

NORTH CAROLINA GENERAL ASSEMBLY
1961 SESSION

CHAPTER 833
HOUSE BILL 10

1 AN ACT TO MAKE APPROPRIATIONS FOR CURRENT OPERATIONS OF THE STATE
2 DEPARTMENTS, BUREAUS, INSTITUTIONS, AND AGENCIES, AND FOR OTHER
3 PURPOSES.
4

5 The General Assembly of North Carolina do enact:
6

7 GENERAL FUND

8 **Section 1.** Appropriations from the General Fund of the State for the maintenance
9 of the State departments, bureaus, institutions, and for other purposes as enumerated are hereby
10 made for the two fiscal years ending June 30, 1962, and June 30, 1963, respectively, according
11 to the following schedule:
12

13 I. GENERAL GOVERNMENT

	1961-62	1962-63
14		
15 General Assembly	\$	\$ 955,065
16 Supreme Court	312,098	312,348
17 Superior Courts	962,500	962,500
18 Judicial Council.....	4,800	4,800
19 The Governor's Office.....	169,044	169,171
20 The Lieutenant Governor	3,100	3,100
21 Department of Administration	1,856,367	1,590,682
22 Department of Personnel.....	165,183	168,842
23 Merit System Council	48,025	48,663
24 Secretary of State	98,536	101,781
25 State Auditor	245,522	249,175
26 State Treasurer:		
27 1. State Treasurer	159,256	162,655
28 2. Local Government Commission	81,766	82,633
29 Department of Justice:		
30 1. Attorney General.....	157,069	160,058
31 2. Bureau of Investigation	387,947	362,858
32 3. General Statutes Commission	7,630	7,700
33 Department of Revenue.....	4,291,539	4,394,805
34 Department of Tax Research.....	70,331	76,970
35 Tax Review Board.....	4,992	5,068
36 State Board of Elections.....	24,232	25,132
37 Contingency and Emergency:		
38 1. To provide for contingency and emergency		
39 expenditures for any purpose authorized by		
40 law for which no specific appropriation is		
41 made hereunder, or for which inadvertently		
42 an insufficient appropriation has been made		
43 under this Section. Allotments to be made		

1	from this appropriation under the provisions		
2	of G.S. 143-12, or such other Statute as		
3	may be applicable.....	1,750,000	1,750,000
4	Salary Adjustments of State General Fund		
5	Employees (Subject to Personnel Act) to		
6	continue new salary schedules	1,147,821	1,702,748
7			
8	Subtotal — General Government.....	<u>11,947,758</u>	<u>13,296,754</u>
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11 **II. PUBLIC SAFETY AND REGULATION**

12		1961-62	1962-63
13	The Adjutant General:		
14	1. Adjutant General's Office.....	\$ 493,450	\$ 495,796
15	2. Armory Commission.....	41,000	23,500
16	State Civil Air Patrol.....	15,211	15,319
17	State Civil Defense Agency	102,612	107,095
18	Department of Motor Vehicles:		
19	1. Automobile Drivers' Financial		
20	Responsibility Program.....	291,665	281,234
21	Utilities Commission.....	274,383	278,107
22	Insurance Department:		
23	1. Insurance Department	383,947	387,661
24	2. State Property Fire Insurance.....	250,000	250,000
25	3. Firemen's Relief	1,750	1,750
26	4. Building Code Council.....	7,092	7,200
27	Department of Labor	507,283	512,766
28	Industrial Commission	299,700	295,722
29	State Board of Alcoholic Control.....	459,876	463,028
30			
31	Subtotal — Public Safety and Regulation.....	<u>3,127,969</u>	<u>3,119,178</u>
32			

33
34 **III. CORRECTION**

35		1961-62	1962-63
36	Board of Correction and Training:		
37	1. General Administration.....	\$ 66,476	\$ 68,448
38	2. Stonewall Jackson Training School	445,008	447,695
39	3. State Home and Industrial School		
40	for Girls — Samarcand Manor.....	314,943	335,367
41	4. Morrison Training School.....	466,186	470,278
42	5. Eastern Carolina Training School	242,884	265,129
43	6. State Training School for Girls — Dobbs		
44	Farm	211,156	235,412
45	7. Leonard Training School.....	313,924	344,579
46	8. Juvenile Evaluation and Treatment		
47	Center	224,884	230,835
48	Fugitives from Justice	6,500	6,500
49	Prison Department.....	6,094,700	6,738,539
50	Probation Commission.....	545,361	553,177
51	Board of Paroles.....	385,628	394,330

