacy & Involvement	$50	$0	$0	$0	
		1771	Veteran Affairs	$50	$1,350	$1,686	$1,686	
		1772	State Veteran's Home Program	$900	$432	$676	$676	This program is 100% receipt supported.
		1781	Domestic Violence Program	$350	$766	$1,193	$1,193	
		1782	Domestic Violence Center	$0	$0	$0	$0	
		1810	State Ethics Commission	$150	$0	$0	$0	
		1861	Commission on Indian Affairs		$414	$161	$161	Funds used to reimburse business use of personal cell phones by staff members in carrying out the duties of the NC Commission of Indian Affairs.
			TOTAL:	**$59,600**	**$66,360**	**$85,634**	**$85,634**	
534500-534550	Furniture and Equipment Replacement Schedules	1111	Office of the Secretary	$3,329	$592	$6,227	$6,227	
		1121	Fiscal Management	$2,999	$5,257	$10,649	$10,649	To replace copy machine and filling/storage systems
		1122	Human Resource Management	$1,574	$885	$1,574	$1,574	
		1123	Office of Historically Underutilized Businesses	$1,200	$1,279	$2,700	$2,700	The HUB Office has recently had an erogonomic analyses conducted of staff member due to complaints. As a result, the director has requested office related furniture and equipment to address these issues. Also, furniture and/or equipment to such as a fax server, document scanner, back-up server and file cabinet(s) are needed for SWUC. An estimated cost for a fax server, which the HUB Office needs to receive HUB certification documentation from the local MWBE Offices is $3,500.
		1230	Non-Public Education	$200	$0	$500	$500	The new clerical staff position recently allotted to the division will require furniture and equipment- the need for this allocation.

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1241	Management Information Systems	$7,492	$220	$2,492	$2,492	This covers miscellaneous specialized equipment, such as UPS battery backup device, which are required so that we don't loose in process application changes due to interruptions in building power. Also, port sharing devices, so that a single monitor/console can be used with our development servers. The inability to purchase replacements for these devices would greatly reduce are effectiveness in responding to business critical application changes.
		1264	Agency for Public Telecommunications	$132,100	$196,091	$62,100	$62,100	APT directs some receipts towards the purchase of new equipment to meet client project demands. APT has always been conservative about its equipment selections, ensuring the best value items are purchased.
		1311	Office of State Personnel	$64,184	$9,012	$18,444	$18,444	
		1411	State Construction Office	$15,400	$11,356	$8,900	$8,900	Funding is for purchase of copiers and large plan holders where we store plans for construction.
		1412	State Property Office	$1,692	$3,108	$1,492	$1,492	The furniture and equipment mentioned in the budget are for replacement chairs and desks. Much of our current furniture is aged.
		1416	State Building Office	$0	$0	$0	$0	
		1421	Facilities Management Division	$271,500	$222,331	$49,233	$49,233	
		1466	State Energy Office	$2,000	$12,350	$2,000	$2,000	Provides funding for any office equipment or furniture required by SEO employees funded with State Appropriations.
		1511	Division of Purchase and Contract	$11,161	$37,459	$10,421	$10,421	
		1623	State Capitol Police	$29,341	$24,712	$24,225	$24,225	This line item supports the purchase of law enforcement/security equipment provided to police officers and security guards to carry out their duties. The furniture portion of the funding supports the purchase of filing cabinets or other office furniture/equipment that may not be available at the State Surplus Property office.
		1731	NC Council for Women/Domestic Violence Commission	$754	$1,077	$4,754	$4,754	Furniture and Equipment are necessary to maintain the region offices.
		1732	Displaced Homemakers	$1,251	$5,010	$1,751	$1,751	
		1734	Rape Crisis Program	$148	$0	$148	$148	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1741	Human Relations Commission	$1,741	$0	$741	$741	Office furniture, computer equipment and software, and other office equipment as needed. Expenses were higher this year and last because of office move. These expenses are shared between the HRC and the MLK commissions.
		1742	Martin Luther King Commission	$3,266	$0	$800	$800	Office furniture, computer equipment and software, and other office equipment as needed. Expenses were higher this year and last because of office move. These expenses are shared between the HRC and the MLK commissions.
		1761	Youth Advocacy & Involvement	$1,049	$180	$1,049	$1,049	
		1771	Veteran Affairs	$29,013	$15,625	$24,526	$24,526	Shredders to comply with confidentiality state and fed. Laws; computers, replacement of items that wear out.
		1772	State Veteran's Home Program	$33,300	$149,385	$60,800	$60,800	This program is 100% receipt supported.
		1781	Domestic Violence Program	$2,770	$792	$2,770	$2,770	
		1782	Domestic Violence Center	$0	$0	$0	$0	
		1810	State Ethics Commission	$4,000	$935	$1,000	$1,000	
		1861	Commission on Indian Affairs	$1,643	-$58	$2,043	$2,043	Maintenance, operation, repair and/or replacement of computers, printers, copiers, fax machines and furniture used in the operation of the Commission as required by statute.
			TOTAL:	**$623,107**	**$697,598**	**$301,339**	**$301,339**	
5364AA	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
5366AA	Directed Grants	1742	Martin Luther King Commission	$9,155	$0	$8,514	$8,514	Grants to local government to encourage and assist them with respect to ceremonies and activities relating to observance of the NC MLK, Jr. holiday, as authorized by NC G.S. 143B-426.34A.
5367AA	Loans	N/A	N/A	$0	$0	$0	$0	
5369AA	Other Aid and Grants	1311	Office of State Personnel	$51,882	$13,655	$41,937	$41,937	

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
				Continuation Budget				
		1771	Veteran Affairs	$188,000	$146,000	$174,840	$174,840	Mandated by GS 165 to assist county veterans service office programs.
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	
536xxx	Appropriations							
		1466	State Energy Office	$100,000				
		1466	State Energy Office	$500,000				
		1732	Displaced Homemakers	$314,000	$293,545	$312,495	$312,495	DH funds Appropriations and Divorce Fees are needed to maintain the 35 DH programs across the state for the unemployed or underemployed, divorced or widowed women and men in need of employment, education, training and financial assistance.
		1732	Displaced Homemakers	$1,620,995	$752,672	$1,620,791	$1,620,791	DH funds Appropriations and Divorce Fees are needed to maintain the 35 DH programs across the state for the unemployed or underemployed, divorced or widowed women and men in need of employment, education, training and financial assistance.
		1734	Rape Crisis Program	$3,022,390	$2,057,855	$2,810,823	$2,810,823	
		1742	Martin Luther King Commission	$40,000	$8,000	$37,200	$37,200	Grants to private organizations to promote observance of the NC MLK, Jr. holiday, and to promote awareness and appreciation of the life and work of Dr. King, as authorized under statue.
		1761	Youth Advocacy & Involvement	$6,500	$3,662	$6,500	$6,500	This line item is our Mini-grant program which has been funded for over 25 years. We receive many more requests than we can fund. This cut would hurt our core mission.
	Veteran Scholarships	1771	Veteran Affairs		$0	$2,633,061	$2,633,061	Mandated by GS 165, Article 4
	Veteran Scholarships from Escheats	1771	Veteran Affairs		$4,866,173	$6,918,733	$6,918,733	Mandated by GS 165, Article 4
		1781	Domestic Violence Program	$2,500,000	$2,621,094	$4,680,225	$4,680,225	These grant funds are for the 102 domestic violence programs to provide direct services to victims of crime.
		1781	Transfer to Department of Crime Control & Public Safety	$182,500	$733,907	$0	$0	
	Domestic Violence Grants-Divorce Fees	1782	Domestic Violence Program	$717,400	$293,924	$717,400	$717,400	These grant funds are for the 102 domestic violence programs to provide direct services to victims of crime.

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
	Domestic Violence Grants-Marriage License Fees	1782	Domestic Violence Program	$3,700,000	$705,643	$1,350,000	$1,350,000	These grant funds are for the 102 domestic violence programs to provide direct services to victims of crime.
		1861	Commission on Indian Affairs	$135,000	$96,942	$0	$0	
538172		1734	Rape Crisis Program		$0	$0	$0	Transfer to Department of Crime Control & Public Safety

B0104: Vacancy Report - May 2009: *Positions Vacant ON OR BEFORE June 30, 2008*

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
ADMINISTRATION							
20001596	ADMIN SO DSOPS MAIL SERVICE CTR Admin	60014404	Processing Asst. III	9/30/04	60	$ 29,275	1.00
20001548	ADMIN SO DSLEG Mgt Info Sys Dir Div	60014138	Tech.nology Support Analyst	10/27/04	59	$ 34,485	1.00
20001593	ADMIN SO DSOPS MAIL SERVICE CTR StateCd	60014324	Vehicle/equipment Operator	2/1/06	42	$ 27,603	1.00
20001591	ADMIN SO DSOPS MFM COMM CONTRACT Annex	60014313	Building & Envir. Tech.	8/1/06	36	$ 23,398	1.00
20001551	ADMIN SO DSOPS SURPLUS PROPERTY Federal	60014151	Surplus Property Screener	9/24/06	34	$ 29,382	1.00
20001588	ADMIN SO DSOPS MFM Vehicle Assignment	60014291	Administrative Asst. I	9/30/06	34	$ 34,940	1.00
20001600	ADMIN SO DSOPS MAIL SERVICE CTR IC Sort	60014337	Mail Clerk II	2/1/07	29	$ 24,186	1.00
20001638	ADMIN SO DSOPS ST PROP EEP	60014625	Real Property Agent I	2/1/07	29	$ 41,000	1.00
20001594	ADMIN SO DSOPS MAIL SERVICE CTR Oper	60014366	Administrative Officer III	2/28/07	28	$ 51,229	1.00
20001597	ADMIN SO DSOPS MAIL SERVICE CTR CourSort	60014390	Mail Clerk II	5/1/07	26	$ 23,338	1.00
20001600	ADMIN SO DSOPS MAIL SERVICE CTR IC Sort	60014361	Mail Clerk II	5/18/07	26	$ 23,338	1.00
20001672	ADMIN SO DSLEG PARKING Attendants	60014869	Processing Asst. III	6/29/07	24	$ 28,991	1.00
20001599	ADMIN SO DSOPS MAIL SERVICE CTR USPSSort	60014386	Processing Asst. IV	11/1/07	20	$ 27,252	1.00
20001588	ADMIN SO DSOPS MFM Vehicle Assignment	60014316	Processing Asst. IV	3/1/08	15	$ 26,515	1.00
20001643	ADMIN SO DSOPS ST PROP Admin	60014621	Processing Asst. IV	3/1/08	15	$ 30,934	1.00
20001615	ADMIN DSLEG HUMAN RELAT COMM Fair House	60014498	Human Relations Specialist I	4/1/08	14	$ 39,741	1.00
20001589	ADMIN SO DSOPS MFM Vehicle Maintenance	60014272	Building & Envir. Tech.	6/1/08	12	$ 24,274	1.00
20001521	ADMIN SO DSOPS PURCH & CONTR Eproc Grp	60013881	State Procurement Specialist III	6/1/08	12	$ 54,782	1.00
20001642	ADMIN SO DSOPS ST PROP Lease & Space	60014628	Real Property Agent II	6/1/08	12	$ 48,019	1.00
20001676	ADMIN SO DSOPS STATE ENERGY OF Engineer	60014882	Energy Conservation Representative II	6/7/08	12	$ 45,598	1.00
20001589	ADMIN SO DSOPS MFM Vehicle Maintenance	60014275	Vehicle/equipment Repair Tech.	6/27/08	11	$ 27,826	1.00
						$ 696,106	**21.00**

Administration - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
Administration	State Parking System (74103)	GS 143-340-18,19	$354,036.00	To provide cost effective automobile parking in designated areas to meet the needs of state employees, elected state government officials, and general visitors.	None of the Special Funds can be transferred.
	Special Funds (24104)				
	2323 NC Works - SAS Projects	House Bill 1473	($64,164.00)	Pilot Project Workforce Planning/BEACON Projects	Due to deficit in fund, monies can not be transferred.
	2473 Energy Efficiency Reserve	House Bill 1473 Section 19.3(b)	$4,737,940.00	These funds were appropriated by the General Assembly in FY08 to be used to establish the Energy Efficiency Reserve. The reserve shall be administered by the State Energy Office. The SEO in consultation with the State Construction Office, shall use the funds in the Energy Efficiency Reserve to provide funding for projects designed to make State, university or community college facilities more energy efficient.	
	Trust (64100)				
	6111 Reserve For Unemployment	GS 963F.3	$102,815.00	Funds are drawn from Federal grants to pay unemployment benefits related to federally funded positions.	Grant funds should be used for grant purposes.
	6761 Youth Advocacy & Involvement- Youth Endowment Fund	NCGS 143B-385	$0.00	To support opportunities for North Carolina high school-aged youth to develop leadership skills in a team-building environment.	Grant funds should be used for grant purposes.
	North Carolina Veterans Trust (64106)				
	6771 NC Veterans Home-Fayetteville	NCGS 165-48	$8,940,616.00	To pay for the care of veterans, general operating expenses, remodeling and repairs of the State Veterans Nursing Home in Fayetteville.	Grant funds should be used for grant purposes.

Administration - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
	6773 NC Veterans Home-Salisbury	NCGS 165-48	$3,638,509.00	To pay for the care of veterans, general operating expenses, remodeling and repairs of the State Veterans Nursing Home in Salisbury.	Grant funds should be used for grant purposes.
24102	2224 Combat Veterans License Plate	GS 20-79.4	$710.00	Funds held until new license plate is issued by DMV. Funds will be transferred to DMV prior to July 1, 2008.	If _# of veterans do not purchase plate, receipts musst be returned.
	2226 War Memorial	Executive Order 152	$100,772.00	Funds are from donations for the construction of a Persian Gulf Memorial.	Donations should be used for intended purpose.
	2227 Veterans Burial	GS 65-41 through 45	$268,392.00	Purpose is to collect $150 from the US Dept of Veterans Affairs for the burial or interment of a deceased veteran if he is buried in a State Veteran Cemetery.	Funds obligated to fund 6 positions. Three additional positions are being transferred from appropriations to this source.
	2228 North Carolina Service Medal	GS 143B-399	$1,900.00	This fund is used to implement special projects as required by law. Funds held until sufficient funds are received to produce the medal.	If enough veterans do not purchase medal, receipts must be returned.
	2229 Agency for Public Telecommunications Grants	N/A	$9,000.00	Receive grants from foundations, corporations or other groups to cover the costs of specific projects.	Grant funds are obligated.
	2232 Community Relations		$3,733.00	The purpose of this fund was to provide training to police officers to improve their relationship in the community.	Funds transferred to 14100
	2236 Disability Assistance		$1,625.00	The purpose of this fund was to provide training and assistance to grassroots organizations to aid in their efforts to promote voluntary compliance with the ADA in their local communities.	Funds transferred to 14101

Administration - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
	2237 Rights For Youth	N/A	$911.00	The purpose of this fund was to update and translate into Spanish two publications.	Grant funds should be used for grant purposes.
	2239 Strategic Planning	GS143B 404 through 411	$1,265.00	Funds were used to hold meetings with commission members, commission staff for the purpose of developing future plans and activities for the commission, commission programs, on behalf of state recognized Indian tribes and organizations.	Grant funds should be used for grant purposes.
	2241 Action Partnership Program	House Bill 2436, Section 10.17.(a)	($3,494.00)	The purpose of fund is to increase the number of economically disadvantaged American Indians attending and successfully completing a semester and/or graduating from a college or university. Funds are a pass through of Federal funds from DHHS-Office of Economic Opportunity to NC Commission of Indian Affairs.	Grant funds should be used for grant purposes.
	2244 Community Services Project	House Bill 2436, Section 10.17.(a)	$75,923.00	Funds are a pass through of Federal funds from DHHS to the Indian Affairs Division.	Grant funds should be used for grant purposes.
	2245 Events For Women	N/A	$4,137.00	This fund is used to hold special events, such as, conferences for women. One notable conference held annually, in the past, was a Distinguished Women's Conference where medals were given to distinguished women at the conference banquet.	Grant funds should be used for grant purposes.
	2246 Substance Abuse Prevention	N/A	$5,209.00	To support local and state substance abuse prevention and treatment programs to assist in providing community based services for American Indian clients who need care for substance abuse problems and concerns	Grant funds should be used for grant purposes.

Administration - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
	2248 Energy Assistance	House Bill 2436, Section 10.17.(a)	($10,708.00)	Funds are a pass through of Federal funds from DHHS to the Indian Affairs Division.	Grant funds should be used for grant purposes.
	2258 Public Health Indian Affairs	GS 143B-407	$10,480.00	To assist with the faciltation and coordination of health education activities in American Indian communities. The purpose is to help meet the health needs of American Indians and improve the health status of the population.	Grant funds should be used for grant purposes.
	2261 Students In Touch		$544.00	This fund was for a series of teleconferences funded by a grant from the Civic Education Consortium.	Grant funds should be used for grant purposes.
	2263 American Indian Philanthrophy		$1,654.00	The purpose of this fund is to provide an opportunity for various tribes and urban Indian organizations to learn about and to make use of modern philanthropy approaches for the purposes of self-help.	Grant funds should be used for grant purposes.
	2265 North Carolina Health & Wellness Trust Fund Commission		$25,043.00	This program is an American Indian Youth Tobacco Prevention and Cessation Program designed to educate American Indian teens on the health risk factors of nicotine addiction, second-hand smoke and spit tobacco.	Grant funds should be used for grant purposes.
	2266 West Virginia University Tobacco Intervention		$129.00	This fund is a research program carried out in conjunction with the American Indian Youth Tobacco Prevention and Cessation Program.	Grant funds should be used for grant purposes.
	2321 HRD-Interaction Management	GS 126	($35,800.00)	This fund received and disbursed agency payments for the Enterprise-Wide License with Development Dimensions International.	Due to deficit in fund, monies can not be transferred.

Administration - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
	2322 Alien Reporting Compliance	HB-1414 Section28.3	$3,314.00	The purpose of this fund is to acquire software to be used by all State agencies to ensure compliance with all federal laws for the employment of, and reporting of payments to aliens, as that term is defined in federal law and to provide OSP with model training and for a contract position to ensure compliance with such federal laws.	Grant funds should be used for grant purposes.
	2413 GIS Database Enhancement		$33,369.00	The purpose of this fund is to enhance the State Property Offices' GIS Database application for the State-Owned Real Property Disposal System which will be used to continuously identify, evaluate and dispose of surplus property.	Grant funds should be used for grant purposes.
	2512 E-Procurement	NCGS 143 Article 3 and 3C	$5,409.00	To tract the E Procurement Contract between ITS and Accenture. Purchase and Contract received reimbursements from Accenture.	Grant funds should be used for grant purposes.
	2513 Cooperative Rebate		$93,228.00	Fund established for the participation in a cooperative contract for industrial supplies.	Grant funds should be used for grant purposes.
	2626 State Capitol Police Grant-Bullet Proof Vests	PL 98-473	($1,937.00)	Funds provided by Governor's Crime Commission to setup up grant for State Capitol Police to purchase Bullet Proof Vests.	Grant funds should be used for grant purposes.
	2629 Enforce Traffic Patrol	GS 143B-360	$940.00	Funds come from North Carolina Governor's Highway Safety Program to reduce the number of impaired drivers within the downtown government complex, to increase the number of court convictions for alcohol and drug related traffic violations and to video record alcohol related and traffic stops within the Downtown Complex.	Grant funds should be used for grant purposes.

Agency	Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	FY 09-10 Total Amount in Continuation Budget	FY 09-10 Source of Funds: Federal	FY 09-10 Source of Funds: State	FY 09-10 Source of Funds: Other	FY 10-11 Total Amount in Continuation Budget	FY 10-11 Source of Funds: Federal	FY 10-11 Source of Funds: State	FY 10-11 Source of Funds: Other	Automatic Increases Built into Contract Terms
DOA			LTGTF	NC Coalition on Donation/LTGFC		7/1/08 - 6/30/09	$330,845				$330,845				
DOA			Parking	City of Raleigh/Parking Systems Division		7/1/08 - 6/30/09	$71,246				$71,246				
DOA			Parking	Triangle Transit/Parking Systems Division		7/1/08 - 6/30/09	$60,000				$60,000				
DOA			Parking	The Paper Network/Parking Systems Division		7/1/08 - 6/30/09	$13,500				$13,500				
DOA			State Construction	Michael Giolelli/SCO		7/1/08 - 6/30/09	$143,360				$143,360				
DOA			Parking	McLaurin Parking Company		1/12/09 - 6/30/09	$20,251				$20,251				
DOA			State Property	Center for Geographic Information & Analysis/SPO		7/28/08 - 7/28/10	$101,611				$101,611				
DOA			Facility Management	Thyssenkrupp Elevator	State Gov Complex	11/1/07 - 13/31/09	$570,790				$570,790				
DOA			APT	ARBITRON INC	MEDIA SOFTWARE SERVICES	10/1/07 - 9/30/10	$103,845.00				$103,845.00				
DOA			APT	KILLER TRACKS	MUSIC LIBRARY	10/25/08 - 10/24/11	$8,352.00				$8,352.00				
DOA			APT	LEBRUN FRYE	REAL TIME CAPTION SERVICES	5/1/08 - 4/30/10	$2,300.00				$2,300.00				
DOA			APT	MEDIA DISTRIBUTORS	VIDEO TAPE	11/15/08 - 10/31/09	$3,478.50				$3,478.50				
DOA			APT	MEDIA EVOLVED	VIDEO TAPE DUPLICATION	1/7/09 - 12/31/09	$1,500.00				$1,500.00				
DOA			APT	MICROSPACE COMMUNICATIONS	SATELLITE SERVICES	7/1/07 - 6/30/10	$300,600.00				$300,600.00				
DOA			APT	TECHNICAL VIDEO SYSTEMS	MAINTENANCE AGREEMENT	7/16/08 - 7/15/10	$11,320.00				$11,320.00				
DOA			APT	VIDEO SERVICE OF AMERICA (VSA)	VIDEO TAPE	11/15/08 - 10/31/09	$6,141.14				$6,141.14				
DOA			COUNCIL FOR WOMEN	CHARLOTTE EAST LLC	CHARLOTTE REGION LEASE AGREEMENT	5/1/08 - 4/30/11	$14,977.02				$14,977.02				
DOA			COUNCIL FOR WOMEN	FIRC HAYWOOD PARK LLC	ASHEVILLE OFFICE SPACE LEASE AGREEMENT	8/1/07 -7/31-09	$13,680.00				$13,680.00				
DOA			COUNCIL FOR WOMEN	G PARTNERSHIP	GREENSBORO OFFICE SPACE LEASE AGREEMENT	9/1/08 - 8/31/09	$9,120.00				$9,120.00				
DOA			COUNCIL FOR WOMEN	MARION C. PENNY	PENMARC DRIVE OFFICE SPACE LEASE AGREEMENT	5/1/07 - 4/30/12	$135,437.75				$135,437.75				
DOA			COUNCIL FOR WOMEN	TYSON & HINES INVESTMENTS	NEW BERN OFFICE SPACE LEASE AGREEMENT	4/1/08 - 3/31/10	$17,250.00				$17,250.00				
DOA			FACILITY MGMT	ALSCO	UNIFORM RENTAL	3/109 - 6/30/11	$43,172.00				$43,172.00				
DOA			FACILITY MGMT	ANCO/CHEM-AQUA	WATER TREATMENT FOR BOILERS	7/1/06 - 6/30/09	$20,420.40				$20,420.40				
DOA			FACILITY MGMT	D & D ROOFING	ROOFING REPAIR SERVICES	2/1/07 - 1/31/10	$150,000.00				$150,000.00				
DOA			FACILITY MGMT	GILMORE PLANT & BULB CO INC	TREES, SHRUBS & ORNAMENTAL GRASSES	10/5/07 - 10/4/10	$21,000.00				$21,000.00				
DOA			FACILITY MGMT	GODWIN ELEVATOR	ELEVATOR MAINT - OLD EDUCATION BUILDING	11/7/07 - 11/6/10	$41,400.00				$41,400.00				
DOA			FACILITY MGMT	GREEN RESOURCE LLC	LANDSCAPING CHEMICALS	12/13/07 - 12/12/09	$46,972.11				$46,972.11				
DOA			FACILITY MGMT	MEDFIRST MEDICAL CENTER	PULMONARY PHYSICALS	4/11/08 - 4/10/11	$75,000.00				$75,000.00				
DOA			FACILITY MGMT	ORANGE RECYCLERS	RECYCLING SERVICES-BLUE RIDGE RD	7/14/08 - 7/13/10	$26,880.24				$26,880.24				
DOA			FACILITY MGMT	ORANGE RECYCLERS	RECYCLING SERVICES-DOWNTOWN RALEIGH	7/14/08 - 7/13/10	$79,255.68				$79,255.68				
DOA			FACILITY MGMT	ORANGE RECYCLERS	RECYCLING SERVICES-CAPITAL BLVD/BARRETT DR.	7/14/08 - 7/13/10	$44,055.12				$44,055.12				
DOA			FACILITY MGMT	ORANGE RECYCLERS	RECYCLING SERVICES-DIX CAMPUS/CHAPANOKE RD	7/14/08 - 7/13/10	$42,680.16				$42,680.16				
DOA			FACILITY MGMT	ORANGE RECYCLERS	GOVERNOR MOREHEAD REGION	7/14/08 - 7/13/10	$10,611.20				$10,611.20				
DOA			FACILITY MGMT	PARKER BARK COMPANY INC	TRIPLE SHREDDED HARDWOOD MULCH	2/12/08 - 2/11/10	$21,000.00				$21,000.00				

Agency	Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	FY 09-10 Total Amount in Continuation Budget	FY 09-10 Source of Funds: Federal	FY 09-10 Source of Funds: State	FY 09-10 Source of Funds: Other	FY 10-11 Total Amount in Continuation Budget	FY 10-11 Source of Funds: Federal	FY 10-11 Source of Funds: State	FY 10-11 Source of Funds: Other	Automatic Increases Built into Contract Terms
DOA			FACILITY MGMT	PREMIER TRADING	CRYSTAL ROCK SALT	1/1/09 - 12/31/09	$6,860.00				$6,860.00				
DOA			FACILITY MGMT	PREMIER TRADING	CALCIUM CHLORIDE	1/1/09 - 12/31/09	$10,556.00				$10,556.00				
DOA			FACILITY MGMT	ROCHESTER MIDLAND	ADMINISTRATION BLDG ODOR ELIMINATOR	1/1/07 - 1/31/10	$11,164.80				$11,164.80				
DOA			FACILITY MGMT	SCHINDLER ELEVATOR CORP	ELEVATOR MAINT-MUSEUM OF NATURAL SCIENCES BUILDING	6/22/07 - 6/21/10	$125,100.00				$125,100.00				
DOA			FACILITY MGMT	SIEMENS BLDG. TECH	FIRE PROTECTION SYSTEM NEW SBI	11/1/08 - 10/31/11	$38,592.00				$38,592.00				
DOA			FACILITY MGMT	SIMPLEXGRINNELL LP	FIRE SUPPRESSION MAINTENANCE & FIRE PUMPS - STATE COMPLEX	10/2/08 - 9/30/09	$140,980.00				$140,980.00				
DOA			FACILITY MGMT	SIMPLEXGRINNELL LP	FIRE SYSTEM MAINT-NC ART MUSEUM	1/1/08 - 12/31/10	$114,900.00				$114,900.00				
DOA			FACILITY MGMT	TAC AMERICAS, INC	HVAC MAINTENANCE & REPAIR	7/2/08 - 7/1/11	$300,000.00				$300,000.00				
DOA			FACILITY MGMT	THYSSENKRUPP ELEVATOR	ELEVATOR MAINT-STATE GOV COMPLEX	11/1/07 - 10/31/09	$570,790.80				$570,790.80				
DOA			FACILITY MGMT	THYSSENKRUPP ELEVATOR	ELEVATOR MAINT - ARCHDALE BUILDING	11/7/07-11/6/10	$63,216.00				$63,216.00				
DOA			FED SURPLUS	ALSCO/SERVITEX	UNIFORM RENTAL	7/31/08 - 7/30/09	$1,248.00				$1,248.00				
DOA			INDIAN AFFAIRS	ANDERSON PLAZA LLC	ANDERSON PLAZA OFFICE SPACE LEASE AGREEMENT	7/1/08 - 6/30/09	$182,929.52				$182,929.52				
DOA			INDIAN AFFAIRS	COMPASS GROUP	FOOD SERVICE FOR COHARIE CENTER	1/5/09 - 1/4/12	$46,648.60				$46,648.60				
DOA			INDIAN AFFAIRS	HARRIS INS. AGENCY	PEMBROKE OFFICE SPACE LEASE AGREEMENT	9/1/06 - 8/31/09	$15,020.00				$15,020.00				
DOA			INDIAN AFFAIRS	HCCIA	HARNETT COUNTY OFFICE SPACE LEASE AGREEMENT	10/1/08 - 9/30/11	$14,400.00				$14,400.00				
DOA			INDIAN AFFAIRS	MCCULLERS MAINTENANCE	JANITORIAL SERVICE	7/1/08 - 7/1/09	$9,412.98				$9,412.98				
DOA			INDIAN AFFAIRS	ROCKINGHAM DISTRICT NATIVE AMERICAN	HEALTH & HERITAGE PROGRAM	8/1/08 - 6/30/09	$53,600.00				$53,600.00				
DOA			INDIAN AFFAIRS	USPS (OUTSUBLEASE)	OXFORD OFFICE SPACE LEASE AGREEMENT	1/1/08 - 12/31/10	$6,660.00				$6,660.00				
DOA			INDIAN AFFAIRS	USPS (OUTSUBLEASE)	RAEFORD OFFICE SPACE LEASE AGREEMENT	3/1/08 - 2/28-12	$10,800.00				$10,800.00				
DOA			INDIAN AFFAIRS	WACCAMAW SIOUAN TRIBE	WACCAMAW OFFICE SPACE LEASE AGREEMENT	7/1/06 - 6/30/09	$15,912.00				$15,912.00				
DOA			MSC	PSI GROUP DURHAM	PRESORT & BAR CODING	7/10/07 - 7/9/10	$15,000.00				$15,000.00				
DOA			MSC	THE ALTERNATIVE M&S SOLUTIONS	INK CARTRIDGES FOR POWERPOST MAILING MACHINES	9/14/08 - 9/13/09	$14,060.00				$14,060.00				
DOA			MSC	THE ALTERNATIVE M&S SOLUTIONS	INK RESERVOIRS FOR WHISPER JET MAILING MACHINES	11/7/08 - 11/6/09	$7,120.00				$7,120.00				
DOA			MSC	THE ALTERNATIVE M&S SOLUTIONS	METER TAPES & ELTRON LABEL	12/12/08 - 12/11/09	$8,700.00				$8,700.00				
DOA			MSC	UNIFIRST CORP	UNIFORM RENTAL	9/1/08 - 7/31/09	$22,022.00				$22,022.00				
DOA			MTR FLEET MANAGEMENT	ALSCO	UNIFORM RENTAL	8/1/08 - 7/31/09	$18,967.00				$18,967.00				
DOA			OSP	AON CONSULTING	FLEX SPENDING ACCTS	1/1/07 - 12/31/09	$3,053,988.00				$3,053,988.00				
DOA			OSP	BWSI	TEMPWIZARD SERVICES	7/1/08 - 6/30/09	$14,400.00				$14,400.00				
DOA			OSP	DEER OAKS MENTAL HEALTH	EMPLOYEE ASSISTANCE PROGRAM	2/1/091/31/10	$28,506.00				$28,506.00				
DOA			OSP	FIRSTLAB	ALCOHOL & DRUG TESTING	10/24/08 - 10/23/09	$1.00				$1.00				

Agency	Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	FY 09-10				FY 10-11				Automatic Increases Built into Contract Terms
							Total Amount in Continuation Budget	Source of Funds			Total Amount in Continuation Budget	Source of Funds			
								Federal	State	Other		Federal	State	Other	
DOA			OSP	INROADS INC	SPECIAL EMPHASIS PROJECT	1/1/09 - 9/30/09	$34,500.00				$34,500.00				
DOA			OSP	KEY RISK MANAGEMENT SERVICE	WORKERS COMPENSATION	7/1/08 - 6/30/09	$1.00				$1.00				
DOA			OSP	NC DEPARTMENT OF JUSTICE	LEGAL REPRESENTATION	7/1/08 - 6/30/09	$87,000.00				$87,000.00				
DOA			OSP	SYSTEL BUSINESS EQUIPMENT CO	COPIER LEASE AGREEMENT	3/18/09 - 3/17/12	$8,532.00				$8,532.00				
DOA			OSP	TALX EMPLOYER SERVICES	UNEMPLOYMENT INS COST MANAGEMENT PROJECT	7/1/08 - 6/30/09	$141,172.80				$141,172.80				
DOA			OSP	WE SAVE INC	WE SAVE DISCOUNT PROGRAM	10/1/08 - 9/30/10	$2.00				$2.00				
DOA			PARKING SYSTEM DIV	CAPITAL AREA TRANSIT	CAT SERVICES	7/1/08 - 6/30/09	$71,246.40				$71,246.40				
DOA			PARKING SYSTEM DIV	MCLAURIN PARKING COMPANY, INC	VISITOR PARKING LOT SERVICES	1/13/09 - 6/30/09	$20,251.00				$20,251.00				
DOA			PARKING SYSTEM DIV	TRIANGLE TRANSIT	GO-PASS PROGRAM	7/1/08 - 6/30/09	$60,000.00				$60,000.00				
DOA			PDC	DDI INC	DDI MAINTENANCE AND HOSTING FEES 08-09	3/6/09 - 3/5/10	$24,000.00				$24,000.00				
DOA			PDC	DDI INC	EWL AGREEMENT/DDI SLOTS 08-09	7/1/07 - 6/30/10	$99,970.00				$99,970.00				
DOA			ST BOARD OF ELECTIONS	MARLOWE FARMS & LAND	LEASE AGREEMENT	9/1/07 - 10/31/10	$72,681.84				$72,681.84				
DOA			ST BOARD OF ELECTIONS	NEOPOST LEASING	POSTAGE METER LEASING	1/13/09 - 2/12/13	$23,952.00				$23,952.00				
DOA			ST BOARD OF ELECTIONS	SOE SOFTWARE CORPORATION	WEB BASED ELECTIONS TOOLS	8/6/07 - 8/5/11	$3,661,107.00				$3,661,107.00				
DOA			ST BOARD OF ELECTIONS	SOE SOFTWARE CORPORATION	CLARITY HOSTING & SUPPORT	8/6/07 - 8/5/11	$821,772.00				$821,772.00				
DOA			ST CAPITOL POLICE	CENTURY UNIFORM COMPANY	POLICE UNIFORMS	12/18/08 - 12/17/11	$60,349.50				$60,349.50				
DOA			ST ENG OFFICE	APPALACHIAN STATE UNIVERSITY	09-SPP-RD1 ASU DEVELOPMENT & IMPLEMENTATION - IMPROVED ENERGY CODE OF NC	4/22/09 - 12/31/11	$254,546.00				$254,546.00				
DOA			ST ENG OFFICE	ASHEVILLE-BUNCOMBE TECH	LEASE AGREEMENT	4/1/09 - 3/31/10	$2,977.12				$2,977.12				
DOA			ST ENG OFFICE	CENTRALINA COUNCIL OF GOVT	09-TRN-CM3 CENTRALINA CLEAN FUELS COALITION	4/3/09 - 1/31/11	$100,000.00				$100,000.00				
DOA			ST ENG OFFICE	JOHNSON CONTROLS INC	UTILITY ACCOUNTING SERVICES	5/2/06 - 5/1/15	$0.00				$0.00				
DOA			ST ENG OFFICE	LAND OF SKY REGIONAL COUNCIL	09-TRN-CM1 LAND OF SKY CLEAN VEHICLE COALITION	4/3/09 - 1/31/11	$100,000.00				$100,000.00				
DOA			ST ENG OFFICE	LAND OF SKY REGIONAL COUNCIL	09-BLD-RC1 ENERGY EFFICIENCY	4/3/09 - 1/31/11	$75,000.00				$75,000.00				
DOA			ST ENG OFFICE	NC STATE UNIVERSITY	09-EDU-BL1 CONSUMER ENERGY EDUCATION, E-CONSERVATION PROGRAM	4/3/09 - 1/31/11	$245,197.00				$245,197.00				
DOA			ST ENG OFFICE	NCDENR	07-IND-LS2 CREATION OF CENTRAL/EASTERN WASTE REDUCTION PARTNERS PROGRAM	2/14/07 - 6/30/09	$322,000.00				$322,000.00				
DOA			ST ENG OFFICE	PAUL TILLERY COMMERCIAL RENTAL	LEASE AGREEMENT	4/1/05 - 3/31/10	$351,776.77				$351,776.77				
DOA			ST ENG OFFICE	TRIANGLE J COUNCIL	09-TRN-CM2 TRIANGLE CLEAN CITIES COALITION	4/3/09 - 1/31/11	$100,000.00				$100,000.00				
DOA			ST PROPERTY OFFICE	NC DENR	PROPERTY DISPOSAL SYSTEM	7/28/08 - 7/28/10	$101,611.00				$101,611.00				
DOA			ST SURPLUS	ALSCO	UNIFORM RENTAL	7/31/08 - 7/30/09	$6,032.00				$6,032.00				
DOA			VETERAN AFFAIRS DIV	ACE ELEVATOR COMPANY INC	ELEVATOR SERVICE-SALISBURY	7/1/08 - 6/30/09	$6,300.00				$6,300.00				

Agency	Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	FY 09-10 Total Amount in Continuation Budget	FY 09-10 Source of Funds: Federal	State	Other	FY 10-11 Total Amount in Continuation Budget	FY 10-11 Source of Funds: Federal	State	Other	Automatic Increases Built Into Contract Terms
DOA			VETERAN AFFAIRS DIV	UNITED VETERANS SERVICE OF NC	NURSING HOME MANAGEMENT OPERATIONS	3/4/04 - 11/30/09	$84,931,010.62				$84,931,010.62				
DOA	14100	1466	State Energy Office	Land of Sky Regional Council	Preliminary 3rd Party Energy Surveys	April 3, 2008 thru June 30, 2009	$3,290,000		$3,290,000		$3,290,000		$3,290,000		
DOA	14100	1466	State Energy Office	Center for Energy Efficiency and Environmental Research, Mechanical and Aerospace Engineering at NCSU	Preliminary 3rd Party Energy Surveys	April 25, 2008 thru June 30, 2009									
DOA	14100	1466	State Energy Office	Appalachian State University	Energy Efficiency Training	May 13, 2008 thru June 30, 2009									
DOA	14100	1466	State Energy Office	NC A & T State University	M & V and Detailed Energy Surveys	Sept 5, 2008 thru June 30, 2009									
DOA	14100	1466	State Energy Office	Center for Energy Efficiency and Environmental Research, Mechanical and Aerospace Engineering at NCSU	M & V and Detailed Energy Surveys	Sept 5, 2008 thru June 30, 2009									
DOA	14100	State Appro	State Energy Office	Appalachian State University	University Energy Center Funding-ASU	Dec 14, 2007 thru June 30, 2009									
DOA	14100	State Appro	State Energy Office	NC A & T State University	University Energy Center Funding-NCA&T	Dec 14, 2007 thru June 30, 2009									
DOA	14100	State Appro	State Energy Office	NC State University	University Energy Center Funding-NCSU	Dec 14, 2007 thru June 30, 2009									
							$102,556,594				$102,556,594				
					All contracts listed on this spreadsheet for the State Energy Office are funded through June 30, 2009. Contracts would need to be amended in order to be carried forward into FY09-10. The amount shown of										
							$157,205,101				$170,784,964				

House Appropriations Subcommittee on General Government
Summary of Fees

Budget Code	Department	Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
14100	Administration	Registration Fees	GS 143-128.4	HUB	07/01/2007	$250-$5000	$5,500.00	Registration fees range from $250-$5000 depending on the level of sponsorship.
14100	Administration	Vendor Fees	GS 143-128.4	HUB	07/01/2007	$100-$250	$550.00	Vendor fees range from $100-$250 depending
14100	Administration	Registration Fees	GS 126	OSP	07/01/2007	$450	$62,956.83	
14100	Administration	Tuition Fees	GS 126	OSP	07/01/2007	$75	$75.00	
14100	Administration	Divorce Filling Fees	GS 7A-305 A2	Displaced Homemakers Program	07/01/2007	$55	$1,524,383.06	
14100	Administration	Registration Fees		Human Relations Comm	07/20/2008	$90	$8,733.00	
14100	Administration	Marriage License Fees	GS 161-112	Council for Women	07/20/2008	$20	$993,460.00	
14100	Administration	Divorce Filling Fees	GS 7A-305 A2	Council for Women	07/20/2008	$20	$554,273.86	
14100	Administration	Fines, Penalties, and Assessments	GS 276	State Ethics Commission	07/01/2007	$250	$4,255.50	
14100	Administration	Registration Fees	GS 143-342.1	OSP	07/01/2007	$150	$386.00	Computer Lab
14100	Administration	Tuition Fees	GS 143-342.1	OSP	07/01/2007	$19-55	$145,584.00	Tuition fees range from $19-$55 depending on length of class (whether it is a 1/2 day, 1 day, or 2 day computer class).
14100	Administration	Registration Fees	GS 143-342.1	OSP	07/01/2007	$295	$30,529.38	Supervisory Training Program
14100	Administration	Registration Fees - User Fees	GS 143-342.1	OSP	07/01/2007	$53	$53.00	Personnel Development Center
14100	Administration	Registration Fees	GS 143-342.1	OSP	07/01/2007	$148	$28,741.33	Human Resource Conference
14100	Administration	Tuition Fees	GS 143-342.1	OSP	07/01/2007	$600	$1,200.00	Professional Deployment Training
14100	Administration	Registration Fees	GS 143-345.18	State Energy Office	07/01/2008	$99	$4,003.00	Overage of fees from State Energy Office Conference FY08- McKimmon Center handled all registrations and expenses for the conference. Excess fees collected were paid to the State Energy Office.
14100	Administration	Registration Fees	GS 143B-387.1	Youth Advocacy & Involvement Office	FY09	$125 to $240	$39,485.00	The Youth Legislative Assembly- The amount of the registration fee is dependent on early registration, Student Double Room- early registration, and Adult/student Double Room or Quad Room.
14100	Administration	Registration Fees	GS 143B-387.1	Youth Advocacy & Involvement Office			$34,330.00	SADD Conference- The amount of the of the registration fee is dependent on early registration, Quad Room w/o scholarship, Single Room w/ scholarship and Double Room w/o scholarship.
14100	Administration	Veteran Burial Fee	GS 65-41 through 45	Veterans Burial	07/01/2005	$300	$166,800.00	
14100	Administration	Dependent Burial Fee	GS 65-41 through 45	Veterans Burial	07/01/2005	$200	$57,900.00	

House Appropriations Subcommittee on General Government
Summary of Fees

Budget Code	Department	Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
14100	Administration	Registration Fees	GS 126	HRD-Interaction Management	07/01/2007	$195	$69,624.00	
14100	Administration	Superior Court-Criminal Division		Motor Fleet Management		$34	$34.00	

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

Wednesday, May 26, 2009

Minutes

The House Appropriations Subcommittee on General Government met Tuesday, May 26, 2009 at 5:45 P.M. (immediately after Session).

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; Steen, Vice-Chair; Cleveland; Floyd, Mills, and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Sergeant-at-Arms.

The following discussion was held:

- Transferring the State Capitol Police to the Department of Crime Control and Public Safety.
    - Ms. Christy Agner, Department of Administration spoke regarding the transfer of positions within this division.
- The committee decided to hold an extended meeting on Monday, June 1 to complete the process before Full Appropriations meets.
- The Department of Insurance will be invited back to answer questions of committee members.
- Mr. Kevin McLaughlin, Chief Financial Office, Department of Administration was called on to answer questions regarding lapse salaries within the department.

The meeting adjourned at 6:30 P.M.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

House Appropriations Subcommittee on General Government

Room 1425
May 27, 2009
8:30 AM

Representative Susan C. Fisher, Chair, called the meeting of the Appropriations Subcommittee on General Government to order on May 27, 2009, at 8:36 a.m. and the following members were present: Representative Alice Underhill, Chair; Representative Russell Tucker, Vice Chair; Representative George Cleveland, Representative Elmer Floyd, and Representative Jane Whilden. Staff present: Michele Nelson and Claire Hester and Committee Clerk, Lynn Tennant. Judy Turner and Martha Parrish served as Sergeant at Arms. Pages present were Hillary Mushaka and Seth Denlinger, both from Wayne County.

Representative Fisher opened the meeting and called the committee's attention to several handouts detailing further information regarding Cultural Resources. She suggested taking a Motion regarding Department of Administration cuts that had been discussed yesterday they offered. Representative Underhill clarified that this information was important in order to have the further cuts available to give to the Appropriations Chairs when they meet later in the morning; therefore, Rep. Alice Underhill made the Motion and Representative Whilden seconded the Motion to take the Department of Administration cuts, to be revisited at a later time. The Motion carried with all voting in favor.

Representative Fisher called Linda Carlisle, Secretary, Department of Cultural Resources up to speak. Ms. Carlisle reviewed the Cultural Resources handouts (attached) starting with the Options for Additional Reductions. She stated that they were "scraping the bottom of the barrel" with these reductions. They are suggesting the elimination of the Abandoned Cemetery Program but hopes it can be restored one day. They considered closing the NC Maritime Museum but the community and local government came together and they have agreed to move to a small place and will partner with Southport to keep this operation in business. The North Carolina Arts Council will take an additional 15% cut and two positions will be shifted in the State Library Services. They are shifting space needs and consolidating to provide additional funds. The Roanoke Island Festival Park is also getting an additional line item adjustment. Secretary Carlisle requested that the grant appropriations be reduced to only ten percent.

Discussions and clarifications ensued. Mary Boone, State Librarian, spoke from the audience regarding the problem of not being able to get all of their federal money next year because of the budget cuts they have taken this year. Also, some of the numbers in their budget are "do not exceed" numbers, not full amounts they spent, and they do not expect to have that same amount budgeted in the next year.

Mary Regan with the Arts Council spoke from the audience stating that they have put the arts programs across the State on alert that they may be cut ten percent which is causing much concern because many of their fee-based revenues are down.

Keith Hardison, Department of Cultural Resources, spoke regarding charges for visiting the State's historical sites. There is no set fee but they have found that charges require additional computerized systems, personnel and accounting and do not create that much more revenue once these factors are added. Also, visitors expect more when being charged and so higher quality needs to be provided. Depending on the site, they experience a downturn in visitation at a time when people are experiencing hardship because they feel like their taxes are paying for this exhibit and then they are being charged additionally over and above what they have paid in taxes.

Linda Carlisle gave a review of her final handout (attached) and entitled 1330-NC Arts Council-State Program Funds. She called attention to the Grassroots Arts Programs and Basic Grants Program amounts and the Accountability paragraph at the bottom of the page.

Representative Floyd commented that there needs to be more information coming in from the nonprofits. Various questions and answers continued and Melanie Soles, speaking from the audience, clarified a question. Mary Regan, DCR Arts Council, also clarified that the nonprofits can not apply again for grants the next year when they receive a letter from the Attorney General.

Representative Whilden made a Motion to take the reductions discussed today regarding Cultural Resources, and to be revisited at a later date. Representative Steen seconded the Motion. All voted in favor and the Motion carried.

Particular praise was given to Cultural Resources for the excellent work they did preparing the information needed.

The meeting adjourned at 9:40 a.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 27, 2009

8:30 a.m.
and
2:00 p.m.
and
After session

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Department of Administration (cont)
Additional Discussion and Subcommittee Decisions

Review/Discussion/Decisions of Agency Budgets

Department of Cultural Resources

- Options for Additional Reductions (Yellow)
- Adjustments to Expenditure Accounts (Tan)
- Response to Follow up Questions (White)
- Vacant Positions (Lavender)
- Adjustments to Special Funds (Turquoise)
- Adjustments to Fees (Refer to items in Follow up Package)
- Adjustments to Contracts (Cream)
- Reductions in the Senate Budget (Pink)

Linda Carlisle
Secretary

Keith Hardison
Director
Division of State Historic Sites

Cultural Resources

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$77,933,037**		**$79,329,609**	

Legislative Changes

1120 Administrative Services

28 Eliminate Continuation Budget Increase ($898,648) R ($898,648) R

Eliminate funding increases in continuation budget both fiscal years:

531311 Temp Wages	($442,469)
531411 OT Pay	($ 55,352)
531421 Holiday Pay	($ 5,582)
531431 Shift Prem Pay	($ 7,156)
531627 Short Term Disab	($ 20,049)
531631 Worker Comp-Med Payments	($ 33,327)
532199 Misc Contractual Svs	($334,713)

1241 State Historic Sites

29 Reductions to State Historic Sites ($589,968) R ($589,968) R

Reduce the budget of each State Historic Site listed below by 6.4% each fiscal year and report the reductions to the General Assembly by September 1, 2009:

Alamance Battleground
Aycock Birthplace
Historic Bath
Bennett Place
Bentonville Battleground
Brunswick Town
Charlotte Hawkins Brown Memorial
CSS Neuse and Governor Caswell Memorial
Duke Homestead
Fort Dobbs
Fort Fisher
Historic Halifax
Horne Creek
House in the Horseshoe
Historic Edenton
North Carolina Transportation Museum
Polk Memorial
Reed Gold Mine
Somerset Place
Town Creek Indian Mound
Vance Birthplace
Thomas Wolfe Memorial
Historic Stagville

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
1242 Tryon Palace Historic Sites and Gardens				
30 Reduction to Tryon Palace Budget Reduce the budget of Tryon Palace by 6.4% each fiscal year and report the reduction to the General Assembly by September 1, 2009.	($183,238)	R	($183,238)	R
1245 NC Maritime Museum				
31 Reductions to NC Maritime Museums Reduce the budgets of the Maritime Museums listed below by 6.4% each fiscal year and report the reductions to the General Assembly by September 1, 2009: North Carolina Maritime Museum in Beaufort North Carolina Maritime Museum in Southport Graveyard of the Atlantic Museum	($87,235)	R	($87,235)	R
1330 Arts Council				
32 Reduction to Grants Reduce appropriations to the following grants by 6.4% each fiscal year: 536G32 Vagabond School Drama ($2,759) 536G48 Lost Colony ($14,751) 536G71 Shakespeare Festival ($14,751) 536990 Basic Grants ($247,892) 536996 Grassroots Arts ($173,456)	($453,609)	R	($453,609)	R
1410 State Library Services				
33 Eliminate NC ECHO Program Eliminate funding for the NC ECHO Program (Exploring Cultural Heritage Online), including one vacant position: # 60083816.	($67,941) -0.83	R	($67,941) -0.83	R
1480 Statewide Programs and Grants				
34 Reduce State-Aid to Libraries Reduce funding to county libraries by 6.4% each fiscal year.	($994,293)	R	($994,293)	R
1500 Museum of History				
35 Reductions to History Museums Reduce the budgets of the History Museums listed below by 6.4% each fiscal year and report the reductions to the General Assembly by September 1, 2009: North Carolina Museum of History Museum of the Albemarle Gateway Mountain Museum (Old Fort) Museum of the Cape Fear	($468,157)	R	($468,157)	R

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
36 Management Flexibility Reserve Create Management Flexibility Reserve.	($1,131,188)	R	($1,131,188)	R
37 Reduce Various Operating Accounts Recurring and non-recurring funding is reduced in the same amount each fiscal year in the following accounts:	($1,077,030) ($370,444)	R NR	($1,077,030) ($370,444)	R NR
532199 Misc Contractual Svs ($480,500) 5322XX Utilities ($ 94,000) 5327XX Travel ($156,000) 5328XX Computer/Data Proc ($ 41,000) 5328XX Telephone ($ 51,100) 533900 Other Materials and Supplies ($244,674) 5345XX Furniture and Equipment ($262,200) 5358XX Membership Dues ($110,000) 5359XX Registration Fees ($ 8,000)				
38 Reduce Temporary Wages Reduce temporary wages across the department.	($320,596)	R	($320,596)	R
39 Eliminate Filled and Vacant Positions Eliminate 4.8 filled and 11.62 vacant positions across the department. The reduction to salary and benefits for the 4.8 filled positions is $242,966. The reduction to salary and benefits for the 11.62 vacant positions is $524,905 and includes the following:	($767,901) -16.42	R	($767,901) -16.42	R

Vacant Position #	Title	Budgeted Salary
60083260	Executive Asst I	($47,233)
60083385	Office Asst IV	($18,975)
60083382	Processing Asst IV	($26,878)
60083379	Processing Asst IV	($16,576)
60083367	Arch & Rec Profess	($22,852)
60083649	Museum Curator	($64,123)
60083915	Arts Pgm Admin	($38,790)
60083644	A&H Reg Supv	($44,225)
65005183	Librarian Consultant I	($35,585)
60083831	Library Professional	($41,055)
60083973	History Mus Conservator	($35,337)
60083569	Horticulture/Gr Tech	($18,288)

Total Legislative Changes	**($7,039,804)** **($370,444)**	**R** **NR**	**($7,039,804)** **($370,444)**	**R** **NR**
Total Position Changes	-17.25		-17.25	
Revised Budget	**$70,522,789**		**$71,919,361**	

Cultural Resources - Roanoke Island Commission

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$2,095,402**		**$2,095,402**	
Legislative Changes				
1584 Roanoke Island Commission				
40 Reduce Various Operating Accounts Reduce funding in various accounts across the agency.	($134,106)	R	($134,106)	R
Total Legislative Changes	**($134,106)**	**R**	**($134,106)**	**R**
Total Position Changes				
Revised Budget	**$1,961,296**		**$1,961,296**	

Department of Cultural Resources - PRESENTATIONS OF OPTIONS FOR ADDITIONAL REDUCTIONS						
Fund Code	Division	FY 2008-09 Certified	FY 2008-09 YTD	FY 2009-10 Requested Reductions	FY 2010-11 Requested Reductions	Notes
1210	**Archives & History**					
	532714 - Trans Grd - In state	$8,214	$7,294	($6,000)	($6,000)	Red. budget-Abandoned Cemetery Prog
	532721 - Lodging- In state	$9,791	$6,593	($3,600)	($3,600)	Red. budget-Abandoned Cemetery Prog
	532724 - Meals - In state	$4,400	$2,390	($1,581)	($1,581)	Red. budget-Abandoned Cemetery Prog
	532811 - Telephone Service	$17,258	$11,943	($900)	($900)	Red. budget-Abandoned Cemetery Prog
	532840 - Postage	$3,591	$792	($1,150)	($1,150)	Red. budget-Abandoned Cemetery Prog
	532850 - Print, Bind Duplicat	$6,238	$46,135	($2,000)	($2,000)	Red. budget-Abandoned Cemetery Prog
	533900 - Oth Materials & Sup	$3,248	$10,066	($1,500)	($1,500)	Red. budget-Abandoned Cemetery Prog
	534511 - Furn-Office	$1,346	$252	($750)	($750)	Red. budget-Abandoned Cemetery Prog
	534539 - Other Equipment	$2,491	$470	($1,500)	($1,500)	Red. budget-Abandoned Cemetery Prog
	Total Add'l reductions to budget			**($18,981)**	**($18,981)**	
1241	**State Historic Sites**					
	532199 - Misc Contract Ser	$307,103	$71,326	($44,960)	($44,960)	After Senate cuts, this takes account balance to zero -
	532490 - Maint Agree Other	$34,421	$17,815	($9,543)	($9,543)	Reduce maintenance of equipment
	532714 - Trans Grd - In state	$168,012	$149,421	($29,412)	($29,412)	Reduce Travel expenditures
	533110 - General Office Supp	$10,380	$23,629	($12,080)	($12,080)	Takes expenditure account to zero
	534511 - Furn-Office	$13,211	$2,996	($3,211)	($3,211)	After Senate cuts, this takes account balance to zero -
	534539 - Other Equipment	$85,427	$23,225	($2,427)	($2,427)	After Senate cuts, this takes account balance to zero -
	534549-Oth Motorized Veh	$80,267	$123	($14,000)	($14,000)	After Senate cuts, this takes account balance to zero -
	534610 - Art & Artifacts	$56,944	$37,807	($7,000)	($7,000)	After Senate cuts, this takes account balance to zero -
	Total Add'l reductions to budget			**($122,633)**	**($122,633)**	

Department of Cultural Resources - PRESENTATIONS OF OPTIONS FOR ADDITIONAL REDUCTIONS						
Fund Code	Division	FY 2008-09 Certified	FY 2008-09 YTD	FY 2009-10 Requested Reductions	FY 2010-11 Requested Reductions	Notes
1245	**NC Maritime Museum**					
	531211-SPA Reg Sal Approp	$758,829	$675,161	($64,123)	($64,123)	Eliminate Associate Museum Curator - Vacant position
	531511 - Soc Sec Cont App	$59,294	$51,607	($4,905)	($4,905)	Eliminate Associate Museum Curator - Vacant position
	531521-Reg Retire Cont App	$55,289	$56,109	($5,220)	($5,220)	Eliminate Associate Museum Curator - Vacant position
	531561-Med Ins Cont App	$80,934	$71,863	($4,157)	($4,157)	Eliminate Associate Museum Curator - Vacant position
	532199 - Misc Contract Ser	$10,500	$750	($1,448)	($1,931)	Eliminate janitorial service - Southport
	532210- Energy Ser - Electric	$33,388	$58,154	($2,243)	($2,991)	Eliminate electrical service - Southport
	532230 - Energy Ser - Water	$7,705	$9,595	($362)	($483)	Eliminate water service - Southport
	532241 - Energy Ser - Fuel	$2,000	$14,254	($725)	($967)	Eliminate fuel costs - Southport
	532512- Rent/Lease Buildings	$45,539	$65,420	($28,125)	($37,500)	Eliminate lease - Southport
	533900 - Oth Materials & Sup	$24,680	$13,587	($6,000)	($6,000)	Reduce budget - Oth materials & supplies
	534539 - Other Equipment	$0	$6,579	($3,500)	($3,500)	Reduce budget - other equipment
	Total Add'l reductions to budget			**($120,808)**	**($131,777)**	
1290	**Western Office**					
	531211-SPA Reg Sal Approp	$193,677	$147,964	($47,000)	($47,000)	Eliminate Arts Develop. Consult position - Vacant pos.
	531511 - Soc Sec Cont App	$15,450	$13,157	($3,596)	($3,596)	Eliminate Arts Develop. Consult position - Vacant pos.
	531521-Reg Retire Cont App	($14,168)	$14,418	($3,826)	($3,826)	Eliminate Arts Develop. Consult position - Vacant pos.
	531561-Med Ins Cont App	$19,270	$17,138	($4,157)	($4,157)	Eliminate Arts Develop. Consult position - Vacant pos.
	Total Add'l reductions to budget			**($58,579)**	**($58,579)**	

Department of Cultural Resources - PRESENTATIONS OF OPTIONS FOR ADDITIONAL REDUCTIONS						
Fund Code	Division	FY 2008-09 Certified	FY 2008-09 YTD	FY 2009-10 Requested Reductions	FY 2010-11 Requested Reductions	Notes
1320	**Museum of Art**					
	532210- Energy Ser - Electric	$25,000	$27,600	($3,750)	($3,750)	Reduce support for SECCA Museum
	532430 - Maintenance Equip	$3,500	$3,500	($3,500)	($3,500)	Reduce support for SECCA Museum
	532714 - Trans Grd - In state	$5,550	$471	($5,550)	($5,550)	Reduce support for SECCA Museum
	532811 - Telephone Ser	$10,000	$9,425	($10,000)	($10,000)	Reduce support for SECCA Museum
	532840-Postage, Freight&Del	$2,500	$3,701	($2,500)	($2,500)	Reduce support for SECCA Museum
	533110-General Office Suppli	$3,500	$291	($3,500)	($3,500)	Reduce support for SECCA Museum
	533900 - Oth Materials & Sup	$5,200	$5,823	($5,200)	($5,200)	Reduce support for SECCA Museum
	535830-Mbrship,Dues,Subs	$3,411	$503	($3,411)	($3,411)	Reduce support for SECCA Museum
	Total Add'l reductions to budget			**($37,411)**	**($37,411)**	
1330	**NC Arts Council**					
	536G32-Vagabond Sch Drama	$43,578	$42,251	($3,748)	($3,748)	**Reduce Line Item appropriation add'l 8.6%**
	536G48 - Lost Colony	$232,969	$162,950	($19,821)	($19,821)	**Reduce Line Item appropriation add'l 8.6%**
	536G71-NC Shakespeare Fest	$232,969	$162,950	($19,821)	($19,821)	**Reduce Line Item appropriation add'l 8.6%**
	Total Add'l reductions to budget			**($43,390)**	**($43,390)**	
1410	**State Library Services**					
	531211 SPA Reg Salaries Appro	$3,769,532	$2,921,704	($178,711)	($178,711)	Eliminate 5.0 vacant positions
	531461 EPA&SPA-Longevity	$70,177	$47,613	($4,542)	($4,542)	Eliminate 5.0 vacant positions
	531511 Social Sec Cont - App	$291,325	$221,341	($13,672)	($13,672)	Eliminate 5.0 vacant positions
	531521-Reg Retire Cont App	$309,685	$240,002	($13,993)	($13,993)	Eliminate 5.0 vacant positions
	531211 SPA Reg Salaries Appro	$3,769,532	$2,921,704	($113,024)	($113,024)	Shift 2.0 filled positions to receipts
	531511 Social Sec Cont - App	$291,325	$221,341	($8,647)	($8,647)	Shift 2.0 filled positions to receipts
	531521-Reg Retire Cont App	$309,685	$240,002	($8,850)	($8,850)	Shift 2.0 filled positions to receipts

Department of Cultural Resources - PRESENTATIONS OF OPTIONS FOR ADDITIONAL REDUCTIONS						
Fund Code	Division	FY 2008-09 Certified	FY 2008-09 YTD	FY 2009-10 Requested Reductions	FY 2010-11 Requested Reductions	Notes
	State Library Services, cont.					
	531561-Med Ins Cont App	$374,043	$269,993	($8,314)	($8,314)	Shift 2.0 filled positions to receipts
	532310 - Repairs Buildings	$4,000	$0	($3,500)	($3,500)	Postpone repairs
	532390 - Repairs Other	$9,600	$1,188	($7,000)	($7,000)	Postpone repairs
	532512-Rent/Lease Buildings	$166,265	$123,198	($26,774)	($26,774)	Cancel leased storage space
	532715-Trns Grd-Out of State	$3,001	$656	($500)	($500)	Reduce travel
	532727 - Misc In State	$3,723	$1,220	($100)	($100)	Reduce travel
	532811 - Telephone Service	$62,084	$480	($15,000)	($15,000)	Reduce usage
	534630 - Lib & Learn Res Coll	$214,423	$88,913	($36,915)	($36,915)	Reduce print & electronic resources
	Total Add'l reductions to budget			**($439,542)**	**($439,542)**	
1480	**Library Statewide Programs & Grants**					
	534630 - Lib & Learn Res Coll	$1,593,165	$1,552,642	($214,896)	($214,896)	NC Live, statewide data base - reductions
2584	**Roanoke Island Festival Park**					
	538182-Trns to Spc Rev Fund	$2,141,515	$1,525,227	($180,204)	($180,204)	**Reduce Line Item appropriation for total of 15%**
	Total DCR Proposed Additional Reductions:			**($1,236,444)**		
Please consider following grant appropriations separately from above and hold to no more than 3.6% add'l cuts which will equal 10% total grant reductions after Senate budget:						
	State Library					
	536960 - Aid to Counties App	$15,535,825	$12,233,582	($559,290)	($559,290)	Add'l 3.6% reductions over Senate bud.
	NC Arts Council					
	536990 - Basic Grants	$4,048,320	$3,296,153	($139,439)	($139,439)	Add'l 3.6% reductions over Senate bud.
	536996 - Grassroots	$3,210,245	$2,386,282	($97,568)	($97,568)	Add'l 3.6% reductions over Senate bud.
	Total Grant Reduction at 10% total cuts from continuation:			**($796,297)**	**($796,297)**	

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RIF Severance Amounts as of 5/27/09

Position Number	Salary	Total Severance Pay	Net Savings
60083319	43,296.00	28,864.00	25,291.00
60083815	36,434.00	6,072.34	40,158.66
60083403	41,176.00	27,450.66	24,256.34
60083687	34,065.00	2,838.75	40,656.25
60083258	70,500.00	35,250.00	50,320
60084018	51,375.00	8,562.50	54,922.50
60083903	34,556.00	23,037.34	21,024.66
60083860	33,676.00	22,450.66	20,595.34
60083861	35,575.00	23,716.66	21,522.34
Total	**380,653.00**	**178,242.91**	**298,747.09**

Department of Cultural Resources

Proposed Reduction in Force

Savings: $ 298,747.09

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1500	Museum of History	$44,625	$44,625	$51,697	$51,811	Museum of History staff travel
			TOTAL:	$733,239	$733,239	$717,051	$724,969	
532814	Cellular Phone Services	1110	Office of Secretary	$350	$350	$350	$350	Sec Office staff Blackberry/Cell phone
		1120	Administrative Services	$0	$0	$0	$0	
		1210	Archives & History	$1,000	$1,000	$1,000	$1,000	Archives & History staff 2008-09 authorized
		1220	Historical Publications	$0	$0	$0	$0	
		1230	Archives & Records	$0	$0	$0	$0	
		1241	State Historic	$0	$0	$0	$0	
		1242	Tyron Palace His Site & Gar	$0	$0	$0	$0	
		1243	State Capitol/Visitor Services	$0	$0	$0	$0	
		1245	NC Maritime Museum	$0	$0	$0	$0	
		1250	Historic Preservation	$0	$0	$0	$0	
		1260	Office of State Archeology	$0	$0	$0	$0	
		1290	Western Office	$0	$0	$0	$0	
		1320	Museum of Art	$0	$0	$0	$0	
		1330	NC Arts Council	$6,791	$6,791	$0	$0	
		1340	NC Symphony	$0	$0	$0	$0	
		1410	State Library Services	$0	$0	$0	$0	
		1480	Statewide Programs & Grants	$0	$0	$0	$0	
		1500	Museum of History	$0	$0	$0	$0	
			TOTAL:	$8,141	$8,141	$1,350	$1,350	
534500-534550	Furniture and Equipment Replacement Schedules	1110	Office of Secretary	$2,625	$2,625	$1,328	$1,328	Replace off furniture/equipment
		1120	Administrative Services	$302,748	$302,748	$327,520	$327,520	Equipment replacement
		1210	Archives & History	$6,937	$6,937	$14,337	$14,337	Replace off furniture/equipment
		1220	Historical Publications	$0	$4,500	$0	$0	
		1230	Archives & Records	$74,551	$82,221	$71,881	$71,881	Replace off furniture/equipment
		1241	State Historic	$238,278	$238,278	$249,233	$247,033	Equipment replacement

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1242	Tyron Palace His Site & Gar	$63,440	$63,440	$61,072	$61,072	Equipment replacement
		1243	State Capitol/Visitor Services	$543	$543	$543	$543	Replace off furniture/equipment
		1245	NC Maritime Museum	-$940	-$940	$3,500	$3,500	Replace off furniture/equipment
		1250	Historic Preservation	$2,416	$2,416	$64	$64	Replace off furniture/equipment
		1260	Office of State Archeology	$10,422	$10,422	-$1,200	-$1,200	
		1290	Western Office	$27,855	$27,855	$27,855	$27,855	Furniture/Equipment for O'teen Center
		1320	Museum of Art	$37,666	$52,312	$4,841	$4,841	Replace off furniture/equipment
		1330	NC Arts Council	$1,398	$1,398	$1,398	$1,398	Replace off furniture/equipment
		1340	NC Symphony	$0	$0	$0	$0	
		1410	State Library Services	$63,625	$63,625	$37,145	$37,145	Purchase other equipment
		1480	Statewide Programs & Grants	$75,000	$75,000	$75,000	$75,000	Purchase computer/printer equipment
		1500	Museum of History	$107,495	$163,288	$75,950	$75,950	Equipment replacement
			TOTAL:	$1,014,059	$1,096,668	$950,467	$948,267	
5364AA	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
5366AA	Directed Grants	N/A	N/A	$0	$0	$0	$0	
5367AA	Loans	N/A	N/A	$0	$0	$0	$0	
5369AA	Other Aid and Grants	N/A	DCR 14800	$27,259,649	$31,191,390	$28,918,075	$28,918,075	State aid to public libraries and NC Arts Council basic grants and grassroots grants.
536Axx	Direct Appropriations/Grants Nonprofits	N/A	DCR 14800	$1,151,000	$1,176,000	$617,488	$617,488	Legislative Direct Appropriations-passes through DCR Budget
Special Funds	Roanoke Island Commission and Endowment							

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1242	Tyron Palace His Site & Gar	$0	$0	$0	$0	
		1243	State Capitol/Visitor Services	$0	$0	$0	$0	
		1245	NC Maritime Museum	$50	$828	$50	$50	
		1250	Historic Preservation	$0	$0	$0	$0	
		1260	Office of State Archeology	$0	$3,600	$0	$0	
		1290	Western Office	$0	$0	$0	$0	
		1320	Museum of Art	$860	$1,515	$860	$860	
		1330	NC Arts Council	$0	$1,587	$0	$0	
		1340	NC Symphony	$30	$30	$30	$30	
		1410	State Library Services	$0	$0	$0	$0	
		1480	Statewide Programs & Grants	$0	$0	$0	$0	
		1500	Museum of History	$0	$0	$0	$0	
			TOTAL:	$1,336	$8,391	$1,336	$1,336	
5327xx	Travel/Related Expenses	1110	Office of Secretary	$38,857	$38,857	$32,834	$33,475	Sec Office, CI, Internal Auditor travel
		1120	Administrative Services	$3,006	$3,006	$2,296	$2,428	Admin Services staff travel
		1210	Archives & History	$59,428	$59,428	$40,410	$41,198	Archives & History staff travel
		1220	Historical Publications	$2,120	$2,120	$1,763	$1,769	Hits Publications staff travel
		1230	Archives & Records	$26,120	$26,120	$17,717	$18,065	Archives & Records staff travel
		1241	State Historic	$210,648	$210,648	$231,361	$232,947	SHS staff travel
		1242	Tyron Palace His Site & Gar	$11,696	$11,696	$1,951	$1,006	Tryon Palace staff travel
		1243	State Capitol/Visitor Services	$714	$714	$937	$946	State Capitol staff travel
		1245	NC Maritime Museum	$10,002	$10,002	$9,245	$9,245	NC Maritime Museum staff travel
		1250	Historic Preservation	$28,477	$28,477	$13,246	$13,475	Hits Preservation staff travel
		1260	Office of State Archeology	$32,437	$32,437	$2,387	$2,387	OSA staff travel
		1290	Western Office	$6,985	$6,985	$7,337	$7,344	Western Office staff travel
		1320	Museum of Art	$24,827	$24,827	$27,250	$27,297	Museum of Art staff travel
		1330	NC Arts Council	$90,064	$90,064	$109,178	$107,586	NCAC staff travel/board members travel
		1340	NC Symphony	$0	$0	$0	$0	
		1410	State Library Services	$69,363	$69,363	$57,046	$62,679	State Library staff/board member travel
		1480	Statewide Programs & Grants	$73,870	$73,870	$110,396	$111,311	State Library staff/board member travel

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
14800	Cultural Resources							
531321	Contracted Personal Services	N/A	N/A	$0	$0	$0	$0	
532199	Misc Contractual Services	1110	Office of Secretary	$6,191	$6,191	$6,191	$6,191	Personal services contracts funding
		1120	Administrative Services	$47	$47	47	$47	
		1210	Archives & History	$23,790	$53,790	$23,790	$23,790	Personal services contracts funding
		1220	Historical Publications	$262	$262	$262	$262	2008-2009 Authorized
		1230	Archives & Records	$993	$993	$993	$993	2008-2009 Authorized
		1241	State Historic	$311,103	$311,103	$311,103	$311,103	2008-2009 Authorized
		1242	Tyron Palace His Site & Gar	$4,150	$4,150	$4,150	$4,150	2008-2009 Authorized
		1243	State Capitol/Visitor Services	$0	$0	$0	$0	
		1245	NC Maritime Museum	$10,500	$10,500	$10,500	$10,500	2008-2009 Authorized
		1250	Historic Preservation	$0	$0	$0	$0	
		1260	Office of State Archeology	$1,500	$1,500	$0	$0	
		1290	Western Office	$86	$86	$86	$86	2008-2009 Authorized
		1320	Museum of Art	$370,458	$370,458	$120,458	$120,458	Personal services contracts funding
		1330	NC Arts Council	$100,920	$159,777	$100,920	$100,920	Personal services contracts funding
		1340	NC Symphony	$0	$0	$0	$0	
		1410	State Library Services	$149,767	$149,767	$109,767	$109,767	Personal services contracts funding
		1480	Statewide Programs & Grants	$221,064	$221,064	$221,064	$221,064	2008-2009 Authorized
		1500	Museum of History	$96,255	$121,255	$106,255	$106,255	Personal services contracts funding
			TOTAL:	**$1,297,086**	**$1,410,943**	**$1,015,586**	**$1,015,586**	
532521-532525	Rental/Lease Equipment	1110	Office of Secretary	$0	$0	$0	$0	
		1120	Administrative Services	$0	$0	$0	$0	
		1210	Archives & History	$396	$831	$396	$396	
		1220	Historical Publications	$0	$0	$0	$0	
		1230	Archives & Records	$0	$0	$0	$0	
		1241	State Historic	$0	$0	$0	$0	

House Appropriations Subcommittee on General Government

Response to Follow up Questions

CULTURAL RESOURCES

Department of Cultural Resources:

- What do other states charge for historic sites entrance fees? (Rep. Tucker) – may just need to get him a copy of the study 6-8 years ago
- Can we implement a surcharge on the shipping fees collected in Fund 1220 (Division of Historical Publications) – this will require legislative action

May 4, 2009

Memorandum

To: Melanie Soles

From: David Brook

Cc: Jeffry Crow

Re: Questions to Agency Presentation on April 28

Question #1: Can the Department of Cultural Resources through its Historical Publications Section implement a surcharge on the shipping fees collected in Fund 1220?

Answer: The answer is a qualified "yes." The answer was developed with the assistance of William A. Owens Jr., Marketing Specialist, Historical Publications Section, Division of Historical Resources, Office of Archives and History, (919) 733-7442, ext. 225.

Background: In August 2007, we revised our shipping fees based on a detailed examination of shipping fees charged by twenty (20) national catalog retailers (including Bas Bleu, University of South Carolina Press, UNC Press, L.L. Bean, Plow and Hearth, and J. C. Penney). The resulting shipping fee schedule covers our actual shipping costs (UPS and Mail Service Center/U.S. Mail) and generates a modest surplus that is applied to the salary of our part-time stock clerk.

Shipping Fees (from 2009 Catalog):

Subtotal	Shipping Fee
$1.00 to $4.99	$4.00
$5.00 to $25.00	$8.00
$25.01 to $50.00	$10.00
$50.01 to $75.00	$13.50
$75.01 to $100.00	$15.00
$100.01 to $150.00	$20.00
$150.01 to $200.00	$25.00
$200.01 and up	$30.00

We have received a number of customer complaints that our shipping fees are too high, particularly from customers who order a single book and who must pay an $8.00 shipping fee on a book that costs $10.00 or less.

Discussion: One alternative would be for Historical Publications to increase shipping fees by one or two dollars for each tier of the fee schedule. If we added a $1 surcharge to shipping, we would raise approximately $2,350 annually. If we added a $2 surcharge to shipping, we would raise approximately $4,700 annually.

There is another alternative in the form of charging a sales tax on shipping costs paid by the customer. "Delivery charges" are taxable for orders that are delivered by customer request in North Carolina [see 38-1(A) and 38-2(A) of Section 38 of the NC Department of Revenue Bulletins at http://www.dor.state.nc.us/practitioner/sales/bulletins/section38.pdf#38-1]. A simple clerical correction on order forms and in the section's online store would allow Historical Publications to begin to collect sales tax on delivery charges. No changes or amendments to existing legislation would be necessary. The accounting apparatus already exists and efficiently functions to collect state sales tax on customer orders and then to remit the collected tax monthly to the North Carolina Department of Revenue. This change would not benefit Historical Publications financially; however, it would provide a direct increase in state revenue by about a $1,000 annually. Our caveat on this suggestion is that we wait until the General Assembly completes its ongoing revision of state sales tax legislation before implementing this change.

In this time of financial crisis, we must not forget that any kind of additional charge will depress sales.

Question #2: Other Idea for Revenue Enhancement

Answer: We propose that a flat fee of no more than $2 be assessed on real estate transactions and collected for a "State Archives and Records Preservation Fund," a non-reverting fund.

Background: Other states such as Missouri, New Jersey and Virginia assess a flat fee on real estate transactions for the maintenance of records, mostly local. New Jersey assesses $5 and Virginia $1.50. North Carolina imposes, under General Statute Chapter 105, Article 8E, an excise tax on real estate conveyances, forty-eight percent of the funding of which goes to the support of the Parks and Recreation and Natural Heritage Trust Funds. The tax is based on the value of the land or timber. We do not know the number of real estate transactions that have occurred annually in North Carolina, and are making a request to the Department of Revenue to see if it has such a figure.

Discussion: We propose that a study be undertaken to assess what legislation must be written to establish a State Archives and Records Preservation Fund that shall be non-reverting. We also propose that the fee be modest and flat. Preferably, it would be independent of the existing excise tax that accrues to the natural resources funds.

1230100 Archives and Records Section - Increase or Implement Fees

Please provide information on any fees your agency charges or plans to charge.

FY 2007-08

Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Recommended Fee	Amount of Revenue	Notes
Search fees	G.S. 121-5(d)	s requesting informa	2001	$20	$25	31,480.00	A $5.00 increase is authorized by G.S.121-5(d)
Photostatic copies of public records	G.S. 121-5(d); 132-6.2(	ny individual or agenc	2001			21,511.11	
photocopy				$0.10	See note.		This fee could be increased but should be done in cooperation with the State Library. The Library also currently charges .10 per page.
print from microfilm				$0.25			
Digital images and prints of public records	G.S. 121-5(d); 132-6.2(	ny individual or agenc	2008			15,730.25	
reference scan				$1.00			
publication quality scan				$4.00	$6.00		Cost equivalent to other State Archives
overhead scan (oversized materials)				$4.00	$6.00		Cost equivalent to other State Archives
prints from oversized printer				$5 a foot	$10 a foot		Reflects increase in cost of printer ink and paper
prints on photographic paper				$0.50-$3.00	$1.00-$6.00		Reflects increase in cost of printer ink and paper
Certified copies of public records	G.S. 121-5(d); 132-6.2(	ny individual or agenc	2001			930	
certification of document				$1.00	$2.00		More commensurate with charges at other agencies
exemplification of document				$10.00	$20.00		Accurachy must meet legal standards for evidence in court
typed certified copy				$8.00	$20.00		Accuracy must meet legal standards for evidence in court
certified transcript for defunct post-secondary school				$2.00	$7.00		Consistent with university system charges
Original microfilm creation	G.S. 121-5(d); 132-6.2(	rdering film from ou	2001			232.6	
target sheet				$1.00			
image or frame				$0.20			
Duplicate microfilm	G.S. 121-5(d); 132-6.2(	ny individual or agenc	2001			78,626.41	
16 mm diazo reel				$10.00	$15.00		Cost equivalent to other State Archives
35 mm diazo reel				$12.00	$20.00		Cost equivalent to other State Archives
16 mm silver reel				$15.00	$25.00		Cost equivalent to other State Archives

1230100 Archives and Records Section - Increase or Implement Fees

Please provide information on any fees your agency charges or plans to charge. FY 2007-08

Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Recommended Fee	Amount of Revenue	Notes
35 mm silver reel				$18.00	$30.00		Cost equivalent to other State Archives
Photographic prints (black and white)	G.S. 121-5(d); 132-6.2(	ny individual or agenc	2001			2,408.27	
4" x 5"				$3.00	$5.00		Cost equivalent to other State Archives
5" x 7"				$4.00	$8.00		Cost equivalent to other State Archives
8' x 10"				$5.00	$10.00		Cost equivalent to other State Archives
11" x 14"				$9.00	$15.00		Cost equivalent to other State Archives
16" x 20"				$15.00	$20.00		Cost equivalent to other State Archives
4" x 5" black and white copy negative				$3.00	$5.00		Cost equivalent to other State Archives
Miscellaneous charges	G.S. 121-5(d); 132-6.2(	ny individual or agenc	2001				
processing of microfilm for government agencies				$1.40-$2.80		11,690.52	
cd or dvd and case				$1.00			
handling for mail orders				$2.00	$4.00		Covers handling and postage
Box fees	07 NCAC 04M.503	state agencies	2001	and labels		29,472.56	
				Total:		192,081.72	

North Carolina
HISTORIC SITES

North Carolina Division of State Historic Sites & Properties
4620 Mail Service Center
Raleigh, NC 27699-4620
(919) 733-7862

MEMORADUM

TO: General Assembly Budget Analysts

FROM: Keith A. Hardison, Director

DATE: May 4, 2009

RE: Site Admissions

In response to your request concerning admission fees for historic sites, we provide the following reports:

1. "Fees at Other State Historic Sites." This report is a preliminary survey by division staff of current admission policies and rates of state-owned historic sites in the states of Alabama, Georgia, Kentucky, Louisiana, South Carolina, Tennessee, and Virginia.

2. "Report on Admission Fees and Concession Prices at Historic Sites," a report presented by North Carolina Historic Sites in January 1997 at the request of the General Assembly. The study was produced after careful study and analysis that included public input through both on-site visitor surveys and focus groups.

These documents present a mixed picture of admission practices. The "Fees at Other State Historic Sites" survey indicates that some sites charge admission fees while other sites while others do not. Admission fees vary widely, but many fees fall within the $1.00-$3.00 range. The fees, especially those at the lower end, are inadequate to completely fund even basic site operations. The cost efficiency of collecting the lower end fees is subject to question.

The "Report on Admission Fees and Concession Prices at Historic Sites" presents a different picture specific to North Carolina. Although somewhat dated, we believe that the key conclusions presented by this report are still valid. They include the following:

1. The imposition of admission fees would result in an immediate and significant drop of 25-75 percent in visitation to the sites. Most of this decrease would be from North Carolina citizens who have grown to expect free access to resources that they, as taxpayers, have helped to fund. To be required to pay admission to what their taxes have financed would be perceived as double taxation by many of the state's citizens.

2. Visitors that pay admission expect higher quality. They are accustomed to high-tech, multi-media presentations and costly exhibits in theme parks and other venues for which they pay admission. Without a significant investment of capital funds (current repair, renovation, and construction costs for the division for 2009-2015 are projected at approximately $58 million), it will be impossible to meet these expectations, and visitation would again decrease.

3. Admission fees would deter school groups, which are hard-pressed to afford field trips, from having the opportunity to experience authentic North Carolina history at these sites. Since most sites have a large student visitation, visitation would again decrease.

4. Admission fees would have a disproportionate impact on poorer citizens. Less-affluent individuals, including many African-American and Hispanic citizens, do not visit historic sites and museums as frequently as the general population, and the imposition of admission fees would further increase the disparity. Again, the overall result would be a decrease in visitation.

5. The collection of admission fees would be a logistical nightmare, given the layout and limited staff at most of the sites. The adjustments required to facilitate the collection of modest admission fees, including increased staffing, equipment, and new financial systems, would likely cost more than actual revenue generated. Thus, the concept is not cost-effective.

Of all sites within Funds 1241 and 1243, only the North Carolina Transportation Museum has the potential to generate admissions revenue of any significance. Such potential significant revenue could only be realized when the physical plant has been completely renovated and made safe attractive for the general public. That renovation effort is anticipated to require an investment by the State of North Carolina of more than $50 million.

For all of the above reasons, coupled with the economic downturn that has the state's families looking for free opportunities to educate and entertain themselves, we believe that the imposition of admission fees would be counterproductive at this time.

Report on Admission Fees and Concession Prices at Historic Sites



North Carolina Department of Cultural Resources
Division of Archives and History
Historic Sites Section

January 1997

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Executive Summary

The purpose of this report is to respond to a legislative mandate for a study of admission rates at state historic sites. The mandate is cited as follows:

GENERAL ASSEMBLY OF NORTH CAROLINA. SECOND EXTRA SESSION 1996, RATIFIED BILL. CHAPTER 18. HOUSE BILL 53

PART 11. DEPARTMENT OF CULTURAL RESOURCES

SECTION 11.2: DEPARTMENT OF CULTURAL RESOURCES TO REVIEW ADMISSION RATES FOR HISTORIC SITES

Requested by: Representatives Ives. Lemmond. Senator Warren

The Department of Cultural Resources shall review the admission fees and concession prices charged at each historic site. The Department shall evaluate on a site-by-site basis whether those charges are competitive with the admission fees and concession prices charged at other historic sites and how the increase in price would impact visitation at each site. The Department of Cultural Resources shall report its findings and recommendations to the 1997 General Assembly.

The Historic Sites Section in the department's Division of Archives and History operates 22 historic sites and museums (including 7 National Historic Landmarks) selected for state protection because of their significance in the development of present-day North Carolina. Most are free. The sites include more than 230 buildings, more than 110,000 square feet of museum exhibit space, and 66,000 square feet of furnished historic structures. They range from Civil War sites to a gold mine, a massive railroad facility, a prehistoric Indian mound, and colonial villages. Most sites have preserved historic buildings, a visitor center, and interpretive public programs. Almost a million visitors a year tour the sites, generating more than $80 million in tourism revenue for the state's economy. Current capital improvement needs at the sites, after years of limited resources, are $67.45 million. The department also operates 3 historic sites apart from the section: Historic Stagville, the State Capitol, and Tryon Palace. The USS *North Carolina* and *Elizabeth II* are operated by separate commissions.

The Historic Sites Section has analyzed existing data from several states, as well as comprehensive surveys of visitors directed by North Carolina State University at the 22 North Carolina historic sites in 1993 and 1994. The section also conducted six representative focus groups in late 1996 at three sites. Numerous states (among them Georgia, Illinois, Kansas, Missouri, and Michigan) reported problems with severe drops in attendance and/or negative revenue from fees. Learning that other states experienced such great variety and unpredictability (often unsatisfactory) with fees at sites, this study focuses on the hard data from North Carolina.

The visitor surveys found that visitation at currently free North Carolina state historic sites would decrease by 25 to 75% with introduction of admission fees. Much of the decrease would be among local taxpayers, who make up 54 to 60% of visitors. The disastrous experience of two state aquariums, with drops in visitation from 29 to 36% in 1994 after new fees began, bolsters the survey results. With a break-even point of $2 for a basic historic site fee to cover its

administrative costs, it is very likely the state would actually lose money as well as visitation with fees because 35 to 40% of visitors would not pay more than $1 to see a site.

Participants in the focus groups reinforced such data. Those citizens clearly preferred free sites over even modest, if any, fees and believed that fees would result in fewer visitors and revenue inadequate to cover added costs of fees. The group members were most concerned that any income that did result from fees should stay at its specific site of origin to benefit that site's programs. Teachers and community residents in the groups insisted that they would expect much more in the way of programs and amenities from sites if there were admission fees. The participants also felt strongly that schoolchildren should always have free admission. **People demand higher quality in return for fees.**

To address these enhanced expectations would be very costly. The section, unlike the state parks, has no recurring source of funds for capital improvements. Capital needs amount to $40.15 million for historic structures, $12.25 million for exhibits, $10.1 million for visitor centers, $3.4 million for land, and $1.55 million for maintenance buildings. In addition, the sites would require dozens of new interpreters and volunteers. **Clearly the sites would not be competitive with admission fees without expected improvements.**

The sites contribute greatly to tourism, the state's second largest industry. Heritage tourism, including sites, is growing nationally at a rate six times that of traditional tourism. The sites position the state to take increasing advantage of this trend. Forty percent of travelers say they stop at historic places. Visitors to state historic sites thus provide a growing part of the $9.2 billion tourism contributes to the state's economy each year. The decrease in attendance from fees certainly would hinder this vital economic engine.

Historic sites, like libraries and schools, are part of a broad education of the public. North Carolina's schoolchildren study state history, and many visit sites in school groups. **Schools are hard pressed now to fund educational field trips, and new costs surely would hurt them.**

Admission fees certainly would have a negative impact on poorer Carolinians, especially at sites in poor counties (such as Historic Halifax). Less-affluent citizens, many of them African Americans, do not visit sites as much as the general citizenry; fees would increase that disparity.

At various sites volunteer support groups, often friends committees, receive revenue from concessions such as gift shops, historic demonstrations, and special events. Charges for such concessions range from under a dollar for supplies for children's crafts to several dollars for a train ride. Such modest charges should be left alone, as they typically pay for expendable supplies that the state would have to absorb if the activities were continued without friends groups.

Existing fees at other sites (Historic Bath, Historic Edenton, and Wolfe Memorial) should be phased out eventually if a way can be found to replace the lost revenue, which supports programs at those sites. Only a small percentage of visitors at Bath and Edenton pay the fees and take guided tours of the buildings. The modest fees are not effective and yield little revenue. In addition, at Edenton, admission to the Chowan Courthouse, part of the site but still a public county building, should be free.

Recommendations are summarized below:

- All state historic sites now open free should continue free.
- Existing minimal fees at three sites (Historic Bath, Historic Edenton, and Wolfe Memorial) eventually should be eliminated if a way can be found to replace the lost revenue. Admission fees were charged at these sites prior to their becoming part of DCR.
- The question of fees at state historic sites should be reevaluated in ten years.
- The state should consider appropriating funds to offset deferred maintenance and replace or repair many worn and obsolete structures, exhibits, and programs at the sites. Those needs are too great to be met by nominal fees.
- Small charges for special-programs materials, activities, and concessions at sites should remain unchanged. The role of friends groups should continue without change.
- The Historic Sites Section should establish:

  (1) a development office to assist support groups, build public-private partnerships, encourage charitable giving, and promote heritage tourism

  (2) additional temporary salaries to meet public expectations for higher quality and educational programs at the sites.

Overview of North Carolina Historic Sites

The Historic Sites Section in the Department of Cultural Resources comprises 22 state historic sites that have been acquired by the North Carolina General Assembly over the course of the past 50 years. Those properties have been selected for state protection because of their historical significance in the overall growth and development of present-day North Carolina.
Seven state historic sites are National Historic Landmarks. The 22 sites cover a geographically and historically diverse landscape, preserve places of significance for present and future generations, and serve as educational resources for millions of people who better understand the present by learning about the past. The Department of Cultural Resources also administers three historic properties outside the Historic Sites Section: Historic Stagville, the State Capitol, and Tryon Palace. Those three sites will be treated below as individual entities but are not included in the general discussion of the other sites consolidated in the Historic Sites Section.

Visitors at North Carolina historic sites in 1996 generated over $80 million in tourism revenue for the state, according to surveys done by the state Division of Travel and Tourism and North Carolina State University. The sites are a significant part of the burgeoning heritage tourism industry in North Carolina. In 1996, 692,629 visitors came to North Carolina historic sites; 100,451 of them were children in organized school groups. An additional 50,000 citizens atttended off-site educational programs given by section personnel, and another 350,000 or more people learned about heritage from staff presentations at the state fair and other shows and conventions.

To produce that yield, the system of 22 North Carolina historic sites located across the state functions as a unified whole in conjunction with a home office and interpretive service center in Raleigh. The section maintains more than 230 buildings within the program, plus hundreds of structures and features such as earthen trenches, bridges, monuments, cemeteries, fences, and picnic areas. The sites include more than 110,000 square feet of museum exhibition space in addition to more than 66,000 square feet of furnished historic structures on exhibit. The staff and volunteers preserve more than 50,000 artifacts at the sites and handle more than 75 special educational events as well as 200 repair, renovation, or construction projects annually. The people who accomplish this great variety of work include 142 permanent and 125 temporary employees. In addition, the 55,000 volunteer hours contributed each year by 2,500 volunteers are crucial to the program's success.

Despite this substantial and commendable commitment of resources by both the state and thousands of volunteers, the state historic sites require $67.45 million for capital improvements to initiate needed development and preservation or continue correcting problems neglected for years because of a lack of resources. At the end of 1996 these needs were as follows: stabilization and restoration historic structures, $40.15 million; visitor centers, $10.10 million; exhibits, $12.25 million; land acquisition, $3.40 million; and maintenance buildings, $1.55 million.

Mission Statement and Outcomes of Historic Sites

Utilizing the actual and projected human and capital resources outlined above, the Historic Sites Section works in a systematic way

- To preserve the historic buildings, structures, artifacts, and archaeological features located at the state historic sites. This preservation work involves historical research, stabilization of existing resources, and restoration of the built environment to its historical appearance.

- To maintain all property, resources, equipment, and materials located at and used by the state historic sites. Maintenance work involves both historic and modern structures, as well as exhibitions, grounds, and machinery.

- To operate a regular schedule of activities at state historic sites. Operation includes being open to the visiting public, especially the schoolchildren of North Carolina, and performing services to ensure the long-term existence and public use of each historic site.

- To interpret state historic sites for the educational benefit of the public. Interpretation involves educational programs such as guided tours, exhibits, historical furnishings, audiovisual programs, publications, and demonstrations.

- To develop both property and programs at state historic sites. Development involves realizing the potential of existing resources as well as the procurement of additional resources (funding, property, public awareness) to better achieve the mission of North Carolina's historic sites.

As a result of these techniques, coupled with resources from the state and from private donors, most of the 22 state historic sites have reached a minimal or higher level of physical plant and public programming. A typical state historic site includes both historic resources and a contemporary physical plant. The historic resource may be a house, a battlefield, or a gold mine. The modern structures typically are centered about a visitor center with exhibits, an audiovisual program, a sales desk for souvenirs or a gift shop, rest rooms, offices, and such facilities. Other support structures may include a maintenance building and a staff residence. Programs include orientations and guided tours for the general public, special school-group tours and programs, off-site presentations to schools and others, occasional seminars and other classes, statewide quiz competitions, special events with hands-on activities, historical reenactments, and other opportunities.

Resource Analysis

This analysis has relied upon a number of existing resources as reference materials, and the section has in addition conducted several subsidiary studies to support the main endeavor. The section undertook comprehensive surveys of visitors at all sites in the summers of 1993 and 1994 in conjunction with North Carolina State University; results of these examinations provided detailed data about projected decreases in visitation at individual sites if fees are implemented. During late 1996 staff members conducted six focus-group evaluations with teachers and community groups at three sites. The meetings were designed to allow people with similar attributes to interact with each other to produce a range of responses to issues of admission fees. Open-ended queries allowed participants to respond with flexibility, disclose their feelings, and verbalize both negative and positive comments. A limited number of site visitors were interviewed using the same questioning route employed in the focus groups. An extant report of particular value was a study conducted for the section in 1991 by the Institute of Policy Science and Public Affairs of Duke University that examined issues related to fees at state historic sites. Section staff also utilized data from the Division of Travel and Tourism, employees at individual sites, and interviews and contacts with professionals at other attractions in the state.

It is clear from study of materials such as the aforementioned resources that a great variety and a certain degree of unpredictability exist in regard to implementation of admission fees at historic sites. Across the nation in recent years this uncertainty has been borne out in various states that have experimented with admission fees. Thus, while this report will consider the experiences of other states, it seems logical to focus on data pertaining specifically to North Carolina in arriving at any estimates of future prospects for this state's historic sites.

Having made this point, several generalizations may be stated concerning implementation of admission fees:

- Local visitation will most likely decline more than out-of-state visitation.

- There are great risks in assuming that fees will be able to generate adequate revenue to offset costs of administration of the fees.

Citations of a few states' experiences with admission fees will illustrate these points. Iowa charged fees from 1986 to 1989 before dropping the charges as a result of visitor deterrence caused by the expenses. In Missouri and Michigan the costs of implementing fees exceeded revenues generated. Illinois spent the astonishing amount of more than $57,000 (before 1990) per access point to establish a fee system; that outlay covered staffing, auditing, and devices to record and control access. Some sites (as in North Carolina) had more than one access point. In Georgia fees were established in 1986 at all state historic sites, and attendance plummeted as much as 30% in the next three years. At least some of the fees were still in existence in late 1996. In Kansas a fee system lasted only one year after attendance dropped statewide by more than 20% and as much as 67% at some sites and the fees resulted in no net income. Of course, some states, such as Maryland and Vermont (both with less-complete systems of sites than North Carolina), have had better luck with the gamble; Vermont has charged small fees for years, and those charges more than offset the cost of collection.

The matter of prospective declining local visitation is of special import in North Carolina, where between 54 and 60% of all visitors to sites are state residents whose taxes in large part pay for operating the sites. A number of surveys support these figures, which are buttressed by studies showing that 41.7% of visitors to North Carolina historic sites make their decision to visit on the actual day of the trip.

In focusing specifically on recent North Carolina data regarding admission fees and visitation levels, the experience of the state aquariums from 1993 to 1995 is particularly important. The aquariums are located along the coast in tourist areas where potential visitors are on vacation and willing to spend money far more freely than at home. Yet when the aquariums introduced fees of $2 and $3, their visitation dropped enormously. At the Roanoke Island aquarium, attendance plummeted by 36% between 1993 and 1995. In the same two years the number of visitor going to the Fort Fisher aquarium shrank by 29%.

Comprehensive visitor surveys done at North Carolina historic sites in 1993 and 1994 addressed the issue of fees and likely decreases in visitation. The results of these surveys are supported by the disastrous actual decreases at the aquariums. The historic site surveys indicate that introduction of admission fees will cause attendance to nosedive by 25 to 75% at individual sites.

One critical issue involving admission is the extent to which the cost of administering the fees may negate net cash flow from the fees. In the case of the historic sites, there are a number of expenses associated with administering any admission fee system. All sites would need additional monitoring or security in varying degrees to control access to facilities in a ticketed environment: such access control could involve extra personnel or up-front modifications to the physical plant. At some sites that would be a substantial expense: Fort Fisher and the Transportation Museum, for instance, have many currently uncontrolled access points, and sizable amounts of fencing could become a necessity. Without fencing or more control of access, not only would some users of sites avoid the fees illegally, but legitimate payees and site tour guides could be faced with the continual disruptive situation of nonpaying users walking up brazenly to join legitimate guided tours. Further considerations are additional staff needed to sell and monitor ticketing. Each site would also be required to expend effort, time, and fuel daily to deposit receipts from admissions, in some cases for rural sites involving trips of significant length. Timely design and printing of tickets, or perhaps identification bracelets or tags at some sites such as the Transportation Museum, is another expense.

Considering all of these prospective and difficult-to-project expenses, the section has determined that a mimimum statewide basic adult fee (if one were charged) would have to be at least $2, enough, it is hoped, to offset capital and operating expenses incurred by implementation of a fee structure. Raising the basic adult fee above $2 would significantly increase the number of people unwilling to pay the charge; at one site (Fort Dobbs), for example, only 4.1% of all visitors would pay $3, and none would pay any more. It should be emphasized, however, that this level of fee will not ensure any significant new improvements in amenities, facilities, and education at the sites, results that a majority of respondents to the 1996 interviews clearly would expect if fees were instituted at sites.

Site-by-Site Analysis

Paragraphs below analyze each historic site in terms of annual visitation, staffing, existing fees (if any), projected effects of admission fees on visitation, and comparable non-state historic sites in its area. The projected drop in visitation is based on visitor surveys conducted in 1983-94. The percent of visitation decrease corresponds to those visitors willing to pay only $1 or less for their visit. A $2 charge was considered minimal for implementing an admission fee.

Alamance Battleground

1996 Visitation: 14,941 School Group Visitation: 3,211

Staff: 2 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 41.7%

Near the site are two competing attractions: the Alamance County Historical Museum and Cedarock Historical Farm. The museum is only one and one-half miles from the site and draws 14,000 visitors per year (the same as Alamance). The museum has no admission fee and is open for approximately the same hours as the state site. The farm also has no admission fee and is open daily, annually attracting about 18,000 visitors who see a farmhouse, farm buildings, and an exhibit building but no visitor center. Both of these places offer fewer interpretive services than Alamance, yet one (the farm) already draws 24% more visitors than Alamance. Any admission fee at Alamance without improvements would make the battlefield very uncompetitive with other local historical attractions such as the museum and the farm.

Charles B. Aycock Birthplace

1996 Visitation: 20,032 School Group Visitation: 12,408

Staff: 6 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 50%

Other attractions in the general area of Aycock Birthplace include the Country Doctor Museum in Bailey, some 23 or so miles distant. That museum charges a $2 basic fee but manages to attract only 2,500 guests a year. The Tobacco Museum of North Carolina, ten miles away from the birthplace in Kenly and adjacent to heavily traveled Interstate 95, has a similar fee structure and extensive exhibits superior to those at Aycock but draws only about 12,000 visitors annually despite its very favorable location. In such circumstances the birthplace would not be competitive with an admission fee, an assertion borne out by the half of current visitors who would not go to the site if there were a $2 charge.

Bennett Place

1996 Visitation: 19,005 School Group Visitation: 1,321

Staff: 4 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 38.4%

Located in one of the state's larger cities, Bennett Place (as well as two other state historic sites, Duke Homestead and Historic Stagville) is part of a significant picture of diverse cultural attractions. The three free state sites comprise the heart of historic places to visit in Durham. A city park, West Point on the Eno, also is free and contains a restored gristmill; overall attendance at the park is up to 70,000 people a year, and many people visit the mill at least once. Patterson's Mill General Store in southern Durham is another fascinating historic feature; this private store is partly a museum and charges no admission. Another well-known free agency displaying both art and (at times) history is the Duke University Museum of Art. Also of note are the North Carolina Central University art museum and the history room of North Carolina Mutual Life Insurance Company; both of these attractions also are free. The Duke University Primate Center and the North Carolina Museum of Life and Science are private institutions with basic fees of about $5 that appeal to audiences not as interested in history. The museum has a substantial attendance based on a broad array of activities, exhibits, and educational programs (unmatched by any of Durham's historic sites) ranging from live animals to aircraft, missiles, and a lunar lander.

Bentonville Battleground

1996 Visitation: 32,826 School Group Visitation: 1,418

Staff: 4 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 55.2%

Bentonville is one of a small handful of sites that would actually lose a majority of its attendance if an admission fee were instituted. The closest Civil War historic site is the CSS *Neuse*, another state historic site, which is free and more than 40 miles away. About the same distance in a different direction is the Museum of the Cape Fear in Fayetteville, part of the Department of Cultural Resources, which is free and has extensive Civil War exhibits. The Tobacco Museum of North Carolina in Kenly (discussed above under Aycock Birthplace) is closer, although in sum Bentonville is not actually near any comparable facilities.

Charlotte Hawkins Brown Memorial

1996 Visitation: 10,700 School Group Visitation: 1,335

Staff: 4 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 71.5%

The memorial is midway between Burlington, location of Alamance Battleground, and Greensboro. In the latter city are two free historic facilities that offer far more to guests than is currently available to visitors to the memorial: the Greensboro Historical Museum (attendance 36,216 including 6,000 at a historic house on the grounds) and the Guilford Courthouse National Historic Site (40,739 people at the visitor center, many more driving through the park). Also about ten miles from the memorial is the Mattye Reed African American Heritage Center which, like the memorial, is of special interest to black citizens. With such competition and most buildings at the Brown Memorial not open for visitors, the site would face a potentially catastrophic loss of attendance if an admission fee were assessed.

Brunswick Town

1996 Visitation: 27,562 School Group Visitation: 1,126

Staff: 5 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 48.4%

The geographically closest true historic site to Brunswick is another state site, Fort Fisher. Orton Plantation Gardens, immediately north of Brunswick but not a real museum, draws 30,000 visitors yearly and charges a basic fee of $8; guests there see only the extensive current gardens, not the historic plantation structures. Brunswick Town staff frequently hear comments that visitors to Orton are unhappy with the cost. The free Carolina Power and Light Company nuclear power plant visitor center is also nearby and garners some 10,000 guests each year. The very popular new Museum of Coastal Carolina, about 40 miles away at Ocean Isle Beach, has extensive interactive exhibits on marine life, the sea, and shipwrecks, and charges a basic fee of about $1 in a beach area rich with tourists.

CSS *Neuse*

1996 Visitation: 17,109 School Group Visitation: 2,959

Staff: 4 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 41.6%

Related facilities in Kinston include the Caswell Fire Station Museum, which is free and open, mainly by appointment, for some 1,500 to 2,000 schoolchildren per year, and the new and free Neuseway Nature Park, which features recreation, picnic tables, camping, and a few exhibits on wildlife. Park attendance is estimated to be as high as 15,000 to 20,000 annually, mainly for recreational purposes. There is no other historic site in the Kinston area comparable to the *Neuse*.

Duke Homestead

1996 Visitation: 28,648 School Group Visitation: 7,575

Staff: 5 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 44.9%

The homestead, located in Durham, has the same group of related attractions as those described above for the Bennett Place.

Fort Dobbs

1996 Visitation: 10,314 School Group Visitation: 1,827

Staff: 2 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 75.5%

Privately owned Murray's Mill, a restored gristmill and operating country store, attracts some 12,000 visitors annually for a basic adult fee (at the mill) of $2. Many more activities of general historical interest are currently available at the mill than at Fort Dobbs. The projected drop in attendance if a fee were charged is the largest at any state historic site.

Fort Fisher

1996 Visitation: 144,741 School Group Visitation: 8,826

Staff: 5 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 34.3%

Other than Brunswick Town, discussed above, there are no other historic sites in the area to compete with Fort Fisher. The nearby Fort Fisher aquarium, with a $3 fee and a resultant 29% fall in attendance, attracts tourists primarily interested in marine life. More than twenty miles away in Wilmington, the Cape Fear Museum has historical exhibits and a $2 basic fee. The Wilmington Railroad Museum charges $4 but has very low attendance for its specialized offerings. The battleship *North Carolina* has an adult admission fee of $6 but offers extensive guided tours to visitors aboard a ship, access to which is easily controlled.

Historic Bath

1996 Visitation: 23,008 School Group Visitation: 2,101

Staff: 5 Existing Admission Fees: Two house tours available at $1 each or 50 cents for students

Projected Decrease in Visitation with $2 Fee: 40.1% (This figure is based on a single admission fee for the entire site, including the visitor center, two houses above, and a third house with exhibits. Currently only a small fraction of recorded visitors tour a house with fees.)

Other attractions not too far from Bath include the free Belhaven Memorial Museum with general collections (visitation 5,000 annually) and the free Aurora Fossil Museum, which draws 9,400 visitors each year. Thirty miles away in Greenville is River Park North, which has a nature-centered museum with a fee of about 50 cents (paid on an honor system) and annual attendance of 15,000 to 20,000. Strictly speaking, however, none of these facilities is a historic site.

Historic Edenton

1996 Visitation: 25,035 School Group Visitation: 3,015

Staff: 7 Existing Admission Fees: Adult walking tour of six buildings, $6; students, $2.50. As most of the buildings on the tour are not state-owned, the state historic site receives only $1 of each admission fee.

Projected Decrease in Visitation with $2 Fee: Valid data unavailable for this site because of the existing basic fee, which exceeds $2.

Among competing historic attractions near the site are both public and private resources. Two free state historic sites, Historic Halifax and Somerset Place, are in the general vicinity. The Museum of the Albemarle, a regional state museum also under the Department of Cultural Resources, is in Elizabeth City about 30 miles away from Edenton. The free museum attracts some 15,000 visitors each year and offers a full range of museum programs and exhibits. The

Newbold-White House is a private historic house museum; its admission fees are $2 for adults and 50 cents for children. The house lures about 2,000 paid visitors each year, but even more, 3,000, choose not to pay for a tour and instead merely wander about the facility outside or leave after a few moments. Historic Hope Plantation charges $6.50 for adults and $2 for students with 8,675 visitors. Historic Murfreesboro charges $5 with 6,000 visitors.

A large majority of visitors to Edenton also apparently choose simply to walk around the historic district outside the historic structures rather than pay for the tours, indicating that the fee structure is ineffective for the state-owned portion of the site. Clearly the masses of tourists who decline the tours are not receiving the educational benefits of the site.

Historic Halifax

1996 Attendance: 35,723 School Group Visitation: 1,443

Staff: 5 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 36.5%

Historic Halifax is isolated in northeastern North Carolina without similar attractions conveniently nearby. Hope Plantation is fifty-five miles (and perhaps nearly ninety minutes) away. That privately run site charges $6.50 for adults and $2.00 for students but drew a mere 8,675 visitors in 1995, only about 25% of the attendance at Halifax. Halifax is also one of several state historic sites in North Carolina's poorest counties, and numerous disadvantaged local residents who now attend the site clearly could not do so if a fee were implemented.

Historic Stagville (administered apart from the Historic Sites Section)

1996 Visitation: 5,281 (The site would probably receive 9,000 to 10,000 guests per year if it were open on weekends.) School Group Visitation: 862

Staff: 2 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: No survey done

Competing local historical attractions for Stagville are the same as for Bennett Place and Duke Homestead, except that relatively isolated Stagville is at a geographical disadvantage compared to sites in or nearer to Durham's population. With minimal visitor services and an inconvenient location, Stagville certainly would be impacted negatively by implementation of an admission fee.

Horne Creek Living Historical Farm

1996 Visitation: 22,685 School Group Visitation: 4,729

Staff: 4 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 50%

The rural farm competes with two sites 25 miles away in Winston-Salem. Old Salem, a nationally known historic town, attracts some 100,000 visitors annually at $5 to $12 with an established

array of active programs, demonstrations, fine restorations, museums, restaurants, and heavy advertising. Bethabara Park, which is free, offers essentially archaeological foundations to some 38,000 visitors each year. Only Horne Creek Farm's free admission and innovative programming offset its isolation, lack of facilities, and inconvenient location to enable it to compete with such attractions.

House in the Horseshoe

1996 Visitation: 16,341 School Group Visitation: 1,610

Staff: 3 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 38.3%

There are several competing attractions within 25 miles of the House in the Horseshoe. The Shaw House in Southern Pines, which attracts about 3,000 visitors per year, is run by the Moore County Historical Society with a part-time paid staff. There is no admission fee for the 1830s house museum and two smaller historic cabins. The society tried imposing a $2 fee for a few months but abandoned the charge when attendance dropped drastically. The Malcolm Blue Farm at Aberdeen includes a historic house museum and a reconstructed barn with exhibits; the site offers some hands-on activities and charges no admission fee.

North Carolina Transportation Museum

1996 Visitation: 71,545 School Group Visitation: 5,886

Staff: 15: (most added in late 1996 with opening of extensive roundhouse exhibits and other improvements) Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 29.3%

Halfway between Charlotte and Greensboro, the unique museum is the largest tourist attraction in its area, and no obvious competition is nearby. The Rowan Museum in Salisbury charges a $3 fee.

James K. Polk Memorial

1996 Attendance: 21,800 School Group Visitation: 5,765

Staff: 4 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 45.9%

Located in metropolitan Charlotte, Polk Memorial must compete for public attention with an array of historic, sports, and other attractions and recreational diversions. Historic Latta Plantation charges $2 for a basic tour and $3 for a tour with demonstrations of historic skills but only draws 10,000 visitors. The Hezekiah Alexander House, very much more in the center of population than Polk Memorial, has a basic fee of $4 and attracts some 15,000 visitors each year.

Reed Gold Mine

1996 Visitation: 52,095 School Group Visitation: 11,908

Staff: 7 Existing Adminssion Fees: None

Projected Decrease in Visitation with $2 Fee: 44.5%

Reed Gold Mine is unique in many ways in the United States east of Colorado and is one of the few historic gold mines and associated museums in the entire country. It is 20 miles east of Charlotte and the Latta Place and Hezekiah Alexander historic houses discussed above in connection with Polk Memorial. Despite its location in the most isolated part of Cabarrus County, it consistently attracts a healthy attendance well above average for state historic sites; yet (as cited above), nearly half of its visitation would disappear with implementation of an admission fee.

Somerset Place

1996 Visitation: 25,389 School Group Visitation: 3,949

Staff: 5 Existing Admission Fee: None

Projected Decrease in Visitation with $2 Fee: 25.2%

Somerset Place is in some respects one of the most isolated of North Carolina's historic sites. located in a sparsely populated, poor, and swampy eastern part of the state with few cultural amenities. It is adjacent to Pettigrew State Park, which has free admission, but there are no comparable historic sites near Somerset. Historic Edenton, another state site, is not too far distant to the north but is in a historic town setting. Many people travel within seven miles of Somerset on U.S. Highway 64 hurrying to the Outer Banks and never stop at the site; an admission fee would hardly get such travelers to visit the site.

State Capitol (administered apart from the Historic Sites Section)

1996 Visitation: 166,976 School Group Visitation: 69,940

Staff: 10 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: Estimated 25 to 50% decrease, with the annual 75,000 school children visitors constituting the greatest portion of the decrease (no survey done).

The main arguments against charging fees for visiting the Capitol have to do with (1) the difficult public relations problems created by denying access to the Capitol to school children who cannot afford the fees and to some taxpaying citizens who will object to the fees or cannot afford them as well as (2) the cost of collecting fees. Taxpayers are apt to feel that the Capitol belongs to them and that they should have free access when it is open. Collection of fees is especially problematic because there are four entrances to the building which would need to be controlled. In addition, each year there are thousands of visits by state employees and statewide and worldwide visitors doing business in the building. These people would need to be screened and allowed free entrance. Criteria for this screening would be a constant source of arguments and hurt feelings. In short, one or two extra positions would be required just to collect fees, police the doors, and handle a constant barrage of public complaints.

Heavily attended competing attractions (the Legislative Building, mansion, state museums, and most nonprofit cultural attractions near the Capitol) do not charge admission fees. Visitors, when faced with a fee for the Capitol, probably would choose these other free attractions first. The only significant nearby attraction which charges fees is the Mordecai Historic Park, and its visitation is only 10,000 per year (other factors also contribute to its low attendance).

Town Creek Indian Mound

1996 Visitation: 34,401 School Group Visitation: 13,602

Staff: 5 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 51.1%

The Indian mound is about 10 miles from the Rankin Museum of American History in Ellerbe, a museum of about 5,000 square feet with attractive diorama exhibits on a variety of subjects, including people and natural history of North America. That museum charges a basic admission fee of $2 to an annual attendance estimated to be about 5,000 people, only about one-eighth of the visitation to Town Creek.

Zebulon B. Vance Birthplace

1996 Visitation: 17,869 School Group Visitation: 2,261

Staff: 3 Existing Admission Fees: None

Projected Decrease in Visitation with $2 Fee: 46%

Two historic house museums in the vicinity of the birthplace charge entry fees but have annual visitation much smaller than the free state historic site. These are the Smith-McDowell House, with an admission fee of $3.50 and 4,000 guests and the Shelton House with a fee of $4 and only 800 visitors. Of course, the low-priced ($1) state-run Thomas Wolfe Memorial is also in the area and (like Vance Birthplace) attracts many times the number of visitors to the two house museums combined.

Thomas Wolfe Memorial

1996 Visitation: 20,860 School Group Visitation: 2,176

Staff: 6 (recently enlarged because of a new visitor center and exhibits opening in 1997)

Existing Admission Fees: adult $1; children 50 cents; all groups half-price

Projected Decrease in Visitation with $2 fee: 38.5%

As noted above under Vance Birthplace, Wolfe shares some of the same competing sites as the birthplace. Many more guests come to the free or less expensive state historic sites than to the more costly house museums. The Carl Sandburg House, a National Park Service property, charges $2 and has 40,000 visitors.

AREA SITE/MUSEUM COMPARISON TABLE

NC HISTORIC SITE	COMPARATIVE SITE	COMPARATIVE SITE
Alamance Battleground No fee 14,941 visitation	**Alamance County Historical Museum** No fee 14,000 visitation	**Cedarock Historical Farm** No fee 18,000 visitation
Aycock Birthplace No fee 20,032 visitation	**Country Doctor Museum** $2.00 fee 2,500 visitation	**Tobacco Museum of NC** $2.00 fee 12,000 visitation
Bennett Place No fee 19,005 visitation	**West Point on the Eno** No fee 70,000 visitation to park	**Patterson's Mill General Store** No fee 6,579 visitation
Bentonville Battleground No fee 32,826 visitation	**CSS *Neuse*** No fee 17,109 visitation	**Museum of the Cape Fear** No fee 21,996 visitation
Charlotte Hawkins Brown Memorial No fee 10,700 visitation	**Greensboro Historical Museum** No fee 6,000 visitation to historic house	**Guilford Courthouse National Historic Site** No fee 40,739 visitation
Brunswick Town No fee 27,562 visitation	**Fort Fisher** No fee 144,741 visitation	**Orton Plantation** $8.00 fee (gardens only) 30,000 visitation
CSS *Neuse* No fee 17,109 visitation	**Caswell Fire Station Museum** No fee 2,000 school children	**Neuseway Nature Park** No fee 20,000 visitation
Duke Homestead No fee 28,648 visitation	**NC Museum of Life & Science** $5.50 fee 288,000 visitation	**Duke Primate Center** $5.00 fee 12,000 visitation
Fort Dobbs No fee 10,314 visitation	**Murray's Mill** $2.00 fee 12,000 visitation	
Fort Fisher No fee 144,741 visitation	**Cape Fear Museum** $2.00 fee 68,000 visitation	**Fort Fisher Aquarium** $3.00 fee 304,734 visitation
Historic Bath $2.00 fee 23,008 visitation	**Belhaven Memorial Museum** No fee 5,000 visitation	**Aurora Fossil Museum** No fee 9,404 visitation
Historic Edenton $1.00 fee 23,035 visitation	**Hope Plantation** $6.50 fee 8,675 visitation	**Historic Murfreesboro** $5.00 fee 6,000 visitation

Historic Halifax
No fee
35,723 visitation

Historic Stagville
No fee
5,281 visitation

Horne Creek Historical Farm
No fee
22,685 visitation

House in the Horseshoe
No fee
16,341 visitation

North Carolina Transportation Museum
No fee
71,545 visitation

James K. Polk Memorial
No fee
21,800 visitation

Reed Gold Mine
No fee
52,095 visitation

Somerset Place
No fee
25,389 visitation

State Capitol
No fee
166,976 visitation

Town Creek Indian Mound
No fee
34,401 visitation

Zebulon B. Vance Birthplace
No fee
17,869 visitation

Thomas Wolfe Memorial
$1.00 fee
20,860 visitation

Hope Plantation
$6.50 fee
8,675 visitation

West Point on the Eno
No fee
70,000 visitation to park

Old Salem, Inc.
$5.00 to $12.00 fee
100,000 visitation

Shaw House
No fee
3,000 visitation

Rowan Museum
$3.00 fee
750 visitation

Historic Latta Plantation
$2.00 to $3.00 fee
10,000 visitation

James K. Polk Memorial
No fee
21,800 visitation

Historic Edenton
$1.00 fee
23,035 visitation

Mordecai Historic Park
$4.00 fee
11,000 visitation

Rankin Museum of American History
$2.00 fee
5,000 visitation

Smith-McDowell House
$3.50 fee
4,000 visitation

Carl Sandburg House
$2.00 fee
40,000 visitation

Aycock Birthplace
No fee
20,032 visitation

Duke Homestead
No fee
28,648 visitation

Bethabara Park
No fee
38,000 visitation

Malcolm Blue Farm
No fee
20,000 visitation

Hezekiah Alexander House
$4.00 fee
15,000 visitation

Hezekiah Alexander House
$4.00 fee
15,000 visitation

Pettigrew State Park
No fee
97,000 visitation

NC Museum of History
No fee
269,361 visitation

Shelton House
$4.00 fee
800 visitation

Smith-McDowell House
$3.50
4,000 visitation

Concessions

Historic sites provide concessions in three principal areas: gift shop sales, historic demonstrations, and special events. Revenue from these concessions is used to support historic sites and their mission of preserving and interpreting properties throughout the state.

Gift Shops

Most of the historic sites provide an opportunity for visitors to purchase souvenirs. Site gift shops vary in size, from a small sales desk operation at the Vance Birthplace to a full shop with numerous display cases and racks at the Transportation Museum. The smaller sales desks originally were designed to provide minimum opportunities for souvenirs at developing sites. As the need for educational programming and public awareness became apparent, many sites developed friends groups to assist in fund raising and development. Those nonprofit support groups began operating the souvenir shops and using the proceeds specifically to help the particular historic sites served by the organizations. Some of the societies also raised money through donations made at the sites and used for enhancement of site programs and various amenities.

There are several benefits to allowing friends groups to sponsor donation boxes and gift shops. First, the organizations represent critical local involvement in the historic sites. Community pride and support are vital keys to successful historic sites. In addition, nonprofit groups have more flexibility in fiscal matters, such as spending funds, while still maintaining appropriate budgets and financial records. Larger shops are required to undergo annual audits. Finally, revenue generated at given sites from this visitor service can be applied directly to improving the programs offered to guests at the specific sites.

Our focus groups and other visitor studies strongly support this activity. Teachers, community leaders, and general visitors want proceeds to support the specific missions of historic sites generating the revenue. A number of focus group participants, as seen in the sampling of their views below, have suggested looking for ways to increase donations and gift shop revenues.

"If a little fee would make it well-manned, it would be worth it when we arrive wherever we're going. I would like to interject that the children from our school are more than anxious to buy souvenirs. And if you could have someone to take care of that, you could make quite a bit of money." [TN]

"If it's more like a contribution rather than an admission . . . and you think of it as being a contribution, your contribution to the site and what it has to offer. At that point you're saying, 'I would like this exhibit to be expanded in some sort of way.' " [CN]

"I would really like you to push that gift shop instead of an admission fee because you could make a lot of money." [TN]

"You should consider voluntary contributions versus charging. Contributions do produce some income. Most historic sites have donations boxes. Even then, the public needs to know what it is used for." [CN]

"Has anybody said anything about pushing for donations as opposed to an admission? You could say, 'we ask when you come to please bring a donation.' Sometimes people would give more if they were given a chance to give what they wanted. I think that would solve the problem of 'I don't want to give anything.' If you can afford a

nickel, give it. You may be able to afford a dollar--give it, but as we go please donate something. And I think that's the answer." [TN]

"Again, if they can donate something, let them. But students get in free. That way you're covering the family that may not have the money. But you may have a family that sincerely wants to broaden the horizons of their children, and they're looking for family-oriented things to do but may not have the extra money." [TN]

"Add on a room to the gift shop, and just bring the gifts in. Let that be a major money-making thing." [TP]

"Well, let's face it. That's the most important part of the trip for the kids." [TN]

"And I believe the place would make money if they managed the gift shop right. I don't believe there's much question about that. It would be as much as if they charged admission." [TN]

We recommend that gift shops continue to be sponsored by nonprofit friends groups. Current sales desks operated by the state should continue in that manner until opportunities to develop sponsorship by friends groups are successful. Revenue should be directed toward meeting the needs of historic sites.

Historic Demonstrations

Many interpretive programs at historic sites feature special demonstrations. A musket-firing demonstration at Fort Fisher, panning for gold at Reed Gold Mine, and cooking and making candles at various sites are some examples. The gold-panning operation at Reed Gold Mine is receipted by the state. The train ride at Spencer is sponsored and operated by the friends group, the North Carolina Transportation History Corporation. Other similar societies sponsor school-group demonstrations through minimal fees. The section sponsors many other demonstrations for free. We recommend continuing the present mix of public and private sponsorship of demonstrations.

Special Events

Occasionally, historic sites may provide special events that require immense planning and execution. A major reenactment at Bentonville, Rail Days at the North Carolina Transportation Museum, and the Thomas Wolfe Festival at Wolfe Memorial are examples. The friends groups most often sponsor such activities and retain funds from the events. This partnership between the sites and support groups has worked well, once again with realized revenue used to meet the needs of the historic sites.

In all three cases, active, dedicated friends groups are very important to the success of historic sites. Development opportunities should be pursued at all sites to generate both financial and community resources.

General Conclusions: Narrative

After lengthy debate, the study group decided to recommend that there be no new admission fees at sites. The recommendation takes into consideration numerous factors in seeking the best alternative for North Carolina's state historic sites and citizens.

Results of experimenting with fees in other states have been very questionable, with a significant number of states (such as Georgia, Illinois, Kansas, Missouri, and Michigan) reporting problems of severe decreases in atttendance and/or lack of enough revenue to offset increased costs of administering fees.

In North Carolina the experience of state aquariums, with a precipitous decline in visitation (from 29 to 36%) after implementation of fees in 1994, is cause for ample concern that historic sites would also experience a severe plummeting of attendance and consequent decrease of services to citizens if fees were implemented. This worry is validated by data analyzed above for each Tar Heel site from extensive visitor surveys conducted by the section in 1993 and 1994, which revealed that as many as 70% or more of people would not visit some sites if fees were charged.

The focus groups organized by the section in 1996 supported those assertions. Many participants in the study believe that admission fees would cause visitation to decrease, be consumed by administrative and bureaucratic expenses, and not benefit the site at which they were collected. These same citizens want any fees to be used to improve sites at which they would originate and would expect much-improved services, facilities, and programs from historic sites with fees.

To meet this significant increase in visitor expectations for more adequate programs, amenities, and historic resources at the sites would be very costly, yet the section has no reserves from which to provide such enhanced items and services. Capital improvement needs alone at the sites (indicated above for individual sites) amount to a total of $40.15 million for historic structures, $12.25 million for exhibits, $10.1 million for visitor centers, $3.4 million for land, and $1.55 million for maintenance buildings. For instance, Bennett Place lacked rest rooms for years and used a surplus trailer as an initial "temporary" visitor center for a decade; Horne Creek Farm still uses a small trailer for a visitor center, and House in the Horseshoe's "visitor center" is a small converted packhouse. In addition, the sites would require a minimum of several hundred thousand dollars per year for salaries for new interpreters, even after recruiting and training hundreds of new volunteers. Clearly, North Carolina's state historic sites as a group would not be competitive if they charged admission fees with no corresponding improvements of the historic facilities. Time and again people who may not object to modest fees obviously demand better resources and services in return for paying the charges.

Historic sites, like schools, are part of a broad education of the public. North Carolina's children study the history of their state in fourth and eighth grade, and many of these young people enhance their knowledge of this heritage by visiting historic sites in organized school groups or with family and friends. Any fees would greatly harm this educational offering, since large numbers of people would not avail themselves of it. Schools are hard pressed now to fund educational field trips, and adding new costs would hardly help them.

North Carolina's state historic sites contribute greatly to tourism, which at $9.2 billion has become the second major industry in the state, just behind manufacturing. Heritage tourism, including historic sites, accounts for 10% of tourism nationally but is growing at a rate six times that of traditional tourism. The National Endowment for the Humanities says visitors to historic sites stay an average of a half-day longer and spend an average of $62 more than other travelers. North Carolina's state historic sites position the state to take increasing advantage of that economic trend. A recent national poll by Lou Harris for *Travel & Leisure* revealed that since the 1980s travelers have become much more interested in enriching travel experiences, such as understanding culture, than in escapism, luxury resorts, night life, and costly foods. Fully half of those polled (up nearly 100% in a decade) gave high ratings to cultural and historical treasures, and a remarkable 88% desired to learn about culture. Forty percent of travelers in the Tar Heel State indicate they stop at historic places. In such a climate, visitors to North Carolina's state historic sites provide a significant and increasing part of the $9.2 billion tourism contributes to the state's economy each year. Adding fees at the sites certainly could hinder this vital economic engine, predicted to become North Carolina's number one industry in a few years.

Admission fees also would have an adverse impact on those poorer North Carolinians who live in a number of counties containing historic sites. Historic Halifax in Halifax County and Somerset Place on the border of Washington and Tyrrell Counties are prime examples. Of course, throughout the state, people with relatively less disposable income would have difficulty paying a fee to visit any site. The state's less-affluent and less-educated citizens, many of whom are African Americans, already do not attend historic sites as much as their better-paid, better-educated peers, and fees would only tend to increase this disparity among North Carolinians.

At a number of historic sites volunteer support groups, often nonprofit committees or corporations, do charge activity fees for special programs. Those charges may range from a fraction of a dollar for supplies connected with children's groups or hands-on crafts at Aycock Birthplace to several dollars for a train ride at the Transportation Museum. Such modest, optional activity charges should be left alone, as they typically cover costs of expendable supplies that the state would have to absorb if the activities were to be continued for visitors without the support groups' work.

The dangers of charging admission fees at North Carolina's currently free historic sites become apparent when one compares what visitors say they would pay with costs of administering such a fee system. Typically 35 to 40% of visitors across the state say that they would pay only $1 or less to visit a state historic site, yet, as previously explained, the break-even point for fees appears to be two dollars. If one counts those who refuse to pay more than $2 at a site, then the percentage of current visitors in that category rises toward the 70 to 75% range and reaches as high as 95% at one site. It is extremely difficult, then, to see how the state could avoid losing money, let alone make money, with admission fees that visitors would actually support.

Existing fees at other sites (Historic Bath, Historic Edenton, and Wolfe Memorial) probably should be phased out eventually if a way can be found to replace the lost revenue, which supports programs at those sites. The fees are an anomaly in the total statewide system and are not working effectively. The fees are modest and do not yield much revenue, especially at the two eastern sites, where the collection rate for various reasons is at or under 25% of the visitors who enter the visitor centers.

Appendix I

Focus Group Data

Given the variety and uncertainty of various other states' experiences, the section conducted the representative focus groups described above with particular intent to learn the latest views of North Carolinians on the matrix of topics related to the issue of admission fees at state historic sites. A number of trends were evident in the opinions of the teachers and community groups taking part in the sessions: those tendencies are highlighted below with sample comments by group participants. Various patterns developed during the course of the focus group study. Topics that were mentioned in at least four of the six focus groups were considered significant and are listed below with representative quotes. The notation at the end of each quote denotes its origin. (The sources are: CTM, community group at the Transportation Museum; TTM, teachers at the Transportation Museum; CP, community group at Polk; TP, teachers at Polk; CN, community group at CSS *Neuse*; and TN, teachers at CSS *Neuse*.)

Admission Fees Would Result in Fewer Visitors. Many study participants felt that an admission fee would have a negative impact on visitation.

"The more you charge, the more people want. The more you charge, the less people want to come." [CTM]

"It could cut down on repeat visits. For example, if I have family and friends out of town visiting me and I want to bring them down here, but I've been here and paid five times in a row, well, I don't think I would want to keep paying to see the same thing over and over." [CN]

"If you charge a fee are you automatically omitting a portion of the public that might have gone and learned something educational had there not been a fee? But you know there's surely a handful of people that would have said, 'Well gosh, if that would have been free, we could go.' But if you have three kids and it's two dollars per person, you know--plus the mom and the dad--you're already up to a fairly big chunk of money." [TP]

"I think visitation would drop from the merely curious to the people who have a real interest in whatever the subject is. People who are train buffs would certainly pay to come to Spencer Shops, but I don't know about others." [TTM]

"And one thought I had, when you talk about charging admission a lot of people may not go." [TP]

"You have so many families that want to get out and do things, but don't have the finances to do so. And they can come here and enjoy things and not have to pay, except to ride the train--and that's minimal and optional. I'm afraid it might keep some of the people away that enjoy it now." [CTM]

"So you probably will get reactions like 'Look, the state's got plenty of money. Why are they going to charge us to go through these sites?' At times it might reduce the number that might really visit the site." [CP]

Visitor Expectations of Sites Would Increase. Many focus group participants indicated that their expectations would increase if an admission fee were charged to visit a state historic site.

"I'm going to be very up-front. A lot of the sites have a reputation of being stagnant. It is the same thing constantly. If they did charge and the money stayed at the site and you saw improvements in the programming and everything else, then my expectations would go sky-high for them. Very positive, I think. But I would have to see some improvement from the charge of admissions." [CP]

"I would want people there to answer questions. Show me things that I might not see otherwise. I'd want the little push-button recording that would explain each thing and that has to be maintained. I'd want people there in costume, period costume, to make it more authentic." [CTM]

"If you brought a school group, you would expect facilities that would accommodate a large group. Like we bring eighty second-graders, and most sites I've visited don't have enough bathrooms for school groups." [TTM]

"I would expect more meat on the table. If they're going to charge, I wouldn't be looking for a half-hour to hour walk-through tour with a guide. I'd want to be able to spend some time there. Learn something." [CTM]

"I would expect us to have more to offer than we have now if we charged a fee. I would sure expect changing exhibits and have different things to do from the last visit." [CN]

"Something to keep our children's attention--fun exhibits that can be touched." [TN]

"If it was something that I paid for, I would expect *lots* of things where the kids can touch and feel, and different kinds of things that they can do instead of just walking through and looking at things and reading. You know, buttons to push with things that light up . . . all that kind of stuff that they love." [TP]

Administrative Costs Would Consume an Admission Fee. A large number of participants indicated that the cost of administering an admission fee would consume most of the revenue.

"The bookkeeping. Sometimes you're dealing with such small amounts that labor is not being paid for in itself." [CN]

"I'm opposed to charging students and children. And I'd also say, get out your calculator and calculate the amount of money we're talking about. How many people come? How much money would it generate at different levels of admission and at which of these levels would you have a decrease in the number of people . . . in the amount of traffic? And look at it strictly from a dollars-and-cents standpoint. From what little bit we've done here it doesn't look very promising about really making any money." [TN]

"The staff that works out here would have to start a bookkeeping system of some sort to keep up with the funds . . . banking and things of that nature." [CP]

"I'm kind of on the negative side due to the fact that it is not going to end just by charging a fee. All of these other things are going to have to be entwined in it, which, you know, would probably cost more than the fee you would receive from it." [CP]

"I was just thinking, every time you start dealing with money, then you have to have somebody paid to take the money, then you have to have somebody paid to do the receipting and whatever else. Then you have to have somebody paid to divvy it back out, and you wonder how much of it really gets back to the site. Does it become counterproductive because of the bureaucracy? How much red tape is involved?" [TP]

"If you charge admission you're going to have to seal off the site. So that you have one, two, three areas--whatever. Every site is going to have to be enclosed to begin with. That's going to be extra cost up front. If people pay admission, they are going to want more. So then you're going to have to add to the staff and the personnel--people taking the admission, people taking the tour, people being available at every area . . . you're going to have to add a whole lot of staff, and I would see that as an immediate cost and a disadvantage." [CTM]

"I would just like to caution them on one deal. Just because you're taking in money doesn't mean you're making money. You may be spinning your wheels." [CTM]

Many Feel Historic Sites Should Be Free. Many participants in the study indicated that state historic sites should be free. In addition, some participants feel that they are already supporting sites with their tax dollars and see an admission fee as an additional tax.

"I don't like admission fees for state property. Our tax money goes for a lot, so you sort of feel like you've already paid out a little bit even though you're not walking through a turnstile paying two dollars when you pay your taxes. The state should take responsibility for educating people." [TP]

"I think sometimes people like to know they are getting something for their tax dollars. They might want to come in and visit if they didn't have one [admission fee]. Then that might be a plus." [TN]

"Some people might see it as 'all that you're collecting is taxes. so I don't have to pay.' " [TN]

"I am opposed to the idea of charging admissions to state historic sites." [TN]

"I think we give the state quite a bit as it is. from our tax dollars. I think it would be an advantage if it were put back into historical sites. And it's theirs. Whatever they bring in is theirs." [TTM]

"If it's educational for elementary school groups. it's educational for me. or for my grandparents. It's educational for everybody. If the state is going to do these sites. I think it should be free or a flat. very cheap fee for everybody. I think that's what the state should do--for everyone in the state." [CTM]

School Groups Should be Admitted Free. Almost every study participant indicated school groups should be admitted free.

"No matter what they do, all these sites are educational sites. And they are there for us to learn. If they decide to charge. the educational trips for school children from any organization should be free." [CTM]

"I'm against charging for school groups. A lot of children would not get an opportunity to take a vacation or a trip if it wasn't for our school systems. So I do agree that educational trips should be free. because that's where our future is--with our children." [CTM]

"In other states. like Georgia. Virginia. some in South Carolina. especially with national historic sites. school groups--if it is an educational trip--are free. They just have a letter on their school letterhead addressed to that site." [CTM]

"My feeling about having school groups pay an admission to state historical sites. . . . It should not be. because you are supposed to be working with *us.* You're part of the state. and the state should provide education for children." [TP]

"I think we need to keep it free for school groups and possibly free for all children under the age of ten. People may not mind paying an admission fee if their children get in free." [CN]

Historic Sites Are Important to North Carolina Tourism and Local Economies. Numerous participants believed that sites were significant assets to local economies.

"I don't know if a fee would affect me personally, but I know we do a lot of business with motor coaches. and when a tour operator is putting a group together, their decision on where they go and where they stop weighs very heavily on the costs. They have to keep their total costs down. For an area like Kinston. with it not being considered a visitors' destination, one of the things that we market is the fact that there are no costs and that it's very affordable. . . ." [CN]

"I would just like to say that the site here in Pineville has certainly been an asset to the community. It brings in people from all over the country and that helps the local economy. They have a wonderful staff here. Mrs. White and all of them do a great job, and the town government has always supported the site and helped in any of the things that they have asked us to do. We're fortunate to have this in our town." [CP]

"This site is a big drawing card for the state. If you're interested in trains and traveling in North Carolina, you will probably stop in for a visit. If there were a large admission fee, then tourists may not stop as frequently." [TTM]

"If they don't have the admission charge, visitation would be higher. The out-of-town visitors help the local market. and that money goes into sales taxes. The state is still getting money from the site. It doesn't have to be through an admission charge." [CTM]

Any Admission Fees Should Be Modest. Participants indicated that an appropriate admission charge should be minimal or only a few dollars. Many cited a range of two to three dollars.

"If you're going to go from no charge to an admission charge, I would say, to start off, no more than maybe a few dollars. It would be a shock to everybody." [TTM]

"A charge sometimes creates a real negative response. Oh, they're going to charge five bucks . . . I'm not going to go out there and see that. . . . I'm not going to pay that." [CP]

"I think if there is an admission fee, they should be very careful to make it as minimal as possible so that the site remains accessible to as many people as possible. Do be aware that there are plenty of people that cannot afford $4 or $3 even. There's lots of people that cannot afford that, and you're automatically omitting them from participating and learning if the fee is more than just a very minimal charge." [TP]

"I don't think anyone would complain about a one-dollar admission. . . . A four-dollar admission, then a lot of people are going to complain. The more you pay, the more you expect." [CTM]

"If admission charges are going to be made, they need to be reasonable and in line with what every person, regardless of their income, can pay." [CN]

Admission Revenue Should Stay at the Site at Which It Is Collected. Participants cited this topic during all six focus groups and had strong feelings concerning how admission funds would be utilized. Almost everyone indicated that the fees should remain at the individual sites and not go back to Raleigh.

"I don't mind nearly as much paying a dollar or donating a little bit of money if I just know that it's going to go back towards the site where we are visiting and that it's going to go to good use and not just get lost." [TP]

"I want the money to go back to the sites. Make sure they get some good out of it. Instead of going to something else in the state, like the general fund." [TTM]

"It's an advantage if the money is used to improve the site. To expand what's there. Except sometimes Raleigh keeps the money. Then it wouldn't be an advantage. But if you were able to keep the money here." [TN]

"I think you will have a lot of opposition unless that money stays where it's collected. I think politically people won't care for that. I think it will be an advantage if it stays where it is collected. And I think it might be a disadvantage if that money goes back to bureaucracy to be doled out a second time." [CN]

"I don't think it should go to Raleigh to be divided among other historic sites or anything else. That's just kind of my gut feeling." [CP]

"It would depend on where that money was going. If that money is being pumped back into the site, benefiting the site . . . then that makes the site better by having an admission fee. If that admission fee is going back to Raleigh, . . . then 'No.' " [CTM]

Increased Publicity Is Needed. Several participants indicated that sites would need better publicity if an admission fee were charged.

"The increased revenue, if the sites were able to keep the money, could be used for marketing, upkeep, or promotions." [CN]

"But it depends on the perceived value, as we were talking about before. And in order to determine what the perceived value is, you do have to have brochures out there and advertise." [CP]

"Well, that's certainly something Historic Sites needs. If we did charge an admission, I think some of it should go into advertising. This is a great place, but nobody knows about it. If we advertised, I think visitation would really increase." [CTM]

While the focus groups by design provided more imaginative responses than the previous visitor surveys to certain aspects of issues such as admission fees and the use of any funds which may be generated by possible fees, neither source could offer precise details about future effects of fees on cash flow at the sites.

Appendix II

Historical Significance of Individual Sites

Alamance Battleground near Burlington is the site at which two thousand armed backcountry farmers called Regulators fought royal governor William Tryon's militia in 1771. Tryon won the battle and ended the so-called War of the Regulation, an important rebellion of western farmers against local government corruption just before the American Revolution.

Charles B. Aycock Birthplace is a typical nineteenth-century family farm with a house, separate open-hearth kitchen, corncrib, barn, and smokehouse; it is also the birthplace of North Carolina's reform-minded education governor of 1901-1905. Governor Aycock dedicated much of his life to improving public education in the state.

Bennett Place in Durham is the farmstead of James and Nancy Bennett. In April 1865 Confederate general Joseph Johnston and Union general W. T. Sherman met there. The two men signed papers providing for the largest surrender of Southern armies and an end to the Civil War in the Carolinas, Georgia, and Florida. Today the reconstructed farmhouse, kitchen, and smokehouse depict an ordinary Southern farm of the Civil War period.

Bentonville Battleground near Newton Grove occupies part of the land on which eighty thousand Union and Confederate soldiers fought one of the last major battles of the Civil War. The Harper House, open for tours today, was a field hospital at which wounded from both sides were treated. The site includes the Harper family cemetery, a Confederate grave for 360 soldiers, and Union earthworks.

Charlotte Hawkins Brown Memorial at Sedalia, the former Palmer Memorial Institute, honors a noted African American educator and civic leader. Charlotte Hawkins Brown founded the school in 1902 on a shoestring budget and guided it for fifty years, building a fine preparatory school and transforming the lives of more than one thousand black graduates. Today the memorial links Brown and Palmer to the larger themes of black education and social history.

Brunswick Town on the Cape Fear River near Winnabow was a colonial port of note prior to the rise of Wilmington. The site includes Russellborough, the home of royal governors Arthur Dobbs and William Tryon. The village was razed by the British in 1776 and never rebuilt. During the Civil War, Fort Anderson was constructed on part of the village site. The tour trail passes colonial foundations and crosses the earthworks of the Confederate fort.

CSS *Neuse* in Kinston is a Confederate ironclad vessel completed in 1864. Low water in the Neuse River prevented the ship's entry into the war. In 1865 Confederates sank the *Neuse* to avoid its capture by Union troops. The massive hull was pulled from the river in 1963 and later placed on display. The Richard Caswell Memorial, an exhibit center honoring the state's Revolutionary leader and first governor, is adjacent to the *Neuse* site.

Duke Homestead in Durham is the early farm on which Washington Duke first grew and processed tobacco. Duke's sons later founded the American Tobacco Company, the largest tobacco firm in the world. The tour includes Duke's restored home, a factory barn, a curing barn, and the packhouse. The tobacco museum exhibits trace the history of tobacco from Indian times to the present.

Fort Dobbs near Statesville, named for royal governor Arthur Dobbs, was built in 1756 during the French and Indian War to protect settlers. Historians conjecture that the fort soon deteriorated after pioneers pushed farther westward. Archaeological excavations show the moat, cellar, magazine area, and well of the fort; modest exhibits relate civilian and military life of its era.

Fort Fisher below Kure Beach was the last major Confederate fort on the Atlantic coast during the Civil War and kept the port of Wilmington open to blockade-runners supplying Confederate armies. The earthen fort's fall after heavy naval bombardment in January 1865 helped seal the fate of the South. Items from sunken blockade-runners are exhibited in the visitor center.

Historic Bath is North Carolina's first town, incorporated in 1705. Nestled between two coastal creeks, the village today features several buildings of interest, including the earliest North Carolina church still in continuous use. Tour guides present two houses, the Palmer-Marsh House (1751) and the Bonner House (ca.1830), both of which have been fully restored and furnished. The Van Der Veer House contains exhibits tracing the town's history.

Historic Edenton is the heart of an eighteenth-century town rich in architecture and history. Of six fine buildings on the guided tour, two are maintained by the state: the Chowan County Courthouse and the James Iredell House. George Washington appointed Iredell to the first Supreme Court of the United States. The walking tour also includes a visitor center and the 1736 St. Paul's Episcopal Church, the 1758 Cupola House, and the ca. 1782 Barker House. Two tour buildings are National Historic Landmarks.

Historic Halifax, a former port on the Roanoke River, developed into a commercial and political center. The Halifax Resolves and the state's first constitution were adopted there. A guided walking tour includes four authentically restored and furnished buildings: the 1760 home of a merchant, the house/law office of a nineteenth-century attorney, the 1808 home of a wealthy landowner, and the 1833 county clerk's office, containing a working printing press. The site also boasts a major archaeological exhibit.

Historic Stagville (not in the Historic Sites Section) near Durham comprises the heart of antebellum Stagville, the original plantation of the wealthy Bennehan and Cameron families. Stagville retains the plantation house, a very large timber barn, and a remarkable set of slave quarters. The site also has a modern classroom building for seminars and workshops.

Horne Creek Living Historical Farm near Pinnacle is a typical northwestern Piedmont foothills farm of about 1900. Its farmhouse, double-crib log barn, outbuildings, fields, and orchard are being developed as a place to experience everyday farm life of that era. Visitors take part in daily and special activities of bygone farm life and see, smell, touch, and hear things once common but now vanishing in North Carolina.

House in the Horseshoe near Sanford is a ca. 1770 plantation house named for its location on a horseshoe bend in the Deep River. The house was owned by Philip Alston, whose band of whigs was attacked by tories led by David Fanning in 1781. Later, four-term governor Benjamin Williams lived in the house, which now contains furnishings of the colonial and Revolutionary War eras.

The **North Carolina Transportation Museum** at Spencer was Southern Railway's primary repair facility in the heyday of steam railroading. There, mammoth steam locomotives were hoisted by cranes, repaired, and rebuilt. Today the museum features more than thirty locomotives and rail cars displayed in a restored roundhouse, an on-site train ride and restored station, exhibits on autos and other modes of transportation, and several unrestored industrial buildings.

James K. Polk Memorial in Pineville, on the land of the parents of the eleventh president of the United States, commemorates significant events in his administration: the Mexican War, settlement of the Oregon boundary dispute, and the annexation of California. Reconstructions of a log house, separate kitchen, and barn feature ca. 1800 furnishings.

Reed Gold Mine near Stanfield is the place where twelve-year-old Conrad Reed's chance discovery of a gold nugget in 1799, the first discovery of gold in the United States (fifty years before the finding of gold in California), led to a gold-mining industry in the Carolinas. Visitors today can tour four hundred feet of underground tunnels, enjoy a museum, and pan for gold.

Somerset Place near Creswell once was one of a handful of extensive plantations in the state and supported over three hundred African American and white residents. Its spacious lawn, formal gardens, expansive porches, and expensive furnishings reflect its owner's wealth. Current archaeology, tours, and programs recall the lives and contributions of slaves and owners at the plantation.

The **State Capitol** in Raleigh (not in the Historic Sites Section) was built in 1840 and remains one of the nation's finest examples of civic buildings of the Greek Revival style. With its original furnishings, the Capitol is still used for ceremonies and contains offices for the governor and secretary of state. Much of the building is open for tours.

Town Creek Indian Mound overlooking the Little River near Mount Gilead is a reconstructed Native American center that served as a palisaded refuge and place for religious ceremonies and feasts more than five hundred years ago. Reconstructions of a major and minor temple, burial house, and palisade are based on archaeology conducted there for many years since the 1930s. A learning center is used for educational activities.

Tryon Palace in New Bern (not in the Historic Sites Section) was the capitol of the colony of North Carolina and the residence of royal governor William Tryon just before the American Revolution. The thirty-eight-room main building was burned in 1798 but reconstructed from the original plans in the 1950s. Today costumed guides give tours of the compound.

Zebulon B. Vance Birthplace near Weaverville is a pioneer farmstead tucked in a mountain valley. Vance's political career as Civil War officer, governor, and U.S. senator, as well as the history of his famous mountain family, is traced in the visitor center. The five-room log house, and the outbuildings are furnished to the 1795-1840 period.

Thomas Wolfe Memorial in Asheville is the twenty-eight-room Victorian boardinghouse once run by the mother of novelist Thomas Wolfe. Fictionalized in *Look Homeward, Angel*, Wolfe's boyhood home and its original furnishings preserve the flavor of an early twentieth-century boardinghouse where paying guests received room and board.

Appendix III

North Carolina Historic Sites
Capital Improvement Needs
December 1996

Site	Historic Structures	Visitor Center	Maintenance Buildings	Exhibits	Land
Alamance Battleground		250 k.	100 k.	200 k.	
Aycock Birthplace	50 k.		250 k.	200 k.	50 k.
Bennett Place	100 k.			50 k.	100 k.
Bentonville Battleground	50 k.	1 m.	100 k.	400 k.	500 k.
C. H. Brown Memorial	10 m.		100 k.	1.6 m.	250 k.
Brunswick Town	2 m.			300 k.	
CSS *Neuse*	3 m.	1 m.		400 k.	
Duke Homestead	200 k.	1 m.	100 k.	250 k.	
Fort Dobbs	1 m.	1 m.	100 k.	250 k.	
Fort Fisher	1 m.			250 k.	
Historic Bath	100 k.	350 k.			
Historic Edenton	500 k.		100 k.	100 k.	100 k.
Historic Halifax	550 k.	500 k.	200 k.	700 k.	500 k.
Horne Creek Farm	250 k.	1 m.	100 k.	500 k.	500 k.
House in the Horseshoe	100 k.	1 m.		300 k.	100 k.
NC Transportation Museum	19 m.			5 m.	1 m.
Polk Memorial	100 k.		100 k.	100 k.	
Reed Gold Mine	1 m.	250 k.	100 k.	400 k.	100 k.
Somerset Place	1 m.	2 m.	100 k.	500 k.	100 k.
Town Creek	100 k.	500 k.	100 k.	400 k.	
Vance Birthplace	50 k.	250 k.		200 k.	100 k.
Wolfe Memorial				150 k.	
Subtotals	40.15 m.	10.1 m.	1.55 m.	12.25 m.	3.4 m.

