GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1989

S 2

SENATE BILL 1427 Appropriations Committee Substitute Adopted 7/13/90

	Short Title: Capital Appropriations/1990-91. (Publ	ic)
	Sponsors:	
	Referred to:	
	May 30, 1990	
1	A BILL TO BE ENTITLED	
2	AN ACT TO MAKE APPROPRIATIONS TO PROVIDE CAPITAL	L
3	IMPROVEMENTS FOR STATE DEPARTMENTS, INSTITUTIONS, ANI)
4	AGENCIES AND TO MAKE OTHER CHANGES IN THE BUDGET	Τ
5	OPERATION OF THE STATE.	
6	The General Assembly of North Carolina enacts:	
7		
8	Requested by: Senator Royall	
9	—-TITLE OF ACT	
0	Section 1. This act shall be known as the "Capital Improvement	ıt
1	Appropriations Act of 1990."	
2	****	
3	An outline of the provisions of the act follows this section. The outlin	
4	shows the heading "—-CONTENTS/INDEX—-"and it lists by general category th	
5	descriptive captions for the various sections and groups of sections that make up the act	
6	—-CONTENTS/INDEX—- (This putling is designed for reference only and the outline and the	2
7 8	(This outline is designed for reference only, and the outline and the	
8 9	corresponding entries throughout the act in no way limit, define, or prescribe the scop or application of the text of the act.)	e
9	of application of the text of the act.)	
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3	—-CAPITAL IMPROVEMENTS/AMOUNTS DELAYED OR REVERTED	3

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26 27

28 29

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31

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33 34

—-CAPITAL IMPROVEMENTS/AMOUNTS DELAYED OR REVERTED

Sec. 2. (a) The Governor, acting pursuant to Article III, Section 5(3), of the Constitution to effect the necessary economies in State expenditures to balance the budget for the 1989-91 fiscal biennium, has placed all or part of the funds appropriated by the General Assembly for the projects set out on the following chart on a "delayed" status or reverted them.

The appropriations of funds in the amounts set out in the chart in the column headed "Amount Delayed or Reverted" are hereby repealed.

Appropriations are made from the General Fund for the 1990-91 fiscal year for use by State departments, institutions, and agencies for capital improvement projects, to replace the amounts delayed or reverted by the Governor and repealed herein by the General Assembly, according to the column headed "1990-91 **Appropriation**"in the following schedule:

35 36 37

Amount Delayed 1990-91 or Reverted Agency/Project **Appropriation**

39 40 41

38

\$ 27,502,480 \$ 21,303,955 (Total)

42 43 44

1. Museum of Art - Landscaping 700,000

Department of Administration

1		
2	2.	Education Building - Furnishings 907,980 -
3		
4	3.	New Steam Plant - Government
5		Complex 6,594,500 6,594,500
6		
7	4.	Reserve for Asbestos Removal 750,000 -
8		
9	5.	New Revenue Building 18,000,000 14,159,455
10		W
11	6.	Veterans Cemetery Funds 400,000 400,000
12	7	In dian Coltanal Contant Planning 150,000 150,000
13	7.	Indian Cultural Center - Planning 150,000 150,000
14 15	Donortm	ent of Agriculture
16	Departin	icht of Agriculture
17	(Total	1) 10,162,994 8,789,394
18	(10tal	10,102,551 0,705,551
19	1.	Watercraft Museum 499,700 499,700
20		1,30,700
21	2.	Western North Carolina
22		Agricultural Center - Land 350,000 350,000
23		
24	3.	Mountain Research Station -
25		Building 140,000 -
26		
27	4.	Southeastern Farmers Market 1,500,000 1,500,000
28	_	
29	5.	New Agronomics Lab 6,852,694 6,439,694
30	6	
31	6.	Garden Center Building -
32		Charlotte 320,600 -
33	7.	Diadmont Tried Market 500 000
3435	7.	Piedmont Triad Market 500,000 -
36	Roard of	Governors - University
37		Carolina
38	orroru	
39	(Total	1) 63,451,300 46,354,257
40	(- 0 000	, , , , , , , , , , , , , , , , , , , ,
41	1.	1987 University-wide Construction 2,855,678 2,855,678
42		, , - , - , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , , -
43	2.	1987 Advance Planning 350,000 350,000
44		

	1989	GENERAL ASSEMBLY OF NORTH CAROLINA
1 2	3.	1988 Major Renovations and Repairs 4,865,660 4,793,242
3 4	4.	1988 Utilities Repairs and Improvements 1,692,000 1,598,657
5 6 7	5.	1988 Land Acquisition 689,920 689,920
8 9	6.	1988 University-wide Construction 5,352,932 5,062,150
10 11	7.	1988 Mitchell 4-H Camp - Repairs 214,000 214,000
12 13 14	8.	1988 UNC - Asheville - Conference Center 2,200,000 2,200,000
15 16	9.	1988 North Carolina Arboretum 1,062,810 1,062,810
17 18 19 20	10.	N. C. State University - a. Engineering Graduate Center 6,000,000 3,000,000 b. Centennial Center 2,000,000 1,000,000
21 22 23 24	11.	East Carolina University - a. Joyner Library Addition 6,000,000 2,000,000 b. Center for Regional Advancement 1,000,000 500,000
25 26 27 28 29	12.	University of North Carolina at Chapel Hill - a. School of Business 6,500,000 5,000,000 b. Social Work Building 4,140,500 1,500,000
30 31 32 33	13.	UNC - Asheville - a. Conference Center 2,000,000 500,000 b. Conference Center 2,000,000 500,000
34 35 36	14.	Fayetteville State University - Health/Physical Educ. Building 8,677,800 8,677,800
37 38 39 40	15.	Appalachian State University - a. Student Activities Center 2,000,000 1,000,000 b. Academic Support Building 500,000 500,000
41 42	16.	N. C. Arboretum 1,250,000 1,250,000
43 44	17.	Board of Governors - Land 1,000,000 1,000,000

