

# spotlight

No. 374 – June 12, 2009

## THE CAN-DO BUDGET

*The impossible takes a little longer*

**KEY FACTS:** • The original House budget proposal for fiscal year (FY) 2009-10 used \$1.5 billion in Federal bailout funds to craft a budget that spent \$19.3 billion.

• Although it is nearly \$3 billion less than the original \$22 billion request, the original House plan would have been just \$1 billion less than actual appropriations in FY2008-09.

• Advocacy groups protested program cuts in the spending plan, in some cases justifiably. House Democrats added \$870 million in taxes and fees in FY2009-10 to increase spending above \$20 billion.

• The Can-Do Budget, building on the Back to Basics Budget released in March shows one way the House could have avoided new taxes and fees in a more responsible way than the original House budget plan.

• This budget would redirect revenues from the Tobacco Master Settlement to the General Fund, eliminate \$125 million in non-teaching centers in the UNC System, and remove corporate welfare programs such as the North Carolina Biotechnology Center, Job Development Investment Grants, and tax carve-outs like the recently approved tax break for Apple Computer.

• There is still time for the Conference Committee to bring openness, responsibility, accountability, and fairness to the state budget. They can start by looking at the recommendations on the following pages.

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| <i>Revenues that should be redirected to higher priorities</i> | FY 2009-10           | FY 2010-11           |
|--|----------------------|----------------------|
| Golden LEAF Money  | \$70,000,000         | \$70,000,000         |
| Other Tobacco Settlement Money                                 | \$70,000,000         | \$70,000,000         |
| Clean Water Management Trust Fund                              | \$25,000,000         | \$25,000,000         |
| University Research Overhead                                   | \$85,000,000         | \$85,000,000         |
| <b>TOTAL — Wise Redirection of State Revenues</b>              | <b>\$250,000,000</b> | <b>\$250,000,000</b> |

| <i>Programs that should no longer receive state funding</i> |                      |                      |
|---|----------------------|----------------------|
| Dropout Prevention Grants                                   | \$13,000,000         | \$13,000,000         |
| Tarheel ChalleNGe Academy                                   | \$1,228,350          | \$1,228,350          |
| NC Military Business Center                                 | \$1,250,000          | \$1,250,000          |
| Excess positions in the Department of Public Instruction    | \$22,842,586         | \$22,842,586         |
| Excess positions in school district central administration  | \$18,128,286         | \$18,128,286         |
| Unproven Learn & Earn Programs                              | \$9,071,228          | \$9,071,228          |
| UNC Center on Poverty, Work & Opportunity                   | \$90,710             | \$90,710             |
| Other special non-teaching centers in UNC system            | \$124,692,755        | \$124,692,755        |
| Non-teaching centers in the Community College system        | \$7,826,328          | \$7,826,328          |
| Roanoke Island Commission                                   | \$2,095,402          | \$2,095,402          |
| NC Biotechnology Center                                     | \$15,427,561         | \$15,427,561         |
| Rural Economic Development Center                           | \$24,059,581         | \$24,059,581         |
| Job Development Investment Grants (JDIG)                    | \$27,400,000         | \$27,400,000         |
| Regional Economic Development Commissions & Vision Plans    | \$5,750,000          | \$5,750,000          |
| <b>TOTAL — Some Wise Choices for Budget Savings</b>         | <b>\$272,862,787</b> | <b>\$272,862,787</b> |

| <i>NC House cuts that should be rejected</i>          |                      |                      |
|---|----------------------|----------------------|
| Transfer School Capital Money to Operations           | \$60,500,000         | \$64,500,000         |
| School Transportation Money                           | \$29,348,420         | \$30,559,008         |
| State Aid, Community Colleges                         | \$26,800,000         | \$31,045,230         |
| Tuition Waiver for public safety and fire personnel   | \$15,046,655         | \$15,046,655         |
| Mental Health local service reductions                | \$80,000,000         | \$80,000,000         |
| Provider Rate Reductions — smaller reduction          | \$40,000,000         | \$50,000,000         |
| New fees for health providers                         | \$1,200,000          | \$1,200,000          |
| Jail Misdemeanant Payments to Counties                | \$10,000,000         | \$10,000,000         |
| EARN Scholarship — should come out of GF, not Escheat |                      | \$10,000,000         |
| <b>TOTAL — Some Unwise House Budget Reductions</b>    | <b>\$262,895,075</b> | <b>\$292,350,893</b> |

| N. C. Office of State Budget and Management        |                          |                         |                          |                          |                          |
|--|--------------------------|-------------------------|--------------------------|--------------------------|--------------------------|
| Calculation of Anticipated Appropriations Expended |                          |                         |                          |                          |                          |
| For Fiscal Year 2008-2009                          |                          |                         |                          |                          |                          |
|  | FY 2008-09               | FY 2008-09              | FY 2008-09               | FY2009-10                | FY2009-10                |
| Function   | Authorized               | Required                | Anticipated              | House Budget             | JLF Budget               |
|  | Appropriations           | Reversions              | Appropriations           | Appropriations           | Appropriations           |
|  |                          |                         | Expended                 |                          |                          |
| <b>Education:</b>                                  |                          |                         |                          |                          |                          |
| Public Education                                   | \$ 8,365,862,894         | \$ 200,000,000          | \$ 8,165,862,894         | \$ 7,320,687,073         | \$ 7,485,461,732         |
| Community Colleges                                 | 1,016,658,560            | 60,000,000              | 956,658,560              | 955,114,318              | 900,764,411              |
| University System                                  | 2,895,211,623            | 210,000,000             | 2,685,211,623            | 2,686,986,178            | 2,589,316,062            |
| <b>Total Education</b>                             | <b>12,277,733,077</b>    | <b>470,000,000</b>      | <b>11,807,733,077</b>    | <b>10,962,787,569</b>    | <b>10,975,542,205</b>    |
| <b>General Government:</b>                         |                          |                         |                          |                          |                          |
| Administration                                     | 74,815,312               | 6,980,575               | 67,834,737               | 71,431,507               | 59,167,247               |
| State Auditor                                      | 13,368,743               | 1,583,763               | 11,784,980               | 13,227,042               | 13,001,584               |
| Cultural Resources                                 | 78,524,135               | 7,092,122               | 71,432,013               | 65,223,346               | 44,338,891               |
| Cultural Resources - Roanoke Island                | 2,145,145                | 200,502                 | 1,944,643                | 1,781,296                | 0                        |
| General Assembly                                   | 57,903,981               | 4,577,381               | 53,326,600               | 51,866,107               | 51,194,420               |
| Governor's Office                                  | 6,815,794                | 578,621                 | 6,237,173                | 6,099,909                | 4,898,984                |
| NC Housing Finance                                 | 21,608,417               | 2,160,841               | 19,447,576               | 13,608,417               | 0                        |
| Insurance  | 33,498,864               | -                       | 33,498,864               | 31,864,073               | 29,981,609               |
| Insurance - Worker's Comp. Fund                    | 3,350,000                | 234,500                 | 3,115,500                | 4,500,000                | 4,500,000                |
| Lieutenant Governor                                | 988,264                  | 71,633                  | 916,631                  | 765,857                  | 914,561                  |
| Office of Administrative Hearings                  | 4,521,413                | 1,206,825               | 3,314,588                | 4,090,823                | 3,524,132                |
| Revenue  | 89,330,318               | 1,000,000               | 88,330,318               | 87,075,553               | 79,986,175               |
| Secretary of State                                 | 11,716,119               | 1,342,983               | 10,373,136               | 11,378,763               | 10,464,739               |
| State Board of Elections                           | 10,489,610               | 1,020,980               | 9,468,630                | 6,218,202                | 6,218,202                |
| State Budget and Management (OSBM)                 | 7,381,327                | 1,030,269               | 6,351,058                | 6,452,520                | 5,266,918                |
| OSBM-Special Appropriations                        | 20,964,456               | 1,834,614               | 19,129,842               | 4,216,465                | 3,916,465                |
| Controller's Office                                | 34,577,206               | 1,855,508               | 32,721,698               | 22,430,526               | 18,850,613               |
| State Treasurer                                    | 10,814,171               | -                       | 10,814,171               | 17,340,746               | 15,942,137               |
| State Treasurer - Retirement / Benefits            | 10,486,808               | -                       | 10,486,808               | 10,486,808               | 9,165,457                |
| <b>Total General Government</b>                    | <b>493,300,083</b>       | <b>32,771,117</b>       | <b>460,528,966</b>       | <b>430,057,960</b>       | <b>361,332,133</b>       |
| <b>Health and Human Services:</b>                  |                          |                         |                          |                          |                          |
| Central Administration                             | 72,492,303               | 5,805,245               | 66,687,058               | 66,091,947               | 56,309,137               |
| Aging  | 38,174,019               | 3,051,121               | 35,122,898               | 33,214,687               | 32,039,303               |
| Child Development                                  | 305,038,519              | 24,403,081              | 280,635,438              | 258,879,343              | 9,891,582                |
| Education Services                                 | 41,047,264               | 3,283,781               | 37,763,483               | 35,463,888               | 71,603,911               |
| Public Health                                      | 194,001,469              | 15,514,601              | 178,486,868              | 151,434,085              | 36,622,371               |
| Social Services                                    | 223,534,341              | 17,882,373              | 205,651,968              | 194,329,135              | 13,861,143               |
| Medical Assistance                                 | 3,182,662,885            | 80,000,000              | 3,102,662,885            | 2,956,029,883            | 3,076,898,840            |
| Child Health                                       | 69,436,251               | -                       | 69,436,251               | 58,014,015               | 647,013,102              |
| Services for the Blind                             | 11,073,851               | 885,908                 | 10,187,943               | 10,878,223               | 12,734,883               |
| Mental Health/DD/SAS                               | 759,171,026              | 37,958,551              | 721,212,475              | 575,874,271              | 137,373,771              |
| Health Service Regulation                          | 19,382,387               | 1,553,390               | 17,828,997               | 16,803,751               | 182,494,967              |
| Vocational Rehabilitation                          | 40,572,812               | 3,245,824               | 37,326,988               | 39,588,630               | 43,574,977               |
| <b>Total Health and Human Services</b>             | <b>4,956,587,127</b>     | <b>193,583,875</b>      | <b>4,763,003,252</b>     | <b>4,396,601,858</b>     | <b>4,320,417,987</b>     |
| <b>Justice and Public Safety:</b>                  |                          |                         |                          |                          |                          |
| Correction   | 1,302,967,489            | 61,546,607              | 1,241,420,882            | 1,221,003,414            | 1,231,134,490            |
| Crime Control & Public Safety                      | 55,295,705               | 5,033,707               | 50,261,998               | 26,913,951               | (21,431,511)             |
| Judicial   | 479,845,767              | 24,456,790              | 455,388,977              | 450,967,187              | 419,668,729              |
| Judicial - Indigent Defense                        | 118,213,149              | 5,777,815               | 112,435,334              | 112,987,013              | 102,464,705              |
| Justice  | 100,706,769              | 6,556,340               | 94,150,429               | 86,249,700               | 86,548,059               |
| Juvenile Justice                                   | 165,774,045              | 11,200,383              | 154,573,662              | 139,320,544              | 108,119,644              |
| <b>Total Justice and Public Safety</b>             | <b>2,222,802,924</b>     | <b>114,571,642</b>      | <b>2,108,231,282</b>     | <b>2,037,441,809</b>     | <b>1,926,504,116</b>     |
| <b>Natural and Economic Resources:</b>             |                          |                         |                          |                          |                          |
| Agriculture & Consumer Services                    | 69,390,874               | 8,498,462               | 60,892,412               | 64,286,163               | 38,175,743               |
| Commerce   | 56,181,137               | 5,479,417               | 50,701,720               | 154,663,813              | 7,050,435                |
| Commerce - State Aid                               | 131,750,205              | 12,412,235              | 119,337,970              | 56,947,000               | 27,154                   |
| Environment and Natural Resources                  | 213,989,440              | 19,259,050              | 194,730,390              | 312,918,940              | 252,371,313              |
| Clean Water Management Trust                       | 100,000,000              | 8,999,997               | 91,000,003               | 100,000,000              | 0                        |
| Labor  | 18,709,812               | 1,303,648               | 17,406,164               | 17,306,011               | 13,548,430               |
| <b>Total Natural &amp; Economic Resources</b>      | <b>590,021,468</b>       | <b>55,952,809</b>       | <b>534,068,659</b>       | <b>706,121,927</b>       | <b>311,173,076</b>       |
| <b>Subtotal Agency Budgets</b>                     | <b>20,540,444,679</b>    | <b>866,879,443</b>      | <b>19,673,565,236</b>    | <b>18,533,011,123</b>    | <b>17,894,969,517</b>    |
| <b>Debt Service, Reserves, and Adjustments</b>     |                          |                         |                          |                          |                          |
| Total Debt Service, Reserves and Adjustments       | 706,540,979              | 96,015,792              | 610,525,187              | 757,465,829              | 1,107,293,314            |
| <b>Capital Improvements</b>                        | 129,082,062              | 106,011,132             | 23,070,930               | 7,150,000                | -                        |
| <b>Total General Fund Budget</b>                   | <b>21,376,067,720</b>    | <b>1,068,906,367</b>    | <b>20,307,161,353</b>    | <b>19,297,626,952</b>    | <b>19,002,262,831</b>    |
| Repair & Renovation                                | 69,839,238               | 69,839,238              | -                        | -                        | -                        |
| <b>Total General Fund Reversions</b>               | <b>\$ 21,445,906,958</b> | <b>\$ 1,138,745,605</b> | <b>\$ 20,307,161,353</b> | <b>\$ 19,297,626,952</b> | <b>\$ 19,002,262,831</b> |

### General Fund Availability Statement

|   | FY 2009-2010            | FY 2010-2011            |
|---|-------------------------|-------------------------|
| Unappropriated Balance Remaining from Previous Year       | 0                       | 354,306,557             |
| Savings Reserve Account                                   | 0                       | 0                       |
| Repairs and Renovations Reserve Account                   | 0                       | 0                       |
| <b>Beginning Unreserved Fund Balance</b>                  | <b>0</b>                | <b>68,656,820</b>       |
| <b>Revenues Based on Existing Tax Structures</b>          | <b>16,796,300,000</b>   | <b>17,384,400,000</b>   |
| <b>Non-tax Revenues</b>                                   |                         |                         |
| Investment Income   | 67,300,000              | 93,100,000              |
| Judicial Fees   | 200,700,000             | 208,300,000             |
| Disproportionate Share                                    | 100,000,000             | 100,000,000             |
| Insurance   | 77,700,000              | 81,900,000              |
| Other Non-Tax Revenues                                    | 148,300,000             | 155,200,000             |
| Highway Trust Fund/Use Tax Reimbursement Transfer         | 108,500,000             | 73,500,000              |
| Highway Fund Transger                                     | 17,600,000              | 17,600,000              |
| <b>Subtotal Non-tax Revenues</b>                          | <b>720,100,000</b>      | <b>729,600,000</b>      |
| <b>Federal Bailout Funds</b>                              |                         |                         |
| Education Stabilization Funds                             | 467,570,877             | 467,570,877             |
| Fiscal Stabilization Funds                                | 406,286,848             | 135,904,215             |
| Federal Medicaid Match (FMAP)                             | 807,007,555             | 465,968,593             |
| <b>Total Federal Bailout Funds</b>                        | <b>1,680,865,280</b>    | <b>1,069,443,685</b>    |
| <b>Total General Fund Availability</b>                    | <b>17,516,400,000</b>   | <b>18,182,656,820</b>   |
| <b>Adjustments to Availability: 2009 Session</b>          |                         |                         |
| Department of Revenue Improved Enforcement                | 60,000,000              | 90,000,000              |
| Cut Corporate Income Tax Rate to 6.0% over two years      | (11,864,421)            | (38,559,370)            |
| \$200 Refundable Tax Credit for Preschool-age Children    | (106,294,800)           | (106,294,800)           |
| \$1,500 Per Child Tax Deduction                           | (159,142,515)           | (159,142,515)           |
| Health Insurance Tax Credit                               | (130,230,990)           | (130,230,990)           |
| Convert Child Care Credit to Smart Start Credit           | 57,700,000              | 57,700,000              |
| Remove Special Treatment of Pension Benefits              | 65,000,000              | 65,000,000              |
| Repeal Sales Tax Holidays                                 | 11,700,000              | 11,700,000              |
| Tax Severance Pay as Compensation                         | 13,500,000              | 13,500,000              |
| Eliminate "Apple Computer Tax Credit"                     | 0                       | 0                       |
| Eliminate Film Industry Production Expenses Tax Credit    | 1,000,000               | 1,000,000               |
| Eliminate Qualified Business Credit                       | 7,000,000               | 7,000,000               |
| Eliminate Low-Income Housing Credit                       | 40,000,000              | 40,000,000              |
| Eliminate Dry Cleaning Equipment Credit                   | 1,700,000               | 1,700,000               |
| Eliminate Historic Structures Credit                      | 6,500,000               | 6,500,000               |
| Eliminate Cogeneration Plants Credit                      | 40,000                  | 40,000                  |
| Eliminate Gleaned Crops Credit                            | 40,000                  | 40,000                  |
| Eliminate Renewable Energy Property Credit                | 300,000                 | 300,000                 |
| Eliminate R&D Tax Credit                                  | 28,500,000              | 28,500,000              |
| Eliminate Computer Manufacturing Facilities Credit        | 10,000,000              | 10,000,000              |
| Eliminate Mill Rehabilitation Credit                      | 11,600,000              | 11,600,000              |
| Eliminate Job Creation Credit                             | 19,000,000              | 19,000,000              |
| Eliminate Business Property Credit                        | 50,000,000              | 50,000,000              |
| Eliminate Railroad Intermodal Facilities Credit           | 200,000                 | 200,000                 |
| Eliminate State Port Usage Credit                         | 600,000                 | 600,000                 |
| Eliminate Political Parties Financing Fund Designation    | 2,000,000               | 2,000,000               |
| Eliminate Recycling Facility Credit                       | 500,000                 | 500,000                 |
| Eliminate Cigarette Export Credit                         | 6,534,283               | 6,534,283               |
| Eliminate Public Campaign Fund Designation                | 1,200,000               | 1,200,000               |
| Adjust Transfer from Insurance Regulatory Fund            | (1,960,749)             | (2,398,902)             |
| Adjust Transfer from Treasurer's Office                   | (816,699)               | (976,717)               |
| Transfer from Tobacco Master Settlement                   | 140,000,000             | 140,000,000             |
| Establish Tax-Me-More Fund for Voluntary Donations        | 0                       | 0                       |
| Transfer from Tobacco Trust Fund                          | 35,000,000              | 35,000,000              |
| <b>Subtotal Adjustments to Availability: 2009 Session</b> | <b>159,304,109</b>      | <b>162,010,989</b>      |
| <b>Revised General Fund Availability</b>                  | <b>19,356,569,388</b>   | <b>19,414,111,494</b>   |
| <b>Less: General Fund Appropriations</b>                  | <b>(19,002,262,831)</b> | <b>(18,906,155,722)</b> |
| <b>Unappropriated Balance Remaining</b>                   | <b>354,306,557</b>      | <b>507,955,772</b>      |