Grand Total $67.45 million

Fees at Other State Historic Sites **04/2009**

State	Site	General Admission	Group Fee	Special Events	Within Park
Alabama	Battleship *U.S.S. Alabama*	$6.00-$12	yes	yes, fee	
	Belle Mont	$2.00-$4	yes	unknown	
	Confederate Park	$3.00-$12	yes	yes, fee & free	yes, nt
	Fendall Hall	$3.00-$12	yes	yes, fee & free	
	Fort Mims (no staff, no facilities)	no	no	unknown	yes, nt
	Fort Mitchell National Historic Landmark	$5.00-$6	unknown		
	Fort Morgan	$3.00-$12	yes	yes, fee & free	
	Fort Toulouse/Fort Jackson	$3.00-$12	yes	yes, fee & free	yes, nt
	Gaineswood	$3.00-$12	yes	yes, fee	
	Magnolia Grove	$3.00-$12	yes	yes, fee & free	
	Montgomery Greyhound Bus Station (outside only)				
	Old Cahawba	$3.00-$12	yes	yes, fee	yes, nt
	Pond Spring - General Joe Wheeler Home	$2.00-$4	yes		
Georgia	A.H. Stephens Historic Park	$2.75-$4	unknown	yes, fee	yes
	Chief Vann House Historic Site	$3.50-$5	yes	yes, fee	yes, nt
	Dahlonega Gold Museum Historic Site	$3.50-$5	yes	yes, fee & free	
	Etowah Indian Mounds Historic Site	$2.50-$5	yes	yes, fee	
	Fort King George Historic Site	$2.50-$5	yes	yes, fee	yes, nt
	Fort McAllister Historic Park	$3.50-$5	unknown	yes, fee	yes
	Fort Morris Historic Site	$2.75-$4	unknown	yes, fee & free	yes
	Hofwyl-Broadfield Plantation Historic Site	$2.50-$5	yes	unknown	yes, nt
	Jarrell Plantation Historic Site	$3.50-$5	yes	yes, fee & free	
	Jefferson Davis Memorial Historic Site	$1.75-$3	yes	yes, fee & free	yes, nt
	Kolomoki Mounds Historic Park	$2.75-$4	unknown	unknown	yes
	Lapham-Patterson House Historic Site	$2.50-$5	yes	unknown	
	New Echota Historic Site	$3.50-$5	yes	yes, fee	yes, nt

	Pickett's Mill Battlefield Historic Site	$2.75-$4	yes	yes, fee	
	Robert Toombs House Historic Site	$2.75-$4	yes	yes, fee & free	
	Roosevelt's Little White House Historic Site	$4.00-$7	yes	yes, fee	
	Travelers Rest Historic Site	$2.50-$4	yes	yes, fee & free	
	Wormsloe Historic Site	$3.50-$5	yes	yes, fee	yes, nt
Kentucky	Blue Licks Battlefield State Resort Park	$3.00-$4	yes	yes, fee & free	yes
	Boone Station State Historic Site	unknown			yes
	Fort Boonesborough State Park - Kentucky	$5.00-$7	yes	unknown	yes
	River Museum				
	Cassius Marcellus Clay Home-Clermont-White Hall	$3.00-$6	yes	yes, fee	yes
	Dr. Thomas Walker State Historic Site	free	yes		yes
	Federal Hill - My Old Kentucky Home	fee	yes	yes, fee	yes
	General Butler State Resort Park	$2.00-$4	yes	yes, fee	yes
	Butler-Turpin Historic Home				
	Isaac Shelby State Historic Site	free	yes	unknown	yes
	Constitution Square State Historic Site				
	Jefferson Davis State Historic Site (monument)	free			
	Levi Jackson Wilderness Road State Park			yes	yes
	Mountain Life Museum	$2.50	yes		
	McHargue's Mille	free			
	Lincoln Homestead State Park		yes	yes, fee	yes
	Lincoln Cabin & Blacksmith Shop	$1.50			
	The Berry House	$1.50-$2			
	The Mordecai Lincoln House	unknown			
	Lincoln Marriage Temple - Mansion Museum	$3.00-$5	yes	yes, fee	yes
	Old Fort Harrod				
	Old Mulkey Meeting House - John Mulkey	free	yes	yes, fee & free	
	Perryville Battlefield State Historic Site	$4.00	yes	yes, fee & free	yes, nt
	Waveland Museum	$4.00-$7	yes	yes	
	Wickliffe Mounds State Park	$1.00-$5	yes	yes	yes

	William Whitley House	fee	yes	yes, free	
Louisiana	Audubon State Historic Site	$2.00	yes	yes	
	Centenary State Historic Site	$2.00	yes	yes	
	Fort Jesup State Historic Site	$2.00	yes	yes	
	Fort Pike State Historic Site (closed)	$2.00	yes	yes	
	Fort St. Jean Baptiste State Historic Site	$2.00	yes	yes	
	Locust Grove State Historic Site	free			
	Longfellow-Evangeline State Historic Site	$2.00	yes	yes	
	Los Adaes State Historic Site	free	yes	yes	yes, nt
	Mansfield State Historic Site	$2.00	yes	yes	yes, nt
	Marksville State Historic Site (NHL)	$2.00	yes	yes	
	Otis House at Fairview-Riverside State Park	$2.00	yes	yes	yes
	Plaquemine Lock State Historic Site	$2.00	yes	yes	
	Port Hudson State Historic Site	$2.00	yes	yes	yes, nt
	Poverty Point State Historic Site (NHL)	$2.00	yes	yes	yes, nt
	Rebel State Historic Site	$2.00	yes	yes, fee & free	yes, nt
	Rosedown Plantation State Historic Site	$4.00-$10	yes	yes	
	Winter Quarters State Historic Site	$2.00	yes	yes	
South Carolina	Charles Towne Landing State Historic Site (new)	$3.00-$5	yes	unknown	yes
	Hampton Plantation State Historic Site (NHL)	$2.50-$4	yes	yes	
	Huntington Beach State Park	$3.00-$5	yes	yes	yes
	Atalaya	$1.00			
	Musgrove Mill State Historic Site	free	unknown	yes	yes, nt
	Oconee State State Historic Site	free	yes	unknown	yes, nt
	Radcliffe Plantation State Historic Site	$2.50-$3	yes	yes, fee	
	Rivers Bridge State Historic Site	free	yes	yes, fee	yes
	Rose Hill Plantation State Historic Site	$2.50-$3	yes	yes, fee & free	yes, nt
Tennessee	Alex Haley House and Museum	$3.00-$5	yes	unknown	

	Burra Burra Mine Historic Mine Site	$.50-$3	unknown	unknown	
	& Ducktown Basin Museum				
	Carter House	$4.00-$8	unknown	unknown	
	Chester Inn	unknown	unknown	yes	
	Cragfont	$1.00-$3	unknown	unknown	
	Governor John Sevier Home	unknown	unknown	unknown	
	Hotel Halbrook Railroad & Local History Museum	unknown	unknown	unknown	
	James K. Polk Home	$4.00-$7	yes	yes, fee & free	
	Rock Castle	$3.00-$6	unknown	unknown	
	Rocky Mount Museum & Living History Site	$4.00-$6	yes	unknown	
	Sam Houston Historic Schoolhouse	$0.50	unknown	unknown	
	Sparta Rock House	unknown	unknown	unknown	
	Tipton-Haynes State Historic Site	yes	yes	unknown	
	Wynnewood State Historic Area	$1.50-$4	unknown	unknown	
	Bicentennial Mall State Park	free	yes	yes, fee & free	yes
	Cordell Hull Birthplace & Museum State Park	unknown	yes	yes, fee & free	yes, nt
	Davy Crockett State Park	unknown	yes	yes, fee & free	yes
	Fort Loudoun State Park	free	yes	yes, fee & free	yes
	Fort Pillow State Park	free	yes	yes, fee & free	yes
	Johnsonville State Park	unknown	yes	unknown	yes
	Pinson Mounds State Park (NHL)	unknown	yes	yes, fee & free	yes
	Port Royal State Park	unknown	unknown	unknown	yes
	Red Clay State Park	free	yes	yes, fee & free	yes
	Sgt. Alvin C. York State Park	unknown	yes	yes, fee & free	yes
	Sycamore Shoals State Park	unknown	yes	yes, fee & free	yes
Virginia	Gunston Hall - James Mason	$4.00-$8	yes	unknown	
	Jamestown Settlement	$6.50-$14	yes	yes	
	Tuckahoe Plantation National Historic Landmark	$7.00-$25	yes	rental	
	Yorktown Victory Center	$5.00-$9.25	yes	yes	



for more information-Keith Hardison 733-7862 x225

DCR - VACANCY POSITIONS
FULL LISTING

Supported by receipts

B0104: Vacancy Report - May 2009										
				Date	Budget	Days	Months	Position FTE	PT FTE Positions	FT FTE Positions
Organizational Unit		Position		Vacant	Amount	Vacant	Vacant			
20010216	CR CDS A&H TP AD Security	60083600	Security Guard	02/28/2003	24,861.00	2,264	81	1.0000	Receipts Sup.	1.0000
20010217	CR CDS A&H TP AD Mus Serv	60083602	Museum Specialist	11/15/2003	32,796.00	2,004	72	1.0000	Receipts Sup.	1.0000
20010287	CR CDS ST LIBRARY LSS Digital Info Mgmt	60083820	Library Professional	06/01/2004	58,500.00	1,805	64	1.0000	Federal Funds	1.0000
20010342	CR CDS A&H B'SHIP Maint	60084071	Maintenance Mechanic IV	01/08/2005	31,622.00	1,584	57	1.0000	Receipts Sup.	1.0000
20010225	CR CDS A&H TP AD Gift Shop	60083599	Sales Manager I	10/31/2006	26,267.00	923	33	1.0000	Receipts Sup.	1.0000
20013419	CR CDS A&H MOH Graveyard of Atlantic	60090511	Museum Curator	07/01/2007	38,174.00	680	24	1.0000	Lapsed Salaries pay utilities & other Operating Expenses CRITICAL FOR Operations at Museum	1.0000
20013419	CR CDS A&H MOH Graveyard of Atlantic	60090513	Museum Specialist	07/01/2007	32,796.00	680	24	1.0000		1.0000
20013419	CR CDS A&H MOH Graveyard of Atlantic	60090514	Museum Exhibit Designer	07/01/2007	6,626.00	680	24	0.1300	0.1300	

GY = no operating funds currently

B0104: Vacancy Report - May 2009										
				Date	Budget	Days	Months	Position FTE	PT FTE Positions	FT FTE Positions
Organizational Unit		Position		Vacant	Amount	Vacant	Vacant			
20010234	CR CDS A&H HIS RES HPO Environme n Review	60083630	Historic Preservatio n/restora Spe II	**08/31/2007**	48,479.00	619	22	1.0000	Federal Funds (DOT)	1.0000
20010252	CR CDS A&H RIFP Educ/Int	60083694	Deputy Director for Education, RIFP	**12/17/2007**	65,000.00	511	18	1.0000		1.0000
20010242	CR CDS A&H MOH NC MARITIME MUS Southport	60083666	Hist. Interpreter II	**05/01/2008**	26,584.00	375	13	1.0000		1.0000
20010255	CR CDS A&H RIFP Visit Serv	60083710	Processing Assistant III	**05/01/2008**	26,046.00	375	13	1.0000		1.0000
20012249	CR CDS MOA Security OPS Access & Control	60083804	Security Guard	**05/07/2008**	24,861.00	369	13	1.0000		1.0000
20010256	CR CDS A&H RIFP Main Mechans	60083713	Maintenan ce Mechanic III	**06/01/2008**	39,177.00	344	12	1.0000		1.0000

Funded thru DOT

B0104: Vacancy Report - May 2009										
				Date	Budget	Days	Months	Position FTE	PT FTE Positions	FT FTE Positions
Organizational Unit		Position		Vacant	Amount	Vacant	Vacant			
20010287	CR CDS ST LIBRARY LSS Digital Info Mgmt	60083855	Library Professional	06/30/2008	40,922.00	315	11	1.0000	Federal Funds	1.0000
20010236	CR CDS A&H HIS RES Western Office	65005183	Librarian Professional	07/01/2008	35,585.00	314	11	1.0000		1.0000
20000123	CR CDS MOA Security OPS Gallery 3	65005186	Security Guard	07/01/2008	24,861.00	314	11	1.0000	Must have when MOA New	1.0000
20000123	CR CDS MOA Security OPS Gallery 3	65005187	Security Guard	07/01/2008	24,861.00	314	11	1.0000	Bldg opens	1.0000
20000123	CR CDS MOA Security OPS Gallery 3	65005188	Security Guard	07/01/2008	24,861.00	314	11	1.0000		1.0000
20000123	CR CDS MOA Security OPS Gallery 3	65005189	Security Guard	07/01/2008	24,861.00	314	11	1.0000		1.0000

Cut in Senate Budget

Awaiting opening

B0104: Vacancy Report - May 2009										
				Date	Budget	Days	Months	Position FTE	PT FTE Positions	FT FTE Positions
Organizational Unit		Position		Vacant	Amount	Vacant	Vacant			
20000123	CR CDS MOA Security OPS Gallery 3	65005190	Security Guard	07/01/2008	24,861.00	314	11	1.0000	Must have when MOA New Bldg opens	1.0000
20000123	CR CDS MOA Security OPS Gallery 3	65005191	Security Guard	07/01/2008	24,861.00	314	11	1.0000		1.0000
20010129	CR CDS Capital Projects Unit	60083951	Engineer	07/19/2008	56,000.00	296	11	1.0000		1.0000
20010234	CR CDS A&H HIS RES HPO Environme n Review	60083623	Historic Preservatio n/restora Spe II	07/30/2008	44,050.00	285	10	1.0000		1.0000
20010165	CR CDS A&H HIS RES A&R ST AR COLL Micro	60083379	Processing Assistant IV	09/01/2008	16,576.00	252	9	1.0000		1.0000
20010156	CR CDS A&H HIS RES A&R ST AR Rec Branch	60083385	Office Assistant IV	09/01/2008	18,975.00	252	9	1.0000		1.0000

B0104: Vacancy Report - May 2009										
				Date	Budget	Days	Months	Position FTE	PT FTE Positions	FT FTE Positions
Organizational Unit		Position		Vacant	Amount	Vacant	Vacant			
20010227	CR CDS A&H HIS RES His Preservation Off	60083616	Administrative Secretary III	09/01/2008	37,942.00	252	9	1.0000		1.0000
20010142	CR CDS A&H HIS RES HIST PUB Gen & Period	60083327	Historic Publications Editor I	09/01/2008	31,622.00	252	9	1.0000		1.0000
20010283	CR CDS ST LIBRARY LSS Info Serv Branch	60083831	Library Professional	09/15/2008	41,055.00	238	9	1.0000	already identified to be cut	1.0000
20010322	CR CDS A&H MOH INT OPS Collections	60083973	History Museum Conservator	09/16/2008	35,337.00	237	8	1.0000		1.0000
20010294	CR CDS ST LIBRARY LSS LBPH Materials	60083888	Processing Assistant II	10/01/2008	24,598.00	222	8	1.0000	Already identified to be cut	1.0000
20010237	CR CDS A&H MOH NC MARITIME MUSEUM	60083649	Museum Curator	10/16/2008	64,123.00	207	7	1.0000		1.0000

B0104: Vacancy Report - May 2009										
				Date	Budget	Days	Months	Position FTE	PT FTE Positions	FT FTE Positions
Organizational Unit		Position		Vacant	Amount	Vacant	Vacant			
20010219	CR CDS A&H TP AD Grounds	60083569	Horticultur e/grounds Technician	10/29/2008	29,496.00	194	7	1.0000		1.0000
20010151	CR CDS A&H HIS RES A&R ST AR Gov Electro	60083367	Archives & Records Professiona l	11/01/2008	22,852.00	191	7	1.0000		1.0000
20010236	CR CDS A&H HIS RES Western Office	60083644	Archives And History Regional Supervisor	11/01/2008	44,225.00	191	7	1.0000		1.0000
20010280	CR CDS ST LIBRARY ADID LD Echo	60083816	Library Professiona l	11/01/2008	66,788.00	191	7	1.0000		1.0000
20010280	CR CDS ST LIBRARY ADID LD Echo	60083824	Library Professiona l	11/01/2008	38,464.00	191	7	1.0000		1.0000
20010160	CR CDS A&H HIS RES A&R ST AR IM – Digital	60083382	Processing Assistant IV	11/14/2008	26,878.00	178	6	1.0000		1.0000

Cut in Senate Budget

Fed Funded

B0104: Vacancy Report - May 2009										
				Date	Budget	Days	Months	Position FTE	PT FTE Positions	FT FTE Positions
Organizational Unit		Position		Vacant	Amount	Vacant	Vacant			
20012249	CR CDS MOA Security OPS Access & Control	60083795	Security Guard	11/17/2008	24,861.00	175	6	1.0000	Must have - DO NOT CUT	1.0000
20013972	CR CDS ST LIBRARY LSS Gov Docs	60083839	Library Technician	11/17/2008	34,150.00	175	6	1.0000	already identified to be cut	1.0000
20010239	CR CDS A&H MOH NC MARITIME MUS Education	60083654	Associate Museum Curator	12/01/2008	46,929.00	161	6	1.0000		1.0000
20010276	CR CDS MOA Security OPS Gallery 1	60083784	Security Guard	12/12/2008	24,861.00	150	5	1.0000		1.0000
20010307	CR CDS ARTS COUNCIL AD ~~Visual Arts~~ Literature	60083915	Arts Program Administrator	12/13/2008	38,790.00	149	5	0.7500	0.7500	
20010342	CR CDS A&H B'SHIP Maint	60084076	Building & Environmental Technician	01/01/2009	27,599.00	130	5	1.0000		1.0000

Cut → to Senate

B0104: Vacancy Report - May 2009										
				Date	Budget	Days	Months	Position FTE	PT FTE Positions	FT FTE Positions
Organizational Unit		Position		Vacant	Amount	Vacant	Vacant			
20010234	CR CDS A&H HIS RES HPO Environme n Review	60083633	Processing Assistant V.	01/01/2009	33,131.00	130	5	1.0000		1.0000
20013166	CR CDS A&H TP MUS SRV VisCntr	60083589	Processing Assistant IV	01/01/2009	28,952.00	130	5	1.0000		1.0000
20010261	CR CDS MOA Educational Service	60083742	Art Museum Assistant Curator	01/01/2009	58,995.00	130	5	1.0000		1.0000
20010287	CR CDS ST LIBRARY LSS Digital Info Mgmt	60083841	Library Clerk III	01/30/2009	28,282.00	101	4	1.0000	Already identified to be cut	1.0000
20010342	CR CDS A&H B'SHIP Maint	60084061	Battleship Memorial Promotion Director	02/01/2009	40,950.00	99	4	1.0000		1.0000
20010289	CR CDS ST LIBRARY LSS Metadata/ Catalog..	60083847	Library Professiona l	02/12/2009	40,244.00	88	3	1.0000	DO NOT CUT - CRITICAL	1.0000
20010124	CR CABSEC Chief Deputy Secretary	60083260	Assistant To The Chief Deputy Secretary	02/21/2009	28,069.00	79	3	1.0000		1.0000

Identified RIF Program

B0104: Vacancy Report - May 2009										
				Date	Budget	Days	Months	Position FTE	PT FTE Positions	FT FTE Positions
Organizational Unit		Position		Vacant	Amount	Vacant	Vacant			
20013164	CR CDS A&H HIS SITES OR EAST SMRSET Ops	60083505	Historic Interpreter I	04/01/2009	24,861.00	40	1	1.0000		1.0000
20010182	CR CDS A&H HIS SITES OR EAST REG Bentonv	60083449	Historic Interpreter III	04/10/2009	32,075.00	31	1	1.0000		1.0000
20010333	CR CDS A&H MOH MUS OF ALBE Maintenance	60084043	Security Guard	04/10/2009	24,861.00	31	1	1.0000		1.0000
20010287	CR CDS ST LIBRARY LSS Digital Info Mgmt	60083859	Library Professional	04/24/2009	44,135.00	17	1	1.0000	DO NOT CUT - CRITICAL SAVE	1.0000
20010221	CR CDS A&H TP AD MUSSRV Inter	60083587	Museum Specialist	05/01/2009	35,763.00	10	0	1.0000		1.0000
20010216	CR CDS A&H TP AD Security	60083552	Security Guard	05/01/2009	28,342.00	10	0	1.0000		1.0000

B0104: Vacancy Report - May 2009										
				Date	Budget	Days	Months	Position FTE	PT FTE Positions	FT FTE Positions
Organizational Unit		Position		Vacant	Amount	Vacant	Vacant			
20013165	CR CDS A&H HIS SITES OR PIED CHB Facilit	60090498	Maintenance Mechanic II	05/05/2009	27,544.00	6	0	1.0000		1.0000

State Personnel, Ethics Commission, Auditor, Cultural Resources, General Assembly, Governor, HFA, and Insurance - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of	Purpose of Funding	Restrictions on Use or Transfer of Funds
Cultural Resources	Roanoke Island Commission & Endowment (24802)				
	Roanoke Island Commission (2584)	G.S. 143B-131.2,	$523,464.00	Operate and admisister Roanoke Island Festival Park	Special non-reverting fund
	Roanoke Island Commission Endowment (2585)	G.S. 143B-131.8	$2,223,357.00	Expenses of RIC, operate/maintain property	Admission receipts, gifts, donations

needed to finish operating year →

Gen. Op. needs new Director search →

reducing by 15% will wipe out funds

CONTRACTS - DCR

Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	SFY 09-10 Total Amount in Continuation Budget	SFY 09-10 Source of Funds: Federal	State	Other	SFY 10-11 Total Amount in Continuation Budget	SFY 10-11 Source of Funds: Federal	State	Other
14800	1330	NC Arts Council	Vagabond School of Drama	Grant-in-aid	07/01/2008-06/30/2009	$43,113	$0	$43,113	$0	$43,113	$0	$43,113	$0
14800	1330	NC Arts Council	Lost Colony	Grant-in-aid	07/01/2008-06/30/2009	$230,481	$0	$230,481	$0	$230,481	$0	$230,481	$0
14800	1330	NC Arts Council	Shakespeare Festival	Grant-in-aid	07/01/2008-06/30/2009	$230,481	$0	$230,481	$0	$230,481	$0	$230,481	$0
14800	1340	NC Symphony	NC Symphony Society, Inc.	Grant-in-aid	07/01/2008-06/30/2009	$1,871,385	$0	$1,871,385	$0	$1,871,385	$0	$1,871,385	$0
14800	1330	NC Arts Council	African American Dance Ensemble	cARTwheels performance	11/01/2008-5/31/2009	$0	$0	$75,000	$0	$0	$0	$0	$0
14800	1330	NC Arts Council	Asheville Lyric Opera	cARTwheels performance	11/01/2008-5/31/2009	$0	$0	$50,000	$0	$0	$0	$0	$0
14800	1330	NC Arts Council	Carolina Ballet, Inc.	cARTwheels performance	11/01/2008-5/31/2009	$0	$0	$122,500	$0	$0	$0	$0	$0
14800	1330	NC Arts Council	John Brown Jazz Orchestra	cARTwheels performance	11/01/2008-5/31/2009	$0	$0	$60,000	$0	$0	$0	$0	$0
14800	1330	NC Arts Council	Keowee Chamber Music	cARTwheels performance	11/01/2008-5/31/2009	$0	$0	$54,000	$0	$0	$0	$0	$0
14800	1330	NC Arts Council	NC Dance Theater	cARTwheels performance	11/01/2008-5/31/2009	$0	$0	$122,500	$0	$0	$0	$0	$0
14800	1330	NC Arts Council	Opera Carolina	cARTwheels performance	11/01/2008-5/31/2009	$0	$0	$122,500	$0	$0	$0	$0	$0
14800	1330	NC Arts Council	Flamenco Vivo Carlota Santana	cARTwheels performance	11/01/2008-5/31/2009	$0	$0	$62,500	$0	$0	$0	$0	$0
14800	1241	State Historic Sites	Town of Spencer	Police services at NC Trans. Museum	08/01/2008-07/31/2009	$0	$0	$26,256	$0	$0	$0	$0	$0
14800	1250	Historic Preservaton	Meg Greene Malvasi	Hertford Co. comprehensive architectural survey	03/01/2009-04/1/2010	$0	$15,000	$30,000	$0	$0	$0	$0	$0
14800	1250	Historic Preservaton	Rebecca Spanbauer	Northampton Co. comprehensive historic architecture survey	09/15/2008-03/31/2010	$0	$50,000	$0	$0	$0	$0	$0	$0
24802	2584	Roanoke Is Commission	A Plus Lawn Care	Lawn maintenance	04/01/07-03/31/2010	$14,175	$0	$14,175	$0	$14,175	$0	$0	$0
14800	1110	Office of the Secretary	AV Metro, Inc; Ralph Simpson & Associates; swiftwater media	Audio/visual, documentary production services for the North Carolina Awards ceremony.	07/01/2008-11/30/2008	$14,862	$0	$14,862	$18,435	$14,862	$0	$14,862	$18,435
14800	1410	State Library Services	SOLINET, Inc.	WorldCat Resource Sharing and Cataloging Subscription Services (process loan requests library materials between State Library and local libraries across state).	07/01/2008-06/30/2009	$28,307	$0	$28,307	$0	$28,307	$0	$28,307	$0
14800	1480	Statewide Progs&Grants	SOLINET, Inc.	Continuation education training for library staff in local libraries statewide.	09/15/2008-09/14/2009	$90,000	$0	$90,000	$0	$90,000	$0	$90,000	$0
Total								$3,248,060				$2,508,629	

LINE ITEM (Reduced)

Completed - not renewed

FED

Federal

no longer valid kc

NC AWARDS - LAST YEAR

STANDARD - CORE MISSION

REDUCTION IN BUDGET - N/A

* ONLY FOUR ACTIVE CONTRACTS

Department of Cultural Resources - Senate Budget Detailed Adjustments to Expenditure Accounts - Dept. Wide Reductions								
Budget Code 14800								
			FY 2009-10			FY 2010-11		
Fund #	Account #	Description	Recurring	NR	Pos.	Recurring	NR	Pos.
	Department-Wide							
1110		**Office of the Secretary**						
	532199	Misc Contractual Services	(6,191)			(6,191)		
	532230	Enrg Ser - Water & Sewer	(206)			(206)		
	532712	Transp-Air-Out of St - US	(1,400)			(1,400)		
	532714	Transp-Grnd - In State	(14,609)			(14,609)		
	532721	Lodging - In State	(8,200)			(8,200)		
	532722	Lodging - Out of State - US	(1,500)			(1,500)		
	532724	Meals - In State	(7,640)			(7,640)		
	532725	Meals - Out of State, In US	(548)			(548)		
	532727	Misc Subs - In State	(3,400)			(3,400)		
	532728	Misc Subs - Out of State, In US	(800)			(800)		
	532715	Trans Grnd - Out State, In US	(210)			(210)		
	532729	Misc Out of Country	(250)			(250)		
	532814	Celluar Phone Service	(350)			(350)		
	534511	Furn - Office	(790)			(790)		
	531211	SPA-Reg Salaries Appro	(47,233)		(1.00)	(47,233)		(1.00)
	531511	Social Sec Contrib-Appro	(3,613)			(3,613)		
	531521	Reg Retire Contrib-Appro	(3,845)			(3,845)		
	531561	Med Ins Contrib-Appro	(4,157)			(4,157)		
1120		**Administrative Services**						
	531311	Reg Temp Wages - App	(120,319)			(120,319)		
	532199	Misc Contractual Services	(45,248)			(45,248)		
	532714	Transportation - Grnd - In State	(740)			(740)		
	532721	Lodging - In State	(1,308)			(1,308)		
	532724	Meals - In State	(358)			(358)		
	532727	Misc Subs - In State	(600)			(600)		
	532811	Telephone Service	(8,578)			(8,578)		
	532812	Telecommun Data Chrg	(9,000)			(9,000)		
	532811	Email and Calendaring	(444)			(444)		
	534511	Furniture - Office	(3,045)			(3,045)		

Department of Cultural Resources - Senate Budget Detailed Adjustments to Expenditure Accounts - Dept. Wide Reductions								
	534539	Other Equipment	(4,000)			(4,000)		
	Item 28	**Eliminate Contin Budget Increases**						
	531311	Reg Temp Wages - App	(442,469)			(442,469)		
	531411	OT Pay - Appropriated	(55,352)			(55,352)		
	531421	Holiday Pay - Appropriated	(5,582)			(5,582)		
	531431	Shift Prem Pay - Appropriated	(7,156)			(7,156)		
	531627	Short Term Disab - Appropriation	(20,049)			(20,049)		
	531631	Workers Comp - Med Payments	(33,327)			(33,327)		
	532199	Misc Contractual Services	(334,713)			(334,713)		
1210		**Archives & History - Administration**						
	532199	MISC CONTRACTUAL SERVICE	(19,879)			(19,879)		
	532712	TRANSP-AIR-OUT OF ST-US	(1,000)			(1,000)		
	532714	TRANS GRND- IN STATE	(5,000)			(5,000)		
	532715	TRANS GRND-OUT STA, IN US	(1,000)			(1,000)		
	532721	LODGING-IN STATE	(5,000)			(5,000)		
	532722	LODGING-OUT OF STATE- IN US	(3,000)			(3,000)		
	532724	MEALS-IN STATE	(2,500)			(2,500)		
	532725	MEALS-OUT OF STATE-IN US	(2,500)			(2,500)		
	532811	TELEPHONE SERVICE	(8,000)			(8,000)		
	532840	POSTAGE, FREIGHT & DELIV	(5,000)			(5,000)		
	532850	PRINT, BIND, DUPLICATE	(9,000)			(9,000)		
	532860	ADVERTISING	(8,378)			(8,378)		
	532930	REGISTRATION FEES	(8,000)			(8,000)		
	533900	OTHER MATERIALS AND SUPPLIES	(4,000)			(4,000)		
	534511	FURN-OFFICE	(2,000)			(2,000)		
	534521	OFFICE EQUIPMENT	(1,500)			(1,500)		
	534539	OTHER EQUIPMENT	(1,000)			(1,000)		
1220		**Historical Publications**						
	532721	LODGING - IN STATE	(1,411)			(1,411)		
	532724	MEALS - IN STATE	(56)			(56)		
	532850	PRINT, BIND, DUPLICATE	(1,029)			(1,029)		
	532860	ADVERTISING	(1,760)			(1,760)		
	RIF							
	531211	SPA-Reg Salaries Appro	(43,296)		(1.00)	(43,296)		(1.00)
	531511	Social Sec Contrib-Appro	(3,312)			(3,312)		
	531521	Reg Retire Contrib-Appro	(3,524)			(3,524)		
	531561	Med Ins Contrib-Appro	(4,157)			(4,157)		

Department of Cultural Resources - Senate Budget Detailed Adjustments to Expenditure Accounts - Dept. Wide Reductions								
1230		**Archives & Records**						
	531311	Reg Temp Wages - App	(814)			(814)		
	53 2199	MISC CONTRACTUAL SERVICES	(275)			(275)		
	53 2712	AIR - OUT OF STATE	(300)			(300)		
	53 2714	GROUND - IN STATE	(1,500)			(1,500)		
	53 2715	GROUND - OUT OF STATE	(600)			(600)		
	53 2721	LODGING - IN STATE	(1,480)			(1,480)		
	53 2722	LODGING - OUT OF STATE	(500)			(500)		
	53 2724	MEALS - IN STATE	(650)			(650)		
	53 2725	MEALS - OUT OF STATE	(500)			(500)		
	53 2727	MISCELLANEOUS - IN STATE	(2,070)			(2,070)		
	53 2728	MISCELLANEOUS - OUT OF STATE	(1,000)			(1,000)		
	53 2840	POSTAGE, FREIGHT & DELIVERIES	(2,500)			(2,500)		
	53 2850	PRINT, BIND, DUPLICATE	(3,650)			(3,650)		
	53 3900	OTHER MATERIALS & SUPP	(76,229)			(76,229)		
	53 4511	FURN-OFFICE	(495)			(495)		
	53 4539	OTHER EQUIPMENT	(7,000)			(7,000)		
	531211	SPA-Reg Salaries Appro	(85,281)		(4.00)	(85,281)		(4.00)
	531511	Social Sec Contrib-Appro	(6,524)			(6,524)		
	531521	Reg Retire Contrib-Appro	(6,942)			(6,942)		
	531561	Med Ins Contrib-Appro	(16,628)			(16,628)		
1241		**State Historic Sites**						
	531311	Reg Temp Wages - App	(32,311)			(32,311)		
	532199	MISC CONTRACTUAL SERVICES	(266,143)			(266,143)		
	532210	Eng Serv - Electrical	(30,000)			(30,000)		
	532390	Repairs - Other	(419,724)			(419,724)		
	532714	TRANSP-GRND - IN STATE	(90,000)			(90,000)		
	533900	OTHER MATERIALS & SUPP	(125,000)			(125,000)		
	534511	FURN-OFFICE	(10,000)			(10,000)		
	534539	OTHER EQUIPMENT	(85,000)			(85,000)		
	534541	MOTOR VEHICLES	(55,000)			(55,000)		
	534549	OTHER MOTORIZED VEHICLES	(72,000)			(72,000)		
	534610	Art & Artifacts	(55,987)			(55,987)		

Department of Cultural Resources - Senate Budget Detailed Adjustments to Expenditure Accounts - Dept. Wide Reductions								
1242		**Tryon Palace**						
	531211	SPA-Reg Salaries Appro	(18,228)		(0.62)	(18,228)		(0.62)
	531511	Social Sec Contrib-Appro	(1,394)			(1,394)		
	531521	Reg Retire Contrib-Appro	(1,484)			(1,484)		
	531561	Med Ins Contrib-Appro	(4,157)			(4,157)		
	531311	Reg Temp Wages - App	(92,220)			(92,220)		
	53 2210	ENGR SER - ELECTRICAL	(80,325)			(80,325)		
	53 2220	ENGR SER - NAT. GAS/PROPANE	(53,523)			(53,523)		
	532230	Engr Ser - Water & Sewer	(23,240)			(23,240)		
	532310	Repairs - Buildings	(15,985)			(15,985)		
	532714	Trns Grd - In state	(8,781)			(8,781)		
	532715	TRANS GRND - OUT STAT, IN US	(240)			(240)		
	532721	LODGING - IN STATE	(950)			(950)		
	532724	MEALS - IN STATE	(424)			(424)		
	532725	MEALS - OUT OF STATE, IN US	(151)			(151)		
	532727	MISC - IN STATE	(300)			(300)		
	532728	MISC - OUT STATE, IN US	(850)			(850)		
	532811	Telephone Service	(19,408)			(19,408)		
	532840	POSTAGE, FREIGHT & DELIV	(5,040)			(5,040)		
	532911	PROPERTY - INSURANCE	(16,488)			(16,488)		
	533110	General Office Supplies	(4,102)			(4,102)		
	533900	OTHER MATERIALS / SUPPLIES	(24,243)			(24,243)		
	534511	FURN - OFFICE	(2,007)			(2,007)		
	534539	OTHER EQUIPMENT	(9,065)			(9,065)		
	534541	AUTOS, TRUCKS, & BUSES	(50,000)			(50,000)		
	535830	MEMBERSHIP DUES & SUBSCRIP	(25)			(25)		
1243		**State Capitol**						
	532714	TRANSP-GRND - IN STATE	(550)			(550)		
	532724	MEALS - IN STATE	(64)			(64)		
	532727	MSC SUBS-IN STATE	(100)			(100)		
	532811	TELEPHONE SERVICE	(1,364)			(1,364)		
	532840	POSTAGE, FREIGHT & DELIV	(248)			(248)		
	532850	PRINT,BIND,DUPLICATE	(1,004)			(1,004)		
	533900	OTHER MATERIALS & SUPP	(3,000)			(3,000)		
	534539	OTHER EQUIPMENT	(543)			(543)		

Department of Cultural Resources - Senate Budget Detailed Adjustments to Expenditure Accounts - Dept. Wide Reductions								
1245		**Maritime Museum**						
	531211	SPA-Reg Salaries Appro	(64,123)			(64,123)		
	531511	Social Sec Contrib-Appro	(4,905)			(4,905)		
	531521	Reg Retire Contrib-Appro	(5,220)			(5,220)		
	531561	Med Ins Contrib-Appro	(4,157)			(4,157)		
	532184	Janitorial Service Agreement	(10,198)			(10,198)		
	532199	Misc Contractual Services	(10,000)			(10,000)		
	532210	Engr Serv - Electrical	(6,000)			(6,000)		
	532230	Engr Serv - Water & Sewer	(3,763)			(9,503)		
	532331	Repairs - Motor Vehicles	(2,655)			(2,655)		
	532333	Repairs - Other Equipment	(2,800)			(2,800)		
	532430	Maintenance - Equipment	(3,200)			(3,200)		
	532490	Maintenance Agreement - Other	(1,351)			(1,351)		
	532512	Rent./Lease - Buildings Office	(10,000)			(10,000)		
	532714	Trans Grnd - In State	(3,000)			(3,000)		
	532724	Meals - In State	(2,000)			(2,000)		
	532811	Telephone Service	(2,000)			(2,000)		
	532850	Print, Bind, Duplicate	(6,500)			(6,500)		
	532860	Advertising	(2,650)			(2,650)		
	533210	Janitorial Supplies	(1,000)			(1,000)		
	533110	General Office Supplies	(5,004)			(5,000)		
	533240	Carpentry & Hardware Supplies	(13,200)			(12,200)		
	533310	Gasoline	(3,000)			(3,000)		
	533900	Other Materials & Supplies	(21,736)			(17,000)		
1250		**Historic Preservation**						
	532714	Transportation-ground-in state	(8,120)			(8,120)		
	532721	Lodging-in state	(1,000)			(1,000)		
	532724	Meals in state	(500)			(500)		
	532731	Bd-non employee transportation	(1,500)			(1,500)		
	532840	Postage freight and delivery	(2,448)			(2,448)		
	532850	Print, bind, duplicate	(1,030)			(1,030)		
	533900	Other materials and supplies	(1,500)			(1,500)		
	534539	Other equipment	(40)			(40)		
	535830	Membership, dues and subscriptions	(5,000)			(5,000)		
	532184	Janitorial Service Agreement	(2,836)			(2,836)		
	532811	Telephone Service	(2,000)			(2,000)		
	533900	Other Materials & Supplies	(1,500)			(1,500)		
	535830	Membership Dues & Subscrip	(976)			(976)		

Department of Cultural Resources - Senate Budget Detailed Adjustments to Expenditure Accounts - Dept. Wide Reductions								
1260		Office of State Archeology						
	532714	Trans Grd - In State	(8,000)			(8,000)		
	532721	Lodging - In State	(3,000)			(3,000)		
	532724	Meals - In State	(312)			(312)		
	RIF							
	531211	SPA -Reg Salaries Appropriation	(27,252)		(0.80)	(27,252)		(0.80)
	531511	Social Security Contib - Approp	(2,085)			(2,085)		
	531521	Reg Retire Contr - Approp	(2,218)			(2,218)		
	531561	Med Ins Contirb - Approp	(4,157)			(4,157)		
1290		**Western Office**						
	531211	SPA -Reg Salaries Appropriation	(79,810)		(2.00)	(79,810)		(2.00)
	531511	Social Security Contib - Approp	(6,105)			(6,105)		
	531521	Reg Retire Contr - Approp	(6,497)			(6,497)		
	531561	Med Ins Contirb - Approp	(8,314)			(8,314)		
	532714	Trans Grd - In State	(4,000)			(4,000)		
	532811	Telephone Service	(2,000)			(2,000)		
	533900	Other Materials & Supplies	(1,500)			(1,500)		
	RIF							
	531211	SPA -Reg Salaries Appropriation	(70,500)		(1.00)	(70,500)		(1.00)
	531511	Social Security Contib - Approp	(5,393)			(5,393)		
	531521	Reg Retire Contr - Approp	(5,739)			(5,739)		
	531561	Med Ins Contirb - Approp	(4,157)			(4,157)		
1320		**Museum of Art**						
	531311	Reg Temp Wages - App	(5,810)			(5,810)		
	532199	Misc. Contractual Services	(88,000)			(88,000)		
	532390	Repairs - Other	(49,345)			(49,345)		
	532712	Transp-Air-Out of St-US	(675)			(675)		
	532714	Trans-Grnd-In State	(5,000)			(5,000)		
	532715	Trans-Grnd-Out Sta, in US	(1,193)			(1,193)		
	532721	Lodging-In St	(1,520)			(1,520)		
	532722	Lodging-Out of Sta-US	(4,100)			(4,100)		
	532723	Lodging-Out of Country	(61)			(61)		
	532724	Meals-In State	(2,131)			(2,131)		
	532725	Meals-Out of State, In US	(956)			(956)		
	532727	Misc Subs-In state	(1,200)			(1,200)		
	532728	Misc Subs-Out of StUS	(1,400)			(1,400)		

Department of Cultural Resources - Senate Budget Detailed Adjustments to Expenditure Accounts - Dept. Wide Reductions								
	532811	Telephone Service	(15,000)			(15,000)		
	532840	Postage	(7,000)			(7,000)		
	532850	Printing, Binding, Duplicate	(750)			(750)		
	532919	Other Insurance	(6,000)			(6,000)		
	533900	Other Materials & Supplies	(19,887)			(19,887)		
	534511	Furniture	(1,869)			(1,869)		
	534539	Other Equipment	(14,131)			(14,131)		
	534610	Art & Artifacts	(33,486)			(33,486)		
	534630	Library & Learning Resource Collection	(11,500)			(11,500)		
	535830	Membership Dues & Subscrip	(2,000)			(2,000)		
1330		**NC Arts Council**						
	532192	Honorariums	(10,000)			(10,000)		
	532199	Misc-Contactual Services	(65,750)			(65,750)		
	532490	Maint Agreement - Other	(2,000)			(2,000)		
	532712	Transportation-Air Out of State-US	(278)			(278)		
	532714	Transportation-Ground-In State	(15,000)			(15,000)		
	532715	Transportation-Ground-Out of State-US	(429)			(429)		
	532721	Lodging-In State	(7,000)			(7,000)		
	532722	Lodging-Out of State-US	(1,500)			(1,500)		
	532724	Meals-In State	(3,850)			(3,850)		
	532725	Meals-Out of State-US	(1,283)			(1,283)		
	532727	Misc Subs-In State	(750)			(750)		
	532728	Misc Subs-Out of State	(650)			(650)		
	532731	BD/Non-Employee Transportation	(4,850)			(4,850)		
	532732	BD/Non-Employee Subsis	(5,650)			(5,650)		
	532840	Postage, Freight, & Delivery	(15,000)			(15,000)		
	532850	Print, Bind, Duplicate	(25,198)			(25,198)		
	534511	Furniture-Office	(165)			(165)		
	535830	Membership, Dues & Subscriptions	(15,000)			(15,000)		
	536G32	Vagabond School of Drama	(2,759)			(2,759)		
	536G48	Lost Colony	(14,751)			(14,751)		
	536G71	Shakespeare Festival	(14,751)			(14,751)		
	536990	Basic Grants	(247,892)			(247,892)		
	536996	Grassroots Arts	(173,456)			(173,456)		
	531211	SPA -Reg Salaries Appropriation	(38,790)		(1.00)	(38,790)		(1.00)
	531511	Social Security Contib - Approp	(2,967)			(2,967)		
	531521	Reg Retire Contr - Approp	(3,158)			(3,158)		
	531561	Med Ins Contirb - Approp	(4,157)			(4,157)		

Department of Cultural Resources - Senate Budget Detailed Adjustments to Expenditure Accounts - Dept. Wide Reductions								
1340		**NC Symphony**						
	531311	Reg Temp Wages - App	(425)			(425)		
1410		**State Library Services**						
	532199	Misc. Contractual Service	(82,250)			(82,250)		
	532715	Ground-Trans. (Out-of-State)	(750)			(750)		
	532727	Misc (In-State)	(750)			(750)		
	532731	Board/Non Employee Trans.	(1,125)			(1,125)		
	532732	Board/Non Employee Subs.	(4,205)			(4,205)		
	532811	Telephone Service	(3,950)			(3,950)		
	532840	Postage	(19,000)			(19,000)		
	533110	General Office Supplies	(23,250)			(23,250)		
	534511	Furniture-Office	(2,500)			(2,500)		
	534539	Other Equipment	(32,113)			(32,113)		
	531211	SPA -Reg Salaries Appropriation	(96,289)		(1.83)	(96,289)		(1.83)
	531511	Social Security Contib - Approp	(7,366)			(7,366)		
	531521	Reg Retire Contr - Approp	(7,838)			(7,838)		
	531561	Med Ins Contirb - Approp	(8,314)			(8,314)		
	Filled Pos							
	531211	SPA -Reg Salaries Appropriation	(113,024)		(2.00)	(113,024)		(2.00)
	531511	Social Security Contib - Approp	(8,646)			(8,646)		
	531521	Reg Retire Contr - Approp	(9,200)			(9,200)		
	531561	Med Ins Contirb - Approp	(8,314)			(8,314)		
1480		**Statewide Programs and Grants**						
	532192	Honorariums	(2,500)			(2,500)		
	532199	Misc Contractual Service	(132,242)			(132,242)		
	532722	Lodging-Out of State-US	(12,750)			(12,750)		
	532732	BD/Nonemployee Subsistence	(15,000)			(15,000)		
	532850	Print,Bind, Duplicate	(76,741)			(76,741)		
	533900	Other Materials & Supplies	(32,000)			(32,000)		
	536960	Aid to Counties-Approp	(994,293)			(994,293)		
1500		**Museum of History**						
RIF	531211	SPA -Reg Salaries Appropriation	(70,337)		(1.00)	(70,337)		(1.00)
	531311	Reg Temp Wages - App	(68,803)			(68,803)		
	531511	Social Security Contib - Approp	(5,381)			(5,381)		
	531521	Reg Retire Contr - Approp	(5,725)			(5,725)		
	531561	Med Ins Contirb - Approp	(8,314)			(8,314)		

Department of Cultural Resources - Senate Budget Detailed Adjustments to Expenditure Accounts - Dept. Wide Reductions								
	532199	Misc. Contractual Services	(105,006)			(105,006)		
	532210	Energy Service - Electrical	(119,000)			(119,000)		
	532220	Energy Service - Nat Gas/Propane	(31,800)			(31,800)		
	532230	Energy Service - Water & Sewer	(2,650)			(2,650)		
	532390	Repairs - Other	(16,500)			(16,500)		
	532512	Rent/Lease - Bldgs Office	(27,000)			(27,000)		
	532712	Out of State Air Travel	(1,550)			(1,550)		
	532714	Trans. - Ground - In State	(17,750)			(17,750)		
	532715	Trans. - Ground - Out of State	(2,000)			(2,000)		
	532721	Lodging - In State	(4,810)			(4,810)		
	532722	Lodging - Out of State	(4,100)			(4,100)		
	532724	Meals - In State	(2,504)			(2,504)		
	532725	Meals - Outs State, In US	(2,500)			(2,500)		
	532727	Misc. In State	(1,550)			(1,550)		
	532728	Misc. Out of State, In US	(2,200)			(2,200)		
	532731	Bd/Non-Employee Trans.	(375)			(375)		
	532732	Bd/Non-Employee subsis.	(800)			(800)		
	532811	Telephone Service	(21,000)			(21,000)		
	532840	Postage, Freight, Delivery	(21,873)			(21,873)		
	532850	Print, bind duplicate	(39,957)			(39,957)		
	532860	Advertising	(14,500)			(14,500)		
	533900	Other Supplies & Materials	(70,144)			(70,144)		
	534511	Office Furniture	(5,850)			(5,850)		
	534521	Office Equipment	(3,356)			(3,356)		
	534539	Other Equipment	(23,144)			(23,144)		
	534610	Art & Artifacts	(148,057)		(1.00)	(148,057)		(1.00)
	534630	Library & Learning Resouce Collect	(3,000)			(3,000)		
	535830	Memberships & Subscriptions	(4,600)			(4,600)		
1992		**Continuation Reserve**						
	537110	Tryon Palace Reserve	(131,422)			(131,422)		
	537112	NC Museum of Art Reserve	(81,718)			(81,718)		
		Total	**(7,410,248)**	**0.00**	**(17.25)**	**(7,410,248)**	**0.00**	**(17.25)**

Department of Cultural Resources - Senate Budget Detailed Adjustments to Expenditure Accounts

Budget Code 14800

Fund #	Account #	Description	Senate Specific 6.4% cuts	Dept - wide Reductions	Total of Senate Cuts	Original Balance	Balance of Account after Senate Reductions
1241		**State Historic Sites**	**Senate 6.4% Cuts**	**Senate Dept.-wide Reductions**	**Total Senate Reductions**	**Original Fund Balance**	**Balance after Senate Reductions**
	532199	MISC CONTRACTUAL SERVICES	0	(266,143)	(266,143)	311,103	44,960
	532210	Eng Serv - Electrical	(10,000)	(20,000)	(30,000)	290,360	260,360
	532390	Repairs - Other	(388,981)	(30,743)	(419,724)	658,955	239,231
	532714	TRANSP-GRND - IN STATE	(40,000)	(50,000)	(90,000)	169,412	79,412
	533900	OTHER MATERIALS & SUPP	(50,000)	(75,000)	(125,000)	159,693	34,693
	534511	FURN-OFFICE	0	(10,000)	(10,000)	13,211	3,211
	534539	OTHER EQUIPMENT	(15,000)	(70,000)	(85,000)	87,427	2,427
	534541	MOTOR VEHICLES	(15,000)	(40,000)	(55,000)	58,615	3,615
	534549	OTHER MOTORIZED VEHICLES	(15,000)	(57,000)	(72,000)	86,000	14,000
	534610	Art & Artifacts	(55,987)	0	(55,987)	62,987	7,000
			(589,968)		**(1,152,867)**		

1242		Tryon Palace	Senate 6.4% Cuts	Senate Dept.-wide Reductions	Total Senate Reductions	Original Fund Balance	Balance after Senate Reductions
	531211	SPA-Reg Salaries Appro	0	(18,228)	(18,228)	1,604,818	1,586,590
	531511	Social Sec Contrib-Appro	0	(1,394)	(1,394)	150,984	149,590
	531521	Reg Retire Contrib-Appro	0	(1,484)	(1,484)	16,654	15,170
	531561	Med Ins Contrib-Appro	0	(4,157)	(4,157)	234,540	230,383
	532210	ENGR SER - ELECTRICAL	(78,325)	(2,000)	(80,325)	80,325	0
	532220	ENGR SER - NAT. GAS/PROPANE	(37,023)	(16,500)	(53,523)	53,523	0
	532230	Engr Ser - Water & Sewer	(17,240)	(6,000)	(23,240)	23,240	0
	532310	Repairs - Buildings	0	(15,985)	(15,985)	15,985	0
	532714	Trns Grd - In state	(1,781)	(7,000)	(8,781)	8,781	0
	532715	TRANS GRND - OUT STAT, IN US	0	(240)	(240)	240	0
	532721	LODGING - IN STATE	0	(950)	(950)	950	0
	532724	MEALS - IN STATE	0	(424)	(424)	424	0
	532725	MEALS - OUT OF STATE, IN US	0	(151)	(151)	151	0
	532727	MISC - IN STATE	0	(300)	(300)	300	0
	532728	MISC - OUT STATE, IN US	0	(850)	(850)	850	0
	532811	Telephone Service	(16,908)	(2,500)	(19,408)	19,408	0
	532840	POSTAGE, FREIGHT & DELIV	0	(5,040)	(5,040)	5,040	0
	532911	Property - Insurance	(16,488)	0	(16,488)	19,000	2,512
	533110	General Office Supplies	(854)	(3,248)	(4,102)	4,102	0
	533900	OTHER MATERIALS / SUPPLIES	(6,119)	(18,124)	(24,243)	24,243	0
	534511	FURN - OFFICE	0	(2,007)	(2,007)	2,007	0
	534539	OTHER EQUIPMENT	(3,500)	(5,565)	(9,065)	9,065	0
	534541	AUTOS, TRUCKS, & BUSES	(5,000)	(45,000)	(50,000)	50,000	0
	535830	MEMBERSHIP DUES&SUBSCRIP	0	(25)	(25)	25	0
		6.4% Reduction	(183,238)		(340,410)		

1245		Maritime Museum	Senate 6.4% Cuts	Senate Dept.-wide Reductions	Total Senate Reductions	Original Fund Balance	Balance after Senate Reductions
	531211	SPA-Reg Salaries Appro	0	(64,123)	(64,123)	836,992	772,869
	531511	Social Sec Contrib-Appro	0	(4,905)	(4,905)	65,584	60,679
	531521	Reg Retire Contrib-Appro	0	(5,220)	(5,220)	69,643	64,423
	531561	Med Ins Contrib-Appro	0	(4,157)	(4,157)	91,473	87,316
	532184	Janitorial Service Agreement	(10,000)	0	(10,000)	20,560	10,560
	532199	Misc Contractual Services	0	(10,000)	(10,000)	10,500	500
	532210	Engr Serv - Electrical	(4,000)	(2,000)	(6,000)	42,848	36,848
	532230	Engr Serv - Water & Sewer	(3,763)	0	(3,763)	9,503	5,740
	532331	Repairs - Motor Vehicles	(2,655)	0	(2,655)	2,655	0
	532333	Repairs - Other Equipment	(2,800)	0	(2,800)	2,800	0
	532430	Maintenance - Equipment	(3,200)	0	(3,200)	3,200	0
	532490	Maintenance Agreement - Other	(1,351)	0	(1,351)	2,300	949
	532512	Rent./Lease - Buildings Office	(6,000)	(4,000)	(10,000)	74,400	64,400
	532714	Trans Grnd - In State	(500)	(2,500)	(3,000)	4,300	1,300
	532724	Meals - In State	(500)	(1,500)	(2,000)	2,200	200
	532811	Telephone Service	(2,000)	0	(2,000)	9,600	7,600
	532850	Print, Bind, Duplicate	(6,500)	0	(6,500)	7,000	500
	532860	Advertising	(650)	(2,000)	(2,650)	2,650	0
	533210	Janitorial Supplies	(1,000)	0	(1,000)	2,209	1,209
	533110	General Office Supplies	(5,004)	0	(5,004)	6,393	1,389
	533240	Carpentry & Hardware Supplies	(12,576)	(624)	(13,200)	15,562	2,362
	533310	Gasoline	(3,000)	0	(3,000)	4,040	1,040
	533900	Other Materials & Supplies	(21,736)		(21,736)	22,740	1,004
			(87,235)		**(188,264)**		

1500		Museum of History	Senate 6.4% Cuts	Senate Dept.-wide Reductions	Total Senate Reductions	Original Fund Balance	Balance after Senate Reductions
RIF	531211	SPA -Reg Salaries Appropriation	(35,000)	(35,337)	(70,337)	4,556,736	4,486,399
	531511	Social Security Contib - Approp	(2,678)	(2,703)	(5,381)	373,058	367,677
	531521	Reg Retire Contr - Approp	(2,849)	(2,876)	(5,725)	396,954	391,229
	531561	Med Ins Contirb - Approp	(4,157)	(4,157)	(8,314)	500,160	491,846
	532199	Misc. Contractual Services	(51,750)	(53,256)	(105,006)	106,255	1,249
	532210	Energy Service - Electrical	(118,500)	(500)	(119,000)	175,631	56,631
	532220	Energy Service - Nat Gas/Propane	(31,500)	(300)	(31,800)	65,357	33,557
	532230	Energy Service - Water & Sewer	(2,150)	(500)	(2,650)	10,811	8,161
	532390	Repairs - Other	(6,500)	(10,000)	(16,500)	24,663	8,163
	532512	Rent/Lease - Bldgs Office	(21,000)	(6,000)	(27,000)	63,280	36,280
	532712	Out of State Air Travel	0	(1,550)	(1,550)	2,000	450
	532714	Trans. - Ground - In State	(7,750)	(10,000)	(17,750)	19,723	1,973
	532715	Trans. - Ground - Out of State	(1,075)	(925)	(2,000)	3,200	1,200
	532721	Lodging - In State	(1,500)	(3,310)	(4,810)	6,162	1,352
	532722	Lodging - Out of State	(1,750)	(2,350)	(4,100)	5,872	1,772
	532724	Meals - In State	(500)	(2,004)	(2,504)	3,763	1,259
	532725	Meals - Outs State, In US	(500)	(2,000)	(2,500)	3,367	867
	532727	Misc. In State	(500)	(1,050)	(1,550)	2,900	1,350
	532728	Misc. Out of State, In US	(425)	(1,775)	(2,200)	3,000	800
	532731	Bd/Non-Employee Trans.	0	(375)	(375)	950	575
	532732	Bd/Non-Employee subsis.	0	(800)	(800)	760	(40)
	532811	Telephone Service	(11,000)	(15,966)	(26,966)	59,245	32,279
	532840	Postage, Freight, Delivery	(19,823)	(2,050)	(21,873)	45,424	23,551
	532850	Print, bind duplicate	(11,250)	(28,707)	(39,957)	46,123	6,166
	532860	Advertising	(3,000)	(11,500)	(14,500)	20,000	5,500
	533900	Other Supplies & Materials	(5,500)	(64,644)	(70,144)	78,206	8,062
	534511	Office Furniture	(2,000)	(3,850)	(5,850)	10,023	4,173

		Museum of History					
		~~Tryon~~ Palace continued					
	534521	Office Equipment	(3,356)	0	(3,356)	3,356	0
	534539	Other Equipment	(6,144)	(17,000)	(23,144)	28,000	4,856
	534610	Art & Artifacts	(113,000)	(27,557)	(140,557)	156,755	16,198
	534630	Library & Learning Resouce Collect	(3,000)	0	(3,000)	9,699	6,699
	535830	Memberships & Subscriptions	0	(4,600)	(4,600)	13,900	9,300
			(468,157)		**(785,799)**		

1330 -- North Carolina Arts Council – State Program Funds

Prepared: May 2009

Grassroots Arts Program $2,710,245 (08-09 R) The Grassroots Arts Program distributes funds for arts programming, primarily through local arts councils, to all 100 counties using a per capita based formula.

Basic Grants Program $3,873,320 (08-09 R) The Basic Grants Program distributes funds to established exemplary artists and arts organizations across the state that meet competitive criteria. Grant programs include:

- **Arts and Audiences** funds exhibitions, concerts, performances, festivals and other arts programs and encourages arts organizations to build audiences.
- **Arts in Education** funds artist residencies in schools, and after-school and summer arts programs.
- **Creating Place** funds public art projects that enliven public spaces, transportation systems, streetscapes, and greenways. These grants also support arts facility design.
- **Fellowships** help our finest professional writers, visual artists, choreographers, composers, filmmakers, screenwriters, and playwrights create new art and further their creative development.
- **General Support** provides operating support for mature arts organizations that, over time, consistently have produced strong arts programs and demonstrated strong management and fiscal accountability.
- **North Carolina Heritage Awards** recognize North Carolina's finest traditional artists.
- **Folklife** identifies and documents the State's traditional culture and promotes appreciation of the State's folk and traditional arts.
- **Organizational Development** provides technical assistance to strengthen management and programming of arts organizations.
- **The New Realities Program** provides long term assistance to help organizations address the challenges of a fast-changing environment for the arts.
- **Outreach Program** provides technical assistance or on-going support to community-based African American, Asian American, Latino, and Native American arts organizations.
- **Regional Artist Project Grants** support professional artists in any discipline and at any stage in their careers to pursue projects that further their artistic development.
- **Statewide Service Organizations** grants fund organizations to provide programs and services to the arts community on a statewide or regional basis.

Accountability - All grantees are required to submit final reports that describe how all expenditures were used in accordance with the grant guidelines. Those that do not fulfill this requirement are turned over to the Attorney General's office for collection and are prohibited from receiving future grants. Grantees are also required to submit reports to the State Auditor's office. The Department's internal auditor also participates in regular auditing procedures to assist the NC Arts Council.

VISITOR REGISTRATION SHEET

Name of Committee | Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Jack Hubbard	OSBM
Stan Williams	NC Symphony
Mary Regan	DCR/Arts Council
MARY BOONE	DCR/State Library
Debra Derr	DCR
KEITH HARRISON	DCR
Greg Piner	DCR
Jeff Crow	DCR
Kam Wells	Arts North Carolina
Patrick Buffkin	
Sarah Becker	NCCASA

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Jessica Mccd	UNC chapel Hill - student
Robert T. Wilson	SAS
J.R. Lankford, Jr.	DCR
David Brook	DCR
[illegible]	GA
Jeffrey [illegible]	DCR
Elizabeth Hamski	OSA
Dennis Patterson	OSA
MARGARET MATTSON	NCHFA
Wendy Kelly	520 Wicker
David Bony	MWC

VISITOR REGISTRATION SHEET

Name of Committee | Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Heyward H McKinney	DCR

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Aaron	DEAC
Michael Houser	NC DOT
Chris Fitzsimon	NC Policy Watch

House Pages

Name of Committee: Govt Date: 5-22-07

1. Name: Hillary Mushaka

County: Wayne

Sponsor: Wainwright

2. Name: Seth Denlinger

County: Wayne

Sponsor: Efton Sager

3. Name:

County:

Sponsor:

4. Name:

County:

Sponsor:

5. Name:

County:

Sponsor:

Sgt-At-Arms

1. Name: Judy Turner

2. Name: Martha Pannick

3. Name:

Begin

HOUSE ATTENDANCE Adjourn: 9:40

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

Wednesday

DATES	5/27/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair	✓														
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills															
Rep. Jane Whilden	✓														
Staff															
Claire															
michele															
Page															
Hillary Mischo, Wayne CO															
Seth Dentinger "															
Judy Turner															
Martha Privett															

House Appropriations Subcommittee on General Government

Room 1425
May 27, 2009
2:00 PM

Representative Susan C. Fisher, Chair, called the meeting of the Appropriations Subcommittee on General Government to order on May 27, 2009, at 2:02 p.m. and the following members were present: Representative Alice Underhill, Chair; Representative Russell Tucker, Vice Chair; Representative George Cleveland, Representative Elmer Floyd, and Representative Jane Whilden. Staff present: Michele Nelson and Claire Hester and Committee Clerk, Lynn Tennant. Judy Turner, Martha Parrish and Fred Hines served as Sergeant at Arms. Pages present were Daniel Sheaffer from Surry County and Caleb Clark from Wake County.

Representative Fisher called Judge Julian Mann from the Office of Administrative Hearings to speak. He referred to a handout (attached) and called on Camille Winston, Deputy Director, to come speak and answer questions with him. Judge Mann stated that the Office of Administrative Hearings listens to contested cases all over the State of North Carolina and they try to be receptive to what the cost is to citizens to "untangle" their contest with the State. It was decided years ago that the State would go to the citizen and the citizen would not go to the State and, therefore, not be required to go to Raleigh. This requires the judges to travel and makes the travel budget important. They have one Administrative Law Judge position available and are losing many of their law judges to higher paying jobs and to the Superior Court. In addition, their filings are going up due to Medicaid appeals.

Representative Underhill inquired about the Medicaid cases and Judge Mann responded that last year there had been about three thousand cases and this year they are expecting about six thousand. He stated that the Medicaid appeals are on a fast-track and that everything needs to be resolved, beginning to end, within 90 days. They have developed a system and believe they are accomplishing the goal; however, a case Wal-Mart will take longer.

Camille Winston clarified that the line item regarding the Special Funds is funding for the Case Tracking System and the Rules Tracking System. This is to actually purchase the software for the system. She believes the best way for their agency to absorb the cuts will be the way they have presented them in their handout.

Representative Floyd inquired about the rent of the building and use of electronic equipment. Camille stated that the rent it is exactly according to their schedule and Judge Mann stated that they are not yet a paperless office but hoped to be one day. He stated that they are a small agency that has been given quite a bit of responsibility and they are trying to be as efficient as they can. The cuts cause them to consolidate and work with fewer employees.

Further questions and clarifications took place.

Jack Hubbard, OSBM, spoke from the audience and clarified certain expenditures that are not used for specific purposes but could not state specifically if the money would be available next year.

Representative Cleveland stated that he believed the presentation to be too vague because they could not clarify if the money had been spent, if it was going to be spent or where it was being spent except to say that the Governor has claimed it for budgeting purposes.

Representative Fisher inquired about a special provision for a new fee and Judge Mann clarified that it would need some statutory authority.

Representative Floyd inquired about the salary of the judge. Judge Mann stated that it was set at ninety percent of a District Court Judge and he believed the District Court Judge was at $110,000.

Representative Fisher asked the committee if they wished to take the figure offered or adjust the figure.

Representative Floyd made a Motion and Rep. Tucker seconded the Motion to take the available judge position. The committee voted six in favor and one opposed. Reps. Fisher, Underhill, Steen Tucker, Floyd and Whilden voted in favor and Rep. Cleveland voted to oppose the Motion.

Representative Cleveland stated that the committee was playing games, wasting time and would have to be back again.

The meeting adjourned at 2:42 p.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 27, 2009

8:30 a.m.
and
2:00 p.m.
and
After session

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Department of Administration (cont)
Additional Discussion and Subcommittee Decisions

Review/Discussion/Decisions of Agency Budgets

Department of Cultural Resources

- Options for Additional Reductions (Yellow)
- Adjustments to Expenditure Accounts (Tan)
- Response to Follow up Questions (White)
- Vacant Positions (Lavender)
- Adjustments to Special Funds (Turquoise)
- Adjustments to Fees (Refer to items in Follow up Package)
- Adjustments to Contracts (Cream)
- Reductions in the Senate Budget (Pink)

Linda Carlisle
Secretary

Keith Hardison
Director
Division of State Historic Sites

BUDGET CODE 18210 - OFFICE OF ADMINISTRATIVE HEARINGS

Fund Code	Budget FY 2008-2009	Actual FY 2008-09 YTD (4.30.09)	FY 2009-10 Requested	FY 2010-11 Requested	Reduction Recommended in Senate bill	Reduction Proposed by Agency	Justification
TOTAL AGENCY APPROPRIATION	4,521,413	4,521,413	4,266,407	4,279,242			
532144-DP/Desktop Support	21,905	20,076	41,844	41,844	7,300	0	The Office of Administrative Hearings was consolidated under ITS for only a portion of the year; therefore, the expenditures are not indicitative of a full year. The requested funding for 2009-11 is based on OSBM estimate of funding required
532512-Rent of Buildings	341,788	233,646	332,986	345,821	23,300	0	The amounts requested for each year of the biennium are required according to the lease agreements in place.
5327XX-Employee Travel	60,763	72,170	78,713	78,713	5,500	0	The Administrative Law Judges must, by statute, travel to the county in which the petitioner resides in order to conduct hearings. This line item includes funding to reimburse travel expenses for ALJ's, all other OAH employees and hearings assistants.
532449-Maintenance Agreements Software	63,990	0	66,640	66,640	7,000	64,389	The funding requested is to support the replacement Case and Rules Tracking systems. The implementation of these systems has been placed on hold in the current fiscal year by OSBM. If OAH is in a position to replace these systems in the next biennium, the maintenance would not be needed until implementation is completed
532811-Telephone	28,560	20,413	21,060	21,060	4,000	0	
533110-Supplies and Materials	21,698	16,653	14,698	14,698	24,589	0	This change would enable OAH to maintain the level of funding at 14,698 supplies and materials for the entire agency.
534534-Printer Purchase	42,870	0	31,040	31,040	5,000	12,300	
534714-Server Software Purchase	13,500	0	13,500	13,500	8,000	8,000	
Sub total Line Item Reductions					**84,689**	**84,689**	
Management Flexibility Reserve					214,263		
531211-Salaries and Wages						182,191	Four (4) positions--- 1 Adminsitrative Law Judge, 1 Processing
531211-Social Security						13,938	Asst V (pg 61) and 2 Processing Asst IV(pg 59)
531521-Retirement						14,849	
531561-Medical Insurance						15,380	
Sub total Management Flexibility Detail					214,263	226,358	
Total Recommended Agency Reductions					**298,952**	**311,047**	
Recommended Reductions as percentage of Appropriation					**7.01%**	**7.29%**	
Additional Agency Reduction							
Receipts: Contested Case Filing Fee						200,000	OAH currently does not have statutory authority to charge a contested case filing fee. A special provision would be needed giving the agency this authority. This language should include provisions for the ALJ to tax the fee to the losing party as well as a provision to waive the fee for *In Forma Pauperis* cases.
Total Agency Reduction With Contested Case Filing Fee						**511,047**	
Total as a percentage reduction of Appropriation						**11.98%**	

Judge Julian Mann

Senate Subcommittee on General Government

Office of Administrative Hearings

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$4,266,407**		**$4,279,242**	
Legislative Changes				
Department-Wide				
54 Management Flexibility Reserve Create Management Flexibility Reserve.	($214,263)	R	($214,263)	R
55 Reduce Various Operating Accounts Reduce various operating accounts in the following line items: 532700 Travel ($5,500) 532500 Lease Expense ($23,300) 532800 Telephone ($4,000) 534500 PC/Printer and Other Equipment ($5,000) 534700 Software Purchases ($8,000) 532800 Data Processing & Desktop Support Services ($7,300) 532199 Maintenance Agreements & Contracts ($7,000) 533100 Misc. Materials & Supplies ($24,589)	($84,689)	R	($84,689)	R
Total Legislative Changes	**($298,952)**	**R**	**($298,952)**	**R**
Total Position Changes				
Revised Budget	**$3,967,455**		**$3,980,290**	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
18210	Office of Administrative Hearings							
531321	Contracted Personal Services			$23,684	$0	$0	$0	The expenditures in this line are for hearings assistants (to record contested case hearings). These expenditures are being charged to 531311- Temporary Wages beginning 7-1-2008. The requested funding for 531311 for 2009-2011 is 52,188 per year.
532199	Misc Contractual Services			$15,000	$30,566	$15,000	$15,000	This line item is used to allow OAH to contract with temporary services for assistance, when needed, to handle the large volume of work.
532521-532525	Rental/Lease Equipment			N/A	N/A	N/A	N/A	
5327xx	Travel/Related Expenses			$60,763	$71,271	$72,413	$72,413	These line items include travel for all OAH employees and additionally includes travel reimbursements made to members of the Rules Review Commission and to hearings assistants that are required to travel to the location of the contested case hearings.
532814	Cellular Phone Services			N/A	N/A	N/A	N/A	
534500-534550	Furniture and Equipment Replacement Schedules			$52,355	481411	42355	42355	This includes funding to replace printers and copiers in the agency as well as furniture and office equipment. Some of the funding has been transferred to other line items to support IT consolidation expenses and the transfer was not made in time to be reflected in Worksheet one. The funding will be transferred in 2009-2011 to help the IT consolidation charges.
5366AA	Directed Grants	N/A	N/A	$0	$0	$0	$0	
5367AA	Loans	N/A	N/A	$0	$0	$0	$0	
5369AA	Other Aid and Grants	N/A	N/A	$0	$0	$0	$0	
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	

Administrative Hearings, Revenue, Secretary of State, Elections, OSBM, State Controller, and Treasurer - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	**Fund Name**	**Statutory Provision**	**Current Fund Balance (as of 4/20/09)**	**Purpose of Funding**	**Restrictions on Use or Transfer of Funds**
Administrative Hearings	Information Technology Projects (18210)		$445,900.00	This represents funding approved by the General Assembly in 2007-2008 and 2008-2009 to enable this office to replace the Case Automated Tracking system and the Rules Tracking System. The Case Tracking System is a legacy system that is no longer supported and is in extreme danger of failing. This system is critical to the core mission of the Office of Administrative Hearings. The project is currently on Hold by OSBM.	

House Appropriations Subcommittee on General Government
Summary of Fees

Budget Code	Department	Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
18210	Administrative Hearings	CONTESTED CASE FILING FEE	WOULD NEED STATUTORY PROVISION AUTHORIZING OAH TO CHARGE THIS FEE	ALL ENTITIES OR PERSONS FILING CONTESTED CASES	N/A	N/A		

							FY 09-10				FY 10-11				
								Source of Funds				Source of Funds			
Agency	Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	Total Amount in Continuation Budget	Federal	State	Other	Total Amount in Continuation Budget	Federal	State	Other	Automatic Increases Built into Contract Terms
Lt Gov	NO CONTRACTS														
OAH	18210	1100		NC Mediation Network*	coordinate the mediation of medicaid claims that are filed with OAH. The contract calls for the payment of 200 per case for mediation services from the various member centers and a payment to the NCMN for their services in coordinating the cases and the mediation reports. This also includes the mediation services perfomed by the non member centers	02-11-2009 through 06-30-2009 and further to 07-01-2010 based on continuation of funding	$0	$0	$0	$0	$0	$0	$0	$0	0

**This contract is funded through the transfer of 2,000,000 from DHHS as required by HB2438 of the 2007 Session Laws of the General Assembly, Section 10.15A.(h1). This program is, per the statute, to continue until 7-1-2010 with the funding being carried forward in the OAH budget from the 2008-2009 fiscal year to the 2009-2010 fiscal year. As of the current date, OAH has received 1,000,000 of the 2,000,000 funding required by the statute.*

Claire Hester (Fiscal Research)

From: Winston, Camille [camille.winston@oah.nc.gov]
Sent: Thursday, May 21, 2009 2:01 PM
To: Claire Hester (Fiscal Research)
Cc: Mann, Julian
Subject: RE: Contested Case Filing Fees
Importance: High
Follow Up Flag: Follow up
Flag Status: Red

Claire
I forgot to add one thing, but think you are aware of this. There are several categories of cases on which OAH would not be able to charge a filing fee. These are EEOC, Special Education, and tax intercept cases. These total 456 cases for the fiscal year ended 6-30-08 and the addition of the ABC cases would bring the total number of cases upon which a filing fee would not be charged to 916.

Camille Winston
Deputy Director
Office of Administrative Hearings

phone 919.431.3007

camille.winston@oah.nc.gov

Correspondence to and from this address may be subject to the North Carolina Public Records Law (NCGS Chapter 132) and may be disclosed to third parties.

From: Winston, Camille
Sent: Thursday, May 21, 2009 1:57 PM
To: 'Claire Hester (Fiscal Research)'
Cc: Mann, Julian
Subject: RE: Contested Case Filing Fees
Importance: High

Claire
Thanks for the information. I hope OAH will fare better with the agency by agency approach.....guess we'll just have to wait and see.

You didn't ask for that info yesterday but think I have what you want:
For the fiscal year ended 6-30-08, OAH had 2861 cases filed. I think that the ABC cases are the only ones filed by the state and there were 460 of those, representing an estimated fee of 46,000. There may be a few others that were brought by the state but I think that the citizen normally generates the petition in all but ABC cases. OAH anticipates that there will be a decrease in case filings if a filing fee is imposed. I do not; however, know how to estimate that number right now.
Let me know should you have other questions
Camille

Camille Winston
Deputy Director

VISITOR REGISTRATION SHEET

General Gov't — 5/27/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Camille Kinston	OAH
Julian Mann	OAH
Jack Hubbard	OSBM
Melanie Seer	DCR
Dennis Patterson	OSA
Bill Hall	Democracy NC

House Pages

Name of Committee: Rules Date: 5-27-09

1. Name: Daniel Sheaffer
   County: Surry
   Sponsor: Rep Sarah Stevens
2. Name: Caleb Clark
   County: Wake
   Sponsor: Rep- Starn
3. Name:
   County:
   Sponsor:
4. Name:
   County:
   Sponsor:
5. Name:
   County:
   Sponsor:

Sgt-At-Arms

1. Name: Fred Hines
2. Name: Judy Turner
3. Name: Martha Parnell

motion to elim judge

Convene 2:02 PM
Adjourn: 2:40 PM

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

2:00

DATES	5/27/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair	✓														
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills															
Rep. Jane Whilden	✓														
Pages															
Daniel Shafer															
Caleb Clark															
Staff															
Michele Nelson															
Claire Hesser															
Sara Poteat															
Staff															
Fred Hines															
Judy Turner															
Martina Parrish															

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

May 28, 2009

Minutes

The House Appropriations Subcommittee on General Government met on Thursday, May 28, 2009 at 8:30 A.M.

Members of the Subcommittee on General Government present were: Representative Underhill, Chair; Steen and Tucker, Vice-Chairs; Cleveland, Floyd, and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representative Underhill called the meeting to order and introduced the following speakers:

- Mr. Dempsey Benton, Office of Economic Recovery and Investment (Attachment 2). Mr. Benton discussed the hiring of staff to fill positions and explained how the stimulus funds will be used.
- Mr. David Brown, Deputy State Budget Director for Budget (Attachment 3).
-

After hearing Mr. Brown's presentation, Representative Cleveland made a motion to take the three (3) vacant positions in OSBM. Representative Steen 2nd the motion. Representative Underhill called for a vote and the Ayes were recorded and the motion passed.

A question and answer period followed the presentations. The meeting adjourned at 9:57 A.M.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 28, 2009

8:30 a.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

Office of Economic Recovery and Investment
Discussion of FY 2008-09 and 2009-2011 Biennial Budgets
and Office's Administration of Stimulus Programs

Dempsey Benson
Director

Office of the Governor

- Additional Optional Reductions
- Additional Adjustments to Expenditure Accounts
- Vacant Positions
- Reductions in the Senate Budget

and

Office of State Budget and Management (OSBM)

- Additional Optional Reductions
- Additional Adjustments to Expenditure Accounts
- Vacant Positions
- Review Contracts
- Reductions in the Senate Budget

David Brown
Deputy State Budget Director for Budget

(Over)

Secretary of State

- Additional Optional Reductions
- Additional Adjustments to Expenditure Accounts
- Vacant Positions
- Review Contracts
- Reductions in the Senate Budget

Elaine Marshall
Secretary of State

Office of the Governor

	45. Management Flexibility Reserve					April	Reductions	
	Budget code 13000		Summary of Mangement Flexibility Recommendations		FY 09 Certified	FY 09 Actual	FY 2009-10	2009-11
	FUND			PERSONAL SERVICES				
1	1110	Administration	531111	Salaries Appropriated	2,545,684	2,095,084	(28,400)	(28,400)
2	1110	Administration	531461	Longevity Pay Appropirated	60,534	35,366	(15,608)	(15,608)
3	1110	Administration	531511	Social Security Contribution Appropriated	196,271	166,228	(22,000)	(22,000)
4	1110	Administration	531521	Retirement Contribution Appropriated	197,143	182,632	(16,000)	(16,000)
5	1110	Administration	531561	Medical Insurance Contribution Appropriated	159,379	109,460	(15,000)	(15,000)
6				PURCHASED SERVICES				
7	1130	Intergovernmental Relations	532184	Janitorial Service Agreement	1,450	-	(1,450)	(1,450)
8	1631	Raleigh Mansion	532210	Electrical Service	66,150	47,625	(9,500)	(9,500)
9	1632	Western Residence	532210	Electrical Service	4,991	2,522	(500)	(500)
10	1631	Administration	532220	Natural Gas/Propane Service	7,938	5,009	(4,000)	(4,000)
11	1631	Administration	532230	Water and Sewer Service	8,600	4,719	(10,000)	(10,000)
12	1110	Administration	532390	Repairs Other	6,000	-	(3,000)	(3,000)
13	1110	Administration	532430	Maint Agreement Equipment	6,258	1,415	(5,000)	(5,000)
14	1110	Administration	532523	Maint Agreement Equipment	455	13	(455)	(455)
15	1632	Western Residence	532523	Lease Voice Communication Equipment	150	-	(145)	(145)
16	1110	Administration	532524	Lease General Office Equipment	28,068	18,290	(5,000)	(5,000)
17	1130	Intergovernmental Relations	532715	Transportation Ground Out of State	1,947	427	(1,500)	(1,500)
18	1130	Intergovernmental Relations	532722	Lodging Out of State	1,850	1,927	(500)	(500)
19	1631	Raleigh Mansion	532714	Transportation Ground-in State	9,342	11,190	(2,000)	(2,000)
20	1110	Administration	532821	Computer / Date Processsing Service	27,914	2,122	(2,000)	(2,000)
21	1631	Raleigh Mansion	532822	Managed LAN Service Charge	18,600	-	(7,000)	(7,000)
22	1110	Administration	532840	Postage, Freight and Delivery Service	19,513	12,126	(6,000)	(6,000)
23	1110	Administration	532850	Print, Bind, Duplicate	2,178	1,659	(1,000)	(1,000)
24	1631	Raleigh Mansion	532919	Other Insurance	4,740	-	(2,000)	(2,000)
25	1110	Administration	532930	Registration Fees	7,411	1,195	(2,000)	(2,000)
							(63,050)	**(63,050)**
26				SUPPLIES				
27	1110	Administration	533120	Data Processing Supplies	2,947	1,231	(2,500)	(2,500)
28	1631	Raleigh Mansion	533120	Data Processing Supplies	785	293	(500)	(500)
29	1631	Raleigh Mansion	533210	Janitorial Supplies	12,000	6,901	(7,000)	(7,000)
30	1631	Raleigh Mansion	533410	Food Supplies	99,878	81,912	(3,000)	(3,000)
31	1110	Administration	533900	Other Materials and Supplies	5,769	1,806	(2,000)	(2,000)
32				PROPERTY, PLANT & EQUIPMENT				
33	1110	Administration	534534	Computer / Printer Equipment	7,000	388	(2,125)	(2,125)
							(240,233)	**(240,233)**

5.28.09

Office of the Governor

						April	Reductions	
	46. Reduce various operating accounts							
	Budget code 13000				**FY 09 Certified**	**FY 09 Actual**	**FY 2009-10**	**2009-11**
	FUND			**PERSONAL SERVICES**				
1	1110	Administration	531311	Temporary Wages	8,572	148,293	(8,572)	(8,572)
2				**PURCHASED SERVICES**				
3	1110	Administration	532144	PC/Printer support	-	58,375	(10,000)	(10,000)
4	1110	Administration	532145	Server Support	-	-	(5,000)	(5,000)
5	1240	21st Century Skills	532199	Misc Contract Services	152,726	72,069	(62,613)	(62,613)
6	1110	Administration	532390	Repairs Other	6,000	-	(3,000)	(3,000)
7	1110	Administration	532712	Transp Air out-of-state	9,450	5,713	(3,000)	(3,000)
8	1110	Administration	532714	Transportation Ground-in State	5,000	2,892	(2,000)	(2,000)
9	1110	Administration	532721	Lodging in state	1,220	142	(500)	(500)
10	1110	Administration	532722	Lodging Out of State	3,618	1,944	(2,000)	(2,000)
11	1130	Intergovernmental Relations	532714	Lease General Office Equipment	28,068	18,290	(7,000)	(7,000)
12	1130	Intergovernmental Relations	532717	Transp other in state	2,400	40	(2,400)	(2,400)
13	1130	Intergovernmental Relations	532721	Lodging in state	3,450	1,382	(2,000)	(2,000)
14	1130	Intergovernmental Relations	532724	Meals in state	2,432	253	(1,500)	(1,500)
15	1240	21st Century Skills	532712	Transp Air out-of-state	-	319	(2,000)	(2,000)
16	1240	21st Century Skills	532714	Transportation Ground-in State	-	-	(500)	(500)
17	1240	21st Century Skills	532715	Transp ground out of state	-	-	(100)	(100)
18	1240	21st Century Skills	532717	Transp other in state	-	-	(100)	(100)
19	1240	21st Century Skills	532718	Other out of state	-	-	(100)	(100)
20	1240	21st Century Skills	532722	Lodging Out of State	-	-	(2,000)	(2,000)
21	1240	21st Century Skills	532725	Meals out of state	-	-	(500)	(500)
22	1240	21st Century Skills	532731	BD/Non employee transp	-	-	(200)	(200)
23	1240	21st Century Skills	532732	BD/Non employee subsistance	-	-	(1,000)	(1,000)
24	1240	21st Century Skills	532811	Telephone service	-	-	(100)	(100)
25	1240	21st Century Skills	532850	Print, Bind, Duplicate	-	1,418	(1,000)	(1,000)
26	1240	21st Century Skills	532913	Liability Insurance	-	3	(100)	(100)
27	1110	Administration	532811	Telephone service	36,103	20,592	(5,000)	(5,000)
28	1110	Administration	532814	Cellular phone service	17,561	6,733	(7,000)	(7,000)
29	1110	Administration	532822	Managed LAN Service Charge	169,282	23,061	(28,521)	(28,986)
30	1240	21st Century Skills	533110	General Office supplies	-	-	(1,000)	(1,000)
31	1240	21st Century Skills	533120	Data Processing Supplies	-	-	(1,500)	(1,500)
							(151,734)	**(152,199)**
32				**PROPERTY, PLANT & EQUIPMENT**				
33	1110	Administration	534534	Computer / Printer Equipment	7,000	388	(5,000)	(5,000)
34	1240	21st Century Skills	534521	Office equipment	-	-	(1,000)	(1,000)
							(6,000)	**(6,000)**
35				**OTHER EXPENSES**				
36	1110	Administration	535830	Membership dues	3,420	814	(1,000)	(1,000)
37	1130	Intergovernmental Relations	535830	Membership dues	6,265	2,467	(3,500)	(3,500)
38	1120	Dues to National Assoc	535830	Membership dues	464,975	461,930	(100,686)	(100,686)
39	1240	21st Century Skills	535890	Other Admin expenses	-	-	(500)	(500)

						April	Reductions	
	46. Reduce various operating accounts							
	Budget code 13000				FY 09 Certified	FY 09 Actual	FY 2009-10	2009-11
							(105,686)	(105,686)
40							**(429,726)**	**(430,656)**

	OFFICE OF THE GOVERNOR							
	budget code 13000							
	Continuation Budget increases that were included in either the Senate Budget and/or the Agency							
	submitted reductions							
					FY 10	FY 11		
46.	**Reduce various operating accounts**							
	1110	Temporary Wages	531311		$ 8,572	$ 8,572		
45.	**Management Flexibility Reserve**							
	1110	Longevity	531461		$ 3,844	$ 6,804		
		Social Security	531511		$ 294	$ 521		
		Retirement	531521		$ 213	$ 554		
	1631	Water & Sewer	532230		$ 10,552	$ 11,221		
	submitted 5/28/09							

B0104: Vacancy Report - May 2009								
Organizational Unit		Position		Date Vacant	Budget Amount	Days Vacant	Months Vacant	Position
Office of the Governor								
21001101	Governor's Transition Team	60014581	W/A Transition Aide	09/01/2007	22,983.00	610	22	1
20000862	GOV ADMIN Communications	60008533	Administrative Assistant	03/29/2008	28,400.00	408	15	1
21001101	Governor's Transition Team	60014805	W/A Transition Aide	06/01/2008	72,665.00	336	12	1
21001101	Governor's Transition Team	60014888	W/A Transition Aide	07/01/2008	53,402.00	306	11	1
21001101	Governor's Transition Team	65004778	Public Safety Officer	07/01/2008	31,200.00	306	11	1
21001101	Governor's Transition Team	60014812	W/A Transition Aide	09/19/2008	26,568.00	226	8	1
21001101	Governor's Transition Team	60014669	W/A Transition Aide	09/28/2008	49,188.00	217	8	1
21001101	Governor's Transition Team	60013884	W/A Transition Aide	01/12/2009	69,132.00	111	4	1
21001101	Governor's Transition Team	60014895	W/A Administrative Officer II	01/12/2009	42,015.00	111	4	1
21001101	Governor's Transition Team	60014634	W/A Transition Aide	02/01/2009	126,383.00	91	3	1
21001101	Governor's Transition Team	60013900	W/A Transition Aide	02/23/2009	55,800.00	69	2	1
21001101	Governor's Transition Team	60014467	Public Safety Supervisor	03/01/2009	44,962.00	63	2	1
21001101	Governor's Transition Team	65004779	W/A Transition Aide	03/01/2009	6,886.00	63	2	1
21001101	Governor's Transition Team	60014729	W/A Transition Aide	03/07/2009	35,000.00	57	2	1
20000867	GOV ADMIN Policy	60008525	Policy Analyst	04/01/2009	61,650.00	40	1	1
21001101	Governor's Transition Team	60013906	W/A Transition Aide	04/01/2009	79,031.00	32	1	1
21001101	Governor's Transition Team	60014743	W/A Transition Aide	04/01/2009	31,800.00	32	1	1
21001101	Governor's Transition Team	60014795	W/A Transition Aide	04/01/2009	30,000.00	32	1	1
20000869	GOV ADMIN Boards & Commissions	60008483	Administrative Officer	05/01/2009	37,500.00	10	0	1
20000867	GOV ADMIN Policy	60008528	Education Program Manager	05/01/2009	46,505.00	10	0	1

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

May 28, 2009

Minutes

The House Appropriations Subcommittee on General Government met on Thursday, May 28, 2009 at 2:15 P.M. (immediately after Session)

Members of the Subcommittee on General Government present were: Representatives, Underhill, Chair; Tucker, Vice-Chair; Cleveland, and Whilden.

Fiscal Staff Members: Michele Nelson and Claire Hester.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representative Underhill introduced the following speakers:

- Mr. Rodney Maddox, office of the Secretary of State (Attachment 2).
- Ms. Pam Wortham, Deputy State Treasurer – Financial Operations, office of the NC Treasurer (Attachment 3).

A question and answer period followed. The meeting adjourned at 3:45 P.M.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 28, 2009

2:00 p.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

Secretary of State

- Additional Optional Reductions
- Additional Adjustments to Expenditure Accounts
- Vacant Positions
- Review Contracts
- Reductions in the Senate Budget

Elaine Marshall
Secretary of State

Department of the Treasurer

- Additional Optional Reductions
- Additional Adjustments to Expenditure Accounts
- Vacant Positions (New List on 8 ½ by 11 sheet))
- Review Contracts
- Review Special Funds
- Reductions in the Senate Budget

Pam Wortham
Deputy State Treasurer – Financial Operations

VISITOR REGISTRATION SHEET

General Government — 5/28/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Rodney Maddox	NC SOS
Ann Y. Harris	SOS
Joel H. Brown	NCSOS
Bruce Garner	NCSOS
MICHAEL PEELER	NCSOS
Haley Mayne	SOS
Robert J. Wilson	SOS
Vicky Young	DOI
Jonathan Duncan	NCGA Staff
Kenneth Dickerson	OSBM
S Wilson	DNHS

VISITOR REGISTRATION SHEET

General Government — 5-28-09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Margaret Matrone	NCHFA
Christy Agner	DOA
Jack Hubbard	OSBM
Jane Smith	Office of Economic Recovery & Investment
RICHARD CLARK	OFFICE OF GOVERNOR
David Brown	OSBM
Dennis Patterson	OSA
Patrick Buffkin	MMB
Bill Rowe	NC Justice Center
Michael Honsco	NC DOR

House Pages

Name of Committee: App Gen Gov. **Date**: 5/28/09

1. Name: _____

   County: _____

   Sponsor: _____

2. Name: _____

   County: _____

   Sponsor: _____

3. Name: _____

   County: _____

   Sponsor: _____

4. Name: _____

   County: _____

   Sponsor: _____

5. Name: _____

   County: _____

   Sponsor: _____

Sgt-At-Arms

1. Name: Judy Turner

2. Name: Young Bae

3. Name: _____

House Pages

Name of Committee: Gov't. Date: 5-28-09

1. Name: Samara Clark
   County: Wake
   Sponsor: Paul Stam
2. Name: Nan Copeland
   County: Wake
   Sponsor: Martin
3. Name:
   County:
   Sponsor:
4. Name:
   County:
   Sponsor:
5. Name:
   County:
   Sponsor:

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Martha Pamela
3. Name: Tom Wilder

Treasurer

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$11,150,002**		**$11,163,790**	
Legislative Changes				
1210 Investment Management				
85 Eliminate Vacant Positions Eliminate salary ($87,923) and benefits ($18,040) of one vacant position - # 60009068, Investments Director.	($105,963) -1.00	R	($105,963) -1.00	R
1310 Local Government Operations				
86 Eliminate Continuation Budget Increase Eliminate funding increase in continuation budget: 531321 Contr Empl Per IRS ($ 86,438) 531631 Worker Comp-Med Payments ($ 31,376) 532110 Legal services ($ 71,765) 532199 Misc Contractual Svs ($110,381)	($299,960)	R	($299,960)	R
1410 Retirement Systems Division				
87 Transfer the National Guard Pension Fund Transfer the National Guard Pension Fund from the Department of Crime Control and Public Safety to the Department of State Treasurer. This transfer will allow the Department of State Treasurer to manage this program as it does most of the State's pension programs.	$7,007,443	R	$7,007,443	R
88 Maintenance Costs for ORBIT System To properly complete the transition of ORBIT receipts for both recurring and non-recurring expenditures are authorized for maintenance of software and hardware which includes an annual recurring expense of $378,652. The non-recurring portion of funding will decrease each year as the amount of support required by the vendor will phase out by FY 2015-16. Funding is allocated for each fiscal year as indicated below: Recurring FY 2009-10 $378,652 FY 2010-11 $378,652 Non-recurring $575,025 $383,250				
Department-Wide				
89 Management Flexibility Reserve Create Management Flexibility Reserve.	($2,368)	R	($2,368)	R

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
90 Reduce Various Operating Accounts	($308,376)	R	($308,376)	R
Reduce funding for various operating accounts across the agency.	($119,053)	NR	($119,053)	NR
91 Eliminate Vacant Position	($49,601)	R	($49,601)	R
Eliminate salary and benefits for a vacant position.	-1.00		-1.00	
Total Legislative Changes	**$6,241,175**	R	**$6,241,175**	R
	($119,053)	NR	**($119,053)**	NR
Total Position Changes	-2.00		-2.00	
Revised Budget	**$17,272,124**		**$17,285,912**	

Treasurer - Retirement for Fire and Rescue

	GENERAL FUND	
	FY 09-10	FY 10-11
Adjusted Continuation Budget	$10,804,671	$10,804,671
Legislative Changes		
92 NO LEGISLATIVE ACTION REPORTED		
Total Legislative Changes		
Total Position Changes		
Revised Budget	$10,804,671	$10,804,671

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

				Continuation Budget				
Acct Code	**Expenditure Account**	**Fund**	**Division**	**FY 08-09 Certified**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
13410	**Treasurer**							
531321	Contracted Personal Services	1110	General Administration	$0	$2,085	$0	$0	
		1130	Escheat Fund Administration	$0	$5,153	$179,428	$179,428	These funds are needed to pay for temporary employees used to staff the Call Center and Claims Processing. Any excess funds in this line item are transferred to expenditure account 532170 to pay for temporary employees from temp agencies.
		1150	Information Services	$0	$0	$0	$0	
		1210	Investment Management	$0	$64,985	$0	$0	
		1310	Local Government Operations	$0	$2,799	$4,000	$4,000	Contracted personal services is used for hiring of interns through DOA. The interns hired work on special projects for staff.
		1410	Retirement Operations	$0	$285,390	$18,677	$18,677	The Retirement Systems Division often depends on expertise of individuals with specific skill sets that are not available normally from amongst our permanent employees. Also, seasonal shifts in workload require the use of external talent on occasion in order to serve our customers in a timely manner. The loss of funding in these lines would result in an immediate loss of efficiency.
		1510	Financial Operations Division	$0	$0	$0	$0	
			TOTAL:	**$0**	**$360,412**	**$202,105**	**$202,105**	
532199	Misc Contractual Services	1110	General Administration	$0	$25,706	$0	$0	
		1130	Escheat Fund Administration	$152,442	$203,366	$152,442	$152,442	These funds are needed for claims processing that are out-sourced to a vendor. We are required by statute to respond to claims within 90 days and outsourcing some claims to this vendor allows us to meet this requirement.
		1150	Information Services	$1,000	$6,448	$1,000	$1,000	This line item represents all miscellaneous contractual services that the division pays for including: facility maintenance, the Employee Assistance Program, etc.
		1210	Investment Management	$39,800	$8,480	$39,800	$39,800	We have contracts with various investment news services that are needed to operate our trading desk.
		1310	Local Government Operations	$7,300	$19,053	$7,300	$7,300	These funds pay for the INROADS internship program fee and for the department's Employee Assistance Program.

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1410	Retirement Operations	$56,475	$64,530	$31,534	$31,534	Expenditures from this line include the regular on-site shredding of interim work documents without enduring administrative value in order to protect the financial and medical privacy of our members and retirees, the secure transport of member and retiree records stored off-site at a secure and climate-controlled facility for which our facility has no parallel capacity, and the use of public records search services in order to locate beneficiaries and avoid fraud in the issuance of benefits.
		1510	Financial Operations Division	$10,000	$23,077	$10,000	$10,000	These funds are used to pay for the department's Employee Assistance Program and for a contract to shred the division's sensitive and confidential paperwork.
			TOTAL:	**$267,017**	**$350,660**	**$242,076**	**$242,076**	
532521-532525	Rental/Lease Equipment	1110	General Administration	$2,134	$1,516	$2,134	$2,134	Postage meter rental
		1130	Escheat Fund Administration	$0	$0	$0	$0	
		1150	Information Services	$0	$0	$0	$0	
		1210	Investment Management	$0	$0	$0	$0	
		1310	Local Government Operations	$0	$0	$0	$0	
		1410	Retirement Operations	$0	$0	$0	$0	
		1510	Financial Operations Division	$0	$0	$0	$0	
			TOTAL:	**$2,134**	**$1,516**	**$2,134**	**$2,134**	
5327xx	Travel/Related Expenses	1110	General Administration	$31,167	$23,092	$31,167	$31,167	Financial literacy director will be working with organizations across NC. Staff attend seminars and conferences to network with other state treasurers and their staffs to gather best practices. The Treasurer periodically travels across the state to meet with business leaders, make speeches to business organizations and local governments, and meets with investment managers (in- state and out-of-state).

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1130	Escheat Fund Administration	$36,600	$8,714	$36,600	$36,600	These funds allow our auditors to travel and perform audits that bring in more money to the Escheat Fund. Bringing more money into the fund allows us to return more of these funds to the rightful owners and to fund more scholarships from the interest. These funds also allow our staff to travel to outreach events to publicize the Unclaimed Property Program.
		1150	Information Services	$12,536	$10,092	$16,995	$17,229	These line items represent all travel related expenses for the IT Division. The vast majority of the travel consists of semiannual disaster recovery tests that we perform for our mission critical systems. The disaster recovery team travels to and from Philadelphia, Pa. to perform the tests. The rest of the funds are spent on travel related expenses for training, seminars and conferences for the 49 employee IT division.
		1210	Investment Management	$65,816	$14,992	$63,525	$63,525	We currently have oversight of over 100 firms and 239 portfolios. Travel is necessary to perform our requirements as Fiduciary for the state.
		1310	Local Government Operations	$14,697	$14,697	$14,697	$14,697	Travel costs are primarily for unit visits to troubled units and speaking engagements at various conferences. These are typically handled with day travel although depending on the location can involve overnight travel. Airfare is for travel to national conferences and national-level committee meetings with Governmental Accounting Standards Board, National Association of State Auditors, Comptrollers and Treasurers, and Government Finance Officers' Association.

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	Continuation Budget FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1410	Retirement Operations	$66,814	$44,236	$65,919	$66,198	The Retirement Systems Division holds frequent meetings around the state with employers, active employees and retirees for the sake of presenting information and answering questions. Additionally, in order to administratively function the Retirement Systems Division must be able to reimburse the expenses of travel for members of its various Boards of Trustees and its Medical Board (which reviews disability cases). The function of these boards is mandated by statute, and is essential to the operation of the entire Division and the health of the pension fund. Lastly, the Retirement Systems Division maintains close working ties with various national and regional industry organizations. Travel in this respect includes employee education and networking opportunities. Decision makers, including the General Assembly and its staff, frequently request information on how other retirement systems are addressing this crisis. Division staff is able to provide these answers partly because of attending conferences and meetings and discussing approaches to the crisis with leaders from other retirement systems.
		1510	Financial Operations Division	$4,236	$5,290	$7,333	$7,422	These funds allow for the department's CFO to travel to national conferences and national-level committee meetings with Governmental Accounting Standards Board, National Association of State Treasurers, and Government Finance Officers' Association.
			TOTAL:	**$231,866**	**$121,113**	**$236,236**	**$236,838**	
532814	Cellular Phone Services	1110	General Administration	$0	$0	$0	$0	
		1130	Escheat Fund Administration	$0	$0	$0	$0	
		1150	Information Services	$0	$0	$0	$0	
		1210	Investment Management	$0	$0	$0	$0	
		1310	Local Government Operations	$0	$0	$0	$0	
		1410	Retirement Operations	$0	$0	$0	$0	
		1510	Financial Operations Division	$0	$0	$0	$0	
			TOTAL:	**$0**	**$0**	**$0**	**$0**	

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
				Continuation Budget				
534500-534550	Furniture and Equipment Replacement Schedules	1110	General Administration	$20,550	$3,104	$18,510	$18,510	These funds are used for the replacement of furniture, copiers, fax machines, and other equipment.
		1130	Escheat Fund Administration	$4,485	$6,973	$4,485	$4,485	These funds are used for the replacement of furniture, copiers, fax machines, and other equipment.
		1150	Information Services	$505,600	$310,290	$505,600	$505,600	These line items represent all IT equipment purchases to support all the divisions of the Department of State Treasurer. This includes all expenses to maintain our data center including, servers, jukeboxes, controllers, switches, uninterruptable power supplies, fire suppression, tape backup and retrieval units, storage area networks, printers, and gateways. Additionally, this provides funding of all personal computers, desk-top printers, scanners and other IT related equipment for the entire Dept. of State Treasurer. Lastly, all office furniture, copiers, and FAX machines for the IT Division.
		1210	Investment Management	$1,348	$76	$1,348	$1,348	These funds are used for the replacement of furniture, copiers, fax machines, and other equipment.
		1310	Local Government Operations	$26,000	$41,221	$17,729	$17,729	These funds are used for the replacement of furniture, copiers, fax machines, and other equipment.
		1410	Retirement Operations	$84,931	$340,200	$84,931	$84,931	Because the Division operates a Call Center in our facility, there is a frequent need to replace malfunctioning voice equipment and seating. Inevitably, a certain level of equipment and furniture failure must be expected in an organization with over 170 employees. However, much of the funding requested in these lines is related to the anticipated need to replace relatively sophisticated but essential pieces of equipment such as document and microform imaging machines. The Retirement Systems Division begins all business firstly by electronically scanning every received document into our digital image storage, and there are four machines used for this high volume process. The loss of any single machine for an extended period of time would dramatically and adversely affect all Division operations.
		1510	Financial Operations Division	$40,077	$3,149	$40,077	$40,077	These funds are used for the replacement of furniture, copiers, fax machines, and other equipment.
			TOTAL:	**$682,991**	**$705,013**	**$672,680**	**$672,680**	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
5364AA	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
5366AA	Directed Grants	N/A	N/A	$0	$0	$0	$0	
5367AA	Loans	N/A	N/A	$0	$0	$0	$0	
5369AA	Other Aid and Grants	N/A	N/A	$0	$0	$0	$0	
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	

B0104: Vacancy Report - May 2009: *Positions Vacant ON OR BEFORE June 30, 2008*

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
TREASURER							
20001007	ST Health&Wellness Trust Fund Commission	60009322	Research Director For Childhood Obesity	5/25/05	52	$ 57,564	1.00
20000977	ST INVEST Alternatives	60009068	Investments Director	2/16/06	42	$ 87,923	1.00
20000975	ST INVEST Fixed Income	60009060	Investment Analyst	11/1/06	33	$ 52,624	1.00
20001007	ST Health&Wellness Trust Fund Commission	60009327	External Affairs Officer	5/23/07	26	$ 55,000	1.00
20001007	ST Health&Wellness Trust Fund Commission	60009325	Health Disparities Program Director	6/29/07	24	$ 62,414	1.00
20000978	ST Investments Administration	60009059	Administrative Deputy - State Treasurer	6/17/08	12	$ 65,034	1.00
						$ 380,559	**6.00**

Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	SFY 09-10				SFY 10-11				Automatic Increases Built into Contract Terms
						Total Amount in Continuation Budget	Source of Funds			Total Amount in Continuation Budget	Source of Funds			
							Federal	State	Other		Federal	State	Other	
13410	1210	Investment Management	Casey High	Administrative support	02/20/2009 - 12/31/2009	$10,400		$10,400		$0		$0		
13410	1410	Retirement Operations	Isaac Hall	Calculation of retirement benefits	01/05/2009 - 11/30/2009	$14,412			$14,412	$0				
13410	1410	Retirement Operations	Eduardo Claros	Mailroom support	12/1/2008 - 10/31/2009	$8,479			$8,479	$0			$0	
13410	1410	Retirement Operations	William Switzer	Develop perfomance measures & reporting capability	01/05/2009 - 11/30/2009	$21,666			$21,666	$0			$0	
13410	1410	Retirement Operations	Anissa Stroud Matthews	Data collection, organization, & analysis	01/05/2009 - 11/30/2009	$20,540			$20,540	$0			$0	
13410	1410	Retirement Operations	Carol Brown	Update & document standard operating procedures for core business processes	01/05/2009 - 11/30/2009	$23,400			$23,400	$0			$0	
13410	1410	Retirement Operations	Cassandra Woodard	Update & document standard operating procedures for core business processes	01/05/2009 - 11/30/2009	$43,333			$43,333	$0			$0	
13410	1410	Retirement Operations	Cassidy Weathersby	Assist with the organization and facilitatation of focus group sessions	01/08/2009 - 08/31/2009	$4,101			$4,101	$0			$0	
13410	1410	Retirement Operations	Anna Marie Kirkland Smith	Assist in the development and maintenance of customer survey tools & reports	3/2/2009 - 11/30/2009	$18,200			$18,200	$0			$0	
13410	1410	Retirement Operations	Kathryn Merritt	Develop, implement, and manage information on RSD's internal & external websites	03/16/2009 - 11/30/2009	$19,066			$19,066	$0			$0	
13410	1130	Escheat Fund Administration	J. K Sherron	Lease office space for Unclaimed Property Division	06/01/2008 - 05/31/2010	$96,657			$96,657	$0			$0	
13410	**1310**	**Local Government Operations**	**Blue Ridge Plaza Associates**	**Lease office space for Local Government Operations Division**	**11/01/2007 - 10/31/2010**	**$91,949**		**$91,949**		**$38,783**		**$38,783**		**3% increase annually**
13410	1310	Local Government Operations	Blue Ridge Plaza Associates	Lease storage space for Local Government Operations Division	11/01/2007 - 10/31/2010	$3,840		$3,840		$1,600		$1,600		
13410	**1310**	**Local Government Operations**	**Blue Ridge Plaza Associates**	**Lease office space for Local Government Operations Division**	**11/01/2007 - 10/31/2010**	**$14,181**		**$14,181**		**$6,004**		**$6,004**		**3% increase annually**
13410	1410	Retirement Operations	Marlowe Farms & Land Inc	Lease office space for Retirement Systems Division	03/01/2009 - 02/29/2012	$76,700			$76,700	$76,700			$76,700	
13410	1150	Information Services	Hewlett Packard	Maintenance Agreement - Hardware support	12/1/2008 - 11/30/2009	$9,804			$9,804	$0			$0	
13410	1410	Retirement Operations	Buck Consultants	Audit retirement service records	03/01/2006 - 02/29/2011	$1,008,200			$1,008,200	$672,133			$672,133	
13410	1410	Retirement Operations	Pioneer Janitorial Services	Janitorial services for Harrington St building	09/01/2008 - 08/31/2009	$920			$920	$0			$0	

23460	2120	Health & Wellness Trust Fund	MarketSmart Advertising	Interactive communications services	09/15/2006 - 09/14/2009	$930,000			$930,000	$0			$0	
63412	6101	Escheats Fund	Audit Services US	Unclaimed Property examination services	10/28/2008 - 10/27/2009	$250,000			$250,000	$0			$0	
63412	6101	Escheats Fund	Abandoned Property Experts	Unclaimed Property examination services	10/28/2008 - 10/27/2009	$250,000			$250,000	$0			$0	
63412	6101	Escheats Fund	Roberto Jewelers	Unclaimed Property appraisal services	03/04/2009 - 03/03/2010	$9,250			$9,250	$0			$0	
63412	6101	Escheats Fund	Bouchard & Co, LLC	Unclaimed Property appraisal services	03/04/2009 - 03/03/2010	$9,200			$9,200	$0			$0	
63412	6101	Escheats Fund	J. Douglas Mattox Inc	Unclaimed Property appraisal services	03/04/2009 - 03/03/2010	$9,500			$9,500	$0			$0	
Total								**$109,969**	**$2,758,330**			**$46,387**	**$748,833**	

Administrative Hearings, Revenue, Secretary of State, Elections, OSBM, State Controller, and Treasurer - Governmental & Proprietary Fund Balances (Special Funds)					
Agency Name	Fund Name	Statutory Provision	Current Fund Balance (as of 4/20/09)	Purpose of Funding	Restrictions on Use or Transfer of Funds
State Treasurer	Debt Service Requirement (68148, 68150, 68174, 68175, 68190, 68220)		$4,544,650.66	These funds can only be used for debt service project costs, debt service interest payments, and bond issuance costs.	Due to the IRS rules regarding tax exempt debt, the interest earnings identified in these budget codes can only be used for specifc purposes.
State Treasurer (cont)	Information Technology Projects (23420)		$91,029.21	These funds are used for existing approved IT projects.	
				2210-1310 Imaging System	County sales tax proceeds are used for the Imaging and Debt Mgmt IT Projects. At the end of the projects, the amounts remaining will be transferred to the Deprtment of Revenue - Budget Code 19977.
				2220 - 1310 Debt Mgmt	
				2230 - 1510	Encumbrances exceed remaining balance.

B0104: Vacancy Report - May 2009								
Organizational Unit		Position		Date Vacant	Budget Amount	Days Vacant	Months Vacant	Position F
Secretary of State								
20000902	SOSNC - Regis - C&F - Res	60008713	Processing Assistant V	11/27/2008	27,544.00	165	6	1
20000901	SOSNC - Regis - C&F - N Enf	60008750	Processing Assistant V	01/13/2009	29,601.00	118	4	1
20000910	SOSNC - Secur - Enf	60008783	W/A Financial Investigator	02/27/2009	49,000.00	73	3	1
20000899	SOSNC - Regis - C&F - Corr	60008751	Processing Assistant V	03/25/2009	30,420.00	47	2	1
20000890	SOSNC - IT - Prog	60008644	Information Technology Manager	04/29/2009	105,422.00	12	0	1

B0104: Vacancy Report - May 2009								
Organizational Unit		Position		Date Vacant	Budget Amount	Days Vacant	Months Vacant	Position F
Secretary of State								
20000902	SOSNC - Regis - C&F - Res	60008713	Processing Assistant V	11/27/2008	27,544.00	165	6	1
20000901	SOSNC - Regis - C&F - N Enf	60008750	Processing Assistant V	01/13/2009	29,601.00	118	4	1
20000910	SOSNC - Secur - Enf	60008783	W/A Financial Investigator	02/27/2009	49,000.00	73	3	1
20000899	SOSNC - Regis - C&F - Corr	60008751	Processing Assistant V	03/25/2009	30,420.00	47	2	1
20000890	SOSNC - IT - Prog	60008644	Information Technology Manager	04/29/2009	105,422.00	12	0	1

Presentation by the Department of the Secretary of State
To the
House Appropriations Sub-Committee on General Government
May 28, 2009

The Department of the Secretary of State finds that there are no programs or budget items that we recommend be eliminated, consolidated or reduced. Instead, we recommend the Broker/Dealer Salesperson Registration fee be increased by $25 (as in the Senate version of the budget), which will result in at least $3,632,700 additional revenue to the General Fund.

For future reference, we offer this suggestion: the agency occupies rented office space in two (2) locations in the downtown Raleigh area, currently at the rate of $500,000. If there is adequate space already available in a state-owned facility in the same area, the rent could be a possible savings after relocation costs are paid.

The Department stands by its conviction that any additional cuts to the Department will severely impair our ability to timely process essential business documents, which in turn will impair the Department's ability to generate revenue for the General Fund. The amount collected in fiscal year 2008-09 was in excess of $63 million, which is over 5 times more than the agency's appropriated budget.

Key Facts

The entire budgeted appropriations recommended for the agency are only $11.9 million, while the agency brings in over $63 million.

The only significant growth in budget in the past 5 years has been the establishment and funding of the Lobbyist Registration Division in 2006-07 after major legislative revision.

None of the functions that the agency provides are performed in the private sector.

All of the programs performed by the agency are mandated by General Statutes. There are several functions mandated by General Statues that the agency performs for which no funds are appropriated.

No functions within divisions are duplicative of functions in other agencies.

Presentation by the Department of the Secretary of State
To the
House Appropriations Sub-Committee on General Government
May 28, 2009

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Department of Insurance

5/21/2009

Recommended Budget	FY 08-09 BD 307	FY 09-10	
Department of Insurance			
Certified Budget	33,498,864		
Governor's Recommend Budget for DOI		33,824,822	
Reductions:			
1. Truth-In-Budgeting Reform (Budgeted salaries reduced)		(995,180)	R
[Per Gov Budget page 122]			
2. Reduce Various Operating Accounts		(888,592)	R
[Per Gov Budget page 122]		(296,197)	NR
Net Governor's Recommend Budget for DOI (Adjusted for reductions, page 122)		31,644,853	
Senate (Senate Subcommitte , page J 13)		33,824,822	
Reductions: (Senate cuts recommended)			
1400 Public Services Group			
Item 48 - Eliminate Continuation Budget Increase (page J 13)		(144,300)	R
Department Wide (Additional cuts in all funds: 1100, 1200, 1300, 1400 & 1500)			
Item 49 - Management Flexiblity Reserve		(850,880)	R
Fund 1100	(49,106)		
Fund 1200	(235,760)		
Fund 1300	(105,892)		
Fund 1400	(234,660)		
Fund 1500	(225,462)		
	(850,880)		
Item 50 - Reduce Various Operating Accounts		(888,592)	R
Reduce various operating accounts across DOI		(296,197)	NR
Fund 1100	(100,111)		
Fund 1200	(269,802)		
Fund 1300	(279,663)		
Fund 1400	(211,474)		
Fund 1500	(323,739)		
	(1,184,789)		
Total Senate Subcommitte Changes	-	(1,883,772)	R
		(296,197)	NR
Total Position Changes		0.00	
Revised Budget Per Senate Subcommittee		31,644,853	
House Subcommitte			
Reductions: (Additional reductions recommended)			
Proposed to make Non-Recurring to Recurring			
Additional Recommended Reductions of 2% (of 31,644,853 revised Senate budget)		(632,897)	R
DOA - Rent	(75,000)		
DOA - Capital Police	(5,000)		
DOA - Motor Fleet	(40,000)		
ITS - Telephone	(130,000)		
ITS - Computer Usage Charge	(11,897)		
Postage	(185,000)		
Printing	(186,000)		
	(632,897)		
	0		
House Revised Budget		31,011,956	

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

May 28, 2009

8:30 a.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

Office of Economic Recovery and Investment
Discussion of FY 2008-09 and 2009-2011 Biennial Budgets
and Office's Administration of Stimulus Programs

Dempsey Benson
Director

Office of the Governor

- Additional Optional Reductions
- Additional Adjustments to Expenditure Accounts
- Vacant Positions
- Reductions in the Senate Budget

and

Office of State Budget and Management (OSBM)

- Additional Optional Reductions
- Additional Adjustments to Expenditure Accounts
- Vacant Positions
- Review Contracts
- Reductions in the Senate Budget

David Brown
Deputy State Budget Director for Budget

(Over)

Secretary of State

- Additional Optional Reductions
- Additional Adjustments to Expenditure Accounts
- Vacant Positions
- Review Contracts
- Reductions in the Senate Budget

Elaine Marshall
Secretary of State

I

Office of Economic Recovery and Investment

Proposed Budget 2009 - 2011

	2009-10	2010-11	Notes
Salaries:			
Director	$ 98,500	$ 98,500	
Analyst	$ 58,773	$ 58,773	
Analyst	$ 45,000	$ 45,000	
Analyst	$ 45,000	$ 45,000	
Legal Counsel	$ 86,000	$ 86,000	
Compliance Manager	$ 89,000	$ 89,000	
Public Information Officer	$ 52,000	$ 52,000	
Compliance Training Officer	$ 65,000	$ 65,000	
Compliance Training Officer	$ 65,000	$ 65,000	
Compliance Training Officer	$ 65,000	$ 65,000	
Sub-total	$ 669,273	$ 669,273	
Temporaries	$ 62,920	$ 62,920	– Education Prog + Budget
	$ 45,760	$ 45,760	– Budget
	$ 61,152	$ 61,152	– Prog spec HUB Sem
	$ 47,424	$ 47,424	– Budget
	$ 18,720	$ 18,720	– Front Desk – Clerical
	$ 56,160	$ 56,160	– Procurement
	$ 41,600	$ 41,600	– Admin Asst
	$ 37,440	$ 37,440	– Admin / Front desk
Sub-total-Temporaries	$ 371,176	$ 371,176	
Fringe Benefits:			
Social Security	$ 79,594	$ 79,594	7.65% of salaries of positions and temporaries.
Retirement	$ 54,479	$ 54,479	8.14% of salries of positions.
Hospitalization	$ 41,570	$ 41,570	$4,157/position for 10 positions.
Sub-total - Salaries & Fringes	$ 1,216,092	$ 1,216,092	
Office Supplies	$ 15,000	$ 15,000	$833/employee/year.
Desktop Support	$ 20,000	$ 20,000	$87/mo/employee +small amount for inflation
Website Support	$ 100,000	$ 100,000	Website must be constantly updated and CGIA develops maps of projects.
Lan service charge	$ 8,000	$ 8,000	approximately 500/mo. currently. Increased for next two years.
WAN charges	$ 15,000	$ 15,000	Currently $520/mo/port. We have two ports. Added for inflation for next year.
Telephone	$ 25,000	$ 25,000	Telephones range from 62.57 - 120.00/mo./phone.+ long distance+Blackberry.
Lease copiers	$ 20,000	$ 20,000	Lease of two copiers
Travel	$ 36,000	$ 36,000	Transportation to regional and training meetings.
Dunns Subscription	$ 147,800	$ 160,000	Provides information for risk assessment and tracking of funds.
Contracts:			
-Regional meetings including HUB/Small Business Awareness Program	$ 150,000	$ 60,000	
-Compliance management Contracts	$ 300,000	$ 300,000	
-Reporting	$ 100,000	$ 100,000	
-Adm/Training for state agency staff	$ 50,000		
Contingency	$ 50,000	$ 50,000	
*Audit Functions	$ 400,000	$ 400,000	
Total	$ 2,652,892	$ 2,525,092	
Receipts	$ 1,061,157	$ 2,525,092	**We have federal authority to develop a rate plan for reimbursement, which, when approved by the federal agency,should reimburse actual costs.**
Appropriation	$ 1,591,735	0	

* Contingent upon review of Departmental budgets for costs associated with additional audit requirements due to ARRA.

OFFICE OF STATE BUDGET AND MANAGEMENT

						April	Reductions	
	Budget code 13005				FY 09 Certified	FY 09 Actual	FY 2009-10	2009-11
	FUND							
	74. Reduce various operating Account		Re					
				PURCHASED SERVICES				
1	1310	OSBM	532144	PC/Printer support	-	58,095	(5,000)	(5,000)
2	1310	OSBM	532145	Server Support	-	-	(5,000)	(5,000)
3	1310	OSBM	532199	Misc Contract services	123,713	165,220	(47,325)	(47,584)
4	1312	Internal Audit	532199	Misc Contract services	100,000	11,204	(75,000)	(75,000)
5	1310	OSBM	532400	Maintenance Agreements	7,000	-	(7,000)	(7,000)
6	1310	OSBM	532524	Lease general office equipment	27,490	19,004	(4,000)	(4,000)
7	1310	OSBM	532712	Transp air out of state	-	235	(8,000)	(8,000)
8	1312	Internal Audit	532714	Transp ground in state	7,000	77	(5,000)	(5,000)
9	1310	OSBM	532715	Transp ground out of state	2,000	277	(1,500)	(1,500)
10	1310	OSBM	532721	Lodging in state	6,900	1,919	(4,000)	(4,000)
11	1310	OSBM	532722	Lodging out of state	11,400	4,941	(2,500)	(2,500)
12	1310	OSBM	532724	Meals in state	3,400	970	(2,500)	(2,500)
13	1310	OSBM	532725	Meals out of state	4,700	1,165	(2,000)	(2,000)
14	1310	OSBM	532811	Telephone Service	21,500	14,858	(10,000)	(10,000)
15	1310	OSBM	532821	Computer/data processing	124,950	143,801	(5,000)	(5,000)
16	1310	OSBM	532941	Employee educa assistance	8,646	-	(8,646)	(8,646)
17	1310	OSBM	532942	Other employee educational	5,300	2,874	(5,300)	(5,300)
18	1310	OSBM	532930	Registration Fees	15,200	5,563	(12,000)	(12,000)
19				PROPERTY, PLANT & EQUIPMENT				
20	1310	OSBM	534511	Furniture office	8,300	7,354	(5,300)	(5,300)
21	1312	Internal Audit	534512	Wan computer software	5,000	-	(4,000)	(4,000)
22	1310	OSBM	534530	Other DP equipment	12,000	-	(8,000)	(8,000)
23				OTHER EXPENSES				
24	1310	OSBM	535830	Member Dues	5,000	-	(4000)	(4000)
25	1312	Internal Audit	535890	Other Adm-Workshop	5,000	-	(4,000)	(4,000)
26								
27							(235,071)	(235,330)
28								
29								
30	1910	Reserves and Transfers	537105	Eliminate Rules Review	100,000	-	(100,000)	(100,000)

OFFICE OF STATE BUDGET AND MANAGEMENT

						April	Reductions	
	Budget code 13005				FY 09 Certified	FY 09 Actual	FY 2009-10	2009-11
	FUND							
	73. Management flexibility Reserve							
				PURCHASED SERVICES				
1	1310	OSBM	532830	Membership dues	5,000	-	(1,000)	(1,000)
2	1310	OSBM	532930	Registration	15,200	5,563	(1,000)	(1,000)
4	1312	Internal Audit	532199	Misc Contract services	100,000	11,204	(5,000)	(5,000)
5	1312	Internal Audit	532449	Maintenance Agreement-server	20,000	28,994	(5,000)	(5,000)
7	1310	OSBM	532717	Transp other in state	500	34	(400)	(400)
8	1312	Internal Audit	533110	General Office Suppliies	3,149	107	(3,000)	(3,000)
9				PROPERTY, PLANT & EQUIPMENT				
11	1310	OSBM	534521	Office equipment	2,328	7,354	(1,000)	(1,000)
12	1310	OSBM	534711	Other computer software	10,000	-	(10,000)	(10,000)
14	1310	OSBM	534530	Other DP equipment	12,000	-	(2,000)	(2,000)
15	1310	OSBM	534534	PC/Printer equipment	1,500	416	(1,000)	(1,000)
16	1312	Internal Audit	534712	Wan computer sofeware	5,000	-	(2,000)	(2,000)
18	1312	Internal Audit	534528	Equip Communications	2,000	-	(1,000)	(1,000)
19								
21								
							(32,400)	(32,400)

4

B0104: Vacancy Report - May 2009								
Organizational Unit		Position		Date Vacant	Budget Amount	Days Vacant	Months Vacant	Position
Office of State Budget and Management								
20000878	OSBM ADMIN BUD Gen Gov/JPS/NER	60008557	State Management Analyst (OSBM)	06/16/2006	48,093.00	1,060	38	1
20000874	OSBM ADMIN MGMT Econ & Demog	60008550	State Demographer	11/01/2008	87,258.00	191	7	1
20000875	OSBM ADMIN BUD Education	60008597	Budget Analyst	02/01/2009	72,916.00	99	4	1
21000902	OSBM ADMIN Quality Assurance	60089830	State Budget Managet Analyst	02/19/2009	77,500.00	81	3	1

OFFICE OF STATE BUDGET AND MANAGEMENT

						April	Reductions	
	Budget code 13005				FY 09 Certified	FY 09 Actual	FY 2009-10	2009-11
	FUND							
	74. Reduce various operating Account		Re					
				PURCHASED SERVICES				
1	1310	OSBM	532144	PC/Printer support	-	58,095	(5,000)	(5,000)
2	1310	OSBM	532145	Server Support	-	-	(5,000)	(5,000)
3	1310	OSBM	532199	Misc Contract services	123,713	165,220	(47,325)	(47,584)
4	1312	Internal Audit	532199	Misc Contract services	100,000	11,204	(75,000)	(75,000)
5	1310	OSBM	532400	Maintenance Agreements	7,000	-	(7,000)	(7,000)
6	1310	OSBM	532524	Lease general office equipment	27,490	19,004	(4,000)	(4,000)
7	1310	OSBM	532712	Transp air out of state	-	235	(8,000)	(8,000)
8	1312	Internal Audit	532714	Transp ground in state	7,000	77	(5,000)	(5,000)
9	1310	OSBM	532715	Transp ground out of state	2,000	277	(1,500)	(1,500)
10	1310	OSBM	532721	Lodging in state	6,900	1,919	(4,000)	(4,000)
11	1310	OSBM	532722	Lodging out of state	11,400	4,941	(2,500)	(2,500)
12	1310	OSBM	532724	Meals in state	3,400	970	(2,500)	(2,500)
13	1310	OSBM	532725	Meals out of state	4,700	1,165	(2,000)	(2,000)
14	1310	OSBM	532811	Telephone Service	21,500	14,858	(10,000)	(10,000)
15	1310	OSBM	532821	Computer/data processing	124,950	143,801	(5,000)	(5,000)
16	1310	OSBM	532941	Employee educa assistance	8,646	-	(8,646)	(8,646)
17	1310	OSBM	532942	Other employee educational	5,300	2,874	(5,300)	(5,300)
18	1310	OSBM	532930	Registration Fees	15,200	5,563	(12,000)	(12,000)
19				PROPERTY, PLANT & EQUIPMENT				
20	1310	OSBM	534511	Furniture office	8,300	7,354	(5,300)	(5,300)
21	1312	Internal Audit	534512	Wan computer software	5,000	-	(4,000)	(4,000)
22	1310	OSBM	534530	Other DP equipment	12,000	-	(8,000)	(8,000)
23				OTHER EXPENSES				
24	1310	OSBM	535830	Member Dues	5,000	-	(4000)	(4000)
25	1312	Internal Audit	535890	Other Adm-Workshop	5,000	-	(4,000)	(4,000)
26								
27							(235,071)	(235,330)
28								
29								
30	1910	Reserves and Transfers	537105	Eliminate Rules Review	100,000	-	(100,000)	(100,000)

OFFICE OF STATE BUDGET AND MANAGEMENT

						April	Reductions	
	Budget code 13005				FY 09 Certified	FY 09 Actual	FY 2009-10	2009-11
	FUND							
	73. Management flexibility Reserve							
				PURCHASED SERVICES				
1	1310	OSBM	532830	Membership dues	5,000	-	(1,000)	(1,000)
2	1310	OSBM	532930	Registration	15,200	5,563	(1,000)	(1,000)
4	1312	Internal Audit	532199	Misc Contract services	100,000	11,204	(5,000)	(5,000)
5	1312	Internal Audit	532449	Maintenance Agreement-server	20,000	28,994	(5,000)	(5,000)
7	1310	OSBM	532717	Transp other in state	500	34	(400)	(400)
8	1312	Internal Audit	533110	General Office Suppliies	3,149	107	(3,000)	(3,000)
9				PROPERTY, PLANT & EQUIPMENT				
11	1310	OSBM	534521	Office equipment	2,328	7,354	(1,000)	(1,000)
12	1310	OSBM	534711	Other computer software	10,000	-	(10,000)	(10,000)
14	1310	OSBM	534530	Other DP equipment	12,000	-	(2,000)	(2,000)
15	1310	OSBM	534534	PC/Printer equipment	1,500	416	(1,000)	(1,000)
16	1312	Internal Audit	534712	Wan computer sofeware	5,000	-	(2,000)	(2,000)
18	1312	Internal Audit	534528	Equip Communications	2,000	-	(1,000)	(1,000)
19								
21								
							(32,400)	(32,400)

B0104: Vacancy Report - May 2009								
				Date	Budget	Days	Months	Position
Organizational Unit		Position		Vacant	Amount	Vacant	Vacant	
Office of State Budget and Management								
20000878	OSBM ADMIN BUD Gen Gov/JPS/NER	60008557	State Management Analyst (OSBM)	06/16/2006	48,093.00	1,060	38	1
20000874	OSBM ADMIN MGMT Econ & Demog	60008550	State Demographer	11/01/2008	87,258.00	191	7	1
20000875	OSBM ADMIN BUD Education	60008597	Budget Analyst	02/01/2009	72,916.00	99	4	1
21000902	OSBM ADMIN Quality Assurance	60089830	State Budget Managet Analyst	02/19/2009	77,500.00	81	3	1

	Office of the Governor							
	46. Reduce various operating accounts					April	Reductions	
	Budget code 13000				FY 09 Certified	FY 09 Actual	FY 2009-10	2009-11
	FUND			PERSONAL SERVICES				
1	1110	Administration	531311	Temporary Wages	8,572	148,293	(8,572)	(8,572)
2				PURCHASED SERVICES				
3	1110	Administration	532144	PC/Printer support	-	58,375	(10,000)	(10,000)
4	1110	Administration	532145	Server Support	-	-	(5,000)	(5,000)
5	1240	21st Century Skills	532199	Misc Contract Services	152,726	72,069	(62,613)	(62,613)
6	1110	Administration	532390	Repairs Other	6,000	-	(3,000)	(3,000)
7	1110	Administration	532712	Transp Air out-of-state	9,450	5,713	(3,000)	(3,000)
8	1110	Administration	532714	Transportation Ground-in State	5,000	2,892	(2,000)	(2,000)
9	1110	Administration	532721	Lodging in state	1,220	142	(500)	(500)
10	1110	Administration	532722	Lodging Out of State	3,618	1,944	(2,000)	(2,000)
11	1130	Intergovernmental Relations	532714	Lease General Office Equipment	28,068	18,290	(7,000)	(7,000)
12	1130	Intergovernmental Relations	532717	Transp other in state	2,400	40	(2,400)	(2,400)
13	1130	Intergovernmental Relations	532721	Lodging in state	3,450	1,382	(2,000)	(2,000)
14	1130	Intergovernmental Relations	532724	Meals in state	2,432	253	(1,500)	(1,500)
15	1240	21st Century Skills	532712	Transp Air out-of-state	-	319	(2,000)	(2,000)
16	1240	21st Century Skills	532714	Transportation Ground-in State	-	-	(500)	(500)
17	1240	21st Century Skills	532715	Transp ground out of state	-	-	(100)	(100)
18	1240	21st Century Skills	532717	Transp other in state	-	-	(100)	(100)
19	1240	21st Century Skills	532718	Other out of state	-	-	(100)	(100)
20	1240	21st Century Skills	532722	Lodging Out of State	-	-	(2,000)	(2,000)
21	1240	21st Century Skills	532725	Meals out of state	-	-	(500)	(500)
22	1240	21st Century Skills	532731	BD/Non employee transp	-	-	(200)	(200)
23	1240	21st Century Skills	532732	BD/Non employee subsistance	-	-	(1,000)	(1,000)
24	1240	21st Century Skills	532811	Telephone service	-	-	(100)	(100)
25	1240	21st Century Skills	532850	Print, Bind, Duplicate	-	1,418	(1,000)	(1,000)
26	1240	21st Century Skills	532913	Liability Insurance	-	3	(100)	(100)
27	1110	Administration	532811	Telephone service	36,103	20,592	(5,000)	(5,000)
28	1110	Administration	532814	Cellular phone service	17,561	6,733	(7,000)	(7,000)
29	1110	Administration	532822	Managed LAN Service Charge	169,282	23,061	(28,521)	(28,986)
30	1240	21st Century Skills	533110	General Office supplies	-	-	(1,000)	(1,000)
31	1240	21st Century Skills	533120	Data Processing Supplies	-	-	(1,500)	(1,500)
32				PROPERTY, PLANT & EQUIPMENT				
33	1110	Administration	534534	Computer / Printer Equipment	7,000	388	(5,000)	(5,000)
34	1240	21st Century Skills	534521	Office equipment	-	-	(1,000)	(1,000)
35				OTHER EXPENSES				
36	1110	Administration	535830	Membership dues	3,420	814	(1,000)	(1,000)
37	1130	Intergovernmental Relations	535830	Membership dues	6,265	2,467	(3,500)	(3,500)
38	1120	Dues to National Assoc	535830	Membership dues	464,975	461,930	(100,686)	(100,686)
39	1240	21st Century Skills	535890	Other Admin expenses	-	-	(500)	(500)
40							(271,992)	(272,457)

Office of the Governor

45. Management Flexibility Reserve

	FUND			Budget code 13000 Summary of Mangement Flexibility Recommendations	FY 09 Certified	April FY 09 Actual	Reductions FY 2009-10	Reductions 2009-11
				PERSONAL SERVICES				
1	1110	Administration	531111	Salaries Appropriated	2,545,684	2,095,084	(28,400)	(28,400)
2	1110	Administration	531461	Longevity Pay Appropirated	60,534	35,366	(15,608)	(15,608)
3	1110	Administration	531511	Social Security Contribution Appropriated	196,271	166,228	(22,000)	(22,000)
4	1110	Administration	531521	Retirement Contribution Appropriated	197,143	182,632	(16,000)	(16,000)
5	1110	Administration	531561	Medical Insurance Contribution Appropriated	159,379	109,460	(15,000)	(15,000)
6				**PURCHASED SERVICES**				
7	1130	Intergovernmental Relations	532184	Janitorial Service Agreement	1,450	-	(1,450)	(1,450)
8	1631	Raleigh Mansion	532210	Electrical Service	66,150	47,625	(9,500)	(9,500)
9	1632	Western Residence	532210	Electrical Service	4,991	2,522	(500)	(500)
10	1631	Administration	532220	Natural Gas/Propane Service	7,938	5,009	(4,000)	(4,000)
11	1631	Administration	532230	Water and Sewer Service	8,600	4,719	(10,000)	(10,000)
12	1110	Administration	532390	Repairs Other	6,000	-	(3,000)	(3,000)
13	1110	Administration	532430	Maint Agreement Equipment	6,258	1,415	(5,000)	(5,000)
14	1110	Administration	532523	Maint Agreement Equipment	455	13	(455)	(455)
15	1632	Western Residence	532523	Lease Voice Communication Equipment	150	-	(145)	(145)
16	1110	Administration	532524	Lease General Office Equipment	28,068	18,290	(5,000)	(5,000)
17	1130	Intergovernmental Relations	532715	Transportation Ground Out of State	1,947	427	(1,500)	(1,500)
18	1130	Intergovernmental Relations	532722	Lodging Out of State	1,850	1,927	(500)	(500)
19	1631	Raleigh Mansion	532714	Transportation Ground-in State	9,342	11,190	(2,000)	(2,000)
20	1110	Administration	532821	Computer / Date Processsing Service	27,914	2,122	(2,000)	(2,000)
21	1631	Raleigh Mansion	532822	Managed LAN Service Charge	18,600	-	(7,000)	(7,000)
22	1110	Administration	532840	Postage, Freight and Delivery Service	19,513	12,126	(6,000)	(6,000)
23	1110	Administration	532850	Print, Bind, Duplicate	2,178	1,659	(1,000)	(1,000)
24	1631	Raleigh Mansion	532919	Other Insurance	4,740	-	(2,000)	(2,000)
25	1110	Administration	532930	Registration Fees	7,411	1,195	(2,000)	(2,000)
26				**SUPPLIES**				
27	1110	Administration	533120	Data Processing Supplies	2,947	1,231	(2,500)	(2,500)
28	1631	Raleigh Mansion	533120	Data Processing Supplies	785	293	(500)	(500)
29	1631	Raleigh Mansion	533210	Janitorial Supplies	12,000	6,901	(7,000)	(7,000)
30	1631	Raleigh Mansion	533410	Food Supplies	99,878	81,912	(3,000)	(3,000)
31	1110	Administration	533900	Other Materials and Supplies	5,769	1,806	(2,000)	(2,000)
32				**PROPERTY, PLANT & EQUIPMENT**				
33	1110	Administration	534534	Computer / Printer Equipment	7,000	388	(2,125)	(2,125)
							(177,183)	**(177,183)**

B0104: Vacancy Report - May 2009								
Organizational Unit		Position		Date Vacant	Budget Amount	Days Vacant	Months Vacant	Position
Office of the Governor								
21001101	Governor's Transition Team	60014581	W/A Transition Aide	09/01/2007	22,983.00	610	22	1
20000862	GOV ADMIN Communications	60008533	Administrative Assistant	03/29/2008	28,400.00	408	15	1
21001101	Governor's Transition Team	60014805	W/A Transition Aide	06/01/2008	72,665.00	336	12	1
21001101	Governor's Transition Team	60014888	W/A Transition Aide	07/01/2008	53,402.00	306	11	1
21001101	Governor's Transition Team	65004778	Public Safety Officer	07/01/2008	31,200.00	306	11	1
21001101	Governor's Transition Team	60014812	W/A Transition Aide	09/19/2008	26,568.00	226	8	1
21001101	Governor's Transition Team	60014669	W/A Transition Aide	09/28/2008	49,188.00	217	8	1
21001101	Governor's Transition Team	60013884	W/A Transition Aide	01/12/2009	69,132.00	111	4	1
21001101	Governor's Transition Team	60014895	W/A Administrative Officer II	01/12/2009	42,015.00	111	4	1
21001101	Governor's Transition Team	60014634	W/A Transition Aide	02/01/2009	126,383.00	91	3	1
21001101	Governor's Transition Team	60013900	W/A Transition Aide	02/23/2009	55,800.00	69	2	1
21001101	Governor's Transition Team	60014467	Public Safety Supervisor	03/01/2009	44,962.00	63	2	1
21001101	Governor's Transition Team	65004779	W/A Transition Aide	03/01/2009	6,886.00	63	2	1
21001101	Governor's Transition Team	60014729	W/A Transition Aide	03/07/2009	35,000.00	57	2	1
20000867	GOV ADMIN Policy	60008525	Policy Analyst	04/01/2009	61,650.00	40	1	1
21001101	Governor's Transition Team	60013906	W/A Transition Aide	04/01/2009	79,031.00	32	1	1
21001101	Governor's Transition Team	60014743	W/A Transition Aide	04/01/2009	31,800.00	32	1	1
21001101	Governor's Transition Team	60014795	W/A Transition Aide	04/01/2009	30,000.00	32	1	1
20000869	GOV ADMIN Boards & Commissions	60008483	Administrative Officer	05/01/2009	37,500.00	10	0	1
20000867	GOV ADMIN Policy	60008528	Education Program Manager	05/01/2009	46,505.00	10	0	1

Budget Reduction Op for FY 2009-11
Department c urance
Budget Code 13900

Item 49 - Management Flexiblity Reserve

FY 2009-10

Fund #	Account #	Description	Impact of Reduction	Recurring	Nonrecurring	Pos.
1100	53 2712	TRANS AIR-OUT STATE,IN U	Reduced travel to attend conferences	9,202		
1100	53 2821	COMPUTER/ DATA PROCESS	Reduce funds to Pay ITS monthly invoices	18,887		
1100	53 2840	POSTAGE, FREIGHT & DELIV	minimal impact at this amount	12,063		
1100	53 2942	OTHER EMP EDUCATIONAL EX	Reduction in staff continuing education	8,954		
			Total Reduction 1100	**$ 49,106**		
1200	532140	INFORMATN TECHNOLOGY SVC	Unable to travel to visit/examine troubled companies, including companies in supervision, attend training or attend NAIC meetings	1,437		
1200	532310	REPAIRS-BUILDINGS	No funds available for building repairs	15,545		
1200	532332	REPAIRS-COMPUTER EQUIP	Unable to fund computer and office equipment repairs and maintenance agreements	897		
1200	532333	REPAIRS-OTHER EQUIPMENT	Unable to fund computer and office equipment repairs and maintenance agreements	1,759		
1200	532390	REPAIRS - OTHER	Unable to fund computer and office equipment repairs and maintenance agreements	188		
1200	532430	MAINT AGREEMENT-EQUIP	Unable to fund computer and office equipment repairs and maintenance agreements	1,903		
1200	532441	MAINT AGREEMENT-SOFTWARE	Unable to fund computer and office equipment repairs and maintenance agreements	575		
1200	532443	MAINT-AGREE/NON-WAN DP	Unable to fund computer and office equipment repairs and maintenance agreements	500		
1200	532523	RENT/LEASE VOICE COM EQ	Unable to travel to visit/examine troubled companies, including companies in supervision, attend training or attend NAIC meetings	150		
1200	532524	RENT/LEASE-GEN OFF EQUIP	Unable to travel to visit/examine troubled companies, including companies in supervision, attend training or attend NAIC meetings	395		
1200	532714	TRANSP-GRND - IN STATE	Unable to travel to visit/examine troubled companies, including companies in supervision, attend training or attend NAIC meetings	46,367		
1200	532715	TRANS GRND-OUT STA,IN US	Unable to travel to visit/examine troubled companies, including companies in supervision, attend training or attend NAIC meetings	2,312		
1200	532721	LODGING - IN STATE	Unable to travel to visit/examine troubled companies, including companies in supervision, attend training or attend NAIC meetings	7,784		

Budget Reduction Options for FY 2009-11
Department of Insurance
Budget Code 13900

Item 49 - Management Flexiblity Reserve

Fund #	Account #	Description	Impact of Reduction	FY 2009-10 Recurring	Nonrecurring	Pos.
1200	532722	LODGING-OUT STATE, IN US	Unable to travel to visit/examine troubled companies, including companies in supervision, attend training or attend NAIC meetings	9,349		
1200	532724	MEALS - IN STATE	Unable to travel to visit/examine troubled companies, including companies in supervision, attend training or attend NAIC meetings	4,651		
1200	532725	MEALS-OUT OF STATE, IN U	Unable to travel to visit/examine troubled companies, including companies in supervision, attend training or attend NAIC meetings	3,479		
1200	532727	MISC - IN STATE	Unable to travel to visit/examine troubled companies, including companies in supervision, attend training or attend NAIC meetings	120		
1200	532728	MISC - OUT STATE, IN US	Unable to travel to visit/examine troubled companies, including companies in supervision, attend training or attend NAIC meetings	865		
1200	532731	BD/NON-EMPLOYEE TRANSP	Unable to refund employees for internet provider fees or to pay for Division internet fees	1,400		
1200	532811	TELEPHONE SERVICE	Unable to pay for cellular phones of Senior Deputy, Deputy and IT staff	17,138		
1200	532812	TELECOMMUNICATON WAN	Unable to pay for monthly telephone bill from ITS	260		
1200	532813	LIABILITY INSURANCE		501		
1200	532814	CELLULAR PHONE SERVICES	Unable to pay for cellular phones of Senior Deputy, Deputy and IT staff	57		
1200	53 2817	INTERNET SVC PROVIDER	Unable to refund employees for internet provider fees or to pay for Division internet fees	1,707		
1200	532840	POSTAGE, FREIGHT & DELIV	Significantly limit employee training and education	5,724		
1200	532850	PRINT,BIND,DUPLICATE		1,500		
1200	532860	ADVERTISING	Unable to travel to visit/examine troubled companies, including companies in supervision, attend training or attend NAIC meetings	2,174		
1200	532911	PROPERTY-INSURANCE	Unable to travel to visit/examine troubled companies, including companies in supervision, attend training or attend NAIC meetings	220		
1200	532913	LIABILITY INSURANCE	Significantly limit employee training and education	10,453		
1200	532930	REGISTRATION FEES	Significantly limit employee training and education	139		
1200	532941	EMP EDUCATION ASSIST PRO	Significantly limit en e training and education	18,379		
1200	2942	OTHER EMP EDUCATIONAL EX				

Budget Reduction Op for FY 2009-11
Department (urance
Budget Code 13900

Item 49 - Management Flexiblity Reserve

FY 2009-10

Fund #	Account #	Description	Impact of Reduction	Recurring	Nonrecurring	Pos.
1200	533110	GENERAL OFFICE SUPPLIES		152		
1200	533120	DATA PROCESSING SUPPLIES	Significant reduction in data proccessing and office supplies which will affect availability of supplies	5,170		
1200	533190	OTHER ADMIN SUPPLIES	Significant reduction in data proccessing and office supplies which will affect availability of supplies	2,063		
1200	533240	CARPENTRY & HARDWARE SUP	Significant reduction in data proccessing and office supplies which will affect availability of supplies	154		
1200	534511	FURN-OFFICE	No funds to repair or replace worn office furniture	16,306		
1200	534521	OFFICE EQUIPMENT	No funds to purchase new or replace broken office equipment	7,305		
1200	534528	VOICE COMM EQUIP		18		
1200	534534	PERSONAL COMP & PRINTER	Limited availablity to purchase or replace broken or outdated computer equipment	13,556		
1200	534713	PC SOFTWARE	Significantlly hinder ability to purchase or renew required software or software licenses	5,875		
1200	535830	MEMBERSHIP DUES&SUBSCRIP	Reduced funds available for industry subscriptions or for NAIC dues which will reduce ability of staff to keep up to date on industry news and happenings	5,934		
1200	535840	EMPLOYEE AWARDS PAYMENT	Min impact	46		
1200	535890	OTHER ADMIN	Recude opeational funds use to budget needed accounts	21,253		
			Total Reduction 1200	**$ 235,760**		
1300	53 2860	ADVERTISING	Elimination of paid advertising for vacant positions	7,698		
1300	53 2930	REGISTRATION FEES	Minimal impact at this amount	3,953		
1300	53 2942	OTHER EMP EDUCATIONAL EX	Minimal impact at this amount	383		
1300	53 3110	GENERAL OFFICE SUPPLIES	Reduction in purchase of office supplies	13,324		
1300	53 3120	DATA PROCESSING SUPPLIES	Minimal impact at this amount	128		
1300	53 3190	OTHER ADMIN SUPPLIES	Minimal impact at this amount	4		
1300	53 3240	CARPENTRY & HARDWARE SUP	Minimal impact at this amount	195		
1300	53 4511	FURN-OFFICE	No new purchase of office furniture	17,000		
1300	53 4521	OFFICE EQUIPMENT	No new purchase of office equipment	15,000		
1300	53 4534	PERSONAL COMP & PRINTER	Increase cycle to replace computers	36,553		
1300	53 4539	OTHER EQUIPMENT	Less purchase of all other equipment	8,000		
1300	535830	MEMBERSHIP DUES	Reduced travel will require less membership	3,654		
			Total Reduction 1300	**$ 105,892**		
1400	53 2430	Maintence agreement-equip	Minimal Impact	3,500		

Budget Reduction Options for FY 2009-11
Department of Insurance
Budget Code 13900

Item 49 - Management Flexiblity Reserve

Fund #	Account #	Description	Impact of Reduction	FY 2009-10 Recurring	Nonrecurring	Pos.
1400	53 2712	Transportation-out-of-state	Eliminate essential travel	18,510		
1400	53 2714	Trans-Grnd - In State	Eliminate essential travel	3,538		
1400	53 2715	Trans Air-Out of State, In US	Eliminate essential travel	1,000		
1400	53 2722	Lodging-Out of State, In US	Eliminate essential travel	5,929		
1400	53 2728	Misc- Out State, In Us	Eliminate essential travel	400		
1400	53 2812	Computer/Data Process Services	Less funds for ITS monthly phone bill	38,086		
1400	53 2840	Postage, Freight & Deliv	Will impact communication parameters	20,778		
1400	53 2840	Post, FR & Del Mailing Services	Will impact communnication parameters	60,000		
1400	53 2850	Print, Bind, and Duplicate	Will impact printing of brochures and replacements	44,120		
1400	53 2860	Advertising	May affect interviewing for new employees	2,000		
1400	53 2930	Registration Fees	Eliminates all conferences and continuing education	1,700		
1400	53 2942	Other Emp Education Ex	Eliminates all conferences and continuing education	6,524		
1400	53 3110	General Office supplies	Minimal	1,000		
1400	53 3120	Data Processing Supplies	Minimal	2,975		
1400	53 3510	Clothing & Uniforms	Minimal affect on law enforcement concerns	1,600		
1400	53 4534	PC/Printer Equipment	If current equipment breaks, ASD will not have funds to replace	11,000		
1400	53 4713	PC Software	Minimal	5,000		
1400	53 5830	Membership Dues&Subscrip	Less travel to NAIC conferences	7,000		
			Total Reduction 1400	**$ 234,660**		
1500	53 2170	Admin Services	Reduction in Staff Assistance	2,500		
1500	53 2850	Printing, Binding, Duplicating	Reduction in Code Sales	144,073		
1500	53 2199	Misc Contractual Services	Reduce Use of Contractors	6,888		
1500	53 2714	Ground Transportation - In State	Reduce Complaint Investigations	55,000		
1500	53 2721	Lodging - In State	Reduce Complaint Investigations	4,000		
1500	53 2724	Meals - In State	Reduce Complaint Investigations	1,000		
1500	53 4713	Personal Computer Software	Freeze Changes	7,600		
1500	53 3720	Educational Supplies	Stop Providing Instructional CD's	1,900		
1500	53 2722	Lodging - Out Of State	Reduce Attendance At Standards Meeting	2,501		
			Total Reduction 1500	**$ 225,462**		
			Total Management Flexablity Reduction	**$ 850,880**	**$ -**	**0**

Organizational Unit		Position		Date Vacant	Budget Amount	Number of Days	Position FTE	Comments
20001495	INSURANCE Manufactured Building	60013695	Processing Assistant III	12/12/2005	$ 27,854	1,257	1.0000	Receipt-supported; do not include
20001478	INSURANCE Controllers	60013336	Processing Assistant III	10/1/2008	$ 25,900	233	1.0000	This position was kept vacant for several months to generate lapsed salary money for Worker's Comp claims and other similar expenses. However, it is needed for office support activities that support the entire agency.
20001480	INSURANCE Property & Casualty	60013347	Insurance Regulatory Asst Dir	3/1/2009	$ 75,854	82	1.0000	This position is needed to help with regulation of coastal insurance as well as other property and casualty activities. A request has been made with OSBM to "unfreeze" this position.
20001485	INSURANCE Consumer Services	60013530	Insurance Complaint Analyst	3/1/2009	$ 52,412	82	1.0000	This position is needed to provide life and health information to consumers throughout the state. In particular, the number of persons calling with health insurance has dramatically increased because of job loss and COBRA questions.

B0104: Vacancy Report - May 2009 Dept of Insurance

20001491	INSURANCE Market Regulation	60013605	Insurance Regulatory Analyst I	3/23/2009	$ 48,293	60	1.0000	This position is needed to help in the regulation of insurance companies. The Department is cooperating with OSBM and not requesting an exemption from the freeze, but regulatory issues are on the increase with the economic slowdown.
20001491	INSURANCE Market Regulation	60013607	Office Assistant IV	4/13/2009	$ 25,705	39	1.0000	This position is needed to provide administrative support to regulators. DOI is cooperating with OSBM in not requesting an exemption from the freeze, but regulatory issues are on the increase with the economic slowdown.
20001494	INSURANCE Financial Evaluation & Anlys	60013668	Insurance Company Examiner	4/17/2009	$ 52,886	35	1.0000	Of all the regulatory challenges faced by DOI, financial oversight of insurance companies is the largest given the problems financial institutions are having. DOI is planning to seek an exemption from OSBM on the hiring freeze for this position.
20001494	INSURANCE Financial Evaluation & Anlys	60013666	Program Assistant V	5/1/2009	$ 35,278	21	1.0000	This position is in clerical support for the financial areas. Right now, we are paying more highly paid financial analysts to do this work because of the hiring freeze, taking away from the regulatory responsibilities.
					$ 316,328		***7.0000***	

Budget Reduction O| for FY 2009-11
Department of Insurance
Budget Code 13900

Item 50 - Reduce Various Operating Accounts

Fund #	Account #	Description	Impact of Reduction	FY 2009-10 Recurring	Nonrecurring	Pos.
1100	53 2110	Attorney & court fees	Elimination of DOJ Quarterly expenses billed to agency	74,926		
1100	53 2430	Maint agreement-equip	Costs to per use by Divisions	7,590		
1100	53 2712	Trans air-out state,in u	Reduced travel to attend conferences	17,595		
			Total Reduction 1100	**$ 100,111**		
1200	531211	Spa-reg salaries-appro	Lose of two positions and benefits	223,429		
1200	531461	Epa&spa-long-appro	Lose of two positions and benefits	1,130		
1200	531511	Social sec contrib-appro	Lose of two positions and benefits	17,107		
1200	531521	Reg retire contrib-appro	Lose of two positions and benefits	14,763		
1200	531561	Med ins contrib-appro	Lose of two positions and benefits	13,373		
			Total Reduction 1200	**$ 269,802**		**2.0**
1300	53 2133	Employ/employment phy	Adequate funding remains @rates & hours wk	30,234		
1300	53 2310	Repairs-buildings	Minimal impact at this amount	230		
1300	53 2332	Repairs-computer equip	Minimal impact at this amount	168		
1300	53 2512	Rent/lease-bldings/offic	unable to 100 %pay Boylan 11 rent	39,556		
1300	53 2712	Trans air-out state,in u	Reduced travel to perform market conduct examinations	33,244		
1300	53 2714	Transp-grnd - in state	Reduced travel to perform market conduct examinations	27,544		
1300	53 2715	Trans grnd-out sta,in us	Reduced travel to perform market conduct examinations	12,903		
1300	53 2721	Lodging - in state	Reduced travel to perform market conduct examinations	6,374		
1300	53 2722	Lodging-out state, in us	Reduced travel to perform market conduct examinations	20,090		
1300	53 2724	Meals - in state	Reduced travel to perform market conduct examinations	2,151		
1300	53 2725	Meals-out of state, in u	Reduced travel to perform market conduct examinations	5,606		
1300	53 2727	Misc - in state	Reduced travel to perform market conduct examinations	121		
1300	53 2728	Misc - out state, in us	Reduced travel to perform market conduct examinations	477		
1300	53 2811	Telephone service	Reduced ability to pay ITS monthly inv.	22,076		
1300	53 2840	Postage, freight & deliv	Less publication needs less postage	49,159		
1300	53 2850	Print,bind,duplicate	No print Med supp guide to MA SHIIP	29,730		
			Total Reduction 1300	**$ 279,663**		
1400	53 2143	Lan support services	This Cert funds was used by Invest Div to 06-30-xx for travel.	55,000		
1400	53 2170	Administrative services	Reduction in the number of temporary employees	24,000		
1400	53 2430	Maintence agreement-equip	Minimal Impact			
1400	53 2712	Transportation-out-of-state	Eliminate essential travel	10,564		

Budget Reduction Options for FY 2009-11
Department of Insurance
Budget Code 13900

Item 50 - Reduce Various Operating Accounts

Fund #	Account #	Description	Impact of Reduction	FY 2009-10 Recurring	FY 2009-10 Nonrecurring	FY 2009-10 Pos.
1400	53 2714	Trans-grnd - in state	Eliminate essential travel	1,113		
1400	53 2715	Trans Air-Out of State, In US	Eliminate essential travel	2,200		
1400	53 2721	Lodging - in state	Eliminate essential travel	1,060		
1400	53 2722	Lodging-Out of State, In US	Eliminate essential travel	11,511		
1400	53 2724	Meals - in state	Eliminate essential travel	520		
1400	53 2725	Meals - Out-of-State	Eliminate essential travel	4,602		
1400	53 2728	Misc- out state, in us	Eliminate essential travel	157		
1400	53 2811	Telephone services	This Cert funds was used by Invest Div to 06-30-xx for travel.	100,747		
			Total Reduction 1400	**$ 211,474**		
1500	53 2850	Printing, binding, duplicating	Reduction in Code Sales	$ 27,542	$ 296,197	
			Total Reduction 1500	**$ 27,542**	**$ 296,197**	
			Total Various Operating Accounts	**$ 888,592**	**$ 296,197**	**2.0**
				1,184,789	-	

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PM 5-28-09

Senate Subcommittee on General Government

Secretary of State

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$11,854,656**		**$11,928,530**	
Legislative Changes				
1220 Certification & Filing				
63 Eliminate Continuation Budget Increase	($153,812)	R	($153,812)	R
Eliminate funding increase in continuation budget:				
531411 OT Pay ($ 8,957)				
531631 Wrker Comp-Med Payments ($ 10,297)				
532170 Admin Services ($ 79,235)				
532199 Misc Contractual Svs ($ 55,323)				
1220 Certification & Filing Division				
64 Eliminate Vacant Positions	($74,482)	R	($74,482)	R
Eliminate $74,482 for salaries and benefits of two vacant positions:	-2.00		-2.00	
Position # Title Budgeted Salary				
60008713 Processing Asst V $27,544				
60008750 Processing Asst V $29,601				
Department-Wide				
65 Management Flexibility Reserve	($272,188)	R	($272,188)	R
Create Management Flexibility Reserve.				
66 LAN Support Services	$10,281	R	$10,281	R
Restore reductions to LAN support services.				
Total Legislative Changes	**($490,201)**	R	**($490,201)**	R
Total Position Changes	-2.00		-2.00	
Revised Budget	**$11,364,455**		**$11,438,329**	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
13200	Secretary of State							
531321	Contracted Personal Services	N/A	N/A	$0	$0	$0	$0	
532199	Misc Contractual Services	1110	Administration	$0	$3,788	$0	$0	
		1120	Publications	$0	$0	$0	$0	
		1150	Lobbyist Registration	$75,000	$0	$0	$0	
		1210	Corporations	$0	$0	$0	$0	
		1220	Certification & Filing	$0	$21,192	$0	$0	
		1230	Securities	$6,000	$0	$6,000	$6,000	Funds used for consulting services relating to the software applications that the Division uses to manage its investigations and analyze the evidence obtained as well as the legal, business and technical issues arising during the use of those publications.
		1600	Charitable Solicitation Licensing	$0	$1,455	$0	$0	
			TOTAL:	$81,000	$26,435	$6,000	$6,000	
532521-532525	Rental/Lease Equipment	1110	Administration	$0	$0	$0	$0	
		1120	Publications	$700	$1,558	$700	$700	The agency affixes postage to its mail before it is transported to the Mail Service Center. This cost is associated with the postage meter equipment.
		1150	Lobbyist Registration	$0	$0	$0	$0	
		1210	Corporations	$0	$0	$0	$0	
		1220	Certification & Filing	$28,500	$0	$28,500	$28,500	As a result of passing the RA9 law in 2001, the agency was required to make UCC images available to the public for 6 years. Our images were on microfilm so the rental of microfilm readers for public use was done through 2007. A new need for outside file storage space was put upon us in 2007 as a result of a restaurant moving into the building we lease from the City of Raleigh. These funds are now needed for rental of outside storage space.
		1230	Securities	$0	$0	$0	$0	
		1600	Charitable Solicitation Licensing	$0	$0	$0	$0	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
			TOTAL:	$29,200	$1,558	$29,200	$29,200	
5327xx	Travel/Related Expenses	1110	Administration	$32,787	$11,368	$32,687	$32,687	There are certain uniform laws adopted by all states in Securities, Corporations, Uniform Commercial Codes and Notary. The Secretary of State is the spokesperson for the State of NC in creating and adopting stds. for the Secretary and staff in carrying and staff in carrying out this objective.
		1120	Publications	$500	$796	$500	$500	This division is responsible for pick up and delivery of mail and supplies among the 3 downtown locations that house dept employees as well as among other agencies within state government. The charges for a motor pool vehicle assigned for this purpose are distributed among all division in the dept.
		1150	Lobbyist Registration	$6,000	$5,129	$6,000	$6,000	Primarily used by an investigator who travels throughout the state to interview witnesses during investigations of Lobbying Act complaints and violations.
		1210	Corporations	$14,700	$20,694	$14,700	$14,700	Funds used primarily by 2 trademark enforcement officers who cover the state protecting intellectual property rights by training local law enforcement officers and educating the public in identifying counterfeit products and enforcing criminal tradèmarks laws.
		1220	Certification & Filing	$22,166	$24,147	$22,166	$22,166	2 Notary investigators travel throughout the state interviewing and gathering evidence relations to Notary violations and complaints. The division is also responsible for providing education and assistance through workshops and audits to Mapping Review Officers and Registers of Deeds in counties as needed.
		1230	Securities	$40,500	$40,252	$40,500	$40,500	Funds used primarily by 8 investigators & financial auditors, and the division director in law enforcement investigations and regulatory examinations the division is required to conduct throughout the state.
		1600	Charitable Solicitation Licensing	$6,006	$536	$6,006	$6,006	Funds used for travel throughout the state to educate citizens of potential scams and frauds in the charitable sector and the agency's function to protect their interests. The CSL investigator also travels to gather evidence and conduct interviews related to CSL violations.
			TOTAL:	$122,659	$102,922	$122,559	$122,559	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
532814	Cellular Phone Services	1110	Administration	$650	$2,330	$650	$650	3 phones assigned to the top executives in the agency for communications at all times.
		1120	Publications	$0	$283	$0	$0	
		1150	Lobbyist Registration	$0	$494	$0	$0	
		1210	Corporations	$500	$1,122	$500	$500	2 phones are assigned to trademark enforcement officers for communication during field investigations and training.
		1220	Certification & Filing	$800	$770	$800	$800	2 phones are assigned to the Notary investigators for communicating during field investigations.
		1230	Securities	$4,060	$3,976	$4,060	$4,060	8 phones assigned to investigators and auditors for communication during field audits and investigations.
		1600	Charitable Solicitation Licensing	$0	$0	$0	$0	
			TOTAL:	**$6,010**	**$8,975**	**$6,010**	**$6,010**	
534500-534550	Furniture and Equipment Replacement Schedules	1110	Administration	$195,815	$26,626	$193,815	$193,815	IT replacements are set up on a 4 year schedule to cover the needs for the entire department. These funds are used to purchase and replacement of office furniture and equipment for this division.
		1120	Publications	$500	$791	$500	$500	Funds used for purchase and/or replacement of essential office furniture and equipment. There are 6 employees in this division.
		1150	Lobbyist Registration	$5,547	$370	$0	$0	
		1210	Corporations	$17,242	$2,565	$10,695	$10,695	Funds used for purchase and/or replacement of essential office furniture and equipment such as check scanners, fax machines, telephones, copiers, etc. There are 53 employees in this division.
		1220	Certification & Filing	$18,476	$18,845	$18,476	$18,476	Funds used for purchase and/or replacement of essential office furniture & equipment. Division has 54 employees.
		1230	Securities	$19,500	$34,590	$11,200	$11,200	Funds used for purchase and/or replacement of essential office furniture and field and office equipment. There are 29 employees in this division.
		1600	Charitable Solicitation Licensing	$16,960	$356	$16,960	$16,960	Funds used for purchase and/or replacement of essential office furniture and equipment such as check scanners, fax machines, telephones, copiers, etc. There are 9 employees in this division.

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
						Continuation Budget		
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
			TOTAL:	$274,040	$84,143	$251,646	$251,646	
5364AA	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
5366AA	Directed Grants	N/A	N/A	$0	$0	$0	$0	
5367AA	Loans	N/A	N/A	$0	$0	$0	$0	
5369AA	Other Aid and Grants	N/A	N/A	$0	$0	$0	$0	
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	

Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	Total Amount in Continuation Budget	Source of Funds			Total Amount in Continuation Budget	Source of Funds			Automatic Increases Built into Contract Terms
							Federal	State	Other		Federal	State	Other	
23200	2130	Health Care Registry	Rhonda McCarthy	Maintain registry and prepare reports	1/1/09 - 6/30/09	$11,100			$11,100	$11,100			$11,100	None. Contract is renewed at 6 month intervals and is dependent on the availability of funds

B0104: Vacancy Report - May 2009								
Organizational Unit		Position		Date Vacant	Budget Amount	Days Vacant	Months Vacant	Position
Office of the Governor								
21001101	Governor's Transition Team	60014581	W/A Transition Aide	09/01/2007	22,983.00	610	22	1
20000862	GOV ADMIN Communications	60008533	Administrative Assistant	03/29/2008	28,400.00	408	15	1
21001101	Governor's Transition Team	60014805	W/A Transition Aide	06/01/2008	72,665.00	336	12	1
21001101	Governor's Transition Team	60014888	W/A Transition Aide	07/01/2008	53,402.00	306	11	1
21001101	Governor's Transition Team	65004778	Public Safety Officer	07/01/2008	31,200.00	306	11	1
21001101	Governor's Transition Team	60014812	W/A Transition Aide	09/19/2008	26,568.00	226	8	1
21001101	Governor's Transition Team	60014669	W/A Transition Aide	09/28/2008	49,188.00	217	8	1
21001101	Governor's Transition Team	60013884	W/A Transition Aide	01/12/2009	69,132.00	111	4	1
21001101	Governor's Transition Team	60014895	W/A Administrative Officer II	01/12/2009	42,015.00	111	4	1
21001101	Governor's Transition Team	60014634	W/A Transition Aide	02/01/2009	126,383.00	91	3	1
21001101	Governor's Transition Team	60013900	W/A Transition Aide	02/23/2009	55,800.00	69	2	1
21001101	Governor's Transition Team	60014467	Public Safety Supervisor	03/01/2009	44,962.00	63	2	1
21001101	Governor's Transition Team	65004779	W/A Transition Aide	03/01/2009	6,886.00	63	2	1
21001101	Governor's Transition Team	60014729	W/A Transition Aide	03/07/2009	35,000.00	57	2	1
20000867	GOV ADMIN Policy	60008525	Policy Analyst	04/01/2009	61,650.00	40	1	1
21001101	Governor's Transition Team	60013906	W/A Transition Aide	04/01/2009	79,031.00	32	1	1
21001101	Governor's Transition Team	60014743	W/A Transition Aide	04/01/2009	31,800.00	32	1	1
21001101	Governor's Transition Team	60014795	W/A Transition Aide	04/01/2009	30,000.00	32	1	1
20000869	GOV ADMIN Boards & Commissions	60008483	Administrative Officer	05/01/2009	37,500.00	10	0	1
20000867	GOV ADMIN Policy	60008528	Education Program Manager	05/01/2009	46,505.00	10	0	1

TM 1/13, 7:
81,918 - w/out
83,212 c
278,352

Correct

Agency	Continuation Budget Starting Point (Senate Budget) (B)	Elimination of Increases in Continuation Budget (C)	Adjusted Continuation Budget (D)	Senate Reductions (E)	Senate Reductions Duplicated in Column C (F)	Unduplicated Senate Total (G)	Continuation Budget Balance (H)	Agency Proposed Additional Reductions Unduplicated (I)	REVISED Continuation Budget Balance (J)	Prorated Overage per Agency/ Proportional
				FY 2009-2010						
Administration	$78,170,163	($5,672,896)	$72,497,267			($3,461,338)	$69,035,929	($1,206,791)	$67,829,138	($822,726.11)
OSP	$7,787,372	$0	$7,787,372			($36,535)	$7,750,837	($474,271)	$7,276,566	($323,332.82)
Ethics Comm	$967,209	($10,149)	$957,060	$0	$0	$0	$957,060	($64,909)	$892,151	($44,251.51)
Auditor	$14,389,111	($655,560)	$13,733,551			($527,924)	$13,205,627	($222,760)	$12,982,867	($151,865.96)
Cultural Resources	$77,933,037	($3,333,946)	$74,599,091	($7,410,248)	620 296 ~~($898,648)~~	($6,511,600)	$68,087,491	1 612 402 ~~($1,713,702)~~	$66,373,789	($1,168,311.15)
RIC	$2,095,402	$0	$2,095,402	($134,106)	$0	($134,106)	$1,961,296	($180,204)	$1,781,092	($122,853.53)
General Assembly	$62,347,066	($6,568,251)	$55,778,815	($4,685,280)	$1,250,000	($3,435,280)	$52,343,535	($1,488,962)	$50,854,573	($1,015,095.33)
Governor	$6,616,233	($89,672)	$6,526,561	($502,702)	$0 ($53,527)	($449,175)	$6,077,386	$0	$6,077,386	
HFA	$14,608,417	$0	$14,608,417	$0	$0 $0	$0	$14,608,417	$0	$14,608,417	
Insurance	$33,824,822	($345,958)	$33,478,864			($2,035,669)	$31,443,195	($632,897)	$30,810,298	($431,475.61)
Lt Governor	$966,706	($5,673)	$961,033			($28,854)	$932,179		$932,179	
OAH	$4,266,407	($46,975)	$4,219,432			195,249 ~~($298,952)~~	$3,920,480	0 ~~($195,249)~~	$3,725,231	($133,110.41)
Revenue	$91,347,503	($2,303,176)	$89,044,327			($5,190,471)	$83,853,856	$0	$83,853,856	

FRD
GG Team
June 2, 2009

Agency	Continuation Budget Starting Point (Senate Budget) (B)	Elimination of Increases in Continuation Budget (C)	Adjusted Continuation Budget (D)	Senate Reductions (E)	Senate Reductions Duplicated in Column C (F)	Unduplicated Senate Total (G)	Continuation Budget Balance (H)	Agency Proposed Additional Reductions Not Unduplicated (I)	REVISED Continuation Budget Balance (J)	Prorated Overage per Agency/ Proportional
			FY 2009-2010							
Sect of State	$11,854,656	($113,703)	$11,740,953	($490,201)	($153,812)	($336,389)	$11,404,564	$0	$11,404,564	
Elections	$6,627,101	$0	$6,627,101			($1,931,612)	$4,699,282	($395,974)	$4,303,308	($269,954.08)
OSBM (13005)	$7,144,221	($1,665)	$7,142,556	($583,206)	($350)	($582,856)	$6,559,700	($289,734)	$6,269,966	($197,525.28)
OSBM - Spec Approps (13085)	$4,280,000	($56,535)	$4,223,465	($7,000)	$0	($7,000)	$4,216,465	$0	$4,216,465	
OSC	$24,536,602	($312,798)	$24,223,804	($1,175,452)		($1,175,452)	$23,048,352	($630,262)	$22,418,090	($429,679.21)
					$0					
Treasurer	$11,150,002	($690,034)	$10,459,968	($885,321)	($299,960)	($585,361)	$9,874,607	$0	$9,874,607	
					$0					
Treasurer - Fire/rescue Squad	$10,804,671	($317,863)	$10,486,808	$0	$0	$0	$10,486,808	$0	$10,486,808	
TOTAL	$471,716,701	($20,524,854)	$451,191,847			($26,728,574)	$424,467,066	($7,495,715)	$416,971,351	($5,110,181.00)
FEES										
DOA							$283,012,784	$141,454,282		
Divorce Filing							-0.026485429	(0.05)	($1,086,150)	
Marriage License									($648,680)	
DCR (9 months)									($725,000)	
DOI (9 months)									($1,817,861)	
OAH (9 months)									($200,000)	
SOS ($50 increase)									($7,265,400)	
SBOE (only even numbered yrs)									($143,099)	
Total									($11,886,190)	

FY 2009-2010										
Agency	Continuation Budget Starting Point (Senate Budget) (B)	Elimination of Increases in Continuation Budget (C)	Adjusted Continuation Budget (D)	Senate Reductions (E)	Senate Reductions Duplicated in Column C (F)	Unduplicated Senate Total (G)	Continuation Budget Balance (H)	Agency Proposed Additional Reductions Not Unduplicated (I)	REVISED Continuation Budget Balance (J)	Prorated Overage per Agency/ Proportional
Target									$410,195,342	
Difference									$405,085,161	

Children upstairs!

Appropriations Subcommittee on General Government
Minutes

June 1, 2009
12:00 P.M.
Room 1425

The Appropriations Subcommittee on General Government met on June 1, 2009, at 12:00 p.m. in room 1425 LB. Representative Susan Fisher and Representative Alice Underhill co-presided the meeting.

Rep. Fisher called the meeting to order at 12:10 p.m. No pages were present due to the day and time of the meeting. Rep. Fisher introduced Committee Clerk Lynn Tennant and Sergeant at Arms Martha Parrish, Fred Hines and Marvin Lee. In addition to Chairman Susan C. Fisher, also present were Representative Alice Underhill, Chair; Representative Fred Steen, Vice Chair; Rep. Russell Tucker, Vice Chair; Representative Larry Brown, Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills, and Representative Jane Whilden. Staff present: Michele Nelson, Claire Hester and Sarah Poteat. Visitor sheet is attached.

Representative Fisher introduced Elizabeth Colcord, Chief Financial Officer for the Department of Revenue who stated that last summer the Office of State Personnel recommended that the Department of Revenue eliminate the PSA positions. The Dept. of Revenue would like to do that but will need a line item $424,000 in salary reserves to cover the salaries currently being paid to auditors who generate revenue for the state otherwise they will not be able to pay the auditors; therefore they are requesting this line item.

Representative Fisher asked if there were any questions regarding this item and none were asked.

Elizabeth Colcord went on to say that this would require additional funding, so as of June 1, the Dept. of Revenue has let go of 136 temporary positions. Their last day was this past Friday.

The Department is currently going through a replacement of our current Integrated Tax Administration System. We are exploring a new way of funding this project so we do not have to ask for another appropriation in the second biennium. We are looking at an approach that is outlined on the third page of the packet, Attachment 1. The contract will be paid once benefits are received by the Department. If benefits are not received then the contract is not paid.

Representative Fisher acknowledged Representative Brown who inquired what type of auditing they are doing.

Elizabeth Colcord responded that the auditors are performing audits of businesses and so they are auditing corporate, sales, and withholding if they have employees in the state but their main office is in another part of the country. It is mostly business taxes.

A follow-up question by Rep. Brown inquired if those records from the corporations could be subpoenaed. Elizabeth responded that they could be subpoenaed but the auditors are based in North Carolina and must fly out for two weeks and back for two weeks. Most people do not want to be away from home for that amount of time. The Department would like to retain these auditors so several years ago the Department began having them based in the part of the country where the Fortune 500 large tax payers are located and it is a much more efficient process for the state.

Representative Fisher acknowledged Rep. Tucker who inquired about where they advertise for the position. Elizabeth Colcord responded they recruit from that area using Monster.com or other such recruiting techniques. Rep. Tucker commented that it was a good idea.

Representative Fisher introduced Michael Peeler speaking on behalf of the Secretary of State who referred to a handout, Attachment 2, which addressed their cost to lease office space, travel expenditure, equipment and furniture costs. He proceeded to state that they lease approximately 31,000 square feet in two buildings in the second block of Fayetteville Street Mall with an annual lease cost of approximately $550,000.00. He suggested significant savings could be realized by finding other state government space. If the space could be found they would like to take advantage if they could move their units as a whole. He expressed concern about up-fit and IT costs to move because he was unaware of what the full cost would be.

In regard to travel expenditures, they have $122,559 and 73 percent of that would be devoted to eighteen of their investigators and auditors who travel as a requirement of their job. That amounts to about four days a month per diem, not including mileage costs. The remaining $33,000 is spread among all the other travel needs of the department.

In regard to furniture and equipment replacement, $251,000 has been requested for 2009-10. About 76 percent of that would be the IT replacement fund. The rest of the money goes to the replacement of copiers, fax machines, scanners, calculators, file cabinets, and that amounts to about $300 per employee per year.

Representative Cleveland asked what kind of impact would there be if the furniture replacement was not handled according to schedule. Michael Peeler responded that they would have to make the equipment last longer and may end up with less than adequate replacement abilities for computers and those types of things. It is an unknown because you can not predict how it will impact your day to day operation. Representative Underhill asked if this was being done through the IT Department and Michael Peeler stated "yes."

Representative Fisher announced Pam Wortham, Deputy State Treasurer-Financial Operations, with the Department of the Treasurer to speak next regarding additional optional reductions. She referred to her handout, Attachment 3, and the last two lines on the spreadsheet, column three. She stated that $335,831 was the corrected number to come out of their continuation budget. Page two and three have the same adjustment. She referred to the Fire and Rescue Squad Pension Fund and stated that the continuation budget item of $317,863 was an actuarial adjustment to that particular pension fund and she did not believe that the committee would particularly want to eliminate it but acknowledged that it was perfectly within their power to do so.

She referred to the various operating accounts and proposed three positions listed: an investment analyst, an account and an executive assistant be cut. She also proposed to reduce financial and audit services by $200,000, postage by $16,000, and employee education reimbursement by $5,000. She proposed a total reduction of $430,000.

Representative Fisher opened for questions. Representative Tucker clarified line item numbers 89 and 90. Due to the transformation to a new treasurer, they do not have documentation of the bidding process. The LGC lease agreement is being reviewed by their attorney to evaluate not having to pay CPI. The only other option would be to terminate the lease but that is not an option because they do not have anywhere to move. Representative Tucker inquired about finding another space to move into. It was stated that it can be looked into through the State Property Office but there is a statute that states that the Treasurer's office will pay rent regardless of being in a state office building, like the Albermarle building they are in or outside office. Representative Tucker asked if the rate was competitive for their building they are in and Pam stated that it was fairly high—over a million dollars a year. Representative Cleveland asked if all agencies pay a fair market rate, including all costs associated with the building, like services and the answer was "yes." Representative Brown stated that it would be wise if a list of availability could always be available.

Representative Fisher introduced Dewy Stephens, CFO, State Energy Office, and asked him to come forward. No handout was available. He stated that the SEO did not receive any state appropriated funding up until the 2007 session of the General Assembly. Now they receive $3,953,000 and it has been suggested that they move to the Department of Commerce. The Governor's office has put increased emphasis on the Energy office, so in DOA's cuts there are no cuts listed for the State Energy Office. In regard to inquires to where the money goes, $2,690,000 goes to three universities: NC State, Appalachian and NCA&T. Another $600,000 goes to utility savings initiatives. The remaining $753,000 is for eight positions and the operating and administrative costs associated with those positions. Representative Fisher inquired about Federal funds and if any funds are made vulnerable if they are reduced? Representative Underhill clarified that the question would be what would be needed to draw down the new recovery dollars. Representative Fisher clarified that if agencies had anything they needed to clarify, they would need to approach staff as soon as possible because they would be meeting later in the afternoon with full appropriations chairs.

Representative Cleveland inquired about the amount of money committed to energy programs and what the programs are. Dewy Stephens responded the money operates the energy programs at the universities. NC State University gets about one and one-half million, Appalachian State gets about six hundred thousand and NC A&T gets about five hundred thousand and the McKimmon Center's solar house is part of NC State University's program. The $2,690,000 is recurring funds and has been sent out for the current year but the funds were cut so they received about 93 percent of the money this year.

Representative Fisher recognized Secretary Linda Carlisle with the Department of Cultural Resources. Secretary Carlisle referred to a handout, **attachment 4**, and asked for consideration not to decrease certain budgets. She stated that they can not operate with only half of their 2007/2008 budget and she respectfully requests that the additional $400,000 not be taken. In regard to Miscellaneous Contractual Services, she requested the $83,000 be left in the budget. The Utility Energy Services category has been reduced to half of what they spent last year. They need the $121,000 because they do not know how they will manage in terms of their utility and energy costs. In regard to Tryon Palace, they have a new 60,000 square foot History and Education center they will not be able to operate due to the elimination of this budget for the next two years. They would like to propose to give back almost half of what was originally budgeted, $447,000 and in the following full year, reduce the appropriation by $350,000. For the Museum of Art, again, they have a new 127,000 square foot museum. She suggested decreasing the funds by $157,000 in this next year. The bottom line is they could decrease their appropriation by the $1,882,000 and for 2010-11 by $1,825,000.

Representative Brown inquired about the fees for Tryon Palace. Greg Piner, CFO, Cultural Resources answered from the audience that he believed the normal fee was $15 and $12 for military personnel and $10 for education groups.

Representative Cleveland stated that, if he understands correctly, there is $500,000 in fees going toward the education center. Greg Piner answered that he was correct. Linda Carlisle clarified that it was for exhibit construction.

Michele Nelson asked about the reserves for the facilities and if it included personnel. Secretary Carlisle answered that it did include personnel.

Michele Nelson requested a schedule of personnel related to the two reserves and by how many it was anticipated to be reduced. Greg Piner stated that for the first year it was a total of four positions and Secretary Carlisle stated that they were delaying hiring in some positions for as long as possible.

Secretary Carlisle inquired about what the base line the ten percent cut was being based on. Representative Tucker responded that it was after the Senate—on top of the Senate cut. Secretary Carlisle stated that it was significantly more than the ten percent cut in the case of Cultural Resources. Representative Tucker responded that it was "up to" ten percent. Mary Regan, Director of the NC Arts Council, spoke and stated that she

understands that it is supposed to be a ten percent cut overall. Rep. Tucker stated that was not their intent. Secretary Carlisle stated that, if she understood correctly, the grants are going to be cut almost seventeen percent and Rep. Tucker stated that was correct. When Secretary Carlisle stated her distress, Representative Fisher stated that this would need to be approved by the full subcommittee and Rep. Tucker agreed adding that these are just the recommendations.

Representative Fisher called Wesley Taylor, NC General Assembly, to come forward with his handout, **Attachment 5**. He highlighted the eliminations listed for 2009-2010 and 2010-2011 listed in the handout. Michele Nelson clarified that these reductions were already taken and would not be taken twice; therefore, a decision would need to be made regarding restoration.

Thomas Cheek, Chief Fiscal Officer, Office of State Controller, came forward next and reviewed a handout outlining duplicates, **Attachment 6**. He stated that they had already offered some of the continuation increases as part of their additional cuts. The three line items totaling $198,000 under the headline 'Duplicates' were already offered as part of their additional cuts and would need to be backed out of the bottom-line totals.

Pam Wortham was asked to return and address the positions further. She confirmed that she wished to keep the Investment Director position in the Alternatives category at $87,000 but it is billed at over $220,000. Also, she asked to keep Corporate Governments Director at a salary of about $67,000. She has a candidate for the Investment position but was waiting to make an offer in case the position was eliminated. Rep. Brown confirmed that these are receipt supported positions. Michele Nelson asked if they could manage without the position and Pam responded that they had done that for several years but it is becoming increasingly more difficult for their Chief Investment Officer to manage through all the complexities of the system. She stated that this particular classification needs a lot of due diligence. Speaking from the audience Tony Solari, Director Government Relations, Office of State Treasurer, stated that they operate one of the largest pension funds in the country and operate with fewer members than any other pension of its size nationwide. If they eliminate positions it will increase the risk to the pension system. Competitive rates need to be paid to get experts for a pension this size and complex. Representative Fisher inquired about finding someone at a lower rate due to economy. Mr. Solari stated that, given the caliber and quality of the individual, he is not sure there is an excess of that type employee around and, if there were, as soon as the market turns around they would be out the door after spending a year or more to train them. Pam stated that public pension funds are much different than other types of funds one might manage. Although there are many unemployed right now, people who can manage this type of fund is difficult to find and that is why it has taken so long to find a candidate for the position. Rep. Underhill express concerns that they are requesting a position that pays $87,000 a year, higher than most employees of state government, knowing they are going to pay $220,000 a year and wondered why they could not put it in the budget. Toney Solari responded that he does not know how the position was advertised so he could not answer that questions. Rep. Underhill clarified that she did not want to undermine the strength of the State Treasurer's office but it would be nice to

know who the other eight largest pension plans are. If other agencies are able to employee cheaper, we may need to do that too. Pam noted that Texas pays the same amount as North Carolina for the higher position. Rep. Brown supported Rep. Underhill's statement and stated he was not opposed to an incentive to the salary in order to keep the rate competitive. Michele clarified that the positions already receive bonuses. Rep. Fisher asked if a bonus is being paid currently and Pam responded that the plan has only been in place for eight months; therefore, she is not sure any would be calculated this year.

Clair Hester passed out a Department of Administration handout that had been requested earlier by Rep. Cleveland, **Attachment 7**. It was not discussed further.

