



Closing the Coverage Gap for Healthier North Carolinians and a Healthier Economy

Recommends expanding Medicaid to provide access to affordable health insurance to 500,000 additional individuals, help rural hospitals keep their doors open, aid in addressing the opioid epidemic, and secure North Carolina’s share of federal resources to inject over \$5 billion in direct spending into the state.

Transforming Medicaid and Health Choice

Provides funding to support the transition of the Medicaid and Health Choice programs from fee-for-service to managed care by leveraging \$268 million of the Medicaid Transformation Reserve.

Fighting the Opioid Epidemic through Expanded Treatment and Recovery

Directs more than \$15 million in Medicaid funding to expand treatment and recovery services for individuals with opioid use disorders. Opioids harm North Carolina families, communities and economy and are a leading cause of accidental death in North Carolina. Expanding access to treatment and recovery services is critical to fighting the opioid epidemic.

Investing in Early Learning and Development

Invests more than \$95 million from 2019-2021 in early education and child development. Adds 2,000 more childcare subsidy slots each year for children from low-income working families to receive high-quality care. Increases NC Pre-K reimbursement rate using lottery proceeds to help more children access Pre-K. Increases Smart Start by 10 percent to support families and children in all 100 counties, including by expanding home visiting programs.

Helping People with Disabilities Live, Work and Learn in Their Home Communities

Invests \$1 million in state-of-the-art adaptive equipment and assistive technologies to help people with disabilities live, work, and be educated in their communities. Provides funds to assist individuals who are blind and/or have other disabilities return to work.

Supporting Abused and Neglected Children

Provides \$1.1 million to improve child welfare services and add critical staffing and training to improve safety and outcomes for children experiencing abuse or neglect.

Upgrading Critical Health Services

Continues the state’s investment in protecting public health by providing funds to replace and upgrade equipment in the State Laboratory of Public Health. Ensures the Office of the Chief Medical Examiner can perform robust investigations by providing additional investigators to handle growing caseloads. Provides funds to operate and maintain the Medical Examiner Information System.

Central Management and Support Aging and Adult Services Child Development and Early Education
Public Health Social Services Health Benefits
Mental Health/Developmental Disabilities/Substance Abuse Services
Services for the Blind, Deaf and Hard of Hearing Health Services Regulation Vocational Rehabilitation

Mission

In collaboration with our partners, the North Carolina Department of Health and Human Services provides essential services to improve the health, safety, and well-being of all North Carolinians.

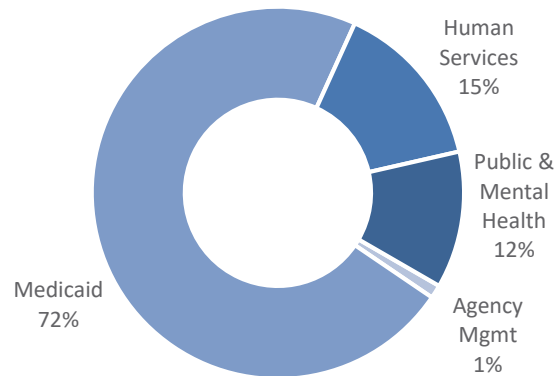
Goals

1. Advance the health and well-being of North Carolinians utilizing the programmatic tools of our Department.
2. Build an innovative, coordinated, and whole-person centered system that addresses both the medical and non-medical drivers of health.
3. Turn the tide of North Carolina’s opioid crisis.
4. Ensure all North Carolina children get a healthy start and develop to their full potential in safe and nurturing families, schools and communities.
5. Achieve operational excellence.

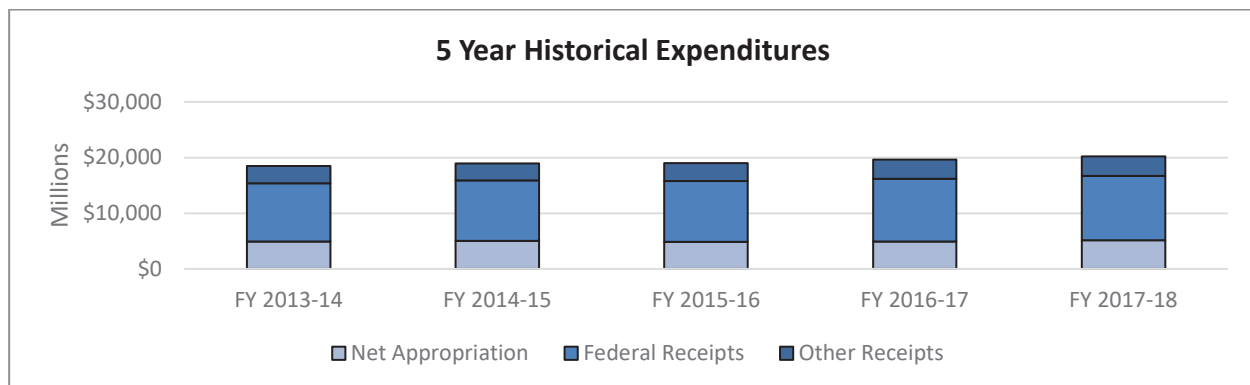
Agency Profile

- Buy health for people through our Medicaid program, including working with underserved communities to improve access to quality health care and reduce health disparities.
- Safeguard public health by protecting communities from communicable and chronic diseases, epidemics, and contaminated food/water.
- Protect the safety, security and well-being of children and vulnerable adults.
- Support individuals with disabilities and older adults in leading healthy and fulfilling lives.
- Promote family economic independence and self-sufficiency.
- Ensure high standards in the many health care facilities we operate or regulate.

FY 2018-19 Authorized Budget by Program



5 Year Historical Expenditures



Charts include General Fund budget code only

Division of Central Management and Support (14410)

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	213,596,948	\$	21,106,270	\$	16,279,187	\$	37,385,457	\$	250,982,405	17.5%
Receipts	\$	97,500,522	\$	13,292,426	\$	-	\$	13,292,426	\$	110,792,948	13.6%
Net Appropriation	\$	116,096,426	\$	7,813,844	\$	16,279,187	\$	24,093,031	\$	140,189,457	20.8%
Positions (FTE)		962.000		11.000		0.000		11.000		973.000	1.1%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	213,596,948	\$	29,201,886	\$	-	\$	29,201,886	\$	242,798,834	13.7%
Receipts	\$	97,500,522	\$	17,273,984	\$	-	\$	17,273,984	\$	114,774,506	17.7%
Net Appropriation	\$	116,096,426	\$	11,927,902	\$	-	\$	11,927,902	\$	128,024,328	10.3%
Positions (FTE)		962.000		16.000		0.000		16.000		978.000	1.7%