| <b>FY2009-10</b>                               | <b>Recommended</b> | <b>Recurring</b>   | <b>NonRecurring</b> | <b>Positions</b> | <b>Final</b>      |
|--|--------------------|--------------------|---------------------|------------------|-------------------|
| <b>Education</b>                               |                    |                    |                     |                  |                   |
| Public Instruction                             | \$ 8,245,341,827   | \$ (1,169,858,448) | \$ 409,978,353      | -1,842.00        | \$ 7,485,461,732  |
| Community Colleges                             | \$ 1,072,571,152   | \$ (207,415,742)   | \$ 35,609,001       | -19.00           | \$ 900,764,411    |
| UNC  | \$ 3,026,185,255   | \$ (701,869,193)   | \$ 265,000,000      | -58.55           | \$ 2,589,316,062  |
| <b>Total Education</b>                         | \$ 12,344,098,234  | \$ (2,079,143,383) | \$ 710,587,354      | -1,919.55        | \$ 10,975,542,205 |
| <b>General Government</b>                      |                    |                    |                     |                  |                   |
| Administration                                 | \$ 78,170,163      | \$ (19,002,916)    | \$ -                | -111.52          | \$ 59,167,247     |
| State Auditor                                  | \$ 14,389,111      | \$ (1,387,527)     | \$ -                | -3.00            | \$ 13,001,584     |
| Cultural Resources                             | \$ 77,933,097      | \$ (32,137,722)    | \$ (1,456,484)      | -30.33           | \$ 44,338,891     |
| Cultural Resources - Roanoke Island            | \$ 2,095,402       | \$ (2,095,402)     | \$ -                | 0.00             | \$ -              |
| General Assembly                               | \$ 62,347,066      | \$ (11,152,646)    | \$ -                | -21.00           | \$ 51,194,420     |
| Governor's Office                              | \$ 6,616,233       | \$ (1,717,249)     | \$ -                | 0.00             | \$ 4,898,984      |
| NC Housing Finance                             | \$ 14,608,417      | \$ (14,608,417)    | \$ -                | 0.00             | \$ -              |
| Insurance                                      | \$ 33,824,822      | \$ (2,343,213)     | \$ (1,500,000)      | -16.00           | \$ 29,981,609     |
| Insurance - Worker's Comp. Fund                | \$ 4,500,000       | \$ -               | \$ -                | 0.00             | \$ 4,500,000      |
| Lieutenant Governor                            | \$ 966,706         | \$ (35,314)        | \$ (16,831)         | -0.10            | \$ 914,561        |
| Office of Administrative Hearings              | \$ 4,266,407       | \$ (742,275)       | \$ -                | -4.00            | \$ 3,524,132      |
| Revenue  | \$ 91,347,503      | \$ (11,361,328)    | \$ -                | -17.00           | \$ 79,986,175     |
| Secretary of State                             | \$ 11,854,656      | \$ (1,389,917)     | \$ -                | -11.00           | \$ 10,464,739     |
| State Board of Elections                       | \$ 6,627,101       | \$ (408,899)       | \$ -                | -7.00            | \$ 6,218,202      |
| State Budget and Management (OSBM)             | \$ 7,144,221       | \$ (1,877,303)     | \$ -                | -4.00            | \$ 5,266,918      |
| OSBM-Special Appropriations                    | \$ 4,280,000       | \$ (363,535)       | \$ -                | 0.00             | \$ 3,916,465      |
| Controller's Office                            | \$ 24,536,602      | \$ (5,685,990)     | \$ -                | -7.75            | \$ 18,850,613     |
| State Treasurer                                | \$ 11,150,002      | \$ 4,792,135       | \$ -                | -12.00           | \$ 15,942,137     |
| State Treasurer - Retirement / Benefits        | \$ 10,804,671      | \$ (1,639,214)     | \$ -                | 0.00             | \$ 9,165,457      |
| <b>Total General Government</b>                | \$ 467,462,180     | \$ (103,156,732)   | \$ (2,973,315)      | -244.70          | \$ 361,332,133    |
| <b>Health and Human Services</b>               |                    |                    |                     |                  |                   |
| Central Administration                         | \$ 74,014,863      | \$ (16,550,726)    | \$ (1,155,000)      | -82.00           | \$ 56,309,137     |
| Aging  | \$ 37,592,841      | \$ (4,169,147)     | \$ (1,384,392)      | -2.00            | \$ 32,039,303     |
| Child Development                              | \$ 11,704,522      | \$ (1,812,940)     | \$ -                | -10.00           | \$ 9,891,582      |
| Education Services                             | \$ 305,403,137     | \$ (280,023,277)   | \$ 46,224,051       | -41.00           | \$ 71,603,911     |
| Public Health                                  | \$ 40,827,434      | \$ (5,205,063)     | \$ 1,000,000        | -42.00           | \$ 36,622,371     |
| Social Services                                | \$ 19,271,921      | \$ (5,410,778)     | \$ -                | -60.00           | \$ 13,861,143     |
| Medical Assistance                             | \$ 3,681,276,113   | \$ (604,377,273)   | \$ -                | -21.00           | \$ 3,076,898,840  |
| Child Health                                   | \$ 68,789,628      | \$ (56,054,745)    | \$ -                | 0.00             | \$ 12,734,883     |
| Services for the Blind                         | \$ 195,214,007     | \$ (57,140,236)    | \$ (700,000)        | -128.00          | \$ 137,373,771    |
| Mental Health/DD/SAS                           | \$ 819,613,620     | \$ (160,600,518)   | \$ (12,000,000)     | -452.00          | \$ 647,013,102    |
| Health Service Regulation                      | \$ 236,218,110     | \$ (49,141,414)    | \$ (4,581,729)      | -25.00           | \$ 182,494,967    |
| Vocational Rehabilitation                      | \$ 46,418,743      | \$ (10,370,881)    | \$ 7,527,115        | -6.00            | \$ 43,574,977     |
| <b>Total Health and Human Services</b>         | \$ 6,054,578,394   | \$ (1,356,910,332) | \$ 31,956,730       | -1,133.45        | \$ 4,729,624,792  |
| <b>Justice and Public Safety:</b>              |                    |                    |                     |                  |                   |
| Correction                                     | \$ 1,384,910,571   | \$ (150,254,822)   | \$ (3,521,259)      | -1,522.00        | \$ 1,231,134,490  |
| Crime Control & Public Safety                  | \$ -               | \$ (21,861,847)    | \$ 430,336          | -100.00          | \$ (21,431,511)   |
| Judicial                                       | \$ 497,649,235     | \$ (75,655,642)    | \$ (2,324,864)      | -959.00          | \$ 419,668,729    |
| Judicial - Indigent Defense                    | \$ 133,881,190     | \$ (31,416,485)    | \$ -                | -6.00            | \$ 102,464,705    |
| Justice  | \$ 100,441,147     | \$ (15,919,268)    | \$ 2,026,179        | -95.00           | \$ 86,548,059     |
| Juvenile Justice                               | \$ 172,484,415     | \$ (63,646,378)    | \$ (718,393)        | -277.00          | \$ 108,119,644    |
| <b>Total Justice and Public Safety</b>         | \$ 2,289,366,558   | \$ (358,754,441)   | \$ (4,108,001)      | -2,959.00        | \$ 1,926,504,116  |
| <b>Natural and Economic Resources:</b>         |                    |                    |                     |                  |                   |
| Agriculture & Consumer Services                | \$ 65,402,492      | \$ (27,226,749)    | \$ -                | -398.90          | \$ 38,175,743     |
| Commerce                                       | \$ 46,019,823      | \$ (38,969,388)    | \$ -                | -273.50          | \$ 7,050,435      |
| Commerce - State Aid                           | \$ 15,642,232      | \$ (15,615,078)    | \$ -                | 0.00             | \$ 27,154         |
| Environment and Natural Resources              | \$ 212,524,097     | \$ (56,803,494)    | \$ 96,650,710       | -131.20          | \$ 252,371,313    |
| Clean Water Management Trust                   | \$ 100,000,000     | \$ (100,000,000)   | \$ -                | 0.00             | \$ -              |
| Labor  | \$ 19,064,773      | \$ (5,516,343)     | \$ -                | -20.50           | \$ 13,548,430     |
| <b>Total Natural &amp; Economic Resources</b>  | \$ 458,653,417     | \$ (244,131,051)   | \$ 96,650,710       | -824.10          | \$ 311,173,076    |
| <b>Subtotal Agency Budgets</b>                 | \$ 21,614,158,783  | \$ (4,142,095,939) | \$ 832,113,478      | -7,080.80        | \$ 18,304,176,322 |
| <b>Debt Service, Reserves and Adjustments:</b> |                    |                    |                     |                  |                   |
| <b>Total Reserves and Adjustments</b>          | \$ 895,832,493     | \$ 211,460,821     |                     |                  | \$ 1,107,293,314  |
| <b>TOTAL GENERAL FUND</b>                      | \$ 22,509,991,276  | \$ (3,930,635,118) | \$ 832,113,478      | -7,080.80        | \$ 19,411,469,636 |

**FY2010-11**

|  | <b>Recommended</b> | <b>Recurring</b>   | <b>NonRecurring</b> | <b>Positions</b> | <b>Final</b>      |
|--|--------------------|--------------------|---------------------|------------------|-------------------|
| <b>Education</b>                               |                    |                    |                     |                  |                   |
| Public Instruction                             | \$ 8,358,798,223   | \$ (1,390,611,305) | \$ 403,419,564      | -1,842.00        | \$ 7,371,606,482  |
| Community Colleges                             | \$ 1,114,034,594   | \$ (248,878,963)   | \$ 2,709,507        | -19.00           | \$ 867,865,138    |
| UNC  | \$ 3,100,871,575   | \$ (844,203,920)   | \$ 115,000,000      | -58.55           | \$ 2,371,667,655  |
| <b>Total Education</b>                         | \$ 12,573,704,392  | \$ (2,483,694,188) | \$ 521,129,071      | -1,919.55        | \$ 10,611,139,275 |
| <b>General Government</b>                      |                    |                    |                     |                  |                   |
| Administration                                 | \$ 78,362,881      | \$ (20,356,841)    | \$ -                | -111.52          | \$ 58,006,040     |
| State Auditor                                  | \$ 14,405,383      | \$ (1,591,990)     | \$ -                | -4.00            | \$ 12,813,393     |
| Cultural Resources                             | \$ 79,329,609      | \$ (34,569,134)    | \$ (2,809,565)      | -30.33           | \$ 41,950,910     |
| Cultural Resources - Roanoke Island            | \$ 2,095,402       | \$ (2,095,402)     | \$ -                | 0.00             | \$ -              |
| General Assembly                               | \$ 64,056,544      | \$ (11,105,533)    | \$ -                | -27.00           | \$ 52,951,011     |
| Governor's Office                              | \$ 6,622,879       | \$ (1,806,065)     | \$ -                | 0.00             | \$ 4,816,814      |
| NC Housing Finance                             | \$ 14,608,417      | \$ (14,608,417)    | \$ -                | 0.00             | \$ -              |
| Insurance                                      | \$ 33,887,006      | \$ (2,843,550)     | \$ (1,500,000)      | -16.00           | \$ 29,543,456     |
| Insurance - Worker's Comp. Fund                | \$ 4,500,000       | \$ -               | \$ -                | 0.00             | \$ 4,500,000      |
| Lieutenant Governor                            | \$ 966,706         | \$ (47,813)        | \$ (16,831)         | -0.10            | \$ 902,062        |
| Office of Administrative Hearings              | \$ 4,279,242       | \$ (811,981)       | \$ -                | -4.00            | \$ 3,467,261      |
| Revenue  | \$ 91,440,473      | \$ (12,636,607)    | \$ -                | -31.00           | \$ 78,803,866     |
| Secretary of State                             | \$ 11,928,530      | \$ (1,618,025)     | \$ -                | -12.25           | \$ 10,310,505     |
| State Board of Elections                       | \$ 6,630,894       | \$ (498,707)       | \$ -                | -7.00            | \$ 6,132,187      |
| State Budget and Management (OSBM)             | \$ 7,147,928       | \$ (1,975,847)     | \$ -                | -4.00            | \$ 5,172,081      |
| OSBM-Special Appropriations                    | \$ 4,280,000       | \$ (418,875)       | \$ -                | 0.00             | \$ 3,861,125      |
| Controllor's Office                            | \$ 24,568,908      | \$ (6,036,761)     | \$ -                | -11.75           | \$ 18,532,148     |
| State Treasurer                                | \$ 11,163,790      | \$ 4,632,117       | \$ -                | -12.00           | \$ 15,795,907     |
| State Treasurer - Retirement / Benefits        | \$ 10,804,671      | \$ (1,778,917)     | \$ -                | 0.00             | \$ 9,025,754      |
| <b>Total General Government</b>                | \$ 471,079,263     | \$ (110,168,348)   | \$ (4,326,396)      | -270.95          | \$ 356,584,519    |
| <b>Health and Human Services</b>               |                    |                    |                     |                  |                   |
| Central Administration                         | \$ 74,482,593      | \$ (16,550,726)    | \$ -                | -82.00           | \$ 57,931,867     |
| Aging  | \$ 37,594,640      | \$ (4,790,707)     | \$ -                | -2.00            | \$ 32,803,934     |
| Child Development                              | \$ 11,763,464      | \$ (1,871,882)     | \$ -                | -10.00           | \$ 9,891,582      |
| Education Services                             | \$ 305,417,178     | \$ (267,583,932)   | \$ 33,771,567       | -41.00           | \$ 71,604,813     |
| Public Health                                  | \$ 40,879,342      | \$ (5,256,971)     | \$ 1,000,000        | -42.00           | \$ 36,622,371     |
| Social Services                                | \$ 19,277,259      | \$ (5,410,778)     | \$ -                | -60.00           | \$ 13,866,481     |
| Medical Assistance                             | \$ 3,933,921,911   | \$ (967,346,806)   | \$ -                | -21.00           | \$ 2,966,575,105  |
| Child Health                                   | \$ 68,789,628      | \$ (56,054,745)    | \$ -                | 0.00             | \$ 12,734,883     |
| Services for the Blind                         | \$ 198,230,503     | \$ (60,330,523)    | \$ (700,000)        | -128.00          | \$ 137,199,980    |
| Mental Health/DD/SAS                           | \$ 834,943,177     | \$ (178,298,492)   | \$ -                | -452.00          | \$ 656,644,685    |
| Health Service Regulation                      | \$ 234,498,543     | \$ (53,439,832)    | \$ (1,126,866)      | -25.00           | \$ 179,931,845    |
| Vocational Rehabilitation                      | \$ 46,762,707      | \$ (10,715,322)    | \$ 7,527,115        | -6.00            | \$ 43,574,500     |
| <b>Total Health and Human Services</b>         | \$ 6,328,457,577   | \$ (1,741,421,498) | \$ 36,145,420       | -1,163.70        | \$ 4,623,181,499  |
| <b>Justice and Public Safety:</b>              |                    |                    |                     |                  |                   |
| Correction                                     | \$ 1,406,791,264   | \$ (176,042,479)   | \$ (1,899,259)      | -1,772.00        | \$ 1,228,849,526  |
| Crime Control & Public Safety                  | \$ -               | \$ (23,821,609)    | \$ -                | -104.00          | \$ (23,821,609)   |
| Judicial                                       | \$ 507,638,940     | \$ (85,645,347)    | \$ (6,390,013)      | -959.00          | \$ 415,603,580    |
| Judicial - Indigent Defense                    | \$ 133,320,396     | \$ (30,855,691)    | \$ -                | -6.00            | \$ 102,464,705    |
| Justice  | \$ 101,047,019     | \$ (17,413,777)    | \$ -                | -131.00          | \$ 83,633,243     |
| Juvenile Justice                               | \$ 172,651,108     | \$ (65,813,521)    | \$ (718,393)        | -277.00          | \$ 106,119,194    |
| <b>Total Justice and Public Safety</b>         | \$ 2,321,448,727   | \$ (399,592,423)   | \$ (9,007,665)      | -3,249.00        | \$ 1,912,848,639  |
| <b>Natural and Economic Resources:</b>         |                    |                    |                     |                  |                   |
| Agriculture & Consumer Services                | \$ 65,638,839      | \$ (27,463,096)    | \$ -                | -398.90          | \$ 38,175,743     |
| Commerce                                       | \$ 46,028,986      | \$ (38,978,551)    | \$ -                | -273.50          | \$ 7,050,435      |
| Commerce - State Aid                           | \$ 15,642,232      | \$ (15,615,078)    | \$ -                | 0.00             | \$ 27,154         |
| Environment and Natural Resources              | \$ 214,924,435     | \$ (62,302,981)    | \$ 45,739,550       | -153.70          | \$ 198,361,004    |
| Clean Water Management Trust                   | \$ 100,000,000     | \$ (100,000,000)   | \$ -                | 0.00             | \$ -              |
| Labor  | \$ 19,092,834      | \$ (5,544,404)     | \$ -                | -20.50           | \$ 13,548,430     |
| <b>Total Natural &amp; Economic Resources</b>  | \$ 461,327,326     | \$ (249,904,109)   | \$ 45,739,550       | -846.60          | \$ 257,162,767    |
| <b>Subtotal Agency Budgets</b>                 | \$ 22,156,017,285  | \$ (4,984,780,566) | \$ 589,679,980      | -7,449.80        | \$ 17,760,916,699 |
| <b>Debt Service, Reserves and Adjustments:</b> |                    |                    |                     |                  |                   |
| <b>Total Reserves and Adjustments</b>          | \$ 838,216,241     | \$ 307,022,782     | \$ -                | 0.00             | \$ 1,145,239,023  |
| <b>TOTAL GENERAL FUND</b>                      | \$ 22,994,233,526  | \$ (4,677,757,784) | \$ 589,679,980      | -7,449.80        | \$ 18,906,155,722 |

| Item  | FY10-R           | FY11-R           | FY10-NR        | FY11-NR        | FY10-FTE  | FY11-FTE  |
|---|------------------|------------------|----------------|----------------|-----------|-----------|
| <b>Public Instruction</b>   |                  |                  |                |                |           |           |
| Recommended Budget - K12  | \$ 8,245,341,827 | \$ 8,358,798,223 |                |                |           |           |
| Adjust Continuation Budget  | \$ (124,506,109) | \$ (237,962,505) |                |                |           |           |
| At-Risk Student Services  | \$ (100,000,000) | \$ (100,000,000) |                |                |           |           |
| Business and Education Technology Alliance  | \$ -             | \$ -             |                |                |           |           |
| <b>Central DPI Administration</b>   | \$ (22,842,586)  | \$ (22,842,586)  |                |                | -251.00   | -251.00   |
| Central DPI Operating Funds   | \$ (2,087,638)   | \$ (2,846,779)   |                |                |           |           |
| <b>Central Office Administration</b>  | \$ (18,128,286)  | \$ (18,128,286)  |                |                |           |           |
| <b>Centralization of Professional Development</b>                                 | \$ (550,000)     | \$ (550,000)     |                |                | -4.00     | -4.00     |
| <b>Charter Schools</b>  | \$ -             | \$ -             |                |                |           |           |
| Child and Family Support Teams  | \$ (12,521,830)  | \$ (12,521,830)  |                |                |           |           |
| <b>Children with Disabilities</b>   | \$ (11,200,000)  | \$ (11,200,000)  |                |                |           |           |
| <b>Communities in Schools</b>   | \$ (1,607,500)   | \$ (1,607,500)   |                |                |           |           |
| <b>Consolidated Assistance Program</b>  | \$ (150,000)     | \$ (150,000)     |                |                |           |           |
| <b>(LEA Assistance &amp; Turnaround Teams)</b>                                    |                  |                  |                |                |           |           |
| <b>Critical Foreign Language Pilots</b>   | \$ (500,000)     | \$ (500,000)     | \$ 100,000     |                |           |           |
| <b>Disadvantaged Student Supplemental Funding (DSSF)</b>                          | \$ (23,563,000)  | \$ (23,563,000)  |                |                |           |           |
| <b>DPI Testing Positions</b>  | \$ (234,600)     | \$ (234,600)     |                |                |           |           |
| <b>EVAAS</b>  | \$ 50,000        | \$ 50,000        |                |                |           |           |
| ExplorNet   | \$ (300,000)     | \$ (300,000)     |                |                |           |           |
| Financial Literacy Curriculum   | \$ (500,000)     | \$ (500,000)     |                |                |           |           |
| <b>Federal funds temporarily offset half of 2-student avg class size increase</b> | \$ (322,705,848) | \$ (322,705,848) | \$ 161,352,924 | \$ 161,352,924 | -1,586.00 | -1,586.00 |
| <b>Federal funds offset transfer of Teacher Assistant funds</b>                   | \$ (142,372,831) | \$ (142,372,831) | \$ 142,372,831 | \$ 142,372,831 |           |           |
| <b>Federal Funds to pay revised Individual Merit Bonuses to teachers</b>          | \$ -             | \$ -             | \$ 60,000,000  | \$ 60,000,000  |           |           |
| Federal funds temporary offset for other appropriations                           |                  |                  | \$ 39,693,809  | \$ 39,693,809  |           |           |
| Focused Education Reform Pilot Program  | \$ (7,176,433)   | \$ (7,176,433)   |                |                |           |           |
| Fuel Costs  | \$ (12,800,000)  | \$ (12,800,000)  |                |                |           |           |
| Governor's Schools  | \$ -             | \$ -             |                |                |           |           |
| Information Highway   | \$ (1,200,000)   | \$ (1,200,000)   |                |                |           |           |
| <b>Instructional Supplies/Materials</b>   | \$ (2,437,942)   | \$ (2,437,942)   |                |                |           |           |
| <b>Learn and Earn Initiative</b>  | \$ (6,719,476)   | \$ (6,719,476)   |                |                |           |           |
| <b>Learn and Earn Online</b>  | \$ (1,351,752)   | \$ (1,351,752)   |                |                |           |           |
| <b>Learn and Earn Virtual Schools</b>   | \$ (1,000,000)   | \$ (1,000,000)   |                |                |           |           |
| Legacy Funds  | \$ -             | \$ -             |                |                |           |           |
| Limited English Proficiency   | \$ (2,000,000)   | \$ (2,000,000)   |                |                |           |           |
| Literacy Coaches  | \$ (12,034,400)  | \$ (12,034,400)  |                |                |           |           |
| <b>Literacy Connection - Project Enlightenment</b>                                | \$ (200,000)     | \$ (200,000)     |                |                |           |           |
| Mandatory Continuation Budget Increases   | \$ 27,269,605    | \$ 61,106,959    |                |                |           |           |
| <b>Mentor Teachers</b>  | \$ (11,164,616)  | \$ (11,164,616)  |                |                |           |           |
| <b>Convert More at Four Funding to Tax Credit</b>                                 | \$ (86,000,000)  | \$ (86,000,000)  |                |                |           |           |
| NC Math & Science   | \$ (100,000)     | \$ (100,000)     |                |                |           |           |
| <b>NC Network</b>   | \$ (312,625)     | \$ (312,625)     |                |                |           |           |
| NC Wise Owl   | \$ (500,000)     | \$ (500,000)     |                |                |           |           |
| <b>Non-Teaching Positions</b>   | \$ (140,374,674) | \$ (280,749,348) |                |                |           |           |
| Positive Behavior Support Initiative  | \$ (90,000)      | \$ (90,000)      |                |                | -1.00     | -1.00     |
| <b>Principals for STEM schools</b>  | \$ (812,500)     | \$ (812,500)     |                |                |           |           |
| Public School Forum (Collaborative Project admin)                                 | \$ (2,342,705)   | \$ (2,342,705)   | \$ 2,108,434   |                |           |           |
| Public School Forum (Collaborative Project)                                       | \$ (4,833,728)   | \$ (4,833,728)   | \$ 4,350,355   |                |           |           |
| <b>Regional Military Family Counselors</b>  | \$ (240,000)     | \$ (240,000)     |                |                |           |           |
| <b>Restructured High Schools</b>  | \$ (1,367,254)   | \$ (1,367,254)   |                |                |           |           |
| <b>School Building Administration</b>   | \$ (17,586,720)  | \$ (17,586,720)  |                |                |           |           |
| School Bus Replacement  | \$ (6,347,581)   | \$ (6,347,581)   |                |                |           |           |
| <b>School Connectivity</b>  | \$ (22,000,000)  | \$ (22,000,000)  |                |                |           |           |
| School Technology Fund  | \$ (9,411,058)   | \$ (9,411,058)   |                |                |           |           |
| <b>Schools Attuned Program</b>  | \$ (820,911)     | \$ (820,911)     |                |                |           |           |
| <b>Science Competitions</b>   | \$ (200,000)     | \$ (200,000)     |                |                |           |           |
| <b>Science Olympiad</b>   | \$ (150,000)     | \$ (150,000)     |                |                |           |           |
| <b>Small County Supplemental Funding</b>  | \$ (4,518,919)   | \$ (4,518,919)   |                |                |           |           |
| Small Specialty Schools   | \$ (3,222,496)   | \$ (3,222,496)   |                |                |           |           |
| <b>State Board of Education Positions</b>   | \$ (527,000)     | \$ (527,000)     |                |                |           |           |
| Student Testing   | \$ (2,000,000)   | \$ (2,000,000)   |                |                |           |           |
| Student Testing Support   | \$ (38,339,798)  | \$ (38,339,798)  |                |                |           |           |
| Teach For America   | \$ (950,000)     | \$ (950,000)     |                |                |           |           |
| Teacher Academy   | \$ (1,500,000)   | \$ (1,500,000)   |                |                |           |           |