1	18.	Area Health Education Centers -
2	10.	Construction Grants 1,100,000 1,100,000
3		1,100,000
4	Departm	ent of Community Colleges
5	- · F · · · · · · · ·	
6	(Total) 6,000,000 -
7		
8	1.	Anson Community College/Stanly
9		Community College - Union Satellite 900,000 -
10		
11	2.	Cape Fear Community College -
12		Classroom 500,000 -
13		
14	3.	Craven Community College -
15		Student Activity Center 750,000 -
16		
17	4.	Fayetteville Technical Community
18		College - Center for Applied
19		Technology - Equipment 899,952 -
20	_	
21	5.	Isothermal Community College -
22		Fine Arts Center 320,000 -
23		
24	6.	Johnston Community College -
25		Renovate Library 90,000-
26	7	Pitt Community College
2728	7.	Pitt Community College - Vocational Building 28,577-
29		Vocational Building 28,377-
30	8.	Roanoke-Chowan Community College -
31	0.	Technology/Small Business Center 368,645 -
32		Teelinology/Sinair Business Center 300,013
33	9.	Rockingham Community College -
34	· ·	Lab/Classroom Building 1,032,826 -
35		240/ Classicom 2414115
36	10.	Wake Technical Community College -
37		Health Education Building 1,110,000 -
38		C , , ,
39	Departm	ent of Correction
40	_	
41	(Total)) 1,955,600 1,955,600
42		
43	1.	Reserve for Repairs - Statewide 347,800 347,800
44		

1 2	2.	Wastewater and Water System Improvements 133,400 133,400
3 4 5	3.	Plumbing Repairs at 51 Units 517,600 517,600
6 7	4.	Substance Abuse Facility (Correctional Center for Women) 62,80062,800
8 9 10	5.	DWI Treatment Facility (Goldsboro) 894,000 894,000
11	Departm	ent of Cultural Resources
12 13 14	(Total) 950,000 -
15	1.	Ziegler House - Renovation 400,000 -
16 17 18	2.	C. H. Brown State Historic Site - Improvements 400,000 -
19 20 21	3.	Spencer Shops - Round House Renovations 150,000 -
22 23	Departm	ent of Economic and
24	-	nunity Development
25	(T 1	7 000 000 1 000 000
26 27	(Total	7,000,000 1,000,000
28 29 30	1.	Biotechnology Center - Construction Grant 1,000,000 1,000,000
31 32	2.	State Ports Authority - Expansion, Modernization, and Development 2,844,043 -
33 34 35 36	3.	State Ports Authority Development a. Morehead City Port 2,130,263 - b. Wilmington Port 1,025,694 -
37 38 39	-	ent of Environment, Health, atural Resources
40 41	(Total	9,550,000 6,700,000
42 43 44	1.	State Park System - Repairs and Renovations/Improvements 2,000,000 -

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1		
2	2.	State Park System - Land
3		Purchases 400,000 -
4		
5	3.	Headquarters - Forest Resources
6		County Headquarters 900,000 450,000
7		
8	4.	North Carolina Zoological Park -
9		North American Phase 6,250,000 6,250,000
10		
11	Departm	nent of Justice
12		
13	(Tota	1) 18,508,000 -
14		
15	1.	State Bureau of Investigation
16		Complex 18,508,000 -
17		
18		l Waste Mgt Capital Projects
19	Finar	ncing Agency
20		
21	(Tota	1) 5,000,000 500,000
22		
23	1.	Solid Waste Revolving Fund 5,000,000 500,000
24		
25	Office of	State Budget and Management
26	(TT)	N
27	(Tota	1) 52,736,698 43,660,094
28		G1 W1 1 G D D 14 000 000 40 700 000
29	1.	Clean Water and Sewer Program 11,000,000 10,500,000
30	_	
31	2.	Emergency Prison Construction
32		Program 27,160,094 27,160,094
33	•	
34	3.	Low-Level Radioactive Waste Site
35		Selection 6,000,000 6,000,000
36		
37	4.	Satellite Jail/Work Release
38		Units 8,576,604 -
39		
40		GRAND TOTAL \$202,817,072\$130,263,300
41		
12		(b) Except where expressly repealed or amended by this act, the provisions of
43	law relati	ing to the capital projects set out in subsection (a) of this section,

36

37

38 39

and Goldsboro 5,409,300 **Total Requirements** Federal Matching 3,941,500 Local Matching 733,900

State Matching 733,900

40 41

Department of Cultural Resources

42 43 44

1. Museum of the Albemarle - Continued Planning 75.000

1		
2	Departn	nent of Economic and Community Development
3		
4	(Tota	1) 2,600,000
5		
6		
7	1.	State Ports Development - Long Range Planning 100,000
8	•	
9	2.	National Institute of Statistical Sciences
10		(Research Triangle Park) 2,500,000
11	Donoutu	neart of Environment Health and
12 13	-	nent of Environment, Health, and ral Resources
14	Natu	Tai Resources
15	(Tota	1) 925,000
16	(100	723,000
17		
18	1.	Coastal Reserves - Buxton Woods -
19		Federal Matching 125,000
20		
21	2.	Reserve for Water Resources -
22		Federal Matching 800,000
23		
24	Departn	nent of Human Resources
25	1	N 1 1 C
26	1.	Murdoch Center - Renovate Parkview Cottage 1,400,000
27	Office of	f State Dudget and Management
28 29	Office of	f State Budget and Management
30	(Tota	al) 57,643,822
31	(100	37,013,022
32	1.	Reserve for Repairs and Renovations 5,543,822
33		1
34	2.	Clean Water Program - Federal Match 5,600,000
35		
36	3.	Public School Construction Funds:
37		a. ADM Fund Allocations 36,500,000
38		b. Critical Needs Allocations 10,000,000
39		CD 4.) ID TIOTI 4.
40		GRAND TOTAL \$ 64,960,722
41	D	Albert Constan Description
42	-	ed by: Senator Royall TINGENT APPROPRIATIONS FOR CAPITAL PROJECTS
43	UUN	TINGENT APPROPRIATIONS FUR CAPITAL PROJECTS

