GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2001

S 3

SENATE BILL 841 House Committee Substitute Favorable 11/15/01 Third Edition Engrossed 11/16/01

Short Title:	Appropriations/Modifications & Other Changes.	(Public)
Sponsors:		
Referred to:		

April 4, 2001

1 A BILL TO BE ENTITLED 2 AN ACT AUTHORIZING THE USE OF CERTAIN PROCEEDS FOR CAPITAL 3 EXPENDITURES AT THE DOBBS YOUTH DEVELOPMENT CENTER: 4 APPROPRIATING FUNDS FOR PHOTONICS AND OPTOELECTRONICS 5 RESEARCH, FOR SICKLE CELL SYNDROME MEDICAL CARE, FOR OPTIONAL CIRCUMCISION PROCEDURES FOR MEDICAID ELIGIBLE 6 7 NEWBORNS, FOR NECESSARY CHILD CARE FOR NEEDY FAMILIES, FOR 8 THE ADVANCE HEALTH CARE DIRECTIVE REGISTRY, AND FOR 9 **FOODS** MARKETING: TRANSFERRING **FUNDS** 10 FLOODPLAIN MAPPING: INDICATING THE GENERAL ASSEMBLY'S INTENT TO APPROPRIATE FUNDS TO THE TEACHERS' AND STATE 11 12 EMPLOYEES' RETIREMENT SYSTEM; ADDING THE SECRETARY OF 13 REVENUE AS AN EX OFFICIO MEMBER OF THE ECONOMIC DEVELOPMENT BOARD; STUDYING ADVERTISING IN PUBLICATIONS OF 14 15 THE DIVISION OF MOTOR VEHICLES: AND RELATING TO CRIMINAL JUSTICE PARTNERSHIP GRANT FUNDS. AUTHORIZATION FOR INDIAN 16 17 **GAMING** COMPACT, GENERAL ASSEMBLY PUBLICATIONS. COMMUNITY COLLEGES GENERIC FEES, LIMITED DURATION LICENSES, 18 19 DISPOSITION OF CERTAIN TAX PROCEEDS. DELINOUENT TAX 20 PAYMENTS, HUMAN SERVICES REPORTING, DRUG COSTS UNDER 21 MEDICAID, ACCESS TO PHARMACEUTICAL COMPANY PRESCRIPTION 22 DRUG PROGRAMS, STATE HEALTH PLAN CO-PAYMENTS, STATE 23 **EMPLOYEE MILITARY AND EMERGENCY SERVICE** LEAVE, **COLLEGES** 24 COMMUNITY **OPTIONAL** RETIREMENT, **CULTURAL** 25 RESOURCES DIGITAL ARCHIVES, AND ELECTRONIC PROCUREMENT. 26

- The General Assembly of North Carolina enacts:
- 27 PART I. JUSTICE AND PUBLIC SAFETY
- 28 - DOBBS CENTER

SECTION 1. Notwithstanding Chapter 146 of the General Statutes and any other provision of law, the net proceeds derived from the sale of right-of-ways and associated easements from the Department of Juvenile Justice and Delinquency Prevention to the Department of Transportation in the amount of one hundred seventy-two thousand fifty dollars (\$172,050) shall be deposited with the State Treasurer in a capital improvement and repair and renovation account to the credit of the Department of Juvenile Justice and Delinquency Prevention. The Department shall use the funds to construct a maintenance and storage facility at Dobbs Youth Development Center.

- CRIMINAL JUSTICE PARTNERSHIP

SECTION 2. Subsection (b) of Section 25.16 of S.L. 2001-424 reads as rewritten:

"SECTION 25.16.(b) Notwithstanding the provisions of G.S. 143B-273.5, the sum of one million dollars (\$1,000,000) of the unexpended cash balance of the State County Criminal Justice Partnership Account shall revert to the General Fund on June 30, 2002, and the sum of one million dollars (\$1,000,000) of the unexpended cash balance of the State County Criminal Justice Partnership Account shall revert to the General Fund on June 30, 2003. G.S. 143B-273.15 specifying that grants to participating counties are for the full fiscal year and that unobligated funds are returned to the State-County Criminal Justice Partnership Account at the end of the grant period, the Department of Correction may reallocate unspent or unclaimed funds distributed to counties participating in the State-County Criminal Justice Partnership Program in an effort to maintain the level of services realized in previous fiscal years."

PART II. EDUCATION SECTION 3. Reserved.

- PHOTONICS/OPTOELECTRONICS FUNDS

SECTION 4. Of the funds appropriated in S.L. 2001-424 to the Board of Governors of The University of North Carolina for genomics, bioinfomatics, optoelectronics, and photonics:

- (1) The sum of three hundred fifty thousand dollars (\$350,000) for the 2001-2002 fiscal year and the sum of three hundred fifty thousand dollars (\$350,000) for the 2002-2003 fiscal year shall be allocated to fund the photonics research consortium.
- (2) The sum of two hundred fifty thousand dollars (\$250,000) for the 2001-2002 fiscal year and the sum of two hundred fifty thousand dollars (\$250,000) for the 2002-2003 fiscal year shall be allocated to fund optoelectronics research.

