



# Highlights of the North Carolina Public School Budget

## February 2009

Information Analysis  
Division of School Business  
North Carolina Department of Public Instruction

# Highlights of the N.C. Public School Budget

Funding public education in North Carolina is a complex and integrated process. This booklet presents charts and tables which describe how state and federal funds are distributed to North Carolina's Public Schools. It also reviews the growth in average daily membership (ADM), school personnel, and the effect of Charter Schools.

The State funds schools with three basic types of allotments.

## Position Allotments:

The State allots positions to a local school system for a specific purpose. The local school system pays whatever is required to hire certified teachers and other educators, based on the State Salary Schedule, without being limited to a specific dollar amount. Each local school system will have a different average salary based on the certified personnel's experience and education. Examples of position allotments are:

- Teachers
- School Building Administration.
- Instructional Support Personnel

## Dollar Allotments:

Local school systems can hire employees or purchase goods for a specific purpose, but the local school system must operate within the allotted dollar amount. Examples of dollar allotments are:

- Teacher Assistants
- Textbooks
- Central Office Administration
- Classroom Materials/Supplies/Equip.

## Categorical Allotments:

Local school systems may use this funding to purchase all services necessary to address the needs of a specific population or service. The local school system must operate within the allotted funds. These funds may be used to hire personnel such as teachers, teacher assistants, and instructional support personnel or to provide a service such as transportation, staff development, or to purchase supplies and materials. Examples of categorical funding are:

- At Risk Student Services
- Children with Disabilities
- Noninstructional Support Pers.
- Transportation

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For more information on Public School Finance visit  
[www.ncpublicschools.org/fbs/](http://www.ncpublicschools.org/fbs/)

## Quick Facts

### Students:

|                 |           |
|-----------------|-----------|
| Allotted '08-09 | 1,476,566 |
| Allotted '09-10 | 1,464,914 |

### Number of Schools 08-09:

|         |       |
|---------|-------|
| Regular | 2,435 |
| Charter | 97    |
| LEAs:   | 115   |

### State Funding:

|         |                |
|---------|----------------|
| 2008-09 | \$8.19 billion |
|---------|----------------|

### Federal Funding

|                        |               |
|------------------------|---------------|
| excl. child nutrition: | \$809 million |
|------------------------|---------------|

### Education Percent of

|               |       |
|---------------|-------|
| General Fund: | 38.4% |
|---------------|-------|

### Estimated Average Teacher

|               |          |
|---------------|----------|
| Compensation: | \$48,648 |
|---------------|----------|

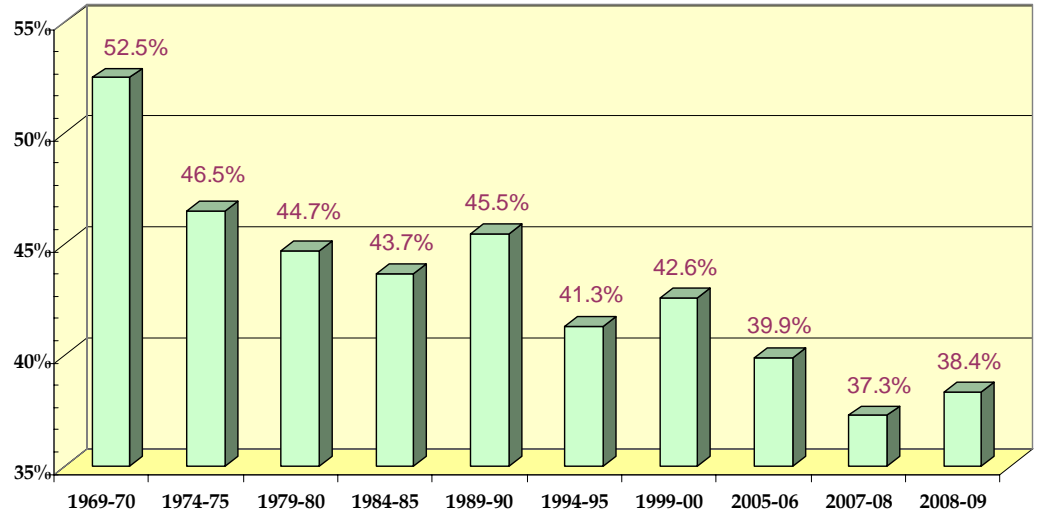
### Number of Teachers FY2008

99,098

## Percent of the General Fund Public Schools Appropriations

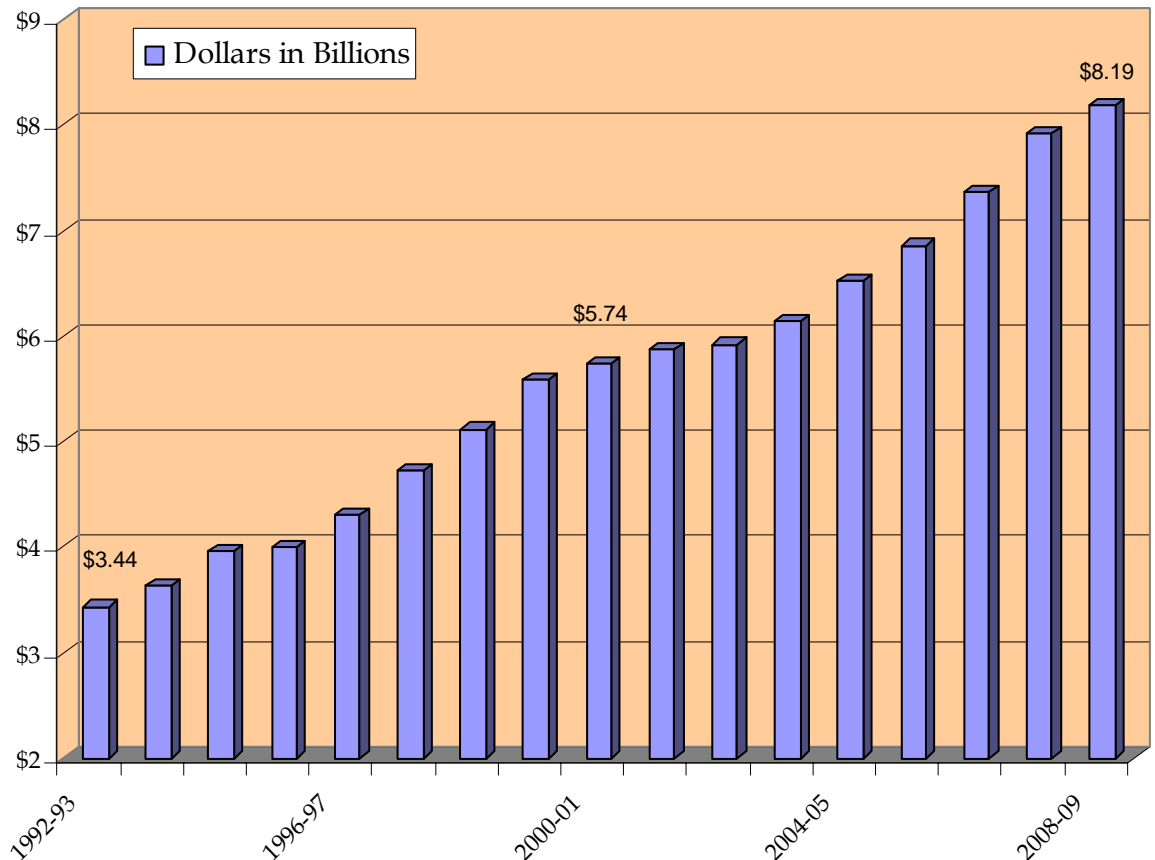
Although the total appropriations for Public Schools continue to increase, Public Schools are receiving less of the General Fund appropriations.

Since 1970, the Public School's share of the General Fund has decreased by 14.1%. If our Public Schools were still funded at the same percentage as in FY 1969-70, we would have an additional \$3.01 billion for our students.



## Total State Public Schools Funding 1992-93 to 2008-09

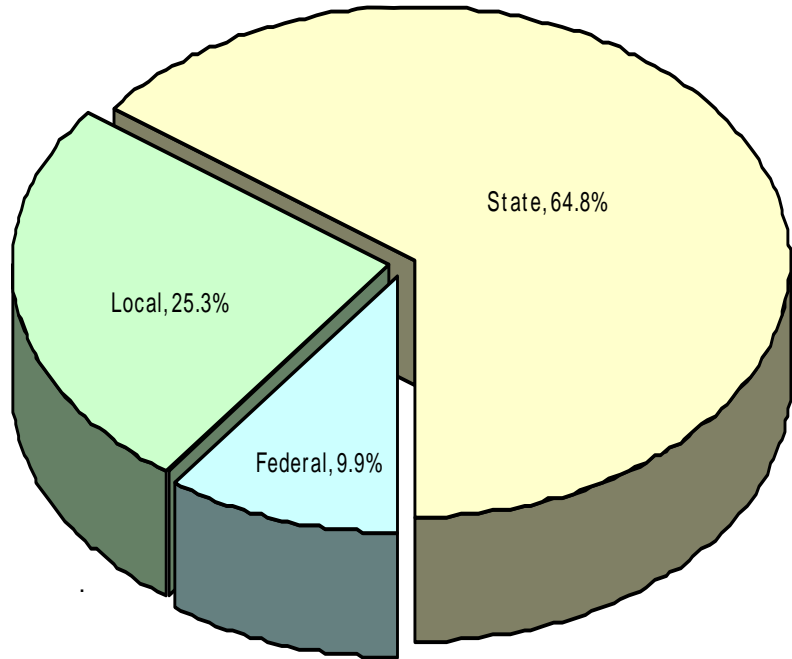
Funding has continually increased since 1992-93, from \$3.44 billion in 1992-93 to \$8.19 billion in 2008-09.



## Source of Expenditures Child Nutrition Included FY 2007-08

NC ranks 6th in the Nation and 1st in the South for the highest percentage of funds from State revenue. The national average is 47.9%.

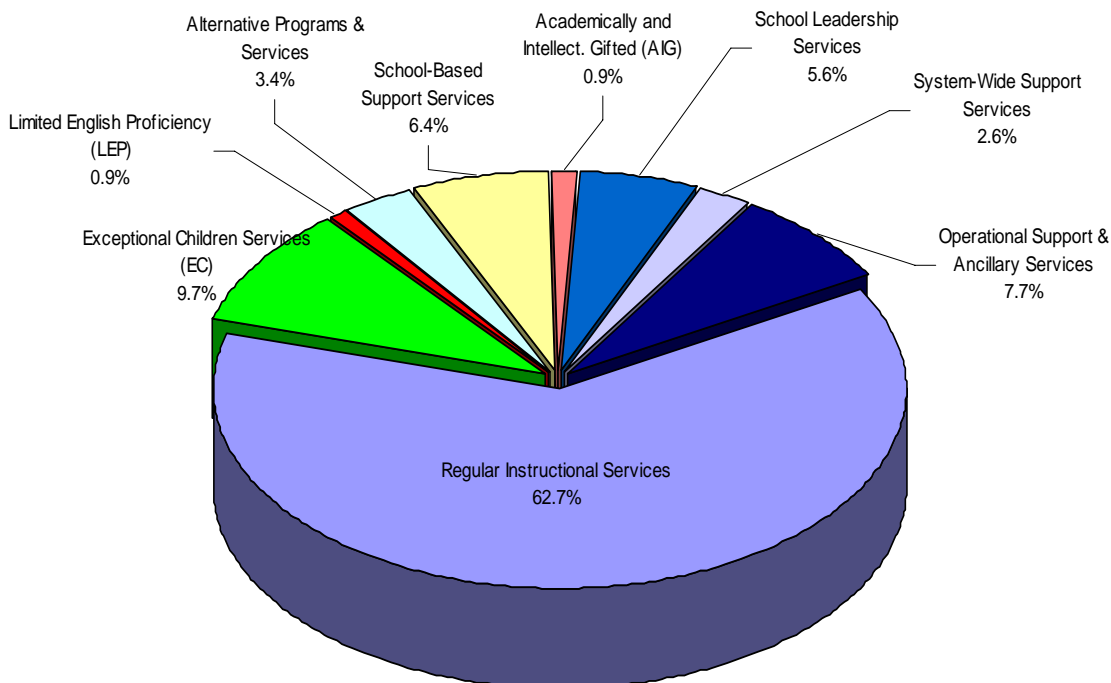
Most other state school systems are primarily funded by locally driven initiatives such as property taxes and local bond issues.



### Child Nutrition Excluded

**State: 68.8%**  
**Federal: 7.3%**  
**Local: 23.9%**

## How State Funds Were Expended FY 2007-08

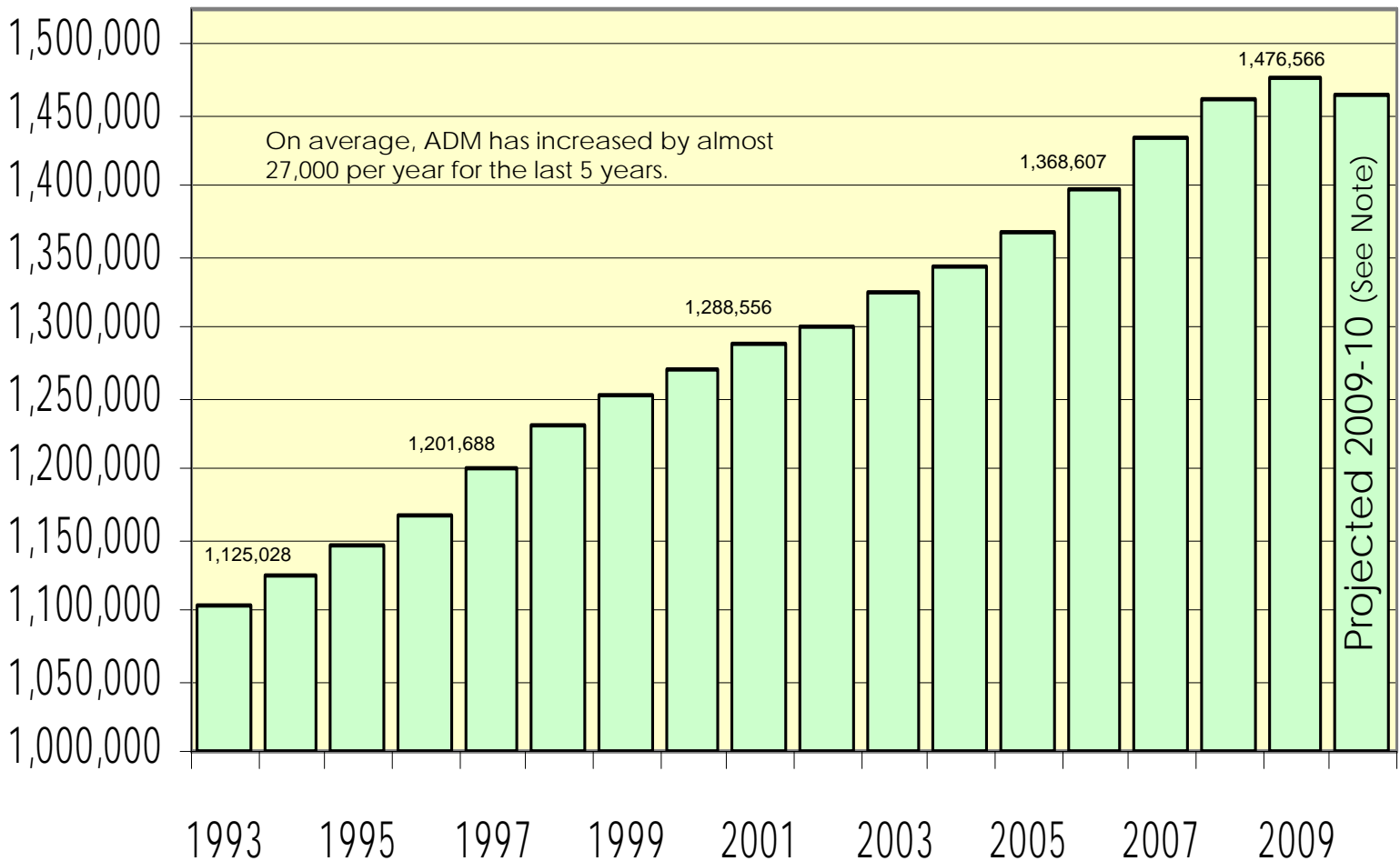


Of the \$7.98 billion State Public School Fund for FY2007-08, all but 9.9% was used for salaries and benefits.