1 2 3 4	Sec. 4. (a) Appropriations are made from the General Fund for use by the State departments, institutions, and agencies to provide for capital improvement projects according to the following schedule:
5	Department of Justice
6	
7	1. New State Bureau of Investigation Complex \$18,508,000
8	
9	Department of Environment, Health, and
10	Natural Resources
11 12	1 North Carolina Zoological Park
13	1. North Carolina Zoological Park - Completion of the North American Phase 4,953,000
14	Completion of the North American I hase 4,755,000
15	2. Water Resources Development Projects
16	a. Carolina Beach Renourishment - Federal Match 800,000
17	b. Colington Bay Navigation 200,000
18	
19	GRAND TOTAL - GENERAL FUND 24,461,000
20	
21	(b) Subsection (a) of this section shall become effective only if the Director
22	of the Budget certifies that adequate nonrecurring revenue is available to support these
23	expenditures and that adequate revenue is otherwise available to meet budgeted
24	expenditures. The Director of the Budget may consult with the Advisory Budget
25	Commission prior to making this certification.
26	NONDECLIDADIC ODED ATDIC ADDRODDIATIONS
27	—-NONRECURRING OPERATING APPROPRIATIONS
28	Sec. 5. Appropriations from the General Fund of the State for the
2930	maintenance of the State departments, institutions, and agencies, and for other purposes as enumerated are made for the fiscal year ending June 30, 1991, according to the
31	schedule that follows. The amounts set out in the schedule are in addition to other
32	appropriations from the General Fund for these purposes for the 1990-91 fiscal year.
33	Amounts set out in brackets are reductions from General Fund appropriations for the
34	1990-91 fiscal year.
35	
36	Current Operations - General Fund 1990-91
37	
38	State Controller's Office
39	
40	
41	1. Continue Implementation of Statewide
42	Accounting System 2,000,000

Department of Community Colleges

43 44

1. Equipment and Book Purchases 6,000,000

GRAND TOTAL \$8,000,000

8 Requested by: Senator Royall

—-BUDGET STABILIZATION RESERVE

Sec. 6. There is appropriated from the General Fund to the Office of State Budget and Management the sum of \$141,000,000 for the 1990-91 fiscal year for the initial establishment of a Budget Stabilization Reserve. The purpose of the Reserve is to provide a mechanism to stabilize the annual funding availability for carrying out State programs and providing financial assistance to local government units.

It is the intent of the General Assembly that the Economic Future Study Commission develop recommended rules governing the creation and maintenance of a permanent Reserve and that the 1991 General Assembly enact laws establishing the permanent Reserve.

It is also the intent of the General Assembly that the Reserve will be financed from General Fund revenues that would otherwise be expended and that the monies placed in the Reserve will be used to offset unanticipated reductions in funding availability resulting from changes in the economic outlook, federal tax changes, corporate financial actions, judicial decisions, federal spending mandates, and natural disasters.

The funds in the Reserve shall not be spent during the 1990-91 fiscal year without the prior approval of the General Assembly.

—-NONRECURRING STATE AID APPROPRIATIONS

Sec. 7. Appropriations from the General Fund of the State to State departments, institutions, and agencies for aid to certain governmental and nongovernmental units as enumerated are made for the fiscal year ending June 30, 1991, according to the following schedule:

Project

990-91

Department of Agriculture

1. Grant-in-Aid to the North Carolina Strawberry Association, Inc., for strawberry marketing and research \$25,000

Department of Economic and

1	Community Development
2	
3 4	(Total) 2,500,000
5	Industrial Economic Development
	r
6	Fund 1,500,000
7	2 North Corolina Hassina Trust Frond 1 000 000
8	2. North Carolina Housing Trust Fund 1,000,000
9	Doord of Covernous University of
10	Board of Governors - University of North Carolina
11	North Caronna
12	1. North Carolina State University-
13	· · · · · · · · · · · · · · · · · · ·
14	Research Triangle World Trade
15	Center 50,000
16	Department of Human Degayness
17	Department of Human Resources
18 19	1. HUD Group Homes - For start-up
20	1. HUD Group Homes - For start-up and operational costs of 15 group homes
21	for the developmentally disabled and 2 group
22	
23	homes and 2 apartment projects for the mentally ill as approved in the 1989 Section 202
	**
2425	allocation by the U. S. Department of Housing
26	and Urban Development 1,525,978
27	Department of Environment, Health, and
28	Natural Resources
29	Natural Resources
30	1. United Cerebral Palsy Group Homes
31	and Developmental Centers 200,000
32	and Developmental Centers 200,000
33	Office of State Budget and
34	Management
35	Management
36	(Total) 3,505,000
37	(10tal) 5,505,000
38	1. North Carolina Performing Arts
39	Center - Charlotte 2,100,000
40	2,100,000
40	2. Grant-in-Aid - Autistic Foundation
41	of N.C. for development of camp and
42	conference center 300,000
43	conference center 500,000
	

1 2	3.	Water and Sewer Development - Caswell County 500,000
3 4 5	4.	Economic Development - Hyde County 100,000
6 7 8 9	5.	North Carolina Poverty Project, Inc Grant-in-Aid 55,000
10 11 12 13	6. S	Rural Economic Development Center, Inc Grants to Community Development Corporations incorporated under Chapter 55A of the General Statutes 325,000
14 15 16	7.	The Pack Place Education, Arts and Service Center (Asheville) 125,000
17 18 19		GRAND TOTAL \$7,805,978
20212223		PROPRIATIONS OF FUNDS IN ACCORDANCE WITH HOUSE BILL 2377 Sec. 8. Appropriations from the General Fund of the State for the fiscal year June 30, 1991, are made, in accordance with Chapter 813 of the 1989 Session
24 25	_	House Bill 2377, according to the following schedule:
26		Tax Sharing Reserve
27	01. 4	Appropriation of franchise tax revenues,
28 29	02	pursuant to G.S. 105-116 and G.S. 105-120 \$121,900,000 Appropriation of intangibles tax revenues,
30		pursuant to G.S. 105-213 99,700,000
31		Appropriation of beverage tax revenues,
32		pursuant to G.S. 105-113.82 21,100,000
33	GY 17	
34	—-CUF	RRENT OPERATIONS/RECURRING EXPENSES
3536	State de	Sec. 9. Appropriations from the General Fund of the State for maintenance of epartments, institutions, and agencies, and for other purposes as enumerated are
37		or the fiscal year ending June 30, 1991, according to the schedule that follows.
38		sounts set out in the schedule are in addition to other appropriations from the
39		Fund for these purposes for the 1990-91 fiscal year. Amounts set out in
40		s are reductions from General Fund appropriations for the 1990-91 fiscal year.
41		
42	Genera	l Fund 1990-91