Representative Tucker discussed the Nonprofit Sub-subcommittee Report to the General Government Committee, **Attachment 8**. In regard to Divorce and Marriage Licensing Fees, which can not be changed due to law, it was suggested by Rep. Tucker to decrease the appropriation amount in the grant to the one who is receiving the fees so you can boost the amount in the domestic violence category. He stated that he did not remember discussing the Energy Office, Indian Affairs or Youth Advocacy, so there is no recommendation. In regard to specific line items in Cultural Resources—Confederate Cemetery, Vagabond School, Lost Colony, Shakespeare Festival and Grassroots—it was recommended the base cutting of whatever we are, up to ten percent based upon where the House starts and the Senate leaves off. Michele Nelson stated that the Senate was lower than what the Governor recommended and the amount see there is what is remaining on the basis of the Governor's recommended cuts.

Representative Fisher recognized Representative Cleveland who inquired about the Governor's suggested cuts to Vagabond. Michele responded that the Governor suggested around seven to eight and one-half percent for various departments within the Department of Cultural Resources. The Symphony did not have further reductions in the Governor's budget. Linda Carlisle clarified that the Symphony had been cut a half million dollars for six years in the expansion budget but it never got in the continuation budget and that is why she believes the Governor's budget did not reflect any cuts to the continuation budget. Rep. Tucker stated that the instruction from the "big" chairs was anything that was not in continuation is nonrecurring. Representative Underhill asked if it is implying that we do not feel these grants were good and what this is going to do out in the community. She stated that she is having difficulty with cuts "across the board" and what that is going to do out in the community. Perhaps people have become overly dependent on the grants—that is open to debate in committee, but she is concerned that a message is being sent that they do not value what people are doing with these grants. Representative Tucker commented that he did not recall anything being said in committee that made him believe that we thought the community did not need the service or that the ones providing the service were doing it properly. They were appointed to look at nonprofits and when they found some that were not doing well, did the best thing they could by creating a special provision, **Attachment 9**. We believed this was our part to report back where the fees come from, how they are being spent and give a recommendation. Representative Fisher stated that it was a very sobering report.

Representative Fisher asked the committee to think about what has not been cut so far and what would it take to make it ten percent. Maybe not just look at "across the board" reductions and then she asked Representative Steen to come forward and report on the Fees sub-subcommittee. He stated that members of the sub-subcommittee were Rep. Brown, Rep. Whilden, Rep. Mills, and himself and would speak from their additional fees report, **Attachment 10**. Representative Fisher clarified that all special provisions had been addressed and it would just need to be decided which ones they would choose. Representative Cleveland inquired about the Divorce filing fee and Claire Hester clarified that $150 is the new proposed fee. Representative Floyd expressed concern that the people who would utilize this fee are already having a difficult time.

Representative Steen stated the State Board of Elections file fee, which would increase the fee for anyone running for state or judicial office, would require a special provision because it has not been changed since 1959. Representative Cleveland stated that it would need to be spelled out specifically what the intentions are in the special provision.

Representative Steen then addressed the NC Department of Insurance Fees and Proposed Fees Changes, **Attachment 11**.

Jeff Crow, Deputy Secretary Archives & History, Dept. of Cultural Resources spoke about his memo to the Fee sub-subcommittee, **Attachment 12**. He stated that their system is 26 years old and limping along and the NC Association of Realtors is opposed to any more fees. Representative Cleveland asked if he was speaking about death and birth certificates also and Mr. Crow stated that they store state records generated throughout government. Dick Langford, State Archives, Dept. of Cultural Resources added that they were talking about comprehensive state-wide and county records: deeds, wills, estates. Representative Underhill inquired if they operate with fees and Mr. Langford replied that if you need a deed, there is a fee—public records with enduring value will be there forever. Rep. Underhill asked how Virginia and South Carolina handle this and Mr. Langford responded that Virginia has a fee but South Carolina does not. Rick Zechinni, NC Realtors Assn., stated that he understands the economic climate but believes the fees are targeted because they have many different documents and not just land records. Representative Underhill stated that more information is needed about what they handle and the cost because it can not be done for free anymore.

The meeting was adjourned at 3:03 p.m..

Rep. Susan C. Fisher, Co-Chair

Lynn Tennant, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

June 1, 2009

12:00 p.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion/Decisions of Agency Budgets

Revenue

- Additional Optional Reductions
- Additional Adjustments to Expenditure Accounts
- Vacant Positions
- Reductions in the Senate Budget
- **Substitutions for Duplicate Reductions in Senate Budget and Additional Options for Reduction**

Elizabeth Colcord
Chief Financial Officer

Secretary of State

- Additional Optional Reductions
  - Revisit Rental Reduction
  - Other Options
- **Substitutions for Duplicate Reductions in Senate Budget and Additional Options for Reduction**

Elaine Marshall
Secretary of State

Department of the Treasurer

- Additional Optional Reductions
- Detail of Reduction for Substitution of Management Flexibility (item #89 and Reduce various Accounts (item # 90) in Senate Budget
- Follow up Questions
- Vacant Positions (List on 8 ½ by 11 sheet)
- **Substitutions for Duplicate Reductions in Senate Budget and Additional Options for Reduction**
-

Pam Wortham
Deputy State Treasurer – Financial Operations

State Energy Office

Dewey Stephens
Chief Financial Officer

Remaining Agencies

- **Substitutions for Duplicate Reductions in Senate Budget and Additional Options for Reduction**

Reports from Non-profit and Fee Subcommittees

Representative Russell Tucker
Representative Fred Steen

ITS – Revisit Agency Participation in Centralized Email System

Karlynn O'Shaughnessy
Fiscal Analyst
Fiscal Research Division

Attachment
ONE

Senate Subcommittee on General Government

Revenue

	GENERAL FUND			
	FY 09-10		FY 10-11	
Adjusted Continuation Budget	**$91,347,503**		**$91,440,473**	
Legislative Changes				
1600 Administration				
56 Eliminate Continuation Budget Increase	($1,236,436)	R	($1,236,436)	R
Eliminate funding increase in continuation budget:				
531211 Salaries ($424,122)				
531411 OT Pay ($ 30,435)				
531431 Shift Prem Pay ($ 3,763)				
531631 Wrker Comp-Med Payments ($ 6,845)				
532110 Legal Services ($ 13,153)				
532140 Information Tech Svs ($660,972)				
532170 Contractual Svs ($ 28,795)				
532184 Janitorial Svs Agreement ($ 7,302)				
532185 Waste Rem Agreement ($ 659)				
532191 Payments-Empl on Loan ($ 9,957)				
532199 Misc Contractual Svs ($ 50,433)				
1629 Property Tax Division				
57 Conversion of Property Tax Division to Receipt Support	($1,461,744)	R	($1,461,744)	R
Convert the Property Tax Division from appropriation to receipt support. GS 105-501 allows the department to recover certain costs from local sales and use tax collections.	-17.00		-17.00	
1660 Examination & Collection				
58 Eliminate $300 Per Month Stipend for Interstate Auditors	($132,030)	R	($132,030)	R
Eliminate the $300 per month stipend for 37 interstate auditors.				
1664 Guest Worker Program				
59 Adjust Appropriation for Guest Worker Program	($375,000)	R	($375,000)	R
Adjust the appropriation for the Guest Worker Program to better reflect actual expenditure needs. This program provides information to non-English speaking people regarding their obligation to file taxes and how to obtain assistance in filing taxes.				
Department-Wide				
60 Reduce Various Operating Accounts	($589,493)	R	($589,493)	R
Reduce various operating accounts across the department.				

Senate Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
61 Eliminate 14 Vacant Positions Eliminate 14 vacant positions across the department.	($767,020) -14.00	R	($767,020) -14.00	R
62 Management Flexibility Reserve Create Management Flexibility Reserve.	($1,865,184)	R	($1,865,184)	R
Total Legislative Changes	**($6,426,907)**	R	**($6,426,907)**	R
Total Position Changes	-31.00		-31.00	
Revised Budget	**$84,920,596**		**$85,013,566**	

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	Continuation Budget FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
14700	**Revenue**							
532199	Misc Contractual Services	1605	Information Technology	$6,095	$6,391	$6,095	$6,095	2008-09 expenses exceed requested amounts for 2009-10 and 2010-11
		1629	Property Tax	$0	$0	$0	$0	
		1660	Examination & Collection	$0	$155	$0	$0	2008-09 expenses exceed amount requested for 2009-10 and 2010-11
		1661	Project Collect Tax	$0	$0	$0	$0	
		1662	Taxpayer Call Center	$0	$473	$0	$0	
		1663	Project Compliance	$0	$34,288	$0	$0	2008-09 expenses exceed amount requested
		1664	Guest Worker	$0	$0	$0	$0	
		1670	Unauthorized Substance Tax	$0	$784	$0	$0	
		1681	Administrative Services	$0	$28,492	$0	$0	2008-09 expenses exceed requested amounts for 2009-10 and 2010-11
		1700	Motor Fuels	$2,399	$1,445	$2,399	$2,399	2008-09 expenses through April 21, 2009 are 60% of the requested amount.
		1702	Federal Grant - Fuel Tax Evasion	$0	$0	$0	$0	
		1708	Internal Registration	$0	$0	$0	$0	
		1710	Fuel Tax Compliance	$0	$0	$0	$0	
		1800	White Goods	$0	$0	$0	$0	
		1820	Scrap Tire Disposal Tax	$0	$0	$0	$0	
		1830	Public Transit Tax	$25,000	$0	$25,000	$25,000	Expenses have been restricted.
		1840	Dry Cleaning Solvent	$0	$0	$0	$0	
		1850	Lee Tax Credits	$0	$0	$0	$0	
		1870	Solid Waste Disposal Tax	$0	$0	$0	$0	
			TOTAL:	**$33,494**	**$72,029**	**$33,494**	**$33,494**	
532521-532525	Rental/Lease Equipment	1605	Information Technology	$0	$288	$0	$0	
		1629	Property Tax	$0	$0	$0	$0	
		1660	Examination & Collection	$0	$0	$0	$0	

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

					Continuation Budget			
Acct Code	**Expenditure Account**	**Fund**	**Division**	**FY 08-09 Certified**	**FY 08-09 YTD**	**FY 09-10 Requested**	**FY 10-11 Requested**	**Justification**
		1661	Project Collect Tax	$0	$0	$0	$0	
		1662	Taxpayer Call Center	$4,500	$552,085	$4,500	$4,500	2008-09 expenses exceed amount requested for 2009-10 and 2010-11
		1663	Project Compliance	$0	$0	$0	$0	
		1664	Guest Worker	$0	$0	$0	$0	
		1670	Unauthorized Substance Tax	$0	$0	$0	$0	
		1681	Administrative Services	$37,296	$44,139	$37,296	$37,296	2008-09 expenses exceed requested amounts for 2009-10 and 2010-11
		1700	Motor Fuels	$0	$0	$0	$0	
		1702	Federal Grant - Fuel Tax Evasion	$0	$0	$0	$0	
		1708	Internal Registration	$0	$0	$0	$0	
		1710	Fuel Tax Compliance		$0	$0	$0	
		1800	White Goods	$0	$0	$0	$0	
		1820	Scrap Tire Disposal Tax	$0	$0	$0	$0	
		1830	Public Transit Tax	$0	$0	$0	$0	
		1840	Dry Cleaning Solvent	$0	$0	$0	$0	
		1850	Lee Tax Credits	$0	$0	$0	$0	
		1870	Solid Waste Disposal Tax	$0	$0	$0	$0	
			TOTAL:	**$41,796**	**$596,511**	**$41,796**	**$41,796**	
5327xx	Travel/Related Expenses	1605	Information Technology	$24,398	$17,248	$24,398	$24,398	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. The Department did not make a request for an increase. IT staff are responsible for traveling to the Department's 13 Service Centers across the state in order to provide necessary IT service whether it is taking an inventory of the IT fixed assets, repairing, replacing a server, computer, printer, copier , what ever is needed to ensure the service center is fully operational to serve the taxpayers. Year-to-date expenses are 71% of the amount requested for the next two fiscal years.

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
						Continuation Budget		
		1629	Property Tax	$71,013	$57,858	$71,013	$71,013	The Department of Revenue is responsible for reimbursing the per diem and travel expenses for the Property Tax Commission members. The Commission meets on a regular basis each month. Due to the budget limitations, the Department has requested the Commission meet less frequently (once a month) to hear cases. These expenses are reimbursed to the State from the local sales and use tax collections. Year-to-date expenses are 82% of the amount requested for the subsequent fiscal years.
		1660	Examination & Collection	$1,173,357	$921,454	$1,173,357	$1,173,357	Travel for most all Department of Revenue employees is covered through Fund 1660. Expenses reported through April 21, 2009 are 79% of the amount requested for the next two fiscal years. The Department's expenses for the 2008-09 fiscal year will more than likely exceed the requested amount for the next two years. Auditors and Collectors must continue to travel to generate revenue.
		1661	Project Collect Tax	$48,976	$5,750	$38,141	$38,768	The Department incurs travel expenses for Revenue Officers as it relates to the collection of bad debts.
		1662	Taxpayer Call Center	$22,601	$39,962	$21,162	$21,176	2008-09 expenses exceed amount requested for 2009-10 and 2010-11
		1663	Project Compliance	$292,750	$32,719	$243,327	$243,327	The 2008-09 expenses will continue to increase for the fiscal year as auditors are an exception to the travel restrictions. Auditors must travel in order to generate revenue. (Travel is automatically paid from fund 1660. Where we can justify travel from 1663, we will recode from 1660 to 1663, generally at the end of the fiscal year.)
		1664	Guest Worker	$63,000	$820	$63,000	$63,000	The 2008-09 Certified Budget dropped in for the 2009-10 and 2010-2011 fiscal years. The Department did not make a request for an increase.
		1670	Unauthorized Substance Tax	$101,241	$145,691	$101,241	$101,241	2008-09 expenses exceed requested amounts for 2009-10 and 2010-11
		1681	Administrative Services	$0	-$6,782	$0	$0	
		1700	Motor Fuels	$289,737	$280,011	$289,737	$289,737	2008-09 expenses through April 21, 2009 are 97% of the requested amount.

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1702	Federal Grant - Fuel Tax Evasion	$45,000	$13,241	$45,000	$45,000	2008-09 expenses are 29% of the 2009-10 and 2010-11 requested amount. The requested amounts should be reduced to $30,599 as the budgeted amount decreases each year. The 2008-09 certified amount carried over was overstated.
		1708	Internal Registration	$41,905	$25,114	$41,905	$41,905	2008-09 expenses are 60% of the amount requested for the next two fiscal years. Travel has been restricted due to the budget limitations this fiscal year.
		1710	Fuel Tax Compliance	$96,000	$22,962	$96,000	$96,000	2008-09 expenses are 24% of the amount requested for the next two fiscal years. Travel has been restricted due to the budget limitations this fiscal year.
		1800	White Goods	$4,124	$0	$2,624	$2,624	Travel has been restricted due to the budget limitations this fiscal year.
		1820	Scrap Tire Disposal Tax	$5,220	$0	$5,220	$5,220	Travel has been restricted due to the budget limitations this fiscal year.
		1830	Public Transit Tax	$2,500	$0	$2,500	$2,500	Travel has been restricted due to the budget limitations this fiscal year.
		1840	Dry Cleaning Solvent	$0	$0	$0	$0	
		1850	Lee Tax Credits	$16,000	$0	$16,000	$16,000	The Department no longer retains 75% of the Lee Tax Credits as a result of the repeal of Article 3A of Chapter 105. Requested amount should be reduced.
		1870	Solid Waste Disposal Tax	$0	$635	$0	$0	
			TOTAL:	**$2,297,822**	**$1,556,682**	**$2,234,625**	**$2,235,266**	
532814	Cellular Phone Services	1605	Information Technology	$35,000	$64,389	$35,000	$35,000	2008-09 expenses exceed amount requested for 2009-10 and 2010-11.
		1629	Property Tax	$0	$0	$0	$0	
		1660	Examination & Collection	$0	$0	$0	$0	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1661	Project Collect Tax	$14,633	$11,845	$14,633	$14,633	The expenses reported for 2008-09 are 80% of the amount requested for 2009-10 and 2010-11. The Department's telecommunications bill for cell phones has been paid through February. The Department has 3 more invoices for the remainder of the fiscal year to cover. Year to date expenses are 81% of the amount requested.
		1662	Taxpayer Call Center	$2,000	$6,029	$2,000	$2,000	2008-09 expenses exceed amount requested for 2009-10 and 2010-11
		1663	Project Compliance	$0	$0	$0	$0	
		1664	Guest Worker	$0	$0	$0	$0	
		1670	Unauthorized Substance Tax	$17,089	$9,216	$17,089	$17,089	The expenses reported for 2008-09 are 54% of the amount requested for 2009-10 and 2010-11. The Department's telecommunications bill for cell phones has been paid through February. The Department has 3 more invoices for the remainder of the fiscal year to cover.
		1681	Administrative Services	$40,981	$230,782	$164,856	$164,856	2008-09 expenses exceed requested amounts for 2009-10 and 2010-11
		1700	Motor Fuels	$0	$7,328	$4,028	$4,028	2008-09 expenses exceed requested amounts for 2009-10 and 2010-11
		1702	Federal Grant - Fuel Tax Evasion	$0	$0	$0	$0	
		1708	Internal Registration	$3,400	$726	$3,400	$3,400	2008-09 cell phone expenses are 21% of the amount requested for the next two fiscal years. The telecommunications invoices have been paid through February.
		1710	Fuel Tax Compliance	$0	$0	$0	$0	
		1800	White Goods	$0	$0	$0	$0	
		1820	Scrap Tire Disposal Tax	$0	$0	$0	$0	
		1830	Public Transit Tax	$0	$0	$0	$0	
		1840	Dry Cleaning Solvent	$0	$0	$0	$0	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1850	Lee Tax Credits	$0	$0	$0	$0	
		1870	Solid Waste Disposal Tax	$0	$0	$0	$0	
			TOTAL:	$113,103	$330,314	$241,006	$241,006	
534500-534550	Furniture and Equipment Replacement Schedules	1605	Information Technology	$983,000	$162,276	$904,552	$904,552	The expenses in account 534500 to 534550 18% of the amount requested for fiscal years 2009-10 and 2010-11. The Department does not have enough budget to meet its current ITS bills and maintenance bills on equipment. Budget in this line item will be use to cover the ITS bills, but it will still not be sufficient. Budget restrictions have prevented the Department from purchasing pcs. The Department's replacement laptops for auditors and collectors are old and out of warranty.
		1629	Property Tax	$3,081	$1,000	$2,634	$2,634	The Department of Revenue has made less purchases of equipment with the current budget restrictions.
		1660	Examination & Collection	$0	$0	$0	$0	
		1661	Project Collect Tax	$69,518	$15,394	$47,332	$47,332	The Department has incurred 33% in equipment purchases as recorded through April 21, 2009. The Department has limited the purchases of equipment for collection efforts this year with the limited balance in the 20% Collection Assistance Fee.
		1662	Taxpayer Call Center	$100,994	$14,363	$100,994	$100,994	The Department has limited the purchases of equipment for the TACC this year with the limited balance in the 20% Collection Assistance Fee. The Department has also ceased replacing pc's on a regular replacement schedule with the budget limitations, therefore we have not made the same purchases as in the past for pc equipment for the TACC.
		1663	Project Compliance	$53,441	$25,701	$88,105	$88,105	The Department ceased replacing pcs on a regular replacement schedule with the budget restrictions. The Department needs to get back onto a regular replacement schedule to ensure the auditors have the necessary tools to prepare audits.

House Appropriations Subcommittee on General Government

Summary of Selected Expenditure Accounts

Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
						Continuation Budget		
		1664	Guest Worker	$182,000	$0	$174,404	$174,404	The Department did not make a request for an increase.
		1670	Unauthorized Substance Tax	$18,454	$906	$16,517	$16,517	The Department has had to cut back on expenditures of equipment. Three motor fleet invoices from prior fiscal years were not paid until the current fiscal year due to reconciling issues. These invoices were sizeable amounts and because they have had to be absorbed, all other expenses have had to be scaled back. The Department did not make an additional request for funding. The 2009-10 and 2010-11 reflect the certified budget amount for 2008-09.
		1681	Administrative Services	$358,157	$112,566	$357,857	$357,857	The Department has purchased less equipment this year to meet the current budget restrictions. 2008-09 expenses are 31% of the amount requested for the next two fiscal years. The Department's equipment rental expenses for April 2009 mail rush activities are estimated to be $5,000. The Department put together an RFP for a replacement check "cutter". The Department estimates the total cost to be $60,000. The Department held off putting the bid on the street due to the budget restrictions. The Department also needs to purchase two back-up portable A/Cs for the scanning rooms. The estimated cost is $10,000. The scanning process is temperature sensitive and in the afternoons, there are times there is not sufficient cooling.
		1700	Motor Fuels	$70,910	$9,611	$54,782	$54,782	The Department has had less expenditures in the 2008-09 fiscal year to meet budget restrictions. The Department ceased replacing pcs on a regular replacement schedule. The Department needs to get back on a regular replacement schedule to ensure the auditors have the necessary tools to prepare audits.
		1702	Federal Grant - Fuel Tax Evasion	$72,000	$0	$72,000	$72,000	The requested amounts should be reduced to $12,000 as the budgeted amount decreases each year. The 2008-09 certified amount carried over was overstated.

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
		1708	Internal Registration	$760	$0	$760	$760	The Department has limited purchases of equipment due to the budget restrictions. The $760 is the 2008-09 certified budget which is the starting point for the 2009-11 biennium.
		1710	Fuel Tax Compliance	$65,000	$0	$65,000	$65,000	The Department has limited purchases of equipment due to the budget restrictions. The $65,000 is the 2008-09 certified budget which is the starting point for the 2009-11 biennium.
		1800	White Goods	$50,565	$0	$13,734	$13,734	The Department has limited purchases of equipment due to the budget restrictions. The $13,734 is the 2008-09 certified budget which is the starting point for the 2009-11 biennium.
		1820	Scrap Tire Disposal Tax	$42,173	$0	$17,397	$17,397	The Department has limited purchases of equipment due to the budget restrictions. The $17,397 is the 2008-09 certified budget which is the starting point for the 2009-11 biennium.
		1830	Public Transit Tax	$19,850	$0	$19,850	$19,850	The Department has limited purchases of equipment due to the budget restrictions. The $19,850 is the 2008-09 certified budget which is the starting point for the 2009-11 biennium.
		1840	Dry Cleaning Solvent	$30,000	$0	$30,000	$30,000	There are so few taxpayers remitting this tax, the Department currently cannot justify these expenses.
		1850	Lee Tax Credits	$0	$0	$0	$0	
		1870	Solid Waste Disposal Tax	$55,000	$0	$55,000	$55,000	The fund was established in 2008. The Department estimated the accounts that should be budgeted for the $225,000. There are so few taxpayers, the Department has had difficulty justifying the expenditures, so very little expenditures have been made from this fund. Most of the expenditures were initial set-up of the new tax and education for the taxpayers. There are currently no FTE's supported by this fee.
			TOTAL:	**$2,174,903**	**$341,815**	**$2,020,918**	**$2,020,918**	

	House Appropriations Subcommittee on General Government							
	Summary of Selected Expenditure Accounts							
				Continuation Budget				
Acct Code	Expenditure Account	Fund	Division	FY 08-09 Certified	FY 08-09 YTD	FY 09-10 Requested	FY 10-11 Requested	Justification
5364AA	Discretionary Grants	N/A	N/A	$0	$0	$0	$0	
5366AA	Directed Grants	N/A	N/A	$0	$0	$0	$0	
5367AA	Loans	N/A	N/A	$0	$0	$0	$0	
5369AA	Other Aid and Grants	N/A	N/A	$0	$0	$0	$0	
536Axx	Direct Appropriations/Grants Nonprofits	N/A	N/A	$0	$0	$0	$0	

B0104: Vacancy Report - May 2009: *Positions Vacant ON OR BEFORE June 30, 2008*

Organizational Unit		Position		Date Vacant	Months Vacant	Budget Amount	Position FTE
REVENUE							
21000235	REV ADM TC MOTOR FUELS Ret's Processing	60083134	Data Entry Specialist - RECEIPTED	5/1/07	26	$ 26,859	1.00
21000231	REV ADM TC EXAM Bilingual Team 1	60081928	Tax Auditor	3/8/08	15	$ 41,687	1.00
20010069	REV ADM TC TACC Admin Edgecombe	60082266	Revenue Office Manager II - RECEIPTED	3/17/08	15	$ 70,779	1.00
20010069	REV ADM TC TACC Admin Edgecombe	60082326	Administrative Asst. I - RECEIPTED	3/26/08	14	$ 35,438	1.00
21000226	REV ADM TC EXAM Charlotte Sc Meck 6	60082095	Field Auditor	3/31/08	14	$ 45,387	1.00
20010051	REV ADM TC EXAM Large Case Corporation	60081910	Auditor	4/1/08	14	$ 60,759	1.00
20010117	REV ADM TC MOTOR FUELS Fayetteville Exam	60083152	Tax Auditor - RECEIPTED	4/1/08	14	$ 41,687	1.00
20010081	REV ADM FINANCIAL SERVICES Payroll Unit	60082527	Payroll Clerk V	5/1/08	13	$ 27,544	1.00
20009986	REV ADM INFO TECH App Dev & Support	65002022	Business Tech. Applications Specialist	5/1/08	13	$ 84,375	1.00
20009991	REV ADM TA POLI ANALYSIS&STAT Tax Econ	60081419	Tax Research Asst Dir.	5/1/08	13	$ 75,783	1.00
20010033	REV ADM TC COLLECT Eliz City Sc Pasqtank	60081878	Revenue Officer I - RECEIPTED	5/19/08	12	$ 39,649	1.00
20010063	REV ADM TC EXAM FA/Business Tax 1	60082295	Auditor - RECEIPTED	6/17/08	11	$ 45,856	1.00
20010031	REV ADM TC EXAM Durham Sc Durham	60081892	Auditor	6/23/08	11	$ 46,635	1.00
						$ 642,438	**13.00**

House Appropriations Subcommittee on General Government
Summary of Fees

Budget Code	Department	Fee Name	Statutory Provision	Entities Affected	Date of Last Fee Increase	Current Fee	Amount of Revenue	Notes
14700	Revenue	20% Collection Assistance Fee		Taxpayers (individuals and businesses) who have a tax debt that remains unpaid 30 days or more after the fee notice is mailed to the taxpayer.	2001	%20 of tax debt	$8,067,544.00	The balance as of 4/24/09 includes the collection assistance fee collected by the Department through March 31, 2009. Included in the $8.1 million balance is $5.0 million due to be transferred to Budget Code 24708 for the TIMS project. The 2008 General Assembly appropriated $25 million from the 20% Collection Assistance Fee during the FY 2008-09. The Department has transferred $20 million of the $25 million to date this fiscal year. The Department has left many of the positions supported by the 20% Collection Assistance Fee vacant due to the significantly low balance. Monthly expenditures to cover the 301 positions supported by the fee is approximately $1.5 million per month.
14700	Revenue	Merchant Card Transaction Fee	G.S. 66-58.12	Taxpayers electing to remit tax payments via merchant cards (credit/debit).	2002	$2.00 for every $100 increment of tax payment	$790,182.77	

							FY 09-10				FY 10-11				
								Source of Funds				Source of Funds			
Agency	Budget Code	Fund Code	Division Title	Entity/Person (Contractee)	Brief Explanation/Justification of Contract	Current Contract Period	Total Amount in Continuation Budget	Federal	State	Other	Total Amount in Continuation Budget	Federal	State	Other	Automatic Increases Built into Contract Terms
DOR	14700	1670	Unauthorized Substance Tax	Bouchard Company	Jewelry Appraisal of seized property	04/01/2009 - 03/31/2010	$15,000		$15,000		$15,000		$15,000		
DOR	14700	1681	Administrative Services	McCullers Maintenance	Janitorial Svc. Ral. Serv. Center	03/16/2009 - 03/15/2010	$24,173		$24,173		$24,173		$24,173		CPI 3.8%
DOR	14700	1681	Administrative Services	CINTAS Corporation	Document destruction/shredding	02/26/2009 - 02/25/2010	$9,400		$9,400		$9,400		$9,400		
DOR	14700	1700	Administrative Services	Kang's Building Maintenance (temporar	Janitorial Svc - Motor Fuels	05/15//2008 - 05/14/2009	$12,718								completed
DOR	14700	1681	Administrative Services	Kangs Building Maintenance	Janitorial Sve-Motor Fuels	5/15/08-5/14/09	$32,847		$32,847		$34,095		$34,095		CPI 3.8%
DOR	14700	1661	Project Collect Tax	SEISINT (LexisNexis)	Locator/Skip-Trace Services	01/08/2009 - 12/31/2009	$150,000			$150,000	$150,000			$150,000	
DOR	14700	1681	Administrative Services	C&C ProClean	Janitorial Services Asheville	02/01/2009 - 01/31/2010	$12,465		$12,465		$12,465		$12,465		CPI 3.8%
DOR	24708	2478	TIMS-ITAS Replacement	Keane	Programming Services- Mary Fargen	08/04/2008 - 08/04/09	$130,832			$130,832	$130,832			$130,832	
DOR	24708	2478	TIMS-ITAS Replacement	AMERMANAGEMENTS/CGI	TIMS Programming	08/29/2008 - 08/28/2011	$8,871,234			$8,871,234	$15,751,076			$15,751,076	
DOR	24708	2478	TIMS-ITAS Replacement	PINPOINT RESOURCES	Programming Services- Ann Smith	01/26/2009 - 07/24/2009	$78,440			$78,440				$78,440	
							$9,337,109				$16,127,041				

artment of Revenue - JUSTIFICATION OF 2009-11 BIENNIUM EM REQUESTS

Fund Code	Division	FY 2007 -08 Actuals	FY 2008-09 Certified	2008-09 YTD (through April 2009)	Increase/Decrease	FY 2009-10 Requested	FY 2010-11 Requested	Justification
1685	DPPD							
531311 Regular Temp Wages Appropriations		$2,055,176	$1,827,138	$1,761,499	$228,038	$2,055,176	$2,055,176	Reduce by $214,195

North Carolina Department of Revenue
Governor's Recommended Budget Vs. Senate Recommended Budget

	Governor's Recommended Budget		Senate Budget	
	2009-2010	2010-2011	2009-2010	2010-2011
Appropriation (Includes Continuation Budget)	$91,347,503	$91,440,473	$91,347,503	$91,440,473
uth in Budgeting (Budget Salaries less than 100%)	(3,101,620)	(3,101,620)	(1,865,184)	(1,865,184)
Reduce Various Operating Accounts	(589,493)	(589,493)	(589,493)	(589,493)
Eliminate 14 Vacant Positions	(767,020)	(767,020)	(767,020)	(767,020)
Interstate Auditors (eliminate stipend)	(132,030)	(132,030)	(132,030)	(132,030)
Guest Worker Program	(375,000)	(375,000)	(375,000)	(375,000)
Convert Property Tax to Receipts	(1,461,744)	(1,461,744)	(1,461,744)	(1,461,744)
Eliminate Continuation Budget Increase			(1,236,436)	(1,236,436)
Total Reductions	(6,426,907)	(6,426,907)	(6,426,907)	(6,426,907)
Net Appropriations	**$84,920,596**	**$85,013,566**	**$84,920,596**	**$85,013,566**

The Office of State Budget and Management provided for the additional line items in the Continuation Budget for the Department of Revenue:

531211 SPA Reg - Salaries	$424,122
531411 OT Pay - Appropriated	30,435
531431 Shift Premium pay - Appropriated	3,763
531631 Worker Compensation	6,845
532110 Legal Services	13,153
532140 Information Technology Services	660,972
532170 Contractual Services	28,795
532184 Janitorial Service Agreements	7,302
532185 Waste Removal Agreement	659
532191 Payments - Employee on Loan	9,957
532199 Misc Contractual Services	50,433
rease to Continuation Budget by OSBM	$1,236,436

e above increases are to cover items generally covered from Lapse Salaries the Department will no longer be able to cover with the implementation of "Truth in Budgeting" (salaries budgeted at a percentage less than 100%).

2008-09 Operating Budget (per Worksheet I)	$89,363,873
Increase/(Decrease)	1,983,630
2009-10 Appropriation Budget	$91,347,503

The difference between the Increase to the operating budget of $1,983,630 and the amount increased by the Budget Office of $1,236,436 is $747,194 which equals the increases to the operating budget submitted by Financial Services that were approved by the Office of State Budget and Management.

Included in the $747,194 is an increase to temporary wages (appropriations) of $638,317. We recommend the increase be reduced from $638,317 to $214,195.

The Net Appropriations remains the same. Keeping the $424,122 line item in the continuation budget allows the Department to fund Salary Reserve in Funds 1660 and 1663 for the 26 interstate auditors who currently receive a Pay Supplement Allowance. With the $424,122, the Department will increase the budget for each of the positions from the base pay to the amount they are currently paid through a base pay and pay supplement allowance. These 26 auditors live in a market with a consumer price index higher than the Raleigh, NC market and therefore they receive a cost of living adjustment. This is paid each year out of lapse salaries. With the implementation of "Truth in Budgeting" the Department will not be able to generate the necessary lapse salaries to pay the base pay plus the PSA the Department has committed to paying these auditors at the time of employment. These auditors generate the large dollar revenues for the state auditing the large Fortune 500 companies throughout the country.

The Department is looking at ways to reduce the need for the number of temporaries it has had to employ. This adjustment require the Department to continue to depend on lapse salaries to pay for the temporaries, but hopefully, the need for poraries will continue to be reduced over time.

Financial Services
April 9, 2009

NORTH CAROLINA NCDOR DEPARTMENT OF REVENUE

e-Business Acceleration
Using A Benefits-Funded Model
June 1, 2009

What is a benefits funded model?

- Traditional deliverable based fixed-price project, not contingent fee pricing
- Invoices are paid out of increased revenues generated by the program
- Public/Private partnership where funding risk is shifted to the vendor
- If benefits aren't realized over a specified period of time, the private partner does not receive payment
- In periods where invoices exceed benefits, interest accrues

How does the process work?

- Due Diligence period to validate estimated revenue increases
- Establishment of a benefits measurement methodology
- Contractual modifications to allow for benefits-based payments
- Implementation of tools and process to allow benefits tracking and measurement
- Establishment of measurement process for specific revenue generating initiatives
- Implement revenue generating initiatives
- Validate revenue generated on a monthly basis, which is used to pay for the cost of the program
- Once the program is fully funded, all remaining benefits are retained by the State

Requirements for a successful implementation

- Enabling legislation
- Partnership from both sides to align goals
- Establishment of a fair and auditable benefits measurement process supported by all parties

Example Results

State Agency	Project Cost	Revenue Generated*	Net
Virginia Dept of Taxation	$132,829,131	$231,501,882	$98,672,751
Hawaii Dept of Taxation	$52,969,247	$252,073,003	$199,103,756
Kansas Dept of Revenue	$32,484,284	$181,600,000	$149,115,716
Missouri Dept of Revenue	$13,200,000	$63,772,926	$50,572,926

* Note, all agencies quit tracking revenue totals once it was clear the programs were fully funded, typically measurements ended within 12 months of the end of the project. Actual Amounts to date are significantly higher than what is shown here.

6/1/09

N. C. Department of the Secretary of State

	FY 08-09 Certified	FY 08-09 YTD 5/28	FY 09-10 Requested	FY 10-11 Requested
Total Travel/Related Expenses	$122,659	$112,241	$122,559	$122,559

Explanation: The agency has 18 investigators and auditors who are required to travel throughout the state in order to carryout their statutorily required duties. 73% ($89,372) of the requested funds are for this purpose. The balance of the funds for travel ($33,187) are used by the rest of the department primarily by the Secretary and staff in carrying out the objective of developing and adopting standards that are adopted by all states in Securities, Corporations, Uniform Commercial Codes and Notary to maintain consistency throughout the state and country. Details of division responsibilities are as follows:

Lobbying Registration	$6,000 requested	1 Investigator who is required to interview witnesses during investigations of Lobbying Act complaints and violations.
Corporations	$22,166 requested	2 Trademark Enforcement Officers cover the state protecting intellectual property rights by training local law enforcement officers and educating the public in identifying counterfeit products and enforcing criminal trademark laws.
Certification & Filing	$22,166 requested	4 Notary Investigators (2) travel throughout the state interviewing and gathering evidence related to notary violations and complaints. Land Records Officers (2) assist local Mapping Review Officers and Registers of Deeds in all 100 counties as needed through workshops and audits.

Attachment

TWO

Securities	$40,500 requested	10	Investigators and Financial Auditors are required to travel during law enforcement investigations and regulatory examinations both in and out of state.
Charitable Solicitation Licensing	$6,006 requested	1	Investigator travels throughout the state gathering evidence and conducting interviews related to CSL violations. The division also educates citizens of potential scams and frauds in the charitable sector to protect their interests. This division is budgeted in the agency's general fund, however, it is completely receipts supported. No appropriations are used for this program.

	FY 08-09 Certified	FY 08-09 YTD 5/28	FY 09-10 Requested	FY 10-11 Requested
Furniture and Equipment Replacement	$274,040	$84,143	$251,646	$251,646

Explanation: 76% ($190,315) of these funds are for replacement of IT equipment for the entire department. Normally, IT replacements are set up on a 4 year schedule, so ¼ of the equipment for the agency is scheduled to be replaced each year. However, the current fiscal crisis has prevented the agency from staying on this schedule for FY 08-09. There are 200 employees in the department with IT equipment as well as numerous servers and related equipment that begin to breakdown and malfunction when they reach their end of life cycles and must be replaced. The balance of the funds requested ($61,331) are for the purchase and replacement of office equipment such as copiers, fax machines, scanners, calculators, file cabinets, etc. and furniture for the department. There are no scheduled replacement cycles for office equipment and furniture. They are kept in service until they are no longer usuable.

(3) Pam Wortham
Deputy State Treasurer-
Financial operations

Agency	Continuation Budget Starting Point (Senate Budget) (B)	Elimination of Increases in Continuation Budget (C)	Adjusted Continuation Budget (D)	Senate Reductions (E)	Senate Reductions Duplicated in Column C (F)	Unduplicated Senate Total (G)	Continuation Budget Balance (H)	Agency Proposed Additional Reductions Not Unduplicated (I)	REVISED Continuation Budget Balance (J)
			FY 2009-2010						
Ethics Comm	$967,209	($10,149)	$957,060	$0	$0	$0	$957,060	($64,909)	$892,151
									$0
Cultural Resources	$77,933,037	($3,333,946)	$74,599,091	($7,410,248)	($898,648)	($6,511,600)	$68,087,491	($1,713,702)	$66,373,789
RIC	$2,095,402	$0	$2,095,402	($134,106)	$0	($134,106)	$1,961,296	($180,204)	$1,781,092
General Assembly	$62,347,066	($6,568,251)	$55,778,815	($4,685,280)	$0	($4,685,280)	$51,093,535	($1,488,962)	$49,604,573
					$0				
Governor	$6,616,233	($89,672)	$6,526,561	($502,702)	($53,527)	($449,175)	$6,077,386	$0	$6,077,386
					$0				
HFA	$14,608,417	$0	$14,608,417	$0	$0	$0	$14,608,417	$0	$14,608,417
Sect of State	$11,854,656	($113,703)	$11,740,953	($490,201)	($153,812)	($336,389)	$11,404,564	$0	$11,404,564
OSBM	$7,144,221	($1,665)	$7,142,556	($583,206)	($350)	($582,856)	$6,559,826	($289,734)	$6,270,092
						$0			
OSBM - Spec Approps	$4,280,000	($279,235)	$4,000,765	($7,000)	$0	($7,000)	$3,993,765	($750,000)	$3,243,765
OSC	$24,536,602	($312,798)	$24,223,804	($1,175,452)	($13,223)	($1,162,229)	$23,061,575	($828,446)	$22,233,129
					$0				
Treasurer	$11,150,002	($335,831)	$10,814,171	($885,321)	($299,960)	($585,361)	$10,228,810	$0	$10,228,810
					$0				
Treasurer - Fire/rescue Squad	$10,804,671	($317,863)	$10,486,808	$0	$0	$0	$10,486,808	$0	$10,486,808

Attachment

THREE

FRD
GG Team
May 30, 2009

House Appropriations Subcommittee on General Government									
Reductions to GG Agencies									
					FY 2010-2011				
Agency	Continuation Budget Starting Point (Senate Budget) (B)	Elimination of Increases in Continuation Budget (C)	Adjusted Continuation Budget (D)	Senate Reductions (E)	Senate Reductions Duplicated in Column C (F)	Unduplicated Senate Total (G)	Continuation Budget Balance (H)	Agency Proposed Additional Reductions Not Unduplicated (I)	REVISED Continuation Budget Balance (J)
Ethics Comm	$967,015	(10,149)	$956,866	$0	$0	$0	$956,866	($64,909)	$891,957
Cultural Resources	$79,329,609	(4,728,718)	$74,600,891	($7,410,248)	($898,648)	($6,511,600)	$67,190,643	($1,724,671)	$65,465,972
RIC	$2,095,402	$0	$2,095,402	($134,106)	$0	$1,961,296	$1,961,296	($180,204)	$1,781,092
General Assembly	$64,056,544	(6,375,018)	$57,681,526	($4,685,280)	$0	$0	$52,996,246	($1,422,869)	$51,573,377
Governor	$6,622,879	(96,318)	$6,526,561	($503,167)	($53,527)	($449,640)	$6,023,394	$0	$6,023,394
HFA	$14,608,417	$0	$14,608,417	$0	$0	$0	$14,608,417	$0	$14,608,417
Sect of State	$11,928,530	($180,537)	$11,747,993	($490,201)	($153,812)	($336,389)	$11,411,604	$0	$11,411,604
OSBM	$7,147,928	($5,246)	$7,142,682	($583,465)	($350)	($583,115)	$6,559,217	($291,891)	$6,267,326
OSBM - Spec Approps	$4,280,000	($279,235)	$4,000,765	($7,000)	$0	($7,000)	$3,993,765	$0	$3,993,765
OSC	$24,568,908	($345,104)	$24,223,804	($575,452)	($13,323)	($562,129)	$23,648,352	($1,428,446)	$22,219,906
Treasurer	$11,163,790	($349,619)	$10,814,171	($885,321)	($299,960)	($585,361)	$10,228,810	$0	$10,228,810
Treasurer - Fire/rescus Squad	$10,804,671	(317,863)	$10,486,808	$0	$0	$0	$10,486,808	$0	$10,486,808

FRD
GG Team
), 2009

		FY 09-10	Receipt Supported Amounts	Corrected amount	FY 10-11	Receipt Supported Amounts	Corrected amount
Treasurer							
531321	Contr Empl Per IRS-APPRO	($86,438)	$0	($86,438)	($86,438)	$0	($86,438)
531461	EPA&SPA- Longvty Pay- APPR	($1,360)	$0	($1,360)	($7,299)	$0	($7,299)
531511	Social SEC Contrib-APPRO	($5,568)	$0	($5,568)	($5,785)	$0	($5,785)
531521	Reg Retire Contrib-APPR	($247)	$0	($247)	($730)	$0	($730)
531631	Wrker Comp-MED Payments	($31,376)	$0	($31,376)	($31,376)	$0	($31,376)
532110	Legal Services	($71,765)	$0	($71,765)	($71,765)	$0	($71,765)
532199	Misc Contractual Services	($110,381)	$0	($110,381)	($110,381)	$0	($110,381)
532500	Rentals/Leases	($21,059)	$256	($20,803)	($23,956)	$257	($23,699)
532800	Communications	($339,984)	$339,984	$0	($385,038)	$385,038	$0
538175	Transfer Out- IT	($18,148)	$11,394	($6,754)	($26,151)	$16,418	($9,733)
538190	Transfer Out-General Admin	($2,324)	$1,610	($714)	($2,763)	$1,914	($849)
538195	Transfer Out- Dept Accounting	($1,384)	$959	($425)	($5,089)	$3,525	($1,564)
Total		**($690,034)**	**$354,203**	**($335,831)**	**($756,771)**	**$407,152**	**($349,619)**
Treasurer - Fire/rescus Squad							
536521	Trsfs-Out-Firemen/Rescue	**($317,863)**			**($317,863)**		

Account	2009-10	2010-11
Salaries	$ 169,280	$ 169,280
Social Security	12,950	12,950
Retirement	14,457	15,134
Health Insurance	12,471	12,471
Financial/Audit Services	200,000	200,000
Postage	16,000	16,000
Employeed Education	5,000	5,000
Total	$ 430,157	$ 430,835

Position Number	Title	Budget Amount
60009060	Investment Analyst	52,624
60009205	Accountant	67,656
60009053	Executive Assistant	49,000
		169,280

DEPARTMENT OF CULTURAL RESOURCES - CONTINUATION BUDGET INCREASES

1-Jun-09

	FY 09-10	FY10-11	DCR Requests FY 09-10	DCR Requests FY 10-11
Cultural Resources				
531311 Reg (N S) Temp Wages- APPR	($403,906)	($403,906)	$0	$0
531411 OT Pay-Approp	($55,352)	($55,352)	($55,352)	($55,352)
531421 Holiday Pay	($5,582)	($5,582)	($5,582)	($5,582)
531431 Shift Prem Pay-APPRO	($7,156)	($7,156)	($7,156)	($7,156)
531461 EPA&SPA- Longvty Pay- APPR	($15,922)	($40,118)	($15,922)	($40,118)
531511 Social SEC Contrib-APPRO	($3,631)	($3,631)	($3,631)	($3,631)
531521 Reg Retire Contrib-APPR	($59,667)	($59,667)	($59,667)	($59,667)
531627 Short Term Disab-APPRO	($20,049)	($20,049)	($20,049)	($20,049)
531631 Wrker Comp-Med Payments	($33,327)	($33,327)	($33,327)	($33,327)
532199 MISC Contractual Service	($83,212)	($83,212)	$0	$0
532200 Utility/Energy Services	($112,296)	($121,337)	$0	$0
532500 Rentals/Leases	($90,079)	($92,653)	($90,079)	($92,653)
532900 Other Services	($37,455)	($37,455)	($37,455)	($37,455)
533300 Vehicle/Equip Oper Suppl	($13,101)	($17,806)	($13,101)	($17,806)
533700 Research/Dev & Ed Supp	($18,967)	($20,142)	($18,967)	($20,142)
534600 Art, Other Artivacts & Lit	($917,760)	($917,760)	($917,760)	($917,760)
537110 Tryon Palace Reserve	($852,675)	($1,692,487)	($447,675)	($350,287)
537112 NC Museum of Art-Reserve	($603,809)	($1,117,078)	($156,809)	($164,547)
Total	($3,333,946)	($4,728,718)	($1,882,532)	($1,825,532)

ɔrtant Notes regarding highlighted line items:

The Dept. of Cultural Resources would like to make the following arguments on behalf of retaining full or partial funding for the following line items in the continuation increases:

531311 Temporary Wages:

This is a chronically underfunded account. In 2007-2008, $1.45 million was spent on temporary wages. $1.2 million was recommended for 09-10 with the increase. Eliminating this continuation increase, along with our Senate cuts, takes the balance of this account to $339,912 - representing a 72 - 77% cut in this area.

532199 MISC Contractural Services:

This is another chronically underfunded account. In 2007-2008, nearly $2 million was spent on miscellaneous contractural services. $1.4 million was recommended for 09-10 with the continuation increase. Eliminating this continuation increase, along with our deep Senate cuts, puts the balance of this account to $209,000, representing an 85-90 percent cut!

532200 Utility/Energy Services

This area took many cuts in the Senate package. $1.1 million was recommended with the contination increase. Eliminating this continuation increase, along with our deep Senate cuts, puts the balance of this account to $591,000, representing a 54% cut for utilities and energy services. Tryon Palace's operating account for utilities has already been cut to zero in the Senate reductions.

537110 Tryon Palace Reserve

Tryon Palace - we need $405,000 in 09-10 for operations of the new History and Education Center and we need $1,342,200 for operations in FY 10-11. These are basic operating needs - no expansion.

537112 NC Museum of Art

The Art Museum - we need $447,000 in 09-10 for operations of the new building and in 10-11 we ---ɔ 952,531 for basic operating needs for the new Art Museum building.

Attachment

FOUR

North Carolina Department of Cultural Resources

Date: June 1, 2009

To: General Government Fee Subcommittee

From: Department of Cultural Resources

Subject: Fee on Deeds for the Management and Preservation of Public Records for an Archives and Records Management Fund

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Proposal: To establish the "Archives and Records Management" (ARM) Fund which would help support public records management and preservation, by charging a $5 administrative fee on real estate transactions in the state. These funds are needed to provide essential records management and archival services for public records statewide as directed by G.S. 121 and G.S. 132.

There is a pressing need to find a predictable income stream to deal with modern technological challenges as well as the traditional records formats preserved in the State Archives. Electronic communications have revolutionized the way information is managed, stored and delivered. This new technology requires new expertise and funding to schedule, preserve, and access email and other born digital public records.

It is estimated that the collection of this $5 fee on deeds, for the Archives and Records Management Fund, will generate approximately $725,000 in FY 2009-2010 and $1,125,000 in FY 2010-2011 that could be used to offset appropriated funds to DCR. The establishment of this fund also will allow DCR to upgrade its infrastructure in Archives and Records to meet the needs of electronic records technology of the 21st century. The department will have increased responsibilities under Executive Order 150 for e-mail management in cooperation with the state office of Information Technology Services.

Beginning in FY 2010-2011 this non-reverting special revenue fund will support the current operating costs of the Archives and Records Section of the Department of Cultural Resources (DCR) and will support the transfer of six appropriated positions to receipt-supported positions, reducing appropriated funds for this section. The six positions proposed for transfer to receipts in FY 2010-2011 are:

Records Management Analyst I ($51,932)
Archives and Records Professional ($45,372)
Records Management Analyst I ($48,163)
Records Management Analyst II ($46,480)
Archives and Records Professional ($42,132)
Archives and Records Professional ($43,781)

Operating expenses and salaries total approximately $758,379 for FY 2009-2010 and may be eliminated from state funds in FY 2010-2011.

Projected Revenue and Recommended Expenditures from the Archives and Records Management Fund (ARM)

Fees from the Archives and Records Management Fund would support the following operating expenses of the Archives and Records Section within the Department of Cultural Resources, in addition to six currently appropriated positions:

Fund	Code	Description	Appropriated from General Fund in FY 2009-2010 (Authorized 2008-2009 budget)	Projected Expenditures from ARM Fund for 10/1/2009 through 6/30/2010	Fee-Based Support from ARM Fund beginning in FY 2010-2011	Prioritized Core Needs for ARM Fund beyond Operating Expenses for FY 2010-2011 and subsequent years	
						PRIORITY #	
1230	532140	Information Technology	$0		$0		
1230	532185	Waste Removal	$428		$428		
1230	532199	Misc. Contractual Services	$993		$993	(2)	$80,000
1230	532200	Utility/Energy Services	$17,346		$17,346		
1230	532300	Repair Services	$2,915		$2,915		
1230	532400	Maintenance Agreements	$47,515	* $32,000	$47,515	(3)	$32,000
1230	532500	Rentals/Leases	$142,765		$142,765		
1230	532700	Travel & Other Emp. Exp.	$26,120		$26,120		
1230	532800	Comm. & Data Processing	$33,753	** $100,000	$33,753	(1)	$350,000
1230	532900	Other Services	$4,606		$4,606		
		Total Purchased Services:	**$276,441**	**$132,000**	**$276,441**		**$462,000**
1230	533100	General Admin. Supplies	$1,700		$1,700		
1230	533900	Other Materials & Supplies	$124,734		$124,734		
1230	534534	Data Proc. Equipment and Software		*** $217,000		(6)	$2,500
1230	534539	Equipment	$71,881		$71,881	(5)	$15,000
1230	534600	Art, artifacts, Literature	$502		$502		
1230	535800	Other Administrative Exp.	$5,261		$5,261	(4)	$12,000
		Total Supplies and Equipment:	**$204,078**	**$217,000**	**$204,078**		**$29,500**
		Total Operating Budget Archives and Records	**$480,519**	**$349,000**	**$480,519**		**$491,500**

Funds accumulated from October 1, 2009 through June 30, 2010, will be used to procure critically needed equipment and provide services that are core to the mission of the Archives and Records Section:

* **1230 532400** - $32,000 for maintenance services on newly purchased 35 mm document archive writer and additional server space for 40 terabytes to maintain email and electronic records of enduring value.

** **1230 532800** - $100,000 to obtain programming to complete the Structured Query Language (SQL) version of the Manuscript and Archives Reference System (MARS), the online catalog for the Archives and Records Section. The current software is 26 years old, unsupported, and must be migrated to a modern platform in order to survive.

*** **1230 534534** - $217,000 for purchase of a 35 mm document archive writer to produce security microfilm from electronic state and local records. Additionally, 40 terabytes of server space will be purchased to store and access e-mail and other electronic public records of enduring value.

Total: $349,000

Prioritized core program needs for archival and records management services that can be addressed through future revenues from the ARM Fund beyond operating expenses are:

(1) **1230 532800** - $350,000 for the installation of records management software and an inventory control system in the State Records Center and the State Archives

(2) **1230 532199** - $80,000 for conservation of original records including photographic materials

(3) **1230 532400** - $32,000 for maintenance services on newly purchased 35 mm document archive writer and additional server space for 40 terabytes to maintain email and electronic records of enduring value.

(4) **1230 535800** - $12,000 for renewal of agreement with the Internet Archive for capture and preservation of government records' Web sites

(5) **1230 534539** - $15,000 to obtain a scanner with a book cradle to scan fragile books

(6) **1230 534534** - $2,500 for purchase of a document scanner for collections management

Total: $491,500

The following Archives and Records salaries will transfer from appropriated positions to receipt-supported positions in FY 2010-2011:

Fund	Code	Description	Appropriated from General Fund in FY 2009-2010 (Authorized 2008-2009 budget)	Projected Expenditures from ARM Fund for 10/1/2009 through 6/30/2010	Fee-Based Support from ARM Fund beginning in FY 2010-2011	* Funding for an Electronic Records Archivist and a Photo Lab Technician in FY 2010-2011
1230	531211	SPA – Reg Salaries –	$218,428		$218,428	$68,307
1230	531511	Social Security Contributions	$16,709		$16,709	$5,225
1230	531511	Retirement Contributions	$17,781		$17,781	$5,560
1230	531561	Med Ins Contributions	$24,942		$24,942	$8,314
		Total Salaries and Benefits:	**$277,860**		**$277,860**	**$87,406**
		Total Operating Expenses and Salaries:	**$758,379**	**$349,000**	**$758,379**	**$87,406**

*Essential positions potentially funded through future ARM Fund revenue beyond operating expenses. A photo lab technician IV is needed to operate an Archives Writer and an electronic records archivist is needed to help develop an electronic records archives and schedule electronic records, including e-mail.

Note: The Department of Cultural Resources was asked to contact stakeholders for feedback about the proposed $5 fee on deeds. Attorneys, registers of deeds, and Realtors were specifically mentioned.

The Register of Deeds Association was contacted and the key points were that any new fee attached to deed filing likely will be met with opposition by some registers regardless of what the fee would fund or support. An additional fee would have less opposition if part of the fee would remain with the register's office. It also was suggested that once the fee proposal came out of committee that DCR formally discuss it with the Register of Deeds Association.

Feedback from Realtors Assn. and State Bar include:

Rick Zechinni – NC Realtors Assn and John McMillian -

This is something they would oppose. They don't want any more fees and costs on transactions. Sympathetic to the mission but Realtors seem to be a target for raising money. Developers are the ones who get hit. It's well intended but it's the wrong source.

It's out there for benefit of multiple users – broad use and there should be broad sources of support. They have agreed to have conversations with the Department about this.

Management of the Archives and Records Management Fund:

It is proposed that the Archives and Records Management Fund be managed in the following manner:

- An Archives and Records Management Support fee would be levied on each instrument by which any interest in real property is conveyed to another person (real estate transactions). The fee would be $5.

- The transferor (seller) must pay the fee to the register of deeds of the county in which the real estate is located before recording the instrument of conveyance.

- The register of deeds of each county must remit the proceeds of the fee levied to the county finance officer. The finance officer of each county must remit the proceeds, less the county's allowance for administrative expenses, to the Department of Cultural Resources, division of Archives and Records, into the ARM Fund, on a monthly basis.

- A county may retain two percent (2%) of the amount of fee receipts allocated for remittance to the Department of Cultural Resources and the ARM Fund as compensation for the registers of deeds' cost in collecting and remitting the Fund's share of the fee.

- The Fund, beginning partly in 2009-2010 and fully in 2010-2011 would support the general operating expenses within the division of Archives and Records in the Department of Cultural Resources, including salaries and benefits of six currently appropriated positions, and would support future enhancements to the Archives and Records program.

- The fee would take effect October 1, 2009 and would accrue in the Archives and Records Management Fund for nine months, prior to the transition to fee-based program. Current operating expenses of the Archives and Records Division would be appropriated for the 2009-2010 fiscal year. Savings would be realized in 2010-2011 and ongoing years.

- Normal auditing and reporting procedures would be followed in providing complete financial accountability for the ARM Fund.

	A	B	C	D	E	F	G	H	I	J	K
1	House Appropriations Subcommittee on General Government										
2	***GENERAL ASSEMBLY***										
3											
4			Continuation Budget Starting Point (Senate Budget) (B)	Elimination of Increases in Continuation Budget (C)	Adjusted Continuation Budget (D)	Senate Reductions (E)	Senate Reductions Duplicated in Column C (F)	Unduplicated Senate Total (G)	Continuation Budget Balance (H)	Agency Proposed Additional Reductions Not Unduplicated (I)	REVISED Continuation Budget Balance (J)
5	**2009-2010**										
6	**43.1 Eliminate the Contingency Reserve**						$1,250,000				
7	**TOTALS**		$62,347,066	($6,568,251)	$55,778,815	($4,685,280)	$1,250,000	($3,435,280)	$52,343,535	($1,488,962)	$50,854,573
8											
9	**2010-2011**										
10	**42.6 Reduce the Floaters' Interim Days from 4 to 0.**						$553,555				
11	**43.1 Eliminate the Contingency Reserve**						$1,250,000				
12	**43.2 Reduce the Legislative Services Commission Studies Reserve**						$75,000				
13	**TOTALS**		$64,056,544	(6,375,018)	$57,681,526	($4,685,280)	$1,878,555	($2,806,725)	$54,874,801	($1,422,869)	$53,451,932

Attachment

FIVE

Attachment

Six

Continuation Budget Reductions

		FY 09-10	FY 10-11
OSC			
531461	EPA&SPA- Longvty Pay- APPR	($61,519)	($79,346)
531511	Social SEC Contrib.-APPRO	($4,706)	($6,070)
531521	Reg Retire Contrib.-APPR	($5,008)	($6,459)
531627	St Disability PMT-APPR	($3,470)	($3,470)
532120	Financial/Audit Services	($9,753)	($9,753)
532144	Personal Computer Support	($88,392)	($88,392)
532145	Server Support Services	($48,273)	($48,273)
532500	Rentals/Leases	($91,677)	($103,341)
Total		**($312,798)**	**($345,104)**

Management Flexibility and Elimination of Non-Recurring

		FY 09-10	FY 10-11
OSC			
531211	Salaries - Approp.	$ (198,195)	$ (198,195)
531511	Social Sec. Contribution-Approp.	$ (15,162)	$ (15,162)
531521	Reg. Retirement Approp.	$ (16,133)	$ (16,133)
531561	Medical Insurance	$ (8,314)	$ (8,314)
5327XX	Travel	$ (38,000)	$ (38,000)
532821	Data Processing	$ (301,378)	$ (301,378)
Total		**$ (577,182)**	**$ (577,182)**

Additional Cuts

		FY 09-10	FY 10-11	
OSC				
532822	Lan Services	$ (30,256)	$ (30,256)	
531211	Salaries	$ (276,779)	$ (677,356)	SB 202 Expansion
531511	Social Security	$ (21,173)	$ (51,818)	SB 202 Expansion
531521	Retirement	$ (22,530)	$ (55,137)	SB 202 Expansion
531561	Medical Insurance	$ (17,319)	$ (41,556)	SB 202 Expansion
532XXX	Purchased Svs.	$ (262,199)	$ (374,123)	SB 202 Expansion
531461	EPA&SPA- Longvty Pay- APPR	$ (61,519)	$ (61,519)	
532144	Personal Computer Support	$ (88,392)	$ (88,392)	
532145	Server Support Services	$ (48,273)	$ (48,273)	
Total		**$ (828,440)**	**$ (1,428,430)**	

Duplicates (They were Apart of Additional Cuts and now included in Continuation Reduction)

		FY 09-10	FY 10-11
OSC			
531461	EPA&SPA- Longvty Pay- APPR	$ (61,519)	$ (61,519)
532144	Personal Computer Support	$ (88,392)	$ (88,392)
532145	Server Support Services	$ (48,273)	$ (48,273)
Total		**$ (198,184)**	**$ (198,184)**

Attachment

SEVEN

Department of Administration

FUND	POSITION	POSITION TITLE	SALARY	
1123	Historically Underutilized Businesses			
	60014896	Administrative Officer II	$46,922	
	60014895	Administrative Officer II	$42,015	
			$88,937	
1241	Management Information Systems			
	60014138	Technology Support Analyst	$34,485	
1311	Office of State Personnel			
	60013775	Human Resources Partner	$47,168	SENATE
	60013791	Human Resources Partner	$50,000	SENATE
	60013756	Administrative Support Associate	$36,535	SENATE
			$133,703	
1411	State Construction Office			
	60014617	Architect	$67,785	
	60014596	Processing Assistant V	$31,092	
	60014618	Engineer	$80,658	
	60014581	Processing Assistant IV	$22,983	
			$202,518	
1412	State Property Office			
	60014634	State Property Deputy Director	$83,324	
	60014628	State Property Agent II	$48,019	
			$131,343	
1421	Facilities Management Division			
	60014727	Housekeeping Services Manager	$45,665	SENATE
	60014709	Building and Environment Tech-Building Trades (Painter)	$46,099	
	60014729	Facility Maintenance Tech-Building Trades (Carpenter II)	$35,000	SENATE
	60014743	Facility Maintenance Tech-Mechanical Trades (Carpenter I)	$31,800	
	60014782	Facility Maintenance Tech-Mechanical Trades (Plumber II)	$35,130	SENATE
	60014682	Facility Maintenance Tech-Mechanical Trades (Welder II)	$32,496	SENATE
	60014760	Facility Maintenance Tech-Mechanical Trades (Welder II)	$32,496	
	60014811	Facility Maintenance Tech-Mechanical Trades (Maint Mech V)	$45,924	SENATE
	60014758	Facility Maintenance Tech-Mechanical Trades (Maint Mech V)	$41,358	SENATE
	60014762	Facility Maintenance Tech-Mechanical Trades (Maint Mech IV)	$35,514	
	60014748	Facility Maintenance Supervisor	$54,025	
	60014746	Facility Maintenance Tech-Mechanical Trades (Maint Mech V)	$42,743	
	60014736	Facility Maintenance Tech-Mechanical Trades (HVAC Tech)	$47,438	
	60014705	Facility Maintenance Tech-Mechanical Trades (Plumber II)	$32,778	
	60014755	Facility Maintenance Tech-Mechanical Trades (Maint Mech IV)	$33,722	SENATE
	60014812	Building and Environment Tech-Building Trades (Gen Utility Worker)	$26,568	SENATE
	60014795	Building and Environment Tech-Building Trades (Gen Utility Worker)	$30,000	SENATE
			$648,756	
1511	Purchasing and Contract			
	60013894	State Procurement Specialist III	$61,564	SENATE
	60013881	State Procurement Specialist III	$54,782	SENATE
	60013884	State Purchase Administrator	$69,132	
	60013906	State Purchase Administrator	$79,031	SENATE
	60013900	Processing Assistant V	$30,391	SENATE
			$294,900	

Administration

FUND	POSITION	POSITION TITLE	SALARY	
1623	State Capitol Police			
	60014454	Property Guard	$24,560	SENATE
	60014461	Property Guard	$24,582	SENATE
	60014426	Public Safety Supervisor	$44,962	SENATE
	60014414	Public Safety Officer	$31,200	SENATE
	65004779	Public Safety Officer	$31,200	
	65004778	Public Safety Officer	$31,200	
	60014469	Public Safety Officer	$31,200	
	60014421	Criminal Justice Planner	$38,174	SENATE
			$257,078	
1731	NC Council for Women and Domestic Violence Commission			
	60014084	Administrative Officer II	$48,169	
	60089849	Community Development Specialist I	$47,038	
			$95,207	
1771	Veteran's Affairs - Administration			
	60014240	Processing Assistant III	$25,811	
	60014232	Processing Assistant III	$26,580	
	60014183	Facility Maintenance Tech. - Mechanical Trades	$31,119	SENATE
	60014193	Facility Maintenance Tech. - Mechanical Trades	$29,780	SENATE
	60014194	Facility Maintenance Tech. - Mechanical Trades	$26,936	SENATE
			$140,266	
1781	Domestic Violence Program			
	60014567	Administrative Officer II	$45,168	
	60014071	Office Assistant III	$25,811	
			$70,979	

All of the positions listed above are vacant except the following:

1421	60014760	If this position is taken, employee will be moved to vacant position #60014686.
1731 1781 1781	60014084 60014567 60014071	These three positions are filled. Two of the six regional offices are proposed to be closed. Which two offices is to be determined. If this results is Reduction in Force, the employees affected will be determined by RIF policy.
1771 1771 1771	60014183 60014193 60014194	These three positions are filled. Appropriation is being reduced due to funding being transferred to receipts from the Veteran Burial Program.

Attachment
EIGHT

June 1, 2009

Nonprofit Subcommittee Report
House Appropriation Subcommittee on General Government

The Nonprofit Subcommittee was appointed by the co chairs of the House Appropriation Subcommittee on General Government on May 19, 2009, and met on May 19, 20, and 26, 2009. The subcommittee was charged with the examination of non-profits' use of resources from all funding sources, and the administration of requirements and guidelines at the state level. A significant focus of the subcommittee was to obtain an understanding of funding sources, the requirements for application and allocation of funds from all funding sources, disbursement of funding to nonprofit organizations, and nonprofit's compliance with reporting requirements under G.S. 143C-6-23. The subcommittee's review included the State agencies/divisions, programs, and non-profit organizations with sources of funding indentified in the table on pages 2-3

The subcommittee also discussed the May 2009 report on grantees' non-compliance with the State reporting requirements per G.S. 143C-6-23 that was released by the Office of State Budget and Management.

As a result of the examination, the Non-profit Subcommittee offers the following recommendations to the House Appropriations Subcommittee on General Government:

Cultural Resources

- Reduce funding for all grants up to 10% for the FY 2009-2010.

Insurance

- Do not reduce grants, but consider Special Fund balances.

Housing Finance Agency (HFA)

- Reduce funding for Housing Trust Fund up to 10

Insurance-CFW

- Reduce up to 10% or as an alternative raise fees in order to reduce appropriation.
- Consider special provision with JPS/AOC.

A special provision was recommended to address the noncompliance of non-profit organizations in meeting reporting requirements for inclusion in the House Appropriations bill.

AGENCY/DIVISION	PROGRAM	Governor's Recommendation FY 09-10	Governor's Recommendation FY 10-11	SOURCE OF FUNDS
Administration				
Council for Women				
	Sexual Assault	$3,022,390	$3,022,390	General Fund
	Displaced Homemakers	$314,995 $1,620,791	$314,995 $1,620,791	General Fund Divorce Filing Fees
	Domestic Violence	$5,033,499	$5,033,499	General Fund
Energy Office	NGO Formula Grant	$321,076	$321,076	Federal Funds (US DOE)
	NGO Formula Grant – In Kind Match	$22,032	$22,032	Stripper Well Fees
	NGO Formula Grant – In Kind Match	$118,764	$118,764	Federal Funds (US DOE)
Indian Affairs	Cohaire Tribe	$1,500	$1,500	Grant/Hlth & Wellness Trust
	Harnett Co Cohaire Indian Assoc	$2,000	$2,000	Grant/Hlth & Wellness Trust
	Hawkeye Indian Cultural Ctr	$2,000	$2,000	Grant/Hlth & Wellness Trust
	Sappony Tribe, High Plains Indians, Inc	$2,000	$2,000	Grant/Health & Wellness Trust
	Waccamaw Siouan Tribe	$2,000	$2,000	Grant/Health & Wellness Trust
Youth Advocacy	Grantees not selected yet	$2,000	$2,000	Grant/State Youth Council
	Grantees not selected yet	$6,500	$6,500	Mini Grant Approp/State Youth Council
Total - Administration		**$10,470,548**	**$10,470,548**	
Cultural Resources				
Archives and History	Confederate Cemetery	$2,500	$2,500	General Fund
Arts Council	Vagabond School of Drama	$40,095	$40,095	General Fund
	Lost Colony	$214,348	$214,348	General Fund
	Shakespeare Festival	$214,348	$214,348	General Fund

	Basic Grants	$3,543,360	$3,543,360	General Fund
	Grassroots Arts	$2,478,535	$2,478,535	General Fund
NC Symphony	NC Symphony Society	$1,871385	$1,871385	General Fund
Total – Cultural Resources		**$8,364,571**	**$8,364,571**	
Housing Finance Agency (HFA)				
	Housing Trust Fund	$10,000,000	$10,000,000	General Fund
Total - HFA		**$10,000,000**	**$10,000,000**	**General Fund**
Insurance				
	Fire & Rescue Dept. Grants	$956,881	$956,881	GS 20-183(7)
	Fire Dept. Grants	$3,781,949	$3,781,949	GS 105-228.5
	NC Assoc of Rescue & EMS	$670,996.08	$670,996.08	GS 58-88-30
	NC State Firemen's Assoc.	$93,627.36	$93,627.36	GS 58-88-31
Total - Insurance		**$5,503,453.44**	**$5,503,453.44**	
Office of State Budget & Management (OSBM)				
	NC Humanities Council	$93,000	$93,000	General Fund
Total - OSBM		**$93,000**	**$93,000**	**General Fund**

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2009-GEN-H36B

General

Requested by: **Representative**

FAILURE OF NONPROFITS TO COMPLY WITH OVERSIGHT AND REPORTING REQUIREMENTS

SECTION #.(a) If a report required by G.S. 143C-~~9~~-6-23 is filed five weeks or less after the due date by a non-state entity, payment of the next year's grant awards shall be on a reimbursement basis. No funds shall be paid until all previous reports due have been received and approved.

SECTION #.(b) If a report required by G.S. 143C-~~9~~-6-23 is not received or remains incomplete more than five weeks after the due date:

(1) The Office of the Attorney General shall ensure that the report is received or the grant amount is repaid and the grantee shall pay the costs of the Attorney General regarding the matter; and

(2) The grantee shall not be eligible for current or future grant funds for one fiscal year.

SECTION #.(c) This section applies only to the following:

(1) Department of Administration;
(2) Department of Cultural Resources;
(3) Department of Insurance;
(4) Department of Secretary of State;
(5) Department of Revenue;
(6) General Assembly;
(7) Office of the State Auditor;
(8) Office of the State Controller;
(9) Office of the Governor;
(10) Housing Finance Agency;
(11) Office of Administrative Hearings;
(12) Office of State Personnel;
(13) Office of State Budget and Management; and
(14) State Board of Elections;
(15) State Boards and Commissions;
(16) State Ethics Commission;
(17) Office of State Treasurer; and
(18) Office of Lieutenant Governor.

Attachment

NINE

Additional Fees Proposed - Gen Gov Fees Subcommittee

	Current Fee	Date of Last Change	New Proposed Fee	Additional Revenue from Fee FY 09-10	Additional Revenue from Fee FY 10-11	Action Required from General Assembly
Secretary of State:						
Broker/Dealer Salesperson Registration Fee	$75	2002	$100	$ 3,632,700	$ 3,632,700	Special Provision

This increase raises the Broker/Dealer Salesperson Registration fee from $75 to $100.

Office of Administrative Hearings:						
NEW FEE: Contested Case Filing Fee	-	-	$100	$ 200,000	$ 200,000	Special Provision, statutory language, legislation

Charges a new fee to contested case filings. Please note that the State will be required to reimburse this filing fee for each case they lose, estimated to be between 25% to 33%, Please refer to the attachment for more detail.

Department of Administration:						
Divorce Filing Fee	$75	2007	$150	$ 1,086,150	$ 1,086,150	Special Provision
Marriage License Fee	$50	2007	$60	$ 648,680	$ 648,680	Special Provision

Currently the Council for Women receives all $75 of the Divorce Filing Fee for Domestic Violence & Displaced Homemaker programs. This $25 increase is added to the Administrative Office of the Courts' $50 increase, for a new total fee of $150.

The current Marriage License Fee is $50, $20 of which goes to the Council for Women. With this fee increase, $30 of the $60 fee would go to the Council for Women.

Department of Insurance:				
Multiple Fees	see attachment	$1,817,861 * 9 months	$2,423,815 * 12 months	Special Provision

Various fee increases are proposed across the agency. Please refer to the detailed list attached.

Attachment TEN

Additional Fees Proposed - Gen Gov Fees Subcommittee

	Current Fee	Date of Last Change	New Proposed Fee	Additional Revenue from Fee FY 09-10	Additional Revenue from Fee FY 10-11	Action Required from General Assembly
Department of Cultural Resources:						
NEW FEE: $5 on real estate transactions	-	-	$5	$ 735,000	$ 735,000	Special Provision

This new proposed fee would charge a $5 administrative fee on all real estate transactions in North Carolina. The receipts from this fee would be directed to a special non-reverting fund that the State Board of Elections can use to fund its operations.

State Board of Elections:						
Candidate Filing Fee	1%	1959	$300/1.5%	$ 143,099	$ -	Special Provision

* 9 months

The current Candidate Filing Fee is 1% of the candidate's salary, which is paid every even-numbered year. The new proposed fee would raise the fee to a flat rate of $300 for State legislators, and 1.5% for all other candidates. The receipts from the additional 0.5% will be directed to a special non-reverting fund that the State Board of Elections can use to fund its operations.

TOTAL FEES PROPOSED:	**$ 8,263,490**	**$ 8,726,345**

Rep. Steen
Fees

Attachment
ELEVEN

NC State Government Fee Reporting System. **NC Department of Insurance Fees and Proposed Fees Changes**

Fee Title	Current Rate	Inflationary Increase	DOI proposed new rate	Additional Revenue Generated by DOI Proposed Increase	Statutory Authority	Administrative Authority	Notes:
Premium Finance Company License Initial License A	$300	$419.00	$600	$1,800	GS 58-35-5 GS58-35-95	11 NCAC 13.0303(12)	
Premium Finance Company License Branch-Initial/Renewal	$50	$70.00	$100	$100	GS 58-35-5 GS 58-35-95	11NCAC13.0303(12),11NCAC13.0311, 11NCAC13.0304(b)	
Premium Finance Company License Initial License B	$1,200	$1,679.00	$2,400	$3,600	GS 58-35-5 GS58-35-95	11 NCAC 13.0303(12)	
Premium Finance Company License/Renewal License B	$1,200	$1,679.00	$2,400	$9,600	GS 58-35-5 GS58-35-95	11 NCAC 13.0304(b), 11 NCAC 13.0301(2)	
Premium Finance Company License/Renewal License A	$300	$419.00	$600	$82,800	GS 58-35-5 GS58-35-95	11 NCAC 13.0304(b), 11 NCAC 13.0301(2)	
Inspectors-Limited Certification renewal late fee	$2	$2.62	$4	$18	GS 143-151.16	11 NCAC 8.0507	Needs Statute Change
Inspectors-Standard Certification renewal late fee	$2	$2.62	$4	$1,840	GS 143-151.16	11 NCAC 8.0709	Local Government Funds
Validation Stamps - all Other Modular Components	$60	$98.00	$80	$0	GS 143-139.1	State Building Code-Vol VIII-Section 301, Rule 11	Requires Bd Approval
Validation Stamps - Third Party Inspection Agency-Annual Renewal License Fee	$200	$326.00	$220	$160	GS 143-139.1	State Building Code-Vol VIII-Section 301, Rule 11	Requires Bd Approval
Validation Stamps - Third Party Inspection Agency-Initial Application Review Fe	$500	$815.00	$600	$0	GS 143-139.1	State Building Code-Vol VIII-Section 301, Rule 11	Requires Bd Approval
Validation Stamps - Manufacturer Certification Manual Initial Review Fee	$1,000	$1,631.00	$1,500	$3,000	GS 143-139.1	State Building Code-Vol VIII-Section 301, Rule 11	Requires Bd Approval
Validation Stamps - Manufacturers Registration/Renewal Fee	$100	$163.00	$120	$2,700	GS 143-139.1	State Building Code-Vol VIII-Section 301, Rule 11	Requires Bd Approval
Validation Stamps - Manufacturers Late Registration/Renewal Fee	$25	$40.00	$30	$110	GS 143-139.1	State Building Code-Vol VIII-Section 301, Rule 11	Requires Bd Approval
Validation Stamps - Panelized Modular Component	$1	$1.63	$1	$4	GS 143-139.1	State Building Code-Vol VIII-Section 301, Rule 11	Requires Bd Approval
Validation Stamps - Third Party Inspection agency-Annual License Fee	$200	$326.00	$220	$0	GS 143-139.1	State Building Code-Vol VIII-Section 301, Rule 11	Requires Bd Approval
Validation Stamps - Modular Reviews and Inspects	$1-$1,000	$1.63	$2-$1,500	$6,737	GS 143-139.1	State Building Code-Vol VIII-Section 301, Rule 11	Requires Bd Approval
Sale of Publications - NC Adm and Policies 2006	$43	$45.00	$45	$892	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - NC Manufactured/Mobile Home Revisions	$6	$7.22	$7	$0	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - Volume IX-Existing Bd Revision	$5	$6.40	$6	$0	GS 143.138	11NCAC 08.0203	Requires BCC Approval
Sale of Publications - NC Energy Code 2006	$34	$35.70	$35	$425	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NC Electrical Code 2006	$77	$81.71	$80	$149	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NC Fire Prevention Code 2006	$70	$75.00	$75	$800	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NC Fuel Gas Code 2006	$60	$63.46	$65	$2,755	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NC Residential Code 2006	$66	$69.81	$70	$4,820	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NCManu/Mobile Home Regs	$27	$28.00	$30	$350	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - Build Code Council Subscriptio	$60	$76.00	$65	$0	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NC Mechanical Code Revisions	$10	$10.28	$12	$0	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NC Electrical Code Revisions	$5	$6.00	$6	$0	GS 143.138	11NCAC 08.0203	Requires BCC Approval
Sale of Publications - NC Fire Prevention Code Revisi	$10	$10.28	$12	$0	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NC Fuel Gas Code Revision	$10	$10.28	$12	$0	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NC Building Code - 2006	$85	$87.42	$90	$2,675	GS 143-138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NC Residential Code 2002	$46	$48.13	$48	$73	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation

Fee Title	Current Rate	Inflationary Increase	DOI proposed new rate	Additional Revenue Generated by DOI Proposed Increase	Statutory Authority	Administrative Authority	Notes:
Sale of Publications - VIII-Modular Construction Regs	$5	$6.40	$6	$41	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NC Plumbing Code 2002	$40	$48.16	$42	$0	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NC Electrical Code 2002	$50	$60.00	$55	$0	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - Vol IC-Accessibility Code	$50	$52.00	$52	$1,145	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NC Fire Prevention Code 2002	$40	$48.00	$42	$0	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - NC Adm and Enforcement Code 2002	$41	$43.00	$43	$338	GS 143.138	11NCAC 08.0203	Requires ICC Contract Negotiation
Sale of Publications - Vol IC - Access Code (CD)	$50	$52.00	$52	$75	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - NC Plumbing Code 2006	$60	$63.00	$62	$1,326	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - NC Plumbing Code Revisions	$10	$10.28	$12	$0	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - NC Mechanical Code 2002	$40	$48.16	$42	$0	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - NC Building Code 2002	$50	$60.00	$52	$0	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - NC Electrical Code 2006	$85	$84.19	$90	$490	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - NC Energy Code Revisions	$10	$10.28	$12	$0	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - NC Fuel Gas Code 2002	$40	$48.16	$42	$0	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - Vol IX-Existing Buildings	$28	$35.00	$30	$98	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - NC Energy Code 2002	$28	$33.00	$30	$0	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - NC Code Officials QB Rule/REGS	$5	$6.40	$6	$72	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - NC Building Code Revisions	$10	$10.28	$12	$0	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - Vol IC-Access Code Revisions	$10	$10.28	$12	$6	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - NC Residential Code Revisions	$10	$10.28	$12	$0	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Sale of Publications - NC Mechanical Code 2006	$60	$63.00	$63	$1,230	GS 143.138	11NCAC 08.02	Requires ICC Contract Negotiation
Manufactured Housing Board License - Manufacturer	$300	$489.00	$320	$800	GS 143.143.11	11 NCAC 8.0905	Needs Statute Change
Manufactured Housing Board License - Dealer	$250	$407.00	$265	$6,450	GS 143.143.11	11 NCAC 8.0905	Needs Statute Change
Manufactured Housing Board License - Set-Up Contractor	$250	$407.00	$265	$4,470	GS 143.143.11	11 NCAC 8.0905	Needs Statute Change
Manufactured Housing Board License - Salesman	$25	$40.00	$35	$14,790	GS 143.143.11	11 NCAC 8.0905	Needs Statute Change
Manufactured Housing Board License - Renewal-Late Fee-Salesman	$25	$26.00	$35	$770	GS 143.143.11	11 NCAC 8.0905	Needs Statute Change
Manufactured Housing Board License - Late Renewal Fee-mfg	25.00 to 300.00	26-317	$30-$320	$15	GS 143-143.11(e)	11 NCAC 8.0905	Requires Bd Approval
Manufactured Housing Board License - Transfer of Salesman License	$15	$25.00	$17	$310	GS 143.138.11	11 NCAC 8.0905	Requires Bd Approval
Collection Agency License	$500	$782.00	$1,000	$456,000	GS 58-70-5(j), 58-70-35,		
Motor Club License-Main Office-Renewal	$300	$469.00	$600	$24,900	GS 58-69-10(2)	11 NCAC 13.0402,13.0403(8),13.0404(4)	
Motor Club License-Branch/Initial/Renewal	$50	$78.00	$100	$600	GS 58-69-10(3)	11 NCAC 13.0402,13.0403(8),13.0404(4)	
Bail Bond Runner Initial License Fee	$60	$91.00	$120	$1,320	GS 58-71-55,58-71-70,58-71-180	11 NCAC 13.0503(6)(7)	Currently $123 with $60 being license fee, other for SBI check and exam. Request increase to $120 license fee
Bail Bond Runner Renewal Fee	$60	$91.00	$120	$9,840	GS 58-71-55,58-71-75,58-71-180	11 NCAC 13.0502	

NC Department of Insurance Fees and Proposed Fees Changes

Fee Title	Current Rate	Inflationary Increase	DOI proposed new rate	Additional Revenue Generated by DOI Proposed Increase	Statutory Authority	Administrative Authority	Notes:
Bail Bond Surety and Professional Initial License Fee	$100	$152.00	$200	$23,800	GS 58-71-55,58-71-70,58-71-180	11 NCAC 13.0503(6)(7)	Currently $163 with $100 being license fee, other SBI check and exam. Request increase to $200 license fee
Bail Bond Surety and Professional Renewal Fee	$100	$152.00	$200	$106,600	GS 58-71-55,58-71-75,58-71-180	11 NCAC 13.0502	
NC Manufactured Housing	$55	$56.00	$60	$2,425	GS143-143.10A		Requires Bd Approval
Home Inspector Application Package	$5	$7.00	$7	$16	GS 143-151.57	11 NCAC 8.1011	Requires BD Approval
Associate Application Fee	$15	$21.00	$17	$176	GS 143-151.57	11 NCAC 8.1011	Requires Bd Approval
Home Inspector Application Fee	$25	$35.00	$35	$2,700	GS 143-151.57	11 NCAC 8.1011	Requires Bd Approval
License Fee Associate Inspector	$100	$143.00	$110	$500	GS 143-151.57	11 NCAC 8.1011	Requires Bd Approval
Exam Fee	$75	$107.00	$80	$2,315	GS 143-151.57	11 NCAC 8.1011	Requires Bd Approval
License Fee Home Inspector	$150	$215.00	$160	$2,190	GS 143-151.57	11 NCAC 8.1011	Requires Bd Approval
Renewal Fee Associate Inspector	$100	$143.00	$110	$1,560	GS 143-151.57	11 NCAC 8.1011	Requires Bd Approval
Renewal Fee Home Inspector	$150	$215.00	$160	$13,480	GS 143-151.57	11 NCAC 8.1011	Requires Bd Approval
Late Renewal Fee Associate Inspector	$15	$21.00	$17	$56	GS 143-151.57	11 NCAC 8.1011	Requires Bd Approval
Late Renewal Fee Home Inspector	$25	$35.00	$27	$304	GS 143-151.57	11 NCAC 8.1011	Requires Bd Approval
Business/Shop/Salon Permit -			No change				
Business/Shop/Salon Permit - CCRC Annual Disclosure Stmt Filing	$100	$109.00	$1,000	$45,900	GS 58-64-30(b)		NCDOI fee is very low compared to other states. NH charges $800 plus a fee for each disclosure statement reviewed. Due to the increased complexity of financing arrangements and disclosure statements, recommend we increase to $1,000. If a CCRC operates
Business/Shop/Salon Permit - Health Maintenance Organization License Fee	$1,500	$1,586.00	$2,000	$6,000	GS 58-67-160		Current HMO license app fee of $250 - CHANGE to $500 for consistency with proposal for other insurance companies and current license continuation fee of $1500 - CONSIDER change to $1800. NC has one fee that encompasses the license application fee and th
Business/Shop/Salon Permit - Insurance Company License Fee	$1,500	$1,919.00	$2,500	$1,293,000	GS 58-6-7(a)		Insurance Company License Continuation Fee currently $1500 (excludes CFM, Fraternal, HMO). The recommended increase would generate an additional $1.3 million in revenue.
Business/Shop/Salon Permit - Risk Purchasing Group License Fee	$50	$81.00	$100	$11,350	GS 58-22-70		
Business/Shop/Salon Permit - Risk Retention Group License Fee	$1,000	$1,279.00	$1,500	$46,000	GS 58-22-70		Increased from $500 in 1999. Since it has been 10 years since the last $500 increase, we should consider an increase to at least $1,500.

Fee Title	Current Rate	Inflationary Increase	DOI proposed new rate	Additional Revenue Generated by DOI Proposed Increase	Statutory Authority	Administrative Authority	Notes:
Business/Shop/Salon Permit - Service Corporation License Fee	$1,500	$1,586.00	$2,500	$2,000	GS 58-65-55		This currently applies to only two insurers (BCBSNC and Delta Dental). Recommend a two tiered increase. The current fee for a single service HMDI (Delta Dental) and a $2,500 for a full service HMDI (BCBS).
Business/Shop/Salon Permit - Surplus Lines License Fee	$500	$815.00	$1,000	$83,000	GS 58-21-20C	12001222	No change since 1989. Recommend we increase to $1,000.
Business/Shop/Salon Permit - Accredited Reinsurer License Fee	$500	$737.00	$750	$10,500	GS 58-7-21(b)(2)(d)	12001222	We are currently in the middle of the range compared to other states.
Other Licenses, Fees & Permits		$407.00					
Filing and Examining application for Admission	$250	$407.00	$1,000	$35,250	GS 58-6-5(1)		Increased from $20.00 in 1989. The current fee is very low compared to other states, which charge from $500 to almost $2500. Recommend we increase fee to $1000 to bring inline with other states and to more adequately cover the cost of reviewing admissio
CCRC Application Fee	$200	$326.00	$500	$1,500	GS 58-64-5(b)		Increase due to complexity and increased exposure and resulting reviews required.
Risk Retention Group application Fee	$250	$407.00	$500	$1,750	GS 58-22-70		No change since 1989. Recommend an increase to $500. We get about 5 to 10 applications.
Health Maintenance Organization application Fee	$250	$264.00	$500	$3,500	GS 58-67-160		Not much impact given 1 or 2 applications every few years.
Surplus Lines application Fee	$250	$407.00	$500	$3,500	GS 58-21-20(C)		No change since 1989. Recommend we increase to $500. In an average year, we get about 10-15 applications.
Risk Purchasing Group registra	$50	$81.00	$500	$10,350	GS 58-22-70		Recommend an increase to $500 in order to mirror the fee charged for risk retention groups. The increase of $450 in one year may not be attainable.
Inspection/Examination Fees - Third Party Administrator License Fee	$100	$156.00	$300	$48,800	GS 58-56-51(b)		
Viatical Settlement Broker	$100	$120.00	$500	$14,800	GS 58-58-210(c)		

Attachment
12

North Carolina Department of Cultural Resources

Date: June 1, 2009

To: General Government Fee Subcommittee

From: Department of Cultural Resources

Subject: Fee on Deeds for the Management and Preservation of Public Records for an Archives and Records Management Fund

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Proposal: To establish the "Archives and Records Management" (ARM) Fund which would help support public records management and preservation, by charging a $5 administrative fee on real estate transactions in the state. These funds are needed to provide essential records management and archival services for public records statewide as directed by G.S. 121 and G.S. 132.

There is a pressing need to find a predictable income stream to deal with modern technological challenges as well as the traditional records formats preserved in the State Archives. Electronic communications have revolutionized the way information is managed, stored and delivered. This new technology requires new expertise and funding to schedule, preserve, and access email and other born digital public records.

It is estimated that the collection of this $5 fee on deeds, for the Archives and Records Management Fund, will generate approximately $725,000 in FY 2009-2010 and $1,125,000 in FY 2010-2011 that could be used to offset appropriated funds to DCR. The establishment of this fund also will allow DCR to upgrade its infrastructure in Archives and Records to meet the needs of electronic records technology of the 21st century. The department will have increased responsibilities under Executive Order 150 for e-mail management in cooperation with the state office of Information Technology Services.

Beginning in FY 2010-2011 this non-reverting special revenue fund will support the current operating costs of the Archives and Records Section of the Department of Cultural Resources (DCR) and will support the transfer of six appropriated positions to receipt-supported positions, reducing appropriated funds for this section. The six positions proposed for transfer to receipts in FY 2010-2011 are:

Records Management Analyst I ($51,932)
Archives and Records Professional ($45,372)
Records Management Analyst I ($48,163)
Records Management Analyst II ($46,480)
Archives and Records Professional ($42,132)
Archives and Records Professional ($43,781)

Operating expenses and salaries total approximately $758,379 for FY 2009-2010 and may be eliminated from state funds in FY 2010-2011.

Projected Revenue and Recommended Expenditures from the Archives and Records Management Fund (ARM)

Fees from the Archives and Records Management Fund would support the following operating expenses of the Archives and Records Section within the Department of Cultural Resources, in addition to six currently appropriated positions:

Fund	Code	Description	Appropriated from General Fund in FY 2009-2010 (Authorized 2008-2009 budget)	Projected Expenditures from ARM Fund for 10/1/2009 through 6/30/2010	Fee-Based Support from ARM Fund beginning in FY 2010-2011	Prioritized Core Needs for ARM Fund beyond Operating Expenses for FY 2010-2011 and subsequent years	
						PRIORITY #	
1230	532140	Information Technology	$0		$0		
1230	532185	Waste Removal	$428		$428		
1230	532199	Misc. Contractual Services	$993		$993	(2)	$80,000
1230	532200	Utility/Energy Services	$17,346		$17,346		
1230	532300	Repair Services	$2,915		$2,915		
1230	532400	Maintenance Agreements	$47,515	* $32,000	$47,515	(3)	$32,000
1230	532500	Rentals/Leases	$142,765		$142,765		
1230	532700	Travel & Other Emp. Exp.	$26,120		$26,120		
1230	532800	Comm. & Data Processing	$33,753	** $100,000	$33,753	(1)	$350,000
1230	532900	Other Services	$4,606		$4,606		
		Total Purchased Services:	**$276,441**	**$132,000**	**$276,441**		**$462,000**
1230	533100	General Admin. Supplies	$1,700		$1,700		
1230	533900	Other Materials & Supplies	$124,734		$124,734		
1230	534534	Data Proc. Equipment and Software		*** $217,000		(6)	$2,500
1230	534539	Equipment	$71,881		$71,881	(5)	$15,000
1230	534600	Art, artifacts, Literature	$502		$502		
1230	535800	Other Administrative Exp.	$5,261		$5,261	(4)	$12,000
		Total Supplies and Equipment:	**$204,078**	**$217,000**	**$204,078**		**$29,500**
		Total Operating Budget Archives and Records	**$480,519**	**$349,000**	**$480,519**		**$491,500**

Funds accumulated from October 1, 2009 through June 30, 2010, will be used to procure critically needed equipment and provide services that are core to the mission of the Archives and Records Section:

* **1230 532400** - $32,000 for maintenance services on newly purchased 35 mm document archive writer and additional server space for 40 terabytes to maintain email and electronic records of enduring value.

** **1230 532800** - $100,000 to obtain programming to complete the Structured Query Language (SQL) version of the Manuscript and Archives Reference System (MARS), the online catalog for the Archives and Records Section. The current software is 26 years old, unsupported, and must be migrated to a modern platform in order to survive.

*** **1230 534534** - $217,000 for purchase of a 35 mm document archive writer to produce security microfilm from electronic state and local records. Additionally, 40 terabytes of server space will be purchased to store and access e-mail and other electronic public records of enduring value.

Total: $349,000

Prioritized core program needs for archival and records management services that can be addressed through future revenues from the ARM Fund beyond operating expenses are:

(1) **1230 532800** - $350,000 for the installation of records management software and an inventory control system in the State Records Center and the State Archives

(2) **1230 532199** - $80,000 for conservation of original records including photographic materials

(3) **1230 532400** - $32,000 for maintenance services on newly purchased 35 mm document archive writer and additional server space for 40 terabytes to maintain email and electronic records of enduring value.

(4) **1230 535800** - $12,000 for renewal of agreement with the Internet Archive for capture and preservation of government records' Web sites

(5) **1230 534539** - $15,000 to obtain a scanner with a book cradle to scan fragile books

(6) **1230 534534** - $2,500 for purchase of a document scanner for collections management

Total: $491,500

The following Archives and Records salaries will transfer from appropriated positions to receipt-supported positions in FY 2010-2011:

Fund	Code	Description	Appropriated from General Fund in FY 2009-2010 (Authorized 2008-2009 budget)	Projected Expenditures from ARM Fund for 10/1/2009 through 6/30/2010	Fee-Based Support from ARM Fund beginning in FY 2010-2011	* Funding for an Electronic Records Archivist and a Photo Lab Technician in FY 2010-2011
1230	531211	SPA – Reg Salaries –	$218,428		$218,428	$68,307
1230	531511	Social Security Contributions	$16,709		$16,709	$5,225
1230	531511	Retirement Contributions	$17,781		$17,781	$5,560
1230	531561	Med Ins Contributions	$24,942		$24,942	$8,314
		Total Salaries and Benefits:	**$277,860**		**$277,860**	**$87,406**
		Total Operating Expenses and Salaries:	**$758,379**	**$349,000**	**$758,379**	**$87,406**

*Essential positions potentially funded through future ARM Fund revenue beyond operating expenses. A photo lab technician IV is needed to operate an Archives Writer and an electronic records archivist is needed to help develop an electronic records archives and schedule electronic records, including e-mail.

Note: The Department of Cultural Resources was asked to contact stakeholders for feedback about the proposed $5 fee on deeds. Attorneys, registers of deeds, and Realtors were specifically mentioned.

The Register of Deeds Association was contacted and the key points were that any new fee attached to deed filing likely will be met with opposition by some registers regardless of what the fee would fund or support. An additional fee would have less opposition if part of the fee would remain with the register's office. It also was suggested that once the fee proposal came out of committee that DCR formally discuss it with the Register of Deeds Association.

Feedback from Realtors Assn. and State Bar include:

Rick Zechinni – NC Realtors Assn and John McMillian -

This is something they would oppose. They don't want any more fees and costs on transactions. Sympathetic to the mission but Realtors seem to be a target for raising money. Developers are the ones who get hit. It's well intended but it's the wrong source.

It's out there for benefit of multiple users – broad use and there should be broad sources of support. They have agreed to have conversations with the Department about this.

Management of the Archives and Records Management Fund:

It is proposed that the Archives and Records Management Fund be managed in the following manner:

- An Archives and Records Management Support fee would be levied on each instrument by which any interest in real property is conveyed to another person (real estate transactions). The fee would be $5.

- The transferor (seller) must pay the fee to the register of deeds of the county in which the real estate is located before recording the instrument of conveyance.

- The register of deeds of each county must remit the proceeds of the fee levied to the county finance officer. The finance officer of each county must remit the proceeds, less the county's allowance for administrative expenses, to the Department of Cultural Resources, division of Archives and Records, into the ARM Fund, on a monthly basis.

- A county may retain two percent (2%) of the amount of fee receipts allocated for remittance to the Department of Cultural Resources and the ARM Fund as compensation for the registers of deeds' cost in collecting and remitting the Fund's share of the fee.

- The Fund, beginning partly in 2009-2010 and fully in 2010-2011 would support the general operating expenses within the division of Archives and Records in the Department of Cultural Resources, including salaries and benefits of six currently appropriated positions, and would support future enhancements to the Archives and Records program.

- The fee would take effect October 1, 2009 and would accrue in the Archives and Records Management Fund for nine months, prior to the transition to fee-based program. Current operating expenses of the Archives and Records Division would be appropriated for the 2009-2010 fiscal year. Savings would be realized in 2010-2011 and ongoing years.

- Normal auditing and reporting procedures would be followed in providing complete financial accountability for the ARM Fund.

Secretary of State Leased Facilities at Old Wachovia and One Exchange Plaza

SOS Division	Employees	Approx. Sq. Ft.	FY 2010 Lease Cost
Certification and Filing Division	52	17,046	$312,586
Securities Division	34	9,080	$142,685
Charitable Solicitation and Licensing	9	4,800	$95,664
	95	30,926	$550,935

Note:

> Relocation subject to the standard "Availability of Funds" contingency provision in State leases which authorizes the General Assembly to determine that a lease be cancelled.
> Upfit costs associated with a move can not be determined until specific "new" space is identified.
> For operating efficiency considerations SOS strongly recommends not "splitting" any Division
> Information Technology costs may be impacted by distance to a new location

OFFICE OF ADMINISTRATIVE HEARINGS

PROPOSAL FOR FILING FEES

JANUARY 2009

TYPE OF CASE		NUMBER FILED FYE 6-30-08	PROPOSED FILING FEE	ESTIMATED REVENUE
ABC	**	460	100.00	46,000.00
COM		1	100.00	100.00
CPS		47	100.00	4,700.00
CRA/CSE/DCS *	*	337	0.00	0.00
DAG		4	100.00	400.00
CON		94	200.00	18,800.00
DHHS-NON CON OR MEDICAID		947	100.00	94,700.00
DOC		4	100.00	400.00
DOJ		86	200.00	17,200.00
DOL		2	100.00	200.00
DOT		3	100.00	300.00
DST		12	100.00	1,200.00
EDC *	*	33	0.00	0.00
EDC-TEACHER CERTIFICATION		25	100.00	2,500.00
EEOC *	*	86	0.00	0.00
EHNR		409	150.00	61,350.00
INS		32	100.00	3,200.00
OSP		164	100.00	16,400.00
REV		15	150.00	2,250.00
SOS		32	100.00	3,200.00
UNC		39	100.00	3,900.00
BOARDS/COMM		29	200.00	5,800.00
				282,600.00

* The Office of Administrative Hearings may not be able to charge a filing fee on mandated Federal causes of action.

** The majority of these cases are brought by the state and it has been discussed in subcommittee meetings that the state may be exempted from paying the fee.

There would be a general decline in contested case filings if a filing fee is established. OAH does not have any way of anticipating the effect of this decline on the above estimates. For planning purposes, OAH estimates that initially the maximum annual filing fee receipts not exceed 200,000

A special statutory provision would be required for the Office of Administrative Hearings to charge a filing fee on contested case filings. The statutory provision must contain language that would enable the Administrative Law Judge to tax the cost against the losing party at the conclusion of the hearing, as well as authority to waive fees for *In Forma Pauperis* cases. Additionally, the Office of Administrative Hearings has no authority to enforce the payment of fees once they have been assessed either to the state or a private party. This would have to be addressed in legislation.

House Appropriations Subcommittee on General Government

Responses to Follow up Questions

STATE TREASURER

Department of State Treasurer:

- Can shredding services be shared across multiple agencies and/or conducted in-house? (Rep. Floyd)
- What are the *true* costs of travel across the agency? (Rep. Floyd)
- Please provide a detailed budget for the Financial Literacy Position (Program) (Rep. Fisher)
- When institutions are found to be in non-compliance (escheats fund stuff), are they fined by DST? (Rep. Cleveland)

Financial Literacy program		
Salary	$ 59,000.00	
Social Security	4,513.50	
Retirement	4,802.60	
Health Insurance	4,157.00	
Total salary and benefits	72,473.10	
Travel	3,500.00	Mileage reimbursement to targeted areas. Average distance between four major targets (Rocky Mount, Lumberton, Lexington, and Gastonia) is 250 miles. Number calculated by multiplying by $.505, assuming there is no state car available for travel.
Financial Literacy Programming	1,500.00	Brochures and other information on retirement, life-crisis management, homeownership, and foreclosures for NC residents in target counties (Robeson, Edgecombe, Gaston, and Davidson) - 1,500 brochures per county @ an estimated cost of $.25 per brochure
Bank On Initiative	1,000.00	Brochures, web hosting, domain registration, and advertisements for initiatives geared toward providing bank accounts to unbanked individuals in Durham, Fayetteville, and Charlotte, among other areas. Program is in conjunction with the NC Commissioner of Banks and the PEW Charitable Trusts, which donates design services
Conferences	2,000.00	Event space, catering, and other costs for "Future of Retirement" and "Women and Money" conferences with leaders from the financial sector and the general public.
Total estimated costs for Financial Literacy Program	$ 80,473.10	

§ 116B-72. Requests for reports and examination of records.

(a) The Treasurer may require a person who has not filed a report, or a person who the Treasurer believes has filed an inaccurate, incomplete, or false report, to file a verified report in a form specified by the Treasurer. The report must state whether the person is holding property reportable under this Chapter, describe property not previously reported or as to which the Treasurer has made inquiry, and specifically identify and state the value of property that may be in issue.

(b) The Treasurer, at reasonable times and upon reasonable notice, may examine the records of any person to determine whether the person has complied with this Chapter. The Treasurer may conduct the examination even if the person believes it is not in possession of any property that must be reported, paid, or delivered under this Chapter. The Treasurer may contract with any other person to conduct the examination on behalf of the Treasurer.

(c) The Treasurer at reasonable times may examine the records of an agent, including a dividend disbursing agent or transfer agent, of a business association that is the holder of property presumed abandoned if the Treasurer has given the notice required by subsection (b) of this section to both the association and the agent at least 90 days before the examination.

(d) Documents and working papers obtained or compiled by the Treasurer, or the Treasurer's agents, employees, or designated representatives, in the course of conducting an examination are confidential, but the documents and papers may be:

(1) Used by the Treasurer in the course of an action to collect unclaimed property or otherwise enforce this Chapter;

(2) Used in joint examinations conducted with or pursuant to an agreement with another state, the federal government, or any other governmental subdivision, agency, or instrumentality;

(3) Produced pursuant to subpoena or court order; or

(4) Disclosed to the abandoned property office of another state for that state's use in circumstances equivalent to those described in this subsection, if the other state is bound to keep the documents and papers confidential.

(e) If an examination results in the disclosure of property reportable under this Chapter, the Treasurer may assess, against a holder who made a fraudulent report, the cost of the examination at the rate of two hundred dollars ($200.00) a day for each examiner, or a greater amount that is reasonable and was incurred, but the assessment may not exceed the value of the property found to be reportable. The cost of an examination made pursuant to subsection (c) of this section may be assessed only against the business association.

(f) If a holder does not maintain the records required by G.S. 116B-73 and the records of the holder available for the periods subject to this Chapter are

insufficient to permit the preparation of a report, the Treasurer may require the holder to report and pay to the Treasurer the amount the Treasurer reasonably estimates, on the basis of any available records of the holder or by any other reasonable method of estimation, should have been, but was not reported. (1979, 2nd Sess., c. 1311, s. 1; 1981, c. 671, s. 18; 1999-460, s. 6.)

§ 116B-77. Interest and penalties; waiver.

(a) A holder who ***fails*** **to report, pay, or deliver property** within the time prescribed by this Chapter shall pay to the Treasurer interest at the rate established pursuant to this subsection on the property or value of the property from the date the property should have been reported, paid, or delivered. On or before June 1 and December 1 of each year, the Treasurer shall establish the interest rate to be in effect during the six-month period beginning on the next succeeding July 1 and January 1, respectively, after giving due consideration to current market conditions. If no new rate is established, the rate in effect during the preceding six-month period shall continue in effect. The rate established by the Treasurer may not be less than five percent (5%) per year and may not exceed sixteen percent (16%) per year.

(b) A holder who ***willfully fails*** **to report, pay, or deliver property** within the time prescribed by this Chapter, or willfully fails to perform other duties imposed by this Chapter, shall pay to the Treasurer, in addition to interest as provided in subsection (a) of this section, a civil penalty of one thousand dollars ($1,000) for each day the report, payment, or delivery is withheld, or the duty is not performed, up to a maximum of twenty-five thousand dollars ($25,000), plus twenty-five percent (25%) of the value of any property that should have been but was not reported.

(c) A holder who **makes a** ***fraudulent*** **report** shall pay to the Treasurer, in addition to interest as provided in subsection (a) of this section, a civil penalty of one thousand dollars ($1,000) for each day from the date a report under this Chapter was due, up to a maximum of twenty-five thousand dollars ($25,000), plus twenty-five percent (25%) of the value of any property that should have been but was not reported.

(d) The Treasurer for good cause may waive, in whole or in part, interest under subsection (a) of this section and penalties under subsection (b) of this section. (1979, 2nd Sess., c. 1311, s. 1; 1989, c. 114, s. 4; 1999-460, s. 6.)

§ 116B-74. Discretionary precompliance review.

A holder may request the Treasurer to conduct a precompliance review of the holder's compliance program to educate the holder's employees on the unclaimed property laws and filing procedures and to recommend ways to facilitate the holder's compliance with the law. Subject to the availability of staff, the Treasurer may conduct a precompliance review upon request. The Treasurer may charge the

holder a **precompliance review fee of up to five hundred dollars ($500.00) per day** for conducting this review. (1999-460, s. 6.)

§ 116B-60. Report of abandoned property; certification by holders with tax return.

(a) A holder of property presumed abandoned shall make a report to the Treasurer concerning the property.

....

(e) Before the date for filing the report, the holder of property presumed abandoned may request the Treasurer to extend the time for filing the report. A request for an extension for filing a report shall be accompanied by an extension processing fee of ten dollars ($10.00). The Treasurer may grant the extension for good cause. The holder, upon receipt of the extension, may make an interim payment on the amount the holder estimates will ultimately be due, which terminates the accrual of additional interest on the amount paid.

Position	Salary
Chief Investment Officer	$ 340,000
Director of Real Estate Investments	210,000
Director of Public Equity and Hedge Fund Investments	220,000
Director of Fixed Income Investments	210,000

State of North Carolina
Department of State Treasurer
Investment Management Division

RICHARD H. MOORE
TREASURER

PATRICIA GERRICK
DEPUTY TREASURER

TO: Richard H. Moore

FROM: Patricia J. Gerrick

DATE: October 10, 2008

RE: Investment Professional's Compensation Plan Recommendation

Attached for your review is a revised recommendation of the North Carolina Department of State Treasurer Investment Professional's Compensation Plan incorporating your comments and results of due diligence meetings with public pension plans and professionals with expertise in public fund compensation...including Virginia Retirement System, South Carolina Retirement System, McLagan Partners, Ennis Knupp and Associates

The draft contains an overview and policy statement based upon

1. McLagan Compensation Survey – September 30, 2008
   Asset class Forward Looking Risk return Allocation Expectations
3. Ennis Knupp – review of Target Performance and Benchmarks
4. McLagan Competitive Compensation Analysis June 10, 2008
5. State of Virginia Retirement System 2008-2009 Compensation Plan
6. McLagan Incentive Pay Practices at Public Plans
7. North Carolina Investment Division Organizational Structure, Strategic Goals, and G.S. 135-96 Section 5.

Major Policy Recommendations

- Strategic Policy for Compensation – Recommendation targets total compensation at the 75th percentile of a peer group consisting of other large public funds with assets in excess of $40 billion that internally manage a portion of their fund's assets.

- Total compensation is targeted at the median (75th percentile). At expected performance, actual awards equal the target and results in total cash compensation that approximates the 75th percentile of the peer universe. At maximum performance, the resulting total cash compensation can be significantly higher than the 75th percentile of the target peer group.

- The recommendation provides for target incentive at 50% for the CIO and 40% for Investment Directors with a maximum incentive at 2X target.

- Bonus Structure provides for :
  CIO –Total Fund Performance 3 and 5 years weighted equally
  Investment Directors –Asset Class 60% and Total Fund performance 40% for 3 and 5 years.

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Web Page: http://www.nctreasurer.com

State of North Carolina
Department of State Treasurer
Investment Management Division

RICHARD H. MOORE
TREASURER

PATRICIA GERRICK
DEPUTY TREASURER

- Deferred Compensation Program is incorporated with returns credited quarterly based upon Total Fund Performance

Christopher Murphy of McLagan has reviewed the Compensation Plan. The Risk Analysis and bonus calculation metrics were reviewed by Michael Sebastian of Ennis Knupp. The formal opinion regarding reasonableness is included in the attached package.

An additional recommendation for non-exempt adjustments is also incorporated based upon the October 2008 McLagan Compensation Survey. This group of twelve investment professionals has positively responded to the challenges of the market during the past year. The group includes 6 advance degrees and/or CFA certifications. As indicated by the McLagan study these positions will remain below the median public fund with assets in excess of $40 Billion if recommended increases are awarded. This is based on salary not total compensation comparisons to other public funds.

Office of State Personnel has also acknowledged the discrepancy in pay levels. The approved increases were not awarded due to lack of funding last year. . In addition, unfilled positions within investments are budgeted at levels at which qualified professionals will accept offers. For example two analysts were hired in 2008 with a budget of)00. In order to recruit qualified applicants we offered $71,000 each. As a result, salaries allocated to vacant positions were reduced within the budget. We are now recruiting for these positions and will not have sufficient funds if reserves are not increased.

We are working through a process with Office of State Budget to clarify the intent of 2008 legislation regarding exempt salaries. As a result the original non exempt salary recommendation was amended to reflect funds currently available in Salary Reserve pending resolution of the issue.

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ENNISKNUPP

MEMORANDUM

To: Patricia J. Gerrick
North Carolina Department of State Treasurer
From: Mike Sebastian
Date: December 23, 2008

Re: Review of Incentive Compensation Targets

Summary
EnnisKnupp was asked to review the incentive compensation targets for NCRS. This memorandum presents the results of our review. We believe that the excess return targets are reasonable and represent an achievable but difficult and competitive goal at the asset class and total fund levels. Below, we describe and comment on the targets and the methodology used to develop them.

Analysis
We believe that, when setting performance targets, it is important to take into account the level of tracking error in the investment program; it is reasonable to expect that skilled active management will produce excess returns, over time, proportional to the level of tracking error taken in the process of producing those returns. This linkage of performance target is often achieved by specifying a desirable information ratio (IR), and combining that IR with an estimate of tracking error to obtain an alpha target. The information ratio is defined as follows:

IR = Alpha / Tracking Error

Typically, an IR target is established, and combined with an estimate of tracking error, resulting in an alpha target using the definition of IR.

Alpha = IR x Tracking Error

Total Fund Information Ratio
There is no universally accepted level of IR that is considered a desirable outcome, other than one that is positive (associated with above-benchmark returns). However, based on our experience with similar public fund investment programs and their return histories and expectations, we believe that an IR of approximately 0.30 represents an achievable yet difficult and competitive performance target at the total fund level. (It should be

noted that the typical active investment manager fails to outperform a well-constructed benchmark, let alone generate a favorable information ratio, over most historical time periods.) This IR expectation is consistent with Staff's proposal.

Asset Class Information Ratios

In developing alpha targets for individual asset classes, a similar approach using IRs may be used. In order to set alpha targets at the asset class level that are consistent with the total fund target. In particular, it is important to note that tracking error is reduced through diversification when combining multiple asset classes with alphas that are less than perfectly correlated, as is the case in the NCRS portfolio. The fact that tracking error is reduced when combining asset classes means that information ratio (alpha divided by tracking error) is consequently increased. Therefore, we would expect that, for a given information ratio at the total fund level (in this case, 0.30), expected information ratios at the individual asset class level would be lower.

Staff has calculated target information ratios (approximately 0.16) at the asset class level that are consistent with the target information ratio of 0.30 at the total fund level, using assumptions about the interrelationship (correlation) of alphas among the asset classes.[1] We concur with Staff's methodology in calculating asset class level information ratios.

Tracking Error

In using the information ratio method to develop alpha targets, as described above, target IRs are combined with tracking error estimates. There is no "right" level of tracking error in a portfolio; tracking error expectations are typically set to be consistent with the risk tolerance appropriate for the fund and the desire to seek above-benchmark returns in combination with confidence in the ability to generate those returns through skilled active management. Tracking error is typically measured and controlled through a risk budgeting process. Staff developed a set of estimates of tracking error at the asset class and total fund level. We reviewed the tracking error estimates and found them reasonable and overall in-line with NCRS historical experience as well as typical tracking error of similar institutional portfolios.

Expected Alpha Estimates

The complete list of information ratio, tracking error and corresponding alphas are shown in the table on the next page. We believe that the methodology and inputs used to arrive at the alpha targets are sound. Moreover, we believe that the alpha targets themselves are reasonable and represent an achievable but difficult and competitive goal.

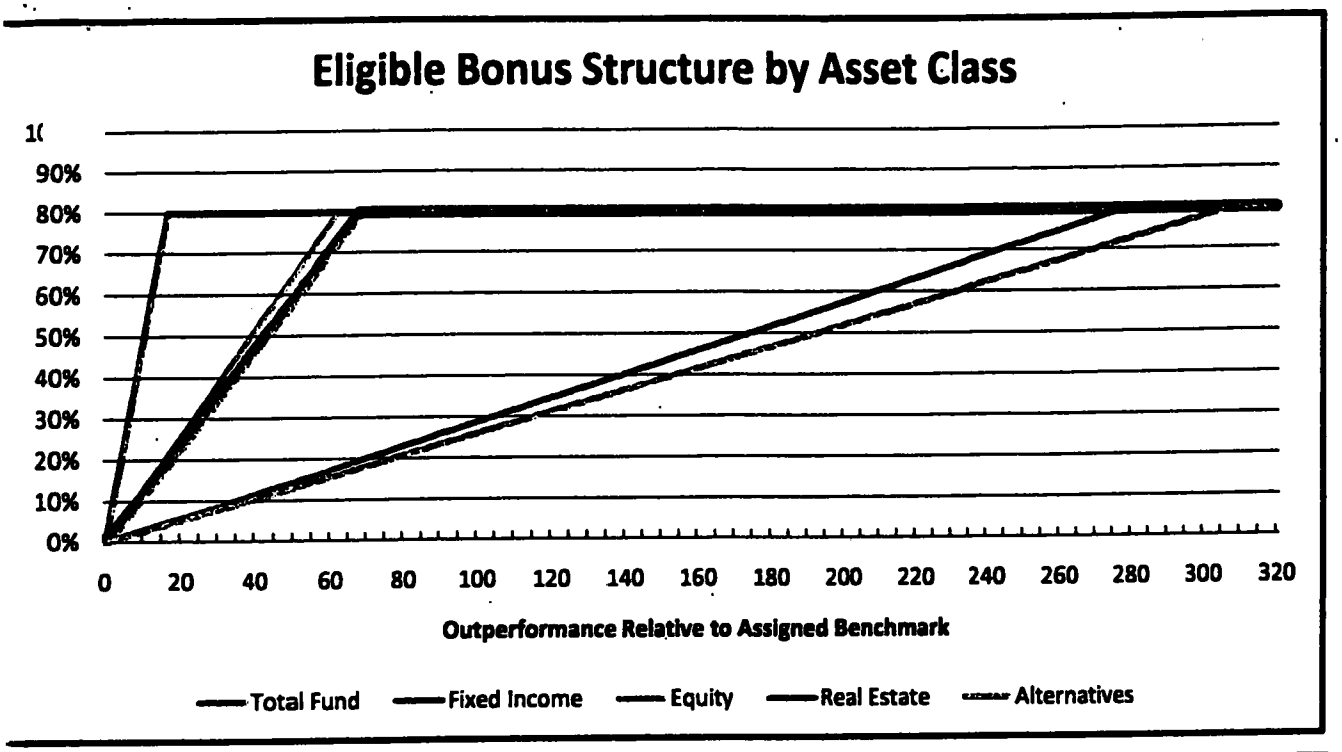
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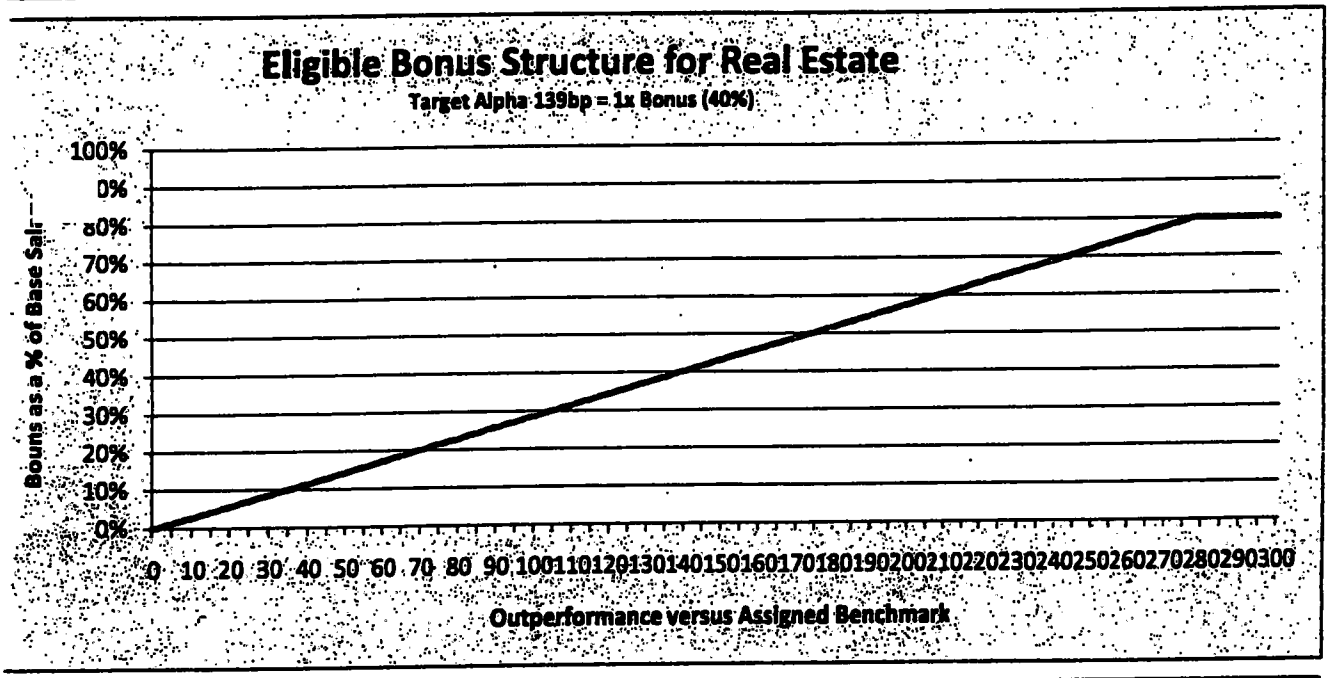
[1] Staff assumed correlation coefficients of zero among the asset class alphas, which is consistent with typical experience in investment programs as well as actual historical NCRS results.

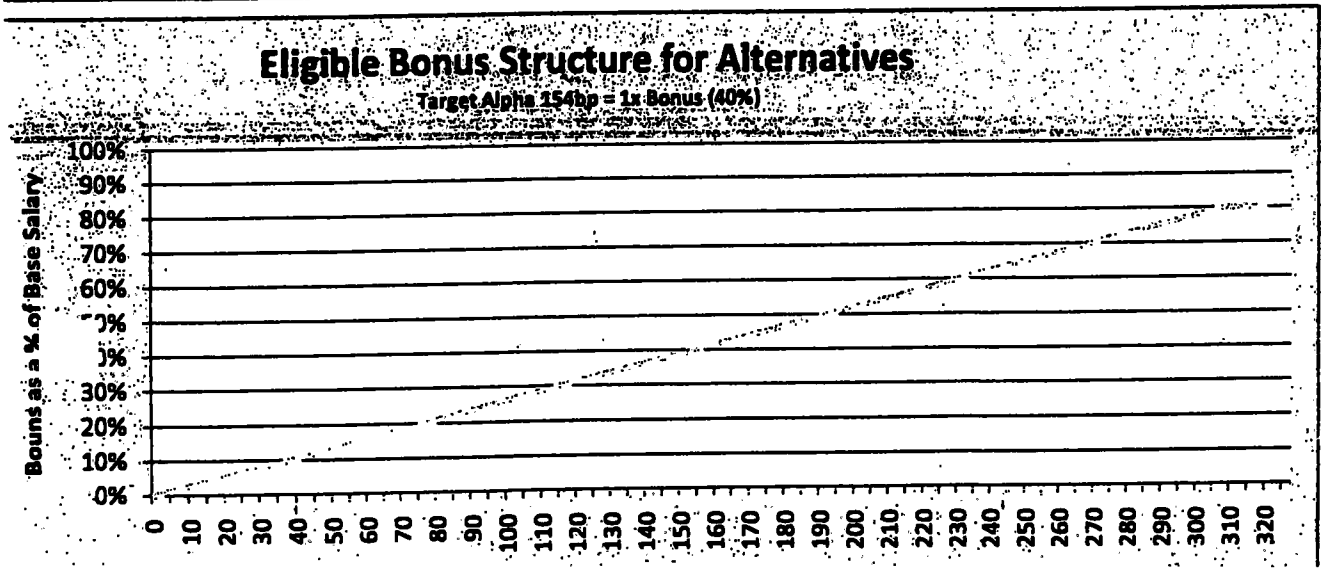
Proposed NCRS Expected Alpha Targets

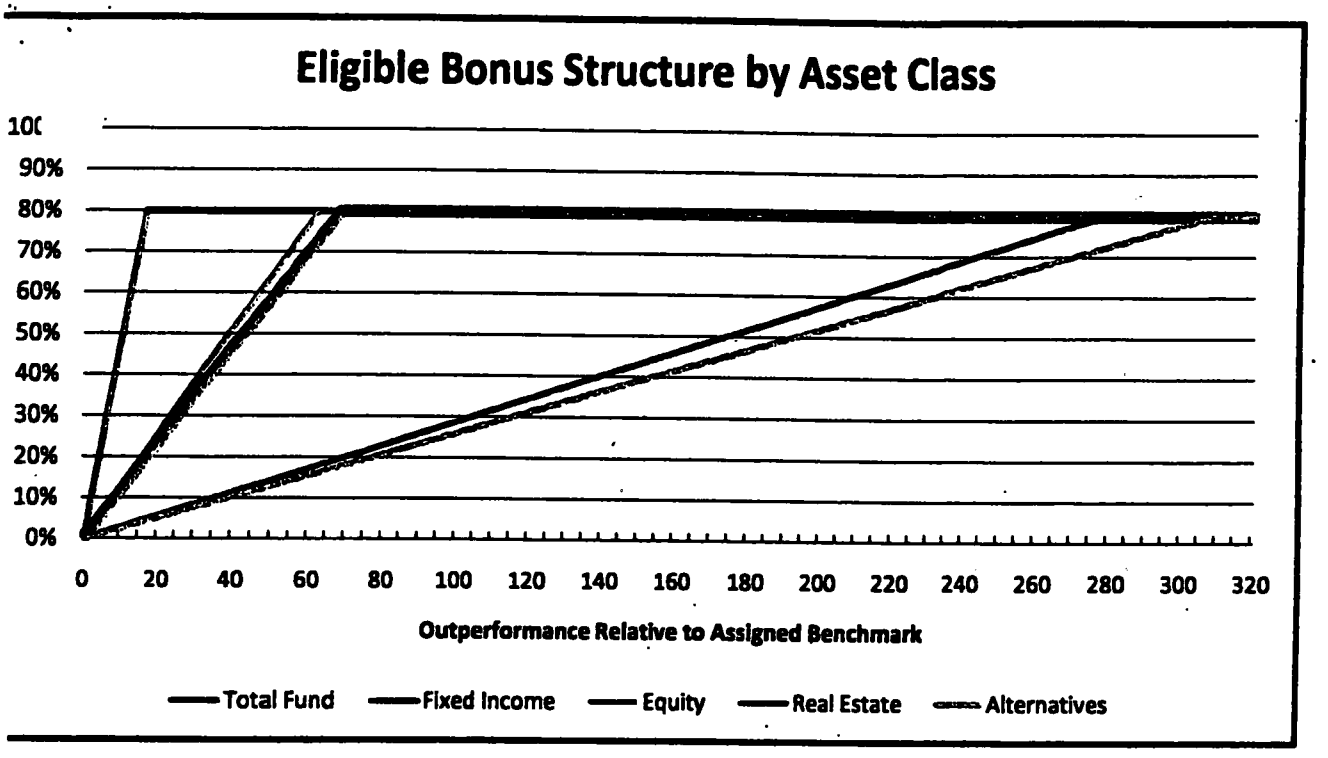
Asset Class Calculations			
Public Equity	**Expected Alpha**	**Tracking Error**	**Information Ratio**
Active Equity	0.53%	3.30%	0.16
Enhanced Equity	0.16%	1.00%	0.16
Passive	0.00%	0.00%	0.00
Total Public Equity	0.31%	1.85%	0.17
Fixed Income	**Expected Alpha**	**Tracking Error**	**Information Ratio**
Cash	0.00%	0.00%	0.00
Long Term	0.08%	0.50%	0.16
Total Fixed Income	0.07%	0.47%	0.16
Real Estate	**Expected Alpha**	**Tracking Error**	**Information Ratio**
Public REITs	0.56%	3.50%	0.16
Private Real Estate	1.60%	10.00%	0.16
Total Real Estate	1.39%	8.03%	0.17
Alternatives	**Expected Alpha**	**Tracking Error**	**Information Ratio**
Private Equity	1.92%	12.00%	0.16
Hedge Funds	0.40%	2.50%	0.16
Total Alternatives	1.54%	9.02%	0.17
Total Fund Calculations			
Total Fund	**Expected Alpha**	**Tracking Error**	**Information Ratio**
Total Public Equity	0.31%	1.85%	0.17
Total Fixed Income	0.07%	0.47%	0.16
Total Real Estate	1.39%	8.03%	0.17
Total Alternative	1.54%	9.02%	0.17
Total Fund	0.34%	1.13%	0.30

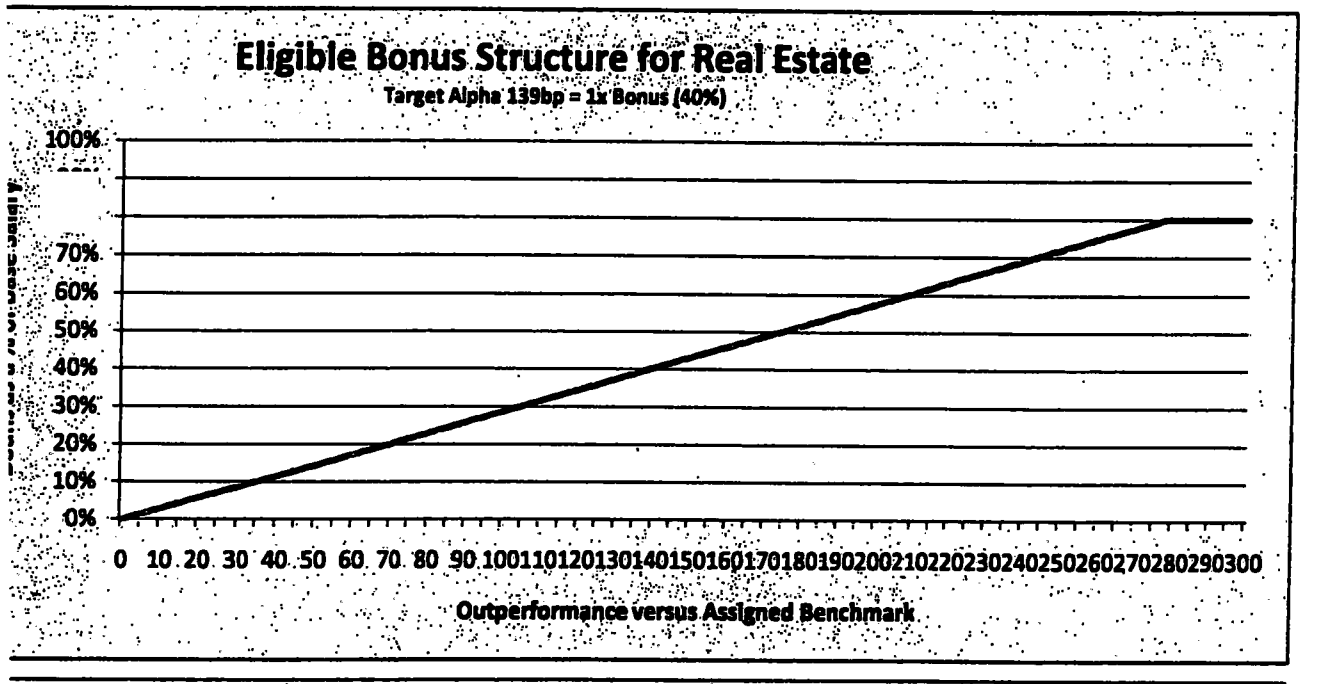
Source: NCRS

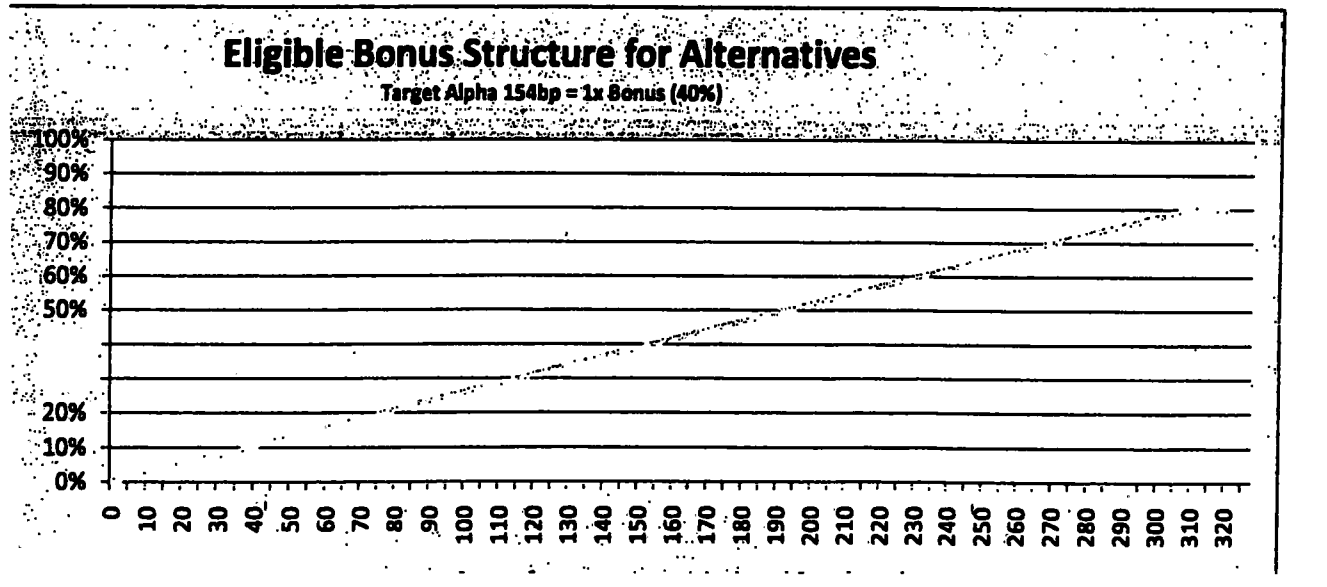

Eligible Bonus Structure by Asset Class
90%
80%
70%
60%
50%
40%
30%
20%
10%
0%
0 20 40 60 80 100 120 140 160 180 200 220 240 260 280 300 320
Outperformance Relative to Assigned Benchmark
Total Fund
Fixed Income
Equity
Real Estate
Alternatives


Eligible Bonus Structure for Real Estate
Target Alpha 139bp = 1x Bonus (40%)
100%
90%
80%
70%
60%
50%
40%
30%
20%
10%
0%
0 10 20 30 40 50 60 70 80 90 100 110 120 130 140 150 160 170 180 190 200 210 220 230 240 250 260 270 280 290 300
Outperformance versus Assigned Benchmark


Eligible Bonus Structure for Alternatives
Target Alpha 154bp = 1x Bonus (40%)
100%
90%
80%
70%
60%
30%
20%
10%
0%
0 10 20 30 40 50 60 70 80 90 100 110 120 130 140 150 160 170 180 190 200 210 220 230 240 250 260 270 280 290 300 310 320


Eligible Bonus Structure by Asset Class
100%
90%
80%
70%
60%
50%
40%
30%
20%
10%
0%
0 20 40 60 80 100 120 140 160 180 200 220 240 260 280 300 320
Outperformance Relative to Assigned Benchmark
Total Fund
Fixed Income
Equity
Real Estate
Alternatives


Eligible Bonus Structure for Real Estate
Target Alpha 139bp = 1x Bonus (40%)
100%
70%
60%
50%
40%
30%
20%
10%
0%
0 10 20 30 40 50 60 70 80 90 100 110 120 130 140 150 160 170 180 190 200 210 220 230 240 250 260 270 280 290 300
Outperformance versus Assigned Benchmark


Eligible Bonus Structure for Alternatives
Target Alpha 154bp = 1x Bonus (40%)
100%
90%
80%
70%
60%
50%
20%
10%
0%
0 10 20 30 40 50 60 70 80 90 100 110 120 130 140 150 160 170 180 190 200 210 220 230 240 250 260 270 280 290 300 310 320

FY 07-08

			ALPHA (BPS)	WEIGHTED ALPHA
TAL FUND (TARGET APLHA 34BP)				
	3 Year	50%	54	27
Bonus % per bp alpha	5 Year	50%	47	23.5
1.176%				
FIXED INCOME (TARGET ALPHA 8BP)				
	3 Year	50%	45	22.5
Bonus % per bp alpha	5 Year	50%	19	9.5
5.0%				
EQUITY (TARGET ALPHA 31BP)				
	3 Year	50%	29	14.5
Bonus % per bp alpha	5 Year	50%	62	31
1.290%				
REAL ESTATE (TARGET ALPHA 139BP)				
	3 Year	50%	76	38
Bonus % per bp alpha	5 Year	50%	-58	-29
0.288%				
ALTERNATIVES (TARGET ALPHA 154BP)				
	3 Year	50%	430	215
Bonus % per bp alpha	5 Year	50%	5	2.5
0.260%				

Asset Class	Weighted Alpha	Eligible Bonus %	Bonus Struc. %	Bonus
Total Fund	50.5	59.4%	100%	$ 202,000.00

Asset Class	Weighted Alpha	Eligible Bonus %	Bonus Struc. %	Bonus
Total Fund	50.5	59.4%	40%	$ 49,905.88
Fixed Income	32	80.0%	60%	$ 100,800.00

Asset Class	Weighted Alpha	Eligible Bonus %	Bonus Struc. %	Bonus
Total Fund	50.5	59.4%	40%	$ 49,905.88
Equity	45.5	58.7%	60%	$ 73,974.19

Asset Class	Weighted Alpha	Eligible Bonus %	Bonus Struc. %	Bonus
Total Fund	50.5	59.4%	40%	$ 49,905.88
Real Estate	9	2.6%	60%	$ 3,263.31

Asset Class	Weighted Alpha	Eligible Bonus %	Bonus Struc. %	Bonus
Total Fund	50.5	59.4%	40%	$ 49,905.88
Alternatives	217.5	56.5%	60%	$ 71,181.82
			Total Bonus	$ 121,087.70

pendix A

Bonus Structure for Each Postion

% is Applied to the Eligbile Bonus over each time period

CIO		
Quantitative		100%
	Total Fund	100%

Director		
Quantitative		100%
	Asset Class	60%
	Total Fund	40%

Quantitative Performance number used to calculate the Eligible Bonus is weighted based on	
3 Year	50%
5 Year	50%

NORTH CAROLINA DEPARTMENT OF STATE TREASURER

EXEMPT INVESTMENT PROFESSIONALS' PAY PLAN

Overview

A Statute was approved during the 2007-2008 Legislative session which addressed compensation of employees in the Investment Division of the Department of State Treasurer. G.S. 135-96 Section 5 authorized the State Treasurer to establish compensation including incentive pay for the Chief Investment Officer and Investment Directors based on competitive compensation studies conducted by a nationally recognized firm specializing in public fund investment compensation. As described in this document, the payment of incentives will be linked exclusively to pension fund performance. In accordance with S.L. 2008-132, the State Treasurer is authorized to establish the compensation package (i.e., salaries and incentives) for the CIO and Investment Directors. The following policy reflects the implementation of that authority. The move to a competitive pay-for-performance compensation package is consistent with the pay practices at other large public pension plans, where 11 of the 13 largest public pension plans cover investment professionals under an incentive pay plan. The latest public fund compensation study by an external compensation consultant, McLagan, was utilized in developing the compensation plan.

For exempt professionals, all salaries and earned incentives, if any, are to be paid directly from the investment program with the Treasurer reporting annually to the joint Legislative Commission on Governmental Operations the earned incentives paid to exempt investment professionals.

The State Treasurer reserves the right to modify, terminate, and/or rescind any or all of the compensation schedules, provisions, policies, and procedures contained in this and all supporting documents at any time. This document describes a policy and does not provide a contract, guarantee of payment, guarantee of participation in the incentive pay plan in subsequent years, or guarantee of employment among NC, the State Treasurer, and the Participants.

Philosophy

In order to retain and attract qualified senior investment professionals, a competitive compensation plan is essential in the investment industry. In addition to attracting, motivating and retaining skilled investment staff by offering competitive compensation, the plan is designed to achieve the following objectives:

- Align compensation with long-term, superior investment performance.
- Reinforce risk management priorities and standards.
- Focus staff on the achievement of strategic initiatives that may not be reflected in shorter-term investment results.

- Attract and motivate skilled investment staff by offering competitive compensation opportunities.
- Retain senior investment professionals by mandatorily deferring a portion of earned incentive compensation on a tax deferred basis.

NC determines the salary of exempt investment professionals based on skill levels and quality of execution in meeting or not meeting broadly defined job requirements and strategic division goals. Additionally, incentive pay is available which is linked to achievement of pre-defined investment performance and strategic objectives. The salary and incentive pay comprise the total compensation package.

Salary Structure

The pay plan establishes a salary range for exempt job classes taking into account its relative importance to the agency and the salaries paid for comparable types of jobs in the public sector. Salaries will be benchmarked to the 75th percentile versus a peer comparator group consisting of other similar public funds (i.e., typically large public funds who, similar to NC, internally manage a portion of their fund's investments).

Minimum, midpoint, and maximum levels define a salary range for a job class. The midpoint of each job class approximates the 75th percentile of the large public pension fund comparator group. Salaries higher or lower than the midpoint are influenced by such factors as job performance, professional education and certifications, the willingness to assume new and higher level duties and responsibilities, the ability to learn quickly and apply new knowledge and skills, teamwork, and years of relevant experience.

The salary range for a position is defined as follows:

- **Minimum** is the base salary paid for a job within the job class.
- **Midpoint** represents the target market salary paid to an employee who is fully qualified and has obtained the institutional knowledge and practical experience to independently fulfill all of the responsibilities of the job.
- **Maximum** is the highest rate of pay for the job class.

Current salary ranges for the Chief Investment Officer and Investment Director positions are summarized below:

Base Salary Scale Fiscal 2008-2009 ($000s)

	Salary Range			Range	Salary Range Quartiles				Target Incent.
Job Class	Min	Mid	Max	%	Q1	Q2	Q3	Q4	%
Chief Investment Officer	272	340	408	75	306	340	374	408	50
Investment Director	184	230	276	75	207	230	253	276	40

The starting salary for a new employee considers the rates presently paid to other employees in the division in the same job class (when applicable), the candidate's education, skills, work experience, and salary history. The starting salary should normally not exceed the salary grade midpoint.

The State Treasurer will oversee a comparative market total pay study at least every two years to ensure competitiveness of the salary and incentive structures. Typically, the study will be conducted during the 1st quarter of the calendar year (in even years) with an implementation date of July 1st (the beginning of the fiscal year).

Annual Base Salary Evaluation

The Chief Investment Officer provides to the State Treasurer annually an evaluation of the individual performance for each Investment Director. The evaluation is based on an assessment of each Investment Director's contribution to assisting the Investment Division in meeting its goals and objectives. Individuals who have made a strong contribution may be eligible for a salary adjustment provided the adjustment falls within the existing salary bands for the position. Similarly, the State Treasurer evaluates the performance of the Chief Investment Officer and authorizes an appropriate salary adjustment based on his or her contribution to meeting the Investment Division's goals and objectives and within the existing salary bands. This review is conducted in May of each fiscal year. Applicable salary adjustments, if any, are effective on July 1st.

In-grade Adjustments can be made to an employee's base pay to ensure competitiveness, retention, and to recognize increased skills, abilities, knowledge, obtainment of a degree or certification, or significant increases in responsibilities within the job class. Conversely, an employee's annual base salary may be reduced as a result of a significant decrease in job responsibilities or unsatisfactory individual performance as may be determined by the State Treasurer. Any in-grade adjustments must be approved by the State Treasurer.

Incentive Pay Plan

Incentive pay plan participation is limited by to the following positions:

- Chief Investment Officer
- Investment Directors:
  - Public Equity
  - Alternative Investments
  - Fixed Income
  - Real Estate
  - Investment Operations
  - Risk Management

As shown in Exhibit 1 below, target incentive levels vary by position based on the position's potential impact on NC's overall performance, competitive pay levels, and other factors as may be determined by the State Treasurer. Actual awards can range from 0.00 to 2.00 times the target incentive opportunity depending on investment performance.

Exhibit 1

Target Awards (as a % of June 30th annual base salary rate)				
Position	Minimum Incentive	TARGET Incentive	Maximum Incentive	% of Actual Award Deferred (up to IRS maximums)
	0.00x	1.00x	2.00x	
Chief Investment Officer	0.00%	50%	100%	50%
Investment Director	0.00%	40%	80%	50%

Incentive opportunities will be allocated to stand-alone Quantitative (e.g., Total Fund and Portfolio level investment performance) components as shown in Exhibit 2. These components and their weightings vary by position.

For the Chief Investment Officer, the Quantitative incentive opportunity will reflect Total Fund performance, exclusively. For the Investment Director position, the Quantitative incentive opportunity will reflect both Total Fund (40%) and Portfolio level performance (60%).

The plan only considers asset level specific portfolios. Subsets, such as Hedged strategies and internally managed portfolios are evaluated at the assigned asset class level. This ensures that incentives for senior-level participants reflect actual portfolio level performance, as well as the Total Fund performance.

To reinforce a focus on sustained, superior long-term results, quantitative performance will be measured as follows:

- 50% based on trailing three year annualized performance.
- 50% based on trailing five year annualized performance.

After fiscal year-end, payouts under each Plan Component will be determined based on quantitative performance (i.e., Total Fund and Portfolio level performance). Actual awards will equal the sum of all performance-adjusted Plan Components. The performance standards and industry benchmarks for the Total Fund and each Portfolio are listed in Exhibit 1

50% of the earned incentive will be paid in cash soon after the fiscal year-end. The other 50% will be paid into the North Carolina Deferred Compensation Plan for Investment Professionals (once established), up to the maximum allowed by the IRS. Awards will be paid 100% in cash until the Deferred Compensation Plan for Investment Professionals is established.

Incentive Plan Provisions

The State Treasurer will determine the specific approach for measuring and weighting the performance of: (1) newly hired employees; and/or (2) existing employees who assume new positions and/or (3) employees who temporarily assume a vacated or newly created position. In general, during the first two years of employment or years in the new role, such approaches will be based largely on Total Fund performance but will also include subjective factors as may be determined by the State Treasurer. During years 3 and 4, such approaches will be based largely on Total Fund performance, 3 year and/or 4 year Portfolio level performance and subjective factors as may be determined by the State Treasurer. In year five and all subsequent years, measurement and weightings will revert to the Plan's standard conventions. For eligible employees who temporarily assume a vacated or newly created position in addition to his or her current responsibilities, the State Treasurer may award an additional incentive up to 20% of the participant's earned incentive if performance targets for the temporary duties are met.

The State Treasurer may consider alternative approaches for measuring private markets performance. Consideration of an alternative approach will normally be limited to circumstances where available private market industry benchmarks do not accurately reflect or correlate with the fund's private market results.

To be eligible to receive any incentive payment, participants must have at least an individual performance rating of "Meets Expectations." Another condition of eligibility is the participant's continued compliance with the State Code of Ethics.

During periods of time when unusual circumstances or events impact the financial markets (e.g., if the absolute return of the Total Fund is negative in any fiscal year), the State Treasurer may postpone or delay the payment of the earned incentives until such time that the State Treasurer deems it prudent to release such payments.

In order to receive any annual incentive payments, except in cases of normal unreduced retirement, death, and disability, participants must be employed by on the last day of the performance year to be eligible for payouts and also must employed on the date of payout. Participants who terminate due to normal retirement, death, or disability may be eligible to receive a pro-rated portion of their award as determined by the State Treasurer.

Deferred Compensation Plan for Investment Professionals (DCPIP)

50% of the earned annual incentive will be contributed to a deferred account, up to the limits set forth in IRS Code Section 425(c) (1) (A). Amounts exceeding IRS limits will be included in the cash incentive payment. Participant deferred accounts earn an "investment return" (positive or negative) equaling the rate of return of the NC portfolio. The return is credited on a quarterly basis.

Participants' DCPIP contributions vest in two equal annual installments, beginning on the first anniversary of the end of the performance year (e.g., $20,000 deferred into DCPIP for the fiscal year ending 6/30/09 will vest half on 6/30/10 and half on 6/30/11, etc.).

Subject to the Plan's vesting provisions, at their election, participants will receive their accumulated DCPIP trust balances upon termination of employment with the State of North Carolina in cash or as a "roll-over" into another retirement or related benefit vehicle/trust. All payouts/rollovers will be credited with earnings through the latest period for which finalized performance is available, by the date of the payment.

All applicable laws and regulations will govern the creation, funding and distributions of the DCPIP. Detailed plan documents will be filed with the State Treasurer.

Class Structure

The following descriptions are the summaries of the job classes:

Chief Investment Officer — The chief investment officer recommends an appropriate investment program structure, implements, manages, and monitors the investment program, and, manages investment professionals who are directly responsible for internal and external investment programs. All investment program recommendations must be approved by State Treasurer as sole Trustee prior to implementation.

Investment Director	The program director has responsibility for recommending implementing, managing and monitoring the investment program for a major asset class or investment function (e.g., risk management, asset allocation, trading, etc.), including all related internally and externally managed assets. The Investment director participates on the Management Committee and regularly presents information to the Investment Advisory Committee (IAC). The investment director operates within an explicit risk budget and has investment performance objectives that are regularly monitored and measured. The program director has responsibility for negotiating with external parties on behalf of NC.

Incentive Pay Time Frames

Before the beginning of the fiscal year:

- The State Treasurer establishes the targeted alpha performance standards for the Total Fund. The current performance standards for the Total Fund are described in Exhibit 2. The CIO is responsible for setting the associated Specific Portfolio targeted alpha performance standards based on the Total Fund standards. The CIO has the authority, subject to State Treasurer approval, to change the specific portfolio alpha targets at any time, based on subjective analysis and judgment.

At fiscal year end:

- The Total Fund and Portfolio level awards will be determined in a linear fashion (see Exhibit 2 below and Appendix A) such that:

  a) If Total Fund performance equals the policy benchmark, the incentive multiplier equals 0.00 (i.e., 0% of the target incentive opportunity tied to Total Fund investment performance is earned).

  b) Awards begin to accrue in a linear fashion until the target performance standard is reached. For example, to earn the target incentive award at the Total Fund level, investment performance must be 30 basis points (or, 0.3%) above the fund's policy benchmark. When investment performance is 30 basis points above the fund's policy benchmark, the incentive multiplier equals 1.00 times the target incentive amount (i.e., 100% of the target incentive tied to Total Fund performance is earned).

  c) Awards continue to accrue in this linear fashion until above-benchmark Total Fund performance reaches the maximum, currently +60 basis points. When Total Fund investment

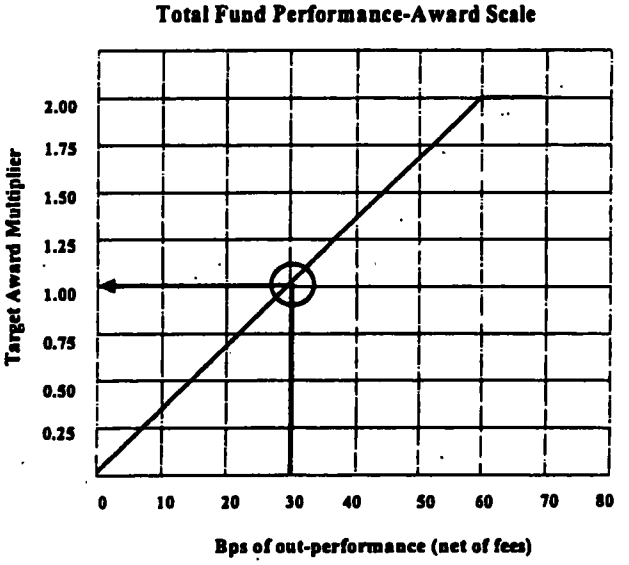
performance is 60 basis points above the policy benchmark, the incentive multiplier equals 2.00 times the target incentive amount (i.e., 200% of the target incentive opportunity tied to Total Fund investment performance is earned).

d) No additional incentives are earned when above-benchmark Total Fund investment performance is greater than +60 basis points.

e) Target and maximum performance standards are established by the State Treasurer based on the investment objectives (including the risk tolerance) of the fund and will change from time to time as the State Treasurer deems appropriate or necessary.

f) Awards for specific portfolios are calculated in a similar manner, based on alpha targets agreed to by the applicable Investment Director, the Chief Investment Officer and the State Treasurer and verified for reasonableness by an independent third party investment consultant.

Exhibit 2



- The CIO will present a schedule of aggregate awards to the State Treasurer. This report will include, in aggregate, the target awards, the incentive multipliers awarded for each component, the actual dollar awards earned for each component and the total awards.
- The report shall also be accompanied by an independent verification of the computation by the fund's master custodian (currently Mellon Bank) and a certification of the benchmark computations by the plan's external benchmark consultant.
- Awards will typically be paid by October 1st following the fiscal year-end.

Employment at Will

The investment employees covered by this policy are exempt employment in these positions is at will. Just as the employee retains the right to resign at any time, the State Treasurer has a similar right to end at will employment with or without cause. An at will employee does not serve an introductory period and has no right to any incentive pay not already awarded. An at will employee is not eligible to use the agency's grievance procedure to resolve employment disputes.

Investment employees covered by this policy are eligible for all other employment benefits and subject to agency policies that do not contradict their "at will" status.

VISITOR REGISTRATION SHEET

Gov. Govt — 6-1-09

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Perry Newson	SEC
Margaret Mattox	NCHFA
J.R. Carlefeld	DCR
Alan Felton	DOR
Linda Millsaps	DOR
Elizabeth Colcord	DOR
Tracy Doaks	DOR
Vance Hallamon	St. Treasurer
Mary Regan	DCR/AC
Debra Dew	DCR
John Goodwin	C.G.I
Jon Newton	DOT

VISITOR REGISTRATION SHEET

Name of Committee | Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Susan Harris	DOR
Caroline Valand	LG OR
Dempsey Benton	Office of Econ. Recovery
Jeffrey J Crow	DCR
David Knoll	DCR
Keith Hardison	OCR

Convene = 12:10 pm

HOUSE ATTENDANCE

Adjourn 3:03

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

12:00 PM

2009 – 2010

DATES	6/1/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair	✓														
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown	✓														
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills	✓														
Rep. Jane Whilden	✓														
No pages															
SAA															
Martha Parrish															
Fred Hines															
Marvin Lee															
Staff:															
Claire Hester															
Sarah Potear															

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

June 2, 2009

Minutes

The House Appropriations Subcommittee on General Government met on Tuesday, June 2, 2009 at 2:00 PM.

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; Steen and Tucker, Vice-Chairs; Brown, Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff Members: Michele Nelson and Sarah Poteat.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representative Underhill called on the following agency personnel to present reductions in position to the committee:

- Ms. Haley Haines, Deputy Secretary of State (Attachment 2).
- Vance Holliman, Office of the State Treasurer (Attachment 3).
    - Answered questions regarding Debt Management
- Ms. Pam Worth, Office of the State Treasurer (Attachment 4).
    - Provided answers to previous questions
- Dr. Jeffrey Crow, Deputy Secretary of Cultural Resources (Attachment 5).
- Greg Piner, Chief Financial Officer – Cultural Resources (Attachment 6).

The meeting adjourned at 2:55 PM.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

House Pages

Name of Committee Gen Govt. Date: 6-2-09

1. Name: Holly Anderson
   County: Guilford
   Sponsor: Rep Maggie Jeffus
2. Name: Rachel Isom
   County: Gaston
   Sponsor: Rep Pearl Burris-Floyd
3. Name: Rhett Lippard
   County: Iredell
   Sponsor: Grey Mills
4. Name:
   County:
   Sponsor:
5. Name:
   County:
   Sponsor:

Sgt-At-Arms

1. Name: Judy Turner young Boy
2. Name: Mike Martin
3. Name: Martha Parrish

VISITOR REGISTRATION SHEET

App Gen Gov. — 6/2/09

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Emily Welborne	The Policy Group
Lorin Killian	Nelson Mullins
Gary O. Bartlett	SBE
Johnnie McLean	"
MICHAEL PEELER	SOS
Ann K. Harris	SOS
Vicky Young	NCDOT
Debra Dew	DCR
Melanie Soles	"
J.R. Cauthen Jr.	DCR
Greg Piner	DCR

VISITOR REGISTRATION SHEET

General Government — 6/02/09

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Jack Hubbard	OSBM
Rodney Bass	NCGA
Wes Taylor	NCGA
Thomas Chelle	OSC
Perry Newson	SEL
Stephanie Norris	Kuchnaek Law Group
David Brook	DCR
Wendy Kelly	S2B Wicker
Tony Solari	DST
Pam Worthan	DST
Vera Holloman	DST

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Alex Pully	NCDST
Jim Newman	NCDOT
Sarah Koontz	DCR
Jeffrey Crow	DCR
Carl Goodwin	OSP
David Brown	OSBM
Anna Martin	NCSU
Brian Balfour	Civitas
Mitch Hoots	NCDOA
Jonathan Dickson	OSBM
BOB KUCAB	NCHFA

VISITOR REGISTRATION SHEET

General Government 06/02/09

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Kara Wells	arts North Carolina
Mary Regan	DCR
Sheryl Kelly	OSBM
Camille Winston	OAH
Carolin Valand	LG ofc.
Dennis Patterson	OSA
Cindy Gilliam	OSA
Wesley Ray	OSA
Tracy Doaks	DOR
Elizabeth Colcord	DOR
Shelley Crisp	North Carolina Humanities Council

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Margaret Matrone	NCHFA
Rick Zechini	NC Assn. of Realtors
Lisa Martin	NC Home Builders
Rodney Maddox	SOSNC
Haley Hanes	"
Robert Wilson	SOS
Daniel Baum	K+L Gates
	CAA
Ed Regan	NCREGEA

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Carl Dean	DSP
DEWEY STEPHENS	VOA

6/2/2009

Secretary of State
Proposed Management Flexibility Reserve

				FY 09-10 & FY 10-11	
1120 Publications					
Eliminate $57,139 for salaries and benefits for a filled position				**($57,139)**	R
	Position #	Position Title	Budgeted Salary		
filled	60008652	Director Division of Publications	$45,757		
1210 Corporations					
Eliminate $40,421 for salaries and benefits for a filled position				**($40,421)**	R
	Position #	Position Title	Budgeted Salary		
filled	60008660	Document Examiner	$31,319		
1220 Certification & Filing					
Convert Charitable Solicitation Licensing portion of rent to receipts					
532512	Office Rent			**($95,664)**	R
1220 Certification & Filing				**($92,405)**	R
Eliminate $92,405 for salaries and benefits for 2 positions					
	Position #	Position Title	Budgeted Salary		
vacant	60008751	Processing Asst V	$27,544		
filled	60094581	** Internal Sys. Consultant I	$45,080		
1600 Charitable Solicitation Licensing (Receipts)					
532512	Office Rent			**$95,664**	R
435100	Business License Fees			**$95,664**	R
			Total Expenditures	**($189,965)**	R
			Total Receipts	**$95,664**	R
			Total Appropriations	**($285,629)**	R
			Total Positions	**-4.00**	

**** The following statutory amendment is necessary to align the Department's resources with its statutory duties because this position constitutes 1/2 of the staff allocated to the Land Records Management Program:**

Amend G.S. 147-54.4(b) by adding the underlined portion to the first sentence as follows: "Certification. - The Department shall establish a certification program for property mappers, <u>subject to available resources of personnel and funds."</u>

Fiscal impact as a result of eliminating these positions: The total severance package which includes severance pay, prorated longevity pay, vacation payout and insurance payment obligations totals approximately $83,500. The agency needs to be able to carry forward this sum from FY 08-09 because the funds will be due to be paid in July and we don't anticipate generating adequate lapsed salaries in FY 09-10 to satisfy that liability.

6.1.09

		FY 09-10	Receipt Supported Amounts	Corrected amount	FY 10-11	Receipt Supported Amounts	Corrected amount
Treasurer							
531321	Contr Empl Per IRS-APPRO	($86,438)	$0	($86,438)	($86,438)	$0	($86,438)
531461	EPA&SPA- Longvty Pay- APPR	($1,360)	$0	($1,360)	($7,299)	$0	($7,299)
531511	Social SEC Contrib-APPRO	($5,568)	$0	($5,568)	($5,785)	$0	($5,785)
531521	Reg Retire Contrib-APPR	($247)	$0	($247)	($730)	$0	($730)
531631	Wrker Comp-MED Payments	($31,376)	$0	($31,376)	($31,376)	$0	($31,376)
532110	Legal Services	($71,765)	$0	($71,765)	($71,765)	$0	($71,765)
532199	Misc Contractual Services	($110,381)	$0	($110,381)	($110,381)	$0	($110,381)
532500	Rentals/Leases	($21,059)	$256	($20,803)	($23,956)	$257	($23,699)
532800	Communications	($339,984)	$339,984	$0	($385,038)	$385,038	$0
538175	Transfer Out- IT	($18,148)	$11,394	($6,754)	($26,151)	$16,418	($9,733)
538190	Transfer Out-General Admin	($2,324)	$1,610	($714)	($2,763)	$1,914	($849)
538195	Transfer Out- Dept Accounting	($1,384)	$959	($425)	($5,089)	$3,525	($1,564)
Total		**($690,034)**	**$354,203**	**($335,831)**	**($756,771)**	**$407,152**	**($349,619)**
Treasurer - Fire/rescus Squad							
536521	Trsfs-Out-Firemen/Rescue	**($317,863)**			**($317,863)**		

State Treasurer

Notes 6.2.09

Follow up to Questions from June 1 meeting

1. **Copy of budget revision that changes the funding source of the CIO and the investment directors.**
   See copy of budget revision on page 2

2. **How many positions are in investments?**
   28 total positions
   See attached listing of all positions on page 3

3. **The Alternatives Director position is budgeted at $87K. Why can't we keep this salary level, and do we even really need to fill this position?**
   See attached power point detailing recruitment efforts, page 4-7

4. **For the Alt Dir, at what salary level did we advertise it? Do we have a copy of the advertisement?**
   The director position is not posted with a salary as the salary is set by the Treasurer and is commensurate with experience and skill set.
   See copy of job posting on page 8

5. **We stated that we are the 9th largest public pension fund in the country. Who are the 8 that are larger?**
   See listing on page 10

6. **Provide the cost of the Investment Director positions as a percentage of income in each class. How does that compare to the 8 listed above?**
   We are gathering this information, and cannot provide today

   Total Fund Performance at June 2008 compared to benchmarks—Page 11

Bonuses
Criteria [08-09] 07-08 as of Sept 30'08 } Sept '30

No bonuses FY 08-09
Because investors lost

DFS3650I SESSION READY FOR INPUT
STATE OF NORTH CAROLINA

ST. TREASURER-GENERAL EFFECTIVE DATE 04/01/09

BD 606 NO. 12 0086

SUBJECT RECEIPTS SUPPORTED POSITIONS - 1210 CODE 13410

SUBMITTED 04/24/09 APPROVED 04/30/09 FISCAL YEAR 2008-09

STATUS FILED ATTACHMENT NO CODES R

REQUIREMENTS	**** 2007-08 ***** INCREASE	DECREASE	**** 2008-09 ***** INCREASE	DECREASE
INVESTMENT MANAGEMENT				
1210 1112 EPA REGULAR SALARIES-REC			1,067,923	
1210 1472 BONUS-INCENTIVE PAY-RECP			51,747	
1210 1512 SOCIAL SEC CONTRIB-REC			46,983	
1210 1522 REG RETIRE CONTRIB-REC			91,141	
1210 1562 MED INS CONTRIB-RECPTS			20,785	
*** TOTAL REQUIREMENTS			1,278,579	
RECEIPTS				
INVESTMENT MANAGEMENT				
1210 7995 OTHER MISC REV-GENERAL			1,278,579	
*** TOTAL RECEIPTS			1,278,579	

ANNUALIZED SALARY LINE ITEMS	INCREASE	DECREASE	INCREASE	DECREASE
1210 1112 EPA REGULAR SALARIES-REC			1,067,923	

REMARKS(JUSTIFICATION):

THIS BUDGET REVISION IS NEEDED TO CONVERT 5 POSITIONS IN THE INVESTMENT DIVISION TO RECEIPT SUPPORTED POSITIONS PER HB 2728, SECTION 5.
POSITION #'S ARE 60009065, 60009066, 60009067, 60009068, & 60009069.

