



# BTC Reports

Appendix 1 • June, 2011

FY11-13 FINAL BUDGET CUTS - SELECTED DETAIL			BIENNIUM
Education	FY11-12	FY12-13	TOTAL
<b>Public Schools</b>			
LEA adjustment (unspecified cut)	\$ 124,217,542	\$ 198,293,574	\$ 322,511,116
Eliminate Dropout Prevention Grants	\$ 13,290,683	\$ 13,290,683	\$ 26,581,366
More at Four recurring \$16 million cut and elimination of lottery funds	\$ 32,000,000	\$ 32,000,000	\$ 64,000,000
Cut noninstructional support personnel allotment by 15%	\$ 59,497,471	\$ 60,054,792	\$ 119,552,263
Cut funding for textbooks (\$13 million R remainder NR)	\$ 92,621,968	\$ 92,000,000	\$ 184,621,968
Cut funding for instructional supplies by 46% ( \$3.5 million R, remainder NR)	\$ 41,970,358	\$ 41,867,147	\$ 83,837,505
Cut central office administration allotment by 16%	\$ 17,211,294	\$ 17,254,494	\$ 34,465,788
Cut funding for school building administration (multiple budget lines)	\$ 29,893,080	\$ 30,103,290	\$ 59,996,370
Cut instructional support allotment by 5%	\$ 22,934,278	\$ 23,149,479	\$ 46,083,757
Cut transportation allotment for bus drivers and bus maintenance by 2.5%	\$ 10,340,115	\$ 10,442,266	\$ 20,782,381
Reduces funding for school bus replacement by 35% starting in FY12-13 (NR)	\$ -	\$ 56,851,619	\$ 56,851,619
Eliminate funds for mentoring of new teachers	\$ 9,214,190	\$ 9,214,190	\$ 18,428,380
Eliminate funding for school staff development	\$ 12,565,063	\$ 12,626,995	\$ 25,192,058
Eliminate funds for Teacher Academy (prof. development services for teachers)	\$ 4,762,874	\$ 4,762,874	\$ 9,525,748
Cut residential schools for the deaf and blind by 5%; eliminate superintendent; and require closure of one of the three schools	\$ 1,691,445	\$ 7,191,445	\$ 8,882,890
All other Public Education changes (net)	\$ (13,158,467)	\$ (135,558,897)	\$ (148,717,364)
<b>Subtotal, Public Education</b>	<b>\$ 459,051,894</b>	<b>\$ 473,543,951</b>	<b>\$ 932,595,845</b>
<b>Community Colleges</b>			
Increase tuition by \$10 per credit hour in FY11-12 and \$2.50 add'l in FY12-13	\$ 47,664,650	\$ 60,393,549	\$ 108,058,199
Management flexibility reduction	\$ 50,777,984	\$ 58,544,165	\$ 109,322,149
Cut Minority Male Mentoring Program by 10%	\$ 90,000	\$ 90,000	\$ 180,000
Reduce funding for Adult Basic Skills	\$ 10,000,000	\$ 10,000,000	\$ 20,000,000
Shift GED program to receipt support	\$ 208,533	\$ 208,533	\$ 417,066
Changes to funding formula	\$ 22,670,636	\$ 22,670,636	\$ 45,341,272
All other Community Colleges changes (net)	\$ (13,936,589)	\$ (34,431,669)	\$ (48,368,258)
<b>Subtotal, Community Colleges</b>	<b>\$ 117,475,214</b>	<b>\$ 117,475,214</b>	<b>\$ 234,950,428</b>

## FY11-13 FINAL BUDGET CUTS - SELECTED DETAIL

## BIENNIUM

### UNC System

UNC management flexibility reduction	\$ 413,987,494	\$ 423,172,261	\$ 837,159,755
Cuts UNC Hospitals subsidy for the biennium	\$ 26,011,882	\$ 26,011,882	\$ 52,023,764
Creates need-based scholarship fund for private college students	\$ -	\$ (81,851,588)	\$ (81,851,588)
All other UNC System changes (net)	\$ (92,882,044)	\$ (32,274,867)	\$ (125,156,911)
<b>Subtotal, UNC System</b>	<b>\$ 347,117,332</b>	<b>\$ 335,057,688</b>	<b>\$ 682,175,020</b>

