



## GENERAL GOVERNMENT AND INFORMATION TECHNOLOGY

INVESTMENTS *for a*  
Determined North Carolina

### **Connecting North Carolina**

Invests \$35 million to promote broadband Internet service in areas without service or where service is below minimum speeds. Includes \$30 million to expand grants to private providers who offer broadband service in unserved or underserved communities. Also provides \$5 million for a new Homework Gap initiative offering competitive grants to school districts to provide high-speed Internet to students who lack such service through laptop and tablet purchases, and mobile hotspots and service.

### **Investing in Affordable Housing**

Increases funding for the Housing Trust Fund to \$10 million. The Fund is the state's most flexible source of funding for affordable housing and permits more direct targeting of vulnerable groups, including homeless individuals and people with disabilities. Also appropriates \$7.2 million to increase access to permanent, community-based, integrated housing for individuals with disabilities.

### **Supporting Veterans and Military Families**

Provides \$2.4 million in new funding to the Department of Military and Veterans Affairs (DMVA) for scholarships for veterans' children. Also earmarks funding in the Department of Information Technology (DIT)'s budget to automate DMVA's review of documents and applications, upgrade DMVA's case management system, and expand DIT's Veteran Cyber Apprenticeship Program.

### **Upgrading Technology and Enhancing Cybersecurity**

Allocates \$75 million to a new technology reserve fund to upgrade core business systems, including a new statewide financial management system. Also appropriates funding to promote cybersecurity through a statewide detection and incident response system and stronger e-mail filtering capabilities.

### **Making Government More Effective, Efficient, and Responsive**

Provides \$1 million for grants to state agencies for rigorous, independent evaluations of program effectiveness and results. Correspondingly provides funds for General Government agencies to hire analysts with advanced quantitative and research skills to help agencies evaluate data and evidence which will improve services and lead to more efficient use of tax dollars. Also provides funding to the Department of Administration to enhance contract monitoring and accountability and to create a special capital projects team to manage large, critical projects. The Statewide Reserves section contains additional items related to common sense government initiatives.

General Assembly   Office of the Governor   Office of State Budget and Management  
North Carolina Housing Finance Authority   Office of the Lieutenant Governor   Department of Secretary of State  
Office of the State Auditor   Department of State Treasurer   Department of Insurance   Department of Administration  
Office of the State Controller   Department of Revenue   Industrial Commission  
Department of Information Technology   State Board of Elections   Office of Administrative Hearings  
Department of Military and Veterans Affairs

**Mission**

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

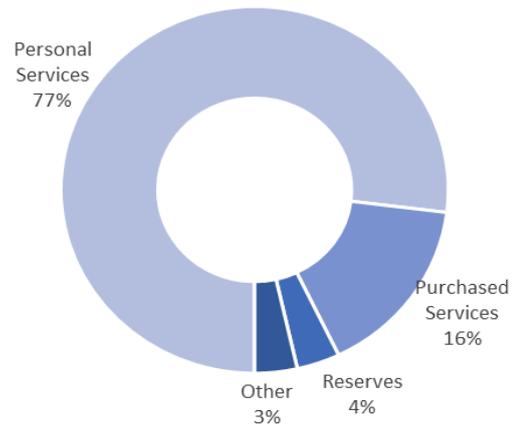
**Goals**

- Ensure that each Member of the North Carolina General Assembly has the opportunity to fulfill his/her legislative duties and responsibilities as defined by the North Carolina Constitution and General Statutes.

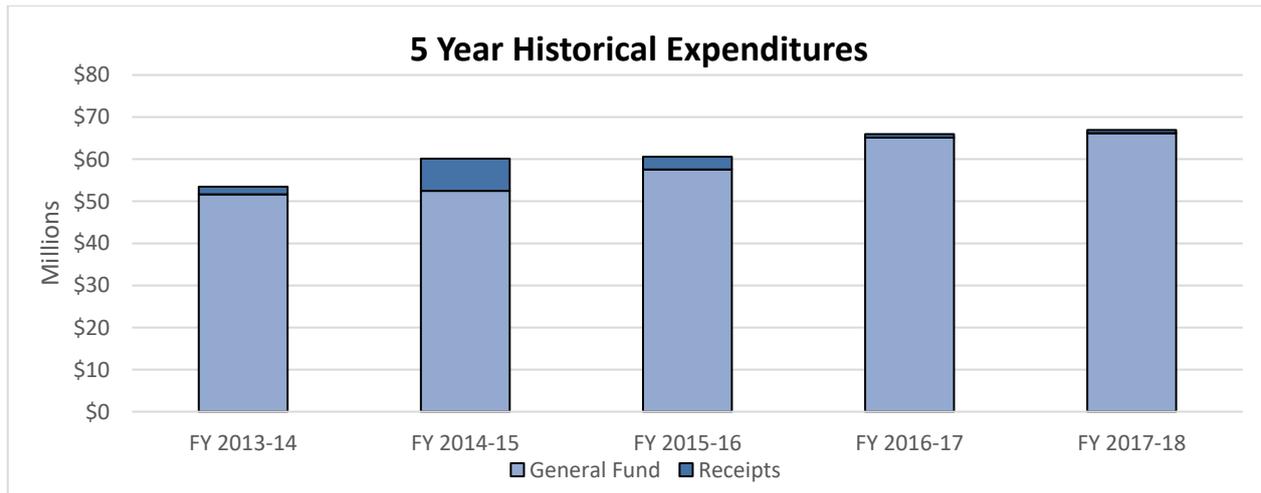
**Agency Profile**

- The Senate consists of 50 members who serve a term of two years.
- The House of Representatives consists of 120 members who serve a term of two years.
- The General Assembly meets in regular session beginning in January of each odd-numbered year and adjourns to reconvene the following even-numbered year for a shorter session.
- The House of Representatives is presided over by a Speaker, elected from its membership. The presiding officer of the Senate (called the President of the Senate) is the Lieutenant Governor of the State.
- At the beginning of each session, the President Pro Tempore of the Senate and the Speaker of the House of Representatives appoint members to serve on the standing committees of each body.

**FY 2018-19 Authorized Expenditures by Account**



**5 Year Historical Expenditures**



FY 2013-14      FY 2014-15      FY 2015-16      FY 2016-17      FY 2016-17

*Charts include General Fund budget code only*

**General Assembly (11000)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 70,475,420	\$ 2,194,955	\$ 1,824,038	\$ 4,018,993	\$ 74,494,413	5.7%
Receipts	\$ 861,000	\$ -	\$ -	\$ -	\$ 861,000	0.0%
Net Appropriation	\$ 69,614,420	\$ 2,194,955	\$ 1,824,038	\$ 4,018,993	\$ 73,633,413	5.8%
Positions (FTE)	494.950	0.000	0.000	0.000	494.950	0.0%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 70,475,420	\$ 4,107,009	\$ -	\$ 4,107,009	\$ 74,582,429	5.8%
Receipts	\$ 861,000	\$ -	\$ -	\$ -	\$ 861,000	0.0%
Net Appropriation	\$ 69,614,420	\$ 4,107,009	\$ -	\$ 4,107,009	\$ 73,721,429	5.9%
Positions (FTE)	494.950	0.000	0.000	0.000	494.950	0.0%

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
<b>Compensation and Benefits Reserve</b>					
<b>1 Cost of Living Adjustment Reserve - State Employees</b>					
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	865,658	\$ -	\$ 1,746,438	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	865,658	\$ -	\$ 1,746,438	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>2 TSERS Retirement Contribution</b>					
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	483,658	\$ 274,073	\$ 1,120,475	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	483,658	\$ 274,073	\$ 1,120,475	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>3 Compensation Reserve - Public Safety Employees</b>					
Provides funds for an additional \$500 recurring salary increase for certified law enforcement officers.	Req \$	14,432	\$ -	\$ 14,432	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	14,432	\$ -	\$ 14,432	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>4 Legislative Retirement System Contribution</b>					
Increases the state's contribution for members of the Legislative Retirement System (LRS) supported by the General Fund for the 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on this adjustment. The revised net General Fund appropriation for LRS is nearly \$1.2 million in FY 2019-20 and \$1.3 million in FY 2020-21.	Req \$	107,534	\$ 49,965	\$ 270,102	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	107,534	\$ 49,965	\$ 270,102	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>5 State Health Plan Contribution</b>					
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	223,673	\$ -	\$ 455,562	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	223,673	\$ -	\$ 455,562	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>Organization Wide</b>					
<b>6 IT Infrastructure</b>					
Funds the acquisition, replacement, and upgrade of the General Assembly's IT infrastructure.	Req \$	-	\$ 1,500,000	\$ -	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	-	\$ 1,500,000	\$ -	\$ -
	FTE	0.000	0.000	0.000	0.000

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
<b>7 Dues and Other Operational Needs</b>					
Funds increased operational costs for the General Assembly including Southern	Req \$	500,000	\$ -	\$ 500,000	\$ -
Legislative Conference dues, Education Commission of the States annual dues, travel,	Rec \$	-	\$ -	\$ -	\$ -
session laws and house journals, contractual services, and other related costs.	App \$	500,000	\$ -	\$ 500,000	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>Total Change to Requirements</b>	\$	<b>2,194,955</b>	\$ <b>1,824,038</b>	\$ <b>4,107,009</b>	\$ -
<b>Total Change to Receipts</b>	\$	<b>-</b>	\$ <b>-</b>	\$ <b>-</b>	\$ <b>-</b>
<b>Total Change to Net Appropriation</b>	\$	<b>2,194,955</b>	\$ <b>1,824,038</b>	\$ <b>4,107,009</b>	\$ <b>-</b>
<b>Total Change to Full-Time Equivalent (FTE)</b>		<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$		\$ <b>4,018,993</b>	\$ <b>4,107,009</b>	
<b>Recommended Total FTE Changes</b>			<b>0.000</b>	<b>0.000</b>	

**Mission**

To provide a North Carolina where everyone can be better educated, healthier, and have more money in their pockets so they can live more abundant, purposeful lives.

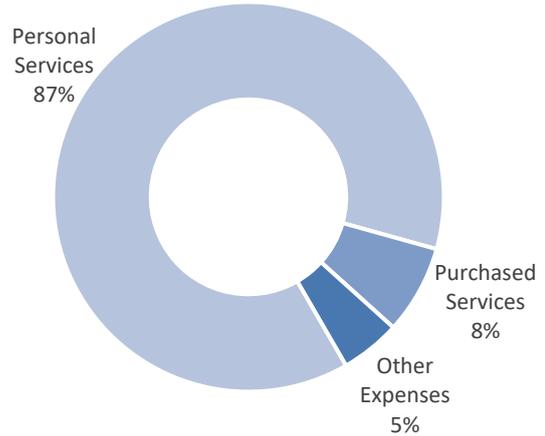
**Goals**

1. Represent and advocate for the people of North Carolina.
2. Coordinate cabinet and other agencies to accomplish the governor’s goals.
3. Work collaboratively with local and federal partners for the benefit of North Carolina.
4. Provide strong economic development recruitment.
5. Appoint qualified individual to Boards and Commissions that serve North Carolina.

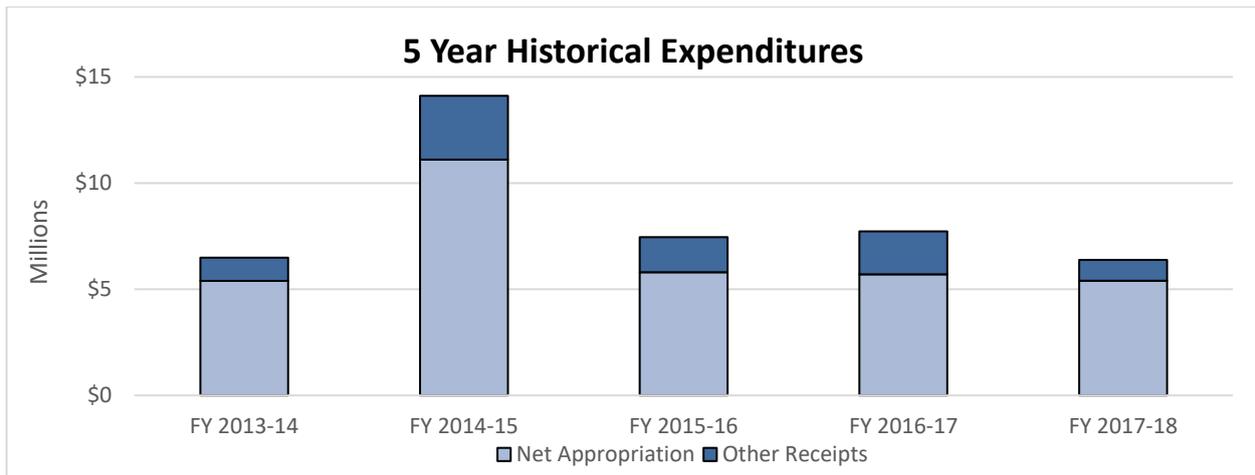
**Agency Profile**

- The Governor directs the executive branch of the government and is the commander in chief of the military forces of the state.
- The Governor heads the North Carolina Council of State.
- The Governor prepares and recommends to the General Assembly a comprehensive budget and administers the budget enacted by the General Assembly.
- The Governor appoints cabinet secretaries who administer core state government services.
- The Governor was the last state chief executive to receive veto power. The office did not have this power until 1996.

**FY 2018-19 Authorized Expenditures by Program**



**5 Year Historical Expenditures**



*Chart includes 13000 budget code*

**Office of the Governor (13000)**

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	6,037,114	\$	1,039,838	\$	21,961	\$	1,061,799	\$	7,098,913	17.6%
Receipts	\$	898,760	\$	-	\$	-	\$	-	\$	898,760	0.0%
Net Appropriation	\$	5,138,354	\$	1,039,838	\$	21,961	\$	1,061,799	\$	6,200,153	20.7%
Positions (FTE)		52.200		0.000		0.000		0.000		52.200	0.0%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	6,037,114	\$	1,167,116	\$	-	\$	1,167,116	\$	7,204,230	19.3%
Receipts	\$	898,760	\$	-	\$	-	\$	-	\$	898,760	0.0%
Net Appropriation	\$	5,138,354	\$	1,167,116	\$	-	\$	1,167,116	\$	6,305,470	22.7%
Positions (FTE)		52.200		0.000		0.000		0.000		52.200	0.0%

	FY 2019-20		FY 2020-21					
	R Changes	NR Changes	R Changes	NR Changes				
<b>Compensation and Benefits Reserve</b>								
<b>1 Cost of Living Adjustment Reserve - State Employees</b>								
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	63,648	\$	-	\$	128,407	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	63,648	\$	-	\$	128,407	\$	-
	FTE	0.000		0.000		0.000		0.000
<b>2 TSERS Retirement Contribution</b>								
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	38,756	\$	21,961	\$	89,784	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	38,756	\$	21,961	\$	89,784	\$	-
	FTE	0.000		0.000		0.000		0.000
<b>3 State Health Plan Contribution</b>								
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	11,084	\$	-	\$	22,575	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	11,084	\$	-	\$	22,575	\$	-
	FTE	0.000		0.000		0.000		0.000
<b>Organization Wide</b>								
<b>4 Restore 2017-18 Cuts</b>								
Provides funds to enable the NC Governor's Office to provide necessary services and support and brings the Office's budget in line with neighboring states. North Carolina's Governor's Office is 18.3% below average in the region based on per capita and 12.3% below average in the region per square mile.	Req \$	926,350	\$	-	\$	926,350	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	926,350	\$	-	\$	926,350	\$	-
	FTE	0.000		0.000		0.000		0.000
<b>Total Change to Requirements</b>	\$	<b>1,039,838</b>	\$	<b>21,961</b>	\$	<b>1,167,116</b>	\$	<b>-</b>
<b>Total Change to Receipts</b>	\$	<b>-</b>	\$	<b>-</b>	\$	<b>-</b>	\$	<b>-</b>
<b>Total Change to Net Appropriation</b>	\$	<b>1,039,838</b>	\$	<b>21,961</b>	\$	<b>1,167,116</b>	\$	<b>-</b>
<b>Total Change to Full-Time Equivalent (FTE)</b>		<b>0.000</b>		<b>0.000</b>		<b>0.000</b>		<b>0.000</b>
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$			<b>1,061,799</b>	\$			<b>1,167,116</b>
<b>Recommended Total FTE Changes</b>				<b>0.000</b>				<b>0.000</b>

**Mission**

To professionally serve North Carolinians by providing objective information and analysis to ensure a balanced budget and effective stewardship of public resources.

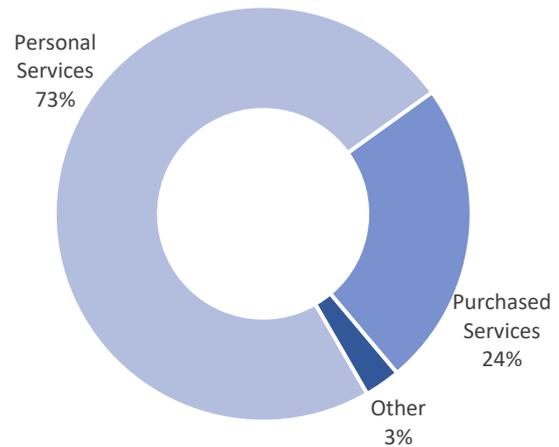
**Goals**

1. Provide objective, high-quality, and timely analysis to decision-makers.
2. Attract, develop, and retain a diverse and highly-skilled workforce committed to continuous improvement.
3. Work collaboratively with partners to encourage innovative thinking and ensure responsible management of state resources.
4. Leverage data and technology to operate more effectively and efficiently.