Funds for Transportation and Staff Development may also be used for salaries and benefits if an ABC financial transfer is enacted. Only 5.1% of the entire budget, therefore, could **NOT** be used for salaries and benefits.

# Average Daily Membership

1993-2010



**Note:** Decrease in 2010 projection is partially due to the change in the Kindergarten age cut off. Starting in 2009-10, students may not be enrolled in a NC public school unless they are 5 years of age on or before August 31<sup>st</sup>, previously October 16<sup>th</sup>.

Kindergarten is projected to decrease by about 13,500 in 2009-10.

**Average Daily Membership** for each school month is based on the sum of the days in membership for all students in individual LEAs, divided by the number of days in the school month. To be included in ADM, a student must have a class schedule that is at least 1/2 of the school's instructional day.

**Allotted Average Daily Membership (ADM)** is based on the higher of:

- (a) Actual ADM from the prior year, or
- (b) Projected ADM of the current year.

# Allotted ADM FY 2008-09

| LEA Name            | ADM    |
|---------------------|--------|
| Alamance-Burlington | 22,762 |
| Alexander County    | 5,656  |
| Alleghany County    | 1,587  |
| Anson County        | 4,058  |
| Ashe County         | 3,295  |
| Avery County        | 2,241  |
| Beaufort County     | 7,196  |
| Bertie County       | 3,045  |
| Bladen County       | 5,429  |
| Brunswick County    | 11,904 |
| Buncombe County     | 25,769 |
| Asheville City      | 3,724  |
| Burke County        | 14,150 |
| Cabarrus County     | 28,558 |
| Kannapolis City     | 5,136  |
| Caldwell County     | 13,153 |
| Camden County       | 1,990  |
| Carteret County     | 8,276  |
| Caswell County      | 3,186  |
| Catawba County      | 17,707 |
| Hickory City        | 4,751  |
| Newton-Conover      | 2,857  |
| Chatham County      | 7,853  |
| Cherokee County     | 3,656  |
| Edenton/Chowan      | 2,432  |
| Clay County         | 1,388  |
| Cleveland County    | 16,768 |
| Columbus County     | 6,890  |
| Whiteville City     | 2,555  |
| Craven County       | 14,657 |
| Cumberland County   | 52,790 |
| Currituck County    | 4,066  |
| Dare County         | 4,818  |
| Davidson County     | 20,841 |
| Lexington City      | 3,094  |
| Thomasville City    | 2,613  |
| Davie County        | 6,740  |
| Duplin County       | 8,987  |
| Durham County       | 32,873 |

| LEA Name            | ADM     |
|---------------------|---------|
| Edgecombe County    | 7,455   |
| Forsyth County      | 51,785  |
| Franklin County     | 8,624   |
| Gaston County       | 32,523  |
| Gates County        | 1,999   |
| Graham County       | 1,199   |
| Granville County    | 8,943   |
| Greene County       | 3,366   |
| Guilford County     | 72,219  |
| Halifax County      | 4,543   |
| Roanoke Rapids City | 2,964   |
| Weldon City         | 1,022   |
| Harnett County      | 18,734  |
| Haywood County      | 7,994   |
| Henderson County    | 13,196  |
| Hertford County     | 3,286   |
| Hoke County         | 7,542   |
| Hyde County         | 641     |
| Iredell-Statesville | 21,895  |
| Mooresville City    | 5,641   |
| Jackson County      | 3,775   |
| Johnston County     | 31,513  |
| Jones County        | 1,247   |
| Lee County          | 9,645   |
| Lenoir County       | 9,634   |
| Lincoln County      | 12,355  |
| Macon County        | 4,434   |
| Madison County      | 2,642   |
| Martin County       | 4,071   |
| McDowell County     | 6,619   |
| Mecklenburg County  | 135,585 |
| Mitchell County     | 2,199   |
| Montgomery County   | 4,454   |
| Moore County        | 12,332  |
| Nash-Rocky Mount    | 17,754  |
| New Hanover County  | 24,056  |
| Northampton County  | 2,728   |
| Onslow County       | 23,981  |
| Orange County       | 7,030   |

| LEA Name                 | ADM              |
|--------------------------|------------------|
| Chapel Hill-Carrboro     | 11,666           |
| Pamlico County           | 1,500            |
| Pasquotank County        | 6,162            |
| Pender County            | 8,156            |
| Perquimans County        | 1,881            |
| Person County            | 5,574            |
| Pitt County              | 23,236           |
| Polk County              | 2,531            |
| Randolph County          | 19,132           |
| Asheboro City            | 4,452            |
| Richmond County          | 7,973            |
| Robeson County           | 23,867           |
| Rockingham County        | 14,332           |
| Rowan-Salisbury          | 20,831           |
| Rutherford County        | 9,666            |
| Sampson County           | 8,409            |
| Clinton City             | 3,223            |
| Scotland County          | 6,772            |
| Stanly County            | 9,524            |
| Stokes County            | 7,291            |
| Surry County             | 8,730            |
| Elkin City               | 1,259            |
| Mount Airy City          | 1,671            |
| Swain County             | 1,891            |
| Transylvania County      | 3,782            |
| Tyrrell County           | 574              |
| Union County             | 39,409           |
| Vance County             | 7,669            |
| Wake County              | 139,574          |
| Warren County            | 2,707            |
| Washington County        | 2,046            |
| Watauga County           | 4,520            |
| Wayne County             | 19,362           |
| Wilkes County            | 10,136           |
| Wilson County            | 12,665           |
| Yadkin County            | 6,110            |
| Yancey County            | 2,513            |
| Charter Schools - Public | 34,694           |
| <b>Total</b>             | <b>1,476,566</b> |

# N.C. Elementary and Secondary Education Appropriated Funds FY 2008-09 (Note 1)

| I. State Aid - Local Education Agencies  | Positions | Funds                   | % of Total    |
|--|-----------|-------------------------|---------------|
| <b>General Administration</b>  |           |                         |               |
| Central Office Administration  |           | \$121,005,235           | 1.42%         |
| <b>Instructional Personnel and Related Services</b>  |           |                         |               |
| Classroom Teachers   | 69,681.50 | 2,981,620,930           |               |
| Salary Supplement Pilot of Math and Science Teachers   |           | 515,115                 |               |
| Teacher Assistants   |           | 519,306,120             |               |
| Instructional Support  | 7,497.00  | 364,012,210             |               |
| School Building Administration   | 4,229.70  | 263,766,062             |               |
| Classroom Materials/Instructional Supplies/Equipment   |           | 87,441,858              |               |
| Textbooks  |           | 100,652,409             |               |
| Annual Leave   |           | 33,457,308              |               |
| Mentor Pay   |           | 11,164,616              |               |
| Literacy Coaches   |           | 12,209,120              |               |
| ABC Incentive Awards   |           | 90,000,000              |               |
| Estimated Matching Benefits (Note 2)   |           | 908,417,794             |               |
| Subtotal   |           | 5,372,563,542           | 63.10%        |
| <b>Support</b>   |           |                         |               |
| Noninstructional Support Personnel   |           | 411,316,199             | 4.83%         |
| <b>Categorical Programs</b>  |           |                         |               |
| Academically & Intellectually Gifted   |           | 68,692,939              |               |
| At Risk Student Services/Alternative Schools   |           | 227,057,290             |               |
| Children with Special Needs  |           | 690,372,313             |               |
| Disadvantaged Student Supplemental Funding   |           | 77,095,605              |               |
| Driver Education   |           | 34,286,309              |               |
| Improving Student Accountability   |           | 38,339,798              |               |
| Intervention/Assistance Teams  |           | 3,173,384               |               |
| Limited English Proficiency  |           | 71,499,800              |               |
| Low Wealth Supplemental Funding  |           | 199,831,203             |               |
| School Technology  |           | 10,000,000              |               |
| Small County Supplemental Funding  |           | 45,189,185              |               |
| Staff Development  |           | 12,545,328              |               |
| Transportation   |           | 425,451,364             |               |
| Vocational Education   | 6,599.75  | 391,767,994             |               |
| Subtotal   |           | 2,295,302,512           | 26.95%        |
| <b>II. Other Public School Appropriations</b>  |           |                         |               |
| ADM Contingency Reserve  |           | 5,237,001               |               |
| Contracts-Finance Officer Staff Development  |           | 64,560                  |               |
| Connectivity   |           | 10,000,000              |               |
| Critical Foreign Language Pilots   |           | 500,000                 |               |
| Dropout Prevention Grants  |           | 15,000,000              |               |
| EVAAS  |           | 845,000                 |               |
| Focused Education Reform Pilot   |           | 4,833,728               |               |
| Learn and Earn & Learn and Earn Online   |           | 21,628,008              |               |
| Small Specialty High School  |           | 7,239,800               |               |
| NBPTS  |           | 3,274,500               |               |
| Personnel Svcs (Longevity \$75.3M, ST Disability \$5.4M, Workers Comp \$33.9M, Unemployment \$2.4M)      |           | 129,182,024             |               |
| Sale of Equipment-Surplus  |           | 7,000                   |               |
| School Based Child and Family Support Teams  |           | 12,997,214              |               |
| School Breakfast   |           | 2,120,745               |               |
| Child Obesity Pilot Programs   |           | 500,000                 |               |
| School Bus Replacement   |           | 67,185,907              |               |
| School Technology Pilot  |           | 1,500,000               |               |
| Testing  |           | 12,277,093              |               |
| Textbooks - Freight  |           | 217,837                 |               |
| Tort Claims (Department of Justice)  |           | 4,599,195               |               |
| UERS   |           | 16,271,928              |               |
| Subtotal   |           | 315,481,540             | 3.70%         |
| <b>Total State Public School Fund Requirements</b>   |           | 8,515,669,028           | 100.00%       |
| <b>Funded by Receipts (Civil Penalties, Lottery Fund, Sales Tax Refund, Highway Fund, Surplus Sales)</b> |           | (322,495,600)           | 3.79%         |
| <b>Grand Total State Appropriation</b>   |           | <b>\$ 8,193,173,428</b> | <b>96.21%</b> |

DPI Agency Budget - State Appropriation for FY 2008-09 (including legislative increase and benefit adjustments) = \$62,104,696. DPI Positions = 786.75

More at Four Program State Appropriation = \$86,000,000. Flow Through Appropriations for FY 2008-09 = \$25,041,241.

Note 1: Based on the State Public School Fund Certified Budget per the 307 Report plus budget adjustments for legislated salary increases and benefit adjustments.

Note 2: Includes funds for Social Security, Retirement, and Hospitalization for position/month of employment allotments for Classroom Teachers, Instructional Support and School Building Administration. Benefits for other LEA staff are included in the dollar allotments, such as Central Office Administration and Vocational Education.