1			
2	Subtotal — Correction	9,317,650	10,090,289
3			
4			
5	IV. PUBLIC WELFARE		
6		1961-62	1962-63
7	Department of Public Welfare	\$ 11,233,330	\$ 11,971,410
8	State Commission for the Blind	989,917	1,019,355
9	Veterans Commission:		
10	1. Veterans Commission	337,925	343,185
11	2. County Service Officers	90,000	90,000
12	Confederate Women's Home	56,370	57,460
13	Oxford Orphanage.....	62,250	62,250
14	Junior Order Orphanage.....	55,000	55,000
15	Oxford Colored Orphanage.....	86,000	86,000
16	Odd Fellows Home	11,000	11,000
17	Pythian Home.....	11,000	11,000
18	Alexander Schools, Inc.	40,000	40,000
19			
20	Subtotal — Public Welfare	12,972,792	13,746,660
21			
22			
23	V. EDUCATION		
24		1961-62	1962-63
25	Department of Public Instruction.....	\$ 644,975	\$ 649,291
26	State Board of Education:		
27	1. Nine Months School Fund	211,820,998	215,872,348
28	2. State Board of Education	376,370	370,920
29	3. Vocational Education	7,577,266	7,906,573
30	4. Purchase of Free Textbooks.....	3,182,184	2,180,091
31	5. Vocational Textile School.....	93,546	90,838
32	6. Purchase of School Buses	2,579,428	2,579,428
33	7. Administration of State School Plant Construction, Improvement, and Repair Fund.....	106,799	107,801
34	8. Vocational Rehabilitation.....	806,496	856,823
35	9. Vocational Education — Industrial Education Centers — Equipment	763,200	
36	10. Instruction and Training for Trainable Mentally Handicapped Children.....	303,040	348,390
37	11. National Defense Education Program.....	137,633	135,045
38	12. Program of Education by Television.....	85,050	85,050
39	13. Curriculum Study and Research	112,500	112,500
40	14. Professional Improvement of Teachers.....	150,000	150,000
41	State Board of Higher Education	78,352	79,036
42	University of North Carolina (Consolidated):		
43	1. General Administration.....	207,063	207,976
44	2. Long Range Planning Program	35,216	35,432
45	3. University of North Carolina:		
46	a. University of North Carolina	6,008,011	6,010,422
47	b. Research Computation Center.....	76,404	77,292
48	c. Division of Health Affairs.....	2,916,812	3,028,904
49			
50			
51			

1	4. State College of Agriculture and Engineering	6,039,124	5,966,416
2	5. The Woman's College	2,084,374	2,086,316
3	East Carolina College.....	2,138,594	2,183,506
4	The Agricultural and Technical College	1,554,823	1,561,108
5	Western Carolina College	937,450	904,663
6	Appalachian State Teachers College.....	1,206,541	1,221,330
7	Pembroke State College	237,042	240,366
8	Winston-Salem Teachers College	539,513	536,600
9	Elizabeth City State Teachers College	440,960	431,548
10	Fayetteville State Teachers College	431,464	417,979
11	North Carolina College at Durham	1,344,137	1,347,704
12	North Carolina School for the Deaf	1,041,835	1,018,583
13	State School for the Blind and the Deaf.....	967,812	1,032,001
14	Student Loan Funds:		
15	1. Medical Care Commission — Medical		
16	Education.....	175,000	175,000
17	2. State Board of Education — Teacher		
18	Education.....	487,500	540,000
19	Station WUNC-TV:		
20	1. University of North Carolina — General		
21	Administration — WUNC-TV.....	75,696	67,771
22	2. University of North Carolina — Station		
23	WUNC-TV	63,333	64,233
24	3. State College — Station WUNC-TV	62,073	62,483
25	4. The Woman's College — Station WUNC-TV	42,386	43,301
26	Department of Archives and History	436,850	447,241
27	State Library:		
28	1. Library.....	144,276	145,353
29	2. State Aid to Public Libraries	463,602	464,584
30	State Art Society	158,336	158,833
31	North Carolina Symphony Society, Inc.	60,000	60,000
32	Old Salem, Inc.....	35,000	35,000
33	Highlands Biological Station, Inc.	3,750	3,750
34	Department of Administration:		
35	1. Community Colleges.....	409,059	462,007
36	2. Reserve for Higher Education		
37	Examination Program.....	25,000	25,000
38	3. Reserve for Increased College Enrollment	961,985	1,624,582
39	4. Reserve for Higher Education — Support		
40	of Summer Schools	480,000	480,000
41	5. Reserve for Higher Education — To		
42	Replace Contributions by Auxiliary		
43	Services to Academic Expense	275,000	275,000
44			
45	Subtotal — Education	<u>261,383,858</u>	<u>264,966,418</u>
46			
47			
48	VII. NON-HIGHWAY TRANSPORTATION		
49		1961-62	1962-63
50	State Ports Authority	\$ 199,527	\$ 199,227
51			

