

APPENDIX G

E-Procurement Exemption – North Carolina State University and The University of North Carolina at Chapel Hill

The 2001 General Assembly enacted House Bill 231 (technical corrections bill) that rewrote Section 15.6(b) of Senate Bill 1005 (codified as Session Law 2001-424). Section 28.(a) of House Bill 231 directs the Board of Governors of the University of North Carolina to exempt North Carolina State University and the University of North Carolina at Chapel Hill from the State's electronic procurement system until May 1, 2003. Each exemption is subject to Board of Governors' annual review and reconsideration. Each institution shall continue working with the North Carolina E-Procurement Service as that system evolves and shall ensure that their own procurement systems are compatible with the North Carolina E-Procurement Service so that they may take advantage of the service to the greatest extent possible.

It is recommended that North Carolina State University and the University of North Carolina at Chapel Hill be exempted from the State's electronic procurement system until May 1, 2003, in accordance with the directive of the North Carolina General Assembly. It is further recommended that the Vice President for Finance review this exemption in February, 2003, and report to the Committee on Budget and Finance regarding e-procurement activities on the two campuses.