| Item   | FY10-R           | FY11-R           | FY10-NR        | FY11-NR        | FY10-FTE | FY11-FTE |
|--|------------------|------------------|----------------|----------------|----------|----------|
| Teacher Academy (Literacy Coaches)                           | \$ (5,704,400)   | \$ (5,704,400)   |                |                |          |          |
| <b>Teacher Cadet</b>   | \$ (278,500)     | \$ (278,500)     |                |                |          |          |
| <b>Teacher Certification</b>                                 | \$ (3,274,500)   | \$ (3,274,500)   |                |                |          |          |
| <b>Teaching Fellows</b>                                      | \$ (1,300,000)   | \$ (1,300,000)   |                |                |          |          |
| Textbook Freight   | \$ (217,837)     | \$ (217,837)     |                |                |          |          |
| <b>TOTAL APPROPRIATIONS - K-12</b>                           | \$ 7,075,483,379 | \$ 6,968,186,918 | \$ 409,978,353 | \$ 403,419,564 | -1842.00 | -1842.00 |
| <b>Communtiy Colleges</b>                                    |                  |                  |                |                |          |          |
| Recommended Budget - Community Colleges                      | \$ 1,072,571,152 | \$ 1,114,034,594 |                |                |          |          |
| Adjust Continuation Budget                                   | \$ (68,294,556)  | \$ (109,757,998) |                |                |          |          |
| <b>Tuition, Continuing Education, and Enrollment</b>         | \$ (27,095,072)  | \$ (27,095,072)  | \$ 2,709,507   | \$ 2,709,507   |          |          |
| <b>Growth</b>  |                  |                  |                |                |          |          |
| <b>Data Connectivity at NC Community Colleges</b>            | \$ -             | \$ -             |                |                |          |          |
| <b>Distance Learning - Community College System</b>          | \$ -             | \$ -             |                |                |          |          |
| <b>Office Support</b>  |                  |                  |                |                |          |          |
| Eliminate Vacant Positions and Salary Reserves               | \$ (523,128)     | \$ (523,128)     |                |                | -7.00    | -7.00    |
| Eliminate Filled Positions                                   | \$ (835,708)     | \$ (835,708)     |                |                | -12.00   | -12.00   |
| Move Positions to Receipt Support                            | \$ (85,454)      | \$ (85,454)      |                |                |          |          |
| Rduce System Office Operating Budget                         | \$ (952,248)     | \$ (952,248)     |                |                |          |          |
| <b>Administration</b>  | \$ (2,931,652)   | \$ (2,931,652)   |                |                |          |          |
| <b>Allied Health</b>   | \$ (5,600,000)   | \$ (5,600,000)   |                |                |          |          |
| Baccalaureate Education Attainment Funds                     | \$ (112,751)     | \$ (112,751)     |                |                |          |          |
| Botanical Laboratory at Fayetteville Techincal               | \$ (300,000)     | \$ (300,000)     |                |                |          |          |
| Community College  |                  |                  |                |                |          |          |
| <b>Child Care Grants</b>                                     | \$ (1,923,016)   | \$ (1,923,016)   |                |                |          |          |
| Community Service Block Grant                                | \$ (1,066,603)   | \$ (1,066,603)   |                |                |          |          |
| Compensatory Education Administration                        | \$ (1,229,760)   | \$ (1,229,760)   |                |                |          |          |
| <b>Composites Testing</b>                                    | \$ (100,000)     | \$ (100,000)     |                |                |          |          |
| Eliminate Clerical Position from Funding Formula             | \$ (2,287,752)   | \$ (2,287,752)   |                |                |          |          |
| Eliminate College Trasfer Courses for Dual                   | \$ (14,614,950)  | \$ (14,614,950)  |                |                |          |          |
| Enrollment and Huskins Students                              |                  |                  |                |                |          |          |
| Eliminate Funds for Disadvantaged Nursing Students           | \$ (80,000)      | \$ (80,000)      |                |                |          |          |
| Eliminate Senior Citizen Tuition Waiver                      | \$ (15,046,655)  | \$ (15,046,655)  |                |                |          |          |
| Eliminate Special Allotment Funding                          | \$ (1,295,428)   | \$ (1,295,428)   |                |                |          |          |
| Eliminate Supplemental Hearing Impaired Funding              | \$ (190,000)     | \$ (190,000)     |                |                |          |          |
| <b>Facilities Engineer</b>                                   | \$ (91,993)      | \$ (91,993)      |                |                |          |          |
| Faculty and Staff Development Funds                          | \$ (507,068)     | \$ (507,068)     |                |                |          |          |
| <b>Focused Industry Training</b>                             | \$ (3,964,471)   | \$ (3,964,471)   |                |                |          |          |
| <b>Kannapolis Research Campus</b>                            | \$ (1,100,000)   | \$ (1,100,000)   |                |                |          |          |
| Maintenance of Plant Supplement                              | \$ (787,877)     | \$ (787,877)     |                |                |          |          |
| Merger of Hickory Metro Higher Education                     | \$ (505,834)     | \$ (505,834)     |                |                |          |          |
| <b>Multi-campus Center Funds</b>                             | \$ (1,896,178)   | \$ (1,896,178)   |                |                |          |          |
| <b>New Industry Training</b>                                 | \$ (6,028,541)   | \$ (6,028,541)   |                |                |          |          |
| Off-Campus Center Funds                                      | \$ (1,000,000)   | \$ (1,000,000)   |                |                |          |          |
| Prisoner Education Program Continuation Review               | \$ (32,899,715)  | \$ (32,899,715)  | \$ 32,899,715  |                |          |          |
| <b>Public Radio</b>  | \$ (458,921)     | \$ (458,921)     |                |                |          |          |
| Reduce 2+2 E-Learning initiative                             | \$ (250,000)     | \$ (250,000)     |                |                |          |          |
| Reduce BioNetwork Grants and Marketing Funds                 | \$ (1,440,675)   | \$ (1,440,675)   |                |                |          |          |
| Reduce Customized Training Funds                             | \$ (1,121,141)   | \$ (1,121,141)   |                |                |          |          |
| <b>Small Business Centers</b>                                | \$ (5,930,150)   | \$ (5,930,150)   |                |                |          |          |
| <b>Special Tech Centers</b>                                  | \$ (3,726,156)   | \$ (3,726,156)   |                |                |          |          |
| <b>Technical Education</b>                                   | \$ (1,000,000)   | \$ (1,000,000)   |                |                |          |          |
| Thai Entrepreneurship Fund                                   | \$ (221)         | \$ -             | \$ (221)       |                |          |          |
| <b>Tuition Waiver for Non-Certified School</b>               | \$ (80,000)      | \$ (80,000)      |                |                |          |          |
| <b>Employees</b>   |                  |                  |                |                |          |          |
| <b>Virtual Learning Community Development Centers</b>        | \$ -             | \$ -             |                |                |          |          |
| <b>Workers' Compensation Analyst</b>                         | \$ (62,068)      | \$ (62,068)      |                |                |          |          |
| <b>TOTAL APPROPRIATIONS - Community Colleges</b>             | \$ 865,155,410   | \$ 865,155,631   | \$ 35,609,001  | \$ 2,709,507   | -19.00   | -19.00   |
| <b>UNC</b>   |                  |                  |                |                |          |          |
| Recommended Budget - UNC System                              | \$ 3,026,185,255 | \$ 3,100,871,575 |                |                |          |          |
| <b>End GF Approp, Academic Support and Enrichment Center</b> | \$ (191,930)     | \$ (191,930)     |                |                |          |          |
| <b>End GF Approp, Ackland Art Museum</b>                     | \$ (882,915)     | \$ (882,915)     |                |                |          |          |
| <b>End GF Approp, American Indian Center</b>                 | \$ (177,565)     | \$ (177,565)     |                |                |          |          |
| <b>End GF Approp, Analytical Instrumentation Facility</b>    | \$ (313,000)     | \$ (313,000)     |                |                |          |          |

| Item  | FY10-R          | FY11-R          | FY10-NR | FY11-NR | FY10-FTE | FY11-FTE |
|---|-----------------|-----------------|---------|---------|----------|----------|
| End GF Approp, Animal and Poultry Waste Management Center                               | \$ (163,882)    | \$ (163,882)    |         |         |          |          |
| End GF Approp, Appalachian Regional Development Institute                               | \$ (260,085)    | \$ (260,085)    |         |         |          |          |
| End GF Approp, ASU Math and Science Education Center                                    | \$ (542,445)    | \$ (542,445)    |         |         |          |          |
| End GF Approp, Carolina Cardiovascular Biology Center                                   | \$ (287,970)    | \$ (287,970)    |         |         |          |          |
| End GF Approp, Carolina Center for Public Service                                       | \$ (422,255)    | \$ (422,255)    |         |         |          |          |
| End GF Approp, Carolina Population Center   | \$ (605,075)    | \$ (605,075)    |         |         |          |          |
| End GF Approp, Carolina Women's Center  | \$ (270,260)    | \$ (270,260)    |         |         |          |          |
| End GF Approp, Cecil G. Sheps Center for Health Services Research                       | \$ (1,037,400)  | \$ (1,037,400)  |         |         |          |          |
| End GF Approp, Center for Banking and Finance   | \$ (7,500)      | \$ (7,500)      |         |         |          |          |
| End GF Approp, Center for Biomedical Engineering Systems                                | \$ (53,340)     | \$ (53,340)     |         |         |          |          |
| End GF Approp, Center for Business and Economic Research                                | \$ (108,740)    | \$ (108,740)    |         |         |          |          |
| End GF Approp, Center for Chemical Toxicology and Research Pharmacokinetics             | \$ (511,440)    | \$ (511,440)    |         |         |          |          |
| End GF Approp, Center for Civil Rights  | \$ (278,875)    | \$ (278,875)    |         |         |          |          |
| End GF Approp, Center for Community Safety  | \$ (119,845)    | \$ (119,845)    |         |         |          |          |
| End GF Approp, Center for Critical Inquiry in the Liberal Arts                          | \$ (103,453)    | \$ (103,453)    |         |         |          |          |
| End GF Approp, Center for Design Innovation   | \$ (500,000)    | \$ (500,000)    |         |         |          |          |
| End GF Approp, Center for Developmental Science   | \$ (109,345)    | \$ (109,345)    |         |         |          |          |
| End GF Approp, Center for Economic Education  | \$ (64,278)     | \$ (64,278)     |         |         |          |          |
| End GF Approp, Center for Educational Studies and Development                           | \$ (28,195)     | \$ (28,195)     |         |         |          |          |
| End GF Approp, Center for Entrepreneurship  | \$ (88,340)     | \$ (88,340)     |         |         |          |          |
| End GF Approp, Center for Environmental and Resource Economic Policy                    | \$ (97,422)     | \$ (97,422)     |         |         |          |          |
| End GF Approp, Center for European Studies  | \$ (494,030)    | \$ (494,030)    |         |         |          |          |
| End GF Approp, Center for Faculty Excellence  | \$ (437,015)    | \$ (437,015)    |         |         |          |          |
| End GF Approp, Center for Faculty Excellence  | \$ (1,000,000)  | \$ (1,000,000)  |         |         |          |          |
| End GF Approp, Center for Family and Community Engagement                               | \$ (204,540)    | \$ (204,540)    |         |         |          |          |
| End GF Approp, Center for Health Disparities Research                                   | \$ (37,000)     | \$ (37,000)     |         |         |          |          |
| End GF Approp, Center for High Performance Simulation                                   | \$ (174,000)    | \$ (174,000)    |         |         |          |          |
| End GF Approp, Center for Infectious Diseases   | \$ (138,485)    | \$ (138,485)    |         |         |          |          |
| End GF Approp, Center for Integrated Fungal Research                                    | \$ (38,100)     | \$ (38,100)     |         |         |          |          |
| End GF Approp, Center for International Studies   | \$ (213,020)    | \$ (213,020)    |         |         |          |          |
| End GF Approp, Center for Math and Science Education                                    | \$ (171,905)    | \$ (171,905)    |         |         |          |          |
| End GF Approp, Center for Mathematics and Sciences Education                            | \$ (491,650)    | \$ (491,650)    |         |         |          |          |
| End GF Approp, Center for Natural Hazards Mitigation Research                           | \$ (10,000)     | \$ (10,000)     |         |         |          |          |
| End GF Approp, Center for Plant Breeding and Applied Plant Genomics                     | \$ (116,071)    | \$ (116,071)    |         |         |          |          |
| End GF Approp, Center for Professional and Applied Ethics                               | \$ (166,882)    | \$ (166,882)    |         |         |          |          |
| End GF Approp, Center for Public Television   | \$ (13,640,449) | \$ (13,640,449) |         |         |          |          |
| End GF Approp, Center for Quantitative Sciences in Biomedicine                          | \$ (111,750)    | \$ (111,750)    |         |         |          |          |
| End GF Approp, Center for Real Estate   | \$ (90,399)     | \$ (90,399)     |         |         |          |          |
| End GF Approp, Center for Research and Development in Mathematics and Science Education | \$ (317,590)    | \$ (317,590)    |         |         |          |          |
| End GF Approp, Center for Science, Mathematics, and Technology Education                | \$ (264,945)    | \$ (264,945)    |         |         |          |          |
| End GF Approp, Center for Slavic, Eurasian, and East European Studies                   | \$ (135,245)    | \$ (135,245)    |         |         |          |          |
| End GF Approp, Center for Sustainable Tourism   | \$ (374,575)    | \$ (374,575)    |         |         |          |          |
| End GF Approp, Center for Teaching Excellence   | \$ (109,090)    | \$ (109,090)    |         |         |          |          |

| Item   | FY10-R                 | FY11-R                 | FY10-NR | FY11-NR | FY10-FTE | FY11-FTE |
|--|------------------------|------------------------|---------|---------|----------|----------|
| End GF Approp, Center for the Biology of Nematode Parasitism                             | \$ (64,964)            | \$ (64,964)            |         |         |          |          |
| End GF Approp, Center for the Liberal Arts   | \$ (24,000)            | \$ (24,000)            |         |         |          |          |
| <b>End GF Approp, Center for the Study of the American South</b>                         | <b>\$ (676,415)</b>    | <b>\$ (676,415)</b>    |         |         |          |          |
| <b>End GF Approp, Center for Transportation Policy Studies</b>                           | <b>\$ (132,420)</b>    | <b>\$ (132,420)</b>    |         |         |          |          |
| <b>End GF Approp, Center for University Teaching and Learning</b>                        | <b>\$ (113,940)</b>    | <b>\$ (113,940)</b>    |         |         |          |          |
| <b>End GF Approp, Center for Urban Affairs and Community Services</b>                    | <b>\$ (152,225)</b>    | <b>\$ (152,225)</b>    |         |         |          |          |
| <b>End GF Approp, Center for Urban and Regional Studies</b>                              | <b>\$ (369,930)</b>    | <b>\$ (369,930)</b>    |         |         |          |          |
| <b>End GF Approp, Center for Women's Health and Wellness</b>                             | <b>\$ (108,265)</b>    | <b>\$ (108,265)</b>    |         |         |          |          |
| End GF Approp, Center on Aging   | \$ (10,757)            | \$ (10,757)            |         |         |          |          |
| <b>End GF Approp, Center on Poverty, Work, and Opportunity</b>                           | <b>\$ (90,710)</b>     | <b>\$ (90,710)</b>     |         |         |          |          |
| <b>End GF Approp, Clinical Nutrition Research Center</b>                                 | <b>\$ (11,846,310)</b> | <b>\$ (11,846,310)</b> |         |         |          |          |
| <b>End GF Approp, Developmental Disabilities Training Institute</b>                      | <b>\$ (293,450)</b>    | <b>\$ (293,450)</b>    |         |         |          |          |
| End GF Approp, Encore Center for Lifelong Enrichment                                     | \$ (71,243)            | \$ (71,243)            |         |         |          |          |
| End GF Approp, Family Research Center  | \$ (23,562)            | \$ (23,562)            |         |         |          |          |
| End GF Approp, Field Station at Lake Mattamuskeet Lodge                                  | \$ (3,451)             | \$ (3,451)             |         |         |          |          |
| <b>End GF Approp, Frank Porter Graham Child Development Center</b>                       | <b>\$ (2,326,023)</b>  | <b>\$ (2,326,023)</b>  |         |         |          |          |
| <b>End GF Approp, Furniture Manufacturing and Management Center</b>                      | <b>\$ (546,220)</b>    | <b>\$ (546,220)</b>    |         |         |          |          |
| End GF Approp, Gene Therapy Center   | \$ (87,293)            | \$ (87,293)            |         |         |          |          |
| <b>End GF Approp, General H. Hugh Shelton Leadership Center</b>                          | <b>\$ (168,570)</b>    | <b>\$ (168,570)</b>    |         |         |          |          |
| End GF Approp, Global Institute for Energy and Environmental Systems                     | \$ (56,985)            | \$ (56,985)            |         |         |          |          |
| <b>End GF Approp, Highway Safety Research Center</b>                                     | <b>\$ (543,825)</b>    | <b>\$ (543,825)</b>    |         |         |          |          |
| <b>End GF Approp, Howard W. Odum Institute for Research in Social Science</b>            | <b>\$ (1,247,360)</b>  | <b>\$ (1,247,360)</b>  |         |         |          |          |
| <b>End GF Approp, Hubbard Center for Faculty Development</b>                             | <b>\$ (278,435)</b>    | <b>\$ (278,435)</b>    |         |         |          |          |
| <b>End GF Approp, Injury Prevention Research Center</b>                                  | <b>\$ (126,025)</b>    | <b>\$ (126,025)</b>    |         |         |          |          |
| <b>End GF Approp, Institute for Coastal Science and Policy</b>                           | <b>\$ (959,990)</b>    | <b>\$ (959,990)</b>    |         |         |          |          |
| <b>End GF Approp, Institute for Emerging Issues</b>                                      | <b>\$ (561,090)</b>    | <b>\$ (561,090)</b>    |         |         |          |          |
| End GF Approp, Institute for Statistics  | \$ (833,129)           | \$ (833,129)           |         |         |          |          |
| <b>End GF Approp, Institute for the Arts and Humanities</b>                              | <b>\$ (180,273)</b>    | <b>\$ (180,273)</b>    |         |         |          |          |
| End GF Approp, Institute for the Study of the Americas                                   | \$ (227,296)           | \$ (227,296)           |         |         |          |          |
| <b>End GF Approp, Institute of Marine Sciences</b>                                       | <b>\$ (1,853,375)</b>  | <b>\$ (1,853,375)</b>  |         |         |          |          |
| End GF Approp, Institute of Outdoor Drama  | \$ (91,259)            | \$ (91,259)            |         |         |          |          |
| <b>End GF Approp, Integrated Manufacturing Systems Engineering Institute</b>             | <b>\$ (211,430)</b>    | <b>\$ (211,430)</b>    |         |         |          |          |
| <b>End GF Approp, James B. Hunt, Jr. Institute for Educational Leadership and Policy</b> | <b>\$ (1,357,810)</b>  | <b>\$ (1,357,810)</b>  |         |         |          |          |
| <b>End GF Approp, Juvenile Justice Institute</b>   | <b>\$ (255,580)</b>    | <b>\$ (255,580)</b>    |         |         |          |          |
| <b>End GF Approp, Maya Angelou Institute</b>   | <b>\$ (157,200)</b>    | <b>\$ (157,200)</b>    |         |         |          |          |
| <b>End GF Approp, Minerals Research Laboratory</b>                                       | <b>\$ (570,000)</b>    | <b>\$ (570,000)</b>    |         |         |          |          |
| <b>End GF Approp, ML Coulter Faculty Center</b>  | <b>\$ (223,865)</b>    | <b>\$ (223,865)</b>    |         |         |          |          |
| <b>End GF Approp, National Center for Developmental Education</b>                        | <b>\$ (210,745)</b>    | <b>\$ (210,745)</b>    |         |         |          |          |
| <b>End GF Approp, National Environmental Modeling Analysis Center</b>                    | <b>\$ (659,769)</b>    | <b>\$ (659,769)</b>    |         |         |          |          |
| <b>End GF Approp, Neurodevelopmental Disorders Research Center</b>                       | <b>\$ (191,420)</b>    | <b>\$ (191,420)</b>    |         |         |          |          |

| Item   | FY10-R           | FY11-R           | FY10-NR        | FY11-NR        | FY10-FTE | FY11-FTE |
|--|------------------|------------------|----------------|----------------|----------|----------|
| End GF Approp, Nonwovens Institute and Nonwovens Cooperative Research Center         | \$ (340,170)     | \$ (340,170)     |                |                |          |          |
| End GF Approp, North Carolina Agromedicine Institute                                 | \$ (291,695)     | \$ (291,695)     |                |                |          |          |
| End GF Approp, North Carolina Botanical Garden                                       | \$ (1,250,000)   | \$ (1,250,000)   |                |                |          |          |
| End GF Approp, North Carolina Institute for Public Health                            | \$ (3,724,790)   | \$ (3,724,790)   |                |                |          |          |
| End GF Approp, Office of Engagement, Innovation, and Economic Development            | \$ (1,316,380)   | \$ (1,316,380)   |                |                |          |          |
| End GF Approp, Pediatric Healthy Weight and Treatment Center                         | \$ (14,855)      | \$ (14,855)      |                |                |          |          |
| End GF Approp, Regional Center for Economic, Community, and Professional Development | \$ (43,225)      | \$ (43,225)      |                |                |          |          |
| End GF Approp, Renaissance Computing Institute                                       | \$ (9,796,440)   | \$ (9,796,440)   |                |                |          |          |
| End GF Approp, Sustainable Resources and Resilience Project                          | \$ (394,990)     | \$ (394,990)     |                |                |          |          |
| End GF Approp, The Ergonomics Center of North Carolina                               | \$ (704,155)     | \$ (704,155)     |                |                |          |          |
| End GF Approp, Thurston Arthritis Research Center                                    | \$ (180,785)     | \$ (180,785)     |                |                |          |          |
| End GF Approp, UNC Coastal Studies Institute   | \$ (664,000)     | \$ (664,000)     |                |                |          |          |
| End GF Approp, UNC Exchange Program  | \$ (145,635)     | \$ (145,635)     |                |                |          |          |
| End GF Approp, UNC Institute of Aging  | \$ (678,625)     | \$ (678,625)     |                |                |          |          |
| End GF Approp, Urban Institute   | \$ (428,685)     | \$ (428,685)     |                |                |          |          |
| End GF Approp, Water Resources Institute   | \$ (640,260)     | \$ (640,260)     |                |                |          |          |
| End GF Approp, William and Ida Friday Center for Continuing Education                | \$ (200,000)     | \$ (200,000)     |                |                |          |          |
| End GF Approp, William and Ida Friday Institute for Educational Innovation           | \$ (2,067,160)   | \$ (2,067,160)   |                |                |          |          |
| End GF Approp, Remaining Centers and Institutes                                      | \$ (48,032,710)  | \$ (48,032,710)  |                |                |          |          |
| Adjust Continuation Budget   | \$ (154,155,458) | \$ (228,841,778) |                |                |          |          |
| Payback portion of UNC debt principal  |                  |                  | \$ 250,000,000 | \$ 100,000,000 |          |          |
| Increase tuition so state funding falls to \$290 per capita, federal funds offset    | \$ (150,000,000) | \$ (150,000,000) | \$ 15,000,000  | \$ 15,000,000  |          |          |
| Tuition Surcharge  |                  | \$ (1,000,000)   |                |                |          |          |
| Enrollment Growth  | \$ 44,197,776    | \$ 44,197,776    |                |                |          |          |
| Management Flexibility Reduction   | \$ (147,866,184) | \$ (214,497,403) |                |                |          |          |
| A+ Schools Program   | \$ (100,000)     | \$ (100,000)     |                |                |          |          |
| Aid to UNC Hospitals   | \$ (10,000,000)  | \$ (10,000,000)  |                |                |          |          |
| CFNC Teacher Recruitment Module  | \$ (25,000)      | \$ (25,000)      |                |                |          |          |
| End Legislators' Schools For Leadership Development                                  | \$ (1,386,607)   | \$ (1,458,704)   |                |                | -4.00    | -4.00    |
| Faculty/Staff Tuition Waiver   | \$ (700,000)     | \$ (700,000)     |                |                |          |          |
| Focused Growth Reserve Eliminated  | \$ (1,343,002)   | \$ (1,343,002)   |                |                |          |          |
| Hickory Regional Partnership   | \$ 250,000       | \$ 250,000       |                |                |          |          |
| NC Center for International Understanding  | \$ (217,578)     | \$ (217,578)     |                |                |          |          |
| NC Center for the Advancement of Teaching (NCCAT)                                    | \$ (1,043,511)   | \$ (1,043,511)   |                |                |          |          |
| NC Judicial College  | \$ (250,000)     | \$ (250,000)     |                |                |          |          |
| NC LIVE  | \$ (145,440)     | \$ (145,440)     |                |                |          |          |
| NC Model Teacher Education Consortium  | \$ (400,000)     | \$ (400,000)     |                |                |          |          |
| Reserve for Distance Education   | \$ (225,872)     | \$ (225,872)     |                |                |          |          |
| Reserve for Information Technology   | \$ (150,000)     | \$ (150,000)     |                |                |          |          |
| Retention Pilot Programs   | \$ (238,600)     | \$ (238,600)     |                |                |          |          |
| Senior Citizen Tuition Waivers   | \$ (300,000)     | \$ (300,000)     |                |                |          |          |
| Special Talent Tuition Waiver  | \$ (300,000)     | \$ (300,000)     |                |                |          |          |
| Summer Performances on Roanoke Island  | \$ (482,338)     | \$ (482,338)     |                |                |          |          |
| Summer Term Teacher Education Programs   | \$ (150,000)     | \$ (150,000)     |                |                |          |          |
| Teacher Recruitment and Retention  | \$ (350,000)     | \$ (350,000)     |                |                |          |          |
| UNC-CH Translational Medicine Program  | \$ (250,000)     | \$ (250,000)     |                |                |          |          |
| Academic Summer Bridge and Retention Pilot Programs                                  | \$ (1,193,000)   | \$ (1,193,000)   |                |                |          |          |
| Biomanufacturing Research Institute and Technology Enterprise (BRITE)                | \$ (2,000,000)   | \$ (2,000,000)   |                |                |          |          |
| Dairy Agriculture Extension Agents   | \$ (200,000)     | \$ (200,000)     |                |                | -2.00    | -2.00    |
| ECSU Aviation Program  | \$ (300,000)     | \$ (300,000)     |                |                |          |          |