	FY 2019-20		FY 2020-21					
	R Changes	NR Changes	R Changes	NR Changes				
1 Cost of Living Adjustment Reserve - State Employees								
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	809,126	\$	-	\$	1,632,386	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	809,126	\$	-	\$	1,632,386	\$	-
	FTE	0.000		0.000		0.000		0.000
2 TSERS Retirement Contribution								
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	492,683	\$	279,187	\$	1,141,383	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	492,683	\$	279,187	\$	1,141,383	\$	-
	FTE	0.000		0.000		0.000		0.000
3 State Health Plan Contribution								
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	150,161	\$	-	\$	305,837	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	150,161	\$	-	\$	305,837	\$	-
	FTE	0.000		0.000		0.000		0.000
4 Office of Healthy Opportunities								
Establishes the Office of Healthy Opportunities to assist DHHS in improving the health and well-being of North Carolinians, while reducing costs, by impacting both the medical and nonmedical drivers of health through an innovative, well-coordinated system of care. These efforts will address the conditions in which people live that impact up to 80 percent of a person's health, such as food insecurity, housing instability, transportation needs, and interpersonal violence.	Req \$	334,587	\$	-	\$	334,587	\$	-
	Rec \$	50,582	\$	-	\$	50,582	\$	-
	App \$	284,005	\$	-	\$	284,005	\$	-
	FTE	3.000		0.000		3.000		0.000
5 NC FAST Project Development								
Modernizes NC FAST by initiating enhancements to provide 24/7 access to the system and cloud-based computing solutions so that counties experience little to no down time. Supports continued development and improvements to the child welfare case management system and enhances program integrity and security through the development of a document management system.	Req \$	-	\$	9,222,928	\$	-	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	-	\$	9,222,928	\$	-	\$	-
	FTE	0.000		0.000		0.000		0.000

North Carolina State Budget
 Governor's Recommended Budget, 2019-21

General Fund
 DHHS - Division of Central Management and Support

6 NC FAST Operations and Maintenance

Funds operations and maintenance, additional technical assistance, and provider help desk staff to support new NC FAST functionality.

Req	\$	19,201,506	\$	6,777,072	\$	25,551,279	\$	-
Rec	\$	13,241,844	\$	-	\$	17,223,402	\$	-
App	\$	5,959,662	\$	6,777,072	\$	8,327,877	\$	-
FTE		6.000		0.000		11.000		0.000

7 Advanced Analytics and Data Interpretation

Builds capacity across state government to more effectively manage state resources and programs by hiring analysts with advanced quantitative and research skills. These skills are needed to inform evidence-based, data-driven decision making for agency budgets and programs. Positions will be located within the agency's central office and will be expected to provide department-wide analytical support.

Req	\$	118,207	\$	-	\$	236,414	\$	-
Rec	\$	-	\$	-	\$	-	\$	-
App	\$	118,207	\$	-	\$	236,414	\$	-
FTE		2.000		0.000		2.000		0.000

Total Change to Requirements	\$	21,106,270	\$	16,279,187	\$	29,201,886	\$	-
Total Change to Receipts	\$	13,292,426	\$	-	\$	17,273,984	\$	-
Total Change to Net Appropriation	\$	7,813,844	\$	16,279,187	\$	11,927,902	\$	-
Total Change to Full-Time Equivalent (FTE)		11.000		0.000		16.000		0.000
Recommended Net Appropriation Changes (Recurring + Nonrecurring)	\$		\$	24,093,031	\$		\$	11,927,902
Recommended Total FTE Changes				11.000				16.000

DHHS - Central Management - Special Fund (24410)

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 1,875,403	\$ 1,561,306	\$ 198,681,626	\$ 200,242,932	\$ 202,118,335	10677.3%
Receipts	\$ 1,875,406	\$ 1,561,306	\$ 254,292,896	\$ 255,854,202	\$ 257,729,608	13642.6%
Δ in Fund Balance	\$ 3	\$ -	\$ 55,611,270	\$ 55,611,270	\$ 55,611,273	1853709000.0%
Positions (FTE)	68.000	0.000	0.000	0.000	68.000	0.0%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 1,875,403	\$ 1,561,306	\$ 106,702,577	\$ 108,263,883	\$ 110,139,286	5772.8%
Receipts	\$ 1,875,406	\$ 1,561,306	\$ 212,313,847	\$ 213,875,153	\$ 215,750,559	11404.2%
Δ in Fund Balance	\$ 3	\$ -	\$ 105,611,270	\$ 105,611,270	\$ 105,611,273	3520375666.7%
Positions (FTE)	68.000	0.000	0.000	0.000	68.000	0.0%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
1 Medicaid Transformation IT				
Authorizes the use of receipts for Medicaid Transformation-related IT projects.	Req \$ 1,561,306	\$ 138,921,927	\$ 1,561,306	\$ 106,702,577
	Rec \$ 1,561,306	\$ 194,533,197	\$ 1,561,306	\$ 212,313,847
	CFB \$ -	\$ 55,611,270	\$ -	\$ 105,611,270
	FTE 0.000	0.000	0.000	0.000
2 NC FAST Project Development				
Authorizes the use of receipts for NC FAST project development.	Req \$ -	\$ 31,297,213	\$ -	\$ -
	Rec \$ -	\$ 31,297,213	\$ -	\$ -
	CFB \$ -	\$ -	\$ -	\$ -
	FTE 0.000	0.000	0.000	0.000
3 NC FAST Operations and Maintenance				
Authorizes the use of receipts for NC FAST operations and maintenance.	Req \$ -	\$ 28,462,486	\$ -	\$ -
	Rec \$ -	\$ 28,462,486	\$ -	\$ -
	CFB \$ -	\$ -	\$ -	\$ -
	FTE 0.000	0.000	0.000	0.000
Total Change to Requirements	\$ 1,561,306	\$ 198,681,626	\$ 1,561,306	\$ 106,702,577
Total Change to Receipts	\$ 1,561,306	\$ 254,292,896	\$ 1,561,306	\$ 212,313,847
Total Change to Fund Balance	\$ -	\$ 55,611,270	\$ -	\$ 105,611,270
Total Change to Full-Time Equivalent (FTE)	0.000	0.000	0.000	0.000
Recommended Fund Balance Changes (Recurring + Nonrecurring)	\$ -	\$ 55,611,270	\$ -	\$ 105,611,270
Recommended Total FTE Changes		0.000		0.000

Division of Aging and Adult Services (14411)

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	115,322,884	\$	72,009	\$	1,090,967	\$	1,162,976	\$	116,485,860	1.0%
Receipts	\$	70,287,436	\$	-	\$	107,728	\$	107,728	\$	70,395,164	0.2%
Net Appropriation	\$	45,035,448	\$	72,009	\$	983,239	\$	1,055,248	\$	46,090,696	2.3%
Positions (FTE)		77.000		0.000		0.000		0.000		77.000	0.0%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	115,322,884	\$	152,661	\$	-	\$	152,661	\$	115,475,545	0.1%
Receipts	\$	70,287,436	\$	-	\$	-	\$	-	\$	70,287,436	0.0%
Net Appropriation	\$	45,035,448	\$	152,661	\$	-	\$	152,661	\$	45,188,109	0.3%
Positions (FTE)		77.000		0.000		0.000		0.000		77.000	0.0%