PREPARED BY SHANNON CREECH ON 4 24 09
AGENCY APPROVED BY SHANNON CREECH ON 4 24 09
SUBMITTED BY SHANNON CREECH ON 4 24 09
APPROVAL ENTERED BY ALICIA JAMES ON 4 30 09
AS AUTHORIZED BY SHERYL KELLY
FORMATTED FOR NCAS BY SHANNON CREECH ON 5 1 09
606 UPDATED IN SCS SYSTEM PROCEDURE ON 5 1 09

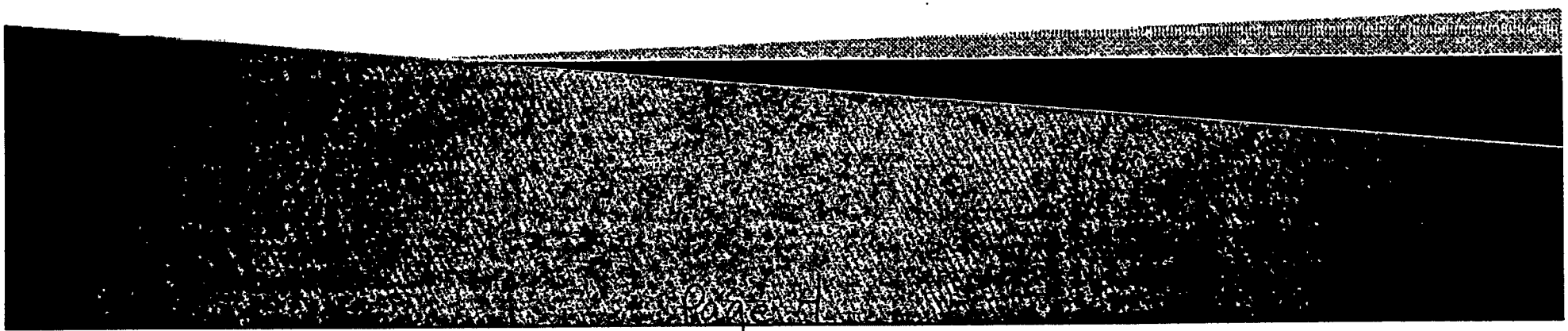
Page 2

ST Treasurer

					Calendar Year/Month JUN 2009	JUN 2009	
	Position		Fnd Eff Fr	Fnd Eff To	Budgeted Amount	Salaried Amount	
ST Investments Administration	60009069	Chief Investment Officer/Deputy Treasure	10/01/2008	12/31/9999	340,000.00	340,000.00	
ST INVEST Alternatives	60009068	Director of Alternative Investments	07/01/2008	12/31/9999	87,923.00	vacant	essential ✓
ST INVEST Fixed Income	60009066	Director of Fixed Income	10/01/2008	12/31/9999	210,000.00	210,000.00	
ST INVEST Equity	60009065	Director of Public Equities	02/02/2009	12/31/9999	220,000.00	220,000.00	
ST INVEST Real Estate	60009067	Director of Real Estate	10/01/2008	12/31/9999	210,000.00	210,000.00	
ST INVEST Corporate Governance	60009064	Director Corporate Governance	07/01/2008	12/31/9999	76,662.00	vacant	essential ✓
ST Investments Administration	60009053	Executive Assistant	10/27/2008	12/31/9999	49,000.00	vacant	eliminate ✓
ST INVEST Fixed Income	60009060	Investment Analyst	07/01/2008	12/31/9999	52,624.00	vacant	eliminate ✓
ST INVEST Real Estate	60090006	Investment Analyst	07/01/2008	12/31/9999	72,953.00	vacant	
ST INVEST Alternatives	60090005	Investment Analyst	07/01/2008	12/31/9999	71,925.00	vacant	
ST Investments Administration	60090004	Investment Analyst	08/01/2008	12/31/9999	69,870.00	69,870.00	
ST Investments Administration	65006073	Investment Analyst	01/26/2009	12/31/9999	60,209.00	60,209.00	
ST Investments Administration	65006074	Investment Analyst	02/09/2009	12/31/9999	58,933.00	58,933.00	
ST INVEST Equity	60009063	Portfolio Manager	12/01/2008	12/31/9999	78,000.00	78,000.00	
ST INVEST Equity	65006101	Portfolio Manager	03/02/2009	12/31/9999	85,000.00	85,000.00	
ST INVEST Fixed Income	60009054	Portfolio Manager	12/01/2008	12/31/9999	92,000.00	92,000.00	
ST INVEST Fixed Income	60009056	Portfolio Manager	12/01/2008	12/31/9999	78,000.00	78,000.00	
ST INVEST Fixed Income	60009062	Portfolio Manager	07/01/2008	12/31/9999	66,253.00	66,253.00	
ST INVEST Fixed Income	60009070	Portfolio Manager	04/01/2009	12/31/9999	85,000.00	85,000.00	
ST INVEST Real Estate	60009058	Portfolio Manager	12/01/2008	12/31/9999	82,000.00	82,000.00	
ST INVEST Alternatives	60009071	Portfolio Manager	12/01/2008	12/31/9999	88,000.00	88,000.00	
ST Investments Administration	60009055	Portfolio Manager	07/01/2008	12/31/9999	69,870.00	vacant	
ST Investments Administration	60009057	Portfolio Manager	12/01/2008	12/31/9999	89,000.00	89,000.00	
ST Investments Administration	65006559	Portfolio Manager	03/02/2009	12/31/9999	90,000.00	90,000.00	
ST Investments Administration	65006636	Portfolio Manager	02/01/2009	12/31/9999	95,000.00	95,000.00	
ST Investments Administration	60009061	Administrative Assistant II	09/01/2008	12/31/9999	42,500.00	42,500.00	
ST Investments Administration	60009059	Administrative Deputy - State Treasurer	08/01/2008	12/31/9999	65,034.00	vacant	
ST Investments Administration	65006300	Attorney II	07/01/2008	12/31/9999	70,000.00	vacant	essential ✓
					2,755,756.00	2,139,765.00	

Investment Division
Investment Director – Alternatives

Recruiting Activities



Investment Director - Alternatives

The Position

The primary purpose of this position is to oversee the Alternative Investments unit, provide continuous evaluation and management of the risk associated with this type of investment, ensure that the actions taken by the Department of State Treasurer and the investment managers that handle the investments in this area are in compliance with the agency's risk management policy and are in the best interest of the stakeholders in the system

- Consists of over 100 funds and over $3 Billion in assets under management

- The Investment Director for Alternatives requires a specialized skill set combined with unique employment experience that is difficult to find

- Alternative Investments provide a strong investment return opportunity during markets when other asset classes face difficulty

Investment Division
Investment Director - Alternatives

Current Environment

- The NC State Employee hiring freeze forced the Alternatives Director position to be placed on hold
- Due to the economic distress in the financial sector, this environment presents a unique industry opportunity to attract individuals with the specialized skill set needed for this position

•2006 & 2007 recruitment yielded one qualified candidate Offer rejected due to level of compensation ($87,000)

- The recent market value compensation adjustment for the Investment Director position has increased the interest by qualified candidates

- **May 2009 - 2 candidates identified for final interviews**

•June 2009 experienced Public Fund Candidate rejected offer to participate in final interviews due to compensation / bonus issues surrounding plan – No relocation package

Investment Director - Alternatives

Recruiting Activities

- 2006 - Position vacated and recruiting process began
- 2006 and 2007 – Several candidates interviewed
- Selected Candidate Rejected offer
- No other applicant with required experience to oversee Alternatives Program
- August 2008 – New compensation Adopted

Recent Actions

- September 2008 - Open recruiting process began
- December 2008 –3 candidates invited in for a full day of interviews
- March 2009 3 - Additional Candidates Interviewed

- 34 Applicants have been screened since September 2008
- 17 Interviews have been conducted to date with 10 candidates

- **May 2009 - 2 candidates identified for final interviews - Hiring Freeze**

Vacancy Number:	60009068
Posting Date:	9/18/2008
Closing Date:	
Job Title:	**Investment Director**
Working Title:	Investment Director - Alternative
Salary Grade:	NG
Hours of Work (shift,days):	8:00 a.m - 5:00 p.m. or 8:30 a.m. - 5:30 p.m.
Classification Salary Range:	$0 - $0
Position Recruitment Range:	$0 - $0
Agency:	N.C. Department of State Treasurer
Division:	Investments Division
Type Of Appointment:	Permanent full-time
SPA Subject/Exempt:	SPA Exempt-Policy Making
Position Status:	
No. Of Openings:	1
Description of Work:	SALARY IS COMMENSURATE WITH EXPERIENCE... The primary purpose of this position is to oversee the Alternative Investments unit, provide continuous evaluation and management of the risk associated with this type of investment, ensure that the actions taken by the Department of State Treasurer and the investment managers that handle the investments in this area are in compliance with the agency's risk management policy and are in the best interest of the stakeholders in the system. This position will lead the due diligence process for new and on-going investment managers. These responsibilities will include conducting due diligence research on the history, performance, and investment process of firms. This position will also be

responsible for managing the workflow within the Alternative Investments unit. These duties will include assisting in hiring, training and supervising investment analysts in this group; assignment and evaluation of work for these associates; as well as assisting in the resolution of problems and answering questions about the operation of the group. This position will be responsible for ensuring that accurate performance data is available and will also spend a significant amount of time assisting in the negotiation of complex legal documents that govern alternative investments made by the Department. Alternative investments include a variety of private equity and hedge fund investments held in limited partnerships, including some fund of fund and secondary investments.

Competencies/Knowledges, Skills & Abilities: Successful candidates for this position must possess the ability to read, interpret, analyze, and explain complex financial and investment information and processes. The ability to extract pertinent details from large amounts of information is essential and the position must understand standard investment practices and implement them on an ongoing basis.

Minimum Training and Experience Requirements: Graduation from a four year college or university with at least 12 hours in accounting, business, economics, finance, investment, statistics or closely related coursework, two years of broad work experience that would result in the knowledge of investments; and 5 years in public or corporate funds management; or an equivalent combination of education and experience. Advanced certification-or CFA certification strongly preferred.

Applicants must attach a list of relevant coursework that has been successfully completed.

HOW TO APPLY: Send a completed State application form PD-107 by 5:00 p.m. on closing date to:

Human Resources
N.C. Dept. of State Treasurer
325 N. Salisbury St.
Raleigh, NC 27603-1385

Phone Number: 919-508-5172

Fax Number: 919-733-7529

Top 10 Public funds
Values (in $million) as of Sept 30, 2008

	Fund	Assets
1	California Public Employees	$214,556
2	California State Teachers	$147,185
3	New York State Common	$138,425
4	Florida State Board	$118,673
5	New York City Retirement	$107,304
6	Texas Teachers	$95,982
7	New York State Teachers	$88,487
8	Wisconsin Investment Board	$74,544
9	New Jersey	$71,842
10	North Carolina	$70,525

TOTAL FUND PERFORMANCE JUNE 2008

	1 Yr	3 Yr	5 Yr
Total Equity	-10.45	6.52	10.38
Custom Equity Benchmark	-12.01	6.24	9.76
Return over Benchmark	**1.56**	**0.29**	**0.62**
LTIP Composite	8.35	3.95	4.14
ML Custom Benchmark	7.50	3.50	3.95
Return over Benchmark	**0.84**	**0.45**	**0.19**
Real Estate Composite	8.74	16.19	13.71
Custom Real Estate Benchmark	9.51	15.43	14.29
Return over Benchmark	**-0.77**	**0.76**	**-0.58**
Alternative Investment Comp	7.60	11.77	8.83
Custom Alternative Benchmark	-0.98	7.46	8.79
Return over Benchmark	**8.57**	**4.30**	**0.05**
Total Pension Plan	-2.07	6.44	8.21
Total Pension Custom Benchmark	-2.86	5.89	7.73
Return over Benchmark	**0.80**	**0.54**	**0.47**

Note: All asset classes contribute to total fund performance. Based on a $60 Billion portfolio, outperformance at the following levels is shown below:

Outperformance	Value Add
0.1	$60,000,000
0.2	$120,000,000
0.3	$180,000,000
0.4	$240,000,000
0.5	$300,000,000
0.6	$360,000,000
0.7	$420,000,000
0.8	$480,000,000
0.9	$540,000,000
1.00	$600,000,000

Remember that values move daily. This is intended to show value of retaining qualified professionals at every level of fund management.

add'l items

Treasurer

Account	2009-10	2010-11
Salaries	$ 169,280	$ 169,280
Social Security	12,950	12,950
Retirement	14,457	15,134
Health Insurance	12,471	12,471
Financial/Audit Services	200,000	200,000
Postage	16,000	16,000
Employeed Education	5,000	5,000
Total	$ 430,157	$ 430,835

deferred compensation figures = actuarial adjustments to pension fund

Position Number	Title	Budget Amount
60009060	Investment Analyst	52,624
60009205	Accountant	67,656
60009053	Executive Assistant	49,000
		169,280

to replace from Senate: $429K

Line items 89 & 90

PROXY SVC. CONTRACT

→ Glass-Lewis: 2-yr contract, automatically renewed May 15, '09 for 1yr

↓

$53,100/yr

— no info on whether this was bid out

Notice 6.2.09 Subcommittee

North Carolina Department of Cultural Resources

Date: June 2, 2009

To: General Government Fee Subcommittee

From: Department of Cultural Resources

Subject: Fee on Deeds for the Management and Preservation of Public Records for an Archives and Records Management Fund---Services Provided to State, County, Local Governments, and Citizens by the Department of Cultural Resources, Archives and Records Section

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The purpose of the Archives and Records Section, as mandated by G.S. 121 and G.S. 132, is to promote and safeguard the documentary heritage of North Carolina, particularly as it pertains to public records.

Archival and Records Management Services Provided by the Department of Cultural Resources, Archives and Records Section

- **Assists state, county, and municipal governments, local officials, community colleges, and universities in recordkeeping activities by performing consultations pertaining to the management of public records.** A total of 1,991 consultations for records management were held with local and state agencies in FY 2007-2008. These services were provided at no cost to local governments and state agencies.

- **Produces records retention and disposition schedules for counties, municipalities, and state agencies.** Under G.S. 132-3 public records cannot be disposed of without the consent of the Department of Cultural Resources. In addition, G.S. 132-8.2 charges the Department of Cultural Resources to establish and maintain a program for the selection and preservation of public records considered essential to the operation of government and to the protection of the rights and interests of citizens. These services are provided at no cost to local governments and state agencies.

- **The Archives and Records Section, in its Government Records Branch, operates a Local Records Unit, consisting of seven (7) professional staff members dedicated to providing consultation services, retention and disposition schedule drafting, preservation advice, disaster response and recovery, and arrangement and description of county records.** Currently there is a backlog of 6,000 cubic feet to be worked by this unit and transferred to the State Archives for use by researchers. Salaries and benefits for the Local Records Unit total $349,013.

- DCR operates five archival and records management facilities (including the Outer Banks History Center in Manteo) for semi-current public records and records of permanent value at no cost to local governments and state agencies.

- Equivalent commercial costs provided for similar services are :

Storage Carton & Barcode 1.2 sq. ft.	$2.50
Retrieval	$1.55 each box or roll
Refile	$1.45 each box or roll
Delivery & Pick Up	$1.15 each unit, $9.50 per trip, Rush trip $27.50
Permanent Removal	$3.75 each unit
New box input	$1.55

- Provides security vaults for the preservation copies of security microfilm for vital records received from the counties and state agencies. There are a total of 318,491 reels of security microfilm permanently stored by Archives and Records at no cost to the counties and agencies. **County records security film comprises about 50% of all film stored by the Department of Cultural Resources. Approximately 75% of the county records security film includes land records, and DCR is currently adding about 500 reels of land records from the counties per month.**

Administrative Office of the Court	83,250
State Agencies	42,673
County Records	157,381
Church Records	2,822
Municipal Records	2,700
School Records	12,000
Newspapers	8,300
Adoptions	1,150
Federal Film	2,346
Private Collections and Misc.	1,719
LDS Film (county records)	4,150
TOTAL	318,491 Reels of security microfilm

- **Provides storage and reference services on archival records and records to be maintained under schedule for a specific number of years.**

- **Records management facilities hold approximately 185,844 cubic feet of county, state and university records.** Of those records 61,433 cubic feet, or approximately one-third, will be kept permanently. The remaining 124,411 will be disposed of based on approved records schedules. In the archival storage areas there are approximately 30,000 cubic feet of permanent records from county, municipal, and state agencies, as well as private papers and organizational records. In addition, there are approximately 20,000 cubic feet of archival court records awaiting transfer from 63 counties to the Archives' custody.

Records Management Facilities (cubic feet)

State Agencies permanent	49,373
State Agencies non-permanent	123,087
County Records permanent	12,060
County Records non-permanent	611
University Records non-permanent	713
TOTAL	185,844

Archival Facilities (cubic feet)

County Records	18,000
State Agencies	5,000
Special Collections	7,000
TOTAL	30,000

- **Provides access to, preserves, and duplicates historical and public records of enduring value for the citizens of North Carolina and for researchers worldwide.** Performs reference and records retrieval services in the State Records Center, the State Archives, and the Outer Banks History Center. For FY 2007-2008 the State Archives handled 26,339 postal, e-mail, and telephone research inquiries; had 206,062 unique visitors to the Archives and Records Web site; and assisted 7,997 researchers in the Outer Banks History Center and the State Archives Search Room. This included providing **reference services for 767 volumes, 982 boxes, and 12,918 reels of county land records** housed in the Raleigh facility.

- **Provides imaging and microfilming services to county, state, and municipal agencies for permanently valuable records series on an approved records retention and disposition schedule.** Based on the guidelines in G.A. 132, imaging services are provided to agencies only at cost. For the first eleven months of FY 2008-2009 these services included creation of 761 reels of microfilm from original records or electronic images. Of those 761 reels, 376 were created for county and municipal agencies, including clerks to the board, departments of social services, and registers of deeds. In addition, about 55% of the microfilm processed in the Collections Management Branch of the Archives and Records Section was for the Administrative Office of the Courts. For FY 2008-2009 registers of deeds have sent 5,752 rolls of security microfilm in for security vault storage.

- **Serves as the repository for defunct post-secondary schools and provides services as registrar for these records for our state. Also preserves and services copies of veterans' discharge records from WWI through the Vietnam War.**

- **Issues guidelines and best practices for records management. The department will also have increased responsibilities under Executive Order 150 for e-mail management in cooperation with the state office of Information Technology Services.**

- Creates Web-based training modules and holds best practices workshops statewide about public records management, disaster preparedness, and e-mail as a public record, including:

Local Records Workshops	State Agency Workshops
Disaster Preparedness & Recovery	Introduction to Managing Public Records
Managing Public Records in North Carolina	Managing Your Inbox: E-mail as a Public Record
Scanning Public Records: Laying the Groundwork	The Digital Divide Also Multiplies: Managing E-mail
Scanning and Microfilming	Managing Electronic Records: Recognizing Perils and Avoiding Pitfalls
Managing Public Records for Local Government Agencies	Scanning Public Records: Laying the Groundwork
	From Filing Cabinet to Desktop PC: Organizing Your Paper and Electronic Files

- **Maintains and references unique special collections**, including ca. 3,000 private collections; an extensive military collection dating back to the colonial era; copies of British and Spanish material pertaining to North Carolina; and non-textual records, including sound recordings, motion picture film, and over two million (2,000,000) historical photographs. In addition, the section holds 4,182 maps of North Carolina including 709 depicting the colony and state; **1,655 county maps,** 558 municipal maps, 442 individual river basin and watercourse maps, 115 military maps and plans of battle, and 703 other maps of evidential and historical value. These maps are referenced daily by researchers and departmental staff.

Several other state archival programs similar to the North Carolina program already utilize a fee upon the recording of deeds or court records to help support their records management and archival programs. Missouri, New Jersey, New York, and Virginia have recording fees that help support public records management. New Jersey in particular maintains an impressive program based upon a fee on deeds that was established and funded in 2005. It is their Public Archives and Records Infrastructure Support program know as PARIS. The fee is $5 with $3 of the money going in to a dedicated account for the "management, storage and preservation of public records" by the state archival program and $2 of the fee is allocated for grants to counties and municipalities for the management, storage and preservation of public records within their offices.

It is important to note that the structure of archival and records management programs in North Carolina, New Jersey, Missouri, and Virginia are not the same. Since 1903 North Carolina has maintained a centralized approach in its archival and records management program. All of the older county records have been transferred to the State Archives in North Carolina. In the other states these records often remain in local courthouses with counties bearing the burden of the storage and reference costs. This is not the case in North Carolina.

North Carolina's funding has been based on a combination of appropriations and receipts. Sales of microfilm and other duplication services are declining because of the availability of records online and because the sales have fairly saturation the market. In addition reference services are undergoing a transformation to researchers accessing information about state archival holdings on-line. This is a responsible in a decline in on-site visitation to most state archival programs, including North Carolina. Adding on-line content to meet the growing demand for on-line content available 24 hours a day, 7 days a week is placing other demands on limited budgets and staffing levels.

Funding is especially needed for a digital repository to address the challenges of preserving electronic records of long-term value and in sharp contrast for conservation work on traditional paper based county records and state agency records transferred to the State Archives for preservation. There are thousands of documents and volumes dating back to 1663 that have permanent evidential, historical, and intrinsic value that need repair and conservation work. The majority of these records are records transferred from the county courthouses for permanent preservation in the State Archives. There currently is no funding in the budget for this work. Establishment of a non-reverting fund by a fee on deeds would redress this problem. Virginia uses a major part of its fund raised by a recording fee for this purpose.

In response to Representative Tucker's question about costs for filing deeds and distribution of fees, there are different fees for deeds and deeds of trust, but the funding distribution is nearly the same for each. 10% of total filing fees for these instruments go into an automation fund for registers of deeds.

Deeds:

First page fee	$14
Subsequent pages	$3

Distribution of funds=equal split between counties and state

Deeds of Trust:

First page fee	$24
Subsequent pages	$3

Distribution of funds=$10 to Dept. of Crime Control and Public Safety for flood plain mapping
remainder split equally between counties and state

The proposed Archives and Records Management Fund (ARM) fee is modest and should not interfere with the real estate market. Moreover, there is a connection between the services provided by the agency and property buyers whose property ownership records and chain of title are preserved by the Archives and Records Section. Real estate brokers do not pay the fee. Yet, they benefit from a strong and stable system of government records, especially those that deal with real estate and government actions as in the case of zoning and land use management.

Virginia

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building
June 2, 2009
Minutes

The House Appropriations Subcommittee on General Government met on Tuesday, June 2, 2009 immediately after session...

Members of the Subcommittee on General Government present were: Representatives Fisher and Underhill, Chairs; Steen and Tucker, Vice-Chairs; Brown, Floyd, Mills and Whilden. *Note: Rep. Cleveland arrived late for the meeting.*

Fiscal Staff Members: Michele Nelson, and Clare Hester.

A visitor registration sheet is attached (Attachment 1).

The committee discussed the "fees" portion of General Government's budget using the spreadsheet (attachment 2)

Representative Tucker made a motion to accept the fee increases recommended by the committee. It was 2nd by Representative Fisher. After much discussion, Representative Underhill called for a vote by show of hands. The motion passed 4 – 3.

The meeting adjourned at 4:58 PM.

Alice G. Underhill

Representative Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

Additional Fees Proposed - Gen Gov Fees Subcommittee - upated 6/03/09

	Current Fee	Date of Last Change	New Proposed Fee	Additional Revenue from Fee FY 09-10	Additional Revenue from Fee FY 10-11	Action Required from General Assembly
Secretary of State:						
Broker/Dealer Salesperson Registration Fee	$75	2002	$125	$ 7,265,400	$ 7,265,400	Special Provision

This increase raises the Broker/Dealer Salesperson Registration fee from $75 to $125.

Office of Administrative Hearings:

NEW FEE: Contested Case Filing Fee	-	-	$100	$ 200,000	$ 200,000	Special Provision, statutory language, legislation

Charges a new fee to contested case filings. Please note that the State will be required to reimburse this filing fee for each case they lose, estimated to be between 25% to 33%, Please refer to the attachment for more detail.

Department of Administration:

Divorce Filing Fee	$75	2007	$150	$ 2,715,375	$ 2,715,375	Special Provision
Marriage License Fee	$50	2007	$60	$ 648,680	$ 648,680	Special Provision

Currently the Council for Women receives all $75 of the Divorce Filing Fee for Domestic Violence & Displaced Homemaker programs. This $75 increase generates a new total fee of $150. Of the $75 increase, $25 will go to Sexual Assault/Rape Crisis Fund, $25 to the Domestic Violence Fund, and $25 to the Displaced Homemakers Fund. The new allocations of this $150 will thus be: $80 to Displaced Homemakers, $45 to Domestic Violence, and $25 to Sexual Assault/Rape Crisis.

The current Marriage License Fee is $50, $20 of which goes to the Council for Women. With this fee increase, $30 of the $60 fee would go to the Council for Women.

Department of Insurance:

Multiple Fees	see attachment	$2,115,973	$2,821,298	Special Provision	
		* 9 months	* 12 months		

Various fee increases are proposed across the agency. Please refer to the detailed list attached.

09/14/2009
FRD Gen Gov team

Additional Fees Proposed - Gen Gov Fees Subcommittee - upated 6/03/09

	Current Fee	Date of Last Change	New Proposed Fee	Additional Revenue from Fee FY 09-10	Additional Revenue from Fee FY 10-11	Action Required from General Assembly
Department of Cultural Resources:						
NEW FEE: $5 on real estate transactions	-	-	$5	$ 725,000	$ 1,125,000	Special Provision

This new proposed fee would charge a $5 administrative fee on all real estate transactions in North Carolina. The receipts from this fee would be directed to a special non-reverting fund that the Department of Cultural Resources can use to fund its operations.

State Board of Elections:						
Candidate Filing Fee	1%	1959	$300/1.5%	$ 143,099	$ -	Special Provision

* 9 months

The current Candidate Filing Fee is 1% of the candidate's salary, which is paid every even-numbered year. The new proposed fee would raise the fee to a flat rate of $300 for State legislators, and 1.5% for all other candidates. The receipts from the additional 0.5% will be directed to a special non-reverting fund that the State Board of Elections can use to fund its operations.

TOTAL FEES PROPOSED:	**$ 13,813,527**	**$ 14,775,753**

Appropriations Subcommittee on General Government
Minutes

June 3, 2009
9:00 AM
Room 1425

Chair Susan Fisher called the meeting of the Subcommittees on General Government to order on June 3, 2009, at 9:00 a.m. The following members were present: Representative Alice Underhill, Chair; Representative Fred Steen, Vice chair; Representative Russell Tucker, Vice Chair; Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills, and Representative Jane Whilden.

The Sergeant at Arms were recognized; Judy Turner and Martha Parish. Staff present was Michele Nelson, Claire Hester, Sarah Poteat and Committee Clerk, Lynn Tennant. The pages were Bonnie Blackburn, sponsored by Representative Bill McGee from, Forsyth County and Chezney Cunningham, sponsored by Representative Parmon.

Representative Fisher called upon Michelle Nelson to discuss nonprofits, which is the subcommittee of the subcommittee. Michelle then refers the Nonprofit Subcommittee report, attached. These were all changes made following Representative Tucker's report.

Representative Tucker- My thought process has changed because the committee has given a solution. I feel that the General Government Appropriations should be reduced by some figure but at least if they have some additional fee coming in. Maybe we need to know what the Senate is doing. The only reason Housing Finance is in this report is because they give grants to nonprofits. I recommend that we temper what we do based on what is available.

Representative Floyd – We need to take in mind those agencies that provide in-kind contributions--hold these agencies harmless so they can advance culture. We have 28 Generals at Fort Bragg, second to the pentagon.

Michelle went through a synopsis of the Nonprofit Sub-subcommittee report and stated the original person to explain the attachment was unavailable, but any questions would be referred to him at a later date. Also if there were changes thought necessary they would also follow- up later.

Representative Fisher suggested that the committee read over this and allow the staff and committee members to get back to the chairs with questions that we can then forward to staff and then they can communicate with the agency.

Chair Underhill – Are we expected to fund this agency?
Michelle – That is why you are hearing this, but on the second page, there is still some question about how that is all going to be managed because the funding will come from

wherever the administration allows for recovery fund. This is something that would need to be discussed with the full chairs as well.

Representative Fisher- What happens if we were to include this money in our budget? What happens if later down the road, that recovery money is there to pay for this?
Michelle – We would have a special provision that accounts for that.
Chair Fisher- To make sure the money is returned?
Michelle- Yes, that is how I would suggest you handle that.

Representative Cleveland- We have already allocated 1.6 million in recovery money and looking for allocation of $1.6 million and he doesn't expect that to be covered by the federal money.
Michelle- We don't have that money. I think we need to discuss this with the whole chairs and let them direct the committee on how to handle it.
Representative Cleveland- I think that we should look at the staffing.

Chair Underhill- Could we look at the staffing briefly? Could you give a guide about the staffing or any other comments that we might share with the big chairs, ore we could leave this in the big chairs hands.
Representative Cleveland- Could legal counsel be provided through some other area.
Chair Fisher- The compliance training officers.
Chair Underhill- We should give this to the big chairs.

Representative Fisher tells the committee we will take this to the big chairs with your concerns. Chair Fisher then moved on to fees. Claire discussed how fees were voted on by subcommittee yesterday. The attached handout was an update of corrected figures. Claire then described the different fees.

Chair Underhill- The big chairs were resistant to these fees going to nonrecurring funds. They want those funds to be used. The big chairs have created a rule stating that they were not going to create new nonrecurring funds. This is a problem we would need to discuss with them further. As Representative Steen said "Just creating another fee and dumping it into the General Fund where everything looks like a tax"
Michelle- This money will go into the department's budget and offset the General Fund's appropriation or it would be deposited into the treasury. Offset would be shown as a receipt in there budget.
Chair Underhill- So it can be done, just has to be done that way.

Representative Grey Mills- Divorce File fees, 1086150, which is correct?
Claire – 2.7 is correct.

Representative Floyd- So there is a 100% increase in divorce filing fee. With all the other stuff they may be going through, you are asking people to stay in an environment, they want to get out of.

Follow/up from Representative Tucker- I sort of disagree with what you said. My fee committee recommended the $25 increase, while someone else had already suggested the $25 increase. Will they be satisfied with just the $25.
Representative Steen – We were just trying to take the recommendation from the agency on that.
Chair Fisher- Are you ok with just taking it?

Chair Underhill – The benefit of doing this now provides a funding stream. It goes through the Department of Administration, to the Council for Women and then goes to three agencies around the State; Domestic Violence, Rape Crisis, and Displaced Homemakers. This funding stream will give more security to the Rape Crisis agency like the other two. It is wise to do it this year.

Chair Fisher- That is one of the few places where we know the money is going to go.

Representative Floyd- Don't put more financial strain on people

Chair Fisher- They are either going to benefit from marriage, divorce or seeking help from Rape Crisis, Domestic Violence or Displaced Homemaker funds. Pay a little now, get a benefit later, but your point is very well taken.

Claire Hester talks about the spreadsheet and states it is not final and if you have any concerns please do not hesitate to get back to us as soon as possible. We are meeting with the full chairs to discuss these items after caucus.

Representative Cleveland asked if the continuation budget was from the last budget cycle or this cycle.

Claire- We are using this as the same starting point. Under every continuation budget starting point there will be an adjusted continuation budget item that takes out all the increases that were in the continuation budget and that is one of the full Chairs roles. We put this in the order that we heard the presentation. Anytime you see an S, that is an item that was also in the Senate budget package, so we took out those two items that were in Senate package and two additional items that we got from there budget over the past two weeks. Office of the State Auditor continuation budget starting point was 14.3 million and had an increase reduction of about 600,000. House Appropriations Subcommittee on General Government Recommended Agency reductions for 2009-11 Biennial Budget 2009 Session was the referenced handout that detailed Claire's presentation. Claire discussed the State Board of Elections, Office of State Personnel, Department of Insurance. We were instructed by the full Chairs that the NC Auto Retrospective Fund may be taken by the Governor, and that will change their bottom line. The Governor may be taking all of the NC Retrospective Insurance Fund.

Representative Tucker- Is there anything that we can do immediately to stop her from taking the $1.3 million.

Constitutionally, she is charged with balancing the budget

The Department of Administration was also discussed. Anything that doesn't have an S by it is a vacant position that was provided by the agency's presentation, a couple of weeks ago. This is not final.

Representative Tucker- Under the reductions, under the Rape Crisis Fund, was that general appropriations reductions?
Claire- Yes, there is also an additional position that was not bought forward by the agency, it is at the bottom on page four under state energy office, that's in addition to what the agency bought forward.

Claire then went on to discuss the Office of Administrative Hearings, the figures with the S beside them have a slightly different number than what is in your Senate budget. These were presented last week. Department of Revenue was discussed next. Because this was the last agency to present, we are still working on the details, and I have been working with Elizabeth about their vacancies. These are suggested vacant positions to eliminate and I would like for the subcommittee to review this. This is a general idea about what the cuts to revenue could be.

Michelle, discusses the State Ethics Board, North Carolina Housing Finance Agency. For the North Carolina Housing Finance Agency you decided to cut one million dollars from their budget to help you move towards your target. The Office of The State Controller, I want to refer to Thomas Cheek. Moving on to the General Assembly's budget, the reducing various accounts does not match, primarily because you decided to make sure there was funding in the budget. The Legislature did not appropriate funding for the Fiscal office of the General Assembly, this is not expansion just increases.

The Department of Cultural Resources-- the reduced appropriation was moved to special funds for Roanoke Island Commission. The Department of State Treasurer, Pam Wortham, identified that part of the adjusted Continuation Budget came from receipts. I sent her email stating that I needed to have associate in the budget the receipts of the items she was reducing, and removing.
Pam- The receipts for 2009/10 are $254,053, and that was for the first year, the second year is $107, 152.
Chair Fisher- Where do those receipts come from?
Pam- Part comes from the pension fund, their was an increase suggested for postage.
Chair Fisher- So pensions?
Michelle- I think the office of OSBM can help. The question is why this was not identified as a receipt. Generally when you have funding in the budget supported by receipts, it is identified as such. That was the clarity I was requesting from Pam.
All the salary items are broken down to be receipts recorded and identified, with also postage and travel and contracted services. So looking at the summary, no one can determine whether it is receipt supported. There are so funds that are appropriated and then reimbursed
Chair Fisher- Is there someone here, who could help clarify this?

David Brown from OSBM - Some money is appropriated, so it receipts.
Chair Underhill- Is this only an issue with the receipts from agencies like the Treasurer, and Insurance?
Michelle- For clarity, it would be helpful if that was detailed, so that when we read it, we won't be confused. The question is whether you will allow the adjustment to restore both amounts that year.
Chair Fisher- I think that it will help if we can see that detail and once staff has seen that, we will discuss it with the big chairs.

Michelle then moves on to the Secretary of State. They have not identified the possible filled position primarily because the employees would need to be identified first.
Michelle then discusses the Office of the Governor. For the Office of the Governor, I don't have the details for the management flexibility reduction. That would also detail the item in the Senate package, referred to as reduction to various operating accounts as well. Michelle then describes the office of State Budget and Management. The additional reduction category is talking about positions and I would need to work with David Brown. Michelle then discussed the OSBM, Reserve for Special Appropriation; there is an adjustment, and the reduction of 7% in the senate package. The 56,535 is being used (according to Mr. Brown) to move to Blunt St. Agencies had to find this money in there budget.
Chair Fisher- Until you hear further, this is an item we will take to the big Chairs.
Michelle – the $56,535 was the purpose of this funding and because there is an increase, the rules are to remove increases, and for staff to make sure it is not duplicated.
Chair Fisher – So the move to Blunt St, is overall a savings, at some point in time and so we will press that with the big Chairs.

Chair Underhill – Why is the Humanities Council funded here? Why is it not in Administration where other similar programs are?
Brown- this is a special project and this is where the General Assembly appropriations of finance put it.

Representative Floyd – What about the three field positions officers, up in Cultural Resources?
Michelle- OSBM, perhaps?
Chair Underhill- She said Cultural Resources but meant OSBM.
Representative Floyd – We have not looked at travel.
Chair Fisher- Everyone has looked at travel and eliminated most of it.
Representative Floyd- Vacancies or taking someone's job--I am adamantly opposed to eliminating filled positions, when there are vacancies.

Representative Cleveland – The Dept. of Insurance, we are going to lose North Carolina's retrospective insurance fund, do we still have special permission?
Jim Newman – for the fire grant there is $7 million to be spread across the entire state.
Representative Cleveland – Is it seven million, or three million?
Chair Fisher- Is seven the starting point?
Brown- There was seven million in there, it not like we get it all at one time.

Chair Underhill- We are still safe to count on that retrospective insurance fund.
Brown- That is correct. The money is available, but at the same time, these local fire departments involved would come from fund.
Representative Cleveland- This is done annually so it should be known what is committed.
Representative Floyd – Can he provide funds so that the last day in May, we know what is committed and what is not?
Newman- It is all committed.

Claire – Fees have to be finalized today.
Chair Fisher- Are you all alright with that?
Representative Cleveland- Not happy with fees, and unfortunately missed the vote yesterday.
Chair Underhill- We may need to revisit that vote, because you and Representative Brown were not present. We need to come to some understanding about the fees or we are out of balance, and a lot of the fees may be overruled.
Chair Fisher- Fees do alleviate pressure on funds going to agencies. Do agencies ever feel the affect of having raised fees?
Chair Underhill- State Board of Elections, Cultural Resources. There is no general funding and no expansions. All fees will go to Finance, and what we are trying to do is reach a goal, we can not starve an agency that has the responsibility to maintain archives. We can not have a special archives fee, but we can at least offer what another state has done. If finance says no, they just say no.
Representative Whilden- If we take out the fees that we have raised we are going to have to go back to every agency and we do not have that time.
Representative Floyd -We do not need to spend a lot more time on fees that has already been taken care of.
Michele- their budgets will be off, for Department of Cultural Resources and State Board of Elections. This is a review. There is no need to vote.

Chair Fisher – My suggestion is that we will take your comments and questions to the big Chairs, and we will meet with them after session today, and we will likely bring back something tomorrow for a vote.

Jim Newman revisits the notice of awards for the Department of Insurance.
Representative Fisher – Do you have a grant cycle where you have to have the application in by a certain time? From the time that you award the grants in June through December, what do you believe you will collect?
Newman - $7-9 million
Chair fisher – The grant cycle may have to stop for a month or two.

The meeting adjourned at 10:29 a.m.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

June 2, 2009 (Revised)

Nonprofit Subcommittee Report
House Appropriation Subcommittee on General Government

The Nonprofit Subcommittee was appointed by the co chairs of the House Appropriation Subcommittee on General Government on May 19, 2009, and met on May 19, 20, and 26, 2009. The subcommittee was charged with the examination of non-profits' use of resources from all funding sources, and the administration of requirements and guidelines at the state level. A significant focus of the subcommittee was to obtain an understanding of funding sources, the requirements for application and allocation of funds from all funding sources, disbursement of funding to nonprofit organizations, and nonprofit's compliance with reporting requirements under G.S. 143C-6-23. The subcommittee's review included the State agencies/divisions, programs, and non-profit organizations with sources of funding indentified in the table on pages 2-3.

The subcommittee also discussed the May 2009 report on grantees' non-compliance with the State reporting requirements per G.S. 143C-6-23 that was released by the Office of State Budget and Management.

As a result of the examination, the Non-profit Subcommittee offers the following recommendations to the House Appropriations Subcommittee on General Government:

Administration-Council for Women

- Reduce up to 10% or as an alternative raise fees in order to reduce appropriation.
- Consider special provision with JPS/AOC.

Cultural Resources

- Reduce funding for all grants up to 10% for the FY 2009-2010.

Insurance

- Do not reduce grants, but consider Special Fund balances.

Housing Finance Agency (HFA)

- Reduce funding for Housing Trust Fund up to 10 %.

A special provision was recommended to address the noncompliance of non-profit organizations in meeting reporting requirements for inclusion in the House Appropriations bill.

AGENCY/DIVISION	PROGRAM	Governor's Recommendation FY 09-10	Governor's Recommendation FY 10-11	SOURCE OF FUNDS
Administration				
Council for Women				
	Sexual Assault	$3,022,390	$3,022,390	General Fund
	Displaced Homemakers	$ 314,995 $1,620,791	$ 314,995 $1,620,791	General Fund Divorce Filing Fees
	Domestic Violence	$5,033,500 $1,350,000 $ 717,400	$5,033,500 $1,350,000 $ 717,400	General Fund Marriage License Fees Divorce Filing Fees
Total - Administration		**$12,059,076**	**$12,059,076**	
Cultural Resources				
Archives and History	Confederate Cemetery	$2,500	$2,500	General Fund
Arts Council	Vagabond School of Drama	$40,095	$40,095	General Fund
	Lost Colony	$214,348	$214,348	General Fund
	Shakespeare Festival	$214,348	$214,348	General Fund
	Basic Grants	$3,543,360	$3,543,360	General Fund
	Grassroots Arts	$2,478,535	$2,478,535	General Fund
NC Symphony	NC Symphony Society	$1,871,385	$1,871,385	General Fund
Total – Cultural Resources		**$8,364,571**	**$8,364,571**	
Housing Finance Agency (HFA)				
	Housing Trust Fund	$10,000,000	$10,000,000	General Fund
Total - HFA		**$10,000,000**	**$10,000,000**	**General Fund**
Insurance				
	Fire & Rescue Dept. Grants	$956,881	$956,881	GS 20-183(7)
	Fire Dept. Grants	$3,781,949	$3,781,949	GS 105-228.5
	NC Assoc of Rescue & EMS	$670,996.08	$670,996.08	GS 58-88-30

	NC State Firemen's Assoc.	$93,627.36	$93,627.36	GS 58-88-31
Total - Insurance		**$5,503,453.44**	**$5,503,453.44**	
Office of State Budget & Management (OSBM)				
	NC Humanities Council	$93,000	$93,000	General Fund
Total - OSBM		**$93,000**	**$93,000**	**General Fund**

Office of Economic Recovery and Investment

Proposed Budget 2009 - 2011

	Filled (F)/Vacant (V)	Percent Time	2009-10	2010-11	Notes
Salaries:					
Director	F	100	$ 98,500	$ 98,500	
Analyst	F	100	$ 58,773	$ 58,773	
Analyst	V	100	$ 45,000	$ 45,000	
Analyst	V	100	$ 45,000	$ 45,000	
Legal Counsel	F	100	$ 86,000	$ 86,000	
Compliance Manager	F	100	$ 89,000	$ 89,000	
Public Information Officer	V	100	$ 52,000	$ 52,000	
Compliance Training Officer	V	100	$ 65,000	$ 65,000	
Compliance Training Officer	V	100	$ 65,000	$ 65,000	
Compliance Training Officer	V	100	$ 65,000	$ 65,000	
Sub-total			$ 669,273	$ 669,273	
Temporaries	F	50	$ 62,920	$ 62,920	Education program specialist
	F	50	$ 45,760	$ 45,760	Budget specialist
	F	50	$ 61,152	$ 61,152	DHHS program specialist
	F	50	$ 47,424	$ 47,424	Budget specialist
	F	50	$ 18,720	$ 18,720	Front Desk/Clerical Assistance
	F	50	$ 56,160	$ 56,160	Procurement and HUB specialist
	F	100	$ 41,600	$ 41,600	Administrative Assistant/HUB
	F	100	$ 37,440	$ 37,440	Front Desk/Clerical Assistance
Sub-total-Temporaries			$ 371,176	$ 371,176	
Fringe Benefits:					
Social Security			$ 79,594	$ 79,594	7.65% of salaries of positions and temporaries.
Retirement			$ 54,479	$ 54,479	8.14% of salaries of positions.
Hospitalization			$ 41,570	$ 41,570	$4,157/position for 10 positions.
Sub-total - Salaries & Fringes			$ 1,216,092	$ 1,216,092	
Office Supplies			$ 15,000	$ 15,000	$833/employee/year.
Desktop Support			$ 20,000	$ 20,000	$87/mo/employee +small amount for inflation
Website Support			$ 100,000	$ 100,000	Website must be constantly updated and CGIA develops maps of projects.
Lan service charge			$ 8,000	$ 8,000	approximately 500/mo, currently. Increased for next two years.

Office of Economic Recovery and Investment

Proposed Budget 2009 - 2011

	Filled (F)/Vacant (V)	Percent Time	2009-10	2010-11	Notes
WAN charges			$ 15,000	$ 15,000	Currently $520/mo/port. We have two ports. Added for inflation for next year.
Telephone			$ 25,000	$ 25,000	Telephones range from 62.57 - 120.00/mo./phone.+ long distance+Blackberry.
Lease copiers			$ 20,000	$ 20,000	Lease of two copiers
Travel			$ 36,000	$ 36,000	Transportation to regional and training meetings.
Dunns Subscription			$ 147,800	$ 160,000	Provides information for risk assessment and tracking of funds.
Contracts:					
-Regional meetings including HUB/Small Business Awareness Program			$ 150,000	$ 60,000	To increase awareness of potential funding and encourage participation, particularly with HUB's and small businesses.
-Compliance management Contracts			$ 300,000	$ 300,000	To contract for assistance with compliance monitoring at the field level.
-Reporting			$ 100,000	$ 100,000	To meet the demands of extensive reporting requirements for the Recovery Act.
-Adm/Training for state agency staff			$ 50,000		To increase the ability of state agency staff to properly and fully administer grant funding for which they have responsibility.
Contingency			$ 50,000	$ 50,000	
*Audit Functions			$ 400,000	$ 400,000	To work with the Office of State Budget and Management in increasing the internal audit availability, in order to fulfill compliance monitoring requirements. Estimated 4-5 additional internal auditors.
Total			$ 2,652,892	$ 2,525,092	
Receipts			$ 1,061,157	$ 2,525,092	We have federal authority to develop a rate plan for reimbursement, which, when approved by the federal agency,should reimburse actual costs.
Appropriation			$ 1,591,735	0	

* Contingent upon review of Departmental budgets for costs associated with additional audit requirements due to ARRA.

Additional Fees Proposed - Gen Gov Fees Subcommittee - updated 6/03/09

	Current Fee	Date of Last Change	New Proposed Fee	Additional Revenue from Fee FY 09-10	Additional Revenue from Fee FY 10-11	Action Required from General Assembly
Secretary of State:						
Broker/Dealer Salesperson Registration Fee	$75	2002	$125	$ 7,265,400	$ 7,265,400	Special Provision

This increase raises the Broker/Dealer Salesperson Registration fee from $75 to $125.

Office of Administrative Hearings:						
NEW FEE: Contested Case Filing Fee	-	-	$100	$ 200,000	$ 200,000	Special Provision, statutory language, legislation

Charges a new fee to contested case filings. Please note that the State will be required to reimburse this filing fee for each case they lose, estimated to be between 25% to 33%, Please refer to the attachment for more detail.

Department of Administration:						
Divorce Filing Fee	$75	2007	$150	$ 2,715,375	$ 2,715,375	Special Provision
Marriage License Fee	$50	2007	$60	$ 648,680	$ 648,680	Special Provision

Currently the Council for Women receives all $75 of the Divorce Filing Fee for Domestic Violence & Displaced Homemaker programs. This $75 increase generates a new total fee of $150. Of the $75 increase, $25 will go to Sexual Assault/Rape Crisis Fund, $25 to the Domestic Violence Fund, and $25 to the Displaced Homemakers Fund. The new allocations of this $150 will thus be: $80 to Displaced Homemakers, $45 to Domestic Violence, and $25 to Sexual Assault/Rape Crisis.

The current Marriage License Fee is $50, $20 of which goes to the Council for Women. With this fee increase, $30 of the $60 fee would go to the Council for Women.

Department of Insurance:					
Multiple Fees	see attachment	$2,115,973	$2,821,298	Special Provision	
		* 9 months	* 12 months		

Various fee increases are proposed across the agency. Please refer to the detailed list attached.

Additional Fees Proposed - Gen Gov Fees Subcommittee - upated 6/03/09

	Current Fee	Date of Last Change	New Proposed Fee	Additional Revenue from Fee FY 09-10	Additional Revenue from Fee FY 10-11	Action Required from General Assembly
Department of Cultural Resources:						
NEW FEE: $5 on real estate transactions	-	-	$5	$ 735,000	$ 735,000	Special Provision

This new proposed fee would charge a $5 administrative fee on all real estate transactions in North Carolina. The receipts from this fee would be directed to a special non-reverting fund that the State Board of Elections can use to fund its operations.

State Board of Elections:						
Candidate Filing Fee	1%	1959	$300/1.5%	$ 143,099	$ -	Special Provision

* 9 months

The current Candidate Filing Fee is 1% of the candidate's salary, which is paid every even-numbered year. The new proposed fee would raise the fee to a flat rate of $300 for State legislators, and 1.5% for all other candidates. The receipts from the additional 0.5% will be directed to a special non-reverting fund that the State Board of Elections can use to fund its operations.

TOTAL FEES PROPOSED:	**$ 13,823,527**	**$ 14,385,753**

House Appropriations Subcommittee on General Government Recommended Agency Reductions for 2009-11 Biennial Budget 2009 Session					
Agency/Division/Program		House Reduction			
		FY 2009-10		FY 2010-11	
Office of the Lieutenant Governor					
CONTINUATION BUDGET STARTING POINT		$966,706		$966,706	
Adjust Continuation Budget	S	($5,673)	R	($5,673)	R
Reduce various operating accounts	S	($12,023)	R	($12,023)	R
	S	($16,831)	NR	($16,831)	NR
532144 PC/Printer Support Service		($4,490)	R	($4,490)	R
532800 Communication & Data Proc		($6,318)	R	($6,318)	R
Total - Office of the Lieutenant Governor		**$921,371**		**$921,371**	
State Ethics Board					
CONTINUATION BUDGET STARTING POINT		$967,209		$967,015	
Adjust Continuation Budget		($10,149)	R	($10,149)	R
REDUCE LINE ITEMS					
Rent/Lease - Buildings/Office - 532512		($60,000)	R	($60,000)	R
Rent/Lease - Other Facilities - 532513		($250)	R	($250)	R
Educational Supplies - 533720		($2,744)	R	($2,744)	R
Travel - 5327xx		($1,915)	R	($1,915)	R
Total - Ethics Board		**$892,151**		**$891,957**	
North Carolina Housing Finance Agency					
CONTINUATION BUDGET STARTING POINT		$14,608,417		$14,608,417	
Housing Trust Fund ($10 mil) - no reduction		($1,000,000)		($1,000,000)	
Home Protection Program ($3 mil) - no reduction		$0		$0	
HOME match ($1,608,417) - no reduction		$0		$0	
Total - North Carolina Housing Finance Agency		**$13,608,417**		**$13,608,417**	
Office of the State Auditor					
CONTINUATION BUDGET STARTING POINT		$14,389,111		$14,405,383	
Adjust Continuation Budget	S	($636,675)	R	($636,675)	R
Eliminate Grants Training Unit (qty: 5 FTE)	S	($300,797)	R	($300,797)	R
ELIMINATE POSITIONS					
Field Audit Division - Salaries (qty. 3)		($181,613)	R	($181,613)	R
Field Audit Division - Social Security		($13,893)	R	($13,893)	R
Field Audit - Retirement		($14,783)	R	($14,783)	R
Field Audit - Hospitalization		($13,581)	R	($13,581)	R
Total - State Auditor		**$13,227,769**		**$13,244,041**	
State Board of Elections					
CONTINUATION BUDGET STARTING POINT		$6,627,101		$6,630,894	
Adjust Continuation Budget	S	($11,667)	R	($11,667)	R
ELIMINATE VACANT POSITIONS (qty. 7):					

Agency/Division/Program		House Reduction			
		FY 2009-10		FY 2010-11	
Applications Programmer - 60088225		($35,812)	R	($35,812)	R
Governmental Accounts Auditor II - 60088253		($44,084)	R	($44,084)	R
Audit Specialist (Time-Limited) - 60088260		($48,139)	R	($48,139)	R
Governmental Accounts Auditor III - 60088255		($52,742)	R	($52,742)	R
Audit Specialist - 60088262		($44,810)	R	($44,810)	R
Disclosure & Education Specialist - 65005663		($54,956)	R	($54,956)	R
Elections Specialist - 60088211		($34,065)	R	($34,065)	R
Total Salaries Eliminated		($314,608)	R	($314,608)	R
Associated Social Security & Retirement		($49,677)	R	($49,677)	R
Associated Medical Benefits		($31,689)	R	($31,689)	R
Total - State Board of Elections		**$6,219,460**		**$6,223,253**	
Office of State Controller					
CONTINUATION BUDGET STARTING POINT		$24,536,602		$24,568,908	
Adjust Continuation Budget		($312,798)		($345,105)	
Fund-shift positions to receipt support (qty. 1.25 FTE)	S	($91,488)	R	($91,488)	
Eliminate internship program (qty: 4.5 FTE)	S	($119,052)	R	($119,052)	
Reduce Various Operating Accounts	S	($724,502)	R	($724,502)	
eRoom reduction in License (130,224)	S				
Disconnect vacant telephone line ($20,232)					
Discontinue SOA (246528)					
Eliminate ITS Support ($327,518)					
Salaries - Approp. (6 positions)		($198,195)		($198,195)	
Social Sec. Contribution-Approp.		($15,162)		($15,162)	
Reg. Retirement Approp.		($16,133)		($16,133)	
Medical Insurance		($8,314)		($8,314)	
Travel		($38,000)		($38,000)	
Data Processing		($301,378)		($301,378)	
REDUCE LINE ITEMS:					
LAN services - 532822		($30,256)	R	($30,256)	R
Salaries		($276,779)		($677,356)	R
Social Security		($21,173)		($51,818)	R
Retirement		($22,530)		($55,137)	
Medical Insurance		($17,319)		($41,556)	
Purchased Svs.		($262,199)		($374,133)	
Total - Office of State Controller		**$20,663,910**		**$20,063,909**	
Office of State Personnel					
CONTINUATION BUDGET STARTING POINT		$7,787,372		$7,787,372	
Eliminate scanning function of applications (qty. 1 FTE)	S	($36,535)	R	($36,535)	R
REDUCE VACANT POSITIONS (qty. 4):					
Human Resources Partner - 60013775		*($47,198)*		*($47,198)*	
Human Resources Partner - 60013840		*($50,000)*		*($50,000)*	
Human Resources Partner - 60013735		*($53,012)*		*($53,012)*	
Human Resources Partner - 60013791		*($50,000)*		*($50,000)*	
Total Salaries Eliminated		($200,210)	R	($200,210)	R
Associated Social Security & Retirement		($31,613)	R	($31,613)	R
Associated Medical Benefits		($18,108)	R	($18,108)	R

Agency/Division/Program		House Reduction			
		FY 2009-10		FY 2010-11	
REDUCE LINE ITEMS:					
Computer Data Processing - 532821		($153,902)	R	($153,902)	R
Aid & Public Assistance - 536905		($25,941)	R	($25,941)	R
Total - Office of State Personnel		**$7,321,063**		**$7,321,063**	
General Assembly					
CONTINUATION BUDGET STARTING POINT		$62,347,066		$64,056,544	
Adjust Continuation Budget		($6,568,251)		($6,375,018)	
Partially fund employer's portion of health insurance premiums.		($632,000)		($632,000)	
Reduce Various Accounts		($2,609,792)		($2,131,984)	
Budgeted days for LA's during the interim from 4 to 3 days					
($1,374,363) in FY 09-10 and ($918,399) in FY 10-11					
Data Processing ($138,476) each year					
Repairs ($0) in FY 09-10 and ($100,00) in FY 10-11					
Budgeted subsistence & travel during interim for members					
($148,887) each year					
Delay filling 35 Temp positions ($968,735) in FY 09-10 and ($1,065,946)					
in FY 10-11					
ELIMINATE 21 POSITIONS		($1,281,085)	R	($1,281,085)	R
Reduce budget for NCSU interns		($115,500)	R	($42,000)	R
10% price increase for Food Services sales		($92,377)	R	($99,784)	R
Total - General Assembly		**$49,559,099**		**$52,071,804**	
Department of Insurance					
CONTINUATION BUDGET STARTING POINT		$33,824,822		$33,887,006	
Adjust Continuation Budget	S	($144,300)	R	($144,300)	R
ADDITIONAL RECOMMENDED REDUCTIONS					
DOA - Rent		($37,500)	R	($37,500)	R
DOA - Capitol Police		($2,500)	R	($2,500)	R
DOA - Motor Fleet		($20,000)	R	($20,000)	R
ITS - Telephone		($65,000)	R	($65,000)	R
ITS - Computer Usage Charge		($5,949)	R	($5,949)	R
Postage		($92,500)	R	($92,500)	R
Printing		($93,000)	R	($93,000)	R
SPECIAL FUNDS - 63903					
6100 State property fire fund		($200,000)	R	($200,000)	R
6110 NC Auto Retrospective insurance fund		($1,300,000)	R	($1,300,000)	R
Total - Department of Insurance		**$31,864,074**		**$31,926,258**	
Department of Administration					
CONTINUATION BUDGET STARTING POINT		$78,170,163		$78,368,881	
Adjust Continuation Budget	S	($1,578,280)	R	($1,578,280)	R
Reduction to Historically Underutilized Businesses	S	($43,473)	R	($43,473)	R
Reduction to Non-Public Education	S	($17,833)	R	($17,833)	R
Reduction to Telecommunications Office	S	($32,781)	R	($32,781)	R
Reduction to Displaced Homemakers Fund	S	($20,096)	R	($20,096)	R

Agency/Division/Program		House Reduction			
		FY 2009-10		FY 2010-11	
Reduction to Sexual Assault/Rape Crisis Funds	S	($195,175)	R	($195,175)	R
Reduction to Human Relations Commission	S	($39,352)	R	($39,352)	R
Reduction to MLK Commission	S	($3,379)	R	($3,379)	R
Reduction to Youth Involvement Office	S	($50,752)	R	($50,752)	R
Reduction to Youth Involvement Grant Program	S	($416)	R	($416)	R
Reduce Aid to Counties - Veterans Affairs	S	($12,032)	R	($12,032)	R
Veterans Affairs - Shift 3 FTE to receipt support	S	($114,175)	R	($114,175)	R
reduction to Veterans Affairs	S	($364,551)	R	($364,551)	R
Reduction to Domestic Violence center Fund	S	($340,405)	R	($340,405)	R
Reduction to Commission on Indian Affairs	S	($25,549)	R	($25,549)	R
Reduce temporary wages - department-wide	S	($11,842)	R	($11,842)	R
Eliminate vacant positions - FMD		($24,266)	R	($184,894)	R
Reduce janitorial services		($780,443)	R	($780,443)	R
Eliminate vacant positions - P&C		($362,250)	R	($362,250)	R
End lease for E-procurement offices		($39,832)	R	($119,496)	R
ELIMINATE VACANT POSITIONS					
1123 Historically Underutilized Businesses					
60014896 Administrative Officer II		($46,922)	R	($46,922)	R
60014895 Administrative Officer II		($42,015)	R	($42,015)	R
1241 Management Information Systems					
60014138 Technology Support Analyst		($34,485)	R	($34,485)	R
1311 Office of State Personnel					
60013775 Human Resources Partner	S	($47,168)	R	($47,168)	R
60013791 Human Resources Partner	S	($50,000)	R	($50,000)	R
60013756 Administrative Support Associate	S	($36,535)	R	($36,535)	R
1411 State Construction Office					
60014617 Architect		($67,785)	R	($67,785)	R
60014596 Processing Assistant V		($31,092)	R	($31,092)	R
60014618 Engineer		($80,658)	R	($80,658)	R
60014581 Processing Assistant IV		($22,983)	R	($22,983)	R
1412 State Property Office					
60014634 State Property Deputy Director		($83,324)	R	($83,324)	R
60014628 State Property Agent II		($48,019)	R	($48,019)	R
1421 Facilities Management Division					
60014727 Housekeeping Services Manager	S	($45,665)	R	($45,665)	R
60014709 Building and Environment Tech-Building Trades (Painter)		($46,099)	R	($46,099)	R
60014729 Facility Maintenance Tech-Building Trades (Carpenter II)	S	($35,000)	R	($35,000)	R
60014743 Facility Maintenance Tech-Mechanical Trades (Carpenter I)		($31,800)	R	($31,800)	R
60014782 Facility Maintenance Tech-Mechanical Trades (Plumber II)	S	($35,130)	R	($35,130)	R
60014682 Facility Maintenance Tech-Mechanical Trades (Welder II)	S	($32,496)	R	($32,496)	R
60014811 Facility Maintenance Tech-Mechanical Trades (Maint Mech V)	S	($45,924)	R	($45,924)	R
60014758 Facility Maintenance Tech-Mechanical Trades (Maint Mech V)	S	($41,358)	R	($41,358)	R
60014762 Facility Maintenance Tech-Mechanical Trades (Maint Mech IV)		($35,514)	R	($35,514)	R
60014748 Facility Maintenance Supervisor		($54,025)	R	($54,025)	R
60014746 Facility Maintenance Tech-Mechanical Trades (Maint Mech V)		($42,743)	R	($42,743)	R
60014736 Facility Maintenance Tech-Mechanical Trades (HVAC Tech)		($47,438)	R	($47,438)	R
60014705 Facility Maintenance Tech-Mechanical Trades (Plumber II)		($32,778)	R	($32,778)	R
60014755 Facility Maintenance Tech-Mechanical Trades (Maint Mech IV)	S	($33,722)	R	($33,722)	R
60014812 Building and Environment Tech-Building Trades (Gen Utility Work	S	($26,568)	R	($26,568)	R
60014795 Building and Environment Tech-Building Trades (Gen Utility Work	S	($30,000)	R	($30,000)	R
1466 State Energy Office					
60014888 Energy Conservation Rep. Supv.		($53,402)	R	($53,402)	R
1511 Purchasing and Contract					
60013894 State Procurement Specialist III	S	($61,564)	R	($61,564)	R
60013881 State Procurement Specialist III	S	($54,782)	R	($54,782)	R
60013884 State Purchase Administrator		($69,132)	R	($69,132)	R

Agency/Division/Program		House Reduction			
		FY 2009-10		FY 2010-11	
60013906 State Purchase Administrator	S	($79,031)	R	($79,031)	R
60013900 Processing Assistant V	S	($30,391)	R	($30,391)	R
1623 State Capitol Police					
60014454 Property Guard	S	($24,560)	R	($24,560)	R
60014461 Property Guard	S	($24,582)	R	($24,582)	R
60014426 Public Safety Supervisor	S	($44,962)	R	($44,962)	R
60014414 Public Safety Officer	S	($31,200)	R	($31,200)	R
65004779 Public Safety Officer		($31,200)	R	($31,200)	R
65004778 Public Safety Officer		($31,200)	R	($31,200)	R
60014469 Public Safety Officer		($31,200)	R	($31,200)	R
60014421 Criminal Justice Planner	S	($38,174)	R	($38,174)	R
1731 NC Council for Women and Domestic Violence Commission					
60089849 Community Development Specialist I		($47,038)	R	($47,038)	R
1771 Veteran's Affairs - Administration					
60014240 Processing Assistant III		($25,811)	R	($25,811)	R
60014232 Processing Assistant III		($26,580)	R	($26,580)	R
Total - Department of Administration		**$72,201,226**		**$72,159,652**	
Office of Administrative Hearings					
CONTINUATION BUDGET STARTING POINT		$4,266,407		$4,279,242	
LINE ITEM REDUCTIONS					
532449 - Maintenance Agreements Software	S	($57,389)	R	($57,389)	R
534534 - Printer Purchase	S	($7,300)	R	($7,300)	R
534714 - Server Software Purchase	S	$0	R	$0	R
ELIMINATE VACANT POSITIONS (qty. 3)					
Processing Asst V - 60088606	S	($30,651)	R	($30,651)	R
Processing Asst IV - 60088587	S	($25,705)	R	($25,705)	R
Processing Asst IV - 60088576	S	($27,398)	R	($27,398)	R
Total Salaries Eliminated	S	($83,754)	R	($83,754)	R
Associated Social Security & Retirement	S	($13,225)	R	($13,225)	R
Associated Medical Benefits	S	($13,581)	R	($13,581)	R
Total - Office of Administrative Hearings		**$4,071,158**		**$4,083,993**	
Department of Cultural Resources					
CONTINUATION BUDGET STARTING POINT		$77,933,037		$79,329,609	
Adjust Continuation Budget		($3,333,946)		($4,728,718)	
Office of the Secretary					
Misc Contractual Services		($6,191)		($6,191)	
Enrg Ser - Water & Sewer		($206)		($206)	
Transp-Air-Out of St - US		($1,400)		($1,400)	
Transp-Grnd - In State		($14,609)		($14,609)	
Lodging - In State		($8,200)		($8,200)	
Lodging - Out of State - US		($1,500)		($1,500)	
Meals - In State		($7,640)		($7,640)	
Meals - Out of State, In US		($548)		($548)	
Misc Subs - In State		($3,400)		($3,400)	
Misc Subs - Out of State, In US		($800)		($800)	
Trans Grnd - Out State, In US		($210)		($210)	
Misc Out of Country		($250)		($250)	
Cellular Phone Service		($350)		($350)	

Agency/Division/Program	House Reduction	
	FY 2009-10	FY 2010-11
Furn - Office	($790)	($790)
SPA-Reg Salaries Approp	($47,233)	($47,233)
Social Sec Contrib-Appro	($3,613)	($3,613)
Reg Retire Contrib-Appro	($3,845)	($3,845)
Med Ins Contrib-Appro	($4,157)	($4,157)
Subtotal	**($104,942)**	**($104,942)**
Administrative Services		
Reg Temp Wages - App	(120,319)	(120,319)
Misc Contractual Services	(45,248)	(45,248)
Transportation - Grnd - In State	(740)	(740)
Lodging - In State	(1,308)	(1,308)
Meals - In State	(358)	(358)
Misc Subs - In State	(600)	(600)
Telephone Service	(8,578)	(8,578)
Telecommun Data Chrg	(9,000)	(9,000)
Email and Calendaring	(444)	(444)
Furniture - Office	(3,045)	(3,045)
Other Equipment	(4,000)	(4,000)
Subtotal	**($193,640)**	**($193,640)**
Archives & History - Administration		
MISC CONTRACTUAL SERVICE	($19,879)	($19,879)
TRANSP-AIR-OUT OF ST-US	($1,000)	($1,000)
TRANS GRND- IN STATE	($11,000)	($11,000)
TRANS GRND-OUT STA, IN US	($1,000)	($1,000)
LODGING-IN STATE	($5,000)	($5,000)
LODGING-OUT OF STATE- IN US	($6,600)	($6,600)
MEALS-IN STATE	($4,081)	($4,081)
MEALS-OUT OF STATE-IN US	($2,500)	($2,500)
TELEPHONE SERVICE	($8,900)	($8,900)
POSTAGE, FREIGHT & DELIV	($6,150)	($6,150)
PRINT, BIND, DUPLICATE	($11,000)	($11,000)
ADVERTISING	($8,378)	($8,378)
REGISTRATION FEES	($8,000)	($8,000)
OTHER MATERIALS AND SUPPLIES	($5,500)	($5,500)
FURN-OFFICE	($2,750)	($2,750)
OFFICE EQUIPMENT	($1,500)	($1,500)
OTHER EQUIPMENT	($2,500)	($2,500)
Subtotal	**($105,738)**	**($105,738)**
Historical Publications		
LODGING - IN STATE	($1,411)	($1,411)
MEALS - IN STATE	($56)	($56)
PRINT, BIND, DUPLICATE	($1,029)	($1,029)
ADVERTISING	($1,760)	($1,760)

Agency/Division/Program	House Reduction	
	FY 2009-10	FY 2010-11
RIF (1 position)		
SPA-Reg Salaries Appro	($43,296)	($43,296)
Social Sec Contrib-Appro	($3,312)	($3,312)
Reg Retire Contrib-Appro	($3,524)	($3,524)
Med Ins Contrib-Appro	($4,157)	($4,157)
Subtotal	**($58,545)**	**($58,545)**
Archives & Records		
Reg Temp Wages - App	($814)	($814)
MISC CONTRACTUAL SERVICES	($275)	($275)
AIR - OUT OF STATE	($300)	($300)
GROUND - IN STATE	($1,500)	($1,500)
GROUND - OUT OF STATE	($600)	($600)
LODGING - IN STATE	($1,480)	($1,480)
LODGING - OUT OF STATE	($500)	($500)
MEALS - IN STATE	($650)	($650)
MEALS - OUT OF STATE	($500)	($500)
MISCELLANEOUS - IN STATE	($2,070)	($2,070)
MISCELLANEOUS - OUT OF STATE	($1,000)	($1,000)
POSTAGE, FREIGHT & DELIVERIES	($2,500)	($2,500)
PRINT, BIND, DUPLICATE	($3,650)	($3,650)
OTHER MATERIALS & SUPP	($76,229)	($76,229)
FURN-OFFICE	($495)	($495)
OTHER EQUIPMENT	($7,000)	($7,000)
SPA-Reg Salaries Appro	($85,281)	($85,281)
Social Sec Contrib-Appro	($6,524)	($6,524)
Reg Retire Contrib-Appro	($6,942)	($6,942)
Med Ins Contrib-Appro	($16,628)	($16,628)
Subtotal	**($214,938)**	**($214,938)**
State Historic Sites		
Reg Temp Wages - App	($32,311)	($32,311)
MISC CONTRACTUAL SERVICES	($266,143)	($266,143)
Eng Serv - Electrical	($30,000)	($30,000)
Repairs - Other	($419,724)	($419,724)
TRANSP-GRND - IN STATE	($90,000)	($90,000)
OTHER MATERIALS & SUPP	($125,000)	($125,000)
FURN-OFFICE	($10,000)	($10,000)
OTHER EQUIPMENT	($85,000)	($85,000)
MOTOR VEHICLES	($55,000)	($55,000)
OTHER MOTORIZED VEHICLES	($72,000)	($72,000)
Art & Artifacts	($55,987)	($55,987)
Subtotal	**($1,241,165)**	**($1,241,165)**
Tryon Palace		
SPA-Reg Salaries Appro	($18,228)	($18,228)
Social Sec Contrib-Appro	($1,394)	($1,394)
Reg Retire Contrib-Appro	($1,484)	($1,484)
Med Ins Contrib-Appro	($4,157)	($4,157)
Reg Temp Wages - App	($92,220)	($92,220)
ENGR SER - ELECTRICAL	($80,325)	($80,325)
ENGR SER - NAT. GAS/PROPANE	($53,523)	($53,523)
Engr Ser - Water & Sewer	($23,240)	($23,240)
Repairs - Buildings	($15,985)	($15,985)
Trns Grd - In state	($8,781)	($8,781)
TRANS GRND - OUT STAT, IN US	($240)	($240)
LODGING - IN STATE	($950)	($950)

Agency/Division/Program	House Reduction	
	FY 2009-10	FY 2010-11
MEALS - IN STATE	($424)	($424)
MEALS - OUT OF STATE, IN US	($151)	($151)
MISC - IN STATE	($300)	($300)
MISC - OUT STATE, IN US	($850)	($850)
Telephone Service	($19,408)	($19,408)
POSTAGE, FREIGHT & DELIV	($5,040)	($5,040)
PROPERTY - INSURANCE	($16,488)	($16,488)
General Office Supplies	($4,102)	($4,102)
OTHER MATERIALS / SUPPLIES	($24,243)	($24,243)
FURN - OFFICE	($2,007)	($2,007)
OTHER EQUIPMENT	($9,065)	($9,065)
AUTOS, TRUCKS, & BUSES	($50,000)	($50,000)
MEMBERSHIP DUES & SUBSCRIP	($25)	($25)
Subtotal	**($432,630)**	**($432,630)**
State Capitol		
TRANSP-GRND - IN STATE	($550)	($550)
MEALS - IN STATE	($64)	($64)
MSC SUBS-IN STATE	($100)	($100)
TELEPHONE SERVICE	($1,364)	($1,364)
POSTAGE, FREIGHT & DELIV	($248)	($248)
PRINT,BIND,DUPLICATE	($1,004)	($1,004)
OTHER MATERIALS & SUPP	($3,000)	($3,000)
OTHER EQUIPMENT	($543)	($543)
Subtotal	**($6,873)**	**($6,873)**
Maritime Museum		
SPA-Reg Salaries Appro	($64,123)	($64,123)
Social Sec Contrib-Appro	($4,905)	($4,905)
Reg Retire Contrib-Appro	($5,220)	($5,220)
Med Ins Contrib-Appro	($4,157)	($4,157)
Janitorial Service Agreement	($10,198)	($10,198)
Misc Contractual Services	($10,000)	($10,000)
Engr Serv - Electrical	($6,000)	($6,000)
Engr Serv - Water & Sewer	($3,763)	($3,763)
Repairs - Motor Vehicles	($2,655)	($2,655)
Repairs - Other Equipment	($2,800)	($2,800)
Maintenance - Equipment	($3,200)	($3,200)
Maintenance Agreement - Other	($1,351)	($1,351)
Rent./Lease - Buildings Office	($10,000)	($10,000)
Trans Grnd - In State	($3,000)	($3,000)
Meals - In State	($2,000)	($2,000)
Telephone Service	($2,000)	($2,000)
Print, Bind, Duplicate	($6,500)	($6,500)
Advertising	($2,650)	($2,650)
Janitorial Supplies	($1,000)	($1,000)
General Office Supplies	($5,004)	($5,004)
Carpentry & Hardware Supplies	($13,200)	($13,200)
Gasoline	($3,000)	($3,000)
Other Materials & Supplies	($21,736)	($21,736)
Subtotal	**($188,462)**	**($188,462)**
Historic Preservation		
Transportation-ground-in state	($8,120)	($8,120)
Lodging-in state	($1,000)	($1,000)
Meals in state	($500)	($500)
Bd-non employee transportation	($1,500)	($1,500)
Postage freight and delivery	($2,448)	($2,448)

Agency/Division/Program	House Reduction	
	FY 2009-10	FY 2010-11
Print, bind, duplicate	($1,030)	($1,030)
Other materials and supplies	($1,500)	($1,500)
Other equipment	($40)	($40)
Membership, dues and subscriptions	($5,000)	($5,000)
Janitorial Service Agreement	($2,836)	($2,836)
Telephone Service	($2,000)	($2,000)
Other Materials & Supplies	($1,500)	($1,500)
Membership Dues & Subscrip	($976)	($976)
Subtotal	**($28,450)**	**($28,450)**
Office of State Archeology		
Trans Grd - In State	($8,000)	($8,000)
Lodging - In State	($3,000)	($3,000)
Meals - In State	($312)	($312)
RIF		
SPA -Reg Salaries Appropriation	($27,252)	($27,252)
Social Security Contib - Approp	($2,085)	($2,085)
Reg Retire Contr - Approp	($2,218)	($2,218)
Med Ins Contirb - Approp	($4,157)	($4,157)
Subtotal	**($47,024)**	**($47,024)**
Western Office		
SPA -Reg Salaries Appropriation	($79,810)	($79,810)
Social Security Contib - Approp	($6,105)	($6,105)
Reg Retire Contr - Approp	($6,497)	($6,497)
Med Ins Contirb - Approp	($8,314)	($8,314)
Trans Grd - In State	($4,000)	($4,000)
Telephone Service	($2,000)	($2,000)
Other Materials & Supplies	($1,500)	($1,500)
RIF		
SPA -Reg Salaries Appropriation	($70,500)	($70,500)
Social Security Contib - Approp	($5,393)	($5,393)
Reg Retire Contr - Approp	($5,739)	($5,739)
Med Ins Contirb - Approp	($4,157)	($4,157)
Subtotal	**($194,015)**	**($194,015)**
Museum of Art		
Reg Temp Wages - App	($5,810)	($5,810)
Misc. Contractual Services	($88,000)	($88,000)
Repairs - Other	($49,345)	($49,345)
Transp-Air-Out of St-US	($675)	($675)
Trans-Grnd-In State	($5,000)	($5,000)
Trans-Grnd-Out Sta, in US	($1,193)	($1,193)
Lodging-In St	($1,520)	($1,520)
Lodging-Out of Sta-US	($4,100)	($4,100)
Lodging-Out of Country	($61)	($61)
Meals-In State	($2,131)	($2,131)
Meals-Out of State, In US	($956)	($956)
Misc Subs-In state	($1,200)	($1,200)
Misc Subs-Out of StUS	($1,400)	($1,400)
Telephone Service	($15,000)	($15,000)
Postage	($7,000)	($7,000)
Printing, Binding, Duplicate	($750)	($750)
Other Insurance	($6,000)	($6,000)
Other Materials & Supplies	($19,887)	($19,887)
Furniture	($1,869)	($1,869)
Other Equipment	($14,131)	($14,131)
Art & Artifacts	($33,486)	($33,486)

Agency/Division/Program	House Reduction	
	FY 2009-10	FY 2010-11
Library & Learning Resource Collection	($11,500)	($11,500)
Membership Dues & Subscrip	($2,000)	($2,000)
Subtotal	**($273,014)**	**($273,014)**
NC Arts Council		
Honorariums	($10,000)	($10,000)
Misc-Contactual Services	($65,750)	($65,750)
Maint Agreement - Other	($2,000)	($2,000)
Transportation-Air Out of State-US	($278)	($278)
Transportation-Ground-In State	($15,000)	($15,000)
Transportation-Ground-Out of State-US	($429)	($429)
Lodging-In State	($7,000)	($7,000)
Lodging-Out of State-US	($1,500)	($1,500)
Meals-In State	($3,850)	($3,850)
Meals-Out of State-US	($1,283)	($1,283)
Misc Subs-In State	($750)	($750)
Misc Subs-Out of State	($650)	($650)
BD/Non-Employee Transportation	($4,850)	($4,850)
BD/Non-Employee Subsis	($5,650)	($5,650)
Postage, Freight, & Delivery	($15,000)	($15,000)
Print, Bind, Duplicate	($25,198)	($25,198)
Furniture-Office	($165)	($165)
Membership, Dues & Subscriptions	($15,000)	($15,000)
Vagabond School of Drama	($2,759)	($2,759)
Lost Colony	($14,751)	($14,751)
Shakespeare Festival	($14,751)	($14,751)
Basic Grants	($247,892)	($247,892)
Grassroots Arts	($173,456)	($173,456)
SPA -Reg Salaries Appropriation	($38,790)	($38,790)
Social Security Contib - Approp	($2,967)	($2,967)
Reg Retire Contr - Approp	($3,158)	($3,158)
Med Ins Contirb - Approp	($4,157)	($4,157)
Subtotal	**($677,034)**	**($677,034)**
NC Symphony		
Reg Temp Wages - App	($425)	($425)
Subtotal	**($425)**	**($425)**
State Library Services		
Misc. Contractual Service	($82,250)	($82,250)
Ground-Trans. (Out-of-State)	($750)	($750)
Misc (In-State)	($750)	($750)
Board/Non Employee Trans.	($1,125)	($1,125)
Board/Non Employee Subs.	($4,205)	($4,205)
Telephone Service	($3,950)	($3,950)
Postage	($19,000)	($19,000)
General Office Supplies	($23,250)	($23,250)
Furniture-Office	($2,500)	($2,500)
Other Equipment	($32,113)	($32,113)
SPA -Reg Salaries Appropriation	($96,289)	($96,289)
Social Security Contib - Approp	($7,366)	($7,366)
Reg Retire Contr - Approp	($7,838)	($7,838)
Med Ins Contirb - Approp	($8,314)	($8,314)
Filled Positions		
SPA -Reg Salaries Appropriation	($113,024)	($113,024)
Social Security Contib - Approp	($8,646)	($8,646)
Reg Retire Contr - Approp	($9,200)	($9,200)
Med Ins Contirb - Approp	($8,314)	($8,314)

Agency/Division/Program		House Reduction		
		FY 2009-10		FY 2010-11
Subtotal		($428,884)		($428,884)
Statewide Programs and Grants				
Honorariums		($2,500)		($2,500)
Misc Contractual Service		($132,242)		($132,242)
Lodging-Out of State-US		($12,750)		($12,750)
BD/Nonemployee Subsistence		($15,000)		($15,000)
Print,Bind, Duplicate		($76,741)		($76,741)
Other Materials & Supplies		($32,000)		($32,000)
Aid to Counties-Approp		($994,293)		($994,293)
Subtotal		**($1,265,526)**		**($1,265,526)**
Museum of History				
SPA -Reg Salaries Appropriation		($70,337)		($70,337)
Reg Temp Wages - App		($68,803)		($68,803)
Social Security Contib - Approp		($5,381)		($5,381)
Reg Retire Contr - Approp		($5,725)		($5,725)
Med Ins Contirb - Approp		($8,314)		($8,314)
Misc. Contractual Services		($105,006)		($105,006)
Energy Service - Electrical		($119,000)		($119,000)
Energy Service - Nat Gas/Propane		($31,800)		($31,800)
Energy Service - Water & Sewer		($2,650)		($2,650)
Repairs - Other		($16,500)		($16,500)
Rent/Lease - Bldgs Office		($27,000)		($27,000)
Out of State Air Travel		($1,550)		($1,550)
Trans. - Ground - In State		($17,750)		($17,750)
Trans. - Ground - Out of State		($2,000)		($2,000)
Lodging - In State		($4,810)		($4,810)
Lodging - Out of State		($4,100)		($4,100)
Meals - In State		($2,504)		($2,504)
Meals - Outs State, In US		($2,500)		($2,500)
Misc. In State		($1,550)		($1,550)
Misc. Out of State, In US		($2,200)		($2,200)
Bd/Non-Employee Trans.		($375)		($375)
Bd/Non-Employee subsis.		($800)		($800)
Telephone Service		($21,000)		($21,000)
Postage, Freight, Delivery		($21,873)		($21,873)
Print, bind duplicate		($39,957)		($39,957)
Advertising		($14,500)		($14,500)
Other Supplies & Materials		($70,144)		($70,144)
Office Furniture		($5,850)		($5,850)
Office Equipment		($3,356)		($3,356)
Other Equipment		($23,144)		($23,144)
Art & Artifacts		($148,057)		($148,057)
Library & Learning Resouce Collect		($3,000)		($3,000)
Memberships & Subscriptions		($4,600)		($4,600)
Subtotal		**($856,136)**		**($856,136)**
Total - Department of Cultural Resources		**$68,281,650**		**$68,283,450**

Agency/Division/Program		House Reduction FY 2009-10		House Reduction FY 2010-11	
Department of Cultural Resources - RIC					
CONTINUATION BUDGET STARTING POINT		$2,095,402		$2,095,402	
Reduce appropriation.		**($314,106)**		**($314,106)**	
Total - Department of Cultural Resources-RIC		**$1,781,296**		**$1,781,296**	
Department of State Treasurer					
CONTINUATION BUDGET STARTING POINT		$11,150,002		$11,163,790	
Adjust Continuation Budget		($690,034)		($756,771)	
Transfer National Guard Pension Fund					
Eliminate Vacant Positions					
Salaries		($169,280)		($169,280)	
60009060 Investment Analyst ($52,624)					
60009205 Accountant ($67,656)					
600096530 Executive Asst ($49,000)					
Social Security		($12,950)		($12,950)	
Retirement		($14,457)		($14,457)	
Med Ins		($12,471)		($12,471)	
Financail/Audit Services		($200,000)		($200,000)	
Postage		($16,000)		($16,000)	
Emplyee Education		($5,000)		($5,000)	
Total - Department of State Treasurer		**$10,029,810**		**$9,976,861**	
Department of Secretary of State					
CONTINUATION BUDGET STARTING POINT		$11,854,656		$11,928,530	
Adjust Continuation Budget		($113,703)	R	($180,537)	R
Eliminate Vacant Positions					
60008713 Processing Asst V $27,544	S	($74,482)		($74,482)	
60008750 Processing Asst V $29,601					
60008751 Processing Asst V $27,544		($36,530)		($37,043)	
Eliminate Filled Positions					
Publications Division					
Corporations Division		($155,514)		($157,209)	
Certifications & Filing					
Reduce office rent		($95,664)		($95,664)	
Total - Department of Secretary of State		**$11,378,763**		**$11,383,595**	
Office of the Governor					
CONTINUATION BUDGET STARTING POINT		$6,616,233		$6,622,879	
Adjust Continuation Budget		($89,672)		($96,318)	R
Need Detail for Balance of Mgmy Flex reduction	S	($93,975)		($93,975)	
Need Detail for Balance of Various Operating Accts Reduction	S	($263,420)		($263,420)	

Agency/Division/Program		House Reduction			
		FY 2009-10		FY 2010-11	
Total - Office of the Governor		**$6,169,166**		**$6,169,166**	
Office of State Budget and Management					
CONTINUATION BUDGET STARTING POINT		$7,144,221		$7,147,928	
Adjust Continuation Budget	S	($1,665)		($5,246)	R
Eliminate vacant position and fringes.		($33,300)		($33,801)	
Position reduction and fringes (substitution for Mgmt Flex reduction)???		($214,954)		($217,111)	
Add'al reduction - need detail.		($74,780)		($74,780)	
Eliminate reserve for Rules Impact Review	S	($100,000)	R	($100,000)	R
Total - Office of State Budget & Management		**$6,719,522**		**$6,716,990**	
OSBM - Reserve for Special Appropriation					
CONTINUATION BUDGET STARTING POINT		$4,280,000		$4,280,000	
Adjust Continuation Budget		($56,535)		($56,535)	R
Reduce pass-through funding to NC Humanities Council (7%)	S	($7,000)	R	($7,000)	R
Total - Office of State Budget & Management		**$4,216,465**		**$4,216,465**	
Department of Revenue					
CONTINUATION BUDGET STARTING POINT		$91,347,503		$91,440,473	
Adjust Continuation Budget	S	($1,236,436)	R	($1,236,436)	R
Conversion of Property Tax Division to receipt support	S	($1,461,744)	R	($1,461,744)	R
Eliminate $300 per month stipend for interstate auditors	S	($132,030)	R	($132,030)	R
Adjust appropriation for Guest Worker Program	S	($375,000)	R	($375,000)	R
ELIMINATE VACANT POSITIONS (qty. 17)					
60081281 Info & Comm Spec II		*($36,685)*	*R*	*($36,685)*	R
60081319 Oper ations & Systems Tech		*($41,347)*	*R*	*($41,347)*	R
60081345 Tech Support Analyst		*($59,826)*	*R*	*($59,826)*	R
60081466 Assistant Director	*?*	*($92,647)*	*R*	*($92,647)*	R
60081617 Processing Assistant III		*($27,253)*	*R*	*($27,253)*	R
60081667 Revenue Officer I	*?*	*($39,649)*	*R*	*($39,649)*	R
60081768 Supervisory Agent		*($59,653)*	*R*	*($59,653)*	R
60082545 Revenue Officer II		*($42,833)*	*R*	*($42,833)*	R
60082561 Processing Assistant IV		*($31,007)*	*R*	*($31,007)*	R
60082572 Procedssing Assistant IV	S	*($31,430)*	*R*	*($31,430)*	R
60082633 Data Entry Specialist		*($26,695)*	*R*	*($26,695)*	R
60082659 Processing Assistant iV		*($30,268)*	*R*	*($30,268)*	R
60082679 Data Entry Specialist		*($26,695)*	*R*	*($26,695)*	R
60082942 revenue Administration Officer I		*($61,650)*	*R*	*($61,650)*	R
60082979 Processing Assistant III		*($25,811)*	*R*	*($25,811)*	R
60082992 Processing Assistant IV		*($27,615)*	*R*	*($27,615)*	R
65002022 Business Technology Applications Specialist		*($84,375)*	*R*	*($84,375)*	R
Subtotal - Total Vacant Positions Eliminated		($745,439)	R	($745,439)	R

Agency/Division/Program		House Reduction			
		FY 2009-10		FY 2010-11	
SS/Medicare		($117,705)	R	($117,705)	R
Medical		($76,959)	R	($76,959)	R
Total - Department of Revenue		**$87,202,190**		**$87,295,160**	
TALLY AS OF 6/2/09		**$410,009,693**		**$412,019,834**	
TARGET		**$410,195,342**		**$404,401,094**	
DIFFERENCE		**$185,649**		**($7,618,740)**	

VISITOR REGISTRATION SHEET

Gen Gov — 6/3/09

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Pam Wells	ants North Carolina
Caroline Valand	LG Ofc
Sheryl Kelly	OSBM
Wes Taylor	NCGA
GWHAM	NCGA
Monica Tinker	NCACC
Rodney Maddox	SOS NC
Haley Hayes	SOS
MICHAEL PEELER	SOS
Ann K. Harris	SOS
Robert Wilson	SOS
Bill Rowe	NC Justice Center

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Vicky Young	DOT
A James	OSBM
Sarah Becker	NCCIASA

VISITOR REGISTRATION SHEET

Name of Committee | Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Jack Hubbard	OSBM
Thomas Cheek	OSC
Carl Goodwin	OSP
Melanie Sowers	DCR
Wendy Kelly	SZD Wicker
Amanda Garrett	NC Assoc of Reg of Deeds - Person Co
Patrick Buffkin	
A. Sahari	DST
Pam Worthington	DST
Christy Agner	DOA
David Brown	OSBM
Ashley Houston	OSBM

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
BOB KUCAB	NCHFA
MARGARET MATRONE	NCHFA
Jos Lanier	520 Wicker
Alex Kelly	NCDOT

House Pages

Name of Committee: Gen Govt Date: 6-3-09

1. Name: Bonnie Blackburn
   County: Forsyth
   Sponsor: Bill McGee
2. Name: Cheyney Cunningham
   County: Wake
   Sponsor: Parmen
3. Name:
   County:
   Sponsor:
4. Name:
   County:
   Sponsor:
5. Name:
   County:
   Sponsor:

Sgt-At-Arms

1. Name: Judy Turner
2. Name: Martha Lamm
3. Name:

Begin: 9:04AM
Adjourn: 10:29

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

9:00AM

DATES	6/3/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair	✓														
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills	✓														
Rep. Jane Whilden	✓														
SAA:															
Judy Turner															
Martha Parrish															
PAGES:															
Bonnie Blackburn Forsyth Co Member															
Chesney Cunningham Wake Co Person															
Staff															
Michele Nelson															
Claire Hester															
Sarah Pratt															

House Appropriations Subcommittee on General Government

Room 1425
June 4, 2009
After Session

Representative Susan C. Fisher, Chair, called the meeting of the Appropriations Subcommittee on General Government to order on June 4, 2009, immediately after session at 4:24 p.m. and the following members were present: Representative Alice Underhill, Chair; Representative Russell Tucker, Vice Chair; Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills, and Representative Jane Whilden. Staff present: Michele Nelson, Claire Hester, Sarah Poteat and Committee Clerk, Lynn Tennant. Judy Turner, Martha Parrish and Rod Finger served as Sergeant at Arms. No pages were present.

Representative Underhill opened the meeting with a brief overview of their meeting with the Big Appropriations Chairs. The Chairs told them that they were "out of balance" because of some of the aspects of the Fees package. In the first year, they were $1.8 million out of balance and second $9.5 million out of balance. At the Chair's direction, they have decided to take the reserves for Museum of Art and Tryon Palace History Sites and Gardens must be taken out of the budget package, (attached). She continued to highlight further cuts that were made in order to achieve the goal.

Representative Fisher stated that they will be taking further cuts from the agencies according to their size. The agencies are given management flexibility in year two and need to get back to staff with where they want their cuts taken by Monday.

There was some discussion on which fees were not acceptable to Finance, such as the Divorce Filing Fee and raising the Board of Elections fees. The Cultural Resources fee will go to the General Fund if it passes Finance. There is a possibility two million dollars more will be taken from the Insurance Grants program that was discussed previously.

Representative Floyd stated that he believes everyone should contribute something, regardless of their size, due to state employees being asked across the board, regardless of their pay even if they were a custodian, to take a decrease in pay; therefore, all agencies should contribute to the pot regardless of how small they are.

Representative Underhill stated that a fee is available in Administration for Nonpublic Education namely, private and home schools, that is receipt supported and will provide $356,651. Christy Agner, DOA, spoke up and stated that a fee is not currently charged and wondered if one was going to be implemented. Rep. Cleveland asked for clarification. Christy Agner stated that it is a small office that processes applications for home schools and private schools. It was clarified that this is not an advocacy agency and some discussion as to not using that particular fee.

Representative Cleveland expressed concerns regarding the fire fighters and if it would relieve the insurance agency because, if it did not, he did not think it would be a good idea. Rep. Fisher and Rep Underhill agreed to take a look at it in the second year.

Representative Tucker expressed concerns about voting before seeing the final numbers. Rep. Fisher stated he would see the proportionality but not the final numbers because a vote was needed before Monday. He stated that their plan of fees did not work and Rep. Fisher stated that was correct. Rep. Fisher thanked everyone for the work that the sub-subcommittees contributed to the process.

Representative Cleveland asked for a clarification of the Telecommunications Office.

Representative Floyd asked for clarification on Grassroots. Rep. Fisher stated that there had been an error and the numbers previously had not been complete. He then inquired about the progress of the Museum of Art and Tryon Palace. Secretary Carlisle, Dept. of Cultural Resources, stated that she saw Tryon Palace yesterday and it was coming out of the ground and the Museum of Art was on schedule to open April 2010. Rep. Floyd expressed concern about an empty building sitting there and not being maintained.

There was a brief downtime while awaiting the figures to arrive from Fiscal Staff but the meeting was not adjourned.

Claire Hester arrived and explained the proportionality of the reductions due to the budget being out of balance. She explained that they took the remaining deficit and divided it up. Secretary Carlisle expressed concern that the numbers on the sheet handed out go back to the Governor's budget. The agencies were asked to come up with their share of the column labeled "share of remaining deficit FY 10-11." Rep. Fisher stated that Rep. Michaux requested a vote today to bring the report into balance. Claire stated that she has these reductions in the money report and had it available to hand out in the meeting, attached. A brief overview was given.

Representative Tucker stated that the document was sufficient, with additional detail to be received, and made a Motion to vote on the package. Representative Whilden seconded the Motion. A vote was taken. Reps. Fisher, Underhill Tucker Floyd and Whilden voted "Yes" and Reps. Steen, Cleveland and Mills voted "No." The motion carried five to three

The meeting was adjourned at 5:20 pm.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

Gen Gov Reductions as of 6/4/09 12pm

Continuation Budget

	FY 09-10	FY 10-11	% of total GG budget FY 10-11	share of remaining deficit FY 10-11
DOA	$ 78,170,163	$ 78,362,881	16.7952%	$ 1,013,218
OSA	$ 14,389,111	$ 14,405,383	3.0874%	$ 186,259
DCR	$ 77,933,037	$ 79,329,609	17.0024%	$ 1,025,718
DCR-RIC	$ 2,095,402	$ 2,095,402	0.4491%	$ 27,093
GA	$ 62,347,066	$ 64,056,544	13.7290%	$ 828,240
GOV	$ 6,616,233	$ 6,622,879	1.4195%	$ 85,633
HFA	$ 14,608,417	$ 14,608,417	3.1310%	$ 188,884
DOI	$ 33,824,822	$ 33,887,006	7.2629%	$ 438,153
LT GOV	$ 966,706	$ 966,706	0.2072%	$ 12,499
OAH	$ 4,266,407	$ 4,279,242	0.9172%	$ 55,330
DOR	$ 91,347,503	$ 91,440,473	19.5981%	$ 1,182,309
SOS	$ 11,854,656	$ 11,928,530	2.5566%	$ 154,234
SBOE	$ 6,627,101	$ 6,630,894	1.4212%	$ 85,736
OSBM	$ 7,144,221	$ 7,147,928	1.5320%	$ 92,421
OSBM-SPEC	$ 4,280,000	$ 4,280,000	0.9173%	$ 55,340
OSC	$ 24,536,602	$ 24,568,908	5.2658%	$ 317,672
DST	$ 11,150,002	$ 11,163,790	2.3927%	$ 144,346
DST-SPEC	$ 10,804,671	$ 10,804,671	2.3157%	$ 139,703
	$ 462,962,120	*$ 466,579,263*		*$ 6,032,789*

Administration

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$78,170,163**		**$78,362,881**	
Legislative Changes				
1 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($1,578,280)	R	($1,578,280)	R
2 Management Flexibility Reserve			($1,013,218)	R
3 Reduce Appropriation to Telecommunications Office Reduce appropriation to Telecommunications Office	($371,989)	R	($655,621)	R
1121 Fiscal Management				
4 End lease for E-Procurement Services End lease for E-Procurement Services and relocate office into State-owned building.	($39,832)	R	($119,496)	R
1123 Historically Underutilized Businesses				
5 Reduction to Historically Underutilized Businesses Reduce appropriation to Historically Underutilized Businesses.	($43,473)	R	($43,473)	R
1264 Telecommunications Office				
6 Reduction to Telecommunications Office Reduce appropriation to Telecommunications Office.	($32,781)	R	($32,781)	R
1311 Office of State Personnel				
7 Reduce Various Line Items Reduce various line items: 532821 Computer Data Processing ($153,902) 536905 Aid & Public Assistance ($25,941)	($179,843)	R	($179,843)	R
8 Eliminate Scanning Function of Applications Eliminate funding to support the scanning of all North Carolina state government job applications. This recommendation includes the elimination of one filled position.	($36,535) -1.00	R	($36,535) -1.00	R

House Subcommittee on General Government	FY 09-10		FY 10-11	
1311 Office of State Personnel				
9 Eliminate Vacant Positions	($250,732)	R	($253,141)	R
Eliminate 4 vacant positions:	-4.00		-4.00	
60013775 Human Resources Partner ($47,198) 60013840 Human Resources Partner ($50,000) 60013735 Human Resources Partner ($53,012) 60013791 Human Resources Partner ($50,000)				
1732 Displaced Homemakers Program				
10 Reduction to Displaced Homemakers Program Fund	($20,096)	R	($20,096)	R
Reduce appropriation to Displaced Homemakers Program Fund.				
1734 Rape Crisis Program				
11 Reduction to Sexual Assault/Rape Crisis Funds	($195,175)	R	($195,175)	R
Reduce appropriation to Sexual Assault/Rape Crisis Funds.				
1741 Human Relations Commission				
12 Reduction to Human Relations Commission	($39,352)	R	($39,352)	R
Reduce appropriation to Human Relations Commission.				
1742 MLK Commission				
13 Reduction to MLK Commission	($3,379)	R	($3,379)	R
Reduce appropriation to MLK Commission.				
1761 Youth Involvement Office				
14 Reduction to Youth Involvement Office	($50,752)	R	($50,752)	R
Reduce appropriation to Youth Involvement Office.				
15 Reduction to Youth Involvement Grant Program	($416)	R	($416)	R
Reduce appropriation to Youth Involvement Grant Program.				
1771 Veterans Affairs				
16 Reduction to Veterans Affairs	($364,551)	R	($364,551)	R
Reduce appropriation to Veterans Affairs.				
17 Shift Three Positions to Receipt Support	($114,175)	R	($114,175)	R
Shift three appropriated Veterans Affairs positions to receipt support. The positions will now be supported through burial fee receipts that are collected by veterans cemeteries operated by the Department of Administration.	-3.00		-3.00	

House Subcommittee on General Government	FY 09-10		FY 10-11	
1771 Veterans Affairs				
18 Reduce Aid to Counties Reduce Aid to Counties funding.	($12,032)	R	($12,032)	R
1782 Domestic Violence Center				
19 Reduction to Domestic Violence Center Fund Reduce appropriation to Domestic Violence Center Fund.	($340,405)	R	($340,405)	R
1861 Commission on Indian Affairs				
20 Reduction to Commission on Indian Affairs Reduce appropriation to Commission on Indian Affairs.	($25,549)	R	($25,549)	R
7251 State Parking System				
21 Restore Funding for the State Parking System Restore funding for the State Parking System, which is a receipt-supported program (budget code 74103) that is currently under a legislatively required Continuation Review. Funding will be restored at the current level ($1,667,708), which includes support for 12.75 positions.				
Department-Wide				
22 Eliminate Vacant Positions Eliminate 41.5 vacant positions across the agency.	($2,247,024)	R	($2,277,935)	R
	-41.50		-41.50	
23 Reduce janitorial services Reduce janitorial services.	($780,443)	R	($780,443)	R
24 Reduce Temporary Wages Reduce temporary wages funding across the agency.	($11,842)	R	($11,842)	R
Total Legislative Changes	**($6,738,656)**	R	**($8,148,490)**	R
Total Position Changes	-49.50		-49.50	
Revised Budget	**$71,431,507**		**$70,214,391**	

Auditor

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$14,389,111**		**$14,405,383**	
Legislative Changes				
25 Adjust Continuation Budget	($636,675)	R	($636,675)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
26 Management Flexibility Reserve			($186,259)	R
1210 Field Audit Division				
27 Eliminate Grants Training Unit	($300,797)	R	($300,797)	R
Eliminate the Grants Training Unit, including the elimination of five positions.	-5.00		-5.00	
28 Eliminate Vacant Positions	($224,597)	R	($226,529)	
Eliminate 3 vacant positions:	-3.00		-3.00	
Asst. State Auditor. (60008992) Asst. State Auditor (60008926) Asst. State Auditor (60008862)				
Total Legislative Changes	**($1,162,069)**	R	**($1,350,260)**	R
Total Position Changes	-8.00		-8.00	
Revised Budget	**$13,227,042**		**$13,055,123**	

Cultural Resources

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$77,933,037**		**$79,329,609**	
Legislative Changes				
29 Adjust Continuation Budget	($3,333,946)	R	($4,728,718)	R
30 Management Flexibility Reserve			($1,025,718)	R
1110 Office of the Secretary				
31 Reduce Operating Expenses	($105,501)	R	($106,092)	R
Reduce the following expenditure accounts in the division each fiscal year and eliminate one vacant position.	-1.00		-1.00	
1120 Administrative Services				
32 Reduce Administrative Services	($193,640)	R	($193,640)	R
Adjust expenditure accounts each fiscal year.				
1210 Archives & History - Administration				
33 Reduce Archives & History - Administration	($105,738)	R	($105,738)	R
Adjust expenditure accounts each fiscal year.				
1220 Historical Publications				
34 Reduce Historical Publications	($59,089)	R	($59,664)	R
Adjust expenditure accounts each fiscal year and eliminate one filled position.				
1230 Archives & Records				
35 Reduce Operating Expenses	($216,759)	R	($218,708)	R
Adjust expenditure accounts each fiscal year.	-4.00		-4.00	
1241 State Historic Sites				
36 Reduction to State Historic Sites	($1,363,798)	R	($1,363,798)	R

House Subcommittee on General Government	FY 09-10		FY 10-11	
1242 Tryon Palace Historic Sites and Gardens				
37 Reduction to Tryon Palace Budget Reduce the budget of Tryon Palace and eliminate a partial FTE.	($433,073) -0.62	R	($433,548) -0.62	R
1243 State Capitol				
38 Reduce State Capitol Adjust expenditure accounts each fiscal year.	($6,873)	R	($6,873)	R
1245 NC Maritime Museum				
39 Reduction to NC Maritime Museum adjust expenditure accounts each fiscal year.	($315,050)	R	($327,255)	R
1250 Historic Preservation				
40 Reduce Historic Preservation Adjust the following expenditure accounts each fiscal year:	($28,450)	R	($28,450)	R
1260 Office of State Archeology				
41 Reduce Office of State Archaeology Adjust expenditure accounts each fiscal year.	($47,503)	R	($48,014)	
1290 Western Office				
42 Reduce Western Office Adjust expenditure accounts each fiscal year.	($254,862)	R	($257,259)	R
1320 Museum of Art				
43 Reduce Museum of Art Adjust expenditure accounts each fiscal year.	($310,425)	R	($310,425)	R
1330 Arts Council				
44 Reduction to Grants Reduce appropriations to NC Arts Council grants and eliminate salary and benefits for one vacant position.	($957,956)	R	($958,513)	R
1340 NC Symphony				
45 Reduce NC Symphony Adjust the following expenditure account each fiscal year: Reg Temp Wages - App ($425)	($425)	R	($425)	R

House Subcommittee on General Government	FY 09-10		FY 10-11	
1410 State Library Services				
46 Reduce State Library Services Adjust expenditure accounts each fiscal year.	($623,249) -3.83	R	($626,426) -3.83	R
1480 Statewide Programs and Grants				
47 Reduce State-Aid and other Division Accounts Reduce funding to county libraries and other operating expenses in the division each fiscal year. Honorariums ($2,500) Misc Contractual Service ($132,242) Lodging-Out of State-US ($12,750) BD/Nonemployee Subsistence ($15,000) Print, Bind, Duplicate ($76,741) Other Materials & Supplies ($32,000) Aid to Counties-Approp ($1,553,583) Subtotal □□($1,824,816)□□($1,824,816)	($2,039,712)	R	($2,039,712)	R
1500Museum of History				
48 Reduce Museum of History Reduce expenditure accounts each fiscal year and eliminate salary and benefits of one vacant position - History Museum Conservator ($35,337).	($857,158) -1.00	R	($857,158) -1.00	R
2				
49 Reduce Operating Reserves Reduce Operating Reserves for NC Museum of Art and Tryon Palace	($1,456,484)	NR	($2,809,565)	NR
Total Legislative Changes	**($11,253,207)** **($1,456,484)**	R NR	**($13,696,134)** **($2,809,565)**	R NR
Total Position Changes	-10.45		-10.45	
Revised Budget	**$65,223,346**		**$62,823,910**	

Cultural Resources - Roanoke Island Commission

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$2,095,402**		**$2,095,402**	
Legislative Changes				
50 Management Flexibility Reserve			($27,093)	R
1584 Roanoke Island Commission				
51 Reduce Funding	($314,106)	R	($314,106)	R
Reduce funding transferred to the Commission.				
Total Legislative Changes	**($314,106)**	**R**	**($341,199)**	**R**
Total Position Changes				
Revised Budget	**$1,781,296**		**$1,754,203**	

General Assembly

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$62,347,066**		**$64,056,544**	
Legislative Changes				
52 Adjust Continuation Budget	($6,568,251)	R	($6,375,018)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
53 Management Flexibility Reserve			($828,240)	R
Department-Wide				
54 Eliminate Vacant Positions and Adjust Additional Expenditure Accounts	($1,492,523)	R	($1,438,958)	R
Eliminate salary and fringes for 21 vacant positions: 3 in the Senate and 18 in the House; reduce temporary wages for NCSU Interns; and increase Food Services sales by 10%.	-21.00		-21.00	

	FY 09-10	FY 10-11
Vacant Positions		
531111 Salaries	($1,023,814)	($1,023,814)
531511 Soc Security	($ 78,322)	($ 78,322)
531521 Retirement	($ 87,434)	($ 91,529)
531561 Medical Ins	($ 95,067)	($ 103,509)
Subtotal	($1,284,646)	($1,297,174)
Intern Program		
532199015 Misc - Intern Services	($ 115,500)	($ 42,000)
1216 Food Services		
533400 Food & Vending Services	($ 92,377)	($ 99,784)

55 Adjust Health Insurance Expense	($632,000)	R	($632,000)	R
Partially fund employer's portion of health insurance premiums.				

House Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
56 Reduce Various Accounts	($1,788,185)	R	($1,159,630)	R
Reduce various operating accounts each fiscal year:				
	FY 09-10	FY 10-11		
Days for Leg Assistants during the interim from 4 to 3 days	($1, 374,363)	($ 918,399)		
Data Processing	($ 138,476)	($ 138,476)		
Subsistence and Travel During Interim for Members	($ 148,887)	($ 102,755)		
Partially fund Temp Salaries during the interim	($ 126,459)	($ 0)		
Total Legislative Changes	**($10,480,959)**	R	**($10,433,846)**	R
Total Position Changes	-21.00		-21.00	
Revised Budget	**$51,866,107**		**$53,622,698**	

Governor

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$6,616,233**		**$6,622,879**	
Legislative Changes				
57 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($89,672)	R	($96,318)	R
58 Management Flexibility Reserve			($85,633)	R
Department-Wide				
59 Reduce Expenditure Accounts Reduce expenditure accounts in the Administration (1110), Intergovernmental Relations (1130), and Raleigh Mansion (1631), and Western Residence (1632) Funds in the followng budget areas each year: Personal Services - ($92,657) and ($89,129) Purchased Services - ($53,050) each fiscal year Supplies - ($15,000) each fiscal year Property, Plant, & Equipment ($2,125) each fiscal year	($162,832)	R	($159,304)	R
60 Reduce Various Accounts Reduce expenditure accounts in the Administration (1110), Intergovernmental Relations (1130), and 21st Century Skills (1240) Funds in the followng areas each year: Purchased Services - ($151,734) and ($152,199) Property, Plant, & Equipment ($6,000) each fiscal year Other Expenses - ($105,686) each fiscal year	($263,820)	R	($263,885)	R
Total Legislative Changes	**($516,324)**	**R**	**($605,140)**	**R**
Total Position Changes				
Revised Budget	**$6,099,909**		**$6,017,739**	

Housing Finance Agency

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$14,608,417**		**$14,608,417**	
Legislative Changes				
61 Management Flexibility Reserve			($188,884)	R
Department-Wide				
62 Reduce Housing Trust Fund	($1,000,000)	R	($1,000,000)	R
Reduce funding for the Housing Trust Fund each year.				
Total Legislative Changes	**($1,000,000)**	R	**($1,188,884)**	R
Total Position Changes				
Revised Budget	**$13,608,417**		**$13,419,533**	

Insurance

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$33,824,822**		**$33,887,006**	
Legislative Changes				
63 Reduce State Property Fire Insurance Fund Reduce special fund 6100, State Property Fire Insurance Fund	($200,000)	NR	($200,000)	NR
64 Reduce NC Auto Retrospective Insurance Fund Reduce special fund 6110, NC Auto Retrospective Insurance Fund.	($1,300,000)	NR	($1,300,000)	NR
65 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($144,300)	R	($144,300)	R
66 Management Flexibility Reserve			($438,153)	R
Department-Wide				
67 Reduce Various Operating Accounts Reduce various operating accounts across the agency: DOA - Rent $37,500 DOA - Capitol Police $2,500 DOA - Motor Fleet $20,000 ITS - Telephone $65,000 ITS - Computer Usage Charge $5,949 Postage - $92,500 Printing - $93,000	($316,449)	R	($316,449)	R
Total Legislative Changes	**($460,749)** **($1,500,000)**	R NR	**($898,902)** **($1,500,000)**	R NR
Total Position Changes				
Revised Budget	**$31,864,073**		**$31,488,104**	

Lieutenant Governor

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$966,706**		**$966,706**	
Legislative Changes				
68 Adjust Continuation Budget	($5,673)	R	($5,673)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
69 Management Flexibility Reserve			($12,499)	R
Department-Wide				
70 Reduce Various Operating Accounts	($22,831)	R	($22,831)	R
Reduce various operating accounts in the following line items:	($16,831)	NR	($16,831)	NR
...				
71 Eliminate Filled Positions	($155,514)	R	($155,514)	R
Eliminate filled positions in the Publications, Corporations, and Certification & Filing Divisions.	-3.00		-3.00	
Total Legislative Changes	**($184,018)**	R	**($196,517)**	R
	($16,831)	NR	**($16,831)**	NR
Total Position Changes	-3.00		-3.00	
Revised Budget	**$765,857**		**$753,358**	

Office of Administrative Hearings

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$4,266,407**		**$4,279,242**	
Legislative Changes				
72 Management Flexibility Reserve			($55,330)	R
Department-Wide				
73 Reduce Various Operating Accounts	($64,689)	R	($64,689)	R
Reduce various operating accounts in the following line items:				
532449 - Maintenance Agreements Software - ($57,389)				
534534 - Printer Purchase - ($7,300)				
74 Eliminate Vacant Positions	($110,895)	R	($112,436)	R
Eliminate 3 vacant positions:	-3.00		-3.00	
60088606 - Processing Assistant V - ($30,651)				
60088587 - Processing Assistant IV - ($25,705)				
60088576 - Processing Assistant IV - ($27,398)				
Total Legislative Changes	**($175,584)**	R	**($232,455)**	R
Total Position Changes	-3.00		-3.00	
Revised Budget	**$4,090,823**		**$4,046,787**	

Revenue

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$91,347,503**		**$91,440,473**	
Legislative Changes				
75 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($2,303,176)	R	($2,384,284)	R
76 Management Flexibility Reserve			($1,182,309)	R
1629 Property Tax Division				
77 Conversion of Property Tax Division to Receipt Support Convert the Property Tax Division from appropriation to receipt support. GS 105-501 allows the department to recover certain costs from local sales and use tax collections.	($1,461,744) -17.00	R	($1,461,744) -17.00	R
1660 Examination & Collection				
78 Eliminate $300 Per Month Stipend for Interstate Auditors Eliminate the $300 per month stipend for 37 interstate auditors.	($132,030)	R	($132,030)	R
1664 Guest Worker Program				
79 Adjust Appropriation for Guest Worker Program Adjust the appropriation for the Guest Worker Program to better reflect actual expenditure needs. This program provides information to non-English speaking people regarding their obligation to file taxes and how to obtain assistance in filing taxes.	($375,000)	R	($375,000)	R
Total Legislative Changes	**($4,271,950)**	R	**($5,535,367)**	R
Total Position Changes	-17.00		-17.00	
Revised Budget	**$87,075,553**		**$85,905,106**	

Secretary of State

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$11,854,656**		**$11,928,530**	
Legislative Changes				
80 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($113,703)	R	($180,537)	R
81 Management Flexibility Reserve			($154,234)	R
1220 Certification				
82 Eliminate Vacant Positions Eliminate $111,012 for salaries and benefits of two vacant positions:	($111,012)	R	($111,012)	R
	-3.00		-3.00	

Position #	Title	Budgeted Salary
60008713	Processing Asst V	$27,544
60008750	Processing Asst V	$29,601
60008751	Processing Asst V	$27,544

1600 Charitable Solicitations Licensing				
83 Reduce Expenditure Accounts Reduce funding for office rent and business license fees.	($95,664)	R	($95,664)	R
Department-Wide				
84 Eliminate Positions Eliminate salaries and benefits of three filled positions in the Publications, Corporations and Certification and Filing Divisions.	($155,514)	R	($155,514)	R
	-3.00		-3.00	
Total Legislative Changes	**($475,893)**	R	**($696,961)**	R
Total Position Changes	-6.00		-6.00	
Revised Budget	**$11,378,763**		**$11,231,569**	

State Board of Elections

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$6,627,101**		**$6,630,894**	
Legislative Changes				
85 Management Flexibility Reserve			($85,736)	R
86 Adjust Continuation Budget	($11,667)	R	($11,667)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
Department-wide				
87 Eliminate Vacant Positions	($397,232)	R	($401,304)	R
Eliminate 7 vacant positions:	-7.00		-7.00	
60088225 - Applications Programmer - ($35,812) 60088253 - Governmental Accounts Auditor II - ($44,084) 60088260 - Audit Specialist (Time-limited) - ($48,139) 60088255 - Governmental Accounts Auditor III - ($52,742) 60088262 - Audit Specialist - ($44,810) 65005663 - Disclosure & Education Specialist - ($54,956) 60088211 - Elections Specialist - ($34,065)				
Total Legislative Changes	**($408,899)**	R	**($498,707)**	R
Total Position Changes	-7.00		-7.00	
Revised Budget	**$6,218,202**		**$6,132,187**	

State Budget & Management

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$7,144,221**		**$7,147,928**	
Legislative Changes				
88 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($1,665)	R	($5,246)	R
89 Management Flexibility Reserve			($92,421)	R
Department-Wide				
90 Eliminate Vacant Position. Eliminate salary ($24,764) and benefits ($8,067) of one vacant position - # 60014796, Building & Environmental Technician.	($32,831) -1.00	R	($32,831) -1.00	R
91 Reduce Various Accounts Reduce expenditure accounts in the Office of State Budget (1310), and Internal Audit (1312) Funds in the following budget areas each fiscal year: Purchased Services - ($209,771) and ($210,030) Property, Plant, & Equipment - ($17,300) each fiscal year Other Expenses - ($8,000) each fiscal year	($235,071)	R	($235,330)	R
92 Reduce Expenses Reduce expenditure accounts in the Office of State Budget (1310), and Internal Audit (1312) Funds in the followng budget areas each year and eliminate salaries and fringes of three vacant positions: Purchased Services - ($15,400) each fiscal year Property, Plant, & Equipment ($17,000) each fiscal year Personnel Reductions 60008550 State Demographer ($87,258) 60008597 Budget Analyst ($72,916) 60089830 State Budget Mgmt Analyst ($77,500) Total ($237,674)	($322,134) -3.00	R	($324,291) -3.00	R
93 Eliminate Reserve for Rules Impact Review Eliminate funding for the Reserve for the Rules Impact Review.	($100,000)	R	($100,000)	R

House Subcommittee on General Government	FY 09-10		FY 10-11	
Total Legislative Changes	**($691,701)**	**R**	**($790,119)**	**R**
Total Position Changes	**-4.00**		**-4.00**	
Revised Budget	**$6,452,520**		**$6,357,809**	

State Budget and Management - Special

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$4,280,000**		**$4,280,000**	
Legislative Changes				
94 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($56,535)	R	($56,535)	R
95 Management Flexibility Reserve			($55,340)	R
Grants to Non-Government Agencies				
96 Reduce Pass-Through Funding Reduce grant funding to NC Humanities Council by 7% each fiscal year.	($7,000)	R	($7,000)	R
Total Legislative Changes	**($63,535)**	R	**($118,875)**	R
Total Position Changes				
Revised Budget	**$4,216,465**		**$4,161,125**	

State Controller

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$24,536,602**		**$24,568,908**	
Legislative Changes				
97 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($312,798)	R	($345,105)	R
98 Management Flexibility Reserve			($317,672)	R
1000 Department-Wide				
99 Eliminate Vacant Positions and Operating Budget Accounts Eliminate two vacant positions and reduce operating budget accounts.	($608,231) -2.00	R	($609,024) -2.00	R

	FY 09-10	FY 10-11
Salaries - Approp. (6 positions)	($198,195)	($198,195)
Social Sec. Contribution-Approp.	($ 15,162)	($ 15,162)
Reg. Retirement Approp.	($ 16,926)	($ 17,719)
Medical Insurance	($ 8,314)	($ 8,314)
Travel	($ 38,000)	($ 38,000)
Data Processing	($301,378)	($301,378)
LAN services - 532822	($ 30,256)	($ 30,256)

100 Reduce Various Operating Accounts Reduce the same amount of recurring and non-recurring expenses in various IT accounts each fiscal year and eliminate funding for ITS support:	($724,502)	R	($724,502)	R

532821 eRoom Reduction in Licenses (400 to 200)	($130,224)
532811 Disconnect vacant telephone lines	($ 20,232)
532821 Discontinue SQA - OSC Dedicated	($246,528)
532140 Eliminate ITS Support	($327,518)

101 Fund-shift Positions to Receipt Support Transfer two positions - an Accountant (1 FTE) and a Senior State Management Analyst (.25 FTE) - that support the NC FLEX Benefits Program from appropriation to receipt support generated by the program:	($91,488) -1.25	R	($91,488) -1.25	R

531211 Salaries	($74,525)
531511 Social Security	($ 5,701)
531521 Retirement	($ 6,066)
531561 Medical Insurance	($ 5,196)

House Subcommittee on General Government	FY 09-10		FY 10-11	
1000 Department-Wide				
102 Eliminate Internship Program	($119,052)	R	($119,052)	R
Eliminate funding for OSC's Internship Program with the reduction of 6 positions at .75 FTE for a total of 4.5 FTE that had salaries of $18,432 each and benefits of $8,460:	-4.50		-4.50	
Position # Title 60087170 Integration Intern 60087172 Communications Intern (P/T) 60087173 PMO Intern (P/T) 60087219 Technical Infrastructure Intern				
531351 Student Temp Wages ($110,592) 531511 Social Security ($ 8,460)				
103 Eliminate Vacant Positions	($250,005)	R	($250,005)	R
Eliminate salaries ($197,962) and benefits ($52,043) of five vacant positions:	-5.00		-5.00	
Position # Title Budgeted Salary 60087168 Financial Spec ($54,540) 60014113 Admin Support Spec ($26,444) 60037611 Admin Assistant I ($34,842) 60091145 Admin Officer III ($43,157) 60092193 Admin Support Spec ($38,979)				
Total Legislative Changes	**($2,106,076)**	**R**	**($2,456,848)**	**R**
Total Position Changes	-12.75		-12.75	
Revised Budget	**$22,430,526**		**$22,112,060**	

Treasurer

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$11,150,002**		**$11,163,790**	
Legislative Changes				
104 Adjust Continuation Budget	($335,831)	R	($349,619)	R
105 Management Flexibility Reserve			($144,346)	R
1410 Retirement Systems Division				
106 Transfer the National Guard Pension Fund	$7,007,443	R	$7,007,443	R
Transfer the National Guard Pension Fund from the Department of Crime Control and Public Safety to the Department of State Treasurer. This transfer will allow the Department of State Treasurer to manage this program as it does most of the State's pension programs.				
Department-Wide				
107 Eliminate Vacant Positions	($210,267)	R	($212,151)	R
Eliminate salary ($169,280) and benefits ($40,987) of three vacant positions:	-3.00		-3.00	
60009060 Investment Analyst ($52,624) 60009205 Accountant ($67,656) 60009053 Executive Assistant ($49,000) Total ($169,280)				
108 Reduce Expenditure Accounts	($221,000)	R	($221,000)	R
Adjust accounts for postage ($16,000), Financial/Audit Services ($200,000), and employee education ($5,000).				
109 Eliminate Vacant Position	($49,601)	R	($49,601)	R
Eliminate salary and benefits for a vacant position.	-1.00		-1.00	

House Subcommittee on General Government	FY 09-10		FY 10-11	
Total Legislative Changes	**$6,190,744**	R	**$6,030,726**	R
Total Position Changes	-4.00		-4.00	
Revised Budget	**$17,340,746**		**$17,194,516**	

Treasurer - Retirement for Fire and Rescue

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$10,804,671**		**$10,804,671**	
Legislative Changes				
110 NO LEGISLATIVE ACTION REPORTED				
111 Management Flexibility Reserve			($139,703)	R
Pension Fund				
112 Adjust Continuation Budget	($317,863)	R	($317,863)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
Total Legislative Changes	**($317,863)**	**R**	**($457,566)**	**R**
Total Position Changes				
Revised Budget	**$10,486,808**		**$10,347,105**	

6-4-09

ROLL CALL VOTE

____ ____ = ____ (TOTAL)
YES NO

HB# ____
SB# ____

HOUSE STANDING COMMITTEE ON __

House Subcommittee on Appropriations / General Government

To Accept Reductions

YES	NO	MEMBER (last name)	YES	NO	MEMBER (last name)
___	___	Fisher	X	___	MOTION:
___	___	Underhill	X	___	
___	___	Steen	___	X	TUCKER
___	___	Tucker	X	___	2nd: Whilden
___	___	Brown	___	___	
___	___	Cleveland	___	X	
___	___	Floyd, E	X	___	
___	___	Mills	___	X	
___	___	Whilden	X	___	
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___	___		___	___	

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Stan Williams	NC Symphony
Greg Piner	DCR
Linda Carlisle	DCR
Mary Regan	DCR
Kara Wells	arts North Carolina
Cindy Gilliam	NC OSA
Dennis Patterson	OSA
Elizabeth Colcord	DOR
Michael Honser	DOR
DEWEY STEPHENS	DOA

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Caroline Valand	LG ofc
Johnnie McLean	SBE
Lindsay Clifton	Gov office
Carl Dean	OSP
Kelley Daynes	SOS
MICHAEL PEELER	SOS
Ann K. Harris	SOS
BOB KUCAB	NCHFA
Brenda Rivera	NCCADV
Joe Lanier	520 Wicker
Thomas Cheek	OSC

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Pam Wortham	DST

House Pages

Name of Committee: Gen. Gov. App **Date:** June 4, 2009

1. Name: _____

   County: _____

   Sponsor: _____

2. Name: _____

   County: _____

   Sponsor: _____

3. Name: _____

   County: _____

   Sponsor: _____

4. Name: _____

   County: _____

   Sponsor: _____

5. Name: _____

   County: _____

   Sponsor: _____

Sgt-At-Arms

1. Name: Judy Turner

2. Name: Martha Parrish

3. Name: Rod Tanger

Convene: 4:24 pm
adjourn: 5:20

HOUSE ATTENDANCE

Rtn Mon @ 4:00 for final Rpt

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

4:24pm

DATES	6/4/09														
Rep. Susan Fisher, Chair	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair	✓														
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown															
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills	✓														
Rep. Jane Whilden	✓														

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building
June 8, 2009
4:30 PM
Minutes

The House Appropriations Subcommittee on General Government met on Monday, June 8, 2009 at 4:30 PM.

Members of the Subcommittee on General Government present were: Representatives Fisher and Underhill, Chairs; Steen and Tucker, Vice-Chairs; Brown, Floyd, Mills and Whilden.

Fiscal Staff Members: Michele Nelson and Sarah Poteat.

A visitor registration sheet is attached (Attachment 1).

The members of the Committee were given copies of the Special Provision to the budget (Attachment 2). The chairs held discussion and took questions from the members.

- Rep. Brown questioned the audits being done for the NC Partnership for Children.
  - Cindy Gilliam (Auditor's office) will get information and report back to the Committee.

- Rep. Floyd questioned if the money amounts could be "rounded-off" or "rounded-up". He stated this practice would add additional funding to the state's coffers.

- Michele Nelson, Fiscal Staff, explained that on page 14 (Beacon / Training) the word "shall" was changed.

- Rep. Tucker had a question for the Office of Administrative Hearings.

- Representatives Tucker, Cleveland, and Floyd questioned increases that appeared in the Special Provision.

- Rep. Tucker made a motion not to approve the Special Provision package.

- Rep. Whilden 2nd the motion.

- Rep. Underhill called for a vote of Ayes / Nays. The vote was close so she called for a show of hands. The vote passed 5 – 4.

The meeting adjourned at 4:58 PM.

Alice G. Underhill

Representative Alice G. Underhill, Chair

Judy Veorse, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

June 8, 2009

4:30 p.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Review/Discussion of Special Provisions

House Appropriations Subcommittee

on

General Government

SPECIAL PROVISIONS

June 7, 2009

PART XX. GENERAL GOVERNMENT - RESERVED

PART XXA. DEPARTMENT OF ADMINISTRATION

Special Provision 2009-ADMIN-H3(S20A.1)i [v1], LG, Modified 5/28/09 7:48 AM
NC GREEN BUSINESS FUND/FUNDS

SECTION 20A.1. Of the funds received by the State under the American Recovery and Reinvestment Act of 2009 and appropriated in this act to the State Energy Office, Department of Administration, for the 2009-2010 fiscal year, the sum of five million dollars ($5,000,000) in nonrecurring funds shall be allocated to the North Carolina Green Business Fund in the Department of Commerce.

Special Provision 2009-ADMIN-H4A(S20A.2)-P [v3], LG, Modified 6/5/09 12:36 PM
BIOFUELS CENTER OF NORTH CAROLINA

SECTION 20A.2. Of the funds received by the State under the American Recovery and Reinvestment Act of 2009 and appropriated in this act to the State Energy Office, Department of Administration, for the 2009-2010 fiscal year, the sum of five million dollars ($5,000,000) in nonrecurring funds shall be allocated to the Biofuels Center of North Carolina. These funds shall be used for costs related to implementing the North Carolina Strategic Plan for Biofuels Leadership developed under S.L. 2006-206.

Special Provision 2009-ADMIN-H5(S20A.3)i [v1], LG, Modified 5/28/09 7:49 AM
COASTAL SOUNDS WIND STUDY

SECTION 20A.3. Of the funds received by the State under the American Recovery and Reinvestment Act of 2009 and appropriated in this act to the State Energy Office, Department of Administration, for the 2009-2010 fiscal year, the sum of three hundred thousand dollars ($300,000) in nonrecurring funds shall be allocated to The University of North Carolina. These funds shall be used for costs related to implementing the pilot project described in Section 9.14 of this act.

Special Provision 2009-ADMIN-H6-P [v3], MC, Modified 6/5/09 1:08 PM
INCREASE MARRIAGE LICENSE FEE

SECTION 20A.4.(a) G.S. 161-10(a)(2) reads as rewritten:

"(2) Marriage Licenses. – For issuing a license ~~fifty dollars ($50.00);~~sixty dollars ($60.00); for issuing a delayed certificate with one certified copy twenty dollars ($20.00); and for a proceeding for correction of an application, license or certificate, with one certified copy ten dollars ($10.00)."

SECTION 20A.4.(b) G.S. 161-11.2 reads as rewritten:

"~~Twenty dollars ($20.00)~~Thirty dollars ($30.00) of each fee collected by a register of deeds for issuance of a marriage license pursuant to G.S. 161-10(a)(2) shall be forwarded by the register of deeds to the county finance officer, who shall forward the funds to the Department of Administration to be credited to the Domestic Violence Center Fund established under G.S. 50B-9. The register of deeds shall forward the fees to the county finance officer as soon as practical. The county finance officer shall forward the fees to the Department of Administration within 60 days after receiving the fees. The Register of Deeds shall inform the applicants that ~~twenty dollars ($20.00)~~thirty dollars ($30.00) of the fee for a marriage license shall be used for Domestic Violence programs."

SECTION 20A.4.(c) This section becomes effective July 1, 2009, and applies to licenses issued on or after that date.

PART XXB. DEPARTMENT OF CULTURAL RESOURCES

Special Provision 2009-CULRES-H2A-P [v3], LG, Modified 6/5/09 1:21 PM

TRANSFER ADMINISTRATION OF THE GRAVEYARD OF THE ATLANTIC MUSEUM TO THE ROANOKE ISLAND COMMISSION

SECTION 20B.1.(a) G.S. 121-7.4 reads as rewritten:

"**§ 121-7.4. Graveyard of the Atlantic Museum.**

The Department of Cultural Resources shall ~~assume from the Graveyard of the Atlantic Museum, the administration of the Graveyard of the Atlantic Museum on Hatteras Island and shall designate it~~ designate the Graveyard of the Atlantic Museum on Hatteras Island as a member of the State History Museums Division, in accordance with the feasibility study conducted by the Department."

SECTION 20B.1.(b) G.S. 143B-131.2 reads as rewritten:

"**§ 143B-131.2. Roanoke Island Commission – Purpose, powers, and duties.**

(a) The Commission is created to combine various existing entities in the spirit of cooperation for a cohesive body to protect, preserve, develop, and interpret the historical and cultural assets of Roanoke Island. The Commission is further created to operate and administer the Elizabeth II State Historic Site and Visitor Center, the Elizabeth II, Ice Plant Island, ~~and~~ all other properties under the administration of the Department of Cultural Resources located on Roanoke Island having historical significance to the State of North Carolina, Dare County, or the Town of ~~Manteo,~~Manteo, and the Graveyard of the Atlantic Museum on Hatteras Island, except as otherwise determined by the Commission.

(b) The Commission shall have the following powers and duties:

(1) To advise the Secretary of Transportation and adopt rules on matters pertaining to, affecting, and encouraging restoration, preservation, and enhancement of the appearance, maintenance, and aesthetic quality of U.S. Highway 64/264 and the U.S. 64/264 Bypass travel corridor on Roanoke Island and the grounds on Roanoke Island Festival Park.

(2) To operate the Elizabeth II State Historic Site and Visitor Center and the Elizabeth II as permanent memorials commemorating the Roanoke Voyages, 1584-1587.

(2a) To operate and fund the Graveyard of the Atlantic Museum on Hatteras Island.

...."

Special Provision 2009-CULRES-H4-P [v8], LG, Modified 6/5/09 2:16 PM

ELIMINATE TRANSFER OF FUNDS APPROPRIATED TO ROANOKE ISLAND COMMISSION TO NONPROFIT CORPORATION

SECTION 20B.2.(a) G.S. 143B-131.2(b)(10) reads as rewritten:

"(b) The Commission shall have the following powers and duties:

...

(10) To establish and maintain a separate fund composed of moneys which may come into its hands from gifts, donations, grants, or bequests, which funds will be used by the Commission for purposes of carrying out its duties and purposes herein set forth. The Commission may also establish a reserve fund to be maintained and used for contingencies and emergencies. ~~Funds appropriated to the Commission may be transferred to the Friends of Elizabeth II, Inc., a private, nonprofit corporation. The Friends of Elizabeth II, Inc., shall use the funds transferred to it to carry out the purposes of this Part.~~"

SECTION 20B.2.(b) The Office of State Budget and Management, in conjunction with the Office of the State Controller and the Department of Cultural Resources, shall close

the Roanoke Island Commission (Special Fund code 14800-1584) and transfer the cash balance on June 30, 2009, to the Department of Cultural Resources (General Fund Budget code 24802-2584).

Special Provision 2009-CULRES-H3E-P [v4], LB, Modified 6/5/09 2:01 PM

ARCHIVES AND RECORDS MANAGEMENT PROGRAM FEE

SECTION 20B.3.(a) Article 1 of Chapter 161 of the General Statutes is amended by adding a new section to read:

"**§ 161-11.5. Fees for archival of records.**

A fee of five dollars ($5.00) shall be collected by the register of deeds from the grantor on each instrument by which any interest in real property is conveyed to another person, who shall remit the funds to the county finance officer, who shall remit the funds, less the county's allowance for administrative expenses, on a monthly basis to the Department of Cultural Resources to be used to offset the cost of the Archives and Records Management Program pursuant to Chapter 121 and Chapter 132 of the General Statutes. Two percent (2%) of the fee shall be retained by the county to be used by the register of deeds and the county to cover administrative costs in collecting and remitting the fee. This fee shall be charged in addition to the fees for registering, filing, or recording instruments as provided by G.S. 161-10."

SECTION 20B.3.(b) G.S. 121-5 is amended by adding a new subsection to read:

"(e) Program Funding. – Fees credited to the Department under G.S. 161-11.5 shall be used to offset the Department's costs in providing essential records management and archival services for public records pursuant to Chapter 121 and Chapter 132 of the General Statutes."

SECTION 20B.3.(c) This section becomes effective October 1, 2009, and applies to all real estate transactions registered, filed, or recorded on or after that date.

PART XXC. OFFICE OF THE STATE AUDITOR

Special Provision 2009-AUD-H1-P [v5], LU, Modified 6/5/09 2:10 PM

NORTH CAROLINA PARTNERSHIP FOR CHILDREN, INC., TO CONDUCT AUDITS OF LOCAL PARTNERSHIPS

SECTION 20C.1.(a) G.S. 143B-168.12(c) reads as rewritten:

"(c) The North Carolina Partnership shall require each local partnership to place in each of its contracts a statement that the contract is subject to monitoring by the local partnership and North Carolina Partnership, that contractors and subcontractors shall be fidelity bonded, unless the contractors or subcontractors receive less than one hundred thousand dollars ($100,000) or unless the contract is for child care subsidy services, that contractors and subcontractors are subject to audit oversight by the State Auditor, and that contractors and subcontractors shall be subject to the requirements of ~~G.S. 143C-6.14.~~G.S. 143C-6-22. Organizations subject to G.S. 159-34 shall be exempt from this requirement."

SECTION 20C.1.(b) G.S. 143B-168.14(b) reads as rewritten:

"(b) Each local partnership shall be subject to audit and review by the ~~State Auditor under Article 5A of Chapter 147 of the General Statutes. The State Auditor~~North Carolina Partnership. The North Carolina Partnership shall conduct annual financial and compliance audits of local partnerships that are rated "needs improvement" in performance assessments authorized in G.S. 143B-168.12(a)(7). Local partnerships that are rated "superior" or "satisfactory" in performance assessments authorized in G.S. 143B-168.12(a)(7) shall undergo biennial financial and compliance audits by the ~~State Auditor.~~North Carolina Partnership."

PART XXI. DEPARTMENT OF INSURANCE

Special Provision 2009-INS-H1(S21.1)i [v1], LG, Modified 5/28/09 7:50 AM

SET INSURANCE REGULATORY CHARGE

SECTION 21.1.(a) The percentage rate to be used in calculating the insurance regulatory charge under G.S. 58-6-25 is five and one-half percent (5.5%) for the 2009 calendar year.

SECTION 21.1.(b) This section is effective when it becomes law.

Special Provision 2009-INS-H2-P [v3], MH, Modified 6/5/09 1:07 PM

PREMIUM FINANCE COMPANY LICENSE FEE REVISIONS

SECTION 21.2. G.S. 58-35-5 reads as rewritten:

"**§ 58-35-5. License required; fees.**

(a) No person except an authorized insurer shall engage in the business of an insurance premium finance company without obtaining a license from the Commissioner, as provided in this Article.

...

(e) There shall be two types of licenses issued to an insurance premium finance company:

(1) An "A" type license shall be issued to insurance premium finance companies whose business of insurance premium financing is limited to the financing of insurance premiums of one insurance agent or agency and whose primary function is to finance only the insurance premium of such agent or agency. The license fee for an "A" type license shall be ~~three hundred dollars ($300.00)~~ six hundred dollars ($600.00) for each license year or part thereof.

(2) A "B" type license shall be issued to an insurance premium finance company whose business of insurance premium financing is not limited to the financing of insurance premiums of one insurance agent or agency and whose primary function is to finance the insurance premiums of more than one insurance agent or agency. The license fee for a "B" type license shall be ~~one thousand two hundred dollars ($1,200)~~ two thousand four hundred dollars ($2,400) for each license year or part thereof.

A branch office license may be issued for either an "A" type or "B" type license. The fee for the branch office license shall be ~~fifty dollars ($50.00)~~ one hundred dollars ($100.00) for each license year or part thereof. The examination fee when required by this section shall be two hundred fifty dollars ($250.00) per application."

Special Provision 2009-INS-H3-P [v3], MH, Modified 6/5/09 1:07 PM

BUILDING CODE OFFICIALS CERTIFICATION RENEWAL LATE FEE INCREASE

SECTION 21.3. G.S. 143-151.16 reads as rewritten:

"**§ 143-151.16. Certification fees; renewal of certificates; examination fees.**

(a) The Board shall establish a schedule of fees to be paid by each applicant for certification as a qualified Code-enforcement official. Such fee shall not exceed twenty dollars ($20.00) for each applicant.

(b) A certificate, other than a probationary certificate, as a qualified Code-enforcement official issued pursuant to the provisions of this Article must be renewed annually on or before the first day of July. Each application for renewal must be accompanied by a renewal fee to be determined by the Board, but not to exceed ten dollars ($10.00). The Board is authorized to charge an extra ~~two dollar ($2.00)~~ four dollar ($4.00) late renewal fee for renewals made after the first day of July each year.

...."

Special Provision 2009-INS-H4-P [v3], MH, Modified 6/5/09 1:10 PM

MANUFACTURING HOUSING BOARD LICENSE FEE REVISIONS

SECTION 21.4. G.S. 143-143.11 reads as rewritten:

"**§ 143-143.11. License required; application for license.**

(a) It shall be unlawful for any manufactured home manufacturer, dealer, salesperson, or set-up contractor to engage in business as such in this State without first obtaining a license from the Board for each place of business operated by the licensee, as provided in this Part. The fact that a person is licensed by the Board as a set-up contractor or a dealer does not preempt any other licensing boards' applicable requirements for that person.

(b) Application for the license shall be made to the Board at such time, in such form, and contain information the Board requires, and shall be accompanied by the fee established by the Board. The fee shall not exceed ~~three hundred dollars ($300.00)~~ three hundred fifty dollars ($350.00) for each license issued. In addition to the license fee, the Board may also charge an applicant a fee to cover the cost of the criminal history record check required by G.S. 143-143.10A.

(c) In the application, the Board shall require information relating to the matters set forth in G.S. 143-143.13 as grounds for refusal of a license, and information relating to other pertinent matters consistent with safeguarding the public interest. All of this information shall be considered by the Board in determining the fitness of the applicant. Once the Board has determined that an applicant is fit, the Board must provide the applicant a license for each place of business operated by the applicant.

(d) All licenses shall expire, unless revoked or suspended, on June 30 of each year following the date of issue.

(e) Every licensee shall, on or before the first day of July of each year, obtain a renewal of a license for the next year by applying to the Board, completing the necessary hours of continuing education required under G.S. 143-143.11B, and paying the required renewal fee for each place of business operated by the licensee. The renewal fee shall not exceed ~~three hundred dollars ($300.00)~~ three hundred fifty dollars ($350.00) for each license issued. Upon failure to renew by the first day of July, a license automatically expires. The license may be renewed at any time within one year after its lapse upon payment of the renewal fee and a late filing fee. The late filing fee shall not exceed ~~three hundred dollars ($300.00).~~three hundred fifty dollars ($350.00).

(f) Repealed by Session Laws 2005-297, s. 1, effective August 22, 2005.

(g) Notwithstanding the provisions of subsection (a), the Board may provide by rule that a manufactured home salesperson will be allowed to engage in business during the time period after making application for a license but before such license is granted.

(h) As a prerequisite to obtaining a license under this Part, a person may be required to pass an examination prescribed by the Board that is based on the Code, this Part, and any other subject matter considered relevant by the Board."

Special Provision 2009-INS-H5-P [v4], MH, Modified 6/5/09 2:09 PM

COLLECTION AGENCY LICENSE FEE INCREASE

SECTION 21.5. G.S. 58-70-35 reads as rewritten:

"**§ 58-70-35. Application fee; issuance of permit; contents and duration.**

(a) Upon the filing of the application and information required by this Article, the applicant shall pay a nonrefundable fee of ~~five hundred dollars ($500.00),~~ one thousand dollars ($1,000), and no permit may be issued until this fee is paid. Fees collected under this subsection shall be used in paying the expenses incurred in connection with the consideration of such applications and the issuance of such permits.

...."

Special Provision 2009-INS-H6-P [v5], MH, Modified 6/5/09 1:33 PM

MOTOR CLUB LICENSE FEE INCREASE

SECTION 21.6. G.S. 58-69-10 reads as rewritten:

"**§ 58-69-10. Applications for licenses; fees; bonds or deposits.**

Licenses hereunder shall be obtained by filing ~~written application therefor~~a written application with the Commissioner in such form and manner as the Commissioner shall require. As a prerequisite to issuance of a license:

(1) The applicant shall furnish to the Commissioner such data and information as the Commissioner may deem reasonably necessary to enable him to determine, in accordance with the provisions of G.S. 58-69-15, whether or not a license should be issued to the applicant.

(1a) If the applicant has never been issued a motor club license it shall be required to submit an audited financial statement. If the applicant has previously been licensed the Commissioner may require that the financial statement be audited if it is reasonably necessary to determine whether or not a license should be issued to the applicant.

(2) If the applicant is a motor club it shall be required to pay to the Commissioner a nonrefundable annual license fee of ~~three hundred dollars ($300.00)~~ six hundred dollars ($600.00) and to deposit or file with the Commissioner a bond, in favor of the State of North Carolina and executed by a surety company duly authorized to transact business in this State, in the amount of fifty thousand dollars ($50,000), or securities of the type hereinafter specified in the amount of fifty thousand dollars ($50,000), pledged to or made payable to the State of North Carolina and conditioned upon the full compliance by the applicant with the provisions of this Article and the regulations and orders issued by the Commissioner pursuant thereto, and upon the good faith performance by the applicant of its contracts for motor club services.

(3) If the applicant is a branch or district office of a motor club licensed under this Article it shall pay to the Commissioner a nonrefundable license fee of ~~fifty dollars ($50.00).~~ one hundred dollars ($100.00).

(4) If the applicant is a franchise motor club it shall pay to the Commissioner a nonrefundable annual license fee of ~~one hundred dollars ($100.00)~~ two hundred dollars ($200.00) and shall deposit or file with the Commissioner a bond, in favor of the State of North Carolina and executed by a surety company duly authorized to transact business in this State, in the amount of fifty thousand dollars ($50,000), or securities of the type hereinafter specified in the amount of fifty thousand dollars ($50,000), pledged to or made payable to the State of North Carolina and conditioned upon the full compliance by the applicant with the provisions of this Article and the regulations and orders issued by the Commissioner pursuant thereto and upon the good faith performance by the applicant of its contracts for motor club services.

(5) Any applicant depositing securities under this section shall do so in the form and manner as prescribed in Article 5 of this Chapter, and the provisions of Article 5 of this Chapter, shall be applicable to securities pledged under this Article."

Special Provision 2009-INS-H7-P [v4], MH, Modified 6/5/09 2:16 PM

BAIL BONDSMEN AND RUNNERS FEE INCREASES

SECTION 21.7. G.S. 58-71-55 reads as rewritten:

"**§ 58-71-55. License fees.**

A nonrefundable license fee of ~~one hundred dollars ($100.00)~~ two hundred dollars ($200.00) shall be paid to the Commissioner with each application for license as a bail bondsman and a license fee of ~~sixty dollars ($60.00)~~ one hundred twenty dollars ($120.00) shall be paid to the Commissioner with each application for license as a runner."

Special Provision 2009-INS-H8-P [v4], MH, Modified 6/5/09 1:28 PM

HOME INSPECTOR LICENSE FEE INCREASES

SECTION 21.8. G.S. 143-151.57 reads as rewritten:

"**§ 143-151.57. Fees.**

(a) Maximum Fees. – The Board may adopt fees that do not exceed the amounts set in the following table for administering this Article:

Item	Maximum Fee
Application for home inspector license	~~$25.00~~ 35.00
Application for associate home inspector	~~15.00~~ 17.00
Home inspector examination	~~75.00~~ 80.00
Issuance or renewal of home inspector license	~~150.00~~ 160.00
Issuance or renewal of associate home inspector license	~~100.00~~ 110.00
Late renewal of home inspector license	~~25.00~~ 27.00
Late renewal of associate home inspector license	~~15.00~~ 17.00
Application for course approval	150.00
Renewal of course approval	75.00
Course fee, per credit hour per license	5.00
Credit for unapproved continuing education course	50.00
Copies of Board rules or licensure standards	Cost of printing and mailing.

(b) Subsequent Application. – An individual who applied for a license as a home inspector and who failed the home inspector examination is not required to pay an additional application fee if the individual submits another application for a license as a home inspector. The individual must pay the examination fee, however, to be eligible to take the examination again."

Special Provision 2009-INS-H9-P [v5], MH, Modified 6/5/09 1:50 PM

CCRC APPLICATION AND ANNUAL DISCLOSURE FILING FEE INCREASES

SECTION 21.9.(a) G.S. 58-64-5 reads as rewritten:

"**§ 58-64-5. License.**

(a) No provider shall engage in the business of offering or providing continuing care in this State without a license to do so obtained from the Commissioner as provided in this Article. It is a Class 1 misdemeanor for any person, other than a provider licensed under this Article, to advertise or market to the general public any product similar to continuing care through the use of such terms as "life care", "continuing care", or "guaranteed care for life", or similar terms, words, or phrases. The licensing process may involve a series of steps pursuant to rules adopted by the Commissioner under this Article.

(b) The application for a license shall be filed with the Department by the provider on forms prescribed by the Department and within a period of time prescribed by the Department; and shall include all information required by the Department pursuant to rules adopted by it under this Article including, but not limited to, the disclosure statement meeting the requirements of this Article and other financial and facility development information required by the Department. The application for a license must be accompanied by an application fee of ~~two hundred dollars ($200.00).~~ five hundred dollars ($500.00).

...."

SECTION 21.9.(b) G.S. 58-64-30 reads as rewritten:

"**§ 58-64-30. Annual disclosure statement revision.**

(a) Within 150 days following the end of each fiscal year, the provider shall file with the Commissioner a revised disclosure statement setting forth current information required pursuant to G.S. 58-64-20. The provider shall also make this revised disclosure statement available to all the residents of the facility. This revised disclosure statement shall include a narrative describing any material differences between (i) the forecasted statements of revenues and expenses and cash flows or other forecasted financial data filed pursuant to G.S. 58-64-20 as a part of the disclosure statement recorded most immediately subsequent to the start of the provider's most recently completed fiscal year and (ii) the actual results of operations during that fiscal year, together with the revised forecasted statements of revenues and expenses and cash flows or other forecasted financial data being filed as a part of the revised disclosure statement. A provider may also revise its disclosure statement and have the revised disclosure statement recorded at any other time if, in the opinion of the provider, revision is necessary to prevent an otherwise current disclosure statement from containing a material misstatement of fact or omitting a material fact required to be stated therein. Only the most recently recorded disclosure statement, with respect to a facility, and in any event, only a disclosure statement dated within one year plus 150 days prior to the date of delivery, shall be considered current for purposes of this Article or delivered pursuant to G.S. 58-64-20.

(b) The annual disclosure statement required to be filed with the Commissioner under this section shall be accompanied by an annual filing fee of ~~one hundred dollars ($100.00).~~one thousand dollars ($1,000)."

Special Provision 2009-INS-H10-P [v3], MH, Modified 6/5/09 1:15 PM

HEALTH MAINTENANCE ORGANIZATION FEE INCREASES

SECTION 21.10. G.S. 58-67-160 reads as rewritten:

"**§ 58-67-160. Fees.**

Every health maintenance organization subject to this Article shall pay to the Commissioner a fee of ~~two hundred fifty dollars ($250.00)~~ five hundred dollars ($500.00)for filing an application for a license and an annual license continuation fee of ~~one thousand five hundred dollars ($1,500)~~two thousand dollars ($2,000) for each license. The license shall continue in full force and effect, subject to timely payment of the annual license continuation fee in accordance with G.S. 58-6-7 and subject to any other applicable provisions of the insurance laws of this State."

Special Provision 2009-INS-H11-P [v5], MH, Modified 6/5/09 3:09 PM

INSURANCE COMPANY APPLICATION AND LICENSING FEE INCREASES

SECTION 21.11.(a) G.S. 58-6-5(1) reads as rewritten:

"(1) For filing and examining an insurance company application for admission, a nonrefundable fee of ~~two hundred fifty dollars ($250.00),~~one thousand dollars ($1,000), to be submitted with the filing; for each certification or confirmation of an insurance company deposit held by the Commissioner pursuant to this Chapter, twenty-five dollars ($25.00)."

SECTION 21.11.(b) G.S. 58-6-7(a) reads as rewritten:

"(a) In order to do business in this State, an insurance company shall apply for and obtain a license from the Commissioner. The license shall be perpetual and shall continue in full force and effect, subject to timely payment of the annual license continuation fee in accordance with this Chapter and subject to any other applicable provision of the insurance laws of this State. The insurance company shall pay a fee for each year the license is in effect, as follows:

For each domestic farmer's mutual assessment fire insurance company ..... $ 25.00
For each fraternal order 500.00

For each of all other insurance companies, except
mutual burial associations taxed under G.S. 105-121.1 ..... ~~1,500.00~~2,500

The fees levied in this subsection are in addition to those specified in G.S. 58-6-5."

Special Provision 2009-INS-H12-P [v3], MH, Modified 6/5/09 1:18 PM

LIABILITY RISK RETENTION AND PURCHASING GROUP FEE INCREASES

SECTION 21.12. G.S. 58-22-70 reads as rewritten:

"**§ 58-22-70. Registration and renewal fees.**

Every risk retention group and purchasing group that registers with the Commissioner under this Article shall pay the following fees:

Risk retention group registration	~~$250.00~~	$500.00
Purchasing group registration	~~50.00~~	500.00
Risk retention group renewal	~~1,000.00~~	1,500.00
Purchasing group renewal	~~50.00~~	100.00

Registration fees shall not be prorated and must be submitted with the application for registration. Renewal fees shall not be prorated and shall be paid on or before January 1 of each year."

Special Provision 2009-INS-H13-P [v5], MH, Modified 6/5/09 1:36 PM

MEDICAL SERVICE CORPORATION FEE INCREASES

SECTION 21.13.(a) G.S. 58-65-1 reads as rewritten:

"**§ 58-65-1. Regulation and definitions; application of other laws; profit and foreign corporations prohibited.**

(a) Any corporation organized under the general corporation laws of the State of North Carolina for the purpose of maintaining and operating a nonprofit hospital or medical or dental service plan whereby hospital care or medical or dental service may be provided in whole or in part by the corporation or by hospitals, physicians, or dentists participating in the plan, or plans, shall be governed by this Article and Article 66 of this Chapter and shall be exempt from all other provisions of the insurance laws of this State, unless otherwise provided.

The term "hospital service plan" as used in this Article includes the contracting for certain fees for, or furnishing of, hospital care, laboratory facilities, X-ray facilities, drugs, appliances, anesthesia, nursing care, operating and obstetrical equipment, accommodations or any other services authorized or permitted to be furnished by a hospital under the laws of the State of North Carolina and approved by the North Carolina Hospital Association or the American Medical Association.

The term "medical service plan" as used in this Article includes the contracting for the payment of fees toward, or furnishing of, medical, obstetrical, surgical or any other professional services authorized or permitted to be furnished by a duly licensed physician or other provider listed in G.S. 58-50-30. The term "medical services plan" also includes the contracting for the payment of fees toward, or furnishing of, professional medical services authorized or permitted to be furnished by a duly licensed provider of health services licensed under Chapter 90 of the General Statutes.

The term "dental service plan" as used in this Article includes contracting for the payment of fees toward, or furnishing of dental or any other professional services authorized or permitted to be furnished by a duly licensed dentist.

The term "hospital service corporation" as used in this Article is intended to mean any nonprofit corporation operating a hospital or medical or dental service plan, as defined in this section. Any corporation organized and subject to the provisions of this Article, the certificate of incorporation of which authorizes the operation of either a hospital or medical or dental service plan, or any or all of them, may, with the approval of the Commissioner, issue subscribers' contracts or certificates approved by the Commissioner of Insurance, for the

payment of either hospital or medical or dental fees, or the furnishing of such services, or any or all of them, and may enter into contracts with hospitals for physicians or dentists, or any or all of them, for the furnishing of fees or services respectively under a hospital or medical or dental service plan, or any or all of them.

The term "preferred provider" as used in this Article with respect to contracts, organizations, policies or otherwise means a health care service provider who has agreed to accept, from a corporation organized for the purposes authorized by this Article or other applicable law, special reimbursement terms in exchange for providing services to beneficiaries of a plan administered pursuant to this Article. Except to the extent prohibited either by G.S. 58-65-140 or by rules adopted by the Commissioner not inconsistent with this Article, the contractual terms and conditions for special reimbursement shall be those which the corporation and preferred provider find to be mutually agreeable.

The term "full service corporation" as used in this Article means any corporation organized under the provisions of this Article that offers a medical service plan or a hospital service plan.

The term "single service corporation" as used in this Article means any corporation organized under the provisions of this Article that offers only a dental service plan.

...."

SECTION 21.13.(b) G.S. 58-65-55 reads as rewritten:

"**§ 58-65-55. Issuance and continuation of license.**

(a) Every corporation subject to this Article shall pay to the Commissioner a fee of two hundred fifty dollars ($250.00) for filing an application for a license. Fee payment shall be contemporaneous with the filing. Before issuing or continuing any such license or certificate the Commissioner may make such an examination or investigation as the Commissioner deems expedient. The Commissioner shall issue a license upon the payment of a fee of one thousand five hundred dollars ($1,500) for a single service corporation or two thousand five hundred dollars ($2,500) for a full service corporation and upon being satisfied on the following points:

(1) The applicant is established as a bona fide nonprofit hospital service corporation as defined by this Article and Article 66 of this Chapter.

(2) The rates charged and benefits to be provided are fair and reasonable.

(3) The amounts provided as working capital of the corporation are repayable only out of earned income in excess of amounts paid and payable for operating expenses and hospital and medical and/or dental expenses and such reserve as the Department deems adequate, as provided hereinafter.

(4) That the amount of money actually available for working capital be sufficient to carry all acquisition costs and operating expenses for a reasonable period of time from the date of the issuance of the certificate.

(b) The license shall continue in full force and effect, subject to payment of an annual license continuation fee of ~~one thousand five hundred dollars ($1,500)~~ one thousand five hundred dollars ($1,500) for a single service corporation or two thousand five hundred dollars ($2,500), subject to all other provisions of subsection (a) of this section and subject to any other applicable provisions of the insurance laws of this State."

Special Provision 2009-INS-H14-P [v5], MH, Modified 6/5/09 2:54 PM

SURPLUS INSURANCE LINES APPLICATION AND LICENSE FEE INCREASES

SECTION 21.14. G.S. 58-21-20(c) reads as rewritten:

"(c) Every surplus lines insurer that applies for eligibility under this section shall pay a nonrefundable fee of ~~two hundred fifty dollars ($250.00).~~five hundred dollars ($500.00). In order to renew eligibility, such insurer shall pay a nonrefundable renewal fee of ~~five hundred dollars ($500.00)~~ one thousand dollars ($1,000) on or before January 1 of each year thereafter. Such fees shall not be prorated."

Special Provision 2009-INS-H15-P [v4], MH, Modified 6/5/09 3:07 PM

ACCREDITED REINSURANCE LICENSE FEE INCREASE

SECTION 21.15. G.S. 58-7-21(b) reads as rewritten:

"(b) Credit for reinsurance shall be allowed a domestic ceding insurer as either an asset or a reduction from liability on account of reinsurance ceded only when the reinsurer meets the requirements of subdivisions (1), (2), (3), (4), or (5) of this subsection. Credit shall be allowed under subdivision (1), (2), or (3) of this subsection only with regard to cessions of those kinds or classes of business in which the assuming insurer is licensed or otherwise permitted to write or assume in its state of domicile or, in the case of a United States branch of an alien assuming insurer, in the state through which it is entered and licensed to transact insurance or reinsurance. Credit shall be allowed under subdivision (3) or (4) of this subsection only if the applicable requirements of subdivision (6) of this section have been satisfied.

(1) Credit shall be allowed when the reinsurance is ceded to an assuming insurer that is licensed to transact insurance or reinsurance in this State.

(2) Credit shall be allowed when the reinsurance is ceded to an assuming insurer that is accredited as a reinsurer in this State. An accredited reinsurer is one that:

a. Files with the Commissioner evidence of its submission to this State's jurisdiction;

b. Submits to this State's authority to examine its books and records;

c. Is licensed to transact insurance or reinsurance in at least one state, or in the case of a United States branch of an alien assuming insurer is entered through and licensed to transact insurance or reinsurance in at least one state;

d. Files annually with the Commissioner a copy of its annual statement filed with the insurance regulator of its state of domicile, a copy of its most recent audited financial statement, and a fee of ~~five hundred dollars ($500.00);~~ seven hundred fifty dollars ($750.00) and either

1. Maintains a policyholders' surplus in an amount that is not less than twenty million dollars ($20,000,000) and whose accreditation has not been denied by the Commissioner within 90 days after its submission; or

2. Maintains a policyholders' surplus in an amount less than twenty million dollars ($20,000,000) and whose accreditation has been approved by the Commissioner.

Credit shall not be allowed a domestic ceding insurer if the assuming insurer's accreditation has been revoked by the Commissioner after notice and opportunity for a hearing.

...."

Special Provision 2009-INS-H16-P [v5], MH, Modified 6/5/09 1:59 PM

THIRD-PARTY INSURANCE ADMINISTRATOR LICENSE FEE INCREASE

SECTION 21.16. G.S. 58-56-51 reads as rewritten:

"**§ 58-56-51. License required.**

(a) No person shall act as, offer to act as, or hold himself or herself out as a TPA in this State without a valid TPA license issued by the Commissioner. Licenses shall be renewed annually. Failure to submit a complete renewal application shall result in the expiration of the license of the TPA as a matter of law; provided, however, the Commissioner may grant the TPA an extension of time for good cause.

(b) Each application for the issuance or renewal of a license shall be made upon a form prescribed by the Commissioner and shall be accompanied by a nonrefundable filing fee of ~~one~~

~~hundred dollars ($100.00)~~three hundred dollars ($300.00) and evidence of maintenance of a fidelity bond, errors and omissions liability insurance, or other security, of a type and in an amount to be determined by rules of the Commissioner. Applications for issuance of licenses shall include or be accompanied by the following information and documents:

(1) All organizational documents of the TPA, including any articles of incorporation, articles of association, partnership agreement, trade name certificate, or trust agreement, any other applicable documents, and all amendments to these documents.

...

The information required by subdivisions (1) through (7) of this subsection, including any trade secrets, shall be kept confidential; provided that the Commissioner may use that information in any judicial or administrative proceeding instituted against the TPA. Applications for renewals of licenses shall include or be accompanied by any changes in the information required by subdivisions (1) through (7) of this subsection.

...."

Special Provision 2009-INS-H17-P [v4], MH, Modified 6/5/09 2:00 PM

VIATICAL SETTLEMENT PROVIDER AND BROKER LICENSE FEE INCREASES

SECTION 21.17. G.S. 58-58-210 reads as rewritten:

"**§ 58-58-210. License requirements.**

...

(b) Application for a provider or broker license shall be made to the Commissioner by the applicant on a form prescribed by the Commissioner, and these applications shall be accompanied by a fee of ~~one hundred dollars ($100.00).~~ five hundred dollars ($500.00).

(c) Licenses may be renewed from year to year on the anniversary date upon payment of the annual renewal fee of ~~one hundred dollars ($100.00).~~ five hundred dollars ($500.00). Failure to pay the fees by the renewal date results in expiration of the license.

...."

PART XXIA. OFFICE OF ADMINISTRATIVE HEARINGS

Special Provision 2009-OAH-H1-P [v9], MC, Modified 6/5/09 2:00 PM

FEES FOR FILING CONTESTED CASE HEARINGS BEFORE THE OFFICE OF ADMINISTRATIVE HEARINGS

SECTION 24A.1.(a) G.S. 150B-23(a) reads as rewritten:

"(a) A contested case shall be commenced by paying a fee in an amount established in G.S. 150B-23.2 and by filing a petition with the Office of Administrative Hearings and, except as provided in Article 3A of this Chapter, shall be conducted by that Office. The party who files the petition shall serve a copy of the petition on all other parties and, if the dispute concerns a license, the person who holds the license. A party who files a petition shall file a certificate of service together with the petition. A petition shall be signed by a party or a representative of the party and, if filed by a party other than an agency, shall state facts tending to establish that the agency named as the respondent has deprived the petitioner of property, has ordered the petitioner to pay a fine or civil penalty, or has otherwise substantially prejudiced the petitioner's rights and that the agency:

(1) Exceeded its authority or jurisdiction;

(2) Acted erroneously;

(3) Failed to use proper procedure;

(4) Acted arbitrarily or capriciously; or

(5) Failed to act as required by law or rule.

The parties in a contested case shall be given an opportunity for a hearing without undue delay. Any person aggrieved may commence a contested case hereunder.

A local government employee, applicant for employment, or former employee to whom Chapter 126 of the General Statutes applies may commence a contested case under this Article in the same manner as any other petitioner. The case shall be conducted in the same manner as other contested cases under this Article, except that the State Personnel Commission shall enter final decisions only in cases in which it is found that the employee, applicant, or former employee has been subjected to discrimination prohibited by Article 6 of Chapter 126 of the General Statutes or in any case where a binding decision is required by applicable federal standards. In these cases, the State Personnel Commission's decision shall be binding on the local appointing authority. In all other cases, the final decision shall be made by the applicable appointing authority."

SECTION 24A.1.(b) Chapter 150B of the General Statutes is amended by adding a new section to read:

"**§ 150B-23.2. Fee for filing a contested case hearing.**

(a) Filing Fee. – In every contested case commenced in the Office of Administrative Hearings by a person aggrieved, the petitioner shall pay a filing fee, and the administrative law judge shall have the authority to assess that filing fee against the losing party in the amount of two hundred dollars ($200.00), unless the Office of Administrative Hearings establishes a lesser filing fee by rule.

(b) Time of Collection. – All fees that are required to be assessed, collected, and remitted under subsection (a) of this section shall be collected by the Office of Administrative Hearings at the time of commencement of the contested case (except in suits in forma pauperis).

(c) Forms of Payment. – The Office of Administrative Hearings may by rule provide for the acceptable forms for payment and transmission of the filing fee.

(d) Wavier or Refund. – The Office of Administrative Hearings shall by rule provide for the fee to be waived in a contested case in which the petition is filed in forma pauperis and supported by such proofs as are required in G.S. 1-110 and in a contested case involving a mandated federal cause of action. The Office of Administrative Hearings shall by rule provide for the fee to be refunded in a contested case in which the losing party is the State."

SECTION 24A.1.(c) This section becomes effective July 1, 2009, and applies to contested cases filed on or after that date.

PART XXII. OFFICE OF STATE BUDGET AND MANAGEMENT - RESERVED

PART XXIII. OFFICE OF THE STATE CONTROLLER

Special Provision 2009-CONT-H1(S23.1)i [v1], LG, Modified 5/28/09 7:52 AM

OVERPAYMENTS AUDIT

SECTION 23.1.(a) During the 2009-2011 biennium, receipts generated by the collection of inadvertent overpayments by State agencies to vendors as a result of pricing errors, neglected rebates and discounts, miscalculated freight charges, unclaimed refunds, erroneously paid excise taxes, and related errors as required by G.S. 147-86.22(c) are to be deposited in the Special Reserve Account 24172.

SECTION 23.1.(b) For each year of the 2009-2011 biennium, five hundred thousand dollars ($500,000) of the funds transferred from the Special Reserve Account 24172 shall be used by the Office of the State Controller for data processing, debt collection, or e-commerce costs.

SECTION 23.1.(c) All funds available in the Special Reserve Account 24172 on July 1 of each year of the 2009-2011 biennium are transferred to the General Fund on that date.

SECTION 23.1.(d) Any unobligated funds in the Special Reserve Account 24172 that are realized above the allowance in subsection (b) of this section are subject to appropriation by the General Assembly.

SECTION 23.1.(e) The State Controller shall report quarterly to the Joint Legislative Commission on Governmental Operations and the Fiscal Research Division on the revenue deposited into the Special Reserve Account 24172 and the disbursement of that revenue.

Special Provision 2009-CONT-H2A(S23.2)-P [v4], MC, Modified 6/5/09 4:48 PM

BEACON STAFF TO SUPPORT STATEWIDE ENTERPRISE TRAINING PROGRAM

SECTION 23.2.(a) For the 2009-2011 fiscal biennium, the Office of the State Controller shall use three hundred sixty-four thousand four hundred thirty-eight dollars ($364,438) of existing BEACON funds to continue the following six full-time, time-limited training positions that are effective July 1, 2009, and that support the statewide enterprise training program established by Section 20.1 of S.L. 2008-107:

(1) Two Staff Development Specialists II ($112,525).
(2) One BEACON University Trainer ($70,928).
(3) One Technical Support Technician ($64,708).
(4) One Administrative Support Specialist ($45,347).
(5) One Business and Technology Application Technician ($70,928).

SECTION 23.2.(b) Each agency that utilizes BEACON for payroll or personnel purposes shall participate in the BEACON training program offered by the Office of State Controller.

PART XXIV. DEPARTMENT OF THE SECRETARY OF STATE

Special Provision 2009-SEC-H1A(S24.1)-P [v3], LG, Modified 6/5/09 1:29 PM

INCREASE REGISTRATION FEE RENEWAL FOR SECURITIES SALESMEN

SECTION 24.1. G.S. 78A-37(b) reads as rewritten:

"(b) Every applicant for initial or renewal registration shall pay a filing fee of three hundred dollars ($300.00) in the case of a dealer and ~~seventy-five dollars ($75.00)~~one hundred twenty-five dollars ($125.00) in the case of a salesman. The Administrator may by rule reduce the registration fee proportionately when the registration will be in effect for less than a full year."

PART XXIVA. DEPARTMENT OF REVENUE

Special Provision 2009-FIN-H1-P [v6], RB, Modified 6/5/09 2:13 PM

PROPERTY TAX DIVISION RECEIPT SUPPORTED

SECTION 24A.1.(a) G.S. 105-501(b) reads as rewritten:

"(b) Deductions. – In determining the net proceeds of the tax to be distributed, the Secretary must deduct from the collections to be allocated an amount equal to ~~one-twelfth of the costs during the preceding fiscal year of:~~the following:

(1) The costs during the preceding month of the Department of Revenue in performing the duties imposed by ~~G.S. 105-275.2 and by~~ Article 15 of this Chapter.
(1a) One-twelfth of the costs during the preceding fiscal year of the following:
a. Seventy percent (70%) of the expenses of the Department of Revenue in performing the duties imposed by Article 2D of this Chapter.
~~(2)~~b. The Property Tax Commission.

~~(3)~~c. The School of Government at the University of North Carolina at Chapel Hill in operating a training program in property tax appraisal and assessment.

~~(4)~~d. The personnel and operations provided by the Department of State Treasurer for the Local Government Commission."

SECTION 24A.1.(b) For fiscal year 2009-2010, the deductions under G.S. 105-501(b) from the collections of the additional one-half percent (1/2%) sales and use tax collected under Article 42 of Chapter 105 of the General Statutes must include one-twelfth of the costs during the preceding fiscal year of the Department of Revenue in performing the duties imposed by Article 15 of Chapter 105 of the General Statutes.

House Subcommittee on General Government 2009-2010 Biennial Expenditures		
	FY 09-10	FY 10-11
DOA	$71,356,449	$70,139,333
OSA	$13,227,042	$13,055,123
DCR	$65,223,346	$62,823,910
DCR-RIC	$1,781,296	$1,754,203
GA	$51,866,107	$53,622,698
GOV	$6,099,909	$6,017,739
HFA	$13,608,417	$13,419,533
DOI	$31,864,073	$31,488,104
DOI-VSWC	$2,000,000	$2,000,000
LT GOV	$921,371	$908,872
OAH	$4,090,823	$4,046,787
DOR	$87,075,553	$85,905,106
SOS	$11,378,763	$11,231,569
SBOE	$6,218,202	$6,132,187
OSBM	$6,452,520	$6,357,809
OSBM-SPEC	$4,216,465	$4,161,125
OSC	$22,430,526	$22,112,060
DST	$10,333,303	$10,187,073
DST-SPEC	$10,486,808	$10,347,105
	$420,630,973	**$415,710,336**
Fees:	$7,475,452	$8,427,678
SOS additional	$1,734,607	$1,734,600
Total:	**$411,420,914**	**$405,548,058**
Target:	$410,195,342	$404,410,094
Difference:	**$1,225,572**	**$1,137,964**

(Includes OSP and Ethics-
Ethics is subject to a Technical Amendment- reduction of $75,058)

(Subject to a Technical Amendment- reduction of $2,500,000)

Entry Changes

-See one sht. Rec. $3600 / * Chang in position totals

- Dept of Elec.
Wk. Safety Workers Compensation

Summary of Fees		
	FY 09-10	FY 10-11
SOS	$3,632,700	3632700
OAH	$200,000	$200,000
DOA-Marriage	$648,680	$648,680
DOI	$2,115,973	$2,821,298
DCR	$735,000	$1,125,000
SBOE	$143,099	
TOTAL	**$7,475,452**	**$8,427,678**

06/08/2009
FRD Gen Gov Team

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

Wednesday, June 10, 2009

Minutes

The House Appropriations Subcommittee on General Government met on Wednesday, June 10, 2009 at 1:50 PM.