| Item   | FY10-R                  | FY11-R                  | FY10-NR               | FY11-NR               | FY10-FTE      | FY11-FTE      |
|--|-------------------------|-------------------------|-----------------------|-----------------------|---------------|---------------|
| Graduate Nurse Scholarships for Faculty                          | \$ (1,200,000)          | \$ (1,200,000)          |                       |                       |               |               |
| Production   |                         |                         |                       |                       |               |               |
| Graduate Student Recruitment and Retention                       | \$ (3,500,000)          | \$ (3,500,000)          |                       |                       |               |               |
| Hunt Institute   | \$ (500,000)            | \$ (500,000)            |                       |                       |               |               |
| Joint Program in Nanotechnology                                  | \$ (2,900,000)          | \$ (2,900,000)          |                       |                       |               |               |
| NC A&T College of Engineering                                    | \$ (2,000,000)          | \$ (2,000,000)          |                       |                       |               |               |
| NC Engineering Technology Center at Hickory                      | \$ (600,000)            | \$ (600,000)            |                       |                       |               |               |
| NCSU Horticultural Program in Eastern NC                         | \$ (200,000)            | \$ (200,000)            |                       |                       |               |               |
| NCSU School of Engineering: bioengineering                       | \$ (7,000,000)          | \$ (7,000,000)          |                       |                       |               |               |
| North Carolina Central University Law School                     | \$ (4,500,000)          | \$ (4,500,000)          |                       |                       |               |               |
| Perinatal Mortality and Disease                                  | \$ (50,000)             | \$ (50,000)             |                       |                       |               |               |
| TEACCH   | \$ (353,064)            | \$ (353,064)            |                       |                       |               |               |
| Teacher Education Enrollment Planning and Recruitment            | \$ (1,500,000)          | \$ (1,500,000)          |                       |                       |               |               |
| Teacher Education Pilot Program                                  | \$ (750,000)            | \$ (750,000)            |                       |                       |               |               |
| UNC-CH Law School  | \$ (2,000,000)          | \$ (2,000,000)          |                       |                       |               |               |
| University Cancer Research Fund                                  | \$ (15,500,000)         | \$ (15,500,000)         |                       |                       |               |               |
| WCU Forensic Science Program                                     | \$ (500,000)            | \$ (500,000)            |                       |                       |               |               |
| Area Health Education Centers (AHEC)                             | \$ (2,320,791)          | \$ (2,320,791)          |                       |                       |               |               |
| Biomanufacturing Teaching & Education                            | \$ (2,377,133)          | \$ (2,377,133)          |                       |                       |               |               |
| Board of Governors TEACH Awards                                  | \$ (250,000)            | \$ (250,000)            |                       |                       |               |               |
| ECU Dental School Operations                                     | \$ (2,500,000)          | \$ (2,500,000)          |                       |                       |               |               |
| Full-Time-Equiv. Status for Student Funding                      | \$ (36,381,143)         | \$ (36,381,143)         |                       |                       |               |               |
| Future Teachers Scholarship Loan                                 | \$ (1,267,500)          | \$ (1,495,000)          |                       |                       |               |               |
| Gateway Technology Center  | \$ (177,000)            | \$ (177,000)            |                       |                       |               |               |
| Kannapolis Research Center                                       | \$ (20,500,000)         | \$ (20,500,000)         |                       |                       |               |               |
| Legislative Tuition Grant and State Contractual Scholarship Fund | \$ (2,372,250)          | \$ (2,372,250)          |                       |                       |               |               |
| Legislative Tuition Grant For Part-Time Students                 | \$ (1,500,000)          | \$ (1,500,000)          |                       |                       |               |               |
| Legislative Tuition Grant Increase                               | \$ (1,600,000)          | \$ (1,600,000)          |                       |                       |               |               |
| NC TEACH   | \$ (250,000)            | \$ (250,000)            |                       |                       |               |               |
| North Carolina School of Science and Math Tuition Grant          | \$ (834,099)            | \$ (834,099)            |                       |                       |               |               |
| Prospective Teacher Scholarships                                 | \$ (2,381,164)          | \$ (2,381,164)          |                       |                       |               |               |
| Religious College Grant  | \$ (29,700)             | \$ (29,700)             |                       |                       |               |               |
| Renaissance Computing Institute                                  | \$ (6,635,552)          | \$ (6,635,552)          |                       |                       | -5.55         | -5.55         |
| Research Overhead  | \$ (85,000,000)         | \$ (85,000,000)         |                       |                       |               |               |
| Resident Status for Nonresident Students                         | \$ (13,880,000)         | \$ (13,880,000)         |                       |                       |               |               |
| TA Scholarship Fund  | \$ (160,925)            | \$ (160,925)            |                       |                       |               |               |
| Teacher Prep Distributed Education                               | \$ (1,801,861)          | \$ (1,801,861)          |                       |                       |               |               |
| UNC Campus Scholarships  | \$ (2,397,950)          | \$ (2,397,950)          |                       |                       |               |               |
| UNC College Scholars   | \$ (2,371,253)          | \$ (2,371,253)          |                       |                       |               |               |
| UNC Faculty Recruitment and Retention                            | \$ (8,000,000)          | \$ (8,000,000)          |                       |                       |               |               |
| UNC Hospitals  | \$ (4,567,397)          | \$ (4,567,397)          |                       |                       |               |               |
| UNC-CH Office of Executive Director of the Arts                  | \$ (2,100,386)          | \$ (2,100,386)          |                       |                       | -14.00        | -14.00        |
| UNC-CH Small Business and Technology Center                      | \$ (981,618)            | \$ (981,618)            |                       |                       | -5.00         | -5.00         |
| UNC-CH Vice Chancellor for Research and Economic Development     | \$ (1,969,286)          | \$ (1,686,877)          |                       |                       | -14.00        | -14.00        |
| Vice Chancellor for Research and Economic Development            | \$ -                    | \$ -                    |                       |                       | -14.00        | -14.00        |
| Virtual Library  | \$ (1,454,399)          | \$ (1,454,399)          |                       |                       |               |               |
| Administration (Campus and System)                               | \$ (49,317,312)         | \$ (49,317,312)         |                       |                       |               |               |
| EARN Scholars  | \$ 50,000,000           | \$ 50,000,000           |                       |                       |               |               |
| Information Technology (IT) Initiatives                          | \$ -                    | \$ -                    |                       |                       |               |               |
| Need-Based Financial Aid   | \$ 125,000,000          | \$ 125,000,000          |                       |                       |               |               |
| Regional Education Program                                       | \$ (1,887,370)          | \$ (1,887,370)          |                       |                       |               |               |
| UNC Online   | \$ -                    | \$ -                    |                       |                       |               |               |
| American Home at NC State  | \$ (100,435)            | \$ (100,435)            |                       |                       |               |               |
| Focused Growth Schools   | \$ (15,271,501)         | \$ (15,271,501)         |                       |                       |               |               |
| Global Knowledge Center  | \$ (1,265,126)          | \$ (1,265,126)          |                       |                       |               |               |
| Major Research Initiative  | \$ (1,013,532)          | \$ (1,013,532)          |                       |                       |               |               |
| NC Arboretum   | \$ (207,751)            | \$ (207,751)            |                       |                       |               |               |
| Ocracoke Island Station  | \$ (247,348)            | \$ (247,348)            |                       |                       |               |               |
| Strategic Initiative   | \$ (3,300,000)          | \$ (3,300,000)          |                       |                       |               |               |
| UNC-NCCCS 2+2 Joint E-Learning Initiative                        | \$ (1,000,000)          | \$ (1,000,000)          |                       |                       |               |               |
| YMCA   | \$ (36,068)             | \$ (36,068)             |                       |                       |               |               |
| <b>TOTAL APPROPRIATIONS - UNC System</b>                         | <b>\$ 2,324,316,062</b> | <b>\$ 2,256,667,655</b> | <b>\$ 265,000,000</b> | <b>\$ 115,000,000</b> | <b>-58.55</b> | <b>-58.55</b> |

| Item  | FY10-R                | FY11-R                | FY10-NR        | FY11-NR        | FY10-FTE      | FY11-FTE      |
|---|-----------------------|-----------------------|----------------|----------------|---------------|---------------|
| <b>General Government - Administration</b>            |                       |                       |                |                |               |               |
| Recommended Budget                                    | \$ 78,170,163         | \$ 78,362,881         |                |                |               |               |
| Reduce Appropriation to Telecommunications Office     | \$ (3,754,009)        | \$ (3,946,727)        |                |                |               |               |
| Adjust Continuation Budget                            | \$ (1,578,280)        | \$ (1,578,280)        |                |                |               |               |
| Management Flexibility Reserve                        | \$ -                  | \$ (1,013,218)        |                |                |               |               |
| End Lease for E-Procurement Services                  | \$ (39,832)           | \$ (119,496)          |                |                |               |               |
| Reduction to Telecommunications Office                | \$ (32,781)           | \$ (32,781)           |                |                |               |               |
| Eliminate Scanning Function of Applications           | \$ (36,535)           | \$ (36,535)           |                |                | -1.00         | -1.00         |
| Reduce Various Line Items                             | \$ (179,843)          | \$ (179,843)          |                |                |               |               |
| Reduction to Displaced Homemakers Program Fund        | \$ (20,096)           | \$ (20,096)           |                |                |               |               |
| Reduction to Sexual/Assault Rape Crisis Funds         | \$ (195,175)          | \$ (195,175)          |                |                |               |               |
| Reduction to Youth Involvement Grant Program          | \$ (416)              | \$ (416)              |                |                |               |               |
| Reduction to Youth Involvement Office                 | \$ (50,752)           | \$ (50,752)           |                |                |               |               |
| Reduce to Veterans Affairs Aid to Counties            | \$ (12,032)           | \$ (12,032)           |                |                |               |               |
| Reduction to Veteran Affairs                          | \$ (364,551)          | \$ (364,551)          |                |                |               |               |
| Shift Three Positions to Receipt Support              | \$ (114,175)          | \$ (114,175)          |                |                | -3.00         | -3.00         |
| Reduction to Domestic Violence Center Fund            | \$ (340,405)          | \$ (340,405)          |                |                |               |               |
| Reduction to Commission on Indian Affairs             | \$ (25,549)           | \$ (25,549)           |                |                |               |               |
| Reduce Janitorial Services                            | \$ (780,443)          | \$ (780,443)          |                |                |               |               |
| Eliminate Vacant Positions                            | \$ (2,497,756)        | \$ (2,500,165)        |                |                | -41.50        | -41.50        |
| Reduce Temporary Wages                                | \$ (11,842)           | \$ (11,842)           |                |                |               |               |
| <b>State Energy Office</b>                            | <b>\$ (721,768)</b>   | <b>\$ (721,768)</b>   |                |                | <b>-8.00</b>  | <b>-8.00</b>  |
| <b>Administration</b>                                 | <b>\$ (444,459)</b>   | <b>\$ (444,459)</b>   |                |                |               |               |
| <b>N.C. Council for Women</b>                         | <b>\$ (4,194,807)</b> | <b>\$ (4,194,807)</b> |                |                | <b>-11.36</b> | <b>-11.36</b> |
| <b>Human Relations Commission</b>                     | <b>\$ (667,647)</b>   | <b>\$ (667,647)</b>   |                |                | <b>-10.68</b> | <b>-10.68</b> |
| <b>Martin Luther King Commission</b>                  | <b>\$ (69,085)</b>    | <b>\$ (69,085)</b>    |                |                |               |               |
| <b>Commission on Indian Affairs</b>                   | <b>\$ (307,678)</b>   | <b>\$ (373,594)</b>   |                |                | <b>-5.98</b>  | <b>-5.98</b>  |
| <b>Youth Involvement Office</b>                       | <b>\$ (924,536)</b>   | <b>\$ (924,536)</b>   |                |                | <b>-10.00</b> | <b>-10.00</b> |
| <b>Historically Underutilized Businesses (HUBSCO)</b> | <b>\$ (1,034,108)</b> | <b>\$ (1,034,108)</b> |                |                | <b>-14.00</b> | <b>-14.00</b> |
| <b>State Construction - Design Review Teams</b>       | <b>\$ (318,287)</b>   | <b>\$ (318,287)</b>   |                |                |               |               |
| <b>State Capitol Police - Public Safety Officers</b>  | <b>\$ (286,069)</b>   | <b>\$ (286,069)</b>   |                |                | <b>-6.00</b>  | <b>-6.00</b>  |
| Total Appropriation                                   | \$ 59,167,247         | \$ 58,006,040         | \$ -           | \$ -           | -111.52       | -111.52       |
| <b>State Auditor</b>                                  |                       |                       |                |                |               |               |
| Recommended Budget                                    | \$ 14,389,111         | \$ 14,405,383         |                |                |               |               |
| Adjust Continuation Budget                            | \$ (1,162,930)        | \$ (1,179,202)        |                |                |               |               |
| Management Flexibility Reserve                        | \$ -                  | \$ (186,259)          |                |                |               | -1.00         |
| Eliminate Vacant Positions                            | \$ (224,597)          | \$ (226,529)          |                |                | -3.00         | -3.00         |
| Total Appropriation                                   | \$ 13,001,584         | \$ 12,813,393         | \$ -           | \$ -           | -3.00         | -4.00         |
| <b>Cultural Resources</b>                             |                       |                       |                |                |               |               |
| Recommended Budget                                    | \$ 77,933,097         | \$ 79,329,609         |                |                |               |               |
| Adjust Continuation Budget                            | \$ (2,210,534)        | \$ (3,607,046)        |                |                |               |               |
| Management Flexibility Reserve                        | \$ -                  | \$ (1,025,718)        |                |                |               |               |
| Reduce Operating Expenses                             | \$ (105,501)          | \$ (106,092)          |                |                | -1.00         | -1.00         |
| Reduce Administrative Services                        | \$ (193,640)          | \$ (193,640)          |                |                |               |               |
| Reduce Archives & History - Administration            | \$ (105,738)          | \$ (105,738)          |                |                |               |               |
| Reduce Archives & Records                             | \$ (216,759)          | \$ (218,708)          |                |                | -4.00         | -4.00         |
| Reduce State Capitol                                  | \$ (6,873)            | \$ (6,873)            |                |                |               |               |
| Reduce Historic Preservation                          | \$ (28,450)           | \$ (28,450)           |                |                |               |               |
| Reduce Office of State Archaeology                    | \$ (47,503)           | \$ (48,014)           |                |                |               |               |
| Reduce Western Office                                 | \$ (254,862)          | \$ (257,259)          |                |                |               |               |
| Reduction to Grants                                   | \$ (957,956)          | \$ (958,513)          |                |                |               |               |
| Reduce State Library Services                         | \$ (623,249)          | \$ (626,426)          |                |                | -3.83         | -3.83         |
| Reduce State-Aid and other Division Accounts          | \$ (2,039,712)        | \$ (2,039,712)        |                |                |               |               |
| Reduce Museum of History                              | \$ (857,158)          | \$ (857,158)          |                |                | -1.00         | -1.00         |
| Reduce Operating Reserves                             | \$ -                  | \$ -                  | \$ (1,456,484) | \$ (2,809,565) |               |               |
| <b>Close South Port Maritime Museum</b>               | <b>\$ (167,971)</b>   | <b>\$ (167,971)</b>   |                |                | <b>-2.00</b>  | <b>-2.00</b>  |
| <b>Eliminate History Bowl Program</b>                 | <b>\$ (17,194)</b>    | <b>\$ (17,194)</b>    |                |                |               |               |
| <b>Eliminate 16.5 vacant positions</b>                | <b>\$ (696,644)</b>   | <b>\$ (696,644)</b>   |                |                | <b>-16.50</b> | <b>-16.50</b> |
| <b>Eliminate Temporary Positions</b>                  | <b>\$ (299,147)</b>   | <b>\$ (299,147)</b>   |                |                |               |               |
| <b>Administration</b>                                 | <b>\$ (433,896)</b>   | <b>\$ (433,896)</b>   |                |                |               |               |
| <b>Historical Publications</b>                        | <b>\$ (340,738)</b>   | <b>\$ (340,738)</b>   |                |                |               |               |
| <b>State Historic Sites</b>                           | <b>\$ (4,215,318)</b> | <b>\$ (4,215,318)</b> |                |                |               |               |
| <b>Tryon Palace/Gardens</b>                           | <b>\$ (1,114,797)</b> | <b>\$ (1,114,797)</b> |                |                |               |               |
| <b>NC Maritime Museum</b>                             | <b>\$ (601,924)</b>   | <b>\$ (601,924)</b>   |                |                |               |               |
| <b>NC Museum of Art</b>                               | <b>\$ (2,174,629)</b> | <b>\$ (2,174,629)</b> |                |                |               |               |

| Item  | FY10-R          | FY11-R          | FY10-NR        | FY11-NR        | FY10-FTE | FY11-FTE |
|---|-----------------|-----------------|----------------|----------------|----------|----------|
| <b>NC Arts Council (including Grassroots Arts Program)</b>  | \$ (8,063,962)  | \$ (8,063,962)  |                |                |          |          |
| <b>NC Symphony</b>  | \$ (2,261,824)  | \$ (2,261,824)  |                |                |          |          |
| <b>NC Museum of History</b>   | \$ (3,324,703)  | \$ (3,324,703)  |                |                |          |          |
| <b>Archives and History - Enhanced History Education</b>  | \$ (100,000)    | \$ (100,000)    |                |                |          |          |
| <b>Archives and History - Abandoned Cemetery Preservation</b>                                       | \$ (119,741)    | \$ (119,741)    |                |                | -2.00    | -2.00    |
| <b>Archives and History - African American Heritage Commission</b>                                  | \$ (32,500)     | \$ (32,500)     |                |                |          |          |
| <b>Museum of History - Graveyard of the Atlantic Administration - Information Technology</b>        | \$ (300,000)    | \$ (300,000)    |                |                |          |          |
|   | \$ (224,800)    | \$ (224,800)    |                |                |          |          |
| <b>Consolidation</b>  |                 |                 |                |                |          |          |
| Total Appropriation   | \$ 45,795,375   | \$ 44,760,475   | \$ (1,456,484) | \$ (2,809,565) | -30.33   | -30.33   |
| <b>Cultural Resources - Roanoke Island</b>  |                 |                 |                |                |          |          |
| Recommended Budget  | \$ 2,095,402    | \$ 2,095,402    |                |                |          |          |
| <b>Eliminate Commission</b>   | \$ (2,095,402)  | \$ (2,095,402)  |                |                |          |          |
| Total Appropriation   | \$ -            | \$ -            | \$ -           | \$ -           | 0.00     | 0.00     |
| <b>General Assembly</b>   |                 |                 |                |                |          |          |
| Recommended Budget  | \$ 62,347,066   | \$ 64,056,544   |                |                |          |          |
| Adjust Continuation Budget  | \$ (6,568,251)  | \$ (6,375,018)  |                |                |          |          |
| Management Flexibility Reserve  | \$ -            | \$ (828,240)    |                |                |          | -6.00    |
| Eliminate Vacant Positions and Adjust Additional Expenditure Accounts                               | \$ (1,492,523)  | \$ (1,438,958)  |                |                | -21.00   | -21.00   |
| Adjust Health Insurance Expense   | \$ (632,000)    | \$ (632,000)    |                |                |          |          |
| Reduce Various Accounts   | \$ (1,788,185)  | \$ (1,159,630)  |                |                |          |          |
| <b>Food Service</b>   | \$ (671,687)    | \$ (671,687)    |                |                |          |          |
| Total Appropriation   | \$ 51,194,420   | \$ 52,951,011   | \$ -           | \$ -           | -21.00   | -27.00   |
| <b>Governor's Office</b>  |                 |                 |                |                |          |          |
| Recommended Budget  | \$ 6,616,233    | \$ 6,622,879    |                |                |          |          |
| <b>Education Office</b>   | \$ (434,700)    | \$ (434,700)    |                |                |          |          |
| <b>Reduce Funding for Salaries</b>  | \$ (266,842)    | \$ (266,842)    |                |                |          |          |
| <b>Dues to National Governors' Association</b>  | \$ (464,975)    | \$ (464,975)    |                |                |          |          |
| Adjust Continuation Budget  | \$ (124,080)    | \$ (130,726)    |                |                |          |          |
| Management Flexibility Reserve  | \$ -            | \$ (85,633)     |                |                |          |          |
| Reduce Expenditure Accounts   | \$ (162,832)    | \$ (159,304)    |                |                |          |          |
| Reduce Various Accounts   | \$ (263,820)    | \$ (263,885)    |                |                |          |          |
| Total Appropriation   | \$ 4,898,984    | \$ 4,816,814    | \$ -           | \$ -           | 0.00     | 0.00     |
| <b>Housing Finance Agency</b>   |                 |                 |                |                |          |          |
| Recommended Budget  | \$ 14,608,417   | \$ 14,608,417   |                |                |          |          |
| <b>North Carolina Housing Trust Fund</b><br>( <a href="http://tr.im/nchtf">http://tr.im/nchtf</a> ) | \$ (10,000,000) | \$ (10,000,000) |                |                |          |          |
| <b>Home Protection Program</b> ( <a href="http://tr.im/fixq">http://tr.im/fixq</a> )                | \$ (4,608,417)  | \$ (4,608,417)  |                |                |          |          |
| Total Appropriation   | \$ -            | \$ -            | \$ -           | \$ -           | 0.00     | 0.00     |
| <b>Insurance</b>  |                 |                 |                |                |          |          |
| Recommended Budget  | \$ 33,824,822   | \$ 33,887,006   |                |                |          |          |
| <b>Seniors' Health Information Program Call Center</b>  | \$ (284,646)    | \$ (284,646)    |                |                | -4.00    | -4.00    |
| <b>Safe Kids Program Coordination &amp; Outreach</b>  | \$ (124,898)    | \$ (124,898)    |                |                | -2.00    | -2.00    |
| <b>Company Services Group - Insurance Examiner II</b>   | \$ (166,080)    | \$ (166,080)    |                |                | -2.00    | -2.00    |
| <b>Public Services - Insurance Regulatory Analyst I</b>   | \$ (297,412)    | \$ (297,412)    |                |                | -4.00    | -4.00    |
| <b>Office of the State Fire Marshal - Staff Expansion</b>   | \$ (364,693)    | \$ (364,693)    |                |                | -4.00    | -4.00    |
| <b>Office of the State Fire Marshal - Training and Inspection Travel</b>                            | \$ (150,000)    | \$ (150,000)    |                |                |          |          |
| Reduce State Property Fire Insurance Fund   | \$ -            | \$ -            | \$ (200,000)   | \$ (200,000)   |          |          |
| Reduce NC Auto Retrospective Insurance Fund   | \$ -            | \$ -            | \$ (1,300,000) | \$ (1,300,000) |          |          |
| Adjust Continuation Budget  | \$ (639,035)    | \$ (701,219)    |                |                |          |          |
| Management Flexibility Reserve  | \$ -            | \$ (438,153)    |                |                |          |          |
| Reduce Various Operating Accounts   | \$ (316,449)    | \$ (316,449)    |                |                |          |          |
| Total Appropriation   | \$ 31,481,609   | \$ 31,043,456   | \$ (1,500,000) | \$ (1,500,000) | -16.00   | -16.00   |