- CLARIFY COMMUNITY COLLEGE GENERIC FEE

temporary rules clarifying the provisions of 23NCAC2(D).0201(c)(1) and (c)(2) pertaining to the definition of generic fees and specific fees charged to students attending community colleges.

5 6

7

9

10

11

12

13

14 15

16

20

24

25

26

27

28

29

30

31

32

33

34

35

36

37

38

39

40

41

42

8

PART III.

- ECONOMIC DEVELOPMENT BOARD MEMBERSHIP

SECTION 6. G.S. 143B-434(b) reads as rewritten:

and expires six months after that date.

SECTION 5.(a)

Membership. – The Economic Development Board shall consist of 3637

SECTION 5.(b) This section becomes effective when this act becomes law

The State Board of Community Colleges may adopt

members. The Secretary of Commerce shall serve ex officio as a member and as the secretary of the Economic Development Board. The Secretary of Revenue shall serve as an ex officio, nonvoting member. Four members of the House of Representatives appointed by the Speaker of the House of Representatives, four members of the Senate appointed by the President Pro Tempore of the Senate, the President of The University of North Carolina, or designee, the President of the North Carolina Community College

TAX AND ECONOMIC DEVELOPMENT MATTERS

17 18 System, or designee, the Secretary of State, and the President of the Senate (or the 19 designee of the President of the Senate), shall serve as members of the Board. The

Governor shall appoint the remaining 23 members of the Board, provided that effective

21 with the terms beginning July 1, 1997, one of those appointees shall be a representative 22 of a nonprofit organization involved in economic development and two of those 23

appointees shall be county economic development representatives. The Governor shall designate a chair and a vice-chair from among the members of the Board. Appointments

to the Board made by the Governor for terms beginning July 1, 1997, and appointments to the Board made by the Speaker of the House of Representatives and the President Pro

Tempore of the Senate for terms beginning July 9, 1993, should reflect the ethnic and

gender diversity of the State as nearly as practical.

The initial appointments to the Board shall be for terms beginning on July 9, 1993. Of the initial appointments made by the Governor, the terms shall expire July 1, 1997. Of the initial appointments made by the Speaker of the House of Representatives and by the President Pro Tempore of the Senate two appointments of each shall be designated to expire on July 1, 1995; the remaining terms shall expire July 1, 1997. Thereafter, all appointments shall be for a term of four years.

The appointing officer shall make a replacement appointment to serve for the unexpired term in the case of a vacancy.

The members of the Economic Development Board shall receive per diem and necessary travel and subsistence expenses payable to members of State Boards and agencies generally pursuant to G.S. 138-5 and [G.S.]G.S. 138-6, as the case may be. The members of the Economic Development Board who are members of the General Assembly shall not receive per diem but shall receive necessary travel and subsistence expenses at rates prescribed by G.S. 120-3.1."

1 2

- DELINQUENT TAX ENFORCEMENT

SECTION 7. As enacted by ratified House Bill 108, 2001 General Assembly, G.S. 161-31(b) reads as rewritten:

"(b) Applicability. – This section applies only to Alleghany, Anson, Beaufort, Bertie, Cabarrus, Camden, Carteret, Cherokee, Chowan, Cleveland, Currituck, Forsyth, Gaston, Graham, Granville, Halifax, Harnett, Haywood, Iredell, Jackson, Lee, Madison, Martin, Montgomery, Pasquotank, Perquimans, Person, Pitt, Rockingham, Rowan, Stanly, Swain, Union, Vance, Warren, Washington, and Yadkin Counties."

- DISPOSITION OF TAX PROCEEDS

SECTION 8. G.S. 105-187.9, as amended by S.L. 2001-424, reads as rewritten:

"§ 105-187.9. Disposition of tax proceeds.

- (a) <u>Distribution.</u> Taxes collected under this Article at the rate of eight percent (8%) shall be credited to the General Fund. Taxes collected under this Article at the rate of three percent (3%) shall be credited to the North Carolina Highway Trust Fund.
- (b) <u>Transfer.</u>—In each fiscal year the State Treasurer shall transfer the amounts provided below from the taxes deposited in the Trust Fund to the General Fund. The transfer of funds authorized by this section may be made by transferring one-fourth of the amount at the end of each quarter in the fiscal year or by transferring the full amount annually on July 1 of each fiscal year, subject to the availability of revenue.
 - (1) The sum of one hundred seventy million dollars (\$170,000,000).
 - In addition to the amount transferred under subdivision (1) of this subsection, In the 2001 2002 fiscal year, the sum of one million seven hundred thousand dollars (\$1,700,000).(\$1,700,000) shall be transferred in the 2001-2002 fiscal year. The amount distributed under this subdivision shall increase In-in the 2002-2003 fiscal year, year to the sum of two million four hundred thousand dollars (\$2,400,000). In each fiscal year thereafter, the sum transferred under this subdivision shall be the amount distributed in the previous fiscal year plus or minus a percentage of this sum equal to the percentage by which tax collections under this Article increased or decreased for the most recent 12-month period for which data are available."