VIII. HEALTH AND HOSPITALS

	1961-62	1962-63
State Board of Health.....	\$ 3,580,519	\$ 3,665,060
Medical Care Commission:		
1. Medical Care Commission — Administration.....	96,430	97,970
2. Indigent Care.....	-0-	-0-
University of North Carolina:		
1. Memorial Hospital — Psychiatric Center.....	598,985	615,098
2. Memorial Hospital.....	1,581,514	1,683,274
Hospitals Board of Control:		
1. General Administration.....	292,896	294,104
2. Alcoholic Rehabilitation Program.....	200,273	199,462
3. Dorothea Dix Hospital.....	3,935,472	4,002,473
4. Broughton Hospital.....	3,865,478	3,932,487
5. Western Carolina School.....	130,000	765,000
6. Cherry Hospital.....	3,429,847	3,773,316
7. O'Berry School.....	1,318,440	1,529,192
8. Umstead Hospital.....	2,976,525	2,999,051
9. Murdoch School.....	2,395,329	2,494,415
10. Caswell School.....	2,471,677	2,521,304
North Carolina Orthopedic Hospital.....	515,358	508,522
North Carolina Cerebral Palsy Hospital.....	211,766	215,263
North Carolina Sanatorium System:		
1. General Administration.....	43,434	43,562
2. North Carolina Sanatorium.....	1,232,282	1,207,360
3. Western North Carolina Sanatorium.....	1,086,296	1,103,697
4. Eastern North Carolina Sanatorium.....	1,382,887	1,402,529
5. Gravelly Sanatorium.....	490,589	497,049
Asheville Orthopedic Hospital.....	75,000	75,000
North Carolina Cancer Institute, Inc.	26,000	26,000
Subtotal — Health and Hospitals.....	31,936,997	33,651,188

IX. NATURAL RESOURCES AND RECREATION

	1961-62	1962-63
Department of Conservation and Development:		
1. Department of Conservation and Development.....	\$ 3,062,339	\$ 2,838,038
2. Division of Commercial Fisheries.....	218,852	161,156
3. Division of Commercial Fisheries — Shellfish Division.....	108,378	108,806
4. State Planning Program.....	80,934	81,983
5. Kerr Reservoir Development Commission — Nutbush Conservation Area.....	29,296	29,804
Department of Water Resources.....	536,369	541,553
North Carolina National Park, Parkway and Forests Development Commission.....	7,783	8,142
University of North Carolina — Institute of Fisheries Research.....	88,199	88,556

1	State College — Industrial Extension Service	100,314	100,518
2	Rural Electrification Authority	69,184	69,450
3	North Carolina Recreation Commission	92,667	94,901
4	Bennett Memorial — Durham, N.C.	50	50
5	Confederate Museum — Richmond, Va.	200	200
6	Confederate Cemetery — Raleigh, N.C.	350	350
7	Department of Archives and History — Tryon		
8	Palace Commission	74,039	75,139
9	Garden Clubs of North Carolina, Inc. — The		
10	Elizabethan Garden	4,300	4,300
11			
12	Subtotal — Natural Resources and Recreation	4,473,254	4,202,946
13			

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15 X. AGRICULTURE

16		1961-62	1962-63
17	Department of Agriculture — Contribution from		
18	General Fund	\$ 2,076,699	\$ 2,234,290
19	Agricultural Experiment Station — State College	2,369,403	2,382,738
20	Cooperative Agricultural Extension Service —		
21	State College	2,781,406	2,786,706
22	State Soil Conservation Committee	134,639	131,913
23			
24	Subtotal Agriculture	7,362,147	7,535,647
25			

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27 XII. RETIREMENT AND PENSIONS

28		1961-62	1962-63
29	Teachers' and State Employees' Retirement System:		
30	1. Administration	\$ 284,055	\$ 288,256
31	2. State Contributions	24,631,802	25,517,150
32	3. Teachers and State Employees Who Had		
33	Attained Age 65 at August 1, 1959	225,400	212,800
34	Law Enforcement Officers' Benefit and Retirement		
35	Fund — Contribution from General Fund	14,778	15,174
36	North Carolina Firemen's Pension Fund	251,885	251,951
37	Pensions — Confederate Widows	126,126	126,126
38	Pensions — Widows of Governors	12,000	12,000
39			
40	Subtotal — Retirement and Pensions	25,546,046	26,423,457
41			