| Item  | FY10-R         | FY11-R         | FY10-NR     | FY11-NR     | FY10-FTE | FY11-FTE |
|---|----------------|----------------|-------------|-------------|----------|----------|
| <b>Insurance - Worker's Compensation Fund</b>               |                |                |             |             |          |          |
| Total Appropriation: Insurance - Worker's Compensation Fund | \$ 4,500,000   | \$ 4,500,000   |             |             |          |          |
| <b>Lieutenant Governor</b>                                  |                |                |             |             |          |          |
| Recommended Budget  | \$ 966,706     | \$ 966,706     |             |             |          |          |
| <b>Office Assistant Hours</b>                               | \$ (4,019)     | \$ (4,019)     |             |             | -0.10    | -0.10    |
| <b>Operating Budget</b>                                     | \$ (2,791)     | \$ (2,791)     |             |             |          |          |
| Adjust Continuation Budget                                  | \$ (5,673)     | \$ (5,673)     |             |             |          |          |
| Management Flexibility Reserve                              | \$ -           | \$ (12,499)    |             |             |          |          |
| Reduce Various Operating Accounts                           | \$ (22,831)    | \$ (22,831)    | \$ (16,831) | \$ (16,831) |          |          |
| Total Appropriation   | \$ 931,392     | \$ 918,893     | \$ (16,831) | \$ (16,831) | -0.10    | -0.10    |
| <b>Office of Administrative Hearings</b>                    |                |                |             |             |          |          |
| <b>Recommended Budget</b>                                   | \$ 4,266,407   | \$ 4,279,242   |             |             |          |          |
| <b>Adjust Continuation Budget</b>                           | \$ (475,445)   | \$ (488,280)   |             |             |          |          |
| <b>Administrative Hearings Assistant</b>                    | \$ (48,546)    | \$ (48,546)    |             |             | -1.00    | -1.00    |
| <b>Information Technology Consolidation</b>                 | \$ (42,700)    | \$ (42,700)    |             |             |          |          |
| Management Flexibility Reserve                              | \$ -           | \$ (55,330)    |             |             |          |          |
| Eliminate Vacant Positions                                  | \$ (110,895)   | \$ (112,436)   |             |             | -3.00    | -3.00    |
| Reduce Various Operating Accounts                           | \$ (64,689)    | \$ (64,689)    |             |             |          |          |
| Total Appropriation   | \$ 3,524,132   | \$ 3,467,261   | \$ -        | \$ -        | -4.00    | -4.00    |
| <b>Revenue</b>  |                |                |             |             |          |          |
| Recommended Budget  | \$ 91,347,503  | \$ 91,440,473  |             |             |          |          |
| <b>Guest Worker Program</b>                                 | \$ (500,000)   | \$ (500,000)   |             |             |          |          |
| <b>Convert Property Tax Division to Receipt Support</b>     | \$ (823,304)   | \$ (823,304)   |             |             | -17.00   | -17.00   |
| <b>Eliminate 17 Vacant Positions</b>                        | \$ (1,461,744) | \$ (1,461,744) |             |             |          |          |
| <b>Eliminate Temporary Positions</b>                        | \$ (2,798,900) | \$ (2,798,900) |             |             |          |          |
| <b>Administration - 1600</b>                                | \$ (400,471)   | \$ (400,471)   |             |             |          |          |
| <b>Administrative Services - 1681</b>                       | \$ (1,637,085) | \$ (1,637,085) |             |             |          |          |
| Adjust Continuation Budget                                  | \$ (3,232,794) | \$ (3,325,764) |             |             |          |          |
| Management Flexibility Reserve                              | \$ -           | \$ (1,182,309) |             |             |          | -14      |
| Eliminate \$300 Per Month Stipend for Interstate Auditors   | \$ (132,030)   | \$ (132,030)   |             |             |          |          |
| Adjust Appropriation for Guest Worker Program               | \$ (375,000)   | \$ (375,000)   |             |             |          |          |
| Total Appropriation   | \$ 79,986,175  | \$ 78,803,866  | \$ -        | \$ -        | -17.00   | -31.00   |
| <b>Secretary of State</b>                                   |                |                |             |             |          |          |
| Recommended Budget  | \$ 11,854,656  | \$ 11,928,530  |             |             |          |          |
| Adjust Continuation Budget                                  | \$ (405,498)   | \$ (479,372)   |             |             |          |          |
| Management Flexibility Reserve                              | \$ -           | \$ (154,234)   |             |             |          | -1.25    |
| Eliminate Vacant Positions                                  | \$ (111,012)   | \$ (111,012)   |             |             | -3       | -3       |
| Reduce Expenditure Accounts                                 | \$ (95,664)    | \$ (95,664)    |             |             |          |          |
| Eliminate Filled Positions                                  | \$ (155,514)   | \$ (155,514)   |             |             | -3       | -3       |
| <b>Land Records Management</b>                              | \$ (150,291)   | \$ (150,291)   |             |             |          |          |
| <b>Administration</b>                                       | \$ (228,103)   | \$ (228,103)   |             |             |          |          |
| <b>Securities Registration - Securities Examiner I</b>      | \$ (56,958)    | \$ (56,958)    |             |             | -1.00    | -1.00    |
| <b>Administration - Accountant I position</b>               | \$ (66,178)    | \$ (66,178)    |             |             | -1.00    | -1.00    |
| <b>Lobbyist Registration - Office Assistant V</b>           | \$ (37,653)    | \$ (37,653)    |             |             | -1.00    | -1.00    |
| <b>Corporations - Processing Assistant V</b>                | \$ (35,845)    | \$ (35,845)    |             |             | -1.00    | -1.00    |
| <b>Securities Registration - Paralegal II</b>               | \$ (47,201)    | \$ (47,201)    |             |             | -1.00    | -1.00    |
| Total Appropriation   | \$ 10,464,739  | \$ 10,310,505  | \$ -        | \$ -        | -11.00   | -12.25   |
| <b>State Board of Elections</b>                             |                |                |             |             |          |          |
| Recommended Budget  | \$ 6,627,101   | \$ 6,630,894   |             |             |          |          |
| Management Flexibility Reserve                              | \$ -           | \$ (85,736)    |             |             |          |          |
| Adjust Continuation Budget                                  | \$ (11,667)    | \$ (11,667)    |             |             |          |          |
| Eliminate Vacant Positions                                  | \$ (397,232)   | \$ (401,304)   |             |             | -7       | -7       |
| Total Appropriation   | \$ 6,218,202   | \$ 6,132,187   | \$ -        | \$ -        | -7.00    | -7.00    |
| <b>State Budget and Management</b>                          |                |                |             |             |          |          |
| Recommended Budget  | \$ 7,144,221   | \$ 7,147,928   |             |             |          |          |
| Adjust Continuation Budget                                  | \$ (895,429)   | \$ (899,136)   |             |             |          |          |
| Management Flexibility Reserve                              | \$ -           | \$ (92,421)    |             |             |          |          |
| Eliminate Vacant Position.                                  | \$ (32,831)    | \$ (32,831)    |             |             | -1       | -1       |

| Item  | FY10-R                | FY11-R                | FY10-NR        | FY11-NR | FY10-FTE      | FY11-FTE      |
|---|-----------------------|-----------------------|----------------|---------|---------------|---------------|
| Reduce Various Accounts                                 | \$ (235,071)          | \$ (235,330)          |                |         |               |               |
| Reduce Expenses   | \$ (322,134)          | \$ (324,291)          |                |         | -3            | -3            |
| Eliminate Reserve for Rules Impact Review               | \$ (100,000)          | \$ (100,000)          |                |         |               |               |
| <b>Reorganize into Department of Finance</b>            | <b>\$ (291,838)</b>   | <b>\$ (291,838)</b>   |                |         |               |               |
| Total Appropriation                                     | \$ 5,266,918          | \$ 5,172,081          | \$ -           | \$ -    | -4.00         | -4.00         |
| <b>State Budget and Management - Special</b>            |                       |                       |                |         |               |               |
| Recommended Budget                                      | \$ 4,280,000          | \$ 4,280,000          |                |         |               |               |
| <b>Fire Protection Grant</b>                            | <b>\$ (300,000)</b>   | <b>\$ (300,000)</b>   |                |         |               |               |
| Adjust Continuation Budget                              | \$ (56,535)           | \$ (56,535)           |                |         |               |               |
| Management Flexibility Reserve                          | \$ -                  | \$ (55,340)           |                |         |               |               |
| Reduce Pass-Through Funding                             | \$ (7,000)            | \$ (7,000)            |                |         |               |               |
| Total Appropriation                                     | \$ 3,916,465          | \$ 3,861,125          | \$ -           | \$ -    | 0.00          | 0.00          |
| <b>State Controller</b>                                 |                       |                       |                |         |               |               |
| Recommended Budget                                      | \$ 24,536,602         | \$ 24,568,908         |                |         |               |               |
| <b>Transparency Website</b>                             | <b>\$ -</b>           | <b>\$ -</b>           |                |         |               |               |
| <b>Reorganize into Department of Finance</b>            | <b>\$ (1,033,500)</b> | <b>\$ (1,033,500)</b> |                |         |               |               |
| Adjust Continuation Budget                              | \$ (2,859,212)        | \$ (2,891,518)        |                |         |               |               |
| Management Flexibility Reserve                          | \$ -                  | \$ (317,672)          |                |         |               | -4            |
| Eliminate Vacant Positions and Operating Budget Account | \$ (1,582,738)        | \$ (1,583,531)        |                |         | -2            | -2            |
| Fund-shift Positions to Receipt Support                 | \$ (91,488)           | \$ (91,488)           |                |         | -1.25         | -1.25         |
| Eliminate Internship Program                            | \$ (119,052)          | \$ (119,052)          |                |         | -4.5          | -4.5          |
| Total Appropriation                                     | \$ 18,850,613         | \$ 18,532,148         | \$ -           | \$ -    | -7.75         | -11.75        |
| <b>Treasurer - Operations</b>                           |                       |                       |                |         |               |               |
| Recommended Budget                                      | \$ 11,150,002         | \$ 11,163,790         |                |         |               |               |
| Adjust Continuation Budget                              | \$ (759,853)          | \$ (773,641)          |                |         |               |               |
| Management Flexibility Reserve                          | \$ -                  | \$ (144,346)          |                |         |               |               |
| Transfer the National Guard Pension Fund                | \$ 7,007,443          | \$ 7,007,443          |                |         |               |               |
| Eliminate Vacant Positions                              | \$ (259,868)          | \$ (261,752)          |                |         | -3.00         | -3.00         |
| Reduce Expenditure Accounts                             | \$ (221,000)          | \$ (221,000)          |                |         |               |               |
| <b>Investment Management Positions</b>                  | <b>\$ (974,587)</b>   | <b>\$ (974,587)</b>   |                |         | <b>-9.00</b>  | <b>-9.00</b>  |
| Total Appropriation                                     | \$ 15,942,137         | \$ 15,795,907         | \$ -           | \$ -    | -12.00        | -12.00        |
| <b>Treasurer - Retirement for Fire and Rescue</b>       |                       |                       |                |         |               |               |
| Recommended Budget                                      | \$ 10,804,671         | \$ 10,804,671         |                |         |               |               |
| Management Flexibility Reserve                          | \$ -                  | \$ (139,703)          |                |         |               |               |
| <b>Reduce Retirement Benefits</b>                       | <b>\$ (1,321,351)</b> | <b>\$ (1,321,351)</b> |                |         |               |               |
| Adjust Continuation Budget                              | \$ (317,863)          | \$ (317,863)          |                |         |               |               |
| Total Appropriation                                     | \$ 9,165,457          | \$ 9,025,754          | \$ -           | \$ -    | \$ -          | \$ -          |
| <b>HHS Central Management and Support</b>               |                       |                       |                |         |               |               |
| Rec Cent Mgmt   | \$ 74,014,863         | \$ 74,482,593         |                |         |               |               |
| Adjust Continuation Budget                              | \$ (2,326,439)        | \$ (2,326,439)        |                |         |               |               |
| <b>Admin &amp; Support</b>                              | <b>\$ (438,178)</b>   | <b>\$ (438,178)</b>   |                |         |               |               |
| Reduce Operating Budgets                                | \$ (349,235)          | \$ (349,235)          |                |         |               |               |
| <b>Central Management &amp; Admin</b>                   | <b>\$ (439,827)</b>   | <b>\$ (439,827)</b>   |                |         |               |               |
| <b>CARELINE</b>   | <b>\$ (481,681)</b>   | <b>\$ (481,681)</b>   |                |         | <b>-10.00</b> | <b>-10.00</b> |
| Eliminate Loan Repayment Initiative at State Facilities | \$ (868,519)          | \$ (868,519)          |                |         |               |               |
| Eliminate Positions                                     | \$ (1,330,221)        | \$ (1,330,221)        |                |         | -18.00        | -18.00        |
| Eliminate Special Appropriations                        | \$ (1,275,000)        | \$ (1,275,000)        |                |         |               |               |
| <b>Health Net Grants</b>                                | <b>\$ (2,800,000)</b> | <b>\$ (2,800,000)</b> |                |         |               |               |
| <b>Housing and Homelessness Positions</b>               | <b>\$ (349,000)</b>   | <b>\$ (349,000)</b>   |                |         |               |               |
| <b>Human Resources</b>                                  | <b>\$ (246,000)</b>   | <b>\$ (246,000)</b>   |                |         |               |               |
| <b>Institute of Medicine Studies</b>                    | <b>\$ (300,000)</b>   | <b>\$ (300,000)</b>   |                |         |               |               |
| <b>NC Council on Developmental Disabilities</b>         | <b>\$ (119,986)</b>   | <b>\$ (119,986)</b>   |                |         | <b>-11.00</b> | <b>-11.00</b> |
| <b>Office of Economic Opportunity</b>                   | <b>\$ (75,599)</b>    | <b>\$ (75,599)</b>    |                |         | <b>-11.00</b> | <b>-11.00</b> |
| <b>Office of Education Services</b>                     | <b>\$ (2,308,334)</b> | <b>\$ (2,308,334)</b> |                |         | <b>-32.00</b> | <b>-32.00</b> |
| <b>Office of Rural Health</b>                           | <b>\$ (2,352,707)</b> | <b>\$ (2,352,707)</b> |                |         |               |               |
| Reduce Community Health Grants                          | \$ (140,000)          | \$ (140,000)          |                |         |               |               |
| Reduce Physician Loan Repayment Program                 | \$ (210,000)          | \$ (210,000)          |                |         |               |               |
| Reduce Psychiatric Loan Repayment Program               | \$ (140,000)          | \$ (140,000)          |                |         |               |               |
| Reduce Rental Subsidy                                   | \$ -                  | \$ -                  | \$ (1,155,000) |         |               |               |
| Federal Funds for Weatherization                        | \$ -                  | \$ -                  | \$ 131,954,536 |         |               |               |
| Total Appropriations                                    | \$ 57,464,137         | \$ 57,931,867         | \$ (1,155,000) | \$ -    | -82.00        | -82.00        |

| Item   | FY10-R                  | FY11-R                  | FY10-NR               | FY11-NR              | FY10-FTE      | FY11-FTE      |
|--|-------------------------|-------------------------|-----------------------|----------------------|---------------|---------------|
| <b>Aging</b>   |                         |                         |                       |                      |               |               |
| Recommended Budget   | \$ 37,592,841           | \$ 37,594,640           |                       |                      |               |               |
| Adjust Continuation Budget   | \$ (2,323)              | \$ (2,323)              |                       |                      |               |               |
| <b>Aging Division Administration</b>   | <b>\$ (360,857)</b>     | <b>\$ (360,857)</b>     |                       |                      |               |               |
| <b>Alzheimer's Association</b>   | <b>\$ (150,000)</b>     | <b>\$ (150,000)</b>     |                       |                      |               |               |
| <b>Area Agencies on Aging</b>  | <b>\$ (300,000)</b>     | <b>\$ (300,000)</b>     |                       |                      |               |               |
| <b>Elder Rights Program</b>  | <b>\$ (869,832)</b>     | <b>\$ (869,832)</b>     |                       |                      |               |               |
| Eliminate Positions  | \$ (16,025)             | \$ (16,025)             |                       |                      | -1.00         | -1.00         |
| Eliminate Quality Improvement Consultation Program                           | \$ (190,204)            | \$ (190,204)            |                       |                      | -1.00         | -1.00         |
| Operating Reductions   | \$ (90,466)             | \$ (90,466)             |                       |                      |               |               |
| <b>Reduce Home and Community Care Block Grant</b>                            | <b>\$ (2,536,000)</b>   | <b>\$ (2,536,000)</b>   | \$ (1,384,392)        |                      |               |               |
| <b>Senior Center Outreach and Development Program</b>                        | <b>\$ (100,000)</b>     | <b>\$ (100,000)</b>     |                       |                      |               |               |
| <b>Senior Games</b>  | <b>\$ (175,000)</b>     | <b>\$ (175,000)</b>     |                       |                      |               |               |
| <b>Senior Community Service Employment, Federal Funds</b>                    | <b>\$ 621,560</b>       |                         |                       |                      |               |               |
| <b>Total Appropriations</b>  | <b>\$ 33,423,695</b>    | <b>\$ 32,803,934</b>    | <b>\$ (1,384,392)</b> | <b>\$ -</b>          | <b>-2.00</b>  | <b>-2.00</b>  |
| <b>Blind and Deaf/Hard of Hearing Services</b>                               |                         |                         |                       |                      |               |               |
| Recommended Budget   | \$ 11,704,522           | \$ 11,763,464           |                       |                      |               |               |
| Adjust Continuation Budget   | \$ (181,228)            | \$ (240,170)            |                       |                      |               |               |
| Eliminate Positions  | \$ (130,777)            | \$ (130,777)            |                       |                      | -3.00         | -3.00         |
| Reduce Operating Budget  | \$ (107,712)            | \$ (107,712)            |                       |                      |               |               |
| <b>Deaf Regional Field Office Staff</b>                                      | <b>\$ (70,364)</b>      | <b>\$ (70,364)</b>      |                       |                      | <b>-3.00</b>  | <b>-3.00</b>  |
| <b>Disability Administration</b>   | <b>\$ (134,040)</b>     | <b>\$ (134,040)</b>     |                       |                      |               |               |
| <b>Independent Living Program</b>  | <b>\$ (642,827)</b>     | <b>\$ (642,827)</b>     |                       |                      | <b>-4.00</b>  | <b>-4.00</b>  |
| <b>Medical Eye Care Program</b>  | <b>\$ (200,000)</b>     | <b>\$ (200,000)</b>     |                       |                      |               |               |
| Service Rate Adjustment  | \$ (145,992)            | \$ (145,992)            |                       |                      |               |               |
| <b>Vocational Rehabilitation Program</b>                                     | <b>\$ (200,000)</b>     | <b>\$ (200,000)</b>     |                       |                      |               |               |
| <b>Total Appropriations</b>  | <b>\$ 9,891,582</b>     | <b>\$ 9,891,582</b>     | <b>\$ -</b>           | <b>\$ -</b>          | <b>-10.00</b> | <b>-10.00</b> |
| <b>Child Development</b>   |                         |                         |                       |                      |               |               |
| Recommended Budget   | \$ 305,403,137          | \$ 305,417,178          |                       |                      |               |               |
| Adjust Continuation Budget   | \$ (62,462)             | \$ (75,601)             |                       |                      |               |               |
| <b>Convert Child Care Subsidies to tax credits</b>                           | <b>\$ (66,224,051)</b>  | <b>\$ (53,771,567)</b>  | \$ 46,224,051         | \$ 33,771,567        | <b>-26.00</b> | <b>-26.00</b> |
| Contracts  | \$ (131,554)            | \$ (131,554)            |                       |                      |               |               |
| Eliminate Positions  | \$ (87,375)             | \$ (87,375)             |                       |                      | -2.00         | -2.00         |
| Reduce Operating Expenses  | \$ (20,000)             | \$ (20,000)             |                       |                      |               |               |
| <b>Convert Smart Start Funding to Tax Credit</b>                             | <b>\$ (209,697,835)</b> | <b>\$ (209,697,835)</b> |                       |                      |               |               |
| <b>T.E.A.C.H. Scholarship Funding</b>  | <b>\$ (3,800,000)</b>   | <b>\$ (3,800,000)</b>   |                       |                      | <b>-13.00</b> | <b>-13.00</b> |
| <b>Total Appropriations</b>  | <b>\$ 25,379,860</b>    | <b>\$ 37,833,246</b>    | <b>\$ 46,224,051</b>  | <b>\$ 33,771,567</b> | <b>-41.00</b> | <b>-41.00</b> |
| <b>Education Services</b>  |                         |                         |                       |                      |               |               |
| Recommended Budget   | \$ 40,827,434           | \$ 40,879,342           |                       |                      |               |               |
| Adjust Continuation Budget   | \$ (471,414)            | \$ (523,322)            |                       |                      |               |               |
| <b>Reduce Operating Expenses at All Locations</b>                            | <b>\$ (703,191)</b>     | <b>\$ (703,191)</b>     |                       |                      |               |               |
| <b>Eliminate Vacant Positions</b>  | <b>\$ (1,350,212)</b>   | <b>\$ (1,350,212)</b>   |                       |                      | <b>-32.00</b> | <b>-32.00</b> |
| <b>Beginnings, Inc.</b>  | <b>\$ (229,151)</b>     | <b>\$ (229,151)</b>     |                       |                      |               |               |
| <b>Behavior Support at Schools for the Deaf and Blind</b>                    | <b>\$ (142,283)</b>     | <b>\$ (142,283)</b>     |                       |                      | <b>-4.00</b>  | <b>-4.00</b>  |
| Eliminate Governor Morehead School Short-Term Outreach Program               | \$ (151,679)            | \$ (151,679)            |                       |                      | -3.00         | -3.00         |
| <b>Reduce Contractual Services</b>   | <b>\$ (254,931)</b>     | <b>\$ (254,931)</b>     |                       |                      |               |               |
| Reduce Family Resource Center Funds  | \$ (229,151)            | \$ (229,151)            |                       |                      |               |               |
| Reduce Funding for Residential Schools                                       | \$ (1,500,000)          | \$ (1,500,000)          |                       |                      |               |               |
| <b>Resource Officers at Schools for the Deaf</b>                             | <b>\$ (82,000)</b>      | <b>\$ (82,000)</b>      |                       |                      |               |               |
| <b>Student Life Services at GMS</b>  | <b>\$ (91,051)</b>      | <b>\$ (91,051)</b>      |                       |                      | <b>-3.00</b>  | <b>-3.00</b>  |
| <b>Whitaker and Wright Schools</b>   | <b>\$ -</b>             | <b>\$ -</b>             | <b>\$ 1,000,000</b>   | <b>\$ 1,000,000</b>  |               |               |
| <b>Total Appropriations</b>  | <b>\$ 35,622,371</b>    | <b>\$ 35,622,371</b>    | <b>\$ 1,000,000</b>   | <b>\$ 1,000,000</b>  | <b>-42.00</b> | <b>-42.00</b> |
| <b>Health Services Regulation</b>  |                         |                         |                       |                      |               |               |
| Recommended Budget   | \$ 19,271,921           | \$ 19,277,259           |                       |                      |               |               |
| <b>Construction Program</b>  | <b>\$ (1,577,638)</b>   | <b>\$ (1,577,638)</b>   |                       |                      | <b>-16.00</b> | <b>-16.00</b> |
| <b>Eliminate Vacant Positions</b>  | <b>\$ (164,640)</b>     | <b>\$ (164,640)</b>     |                       |                      | <b>-2.00</b>  | <b>-2.00</b>  |
| <b>Health Care Personnel Registry and Rating System for Adult Care Homes</b> | <b>\$ (803,000)</b>     | <b>\$ (803,000)</b>     |                       |                      | <b>-13.00</b> | <b>-13.00</b> |
| <b>Regulatory and Complaint Staff</b>  | <b>\$ (288,887)</b>     | <b>\$ (288,887)</b>     |                       |                      | <b>-3.00</b>  | <b>-3.00</b>  |
| <b>Repeal CON Regulations</b>  | <b>\$ (2,576,613)</b>   | <b>\$ (2,576,613)</b>   |                       |                      | <b>-26.00</b> | <b>-26.00</b> |
| <b>Total Appropriations</b>  | <b>\$ 13,861,143</b>    | <b>\$ 13,866,481</b>    | <b>\$ -</b>           | <b>\$ -</b>          | <b>-60.00</b> | <b>-60.00</b> |