	FY 2019-20		FY 2020-21					
	R Changes	NR Changes	R Changes	NR Changes				
1 Cost of Living Adjustment Reserve - State Employees								
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	39,675	\$	-	\$	80,042	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	39,675	\$	-	\$	80,042	\$	-
	FTE	0.000		0.000		0.000		0.000
2 TSERS Retirement Contribution								
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	24,158	\$	13,690	\$	55,967	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	24,158	\$	13,690	\$	55,967	\$	-
	FTE	0.000		0.000		0.000		0.000
3 State Health Plan Contribution								
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	8,176	\$	-	\$	16,652	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	8,176	\$	-	\$	16,652	\$	-
	FTE	0.000		0.000		0.000		0.000
4 Support for Aging and Adult Services								
Supports aging and adult services by continuing nonrecurring funding to the Home and Community Care Block Grant.	Req \$	-	\$	1,077,277	\$	-	\$	-
	Rec \$	-	\$	107,728	\$	-	\$	-
	App \$	-	\$	969,549	\$	-	\$	-
	FTE	0.000		0.000		0.000		0.000
Total Change to Requirements	\$	72,009	\$	1,090,967	\$	152,661	\$	-
Total Change to Receipts	\$	-	\$	107,728	\$	-	\$	-
Total Change to Net Appropriation	\$	72,009	\$	983,239	\$	152,661	\$	-
Total Change to Full-Time Equivalent (FTE)		0.000		0.000		0.000		0.000
Recommended Net Appropriation Changes (Recurring + Nonrecurring)	\$		\$	1,055,248	\$		\$	152,661
Recommended Total FTE Changes				0.000				0.000

Division of Child Development and Early Education (14420)

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 793,277,135	\$	\$ 30,957,641	\$	\$ 19,498,432	\$	\$ 50,456,073	\$ 843,733,208	6.4%
Receipts	\$ 555,637,868	\$	\$ 15,900,000	\$	\$ 14,487,749	\$	\$ 30,387,749	\$ 586,025,617	5.5%
Net Appropriation	\$ 237,639,267	\$	\$ 15,057,641	\$	\$ 5,010,683	\$	\$ 20,068,324	\$ 257,707,591	8.4%
Positions (FTE)	336.000		0.000		0.000		0.000	336.000	0.0%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 802,627,135	\$	\$ 31,022,079	\$	\$ 14,290,489	\$	\$ 45,312,568	\$ 847,939,703	5.6%
Receipts	\$ 555,637,868	\$	\$ 15,900,000	\$	\$ 14,290,489	\$	\$ 30,190,489	\$ 585,828,357	5.4%
Net Appropriation	\$ 246,989,267	\$	\$ 15,122,079	\$	\$ -	\$	\$ 15,122,079	\$ 262,111,346	6.1%
Positions (FTE)	336.000		0.000		0.000		0.000	336.000	0.0%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
1 Cost of Living Adjustment Reserve - State Employees				
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$ 30,961	\$ -	\$ 62,462	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 30,961	\$ -	\$ 62,462	\$ -
	FTE 0.000	0.000	0.000	0.000
2 TSERS Retirement Contribution				
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$ 18,852	\$ 10,683	\$ 43,674	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 18,852	\$ 10,683	\$ 43,674	\$ -
	FTE 0.000	0.000	0.000	0.000
3 State Health Plan Contribution				
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$ 7,828	\$ -	\$ 15,943	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 7,828	\$ -	\$ 15,943	\$ -
	FTE 0.000	0.000	0.000	0.000
4 NC Pre-K Capacity Building				
Addresses the barriers communities face to expanding NC Pre-K, including rising operating costs and a reimbursement rate that has not changed since 2012. Invests almost \$16 million in lottery receipts to increase the NC Pre-K reimbursement rate by 8% per slot and the administrative support by 2% to build local capacity to expand the number of eligible children served in Pre-K slots created by SL 2018-2 and maintain program quality.	Req \$ 15,900,000	\$ -	\$ 15,900,000	\$ -
	Rec \$ 15,900,000	\$ -	\$ 15,900,000	\$ -
	App \$ -	\$ -	\$ -	\$ -
	FTE 0.000	0.000	0.000	0.000
5 Smart Start for Children				
Increases the State's investment in Smart Start to expand evidence-based, family strengthening and home visiting programs as well as other early childhood initiatives.	Req \$ 15,000,000	\$ 5,000,000	\$ 15,000,000	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 15,000,000	\$ 5,000,000	\$ 15,000,000	\$ -
	FTE 0.000	0.000	0.000	0.000
6 Child Care for Working Families				
Provides approximately 2,300 additional slots for child care subsidy payments for children from low-income working families. Child care subsidy allows these children to receive high-quality child care that supports their healthy development while parents go to work, search for employment, or receive job training.	Req \$ -	\$ 14,487,749	\$ -	\$ 14,290,489
	Rec \$ -	\$ 14,487,749	\$ -	\$ 14,290,489
	App \$ -	\$ -	\$ -	\$ -
	FTE 0.000	0.000	0.000	0.000

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
Total Change to Requirements	\$ 30,957,641	\$ 19,498,432	\$ 31,022,079	\$ 14,290,489
Total Change to Receipts	\$ 15,900,000	\$ 14,487,749	\$ 15,900,000	\$ 14,290,489
Total Change to Net Appropriation	\$ 15,057,641	\$ 5,010,683	\$ 15,122,079	\$ -
Total Change to Full-Time Equivalent (FTE)	0.000	0.000	0.000	0.000
Recommended Net Appropriation Changes (Recurring + Nonrecurring)	\$	20,068,324	\$	15,122,079
Recommended Total FTE Changes		0.000		0.000

Division of Public Health (14430)

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	898,572,342	\$	2,092,947	\$	756,384	\$	2,849,331	\$	901,421,673	0.3%
Receipts	\$	744,471,330	\$	-	\$	-	\$	-	\$	744,471,330	0.0%
Net Appropriation	\$	154,101,012	\$	2,092,947	\$	756,384	\$	2,849,331	\$	156,950,343	1.8%
Positions (FTE)		1947.880		4.000		0.000		4.000		1951.880	0.2%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	898,273,086	\$	3,551,646	\$	-	\$	3,551,646	\$	901,824,732	0.4%
Receipts	\$	744,127,621	\$	-	\$	-	\$	-	\$	744,127,621	0.0%
Net Appropriation	\$	154,145,465	\$	3,551,646	\$	-	\$	3,551,646	\$	157,697,111	2.3%
Positions (FTE)		1947.880		4.000		0.000		4.000		1951.880	0.2%

