



STATE BOARD OF COMMUNITY COLLEGES Public Comments

Proposed Amendment 1H SBCCC 200.1 – “Allocation of Funds” Comment Period Ending 20 June 2019

	Respondent	Rule, Page and Line #	Public Comment	System Office Response
1.	State Board Member Ann Whitford , as reported by Jennifer Haygood, Chief of Staff, NC Community College System Office	1H SBCCC 200.1 Page 2 Lines 1-2	I submit the following public comment for both 1H SBCCC 200.1 – Allocation of Funds and 1A SBCCC 200.6 - Delegation of Contractual Authority: “SBCC member, Ann Whitford, expressed interest in adding language codifying a periodic report to the SBCC on any actions executed under this delegated authority.	The System Office recommends adding the following to the rule: <u>“The System Office shall provide at least biannually a report to the State Board listing any allocations approved by the President pursuant to this delegated authority.”</u>



1 **State Board of Community Colleges Code**

2 **TITLE 1. COMMUNITY COLLEGES**

3
4 **CHAPTER H. FISCAL MANAGEMENT**

5
6 **SUBCHAPTER 200. STATE FUNDS**

7
8 **1H SBCCC 200.1 Allocation of Funds**

9 (a) The State Board shall allocate State funds to colleges using one or more of the
10 following methods:

11 (1) Formula allocation: Allocations calculated using a formula of objective, verifiable
12 factors.

13 (2) Competitive allocation: Allocations determined through a competitive process
14 through which colleges apply for funds and the colleges' requests are evaluated
15 and ranked based on identified criteria.

16 (3) Direct allocation: Funds allocated directly to a specific college when one of the
17 following conditions apply:

18 (A) The General Assembly directs that funds shall be allocated to a specific
19 college;

20 (B) The terms of a grant award require that grant funds be allocated to a specific
21 college; or

22 (C) A college has programmatic ability unique among colleges and the desire to
23 fulfill the objectives for which the funds allocated.

24 (b) Notwithstanding subsection (a) of this rule, the State Board delegates to the President
25 of the North Carolina Community College System the authority to approve allocations
26 made pursuant to:

27 (1) 1H SBCCC 200.1(a)(2) if the total amount of funds allocated under the competitive
28 process does not exceed \$250,000;

29 (2) 1H SBCCC 200.1(a)(3)(A) and (B); or

30 (3) 1H SBCCC 200.1(a)(3)(C) if the total amount of funds allocated to the college does
31 not exceed \$250,000.

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 ~~(b)~~(c) At the time of allocation, the System Office shall notify colleges of the allocation
4 period, which is the time period during which the college is authorized to expend the
5 allocation. The System Office shall extend the allocation period if additional time is
6 needed for the college to complete the objectives for which the funds were allocated,
7 funds remain available, and the extension of the allocation period is in the best interest of
8 the NC Community College System as determined by the System President.

9 ~~(e)~~(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 ~~(d)~~(e) If a college's allocation is reduced as provided in subsection (c), 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.

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

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

26 *Amended Eff. _____*

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