PART IV. GENERAL ASSEMBLY

- JOURNAL PUBLICATION CHANGE

SECTION 9.(a) G.S. 147-45 reads as rewritten:

"§ 147-45. Distribution of copies of State publications.

The Secretary of State shall, at the State's expense, as soon as possible after publication, provide such number of copies of the Session Laws and Senate and House Journals to federal, State, and local governmental officials, departments and agencies, and to educational institutions of instruction and exchange use, as is set out in the table

below: below. These publications shall be made available in hardbound and electronic format. Each agency or institution entitled to more than one copy in the table below shall receive only one of the copies in hardbound format with the remainder in electronic format, unless such agency or institution requests additional hardbound copies from the Secretary of State by August 1 of the calendar year. The Legislative Services Commission, in consultation with the Principal Clerks of the House of Representatives and Senate, shall determine each year the total number of bound volumes of each publication to be printed and the total number of the electronic copies of each publication to be produced.

9 10

1 2

3

4

5

6 7

8

11		Session	Assembly
12	Agency or Institution	Laws	Journals
13	Governor, Office of the	<u> 3 2</u>	2
14	Office of State Budget and Management	<u>1</u> 1	<u>0</u>
15	Lieutenant Governor, Office of the	1	<u>0</u> 1 3
16	Secretary of State, Department of the	3	3
17	Auditor, Department of the State	<u> 3 1</u>	<u> 10</u>
18	Treasurer, Department of the State	3	1
19	Local Government Commission	2	0
20	State Board of Education	1	0
21	Department of Public Instruction	<u> 3 2</u>	1
22	Controller	1	0
23	Technical Assistance Centers	1 ea.	0
24	Department of Community Colleges		
25	Community Colleges System Office	<u> 3 1</u>	1
26	Justice, Department of		
27	Office of the Attorney General	25 <u>5</u>	3 - <u>2</u>
28	Budget Bureau (Administration)	1	0
29	Property Control (Administration)	1	1
30	State Bureau of Investigation	1	Θ
31	Agriculture and Consumer Services,		
32	Department of	<u>3 1</u>	1
33	Labor, Department of	<u>54</u>	1
34	Insurance, Department of	<u> 5 2 </u>	1
35	Administration, Department of	1	1
36	Budget Bureau	2	1
37	Controller	1	0
38	Property Control	1	Θ
39	Purchase and Contract	2	Θ
40	Policy and Development	1	Θ
41	Veterans Affairs Commission	1	0
42	Environment and Natural Resources,		

	GENERAL ASSEMBLY OF NORTH CAROLINA	SESSION 2001	
1	Department of	6	0
2	Wildlife Resources Commission	2	0
3	Revenue, Department of	5	1
4	Health and Human Services, Department of	<u>61</u>	0
5	Mental Health, Developmental Disabilities,		
6	and Substance Abuse Services,		
7	Division of	1	0
8	Social Services, Division of	3	0
9	Facilities Facility Services, Division of	1	0
0	Hospitals and Institutions	1 ea.	0
11	Juvenile Justice and Delinquency		
12	Prevention, Department of	3	0
13	Transportation, Department of	1	0
14	Board of Transportation	3	0
15	Motor Vehicles, Division of	1	0
6	Commerce, Department of	1	<u>0 1</u>
17	Economic Development, Division of	2	0
18	State Ports Authority	1	0
19	Alcoholic Beverage Control Commission,		
20	North Carolina	2	0
21	Banking Commission	2 1	0
22	Utilities Commission	8 <u>3</u> 7 <u>1</u>	1
23	Industrial Commission	7 1	0
24	Labor Force Development Council	1	0
25	Milk Commission	5	Θ
26	Employment Security Commission	4	1
27	Correction, Department of	1	0
28	Department of Correction	2	Θ
29	Post-Release Supervision and Parole Commission	<u>2_1</u>	0
30	State Prison	-	Θ
31	Correctional Institutions	1 ea.	0
32	Cultural Resources, Department of	<u>1 0</u>	0
33	Archives and History, Division of	<u>53</u>	1
34	State Library	5	5
35	Publications Division	1	1
36	Crime Control and Public Safety, Department of	<u>2_1</u>	1
37	North Carolina Crime Commission	1	0
38	Adjutant General	2	0
39	Elections, State Board of	<u>2_1</u>	0
10	Office of Administrative Hearings	<u>2 1</u>	0
1	State Personnel Commission	1	0
12	Office of State Personnel	1	1

