

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2025

H.B. 1120  
Apr 29, 2026  
HOUSE PRINCIPAL CLERK

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HOUSE BILL DRH30566-MGa-156

Short Title: Financial Effectiveness and Transparency Act.

(Public)

Sponsors: Representative von Haefen.

Referred to:

1 A BILL TO BE ENTITLED  
2 AN ACT REDIRECTING STATE FUNDS FOR CRISIS PREGNANCY CENTERS TO  
3 EVIDENCE-BASED MATERNAL AND INFANT HEALTH PROGRAMS AND  
4 SERVICES ADMINISTERED BY THE DEPARTMENT OF HEALTH AND HUMAN  
5 SERVICES; AND LIMITING THE USE OF STATE FUNDS FOR CRISIS PREGNANCY  
6 CENTERS.

7 The General Assembly of North Carolina enacts:

8 SECTION 1. Notwithstanding Chapter 143C of the General Statutes or any other  
9 provision of law to the contrary, funds in the base budget for Carolina Pregnancy Care  
10 Fellowship, a nonprofit corporation, are reduced by the sum of six million seven hundred fifty  
11 thousand dollars (\$6,750,000) in recurring funds beginning in the 2026-2027 fiscal year.

12 SECTION 2. There is appropriated from the General Fund to the Department of  
13 Health and Human Services, Division of Public Health, the sum of six million seven hundred  
14 fifty thousand dollars (\$6,750,000) in recurring funds beginning in the 2026-2027 fiscal year to  
15 support the expansion of evidence-based maternal and infant health programs and services  
16 administered by the Department of Health and Human Services, including the Healthy  
17 Beginnings program, the Safe Sleep NC Initiative, evidence-based home visiting programs such  
18 as the Nurse-Family Partnership, and other evidence-based programs selected by the Department  
19 of Health and Human Services, Division of Public Health.

20 SECTION 3. Article 6 of Chapter 143C of the General Statutes is amended by adding  
21 a new section to read:

22 **"§ 143C-6-5.3. Limitations on the use of State funds for crisis pregnancy centers.**

23 (a) As used in this section, the term "crisis pregnancy center" means a nonprofit  
24 organization that holds itself out as a healthcare facility that provides care for pregnant women  
25 and other clients, such as pregnancy counseling services, pregnancy testing, ultrasound services,  
26 and other nonmedical pregnancy services. The term does not include a hospital, ambulatory  
27 surgical facility, or clinic that performs abortions.

28 (b) A State agency is prohibited from allocating State funds to support or enter into a  
29 contract with a crisis pregnancy center unless the crisis pregnancy center has first provided all of  
30 the following information to the State agency:

31 (1) For the most recently completed fiscal year, an organizational revenue budget  
32 that includes a breakdown of all sources of funding and the total amount of  
33 contributions by each of the following sources:

34 a. Grants or appropriations by State and local governments.

35 b. Grants or donations by foundations.

36 c. Grants or donations by corporations.



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1 d. Donations by individuals.

2 (2) An organizational expense budget for the most recently completed fiscal year  
3 listing the center's expenses in the same categories listed on IRS Form 990.

4 (3) A program expense budget listing the amount of State funds that would be  
5 used in each expense category.

6 (4) The number of full-time paid staff, part-time paid staff, and volunteers and,  
7 for each, how many are licensed healthcare professionals, indicating the  
8 relevant and current licensing information for each.

9 (5) The number of unique clients served during the most recently completed fiscal  
10 year and, of that number, a breakdown of clients that received pregnancy tests,  
11 ultrasounds, STD/STI tests, pregnancy counseling, student sexual risk  
12 education, parenting education, and material support.

13 (6) The amount of material support provided to clients by the center, including  
14 the number of diapers, packs of baby wipes, baby clothing outfits, car seats,  
15 strollers, cribs, and containers of baby formula and the numbers of clients  
16 receiving each category of material support.

17 (c) By December 1 of each year in which the crisis pregnancy center is a recipient of  
18 State funds, the center shall provide an updated report of all of the information specified in  
19 subsection (a) of this section to the State agency that allocated State funds to the crisis pregnancy  
20 center.

21 (d) Within 20 business days after receiving a request from a member of the public, a State  
22 agency that has allocated State funds to a crisis pregnancy center shall provide to the member of  
23 the public a copy of any document listed in subsection (a) of this section, with any individually  
24 identifiable health information redacted."

25 **SECTION 4.** Article 16 of Chapter 131E of the General Statutes is amended by  
26 adding a new section to read:

27 **"§ 131E-269.50. Copies of crisis pregnancy center client records.**

28 (a) As used in this section, the term "crisis pregnancy center" means a nonprofit  
29 organization that holds itself out as a healthcare facility that provides care for pregnant women  
30 and other clients, such as pregnancy counseling services, pregnancy testing, ultrasound services,  
31 and other nonmedical pregnancy services. The term does not include a hospital, ambulatory  
32 surgical facility, or clinic that performs abortions.

33 (b) Within 10 business days after receiving a request from a client, a crisis pregnancy  
34 center shall provide to the client, free of charge, a copy of all the client's records in its possession."

35 **SECTION 5.** This act becomes effective July 1, 2026.