# Initial Allotment Formulas

FY 2008-09

| Administration                |  |
|-------------------------------|--|
| Category                      | Basis of Allotment (Funding Factors are rounding.)                               |
| Central Office Administration | FY 2008-09 Initial Allotment is 2.83% higher than FY 2008-09 Planning Allotment. |

| Instructional Personnel and Support Services   |  |                            |
|--|--|----------------------------|
| Category   | Basis of Allotment (Funding Factors are rounded.)  | Allotted Salary            |
| <b>Classroom Teachers</b><br>Grades Kindergarten -3<br>Grades 4 - 6<br>Grades 7 - 8<br>Grade 9<br>Grades 10 - 12<br>Math/Science/Computer Teachers | 1 per 18 in ADM. (LEA Class Size Avg. is 21)<br>1 per 22 in ADM. (LEA Class Size Avg. is 26)<br>1 per 21 in ADM. (LEA Class Size Avg. is 26)<br>1 per 24.5 in ADM. (LEA Class Size Avg. is 26)<br>1 per 26.64 in ADM. (LEA Class Size Avg. is 29)<br>1 per county or based on subagreements. | LEA Average                |
| <b>Teacher Assistants</b>  | \$1,083.00 per K-3 ADM.  | N/A                        |
| <b>Instructional Support</b>   | 1 per 200.10 in ADM.   | LEA Average                |
| <b>School Building Administration</b><br>Principals<br>Assistant Principals  | 1 per school with at least 100 ADM or at least 7 state paid teachers.<br>1 month per 80 in ADM.  | LEA Average<br>LEA Average |
| <b>Career Technical Ed. - MOE</b><br>(LIMITED FLEXIBILITY- Salary Increase)  | Base of 50 Months of Employment per LEA with remainder distributed based on ADM in grades 8-12.  | LEA Average                |
| <b>ABC Incentive Award</b>   | Not included in Initial Allotment.   |                            |
| <b>Classroom Materials/Instructional Supplies/Equipment</b>  | \$58.77 per ADM plus \$2.69 per ADM in grades 8 and 9 for PSAT Testing.  |                            |
| <b>Textbooks</b>   | \$67.15 per ADM in grades K-12.  |                            |

| Employee Benefits |                                |
|-------------------|--------------------------------|
| Category          | Basis of Allotment             |
| Hospitalization   | \$4,157 per position per year. |
| Retirement        | 8.14% of total salaries.       |
| Social Security   | 7.65% of total salaries.       |

| Statewide Average Salaries for FY 2008-09 (Benefits are not included)   |                    |
|---|--------------------|
| Category  | Basis of Allotment |
| Teachers  | \$43,257           |
| Principals (MOE)  | \$5,916            |
| Assistant Principals (MOE)  | \$5,159            |
| Career Technical Ed. (MOE)  | \$4,558            |
| Instructional Support   | \$49,131           |
| Note: Dollars for 2008-09 position/month allotments are based on your LEA's average salary including benefits, rather than the statewide average salary. They are still position/month allotments and you must stay within the positions/months allotted, not the dollars. This calculation is necessary to determine your LEA's allotment per ADM for charter schools. |                    |



# Initial Allotment Formulas

## FY 2008-09

### Support

| Category                                  | Basis of Allotment (Funding Factors are rounded.)                                    |
|---|--|
| <b>Noninstructional Support Personnel</b> | \$273.71 per ADM.<br>\$6,000 per Textbook Commission member for Clerical Assistants. |

### Categorical Programs

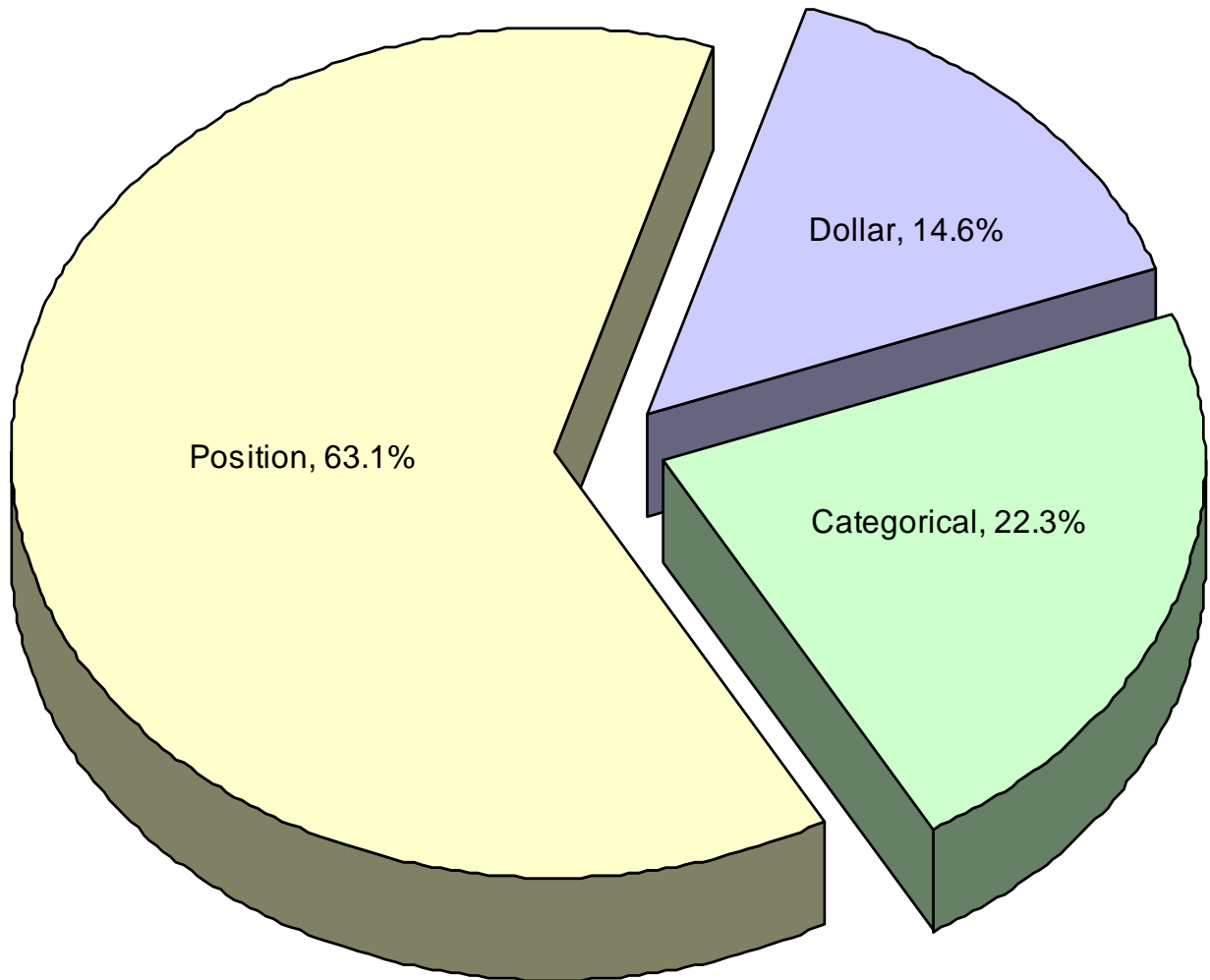
| Category  | Basis of Allotment (Funding Factors are rounded.)  |
|---|--|
| <b>Academically or Intellectually Gifted Students</b>   | \$1,163.07 per child for 4% of ADM.  |
| <b>At-Risk Student Services</b>   | <i>Each LEA receives the dollar equivalent of one resource officer (\$37,838) per high school. Of the remaining funds, 50% is distributed based on ADM (\$70.48 per ADM) and 50% is distributed based on number of poor children, per the federal Title 1 Low Income poverty data (\$355.96 per poor child). Each LEA receives a minimum of the dollar equivalent of two teachers and two instructional support personnel (\$230,580).</i> |
| <b>Children with Disabilities</b><br><i>School Aged</i><br><br><i>Preschool</i><br><br><i>Group Homes</i><br><i>Developmental Day Care (3-20)</i><br><i>Community Residential Centers</i> | <i>\$3,463.54 per funded child count. Child count is comprised of the lesser of the April 1 handicapped child count or 12.5% of the allotted ADM.</i><br><i>Base of \$54,244 per LEA; remainder distributed based on April 1 child count of ages 3, 4, and PreK- 5, (\$3,298.12) per child.</i><br><i>Approved applications.</i><br><i>To be allotted in Revision</i><br><i>To be allotted in Revision</i>                                 |
| <b>Driver Training</b>  | <i>\$245.82 per 9th grade ADM. Includes private, charter, and federal schools.</i>   |
| <b>Improving Student Accountability</b>   | <i>Contingency Plan: Since the test data is not available, 50% of the FY 07-08 Allotment is included in the FY 08-09 Initial Allotment.</i>  |
| <b>Limited English Proficiency</b>  | <i>Base of a teacher asst. (\$28,480); remainder based 50% on number of funded LEP students (\$360.34) and 50% on an LEA's concentration of LEP students (\$3,675.87).</i>   |
| <b>Low Wealth Supplemental Funding</b>  | <i>See the Allotment Policy Manual for formula. HB 2436. Section 7.10, states the allocation will be made at FY 07-08 levels increased for legislative salary and benefit adjustments.</i>   |
| <b>Mentor Pay</b>   | <i>Funds are allocated based on the highest number of employees in the preceding three school years paid from State, Federal or Local funds. Eligible employees are Classroom Teachers or Instructional Support personnel paid on steps 1 or 2 of the salary schedule. \$890.18 per FTE</i>  |
| <b>School Technology</b>  | <i>\$6.77 per ADM.</i>   |
| <b>Small County Supplemental Funding</b>  | <i>See the Allotment Policy Manual for formula.</i>  |
| <b>Staff Development</b>  | <i>\$750 per LEA, then 25% of total is allotted equally (base) and 75% allotted based on ADM.</i>  |
| <b>Transportation</b>   | <i>Based on an efficiency rated formula and local operating plans.<br/>The initial allotment is 80% of planning.</i>   |
| <b>Career Technical Education - Program Support</b>   | <i>\$10,000 per LEA with remainder distributed based on ADM in grades 8-12 (\$33.41).</i>  |

### Categories which cannot be adjusted in FY 2008-09 through an ABC transfer.

| Category   | Reason for Restriction   |
|--|--|
| <b>ABC Incentive Award</b>                       | <i>Legislation</i>   |
| <b>At Risk Student Services/Alternative Sch.</b> | <i>Legislation; Funds may be transferred into At Risk Student Services/Alternative Schools</i> |
| <b>Central Office Administration</b>             | <i>Legislation; Funds may be transferred out of Central Office Administration</i>              |
| <b>Children with Disabilities</b>                | <i>Legislation; Funds may be transferred into Children with Disabilities</i>                   |
| <b>Driver Education</b>                          | <i>Highway Funds</i>   |
| <b>Improving Student Accountability</b>          | <i>Legislation; Funds may be transferred into Improving Student Accountability</i>             |
| <b>Limited English Proficiency</b>               | <i>Legislation</i>   |
| <b>Low Wealth Supplemental Funding</b>           | <i>Legislation</i>   |
| <b>School Technology</b>                         | <i>Special Interest-Bearing Account</i>  |
| <b>Small County Supplemental Funding</b>         | <i>Legislation</i>   |
| <b>Behavioral Support</b>                        | <i>Legislation</i>   |

# Types of State Funding FY 2008-09

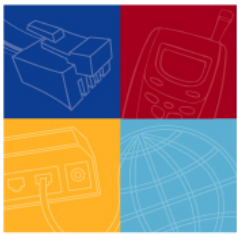
What State Money Is Available To Local Education Agencies?



63.1% of the State funds are allocated as guaranteed certified positions.

Therefore, a LEA receives a position (or month of employment) and the state pays for the salary and benefits for the position, regardless of where the individual falls on a salary schedule.

So... a state paid teacher with 5 yrs experience costs the same to an LEA as a state paid teacher with 25 yrs experience, they both = 1 position.



# E-RATE

NORTH CAROLINA

## The E-Rate Program:

Governed by the FCC

Administered by the Schools & Libraries Universal Service Support Mechanism

Provides 20%-90% discounts to schools & libraries for Telecommunications, Internet Access and Internal Connections.

## Services Include:

Telephone service, Long Distance, Cell phone service, Voice mail service, WANs, Telecommunications Services, Internet access, Cabling/Wiring, Routers/Switches

[http://www.universalservice.org/res/documents/sl/pdf/ESL\\_archive/EligibleServicesList\\_112108.pdf](http://www.universalservice.org/res/documents/sl/pdf/ESL_archive/EligibleServicesList_112108.pdf)

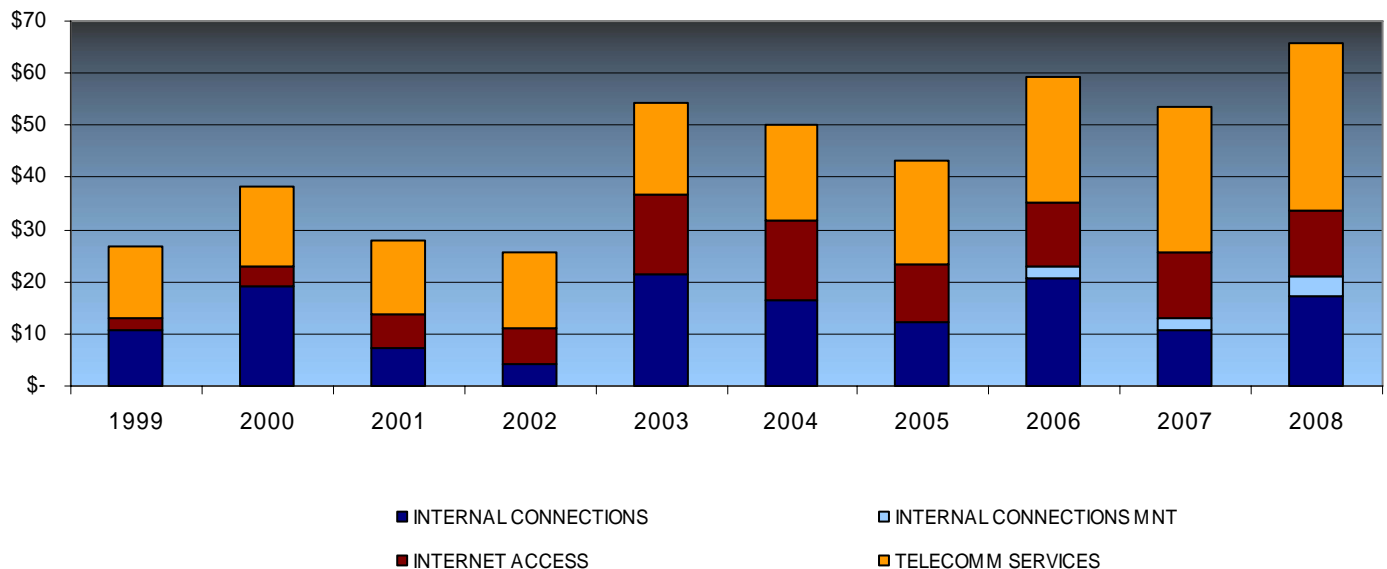
## More Information:

DPI Website - <http://www.ncwiseowl.org/erate/>

Schools & Libraries Division - <http://www.universalservice.org/sl/>

E-Rate Summary by Service Type

Millions



Funding years 2006 – 2008 are not complete

# Funding North Carolina's Public School Children

Based on FY 2008-2009 State Funding Levels

## Students in Kindergarten through 3rd Grade

|  | State      | Student Example 1 | Student Example 2  | Student Example 3 | Student Example 4 |
|--|------------|-------------------|--------------------|-------------------|-------------------|
| <b>Funding for Different Students</b>      |            | <b>\$6,997.65</b> | <b>\$11,417.63</b> | <b>\$9,765.67</b> | <b>\$5,933.51</b> |
| Every Student (note)                       | \$5,510.58 | X                 | X                  | X                 | X                 |
| Student from a Low Income Family           | \$355.96   | X                 | X                  | X                 |                   |
| Special Learning Issues (IEP's)            | \$3,500.77 |                   | X                  | X                 |                   |
| Small County                               | \$628.58   | X                 | X                  |                   |                   |
| Disadvantaged Student Supplemental Funding | \$234.75   | X                 | X                  | X                 |                   |
| Not performing at grade level              | \$163.61   |                   | X                  | X                 |                   |
| Low Wealth County                          | \$267.78   | X                 | X                  |                   |                   |
| Limited English Proficiency                | \$755.60   |                   | X                  |                   |                   |
| Intellectually and Academically Gifted     | \$422.93   |                   |                    |                   | X                 |
| Career & Technical Ed (Voc Ed)             | \$0.00     |                   |                    |                   |                   |

Every Student includes: Teachers (total divided by ADM; not by grade span allotment), teacher assistants (K-3), instructional support, some at-risk (ADM portion), textbooks, classroom materials/supplies, school technology, transportation, and administrative & support categories (\$1063.6) which includes central office administration, school building administration, incentive awards, noninstructional support personnel, driver education, assistance teams, staff development, school safety officer, annual leave, longevity, mentor pay, and school bus purchases.