### Total Education Cuts

\$ 923,644,440	\$ 926,076,853	\$ 1,849,721,293
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### Health & Human Services

#### Division of Child Development

Cut Smart Start funding by 20% annually	\$ 37,600,000	\$ 37,600,000	\$ 75,200,000
Cut child care subsidy funds for postsecondary education	\$ 7,052,797	\$ 7,052,797	\$ 14,105,594
Discontinue transportation service funds via child care subsidy	\$ 1,001,718	\$ 1,001,718	\$ 2,003,436
Move More at Four to Div. of Child Development (transfer, not new spending)	\$ (65,011,651)	\$ (65,011,651)	\$ (130,023,302)
All other Child Development changes (net)	\$ 15,013,803	\$ 15,013,803	\$ 30,027,606
<b>Subtotal, Child Development</b>	<b>\$ (4,343,333)</b>	<b>\$ (4,343,333)</b>	<b>\$ (8,686,666)</b>

#### Mental Health / Development Disabilities / Substance Abuse Services

Cut Community Services funding (NR only - not fund swap)	\$ 20,000,000	\$ -	\$ 20,000,000
Cuts community service funds by 2%	\$ 7,180,807	\$ 7,180,807	\$ 14,361,614
Cuts administrative budget for LMEs by 5% + transition to 1915bc waiver	\$ 7,234,005	\$ 7,234,005	\$ 14,468,010
Eliminate 7 vacant advocacy positions (11% reduction in advocacy positions)	\$ 158,045	\$ 158,045	\$ 316,090
All other MH/DD/SAS changes (net)	\$ 23,390,023	\$ (1,609,977)	\$ 21,780,046
<b>Subtotal, MH/DD/SAS</b>	<b>\$ 57,962,880</b>	<b>\$ 12,962,880</b>	<b>\$ 70,925,760</b>

#### Division of Central Management & Support

Reduce funding available for grants to community health centers	\$ 1,452,527	\$ 1,452,527	\$ 2,905,054
Reduce grants-in-aid and contract funding for nonprofits (6.6% of state funding)	\$ 5,000,000	\$ 5,000,000	\$ 10,000,000
Cut State funding for Migrant Purchase of Medical Care Program	\$ 736,145	\$ 736,145	\$ 1,472,290
Eliminate up to 1,600 vacant positions and reduct budgets throughout DHHS	\$ 6,500,000	\$ 6,500,000	\$ 13,000,000
All other Central Management & Support changes (net)	\$ 6,363,286	\$ 11,962,676	\$ 18,325,962