42

43 XIII. DEBT SERVICE

44		1961-62	1962-63
45	Interest on Bonds	\$ 3,765,919	\$ 4,592,281
46	Redemption of Bonds	7,230,000	8,943,000
47	Interest on Tax Anticipation Notes	100,000	100,000
48	Landscrip Fund	7,500	7,500
49			
50	Subtotal — Debt Service	11,103,419	13,641,781
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XIV. SALARY INCREASES

	1961-62	1962-63
Salary Increases for Employees Subject to the Personnel Act	\$ 2,906,762	\$ 2,922,785

XV. SALARY ADJUSTMENT FUND

	1961-62	1962-63
Salary Adjustment Fund for Employees Subject to the State Personnel Act	200,000	200,000
TOTAL — GENERAL FUND	\$ 382,478,179	\$ 393,996,330

HIGHWAY FUND

Sec. 2. Appropriations from the Highway Fund of the State for the expense of collecting revenues, for the service of the highway debt, and for the maintenance of the highway activities, are hereby made for the two fiscal years ending June 30, 1962, and June 30, 1963, respectively, according to the following schedule:

I. GENERAL GOVERNMENT

	1961-62	1962-63
Salary Adjustments of State Highway Fund Employees (Subject to Personnel Act) to Continue New Salary Schedules	\$ 1,052,179	\$ 1,597,252

II. PUBLIC SAFETY AND REGULATION

	1961-62	1962-63
Department of Motor Vehicles.....	\$ 9,855,916	\$ 9,968,935
Transportation Inspection (to Utilities Commission).....	151,394	154,013
Subtotal — Public Safety and Regulation.....	10,007,310	10,122,948

III. CORRECTION

	1961-62	1962-63
Prison Department.....	-0-	-0-

VI. HIGHWAYS

	1961-62	1962-63
State Highway Commission:		
1. Merit Salary Increments	\$ 866,323	\$ 1,372,354
2. Reserve for Contingencies	500,000	500,000
3. General Administration	1,384,552	1,373,607
4. Engineering Administration and Supervision	4,313,297	4,238,730
5. State Maintenance and Construction:		
a. Primary System	19,611,917	20,410,049
b. Secondary System	49,242,370	52,376,858
c. Urban System	3,135,654	3,167,011

1	d. Public Service Roads.....	510,000	520,000
2	6. State Funds to Match Federal Aid Construction	24,925,000	25,925,000
3	7. State Aid to Municipalities.....	7,217,000	7,506,300
4			
5	Subtotal — Highways	<u>111,706,113</u>	<u>117,389,909</u>
6			

7
8 **XII. RETIREMENT AND PENSIONS**

9		1961-62	1962-63
10	Contribution to Retirement System.....	2,555,149	2,716,136
11		<u> </u>	<u> </u>

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13 **XIII. DEBT SERVICE**

14	Interest on and Redemption of Highway Bonds	12,316,750	12,312,063
15		<u> </u>	<u> </u>

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17 **XIV. SALARY INCREASES**

18		1961-62	1962-63
19	Salary Increases for Highway Fund Employees		
20	Subject to the State Personnel Act	2,059,376	2,048,223

21			
22	TOTAL — HIGHWAY FUND	<u>\$ 139,696,877</u>	<u>\$ 146,186,531</u>
23		<u> </u>	<u> </u>

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25 (Transfers and changes may be made in the Highway Fund from Merit Salary Increments,
26 Reserve for Contingencies, and Salary Increases and Adjustments to other operating
27 appropriations in the Highway Fund under authorization by the Director of the Budget.
28 Transfers and changes may be made to and/or from Title VI-5(a), (b), (c), and (d) under
29 authorization by the Director of the Budget).

30 In the event that the revenues accruing to the Highway Fund exceed the amount of one
31 hundred forty-five million ninety-three thousand dollars(\$145,093,000.00) for the fiscal year
32 1961-62 and the amount of one hundred fifty million four hundred ninety-five thousand dollars
33 (\$150,495, 000.00) for the fiscal year 1962-63 such excesses may be allocated by the Director
34 of the Budget, with the approval of the Advisory Budget Commission, to increase the
35 appropriations under Title VI-5(b) for the construction of secondary roads.

36 **Sec. 2.1.** Section 12 of Chapter 349 of the Session Laws of 1957 is hereby
37 expressly repealed.