## Students in Grade 4 through 8

|  | State      | Student Example 1 | Student Example 2  | Student Example 3 | Student Example 4 |
|--|------------|-------------------|--------------------|-------------------|-------------------|
| <b>Funding for Different Students</b>      |            | <b>\$5,914.65</b> | <b>\$10,334.63</b> | <b>\$8,682.67</b> | <b>\$4,850.51</b> |
| Every Student (note)                       | \$4,427.58 | X                 | X                  | X                 | X                 |
| Student from a Low Income Family           | \$355.96   | X                 | X                  | X                 |                   |
| Special Learning Issues (IEP's)            | \$3,500.77 |                   | X                  | X                 |                   |
| Small County                               | \$628.58   | X                 | X                  |                   |                   |
| Disadvantaged Student Supplemental Funding | \$234.75   | X                 | X                  | X                 |                   |
| Not performing at grade level              | \$163.61   |                   | X                  | X                 |                   |
| Low Wealth County                          | \$267.78   | X                 | X                  |                   |                   |
| Limited English Proficiency                | \$755.60   |                   | X                  |                   |                   |
| Intellectually and Academically Gifted     | \$422.93   |                   |                    |                   | X                 |
| Career & Technical Ed (Voc Ed)             | \$0.00     |                   |                    |                   |                   |

Every Student includes: Teachers (total divided by ADM; not by grade span allotment), instructional support, some at-risk (ADM portion), textbooks, classroom materials/supplies, school technology, transportation, and administrative & support categories (\$1063.6) which includes central office administration, school building administration, incentive awards, noninstructional support personnel, driver education, assistance teams, staff development, school safety officer, annual leave, longevity, mentor pay, and school bus purchases.

## Students in Grade 9 through 12

|  | State      | Student Example 1 | Student Example 2  | Student Example 3 | Student Example 4 |
|--|------------|-------------------|--------------------|-------------------|-------------------|
| <b>Funding for Different Students</b>      |            | <b>\$5,917.34</b> | <b>\$10,900.86</b> | <b>\$8,521.75</b> | <b>\$4,853.20</b> |
| Every Student (note)                       | \$4,430.27 | X                 | X                  | X                 | X                 |
| Student from a Low Income Family           | \$355.96   | X                 | X                  | X                 |                   |
| Special Learning Issues (IEP's)            | \$3,500.77 |                   | X                  | X                 |                   |
| Small County                               | \$628.58   | X                 | X                  |                   |                   |
| Disadvantaged Student Supplemental Funding | \$234.75   | X                 | X                  | X                 |                   |
| Not performing at grade level              | \$0.00     |                   | X                  | X                 |                   |
| Low Wealth County                          | \$267.78   | X                 | X                  |                   |                   |
| Limited English Proficiency                | \$755.60   |                   | X                  |                   |                   |
| Intellectually and Academically Gifted     | \$422.93   |                   |                    |                   | X                 |
| Career & Technical Ed (Voc Ed)             | \$727.15   |                   | X                  |                   |                   |

Every Student includes: Teachers (total divided by ADM; not by grade span allotment), instructional support, some at-risk (ADM portion), textbooks, classroom materials/supplies (PSAT test in 9-12), school technology, transportation, and administrative & support categories (\$1063.6) which includes central office administration, school building administration, incentive awards, noninstructional support personnel, driver education, assistance teams, staff development, school safety officer, annual leave, longevity, mentor pay, and school bus purchases.

# Funding North Carolina's Public School Children

Based on FY 2008-2009 Federal Funding Levels

## Students in Kindergarten through 3rd Grade

|                                       |            | Student Example 1 | Student Example 2 | Student Example 3 | Student Example 4 |
|---------------------------------------|------------|-------------------|-------------------|-------------------|-------------------|
| <b>Funding for Different Students</b> | Federal    | \$1,525.14        | \$5,777.35        | \$3,820.32        | \$46.91           |
| Every Student                         | \$46.91    | X                 | X                 | X                 | X                 |
| Student from a Low Income Family      | \$1,478.23 | X                 | X                 | X                 |                   |
| Special Learning Issues (IEP's)       | \$2,295.18 |                   | X                 | X                 |                   |
| Limited English Proficiency           | \$1,957.03 |                   | X                 |                   |                   |
| Career & Technical Ed (Voc Ed)        | \$0.00     |                   |                   |                   |                   |

## Students in Grade 4 through 8

|                                       |            | Student Example 1 | Student Example 2 | Student Example 3 | Student Example 4 |
|---------------------------------------|------------|-------------------|-------------------|-------------------|-------------------|
| <b>Funding for Different Students</b> | Federal    | \$1,525.14        | \$4,958.65        | \$3,001.62        | \$46.91           |
| Every Student                         | \$46.91    | X                 | X                 | X                 | X                 |
| Student from a Low Income Family      | \$1,478.23 | X                 | X                 | X                 |                   |
| Special Learning Issues (IEP's)       | \$1,476.48 |                   | X                 | X                 |                   |
| Limited English Proficiency           | \$1,957.03 |                   | X                 |                   |                   |
| Career & Technical Ed (Voc Ed)        | \$0.00     |                   |                   |                   |                   |

## Students in Grade 9 through 12

|                                       |            | Student Example 1 | Student Example 2 | Student Example 3 | Student Example 4 |
|---------------------------------------|------------|-------------------|-------------------|-------------------|-------------------|
| <b>Funding for Different Students</b> | Federal    | \$1,525.14        | \$4,989.91        | \$3,001.62        | \$46.91           |
| Every Student                         | \$46.91    | X                 | X                 | X                 | X                 |
| Student from a Low Income Family      | \$1,478.23 | X                 | X                 | X                 |                   |
| Special Learning Issues (IEP's)       | \$1,476.48 |                   | X                 | X                 |                   |
| Limited English Proficiency           | \$1,957.03 |                   | X                 |                   |                   |
| Career & Technical Ed (Voc Ed)        | \$31.26    |                   | X                 |                   |                   |

**Federal Funding Level:**

Funding includes federal formula grants only.

Every Student includes: Funds from IDEA VI Capacity Building, Safe and Drug Free Schools, Title V Innovative Education Program, Improving Teacher Quality, and Education Technology.

Special Learning Issues includes: IDEA VI B Preschool Handicapped, IDEA VI B School Age Handicapped, and IDEA VI B Capacity Building.

Career & Technical Education (Voc Ed) includes: Funds from Vocational Education Program Support and Abstinence Until Marriage.

# Example of Student Funding Grades K-3 (State&Federal)

**Student Example 2,  
\$17,194.98**

**Limited English Proficient Student with Special Learning Issues performing below grade level from a Low-Income Family living in a Small, Low-Wealth County. \$11,214.56 additional funds**

**Student Example 3,  
\$13,690.16**

**Student with Special Learning Issues performing below grade level from a Low-Income Family. \$7,709.74 additional funds**

**Student Example 1,  
\$8,522.79**

**Student from Low-Income Family living in a Small, Low-Wealth County. \$2,542.37 additional funds**

**Student Example 4,  
\$5,980.42**

**Student in grade K-3 who is academically gifted with no additional needs.**

## Difficulties in Comparing Dollars per ADM

- Huge variance in the size of LEAs. ADM ranges from systems with an ADM of 574 to an ADM of 139,574.
- Certain fixed costs in LEAs such central office operations
- Younger Teachers versus Older Teachers (experience levels)
- Fixed Salary Schedules

### Teacher Comparison

- Ex: Teacher in Wake with 5 years experience, versus Hyde with 20 years experience.
  - Cost per ADM for Hyde is greater.
  - Both schools have a teacher.

## Teacher Allotment Ratios and Allotted Positions

FY 2008-09

| 2008-09<br>Grade<br>Spans | Teacher<br>Allotment<br>Ratio | Class-Size<br>Average Ratio<br>for the LEA | Individual<br>Class-Size<br>Maximum | Positions<br>Allotted in<br>2008-09 |
|---------------------------|-------------------------------|--|-------------------------------------|-------------------------------------|
| K-3                       | 1:18                          | 1:21                                       | 1:24                                | 25,884                              |
| 4-6                       | 1:22                          | 1:26                                       | 1:29                                | 15,077                              |
| 7-8                       | 1:21                          | 1:26                                       | 1:29                                | 10,383                              |
| 9                         | 1:24.5                        | 1:26                                       | 1:29                                | 5,345                               |
| 10-12                     | 1:26.64                       | 1:29                                       | 1:32                                | 11,101                              |

## Positions and Salaries

FY 2008-09

| Personnel Type                                       | Salary Range            | Average<br>Base<br>Salary | Allotted<br>Positions |
|--|-------------------------|---------------------------|-----------------------|
| Superintendent (12 months)                           | \$56,640 - \$137,388    | N/A                       | N/A                   |
| Assoc/Asst Supt/Dir<br>Supervisors/Coord (12 months) | \$39,708 - \$103,068    | N/A                       | N/A                   |
| Principals (12 months)                               | \$50,916-\$109,116      | \$69,468                  | 2,201                 |
| Assistant Principals (10 months)                     | \$37,810-\$64,420       | \$50,819                  | 1,671                 |
| Teachers (10 months)                                 | \$30,430-\$67,280       | \$42,496                  | 67,790                |
| Instructional Support (10 months)                    | \$30,430-\$67,280       | \$48,376                  | 7,096                 |
| Vocational Education (10 months)                     | \$30,430-67,280         | \$44,914                  | 6,088                 |
| <b>Non Certified Employees - Monthly Salary</b>      |                         |                           |                       |
| Teacher Asistants                                    | \$1,912.56-3,051.03     | \$21,006                  | N/A                   |
| Clerical   | \$1,852.85 - \$3,957.37 | \$31,414                  | N/A                   |
| Custodian  | \$1,834.71 - \$3,535.64 | \$20,735                  | N/A                   |

The average salary amounts do **not** include matching benefits

Social Security – 7.65%,  
Retirement – 8.14%  
Hospitalization - \$4,157

**Public School Full-Time Personnel  
FY2008-09**

| <b>Certified Personnel:</b> | <b>State</b>   | <b>Federal</b> | <b>Local</b>  | <b>Total</b>   |
|-----------------------------|----------------|----------------|---------------|----------------|
| Central Office Admin.       | 1,064          | 108            | 696           | 1,868          |
| Principals                  | 2,228          | 0              | 174           | 2,402          |
| Assistant Principals        | 1,934          | 0              | 1,066         | 3,000          |
| Teachers                    | 86,447         | 5,699          | 6,952         | 99,098         |
| Instructional Support       | 10,629         | 1,020          | 2,901         | 14,550         |
| <b>Total Certified</b>      | <b>102,302</b> | <b>6,827</b>   | <b>11,789</b> | <b>120,918</b> |

**Non Certified Personnel:**

|                            |               |              |               |               |
|----------------------------|---------------|--------------|---------------|---------------|
| Teacher Assistants         | 22,502        | 4,289        | 3,211         | 30,002        |
| Technicians                | 540           | 81           | 1019          | 1640          |
| Clerical, Secretarial      | 6,286         | 778          | 4,089         | 11,153        |
| Other Non Certified        | 13,163        | 549          | 13,702        | 27,414        |
| <b>Total Non Certified</b> | <b>42,491</b> | <b>5,697</b> | <b>22,021</b> | <b>70,209</b> |

|                         |                |               |               |                |
|-------------------------|----------------|---------------|---------------|----------------|
| <b>Total</b>            | <b>144,793</b> | <b>12,524</b> | <b>33,810</b> | <b>191,127</b> |
| <b>Percent of Total</b> | <b>75.8%</b>   | <b>6.5%</b>   | <b>17.7%</b>  | <b>100.0%</b>  |

Teachers, Teacher Assistants, and Instructional Support Personnel make up 75.2% of all personnel.

School Building Administrators (Principals & Assistant Principals) make up 2.8% of all personnel.

Central office Administrators make up 1.0% of all personnel.

Other Nonprofessionals (Clerical, Technicians, Service Workers, etc...) make up the remaining 21.0% of personnel.