1707		GENERALE MOSE	THE TOT TO	KIII GIIKGEII WI
Departme 772,320	ent of the Secretary of S	tate		\$
Departme	ent o	f	State	Treasurer 15
0,000				13
_	nent of Environment, H	lealth, and		D
Natura 530,14				Resources
Departm	nent of Human Resourc	ces		
1.	Black Mountain Cente	r - Alzheimer's unit	735,814	
2.	Division of Social Serv	vices 1,319,394		
3.	Division of Blind Serv	rices 9,450		
4.	Division of Maternal a	nd Child Health	100,000	
Total 2,164,	Department 658	of	Human	Resources
D epartmo	ent	of		Revenue
252,678				1,
Debt				Service
000				75
	GRAND TOTAL	\$4,944,802		
PART II.	—-HIGHWAY FUND			
—-CAPI	TAL IMPROVEMENT Sec. 10. Appropriation		the Highway I	Fund for use of the
_	ent of Transportation to wing schedule:			
Agency/l	Project			1990-91
Division	of Highways			
SENATE	BILL 1427 version 2			Page 15

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1						
2	1.	Salt Storage Facilities \$500,000				
3						
4	2.	Division of Highways Roof Replacements 226,500				
5						
6	3.	Land Acquisition and Sub-MaintJonas Ridge 177,300				
7						
8	4.	Division Office Annex-Ahoskie 400,000				
9	~	D: :: 0.00 A G 311 A 60.000				
10	5.	Division Office Annex-Greenville 360,000				
11	6	Site Completion Tayloraville 250 700				
12 13	6.	Site Completion-Taylorsville 359,700				
13	7.	Central Warehouse Expansion-Raleigh 226,225				
15	7.	Central Wateriouse Expansion-Rateign 220,225				
16	Division	of Motor Vehicles				
17	21,191011					
18	1.	Reserve for Repairs to Parking Lots 97,000				
19						
20	2.	Reserve for Roof Replacements 94,300				
21						
22	3.	Land purchase and building design-Asheville 180,000				
23						
24		GRAND TOTAL \$2,621,025				
25						
26	PART II.	I.—-GENERAL PROVISIONS				
27	D	11 . C				
28	-	ed by: Senator Royall ECTS ON DELAYED STATUS				
29 30	—-PKOJ	Sec. 11. Because adequate funds are not available for the 1990-91 fiscal year				
31	to meet o	all of the State's critical needs for capital projects and to appropriate funds for				
32		ets that were placed on delayed status by the Governor, the General Assembly				
33		e to restore all of the funds for the projects or to meet other critical capital				
34		The General Assembly urges the Governor to give highest priority to funds for				
35	these projects when he prepares his proposed budget for the 1991-93 fiscal biennium.					
36	1					
37	Requeste	ed by: Senator Royall				
38						
39						
40	projects for which funds are appropriated in Sections 2, 3, and 4 of this act shall not be					
41	available for expenditure prior to January 1, 1991, and until the Director of the Budge					
42	has certified that nonrecurring revenue sufficient to support these expenditures has been					
43	realized	or is anticipated to be realized prior to June 30, 1991. Prior to certification of				

funds as required under this section, the Director of the Budget may seek the advice of the Advisory Budget Commission.

This section is not applicable to any projects (i) on which construction contracts have been awarded; (ii) where federal, local, or private funds are available to match State funds; (iii) where agents of the State have made commitments to provide waste disposal facilities; or (iv) where necessary repairs must be made to State facilities.

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Requested by: Senator Royall

—USE OF REPAIRS AND RENOVATIONS RESERVE FUNDS

Sec. 13. Notwithstanding G.S. 143-16.3, funds from the Repairs and Renovations Reserve may be used for repair and renovation of capital facilities for which the General Assembly considered but did not enact an appropriation of funds for the 1990-91 fiscal year.

Requested by: Senator Royall

—-INTANGIBLES TAX DISTRIBUTION

Sec. 14. Notwithstanding G.S. 105-213(a), as amended by Chapter 813 of the 1989 Session Laws, the distribution required to be made in the 1990-91 fiscal year by that subsection shall be made by September 15, 1990, instead of by August 30, 1990.

PART IV.—-GENERAL GOVERNMENT

Requested by: Senator Royall

24 —-CHARGES FOR OVERDRAFT IN STATE TREASURER'S DISBURSING 25 ACCOUNT

Sec. 15. G.S. 143-3.2 reads as rewritten:

"§ 143-3.2. Issuance of warrants upon State Treasurer.

(a) The State Controller shall have the exclusive responsibility for the issuance of all warrants for the payment of money upon the State Treasurer. All warrants upon the State Treasurer shall be signed by the State Controller, who before issuing them shall determine the legality of payment and the correctness of the accounts.

When the State Controller finds it expedient to do so because of a State agency's size and location, the State Controller may authorize a State agency to make expenditures through a disbursing account with the State Treasurer. The State Controller shall authorize the Judicial Department and the General Assembly to make expenditures through such disbursing accounts. All deposits in these disbursing accounts shall be by the State Controller's warrant. A copy of each voucher making withdrawals from these disbursing accounts and any supporting data required by the State Controller shall be forwarded to the Office of the State Controller monthly or as otherwise required by the State Controller.

A central payroll unit operating under the Office of the State Controller may make deposits and withdrawals directly to and from a disbursing account. The disbursing account shall constitute a revolving fund for servicing payrolls passed through the central payroll unit.

The State Controller may use a facsimile signature machine in affixing his signature to warrants.

(b) The State Treasurer shall impose a fee of fifteen dollars (\$15.00) for each check drawn against a disbursing account that causes the balance in the account to be in overdraft or while the account is in overdraft. The fee shall be paid from non-State funds to the General Fund to the credit of the miscellaneous revenue account."

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Requested by: Senator Parnell

—-INDIAN CULTURAL CENTER FUNDS

Sec. 16. (a) The State of North Carolina shall lease out for a period of 99 years at a monetary consideration of \$1 per year all the real property it acquired for the Indian Cultural Center, but no part of Phase I of the project may be constructed either by the State or by or for the lessee until an environmental impact assessment is completed as to Phase I.

