

STATE OF NORTH CAROLINA OFFICE OF STATE BUDGET AND MANAGEMENT



JOSH STEIN GOVERNOR KRISTIN WALKER STATE BUDGET DIRECTOR

December 1, 2025

TO: Senator Phil Berger

President Pro Tempore

Representative Destin Hall Speaker of the House

FROM: Mark Bondo

Assistant State Budget Officer

SUBJECT: Disaster Grant Award Report for Department of Environmental Quality

Pursuant to Session Law 2024-51, Sec 6.2 the Office of State Budget and Management (OSBM) submits the attached Notification of Grant Awards for the North Carolina Department of Environmental Quality (Department), Division of Waste Management. The Grants, including the Hazardous Waste Management State Program and the Leaking Underground Storage Tank (LUST) Corrective Action Program, are awarded by the United States Environmental Protection Agency in the amount of \$61,006,486 and \$14,250,000 respectively. Under the authority of G.S. 113-8, the Department is using the Hazardous Waste Management State Program to address the impacts of Hurricane Helene on hazardous and solid waste management. Additionally, the Department is using the LUST Corrective Action Program to investigate suspected petroleum releases and implement necessary corrective actions related to Hurricane Helene.

If you have questions or concerns, please contact Budget Analyst Sherese Bonner at sherese.bonner@osbm.nc.gov or Mark Bondo at mark.bondo@osbm.nc.gov.

Thank You.

CC: Anca Grozav, OSBM

Sherese Bonner, OSBM Robert White, DEQ Meagan Honnold, DEQ Donna Lipsmeyer, DEQ

Veronica Butcher, NCGROW



6 Funding Entity (grantor)

14 Budget Code the grant will be expended in (XXXXX).....
15 Budget Fund (XXXXXX or NA)
16 Is there a state matching requirement?
17 If yes, what is the matching requirement?

18 If yes, what is the source of state funds being used to match grant funds.
19 Is there a maintenance of effort (MOE) requirement?
20 If yes, what is the MOE?

27 If yes, give the number by type for each year: *Permanent*

match requirement?

21 Is an additional General Fund appropriation required to meet the state

DHHS only, choose division from drop down list.......

Notification of Grant Application/Award, FY 2025-26

Office of State Budget and Management 984-236-0600.

Instructions at https://www.osbm.nc.gov/budget/common-agency-requests/agency-reporting-grant-applicationsawards

Please indicate if Notification is for a GRANT APPLICATION or GRANT AWARD

r GRANT AWARD	☐ Application	☑ Grant Award	
Department of Environment	tal Quality		
Waste Management			
Leslie C Aycock			
919-707-8274			
leslie.aycock@deq.r	nc.gov		
US EPA			
66.801			
Hazardous Waste Managen	nent State Program Support Amer	ican Relief Act of 2025	
10/01/25			
New			
14300			
102206			
No			
No			
NI.			
No			
Yes			
local govt AND private non-	profit AND other state agency		
No			
Yes			
	For 2025-2		
	Complete <u>either</u> Authori	zed or Proposed	

	For 2025-26 Complete <u>either</u> Authorized or Proposed				
SFY 2024-25	SFY 2025-26	SFY 2025-26	SFY 2026-27	SFY 2027-28	SFY 2028-29
Actual	Authorized	Proposed	Proposed	Proposed	Proposed
	4.500				
	\$61,006,486.00				
	\$61,006,486.00				

20 Divines of ment or amountment	This action approves an award in the amount of \$61,006,486 to the North Carolina Department of Environmental Quality (NCDEQ) to support funding under the 202
30 Purpose of grant or amendment	
	American Relief Act for hazardous waste financial assistance grants program and other solid waste management activities for necessary expenses related to the
	consequences of Hurricanes Helene. The purpose is to assist NCDEQ (and impacted counties) to address the consequences of Hurricane Helene, as it relates to
	hazardous and solid waste management. This award will help accomplish that purpose, as called for in the 2025 American Relief Act.
	The activities to be performed include recycling infrastructure and equipment; waste pesticide collection; debris removal; conduct infrastructure and disaster
	management workshops; and attendance hazardous training. Additionally, purchase sampling supplies needed for testing of hazardous waste; purchase equipment
	needed for solid waste and debris management; community outreach events; phase I & II assessments; community feasibility studies, and develop lessons learned
	report. Deliverables include: Workshops conducted, subawards funded, tonnages collected (pesticides, debris, etc.), equipment and supplies purchased, trainings
	attended, number of hazards complaints received/resolved, phase I & II assessments conducted, and more. Some outcomes: contamination (debris, yard waste,
	pesticides, propane tanks, etc.) removed from the environment to ensure clean water, land and air for every American; enhanced communication and cooperation
	with State and local partners for emergency response; Improved disaster preparation efficiency for DWM and coordination with local governments, other state
	agencies, and federal partners.
31 Comments	Lastly, the reuse of properties (to contribute economically) that were abandoned or stifled as a result of the natural disaster and protection of future occupants of the sites from environmental contaminants that may be present. The beneficiaries include residents of North Carolina. Separate subawards (almost \$50M total) to: 1) Local governments to clear Hurricane Helene solid and/or hazardous waste debris (includes collection, storage, reduction & disposal) 2) Community groups/NGOs to clear debris (similar to above) 3) Local gov'ts to replace equipment and/or recycling-related infrastructure that was damaged or impacted by Hurricane Helene. 4) NC Dept of Agriculture to collect/dispose of waste pesticides 9/30/2030. 4.5 FTE for 5 years. Positio type is still unknown. 102206-1607613-Multipe NCFS Program Codes - 16GW000202
	16GW000202