**Instructional Support  
FY2008-09**

| <b>Instructional Support<br/>Position</b> | <b>FULL TIME EQUIVALENT</b> |                 |                 |                  |
|---|-----------------------------|-----------------|-----------------|------------------|
|   | <b>STATE</b>                | <b>FEDERAL</b>  | <b>LOCAL</b>    | <b>TOTAL</b>     |
| Alternative and Remedial Support Services | 35.38                       | 298.71          | 51.75           | 385.84           |
| Audiologists                              | 10.62                       | 11.65           | 6.45            | 28.72            |
| Career Technical Education Services (CTE) | -                           | 96.50           | 58.61           | 155.11           |
| Full-Time Mentors                         | 34.64                       | 33.45           | 9.00            | 77.09            |
| Guidance Services                         | 3,683.11                    | 24.05           | 277.55          | 3,984.71         |
| Health Services                           | 364.78                      | 5.63            | 182.51          | 552.92           |
| Instructional Coaches                     | 447.76                      | 24.45           | 147.12          | 619.33           |
| Instructional Technology Services         | 46.42                       | 6.13            | 38.23           | 90.78            |
| Lead Teacher Services                     | 9.25                        | 112.46          | 60.94           | 182.65           |
| Media Services                            | 2,248.01                    | -               | 104.53          | 2,352.54         |
| Other Instructional Support               | 193.31                      | 64.25           | 135.24          | 392.80           |
| Psychologists                             | 629.42                      | 124.32          | 33.99           | 787.73           |
| Social Work Services                      | 771.05                      | 54.22           | 106.76          | 932.03           |
| Special Population Services               | 216.19                      | 79.22           | 25.27           | 320.68           |
| Speech Language Pathologists              | 1,209.89                    | 163.64          | 96.44           | 1,469.97         |
| <b>Total FTEs</b>                         | <b>9,899.83</b>             | <b>1,098.68</b> | <b>1,334.39</b> | <b>12,332.90</b> |



# Compensation Increases

## Teachers and State Employees

### Since 1992-93

The yearly percentage increase in salary accumulates to:

- Teachers - 119.2%

- State Employees - 52.5% \*

- Consumer Price Index - 58.6%

| Fiscal Year | State Employees | Teachers | Consumer Price Index |
|-------------|-----------------|----------|----------------------|
| 1992-93     | 0.0% a.         | 2.0%     | 3.1%                 |
| 1993-94     | 2.0%            | 5.0%     | 2.6%                 |
| 1994-95     | 4.0% b.         | 7.0% c.  | 2.9%                 |
| 1995-96     | 2.0%            | 2.0%     | 2.7%                 |
| 1996-97     | 4.5%            | 5.5%     | 2.8%                 |
| 1997-98     | 4.0%            | 7.5% d.  | 1.8%                 |
| 1998-99     | 3.0% b.         | 7.5% d.  | 1.7%                 |
| 1999-00     | 3.0% b.         | 7.5% d.  | 2.9%                 |
| 2000-01     | 4.2% e.         | 6.5% d.  | 3.4%                 |
| 2001-02     | 0.0% f.         | 2.9%     | 1.8%                 |
| 2002-03     | 0.0% g.         | 1.8%     | 2.2%                 |
| 2003-04     | 0.0% h.         | 1.8%     | 2.2%                 |
| 2004-05     | 2.5% i.         | 2.5%     | 3.0%                 |
| 2005-06     | 2.0% k.         | 4.2%     | 3.8%                 |
| 2006-07     | 5.5%            | 8.0%     | 3.2%                 |
| 2007-08     | 4.0%            | 5.0%     | 2.8%                 |
| 2008-09     | 2.8% l.         | 4.0% d.  | 3.8% j.              |

Notes:

\* Flat rate amounts are not included in the percentage accumulation total.

a. An across-the-board flat rate of \$43.5 per month was provided for all employees.

b. Plus a one-time bonus of 1% to each permanent employee (0.5% bonus in 1999-2000).

c. Salary increases for teachers ranged from 5% for teachers with 3 years or less experience or at the 30 year maximum, to 7% for teachers with over 3 years experience. Principals and Assistant Principals received a 9% increase. School bus drivers received an 8% increase.

d. Teachers received varying increases depending on their years of experience.

e. Plus a one-time bonus of \$500 to each permanent employee.

f. An across-the-board flat rate of \$52.08 per month was provided for all employees.

g. Full-time State Employees received an additional 10 days vacation.

h. Full-time State Employees received an additional 10 days vacation plus a one-time bonus of \$550.

i. State Employees received the greater of \$1,000 or 2.5%.

j. Through December 2008. Bureau of Labor Statistics

k. State Employees received the greater of \$850 or 2.0%.

l. State Employees received the greater of \$1,100 or 2.75%

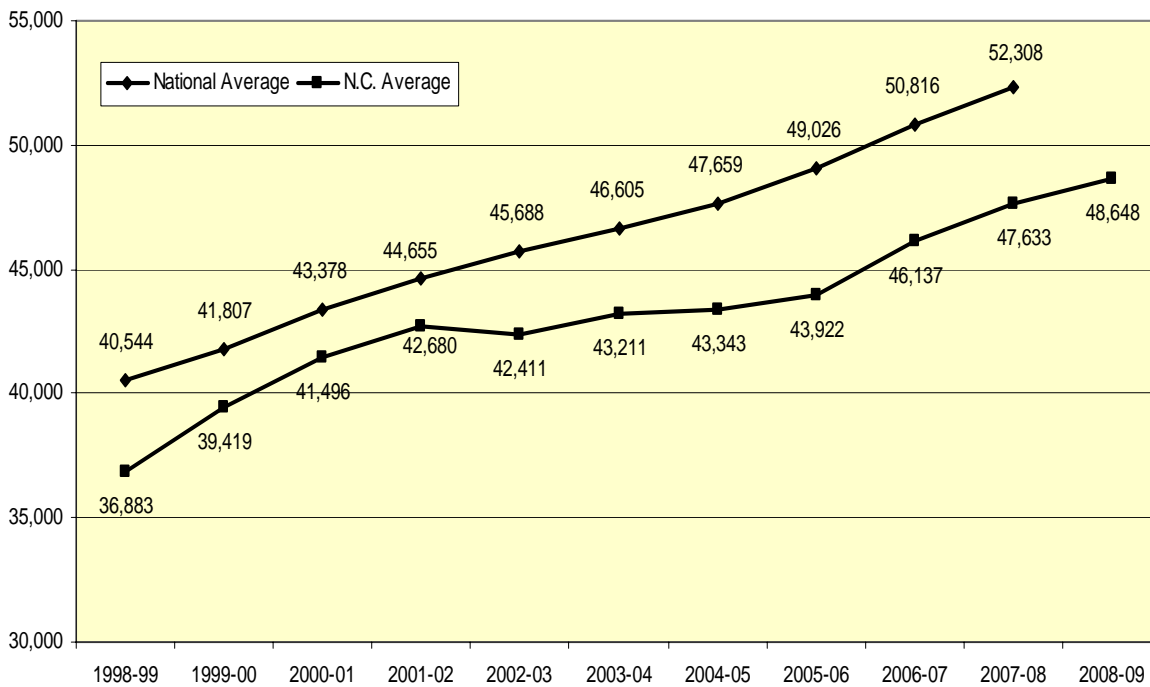
# Average Teacher Compensation

| Category                               | 2008-09 Estimate | 2007-08 Final    | Change \$       |
|--|------------------|------------------|-----------------|
| Base Salary <sup>(1)</sup>             | \$ 42,496        | \$ 41,798        | \$698           |
| New Teacher Orientation <sup>(2)</sup> | 19               | 20               | (1)             |
| Extended Contract <sup>(2)</sup>       | 8                | 5                | 3               |
| Tutor <sup>(2)</sup>                   | 272              | 268              | 4               |
| Longevity Pay <sup>(2)</sup>           | 860              | 749              | 111             |
| Supplementary Pay <sup>(3)</sup>       | 3,505            | 3,312            | 193             |
| ABC and Retention Bonus <sup>(4)</sup> | 967              | 978              | (11)            |
| Workshop Participant <sup>(2)</sup>    | 50               | 22               | 28              |
| Annual Leave Pay <sup>(2)</sup>        | 279              | 274              | 5               |
| Mentor Pay <sup>(2)</sup>              | 78               | 85               | (7)             |
| Other Assignments <sup>(2)</sup>       | 23               | 31               | (8)             |
| <b>Total</b>                           | <b>\$ 48,557</b> | <b>\$ 47,542</b> | <b>\$ 1,015</b> |
| State Agency Teachers <sup>(5)</sup>   | 91               | 91               | \$ -            |
| <b>Grand Total</b>                     | <b>\$ 48,648</b> | <b>\$ 47,633</b> | <b>\$ 1,015</b> |

**NOTES:**

- 1) Base salary calculated based on 6th pay period payroll data.
- 2) Calculated amounts based on JHA355EG-R01 expenditure data.
- 3) Supplementary pay information is received from LEAs annually via survey.
- 4) Bonuses are based on JHA355EG-R01 expenditure data, and FTEs on 6P Salary data.
- 5) Additional pay per Office of State Budget, and Management for state agency teachers such as those provided by Office of Juvenile Justice and DHHS.

## North Carolina vs National Average Comparison of Average Teacher Compensation



National Average from NEA Annual Rankings and Estimates.

Estimated Average Salary for Southeast Region 2008 was **\$46,242**.

North Carolina ranks 2<sup>nd</sup> in the Southeast in Average Teacher Compensation.

States included are VA, WV, AL, AR, FL, GA, KY, LA, MS, SC, TN, NC

## National Board (NBPTS) History

| Year | Teachers | Experience | NBPTS Pay | Avg Salary |
|------|----------|------------|-----------|------------|
| 2003 | 4,775    | 16.30      | \$474.71  | \$4,429.35 |
| 2004 | 6,002    | 16.40      | \$475.76  | \$4,437.48 |
| 2005 | 7,399    | 16.60      | \$480.61  | \$4,485.65 |
| 2006 | 8,582    | 16.77      | \$493.34  | \$4,604.88 |
| 2007 | 9,604    | 16.91      | \$527.47  | \$4,923.06 |
| 2008 | 10,478   | 16.95      | \$545.91  | \$5,095.18 |
| 2009 | 11,314   | 17.04      | \$552.16  | \$5,153.49 |

Note: NBPTS pay differential originated on July 1, 1997. Teachers who receive a National Boards for Professional Teaching Standards certification may be eligible for a 12% pay differential.

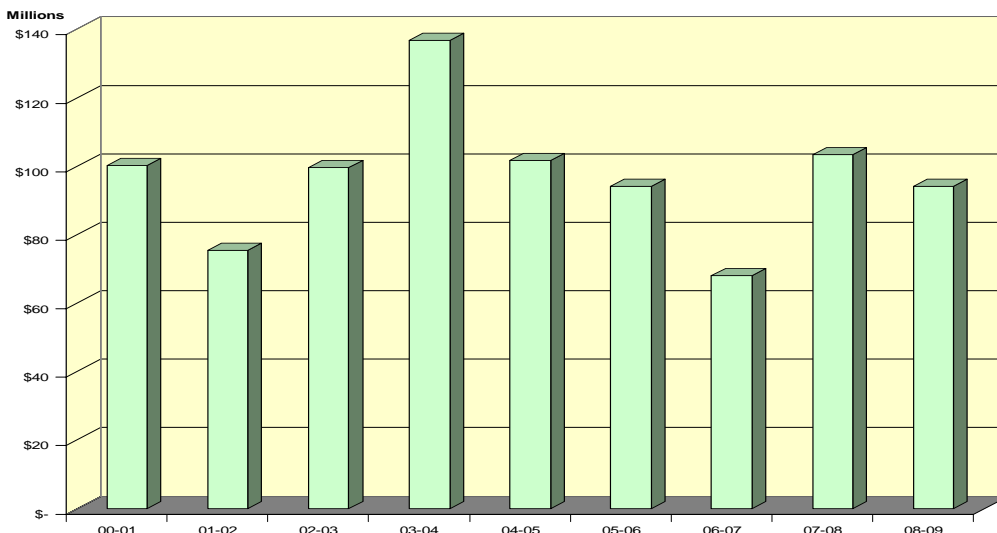
## Retired Teachers Exempt from the Cap

| Year | Teachers | Experience | Avg Salary <sup>(1)</sup> |
|------|----------|------------|---------------------------|
| 2003 | 616      | 31.79      | \$4,691.90                |
| 2004 | 915      | 32.16      | \$4,694.49                |
| 2005 | 1435     | 32.21      | \$4,766.90                |
| 2006 | 1,688    | 32.48      | \$4,868.54                |
| 2007 | 2,006    | 32.64      | \$5,202.46                |
| 2008 | 2,057    | 32.92      | \$5,397.88                |
| 2009 | 2,067    | 33.13      | \$5,496.35                |

(1) Certified salary does not include ABC bonus, longevity, or supplements.

- Legislation to allow for teachers to return to teaching exempt from an income cap effective July 1, 1999.
- LEAs are required to contribute 11.7% of all compensation to the retirement system.

## ABC Incentive Award History FY 2000 to FY 2009



Prior to 2009 awards of \$1,500 for certified personnel and \$500 for teacher assistants were allocated to schools that attained high growth. And \$750 and \$375 to schools that attain expected growth.

In 2009, awards were capped at \$1,053 and \$351 for high growth and \$527 and \$263 for expected

Allocation is based on the number of state and local personnel in grades Pre-K through 12 assigned to eligible schools.