	GENERAL ASSEMBLY OF NORTH CAROLINA		SESSION 2001
1	Legislative Branch		
2	State Senators	1 ea.	1 ea.
3	State Representatives	1 ea.	1 ea.
4	Principal Clerk – Senate	1	1
5	Principal Clerk – House	1	1
6	Reading Clerk – Senate	1	<u>10</u>
7	Reading Clerk – House	1	$\overline{10}$
8	Sergeant at Arms – House	1	$4\overline{0}$
9	Sergeant at Arms – Senate	1	$1\overline{0}$
10	Enrolling Clerk	1	0
11	Engrossing Clerk	1	Θ
12	Indexer of the Laws	1	$\overset{\circ}{\Theta}$
13	Legislative Building Library	35 75	15 7
14	Judicial System	<u></u>	
15	Justices of the Supreme Court	1 ea.	1 ea.
16	Judges of the Court of Appeals	1 ea.	1 ea.
17	Judges of the Superior Court	1 ea.	0
18	Emergency and Special Judges of the	2 0	· ·
19	Superior Court	1 ea.	Θ
20	District Court Judges	1 ea.	$\overset{\circ}{\Theta}$
21	District Attorneys	1 ea.	$\overset{\circ}{\Theta}$
22	Clerk of the Supreme Court	1 ca.	1
23	Clerk of the Court of Appeals	1	1
24	Administrative Office of the Courts	<u>4</u> 3	1
25	Supreme Court Library AS MANY AS REQUESTED	1 <u>5</u>	<u>3</u>
26	Colleges and Universities	<u> 10</u>	<u>5</u>
27	The University of North Carolina System		
28	Administrative Offices	3	0
29	University of North Carolina,		· ·
30	Chapel Hill	65 33	25 9
31	University of North Carolina,	30 <u>50</u>	_c <u>_</u>
32	Charlotte	<u>3_2</u>	1
33	University of North Carolina,	۶ <u>ـــ</u>	•
34	Greensboro	<u>3 1</u>	1
35	University of North Carolina,	<u> </u>	-
36	Asheville	2 1	1
37	University of North Carolina,	- <u>-</u>	•
38	Wilmington	<u>2 1</u>	1
39	North Carolina State University,	<u></u>	•
40	Raleigh	<u> 5 1</u>	<u>3_1</u>
41	Appalachian State University	2	1
42	East Carolina University	3 <u>1</u>	2 <u>1</u>
	Zuot Curonnu Christop	<u> </u>	<u>~_ 1</u>

(GENERAL ASSEMBLY OF NORTH CAROLINA	Sl	ESSION 2001
1	Elizabeth City State University	2	1
2	Fayetteville State University	2 <u>1</u>	1
3	North Carolina Agricultural and		
4	Technical University	2	1
5	North Carolina Central University	<u>5_1</u>	5 <u>1</u>
6	Western Carolina University	2 <u>1</u>	1
7	University of North Carolina,		
8	Pembroke	2	1
9	Winston-Salem State University	2	1
10	North Carolina School of the Arts	1	1
11	Private Institutions		
12	Duke University	<u>64</u>	<u>6 3</u>
13	Davidson College		2 1
14	Wake Forest University	3 <u>1</u> 5	2 <u>1</u> 5
15	Lenoir Rhyne College	1	1
16	Elon-College University	1	1
17	Guilford College	1	1
18	Campbell University	<u> 5 2</u>	<u> 5_2</u>
19	Wingate-College University	1	1
20	Pfeiffer College	1	1
21	Barber Scotia College	1	1
22	Barton College	1	1
23	Brevard College	1	<u>1</u>
24	Shaw University	$\overline{1}$	$\overline{1}$
25	St. Augustine's College	1	1
26	Johnson C. Smith University	1	1
27	Belmont Abbey College	1	1
28	Bennett College	1	1
29	Catawba College	1	1
30	Gardner-Webb-College University	1	1
31	Greensboro College	1	1
32	High Point University	1	1
33	Livingstone College	1	1
34	Mars Hill College	1	1
35	Meredith College	1	1
36	Methodist College	1	1
37	Montreat College	1	1
38	North Carolina Wesleyan College	$\frac{\overline{1}}{1}$	<u>1</u> 1
39	Peace College	<u>1</u>	<u>0</u>
40	Queens College	$\frac{\overline{1}}{1}$	$\frac{\overline{1}}{1}$
41	Sacred Heart College	1	1
42	St. Andrews Presbyterian College	1	1
	· · · · · · · · · · · · · · · · · · ·		

	GENERAL ASSEMBLY OF NORTH CAROLINA	SESSION 2001	
1	Salem College	1	1
2	Warren Wilson College	1	1
3	County and Local Officials		
4	Clerks of the Superior Court	1 ea.	1 ea.
5	Register of Deeds	1 ea.	<u>1 ea. 0</u>
6	Federal, Out-of-State and Foreign		
7	Secretary to the President	1	0
8	Secretary of State	1	1
9	Secretary of Defense	1	0
10	Secretary of Agriculture	1	0
11	Secretary of the Interior	1	0
12	Secretary of Labor	1	<u>1-0</u>
13	Secretary of Commerce	1	<u> 1 0</u>
14	Secretary of the Treasury	1	0
15	Secretary of Health, Education and		
16	Welfare Health and Human Services	1	0
17	Secretary of Housing and Urban		
18	Development	1	0
19	Secretary of Transportation	1	0
20	Attorney General	1	0
21	Postmaster General United States Postal Service	1	0
22	Bureau of Census	1	0
23	Bureau of Public Roads	1	Θ
24	Department of Justice	1	0
25	Department of Internal Revenue Internal		
26	Revenue Service	1	0
27	Veterans' Administration Department of		
28	<u>Veterans Affairs</u>	1	0
29	Farm Credit Administration	1	0
30	Securities and Exchange Commission	1	0
31	Social Security Board	1	Θ
32	Environmental Protection Agency	1	0
33	Library of Congress	8	2
34	Federal Judges resident in North		
35	Carolina	1 ea.	0
36	Federal District Attorneys resident in		
37	North Carolina	1 ea.	0
38	Marshal of the United States		
39	Supreme Court	1	0
40	Federal Clerks of Court resident in		
41	North Carolina	1 ea.	0
42	Supreme Court Library exchange list	1 ea.	0