<b>FY11-13 FINAL BUDGET CUTS - SELECTED DETAIL</b>				<b>BIENNIUM</b>		
<b>Subtotal, Central Management &amp; Support</b>	\$	<b>20,051,958</b>	\$	<b>25,651,348</b>	\$	<b>45,703,306</b>
<b>Division of Public Health</b>						
Cut 4 positions in the Office of Minority Health	\$	302,262	\$	302,262	\$	604,524
Health & Wellness Trust Fund balance to DHHS	\$	(32,904,411)	\$	-	\$	(32,904,411)
All other Public Health changes (net)	\$	61,114,805	\$	4,089,493	\$	65,204,298
<b>Subtotal, Public Health</b>	\$	<b>28,512,656</b>	\$	<b>4,391,755</b>	\$	<b>32,904,411</b>
<b>Division of Medical Assistance</b>						
Assume high savings from CCNC; rates and services to be cut if not met	\$	90,000,000	\$	90,000,000	\$	180,000,000
Cut provider reimbursement rates by 2%, with several exceptions (Section 10.46)	\$	46,420,718	\$	46,458,260	\$	92,878,978
Eliminate inflationary adjustment	\$	62,853,775	\$	130,874,505	\$	193,728,280
Modify or discontinue optional Medicaid services	\$	16,732,335	\$	22,295,678	\$	39,028,013
All other Medical Assistance changes (net)	\$	140,144,526	\$	117,634,793	\$	257,779,319
<b>Subtotal, Medical Assistance</b>	\$	<b>356,151,354</b>	\$	<b>407,263,236</b>	\$	<b>763,414,590</b>
<b>Division of Social Services</b>						
Continue elimination of support for county DSSs	\$	5,473,985	\$	5,473,985	\$	10,947,970
All other Social Services changes (net)	\$	10,588,010	\$	10,588,010	\$	21,176,020
<b>Subtotal, Social Services</b>	\$	<b>16,061,995</b>	\$	<b>16,061,995</b>	\$	<b>32,123,990</b>
<b>Division of Vocational Rehabilitation</b>	\$	<b>4,126,450</b>	\$	<b>4,126,450</b>	\$	<b>8,252,900</b>
<b>Division of Health Service Regulation</b>	\$	<b>1,792,559</b>	\$	<b>1,792,559</b>	\$	<b>3,585,118</b>
<b>Division of Services for the Blind and Deaf / Hard of Hearing</b>	\$	<b>-</b>	\$	<b>-</b>	\$	<b>-</b>
<b>Total Health &amp; Human Services Cuts</b>	\$	<b>480,316,519</b>	\$	<b>467,906,890</b>	\$	<b>948,223,409</b>
<b>Justice &amp; Public Safety</b>						
<b>Office of Indigent Defense</b>						
Reduce private assigned counsel funds (R and NR)	\$	10,555,089	\$	7,897,882	\$	18,452,971
Eliminate Sentencing Services	\$	2,123,631	\$	2,123,631	\$	4,247,262
All other Indigent Defense changes (net)	\$	-	\$	-	\$	-
<b>Subtotal, Indigent Defense</b>	\$	<b>12,678,720</b>	\$	<b>10,021,513</b>	\$	<b>22,700,233</b>

## FY11-13 FINAL BUDGET CUTS - SELECTED DETAIL

## BIENNIUM

### Department of Corrections

Eliminate Women at Risk substance abuse treatment program	\$ 249,375	\$ 249,375	\$ 498,750
Eliminate Summit House residential facility for female prisoners and their children	\$ 1,052,756	\$ 1,052,756	\$ 2,105,512
Eliminate Harriet's House residential facility for female prisoner re-entry	\$ 195,937	\$ 195,937	\$ 391,874
"Broaden access to community treatment" - up to \$1.7 million could be contracted	\$ (4,138,260)	\$ (4,138,260)	\$ (8,276,520)
Eliminate 107 administrative positions throughout the Department	\$ 5,285,912	\$ 5,285,912	\$ 10,571,824
Eliminate 16 positions as part of departmental consolidation changes	\$ 880,544	\$ 880,544	\$ 1,761,088
Eliminate Community Work Crews	\$ 1,602,094	\$ 1,602,094	\$ 3,204,188
Cut 25 prison chaplain positions	\$ 1,386,653	\$ 1,386,653	\$ 2,773,306
Cut 4 victim service positions in Community Corrections regional offices	\$ 201,873	\$ 201,873	\$ 403,746
All other Corrections changes (net)	\$ 77,111,538	\$ 63,739,655	\$ 153,881,215
<b>Subtotal, Corrections</b>	<b>\$ 83,828,422</b>	<b>\$ 70,456,539</b>	<b>\$ 154,284,961</b>

### Department of Juvenile Justice & Delinquency Prevention

Eliminate 20 administrative positions	\$ 1,281,235	\$ 1,281,235	\$ 2,562,470
Eliminate 11 positions as part of departmental consolidation changes	\$ 591,228	\$ 1,182,455	\$ 1,773,683
Eliminate 5 staff development positions	\$ 300,338	\$ 300,338	\$ 600,676
Reduce staff and services at various detention centers	\$ 1,143,137	\$ 1,143,137	\$ 2,286,274
Eliminate funding and positions at Swannanoa YDC	\$ 5,000,703	\$ 5,000,703	\$ 10,001,406
Eliminate funding and positions at Samarkand YDC	\$ 3,164,764	\$ 3,164,764	\$ 6,329,528
All other DJJDP changes (net)	\$ 12,536,731	\$ 16,989,858	\$ 29,526,589
<b>Subtotal, DJJDP</b>	<b>\$ 15,701,495</b>	<b>\$ 20,154,622</b>	<b>\$ 35,856,117</b>