# Low Wealth Supplemental Funding

## FY 2008-09 Counties

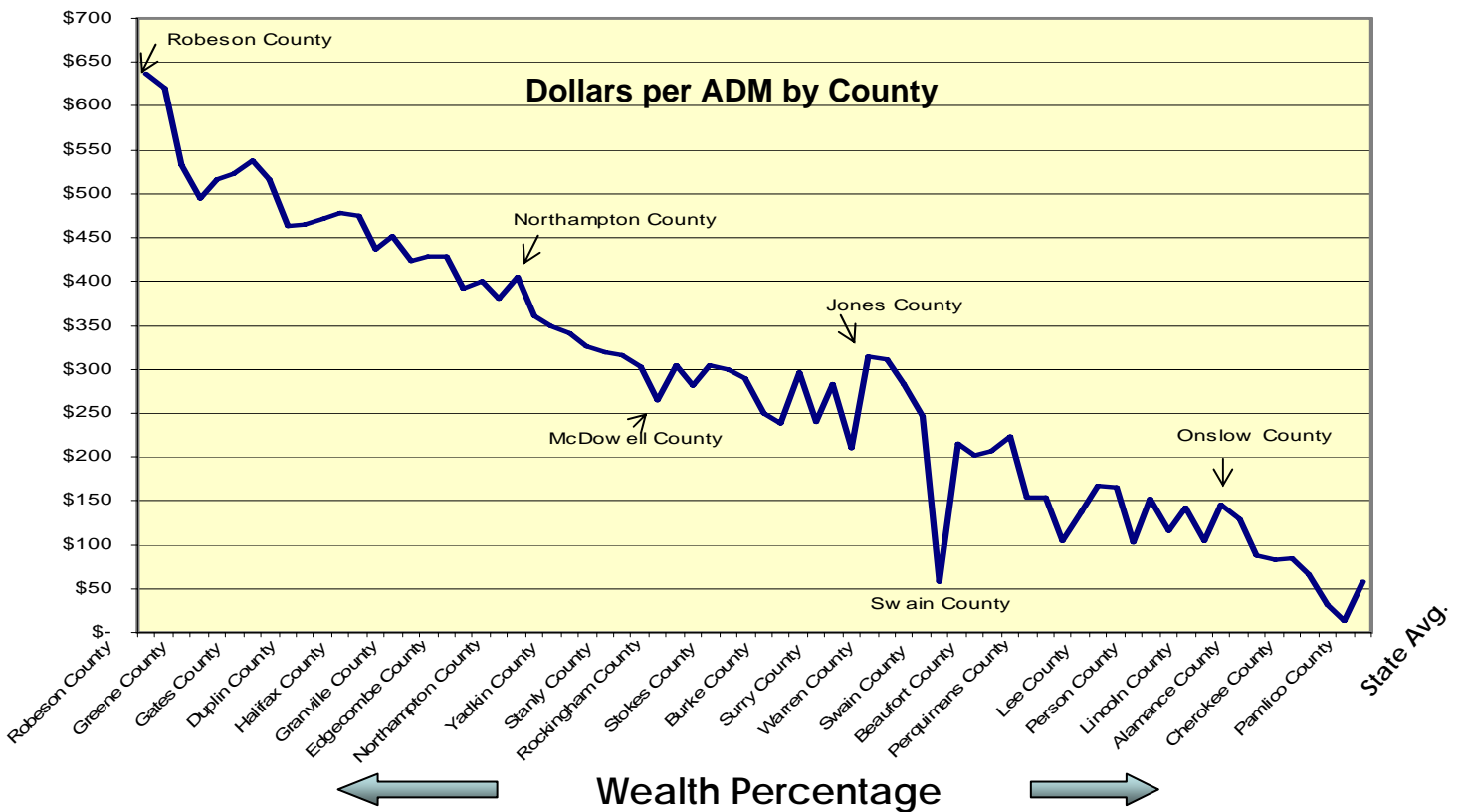
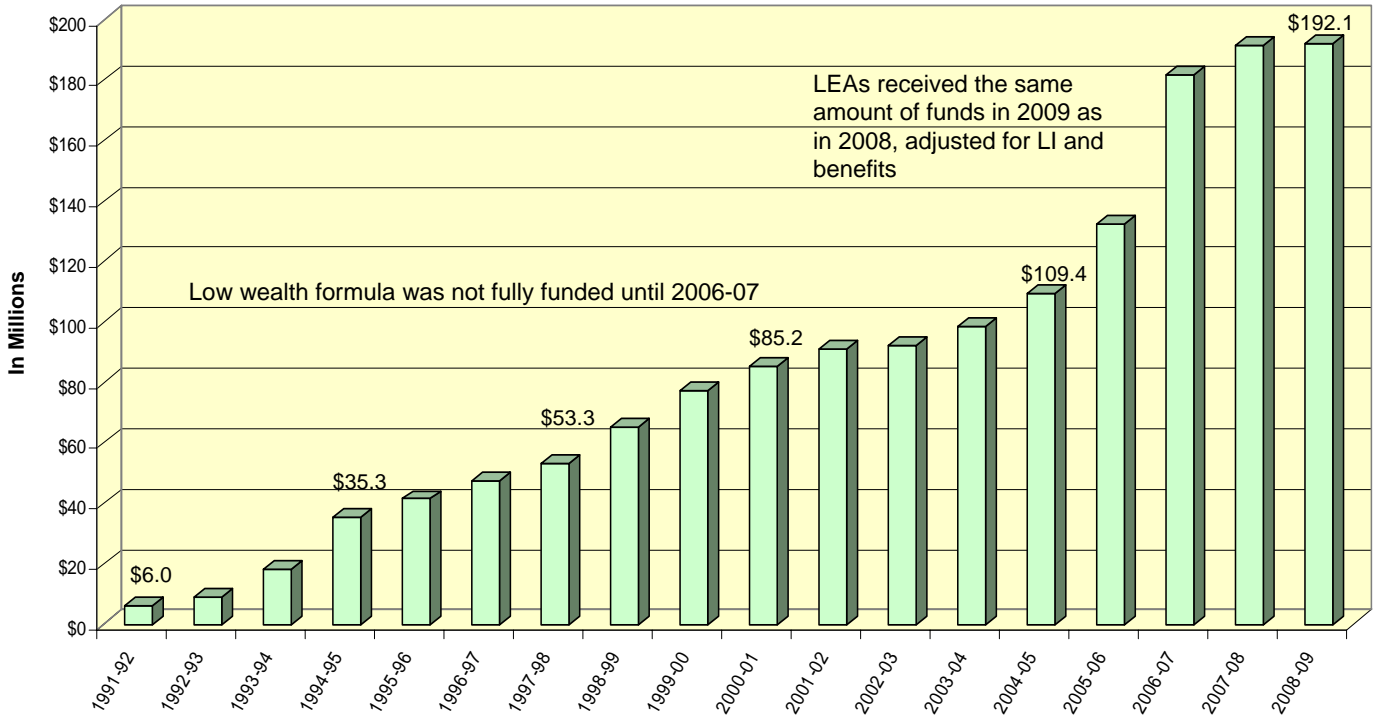


- Funded Counties
- Counties Not Eligible

North Carolina provides supplemental funding to systems whose ability to generate local revenue per student is below the state average. Some of the factors used to determine eligibility are county adjusted property tax base, square miles in the county, and per capita income. There are 70 “Low Wealth” counties (80 LEAs) in 2008-09.

# Low Wealth Supplemental Funding

## Total State Funding



Note: The low dollars per ADM for Swain County is a result of the county's low "effort". Swain County's effective tax rate was below the State average effective tax rate and Swain County's local appropriation per student was 24.1% of what the county could contribute based on the county's wealth and an average state effort, therefore; Swain County was eligible for 24.1% of their appropriation (based on funds available).

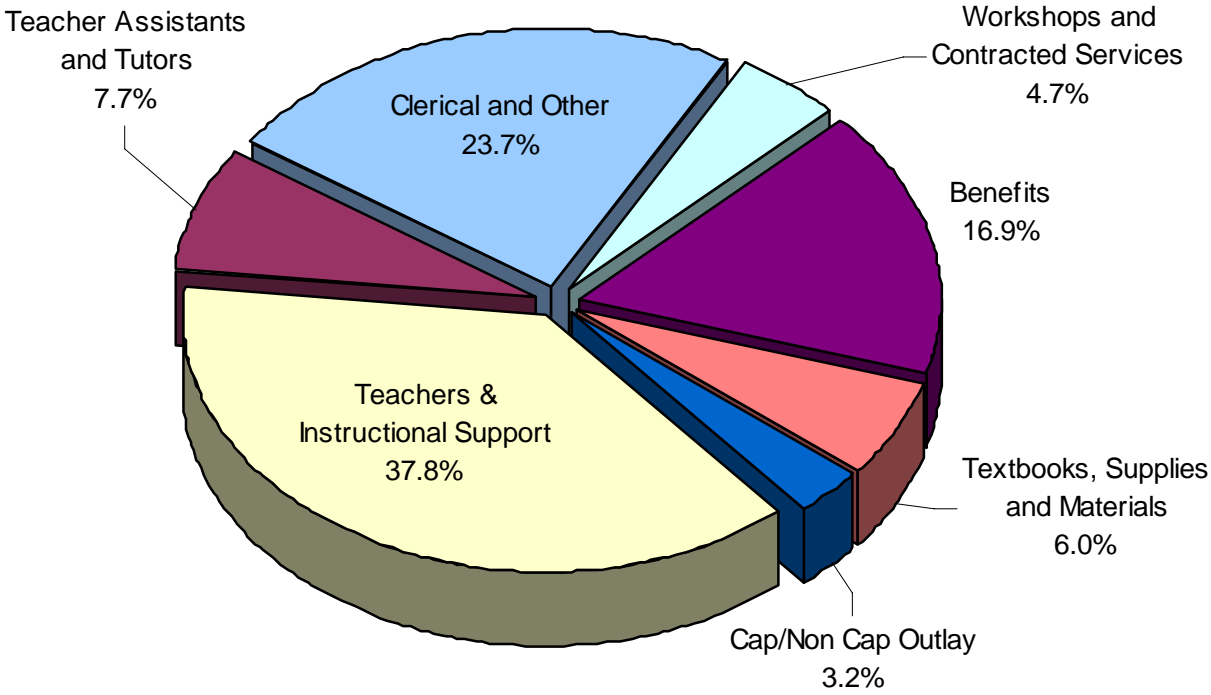
# Low Wealth Eligible Counties

FY 2008-09

| Eligible County    | % of State Avg | Dollars per child |
|--------------------|----------------|-------------------|
| Robeson County     | 56.64%         | \$ 637.20         |
| Hoke County        | 56.80%         | 620.26            |
| Richmond County    | 64.29%         | 532.87            |
| Greene County      | 64.90%         | 495.51            |
| Scotland County    | 64.96%         | 516.00            |
| Bertie County      | 65.28%         | 522.98            |
| Gates County       | 65.56%         | 537.81            |
| Anson County       | 65.62%         | 516.08            |
| Sampson County     | 67.04%         | 462.69            |
| Duplin County      | 68.16%         | 464.50            |
| Columbus County    | 68.30%         | 471.07            |
| Hertford County    | 68.62%         | 477.97            |
| Halifax County     | 69.24%         | 474.73            |
| Harnett County     | 69.67%         | 437.53            |
| Vance County       | 69.78%         | 451.72            |
| Granville County   | 71.06%         | 423.56            |
| Washington County  | 71.07%         | 429.04            |
| Caswell County     | 71.57%         | 428.96            |
| Edgecombe County   | 73.12%         | 392.96            |
| Martin County      | 73.15%         | 401.28            |
| Bladen County      | 73.91%         | 381.06            |
| Northampton County | 75.25%         | 404.84            |
| Lenoir County      | 75.58%         | 360.64            |
| Wayne County       | 76.07%         | 349.54            |
| Yadkin County      | 76.88%         | 341.59            |
| Camden County      | 77.14%         | 326.19            |
| Nash County        | 78.56%         | 319.10            |
| Stanly County      | 78.63%         | 315.71            |
| Franklin County    | 78.87%         | 302.14            |
| McDowell County    | 79.04%         | 264.12            |
| Rockingham County  | 79.16%         | 304.45            |
| Rutherford County  | 79.32%         | 280.85            |
| Cleveland County   | 79.33%         | 304.40            |
| Stokes County      | 79.47%         | 299.99            |
| Johnston County    | 79.53%         | 289.11            |

| Eligible County   | % of State Avg | Dollars per child |
|-------------------|----------------|-------------------|
| Randolph County   | 79.60%         | \$ 249.22         |
| Burke County      | 79.96%         | 237.89            |
| Montgomery County | 80.03%         | 296.30            |
| Caldwell County   | 80.26%         | 239.80            |
| Surry County      | 80.56%         | 282.71            |
| Alexander County  | 80.91%         | 209.90            |
| Jones County      | 81.59%         | 315.02            |
| Warren County     | 81.93%         | 310.32            |
| Pasquotank County | 83.22%         | 282.78            |
| Tyrrell County    | 84.20%         | 247.22            |
| Swain County      | 84.27%         | 58.06             |
| Wilson County     | 85.10%         | 215.01            |
| Pitt County       | 85.97%         | 201.60            |
| Beaufort County   | 86.30%         | 207.48            |
| Chowan County     | 86.70%         | 222.95            |
| Wilkes County     | 87.31%         | 153.66            |
| Perquimans County | 87.52%         | 153.96            |
| Madison County    | 87.75%         | 103.61            |
| Davidson County   | 88.06%         | 137.45            |
| Lee County        | 88.23%         | 167.79            |
| Rowan County      | 88.69%         | 165.51            |
| Mitchell County   | 88.99%         | 102.08            |
| Person County     | 89.73%         | 152.16            |
| Craven County     | 90.20%         | 115.04            |
| Pender County     | 90.22%         | 142.96            |
| Lincoln County    | 91.16%         | 103.62            |
| Onslow County     | 91.47%         | 145.39            |
| Cumberland County | 91.54%         | 129.40            |
| Alamance County   | 92.87%         | 87.34             |
| Yancey County     | 93.34%         | 82.15             |
| Union County      | 93.86%         | 83.89             |
| Cherokee County   | 95.10%         | 65.89             |
| Davie County      | 97.86%         | 31.14             |
| Graham County     | 98.37%         | 13.70             |
| Pamlico County    | 101.27%        | 58.64             |

# How Low Wealth Funds were expended FY 2007-08



# Small County Supplemental Funding

## FY 2008-09 Counties

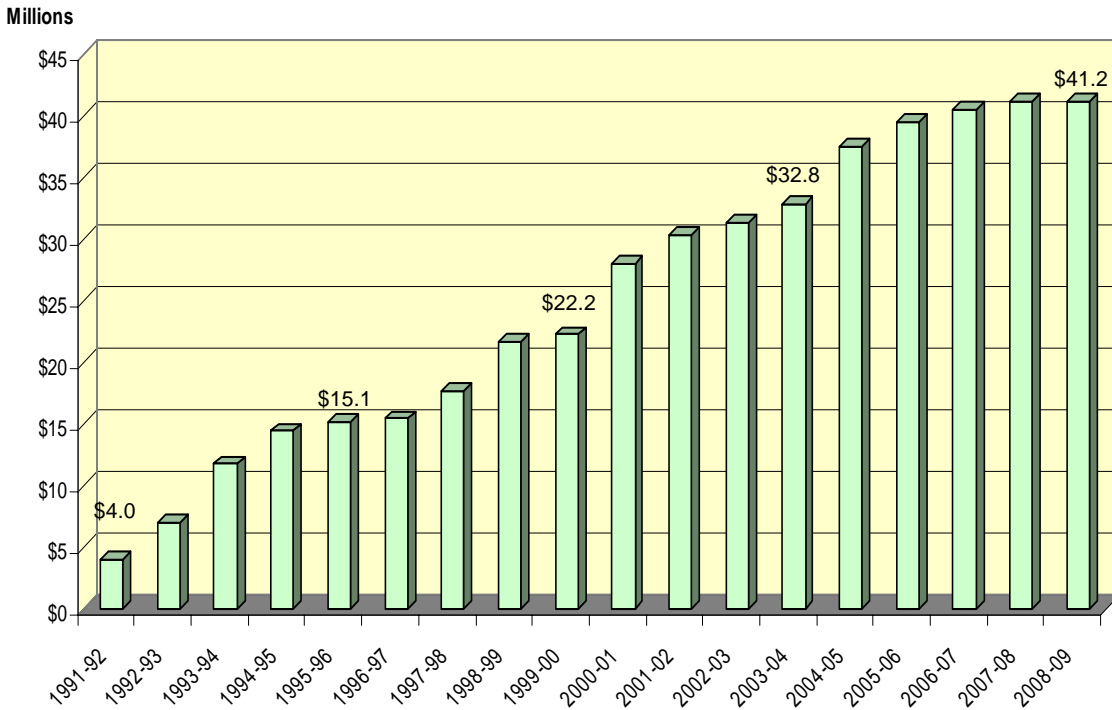


- Funded Counties
- Counties Not Eligible

North Carolina provides supplemental funding to those county school systems with average daily membership (ADM) less than 3,175 or to county school systems with ADM between 3,175 and 4,000 whose county adjusted property tax base per student is below the state adjusted property tax base per student. In 2008-09, 29 County LEAs received small county supplemental funding. City LEAs are not eligible to receive funding.