1 2

One copy of the Session Laws shall be furnished the head of any department of State government created in the future.

State agencies, institutions, etc., Any State agency, department, institution, commission, committee, board, division, bureau, officer or official not found in or covered by this list may, upon written request from their respective department head to the Secretary of State, and upon the discretion of the Secretary of State as to need, be issued copies of the Session Laws on a permanent loan basis with the understanding that should said copies be needed they will be recalled."

SECTION 9.(b) Each agency or institution entitled to receive more than one copy of a hardbound volume of the Session Laws and House and Senate journal publications for the year 2001 desiring additional hardbound copies of those publications to which it is entitled shall so notify the Secretary of State not later than 30 days after this act becomes law; and each State Senator and State Representative is entitled to receive the 2001 journal of a house only if he or she so requests in writing to the principal clerk of that house no later than 30 days after this act becomes law.

SECTION 9.(c) G.S. 120-32 reads as rewritten:

"§ 120-32. Commission duties.

The Legislative Services Commission is hereby authorized to:

- (7) a. Provide for the indexing and printing of the session laws of each regular, extra or special session of the General Assembly and provide for the printing of the journal of each house of the General Assembly.
 - b. Provide and supply to the Secretary of State such bound volumes of the journals and session laws <u>and of these publications in electronic format</u> as may be required by <u>him the Secretary of State</u> to be distributed under the provisions of G.S. 147-45, 147-46.1 and 147-48."

SECTION 9.(d) G.S. 120-34(a) reads as rewritten:

"(a) The Legislative Services Commission shall publish all laws and joint resolutions passed at each session of the General Assembly. Assembly and the executive orders of the Governor issued since the adjournment of the prior session of the General Assembly. The laws and joint resolutions shall be kept separate and indexed separately. Each volume shall contain a certificate from the Secretary of State stating that the volume was printed under the direction of the Legislative Services Commission from ratified acts and resolutions resolutions and executive orders of the Governor on file in the Office of the Secretary of State. The Commission may publish the Session Laws and House and Senate Journals of extra and special sessions of the General Assembly in the same volume or volumes as those of regular sessions of the General Assembly. In printing, In printing the ratified acts and resolutions, the signatures of the presiding officers and the Governor shall be omitted.

The enrolling clerk or the Legislative Services Office shall assign to each bill that becomes law a number in the order the bill became law, and the laws shall be printed in the Session Laws in that order. The number shall be preceded by the phrase "Session Law" or the letters "S.L." followed by the calendar year it was ordered enrolled, followed by a hyphen and the sequential law number. Laws of Extra Sessions shall so indicate. In the case of any bill required to be presented to the Governor, and which became law, the Session Laws shall carry, below the date of ratification, editorial notes as to what time and what date the bill became law. In any case where the Governor has returned a bill to the General Assembly with objections, those objections shall be printed verbatim in the Session Laws, regardless of whether or not the bill became law notwithstanding the objections."

SECTION 9.(e) The Legislative Research Commission shall study the issue of further changes in agencies and institutions entitled to copies of State publications, and shall report to the General Assembly in 2002 on its findings.

PART V. HEALTH & HUMAN SERVICES - COMPREHENSIVE SERVICES/FOSTER CARE

SECTION 10. Section 21.60(g) of S.L. 2001-424 reads as rewritten:

"SECTION 21.60.(g) The Department of Health and Human Services, in conjunction with the Department of Juvenile Justice and Delinquency Prevention, the Department of Public Instruction, and other affected agencies, shall report on the following Program information:

- (1) The number and other demographic information of children served.
- (2) The amount and source of funds expended to implement the Program.
- (3) Information regarding the number of children screened, specific placement of children including the placement of children in programs or facilities outside of the child's home county, and treatment needs of children served.
- (4) The average length of stay in residential treatment, transition, and return to home.
- (5) The number of children diverted from institutions or other out-of-home placements such as training schools foster care, training schools, and State psychiatric hospitals and a description of the services provided.
- (6) Recommendations on other areas of the Program that need to be improved.
- (7) Other information relevant to successful implementation of the Program."