	FY 2019-20		FY 2020-21					
	R Changes	NR Changes	R Changes	NR Changes				
1 Cost of Living Adjustment Reserve - State Employees								
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	717,681	\$	-	\$	1,447,899	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	717,681	\$	-	\$	1,447,899	\$	-
	FTE	0.000		0.000		0.000		0.000
2 TSERS Retirement Contribution								
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	437,002	\$	247,634	\$	1,012,387	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	437,002	\$	247,634	\$	1,012,387	\$	-
	FTE	0.000		0.000		0.000		0.000
3 State Health Plan Contribution								
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	147,671	\$	-	\$	300,767	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	147,671	\$	-	\$	300,767	\$	-
	FTE	0.000		0.000		0.000		0.000
4 Office of the Chief Medical Examiner								
Improves death investigations by funding three additional Medicolegal Death Investigator positions and one administrative support position. The positions will support increased investigatory caseloads, address backlogs, and enable full-time medicolegal death investigator coverage. Much of the increase in demand for death investigation has been driven by the opioid crisis and related overdoses.	Req \$	290,593	\$	8,750	\$	290,593	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	290,593	\$	8,750	\$	290,593	\$	-
	FTE	4.000		0.000		4.000		0.000
5 Medical Examiner Information System								
Provides funding for the operation and maintenance of the Medical Examiner Information System, which is used by the Office of the Chief Medical Examiner to house data on investigations, toxicology results, autopsy findings, as well as to provide public reports. The General Assembly appropriated funding in FY 2016-17 to replace the system and additional funds are needed for the operation and maintenance of the system.	Req \$	500,000	\$	-	\$	500,000	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	500,000	\$	-	\$	500,000	\$	-
	FTE	0.000		0.000		0.000		0.000

		FY 2019-20		FY 2020-21	
		R Changes	NR Changes	R Changes	NR Changes
6 The State Laboratory of Public Health Equipment					
Provides funding to replace or upgrade old and obsolete clinical and environmental laboratory equipment in the State Laboratory of Public Health. Additional funding will allow equipment to be replaced or upgraded to meet government requirements and to ensure patient and employee safety.	Req	\$ -	\$ 500,000	\$ -	\$ -
	Rec	\$ -	\$ -	\$ -	\$ -
	App	\$ -	\$ 500,000	\$ -	\$ -
	FTE	0.000	0.000	0.000	0.000
Total Change to Requirements		\$ 2,092,947	\$ 756,384	\$ 3,551,646	\$ -
Total Change to Receipts		\$ -	\$ -	\$ -	\$ -
Total Change to Net Appropriation		\$ 2,092,947	\$ 756,384	\$ 3,551,646	\$ -
Total Change to Full-Time Equivalent (FTE)		4.000	0.000	4.000	0.000
Recommended Net Appropriation Changes (Recurring + Nonrecurring)		\$	2,849,331	\$	3,551,646
Recommended Total FTE Changes			4.000		4.000

Division of Social Services (14440)

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	1,909,946,882	\$	4,320,413	\$	1,054,019	\$	5,374,432	\$	1,915,321,314	0.3%
Receipts	\$	1,715,816,278	\$	220,125	\$	-	\$	220,125	\$	1,716,036,403	0.0%
Net Appropriation	\$	194,130,604	\$	4,100,288	\$	1,054,019	\$	5,154,307	\$	199,284,911	2.7%
Positions (FTE)		404.000		11.000		0.000		11.000		415.000	2.7%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	1,909,948,174	\$	4,640,067	\$	-	\$	4,640,067	\$	1,914,588,241	0.2%
Receipts	\$	1,715,817,168	\$	220,125	\$	-	\$	220,125	\$	1,716,037,293	0.0%
Net Appropriation	\$	194,131,006	\$	4,419,942	\$	-	\$	4,419,942	\$	198,550,948	2.3%
Positions (FTE)		404.000		11.000		0.000		11.000		415.000	2.7%

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
1 Cost of Living Adjustment Reserve - State Employees					
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req	\$ 156,556	\$ -	\$ 315,846	\$ -
	Rec	\$ -	\$ -	\$ -	\$ -
	App	\$ 156,556	\$ -	\$ 315,846	\$ -
	FTE	0.000	0.000	0.000	0.000
2 TSERS Retirement Contribution					
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req	\$ 95,328	\$ 54,019	\$ 220,843	\$ -
	Rec	\$ -	\$ -	\$ -	\$ -
	App	\$ 95,328	\$ 54,019	\$ 220,843	\$ -
	FTE	0.000	0.000	0.000	0.000
3 State Health Plan Contribution					
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req	\$ 33,614	\$ -	\$ 68,463	\$ -
	Rec	\$ -	\$ -	\$ -	\$ -
	App	\$ 33,614	\$ -	\$ 68,463	\$ -
	FTE	0.000	0.000	0.000	0.000
4 Intensive Family Preservation Services					
Increases funding for evidence-based intensive family preservation services to prevent the unnecessary removal of children from families by improving family functionality, resiliency, and safety. Research shows that families served by these services are less likely to enter foster care.	Req	\$ 2,900,000	\$ -	\$ 2,900,000	\$ -
	Rec	\$ -	\$ -	\$ -	\$ -
	App	\$ 2,900,000	\$ -	\$ 2,900,000	\$ -
	FTE	0.000	0.000	0.000	0.000
5 Child Welfare Training					
Invests in 11 DHHS Child Welfare positions to improve child welfare training, continuous quality improvement through onsite technical assistance to counties, and accountability for better outcomes for children and families. This request also includes \$750,000 to purchase web-based child welfare training for state and county use.	Req	\$ 1,134,915	\$ -	\$ 1,134,915	\$ -
	Rec	\$ 220,125	\$ -	\$ 220,125	\$ -
	App	\$ 914,790	\$ -	\$ 914,790	\$ -
	FTE	11.000	0.000	11.000	0.000

		FY 2019-20		FY 2020-21	
		R Changes	NR Changes	R Changes	NR Changes
6 Support Local Food Banks					
Provides \$1 million in nonrecurring funding to food banks to assist with the increased demand from the recent hurricanes and other natural disasters that have impacted North Carolina.	Req	\$ -	\$ 1,000,000	\$ -	\$ -
	Rec	\$ -	\$ -	\$ -	\$ -
	App	\$ -	\$ 1,000,000	\$ -	\$ -
	FTE	0.000	0.000	0.000	0.000
Total Change to Requirements		\$ 4,320,413	\$ 1,054,019	\$ 4,640,067	\$ -
Total Change to Receipts		\$ 220,125	\$ -	\$ 220,125	\$ -
Total Change to Net Appropriation		\$ 4,100,288	\$ 1,054,019	\$ 4,419,942	\$ -
Total Change to Full-Time Equivalent (FTE)		11.000	0.000	11.000	0.000
Recommended Net Appropriation Changes (Recurring + Nonrecurring)		\$	5,154,307	\$	4,419,942
Recommended Total FTE Changes			11.000		11.000