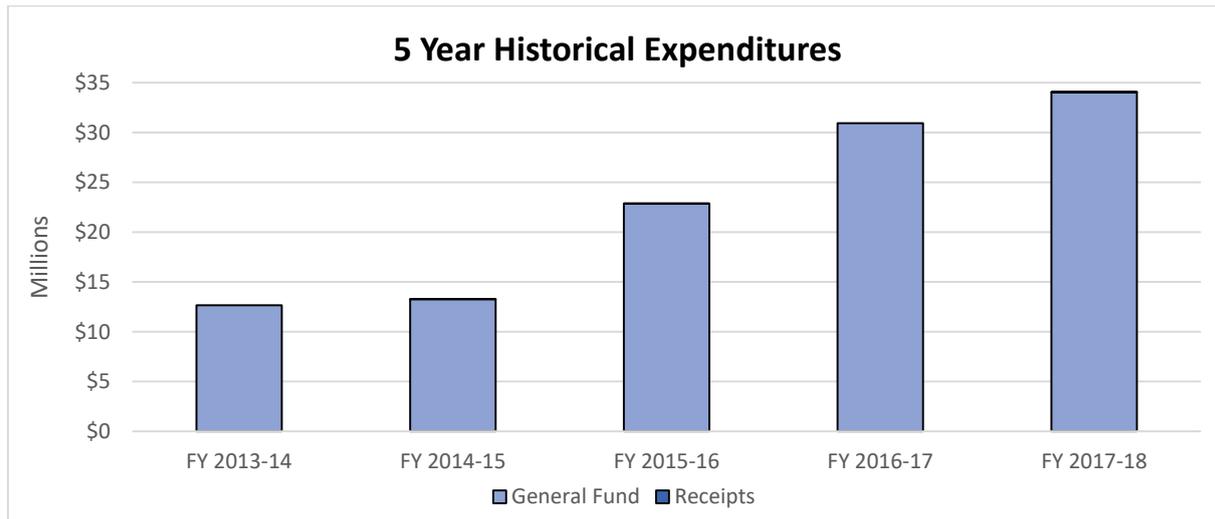
**Agency Profile**

- Delivers the highest quality statewide budgetary, management and information services to advise the Governor, state agencies, and legislature on the most effective use of public resources.
- Facilitates strategic plan trainings for state agencies based on best practices.
- Continues to discover ways to better partner with state agencies and to add value in the interconnected arenas of strategic planning, performance management, and budget development.
- Currently sponsoring a process improvement pilot known as “Systems Analysis,” which aims to help agencies identify areas of improvement and to provide recommendations for tested, best practice solutions.

**FY 2018-19 Authorized Expenditures by Account**



**5 Year Historical Expenditures**



*Charts include General Fund budget codes only (13005, 13085)*

**Office of State Budget and Management (13005)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 8,290,273	\$ 379,670	\$ 31,414	\$ 411,084	\$ 8,701,357	5.0%
Receipts	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
Net Appropriation	\$ 8,290,273	\$ 379,670	\$ 31,414	\$ 411,084	\$ 8,701,357	5.0%
Positions (FTE)	54.000	3.000	0.000	3.000	57.000	5.6%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 8,290,273	\$ 677,219	\$ -	\$ 677,219	\$ 8,967,492	8.2%
Receipts	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
Net Appropriation	\$ 8,290,273	\$ 677,219	\$ -	\$ 677,219	\$ 8,967,492	8.2%
Positions (FTE)	54.000	3.000	0.000	3.000	57.000	5.6%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes

**Compensation and Benefits Reserve**

**1 Cost of Living Adjustment Reserve - State Employees**

Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.

Req	\$ 91,043	\$ -	\$ 183,677	\$ -
Rec	\$ -	\$ -	\$ -	\$ -
App	\$ 91,043	\$ -	\$ 183,677	\$ -
FTE	0.000	0.000	0.000	0.000

**2 TSERS Retirement Contribution**

Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.

Req	\$ 55,437	\$ 31,414	\$ 128,429	\$ -
Rec	\$ -	\$ -	\$ -	\$ -
App	\$ 55,437	\$ 31,414	\$ 128,429	\$ -
FTE	0.000	0.000	0.000	0.000

**3 State Health Plan Contribution**

Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.

Req	\$ 13,230	\$ -	\$ 26,946	\$ -
Rec	\$ -	\$ -	\$ -	\$ -
App	\$ 13,230	\$ -	\$ 26,946	\$ -
FTE	0.000	0.000	0.000	0.000

**Organization Wide**

**4 Demographic and Economic Analysis Section Position**

Funds an additional analyst to support a significant increase in workload to review agency fiscal notes (impact analysis of proposed agency regulations). Fiscal note reviews have doubled from an average of 27 prior to FY2011-12 to 55 afterwards. Currently, OSBM has only one analyst for this task, who consistently works overtime to address the workload. The workload has also hampered the office's ability to extend the use of the analyst's benefit-cost analysis skills for work that aligns with OSBM's strategic goal of bolstering the use of evidence-based analysis in policy decisions.

Req	\$ 101,753	\$ -	\$ 101,753	\$ -
Rec	\$ -	\$ -	\$ -	\$ -
App	\$ 101,753	\$ -	\$ 101,753	\$ -
FTE	1.000	0.000	1.000	0.000

**5 Advanced Analytics and Data Interpretation**

Builds capacity across state government to more effectively manage state resources and programs by hiring analysts with advanced quantitative and research skills. OSBM will coordinate regular meetings and trainings with agency-based advanced analytics staff to facilitate continuous development of skills and capacity and to share best practices.

Req	\$ 118,207	\$ -	\$ 236,414	\$ -
Rec	\$ -	\$ -	\$ -	\$ -
App	\$ 118,207	\$ -	\$ 236,414	\$ -
FTE	2.000	0.000	2.000	0.000

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
Total Change to Requirements	\$ 379,670	\$ 31,414	\$ 677,219	\$ -
Total Change to Receipts	\$ -	\$ -	\$ -	\$ -
Total Change to Net Appropriation	\$ 379,670	\$ 31,414	\$ 677,219	\$ -
Total Change to Full-Time Equivalent (FTE)	3.000	0.000	3.000	0.000
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	<b>\$</b>	<b>411,084</b>	<b>\$</b>	<b>677,219</b>
<b>Recommended Total FTE Changes</b>		<b>3.000</b>		<b>3.000</b>

**OSBM-Special Projects (13085)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 2,000,000	\$ 1,000,000	\$ -	\$ 1,000,000	\$ 3,000,000	50.0%
Receipts	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
Net Appropriation	\$ 2,000,000	\$ 1,000,000	\$ -	\$ 1,000,000	\$ 3,000,000	50.0%
Positions (FTE)	0.000	0.000	0.000	0.000	0.000	0.0%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 2,000,000	\$ 1,000,000	\$ -	\$ 1,000,000	\$ 3,000,000	50.0%
Receipts	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
Net Appropriation	\$ 2,000,000	\$ 1,000,000	\$ -	\$ 1,000,000	\$ 3,000,000	50.0%
Positions (FTE)	0.000	0.000	0.000	0.000	0.000	0.0%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>1 Evidence-Based Evaluation Grants</b>				
Provides grant support to state agencies interested in funding rigorous, well-designed evaluations to help build the evidence base needed to determine whether a program is working and achieving intended outcomes. Evaluations will be selected through a competitive process and will be required to have an independent, third party researcher and follow rigorous research standards.	Req \$ 1,000,000	\$ -	\$ 1,000,000	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 1,000,000	\$ -	\$ 1,000,000	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>Total Change to Requirements</b>	\$ 1,000,000	\$ -	\$ 1,000,000	\$ -
<b>Total Change to Receipts</b>	\$ -	\$ -	\$ -	\$ -
<b>Total Change to Net Appropriation</b>	\$ 1,000,000	\$ -	\$ 1,000,000	\$ -
<b>Total Change to Full-Time Equivalent (FTE)</b>	0.000	0.000	0.000	0.000
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$ 1,000,000	\$ -	\$ 1,000,000	\$ -
<b>Recommended Total FTE Changes</b>	0.000	0.000	0.000	0.000

## Mission

The mission of the Housing Finance Agency (HFA) is to create affordable housing opportunities for North Carolinians whose needs are not met by the market.

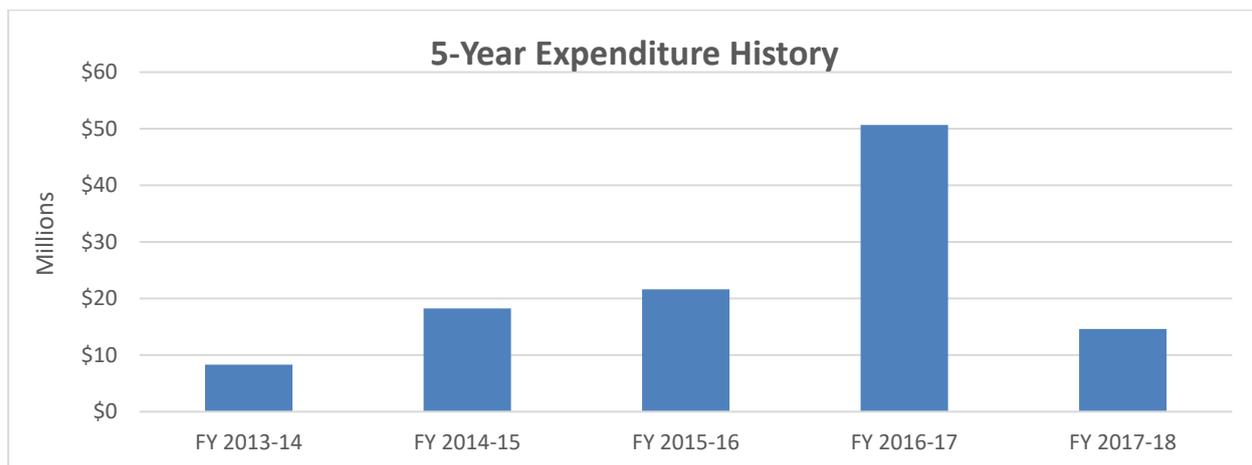
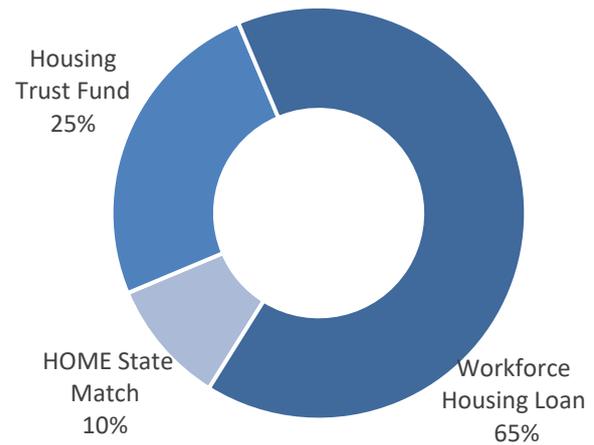
## Goals

1. To meet the housing needs of North Carolinians by leveraging state and federal funds with private investment to finance the acquisition, preservation, development, and rehabilitation of affordable housing, and by administering rental assistance contracts.
2. To provide targeted investment across the state to strengthen communities, support job creation, and boost local economies.

## Agency Profile

- Since its creation in 1973, HFA has financed 282,080 affordable homes and apartments valued at more than \$23.2 billion.
- HFA operates 40 housing programs addressing homelessness to homeownership, and partners with more than 450 organizations across the state.
- HFA finances these programs by combining funds from state appropriations, federal and state grants, private investments, and its own earnings.
- After Hurricane Florence struck in September 2018, HFA received \$10 million for an initial effort to develop affordable rental housing in the affected areas.
- HFA is overseen by a 13-member board with expertise in banking, mortgage servicing, home building, and real estate sales.

FY 2018-19 Authorized Budget by Program



Charts include General Fund budget code only.

**NC Housing Finance Agency (13010)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 10,660,000	\$ 2,340,000	\$ 20,000,000	\$ 22,340,000	\$ 33,000,000	209.6%
Receipts	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
Net Appropriation	\$ 10,660,000	\$ 2,340,000	\$ 20,000,000	\$ 22,340,000	\$ 33,000,000	209.6%
Positions (FTE)	0.000	0.000	0.000	0.000	0.000	0.0%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 10,660,000	\$ 2,340,000	\$ -	\$ 2,340,000	\$ 13,000,000	22.0%
Receipts	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
Net Appropriation	\$ 10,660,000	\$ 2,340,000	\$ -	\$ 2,340,000	\$ 13,000,000	22.0%
Positions (FTE)	0.000	0.000	0.000	0.000	0.000	0.0%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>1 Housing Trust Fund Expansion</b>				
Increases annual appropriation for the Housing Trust Fund to \$10 million. The Fund is the State's most flexible source of money for affordable housing and allows intensive targeting of vulnerable groups, including people who are homeless or have disabilities.	Req \$ 2,340,000	\$ -	\$ 2,340,000	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 2,340,000	\$ -	\$ 2,340,000	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>2 Workforce Housing Loan Program</b>				
Provides \$20 million in non-recurring funding level for the Workforce Housing Loan Program, which finances loans to construct or substantially rehabilitate affordable rental housing in combination with federal low-income housing tax credits.	Req \$ -	\$ 20,000,000	\$ -	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ -	\$ 20,000,000	\$ -	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>Total Change to Requirements</b>	\$ 2,340,000	\$ 20,000,000	\$ 2,340,000	\$ -
<b>Total Change to Receipts</b>	\$ -	\$ -	\$ -	\$ -
<b>Total Change to Net Appropriation</b>	\$ 2,340,000	\$ 20,000,000	\$ 2,340,000	\$ -
<b>Total Change to Full-Time Equivalent (FTE)</b>	0.000	0.000	0.000	0.000
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$	22,340,000	\$	2,340,000
<b>Recommended Total FTE Changes</b>		0.000		0.000

**NC Housing Finance Agency - Partnership (63011)**

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 27,700,000	\$	-	\$	7,248,725	\$ 7,248,725	\$ 34,948,725	26.2%
Receipts	\$ 30,842,000	\$	-	\$	7,248,725	\$ 7,248,725	\$ 38,090,725	23.5%
Δ in Fund Balance	\$ 3,142,000	\$	-	\$	-	\$ -	\$ 3,142,000	0.0%
Positions (FTE)	0.000		0.000		0.000	0.000	0.000	0.0%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 27,700,000	\$	-	\$	-	\$ -	\$ 27,700,000	0.0%
Receipts	\$ 30,842,000	\$	-	\$	-	\$ -	\$ 30,842,000	0.0%
Δ in Fund Balance	\$ 3,142,000	\$	-	\$	-	\$ -	\$ 3,142,000	0.0%
Positions (FTE)	0.000		0.000		0.000	0.000	0.000	0.0%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>1 Community Living Housing Fund</b>				
Transfers the unexpended year-end balance in DHHS' Transitions to Community Living Fund to HFA's Community Living Housing Fund, as required by GS 122E-3.1. HFA uses the funds to provide permanent, community-based housing for people with disabilities.	Req \$ -	\$ 7,248,725	\$ -	\$ -
	Rec \$ -	\$ 7,248,725	\$ -	\$ -
	CFB \$ -	\$ -	\$ -	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>Total Change to Requirements</b>	\$ -	\$ 7,248,725	\$ -	\$ -
<b>Total Change to Receipts</b>	\$ -	\$ 7,248,725	\$ -	\$ -
<b>Total Change to Fund Balance</b>	\$ -	\$ -	\$ -	\$ -
<b>Total Change to Full-Time Equivalent (FTE)</b>	0.000	0.000	0.000	0.000
<b>Recommended Fund Balance Changes (Recurring + Nonrecurring)</b>	\$ -	\$ -	\$ -	\$ -
<b>Recommended Total FTE Changes</b>		0.000		0.000

**Mission**

The department supports both active and reserve uniformed military and their families; military, installations and communities; and, military veterans and their families in North Carolina. The department seeks to provide timely and responsive engagement to enhance North Carolina’s current military and veteran friendly environment. The department also seeks to foster and promote business, technology, transportation, education, economic development, and healthcare for the above communities. The department works to accomplish these services by providing assistance and coordination between the Federal Government, the State, its political subdivisions, and collaborative and supporting agencies.

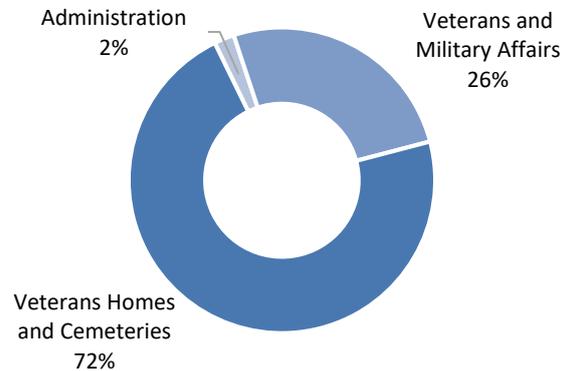
**Goals**

1. Ensure strong infrastructure currently and for the long term.
2. Optimize deliverables for veterans and military bases.
3. Connect veterans and their families to earned benefits, programs, and services, and support and maximize value of state military installations.
4. Raise the public’s knowledge of veteran’s issues and military ties to local communities.

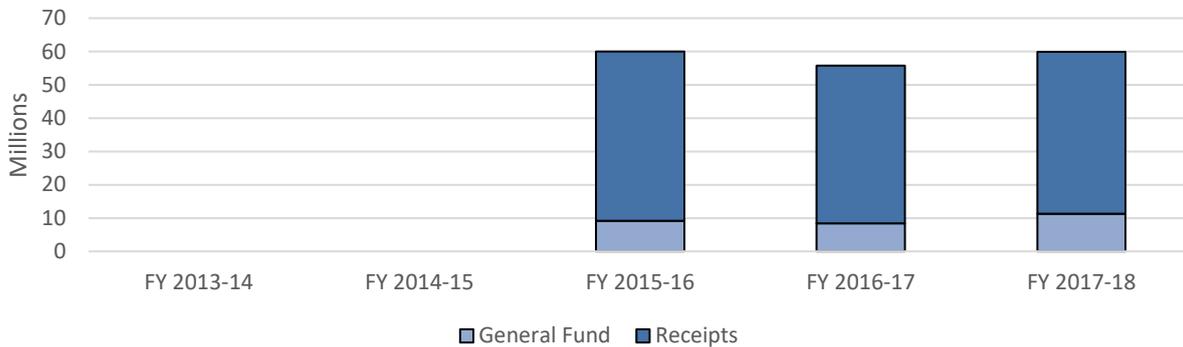
**Agency Profile**

- Department formed in 2015.
- Provides outreach and support to more than 720,000 veterans and their families in the state and approximately 120,000 active duty personnel.
- Maintains sixteen field offices to work with veterans across the state.
- Provides nursing home services at four veterans homes in the state.
- Maintains four cemeteries for veterans in the state.
- Operates a scholarship program for children of wartime veterans.

