

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2021

H.B. 602
Apr 19, 2021
HOUSE PRINCIPAL CLERK

H

D

HOUSE BILL DRH40364-MK-41A

Short Title: UNC Legislative Priorities/HR/Reports. (Public)

Sponsors: Representative Hardister.

Referred to:

1 A BILL TO BE ENTITLED
2 AN ACT TO EXEMPT FINANCE, BUSINESS OFFICE, AND AUDITOR PROFESSIONALS
3 FROM MOST PROVISIONS OF THE NORTH CAROLINA HUMAN RESOURCES ACT,
4 TO CONSOLIDATE AND ELIMINATE CERTAIN REPORTS, AND TO MAKE
5 CHANGES FOR IN-STATE TUITION FOR VETERANS TO COMPLY WITH FEDERAL
6 LAW.

7 The General Assembly of North Carolina enacts:

8
9 **PART I. EXEMPT UNC FINANCE PROFESSIONALS, BUSINESS OFFICE**
10 **PROFESSIONALS, AND AUDITOR PROFESSIONALS FROM MOST PROVISIONS**
11 **OF THE NORTH CAROLINA HUMAN RESOURCES ACT**

12 SECTION 1. G.S. 126-5(c1) reads as rewritten:

13 "(c1) Except as to the provisions of Articles 6 and 7 of this Chapter, the provisions of this
14 Chapter shall not apply to:

15 ...

16 (8) Instructional and research staff, finance professionals, business office
17 professionals, auditor professionals, information technology professionals,
18 physicians, and dentists of The University of North Carolina, including the
19 faculty of the North Carolina School of Science and Mathematics.

20"

21
22 **PART II. UNC REPORT MODIFICATIONS/ELIMINATIONS**

23
24 **ELIMINATE REPORT ON MEDICAL SCHOOL PLANS FOR RESIDENTS**
25 **ENTERING PRIMARY CARE DISCIPLINES/MODIFY DATE OF GRADUATE**
26 **REPORT**

27 SECTION 2.1. G.S. 143-613 reads as rewritten:

28 "§ 143-613. Medical education; primary care physicians and other providers.

29 (a) In recognition of North Carolina's need for primary care physicians, Bowman Gray
30 School of Medicine and Duke University School of Medicine shall each prepare a plan with the
31 goal of encouraging North Carolina residents to enter the primary care disciplines of general
32 internal medicine, general pediatrics, family medicine, obstetrics/gynecology, and combined
33 medicine/pediatrics and to strive to have at least fifty percent (50%) of North Carolina residents
34 graduating from each school entering these disciplines. ~~These schools of medicine shall present~~
35 ~~their plans to the Board of Governors of The University of North Carolina by April 15, 1996, and~~
36 ~~shall update and present their plans every two years thereafter. The Board of Governors shall~~



1 report to the Joint Legislative Education Oversight Committee by May 15, 1996, and every two
2 years thereafter on the status of these efforts to strengthen primary health care in North Carolina.

3 (b) The Board of Governors of The University of North Carolina shall set goals for the
4 Schools of Medicine at the University of North Carolina at Chapel Hill and the School of
5 Medicine at East Carolina University for increasing the percentage of graduates who enter
6 residencies and careers in primary care. A minimum goal should be at least sixty percent (60%)
7 of graduates entering primary care disciplines. ~~Each school shall submit a plan with strategies to
8 reach these goals of increasing the number of graduates entering primary care disciplines to the
9 Board by April 15, 1996, and shall update and present the plans every two years thereafter. The
10 Board of Governors shall report to the Joint Legislative Education Oversight Committee by May
11 15, 1996, and every two years thereafter on the status of these efforts to strengthen primary health
12 care in North Carolina.~~

13 Primary care shall include the disciplines of family medicine, general pediatric medicine,
14 general internal medicine, internal medicine/pediatrics, and obstetrics/gynecology.