### Judicial (NC Court System)

Eliminate Dispute Resolution program	\$ 1,139,513	\$ 1,139,513	\$ 2,279,026
Eliminate Drug Treatment Court	\$ 2,043,523	\$ 2,043,523	\$ 4,087,046
Place Family Court program on Continuation Review (1-year)	\$ -	\$ 2,865,693	\$ 2,865,693
Reduce Access to Civil Justice pass-through funding	\$ 112,500	\$ 112,500	\$ 225,000
All other Judicial changes (net)	\$ 38,157,027	\$ 41,935,968	\$ 80,092,995
<b>Subtotal, Judicial</b>	<b>\$ 38,269,527</b>	<b>\$ 42,048,468</b>	<b>\$ 80,317,995</b>

### Department of Justice (Attorney General)

FY11-13 FINAL BUDGET CUTS - SELECTED DETAIL			BIENNIUM	
Eliminate pass-through appropriation for NC Legal Assistance Foundation	\$ 356,250	\$ 356,250	\$ 712,500	
All other Justice changes (net)	\$ 8,610,681	\$ 8,450,556	\$ 17,061,237	
<b>Subtotal, Justice</b>	<b>\$ 8,966,931</b>	<b>\$ 8,806,806</b>	<b>\$ 17,773,737</b>	
<b>Department of Crime Control and Public Safety</b>				
Transfer Highway Patrol and funds from Highway Fund	\$ (196,849,542)	\$ (188,209,049)	\$ (385,058,591)	
Reorganize State Capitol police, eliminating 40 positions	\$ 2,267,303	\$ 2,267,303		
All other Crime Control and Public Safety changes (net)	\$ 3,498,871	\$ 4,952,655	\$ 12,986,132	
<b>Subtotal, Crime Control and Public Safety</b>	<b>\$ (191,083,368)</b>	<b>\$ (180,989,091)</b>	<b>\$ (372,072,459)</b>	
<b>Total Justice &amp; Public Safety Cuts</b>				
	<b>\$ 159,445,095</b>	<b>\$ 46,936,671</b>	<b>\$ 90,094,401</b>	
<b>Natural &amp; Economic Resources</b>				
<b>Department of Agriculture &amp; Consumer Services</b>				
	<b>\$ (3,706,850)</b>	<b>\$ (444,620)</b>	<b>\$ (4,151,470)</b>	
<b>Department of Labor</b>				
	<b>\$ 1,005,792</b>	<b>\$ 1,005,792</b>	<b>\$ 2,011,584</b>	
<b>Department of Commerce</b>				
	<b>\$ (11,944,959)</b>	<b>\$ 5,656,918</b>	<b>\$ (6,288,041)</b>	
<b>Department of Commerce - State Aid</b>				
Cut appropriation for Community Dev. Initiative by 20%, then 15%	\$ 936,548	\$ 702,411	\$ 1,638,959	
Eliminate funding for e-NC Authority	\$ 442,035	\$ 442,035	\$ 884,070	
Cut appropriation for Institute of Minority Econ. Development by 15%	\$ 377,612	\$ 377,612	\$ 755,224	
Cut appropriation for Minority Support Center by 20%, then 15%	\$ 625,746	\$ 469,309	\$ 1,095,055	
All other Commerce - State Aid changes (net)	\$ (4,063,677)	\$ (974,062)	\$ (5,037,739)	
<b>Subtotal, Commerce - State Aid</b>	<b>\$ (1,681,736)</b>	<b>\$ 1,017,305</b>	<b>\$ (664,431)</b>	
<b>Department of Environment &amp; Natural Resources</b>				
Raises admission fees for all three state aquariums	\$ 2,000,000	\$ 2,250,000	\$ 4,250,000	
Outsource at least 3 gift shops operated by the North Carolina Zoo (7 jobs)	\$ 603,198	\$ 603,198	\$ 1,206,396	
Eliminate funding for the Prive Well Program (4 jobs)	\$ 278,129	\$ 348,372	\$ 626,501	
Eliminate funding for the Vector Control Program (mosquito control) (4.5 jobs)	\$ 391,311	\$ 391,311	\$ 782,622	
Eliminate funding for Wastewater Discharge Program (2 jobs)	\$ 160,594	\$ 160,594	\$ 321,188	
Eliminate funding for Tick Control Program (1 job)	\$ 139,499	\$ 139,499	\$ 278,998	