**FY 2018-19 Authorized Expenditure**



**5 Year Historical Expenditures**



**Department of Military and Veterans Affairs (13050)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 62,353,064	\$ 3,600,003	\$ 945,948	\$ 4,545,951	\$ 66,899,015	7.3%
Receipts	\$ 53,160,945	\$ 1,656,679	\$ -	\$ 1,656,679	\$ 54,817,624	3.1%
Net Appropriation	\$ 9,192,119	\$ 1,943,324	\$ 945,948	\$ 2,889,272	\$ 12,081,391	31.4%
Positions (FTE)	104.900	1.000	0.000	1.000	105.900	1.0%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 62,353,064	\$ 3,816,550	\$ -	\$ 3,816,550	\$ 66,169,614	6.1%
Receipts	\$ 53,160,945	\$ 1,656,679	\$ -	\$ 1,656,679	\$ 54,817,624	3.1%
Net Appropriation	\$ 9,192,119	\$ 2,159,871	\$ -	\$ 2,159,871	\$ 11,351,990	23.5%
Positions (FTE)	104.900	1.000	0.000	1.000	105.900	1.0%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>Compensation and Benefits Reserve</b>				
<b>1 Cost of Living Adjustment Reserve - State Employees</b>				
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$ 75,202	\$ -	\$ 151,717	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 75,202	\$ -	\$ 151,717	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>2 TSERS Retirement Contribution</b>				
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$ 45,791	\$ 25,948	\$ 106,082	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 45,791	\$ 25,948	\$ 106,082	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>3 State Health Plan Contribution</b>				
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$ 19,906	\$ -	\$ 40,544	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 19,906	\$ -	\$ 40,544	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>Department Wide</b>				
<b>4 Children of War Veterans Scholarships</b>				
Provides funds to increase the Children of War Veterans Scholarship program on a recurring basis. The program received a one time increase in FY 2018-19. The program has been on the same recurring funding since FY 2011-12 while college costs have increased.	Req \$ 2,400,000	\$ -	\$ 2,400,000	\$ -
	Rec \$ 2,400,000	\$ -	\$ 2,400,000	\$ -
	App \$ -	\$ -	\$ -	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>5 Veterans Cemeteries</b>				
Transfers personnel costs to General Fund support enabling receipts to support required grounds and maintenance service at the four State Veterans Cemeteries.	Req \$ -	\$ -	\$ -	\$ -
	Rec \$ (743,321)	\$ -	\$ (743,321)	\$ -
	App \$ 743,321	\$ -	\$ 743,321	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>6 Military Base Realignment and Closure (BRAC)</b>				
Appropriates \$1 million to support the Military Affairs Commission to support efforts advocating for military communities in North Carolina throughout the state and federal government.	Req \$ 1,000,000	\$ -	\$ 1,000,000	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 1,000,000	\$ -	\$ 1,000,000	\$ -
	FTE 0.000	0.000	0.000	0.000

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>7 Enhance Data Analysis Capacity</b>				
Provides funds to the Department to connect to the Government Data Analytics Center. This connection will allow the Department to better analyze data to assist veterans and their families.	Req \$	- \$	920,000 \$	- \$
	Rec \$	- \$	- \$	- \$
	App \$	- \$	920,000 \$	- \$
	FTE	0.000	0.000	0.000
<b>8 Advanced Analytics and Data Interpretation</b>				
Builds capacity across state government to more effectively manage state resources and programs by hiring analysts with advanced quantitative and research skills. These skills are needed to inform evidence-based, data-driven decision making for agency budgets and programs. Positions will be located within the agency's central office and will be expected to provide department-wide analytical support.	Req \$	59,104 \$	- \$	118,207 \$
	Rec \$	- \$	- \$	- \$
	App \$	59,104 \$	- \$	118,207 \$
	FTE	1.000	0.000	1.000
<b>Total Change to Requirements</b>	\$	<b>3,600,003</b>	\$	<b>945,948</b>
<b>Total Change to Receipts</b>	\$	<b>1,656,679</b>	\$	<b>-</b>
<b>Total Change to Net Appropriation</b>	\$	<b>1,943,324</b>	\$	<b>945,948</b>
<b>Total Change to Full-Time Equivalent (FTE)</b>		<b>1.000</b>		<b>0.000</b>
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$	<b>2,889,272</b>	\$	<b>2,159,871</b>
<b>Recommended Total FTE Changes</b>		<b>1.000</b>		<b>1.000</b>

**Military and Veterans Affairs - Special (23050)**

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 743,321	\$	(743,321)	\$	-	\$ (743,321)	\$ -	-100.0%
Receipts	\$ 743,321	\$	(743,321)	\$	-	\$ (743,321)	\$ -	-100.0%
Δ in Fund Balance	\$ -	\$	-	\$	-	\$ -	\$ -	0.0%
Positions (FTE)	0.000		0.000		0.000	0.000	0.000	0.0%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 743,321	\$	(743,321)	\$	-	\$ (743,321)	\$ -	-100.0%
Receipts	\$ 743,321	\$	(743,321)	\$	-	\$ (743,321)	\$ -	-100.0%
Δ in Fund Balance	\$ -	\$	-	\$	-	\$ -	\$ -	0.0%
Positions (FTE)	0.000		0.000		0.000	0.000	0.000	0.0%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>1 Veterans Cemeteries</b>				
Transfers personnel costs to General Fund support enabling receipts to support required grounds and maintenance service at the four State Veterans Cemeteries.	Req \$ (743,321)	\$ -	\$ (743,321)	\$ -
	Rec \$ (743,321)	\$ -	\$ (743,321)	\$ -
	CFB \$ -	\$ -	\$ -	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>Total Change to Requirements</b>	\$ (743,321)	\$ -	\$ (743,321)	\$ -
<b>Total Change to Receipts</b>	\$ (743,321)	\$ -	\$ (743,321)	\$ -
<b>Total Change to Fund Balance</b>	\$ -	\$ -	\$ -	\$ -
<b>Total Change to Full-Time Equivalent (FTE)</b>	0.000	0.000	0.000	0.000
<b>Recommended Fund Balance Changes (Recurring + Nonrecurring)</b>	\$ -		\$ -	
<b>Recommended Total FTE Changes</b>	0.000		0.000	

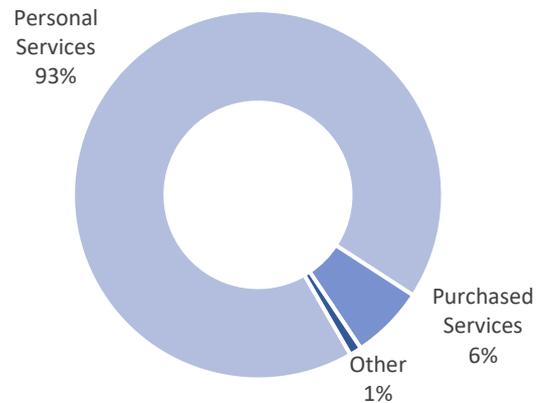
**Mission**

Developing a North Carolina that connects young and old, rural and urban, and the present to the future with a limited government focused on removing barriers to individual freedom, empowering citizens, educating students, and encouraging personal responsibility.

**Goals**

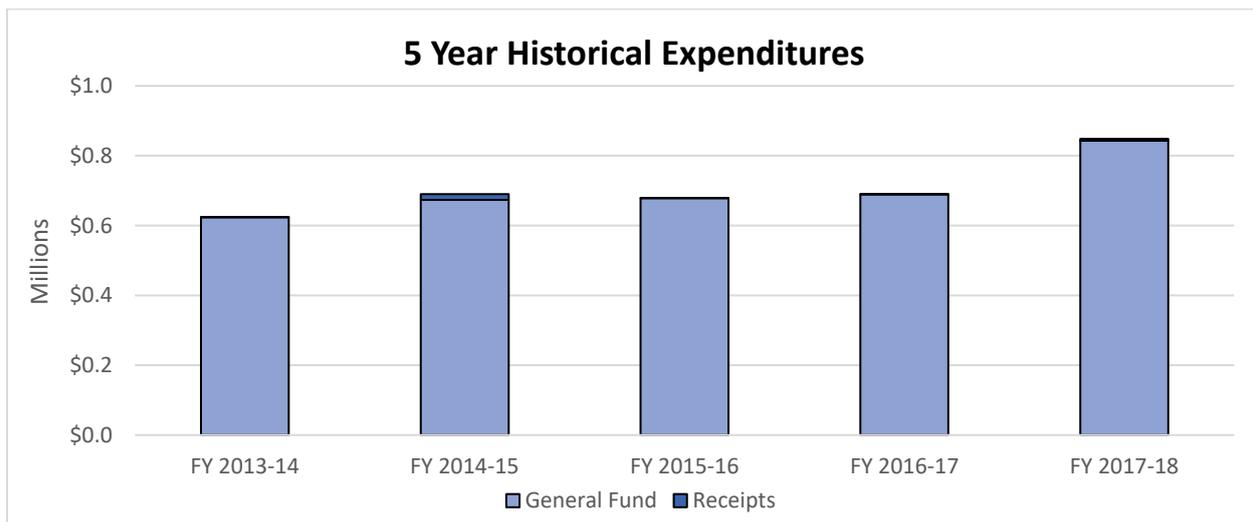
1. Continue to promote sound fiscal and tax policies for the State of North Carolina to ensure continued economic growth for all North Carolinians.
2. Work to ensure that every student in North Carolina receives a high-quality education and to ensure that viable options are available for every student.
3. Provide excellent customer service to the people of North Carolina.
4. Continue to work with other agencies, boards and commissions, and the General Assembly to develop and promote policies to make North Carolina a better place to live, work, and learn.

**FY 2018-19 Authorized Expenditures by Account**



**Agency Profile**

- The Lieutenant Governor serves as the President of the North Carolina Senate, but only votes when the Senate is equally divided.
- During the absence of the Governor from the State, or during the physical or mental incapacity of the Governor, the Lieutenant Governor acts as the Governor.
- The Lieutenant Governor is a member of the Council of State, the North Carolina Board of Education, the North Carolina Capital Planning Commission, and the North Carolina Board of Community Colleges, and also serves as the chair of the Energy Policy Council.
- North Carolina has had 34 Lieutenant Governors.



**Office of the Lieutenant Governor (13100)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 873,753	\$ 20,604	\$ 4,051	\$ 24,655	\$ 898,408	2.8%
Receipts	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
Net Appropriation	\$ 873,753	\$ 20,604	\$ 4,051	\$ 24,655	\$ 898,408	2.8%
Positions (FTE)	7.000	0.000	0.000	0.000	7.000	0.0%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 873,753	\$ 43,739	\$ -	\$ 43,739	\$ 917,492	5.0%
Receipts	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
Net Appropriation	\$ 873,753	\$ 43,739	\$ -	\$ 43,739	\$ 917,492	5.0%
Positions (FTE)	7.000	0.000	0.000	0.000	7.000	0.0%

	FY 2019-20		FY 2020-21					
	R Changes	NR Changes	R Changes	NR Changes				
<b>Compensation and Benefits Reserve</b>								
<b>1 Cost of Living Adjustment Reserve - State Employees</b>								
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	11,740	\$ -	\$ 23,685	\$ -			
	Rec \$	-	\$ -	\$ -	\$ -			
	App \$	11,740	\$ -	\$ 23,685	\$ -			
	FTE	0.000	0.000	0.000	0.000			
<b>2 TSERS Retirement Contribution</b>								
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	7,149	\$ 4,051	\$ 16,561	\$ -			
	Rec \$	-	\$ -	\$ -	\$ -			
	App \$	7,149	\$ 4,051	\$ 16,561	\$ -			
	FTE	0.000	0.000	0.000	0.000			
<b>3 State Health Plan Contribution</b>								
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	1,715	\$ -	\$ 3,493	\$ -			
	Rec \$	-	\$ -	\$ -	\$ -			
	App \$	1,715	\$ -	\$ 3,493	\$ -			
	FTE	0.000	0.000	0.000	0.000			
<b>Total Change to Requirements</b>	\$	<b>20,604</b>	\$	<b>4,051</b>	\$	<b>43,739</b>	\$	-
<b>Total Change to Receipts</b>	\$	-	\$	-	\$	-	\$	-
<b>Total Change to Net Appropriation</b>	\$	<b>20,604</b>	\$	<b>4,051</b>	\$	<b>43,739</b>	\$	-
<b>Total Change to Full-Time Equivalent (FTE)</b>		<b>0.000</b>		<b>0.000</b>		<b>0.000</b>		<b>0.000</b>
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$		\$	<b>24,655</b>	\$		\$	<b>43,739</b>
<b>Recommended Total FTE Changes</b>				<b>0.000</b>				<b>0.000</b>

**Mission**

To promote economic growth and protect the public from financial harm.

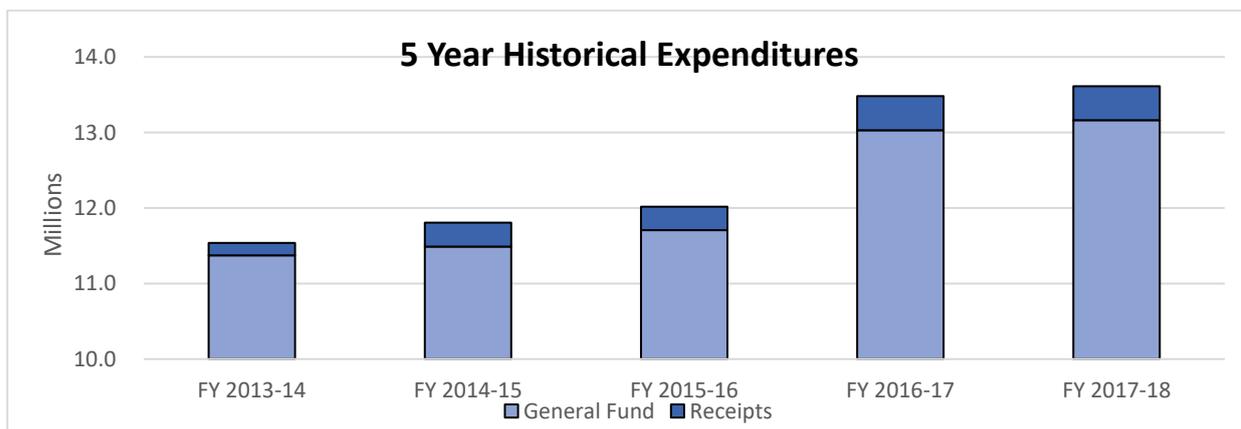
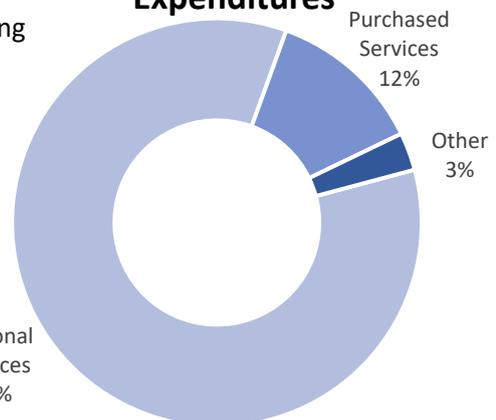
**Goals**

1. Facilitate economic growth and investment in North Carolina by maintaining a state-of-the-art system of reliable business, governmental and personal records.
2. Educate people and businesses about commercial and financial choices and how the Department and its data can assist in achieving economic success.
3. Safeguard individuals and businesses against fraud by ensuring the reliability of notarized signatures on legal, real estate, business and financial documents.
4. Investigate, prosecute and resolve complex white-collar crimes utilizing the Department’s law enforcement agents, professional staff, technology and partnerships with external stakeholders.

**Agency Profile**

- Facilitates economic development through business and capital formation – registering 90,000 new businesses and nonprofits last year and reviewing 400,000 annual reports and filings.
- Provides crucial business data to the marketplace for leveraging risk and assisting millions of transactions.
- Administers the state’s Securities laws by registering and regulating over \$200 billion in securities offerings and investigating and prosecuting white-collar crimes.
- Authenticates and notarizes high-level business transactions and governmental decisions.
- Protects the economic value of trademarks, copyrights, and patents.
- Provides for transparent registration and enforcement of charitable solicitation laws and registration and reporting of lobbyists and their principals.
- Coordinates Land Records Management, supporting one of the state’s largest assets valued at almost \$1 trillion, according to the NC State Property Tax Commission.

**FY 2018-19 Authorized Expenditures**



Charts include General Fund budget code only.