38 **Sec. 2.2.** G.S. 147-69.1 is hereby amended by striking out the period after the
39 words "State's General Fund" at the end of the first paragraph, inserting a semicolon in lieu
40 thereof, and adding the following words: "provided, however, that on and after July 1, 1961, all
41 interest accruing on the monthly balance of the Highway Fund of the State shall be paid to the
42 State Highway Fund."
43

44 **AGRICULTURE FUND**

45 **Sec. 3.** Appropriations from the Agriculture Fund of the State for maintenance of
46 agricultural activities are hereby made for the two fiscal years ending June 30, 1962, and June
47 30, 1963, respectively, according to the following schedule:

48		1961-62	1962-63
49	1. Department of Agriculture	\$ 1,414,013	\$ 1,392,335
50	2. State Fair (The State Fair may be operated within		
51	its own receipts in the discretion of the State		

1 Board of Agriculture).

2
3
4 WILDLIFE RESOURCES COMMISSION

5 **Sec. 4.** Notwithstanding any laws or clauses of laws pertaining to the Wildlife
6 Resources Commission, there is hereby appropriated out of funds available to the Wildlife
7 Resources Commission the following sums for the biennium 1961-63, subject to expenditure
8 under the provisions of the Executive Budget Act, G.S. 143-1:

9

	1961-62	1962-63
10 Wildlife Resources Commission.....	\$ 2,711,703	\$ 2,525,590

11
12

13 **Sec. 4.1.** There is hereby appropriated out of funds available in the various Special
14 Funds sufficient amounts to carry on required activities included under each fund's operations
15 subject to provisions of the Executive Budget Act, Chapter 143, Article 1, General Statutes of
16 North Carolina.

17
18 GENERAL PROVISIONS

19 **Sec. 5.** Chapter 138 of the General Statutes is amended by the addition thereto of a
20 new Section, which shall be designated "§ 138-5", and shall read as follows:

21 **"§ 138-5. Per diem and allowances of State boards, etc.**

22 "(a) Members of State boards, commissions, and committees which operate from funds
23 deposited with the State Treasurer shall be compensated for their services at the following
24 rates:

25 "(1) Advisory Budget Commission, seven dollars (\$7.00) per diem: Provided,
26 that the rate during the period from July 1 through December 31 of each
27 even-numbered year shall be twenty-five dollars (\$25.00) per diem;

28 "(2) All other boards, commissions and committees, except those boards,
29 commissions, and committees the members of which are now serving
30 without compensation, seven dollars (\$7.00) per diem.

31 "(b) Members of State boards, commissions, and committees shall be allowed travel
32 expenses at the following rates:

33 "(1) For transportation by privately-owned automobile, seven cents (7¢) per mile
34 of travel and the actual cost of tolls paid;

35 "(2) For bus, railroad, pullman, or other public conveyance, actual fare;

36 "(3) For subsistence, the actual amount expended for room, meals, and
37 reasonable gratuities, not to exceed a total of twelve dollars (\$12.00) per day
38 when traveling in State or a total of fourteen dollars (\$14.00) when traveling
39 out of State: Provided, that subject to the approval of the Director of the
40 Budget, members who attend meetings of boards, commissions and
41 committees held in their home communities shall be allowed subsistence
42 reimbursement for meals on the days they attend such meetings;

43 "(4) For convention registration fees, not to exceed ten dollars (\$10.00) per
44 convention.

45 "(c) The schedules of per diem, subsistence, and travel allowances established in this
46 Section shall apply to members of all State boards, commissions, and committees which
47 operate from funds deposited with the State Treasurer, excluding those boards, commissions
48 and committees the members of which are now serving without compensation; and all special
49 statutory provisions relating to per diem, subsistence, and travel allowances are hereby
50 amended to conform to this Section.

1 tuberculosis; with the amount of funds to be determined as follows: At the beginning of each
2 month the Dorothea Dix Hospital at Raleigh, the Cherry Hospital at Goldsboro, and North
3 Carolina Sanatorium shall render to the Prison Department a bill, on the basis of the per capita
4 cost per day for the preceding fiscal year, as may be determined by the Director of the Budget,
5 for the care, custody, and treatment, during the preceding month, of criminally insane prisoners
6 and prisoners who have tuberculosis and who have been transferred from the Prison System to
7 said institutions, and the Prison Department shall pay such bills monthly.

8 **Sec. 9.** Appropriations made to the North Carolina School for the Deaf and to the
9 State School for the Blind and the Deaf under Section 1 of this Act include provisions for the
10 cost of clothing and transportation for indigent pupils. The institutions shall be reimbursed for
11 these items by the counties liable therefor under the provisions of G.S. 116-118.

