

**NORTH CAROLINA COMMUNITY COLLEGE SYSTEM
BUDGET TRACKING SHEET: FY 2017-18 and FY 2018-19**

Attachment FC 2

| 1 | Budget Priorities | | Governor | | Senate | | |
|----|---|------------------------------|------------------------------|--|------------------------------|------------------------------|------------------------------|
| | 2017-18 | 2018-19 | 2017-18 | 2018-19 | 2017-18 | 2018-19 | |
| 2 | 2017-18 Base Budget | 1,068,233,344 | 1,068,233,344 | 1,068,233,344 | 1,068,233,344 | 1,068,233,344 | 1,068,233,344 |
| 3 | Enrollment Adjustment | 8,396,208 R | 8,396,208 R | 8,396,208 R | 8,396,208 R | 4,922,445 R | 4,922,445 R |
| 4 | Correct 2016 Salary Loss Error/Salary Restoration | 10,000,000 R | 10,000,000 R | 10,000,000 R | 10,000,000 R | 10,000,000 R | 10,000,000 R |
| | | 10,000,000 NR | | | | | |
| 5 | Expansion | | | | | | |
| 6 | Short-Term Workforce Training Programs | 15,301,375 R | 15,301,375 R | 15,301,375 R | 15,301,375 R | - | - |
| 7 | Study Workforce Training Costs | 98,500 NR | Based on Study | 98,500 NR | - | 98,000 NR | - |
| 8 | Start-Up Fund High-Cost Workforce Programs | 3,000,000 R | 4,500,000 R | 3,000,000 R | 3,000,000 R | - | 3,000,000 R |
| 9 | Additional Career Coaches | 1,100,000 R | 1,840,000 R | 1,100,000 R | 1,840,000 R | 1,100,000 R | 1,800,000 R |
| 10 | Increase Student Completion | 22,634,940 R | 22,634,940 R | 7,500,000 R | 7,500,000 R | - | - |
| 11 | Reward Colleges for Outcomes | 3,000,000 R | 3,000,000 R | 3,000,000 R | 3,000,000 R | - | - |
| 12 | Stop-Loss Provision Colleges Significant Enrollment Declines | 5,160,677 R | 5,160,677 R | - | - | - | - |
| 13 | Enrollment Growth Reserve Colleges with Significant Increases | 5,000,000 R | 5,000,000 R | - | - | - | - |
| 16 | Apprenticeship NC | | | | | 850,315 R | 850,315 R |
| 17 | | | | | | 500,000 NR | - |
| 18 | NC Getting Ready for Opportunities and Work (NC Grow) | - | - | - | \$19.4M from Lottery R | | |
| 19 | Financial Assistance Students Seeking Industry Credentials | - | - | \$2.5M from Lottery R | \$5M from Lottery R | | |
| 20 | Expansion Subtotal | 55,295,492 5.2% | 57,436,992 5.4% | 29,999,875 2.8% | 30,641,375 2.9% | 2,548,315 0.2% | 5,650,315 0.5% |
| 21 | Reductions | | | | | | |
| 22 | Reductions to Spending Authority | | | | | | |
| 23 | Bionetwork Grants | | | | | (100,000) R | (100,000) R |
| 24 | Specialized Centers and Programs (Child Care -85K Minority Male Mentoring -75K) | | | | | (160,000) R | (160,000) R |
| 25 | Reductions Subtotal | - 0.0% | - 0.0% | - 0.0% | - 0.0% | (260,000) -0.02% | (260,000) -0.02% |
| 26 | Net Adjustments to 2016-17 Base Budget (without salary adj) | \$ 83,691,700 7.8% | \$ 75,833,200 7.1% | \$ 48,396,083 4.5% | \$ 49,037,583 4.6% | \$ 17,210,760 1.6% | \$ 20,312,760 1.9% |
| 27 | Recommended FY 2016-17 General Fund Approp. (without salary adj) | \$ 1,151,925,044 7.8% | \$ 1,144,066,544 7.1% | \$ 1,116,629,427 4.5% | \$ 1,117,270,927 4.6% | \$ 1,085,444,104 1.6% | \$ 1,088,546,104 1.9% |
| 28 | Salaries & Benefits | | | | | | |
| 29 | Faculty & Staff Salary Increases -State Aid | | | 22,994,204 R | 22,994,204 R | 17,892,614 R | 17,892,614 R |
| 30 | Faculty & Staff Salary Increases - State Aid - Bonus | | | 9,654,055 NR | - | | |
| | | | | Salary increases in the same amount as given to State Employees. | | | |
| 31 | System Office Salary Increases | | | 294,462 R | 294,462 R | 246,346 R | 246,346 R |
| 32 | System Office Salary Increases - Bonus | | | 89,080 NR | - | | |
| 33 | State Retirement Contributions - System Office | - | - | 13,337 R | 86,082 R | 45,921 R | 213,023 R |
| | | | | 80,020 NR | - | | |
| 34 | State Retirement Contributions - State Aid | - | - | 1,016,013 R | 6,557,902 R | 3,355,035 R | 15,563,633 R |
| | | | | 6,096,078 NR | - | | |
| 35 | State Health Plan - System Office | - | - | 64,048 R | 128,095 R | 35,438 R | 75,094 R |
| 36 | State Health Plan - State Aid | - | - | 6,056,752 R | 12,113,503 R | 3,742,641 R | 7,930,835 R |
| | Retirement Rate (TSERS) | | | 17.33% | 17.5% | 16.69% | 18% |
| | State Health Plan Rate | | | \$ 5,880 | \$ 6,100 | \$ 5,869 | \$ 6,104 |
| 37 | Adjustments - Recurring | \$ 73,593,200 6.9% | \$ 75,833,200 7.1% | \$ 78,736,399 7.4% | \$ 91,211,831 8.5% | \$ 41,930,755 3.9% | \$ 62,234,305 5.8% |
| 38 | Adjustments - Non-Recurring | \$ 10,098,500 0.9% | \$ - 0.0% | \$ 16,017,733 1.5% | \$ - 0.0% | \$ 598,000 0.1% | \$ - 0.0% |
| | Recommended FY 2017-18 General Fund Appropriation | \$ 1,151,925,044 | \$ 1,144,066,544 | \$ 1,162,987,476 | \$ 1,159,445,175 | \$ 1,110,762,099 | \$ 1,130,467,649 |