**Department of Secretary of State (13200)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 14,044,797	\$ 792,090	\$ 140,344	\$ 932,434	\$ 14,977,231	6.6%
Receipts	\$ 291,456	\$ -	\$ -	\$ -	\$ 291,456	0.0%
Net Appropriation	\$ 13,753,341	\$ 792,090	\$ 140,344	\$ 932,434	\$ 14,685,775	6.8%
Positions (FTE)	176.883	2.000	0.000	2.000	178.883	1.1%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 14,044,797	\$ 1,202,458	\$ -	\$ 1,202,458	\$ 15,247,255	8.6%
Receipts	\$ 291,456	\$ -	\$ -	\$ -	\$ 291,456	0.0%
Net Appropriation	\$ 13,753,341	\$ 1,202,458	\$ -	\$ 1,202,458	\$ 14,955,799	8.7%
Positions (FTE)	176.883	2.000	0.000	2.000	178.883	1.1%

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
<b>Compensation and Benefits Reserve</b>					
<b>1 Cost of Living Adjustment Reserve - State Employees</b>					
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	169,089	\$ -	\$ 341,133	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	169,089	\$ -	\$ 341,133	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>2 Compensation Reserve - Public Safety Employees</b>					
Provides funds for an additional \$500 recurring salary increase for certified law enforcement officers.	Req \$	6,560	\$ -	\$ 6,560	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	6,560	\$ -	\$ 6,560	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>3 TSERS Retirement Contribution</b>					
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	102,960	\$ 58,344	\$ 238,524	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	102,960	\$ 58,344	\$ 238,524	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>4 State Health Plan Contribution</b>					
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase	Req \$	42,111	\$ -	\$ 85,768	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	42,111	\$ -	\$ 85,768	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>Department Wide</b>					
<b>5 Leased Office Space</b>					
Eliminates a structural deficit in the department's budget related to non-state owned office space. This recurring expansion provides adequate budget to bridge this structural gap.	Req \$	211,614	\$ -	\$ 211,614	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	211,614	\$ -	\$ 211,614	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>6 Internal Auditor Position</b>					
Adds one auditor FTE to assist in fulfillment of internal audit requirements required by GS 143-746 of the Internal Audit Act. The ongoing use of interns with limited expertise and experience is no longer sufficient to fulfill these audit requirements.	Req \$	91,652	\$ -	\$ 91,652	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	91,652	\$ -	\$ 91,652	\$ -
	FTE	1.000	0.000	1.000	0.000
<b>7 IT Requirements</b>					
Funds two IT projects. One project is an advanced software package to aid complex financial investigations to combat fraud and illicit financial schemes. The second is hardware and software needed to complete the disaster recovery site at the Western Data Center per HB 537-7.2(b).	Req \$	109,000	\$ 82,000	\$ 109,000	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	109,000	\$ 82,000	\$ 109,000	\$ -
	FTE	0.000	0.000	0.000	0.000

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
<b>8 Advanced Analytics and Data Interpretation</b>					
Builds capacity across state government to more effectively manage state resources and programs by hiring analysts with advanced quantitative and research skills. These skills are needed to inform evidence-based, data-driven decision making for agency budgets and programs. Positions will be located within the agency's central office and will be expected to provide department-wide analytical support.	Req	\$ 59,104	\$ -	\$ 118,207	\$ -
	Rec	\$ -	\$ -	\$ -	\$ -
	App	\$ 59,104	\$ -	\$ 118,207	\$ -
	FTE	1.000	0.000	1.000	0.000
<b>Total Change to Requirements</b>	\$	<b>792,090</b>	\$ <b>140,344</b>	\$ <b>1,202,458</b>	\$ -
<b>Total Change to Receipts</b>	\$	<b>-</b>	\$ <b>-</b>	\$ <b>-</b>	\$ <b>-</b>
<b>Total Change to Net Appropriation</b>	\$	<b>792,090</b>	\$ <b>140,344</b>	\$ <b>1,202,458</b>	\$ <b>-</b>
<b>Total Change to Full-Time Equivalent (FTE)</b>		<b>2.000</b>	<b>0.000</b>	<b>2.000</b>	<b>0.000</b>
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$		\$ <b>932,434</b>		\$ <b>1,202,458</b>
<b>Recommended Total FTE Changes</b>			<b>2.000</b>		<b>2.000</b>

**Mission**

The Office of the State Auditor (OSA) protects the interests of taxpayers and others who provide financial resources to the State of North Carolina. OSA provides objective information to interested parties about whether State resources are properly accounted for, reported, and managed; as well as whether publicly-funded programs are achieving desired results.

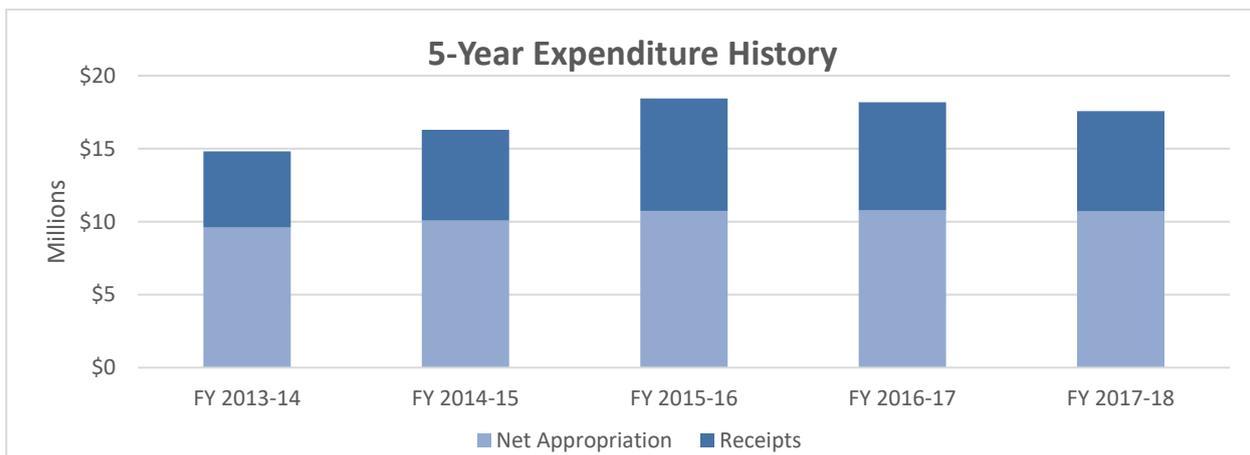
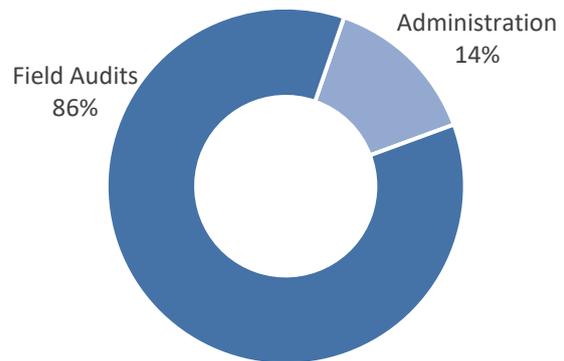
**Goals**

1. Make State government more effective, efficient, and accountable by delivering reliable, credible, actionable, and timely reports to those who can use the information to improve State government.
2. Optimize the efficiency of audits and investigations to minimize disruption to auditee’s regular activities and increase the opportunities for OSA to promote economy, efficiency, and accountability across State government.

**Agency Profile**

- The State Auditor is elected and is a member of the Council of State.
- OSA’s audit responsibilities cover more than \$46 billion in State assets and \$13.7 billion in liabilities; \$21 billion in annual federal grant funding; and the finances of the State’s 16 public universities.
- OSA publishes financial statement audits, performance audits, information systems audits, and investigative reports.
- OSA plans to expand audits focusing on Medicaid, and to leverage big-data analytics to identify areas of risk to State government.
- The State Auditor has broad powers to examine all books, records, files, papers, documents, and financial data of every State agency.

**FY 2018-19 Authorized Budget by Program**



*OSA’s budget has been provided entirely through the General Fund.*

**Office of the State Auditor (13300)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 20,143,575	\$ 399,126	\$ 66,669	\$ 465,795	\$ 20,609,370	2.3%
Receipts	\$ 6,199,884	\$ -	\$ -	\$ -	\$ 6,199,884	0.0%
Net Appropriation	\$ 13,943,691	\$ 399,126	\$ 66,669	\$ 465,795	\$ 14,409,486	3.3%
Positions (FTE)	166.000	1.000	0.000	1.000	167.000	0.6%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 20,143,575	\$ 839,951	\$ -	\$ 839,951	\$ 20,983,526	4.2%
Receipts	\$ 6,199,884	\$ -	\$ -	\$ -	\$ 6,199,884	0.0%
Net Appropriation	\$ 13,943,691	\$ 839,951	\$ -	\$ 839,951	\$ 14,783,642	6.0%
Positions (FTE)	166.000	1.000	0.000	1.000	167.000	0.6%

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
<b>1 Cost of Living Adjustment Reserve - State Employees</b>					
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	193,216	\$ -	\$ 389,806	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	193,216	\$ -	\$ 389,806	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>2 TSERS Retirement Contribution</b>					
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	117,651	\$ 66,669	\$ 272,557	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	117,651	\$ 66,669	\$ 272,557	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>3 State Health Plan Contribution</b>					
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	29,155	\$ -	\$ 59,381	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	29,155	\$ -	\$ 59,381	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>4 Advanced Analytics and Data Interpretation</b>					
Builds capacity across state government to more effectively manage state resources and programs by hiring analysts with advanced quantitative and research skills. These skills are needed to inform evidence-based, data-driven decision making for agency budgets and programs. Positions will be located within the agency's central office and will be expected to provide department-wide analytical support.	Req \$	59,104	\$ -	\$ 118,207	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	59,104	\$ -	\$ 118,207	\$ -
	FTE	1.000	0.000	1.000	0.000
<b>Total Change to Requirements</b>	\$	399,126	\$ 66,669	\$ 839,951	\$ -
<b>Total Change to Receipts</b>	\$	-	\$ -	\$ -	\$ -
<b>Total Change to Net Appropriation</b>	\$	399,126	\$ 66,669	\$ 839,951	\$ -
<b>Total Change to Full-Time Equivalent (FTE)</b>		1.000	0.000	1.000	0.000
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$		465,795	\$	839,951
<b>Recommended Total FTE Changes</b>			1.000		1.000

**Mission**

The N.C. Department of State Treasurer’s mission is to preserve, protect, and sustain the state’s pension and healthcare plans, reduce investment fees while maximizing returns, properly account for and report on all funds that are deposited, invested, and disbursed through the department, assure financially sound issuance of debt for state and local governments, maintain the state’s “AAA” bond rating, and provide exemplary service across all divisions of the department.

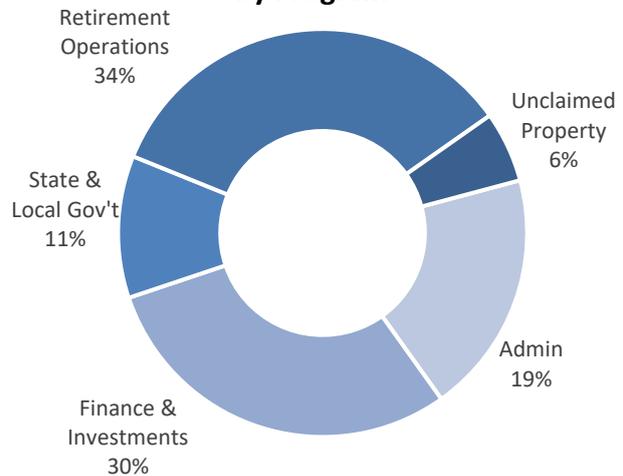
**Goals**

1. Fiduciary Duty – focus on the taxpayers of the State of North Carolina.
2. Integrity, Ability and Passion – ensure that all North Carolina Department of State Treasurer employees are guided by these three principles as they perform their duties.
3. Make a Generational Difference – focus on the big picture.
4. Transparency – structure and conduct all aspects of our work with an open and transparent policy that promotes trust and accountability.

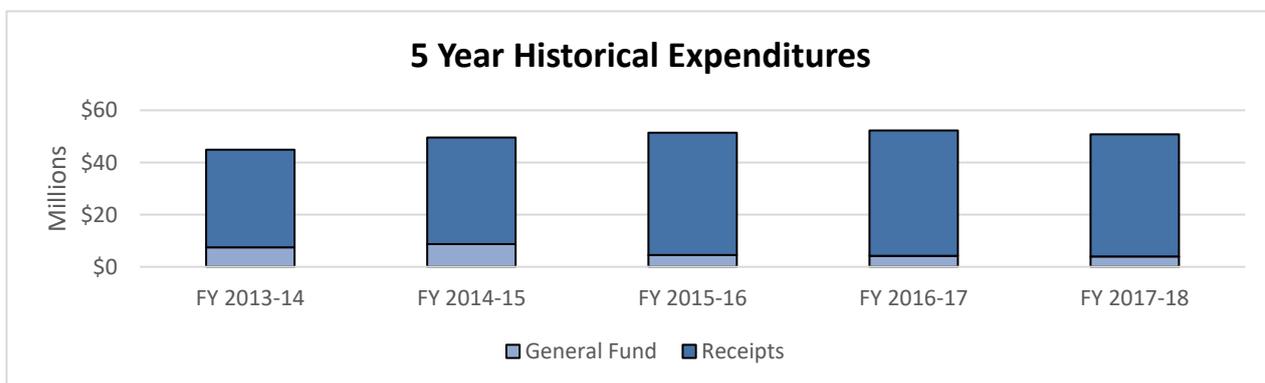
**Agency Profile**

- Administers employee retirement systems for more than 900,000 public workers, as well as supplemental plans.
- Oversees State Health Plan coverage for more than 727,000 teachers, state employees, retirees, current and former lawmakers, university employees, community college employees, and their dependents.
- Oversees local government units by aiding in the sale of local debt obligations and maintaining sound budget, accounting, and reporting procedures.
- Oversees the issuance of State debt.
- Maintains unclaimed property.
- Maintains the State’s core banking system.

**FY 2018-19 Authorized Expenditures by Program**



**5 Year Historical Expenditures**



*Agency expenditures do not include the State Health Plan*

**Department of State Treasurer (13410)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 62,424,683	\$ 1,791,266	\$ 219,461	\$ 2,010,727	\$ 64,435,410	3.2%
Receipts	\$ 57,559,579	\$ 1,640,731	\$ 213,500	\$ 1,854,231	\$ 59,413,810	3.2%
Net Appropriation	\$ 4,865,104	\$ 150,535	\$ 5,961	\$ 156,496	\$ 5,021,600	3.2%
Positions (FTE)	392.600	11.000	0.000	11.000	403.600	2.8%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 62,458,796	\$ 1,945,601	\$ 200,000	\$ 2,145,601	\$ 64,604,397	3.4%
Receipts	\$ 57,593,692	\$ 1,640,731	\$ 200,000	\$ 1,840,731	\$ 59,434,423	3.2%
Net Appropriation	\$ 4,865,104	\$ 304,870	\$ -	\$ 304,870	\$ 5,169,974	6.3%
Positions (FTE)	392.600	11.000	0.000	11.000	403.600	2.8%

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
<b>Compensation and Benefits Reserve</b>					
<b>1 Cost of Living Adjustment Reserve - State Employees</b>					
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	17,276	\$ -	\$ 34,854	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	17,276	\$ -	\$ 34,854	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>2 TSERS Retirement Contribution</b>					
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	10,519	\$ 5,961	\$ 24,370	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	10,519	\$ 5,961	\$ 24,370	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>3 State Health Plan Contribution</b>					
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	4,533	\$ -	\$ 9,232	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	4,533	\$ -	\$ 9,232	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>State and Local Government</b>					
<b>4 Recruitment and Retention</b>					
Increases compensation for State and Local Government Finance Division staff. The division has had problems with recruitment and retention of staff.	Req \$	178,528	\$ -	\$ 178,528	\$ -
	Rec \$	178,528	\$ -	\$ 178,528	\$ -
	App \$	-	\$ -	\$ -	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>Retirement Systems</b>					
<b>5 Electronic Authentication</b>					
Appropriates funds to allow the Retirement Systems Division to upgrade the ORBIT system to allow users to do all transactions online.	Req \$	300,000	\$ 200,000	\$ 300,000	\$ 200,000
	Rec \$	300,000	\$ 200,000	\$ 300,000	\$ 200,000
	App \$	-	\$ -	\$ -	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>6 Call Center Expansion</b>					
Appropriates funds to increase staff at the Retirement Systems Division Call Center. Actuarial projections show a significant increase in retirees that will result in increased need for customer service support.	Req \$	704,883	\$ 13,500	\$ 704,883	\$ -
	Rec \$	704,883	\$ 13,500	\$ 704,883	\$ -
	App \$	-	\$ -	\$ -	\$ -
	FTE	9.000	0.000	9.000	0.000

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
<b>7 Recruitment and Retention</b>					
Increases salaries to midpoint for staff at the Retirement Systems Division to aid in the recruitment and retention of employees.	Req \$	457,320	\$ -	\$ 457,320	\$ -
	Rec \$	457,320	\$ -	\$ 457,320	\$ -
	App \$	-	\$ -	\$ -	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>Department Analytics</b>					
<b>8 Advanced Analytics and Data Interpretation</b>					
Builds capacity across state government to more effectively manage state resources and programs by hiring analysts with advanced quantitative and research skills. These skills are needed to inform evidence-based, data-driven decision making for agency budgets and programs. Positions will be located within the agency's central office and will be expected to provide department-wide analytical support.	Req \$	118,207	\$ -	\$ 236,414	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	118,207	\$ -	\$ 236,414	\$ -
	FTE	2.000	0.000	2.000	0.000
<b>Total Change to Requirements</b>	\$	<b>1,791,266</b>	\$ <b>219,461</b>	\$ <b>1,945,601</b>	\$ <b>200,000</b>
<b>Total Change to Receipts</b>	\$	<b>1,640,731</b>	\$ <b>213,500</b>	\$ <b>1,640,731</b>	\$ <b>200,000</b>
<b>Total Change to Net Appropriation</b>	\$	<b>150,535</b>	\$ <b>5,961</b>	\$ <b>304,870</b>	\$ <b>-</b>
<b>Total Change to Full-Time Equivalent (FTE)</b>		<b>11.000</b>	<b>0.000</b>	<b>11.000</b>	<b>0.000</b>
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$		\$ <b>156,496</b>	\$	\$ <b>304,870</b>
<b>Recommended Total FTE Changes</b>			<b>11.000</b>		<b>11.000</b>

**State Treasurer - Retirement System (13412)**

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 29,360,641	\$	350,000	\$	-	\$ 350,000	\$ 29,710,641	1.2%
Receipts	\$ -	\$	-	\$	-	\$ -	\$ -	0.0%
Net Appropriation	\$ 29,360,641	\$	350,000	\$	-	\$ 350,000	\$ 29,710,641	1.2%
Positions (FTE)	0.000		0.000		0.000	0.000	0.000	0.0%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 29,360,641	\$	700,000	\$	-	\$ 700,000	\$ 30,060,641	2.4%
Receipts	\$ -	\$	-	\$	-	\$ -	\$ -	0.0%
Net Appropriation	\$ 29,360,641	\$	700,000	\$	-	\$ 700,000	\$ 30,060,641	2.4%
Positions (FTE)	0.000		0.000		0.000	0.000	0.000	0.0%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>1 Firefighters' and Rescue Squad Workers' Pension Fund</b>				
Increases funding to the Firefighters' and Rescue Squad Workers' Pension Fund to meet the actuarially required contribution.	Req \$ 350,000	\$ -	\$ 700,000	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 350,000	\$ -	\$ 700,000	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>Total Change to Requirements</b>	\$ 350,000	\$ -	\$ 700,000	\$ -
<b>Total Change to Receipts</b>	\$ -	\$ -	\$ -	\$ -
<b>Total Change to Net Appropriation</b>	\$ 350,000	\$ -	\$ 700,000	\$ -
<b>Total Change to Full-Time Equivalent (FTE)</b>	0.000	0.000	0.000	0.000
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$	350,000	\$	700,000
<b>Recommended Total FTE Changes</b>		0.000		0.000

**State Treasurer - Escheats (63412)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 66,430,854	\$ 2,400,000	\$ -	\$ 2,400,000	\$ 68,830,854	3.6%
Receipts	\$ 193,296,363	\$ 2,400,000	\$ -	\$ 2,400,000	\$ 195,696,363	1.2%
Δ in Fund Balance	\$ 126,865,509	\$ -	\$ -	\$ -	\$ 126,865,509	0.0%
Positions (FTE)	0.000	0.000	0.000	0.000	0.000	0.0%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 66,430,854	\$ 2,400,000	\$ -	\$ 2,400,000	\$ 68,830,854	3.6%
Receipts	\$ 193,296,363	\$ 2,400,000	\$ -	\$ 2,400,000	\$ 195,696,363	1.2%
Δ in Fund Balance	\$ 126,865,509	\$ -	\$ -	\$ -	\$ 126,865,509	0.0%
Positions (FTE)	0.000	0.000	0.000	0.000	0.000	0.0%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>1 Children of War Veterans Scholarships</b>				
Provides funds to increase the Children of War Veterans Scholarship program on a recurring basis. The program received a one-time increase in FY 2018-19. The program has been on the same recurring funding since FY 2011-12 while college costs have increased. The revised net appropriation for this program is \$8.9 million.	Req \$ 2,400,000	\$ -	\$ 2,400,000	\$ -
	Rec \$ 2,400,000	\$ -	\$ 2,400,000	\$ -
	CFB \$ -	\$ -	\$ -	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>Total Change to Requirements</b>	\$ 2,400,000	\$ -	\$ 2,400,000	\$ -
<b>Total Change to Receipts</b>	\$ 2,400,000	\$ -	\$ 2,400,000	\$ -
<b>Total Change to Fund Balance</b>	\$ -	\$ -	\$ -	\$ -
<b>Total Change to Full-Time Equivalent (FTE)</b>	0.000	0.000	0.000	0.000
<b>Recommended Fund Balance Changes (Recurring + Nonrecurring)</b>	\$ -	\$ -	\$ -	\$ -
<b>Recommended Total FTE Changes</b>		0.000		0.000

**Mission**

To promote a stable insurance market through unbiased regulation and to protect the lives and property of every citizen in all 100 counties while fostering superior, user-friendly service, courtesy and respect.

