



**STATE OF NORTH CAROLINA
OFFICE OF STATE BUDGET AND MANAGEMENT**

PAT MCCRORY
GOVERNOR

LEE HARRISS ROBERTS
STATE BUDGET DIRECTOR

January 23, 2015

MEMORANDUM

TO: Senator Phil Berger, President Pro-Tempore of the Senate
Representative Tim Moore, Speaker of the House of Representatives

FROM: Donna S. Cox, Asst State Budget Officer for Statewide Analysis/ Capital
Donna S. Cox

SUBJECT: Report on the Reallocation of Repairs and Renovations Funds

The Office of State Budget and Management must report any Reallocation of the Repair and Renovation funds per Section 6.12 of S.L. 2013-360 amended G.S. 143C-4-3 to the Joint Legislative Commission on Governmental Operations within 60 days of the reallocation. Please see the attached table that shows the reallocations approved by the Office of State Budget and Management.

If you have any questions, please don't hesitate to contact me at 919-807-4746.

Reserve for Repairs & Renovations - Reallocation

SL 2012-142 Section 26.11 requires OSBM to report to Gov Ops regarding any reallocations of Reserve for Repairs and Renovations fund.

	Agency	Project Title	Budget Code	Amount Reallocated	Justification
FROM	OSBM	2013 Repairs & Renovations-OSBM Contingency Reserve	41303-4101	\$400,000.00	OSBM approved the use of 2013 Reserve for Repairs and Renovations funding to replace the towers, pumps, and motor control centers that comprise two cooling towers serving the OITS facility located at 3700 Wake Forest Rd. in Raleigh. The current cooling towers are old, inefficient, and failing. This project needs to be funded now because there is no guarantee that these units will last until 2014 Reserve for Repairs and Renovations funding becomes available, and if the current units fail it would be very detrimental to OITS operations.
TO	OITS	Chiller Replacement	41347-4A01		
FROM	Agency	Project Title	Budget Code	Amount Reallocated	Justification
	DOA	Hleck Andrews House - Exterior Repairs & Painting	41301-4S05	\$88,500.00	The Heck Andrews House - Exterior Repairs & Painting project is nearing completion and contains sufficient uncommitted funds to allow this transfer, which is necessary in order to award a contract to the low bidder for the Handy House - Exterior Repairs & Painting project. DOA negotiated with the project designer and the low bidder in order to reduce the bid price, but this transfer is necessary in order to maintain the important scope items. This project will provide a new roof, gutter repairs, replacement of rotted wood, and exterior painting for the Handy House, which is in a very deteriorated condition.
TO	DOA	Handy House - Exterior Repairs & Painting	41301-4S11		