Division of Health Benefits (14445)

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	14,875,059,304	\$	2,905,360,845	\$	779,073,199	\$	3,684,434,044	\$	18,559,493,348	24.8%
Receipts	\$	10,950,483,105	\$	2,718,613,951	\$	828,045,584	\$	3,546,659,535	\$	14,497,142,640	32.4%
Net Appropriation	\$	3,924,576,199	\$	186,746,894	\$	(48,972,385)	\$	137,774,509	\$	4,062,350,708	3.5%
Positions (FTE)		470.500		2.000		0.000		2.000		472.500	0.4%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	14,875,069,384	\$	5,232,794,557	\$	398,571,828	\$	5,631,366,385	\$	20,506,435,769	37.9%
Receipts	\$	10,950,486,002	\$	4,805,370,953	\$	359,674,655	\$	5,165,045,608	\$	16,115,531,610	47.2%
Net Appropriation	\$	3,924,583,382	\$	427,423,603	\$	38,897,173	\$	466,320,776	\$	4,390,904,158	11.9%
Positions (FTE)		470.500		2.000		0.000		2.000		472.500	0.4%

	FY 2019-20				FY 2020-21			
	R Changes	NR Changes	R Changes	NR Changes	R Changes	NR Changes	R Changes	NR Changes
1 Cost of Living Adjustment Reserve - State Employees	Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.							
Req	\$	287,173	\$	-	\$	579,361	\$	-
Rec	\$	-	\$	-	\$	-	\$	-
App	\$	287,173	\$	-	\$	579,361	\$	-
FTE		0.000		0.000		0.000		0.000
2 TSERS Retirement Contribution	Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.							
Req	\$	174,862	\$	99,088	\$	405,095	\$	-
Rec	\$	-	\$	-	\$	-	\$	-
App	\$	174,862	\$	99,088	\$	405,095	\$	-
FTE		0.000		0.000		0.000		0.000
3 State Health Plan Contribution	Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.							
Req	\$	53,430	\$	-	\$	108,822	\$	-
Rec	\$	-	\$	-	\$	-	\$	-
App	\$	53,430	\$	-	\$	108,822	\$	-
FTE		0.000		0.000		0.000		0.000
4 Medicaid Rebase	Provides funds to reflect longstanding and expected changes in the federal participation rate based on an improved North Carolina economy and changes in enrollment, utilization, costs, rates, and services associated with the Medicaid program for the upcoming biennium.							
Req	\$	676,464,525	\$	-	\$	887,206,518	\$	-
Rec	\$	522,923,514	\$	71,721,473	\$	588,264,939	\$	15,102,827
App	\$	153,541,011	\$	(71,721,473)	\$	298,941,579	\$	(15,102,827)
FTE		0.000		0.000		0.000		0.000
5 Medicaid and Health Choice Transformation	Appropriates \$107 million from the Medicaid Transformation Reserve in the General Fund to the Medicaid Transformation Fund for qualifying needs directly related to Medicaid Transformation. These funds will support the enrollment broker and ombudsman program, an Electronic Data Interchange and Information Exchange Portal, centralized provider data management and credential verification, and finance and program integrity capabilities. Funds may be used to establish time-limited positions to support these efforts. With this authorization and the authorization for fee-for-service claims runout, the Medicaid Transformation Reserve will have a minimum balance of \$132M at the end of the biennium.							
Req	\$	-	\$	232,948,897	\$	-	\$	198,428,623
Rec	\$	-	\$	232,948,897	\$	-	\$	198,428,623
App	\$	-	\$	-	\$	-	\$	-
FTE		0.000		0.000		0.000		0.000

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
6 Fee-for-Service Claims Runout					
Appropriates \$161.6 million from the Medicaid Transformation Reserve in the General Fund to the Medicaid Transformation Fund for the State share of up to \$509.1M in total requirements for qualifying needs directly related to the payment of claims incurred under the fee-for-service model. When NC transitions to managed care, there will be a window where the State must finish paying the remaining fee-for-service claims that were incurred prior to the managed care launch. With this authorization and the authorization for other needs related to Medicaid Transformation, the Medicaid Transformation Reserve will have a minimum balance of \$132M at the end of the biennium.	Req	\$ -	\$ 472,737,114	\$ -	\$ 36,357,946
	Rec	\$ -	\$ 472,737,114	\$ -	\$ 36,357,946
	App	\$ -	\$ -	\$ -	\$ -
	FTE	0.000	0.000	0.000	0.000
7 Hospital Access Payments					
Provides funds to help ensure financial stability for NC hospitals during the transition of Medicaid to a managed care system.	Req	\$ -	\$ 66,788,100	\$ -	\$ 163,785,259
	Rec	\$ -	\$ 44,788,100	\$ -	\$ 109,785,259
	App	\$ -	\$ 22,000,000	\$ -	\$ 54,000,000
	FTE	0.000	0.000	0.000	0.000
8 Medicaid Coverage Gap					
Provides access to affordable health insurance to 500,000 North Carolinians, helps prevent rural hospitals from closing, lowers health care costs for people and employers who buy health insurance, reduces the number of uninsured veterans, and helps fight the opioid epidemic. Medicaid expansion requires no State dollars, as the federal government pays 90% of the costs and the rest is paid by hospitals and health plans, including the \$3.3 million and \$74.9 million shown as appropriations in this item.	Req	\$ 2,130,667,375	\$ -	\$ 4,170,592,840	\$ -
	Rec	\$ 2,127,367,375	\$ -	\$ 4,095,692,840	\$ -
	App	\$ 3,300,000	\$ -	\$ 74,900,000	\$ -
	FTE	0.000	0.000	0.000	0.000
9 Medicaid Existing Eligibility Enrollment Increase					
Supports projected increases in Medicaid enrollment among individuals who currently are eligible but not enrolled. Changes in a program require increased outreach that often results in greater awareness of the program. Projected increases are based on the experiences of other states and are supported by research-based health policy simulators.	Req	\$ 63,396,677	\$ -	\$ 126,355,372	\$ -
	Rec	\$ 47,647,437	\$ -	\$ 92,300,180	\$ -
	App	\$ 15,749,240	\$ -	\$ 34,055,191	\$ -
	FTE	0.000	0.000	0.000	0.000
10 More Services to Fight the Opioid Crisis					
Provides funds to expand the continuum of services for individuals fighting opioid and other substance use disorders. Additional services may include substance use disorder halfway house services and high-intensity residential services for individuals no longer needing inpatient care but not yet ready to return home. This is part of the State's comprehensive strategy to address opioid use disorders.	Req	\$ 15,500,000	\$ -	\$ 20,600,000	\$ -
	Rec	\$ 10,394,688	\$ -	\$ 13,808,180	\$ -
	App	\$ 5,105,312	\$ -	\$ 6,791,820	\$ -
	FTE	0.000	0.000	0.000	0.000
11 Money Follows the Person (MFP) Sustainability					
Replaces expiring federal receipts to continue support for transitioning individuals with disabilities from inpatient facilities to qualified community settings. This funding shifts seven existing FTE from receipt-supported positions and adds two new FTE to provide administration, management, fiscal oversight, technical assistance, and direct support to beneficiaries.	Req	\$ 266,803	\$ -	\$ 296,549	\$ -
	Rec	\$ 84,697	\$ -	\$ (66,756)	\$ -
	App	\$ 182,106	\$ -	\$ 363,305	\$ -
	FTE	2.000	0.000	2.000	0.000
12 Developmental Disability Innovations Waiver Program					
Provides additional low-acuity Innovations Waiver slots for individuals with developmental disabilities who are on the Innovations Waiver waiting list. 82% of the children and adults on the waiting list are receiving Medicaid. The Innovations Waiver allows individuals with disabilities to obtain individualized services and remain in their homes and communities. These additional slots will become available January 2020.	Req	\$ 3,300,000	\$ -	\$ 9,900,000	\$ -
	Rec	\$ 2,212,980	\$ -	\$ 6,638,940	\$ -
	App	\$ 1,087,020	\$ -	\$ 3,261,060	\$ -
	FTE	0.000	0.000	0.000	0.000
13 Transition to Community Living					
Increases funding for the Transition to Community Living Initiative, which supports eligible adults with mental illness in transitioning from institutions to community care settings. This funding will provide additional tenancy and peer support services related to the US DOJ Olmstead Settlement.	Req	\$ 2,100,000	\$ -	\$ 2,100,000	\$ -
	Rec	\$ 1,408,260	\$ -	\$ 1,407,630	\$ -
	App	\$ 691,740	\$ -	\$ 692,370	\$ -
	FTE	0.000	0.000	0.000	0.000
14 Consolidated Independent Assessment Entity					
Provides funding for additional independent assessment services for individuals served through the Community Alternatives Program for Children. This funding is necessary to put the State in compliance with federal regulations requiring independent assessments of eligibility for the program.	Req	\$ 8,500,000	\$ -	\$ 8,500,000	\$ -
	Rec	\$ 4,250,000	\$ -	\$ 4,250,000	\$ -
	App	\$ 4,250,000	\$ -	\$ 4,250,000	\$ -
	FTE	0.000	0.000	0.000	0.000