- DHHS DATE CHANGE

SECTION 11. Section 21.66(d) of S.L. 2001-424 reads as rewritten:

"SECTION 21.66.(d) The Department shall submit a progress report on implementation of this section not later than February 1, 2001, 2002, and a final report

not later than May 1, 2002, to the Senate Appropriations Committee on Health and Human Services, the House of Representatives Appropriations Subcommittee on Health and Human Services, and the Fiscal Research Division."

3 4 5

6

7

8

9

10 11

1

2

- CIRCUMCISION FUNDS

SECTION 12. Notwithstanding any other provision of law to the contrary, from funds available in the General Fund, there is appropriated to the Department of Health and Human Services, Division of Medical Assistance, the sum of two hundred forty-six thousand, seven hundred sixty-two dollars (\$246,762) for the 2001-2002 fiscal year and the sum of four hundred thousand dollars (\$400,000) for the 2002-2003 fiscal year. These funds shall be used to provide optional circumcision procedures for newborns eligible for Medicaid.

12 13 14

15

16

17

18

19 20

21

2223

24

25

26

27

28 29

30

31 32

33 34

35

36 37

- MEDICAID DRUG COSTS

SECTION 13. Section 21.19(a)(5) of S.L. 2001-424 reads as rewritten:

Drugs - Drug costs as allowed by federal regulations plus a "(5)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 (h) of this section and to the provisions at the end of subsection (a) of this section, or in accordance with the State Plan adopted by the Department of Health and Human Services consistent with federal reimbursement regulations. regulations, and shall be the lesser of the following options: (i) ninety percent (90%) of the Average Wholesale Price for prescription drugs plus the professional services fee, or (ii) the Centers for Medicare and Medicaid Services Upper Limit plus the professional services fee, or (iii) the Maximum Allowable Cost pricing established by the Department of Health and Human Services plus the professional services fee, or (iv) the provider's charge to the general public. Payment of the professional services fee shall be made in accordance with the State Plan adopted by the Department of Health and Human Services, consistent with federal reimbursement regulations. The professional services fee shall be five dollars and sixty cents (\$5.60) per prescription for generic drugs and four dollars (\$4.00) per prescription for brand name drugs. Adjustments to the professional services fee shall be established by the General Assembly."

38 39 40

41

42

- COORDINATION OF ACCESS TO PHARMACEUTICAL COMPANY PRESCRIPTION DRUG PROGRAMS

SECTION 14. Section 21.6 of S.L. 2001-424 reads as rewritten:

"SECTION 21.6.(a) Of the funds appropriated in this act to the Department of Health and Human Services, Division of Public Health, the sum of two hundred thousand dollars (\$200,000) for the 2001-2002 fiscal year and the sum of two hundred thousand dollars (\$200,000) for the 2002-2003 fiscal year shall be used to initiate the development of a system to assist eligible individuals in obtaining prescription drugs at no cost or for a nominal fee-through pharmaceutical company programs or initiatives. programs. The system will be designed to minimize the efforts of patients and their health care providers in securing needed drugs. The required patient and health care provider data will be maintained and orders tracked in order to initiate timely reorders of needed drugs to assure continuity of medication intake. Coordination of access shall be provided through a central location that maintains documentation of an individual's eligibility provided by the individual and prescription orders from the individual's physician to facilitate the provision of no cost or nominal cost drugs under the pharmaceutical company program. The coordination of access shall be implemented in a way that encourages physician, patient, and pharmacy participation by reducing time consuming procedural requirements. The Department may contract with a private nonprofit organization to coordinate access assist in the development of the system as provided under this section.

SECTION 21.6.(b) The <u>coordination of access effort</u> <u>development of the system shall be jointly managed by the Office of Research, Demonstrations and Rural Health</u> Development and the Office of Pharmacy Services, Division of Public Health.

under this section shall be consistent with other prescription drug assistance programs throughout the Department, including the AIDS Drug Assistance Program and the Prescription Drug Assistance Program, in identifying program participants.

SECTION 21.6.(c) The Department shall work with pharmaceutical companies in obtaining access to company applications for assistance and making those applications available to the general public. The Department shall ensure that pharmaceutical company programs are registered with the Department and shall obtain the application forms of each pharmaceutical program.

SECTION 21.6.(d) The Department shall report on the implementation of this section on December 1, 2001, April 1, 2002, and October 1, 2002, to the Senate Appropriations Committee on Health and Human Services, the House of Representatives Appropriations Subcommittee on Health and Human Services, and the Fiscal Research Division."

343536

37

38

39

40

41

42

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

2324

25

26

27

28

29

30

31

32

33

PART VI. RETIREMENT & BENEFITS

- RETIREMENT PAYMENT

SECTION 15. It is the intent of the General Assembly to appropriate funds to make the contribution to the Teachers' and State Employees' Retirement System ("System") that would have been made for the fiscal period beginning February 28, 2001, and ending June 30, 2001. Further, it is the intent of the General Assembly that the payment be made with interest at rates determined by the General Assembly to be

consistent with the performance and earnings of the System. Subject to the availability of funds, it is also the intent of the General Assembly to make the payment by appropriations over a five-year period beginning July 1, 2003.

