



**STATE OF NORTH CAROLINA
OFFICE OF STATE BUDGET AND MANAGEMENT**


PAT MCCRORY
GOVERNOR

LEE HARRISS ROBERTS
STATE BUDGET DIRECTOR

August 26, 2015

MEMORANDUM

TO: Department Heads and Chief Financial Officers

FROM: Lee Harriss Roberts 
State Budget Director

RE: Revision of Grant Rules under G.S. 143C-6-23

Over the next year, the Office of State Budget and Management will be revising the rules and related policies and procedures required by G.S. 143C-6-23(d) for the oversight of State grants to non-state entities. Primary goals of this revision are to establish policies and procedures that:

- Clarify oversight roles and responsibilities of OSBM and granting agencies;
- Improve tools to support agency monitoring and oversight of grants; and
- Ensure reporting requirements for grantees add value and not duplicative.

Additionally, as many of you may be aware, there are numerous challenges with the existing NCGrants reporting system. It is OSBM's expectation that this system can be retired as a result of this rules revision. However, the rules revision process is not likely to complete until sometime next year. In the meantime, there are a number of procedural changes that could be made within the existing rules to alleviate some of the frustrations currently experienced by users of the system.

OSBM would like to establish an agency working group to provide input and feedback throughout the process of implementing both interim procedural changes and developing the final revised rules. If your agency would like to participate, please contact Erin Matteson to provide the name of your agency representative. Please designate one representative, who will be responsible for coordinating input from across the agency.

We will continue to communicate any changes as they occur and look forward to working with you to improve this process. Please contact Erin Matteson at erin.matteson@osbm.nc.gov or 919-807-4758 with any questions.