(b) Of the funds appropriated to the Department of Administration for fiscal year 1990-91 in Section 2 of this act for the Indian Cultural Center, the sum of \$100,000 shall be used for an environmental impact assessment and construction of the Indian Cultural Center and the sum of \$50,000 may be used for administrative costs of the center.

Requested by: Senator Swain

—-OLD FORT BRANCH MUSEUM FUNDS

Sec. 17. Funds appropriated in the amount of \$50,000 to the Department of Cultural Resources in Section 4 of Chapter 1014 of the 1985 Session Laws, 1986 Regular Session, may be used for capital improvements for Old Fort Branch Museum (Mountain Gateway Museum).

Requested by: Senator Royall

—-PERFORMING ARTS CENTER FUNDS

Sec. 18. Funds in the amount of \$2,100,000 are appropriated in Section 7 of this act to the Office of State Budget and Management as a grant-in-aid for the Performing Arts Center in Charlotte.

It is the intent of the General Assembly to give highest priority to an appropriation of an additional \$1,400,000 for the 1991-93 fiscal biennium for the Performing Arts Center to fulfill the State's commitment to this project.

PART V.—-JUSTICE AND PUBLIC SAFETY

39 Requested by: Senator Royall

40 — DEPARTMENT OF CORRECTION EXPANSION FUNDS

Sec. 19. (a) Section 80 of The Current Operations Appropriations Act of 1990 is repealed.

(b) The additional funds from the General Fund necessitated by the repeal of Section 80 of The Current Operations Appropriations Act of 1990 shall be funded from

- additional funds from the General Fund, to the extent that the Director of the Budget,
- 2 after consultation with the Office of State Budget and Management and the Fiscal
- 3 Research Division of the Legislative Services Office, finds that General Fund revenues
- 4 for the 1990-91 fiscal year exceed the General Fund revenues estimated in the budget
- 5 enacted by the General Assembly for the 1990-91 fiscal year. If sufficient funds are not
- 6 available from that source, there is created in the Office of State Management and
- 7 Budget a negative General Fund Reserve for the 1990-91 fiscal year in an amount equal
- 8 to the remaining amount necessary to fund those additional expenditures. That reserve
- 9 shall be funded by reductions in the General Fund in the discretion of the Director of the

10 Budget.

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Requested by: Senator Marvin

—-LAW ENFORCEMENT DRIVING TRACK FUNDS

Sec. 20. Section 27 of Chapter 754 of the 1989 Session Laws reads as rewritten:

"Sec. 27. Of the unexpended funds appropriated for the 1987-88 fiscal year to the Department of Crime Control and Public Safety in Section 5 of Chapter 795 of the 1987 Session Laws for the law enforcement precision driving track, \$239,400 shall be used for the construction of a control tower. support building that houses a control tower, classroom facilities, and maintenance bays to be located at the driving track."

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PART VI.—-EDUCATION

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24 Requested by: Senator Speed

25 —-VANCE-GRANVILLE COMMUNITY COLLEGE/FRANKLIN COUNTY 26 SATELLITE FUNDS

Sec. 21. (a) The balance of \$133,592.20 in the North Carolina Clean Water Revolving Loan and Grant Program-Administrative Account is hereby reverted to the General Fund.

(b) There is appropriated from the General Fund to the Department of Community Colleges the sum of \$133,592 for the 1990-91 fiscal year for repairs and renovation at the Franklin County satellite of Vance-Granville Community College.

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Requested by: Senator Conder

—SCHOOL SUPPLEMENTAL INSTRUCTIONAL MATERIAL/

36 DIFFERENTIATED PAY PLANS

Sec. 22. (a) G.S. 115C-98(b) reads as rewritten:

"(b) Local boards of education shall adopt written policies concerning the procedures to be followed in their local school administrative units for the selection and procurement of supplementary textbooks, library books, periodicals, <u>audio-visual materials</u>, and other <u>supplementary instructional materials</u> needed for instructional purposes in the public schools of their units.

<u>Local boards of education shall have sole authority to select and procure</u> supplementary instructional materials, whether or not the materials contain commercial

advertising, to determine if the materials are related to and within the limits of the prescribed curriculum, and to determine when the materials may be presented to students during the school day. Supplementary materials and contracts for supplementary materials are not subject to approval by the State Board of Education.

Supplementary books and other instructional materials shall neither displace nor be used to the exclusion of basic textbooks."

- (b) G.S. 115C-47 is amended by adding a new subdivision to read:
 - "(33) Local boards of education shall have sole authority to select and procure supplementary instructional materials, whether or not the materials contain commercial advertising, pursuant to the provisions of G.S. 115C-98(b)."
- (c) G.S. 115C-238.4 is amended by adding a new subsection to read:
- "(f) If a local school administrative unit bases its differentiated pay plan on a locally designed school-based performance program, pursuant to subdivision (a)(3) of this section, the plan shall provide that following the attainment of the local school goals, the local board of education shall make a determination of which certified staff members contributed to the attainment of those goals. Differentiated pay bonuses shall then be distributed to those designated employees. The local board of education shall make the determination as designated in the local differentiated pay plan."

Requested by: Senator Kaplan

---PARENTAL INVOLVEMENT IN SCHOOLS/STUDY

Sec. 23. The Education Study Commission, which was created in Part V of Chapter 802 of the 1989 Session Laws, shall study the concept of requiring parents to spend time at school with their children. During the course of this study, the Education Study Commission shall consider the legislation proposed in the first edition of Senate Bill 1524 of the 1989 Session.

 Requested by: Senator Royall

—-SCHOOL ADMINISTRATOR SALARY SCHEDULE

Sec. 24. (a) Section 38(a1) of Chapter 752 of the 1989 Session Laws is repealed.