FY11-13 FINAL BUDGET CUTS - SELECTED DETAIL			BIENNIUM	
Eliminate Asheville Regional Office of DENR (6 jobs)	\$ 479,674	\$ 479,674	\$ 959,348	
Cut 3 jobs from each of DENR's 7 regional offices (21 jobs)	\$ 1,238,874	\$ 1,238,874	\$ 2,477,748	
Place all DENR regional offices on Justification Review	\$ -	\$ 12,624,378	\$ 12,624,378	
All other Environment & Natural Resources changes (net)	\$ 17,896,235	\$ 22,588,396	\$ 40,484,631	
<b>Subtotal, Environment &amp; Natural Resources</b>	<b>\$ 23,187,514</b>	<b>\$ 40,824,296</b>	<b>\$ 64,011,810</b>	
<b>Clean Water Management Trust Fund</b>	<b>\$ 88,750,000</b>	<b>\$ 88,750,000</b>	<b>\$ 177,500,000</b>	
<b>NC Biotechnology Center</b>	<b>\$ 1,950,190</b>	<b>\$ 1,950,190</b>	<b>\$ 3,900,380</b>	
<b>Rural Economic Development Center</b>	<b>\$ (2,735,915)</b>	<b>\$ (2,735,915)</b>	<b>\$ (5,471,830)</b>	
<b>Wildlife Resources Commission</b>	<b>\$ 18,000,000</b>	<b>\$ 17,221,179</b>	<b>\$ 35,221,179</b>	
<b>Total Natural &amp; Economic Resources Cuts</b>	<b>\$ 76,824,036</b>	<b>\$ 118,802,787</b>	<b>\$ 195,626,823</b>	
<b>General Government</b>				
Administration (95 jobs)	\$ 6,092,696	\$ 88,566	\$ 6,181,262	
Auditor (13 jobs)	\$ 1,206,082	\$ 2,387,621	\$ 3,593,703	
Cultural Resources (94 jobs)	\$ 9,139,776	\$ 10,967,632	\$ 20,107,408	
General Assembly (9 jobs)	\$ 1,333,552	\$ 4,488,839	\$ 5,822,391	
Governor (18 jobs)	\$ 1,448,321	\$ 1,448,321	\$ 2,896,642	
Housing Finance Agency	\$ 4,204,945	\$ 4,204,945	\$ 8,409,890	
Insurance (3 jobs)	\$ (2,935,165)	\$ (2,935,165)	\$ (5,870,330)	
Insurance - Worker's Compensation Fund	\$ 2,206,000	\$ 1,876,346	\$ 4,082,346	
Lieutenant Governor (1 job)	\$ 259,544	\$ 259,544	\$ 519,088	
Office of Administrative Hearings	\$ (655,049)	\$ (655,049)	\$ (1,310,098)	
Revenue (106 jobs)	\$ 10,170,861	\$ 10,170,861	\$ 20,341,722	

<b>FY11-13 FINAL BUDGET CUTS - SELECTED DETAIL</b>				<b>BIENNIUM</b>		
Secretary of State (4 jobs)	\$	422,409	\$	422,409	\$	844,818
State Board of Elections (14 jobs)	\$	1,002,408	\$	1,002,408	\$	2,004,816
State Budget & Management (OSBM) (6 jobs)	\$	1,115,133	\$	1,115,133	\$	2,230,266
OSBM - Special Appropriations (13 jobs)	\$	3,993,699	\$	5,493,699	\$	9,487,398
State Controller (19 jobs)	\$	4,148,120	\$	4,148,120	\$	8,296,240
Treasurer - Operations (36 jobs)	\$	3,881,172	\$	3,916,453	\$	7,797,625
Treasurer - Fire/Rescue Retirement	\$	-	\$	-	\$	-
<b>Total General Government Cuts*</b>	\$	<b>47,636,250</b>	\$	<b>53,764,174</b>	\$	<b>101,400,424</b>

\* Cultural Resources - Roanoke Island Commission not shown but included in total

Prepared by N.C. Budget & Tax Center

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