



NORTH CAROLINA COMMUNITY COLLEGE SYSTEM

Peter Hans, President

20 August 2019

IMPORTANT INFORMATION

MEMORANDUM

TO: Members of the State Board of Community Colleges
Community College Presidents
Boards of Trustees Chairs
Community College Chief Academic Officers, Chief Admissions Officers, Basic Skills Directors, Business Officers, Continuing Education Officers, Customized Training Directors, Distance Learning, Chief Financial Officers, Financial Aid Officers, Planners, Public Information Officers, Registrars, Student Development Administrators, & Other Interested Parties

FROM: Jonathan R. Harris, *NCCCS General Counsel*

RE: Amendment of 1H SBCCC 200.1 – Allocation of Funds

On 16 August 2019, the State Board of Community Colleges voted to amend **1H SBCCC 200.1 – Allocation of Funds**. The amendment delegates authority to the System President to approve certain budget allocations to colleges.

The rule will be effective 1 September 2019. The new rule will be published on the NC Community College System's website, www.nccommunitycolleges.edu, under "State Board Code." For your convenience, a copy of the rule is attached to this memorandum.

**CC19-042
E-mail Copy**

Attachment

1 The System Office shall provide at least biannually a report to the State Board listing
2 any allocations approved by the President pursuant to this delegated authority.

3 (c) At the time of allocation, the System Office shall notify colleges of the allocation period,
4 which is the time period during which the college is authorized to expend the allocation.

5 The System Office shall extend the allocation period if additional time is needed for the
6 college to complete the objectives for which the funds were allocated, funds remain
7 available, and the extension of the allocation period is in the best interest of the NC
8 Community College System as determined by the System President.

9 (d) The System Office may reduce a college's allocation under the following
10 circumstances:

11 (1) At the System Office's request, a college voluntarily forgoes an amount of its
12 approved allocation because it is not able to fully expend the funds and other
13 colleges have a need for those funds; or

14 (2) A college fails to meet pre-determined programmatic or expenditure benchmarks
15 that were communicated to the college when the State Board initially allocated
16 funds and other colleges have a need for those funds; or

17 (3) Revenue collections are not meeting budget projections and there is a projected
18 cash shortfall of greater magnitude than one that can be covered through projected
19 unexpended allocations.

20 (e) If a college's allocation is reduced as provided in subsection (d), the System Office
21 shall reallocate those funds to other colleges that demonstrate need and an ability to
22 utilize the funds if there is no projected cash shortfall.

23

24 *History Note: Authority G.S. 115D-5;*

25 *Eff. [November 1, 2015](#).*

26 *Amended Eff. [September 1, 2019](#).*