- (b) Section 38(a2) of Chapter 752 of the 1989 Session Laws reads as rewritten:
- "(a2) Superintendents, Assistant Superintendents, Associate Superintendents, Supervisors, Directors, Coordinators, Evaluators, Program Administrators, Principals, and Assistant Principals–1990-91. The Director of the Budget may transfer from the salary increase reserve fund created in Section 3 of this act for fiscal year 1990-91 funds necessary to provide an average annual salary increase of six percent (6%), including funds for the employer's retirement and Social Security contributions, commencing July 1, 1990, for all superintendents, assistant superintendents, associate superintendents, supervisors, directors, coordinators, evaluators, program administrators, principals, and assistant principals whose salaries are supported from the State's General Fund. These funds shall be allocated to individuals according to rules adopted by the State Board of

Education and the Superintendent of Public Instruction so as to begin the first year of the implementation schedule of the salary schedule developed pursuant to subsection (a1) of this section. These funds may not be used for any purpose other than for the salary increase and necessary employer contributions provided by this subsection."

Requested by: Senator Royall

—-EDUCATION GOVERNANCE STUDY

Sec. 25. The Task Force on Excellence in Secondary Education of the Department of Public Instruction shall study the method of selecting education officials and the educational governance structure at the State level. The Task Force shall report the results of its study and its recommendations to the General Assembly prior to January 15, 1991.

PART VII.—-HUMAN RESOURCES

Requested by: Senator Royall

—-PRESCRIPTION DRUG REIMBURSEMENT CHANGE

Sec. 26. (a) Section 70(a)(6), of Chapter 500 of the 1989 Session Laws, as rewritten by Section 139(a) of Chapter 752 of the 1989 Session Laws of the 1989 Session Laws, reads as rewritten:

- "(6) **Drugs** Drug costs as allowed by federal regulations plus four dollars twenty-four cents (\$4.24) four dollars forty-five cents (\$4.45) professional services fee per month excluding refills for the same drug or generic equivalent during the same month. Reimbursement shall be available for up to six prescriptions per recipient, per month, including refills. Payments for drugs are subject to the provisions of subsection (g) of this section and to the provisions at the end of subsection (a) of this section, or in accordance with a plan adopted by the Department of Human Resources consistent with federal reimbursement regulations."
- (b) Effective upon the reduction of the estimated drug acquisition cost below the Average Wholesale Price, Section 70(a)(6) of Chapter 500 of the 1989 Session Laws, as rewritten by Section 139(a) of Chapter 752 of the 1989 Session Laws, and as further rewritten by subsection (a) of this section, reads as rewritten:
 - "(6) **Drugs** Drug costs as allowed by federal regulations plus four dollars eighty-five cents (\$4.85) five dollars ten cents (\$5.10) professional services fee per month excluding refills for the same drug or generic equivalent during the same month. Reimbursement shall be available for up to six prescriptions per recipient, per month, including refills. Payments for drugs are subject to the provisions of subsection (g) of this section and to the provisions at the end of subsection (a) of this section, or in accordance with a plan adopted by the Department of Human Resources consistent with federal reimbursement regulations."
 - (c) Section 139(b) of Chapter 752 of the 1989 Session Laws is repealed.

(d) Subsections (a), (b), and (c) of this section shall become effective only if the Department identifies funds available to it sufficient to implement the increases established pursuant to these subsections.

Requested by: Senator Daniel

—-DOMICILIARY RATE INCREASE

Sec. 27. Section 81 of Chapter 500 of the 1989 Session Laws, as rewritten by Section 131 of Chapter 752 of the 1989 Session Laws, reads as rewritten:

"Sec. 81. Effective January 1, 1990, the maximum monthly rate for ambulatory residents in domiciliary care facilities shall be seven hundred twenty-four dollars (\$724.00) \$724.00 and the maximum monthly rate for semi-ambulatory residents shall be seven hundred sixty dollars (\$760.00)\$760.00. Effective January 1, 1991, the maximum monthly rates for ambulatory residents shall be increased to seven hundred thirty-four dollars (\$734.00) \$756.00 and for semi-ambulatory residents seven hundred seventy dollars (\$770.00) \$793.00."

Requested by: Senator Raynor

—-VETERANS HOME STUDY

Sec. 28. The Legislative Research Commission's Committee on Care Provided by Rest Homes, Intermediate Care Facilities, and Skilled Nursing Homes, Necessity for Certificates of Need, and Continuing Care Issues, may study the need for a veterans home in North Carolina. The Committee may consider Senate Bill 1379, introduced by Senator Raynor, in determining the nature, scope, and aspects of the study.

Requested by: Senators Walker and Marvin

—-HEAD START/ELDERLY AND NEEDY PROGRAM FUNDS

Sec. 29. (a) Of the funds appropriated in Section 7 of the Current Operations Appropriations Act of 1990 under the Social Services Block Grant for day care services, the sum of \$200,000 shall be allocated to the Department of Human Resources, Division of Economic Opportunity, for the continuation of Head Start programs and services for children eligible for these programs and services, and for the continuation of the services to the elderly and needy funded in Section 47 of Chapter 754 of the 1989 Session Laws.

(b) There is appropriated from the General Fund to the Department of Human Resources, Division of Economic Opportunity, the sum of \$50,000 for the 1990-91 fiscal year to continue funding for those Head Start programs and services and those services to the elderly and needy described in subsection (a) of this section.

PART VIII.—-NATURAL AND ECONOMIC RESOURCES

42 Requested by: Senator Plyler

43 — NC AGRICULTURAL FINANCE AUTHORITY

- Sec. 30. (a) Section 109 of Chapter 500 of the 1989 Session Laws is repealed, except that such repeal reenacts Chapter 122D of the General Statutes only as provided by subsection (b) of this section.
- (b) Chapter 122D of the General Statutes is reenacted, with the exception of G.S. 122D-6(12), 122D-6(15), 122D-10, 122D-12, 122D-14, 122D-15, and 122D-17.
 - (c) G.S. 120-123(47) is reenacted.
- (d) The amendment made to G.S. 53-234(6)(d) by Section 109(f) of Chapter 500, Session Laws of 1989, is repealed.
- (e) Of the funds that were in the Reserve for Farm Loans on June 30, 1990, a sum not to exceed \$204,627 may be reallocated to the North Carolina Agricultural Finance Authority for the 1990-91 fiscal year for the administration of Chapter 122D of the General Statutes, notwithstanding any provision of law to the contrary.