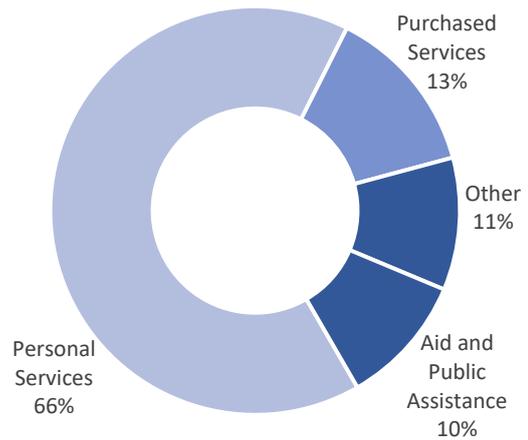
**Goals**

1. Consumer Protection, Education and Support.
2. Citizen Safety.
3. Marketplace Optimization.
4. Organizational Excellence.

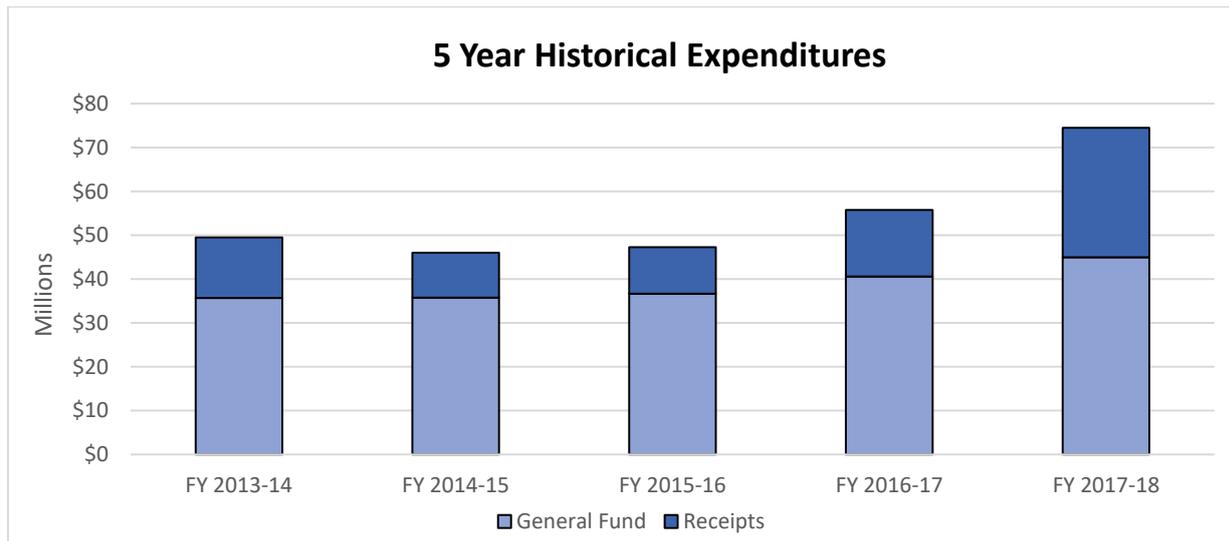
**Agency Profile**

- Focused on consumers through fair ratemaking, injury prevention efforts, scrupulous regulation of insurance company solvency and industry practices, and protecting against insurance fraud.
- In 2016, when the department had 20 sworn law enforcement officers, there were: 4,523 cases of fraud, resulting in 233 arrests and 153 convictions.
- In 2016, monetary recovery was \$4,889,229.48.
- DOI provides North Carolinians assistance with health insurance questions, complaints and appeals.
- The North Carolina captive insurance program has experienced significant growth, which is expected to continue.

**FY 2018-19 Authorized Expenditures by Account**



**5 Year Historical Expenditures**



**Department of Insurance (13900)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 49,109,619	\$ 1,587,758	\$ 383,113	\$ 1,970,871	\$ 51,080,490	4.0%
Receipts	\$ 8,137,431	\$ -	\$ -	\$ -	\$ 8,137,431	0.0%
Net Appropriation	\$ 40,972,188	\$ 1,587,758	\$ 383,113	\$ 1,970,871	\$ 42,943,059	4.8%
Positions (FTE)	452.344	1.000	0.000	1.000	453.344	0.2%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 49,112,642	\$ 2,709,135	\$ -	\$ 2,709,135	\$ 51,821,777	5.5%
Receipts	\$ 8,137,431	\$ -	\$ -	\$ -	\$ 8,137,431	0.0%
Net Appropriation	\$ 40,975,211	\$ 2,709,135	\$ -	\$ 2,709,135	\$ 43,684,346	6.6%
Positions (FTE)	452.344	1.000	0.000	1.000	453.344	0.2%

	FY 2019-20		FY 2020-21	
	R Changes		R Changes	NR Changes
<b>Compensation and Benefits Reserve</b>				
<b>1 Cost of Living Adjustment Reserve - State Employees</b>				
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	526,632	\$ -	\$ 1,062,463
	Rec \$	-	\$ -	\$ -
	App \$	526,632	\$ -	\$ 1,062,463
	FTE	0.000	0.000	0.000
			0.000	0.000
<b>2 Compensation Reserve - Public Safety Employees</b>				
Provides funds for an additional \$500 recurring salary increase for certified law enforcement officers.	Req \$	26,240	\$ -	\$ 26,240
	Rec \$	-	\$ -	\$ -
	App \$	26,240	\$ -	\$ 26,240
	FTE	0.000	0.000	0.000
			0.000	0.000
<b>3 TSERS Retirement Contribution</b>				
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	320,670	\$ 181,713	\$ 742,886
	Rec \$	-	\$ -	\$ -
	App \$	320,670	\$ 181,713	\$ 742,886
	FTE	0.000	0.000	0.000
			0.000	0.000
<b>4 State Health Plan Contribution</b>				
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	100,533	\$ -	\$ 204,760
	Rec \$	-	\$ -	\$ -
	App \$	100,533	\$ -	\$ 204,760
	FTE	0.000	0.000	0.000
			0.000	0.000
<b>Department Wide</b>				
<b>5 Fire Safety Prevention</b>				
Expands the existing fire safety program allowing Injury Prevention Staff to increase outreach and education on fire prevention and safety. The goal is to save lives through education and involvement in the Community Risk Reduction Program.	Req \$	60,000	\$ -	\$ 60,000
	Rec \$	-	\$ -	\$ -
	App \$	60,000	\$ -	\$ 60,000
	FTE	0.000	0.000	0.000
			0.000	0.000
<b>6 Call Center Telephone System</b>				
Funds replacement of the call center telephone systems that support the public and licensed insurance agents to better serve customers with reliable processes and procedures.	Req \$	123,600	\$ 201,400	\$ 123,600
	Rec \$	-	\$ -	\$ -
	App \$	123,600	\$ 201,400	\$ 123,600
	FTE	0.000	0.000	0.000
			0.000	0.000

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>7 Enterprise Wide Information Technology</b>				
Funds increases for enterprise level IT expenditures for which a recurring budget source does not exist.	Req \$ 294,979	\$ -	\$ 294,979	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 294,979	\$ -	\$ 294,979	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>8 New Fire Staff Units - Operating Budgets</b>				
Establishes recurring operating budgets for the Fire Department Ratings and Fire Investigations staffs. Both units were created in FY2017-18 by the General Assembly.	Req \$ 76,000	\$ -	\$ 76,000	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 76,000	\$ -	\$ 76,000	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>9 Advanced Analytics and Data Interpretation</b>				
Builds capacity across state government to more effectively manage state resources and programs by hiring analysts with advanced quantitative and research skills. These skills are needed to inform evidence-based, data-driven decision making for agency budgets and programs. Positions will be located within the agency's central office and will be expected to provide department-wide analytical support.	Req \$ 59,104	\$ -	\$ 118,207	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 59,104	\$ -	\$ 118,207	\$ -
	FTE 1.000	0.000	1.000	0.000
<b>Total Change to Requirements</b>	\$ 1,587,758	\$ 383,113	\$ 2,709,135	\$ -
<b>Total Change to Receipts</b>	\$ -	\$ -	\$ -	\$ -
<b>Total Change to Net Appropriation</b>	\$ 1,587,758	\$ 383,113	\$ 2,709,135	\$ -
<b>Total Change to Full-Time Equivalent (FTE)</b>	1.000	0.000	1.000	0.000
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$	1,970,871	\$	2,709,135
<b>Recommended Total FTE Changes</b>		1.000		1.000

**Industrial Commission (13902)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 22,363,107	\$ 123,325	\$ 23,389	\$ 146,714	\$ 22,509,821	0.7%
Receipts	\$ 13,053,262	\$ -	\$ -	\$ -	\$ 13,053,262	0.0%
Net Appropriation	\$ 9,309,845	\$ 123,325	\$ 23,389	\$ 146,714	\$ 9,456,559	1.6%
Positions (FTE)	149.000	0.000	0.000	0.000	149.000	0.0%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 22,363,707	\$ 259,385	\$ -	\$ 259,385	\$ 22,623,092	1.2%
Receipts	\$ 13,053,262	\$ -	\$ -	\$ -	\$ 13,053,262	0.0%
Net Appropriation	\$ 9,310,445	\$ 259,385	\$ -	\$ 259,385	\$ 9,569,830	2.8%
Positions (FTE)	149.000	0.000	0.000	0.000	149.000	0.0%

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
<b>Compensation and Benefits Reserve</b>					
<b>1 Cost of Living Adjustment Reserve - State Employees</b>					
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	67,785	\$ -	\$ 136,753	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	67,785	\$ -	\$ 136,753	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>2 Compensation Reserve - Public Safety Employees</b>					
Provides funds for an additional \$500 recurring salary increase for certified law enforcement officers.	Req \$	1,968	\$ -	\$ 1,968	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	1,968	\$ -	\$ 1,968	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>3 TSERS Retirement Contribution</b>					
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	41,275	\$ 23,389	\$ 95,619	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	41,275	\$ 23,389	\$ 95,619	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>4 State Health Plan Contribution</b>					
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	12,297	\$ -	\$ 25,045	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	12,297	\$ -	\$ 25,045	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>Total Change to Requirements</b>	\$	123,325	\$ 23,389	\$ 259,385	\$ -
<b>Total Change to Receipts</b>	\$	-	\$ -	\$ -	\$ -
<b>Total Change to Net Appropriation</b>	\$	123,325	\$ 23,389	\$ 259,385	\$ -
<b>Total Change to Full-Time Equivalent (FTE)</b>		0.000	0.000	0.000	0.000
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$		146,714	\$	259,385
<b>Recommended Total FTE Changes</b>			0.000		0.000

**Mission**

The North Carolina Department of Administration provides high quality services effectively, efficiently, and economically for our customers who are citizens, agencies, and communities of our state.

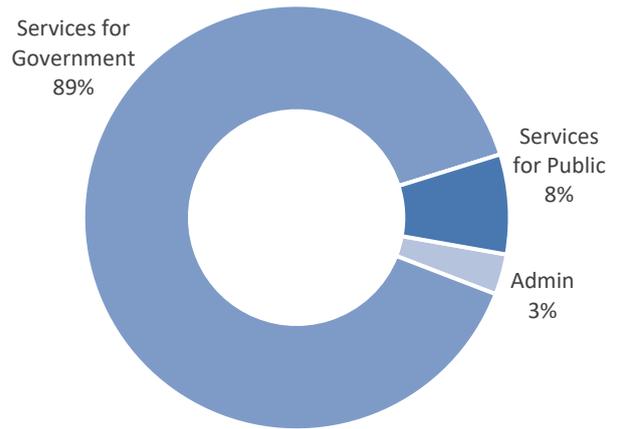
**Goals**

1. Explore new and improved ways to deliver effective and efficient services to create value for taxpayers.
2. Provide superior customer service.
3. Create a culture of trust through enhanced employee engagement, openness, and inclusiveness.

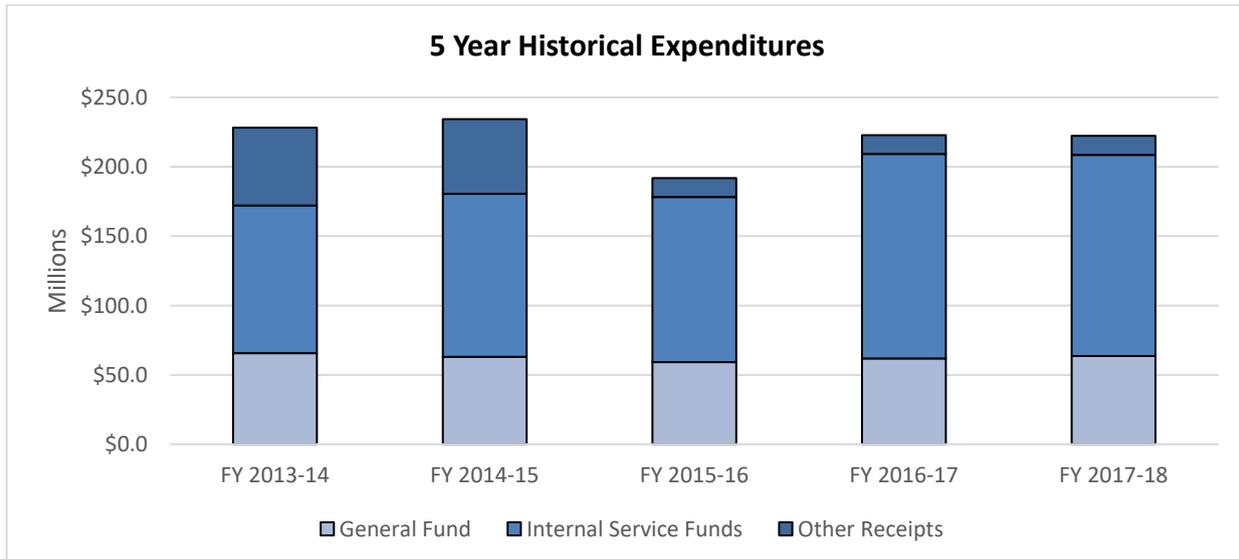
**Agency Profile**

- Provides services for state government by overseeing government operations in building construction, purchasing and contracting for goods and services, managing state vehicles, acquiring and disposing of real property, overseeing Raleigh state facilities, disposing of surplus real property, and operating a courier service. Budget figures also include the Office of State Human Resources.
- Provides advocacy, assistance, and services to underserved populations, and staffs councils in the areas of Indian Affairs, Historically Underutilized Businesses, MLK Jr., Youth Involvement, Non-Public Education, Domestic Violence and Rape Crisis, and Women.

**FY 2018-19 Authorized Budget by Program**



**5 Year Historical Expenditures**



*Charts include General Fund and Internal Service budget codes*

**Department of Administration (14100)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 73,387,880	\$ 2,680,065	\$ 2,902,272	\$ 5,582,337	\$ 78,970,217	7.6%
Receipts	\$ 9,887,542	\$ -	\$ 2,000,000	\$ 2,000,000	\$ 11,887,542	20.2%
Net Appropriation	\$ 63,500,338	\$ 2,680,065	\$ 902,272	\$ 3,582,337	\$ 67,082,675	5.6%
Positions (FTE)	420.709	17.000	0.000	17.000	437.709	4.0%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 73,387,880	\$ 3,637,440	\$ -	\$ 3,637,440	\$ 77,025,320	5.0%
Receipts	\$ 9,887,542	\$ -	\$ -	\$ -	\$ 9,887,542	0.0%
Net Appropriation	\$ 63,500,338	\$ 3,637,440	\$ -	\$ 3,637,440	\$ 67,137,778	5.7%
Positions (FTE)	420.709	17.000	0.000	17.000	437.709	4.0%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes

**1 Cost of Living Adjustment Reserve - State Employees**

Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.

Req	\$ 441,306	\$ -	\$ 890,322	\$ -
Rec	\$ -	\$ -	\$ -	\$ -
App	\$ 441,306	\$ -	\$ 890,322	\$ -
FTE	0.000	0.000	0.000	0.000

**2 TSERS Retirement Contribution**

Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.