12 **Sec. 9.1.** From the funds appropriated to the State institutions of higher education in
13 Section 1 of this Act and institutional receipts accruing to said institutions, the respective State
14 institutions of higher education are hereby directed to pay to student help employed to perform
15 work in said institutions a rate of pay which shall not be less in any case than seventy-five cents
16 (75¢) per hour of work performed.

17 **Sec. 9.2.** Upon request from the State Board of Education, the Director of the
18 Budget, with the approval of the Advisory Budget Commission, is authorized to make transfers
19 from any funds appropriated to the State Board of Education under Section 1 of this Act for the
20 purpose of supplementing the appropriation therein provided for "Curriculum Study and
21 Research", provided the appropriation for "Curriculum Study and Research" is found by the
22 State Board of Education to be inadequate and funds are found to be available for transfer in
23 any of the other appropriations made herein to said Board.

24 **Sec. 10.** Appropriations made to the Oxford Colored Orphanage under Section 1 of
25 this Act shall be available only if and when the expenditures shall be recommended by the
26 trustees of the institution appointed by the Governor of the State, and the expenditures shall be
27 under the supervision of said trustees.

28 **Sec. 10.1.** Annual receipts collected by the institutions operating under the control
29 of the Hospitals Board of Control which exceed the authorized budgeted amounts for each such
30 institution shall be reserved for the use of the Hospitals Board of Control for the purpose of
31 developing research programs in the area of mental illness. Provided, however, that the
32 amounts reserved shall not exceed fifty thousand dollars (\$50,000.00).

33 **Sec. 10.2.** Out of the appropriations made in Section 1 of this Act to the Hospitals
34 Board of Control, Alcoholic Rehabilitation Program, a sum not in excess of six thousand
35 dollars (\$6,000.00) per year shall be reserved for the specific purpose of employing a full-time
36 chaplain.

37 **Sec. 11.** Appropriations made in Section 1 of this Act to the Department of Public
38 Welfare under Title IV for Old Age Assistance and for Aid to Dependent Children are declared
39 to be for such sums as, when added to the unexpended balances remaining at the end of the
40 biennium 1959-61 in the appropriation for the said purposes for that biennium, shall be equal to
41 the sum of three million six hundred thirty-seven thousand dollars (\$3,637,000.00) for the fiscal
42 year 1961-62 and three million eight hundred fifty thousand dollars (\$3,850,000.00) for the
43 fiscal year 1962-63 for Old Age Assistance, and three million fifty-six thousand dollars
44 (\$3,056,000.00) for the fiscal year 1961-62 and three million two hundred eighty-two thousand
45 dollars (\$3,282,000.00) for the fiscal year 1962-63 for Aid to Dependent Children.

46 **Sec. 12.** The Director of the Budget shall require that the Highway Fund, the
47 Agriculture Fund, other special funds employing personnel, and other operations employing
48 personnel and which are designated by resolution of the Governor and Advisory Budget
49 Commission as self-supporting operations shall budget as a line item object of expenditure
50 sufficient funds to pay their employer proportion of contributions to the Teachers' and State
51 Employees' Retirement System as required by the Act creating said System; provided, however,

1 that the Special Fund entitled University of North Carolina — University Enterprises —
2 (Special Fund) shall be exempt from the foregoing requirement until July 1, 1963.

3 With the foregoing exception only, no part of the appropriation made in Section 1 of
4 this Act to the Teachers' and State Employees' Retirement System as "contributions" under
5 Title XII-2 shall be used to supply the State's or employer's contribution for Retirement System
6 purposes or Social Security purposes with respect to the compensation of any State employee
7 (1) whose compensation is paid out of receipts of any State institution or agency (other than
8 gifts, including foundation funds), which receipts are deposited in institutional funds for the
9 specific purpose of paying the compensation of such employee, or (2) who performs his duties
10 for an operation or activity designated by the Director of the Budget as a self-supporting
11 operation or activity, or (3) who performs his duties for an operation or activity not directly
12 supported by an appropriation from the State General Fund. In those instances in which an
13 employee's salary is paid in part from the General Fund or from gifts (including foundations)
14 and in part from receipts of the State institution or agency (other than gifts, including
15 foundation funds), which receipts are deposited in institutional funds for the specific purpose of
16 paying part of the compensation of such State employee, the appropriation described above
17 shall be used to pay a portion of the employer's contribution for retirement and social security
18 equal to that proportion of the employee's total salary paid from the General Fund or from gifts
19 (including foundations), and the remainder of the employer's contribution shall be paid from the
20 same source or sources as supply the remainder of such employee's salary. It is the intent and
21 purpose of this Act that, when Retirement System or Social Security matching funds are
22 required to be made on behalf of the State as an employer in the situations described above in
23 this paragraph, such matching funds to the extent necessary shall be paid out of the funds of the
24 institutions or operation or activity described above in this paragraph. Any question as to the
25 applicability of this paragraph shall be resolved by the Director of the Budget and the Advisory
26 Budget Commission.