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; Steen and Tucker, Vice-Chairs; Brown, Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff Members: Michele Nelson and Sarah Poteat.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

The committee was given restoration targets by staff members. Discussion was held regarding restoring budget cuts in General Government Agencies. The committee will continue this discussion and will meet immediately after Session today.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

I

	House Appropriations Subcommittee on General Government						
	Decisions for Restoring Items in Budget						
Agency	**Description**	**Item/Page #**	**FY 09-10**	**FY 10-11**			
DOA	Adjust Continuation Budget-for utilities	3,J1	$1,578,280	$1,578,280			
DOA	Veterans Services Office	15,J3	$12,032	$12,032			
DOA	Domestic Violence	17,J3	$170,203	$170,203			
DOA	Telecommunications Office	1,J1	$371,989	$655,621			
DOA	Rape Crisis	10,J2	$195,175	$195,175			
DOA	Veterans Affairs	14,J3	$175,968	$175,968			
OSP	Reduce Various Line Items	8,J2	$100,000	$100,000			
Ethics	Reduce State Ethics Commission	18,J3	$75,058	$75,058			
DCR	Libraries	28,J8 45,J11	$1,553,583	$1,506,344			
DCR	Grassroots	28,J11 42,J8	$271,024	$338,780			
DCR	Basic Grants	28,42	$387,332	$484,155			
DCR	Museum of Art& Tyron Palace Reserve	27,J6	$1,456,484	$2,809,565			
DCR	Symphony	43,J11	$425	$425			
DCR	restoring filled positions	32,J9 34,J10 39,J10 40,J10 46,J11	$272,361	$276,132			
DOR	PSA-Rev	71,J23	$424,120	$424,120			
HFA	HFA	59,J18	$1,000,000	$1,000,000			
DST	Adjust Continuation Budget Reds-for utilities	103,J34	$221,000	$221,000			
DST-Fire Rescue	Management Flexibility Reserve	106,J36		$139,703			
DST	Pension Fund	107,J36	$317,863	$317,863			
OSC	Management Flexibility Reserve	94,J31		$229,619			
OSC	Adjust Continuation Budget	93,J31	$312,798				
Gov	Reduce Exp. Accounts	56,J16	$50,000	$50,000			
OSBM	Reduce Various Accounts	87,J28	$50,000	$50,000			
SBOE	last four positions	83,J27	$89,021	$89,021			
SOS	Adjust Continuation Budget Reductions	76,J25	$95,801				
SOS	4.25 filled positions	77,J25 80,J26	$155,514	$170,967			
OAH	Reduce Various Operating Accounts	70,J22	$64,689	$64,689			
Lt. Gov	Reduce Various Operating Accounts	67,J21	$22,831	$22,831			
DOI	Reduce Various Operating Accounts	63,J19	$316,449	$316,449			
Auditor	four auditor positions	25,J5	$260,000	$260,000			
	TOTAL		**$10,000,000**	**$11,734,000**			
	Restoration Target:		**$10,000,000**	**$11,734,000**			

GG Team
June 11, 2009

DRAFT

House Subcommittee on General Government

Administration

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$78,170,163**		**$78,362,881**	

Legislative Changes

1 Reduce Appropriation to Telecommunications Office ($371,989) R ($655,621) R

Reduce appropriation to Telecommunications Office

2 Management Flexibility Reserve ($1,013,218) R

The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.

1111 Office of the Secretary
Reduce Governor's Page Program ($0) ($14,000)

1311 Office of State Personnel
Reduce Operating Expenses ($0) ($100,000)

1731 NC Council for Women & Domestic Violence Commission
($20,445) ($20,445)

1741 Human Relations Commission ($13,410) ($14,984)

1761 Youth Advocacy & Involvement Office
Reduce State Government Internship Program ($0) ($170,000)

1781 Domestic Violence Program ($4,876) ($4,876)

1810 State Ethics Commission ($23,601) ($60,000)

1861 Commission on Indian Affairs
End lease and move to state-owned space ($65,916) ($68,660)

1810 State Ethics Commission
Reduce operating expenses ($0) ($6,994)

1466 State Energy Office
Reduce funding to three university energy programs
($300,000) ($300,000)

3 Adjust Continuation Budget ($1,578,280) R ($1,578,280) R

Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

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House Subcommittee on General Government	FY 09-10		FY 10-11	
1121 Fiscal Management				
4 End Lease for E-Procurement Services	($39,832)	R	($119,496)	R
End lease for E-Procurement Services and relocate office into State-owned building.				
1123 Historically Underutilized Businesses				
5 Reduction to Historically Underutilized Businesses	($43,473)	R	($43,473)	R
Reduce appropriation to Historically Underutilized Businesses.				
1311 Office of State Personnel				
6 Eliminate Vacant Positions	($250,732)	R	($253,141)	R
Eliminate 4 vacant positions:	-4.00		-4.00	
60013775 Human Resources Partner ($47,198) 60013840 Human Resources Partner ($50,000) 60013735 Human Resources Partner ($53,012) 60013791 Human Resources Partner ($50,000)				
7 Eliminate Scanning Function of Applications	($36,535)	R	($36,535)	R
Eliminate funding to support the scanning of all North Carolina state government job applications. This recommendation includes the elimination of one filled position.	-1.00		-1.00	
8 Reduce Various Line Items	($179,843)	R	($179,843)	
Reduce various line items:				
532821 Computer Data Processing ($153,902) 536905 Aid & Public Assistance ($25,941)				
1732 Displaced Homemakers Program				
9 Reduction to Displaced Homemakers Program Fund	($20,096)	R	($20,096)	R
Reduce appropriation to Displaced Homemakers Program Fund.				
1734 Rape Crisis Program				
10 Reduction to Sexual Assault/Rape Crisis Funds	($195,175)	R	($195,175)	R
Reduce appropriation to Sexual Assault/Rape Crisis Funds.				
1742 MLK Commission				
11 Reduction to MLK Commission	($3,379)	R	($3,379)	R
Reduce appropriation to MLK Commission.				
1761 Youth Involvement Office				
12 Reduction to Youth Involvement Office	($50,752)	R	($50,752)	R
Reduce appropriation to Youth Involvement Office.				

House Subcommittee on General Government	FY 09-10		FY 10-11	
1761 Youth Involvement Office				
13 Reduction to Youth Involvement Grant Program Reduce appropriation to Youth Involvement Grant Program.	($416)	R	($416)	R
1771 Veterans Affairs				
14 Reduction to Veterans Affairs Reduce appropriation to Veterans Affairs.	($280,926)	R	($280,926)	R
15 Reduce Aid to Counties Reduce Aid to Counties funding.	($12,032)	R	($12,032)	R
16 Shift Three Positions to Receipt Support Shift three appropriated Veterans Affairs positions to receipt support. The positions will now be supported through burial fee receipts that are collected by veterans cemeteries operated by the Department of Administration.	($114,175) -3.00	R	($114,175) -3.00	R
1782 Domestic Violence Center				
17 Reduction to Domestic Violence Center Fund Reduce appropriation to Domestic Violence Center Fund.	($340,405)	R	($340,405)	R
1810 NC Ethics Commission				
18 Reduce State Ethics Commission Reduce expenditure accounts each year for the following: 532512 Rent/Lease - Bldg/Office ($60,000) 532513 Rent/lease -Other Facilities ($250) 533720 Educational Supplies ($2,744) 5327XX Travel - out of State ($1,915)	($75,058)	R	($75,058)	R
1861 Commission on Indian Affairs				
19 Reduction to Commission on Indian Affairs Reduce appropriation to Commission on Indian Affairs.	($25,549)	R	($25,549)	R
7251 State Parking System				
20 Restore Funding for the State Parking System Restore funding for the State Parking System, which is a receipt-supported program (budget code 74103) that is currently under a legislatively required Continuation Review. Funding will be restored at the current level ($1,667,708), which includes support for 12.75 positions.				
Department-Wide				
21 Eliminate Vacant Positions Eliminate 41.5 vacant positions across the agency.	($2,247,024) -41.50	R	($2,277,935) -41.50	R

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House Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
22 Reduce Janitorial Services Reduce janitorial services.	($780,443)	R	($780,443)	R
Total Legislative Changes	**($6,646,114)**	R	**($8,055,948)**	R
Total Position Changes	-49.50		-49.50	
Revised Budget	**$71,524,049**		**$70,306,933**	

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House Subcommittee on General Government

Auditor

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$14,389,111**		**$14,405,383**	
Legislative Changes				
23 Adjust Continuation Budget	($636,675)	R	($636,675)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
24 Management Flexibility Reserve			($186,259)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.			-1.00	
1210 - Eliminate vacant position #60008931 531211 Salary ($81,786) 531511 Social Security ($6,256) 531521 Retirement ($7,311) 531561 Hospitalization ($4,929)				
1110 532942 Administrative Training ($5,059) 1210 532120 Financial/Audit Services ($64,262) 1210 534521 Office Equipment ($16,655)				
1210 Field Audit Division				
25 Eliminate Grants Training Unit	($300,797)	R	($300,797)	R
Eliminate the Grants Training Unit, including the elimination of five positions.	-5.00		-5.00	
26 Eliminate Vacant Positions	($224,597)	R	($226,529)	R
Eliminate 3 vacant positions:	-3.00		-3.00	
Asst. State Auditor. (60008992) Asst. State Auditor (60008926) Asst. State Auditor (60008862)				
Total Legislative Changes	**($1,162,069)**	R	**($1,350,260)**	R
Total Position Changes	-8.00		-9.00	
Revised Budget	**$13,227,042**		**$13,055,123**	

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House Subcommittee on General Government

Cultural Resources

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$77,933,037**		**$79,329,609**	
Legislative Changes				
27 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($3,333,946)	R	($4,728,718)	R

28 Management Flexibility Reserve ($1,025,718) R

The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:

1120 Administrative Services
Telephone Service ($3,000)
Telecommun Data Chrg ($10,500)
Email and Calendaring ($2,000)
Subtotal ($15,500)

1210 Archives & History - Administration
TRANSP-AIR-OUT OF ST-US ($500)
LODGING-IN STATE ($3,000)
MEALS-IN STATE ($2,500)
MEALS-OUT OF STATE-IN US ($1,000)
TELEPHONE SERVICE ($1,181)
REGISTRATION FEES ($1,000)
OTHER MATERIALS AND SUPPLIES ($6,000)
FURN-OFFICE ($2,500)
OFFICE EQUIPMENT ($1,250)
Subtotal ($18,931)

1220 Historical Publications
PRINT, BIND, DUPLICATE ($2,000)

1230 Archives & Records
Reg Temp Wages - App ($2,000)
GROUND - IN STATE ($3,500)
LODGING - IN STATE ($1,000)
MEALS - IN STATE ($1,000)
MISCELLANEOUS - IN STATE ($1,000)
POSTAGE, FREIGHT & DELIVERIES ($3,500)
OTHER EQUIPMENT ($4,000)
Subtotal ($16,000)

1241 State Historic Sites
Reg Temp Wages - App ($60,000)
532490 Maint Agree Other ($6,000)
TRANSP-GRND - IN STATE ($2,000)
OTHER MATERIALS & SUPP ($3,000)
Subtotal ($71,000)

1242 Tryon Palace
Reg Temp Wages - App ($91,679)

1245 Maritime Museum
Janitorial Service Agreement ($2,000)
Engr Serv - Electrical ($1,000)
Rent./Lease - Buildings Office ($2,000)
Subtotal ($5,000)

1250 Historic Preservation
Transportation-ground-in state ($4,000)
Telephone Service ($1,000)

Subtotal ($5,000)

1260 Office of State Archeology
Trans Grd - In State ($1,000)
Lodging - In State ($500)
Subtotal ($1,500)

1320 Museum of Art
Misc. Contractual Services ($2,000)
Repairs - Other ($4,000)
Telephone Service ($2,000)
Postage ($2,500)
Other Insurance ($1,000)
533110 General Office Supplies ($1,000)
Other Equipment ($3,000)
Art & Artifacts ($5,500)
Library & Learning Resource Collection ($4,100)
Membership Dues & Subscrip ($2,000)
Subtotal ($27,100)

1330 NC Arts Council
Honorariums ($4,000)
Misc-Contractual Services ($4,000)
Transportation-Air Out of State-US ($1,500)
Transportation-Ground-In State ($4,000)
Lodging-In State ($2,000)
Meals-In State ($3,000)
Meals-Out of State-US ($1,000)
Misc Subs-In State ($1,000)
Misc Subs-Out of State ($500)
BD/Non-Employee Transportation ($2,000)
BD/Non-Employee Subsis ($2,000)
Postage, Freight, & Delivery ($2,000)
Basic Grants ($96,833)
Grassroots Arts ($67,756)
Subtotal ($191,589)

1410 State Library Services
Ground-Trans.- Out-of-State ($1,000)
Misc (In-State) ($1,500)
Board/Non Employee Trans. ($1,500)
Board/Non Employee Subs. ($1,500)
Telephone Service ($2,500)
Postage ($1,500)
General Office Supplies ($2,500)
Other Equipment ($2,500)
Subtotal ($14,500)

1480 Statewide Programs and Grants
Honorariums ($3,000)
Misc Contractual Service ($4,000)
BD/Nonemployee Subsistence ($6,000)
Print, Bind, Duplicate ($4,000)
Other Materials & Supplies ($4,000)
534630 Lib & Learn Res Coll ($85,131)
Aid to Counties-Approp ($388,396)

	FY 09-10		FY 10-11	
Subtotal ($494,527)				
1500 Museum of History				
Reg Temp Wages - App ($42,423)				
532331 Repairs - Motor Vehicles ($1,000)				
532333 Repairs - Other Equipment ($5,000)				
Repairs - Other ($2,000)				
Rent/Lease - Bldgs Office ($3,000)				
Meals - In State ($500)				
Meals - Out State, In US ($500)				
Misc. In State ($500)				
Bd/Non-Employee Trans. ($50)				
Telephone Service ($3,919)				
Postage, Freight, Delivery ($4,000)				
Advertising ($1,500)				
Office Furniture ($2,000)				
Other Equipment ($1,000)				
Art & Artifacts ($2,000)				
Library & Learning Resource Collect ($1,000)				
Memberships & Subscriptions ($1,000)				
Subtotal ($71,392)				
1110 Office of the Secretary				
29 Reduce Operating Expenses	($105,501)	R	($106,092)	R
Reduce expenditure accounts in the division each fiscal year and eliminate salary and benefits of one vacant position.	-1.00		-1.00	
60083260 Executive Asst I - ($47,233)				
1120 Administrative Services				
30 Reduce Administrative Services	($193,640)	R	($193,640)	R
Adjust expenditure accounts each fiscal year.				
1210 Archives & History - Administration				
31 Reduce Archives & History - Administration	($109,338)	R	($109,338)	R
Adjust expenditure accounts each fiscal year.				
1220 Historical Publications				
32 Reduce Historical Publications	($59,089)	R	($59,664)	R
Adjust expenditure accounts each fiscal year and eliminate one filled position.	-1.00		-1.00	
1230 Archives & Records				
33 Reduce Archives & Records	($216,759)	R	($218,708)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and fringes of three vacant positions.	-3.00		-3.00	
60083382 Processing Asst IV ($26,878)				
600833379 Processing Asst IV ($16,576)				
60083367 Arch & Records Prof ($22,852)				

House Subcommittee on General Government

	FY 09-10		FY 10-11	
1241 State Historic Sites				
34 Reduction to State Historic Sites	($1,363,798)	R	($1,363,798)	R
Adjust expenditure accounts each fiscal year and eliminate one filled position.	-1.00		-1.00	
1242 Tryon Palace Historic Sites and Gardens				
35 Reduction to Tryon Palace Budget	($433,073)	R	($433,548)	R
Reduce the budget of Tryon Palace and eliminate a partial FTE.	-0.62		-0.62	
1243 State Capitol				
36 Reduce State Capitol	($6,873)	R	($6,873)	R
Adjust expenditure accounts each fiscal year.				
1245 NC Maritime Museum				
37 Reduction to NC Maritime Museum	($315,050)	R	($327,255)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and fringes of one vacant position.	-1.00		-1.00	
60083649 Museum Curator ($64,123)				
1250 Historic Preservation				
38 Reduce Historic Preservation	($28,450)	R	($28,450	R
Adjust the following expenditure accounts each fiscal year:				
1260 Office of State Archeology				
39 Reduce Office of State Archaeology	($47,503)	R	($48,014)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and fringes of .80 filled position.	-0.80		-0.80	
1290 Western Office				
40 Reduce Western Office	($254,862)	R	($257,259)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and benefits of three vacant positions and one filled position.	-4.00		-4.00	
60083644 A&H Regional Supervisor ($44,225) 65005183 Librarian Consultant I ($35,585) 65005026 Arts Dev Consultant ($47,000)				
1320 Museum of Art				
41 Reduce Museum of Art	($310,425)	R	($310,425)	R
Adjust expenditure accounts each fiscal year.				

	FY 09-10		FY 10-11	
1330 Arts Council				
42 Reduction to Grants	($957,956)	R	($958,513)	R
Reduce appropriations to NC Arts Council operating budget and grants, and eliminate salary and benefits of one vacant position.	-1.00		-1.00	
60083915 Arts Prog Administrator ($38,790)				
1340 NC Symphony				
43 Reduce NC Symphony	($425)	R	($425)	R
Adjust the following expenditure account each fiscal year:				
Reg Temp Wages - App ($425)				
1410 State Library Services				
44 Reduce State Library Services	($623,249)	R	($626,426)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and benefits of 5.83 vacant positions, three filled positions, and transfer two positions to receipt-support.	-10.83		-10.83	
Vacant 60083385 Office Asst IV ($18,975) 60083831 Library Prof I ($41,055) 60083816 Library Prof I ($55,234) -- .83 FTE 60083888 Processing Asst II ($24,598) 60083839 Library Tec ($29,542) 60083841 Library Clerk III ($28,282)				
Transferred to Receipt 60083895 Librarian Prof ($67,814) 60083805 Librarian Prof ($45,210)				
1480 Statewide Programs and Grants				
45 Reduce State-Aid and other Division Accounts	($2,039,712)	R	($2,039,712)	R
Reduce funding to county libraries and other operating expenses in the division each fiscal year.				
Honorariums ($2,500) Misc Contractual Service ($132,242) Lodging-Out of State-US ($12,750) BD/Nonemployee Subsistence ($15,000) Print, Bind, Duplicate ($76,741) Other Materials & Supplies ($32,000) Aid to Counties-Approp ($1,553,583)				
1500 Museum of History				
46 Reduce Museum of History	($857,158)	R	($857,158)	R
Reduce expenditure accounts each fiscal year and eliminate salary and benefits of one vacant position and one filled position.	-2.00		-2.00	
60083973 History Museum Conservator ($35,337)				

	FY 09-10		FY 10-11	
Total Legislative Changes	**($11,256,807)**	R	**($13,699,734)**	R
Total Position Changes	-26.25		-26.25	
Revised Budget	**$66,676,230**		**$65,629,875**	

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House Subcommittee on General Government

Cultural Resources - Roanoke Island Commission

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$2,095,402**		**$2,095,402**	
Legislative Changes				
47 Management Flexibility Reserve			($27,093)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
Increase reduction that is transferred to the Commission ($27,093)				
1584 Roanoke Island Commission				
48 Reduce Funding	($314,106)	R	($314,106)	R
Reduce funding transferred to the Commission.				
Total Legislative Changes	**($314,106)**	**R**	**($341,199)**	**R**
Total Position Changes				
Revised Budget	**$1,781,296**		**$1,754,203**	

General Assembly

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$62,347,066**		**$64,056,544**	
Legislative Changes				
49 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($6,568,251)	R	($6,375,018)	R
50 Management Flexibility Reserve The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009: Eliminate 6 Vacant Permanent Positions (2 Senate & 4 Central Staff) ($533,428) Delay Filling 24 Intern Positions (7 Senate & 17 House) ($294,812)			($828,240) -6.00	R
Department-Wide				
51 Eliminate Vacant Positions and Adjust Additional Expenditure Accounts Eliminate salary and fringes for 21 vacant positions: 3 in the Senate and 18 in the House; reduce temporary wages for NCSU Interns; and increase Food Services sales by 10%.	($1,492,523) -21.00	R	($1,438,958) -21.00	R

	FY 09-10	FY 10-11
Vacant Positions		
531111 Salaries	($1,023,814)	($1,023,814)
531511 Soc Security	($ 78,322)	($ 78,322)
531521 Retirement	($ 87,434)	($ 91,529)
531561 Medical Ins	($ 95,067)	($ 103,509)
Subtotal	($1,284,646)	
($1,297,174)		
Intern Program		
532199015 Misc - Intern Services	($ 115,500)	($ 42,000)
1216 Food Services		
533400 Food & Vending Services	($ 92,377)	($ 99,784)

52 Adjust Health Insurance Expense Partially fund employer's portion of health insurance premiums.	($632,000)	R	($632,000)	R

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House Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
53 Reduce Various Accounts	($1,788,185)	R	($1,159,630)	R
Reduce various operating accounts each fiscal year:				

	FY 09-10	FY 10-11
Days for Leg Assistants during the interim from 4 to 3 days	($1,374,363)	($ 918,399)
Data Processing	($ 138,476)	($ 138,476)
Subsistence and Travel During Interim for Members	($ 148,887)	($ 102,755)
Partially fund Temp Salaries during the interim	($ 126,459)	($ 0)

Total Legislative Changes	**($10,480,959)**	R	**($10,433,846)**	R
Total Position Changes	-21.00		-27.00	
Revised Budget	**$51,866,107**		**$53,622,698**	

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House Subcommittee on General Government

Governor

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$6,616,233**		**$6,622,879**	
Legislative Changes				
54 Adjust Continuation Budget	($89,672)	R	($96,318)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
55 Management Flexibility Reserve			($85,633)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
1110 Administration				
532811 Telephone Service ($5,000)				
532814 Cellular phone service ($2,000)				
532822 Managed Ian Service ($50,000)				
1120 Dues to National Org				
535830 Membership Dues ($25,633)				
1631 Raleigh Exec Mansion				
532714 Transportation ground-in-state ($3,000)				
Department-Wide				
56 Reduce Expenditure Accounts	($162,832)	R	($159,304)	R
Reduce expenditure accounts in the Administration (1110), Intergovernmental Relations (1130), and Raleigh Mansion (1631), and Western Residence (1632) Funds in the following budget areas each year:				
Personal Services - ($92,657) and ($89,129)				
Purchased Services - ($53,050) each fiscal year				
Supplies - ($15,000) each fiscal year				
Property, Plant, & Equipment ($2,125) each fiscal year				
57 Reduce Various Accounts	($263,820)	R	($263,885)	R
Reduce expenditure accounts in the Administration (1110), Intergovernmental Relations (1130), and 21st Century Skills (1240) Funds in the following areas each year:				
Purchased Services - ($151,734) and ($152,199)				
Property, Plant, & Equipment ($6,000) each fiscal year				
Other Expenses - ($105,686) each fiscal year				

House Subcommittee on General Government	FY 09-10		FY 10-11	
Total Legislative Changes	**($516,324)**	**R**	**($605,140)**	**R**
Total Position Changes				
Revised Budget	**$6,099,909**		**$6,017,739**	

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House Subcommittee on General Government

Housing Finance Agency

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$14,608,417**		**$14,608,417**	
Legislative Changes				
58 Management Flexibility Reserve			($188,884)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
538104 Home Protection Pilot ($188,884)				
Department-Wide				
59 Reduce Housing Trust Fund	($1,000,000)	R	($1,000,000)	R
Reduce funding for the Housing Trust Fund each year.				
Total Legislative Changes	**($1,000,000)**	R	**($1,188,884)**	R
Total Position Changes				
Revised Budget	**$13,608,417**		**$13,419,533**	

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House Subcommittee on General Government

Insurance

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$33,824,822**		**$33,887,006**	
Legislative Changes				
60 Reduce State Property Fire Insurance Fund				
Reduce special fund 6100, State Property Fire Insurance Fund	($200,000)	NR	($200,000)	NR
61 Reduce NC Auto Retrospective Insurance Fund				
Reduce special fund 6110, NC Auto Retrospective Insurance Fund.	($1,300,000)	NR	($1,300,000)	NR
62 Adjust Continuation Budget	($144,300)	R	($144,300)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
Department-Wide				
63 Reduce Various Operating Accounts	($316,449)	R	($316,449)	R
Reduce various operating accounts across the agency:				
DOA - Rent $37,500 DOA - Capitol Police $2,500 DOA - Motor Fleet $20,000 ITS - Telephone $65,000 ITS - Computer Usage Charge $5,949 Postage - $92,500 Printing - $93,000				
Total Legislative Changes	**($460,749)**	R	**($460,749)**	R
	($1,500,000)	NR	**($1,500,000)**	NR
Total Position Changes				
Revised Budget	**$31,864,073**		**$31,926,257**	

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House Subcommittee on General Government

Insurance - Volunteer Safety Workers' Compensat

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$4,500,000**		**$4,500,000**	
Legislative Changes				
64 Reduce Volunteer Safety Workers' Compensation Fund			($438,154)	R
Reduce Volunteer Safety Workers' Compensation Fund.	($2,500,000)	NR	($2,500,000)	NR
Total Legislative Changes			**($438,154)**	R
	($2,500,000)	NR	**($2,500,000)**	NR
Total Position Changes				
Revised Budget	**$2,000,000**		**$1,561,846**	

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House Subcommittee on General Government

Lieutenant Governor

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$966,706**		**$966,706**	
Legislative Changes				
65 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($5,673)	R	($5,673)	R
66 Management Flexibility Reserve The allocation of reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009. 531111 Salaries ($12,499)			($12,499)	R
Department-Wide				
67 Reduce Various Operating Accounts	($22,831)	R	($22,831)	R
Reduce various operating accounts in the following line items: 532143 LAN Support Services ($2,341) NR 532144 PC/Printer Support Services($14,490) NR 532300 Repair Services ($985) R 532700 Travel & Other Employee Exp.($3,187) R 532800 Communication & Data Processes($14,039) R 533100 General Admin Supplies ($4,620) R	($16,831)	NR	($16,831)	NR
Total Legislative Changes	**($28,504)**	**R**	**($41,003)**	**R**
	($16,831)	**NR**	**($16,831)**	**NR**
Total Position Changes				
Revised Budget	**$921,371**		**$908,872**	

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House Subcommittee on General Government

Office of Administrative Hearings

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$4,266,407**		**$4,279,242**	
Legislative Changes				
68 Management Flexibility Reserve			($55,330)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.				
531631 Workers Compensation ($3,614)				
531651 Compensation to Board Members ($11,400)				
534713 PC Software ($1,000)				
5727XX Travel ($5,000)				
535830 Dues & Subscriptions ($2,000)				
534521 Office Equipment ($1,800)				
534630 Library & Learning Resources ($17,567)				
534534 PC & Printer Purchase ($12,949)				
Department-Wide				
69 Eliminate Vacant Positions	($110,895)	R	($112,436)	
Eliminate 3 vacant positions:	-3.00		-3.00	
60088606 - Processing Assistant V - ($30,651)				
60088587 - Processing Assistant IV - ($25,705)				
60088576 - Processing Assistant IV - ($27,398)				
70 Reduce Various Operating Accounts	($64,689)	R	($64,689)	R
Reduce various operating accounts in the following line items:				
532449 - Maintenance Agreements Software - ($57,389)				
534534 - Printer Purchase - ($7,300)				
Total Legislative Changes	**($175,584)**	R	**($232,455)**	R
Total Position Changes	-3.00		-3.00	
Revised Budget	**$4,090,823**		**$4,046,787**	

Revenue

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$91,347,503**		**$91,440,473**	
Legislative Changes				
71 Adjust Continuation Budget	($2,303,176)	R	($2,384,284)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
72 Management Flexibility Reserve			($1,182,309)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.			-14.00	
Eliminate 14 Vacant Positions:				
60081301 Personnel Assistant IV (HR Operations) ($25,705)				
60081460 Assistant Director (Sales and Use Tax) ($80,145)				
60081432 Program Assistant V (Personal Taxes) ($27,544)				
60081488 Auditor (Taxpayer Assistance) ($42,833)				
60081496 Auditor (Taxpayer Assistance) ($42,833)				
60085100 Auditor (Taxpayer Assistance) ($42,833)				
60081583 Information Processing Tech (Taxpayer Assistance) ($29,502)				
60081605 Processing Unit Supervisor V (Taxpayer Assistance) ($32,546)				
60081769 Law Enforcement Agent (Unauthorized Substance Tax) ($43,155)				
60082437 Staff Development Coordinator (HR) ($42,833)				
60082488 Processing Assistant IV (Admin Services) ($25,705)				
60082512 Assistant Director (Admin Services) ($60,691)				
60082527 Payroll Clerk V ($27,544)				
65005035 Operations and Systems Specialist (IT) ($84,375)				
Total: 531211 Salaries ($608,244)				
531511 Social Security ($46,531)				
531521 Retirement ($50,519)				
531531 LEO Retirement Contrib. ($6,016)				
531561 Medical Insurance Contrib. ($69,006)				
Reduction to Guest Worker Program ($125,000)				
Reduce Various Operating Accounts ($276,993)				
1629 Property Tax Division				
73 Conversion of Property Tax Division to Receipt Support	($1,461,744)	R	($1,461,744)	R
Convert the Property Tax Division from appropriation to receipt support. GS 105-501 allows the department to recover certain costs from local sales and use tax collections.	-17.00		-17.00	

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House Subcommittee on General Government	FY 09-10		FY 10-11	
1660 Examination & Collection				
74 Eliminate $300 Per Month Stipend for Interstate Auditors Eliminate the $300 per month stipend for 37 interstate auditors.	($132,030)	R	($132,030)	R
1664 Guest Worker Program				
75 Adjust Appropriation for Guest Worker Program Adjust the appropriation for the Guest Worker Program to better reflect actual expenditure needs. This program provides information to non-English speaking people regarding their obligation to file taxes and how to obtain assistance in filing taxes.	($375,000)	R	($375,000)	R
Total Legislative Changes	**($4,271,950)**	**R**	**($5,535,367)**	**R**
Total Position Changes	-17.00		-31.00	
Revised Budget	**$87,075,553**		**$85,905,106**	

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House Subcommittee on General Government

Secretary of State

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$11,854,656**		**$11,928,530**	
Legislative Changes				
76 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($113,703)	R	($180,537)	R
77 Management Flexibility Reserve The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:			($154,234) -1.25	R
1120 Publication 532850 Printing ($19,910)				
1150 Lobbyist Registration Eliminate salaries and benefits to reduce a filled position by 1/4 FTE ($15,453)				
1210 Corporations Eliminate salaries & benefits of a filled position ($28,941)				
Reduce operating budget expenditure accounts: 532170 Temporary Services ($27,500) 532840 Postage ($13,700) Subtotal ($79,871)				
1220 Certification & Filing Convert rent for Health Care Registry to receipts 532512 Office Rent ($4,000)				
Reduce operating budget expenditure accounts; 532524 Rent of Office Equip. ($20,000) 532714 Travel ($5,000) Subtotal ($29,000)				
1230 Securities 532714 Travel ($10,000) Subtotal ($10,000)				

House Subcommittee on General Government	FY 09-10		FY 10-11	
1220 Certification & Filing Division				
78 Eliminate Vacant Positions	($111,012)	R	($111,012)	R
Eliminate $111,012 for salaries and benefits of two vacant positions:	-3.00		-3.00	
Position # / Title / Budgeted Salary				
60008713 Processing Asst V $27,544				
60008750 Processing Asst V $29,601				
60008751 Processing Asst V $27,544				
79 Reduce Expenditure Accounts	($95,664)	R	($95,664)	R
Reduce funding for office rent and business license fees.				
Department-Wide				
80 Eliminate Filled Positions	($155,514)	R	($155,514)	R
Eliminate filled positions in the Publications, Corporations, and Certification & Filing Divisions.	-3.00		-3.00	
Total Legislative Changes	**($475,893)**	R	**($696,961)**	R
Total Position Changes	-6.00		-7.25	
Revised Budget	**$11,378,763**		**$11,231,569**	

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House Subcommittee on General Government

State Board of Elections

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$6,627,101**		**$6,630,894**	
Legislative Changes				
81 Management Flexibility Reserve			($85,736)	R
82 Adjust Continuation Budget	($11,667)	R	($11,667)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
Department-wide				
83 Eliminate Vacant Positions	($397,232)	R	($401,304)	R
Eliminate 7 vacant positions:	-7.00		-7.00	
60088225 - Applications Programmer - ($35,812)				
60088253 - Governmental Accounts Auditor II - ($44,084)				
60088260 - Audit Specialist (Time-limited) - ($48,139)				
60088255 - Governmental Accounts Auditor III - ($52,742)				
60088262 - Audit Specialist - ($44,810)				
65005663 - Disclosure & Education Specialist - ($54,956)				
60088211 - Elections Specialist - ($34,065)				
Total Legislative Changes	**($408,899)**	R	**($498,707)**	R
Total Position Changes	-7.00		-7.00	
Revised Budget	**$6,218,202**		**$6,132,187**	

State Budget & Management

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$7,144,221**		**$7,147,928**	
Legislative Changes				
84 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($1,665)	R	($5,246)	R
85 Management Flexibility Reserve The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009: 1310 OSBM 532840 Postage ($2,000) 532850 Print, bind, duplicate ($3,000) 532930 Registration ($1,000) 533120 Data processing supplies ($2,003) 533110 Office supplies ($5,000) 533190 Other admin supplies ($250) 533900 Other material and supplies ($2,000) 535900 Other expenses ($2,000) 534511 Furniture ($3,000) 534521 Office equipment ($1,328) 534530 Other DP equipment ($500) 532821 Computer/Data Processing ($63,340) 1312 Internal Audit 532199 Contract Services ($6,000) 532930 Registration ($1,000)			($92,421)	R
Department-Wide				
86 Eliminate Vacant Position. Eliminate salary ($24,764) and benefits ($8,067) of one vacant position - # 60014796, Building & Environmental Technician.	($32,831) -1.00	R	($32,831) -1.00	R
87 Reduce Various Accounts Reduce expenditure accounts in the Office of State Budget (1310), and Internal Audit (1312) Funds in the following budget areas each fiscal year: Purchased Services - ($209,771) and ($210,030) Property, Plant, & Equipment - ($17,300) each fiscal year Other Expenses - ($8,000) each fiscal year	($235,071)	R	($235,330)	R

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House Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
88 Reduce Expenses	($322,134)	R	($324,291)	R
Reduce expenditure accounts in the Office of State Budget (1310), and Internal Audit (1312) Funds in the following budget areas each year and eliminate salaries and fringes of three vacant positions:	-3.00		-3.00	
Purchased Services ($15,400) each fiscal year				
Property, Plant, & Equipment ($17,000) each fiscal year				
Personnel Reductions				
60008550 State Demographer ($87,258)				
60008597 Budget Analyst ($72,916)				
60089830 State Budget Mgmt Analyst ($77,500)				
Total ($237,674)				
89 Eliminate Reserve for Rules Impact Review	($100,000)	R	($100,000)	R
Eliminate funding for the Reserve for the Rules Impact Review.				
Total Legislative Changes	**($691,701)**	R	**($790,119)**	R
Total Position Changes	-4.00		-4.00	
Revised Budget	**$6,452,520**		**$6,357,809**	

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House Subcommittee on General Government

State Budget and Management - Special

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$4,280,000**		**$4,280,000**	
Legislative Changes				
90 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($56,535)	R	($56,535)	R
91 Management Flexibility Reserve The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009: 1023 Fire Protection Grants 536910 Aid to counties ($55,340)			($55,340)	R
Grants to Non-Government Agencies				
92 Reduce Pass-Through Funding Reduce grant funding to NC Humanities Council by 7% each fiscal year.	($7,000)	R	($7,000)	R
Total Legislative Changes	**($63,535)**	R	**($118,875)**	R
Total Position Changes				
Revised Budget	**$4,216,465**		**$4,161,125**	

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House Subcommittee on General Government

State Controller

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$24,536,602**		**$24,568,908**	

Legislative Changes

93 Adjust Continuation Budget ($312,798) R ($345,105) R

Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

94 Management Flexibility Reserve ($317,672) R

The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009: -4.00

Eliminate salaries and benefits of four vacant positions:
60091358 Beacon Payroll And Time Specialist ($68,784)
60091723 HR Associate ($62,116)
60090521 Information Processing Technician ($44,557)
60091720 Information Processing Technician ($38,435)
Subtotal ($229,619)

Reduce Operating Budget expenditure accounts:
535830 Dues and Subscriptions ($46,900)
532513 Rent lease -other facility ($5,920)
5327XX Travel ($35,233)
Subtotal ($88,053)

1000 Department-Wide

95 Eliminate Vacant Positions and Operating Budget Accounts ($608,231) R ($609,024) R

Eliminate two vacant positions and reduce operating budget accounts. -2.00 -2.00

	FY 09-10	FY 10-11
Salaries - Approp. (6 positions)	($198,195)	($198,195)
Social Sec. Contribution-Approp.	($ 15,162)	($ 15,162)
Reg. Retirement Approp.	($ 16,926)	($ 17,719)
Medical Insurance	($ 8,314)	($ 8,314)
Travel	($ 38,000)	($ 38,000)
Data Processing	($301,378)	($301,378)
LAN services - 532822	($ 30,256)	($ 30,256)

House Subcommittee on General Government

	FY 09-10		FY 10-11	
1000 Department-Wide				
96 Reduce Various Operating Accounts	($724,502)	R	($724,502)	R
Reduce the same amount of recurring and non-recurring expenses in various IT accounts each fiscal year and eliminate funding for ITS support:				
532821 eRoom Reduction in Licenses (400 to 200) ($130,224) 532811 Disconnect vacant telephone lines ($ 20,232) 532821 Discontinue SQA - OSC Dedicated ($246,528) 532140 Eliminate ITS Support ($327,518)				
97 Fund-shift Positions to Receipt Support	($91,488)	R	($91,488)	R
Transfer two positions - an Accountant (1 FTE) and a Senior State Management Analyst (.25 FTE) - that support the NC FLEX Benefits Program from appropriation to receipt support generated by the program:	-1.25		-1.25	
531211 Salaries ($74,525) 531511 Social Security ($ 5,701) 531521 Retirement ($ 6,066) 531561 Medical Insurance ($ 5,196)				
98 Eliminate Internship Program	($119,052)	R	($119,052)	
Eliminate funding for OSC's Internship Program with the reduction of 6 positions at .75 FTE for a total of 4.5 FTE that had salaries of $18,432 each and benefits of $8,460:	-4.50		-4.50	

Position #	Title
60087170	Integration Intern
60087172	Communications Intern (P/T)
60087173	PMO Intern (P/T)
60087219	Technical Infrastructure Intern

531351 Student Temp Wages ($110,592)
531511 Social Security ($ 8,460)

99 Eliminate Vacant Positions	($250,005)	R	($250,005)	R
Eliminate salaries ($197,962) and benefits ($52,043) of five vacant positions:	-5.00		-5.00	

Position #	Title	Budgeted Salary
60087168	Financial Spec	($54,540)
60014113	Admin Support Spec	($26,444)
60037611	Admin Assistant I	($34,842)
60091145	Admin Officer III	($43,157)
60092193	Admin Support Spec	($38,979)

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House Subcommittee on General Government

	FY 09-10		FY 10-11	
Total Legislative Changes	**($2,106,076)**	**R**	**($2,456,848)**	**R**
Total Position Changes	-12.75		-16.75	
Revised Budget	**$22,430,526**		**$22,112,060**	

Treasurer

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$11,150,002**		**$11,163,790**	

Legislative Changes

100 Adjust Continuation Budget ($335,831) R ($349,619) R

Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

101 Management Flexibility Reserve ($144,346) R

The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:

1210 Investment Division	
531211 Spa Reg Salaries- Appro. Investment Analyst	($72,953)
531511 Social Sec Contrib.-Appro	($5,581)
531521 Reg Retire Contrib.- Appro	($5,938)
531561 Med Ins Contrib.-Appro	($4,157)
Subtotal Total	($88,629)
1310 Local Government	
532821 Computer/ Data Process	($32,953)
534511 Furn Office	($3,000)
534530 Office DP Equipment	($1,192)
Subtotal	($37,145)
1510 Financial Operations-Bank	
532821 Computer/ Data Process	($15,000)
532430 Maint Agreement -equip	($1,572)
534530 Other DP Equipment	($2,000)
Subtotal	($18,572)

1410 Retirement Systems Division

102 Transfer the National Guard Pension Fund $7,007,443 R $7,007,443 R

Transfer the National Guard Pension Fund from the Department of Crime Control and Public Safety to the Department of State Treasurer. This transfer will allow the Department of State Treasurer to manage this program as it does most of the State's pension programs.

Department-Wide

103 Reduce Expenditure Accounts ($221,000) R ($221,000) R

Adjust accounts for postage ($16,000), Financial/Audit Services ($200,000), and employee education ($5,000).

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House Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
104 Eliminate Vacant Positions	($210,267)	R	($212,151)	R
Eliminate salary ($169,280) and benefits ($40,987) of three vacant positions:	-3.00		-3.00	
60009060 Investment Analyst ($52,624)				
60009205 Accountant ($67,656)				
60009053 Executive Assistant ($49,000)				
Total ($169,280)				
105 Eliminate Vacant Position	($49,601)	R	($49,601)	R
Eliminate salary and benefits for a vacant position.	-1.00		-1.00	
Total Legislative Changes	**$6,190,744**	R	**$6,030,726**	R
Total Position Changes	-4.00		-4.00	
Revised Budget	**$17,340,746**		**$17,194,516**	

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House Subcommittee on General Government

Treasurer - Retirement for Fire and Rescue

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$10,804,671**		**$10,804,671**	
Legislative Changes				
106 Management Flexibility Reserve			($139,703)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
Additionally reduce funding to pension fund.				
Pension Fund				
107 Adjust Continuation Budget	($317,863)	R	($317,863)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
Total Legislative Changes	**($317,863)**	R	**($457,566)**	R
Total Position Changes				
Revised Budget	**$10,486,808**		**$10,347,105**	

House Appropriations Subcommittee on General Government

Room 1425
June 10, 2009
1:50 PM

Representative Susan C. Fisher, Chair, co-presided with Representative Alice Underhill the meeting of the Appropriations Subcommittee on General Government, calling to order on June 10, 2009, at 2:03 p.m. and the following members were present: Representative Fred Steen, Vice-Chair; Representative Russell Tucker, Vice Chair; Representative Larry Brown, Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills, and Representative Jane Whilden. Staff present: Michele Nelson, Claire Hester Sarah Poteat, and Committee Clerks Lynn Tennant and Judy Veorse. Tom Wilder and John Brandon served as Sergeant at Arms. No Pages were present.

Representative Fisher opened the meeting calling Claire Hester up to review the new Rules for House Appropriations Subcommittees Use of Contingent Appropriations handout (attached). She explained that additional money from the tax package is being given to each team and everyone has targets in order to restore what has been cut in the budget and it is up to each subcommittee to decide which items to restore.

Various questions and clarifications ensued. Representative Underhill requested that a representative from the Office of Administrative Hearings be contacted in order to address questions since someone from that office was not present at the meeting.

Michele Nelson distributed an updated copy of the money report (attached) in order to use as a guide for restorations.

Rep. Underhill enumerated three areas that had been troubling to the committee during the process: the Housing Finance Agency, State Aid to Libraries and Grants to the Arts Council.

Representative Cleveland stated that the agencies who took the biggest hits should be looked at first before looking at anyone else.

Representative Brown stated that he believed the libraries are meaningful and needed during these times with so many people looking for a job who need this resource.

Representative Floyd suggested money be restored to the Housing Finance Agency, the Libraries and Grassroots.

Representative Mills commented about restoring to the agencies who took the hardest cuts. Representative Whilden supported his statement.

Representative Steen agreed with the others but also suggested looking again at the Veteran's Service Office and hearing from them, if possible.

Representative Tucker stated that, when looking at the cuts, he suggests looking at who was cut the most percentage wise and those agencies that affect the most counties. He suggested restorations to the libraries, grassroots arts and he expressed concern regarding the Department of Revenue and expenses for out of state auditors.

Speaking from the audience, Elizabeth Culpeper, Department of Revenue, clarified the intent of the elimination of certain positions. The more positions that are eliminated the less ability the Department has to create lapse salaries.

Representative Cleveland stated that lapse salaries have been the problem with budgeting since he has been here. It is the slush fund agencies play with and until lapse salary uses are eliminated, we are going to continue to have the problem.

Various discussions and clarifications took place regarding how much money had been cut from various agencies.

Representative Fisher reiterated that the PSA positions with the State Auditor are positions that help bring revenue to the State.

Mr. Charlie Smith, Director of Veteran Affairs, spoke from the audience about how the cuts were being applied to the agency and how he would like to see certain vacant positions restored.

Representative Underhill expressed concerns about cuts to the Department of Administration in the continuation budget. Claire Hester emphasized that the committee could only restore what was cut and not add any money.

Further discussions and clarifications took place regarding cuts that were taken restorations proposed to be made.

Representative Brown made a Motion and it was seconded by Representative Underhill to restore Domestic Violence funding. The Motion passed with all in favor.

The meeting was adjourned at 2:47 p.m., to reconvene immediately after session.

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

June 10 2009

1:50 p.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Discussion of RESTORATION TARGET
Decisions for Restoring Cuts in General Government Agencies' Budgets

2009 LEGISLATIVE SESSION

RULES FOR HOUSE APPROPRIATIONS SUBCOMMITTEES
USE OF CONTINGENT APPROPRIATIONS

June 10, 2009

General Government's RESTORATION TARGETS

FY 2009-10: $10,000,000 **FY 2010-11: $11,734,000**

1. Subcommittee Contingent Appropriations Targets are spending targets.
2. Subcommittee Contingent Appropriations Targets shall be used to restore reductions as adopted in Senate Bill 202, 4th Edition.
3. Identify all restorations items as recurring or non-recurring.
4. No expansion or restoration of non-recurring items funded in the FY 2008-09 budget or previous budgets.
5. No new reductions or increases in current reduction items.
6. Restorations of "management flexibility" reductions should specify items being adjusted.
7. Identify all positions restored.
8. No new special provisions except as noted in Rule #10.
9. No changes to special provisions as reflected in Senate Bill 202, 4th Edition except as noted in Rule #10.
10. Special provisions that correspond to restoration items are permitted only for the purpose of conforming language and money items.
11. No restorations of salary-related, state employee health plan, retirement, debt service, or other statewide reserve items.
12. No changes in proposed fees as adopted in Senate Bill 202, 4th Edition.

House Appropriations Committee
Full House Chairs

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House Subcommittee on General Government

Administration

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$78,170,163**		**$78,362,881**	
Legislative Changes				
1 Reduce Appropriation to Telecommunications Office Reduce appropriation to Telecommunications Office	($371,989)	R	($655,621)	R
2 Management Flexibility Reserve The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009. 1111 Office of the Secretary Reduce Governor's Page Program ($0) ($14,000) 1311 Office of State Personnel Reduce Operating Expenses ($0) ($100,000) 1731 NC Council for Women & Domestic Violence Commission ($20,445) ($20,445) 1741 Human Relations Commission ($13,410) ($14,984) 1761 Youth Advocacy & Involvement Office Reduce State Government Internship Program ($0) ($170,000) 1781 Domestic Violence Program ($4,876) ($4,876) 1810 State Ethics Commission ($23,601) ($60,000) 1861 Commission on Indian Affairs End lease and move to state-owned space ($65,916) ($68,660) 1810 State Ethics Commission Reduce operating expenses ($0) ($6,994) 1466 State Energy Office Reduce funding to three university energy programs ($300,000) ($300,000)			($1,013,218)	R
3 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($1,578,280)	R	($1,578,280)	R

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House Subcommittee on General Government

	FY 09-10		FY 10-11	
1121 Fiscal Management				
4 End Lease for E-Procurement Services	($39,832)	R	($119,496)	R
End lease for E-Procurement Services and relocate office into State-owned building.				
1123 Historically Underutilized Businesses				
5 Reduction to Historically Underutilized Businesses	($43,473)	R	($43,473)	R
Reduce appropriation to Historically Underutilized Businesses.				
1311 Office of State Personnel				
6 Eliminate Vacant Positions	($250,732)	R	($253,141)	R
Eliminate 4 vacant positions:	-4.00		-4.00	
60013775 Human Resources Partner ($47,198) 60013840 Human Resources Partner ($50,000) 60013735 Human Resources Partner ($53,012) 60013791 Human Resources Partner ($50,000)				
7 Eliminate Scanning Function of Applications	($36,535)	R	($36,535)	R
Eliminate funding to support the scanning of all North Carolina state government job applications. This recommendation includes the elimination of one filled position.	-1.00		-1.00	
8 Reduce Various Line Items	($179,843)	R	($179,843)	
Reduce various line items: 532821 Computer Data Processing ($153,902) 536905 Aid & Public Assistance ($25,941)				
1732 Displaced Homemakers Program				
9 Reduction to Displaced Homemakers Program Fund	($20,096)	R	($20,096)	R
Reduce appropriation to Displaced Homemakers Program Fund.				
1734 Rape Crisis Program				
10 Reduction to Sexual Assault/Rape Crisis Funds	($195,175)	R	($195,175)	R
Reduce appropriation to Sexual Assault/Rape Crisis Funds.				
1742 MLK Commission				
11 Reduction to MLK Commission	($3,379)	R	($3,379)	R
Reduce appropriation to MLK Commission.				
1761 Youth Involvement Office				
12 Reduction to Youth Involvement Office	($50,752)	R	($50,752)	R
Reduce appropriation to Youth Involvement Office.				

House Subcommittee on General Government	FY 09-10		FY 10-11	
1761 Youth Involvement Office				
13 Reduction to Youth Involvement Grant Program Reduce appropriation to Youth Involvement Grant Program.	($416)	R	($416)	R
1771 Veterans Affairs				
14 Reduction to Veterans Affairs Reduce appropriation to Veterans Affairs.	($280,926)	R	($280,926)	R
15 Reduce Aid to Counties Reduce Aid to Counties funding.	($12,032)	R	($12,032)	R
16 Shift Three Positions to Receipt Support Shift three appropriated Veterans Affairs positions to receipt support. The positions will now be supported through burial fee receipts that are collected by veterans cemeteries operated by the Department of Administration.	($114,175) -3.00	R	($114,175) -3.00	R
1782 Domestic Violence Center				
17 Reduction to Domestic Violence Center Fund Reduce appropriation to Domestic Violence Center Fund.	($340,405)	R	($340,405)	R
1810 NC Ethics Commission				
18 Reduce State Ethics Commission Reduce expenditure accounts each year for the following: 532512 Rent/Lease - Bldg/Office ($60,000) 532513 Rent/lease -Other Facilities ($250) 533720 Educational Supplies ($2,744) 5327XX Travel - out of State ($1,915)	($75,058)	R	($75,058)	R
1861 Commission on Indian Affairs				
19 Reduction to Commission on Indian Affairs Reduce appropriation to Commission on Indian Affairs.	($25,549)	R	($25,549)	R
7251 State Parking System				
20 Restore Funding for the State Parking System Restore funding for the State Parking System, which is a receipt-supported program (budget code 74103) that is currently under a legislatively required Continuation Review. Funding will be restored at the current level ($1,667,708), which includes support for 12.75 positions.				
Department-Wide				
21 Eliminate Vacant Positions Eliminate 41.5 vacant positions across the agency.	($2,247,024) -41.50	R	($2,277,935) -41.50	R

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House Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
22 Reduce Janitorial Services Reduce janitorial services.	($780,443)	R	($780,443)	R
Total Legislative Changes	**($6,646,114)**	R	**($8,055,948)**	R
Total Position Changes	-49.50		-49.50	
Revised Budget	**$71,524,049**		**$70,306,933**	

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House Subcommittee on General Government

Auditor

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$14,389,111**		**$14,405,383**	
Legislative Changes				
23 Adjust Continuation Budget	($636,675)	R	($636,675)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
24 Management Flexibility Reserve			($186,259)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.			-1.00	
1210 - Eliminate vacant position #60008931				
531211 Salary ($81,786)				
531511 Social Security ($6,256)				
531521 Retirement ($7,311)				
531561 Hospitalization ($4,929)				
1110 532942 Administrative Training ($5,059)				
1210 532120 Financial/Audit Services ($64,262)				
1210 534521 Office Equipment ($16,655)				
1210 Field Audit Division				
25 Eliminate Grants Training Unit	($300,797)	R	($300,797)	R
Eliminate the Grants Training Unit, including the elimination of five positions.	-5.00		-5.00	
26 Eliminate Vacant Positions	($224,597)	R	($226,529)	R
Eliminate 3 vacant positions:	-3.00		-3.00	
Asst. State Auditor. (60008992)				
Asst. State Auditor (60008926)				
Asst. State Auditor (60008862)				
Total Legislative Changes	**($1,162,069)**	R	**($1,350,260)**	R
Total Position Changes	-8.00		-9.00	
Revised Budget	**$13,227,042**		**$13,055,123**	

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House Subcommittee on General Government

Cultural Resources

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$77,933,037**		**$79,329,609**	
Legislative Changes				
27 Adjust Continuation Budget	($3,333,946)	R	($4,728,718)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				

28 Management Flexibility Reserve ($1,025,718) R

The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:

1120 Administrative Services
Telephone Service ($3,000)
Telecommun Data Chrg ($10,500)
Email and Calendaring ($2,000)
Subtotal ($15,500)

1210 Archives & History - Administration
TRANSP-AIR-OUT OF ST-US ($500)
LODGING-IN STATE ($3,000)
MEALS-IN STATE ($2,500)
MEALS-OUT OF STATE-IN US ($1,000)
TELEPHONE SERVICE ($1,181)
REGISTRATION FEES ($1,000)
OTHER MATERIALS AND SUPPLIES ($6,000)
FURN-OFFICE ($2,500)
OFFICE EQUIPMENT ($1,250)
Subtotal ($18,931)

1220 Historical Publications
PRINT, BIND, DUPLICATE ($2,000)

1230 Archives & Records
Reg Temp Wages - App ($2,000)
GROUND - IN STATE ($3,500)
LODGING - IN STATE ($1,000)
MEALS - IN STATE ($1,000)
MISCELLANEOUS - IN STATE ($1,000)
POSTAGE, FREIGHT & DELIVERIES ($3,500)
OTHER EQUIPMENT ($4,000)
Subtotal ($16,000)

1241 State Historic Sites
Reg Temp Wages - App ($60,000)
532490 Maint Agree Other ($6,000)
TRANSP-GRND - IN STATE ($2,000)
OTHER MATERIALS & SUPP ($3,000)
Subtotal ($71,000)

1242 Tryon Palace
Reg Temp Wages - App ($91,679)

1245 Maritime Museum
Janitorial Service Agreement ($2,000)
Engr Serv - Electrical ($1,000)
Rent./Lease - Buildings Office ($2,000)
Subtotal ($5,000)

1250 Historic Preservation
Transportation-ground-in state ($4,000)
Telephone Service ($1,000)

Subtotal ($5,000)

1260 Office of State Archeology
Trans Grd - In State ($1,000)
Lodging - In State ($500)
Subtotal ($1,500)

1320 Museum of Art
Misc. Contractual Services ($2,000)
Repairs - Other ($4,000)
Telephone Service ($2,000)
Postage ($2,500)
Other Insurance ($1,000)
533110 General Office Supplies ($1,000)
Other Equipment ($3,000)
Art & Artifacts ($5,500)
Library & Learning Resource Collection ($4,100)
Membership Dues & Subscrip ($2,000)
Subtotal ($27,100)

1330 NC Arts Council
Honorariums ($4,000)
Misc-Contractual Services ($4,000)
Transportation-Air Out of State-US ($1,500)
Transportation-Ground-In State ($4,000)
Lodging-In State ($2,000)
Meals-In State ($3,000)
Meals-Out of State-US ($1,000)
Misc Subs-In State ($1,000)
Misc Subs-Out of State ($500)
BD/Non-Employee Transportation ($2,000)
BD/Non-Employee Subsis ($2,000)
Postage, Freight, & Delivery ($2,000)
Basic Grants ($96,833)
Grassroots Arts ($67,756)
Subtotal ($191,589)

1410 State Library Services
Ground-Trans.- Out-of-State ($1,000)
Misc (In-State) ($1,500)
Board/Non Employee Trans. ($1,500)
Board/Non Employee Subs. ($1,500)
Telephone Service ($2,500)
Postage ($1,500)
General Office Supplies ($2,500)
Other Equipment ($2,500)
Subtotal ($14,500)

1480 Statewide Programs and Grants
Honorariums ($3,000)
Misc Contractual Service ($4,000)
BD/Nonemployee Subsistence ($6,000)
Print, Bind, Duplicate ($4,000)
Other Materials & Supplies ($4,000)
534630 Lib & Learn Res Coll ($85,131)
Aid to Counties-Approp ($388,396)

Subtotal ($494,527)

1500 Museum of History
Reg Temp Wages - App ($42,423)
532331 Repairs - Motor Vehicles ($1,000)
532333 Repairs - Other Equipment ($5,000)
Repairs - Other ($2,000)
Rent/Lease - Bldgs Office ($3,000)
Meals - In State ($500)
Meals - Out State, In US ($500)
Misc. In State ($500)
Bd/Non-Employee Trans. ($50)
Telephone Service ($3,919)
Postage, Freight, Delivery ($4,000)
Advertising ($1,500)
Office Furniture ($2,000)
Other Equipment ($1,000)
Art & Artifacts ($2,000)
Library & Learning Resource Collect ($1,000)
Memberships & Subscriptions ($1,000)
Subtotal ($71,392)

1110 Office of the Secretary

29 Reduce Operating Expenses	($105,501)	R	($106,092)	R
Reduce expenditure accounts in the division each fiscal year and eliminate salary and benefits of one vacant position.	-1.00		-1.00	

60083260 Executive Asst I - ($47,233)

1120 Administrative Services

30 Reduce Administrative Services	($193,640)	R	($193,640)	R
Adjust expenditure accounts each fiscal year.				

1210 Archives & History - Administration

31 Reduce Archives & History - Administration	($109,338)	R	($109,338)	R
Adjust expenditure accounts each fiscal year.				

1220 Historical Publications

32 Reduce Historical Publications	($59,089)	R	($59,664)	R
Adjust expenditure accounts each fiscal year and eliminate one filled position.	-1.00		-1.00	

1230 Archives & Records

33 Reduce Archives & Records	($216,759)	R	($218,708)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and fringes of three vacant positions.	-3.00		-3.00	

60083382 Processing Asst IV ($26,878)
600833379 Processing Asst IV ($16,576)
60083367 Arch & Records Prof ($22,852)

	FY 09-10		FY 10-11	
1241 State Historic Sites				
34 Reduction to State Historic Sites	($1,363,798)	R	($1,363,798)	R
Adjust expenditure accounts each fiscal year and eliminate one filled position.	-1.00		-1.00	
1242 Tryon Palace Historic Sites and Gardens				
35 Reduction to Tryon Palace Budget	($433,073)	R	($433,548)	R
Reduce the budget of Tryon Palace and eliminate a partial FTE.	-0.62		-0.62	
1243 State Capitol				
36 Reduce State Capitol	($6,873)	R	($6,873)	R
Adjust expenditure accounts each fiscal year.				
1245 NC Maritime Museum				
37 Reduction to NC Maritime Museum	($315,050)	R	($327,255)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and fringes of one vacant position.	-1.00		-1.00	
60083649 Museum Curator ($64,123)				
1250 Historic Preservation				
38 Reduce Historic Preservation	($28,450)	R	($28,450)	R
Adjust the following expenditure accounts each fiscal year:				
1260 Office of State Archeology				
39 Reduce Office of State Archaeology	($47,503)	R	($48,014)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and fringes of .80 filled position.	-0.80		-0.80	
1290 Western Office				
40 Reduce Western Office	($254,862)	R	($257,259)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and benefits of three vacant positions and one filled position.	-4.00		-4.00	
60083644 A&H Regional Supervisor ($44,225) 65005183 Librarian Consultant I ($35,585) 65005026 Arts Dev Consultant ($47,000)				
1320 Museum of Art				
41 Reduce Museum of Art	($310,425)	R	($310,425)	R
Adjust expenditure accounts each fiscal year.				

House Subcommittee on General Government

	FY 09-10		FY 10-11	
1330 Arts Council				
42 Reduction to Grants	($957,956)	R	($958,513)	R
Reduce appropriations to NC Arts Council operating budget and grants, and eliminate salary and benefits of one vacant position.	-1.00		-1.00	
60083915 Arts Prog Administrator ($38,790)				
1340 NC Symphony				
43 Reduce NC Symphony	($425)	R	($425)	R
Adjust the following expenditure account each fiscal year:				
Reg Temp Wages - App ($425)				
1410 State Library Services				
44 Reduce State Library Services	($623,249)	R	($626,426)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and benefits of 5.83 vacant positions, three filled positions, and transfer two positions to receipt-support.	-10.83		-10.83	
Vacant				
60083385 Office Asst IV ($18,975)				
60083831 Library Prof I ($41,055)				
60083816 Library Prof I ($55,234) -- .83 FTE				
60083888 Processing Asst II ($24,598)				
60083839 Library Tec ($29,542)				
60083841 Library Clerk III ($28,282)				
Transferred to Receipt				
60083895 Librarian Prof ($67,814)				
60083805 Librarian Prof ($45,210)				
1480 Statewide Programs and Grants				
45 Reduce State-Aid and other Division Accounts	($2,039,712)	R	($2,039,712)	R
Reduce funding to county libraries and other operating expenses in the division each fiscal year.				
Honorariums ($2,500)				
Misc Contractual Service ($132,242)				
Lodging-Out of State-US ($12,750)				
BD/Nonemployee Subsistence ($15,000)				
Print, Bind, Duplicate ($76,741)				
Other Materials & Supplies ($32,000)				
Aid to Counties-Approp ($1,553,583)				
1500 Museum of History				
46 Reduce Museum of History	($857,158)	R	($857,158)	R
Reduce expenditure accounts each fiscal year and eliminate salary and benefits of one vacant position and one filled position.	-2.00		-2.00	
60083973 History Museum Conservator ($35,337)				

	FY 09-10		FY 10-11	
Total Legislative Changes	**($11,256,807)**	**R**	**($13,699,734)**	**R**
Total Position Changes	-26.25		-26.25	
Revised Budget	**$66,676,230**		**$65,629,875**	

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House Subcommittee on General Government

Cultural Resources - Roanoke Island Commission

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$2,095,402**		**$2,095,402**	
Legislative Changes				
47 Management Flexibility Reserve			($27,093)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
Increase reduction that is transferred to the Commission ($27,093)				
1584 Roanoke Island Commission				
48 Reduce Funding	($314,106)	R	($314,106)	R
Reduce funding transferred to the Commission.				
Total Legislative Changes	**($314,106)**	R	**($341,199)**	R
Total Position Changes				
Revised Budget	**$1,781,296**		**$1,754,203**	

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House Subcommittee on General Government

General Assembly

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$62,347,066**		**$64,056,544**	
Legislative Changes				
49 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($6,568,251)	R	($6,375,018)	R
50 Management Flexibility Reserve The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009: Eliminate 6 Vacant Permanent Positions (2 Senate & 4 Central Staff) ($533,428) Delay Filling 24 Intern Positions (7 Senate & 17 House) ($294,812)			($828,240) -6.00	R
Department-Wide				
51 Eliminate Vacant Positions and Adjust Additional Expenditure Accounts Eliminate salary and fringes for 21 vacant positions: 3 in the Senate and 18 in the House; reduce temporary wages for NCSU Interns; and increase Food Services sales by 10%.	($1,492,523) -21.00	R	($1,438,958) -21.00	R

	FY 09-10	FY 10-11
Vacant Positions		
531111 Salaries	($1,023,814)	($1,023,814)
531511 Soc Security	($ 78,322)	($ 78,322)
531521 Retirement	($ 87,434)	($ 91,529)
531561 Medical Ins	($ 95,067)	($ 103,509)
Subtotal	($1,284,646)	
($1,297,174)		
Intern Program		
532199015 Misc - Intern Services	($ 115,500)	($ 42,000)
1216 Food Services		
533400 Food & Vending Services	($ 92,377)	($ 99,784)

52 Adjust Health Insurance Expense Partially fund employer's portion of health insurance premiums.	($632,000)	R	($632,000)	R

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House Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
53 Reduce Various Accounts	($1,788,185)	R	($1,159,630)	R
Reduce various operating accounts each fiscal year:				
	FY 09-10	FY 10-11		
Days for Leg Assistants during the interim from 4 to 3 days	($1,374,363)	($ 918,399)		
Data Processing	($ 138,476)	($ 138,476)		
Subsistence and Travel During Interim for Members	($ 148,887)	($ 102,755)		
Partially fund Temp Salaries during the interim	($ 126,459)	($ 0)		
Total Legislative Changes	**($10,480,959)**	R	**($10,433,846)**	R
Total Position Changes	-21.00		-27.00	
Revised Budget	**$51,866,107**		**$53,622,698**	

Governor

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$6,616,233**		**$6,622,879**	
Legislative Changes				
54 Adjust Continuation Budget	($89,672)	R	($96,318)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
55 Management Flexibility Reserve			($85,633)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
1110 Administration				
532811 Telephone Service ($5,000)				
532814 Cellular phone service ($2,000)				
532822 Managed lan Service ($50,000)				
1120 Dues to National Org				
535830 Membership Dues ($25,633)				
1631 Raleigh Exec Mansion				
532714 Transportation ground-in-state ($3,000)				
Department-Wide				
56 Reduce Expenditure Accounts	($162,832)	R	($159,304)	R
Reduce expenditure accounts in the Administration (1110), Intergovernmental Relations (1130), and Raleigh Mansion (1631), and Western Residence (1632) Funds in the following budget areas each year:				
Personal Services - ($92,657) and ($89,129)				
Purchased Services - ($53,050) each fiscal year				
Supplies - ($15,000) each fiscal year				
Property, Plant, & Equipment ($2,125) each fiscal year				
57 Reduce Various Accounts	($263,820)	R	($263,885)	R
Reduce expenditure accounts in the Administration (1110), Intergovernmental Relations (1130), and 21st Century Skills (1240) Funds in the following areas each year:				
Purchased Services - ($151,734) and ($152,199)				
Property, Plant, & Equipment ($6,000) each fiscal year				
Other Expenses - ($105,686) each fiscal year				

	FY 09-10		FY 10-11	
Total Legislative Changes	**($516,324)**	**R**	**($605,140)**	**R**
Total Position Changes				
Revised Budget	**$6,099,909**		**$6,017,739**	

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House Subcommittee on General Government

Housing Finance Agency

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$14,608,417**		**$14,608,417**	
Legislative Changes				
58 Management Flexibility Reserve			($188,884)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
538104 Home Protection Pilot ($188,884)				
Department-Wide				
59 Reduce Housing Trust Fund	($1,000,000)	R	($1,000,000)	R
Reduce funding for the Housing Trust Fund each year.				
Total Legislative Changes	**($1,000,000)**	R	**($1,188,884)**	R
Total Position Changes				
Revised Budget	**$13,608,417**		**$13,419,533**	

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House Subcommittee on General Government

Insurance

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$33,824,822**		**$33,887,006**	
Legislative Changes				
60 Reduce State Property Fire Insurance Fund Reduce special fund 6100, State Property Fire Insurance Fund	($200,000)	NR	($200,000)	NR
61 Reduce NC Auto Retrospective Insurance Fund Reduce special fund 6110, NC Auto Retrospective Insurance Fund.	($1,300,000)	NR	($1,300,000)	NR
62 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($144,300)	R	($144,300)	R
Department-Wide				
63 Reduce Various Operating Accounts Reduce various operating accounts across the agency: DOA - Rent $37,500 DOA - Capitol Police $2,500 DOA - Motor Fleet $20,000 ITS - Telephone $65,000 ITS - Computer Usage Charge $5,949 Postage - $92,500 Printing - $93,000	($316,449)	R	($316,449)	R
Total Legislative Changes	**($460,749)** **($1,500,000)**	R NR	**($460,749)** **($1,500,000)**	R NR
Total Position Changes				
Revised Budget	**$31,864,073**		**$31,926,257**	

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House Subcommittee on General Government

Insurance - Volunteer Safety Workers' Compensat

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$4,500,000**		**$4,500,000**	
Legislative Changes				
64 Reduce Volunteer Safety Workers' Compensation Fund			($438,154)	R
Reduce Volunteer Safety Workers' Compensation Fund.	($2,500,000)	NR	($2,500,000)	NR
Total Legislative Changes			**($438,154)**	R
	($2,500,000)	NR	**($2,500,000)**	NR
Total Position Changes				
Revised Budget	**$2,000,000**		**$1,561,846**	

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House Subcommittee on General Government

Lieutenant Governor

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$966,706**		**$966,706**	
Legislative Changes				
65 Adjust Continuation Budget	($5,673)	R	($5,673)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
66 Management Flexibility Reserve			($12,499)	R
The allocation of reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.				
531111 Salaries ($12,499)				
Department-Wide				
67 Reduce Various Operating Accounts	($22,831)	R	($22,831)	R
Reduce various operating accounts in the following line items:	($16,831)	NR	($16,831)	NR
532143 LAN Support Services ($2,341) NR				
532144 PC/Printer Support Services($14,490) NR				
532300 Repair Services ($985) R				
532700 Travel & Other Employee Exp.($3,187) R				
532800 Communication & Data Processes($14,039) R				
533100 General Admin Supplies ($4,620) R				
Total Legislative Changes	**($28,504)**	R	**($41,003)**	R
	($16,831)	NR	**($16,831)**	NR
Total Position Changes				
Revised Budget	**$921,371**		**$908,872**	

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House Subcommittee on General Government

Office of Administrative Hearings

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$4,266,407**		**$4,279,242**	
Legislative Changes				
68 Management Flexibility Reserve			($55,330)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.				
531631 Workers Compensation ($3,614) 531651 Compensation to Board Members ($11,400) 534713 PC Software ($1,000) 5727XX Travel ($5,000) 535830 Dues & Subscriptions ($2,000) 534521 Office Equipment ($1,800) 534630 Library & Learning Resources ($17,567) 534534 PC & Printer Purchase ($12,949)				
Department-Wide				
69 Eliminate Vacant Positions	($110,895)	R	($112,436)	R
Eliminate 3 vacant positions:	-3.00		-3.00	
60088606 - Processing Assistant V - ($30,651) 60088587 - Processing Assistant IV - ($25,705) 60088576 - Processing Assistant IV - ($27,398)				
70 Reduce Various Operating Accounts	($64,689)	R	($64,689)	R
Reduce various operating accounts in the following line items:				
532449 - Maintenance Agreements Software - ($57,389) 534534 - Printer Purchase - ($7,300)				
Total Legislative Changes	**($175,584)**	R	**($232,455)**	R
Total Position Changes	-3.00		-3.00	
Revised Budget	**$4,090,823**		**$4,046,787**	

Revenue

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$91,347,503**		**$91,440,473**	
Legislative Changes				
71 Adjust Continuation Budget	($2,303,176)	R	($2,384,284)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
72 Management Flexibility Reserve			($1,182,309)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.			-14.00	
Eliminate 14 Vacant Positions:				
60081301 Personnel Assistant IV (HR Operations) ($25,705)				
60081460 Assistant Director (Sales and Use Tax) ($80,145)				
60081432 Program Assistant V (Personal Taxes) ($27,544)				
60081488 Auditor (Taxpayer Assistance) ($42,833)				
60081496 Auditor (Taxpayer Assistance) ($42,833)				
60085100 Auditor (Taxpayer Assistance) ($42,833)				
60081583 Information Processing Tech (Taxpayer Assistance) ($29,502)				
60081605 Processing Unit Supervisor V (Taxpayer Assistance) ($32,546)				
60081769 Law Enforcement Agent (Unauthorized Substance Tax) ($43,155)				
60082437 Staff Development Coordinator (HR) ($42,833)				
60082488 Processing Assistant IV (Admin Services) ($25,705)				
60082512 Assistant Director (Admin Services) ($60,691)				
60082527 Payroll Clerk V ($27,544)				
65005035 Operations and Systems Specialist (IT) ($84,375)				
Total: 531211 Salaries ($608,244)				
531511 Social Security ($46,531)				
531521 Retirement ($50,519)				
531531 LEO Retirement Contrib. ($6,016)				
531561 Medical Insurance Contrib. ($69,006)				
Reduction to Guest Worker Program ($125,000)				
Reduce Various Operating Accounts ($276,993)				
1629 Property Tax Division				
73 Conversion of Property Tax Division to Receipt Support	($1,461,744)	R	($1,461,744)	R
Convert the Property Tax Division from appropriation to receipt support. GS 105-501 allows the department to recover certain costs from local sales and use tax collections.	-17.00		-17.00	

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House Subcommittee on General Government	FY 09-10		FY 10-11	
1660 Examination & Collection				
74 Eliminate $300 Per Month Stipend for Interstate Auditors Eliminate the $300 per month stipend for 37 interstate auditors.	($132,030)	R	($132,030)	R
1664 Guest Worker Program				
75 Adjust Appropriation for Guest Worker Program Adjust the appropriation for the Guest Worker Program to better reflect actual expenditure needs. This program provides information to non-English speaking people regarding their obligation to file taxes and how to obtain assistance in filing taxes.	($375,000)	R	($375,000)	R
Total Legislative Changes	**($4,271,950)**	R	**($5,535,367)**	R
Total Position Changes	-17.00		-31.00	
Revised Budget	**$87,075,553**		**$85,905,106**	

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House Subcommittee on General Government

Secretary of State

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$11,854,656**		**$11,928,530**	

Legislative Changes

76 Adjust Continuation Budget ($113,703) R ($180,537) R

Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

77 Management Flexibility Reserve ($154,234) R

The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009: -1.25

1120 Publication
532850 Printing ($19,910)

1150 Lobbyist Registration
Eliminate salaries and benefits to reduce a filled position by 1/4 FTE ($15,453)

1210 Corporations
Eliminate salaries & benefits of a filled position ($28,941)

Reduce operating budget expenditure accounts:
532170 Temporary Services ($27,500)
532840 Postage ($13,700)
Subtotal ($79,871)

1220 Certification & Filing
Convert rent for Health Care Registry to receipts
532512 Office Rent ($4,000)

Reduce operating budget expenditure accounts;
532524 Rent of Office Equip. ($20,000)
532714 Travel ($5,000)
Subtotal ($29,000)

1230 Securities
532714 Travel ($10,000)
Subtotal ($10,000)

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House Subcommittee on General Government	FY 09-10		FY 10-11	
1220 Certification & Filing Division				
78 Eliminate Vacant Positions	($111,012)	R	($111,012)	R
Eliminate $111,012 for salaries and benefits of two vacant positions:	-3.00		-3.00	
Position # Title Budgeted Salary				
60008713 Processing Asst V $27,544				
60008750 Processing Asst V $29,601				
60008751 Processing Asst V $27,544				
79 Reduce Expenditure Accounts	($95,664)	R	($95,664)	R
Reduce funding for office rent and business license fees.				
Department-Wide				
80 Eliminate Filled Positions	($155,514)	R	($155,514)	R
Eliminate filled positions in the Publications, Corporations, and Certification & Filing Divisions.	-3.00		-3.00	
Total Legislative Changes	**($475,893)**	R	**($696,961)**	R
Total Position Changes	-6.00		-7.25	
Revised Budget	**$11,378,763**		**$11,231,569**	

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House Subcommittee on General Government

State Board of Elections

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$6,627,101**		**$6,630,894**	
Legislative Changes				
81 Management Flexibility Reserve			($85,736)	R
82 Adjust Continuation Budget	($11,667)	R	($11,667)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
Department-wide				
83 Eliminate Vacant Positions	($397,232)	R	($401,304)	R
Eliminate 7 vacant positions:	-7.00		-7.00	
60088225 - Applications Programmer - ($35,812)				
60088253 - Governmental Accounts Auditor II - ($44,084)				
60088260 - Audit Specialist (Time-limited) - ($48,139)				
60088255 - Governmental Accounts Auditor III - ($52,742)				
60088262 - Audit Specialist - ($44,810)				
65005663 - Disclosure & Education Specialist - ($54,956)				
60088211 - Elections Specialist - ($34,065)				
Total Legislative Changes	**($408,899)**	R	**($498,707)**	R
Total Position Changes	-7.00		-7.00	
Revised Budget	**$6,218,202**		**$6,132,187**	

State Budget & Management

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$7,144,221**		**$7,147,928**	
Legislative Changes				
84 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($1,665)	R	($5,246)	R
85 Management Flexibility Reserve The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:			($92,421)	R
1310 OSBM 532840 Postage ($2,000) 532850 Print, bind, duplicate ($3,000) 532930 Registration ($1,000) 533120 Data processing supplies ($2,003) 533110 Office supplies ($5,000) 533190 Other admin supplies ($250) 533900 Other material and supplies ($2,000) 535900 Other expenses ($2,000) 534511 Furniture ($3,000) 534521 Office equipment ($1,328) 534530 Other DP equipment ($500) 532821 Computer/Data Processing ($63,340)				
1312 Internal Audit 532199 Contract Services ($6,000) 532930 Registration ($1,000)				
Department-Wide				
86 Eliminate Vacant Position. Eliminate salary ($24,764) and benefits ($8,067) of one vacant position - # 60014796, Building & Environmental Technician.	($32,831) -1.00	R	($32,831) -1.00	R
87 Reduce Various Accounts Reduce expenditure accounts in the Office of State Budget (1310), and Internal Audit (1312) Funds in the following budget areas each fiscal year: Purchased Services - ($209,771) and ($210,030) Property, Plant, & Equipment - ($17,300) each fiscal year Other Expenses - ($8,000) each fiscal year	($235,071)	R	($235,330)	R

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House Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
88 Reduce Expenses	($322,134)	R	($324,291)	R
Reduce expenditure accounts in the Office of State Budget (1310), and Internal Audit (1312) Funds in the following budget areas each year and eliminate salaries and fringes of three vacant positions:	-3.00		-3.00	
Purchased Services ($15,400) each fiscal year Property, Plant, & Equipment ($17,000) each fiscal year				
Personnel Reductions 60008550 State Demographer ($87,258) 60008597 Budget Analyst ($72,916) 60089830 State Budget Mgmt Analyst ($77,500) Total ($237,674)				
89 Eliminate Reserve for Rules Impact Review	($100,000)	R	($100,000)	R
Eliminate funding for the Reserve for the Rules Impact Review.				
Total Legislative Changes	**($691,701)**	R	**($790,119)**	R
Total Position Changes	-4.00		-4.00	
Revised Budget	**$6,452,520**		**$6,357,809**	

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House Subcommittee on General Government

State Budget and Management - Special

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$4,280,000**		**$4,280,000**	
Legislative Changes				
90 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($56,535)	R	($56,535)	R
91 Management Flexibility Reserve The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009: 1023 Fire Protection Grants 536910 Aid to counties ($55,340)			($55,340)	R
Grants to Non-Government Agencies				
92 Reduce Pass-Through Funding Reduce grant funding to NC Humanities Council by 7% each fiscal year.	($7,000)	R	($7,000)	R
Total Legislative Changes	**($63,535)**	R	**($118,875)**	R
Total Position Changes				
Revised Budget	**$4,216,465**		**$4,161,125**	

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House Subcommittee on General Government

State Controller

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$24,536,602**		**$24,568,908**	
Legislative Changes				
93 Adjust Continuation Budget	($312,798)	R	($345,105)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
94 Management Flexibility Reserve			($317,672)	R
The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:			-4.00	
Eliminate salaries and benefits of four vacant positions:				
60091358 Beacon Payroll And Time Specialist ($68,784)				
60091723 HR Associate ($62,116)				
60090521 Information Processing Technician ($44,557)				
60091720 Information Processing Technician ($38,435)				
Subtotal ($229,619)				
Reduce Operating Budget expenditure accounts:				
535830 Dues and Subscriptions ($46,900)				
532513 Rent lease -other facility ($5,920)				
5327XX Travel ($35,233)				
Subtotal ($88,053)				
1000 Department-Wide				
95 Eliminate Vacant Positions and Operating Budget Accounts	($608,231)	R	($609,024)	R
Eliminate two vacant positions and reduce operating budget accounts.	-2.00		-2.00	

	FY 09-10	FY 10-11
Salaries - Approp. (6 positions)	($198,195)	($198,195)
Social Sec. Contribution-Approp.	($ 15,162)	($ 15,162)
Reg. Retirement Approp.	($ 16,926)	($ 17,719)
Medical Insurance	($ 8,314)	($ 8,314)
Travel	($ 38,000)	($ 38,000)
Data Processing	($301,378)	($301,378)
LAN services - 532822	($ 30,256)	($ 30,256)

House Subcommittee on General Government

	FY 09-10		FY 10-11	
1000 Department-Wide				
96 Reduce Various Operating Accounts	($724,502)	R	($724,502)	R
Reduce the same amount of recurring and non-recurring expenses in various IT accounts each fiscal year and eliminate funding for ITS support:				
532821 eRoom Reduction in Licenses (400 to 200) ($130,224) 532811 Disconnect vacant telephone lines ($ 20,232) 532821 Discontinue SQA - OSC Dedicated ($246,528) 532140 Eliminate ITS Support ($327,518)				
97 Fund-shift Positions to Receipt Support	($91,488)	R	($91,488)	R
Transfer two positions - an Accountant (1 FTE) and a Senior State Management Analyst (.25 FTE) - that support the NC FLEX Benefits Program from appropriation to receipt support generated by the program:	-1.25		-1.25	
531211 Salaries ($74,525) 531511 Social Security ($ 5,701) 531521 Retirement ($ 6,066) 531561 Medical Insurance ($ 5,196)				
98 Eliminate Internship Program	($119,052)	R	($119,052)	R
Eliminate funding for OSC's Internship Program with the reduction of 6 positions at .75 FTE for a total of 4.5 FTE that had salaries of $18,432 each and benefits of $8,460:	-4.50		-4.50	
Position # Title 60087170 Integration Intern 60087172 Communications Intern (P/T) 60087173 PMO Intern (P/T) 60087219 Technical Infrastructure Intern				
531351 Student Temp Wages ($110,592) 531511 Social Security ($ 8,460)				
99 Eliminate Vacant Positions	($250,005)	R	($250,005)	R
Eliminate salaries ($197,962) and benefits ($52,043) of five vacant positions:	-5.00		-5.00	

Position #	Title	Budgeted Salary
60087168	Financial Spec	($54,540)
60014113	Admin Support Spec	($26,444)
60037611	Admin Assistant I	($34,842)
60091145	Admin Officer III	($43,157)
60092193	Admin Support Spec	($38,979)

DRAFT

House Subcommittee on General Government	FY 09-10		FY 10-11	
Total Legislative Changes	**($2,106,076)**	**R**	**($2,456,848)**	**R**
Total Position Changes	-12.75		-16.75	
Revised Budget	**$22,430,526**		**$22,112,060**	

DRAFT

House Subcommittee on General Government

Treasurer

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$11,150,002**		**$11,163,790**	

Legislative Changes

100 Adjust Continuation Budget ($335,831) R ($349,619) R

Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

101 Management Flexibility Reserve ($144,346) R

The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:

1210 Investment Division	
531211 Spa Reg Salaries- Appro. Investment Analyst	($72,953)
531511 Social Sec Contrib.-Appro	($5,581)
531521 Reg Retire Contrib.- Appro	($5,938)
531561 Med Ins Contrib.-Appro	($4,157)
Subtotal Total	($88,629)
1310 Local Government	
532821 Computer/ Data Process	($32,953)
534511 Furn Office	($3,000)
534530 Office DP Equipment	($1,192)
Subtotal	($37,145)
1510 Financial Operations-Bank	
532821 Computer/ Data Process	($15,000)
532430 Maint Agreement -equip	($1,572)
534530 Other DP Equipment	($2,000)
Subtotal	($18,572)

1410 Retirement Systems Division

102 Transfer the National Guard Pension Fund $7,007,443 R $7,007,443 R

Transfer the National Guard Pension Fund from the Department of Crime Control and Public Safety to the Department of State Treasurer. This transfer will allow the Department of State Treasurer to manage this program as it does most of the State's pension programs.

Department-Wide

103 Reduce Expenditure Accounts ($221,000) R ($221,000) R

Adjust accounts for postage ($16,000), Financial/Audit Services ($200,000), and employee education ($5,000).

DRAFT

House Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
104 Eliminate Vacant Positions	($210,267)	R	($212,151)	R
Eliminate salary ($169,280) and benefits ($40,987) of three vacant positions:	-3.00		-3.00	
60009060 Investment Analyst ($52,624)				
60009205 Accountant ($67,656)				
60009053 Executive Assistant ($49,000)				
Total ($169,280)				
105 Eliminate Vacant Position	($49,601)	R	($49,601)	R
Eliminate salary and benefits for a vacant position.	-1.00		-1.00	
Total Legislative Changes	**$6,190,744**	R	**$6,030,726**	R
Total Position Changes	-4.00		-4.00	
Revised Budget	**$17,340,746**		**$17,194,516**	

DRAFT

House Subcommittee on General Government

Treasurer - Retirement for Fire and Rescue

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$10,804,671**		**$10,804,671**	
Legislative Changes				
106 Management Flexibility Reserve			($139,703)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
Additionally reduce funding to pension fund.				
Pension Fund				
107 Adjust Continuation Budget	($317,863)	R	($317,863)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
Total Legislative Changes	**($317,863)**	R	**($457,566)**	R
Total Position Changes				
Revised Budget	**$10,486,808**		**$10,347,105**	

VISITOR REGISTRATION SHEET

Gen Gov Ct 2:00 — 6-10-89

Name of Committee — **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Dennis Patterson	OSA
Cindy Gilliam	OSA
Melanie Sa	DCR
Christy Agner	DOA
Carl Goodwin	OSP
Vicky Young	DOT
Charlie Smith	NCOVA
Bob Kucab	NCHFA
Margaret Matrone	NCHFA
Alex Pully	OST
SOLARI	DST

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Wendy Kelly	SZD Wicker
David Brown	OSBM
Wes Taylor	NCGA
Rodney Bass	NCGA
Penny Griffin	School of Gov.
Johnnie McLean	SBE
Ralph Gable	"
BOB KUCAB	NCHFA
Carolin Valand	LG
Elizabeth Colcord	DOR
Michael Houser	DOR

June 10, 2009

2:03 pm Begin
2:41 Adjourn
Recess until after Session

HOUSE ATTENDANCE

APPROPRIATIONS

SUBCOMMITTEE ON GENERAL GOVERNMENT

2009 – 2010

DATES	6/10/09														
Rep. Susan Fisher, Chair (Co-Presider)	✓														
Rep. Alice Underhill, Chair	✓														
Rep. Fred Steen, Vice-Chair	✓														
Rep. Russell Tucker, Vice-Chair	✓														
Rep. Larry Brown	✓														
Rep. George Cleveland	✓														
Rep. Elmer Floyd	✓														
Rep. Grey Mills	✓														
Rep. Jane Whilden	✓														
Judy Vearse															
Claire Hester															
Sarah Potear															

Lynn Tennant (Rep. Fisher)

From: Michele Nelson (Fiscal Research)
Sent: Thursday, June 11, 2009 1:46 AM
To: Rep. Alice Underhill; Rep. Susan Fisher
Cc: Judy Veorse (Rep. Underhill); Lynn Tennant (Rep. Fisher); Claire Hester (Fiscal Research); Sarah Poteat (Fiscal Research)
Subject: Revised "Decisions" Spreadsheet
Importance: High
Attachments: June 11 '09_REVISED_Restoration Items_MN(3).xls

Forwarding the spreadsheet reviewed and revised this evening between 6 and 7 p.m. A later review when Myra was preparing the amendment indicated several decisions were incorrect, as less may be restored but not more:

1. DOA - Restoration of continuation budget cuts ($1,6667,387) in FY 09-10 was greater than the reduction ($1,578,280) and did not restore the full amount in FY 10-11 ($1,140,952).
2. Ethics - The restored amount ($81,752) was greater than the reduction ($75,058).

Therefore,

3. DOA and Ethics restored amounts were changed to agree with the reductions in the Money Report, which resulted in a $95,802 availability in FY 09-10.
4. T o meet the $10 million Target in FY 09-10 $95,801 was applied to SOS's continuation budget reductions as a partial restoration.
5. To restore DOA's continuation budget reduction in FY 10-11 to $1,578,280, the restoration of State Aid to Libraries cut was decreased $430,635.

You certainly may not agree with these changes. If not, please let me know by 10 a.m.

Thank you.

~~~~~~~~~~~~~~~~~~~~~~

Michele T. Nelson
(correct spelling)
FRD, Room 616
919-301-1959
919-715-3589 (Fax)
919-754-3605 (Alt Fax)
michelene@ncleg.net

~~~~~~~~~~~~~~~~~~~~~~

1:50pm
mtg

House Pages

Name of Committee: General Govt Date: June 19 06

1. Name: _____

County: _____

Sponsor: _____

2. Name: _____

County: _____

Sponsor: _____

3. Name: _____

County: _____

Sponsor: _____

4. Name: _____

County: _____

Sponsor: _____

5. Name: _____

County: _____

Sponsor: _____

Sgt-At-Arms

1. Name: Tom Wilder

2. Name: John Brandon

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

Wednesday, June 10, 2009

Minutes

The House Appropriations Subcommittee on General Government met on Wednesday, June 10, 2009 at 3:50 PM.

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; Steen and Tucker, Vice-Chairs; Brown, Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff Members: Michele Nelson and Sarah Poteat.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

The committee was given restoration targets by staff members. Discussion was held regarding restoring budget cuts in General Government Agencies (Attachment 2 and Attachment 3). After lengthy discussion, a motion was made by Representative Whilden to give the Chairs and Staff the authorization to make decisions regarding restoring positions and monies to the individual agencies. This motion was seconded by Representative Floyd. The Chair called for a voice vote and the motion passed.

The meeting adjourned at 5:15 PM.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA

HOUSE APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

June 10 2009

1:50 p.m.

Room 1425

Representative Alice Underhill, Co-Presiding Representative Susan Fisher, Co-Presiding

Discussion of RESTORATION TARGET
Decisions for Restoring Cuts in General Government Agencies' Budgets

	House Appropriations Subcommittee on General Government						
	Decisions for Restoring Items in Budget						
Agency	**Description**	**Item/Page #**	**FY 09-10**	**FY 10-11**			
DOA	Adjust Continuation Budget-for utilities	3,J1	$1,578,280	$1,578,280			
DOA	Veterans Services Office	15,J3	$12,032	$12,032			
DOA	Domestic Violence	17,J3	$170,203	$170,203			
DOA	Telecommunications Office	1,J1	$371,989	$655,621			
DOA	Rape Crisis	10,J2	$195,175	$195,175			
DOA	Veterans Affairs	14,J3	$175,968	$175,968			
OSP	Reduce Various Line Items	8,J2	$100,000	$100,000			
Ethics	Reduce State Ethics Commission	18,J3	$75,058	$75,058			
DCR	Libraries	28,J8 45,J11	$1,553,583	$1,506,344			
DCR	Grassroots	28,J11 42,J8	$271,024	$338,780			
DCR	Basic Grants	28,42	$387,332	$484,155			
DCR	Museum of Art& Tyron Palace Reserve	27,J6	$1,456,484	$2,809,565			
DCR	Symphony	43,J11	$425	$425			
DCR	restoring filled positions	32,J9 34,J10 39,J10 40,J10 46,J11	$272,361	$276,132			
DOR	PSA-Rev	71,J23	$424,120	$424,120			
HFA	HFA	59,J18	$1,000,000	$1,000,000			
DST	Adjust Continuation Budget Reds-for utilities	103,J34	$221,000	$221,000			
DST-Fire Rescue	Management Flexibility Reserve	106,J36		$139,703			
DST	Pension Fund	107,J36	$317,863	$317,863			
OSC	Management Flexibility Reserve	94,J31		$229,619			
OSC	Adjust Continuation Budget	93,J31	$312,798				
Gov	Reduce Exp. Accounts	56,J16	$50,000	$50,000			
OSBM	Reduce Various Accounts	87,J28	$50,000	$50,000			
SBOE	last four positions	83,J27	$89,021	$89,021			
SOS	Adjust Continuation Budget Reductions	76,J25	$95,801				
SOS	4.25 filled positions	77,J25 80,J26	$155,514	$170,967			
OAH	Reduce Various Operating Accounts	70,J22	$64,689	$64,689			
Lt. Gov	Reduce Various Operating Accounts	67,J21	$22,831	$22,831			
DOI	Reduce Various Operating Accounts	63,J19	$316,449	$316,449			
Auditor	four auditor positions	25,J5	$260,000	$260,000			
	TOTAL		**$10,000,000**	**$11,734,000**			
	Restoration Target:		**$10,000,000**	**$11,734,000**			

GG Team
June 11, 2009

DRAFT

House Subcommittee on General Government

Administration

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$78,170,163**		**$78,362,881**	
Legislative Changes				
1 Reduce Appropriation to Telecommunications Office Reduce appropriation to Telecommunications Office	($371,989)	R	($655,621)	R
2 Management Flexibility Reserve The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009. 1111 Office of the Secretary Reduce Governor's Page Program ($0) ($14,000) 1311 Office of State Personnel Reduce Operating Expenses ($0) ($100,000) 1731 NC Council for Women & Domestic Violence Commission ($20,445) ($20,445) 1741 Human Relations Commission ($13,410) ($14,984) 1761 Youth Advocacy & Involvement Office Reduce State Government Internship Program ($0) ($170,000) 1781 Domestic Violence Program ($4,876) ($4,876) 1810 State Ethics Commission ($23,601) ($60,000) 1861 Commission on Indian Affairs End lease and move to state-owned space ($65,916) ($68,660) 1810 State Ethics Commission Reduce operating expenses ($0) ($6,994) 1466 State Energy Office Reduce funding to three university energy programs ($300,000) ($300,000)			($1,013,218)	R
3 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($1,578,280)	R	($1,578,280)	R

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House Subcommittee on General Government

	FY 09-10		FY 10-11	
1121 Fiscal Management				
4 End Lease for E-Procurement Services	($39,832)	R	($119,496)	R
End lease for E-Procurement Services and relocate office into State-owned building.				
1123 Historically Underutilized Businesses				
5 Reduction to Historically Underutilized Businesses	($43,473)	R	($43,473)	R
Reduce appropriation to Historically Underutilized Businesses.				
1311 Office of State Personnel				
6 Eliminate Vacant Positions	($250,732)	R	($253,141)	R
Eliminate 4 vacant positions:	-4.00		-4.00	
60013775 Human Resources Partner ($47,198) 60013840 Human Resources Partner ($50,000) 60013735 Human Resources Partner ($53,012) 60013791 Human Resources Partner ($50,000)				
7 Eliminate Scanning Function of Applications	($36,535)	R	($36,535)	R
Eliminate funding to support the scanning of all North Carolina state government job applications. This recommendation includes the elimination of one filled position.	-1.00		-1.00	
8 Reduce Various Line Items	($179,843)	R	($179,843)	
Reduce various line items: 532821 Computer Data Processing ($153,902) 536905 Aid & Public Assistance ($25,941)				
1732 Displaced Homemakers Program				
9 Reduction to Displaced Homemakers Program Fund	($20,096)	R	($20,096)	R
Reduce appropriation to Displaced Homemakers Program Fund.				
1734 Rape Crisis Program				
10 Reduction to Sexual Assault/Rape Crisis Funds	($195,175)	R	($195,175)	R
Reduce appropriation to Sexual Assault/Rape Crisis Funds.				
1742 MLK Commission				
11 Reduction to MLK Commission	($3,379)	R	($3,379)	R
Reduce appropriation to MLK Commission.				
1761 Youth Involvement Office				
12 Reduction to Youth Involvement Office	($50,752)	R	($50,752)	R
Reduce appropriation to Youth Involvement Office.				

House Subcommittee on General Government	FY 09-10		FY 10-11	
1761 Youth Involvement Office				
13 Reduction to Youth Involvement Grant Program Reduce appropriation to Youth Involvement Grant Program.	($416)	R	($416)	R
1771 Veterans Affairs				
14 Reduction to Veterans Affairs Reduce appropriation to Veterans Affairs.	($280,926)	R	($280,926)	R
15 Reduce Aid to Counties Reduce Aid to Counties funding.	($12,032)	R	($12,032)	R
16 Shift Three Positions to Receipt Support Shift three appropriated Veterans Affairs positions to receipt support. The positions will now be supported through burial fee receipts that are collected by veterans cemeteries operated by the Department of Administration.	($114,175) -3.00	R	($114,175) -3.00	R
1782 Domestic Violence Center				
17 Reduction to Domestic Violence Center Fund Reduce appropriation to Domestic Violence Center Fund.	($340,405)	R	($340,405)	R
1810 NC Ethics Commission				
18 Reduce State Ethics Commission Reduce expenditure accounts each year for the following: 532512 Rent/Lease - Bldg/Office ($60,000) 532513 Rent/lease -Other Facilities ($250) 533720 Educational Supplies ($2,744) 5327XX Travel - out of State ($1,915)	($75,058)	R	($75,058)	R
1861 Commission on Indian Affairs				
19 Reduction to Commission on Indian Affairs Reduce appropriation to Commission on Indian Affairs.	($25,549)	R	($25,549)	R
7251 State Parking System				
20 Restore Funding for the State Parking System Restore funding for the State Parking System, which is a receipt-supported program (budget code 74103) that is currently under a legislatively required Continuation Review. Funding will be restored at the current level ($1,667,708), which includes support for 12.75 positions.				
Department-Wide				
21 Eliminate Vacant Positions Eliminate 41.5 vacant positions across the agency.	($2,247,024) -41.50	R	($2,277,935) -41.50	R

DRAFT

House Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
22 Reduce Janitorial Services Reduce janitorial services.	($780,443)	R	($780,443)	R
Total Legislative Changes	**($6,646,114)**	R	**($8,055,948)**	R
Total Position Changes	-49.50		-49.50	
Revised Budget	**$71,524,049**		**$70,306,933**	

DRAFT

House Subcommittee on General Government

Auditor

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$14,389,111**		**$14,405,383**	
Legislative Changes				
23 Adjust Continuation Budget	($636,675)	R	($636,675)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
24 Management Flexibility Reserve			($186,259)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.			-1.00	
1210 - Eliminate vacant position #60008931 531211 Salary ($81,786) 531511 Social Security ($6,256) 531521 Retirement ($7,311) 531561 Hospitalization ($4,929)				
1110 532942 Administrative Training ($5,059) 1210 532120 Financial/Audit Services ($64,262) 1210 534521 Office Equipment ($16,655)				
1210 Field Audit Division				
25 Eliminate Grants Training Unit	($300,797)	R	($300,797)	R
Eliminate the Grants Training Unit, including the elimination of five positions.	-5.00		-5.00	
26 Eliminate Vacant Positions	($224,597)	R	($226,529)	R
Eliminate 3 vacant positions:	-3.00		-3.00	
Asst. State Auditor. (60008992) Asst. State Auditor (60008926) Asst. State Auditor (60008862)				
Total Legislative Changes	**($1,162,069)**	R	**($1,350,260)**	R
Total Position Changes	-8.00		-9.00	
Revised Budget	**$13,227,042**		**$13,055,123**	

DRAFT

House Subcommittee on General Government

Cultural Resources

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$77,933,037**		**$79,329,609**	
Legislative Changes				
27 Adjust Continuation Budget	($3,333,946)	R	($4,728,718)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				

28 Management Flexibility Reserve ($1,025,718) R

The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:

1120 Administrative Services
Telephone Service ($3,000)
Telecommun Data Chrg ($10,500)
Email and Calendaring ($2,000)
Subtotal ($15,500)

1210 Archives & History - Administration
TRANSP-AIR-OUT OF ST-US ($500)
LODGING-IN STATE ($3,000)
MEALS-IN STATE ($2,500)
MEALS-OUT OF STATE-IN US ($1,000)
TELEPHONE SERVICE ($1,181)
REGISTRATION FEES ($1,000)
OTHER MATERIALS AND SUPPLIES ($6,000)
FURN-OFFICE ($2,500)
OFFICE EQUIPMENT ($1,250)
Subtotal ($18,931)

1220 Historical Publications
PRINT, BIND, DUPLICATE ($2,000)

1230 Archives & Records
Reg Temp Wages - App ($2,000)
GROUND - IN STATE ($3,500)
LODGING - IN STATE ($1,000)
MEALS - IN STATE ($1,000)
MISCELLANEOUS - IN STATE ($1,000)
POSTAGE, FREIGHT & DELIVERIES ($3,500)
OTHER EQUIPMENT ($4,000)
Subtotal ($16,000)

1241 State Historic Sites
Reg Temp Wages - App ($60,000)
532490 Maint Agree Other ($6,000)
TRANSP-GRND - IN STATE ($2,000)
OTHER MATERIALS & SUPP ($3,000)
Subtotal ($71,000)

1242 Tryon Palace
Reg Temp Wages - App ($91,679)

1245 Maritime Museum
Janitorial Service Agreement ($2,000)
Engr Serv - Electrical ($1,000)
Rent./Lease - Buildings Office ($2,000)
Subtotal ($5,000)

1250 Historic Preservation
Transportation-ground-in state ($4,000)
Telephone Service ($1,000)

Subtotal ($5,000)

1260 Office of State Archeology
Trans Grd - In State ($1,000)
Lodging - In State ($500)
Subtotal ($1,500)

1320 Museum of Art
Misc. Contractual Services ($2,000)
Repairs - Other ($4,000)
Telephone Service ($2,000)
Postage ($2,500)
Other Insurance ($1,000)
533110 General Office Supplies ($1,000)
Other Equipment ($3,000)
Art & Artifacts ($5,500)
Library & Learning Resource Collection ($4,100)
Membership Dues & Subscrip ($2,000)
Subtotal ($27,100)

1330 NC Arts Council
Honorariums ($4,000)
Misc-Contractual Services ($4,000)
Transportation-Air Out of State-US ($1,500)
Transportation-Ground-In State ($4,000)
Lodging-In State ($2,000)
Meals-In State ($3,000)
Meals-Out of State-US ($1,000)
Misc Subs-In State ($1,000)
Misc Subs-Out of State ($500)
BD/Non-Employee Transportation ($2,000)
BD/Non-Employee Subsis ($2,000)
Postage, Freight, & Delivery ($2,000)
Basic Grants ($96,833)
Grassroots Arts ($67,756)
Subtotal ($191,589)

1410 State Library Services
Ground-Trans.- Out-of-State ($1,000)
Misc (In-State) ($1,500)
Board/Non Employee Trans. ($1,500)
Board/Non Employee Subs. ($1,500)
Telephone Service ($2,500)
Postage ($1,500)
General Office Supplies ($2,500)
Other Equipment ($2,500)
Subtotal ($14,500)

1480 Statewide Programs and Grants
Honorariums ($3,000)
Misc Contractual Service ($4,000)
BD/Nonemployee Subsistence ($6,000)
Print, Bind, Duplicate ($4,000)
Other Materials & Supplies ($4,000)
534630 Lib & Learn Res Coll ($85,131)
Aid to Counties-Approp ($388,396)

Subtotal ($494,527)

1500 Museum of History
Reg Temp Wages - App ($42,423)
532331 Repairs - Motor Vehicles ($1,000)
532333 Repairs - Other Equipment ($5,000)
Repairs - Other ($2,000)
Rent/Lease - Bldgs Office ($3,000)
Meals - In State ($500)
Meals - Out State, In US ($500)
Misc. In State ($500)
Bd/Non-Employee Trans. ($50)
Telephone Service ($3,919)
Postage, Freight, Delivery ($4,000)
Advertising ($1,500)
Office Furniture ($2,000)
Other Equipment ($1,000)
Art & Artifacts ($2,000)
Library & Learning Resource Collect ($1,000)
Memberships & Subscriptions ($1,000)
Subtotal ($71,392)

1110 Office of the Secretary

29 Reduce Operating Expenses	($105,501)	R	($106,092)	R
Reduce expenditure accounts in the division each fiscal year and eliminate salary and benefits of one vacant position.	-1.00		-1.00	

60083260 Executive Asst I - ($47,233)

1120 Administrative Services

30 Reduce Administrative Services	($193,640)	R	($193,640)	R
Adjust expenditure accounts each fiscal year.				

1210 Archives & History - Administration

31 Reduce Archives & History - Administration	($109,338)	R	($109,338)	R
Adjust expenditure accounts each fiscal year.				

1220 Historical Publications

32 Reduce Historical Publications	($59,089)	R	($59,664)	R
Adjust expenditure accounts each fiscal year and eliminate one filled position.	-1.00		-1.00	

1230 Archives & Records

33 Reduce Archives & Records	($216,759)	R	($218,708)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and fringes of three vacant positions.	-3.00		-3.00	

60083382 Processing Asst IV ($26,878)
600833379 Processing Asst IV ($16,576)
60083367 Arch & Records Prof ($22,852)

	FY 09-10		FY 10-11	
1241 State Historic Sites				
34 Reduction to State Historic Sites	($1,363,798)	R	($1,363,798)	R
Adjust expenditure accounts each fiscal year and eliminate one filled position.	-1.00		-1.00	
1242 Tryon Palace Historic Sites and Gardens				
35 Reduction to Tryon Palace Budget	($433,073)	R	($433,548)	R
Reduce the budget of Tryon Palace and eliminate a partial FTE.	-0.62		-0.62	
1243 State Capitol				
36 Reduce State Capitol	($6,873)	R	($6,873)	R
Adjust expenditure accounts each fiscal year.				
1245 NC Maritime Museum				
37 Reduction to NC Maritime Museum	($315,050)	R	($327,255)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and fringes of one vacant position.	-1.00		-1.00	
60083649 Museum Curator ($64,123)				
1250 Historic Preservation				
38 Reduce Historic Preservation	($28,450)	R	($28,450)	R
Adjust the following expenditure accounts each fiscal year:				
1260 Office of State Archeology				
39 Reduce Office of State Archaeology	($47,503)	R	($48,014)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and fringes of .80 filled position.	-0.80		-0.80	
1290 Western Office				
40 Reduce Western Office	($254,862)	R	($257,259)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and benefits of three vacant positions and one filled position.	-4.00		-4.00	
60083644 A&H Regional Supervisor ($44,225) 65005183 Librarian Consultant I ($35,585) 65005026 Arts Dev Consultant ($47,000)				
1320 Museum of Art				
41 Reduce Museum of Art	($310,425)	R	($310,425)	R
Adjust expenditure accounts each fiscal year.				

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House Subcommittee on General Government

	FY 09-10		FY 10-11	
1330 Arts Council				
42 Reduction to Grants	($957,956)	R	($958,513)	R
Reduce appropriations to NC Arts Council operating budget and grants, and eliminate salary and benefits of one vacant position.	-1.00		-1.00	
60083915 Arts Prog Administrator ($38,790)				
1340 NC Symphony				
43 Reduce NC Symphony	($425)	R	($425)	R
Adjust the following expenditure account each fiscal year:				
Reg Temp Wages - App ($425)				
1410 State Library Services				
44 Reduce State Library Services	($623,249)	R	($626,426)	R
Adjust expenditure accounts each fiscal year and eliminate salaries and benefits of 5.83 vacant positions, three filled positions, and transfer two positions to receipt-support.	-10.83		-10.83	
Vacant				
60083385 Office Asst IV ($18,975)				
60083831 Library Prof I ($41,055)				
60083816 Library Prof I ($55,234) -- .83 FTE				
60083888 Processing Asst II ($24,598)				
60083839 Library Tec ($29,542)				
60083841 Library Clerk III ($28,282)				
Transferred to Receipt				
60083895 Librarian Prof ($67,814)				
60083805 Librarian Prof ($45,210)				
1480 Statewide Programs and Grants				
45 Reduce State-Aid and other Division Accounts	($2,039,712)	R	($2,039,712)	R
Reduce funding to county libraries and other operating expenses in the division each fiscal year.				
Honorariums ($2,500)				
Misc Contractual Service ($132,242)				
Lodging-Out of State-US ($12,750)				
BD/Nonemployee Subsistence ($15,000)				
Print, Bind, Duplicate ($76,741)				
Other Materials & Supplies ($32,000)				
Aid to Counties-Approp ($1,553,583) 1st yr				
1936				
1500 Museum of History				
46 Reduce Museum of History	($857,158)	R	($857,158)	R
Reduce expenditure accounts each fiscal year and eliminate salary and benefits of one vacant position and one filled position.	-2.00		-2.00	
60083973 History Museum Conservator ($35,337)				

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House Subcommittee on General Government

	FY 09-10		FY 10-11	
Total Legislative Changes	**($11,256,807)**	**R**	**($13,699,734)**	**R**
Total Position Changes	-26.25		-26.25	
Revised Budget	**$66,676,230**		**$65,629,875**	

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House Subcommittee on General Government

Cultural Resources - Roanoke Island Commission

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$2,095,402**		**$2,095,402**	
Legislative Changes				
47 Management Flexibility Reserve			($27,093)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
Increase reduction that is transferred to the Commission ($27,093)				
1584 Roanoke Island Commission				
48 Reduce Funding	($314,106)	R	($314,106)	R
Reduce funding transferred to the Commission.				
Total Legislative Changes	**($314,106)**	R	**($341,199)**	R
Total Position Changes				
Revised Budget	**$1,781,296**		**$1,754,203**	

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House Subcommittee on General Government

General Assembly

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$62,347,066**		**$64,056,544**	
Legislative Changes				
49 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($6,568,251)	R	($6,375,018)	R
50 Management Flexibility Reserve The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:			($828,240) -6.00	R
Eliminate 6 Vacant Permanent Positions (2 Senate & 4 Central Staff) ($533,428)				
Delay Filling 24 Intern Positions (7 Senate & 17 House) ($294,812)				
Department-Wide				
51 Eliminate Vacant Positions and Adjust Additional Expenditure Accounts Eliminate salary and fringes for 21 vacant positions: 3 in the Senate and 18 in the House; reduce temporary wages for NCSU Interns; and increase Food Services sales by 10%.	($1,492,523) -21.00	R	($1,438,958) -21.00	R

	FY 09-10	FY 10-11
Vacant Positions		
531111 Salaries	($1,023,814)	($1,023,814)
531511 Soc Security	($ 78,322)	($ 78,322)
531521 Retirement	($ 87,434)	($ 91,529)
531561 Medical Ins	($ 95,067)	($ 103,509)
Subtotal	($1,284,646)	
($1,297,174)		
Intern Program		
532199015 Misc - Intern Services	($ 115,500)	($ 42,000)
1216 Food Services		
533400 Food & Vending Services	($ 92,377)	($ 99,784)

52 Adjust Health Insurance Expense Partially fund employer's portion of health insurance premiums.	($632,000)	R	($632,000)	R

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House Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
53 Reduce Various Accounts	($1,788,185)	R	($1,159,630)	R
Reduce various operating accounts each fiscal year:				
	FY 09-10	FY 10-11		
Days for Leg Assistants during the interim from 4 to 3 days	($1,374,363)	($ 918,399)		
Data Processing	($ 138,476)	($ 138,476)		
Subsistence and Travel During Interim for Members	($ 148,887)	($ 102,755)		
Partially fund Temp Salaries during the interim	($ 126,459)	($ 0)		
Total Legislative Changes	**($10,480,959)**	R	**($10,433,846)**	R
Total Position Changes	-21.00		-27.00	
Revised Budget	**$51,866,107**		**$53,622,698**	

Governor

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$6,616,233**		**$6,622,879**	
Legislative Changes				
54 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget..	($89,672)	R	($96,318)	R
55 Management Flexibility Reserve The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:			($85,633)	R
1110 Administration 532811 Telephone Service ($5,000) 532814 Cellular phone service ($2,000) 532822 Managed Ian Service ($50,000)				
1120 Dues to National Org 535830 Membership Dues ($25,633)				
1631 Raleigh Exec Mansion 532714 Transportation ground-in-state ($3,000)				
Department-Wide				
56 Reduce Expenditure Accounts Reduce expenditure accounts in the Administration (1110), Intergovernmental Relations (1130), and Raleigh Mansion (1631), and Western Residence (1632) Funds in the following budget areas each year: Personal Services - ($92,657) and ($89,129) Purchased Services - ($53,050) each fiscal year Supplies - ($15,000) each fiscal year Property, Plant, & Equipment ($2,125) each fiscal year	($162,832)	R	($159,304)	R
57 Reduce Various Accounts Reduce expenditure accounts in the Administration (1110), Intergovernmental Relations (1130), and 21st Century Skills (1240) Funds in the following areas each year: Purchased Services - ($151,734) and ($152,199) Property, Plant, & Equipment ($6,000) each fiscal year Other Expenses - ($105,686) each fiscal year	($263,820)	R	($263,885)	R

House Subcommittee on General Government	FY 09-10		FY 10-11	
Total Legislative Changes	($516,324)	R	($605,140)	R
Total Position Changes				
Revised Budget	$6,099,909		$6,017,739	

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House Subcommittee on General Government

Housing Finance Agency

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$14,608,417**		**$14,608,417**	
Legislative Changes				
58 Management Flexibility Reserve			($188,884)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
538104 Home Protection Pilot ($188,884)				
Department-Wide				
59 Reduce Housing Trust Fund	($1,000,000)	R	($1,000,000)	R
Reduce funding for the Housing Trust Fund each year.				
Total Legislative Changes	**($1,000,000)**	R	**($1,188,884)**	R
Total Position Changes				
Revised Budget	**$13,608,417**		**$13,419,533**	

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House Subcommittee on General Government

Insurance

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$33,824,822**		**$33,887,006**	
Legislative Changes				
60 Reduce State Property Fire Insurance Fund Reduce special fund 6100, State Property Fire Insurance Fund	($200,000)	NR	($200,000)	NR
61 Reduce NC Auto Retrospective Insurance Fund Reduce special fund 6110, NC Auto Retrospective Insurance Fund.	($1,300,000)	NR	($1,300,000)	NR
62 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($144,300)	R	($144,300)	R
Department-Wide				
63 Reduce Various Operating Accounts Reduce various operating accounts across the agency: DOA - Rent $37,500 DOA - Capitol Police $2,500 DOA - Motor Fleet $20,000 ITS - Telephone $65,000 ITS - Computer Usage Charge $5,949 Postage - $92,500 Printing - $93,000	($316,449)	R	($316,449)	R
Total Legislative Changes	**($460,749)** **($1,500,000)**	**R** **NR**	**($460,749)** **($1,500,000)**	**R** **NR**
Total Position Changes				
Revised Budget	**$31,864,073**		**$31,926,257**	

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House Subcommittee on General Government

Insurance - Volunteer Safety Workers' Compensat

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$4,500,000**		**$4,500,000**	
Legislative Changes				
64 Reduce Volunteer Safety Workers' Compensation Fund			($438,154)	R
Reduce Volunteer Safety Workers' Compensation Fund.	($2,500,000)	NR	($2,500,000)	NR
Total Legislative Changes			**($438,154)**	R
	($2,500,000)	NR	**($2,500,000)**	NR
Total Position Changes				
Revised Budget	**$2,000,000**		**$1,561,846**	

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House Subcommittee on General Government

Lieutenant Governor

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$966,706**		**$966,706**	
Legislative Changes				
65 Adjust Continuation Budget	($5,673)	R	($5,673)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
66 Management Flexibility Reserve			($12,499)	R
The allocation of reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.				
531111 Salaries ($12,499)				
Department-Wide				
67 Reduce Various Operating Accounts	($22,831)	R	($22,831)	R
Reduce various operating accounts in the following line items:	($16,831)	NR	($16,831)	NR
532143 LAN Support Services ($2,341) NR 532144 PC/Printer Support Services($14,490) NR 532300 Repair Services ($985) R 532700 Travel & Other Employee Exp.($3,187) R 532800 Communication & Data Processes($14,039) R 533100 General Admin Supplies ($4,620) R				
Total Legislative Changes	**($28,504)**	R	**($41,003)**	R
	($16,831)	NR	**($16,831)**	NR
Total Position Changes				
Revised Budget	**$921,371**		**$908,872**	

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House Subcommittee on General Government

Office of Administrative Hearings

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$4,266,407**		**$4,279,242**	
Legislative Changes				
68 Management Flexibility Reserve			($55,330)	R
The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009.				
531631 Workers Compensation ($3,614) 531651 Compensation to Board Members ($11,400) 534713 PC Software ($1,000) 5727XX Travel ($5,000) 535830 Dues & Subscriptions ($2,000) 534521 Office Equipment ($1,800) 534630 Library & Learning Resources ($17,567) 534534 PC & Printer Purchase ($12,949)				
Department-Wide				
69 Eliminate Vacant Positions	($110,895)	R	($112,436)	
Eliminate 3 vacant positions:	-3.00		-3.00	
60088606 - Processing Assistant V - ($30,651) 60088587 - Processing Assistant IV - ($25,705) 60088576 - Processing Assistant IV - ($27,398)				
70 Reduce Various Operating Accounts	($64,689)	R	($64,689)	R
Reduce various operating accounts in the following line items:				
532449 - Maintenance Agreements Software - ($57,389) 534534 - Printer Purchase - ($7,300)				
Total Legislative Changes	**($175,584)**	R	**($232,455)**	R
Total Position Changes	-3.00		-3.00	
Revised Budget	**$4,090,823**		**$4,046,787**	

Revenue

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$91,347,503**		**$91,440,473**	

Legislative Changes

71 Adjust Continuation Budget ($2,303,176) R ($2,384,284) R

Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

72 Management Flexibility Reserve ($1,182,309) R

The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009. -14.00

Eliminate 14 Vacant Positions:
60081301 Personnel Assistant IV (HR Operations) ($25,705)
60081460 Assistant Director (Sales and Use Tax) ($80,145)
60081432 Program Assistant V (Personal Taxes) ($27,544)
60081488 Auditor (Taxpayer Assistance) ($42,833)
60081496 Auditor (Taxpayer Assistance) ($42,833)
60085100 Auditor (Taxpayer Assistance) ($42,833)
60081583 Information Processing Tech (Taxpayer Assistance) ($29,502)
60081605 Processing Unit Supervisor V (Taxpayer Assistance) ($32,546)
60081769 Law Enforcement Agent (Unauthorized Substance Tax) ($43,155)
60082437 Staff Development Coordinator (HR) ($42,833)
60082488 Processing Assistant IV (Admin Services) ($25,705)
60082512 Assistant Director (Admin Services) ($60,691)
60082527 Payroll Clerk V ($27,544)
65005035 Operations and Systems Specialist (IT) ($84,375)
Total: 531211 Salaries ($608,244)

531511 Social Security ($46,531)
531521 Retirement ($50,519)
531531 LEO Retirement Contrib. ($6,016)
531561 Medical Insurance Contrib. ($69,006)

Reduction to Guest Worker Program ($125,000)

Reduce Various Operating Accounts ($276,993)

1629 Property Tax Division

73 Conversion of Property Tax Division to Receipt Support ($1,461,744) R ($1,461,744) R

Convert the Property Tax Division from appropriation to receipt support. GS 105-501 allows the department to recover certain costs from local sales and use tax collections. -17.00 -17.00

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House Subcommittee on General Government	FY 09-10		FY 10-11	
1660 Examination & Collection				
74 Eliminate $300 Per Month Stipend for Interstate Auditors Eliminate the $300 per month stipend for 37 interstate auditors.	($132,030)	R	($132,030)	R
1664 Guest Worker Program				
75 Adjust Appropriation for Guest Worker Program Adjust the appropriation for the Guest Worker Program to better reflect actual expenditure needs. This program provides information to non-English speaking people regarding their obligation to file taxes and how to obtain assistance in filing taxes.	($375,000)	R	($375,000)	R
Total Legislative Changes	**($4,271,950)**	R	**($5,535,367)**	R
Total Position Changes	-17.00		-31.00	
Revised Budget	**$87,075,553**		**$85,905,106**	

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House Subcommittee on General Government

Secretary of State

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$11,854,656**		**$11,928,530**	
Legislative Changes				
76 Adjust Continuation Budget	($113,703)	R	($180,537)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
77 Management Flexibility Reserve			($154,234)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:			-1.25	

1120 Publication
532850 Printing ($19,910)

1150 Lobbyist Registration
Eliminate salaries and benefits to reduce
a filled position by 1/4 FTE ($15,453)

1210 Corporations
Eliminate salaries & benefits of a filled position ($28,941)

Reduce operating budget expenditure accounts:
532170 Temporary Services ($27,500)
532840 Postage ($13,700)
Subtotal ($79,871)

1220 Certification & Filing
Convert rent for Health Care Registry to receipts
532512 Office Rent ($4,000)

Reduce operating budget expenditure accounts;
532524 Rent of Office Equip. ($20,000)
532714 Travel ($5,000)
Subtotal ($29,000)

1230 Securities
532714 Travel ($10,000)
Subtotal ($10,000)

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House Subcommittee on General Government	FY 09-10		FY 10-11	
1220 Certification & Filing Division				
78 Eliminate Vacant Positions	($111,012)	R	($111,012)	R
Eliminate $111,012 for salaries and benefits of two vacant positions:	-3.00		-3.00	
Position # Title Budgeted Salary				
60008713 Processing Asst V $27,544				
60008750 Processing Asst V $29,601				
60008751 Processing Asst V $27,544				
79 Reduce Expenditure Accounts	($95,664)	R	($95,664)	R
Reduce funding for office rent and business license fees.				
Department-Wide				
80 Eliminate Filled Positions	($155,514)	R	($155,514)	R
Eliminate filled positions in the Publications, Corporations, and Certification & Filing Divisions.	-3.00		-3.00	
Total Legislative Changes	**($475,893)**	R	**($696,961)**	R
Total Position Changes	-6.00		-7.25	
Revised Budget	**$11,378,763**		**$11,231,569**	

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House Subcommittee on General Government

State Board of Elections

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$6,627,101**		**$6,630,894**	
Legislative Changes				
81 Management Flexibility Reserve			($85,736)	R
82 Adjust Continuation Budget	($11,667)	R	($11,667)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
Department-wide				
83 Eliminate Vacant Positions	($397,232)	R	($401,304)	R
Eliminate 7 vacant positions:	-7.00		-7.00	
60088225 - Applications Programmer - ($35,812)				
60088253 - Governmental Accounts Auditor II - ($44,084)				
60088260 - Audit Specialist (Time-limited) - ($48,139)				
60088255 - Governmental Accounts Auditor III - ($52,742)				
60088262 - Audit Specialist - ($44,810)				
65005663 - Disclosure & Education Specialist - ($54,956)				
60088211 - Elections Specialist - ($34,065)				
Total Legislative Changes	**($408,899)**	R	**($498,707)**	R
Total Position Changes	-7.00		-7.00	
Revised Budget	**$6,218,202**		**$6,132,187**	

State Budget & Management

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$7,144,221**		**$7,147,928**	
Legislative Changes				
84 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($1,665)	R	($5,246)	R
85 Management Flexibility Reserve The allocation of reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009: 1310 OSBM 532840 Postage ($2,000) 532850 Print, bind, duplicate ($3,000) 532930 Registration ($1,000) 533120 Data processing supplies ($2,003) 533110 Office supplies ($5,000) 533190 Other admin supplies ($250) 533900 Other material and supplies ($2,000) 535900 Other expenses ($2,000) 534511 Furniture ($3,000) 534521 Office equipment ($1,328) 534530 Other DP equipment ($500) 532821 Computer/Data Processing ($63,340) 1312 Internal Audit 532199 Contract Services ($6,000) 532930 Registration ($1,000)			($92,421)	R
Department-Wide				
86 Eliminate Vacant Position. Eliminate salary ($24,764) and benefits ($8,067) of one vacant position - # 60014796, Building & Environmental Technician.	($32,831) -1.00	R	($32,831) -1.00	R
87 Reduce Various Accounts Reduce expenditure accounts in the Office of State Budget (1310), and Internal Audit (1312) Funds in the following budget areas each fiscal year: Purchased Services - ($209,771) and ($210,030) Property, Plant, & Equipment - ($17,300) each fiscal year Other Expenses - ($8,000) each fiscal year	($235,071)	R	($235,330)	R

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House Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
88 Reduce Expenses	($322,134)	R	($324,291)	R
Reduce expenditure accounts in the Office of State Budget (1310), and Internal Audit (1312) Funds in the following budget areas each year and eliminate salaries and fringes of three vacant positions:	-3.00		-3.00	
Purchased Services ($15,400) each fiscal year Property, Plant, & Equipment ($17,000) each fiscal year				
Personnel Reductions 60008550 State Demographer ($87,258) 60008597 Budget Analyst ($72,916) 60089830 State Budget Mgmt Analyst ($77,500) Total ($237,674)				
89 Eliminate Reserve for Rules Impact Review	($100,000)	R	($100,000)	R
Eliminate funding for the Reserve for the Rules Impact Review.				
Total Legislative Changes	**($691,701)**	R	**($790,119)**	R
Total Position Changes	-4.00		-4.00	
Revised Budget	**$6,452,520**		**$6,357,809**	

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House Subcommittee on General Government

State Budget and Management - Special

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$4,280,000**		**$4,280,000**	
Legislative Changes				
90 Adjust Continuation Budget Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	($56,535)	R	($56,535)	R
91 Management Flexibility Reserve The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009: 1023 Fire Protection Grants 536910 Aid to counties ($55,340)			($55,340)	R
Grants to Non-Government Agencies				
92 Reduce Pass-Through Funding Reduce grant funding to NC Humanities Council by 7% each fiscal year.	($7,000)	R	($7,000)	R
Total Legislative Changes	**($63,535)**	R	**($118,875)**	R
Total Position Changes				
Revised Budget	**$4,216,465**		**$4,161,125**	

State Controller

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$24,536,602**		**$24,568,908**	
Legislative Changes				
93 Adjust Continuation Budget	($312,798)	R	($345,105)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
94 Management Flexibility Reserve			($317,672)	R
The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:			-4.00	
Eliminate salaries and benefits of four vacant positions:				
60091358 Beacon Payroll And Time Specialist ($68,784)				
60091723 HR Associate ($62,116)				
60090521 Information Processing Technician ($44,557)				
60091720 Information Processing Technician ($38,435)				
Subtotal ($229,619)				
Reduce Operating Budget expenditure accounts:				
535830 Dues and Subscriptions ($46,900)				
532513 Rent lease -other facility ($5,920)				
5327XX Travel ($35,233)				
Subtotal ($88,053)				
1000 Department-Wide				
95 Eliminate Vacant Positions and Operating Budget Accounts	($608,231)	R	($609,024)	R
Eliminate two vacant positions and reduce operating budget accounts.	-2.00		-2.00	

	FY 09-10	FY 10-11
Salaries - Approp. (6 positions)	($198,195)	($198,195)
Social Sec. Contribution-Approp.	($ 15,162)	($ 15,162)
Reg. Retirement Approp.	($ 16,926)	($ 17,719)
Medical Insurance	($ 8,314)	($ 8,314)
Travel	($ 38,000)	($ 38,000)
Data Processing	($301,378)	($301,378)
LAN services - 532822	($ 30,256)	($ 30,256)

	FY 09-10		FY 10-11	
1000 Department-Wide				
96 Reduce Various Operating Accounts	($724,502)	R	($724,502)	R
Reduce the same amount of recurring and non-recurring expenses in various IT accounts each fiscal year and eliminate funding for ITS support:				
532821 eRoom Reduction in Licenses (400 to 200) ($130,224) 532811 Disconnect vacant telephone lines ($ 20,232) 532821 Discontinue SQA - OSC Dedicated ($246,528) 532140 Eliminate ITS Support ($327,518)				
97 Fund-shift Positions to Receipt Support	($91,488)	R	($91,488)	R
Transfer two positions - an Accountant (1 FTE) and a Senior State Management Analyst (.25 FTE) - that support the NC FLEX Benefits Program from appropriation to receipt support generated by the program:	-1.25		-1.25	
531211 Salaries ($74,525) 531511 Social Security ($ 5,701) 531521 Retirement ($ 6,066) 531561 Medical Insurance ($ 5,196)				
98 Eliminate Internship Program	($119,052)	R	($119,052)	R
Eliminate funding for OSC's Internship Program with the reduction of 6 positions at .75 FTE for a total of 4.5 FTE that had salaries of $18,432 each and benefits of $8,460:	-4.50		-4.50	
Position # Title 60087170 Integration Intern 60087172 Communications Intern (P/T) 60087173 PMO Intern (P/T) 60087219 Technical Infrastructure Intern				
531351 Student Temp Wages ($110,592) 531511 Social Security ($ 8,460)				
99 Eliminate Vacant Positions	($250,005)	R	($250,005)	R
Eliminate salaries ($197,962) and benefits ($52,043) of five vacant positions:	-5.00		-5.00	

Position #	Title	Budgeted Salary
60087168	Financial Spec	($54,540)
60014113	Admin Support Spec	($26,444)
60037611	Admin Assistant I	($34,842)
60091145	Admin Officer III	($43,157)
60092193	Admin Support Spec	($38,979)

DRAFT

House Subcommittee on General Government

	FY 09-10		FY 10-11	
Total Legislative Changes	**($2,106,076)**	R	**($2,456,848)**	R
Total Position Changes	-12.75		-16.75	
Revised Budget	**$22,430,526**		**$22,112,060**	

DRAFT

House Subcommittee on General Government

Treasurer

GENERAL FUND

	FY 09-10		FY 10-11	
Recommended Budget	**$11,150,002**		**$11,163,790**	
Legislative Changes				
100 Adjust Continuation Budget	($335,831)	R	($349,619)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
101 Management Flexibility Reserve			($144,346)	R
The allocation of the reductions equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
1210 Investment Division				
531211 Spa Reg Salaries- Appro. Investment Analyst	($72,953)			
531511 Social Sec Contrib.-Appro	($5,581)			
531521 Reg Retire Contrib.- Appro	($5,938)			
531561 Med Ins Contrib.-Appro	($4,157)			
Subtotal Total	($88,629)			
1310 Local Government				
532821 Computer/ Data Process	($32,953)			
534511 Furn Office	($3,000)			
534530 Office DP Equipment	($1,192)			
Subtotal	($37,145)			
1510 Financial Operations-Bank				
532821 Computer/ Data Process	($15,000)			
532430 Maint Agreement -equip	($1,572)			
534530 Other DP Equipment	($2,000)			
Subtotal	($18,572)			
1410 Retirement Systems Division				
102 Transfer the National Guard Pension Fund	$7,007,443	R	$7,007,443	R
Transfer the National Guard Pension Fund from the Department of Crime Control and Public Safety to the Department of State Treasurer. This transfer will allow the Department of State Treasurer to manage this program as it does most of the State's pension programs.				
Department-Wide				
103 Reduce Expenditure Accounts	($221,000)	R	($221,000)	R
Adjust accounts for postage ($16,000), Financial/Audit Services ($200,000), and employee education ($5,000).				

DRAFT

House Subcommittee on General Government	FY 09-10		FY 10-11	
Department-Wide				
104 Eliminate Vacant Positions	($210,267)	R	($212,151)	R
Eliminate salary ($169,280) and benefits ($40,987) of three vacant positions:	-3.00		-3.00	
60009060 Investment Analyst ($52,624)				
60009205 Accountant ($67,656)				
60009053 Executive Assistant ($49,000)				
Total ($169,280)				
105 Eliminate Vacant Position	($49,601)	R	($49,601)	R
Eliminate salary and benefits for a vacant position.	-1.00		-1.00	
Total Legislative Changes	**$6,190,744**	R	**$6,030,726**	R
Total Position Changes	-4.00		-4.00	
Revised Budget	**$17,340,746**		**$17,194,516**	

DRAFT

House Subcommittee on General Government

Treasurer - Retirement for Fire and Rescue

	GENERAL FUND			
	FY 09-10		FY 10-11	
Recommended Budget	**$10,804,671**		**$10,804,671**	
Legislative Changes				
106 Management Flexibility Reserve			($139,703)	R
The allocation of the reduction equals the amount of the Management Flexibility Reserve approved by the House Appropriations Subcommittee on General Government on June 4, 2009:				
Additionally reduce funding to pension fund.				
Pension Fund				
107 Adjust Continuation Budget	($317,863)	R	($317,863)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
Total Legislative Changes	**($317,863)**	R	**($457,566)**	R
Total Position Changes				
Revised Budget	**$10,486,808**		**$10,347,105**	

VISITOR REGISTRATION SHEET

Ben Board — 6-09

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Cindy Gillam	NCGSA
Camille Burton	OAH
Carl Goodman	OSP
Thomas Checks	OSC
Sheryl Kelly	OSBM
David Starling	NCDST
Monica Johnson Hosten	NCCMA
DAVID HOSKINS	COGs
Elizabeth W Wood	DOR
Chip Kullen	Nelson Mullins
Pete Boffi	" "

VISITOR REGISTRATION SHEET

Sen. Gant — 6 - 09

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Vicky Young	DOI
Kara Wells	Arts North Carolina
Caroline Valand	LG Ofc.
Perry Newsom	SEC
DEWEY STEPHENS	DOA
Jack Hubbard	OSBM
Robert Boutwell	Civitas Inst.
RALPH GABLE	SBE
Melissa Trump	NCACC
JOE LANIER	520 WICKER
BOB KUCAB	NCHFA
MARGARET MATRONE	

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Cam Cross	BPMHL
Greg Pinen	DCR
Melanie Soles	DCR

VISITOR REGISTRATION SHEET

Name of Committee | Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
David Brown	DSBW
Jim Newman	NC DOI
Robert Wilson	SOS
Michael Houser	NC DOR

HOUSE APPROPRIATIONS

Subcommittee on General Government

2009 – 2010 Session

Co- Chairs

Representative Susan C. Fisher

Representative Alice G. Underhill

Staff

Michele Nelson
Claire Hester
Tiesha Pope
Tazra Mitchell

Committee Assistants

Lynn Tennant
Office of Representative Susan C. Fisher

Judy Veorse
Office of Representative Alice G. Underhill

APPROPRIATIONS
SUBCOMMITTEE ON GENERAL GOVERNMENT

2009-10
MEMBERSHIP INFORMATION

Chairs:	**Room #**	**Phone #**	**Seat #**	**LA's Name**
Susan Fisher	402	715-2013	30	Lynn Tennant
Alice Underhill	1206	733-5853	33	Judy Veorse
Vice-chairs:				
Fred Steen	502	733-5881	37	Chris Floyd
Russell Tucker	416-B	715-3021	48	Sally Gillis
Members:				
Larry Brown	609	733-5607	73	Delores Ledford
George Cleveland	504	715-6707	86	Susan West Horne
Elmer Floyd	1311	733-5959	90	
Grey Mills	1111	733-5741	117	Wanda Benson
Jane Whilden	1305	715-3012	107	Beth LeGrande

Fiscal Staff:
Michele Nelson
Claire Hester
Tiesha Pope
Tazra Mitchell

ATTENDANCE

2009 – 2010 Session

House Appropriations / Subcommittee on General Government

DATES	04/14/10	05/25/10 AM	05/25/10 PM	05/26/10 AM	05/27/10 AM											
Rep. Susan Fisher, Chair	√	√	√	√	√											
Rep. Alice Underhill, Chair		√	√	√	√											
Rep. Fred Steen, Vice-Chair	√	√														
Rep. Russell Tucker	√	√	√	√	√											
Rep. Larry Brown	√	√	√	√	√											
Rep. George Cleveland	√	√	√	√	√											
Rep. Elmer Floyd	√	√		√	√											
Rep. Grey Mills		√	√	√	√											
Rep. Jane Whilden	√	√	√	√	√											
Sen. Katie Dorsett, Chair	√															
Sen. Bob Atwater, Co-Chair	√															
Sen. Andrew Brock	√															
Sen. Don East	√															
Sen. David Hoyle																

North Carolina General Assembly

Minutes

Appropriations
House Committee on General Government

Room 1425, Legislative Building
Wednesday, April 14, 2010

The Joint Appropriations Subcommittee on General Government met on Tuesday, April 14, 2010 at 9 AM in Room 1425 of the Legislative Building.

Co-Chairman Susan C. Fisher called the meeting of the Appropriations Subcommittee on General Government to order on April 14, 2010, at 9:07 am. The following members were in attendance: Representative Russell Tucker, Vice-Chair; Representative Fred Steen; Vice-Chair, Representative Larry Brown, Representative George Cleveland, Representative Elmer Floyd, and Representative Jane Whilden. Also present were Senators Bob Atwater, Chair; Senator Katie Dorsett, Chair; Senator Andrew Brock and Senator Don East. The following staff was in attendance: Michele Nelson and Claire Hester. The Sergeant-at-arms who assisted the meeting were: Judy Turner and Bob Rossi.

A copy of the *Visitor Registration* is included and attached and a copy of the *Agenda* is also included and attached.

Chair Fisher welcomed the members of the Committee, thanked the Sergeant-at-arms and staff for their help with the meeting and briefly reiterated the purpose of the meeting: to briefly review the impact of the 2009-10 reductions authorized by the General Assembly and the five percent, non-recurring hold-backs imposed by the Governor, discuss the FY 2010-11 reductions authorized by the General Assembly and the additional five percent recurring reductions, review the three and seven percent reduction options and consider any revisions to statutory authority, if applicable, and reach consensus on the additional five percent recurring reductions to the FY 2010-11 budget at the end of each agencies' review, and identify other issues that require action in the 2010 session and develop potential options, if needed.

PRESENTATIONS

Department of Cultural Resources, Linda Carlisle, Secretary.

Secretary Carlisle came forward and reviewed the impact of Cultural Resources on the North Carolina economy explaining how important the libraries have been to the unemployed. She outlined a new program entitle "Second Saturday" during June,

July and August bringing all the resources they can throughout Cultural Resources to all the historic sites and museums providing programs for visitors. She went on to review the spreadsheet (attached) outlining the operational cuts to Cultural Resources. She stated that they only have 11 percent of their total budget available to look to find the cuts. She stated that they had 49 percent of total cuts to their operating fund. The cuts reviewed at this meeting will add an additional 14 percent--meaning they will have 64 percent total cuts to their operating fund which is a significant amount due to their physical infrastructure. Secretary Carlisle continued to review the handout outlining the cuts they decided to take while collaborating with the Governor's office. She also stated that they must borrow staff from other sites because they are understaffed. They only do maintenance on buildings when it is necessary, for example, fixing a leaking roof or if there may be a hazard to visitors.

Chair Fisher thanked Secretary Carlisle for her presentation and acknowledged Senator Dorsett for a question. Senator Dorsett inquired about the percentages of cuts when looking at the total budget. Secretary Carlisle, aided by Melanie Soles, Legislative Liaison, Department of Cultural Resources, speaking from the audience answered that the total cuts for last year were seven percent. Senator Dorsett then asked about the status of the African-American Commission and the Historical Commission. Secretary Carlisle stated that Dr. Jeffrey Crow, Deputy Secretary, Department of Cultural Resources, handles this area and asked him to speak from the audience. He said they were able to "limp" along and have had teleconference meetings but they needed to get together face-to-face to discuss all of the issues. Senator Dorsett then asked, if they had their "top priorities" and Secretary Carlisle stated that she had it before the Governor as part of their "expansion request" but it was not in their budget. Senator Dorsett asked for clarification about the Historic Preservation Office and the additional five percent hold back. Dr. Crow answered that this year they will receive about $917,000 in federal funds to maintain the program and they must achieve at least a 50-50 level to draw down federal funds but because of the budget cuts in operating funds they essentially wiped out an operating budget for Historic Preservation.

Senator Atwater commented about his concern for the lack of maintenance funds and asked that Cultural Resources continue to keep this issue in front of the Committee.

Questions and clarifications continued.

Representative Brown commented that they are doing a good job although they are short-handed and that Cultural Resources is important due to the travel and tourism dollars it draws into the state. He inquired as to the level of attendance. Secretary Carlisle answered that attendance is slightly up but the Museum of Art was closed for a number of months resulting in a negative impact.

Representative Tucker inquired if the Symphony positions were full-time positions. David Worters, Executive Director of the NC Symphony, answered from the audience that they are professional full-time positions which are very competitive. He gave an example that they recently had a vacancy and had more than 100 auditions for the position.

Representative Tucker asked if any collaborative efforts have been planned with other Departments and Secretary Carlisle answered that several secretaries

(Commerce, Transportation, DENR and Revenue) meet on a regular basis and talk about opportunities for collaboration.

Senator East inquired as to how these cuts have impacted Arts Councils throughout the state. Mary Regan, Executive Director of the Arts Council, answered from the audience that they are operating with a tight budget and constantly are concerned about how to keep the doors open. Attendance is up but ticket prices are down because during bad times people need the arts.

Representative Floyd stated that a lot is being spent but he would like to see a focus on generating income, for example, federal grants to keep up the programs.

Michele Nelson inquired how much money Cultural Resources received this year for repair and renovation. Greg Ponercheife, Cultural Resources Department, answered from the audience that he did not know immediately and would need to obtain that information.

Senator Brock inquired about the use of audio tours and MP3 players and if they were available in other languages. Tom Rhoades with the Department of Cultural Resources answered from the audience that they are working on this and they are available in other languages.

Questions and clarifications continued and Chair Fisher asked for a consensus. All heads nodded in agreement.

Chair Fisher introduced the next presenter:

Housing Finance Agency, Bob Kucab, Executive Director.

Bob Kucab came forward, referred to and read a narrative he provided (attached and entitled: Testimony for the Joint Appropriations Subcommittee on General Government) and a spreadsheet (attached) outlining the HFA's five percent reductions.

Questions and clarifications followed.

Senator Dorsett referred to a Home Protection loan program that had been started that was envisioned to be self-supporting and inquired if anyone had been able to get to the point of repayment. Bob Kucab responded that the initial structure of the program had borrowers making small payments but because the scale of the program was small and the administrative costs were high, they changed it from an amortizing loan to a deferred loan, so the loans are repayable when the borrower refinances or sells their home. There may have been a few repayments based on the sale of a home or a refinance but it is modest. They do not anticipate it in its current structure being a true self-supporting initiative; however, there will be some revolving money. The state's investment is there.

Senator East asked if they guaranteed the mortgages. Bob Kucab responded that, if a loan is made by the agency, the agency holds a security interest in the property that is being financed. In all programs, except the Urgent Repair Program and the Displacement Prevention Program which are very small amounts (about $3,500.00) and the households are very low income where it was found to be a disadvantage to

the program to have a security interest entered into, they do have a security interest.

Representative Cleveland inquired how many people have been helped in the last 18 months. Bob Kucab responded, with assistance from Margaret Latrone, Director of Government Relations with the Housing Finance Agency speaking form the audience, that last year 130 were helped and 500 received counseling.

Chair Fisher asked for a nod of consensus and all committee members were in agreement.

Governor and Office of State Budget and Management, David Brown, Deputy Budget Director

David Brown referred to the handout for the Office of the Governor (attached), outlining the reductions taken. There were no questions. Committee members nodded in consensus for this section of the report.

David Brown then reviewed the handout for the Office of State Budget and Management (attached) and stated that many cuts were from lapsed salaries from vacant positions. Senator Dorsett asked for a clarification and David Brown stated that the positions had been kept vacant last time but have been eliminated this time.

Chair Fisher clarified that, whether or not the fire departments were called on for their services, they received their funds every year regardless and David Brown answered affirmative stating also that they do not pay property taxes on the buildings and received assistance from the Department of Insurance.

Questions and clarifications continued.

Senator Brock asked about the Governor's and OSBM's seven percent reductions in addition to the five percent being presented and requested that they remain in line with what other agencies are presenting.

Senator Dorsett stated a consensus but noted that the additional cuts need to be done.

The committee took a break for lunch and resumed meeting around 1:15 PM, continuing with the next presentation:

Office of Administrative Hearings, Julian Mann, Director and Chief Administrative Law Judge.

Judge Mann came forward and spoke briefly regarding the duties of the Office of Administrative Hearings which, in addition to hospital CON, deals with special education and resolution of special education issues, suspension issues for special needs children. One case he decided a couple of years ago is now in the Federal District Court and he is certain will be appealed to the Fourth Circuit Court of Appeals; therefore, the OAH deals with major policy issues that are conflicts between citizens--corporate citizens, small citizens, big citizens and all citizens when they come in conflict with the government. They are not policy makers but enforce the policies that are made. He referred to a chart (attached) that reflects the increase in the number of contested Medicaid case petitions filed while still maintaining the

same number of employees to handle these cases. For example, they had 900 cases to dispose of several years ago and now with the same number of employees they are going to dispose of 7,000 cases. These are high-volume cases, not complex, so they must look at anything that reduces their manpower very seriously. He stated that he has written an article called "Striving for Efficiency in Administrative Litigation" which was published by the *National Association of Administrative Laws Journal* which is now in Pepperdine University that dealt with case management. He learned from writing this article how high-volume cases can be managed with the same number of personnel but there are limits to what can be done. In addition, all of the tax cases have come over to OAH and they are some the most difficult, complex cases, are not easily resolved and involve millions of dollars in tax revenue. The Banking Commission is discussing the possibility of OAH taking some of their load because they need their expertise. Also, in order to meet federal guidelines, Medicaid appeals must be disposed of in 90 days. He is happy to report that they are meeting those guidelines. They have a Hearings Division and a Rules Division. The Rules Division will be taking on the issue of college tuition which is very hot issue. This division must write rules that are as clear as the General Statutes, causing them to have clarity, and the Administrative Code is beginning to rival the General Statutes in shear volume of regulation. They also have a Civil Rights Division. They consider complaints of discrimination filed by state employees only—not the private sector. They have reduced their disposition time from 232 days to 140 days. He believes they are working competently and efficiently; however, the complaints filed continue to increase each year, perhaps due to the economy. They take their responsibility very seriously and feel it is important that everyone be treated with a great deal of respect. Judge Mann reviewed the handout (attached) with the number of positions they had eliminated previously and the reductions in travel. He stated they had developed a telephone hearing system for Medicaid recipients that comes through the PA system and allows witnesses to testify which has reduced some travel but they do need to go to all 100 counties. Also, staff has agreed to reduce their per diem from $200 to $150 as well as the reduction of office equipment and software. They currently have a vacant Administrative Law Judge position and will continue to operate without that judge, leaving nine judges instead of ten. They will offer the Civil Rights Investigator position also.

Chair Fisher inquired if an increased disposition time would harm federal funding. Judge Mann responded that they are meeting the 90-day time period but will need more help in this area to maintain that time period. They receive a portion of their funding from the Department of Health and Human Services from which they hired two part-time employees and one full-time, temporary Administrative Law Judge and, yes, it is jeopardized.

Senator Dorsett asked if there was special training for these employees to be trained in the uniqueness of these agencies and Judge Mann responded that the answer is yes and, in many cases, you eventually acquire the knowledge.

Questions and clarifications followed.

Committee members agreed to a consensus but Representative Floyd noted his concerns about the Civil Rights Investigator position being cut.

Office of State Auditor, Beth A. Wood, CPA, State Auditor

Beth Wood came forward and referred to a handout (attached) and spoke briefly about the mission of the State Auditor's office. She stated that she is looking for effective and timely audits and they audit the state's financial condition at a certain point in time then render an opinion as to whether the information is fairly stated. Statutes require that they perform this audit. In order to continue to receive grants, the federal government requires the audit and to sell bonds the audit must be performed. They audit 16 universities annually, UNC General Administration and the UNC Hospital. They audit the community college system every other year. The auditor also does fiscal control audits. For example, they audited the Department of Corrections, looking at the cost of inmate medical care, and found that the State of North Carolina is paying five times Medicare and Medicaid reimbursable rates. They also found that many prisoners are Medicaid eligible. Had these medical costs been taken through Medicaid for the past two years, it would have saved the state between ten and twenty million dollars. They found that there are two purchasing agents negotiating with hospitals, private doctors, and labs but do not have the background and capability to negotiate these types of contracts due to no medical background or history; therefore, the hospitals are writing the contracts and the State of North Carolina is paying the bill. Again, this is a little over five percent of what Medicaid reimbursable rates are.

After doing a fiscal control audit at one of the universities, they found that one of the coaches was being paid with state funds and should not have been. If a coach does not teach he does not get paid with state funds. Beth Wood stated that this is just an example of what can be gleaned from a fiscal control audit.

She discussed the ramifications of the cuts the State Auditor took as a result of last year's budget cuts and the Governor withholding five percent stating that they have had to cancel the audit on eight community colleges. They did 23 fiscal control audits last year and will perform none this year. She explained that salaries are 90 percent of their budget and the remaining ten percent is travel money for the audits to be performed, including computers; therefore, she is not providing any further budget cuts because they can not afford to lose another position. Any further cuts would result in audits not being performed which would result in legislative changes which they do not have the capacity to make. There are no audits that she feels are unnecessary including the security audits they perform. If the expectation is that the State Auditor's Office is supposed to perform, then they need the resources to do it or the statute needs to be revisited.

Chair Fisher opened the floor to questions.

Representative East inquired as to whether there are any repetitive audits being performed, for example, Guilford Technical College which is also audited by Surry County. Beth Wood responded that she was unaware of other audits and that it is statutorily mandated that the State Auditor's office perform the audit. Senator Dorsett responded that there are state and county responsibilities because community colleges are unique, so that there could be two audits for different purposes.

Further questions and clarifications continued.

Clair Hester stated that the information requested was not provided and the committee needed to know when it would be provided. Beth Wood responded that

no matter where you pick, there is no fat and the question is what audits the General Assembly would deem unnecessary.

Clair Hester stated that if the agency was not going to provide the information then Fiscal staff will.

Chair Fisher suggested that the Auditor make the committee aware of any statutory changes that may be necessary in order to meet the horrible cuts.

Representative Cleveland stated that he believed the state would be out of this situation by 2015 and cautioned against arbitrarily changing statutes for a financial problem that currently exists.

The consensus was that Fiscal staff will work with the Auditor to show three, five and seven percent reductions, an explanation of the cuts as well as the audits and statutes that it will affect. This information would need to be provided by tomorrow afternoon.

The committee took a fifteen minute break and, upon returning, Chair Fisher introduced the next presenter:

Department of Revenue, Kenneth R. Lay, Secretary

Kenneth Lay came forward and inquired as to how many in the room had filed their taxes. He then referred to the Department of Revenue budget reductions handout (attached). He stated that the Department's 2009-10 budget had been reduced by $2.4 million which was made up of $1.9 million in reductions to the continuation budget, $132,000 monthly stipend and $375,000 to the guest worker program. Once the budget was ratified, the Department was asked to hold back a portion of the budget in expectation of revenues not being sufficient to meet this FY budget. The Department held back $2.5 million, managed mostly through lapsed salaries and keeping positions vacant. The Department is managing, but barely. The Department of Revenue currently has 143 vacant positions. The DOR provided further three percent reductions but did not provide five and seven percent reductions. Ken Lay stated that further cuts would result in cutting revenue generation. The agency is down ten percent staff and operating with two-thirds of its temporary staff during the Department's busiest season of the year and does not see how further cuts can be managed. DOR provided for additional cuts by converting 39 collection positions from general fund appropriations to being supported by the collection assistance fee. The Department can no longer fill all collections positions because there is not sufficient funding to support the operations. Any further cuts will have a serious impact on revenue generation. Every auditor brings in $2.3 million per year. Cutting fifty positions of auditors would save about $2.5 million but would generate a loss of about $116 million.

A new tax system will be fully implemented in the third quarter of 2012 but there will be some time before the impact will be seen in the Department's budget.

Representative Floyd stated that all other agencies were asked to provide further cuts of three, five and seven and; therefore, the committee should not deviate from this requirement. Ken Lay replied that he would then need to ask the question: How much do you want DOR to cut in revenue? Once he knows that, he can take that piece out of the budget.

Chair Fisher asked the Department of Revenue, working with staff, to come up with the numbers but include a cautionary statement.

Senator Dorsett pointed out that it should be noted that further cuts to the Department would require statutory authority changes.

Representative Cleveland requested that this information be e-mailed to committee members for their review.

The committee had a consensus that the additional cuts would need to be provided by the next afternoon and would be included in the report.

The Committee was adjourned at 3:53 PM.

The minutes for the Joint Appropriations Subcommittee on General Government meeting of April 14, 2010, are available in their entirety on CD through the Financial Services Department of the North Carolina General Assembly.

Respectfully submitted,

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA
JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
April 14, 2010
9:00 a.m.
Room 1425

Senator Katie Dorsett
Senator Bob Atwater

Representative Alice Underhill
Representative Susan Fisher, Chairing

Subcommittee Goals for Each Meeting:

- Briefly Review the Impact of FY 2009-10 Reductions Authorized by the General Assembly and 5% Non-recurring Holdbacks Imposed by the Governor
- **Discuss FY 2010-11Reductions Authorized by the General Assembly and Additional 5% Recurring Reductions**
- Review 3% and 7% Reduction Options
- Consider Revisions to Statutory Authority, if applicable
- **Reach Consensus on Additional 5% Recurring Reductions to FY 2010-11Budgets at the end of each Agency's Review**
- **Indentify Other issues that Require Action in the 2010 Session and Develop Potential Options**

Department of Cultural Resources/Roanoke Island Commission (9 a.m. – 10:30 a.m.)

Linda Carlisle
Secretary

Housing Finance Agency (10:30 a.m. – 11:15a.m.)

Bob Kucab
Executive Director

Governor and Office of State Budget and Management (11:15 a.m. – 12:15 p.m.)

David Brown
Deputy Budget Director
for Budget

Lunch (12:15 p.m. -1:15 p.m.)

Office of Administrative Hearings (1:15 p.m. – 2:15 p.m.)

Julian Mann, III
Chief Administrative Law Judge/Director

Office of State Auditor (2:15 p.m. – 3:15 p.m.)

Beth A. Wood, CPA
State Auditor

Break (15 mins)

Department of Revenue (3:30 p.m. – 5:00 p.m.)