Req	\$ 268,715	\$ 152,272	\$ 622,523	\$ -
Rec	\$ -	\$ -	\$ -	\$ -
App	\$ 268,715	\$ 152,272	\$ 622,523	\$ -
FTE	0.000	0.000	0.000	0.000

**3 State Health Plan Contribution**

Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.

Req	\$ 92,066	\$ -	\$ 187,514	\$ -
Rec	\$ -	\$ -	\$ -	\$ -
App	\$ 92,066	\$ -	\$ 187,514	\$ -
FTE	0.000	0.000	0.000	0.000

**Department of Administration**

**4 State Property Office Compliance**

Provides two additional staff for the State Property Office to comply with S.L. 2016-119 which created additional requirements regarding property tracking, analysis, and reporting of State property.

Req	\$ 157,678	\$ -	\$ 157,678	\$ -
Rec	\$ -	\$ -	\$ -	\$ -
App	\$ 157,678	\$ -	\$ 157,678	\$ -
FTE	2.000	0.000	2.000	0.000

**5 Contract Monitoring and Accountability**

Increase accountability and oversight of state agency procurement by adding four positions to the Purchase and Contract Division to enhance agency compliance and proficiency. This request supports the Administration's initiative to consolidate State procurement oversight, training, and compliance functions within the Department of Administration.

Req	\$ 363,788	\$ -	\$ 363,788	\$ -
Rec	\$ -	\$ -	\$ -	\$ -
App	\$ 363,788	\$ -	\$ 363,788	\$ -
FTE	4.000	0.000	4.000	0.000

**6 Historically Underutilized Businesses**

Provides one FTE for the Office of Historically Underutilized Business. The position will assist in training and compliance audits for agencies relating to historically underutilized businesses.

Req	\$ 80,345	\$ -	\$ 80,345	\$ -
Rec	\$ -	\$ -	\$ -	\$ -
App	\$ 80,345	\$ -	\$ 80,345	\$ -
FTE	1.000	0.000	1.000	0.000

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>7 Council for Women and Youth Involvement</b>				
Increases the budget for the Council for Women and Youth Involvement Office. Funds will provide for ten additional internships, increase internship wages, provide an additional administrative support staff person, and increase the budget for information technology.	Req \$ 135,399	\$ -	\$ 135,399	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 135,399	\$ -	\$ 135,399	\$ -
	FTE 1.000	0.000	1.000	0.000
<b>8 Commission on Indian Affairs</b>				
Provides a Deputy Director for the Commission on Indian Affairs to assist with management and oversight. The Commission participates in numerous state and federal programs as well as 40 statutorily required boards and commission.	Req \$ 82,010	\$ -	\$ 82,010	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 82,010	\$ -	\$ 82,010	\$ -
	FTE 1.000	0.000	1.000	0.000
<b>9 Non Public Education</b>				
Provides additional administrative support for the Division of Non-Public Education. The State has experienced a significant growth in the number of non-public schools, which requires additional support for registration and monitoring.	Req \$ 50,000	\$ -	\$ 50,000	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 50,000	\$ -	\$ 50,000	\$ -
	FTE 1.000	0.000	1.000	0.000
<b>10 Advanced Analytics and Data Interpretation</b>				
Builds capacity across state government to more effectively manage state resources and programs by hiring analysts with advanced quantitative and research skills. These skills are needed to inform evidence-based, data-driven decision making for agency budgets and programs. Positions will be located within the agency's central office and will be expected to provide department-wide analytical support.	Req \$ 59,104	\$ -	\$ 118,207	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 59,104	\$ -	\$ 118,207	\$ -
	FTE 1.000	0.000	1.000	0.000
<b>11 Special Capital Projects Management Team</b>				
Provides three additional staff to manage capital projects within the Downtown Complex and for agencies that have capital needs but do not require a full time position; most immediately, the team will manage the Department of Environmental Quality's Reedy Creek Lab Renovation and Expansion and the relocation of the Department of Health and Human Services Administration off of Dorothea Dix Campus.	Req \$ 400,000	\$ -	\$ 400,000	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 400,000	\$ -	\$ 400,000	\$ -
	FTE 3.000	0.000	3.000	0.000
<b>State Human Resources</b>				
<b>12 Local Government Support Position</b>				
Provides funds for one position to support local government social services and public health entities, which employ over 20,000 individuals subject to the State Human Resources Act. The Office of State Human Resources (OSHR) maintains the classification and compensation system for these positions, assists in recruitment and hiring of employees, and consults with these government entities to provide necessary training, professional development, and other services.	Req \$ 99,654	\$ -	\$ 99,654	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 99,654	\$ -	\$ 99,654	\$ -
	FTE 1.000	0.000	1.000	0.000
<b>13 Data Driven Human Resource Management</b>				
Provides funding for OSHR to partner with the Government Data Analytics Center (GDAC) to aid in aggregating, formatting, and organizing the state's human resource data into a client-friendly format. The expected outcome will be real-time, predictive analytics to assist state agencies and other stakeholders in addressing challenges such as turnover, recruitment, demographic data, workforce planning, and leave.	Req \$ 250,000	\$ 750,000	\$ 250,000	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 250,000	\$ 750,000	\$ 250,000	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>14 Core Human Resource Applications</b>				
Utilized \$2 M from the FICA Savings Fund to support an analysis of the state's human resource (HR) platforms and the implementation of recommended solutions. The state currently has nine different HR platforms outside of the Integrated HR/Payroll system, including MarketPay, NeoGov, PeopleAdmin, and CorVel.	Req \$ -	\$ 2,000,000	\$ -	\$ -
	Rec \$ -	\$ 2,000,000	\$ -	\$ -
	App \$ -	\$ -	\$ -	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>State Ethics Commission</b>				
<b>15 State Ethics Commission</b>				
Appropriates funds for the reconstituted Ethics Commission to hire an executive director, key staff, and for general operating requirements.	Req \$ 200,000	\$ -	\$ 200,000	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 200,000	\$ -	\$ 200,000	\$ -
	FTE 2.000	0.000	2.000	0.000
<b>Total Change to Requirements</b>	\$ 2,680,065	\$ 2,902,272	\$ 3,637,440	\$ -
<b>Total Change to Receipts</b>	\$ -	\$ 2,000,000	\$ -	\$ -
<b>Total Change to Net Appropriation</b>	\$ 2,680,065	\$ 902,272	\$ 3,637,440	\$ -
<b>Total Change to Full-Time Equivalent (FTE)</b>	17.000	0.000	17.000	0.000
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$ -	\$ 3,582,337	\$ -	\$ 3,637,440
<b>Recommended Total FTE Changes</b>		17.000		17.000

**Mission**

The Office of the State Controller (OSC) protects the financial integrity of the State and promotes accountability in an objective and efficient manner.

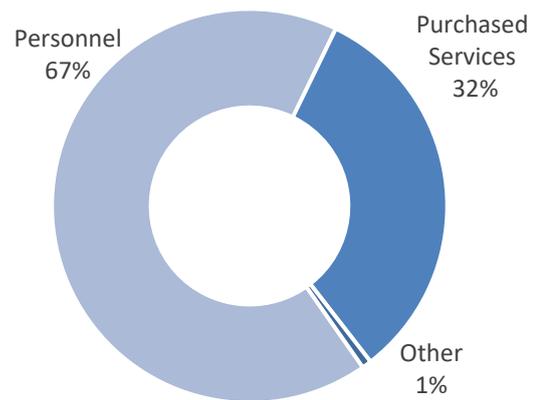
**Goals**

1. Implement a new enterprise financial system for State government.
2. Maintain and support the State’s triple-A bond rating.
3. Continue optimizing and expanding the Shared Services Center.
4. Improve information technology operations.

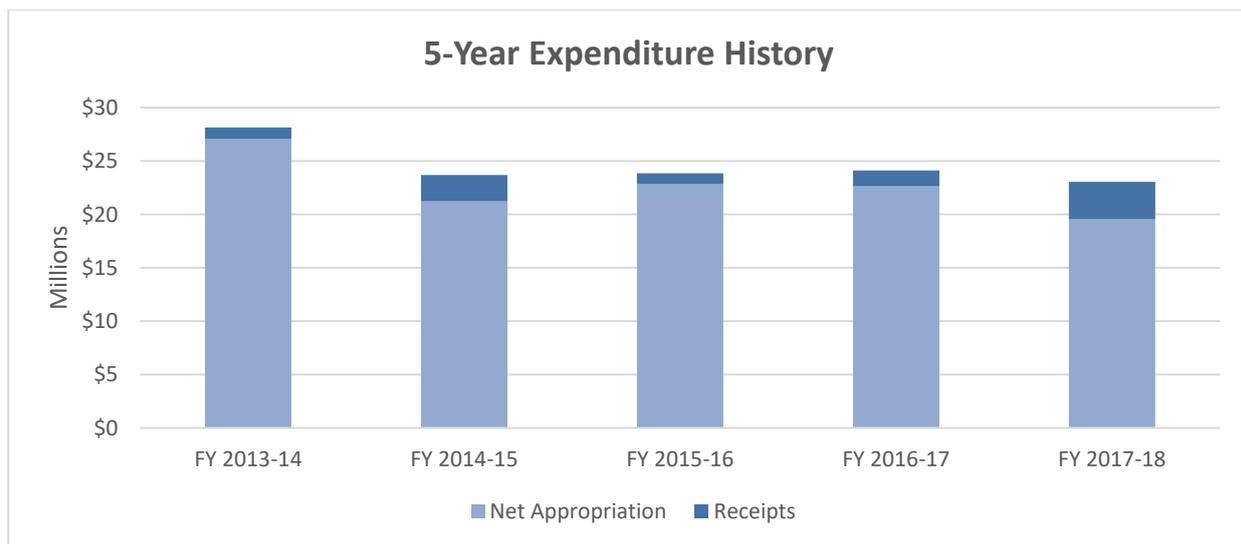
**Agency Profile**

- The State Controller is appointed by the Governor and confirmed by the General Assembly to a seven-year term.
- OSC manages government-wide systems for accounting, cash management, payroll, risk mitigation and internal controls, e-commerce, and financial reporting.
- OSC maintains systems, standards, and business processes to control spending.
- OSC prepares the State’s Comprehensive Annual Financial Report (CAFR), which summarizes the State’s financial performance during a fiscal year and its financial position at the end of the year.
- North Carolina’s CAFR has received an unqualified, or “clean” audit opinion every year since 1994.

**FY 2018-19 Authorized Expenditures By Account**



**5-Year Expenditure History**



**Office of the State Controller (14160)**

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change		Recommended Budget		% Δ from Base Budget
Requirements	\$	25,174,460	\$	533,643	\$	80,723	\$	614,366	\$	25,788,826	2.4%
Receipts	\$	846,028	\$	-	\$	-	\$	-	\$	846,028	0.0%
Net Appropriation	\$	24,328,432	\$	533,643	\$	80,723	\$	614,366	\$	24,942,798	2.5%
Positions (FTE)		169.000		2.000		0.000		2.000		171.000	1.2%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change		Recommended Budget		% Δ from Base Budget
Requirements	\$	25,188,476	\$	1,117,917	\$	-	\$	1,117,917	\$	26,306,393	4.4%
Receipts	\$	846,028	\$	-	\$	-	\$	-	\$	846,028	0.0%
Net Appropriation	\$	24,342,448	\$	1,117,917	\$	-	\$	1,117,917	\$	25,460,365	4.6%
Positions (FTE)		169.000		2.000		0.000		2.000		171.000	1.2%

	FY 2019-20				FY 2020-21				
	R Changes	NR Changes	R Changes	NR Changes	R Changes	NR Changes	R Changes	NR Changes	
<b>1 Cost of Living Adjustment Reserve - State Employees</b>									
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.									
Req	\$	233,946	\$	-	\$	471,979	\$	-	
Rec	\$	-	\$	-	\$	-	\$	-	
App	\$	233,946	\$	-	\$	471,979	\$	-	
FTE		0.000		0.000		0.000		0.000	
<b>2 TSERS Retirement Contribution</b>									
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.									
Req	\$	142,452	\$	80,723	\$	330,013	\$	-	
Rec	\$	-	\$	-	\$	-	\$	-	
App	\$	142,452	\$	80,723	\$	330,013	\$	-	
FTE		0.000		0.000		0.000		0.000	
<b>3 State Health Plan Contribution</b>									
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.									
Req	\$	39,038	\$	-	\$	79,511	\$	-	
Rec	\$	-	\$	-	\$	-	\$	-	
App	\$	39,038	\$	-	\$	79,511	\$	-	
FTE		0.000		0.000		0.000		0.000	
<b>4 Advanced Analytics and Data Interpretation</b>									
Builds capacity across state government to more effectively manage state resources and programs by hiring analysts with advanced quantitative and research skills. These skills are needed to inform evidence-based, data-driven decision making for agency budgets and programs. Positions will be located within the agency's central office and will be expected to provide department-wide analytical support.									
Req	\$	118,207	\$	-	\$	236,414	\$	-	
Rec	\$	-	\$	-	\$	-	\$	-	
App	\$	118,207	\$	-	\$	236,414	\$	-	
FTE		2.000		0.000		2.000		0.000	
<b>5 Information Technology Reserve - ERP Financial System Implementation</b>									
Provides \$10 million from the Information Technology Reserve to implement a new Enterprise Resource Planning system for accounting, cash management, and other financial functions.									
Req	\$	-	\$	-	\$	-	\$	-	
Rec	\$	-	\$	-	\$	-	\$	-	
App	\$	-	\$	-	\$	-	\$	-	
FTE		0.000		0.000		0.000		0.000	
<b>Total Change to Requirements</b>	\$	<b>533,643</b>	\$	<b>80,723</b>	\$	<b>1,117,917</b>	\$	<b>-</b>	
<b>Total Change to Receipts</b>	\$	<b>-</b>	\$	<b>-</b>	\$	<b>-</b>	\$	<b>-</b>	
<b>Total Change to Net Appropriation</b>	\$	<b>533,643</b>	\$	<b>80,723</b>	\$	<b>1,117,917</b>	\$	<b>-</b>	
<b>Total Change to Full-Time Equivalent (FTE)</b>		<b>2.000</b>		<b>0.000</b>		<b>2.000</b>		<b>0.000</b>	
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$		\$	<b>614,366</b>	\$		\$	<b>1,117,917</b>	
<b>Recommended Total FTE Changes</b>				<b>2.000</b>				<b>2.000</b>	

**State Controller - Special (24160)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 15,289,394	\$ 2,527,694	\$ 14,800,000	\$ 17,327,694	\$ 32,617,088	113.3%
Receipts	\$ 9,862,597	\$ 2,527,694	\$ 12,800,000	\$ 15,327,694	\$ 25,190,291	155.4%
Δ in Fund Balance	\$ (5,426,797)	\$ -	\$ 2,000,000	\$ (2,000,000)	\$ (7,426,797)	36.9%
Positions (FTE)	2.000	28.000	0.000	28.000	30.000	1400.0%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 15,289,394	\$ 7,627,695	\$ 25,200,000	\$ 32,827,695	\$ 48,117,089	214.7%
Receipts	\$ 9,862,597	\$ 7,627,695	\$ 25,200,000	\$ 32,827,695	\$ 42,690,292	332.9%
Δ in Fund Balance	\$ (5,426,797)	\$ -	\$ -	\$ -	\$ (5,426,797)	0.0%
Positions (FTE)	2.000	28.000	0.000	28.000	30.000	1400.0%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>1 Recurring Costs for ERP Financial System Implementation</b>				
Funds recurring costs for Enterprise Resource Planning (ERP) system implementation, including salaries, benefits, and software.	Req \$ 2,527,694	\$ -	\$ 7,627,695	\$ -
	Rec \$ 2,527,694	\$ -	\$ 7,627,695	\$ -
	CFB \$ -	\$ -	\$ -	\$ -
	FTE 28.000	0.000	28.000	0.000
<b>2 Nonrecurring Costs for ERP Financial System Implementation</b>				
Funds non-recurring costs for ERP system implementation, including system integration, infrastructure, and independent verification.	Req \$ -	\$ 12,800,000	\$ -	\$ 25,200,000
	Rec \$ -	\$ 12,800,000	\$ -	\$ 25,200,000
	CFB \$ -	\$ -	\$ -	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>3 Transfer from NC Flex FICA Reserve Fund to OSHR</b>				
Transfers funds from the NC Flex Federal Insurance Contributions Act Reserve Fund to the Office of State Human Resources to support an analysis of the State's human resource (HR) platforms and implementation of improved HR solutions.	Req \$ -	\$ 2,000,000	\$ -	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	CFB \$ -	\$ 2,000,000	\$ -	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>Total Change to Requirements</b>	\$ 2,527,694	\$ 14,800,000	\$ 7,627,695	\$ 25,200,000
<b>Total Change to Receipts</b>	\$ 2,527,694	\$ 12,800,000	\$ 7,627,695	\$ 25,200,000
<b>Total Change to Fund Balance</b>	\$ -	\$ 2,000,000	\$ -	\$ -
<b>Total Change to Full-Time Equivalent (FTE)</b>	28.000	0.000	28.000	0.000
<b>Recommended Fund Balance Changes (Recurring + Nonrecurring)</b>	\$ -	\$ 2,000,000	\$ -	\$ -
<b>Recommended Total FTE Changes</b>		28.000		28.000

## Mission

The mission of the Department of Information Technology (DIT) is to promote a stronger North Carolina that connects customers, citizens, business, education, and government.

