

**Minutes of the  
North Carolina State Board of Education  
Education Building  
301 N. Wilmington Street  
Raleigh, NC 27601-2825  
February 18, 2010**

<b>Conference Call</b>	<b>Thursday, February 18, 2010</b>	<b>State Board Conference Room, 3:00 PM</b>
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The North Carolina State Board of Education met by conference call and the following members participated:

William Harrison, Chairman  
Melissa Bartlett  
Christine J. Greene  
Shirley Harris

Kevin Howell  
Reginald Kenan  
Wayne McDevitt, Vice Chair  
Kathy Taft

**CALL TO ORDER AND INTRODUCTION**

Chairman William Harrison called the special February 18 conference call meeting of the State Board of Education to order. He explained that the Board was meeting as a committee of the whole. Chairman Harrison was present in the State Board of Education Board Room in the Education Building in Raleigh; all other Board members participated via conference call. Chairman Harrison explained the meeting structure to the audience noting that the agenda includes one Action item. At this time, SBE Assistant Executive Director Betsy West conducted a roll call to determine a quorum. The roll call determined that enough Board members were present ensuring that a quorum had been met. (See attached list.)

In compliance with the requirements of Chapter 138A-15(e) of the State Government Ethics Act, Chairman Harrison reminded Board members of their duty to avoid conflicts of interest and appearances of conflicts of interest under Chapter 138A. He asked if members of the Board knew of any conflict of interest or any appearance of conflict with respect to any matters coming before them during this meeting. There were no conflicts of interest communicated at this time. Chairman Harrison then requested that if, during the course of the meeting, members became aware of an actual or apparent conflict of interest that they bring the matter to the attention of the Chair. It would then be their duty to abstain from participating in discussion and from voting on the matter.

Chairman Harrison then called on TCS Committee Chair Kevin Howell to present his item for *Action*.

**TCS COMMITTEE CHAIR REPORT ON ACTION**

**TWENTY-FIRST CENTURY SYSTEMS  
BUSINESS/FINANCE AND ADVOCACY COMMITTEE CHAIR REPORT  
(Mr. Kevin Howell, Chair, and Mr. John Tate, Vice-Chair)**

***ACTION***

**TCS 1 – 2010-11 Supplemental Budget Request**

**Policy Implications:** General Statute § 115C-12(1a)

**Presenter(s):** Mr. Philip Price (Chief Financial Officer, Financial and Business Services) and Mrs. Becky McConkey (Director, Financial Services Division)

**Description:**

Due to the current economic environment, the Office of State Budget and Management has advised state agencies that supplemental budget requests for 2010-11 will be limited to continuation items included in the 2009-11 Governor’s Recommended Budget that were not included by the General Assembly, ADM increases and average salary adjustments for the State Public School Fund, and continued phase in of new programs started in a previous fiscal year. The supplemental budget requests are due on February 22. At this special called meeting, the Board will review the allowed supplemental requests previously discussed and approve the ones to be submitted to the Governor.

**Recommendations:**

It is recommended that the State Board of Education approve the supplemental budget requests allowable under OSBM’s instructions.

**Discussion/Comments:**

- TCS Committee Chair Kevin Howell noted that Board members have heard presentations and participated in discussions for several months about the priorities of the supplemental budget request. He indicated that all Board members have received the proposed materials and recognized Chief Financial Officer Philip Price for remarks.
- Mr. Price reviewed the supplemental budget request noting that the document outlines all of the items that the State Board of Education has the authority to request as allowable under OSBM’s instructions. Mr. Price stated that the second page of the document reflects the discussions from the February SBE meeting. Adjustments include the deletion of the transportation and central office line items, and the Department of Public Instruction reduction in force (RIF) numbers reflect the additional forthcoming cuts – the difference between 64 and 100 positions. The allocations are now under the amount the SBE can request by \$13,948.
- A brief discussion occurred regarding the ADM Adjustment (Discretionary Reduction). Mr. Price stated that the request is to restore 50% of the ADM adjustment (half of the \$304M).
- There was no further discussion.

*Upon motion by Mr. Kevin Howell, and seconded by Ms. Christine Greene, the Board voted unanimously to approve the supplemental budget requests allowable under OSBM’s instructions. The vote was taken by roll call; see attached list.*

**ADJOURNMENT**

Indicating no other business, Chairman Harrison requested a motion to adjourn.

*Upon motion made by Ms. Kathy Taft, and seconded by Ms. Melissa Bartlett, the Board voted unanimously to adjourn the special conference call meeting of the State Board of Education on February 18, 2010. The vote was taken by roll call; see attached list.*