15 (b1) The Board of Governors of The University of North Carolina shall set goals for
16 State-operated health professional schools that offer training programs for licensure or
17 certification of physician assistants, nurse practitioners, and nurse midwives for increasing the
18 percentage of the graduates of those programs who enter clinical programs and careers in primary
19 care. ~~Each State-operated health professional school shall submit a plan with strategies for
20 increasing the percentage to the Board by April 15, 1996, and shall update and present the plan
21 every two years thereafter. The Board of Governors shall report to the Joint Legislative Education
22 Oversight Committee by May 15, 1996, and every two years thereafter on the status of these
23 efforts to strengthen primary health care in North Carolina.~~

24 (c) The Board of Governors of The University of North Carolina shall further initiate
25 whatever changes are necessary on admissions, advising, curriculum, and other policies for
26 State-operated medical schools and State-operated health professional schools to ensure that
27 larger proportions of students seek residencies and clinical training in primary care disciplines.
28 The Board shall work with the Area Health Education Centers and other entities, adopting
29 whatever policies it considers necessary to ensure that residency and clinical training programs
30 have sufficient residency and clinical positions for graduates in these primary care specialties.
31 As used in this subsection, health professional schools are those schools or institutions that offer
32 training for licensure or certification of physician assistants, nurse practitioners, and nurse
33 midwives.

34 (d) The progress of the private and State-operated medical schools and State-operated
35 health professional schools towards increasing the number and proportion of graduates entering
36 primary care shall be monitored annually by the Board of Governors of The University of North
37 Carolina. Monitoring data shall include (i) the entry of State-supported graduates into primary
38 care residencies and clinical training programs, and (ii) the specialty practices by a physician and
39 each midlevel provider who were State-supported graduates as of a date five years after
40 graduation. The Board of Governors shall certify data on graduates, their residencies and clinical
41 training programs, and subsequent careers by ~~November~~ April 15 of each calendar year,
42 beginning in ~~November of 2012,~~ April of 2022, to the Fiscal Research Division of the Legislative
43 Services Office and to the Joint Legislative Education Oversight Committee.

44 (e) The information provided in subsection (d) of this section shall be made available to
45 the Appropriations Committees of the General Assembly for their use in future funding decisions
46 on medical and health professional education."
47

48 EXEMPT UNC FROM REPORT ON GOVERNMENT FEES

49 SECTION 2.2.(a) G.S. 143C-9-4 reads as rewritten:
50 "§ 143C-9-4. Biennial fee report.

1 (a) The Office of State Budget and Management shall prepare a report biennially on the
 2 fees charged by each State department, bureau, division, board, commission, institution, and
 3 agency during the previous two fiscal years. The report shall include the statutory or regulatory
 4 authority for each fee, the amount of the fee, when the amount of the fee was last changed, the
 5 number of times the fee was collected during the prior fiscal year, and the total receipts from the
 6 fee during the prior fiscal year.

7 (b) The provisions of subsection (a) of this section shall not apply to The University of
 8 North Carolina."

9 **SECTION 2.2.(b)** G.S. 116-11(9b) reads as rewritten:

10 "(9b) The Board of Governors shall report by February 1 of each year to the Joint
 11 Legislative Education Oversight Committee, the Senate Appropriations
 12 Committee on Education/Higher Education, the House of Representatives
 13 Appropriations Subcommittee on Education, and the Fiscal Research Division
 14 on the actions and adjustments necessary to its budgetary policies, regulations,
 15 and standards resulting from the Current Operations Appropriations Act for
 16 the administration and operation of The University of North Carolina and the
 17 distribution of State and federal funds to constituent institutions. The report
 18 shall include at least the following information for each constituent institution:

19 a. Guidelines related to State salaries of University of North Carolina
 20 employees, including range, median, and mean of faculty salaries at
 21 the institution.

22 ...

23 k. The total amount of mandatory student fee revenue collected by
 24 institution and fee type.

25 l. Any source of student auxiliary revenue that represents greater than
 26 ten percent (10%) of the overall student auxiliary revenue by
 27 institution and revenue type.

