



STATE OF NORTH CAROLINA
OFFICE OF STATE BUDGET AND MANAGEMENT



Employment First State for Individuals with Disabilities

ROY COOPER
GOVERNOR

KRISTIN WALKER
STATE BUDGET DIRECTOR

November 14, 2023

TO: James Weaver
State Chief Information Officer

FROM: Kristin Walker *Kristin Walker*

SUBJECT: Internal Service Fund Rates for FY 2023-24

The Office of State Budget and Management (OSBM) has reviewed the Department of Information Technology's (DIT) proposed FY 2023-24 Internal Service Fund (ISF) rate plan and agency impact analysis. In accordance with [G.S. 143B-1333](#), OSBM is required to review and approve new ISF rates annually.

OSBM approves DIT's proposed FY 2023-24 ISF rates, based on the following conditions:

- Approved rates include the \$3,550,000 allowed in S.L. 2023-134, [Sec. 38.1A](#) and DIT shall use funds available to the department through the newly approved rates to support the Security Operations Center and Privacy Office as needed up to \$3,550,000.
- DIT shall notify agencies of the new rate schedule, individual agency impact calculation, and any budget adjustments that have been approved for FY 2023-24 as part of the rate implementation process.
- Once rates are approved, the new rates may be applied retroactive to July 1, 2023.

Please feel free to contact Assistant State Budget Officer Lanier McRee at lanier.mcree@osbm.nc.gov with any questions.

Thank you.

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