



NORTH CAROLINA STIMULUS AND ECONOMIC RECOVERY

NEEDS AND CAPABILITIES

(Compiled by the Office of State Budget and Management)

The revised revenue shortfall estimate for FY 2008-09 is \$2.0 billion, approximately 10% of our budget.

Federal Medical Assistance Program (FMAP)

FMAP is the share of the Medicaid program paid by the federal government. North Carolina's Medicaid budget totals \$10 billion and covers 1.7 million poor, aged and disabled individuals. Our current FMAP rate is 64.60%. Each 1% increase in FMAP reduces our state appropriation requirements by \$100 million. Other than open-ended block grants, FMAP provides the most immediate and direct assistance for dealing with a budget shortfall. North Carolina has already cut agency expenditures by 7% this fiscal year. Additional FMAP funds would ameliorate the need to make draconian reductions that ultimately impact our ability to provide quality services to our citizens.

Infrastructure

Mode	Obligated/180days (aggregate total by mode)	Federal Programs/Funds Delivery
<i>Airports</i>	\$315.2 million	<ul style="list-style-type: none"> • FAA discretionary grants to airports
<i>Highways</i>	\$5.1 billion	<ul style="list-style-type: none"> • Federal surface transportation programs under 23 USC §133
<i>Transit</i>	\$373.9 million	<ul style="list-style-type: none"> • Transit capital assistance grants; energy assistance grants. (49 USC §§5307, 5311)
<i>Rail</i>	\$256.2 million	<ul style="list-style-type: none"> • Capital and Debt Service Grants (Amtrak) • Capital Assistance to States – Intercity Passenger Rail Service and/or CAIPRS • High speed rail
<i>Clean Water</i>	\$1.25 billion	<ul style="list-style-type: none"> • State Revolving Loan fund (SRF)
<i>Drinking Water</i>	\$124.8 million	<ul style="list-style-type: none"> • State Revolving Loan Fund
<i>Flood Control/Water Resources</i>	\$62.5 million	<ul style="list-style-type: none"> • Army Corps of Engineers • Bureau of Land Management
TOTAL	\$7.48 Billion	

Other "Shovel Ready" Needs:

County Government	\$3.5 billion
Municipal Government	\$2.8 billion
Public Schools	\$1.1 billion
UNC System Repair and Renovation Needs	\$363 million
UNC System Medical and/or Research	\$222 million
Private Colleges and Universities	\$214 million
State Government Repair and Renovation Needs	\$239 million
Other State Government (prisons and ports)	\$116 million
USDA Rural Development Water and Sewer	\$310 million
Military Communities to Accommodate Growth	\$103 million
Green Technologies	\$250 million
Floodplain Mapping	\$60 million
Healthcare Information Technology Upgrades	\$180 million
Broadband Access	\$29 million
Parks Facilities	\$24 million

TOTAL **\$9.51 billion**