Return completed form as email attachment and indicate in message that proper agency sign-offs have been obtained. Contact your OSBM budget analyst if you have questions.



27 If yes, give the number by type for each year: *Permanent*

28 Amount of grants funds applied for in each year

29 Amount of grants funds awarded in each year

Notification of Grant Application/Award, FY 2025-26

Office of State Budget and Management 984-236-0600.

Instructions at https://www.osbm.nc.gov/budget/common-agency-requests/agency-reporting-grant-applicationsawards

\$14,250,000.00

\$14,250,000.00

Please indicate if Notification is for a GRANT APPLICATION

Please indicate if Notification is for a GRANT APPLICATION	Or GRANT AWARD	☐ Application	☑ Grant Award	l		
1 Department	Department of Environment	al Quality				
2 Division (except in DHHS)	Waste Management	•				
DHHS only, choose division from drop down list	-					
3 Contact person (name)	Leslie C Aycock					
4 Phone number	919-707-8274					
5 E-mail	leslie.aycock@deq.n	IC.GOV				
6 Funding Entity (grantor)	US EPA					
7 CFDA number	66.805					
8 Grant title	LUST Provision of the ARA, 2	2025				
9 Grant application deadline (MM/DD/YY)						
10 Start date of grant (MM/DD/YY)	04/01/25					
11 End date of grant (MM/DD/YY)						
12 Application type	New					
13 Is this grant already in agency's base budget?						
14 Budget Code the grant will be expended in (XXXXX)	14300	14300				
15 Budget Fund (XXXXXXX or NA)	102187					
16 Is there a state matching requirement?	Yes					
17 If yes, what is the matching requirement?	10% match using Receipted f	funds				
18 If yes, what is the source of state funds being used	Special or Trust Fund					
to match grant funds	opedial of Trast Falla					
19 Is there a maintenance of effort (MOE) requirement?	No					
20 If yes, what is the MOE?						
20 , , , , , , , , , , , , , , , , , , ,						
21 Is an additional General Fund appropriation required to meet the state	No					
match requirement?						
22 Will any of these funds be passed through to local govern-	No					
ments or non-state entities?						
23 If yes, identify affected entities by type						
24 Will additional state funds be required to continue the program if grant expires or is reduced?	No					
25 If yes, is this a requirement of the grant?						
26 Are new FTEs funded through the grant?	No					
		For 20				
		Complete <u>either</u> Aut	horized or Proposed			
	SFY 2024-25	SFY 2025-26	SFY 2025-26	SFY 2026-27	SFY 2027-28	SFY 2028
	Actual	Authorized	Proposed	Proposed	Proposed	Propose

30 Purpose of grant or amendment	This action approves an award in the amount of \$14,250,000 to the North Carolina Department of Environmental Quality's (NCDEQ) Leaking Underground Storage
	Tank (LUST) Program. Specifically, this agreement provides funding for its LUST corrective action program, which includes assessment, remediation, and enforcement
	related activities. The main objectives of the LUST corrective program are to investigate suspected petroleum releases and to perform corrective action on these
	releases. Sites affected by Hurricane Helene will be assessed and based upon their condition NCDEQ will cleanup the Underground Storage Tank (UST) releases and/or
	provide oversight of corrective action, site-specific corrective action, and enforcement.
	Major activities include investigating suspected petroleum releases, overseeing and enforcing corrective action by owners or operators, and performing direct
	corrective action activities when those owners or operators are unknown, unwilling, or unable to perform those activities themselves. Activities/outputs performed
	include but are not limited to assessing sites for hurricane damage, implementing corrective actions to determine source and extent of contamination at UST sites. The
	anticipated deliverable is the state cleanup data that is entered into the LUST4 system and semiannual narratives. Expected outcomes/results include but are not
	limited to controlling the risks to human health and the environment at contaminated sites by mitigating the impacts of accidental or intentional releases, and by
	cleaning up, stabilizing or other action, and restoring contaminated sites to appropriate levels to make land ready for reuse. The primary beneficiary is the state
	corrective action program. No subawards are included in this assistance agreement.
31 Comments	Grant Expires 3/31/2030 102187-160HH25-
	0000000 - 16GW000304
Return completed form as email attachment and indicate in message that	t proper agency sign-offs have been obtained. Contact your OSBM budget analyst if you have questions.