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
15 Electronic Vendor Verification System					
Provides funding to comply with federal regulations requiring the use of an electronic vendor verification system for services requiring an in-home visit by providers.	Req \$	1,500,000	\$ 6,500,000	\$ 3,000,000	\$ -
	Rec \$	750,000	\$ 5,850,000	\$ 1,500,000	\$ -
Nonrecurring funding supports initial development costs. Recurring operating and maintenance costs are annualized in FY 2020-21.	App \$	750,000	\$ 650,000	\$ 1,500,000	\$ -
	FTE	0.000	0.000	0.000	0.000
16 MMIS Multi Factor Authentication					
Funds initial implementation of multi-factor authentication of applications integrated with the North Carolina Identity Service (NCID). This funding supports security for applications related to enrollment of beneficiaries in Medicaid.	Req \$	3,150,000	\$ -	\$ 3,150,000	\$ -
	Rec \$	1,575,000	\$ -	\$ 1,575,000	\$ -
	App \$	1,575,000	\$ -	\$ 1,575,000	\$ -
	FTE	0.000	0.000	0.000	0.000
Total Change to Requirements	\$	2,905,360,845	\$ 779,073,199	\$ 5,232,794,557	\$ 398,571,828
Total Change to Receipts	\$	2,718,613,951	\$ 828,045,584	\$ 4,805,370,953	\$ 359,674,655
Total Change to Net Appropriation	\$	186,746,894	\$ (48,972,385)	\$ 427,423,603	\$ 38,897,173
Total Change to Full-Time Equivalent (FTE)		2.000	0.000	2.000	0.000
Recommended Net Appropriation Changes (Recurring + Nonrecurring)	\$		\$ 137,774,509	\$	466,320,776
Recommended Total FTE Changes			2.000		2.000

Division of Services for the Blind, Deaf and Hard of Hearing (14450)

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 46,281,875	\$ 901,050	\$ 17,699	\$ 918,749	\$ 47,200,624	2.0%
Receipts	\$ 37,728,332	\$ 626,324	\$ -	\$ 626,324	\$ 38,354,656	1.7%
Net Appropriation	\$ 8,553,543	\$ 274,726	\$ 17,699	\$ 292,425	\$ 8,845,968	3.4%
Positions (FTE)	334.510	0.000	0.000	0.000	334.510	0.0%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 46,299,143	\$ 1,015,673	\$ -	\$ 1,015,673	\$ 47,314,816	2.2%
Receipts	\$ 37,745,044	\$ 626,324	\$ -	\$ 626,324	\$ 38,371,368	1.7%
Net Appropriation	\$ 8,554,099	\$ 389,349	\$ -	\$ 389,349	\$ 8,943,448	4.6%
Positions (FTE)	334.510	0.000	0.000	0.000	334.510	0.0%

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
1 Cost of Living Adjustment Reserve - State Employees					
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees and increases for state agency teachers paid in accordance with the statewide teachers salary schedule in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	61,048	\$ -	\$ 121,141	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	61,048	\$ -	\$ 121,141	\$ -
	FTE	0.000	0.000	0.000	0.000
2 TSERS Retirement Contribution					
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	31,234	\$ 17,699	\$ 72,358	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	31,234	\$ 17,699	\$ 72,358	\$ -
	FTE	0.000	0.000	0.000	0.000
3 State Health Plan Contribution					
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	12,931	\$ -	\$ 26,337	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	12,931	\$ -	\$ 26,337	\$ -
	FTE	0.000	0.000	0.000	0.000
4 State Match for Basic Support Vocational Rehabilitation Grant					
Provides state matching funds to support jobs and training for individuals who are blind, deaf/blind, or visually impaired through the Basic Support Vocational Rehabilitation grant. This will allow North Carolina to leverage an additional \$600,000 in federal funds.	Req \$	795,837	\$ -	\$ 795,837	\$ -
	Rec \$	626,324	\$ -	\$ 626,324	\$ -
	App \$	169,513	\$ -	\$ 169,513	\$ -
	FTE	0.000	0.000	0.000	0.000
Total Change to Requirements	\$	901,050	\$ 17,699	\$ 1,015,673	\$ -
Total Change to Receipts	\$	626,324	\$ -	\$ 626,324	\$ -
Total Change to Net Appropriation	\$	274,726	\$ 17,699	\$ 389,349	\$ -
Total Change to Full-Time Equivalent (FTE)		0.000	0.000	0.000	0.000
Recommended Net Appropriation Changes (Recurring + Nonrecurring)	\$		292,425	\$	389,349
Recommended Total FTE Changes			0.000		0.000