| Item  | FY10-R                  | FY11-R                  | FY10-NR         | FY11-NR | FY10-FTE      | FY11-FTE      |
|---|-------------------------|-------------------------|-----------------|---------|---------------|---------------|
| <b>Medical Assistance</b>   |                         |                         |                 |         |               |               |
| Recommended Budget  | \$ 3,681,276,113        | \$ 3,933,921,911        |                 |         |               |               |
| Adjust Continuation Budget  | \$ (507,391,540)        | \$ (738,471,757)        |                 |         |               |               |
| <b>County Share of Medicaid</b>                                     | <b>\$ 254,466,128</b>   | <b>\$ 264,390,307</b>   |                 |         |               |               |
| End County Participation  | \$ (4,738,858)          | \$ (4,738,858)          |                 |         |               |               |
| <b>Division Staff</b>   | <b>\$ (436,549)</b>     | <b>\$ (436,549)</b>     |                 |         | <b>-14.00</b> | <b>-14.00</b> |
| Projected Medicaid Growth   | \$ 147,360,758          | \$ 260,454,571          |                 |         |               |               |
| Adult Care Homes Special Care Unit Moratorium                       | \$ 1,975,900            | \$ (597,152)            |                 |         |               |               |
| Consolidate Case Management Services                                | \$ (53,730,905)         | \$ (85,463,000)         |                 |         |               |               |
| Contract Adjustments  | \$ 5,227,825            | \$ (1,594,749)          |                 |         |               |               |
| Dental Coverage   | \$ (15,879,224)         | \$ (20,057,967)         |                 |         |               |               |
| Dental Policy Adjustments   | \$ (2,916,667)          | \$ (3,500,000)          |                 |         |               |               |
| <b>Dental Rates</b>   | <b>\$ -</b>             | <b>\$ (5,000,000)</b>   |                 |         |               |               |
| Eliminate MH Residential Services - Therapeutic Camps               | \$ (1,573,100)          | \$ (2,236,981)          |                 |         |               |               |
| Eliminates PT/OT/ST   | \$ (15,633,333)         | \$ (18,760,000)         |                 |         |               |               |
| Emergency Room Copayment for Nonemergency Visits                    | \$ (2,975,070)          | \$ (3,945,037)          |                 |         |               |               |
| Enhance Third Party Liability Recoveries and Cost Avoidance         | \$ 13,357,639           | \$ (20,000,000)         |                 |         |               |               |
| Freeze CAP Slots  | \$ (14,646,956)         | \$ (15,274,842)         |                 |         |               |               |
| <b>Home Health Personal Care Service Rate</b>                       | <b>\$ -</b>             | <b>\$ (2,500,000)</b>   |                 |         |               |               |
| Imaging Contract  | \$ (8,111,250)          | \$ (8,237,322)          |                 |         |               |               |
| Implement a Preferred Drug List                                     | \$ (40,000,000)         | \$ (50,000,000)         |                 |         |               |               |
| Implement False Claims Act  | \$ -                    | \$ (2,229,757)          |                 |         |               |               |
| Increase CCNC Savings   | \$ (88,105,041)         | \$ (96,844,004)         |                 |         |               |               |
| Increase Copays on Services   | \$ (3,098,256)          | \$ (3,717,908)          |                 |         |               |               |
| Institute Nursing Home Rate Reduction                               | \$ (9,195,114)          | \$ (9,776,920)          |                 |         |               |               |
| <b>Legal Positions in the Attorney General's Office</b>             | <b>\$ (70,934)</b>      | <b>\$ (70,934)</b>      |                 |         |               |               |
| Limit transplants to solid tissue                                   | \$ (3,689,582)          | \$ (4,427,500)          |                 |         |               |               |
| Mandate EFT Payments  | \$ 8,479,751            | \$ (472,500)            |                 |         |               |               |
| Mandate Electronic Claims Filing                                    | \$ 10,105,714           | \$ (1,200,000)          |                 |         |               |               |
| Mandate Use of Web-based PASARR                                     | \$ (350,000)            | \$ (350,000)            |                 |         |               |               |
| <b>Medicaid Appeals Process</b>                                     | <b>\$ (217,021)</b>     | <b>\$ (217,021)</b>     |                 |         | <b>-7.00</b>  | <b>-7.00</b>  |
| <b>Medicaid coverage for children up to 200% FPL</b>                | <b>\$ -</b>             | <b>\$ (20,337,854)</b>  |                 |         |               |               |
| <b>Medicaid Coverage for Foster Care Adolescents</b>                | <b>\$ -</b>             | <b>\$ (645,841)</b>     |                 |         |               |               |
| <b>Mental Health Screenings and Assessments in Adult Care Homes</b> | <b>\$ -</b>             | <b>\$ (198,846)</b>     |                 |         |               |               |
| Modify Personal Care Services Benefits                              | \$ (49,341,460)         | \$ (62,326,055)         |                 |         |               |               |
| Reimbursement for Prescription Drugs                                | \$ (10,457,042)         | \$ (13,942,723)         |                 |         |               |               |
| Single Source Durable Medical Equipment (DME)                       | \$ (3,509,312)          | \$ (4,211,174)          |                 |         |               |               |
| <b>NC Kids' Care</b>  | <b>\$ -</b>             | <b>\$ (719,398)</b>     |                 |         |               |               |
| Orthotics and Prosthetics Coverage                                  | \$ (2,267,877)          | \$ (2,885,284)          |                 |         |               |               |
| <b>Provider Rate Reductions</b>                                     | <b>\$ (107,922,759)</b> | <b>\$ (107,922,759)</b> |                 |         |               |               |
| Quarterly Printing of Medicaid ID cards                             | \$ 6,853,788            | \$ (1,750,000)          |                 |         |               |               |
| Reduce Adult Optical  | \$ (3,201,911)          | \$ (3,842,293)          |                 |         |               |               |
| Reduce Community Support Services                                   | \$ (59,772,501)         | \$ (116,530,001)        |                 |         |               |               |
| Reduce Dispensing Fee for Prescription Drugs                        | \$ (1,250,595)          | \$ (1,649,455)          |                 |         |               |               |
| Reduce Group Homes  | \$ (31,721,919)         | \$ (45,109,244)         |                 |         |               |               |
| Reduce Hospice Services   | \$ (5,000,000)          | \$ (5,000,000)          |                 |         |               |               |
| Reduce Personal Care Services in Adult Care Homes                   | \$ (10,000,000)         | \$ (10,000,000)         |                 |         |               |               |
| <b>Expand Medicaid Mental Health Waiver</b>                         | <b>\$ -</b>             | <b>\$ -</b>             |                 |         |               |               |
| <b>Reform Medicaid</b>  | <b>\$ -</b>             | <b>\$ -</b>             |                 |         |               |               |
| <b>High Risk Pool</b>   | <b>\$ 5,000,000</b>     | <b>\$ 5,000,000</b>     |                 |         |               |               |
| Total Appropriations  | \$ 3,076,898,840        | \$ 2,966,575,105        | \$ -            | \$ -    | -21.00        | -21.00        |
| <b>Mental Health/DD/SAS</b>   |                         |                         |                 |         |               |               |
| Recommended Budget  | \$ 819,613,620          | \$ 834,943,177          |                 |         |               |               |
| Adjust Continuation Budget  | \$ (74,408,533)         | \$ (91,641,479)         |                 |         |               |               |
| Contracts   | \$ (1,900,000)          | \$ (1,900,000)          |                 |         |               |               |
| Eliminate Positions   | \$ (12,858,290)         | \$ (12,858,290)         |                 |         | -350.00       | -350.00       |
| Local Management Entities Fund Balances                             | \$ (16,000,000)         | \$ (16,000,000)         |                 |         |               |               |
| Close Bed Units at Broughton and Cherry Hospitals                   | \$ -                    | \$ -                    |                 |         | -102.00       | -102.00       |
| <b>Early Intervention for Autism</b>                                | <b>\$ (1,875,000)</b>   | <b>\$ (1,875,000)</b>   |                 |         |               |               |
| <b>Expand Medicaid Mental Health Waiver</b>                         | <b>\$ -</b>             | <b>\$ -</b>             |                 |         |               |               |
| Federal Funds Payback for Broughton Hospital                        | \$ -                    | \$ -                    | \$ (12,000,000) |         |               |               |
| <b>LME competition</b>  | <b>\$ -</b>             | <b>\$ -</b>             |                 |         |               |               |
| <b>Hospital Utilization Pilots for MH/DD/SA</b>                     | <b>\$ (5,000,000)</b>   | <b>\$ (5,000,000)</b>   |                 |         |               |               |

| Item  | FY10-R                 | FY11-R                 | FY10-NR                | FY11-NR      | FY10-FTE       | FY11-FTE       |
|---|------------------------|------------------------|------------------------|--------------|----------------|----------------|
| Increase Patient Receipts at Alcohol, Drug Abuse Treatment Centers                    | \$ (662,867)           | \$ (1,127,895)         |                        |              |                |                |
| <b>Local Administration for MH/DD/SA</b>  | <b>\$ (4,889,234)</b>  | <b>\$ (4,889,234)</b>  |                        |              |                |                |
| Non-Core Community Services   | \$ (4,017,219)         | \$ (4,017,219)         |                        |              |                |                |
| Non-Core State Operated Services  | \$ (4,500,000)         | \$ (4,500,000)         |                        |              |                |                |
| <b>Operating Cost Subsidy - Housing for People with Disabilities</b>                  | <b>\$ (1,000,000)</b>  | <b>\$ (1,000,000)</b>  |                        |              |                |                |
| Operating Expenses  | \$ (1,250,000)         | \$ (1,250,000)         |                        |              |                |                |
| <b>Privatize management of Cherry Hospital</b>  | <b>\$ -</b>            | <b>\$ -</b>            |                        |              |                |                |
| <b>Program Service Funding for Group Homes</b>  | <b>\$ (200,000)</b>    | <b>\$ (200,000)</b>    |                        |              |                |                |
| <b>Reduce Community Support Services</b>  | <b>\$ (25,910,044)</b> | <b>\$ (25,910,044)</b> |                        |              |                |                |
| <b>Regionally-Purchased, Locally-Hosted Substance Abuse Programs</b>                  | <b>\$ (1,000,000)</b>  | <b>\$ (1,000,000)</b>  |                        |              |                |                |
| State Operated Services Purchasing/Financial Savinas                                  | \$ (2,000,000)         | \$ (2,000,000)         |                        |              |                |                |
| <b>Supportive Services for HUD 811 Projects</b>                                       | <b>\$ (129,331)</b>    | <b>\$ (129,331)</b>    |                        |              |                |                |
| <b>Traumatic Brain Injury Services</b>  | <b>\$ (1,000,000)</b>  | <b>\$ (1,000,000)</b>  |                        |              |                |                |
| <b>Treatment Court Programs</b>   | <b>\$ (2,000,000)</b>  | <b>\$ (2,000,000)</b>  |                        |              |                |                |
| <b>Total Appropriations</b>   | <b>\$ 659,013,102</b>  | <b>\$ 656,644,685</b>  | <b>\$ (12,000,000)</b> | <b>\$ -</b>  | <b>-452.00</b> | <b>-452.00</b> |
| <b>NC Health Choice (SCHIP)</b>   |                        |                        |                        |              |                |                |
| Recommended Budget  | \$ 68,789,628          | \$ 68,789,628          |                        |              |                |                |
| Reduce Operating Expense  | \$ (23,645)            | \$ (23,645)            |                        |              |                |                |
| Establish/Increase Emergency Room Co-payments for Non-emergency Visits                | \$ (382,665)           | \$ (382,665)           |                        |              |                |                |
| Increase Co-Payments for Prescription Drugs   | \$ (750,000)           | \$ (750,000)           |                        |              |                |                |
| <b>Health Choice Enrollment, use federal funds to delay reduction until FY2010-11</b> | <b>\$ (54,898,435)</b> | <b>\$ (54,898,435)</b> |                        |              |                |                |
| <b>Total Appropriations</b>   | <b>\$ 12,734,883</b>   | <b>\$ 12,734,883</b>   | <b>\$ -</b>            | <b>\$ -</b>  | <b>0.00</b>    | <b>0.00</b>    |
| <b>Public Health</b>  |                        |                        |                        |              |                |                |
| Recommended Budget  | \$ 195,214,007         | \$ 198,230,503         |                        |              |                |                |
| Adjust Continuation Budget  | \$ (8,670,368)         | \$ (11,860,655)        |                        |              |                |                |
| Reduce Operating Budgets  | \$ (348,363)           | \$ (348,363)           |                        |              |                |                |
| Eliminate Positions within Division of Public Health                                  | \$ (2,405,121)         | \$ (2,405,121)         |                        |              | -45.00         | -45.00         |
| Reduce Division of Public Health Contract Funds                                       | \$ (10,500,000)        | \$ (10,500,000)        |                        |              |                |                |
| Reduce Funds for Public Health Incubator Program                                      | \$ (950,000)           | \$ (950,000)           |                        |              |                |                |
| Shift Positions to WIC Receipt Support  | \$ (70,541)            | \$ (70,541)            |                        |              |                |                |
| Federal Block Grant to Replace State Funds  | \$ (1,191,155)         | \$ (1,191,155)         |                        |              |                |                |
| Eliminate Positions and Reduce Funding for CDSA Program                               | \$ (540,054)           | \$ (540,054)           |                        |              | -9.00          | -9.00          |
| Suspend Accreditation and Evaluation of Local Health Depts                            | \$ -                   | \$ -                   | \$ (700,000)           | \$ (700,000) |                |                |
| End Tick-Borne Disease Program  | \$ (139,802)           | \$ (139,802)           |                        |              |                |                |
| Eliminate Kidney Disease Purchase of Medical Care Program                             | \$ (394,255)           | \$ (394,255)           |                        |              |                |                |
| Eliminate Epilepsy Purchase of Medical Care Program                                   | \$ (193,181)           | \$ (193,181)           |                        |              |                |                |
| Eliminate Adult Cystic Fibrosis Program   | \$ (210,088)           | \$ (210,088)           |                        |              |                |                |
| Eliminate Funding for the Early Hearing Program                                       | \$ (171,000)           | \$ (171,000)           |                        |              |                |                |
| Eliminate Funding for Cancer Purchase of Medical Care Program                         | \$ (2,531,934)         | \$ (2,531,934)         |                        |              |                |                |
| Eliminate State Funding for Wake County Medically Fragile Children Program            | \$ (70,000)            | \$ (70,000)            |                        |              |                |                |
| Eliminate Funding for Second Dose Chicken Pox Vaccine                                 | \$ (1,223,027)         | \$ (1,223,027)         |                        |              |                |                |
| Third Party Receipts for immunization   | \$ (4,000,000)         | \$ (4,000,000)         |                        |              |                |                |
| Eliminate the Healthy Carolinians Program   | \$ (995,529)           | \$ (995,529)           |                        |              | -1.00          | -1.00          |
| Eliminate Oral Health Program   | \$ (4,235,523)         | \$ (4,235,523)         |                        |              | -68.00         | -68.00         |
| Office of Chief Medical Examiner  | \$ (80,000)            | \$ (80,000)            |                        |              |                |                |
| <b>ADAP Inflation Correction</b>  | <b>\$ (500,000)</b>    | <b>\$ (500,000)</b>    |                        |              |                |                |
| <b>Adolescent Pregnancy Prevention</b>  | <b>\$ (100,000)</b>    | <b>\$ (100,000)</b>    |                        |              |                |                |
| <b>Aid to Local Health Departments</b>  | <b>\$ (6,800,000)</b>  | <b>\$ (6,800,000)</b>  |                        |              |                |                |
| <b>Breast and Cervical Cancer Control Program</b>                                     | <b>\$ (2,000,000)</b>  | <b>\$ (2,000,000)</b>  |                        |              |                |                |
| <b>Funds for Dental Supplies</b>  | <b>\$ (250,000)</b>    | <b>\$ (250,000)</b>    |                        |              |                |                |
| <b>Funds for UNC School of Medicine OASIS Program</b>                                 | <b>\$ (100,000)</b>    | <b>\$ (100,000)</b>    |                        |              |                |                |
| <b>Health Care Provider Training</b>  | <b>\$ (150,000)</b>    | <b>\$ (150,000)</b>    |                        |              |                |                |
| <b>Health Disparities Initiative</b>  | <b>\$ (1,000,000)</b>  | <b>\$ (1,000,000)</b>  |                        |              |                |                |

| Item  | FY10-R           | FY11-R           | FY10-NR        | FY11-NR        | FY10-FTE | FY11-FTE |
|---|------------------|------------------|----------------|----------------|----------|----------|
| <b>Healthy Start Foundation</b>                           | \$ (650,000)     | \$ (650,000)     |                |                |          |          |
| <b>HIV Prevention - Counseling and Testing</b>            | \$ (2,000,000)   | \$ (2,000,000)   |                |                |          |          |
| <b>Monitoring of Birth Defects</b>                        | \$ (200,000)     | \$ (200,000)     |                |                | -3.00    | -3.00    |
| <b>NC Collaborative Stroke Registry</b>                   | \$ (390,000)     | \$ (390,000)     |                |                |          |          |
| <b>Pandemic Influenza Planning</b>                        | \$ (50,400)      | \$ (50,400)      |                |                |          |          |
| <b>Poison Control Center</b>                              | \$ (200,000)     | \$ (200,000)     |                |                |          |          |
| <b>Public Health Lab Testing</b>                          | \$ (329,895)     | \$ (329,895)     |                |                | -2.00    | -2.00    |
| <b>School Nurse Funding</b>                               | \$ (2,700,000)   | \$ (2,700,000)   |                |                |          |          |
| <b>Tobacco Quitline</b>                                   | \$ (500,000)     | \$ (500,000)     |                |                |          |          |
| <b>Women's Health Services</b>                            | \$ (300,000)     | \$ (300,000)     |                |                |          |          |
| <b>Total Appropriations</b>                               | \$ 138,073,771   | \$ 137,899,980   | \$ (700,000)   | \$ (700,000)   | -128.00  | -128.00  |
| <b>Social Services</b>                                    |                  |                  |                |                |          |          |
| Recommended Budget  | \$ 236,218,110   | \$ 234,498,543   |                |                |          |          |
| Adjust Continuation Budget                                | \$ (16,057,583)  | \$ (14,101,113)  |                |                |          |          |
| Eliminate Positions                                       | \$ (694,570)     | \$ (694,570)     |                |                | -22.00   | -22.00   |
| Reduce Operating and Contracts Budgets                    | \$ (1,774,570)   | \$ (1,774,570)   |                |                |          |          |
| Work First Cash Assistance Funding                        | \$ (7,178,459)   | \$ (7,178,459)   |                |                |          |          |
| Electing Counties Work First State Funds                  | \$ -             | \$ -             | \$ (2,378,213) |                |          |          |
| Reduce Funds for Child Advocacy Centers                   | \$ (350,000)     | \$ (350,000)     |                |                |          |          |
| Reduce Funds for Family Resource Centers                  | \$ (200,000)     | \$ (200,000)     |                |                |          |          |
| Reduce Funds for NC Reach                                 | \$ (3,168,250)   | \$ (3,168,250)   |                |                |          |          |
| Reduce State Funding for Child Welfare Collaborative      | \$ (96,246)      | \$ (96,246)      |                |                |          |          |
| Budget Over-realized Receipts                             | \$ (600,000)     | \$ (600,000)     |                |                |          |          |
| Reduce State Aid to Counties                              | \$ (5,473,985)   | \$ (5,473,985)   |                |                |          |          |
| Eliminate Funding for Child Support Offices               | \$ -             | \$ (4,082,811)   |                |                |          |          |
| Reduce State/County Special Assistance Rates              | \$ (3,286,280)   | \$ (4,381,707)   |                |                |          |          |
| <b>Abortion Fund</b>                                      | \$ (50,000)      | \$ (50,000)      |                |                |          |          |
| <b>Child Welfare Oversight</b>                            | \$ (161,547)     | \$ (161,547)     |                |                | -3.00    | -3.00    |
| <b>Child Welfare Post-Secondary Support Program</b>       | \$ (3,718,250)   | \$ (3,718,250)   |                |                |          |          |
| <b>DSS Central Administration</b>                         | \$ (223,164)     | \$ (223,164)     |                |                |          |          |
| <b>Foster Care and Adoption Assistance Payments</b>       | \$ (5,989,853)   | \$ (7,066,503)   | \$ (2,203,516) | \$ (1,126,866) |          |          |
| <b>Hearings and Appeals Program</b>                       | \$ (118,657)     | \$ (118,657)     |                |                |          |          |
| <b>Total Appropriations</b>                               | \$ 187,076,696   | \$ 181,058,711   | \$ (4,581,729) | \$ (1,126,866) | -25.00   | -25.00   |
| <b>Vocational Rehabilitation</b>                          |                  |                  |                |                |          |          |
| Recommended Budget  | \$ 46,418,743    | \$ 46,762,707    |                |                |          |          |
| Adjust Continuation Budget                                | \$ (1,181,339)   | \$ (1,511,633)   |                |                |          |          |
| Eliminate Positions                                       | \$ (329,960)     | \$ (329,960)     |                |                | -3.00    | -3.00    |
| Reduce Basic Support Case Services                        | \$ (3,612,025)   | \$ (3,612,025)   |                |                |          |          |
| Reduce Funds for Independent Living                       | \$ (1,500,000)   | \$ (1,500,000)   |                |                |          |          |
| Service Rate Adjustment                                   | \$ (155,619)     | \$ (169,766)     |                |                |          |          |
| Federal Funds for Vocational Rehab and Independent Living | \$ -             | \$ -             | \$ 7,527,115   | \$ 7,527,115   |          |          |
| <b>Assistive Technology</b>                               | \$ (305,956)     | \$ (305,956)     |                |                | -3.00    | -3.00    |
| <b>Create Disability Administration</b>                   | \$ (2,785,982)   | \$ (2,785,982)   |                |                |          |          |
| <b>Independent Living Rehabilitation Program</b>          | \$ (500,000)     | \$ (500,000)     |                |                |          |          |
| <b>Total Appropriations</b>                               | \$ 36,047,862    | \$ 36,047,385    | \$ 7,527,115   | \$ 7,527,115   | -6.00    | -6.00    |
| <b>Correction</b>   |                  |                  |                |                |          |          |
| Recommended Budget  | \$ 1,384,910,571 | \$ 1,406,791,264 |                |                |          |          |
| Adjust Continuation Budget                                | \$ (77,617,498)  | \$ (79,109,683)  | \$ -           | \$ -           |          |          |
| Reduce Pass-through Funding                               | \$ (1,888,511)   | \$ (1,888,511)   | \$ -           | \$ -           |          |          |
| Close Eight Prisons                                       | \$ (8,941,828)   | \$ (23,827,644)  | \$ -           | \$ -           | -557.00  | -557.00  |
| Eliminate 87 Positions                                    | \$ (4,369,668)   | \$ (4,369,668)   | \$ -           | \$ -           | -87.00   | -87.00   |
| Eliminate Assistant Secretary                             | \$ (77,046)      | \$ (77,046)      | \$ -           | \$ -           | -1.00    | -1.00    |
| Eliminate BRIDGE Program                                  | \$ (263,470)     | \$ (263,470)     | \$ -           | \$ -           | -7.00    | -7.00    |
| Eliminate Community Service Work Crews                    | \$ (4,780,105)   | \$ (4,780,105)   | \$ -           | \$ -           | -127.00  | -127.00  |
| Eliminate DCC Lease Payments                              | \$ (3,184,849)   | \$ (3,184,849)   | \$ -           | \$ -           |          |          |
| Eliminate Gym and Visitation Posts                        | \$ (6,473,843)   | \$ (6,473,843)   | \$ -           | \$ -           | -189.00  | -189.00  |
| Eliminate Vacant Positions                                | \$ (18,819,311)  | \$ (28,228,967)  | \$ -           | \$ -           | -500.00  | -750.00  |
| Increase Federal Alien Assistance Receipts                | \$ -             | \$ -             | \$ (872,000)   | \$ -           |          |          |
| Reduce Correctional Officers and Lieutenants              | \$ (1,334,595)   | \$ (1,334,595)   | \$ -           | \$ -           | -35.00   | -35.00   |
| Reduce Inmate Road Squads and Litter Crews                | \$ (2,260,000)   | \$ (2,260,000)   | \$ -           | \$ -           |          |          |
| Reduce Job Orders for Repair and Renovation               | \$ -             | \$ -             | \$ (299,259)   | \$ (299,259)   |          |          |
| Reduce Miscellaneous Contacts                             | \$ (995,960)     | \$ (995,960)     | \$ -           | \$ -           |          |          |
| Reduce Salary Reserve                                     | \$ -             | \$ -             | \$ (1,000,000) | \$ (1,000,000) |          |          |

