



The Governor's Recommended 2015-17 Budget

Governor Pat McCrory



Office of State Budget and Management
March 10, 2015



Timetable for the 2015-17 Budget Preparation Process

- **August 26, 2014:** 2015-17 biennial budget instructions sent out by the Office of State Budget and Management (OSBM)
 - Provide 2% reduction options
 - Expansion requests to be funded from corresponding reductions
- **October 31, 2014:** Base budget adjustments, reduction options, expansion, and capital requests required to be submitted to OSBM
- **March 5, 2015:** Governor McCrory releases 2015-17 Recommended Budget



Budget Components:

Budget Recommendations and budget message (143C-3-5)

- In odd numbered years the budget recommendations shall include the following components:
 - Base budget requirements
 - Program reductions
 - Program eliminations
 - Program expansions
 - New programs
 - Shall explain all proposed capital improvements in the context of the Six-Year Plan

Base Budget – (G.S. 143C-1-1(d)(1c)):

- The Base Budget is that part of the recommended State budget that provides the baseline for the next biennium. The base budget for each agency shall be the authorized budget with adjustments only for the following:
 - Annualization or programs and positions
 - Reductions to adjust for items funded with nonrecurring funds during the prior fiscal biennium
 - Increases to adjust for nonrecurring reductions during the prior fiscal biennium
 - Adjustments for federal payroll tax changes
 - Rate increases in accordance with the terms of existing leases of real property
 - Adjustments to receipt projections, made in accordance with G.S. 143C-3-5(b)(2)c
 - Reconciliation of intragovernmental and intergovernmental transfers



NER: Budget Overview

	2013-14 Actual	2014-15 Authorized	2015-16 Recommended	% Change	2016-17 Recommended	% Change
Requirements	\$732,131,642	\$706,667,644	\$583,141,794	-17.48%	\$584,582,906	-17.28%
Receipts	\$376,227,475	\$298,080,633	\$271,228,049	-9.01%	\$271,176,161	-9.03%
GF Appropriation	\$355,904,167	\$ 408,587,011	\$311,913,745	-23.66%	\$313,406,745	-23.29%

Includes:

- *Agriculture and Consumer Services*
- *Labor*
- *Environment and Natural Resources*
- *Wildlife Resources Commission*
- *Commerce*
- *Commerce - State Aid*



NER: Budget Overview

2015-16 and 2016-17 General Fund Appropriation Natural and Economic Resources Budget Summary

	2013-14 Actual	2014-15 Authorized	Base Budget Adjustments	2015-16 Recommended Base Budget	Recommended Reductions	Recommended Expansion	2015-16 Recommended Appropriation	% Over 2014-15
<u>Natural and Economic Resources</u>								
Agriculture and Consumer Services	109,225,577	17,602,021	(3,661,417)	113,940,604	(658,892)	1,000,000	114,281,712	-2.82%
Labor	14,939,966	15,945,674	-	5,945,674	(159,457)	-	15,786,217	-1.00%
Environment and Natural Resources	148,356,237	159,855,367	2,424,182	62,279,549	(75,131,970)	771,852	87,919,431	-45.00%
Wildlife Resources Commission	12,449,258	11,317,641	2,000,000	3,317,641	(226,651)	-	13,090,990	15.67%
Commerce	49,868,370	86,412,068	39,150,114)	47,261,954	(928,210)	2,797,411	69,131,155	-20.00%
Commerce - State Aid	21,064,759	17,454,240	(5,750,000)	11,704,240	-	-	11,704,240	-32.94%
Total Natural and Economic Resources	\$ 355,904,167	\$ 408,587,011	\$ (44,137,349)	\$ 364,449,662	\$ (77,105,180)	\$ 24,569,263	\$ 311,913,745	-23.66%

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Agriculture and Consumer Services	109,225,577	117,602,021	(3,661,417)	113,940,604	(658,892)	1,000,000	114,281,712	-2.82%
Labor	14,939,966	15,945,674	-	15,945,674	(159,457)	-	15,786,217	-1.00%
Environment and Natural Resources	148,356,237	159,855,367	2,424,182	162,279,549	(75,131,970)	264,852	87,412,431	-45.32%
Wildlife Resources Commission	12,449,258	11,317,641	2,000,000	13,317,641	(226,651)	-	13,090,990	15.67%
Commerce	49,868,370	86,412,068	(39,150,114)	47,261,954	(928,210)	24,797,411	71,131,155	-17.68%
Commerce - State Aid	21,064,759	17,454,240	(5,750,000)	11,704,240	-	-	11,704,240	-32.94%
Total Natural and Economic Resources	\$ 355,904,167	\$ 408,587,011	\$ (44,137,349)	\$ 364,449,662	\$ (77,105,180)	\$ 26,062,263	\$ 313,406,745	-23.29%