Division of Mental Health/Developmental Disabilities/Substance Abuse Services (14460)

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 1,532,807,958	\$	11,466,178	\$	2,384,999	\$ 13,851,177	\$ 1,546,659,135	0.9%
Receipts	\$ 790,690,151	\$	936,157	\$	-	\$ 936,157	\$ 791,626,308	0.1%
Net Appropriation	\$ 742,117,807	\$	10,530,021	\$	2,384,999	\$ 12,915,020	\$ 755,032,827	1.7%
Positions (FTE)	11313.780		11.000		0.000	11.000	11324.780	0.1%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 1,532,807,958	\$	29,439,671	\$	-	\$ 29,439,671	\$ 1,562,247,629	1.9%
Receipts	\$ 790,690,151	\$	1,707,685	\$	-	\$ 1,707,685	\$ 792,397,836	0.2%
Net Appropriation	\$ 742,117,807	\$	27,731,986	\$	-	\$ 27,731,986	\$ 769,849,793	3.7%
Positions (FTE)	11313.780		71.000		0.000	71.000	11384.780	0.6%

	FY 2019-20		FY 2020-21		
	R Changes	NR Changes	R Changes	NR Changes	
1 Cost of Living Adjustment Reserve - State Employees					
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees and increases for state agency teachers paid in accordance with the statewide teachers salary schedule in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	4,218,155	\$ -	\$ 8,387,331	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	4,218,155	\$ -	\$ 8,387,331	\$ -
	FTE	0.000	0.000	0.000	0.000
2 Compensation Reserve - Public Safety & Mental Health Employees					
Provides funds for an additional \$500 annual recurring salary increase for certified law enforcement officers and employees in positions that spend a majority of their working hours in state-operated facilities.	Req \$	2,859,732	\$ -	\$ 2,859,732	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	2,859,732	\$ -	\$ 2,859,732	\$ -
	FTE	0.000	0.000	0.000	0.000
3 TSERS Retirement Contribution					
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	2,444,116	\$ 1,384,999	\$ 5,662,202	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	2,444,116	\$ 1,384,999	\$ 5,662,202	\$ -
	FTE	0.000	0.000	0.000	0.000
4 State Health Plan Contribution					
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	1,008,018	\$ -	\$ 2,053,066	\$ -
	Rec \$	-	\$ -	\$ -	\$ -
	App \$	1,008,018	\$ -	\$ 2,053,066	\$ -
	FTE	0.000	0.000	0.000	0.000
5 Staffing for New Broughton Hospital					
Creates 60 FTE in second year of biennium to serve additional patients and provides operational support, including utilities, maintenance costs, and other physical plant operation costs in the new Broughton hospital.	Req \$	-	\$ -	\$ 9,407,447	\$ -
	Rec \$	-	\$ -	\$ 637,792	\$ -
	App \$	-	\$ -	\$ 8,769,655	\$ -
	FTE	0.000	0.000	60.000	0.000

		FY 2019-20		FY 2020-21	
		R Changes	NR Changes	R Changes	NR Changes
6 Substance Abuse Treatment Improvement					
Establishes eight FTE to improve substance abuse treatment and recovery services, including oversight and monitoring of opioid treatment programs and administering the Substance Abuse Prevention and Treatment Block Grant, the Opioid STR Grant, and the State Opioid Response Grant. These positions will be supported entirely by the Substance Abuse Prevention and Treatment Block Grant and include four program managers and four program consultants to manage current projects and address newly identified needs.	Req	\$ 802,420	\$ -	\$ 802,420	\$ -
	Rec	\$ 802,420	\$ -	\$ 802,420	\$ -
	App	\$ -	\$ -	\$ -	\$ -
	FTE	8.000	0.000	8.000	0.000
7 Mental Health Services Improvement					
Establishes three FTE to improve the quality of mental health services. These positions will be supported entirely by the Community Mental Health Services Block Grant.	Req	\$ 133,737	\$ -	\$ 267,473	\$ -
	Rec	\$ 133,737	\$ -	\$ 267,473	\$ -
	App	\$ -	\$ -	\$ -	\$ -
	FTE	3.000	0.000	3.000	0.000
8 Medication Cart Replacement					
Provides funds to upgrade and replace automated medication dispensing carts across eight state operated healthcare facilities. The vendor has discontinued the model and support services for existing carts, and they will no longer be operational after January 2020.	Req	\$ -	\$ 1,000,000	\$ -	\$ -
	Rec	\$ -	\$ -	\$ -	\$ -
	App	\$ -	\$ 1,000,000	\$ -	\$ -
	FTE	0.000	0.000	0.000	0.000
Total Change to Requirements		\$ 11,466,178	\$ 2,384,999	\$ 29,439,671	\$ -
Total Change to Receipts		\$ 936,157	\$ -	\$ 1,707,685	\$ -
Total Change to Net Appropriation		\$ 10,530,021	\$ 2,384,999	\$ 27,731,986	\$ -
Total Change to Full-Time Equivalent (FTE)		11.000	0.000	71.000	0.000
Recommended Net Appropriation Changes (Recurring + Nonrecurring)		\$	12,915,020	\$	27,731,986
Recommended Total FTE Changes			11.000		71.000

Division of Health Services Regulation (14470)

Year 1 FY 2019-20	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 71,496,505	\$ 551,811	\$ 105,270	\$ 657,081	\$ 72,153,586	0.9%
Receipts	\$ 52,638,449	\$ -	\$ -	\$ -	\$ 52,638,449	0.0%
Net Appropriation	\$ 18,858,056	\$ 551,811	\$ 105,270	\$ 657,081	\$ 19,515,137	3.5%
Positions (FTE)	578.500	0.000	0.000	0.000	578.500	0.0%

Year 2 FY 2020-21	Recommended Base Budget	Net Recurring	Net Nonrecurring	Recommended Change	Recommended Budget	% Δ from Base Budget
Requirements	\$ 71,496,505	\$ 1,170,017	\$ -	\$ 1,170,017	\$ 72,666,522	1.6%
Receipts	\$ 52,638,449	\$ -	\$ -	\$ -	\$ 52,638,449	0.0%
Net Appropriation	\$ 18,858,056	\$ 1,170,017	\$ -	\$ 1,170,017	\$ 20,028,073	6.2%
Positions (FTE)	578.500	0.000	0.000	0.000	578.500	0.0%

