



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

December 28, 2022

**MEMORANDUM**

TO: Joint Legislative Commission on Governmental Operations

FROM: Kristin Walker *Kristin Walker*  
State Budget Director

SUBJECT: Deviation Request from Department of Public Safety, ABC Commission Online permitting

Pursuant to G.S. 143C-6-4 (b1) Prior consultation with Governmental Operations is required when the over expenditure would cause a department's total requirements for a fund to exceed the department's certified budget for a fiscal year for that fund by more than three percent (3%) prior to authorizing the over expenditures.

The NC Department of Public Safety, Alcoholic Beverage Control (ABC) Commission, is requesting to budget over realized receipts in the amount of \$1,500,000. The Commission is in the beginning contract stage with SAS to write a web-based program for online permitting. \$1,500,000 is needed immediately for the first phase of that project to begin.

Please see the attached Deviation Exception Request Form.

If you have questions or concerns, please contact Budget Analyst Marsha Overby, at [Marsha.Overby@osbm.nc.gov](mailto:Marsha.Overby@osbm.nc.gov)

**REQUEST TO DEVIATE UNDER G.S. 143C-6-4:**

*(b1) Prior consultation with Governmental Operations is required when the overexpenditure would cause a department's total requirements for a fund to exceed the department's certified budget for a fiscal year for that fund by more than three percent (3%) prior to authorizing the overexpenditures.*

**DEPARTMENT:** Public Safety  
**FISCAL YEAR:** 2022-2023  
**Date:** 12/6/2022  
**Budget Revision #:** \_\_\_\_\_

Internal Service Budget Code	Certified Requirements	3% Deviation Threshold	Amount of the Overexpenditure Request	Amount the Request Exceeds the Deviation Threshold
54551	\$ 20,536,600	\$ 616,098	\$ 1,500,000	\$ 883,902
	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
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	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
<b>Fund Type Total</b>	<b>\$ 20,536,600</b>	<b>\$ 616,098</b>	<b>\$ 1,500,000</b>	<b>\$ 883,902</b>

**JUSTIFICATION FOR REQUEST:**

The ABC Commission is requesting funding from our Fund Balance in the amount of \$1,500,000. The ABC Commission is in the beginning contract stage with SAS for writing a Web base programs for online permitting. \$1,500,000 is needed immediately for the first phase of that project to begin.

G.S.143C-6-4.(b1) requires reporting an overexpenditure that would cause a department's total requirements for a Fund to exceed the department's certified budget by 3% for a fiscal year.

ACCOUNT	DESCRIPTION	BUDGET	CURRENT	QUARTERLY	TO DATE	BALANCE	ENCUMBRANCES	UNENCUMBERED	RATE
** AUTHORIZED ** A C T U A L *****									
EXPENDITURES-BUDGET AND ACTUAL									
532199	MISC CONTRACTUAL SERVICE	10,504,336.00	1,421,750.00	4,335,750.00	16,535,856.37	6,031,520.37-	1,888,850.00	7,920,370.37-	1.75
532390	REPAIRS-OTHER	.00	292.30	2,900.09	93,802.06	93,802.06-	12,880.00	106,682.06-	***
532490	MAINT AGREEMENT-OTHER	15,000.00	.00	.00	17,465.50	2,465.50-	.00	2,465.50-	1.16
532811	TELEPHONE SERVICE	.00	81.49-	912.22	4,532.97-	4,532.97-	.00	4,532.97	***
532819	TELEPHONE WIRING SVC CHR	.00	.00	.00	28,076.85	28,076.85-	.00	28,076.85-	***
532822	MANAGED LAN SVC CHARGE	.00	.00	1,406.60	1,406.60	1,406.60-	.00	1,406.60-	***
532825	MANAGED WAN SVCS	.00	.00	1,458.71	1,458.71	1,458.71-	.00	1,458.71-	***
532XXX	PURCHASED SERVICES	10,519,336.00	1,421,960.81	4,342,427.62	16,673,533.12	6,154,197.12-	1,901,730.00	8,055,927.12-	1.77
534420	OTH STR-DESIGN CONTRACTS	.00	.00	.00	6,000.00	6,000.00-	.00	6,000.00-	***
534431	OTH STR-GENERAL CONTRACT	.00	.00	.00	279,575.19	279,575.19-	.00	279,575.19-	***
534432	OTH STR-ELECT CONTRACTS	.00	.00	.00	109,444.99	109,444.99-	.00	109,444.99-	***
534443	OTH STR-PAVING CONTRACT	.00	265,453.70	265,453.70	265,453.70	265,453.70-	.00	265,453.70-	***
534539	OTHER EQUIPMENT	.00	.00	.00	.00	.00	11,404.91	11,404.91-	***
534XXX	PROPERTY, PLANT & EQUIP	.00	265,453.70	265,453.70	660,473.88	660,473.88-	11,404.91	671,878.79-	***
EXPENDITURES									
		10,519,336.00	1,687,414.51	4,607,881.32	17,334,007.00	6,814,671.00-	1,913,134.91	8,727,805.91-	1.83
REVENUES-ESTIMATED AND ACTUAL									
435500036	ABC BAILMENT	10,468,130.00	2,090,519.13	5,991,543.09	18,841,096.37	8,372,966.37-	.00		1.80
435500037	ABC BAILMENT-MILITARY	51,206.00	3,269.75	27,225.00	77,464.75	26,258.75-	.00		1.51
REVENUES									
		10,519,336.00	2,093,788.88	6,018,768.09	18,918,561.12	8,399,225.12-	.00		1.80
INCREASE/(DECREASE)									
IN FUND BALANCE		.00	406,374.37	1,410,886.77	1,584,554.12	1,584,554.12-	.00		***