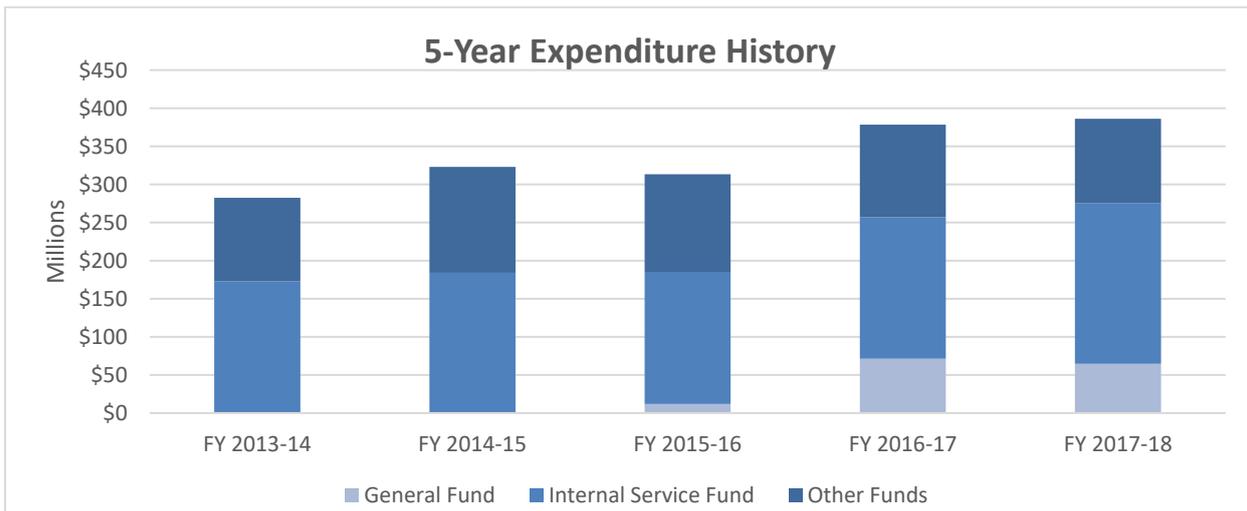
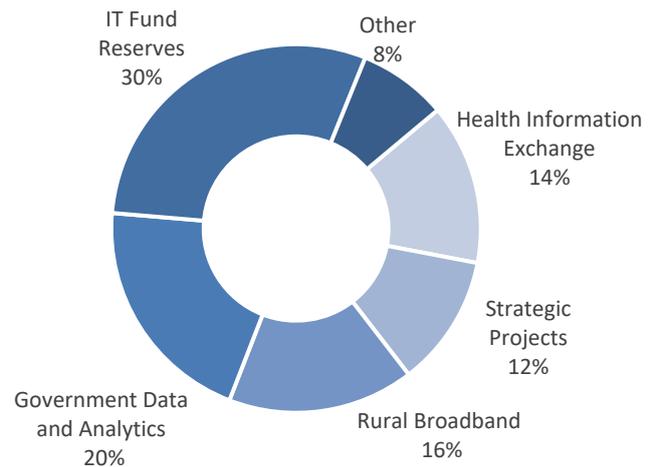
## Goals

1. Secure information technology (IT) systems and infrastructure.
2. Deepen trusted partnerships.
3. Improve the management and transparency of IT.
4. Cultivate the IT workforce.
5. Empower citizens through technology.
6. Modernize and centralize IT operations.

## Agency Profile

- Provides services to state agencies, local governments, and education institutions that include strengthening cybersecurity, procuring IT resources, expanding broadband access in rural parts of the state, and using the state’s vast data resources to improve service delivery to residents.
- Houses the state’s 911 Board, which oversees emergency communications, as well as HealthConnex, the state’s health information exchange.
- Optimizes state IT functions, bringing IT personnel from most executive branch agencies into one organization to increase efficiencies and address the digital government needs of the state more effectively.

**FY 2018-19 Authorized Budget by Program**



*FY 2018-19 expenditures chart include General Fund budget code only, 5 year history includes General Fund and Internal Service Fund budget codes.*

**Department of Information Technology (14660)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 53,914,125	\$ 3,023,890	\$ 35,062,335	\$ 38,086,225	\$ 92,000,350	70.6%
Receipts	\$ 395,579	\$ -	\$ -	\$ -	\$ 395,579	0.0%
Net Appropriation	\$ 53,518,546	\$ 3,023,890	\$ 35,062,335	\$ 38,086,225	\$ 91,604,771	71.2%
Positions (FTE)	102.250	10.000	0.000	10.000	112.250	9.8%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 53,914,125	\$ 3,435,328	\$ -	\$ 3,435,328	\$ 57,349,453	6.4%
Receipts	\$ 395,579	\$ -	\$ -	\$ -	\$ 395,579	0.0%
Net Appropriation	\$ 53,518,546	\$ 3,435,328	\$ -	\$ 3,435,328	\$ 56,953,874	6.4%
Positions (FTE)	102.250	10.000	0.000	10.000	112.250	9.8%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>1 Cost of Living Adjustment Reserve - State Employees</b>				
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$ 180,656	\$ -	\$ 364,468	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 180,656	\$ -	\$ 364,468	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>2 TSERS Retirement Contribution</b>				
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$ 110,003	\$ 62,335	\$ 254,840	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 110,003	\$ 62,335	\$ 254,840	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>3 State Health Plan Contribution</b>				
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$ 22,846	\$ -	\$ 46,532	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 22,846	\$ -	\$ 46,532	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>4 IT Enhancements for DMVA</b>				
Provides funding to automate the Department of Military and Veterans Affairs (DMVA)'s review of documents and applications, add an applications support specialist to manage critical IT programs including DMVA's Scholarships and Case Management programs, and upgrade DMVA's customer service software.	Req \$ 200,000	\$ -	\$ 200,000	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 200,000	\$ -	\$ 200,000	\$ -
	FTE 1.000	0.000	1.000	0.000
<b>5 Cybersecurity Upgrades</b>				
Enhances cybersecurity by (1) providing appropriated funds for an anomaly detection, correlation, and incident response system, and (2) upgrading the State's e-mail filtering capabilities to defend against cyberattacks. This item also includes \$625,000 to expand the Veteran Cyber Apprenticeship program.	Req \$ 1,500,000	\$ -	\$ 1,500,000	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 1,500,000	\$ -	\$ 1,500,000	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>6 Appropriated Funds for Chief Information Officers</b>				
Transfers two Chief Information Officer positions (DEQ and DMVA) from the Internal Service Fund to the General Fund. This change will permit more equitable and centralized funding of CIO costs.	Req \$ 331,728	\$ -	\$ 331,728	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 331,728	\$ -	\$ 331,728	\$ -
	FTE 2.000	0.000	2.000	0.000

		FY 2019-20		FY 2020-21	
		R Changes	NR Changes	R Changes	NR Changes
<b>7 Shift of Web and Digital Modernization Positions to General Fund</b>					
Shifts six web developer positions from Internal Service Fund to General Fund. This lets DIT deploy these resources where they are most needed, rather than allocating resources based on funding available to agencies.	Req	\$ 619,553	\$ -	\$ 619,553	\$ -
	Rec	\$ -	\$ -	\$ -	\$ -
	App	\$ 619,553	\$ -	\$ 619,553	\$ -
	FTE	6.000	0.000	6.000	0.000
<b>8 Advanced Analytics and Data Interpretation</b>					
Builds capacity across state government to more effectively manage state resources and programs by hiring analysts with advanced quantitative and research skills. These skills are needed to inform evidence-based, data-driven decision making for agency budgets and programs. Positions will be located within the agency's central office and will be expected to provide department-wide analytical support.	Req	\$ 59,104	\$ -	\$ 118,207	\$ -
	Rec	\$ -	\$ -	\$ -	\$ -
	App	\$ 59,104	\$ -	\$ 118,207	\$ -
	FTE	1.000	0.000	1.000	0.000
<b>9 GREAT Program Expansion (Rural Broadband)</b>					
Provides \$30 million to expand the Growing Rural Economies with Access to Technology (GREAT) program, which awards competitive grants to private providers who agree to offer broadband service in unserved or underserved communities. GREAT had a non-recurring appropriation of \$10 million for FY 2018-19.	Req	\$ -	\$ 30,000,000	\$ -	\$ -
	Rec	\$ -	\$ -	\$ -	\$ -
	App	\$ -	\$ 30,000,000	\$ -	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>10 Homework Gap</b>					
Provides \$5 million for competitive grants to school districts to provide high-speed Internet access to students who lack such service because it is unavailable or unaffordable. Districts would provide access through laptop and tablet purchases, and mobile hotspots and service.	Req	\$ -	\$ 5,000,000	\$ -	\$ -
	Rec	\$ -	\$ -	\$ -	\$ -
	App	\$ -	\$ 5,000,000	\$ -	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>Total Change to Requirements</b>		\$ 3,023,890	\$ 35,062,335	\$ 3,435,328	\$ -
<b>Total Change to Receipts</b>		\$ -	\$ -	\$ -	\$ -
<b>Total Change to Net Appropriation</b>		\$ 3,023,890	\$ 35,062,335	\$ 3,435,328	\$ -
<b>Total Change to Full-Time Equivalent (FTE)</b>		10.000	0.000	10.000	0.000
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>		\$ 38,086,225		\$ 3,435,328	
<b>Recommended Total FTE Changes</b>		10.000		10.000	

**Governor's Office - Information Technology Services - Internal Service (74660)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 267,585,011	\$ (934,062)	\$ -	\$ (934,062)	\$ 266,650,949	-0.3%
Receipts	\$ 267,476,399	\$ (767,761)	\$ -	\$ (767,761)	\$ 266,708,638	-0.3%
Δ in Fund Balance	\$ (108,612)	\$ 166,301	\$ -	\$ 166,301	\$ 57,689	-153.1%
Positions (FTE)	1010.250	(8.000)	0.000	(8.000)	1002.250	-0.8%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 267,585,011	\$ (934,062)	\$ -	\$ (934,062)	\$ 266,650,949	-0.3%
Receipts	\$ 267,476,399	\$ (767,761)	\$ -	\$ (767,761)	\$ 266,708,638	-0.3%
Δ in Fund Balance	\$ (108,612)	\$ 166,301	\$ -	\$ 166,301	\$ 57,689	-153.1%
Positions (FTE)	1010.250	(8.000)	0.000	(8.000)	1002.250	-0.8%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>1 Internal Service Fund Reduction for Chief Information Officers</b>				
Reduces Internal Service Fund costs by transferring two CIO positions (DEQ and DMVA) to General Fund. This change will permit more equitable and centralized funding of CIO costs.	Req \$ (329,161)	\$ -	\$ (329,161)	\$ -
	Rec \$ (162,860)	\$ -	\$ (162,860)	\$ -
	CFB \$ 166,301	\$ -	\$ 166,301	\$ -
	FTE (2.000)	0.000	(2.000)	0.000
<b>2 Shift of Web and Digital Modernization Positions to General Fund</b>				
Shifts six web developer positions from the Internal Service Fund to the General Fund. This lets DIT deploy these resources where they are most needed, rather than allocating resources based on funding available to agencies.	Req \$ (604,901)	\$ -	\$ (604,901)	\$ -
	Rec \$ (604,901)	\$ -	\$ (604,901)	\$ -
	CFB \$ -	\$ -	\$ -	\$ -
	FTE (6.000)	0.000	(6.000)	0.000
<b>Total Change to Requirements</b>	\$ (934,062)	\$ -	\$ (934,062)	\$ -
<b>Total Change to Receipts</b>	\$ (767,761)	\$ -	\$ (767,761)	\$ -
<b>Total Change to Fund Balance</b>	\$ 166,301	\$ -	\$ 166,301	\$ -
<b>Total Change to Full-Time Equivalent (FTE)</b>	(8.000)	0.000	(8.000)	0.000
<b>Recommended Fund Balance Changes (Recurring + Nonrecurring)</b>	\$	166,301	\$	166,301
<b>Recommended Total FTE Changes</b>		(8.000)		(8.000)

**Mission**

The mission of the Department of Revenue (DOR) is to fund public services benefiting the people of North Carolina by administering the tax laws and collecting the taxes due in an impartial, consistent, secure, and efficient manner.

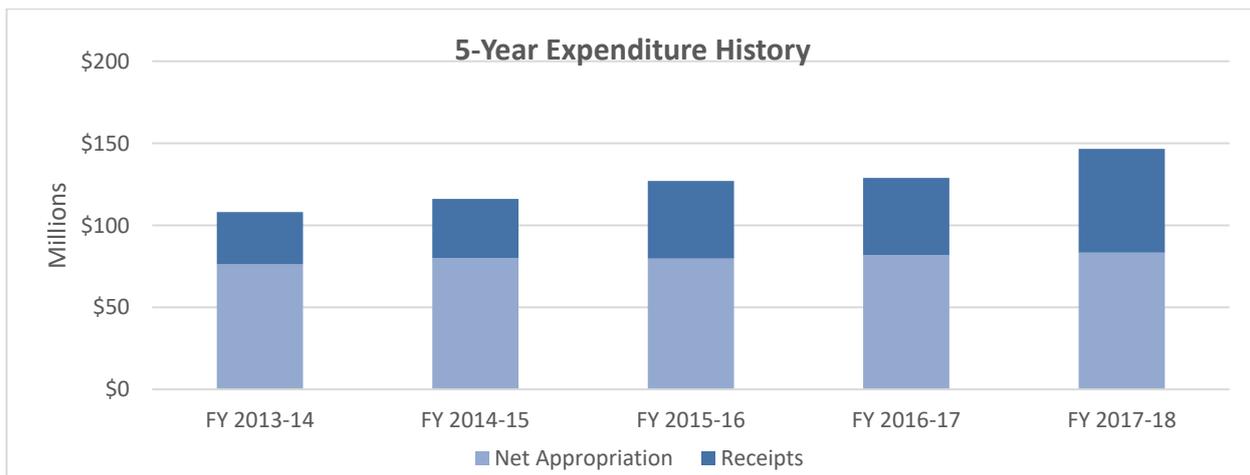
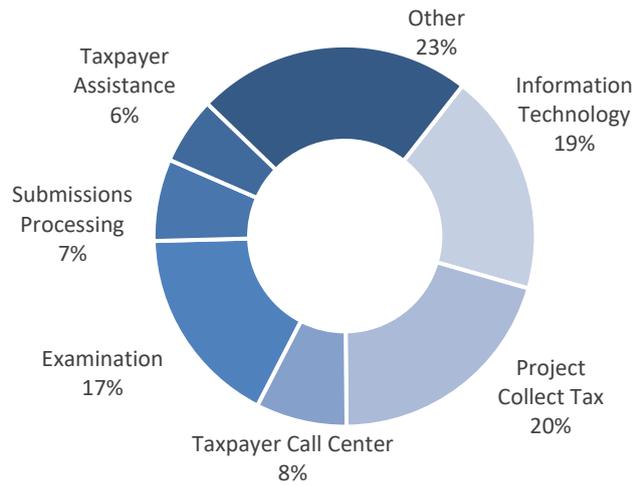
**Goals**

1. Collect taxes due to the State in a fair, impartial manner.
2. Protect taxpayers from identity theft and refund fraud.
3. Develop employees and undertake succession planning.

**Agency Profile**

- DOR collects over 20 different tax types, including individual income, corporate income, sales and use, motor fuel, alcoholic beverage, and tobacco taxes.
- DOR collected \$31.2 billion in revenue during FY 2017-18 and deposited 93% of that sum into the State’s general fund.
- The individual income tax represents the largest source of revenue for the State, followed by the sales tax.
- DOR received 83% of payments electronically during FY 2017-18.
- DOR’s compliance and enforcement efforts yielded more than \$1 billion in revenue during FY 2017-18.

**FY 2018-19 Authorized Expenditures by Program**



*Charts include General Fund budget code only.*

**Department of Revenue (14700)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 146,213,204	\$ 1,868,460	\$ 17,240,610	\$ 19,109,070	\$ 165,322,274	13.1%
Receipts	\$ 59,236,207	\$ -	\$ 16,900,000	\$ 16,900,000	\$ 76,136,207	28.5%
Net Appropriation	\$ 86,976,997	\$ 1,868,460	\$ 340,610	\$ 2,209,070	\$ 89,186,067	2.5%
Positions (FTE)	1463.920	1.000	0.000	1.000	1464.920	0.1%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 146,280,481	\$ 9,937,952	\$ 10,900,000	\$ 20,837,952	\$ 167,118,433	14.2%
Receipts	\$ 59,268,852	\$ -	\$ 10,900,000	\$ 10,900,000	\$ 70,168,852	18.4%
Net Appropriation	\$ 87,011,629	\$ 9,937,952	\$ -	\$ 9,937,952	\$ 96,949,581	11.4%
Positions (FTE)	1463.920	1.000	0.000	1.000	1464.920	0.1%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>1 Cost of Living Adjustment Reserve - State Employees</b>				
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$ 987,137	\$ -	\$ 1,991,518	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 987,137	\$ -	\$ 1,991,518	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>2 Compensation Reserve - Public Safety Employees</b>				
Provides funds for an additional \$500 recurring salary increase for certified law enforcement officers.	Req \$ 14,155	\$ -	\$ 14,155	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 14,155	\$ -	\$ 14,155	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>3 TSERS Retirement Contribution</b>				
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$ 601,076	\$ 340,610	\$ 1,392,492	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 601,076	\$ 340,610	\$ 1,392,492	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>4 State Health Plan Contribution</b>				
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$ 206,988	\$ -	\$ 421,580	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 206,988	\$ -	\$ 421,580	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>5 Critical IT Operations and Maintenance</b>				
Maintains funding for all DOR tax filing systems, allowing individuals and businesses to file individual and corporate income, franchise, and partnership taxes electronically. This item also funds maintenance, support, and upgrades for DOR hardware and software. Recurring funding is needed because special-fund resources are being depleted.	Req \$ -	\$ 12,500,000	\$ 6,000,000	\$ 6,500,000
	Rec \$ -	\$ 12,500,000	\$ -	\$ 6,500,000
	App \$ -	\$ -	\$ 6,000,000	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>6 Identity Theft and Tax Fraud Prevention</b>				
Maintains funding for identity theft and refund fraud prevention as fraudulent schemes grow in volume and complexity. Identity theft prevention measures saved \$30 million in FY 2017-18.	Req \$ -	\$ 4,400,000	\$ -	\$ 4,400,000
	Rec \$ -	\$ 4,400,000	\$ -	\$ 4,400,000
	App \$ -	\$ -	\$ -	\$ -
	FTE 0.000	0.000	0.000	0.000