	FY 2019-20		FY 2020-21	
	R Changes	NR Changes	R Changes	NR Changes
1 Cost of Living Adjustment Reserve - State Employees				
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$ 305,087	\$ -	\$ 615,504	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 305,087	\$ -	\$ 615,504	\$ -
	FTE 0.000	0.000	0.000	0.000
2 TSERS Retirement Contribution				
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$ 185,770	\$ 105,270	\$ 430,367	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 185,770	\$ 105,270	\$ 430,367	\$ -
	FTE 0.000	0.000	0.000	0.000
3 State Health Plan Contribution				
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$ 60,954	\$ -	\$ 124,146	\$ -
	Rec \$ -	\$ -	\$ -	\$ -
	App \$ 60,954	\$ -	\$ 124,146	\$ -
	FTE 0.000	0.000	0.000	0.000
Total Change to Requirements	\$ 551,811	\$ 105,270	\$ 1,170,017	\$ -
Total Change to Receipts	\$ -	\$ -	\$ -	\$ -
Total Change to Net Appropriation	\$ 551,811	\$ 105,270	\$ 1,170,017	\$ -
Total Change to Full-Time Equivalent (FTE)	0.000	0.000	0.000	0.000
Recommended Net Appropriation Changes (Recurring + Nonrecurring)	\$ 657,081	\$ 1,170,017		
Recommended Total FTE Changes	0.000	0.000		

Division of Vocational Rehabilitation (14480)

Year 1 FY 2019-20	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	150,494,601	\$	3,262,707	\$	1,077,405	\$	4,340,112	\$	154,834,713	2.9%
Receipts	\$	111,221,410	\$	2,236,987	\$	-	\$	2,236,987	\$	113,458,397	2.0%
Net Appropriation	\$	39,273,191	\$	1,025,720	\$	1,077,405	\$	2,103,125	\$	41,376,316	5.4%
Positions (FTE)		986.250		5.000		0.000		5.000		991.250	0.5%

Year 2 FY 2020-21	Recommended Base Budget		Net Recurring		Net Nonrecurring		Recommended Change	Recommended Budget	% Δ from Base Budget		
Requirements	\$	150,528,124	\$	3,732,345	\$	-	\$	3,732,345	\$	154,260,469	2.5%
Receipts	\$	111,246,271	\$	2,236,987	\$	-	\$	2,236,987	\$	113,483,258	2.0%
Net Appropriation	\$	39,281,853	\$	1,495,358	\$	-	\$	1,495,358	\$	40,777,211	3.8%
Positions (FTE)		986.250		5.000		0.000		5.000		991.250	0.5%

	FY 2019-20		FY 2020-21					
	R Changes	NR Changes	R Changes	NR Changes				
1 Cost of Living Adjustment Reserve - State Employees								
Provides funds for the greater of a \$500 or 1.5% cost of living adjustment for state employees in both years of the biennium. Corresponding special provisions provide additional details on these compensation adjustments. The net General Fund appropriation for salaries of all state-funded positions, across all sections of the Committee Report, is expected to exceed \$12.5 billion in FY 2019-20 and \$12.9 billion in FY 2020-21, an increase of over \$418.1 million and \$736.5 million respectively.	Req \$	224,332	\$	-	\$	452,583	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	224,332	\$	-	\$	452,583	\$	-
	FTE	0.000		0.000		0.000		0.000
2 TSERS Retirement Contribution								
Increases the state's contribution for members of the Teachers' and State Employees' Retirement System (TSERS) supported by the General Fund for 2019-2021 fiscal biennium to fund the actuarially determined contribution and provide a one-time 2.0% cost-of-living adjustment to retirees in FY 2019-20. Corresponding special provisions provide additional details on these adjustments. The revised net General Fund appropriation for TSERS statewide exceeds \$2.2 billion in FY 2019-20 and \$2.3 billion in FY 2020-21, an increase of over \$200 million and \$300 million respectively.	Req \$	136,598	\$	77,405	\$	316,451	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	136,598	\$	77,405	\$	316,451	\$	-
	FTE	0.000		0.000		0.000		0.000
3 State Health Plan Contribution								
Provides additional funding to continue health benefit coverage for enrolled active employees supported by the General Fund for the 2019-21 fiscal biennium. The revised net General Fund appropriation for enrolled active employees statewide is approximately \$1.57 billion in FY 2019-20 and \$1.64 billion in FY 2020-21, an increase of \$60.8 million and \$123.8 million respectively.	Req \$	59,354	\$	-	\$	120,888	\$	-
	Rec \$	-	\$	-	\$	-	\$	-
	App \$	59,354	\$	-	\$	120,888	\$	-
	FTE	0.000		0.000		0.000		0.000
4 State Match for Basic Support Vocational Rehabilitation Grant								
Provides state matching funds to support jobs and training for individuals with disabilities through the Basic Support Vocational Rehabilitation grant. This will allow North Carolina to leverage an additional \$1.9 million in federal funds.	Req \$	2,408,303	\$	-	\$	2,408,303	\$	-
	Rec \$	1,895,335	\$	-	\$	1,895,335	\$	-
	App \$	512,968	\$	-	\$	512,968	\$	-
	FTE	0.000		0.000		0.000		0.000
5 Benefits Counseling								
Provides funding to support five benefits counselors for individuals who are blind and/or have other disabilities to support their employment efforts and explain available support services.	Req \$	434,120	\$	-	\$	434,120	\$	-
	Rec \$	341,652	\$	-	\$	341,652	\$	-
	App \$	92,468	\$	-	\$	92,468	\$	-
	FTE	5.000		0.000		5.000		0.000

	FY 2019-20		FY 2020-21					
	R Changes	NR Changes	R Changes	NR Changes				
6 Assistive Technologies								
Invests state funding to make a robust supply of state-of-the-art adaptive equipment and assistive technologies available to people with disabilities to enable them to live, work, and be educated in their communities.	Req \$	- \$	1,000,000 \$	- \$	-			
	Rec \$	- \$	- \$	- \$	-			
	App \$	- \$	1,000,000 \$	- \$	-			
	FTE	0.000	0.000	0.000	0.000			
Total Change to Requirements	\$	3,262,707	\$	1,077,405	\$	3,732,345	\$	-
Total Change to Receipts	\$	2,236,987	\$	-	\$	2,236,987	\$	-
Total Change to Net Appropriation	\$	1,025,720	\$	1,077,405	\$	1,495,358	\$	-
Total Change to Full-Time Equivalent (FTE)		5.000		0.000		5.000		0.000
Recommended Net Appropriation Changes (Recurring + Nonrecurring)	\$		\$	2,103,125	\$		\$	1,495,358
Recommended Total FTE Changes				5.000				5.000