| Item  | FY10-R           | FY11-R           | FY10-NR        | FY11-NR        | FY10-FTE | FY11-FTE |
|---|------------------|------------------|----------------|----------------|----------|----------|
| Reduce Temporary/Contactual Positions                 | \$ (89,788)      | \$ (89,788)      | \$ -           | \$ -           |          |          |
| Reorganize Community Corrections Districts            | \$ (1,000,000)   | \$ (1,000,000)   | \$ -           | \$ -           | -14.00   | -14.00   |
| Shift Construction Contracts to Receipt Support       | \$ (200,000)     | \$ (200,000)     | \$ (600,000)   | \$ (600,000)   |          |          |
| Shift Positions to Inmate Welfare Support             | \$ (149,056)     | \$ (149,056)     | \$ -           | \$ -           | -3.00    | -3.00    |
| Use Inmate Welfare Funds to Support Operations        | \$ -             | \$ -             | \$ (750,000)   | \$ -           |          |          |
| <b>Administration</b>                                 | \$ (4,978,103)   | \$ (4,978,103)   |                |                |          |          |
| <b>Domestic Violence Rehabilitation Reserve</b>       | \$ (100,000)     | \$ (100,000)     |                |                |          |          |
| <b>IT Project Manager</b>                             | \$ -             | \$ -             |                |                | 0.00     | 0.00     |
| <b>Our Children's Place Administration</b>            | \$ (46,000)      | \$ (46,000)      |                |                |          |          |
| <b>Prison Enterprises</b>                             | \$ (83,745)      | \$ (83,745)      |                |                |          |          |
| <b>Prison Health Services</b>                         | \$ (12,296,710)  | \$ (12,296,710)  |                |                |          |          |
| <b>Prison Management</b>                              | \$ -             | \$ -             |                |                | 0.00     | 0.00     |
| <b>Receipt-supported positions</b>                    | \$ (149,056)     | \$ (149,056)     |                |                |          |          |
| <b>Special Projects Staff</b>                         | \$ (155,680)     | \$ (155,680)     |                |                | -2.00    | -2.00    |
| <b>TOTAL APPROPRIATIONS</b>                           | \$ 1,234,655,749 | \$ 1,230,748,785 | \$ (3,521,259) | \$ (1,899,259) | -1522.00 | -1772.00 |
| <b>Crime Control and Public Safety</b>                |                  |                  |                |                |          |          |
| 15% Reducton to Butner Public Safety                  | \$ (501,661)     | \$ (501,661)     |                |                |          |          |
| 25% Rreduction in funding for NCVAN                   | \$ (37,500)      | \$ (37,500)      |                |                |          |          |
| Adjust Continuation Budget Line Items                 | \$ (3,811,213)   | \$ (3,990,882)   |                |                |          |          |
| Budget Over-realized Receipts                         | \$ (472,619)     | \$ (472,619)     |                |                |          |          |
| Eliminate 6 Vacant Positions                          | \$ (258,026)     | \$ (258,026)     |                |                | -6.00    | -6.00    |
| Eliminate Funding for 2 Framily Assistance Centers    | \$ (280,000)     | \$ (280,000)     |                |                |          |          |
| Elimination of Administrative Staff Positions         | \$ (82,685)      | \$ (82,685)      |                |                | -2.00    | -2.00    |
| Law Enforcement Support Services (LESS)               | \$ (430,336)     | \$ (430,336)     | \$ 430,336     |                |          | -4.00    |
| Make Bingo Regulation Receipt Supported               | \$ (26,600)      | \$ (26,600)      |                |                |          |          |
| Make the Boxing Authority Receipt Supported           | \$ (147,751)     | \$ (147,751)     |                |                | -2.00    | -2.00    |
| Reduce National Guard Tuition Assistance Program      | \$ (500,000)     | \$ (500,000)     |                |                |          |          |
| Reduce State Matching Funds                           | \$ (60,091)      | \$ (60,091)      |                |                |          |          |
| Reduce Various Operating Accounts                     | \$ (641,147)     | \$ (641,147)     |                |                |          |          |
| Shift Emergency Management to Receipt-Support         | \$ (1,780,093)   | \$ (3,560,186)   |                |                | -58.00   | -58.00   |
| Shift floodplain Mapping Positions to Receipts        | \$ (1,405,098)   | \$ (1,405,098)   |                |                | -20.00   | -20.00   |
| Transfer the National Guard Pension Fund              | \$ (7,007,443)   | \$ (7,007,443)   |                |                |          |          |
| <b>Administration</b>                                 | \$ (328,563)     | \$ (328,563)     |                |                |          |          |
| <b>Alcohol Law Enforcement</b>                        | \$ (837,214)     | \$ (837,214)     |                |                |          |          |
| <b>Boxing Commission</b>                              | \$ (147,751)     | \$ (147,751)     |                |                | -2.00    | -2.00    |
| <b>Civil Air Patrol</b>                               | \$ (175,000)     | \$ (175,000)     |                |                |          |          |
| <b>Emergency Management - Accountant I</b>            | \$ (68,893)      | \$ (68,893)      |                |                | -1.00    | -1.00    |
| <b>Flood Plain Mapping</b>                            | \$ (201,307)     | \$ (201,307)     |                |                |          |          |
| <b>Funding for the Rape Victim Assistance Program</b> | \$ (1,078,078)   | \$ (1,078,078)   |                |                |          |          |
| <b>Governor's Crime Commission</b>                    | \$ (150,000)     | \$ (150,000)     |                |                |          |          |
| <b>National Guard</b>                                 | \$ (360,857)     | \$ (360,857)     |                |                |          |          |
| <b>National Guard Family Assistance Centers</b>       | \$ (420,000)     | \$ (420,000)     |                |                |          |          |
| <b>Receipt-Supported Positions</b>                    | \$ (651,922)     | \$ (651,922)     |                |                | -9.00    | -9.00    |
| <b>TOTAL APPROPRIATION</b>                            | \$ (21,861,847)  | \$ (23,821,609)  | \$ 430,336     | \$ -           | -100.00  | -104.00  |
| <b>Judicial Department</b>                            |                  |                  |                |                |          |          |
| Recommended Budget                                    | \$ 497,649,235   | \$ 507,638,940   |                |                |          |          |
| Adjust Continuation Budget                            | \$ (21,338,087)  | \$ (31,327,792)  |                |                |          |          |
| Reduce IT Funding                                     | \$ (977,499)     | \$ (977,499)     |                |                |          |          |
| Eliminate Vacant AOC Administrative Positions         | \$ (621,720)     | \$ (621,720)     |                |                | -8.00    | -8.00    |
| Eliminate Telephone System Line Items                 | \$ (3,927,583)   | \$ (3,927,583)   |                |                |          |          |
| Contractual Services                                  | \$ (1,254,146)   | \$ (1,254,146)   |                |                |          |          |
| ElminateVictim Witness Legal Assistance Positions     | \$ (7,019,017)   | \$ (7,019,017)   |                |                | -155.00  | -155.00  |
| Freeze Step Increases for Magistrates and Clerks      | \$ -             | \$ -             | \$ (2,324,864) | \$ (6,390,013) |          |          |
| Dispute Resolution Center Funding                     | \$ (399,829)     | \$ (399,829)     |                |                |          |          |
| End pass-through to NC State Bar                      | \$ (375,000)     | \$ (375,000)     |                |                |          |          |
| Superior Court Judges Mileage Reimbursement           | \$ (90,000)      | \$ (90,000)      |                |                |          |          |
| Eliminate Vacant Court Positions                      | \$ (2,433,632)   | \$ (2,433,632)   |                |                | -48.00   | -48.00   |
| Eliminate Clerk Positions                             | \$ (11,574,473)  | \$ (11,574,473)  |                |                | -269.00  | -269.00  |
| <b>DA Conference Funds</b>                            | \$ (401,289)     | \$ (401,289)     |                |                | -5.00    | -5.00    |
| <b>Clerks Conference</b>                              | \$ (121,402)     | \$ (121,402)     |                |                | -2.00    | -2.00    |
| <b>Funds to Assist Low Income Home Owners</b>         | \$ (200,000)     | \$ (200,000)     |                |                |          |          |
| <b>Technology Initiatives</b>                         | \$ (7,919,361)   | \$ (7,919,361)   |                |                | -78.00   | -78.00   |
| <b>Increase Emergency Judge Funding</b>               | \$ (558,935)     | \$ (558,935)     |                |                |          |          |
| <b>Appellate Judge Mileage Reimbursement</b>          | \$ (55,000)      | \$ (55,000)      |                |                |          |          |

| Item   | FY10-R          | FY11-R          | FY10-NR        | FY11-NR        | FY10-FTE | FY11-FTE |
|--|-----------------|-----------------|----------------|----------------|----------|----------|
| <b>Innocence Inquiry Commission</b>                    | \$ (121,537)    | \$ (121,537)    |                |                | -2.00    | -2.00    |
| <b>Judicial Standards Commission</b>                   | \$ (178,105)    | \$ (178,105)    |                |                | -2.00    | -2.00    |
| <b>Sentencing and Policy Advisory Commission Staff</b> | \$ (102,913)    | \$ (102,913)    |                |                | -1.00    | -1.00    |
| <b>New Deputy Clerk Positions</b>                      | \$ (11,294,980) | \$ (11,294,980) |                |                | -301.00  | -301.00  |
| <b>New Magistrate Positions</b>                        | \$ (2,095,494)  | \$ (2,095,494)  |                |                | -52.00   | -52.00   |
| <b>New District Court Judge Positions</b>              | \$ (1,260,801)  | \$ (1,260,801)  |                |                | -12.00   | -12.00   |
| <b>New District Court Judicial Support Staff</b>       | \$ (706,891)    | \$ (706,891)    |                |                | -19.00   | -19.00   |
| <b>New Superior Court Judicial Support Staff</b>       | \$ (217,994)    | \$ (217,994)    |                |                | -5.00    | -5.00    |
| <b>Special Superior Court Judges</b>                   | \$ (409,954)    | \$ (409,954)    |                |                |          |          |
| <b>TOTAL APPROPRIATIONS</b>                            | \$ 421,993,593  | \$ 421,993,593  | \$ (2,324,864) | \$ (6,390,013) | -959.00  | -959.00  |
| <b>Judicial - Indigent Defense</b>                     |                 |                 |                |                |          |          |
| Recommended Budget                                     | \$ 133,881,190  | \$ 133,320,396  |                |                |          |          |
| Adjust Continuation Budget                             | \$ (17,875,682) | \$ (17,314,888) |                |                |          |          |
| Contractual Services                                   | \$ (369,208)    | \$ (369,208)    |                |                |          |          |
| Reduce Aid to Center for Death Penalty Litigation      | \$ (25,075)     | \$ (25,075)     |                |                |          |          |
| Reduce Prison Legal Service Funds                      | \$ (62,204)     | \$ (62,204)     |                |                |          |          |
| Eliminate Vacant Positions                             | \$ (602,270)    | \$ (602,270)    |                |                | -6.00    | -6.00    |
| <b>Equipment Replacement</b>                           | \$ (98,778)     | \$ (98,778)     |                |                |          |          |
| <b>Rate for Private Assigned Counsel</b>               | \$ (12,333,268) | \$ (12,333,268) |                |                |          |          |
| <b>Certiorari Filing Fees</b>                          | \$ (50,000)     | \$ (50,000)     |                |                |          |          |
| <b>TOTAL APPROPRIATIONS</b>                            | \$ 102,464,705  | \$ 102,464,705  | \$ -           | \$ -           | -6.00    | -6.00    |
| <b>Justice</b>   |                 |                 |                |                |          |          |
| Recommended Budget                                     | \$ 100,441,147  | \$ 101,047,019  |                |                |          |          |
| <b>General Administration</b>                          | \$ (286,638)    | \$ (286,638)    |                |                |          |          |
| Shift Administrative Position to Receipt Support       | \$ (44,215)     | \$ (44,215)     |                |                | -1.00    | -1.00    |
| <b>Criminal Justice Training and Standards (CJTS)</b>  | \$ (950,391)    | \$ (1,900,782)  |                |                |          |          |
| Adjust Continuation Budget Line Items                  | \$ (3,562,180)  | \$ (4,106,298)  |                |                |          |          |
| Eliminate 30 Vacant Positions                          | \$ (1,301,257)  | \$ (1,301,257)  |                |                | -30.00   | -30.00   |
| Reduce Various Operating Accounts                      | \$ (215,000)    | \$ (215,000)    |                |                |          |          |
| Consumer Protection Program                            | \$ (2,026,179)  | \$ (2,026,179)  | \$ 2,026,179   |                |          | -36.00   |
| Shift Consumer Protection Positions to Receipts        | \$ (133,242)    | \$ (133,242)    |                |                | -21.00   | -21.00   |
| <b>Consumer Protection Specialist</b>                  | \$ (47,323)     | \$ (47,323)     |                |                | -1.00    | -1.00    |
| Eliminate 25 Attorney Positions                        | \$ (1,787,768)  | \$ (1,787,768)  |                |                | -26.00   | -26.00   |
| Medicaid Fraud Recovery Efforts                        | \$ (168,566)    | \$ (168,566)    |                |                |          |          |
| Reduce NCLEAF Funding                                  | \$ (125,000)    | \$ (125,000)    |                |                |          |          |
| Reduce Vehicle Replacement Budget                      | \$ (342,303)    | \$ (342,303)    |                |                |          |          |
| Reduce Telecom Service Charges                         | \$ (459,599)    | \$ (459,599)    |                |                |          |          |
| Eliminate the Fingerprint Card Program                 | \$ (15,696)     | \$ (15,696)     |                |                |          |          |
| <b>SBI</b>   | \$ (2,575,891)  | \$ (2,575,891)  |                |                |          |          |
| Reduce SBI Equipment Budget                            | \$ (442,368)    | \$ (442,368)    |                |                |          |          |
| Shift IT Positions to Receipt Support                  | \$ (165,905)    | \$ (165,905)    |                |                | -2.00    | -2.00    |
| Close the Piedmont Triad Regional Crime Lab            | \$ (1,168,623)  | \$ (1,168,623)  |                |                | -12.00   | -12.00   |
| <b>School Training Safety Coordinator Position</b>     | \$ (67,503)     | \$ (67,503)     |                |                | -1.00    | -1.00    |
| <b>Training - Program Assistant V</b>                  | \$ (33,621)     | \$ (33,621)     |                |                | -1.00    | -1.00    |
| <b>TOTAL APPROPRIATIONS</b>                            | \$ 84,521,880   | \$ 83,633,243   | \$ 2,026,179   | \$ -           | -95.00   | -131.00  |
| <b>Juvenile Justice and Delinquency Prevention</b>     |                 |                 |                |                |          |          |
| Recommended Budget                                     | \$ 172,484,415  | \$ 172,651,108  |                |                |          |          |
| Adjust Continuation Budget                             | \$ (7,611,149)  | \$ (7,751,707)  | \$ -           | \$ -           |          |          |
| Eliminate Seven Central Office Positions               | \$ (426,955)    | \$ (426,955)    | \$ -           | \$ -           | -7.00    | -7.00    |
| Reduce Appropriation for Furniture                     | \$ -            | \$ -            | \$ (218,393)   | \$ (218,393)   |          |          |
| Reduce Legal Services                                  | \$ (58,848)     | \$ (58,848)     | \$ -           | \$ -           |          |          |
| Eliminate the CPSV                                     | \$ (474,923)    | \$ (474,923)    | \$ -           | \$ -           | -6.00    | -6.00    |
| Reduce Equipment                                       | \$ -            | \$ -            | \$ (500,000)   | \$ (500,000)   |          |          |
| Contractual Services                                   | \$ (316,048)    | \$ (316,048)    | \$ -           | \$ -           |          |          |
| Eliminate vacant positions                             | \$ (3,564,451)  | \$ (3,564,451)  | \$ -           | \$ -           | -91.00   | -91.00   |
| Eliminate Alternative to Detention Contract            | \$ (43,885)     | \$ (43,885)     | \$ -           | \$ -           |          |          |
| Eliminate Pass-Through Rudning-Boys & Girls Club       | \$ (400,000)    | \$ (400,000)    | \$ -           | \$ -           |          |          |
| Reduce Pass-Through Funding for Project Challenge      | \$ (40,000)     | \$ (40,000)     | \$ -           | \$ -           |          |          |
| Reduce JCPC County Allocation                          | \$ (3,472,929)  | \$ (3,472,929)  | \$ -           | \$ -           |          |          |
| Reduce Eckerd Wilderness Camp contract                 | \$ (2,560,088)  | \$ (2,560,088)  | \$ -           | \$ -           |          |          |
| Close the Alamance Multi-Propose Home                  | \$ (600,000)    | \$ (600,000)    | \$ -           | \$ -           |          |          |
| Eliminate Funding for Governor's 1 on 1                | \$ (1,645,545)  | \$ (1,645,545)  | \$ -           | \$ -           |          |          |