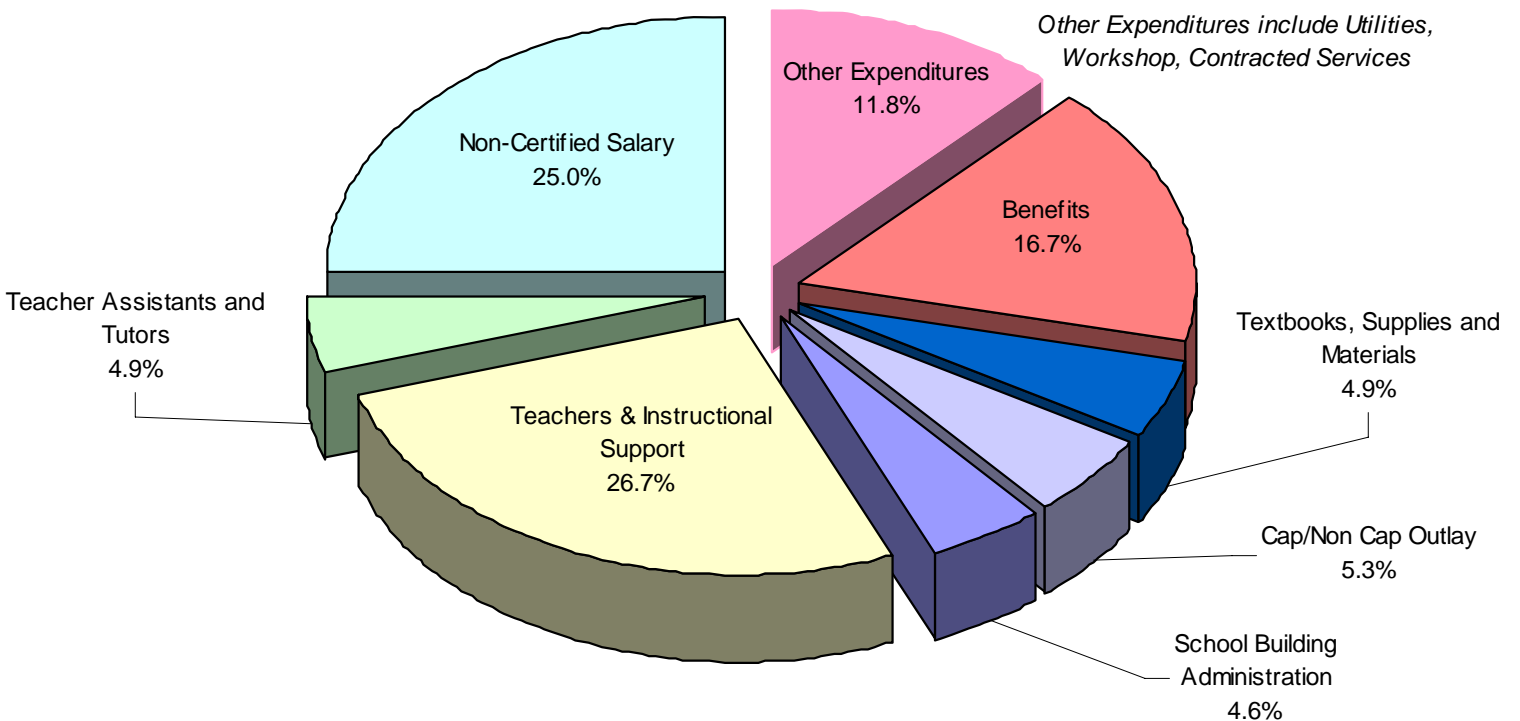


# Small County Supplemental Funding



In FY2008-09, eligible counties received between \$1.34 and \$1.92 million in Small County Supplemental funding. The per ADM dollars were between \$366 (Anson) and \$3,032 (Tyrrell).

## How Small County Funds Were Expended FY 2007-08



## Small County Supplemental Funding Total and Per ADM Funding FY 2008-09

| LEA Name           | Total Allotment      | ADM            | Per ADM          |
|--------------------|----------------------|----------------|------------------|
| Tyrrell County     | \$ 1,740,348         | 574            | \$ 3,031.97      |
| Hyde County        | 1,832,039            | 641            | 2,858.10         |
| Jones County       | 1,922,167            | 1,247          | 1,541.43         |
| Graham County      | 1,722,814            | 1,199          | 1,436.88         |
| Clay County        | 1,545,770            | 1,388          | 1,113.67         |
| Pamlico County     | 1,467,495            | 1,500          | 978.33           |
| Alleghany County   | 1,453,050            | 1,587          | 915.60           |
| Perquimans County  | 1,517,844            | 1,881          | 806.93           |
| Swain County       | 1,507,569            | 1,891          | 797.23           |
| Washington County  | 1,523,258            | 2,046          | 744.51           |
| Camden County      | 1,420,664            | 1,990          | 713.90           |
| Avery County       | 1,585,109            | 2,241          | 707.32           |
| Gates County       | 1,344,399            | 1,999          | 672.54           |
| Mitchell County    | 1,398,905            | 2,199          | 636.16           |
| Chowan County      | 1,425,932            | 2,432          | 586.32           |
| Polk County        | 1,472,866            | 2,531          | 581.93           |
| Madison County     | 1,465,306            | 2,642          | 554.62           |
| Yancey County      | 1,372,011            | 2,513          | 545.97           |
| Warren County      | 1,436,528            | 2,707          | 530.67           |
| Bertie County      | 1,553,306            | 3,045          | 510.12           |
| Northampton County | 1,371,933            | 2,728          | 502.91           |
| Caswell County     | 1,486,706            | 3,186          | 466.64           |
| Ashe County        | 1,489,260            | 3,295          | 451.98           |
| Hertford County    | 1,429,371            | 3,286          | 434.99           |
| Greene County      | 1,446,006            | 3,366          | 429.59           |
| Cherokee County    | 1,452,932            | 3,656          | 397.41           |
| Currituck County   | 1,561,442            | 4,066          | 384.02           |
| Martin County      | 1,549,552            | 4,071          | 380.63           |
| Anson County       | 1,483,720            | 4,058          | 365.63           |
| <b>Total</b>       | <b>\$ 43,978,302</b> | <b>Avg/Adm</b> | <b>\$ 830.27</b> |

# Capital Outlay for School Facilities

| Fiscal Year | State Funds     | Federal Funds | Local Funds     | Totals           |
|-------------|-----------------|---------------|-----------------|------------------|
| 1995-96     | \$13,446,202    | \$92,012      | \$518,058,988   | \$531,597,202    |
| 1996-97     | 43,853,339      | 383,545       | 565,670,606     | 609,907,490      |
| 1997-98     | 240,704,605     | 215,489       | 526,754,170     | 767,674,264      |
| 1998-99     | 554,588,979     | 1,291,004     | 561,394,095     | 1,117,274,078    |
| 1999-00     | 518,506,820     | 8,272,720     | 627,673,264     | 1,154,452,804    |
| 2000-01     | 371,109,242     | -             | 789,866,134     | 1,160,975,376    |
| 2001-02     | 170,257,261     | 517,911       | 842,184,297     | 1,012,959,469    |
| 2002-03     | 41,949,345      | 9,697,902     | 782,630,041     | 834,277,288      |
| 2003-04     | 46,210,952      | 9,528,857     | 752,716,127     | 808,455,936      |
| 2004-05     | 21,169,420      | 3,690,000     | 699,746,058     | 724,605,478      |
| 2005-06     | 13,842,620      | 1,790,866     | 1,003,523,533   | 1,019,157,019    |
| 2006-07     | 21,216,361      | 743,931       | 1,170,080,840   | 1,192,041,132    |
| 2007-08     | 18,024,915      | 212,220       | 939,450,137     | 957,687,272      |
| Total       | \$2,074,880,061 | \$36,436,457  | \$9,779,748,290 | \$11,891,064,808 |

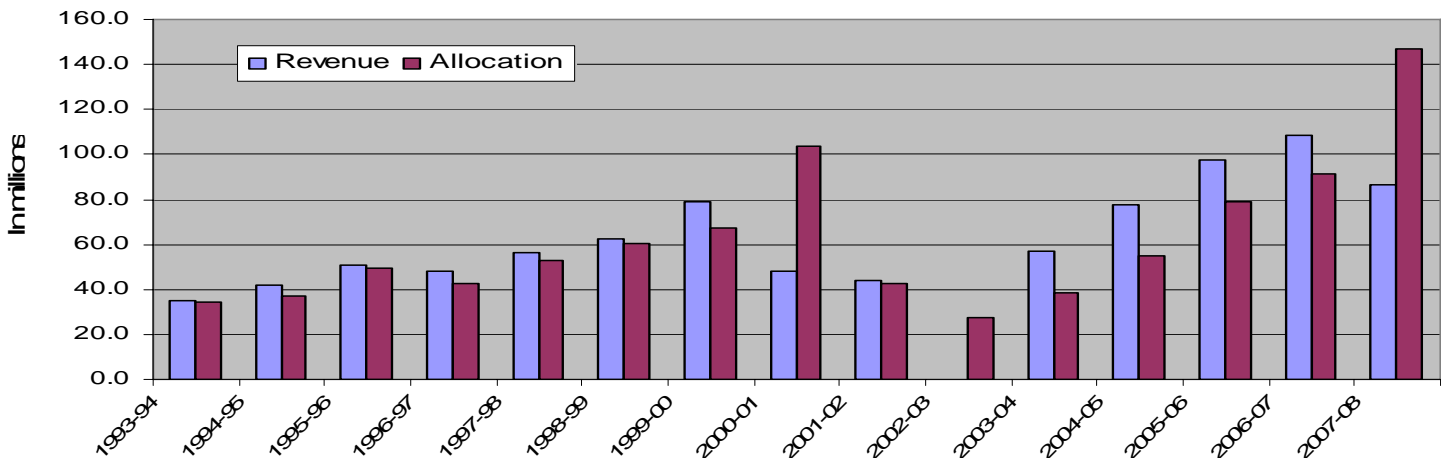
## State Funding

Historically, the state of North Carolina has provided funding for salaries and operations to the local school systems and the local units have been responsible for providing facilities. The state had a School Facilities Appropriation in 1949 and has passed state school bonds in 1949, 1953, 1963, 1973, and 1996. Currently, North Carolina provides school construction aid to LEAs through the following programs:

### Public School Building Capital Fund: Comprised of two portions, the ADM portion and the Lottery portion

1. **(ADM Fund)** 1987-present - Uses part of the corporate income tax revenues to provide counties with an allotment based on average daily membership. LEAs may let their allotments accrue until they are ready to use them for a specific project, at which time they must match (1:3) the amount from the state. The fund is currently about \$90 Million per year. The fund was frozen by the Legislature for 2002-03 because of state budget shortfalls. More than \$1 Billion has been allotted since 1987; the current fund balance to be allotted is almost \$100 million dollars.

### PSBCF - Fiscal Year Totals



# Capital Outlay for School Facilities Cont.

The ADM Fund allotments for FY 2007-08 was reduced by approximately 60% to offset certain expenses of the Medical Assistance Program that the State assumed. The money “saved” by county government due to State payments of Medicaid expenses (up to the amount withheld from the ADM allotments, \$41,157,490.44) must be used for the same purposes as the PSBCF.

**2. The Education Lottery.** Lottery sales began in March of 2006. The General Assembly allocated \$140 million of anticipated proceeds for school construction for the 2007/2008 fiscal year to be distributed four times per year. Funds are divided among the LEA’s based on (a) ADM as a percentage of state ADM, and (b) property tax rate as a percent of average property tax rate, statewide. Funding for school construction by lottery revenues differs from the PSBCF in two main areas: local matching funds are not required, and lottery funding cannot be used for “technology.”

One-half of lottery sales are returned to the public as prizes; 15% is used for administrative expenses, and 35% is divided among the educational programs. Of the educational programs share, 40% is directed for school construction through the PSBCF.

| Fiscal Year   | Lottery Revenue       | Interest Earned on Lottery Revenues | Interest on Disbursing Acct. Balance | Project Allotment Fiscal | Unallotted Balance |
|---------------|-----------------------|-------------------------------------|--------------------------------------|--------------------------|--------------------|
| 2006-07       | 102,384,597.00        | 1,913,370.25                        | 233,909.70                           | 42,299,649.67            | 62,232,227.28      |
| 2007-08       | 128,887,893.00        | 5,045,560.83                        | 967,847.54                           | 92,355,256.80            | 104,778,271.85     |
| <b>Totals</b> | <b>231,272,490.00</b> | <b>6,958,931.08</b>                 | <b>1,201,757.24</b>                  | <b>134,654,906.47</b>    |                    |

## Local Option Sales Tax

In addition to direct state aid, the state earmarks sales tax revenues for facilities improvements. State law allows counties to levy two one-half cent additions to the state sales tax (1983, 1986), 30 percent and 60 percent respectively goes to schools (all 100 counties levy the tax). The revenues are distributed to counties on a per capita basis and may be used for public school capital outlay or to retire indebtedness incurred by the county for these purposes. In many cases, this has allowed counties to fund local bond issues without raising property taxes. Recent legislation allows counties to levy either an additional one-quarter cent sales tax, or a Land Transfer Tax. There is no state capital funding for charter school facilities.

## Federal Funding

There is no recurring federal funding for public school facilities. Federal funds have included FEMA emergency relief (hurricane) funds. A federal program that has provided school renovation funds is:

**Qualified Zone Academy Bonds (QZABs)** – a zero-interest bond program (IRS code) that requires a 10% match from a local business partner. QZABs authority issued to North Carolina

|                            |                     |
|----------------------------|---------------------|
| 1998 - \$ 9,115,000        | 1999 - \$ 8,851,000 |
| 2000 - \$11,281,000        | 2001 - \$11,961,000 |
| 2002 - \$10,903,000        | 2003 - \$11,607,000 |
| 2004 - \$12,750,000        | 2005 - \$13,618,000 |
| 2006 - \$11,444,000        | 2007 - \$11,444,000 |
| 2008 - \$11,444,000 (est.) |                     |

# Funding from the Lottery

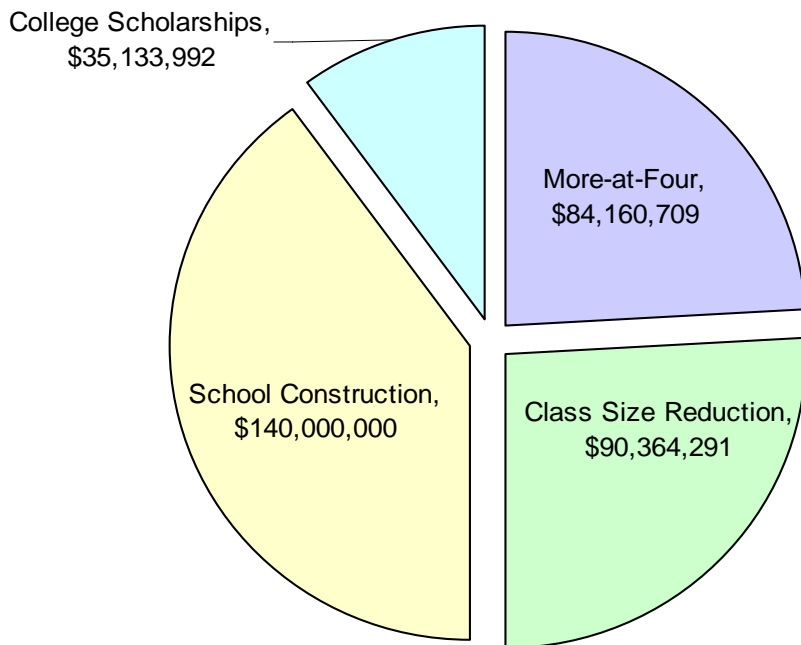
The initial estimates anticipated annual lottery sales of \$1.2 billion per year, once the lottery was fully operational. During the second fully operational year, 2007-08, gross sales totaled just under \$1.1 billion.