Requested by: Senator Hunt

—-COMMUNITY DEVELOPMENT CORPORATIONS FUNDS

- Sec. 31. (a) Of the funds appropriated to the Department of Economic and Community Development for the 1990-91 fiscal year for the Rural Economic Development Center, Inc., the sum of \$325,000 shall be used for grants to be disbursed to community development corporations which are incorporated under Chapter 55A of the General Statutes and which currently serve minority and underdeveloped communities.
- (b) The Rural Economic Development Center, Inc., shall make a written report by May 1, 1991, to the General Assembly on the use of the funds appropriated under subsection (a) of this section.
- (c) No funds allocated under subsection (a) of this section shall be used for administrative expenses of the Rural Economic Development Center, Inc., and any interest earned on unexpended funds shall be used for grants pursuant to subsection (a) of this section.

Requested by: Senator Soles

—-SALE OF SOUTHPORT SMALL BOAT HARBOR

- Sec. 32. (a) The North Carolina State Ports Authority may convey to the City of Southport for monetary consideration a fee simple determinable interest only in the parcel of land, together with improvements, located in the City of Southport, Brunswick County, which is described in the deed from the City of Southport to the North Carolina State Ports Authority filed for registration May 29, 1964, and recorded in Deed Book 178, page 446, Brunswick County Registry, and other lands of the North Carolina State Ports Authority adjacent thereto, all of which are collectively known as the Southport Small Boat Harbor. The fee simple determinable interest so conveyed shall continue so long as the City of Southport does not convey its interest in all or any part of this property. Should the City of Southport convey its interest, the City's interest shall terminate by operation of law and automatically revert to the State.
 - (b) The transfer authorized by subsection (a) of this section shall be evidenced by deeds or other instruments of conveyance as may be necessary to effectuate the transfer,

executed by the State Ports Authority in accordance with the provisions of G.S. 143B-455.

(c) The deeds or other instruments of conveyance of the Southport Small Boat Harbor shall include language which conveys the fee simple determinable interest described in subsection (a) of this section.

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Requested by: Senator Martin of Pitt

—-WATER RESOURCES DEVELOPMENT PROJECTS

Sec. 33. (a) Of the funds appropriated to the Department of Environment, Health, and Natural Resources for the 1990-91 fiscal year, the sum of \$800,000 shall be used for water resources development projects. The Department shall fund the following projects, whose estimated costs are as indicated:

(1) Morehead City Harbor

Maintenance Dredging \$ 50,000

(2) Beaufort Harbor

Maintenance Dredging 80,000

(3) Lower Creek (City of Lenoir)

Flood Control 169,000

- (4) Aquatic Weed Control Projects 37,000
- (5) Great Coharie Creek (Sampson

County) Flood Control 75,000

(6) State/Local Water

Development Projects 389,000

(7) Corps of Engineers Feasibility
Studies as funds available.

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43 44 (b) Where the actual costs are different from the estimated costs under subsection (a) of this section, the Department may adjust the allocations among projects as needed. If any projects listed in subsection (a) of this section are delayed and the budgeted State funds cannot be used during the 1990-91 fiscal year, or if the projects listed in subsection (a) are accomplished at a lower cost, the Department may use the resulting

fund availability to fund:
(1) Corps o

- (1) Corps of Engineers project feasibility studies, or
- (2) Corps of Engineers projects whose schedules have advanced and require State matching funds in fiscal year 1990-91.

Funds not expended or encumbered for these purposes shall revert to the General Fund at the end of the 1991-92 fiscal year.

- (c) Beginning October 1, 1990, the Department shall make quarterly reports on the use of these funds to the Joint Legislative Commission on Governmental Operations, the Director of the Fiscal Research Division, and the Office of State Budget and Management. Each report shall include:
 - (1) All projects listed in subsection (a) of this section;
 - (2) The estimated cost of each project;
 - (3) The date work on each project began or is expected to begin;

- 1 (4) The date work on each project was completed or is expected to be completed; and
 - (5) The actual cost of each project.

The quarterly reports shall also show those projects advanced in schedule, those projects delayed in schedule, and an estimate of the amount of funds expected to revert to the General Fund.

Requested by: Senator Tally

9 —-LAKE RIM FUNDS

Sec. 34. Section 38 of Chapter 754 of the 1989 Session Laws, as rewritten by Section 24 of The Current Operations Appropriations Act of 1990, reads as rewritten:

"Sec. 38. The Wildlife Resources Commission may use no more than \$315,000 \$315,297 for the 1990-91 fiscal year to repair the dam at the Lake Rim Fish Hatchery in Cumberland County."

Requested by: Senator Basnight

—LEGISLATIVE SERVICES COMMISSION TO PAY FOR CHAIRMAN OF SENATE NATURAL AND ECONOMIC RESOURCES APPROPRIATIONS COMMITTEE TO ATTEND HIGHWAY OVERSIGHT COMMITTEE MEETINGS

Sec. 35. The Legislative Services Commission shall pay the costs of the attendance of the Chairman of the Senate Appropriations Committee on Natural and Economic Resources at all meetings of the Joint Legislative Highway Oversight Committee. These subsistence and travel expenses shall be as provided in G.S. 120-3.1.

 Requested by: Senators Basnight and Martin of Pitt

—-SPECIAL APPROPRIATIONS FOR HIGHWAYS REDUCTION FOR CAPITAL IMPROVEMENTS

Sec. 36. (a) The funds appropriated for the Special Appropriations for Highways in The Current Operations Appropriations Act are hereby reduced by \$2,621,025 which shall be used for capital improvements as appropriated in this act.