| Item  | FY10-R                 | FY11-R                 | FY10-NR             | FY11-NR             | FY10-FTE        | FY11-FTE        |
|---|------------------------|------------------------|---------------------|---------------------|-----------------|-----------------|
| Reduce Pass-Through Funding for the JAC             | \$ (41,359)            | \$ (41,359)            | \$ -                | \$ -                |                 |                 |
| Eliminate SOS Program                               | \$ (6,171,062)         | \$ (6,171,062)         | \$ -                | \$ -                | -3.00           | -3.00           |
| Eliminate Youth Development Center positions        | \$ (948,994)           | \$ (948,994)           | \$ -                | \$ -                | -19.00          | -19.00          |
| Eliminate the Treatment Training Reserve            | \$ (250,000)           | \$ (250,000)           | \$ -                | \$ -                |                 |                 |
| Close Dobbs YDC                                     | \$ (2,688,984)         | \$ (3,585,312)         | \$ -                | \$ -                | -94.00          | -94.00          |
| Close Samarkand YDC                                 | \$ (1,130,258)         | \$ (2,260,515)         | \$ -                | \$ -                | -57.00          | -57.00          |
| <b>JCPC Funding</b>                                 | <b>\$ (23,152,860)</b> | <b>\$ (23,152,860)</b> |                     |                     |                 |                 |
| <b>Administration</b>                               | <b>\$ (807,354)</b>    | <b>\$ (807,354)</b>    |                     |                     |                 |                 |
| <b>Support Our Students</b>                         | <b>\$ (6,353,026)</b>  | <b>\$ (6,353,026)</b>  |                     |                     |                 |                 |
| <b>Center to Prevent School Violence</b>            | <b>\$ (287,660)</b>    | <b>\$ (287,660)</b>    |                     |                     |                 |                 |
| <b>Operating funds for the Macon County MPGH</b>    | <b>\$ (600,000)</b>    | <b>\$ (600,000)</b>    |                     |                     |                 |                 |
| <b>TOTAL APPROPRIATIONS</b>                         | <b>\$ 108,838,037</b>  | <b>\$ 106,837,587</b>  | <b>\$ (718,393)</b> | <b>\$ (718,393)</b> | <b>\$ (277)</b> | <b>\$ (277)</b> |
| <b>Agriculture and Consumer Services</b>            |                        |                        |                     |                     |                 |                 |
| Recommended Budget                                  | \$ 65,402,492          | \$ 65,638,839          |                     |                     |                 |                 |
| Adjust Continuation Budget                          | \$ (1,935,542)         | \$ (2,171,889)         |                     |                     |                 |                 |
| Vacant Positions                                    | \$ (860,680)           | \$ (860,680)           |                     |                     | -16.50          | -16.50          |
| Operating Expense Reductions                        | \$ (345,873)           | \$ (345,873)           |                     |                     |                 |                 |
| Temporary Position Funding                          | \$ (27,905)            | \$ (27,905)            |                     |                     |                 |                 |
| Fund Shift Positions to Receipt Support             | \$ (467,047)           | \$ (467,047)           |                     |                     | -10.70          | -10.70          |
| Agricultural Finance Authority Service Charge       | \$ (50,000)            | \$ (50,000)            |                     |                     |                 |                 |
| FFA Foundation, Inc                                 | \$ (49,500)            | \$ (49,500)            |                     |                     |                 |                 |
| Animal Diagnostic Fees                              | \$ (200,000)           | \$ (200,000)           |                     |                     |                 |                 |
| Technology Support Analyst Position                 | \$ (30,276)            | \$ (30,276)            |                     |                     | -1.00           | -1.00           |
| Ag in the Classroom                                 | \$ (24,750)            | \$ (24,750)            |                     |                     |                 |                 |
| Worker's Compensation                               | \$ (75,000)            | \$ (75,000)            |                     |                     | -10.70          | -10.70          |
| <b>General Administration</b>                       | <b>\$ (144,875)</b>    | <b>\$ (144,875)</b>    |                     |                     |                 |                 |
| <b>Agricultural Research Facilities</b>             | <b>\$ (3,700,000)</b>  | <b>\$ (3,700,000)</b>  |                     |                     |                 |                 |
| <b>Administrative Services</b>                      | <b>\$ (247,677)</b>    | <b>\$ (247,677)</b>    |                     |                     |                 |                 |
| <b>Public Affairs</b>                               | <b>\$ (43,432)</b>     | <b>\$ (43,432)</b>     |                     |                     |                 |                 |
| <b>Human Resources</b>                              | <b>\$ (76,601)</b>     | <b>\$ (76,601)</b>     |                     |                     |                 |                 |
| <b>Markets</b>                                      | <b>\$ (7,113,940)</b>  | <b>\$ (7,113,940)</b>  |                     |                     | -112.00         | -112.00         |
| <b>Agronomic Services</b>                           | <b>\$ (3,789,512)</b>  | <b>\$ (3,789,512)</b>  |                     |                     | -60.00          | -60.00          |
| <b>Commercial Feed/Pet Food</b>                     | <b>\$ (772,231)</b>    | <b>\$ (772,231)</b>    |                     |                     | -24.00          | -24.00          |
| <b>Commercial Fertilizer Analysis</b>               | <b>\$ (858,584)</b>    | <b>\$ (858,584)</b>    |                     |                     | -19.00          | -19.00          |
| <b>Pesticide Control &amp; Analysis</b>             | <b>\$ (1,679,707)</b>  | <b>\$ (1,679,707)</b>  |                     |                     | -55.00          | -55.00          |
| <b>Seed Testing</b>                                 | <b>\$ (753,329)</b>    | <b>\$ (753,329)</b>    |                     |                     | -20.00          | -20.00          |
| <b>Plant Protection</b>                             | <b>\$ (3,435,314)</b>  | <b>\$ (3,435,314)</b>  |                     |                     | -65.00          | -65.00          |
| <b>Agriculture Review</b>                           | <b>\$ (162,556)</b>    | <b>\$ (162,556)</b>    |                     |                     | -1.00           | -1.00           |
| <b>Food Regulatory Laboratory Equipment</b>         | <b>\$ (200,000)</b>    | <b>\$ (200,000)</b>    |                     |                     |                 |                 |
| <b>Real Property Agent Position</b>                 | <b>\$ (65,000)</b>     | <b>\$ (65,000)</b>     |                     |                     | -1.00           | -1.00           |
| <b>Veterinary Services Support Positions</b>        | <b>\$ (117,417)</b>    | <b>\$ (117,417)</b>    |                     |                     | -3.00           | -3.00           |
| <b>TOTAL APPROPRIATION</b>                          | <b>\$ 38,175,743</b>   | <b>\$ 38,175,743</b>   | <b>\$ -</b>         | <b>\$ -</b>         | <b>-398.90</b>  | <b>-398.90</b>  |
| <b>Labor</b>  |                        |                        |                     |                     |                 |                 |
| Recommended Budget                                  | \$ 19,064,773          | \$ 19,092,834          |                     |                     |                 |                 |
| Adjust Continuation Budget                          | \$ (545,515)           | \$ (573,576)           |                     |                     |                 |                 |
| Vacant Positions                                    | \$ (657,058)           | \$ (657,058)           |                     |                     | -12.50          | -12.50          |
| Operating Expense Reductions                        | \$ (100,580)           | \$ (100,580)           |                     |                     |                 |                 |
| State Funding for Library Periodicals               | \$ (18,306)            | \$ (18,306)            |                     |                     |                 |                 |
| Publication Fees                                    | \$ (21,325)            | \$ (21,325)            |                     |                     |                 |                 |
| <b>Administration</b>                               | <b>\$ (398,715)</b>    | <b>\$ (398,715)</b>    |                     |                     |                 |                 |
| <b>Retaliatory Discrim.</b>                         | <b>\$ (617,668)</b>    | <b>\$ (617,668)</b>    |                     |                     |                 |                 |
| <b>On Site Consultation</b>                         | <b>\$ (126,608)</b>    | <b>\$ (126,608)</b>    |                     |                     |                 |                 |
| <b>Apprenticeship Training</b>                      | <b>\$ (1,743,891)</b>  | <b>\$ (1,743,891)</b>  |                     |                     |                 |                 |
| <b>Occupational Safety and Health</b>               | <b>\$ (124,748)</b>    | <b>\$ (124,748)</b>    |                     |                     | -2.00           | -2.00           |
| <b>- Agricultural Safety Officers</b>               |                        |                        |                     |                     |                 |                 |
| <b>Occupational Safety and Health</b>               | <b>\$ (200,000)</b>    | <b>\$ (200,000)</b>    |                     |                     |                 |                 |
| <b>- Operational Funding</b>                        |                        |                        |                     |                     |                 |                 |
| <b>Occupational Safety and Health</b>               | <b>\$ (500,000)</b>    | <b>\$ (500,000)</b>    |                     |                     |                 |                 |
| <b>- Federal Funding Offset for Operating Funds</b> |                        |                        |                     |                     |                 |                 |
| <b>Occupational Safety and Health</b>               | <b>\$ (51,392)</b>     | <b>\$ (51,392)</b>     |                     |                     | -1.00           | -1.00           |
| <b>- Partially Funded Positions</b>                 |                        |                        |                     |                     |                 |                 |
| <b>Occupational Safety and Health</b>               | <b>\$ (350,000)</b>    | <b>\$ (350,000)</b>    |                     |                     | -4.00           | -4.00           |
| <b>- Worker Safety Positions</b>                    |                        |                        |                     |                     |                 |                 |
| <b>Standards &amp; Inspections</b>                  | <b>\$ (60,537)</b>     | <b>\$ (60,537)</b>     |                     |                     | -1.00           | -1.00           |
| <b>- Wage and Hour Investigator Position</b>        |                        |                        |                     |                     |                 |                 |
| <b>TOTAL APPROPRIATION</b>                          | <b>\$ 13,548,430</b>   | <b>\$ 13,548,430</b>   | <b>\$ -</b>         | <b>\$ -</b>         | <b>-20.50</b>   | <b>-20.50</b>   |

| Item   | FY10-R           | FY11-R           | FY10-NR       | FY11-NR       | FY10-FTE | FY11-FTE |
|--|------------------|------------------|---------------|---------------|----------|----------|
| <b>Environment and Natural Resources</b>               |                  |                  |               |               |          |          |
| Recommended Budget                                     | \$ 212,524,097   | \$ 214,924,435   |               |               |          |          |
| Adjust Continuation Budget                             | \$ (11,237,924)  | \$ (13,638,262)  |               |               |          |          |
| Vacant Positions                                       | \$ (3,301,005)   | \$ (3,301,005)   |               |               | -66.15   | -66.15   |
| Operating Expense Reductions                           | \$ (895,265)     | \$ (895,265)     |               |               |          |          |
| Center for Geographic Information Analysis Transfer    | \$ (167,549)     | \$ (167,549)     |               |               | -2.00    | -2.00    |
| Radiation Protection Section                           | \$ (406,621)     | \$ (813,242)     |               |               |          | -12.50   |
| Neuse River Rapid Response Team                        | \$ (101,439)     | \$ (101,439)     |               |               | -2.00    | -2.00    |
| Stream and Well Monitoring Contracts                   | \$ (218,840)     | \$ (218,840)     |               |               |          |          |
| Young Offenders/ BRIDGE Program                        | \$ (1,043,840)   | \$ (1,043,840)   | \$ 1,043,840  |               |          | -10.00   |
| Forestry Equipment                                     | \$ -             | \$ (112,556)     |               |               |          |          |
| State Park Parking Fees                                | \$ -             | \$ (2,500,000)   |               |               |          |          |
| Soil & Water Financial Assistance Funding              | \$ (1,000,000)   | \$ (1,000,000)   |               |               |          |          |
| Grassroots Science Museums                             | \$ (278,508)     | \$ (348,135)     |               |               |          |          |
| Partnership for the Sounds                             | \$ (41,380)      | \$ (51,725)      |               |               |          |          |
| Targeted Federal Recovery Funds better left unused     | \$ -             | \$ -             | \$ 95,606,870 | \$ 45,739,550 |          |          |
| <b>County Boundaries Program</b>                       | \$ (106,479)     | \$ (106,479)     |               |               | -1.00    | -1.00    |
| <b>Mosquito Pest Management Control</b>                | \$ (172,424)     | \$ (172,424)     |               |               |          |          |
| <b>Beaver Control</b>                                  | \$ (349,000)     | \$ (349,000)     |               |               |          |          |
| <b>Administration</b>                                  | \$ (699,463)     | \$ (699,463)     |               |               |          |          |
| <b>Eliminate Pass-Throughs</b>                         | \$ (3,998,590)   | \$ (3,998,590)   |               |               |          |          |
| <b>Environmental Education</b>                         | \$ (465,984)     | \$ (465,984)     |               |               | -7.00    | -7.00    |
| <b>Forestry</b>  | \$ (11,807,685)  | \$ (11,807,685)  |               |               |          |          |
| <b>DFR Tree Improvement</b>                            | \$ (444,388)     | \$ (444,388)     |               |               | -8.73    | -8.73    |
| <b>State Parks</b>                                     | \$ (1,837,287)   | \$ (1,837,287)   |               |               |          |          |
| <b>NC Zoo</b>  | \$ (2,941,786)   | \$ (2,941,786)   |               |               |          |          |
| <b>Aquariums</b>                                       | \$ (3,313,910)   | \$ (3,313,910)   |               |               |          |          |
| <b>Museum of Natural Sciences</b>                      | \$ (6,941,158)   | \$ (6,941,158)   |               |               |          |          |
| <b>Environmental Stewardship Initiative</b>            | \$ (276,624)     | \$ (276,624)     |               |               | -4.70    | -4.70    |
| <b>Marine Fisheries - Oyster Sanctuary Program</b>     | \$ (2,000,000)   | \$ (2,000,000)   |               |               | -6.00    | -6.00    |
| <b>Landslide Hazard Mapping Program</b>                | \$ (526,216)     | \$ (526,216)     |               |               | -6.00    | -6.00    |
| <b>Groundwater Remediation Program</b>                 | \$ (160,835)     | \$ (160,835)     |               |               | -2.00    | -2.00    |
| <b>Hazardous Waste Facilities and Management</b>       | \$ (125,000)     | \$ (125,000)     |               |               | -2.00    | -2.00    |
| <b>Geographic Information System Development</b>       | \$ (75,266)      | \$ (75,266)      |               |               | -1.00    | -1.00    |
| <b>Water Quality Fees</b>                              | \$ -             | \$ -             |               |               |          |          |
| <b>River Basin Water Supply Planning</b>               | \$ (577,384)     | \$ (577,384)     |               |               | -6.00    | -6.00    |
| <b>Sustainable Management of Groundwater</b>           | \$ (95,490)      | \$ (95,490)      |               |               | -1.00    | -1.00    |
| <b>Resources</b>                                       |                  |                  |               |               |          |          |
| <b>Marine Fisheries - Stock Assessment &amp; River</b> | \$ (148,521)     | \$ (148,521)     |               |               | -3.00    | -3.00    |
| <b>Herring Management Program</b>                      |                  |                  |               |               |          |          |
| <b>Marine Fisheries - Eliminate Former Receipt</b>     | \$ (500,000)     | \$ (500,000)     |               |               | -8.62    | -8.62    |
| <b>Positions</b>                                       |                  |                  |               |               |          |          |
| <b>Lagoon Conversion Program</b>                       | \$ (72,633)      | \$ (72,633)      |               |               | -1.00    | -1.00    |
| <b>Conservation Reserve Enhancement Program (CREP)</b> | \$ (275,000)     | \$ (275,000)     |               |               | -2.00    | -2.00    |
| <b>Community Conservation Assistance Program</b>       | \$ (200,000)     | \$ (200,000)     |               |               | -1.00    | -1.00    |
| <b>TOTAL APPROPRIATION</b>                             | \$ 155,720,603   | \$ 152,621,454   | \$ 96,650,710 | \$ 45,739,550 | -131.20  | -153.70  |
| <b>DENR - Clean Water Management Trust Fund</b>        |                  |                  |               |               |          |          |
| Recommended Budget                                     | \$ 100,000,000   | \$ 100,000,000   |               |               |          |          |
| End funding of Clean Water Management Trust Fund       | \$ (100,000,000) | \$ (100,000,000) |               |               |          |          |
| <b>TOTAL APPROPRIATION</b>                             | \$ -             | \$ -             | \$ -          | \$ -          | 0.00     | 0.00     |
| <b>Commerce</b>  |                  |                  |               |               |          |          |
| Recommended Budget                                     | \$ 46,019,823    | \$ 46,028,986    |               |               |          |          |
| Adjust Continuation Budget                             | \$ (883,045)     | \$ (892,208)     |               |               |          |          |
| Vacant Positions                                       | \$ (634,581)     | \$ (634,581)     |               |               | -9.00    | -9.00    |
| Operating Expense Reductions                           | \$ (333,615)     | \$ (333,615)     |               |               |          |          |
| MIS Transferred positions                              | \$ (250,000)     | \$ (250,000)     |               |               |          |          |
| Commerce Finance JMAC                                  | \$ (5,000,000)   | \$ (5,000,000)   |               |               |          |          |
| Industrial Commission Legal Specialists                | \$ (167,987)     | \$ (167,987)     |               |               | -3.00    | -3.00    |
| Industrial Commission Deputy Commissioners             | \$ (203,760)     | \$ (203,760)     |               |               | -2.00    | -2.00    |
| Commerce Boards and Commissions                        | \$ -             | \$ -             |               |               |          |          |
| <b>Administrative Services</b>                         | \$ (1,342,477)   | \$ (1,342,477)   |               |               |          |          |
| <b>Board of Science and Technology</b>                 | \$ (340,938)     | \$ (340,938)     |               |               |          |          |
| <b>Business and Industry</b>                           | \$ (5,376,153)   | \$ (5,376,153)   |               |               | -51.50   | -51.50   |
| <b>Division of Community Assistance</b>                | \$ (65,935)      | \$ (65,935)      |               |               | -1.00    | -1.00    |
| <b>Executive Aircraft Operations</b>                   | \$ (865,085)     | \$ (865,085)     |               |               |          |          |

| Item   | FY10-R                 | FY11-R                  | FY10-NR                 | FY11-NR                | FY10-FTE       | FY11-FTE       |
|--|------------------------|-------------------------|-------------------------|------------------------|----------------|----------------|
| Executive Aircraft Funds   | \$ (250,000)           | \$ (250,000)            |                         |                        |                |                |
| Executive Aircraft Fleet   | \$ (296,115)           | \$ (296,115)            |                         |                        | -1.00          | -1.00          |
| <b>Industrial Finance Center</b>                                     | <b>\$ (845,272)</b>    | <b>\$ (845,272)</b>     |                         |                        | <b>-7.00</b>   | <b>-7.00</b>   |
| <b>International Trade Division</b>                                  | <b>\$ (2,645,421)</b>  | <b>\$ (2,645,421)</b>   |                         |                        | <b>-11.00</b>  | <b>-11.00</b>  |
| <b>Land Loss Prevention</b>  | <b>\$ (1,799,096)</b>  | <b>\$ (1,799,096)</b>   |                         |                        | <b>-44.75</b>  | <b>-44.75</b>  |
| <b>Local Planning and Management</b>                                 | <b>\$ (3,557,437)</b>  | <b>\$ (3,557,437)</b>   |                         |                        | <b>-39.50</b>  | <b>-39.50</b>  |
| <b>Marketing/Customer Servicer</b>                                   | <b>\$ (1,077,247)</b>  | <b>\$ (1,077,247)</b>   |                         |                        | <b>-4.00</b>   | <b>-4.00</b>   |
| <b>Policy &amp; Research Division</b>                                | <b>\$ (1,147,597)</b>  | <b>\$ (1,147,597)</b>   |                         |                        | <b>-13.00</b>  | <b>-13.00</b>  |
| <b>Tourism, Film, and Sports Development</b>                         | <b>\$ (10,538,183)</b> | <b>\$ (10,538,183)</b>  |                         |                        | <b>-39.00</b>  | <b>-39.00</b>  |
| <b>Wanchese Industrial Park</b>                                      | <b>\$ 449,652</b>      | <b>\$ 449,652</b>       |                         |                        | <b>-3.00</b>   | <b>-3.00</b>   |
| <b>Welcome Centers</b>   | <b>\$ (1,799,096)</b>  | <b>\$ (1,799,096)</b>   |                         |                        | <b>-44.75</b>  | <b>-44.75</b>  |
| <b>TOTAL APPROPRIATION</b>   | <b>\$ 7,050,435</b>    | <b>\$ 7,050,435</b>     | <b>\$ -</b>             | <b>\$ -</b>            | <b>-273.50</b> | <b>-273.50</b> |
| <b>Commerce - State Aid</b>  |                        |                         |                         |                        |                |                |
| Recommended Budget   | \$ 15,642,232          | \$ 15,642,232           |                         |                        |                |                |
| <b>Councils of Government</b>  | <b>\$ (398,828)</b>    | <b>\$ (398,828)</b>     |                         |                        |                |                |
| <b>High Point Furniture Market</b>                                   | <b>\$ (866,250)</b>    | <b>\$ (866,250)</b>     |                         |                        |                |                |
| <b>Land Loss Prevention</b>  | <b>\$ (350,000)</b>    | <b>\$ (350,000)</b>     |                         |                        |                |                |
| <b>NC Association of Community Development Corporations (NCACDC)</b> | <b>\$ (750,000)</b>    | <b>\$ (750,000)</b>     |                         |                        |                |                |
| <b>NC Community Development Initiative (NCCDI)</b>                   | <b>\$ (3,000,000)</b>  | <b>\$ (3,000,000)</b>   |                         |                        |                |                |
| <b>NC Institute of Minority Economic Development (NCIMED)</b>        | <b>\$ (1,500,000)</b>  | <b>\$ (1,500,000)</b>   |                         |                        |                |                |
| <b>NC Minority Support Center (NCMSC)</b>                            | <b>\$ (3,000,000)</b>  | <b>\$ (3,000,000)</b>   |                         |                        |                |                |
| <b>Regional Economic Development Commissions</b>                     | <b>\$ (3,750,000)</b>  | <b>\$ (3,750,000)</b>   |                         |                        |                |                |
| <b>Regional Economic Partnerships Vision Plan</b>                    | <b>\$ (2,000,000)</b>  | <b>\$ (2,000,000)</b>   |                         |                        |                |                |
| <b>TOTAL APPROPRIATION</b>   | <b>\$ 27,154</b>       | <b>\$ 27,154</b>        | <b>\$ -</b>             | <b>\$ -</b>            | <b>0.00</b>    | <b>0.00</b>    |
| <b>NC Biotechnology Center</b>                                       |                        |                         |                         |                        |                |                |
| Eliminate State Funding  | \$ (15,427,561)        | \$ (15,427,561)         |                         |                        |                |                |
| <b>Rural Economic Development Center</b>                             |                        |                         |                         |                        |                |                |
| Eliminate State Funding  | \$ (24,059,581)        | \$ (24,059,581)         |                         |                        |                |                |
| <b>Debt Service, Reserves</b>  |                        |                         |                         |                        |                |                |
| Recommended Budget - Debt Service, Reserves                          | \$ 895,832,493         | \$ 838,216,241          |                         |                        |                |                |
| <b>State Bonded Debt</b>   | <b>\$ (32,851,141)</b> | <b>\$ (75,554,137)</b>  |                         |                        |                |                |
| <b>Repair and Renovation Reserve</b>                                 | <b>\$ 50,000,000</b>   | <b>\$ 50,000,000</b>    |                         |                        |                |                |
| State Health Plan  | \$ 132,214,752         | \$ 276,179,709          |                         |                        |                |                |
| Salary Adjustment Fund   | \$ (4,500,000)         | \$ (4,500,000)          |                         |                        |                |                |
| <b>Teacher and State Employee Pension</b>                            | <b>\$ 24,000,000</b>   | <b>\$ 312,000,000</b>   |                         |                        |                |                |
| Judicial Retirement System Contributions                             | \$ 1,300,000           | \$ 1,300,000            |                         |                        |                |                |
| <b>Privatize Railroads</b>   | <b>\$ (40,000,000)</b> | <b>\$ (42,000,000)</b>  |                         |                        |                |                |
| <b>Privatize State-Owned Ports</b>                                   | <b>\$ (7,600,000)</b>  | <b>\$ (7,700,000)</b>   |                         |                        |                |                |
| <b>End Task Force on Preventing Agricultural Pesticide Exposure</b>  | <b>\$ (221,374)</b>    | <b>\$ (221,374)</b>     |                         |                        |                |                |
| IT Initiatives Fund  | \$ (6,981,416)         | \$ (6,981,416)          |                         |                        |                |                |
| Administrative Support Reduction                                     | \$ (3,000,000)         | \$ (6,600,000)          |                         |                        | -75.00         | -165.00        |
| <b>Job Development Investment Grants (JDIG)</b>                      | <b>\$ (27,400,000)</b> | <b>\$ (27,400,000)</b>  |                         |                        |                |                |
| Biomedical Research Imaging Center (BRIC)                            | \$ -                   | \$ -                    | \$ (172,000,000)        | \$ (45,000,000)        |                |                |
| Adjust Debt Service Payments   | \$ (4,000,000)         | \$ (4,000,000)          | \$ (3,500,000)          |                        |                |                |
| University Cancer Research Fund                                      | \$ (15,500,000)        | \$ (15,500,000)         |                         |                        |                |                |
| <b>TOTAL APPROPRIATION</b>   | <b>\$ 961,293,314</b>  | <b>\$ 1,287,239,023</b> | <b>\$ (175,500,000)</b> | <b>\$ (45,000,000)</b> | <b>-75.00</b>  | <b>-165.00</b> |