- HEALTH PLAN CO-PAYMENT

SECTION 16.(a) G.S. 135-40.8(c3), as enacted by Section 1(m) of S.L. 2001-253, reads as rewritten:

"(c3) Notwithstanding any other provision of this Article, the Plan does not pay for the first fifteen dollars (\$15.00) of allowable charges for each home, office, or skilled nursing facility visit under the provisions of G.S. 135-40.6(7)a. and b., G.S. 135-40.6(4), G.S. 135-40.6(8)e.(IV therapy),G.S. 135-40.6(8)i., j., k., n., r., and s., and G.S. 135-40.5(e). The copayment co-payment assessed by this subsection shall be assessed only once per person per provider per day and shall not apply to laboratory, pathology, and radiology services. The exclusion made under this subsection shall not count toward the deductible nor toward the maximum amount of coinsurance out-of-pocket costs."

SECTION 16.(b) In accordance with G.S. 135-40.8(c3), enacted by Section l(m) of Session Law 2001-253, the first fifteen dollars (\$15.00) of allowable charges not paid by the Plan does not apply to cardiac rehabilitation benefits.

- MILITARY LEAVE

SECTION 17.(a) The caption for Article 9 of Chapter 127A reads as rewritten: "Privilege of Organized Militia. State Militia and Reserve Components of the United States Armed Forces."

SECTION 17.(b) G.S. 127A-116 reads as rewritten:

"§ 127A-116. Leaves of absence for State officers and employees.

The Governor or his the Governor's designee shall promulgate appropriate policy and regulations relating to leaves of absence for short periods of military training and for State or federal military duty or special emergency management service of all officers and employees of the State and its political subdivisions, including officers and employees of public educational facilities under the sponsorship of the State, without loss of pay, time or efficiency rating."

- OPTIONAL RETIREMENT PROGRAM/NCCCS

SECTION 18. Section 32.24(c) of S.L. 2001-424 reads as rewritten:

"SECTION 32.24.(c) This section becomes effective January 1, 2002. January 1, 2003."

PART VII. ENVIRONMENT & NATURAL RESOURCES

- FLOODPLAIN MAPPING

SECTION 19. The Department of Crime Control and Public Safety shall complete Phase 1 of the floodplain mapping for the Cape Fear River Basin by

December 30, 2002. The Department of Crime Control and Public Safety shall use available federal funds to complete Phase 1 of the floodplain mapping for the Cape Fear River Basin; however, if the federal funds are insufficient to complete Phase 1, then the Department may use up to six million dollars (\$6,000,000) from the Reserve for Disaster Relief (Budget Code 19930) to complete Phase 1 of the floodplain mapping.

The Department of Crime Control and Public Safety may use up to three million dollars (\$3,000,000) from the Reserve for Disaster Relief (Budget Code 19930) to initiate Phase 2 of the floodplain mapping for the Catawba River Basin and for the Yadkin River Basin.

PART VIII. GENERAL MATTERS

- TURF GRASS REVENUE REALLOCATIONS

SECTION 20. If House Bill 688, 2001 General Assembly, is enacted, then there is appropriated from the General Fund to the:

- (1) Department of Health and Human Services, Division of Public Health, the sum of four hundred sixty thousand dollars (\$460,000) for the 2001-2002 fiscal year for the Sickle Cell Syndrome Purchase of Medical Care Program, and to the Department of Health and Human Services, Division of Child Development, the sum of two million one hundred thousand dollars (\$2,100,000) for the 2001-2002 fiscal year and the sum of two million one hundred thousand dollars (\$2,100,000) for the 2002-2003 fiscal year for child care voucher subsidy funds to pay the cost of necessary child care for minor children of needy families.
- (2) Department of Agriculture and Consumer Services, Markets Division, the sum of one hundred thousand dollars (\$100,000) for the 2001-2002 fiscal year for specialty foods marketing.

- CULTURAL RESOURCES/DIGITAL ARCHIVES

SECTION 21. Section 11.1 of S.L. 2001-424 reads as rewritten:

"SECTION 11.1. Of the funds appropriated to the Department of Cultural Resources, the sum of fifty thousand dollars (\$50,000) shall be used to complete the planning for the Information Technology Expansion—Project and the Information Resource Management Commission (IRMC) Project Certification. Project and to aid in computerizing certain archival records in the State Archives so that the records will be available to the public via the Internet. The Department shall not expend any additional funds for information technology expansion prior to review of the IRMC Project Certification by the Joint Select Committee on Information Technology. The results of the IRMC Project Certification shall be presented to the Joint Select Committee on Information Technology no later than March 1, 2002."