28 m. Any source of sales revenue that represents greater than ten percent
 29 (10%) of the overall sales revenue by institution and sales revenue
 30 type."

31 32 **MODIFY REPORT ON RESEARCH COLLABORATIONS ON MILITARY** 33 **BEHAVIORAL HEALTH**

34 **SECTION 2.3.** Section 10(d) of S.L. 2011-185 reads as rewritten:

35 "~~SECTION 10.(d) On By July 1, 2012, 2021, and annually thereafter, the General~~
 36 ~~Administration of The University of North Carolina System Office shall report its findings to the~~
 37 ~~Joint Legislative Health Care Oversight Committee and to the House of Representatives and~~
 38 ~~Senate Appropriations Subcommittees on Health and Human Services, House Homeland~~
 39 ~~Security, Military, and Veterans Affairs Committee."~~

40 41 **EDUCATOR PREPARATION/RECRUITMENT/EFFECTIVENESS REPORT** 42 **CONSOLIDATION**

43 **SECTION 2.4.(a)** Report on Number of School Administrators. – G.S. 116-74.21(c)
 44 is repealed.

45 **SECTION 2.4.(b)** Future Teachers of North Carolina Report. – G.S. 116-41.32 is
 46 repealed.

47 **SECTION 2.4.(c)** UNC-NCCCS 2+2 E-Learning Initiative. – Section 9.7(c) of S.L.
 48 2008-107, as amended by Section 9.3(c) of S.L. 2010-31, reads as rewritten:

49 "~~SECTION 9.7.(c) The University of North Carolina and Community Colleges System~~
 50 ~~Office shall report by April 15, 2011, and annually thereafter, to the Joint Legislative Education~~
 51 ~~Oversight Committee, the State Board of Education, the Office of State Budget and Management,~~

1 and the Fiscal Research Division of the General Assembly on the implementation of the
2 UNC-NCCCS 2+2 E-Learning Initiative. This report shall include:

- 3 (1) The courses and programs within the 2+2 E-Learning Initiative;
- 4 (2) The total number of prospective teachers that have taken or are taking part in
5 this initiative to date broken down by the current academic period and each of
6 the previous academic periods since the program's inception;
- 7 (3) The total number of teachers currently in the State's classrooms, by local
8 school administrative unit, who have taken part in this initiative;
- 9 (4) The change in the number of teachers available to schools since the program's
10 inception;
- 11 (5) The qualitative data from students, teachers, local school administrative unit
12 personnel, university personnel, and community college personnel as to the
13 impact of this initiative on our State's teaching pool; and
- 14 (6) An explanation of the expenditures and collaborative programs between the
15 North Carolina Community College System and The University of North
16 Carolina, including recommendations for improvement."

17 **SECTION 2.4.(d)** G.S. 116-11(12d) reads as rewritten:

18 "(12d) The Board of Governors shall provide a comprehensive annual report on
19 ~~teacher-educator~~ education efforts at The University of North Carolina. The
20 report shall include information about ~~teacher-educator~~ education and
21 recruitment, ~~2+2 initiatives, distance education programs focused on teacher~~
22 ~~education, and professional development programs for teachers and school~~
23 ~~administrators.~~ initiatives to improve educator quality, student success
24 measures, and strategic research and related efforts. The teacher-educator
25 education report shall be due on April-October 15 of each year to the Joint
26 Legislative Education Oversight Committee and Committee. The Board shall
27 provide a copy of the report to the State Board of Education."
28

29 **ELIMINATE CONSULTATION WITH GOV OPS ON DEBT FOR GOLF**
30 **COURSES/TRANSIENT ACCOMMODATIONS FACILITIES**

31 **SECTION 2.5.** G.S. 66-58(h) is repealed.
32

33 **ELIMINATE REPORT ON UNC SYSTEM PRESIDENT'S STRATEGIC INITIATIVE**
34 **RESERVE FUNDS FOR SPECIAL PROJECTS**

35 **SECTION 2.6.** The University of North Carolina System Office shall not be required
36 to submit an annual report to the Joint Legislative Education Oversight Committee on the use of
37 funds from The University of North Carolina President's Strategic Initiative Reserve but shall
38 make this information available upon request to the Fiscal Research Division of the General
39 Assembly.
40