Kenneth R. Lay
Secretary

GENERAL GOVERNMENT — **DEPARTMENT OF CULTURAL RESOURCES**

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
14800 Cultural Resources										
				Adjust Continuation Budget						
			531311	REG(N S) TEMP WAGES-APPR	($403,906)	R		($403,906)	R	
			531411	OT PAY - APPROPRIATED	($55,352)	R		($55,352)	R	
			531421	HOLIDAY PAY	($5,582)	R		($5,582)	R	
			531431	SHIFT PREM PAY - APPR	($7,156)	R		($7,156)	R	
			531461	EPA&SPA-LONGVTY PAY-APPR	($15,922)	R		($40,118)	R	
			531511	SOCIAL SEC CONTRIB-APPRO	($3,631)	R		($3,631)	R	
			531521	REG RETIRE CONTRIB-APPRO	($59,667)	R		($59,667)	R	
			531627	SHORT TERM DISAB-APPROP	($20,049)	R		($20,049)	R	
			531631	WRKER COMP-MED PAYMENTS	($33,327)	R		($33,327)	R	
			532199	MISC CONTRACTUAL SERVICE	($83,212)	R		($83,212)	R	
			532200	UTILITY/ENERGY SERVICES	($112,296)	R		($121,337)	R	
			532500	RENTALS/LEASES	($90,079)	R		($92,653)	R	
			532900	OTHER SERVICES	($37,455)	R		($37,455)	R	
			533300	VEHICLE/EQUIP OPER SUPPL	($13,101)	R		($17,806)	R	
			533700	RESEARCH/DEV & ED SUPP	($18,967)	R		($20,142)	R	
			534600	ART,OTHER ARTIFACTS &LIT	($917,760)	R		($917,760)	R	
				Management Flexibility Reserve						
			531311	REG(N S) TEMP WAGES-APPR				($196,102)	R	
			532184	JANITORIAL SER AGREEMENT				($2,000)	R	
			532192	HONORARIUMS				($7,000)	R	
			532199	MISC CONTRACTUAL SERVICE				($90,252)	R	
			532210	ENRG SER - ELECTRICAL				($1,000)	R	
			532331	REPAIRS-MOTOR VEHICLES				($1,000)	R	

GENERAL GOVERNMENT				DEPARTMENT OF CULTURAL RESOURCES						
FY 2009-10 and FY 2010-11 Budget Reductions										
Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
			532333	REPAIRS-OTHER EQUIPMENT				($5,000)	R	
			532390	REPAIRS-OTHER				($6,000)	R	
			532490	MAINT AGREEMENT-OTHER				($6,000)	R	
			532512	RENT/LEASE-BUILDINGS/OFFICE				($5,000)	R	
			532712	TRNSP-AIR-OUT STA, IN US				($2,000)	R	
			532714	TRNSP-GRND - IN STATE				($14,500)	R	
			532715	TRANS GRND-OUT STA, IN US				($1,000)	R	
			532721	LODGING-IN STATE				($6,500)	R	
			532724	MEALS - IN STATE				($7,000)	R	
			532725	MEALS-OUT OF STATE, IN US				($2,500)	R	
			532727	MISC SUBS-IN STATE				($4,000)	R	
			532728	MISC SUBS-OUT OF ST-US				($500)	R	
			532731	BD/NON-EMPLOYEE TRANSP				($3,550)	R	
			532732	BD/NON-EMPLOYEE SUBSIS				($9,500)	R	
			532811	TELEPHONE SERVICES				($13,600)	R	
			532812	TELECOMMUN DATE CHRG				($10,500)	R	
			532815	EMAIL AND CALENDARING				($2,000)	R	
			532840	POSTAGE, FREIGHT, & DELIV				($13,500)	R	
			532850	PRINT, BIND, DUPLICATE				($6,000)	R	
			532860	ADVERTISING				($1,500)	R	
			532919	OTHER INSURANCE				($1,000)	R	
			532930	REGISTRATION FEES				($1,000)	R	
			533110	GENERAL OFFICE SUPPLIES				($3,500)	R	
			533900	OTHER MATERIALS & SUPP				($13,000)	R	
			534511	FURN-OFFICE				($4,500)	R	
			534521	OFFICE EQUIPMENT				($1,250)	R	
			534539	OTHER EQUIPMENT				($10,500)	R	
			534610	ART & ARTIFACTS				($7,500)	R	
			534630	LBRRY&LRNING RESRCE COLL				($90,231)	R	

GENERAL GOVERNMENT			DEPARTMENT OF CULTURAL RESOURCES							
FY 2009-10 and FY 2010-11 Budget Reductions										
Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
			535830	MEMBERSHIP DUES&SUBSCRIPTON				($3,000)	R	
	1110	Office of the Secretary		Reduce Operating Expenses (1)						
			531211	SPA-REG SALARIES-APPRO	($47,233)	R		($47,233)	R	
			531511	SOCIAL SEC CONTRIB-APPRO	($3,613)	R		($3,613)	R	
			531521	REG RETIRE CONTRIB-APPRO	($4,034)	R		($4,223)	R	
			531561	MED INS CONTRIB-APPRO	($4,527)	R		($4,929)	R	
			532199	MISC CONTRACTUAL SERVICE	($6,191)	R		($6,191)	R	(169,749)
			532230	ENRG SER -WATER & SEWER	($206)	R		($206)	R	
			532712	TRNSP-AIR-OUT STA, IN US	($1,400)	R		($1,400)	R	
			532714	TRNSP-GRND - IN STATE	($14,609)	R		($14,609)	R	
			532715	TRANS GRND-OUT STA, IN US	($210)	R		($210)	R	
			532721	LODGING-IN STATE	($8,200)	R		($8,200)	R	
			532722	LODGING-OUT OF STA-US	($1,500)	R		($1,500)	R	
			532724	MEALS - IN STATE	($7,640)	R		($7,640)	R	
			532725	MEALS-OUT OF STATE, IN US	($548)	R		($548)	R	
			532727	MISC SUBS-IN STATE	($3,400)	R		($3,400)	R	
			532728	MISC SUBS-OUT OF ST-US	($800)	R		($800)	R	
			532729	MISC OUT OF COUNTRY	($250)	R		($250)	R	
			532814	CELLULAR PHONE SERVICES	($350)	R		($350)	R	
			534511	FURN-OFFICE	($790)	R		($790)	R	
				Reduce Office of the Secretary						
			532199	MISC CONTRACTUAL SERVICE			(235,366)			

GENERAL GOVERNMENT — **DEPARTMENT OF CULTURAL RESOURCES**

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
	1120	Administrative Services		Reduce Administrative Services						
			531211	SPA-REG SALARIES-APPRO						(21,471)
			531511	SOCIAL SEC CONTRIB-APPRO						(1,643)
			531521	REG RETIRE CONTRIB-APPRO						(3,242)
			531561	MED INS CONTRIB-APPRO						(4,929)
			531311	REG(N S) TEMP WAGES-APPR	($120,319)	R		($120,319)	R	
			532199	MISC CONTRACTUAL SERVICE	($45,248)	R		($45,248)	R	
			532490	MAINT AGREEMENT - OTHER						(48,382)
			532714	TRNSP-GRND - IN STATE	($740)	R		($740)	R	
			532721	LODGING-IN STATE	($1,308)	R		($1,308)	R	
			532724	MEALS - IN STATE	($358)	R		($358)	R	
			532727	MISC SUBS-IN STATE	($600)	R		($600)	R	
			532811	TELEPHONE SERVICES	($8,578)	R		($8,578)	R	
			532812	TELECOMMUN DATA CHRS	($9,000)	R		($9,000)	R	
			532815	EMAIL AND CALENDARING	($444)	R		($444)	R	
			534511	FURN-OFFICE	($3,045)	R		($3,045)	R	
			534534	PC/PRINTER EQUIP						(52,110)
			534539	OTHER EQUIPMENT	($4,000)	R		($4,000)	R	
	1210	Archives & History - Administration		Reduce Archives & History - Administration						
			531211	SPA-REG SALARIES-APPRO						(63,157)
			531511	SOCIAL SEC CONTRIB-APPRO						(4,832)
			531521	REG RETIRE CONTRIB-APPRO						(9,537)
			531561	MED INS CONTRIB-APPRO						(4,929)
			532192	HONORARIUMS			(777)			
			532199	MISC CONTRACTUAL SERVICE	($19,879)	R	(3,500)	($19,879)	R	

GENERAL GOVERNMENT			DEPARTMENT OF CULTURAL RESOURCES							
FY 2009-10 and FY 2010-11 Budget Reductions										
Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
			532390	REPAIRS - OTHER			(1,750)			
			532490	MAINT AGREEMENT - OTHER			(1,250)			
			532712	TRNSP-AIR-OUT STA, IN US	($1,000)	R	(750)	($1,000)	R	
			532714	TRNSP-GRND - IN STATE	($11,000)	R		($11,000)	R	
			532715	TRANS GRND-OUT STA, IN US	($1,000)	R		($1,000)	R	
			532721	LODGING-IN STATE	($9,177)	R	(3,600)	($9,177)	R	
			532722	LODGING-OUT OF STA-US	($6,023)	R		($6,023)	R	
			532724	MEALS - IN STATE	($4,081)	R	(3,000)	($4,081)	R	(490)
			532725	MEALS-OUT OF STATE, IN US	($2,500)	R	(1,250)	($2,500)	R	
			532811	TELEPHONE SERVICES	($8,900)	R		($8,900)	R	
			532731	BD/NON-EMPLOYEE TRANSP			(5,500)			
			532732	BD/NON-EMPLOYEE SUBSIS			(7,000)			
			532840	POSTAGE, FREIGHT, & DELIV	($6,150)	R		($6,150)	R	
			532850	PRINT, BIND, DUPLICATE	($11,000)	R		($11,000)	R	
			532860	ADVERTISING	($8,378)	R		($8,378)	R	
			532930	REGISTRATION FEES	($8,000)	R	(1,500)	($8,000)	R	
			533110	GENERAL OFFICE SUPPLIES			(3,500)			
			533720	EDUCATIONAL SUPPLIES			(4,052)			
			533900	OTHER MATERIALS & SUPP	($5,500)	R	(3,500)	($5,500)	R	
			534511	FURN-OFFICE	($2,750)	R	(3,596)	($2,750)	R	(1,416)
			534521	OFFICE EQUIPMENT	($1,509)	R	(4,000)	($1,509)	R	(800)
			534539	OTHER EQUIPMENT	($2,491)	R		($2,491)	R	
			534630	LBRRY&LRNING RESRCE COLL			(575)			
	1220	Historical Publications		Reduce Historical Publications						
			531211	SPA-REG SALARIES-APPRO			(18,730)			(188,342)
			531460	EPA & SPA LONGVTY PAY - APPR						(3,159)
			531511	SOCIAL SEC CONTRIB-APPRO			(1,433)			(14,408)

GENERAL GOVERNMENT			DEPARTMENT OF CULTURAL RESOURCES							
FY 2009-10 and FY 2010-11 Budget Reductions										
Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
			531521	REG RETIRE CONTRIB-APPRO			(1,639)			(19,795)
			531561	MED INS CONTRIB - APPRO						(24,645)
			532199	MISC CONTRACTUAL SERVICE			(262)			(262)
			532333	REPAIRS - OTHER EQUIPMENT			(600)			(700)
			532490	MAINT AGREEMENT - OTHER			(290)			(590)
			532714	TRNSP-GRND - IN STATE			(453)			(653)
			532721	LODGING-IN STATE	($1,411)	R		($1,411)	R	
			532724	MEALS - IN STATE	($56)	R		($56)	R	
			532811	TELEPHONE SERVICE						(1,373)
			532850	PRINT, BIND, DUPLICATE	($1,029)	R	(10,717)	($1,029)	R	(9,575)
			532860	ADVERTISING	($1,760)	R		($1,760)	R	
			533110	GENERAL OFFICE SUPPLIES						(2,260)
			533900	OTHER MATERIALS & SUPPLIES						(200)
			535830	MEMBERSHIPS DUES & SUBSCR			(150)			(150)
	1230	Archives & Records		Reduce Archives & Records (3)						
			531211	SPA-REG SALARIES-APPRO	($85,281)	R	(95,180)	($85,281)	R	(234,584)
			531511	SOCIAL SEC CONTRIB-APPRO	($6,524)	R	(7,281)	($6,524)	R	(17,946)
			531521	REG RETIRE CONTRIB-APPRO	($7,283)	R	(8,128)	($7,624)	R	(24,655)
			531561	MED INS CONTRIB-APPRO	($18,108)	R	(9,432)	($19,716)	R	(34,503)
			531311	REG(N S) TEMP WAGES-APPR	($814)	R		($814)	R	
			532199	MISC CONTRACTUAL SERVICE	($275)	R		($275)	R	
			532490	MAINTENANCE AGREEMENTS						(85,000)
			532512	RENT/LEASE - BLDGS/OFFICE			(10,000)			(142,765)
			532712	TRNSP-AIR-OUT STA, IN US	($300)	R		($300)	R	
			532714	TRNSP-GRND - IN STATE	($1,500)	R		($1,500)	R	
			532715	TRANS GRND-OUT STA, IN US	($600)	R		($600)	R	
			532721	LODGING-IN STATE	($1,480)	R		($1,480)	R	

GENERAL GOVERNMENT			DEPARTMENT OF CULTURAL RESOURCES								
FY 2009-10 and FY 2010-11 Budget Reductions											
Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)	
					FY 2009-10			FY 2010-11			
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11	
			532722	LODGING-OUT OF STA-US	($500)	R		($500)	R		
			532724	MEALS - IN STATE	($650)	R		($650)	R		
			532725	MEALS-OUT OF STATE, IN US	($500)	R		($500)	R		
			532727	MISC SUBS-IN STATE	($2,070)	R		($2,070)	R		
			532728	MISC SUBS-OUT OF ST-US	($1,000)	R		($1,000)	R		
			532840	POSTAGE, FREIGHT, & DELIV	($2,500)	R		($2,500)	R		
			532850	PRINT, BIND, DUPLICATE	($3,650)	R		($3,650)	R		
			532942	OTHER EMP EDUCATIONAL EXP			(762)				
			533900	OTHER MATERIALS & SUPP	($76,229)	R		($76,229)	R	(70,095)	
			534511	FURN-OFFICE	($495)	R		($495)	R		
			534539	OTHER EQUIPMENT	($7,000)	R	(50,000)	($7,000)	R		
	1241	State Historic Sites		Reduction to State Historic Sites							
			531211	SPA-REG SALARIES-APPRO			(39,528)			(55,278)	
			531311	REG(N S) TEMP WAGES-APPR			(60,000)				
			531511	SOCIAL SEC CONTRIB-APPRO			(7,614)			(4,229)	
			531521	REG RETIRE CONTRIB-APPRO			(3,376)			(5,810)	
			531561	MED INS CONTRIB-APPRO			(6,326)			(9,858)	
			532188	LAWNS & GROUNDS SVC AGREE						(12,459)	
			532199	MISC CONTRACTUAL SERVICE	($32,311)	R	(100,000)	($32,311)	R	(100,455)	
			532210	ENRG SER -ELECTRICAL	($30,000)	R		($30,000)	R		
			532390	REPAIRS - OTHER			(204,792)			(250,000)	
			532712	TRNSP-AIR-OUT STA, IN US			(1,500)				
			532714	TRNSP-GRND - IN STATE	($12,069)	R		($12,379)	R	(69,412)	
			532715	TRANS GRND-OUT STA, IN US			(2,188)				
			532721	LODGING-IN STATE			(7,000)				
			532722	LODGING-OUT OF STA-US			(6,900)				

GENERAL GOVERNMENT — **DEPARTMENT OF CULTURAL RESOURCES**

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
			532724	MEALS - IN STATE			(10,000)			
			532942	OTHER EMP EDUCATIONAL EXP			(261)			
			533110	GENERAL OFFICE SUPPLIES	($12,080)	R		($12,080)	R	
			533900	OTHER MATERIALS & SUPP						(15,073)
			534511	FURN-OFFICE	($13,211)	R		($75,792)	R	
			533900	OTHER MATERIALS & SUPP	($75,792)	R		($13,211)	R	
			534511	FURN-OFFICE	($87,427)	R		($87,427)	R	
			534539	OTHER EQUIPMENT	($55,000)	R		($55,000)	R	
			534541	MOTOR VEHICLES	($86,000)	R		($86,000)	R	
			534649	OTHER MOTORIZED VEHICLES	($62,987)	R		($62,987)	R	
			534610	ART & ARTIFACTS						
	1242	**Tryon Palace Historic Sites and Gardens**		Reduce Personnel and Operating Expenses (.62)						
			531211	SPA-REG SALARIES-APPRO	($18,228)	R	(92,528)	($18,228)	R	(33,267)
			531511	SOCIAL SEC CONTRIB-APPRO	($1,394)	R	(7,079)	($1,394)	R	(2,545)
			531521	REG RETIRE CONTRIB-APPRO	($1,557)	R	(8,095)	($1,630)	R	(5,023)
			531561	MED INS CONTRIB-APPRO	($4,527)	R	(12,826)	($4,929)	R	(4,929)
			531311	REG(N S) TEMP WAGES-APPR	($92,220)	R		($92,220)	R	
			532210	ENG SER - ELECTRICAL			(2,105)			
			532714	TRNSP-GRND - IN STATE	($8,781)	R		($8,781)	R	
			532715	TRANS GRND-OUT STA, IN US	($240)	R		($240)	R	
			532721	LODGING-IN STATE	($950)	R		($950)	R	
			532724	MEALS - IN STATE	($424)	R		($424)	R	
			532725	MEALS-OUT OF STATE, IN US	($151)	R		($151)	R	
			532727	MISC SUBS-IN STATE	($300)	R		($300)	R	
			532728	MISC SUBS-OUT OF ST-US	($850)	R		($850)	R	

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
			532811	TELEPHONE SERVICE			(1,407)			
			532840	POSTAGE, FREIGHT, & DELIV	($5,040)	R		($4,839)	R	
			532850	PRINT, BIND, DUPLICATE			(1,850)			
			533110	GENERAL OFFICE SUPPLIES	($4,102)	R		($4,102)	R	
			533900	OTHER MATERIALS & SUPP			(3,000)			
			534511	FURN-OFFICE	($2,007)	R		($2,007)	R	
			534539	OTHER EQUIPMENT	($9,065)	R		($9,065)	R	
			534541	MOTOR VEHICLES	($16,552)	R	(3,100)	($16,522)	R	
			535830	MEMBERSHIP DUES&SUBSCRIPTON	($25)	R		($25)	R	
	1243	State Capitol		Reduce State Capitol						
			531211	SPA-REG SALARIES-APPRO						(49,258)
			531511	SOCIAL SEC CONTRIB-APPRO						(3,768)
			531521	REG RETIRE CONTRIB-APPRO						(7,438)
			531561	MED INS CONTRIB-APPRO						(4,929)
			532714	TRNSP-GRND - IN STATE	($550)	R		($550)	R	
			532724	MEALS - IN STATE	($64)	R		($64)	R	
			532727	MISC SUBS-IN STATE	($100)	R		($100)	R	
			532811	TELEPHONE SERVICES	($1,364)	R		($1,364)	R	
			532840	POSTAGE, FREIGHT, & DELIV	($248)	R		($248)	R	
			532850	PRINT, BIND, DUPLICATE	($1,004)	R		($1,004)	R	
			533900	OTHER MATERIALS & SUPP	($3,000)	R		($3,000)	R	
			534539	OTHER EQUIPMENT	($543)	R		($543)	R	
	1245	NC Maritime Museum		Reduce Personnel and Operating Expenses (1)						
			531211	SPA-REG SALARIES-APPRO	($64,123)	R		($64,123)	R	
			531511	SOCIAL SEC CONTRIB-APPRO	($4,905)	R		($4,905)	R	
			531521	REG RETIRE CONTRIB-APPRO	($5,477)	R		($5,733)	R	

GENERAL GOVERNMENT — **DEPARTMENT OF CULTURAL RESOURCES**

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
			531561	MED INS CONTRIB-APPRO	($4,527)	R		($4,929)	R	
			532184	JANITORIAL SER AGREEMENT			(9,096)			
			532199	MISC CONTRACTUAL SERVICES			(10,000)			(6,000)
			532220	ENRG SER - NAT GAS/PROPANE			(225)			
			532333	REPAIRS - OTHER EQUIPMENT			(7,000)			
			532390	REPAIRS - OTHER			(3,000)			
			532490	MAINT AGREEMENT - OTHER			(2,000)			
			532512	RENT/LEASE-BUILDINGS/OFFICE	($8,203)	R		($7,545)	R	
			532714	TRNSP-GRND - IN STATE			(3,300)			
			532715	TRANS GRND-OUT STA, IN US			(650)			
			532721	LODGING-IN STATE			(2,500)			
			532722	LODGING-OUT OF STA-US			(1,250)			
			532733	LODGING-OUT OF COUNTRY			(200)			
			532724	MEALS - IN STATE			(2,900)			
			532725	MEALS-OUT OF STATE, IN US			(250)			
			532850	PRINT, BIND, DUPLICATE			(5,000)			
			532860	ADVERTISING			(2,195)			
			532870	CABLE TV			(835)			
			533110	GENERAL OFFICE SUPPLIES			(3,500)			
			533130	PHOTOGRAPHIC SUPPLIES			(459)			
			533240	CARPENTRY & HARDWARE SUPP			(4,000)			
			533290	OTHER FACILITY & HARDWARE			(2,856)			
			533350	MOTOR VEHICLE REPLACE. PTS			(400)			
			533410	FOOD SUPPLIES			(100)			
			533720	EDUCATIONAL SUPPLIES			(1,562)			
			533900	OTHER MATERIALS & SUPP			(9,100)			(14,638)
			534521	OFFICE EQUIPMENT			(3,000)			
			534539	OTHER EQUIPMENT			(6,500)			(7,000)

GENERAL GOVERNMENT — **DEPARTMENT OF CULTURAL RESOURCES**

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
	1250	Historic Preservation		Reduce Historic Preservation						
			531211	SPA-REG SALARIES-APPRO			(41,264)			(81,523)
			531511	SOCIAL SEC CONTRIB-APPRO			(3,157)			(6,237)
			531521	REG RETIRE CONTRIB-APPRO			(3,359)			(8,568)
			531561	MED INS CONTRIB-APPRO			(4,157)			(9,858)
			532184	JANITORIAL SER AGREEMENT	($2,836)	R		($2,836)	R	
			532714	TRNSP-GRND - IN STATE	($8,120)	R	(635)	($8,120)	R	(3,900)
			532721	LODGING-IN STATE	($1,000)	R		($1,000)	R	
			532724	MEALS - IN STATE	($500)	R		($500)	R	
			532731	BD/NON-EMPLOYEE TRANSP	($1,500)	R		($1,500)	R	
			532811	TELEPHONE SERVICES	($2,000)	R		($2,000)	R	
			532840	POSTAGE, FREIGHT, & DELIV	($2,448)	R		($2,448)	R	
			532850	PRINT, BIND, DUPLICATE	($1,030)	R		($1,030)	R	
			533900	OTHER MATERIALS & SUPP	($3,000)	R		($3,000)	R	
			534539	OTHER EQUIPMENT	($40)	R		($40)	R	
			535830	MEMBERSHIP DUES&SUBSCRIPTON	($5,976)	R		($5,976)	R	
	1260	Office of State Archeology		Reduce Office of State Archaeology						
			531211	SPA-REG SALARIES-APPRO			(34,065)			
			532184	JANITORIAL SER AGREEMENT			(734)			
			532199	MISC CONTRACTUAL SERVICES			(1,500)			
			532512	RENT/LEASE-BUILDINGS/OFFICE			(3,600)			
			532714	TRNSP-GRND - IN STATE	($1,000)	R	(6,000)	($1,500)	R	(13,000)
			532715	TRANS GRND-OUT STA, IN US			(1,119)			
			532721	LODGING-IN STATE	($2,650)	R		($2,661)	R	(3,954)
			532724	MEALS - IN STATE	($252)	R	(5,943)	($252)	R	(9,000)
			532199	MISC CONTRACTUAL SERVICES						(490)

GENERAL GOVERNMENT				DEPARTMENT OF CULTURAL RESOURCES						
FY 2009-10 and FY 2010-11 Budget Reductions										
Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
	1290	Western Office		Reduce Western Office (3)						
			531211	SPA-REG SALARIES-APPRO	($126,810)	R	(4,000)	($126,810)	R	(40,638)
			531511	SOCIAL SEC CONTRIB-APPRO	($9,701)	R		($9,701)	R	(3,109)
			531521	REG RETIRE CONTRIB-APPRO	($10,830)	R		($11,337)	R	(6,136)
			531561	MED INS CONTRIB-APPRO	($13,581)	R		($14,787)	R	(4,929)
			532714	TRNSP-GRND - IN STATE	($4,000)	R		($4,000)	R	
			532811	TELEPHONE SERVICES	($2,000)	R		($2,000)	R	
			533900	OTHER MATERIALS & SUPP	($1,500)	R		($1,500)	R	
			534539	OTHER EQUIPMENT	($651)	R	(14,041)	($1,335)	R	
	1320	Museum of Art		Reduce Museum of Art						
			531111	EPA-REG SALARIES-APPRO			(8,928)			
			531211	SPA-REG SALARIES-APPRO			(43,512)			(90,970)
			531511	SOCIAL SEC CONTRIB-APPRO			(4,022)			(6,959)
			531521	REG RETIRE CONTRIB-APPRO			(4,581)			(13,736)
			531561	MED INS CONTRIB-APPRO						(14,787)
			531311	REG(N S) TEMP WAGES-APPR	($5,810)	R		($5,810)	R	
			532199	MISC CONTRACTUAL SERVICE	($88,000)	R	(10,000)	($88,000)	R	(50,000)
			532210	Enrg Ser - Electrical	($3,750)	R	(21,250)	($3,750)	R	
			532390	REPAIRS-OTHER	($49,345)	R	(125,000)	($49,345)	R	(125,000)
			532430	MAINTENACE-EQUIPMENT	($3,500)	R		($3,500)	R	
			532512	RENT/LEASE-BUILDINGS/OFFICE			(655)			
			532524	RENT/LEASE-GENERAL OFF EQUIP			(860)			
			532712	TRNSP-AIR-OUT STA, IN US	($675)	R		($675)	R	
			532714	TRNSP-GRND - IN STATE	($10,550)	R	(500)	($10,550)	R	
			532715	TRANS GRND-OUT STA, IN US	($1,193)	R		($1,193)	R	
			532721	LODGING-IN STATE	($1,520)	R		($1,520)	R	
			532722	LODGING-OUT OF STA-US	($4,100)	R		($4,100)	R	

GENERAL GOVERNMENT — **DEPARTMENT OF CULTURAL RESOURCES**

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
			532723	LODGING-OUT OF COUNTRY	($61)	R		($61)	R	
			532724	MEALS - IN STATE	($2,131)	R		($2,131)	R	
			532725	MEALS-OUT OF STATE, IN US	($956)	R		($956)	R	
			532727	MISC SUBS-IN STATE	($1,200)	R		($1,200)	R	
			532728	MISC SUBS-OUT OF ST-US	($1,400)	R		($1,400)	R	
			532811	TELEPHONE SERVICES	($25,000)	R		($25,000)	R	
			532840	POSTAGE, FREIGHT, & DELIV	($9,500)	R		($9,500)	R	
			532850	PRINT, BIND, DUPLICATE	($750)	R		($750)	R	
			532860	ADVERTISING			(499)			
			532919	OTHER INSURANCE	($6,000)	R		($6,000)	R	
			533110	GENERAL OFFICE SUPPLIES	($3,500)	R	(1,000)	($3,500)	R	
			533240	CARPENTRY & HARD. SUPPLIES			(1,000)			
			533900	OTHER MATERIALS & SUPP	($25,087)	R		($25,087)	R	
			534511	FURN-OFFICE	($1,869)	R		($1,869)	R	
			534539	OTHER EQUIPMENT	($14,131)	R		($14,131)	R	
			534610	ART & ARTIFACTS	($33,486)	R	(10,000)	($33,486)	R	(9,730)
			534630	LBRRY&LRNING RESRCE COLL	($11,500)	R	(12,698)	($11,500)	R	
			535830	MEMBERSHIP DUES&SUBSCRIPTON	($5,411)	R		($5,411)	R	
	1330	Arts Council		Reduction to Grants (!)						
			531211	SPA-REG SALARIES-APPRO	($38,790)	R		($38,790)	R	
			531511	SOCIAL SEC CONTRIB-APPRO	($2,967)	R		($2,967)	R	
			531521	REG RETIRE CONTRIB-APPRO	($3,313)	R		($3,468)	R	
			531561	MED INS CONTRIB-APPRO	($4,527)	R		($4,929)	R	
			532192	HONORARIUMS	($10,000)	R		($10,000)	R	
			532199	MISC CONTRACTUAL SERVICE	($65,750)	R		($65,750)	R	
			532490	Maint Agreement-Other	($2,000)	R		($2,000)	R	
			532712	TRNSP-AIR-OUT STA, IN US	($278)	R		($278)	R	
			532714	TRNSP-GRND - IN STATE	($15,000)	R		($15,000)	R	

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
			532715	TRANS GRND-OUT STA, IN US	($428)	R		($428)	R	
			532721	LODGING-IN STATE	($7,000)	R		($7,000)	R	
			532722	LODGING-OUT OF STA-US	($1,500)	R		($1,500)	R	
			532724	MEALS - IN STATE	($3,850)	R		($3,850)	R	
			532725	MEALS-OUT OF STATE, IN US	($1,283)	R		($1,283)	R	
			532727	MISC SUBS-IN STATE	($750)	R		($750)	R	
			532728	MISC SUBS-OUT OF ST-US	($650)	R		($650)	R	
			532731	BD/NON-EMPLOYEE TRANSP	($4,850)	R		($4,850)	R	
			532732	BD/NON-EMPLOYEE SUBSIS	($5,650)	R		($5,650)	R	
			532840	POSTAGE, FREIGHT, & DELIV	($15,000)	R		($15,000)	R	
			532850	PRINT, BIND, DUPLICATE	($25,198)	R		($25,198)	R	
			534511	FURN-OFFICE	($165)	R		($165)	R	
			535830	MEMBERSHIP DUES&SUBSCRIPTON	($15,000)	R		($15,000)	R	
			536990	GOV-ARTS COUNCIL-GRANT PROG			(274,469)			(38,733)
			536996	GOV-ARTS COUNCIL-GRASSROOTS			(135,512)			(27,102)
			536G32	VAGABOND SCHOOL OF DRAMA	($2,156)	R	(2,048)	($2,156)	R	(410)
			536G48	LOST COLONY	($11,524)	R	(10,948)	($11,524)	R	(2,190)
			536G71	SHAKESPEARE FESTIVAL	($11,524)	R	(10,948)	($11,524)	R	(2,190)
	1340	NC Symphony		Grant for NC Symphony						
			531211	SPA-REG SALARIES-APPRO			(12,304)			
			531311	REG(N S) TEMP WAGES-APPR			(1,565)			
			531511	SOCIAL SEC CONTRIB-APPRO			(941)			
			532490	Maint Agreement-Other			(500)			
			532840	POSTAGE			(7,031)			
			533110	GENERAL OFFICE SUPPLIES			(627)			
			536G02	NGO DIRECTED NC SYMPHONY	$500,000	NR	(116,248)			(37,428)

GENERAL GOVERNMENT				DEPARTMENT OF CULTURAL RESOURCES						
FY 2009-10 and FY 2010-11 Budget Reductions										
Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
	1410	State Library Services		Reduce State Library Services						
			531211	SPA-REG SALARIES-APPRO	($291,735)	R	(73,648)	($291,735)	R	(111,941)
			531461	EPA&SPA- LONGEVITY	($1,965)	R		($1,965)	R	
			531511	SOCIAL SEC CONTRIB-APPRO	($22,317)	R	(5,634)	($22,317)	R	(8,563)
			531521	REG RETIRE CONTRIB-APPRO	($24,914)	R	(4,419)	($26,081)	R	(11,765)
			531561	MED INS CONTRIB-APPRO	($22,635)	R		($24,645)	R	(17,252)
			532199	MISC CONTRACTUAL SERVICE	($82,250)	R		($82,250)	R	(1,000)
			532310	REPAIRS BUILDINGS	($3,500)	R		($3,500)	R	
			532390	REPAIRS OTHER	($7,000)	R		($7,000)	R	
			532512	Rent/Lease-Buildings/Office	($26,774)	R		($26,774)	R	
			532715	TRANS GRND-OUT STA, IN US	($1,250)	R		($1,250)	R	
			532727	MISC SUBS-IN STATE	($850)	R		($850)	R	
			532731	BD/NON-EMPLOYEE TRANSP	($1,125)	R		($1,125)	R	
			532732	BD/NON-EMPLOYEE SUBSIS	($4,205)	R		($4,205)	R	
			532811	TELEPHONE SERVICES	($18,950)	R		($18,950)	R	
			532840	POSTAGE, FREIGHT, & DELIV	($19,000)	R		($19,000)	R	
			533110	GENERAL OFFICE SUPPLIES	($23,250)	R		($23,250)	R	
			534511	FURN-OFFICE	($2,500)	R		($2,500)	R	
			534539	OTHER EQUIPMENT	($32,113)	R		($32,113)	R	
			534630	LBRRY&LRNING RESRCE COLL	($36,916)	R		($36,916)	R	(15,000)
	1480	Statewide Programs and Grants		Reduce State-Aid and other Division Accounts						
			532192	HONORARIUMS	($2,500)	R		($2,500)	R	
			532199	MISC CONTRACTUAL SERVICE	($132,242)	R	(42,808)	($132,242)	R	
			532722	LODGING-OUT OF STA-US	($12,750)	R		($12,750)	R	

GENERAL GOVERNMENT — **DEPARTMENT OF CULTURAL RESOURCES**

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'l 5% Reduction	Legislative Budget Adjustment	R/NR	Add'l 5% Reductions FY 10-11
			532732	BD/NON-EMPLOYEE SUBSIS	($15,000)	R		($15,000)	R	
			532850	PRINT, BIND, DUPLICATE	($76,741)	R		($76,741)	R	
			533900	OTHER MATERIALS & SUPP	($32,000)	R		($32,000)	R	
			534630	LBRRY&LRNING RESRCE COLL	($214,896)	R	(66,887)	($214,896)	R	
			535830	MEMBERSHIP DUES&SUBSCRIPTON			(146,099)			
			536960	GOV-AID TO COUNTIES-APPRO			(776,968)			
	1500	Museum of History		Reduce Museum of History (1)						
			531211	SPA-REG SALARIES-APPRO	($35,337)	R	(20,000)	($35,337)	R	
			531311	REG(N S) TEMP WAGES-APPR	($68,803)	R		($68,803)	R	
			531511	SOCIAL SEC CONTRIB-APPRO	($2,703)	R	(1,530)	($2,703)	R	
			531521	REG RETIRE CONTRIB-APPRO	($3,018)	R	(1,648)	($3,159)	R	
			531561	MED INS CONTRIB-APPRO	($4,527)	R		($4,929)	R	
			532192	HONORARIUMS			(16,715)			
			532199	MISC CONTRACTUAL SERVICE	($45,144)	R	(30,000)	($45,755)	R	
			532310	REPAIRS BUILDINGS			(15,000)			
			532512	Rent/Lease-Buildings/Office			(24,978)			(24,978)
			532590	RENT/LEASE-OTHER EQUIP						(1,300)
			532712	TRNSP-AIR-OUT STA, IN US	($1,550)	R		($1,550)	R	
			532714	TRNSP-GRND - IN STATE	($13,574)	R		($13,574)	R	
			532715	TRANS GRND-OUT STA, IN US	($2,000)	R		($2,000)	R	
			532721	LODGING-IN STATE	($4,810)	R		($4,810)	R	
			532722	LODGING-OUT OF STA-US	($4,100)	R		($4,100)	R	
			532724	MEALS - IN STATE	($2,504)	R		($2,504)	R	
			532725	MEALS-OUT OF STATE, IN US	($2,500)	R		($2,500)	R	
			532727	MISC SUBS-IN STATE	($2,050)	R		($1,550)	R	

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
			532728	MISC SUBS-OUT OF ST-US	($2,200)	R		($2,200)	R	
			532731	BD/NON-EMPLOYEE TRANSP	($425)	R		($375)	R	
			532732	BD/NON-EMPLOYEE SUBSIS	($760)	R		($760)	R	
			532840	POSTAGE			(25,000)			(9,250)
			532850	PRINTING			(35,000)			(15,550)
			532860	ADVERTISING			(20,000)			(7,000)
			533110	OFFICE SUPPLIES			(5,000)			(1,000)
			533900	OTHER MATERIALS/SUPPLIES			(55,000)			(38,600)
			534511	FURN-OFFICE	($5,850)	R		($5,850)	R	
			534521	OFFICE EQUIPMENT	($3,356)	R		($3,356)	R	
			534539	OTHER EQUIPMENT	($9,000)	R	(11,000)	($9,000)	R	
			534549	OTH MOTORIZED VEHICLES			(47,950)			(47,950)
			534610	ART & ARTIFACTS	($148,057)	R	(8,698)	($148,057)	R	
			534630	LBRRY&LRNING RESRCE COLL	($3,000)	R	(4,000)	($3,000)	R	
			535830	MEMBERSHIP DUES&SUBSCRIPTON	($4,600)	R		($4,600)	R	
	1992	Continuation Reserve								
			537110	TRYON PALACE RESERVE			(43,528)			(17,035)
			537112	NC MUSEUM OF ART RESERVE			(62,316)			
		DEPARTMENT OF CULTURAL RESOURCES NON-RECURRING REDUCTIONS FOR FY 2010-11								
	1330	Arts Council								
			536990	GOV ARTS COUNCIL-GRANT PROG						(193,666)
			536996	GOV ARTS COUNCIL-GRASSROOTS						(135,512)

GENERAL GOVERNMENT				DEPARTMENT OF CULTURAL RESOURCES						
FY 2009-10 and FY 2010-11 Budget Reductions										
Budget Code/ Depart- ment Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
			536G32	VAGABOND SCHOOL OF DRAMA						(2,048)
			536G48	LOST COLONY						(10,948)
			536G71	SHAKESPEARE FESTIVAL						(10,948)
	1340	NC Symphony								
			536G02	NGO DIRECTED NC SYMPHONY						(93,570)
		DCR TOTAL w/ Position Reductions			($5,474,603)	R		($6,079,619)	R	(2,862,477)
					$500,000	NR			NR	(446,692)
					-17.45			-17.45		(3,309,169)
14802/Cultural Resources - Roanoke Island Commission										
	1584	Roanoke Island Commission		Reduce Funding	($104,770)	R		($104,770)	R	
			538182	TR TO SP REV FUND	($104,770)		(99,532)	($104,770)		(139,344)
		RIC TOTAL			($104,770)	R		($104,770)	R	(139,344)

N. C. Office of State Budget and Management
3% Budget Reduction Options for FY 2010-11
(3% Reduction Amount is Calculated Using December 31, 2009 Authorized Budget)
Department of Cultural Resources
Budget Code 14800

				FY 2010-11	
Budget Code	**Description**	**Program Name**	**Impact of Reduction**	**Recurring**	**Positions**
1110	**Office of the Secretary**				
	532199 - Misc. Contractural Services	Office of the Secretary	Reduce Expenditure Account	(175,560)	-
1120	**Administrative Services**				
		Departmental Purchasing	Reduces Departmental Purchasing staff by 1/3	(21,471)	-
	531211 SPA Reg Salaries - Approp				
	60083290 Purchasing Agent II ($21,471)	Departmental Purchasing			(1.00)
		Departmental Purchasing	Reduces Departmental Purchasing staff by 1/3	(1,643)	-
	531511 SS Contribution - Approp				
		Departmental Purchasing	Reduces Departmental Purchasing staff by 1/3	(3,242)	-
	531521 Reg Retire Contrib - Approp				
		Departmental Purchasing	Reduces Departmental Purchasing staff by 1/3		-
	531561 Med Ins Contrib - Approp			(4,929)	
	534534 PC/Printer Equip	DCR IT	Reduce IT equipment purchases	(20,110)	-
	532490 Maint Agreement - Other	DCR IT	Reduce IT maintenance	(25,735)	-
1210	**Archives and History Admin**				
	531211 SPA Reg Salaries - Approp	Archives & Records Admin.	Reduce budget for position (not FTE)	(63,157)	-
	60083312 Admin Officer III ($63,157)				
	531511 SS Contribution - Approp	Archives & Records Admin.	Reduce budget for position	(4,832)	-
	531521 Reg Retire Contrib - Approp	Archives & Records Admin.	Reduce budget for position	(9,537)	-
	531561 Med Ins Contrib - Approp	Archives & Records Admin.	Reduce budget for position	(4,929)	-
	532724 Meals-In State	Archives & Records Admin.	Reduce budget for position	(500)	-
	534511 Office Furniture	Archives & Records Admin.	Reduce expenditure account	(1,416)	-
	534521 Office Equipment	Archives & Records Admin.	Reduce expenditure account	(800)	-

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				FY 2010-11	
Budget Code	**Description**	**Program Name**	**Impact of Reduction**	**Recurring**	**Positions**
1220	**Hist Publications**				
	531211 SPA Reg Salaries - Approp	Historical Publications	Reduce positions to 3/4 FTE	(18,729)	-
	(Reduce positions to 3/4 time)				-
	60083319 Historic Pub Editor II ($10,824)	Historical Publications	Reduce positions to 3/4 FTE		(0.25)
	60083323 Historic Pub Editor I ($7,905)	Historical Publications	Reduce positions to 3/4 FTE		(0.25)
	531511 SS Contribution - Approp	Historical Publications	Reduce positions to 3/4 FTE	(1,433)	-
	531521 Reg Retire Contrib - Approp	Historical Publications	Reduce positions to 3/4 FTE	(2,829)	-
	532850 Printing Governors	Historical Publications	Reduce transfer from C&E fund	(25,000)	-
1230	**Archives & Records**				
	531211 SPA Reg Salaries - Approp	Archives & Records	Shift funding to receipt-support (ARM Fee)	(150,902)	-
	(Positions transferred to receipt)				
	60083400 Processing Asst IV ($27,615)				
	60083368 Archives&Records Prof($32,796)				
	60083378 W/A Processing Asst IV ($28,503)				
	60083397 Photo Lab Tech IV ($33,632)				
	60083398 Processing Asst IV ($28,356)				
	531511 SS Contribution - Approp	Archives & Records	Shift funding to receipt-support (ARM Fee)	(11,544)	-
	531521 Reg Retire Contrib - Approp	Archives & Records	Shift funding to receipt-support (ARM Fee)	(22,786)	-
	531561 Med Ins Contrib - Approp	Archives & Records	Shift funding to receipt-support (ARM Fee)	(24,645)	-
	532490 Maintenance Agreements	Archives & Records	Shift funding to receipt-support (ARM Fee)	(85,000)	-
	532512 Rent/Lease - Buildings/Office	Archives & Records	Shift funding to receipt-support (ARM Fee)	(142,765)	-

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Budget Code	Description	Program Name	Impact of Reduction	FY 2010-11 Recurring	FY 2010-11 Positions
1241	**State Historic Sites**				
		State Historic Sites - Civil War Office	Eliminates Civil War Office		-
	531211 SPA Reg Salaries - Approp			(82,534)	
	60083426 Inform & Comm Spec ($41,952)				(1.00)
	60083425 Historic Sites Spec II ($40,582)				(1.00)
	531511 SS Contribution - Approp	State Historic Sites - Civil War Office	Eliminates Civil War Office	(6,314)	-
	531521 Reg Retire Contrib - Approp	State Historic Sites - Civil War Office	Eliminates Civil War Office	(12,463)	-
		State Historic Sites - Civil War Office	Eliminates Civil War Office		-
	531561 Med Ins Contrib - Approp			(9,858)	
		State Historic Sites	Eliminates Contracted Lawn Service Agreements		-
	532188 Lawns & Grounds Svc Agreement			(12,459)	
	532714 Transp-Grnd-In-State(15,437 motor fleet)	State Historic Sites	Return MFM vehicles	(20,437)	-
	533900 Other Materials/Supplies	State Historic Sites	Reduce Expenditure Account	(4,935)	-
1243	**State Capitol**				
	531211 SPA Reg Salaries - Approp	State Capitol	Transfer position to receipt-support	(49,258)	-
	(Position transferred to receipt)				
	60083604 Admin Officer III ($49,258)				
	531511 SS Contribution - Approp	State Capitol	Transfer position to receipt-support	(3,768)	-
	531521 Reg Retire Contrib - Approp	State Capitol	Transfer position to receipt-support	(7,438)	-
	531561 Med Ins Contrib - Approp	State Capitol	Transfer position to receipt-support	(4,929)	-

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Budget Code	Description	Program Name	Impact of Reduction	FY 2010-11 Recurring	FY 2010-11 Positions
1245	**NC Maritime Museum**				
	532199 Misc Contractural Services	NC Maritime Museum	Reduce Expenditure Account	(6,000)	-
1250	**Historic Preservation**				
	532714 Transp-Grnd-In-State	Historic Preservation	Reduce Expenditure Account	(3,900)	-
1260	**Office of State Archaeology**				
	532714 Transp-Grnd-In-State	Office of State Archaeology	Reduce Expenditure Account	(13,000)	-
	532721 Lodging-In-State	Office of State Archaeology	Reduce Expenditure Account	(3,954)	-
	532724 Meals-In-State	Office of State Archaeology	Reduce Expenditure Account	(9,000)	-
	532199 Misc Contractual Services	Office of State Archaeology	Reduce Expenditure Account	(490)	-
1290	**Western Office**				
	531211 SPA Reg Salaries - Approp (Positions transferred to receipt) 60083647 Archives&Records Spec($40,638)	Western Office	Transfer position to receipt-support	(40,638)	-
	531511 SS Contribution - Approp	Western Office	Transfer position to receipt-support	(3,109)	-
	531521 Reg Retire Contrib - Approp	Western Office	Transfer position to receipt-support	(6,136)	-
	531561 Med Ins Contrib - Approp	Western Office	Transfer position to receipt-support	(4,929)	-
1330	**NC Arts Council**				
	536G48 NGO Lost Colony (218,957)	NC Arts Council - Line item appropriation	Reduce Grant-in-aid amount	(54,739)	-

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				FY 2010-11	
Budget Code	**Description**	**Program Name**	**Impact of Reduction**	**Recurring**	**Positions**
	536G71 NGO Shakespeare (218,957)	NC Arts Council - Line item appropriation	Reduce Grant-in-aid amount	(54,739)	-
	536G32 NGO Vagabond Sch of Drama (40,957)	NC Arts Council - Line item appropriation	Reduce Grant-in-aid amount	(10,239)	-
	536990 Gov-Arts Counc-Grant Prog (3,873,320) Technical asst ($38,133)	NC Arts Council - Grant Program	Reduce Grant-in-aid amount	(154,333)	-
	536996 Gov-Arts Counc-Grassroots (2,710,245)	NC Arts Council - Grassroots Program	Reduce Grant-in-aid amount	(81,307)	-
1410	**State Library Services**				
	531211 SPA Reg Salaries - Approp (Positions transferred to receipt) 60083860 W/A Processing Asst IV ($33,676) 60083854 Library Clerk III ($29,079)	State Library Services	Transfer positions to receipt-support	(62,755)	-
	531511 SS Contribution - Approp	State Library Services	Transfer positions to receipt-support	(4,801)	-
	531521 Reg Retire Contrib - Approp	State Library Services	Transfer positions to receipt-support	(9,476)	-
	531561 Med Ins Contrib - Approp	State Library Services	Transfer positions to receipt-support	(9,858)	-
	532199 Misc Contractual Services	State Library Services	Reduce Expenditure Account	(1,000)	-
1480	**Statewide Programs & Grants**				
	536960 Aid to Counties - Approp (15,535,825)	Statewide Programs & Grants	Reduce aid to public libraries	(466,075)	-
1500	**Museum of History**				

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				FY 2010-11	
Budget Code	**Description**	**Program Name**	**Impact of Reduction**	**Recurring**	**Positions**
		Division of State History Museums	These reductions will reduce the following		-
	532192 Honorariums		Museum	(15,625)	
	532199 Misc Contractual Services	Division of State History Museums	of History programs: Tarheel Junior Historian	(40,900)	-
		Division of State History Museums	Association; Tarheel Junior Historian Magazine;		-
	532512 Rent/Lease Buildings			(24,978)	
		Division of State History Museums	American Indian Heritage Celebration; African		-
	532590 Rent/Lease Other Equipment			(1,300)	
	532840 Postage	Division of State History Museums	American Cultural Celebration; Family Day	(9,250)	-
		Division of State History Museums	History-in-a-Box; and, History Players and Artists		-
	532850 Printing		at	(15,550)	
	532860 Advertising	Division of State History Museums	Work.	(7,000)	-
	533110 Office Supplies	Division of State History Museums		(1,000)	-
	533900 Other Materials/Supplies	Division of State History Museums		(18,600)	-
	Total 3% Reduction			**$ (2,172,568)**	**(3.50)**

Instructions: Program reductions should be entered at a summarized level on this schedule, but fund/account detail must be attached. Specific account reductions should be

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Budget Code	Description	Program Name	Impact of Reduction	FY 2010-11 Recurring	FY 2010-11 Positions
1110	**Office of the Secretary**				
	532199 - Misc. Contractural Services	Office of the Secretary	Reduce Expenditure Account	(175,560)	-
1120	**Administrative Services**				
	531211 SPA Reg Salaries - Approp	Departmental Purchasing	Reduces Departmental Purchasing staff by 1/3	(21,471)	-
	60083290 Purchasing Agent II ($21,471)	Departmental Purchasing			(1.00)
	531511 SS Contribution - Approp	Departmental Purchasing	Reduces Departmental Purchasing staff by 1/3	(1,643)	-
	531521 Reg Retire Contrib - Approp	Departmental Purchasing	Reduces Departmental Purchasing staff by 1/3	(3,242)	-
	531561 Med Ins Contrib - Approp	Departmental Purchasing	Reduces Departmental Purchasing staff by 1/3	(4,929)	-
	534534 PC/Printer Equip	DCR IT	Reduce IT equipment purchases	(20,110)	-
	532490 Maint Agreement - Other	DCR IT	Reduce IT maintenance	(25,735)	-
1210	**Archives and History Admin**				
	531211 SPA Reg Salaries - Approp	Archives & Records Admin.	Reduce budget for position (not FTE)	(63,157)	-
	60083312 Admin Officer III ($63,157)				
	531511 SS Contribution - Approp	Archives & Records Admin.	Reduce budget for position	(4,832)	-
	531521 Reg Retire Contrib - Approp	Archives & Records Admin.	Reduce budget for position	(9,537)	-
	531561 Med Ins Contrib - Approp	Archives & Records Admin.	Reduce budget for position	(4,929)	-
	532724 Meals-In State	Archives & Records Admin.	Reduce budget for position	(500)	-
	534511 Office Furniture	Archives & Records Admin.	Reduce expenditure account	(1,416)	-
	534521 Office Equipment	Archives & Records Admin.	Reduce expenditure account	(800)	-
1220	**Hist Publications**				
	531211 SPA Reg Salaries - Approp	Historical Publications	Reduce positions to 3/4 FTE	(18,729)	-
	(Reduce positions to 3/4 time)				-
	60083319 Historic Pub Editor II ($10,824)	Historical Publications	Reduce positions to 3/4 FTE		(0.25)

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Budget Code	Description	Program Name	Impact of Reduction	FY 2010-11 Recurring	FY 2010-11 Positions
1220	**Hist Publications (Continued)**				
	60083323 Historic Pub Editor I ($7,905)	Historical Publications	Reduce positions to 3/4 FTE		(0.25)
	531511 SS Contribution - Approp	Historical Publications	Reduce positions to 3/4 FTE	(1,433)	-
	531521 Reg Retire Contrib - Approp	Historical Publications	Reduce positions to 3/4 FTE	(2,829)	-
	532850 Printing Governors	Historical Publications	Reduce transfer from C&E fund	(25,000)	-
1230	**Archives & Records**				
	531211 SPA Reg Salaries - Approp	Archives & Records	Shift funding to receipt-support (ARM Fee)	(150,902)	-
	(Positions transferred to receipt)				
	60083400 Processing Asst IV ($27,615)				
	60083368 Archives&Records Prof($32,796)				
	60083378 W/A Processing Asst IV ($28,503)				
	60083397 Photo Lab Tech IV ($33,632)				
	60083398 Processing Asst IV ($28,356)				
	531511 SS Contribution - Approp	Archives & Records	Shift funding to receipt-support (ARM Fee)	(11,544)	-
	531521 Reg Retire Contrib - Approp	Archives & Records	Shift funding to receipt-support (ARM Fee)	(22,786)	-
	531561 Med Ins Contrib - Approp	Archives & Records	Shift funding to receipt-support (ARM Fee)	(24,645)	-
	532490 Maintenance Agreements	Archives & Records	Shift funding to receipt-support (ARM Fee)	(85,000)	-
	532512 Rent/Lease - Buildings/Office	Archives & Records	Shift funding to receipt-support (ARM Fee)	(142,765)	-
1241	**State Historic Sites**				
	531211 SPA Reg Salaries - Approp	State Historic Sites - Civil War Office	Eliminates Civil War Office	(82,534)	-
	60083426 Inform & Comm Spec ($41,952)				(1.00)
	60083425 Historic Sites Spec II ($40,582)				(1.00)
	531511 SS Contribution - Approp	State Historic Sites - Civil War Office	Eliminates Civil War Office	(6,314)	-
	531521 Reg Retire Contrib - Approp	State Historic Sites - Civil War Office	Eliminates Civil War Office	(12,463)	-

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Budget Code	Description	Program Name	Impact of Reduction	FY 2010-11 Recurring	FY 2010-11 Positions
1241	**State Historic Sites (Continued)**				
	531561 Med Ins Contrib - Approp	State Historic Sites - Civil War Office	Eliminates Civil War Office	(9,858)	-
	532188 Lawns & Grounds Svc Agreement	State Historic Sites	Eliminates Contracted Lawn Service Agreements	(12,459)	-
	532199 Misc Contractual Services	State Historic Sites	Reduce Expenditure Account	(100,455)	
	532390 Repairs-Other	State Historic Sites	Reduce Expenditure Account	(250,000)	
	532714 Transp-Grnd-In-State(15,437 motor fleet)	State Historic Sites	Return MFM vehicles	(69,412)	-
	533900 Other Materials/Supplies	State Historic Sites	Reduce Expenditure Account	(15,073)	-
1242	**Tryon Palace Historic Sites and Gardens**				
	531211 SPA Reg Salaries - Approp	Tryon Palace Historic Sites and Gardens	Eliminate 1.38 vacant FTE's	(33,267)	
	60083589 Processing Asst IV ($28,952)				(1.00)
	60083569 Horticulture/grnds tech ($4,315)				(0.38)
	531511 SS Contribution - Approp	Tryon Palace Historic Sites and Gardens	Eliminate 1.38 vacant FTE's	(2,545)	-
	531521 Reg Retire Contrib - Approp	Tryon Palace Historic Sites and Gardens	Eliminate 1.38 vacant FTE's	(5,023)	-
	531561 Med Ins Contrib - Approp	Tryon Palace Historic Sites and Gardens	Eliminate 1.38 vacant FTE's	(4,929)	-
1243	**State Capitol**				
	531211 SPA Reg Salaries - Approp	State Capitol	Transfer position to receipt-support	(49,258)	-
	(Position transferred to receipt)				
	60083604 Admin Officer III ($49,258)				
	531511 SS Contribution - Approp	State Capitol	Transfer position to receipt-support	(3,768)	-
	531521 Reg Retire Contrib - Approp	State Capitol	Transfer position to receipt-support	(7,438)	-
	531561 Med Ins Contrib - Approp	State Capitol	Transfer position to receipt-support	(4,929)	-

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Budget Code	Description	Program Name	Impact of Reduction	FY 2010-11 Recurring	FY 2010-11 Positions
1245	**NC Maritime Museum**				
	532199 Misc Contractural Services	NC Maritime Museum	Reduce Expenditure Account	(6,000)	-
	533900 Other Materials/Supplies	NC Maritime Museum	Reduce Expenditure Account	(14,638)	-
	534539 Other Equipment	NC Maritime Museum	Reduce Expenditure Account	(7,000)	-
1250	**Historic Preservation**				
	531211 SPA Reg Salaries - Approp (Position transferred to receipt) 60083621 Architect ($37,473)	Historic Preservation	Transfer position to receipt-support	(37,473)	-
	531511 SS Contribution - Approp	Historic Preservation	Transfer position to receipt-support	(2,867)	-
	531521 Reg Retire Contrib - Approp	Historic Preservation	Transfer position to receipt-support	(5,658)	-
	531561 Med Ins Contrib - Approp	Historic Preservation	Transfer position to receipt-support	(4,929)	-
	532714 Transp-Grnd-In-State	Historic Preservation	Reduce Expenditure Account	(3,900)	-
1260	**Office of State Archaeology**				
	532714 Transp-Grnd-In-State	Office of State Archaeology	Reduce Expenditure Account	(13,000)	-
	532721 Lodging-In-State	Office of State Archaeology	Reduce Expenditure Account	(3,954)	-
	532724 Meals-In-State	Office of State Archaeology	Reduce Expenditure Account	(9,000)	-
	532199 Misc Contractual Services	Office of State Archaeology	Reduce Expenditure Account	(490)	-
1290	**Western Office**				
	531211 SPA Reg Salaries - Approp (Positions transferred to receipt) 60083647 Archives&Records Spec($40,638)	Western Office	Transfer position to receipt-support	(40,638)	-
	531511 SS Contribution - Approp	Western Office	Transfer position to receipt-support	(3,109)	-
	531521 Reg Retire Contrib - Approp	Western Office	Transfer position to receipt-support	(6,136)	-
	531561 Med Ins Contrib - Approp	Western Office	Transfer position to receipt-support	(4,929)	-

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Budget Code	Description	Program Name	Impact of Reduction	FY 2010-11 Recurring	FY 2010-11 Positions
1320	**Museum of Art**				
	531211 SPA Reg Salaries - Approp	NC Museum of Art	Eliminate 3 New, Never Filled Positions	(90,970)	-
	New pos. Adm Officer III ($41,173)				(1.00)
	New pos. Art Handler ($25,705)				(1.00)
	New pos. Processing Asst III ($24,092)				(1.00)
	531511 SS Contribution - Approp	NC Museum of Art	Eliminate 3 New, Never Filled Positions	(6,959)	-
	531521 Reg Retire Contrib - Approp	NC Museum of Art	Eliminate 3 New, Never Filled Positions	(13,736)	-
	531561 Med Ins Contrib - Approp	NC Museum of Art	Eliminate 3 New, Never Filled Positions	(14,787)	-
	532390 Repairs-Other	NC Museum of Art	Reduce Expenditure Account	(125,000)	-
	534610 Art and Artifacts	NC Museum of Art	Reduce Expenditure Account	(9,730)	-
	532199 Misc Contractual Services	NC Museum of Art	Reduce Expenditure Account	(50,000)	-
1330	**NC Arts Council**				
	536G48 NGO Lost Colony (218,957)	NC Arts Council - Line item appropriation	Reduce Grant-in-aid amount	(54,739)	-
	536G71 NGO Shakespeare (218,957)	NC Arts Council - Line item appropriation	Reduce Grant-in-aid amount	(54,739)	-
	536G32 NGO Vagabond Sch of Drama (40,957)	NC Arts Council - Line item appropriation	Reduce Grant-in-aid amount	(10,239)	-
	536990 Gov-Arts Counc-Grant Prog (3,873,320) Technical asst ($38,133)	NC Arts Council - Grant Program	Reduce Grant-in-aid amount	(309,265)	-
	536996 Gov-Arts Counc-Grassroots (2,710,245)	NC Arts Council - Grassroots Program	Reduce Grant-in-aid amount	(189,717)	-
1340	**NC Symphony**				
	536G02 NGO-NC Symphony Society	NC Symphony	Reduce Grant-in-aid to NC Symphony Society, Inc.	(37,428)	

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Budget Code	Description	Program Name	Impact of Reduction	FY 2010-11 Recurring	Positions
1410	**State Library Services**				
	531211 SPA Reg Salaries - Approp	State Library Services	Transfer positions to receipt-support	(62,755)	-
	(Positions transferred to receipt)				
	60083860 W/A Processing Asst IV ($33,676)				
	60083854 Library Clerk III ($29,079)				
	531511 SS Contribution - Approp	State Library Services	Transfer positions to receipt-support	(4,801)	-
	531521 Reg Retire Contrib - Approp	State Library Services	Transfer positions to receipt-support	(9,476)	-
	531561 Med Ins Contrib - Approp	State Library Services	Transfer positions to receipt-support	(9,858)	-
	532199 Misc Contractual Services	State Library Services	Reduce Expenditure Account	(1,000)	-
	534630 Library and Learning Res Coll	State Library Services	Reduce Expenditure Account	(15,000)	
1480	**Statewide Programs & Grants**				
	536960 Aid to Counties - Approp (15,535,825)	Statewide Programs & Grants	Reduce aid to public libraries	(1,087,508)	-
1500	**Museum of History**				
	532192 Honorariums	Division of State History Museums	These reductions will reduce the following Museum	(15,625)	-
	532199 Misc Contractual Services	Division of State History Museums	of History programs: Tarheel Junior Historian	(60,400)	-
	532512 Rent/Lease Buildings	Division of State History Museums	Association; Tarheel Junior Historian Magazine;	(24,978)	-
	532590 Rent/Lease Other Equipment	Division of State History Museums	American Indian Heritage Celebration; African	(1,300)	-
	532840 Postage	Division of State History Museums	American Cultural Celebration; Family Day	(9,250)	-
	532850 Printing	Division of State History Museums	History-in-a-Box; and, History Players and Artists at	(15,550)	-
	532860 Advertising	Division of State History Museums	Work.	(7,000)	-
	533110 Office Supplies	Division of State History Museums		(1,000)	-

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Budget Code	Description	Program Name	Impact of Reduction	FY 2010-11 Recurring	FY 2010-11 Positions
1500	**Museum of History (Continued)**				
	533900 Other Materials/Supplies	Division of State History Museums		(48,600)	-
	534549 Other Materials/Supplies	Division of State History Museums		(47,950)	
1992	**Continuation Reserve**				
	537110 Tryon Palace Reserve				
	532199 Misc Contractural Services	Tryon Palace Continuation Reserve	Reduce Expenditure Account	(17,035)	
	Total 7% Reduction			$ (4,063,335)	**(7.88)**

Instructions: Program reductions should be entered at a summarized level on this schedule, but fund/account detail must be attached. Specific account reductions should be entered at the fund level.

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Department of Cultural Resources - Roanoke Island Commission
Budget Code 14802

FY 2010-11

Budget Code	Description	Program Name	Impact of Reduction	Recurring	Positions
1584	**Roanoke Island Commission** 538182 Transfer to Special Revenue Fund	Roanoke Island Commission	Reduce amount that will tranfer to 24802	(60,448)	-
	Total 3% Reduction			**$ (60,448)**	**-**

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Department of Cultural Resources - Roanoke Island Commission
Budget Code 14802

				FY 2010-11	
Budget Code	**Description**	**Program Name**	**Impact of Reduction**	**Recurring**	**Positions**
1584	**Roanoke Island Commission** 538182 Transfer to Special Revenue Fund	Roanoke Island Commission	Reduce amount that will tranfer to 24802	(141,046)	-
	Total 7% Reduction			**$ (141,046)**	**-**

Instructions: Program reductions should be entered at a summarized level on this schedule, but fund/account detail must be attached. Specific account reductions should be

(1) Cultural Resources

Comparison and Impact of DCR Budget Reductions for 2009 – 2011

	FY 2009-10	FY 2010-11	Additional Proposed 5% 2010-11 Reductions	Total cuts to DCR operating budget since 2009
DCR Salaries/Benefits	39,079,454	40,508,989		
Grants/State Aid	25,055,118	24,555,118		
Operating Expenses	8,823,862	8,185,883		
Total DCR Continuation Budget	77,933,037	79,329,609		
Total Budget Cuts	(5,474,603)	(6,079,619)	(3,309,169)	(9,988,788)
Adjusted Continuation Budget	72,958,434	73,249,990		
Reductions to DCR Operating Accounts	(3,742,834)	(4,056,089)	(1,157,484)	(5,213,573)
Percentage of Cuts to DCR Operating Accounts since 2009	44%	49%	14%	64%

- **89% of DCR's 2010-11 budget is comprised of salaries/benefits and grants/state aid, leaving only 11% to sustain operating cuts.**
- **Operating accounts have suffered a 44% reduction since last year. Proposed additional operating cuts for 2010-11 will raise this percentage to 64%, severely limiting the Department's ability to fulfill core mission.**
- **Cuts will have significant negative impact on the operation of 37 State Historic Sites and museums, including Tryon Palace and Museum of Art, which will open new buildings this year, increasing visitation by tens of thousands of visitors each year.**

Impact on FY 2009-10 and FY 2010-11 Budget Reductions – Cultural Resources

NC Arts Council
• To retain 100% grant funding in FY 09-10 for arts organizations across North Carolina, the NC Arts Council operating budget was reduced 55% from previous year.
• 5% holdbacks in FY09-10 were applied to all grants, thus negatively impacting already struggling local arts organizations.
• Recurring reductions to arts grants in FY10-11 will further cripple local arts organizations.
• Additional FY10-11 operating reductions will mean virtually no travel for staff & constituent groups, both vital for accountability.
State Library
• FY09-10 cuts resulted in a significant reduction in services and programs within State Library.
• No site visits, cancelled Teen Reading programs, discontinued supporting CORE (Coalition of Rural Counties)
• Over past five years, library visits are up 30% - families, job searches, educational programs, computer use.
• Continued reduction in training, support and services; loss of 2.5 positions.
State Historic Sites
• All of our State Historic Sites are underfunded, with limited staff, little to no funds for programming/exhibits and very little maintenance for upkeep of 300 buildings and 3,000 acres of land.
• Staff borrowed from other locations in order to execute events and programs.
• Lack of temporary staffing significantly compromising operations at peak times. FY09-10 temporary salaries are fully expended as of 12/31/09.
• Tryon Palace Historic Site and Gardens was unable to operate within FY09-10 budget reductions and had to seek OSBM relief for basic operations.
• Tryon Palace FY10-11 appropriation further reduces operating funds, especially temporary salaries, which are critical to the operation of the new History Education Center, opening July 2010.
• Civil War office in Goldsboro will be eliminated in FY10-11; repair projects have been curtailed.
• Additional reductions may necessitate reduction of hours/days of operation and potentially closing 1-2 sites.

State History and Maritime Museums
• The FY09-10 budget cuts and additional 5% holdbacks have resulted in the loss of positions, cancellation and reduction of programs, deferred purchase of needed equipment and supplies, deferred maintenance of equipment and facilities, suspension of staff development activities.
• Funding for exhibit design has been virtually eliminated, delaying implementation of projects.
• The Division of State History Museums has experienced losses every year for the past decade. Critical positions have been cut, impacting ability to properly care for major artifacts.
• Lack of funds for staff travel has forced regional museums to greatly reduce in-school & comm. programming.
• In FY10-11, with the add'l 5% operating reductions, nearly all education and family programs will be eliminated.
• Graveyard of the Atlantic Museum has NO operating funds, can only operate with lapsed salaries.
Museum of Art
• MoA has held off hiring numerous positions during 2009-10, but with opening of new building in April 2010, every position will be critical to meeting the operational and programming needs of the expanded campus.
• Ongoing support for the Museum will need to be expanded if citizens are to fully realize the impact of the state's (and nation's) fine art museum.
• SECCA (Southeastern Center for Contemporary Art) will reopen in July 2010 and has no appropriated operating funds.
NC Symphony
• In FY09-10, the NC Symphony continues to struggle with loss of endowment funds and heavy debt position.
• All Symphony staff, including the musicians, have taken salary reductions. They have made significant programmatic and operating cuts as well.
• Symphony must raise an additional $2 million dollars by June 30, 2010 to receive full state challenge grant.
• In FY10-11, additional grant cuts will further weaken the overall financial position.
Office of Archives and History Administration
• NC History education programs and services to students and teachers seriously impaired; travel stipends for teachers and students were cut; outreach to home-school groups was cut.
• FY09-10 reductions crippled the new African American Heritage Commission and the NC Historical Commission – neither could meet as required; contractual work was paid out of lapsed salaries.
• National History Day, which involves over 1000 students each year, may have to be discontinued.
• Teacher Institute for history will be cut back in FY10-11.

Historical Publications
• The FY10-11 additional 5% reductions will severely and negatively impact Historical Publications.
• Additional FY10-11 will suspend the Colonial Records project, Governor's Papers and *Carolina Comments.*
• Four positions would be eliminated.
Archives and Records Management
• FY09-10 cuts have negatively impacted the agency's ability to provide comprehensive records management and archival services for county, municipal and state government agencies.
• Loss of four positions in FY09-10 reductions – at a time with growing needs for digitization of records and e-mail management, in accordance with Governor Perdue's Executive Order 18.
• ARM fee will enable reinstatement of needed positions, acquisition of critical technology and storage capacity to achieve core mandated mission.
Historic Preservation Office
• This division (HPO) has essentially NO operating funds.
• Additional 5% holdbacks in FY09-10 prevented the Office from filling a key position, working with federal AARA officials; HPO received 200+ projects for review, all requiring 30 day turn-around, without key staff to handle.
• Position MUST be filled – no money available for 5% cuts.
State Archaeology
• FY09-10 cuts have compromised State Archaeology's ability to maintain the public outreach elements of the Queen Anne's Revenge shipwreck program.
• QAR's program collections will become less accessible to professional researchers, reducing scientific/historic value.
• Ability to respond to state government and public requests continues to be compromised.
IT Services
• DCR operates as a consolidated IT agency and our ITS costs for 2009-10 are expected to be $400,000 greater than our appropriation.
• Same as FY09-10. Reduced services to users impair operations.

Top Priorities for DCR FY10-11 Budget Restorations

Restoration of 10-11 Management Flexibility Reserve Cuts to Various Operating Accounts
$552,985
• Additional reductions in the Management Flexibility Reserve negatively impacts operations throughout the entire department.
• Tryon Palace suffers an additional $91,679 reduction to temporary wages, at a time when the new History Education Center opens in July 2010.
• State Historic Sites incurs an additional $60,000 cut to temporary salaries. This fund is used to pay for site employees on a part time basis; many sites only have two full time employees.
• The NC Arts Council suffered an operating cut of 50% in FY09-10; additional $27,000 in FY10-11 increases this percentage to 63%.
• State Library Services incurs an additional $106,131 reduction to their operating accounts, on top of a harmful $626,000 recurring operating reduction in FY09-10.
Restoration of the Historical Publications Programs and Positions
$266,112
• In the additional FY10-11 5% reductions, the 103-year old Historical Publications programs are being significantly reduced.
• The cuts will suspend the Colonial Records project, Governors Papers and *Carolina Comments.*
• Four positions will be eliminated.
Restoration to Arts Council and NC Symphony Grants
$526,011
• 6% recurring and non-recurring reductions were offered in the FY10-11 additional reductions, only because the Arts Council cannot bear the brunt of additional reductions by taking operating cuts.
• The NC Arts Council suffered massive operating cuts in FY09-10 and FY10-11 appropriated budgets.
• Arts organizations across the state are struggling and statewide support at this time is critical.
• The additional possible reductions to the NC Symphony in FY10-11 will weaken the overall financial position at a time when Symphony management is working hard to make significant budget reductions, including programmatic and operating, as well as reducing staff and musician salaries.

HFA(2)

Testimony for the Joint Appropriations Subcommittee on General Government
By: A. Robert Kucab, Executive Director
North Carolina Housing Finance Agency
April 14, 2010

Madam Chair (Mr. Chairman) and members of the Subcommittee, thank you for this opportunity to discuss how state housing appropriations are being invested this year, and how they may be affected in fy2011.

I am Bob Kucab, director of the North Carolina Housing Finance Agency, a self-supporting public agency that the General Assembly created in 1974. Since then we have financed the construction, purchase or rehabilitation of 196,000 affordable homes and apartments, including 4,850 in 2009. Last year's work produced $503 million of housing, sent $752 million circulating through the state's economy, and created 7,100 North Carolina jobs.

While our Agency's largest resources are federal housing bonds and tax credits, this Subcommittee oversees three critical housing programs that are more important than ever in tough times like these: the Housing Trust Fund, the Home Protection Program, and the HOME Program match.

- The Housing Trust Fund, because of its flexibility, allows the state to address special needs such as supportive housing for persons with disabilities, which are difficult or impossible to address with federal funds, and it provides gap financing that allows federal dollars to benefit people whose incomes are lower than federal targeting.

- The Home Protection Program is the state's only source of loans to help workers who lose their jobs avoid foreclosure during job searches or job training programs.

- The HOME match provides a portion of the 25% match that is necessary for North Carolina to receive housing block grant funds that will total $21.66 million in FY 2010.

You have asked us to explain how the Governor's 5% holdback of funds for 2009-2010 is affecting these programs; what the impact would be of a 5% recurring reduction beginning next year; and how we would recommend applying such a reduction. I'll also update you on the $159 million of federal foreclosure funds available to North Carolina that the U.S. Treasury announced on March 29.

First, for 2009-10, we applied a 5% holdback to all three housing programs supported by the General Fund.

- **The Housing Trust Fund was reduced from $10 million to $9.5 million.** We reduced the amount available for gap financing of 2010 Housing Credit rental developments by $500,000. As a result, we will not be able to provide the necessary funds for two rental developments totaling 100 apartment homes. Trust Fund gap financing is provided as a low-interest loan, either to make the apartments available to tenants with incomes below the federal target of 60% of median, or to make the development viable in economically distressed counties.

  The Agency is using the $9.5 million Trust Fund allocation by investing $4 million for supportive housing; $4.5 million for rental development; and $1 million for down payment assistance to help first-time home buyers. Because interest rates have been so low, interest earned on the Trust Fund was not adequate to support the Urgent Repair and Displacement Prevention Programs this year. These crucial programs pay for emergency repairs and accessibility modifications that enable elderly

or disabled persons with extremely low incomes to continue living in their own homes. We have allocated the available Trust Fund interest and have kept the two programs going for 2009-10 at $.75 million each by redirecting interest earnings from other very limited sources.

- **The HOME Match was reduced from $1,608,417 to $1,527,996.** The funds are scheduled to provide gap financing for rental developments and the reduction of $80,400 is likely to mean that one fewer apartment development will receive funding.

- **The Home Protection Program was reduced from $3 million to $2.85 million.** Since the average amount of assistance last year was $10,000 per family, having $150,000 less means that 15 unemployed workers will not be able to receive loans to help them avoid foreclosure.

Before discussing a potential 5% reduction in recurring state funding, I want to outline what we know so far about the initiative that Treasury announced March 29, which will make $159 million available to us for foreclosure prevention activities—it's good news for North Carolina, and we intend to use it to produce the greatest possible benefit.

North Carolina's funding is part of the second round of the Treasury's "Hardest Hit" initiative under the Emergency Economic Stabilization Act of 2008. In February, Arizona, California, Florida, Michigan and Nevada were selected based on a decrease in home prices greater than 20%. In March, North Carolina, Ohio, Oregon, Rhode Island, and South Carolina were selected, based on our high percentage of persons living in counties where the unemployment rate exceeds 12%. In North Carolina, 25% of the population lives in high unemployment counties, compared with the national average of 15%.

The state housing finance agencies in the 10 states have been charged with creating innovative programs to help people keep their homes if they are threatened by foreclosure. Our Agency has already had several conversations with Treasury and the other HFAs, and we just received formal application guidelines this week. Then we will have until June 1 to develop a proposal, followed by four to six weeks of review by Treasury. Our staff met yesterday to brainstorm ideas with our partners, including the Commissioner of Banks, the Bankers Association, mortgage servicers, the Justice Center, and others.

Our understanding so far, is that:

- The funds can be used statewide, but with a special emphasis on the high-unemployment counties.
- The funds may be granted or loaned to assist individual homeowners.
- The timeline for disbursing the funds has not been determined, but seems likely to be several years.
- The funds cannot support the Housing Trust Fund's critical work of housing construction, housing rehabilitation, and job creation.

We don't yet know whether the Treasury funds can be directly used to support the Home Protection Program but it seems likely.

In these difficult times, I expect the prospect of cutting the state's affordable housing investments is as painful to this Subcommittee as it is to our Agency. We all understand the need for housing support and the direct role of housing production in job creation. In 2009, investments by the Trust Fund built 668 homes, apartments and supportive housing units, and provided critical home repairs and accessibility modifications for 1,454 vulnerable elderly and disabled persons. Eighty-seven percent of North Carolinians who got better housing because of the Trust Fund had incomes less than half of the local median, and 58% had incomes of 30% of median or less. The work generated 1,300 North Carolina jobs.

If a 5% reduction in the fy2011 General Fund allocation for housing must be made, we reluctantly recommend that it be taken in the Home Protection Program because of the availability of the new federal funds. This would reduce the Home Protection Program from $3 million to $2,269,579.

The Home Protection Program is an extremely successful initiative and has enabled more than 550 workers, who have lost their jobs through no fault of their own—simply because of the changing economy—to save their homes while they get back on their feet. It has supported a network of housing counseling agencies that now serve all 100 counties, and has helped each agency to increase its capacity to assist homeowners avoid foreclosure. In 2008 and 2009, successful experience with the HPP helped our Agency obtain $6.5 million of federal counseling funds for North Carolina under the National Foreclosure Mitigation Grant Program.

As I mentioned earlier, our Agency does not yet know whether the new foreclosure prevention funds from Treasury will be able to directly support the Home Protection Program. However, the new funds will be available to address the same set of problems.

That is not the case for the HOME Match or the Housing Trust Fund.

The $1.608 currently allocated for the HOME match is only about one-third of the $5.4 million in matching funds required for North Carolina to draw down the entire $21.66 million of HOME funds to which we are entitled. Although our Agency has so far been able to make up the remaining match funds through our other activities, it is becoming increasing difficult. Further reductions in the General Fund appropriation would risk leaving federal money on the table.

The $10 million appropriated to the Housing Trust Fund is a fraction of the long-standing goal to provide $50 million a year, which has been sought jointly by business interests and housing advocates such as United Way and the N.C. Justice Center. Every $1 million appropriated to the Housing Trust Fund produces, on average, $4 million of development, better housing for 120 families, 60 jobs and $600,000 in local and state revenues. Every dollar appropriated goes directly into housing, since our Agency contributes the cost of administering the Trust Fund.

Every program of the Trust Fund is over subscribed—most by three to one.

So, if you can find a way, we would always encourage you to continue building up the State's investment in the Housing Trust Fund.

Thank you Madam Chair (Mr. Chairman) and members of the Subcommittee.

HFA (2)

GENERAL GOVERNMENT

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Reduction	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
13010/Housing Finance Agency										
				NO LEGISLATIVE ACTION REPORTED						
		HFA TOTAL								
			538101	Housing Trust Fund			($500,000)			
			538102	HOME Match			($80,421)			
			538104	Home Protection Program			($150,000)			($730,421)
		HFA TOTAL - 5% Holdback (FY 09-10 and 5% Recurring Reduction (FY 10-11)					($730,421)			
										($730,421)

FRD
General Govt. Team
March 24, 2010

Bob Kucab (2)
HFA

GENERAL GOVERNMENT

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Hold Back	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
13000/Governor										
				Adjust Continuation Budget	($89,672)	R		($96,318)	R	
				Various Additional Reductions				($85,633)	R	
		Department-Wide		Reduce Expenditure Accounts	($112,832)	R		($109,304)	R	
		Department-Wide		Reduce Various Accounts	($263,420)	R		($263,885)	R	
		Governor TOTAL			**($465,924)**	**R**		**($555,140)**	**R**	
				No Holdback Reserve						
				Eliminate salaries and benefits of three positions.						**($126,200)**
			532145	**Reduce server support services.**						**($17,200)**
			535830	**Reduce membership dues and subscriptions.**						**($160,000)**
		Governor TOTAL w/ Position Reductions - FY 10-11 Add'al 5% Reduction								**($303,400)**
										-3.00
13005/State Budget & Management										
				Adjust Continuation Budget	($1,665)			($5,246)		
				Various Additional Reductions				($92,421)		
		Department-Wide		Eliminate Vacant Position (1)	($32,831)			($32,831)		
		Department-Wide		Reduce Various Accounts	($185,071)			($185,330)		
		Department-Wide		Reduce Expenses	($322,134)			($324,291)		
		Department-Wide		Eliminate Reserve for Rules Impact Review	($100,000)			($100,000)		
		OSBM TOTAL w/ Position			**($641,701)**			**($740,119)**		

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March 24, 2010

GENERAL GOVERNMENT

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)
					FY 2009-10			FY 2010-11		
					Legislative Budget Adjustment	R/NR	Governor's Add'al 5% Hold Back	Legislative Budget Adjustment	R/NR	Add'al 5% Reductions FY 10-11
		Reductions			-4			-4		
			537200	Holdback Reserve		NR	$ 325,126			
			various	Salaries and Benefits					R	($306,619)
			532145	Server support services					R	($15,000)
			532199	Misc Contract Services					R	($15,797)
			532448	Maint agreement personal computer					R	($5,000)
		OSBM TOTAL w/ Position Reductions - FY 10-11 Add'al 5% Reduction								($342,416)
										-3.00
13085/State Budget and Management - Special										
				Adjust Continuation Budget	($56,535)	R		($56,535)	R	
				Additional Reduction				($55,340)	R	
		Grants to Non-Government Agencies		Reduce Pass-Through Funding	($7,000)	R		($7,000)	R	
		Reserves and Transfers		NC Symphony	$1,500,000	NR				
		Reserves and Transfers		Military Morale and Welfare Fund	$750,000	NR				
		OSBM-SPECIAL TOTAL			**($63,535)**	**R**		**($118,875)**	**R**	
					$2,250,000	**NR**				

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General Govt. Team
March 24, 2010

N. C. Office of the Governor
5% Budget Reduction Options for FY 2010-11
Office of State Budget and Management
Office of the Governor
Budget Code 13000 / Cost Center 1110

				FY 2010-11	
Budget Code	**Description**	**Program Name**	**Impact of Reduction**	**Recurring**	**Positions**
13000	Salary and benefits		loss of three positions	126,200	3.00
	Server support services- 532145		reduced IT support	17,200	
	Memberships Dues and Subscriptions- 535830		reduced membership in national/regional organizations	160,000	
	Total 5% Reduction			**$ 303,400**	**3.00**

Instructions: Program reductions should be entered at a summarized level on this schedule, but fund/account detail must be attached. Specific account reductions should be entered at

5% Budget Reduction Options for FY 2010-11
(5% Reduction Amount is Calculated Using December 31, 2009 Authorized Budget)
Office of State Budget and Management
Budget Code

Budget Code	Description	Program Name	Impact of Reduction	FY 2010-11 Recurring	FY 2010-11 Positions
13005	Salary and benefits		loss of three positions	306,619	3.00
	Server support services- 532145		less IT support	15,000	
	Misc Contract Services- 532199		less support	15,797	
	Maint agreement-personal com- 532448		less IT support	5,000	
	Total 5% Reduction			**$ 342,416**	**3.00**

David Brown
Dpty Budget Dir.
GOV
OSBM

(3)

Office of Administrative Hearings
Options for Achieving 3%, 5% and 7% Budget Reduction
Fiscal Year Ended June 30, 2011

				3%	5%	7%
Total authorized budget as adjusted			$ 4,272,893	$ 128,187	$ 213,645	$ 299,103
Administrative Law Judge Position						
Salary		$ 98,436				
ss @7.65%		$ 7,530				
ret @ 8.75%		$ 8,613				
hospitalization @4527		$ 4,527				
Total Annual Cost		$ 119,107		$ (119,107)	$ (119,107)	$ (119,107)
Cr Invest Position						
Salary	annual	$ 47,000				
ss @7.65%		$ 3,596				
ret @ 8.75%		$ 4,113				
hospitalization @4527		$ 4,527				
Total Annual Cost		$ 59,235			$ (59,235)	$ (59,235)
Agency Attorney Position (assuming receipts for 12 mos) ***						
Salary	annual	$ 106,664				
ss @7.65%		$ 8,160				
ret @ 8.54		$ 9,333				
hospitalization @4527		$ 4,527				
Total Annual Cost		$ 128,684				
Sub total positions						
532499 **Maintenance Agreement Software**				$ (9,080)	$ (35,303)	
TOTAL REDUCTION				$ (128,187)	$ (213,645)	$ (178,342)
43XXXX Budget Receipts from Medicaid -DHHS (this reduces overall General Fund Appropriation)						$ (128,684)
TOTAL REDUCTION IN APPROPRIATED FUNDS				$ (128,187)	$ (213,645)	$ (307,026)
				$ 256,374	$ 427,290	$ 606,129

***** This position is filled and the use of this position assumes that the agency has medicaid "receipts" funding to use to offset the appropriation for the position**

GENERAL GOVERNMENT

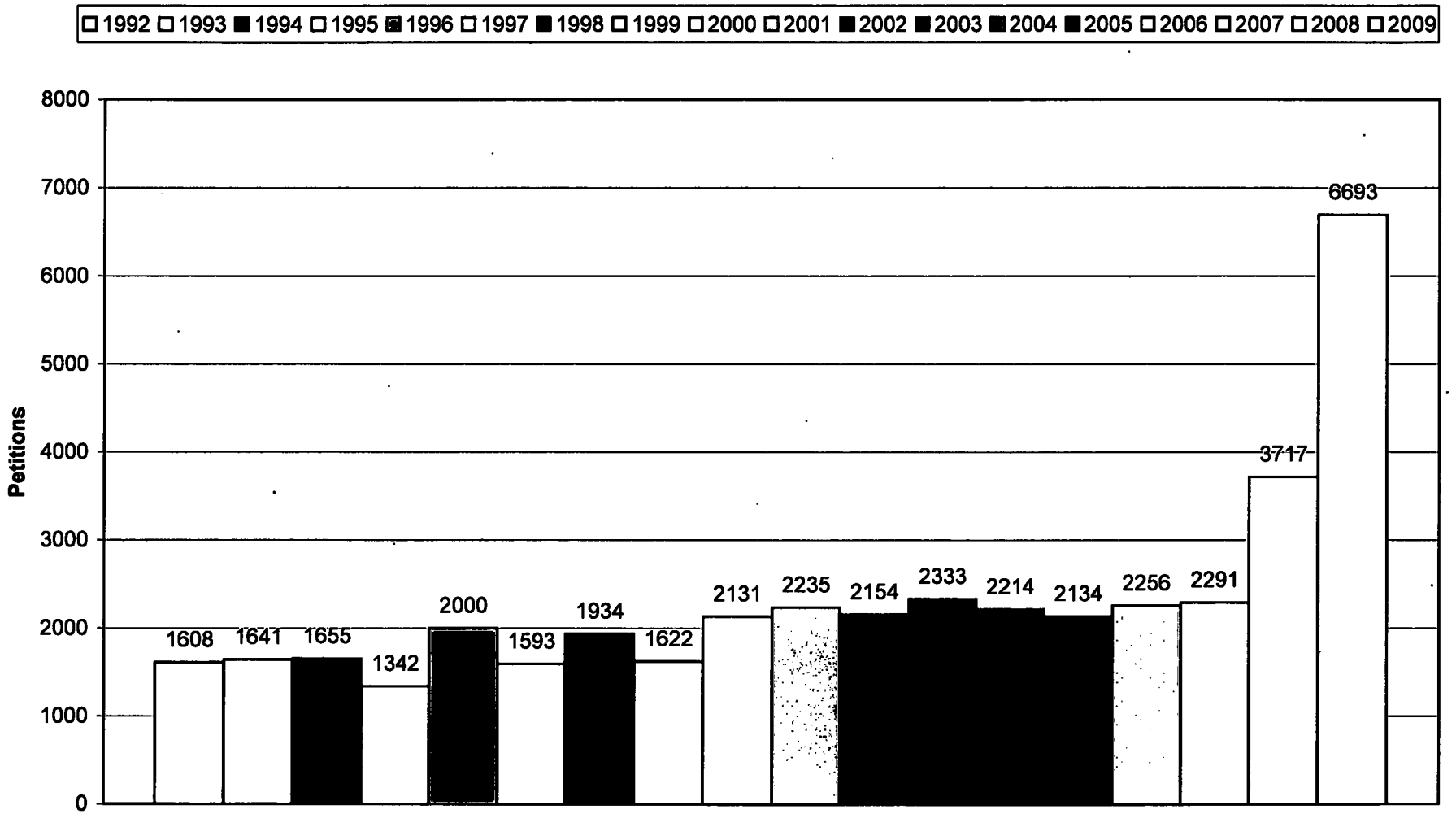
FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Department Name	Fund Code	Division Name	Exped. Acct	Description of Adjustment (with position adjustment, if applicable)	FY 2009-10 Legislative Budget Adjustment	FY 2009-10 R/NR	FY 2009-10 Governor's Add'l 5% Reduction	FY 2010-11 Legislative Budget Adjustment	FY 2010-11 R/NR	FY 2010-11 Add'l 5% Reduction
18210- Office of Administrative Hearings										
		Department-Wide		**Eliminate Vacant Positions** this eliminated three (3) support positions, one each in Administrative support, Hearings and Rules Divisions.	($110,895)	R		($112,436)	R	
		Department-Wide		**Various Additional Reductions** this consists of the following reductions: travel (2000); non-employee travel (3000); compensation to board members (11400); workers comp payments (3614); office equipment (1800), printer purchase (12949), library & learning resources (17567), software (1000), and membership, dues (2000)				($55,330)	R	
		Department-Wide		**Governor's Mandated 5% Holdback for 2009-2010** This required holding one ALJ position vacant for the year and one Civil Rights Investigator position vacant eight (8) months. Additional various line item reductions: printer purchase (10000); software maintenance (30000); server software (10000); and office equipment (1065)			(209,562)			
		Department-Wide		**Additional 5% Reduction in 2010-2011** This reduction will require the elimination of one ALJ position and one Civil Reights Investigator position. Additional line item reductions will include software maintenance (35303)						(205,572)
		OAH TOTAL w/ Position Reduction			**($110,895)**	**R**	**($209,562)**	**($167,766)**	**R**	**($205,572)**
					-3			**-3**		**-2**

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(4) Ofc. Admin Hearings

CONTESTED CASE PETITIONS FILED



GENERAL GOVERNMENT

FY 2009-10 and FY 2010-11 Budget Reductions

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Adjustment (with position adjustment, if applicable)	FY 2009-10 (6) Legislative Budget Adjustment	(7) R/NR	(8) Governor's Add'l 5% Reduction	FY 2010-11 (9) Legislative Budget Adjustment	(10) R/NR	(11) Add'l 5% Reduction
							($25,000)			
13300 Auditor	1120	Support Services	592942							
	1210	Field Audit Division	532120	Adjust Continuation Budget	($222,504)	R	($125,000)	($222,504)	R	
	1210	Field Audit Division	532199	"	($214,171)		($100,000)	($214,171)		
	1210	Field Audit Division	532120	Various Additional Reductions (1)		R		($64,262)	R	
	1110	Administration	532942	"				($5,059)		
	1210	Field Audit Division	531211	"			($307,024)	($81,786)		
	1210	Field Audit Division	531511	"				($6,257)		
	1210	Field Audit Division	531521	"				($7,311)		
	1210	Field Audit Division	531561	"				($4,929)		
	1210	Field Audit Division	534521	"				($16,655)		
	1210	Field Audit Division	531211	Eliminate Vacant Positions (3)	($181,285)	R		($181,285)	R	
	1210	Field Audit Division	531511	"	($13,868)			($13,868)		
	1210	Field Audit Division	531521	"	($15,863)			($16,589)		
	1210	Field Audit Division	531561	"	($13,581)			($14,787)		
	1210	Field Audit Division	532712	Eliminate Grants Training Unit (5)	($189,809)	R	($20,000)	($189,809)	R	
	1210	Field Audit Division	532721	"	($14,520)		($5,000)	($14,520)		
	1210	Field Audit Division	532722	"	($15,756)		($25,000)	($15,756)		
	1210	Field Audit Division	534534	"	($18,108)		($50,000)	($18,108)		
	1110	Administration	531211	"	($50,157)			($50,157)		
	1110	Administration	531511	"	($3,837)			($3,837)		
	1110	Administration	531521	"	($4,083)			($4,083)		
	1110	Administration	531561	"	($4,527)			($4,527)		
		OSA TOTAL w/ Position Reductions			**($962,069)**	**R**	**($657,024)**	**($1,150,260)**	**R**	**$0**
					-8			**-9**		

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N. C. Office of State Budget and Management
(3% Reduction Amount is Calculated Using December 31, 2009 Authorized Budget)
Office of State Auditor
Budget Code 13300

3% Budget Reduction Options for FY 2010-11				FY 2010-11	
Budget Code	Description	Program Name	Impact of Reduction	Recurring	Positions
	532700 - Travel/Other Employee Expenses	Audit Services		(192,708)	
	534500 - Equipment	Audit Services		(122,602)	
	532900 - Other Services	General Services		(84,552)	
	Total 3% Reduction			**(399,862)**	**-**

5% Budget Reduction Options for FY 2010-11				FY 2010-11	
Budget Code	Description	Program Name	Impact of Reduction	Recurring	Positions
	532700 - Travel/Other Employee Expenses	Audit Services		(195,994)	
	534500 - Equipment	Audit Services		(122,602)	
	532900 - Other Services	General Services		(84,552)	
	532120 - Financial/Audit Services	Audit Services		(58,849)	
	532800 - Communication/Data Pro	Audit Services		(84,208)	
	532400 - Maintenance Agreements	General Services		(58,246)	
	Eliminate Position 60008926, vacant 351 days	Audit Services		(61,985)	(1.00)
	Total 5% Reduction			**(666,436)**	**(1.00)**

7% Budget Reduction Options for FY 2010-11				FY 2010-11	
Budget Code	Description	Program Name	Impact of Reduction	Recurring	Positions
	532700 - Travel/Other Employee Expenses	Audit Services		(194,781)	
	534500 - Equipment	Audit Services		(122,602)	
	532900 - Other Services	General Services		(84,552)	
	532120 - Financial/Audit Services	Audit Services		(68,849)	
	532800 - Communication/Data Pro	Audit Services		(84,208)	
	532400 - Maintenance Agreements	General Services		(68,246)	
	Eliminate Position 60008926, vacant 351 days	Audit Services		(61,985)	(1.00)
	Eliminate Position 60008908, vacant 320 days	Audit Services		(55,976)	(1.00)
	Eliminate Position 60008822, vacant 167 days	Audit Services		(110,026)	(1.00)
	Eliminate Position 60008931, vacant 229 days	Audit Services		(81,786)	(1.00)
	Total 7% Reduction			**(933,011)**	**(4.00)**

Beth Wood (5)

North Carolina
Office of the State Auditor



Beth A. Wood, CPA,
State Auditor

North Carolina
Office of the State Auditor

Mission

To serve the public interest by providing objective information to interested parties about whether state resources are properly accounted for, reported, and managed; as well as whether publically-funded programs are achieving desired results.

Goals

Conduct effective examinations of state organizations and programs.

To be considered effective, examinations must be performed in accordance with applicable professional standards and identify significant (1) accounting and financial reporting errors; (2) instances of noncompliance with laws, regulations, and provisions of contracts and grant agreements; (3) fraud; (4) financial mismanagement; (5) failures of programs to achieve desired results; and/or (6) deficiencies in policies and procedures that could result in any of these problems, as applicable to the objectives and scope of the audit. Further, for examinations to be effective, results and conclusions must be reliable, credible, and effectively communicated to interested parties in a timely manner.

Conduct efficient examinations of state organizations and programs.

To be considered efficient, examinations must be performed such that (1) mandated external reporting deadlines are met; (2) all significant state organizations and programs are periodically subjected to examination; and (3) interested parties are provided information needed in time to make decisions.

Office of State Auditor Duties and Responsibilities

Audit Type	Entities	Frequency	Comments
Financial Statement Audits			
	NC State Agencies	Annually - December 31 deadline	
	Universities	Annually (16 universities **PLUS** UNC-GA **PLUS** UNC Hospital)	
	Community Colleges (CC)	Biennially (audit 29 each year)	**Canceled 8 CC audits for current audit year.**
	Other required audits: • NC Partnership for Children • State Ports Authority • Battleship Commission • NC Education Lottery • NC Turnpike Authority • NC Health Insurance Risk Pool • 911 Fund • NC Agricultural Finance Agency	Annually	

Office of State Auditor Duties and Responsibilities

Single Audit – Audit of Federal Grant Moneys			
	NC State Agencies Universities Community Colleges	Annually – March 31 deadline	• Issue 1 Report • Includes Student Financial Aid (SFA) at Universities for 2009 • In addition to SFA will include Research and Development and Education Grants for 2010 • Includes interim audit of controls over 2010 Stimulus programs
Fiscal Control Audits			
	North Carolina State Agencies Universities	• Expenditures greater than $50M-every 3 years; less than $50M – every 5 years • Every 5 years	• Will perform 0 in FY 2010 • See attached for results of some key fiscal control audits
	Clerks of Court	Audit every 5 years (results in 20 clerks annually)	• Will perform 2 in FY 2010 • In FY 2011 need to make up 18 plus perform audits of regularly scheduled 20

Office of State Auditor Duties and Responsibilities

Information Technology Audits			
	North Carolina State Agencies Universities	• Expenditures greater than $100M - general controls audit every 3 years • Application controls review – every 3 years • Assist with financial, performance and investigative auditors as needed	**Even though General Statutes require State agencies, Universities and Community Colleges to receive vulnerability assessments State Auditor's Office does not have the resources (funds or staff) to accomplish.**
	Community Colleges	Assist auditors as requested	
Performance Audits			
	North Carolina State Agencies and component units	13 – 16 Annually – number depends on the extent/complexity of the audit	
Fraud & Investigative Audits	Any organization receiving federal and/or State funds		

Office of State Auditor
2010-2011 Budget
Key Budget Points

1. **Audit-related salaries and benefits make up 90% of total Department Budget - $17.8M. This only leaves $1.8M for the operation of the Office, i.e., audit-related travel, IT-related costs, computers, supplies, etc.**

2. **Because our budget is almost all salaries, we have limited options to reduce costs.**

3. **For every filled position eliminated, we have to lay off another ½ position to cover the severance pay associated with the layoff. Already, OSA is unable to meet its audit schedule for vulnerability assessments of State agencies, universities, community colleges due to a lack of resources and it will be difficult if not impossible to make up this audit work.**

4. **Further budget reductions will ensure that work already not performed will not be accomplished and will result in the elimination of additional audit work. See next page.**

5. **State Auditor's Office is holding staff accountable for performance measures not met. Per OSP, the State Auditor's Office is the only State agency who properly implements the State's performance evaluation program.**

North Carolina Office of the State Auditor
Results of Further Budget Reductions

- **A change to the audit cycle for the community college audits.**
- **Total elimination of the audits of Clerks of Superior Court**
- **A reduction in the frequency of fiscal control audits performed at state agencies and universities.**
- **Delays in the delivery of university financial statement audits.**
- **A reduction in the number of performance audits conducted.**
- **A reduction in the number of information systems audits performed.**
- **An increase in the time between the receipt of hotline tips and the subsequent investigation and reporting of the results.**

North Carolina Office of the State Auditor
Results of Audits-Current Budget Year

1. **Audit of North Carolina Financial Statements - completed by December 31, 2009 deadline**

2. **Audit of North Carolina Federal Grants – completed and issued by March 31, 2010 deadline. (Audit included interim audit of stimulus moneys to be spent in FYE June 30, 2010 and results published.)**

3. **Key Fiscal Control Audits**
   Audit of Department of Corrections - Findings:
   - **Inmate medical costs exceed $100M annually,**
   - **Medical providers billing the State, on average, 467% of applicable Medicare/Medicaid reimbursable rates,**
   - **Some hospital providers have been overpaid, one in particular was overpaid $469,000 over an 18-month period,**
   - **The State pays multiple rates for the same procedure,**
   - **Contracts are not properly negotiated or are written by the medical provider;**
   - **North Carolina State Health Plan**

   Winston Salem State University– Findings
   - **Coaches salaries paid inappropriately with State funds ($420,000 in 2008)**

   Juvenile Justice - Findings
   - **Time records not approved (35 out of sample of 51)**
   - **Documentation did not exist for staff to support salary paid (13 out of sample of 51)**
   - **Temporary employees working more than 12 consecutive months (22 out of sample of 26 employees examined)**
   - **Employees over paid (employees left the agency, separation not entered timely in payroll system so employees paid even though they had left....$27,730....10 out of sample of 14 employee records examined)**
   - **Time records did not support all time worked or leave taken (12 out of sample of 46 employee records examined)**

4. **Performance Audits**
   - **Contracting in North Carolina:**
   - **Contracts negotiated by vendor – not on behalf of State of North Carolina**
   - **No nonperformance clause nor nonperformance penalties**
   - **Inadequate monitoring performed by State**
   - **Inadequate contract terms**

North Carolina Office of the State Auditor
Results of Audits-Current Budget Year (cont'd)

Examples:

- **State Health Plan Audit – poor negotiations and poor monitoring resulted in $250M bailout from the State for the plan; Additionally, terms did not allow for an audit of vendors numbers**
- **E-Commerce Project and Statewide Portal Audit - poor negotiations and poor monitoring resulted in a contract that was supposed to cost the State of North Carolina $50M (and the e-procurement system was supposed to pay for itself) cost the State $120 M.**
- **Additionally, as a result of the OSA audit the contract was renegotiation and resulted in a savings of $10M to the State.**
- **Office Depot Contract Audit – poor negotiations and inadequate monitoring allowed Office Depot to overcharge the State of North Carolina $300,000 over a 6-month period.**

W...sheet II Expansion Budget Request

Worksheet II
Request Form

Complete appropriate yellow boxes throughout.

1 Priority No. [ ] of [ ]

2010-2011

2 Budget Code: 13300 Department: North Carolina Office of the State Auditor Division/Institution: Field Audit

3 Fund Code: 1210 Fund Title: Field Audit

4 Title of Request: Financial Audit Team

Specify Type of Request: Other

5 Description of Request: As a result of the loss of positions in the 2008/2009 budget process we have continued to fall further and further behind in our audit plan. As of now, there are 7 – 9 community colleges and 15 – 18 clerks of court that will not receive their scheduled audit this year. We will also not be able to perform any fiscal control audits on state funds at state agencies and universities during the current year. Without an increase in staff this problem will continue to be compounded over time.

In order to keep up with our legislatively mandated obligations we are requesting the addition of a new financial audit team. Because our staff currently engages in audits, reviews and investigations that increase economy, efficiency and effectiveness identifies weaknesses in internal controls, and investigates allegations of misappropriation of funds and assets the resulting increase in our staff size will help us more timely identify economies and efficiencies in state government while allowing us to cover a broader range of entities.

		2010-11	2011-12
6	Total Requirements	$ 372,675	$ 372,675
7	Total Receipts		
8	Appropriation	$ 372,675	$ 372,675
9	Total Positions	4.00	4.00

2010-11 Recurring	2010-11 Nonrecurr
$ 372,675	
$ 372,675	
4.00	-

2011-12 Recurring	2011-12 Nonrecurr
$ 372,675	
	-
$ 372,675	-
4.00	-

Budget for Request (G.S. 143-3.5)

Detail of budget is to be provided at the NCAS Agency Management Report detail level.

Requirements

	Account No.	Account Title	Actual 2008-09	Authorized 2009-10	2010-11	2011-12	2012-13
10	531211	Salaries-Appropriated	$ 10,335,473.75	10,063,302	298,713	298,713	298,713
	531511	Social Security Contributions-Appropriated	787,184	801,045	22,852	22,852	22,852
	531521	Regular Retirement Contributions-Appropriated	875,674	953,828	31,395	31,395	31,395
	531561	Hospitalization	638,649	749,064	19,716	19,716	19,716
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
11		Requirements	12,636,980	12,567,239	372,675	372,675	372,675
12		Number of FTE*	-	-	4.00	4.00	4.00

Receipts

	Account No.	Account Title	2008-09	2009-10	2010-11	2011-12	2012-13
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
14		Total Receipts	0	0	0	0	0
15		APPROPRIATION	12,636,980	12,567,239	372,675	372,675	372,675

itions Requested

Detail of the positions included in t *pansion request.*

16 Grade	Classification and effective date		2010-11 FTE	2011-12 FTE	Annual Salary**
ASA C	ASA I	7/1/2010	1.00	1.00	45,387
ASA A	ASA III	7/1/2010	1.00	1.00	70,164
ASA Manager J	ASA Supervisor	7/1/2010	1.00	1.00	81,879
ASA Manager A	ASA Manager	7/1/2010	1.00	1.00	101,283
			-	-	-
			-	-	-
			-	-	-
			-	-	-
			-	-	-
			-	-	-
			-	-	-
			-	-	-
17			Total# 4.00	4.00	298,713

*** Minimum level salary for the classification requested unless otherwise justified in the Narrative section above.*
#Total F.T.E's equal the number of total FTE's shown on Line 14 of this request.

18a Justification

Purpose of Expansion request:
As a result of the loss of positions in the 2008/2009 budget process we have continued to fall further and further behind in our audit plan. As of now, there are 7 – 9 community colleges and 15 – 18 clerks of court that will not receive their scheduled audit this year. We will also not be able to perform any fiscal control audits on state funds at state agencies and universities during the current year. Without an increase in staff this problem will continue to be compounded over time.

In order to keep up with our legislatively mandated obligations, we are requesting the addition of an audit manager, 2 audit supervisors and 1 auditor I.Our staff currently is engaged in audits, reviews and investigations that increase economy, efficiency and effectiveness, identify weaknesses in internal controls, investigate allegations of misappropriation of funds and assets. A larger staff will only enhance this process.

Problem/issue being addressed:
More audit positions will allow us to keep up with our legislatively mandated obligations and to continue to be able to timely engage in audits, reviews and investigations that increase economy, efficiently and effectiveness, identify weaknesses in internal controls and investigate allegations of misappropriation of funds and assets.

Necessary changes in operation:

Addition of an audit team composed of 4 staff members.

Anticipated outcome/impact after implementation of changes:

More audit positions will allow us to keep up with our legislatively mandated obligations and to continue to be able to timely engage in audits, reviews and investigations that increase economy, efficiency and effectiveness, identify weaknesses in internal controls and investigate allegations of misappropriation of funds and assets.

Relation to Agency Goals:

All audit work will be more timely and therefore more effective

18b Explanatory/justifying measures

Describe and provide values for quantitative measures that help justify this request. Two measures showing results with and without the increase may be helpful. Explain the methods of future projections in the previous section under "Anticipated outcome/impact after implementation of changes."

Measure description	Actual 2008-09	Anticipated 2009-10	Anticipated 2010-11	Anticipated 2011-12	Anticipated 2012-13	Anticipated 2013-14	TARGET
Goal							
Audit selected fiscal policies and procedures designed to ensure accurate financial records and reports; compliance with financial-related laws, regulations, contracts, and grants; and proper management of financial resources (fiscal control audits) at state agencies, universities/hospital, and clerks of superior court on a rotating basis. This objective applies only to portions of entities not otherwise subjected to audit.							
Measures							
Without Addition of Positions							TARGET
For clerks of superior court, the number not receiving an audit of this type in the last 5 years.	unknown	16	52	76	98	100	0
With Addition of Positions							TARGET
For clerks of superior court, the number not receiving an audit of this type in the last 5 years.	unknown	16	24	16	8	0	0

18c Relationship to Governor's Agenda

1. Position North Carolina to save and create jobs.

2. Continue to improve our children's education so they are college and career ready.

3. Set state government straight - open, effective and transparent.

Expanding audit services will improve accountability and identify potential cost reductions.

4. Healthy and safe communities.

Other

19 Does this request require additional resources from another agency ? Yes [ ] No [X]

20 Name the agency and the funds required: [ ] Funds Requested: [ ]

21 Are statutory changes or special provisions required to implement expansion?
22 YES [ ] NO [X]
23 If YES, attach a copy of the draft legislation.

Relationship to capital improvement projects

24 Does this expansion request relate to a capital improvement project? YES [ ] NO [X]
25 If YES, give title of C.I. Project: [ ]
26 C.I. Budget Code: [ ] Item Number: [ ] Projected completion date: [ ]

Space Requirements (G.S. 120-36.7 C)

27 Does this request require additional space? YES [ ] NO [X]
If yes, complete the following:

		Office	Storage	Other	2009-10	2010-11	2011-12
28	Type of Space:						
29	Additional Square Footage Required						
30	Estimated Cost of Space Requirements						

Motor Pool Requirements

31 Does this request require additional vehicles from the state motor pool? YES [ ] NO [X]
32 If YES, how many? [ ]

Worksheet II Expansion Budget Request

Worksheet II
Request Form

Complete appropriate yellow boxes throughout.

1 Priority No. [ ] of [ ]

2010-2011

2 Budget Code: 13300 Department: North Carolina Office of the State Auditor Division/Institution: IS Audit

3 Fund Code: 1210 Fund Title: Field Audit

4 Title of Request: Information System Audit Team for Vulnerability and Intrusion Testing

Specify Type of Request: Other

5 Description of Request: General Statute 147-64.6(c)(18) charges the Office of the State Auditor with performing audits of the security practices of information technology systems. The statute states that the Auditor's assessment of information security practices shall include an assessment of network vulnerability. While the General Statutes charge the Auditor's Office with this important function, individual agency management has the ultimate responsibility for the security of their computer network.

Assessments of network vulnerability are funded one of two ways. Either they are funded through the budget of the State Auditor or paid for by the agency receiving the assessment. Due to limited resources within the Auditor's Office we have not been able to perform assessments at agencies for some time. Accordingly we are requesting the addition of an audit team to routinely perform vulnerability assessments.

The proposed vulnerability assessment audit team will consist of a team of highly skilled professional auditors. This team will consist of one Supervisor and four advanced auditor positions. This team will conduct vulnerability assessments which may include a review of one or more of the following: agency security policies, network architecture, network vulnerability, host vulnerability, secure cloning and building of desk-top and laptop computers, wireless security and war dialing. Additionally it may include an application penetration test.

		2010-11	2011-12
6	Total Requirements	$ 615,890	$ 615,890
7	Total Receipts		
8	Appropriation	$ 615,890	$ 615,890
9	Total Positions	5.00	5.00

2010-11 Recurring	2010-11 Nonrecurr
$ 615,890	
$ 615,890	
5.00	-

2011-12 Recurring	2011-12 Nonrecurr
$ 615,890	
	-
$ 615,890	-
5.00	-

Budget for Request (G.S. 143-3.5)

Detail of budget is to be provided at the NCAS Agency Management Report detail level.

Requirements

	Account No.	Account Title	Actual 2008-09	Authorized 2009-10	2010-11	2011-12	2012-13
10	531211	Salaries-Appropriated	$ 10,335,473.75	10,063,302	500,376	500,376	500,376
	531511	Social Security Contributions-Appropriated	787,184	801,045	38,279	38,279	38,279
	531521	Regular Retirement Contributions-Appropriated	875,674	953,828	52,590	52,590	52,590
	531561	Hospitalization	638,649	749,064	24,645	24,645	24,645
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
11		Requirements	12,636,980	12,567,239	615,890	615,890	615,890
12		Number of FTE*	-	-	5.00	5.00	5.00

Receipts

	Account No.	Account Title	2008-09	2009-10	2010-11	2011-12	2012-13
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
			-	-	-	-	-
14		Total Receipts	0	0	0	0	0
15		APPROPRIATION	12,636,980	12,567,239	615,890	615,890	615,890

sitions Requested *Detail of the positions included in t pansion request.*

16 Grade	Classification and effective date		2010-11 FTE	2011-12 FTE	Annual Salary**
Audit Manager	ASA Supervisor Journey	7/1/2010	1.00	1.00	102,740
Auditor	ASA III Advanced	7/1/2010	4.00	4.00	397,636
			-	-	-
			-	-	-
			-	-	-
			-	-	-
			-	-	-
			-	-	-
			-	-	-
			-	-	-
17			Total# 5.00	5.00	500,376

*** Minimum level salary for the classification requested unless otherwise justified in the Narrative section above.*
#Total F.T.E's equal the number of total FTE's shown on Line 14 of this request.

18a Justification

Purpose of Expansion request:
To provide an audit team to perform vulnerability assessments of the state network. General Statute 147-64.6(c)(18) mandates that the Office of the State Auditor's assessment of security practices include an assessment of network vulnerability.

Problem/issue being addressed:
Independent vulnerability assessments of the state network are not being performed. The resources, human and/or monetary, are not currently available to perform these audits.

Necessary changes in operation:

Addition of an audit team composed of one Supervisor and 4 staff members.

Anticipated outcome/impact after implementation of changes:
The Office of the State Auditor will be able to meet the mandate established by the General Statutes and reduce the risk of a security breach in state agencies which could include the compromising of confidential medical records, credit card and or bank information, social security and or other personal information and data..

Relation to Agency Goals:
This audit team will allow our office to meet the audit mandate in the General Statutes and to provide a needed service to the taxpayers of North Carolina by reducing the risk of an embarrassing security breach at a state agency..

18b Explanatory/justifying measures

provide values for quantitative	

Measure description	Actual 2008-09	Anticipated 2009-10	Anticipated 2010-11	Anticipated 2011-12	Anticipated 2012-13	Anticipated 2013-14	TARGET
Measure							
Audit information systems general control at state agencies and institutions and application controls for multi-agency financial computer systems on a rotating basis.							
Without Positions							TARGET
Number of assessments performed	0	0	0	0	0	0	12
With Positions							TARGET
Number of assessments performed	0	0	9 -12	9 -12	9 -12	9 -12	12

18c **Relationship to Governor's Agenda**

Please indicate which items of the Governor's Agenda will be impacted by this expansion request.

1. Position North Carolina to save and create jobs.

2. Continue to improve our children's education so they are college and career ready.

3. Set state government straight - open, effective and transparent.

This action will positively impact the State's efforts to more effectively and timely identify network vulnerabilities thereby insuring the security and integrity of computer data within the State including HIPA information, social security numbers, bank account numbers, credit card numbers, student records, and etc. Having computer data accurate and secure will help increase the open, effective and transparent operations within State government by allowing the taxpayers and leaders within North Carolina to be able to rely on the output of data in projections and reports.

4. Healthy and safe communities.

Other

19 Does this request require additional resources from another agency ? Yes [ ] No [X]

20 Name the agency and the funds required: [ ] Funds Requested: [ ]

21 Are statutory changes or special provisions required to implement expansion?
22 YES [ ] NO [X]
23 If YES, attach a copy of the draft legislation.

Relationship to capital improvement projects

24 Does this expansion request relate to a capital improvement project? YES [ ] NO [X]
25 If YES, give title of C.I. Project: [ ]
26 C.I. Budget Code: [ ] Item Number: [ ] Projected completion date: [ ]

Space Requirements (G.S. 120-36.7 C)

27 Does this request require additional space? YES [ ] NO [X]
If yes, complete the following:

	Office	Storage	Other	2009-10	2010-11	2011-12
28 Type of Space:						
29 Additional Square Footage Required						
30 Estimated Cost of Space Requirements						

Motor Pool Requirements

31 Does this request require additional vehicles from the state motor pool? YES [ ] NO [X]
32 If YES, how many? [ ]

STATE OF NORTH CAROLINA
Office of the State Auditor

BETH A. WOOD, CPA
STATE AUDITOR

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March 30, 2010

Claire Hester
Fiscal Research Division
North Carolina General Assembly
Legislative Office Building, Suite 619
Raleigh, NC 27603

Dear Ms. Hester:

We are writing in response to your request that the Office of the State Auditor identify (1) the distribution of the 5% adjustments in FY 2009-10 per the Governor's directive and (2) proposed 5% reductions to the FY 2010-11 budget.

We have identified the accounts affected by the 5% reduction required by the Governor on the separate spreadsheet you provided. The reduction was primarily accomplished by holding vacant positions open for much of the year and cutting contracted services expenditures. However, these measures caused significant harm to achieving our mission. Currently, there are eight community colleges and 16 clerks of court that will not receive their scheduled audit this year, and it appears that we have no realistic hope of eliminating this backlog in the coming year, even if we are fully staffed. Additionally we will only be able to perform a few fiscal control audits this year, which will be directed at the use of federal stimulus moneys. Normally, these audits are used to identify misuse or mismanagement of state funds.

We have given extensive consideration to your request for us to identify permanent reductions that can be made to our FY 2010-11 budget. However, we have concluded that the Office of the State Auditor cannot sustain budget cuts, beyond those approved during the biennial process, without an unacceptable reduction in statutorily-required services. Therefore, we cannot in good faith submit the requested budget reductions and respectfully ask that the Office of the State Auditor be exempted from further budget reductions.

Our analysis indicates that any level of budget reductions will result in the elimination of audit staff positions and a corresponding reduction in current audit services. Our analysis indicates that these cuts would result in some combination of the following:

- A change to the audit cycle for the community college audits. Currently, the audits of community colleges are performed biennially; however, further budget cuts could change the cycle to once every 5 years. Accordingly, follow-up on audit findings will not be timely and the late issuance of reports may cause colleges problems when going through re-accreditation.
- Total elimination of the audits of Clerks of Superior Court (currently audited at least once every 5 years).
- A reduction in the frequency of fiscal control audits performed at state agencies and universities. These audits are designed to provide more current operational feedback to agencies in meeting compliance and control objectives and often identify wasteful financial practices (current goal is to audit major state agencies every 3 years and universities every 5 years).

- Delays in the delivery of university financial statement audits. This will result in the delay of the identification of findings and recommendations and subsequent corrective action that would improve the business operations of the State's universities. It could also cause problems for the universities when issuing bonds, going through re-accreditation, or meeting other reporting requirements.
- A reduction in the number of performance audits conducted. Performance audits typically identify either cost savings for the State or programs that are not achieving desired goals; and therefore, policy makers will have less information available to help streamline state government.
- A reduction in the number of information systems audits performed. General control reviews and application reviews will not be performed on their current rotation cycle, increasing the potential for security breaches and malfunctions.
- An increase in the time between the receipt of hotline tips and the subsequent investigation and reporting of the results. This would likely result in an increase in money lost due to fraud, waste, and abuse prior to its detection and corrective action.

Additionally, we should point out that the number of positions in the Office of the State Auditor in 2010 is the same as it was in 1999, in spite of the growth in the State's spending and other financial activity during that time period.

The Office of the State Auditor performs audit work that affects the economy, efficiency, and effectiveness of state government; helps maintain and improve the control and security of the State's assets; contributes to the State's maintaining its AAA bond rating; and contributes to the continued receipt of federal funding. Therefore, any further budget reduction for the Office of the State Auditor will negatively affect the operations of the State.

Sincerely,

Beth A. Wood

Beth A. Wood, CPA
State Auditor

(6)

Joint Appropriations Subcommittee on General Government

Identification of Budget Reductions for FY 2010-11 that Require Changes to Statutory Authority

Fund Code & Division Name	Expenditure Account	Description of Reduction (include position number, if applicable)	Amount of FY 2010-11 Reduction	Description of Operational Impact of Reduction	Legal Reference Impacted by this Reduction (G.S., S.L., etc)	Brief Summary of Legal Reference (or attach)	Required Changes to Statute as a Result of Budget Reduction
2479		Remove this requirement at this time since the funding for $700,000 is not sufficient for DOR to progress through the various project management gates through ITS's project management tool.	$700,000	Funding provided is not sufficient to meet the expectation of Section 28.16 of Session Law 2008-107	Session Law 2008-107 Section 28.16	The Department is directed to establish a plan to record telphone calls received by the Department's Taxpayer Assistance Center and to implement the plan by July 1, 2010.	Amendment to Section 28.16 Session Law 2008-107
1629		Allow the State to no longer have to appropriate funding to the Department of Revenue in performing the duties imposed by G.S. 105-275.2 and by Article 15 of Chapter 105. Allow the Department of Revenue to be reimbursed on a monthly basis for the duties performed under G.S. 105-275.2 and Article 15 of Chapter 105 from the local sales and use collections.	$1,467,305	General Government no longer needs to appropriate funding for the operations of G.S. 105-275.2 and Article 15 of Chapter 105	G.S. 105-501 (b)	Deduction from the local collections to be distributed to the local governments, the monthly expenditures for the Department of Revenue in performing the duties imposed by G.S. 105-275.2 and by Article 15 of Chapter 105.	Amendment to G.S. 105-501

Kenneth R. Lay

Name of agency head

Kenneth R. Lay

4/13/2010

Date

GENERAL GOVERNMENT

FY 2009-10 and FY 2010-11 Budget Reductions

					FY 2009-10			FY 2010-11		
Budget Code/ Dept Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Adjustment (with position adjustment, if applicable)	(6) Legislative Budget	(7) R/NR	(8) Governor's Add'l 5% Reduction	(9) Legislative Budget	(10) R/NR	(11) Add'l 5% Reduction
14700 Revenue										
	various	Reductions of Continuation Budget Increases across multiple funds.	531311	Reg Temp Wages	($695,506)	R		($683,906)	R	
	various		531411	OT Pay	($30,435)	R		($30,435)	R	
	various	"	531431	Shift Prem Pay	($3,763)	R		($3,763)	R	
	various	"	531461	EPA & SPA - Longevity	($198,039)	R		($257,543)	R	
	various	"	531511	Social Security Contrib.	($66,589)	R		($70,881)	R	
	various	"	531521	Reg Retirement Contrib.	($16,119)	R		($20,962)	R	
	various	"	531631	Worker's Comp - Med Payments	($6,845)	R		($6,845)	R	
	various	"	532110	Legal Services	($13,153)	R		($13,153)	R	
	various	"	532140	info Tech SVC	($660,972)	R		($660,972)	R	
	various	"	532171	Contractual Services	($28,795)	R		($28,795)	R	
	various	"	532184	Janitorial Ser Agreement	($7,302)	R		($7,302)	R	
	various	"	532185	Waste Rem Agreement	($659)	R		($659)	R	
	various	"	532191	Payments - Empl on Loan	($9,957)	R		($9,957)	R	
	various	"	532199	Misc Contractual Services	($50,433)	R		($50,433)	R	
	various	"	532200	Utility/Energy Services	($7,119)	R		($7,176)	R	
	various	"	532500	Rental/Leases	($75,024)	R		($99,036)	R	
	various	"	535200	Pension Payments	($8,346)	R		($8,346)	R	
	various		531211	Salaries (Eliminate 14 vacant positions)				($608,244)	R	
			531511	Social Security Contrib.				($46,531)	R	
			531521	Retirement Contrib.				($50,519)	R	
			531531	LEO Retirement Contrib.				($6,016)	R	
			531561	Medical Insurance Contrib.				($69,006)	R	
	1663	Project Compliance	532140, 43, 45	Reduce Various Operating Accounts				($276,993)	R	
	1660 & 1663	Examination & Collection	532512	Eliminate $300 Per Month Stipend for Interstate Auditors	($132,030)	R		($132,030)	R	

GENERAL GOVERNMENT

FY 2009-10 and FY 2010-11 Budget Reductions

					FY 2009-10			FY 2010-11		
Budget Code/ Dept Name	(2) Fund Code	(3) Division Name	(4) Expediture Acct	(5) Description of Adjustment (with position adjustment, if applicable)	(6) Legislative Budget	(7) R/NR	(8) Governor's Add'l 5% Reduction	(9) Legislative Budget	(10) R/NR	(11) Add'l 5% Reduction
	1664	Guest Worker Program	various	Adjust Appropriation for Guest Worker Program	($375,000)	R	($125,000)	($500,000)	R	
	1629	Property Tax	532930	operating			($7,000)			
	1663	Project Compliance	various	lapse salarie & benefits and operating			($235,902)			
	1670	Unauthorized Subst Tax	various	operating			($12,612)			
	1600	Administration	various	Lapsed salaries & benefits			($195,155)			
	1603	Human Resources	various	"			($34,447)			
	1605	Information Technology	various	"			($126,820)			
	1607	Policy Analysis/Stats	various	"			($92,738)			
	1623	Personal Taxes	various	"			($36,588)			
	1627	Sales & Use	various	"			($97,816)			
	1643	Taxpayer Assistance	various	"			($415,181)			
	1663	Project Compliance	various	"			($157,124)			
	1670	Unauthorized Subst Tax	various	"			($56,917)			
	1681	Administrative Svcs	various	"			($109,619)			
	1683	Financial Svcs	various	"			($36,588)			
	1685	Docs/Payments Processing	various	"			($760,493)			
	various		various	Abolish 8 Vacant Positions Department wide Impedes the agency's ability to generate lapse salaries which it is so dependent on to cover temporary wages.						($429,831)
	1629	Property Tax Division		Convert Property Tax Division to Receipt Supported Amendment to GS 105-501 is required; Reduces agenct's GF cash allotment on a monthly basis which is a challenge in July of each year since the receipts are not recouped until August for July expenses or October for the first quarter expenses.						($1,467,305)

3% Budget Reduction Options for FY 2010-11
(3% Reduction Amount is Calculated Using December 31, 2009 Authorized Budget)
Department of Revenue
Budget Code 14700, 24708

Budget Code	Description	Program Name	Impact of Reduction	FY 2010-11 Recurring	FY 2010-11 Positions
14700	Convert Property Tax Division to Receipt Supported	Property Tax Division; Fund 1629	Amendment to GS 105-501 is required; Reduces agenct's GF cash allotment on a monthly basis which is a challenge in July of each year since the receipts are not recouped until August for July expenses or October for the first quarter expenses.	(1,467,305)	(17.00)
24708	Call Recording Funding	Revenue IT Projects - Call Recording; Budget Code 24708; Fund 2479	Amendment required to Section 28.16(g) of House Bill 2436 (Session Law 2008-107). Funding appropriated through Session Law 2007-107 is not sufficient. The five year cost with the Department of Revenue hosting the system is $988,019. There has been no guarantee by ITS that the call recording system will be hosted at DOR. If hosted at ITS, cost estimates were $1M + for 5 years with minimal customization, excluding most "nice to haves" and based on 20% call recording. DOR will have to request additional funding in the next biennium. The service at these costs will not provide 100% call recording of all calls.	(700,000)	-
14700	Abolish 8 Vacant Positions Department wide	Various Funds	Impedes the agency's ability to generate lapse salaries which it is so dependent on to cover temporary wages.	(429,831)	(8.00)
	Total 3% Reduction			**$ (2,597,136)**	**(25.00)**

5% Budget Reduction Options for FY 2010-11
(5% Reduction Amount is Calculated Using December 31, 2009 Authorized Budget)
Department of Revenue
Budget Code 14700, 24708

Budget Code	Description	Program Name	Impact of Reduction	FY 2010-11 Recurring	FY 2010-11 Positions
14700	Convert Property Tax Division to Receipt Supported	Property Tax Division; Fund 1629	Amendment to GS 105-501 is required; Reduces agenct's GF cash allotment on a monthly basis which is a challenge in July of each year since the receipts are not recouped until August for July expenses or October for the first quarter expenses.	(1,467,305)	(17.00)
24708	Call Recording Funding	Revenue IT Projects - Call Recording; Budget Code 24708; Fund 2479	Amendment required to Section 28.16(g) of House Bill 2436 (Session Law 2008-107). Funding appropriated through Session Law 2007-107 is not sufficient. The five year cost with the Department of Revenue hosting the system is $988,019. There has been no guarantee by ITS that the call recording system will be hosted at DOR. If hosted at ITS, cost estimates were $1M + for 5 years with minimal customization, excluding most "nice to haves" and based on 20% call recording. DOR will have to request additional funding in the next biennium. The service at these costs will not provide 100% call recording of all calls.	(700,000)	-
14700	Abolish 8 Vacant Positions Department wide	Various Funds	Impedes the agency's ability to generate lapse salaries which it is so dependent on to cover temporary wages.	(429,831)	(8.00)
	Total 5% Reduction			**$ (2,597,136)**	**(25.00)**

7% Budget Reduction Options for FY 2010-11
(7% Reduction Amount is Calculated Using December 31, 2009 Authorized Budget)
Department of Revenue
Budget Code 14700, 24708

Budget Code	Description	Program Name	Impact of Reduction	FY 2010-11 Recurring	FY 2010-11 Positions
14700	Convert Property Tax Division to Receipt Supported	Property Tax Division; Fund 1629	Amendment to GS 105-501 is required; Reduces agenct's GF cash allotment on a monthly basis which is a challenge in July of each year since the receipts are not recouped until August for July expenses or October for the first quarter expenses.	(1,467,305)	(17.00)
24708	Call Recording Funding	Revenue IT Projects - Call Recording; Budget Code 24708; Fund 2479	Amendment required to Section 28.16(g) of House Bill 2436 (Session Law 2008-107). Funding appropriated through Session Law 2007-107 is not sufficient. The five year cost with the Department of Revenue hosting the system is $988,019. There has been no guarantee by ITS that the call recording system will be hosted at DOR. If hosted at IT, cost estimates were $1M + for 5 years. DOR will have to request additional funding in the next biennium. The service at these costs will not provide 100% call recording of all calls.	(700,000)	-
14700	Abolish 8 Vacant Positions	Various Funds	Impedes the agency's ability to generate lapse salaries which it is so dependent on to cover temporary wages.	(429,831)	(8.00)
	Total 7% Reduction			**$ (2,597,136)**	**(25.00)**

HOUSE PAGES

JT Appropriation Gen. Gov. Subcommittee
NAME OF COMMITTEE _____ DATE 4/14/10

1. Name: _____

County: _____

Sponsor: _____

2. Name: _____

County: _____

Sponsor: _____

3. Name: _____

County: _____

Sponsor: _____

4. Name: _____

County: _____

Sponsor: _____

5. Name: _____

County: _____

Sponsor: _____

SGT-AT-ARM

1. Name: Bob Rossi
2. Name: Judy Turner
3. Name: _____
4. Name: _____

(2)

VISITOR REGISTRATION SHEET

Joint Subcommittee Approp-Gen Govt — 4/14/10 Morning Session

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Greg Pinen	DCR
Thom Rhodes	DCR
David Brook	DCR
MARGARET MATRONE	NCHFA
Bob Heath	MWC
Joe Lanier	NELSON MULLINS
Todd McGee	NCALC
A. Solari	DST
Zeb Alley	NMRS
Heyward McKinney	DCR
Will Pamplin	NCHFA

VISITOR REGISTRATION SHEET

Jt. Appropriation Gen Gov. Subcommittee — 4/14/2010
Name of Committee — Date

Morning Session

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Jeffrey J Crow	DCR
Dick Canfield	DCR
[illegible]	DCR
Sec. Linda Carlisle	DCR
Debra Derr	"
Mary Bonne	"
David Worters	NC Symphony
Stan Williams	NC Symphony
Mary Regan	DCR/Arts Council
BOB KUCABS	NCHFA

VISITOR REGISTRATION SHEET

(9)

Jt. Approp Subc Con. Gen Govt 4-14-10

Name of Committee **Date** Morning Session

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Chip Killian	Nelson Mullins
Arnetha Dickerson	OSBM
Vicky T. Yao Ceng	NCDOT
Caroline Valand	Lt Gov

CTO: 9:07
Adjourn: 3:53

ATTENDANCE

2009 – 2010 Session

House Appropriations / Subcommittee on General Government

DATES	4-14-10
Rep. Susan Fisher, Chair	✓
Rep. Alice Underhill, Chair	
Rep. Fred Steen, Vice-Chair	✓
Rep. Russell Tucker, Vice-Chair	✓
Rep. Larry Brown	✓
Rep. George Cleveland	✓
Rep. Elmer Floyd	✓
Rep. Grey Mills	✓
Rep. Jane Whilden	✓
Sen. Katie Dorsett, Chair	✓
Sen. Bob Atwater, Co-Chair	✓
Sen. Andrew Brock	✓
Sen. Don East	✓
Sen. David Hoyle	
S- A A	
Bob Rosi	
Judy Turner	
Michele Nelson	
Blair Hester	

No Pages

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

May 25, 2010
8:30 AM

Minutes

The House Appropriations Subcommittee on General Government met on Tuesday, May 25, 2010 at 8:30 AM in Room 1425.

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; Steen and Tucker, Vice-Chairs; Brown, Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff members present were Michele Nelson, Claire Hester, Tiesha Pope, and Tazra Mitchell.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representatives Underhill and Fisher co-chaired the committee meeting and explained to the members the plan of action for the committee. Staff will explain the budget difference between the Governors's Budget, the Senate's Budget, and the House Budget items. Spreadsheets and information sheets for the eighteen state agencies reporting to the General Government Committee are attached to this document (see attachments).

Cindy Avrette, Research Staff Attorney, was called upon to explain the special provision for Revenue. There was an explanation and discussion of the method of modification by which Local Governments reimburse the state for programs that support Local Governments.

A question and answer period followed. The meeting adjourned at 9:48 AM to reconvene at 1:00 PM today.

The minutes for the House Appropriations Subcommittee on General Government meeting of the May 25, 2010 at 8:30 A.M. are available in their entirety on CD through the Financial Service Division of the North Carolina General Assembly.

Alice G. Underhill
Rep. Alice G. Underhill, Chair

Judy Veorse
Judy Veorse, Committee Clerk

AGENDA
House APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
May 25, 2010
8:30 a.m.
Room 1425

Representative Alice Underhill, Chairing

Representative Susan Fisher

Review of Senate Money Report and Special Provisions

General Government Team

Discussion of Target and Procedures for House Budget

Discussion of Agency Reductions and Special Provisions for House Package

2010 Session
General Government Appropriations Subcommittee

TARGETS

House	Senate	**Difference**
$417,659,784	$423,877,100	**$6,217,216**

FRD
General Government Team
May 24, 2010

N.C. HOUSE APPROPRIATIONS SUBCOMMITTEES
APPROACH TO DEVELOPING THE 2010-11 BUDGET

As you conduct subcommittee activities and deliberations, please develop subcommittee spending proposals as follows:

1. **No Expansion Except for Economic Development**

2. **Continuation Reviews and Items Funded Non-recurring in FY 2009-10**
   Funding may be provided to continue programs under Continuation Review, if justified, or for other items funded with non-recurring funds in the FY 2009-10, only on a non-recurring basis within subcommittee spending targets.

3. **Build on Governor and Senate Budget Reduction Proposals**
   Focus on:
   - Individual programs, including non-essential, ineffective, obsolete, redundant or new programs and services.
   - Specific line items within programs. (See list at bottom of page.)

4. **Use Governmental and Proprietary Fund Cash Balances**
   Cash balances can be transferred to the General Fund; expenditures can be transferred to the other funds.

5. **Consider FY 2009-10 Agency Spending Level**
   Review current agency spending level to see if the Governor's holdbacks for State agencies can be made permanent.

6. **Review Vacant Positions for Potential Reduction**

7. **No Fee Increases or Adjustments**
   The Full Chairs of House Appropriations may consider exceptions on a case-by-case basis.

8. **Use Federal Receipts**
   Budget any federal receipts such as American Recovery and Reinvestment Act (ARRA) and Temporary Assistance for Needy Families (TANF). To the extent possible and allowed by federal regulations, use the funds for supplanting and for non-recurring needs.

9. **Finally, Consider Applicable Recommendations Found In Any of the Following:**
   - Reports issued by the General Assembly's Program Evaluation Division
   - Prior and current studies and Continuation Reviews, particularly those mandated in S.L. 2009-451.

Specific Line Items within Agencies To Consider

1. Direct appropriations and grants to nonprofit organizations
2. Salary Reserves
3. Contracted services, personal and miscellaneous
4. Rental/lease of equipment, including cellular phones
5. Travel and other employee expense
6. Furniture and equipment replacement schedules
7. Loan programs

VISITOR REGISTRATION SHEET

Approp/ Sub on Gen Gov — May 25, 2010
Name of Committee — Date — 8:30 AM

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Dennis Patterson	OSA
Barbara Bowers	OSBM
Melvin Lee	OSBM
Stan Williams	NCS
Sam Wells	Arts NC
Michelle Frazier	MF+S
Doug Lassiter	NCSFA
Margaret Matrone	NCHFA
John Eick	John W. Pope Civitas Institute
Shelley Crisp	North Carolina Humanities Council
Anthony Allen	NCACC

Melanie Soler

DCR

VISITOR REGISTRATION SHEET

Approp/ Subcom Gen Gov 5/25/10 8:30 Am

Name of Committee Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Jim Stegall	U.C.P.S.
Mark Flemming	BCBSNC
Robert Paschal	Young Moore
K Wright	BCBSNC
Joni Allen	BEGINNINGS
Lin Watts	NCAHEC
Johnny Kitts	NWC
Butch Gunnells	NC Beverage A
Tom V[illegible]	CFTF
Johnson	DHHS
Annette Newkirk	Governors Office

VISITOR REGISTRATION SHEET

Name of Committee | Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Ken Lay	NCDOR
Henry Hutaff	N.C.B Assoc
David Brown	OSBM
Cardine Valenel	Lt. Gov
Amy McConkey	NC Rev Assoc
A. James	OSBM
Shannon McCoy	Nationwide
Sherry Goss	NCC

VISITOR REGISTRATION SHEET

Name of Committee _____ Date _____

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Thomas Cheek	OSC
Carl Goodwin	OSP
Carl Dean	OSP
Sharon Shabazz	OSP
Perry Y. Newson	SEZ
Pam Worthan	DST
Tony Solari	DST
Chris Agner	DOA
Kate Binion	DOR
Michael Hunser	NC DOR
Dennis Reynolds	TCi

HOUSE PAGES

NAME OF COMMITTEE G. Govt. DATE 5-25-10

1. Name: Erin Doran
   County: Forsyth
   Sponsor: Brown
2. Name: Erika Atkins
   County: Surry
   Sponsor: Stevens
3. Name: _____
   County: _____
   Sponsor: _____
4. Name: _____
   County: _____
   Sponsor: _____
5. Name: _____
   County: _____
   Sponsor: _____

SGT-AT-ARM

1. Name: Judy Turner
2. Name: Martha Pernell
3. Name: _____
4. Name: _____

HOUSE PAGES

NAME OF COMMITTEE Gen. Govt. DATE 5-27-'10

1. Name: Erika Atkins
   County: Surry
   Sponsor: Stevens
2. Name: Anthony Akins
   County: Guilford
   Sponsor: Alma Adams
3. Name: _____
   County: _____
   Sponsor: _____
4. Name: _____
   County: _____
   Sponsor: _____
5. Name: _____
   County: _____
   Sponsor: _____

SGT-AT-ARM

1. Name: Judy Turner
2. Name: Ken Burroughs
3. Name: Martha Parrish
4. Name: _____

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Department of Insurance

Certified Budget Amounts:

DOI - $32,242,706 DOI-VSWC - $1,561,846

Budget Code	Fund Code	Division Name	Expenditure Acct	Description of Adjustment	(A) Legislative Budget Adjustment			(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: DOI = 5.6% Reduction			(D) Senate Budget			(E) House Budget		
					R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
13900	1100	Administration	misc	Reduce misc. operating accounts				R		($138,926)	R		($45,216)				R		($35,515)
	1200	Company Services	misc	Reduce misc. operating accounts				R		($188,993)	R		($183,594)				R		($144,203)
		"	531xxx	Eliminate one vacant position & one filled position							R	(2.00)	($251,283)						
	1300	Technical Services	misc	Reduce misc. operating accounts				R		($340,713)	R		($290,407)				R		($244,550)
	1400	Public Service		Adjust Continuation Budget:															
		"	532140	Offset OSBM TB0001 Negating entry	R		($62,634)													
		"	532170	Offset OSBM TB0001 Negating entry	R		($32,243)													
		"	532199	Offset OSBM TB0001 Negating entry	R		($49,423)													
		"	misc	Reduce misc. operating accounts				R		($272,167)	R		($335,105)				R		($279,487)
		Adjust ITS Rate																	
	1500	Office of State Fire Marshal	misc	Reduce misc. operating accounts				R		($683,599)	R		($690,767)				R		($509,865)
	6100	State Property Fire Insurance Fund	438163	Reduce State Property Fire Insurance Fund	NR		($200,000)												
	6110	NC Auto Retrospective Fund	438163	Reduce NC Auto Retrospective Insurance Fund	NR		($1,300,000)												
				DOI TOTAL REDUCTIONS	**R**		**($144,300)**	**R**		**($1,624,398)**	**R**		**($1,796,372)**				**R**		**($1,213,620)**
					NR		**($1,500,000)**	**NR**		**-**	**NR**		**-**				**NR**		**$0**
13901	1900	Volunteer Safety Workers' Compensation Fund	538162	Reduce Volunteer Safety Workers' Compensation Fund	NR		($2,938,154)				NR		($400,000)				NR		
				DOI-VSWCF TOTAL REDUCTIONS	**R**		**-**	**R**		**-**	**R**		**-**				**R**		
					NR		**($2,938,154)**	**NR**		**-**	**NR**		**($400,000)**				**NR**		**$0**

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Office of the Lieutenant Governor

Certified Budget Amount:

$ 931,703.00

					(A) Legislative Budget Adjustment			(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: Lt Gov = 6.8% Reduction			(D) Senate Budget			(E) House Budget		
Budget Code	**Fund Code**	**Division Name**	**Expenditure Acct**	**Description of Adjustment**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**
13100																			
				Adjust Continuation Budget	R		($5,673)												
				Additional Reduction	R		($12,499)												
				Reduce Various Operating Accounts	R		($16,831)												
			531xxx	Eliminate vacant position				R	(1.00)	($46,585)	R	(1.00)	($63,800)	R		($54,235)	R		
				Assistant Policy Director 60008622											(1.00)				
				Information & Comm Spec II 60008618											3.00			(0.50)	($33,539)
				LT GOV TOTAL REDUCTIONS	**R**		**($35,003)**	**R**	**(1.00)**	**($46,585)**	**R**	**(1.00)**	**($63,800)**	**R**	**2.00**	**($54,235)**	**R**	**(0.50)**	**($33,539)**
					NR		-	**NR**		-	**NR**		-	**NR**		-	**NR**		-

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Department of Revenue

CERTIFIED BUDGET AMOUNT:
$87,790,970

					(A) Legislative Budget Adjustment			(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: DOR = 4.0% INCREASE			(D) Senate Budget			(E) House Budget		
Budget Code	**Fund Code**	**Division Name**	**Expenditure Acct**	**Description of Adjustment**	**R/N R**	**FTEs**	**Amount**	**R/N R**	**FTEs**	**Amount**	**R/N R**	**FTEs**	**Amount**	**R/N R**	**FTEs**	**Amount**	**R/N R**	**FTEs**	**Amount**
14700	1663	Project Compliance	-	Reduce Various Operating Accounts	R		($276,993)												
	1660&1663	Examination & Collection	532512	Eliminate $300 Per Month Stipend for Interstate Auditors	R		($132,030)												
	1664	Guest Worker Program	-	Adjust Appropriation for Guest Worker Program	R		($500,000)												
	various	Reductions of Continuation Budget Increases across multiple funds.	531311	Reg Temp Wages	R		($683,906)												
			531411	OT Pay	R		($30,435)												
			531431	Shift Prem Pay	R		($3,763)												
			531461	EPA & SPA - Longevity	R		($257,543)												
			531511	Social Security Contrib.	R		($70,881)												
			531521	Reg Retirement Contrib.	R		($20,962)												
			531631	Worker's Comp - Med Payments	R		($6,845)												
			532110	Legal Services	R		($13,153)												
			532140	Info Tech SVC	R		($660,972)												
			532171	Contractual Services	R		($28,795)												
			532184	Janitorial Ser Agreement	R		($7,302)												
			532185	Waste Rem Agreement	R		($659)												
			532191	Payments - Empl on Loan	R		($9,957)												
			532199	Misc Contractual Services	R		($50,433)												
			532200	Utility/Energy Services	R		($7,176)												
			532500	Rental/Leases	R		($99,036)												
			535200	Pension Payments	R		($8,346)												
			531xxx	Eliminate 14.0 FTE - vacant	R	(14.00)	($780,316)												
			531xxx	Eliminate 8.0 FTE - vacant				R	(8.00)	($429,831)	R	(8.00)	($429,831)	R	(8.00)	($429,831)	R	(8.00)	($429,831)
	1643	Taxpayer Assistance Division	531xxx	Abolish approximately 32 (filled) positions										R					
		Department-Wide	531xxx	Abolish approximately 34 (vacant) positions (Senate Budget) / **9 (vacant) positions (House Budget)**										R	(34.00)	($1,761,789)	R	(9.00)	($371,467)
				Reduce temporary wages										R	-	**($632,136)**			

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Department of Revenue

CERTIFIED BUDGET AMOUNT:
$87,790,970

Budget Code	Fund Code	Division Name	Expenditure Acct	Description of Adjustment	(A) Legislative Budget Adjustment			(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: DOR = 4.0% INCREASE			(D) Senate Budget			(E) House Budget		
					R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
				Reclassify XX vacant appropriated positions in order to fulfill requirements of Resolution Initiative II (51 FTEs requested)															
			-	ITS Rate Reduction										R		**($158,647)**	R		**($158,647)**
			-	Reduce travel reimbursement										R		**($39,000)**	R		**($39,000)**
			-	**EXPANSION:** Provide Funding for Resolution Initiative II										R		$846,909			
"	2479	Revenue IT Projects	-	Eliminate Call Recording Funding				R		($700,000)	R		($700,000)	R			R		($700,000)
	1629	Property Tax Division	-	Convert Property Tax Division to Receipt Support				R	(17.00)	($1,467,305)	R	(17.00)	($1,467,305)	R		($1,467,305)	R		($1,467,305)
	1605	Information Technology		**EXPANSION:** Additional software licenses for tax imaging system							R		$613,440	R		$613,440			
	various	various		**EXPANSION:** Corporate Settlement Initiative (Resolution Imitative II)							R	51.00	$3,700,000						
	"	"									NR		$300,000						
24708	new	Revenue IT Projects		**EXPANSION:** Modernization of 1040 E-File platform							R		$47,600	R		$47,600			
"	"	"									NR		$1,457,118	NR		$1,457,118			
				DOR TOTAL REDUCTIONS	R	(14.00)	($3,649,503)	R	(25.00)	($2,597,136)	R	26.00	$3,521,022	R	(42.00)	($1,523,641)	R	(17.00)	($3,166,250)
					NR		-	NR		-	NR		-	NR		-	NR		$0

GENERAL GOVERNMENT
FY 2010-11 Budget Reductions: Office of the Governor

Certified Budget Amount:
$ 6,067,739.00

Budget Code	Fund Code	Division Name	Expenditure Acct	Description of Adjustment	(A) Legislative Budget Adjustment			(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: DOR = 4.0% INCREASE			(D) Senate Budget			(E) House Budget		
					R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
13000				Adjust Continuation Budget	R		($96,318)												
				Various Additional Reductions	R		($85,633)												
		Department-Wide		Reduce Expenditure Accounts	R		($109,304)												
		Department-Wide		Reduce Various Accounts	R		($263,885)												
				No Holdback Reserve															
		Additional 5% Reductions FY 2010-11 and Governor's Recommended Changes																	
				House recommended budget eliminates salaries and benefits of one position: W/A Administrative Asst. I (#60008480). Gov & Senate Recommended budget eliminates salaries and benefits of three positions: Administrative Asst (#60008533) - $28,400; Asst Press Secretary (#60008523) - $50,7320; and Communications Specialist (#60008481) - $30,000.												R	(1.00)	($39,000)
	1100	Administration	531211	Salaries				R	(3.00)	($94,290)	R	(3.00)	($94,290)	R	(3.00)	($109,132)			($2,985)
		"	531511	Soc Sec				R		($7,213)	R		($7,213)	R		($8,349)			($4,098)
		"	531521	Retirement				R		($9,910)	R		($9,910)	R		($11,470)			($4,929)
		"	535461	Med Ins				R		($14,787)	R		($14,787)	R		($14,787)			($17,200)
		"	532145	Reduce server support services.				R		($17,200)	R		($17,200)	R		($17,200)	R		($149,620)
		"	535830	Reduce membership dues and subscriptions.				R		($160,000)	R		($160,000)	R		($160,000)	R		
		"	532199	Misc Contractual Services										R		($27,163)			
		"	532140	Oth Information Tech Svs										R		($5,258)	R		
				GOV TOTAL REDUCTIONS	**R**	**0.00**	**($555,140)**	**R**	**(3.00)**	**($303,400)**	**R**	**(3.00)**	**($303,400)**	**R**	**(3.00)**	**($353,359)**	**R**	**(1.00)**	**($217,832)**
					NR	**0.00**	**$0**	**NR**	**0.00**	**$0**	**NR**	**0.00**	**$0**	**NR**	**0.00**	**$0**	**NR**	**0.00**	**$0**

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: State Budget & Management (OSBM)

Certified Budget Amount:
OSBM $6,407,809 OSBM Special $4,161,125

Budget Code	Fund Code	Division Name	Expenditure Acct	Description of Adjustment	(A) Legislative Budget Adjustment			(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: DOR = 4.0% INCREASE			(D) Senate Budget			(E) House Budget		
					R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
13005/State Budget & Management																			
				Adjust Continuation Budget	R		($5,246)												
				Various Additional Reductions	R		($92,421)												
		Department-Wide		Eliminate Vacant Position (1)	R		($32,831)												
		Department-Wide		Reduce Various Accounts	R		($185,330)												
		Department-Wide		Reduce Expenses	R		($324,291)												
		Department-Wide		Eliminate Reserve for Rules Impact Review	R		($100,000)												
		OSBM TOTAL w/ Position Reductions			R		($740,119)												
					R		($4)												
				No Holdback Reserve															
				House budget eliminates salaries and benefits of two positions: Deputy State Budget Officer (#60008561) - $123,095; and Auditor (#60008882) - $73,885 Gov & Senate Recommended budgets eliminate salaries and benefits of three positions: Deputy State Budget Officer (#60008561) - $123,095; Auditor (#60008882) - $73,885; and Asst St Budget Officer/Gov Evaluation & Review (#60008591) - $50.000.														
			531211	Salaries				R	(3.00)	($246,980)	R	(3.00)	($246,980)	R	(3.00)	($246,980)	R	(2.00)	($196,980)
			531514	Soc Sec				R		($18,894)	R		($18,894)	R		($18,894)	R		($15,069)
			531516	Retirement				R		($25,958)	R		($25,958)	R		($25,958)	R		($20,703)
			535417	Med Ins				R		($14,787)	R		($14,787)	R		($14,787)	R		($9,858)
			532145	Server support services				R		$0	R		($0)	R		($15,000)			
			532199	Misc Contract Services				R		($46,545)	R		($15,797)	R		($46,545)			
			532448	Maint agreement personal computer				R		($5,000)	R		($5,000)	R		($5,000)			
				EXPANSION: Email Archiving System							NR		$750,000						
				STATE BUDGET & MANAGEMENT (13005) TOTAL REDUCTIONS	**R**	**0.00**	**(1,480,242)**	**R**	**(3.00)**	**(358,164)**	**R**	**(3.00)**	**(327,416)**	**R**	**(3.00)**	**(373,164)**	**R**	**(2.00)**	**(242,610)**
					NR	**0.00**	**0**	**NR**	**0.00**	**0**	**NR**	**(3.00)**	**750,000**	**NR**	**0.00**	**0**	**NR**	**0.00**	**0**
					TOTAL	**0.00**	**($1,480,242)**	**TOTAL**	**(3.00)**	**($358,164)**	**TOTAL**	**(6.00)**	**$422,584**	**TOTAL**	**(3.00)**	**($373,164)**	**TOTAL**	**(2.00)**	**($242,610)**
13085/State Budget and Management - Special																			
				Adjust Continuation Budget	R		($56,535)												
				Additional Reduction	R		($55,340)												
		Grants to Non-Government Agencies		Reduce Pass-Through Funding	R		($7,000)												
		Reserves and Transfers		NC Symphony															
		Reserves and Transfers		Military Morale and Welfare Fund							NR		$750,000						
	1022	Special Appropriations	various	Humanities Council										R		($4,650)	R		($3,339)
				STATE BUDGET & MANAGEMENT SPECIAL (13085) TOTAL REDUCTIONS	**R**	**0.00**	**($118,875)**	**R**	**0.00**	**$0**	**R**	**0.00**	**$0**	**R**	**0.00**	**($4,650)**	**R**	**0.00**	**($3,339)**
					NR	**0.00**	**$0**	**NR**	**0.00**	**$0**	**NR**	**0.00**	**$750,000**	**NR**	**0.00**	**$0**	**NR**	**0.00**	**$0**

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Secretary of State

Certified Budget Amount:

$ 11,451,488.00

Budget Code	Fund Code	Division Name	Expenditure Acct	Description of Adjustment	(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: DOR = 4.0% INCREASE			(D) Senate Budget			(E) House Budget		
					R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
13200/Secretary of State																
	1110	General Administration - Executive Office														
				Eliminate vacant Processing Assistant IV position (#60094554); and reduce IT expenses.												
			531211	Salaries	R		($25,705)	R		($25,705)	R	(3.00)	($128,540)	R	(3.00)	($128,540)
			531511	Social Security	R		($1,966)	R		($1,966)	R		($9,833)	R		($9,833)
			531521	Retirement	R		($2,702)	R		($2,702)	R		($13,510)	R		($13,510)
			531561	Insurance	R		($4,929)	R		($4,929)	R		($14,787)	R		($14,787)
			534534	Computer/Printers	R		($7,371)				R		($7,371)	R		($7,371)
			532700	Travel				R		($21,133)						
			534500	Equipment				R		($46,098)						
	1120	Publications Division														
				Eliminate filled position - Division Director - (#60008652), and reduce expnditure accounts.												
			531211	Salaries	R		($45,757)	R		($45,757)	R	(1.00)	($45,757)	R	(1.00)	($45,757)
			531511	Social Security	R		($3,500)	R		($3,500)	R		($3,500)	R		($3,500)
			531521	Retirement	R		($4,809)	R		($4,809)	R		($4,809)	R		($4,809)
			531561	Insurance	R		($4,929)	R		($4,929)	R		($4,929)	R		($4,929)
			53XXXX	Eliminate hard-copy publications				R		($110,000)						
			53XXXX	Eliminate Kids' Page				R		($6,005)						
			532800	Communications				R		($29,870)						
	1150	Lobbyist Registration														
			532900	Other Services				R		($5,838)						
	1210	Corporations														
				Senate recommended budget eliminates one vacant Processing Assistant IV position (#60008683). Gov recommended budget eliminates two vacant Processing Assistant IV positions (#60008683) and (#60008691).												
			531211	Salary	R		($25,705)	R		($51,410)	R	(1.00)	($25,705)			
			531511	Social Security	R		($1,966)	R		($3,933)	R		($1,966)			
			531521	Retirement	R		($2,702)	R		($5,403)	R		($2,702)			

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General Gov Team

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GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Secretary of State

Certified Budget Amount:

$ 11,451,488.00

Budget Code	Fund Code	Division Name	Expenditure Acct	Description of Adjustment	(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: DOR = 4.0% INCREASE			(D) Senate Budget			(E) House Budget		
					R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
			531561	Insurance	R		($4,929)	R		($9,858)	R		($4,929)			
			532143	LAN support services				R		($7,577)						
			532170	Admin Services				R		($18,553)						
			533100	General Admin Supplies				R		($15,787)						
	1220	Certification & Filing														
				House & Senate recommended budgets eliminate two vacant positions: Processing Assistant IV position (#60094577); and Notary Investigator position (#60008748), and reduces various expenditure accounts. Gov recommended budget eliminates one vacant Processing Assistant IV position (#60094577), and reduces various expenditure accounts.													
			531211	Salary	R		($25,705)	R		($25,705)	R	(2.00)	($60,917)	R	(2.00)	($60,917)
			531511	Social Security	R		($1,966)	R		($1,966)	R		($4,660)	R		($4,660)
			531521	Retirement	R		($2,702)	R		($2,702)	R		($6,402)	R		($6,402)
			531561	Insurance	R		($4,929)	R		($4,929)	R		($9,858)	R		($9,858)
			532199	Misc Contractural Services	R		($50,302)	R		($32,588)	R		($50,303)	R		($50,303)
			532512	Office Rent	R		($147,554)				R		($104,776)			
			532800	Communications				R		($37,963)						
	1230	Securities														
			531211	Salary							R	(1.00)	($47,988)	R	(1.00)	($47,988)
			531511	Social Security							R		($3,671)	R		($3,671)
			531521	Retirement							R		($5,044)	R		($5,044)
			531561	Insurance							R		($4,929)	R		($4,929)
			532512	Office Rent	R		($102,446)									
			532900	Other Services				R		($6,343)						
	1600	Charitable Fundraising														
				Budget Overrealized Receipts	R		($100,000)									
			435100	Business License Fees - $100,000							R		($100,000)			
				SECRETARY OF STATE TOTAL REDUCTIONS	**R**	**0.00**	**($572,575)**	**R**	**0.00**	**($537,959)**	**R**	**(8.00)**	**($666,886)**	**R**	**(7.00)**	**($426,808)**
					NR	**0.00**	**$0**	**NR**	**0.00**	**$0**	**NR**	**0.00**	**$0**	**NR**	**0.00**	**$0**

GENERAL GOVERNMENT - Office of State Controller (OSC)

FY 2010-11 Budget Reductions

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6) Add'al 5% Reductions FY 10-11	(7) R/NR	(8) Governor's Recommended Changes - 3.9%	(9) R/NR	(10) Senate - 6.1%	(11) R/NR	(12) House Proposed Budget - 4.9%	(13) R/NR
14160/State Controller												
	1000	Department-Wide		Eliminate four positions, based upon average salaries for OSC.								
			531211	Salaries	($210,896)	R	($210,896)	R	($210,896)	R		
			531511	Social Security	($16,134)	R	($16,134)	R	($16,134)	R		
			531521	Retirement	($18,453)	R	($18,453)	R	($22,165)	R		
			531561	Medical Insurance	($14,517)	R	($14,517)	R	($19,716)	R		
			532120	Financial Audit Services	$0		($15,000)	R	($15,000)	R		
			533100	General Admin Services	$0		($25,000)	R	($16,089)	R		
				Cash Balance	($138)	NR	($138)	NR	($138)	NR	($138)	NR
24160	2400	Department-Wide		Cash Balance	($605,000)	NR	($605,000)	NR	($605,000)	NR	($605,000)	NR
24160	2403	Department-Wide		Cash Balance	($442,460)	NR			($442,460)	NR	($442,460)	NR
24160	2500	Department-Wide		Cash Balance	($77,080)	NR			($77,080)	NR	($77,080)	NR
24160	2600	Department-Wide										
				Total w/ Position Reductions	**($260,000)**	**R**	**($300,000)**	**R**	**($300,000)**	**R**		
					$1,124,678	**NR**	**$605,138**	**NR**	**$1,124,678**	**NR**	**$1,124,678**	**R**
					-4.00		**-4.00**		**-4.00**			

FRD
General Govt Team
May 25, 2010

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions - Treasurer

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6) Add'al 5 % Reductions FY 10-11 (Actual Reductions = -3%)	(7) R/NR	(8) Governor's Recommended Changes - 2.4%	(9) R/NR	(10) Senate	(11) House Proposed Budget Reductions -3%	(12) R/NR
13410/Treasurer											
	1210	Investment Management		Operating Budget Reductions			($187,000)	R			
			532120	Finan/Audit Services	($143,163)	R				($143,163)	R
			532199	Misc Contractual Services	($32,071)	R				($32,071)	R
			532712	Air - Out of State	($10,000)	R				($10,000)	R
			532714	Transp - Ground - In State	($2,000)	R				($2,000)	R
			532715	Transp - Ground - Out of State	($1,000)	R				($1,000)	R
			532721	Lodging - In State	($3,000)	R				($3,000)	R
			532722	Lodging - Out of State	($10,000)	R				($10,000)	R
			532724	Meals - In State	($3,000)	R				($3,000)	R
			532725	Meals - Out of State	($6,000)	R				($6,000)	R
				Subtotal	**($210,234)**	**R**	**($187,000)**	**R**		**($210,234)**	**R**

FRD
General Govt. Team
March 25, 2010

GENERAL GOVERNMENT											
FY 2010-11 Budget Reductions - Treasurer											
Budget Code/ Department Name	**(2) Fund Code**	**(3) Division Name**	**(4) Expenditure Acct**	**(5) Description of Change (with position adjustment, if applicable)**	**(6)**	**(7)**	**(8)**	**(9)**	**(10)**	**(11)**	**(12)**
					Add'al 5 % Reductions FY 10-11 (Actual Reductions = -3%)	**R/NR**	**Governor's Recommended Changes - 2.4%**	**R/NR**	**Senate**	**House Proposed Budget Reductions -3%**	**R/NR**
	1310	Local Government Operations									
				Eliminates salaries and benefits of three vacant Administrative Support positions - Administrative Support Specialist (#60009095) at $33,750, Administrative Support Specialist (#60009075) at $36,542, and Administrative Support Associate (#60009100) at $28,366; and reduces expenditure accounts. 531211 Salaries ($98,658) 531511 Social Security ($7,547) 531521 Retirement ($10,369) 531561 Medical Insurance ($14,787)	($131,361)	R	($127,520)	R		($131,361)	R
			532840	Postage	($34,088)	R	($54,000)	R		($38,088)	R
			533110	General Office Supplies	($4,000)						
				Subtotal	**($169,449)**	R	**($181,520)**			**($169,449)**	R
	1510	Banking Operations		Eliminates salary and benefits for three vacant Administrative Support positions - Banking Specialist(#60009282) at $27,615, Senior Banking Specialist (#60009304) at $31,100, and Accountant (#60009090) a $51,500; and reduce expenditure accounts. 531211 Salaries ($110,215) 531511 Social Security ($8,431) 531521 Retirement ($11,584) 531561 Medical Insurance ($14,787)	($145,017)	R	($36,671)	R		($145,017)	R

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions - Treasurer

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
					Add'al 5 % Reductions FY 10-11 (Actual Reductions = -3%)	R/NR	Governor's Recommended Changes - 2.4%	R/NR	Senate	House Proposed Budget Reductions -3%	R/NR
			532811	Telephone Service	($1,628)	R	($17,000)	R		($1,628)	R
			532840	Postage	($1,500)	R				($1,500)	R
				Subtotal	**($148,145)**	R	**($53,671)**	R		**($148,145)**	R
				TOTAL 5% w/ Position Reductions	**($527,828)**	**R**	**($422,191)**	**R**	**$0**	~~**($527,828)**~~	**R**
					-6.00		**-4.00**			**-6.00**	
										3 (R)	
13412/Treasurer - Retirement for Fire				**NO LEGISLATIVE ACTION REPORTED**							

FRD
General Govt. Team
March 25, 2010

II

GENERAL GOVERNMENT FY 2010-11 Budget Reductions: Department of Administration					Legislative Budget Adjustment			Joint Subcommittee 5% Options for Reduction			Governor's Recommended Budget: DOA = 2.5% Reduction			Senate Budget			House Budget Reduction		
[redacted]et Code	Fund Code	Division Name	Expend Acct	Description of Adjustment	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
14100	1111	Office of the Secretary	531649	Reduce misc. operating expenses	R		($14,000)	R		($114,089)	R		($164,089)	R		($164,089)	R		($114,089)
	1121	Fiscal Management	531xxx	Transfer 1.5 FTE to receipt support				R	(1.50)	($84,434)	R	(1.50)	($84,434)	R	(1.50)	($83,250)	R	(1.50)	($83,250)
				60014102 - Accountant (0.50)															
				60014119 - Accountant (0.25)															
				60014118 - Accountant (0.50)															
				60014107 - Accounting Technician (0.13)															
				60014119 - Accounting Technician (0.12)															
	1122	Human Resources Mgmt.	531xxx	Transfer 1.2 FTE to receipt support				R	(1.20)	($73,879)	R	(1.20)	($73,879)	R	(1.20)	($71,271)	R	(1.20)	($71,271)
				60014092 - Staff Development Specialist III (0.20)															
				60014094 - Safety Officer III (0.20)															
				60014098 - Personnel Technician I (0.20)															
				60014096 - Personnel Technician II (0.20)															
				6004093 - Personnel Analyst II (0.20)															
				60014097 - Personnel Analyst II (0.20)															
	1123	Historically Underutilized Businesses	531xxx	Eliminate 1.0 vacant position	R	(1.00)	($52,806)												
			531xxx	Eliminate 1.0 position (Construction Outreach) - filled				R	(1.00)	($56,701)	R	(1.00)	($56,701)						
				Transfer position to OSP (do not include in House package)										R	(1.00)	($60,372)			
			532512	Reduce rent				R		($37,740)	R		($37,740)	R		($37,740)	R		($37,740)
			531651	Reduce approp.	R		($3,300)												
			532140	"	R		($10,000)												
			532199	"	R		($10,173)												
			532513	"	R		($10,000)												
			532930	"	R		($10,000)												
	1241	Mgmt. Info. Systems	532822	Managed LAN Serv Chg				R		($56,521)	R		($56,521)	R		($56,521)	R		
			531xxx	Eliminate 0.50 vacant position	R	(0.50)	($42,008)												
	1264	Agency for Public Telecom.	531xxx	Transfer 1.0 FTE to receipt support				R	(1.00)	($67,393)	R	(1.00)	($67,393)	R	(1.00)	($67,442)	R	(1.00)	($67,393)
				60014549 - TV Producer/Director III (1.0)															
	1311	*Office of State Personnel*		*See OSP spreadsheet*										*R*	*(1.00)*	*($447,375)*	*R*	*(1.00)*	*($284,000)*
	1411	State Construction Office	531xxx	Eliminate 1.0 vacant position				R	(1.00)	($64,010)	R	(1.00)	($64,010)	R	(1.00)	($64,010)	R	(1.00)	($64,010)
			531xxx	Eliminate 2.0 filled position				R			R	(2.00)	($233,914)	R	(2.00)	($233,914)	R	(2.00)	($233,914)
			531xxx	Downgrade mgr. position				R		($28,358)									
			531xxx	Eliminate 4.0 vacant position	R	(4.00)	($251,120)												
	1412	State Property Office	531xxx	Eliminate 2.0 vacant positions	R	(2.00)	($160,395)												
			531xxx	Eliminate 1.0 vacant position 60014649 - Administartive Asst II (1.0)				R	(1.00)	($57,967)	R	(1.00)	($57,967)	R	(1.00)	($73,423)	R	(1.00)	($73,423)
	1421	Facilities Management	531xxx	Eliminate 17.0 vacant positions	R	(17.00)	($852,775)												

GENERAL GOVERNMENT
FY 2010-11 Budget Reductions: Department of Administration

Budget Code	Fund Code	Division Name	Expend Acct	Description of Adjustment	Legislative Budget Adjustment R/NR	Legislative Budget Adjustment FTEs	Legislative Budget Adjustment Amount	Joint Subcommittee 5% Options for Reduction R/NR	Joint Subcommittee 5% Options for Reduction FTEs	Joint Subcommittee 5% Options for Reduction Amount	Governor's Recommended Budget: DOA = 2.5% Reduction R/NR	Governor's Recommended Budget: DOA = 2.5% Reduction FTEs	Governor's Recommended Budget: DOA = 2.5% Reduction Amount	Senate Budget R/NR	Senate Budget FTEs	Senate Budget Amount	House Budget Reduction R/NR	House Budget Reduction FTEs	House Budget Reduction Amount
			532184	Reduce Janitorial Services - Department-Wide	R		($390,222)	R		($855,009)				R		($855,009)			
				Reduce operating expenses				R		($200,000)	R		($211,849)	R		($211,849)	R		($211,849)
				Reduce repairs to buildings				R		($29,649)									
				Shift recycling costs to receipt support							R		($29,503)	R		($29,503)	R		($29,503)
			531xxx	Eliminate 2 vacant & 1 filled positions in Work Control Ctr, Construction Svcs, Engineering Svcs							R	(3.00)	($238,463)						
			531xxx	Eliminate 2 vacant & 3 filled positions				R	(5.00)	($267,450)	R	(5.00)	($267,450)						
				60014653 - Construction & Renovation Design Technician II (1.0) - FILLED															
				60014742 - Electronics Technician III (1.0) - FILLED															
				60014769 - Administrative Asst II (1.0) - FILLED															
				60014806 - Building & Environmental Supervisor (1.0) - VACANT															
				60014846 - Facilities Maint. Tech. - Bldg Trades (1.0) - VACANT															
			531xxx	Eliminate 2 vacant positions ($87,986)										R	(2.00)	($89,038)	R	(2.00)	($89,038)
				60014806 - Building & Environmental Supervisor															
				60014846 - Facilities Maint. Tech. - Bldg Trades															
			531xxx	Eliminate 4 filled positions ($198,293)										R	(4.00)	($200,698)	R	(4.00)	($200,698)
				60014738															
				60014742															
				60014769															
				60014777															
				EXPANSION: NCMA positions & utilities							R	8.00	$1,109,477	R	8.00	$1,409,477			
	1466	State Energy Office	53xxxx	Transfer State Energy Office to Commerce	R	(8.00)	($3,403,386)												
			532199	Reduce approp.	R		($553,259)												
	1511	Purchasing & Contracts	531xxx	Eliminate 5.0 vacant positions	R	(5.00)	($362,250)												
			532512	End Lease for E-Procurement Services	R		($119,496)												
				Misc. operating expenses							R		($12,500)	R		($12,500)	R		($12,500)
				Transfer 2.9 FTE to receipt support				R	(2.90)	($225,761)	R	(2.90)	($225,761)	R	(2.90)	($225,268)	R	(2.90)	($225,268)
				60013901 - State Procurement Specialist III (1.0)															
				60013860 - State Procurement Specialist III (1.0)															

GENERAL GOVERNMENT
FY 2010-11 Budget Reductions: Department of Administration

Bi C	Fund Code	Division Name	Expend Acct	Description of Adjustment	Legislative Budget Adjustment R/NR	FTEs	Amount	Joint Subcommittee 5% Options for Reduction R/NR	FTEs	Amount	Governor's Recommended Budget: DOA = 2.5% Reduction R/NR	FTEs	Amount	Senate Budget R/NR	FTEs	Amount	House Budget Reduction R/NR	FTEs	Amount
				60013899 - State Purchase Administrator (0.9)															
	1623	State Capitol Police	53XXXX	Transfer State Capitol Police to Crime Control	R	(55.00)	($3,112,757)												
			531211	Various additional reductions	R		($87,316)												
			531231	"	R		($169,762)												
			531511	"	R		($19,666)												
			531521	"	R		($7,107)												
			531531	"	R		($22,306)												
			531561	"	R		($33,256)												
	1731	NC Council for Women	531xxx	Eliminate 1.0 filled position							R	(1.00)	($69,817)	R	(1.00)	($61,219)	R	(1.00)	($61,219)
				60014086 - Administrative Officer I (1.0)															
			-	Reduce budget for repairs				R		($12,500)									
			531xxx	Transfer 1.5 FTE to receipt support				R		($94,443)	R		($94,443)	R		($62,196)	R		($62,196)
				60014074 - Community Development Specialist I (0.50)											(0.50)			(0.50)	
				60089848 - Community Development Specialist I (1.0)											(1.00)			(1.00)	
			531xxx	Consolidate two Regional Offices - eliminate 1.0 FTE				R	(1.00)	($69,817)									
			531xxx	Eliminate 1.0 vacant position	R	(1.00)	($81,066)												
			532512	Reduce rent			($20,445)												
	1732	Displaced Homemakers Program	536E32	Reduce Displaced Homemakers Program Fund	R		($10,048)												
	1734	Rape Crisis Program	-	Fund grants at FY 09-10 level							R		($152,475)	NR		($151,119)			
	1741	Human Relations Commission	532512	Reduce rent	R		($19,676)												
			532512	Reduce rent	R		($14,984)	R		($24,455)	R		($24,455)	R		($24,455)	R		($24,455)
	1742	MLK Commission	536600	Reduce approp.	R		($1,690)												
	1761	Youth Advocacy & Involvement	532512	Reduce rent	R		($25,376)	R		($22,205)	R		($22,205)				R		($22,205)
			531511	Reduce approp.	R		($170,000)			($2,376)	R		($2,376)				R		($2,376)
			536J00	Reduction to Youth Involvement Grant Program	R		($208)												
			531xxx	Eliminate 1.0 position - Deputy Director - filled				R	(1.00)	($68,593)									
			531xxx	Eliminate 3.0 positions - Youth Advocacy - filled				R	(3.00)	($157,967)									
			531xxx	Consolidate YAIO - 1 vacant & 2.2 filled FTE							R	(3.20)	($200,223)						
	1771	Veterans Affairs	531xxx	Eliminate 1.0 vacant position	R	(1.00)	($34,934)												
			531xxx	Shift positions to receipt support ($73,286)	R	(3.00)	($114,175)	R	(1.00)	($36,643)									
				60014225 - Processing Assistant III (1.0)							R	(1.00)	($36,643)	R	(1.00)	($36,643)	R	(1.00)	($36,643)
				60014232 - Processing Assistant III (1.0)				R	(1.00)	($36,643)	R	(1.00)	($36,643)	R	(1.00)	($36,643)	R	(1.00)	($36,643)
				Reduce operating expenses							R		($51,453)	R		($51,453)	R		($51,453)

GENERAL GOVERNMENT
FY 2010-11 Budget Reductions: Department of Administration

Budget Code	Fund Code	Division Name	Expend Acct	Description of Adjustment	Legislative Budget Adjustment			Joint Subcommittee 5% Options for Reduction			Governor's Recommended Budget: DOA = 2.5% Reduction			Senate Budget			House Budget Reduction		
					R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
	1781	Domestic Violence Program	531xxx	Fund grants at FY 09-10 level							R		($256,761)	NR		($243,115)			
			532512	Reduce rent	R		($2,412)												
			532199	Reduce rent	R		($2,464)												
	1782	Domestic Violence Center	536E81	Reduce approp.	R		($170,202)												
	1810	*State Ethics Commission*		*See Ethics Spreadsheet*										*R*		*$487,600*	*R*		*($60,000)*
	1861	Commission on Indian Affairs	532512	Reduce rent	R		($68,660)	R											
			"	"	R		($12,775)	R		($29,985)	R		($29,985)	R		($29,985)	R		($29,985)
		Department-Wide	532140	Adjust ITS Rate										R		($3,172)	R		($3,172)
		Department-Wide	531xxx	Eliminate 8.0 vacant positions to meet -5.82% reduction target										R	(8.00)	($356,715)	R	(8.00)	($356,715)
				60013887: State Purchase Administrator															
				60013965: Summer Intern															
				60014664: Administrative Assistant III															
				60013878: Processing Assistant V															
				60014215: Accounting Technician															
				65009979: Accountant															
				60014716: Building & Envir. Tech.															
				60014836: Building & Envir. Tech.															
		Department-Wide	5327xx	Reduce travel expenditures										R		($15,000)	R		($15,000)
				DOA TOTAL REDUCTIONS (excluding OSP & Ethics)	R	(102.50)	($10,446,478)	R	(21.60)	($2,774,588)	R	(17.80)	($1,750,176)	R	(23.10)	($1,763,676)	R	(30.10)	($2,560,008)
					NR	-	-	NR	-	-	NR	-	$0	NR	-	($394,234)	NR	-	$0

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Office of State Personnel

				Legislative Budget Adjustment - 2009 Session			Joint Subcommittee 5% Options for Reduction			Governor's Recommended Budget: OSP = 7% Reduction			Senate Budget			House Budget		
Budget Code	Fund Code	Expenditure Acct	Description of Adjustment	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
14100	1311	532821	Reduce operating expenses	R		($100,000)												
		531xxx	Eliminate filled positions:				R	(2.00)	($150,652)	R	(2.00)	($161,664)						
			60013823: HR Consultant															
			60013771: HR Partner										R	(1.00)	($82,039)	R		
		532821	Reduce computer/data processing services				R		($131,863)	R		($185,395)	R		($185,395)	R		($150,000)
		532170	Reduce temporary employee costs				R		($35,250)	R		($50,000)	R		($50,000)	R		($50,000)
		532700	Travel										R		($15,000)	R		($15,000)
		533110	Supplies - General Office				R		($15,000)	R		($10,000)	R		($15,000)	R		($10,000)
		534511	Supplies - Office Furniture				R		($3,000)	R		($5,000)	R		($10,000)	R		($10,000)
		535830	Membership & Dues				R		($15,000)	R		($15,000)	R		($15,000)	R		($15,000)
		536905	Employer OJT Incentive				R		($2,500)	R		($15,941)	R		($15,941)	R		
		532143	LAN Support Serv.							R		($10,000)	R		($10,000)	R		($5,000)
		532144	PC Printer Support Serv.							R		($20,000)	R		($20,000)	R		($10,000)
		532812	Telecommun. Data Charge							R		($12,000)	R		($12,000)	R		($7,000)
		532822	Managed LAN Services							R		($7,000)	R		($7,000)	R		($7,000)
		532930	Registration Fees							R		($10,000)	R		($10,000)	R		($5,000)
		531xxx	Eliminate Vacant Positions (4)	R	(4.00)	($253,141)												
		misc.	Reduce Various Line Items	R		($53,902)												
		"	"	R		($25,941)												
		531xxx	Eliminate Scanning Function of Applications	R	(1.00)	($36,535)												
			OSP TOTAL REDUCTIONS	R	(5.00)	($469,519)	R	(2.00)	($353,265)	R	(2.00)	($502,000)	R	(1.00)	($447,375)	R		($284,000)
				NR	-	-	NR	-	-	NR	-	-	NR	-	-	NR	-	-

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: State Ethics Commission

				Legislative Budget Adjustment - 2009 Session			Joint Subcommittee 5% Options for Reduction			Governor's Recommended Budget: OSP = 7% Reduction			Senate Budget			House Budget		
Budget Code	**Fund Code**	**Expenditure Acct**	**Description of Adjustment**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**
14100	1810			NO LEGISLATIVE ACTION REPORTED														
		532512	Rent of Offices				R		($48,351)	R		($60,000)	R		($60,000)	R		($60,000)
		533xxx	Educational Supplies							R		($6,791)						
			EXPANSION: Good Government Package															
		531211	Salaries							R	4.00	$218,281	R	4.00	$218,281			
		531511	Soc Sec							R		$16,091	R		$16,091			
		531521	Retirement							R		$22,368	R		$22,368			
		531516	Med Ins							R		$19,716	R		$19,716			
		532140	Oth ITS							R		$20,400	R		$20,400			
		532144	PC/Printer supp Svs							R		$1,680	R		$1,680			
		532535	Lease Server Equip							R		$13,817	R		$13,817			
		532542	Lease Software							R		$3,691	R		$3,691			
		5327XX	Travel							R		$1,500	R		$1,500			
		532811	Telephone Svs							R		$1,500	R		$1,500			
		532815	E-Mail and Calendaring							R		$156	R		$156			
		5329XX	Regisrtration & Ed Expenses							R		$300	R		$300			
		533XXX	Supplies							R		$2,000	R		$2,000			
		535830	Subscriptions							R		$6,000	R		$6,000			
		532140	Oth ITS							NR		$115,600	NR		$115,600			
		532199	Oth Contractual Svs							NR		$100,000	NR		$100,000			
		534511	Office Furniture							NR		$2,000	NR		$2,000			
		534521	Office Equipment							NR		$2,000	NR		$2,000			
		534713	PC Software							NR		$500	NR		$500			
				R			R		($48,351)	R	4.00	$480,809	R	4.00	$487,600	R	-	($60,000)
				NR	-	-	NR	-	-	NR	-	-	NR	-	-	NR	-	-