- E-PROCUREMENT

SECTION 22. G.S. 143-49(8), as enacted by Section 15.6(d) of S.L. 2001-424, reads as rewritten:

To establish and maintain a procurement card program for use by State agencies, community colleges, constituent institutions of The University of North Carolina, and local school administrative units. The Secretary of Administration may adopt temporary rules for the implementation and operation of the program in accordance with the payment policies of the State Controller, after consultation with the Office of Information Technology Services. These rules would include the establishment of appropriate order limits that leverage the cost savings and efficiencies of the procurement card program in conjunction with the fullest possible use of the North Carolina E-Procurement Service. Procurement cards shall be utilized only through the E-Procurement Service. North Carolina State University and the University of North Carolina at Chapel Hill may use procurement cards consistent with the rules adopted by the Secretary, provided that the procurement cards have a purchase limit of two hundred fifty dollars (\$250.00) per month. Prior to implementing the program, the Secretary shall consult with the State Controller, the UNC General Administration, the Community Colleges System Office, the State Auditor, the Department of Public Instruction, and the Office of Information Technology Services. The Secretary may periodically adjust the order limit authorized in this section after consulting with the State Controller, the UNC General Administration, the Community Colleges System Office, the Department of Public Instruction, and the Office of Information Technology Services."

262728

29

30

31

32

33

34

35

36

3738

39

40

41

42

1

2

3

4 5

6 7

8

9

10

11

12 13

14

15

16

17

18

19

20 21

22

23

2425

"(8)

- CHEROKEE COMPACT

SECTION 23.(a) G.S. 147-12 is amended by adding a new subdivision to read:

"(14) To negotiate and enter into Tribal-State gaming compacts, and amendments thereto, on behalf of the State consistent with State law and the Indian Gaming Regulatory Act, Public Law 100-497, as necessary to allow a federally recognized Indian tribe to operate gaming activities in this State as permitted under federal law."

SECTION 23.(b) Chapter 71A of the General Statutes is amended by adding a new section to read:

"§ 71A-8. Authorization for federally recognized Indian tribes.

In recognition of the governmental relationship between the State, federally recognized Indian tribes and the United States, a federally recognized Indian tribe may conduct games consistent with the Indian Gaming Regulatory Act, Public Law 100-497, that are in accordance with a valid Tribal-State compact executed by the Governor

pursuant to G.S. 147-12(14) and approved by the U.S. Department of Interior under the Indian Gaming Regulatory Act, and such games shall not be unlawful or against the public policy of the State."

- ADVANCE HEALTH CARE DIRECTIVE REGISTRY FUNDS

SECTION 24.(a) There is appropriated from the General Fund to the Department of Secretary of State the sum of seventy-five thousand dollars (\$75,000) for the 2001-2002 fiscal year to fund the Advance Health Care Directive Registry established under Article 21 of Chapter 130A of the General Statutes.

SECTION 24.(b) Section 8 of S.L. 2001-455 reads as rewritten:

"**SECTION 8.** Sections 1 through 6 of this act become effective January 1, 2002. May 1, 2002. The remainder of this act is effective when it becomes law."

- DMV ADVERTISING

SECTION 25. The Legislative Research Commission shall study the issue of sale of advertising to be placed in official mailings or publications of the Division of Motor Vehicles and shall report to the General Assembly in 2002.

- DMV MAY ISSUE LICENSES OF LIMITED DURATION

SECTION 25.1. G.S. 20-7(f) reads as rewritten:

"(f) Expiration and Temporary License. – The first drivers license the Division issues to a person expires on the person's fourth or subsequent birthday that occurs after the license is issued and on which the individual's age is evenly divisible by five, unless this subsection sets a different expiration date. A first drivers license may be issued for a shorter duration if the Division determines that a license of shorter duration should be issued when the applicant holds a visa of limited duration issued by the United States Department of State. The first drivers license the Division issues to a person who is at least 17 years old but is less than 18 years old expires on the person's twentieth birthday. The first drivers license the Division issues to a person who is at least 62 years old expires on the person's birthday in the fifth year after the license is issued, whether or not the person's age on that birthday is evenly divisible by five.

A drivers license that was issued by the Division and is renewed by the Division expires five years after the expiration date of the license that is renewed. renewed unless the Division determines that a license of shorter duration should be issued when the applicant holds a visa of limited duration from the United States Department of State. A person may apply to the Division to renew a license during the 180-day period before the license expires. The Division may not accept an application for renewal made before the 180-day period begins.

The Division may renew by mail a drivers license issued by the Division to a person who meets any of the following descriptions:

(1) Is serving on active duty in the armed forces of the United States and is stationed outside this State.

the person to whom it is issued returns to this State."

least 30 continuous days.

1 2

3 would otherwise be required for the renewal and may impose any conditions it finds

4 5 6

7

9

10 11

12

13

8

PART IX. **EFFECTIVE DATES**

(2)

SECTION 26. Section 16 of this act becomes effective July 1, 2001. Section 20 of this act becomes effective December 1, 2001. Section 23 of this act becomes effective August 1, 1994, and applies to compacts and amendments thereto executed on or after that date. The remainder of this act is effective when it becomes

When renewing a license by mail, the Division may waive the examination that

advisable. A license renewed by mail is a temporary license that expires 60 days after

Is a resident of this State and has been residing outside the State for at