NORTH CAROLINA COMMUNITY COLLEGE SYSTEM
SUMMARY OF BUDGET PROPOSAL: FY 2017-18

| | | GOVERNOR | | | | | SENATE | | | | |
|----|------------------------------------|---------------------------|---------------------------|---------------------------|-----------------------------|----------------------------|---------------------------|---------------------------|-----------------------------|----------------------------|-------------|
| | FY 2016-17 Certified Budget | FY 2017-18 Base Budget | FY 2017-18 Adjustments | FY 2017-18 Recommended | % Change vs. 16-17 Cert. | % Change vs. 17-18 Base | FY 2017-18 Adjustments | FY 2017-18 Recommended | % Change vs. 16-17 Cert. | % Change vs. 17-18 Base | |
| 2 | NCCCS State Funding | | | | | | | | | | |
| 3 | Requirements* | 1,480,340,859 | 1,465,717,504 | 95,451,311 | 1,561,168,815 | 5.5% | 6.5% | 43,225,934 | 1,508,943,438 | 1.9% | 2.9% |
| 4 | Receipts | 414,445,339 | 397,484,160 | 697,179 | 398,181,339 | -3.9% | 0.2% | 697,179 | 398,181,339 | -3.9% | 0.2% |
| 5 | GF Appropriation | \$1,065,895,520 | \$1,068,233,344 | \$94,754,132 | \$1,162,987,476 | 9.1% | 8.9% | 42,528,755 | 1,110,762,099 | 4.2% | 4.0% |
| 6 | NCCCS State Funding per FTE | | | | | | | | | | |
| 7 | BFTE | 224,092 | 225,933 | - | 225,933 | | | - | 225,933 | | |
| 8 | Requirements* | \$6,605.95 | \$6,487.40 | \$422.48 | \$6,909.88 | 4.6% | 6.5% | \$191.32 | \$6,678.72 | 1.1% | 2.9% |
| 9 | Receipts | \$1,849.44 | \$1,759.30 | \$3.09 | \$1,762.39 | -4.7% | 0.2% | \$3.09 | \$1,762.39 | -4.7% | 0.2% |
| 10 | GF Appropriation | \$4,756.51 | \$4,728.10 | \$419.39 | \$5,147.49 | 8.2% | 8.9% | \$188.24 | \$4,916.33 | 3.4% | 4.0% |

11 *Requirements = Spending Authority

Other Key Items in the Senate Budget:

12 Salary increase is 1.5% or \$750, whichever is higher.

13 No tuition increase proposed.

14 The Public Schools section of the budget did NOT include any additional funding to LEAs for new Cooperative and Innovative High Schools. Section 7.22. reduces the cooperative innovative high school allotment in Tier III areas and directs those funds to Tier I areas. Also requires a new reporting requirement on the success of students participating in CCP (HS retention, completion, dropout, college completion, employment, employer satisfaction).

15 Section 9.6 directs the System Office to develop and provide training to community college trustees.

16 Section 9.7 directs that college presidential searches that use search consultants be competitively bid.

17 Section 10.12 permits senior citizens to audit courses at UNC or community college institutions without paying a fee and shall not be counted for enrollment funding.

18 Section 15.13 transfers the Apprenticeship program to the NCCCS from the Department of Commerce.

19 Section 35.8 provides for implementation of the 1.5% or \$750 salary increase for college employees. It also permits the \$10 million be used for merit, across-the-board, recruitment, retention, or other increases (consistent with past policy).

20 Section 35.16 permits NCCCS (and all state agencies) to allow employees to cash out bonus leave during 2017-19 (as was done in 2016-17).

21 Section 35.21 eliminates medical insurance for retirees effective for employees who do not have state retirement service as of July 1, 2018.

22 Section 9.9 codifies the Catawba Valley CC Manufacturing Solutions Center.