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Office of the State Auditor

					Legislative Budget Adjustment			Joint Subcommittee 5% Options for Reduction			Governor's Recommended Budget: OSA = 5.6% Reduction			Senate Budget			House Budget		
Budget Code	Fund Code	Division Name	Expend. Acct.	Description of Adjustment	R/N R	FTEs	Amount	R/N R	FTEs	Amount	R/N R	FTEs	Amount	R/N R	FTEs	Amount	R/N R	FTEs	Amount
13300	1120		532942	Reduce operating budget items							R		($12,000)	R		($12,000)	R		($12,000)
			533110	"							R		($10,000)	R		($10,000)	R		($10,000)
			532430	"							R		($6,000)	R		($6,000)	R		($6,000)
			532441	"							R		($24,000)	R		($24,000)	R		
			532332	"							R		($8,000)	R		($8,000)	R		($8,000)
			532811	"							R		($20,000)	R		($20,000)	R		($20,000)
			531xxx	Eliminate vacant position	R	(1.00)	($186,259)												
	1210	Field Audit	532714	Reduce operating budget items							R		($20,400)	R		($10,400)	R		($10,400)
			532721	"							R		($29,600)	R		($19,600)	R		($19,600)
			532724	"							R		($22,700)	R		($12,700)	R		($12,700)
			532725	"							R		($6,500)	R		($1,500)	R		($1,500)
			532715	"							R		($3,800)	R		($800)	R		($800)
			532722	"							R		($1,300)	R		($300)	R		($300)
			532723	"							R		($1,900)	R		($900)	R		($900)
			532726	"							R		($250)	R		($250)	R		($250)
			534511	"							R		($16,000)	R		($16,000)	R		($16,000)
			534521	"							R		($9,000)	R		($9,000)	R		($9,000)
			534530	"							R		($10,000)	R		($10,000)	R		
			534533	"							R		($30,000)	R		($30,000)	R		
			534534	"							R		($30,000)	R		($30,000)	R		($30,000)
			534535	"							R		($55,550)	R		($55,550)	R		($55,550)
			5345xx	"													R		($35,000)
			531xxx	Eliminate vacant positions							R	(6.00)	($429,955)						
			531xxx	Eliminate vacant positions (different from above)										R	(5.00)	($440,161)			
				60008931: Ass't State Auditor															
				60008811: Ass't State Auditor															
				60008843: Ass't State Auditor															
				60096307: Ass't State Auditor															
				60008948: Ass't State Auditor															
				60089837: Ass't State Auditor													R	(1.00)	($92,066)
				60008867: Ass't State Auditor													R	(1.00)	($73,166)
			531xxx	Shift 1.0 Asst State Auditor to receipt support due to creation of billing for Battleship/Ports audits															
				60008998: Ass't State Auditor										R	(1.00)	($60,033)	R	(1.00)	($60,033)
		"	531xxx	Eliminate vacant positions	R	(3.00)	($226,529)												
		"	532xxx	Eliminate Grants Training Unit	R	(5.00)	($300,797)												
		"	531xxx	Eliminate filled positions				R	(9.00)	($527,022)									
		"	532800	Reduce communications/data proc for auditors						($64,414)									
		"	532700	Reduce travel for auditors						($75,000)									
		Various	532120	Adjust Continuation Budget - Finan/Audit Svcs	R		($222,504)												
		Various	532199	Adjust Continuation Budget - Misc. Contractual Services	R		($314,171)												
				OSA TOTAL REDUCTIONS	R	(9.00)	($1,150,260)	R	(9.00)	($666,436)	R	(6.00)	($746,955)	R	(6.00)	($777,194)	R	(3.00)	($473,265)
					NR	-	-	NR	-	-	NR	-	-	NR	-	-	NR	-	-

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Office of Administrative Hearings

					Legislative Budget Adjustment			Joint Subcommittee 5% Options for Reduction			Governor's Recommended Budget: OAH = 7.5% Reduction			Senate Budget			House Budget		
Budget Code	**Fund Code**	**Division Name**	**Expenditure Acct**	**Description of Adjustment**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**
18210																			
				Eliminate 3.0 FTE - Vacant Positions (one each in Administrative support, Hearings and Rules Divisions)	R	(3.00)	($112,436)												
				Eliminate 1.0 FTE - vacant - Administrative Law Judge 60088603				R	(1.00)	($119,107)	R	(1.00)	($119,107)	R	(1.00)	($147,393)			
				Eliminate 1.0 FTE - vacant - Civil Rights Investigator				R	(1.00)	($59,235)	R	(1.00)	($59,235)						
			532499	Reduce maintenance agreement software				R		($27,230)									
				Shift 1.0 FTE to receipt support - Agency Attorney 60081275							R	(1.00)	($128,684)	R	(1.00)	($130,963)	R	(1.00)	($130,963)
				Reduce misc. operating accounts (travel, board member compensation, equipment software, etc	R		($55,330)												
			532800	Reduce communications													R		($10,000)
			534700	Reduce intangible assets													R		($5,000)
			532700	Reduce travel					1.00								R		($15,000)
				OAH TOTAL REDUCTIONS	R	(3.00)	($167,766)	R	~~(2.00)~~	($205,572)	R	(2.00)	($307,026)	R	(2.00)	($278,356)	R	(2.00)	($160,963)
					NR	-	-	NR	-	-	NR	-	-	NR	-	-	NR	-	-

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: State Board of Elections

					Legislative Budget Adjustment			Joint Subcommittee 5% Options for Reduction			Governor's Recommended Budget: SBoE = 4.7% INCREASE			Senate Budget			House Budget		
Budget Code	Fund Code	Division Name	Expend Acct	Description of Adjustment	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
18025	various			Eliminate Vacant Positions (5)	R	(5.00)	($312,283)												
	various			Various Additional Reductions	R		($85,736)												
	1100	Administrative Division	532100	Adjust Continuation Budget	R		($11,667)												
			532811	Telephone Services				R		($5,363)	R		($5,363)	R		($5,363)	R		($5,363)
			532812	Telecommunications Data Charge				R		($20,122)	R		($20,122)	R		($20,122)	R		($20,122)
			532143	LAN Supply Services				R		($28,387)	R		($28,387)	R		($28,387)	R		($28,387)
			533150	Security & Safety				R		($12,100)	R		($12,100)	R		($12,100)	R		($12,100)
			535900	Other Expenses				R		($4,500)	R		($4,500)	R			R		
			532100	Legal Services				R		($5,800)	R		($5,800)	R		($5,800)	R		($5,800)
			532700	Travel										R		($12,860)	R		($12,860)
			53218	Workshop/Conf Food Exp										R		($30,000)	R		($30,000)
	1200	Campaign Finance Division	532811	Telephone Services				R		($14,909)	R		($14,909)	R		($14,909)	R		($14,909)
			532812	Telecommunications Data Charge				R		($37,000)	R		($37,000)	R		($37,000)	R		($37,000)
			532199	Misc. Contractual Services				R		($10,000)	R		($10,000)	R		($10,000)	R		($10,000)
			531xxx	Eliminate filled positions				R	(3.00)	($196,199)									
				Compliance Specialist (60088258)							R	(1.00)	($71,986)						
				Special Projects Coordinator (60088208)							R	(1.00)	($52,227)	R	(1.00)	($53,983)			
				General Counsel (60088198)										R	(1.00)	($112,725)			
		Department-Wide		Adjust ITS Rate										R		($29)	R		($29)
	1100	Campaign Finance		**EXPANSION:** Maintenance of Effort - HAVA Funds (to receive $2,035,430 in Federal Funds)							NR		$107,129	NR		$107,129			
				EXPANSION: Attorney position							R	1.00	$100,000	R	1.00	$100,000			
			534730	**EXPANSION:** Software development							R		$350,000	R		$350,000			
				EXPANSION: 2.0 Election Inspector positions							R	2.00	$160,000	R	2.00	$160,000			
				SBoE TOTAL REDUCTIONS	R	(5.00)	($409,686)	R	(2.00)	($334,380)	R	1.00	$454,735	R	1.00	$266,722	R		($176,570)
					NR		-	NR		-	NR		-	NR		$107,129	NR		-

GENERAL GOVERNMENT - Housing Finance Agency (HFA)

FY 2010-11 Budget Reductions

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
					Add'al 5% Reductions FY 10-11	R/NR	Governor's Recommended Changes	Senate Budget 5.82	R/NR	House Proposed Budget 3.6%	R/NR
13010/Housing Finance Agency											
				NO LEGISLATIVE ACTION REPORTED							
		HFA TOTAL									
			538101	Housing Trust Fund			$0				
			538102	HOME Match			$0				
			538104	Home Protection Program	($730,421)	R	$0	($730,421)	R	($405,592)	R
								($120,311)	NR	($120,311)	NR
				Total	**($730,421)**	**R**	**$0**	**($850,732)**		**($525,903)**	

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FY 2010-11 Budget Reductions - General Assembly

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(11)	(12)	(13)	(14)
					Add'al 5% Reductions FY 10-11	R/NR	Governor's Recommended Changes - 5%	R/NR	Senate -5.82%	R/NR	Proposed House -3.6%	R/NR
11000/General Assembly												
	111050	Senate-Temporaries	531311	REG(NS) Temp Wages	($272,184)	R	($272,184)	R	($375,644)	R	($272,184)	R
	112050	House-Temporaries	531311	REG(NS) Temp Wages	($749,940)	R	($749,940)	R	($1,020,501)	R	($749,940)	R
	1211503000	Adm.-Printing Services-Temporaries	531311	REG(NS) Temp Wages	($22,054)	R	($22,054)	R	($46,977)	R	($22,054)	R
	121250	Bill Drafting Division-Temporaries	531311	REG(NS) Temp Wages	($21,110)	R	($21,110)	R	($51,032)	R	($21,110)	R
	121350	General Research - Temporaries	531311	REG(NS) Temp Wages					($9,122)	R		
	121450	Fiscal Research - Temporaries	531311	REG(NS) Temp Wages					($7,945)	R		
	121550	Building Maintenance-Temporaries	531311	REG(NS) Temp Wages	($28,118)	R	($28,118)	R	($32,533)	R	($28,118)	R
	121650	Food Service-Temporaries	531311	REG(NS) Temp Wages	($11,718)	R	($11,718)	R	($15,737)	R	($11,718)	R
	121950	Program Evaluation	531311	REG(NS) Temp Wages					($12,498)	R		
	123050	Institute Of Government	531311	REG(NS) Temp Wages	($5,095)	R	($5,095)	R	($9,354)	R	($5,095)	R
	111040	Senate-Staff	531411	OT Pay-Appropriated	($10,000)	R						
	1211402000	Adm. Financial Services-Staff	531411	OT Pay-Appropriated	($15,000)	R						
	121250	Bill Drafting-Temporaries	531411	OT Pay-Appropriated	($609)	R					($609)	R
	111050	Senate-Temporaries	531461	EPA& SPA-Longvty Pay	($15,062)	R	($15,062)	R	($15,062)	R	($15,062)	R
	112050	House-Temporaries	531461	EPA& SPA-Longvty Pay	($29,567)	R	($29,567)	R	($29,567)	R	($29,567)	R
	1211503000	Adm.-Printing Services-Temporaries	531461	EPA& SPA-Longvty Pay	($1,045)	R	($1,045)	R	($1,045)	R	($1,045)	R
	121240	Bill Drafting-Staff	531461	EPA& SPA-Longvty Pay		R	($609)	R	($609)	R		
	1110	Senate	531511	Social Sec Contrib	($21,976)	R	($21,976)	R	($29,891)	R	($21,976)	R
	1120	House	531511	Social Sec Contrib	($59,632)	R	($59,632)	R	($80,330)	R	($59,632)	R
	1211503000	Adm.-Printing Services-Temporaries	531511	Social Sec Contrib	($1,766)	R	($1,766)	R	($3,673)	R	($1,766)	R
	1212	Bill Drafting	531511	Social Sec Contrib	($1,661)	R	($1,661)	R	($3,950)	R	($1,661)	R
	1213	General Research	531511	Social Sec Contrib					($698)	R		
	1214	Fiscal Research	531511	Social Sec Contrib					($608)	R		
	1215	Building Maintenance	531511	Social Sec Contrib	($2,151)	R	($2,151)	R	($2,489)	R	($2,151)	R
	1216	Food Services	531511	Social Sec Contrib	($896)	R	($896)	R	($1,203)	R	($896)	R
	1219	Program Evaluation	531511	Social Sec Contrib					($956)	R		
	1230	Institute Of Government	531511	Social Sec Contrib	($390)	R	($390)	R	($716)	R	($390)	R
	1110	Senate	531521	Reg Retire Contrib	($27,824)	R	($27,824)	R	($38,698)	R	($27,824)	R
	1120	House	531521	Reg Retire Contrib	($79,562)	R	($79,562)	R	($107,998)	R	($79,562)	R
	1211503000	Adm.-Printing Services-Temporaries	531521	Reg Retire Contrib	($2,679)	R	($2,679)	R	($5,297)	R	($2,679)	R
	1212	Bill Drafting	531521	Reg Retire Contrib	($2,282)	R	($2,282)	R	($5,427)	R	($2,282)	R
	1213	General Research	531521	Reg Retire Contrib					($959)	R		
	1214	Fiscal Research	531521	Reg Retire Contrib					($835)	R		
	1215	Building Maintenance	531521	Reg Retire Contrib	($2,955)	R	($2,955)	R	($3,419)	R	($2,955)	R
	1216	Food Service	531521	Reg Retire Contrib	($1,232)	R	($1,232)	R	($1,654)	R	($1,232)	R
	1219	Program Evaluation	531521	Reg Retire Contrib					($1,314)	R		
	1230	Institute Of Government	531521	Reg Retire Contrib	($535)	R	($535)	R	($983)	R	($535)	R

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GENERAL GOVERNMENT

FY 2010-11 Budget Reductions - General Assembly

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(11)	(12)	(13)	(14)
					Add'al 5% Reductions FY 10-11	R/NR	Governor's Recommended Changes - 5%	R/NR	Senate -5.82%	R/NR	Proposed House -3.6%	R/NR
	1217	Information System	532140	Contractual Services	($82,000)	R	($82,000)	R	($86,614)	R	($82,000)	R
	1219	Program Evaluation	532199	Misc. Contractual Services	($198,114)	R	($124,649)	R	($124,649)	R		
	1217	Information Systems	532448	Maintenance Agreement	($1,284)	R	($1,284)	R	($1,637)	R	($1,284)	R
	1217	Information Systems	532449	Maintenance Agreement	($13,066)	R	($13,066)	R	($13,551)	R	($13,066)	R
	1110	Senate	532732	Travel/Other Employee	($15,000)	R						
	111020	Senate-Membership	532714	Travel/Other Employee	($33,002)	R	($33,002)	R	($33,002)	R	($33,002)	R
	111020	Senate-Membership	532727002	Travel/Other Employee	($115,492)	R	($115,492)	R	($115,492)	R	($115,492)	R
	1120	House-	532714	Travel/Other Employee	($5,000)	R						
	1120	House	532732	Travel/Other Employee	($20,000)	R						
	112020	House-Membership	532714	Travel/Other Employee	($79,945)	R	($79,945)	R	($79,945)	R	($79,945)	R
	112020	House-Membership	532727002	Travel/Other Employee	($272,012)	R	($272,012)	R	($272,012)	R	($272,012)	R
	1110	Senate	533110	General Admin. Supplies	($9,336)	R			($1,412)	R		
	1220	Legislative Res. Comm.	537195	LRC Reserves	($25,203)	R						
	1900008304	Contingency Reserves	537195	Contingency Reserves			($648,203)	R	($648,203)	R	($78,200)	R
	1220	Legislative Res. Comm.	537195	LRC Reserves	($25,203)	R						
	1900008304	Contingency Reserves	537195	Contingency Reserves			($648,203)	R	($648,203)	R	($78,200)	R
				TOTAL	**($2,256,497)**	**R**	**($2,731,696)**	**R**	**($3,295,241)**	**R**	**($2,037,044)**	**R**

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GENERAL GOVERNMENT - Cultural Resources

FY 2010-11 Budget Reductions

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6) Add'al 5% Reductions FY 10-11	(7) R/NR	(8) Governor's Recommended Changes FY 10-11 - 4%	(9) R/NR	(10) Senate -5.82%	(11) R/NR	(12) Proposed House -3.6%	(13) R/NR
14800 Cultural Resources												
	1110	**Office of the Secretary**	532199	MISC CONTRACTUAL SERVICE	($169,749)	R	($169,749)	R	($169,749)	R	($160,413)	R
				Subtotal			**($169,749)**	R	**($169,749)**	R	**($160,413)**	R
	1120	**Administrative Services**		Reduce Administrative Services								
				Eliminate vacant Purchasing Agent II position (#60083290) and reduce operating expenses related to the position, and funding for IT equipment purchase and maintenance.								
			531211	SPA-REG SALARIES-APPRO	($21,471)	R	($21,471)	R	($21,471)	R	($21,471)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($1,643)	R	($1,643)	R	($1,643)	R	($1,643)	R
			531521	REG RETIRE CONTRIB-APPRO	($3,242)	R	($3,242)	R	($2,257)	R	($2,257)	R
			531561	MED INS CONTRIB-APPRO	($4,929)	R	($4,929)	R	($4,929)	R	($4,929)	R
			532490	MAINT AGREEMENT - OTHER	($48,382)	R	($48,382)	R	($48,382)	R	($48,382)	R
			534534	PC/PRINTER EQUIP	($52,110)	R	($52,110)	R	($52,110)	R	($44,916)	R
				Subtotal			**($131,777)**	**R**	**($130,791)**	**R**	**($123,597)**	**R**
	1210	**Archives & History - Administration**		Reduce Archives & History - Administration								
				Reduce budget, not FTE, for Admin Officer position (#60083312) and related operating expense for the position, and reduce furniture and equipment expenditure accounts.								
			531211	SPA-REG SALARIES-APPRO	($63,157)	R	($63,157)	R	($63,157)	R	($63,157)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($4,832)	R	($4,832)	R	($4,832)	R	($4,832)	R
			531521	REG RETIRE CONTRIB-APPRO	($9,537)	R	($9,537)	R	($6,638)	R	($6,638)	R
			531561	MED INS CONTRIB-APPRO	($4,929)	R	($4,929)	R	($4,929)	R	($4,929)	R
			532724	MEALS - IN STATE	($490)	R	($490)	R	($490)	R		
			534511	FURN-OFFICE	($1,416)	R	($1,416)	R	($1,416)	R		
			534521	OFFICE EQUIPMENT	($800)	R	($800)	R	($800)	R		
				Subtotal			**($85,161)**	**R**	**($82,261)**	**R**	**($79,555)**	**R**

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GENERAL GOVERNMENT - Cultural Resources												
FY 2010-11 Budget Reductions												
Budget Code/ Department Name	**(2) Fund Code**	**(3) Division Name**	**(4) Expenditure Acct**	**(5) Description of Change (with position adjustment, if applicable)**	**(6)**	**(7)**	**(8)**	**(9)**	**(10)**	**(11)**	**(12)**	**(13)**
					Add'al 5% Reductions FY 10-11	**R/NR**	**Governor's Recommended Changes FY 10-11 - 4%**	**R/NR**	**Senate -5.82%**	**R/NR**	**Proposed House -3.6%**	**R/NR**
	1220	**Historical Publications**		Reduce Historical Publications								
				Eliminate salaries and benefits of three filled positions: Historic Pub Editor III (#60083317) at $53,023; Historic Pub Editor II (#60083320) at $38,174; and Historic Pub Editor I (#60083323) at $31,622; remove salary and benefits in budget but not FTE for Historic Pub Editor II position (#60083320) at $43,296; and transfer split-funding of $22,227 (0.69 FTE) for Info & Comm Specialist position (#60083321) including benefits. Also reduce expenses for various expenditure accounts.								
			531211	SPA-REG SALARIES-APPRO	($188,342)	R	($188,342)	R	($188,342)	R	($188,342)	R
			531460	EPA & SPA LONGVTY PAY - APPR	($3,159)	R	($3,159)	R	($3,159)	R	($3,159)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($14,408)	R	($14,408)	R	($14,408)	R	($14,408)	R
			531521	REG RETIRE CONTRIB-APPRO	($19,795)	R	($19,795)	R	($19,795)	R	($19,795)	R
			531561	MED INS CONTRIB - APPRO	($24,645)	R	($24,645)	R	($19,716)	R	($19,716)	R
			532199	MISC CONTRACTUAL SERVICE	($262)	R	($262)	R	($262)	R		
			532333	REPAIRS - OTHER EQUIPMENT	($700)	R	($700)	R	($700)	R		
			532490	MAINT AGREEMENT - OTHER	($590)	R	($590)	R	($590)	R		
			532714	TRNSP-GRND - IN STATE	($653)	R	($653)	R	($653)	R		
			532800	COMMUNICATION & DATA PROCESSING	($10,948)	R	($10,948)	R	($10,948)	R	($1,398)	R
			532811	TELEPHONE SERVICE	(1,373)	R						
			532850	PRINT, BIND, DUPLICATE	(9,575)	R						
			533110	GENERAL OFFICE SUPPLIES	($2,260)	R	($2,260)	R	($2,260)	R		
			533900	OTHER MATERIALS & SUPPLIES	($200)	R	($200)	R	($200)	R		
			535800	OTHER ADMIN EXPENSES	($150)	R	($150)	R	($150)	R		
				Subtotal			**($266,112)**	**R**	**($261,183)**	**R**	**($246,818)**	**R**

GENERAL GOVERNMENT - Cultural Resources

FY 2010-11 Budget Reductions

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
					Add'al 5% Reductions FY 10-11	R/NR	Governor's Recommended Changes FY 10-11 - 4%	R/NR	Senate -5.82%	R/NR	Proposed House -3.6%	R/NR
	1230	**Archives & Records**		Reduce Archives & Records								
				Transfer salaries and benefits of seven positions to receipt-support from the Administrative Record Management fee: Processing Asst IV (#60083347) at $28,336; Processing Asst IV (#60083363) at $27,879; Archives & Records Mgr (#60083364) at $62,792; Archives & Records Prof (#60083368) at $32,796; Processing Asst IV (#60083377) at $28,500; Processing Asst IV (#60083378) at $28,503; and Processing Asst IV (#60083392) at $25,778.								
			531211	SPA-REG SALARIES-APPRO	($234,584)	R	($234,584)	R	($234,584)	R	($234,584)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($17,946)	R	($17,946)	R	($17,946)	R	($17,946)	R
			531521	REG RETIRE CONTRIB-APPRO	($24,655)	R	($24,655)	R	($24,655)	R	($24,655)	R
			531561	MED INS CONTRIB-APPRO	($34,503)	R	($34,503)	R	($34,503)	R	($34,503)	R
			532490	MAINTENANCE AGREEMENTS	($85,000)	R	($85,000)	R	($85,000)	R	($51,475)	R
			532512	RENT/LEASE - BLDGS/OFFICE	($142,765)	R	($142,765)	R	($142,765)	R	($142,765)	R
			533900	OTHER MATERIALS & SUPP	($70,095)	R	($70,095)	R	($70,095)	R	($70,095)	R
				Subtotal			**($609,547)**	**R**	**($609,547)**	**R**	**($576,022)**	**R**
	1241	**State Historic Sites**		Reduction to State Historic Sites								
			531211	SPA-REG SALARIES-APPRO	($55,278)	R						
			531511	SOCIAL SEC CONTRIB-APPRO	($4,229)	R						
			531521	REG RETIRE CONTRIB-APPRO	($5,810)	R						
			531561	MED INS CONTRIB-APPRO	($9,858)	R						
			532188	LAWNS & GROUNDS SVC AGREE	($12,459)	R	($12,459)	R	($12,459)	R	($12,459)	R
			532199	MISC CONTRACTUAL SERVICE	($100,455)	R	**($88,767)**	R	($105,883)	R	($105,883)	R
			532390	REPAIRS - OTHER	($250,000)	R	($250,000)	R	($250,000)	R	($225,095)	R
			532714	TRNSP-GRND - IN STATE	($69,412)	R	($69,412)	R	($69,412)	R	($69,412)	R
			533900	OTHER MATERIALS & SUPP	($15,073)	R	($15,073)	R	($15,073)	R	($15,073)	R
				Expand Heritage Tourism					$360,711	R		
				Subtotal			**($435,711)**	**R**	**($92,116)**	**R**	**($427,922)**	**R**

GENERAL GOVERNMENT - Cultural Resources

FY 2010-11 Budget Reductions

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
					Add'al 5% Reductions FY 10-11	R/NR	Governor's Recommended Changes FY 10-11 - 4%	R/NR	Senate -5.82%	R/NR	Proposed House -3.6%	R/NR
	1242	**Tryon Palace Historic Sites and Gardens**		Reduce Personnel and Operating Expenses (.62)								
			531211	SPA-REG SALARIES-APPRO	($33,267)	R						
			531511	SOCIAL SEC CONTRIB-APPRO	($2,545)	R						
			531521	REG RETIRE CONTRIB-APPRO	($5,023)	R						
			531561	MED INS CONTRIB-APPRO	($4,929)	R						
				Subtotal			**$0**		**$0**		**$0**	
	1243	**State Capitol**		Reduce State Capitol								
				Transfer salary and benefits of Admin Officer position (#60083604) to receipt-support.								
			531211	SPA-REG SALARIES-APPRO	($49,258)	R	($49,258)	R	($49,258)	R	($49,258)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($3,768)	R	($3,768)	R	($3,768)	R	($3,768)	R
			531521	REG RETIRE CONTRIB-APPRO	($7,438)	R	($7,438)	R	($5,177)	R	($5,177)	R
			531561	MED INS CONTRIB-APPRO	($4,929)	R	($4,929)	R	($4,929)	R	($4,929)	R
				Subtotal			**($65,393)**	**R**	**($63,132)**	**R**	**($63,132)**	**R**
				Subtotal			**($65,393)**	**R**	**($63,132)**	**R**	**($63,132)**	**R**
	1245	**NC Maritime Museum**		Reduce Personnel and Operating Expenses (1)								
			532199	MISC CONTRACTUAL SERVICES	($6,000)	R						
			533900	OTHER MATERIALS & SUPP	($14,638)	R						
			534539	OTHER EQUIPMENT	($7,000)	R						
				Subtotal			**$0**		**$0**		**$0**	
	1250	**Historic Preservation**		Reduce Historic Preservation								
				Transfer salaries and benefits of two positions to receipt-								
			531211	SPA-REG SALARIES-APPRO	($81,523)	R	($81,523)	R	($81,523)	R	($81,523)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($6,237)	R	($6,237)	R	($6,237)	R	($6,237)	R
			531521	REG RETIRE CONTRIB-APPRO	($8,568)	R	($8,568)	R	($8,568)	R	($8,568)	R
			531561	MED INS CONTRIB-APPRO	($9,858)	R	($9,858)	R	($9,858)	R	($9,858)	R
			532714	TRNSP-GRND - IN STATE	($3,900)	R	($3,900)	R	($3,900)	R		
				Subtotal			**($110,086)**	**R**	**($110,086)**	**R**	**($106,186)**	**R**

GENERAL GOVERNMENT - Cultural Resources												
FY 2010-11 Budget Reductions												
Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
					Add'al 5% Reductions FY 10-11	R/NR	Governor's Recommended Changes FY 10-11 - 4%	R/NR	Senate -5.82%	R/NR	Proposed House -3.6%	R/NR
	1260	Office of State Archeology		Reduce Office of State Archaeology								
			532714	TRNSP-GRND - IN STATE	($13,000)	R	($13,000)	R	($13,000)	R	($13,000)	R
			532721	LODGING-IN STATE	($3,954)	R	($3,954)	R	($3,954)	R	($3,954)	R
			532724	MEALS - IN STATE	($9,000)	R	($9,000)	R	($9,000)	R	($7,546)	R
			532199	MISC CONTRACTUAL SERVICES	($490)	R	($490)	R	($490)	R	($490)	R
				Subtotal			**($26,444)**	**R**	**($26,444)**	**R**	**($24,990)**	**R**
	1290	Western Office		Reduce Western Office								
				Transfer salary and benefits of Archives & Records Specialist (#60083647) at $32,796 to receipt-support.								
			531211	SPA-REG SALARIES-APPRO	($40,638)	R	($40,638)	R	($40,638)	R	($40,638)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($3,109)	R	($3,109)	R	($3,109)	R	($3,109)	R
			531521	REG RETIRE CONTRIB-APPRO	($6,136)	R	($6,136)	R	($4,271)	R	($4,271)	R
			531561	MED INS CONTRIB-APPRO	($4,929)	R	($4,929)	R	($4,929)	R	($4,929)	R
				Subtotal			**($54,812)**	**R**	**($52,947)**	**R**	**($52,947)**	**R**
	1320	Museum of Art		Reduce Museum of Art								
				Eliminate salaries and benefits of three new positions: Admin Officer III (#65010906) at $41,173; Art Handler (#65010907) at $25,705; and Processing Asst III at $24,092. Also reduce various expenditure accounts.								
			531211	SPA-REG SALARIES-APPRO	($90,970)	R	($90,970)	R	($90,970)	R	($90,970)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($6,959)	R	($6,959)	R	($6,959)	R	($6,959)	R
			531521	REG RETIRE CONTRIB-APPRO	($13,736)	R	($13,736)	R	($9,561)	R	($9,561)	R
			531561	MED INS CONTRIB-APPRO	($14,787)	R	($14,787)	R	($14,787)	R	($14,787)	R
			532199	MISC CONTRACTUAL SERVICE	($50,000)	R	($50,000)	R	($50,000)	R	($50,000)	R
			532390	REPAIRS-OTHER	($125,000)	R	($75,000)	R	($75,000)	R	($60,865)	R
			534610	ART & ARTIFACTS	($9,730)	R	($9,730)	R	($9,730)	R	($9,730)	R
				Subtotal			**($261,182)**	**R**	**($257,007)**	**R**	**($242,872)**	**R**

GENERAL GOVERNMENT - Cultural Resources												
FY 2010-11 Budget Reductions												
Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
					Add'al 5% Reductions FY 10-11	R/NR	Governor's Recommended Changes FY 10-11 - 4%	R/NR	Senate -5.82%	R/NR	Proposed House -3.6%	R/NR
	1330	Arts Council		Reduction to Grants (!)								
			536990	GOV-ARTS COUNCIL-GRANT PROG	($38,733)	R			($274,000)	NR		
			536996	GOV-ARTS COUNCIL-GRASSROOTS	($27,102)	R			($135,412)	NR		
			536G32	VAGABOND SCHOOL OF DRAMA	($410)	R			($2,048)	NR	($1,474)	NR
			536G48	LOST COLONY	($2,190)	R			($10,498)	NR	($7,882)	NR
			536G71	SHAKESPEARE FESTIVAL	($2,190)	R			($10,498)	NR	($7,882)	NR
				Subtotal			**$0**		**($432,456)**	**NR**	**($17,238)**	**NR**
	1340	NC Symphony		Grant for NC Symphony								
			536G02	NGO DIRECTED NC SYMPHONY	($37,428)	R						
				Subtotal			**$0**		**$0**			
	1410	State Library Services		Reduce State Library Services								
				Eliminate salaries and benefits of 2.50 vacant positions: W/A Processing Asst IV (#60083860) at $33,676; Library Clerk III (#60083854) at $29,079; and Processing Asst III (#60083866) at $12,905; and transfer Library Technician position (#60083851) at $36,281 to receipt-support. Also reduce various expenditure accounts.							
			531211	SPA-REG SALARIES-APPRO	($111,941)	R	($111,941)	R	($111,941)	R	($111,941)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($8,563)	R	($8,563)	R	($8,563)	R	($8,563)	R
			531521	REG RETIRE CONTRIB-APPRO	($11,765)	R	($11,765)	R	($11,765)	R	($11,765)	R
			531561	MED INS CONTRIB-APPRO	($17,252)	R	($17,252)	R	($17,252)	R	($17,252)	R
			532199	MISC CONTRACTUAL SERVICE	($1,000)	R	($1,000)	R	($1,000)	R	($1,000)	R
			534630	LBRRY&LRNING RESRCE COLL	($15,000)	R	($15,000)	R	($15,000)	R	($5,896)	R
				Subtotal			**($165,521)**	**R**	**($165,521)**	**R**	**($156,417)**	**R**
	1480	Statewide Programs and Grants										
			536960	Reduce State-Aid					(936,133)	NR		
				Subtotal			**$0**		**(936,133)**	**NR**		

GENERAL GOVERNMENT - Cultural Resources

FY 2010-11 Budget Reductions

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6) Add'al 5% Reductions FY 10-11	(7) R/NR	(8) Governor's Recommended Changes FY 10-11 - 4%	(9) R/NR	(10) Senate -5.82%	(11) R/NR	(12) Proposed House -3.6%	(13) R/NR
	1500	**Museum of History**		Reduce Museum of History								
			532199	MISC CONTRACTUAL SERVICE			($25,000)	NR	($25,000)	NR	($25,000)	NR
			532512	Rent/Lease-Buildings/Office	($24,978)	R	($24,978)	R	($24,978)	R	($24,978)	R
			532590	RENT/LEASE-OTHER EQUIP	(1,300)	R						
			532840	POSTAGE	(9,250)	R						
			532850	PRINTING	(15,550)	R						
			532860	ADVERTISING	(7,000)	R						
			533110	OFFICE SUPPLIES	(1,000)	R						
			533900	OTHER MATERIALS/SUPPLIES	(38,600)	R						
			534549	OTH MOTORIZED VEHICLES	($47,950)	R	($47,950)	R	($47,950)	R	($42,564)	R
				Subtotal			**($72,928)**	**R**	**($72,928)**	**R**	**($67,542)**	**R**
							($25,000)	**NR**	**($25,000)**	**NR**	**($25,000)**	**NR**
	1992	**Continuation Reserve**										
			537110	TRYON PALACE RESERVE	($17,035)	R						
				Subtotal			**$0**		**$0**			
		Additional Adjustments		Thirty-six positions to remain vacant for four months of FY 2010-11.			($417,756)	NR	($417,756)	NR	(266,333)	NR
				Subtotal			**($417,756)**	**NR**	**($417,756)**	**NR**	**(266,348)**	**NR**
		DEPARTMENT OF CULTURAL RESOURCES NON-RECURRING REDUCTIONS FOR FY 2010-11										
	1330	**Arts Council**										
			536990	GOV-ARTS COUNCIL-GRANT PROG	(193,666)	NR						
			536996	GOV-ARTS COUNCIL-GRASSROOTS	(135,512)	NR						
			536G32	VAGABOND SCHOOL OF DRAMA	(2,048)	NR						
			536G48	LOST COLONY	(10,948)	NR						
			536G71	SHAKESPEARE FESTIVAL	(10,948)	NR						
				Subtotal	**(353,122)**	**NR**						
	1340	**NC Symphony**										
			536G02	NGO DIRECTED NC SYMPHONY	(93,570)	NR						
				Subtotal	**(93,570)**	**NR**						

FRD
General Govt. team
May 25, 2010

GENERAL GOVERNMENT - Cultural Resources												
FY 2010-11 Budget Reductions												
Budget Code/ Department Name	**(2) Fund Code**	**(3) Division Name**	**(4) Expenditure Acct**	**(5) Description of Change (with position adjustment, if applicable)**	**(6)**	**(7)**	**(8)**	**(9)**	**(10)**	**(11)**	**(12)**	**(13)**
					Add'al 5% Reductions FY 10-11	**R/NR**	**Governor's Recommended Changes FY 10-11 - 4%**	**R/NR**	**Senate -5.82%**	**R/NR**	**Proposed House -3.6%**	**R/NR**
		DCR TOTAL w/ Position Reductions			**($2,873,425)**	**R**	**($2,454,422)**	**R**	**($2,093,713)**	**R**	**($2,345,652)**	**R**
					($893,384)	**NR**	**($442,756)**	**NR**	**($1,811,345)**	**NR**	**($291,348)**	**NR**
					-22.19		**-22.19**		**-15.19**		**-15.19**	
		TOTAL		*** The actual reduction in the Senate's budget is ($2,454,422)**	**($3,766,809)**		**($2,897,178)**		**($3,905,073)**		**($2,637,000)**	
14802/Cultural Resources - Roanoke Island Commission												
	1584	**Roanoke Island Commission**		Reduce Funding								
			538182	TR TO SP REV FUND	($139,344)	R	($139,344)	R	(115,926)	R	(71,663)	R
		RIC TOTAL			**($139,344)**	**R**	**($139,344)**	**R**	**(115,926)**	**R**	**(71,663)**	**R**
				Corrected 5% reduction to certified budget.			**($99,532)**					

FRD
General Govt. team
May 25, 2010

Appropriations
House Subcommittee on General Government

Room 1124, Legislative Building

Tuesday May 25, 2010
1:00 PM

Minutes

The House Appropriations Subcommittee on General Government met on Tuesday, May 25, 2010 at 1:00 PM in Room 1124.

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; Tucker, Vice-Chair; Brown, Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff Members: Michele Nelson, Claire Hester, Tiesha Pope, and Tazra Mitchell.

A visitor registration sheet is attached (Attachment 1).

Representative Underhill called the meeting to order and recognized the Pages and Sergeant-at-Arms. The committee continued the discussion of the Senate Money Report and Special Provisions (see attachments). Discussion followed involving the members of the committee and staff members present.

The committee adjourned at 2:31 PM to next meet at 8:30 AM on Wednesday, May 26, 2010.

The minutes for the House Appropriations Subcommittee on General Government meeting on May 25, 2010 at 1:00 P.M. are available in their entirety on CD through the Financial Service Division of the North Carolina General Assembly.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA
House APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
May 25, 2010
8:30 a.m.
Room 1425

Representative Alice Underhill, Chairing Representative Susan Fisher

Review of Senate Money Report and Special Provisions

General Government Team

Discussion of Target and Procedures for House Budget

Discussion of Agency Reductions and Special Provisions for House Package

2010 Session
General Government Appropriations Subcommittee

TARGETS

House	Senate	**Difference**
$417,659,784	$423,877,100	**$6,217,216**

FRD
General Government Team
May 24, 2010

N.C. HOUSE APPROPRIATIONS SUBCOMMITTEES APPROACH TO DEVELOPING THE 2010-11 BUDGET

As you conduct subcommittee activities and deliberations, please develop subcommittee spending proposals as follows:

1. **No Expansion Except for Economic Development**

2. **Continuation Reviews and Items Funded Non-recurring in FY 2009-10**
   Funding may be provided to continue programs under Continuation Review, if justified, or for other items funded with non-recurring funds in the FY 2009-10, only on a non-recurring basis within subcommittee spending targets.

3. **Build on Governor and Senate Budget Reduction Proposals**
   Focus on:
   - Individual programs, including non-essential, ineffective, obsolete, redundant or new programs and services.
   - Specific line items within programs. (See list at bottom of page.)

4. **Use Governmental and Proprietary Fund Cash Balances**
   Cash balances can be transferred to the General Fund; expenditures can be transferred to the other funds.

5. **Consider FY 2009-10 Agency Spending Level**
   Review current agency spending level to see if the Governor's holdbacks for State agencies can be made permanent.

6. **Review Vacant Positions for Potential Reduction**

7. **No Fee Increases or Adjustments**
   The Full Chairs of House Appropriations may consider exceptions on a case-by-case basis.

8. **Use Federal Receipts**
   Budget any federal receipts such as American Recovery and Reinvestment Act (ARRA) and Temporary Assistance for Needy Families (TANF). To the extent possible and allowed by federal regulations, use the funds for supplanting and for non-recurring needs.

9. **Finally, Consider Applicable Recommendations Found In Any of the Following:**
   - Reports issued by the General Assembly's Program Evaluation Division
   - Prior and current studies and Continuation Reviews, particularly those mandated in S.L. 2009-451.

Specific Line Items within Agencies To Consider

1. Direct appropriations and grants to nonprofit organizations
2. Salary Reserves
3. Contracted services, personal and miscellaneous
4. Rental/lease of equipment, including cellular phones
5. Travel and other employee expense
6. Furniture and equipment replacement schedules
7. Loan programs

VISITOR REGISTRATION SHEET

Approp. General Gov. — 5/25/10 — 1:00 p.m.

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Brian Dempsey	MWC
Andrew Cagle	DLC and Assoc.
Vicky Young	NCDOI
Tami Luckwaldt	NC DOI
Jim Crooke	NC DOI
Elizabeth Colcord	Revenue
Michael Horner	NCDOR
Kate Binion	Revenue
Melvin Lee	OSBM
Dennis Rymer	TCi
Caroline Valand	Lt Gov

VISITOR REGISTRATION SHEET

Name of Committee

Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
John Hardin	Manning Fulton
Michelle Frazier	" "
Christy Agner	DOA
Carl Goodwin	OSP
Barbara Bowers	OSBM

VISITOR REGISTRATION SHEET

Approp. General Government — 5/25/10 — 1:00 pm

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Perry Nawson	SEC
Sam McCoy	Nationwide Ins.
Dick Barnes	OSA
Ken Wells	Auto North Carolina
Stan Williams	NCS
Bob Kucab	NCHFA
Margaret Matrone	NCHFA
Heyward McKinney	DCR
Shelley Crisp	North Carolina Humanities Council
Anthony Solari	DST
Pam Wortham	DST

VISITOR REGISTRATION SHEET

Name of Committee

Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Thomas Check	OSC

1:30 pm

HOUSE PAGES

NAME OF COMMITTEE Gen. Govt. DATE 5-25-'10

1. Name: Perry Wester
   County: Vance
   Sponsor: Holliman
2. Name: Isaiah McArthur
   County: Durham
   Sponsor: Michaux
3. Name:
   County:
   Sponsor:
4. Name:
   County:
   Sponsor:
5. Name:
   County:
   Sponsor:

SGT-AT-ARM

1. Name: Judy Turner
2. Name: Reggie Sills
3. Name: Martha Parrish
4. Name:

House Appropriations Subcommittee
on
General Government

Senate Money Report

and

Special Provisions

May 25, 2010

Senate Subcommittee on General Government

Administration

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11 $67,446,884

Budget Changes

1111 Office of the Secretary

1 Reduce Various Operating Expenses ($164,089) R

Reduces miscellaneous operating expenses.

Temporary services ($104,089)
Contracted services ($60,000)

1121 Fiscal Management

2 Transfer 1.5 FTE to Receipt Support ($83,250) R

Transfers salaries and benefits for 1.5 FTE to receipt support:

60014102: Accountant (0.50 FTE)
60014119: Accountant (0.25 FTE)
60014118: Accountant (0.50 FTE)
60014107: Accounting Technician (0.13 FTE)
60014119: Accounting Technician (0.12 FTE)

531211 ($231,434)
531511 ($17,705)
531521 ($24,324)
531561 ($24,645)

1122 Human Resources Management

3 Transfer 1.2 FTE to Receipt Support ($71,271) R

Transfers salaries and benefits for 1.2 FTE to receipt support:

60014092: Staff Development Specialist III (0.20 FTE)
60014094: Safety Officer III (0.20 FTE)
60014098: Personnel Technician I (0.20 FTE)
60014096: Personnel Technician II (0.20 FTE)
60014093: Personnel Analyst II (0.20 FTE)
60014097: Personnel Analyst II (0.20 FTE)

531211 ($55,311)
531511 ($4,231)
531521 ($5,813)
531561 ($5,915)

1123 Historically Underutilized Businesses

4 Reduce Rent ($37,740) R

Reduces budgeted rent due to move to DOA-owned space:

532512: ($37,740)

5 Transfer 1.0 FTE to Office of State Personnel ($60,372) R

Transfers salary and benefits for 1.0 FTE to the Office of State Personnel: -1.00

60014896: HUB Compliance Officer - Construction Outreach

531211 ($46,922)
531511 ($3,590)
531521 ($4,932)
531561 ($4,929)

1241 Management Info. Systems

6 Reduce LAN Serv Chg ($56,521) R

Reduces LAN Service Charge:

532822: ($56,521)

1264 Agency for Public Telecommunications

7 Transfer 1.0 FTE to Receipt Support ($67,442) R

Transfers salary and benefits for 1.0 FTE to receipt support:

60014549: TV Producer/Director II

531211 ($52,905)
531511 ($4,047)
531521 ($5,560)
531561 ($4,929)

1311 Office of State Personnel

8 Reduce Various Operating Accounts ($365,336) R

Reduces various operating accounts:

532821	Computer/Data Processing Services	($185,395)
532170	Temporary Employees	($50,000)
532700	Travel	($15,000)
533110	Supplies - General Office	($15,000)
534511	Supplies - Office Furniture	($10,000)
535830	Membership & Dues	($15,000)
536905	Employer OJT Incentive	($15,941)
532143	LAN Support Serv.	($10,000)
532144	PC Printer Support Serv.	($20,000)
532812	Telecomm. Data Charge	($12,000)
532822	Managed LAN Services	($7,000)
532930	Registration Fees	($10,000)

9 Eliminate Filled Position ($82,039) R

Eliminates salaries and benefits for 1.0 filled position: -1.00

60013771: HR Partner

531211 ($65,259)
531511 ($4,992)
531521 ($6,859)
531561 ($4,929)

1411 State Construction Office

10 Eliminate 2.0 Filled and 1.0 Vacant Positions

($297,924) R

-3.00

Eliminates salaries and benefits of two filled positions and one vacant position. Specific positions for elimination have not yet been identified; the Department has flexibility to consolidate and/or eliminate positions in order to meet this reduction.

1412 State Property Office

11 Eliminate 1.0 Vacant Position

($73,423) R

-1.00

Eliminates salary and benefits for 1.0 vacant position:

60014649: Administrative Assistant II

531211	($57,967)
531511	($4,434)
531521	($6,092)
531561	($4,929)

1421 Facilities Management

12 Reduce Operating Expenses

($211,849) R

Reduces operating expenses:

534500 Equipment	($100,000)
532500 Equipment rental	($50,000)
533300 Vehicle Operating Costs	($50,000)
532300 Repairs	($11,849)

13 Shift Recycling Costs to Receipt Support

($29,503) R

Shifts recycling costs to receipt support. Receipts are from other state agencies whose recycling services are provided by DOA in buildings that are not owned by DOA.

14 Reduce Janitorial Services

($855,009) R

Reduces janitorial services from five days a week to two days a week.

15 Eliminate 2.0 Vacant Positions ($89,038) R

Eliminates salaries and benefits for two vacant positions: -2.00

60014806: Building & Environmental Supervisor
60014846: Facilities Maintenance Technician - Building Trades

531211 ($67,011)
531511 ($5,126)
531521 ($7,043)
531561 ($9,858)

16 Eliminate 4.0 Filled Positions ($200,698) R

Eliminates salaries and benefits of four filled positions: -4.00

60014738 Construction & Renovation Design Tech I
60014742 Electronics Technician III
60014769 Administrative Assistant III
60014777 Processing Assistant IV

531211 ($153,167)
531511 ($11,717)
531521 ($16,098)
531561 ($19,716)

17 Increase Various Operating Expenses $252,454 R

Increases the following operating items:

533510: Uniforms $2,454
532199: Misc. Contractual Services $250,000

18 Add 8.0 Positions $595,301 R

Adds 8.0 FTE positions: 8.00

531211 Salary $464,571
531511 Social Security $35,540
531521 Retirement $48,826
531561 Hospitalization $39,432
531631 Worker's Compensation $6,932

19 Increase Budgeted Utility Costs $561,722 R

Increases budgeted utility costs:

532210 Engr Ser-Electrical	$302,462
532220 Engr Serv-Nat Gas/Propane	$163,979
532230 Engr Ser-Water & Sewer	$23,126
532911 Property Insurance	$72,155

1511 Purchase & Contracts

20 Transfer 2.9 FTE to Receipt Support ($225,268) R

Transfers salaries and benefits of 2.9 FTE to receipt support:

60013901: State Procurement Specialist III (1.0 FTE)
60013860: State Procurement Specialist III (1.0 FTE)
60013899: State Purchase Administrator (0.9 FTE)

531211 ($178,549)
531511 ($13,659)
531521 ($18,766)
531561 ($14,294)

21 Reduce Various Operating Expenses ($12,500)

Reduces budget for repairs to building.

1731 NC Council for Women/DV Commission

22 Transfer 1.5 FTE to Receipt Support ($62,196) R

Transfers salaries and benefits of 1.5 FTE to receipt support:

60014074: Community Development Specialist I (0.50 FTE)
60019848: Community Development Specialist I (1.0 FTE)

531211 ($73,813)
531511 ($5,647)
531521 ($7,758)
531561 ($7,394)

23 Eliminate 1.0 Filled Position ($61,219) R

Eliminates salary and benefits for one filled position: -1.00

60014086 Administrative Officer I

531211 $47,639
531511 $3,644
531521 $5,007
531561 $4,929

1734 Rape Crisis Program

24 Fund Grants at FY 2009-10 Level ($151,119) NR

Funds Rape Crisis grants at FY 2009-10 level.

1741 Human Relations Commission

25 Reduce Rent ($24,455) R

Reduces budgeted rent due to move to DOA-owned space:

532512: ($24,455)

1771 Veterans Affairs

26 Shift 2.0 Positions to Receipt Support ($73,286) R

Shifts salaries and benefits of 2.0 FTEs to receipt support:

60014225: Processing Assistant III
60014232: Processing Assistant III

531211 ($53,680)
531511 ($4,107)
531521 ($5,642)
531561 ($9,858)

27 Reduce Operating Expenses ($51,453) R

Reduces operating expenses:

533100 Travel ($20,000)
532700 Supplies ($10,000)
534500 Equipment ($21,453)

1781 Domestic Violence Program

28 Fund Grants at FY 2009-10 Level

Funds Domestic Violence grants at FY 2009-10 level. ($243,115) NR

1810 State Ethics Commission

29 Operating Budget Adjustment to Rent

($60,000) R

Eliminates funds for office rent as Commission is now housed in State office space.

532512 Rent of Offices ($60,000)

30 Increased Support for the State Ethics Commission

$547,600 R

4.00

Appropriates funding for four positions and operating expenses to ensure the State Ethics Commission has resources for design, implementation, training, and technological support for an online/electronic personal and financial disclosure system (Statement of Economic Interest, or SEI), and to meet the gift ban requirement.

531211 Salaries	$218,281
531511 Soc Sec .	$16,091
531521 Retirement	$22,368
531516 Med Insurance	$19,716
532140 Oth ITS	$20,400
532144 PC/Printer Support Svs	$1,680
532535 Lease Server Equip	$13,817
532542 Lease Software	$3,691
5327XX Travel	$1,500
532811 Telephone Svs	$1,500
532815 E-Mail and Calendaring	$156
5329XX Registration & Ed Expenses	$300
533XXX Supplies	$2,000
535830 Subscriptions	$6,000
532140 Oth ITS	$115,600
532199 Oth Contractual Svs	$100,000
534511 Office Furniture	$2,000
534521 Office Equipment	$2,000
534713 PC Software	$500

1861 Commission on Indian Affairs

31 Reduce Rent ($29,985) R

Reduces budgeted rent due to move to DOA-owned space:

532512: ($29,985)

Department-Wide

32 Reduce Travel Expenditures ($15,000) R

Reduces travel expenditures across the agency.

33 Adjust ITS Rate ($3,172) R

Reduces line item for ITS based on reduction in ITS rates.

532140: ($3,172)

34 Eliminate 8.0 Vacant Positions ($356,715) R

Eliminates salaries and benefits for eight vacant positions department-wide: -8.00

60013887: State Purchase Administrator
60013965: Summer Intern
60014664: Administrative Assistant III
60013878: Processing Assistant V
60014215: Accounting Technician
65009979: Accountant
60014716: Building & Environmental Technician
60014836: Building & Environmental Technician

531211 ($272,999)
531511 ($20,731)
531521 ($28,482)
531561 ($34,503)

Budget Changes	**($1,763,676)**	R
	($394,234)	NR
Total Position Changes	-9.00	
Revised Total Budget	**$65,288,974**	

Auditor

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	$13,255,123

Budget Changes

1120

35 Reduce Various Operating Accounts ($80,000) R

Reduces various operating accounts:

532942 Other Employee Educational Expense	($12,000)
533110 General Office Supplies	($10,000)
532430 Maint Agreement - Equipment	($6,000)
532441 Maint Agreement - Other Software	($24,000)
532332 Repairs - Other Computer Equip	($8,000)
532811 Telephone Service	($20,000)

1210 Field Audit

36 Eliminate 5.0 Vacant Positions ($440,161)

Eliminates salaries and benefits for 5.0 vacant positions: -5.00

60008843: Assistant State Auditor
60096307: Assistant State Auditor
60008948: Assistant State Auditor
60089837: Assistant State Auditor
60008867: Assistant State Auditor

531211	($351,655)
531511	($26,902)
531521	($36,959)
531561	($24,645)

37 Shift 1.0 Position to Receipt Support. ($60,033) R

Shifts salary and benefits of 1.0 FTE to receipt support due to creation of billing for Battleship/State Ports Authority audits.

60008998: Assistant State Auditor

531211	($46,635)
531511	($3,568)
531521	($4,901)
531561	($4,929)

38 Reduce Various Operating Accounts ($197,000) R

Reduces various operating accounts:

532714	Transp-Ground - In-state	($20,400)
532721	Lodging - In-state	($29,600)
532724	Meals - In-state	($22,700)
532725	Meals - Out-of-state	($6,500)
532715	Trans-Ground - Out-of-state	($3,800)
532722	Lodging - Out-of-state	($1,300)
532723	Misc. Travel	($1,900)
532726	Misc. Travel	($250)
534511	Office Furniture	($16,000)
534521	Office Equipment	($9,000)
534530	Other DP Equipment	($10,000)
534533	LAN Equipment	($30,000)
534534	PC/Printer Equipment	($30,000)
534535	Server Equipment	($55,550)

Budget Changes	**($777,194)**	R
Total Position Changes	-5.00	
Revised Total Budget	**$12,477,929**	

Cultural Resources

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$73,249,990**

Budget Changes

1110 Office of the Secretary

39 Operating Budget and Personnel Adjustments ($169,749) R
($417,756) NR

Reduces funding for Misc Contractual Services. Additionally, thirty-six positions will remain vacant for four months of FY 2010-11 with a non-recurring reduction of $417,756.

532199 Misc Contractual Services ($169,749)

1120 Administrative Services

40 Personnel and Operating Budget Adjustments ($130,791) R

Eliminates salary and benefits of a vacant Purchasing Agent II position (#60083290), and reduces funding for IT and office furniture. -1.00

531211 Salaries	($21,471)
531511 Social Security	($1,643)
531521 Retirement	($2,257)
531561 Medical Insurance	($4,929)
532490 Maint Agreement	($48,382)
534511 Furniture	($52,110)

1210 Archives & History - Admin

41 Eliminate Personnel Costs and Adjust Expenditure Accounts ($82,261) R

Eliminates salary and benefits, but not FTE, for Administrative Officer position (#60083312), and reduce expenditure accounts.

531211 Salaries	($63,157)
531511 Social Security	($4,832)
531521 Retirement	($6,638)
531561 Medical Insurance	($4,929)
532722 Lodging-out of state	($490)
534511 Furniture	($1,416)
534521 Office Equipment	($800)

1220 Historical Publications

42 Eliminate Filled Positions and Reduce Operating Budget ($261,183) R

Eliminates salaries and benefits of three filled positions: Historic Pub Editor III (#60083317) at $53,023; Historic Pub Editor II (#60083319) at $38,174; and Historic Pub Editor I (#60083323) at $31,622; eliminates salary and benefits in budget but not FTE for Historic Pub Editor II position (#60083320) at $43,296; and transfers split-funding of $22,227 (0.69 FTE) for Info & Comm Specialist position (#60083321) including benefits. Also reduces expenses for various expenditure accounts. -3.69

531211 Salaries	($188,342)
531460 EPA & SPA Longvty Pay	(3,159)
531511 Social Security	($14,408)
531521 Retirement	($19,795)
531561 Medical Insurance	($19,716)
532199 Misc Contractual Svs	($262)
532333 Repairs	($700)
532490 Maint Agreement	($590)
532714 Transp- Grd-In State	($653)
532800 Communication	($10,948)
533110 Gen Office Supplies	($2,260)
533900 Oth materials & Supplies	($200)
535800 Oth Admin Expenses	($150)

1230 Archives & Records

43 Transfer Personnel to Receipt Support and Adjust Operating Budget ($609,547) R

Transfers salaries and benefits of seven positions to receipt-support from the Archives & Records Management (ARM) fee: Processing Asst IV (#60083347) at $28,336; Processing Asst IV (#60083363) at $27,879; Archives & Records Mgr (#60083364) at $62,792; Archives & Records Prof (#60083368) at $32,796; Processing Asst IV (#60083377) at $28,500; Processing Asst IV (#60083378) at $28,503; and Processing Asst IV (#60083392) at $25,778. -7.00

531211 Salaries	($234,584)
531511 Social Security	($17,946)
531521 Retirement	($24,655)
531561 Medical Insurance	($34,503)
532490 Maint Agreement	($85,000)
532512 Rent/Lease - Bldgs/Office	($142,765)
533900 Oth Materials & Supplies	($70,095)

1241 State Historic Sites

44 Operating Budget Adjustments ($452,827) R

Reduces division expenditure accounts.

532188	Lawns & Grounds Svs Agreement	($12,459)
532199	Misc Contractual Services	($105,883)
532390	Repairs	($250,000)
532714	Transp-Grd-In State	($69,412)
533900	Oth Materials & Supplies	($15,073)

45 Expand Heritage Tourism $360,711 R

Restores funding for seven Heritage Tourism positions to help rural communities enhance tourism economy. 7.00

1243 State Capitol

46 Transfer Personnel to Receipt Support ($63,132) R

Transfers salary and benefits of Administrative Officer position (#60083604) to receipt-support. -1.00

531211	Salaries	($49,258)
531511	Social Security	($3,768)
531521	Retirement	($5,177)
531561	Medical Insurance	($4,929)

1250 Historic Preservation

47 Personnel Costs and Operating Budget Adjustments ($110,086) R

Transfers salaries and benefits of two filled positions to receipt-support: Architect (#60083621) at $37,473 and Hist Pres/Restoration Specialist II (#60083623) at $44,050, and reduces travel expenses. -2.00

531211	Salaries	($81,523)
531511	Social Security	($6,237)
531521	Retirement	($8,568)
531561	Medical Insurance	($9,858)
532714	Transp-Grd-In State	($3,900)

1260 Office of State Archeology

48 Operating Budget Reductions ($26,444) R

Reduces division expenditure accounts.

532199 Misc Contractual Svs	($490)
532714 Transp- Grd-In State	($13,000)
532721 Lodging-In State	($3,954)
532724 Meals - In State	($9,000)

1290 Western Office

49 Transfer Personnel Expense ($52,947) R

Transfers salary and benefits of Archives & Records Specialist position (#60083647) at $32,796 to receipt-support. -1.00

531211 Salaries	($40,638)
531511 Social Security	($3,109)
531521 Retirement	($4,271)
531561 Medical Insurance	($4,929)

1320 Museum of Art

50 Eliminate Personnel Expense and Adjust Operating Budget ($257,007) R

Eliminates salaries and benefits of three new positions: Admin Officer III (#65010906) at $41,173; Art Handler (#65010907) at $25,705; and Processing Asst III at $24,092. Also reduces various expenditure accounts. -3.00

531211 Salaries	($90,970)
531511 Social Security	($6,959)
531521 Retirement	($9,561)
531561 Medical Insurance	($14,787)
532199 Misc Contractual Services	($50,000)
532390 Repairs	($75,000)
534610 Art & Artifacts	($9,730)

1330 Arts Council

51 Reduce Operating Budget

($432,456) NR

Reduces funding for grant programs to FY 2009-10 expenditure levels.

536G32	Vagabond School of Drama	($2,048)
536G48	Lost Colony	($10,498)
536G71	Shakespeare Festival	($10,498)
536990	Grants	($274,000)
536996	Grassroots Arts	($135,412)

1410 State Library Services

52 Eliminate Personnel Costs and Reduce Operating Budget

($165,521) R

-3.50

Eliminates salaries and benefits of 2.50 vacant positions: W/A Processing Asst IV (#60083860) at $33,676; Library Clerk III (#60083854) at $29,079; and Processing Asst III (#60083866) at $12,905; and transfers Library Technician position (#60083851) at $36,281 to receipt-support. Also reduces various expenditure accounts.

531211	Salaries	($111,941)
531511	Social Security	($8,563)
531521	Retirement	($11,765)
531561	Medical Insurance	($17,252)
532199	Misc Contractual Services	($1,000)
534630	Librry & Lrning Res Coll	($15,000)

1480 Statewide Programs & Grants

53 Adjust Local Library Grant Funding

($936,133) NR

Reduces State-Aid to Counties (536960).

1500 Museum of History

54 Operating Budget Adjustments

($72,928) R

($25,000) NR

Reduces division expenditure accounts.

532199	Misc Contractual Services	($25,000)
532512	Rent/Lease - Bldgs/Office	($24,978)
534549	Oth Motorized Vehicles	($47,950)

Budget Changes	**($2,093,712)**	**R**
	($1,811,345)	**NR**
Total Position Changes	-15.19	
Revised Total Budget	**$69,344,933**	

Cultural Resources - Roanoke Island Commission

GENERAL FUND

	FY 10-11	
Total Budget Approved 2009 Session	**$1,990,632**	
Budget Changes		
1584 Roanoke Island Commission		
55 Operating Budget Reduction Reduces funds transferred to support the Roanoke Island Commission's operating budget.	($115,926)	R
Budget Changes	**($115,926)**	**R**
Total Position Changes		
Revised Total Budget	**$1,874,706**	

General Assembly

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11 $56,584,484

Budget Changes

1110 Senate

56 Operating Budget Adjustments ($609,201) R

Reduces budgeted days during the interim and budgeted weeks of session for the Senate.

531311 REG(NS) Temp Wages	($375,644)
531461 EPA& SPA-Longvty Pay	($15,062)
531511 Social Sec Contrib	($29,891)
531521 Retirement	($38,698)
532714 Travel/Other Employee	($33,002)
532727002 Travel/Other Employee	($115,492)
533110 Office Supplies	($1,412)

1120 House

57 Reductions to Operating Budget ($1,590,353) R

Reduces budgeted days during the interim and budgeted weeks of session for the House.

531311 REG(NS) Temp Wages	($1,020,501)
531461 EPA& SPA-Longvty Pay	($29,567)
531511 Social Sec Contrib	($80,330)
531521 Retirement	($107,998)
532714 Travel/Other Employee	($79,945)
532727002 Travel/Other Employee	($272,012)

1211 Administration

58 Adjust Expenditure Accounts ($56,992) R

Reduces budgeted days during the interim and budgeted weeks of session in Administration - Financial Services.

531311 REG(NS) Temp Wages	($46,977)
531461 EPA& SPA-Longvty Pay	($1,045)
531511 Social Sec Contrib	($3,673)
531521 Retirement	($5,297)

1212 Bill Drafting

59 Operating Budget Adjustments ($61,018) R

Reduces budgeted weeks of session for Bill Drafting.

531311 REG(NS) Temp Wages	($51,032)
531461 EPA& SPA-Longvty Pay	($609)
531511 Social Sec Contrib	($3,950)
531521 Retirement	($5,427)

1213 General Research

60 Adjust Operating Budget ($10,779) R

Reduces budgeted weeks of session for General Research.

531311 REG(NS) Temp Wages	($9,122)
531511 Social Sec Contrib	($698)
531521 Retirement	($959)

1214 Fiscal Research

61 Reduce Expenditure Accounts ($9,388)

Reduces budgeted weeks of session for Fiscal Research.

531311 REG(NS) Temp Wages	($7,945)
531511 Social Sec Contrib	($608)
531521 Retirement	($835)

1215 Building Maintenance

62 Operating Budget Reductions ($38,441) R

Reduces budgeted days during the interim and budgeted weeks of session in Building Maintenance.

531311 REG(NS) Temp Wages	($32,533)
531511 Social Sec Contrib	($2,489)
531521 Retirement	($3,419)

1216 Food Service

63 Reductions to Operating Budget ($18,594) R

Reduces budgeted weeks of session for Food Service.

531311 REG(NS) Temp Wages	($15,737)
531511 Social Sec Contrib	($1,203)
531521 Retirement	($1,654)

1217 Information System

64 Operating Budget Adjustments ($101,802) R

Reduces various expenditure accounts.

532140 Misc Contractual Services	($86,614)
532448 Maintenance Agreement	($1,637)
532449 Maintenance Agreement	($13,551)

1219 Program Evaluation

65 Reduce Expenditure Accounts ($139,417) R

Reduces budgeted weeks of session for Program Evaluation and funding for contractual services.

531311 REG(NS) Temp Wages	($12,498)
531511 Social Sec Contrib	($956)
531521 Retirement	($1,314)
532199 Misc Contractual Services	($124,649)

1230 Institute of Government

66 Operating Budget Adjustments ($11,053) R

Reduces budgeted weeks of session for the Institute of Government.

531311 REG(NS) Temp Wages	($9,354)
531511 Social Sec Contribution	($716)
531521 Retirement	($983)

1900 Contingency Reserves

67 Reduce Contingency Reserves ($648,203) R

Reduces funding for the Legislative Study Commission.

537195 Contingency Reserves ($648,203)

Budget Changes	**($3,295,241)**	R
Total Position Changes		
Revised Total Budget	**$53,289,243**	

Governor

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$6,067,739**

Budget Changes

1100 Administration

68 Eliminate Personnel Costs and Reduce Operating Budget ($353,359) R

Eliminates salaries and benefits of three vacant positions: Administrative Asst (#60008533) - $28,400; Asst Press Secretary (#60008523) - $50,732; and Communications Specialist (#60008481) - $30,800.Also reduces expenditure accounts. -3.00

531211 Salaries	($109,132)
531511 Social Security	($8,349)
531521 Retirement	($11,470)
535461 Med Insurance	($14,787)
532145 Server Support Svs	($17,200)
532199 Misc Contractual Services	($27,163)
532140 Oth Information Tech	($5,258)
535830 Membership Dues and Subscriptions	($160,000)

Budget Changes	**($353,359)** R
Total Position Changes	-3.00
Revised Total Budget	**$5,714,380**

Housing Finance Agency

GENERAL FUND

	FY 10-11	
Total Budget Approved 2009 Session	**$14,608,417**	
Budget Changes		
1100 HFA - Appropriation		
69 Home Protection Program Reduction	($730,421)	R
	($120,311)	NR
Reduces General Fund appropriation in anticipation of federal funding from the US Treasury that will assists states with the hardest hit unemployment rates. The reduction included recurring and non-recurring adjustments, and leaves a recurring balance of $2,269,579 for the program.		
538104 Home Protection Program ($850,732)		
Budget Changes	($730,421)	R
	($120,311)	
Total Position Changes		
Revised Total Budget	**$13,757,685**	

Senate Subcommittee on General Government

Insurance

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	$32,242,706
Budget Changes	
70 NO LEGISLATIVE ACTION REPORTED	
Budget Changes	
Total Position Changes	
Revised Total Budget	**$32,242,706**

Insurance - Volunteer Safety Workers' Compensation Fund

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	$1,561,846
Budget Changes	
71 NO LEGISLATIVE ACTION REPORTED	
Budget Changes	
Total Position Changes	
Revised Total Budget	$1,561,846

Lieutenant Governor

GENERAL FUND

	FY 10-11	
Total Budget Approved 2009 Session	**$931,703**	
Budget Changes		
72 **Eliminate 1.5 Vacant Positions**	($54,235)	R
Eliminates salaries and benefits for 1.5 vacant positions:	-1.50	
60008618: Assistant Policy Director (1.0 FTE)		
60008622: Information & Comm. Spec. II (0.5 FTE)		
Budget Changes	($54,235)	R
Total Position Changes	-1.50	
Revised Total Budget	**$877,468**	

Office of Administrative Hearings

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$4,111,476**

Budget Changes

73 **Shift 1.0 Position to Receipt Support**	($130,963)	R
Shifts salary and benefits for 1.0 position to receipt support:		
60081275: Agency Attorney		
531211 ($106,664)		
531511 ($8,160)		
531521 ($11,210)		
531561 ($4,929)		
74 **Eliminate 1.0 Vacant Position**	($147,393)	R
Eliminates salary and benefits for 1.0 vacant position:	-1.00	
60088603: Administrative Law Judge		
531211 ($119,107)		
531511 ($10,839)		
531521 ($12,518)		
531561 ($4,929)		
Budget Changes	**($278,356)**	R
Total Position Changes	-1.00	
Revised Total Budget	**$3,833,120**	

Revenue

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	$87,790,970

Budget Changes

1605 Information Technology

75	**Provide Funding for Imaging System Licenses** Provides funding for additional licenses for the Department's imaging system in order to view taxpayer returns.	$613,440	R

1629 Property Tax Division

76	**Convert Property Tax Division to Receipt Support** Converts the Property Tax Division to receipt support, including 17.0 positions. This requires an amendment to GS 105-501..	($1,467,305)	R

24708 Revenue IT Projects

77	**Provide Funding for IRS-Mandated Modernization of 1040 e-File Platform** Provides funding for the IRS-mandated modernization of the e-File platform.	$47,600 $1,457,118	R NR

Department-Wide

78	**Provide Funding for Resolution Initiative II** Provides funding for the Resolution Initiative II, which is estimated to collect an additional $110 million in revenue for FY 2010-11. The Department has flexibility to apply these funds towards positions and/or operating expenses.	$846,909	R
79	**Reduce Travel Reimbursement** Reduces budgeted travel reimbursement: 5327xx: ($39,000)	($39,000)	R

80 Reduce ITS Rate ($158,647)

Reduces budget ITS costs due to reduction in ITS rate:

532140: ($158,647)

81 Reduce Temporary Wages ($632,136) R

Reduces budgeted temporary wages:

531311: ($632,136)

82 Eliminate 8.0 Vacant Positions ($429,831) R

Eliminates salaries and benefits for 8.0 vacant positions:

-8.00

60081419: Tax Research Assistant Director	(Fund 1607)
60081345: Technology Support Analyst	(Fund 1605)
60082659: Processing Assistant IV	(Fund 1685)
60082992: Processing Assistant IV	(Fund 1685)
60082679: Data Entry Specialist	(Fund 1660)
60082667: Data Entry Specialist	(Fund 1685)
60082621: Information Processing Technician	(Fund 1685)
60081281: Information & Communication Specialist II	(Fund 1600)

531211 ($330,399)
531511 ($25,276)
531521 ($34,725)
531561 ($39,432)

83 Eliminate 34.0 Vacant Positions ($1,761,789) R

Eliminates salaries and benefits for 34.0 vacant positions: -34.00

60081588 Processing Assistant III
60081617 Processing Assistant III
60082757 Processing Assistant III
60082979 Processing Assistant III
60082675 Data Entry Specialist
60082633 Data Entry Specialist
60082668 Data Entry Specialist
60082953 Processing Assistant IV
60082949 Processing Assistant IV
60081521 Processing Assistant IV
60082561 Processing Assistant IV
60082572 Processing Assistant IV
60081469 Program Assistant V
60081535 Information Processing Technician
60081665 Information Processing Technician
60082951 Information Processing Technician
60081675 Information Processing Technician
60081482 Information Processing Technician
60081559 Information Processing Technician
60081494 Information Processing Technician
60082564 Information Processing Technician
60082846 Administrative Officer II
60082541 Administrative Officer II
60081530 Revenue Officer I
60081534 Revenue Officer I
60081638 Revenue Officer I
60081642 Revenue Officer I
60082048 Revenue Officer I
60081540 Team Leader
60082057 Revenue Officer II
60081634 Revenue Office Manager II
60081768 Supervisory Agent
60081837 Auditor
60083224 Special Agent

531211 ($1,349,190)
531511 ($103,213)
531521 ($141,800)
531561 ($167,586)

Budget Changes	**($2,980,759)**	R
	$1,457,118	NR
Total Position Changes	-42.00	
Revised Total Budget	**$86,267,329**	

Secretary of State

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$11,451,488**

Budget Changes

1110 General Administration

84 Eliminate Personnel Costs and Reduce Operating Budget ($174,041) R

Eliminates salary and benefits of vacant Processing Assistant IV position (#60094554) and transfers Paralegal (#60094563) and Agency Legal Specialist (#60008627) positions to Auction Securities Time Limited receipts. Also, reduces expenditure accounts. -3.00

531211 Salaries	($128,540)
531511 Social Security	($9,833)
531521 Retirement	($13,510)
531561 Med Insurance	($14,787)
534534 Computer/Printers	($7,371)

1120 Publications

85 Eliminate Filled Position ($58,995) R

Eliminates filled position - Division Director - (#60008652). -1.00

531211 Salaries	($45,757)
531511 Social Security	($3,500)
531521 Retirement	($4,809)
531561 Med Insurance	($4,929)

1210 Corporations

86 Eliminate Vacant Position ($35,302) R

Eliminates vacant Processing Assistant IV position (#60008683). -1.00

531211 Salaries	($25,705)
531511 Social Security	($1,966)
531521 Retirement	($2,702)
531561 Med Insurance	($4,929)

1220 Certification & Filing

87 Adjustments to Personnel and Operating Budget ($236,916) R

Eliminates vacant Processing Assistant IV (#60094577) and Notary Investigator (#60008748); reduces expenditure accounts, including rent that is transferred to the Auction Rate Securities Time Limited receipts. -2.00

531211	Salaries	($60,917)
531511	Social Security	($4,660)
531521	Retirement	($6,402)
531561	Med Insurance	($9,858)
532199	Misc Contractual Svs	($50,303)
532512	Office Rent	($104,776)

1230 Securities

88 Transfer Personnel Expense ($61,632) R

Transfers Financial Investigator position (#60008782) to Auction Securities Time Limited receipt. -1.00

531211	Salaries	($47,988)
531511	Social Security	($3,671)
531521	Retirement	($5,044)
531561	Med Insurance	($4,929)

1600 Charitable Fundraising

89 Operating Budget Adjustment ($100,000) R

Budgets over-realized receipts from Business License Fees in the amount of $100,000.

435100	Business License Fees	$100,000

Budget Changes **($666,886)** R

Total Position Changes -8.00

Revised Total Budget **$10,784,602**

State Board of Elections

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11 $6,221,208

Budget Changes

90 Provide Maintenance of Effort for HAVA Funds — $107,129 NR

Provides Maintenance of Effort funding in order to receive $2,035,430 of Federal HAVA funds.

91 Provide Funding for Good Government Package — $450,000 R

Provides funding for the Good Government package, including:

1.00

Attorney	$100,000
Software development	$350,000

92 Provide Funding for Election Inspectors — $160,000

Provides funding for salaries and benefits of two new Election Inspector positions.

2.00

1100 Administrative Division

93 Reduce Various Operating Accounts — ($114,632) R

Reduces various operating accounts:

532811 Telephone Services	($5,363)
532812 Telecommunications Data Charge	($20,122)
532143 LAN Supply Services	($28,387)
533150 Security & Safety	($12,100)
532100 Legal Services	($5,800)
532700 Travel	($12,860)
53218 Workshop/Conf Food Exp	($30,000)

1200 Campaign Finance Division

94 Eliminate 2.0 Filled Positions ($166,708) R

Eliminates salaries and benefits for 2.0 filled positions: -2.00

60088208: Special Projects Coordinator
60088198: General Counsel

531211 ($132,744)
531511 ($10,155)
531521 ($13,951)
531561 ($9,858)

95 Reduce Various Operating Accounts ($61,909) R

Reduces various operating accounts:

532811 Telephone Services ($14,909)
532812 Telecommunications Data Charge ($37,000)

Department-Wide

96 Reduce ITS Rate ($29) R

Reduces budgeted ITS costs due to reduction in ITS rate:

532140: ($29)

Budget Changes	**$266,722**	R
	$107,129	NR
Total Position Changes	1.00	
Revised Total Budget	**$6,595,059**	

State Budget & Management

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$6,407,809**

Budget Changes

1310 State Budget, Management

97	**Eliminate Personnel Expense and reduce Operating Budget** Eliminates salaries and benefits of three vacant positions: Deputy State Budget Officer (#60008561) - $123,095; Auditor (#60008882) - $73,885; and Asst St Budget Officer/Gov Evaluation & Review (#60008591) - $50,000.Also reduces expenditure accounts.	($373,164) -3.00	R

531211 Salaries	($246,980)
531514 Social Security	($18,894)
531516 Retirement	($25,958)
535417 Med Insurance	($14,787)
532145 Server Support Svs	($15,000)
532199 Misc Contract Services	($46545)
532448 Maint Agreement Personal Computer	($5,000)

Budget Changes	**($373,164)**	R
Total Position Changes	-3.00	
Revised Total Budget	**$6,034,645**	

State Budget and Management - Special

GENERAL FUND

	FY 10-11	
Total Budget Approved 2009 Session	**$4,161,125**	
Budget Changes		
1022 Special Appropriations		
98 **Adjust Grant Funding**	($4,650)	R
Reduces the General Fund appropriation to the Humanities Council and provides a balance of $88,350 for FY 2010-11.		
Budget Changes	**($4,650)**	R
Total Position Changes		
Revised Total Budget	**$4,156,475**	

State Controller

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$23,188,207**

Budget Changes

1000 Department-Wide

99 Eliminate Personnel Costs and Adjust Operating Budget ($300,000) R

Eliminates salaries and benefits of four positions based upon average salaries for OSC, and reduces funding for Financial Audit and other expenditure accounts: -4.00

531211 Salaries	($210,896)
531511 Social Security	($16,134)
531521 Retirement	($22,165)
531561 Medical Insurance	($19,716)
532120 Financial Audit Svs	($15,000)
533100 Gen Admin Supplies	($16,089)

100 Close Cash Balance Accounts ($1,124,677) NR

Eliminates remaining cash balances of four funds in Budget Code 24160:Business Infrastructure Study; Financials Planning Fund that provided the Feasibility Report on new financial systems completed in compliance with S.L. 2007-323 (HB 1473);Escheats funds collected by OSC that have been unclaimed by State agencies; and Foreign Nationals funding that supported the purchase of the last statewide license to access software for the program.

2400 Business Infrastructure Study	($137)
2403 Financials Planning Fund	($605,000)
2500 Escheats	($442,460)
2600 Foreign Nationals	($77,080)

101 Criminal Justice Law Enforcement Automated Data Services (CJLEADS) $9,000,000 R

$500,000 NR

30.50

Appropriates funding for CJLEADS, which is a statewide information technology project designed to merge state criminal data records into one streamlined, comprehensive system. It will assist law enforcement and the courts by providing necessary information. Funding is provided to complete implementation of the Wake County pilot program, to begin expansion statewide, and for operational support and maintenance.

Budget Changes	**$8,700,000**	**R**
	($624,677)	**NR**
Total Position Changes	26.50	
Revised Total Budget	**$31,263,530**	

Senate Subcommittee on General Government

Treasurer

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	$17,565,400
Budget Changes	
102 NO LEGISLATIVE ACTION REPORTED	
Budget Changes	
Total Position Changes	
Revised Total Budget	$17,565,400

Senate Subcommittee on General Government

Treasurer - Retirement for Fire and Rescue

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$10,804,671**
Budget Changes	
103 NO LEGISLATIVE ACTION REPORTED	
Budget Changes	
Total Position Changes	
Revised Total Budget	**$10,804,671**

SPECIAL PROVISIONS

PART XX. DEPARTMENT OF ADMINISTRATION

FREEZE STATE MOTOR FLEET VEHICLE ACQUISITION PROGRAM

SECTION 20.1. The Department of Administration, Motor Fleet Management, shall not acquire any vehicles during the 2010-2011 fiscal year and shall minimize any impact on Motor Fleet operations through enhanced operational efficiencies. By July 1, 2011, Motor Fleet Management shall develop and implement a plan to ensure that thirty-three percent (33%) of new passenger vehicles purchased in subsequent fiscal years have a fuel economy for the new vehicle's model year that is in the top fifteen percent (15%) of its class of comparable automobiles.

PART XXI. OFFICE OF THE STATE AUDITOR

BATTLESHIP COMMISSION PAY FOR AUDIT

SECTION 21.1. G.S. 143B-74.1 reads as rewritten:

"**§ 143B-74.1. U.S.S. North Carolina Battleship Commission – funds.**

The Commission shall establish and maintain a "Battleship Fund" composed of the moneys which may come into its hands from admission or inspection fees, gifts, donations, grants, or bequests, which funds will be used by the Commission to pay all costs of maintaining and operating the ship for the purposes herein set forth. The Commission shall maintain books of accounting records concerning revenue derived and all expenses incurred in maintaining and operating the ship as a public memorial. The operations of the Commission shall be subject to the oversight of the State Auditor pursuant to Article 5A of Chapter 147 of the General Statutes. The Commission shall reimburse the State Auditor the cost of any audit. The Commission shall establish a reserve fund in an amount to be determined by the Secretary of Cultural Resources to be maintained and used for contingencies and emergencies beyond those occurring in the course of routine maintenance and operation, and may authorize the deposit of this reserve fund in a depository to be selected by the Treasurer of North Carolina."

STATE PORTS AUTHORITY PAY FOR AUDIT

SECTION 21.2. G.S. 143B-464 reads as rewritten:

"**§ 143B-464. Audit.**

The operations of the State Ports Authority shall be subject to the oversight of the State Auditor pursuant to Article 5A of Chapter 147 of the General Statutes. The State Ports Authority shall reimburse the State Auditor the cost of any audit."

PART XXII. DEPARTMENT OF CULTURAL RESOURCES

MODIFY TERMS OF THE 2007-2008 GRANT-IN-AID FOR FREEDOM MONUMENT

SECTION 22.1. Funds appropriated by the 2007 General Assembly as a grant-in-aid for North Carolina Freedom Monument Project, Inc., to fabricate and construct a monument that have not been used for this purpose may be used by North Carolina Freedom Monument Project, Inc., for planning and development of preconstruction stages of the monument.

PART XXIII. HOUSING FINANCE AGENCY

ALLOW CREATION OF HOUSING FINANCE CORPORATIONS TO RECEIVE FEDERAL "HARDEST HIT HOUSING MARKETS" FUNDING

SECTION 23.1.(a) Chapter 55 of the General Statutes is amended by adding a new Article to read:

"Article 18.

"Housing Finance Corporations.

"**§ 55-18-01. General provisions.**

A corporation may be formed under this Article for the purpose of (i) applying for and receiving federal funding from the Housing Finance Agency Innovation Fund for the Hardest Hit Housing Markets, or similar fund, administered under the Emergency Economic Stabilization Act of 2008, P.L. 110-343, as amended, and (ii) administering the federal funding in a manner consistent with the program. A corporation formed under this Article shall be subject to the provisions of this Chapter that are not in conflict with the provisions of this Article.

"**§ 55-18-02. Incorporation.**

A corporation may be incorporated under this Article only by a minimum of 13 incorporators, a majority of whom must also be members of the board of directors of the North Carolina Housing Finance Agency. The articles of incorporation may provide that only the State may own the capital stack of the corporation.

"**§ 55-18-03. Powers.**

A corporation formed under this Article shall have the following corporate powers in addition to those generally provided under this Chapter:

(1) Apply for and receive funds from the federal government from the Housing Finance Agency Innovation Fund for the Hardest Hit Housing Markets, or similar fund.

(2) Contract with the North Carolina Housing Finance Agency to carry out the program requirements of the Housing Finance Agency Innovation Fund for the Hardest Hit Housing Markets, or similar fund.

"**§ 55-18-04. Name.**

A corporation formed under this Article shall include in its name the words "Housing Finance Corporation" but shall not use language that would confuse the corporation with the State instrumentality known as the North Carolina Housing Finance Agency. The Secretary of State shall have the power to determine whether a corporation's name causes confusion.

"**§ 55-18-05. Relationship to State.**

A corporation formed under this Article is not an agency of the State.

"**§ 55-18-06. Other requirements.**

A corporation formed under this Article shall structure and conduct itself in such a way as to meet the definition of "financial institution" under the Emergency Economic Stabilization Act of 2008, P.L. 110-343, as amended."

SECTION 23.1.(b) Chapter 55A of the General Statutes is amended by adding a new Article to read:

"Article 18.

"Housing Finance Corporations.

"**§ 55A-18-01. General provisions.**

A corporation may be formed under this Article for the purpose of (i) applying for and receiving federal funding from the Housing Finance Agency Innovation Fund for the Hardest Hit Housing Markets, or similar fund, administered under the Emergency Economic Stabilization Act of 2008, P.L. 110-343, as amended, and (ii) administering the federal funding in a manner consistent with the program. A corporation formed under this Article shall be subject to the provisions of this Chapter that are not in conflict with the provisions of this Article.

"**§ 55A-18-02. Incorporation.**

A corporation may be incorporated under this Article only by a minimum of 13 incorporators, a majority of whom must also be members of the board of directors of the North Carolina Housing Finance Agency.

"**§ 55A-18-03. Powers.**

A corporation formed under this Article shall have the following corporate powers in addition to those generally provided under this Chapter:

(1) Apply for and receive funds from the federal government from the Housing Finance Agency Innovation Fund for the Hardest Hit Housing Markets, or similar fund.

(2) Contract with the North Carolina Housing Finance Agency to carry out the program requirements of the Housing Finance Agency Innovation Fund for the Hardest Hit Housing Markets, or similar fund.

"**§ 55A-18-04. Name.**

A corporation formed under this Article shall include in its name the words "Housing Finance Corporation" but shall not use language that would confuse the corporation with the state instrumentality known as the North Carolina Housing Finance Agency. The Secretary of State shall have the power to determine whether a corporation's name causes confusion.

"**§ 55A-18-05. Relationship to State.**

A corporation formed under this Article is not an agency of the State.

"**§ 55A-18-06. Other requirements.**

A corporation formed under this article shall structure and conduct itself in such a way as to meet the definition of "financial institution" under the Emergency Economic Stabilization Act of 2008, P.L. 110-343, as amended." .

SECTION 23.1.(c) G.S. 122A-5 is amended by adding a new subdivision to read:

"**§ 122A-5. General powers.**

The Agency shall have all of the powers necessary or convenient to carry out and effectuate the purposes and provisions of this Chapter, including, but without limiting the generality of the foregoing, the power:

...

(28) To contract with housing finance corporations organized under Article 18 of Chapter 55 or under Article 18 of Chapter 55A of the General Statutes to carry out programs related to the funding awarded to the housing finance corporations from the Housing Finance Agency Innovation Fund for the Hardest Hit Housing Markets, or similar fund,

administered under the Emergency Economic Stabilization Act of 2008, P.L. 110-343, as amended."

PART XXIV. DEPARTMENT OF INSURANCE

DEPARTMENT OF INSURANCE HEALTH REFORM AUTHORITY AND POSITIONS

SECTION 24.2.(a) G.S. 58-2-40 is amended by adding a new subdivision to read:

"(10) Administer and enforce the provisions of the federal Patient Protection and Affordable Care Act (Public Law 111-148) and the provisions of the Health Care and Education Reconciliation Act of 2010 (Public Law 111-152) to the extent that the provisions apply to persons subject to the Commissioner's jurisdiction and to the extent that the provisions are not under the exclusive jurisdiction of any federal agency."

SECTION 24.2.(b) The Department shall apply for federal funds that are available through the Patient Protection and Affordable Insurance Care Act, Public Law 111-148, or the Health Care and Education Reconciliation Act of 2010, Public Law 111-152, to support the following 13 positions within the Department to implement this section:

(1) Attorney III.
(2) Health Actuary.
(3) Examiner III.
(4) Insurance Regulatory Analysts I, II (two positions), and III.
(5) Office Assistant, and Program Assistant.
(6) Insurance Investigator.
(7) Insurance Complaint Analyst (two positions).
(8) Complaint Analyst Supervisor.

In the event that federal funds cannot be obtained by the Department for the purposes of this section, the Department shall, in consultation with the Joint Legislative Commission on Governmental Operations, utilize funds from the Insurance Regulatory Fund to support these positions.

PART XXV. OFFICE OF ADMINISTRATIVE HEARINGS

INCREASE FEES FOR FILING A CONTESTED CASE

SECTION 25.1. G.S. 150B-23.2 reads as rewritten:

"**§ 150B-23.2. Fee for filing a contested case hearing.**

(a) Filing Fee. – In every contested case where the value of the amount in controversy equals or exceeds fifty thousand dollars ($50,000) commenced in the Office of Administrative Hearings by a person ~~aggrieved,~~aggrieved or heard in the Office of Administrative Hearings pursuant to agency application under G.S. 150B-40(e), the petitioner shall pay a filing fee, and the administrative law judge shall have the authority to assess that filing fee against the losing party, in the amount of ~~one hundred twenty-five dollars ($125.00),~~five hundred dollars ($500.00) unless the Office of Administrative Hearings establishes a lesser filing fee by rule. The value of the amount in controversy, for purposes of determining the filing fee, shall be determined solely by the Office of Administrative Hearings.

(b) Time of Collection. – All fees that are required to be assessed, collected, and remitted under subsection (a) of this section shall be collected by the Office of Administrative Hearings at the time of commencement of the contested case (except in suits in forma pauperis).

(c) Forms of Payment. – The Office of Administrative Hearings may by rule provide for the acceptable forms for payment and transmission of the filing fee.

(d) ~~Wavier~~ Waiver or Refund. – The Office of Administrative Hearings shall by rule provide for the fee to be waived in a contested case in which the petition is filed in forma pauperis and supported by such proofs as are required in G.S. 1-110 and in a contested case involving a mandated federal cause of action. The Office of Administrative Hearings shall by rule provide for the fee to be refunded in a contested case in which the losing party is the State."

CONTINUE TRANSFER FROM DHHS TO OAH FOR MEDICAID APPEALS

SECTION 25.2. From funds available to the Department of Health and Human Services for the 2010-2011 fiscal year, the sum of two million dollars ($2,000,000) shall be transferred by the Department of Health and Human Services to the Office of Administrative Hearings. These funds shall be allocated by the Office of Administrative Hearings for mediation services provided for Medicaid applicant and recipient appeals and to contract for other services necessary to conduct the appeals process.

PART XXVI. DEPARTMENT OF REVENUE

MODIFICATION OF METHOD BY WHICH LOCAL GOVERNMENTS REIMBURSE THE STATE FOR PROGRAMS THAT SUPPORT LOCAL GOVERNMENTS

SECTION 26.1.(a) G.S. 105-501(b) reads as rewritten:

"(b) Deductions. – ~~In determining the net proceeds of the tax to be distributed, the Secretary must deduct from the collections to be allocated an amount equal to one-twelfth of the costs during the preceding fiscal year of:~~

~~(1) The Department of Revenue in performing the duties imposed by G.S. 105-275.2 and by Article 15 of this Chapter.~~

~~(1a) Seventy percent (70%) of the expenses of the Department of Revenue in performing the duties imposed by Article 2D of this Chapter.~~

~~(2) The Property Tax Commission.~~

~~(3) The School of Government at the University of North Carolina at Chapel Hill in operating a training program in property tax appraisal and assessment.~~

~~(4) The personnel and operations provided by the Department of State Treasurer for the Local Government Commission.~~

The costs incurred by the State to provide the functions listed in this subsection that support local governments are deductible from the collections to be allocated each month for distribution.

(1) The Department's cost of the following for the preceding month must be deducted and credited to the Department:

a. Performing the duties imposed by Article 15 of this Chapter.

b. The Property Tax Commission.

(2) One-twelfth of the costs of the following for the preceding fiscal year must be deducted and credited to the General Fund:

a. The School of Government at the University of North Carolina at Chapel Hill in operating a training program in property tax appraisal and assessment.

b. The personnel and operations provided by the Department of State Treasurer for the Local Government Commission.

c. Seventy percent (70%) of the expenses of the Department of Revenue in performing the duties imposed by Article 2D of this Chapter."

SECTION 26.1.(b) For fiscal year 2010-2011, the amount deducted under G.S. 105-501 from the net proceeds of the one-half percent (1/2%) sales and use tax levied under Article 42 of Chapter 105 of the General Statutes is increased by an amount equal to the 2009-2010 costs of the Department of Revenue and the Property Tax Commission in performing the duties imposed on the Department and the Commission under Article 15 of Chapter 105 of the General Statutes. The deduction required under this subsection may be made on a quarterly or other periodic basis, as determined by the Secretary of Revenue. The amount deducted under this section must be credited to the General Fund.

SECTION 26.1.(c) This section becomes effective July 1, 2010.

PART XXVII. STATE BOARD OF ELECTIONS

RAISE CANDIDATE FILING FEES

SECTION 27.1.(a) G.S. 163-107(a) reads as rewritten:

"(a) Fee Schedule. – At the time of filing a notice of candidacy, each candidate shall pay to the board of elections with which he files under the provisions of G.S. 163-106 a filing fee for the office he seeks in the amount specified in the following tabulation:

Office Sought	**Amount of Filing Fee**
Governor	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
Lieutenant Governor	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
All State executive offices	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
All District Attorneys of the General Court of Justice	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
United States Senator	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
Members of the United States House of Representatives	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
State Senator	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
Member of the State House of Representatives	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
All county offices not compensated by fees	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought

All county offices compensated partly by salary and partly by fees	~~One percent (1%)~~ One and one-half percent (1.5%) of the first annual salary to be received (exclusive of fees)

The salary of any office that is the basis for calculating the filing fee is the starting salary for the office, rather than the salary received by the incumbent, if different. If no starting salary can be determined for the office, then the salary used for calculation is the salary of the incumbent, as of January 1 of the election year."

SECTION 27.1.(b) G.S.,163-324(a) reads as rewritten:

"(a) Fee Schedule. – At the time of filing a notice of candidacy under this Article, each candidate shall pay to the State Board of Elections a filing fee for the office he seeks in the amount of ~~one percent (1%)~~ one and one-half percent (1.5%) of the annual salary of the office sought."

SECTION 27.1.(c) G.S. 163-291(3) reads as rewritten:

"(3) The filing fee for municipal and district primaries shall be fixed by the governing board not later than the day before candidates are permitted to begin filing notices of candidacy. There shall be a minimum filing fee of five dollars ($5.00). The governing board shall have the authority to set the filing fee at not less than five dollars ($5.00) nor more than ~~one percent (1%)~~ one and one-half percent (1.5%) of the annual salary of the office sought unless ~~one percent (1%)~~ one and one-half percent (1.5%) of the annual salary of the office sought is less than five dollars ($5.00), in which case the minimum filing fee of five dollars ($5.00) will be charged. The fee shall be paid to the board of elections at the time notice of candidacy is filed."

SECTION 27.1.(d) G.S. 163-294.2(e) reads as rewritten:

"(e) The filing fee for the primary or election shall be fixed by the governing board not later than the day before candidates are permitted to begin filing notices of candidacy. There shall be a minimum filing fee of five dollars ($5.00). The governing board shall have the authority to set the filing fee at not less than five dollars ($5.00) nor more than ~~one percent (1%)~~ one and one-half percent (1.5%) of the annual salary of the office sought unless ~~one percent (1%)~~ one and one-half percent (1.5%) of the annual salary of the office sought is less than five dollars ($5.00), in which case the minimum filing fee of five dollars ($5.00) will be charged. The fee shall be paid to the board of elections at the time notice of candidacy is filed."

SECTION 27.1.(e) This section is effective with respect to elections held on or after January 1, 2011.

House Appropriations Subcommittee on General Government

Proposed Subcommittee Report for S897: Appropriations Act of 2010



May 27, 2010

Administration

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$67,446,884

Budget Changes

1111 Office of the Secretary

1 Reduce Various Operating Expenses ($114,089) R

Reduces miscellaneous operating expenses.

Temporary services ($64,080)
Contracted services ($50,000)

1121 Fiscal Management

2 Transfer 1.5 FTE to Receipt Support ($83,250) R

Transfers salaries and benefits for 1.5 FTE to receipt support:

-1.50

60014102: Accountant (0.50 FTE)
60014119: Accountant (0.25 FTE)
60014118: Accountant (0.50 FTE)
60014107: Accounting Clerk (0.13 FTE)
60014114: Accounting Technician (0.12 FTE)

1122 Human Resources Management

3 Transfer 1.2 FTE to Receipt Support ($71,271) R

Transfers salaries and benefits for 1.2 FTE to receipt support:

-1.20

60014092: Staff Development Specialist III (0.20 FTE)
60014094: Safety Officer III (0.20 FTE)
60014098: Personnel Technician I (0.20 FTE)
60014096: Personnel Technician II (0.20 FTE)
60014093: Personnel Analyst II (0.20 FTE)
60014097: Personnel Analyst II (0.20 FTE)

1123 Historically Underutilized Businesses

4 Reduce Operating Expenses ($37,740) R

Reduces operating expenses, including travel, conference fees, and contracted services.

1264 Agency for Public Telecommunications

5 Transfer 1.0 FTE to Receipt Support ($67,442) R

Transfers salary and benefits for 1.0 FTE to receipt support: -1.00

60014549: TV Producer/Director II

531211	Salaries	($52,905)
531511	Social Security	($4,047)
531521	Retirement	($5,560)
531561	Medical Insurance	($4,929)

1311 Office of State Personnel

6 Reduce Various Operating Accounts ($284,000) R

Reduces various operating accounts:

532821	Computer/Data Processing Services	($145,000)
532170	Temporary Employees	($50,000)
532700	Travel	($15,000)
533110	Supplies - General Office	($10,000)
534511	Supplies - Office Furniture	($5,000)
535830	Membership & Dues	($15,000)
532143	LAN Support Serv.	($5,000)
532144	PC Printer Support Serv.	($10,000)
532812	Telecomm. Data Charge	($7,000)
532822	Managed LAN Services	($7,000)
532930	Registration Fees	($5,000)
536905	Employer OJT Incentive	($10,000)

1411 State Construction Office

7 Eliminate 2.0 Filled and 1.0 Vacant Positions ($233,914) R

Eliminates salaries and benefits of two filled positions and one vacant position. Specific positions for elimination have not yet been identified; the Department has flexibility to consolidate and/or eliminate positions in order to meet this reduction. -3.00

1412 State Property Office

8 Eliminate 1.0 Vacant Position — ($57,967) R

Eliminates salary and benefits for 1.0 vacant position: -1.00

60014649: Administrative Assistant II

531211	($44,886)
531511	($3,434)
531521	($4,718)
531561	($4,929)

1421 Facilities Management

9 Provide Funding to Support the New North Carolina Museum of Art Building — $1,409,477 R

Adds 8.0 FTEs, increases budgeted utility costs, and increases various operating expenses: 8.00

531211	Salary	$464,571
531511	Social Security	$35,540
531521	Retirement	$48,826
531561	Hospitalization	$39,432
531631	Worker's Compensation	$6,932
532210	Engr Serv - Electrical	$302,462
532220	Engr Serv - Nat Gas/Propane	$163,979
532230	Engr Serv - Water & Sewer	$23,126
532911	Property Insurance	$72,155
533510	Uniforms	$2,454
532199	Misc. Contractual Services	$250,000

10 Reduce Operating Expenses — ($211,849) R

Reduces operating expenses:

534500	Equipment	($100,000)
532500	Equipment rental	($50,000)
533300	Vehicle Operating Costs	($50,000)
532300	Repairs	($11,849)

11 Shift Recycling Costs to Receipt Support — ($29,503) R

Shifts recycling costs to receipt support. Receipts are from other state agencies whose recycling services are provided by DOA in buildings that are not owned by DOA.

12 Reduce Janitorial Services ($192,816) R

Reduces janitorial services.

13 Eliminate 2.0 Vacant Positions ($89,038) R

Eliminates salaries and benefits for two vacant positions:

-2.00

60014806: Building & Environmental Supervisor ($29,575)
60014846: Facilities Maintenance Tech. - Building Trades ($37,436)

531211 Salaries	($67,011)
531511 Social Security	($5,126)
531521 Retirement	($7,043)
531561 Medical Insurance	($4,929)

14 Eliminate 4.0 Filled Positions ($194,831) R

Eliminates salaries and benefits of four filled positions:

-4.00

60014738 Construction & Renovation Design Tech I
60014742 Electronics Technician III
60014769 Administrative Assistant III
60014777 Processing Assistant IV

531211 Salaries	($148,202)
531511 Social Security	($11,337)
531521 Retirement	($15,576)
531561 Medical Insurance	($19,716)

1511 Purchase and Contracts

15 Transfer 2.9 FTE to Receipt Support ($225,268) R

Transfers salaries and benefits of 2.9 FTE to receipt support:

-2.90

60013901: State Procurement Specialist III (1.0 FTE)
60013860: State Procurement Specialist III (1.0 FTE)
60013899: State Purchase Administrator (0.9 FTE)

16 Reduce Various Operating Expenses ($12,500) R

Reduces budget for repairs to building.

1731 NC Council for Women/DV Commission

17 Transfer 1.5 FTE to Receipt Support ($91,979) R

Transfers salaries and benefits for 1.5 FTE to receipt support:

-1.50

60014074: Community Development Specialist I (0.50 FTE)
60019848: Community Development Specialist I (1.0 FTE)

531211 Salaries	($71,585)
531511 Social Security	($5,476)
531521 Retirement	($7,524)
531561 Medical Insurance	($7,394)

1741 Human Relations Commission

18 Reduce Rent ($24,455) R

Reduces budgeted rent due to move to DOA-owned space:

532512 Rent ($24,455)

1761 Youth Advocacy & Involvement

19 Reduce Rent ($22,205)

Reduces rent due to move to DOA-owned space:

532512 ($22,205)

1771 Veterans Affairs

20 Shifts 2.0 Positions to Receipt Support ($73,286) R

Shifts salaries and benefits of 2.0 FTEs to receipt support:

-2.00

60014225: Processing Assistant III ($27,100)
60014232: Processing Assistant III ($26,580)

531211 Salaries	($53,680)
531511 Social Security	($4,107)
531521 Retirement	($5,642)
531561 Medical Insurance	($9,858)

21 Reduce Operating Expenses ($51,453) R

Reduces operating expenses:

533700 Travel	($20,000)
532100 Supplies	($10,000)
534500 Equipment	($21,453)

1781 Domestic Violence Fund

22 Eliminate 1.0 Filled Position ($58,299) R

Eliminates salary and benefits for one filled position: -1.00

60014567 Administrative Officer I

531211 Salaries	($45,168)
531511 Social Security	($3,455)
531521 Retirement	($4,747)
531561 Health Insurance	($4,929)

1810 State Ethics Commission

23 Increased Support for the State Ethics Commission $547,600 R

Appropriates funding for four positions and operating expenses to ensure the State Ethics Commission has resources for design, implementation, training, and technological support for an online/electronic personal and financial disclosure system (Statement of Economic Interest, or SEI), and to meet the gift ban requirement. 4.00

531211 Salaries	$218,281
531511 Soc Sec	$16,091
531521 Retirement	$22,368
531516 Med Insurance	$19,716
532140 Oth ITS	$20,400
532144 PC/Printer Support Svs	$1,680
532535 Lease Server Equip	$13,817
532542 Lease Software	$3,691
5327XX Travel	$1,500
532811 Telephone Svs	$1,500
532815 E-Mail and Calendaring	$156
5329XX Registration & Ed Expenses	$300
533XXX Supplies	$2,000
535830 Subscriptions	$6,000
532140 Oth ITS	$115,600
532199 Oth Contractual Svs	$100,000
534511 Office Furniture	$2,000
534521 Office Equipment	$2,000
534713 PC Software	$500

24 Operating Budget Adjustment to Rent ($60,000) R

Eliminates funds for office rent as Commission is now housed in State office space.

532512 Rent ($60,000)

1861 Commission on Indian Affairs

25 Reduce Rent ($29,985) R

Reduces budgeted rent due to move to DOA-owned space:

532512 Rent ($29,985)

Department-Wide

26 Reduce Travel Expenditures ($15,000) R

Reduces travel expenditures across the agency.

5327xx ($15,000)

27 Adjust ITS Rate ($3,172)

Reduces line item for ITS based on reduction in ITS rates.

532140 ($3,172)

28 Eliminate 8.0 Vacant Positions ($356,715) R

Eliminates salaries and benefits for eight vacant positions department-wide: -8.00

60013887:	State Purchase Administrator	($70,111)
60013965:	Summer Intern	($2,000)
60014664:	Administrative Assistant III	($51,594)
60013878:	Processing Assistant V	($37,768)
60014215:	Accounting Technician	($27,985)
65009979:	Accountant	($30,880)
60014716:	Building & Environmental Technician	($28,898)
60014836:	Building & Environmental Technician	($23,763)

531211 Salaries	($272,999)
531511 Social Security	($20,731)
531521 Retirement	($28,482)
531561 Medical Insurance	($34,503)

Budget Changes	**($734,950)**	R
Total Position Changes	-17.10	
Revised Total Budget	**$66,711,934**	

Auditor

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
$13,255,123

Budget Changes

1120

29 Reduce Various Operating Accounts ($56,000) R

Reduces various operating accounts:

532942 Other Employee Educational Expense	($12,000)
533110 General Office Supplies	($10,000)
532430 Maint Agreement - Equipment	($6,000)
532332 Repairs - Other Computer Equip	($8,000)
532811 Telephone Service	($20,000)

1210 Field Audit

30 Eliminate 2.0 Vacant Positions ($165,232) -

Eliminates salaries and benefits for 2.0 vacant positions: -2.00

60089837: Assistant State Auditor ($73,745)
60008867: Assistant State Auditor ($57,750)

531211 Salaries	($131,495)
531511 Social Security	($10,059)
531521 Retirement	($13,820)
531561 Medical Insurance	($9,858)

31 Shift 1.0 Position to Receipt Support ($60,033) R

Shifts salary and benefits of 1.0 FTE to receipt support due to creation of billing for Battleship/State Ports Authority audits. -1.00

60008998: Assistant State Auditor ($46,635)

531211 Salaries	($46,635)
531511 Social Security	($3,568)
531521 Retirement	($4,901)
531561 Medical Insurance	($4,929)

32 Reduce Various Operating Accounts ($192,000) R

educes various operating accounts:

532714	Transp-Ground - In-state	($10,400)
532721	Lodging - In-state	($19,600)
532724	Meals - In-state	($12,700)
532725	Meals - Out-of-state	($1,500)
532715	Trans-Ground - Out-of-state	($800)
532722	Lodging - Out-of-state	($300)
532723	Misc. Travel	($900)
532726	Misc. Travel	($250)
5345xx	Equipment/Computers	($145,550)

Budget Changes **($473,265)** R

Total Position Changes -3.00

Revised Total Budget **$12,781,858**

Cultural Resources

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$73,249,990

Budget Changes

1110 Office of the Secretary

33 Operating Budget and Personnel Adjustments ($169,749) R
($249,419) NR

Reduces funding for Misc Contractual Services. Additionally, 21.5 positions will remain vacant for four months of FY 2010-11 with a non-recurring reduction of $249,419.

532199 Misc Contractual Services	($169,749)

1120 Administrative Services

34 Personnel and Operating Budget Adjustments ($130,792) R

Eliminates salary and benefits of a vacant Purchasing Agent II position (#60083290), and reduces funding for IT and office furniture. -1.00

531211 Salaries	($21,471)
531511 Social Security	($1,643)
531521 Retirement	($2,257)
531561 Medical Insurance	($4,929)
532490 Maint Agreement	($48,382)
534511 Furniture	($52,110)

1210 Archives & History - Admin

35 Eliminate Personnel Costs and Adjust Expenditure Accounts ($82,262) R

Eliminates salary and benefits, but not FTE, for Administrative Officer position (#60083312), and reduce expenditure accounts.

531211 Salaries	($63,157)
531511 Social Security	($4,832)
531521 Retirement	($6,638)
531561 Medical Insurance	($4,929)
532722 Lodging-out of state	($490)
534511 Furniture	($1,416)
534521 Office Equipment	($800)

1220 Historical Publications

36 Eliminate Filled Positions and Reduce Operating Budget ($210,495) R

Eliminates salaries and benefits of three filled positions: Historic Pub Editor III (#60083317) at $53,023; Historic Pub Editor II (#60083319) at $43,296; and Historic Pub Editor I (#60083323) at $31,622; and transfers split-funding of $22,227 (0.69 FTE) for Info & Comm Specialist position (#60083321) including benefits. Also reduces expenses for various expenditure accounts. -3.69

531211	Salaries	($150,168)
531460	EPA & SPA Longvty Pay	(2,586)
531511	Social Security	($11,408)
531521	Retirement	($15,783)
531561	Medical Insurance	($14,787)
532199	Misc Contractual Svs	($262)
532333	Repairs	($700)
532490	Maint Agreement	($590)
532714	Transp- Grd-In State	($653)
532800	Communication	($10,948)
533110	Gen Office Supplies	($2,260)
533900	Oth materials & Supplies	($200)
535800	Oth Admin Expenses	($150)

1230 Archives and Records

37 Transfer Personnel to Receipt Support and Adjust Operating Budget ($609,548) R

Transfers salaries and benefits of seven positions to receipt-support from the Archives & Records Management (ARM) fee: Processing Asst IV (#60083347) at $28,336; Processing Asst IV (#60083363) at $27,879; Archives & Records Mgr (#60083364) at $62,792; Archives & Records Prof (#60083368) at $32,796; Processing Asst IV (#60083377) at $28,500; Processing Asst IV (#60083378) at $28,503; and Processing Asst IV (#60083392) at $25,778. -7.00

531211	Salaries	($234,584)
531511	Social Security	($17,946)
531521	Retirement	($24,655)
531561	Medical Insurance	($34,503)
532490	Maint Agreement	($47,515)
532512	Rent/Lease - Bldgs/Office	($142,765)
533900	Oth Materials & Supplies	($48,505)
534534	Personal Computers & Printers	($12,689)
534539	Other Equipment	($46,386)

1241 State Historic Sites

38 Operating Budget Adjustments ($452,827) R

Reduces division expenditure accounts.

532188 Lawns & Grounds Svs Agreement	($12,459)
532199 Misc Contractual Services	($105,883)
532390 Repairs	($250,000)
532714 Transp-Grd-In State	($69,412)
533900 Oth Materials & Supplies	($15,073)

1243 State Capitol

39 Transfer Personnel to Receipt Support ($63,133) R

Transfers salary and benefits of Administrative Officer position (#60083604) to receipt-support. -1.00

531211 Salaries	($49,258)
531511 Social Security	($3,768)
531521 Retirement	($5,177)
531561 Medical Insurance	($4,929)

1250 Historic Preservation

40 Personnel Costs and Operating Budget Adjustments ($110,086) R

Transfers salaries and benefits of two filled positions to receipt-support: Architect (#60083621) at $37,473 and Hist Pres/Restoration Specialist II (#60083623) at $44,050, and reduces travel expenses. -2.00

531211 Salaries	($81,523)
531511 Social Security	($6,237)
531521 Retirement	($8,568)
531561 Medical Insurance	($9,858)
532714 Transp-Grd-In State	($3,900)

1260 Office of State Archeology

41 Operating Budget Reductions ($26,444) R

Reduces division expenditure accounts.

532199 Misc Contractual Svs	($490)
532714 Transp- Grd-In State	($13,000)
532721 Lodging-In State	($3,954)
532724 Meals - In State	($9,000)

1290 Western Office

42 Transfer Personnel Expense

($52,947) R

Transfers salary and benefits of Archives & Records Specialist position (#60083647) at $32,796 to receipt-support.

-1.00

531211 Salaries	($40,638)
531511 Social Security	($3,109)
531521 Retirement	($4,271)
531561 Medical Insurance	($4,929)

1320 Museum of Art

43 Eliminate Personnel Expense and Adjust Operating Budget

($223,611) R

Eliminates salaries and benefits, but not FTE of two new positions: Admin Officer III (#65010906) at $41,173 and Art Handler (#65010907) at $25,705. Also reduces various expenditure accounts.

531211 Salaries	($66,878)
531511 Social Security	($5,116)
531521 Retirement	($7,029)
531561 Medical Insurance	($9,858)
532199 Misc Contractual Services	($50,000)
532390 Repairs	($75,000)
534610 Art & Artifacts	($9,730)

1330 Arts Council

44 Reduce Operating Budget

Reduces funding for grant programs.

($17,238) NR

536G32 Vagabond School of Drama	($1,474)
536G48 Lost Colony	($7,882)
536G71 Shakespeare Festival	($7,882)

1340 NC Symphony

45 Grant for NC Symphony

Appropriates non-recurring funding as grant to the Symphony.

$500,000 NR

1410 State Library Services

46 Eliminate Personnel Costs and Reduce Operating Budget ($165,521) R

Eliminates salaries and benefits of 2.50 vacant positions: W/A Processing Asst IV (#60083860) at $33,676; Library Clerk III (#60083854) at $29,079; and Processing Asst III (#60083866) at $12,905; and transfers Library Technician position (#60083851) at $36,281 to receipt-support. Also reduces various expenditure accounts. -3.50

531211 Salaries	($111,941)
531511 Social Security	($8,563)
531521 Retirement	($11,765)
531561 Medical Insurance	($17,252)
532199 Misc Contractual Services	($1,000)
534630 Librry & Lrning Res Coll	($15,000)

1500 Museum of History

47 Operating Budget Adjustments ($72,928) R

Reduces division expenditure accounts.

532512 Rent/Lease - Bldgs/Office	($24,978)
534549 Oth Motorized Vehicles	($47,950)

Budget Changes	**($2,370,343)**	R
	$233,343	NR
Total Position Changes	-19.19	
Revised Total Budget	**$71,112,990**	

Cultural Resources - Roanoke Island Commission

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$1,990,632**
Budget Changes	
1584 Roanoke Island Commission	
48 Operating Budget Reduction Reduces funds transferred to support the Roanoke Island Commission's operating budget.	($71,663) R
Budget Changes	($71,663) R
Total Position Changes	
Revised Total Budget	**$1,918,969**

General Assembly

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$56,584,484

Budget Changes

1110 Senate

49 Operating Budget Adjustments ($485,540) R

Reduces budgeted days during the interim and budgeted weeks of session for the Senate.

531311 REG(NS) Temp Wages	($272,184)
531461 EPA& SPA-Longvty Pay	($15,062)
531511 Social Sec Contrib	($21,976)
531521 Retirement	($27,824)
532714 Travel/Other Employee	($33,002)
532727002 Travel/Other Employee	($115,492)

1120 House

50 Reductions to Operating Budget ($1,270,658) --

Reduces budgeted days during the interim and budgeted weeks of session for the House.

531311 REG(NS) Temp Wages	($749,940)
531461 EPA& SPA-Longvty Pay	($29,567)
531511 Social Sec Contrib	($59,632)
531521 Retirement	($79,562)
532714 Travel/Other Employee	($79,945)
532727002 Travel/Other Employee	($272,012)

1211 Administration

51 Adjust Expenditure Accounts ($27,544) R

Reduces budgeted weeks of session in Administration Division.

531311 REG(NS) Temp Wages	($22,054)
531461 EPA& SPA-Longvty Pay	($1,045)
531511 Social Sec Contrib	($1,766)
531521 Retirement	($2,679)

1212 Bill Drafting

52 Operating Budget Adjustments ($25,662) R

Reduces budgeted weeks of session for Bill Drafting.

531311	REG(NS) Temp Wages	($21,110)
531461	EPA& SPA-Longvty Pay	($609)
531511	Social Sec Contrib	($1,661)
531521	Retirement	($2,282)

1215 Building Maintenance

53 Operating Budget Reductions ($33,224) R

Reduces budgeted weeks of session in Building Maintenance Section.

531311	REG(NS) Temp Wages	($28,118)
531511	Social Sec Contrib	($2,151)
531521	Retirement	($2,955)

1216 Food Service

54 Reductions to Operating Budget ($13,846) R

Reduces budgeted weeks of session for Food Services Section.

531311	REG(NS) Temp Wages	($11,718)
531511	Social Sec Contrib	($896)
531521	Retirement	($1,232)

1217 Information System

55 Operating Budget Adjustments ($96,350) R

Reduces various expenditure accounts.

532140	Misc Contractual Services	($82,000)
532448	Maintenance Agreement	($1,284)
532449	Maintenance Agreement	($13,066)

1230 Institute of Government

56 Operating Budget Adjustments ($6,020) R

Reduces budgeted weeks of session for the Institute of Government.

531311	REG(NS) Temp Wages	($5,095)
531511	Social Sec Contribution	($390)
531521	Retirement	($535)

1900 Contingency Reserves

57 Reduce Contingency Reserves ($271,015) R

Reduces funding for the Legislative Study Commission.

537195 Contingency Reserves ($271,015)

Budget Changes **($2,229,859)** R

Total Position Changes

Revised Total Budget **$54,354,625**

Governor

GENERAL FUND

	FY 10-11	
Total Budget Approved 2009 Session	**$6,067,739**	
Budget Changes		
1100 Administration		
58 Eliminate Personnel Costs and Reduce Operating Budget	($217,832)	R
Eliminates salaries and benefits of one vacant position: W/A Administrative assistant I (#60008480).Also reduces expenditure accounts.	-1.00	
531211 Salaries ($39,000)		
531511 Social Security ($2,985)		
531521 Retirement ($4,098)		
535461 Med Insurance ($4,929)		
532145 Server Support Services ($17,200)		
535830 Membership, Dues & Subscriptions ($149,620)		
Budget Changes	**($217,832)**	R
Total Position Changes	-1.00	
Revised Total Budget	**$5,849,907**	

Housing Finance Agency

GENERAL FUND

	FY 10-11	
Total Budget Approved 2009 Session	**$14,608,417**	
Budget Changes		
1100 HFA - Appropriation		
59 Home Protection Program Reduction	($405,592)	R
	($120,311)	NR
Reduces General Fund appropriation in anticipation of federal funding from the US Treasury that will assists states with the hardest hit unemployment rates. The reduction included recurring and non-recurring adjustments, and leaves a recurring balance of $2,474,097 for the program.		
538104 Home Protection Program ($525,903)		
Budget Changes	**($405,592)**	**R**
	($120,311)	**NR**
Total Position Changes		
Revised Total Budget	**$14,082,514**	

Insurance

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$32,242,706

Budget Changes

1100 Administration

60 Reduce Misc. Operating Accounts ($35,515) R

Reduces misc. operating accounts:

532430 Maint Agreement-Equipment	($5,962)
532712 Trans Air-Out State, In US	($15,709)
532840 Postage, Freight & Deliveries	($7,854)
532942 Other Employee Educational Expense	($5,990)

1200 Company Services

61 Reduce Misc. Operating Accounts ($144,203) R

Reduce misc. operating accounts:

532310	Repairs-Buildings	($10,708)
532332	Repairs-Computer Equip	($471)
532333	Repairs-Other Equipment	($1,330)
532390	Repairs-Other	($148)
532430	Maintenance Agreement-Equip	($1,080)
532441	Maintenance Agreement-Software	($437)
532443	Maintenance-Agree/Non-Wan DP Equipment	($393)
532714	Transportation-Ground - In State	($31,902)
532715	Transportation Ground-Out Of State, In Us	($802)
532721	Lodging - In State	($3,825)
532722	Lodging-Out Of State, In US	($3,751)
532724	Meals - In State	($2,513)
532725	Meals-Out Of State, In US	($1,137)
532727	Misc. - In State	($13)
532728	Misc. - Out Of State, In US	($328)
532731	Board/Non-Employee Transportation	($1,100)
532811	Telephone Service	($10,611)
532812	Telecommunication WAN	($138)
532814	Cellular Phone Services	($45)
532817	Internet Svc Provider	($295)
532840	Postage, Freight & Deliveries	($1,020)
532850	Print; Bind, Duplicating	($4,166)
532860	Advertising	($884)
532911	Property-Insurance	($159)
532913	Liability Insurance	($39)
532930	Registration Fees	($7,123)
532941	Employee Education Assist Program	($109)
532942	Other Employee Educational Expense	($14,949)
533120	Data Processing Supplies	($3,223)
533190	Other Admin Supplies	($324)
533240	Carpentry & Hardware Supplies	($118)
534511	Furniture-Office	($7,992)
534521	Office Equipment	($5,723)
534534	Personal Comp & Printer	($8,934)
534713	PC Software	($1,104)
535830	Membership Dues & Subscriptions	($3,985)
535840	Employee Awards Payment	($27)
535890	Other Administrative Expenses	($13,297)

1300 Technical Services

62 Reduce Misc. Operating Accounts ($244,550) R

Reduce misc. operating account:

532133	Employ/Employment Physicals	($23,747)
532310	Repairs-Buildings	($181)
532332	Repairs-Computer Equipment	($132)
532712	Transportation Air-Out Of State, In US	($26,111)
532714	Transportation-Ground - In State	($21,634)
532715	Trans Ground-Out Of State, In US	($10,135)
532721	Lodging - In State	($5,006)
532722	Lodging-Out Of State, In US	($15,780)
532724	Meals - In State	($1,689)
532725	Meals-Out Of State, In US	($4,403)
532727	Misc. - In State	($95)
532728	Misc. - Out Of State, In US	($375)
532840	Postage, Freight & Deliveries	($49,159)
532850	Print, Bind, Duplicating	($23,352)
532860	Advertising	($3,690)
532930	Registration Fees	($3,105)
532942	Other Employee Educational Expense	($301)
533110	General Office Supplies	($10,465)
533120	Data Processing Supplies	($2,457)
533190	Other Admin Supplies	($3)
533240	Carpentry & Hardware Supplies	($153)
534511	Furniture-Office	($3,927)
534521	Office Equipment	($785)
534534	Personal Comp & Printer	($28,710)
534539	Other Equipment	($6,284)
535830	Membership Dues	($2,871)

1400 Public Service

63 Reduce Misc. Operating Accounts — ($279,487) R

Reduce misc. operating accounts:

532143	LAN Support Services	($55,000)
532170	Administrative Services	($18,851)
532712	Transportation-Out-Of-State	($2,799)
532714	Trans-Ground - In State	($874)
532715	Trans Air-Out Of State, In US	($1,728)
532721	Lodging - In State	($833)
532722	Lodging-Out Of State, In US	($2,758)
532724	Meals - In State	($408)
532725	Meals - Out-Of-State	($473)
532728	Misc.- Out Of State, In Us	($123)
532811	Telephone Services	($61,000)
532840	Postage, Freight & Deliveries	($7,888)
532840001	Post, Fr & Del Mailing Services	($58,908)
532850	Print, Bind, And Duplicating	($48,006)
532860	Advertising	($393)
532930	Registration Fees	($1,700)
532942	Other Employee Education Expense	($5,124)
533110	General Office Supplies	($6,284)
533120	Data Processing Supplies	($2,337)
534534	PC/Printer Equipment	($4,000)

1500 Office of State Fire Marshal

64 Reduce Misc. Operating Accounts — ($509,865) R

Reduce misc. operating accounts:

532170	Admin Services	($14,273)
532199	Misc Contractual Services	($12,726)
532850	Printing, Binding, Duplicating	($482,866)

6110 NC Auto Retrospective Insurance Fund

65 Reduce NC Auto Retrospective Insurance Fund

Reduces the NC Auto Retrospective Insurance Fund by $1,000,000. — ($1,000,000) NR

Budget Changes — **($1,213,620) R**

($1,000,000) NR

Total Position Changes

Revised Total Budget — **$30,029,086**

Insurance - Volunteer Safety Workers' Compensat

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	$1,561,846
Budget Changes	
66 NO LEGISLATIVE ACTION REPORTED	
Budget Changes	
Total Position Changes	
Revised Total Budget	$1,561,846

Lieutenant Governor

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$931,703**
Budget Changes	
67 Eliminate 0.5 Vacant Positions	($33,539) R
Eliminates salaries and benefits for 0.5 vacant positions:	
60008618: Information & Comm. Spec. II (0.5 FTE)	-0.50
Budget Changes	**($33,539) R**
Total Position Changes	-0.50
Revised Total Budget	**$898,164**

Office of Administrative Hearings

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$4,111,476**

Budget Changes

68	**Reduce Operating Expenses** Reduces various operating expenses across the department: 532800 Communications ($10,000) 534700 Intangible Assets ($5,000) 532700 Travel ($15,000)	($30,000)	R
69	**Shift 1.0 Position to Receipt Support** Shifts salary and benefits for 1.0 position to receipt support: 60081275: Agency Attorney ($106,664) 531211 Salaries ($106,664) 531511 Social Security ($8,160) 531521 Retirement ($11,210) 531561 Medical Insurance ($4,929)	($130,963) -1.00	R
Budget Changes		**($160,963)**	R
Total Position Changes		-1.00	
Revised Total Budget		**$3,950,513**	

Revenue

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11 $87,790,970	
Budget Changes		
1629 Property Tax Division		
70 Convert Property Tax Division to Receipt Support Converts the Property Tax Division to receipt support, including 17.0 positions. This requires an amendment to GS 105-501.	($1,467,305) -17.00	R
2479 Revenue IT Projects		
71 Eliminates Funding for Call Recording Program Eliminates funding for Call Recording Program Budget Code 24708. The department was authorized to spend up to $700,000 of sales tax collections to implement a call recording program at the Taxpayer Assistance Call Center. The system was not implemented because cost estimates exceeded the availability of funds.	($700,000)	R
Department-Wide		
72 Provide Funding for Resolution Initiative II Provides funding for the Resolution Initiative II, which is estimated to collect an additional $110 million in revenue for FY 2010-11. The Department has flexibility to apply these funds towards positions and/or operating expenses.	$846,909	R
73 Reduce Travel Reimbursement Reduces budgeted travel reimbursement: 5327xx Travel ($39,000)	($39,000)	R
74 Reduce ITS Rate Reduces budget ITS costs due to reduction in ITS rate: 532140 Information Technology Services ($158,647)	($158,647)	R

75 Eliminate 8.0 Vacant Positions ($429,831) R

Eliminates salaries and benefits for 8.0 vacant positions:

-8.00

60081419:	Tax Research Assistant Director	(Fund 1607)
60081345:	Technology Support Analyst	(Fund 1605)
60082659:	Processing Assistant IV	(Fund 1685)
60082992:	Processing Assistant IV	(Fund 1685)
60082679:	Data Entry Specialist	(Fund 1660)
60082667:	Data Entry Specialist	(Fund 1685)
60082621:	Information Processing Technician	(Fund 1685)
60081281:	Information & Communication Specialist II	(Fund 1600)

531211 Salaries	($330,399)
531511 Social Security	($25,276)
531521 Retirement	($34,725)
531561 Med Insurance	($39,432)

76 Eliminate 9.0 Vacant Positions ($371,467) R

Eliminates salaries and benefits for 9.0 vacant positions:

-9.00

60081530	Revenue Officer I	($39,649)
60081617	Processing Assistant III	($27,253)
60081638	Revenue Officer I	($39,649)
60082561	Processing Assistant IV	($31,007)
60082572	Processing Assistant IV	($31,430)
60082633	Data Entry Specialist	($26,695)
60082675	Data Entry Specialist	($25,711)
60082757	Processing Assistant III	($29,628)
60082979	Processing Assistant III	($25,811)

531211 Salaries	($276,833)
531511 Social Security	($21,178)
531521 Retirement	($29,095)
531561 Med Insurance	($44,361)

Budget Changes **($2,319,341)** R

Total Position Changes -34.00

Revised Total Budget **$85,471,629**

Secretary of State

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$11,451,488

Budget Changes

1110 General Administration

77 Eliminate Personnel Costs and Reduce Operating Budget ($174,041) R

Eliminates salary and benefits of vacant Processing Assistant IV position (#60094554) and transfers Paralegal (#60094563) and Agency Legal Specialist (#60008627) positions to Auction Rate Securities Time Limited receipts. Also, reduces expenditure accounts. -3.00

531211 Salaries	($128,540)
531511 Social Security	($9,833)
531521 Retirement	($13,510)
531561 Med Insurance	($14,787)
534534 Computer/Printers	($7,371)

1120 Publications

78 Eliminate Filled Position ($58,995) R

Eliminates filled position - Division Director (#60008652). -1.00

531211 Salaries	($45,757)
531511 Social Security	($3,500)
531521 Retirement	($4,809)
531561 Med Insurance	($4,929)

1210 Corporations

79 Eliminate Vacant Position ($35,302) R

Eliminates filled Processing Assistant IV position (#60008683). -1.00

531211 Salaries	($25,705)
531511 Social Security	($1,966)
531521 Retirement	($2,702)
531561 Med Insurance	($4,929)

1220 Certification & Filing

'80 Adjustments to Personnel and Operating Budget ($85,605) R

Eliminates one vacant Processing Assistant IV (#60094577); and reduces expenditure accounts. -1.00

531211 Salaries	($25,705)
531511 Social Security	($1,966)
531521 Retirement	($2,702)
531561 Med Insurance	($4,929)
532199 Misc Contractual Svs	($50,303)

1230 Securities

81 Transfer Personnel Expense ($61,632) R

Transfers Financial Investigator position (#60008782) to Auction Rate Securities Time Limited receipt. -1.00

531211 Salaries	($47,988)
531511 Social Security	($3,671)
531521 Retirement	($5,044)
531561 Med Insurance	($4,929)

Budget Changes **($415,575)** R

Total Position Changes -7.00

Revised Total Budget **$11,035,913**

State Board of Elections

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$6,221,208

Budget Changes

82 Provide Maintenance of Effort for HAVA Funds — $107,129 NR

Provides Maintenance of Effort funding in order to receive $2,035,430 of Federal HAVA funds.

83 Provide Funding for Good Government Package — $450,000 R

Provides funding for the Good Government package, including:

1.00

Attorney	$100,000
Software development	$350,000

1100 Administrative Division

84 Reduce Various Operating Accounts — ($114,632) R

Reduces various operating accounts:

532811 Telephone Services	($5,363)
532812 Telecommunications Data Charge	($20,122)
532143 LAN Supply Services	($28,387)
533150 Security & Safety	($12,100)
532100 Legal Services	($5,800)
532700 Travel	($12,860)
53218 Workshop/Conf Food Exp	($30,000)

1200 Campaign Finance Division

85 Reduce Various Operating Accounts — ($61,909) R

Reduces various operating accounts:

532811 Telephone Services	($14,909)
532812 Telecommunications Data Charge	($37,000)
532199 Misc. Contractual Services	($10,000)

Department-Wide

86	**Reduce ITS Rate** Reduces budgeted ITS costs due to reduction in ITS rate: 532140: ($29)	($29)	R

Budget Changes	**$273,430**	R
	$107,129	NR
Total Position Changes	1.00	
Revised Total Budget	**$6,601,767**	

State Budget & Management

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$6,407,809**
Budget Changes	
1310 State Budget, Management	
87 Eliminate Personnel Expense	($242,610) R
Eliminates salaries and benefits of two vacant positions: Deputy State Budget Officer (#60008561) - $123,095; and Auditor (#60008882) - $73,885.	-2.00
531211 Salaries ($196,980)	
531514 Social Security ($15,069)	
531516 Retirement ($20,703)	
535417 Med Insurance ($9,858)	
Budget Changes	**($242,610) R**
Total Position Changes	**-2.00**
Revised Total Budget	**$6,165,199**

State Budget and Management - Special

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$4,161,125**
Budget Changes	
1022 Special Appropriations	
88 Adjust Grant Funding Reduces the General Fund appropriation to the Humanities Council and provides a balance of $89,661 for FY 2010-11.	($3,339) R
Reserves & Transfers	
89 Military Morale and Welfare Fund Appropriates funding to sustain historical grants to military installations in order to provide community service and quality-of-life programs for military members and their families.	$500,000 NR
Budget Changes	($3,339) R $500,000 NR
Total Position Changes	
Revised Total Budget	**$4,657,786**

State Controller

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$23,188,207**

Budget Changes

1000 Department-Wide

90 Close Cash Balance Accounts ($1,124,677) NR

Eliminates remaining cash balances of four funds in Budget Code 24160:Business Infrastructure Study; Financials Planning Fund that provided the Feasibility Report on new financial systems completed in compliance with S.L. 2007-323 (HB 1473);Escheats funds collected by OSC that have been unclaimed by State agencies; and Foreign Nationals funding that supported the purchase of the last statewide license to access software for the program.

2400 Business Infrastructure Study	($137)
2403 Financials Planning Fund	($605,000)
2500 Escheats	($442,460)
2600 Foreign Nationals	($77,080)

91 Criminal Justice Law Enforcement Automated Data Services (CJLEADS) $9,000,000 R
$500,000 NR
30.50

Appropriates funding for CJLEADS, which is a statewide information technology project designed to merge state criminal data records into one streamlined, comprehensive system. It will assist law enforcement and the courts by providing necessary information. Funding is provided to complete implementation of the Wake County pilot program, to begin expansion statewide, and for operational support and maintenance.

Budget Changes	**$9,000,000 R**
	($624,677) NR
Total Position Changes	30.50
Revised Total Budget	**$31,563,530**

Treasurer

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
$17,565,400

Budget Changes

1110 General Administration

92 Internal Auditor Positions

Appropriates funding for the Department to employ three Internal Auditor positions. The positions were recommended by the Council of Internal Auditing in keeping with G.S. 143-746. The Internal Auditors will be responsible for developing and administering a comprehensive internal audit function for the Department. The three positions will include a Director of Internal Audit, and two additional internal auditors. The positions are supported by receipts.

Requirements	$259,307
Recurring	$250,307
Non-recurring	$ 9,000

531211	Salaries	$196,293
531511	Social Security	$ 15,016
531521	Retirement	$ 20,611
531561	Medical Insurance	$ 14,787
532811	Telephone Service	$ 1,800
533110	General Office Supplies	$ 1,800
534511	Furniture - Office	$ 4,500
534521	Office Equipment	$ 4,500

1210 Investment Management

93 Operating Budget Reductions

($210,234) R

Reduces division's operating budget.

532120	Finan/Audit Services	($143,163)
532199	Misc Contractual Services	($32,071)
532712	Air - Out of State	($10,000)
532714	Transp - Ground - In State	($2,000)
532715	Transp - Ground - Out of State	($1,000)
532721	Lodging - In State	($3,000)
532722	Lodging - Out of State	($10,000)
532724	Meals - In State	($3,000)
532725	Meals - Out of State	($6,000)

1310 Local Government Operations

94 Personnel and Budget Reductions ($125,793) R

Eliminates salaries and benefits of two vacant Administrative Support positions - Administrative Support Specialist (#60009095) at $33,750, and Administrative Support Associate (#60009100) at $28,366; and reduces expenditure accounts. -2.00

531211 Salaries	($62,116)
531511 Social Security	($4,752)
531521 Retirement	($6,528)
531561 Medical Insurance	($9,858)
532199 Misc Contractual Svs	($1,451)
32840 Postage	($34,088)
533110 General Office Supplies	($7,000)

1410 Retirement Operations

95 Service Credit Audit Team (SAT)

Allows department to increase receipts to provide the final year of funding for the Service Audit Team (SAT) in FY 2010-2011. For the past four years, SAT has worked to correct service data transferred from the legacy system. This funding completes work on all remaining unaudited pre-1997 active accounts that were targeted by the original RFP that had a five year plan.

1510 Financial Operations - Banking

96 Personnel and Operating Budget Reductions ($44,059) R

Eliminates salary and benefits for three vacant Administrative Support positions - Banking Specialist (#60009282) at $27,615, Senior Banking Specialist (#60009304) at $31,100, and Accountant (#60009090) a $51,500; and reduce expenditure accounts. -1.00

531211 Salaries	($27,615)
531511 Social Security	($2,113)
531521 Retirement	($2,902)
531561 Medical Insurance	($4,929)
532811 Telephone Service	($3,500)
532840 Postage	($3,000)

Budget Changes **($380,086)** R

Total Position Changes -3.00

Revised Total Budget **$17,185,314**

Treasurer - Retirement for Fire and Rescue

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	$10,804,671
Budget Changes	
97 NO LEGISLATIVE ACTION REPORTED	
Budget Changes	
Total Position Changes	
Revised Total Budget	**$10,804,671**

AGENDA
House APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
May 27, 2010
8:30 a.m.
Room 1425

Representative Alice Underhill

Representative Susan Fisher

Discussion of Proposed Subcommittee Report and Special Provisions for General Government

I

House Appropriations Subcommittee on General Government

Proposed Special Provisions for S897: Appropriations Act of 2010



May 27, 2010

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-AUD-H1(S21.1)i

Department of State Auditor
Appropriations Subcommittee on General Government

Requested by: Representative

BATTLESHIP COMMISSION PAY FOR AUDIT

SECTION 21.1. G.S. 143B-74.1 reads as rewritten:

"**§ 143B-74.1. U.S.S. North Carolina Battleship Commission – funds.**

The Commission shall establish and maintain a "Battleship Fund" composed of the moneys which may come into its hands from admission or inspection fees, gifts, donations, grants, or bequests, which funds will be used by the Commission to pay all costs of maintaining and operating the ship for the purposes herein set forth. The Commission shall maintain books of accounting records concerning revenue derived and all expenses incurred in maintaining and operating the ship as a public memorial. The operations of the Commission shall be subject to the oversight of the State Auditor pursuant to Article 5A of Chapter 147 of the General Statutes. The Commission shall reimburse the State Auditor the cost of any audit. The Commission shall establish a reserve fund in an amount to be determined by the Secretary of Cultural Resources to be maintained and used for contingencies and emergencies beyond those occurring in the course of routine maintenance and operation, and may authorize the deposit of this reserve fund in a depository to be selected by the Treasurer of North Carolina."

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-AUD-H2(S21.2)i

Department of State Auditor
Appropriations Subcommittee on General Government

Requested by: Representative

STATE PORTS AUTHORITY PAY FOR AUDIT

SECTION 21.2. G.S. 143B-464 reads as rewritten:

"**§ 143B-464. Audit.**

The operations of the State Ports Authority shall be subject to the oversight of the State Auditor pursuant to Article 5A of Chapter 147 of the General Statutes. The State Ports Authority shall reimburse the State Auditor the cost of any audit."

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-CULRES-H1(S22.1)i

Department of Cultural Resources
Appropriations Subcommittee on General Government

Requested by: **Representative**

MODIFY TERMS OF THE 2007-2008 GRANT-IN-AID FOR FREEDOM MONUMENT

SECTION 22.1. Funds appropriated by the 2007 General Assembly as a grant-in-aid for North Carolina Freedom Monument Project, Inc., to fabricate and construct a monument that have not been used for this purpose may be used by North Carolina Freedom Monument Project, Inc., for planning and development of preconstruction stages of the monument.

DRAFT
SPECIAL PROVISION

2010-CULRES-H2

Department of Cultural Resources
Appropriations Subcommittee on General Government

Requested by: **Representative**

FUNDS FOR NC SYMPHONY

SECTION #. Of the funds appropriated in this act to the Office of State Budget and Management-Special Appropriations, the sum of one million five hundred thousand dollars ($1,500,000) in nonrecurring funds for the 2010-2011 fiscal year shall be allocated to the North Carolina Symphony in accordance with this section.

SECTION #.(b) It is the intent of the General Assembly that the NC Symphony achieve its goal of raising the sum of eight million dollars ($8,000,000) in non-State funding to support the operations of the Symphony. To that end, upon demonstrating to the Office of State Budget and Management that the NC Symphony has reached fund-raising targets in the amounts set forth in this subsection, the NC Symphony shall receive allocations from the Office of State Budget and Management as follows:

(1) Upon raising the initial sum of four million dollars ($4,000,000) in non-State funding, the NC Symphony shall receive the sum of five hundred thousand dollars ($500,000).

(2) Upon raising an additional sum of two million dollars ($2,000,000) in non-State funding for a total amount of six million dollars ($6,000,000) in non-State funds, the NC Symphony shall receive the sum of five hundred thousand dollars ($500,000).

(3) Upon raising an additional sum of two million dollars ($2,000,000) in non-State funding for a total sum of eight million dollars ($8,000,000) in non-State funds, the NC Symphony shall receive the final sum of five hundred thousand dollars ($500,000) for the 2010-2011 fiscal year.

SECTION #.(c) Funds allocated pursuant to this section are in addition to any other funds allocated to the NC Symphony in this act.

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-HFA-H1A(S23.1)

Housing Finance Agency
Appropriations Subcommittee on General Government

Requested by: **Representative**

ALLOW HOUSING FINANCE AGENCY TO CREATE A CORPORATION TO RECEIVE FEDERAL FUNDS FROM THE "HARDEST HIT HOUSING MARKETS" PROGRAM

SECTION 23.1. G.S. 122A-5 reads as rewritten:

"**§ 122A-5. General powers.**

The Agency shall have all of the powers necessary ~~or convenient~~ to carry out ~~and effectuate~~ the ~~purposes and~~ provisions of this Chapter, including, but without limiting the generality of the foregoing, the power:

...

(28) To form corporations for the purpose of receiving and administering funds from federal programs that prohibit an entity receiving funds from being a State agency."

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-OSBM-H2-P

Office of State Budget and Management
Appropriations Subcommittee on General Government

Requested by: Representative

MILITARY MORALE AND WELFARE FUND

SECTION #.(a) Of the funds appropriated to the Office of State Budget and Management, the sum of five hundred thousand dollars ($500,000) for the 2010-2011 fiscal year shall be placed in a Reserve for the Military Morale, Recreation, and Welfare Fund.

SECTION #.(b) The Office of State Budget and Management shall distribute for the purposes described in this section the amount appropriated by subsection (a) of this section. That amount shall be distributed to each military installation on a per capita basis.

SECTION #.(c) Funds distributed to a military installation exchange under this section must be deposited in the Military Morale, Recreation, and Welfare Fund for that installation and used only for community services and other expenditures to improve quality of life programs for military members and their families in North Carolina.

SECTION #.(d) Beginning with the 2010-2011 fiscal year, each military installation shall report at least annually on the allocation and use of the funding to the Joint Legislative Commission on Governmental Operations.

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-CONT-H1

Department of State Controller
Appropriations Subcommittee on General Government

Requested by: **Representative**

ADD OFFICE OF STATE PERSONNEL DIRECTOR TO BEACON PROJECT STEERING COMMITTEE

SECTION #. Section 6.16(b) of S.L. 2008-107 reads as rewritten:

"**SECTION 6.16.(b)** The State Controller shall serve as the Chairman of the BEACON Project Steering Committee. The other members of the committee shall be the State Chief Information Officer, the State Treasurer, the Attorney General, the Secretary of Correction, the Administrative Officer of the Courts, the State Budget Officer, the State Personnel Director, and the Chief Financial Officer of the Department of Transportation."

North Carolina General Assembly

Minutes

Appropriations
House Committee on General Government

Room 1425, Legislative Building
Wednesday, May 26, 2010

The Appropriations Subcommittee on General Government met on Wednesday, May 26, 2010 at 8:30 AM in Room 1425 of the Legislative Building.

Co-Chairman Susan C. Fisher called the meeting of the Appropriations Subcommittee on General Government to order on May 26, 2010, at 8:33 am. The following members were in attendance: Representative Russell Tucker, Representative Larry Brown, Representative George Cleveland, Representative Elmer Floyd, Representative Grey Mills, and Representative Jane Whilden. The following staff was in attendance: Michele Nelson, Claire Hester, Tiesha Pope and Tazra Mitchell. The Sergeant-at-arms who assisted the meeting: Judy Turner and Martha Parrish. Pages serving at the meeting were Erica Atkins from Surry County and Anthony Akins from Gilford County.

A copy of the *Visitor Registration* is included and attached and a copy of the *Agenda* is also included and attached.

Chair Fisher welcomed the members of the Committee, thanked the Sergeant-At-Arms and staff for their help with the meeting. Claire Hester was called forward to highlight the differences noted for her agencies from what was presented the day before in the Proposed Reductions and Special Provisions report that was handed out and is attached.

Representative Floyd clarified the elimination of a position, what was new to the House package and what was in the Governor and Senate package.

Next Michele Nelson came forward and asked Members to look at the Senate Reduction spreadsheet that had been handed out the day before and is attached.

She also referred to the Proposed Reductions and Special Provisions report. She outlined her agencies and modifications that had been reduced or restored.

Representative Tucker asked for a clarification from staff regarding J-12 and J-13.

Chair Underhill clarified that when they met with the Big Chairs last night, they inquired as to why money had not been put in for the Symphony and Military Morale and she had explained that they treated those as expansions. However, they explained that they did not intend for any non-recurring expenditure in the 09-10 budget—it could be considered in a separate category.

Representative Floyd asked for a clarification of J-20. Margaret Matrone, Housing Finance Agency, answered from the audience regarding asking for a five percent cut and keeping the Home Protection Program funded and protecting the federal dollars they receive by funds not going directly to a program but being used for the same purpose so the dollars would not be adjusted against the balance and would protect the federal funds.

Michele stated that Ryan Blackledge, Bill Drafting Division, was working on language with the Treasury to help the HFA to be in compliance with the U.S. Treasury but not change the status of the Agency in the process.

Various questions answers and clarifications followed.

Tiesha Pope came forward and outlined her agencies and their reductions using the Proposed Reductions and Special Provisions report.

Chair Underhill referred to a single page sheet entitled General Government Expansion items for FY10-11 and dated 5/26/10 and briefly reviewed the items.

Perry Newsome with the Ethics Commission spoke from the audience regarding the four positions that would be created and what they would be dedicated to doing. Representative Cleveland stated that he had a problem funding positions regarding a "gift ban" so that someone could be told comfortably that they can or can not accept a gift.

Representative Floyd expressed concerns about the Revenue Department digging in people's pockets on a "fishing" expedition. Representative Tucker rebutted that if Rep. Cleveland is not paying his taxes, then we need get him and put him in jail and that he had not planned to vote for this item but now he will. Elizabeth Colcord with the Department of Revenue spoke from the audience about the difficulty of filling audit positions.

Representative Tucker suggested that dialog needed to be kept going with the Senate and with the Governor and in order to do that "we" would need to do something different than what the Senate has done.

Various questions and clarifications continued.

No adjustments needed to be made to the General Government budget at this time.

The Committee was adjourned at 9:58 AM.

The minutes for the Joint Appropriations Subcommittee on General Government meeting of May 26, 2010, are available in their entirety on CD through the Financial Services Department of the North Carolina General Assembly.

Respectfully submitted,

Rep. Susan C. Fisher, Chair

Lynn Tennant, Committee Clerk

AGENDA
House APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
May 26, 2010
8:30 a.m.
Room 1425

Representative Alice Underhill

Representative Susan Fisher

Review and Discussion of Proposed House Reductions and Special Provisions

General Government Team

House Appropriations Subcommittee
on
General Government

Proposed Reductions

and

Special Provisions

May 26, 2010

DRAFT
FOR REVIEW ONLY

House Subcommittee on General Government

Administration

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
$67,446,884

Budget Changes

1111 Office of the Secretary

1 Reduce Various Operating Expenses — G, Sm — ($114,089) R

Reduces miscellaneous operating expenses.

Temporary services ($64,080)
Contracted services ($50,000)

1121 Fiscal Management

2 Transfer 1.5 FTE to Receipt Support — Gm, S — ($83,250) R

Transfers salaries and benefits for 1.5 FTE to receipt support: -1.50

60014102: Accountant (0.50 FTE)
60014119: Accountant (0.25 FTE)
60014118: Accountant (0.50 FTE)
60014107: Accounting Clerk (0.13 FTE)
60014114: Accounting Technician (0.12 FTE)

1122 Human Resources Management

3 Transfer 1.2 FTE to Receipt Support — Gm, S — ($71,271) R

Transfers salaries and benefits for 1.2 FTE to receipt support: -1.20

60014092: Staff Development Specialist III (0.20 FTE)
60014094: Safety Officer III (0.20 FTE)
60014098: Personnel Technician I (0.20 FTE)
60014096: Personnel Technician II (0.20 FTE)
60014093: Personnel Analyst II (0.20 FTE)
60014097: Personnel Analyst II (0.20 FTE)

1123 Historically Underutilized Businesses

4 Reduce Operating Expenses — G, S — ($37,740) R

Reduces operating expenses, including travel, conference fees, and contracted services.

1264 Agency for Public Telecommunications

5 Transfer 1.0 FTE to Receipt Support

($67,442) R

-1.00

Transfers salary and benefits for 1.0 FTE to receipt support:

60014549: TV Producer/Director II

531211	Salaries	($52,905)
531511	Social Security	($4,047)
531521	Retirement	($5,560)
531561	Medical Insurance	($4,929)

1311 Office of State Personnel

6 Reduce Various Operating Accounts

($284,000) R

Reduces various operating accounts:

532821	Computer/Data Processing Services	($150,000)
532170	Temporary Employees	($50,000)
532700	Travel	($15,000)
533110	Supplies - General Office	($10,000)
534511	Supplies - Office Furniture	($10,000)
535830	Membership & Dues	($15,000)
532143	LAN Support Serv.	($5,000)
532144	PC Printer Support Serv.	($10,000)
532812	Telecomm. Data Charge	($7,000)
532822	Managed LAN Services	($7,000)
532930	Registration Fees	($5,000)

1411 State Construction Office

7 Eliminate 2.0 Filled and 1.0 Vacant Positions

($233,914) R

-3.00

Eliminates salaries and benefits of two filled positions and one vacant position. Specific positions for elimination have not yet been identified; the Department has flexibility to consolidate and/or eliminate positions in order to meet this reduction.

1412 State Property Office

8 Eliminate 1.0 Vacant Position

G, SM

($57,967) R

-1.00

Eliminates salary and benefits for 1.0 vacant position:

60014649: Administrative Assistant II

531211 ($44,886)
531511 ($3,434)
531521 ($4,718)
531561 ($4,929)

1421 Facilities Management

9 Reduce Operating Expenses

G, S

($211,849) R

Reduces operating expenses:

534500 Equipment	($100,000)
532500 Equipment rental	($50,000)
533300 Vehicle Operating Costs	($50,000)
532300 Repairs	($11,849)

10 Shift Recycling Costs to Receipt Support

G, S

($29,503) R

Shifts recycling costs to receipt support. Receipts are from other state agencies whose recycling services are provided by DOA in buildings that are not owned by DOA.

11 Eliminate 2.0 Vacant Positions

GM, S

($89,038) R

-2.00

Eliminates salaries and benefits for two vacant positions:

60014806: Building & Environmental Supervisor ($29,575)
60014846: Facilities Maintenance Tech. - Building Trades ($37,436)

531211 Salaries	($67,011)
531511 Social Security	($5,126)
531521 Retirement	($7,043)
531561 Medical Insurance	($4,929)

12 Eliminate 4.0 Filled Positions ($194,831)

Eliminates salaries and benefits of four filled positions: -4.00

Sm

60014738 Construction & Renovation Design Tech I
60014742 Electronics Technician III
60014769 Administrative Assistant III
60014777 Processing Assistant IV

531211 Salaries	($148,202)
531511 Social Security	($11,337)
531521 Retirement	($15,576)
531561 Medical Insurance	($19,716)

1511 Purchase and Contracts

13 Transfer 2.9 FTE to Receipt Support ($225,268) R

Transfers salaries and benefits of 2.9 FTE to receipt support: -2.90

Gm, S

60013901: State Procurement Specialist III (1.0 FTE)
60013860: State Procurement Specialist III (1.0 FTE)
60013899: State Purchase Administrator (0.9 FTE)

14 Reduce Various Operating Expenses ($12,500)

Reduces budget for repairs to building.

G, S

1731 NC Council for Women/DV Commission

15 Transfer 1.5 FTE to Receipt Support ($91,979) R

Transfers salaries and benefits for 1.5 FTE to receipt support: -1.50

Gm, Sm

60014074: Community Development Specialist I (0.50 FTE)
60019848: Community Development Specialist I (1.0 FTE)

531211 Salaries	($71,585)
531511 Social Security	($5,476)
531521 Retirement	($7,524)
531561 Medical Insurance	($7,394)

16 Eliminate 1.0 Filled Position ($58,299) R

G, Sm

-1.00

Eliminates salary and benefits for one filled position:

60014567 Administrative Officer I

531211 Salaries	($45,168)
531511 Social Security	($3,455)
531521 Retirement	($4,747)
531561 Health Insurance	($4,929)

1741 Human Relations Commission

17 Reduce Rent ($24,455) R

G, S

Reduces budgeted rent due to move to DOA-owned space:

532512 Rent ($24,455)

1761 Youth Advocacy & Involvement

18 Reduce Rent ($22,205) R

G

Reduces rent due to move to DOA-owned space:

532512 ($22,205)

1771 Veterans Affairs

19 Shifts 2.0 Positions to Receipt Support ($73,286) R

G, S

-2.00

Shifts salaries and benefits of 2.0 FTEs to receipt support:

60014225: Processing Assistant III ($27,100)
60014232: Processing Assistant III ($26,580)

531211 Salaries	($53,680)
531511 Social Security	($4,107)
531521 Retirement	($5,642)
531561 Medical Insurance	($9,858)

20 Reduce Operating Expenses ($51,453) R

G, S

Reduces operating expenses:

533100 Travel	($20,000)
532700 Supplies	($10,000)
534500 Equipment	($21,453)

1810 State Ethics Commission

21 Operating Budget Adjustment to Rent

G, S ($60,000) R

Eliminates funds for office rent as Commission is now housed in State office space.

532512 Rent ($60,000)

1861 Commission on Indian Affairs

22 Reduce Rent

G, S ($29,985) R

Reduces budgeted rent due to move to DOA-owned space:

532512 Rent ($29,985)

Department-Wide

23 Reduce Travel Expenditures

S ($15,000) R

Reduces travel expenditures across the agency.

5327xx ($15,000)

24 Adjust ITS Rate

S ($3,172) R

Reduces line item for ITS based on reduction in ITS rates.

532140 ($3,172)

25 Eliminate 8.0 Vacant Positions

S ($356,715) R

-8.00

Eliminates salaries and benefits for eight vacant positions department-wide:

60013887:	State Purchase Administrator	($70,111)
60013965:	Summer Intern	($2,000)
60014664:	Administrative Assistant III	($51,594)
60013878:	Processing Assistant V	($37,768)
60014215:	Accounting Technician	($27,985)
65009979:	Accountant	($30,880)
60014716:	Building & Environmental Technician	($28,898)
60014836:	Building & Environmental Technician	($23,763)

531211 Salaries	($272,999)
531511 Social Security	($20,731)
531521 Retirement	($28,482)
531561 Medical Insurance	($34,503)

Budget Changes	**($2,499,211)**	R
Total Position Changes	-29.10	
Revised Total Budget	**$64,947,673**	

10.1 → receipt support

12 vacant

7 filled

Auditor

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
$13,255,123

Budget Changes

1120

26 Reduce Various Operating Accounts ($56,000) R

Gm, Sm

Reduces various operating accounts:

532942	Other Employee Educational Expense	($12,000)
533110	General Office Supplies	($10,000)
532430	Maint Agreement - Equipment	($6,000)
532332	Repairs - Other Computer Equip	($8,000)
532811	Telephone Service	($20,000)

1210 Field Audit

27 Eliminate 2.0 Vacant Positions ($165,232) R

Sm (was 5.0)

-2.00

Eliminates salaries and benefits for 2.0 vacant positions:

60089837: Assistant State Auditor ($73,745)
60008867: Assistant State Auditor ($57,750)

531211	Salaries	($131,495)
531511	Social Security	($10,059)
531521	Retirement	($13,820)
531561	Medical Insurance	($9,858)

28 Shift 1.0 Position to Receipt Support ($60,033) R

S

-1.00

Shifts salary and benefits of 1.0 FTE to receipt support due to creation of billing for Battleship/State Ports Authority audits.

60008998: Assistant State Auditor ($46,635)

531211	Salaries	($46,635)
531511	Social Security	($3,568)
531521	Retirement	($4,901)
531561	Medical Insurance	($4,929)

29 Reduce Various Operating Accounts ($192,000) R

Gm ; Sm

educes various operating accounts:

532714	Transp-Ground - In-state	($10,400)
532721	Lodging - In-state	($19,600)
532724	Meals - In-state	($12,700)
532725	Meals - Out-of-state	($1,500)
532715	Trans-Ground - Out-of-state	($800)
532722	Lodging - Out-of-state	($300)
532723	Misc. Travel	($900)
532726	Misc. Travel	($250)
5345xx	Equipment/Computers	($145,550)

Budget Changes **($473,265)** R

Total Position Changes -3.00

Revised Total Budget **$12,781,858**

Cultural Resources

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
$73,249,990

Budget Changes

1110 Office of the Secretary

30 Operating Budget and Personnel Adjustments G/S G/M/S/M ($169,749) R ($249,419) NR

Reduces funding for Misc Contractual Services. Additionally, 21.5 positions will remain vacant for four months of FY 2010-11 with a non-recurring reduction of $249,419.

532199 Misc Contractual Services	($169,749)

1120 Administrative Services

31 Personnel and Operating Budget Adjustments G/M/S ($130,792) R

-1.00

Eliminates salary and benefits of a vacant Purchasing Agent II position (#60083290), and reduces funding for IT and office furniture.

531211 Salaries	($21,471)
531511 Social Security	($1,643)
531521 Retirement	($2,257)
531561 Medical Insurance	($4,929)
532490 Maint Agreement	($48,382)
534511 Furniture	($52,110)

1210 Archives & History - Admin

32 Eliminate Personnel Costs and Adjust Expenditure Accounts G/M/S ($82,262) R

Eliminates salary and benefits, but not FTE, for Administrative Officer position (#60083312), and reduce expenditure accounts.

531211 Salaries	($63,157)
531511 Social Security	($4,832)
531521 Retirement	($6,638)
531561 Medical Insurance	($4,929)
532722 Lodging-out of state	($490)
534511 Furniture	($1,416)
534521 Office Equipment	($800)

1220 Historical Publications

33 Eliminate Filled Positions and Reduce Operating Budget

GM/SM

($210,495) R

-3.69

Eliminates salaries and benefits of three filled positions: Historic Pub Editor III (#60083317) at $53,023; Historic Pub Editor II (#60083319) at $43,296; and Historic Pub Editor I (#60083323) at $31,622; and transfers split-funding of $22,227 (0.69 FTE) for Info & Comm Specialist position (#60083321) including benefits. Also reduces expenses for various expenditure accounts.

531211 Salaries	($150,168)
531460 EPA & SPA Longvty Pay	(2,586)
531511 Social Security	($11,408)
531521 Retirement	($15,783)
531561 Medical Insurance	($14,787)
532199 Misc Contractual Svs	($262)
532333 Repairs	($700)
532490 Maint Agreement	($590)
532714 Transp- Grd-In State	($653)
532800 Communication	($10,948)
533110 Gen Office Supplies	($2,260)
533900 Oth materials & Supplies	($200)
535800 Oth Admin Expenses	($150)

1230 Archives and Records

34 Transfer Personnel to Receipt Support and Adjust Operating Budget

GM/S

($609,548) R

-7.00

Transfers salaries and benefits of seven positions to receipt-support from the Archives & Records Management (ARM) fee: Processing Asst IV (#60083347) at $28,336; Processing Asst IV (#60083363) at $27,879; Archives & Records Mgr (#60083364) at $62,792; Archives & Records Prof (#60083368) at $32,796; Processing Asst IV (#60083377) at $28,500; Processing Asst IV (#60083378) at $28,503; and Processing Asst IV (#60083392) at $25,778.

531211 Salaries	($234,584)
531511 Social Security	($17,946)
531521 Retirement	($24,655)
531561 Medical Insurance	($34,503)
532490 Maint Agreement	($47,515)
532512 Rent/Lease - Bldgs/Office	($142,765)
533900 Oth Materials & Supplies	($48,505)
534534 Personal Computers & Printers	($12,689)
534539 Other Equipment	($46,386)

1241 State Historic Sites

35 Operating Budget Adjustments GM/S ($452,827) R

Reduces division expenditure accounts.

532188 Lawns & Grounds Svs Agreement	($12,459)
532199 Misc Contractual Services	($105,883)
532390 Repairs	($250,000)
532714 Transp-Grd-In State	($69,412)
533900 Oth Materials & Supplies	($15,073)

1243 State Capitol

36 Transfer Personnel to Receipt Support GM/Sm ($63,133) R

Transfers salary and benefits of Administrative Officer position (#60083604) to receipt-support. -1.00

531211 Salaries	($49,258)
531511 Social Security	($3,768)
531521 Retirement	($5,177)
531561 Medical Insurance	($4,929)

1250 Historic Preservation

37 Personnel Costs and Operating Budget Adjustments GM/S ($110,086) R

Transfers salaries and benefits of two filled positions to receipt-support: Architect (#60083621) at $37,473 and Hist Pres/Restoration Specialist II (#60083623) at $44,050, and reduces travel expenses. -2.00

531211 Salaries	($81,523)
531511 Social Security	($6,237)
531521 Retirement	($8,568)
531561 Medical Insurance	($9,858)
532714 Transp-Grd-In State	($3,900)

1260 Office of State Archeology

38 Operating Budget Reductions GM/S ($26,444) R

Reduces division expenditure accounts.

532199 Misc Contractual Svs	($490)
532714 Transp- Grd-In State	($13,000)
532721 Lodging-In State	($3,954)
532724 Meals - In State	($9,000)

1290 Western Office

39 Transfer Personnel Expense GM/S ($52,947) R

Transfers salary and benefits of Archives & Records Specialist position (#60083647) at $32,796 to receipt-support. -1.00

531211 Salaries	($40,638)
531511 Social Security	($3,109)
531521 Retirement	($4,271)
531561 Medical Insurance	($4,929)

1320 Museum of Art

40 Eliminate Personnel Expense and Adjust Operating Budget GM/SM ($223,611) R

Eliminates salaries and benefits, but not FTE of two new positions: Admin Officer III (#65010906) at $41,173 and Art Handler (#65010907) at $25,705. Also reduces various expenditure accounts.

531211 Salaries	($66,878)
531511 Social Security	($5,116)
531521 Retirement	($7,029)
531561 Medical Insurance	($9,858)
532199 Misc Contractual Services	($50,000)
532390 Repairs	($75,000)
534610 Art & Artifacts	($9,730)

1330 Arts Council

41 Reduce Operating Budget SM ($17,238) NR

Reduces funding for grant programs.

536G32 Vagabond School of Drama	($1,474)
536G48 Lost Colony	($7,882)
536G71 Shakespeare Festival	($7,882)

1340 NC Symphony

42 Grant for NC Symphony H $500,000 NR

Approriates non-recurring funding as grant to the Symphony.

1410 State Library Services

43 Eliminate Personnel Costs and Reduce Operating Budget GM/S ($165,521) R -3.50

Eliminates salaries and benefits of 2.50 vacant positions: W/A Processing Asst IV (#60083860) at $33,676; Library Clerk III (#60083854) at $29,079; and Processing Asst III (#60083866) at $12,905; and transfers Library Technician position (#60083851) at $36,281 to receipt-support. Also reduces various expenditure accounts.

531211 Salaries	($111,941)
531511 Social Security	($8,563)
531521 Retirement	($11,765)
531561 Medical Insurance	($17,252)
532199 Misc Contractual Services	($1,000)
534630 Librry & Lrning Res Coll	($15,000)

1500 Museum of History

44 Operating Budget Adjustments GM/SM ($72,928) R

Reduces division expenditure accounts.

532512 Rent/Lease - Bldgs/Office	($24,978)
534549 Oth Motorized Vehicles	($47,950)

Budget Changes	**($2,370,343)**	R
	$233,343	NR
Total Position Changes	-19.19	
Revised Total Budget	**$71,112,990**	

Cultural Resources - Roanoke Island Commission

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$1,990,632**
Budget Changes	
1584 Roanoke Island Commission	
45 Operating Budget Reduction GM/SM Reduces funds transferred to support the Roanoke Island Commission's operating budget.	($71,663) R
Budget Changes	($71,663) R
Total Position Changes	
Revised Total Budget	**$1,918,969**

General Assembly

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
$56,584,484

Budget Changes

1110 Senate

46 Operating Budget Adjustments GM/SM ($485,540) R

Reduces budgeted days during the interim and budgeted weeks of session for the Senate.

531311 REG(NS) Temp Wages	($272,184)
531461 EPA& SPA-Longvty Pay	($15,062)
531511 Social Sec Contrib	($21,976)
531521 Retirement	($27,824)
532714 Travel/Other Employee	($33,002)
532727002 Travel/Other Employee	($115,492)

1120 House

47 Reductions to Operating Budget GM/SM ($1,270,658)

Reduces budgeted days during the interim and budgeted weeks of session for the House.

531311 REG(NS) Temp Wages	($749,940)
531461 EPA& SPA-Longvty Pay	($29,567)
531511 Social Sec Contrib	($59,632)
531521 Retirement	($79,562)
532714 Travel/Other Employee	($79,945)
532727002 Travel/Other Employee	($272,012)

1211 Administration

48 Adjust Expenditure Accounts GM/SM ($27,544) R

Reduces budgeted weeks of session in Administration Division.

531311 REG(NS) Temp Wages	($22,054)
531461 EPA& SPA-Longvty Pay	($1,045)
531511 Social Sec Contrib	($1,766)
531521 Retirement	($2,679)

1212 Bill Drafting

49 Operating Budget Adjustments ($25,662) R

Reduces budgeted weeks of session for Bill Drafting. GM/SM

531311 REG(NS) Temp Wages	($21,110)
531461 EPA& SPA-Longvty Pay	($609)
531511 Social Sec Contrib	($1,661)
531521 Retirement	($2,282)

1215 Building Maintenance

50 Operating Budget Reductions ($33,224) R

Reduces budgeted weeks of session in Building Maintenance Section. GM/SM

531311 REG(NS) Temp Wages	($28,118)
531511 Social Sec Contrib	($2,151)
531521 Retirement	($2,955)

1216 Food Service

51 Reductions to Operating Budget ($13,846) R

Reduces budgeted weeks of session for Food Services Section. GM/SM

531311 REG(NS) Temp Wages	($11,718)
531511 Social Sec Contrib	($896)
531521 Retirement	($1,232)

1217 Information System

52 Operating Budget Adjustments ($96,350) R

Reduces various expenditure accounts. GM/SM

532140 Misc Contractual Services	($82,000)
532448 Maintenance Agreement	($1,284)
532449 Maintenance Agreement	($13,066)

1230 Institute of Government

53 Operating Budget Adjustments ($6,020) R

Reduces budgeted weeks of session for the Institute of Government. GM/SM

531311 REG(NS) Temp Wages	($5,095)
531511 Social Sec Contribution	($390)
531521 Retirement	($535)

1900 Contingency Reserves

54 Reduce Contingency Reserves GM/SM ($78,200) R

Reduces funding for the Legislative Study Commission.

537195 Contingency Reserves ($78,200)

Budget Changes ($2,037,044) R

Total Position Changes

Revised Total Budget **$54,547,440**

Governor

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$6,067,739**

Budget Changes

1100 Administration

55	**Eliminate Personnel Costs and Reduce Operating Budget**	($217,832)	R
	Eliminates salaries and benefits of one vacant position: W/A Administrative assistant I (#60008480).Also reduces expenditure accounts.	-1.00	

531211	Salaries	($39,000)
531511	Social Security	($2,985)
531521	Retirement	($4,098)
535461	Med Insurance	($4,929)
532145	Server Support Services	($17,200)
535830	Membership, Dues & Subscriptions	($149,620)

GM; SM

Budget Changes	**($217,832)**	R
Total Position Changes	-1.00	
Revised Total Budget	**$5,849,907**	

Housing Finance Agency

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$14,608,417**

Budget Changes

1100 HFA - Appropriation

56 Home Protection Program Reduction

Reduces General Fund appropriation in anticipation of federal funding from the US Treasury that will assists states with the hardest hit unemployment rates. The reduction included recurring and non-recurring adjustments, and leaves a recurring balance of $2,474,097 for the program.