(b) Section 98 of Chapter 752 of the 1989 Session Laws reads as rewritten:

"Sec. 98. Of the funds appropriated to the Department of Transportation for special appropriations for highways in Chapter 500 of the 1989 Session Laws, The Current Operations Appropriations Act of 1989, and this act, sixty-six million dollars (\$66,000,000) for fiscal year 1989-90 and sixty-six million dollars (\$66,000,000) seven thousand five hundred twenty-four dollars (\$7,524) for fiscal year 1990-91 may be used for:

- (1) Supplemental funding for highway construction, reconstruction, and rehabilitation projects for State and Federal Aid road systems;
- (2) Supplemental funding for the planning, design, and engineering of highways and acquisition of highway rights-of-way;
- (3) Matching funds for unanticipated federal-aid construction funds;
- (4) Payment for all or any portion of the interest or principal on bonds issued by the State for road and highway purposes; and

1 (5) A means of maintaining a uniform seasonal pace of highway 2 construction, including scheduled ferry replacement. 3 Construction funds shall be allocated equitably each year among the 14 Highway

Construction funds shall be allocated equitably each year among the 14 Highway Divisions. Notwithstanding any other provision of Chapter 136 of the General Statutes, the Department shall make allocations under this section in a manner that assures that at the end of the second year each of the 14 Highway Divisions, over the two year period, has been allocated an equal amount, insofar as possible, of all funds allocated under this section, including those for scheduled ferry replacement. The Secretary shall report in writing, on a monthly basis, in accordance with G.S. 136-17.2A. The Department of Transportation shall report to the Joint Legislative Commission on Governmental Operations—Highway Oversight Committee and the Fiscal Research Division on the projects that have been funded, and those projects that he reasonably expects to be funded under this section. The report shall set out the reasons this method of funding serves the best interest of the State's transportation improvement programs. That report shall include, among other things, the cost savings realized, and the manner in which the cost savings have been realized by the use of the funds allocated under this section in accordance with G.S. 120-70.51(a)(1)."

Requested by: Senators Basnight and Plyler

—-D.O.T. CONTRACT RETAINAGE DEPOSITS

Sec. 37. Chapter 136 of the General Statutes is amended by adding a new section to read:

"§ 136-28.9. Retainage - construction contracts.

Notwithstanding the provisions of G.S. 147-69.1, 147-77, 147-80, 147-86.10, and 147-86.11, or any other provision of the law, the Department of Transportation is authorized to enter into trust agreements with banks and contractors for the deposit of retainage and for the payment to contractors of income on these deposits, in connection with highway construction contracts, in trust accounts with banks in accordance with Department of Transportation regulations, including deposit insurance and collateral requirements. The Department of Transportation may contract with those banks without trust departments in addition to those with trust departments. Funds deposited in any trust account shall be invested only in bonds, securities, certificates of deposits, or other forms of investment authorized by G.S. 147-69.1 for the investment of State funds. The trust agreement may also provide for interest to be paid on uninvested cash balances."

PART IX.—-EMPLOYEE BENEFITS

 Requested by: Senator Royall

39 —-UNIVERSITY EMPLOYEES' OPTIONAL RETIREMENT PROGRAM

Sec. 38. Section 42(c) of Chapter 752 of the 1989 Session Laws reads as rewritten:

"(c) The State's employer contribution rates budgeted for retirement and related benefits as a percentage of covered salaries for the 1990-91 fiscal year are (i) eleven and seventy-four hundredths percent (11.74%) - Teachers and State Employees; (ii) sixteen

- 1 and seventy-four hundredths percent (16.74%) State Law Enforcement Officers; (iii)
- 2 eight and twenty-seven hundredths percent (8.27%) eight and thirty-seven hundredths
- 3 percent (8.37%) University Employees' Optional Retirement Program; (iv) thirty-one
- 4 and thirty-six hundredths percent (31.36%) Consolidated Judicial Retirement System;
- 5 and (v) thirty-eight and eighty-five hundredths percent (38.85%) Legislative
- 6 Retirement System. Each of the foregoing contribution rates includes one and sixty-five
- 7 hundredths percent (1.65%) for hospital and medical benefits. The rate for State Law
- 8 Enforcement Officers includes five percent (5%) for the Supplemental Retirement
- 9 Income Plan. The rates for Teachers and State Employees, State Law Enforcement
- 10 Officers, and for the University Employees' Optional Retirement Program includes
- 11 fifty-two hundredths percent (0.52%) for the Disability Income Plan."

PART X.—-MISCELLANEOUS PROVISIONS

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- 15 Requested by: Senator Royall
- 16 —-EXECUTIVE BUDGET ACT APPLIES

Sec. 39. The provisions of the Executive Budget Act, Chapter 143, Article 1 of the General Statutes are reenacted and shall remain in full force and effect and are incorporated in this act by reference.

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- Requested by: Senator Royall
- —-COMMITTEE REPORT

Sec. 40. The July 11, 1990, Report of the Senate Appropriations Committee which was distributed in the Senate and used to explain this act, shall indicate action by the General Assembly on this act and shall therefore be used to construe this act, as provided in G.S. 143-15 of the Executive Budget Act, and for such purposes shall be considered a part of this act.

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- Requested by: Senator Royall
- 30 —-MOST TEXT APPLIES ONLY TO 1990-91

Sec. 41. Except for statutory changes or other provisions that clearly indicate an intention to have effects beyond the 1990-91 fiscal year, the textual provisions of this act apply only to funds appropriated for, and activities occurring during, the 1990-91 fiscal year.

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- Requested by: Senator Royall
- 37 —-1989-90 APPROPRIATIONS LIMITATIONS AND DIRECTIONS APPLY

Sec. 42. Except where expressly repealed or amended by this act, the provisions of Chapters 500, 752, 754, 795, and 799 of the 1989 Session Laws, as amended, and The Current Operations Appropriations Act of 1990, as amended, remain in effect.

Sec. 43. Notwithstanding any modifications by this act in the amounts appropriated, except where expressly repealed or amended, the limitations and directions for the 1990-91 fiscal year in Chapters 500, 752, 754, 795, and 799 of the

1989 Session Laws, as amended, and The Current Operations Appropriations Act of 1 2 1990, as amended, that applied to appropriations to particular agencies or for particular 3 purposes apply to the newly enacted appropriations and budget reductions of this act for those same particular purposes. 4 5 6 Requested by: Senator Royall 7 —-EFFECT OF HEADINGS 8 Sec. 44. The headings to the parts and sections of this act are a convenience to the reader and are for reference only. The headings do not expand, limit, or define 9 10 the text of this act. 11 12 Requested by: Senator Royall —-SEVERABILITY CLAUSE 13 14 Sec. 45. If any section or provision of this act is declared unconstitutional or 15 invalid by the courts, it does not affect the validity of this act as a whole or any part 16 other than the part so declared to be unconstitutional or invalid.

18 Requested by: Senator Royall

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19 —-EFFECTIVE DATE

Sec. 46. Except as otherwise provided, this act shall become effective July 1, 21 1990.