27 **Sec. 13.** General Statutes 97-100(j) is hereby amended by the addition thereto of the
28 following sentence:

29 "Receipts collected under this subsection shall be deposited to the credit of the State
30 Treasurer as General Fund Revenue."

31 **Sec. 14.** G.S. 130-11(5) is amended by the addition thereto of the following
32 sentences:

33 "The industrial hygiene unit of the State Board of Health shall, under the direction and
34 supervision of the Industrial Commission, carry out all of the provisions of the Workmen's
35 Compensation Act with respect to occupational disease work, and the State Board of Health
36 shall file with the Industrial Commission sufficient reports to enable it to carry out the
37 provisions of the occupational disease law. After all occupational disease work required by the
38 Industrial Commission has been completed, the State Board of Health may use the services of
39 the industrial hygiene unit for such other work as the Board may deem advisable."

40 **Sec. 15.** Chapter 115 of the General Statutes is amended by the insertion therein,
41 immediately following Article 21, of a new Article which shall be designated "Article 21 A",
42 and which shall read as follows:

43 "ARTICLE 21A

44 "CHILD HEALTH PROGRAM

45 "§ 115-179.1. **Child Health Program expenditures.** Not less than ninety per cent (90%) of
46 the expenditures from the appropriation for each year to the State Board of Education under the
47 Nine Months School Fund for the Child Health Program shall be expended through the Child
48 Health Program of the State Board of Education for the diagnosis and correction of chronic,
49 remediable physical defects of public school children, in the following manner:

50 "(1) Upon discovery of a chronic, remediable defect, if it appears that the expenditure of
51 school health funds will be required to provide spectacles, prosthesis, or other correction, the

1 appropriate school official shall forthwith notify the county superintendent of public welfare of
2 the county in which the child resides. Thereupon, the superintendent of public welfare shall
3 make such investigation as necessary and only upon his certification of financial need shall
4 funds be expended for this purpose: Provided, that in cases of minor dental defects involving
5 expenditures not in excess of ten dollars (\$10.00), school and health department personnel may
6 determine financial need.

7 "(2) Child Health Program funds as defined in this Section shall be expended in
8 accordance with a uniform State-wide schedule of fees and costs, and only to provide
9 spectacles, prosthesis, and other correction of chronic, remediable defects of public school
10 children: Provided, that an amount not in excess of ten percent (10%) of the appropriation for
11 this program for each year may be expended for case finding, health education, and intensive
12 follow-up services."

13 **Sec. 16.** G.S. 115-188 is amended by the addition thereto of a new subsection,
14 which shall be designated "(h)", and shall read as follows:

15 "(h) Appropriations made in the biennial Budget Appropriation Act for the purchase of
16 public school buses shall be permanent appropriations, and unexpended portions of those
17 appropriations shall not revert to the General Fund at the end of the biennium for which
18 appropriated. Any unexpended portion of those appropriations shall at the end of each fiscal
19 year be transferred to a reserve account and shall be held, together with any other funds
20 appropriated for the purpose, for the purchase of public school buses."

21 **Sec. 16.1.** G.S. 116-143 is amended by striking out the last sentence of the first
22 paragraph. G.S. 116-143 is amended further by striking out the comma which now follows the
23 word "abolished" in the last sentence of said Statute, and inserting a period in lieu thereof and
24 by striking out the words which follow said comma as the Statute is at present and inserting in
25 lieu thereof the following sentences:

26 "Inasmuch as the giving of tuition and fee waivers, or especially reduced rates, represent in
27 effect a variety of scholarship award, the said practice is hereby prohibited except where
28 expressly authorized by Statute; and, furthermore, it is hereby directed and required that all
29 budgeted funds expended for scholarships of any type must be clearly identified in budget
30 reports.

31 "Where an individual serves as a faculty member on a part-time basis and is enrolled at the
32 same time as a part-time student, a special tuition rate not lower than the North Carolina
33 resident rate may be granted in the discretion of the board of trustees of the institution."