	FY 2019-20		FY 2020-21					
	R Changes	NR Changes	R Changes	NR Changes				
<b>7 Advanced Analytics and Data Interpretation</b>								
Builds capacity across state government to more effectively manage state resources and programs by hiring analysts with advanced quantitative and research skills. These skills are needed to inform evidence-based, data-driven decision making for agency budgets and programs. Positions will be located within the agency's central office and will be expected to provide department-wide analytical support.	Req \$	59,104	\$ -	\$ 118,207	\$ -			
	Rec \$	-	\$ -	\$ -	\$ -			
	App \$	59,104	\$ -	\$ 118,207	\$ -			
	FTE	1.000	0.000	1.000	0.000			
<b>Total Change to Requirements</b>	\$	<b>1,868,460</b>	\$	<b>17,240,610</b>	\$	<b>9,937,952</b>	\$	<b>10,900,000</b>
<b>Total Change to Receipts</b>	\$	<b>-</b>	\$	<b>16,900,000</b>	\$	<b>-</b>	\$	<b>10,900,000</b>
<b>Total Change to Net Appropriation</b>	\$	<b>1,868,460</b>	\$	<b>340,610</b>	\$	<b>9,937,952</b>	\$	<b>-</b>
<b>Total Change to Full-Time Equivalent (FTE)</b>		<b>1.000</b>		<b>0.000</b>		<b>1.000</b>		<b>0.000</b>
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$		\$	<b>2,209,070</b>	\$		\$	<b>9,937,952</b>
<b>Recommended Total FTE Changes</b>				<b>1.000</b>				<b>1.000</b>

**Revenue - Project Collect Tax (24704)**

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 36,593,221	\$	-	\$	(16,900,000)	\$ (16,900,000)	\$ 19,693,221	-46.2%
Receipts	\$ 33,627,756	\$	-	\$	(16,900,000)	\$ (16,900,000)	\$ 16,727,756	-50.3%
Δ in Fund Balance	\$ (2,965,465)	\$	-	\$	-	\$ -	\$ (2,965,465)	0.0%
Positions (FTE)	0.000		0.000		0.000	0.000	0.000	0.0%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 36,622,858	\$	-	\$	(10,900,000)	\$ (10,900,000)	\$ 25,722,858	-29.8%
Receipts	\$ 33,657,393	\$	-	\$	(10,900,000)	\$ (10,900,000)	\$ 22,757,393	-32.4%
Δ in Fund Balance	\$ (2,965,465)	\$	-	\$	-	\$ -	\$ (2,965,465)	0.0%
Positions (FTE)	0.000		0.000		0.000	0.000	0.000	0.0%

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
<b>1 Critical IT Operations and Maintenance</b>					
Authorizes the use of receipts from the Collections Assistance Fee to support DOR tax filing systems, allowing individuals and businesses to file individual and corporate income, franchise, and partnership taxes electronically. This item also funds maintenance, support, and upgrades for DOR hardware and software.	Req \$	- \$	(12,500,000)	\$ - \$	(6,500,000)
	Rec \$	- \$	(12,500,000)	\$ - \$	(6,500,000)
	CFB \$	- \$	- \$	- \$	-
	FTE	0.000	0.000	0.000	0.000
<b>2 Identity Theft and Tax Fraud Prevention</b>					
Authorizes the use of receipts from the Collections Assistance Fee to maintain funding for identity theft and refund fraud prevention as fraudulent schemes grow in volume and complexity. Identify theft prevention measures saved \$30 million in FY 2017-18.	Req \$	- \$	(4,400,000)	\$ - \$	(4,400,000)
	Rec \$	- \$	(4,400,000)	\$ - \$	(4,400,000)
	CFB \$	- \$	- \$	- \$	-
	FTE	0.000	0.000	0.000	0.000
<b>Total Change to Requirements</b>	\$	- \$	(16,900,000)	\$ - \$	(10,900,000)
<b>Total Change to Receipts</b>	\$	- \$	(16,900,000)	\$ - \$	(10,900,000)
<b>Total Change to Fund Balance</b>	\$	- \$	- \$	- \$	-
<b>Total Change to Full-Time Equivalent (FTE)</b>		0.000	0.000	0.000	0.000
<b>Recommended Fund Balance Changes (Recurring + Nonrecurring)</b>	\$	- \$	- \$	- \$	-
<b>Recommended Total FTE Changes</b>		0.000	0.000	0.000	0.000

## Mission

The mission of the State Board of Elections (SBE) is to promote among the citizens of North Carolina confidence in the integrity of the free election process through the consistent administration and equal application of all elections and campaign finance laws, rules, and regulations.

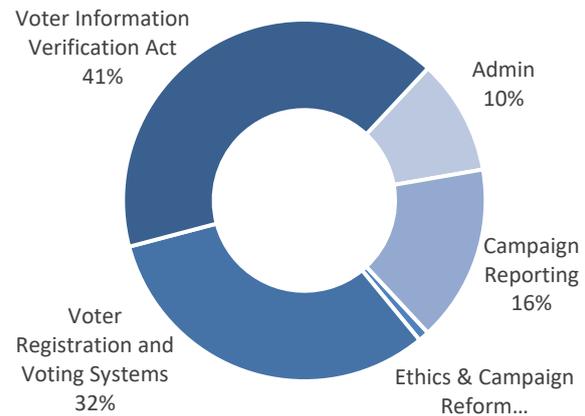
## Goals

1. To ensure fair elections and protect constitutional rights of voters and candidates through equal application of Federal and State laws.
2. To increase political transparency and accountability by ensuring timely and accurate disclosure of campaign finance data.
3. To promote voter registration and participation by all qualified, eligible citizens of North Carolina.

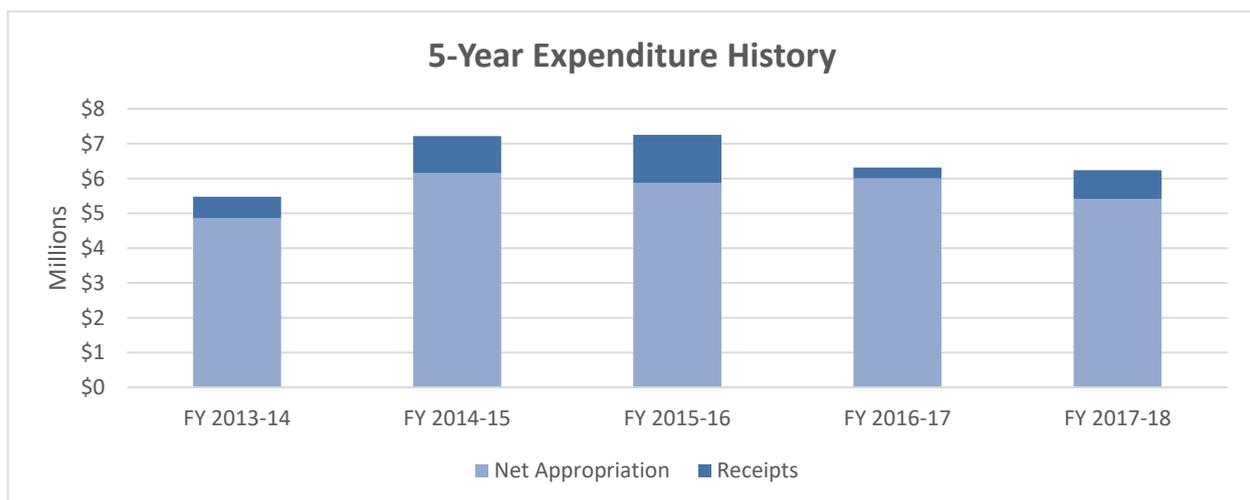
## Agency Profile

- SBE supervises elections and campaign finance disclosure in the State. Elections are conducted by 100 county elections boards under SBE oversight.
- SBE is governed by a five-member Board appointed by the Governor. No more than three members may belong to the same party.
- SBE appoints four of the five members for each county's elections board. The Governor names the fifth member, who serves as the chair.
- SBE must evaluate and certify voting equipment used by county boards to administer elections.
- SBE is upgrading the Statewide Election Information Management System in order to automate processes for voter registration, voting, election site operations, and other key functions.

FY 2018-19 Authorized Expenditures by Program



5-Year Expenditure History



Charts include General Fund budget code only.

**State Board of Elections (18025)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 6,935,297	\$ 547,858	\$ 33,428	\$ 581,286	\$ 7,516,583	8.4%
Receipts	\$ 102,000	\$ -	\$ -	\$ -	\$ 102,000	0.0%
Net Appropriation	\$ 6,833,297	\$ 547,858	\$ 33,428	\$ 581,286	\$ 7,414,583	8.5%
Positions (FTE)	60.000	3.000	0.000	3.000	63.000	5.0%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 6,935,297	\$ 802,761	\$ -	\$ 802,761	\$ 7,738,058	11.6%
Receipts	\$ 102,000	\$ -	\$ -	\$ -	\$ 102,000	0.0%
Net Appropriation	\$ 6,833,297	\$ 802,761	\$ -	\$ 802,761	\$ 7,636,058	11.7%
Positions (FTE)	60.000	3.000	0.000	3.000	63.000	5.0%

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
<b>1 Cost of Living Adjustment Reserve - State Employees</b>					
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	96,879	\$ -	\$ 195,450	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	96,879	\$ -	\$ 195,450	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>2 TSERS Retirement Contribution</b>					
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	58,990	\$ 33,428	\$ 136,661	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	58,990	\$ 33,428	\$ 136,661	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>3 State Health Plan Contribution</b>					
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	18,865	\$ -	\$ 38,423	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	18,865	\$ -	\$ 38,423	\$ -
	FTE	0.000	0.000	0.000	0.000
<b>4 Elections Help Desk Expansion</b>					
Adds two positions to elections help desk to resolve software problems more quickly and improve the quality of service to 1,000 county board of elections users and 3,000 users of campaign finance disclosure systems. The elections help desk assists users with critical applications such as voter registration, absentee ballot requests, ballot design, election reporting, and campaign finance report filing.	Req \$	164,020	\$ -	\$ 164,020	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	164,020	\$ -	\$ 164,020	\$ -
	FTE	2.000	0.000	2.000	0.000
<b>5 Elections Administration Improvement</b>					
Supports measures to promote the fair, effective, and efficient administration of North Carolina elections.	Req \$	150,000	\$ -	\$ 150,000	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	150,000	\$ -	\$ 150,000	\$ -
	FTE	0.000	0.000	0.000	0.000

	FY 2019-20		FY 2020-21					
	R Changes	NR Changes	R Changes	NR Changes				
<b>6 Advanced Analytics and Data Interpretation</b>								
Builds capacity across state government to more effectively manage state resources and programs by hiring analysts with advanced quantitative and research skills. These skills are needed to inform evidence-based, data-driven decision making for agency budgets and programs. Positions will be located within the agency's central office and will be expected to provide department-wide analytical support.	Req \$	59,104	\$ -	\$ 118,207	\$ -			
	Rec \$	-	\$ -	\$ -	\$ -			
	App \$	59,104	\$ -	\$ 118,207	\$ -			
	FTE	1.000	0.000	1.000	0.000			
<b>Total Change to Requirements</b>	\$	<b>547,858</b>	\$	<b>33,428</b>	\$	<b>802,761</b>	\$	<b>-</b>
<b>Total Change to Receipts</b>	\$	<b>-</b>	\$	<b>-</b>	\$	<b>-</b>	\$	<b>-</b>
<b>Total Change to Net Appropriation</b>	\$	<b>547,858</b>	\$	<b>33,428</b>	\$	<b>802,761</b>	\$	<b>-</b>
<b>Total Change to Full-Time Equivalent (FTE)</b>		<b>3.000</b>		<b>0.000</b>		<b>3.000</b>		<b>0.000</b>
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	\$		\$	<b>581,286</b>	\$		\$	<b>802,761</b>
<b>Recommended Total FTE Changes</b>				<b>3.000</b>				<b>3.000</b>

**Mission**

To serve the citizens of North Carolina with quality and efficiency by providing an independent forum for prompt and impartial resolution of administrative law contested cases involving citizens and state agencies; functioning as the State’s codifier, publisher, and reviewer of all administrative rules; and, investigating alleged acts of unlawful discrimination in employment and housing.

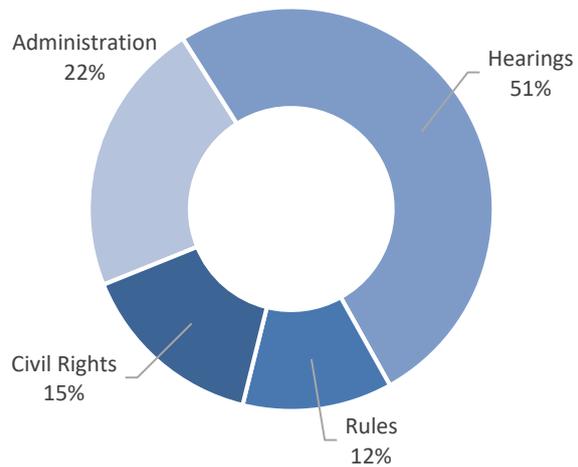
**Goals**

1. Manage dockets and case flow to conduct and conclude contested cases in a timely manner.
2. Publish and review all administrative rules within the established deadlines set by Statute and rule.
3. Conduct and conclude discrimination investigations in a timely manner, consistent with State and Federal law.

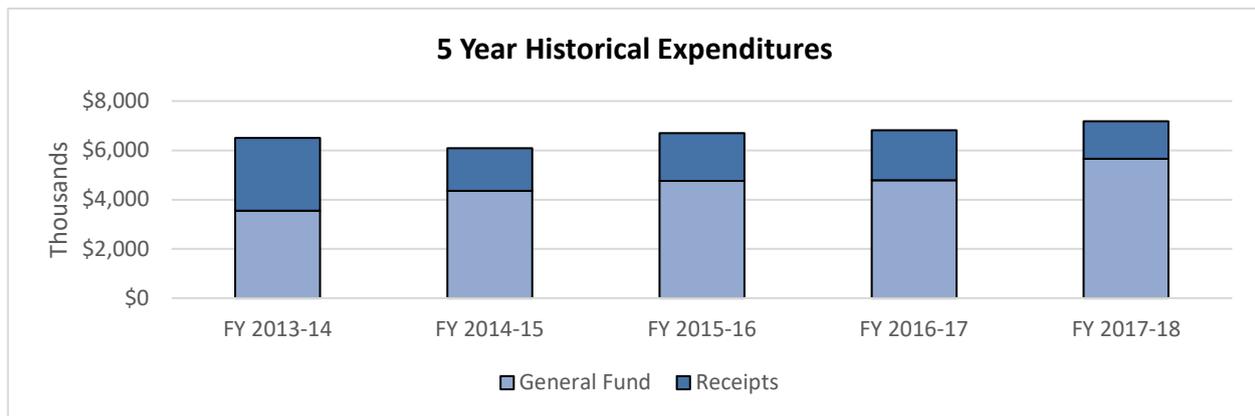
**Agency Profile**

- Hears and renders administrative decisions in a fair and impartial manner.
- Administers a uniform system of administrative rule making and review procedures for agencies.
- Acts as the official publisher of the North Carolina Register and the North Carolina Administrative Code.
- Serves as the deferral agency for the Equal Employment Opportunity Commission and receives fair housing complaints from US Dept. of Housing and Urban Development.
- Investigates acts of discrimination in employment and housing.
- Staffs both the Rules Review and Human Relations Commissions.

**FY 2018-19 Authorized Expenditures**



**5 Year Historical Expenditures**



**Office of Administrative Hearings (18210)**

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 7,853,519	\$ 313,709	\$ 25,623	\$ 339,332	\$ 8,192,851	4.3%
Receipts	\$ 1,684,910	\$ -	\$ -	\$ -	\$ 1,684,910	0.0%
Net Appropriation	\$ 6,168,609	\$ 313,709	\$ 25,623	\$ 339,332	\$ 6,507,941	5.5%
Positions (FTE)	55.790	3.000	0.000	3.000	58.790	5.4%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 7,860,093	\$ 521,185	\$ -	\$ 521,185	\$ 8,381,278	6.6%
Receipts	\$ 1,684,910	\$ -	\$ -	\$ -	\$ 1,684,910	0.0%
Net Appropriation	\$ 6,175,183	\$ 521,185	\$ -	\$ 521,185	\$ 6,696,368	8.4%
Positions (FTE)	55.790	3.000	0.000	3.000	58.790	5.4%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
<b>Compensation and Benefits Reserve</b>				
<b>1 Cost of Living Adjustment Reserve - State Employees</b>				
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$ 74,259	\$ -	\$ 149,815	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 74,259	\$ -	\$ 149,815	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>2 TSERS Retirement Contribution</b>				
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$ 45,217	\$ 25,623	\$ 104,752	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 45,217	\$ 25,623	\$ 104,752	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>3 State Health Plan Contribution</b>				
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$ 12,811	\$ -	\$ 26,093	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 12,811	\$ -	\$ 26,093	\$ -
	FTE 0.000	0.000	0.000	0.000
<b>Organization Wide</b>				
<b>4 User Support Technician</b>				
Establishes and additional user support technician to assist the office in information technology matters. The office currently only has 1.4 FTE dedicated to information technology.	Req \$ 73,937	\$ -	\$ 73,937	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 73,937	\$ -	\$ 73,937	\$ -
	FTE 1.000	0.000	1.000	0.000
<b>5 Administrative Support</b>				
Establishes an administrative support position to assist the Clerks Office and the Human Relations Commission.	Req \$ 48,381	\$ -	\$ 48,381	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 48,381	\$ -	\$ 48,381	\$ -
	FTE 1.000	0.000	1.000	0.000
<b>6 Advanced Analytics and Data Interpretation</b>				
Builds capacity across state government to more effectively manage state resources and programs by hiring analysts with advanced quantitative and research skills. These skills are needed to inform evidence-based, data-driven decision making for agency budgets and programs. Positions will be located within the agency's central office and will be expected to provide department-wide analytical support.	Req \$ 59,104	\$ -	\$ 118,207	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 59,104	\$ -	\$ 118,207	\$ -
	FTE 1.000	0.000	1.000	0.000

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
Total Change to Requirements	\$ 313,709	\$ 25,623	\$ 521,185	\$ -
Total Change to Receipts	\$ -	\$ -	\$ -	\$ -
Total Change to Net Appropriation	\$ 313,709	\$ 25,623	\$ 521,185	\$ -
Total Change to Full-Time Equivalent (FTE)	3.000	0.000	3.000	0.000
<b>Recommended Net Appropriation Changes (Recurring + Nonrecurring)</b>	<b>\$</b>	<b>339,332</b>	<b>\$</b>	<b>521,185</b>
<b>Recommended Total FTE Changes</b>		<b>3.000</b>		<b>3.000</b>