41 **ELIMINATE UNC ENROLLMENT GROWTH PROJECTION REPORT**

42 **SECTION 2.7.** G.S. 116-30.7 is repealed.
43

44 **ELIMINATE REPORT ON DEFAULTS ON PROJECTS WITHOUT PERFORMANCE**
45 **BONDS**

46 **SECTION 2.8.** Section 1.2 of S.L. 2010-148 reads as rewritten:

47 "**SECTION 1.2.** The Department of Transportation ("DOT"), ~~The University of North~~
48 ~~Carolina and its constituent institutions ("UNC"), ("DOT")~~ and the Department of Administration
49 ("DOA") shall monitor all projects in those agencies ~~and institutions~~ that are let without a
50 performance or payment bond to determine the number of defaults on those projects, the cost to
51 complete each defaulted project, and each project's contract price. Beginning March 1, 2011, and

1 annually thereafter, ~~DOT, UNC, DOT~~ and DOA shall report this information to the Joint
2 Legislative Committee on Governmental Operations."
3

4 **REQUIRE UNC TO ADOPT RULES FOR REPORTING ON CERTAIN CONTRACTS**
5 **UNDER A PUBLIC-PRIVATE PARTNERSHIP**

6 **SECTION 2.9.** G.S. 143-133.1 is amended by adding a new subsection to read:

7 "(e) The University of North Carolina shall not be required to report to the Secretary of
8 Administration pursuant to subsection (a) of this section, and the rules adopted by the Secretary
9 of Administration to implement this section pursuant to subsection (b) of this section shall not
10 apply to The University of North Carolina. The Board of Governors of The University of North
11 Carolina shall adopt rules to implement the provisions of this section for The University of North
12 Carolina, including the format and frequency of reporting. The rules shall include that constituent
13 institutions of The University of North Carolina shall report the information required by
14 subsection (a) of this section to (i) the Board of Governors on an annual basis and (ii) the
15 Secretary of Administration no later than 12 months of the date of beneficial occupancy of the
16 project in accordance with subsection (c) of this section."
17

18 **PART III. IN-STATE TUITION/VETERANS/FEDERAL LAW COMPLIANCE**

19 **SECTION 3.** G.S. 116-143.3A reads as rewritten:

20 "**§ 116-143.3A. Waiver of 12-month residency requirement for certain veterans and other**
21 **individuals.**

22 ...

23 (b) Waiver of 12-month residency requirement for certain veterans and other Certain
24 Individuals. – Any veteran, dependent of a veteran, or other individual who qualifies for
25 admission to an institution of higher education as defined in G.S. 116-143.1(a)(3) is eligible to
26 be charged the in-State tuition rate and applicable mandatory fees for enrollment, to the extent
27 required by ~~Section 702 of the Veterans Access, Choice, and Accountability Act of 2014, as~~
28 ~~amended,~~ 38 U.S.C. § 3679, without satisfying the 12-month residency requirement under
29 G.S. 116-143.1, provided the individual meets all of the following criteria:

30 ...

31 (d) ~~After the expiration of the three year period following discharge as described in 38~~
32 ~~U.S.C. § 3679(e), any enrolled individual who is eligible for in-State tuition under this section~~
33 ~~shall continue to be eligible for the in-State tuition rate so long as the covered individual remains~~
34 ~~continuously enrolled (other than during regularly scheduled breaks between courses, quarters,~~
35 ~~terms, or semesters) at that institution of higher education.~~

36"
37

38 **PART IV. EFFECTIVE DATE**

39 **SECTION 4.** This act is effective when it becomes law.