538104 Home Protection Program ($525,903)

SM

($405,592) R
($120,311) NR

Budget Changes	**($405,592)**	**R**
	($120,311)	**NR**
Total Position Changes		
Revised Total Budget	**$14,082,514**	

Insurance

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
$32,242,706

Budget Changes

1100 Administration

57 Reduce Misc. Operating Accounts ($35,515) R

Reduces misc. operating accounts:

532430 Maint Agreement-Equipment	($5,962)
532712 Trans Air-Out State, In US	($15,709)
532840 Postage, Freight & Deliveries	($7,854)
532942 Other Employee Educational Expense	($5,990)

GM

1200 Company Services

58 Reduce Misc. Operating Accounts

($144,203) R

Reduce misc. operating accounts:

532310	Repairs-Buildings	($10,708)
532332	Repairs-Computer Equip	($471)
532333	Repairs-Other Equipment	($1,330)
532390	Repairs-Other	($148)
532430	Maintenance Agreement-Equip	($1,080)
532441	Maintenance Agreement-Software	($437)
532443	Maintenance-Agree/Non-Wan. DP Equipment	($393)
532714	Transportation-Ground - In State	($31,902)
532715	Transportation Ground-Out Of State, In Us	($802)
532721	Lodging - In State	($3,825)
532722	Lodging-Out Of State, In US	($3,751)
532724	Meals - In State	($2,513)
532725	Meals-Out Of State, In US	($1,137)
532727	Misc. - In State	($13)
532728	Misc. - Out Of State, In US	($328)
532731	Board/Non-Employee Transportation	($1,100)
532811	Telephone Service	($10,611)
532812	Telecommunication WAN	($138)
532814	Cellular Phone Services	($45)
532817	Internet Svc Provider	($295)
532840	Postage, Freight & Deliveries	($1,020)
532850	Print, Bind, Duplicating	($4,166)
532860	Advertising	($884)
532911	Property-Insurance	($159)
532913	Liability Insurance	($39)
532930	Registration Fees	($7,123)
532941	Employee Education Assist Program	($109)
532942	Other Employee Educational Expense	($14,949)
533120	Data Processing Supplies	($3,223)
533190	Other Admin Supplies	($324)
533240	Carpentry & Hardware Supplies	($118)
534511	Furniture-Office	($7,992)
534521	Office Equipment	($5,723)
534534	Personal Comp & Printer	($8,934)
534713	PC Software	($1,104)
535830	Membership Dues & Subscriptions	($3,985)
535840	Employee Awards Payment	($27)
535890	Other Administrative Expenses	($13,297)

GM

1300 Technical Services

59 Reduce Misc. Operating Accounts

($244,550) R

Reduce misc. operating account:

532133	Employ/Employment Physicals	($23,747)
532310	Repairs-Buildings	($181)
532332	Repairs-Computer Equipment	($132)
532712	Transportation Air-Out Of State, In US	($26,111)
532714	Transportation-Ground - In State	($21,634)
532715	Trans Ground-Out Of State, In US	($10,135)
532721	Lodging - In State	($5,006)
532722	Lodging-Out Of State, In US	($15,780)
532724	Meals - In State	($1,689)
532725	Meals-Out Of State, In US	($4,403)
532727	Misc. - In State	($95)
532728	Misc. - Out Of State, In US	($375)
532840	Postage, Freight & Deliveries	($49,159)
532850	Print, Bind, Duplicating	($23,352)
532860	Advertising	($3,690)
532930	Registration Fees	($3,105)
532942	Other Employee Educational Expense	($301)
533110	General Office Supplies	($10,465)
533120	Data Processing Supplies	($2,457)
533190	Other Admin Supplies	($3)
533240	Carpentry & Hardware Supplies	($153)
534511	Furniture-Office	($3,927)
534521	Office Equipment	($785)
534534	Personal Comp & Printer	($28,710)
534539	Other Equipment	($6,284)
535830	Membership Dues	($2,871)

GM

1400 Public Service

60 Reduce Misc. Operating Accounts ($279,487) R

Reduce misc. operating accounts:

532143	LAN Support Services	($55,000)
532170	Administrative Services	($18,851)
532712	Transportation-Out-Of-State	($2,799)
532714	Trans-Ground - In State	($874)
532715	Trans Air-Out Of State, In US	($1,728)
532721	Lodging - In State	($833)
532722	Lodging-Out Of State, In US	($2,758)
532724	Meals - In State	($408)
532725	Meals - Out-Of-State	($473)
532728	Misc.- Out Of State, In Us	($123)
532811	Telephone Services	($61,000)
532840	Postage, Freight & Deliveries	($7,888)
532840001	Post, Fr & Del Mailing Services	($58,908)
532850	Print, Bind, And Duplicating	($48,006)
532860	Advertising	($393)
532930	Registration Fees	($1,700)
532942	Other Employee Education Expense	($5,124)
533110	General Office Supplies	($6,284)
533120	Data Processing Supplies	($2,337)
534534	PC/Printer Equipment	($4,000)

GM

1500 Office of State Fire Marshal

61 Reduce Misc. Operating Accounts ($509,865) R

Reduce misc. operating accounts:

532170	Admin Services	($14,273)
532199	Misc Contractual Services	($12,726)
532850	Printing, Binding, Duplicating	($482,866)

GM

6110 NC Auto Retrospective Insurance Fund

62 Reduce NC Auto Retrospective Insurance Fund

Reduces the NC Auto Retrospective Insurance Fund by $1,000,000. Henly ($1,000,000) NR

Budget Changes ($1,213,620) R

($1,000,000) NR

Total Position Changes

Revised Total Budget $30,029,086

Insurance - Volunteer Safety Workers' Compensat

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$1,561,846

Budget Changes

63 NO LEGISLATIVE ACTION REPORTED GM

Budget Changes

Total Position Changes	
Revised Total Budget	**$1,561,846**

Lieutenant Governor

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$931,703**

Budget Changes

64 Eliminate 0.5 Vacant Positions Eliminates salaries and benefits for 0.5 vacant positions: 60008618: Information & Comm. Spec. II (0.5 FTE)	GM, SM	($33,539) -0.50	R
Budget Changes		**($33,539)**	R
Total Position Changes		-0.50	
Revised Total Budget		**$898,164**	

Office of Administrative Hearings

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11 $4,111,476

Budget Changes

65 Reduce Operating Expenses H ($30,000) R

Reduces various operating expenses across the department:

532800 Communications	($10,000)
534700 Intangible Assets	($5,000)
532700 Travel	($15,000)

66 Shift 1.0 Position to Receipt Support G, S ($130,963) R

Shifts salary and benefits for 1.0 position to receipt support: -1.00

60081275: Agency Attorney ($106,664)

531211 Salaries	($106,664)
531511 Social Security	($8,160)
531521 Retirement	($11,210)
531561 Medical Insurance	($4,929)

Budget Changes	**($160,963)**	R
Total Position Changes	-1.00	
Revised Total Budget	**$3,950,513**	

Revenue

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$87,790,970

Budget Changes

1629 Property Tax Division

67 Convert Property Tax Division to Receipt Support — ($1,467,305) R

Converts the Property Tax Division to receipt support, including 17.0 positions. This requires an amendment to GS 105-501.

G, S

-17.00

2479 Revenue IT Projects

68 Eliminates Funding for Call Recording Program — ($700,000) R

Eliminates funding for Call Recording Program Budget Code 24708. The department was authorized to spend up to $700,000 of sales tax collections to implement a call recording program at the Taxpayer Assistance Call Center. The system was not implemented because cost estimates exceeded the availability of funds.

G

Department-Wide

69 Reduce Travel Reimbursement — ($39,000) R

Reduces budgeted travel reimbursement:

5327xx Travel ($39,000)

S

70 Reduce ITS Rate — ($158,647) R

Reduces budget ITS costs due to reduction in ITS rate:

532140 Information Technology Services ($158,647)

S

71 Eliminate 8.0 Vacant Positions ($429,831) R

Eliminates salaries and benefits for 8.0 vacant positions: -8.00

60081419:	Tax Research Assistant Director	(Fund 1607)
60081345:	Technology Support Analyst	(Fund 1605)
60082659:	Processing Assistant IV	(Fund 1685)
60082992:	Processing Assistant IV	(Fund 1685)
60082679:	Data Entry Specialist	(Fund 1660)
60082667:	Data Entry Specialist	(Fund 1685)
60082621:	Information Processing Technician	(Fund 1685)
60081281:	Information & Communication Specialist II	(Fund 1600)

G,S

531211 Salaries	($330,399)
531511 Social Security	($25,276)
531521 Retirement	($34,725)
531561 Med Insurance	($39,432)

72 Eliminate 9.0 Vacant Positions ($371,467) R

Eliminates salaries and benefits for 9.0 vacant positions: -9.00

60081530	Revenue Officer I	($39,649)
60081617	Processing Assistant III	($27,253)
60081638	Revenue Officer I	($39,649)
60082561	Processing Assistant IV	($31,007)
60082572	Processing Assistant IV	($31,430)
60082633	Data Entry Specialist	($26,695)
60082675	Data Entry Specialist	($25,711)
60082757	Processing Assistant III	($29,628)
60082979	Processing Assistant III	($25,811)

SM

531211 Salaries	($276,833)
531511 Social Security	($21,178)
531521 Retirement	($29,095)
531561 Med Insurance	($44,361)

Budget Changes **($3,166,250)** R

Total Position Changes -34.00

Revised Total Budget **$84,624,720**

Secretary of State

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
$11,451,488

Budget Changes

1110 General Administration

74 Eliminate Personnel Costs and Reduce Operating Budget ($174,041) R

Eliminates salary and benefits of vacant Processing Assistant IV position (#60094554) and transfers Paralegal (#60094563) and Agency Legal Specialist (#60008627) positions to Auction Rate Securities Time Limited receipts. Also, reduces expenditure accounts. -3.00

531211 Salaries	($128,540)
531511 Social Security	($9,833)
531521 Retirement	($13,510)
531561 Med Insurance	($14,787)
534534 Computer/Printers	($7,371)

GM, S

1120 Publications

75 Eliminate Filled Position ($58,995) R

Eliminates filled position - Division Director (#60008652). -1.00

531211 Salaries	($45,757)
531511 Social Security	($3,500)
531521 Retirement	($4,809)
531561 Med Insurance	($4,929)

GM, S

1210 Corporations

76 Eliminate Vacant Position ($35,302) R

Eliminates filled Processing Assistant IV position (#60008683). -1.00

531211 Salaries	($25,705)
531511 Social Security	($1,966)
531521 Retirement	($2,702)
531561 Med Insurance	($4,929)

GM, S

1220 Certification & Filing

77 Adjustments to Personnel and Operating Budget ($85,605) R

Eliminates one vacant Processing Assistant IV (#60094577); and reduces expenditure accounts. -1.00

531211 Salaries	($25,705)
531511 Social Security	($1,966)
531521 Retirement	($2,702)
531561 Med Insurance	($4,929)
532199 Misc Contractual Svs	($50,303)

G, SM

1230 Securities

78 Transfer Personnel Expense ($61,632) R

Transfers Financial Investigator position (#60008782) to Auction Rate Securities Time Limited receipt. -1.00

531211 Salaries	($47,988)
531511 Social Security	($3,671)
531521 Retirement	($5,044)
531561 Med Insurance	($4,929)

S

Budget Changes **($415,575)** R

Total Position Changes -7.00

Revised Total Budget **$11,035,913**

State Board of Elections

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$6,221,208

Budget Changes

1100 Administrative Division

79 Reduce Various Operating Accounts — Gm, Sm — ($114,632) R

Reduces various operating accounts:

532811 Telephone Services	($5,363)
532812 Telecommunications Data Charge	($20,122)
532143 LAN Supply Services	($28,387)
533150 Security & Safety	($12,100)
532100 Legal Services	($5,800)
532700 Travel	($12,860)
53218 Workshop/Conf Food Exp	($30,000)

1200 Campaign Finance Division

80 Reduce Various Operating Accounts — Gm, Sm — ($61,909)

Reduces various operating accounts:

532811 Telephone Services	($14,909)
532812 Telecommunications Data Charge	($37,000)
532199 Misc. Contractual Services	($10,000)

Department-Wide

81 Reduce ITS Rate — S — ($29) R

Reduces budgeted ITS costs due to reduction in ITS rate:

532140: ($29)

Budget Changes	**($176,570) R**
Total Position Changes	
Revised Total Budget	**$6,044,638**

State Budget & Management

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$6,407,809

Budget Changes

1310 State Budget, Management

81 Eliminate Personnel Expense ($242,610) R

Eliminates salaries and benefits of two vacant positions: Deputy State Budget Officer (#60008561) - $123,095; and Auditor (#60008882) - $73,885. -2.00

531211 Salaries	($196,980)
531514 Social Security	($15,069)
531516 Retirement	($20,703)
535417 Med Insurance	($9,858)

GM, SM

Budget Changes	**($242,610) R**
Total Position Changes	-2.00
Revised Total Budget	**$6,165,199**

State Budget and Management - Special

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11 $4,161,125	
Budget Changes		
1022 Special Appropriations		
82 Adjust Grant Funding Reduces the General Fund appropriation to the Humanities Council and provides a balance of $89,661 for FY 2010-11. SM	($3,339)	R
Reserves & Transfers		
83 Military Morale and Welfare Fund Appropriates funding to sustain historical grants to military installations in order to provide community service and quality-of-life programs for military members and their families. GM	$500,000	NR
Budget Changes	($3,339)	R
	$500,000	NR
Total Position Changes		
Revised Total Budget	$4,657,786	

State Controller

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$23,188,207

Budget Changes

1000 Department-Wide

85 Close Cash Balance Accounts

Eliminates remaining cash balances of four funds in Budget Code 24160:Business Infrastructure Study; Financials Planning Fund that provided the Feasibility Report on new financial systems completed in compliance with S.L. 2007-323 (HB 1473);Escheats funds collected by OSC that have been unclaimed by State agencies; and Foreign Nationals funding that supported the purchase of the last statewide license to access software for the program.

GM/S

($1,124,677) NR

2400 Business Infrastructure Study	($137)
2403 Financials Planning Fund	($605,000)
2500 Escheats	($442,460)
2600 Foreign Nationals	($77,080)

Budget Changes	**($1,124,677) NR**
Total Position Changes	
Revised Total Budget	**$22,063,530**

Treasurer

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
$17,565,400

Budget Changes

1210 Investment Management

86 Operating Budget Reductions GM ($210,234) R

Reduces division's operating budget.

532120 Finan/Audit Services	($143,163)
532199 Misc Contractual Services	($32,071)
532712 Air - Out of State	($10,000)
532714 Transp - Ground - In State	($2,000)
532715 Transp - Ground - Out of State	($1,000)
532721 Lodging - In State	($3,000)
532722 Lodging - Out of State	($10,000)
532724 Meals - In State	($3,000)
532725 Meals - Out of State	($6,000)

1310 Local Government Operations

87 Personnel and Budget Reductions GM ($125,793) R

-2.00

Eliminates salaries and benefits of two vacant Administrative Support positions - Administrative Support Specialist (#60009095) at $33,750, and Administrative Support Associate (#60009100) at $28,366; and reduces expenditure accounts.

531211 Salaries	($62,116)
531511 Social Security	($4,752)
531521 Retirement	($6,528)
531561 Medical Insurance	($9,858)
532199 Misc Contractual Svs	($1,451)
32840 Postage	($34,088)
533110 General Office Supplies	($7,000)

1510 Financial Operations - Banking

88 Personnel and Operating Budget Reductions GM ($44,059) R

Eliminates salary and benefits for three vacant Administrative Support positions - Banking Specialist (#60009282) at $27,615, Senior Banking Specialist (#60009304) at $31,100, and Accountant (#60009090) a $51,500; and reduce expenditure accounts. -1.00

531211 Salaries	($27,615)
531511 Social Security	($2,113)
531521 Retirement	($2,902)
531561 Medical Insurance	($4,929)
532811 Telephone Service	($3,500)
532840 Postage	($3,000)

Budget Changes **($380,086)** R

Total Position Changes -3.00

Revised Total Budget **$17,185,314**

Treasurer - Retirement for Fire and Rescue

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	$10,804,671
Budget Changes	
89 NO LEGISLATIVE ACTION REPORTED	
Budget Changes	
Total Position Changes	
Revised Total Budget	**$10,804,671**

SPECIAL PROVISIONS

Sm

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-ADMIN-H1(S20.1)

Department of Administration
Appropriations Subcommittee on General Government

Requested by: **Representative**

FREEZE STATE MOTOR FLEET VEHICLE ACQUISITION PROGRAM

SECTION 20.1. The Department of Administration, Motor Fleet Management, shall not acquire any motor vehicles during the 2010-2011 fiscal year and shall minimize any impact on Motor Fleet operations through enhanced operational efficiencies.

S

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-AUD-H1(S21.1)i

Department of State Auditor
Appropriations Subcommittee on General Government

Requested by: Representative

BATTLESHIP COMMISSION PAY FOR AUDIT

SECTION 21.1. G.S. 143B-74.1 reads as rewritten:

"**§ 143B-74.1. U.S.S. North Carolina Battleship Commission – funds.**

The Commission shall establish and maintain a "Battleship Fund" composed of the moneys which may come into its hands from admission or inspection fees, gifts, donations, grants, or bequests, which funds will be used by the Commission to pay all costs of maintaining and operating the ship for the purposes herein set forth. The Commission shall maintain books of accounting records concerning revenue derived and all expenses incurred in maintaining and operating the ship as a public memorial. The operations of the Commission shall be subject to the oversight of the State Auditor pursuant to Article 5A of Chapter 147 of the General Statutes. The Commission shall reimburse the State Auditor the cost of any audit. The Commission shall establish a reserve fund in an amount to be determined by the Secretary of Cultural Resources to be maintained and used for contingencies and emergencies beyond those occurring in the course of routine maintenance and operation, and may authorize the deposit of this reserve fund in a depository to be selected by the Treasurer of North Carolina."

GENERAL ASSEMBLY OF NORTH CAROLINA

S

Session 2009

DRAFT
SPECIAL PROVISION

2010-AUD-H2(S21.2)i

Department of State Auditor
Appropriations Subcommittee on General Government

Requested by: Representative

STATE PORTS AUTHORITY PAY FOR AUDIT

SECTION 21.2. G.S. 143B-464 reads as rewritten:

"**§ 143B-464. Audit.**

The operations of the State Ports Authority shall be subject to the oversight of the State Auditor pursuant to Article 5A of Chapter 147 of the General Statutes. The State Ports Authority shall reimburse the State Auditor the cost of any audit."

James As Senate

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-CULRES-H1(S22.1)i

Department of Cultural Resources
Appropriations Subcommittee on General Government

Requested by: Representative

MODIFY TERMS OF THE 2007-2008 GRANT-IN-AID FOR FREEDOM MONUMENT

SECTION 22.1. Funds appropriated by the 2007 General Assembly as a grant-in-aid for North Carolina Freedom Monument Project, Inc., to fabricate and construct a monument that have not been used for this purpose may be used by North Carolina Freedom Monument Project, Inc., for planning and development of preconstruction stages of the monument.

Pending

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-HFA-H1A(S23.1)

Housing Finance Agency
Appropriations Subcommittee on General Government

Requested by: Representative

ALLOW CREATION OF HOUSING FINANCE CORPORATIONS TO RECEIVE FEDERAL "HARDEST HIT HOUSING MARKETS" FUNDING

SECTION 23.1.(a) LANGUAGE FOR PROVISION IS STILL BEING DRAFTED.

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

S

DRAFT
SPECIAL PROVISION

2010-INS-H1(S24.2)i

Department of Insurance
Appropriations Subcommittee on General Government

Requested by: Representative

DEPARTMENT OF INSURANCE HEALTH REFORM AUTHORITY AND POSITIONS

SECTION 24.2.(a) G.S. 58-2-40 is amended by adding a new subdivision to read:

"(10) Administer and enforce the provisions of the federal Patient Protection and Affordable Care Act (Public Law 111-148) and the provisions of the Health Care and Education Reconciliation Act of 2010 (Public Law 111-152) to the extent that the provisions apply to persons subject to the Commissioner's jurisdiction and to the extent that the provisions are not under the exclusive jurisdiction of any federal agency."

SECTION 24.2.(b) The Department shall apply for federal funds that are available through the Patient Protection and Affordable Insurance Care Act, Public Law 111-148, or the Health Care and Education Reconciliation Act of 2010, Public Law 111-152, to support the following 13 positions within the Department to implement this section:

(1) Attorney III.
(2) Health Actuary.
(3) Examiner III.
(4) Insurance Regulatory Analysts I, II (two positions), and III.
(5) Office Assistant, and Program Assistant.
(6) Insurance Investigator.
(7) Insurance Complaint Analyst (two positions).
(8) Complaint Analyst Supervisor.

In the event that federal funds cannot be obtained by the Department for the purposes of this section, the Department shall, in consultation with the Joint Legislative Commission on Governmental Operations, utilize funds from the Insurance Regulatory Fund to support these positions.

S

DRAFT
SPECIAL PROVISION

2010-OAH-H1(S25.1)i

Office of Administrative Hearings
Appropriations Subcommittee on General Government

Requested by: **Representative**

INCREASE FEES FOR FILING A CONTESTED CASE

SECTION 25.1. G.S. 150B-23.2 reads as rewritten:

"**§ 150B-23.2. Fee for filing a contested case hearing.**

(a) Filing Fee. – In every contested case where the value of the amount in controversy equals or exceeds fifty thousand dollars ($50.000) commenced in the Office of Administrative Hearings by a person ~~aggrieved,~~aggrieved or heard in the Office of Administrative Hearings pursuant to agency application under G.S. 150B-40(e), the petitioner shall pay a filing fee, and the administrative law judge shall have the authority to assess that filing fee against the losing party, in the amount of ~~one hundred twenty-five dollars ($125.00),~~five hundred dollars ($500.00) unless the Office of Administrative Hearings establishes a lesser filing fee by rule. The value of the amount in controversy, for purposes of determining the filing fee, shall be determined solely by the Office of Administrative Hearings.

(b) Time of Collection. – All fees that are required to be assessed, collected, and remitted under subsection (a) of this section shall be collected by the Office of Administrative Hearings at the time of commencement of the contested case (except in suits in forma pauperis).

(c) Forms of Payment. – The Office of Administrative Hearings may by rule provide for the acceptable forms for payment and transmission of the filing fee.

(d) ~~Wavier~~ Waiver or Refund. – The Office of Administrative Hearings shall by rule provide for the fee to be waived in a contested case in which the petition is filed in forma pauperis and supported by such proofs as are required in G.S. 1-110 and in a contested case involving a mandated federal cause of action. The Office of Administrative Hearings shall by rule provide for the fee to be refunded in a contested case in which the losing party is the State."

S

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-OAH-H2(S25.2)i

Office of Administrative Hearings
Appropriations Subcommittee on General Government

Requested by: **Representative**

CONTINUE TRANSFER FROM DHHS TO OAH FOR MEDICAID APPEALS

SECTION 25.2. From funds available to the Department of Health and Human Services for the 2010-2011 fiscal year, the sum of two million dollars ($2,000,000) shall be transferred by the Department of Health and Human Services to the Office of Administrative Hearings. These funds shall be allocated by the Office of Administrative Hearings for mediation services provided for Medicaid applicant and recipient appeals and to contract for other services necessary to conduct the appeals process.

GM/S

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-REV-H1(S26.1)i

Department of Revenue
Appropriations Subcommittee on General Government

Requested by: Representative

MODIFICATION OF METHOD BY WHICH LOCAL GOVERNMENTS REIMBURSE THE STATE FOR PROGRAMS THAT SUPPORT LOCAL GOVERNMENTS

SECTION 26.1.(a) G.S. 105-501(b) reads as rewritten:

"(b) Deductions. – ~~In determining the net proceeds of the tax to be distributed, the Secretary must deduct from the collections to be allocated an amount equal to one-twelfth of the costs during the preceding fiscal year of:~~

~~(1) The Department of Revenue in performing the duties imposed by G.S. 105-275.2 and by Article 15 of this Chapter.~~

~~(1a) Seventy percent (70%) of the expenses of the Department of Revenue in performing the duties imposed by Article 2D of this Chapter.~~

~~(2) The Property Tax Commission.~~

~~(3) The School of Government at the University of North Carolina at Chapel Hill in operating a training program in property tax appraisal and assessment.~~

~~(4) The personnel and operations provided by the Department of State Treasurer for the Local Government Commission.~~

The costs incurred by the State to provide the functions listed in this subsection that support local governments are deductible from the collections to be allocated each month for distribution.

(1) The Department's cost of the following for the preceding month must be deducted and credited to the Department:

a. Performing the duties imposed by Article 15 of this Chapter.

b. The Property Tax Commission.

(2) One-twelfth of the costs of the following for the preceding fiscal year must be deducted and credited to the General Fund:

a. The School of Government at the University of North Carolina at Chapel Hill in operating a training program in property tax appraisal and assessment.

b. The personnel and operations provided by the Department of State Treasurer for the Local Government Commission.

c. Seventy percent (70%) of the expenses of the Department of Revenue in performing the duties imposed by Article 2D of this Chapter."

SECTION 26.1.(b) For fiscal year 2010-2011, the amount deducted under G.S. 105-501 from the net proceeds of the one-half percent (1/2%) sales and use tax levied under Article 42 of Chapter 105 of the General Statutes is increased by an amount equal to the 2009-2010 costs of the Department of Revenue and the Property Tax Commission in performing the duties imposed on the Department and the Commission under Article 15 of

Chapter 105 of the General Statutes. The deduction required under this subsection may be made on a quarterly or other periodic basis, as determined by the Secretary of Revenue. The amount deducted under this section must be credited to the General Fund.

SECTION 26.1.(c) This section becomes effective July 1, 2010.

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

S

DRAFT
SPECIAL PROVISION

2010-SBE-H1(S27.1)i

State Board of Elections
Appropriations Subcommittee on General Government

Requested by: Representative

RAISE CANDIDATE FILING FEES

SECTION 27.1.(a) G.S. 163-107(a) reads as rewritten:

"(a) Fee Schedule. – At the time of filing a notice of candidacy, each candidate shall pay to the board of elections with which he files under the provisions of G.S. 163-106 a filing fee for the office he seeks in the amount specified in the following tabulation:

Office Sought	**Amount of Filing Fee**
Governor	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
Lieutenant Governor	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
All State executive offices	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
All District Attorneys of the General Court of Justice	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
United States Senator	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
Members of the United States House of Representatives	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
State Senator	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
Member of the State House of Representatives	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
All county offices not compensated by fees	~~One percent (1%)~~ One and one-half percent (1.5%) of the annual salary of the office sought
All county offices compensated partly by salary and partly by fees	~~One percent (1%)~~ One and one-half percent (1.5%)of the first annual salary to be received (exclusive of fees)

The salary of any office that is the basis for calculating the filing fee is the starting salary for the office, rather than the salary received by the incumbent, if different. If no starting salary can be determined for the office, then the salary used for calculation is the salary of the incumbent, as of January 1 of the election year."

SECTION 27.1.(b) G.S. 163-324(a) reads as rewritten:

"(a) Fee Schedule. – At the time of filing a notice of candidacy under this Article, each candidate shall pay to the State Board of Elections a filing fee for the office he seeks in the amount of ~~one percent (1%)~~ one and one-half percent (1.5%) of the annual salary of the office sought."

SECTION 27.1.(c) G.S. 163-291(3) reads as rewritten:

"(3) The filing fee for municipal and district primaries shall be fixed by the governing board not later than the day before candidates are permitted to begin filing notices of candidacy. There shall be a minimum filing fee of five dollars ($5.00). The governing board shall have the authority to set the filing fee at not less than five dollars ($5.00) nor more than ~~one percent (1%)~~ one and one-half percent (1.5%) of the annual salary of the office sought unless ~~one percent (1%)~~ one and one-half percent (1.5%) of the annual salary of the office sought is less than five dollars ($5.00), in which case the minimum filing fee of five dollars ($5.00) will be charged. The fee shall be paid to the board of elections at the time notice of candidacy is filed.".

SECTION 27.1.(d) G.S. 163-294.2(e) reads as rewritten:

"(e) The filing fee for the primary or election shall be fixed by the governing board not later than the day before candidates are permitted to begin filing notices of candidacy. There shall be a minimum filing fee of five dollars ($5.00). The governing board shall have the authority to set the filing fee at not less than five dollars ($5.00) nor more than ~~one percent (1%)~~ one and one-half percent (1.5%) of the annual salary of the office sought unless ~~one percent (1%)~~ one and one-half percent (1.5%) of the annual salary of the office sought is less than five dollars ($5.00), in which case the minimum filing fee of five dollars ($5.00) will be charged. The fee shall be paid to the board of elections at the time notice of candidacy is filed."

SECTION 27.1.(e) This section is effective with respect to elections held on or after January 1, 2011.

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: State Budget & Management (OSBM)

Certified Budget Amount:
OSBM $6,407,809 OSBM Special $4,161,125

Budget Code	Fund Code	Division Name	Expenditure Acct	Description of Adjustment	(A) Legislative Budget Adjustment			(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: DOR = 4.0% INCREASE			(D) Senate Budget			(E) House Budget		
					R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
13005/State Budget & Management																			
				Adjust Continuation Budget	R		($5,246)												
				Various Additional Reductions	R		($92,421)												
		Department-Wide		Eliminate Vacant Position (1)	R		($32,831)												
		Department-Wide		Reduce Various Accounts	R		($185,330)												
		Department-Wide		Reduce Expenses	R		($324,291)												
		Department-Wide		Eliminate Reserve for Rules Impact Review	R		($100,000)												
		OSBM TOTAL w/ Position Reductions			R		($740,119)												
					R		($4)												
				No Holdback Reserve															
				House budget eliminates salaries and benefits of two positions: Deputy State Budget Officer (#60008561) - $123,095; and Auditor (#60008882) - $73,885 Gov & Senate Recommended budgets eliminate salaries and benefits of three positions: Deputy State Budget Officer (#60008561) - $123,095; Auditor (#60008882) - $73,885; and Asst St Budget Officer/Gov Evaluation & Review (#60008591) - $50.000.														
			531211	Salaries				R	(3.00)	($246,980)	R	(3.00)	($246,980)	R	(3.00)	($246,980)	R	(2.00)	($196,980)
			531514	Soc Sec				R		($18,894)	R		($18,894)	R		($18,894)	R		($15,069)
			531516	Retirement				R		($25,958)	R		($25,958)	R		($25,958)	R		($20,703)
			535417	Med Ins				R		($14,787)	R		($14,787)	R		($14,787)	R		($9,858)
			532145	Server support services				R		$0	R		($0)	R		($15,000)			
			532199	Misc Contract Services				R		($46,545)	R		($15,797)	R		($46,545)			
			532448	Maint agreement personal computer				R		($5,000)	R		($5,000)	R		($5,000)			
				EXPANSION: Email Archiving System							NR		$750,000						
				STATE BUDGET & MANAGEMENT (13005) TOTAL REDUCTIONS	R	0.00	(1,480,242)	R	(3.00)	(358,164)	R	(3.00)	(327,416)	R	(3.00)	(373,164)	R	(2.00)	(242,610)
					NR	0.00	0	NR	0.00	0	NR	(3.00)	750,000	NR	0.00	0	NR	0.00	0
					TOTAL	0.00	($1,480,242)	TOTAL	(3.00)	($358,164)	TOTAL	(6.00)	$422,584	TOTAL	(3.00)	($373,164)	TOTAL	(2.00)	($242,610)
13085/State Budget and Management - Special																			
				Adjust Continuation Budget	R		($56,535)												
				Additional Reduction	R		($55,340)												
		Grants to Non-Government Agencies		Reduce Pass-Through Funding	R		($7,000)												
		Reserves and Transfers		NC Symphony															
		Reserves and Transfers		Military Morale and Welfare Fund							NR		$750,000						
	1022	Special Appropriations	various	Humanities Council										R		($4,650)	R		($3,339)
				STATE BUDGET & MANAGEMENT SPECIAL (13085) TOTAL REDUCTIONS	R	0.00	($118,875)	R	0.00	$0	R	0.00	$0	R	0.00	($4,650)	R	0.00	($3,339)
					NR	0.00	$0	NR	0.00	$0	NR	0.00	$750,000	NR	0.00	$0	NR	0.00	$0

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: State Budget & Management (OSBM)

Certified Budget Amount:
OSBM $6,407,809 OSBM Special $4,161,125

Budget Code	Fund Code	Division Name	Expenditure Acct	Description of Adjustment	(A) Legislative Budget Adjustment R/NR	FTEs	Amount	(B) Joint Subcommittee 5% Options for Reduction R/NR	FTEs	Amount	(C) Governor's Recommended Budget: DOR = 4.0% INCREASE R/NR	FTEs	Amount	(D) Senate Budget R/NR	FTEs	Amount	(E) House Budget R/NR	FTEs	Amount
13005/State Budget & Management																			
				Adjust Continuation Budget	R		($5,246)												
				Various Additional Reductions	R		($92,421)												
		Department-Wide		Eliminate Vacant Position (1)	R		($32,831)												
		Department-Wide		Reduce Various Accounts	R		($185,330)												
		Department-Wide		Reduce Expenses	R		($324,291)												
		Department-Wide		Eliminate Reserve for Rules Impact Review	R		($100,000)												
		OSBM TOTAL w/ Position Reductions			R		($740,119)												
					R		($4)												
				No Holdback Reserve															
				House budget eliminates salaries and benefits of two positions: Deputy State Budget Officer (#60008561) - $123,095; and Auditor (#60008882) - $73,885 Gov & Senate Recommended budgets eliminate salaries and benefits of three positions: Deputy State Budget Officer (#60008561) - $123,095; Auditor (#60008882) - $73,885; and Asst St Budget Officer/Gov Evaluation & Review (#60008591) - $50.000.														
			531211	Salaries				R	(3.00)	($246,980)	R	(3.00)	($246,980)	R	(3.00)	($246,980)	R	(2.00)	($196,980)
			531514	Soc Sec				R		($18,894)	R		($18,894)	R		($18,894)	R		($15,069)
			531516	Retirement				R		($25,958)	R		($25,958)	R		($25,958)	R		($20,703)
			535417	Med Ins				R		($14,787)	R		($14,787)	R		($14,787)	R		($9,858)
			532145	Server support services				R		$0	R		($0)	R		($15,000)			
			532199	Misc Contract Services				R		($46,545)	R		($15,797)	R		($46,545)			
			532448	Maint agreement personal computer				R		($5,000)	R		($5,000)	R		($5,000)			
				EXPANSION: Email Archiving System							NR		$750,000						
				STATE BUDGET & MANAGEMENT (13005) TOTAL REDUCTIONS	**R**	**0.00**	**(1,480,242)**	**R**	**(3.00)**	**(358,164)**	**R**	**(3.00)**	**(327,416)**	**R**	**(3.00)**	**(373,164)**	**R**	**(2.00)**	**(242,610)**
					NR	**0.00**	**0**	**NR**	**0.00**	**0**	**NR**	**(3.00)**	**750,000**	**NR**	**0.00**	**0**	**NR**	**0.00**	**0**
					TOTAL	**0.00**	**($1,480,242)**	**TOTAL**	**(3.00)**	**($358,164)**	**TOTAL**	**(6.00)**	**$422,584**	**TOTAL**	**(3.00)**	**($373,164)**	**TOTAL**	**(2.00)**	**($242,610)**
13085/State Budget and Management - Special																			
				Adjust Continuation Budget	R		($56,535)												
				Additional Reduction	R		($55,340)												
		Grants to Non-Government Agencies		Reduce Pass-Through Funding	R		($7,000)												
		Reserves and Transfers		NC Symphony															
		Reserves and Transfers		Military Morale and Welfare Fund							NR		$750,000						
	1022	Special Appropriations	various	Humanities Council										R		($4,650)	R		($3,339)
				STATE BUDGET & MANAGEMENT SPECIAL (13085) TOTAL REDUCTIONS	**R**	**0.00**	**($118,875)**	**R**	**0.00**	**$0**	**R**	**0.00**	**$0**	**R**	**0.00**	**($4,650)**	**R**	**0.00**	**($3,339)**
					NR	**0.00**	**$0**	**NR**	**0.00**	**$0**	**NR**	**0.00**	**$750,000**	**NR**	**0.00**	**$0**	**NR**	**0.00**	**$0**

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Department of Insurance

Certified Budget Amounts:
DOI - $32,242,706 DOI-VSWC - $1,561,846

Budget Code	Fund Code	Division Name	Expenditure Acct	Description of Adjustment	(A) Legislative Budget Adjustment			(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: DOI = 5.6% Reduction			(D) Senate Budget			(E) House Budget		
					R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
13900	1100	Administration	misc	Reduce misc. operating accounts				R		($138,926)	R		($45,216)				R		($35,515)
	1200	Company Services	misc	Reduce misc. operating accounts				R		($188,993)	R		($183,594)				R		($144,203)
		"	531xxx	Eliminate one vacant position & one filled position							R	(2.00)	($251,283)						
	1300	Technical Services	misc	Reduce misc. operating accounts				R		($340,713)	R		($290,407)				R		($244,550)
	1400	Public Service		Adjust Continuation Budget:															
		"	532140	Offset OSBM TB0001 Negating entry	R		($62,634)													
		"	532170	Offset OSBM TB0001 Negating entry	R		($32,243)													
		"	532199	Offset OSBM TB0001 Negating entry	R		($49,423)													
		"	misc	Reduce misc. operating accounts				R		($272,167)	R		($335,105)				R		($279,487)
		Adjust ITS Rate																	
	1500	Office of State Fire Marshal	misc	Reduce misc. operating accounts				R		($683,599)	R		($690,767)				R		($509,865)
	6100	State Property Fire Insurance Fund	438163	Reduce State Property Fire Insurance Fund	NR		($200,000)												
	6110	NC Auto Retrospective Fund	438163	Reduce NC Auto Retrospective Insurance Fund	NR		($1,300,000)												
				DOI TOTAL REDUCTIONS	**R**		**($144,300)**	**R**		**($1,624,398)**	**R**		**($1,796,372)**				**R**		**($1,213,620)**
					NR		**($1,500,000)**	**NR**		**-**	**NR**		**-**				**NR**		**$0**
13901	1900	Volunteer Safety Workers' Compensation Fund	538162	Reduce Volunteer Safety Workers' Compensation Fund	NR		($2,938,154)				NR		($400,000)				NR		
				DOI-VSWCF TOTAL REDUCTIONS	**R**		**-**	**R**		**-**	**R**		**-**				**R**		
					NR		**($2,938,154)**	**NR**		**-**	**NR**		**($400,000)**				**NR**		**$0**

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Office of the Lieutenant Governor

Certified Budget Amount:

$ 931,703.00

					(A) Legislative Budget Adjustment			(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: Lt Gov = 6.8% Reduction			(D) Senate Budget			(E) House Budget		
Budget Code	**Fund Code**	**Division Name**	**Expenditure Acct**	**Description of Adjustment**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**
13100																			
				Adjust Continuation Budget	R		($5,673)												
				Additional Reduction	R		($12,499)												
				Reduce Various Operating Accounts	R		($16,831)												
			531xxx	Eliminate vacant position				R	(1.00)	($46,585)	R	(1.00)	($63,800)	R		($54,235)	R		
				Assistant Policy Director 60008622											(1.00)				
				Information & Comm Spec II 60008618											3.00			(0.50)	($33,539)
				LT GOV TOTAL REDUCTIONS	**R**		**($35,003)**	**R**	**(1.00)**	**($46,585)**	**R**	**(1.00)**	**($63,800)**	**R**	**2.00**	**($54,235)**	**R**	**(0.50)**	**($33,539)**
					NR		**-**	**NR**		**-**	**NR**		**-**	**NR**		**-**	**NR**		**-**

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Secretary of State

Certified Budget Amount:

$ 11,451,488.00

Budget Code	Fund Code	Division Name	Expenditure Acct	Description of Adjustment	(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: DOR = 4.0% INCREASE			(D) Senate Budget			(E) House Budget		
					R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
13200/Secretary of State																
	1110	General Administration - Executive Office														
				Eliminate vacant Processing Assistant IV position (#60094554); and reduce IT expenses.												
			531211	Salaries	R		($25,705)	R		($25,705)	R	(3.00)	($128,540)	R	(3.00)	($128,540)
			531511	Social Security	R		($1,966)	R		($1,966)	R		($9,833)	R		($9,833)
			531521	Retirement	R		($2,702)	R		($2,702)	R		($13,510)	R		($13,510)
			531561	Insurance	R		($4,929)	R		($4,929)	R		($14,787)	R		($14,787)
			534534	Computer/Printers	R		($7,371)				R		($7,371)	R		($7,371)
			532700	Travel				R		($21,133)						
			534500	Equipment				R		($46,098)						
	1120	Publications Division														
				Eliminate filled position - Division Director - (#60008652), and reduce expnditure accounts.												
			531211	Salaries	R		($45,757)	R		($45,757)	R	(1.00)	($45,757)	R	(1.00)	($45,757)
			531511	Social Security	R		($3,500)	R		($3,500)	R		($3,500)	R		($3,500)
			531521	Retirement	R		($4,809)	R		($4,809)	R		($4,809)	R		($4,809)
			531561	Insurance	R		($4,929)	R		($4,929)	R		($4,929)	R		($4,929)
			53XXXX	Eliminate hard-copy publications				R		($110,000)						
			53XXXX	Eliminate Kids' Page				R		($6,005)						
			532800	Communications				R		($29,870)						
	1150	Lobbyist Registration														
			532900	Other Services				R		($5,838)						
	1210	Corporations														
				Senate recommended budget eliminates one vacant Processing Assistant IV position (#60008683). Gov recommended budget eliminates two vacant Processing Assistant IV positions (#60008683) and (#60008691).												
			531211	Salary	R		($25,705)	R		($51,410)	R	(1.00)	($25,705)			
			531511	Social Security	R		($1,966)	R		($3,933)	R		($1,966)			
			531521	Retirement	R		($2,702)	R		($5,403)	R		($2,702)			

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Secretary of State

Certified Budget Amount:

$ 11,451,488.00

Budget Code	Fund Code	Division Name	Expenditure Acct	Description of Adjustment	(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: DOR = 4.0% INCREASE			(D) Senate Budget			(E) House Budget		
					R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
			531561	Insurance	R		($4,929)	R		($9,858)	R		($4,929)			
			532143	LAN support services				R		($7,577)						
			532170	Admin Services				R		($18,553)						
			533100	General Admin Supplies				R		($15,787)						
	1220	Certification & Filing														
				House & Senate recommended budgets eliminate two vacant positions: Processing Assistant IV position (#60094577); and Notary Investigator position (#60008748), and reduces various expenditure accounts. Gov recommended budget eliminates one vacant Processing Assistant IV position (#60094577), and reduces various expenditure accounts.													
			531211	Salary	R		($25,705)	R		($25,705)	R	(2.00)	($60,917)	R	(2.00)	($60,917)
			531511	Social Security	R		($1,966)	R		($1,966)	R		($4,660)	R		($4,660)
			531521	Retirement	R		($2,702)	R		($2,702)	R		($6,402)	R		($6,402)
			531561	Insurance	R		($4,929)	R		($4,929)	R		($9,858)	R		($9,858)
			532199	Misc Contractural Services	R		($50,302)	R		($32,588)	R		($50,303)	R		($50,303)
			532512	Office Rent	R		($147,554)				R		($104,776)			
			532800	Communications				R		($37,963)						
	1230	Securities														
			531211	Salary							R	(1.00)	($47,988)	R	(1.00)	($47,988)
			531511	Social Security							R		($3,671)	R		($3,671)
			531521	Retirement							R		($5,044)	R		($5,044)
			531561	Insurance							R		($4,929)	R		($4,929)
			532512	Office Rent	R		($102,446)									
			532900	Other Services				R		($6,343)						
	1600	Charitable Fundraising														
				Budget Overrealized Receipts	R		($100,000)									
			435100	Business License Fees - $100,000							R		($100,000)			
				SECRETARY OF STATE TOTAL REDUCTIONS	**R**	**0.00**	**($572,575)**	**R**	**0.00**	**($537,959)**	**R**	**(8.00)**	**($666,886)**	**R**	**(7.00)**	**($426,808)**
					NR	**0.00**	**$0**	**NR**	**0.00**	**$0**	**NR**	**0.00**	**$0**	**NR**	**0.00**	**$0**

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Department of Revenue

CERTIFIED BUDGET AMOUNT:
$87,790,970

					(A) Legislative Budget Adjustment			(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: DOR = 4.0% INCREASE			(D) Senate Budget			(E) House Budget		
Budget Code	**Fund Code**	**Division Name**	**Expenditure Acct**	**Description of Adjustment**	**R/N R**	**FTEs**	**Amount**	**R/N R**	**FTEs**	**Amount**	**R/N R**	**FTEs**	**Amount**	**R/N R**	**FTEs**	**Amount**	**R/N R**	**FTEs**	**Amount**
14700	1663	Project Compliance	-	Reduce Various Operating Accounts	R		($276,993)												
	1660&1663	Examination & Collection	532512	Eliminate $300 Per Month Stipend for Interstate Auditors	R		($132,030)												
	1664	Guest Worker Program	-	Adjust Appropriation for Guest Worker Program	R		($500,000)												
	various	Reductions of Continuation Budget Increases across multiple funds.	531311	Reg Temp Wages	R		($683,906)												
			531411	OT Pay	R		($30,435)												
			531431	Shift Prem Pay	R		($3,763)												
			531461	EPA & SPA - Longevity	R		($257,543)												
			531511	Social Security Contrib.	R		($70,881)												
			531521	Reg Retirement Contrib.	R		($20,962)												
			531631	Worker's Comp - Med Payments	R		($6,845)												
			532110	Legal Services	R		($13,153)												
			532140	Info Tech SVC	R		($660,972)												
			532171	Contractual Services	R		($28,795)												
			532184	Janitorial Ser Agreement	R		($7,302)												
			532185	Waste Rem Agreement	R		($659)												
			532191	Payments - Empl on Loan	R		($9,957)												
			532199	Misc Contractual Services	R		($50,433)												
			532200	Utility/Energy Services	R		($7,176)												
			532500	Rental/Leases	R		($99,036)												
			535200	Pension Payments	R		($8,346)												
			531xxx	Eliminate 14.0 FTE - vacant	R	(14.00)	($780,316)												
			531xxx	Eliminate 8.0 FTE - vacant				R	(8.00)	($429,831)	R	(8.00)	($429,831)	R	(8.00)	($429,831)	R	(8.00)	($429,831)
	1643	Taxpayer Assistance Division	531xxx	Abolish approximately 32 (filled) positions										R					
		Department-Wide	531xxx	Abolish approximately 34 (vacant) positions (Senate Budget) / **9 (vacant) positions (House Budget)**										R	(34.00)	($1,761,789)	R	(9.00)	($371,467)
				Reduce temporary wages										R	-	**($632,136)**			

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Department of Revenue

CERTIFIED BUDGET AMOUNT:
$87,790,970

Budget Code	Fund Code	Division Name	Expenditure Acct	Description of Adjustment	(A) Legislative Budget Adjustment			(B) Joint Subcommittee 5% Options for Reduction			(C) Governor's Recommended Budget: DOR = 4.0% INCREASE			(D) Senate Budget			(E) House Budget		
					R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
				Reclassify XX vacant appropriated positions in order to fulfill requirements of Resolution Initiative II (51 FTEs requested)															
			-	ITS Rate Reduction										R		**($158,647)**	R		**($158,647)**
			-	Reduce travel reimbursement										R		**($39,000)**	R		**($39,000)**
			-	**EXPANSION:** Provide Funding for Resolution Initiative II										R		$846,909			
"	2479	Revenue IT Projects	-	Eliminate Call Recording Funding				R		($700,000)	R		($700,000)	R			R		($700,000)
	1629	Property Tax Division	-	Convert Property Tax Division to Receipt Support				R	(17.00)	($1,467,305)	R	(17.00)	($1,467,305)	R		($1,467,305)	R		($1,467,305)
	1605	Information Technology		**EXPANSION:** Additional software licenses for tax imaging system							R		$613,440	R		$613,440			
	various	various		**EXPANSION:** Corporate Settlement Initiative (Resolution Imitative II)							R	51.00	$3,700,000						
	"	"									NR		$300,000						
24708	new	Revenue IT Projects		**EXPANSION:** Modernization of 1040 E-File platform							R		$47,600	R		$47,600			
"	"	"									NR		$1,457,118	NR		$1,457,118			
				DOR TOTAL REDUCTIONS	R	(14.00)	($3,649,503)	R	(25.00)	($2,597,136)	R	26.00	$3,521,022	R	(42.00)	($1,523,641)	R	(17.00)	($3,166,250)
					NR		-	NR		-	NR		-	NR		-	NR		$0

GENERAL GOVERNMENT FY 2010-11 Budget Reductions: Department of Administration					Legislative Budget Adjustment			Joint Subcommittee 5% Options for Reduction			Governor's Recommended Budget: DOA = 2.5% Reduction			Senate Budget			House Budget Reduction		
[redacted]	Fund Code	Division Name	Expend Acct	Description of Adjustment	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
14100	1111	Office of the Secretary	531649	Reduce misc. operating expenses	R		($14,000)	R		($114,089)	R		($164,089)	R		($164,089)	R		($114,089)
	1121	Fiscal Management	531xxx	Transfer 1.5 FTE to receipt support				R	(1.50)	($84,434)	R	(1.50)	($84,434)	R	(1.50)	($83,250)	R	(1.50)	($83,250)
				60014102 - Accountant (0.50)															
				60014119 - Accountant (0.25)															
				60014118 - Accountant (0.50)															
				60014107 - Accounting Technician (0.13)															
				60014119 - Accounting Technician (0.12)															
	1122	Human Resources Mgmt.	531xxx	Transfer 1.2 FTE to receipt support				R	(1.20)	($73,879)	R	(1.20)	($73,879)	R	(1.20)	($71,271)	R	(1.20)	($71,271)
				60014092 - Staff Development Specialist III (0.20)															
				60014094 - Safety Officer III (0.20)															
				60014098 - Personnel Technician I (0.20)															
				60014096 - Personnel Technician II (0.20)															
				6004093 - Personnel Analyst II (0.20)															
				60014097 - Personnel Analyst II (0.20)															
	1123	Historically Underutilized Businesses	531xxx	Eliminate 1.0 vacant position	R	(1.00)	($52,806)												
			531xxx	Eliminate 1.0 position (Construction Outreach) - filled				R	(1.00)	($56,701)	R	(1.00)	($56,701)						
				Transfer position to OSP (do not include in House package)										R	(1.00)	($60,372)			
			532512	Reduce rent				R		($37,740)	R		($37,740)	R		($37,740)	R		($37,740)
			531651	Reduce approp.	R		($3,300)												
			532140	"	R		($10,000)												
			532199	"	R		($10,173)												
			532513	"	R		($10,000)												
			532930	"	R		($10,000)												
	1241	Mgmt. Info. Systems	532822	Managed LAN Serv Chg				R		($56,521)	R		($56,521)	R		($56,521)	R		
			531xxx	Eliminate 0.50 vacant position	R	(0.50)	($42,008)												
	1264	Agency for Public Telecom.	531xxx	Transfer 1.0 FTE to receipt support				R	(1.00)	($67,393)	R	(1.00)	($67,393)	R	(1.00)	($67,442)	R	(1.00)	($67,393)
				60014549 - TV Producer/Director III (1.0)															
	1311	*Office of State Personnel*		*See OSP spreadsheet*										*R*	*(1.00)*	*($447,375)*	*R*	*(1.00)*	*($284,000)*
	1411	State Construction Office	531xxx	Eliminate 1.0 vacant position				R	(1.00)	($64,010)	R	(1.00)	($64,010)	R	(1.00)	($64,010)	R	(1.00)	($64,010)
			531xxx	Eliminate 2.0 filled position				R			R	(2.00)	($233,914)	R	(2.00)	($233,914)	R	(2.00)	($233,914)
			531xxx	Downgrade mgr. position				R		($28,358)									
			531xxx	Eliminate 4.0 vacant position	R	(4.00)	($251,120)												
	1412	State Property Office	531xxx	Eliminate 2.0 vacant positions	R	(2.00)	($160,395)												
			531xxx	Eliminate 1.0 vacant position 60014649 - Administartive Asst II (1.0)				R	(1.00)	($57,967)	R	(1.00)	($57,967)	R	(1.00)	($73,423)	R	(1.00)	($73,423)
	1421	Facilities Management	531xxx	Eliminate 17.0 vacant positions	R	(17.00)	($852,775)												

GENERAL GOVERNMENT
FY 2010-11 Budget Reductions: Department of Administration

Budget Code	Fund Code	Division Name	Expend Acct	Description of Adjustment	Legislative Budget Adjustment R/NR	Legislative Budget Adjustment FTEs	Legislative Budget Adjustment Amount	Joint Subcommittee 5% Options for Reduction R/NR	Joint Subcommittee 5% Options for Reduction FTEs	Joint Subcommittee 5% Options for Reduction Amount	Governor's Recommended Budget: DOA = 2.5% Reduction R/NR	Governor's Recommended Budget: DOA = 2.5% Reduction FTEs	Governor's Recommended Budget: DOA = 2.5% Reduction Amount	Senate Budget R/NR	Senate Budget FTEs	Senate Budget Amount	House Budget Reduction R/NR	House Budget Reduction FTEs	House Budget Reduction Amount
			532184	Reduce Janitorial Services - Department-Wide	R		($390,222)	R		($855,009)				R		($855,009)			
				Reduce operating expenses				R		($200,000)	R		($211,849)	R		($211,849)	R		($211,849)
				Reduce repairs to buildings				R		($29,649)									
				Shift recycling costs to receipt support							R		($29,503)	R		($29,503)	R		($29,503)
			531xxx	Eliminate 2 vacant & 1 filled positions in Work Control Ctr, Construction Svcs, Engineering Svcs							R	(3.00)	($238,463)						
			531xxx	Eliminate 2 vacant & 3 filled positions				R	(5.00)	($267,450)	R	(5.00)	($267,450)						
				60014653 - Construction & Renovation Design Technician II (1.0) - FILLED															
				60014742 - Electronics Technician III (1.0) - FILLED															
				60014769 - Administrative Asst II (1.0) - FILLED															
				60014806 - Building & Environmental Supervisor (1.0) - VACANT															
				60014846 - Facilities Maint. Tech. - Bldg Trades (1.0) - VACANT															
			531xxx	Eliminate 2 vacant positions ($87,986)										R	(2.00)	($89,038)	R	(2.00)	($89,038)
				60014806 - Building & Environmental Supervisor															
				60014846 - Facilities Maint. Tech. - Bldg Trades															
			531xxx	Eliminate 4 filled positions ($198,293)										R	(4.00)	($200,698)	R	(4.00)	($200,698)
				60014738															
				60014742															
				60014769															
				60014777															
				EXPANSION: NCMA positions & utilities							R	8.00	$1,109,477	R	8.00	$1,409,477			
	1466	State Energy Office	53xxxx	Transfer State Energy Office to Commerce	R	(8.00)	($3,403,386)												
			532199	Reduce approp.	R		($553,259)												
	1511	Purchasing & Contracts	531xxx	Eliminate 5.0 vacant positions	R	(5.00)	($362,250)												
			532512	End Lease for E-Procurement Services	R		($119,496)												
				Misc. operating expenses							R		($12,500)	R		($12,500)	R		($12,500)
				Transfer 2.9 FTE to receipt support				R	(2.90)	($225,761)	R	(2.90)	($225,761)	R	(2.90)	($225,268)	R	(2.90)	($225,268)
				60013901 - State Procurement Specialist III (1.0)															
				60013860 - State Procurement Specialist III (1.0)															

GENERAL GOVERNMENT
FY 2010-11 Budget Reductions: Department of Administration

Bu C	Fund Code	Division Name	Expend Acct	Description of Adjustment	Legislative Budget Adjustment R/NR	FTEs	Amount	Joint Subcommittee 5% Options for Reduction R/NR	FTEs	Amount	Governor's Recommended Budget: DOA = 2.5% Reduction R/NR	FTEs	Amount	Senate Budget R/NR	FTEs	Amount	House Budget Reduction R/NR	FTEs	Amount
				60013899 - State Purchase Administrator (0.9															
	1623	State Capitol Police	53XXXX	Transfer State Capitol Police to Crime Control	R	(55.00)	($3,112,757)												
			531211	Various additional reductions	R		($87,316)												
			531231	"	R		($169,762)												
			531511	"	R		($19,666)												
			531521	"	R		($7,107)												
			531531	"	R		($22,308)												
			531561	"	R		($33,256)												
	1731	NC Council for Women	531xxx	Eliminate 1.0 filled position							R	(1.00)	($69,817)	R	(1.00)	($61,219)	R	(1.00)	($61,219)
				60014086 - Administrative Officer I (1.0)															
			-	Reduce budget for repairs				R		($12,500)									
			531xxx	Transfer 1.5 FTE to receipt support				R		($94,443)	R		($94,443)	R		($62,196)	R		($62,196)
				60014074 - Community Development Specialist I (0.50)											(0.50)			(0.50)	
				60089848 - Community Development Specialist I (1.0)											(1.00)			(1.00)	
			531xxx	Consolidate two Regional Offices - eliminate 1.0 FTE				R	(1.00)	($69,817)									
			531xxx	Eliminate 1.0 vacant position	R	(1.00)	($81,066)												
			532512	Reduce rent			($20,445)												
	1732	Displaced Homemakers Program	536E32	Reduce Displaced Homemakers Program Fund	R		($10,048)												
	1734	Rape Crisis Program	-	Fund grants at FY 09-10 level							R		($152,475)	NR		($151,119)			
	1741	Human Relations Commission	532512	Reduce rent	R		($19,676)												
			532512	Reduce rent	R		($14,984)	R		($24,455)	R		($24,455)	R		($24,455)	R		($24,455)
	1742	MLK Commission	536600	Reduce approp.	R		($1,690)												
	1761	Youth Advocacy & Involvement	532512	Reduce rent	R		($25,376)	R		($22,205)	R		($22,205)				R		($22,205)
			531511	Reduce approp.	R		($170,000)			($2,376)	R		($2,376)				R		($2,376)
			536J00	Reduction to Youth Involvement Grant Program	R		($208)												
			531xxx	Eliminate 1.0 position - Deputy Director - filled				R	(1.00)	($68,593)									
			531xxx	Eliminate 3.0 positions - Youth Advocacy - filled				R	(3.00)	($157,967)									
			531xxx	Consolidate YAIO - 1 vacant & 2.2 filled FTE							R	(3.20)	($200,223)						
	1771	Veterans Affairs	531xxx	Eliminate 1.0 vacant position	R	(1.00)	($34,934)												
			531xxx	Shift positions to receipt support ($73,286)	R	(3.00)	($114,175)	R	(1.00)	($36,643)									
				60014225 - Processing Assistant III (1.0)							R	(1.00)	($36,643)	R	(1.00)	($36,643)	R	(1.00)	($36,643)
				60014232 - Processing Assistant III (1.0)				R	(1.00)	($36,643)	R	(1.00)	($36,643)	R	(1.00)	($36,643)	R	(1.00)	($36,643)
				Reduce operating expenses							R		($51,453)	R		($51,453)	R		($51,453)

GENERAL GOVERNMENT
FY 2010-11 Budget Reductions: Department of Administration

Budget Code	Fund Code	Division Name	Expend Acct	Description of Adjustment	Legislative Budget Adjustment R/NR	Legislative Budget Adjustment FTEs	Legislative Budget Adjustment Amount	Joint Subcommittee 5% Options for Reduction R/NR	Joint Subcommittee 5% Options for Reduction FTEs	Joint Subcommittee 5% Options for Reduction Amount	Governor's Recommended Budget: DOA = 2.5% Reduction R/NR	Governor's Recommended Budget: DOA = 2.5% Reduction FTEs	Governor's Recommended Budget: DOA = 2.5% Reduction Amount	Senate Budget R/NR	Senate Budget FTEs	Senate Budget Amount	House Budget Reduction R/NR	House Budget Reduction FTEs	House Budget Reduction Amount
	1781	Domestic Violence Program	531xxx	Fund grants at FY 09-10 level							R		($256,761)	NR		($243,115)			
			532512	Reduce rent	R		($2,412)												
			532199	Reduce rent	R		($2,464)												
	1782	Domestic Violence Center	536E81	Reduce approp.	R		($170,202)												
	1810	*State Ethics Commission*		*See Ethics Spreadsheet*										*R*		*$487,600*	*R*		*($60,000)*
	1861	Commission on Indian Affairs	532512	Reduce rent	R		($68,660)	R											
			"	"	R		($12,775)	R		($29,985)	R		($29,985)	R		($29,985)	R		($29,985)
		Department-Wide	532140	Adjust ITS Rate										R		($3,172)	R		($3,172)
		Department-Wide	531xxx	Eliminate 8.0 vacant positions to meet -5.82% reduction target										R	(8.00)	($356,715)	R	(8.00)	($356,715)
				60013887: State Purchase Administrator															
				60013965: Summer Intern															
				60014664: Administrative Assistant III															
				60013878: Processing Assistant V															
				60014215: Accounting Technician															
				65009979: Accountant															
				60014716: Building & Envir. Tech.															
				60014836: Building & Envir. Tech.															
		Department-Wide	5327xx	Reduce travel expenditures										R		($15,000)	R		($15,0[illegible]
				DOA TOTAL REDUCTIONS (excluding OSP & Ethics)	R	(102.50)	($10,446,478)	R	(21.60)	($2,774,588)	R	(17.80)	($1,750,176)	R	(23.10)	($1,763,676)	R	(30.10)	($2,560,008)
					NR	-	-	NR	-	-	NR	-	$0	NR	-	($394,234)	NR	-	$0

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Office of State Personnel

				Legislative Budget Adjustment - 2009 Session			Joint Subcommittee 5% Options for Reduction			Governor's Recommended Budget: OSP = 7% Reduction			Senate Budget			House Budget		
Budget Code	Fund Code	Expenditure Acct	Description of Adjustment	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
14100	1311	532821	Reduce operating expenses	R		($100,000)												
		531xxx	Eliminate filled positions:				R	(2.00)	($150,652)	R	(2.00)	($161,664)						
			60013823: HR Consultant															
			60013771: HR Partner										R	(1.00)	($82,039)	R		
		532821	Reduce computer/data processing services				R		($131,863)	R		($185,395)	R		($185,395)	R		($150,000)
		532170	Reduce temporary employee costs				R		($35,250)	R		($50,000)	R		($50,000)	R		($50,000)
		532700	Travel										R		($15,000)	R		($15,000)
		533110	Supplies - General Office				R		($15,000)	R		($10,000)	R		($15,000)	R		($10,000)
		534511	Supplies - Office Furniture				R		($3,000)	R		($5,000)	R		($10,000)	R		($10,000)
		535830	Membership & Dues				R		($15,000)	R		($15,000)	R		($15,000)	R		($15,000)
		536905	Employer OJT Incentive				R		($2,500)	R		($15,941)	R		($15,941)	R		
		532143	LAN Support Serv.							R		($10,000)	R		($10,000)	R		($5,000)
		532144	PC Printer Support Serv.							R		($20,000)	R		($20,000)	R		($10,000)
		532812	Telecommun. Data Charge							R		($12,000)	R		($12,000)	R		($7,000)
		532822	Managed LAN Services							R		($7,000)	R		($7,000)	R		($7,000)
		532930	Registration Fees							R		($10,000)	R		($10,000)	R		($5,000)
		531xxx	Eliminate Vacant Positions (4)	R	(4.00)	($253,141)												
		misc.	Reduce Various Line Items	R		($53,902)												
		"	"	R		($25,941)												
		531xxx	Eliminate Scanning Function of Applications	R	(1.00)	($36,535)												
			OSP TOTAL REDUCTIONS	R	(5.00)	($469,519)	R	(2.00)	($353,265)	R	(2.00)	($502,000)	R	(1.00)	($447,375)	R		($284,000)
				NR	-	-	NR	-	-	NR	-	-	NR	-	-	NR	-	-

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: State Ethics Commission

				Legislative Budget Adjustment - 2009 Session			Joint Subcommittee 5% Options for Reduction			Governor's Recommended Budget: OSP = 7% Reduction			Senate Budget			House Budget		
Budget Code	Fund Code	Expenditure Acct	Description of Adjustment	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
14100	1810			NO LEGISLATIVE ACTION REPORTED														
		532512	Rent of Offices				R		($48,351)	R		($60,000)	R		($60,000)	R		($60,000)
		533xxx	Educational Supplies							R		($6,791)						
			EXPANSION: Good Government Package															
		531211	Salaries							R	4.00	$218,281	R	4.00	$218,281			
		531511	Soc Sec							R		$16,091	R		$16,091			
		531521	Retirement							R		$22,368	R		$22,368			
		531516	Med Ins							R		$19,716	R		$19,716			
		532140	Oth ITS							R		$20,400	R		$20,400			
		532144	PC/Printer supp Svs							R		$1,680	R		$1,680			
		532535	Lease Server Equip							R		$13,817	R		$13,817			
		532542	Lease Software							R		$3,691	R		$3,691			
		5327XX	Travel							R		$1,500	R		$1,500			
		532811	Telephone Svs							R		$1,500	R		$1,500			
		532815	E-Mail and Calendaring							R		$156	R		$156			
		5329XX	Regisrtration & Ed Expenses							R		$300	R		$300			
		533XXX	Supplies							R		$2,000	R		$2,000			
		535830	Subscriptions							R		$6,000	R		$6,000			
		532140	Oth ITS							NR		$115,600	NR		$115,600			
		532199	Oth Contractual Svs							NR		$100,000	NR		$100,000			
		534511	Office Furniture							NR		$2,000	NR		$2,000			
		534521	Office Equipment							NR		$2,000	NR		$2,000			
		534713	PC Software							NR		$500	NR		$500			
				R			R		($48,351)	R	4.00	$480,809	R	4.00	$487,600	R	-	($60,000)
				NR	-	-	NR	-	-	NR	-	-	NR	-	-	NR	-	-

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Office of the State Auditor

					Legislative Budget Adjustment			Joint Subcommittee 5% Options for Reduction			Governor's Recommended Budget: OSA = 5.6% Reduction			Senate Budget			House Budget		
Budget Code	Fund Code	Division Name	Expend. Acct	Description of Adjustment	R/N R	FTEs	Amount	R/N R	FTEs	Amount	R/N R	FTEs	Amount	R/N R	FTEs	Amount	R/N R	FTEs	Amount
13300	1120		532942	Reduce operating budget items							R		($12,000)	R		($12,000)	R		($12,000)
			533110	"							R		($10,000)	R		($10,000)	R		($10,000)
			532430	"							R		($6,000)	R		($6,000)	R		($6,000)
			532441	"							R		($24,000)	R		($24,000)	R		
			532332	"							R		($8,000)	R		($8,000)	R		($8,000)
			532811	"							R		($20,000)	R		($20,000)	R		($20,000)
			531xxx	Eliminate vacant position	R	(1.00)	($186,259)												
	1210	Field Audit	532714	Reduce operating budget items							R		($20,400)	R		($10,400)	R		($10,400)
			532721	"							R		($29,600)	R		($19,600)	R		($19,600)
			532724	"							R		($22,700)	R		($12,700)	R		($12,700)
			532725	"							R		($6,500)	R		($1,500)	R		($1,500)
			532715	"							R		($3,800)	R		($800)	R		($800)
			532722	"							R		($1,300)	R		($300)	R		($300)
			532723	"							R		($1,900)	R		($900)	R		($900)
			532726	"							R		($250)	R		($250)	R		($250)
			534511	"							R		($16,000)	R		($16,000)	R		($16,000)
			534521	"							R		($9,000)	R		($9,000)	R		($9,000)
			534530	"							R		($10,000)	R		($10,000)	R		
			534533	"							R		($30,000)	R		($30,000)	R		
			534534	"							R		($30,000)	R		($30,000)	R		($30,000)
			534535	"							R		($55,550)	R		($55,550)	R		($55,550)
			5345xx	"													R		($35,000)
			531xxx	Eliminate vacant positions							R	(6.00)	($429,955)						
			531xxx	Eliminate vacant positions (different from above)										R	(5.00)	($440,161)			
				60008931: Ass't State Auditor															
				60008811: Ass't State Auditor															
				60008843: Ass't State Auditor															
				60096307: Ass't State Auditor															
				60008948: Ass't State Auditor															
				60089837: Ass't State Auditor													R	(1.00)	($92,066)
				60008867: Ass't State Auditor													R	(1.00)	($73,166)
			531xxx	Shift 1.0 Asst State Auditor to receipt support due to creation of billing for Battleship/Ports audits															
				60008998: Ass't State Auditor										R	(1.00)	($60,033)	R	(1.00)	($60,033)
		"	531xxx	Eliminate vacant positions	R	(3.00)	($226,529)												
		"	532xxx	Eliminate Grants Training Unit	R	(5.00)	($300,797)												
		"	531xxx	Eliminate filled positions				R	(9.00)	($527,022)									
		"	532800	Reduce communications/data proc for auditors						($64,414)									
		"	532700	Reduce travel for auditors						($75,000)									
		Various	532120	Adjust Continuation Budget - Finan/Audit Svcs	R		($222,504)												
		Various	532199	Adjust Continuation Budget - Misc. Contractual Services	R		($314,171)												
				OSA TOTAL REDUCTIONS	R	(9.00)	($1,150,260)	R	(9.00)	($666,436)	R	(6.00)	($746,955)	R	(6.00)	($777,194)	R	(3.00)	($473,265)
					NR	-	-	NR	-	-	NR	-	-	NR	-	-	NR	-	-

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions: Office of Administrative Hearings

					Legislative Budget Adjustment			Joint Subcommittee 5% Options for Reduction			Governor's Recommended Budget: OAH = 7.5% Reduction			Senate Budget			House Budget		
Budget Code	**Fund Code**	**Division Name**	**Expenditure Acct**	**Description of Adjustment**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**	**R/NR**	**FTEs**	**Amount**
18210																			
				Eliminate 3.0 FTE - Vacant Positions (one each in Administrative support, Hearings and Rules Divisions)	R	(3.00)	($112,436)												
				Eliminate 1.0 FTE - vacant - Administrative Law Judge 60088603				R	(1.00)	($119,107)	R	(1.00)	($119,107)	R	(1.00)	($147,393)			
				Eliminate 1.0 FTE - vacant - Civil Rights Investigator				R	(1.00)	($59,235)	R	(1.00)	($59,235)						
			532499	Reduce maintenance agreement software				R		($27,230)									
				Shift 1.0 FTE to receipt support - Agency Attorney 60081275							R	(1.00)	($128,684)	R	(1.00)	($130,963)	R	(1.00)	($130,963)
				Reduce misc. operating accounts (travel, board member compensation, equipment software, etc	R		($55,330)												
			532800	Reduce communications													R		($10,000)
			534700	Reduce intangible assets													R		($5,000)
			532700	Reduce travel													R		($15,000)
				OAH TOTAL REDUCTIONS	R	(3.00)	($167,766)	R	(2.00)	($205,572)	R	(2.00)	($307,026)	R	(2.00)	($278,356)	R	(2.00)	($160,963)
					NR	-	-	NR	-	-	NR	-	-	NR	-	-	NR	-	-

GENERAL GOVERNMENT - Cultural Resources												
FY 2010-11 Budget Reductions												
Budget Code/ Department Name	**(2) Fund Code**	**(3) Division Name**	**(4) Expenditure Acct**	**(5) Description of Change (with position adjustment, if applicable)**	**(6)**	**(7)**	**(8)**	**(9)**	**(10)**	**(11)**	**(12)**	**(13)**
					Add'al 5% Reductions FY 10-11	**R/NR**	**Governor's Recommended Changes FY 10-11 - 4%**	**R/NR**	**Senate -5.82%**	**R/NR**	**Proposed House -3.6%**	**R/NR**
14800 Cultural Resources												
	1110	**Office of the Secretary**	532199	MISC CONTRACTUAL SERVICE	($169,749)	R	($169,749)	R	($169,749)	R	($160,413)	R
				Subtotal			**($169,749)**	R	**($169,749)**	R	**($160,413)**	**R**
	1120	**Administrative Services**		Reduce Administrative Services								
				Eliminate vacant Purchasing Agent II position (#60083290) and reduce operating expenses related to the position, and funding for IT equipment purchase and maintenance.								
			531211	SPA-REG SALARIES-APPRO	($21,471)	R	($21,471)	R	($21,471)	R	($21,471)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($1,643)	R	($1,643)	R	($1,643)	R	($1,643)	R
			531521	REG RETIRE CONTRIB-APPRO	($3,242)	R	($3,242)	R	($2,257)	R	($2,257)	R
			531561	MED INS CONTRIB-APPRO	($4,929)	R	($4,929)	R	($4,929)	R	($4,929)	R
			532490	MAINT AGREEMENT - OTHER	($48,382)	R	($48,382)	R	($48,382)	R	($48,382)	R
			534534	PC/PRINTER EQUIP	($52,110)	R	($52,110)	R	($52,110)	R	($44,916)	R
				Subtotal			**($131,777)**	**R**	**($130,791)**	**R**	**($123,597)**	**R**
	1210	**Archives & History - Administration**		Reduce Archives & History - Administration								
				Reduce budget, not FTE, for Admin Officer position (#60083312) and related operating expense for the position, and reduce furniture and equipment expenditure accounts.								
			531211	SPA-REG SALARIES-APPRO	($63,157)	R	($63,157)	R	($63,157)	R	($63,157)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($4,832)	R	($4,832)	R	($4,832)	R	($4,832)	R
			531521	REG RETIRE CONTRIB-APPRO	($9,537)	R	($9,537)	R	($6,638)	R	($6,638)	R
			531561	MED INS CONTRIB-APPRO	($4,929)	R	($4,929)	R	($4,929)	R	($4,929)	R
			532724	MEALS - IN STATE	($490)	R	($490)	R	($490)	R		
			534511	FURN-OFFICE	($1,416)	R	($1,416)	R	($1,416)	R		
			534521	OFFICE EQUIPMENT	($800)	R	($800)	R	($800)	R		
				Subtotal			**($85,161)**	**R**	**($82,261)**	**R**	**($79,555)**	**R**

GENERAL GOVERNMENT - Cultural Resources												
FY 2010-11 Budget Reductions												
Budget Code/ Department Name	**(2) Fund Code**	**(3) Division Name**	**(4) Expenditure Acct**	**(5) Description of Change (with position adjustment, if applicable)**	**(6)**	**(7)**	**(8)**	**(9)**	**(10)**	**(11)**	**(12)**	**(13)**
					Add'al 5% Reductions FY 10-11	**R/NR**	**Governor's Recommended Changes FY 10-11 - 4%**	**R/NR**	**Senate -5.82%**	**R/NR**	**Proposed House -3.6%**	**R/NR**
	1220	**Historical Publications**		Reduce Historical Publications								
				Eliminate salaries and benefits of three filled positions: Historic Pub Editor III (#60083317) at $53,023; Historic Pub Editor II (#60083320) at $38,174; and Historic Pub Editor I (#60083323) at $31,622; remove salary and benefits in budget but not FTE for Historic Pub Editor II position (#60083320) at $43,296; and transfer split-funding of $22,227 (0.69 FTE) for Info & Comm Specialist position (#60083321) including benefits. Also reduce expenses for various expenditure accounts.								
			531211	SPA-REG SALARIES-APPRO	($188,342)	R	($188,342)	R	($188,342)	R	($188,342)	R
			531460	EPA & SPA LONGVTY PAY - APPR	($3,159)	R	($3,159)	R	($3,159)	R	($3,159)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($14,408)	R	($14,408)	R	($14,408)	R	($14,408)	R
			531521	REG RETIRE CONTRIB-APPRO	($19,795)	R	($19,795)	R	($19,795)	R	($19,795)	R
			531561	MED INS CONTRIB - APPRO	($24,645)	R	($24,645)	R	($19,716)	R	($19,716)	R
			532199	MISC CONTRACTUAL SERVICE	($262)	R	($262)	R	($262)	R		
			532333	REPAIRS - OTHER EQUIPMENT	($700)	R	($700)	R	($700)	R		
			532490	MAINT AGREEMENT - OTHER	($590)	R	($590)	R	($590)	R		
			532714	TRNSP-GRND - IN STATE	($653)	R	($653)	R	($653)	R		
			532800	COMMUNICATION & DATA PROCESSING	($10,948)	R	($10,948)	R	($10,948)	R	($1,398)	R
			532811	TELEPHONE SERVICE	(1,373)	R						
			532850	PRINT, BIND, DUPLICATE	(9,575)	R						
			533110	GENERAL OFFICE SUPPLIES	($2,260)	R	($2,260)	R	($2,260)	R		
			533900	OTHER MATERIALS & SUPPLIES	($200)	R	($200)	R	($200)	R		
			535800	OTHER ADMIN EXPENSES	($150)	R	($150)	R	($150)	R		
				Subtotal			**($266,112)**	**R**	**($261,183)**	**R**	**($246,818)**	**R**

GENERAL GOVERNMENT - Cultural Resources												
FY 2010-11 Budget Reductions												
Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
					Add'al 5% Reductions FY 10-11	R/NR	Governor's Recommended Changes FY 10-11 - 4%	R/NR	Senate -5.82%	R/NR	Proposed House -3.6%	R/NR
	1230	Archives & Records		Reduce Archives & Records								
				Transfer salaries and benefits of seven positions to receipt-support from the Administrative Record Management fee: Processing Asst IV (#60083347) at $28,336; Processing Asst IV (#60083363) at $27,879; Archives & Records Mgr (#60083364) at $62,792; Archives & Records Prof (#60083368) at $32,796; Processing Asst IV (#60083377) at $28,500; Processing Asst IV (#60083378) at $28,503; and Processing Asst IV (#60083392) at $25,778.								
			531211	SPA-REG SALARIES-APPRO	($234,584)	R	($234,584)	R	($234,584)	R	($234,584)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($17,946)	R	($17,946)	R	($17,946)	R	($17,946)	R
			531521	REG RETIRE CONTRIB-APPRO	($24,655)	R	($24,655)	R	($24,655)	R	($24,655)	R
			531561	MED INS CONTRIB-APPRO	($34,503)	R	($34,503)	R	($34,503)	R	($34,503)	R
			532490	MAINTENANCE AGREEMENTS	($85,000)	R	($85,000)	R	($85,000)	R	($51,475)	R
			532512	RENT/LEASE - BLDGS/OFFICE	($142,765)	R	($142,765)	R	($142,765)	R	($142,765)	R
			533900	OTHER MATERIALS & SUPP	($70,095)	R	($70,095)	R	($70,095)	R	($70,095)	R
				Subtotal			**($609,547)**	**R**	**($609,547)**	**R**	**($576,022)**	**R**
	1241	State Historic Sites		Reduction to State Historic Sites								
			531211	SPA-REG SALARIES-APPRO	($55,278)	R						
			531511	SOCIAL SEC CONTRIB-APPRO	($4,229)	R						
			531521	REG RETIRE CONTRIB-APPRO	($5,810)	R						
			531561	MED INS CONTRIB-APPRO	($9,858)	R						
			532188	LAWNS & GROUNDS SVC AGREE	($12,459)	R	($12,459)	R	($12,459)	R	($12,459)	R
			532199	MISC CONTRACTUAL SERVICE	($100,455)	R	**($88,767)**	R	($105,883)	R	($105,883)	R
			532390	REPAIRS - OTHER	($250,000)	R	($250,000)	R	($250,000)	R	($225,095)	R
			532714	TRNSP-GRND - IN STATE	($69,412)	R	($69,412)	R	($69,412)	R	($69,412)	R
			533900	OTHER MATERIALS & SUPP	($15,073)	R	($15,073)	R	($15,073)	R	($15,073)	R
				Expand Heritage Tourism					$360,711	R		
				Subtotal			**($435,711)**	**R**	**($92,116)**	**R**	**($427,922)**	**R**

GENERAL GOVERNMENT - Cultural Resources												
FY 2010-11 Budget Reductions												
Budget Code/ Department Name	**(2) Fund Code**	**(3) Division Name**	**(4) Expenditure Acct**	**(5) Description of Change (with position adjustment, if applicable)**	**(6)**	**(7)**	**(8)**	**(9)**	**(10)**	**(11)**	**(12)**	**(13)**
					Add'al 5% Reductions FY 10-11	**R/NR**	**Governor's Recommended Changes FY 10-11 - 4%**	**R/NR**	**Senate -5.82%**	**R/NR**	**Proposed House -3.6%**	**R/NR**
	1242	**Tryon Palace Historic Sites and Gardens**		Reduce Personnel and Operating Expenses (.62)								
			531211	SPA-REG SALARIES-APPRO	($33,267)	R						
			531511	SOCIAL SEC CONTRIB-APPRO	($2,545)	R						
			531521	REG RETIRE CONTRIB-APPRO	($5,023)	R						
			531561	MED INS CONTRIB-APPRO	($4,929)	R						
				Subtotal			**$0**		**$0**		**$0**	
	1243	**State Capitol**		Reduce State Capitol								
				Transfer salary and benefits of Admin Officer position (#60083604) to receipt-support.								
			531211	SPA-REG SALARIES-APPRO	($49,258)	R	($49,258)	R	($49,258)	R	($49,258)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($3,768)	R	($3,768)	R	($3,768)	R	($3,768)	R
			531521	REG RETIRE CONTRIB-APPRO	($7,438)	R	($7,438)	R	($5,177)	R	($5,177)	R
			531561	MED INS CONTRIB-APPRO	($4,929)	R	($4,929)	R	($4,929)	R	($4,929)	R
				Subtotal			**($65,393)**	**R**	**($63,132)**	**R**	**($63,132)**	**R**
	1245	**NC Maritime Museum**		Reduce Personnel and Operating Expenses (1)								
			532199	MISC CONTRACTUAL SERVICES	($6,000)	R						
			533900	OTHER MATERIALS & SUPP	($14,638)	R						
			534539	OTHER EQUIPMENT	($7,000)	R						
				Subtotal			**$0**		**$0**		**$0**	
	1250	**Historic Preservation**		Reduce Historic Preservation								
				Transfer salaries and benefits of two positions to receipt-								
			531211	SPA-REG SALARIES-APPRO	($81,523)	R	($81,523)	R	($81,523)	R	($81,523)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($6,237)	R	($6,237)	R	($6,237)	R	($6,237)	R
			531521	REG RETIRE CONTRIB-APPRO	($8,568)	R	($8,568)	R	($8,568)	R	($8,568)	R
			531561	MED INS CONTRIB-APPRO	($9,858)	R	($9,858)	R	($9,858)	R	($9,858)	R
			532714	TRNSP-GRND - IN STATE	($3,900)	R	($3,900)	R	($3,900)	R		
				Subtotal			**($110,086)**	**R**	**($110,086)**	**R**	**($106,186)**	**R**

GENERAL GOVERNMENT - Cultural Resources

FY 2010-11 Budget Reductions

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6) Add'al 5% Reductions FY 10-11	(7) R/NR	(8) Governor's Recommended Changes FY 10-11 - 4%	(9) R/NR	(10) Senate -5.82%	(11) R/NR	(12) Proposed House -3.6%	(13) R/NR
	1260	**Office of State Archeology**		Reduce Office of State Archaeology								
			532714	TRNSP-GRND - IN STATE	($13,000)	R	($13,000)	R	($13,000)	R	($13,000)	R
			532721	LODGING-IN STATE	($3,954)	R	($3,954)	R	($3,954)	R	($3,954)	R
			532724	MEALS - IN STATE	($9,000)	R	($9,000)	R	($9,000)	R	($7,546)	R
			532199	MISC CONTRACTUAL SERVICES	($490)	R	($490)	R	($490)	R	($490)	R
				Subtotal			**($26,444)**	**R**	**($26,444)**	**R**	**($24,990)**	**R**
	1290	**Western Office**		Reduce Western Office								
				Transfer salary and benefits of Archives & Records Specialist (#60083647) at $32,796 to receipt-support.								
			531211	SPA-REG SALARIES-APPRO	($40,638)	R	($40,638)	R	($40,638)	R	($40,638)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($3,109)	R	($3,109)	R	($3,109)	R	($3,109)	R
			531521	REG RETIRE CONTRIB-APPRO	($6,136)	R	($6,136)	R	($4,271)	R	($4,271)	R
			531561	MED INS CONTRIB-APPRO	($4,929)	R	($4,929)	R	($4,929)	R	($4,929)	R
				Subtotal			**($54,812)**	**R**	**($52,947)**	**R**	**($52,947)**	**R**
	1320	**Museum of Art**		Reduce Museum of Art								
				Eliminate salaries and benefits of three new positions: Admin Officer III (#65010906) at $41,173; Art Handler (#65010907) at $25,705; and Processing Asst III at $24,092. Also reduce various expenditure accounts.								
			531211	SPA-REG SALARIES-APPRO	($90,970)	R	($90,970)	R	($90,970)	R	($90,970)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($6,959)	R	($6,959)	R	($6,959)	R	($6,959)	R
			531521	REG RETIRE CONTRIB-APPRO	($13,736)	R	($13,736)	R	($9,561)	R	($9,561)	R
			531561	MED INS CONTRIB-APPRO	($14,787)	R	($14,787)	R	($14,787)	R	($14,787)	R
			532199	MISC CONTRACTUAL SERVICE	($50,000)	R	($50,000)	R	($50,000)	R	($50,000)	R
			532390	REPAIRS-OTHER	($125,000)	R	($75,000)	R	($75,000)	R	($60,865)	R
			534610	ART & ARTIFACTS	($9,730)	R	($9,730)	R	($9,730)	R	($9,730)	R
				Subtotal			**($261,182)**	**R**	**($257,007)**	**R**	**($242,872)**	**R**

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GENERAL GOVERNMENT - Cultural Resources												
FY 2010-11 Budget Reductions												
Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
					Add'al 5% Reductions FY 10-11	R/NR	Governor's Recommended Changes FY 10-11 - 4%	R/NR	Senate -5.82%	R/NR	Proposed House -3.6%	R/NR
	1330	Arts Council		Reduction to Grants (!)								
			536990	GOV-ARTS COUNCIL-GRANT PROG	($38,733)	R			($274,000)	NR		
			536996	GOV-ARTS COUNCIL-GRASSROOTS	($27,102)	R			($135,412)	NR		
			536G32	VAGABOND SCHOOL OF DRAMA	($410)	R			($2,048)	NR	($1,474)	NR
			536G48	LOST COLONY	($2,190)	R			($10,498)	NR	($7,882)	NR
			536G71	SHAKESPEARE FESTIVAL	($2,190)	R			($10,498)	NR	($7,882)	NR
				Subtotal			**$0**		**($432,456)**	**NR**	**($17,238)**	**NR**
	1340	NC Symphony		Grant for NC Symphony								
			536G02	NGO DIRECTED NC SYMPHONY	($37,428)	R						
				Subtotal			**$0**		**$0**			
	1410	State Library Services		Reduce State Library Services								
				Eliminate salaries and benefits of 2.50 vacant positions: W/A Processing Asst IV (#60083860) at $33,676; Library Clerk III (#60083854) at $29,079; and Processing Asst III (#60083866) at $12,905; and transfer Library Technician position (#60083851) at $36,281 to receipt-support. Also reduce various expenditure accounts.								
			531211	SPA-REG SALARIES-APPRO	($111,941)	R	($111,941)	R	($111,941)	R	($111,941)	R
			531511	SOCIAL SEC CONTRIB-APPRO	($8,563)	R	($8,563)	R	($8,563)	R	($8,563)	R
			531521	REG RETIRE CONTRIB-APPRO	($11,765)	R	($11,765)	R	($11,765)	R	($11,765)	R
			531561	MED INS CONTRIB-APPRO	($17,252)	R	($17,252)	R	($17,252)	R	($17,252)	R
			532199	MISC CONTRACTUAL SERVICE	($1,000)	R	($1,000)	R	($1,000)	R	($1,000)	R
			534630	LBRRY&LRNING RESRCE COLL	($15,000)	R	($15,000)	R	($15,000)	R	($5,896)	R
				Subtotal			**($165,521)**	**R**	**($165,521)**	**R**	**($156,417)**	**R**
	1480	Statewide Programs and Grants										
			536960	Reduce State-Aid					(936,133)	NR		
				Subtotal			**$0**		**(936,133)**	**NR**		

GENERAL GOVERNMENT - Cultural Resources

FY 2010-11 Budget Reductions

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6) Add'al 5% Reductions FY 10-11	(7) R/NR	(8) Governor's Recommended Changes FY 10-11 - 4%	(9) R/NR	(10) Senate -5.82%	(11) R/NR	(12) Proposed House -3.6%	(13) R/NR
	1500	**Museum of History**		Reduce Museum of History			($25,000)	NR	($25,000)	NR	($25,000)	NR
			532199	MISC CONTRACTUAL SERVICE	($24,978)	R	($24,978)	R	($24,978)	R	($24,978)	R
			532512	Rent/Lease-Buildings/Office	(1,300)	R						
			532590	RENT/LEASE-OTHER EQUIP	(9,250)	R						
			532840	POSTAGE	(15,550)	R						
			532850	PRINTING	(7,000)	R						
			532860	ADVERTISING	(1,000)	R						
			533110	OFFICE SUPPLIES	(38,600)	R						
			533900	OTHER MATERIALS/SUPPLIES	($47,950)	R	($47,950)	R	($47,950)	R	($42,564)	R
			534549	OTH MOTORIZED VEHICLES			**($72,928)**	**R**	**($72,928)**	**R**	**($67,542)**	**R**
				Subtotal			**($25,000)**	**NR**	**($25,000)**	**NR**	**($25,000)**	**NR**
	1992	**Continuation Reserve**			($17,035)	R	**$0**		**$0**			
			537110	TRYON PALACE RESERVE								
				Subtotal			($417,756)	NR	($417,756)	NR	(266,333)	NR
		Additional Adjustments		Thirty-six positions to remain vacant for four months of FY 2010-11.			**($417,756)**	**NR**	**($417,756)**	**NR**	**(266,348)**	**NR**
				Subtotal								
		DEPARTMENT OF CULTURAL RESOURCES NON-RECURRING REDUCTIONS FOR FY 2010-11										
	1330	**Arts Council**			(193,666)	NR						
			536990	GOV-ARTS COUNCIL-GRANT PROG	(135,512)	NR						
			536996	GOV-ARTS COUNCIL-GRASSROOTS	(2,048)	NR						
			536G32	VAGABOND SCHOOL OF DRAMA	(10,948)	NR						
			536G48	LOST COLONY	(10,948)	NR						
			536G71	SHAKESPEARE FESTIVAL	**(353,122)**	**NR**						
				Subtotal								
	1340	**NC Symphony**			(93,570)	NR						
			536G02	NGO DIRECTED NC SYMPHONY	**(93,570)**	**NR**						
				Subtotal								

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GENERAL GOVERNMENT - Cultural Resources												
FY 2010-11 Budget Reductions												
Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
					Add'al 5% Reductions FY 10-11	R/NR	Governor's Recommended Changes FY 10-11 - 4%	R/NR	Senate -5.82%	R/NR	Proposed House -3.6%	R/NR
		DCR TOTAL w/ Position Reductions			($2,873,425)	R	($2,454,422)	R	($2,093,713)	R	($2,345,652)	R
					($893,384)	NR	($442,756)	NR	($1,811,345)	NR	($291,348)	NR
					-22.19		-22.19		-15.19		-15.19	
		TOTAL		* The actual reduction in the Senate's budget is ($2,454,422) -	($3,766,809)		($2,897,178)		($3,905,073)		($2,637,000)	
14802/Cultural Resources - Roanoke Island Commission												
	1584	Roanoke Island Commission		Reduce Funding								
			538182	TR TO SP REV FUND	($139,344)	R	($139,344)	R	(115,926)	R	(71,663)	R
		RIC TOTAL			($139,344)	R	($139,344)	R	(115,926)	R	(71,663)	R
				Corrected 5% reduction to certified budget.			($99,532)					

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FY 2010-11 Budget Reductions: State Board of Elections

					Legislative Budget Adjustment			Joint Subcommittee 5% Options for Reduction			Governor's Recommended Budget: SBoE = 4.7% INCREASE			Senate Budget			House Budget		
Budget Code	Fund Code	Division Name	Expend Acct	Description of Adjustment	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount	R/NR	FTEs	Amount
18025	various			Eliminate Vacant Positions (5)	R	(5.00)	($312,283)												
	various			Various Additional Reductions	R		($85,736)												
	1100	Administrative Division	532100	Adjust Continuation Budget	R		($11,667)												
			532811	Telephone Services				R		($5,363)	R		($5,363)	R		($5,363)	R		($5,363)
			532812	Telecommunications Data Charge				R		($20,122)	R		($20,122)	R		($20,122)	R		($20,122)
			532143	LAN Supply Services				R		($28,387)	R		($28,387)	R		($28,387)	R		($28,387)
			533150	Security & Safety				R		($12,100)	R		($12,100)	R		($12,100)	R		($12,100)
			535900	Other Expenses				R		($4,500)	R		($4,500)	R			R		
			532100	Legal Services				R		($5,800)	R		($5,800)	R		($5,800)	R		($5,800)
			532700	Travel										R		($12,860)	R		($12,860)
			53218	Workshop/Conf Food Exp										R		($30,000)	R		($30,000)
	1200	Campaign Finance Division	532811	Telephone Services				R		($14,909)	R		($14,909)	R		($14,909)	R		($14,909)
			532812	Telecommunications Data Charge				R		($37,000)	R		($37,000)	R		($37,000)	R		($37,000)
			532199	Misc. Contractual Services				R		($10,000)	R		($10,000)	R		($10,000)	R		($10,000)
			531xxx	Eliminate filled positions				R	(3.00)	($196,199)									
				Compliance Specialist (60088258)							R	(1.00)	($71,986)						
				Special Projects Coordinator (60088208)							R	(1.00)	($52,227)	R	(1.00)	($53,983)			
				General Counsel (60088198)										R	(1.00)	($112,725)			
		Department-Wide		Adjust ITS Rate										R		($29)	R		($29)
	1100	Campaign Finance		**EXPANSION:** Maintenance of Effort - HAVA Funds (to receive $2,035,430 in Federal Funds)							NR		$107,129	NR		$107,129			
				EXPANSION: Attorney position							R	1.00	$100,000	R	1.00	$100,000			
			534730	**EXPANSION:** Software development							R		$350,000	R		$350,000			
				EXPANSION: 2.0 Election Inspector positions							R	2.00	$160,000	R	2.00	$160,000			
				SBoE TOTAL REDUCTIONS	R	(5.00)	($409,686)	R	(2.00)	($334,380)	R	1.00	$454,735	R	1.00	$266,722	R		($176,570)
					NR		-	NR	-	-	NR		-	NR		$107,129	NR		-

FRD
Gen Gov Team

05/24/2010

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions - General Assembly

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(11)	(12)	(13)	(14)
					Add'al 5% Reductions FY 10-11	R/NR	Governor's Recommended Changes - 5%	R/NR	Senate -5.82%	R/NR	Proposed House -3.6%	R/NR
11000/General Assembly												
	111050	Senate-Temporaries	531311	REG(NS) Temp Wages	($272,184)	R	($272,184)	R	($375,644)	R	($272,184)	R
	112050	House-Temporaries	531311	REG(NS) Temp Wages	($749,940)	R	($749,940)	R	($1,020,501)	R	($749,940)	R
	1211503000	Adm.-Printing Services-Temporaries	531311	REG(NS) Temp Wages	($22,054)	R	($22,054)	R	($46,977)	R	($22,054)	R
	121250	Bill Drafting Division-Temporaries	531311	REG(NS) Temp Wages	($21,110)	R	($21,110)	R	($51,032)	R	($21,110)	R
	121350	General Research - Temporaries	531311	REG(NS) Temp Wages					($9,122)	R		
	121450	Fiscal Research - Temporaries	531311	REG(NS) Temp Wages					($7,945)	R		
	121550	Building Maintenance-Temporaries	531311	REG(NS) Temp Wages	($28,118)	R	($28,118)	R	($32,533)	R	($28,118)	R
	121650	Food Service-Temporaries	531311	REG(NS) Temp Wages	($11,718)	R	($11,718)	R	($15,737)	R	($11,718)	R
	121950	Program Evaluation	531311	REG(NS) Temp Wages					($12,498)	R		
	123050	Institute Of Government	531311	REG(NS) Temp Wages	($5,095)	R	($5,095)	R	($9,354)	R	($5,095)	R
	111040	Senate-Staff	531411	OT Pay-Appropriated	($10,000)	R						
	1211402000	Adm. Financial Services-Staff	531411	OT Pay-Appropriated	($15,000)	R						
	121250	Bill Drafting-Temporaries	531411	OT Pay-Appropriated	($609)	R					($609)	R
	111050	Senate-Temporaries	531461	EPA& SPA-Longvty Pay	($15,062)	R	($15,062)	R	($15,062)	R	($15,062)	R
	112050	House-Temporaries	531461	EPA& SPA-Longvty Pay	($29,567)	R	($29,567)	R	($29,567)	R	($29,567)	R
	1211503000	Adm.-Printing Services-Temporaries	531461	EPA& SPA-Longvty Pay	($1,045)	R	($1,045)	R	($1,045)	R	($1,045)	R
	121240	Bill Drafting-Staff	531461	EPA& SPA-Longvty Pay		R	($609)	R	($609)	R		
	1110	Senate	531511	Social Sec Contrib	($21,976)	R	($21,976)	R	($29,891)	R	($21,976)	R
	1120	House	531511	Social Sec Contrib	($59,632)	R	($59,632)	R	($80,330)	R	($59,632)	R
	1211503000	Adm.-Printing Services-Temporaries	531511	Social Sec Contrib	($1,766)	R	($1,766)	R	($3,673)	R	($1,766)	R
	1212	Bill Drafting	531511	Social Sec Contrib	($1,661)	R	($1,661)	R	($3,950)	R	($1,661)	R
	1213	General Research	531511	Social Sec Contrib					($698)	R		
	1214	Fiscal Research	531511	Social Sec Contrib					($608)	R		
	1215	Building Maintenance	531511	Social Sec Contrib	($2,151)	R	($2,151)	R	($2,489)	R	($2,151)	R
	1216	Food Services	531511	Social Sec Contrib	($896)	R	($896)	R	($1,203)	R	($896)	R
	1219	Program Evaluation	531511	Social Sec Contrib					($956)	R		
	1230	Institute Of Government	531511	Social Sec Contrib	($390)	R	($390)	R	($716)	R	($390)	R
	1110	Senate	531521	Reg Retire Contrib	($27,824)	R	($27,824)	R	($38,698)	R	($27,824)	R
	1120	House	531521	Reg Retire Contrib	($79,562)	R	($79,562)	R	($107,998)	R	($79,562)	R
	1211503000	Adm.-Printing Services-Temporaries	531521	Reg Retire Contrib	($2,679)	R	($2,679)	R	($5,297)	R	($2,679)	R
	1212	Bill Drafting	531521	Reg Retire Contrib	($2,282)	R	($2,282)	R	($5,427)	R	($2,282)	R
	1213	General Research	531521	Reg Retire Contrib					($959)	R		
	1214	Fiscal Research	531521	Reg Retire Contrib					($835)	R		
	1215	Building Maintenance	531521	Reg Retire Contrib	($2,955)	R	($2,955)	R	($3,419)	R	($2,955)	R
	1216	Food Service	531521	Reg Retire Contrib	($1,232)	R	($1,232)	R	($1,654)	R	($1,232)	R
	1219	Program Evaluation	531521	Reg Retire Contrib					($1,314)	R		
	1230	Institute Of Government	531521	Reg Retire Contrib	($535)	R	($535)	R	($983)	R	($535)	R

FRD
General Govt. Team
May 25, 2010

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions - General Assembly

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(11)	(12)	(13)	(14)
					Add'al 5% Reductions FY 10-11	R/NR	Governor's Recommended Changes - 5%	R/NR	Senate -5.82%	R/NR	Proposed House -3.6%	R/NR
	1217	Information System	532140	Contractual Services	($82,000)	R	($82,000)	R	($86,614)	R	($82,000)	R
	1219	Program Evaluation	532199	Misc. Contractual Services	($198,114)	R	($124,649)	R	($124,649)	R		
	1217	Information Systems	532448	Maintenance Agreement	($1,284)	R	($1,284)	R	($1,637)	R	($1,284)	R
	1217	Information Systems	532449	Maintenance Agreement	($13,066)	R	($13,066)	R	($13,551)	R	($13,066)	R
	1110	Senate	532732	Travel/Other Employee	($15,000)	R						
	111020	Senate-Membership	532714	Travel/Other Employee	($33,002)	R	($33,002)	R	($33,002)	R	($33,002)	R
	111020	Senate-Membership	532727002	Travel/Other Employee	($115,492)	R	($115,492)	R	($115,492)	R	($115,492)	R
	1120	House-	532714	Travel/Other Employee	($5,000)	R						
	1120	House	532732	Travel/Other Employee	($20,000)	R						
	112020	House-Membership	532714	Travel/Other Employee	($79,945)	R	($79,945)	R	($79,945)	R	($79,945)	R
	112020	House-Membership	532727002	Travel/Other Employee	($272,012)	R	($272,012)	R	($272,012)	R	($272,012)	R
	1110	Senate	533110	General Admin. Supplies	($9,336)	R			($1,412)	R		
	1220	Legislative Res. Comm.	537195	LRC Reserves	($25,203)	R						
	1900008304	Contingency Reserves	537195	Contingency Reserves			($648,203)	R	($648,203)	R	($78,200)	R
				TOTAL	($2,256,497)	R	($2,731,696)	R	($3,295,241)	R	($2,037,044)	R

FRD
General Govt. Team
May 25, 2010

GENERAL GOVERNMENT - Office of State Controller (OSC)

FY 2010-11 Budget Reductions

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
					Add'al 5% Reductions FY 10-11	R/NR	Governor's Recommended Changes - 3.9%	R/NR	Senate - 6.1%	R/NR	House Proposed Budget - 4.9%	R/NR
14160/State Controller												
	1000	Department-Wide		Eliminate four positions, based upon average salaries for OSC.								
			531211	Salaries	($210,896)	R	($210,896)	R	($210,896)	R		
			531511	Social Security	($16,134)	R	($16,134)	R	($16,134)	R		
			531521	Retirement	($18,453)	R	($18,453)	R	($22,165)	R		
			531561	Medical Insurance	($14,517)	R	($14,517)	R	($19,716)	R		
			532120	Financial Audit Services	$0		($15,000)	R	($15,000)	R		
			533100	General Admin Services	$0		($25,000)	R	($16,089)	R		
24160	2400	Department-Wide		Cash Balance	($138)	NR	($138)	NR	($138)	NR	($138)	NR
24160	2403	Department-Wide		Cash Balance	($605,000)	NR	($605,000)	NR	($605,000)	NR	($605,000)	NR
24160	2500	Department-Wide		Cash Balance	($442,460)	NR			($442,460)	NR	($442,460)	NR
24160	2600	Department-Wide		Cash Balance	($77,080)	NR			($77,080)	NR	($77,080)	NR
				Total w/ Position Reductions	**($260,000)**	**R**	**($300,000)**	**R**	**($300,000)**	**R**		
					$1,124,678	**NR**	**$605,138**	**NR**	**$1,124,678**	**NR**	**$1,124,678**	**R**
					-4.00		**-4.00**		**-4.00**			

FRD
General Govt Team
May 25, 2010

GENERAL GOVERNMENT											
FY 2010-11 Budget Reductions - Treasurer											
Budget Code/ Department Name	**(2) Fund Code**	**(3) Division Name**	**(4) Expenditure Acct**	**(5) Description of Change (with position adjustment, if applicable)**	**(6)**	**(7)**	**(8)**	**(9)**	**(10)**	**(11)**	**(12)**
					Add'al 5 % Reductions FY 10-11 (Actual Reductions = -3%)	**R/NR**	**Governor's Recommended Changes - 2.4%**	**R/NR**	**Senate**	**House Proposed Budget Reductions -3%**	**R/NR**
13410/Treasurer											
	1210	Investment Management		Operating Budget Reductions			($187,000)	R			
			532120	Finan/Audit Services	($143,163)	R				($143,163)	R
			532199	Misc Contractual Services	($32,071)	R				($32,071)	R
			532712	Air - Out of State	($10,000)	R				($10,000)	R
			532714	Transp - Ground - In State	($2,000)	R				($2,000)	R
			532715	Transp - Ground - Out of State	($1,000)	R				($1,000)	R
			532721	Lodging - In State	($3,000)	R				($3,000)	R
			532722	Lodging - Out of State	($10,000)	R				($10,000)	R
			532724	Meals - In State	($3,000)	R				($3,000)	R
			532725	Meals - Out of State	($6,000)	R				($6,000)	R
				Subtotal	**($210,234)**	**R**	**($187,000)**	**R**		**($210,234)**	**R**

FRD
General Govt. Team
March 25, 2010

GENERAL GOVERNMENT											
FY 2010-11 Budget Reductions - Treasurer											
Budget Code/ Department Name	**(2) Fund Code**	**(3) Division Name**	**(4) Expenditure Acct**	**(5) Description of Change (with position adjustment, if applicable)**	**(6)**	**(7)**	**(8)**	**(9)**	**(10)**	**(11)**	**(12)**
					Add'al 5 % Reductions FY 10-11 (Actual Reductions = -3%)	**R/NR**	**Governor's Recommended Changes - 2.4%**	**R/NR**	**Senate**	**House Proposed Budget Reductions -3%**	**R/NR**
	1310	Local Government Operations									
				Eliminates salaries and benefits of three vacant Administrative Support positions - Administrative Support Specialist (#60009095) at $33,750, Administrative Support Specialist (#60009075) at $36,542, and Administrative Support Associate (#60009100) at $28,366; and reduces expenditure accounts. 531211 Salaries ($98,658) 531511 Social Security ($7,547) 531521 Retirement ($10,369) 531561 Medical Insurance ($14,787)	($131,361)	R	($127,520)	R		($131,361)	R
			532840	Postage	($34,088)	R	($54,000)	R		($38,088)	R
			533110	General Office Supplies	($4,000)						
				Subtotal	**($169,449)**	R	**($181,520)**			**($169,449)**	R
	1510	Banking Operations		Eliminates salary and benefits for three vacant Administrative Support positions - Banking Specialist(#60009282) at $27,615, Senior Banking Specialist (#60009304) at $31,100, and Accountant (#60009090) a $51,500; and reduce expenditure accounts. 531211 Salaries ($110,215) 531511 Social Security ($8,431) 531521 Retirement ($11,584) 531561 Medical Insurance ($14,787)	($145,017)	R	($36,671)	R		($145,017)	R

GENERAL GOVERNMENT

FY 2010-11 Budget Reductions - Treasurer

Budget Code/ Department Name	(2) Fund Code	(3) Division Name	(4) Expenditure Acct	(5) Description of Change (with position adjustment, if applicable)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
					Add'al 5 % Reductions FY 10-11 (Actual Reductions = -3%)	R/NR	Governor's Recommended Changes - 2.4%	R/NR	Senate	House Proposed Budget Reductions -3%	R/NR
			532811	Telephone Service	($1,628)	R	($17,000)	R		($1,628)	R
			532840	Postage	($1,500)	R				($1,500)	R
				Subtotal	**($148,145)**	R	**($53,671)**	R		**($148,145)**	R
				TOTAL 5% w/ Position Reductions	**($527,828)**	**R**	**($422,191)**	**R**	**$0**	**($527,828)**	**R**
					-6.00		**-4.00**			**-6.00**	
13412/Treasurer - Retirement for Fire				**NO LEGISLATIVE ACTION REPORTED**							

GEN GOV EXPANSION ITEMS for FY10-11
5/26/10

Elections	
Maintenance of Effort for HAVA (to receive $2,035,430)	$107,129 R
Good Government Package:	
Attorney	$100,000 R 1.0 FTE
Software development	$350,000 R
Administration	
Facilities Maintenance positions for NC Museum of Art	$1,109,477 R 8.0 FTE
Auditor	
Positions eliminated in FY 09-10 (to be able to continue audits of Clerks of Court & Community Colleges)	$372,675 R 4.0 FTE
Ethics	
Good Government Package	$547,600 4.0 FTE
Insurance	
Positions for Federal Health Care Reform	$1,150,693 13.0 FTE
Revenue	
Modernization of eFile platform	$47,600 R $1,457,118 NR
Licenses for Tax Imaging	$613,440 R
Addition of 3 Internal Auditors	$250,307 R $9,000 NR
Data Cleansing and Service Audit Project (Retirement Division)	$1,192,164 NR

VISITOR REGISTRATION SHEET

E. Govt — 5-26-10

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Dennis Reynolds	TCI
Melanie Soler	DCR
Linda Carlisle	DCR
Carl Dean	DSP
A. James	OSBM
Thomas Check	OSC
Tony Sohazi	DST
Melvin Lee	OSBM
Tami Luckwaldt	NCDOT
Helen McCann	NC Rural Center
Bern Kincaid	John Locke Foundation

VISITOR REGISTRATION SHEET

2 Hunt 5-26-10

Name of Committee Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Pam Wortham	DST
John Hawkins	Manning Fulton
Michelle Frazier	" "
Robert Wilson	SOS
Stan Williams	NCS
[illegible]	Intern
Perry Newson	SEC
Caroline Valand	Lt. Gov
Joe Lanier	Nelson Mullins
Ed [illegible]	Bowles Rivera
[illegible]	J Warren Cobb

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Barbara Bowen	OSBM
Dennis Patterson	OSA
Elizabeth Colcord	DOR
Michael Houser	DOR
Margaret Mathews	NCHFA
Charline Shabazz	ASP
Vicky Young	NCDOE
Allison	NCACC
Michael Williamson	Dept. State Treasurer
David Starling	DST
Jim Crooke	DOI

HOUSE PAGES

NAME OF COMMITTEE R. Govt DATE 5-26-10

1. Name: Erika Atkins

   County: Surry

   Sponsor: Stevens

2. Name: Anthony Akins

   County: Guilford

   Sponsor: Alma Adams

3. Name: _____

   County: _____

   Sponsor: _____

4. Name: _____

   County: _____

   Sponsor: _____

5. Name: _____

   County: _____

   Sponsor: _____

SGT-AT-ARM

1. Name: Judy Turner
2. Name: Martha Tanner
3. Name: _____
4. Name: _____

House

CT Odn 8:33 Am
Adjourn 9:58 Am
Until 8:30 Am tomorrow

ATTENDANCE

2009 – 2010 Session

House Appropriations / Subcommittee on General Government

DATES	8:30 AM 5/26/10
Rep. Susan Fisher, Chair	✓
Rep. Alice Underhill, Chair	✓
Rep. Fred Steen, Vice-Chair	
Rep. Russell Tucker, Vice-Chair	✓
Rep. Larry Brown	✓
Rep. George Cleveland	✓
Rep. Elmer Floyd	✓
Rep. Grey Mills	✓
Rep. Jane Whilden	✓
Sen. Katie Dorsett, Chair	
Sen. Bob Atwater, Co-Chair	
Sen. Andrew Brock	
Sen. Don East	
Sen. David Hoyle	
Staff	
Michele Nelson	
Claire Hester	
Tazra Mitchell	
Tiesha Pope	
SAA -	
Audrey Turner	
Martha Parrish	

Pages: Erica Atkins, Surry Co
Anthony Aikens, Gilford Co.

Appropriations
House Subcommittee on General Government

Room 1425, Legislative Building

May 27, 2010
8:30 AM

Minutes

The House Appropriations Subcommittee on General Government met on Thursday, May 27, 2010 at 8:30 AM.

Members of the Subcommittee on General Government present were: Representatives, Fisher and Underhill, Chairs; Tucker, Vice-Chair; Brown, Cleveland, Floyd, Mills, and Whilden.

Fiscal Staff members present were Michele Nelson, Claire Hester, Tiesha Pope, and Tazra Mitchell.

A visitor registration sheet is attached (Attachment One).

Representative Fisher called the meeting to order and recognized the Pages and Sergeant-at-Arms.

Representatives Underhill and Fisher co-chaired the committee meeting. The first item for discussion was the *Proposed Special Provisions for S897: Appropriations Act of 2010* (see attachment).

The next item discussed was the *Proposed Subcommittee Report for S897: Appropriations Act of 2010* (see attachment). Ms. Hester, Fiscal Staff, was called upon to explain an error in the report. On Page J-29 (#2479) was reported as recurring while it is actually non-recurring. The dollar amount does not change. Representative Underhill made a motion to amend this item to read non-recurring. Representative Tucker seconded the motion. A vote was called for and the motion passed.

Ms. Hester read the Rules for Subcommittee Procedure read to the members of the committee (see attachment).

Discussion and explanation followed. Representative Tucker moved to accept the Special Provision package as amended. Representative Floyd seconded the motion. A vote was called for and the motion passed.

After discussion of the money report and questions were asked of representatives from the NC Symphony, Ethics Commission, and the Department of Revenue. Staff shared information with the members pertaining to the Department of State Treasurer Budget Expansion Requests. These items were included in the Treasurer's Financial Operations

Division and the Retirement Division. All funding would be 100% receipt funded, and no general fund appropriation was requested. After discussion, Representative Tucker made the motion to accept the committee's recommendation of this report. It was seconded by Representative Jane Whilden. A vote was called for and the motion passed.

After a question and answer period and discussion, Representative Tucker moved to accept the recommendations of the Chairs and Staff to accept the Proposed Subcommittee Report for S897: Appropriations Act of 2010. Representative Floyd seconded the motion. A vote was called for and the motion passed; with Representative Cleveland voting against the motion.

The meeting adjourned at 9:21 AM.

The minutes for the House Appropriations Subcommittee on General Government meeting on May 27, 2010 at 8:30 A.M. are available in their entirety on CD through the Financial Service Division of the North Carolina General Assembly.

Alice G. Underhill

Rep. Alice G. Underhill, Chair

Judy Veorse

Judy Veorse, Committee Clerk

AGENDA
House APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
May 25, 2010
8:30 a.m.
Room 1425

Representative Alice Underhill, Chairing

Representative Susan Fisher

Review of Senate Money Report and Special Provisions

General Government Team

Discussion of Target and Procedures for House Budget

Discussion of Agency Reductions and Special Provisions for House Package

2010 Session
General Government Appropriations Subcommittee

TARGETS

~~House~~ Senate	~~Senate~~ House	
$417,659,784	$423,877,100	**Difference** **$6,217,216**

FRD
General Government Team
May 24, 2010

N.C. HOUSE APPROPRIATIONS SUBCOMMITTEES
APPROACH TO DEVELOPING THE 2010-11 BUDGET

As you conduct subcommittee activities and deliberations, please develop subcommittee spending proposals as follows:

1. **No Expansion Except for Economic Development**

2. **Continuation Reviews and Items Funded Non-recurring in FY 2009-10**
   Funding may be provided to continue programs under Continuation Review, if justified, or for other items funded with non-recurring funds in the FY 2009-10, only on a non-recurring basis within subcommittee spending targets.

3. **Build on Governor and Senate Budget Reduction Proposals**
   Focus on:
   - Individual programs, including non-essential, ineffective, obsolete, redundant or new programs and services.
   - Specific line items within programs. (See list at bottom of page.)

4. **Use Governmental and Proprietary Fund Cash Balances**
   Cash balances can be transferred to the General Fund; expenditures can be transferred to the other funds.

5. **Consider FY 2009-10 Agency Spending Level**
   Review current agency spending level to see if the Governor's holdbacks for State agencies can be made permanent.

6. **Review Vacant Positions for Potential Reduction**

7. **No Fee Increases or Adjustments**
   The Full Chairs of House Appropriations may consider exceptions on a case-by-case basis.

8. **Use Federal Receipts**
   Budget any federal receipts such as American Recovery and Reinvestment Act (ARRA) and Temporary Assistance for Needy Families (TANF). To the extent possible and allowed by federal regulations, use the funds for supplanting and for non-recurring needs.

9. **Finally, Consider Applicable Recommendations Found In Any of the Following:**
   - Reports issued by the General Assembly's Program Evaluation Division
   - Prior and current studies and Continuation Reviews, particularly those mandated in S.L. 2009-451.

Specific Line Items within Agencies To Consider

1. Direct appropriations and grants to nonprofit organizations
2. Salary Reserves
3. Contracted services, personal and miscellaneous
4. Rental/lease of equipment, including cellular phones
5. Travel and other employee expense
6. Furniture and equipment replacement schedules
7. Loan programs

VISITOR REGISTRATION SHEET

Gen Gov. — 5/27 1:10

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
A ALLOW	NCACC
Thomas Check	OSC
Rodney Bass	NCAA
Wesley Taylor	NCGA
Perry Newson	SEA
John Hardin	Manning Fulton
Margaret Mahoney	NCHFA
Bill Rowe	NC Justice Center
Ken Lay	NCDOR
A Sorrell	DST
P Norman	DST

VISITOR REGISTRATION SHEET

Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
BRIAN DEMPSEY	MWC
Caroline Valand	Lt. Gov
[signature]	NSS
Michelle Frazier	MF+S

VISITOR REGISTRATION SHEET

Gen Gov. — 5/27/10

Name of Committee — Date

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Barbara Bawes	OSBM
Stan Williams	NCS
Carl Goodwin	OSP
Carl Dean	OSP
Dennis Patterson	~~OSA~~
Dick Barnes	OSA
Robert Wilson	SOS
Michael Houser	NC DOR
Elizabeth Colcord	NC DOR
Melvin Lee	OSBM
A. James	OSBM

VISITOR REGISTRATION SHEET

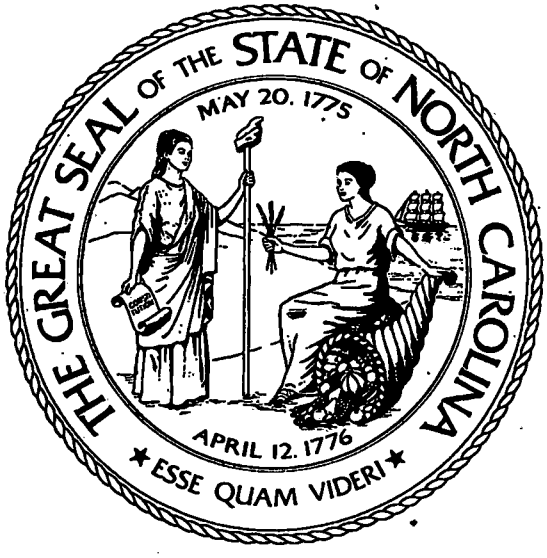
Name of Committee **Date**

VISITORS: PLEASE SIGN IN BELOW AND RETURN TO COMMITTEE CLERK

NAME	FIRM OR AGENCY AND ADDRESS
Chris Acree	DJA
Melanie Soder	DCR

House Appropriations Subcommittee on General Government

Proposed Special Provisions for S897: Appropriations Act of 2010



May 27, 2010

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-AUD-H1(S21.1)i

Department of State Auditor
Appropriations Subcommittee on General Government

Requested by: Representative

BATTLESHIP COMMISSION PAY FOR AUDIT

SECTION 21.1. G.S. 143B-74.1 reads as rewritten:

"**§ 143B-74.1. U.S.S. North Carolina Battleship Commission – funds.**

The Commission shall establish and maintain a "Battleship Fund" composed of the moneys which may come into its hands from admission or inspection fees, gifts, donations, grants, or bequests, which funds will be used by the Commission to pay all costs of maintaining and operating the ship for the purposes herein set forth. The Commission shall maintain books of accounting records concerning revenue derived and all expenses incurred in maintaining and operating the ship as a public memorial. The operations of the Commission shall be subject to the oversight of the State Auditor pursuant to Article 5A of Chapter 147 of the General Statutes. The Commission shall reimburse the State Auditor the cost of any audit. The Commission shall establish a reserve fund in an amount to be determined by the Secretary of Cultural Resources to be maintained and used for contingencies and emergencies beyond those occurring in the course of routine maintenance and operation, and may authorize the deposit of this reserve fund in a depository to be selected by the Treasurer of North Carolina."

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-AUD-H2(S21.2)i

Department of State Auditor
Appropriations Subcommittee on General Government

Requested by: Representative

STATE PORTS AUTHORITY PAY FOR AUDIT

SECTION 21.2. G.S. 143B-464 reads as rewritten:

"**§ 143B-464. Audit.**

The operations of the State Ports Authority shall be subject to the oversight of the State Auditor pursuant to Article 5A of Chapter 147 of the General Statutes. The State Ports Authority shall reimburse the State Auditor the cost of any audit."

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-CULRES-H1(S22.1)i

Department of Cultural Resources
Appropriations Subcommittee on General Government

Requested by: Representative

MODIFY TERMS OF THE 2007-2008 GRANT-IN-AID FOR FREEDOM MONUMENT

SECTION 22.1. Funds appropriated by the 2007 General Assembly as a grant-in-aid for North Carolina Freedom Monument Project, Inc., to fabricate and construct a monument that have not been used for this purpose may be used by North Carolina Freedom Monument Project, Inc., for planning and development of preconstruction stages of the monument.

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-CULRES-H2

Department of Cultural Resources
Appropriations Subcommittee on General Government

Requested by: Representative

FUNDS FOR NC SYMPHONY

SECTION #. Of the funds appropriated in this act to the Office of State Budget and Management-Special Appropriations, the sum of one million five hundred thousand dollars ($1,500,000) in nonrecurring funds for the 2010-2011 fiscal year shall be allocated to the North Carolina Symphony in accordance with this section.

SECTION #.(b) It is the intent of the General Assembly that the NC Symphony achieve its goal of raising the sum of eight million dollars ($8,000,000) in non-State funding to support the operations of the Symphony. To that end, upon demonstrating to the Office of State Budget and Management that the NC Symphony has reached fund-raising targets in the amounts set forth in this subsection, the NC Symphony shall receive allocations from the Office of State Budget and Management as follows:

(1) Upon raising the initial sum of four million dollars ($4,000,000) in non-State funding, the NC Symphony shall receive the sum of five hundred thousand dollars ($500,000).

(2) Upon raising an additional sum of two million dollars ($2,000,000) in non-State funding for a total amount of six million dollars ($6,000,000) in non-State funds, the NC Symphony shall receive the sum of five hundred thousand dollars ($500,000).

(3) Upon raising an additional sum of two million dollars ($2,000,000) in non-State funding for a total sum of eight million dollars ($8,000,000) in non-State funds, the NC Symphony shall receive the final sum of five hundred thousand dollars ($500,000) for the 2010-2011 fiscal year.

SECTION #.(c) Funds allocated pursuant to this section are in addition to any other funds allocated to the NC Symphony in this act.

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-HFA-H1A(S23.1)

Housing Finance Agency
Appropriations Subcommittee on General Government

Requested by: **Representative**

ALLOW HOUSING FINANCE AGENCY TO CREATE A CORPORATION TO RECEIVE FEDERAL FUNDS FROM THE "HARDEST HIT HOUSING MARKETS" PROGRAM

SECTION 23.1. G.S. 122A-5 reads as rewritten:

"**§ 122A-5. General powers.**

The Agency shall have all of the powers necessary ~~or convenient~~ to carry out ~~and effectuate~~ the ~~purposes and~~ provisions of this Chapter, including, but without limiting the generality of the foregoing, the power:

...

(28) To form corporations for the purpose of receiving and administering funds from federal programs that prohibit an entity receiving funds from being a State agency."

DRAFT
SPECIAL PROVISION



2010-OSBM-H2-P

Office of State Budget and Management
Appropriations Subcommittee on General Government

Requested by: **Representative**

MILITARY MORALE AND WELFARE FUND

SECTION #.(a) Of the funds appropriated to the Office of State Budget and Management, the sum of five hundred thousand dollars ($500,000) for the 2010-2011 fiscal year shall be placed in a Reserve for the Military Morale, Recreation, and Welfare Fund.

SECTION #.(b) The Office of State Budget and Management shall distribute for the purposes described in this section the amount appropriated by subsection (a) of this section. That amount shall be distributed to each military installation on a per capita basis.

SECTION #.(c) Funds distributed to a military installation exchange under this section must be deposited in the Military Morale, Recreation, and Welfare Fund for that installation and used only for community services and other expenditures to improve quality of life programs for military members and their families in North Carolina.

SECTION #.(d) Beginning with the 2010-2011 fiscal year, each military installation shall report at least annually on the allocation and use of the funding to the Joint Legislative Commission on Governmental Operations.

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2009

DRAFT
SPECIAL PROVISION

2010-CONT-H1

Department of State Controller
Appropriations Subcommittee on General Government

Requested by: Representative

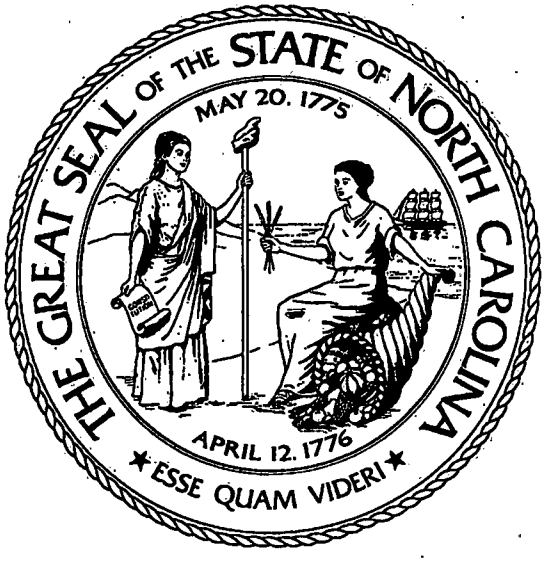
ADD OFFICE OF STATE PERSONNEL DIRECTOR TO BEACON PROJECT STEERING COMMITTEE

SECTION #. Section 6.16(b) of S.L. 2008-107 reads as rewritten:

"**SECTION 6.16.(b)** The State Controller shall serve as the Chairman of the BEACON Project Steering Committee. The other members of the committee shall be the State Chief Information Officer, the State Treasurer, the Attorney General, the Secretary of Correction, the Administrative Officer of the Courts, the State Budget Officer, the State Personnel Director, and the Chief Financial Officer of the Department of Transportation."

House Appropriations Subcommittee on General Government

Proposed Subcommittee Report for S897: Appropriations Act of 2010



May 27, 2010

Administration

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$67,446,884

Budget Changes

1111 Office of the Secretary

1 Reduce Various Operating Expenses ($114,089) R

Reduces miscellaneous operating expenses.

Temporary services ($64,080)
Contracted services ($50,000)

1121 Fiscal Management

2 Transfer 1.5 FTE to Receipt Support ($83,250) R

Transfers salaries and benefits for 1.5 FTE to receipt support:

-1.50

60014102: Accountant (0.50 FTE)
60014119: Accountant (0.25 FTE)
60014118: Accountant (0.50 FTE)
60014107: Accounting Clerk (0.13 FTE)
60014114: Accounting Technician (0.12 FTE)

1122 Human Resources Management

3 Transfer 1.2 FTE to Receipt Support ($71,271) R

Transfers salaries and benefits for 1.2 FTE to receipt support:

-1.20

60014092: Staff Development Specialist III (0.20 FTE)
60014094: Safety Officer III (0.20 FTE)
60014098: Personnel Technician I (0.20 FTE)
60014096: Personnel Technician II (0.20 FTE)
60014093: Personnel Analyst II (0.20 FTE)
60014097: Personnel Analyst II (0.20 FTE)

1123 Historically Underutilized Businesses

4 Reduce Operating Expenses ($37,740) R

Reduces operating expenses, including travel, conference fees, and contracted services.

1264 Agency for Public Telecommunications

5 Transfer 1.0 FTE to Receipt Support ($67,442) R

Transfers salary and benefits for 1.0 FTE to receipt support: -1.00

60014549: TV Producer/Director II

531211	Salaries	($52,905)
531511	Social Security	($4,047)
531521	Retirement	($5,560)
531561	Medical Insurance	($4,929)

1311 Office of State Personnel

6 Reduce Various Operating Accounts ($284,000) R

Reduces various operating accounts:

532821	Computer/Data Processing Services	($145,000)
532170	Temporary Employees	($50,000)
532700	Travel	($15,000)
533110	Supplies - General Office	($10,000)
534511	Supplies - Office Furniture	($5,000)
535830	Membership & Dues	($15,000)
532143	LAN Support Serv.	($5,000)
532144	PC Printer Support Serv.	($10,000)
532812	Telecomm. Data Charge	($7,000)
532822	Managed LAN Services	($7,000)
532930	Registration Fees	($5,000)
536905	Employer OJT Incentive	($10,000)

1411 State Construction Office

7 Eliminate 2.0 Filled and 1.0 Vacant Positions ($233,914) R

Eliminates salaries and benefits of two filled positions and one vacant position. Specific positions for elimination have not yet been identified; the Department has flexibility to consolidate and/or eliminate positions in order to meet this reduction. -3.00

1412 State Property Office

8 Eliminate 1.0 Vacant Position

($57,967) R

Eliminates salary and benefits for 1.0 vacant position:

-1.00

60014649: Administrative Assistant II

531211	($44,886)
531511	($3,434)
531521	($4,718)
531561	($4,929)

1421 Facilities Management

9 Provide Funding to Support the New North Carolina Museum of Art Building

$1,409,477 R

Adds 8.0 FTEs, increases budgeted utility costs, and increases various operating expenses:

8.00

531211	Salary	$464,571
531511	Social Security	$35,540
531521	Retirement	$48,826
531561	Hospitalization	$39,432
531631	Worker's Compensation	$6,932
532210	Engr Serv - Electrical	$302,462
532220	Engr Serv - Nat Gas/Propane	$163,979
532230	Engr Serv - Water & Sewer	$23,126
532911	Property Insurance	$72,155
533510	Uniforms	$2,454
532199	Misc. Contractual Services	$250,000

10 Reduce Operating Expenses

($211,849) R

Reduces operating expenses:

534500	Equipment	($100,000)
532500	Equipment rental	($50,000)
533300	Vehicle Operating Costs	($50,000)
532300	Repairs	($11,849)

11 Shift Recycling Costs to Receipt Support

($29,503) R

Shifts recycling costs to receipt support. Receipts are from other state agencies whose recycling services are provided by DOA in buildings that are not owned by DOA.

12 Reduce Janitorial Services ($192,816) R

Reduces janitorial services.

13 Eliminate 2.0 Vacant Positions ($89,038) R

Eliminates salaries and benefits for two vacant positions: -2.00

60014806: Building & Environmental Supervisor ($29,575)
60014846: Facilities Maintenance Tech. - Building Trades ($37,436)

531211 Salaries	($67,011)
531511 Social Security	($5,126)
531521 Retirement	($7,043)
531561 Medical Insurance	($4,929)

14 Eliminate 4.0 Filled Positions ($194,831) R

Eliminates salaries and benefits of four filled positions: -4.00

60014738 Construction & Renovation Design Tech I
60014742 Electronics Technician III
60014769 Administrative Assistant III
60014777 Processing Assistant IV

531211 Salaries	($148,202)
531511 Social Security	($11,337)
531521 Retirement	($15,576)
531561 Medical Insurance	($19,716)

1511 Purchase and Contracts

15 Transfer 2.9 FTE to Receipt Support ($225,268) R

Transfers salaries and benefits of 2.9 FTE to receipt support: -2.90

60013901: State Procurement Specialist III (1.0 FTE)
60013860: State Procurement Specialist III (1.0 FTE)
60013899: State Purchase Administrator (0.9 FTE)

16 Reduce Various Operating Expenses ($12,500) R

Reduces budget for repairs to building.

1731 NC Council for Women/DV Commission

17 Transfer 1.5 FTE to Receipt Support ($91,979) R

Transfers salaries and benefits for 1.5 FTE to receipt support:

-1.50

60014074: Community Development Specialist I (0.50 FTE)
60019848: Community Development Specialist I (1.0 FTE)

531211 Salaries	($71,585)
531511 Social Security	($5,476)
531521 Retirement	($7,524)
531561 Medical Insurance	($7,394)

1741 Human Relations Commission

18 Reduce Rent ($24,455) R

Reduces budgeted rent due to move to DOA-owned space:

532512 Rent ($24,455)

1761 Youth Advocacy & Involvement

19 Reduce Rent ($22,205)

Reduces rent due to move to DOA-owned space:

532512 ($22,205)

1771 Veterans Affairs

20 Shifts 2.0 Positions to Receipt Support ($73,286) R

Shifts salaries and benefits of 2.0 FTEs to receipt support:

-2.00

60014225: Processing Assistant III ($27,100)
60014232: Processing Assistant III ($26,580)

531211 Salaries	($53,680)
531511 Social Security	($4,107)
531521 Retirement	($5,642)
531561 Medical Insurance	($9,858)

21 Reduce Operating Expenses ($51,453) R

Reduces operating expenses:

533700 Travel	($20,000)
532100 Supplies	($10,000)
534500 Equipment	($21,453)

1781 Domestic Violence Fund

22 Eliminate 1.0 Filled Position ($58,299) R

Eliminates salary and benefits for one filled position:

-1.00

60014567 Administrative Officer I

531211 Salaries	($45,168)
531511 Social Security	($3,455)
531521 Retirement	($4,747)
531561 Health Insurance	($4,929)

1810 State Ethics Commission

23 Increased Support for the State Ethics Commission $547,600 R

Appropriates funding for four positions and operating expenses to ensure the State Ethics Commission has resources for design, implementation, training, and technological support for an online/electronic personal and financial disclosure system (Statement of Economic Interest, or SEI), and to meet the gift ban requirement.

4.00

531211 Salaries	$218,281
531511 Soc Sec	$16,091
531521 Retirement	$22,368
531516 Med Insurance	$19,716
532140 Oth ITS	$20,400
532144 PC/Printer Support Svs	$1,680
532535 Lease Server Equip	$13,817
532542 Lease Software	$3,691
5327XX Travel	$1,500
532811 Telephone Svs	$1,500
532815 E-Mail and Calendaring	$156
5329XX Registration & Ed Expenses	$300
533XXX Supplies	$2,000
535830 Subscriptions	$6,000
532140 Oth ITS	$115,600
532199 Oth Contractual Svs	$100,000
534511 Office Furniture	$2,000
534521 Office Equipment	$2,000
534713 PC Software	$500

24 Operating Budget Adjustment to Rent ($60,000) R

Eliminates funds for office rent as Commission is now housed in State office space.

532512 Rent ($60,000)

1861 Commission on Indian Affairs

25 Reduce Rent ($29,985) R

Reduces budgeted rent due to move to DOA-owned space:

532512 Rent ($29,985)

Department-Wide

26 Reduce Travel Expenditures ($15,000) R

Reduces travel expenditures across the agency.

5327xx ($15,000)

27 Adjust ITS Rate ($3,172)

Reduces line item for ITS based on reduction in ITS rates.

532140 ($3,172)

28 Eliminate 8.0 Vacant Positions ($356,715) R

Eliminates salaries and benefits for eight vacant positions department-wide: -8.00

60013887:	State Purchase Administrator	($70,111)
60013965:	Summer Intern	($2,000)
60014664:	Administrative Assistant III	($51,594)
60013878:	Processing Assistant V	($37,768)
60014215:	Accounting Technician	($27,985)
65009979:	Accountant	($30,880)
60014716:	Building & Environmental Technician	($28,898)
60014836:	Building & Environmental Technician	($23,763)

531211 Salaries	($272,999)
531511 Social Security	($20,731)
531521 Retirement	($28,482)
531561 Medical Insurance	($34,503)

Budget Changes	**($734,950)**	R
Total Position Changes	-17.10	
Revised Total Budget	**$66,711,934**	

Auditor

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$13,255,123

Budget Changes

1120

29 Reduce Various Operating Accounts ($56,000) R

Reduces various operating accounts:

532942	Other Employee Educational Expense	($12,000)
533110	General Office Supplies	($10,000)
532430	Maint Agreement - Equipment	($6,000)
532332	Repairs - Other Computer Equip	($8,000)
532811	Telephone Service	($20,000)

1210 Field Audit

30 Eliminate 2.0 Vacant Positions ($165,232) -

Eliminates salaries and benefits for 2.0 vacant positions: -2.00

60089837: Assistant State Auditor ($73,745)
60008867: Assistant State Auditor ($57,750)

531211	Salaries	($131,495)
531511	Social Security	($10,059)
531521	Retirement	($13,820)
531561	Medical Insurance	($9,858)

31 Shift 1.0 Position to Receipt Support ($60,033) R

Shifts salary and benefits of 1.0 FTE to receipt support due to creation of billing for Battleship/State Ports Authority audits. -1.00

60008998: Assistant State Auditor ($46,635)

531211	Salaries	($46,635)
531511	Social Security	($3,568)
531521	Retirement	($4,901)
531561	Medical Insurance	($4,929)

32 Reduce Various Operating Accounts ($192,000) R

educes various operating accounts:

532714	Transp-Ground - In-state	($10,400)
532721	Lodging - In-state	($19,600)
532724	Meals - In-state	($12,700)
532725	Meals - Out-of-state	($1,500)
532715	Trans-Ground - Out-of-state	($800)
532722	Lodging - Out-of-state	($300)
532723	Misc. Travel	($900)
532726	Misc. Travel	($250)
5345xx	Equipment/Computers	($145,550)

Budget Changes **($473,265)** R

Total Position Changes -3.00

Revised Total Budget **$12,781,858**

Cultural Resources

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
$73,249,990

Budget Changes

1110 Office of the Secretary

33 Operating Budget and Personnel Adjustments ($169,749) R
($249,419) NR

Reduces funding for Misc Contractual Services. Additionally, 21.5 positions will remain vacant for four months of FY 2010-11 with a non-recurring reduction of $249,419.

532199 Misc Contractual Services	($169,749)

1120 Administrative Services

34 Personnel and Operating Budget Adjustments ($130,792) R

Eliminates salary and benefits of a vacant Purchasing Agent II position (#60083290), and reduces funding for IT and office furniture. -1.00

531211 Salaries	($21,471)
531511 Social Security	($1,643)
531521 Retirement	($2,257)
531561 Medical Insurance	($4,929)
532490 Maint Agreement	($48,382)
534511 Furniture	($52,110)

1210 Archives & History - Admin

35 Eliminate Personnel Costs and Adjust Expenditure Accounts ($82,262) R

Eliminates salary and benefits, but not FTE, for Administrative Officer position (#60083312), and reduce expenditure accounts.

531211 Salaries	($63,157)
531511 Social Security	($4,832)
531521 Retirement	($6,638)
531561 Medical Insurance	($4,929)
532722 Lodging-out of state	($490)
534511 Furniture	($1,416)
534521 Office Equipment	($800)

1220 Historical Publications

36 Eliminate Filled Positions and Reduce Operating Budget

($210,495) R

-3.69

Eliminates salaries and benefits of three filled positions: Historic Pub Editor III (#60083317) at $53,023; Historic Pub Editor II (#60083319) at $43,296; and Historic Pub Editor I (#60083323) at $31,622; and transfers split-funding of $22,227 (0.69 FTE) for Info & Comm Specialist position (#60083321) including benefits. Also reduces expenses for various expenditure accounts.

531211	Salaries	($150,168)
531460	EPA & SPA Longvty Pay	(2,586)
531511	Social Security	($11,408)
531521	Retirement	($15,783)
531561	Medical Insurance	($14,787)
532199	Misc Contractual Svs	($262)
532333	Repairs	($700)
532490	Maint Agreement	($590)
532714	Transp- Grd-In State	($653)
532800	Communication	($10,948)
533110	Gen Office Supplies	($2,260)
533900	Oth materials & Supplies	($200)
535800	Oth Admin Expenses	($150)

1230 Archives and Records

37 Transfer Personnel to Receipt Support and Adjust Operating Budget

($609,548) R

-7.00

Transfers salaries and benefits of seven positions to receipt-support from the Archives & Records Management (ARM) fee: Processing Asst IV (#60083347) at $28,336; Processing Asst IV (#60083363) at $27,879; Archives & Records Mgr (#60083364) at $62,792; Archives & Records Prof (#60083368) at $32,796; Processing Asst IV (#60083377) at $28,500; Processing Asst IV (#60083378) at $28,503; and Processing Asst IV (#60083392) at $25,778.

531211	Salaries	($234,584)
531511	Social Security	($17,946)
531521	Retirement	($24,655)
531561	Medical Insurance	($34,503)
532490	Maint Agreement	($47,515)
532512	Rent/Lease - Bldgs/Office	($142,765)
533900	Oth Materials & Supplies	($48,505)
534534	Personal Computers & Printers	($12,689)
534539	Other Equipment	($46,386)

1241 State Historic Sites

38 Operating Budget Adjustments ($452,827) R

Reduces division expenditure accounts.

532188 Lawns & Grounds Svs Agreement	($12,459)
532199 Misc Contractual Services	($105,883)
532390 Repairs	($250,000)
532714 Transp-Grd-In State	($69,412)
533900 Oth Materials & Supplies	($15,073)

1243 State Capitol

39 Transfer Personnel to Receipt Support ($63,133) R

Transfers salary and benefits of Administrative Officer position (#60083604) to receipt-support. -1.00

531211 Salaries	($49,258)
531511 Social Security	($3,768)
531521 Retirement	($5,177)
531561 Medical Insurance	($4,929)

1250 Historic Preservation

40 Personnel Costs and Operating Budget Adjustments ($110,086) R

Transfers salaries and benefits of two filled positions to receipt-support: Architect (#60083621) at $37,473 and Hist Pres/Restoration Specialist II (#60083623) at $44,050, and reduces travel expenses. -2.00

531211 Salaries	($81,523)
531511 Social Security	($6,237)
531521 Retirement	($8,568)
531561 Medical Insurance	($9,858)
532714 Transp-Grd-In State	($3,900)

1260 Office of State Archeology

41 Operating Budget Reductions ($26,444) R

Reduces division expenditure accounts.

532199 Misc Contractual Svs	($490)
532714 Transp- Grd-In State	($13,000)
532721 Lodging-In State	($3,954)
532724 Meals - In State	($9,000)

1290 Western Office

42 Transfer Personnel Expense

($52,947) R

Transfers salary and benefits of Archives & Records Specialist position (#60083647) at $32,796 to receipt-support.

-1.00

531211 Salaries	($40,638)
531511 Social Security	($3,109)
531521 Retirement	($4,271)
531561 Medical Insurance	($4,929)

1320 Museum of Art

43 Eliminate Personnel Expense and Adjust Operating Budget

($223,611) R

Eliminates salaries and benefits, but not FTE of two new positions: Admin Officer III (#65010906) at $41,173 and Art Handler (#65010907) at $25,705. Also reduces various expenditure accounts.

531211 Salaries	($66,878)
531511 Social Security	($5,116)
531521 Retirement	($7,029)
531561 Medical Insurance	($9,858)
532199 Misc Contractual Services	($50,000)
532390 Repairs	($75,000)
534610 Art & Artifacts	($9,730)

1330 Arts Council

44 Reduce Operating Budget

Reduces funding for grant programs.

($17,238) NR

536G32 Vagabond School of Drama	($1,474)
536G48 Lost Colony	($7,882)
536G71 Shakespeare Festival	($7,882)

1340 NC Symphony

45 Grant for NC Symphony

Appropriates non-recurring funding as grant to the Symphony.

$500,000 NR

1410 State Library Services

46 Eliminate Personnel Costs and Reduce Operating Budget ($165,521) R

Eliminates salaries and benefits of 2.50 vacant positions: W/A Processing Asst IV (#60083860) at $33,676; Library Clerk III (#60083854) at $29,079; and Processing Asst III (#60083866) at $12,905; and transfers Library Technician position (#60083851) at $36,281 to receipt-support. Also reduces various expenditure accounts. -3.50

531211 Salaries	($111,941)
531511 Social Security	($8,563)
531521 Retirement	($11,765)
531561 Medical Insurance	($17,252)
532199 Misc Contractual Services	($1,000)
534630 Librry & Lrning Res Coll	($15,000)

1500 Museum of History

47 Operating Budget Adjustments ($72,928) R

Reduces division expenditure accounts.

532512 Rent/Lease - Bldgs/Office	($24,978)
534549 Oth Motorized Vehicles	($47,950)

Budget Changes	**($2,370,343)**	R
	$233,343	NR
Total Position Changes	-19.19	
Revised Total Budget	**$71,112,990**	

Cultural Resources - Roanoke Island Commission

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$1,990,632**
Budget Changes	
1584 Roanoke Island Commission	
48 Operating Budget Reduction Reduces funds transferred to support the Roanoke Island Commission's operating budget.	($71,663) R
Budget Changes	($71,663) R
Total Position Changes	
Revised Total Budget	**$1,918,969**

General Assembly

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
$56,584,484

Budget Changes

1110 Senate

49 Operating Budget Adjustments ($485,540) R

Reduces budgeted days during the interim and budgeted weeks of session for the Senate.

531311 REG(NS) Temp Wages	($272,184)
531461 EPA& SPA-Longvty Pay	($15,062)
531511 Social Sec Contrib	($21,976)
531521 Retirement	($27,824)
532714 Travel/Other Employee	($33,002)
532727002 Travel/Other Employee	($115,492)

1120 House

50 Reductions to Operating Budget ($1,270,658)

Reduces budgeted days during the interim and budgeted weeks of session for the House.

531311 REG(NS) Temp Wages	($749,940)
531461 EPA& SPA-Longvty Pay	($29,567)
531511 Social Sec Contrib	($59,632)
531521 Retirement	($79,562)
532714 Travel/Other Employee	($79,945)
532727002 Travel/Other Employee	($272,012)

1211 Administration

51 Adjust Expenditure Accounts ($27,544) R

Reduces budgeted weeks of session in Administration Division.

531311 REG(NS) Temp Wages	($22,054)
531461 EPA& SPA-Longvty Pay	($1,045)
531511 Social Sec Contrib	($1,766)
531521 Retirement	($2,679)

1212 Bill Drafting

52 Operating Budget Adjustments ($25,662) R

Reduces budgeted weeks of session for Bill Drafting.

531311	REG(NS) Temp Wages	($21,110)
531461	EPA& SPA-Longvty Pay	($609)
531511	Social Sec Contrib	($1,661)
531521	Retirement	($2,282)

1215 Building Maintenance

53 Operating Budget Reductions ($33,224) R

Reduces budgeted weeks of session in Building Maintenance Section.

531311	REG(NS) Temp Wages	($28,118)
531511	Social Sec Contrib	($2,151)
531521	Retirement	($2,955)

1216 Food Service

54 Reductions to Operating Budget ($13,846) R

Reduces budgeted weeks of session for Food Services Section.

531311	REG(NS) Temp Wages	($11,718)
531511	Social Sec Contrib	($896)
531521	Retirement	($1,232)

1217 Information System

55 Operating Budget Adjustments ($96,350) R

Reduces various expenditure accounts.

532140	Misc Contractual Services	($82,000)
532448	Maintenance Agreement	($1,284)
532449	Maintenance Agreement	($13,066)

1230 Institute of Government

56 Operating Budget Adjustments ($6,020) R

Reduces budgeted weeks of session for the Institute of Government.

531311	REG(NS) Temp Wages	($5,095)
531511	Social Sec Contribution	($390)
531521	Retirement	($535)

1900 Contingency Reserves

57 Reduce Contingency Reserves ($271,015) R

Reduces funding for the Legislative Study Commission.

537195 Contingency Reserves ($271,015)

Budget Changes **($2,229,859)** R

Total Position Changes

Revised Total Budget **$54,354,625**

Governor

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$6,067,739**

Budget Changes

1100 Administration

58 Eliminate Personnel Costs and Reduce Operating Budget ($217,832) R

Eliminates salaries and benefits of one vacant position: W/A Administrative assistant I (#60008480).Also reduces expenditure accounts. -1.00

531211 Salaries	($39,000)
531511 Social Security	($2,985)
531521 Retirement	($4,098)
535461 Med Insurance	($4,929)
532145 Server Support Services	($17,200)
535830 Membership, Dues & Subscriptions	($149,620)

Budget Changes	**($217,832)** R
Total Position Changes	-1.00
Revised Total Budget	**$5,849,907**

Housing Finance Agency

GENERAL FUND

	FY 10-11	
Total Budget Approved 2009 Session	**$14,608,417**	
Budget Changes		
1100 HFA - Appropriation		
59 Home Protection Program Reduction	($405,592)	R
	($120,311)	NR
Reduces General Fund appropriation in anticipation of federal funding from the US Treasury that will assists states with the hardest hit unemployment rates. The reduction included recurring and non-recurring adjustments, and leaves a recurring balance of $2,474,097 for the program.		
538104 Home Protection Program ($525,903)		
Budget Changes	($405,592)	R
	($120,311)	NR
Total Position Changes		
Revised Total Budget	**$14,082,514**	

Insurance

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$32,242,706

Budget Changes

1100 Administration

60 Reduce Misc. Operating Accounts ($35,515) R

Reduces misc. operating accounts:

532430 Maint Agreement-Equipment	($5,962)
532712 Trans Air-Out State, In US	($15,709)
532840 Postage, Freight & Deliveries	($7,854)
532942 Other Employee Educational Expense	($5,990)

1200 Company Services

61 Reduce Misc. Operating Accounts ($144,203) R

Reduce misc. operating accounts:

532310	Repairs-Buildings	($10,708)
532332	Repairs-Computer Equip	($471)
532333	Repairs-Other Equipment	($1,330)
532390	Repairs-Other	($148)
532430	Maintenance Agreement-Equip	($1,080)
532441	Maintenance Agreement-Software	($437)
532443	Maintenance-Agree/Non-Wan DP Equipment	($393)
532714	Transportation-Ground - In State	($31,902)
532715	Transportation Ground-Out Of State, In Us	($802)
532721	Lodging - In State	($3,825)
532722	Lodging-Out Of State, In US	($3,751)
532724	Meals - In State	($2,513)
532725	Meals-Out Of State, In US	($1,137)
532727	Misc. - In State	($13)
532728	Misc. - Out Of State, In US	($328)
532731	Board/Non-Employee Transportation	($1,100)
532811	Telephone Service	($10,611)
532812	Telecommunication WAN	($138)
532814	Cellular Phone Services	($45)
532817	Internet Svc Provider	($295)
532840	Postage, Freight & Deliveries	($1,020)
532850	Print, Bind, Duplicating	($4,166)
532860	Advertising	($884)
532911	Property-Insurance	($159)
532913	Liability Insurance	($39)
532930	Registration Fees	($7,123)
532941	Employee Education Assist Program	($109)
532942	Other Employee Educational Expense	($14,949)
533120	Data Processing Supplies	($3,223)
533190	Other Admin Supplies	($324)
533240	Carpentry & Hardware Supplies	($118)
534511	Furniture-Office	($7,992)
534521	Office Equipment	($5,723)
534534	Personal Comp & Printer	($8,934)
534713	PC Software	($1,104)
535830	Membership Dues & Subscriptions	($3,985)
535840	Employee Awards Payment	($27)
535890	Other Administrative Expenses	($13,297)

1300 Technical Services

62 Reduce Misc. Operating Accounts ($244,550) R

Reduce misc. operating account:

532133	Employ/Employment Physicals	($23,747)
532310	Repairs-Buildings	($181)
532332	Repairs-Computer Equipment	($132)
532712	Transportation Air-Out Of State, In US	($26,111)
532714	Transportation-Ground - In State	($21,634)
532715	Trans Ground-Out Of State, In US	($10,135)
532721	Lodging - In State	($5,006)
532722	Lodging-Out Of State, In US	($15,780)
532724	Meals - In State	($1,689)
532725	Meals-Out Of State, In US	($4,403)
532727	Misc. - In State	($95)
532728	Misc. - Out Of State, In US	($375)
532840	Postage, Freight & Deliveries	($49,159)
532850	Print, Bind, Duplicating	($23,352)
532860	Advertising	($3,690)
532930	Registration Fees	($3,105)
532942	Other Employee Educational Expense	($301)
533110	General Office Supplies	($10,465)
533120	Data Processing Supplies	($2,457)
533190	Other Admin Supplies	($3)
533240	Carpentry & Hardware Supplies	($153)
534511	Furniture-Office	($3,927)
534521	Office Equipment	($785)
534534	Personal Comp & Printer	($28,710)
534539	Other Equipment	($6,284)
535830	Membership Dues	($2,871)

1400 Public Service

63 Reduce Misc. Operating Accounts ($279,487) R

Reduce misc. operating accounts:

532143	LAN Support Services	($55,000)
532170	Administrative Services	($18,851)
532712	Transportation-Out-Of-State	($2,799)
532714	Trans-Ground - In State	($874)
532715	Trans Air-Out Of State, In US	($1,728)
532721	Lodging - In State	($833)
532722	Lodging-Out Of State, In US	($2,758)
532724	Meals - In State	($408)
532725	Meals - Out-Of-State	($473)
532728	Misc.- Out Of State, In Us	($123)
532811	Telephone Services	($61,000)
532840	Postage, Freight & Deliveries	($7,888)
532840001	Post, Fr & Del Mailing Services	($58,908)
532850	Print, Bind, And Duplicating	($48,006)
532860	Advertising	($393)
532930	Registration Fees	($1,700)
532942	Other Employee Education Expense	($5,124)
533110	General Office Supplies	($6,284)
533120	Data Processing Supplies	($2,337)
534534	PC/Printer Equipment	($4,000)

1500 Office of State Fire Marshal

64 Reduce Misc. Operating Accounts ($509,865) R

Reduce misc. operating accounts:

532170	Admin Services	($14,273)
532199	Misc Contractual Services	($12,726)
532850	Printing, Binding, Duplicating	($482,866)

6110 NC Auto Retrospective Insurance Fund

65 Reduce NC Auto Retrospective Insurance Fund

Reduces the NC Auto Retrospective Insurance Fund by $1,000,000. ($1,000,000) NR

Budget Changes **($1,213,620)** R

($1,000,000) NR

Total Position Changes

Revised Total Budget **$30,029,086**

Insurance - Volunteer Safety Workers' Compensat

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	$1,561,846
Budget Changes	
66 NO LEGISLATIVE ACTION REPORTED	
Budget Changes	
Total Position Changes	
Revised Total Budget	**$1,561,846**

Lieutenant Governor

GENERAL FUND

	FY 10-11	
Total Budget Approved 2009 Session	**$931,703**	
Budget Changes		
67 **Eliminate 0.5 Vacant Positions**	($33,539)	R
Eliminates salaries and benefits for 0.5 vacant positions:	-0.50	
60008618: Information & Comm. Spec. II (0.5 FTE)		
Budget Changes	**($33,539)**	R
Total Position Changes	-0.50	
Revised Total Budget	**$898,164**	

Office of Administrative Hearings

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$4,111,476

Budget Changes

68 Reduce Operating Expenses ($30,000) R

Reduces various operating expenses across the department:

532800 Communications	($10,000)
534700 Intangible Assets	($5,000)
532700 Travel	($15,000)

69 Shift 1.0 Position to Receipt Support ($130,963) R

Shifts salary and benefits for 1.0 position to receipt support:

-1.00

60081275: Agency Attorney ($106,664)

531211 Salaries	($106,664)
531511 Social Security	($8,160)
531521 Retirement	($11,210)
531561 Medical Insurance	($4,929)

Budget Changes	**($160,963)**	R
Total Position Changes	-1.00	
Revised Total Budget	**$3,950,513**	

Revenue

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$87,790,970

Budget Changes

1629 Property Tax Division

70 Convert Property Tax Division to Receipt Support ($1,467,305) R

Converts the Property Tax Division to receipt support, including 17.0 positions. This requires an amendment to GS 105-501. -17.00

2479 Revenue IT Projects

71 Eliminates Funding for Call Recording Program ($700,000) R

Eliminates funding for Call Recording Program Budget Code 24708. The department was authorized to spend up to $700,000 of sales tax collections to implement a call recording program at the Taxpayer Assistance Call Center. The system was not implemented because cost estimates exceeded the availability of funds.

Department-Wide

72 Provide Funding for Resolution Initiative II $846,909 R

Provides funding for the Resolution Initiative II, which is estimated to collect an additional $110 million in revenue for FY 2010-11. The Department has flexibility to apply these funds towards positions and/or operating expenses.

73 Reduce Travel Reimbursement ($39,000) R

Reduces budgeted travel reimbursement:

5327xx Travel ($39,000)

74 Reduce ITS Rate ($158,647) R

Reduces budget ITS costs due to reduction in ITS rate:

532140 Information Technology Services ($158,647)

75 Eliminate 8.0 Vacant Positions ($429,831) R

Eliminates salaries and benefits for 8.0 vacant positions:

-8.00

60081419:	Tax Research Assistant Director	(Fund 1607)
60081345:	Technology Support Analyst	(Fund 1605)
60082659:	Processing Assistant IV	(Fund 1685)
60082992:	Processing Assistant IV	(Fund 1685)
60082679:	Data Entry Specialist	(Fund 1660)
60082667:	Data Entry Specialist	(Fund 1685)
60082621:	Information Processing Technician	(Fund 1685)
60081281:	Information & Communication Specialist II	(Fund 1600)

531211 Salaries	($330,399)
531511 Social Security	($25,276)
531521 Retirement	($34,725)
531561 Med Insurance	($39,432)

76 Eliminate 9.0 Vacant Positions ($371,467) R

Eliminates salaries and benefits for 9.0 vacant positions:

-9.00

60081530	Revenue Officer I	($39,649)
60081617	Processing Assistant III	($27,253)
60081638	Revenue Officer I	($39,649)
60082561	Processing Assistant IV	($31,007)
60082572	Processing Assistant IV	($31,430)
60082633	Data Entry Specialist	($26,695)
60082675	Data Entry Specialist	($25,711)
60082757	Processing Assistant III	($29,628)
60082979	Processing Assistant III	($25,811)

531211 Salaries	($276,833)
531511 Social Security	($21,178)
531521 Retirement	($29,095)
531561 Med Insurance	($44,361)

Budget Changes **($2,319,341)** R

Total Position Changes -34.00

Revised Total Budget **$85,471,629**

Secretary of State

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$11,451,488

Budget Changes

1110 General Administration

77 Eliminate Personnel Costs and Reduce Operating Budget ($174,041) R

Eliminates salary and benefits of vacant Processing Assistant IV position (#60094554) and transfers Paralegal (#60094563) and Agency Legal Specialist (#60008627) positions to Auction Rate Securities Time Limited receipts. Also, reduces expenditure accounts. -3.00

531211 Salaries	($128,540)
531511 Social Security	($9,833)
531521 Retirement	($13,510)
531561 Med Insurance	($14,787)
534534 Computer/Printers	($7,371)

1120 Publications

78 Eliminate Filled Position ($58,995) R

Eliminates filled position - Division Director (#60008652). -1.00

531211 Salaries	($45,757)
531511 Social Security	($3,500)
531521 Retirement	($4,809)
531561 Med Insurance	($4,929)

1210 Corporations

79 Eliminate Vacant Position ($35,302) R

Eliminates filled Processing Assistant IV position (#60008683). -1.00

531211 Salaries	($25,705)
531511 Social Security	($1,966)
531521 Retirement	($2,702)
531561 Med Insurance	($4,929)

1220 Certification & Filing

80 Adjustments to Personnel and Operating Budget ($85,605) R

Eliminates one vacant Processing Assistant IV (#60094577); and reduces expenditure accounts. -1.00

531211 Salaries	($25,705)
531511 Social Security	($1,966)
531521 Retirement	($2,702)
531561 Med Insurance	($4,929)
532199 Misc Contractual Svs	($50,303)

1230 Securities

81 Transfer Personnel Expense ($61,632) R

Transfers Financial Investigator position (#60008782) to Auction Rate Securities Time Limited receipt. -1.00

531211 Salaries	($47,988)
531511 Social Security	($3,671)
531521 Retirement	($5,044)
531561 Med Insurance	($4,929)

Budget Changes **($415,575)** R

Total Position Changes -7.00

Revised Total Budget **$11,035,913**

State Board of Elections

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11
	$6,221,208

Budget Changes

82 Provide Maintenance of Effort for HAVA Funds — $107,129 NR

Provides Maintenance of Effort funding in order to receive $2,035,430 of Federal HAVA funds.

83 Provide Funding for Good Government Package — $450,000 R

Provides funding for the Good Government package, including:

1.00

Attorney	$100,000
Software development	$350,000

1100 Administrative Division

84 Reduce Various Operating Accounts — ($114,632) R

Reduces various operating accounts:

532811 Telephone Services	($5,363)
532812 Telecommunications Data Charge	($20,122)
532143 LAN Supply Services	($28,387)
533150 Security & Safety	($12,100)
532100 Legal Services	($5,800)
532700 Travel	($12,860)
53218 Workshop/Conf Food Exp	($30,000)

1200 Campaign Finance Division

85 Reduce Various Operating Accounts — ($61,909) R

Reduces various operating accounts:

532811 Telephone Services	($14,909)
532812 Telecommunications Data Charge	($37,000)
532199 Misc. Contractual Services	($10,000)

Department-Wide

86	**Reduce ITS Rate** Reduces budgeted ITS costs due to reduction in ITS rate: 532140: ($29)	($29)	R

Budget Changes	**$273,430**	R
	$107,129	NR
Total Position Changes	1.00	
Revised Total Budget	**$6,601,767**	

State Budget & Management

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	**$6,407,809**
Budget Changes	
1310 State Budget, Management	
87 Eliminate Personnel Expense	($242,610) R
Eliminates salaries and benefits of two vacant positions: Deputy State Budget Officer (#60008561) - $123,095; and Auditor (#60008882) - $73,885.	-2.00
531211 Salaries ($196,980)	
531514 Social Security ($15,069)	
531516 Retirement ($20,703)	
535417 Med Insurance ($9,858)	
Budget Changes	**($242,610) R**
Total Position Changes	-2.00
Revised Total Budget	**$6,165,199**

State Budget and Management - Special

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11 $4,161,125	
Budget Changes		
1022 Special Appropriations		
88 Adjust Grant Funding Reduces the General Fund appropriation to the Humanities Council and provides a balance of $89,661 for FY 2010-11.	($3,339)	R
Reserves & Transfers		
89 Military Morale and Welfare Fund Appropriates funding to sustain historical grants to military installations in order to provide community service and quality-of-life programs for military members and their families.	$500,000	NR
Budget Changes	($3,339)	R
	$500,000	NR
Total Position Changes		
Revised Total Budget	$4,657,786	

State Controller

GENERAL FUND

Total Budget Approved 2009 Session	FY 10-11 $23,188,207	
Budget Changes		
1000 Department-Wide		
90 Close Cash Balance Accounts Eliminates remaining cash balances of four funds in Budget Code 24160:Business Infrastructure Study; Financials Planning Fund that provided the Feasibility Report on new financial systems completed in compliance with S.L. 2007-323 (HB 1473);Escheats funds collected by OSC that have been unclaimed by State agencies; and Foreign Nationals funding that supported the purchase of the last statewide license to access software for the program.	($1,124,677)	NR
2400 Business Infrastructure Study ($137) 2403 Financials Planning Fund ($605,000) 2500 Escheats ($442,460) 2600 Foreign Nationals ($77,080)		
91 Criminal Justice Law Enforcement Automated Data Services (CJLEADS) Appropriates funding for CJLEADS, which is a statewide information technology project designed to merge state criminal data records into one streamlined, comprehensive system. It will assist law enforcement and the courts by providing necessary information. Funding is provided to complete implementation of the Wake County pilot program, to begin expansion statewide, and for operational support and maintenance.	$9,000,000 $500,000 30.50	R NR
Budget Changes	**$9,000,000** **($624,677)**	R NR
Total Position Changes	30.50	
Revised Total Budget	**$31,563,530**	

Treasurer

GENERAL FUND

Total Budget Approved 2009 Session

FY 10-11
$17,565,400

Budget Changes

1110 General Administration

92 Internal Auditor Positions

Appropriates funding for the Department to employ three Internal Auditor positions. The positions were recommended by the Council of Internal Auditing in keeping with G.S. 143-746. The Internal Auditors will be responsible for developing and administering a comprehensive internal audit function for the Department. The three positions will include a Director of Internal Audit, and two additional internal auditors. The positions are supported by receipts.

Requirements	$259,307
Recurring	$250,307
Non-recurring	$ 9,000

531211	Salaries	$196,293
531511	Social Security	$ 15,016
531521	Retirement	$ 20,611
531561	Medical Insurance	$ 14,787
532811	Telephone Service	$ 1,800
533110	General Office Supplies	$ 1,800
534511	Furniture - Office	$ 4,500
534521	Office Equipment	$ 4,500

1210 Investment Management

93 Operating Budget Reductions ($210,234) R

Reduces division's operating budget.

532120	Finan/Audit Services	($143,163)
532199	Misc Contractual Services	($32,071)
532712	Air - Out of State	($10,000)
532714	Transp - Ground - In State	($2,000)
532715	Transp - Ground - Out of State	($1,000)
532721	Lodging - In State	($3,000)
532722	Lodging - Out of State	($10,000)
532724	Meals - In State	($3,000)
532725	Meals - Out of State	($6,000)

1310 Local Government Operations

94 Personnel and Budget Reductions ($125,793) R

Eliminates salaries and benefits of two vacant Administrative Support positions - Administrative Support Specialist (#60009095) at $33,750, and Administrative Support Associate (#60009100) at $28,366; and reduces expenditure accounts. -2.00

531211 Salaries	($62,116)
531511 Social Security	($4,752)
531521 Retirement	($6,528)
531561 Medical Insurance	($9,858)
532199 Misc Contractual Svs	($1,451)
32840 Postage	($34,088)
533110 General Office Supplies	($7,000)

1410 Retirement Operations

95 Service Credit Audit Team (SAT)

Allows department to increase receipts to provide the final year of funding for the Service Audit Team (SAT) in FY 2010-2011. For the past four years, SAT has worked to correct service data transferred from the legacy system. This funding completes work on all remaining unaudited pre-1997 active accounts that were targeted by the original RFP that had a five year plan.

1510 Financial Operations - Banking

96 Personnel and Operating Budget Reductions ($44,059) R

Eliminates salary and benefits for three vacant Administrative Support positions - Banking Specialist (#60009282) at $27,615, Senior Banking Specialist (#60009304) at $31,100, and Accountant (#60009090) a $51,500; and reduce expenditure accounts. -1.00

531211 Salaries	($27,615)
531511 Social Security	($2,113)
531521 Retirement	($2,902)
531561 Medical Insurance	($4,929)
532811 Telephone Service	($3,500)
532840 Postage	($3,000)

Budget Changes **($380,086)** R

Total Position Changes -3.00

Revised Total Budget **$17,185,314**

Treasurer - Retirement for Fire and Rescue

GENERAL FUND

	FY 10-11
Total Budget Approved 2009 Session	$10,804,671
Budget Changes	
97 NO LEGISLATIVE ACTION REPORTED	
Budget Changes	
Total Position Changes	
Revised Total Budget	$10,804,671

AGENDA
House APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT
May 27, 2010
8:30 a.m.
Room 1425

Representative Alice Underhill

Representative Susan Fisher

Discussion of Proposed Subcommittee Report and Special Provisions for General Government

Box Contents for 2009-2010 Standing Committee Minutes (Item 25894)

Box #	Year	Chamber	Committee
4	2009-2010	House	Commerce, Small Business & Entrepreneurship
4	2009-2010	House	Education
4	2009	House	Education - Community Colleges
4	2009	House	Education - Preschool, Elem., & Secondary
4	2009	House	Education - Universities
4	2009-2010	House	Election Law & Campaign Finance Reform
4	2009-2010	House	Energy & Energy Efficiency