

## APPENDIX U

### Allocation of Costs – Comprehensive Study

The Current Operations and Capital Improvements Appropriations Act of 2004 (SL 2004-124) included the following special provision that directs the Board of Governors to fund a study of the mission and educational program needs of the University System and the Community College System. The provision states that the study shall be financed from “funds appropriated to The University of North Carolina.” Consistent with the historical interpretation of this language, a nonrecurring reduction to institutional budgets is recommended. It is recommended that the reductions be spread over two fiscal years to lessen the impact of the additional reductions on institutional budgets in the current fiscal year.

#### **UNIVERSITY SYSTEM AND COMMUNITY COLLEGE SYSTEM STUDY**

**SECTION 9.14.** The Board of Governors of The University of North Carolina shall use up to two million dollars (\$2,000,000) of funds appropriated to The University of North Carolina for the 2004-2005 fiscal year for the comprehensive study of the mission and educational program needs for the University System and the Community College System provided for in House Bill 1264 of the 2004 Regular Session of the 2003 General Assembly if that legislation becomes law.

The table below shows the recommended nonrecurring reduction for each institution to cover the cost of the study.

<b>Institution</b>	<b>Nonrecurring Reduction 2004-05</b>	<b>Nonrecurring Reduction 2005-06</b>
<b>UNIVERSITY OPERATIONS</b>		
Appalachian State University	\$ (51,266)	\$ (51,266)
East Carolina University	(109,031)	(109,031)
Elizabeth City State University	(14,494)	(14,494)
Fayetteville State University	(21,486)	(21,486)
North Carolina A & T State University	(42,557)	(42,557)
North Carolina Central University	(29,957)	(29,957)
North Carolina School of the Arts	(11,683)	(11,683)
North Carolina State University	(206,526)	(206,526)
University of North Carolina at Asheville	(15,187)	(15,187)
University of North Carolina at Chapel Hill	(230,866)	(230,866)
University of North Carolina at Charlotte	(64,548)	(64,548)
University of North Carolina at Greensboro	(60,600)	(60,600)
University of North Carolina at Pembroke	(21,747)	(21,747)
University of North Carolina at Wilmington	(35,802)	(35,802)
Western Carolina University	(33,318)	(33,318)
Winston-Salem State University	(24,242)	(24,242)
UNC-General Administration, Operating	(26,690)	(26,690)
<b>Total</b>	<b>(1,000,000)</b>	<b>(1,000,000)</b>

It is recommended that the \$2,000,000 be allocated to UNC-General Administration, Institutional Programs to fund the study as required by the General Assembly.