34 **Sec. 17.** G.S. 113-54 is amended by the addition thereto of the following sentence:
35 "The funds appropriated to the Department of Conservation and Development in the biennial
36 Budget Appropriation Act for forest fire prevention and control shall not be expended in a
37 county unless that county shall contribute at least twenty-five per cent (25%) of the total cost of
38 the forest fire prevention program."

39 **Sec. 17.1.** Subject to a recommendation by the Advisory Budget Commission,
40 funds not to exceed one hundred thousand dollars (\$100,000.00) for each year of the biennium
41 1961-63 may be allotted out of the Contingency and Emergency Appropriation for use by the
42 State Department of Agriculture, North Carolina Experiment Station, U.S. Department of
43 Agriculture, for a Witch Weed Control Program.

44 **Sec. 18.** Subject to rules and regulations promulgated by the Department of
45 Administration and approved by the Director of the Budget any State department, institution,
46 commission, or other agency of the State is hereby authorized to expend, from appropriations
47 made in this Act, funds to pay the expenses of transporting the household goods and furniture
48 of an employee and members of his household when such employee is directed by the
49 employing agency to transfer from one location to another.

50 **Sec. 19.** The appropriations made to the Department of Administration for the
51 purpose of providing grants-in-aid toward maintenance and operation of community colleges at

1 Charlotte, Asheville, Elizabeth City, and Wilmington, or any other community college or
2 colleges which may become eligible for grants under the provisions of G.S. 116-3, shall
3 constitute a lump sum from which payments shall be made to each community college upon a
4 certification by the North Carolina Board of Higher Education of the sum to which each
5 community college has become entitled as a result of allowing four dollars (\$4.00) per student
6 quarter hour of instruction actually delivered to North Carolina residents and courses approved
7 for such State aid by the said Board of Higher Education; and the Governor and Council of
8 State may allot additional money out of the Contingency and Emergency Fund in case the
9 regular appropriations herein made for this purpose prove to be inadequate.

10 **Sec. 20.** The appropriation made to the Department of Administration for
11 admissions testing programs shall be used to reimburse any State institution of higher education
12 for credits against tuition granted to entering students who have taken and paid for the
13 Scholastic Aptitude Test of the College Entrance Examination Board as administered by the
14 Educational Testing Service on a preadmission basis, and/or to any State institution of higher
15 education which elects to have these tests given to freshmen on a post-admission basis for the
16 purpose of assessing the relative scores of such freshmen with respect to national medium
17 scores; and the Governor and the Council of State may allot additional money out of the
18 Contingency and Emergency Fund in case the appropriations made in Section 1 of this Act for
19 this purpose prove to be inadequate.

20 **Sec. 21.** For the biennium 1961-63 there shall, from time to time, be allocated to the
21 State Board of Education from the Contingency and Emergency Fund such amounts as are
22 necessary for education expense grants in accordance with G.S. 115-35, and such amounts as
23 are necessary for the administration of said Article.

24 **Sec. 22.** If the Federal Government requires State participation in the Wilmington
25 Harbor Project, the Governor and Council of State are authorized to allocate not in excess of
26 one hundred thousand dollars (\$100,000.00) in order to comply with Federal requirements.

27 28 SALARIES AND WAGES

29 **Sec. 23.** The Director of the Budget is authorized and empowered to transfer from
30 the appropriations made in Sections 1 and 2 of this Act for salary adjustments of State
31 employees subject to the Personnel Act, sums which may be required to adjust salaries as
32 approved by the State Personnel Council and the Director of the Budget.

33 The appropriations included in Sections 1 and 2 of this Act for salary increases of
34 State employees subject to the State Personnel Act shall be transferred by the Director of the
35 Budget to departments, institutions and agencies as may be required to increase salaries
36 effective July 1, 1961, for full-time, permanent employees in accordance with the following
37 provisions: For granting a one-step increment to each permanent, full-time employee subject to
38 the provisions of the State Personnel Act, according to the State Personnel Department
39 increment schedule in effect as of June 30, 1961.

40 The provisions of this Section may be applied to increase salaries paid out of special
41 funds or from sources other than tax revenues; provided, the necessary funds are made
42 available from operations or from sponsoring agents. The Director of the Budget is authorized
43 and empowered to allocate out of special operating funds, under which personnel is employed,
44 sufficient funds to conform with the provisions of this Section; provided, funds are available or
45 made available by the sponsoring agents.

46 The increase provided by this Section shall not apply to positions exempt from
47 partially from the General Fund and partially from sources other than the General Fund shall
48 receive a salary increase from the General Fund appropriation only in proportion to the extent
49 that his salary is paid from the General Fund.

