

**Revision to SBDD Amended and Supplemental Application
The e-NC Authority/Rural Economic Development Center, Inc.**

The budget request from the e-NC Authority to the NTIA has been reduced from a federal request of **\$4,787,122** to **\$4,587,122**. The match for the project is unchanged. The \$200,000 budget reduction was made in the following pieces of the budget:

Capacity Building – Federal: reduction from \$993,036 (with direct costs of \$758,680 and indirect costs of \$234,356) to \$798,036 (with direct costs of \$609,700 and indirect costs of \$188,336). This reduction was made to personnel and fringe benefits by reducing the time for e-NC staff members as follows: Exec. Dir. 45% to 40%, Assist. Dir. 55% to 40%, Research Director 50% to 40% and Project Coordinator 50% to 35%. This change was made for years 2-5. The indirect cost rate remains the same at 30.89%.

Mapping – Federal: reduction from \$1,650,950 (with direct costs of \$1,261,327 and indirect costs of \$389,623) to \$1,645,950 (with direct costs of \$1,257,507 and indirect costs of \$388,443). This reduction was made under Supplies. The laptop allocation was reduced from \$4000 to \$3180. Also under Supplies, the software allocation was reduced from \$4000 to \$3000 for years 3-5.

The e-NC Authority will ensure that the outcomes of the original grant proposal remain the same despite these budget reductions. Under capacity building, the e-NC Authority can still meet the goals and outcomes associated with being the state broadband authority for North Carolina, despite this slight reduction in personnel hours to be charged to the grant. Under mapping, this change in Supplies of \$5000 will not impact the mapping program. The e-NC Authority will absorb any cost difference for this laptop and software.