In 2007-08 lottery revenue distributions for education totaled over \$350 million.

Of the annual sales, revenue is allocated as follows:

- 50% Prizes
- 15% Lottery Administration
- 35% Programs – 40% School Construction
  - 10% College Scholarships
  - 50% Reduction in class size early grades and support academic pre-kindergarten programs for at-risk 4 year olds.

## 2007 – 08 Lottery Revenue Distributions



### Lottery Distributions to K-12 Education

|  |                      |
|--|----------------------|
| Lottery Revenue Distributions:             | \$230,364,291        |
| Interest Received:                         | \$6,013,408          |
| <b>Total K-12 Education Distributions:</b> | <b>\$236,377,699</b> |

Funds are distributed to the LEAs based on:

- a) County ADM
- b) County property tax rate as a percentage of the state average property tax rate.

Lottery funds do not require local matching and may not be used for technology.

# Charter Schools

## 1998-2009

The General Assembly passed legislation in 1996 which created Charter Schools in North Carolina. A Charter School in North Carolina is a public school operated by a group of parents, teachers, and/or community members as a semi-autonomous school of choice within a school district, operating under a "charter" with the State Board of Education. The final approval on all charters will be granted by the State Board of Education. Charter Schools are designed to give significant autonomy to individual schools and in turn to hold these schools accountable for results.

In 2008-09, North Carolina has 97 operating Charter Schools. In accordance with the Charter School legislation, a maximum of 100 Charter Schools can be approved. Charter Schools receive funding based on the average per pupil allocation in the local education agency from which the student came.

### Charter Schools Status Report 1998 - 2009

| Year    | Approved   | Opened     | Closed    | Relinq<br>w/o<br>Opening | Total in<br>Operation | Planning<br>Allotted<br>ADM | % of<br>Total<br>ADM | Total State Funds<br>Allotted |
|---------|------------|------------|-----------|--------------------------|-----------------------|-----------------------------|----------------------|-------------------------------|
| 1997-98 | 34         | 34         | 1         | 0                        | 33                    | 4,106                       | 0.3%                 | \$ 16,559,947                 |
| 1998-99 | 31         | 26         | 3         | 0                        | 56                    | 5,572                       | 0.4%                 | \$ 32,143,691                 |
| 1999-00 | 28         | 23         | 4         | 4                        | 75                    | 10,257                      | 0.8%                 | \$ 50,104,210                 |
| 2000-01 | 17         | 15         | 4         | 3                        | 86                    | 14,230                      | 1.1%                 | \$ 64,213,491                 |
| 2001-02 | 9          | 8          | 3         | 2                        | 91                    | 19,492                      | 1.5%                 | \$ 77,177,902                 |
| 2002-03 | 3          | 5          | 3         | 1                        | 93                    | 19,832                      | 1.5%                 | \$ 87,233,744                 |
| 2003-04 | 2          | 2          | 2         | 0                        | 93                    | 21,578                      | 1.6%                 | \$ 94,286,726                 |
| 2004-05 | 4          | 4          | 0         | 0                        | 97                    | 24,784                      | 1.8%                 | \$ 110,888,050                |
| 2005-06 | 2          | 2          | 3         | 0                        | 96                    | 28,733                      | 2.1%                 | \$ 132,089,910                |
| 2006-07 | 7          | 1          | 4         | 0                        | 93                    | 29,170                      | 2.0%                 | \$ 144,299,621                |
| 2007-08 | 2          | 7          | 2         | 0                        | 98                    | 30,892                      | 2.1%                 | \$ 169,871,326                |
| 2008-09 | 0          | 2          | 3         | 0                        | 97                    | 34,694                      | 2.3%                 | \$ 191,751,412                |
|         | <b>139</b> | <b>129</b> | <b>32</b> | <b>10</b>                |                       |                             |                      |                               |

# Flexibility of Charter Schools

Charter schools are provided both financial and educational flexibility

## Financial

- Funds allotted in one dollar allotment.
- Not eligible for the construction funds from the lottery revenue.
- Not required to:
  - ⇒ pay personnel using the state salary schedules or salary ranges,
  - ⇒ participate in the State Employees Retirement System or State Major Medical Plan,
  - ⇒ purchase on state contract or participate in e-procurement,
  - ⇒ provide transportation to students.

## Educational

- Not held to:
  - ⇒ class size maximums,
  - ⇒ 1,000 instructional hours requirement (only required to have 180 instructional days),
  - ⇒ Not Required to request a waiver to start before August 25th or end after June 10th
  - ⇒ Licensing standards of teachers (required to have 75% of the teachers licensed in grades K-5 and 50% in 6-12).

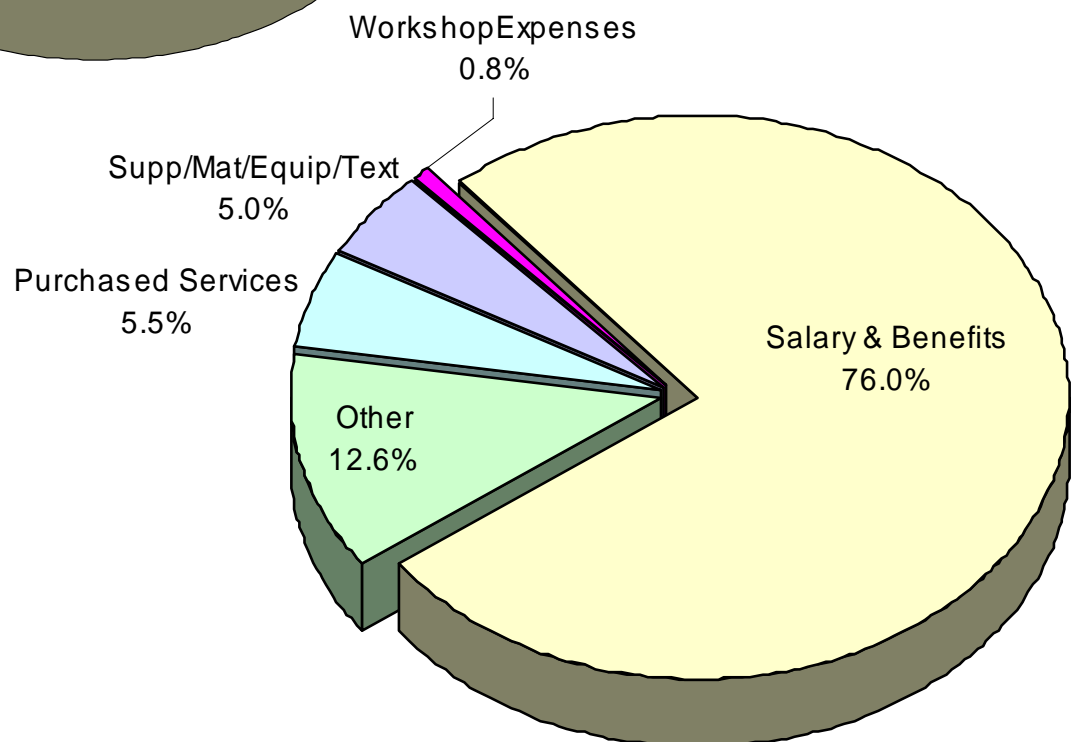
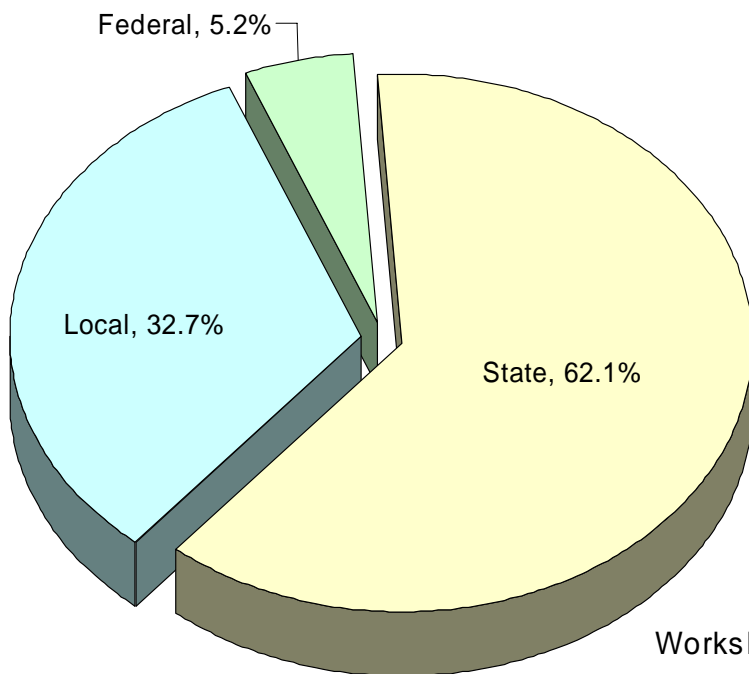
# Charter School Expenditures

FY 2007-08

State funds are allotted based on the number of students in ADM at the Charter School. State funds may be used for any purpose other than purchasing a building.

Most federal funds are targeted towards a specific population such as Low Income Children or Handicapped Children.

Local funds are given to Charter Schools based on the local current expense appropriation in the county in which the student resides. Local funds may be used for any purpose.





# Funded ADM and Total State Funding

FY 2008-09

| CS # | Name  | Funded ADM | Total State Funding | Funding Per ADM |
|------|---|------------|---------------------|-----------------|
| 01B  | River Mill  | 569        | \$ 2,783,580        | \$ 4,892        |
| 01C  | Clover Garden School                              | 483        | 2,377,307           | 4,922           |
| 01D  | The Hawbridge School (previously 68B New Century) | 78         | 445,426             | 5,711           |
| 06A  | Grandfather Academy                               | 39         | 280,496             | 7,192           |
| 06B  | Crossnore Academy                                 | 70         | 493,234             | 7,046           |
| 07A  | Washington Montessori                             | 271        | 1,631,556           | 6,021           |
| 10A  | Charter Day School                                | 737        | 3,843,603           | 5,215           |
| 11A  | Evergreen Community Charter                       | 384        | 2,070,536           | 5,392           |
| 11B  | ArtSpace Charter School                           | 344        | 1,878,611           | 5,461           |
| 11K  | Francine Delany School                            | 146        | 822,920             | 5,636           |
| 12A  | New Dimensions                                    | 80         | 449,846             | 5,623           |
| 13A  | Carolina International School                     | 433        | 2,079,313           | 4,802           |
| 16A  | Cape Lookout Marine HS                            | 114        | 637,466             | 5,592           |
| 16B  | The Tiller School                                 | 133        | 783,087             | 5,888           |
| 19A  | Chatham Charter                                   | 301        | 1,568,770           | 5,212           |
| 19B  | The Woods Charter Sch.                            | 485        | 2,589,790           | 5,340           |
| 20A  | Learning Center                                   | 149        | 955,223             | 6,411           |
| 24N  | Columbus Charter School                           | 250        | 1,451,272           | 5,805           |
| 26B  | Alpha Academy                                     | 200        | 1,048,949           | 5,245           |
| 32A  | Maureen Joy                                       | 283        | 1,481,800           | 5,236           |
| 32B  | Healthy Start Academy                             | 351        | 1,842,861           | 5,250           |
| 32C  | Carter Community                                  | 169        | 872,394             | 5,162           |
| 32D  | Kestrel Heights School                            | 454        | 2,488,169           | 5,481           |
| 32H  | Research Triangle Charter Academy                 | 670        | 3,449,999           | 5,149           |
| 32K  | Central Park School for Children                  | 279        | 1,493,589           | 5,353           |
| 32L  | Voyager Academy                                   | 400        | 2,080,641           | 5,202           |
| 34B  | Quality Education Academy                         | 239        | 1,336,261           | 5,591           |
| 34C  | Downtown Middle School                            | 320        | 1,783,728           | 5,574           |
| 34D  | Carter G. Woodson                                 | 450        | 2,400,002           | 5,333           |
| 34F  | Forsyth Academy                                   | 670        | 3,577,896           | 5,340           |
| 34G  | Arts-Based Elementary                             | 291        | 1,587,210           | 5,454           |
| 35A  | Crosscreek Charter School ( A Child's Garden)     | 143        | 819,338             | 5,730           |

# Funded ADM and Total State Funding

## FY 2008-09

| CS # | Name  | Funded ADM | Total State Funding | Funding Per ADM |
|------|---|------------|---------------------|-----------------|
| 36A  | Highland Kindergarten                                   | 68         | \$ 340,870          | \$ 5,013        |
| 36B  | Piedmont Community                                      | 798        | 3,937,601           | 4,934           |
| 41B  | Greensboro Charter Academy                              | 717        | 3,536,363           | 4,932           |
| 41C  | Guilford Preparatory Academy (Guilford Charter School ) | 275        | 1,374,830           | 4,999           |
| 41D  | Phoenix Academy   | 293        | 1,449,610           | 4,947           |
| 41F  | Triad Math and Science Academy                          | 252        | 1,227,308           | 4,870           |
| 45A  | The Mountain Community School                           | 168        | 865,611             | 5,152           |
| 49B  | American Renaissance Middle School                      | 502        | 2,560,406           | 5,100           |
| 49D  | Success Institute                                       | 93         | 472,246             | 5,078           |
| 49E  | Pine Lake Preparatory                                   | 1,306      | 6,327,839           | 4,845           |
| 50A  | Summit Charter  | 167        | 915,900             | 5,484           |
| 51A  | Neuse Charter School                                    | 213        | 1,082,938           | 5,084           |
| 53A  | Provisions Academy                                      | 77         | 442,460             | 5,746           |
| 54A  | Children's Village Academy                              | 112        | 655,847             | 5,856           |
| 54B  | Kinston Charter Academy                                 | 336        | 1,911,524           | 5,689           |
| 55A  | Lincoln Charter School                                  | 1,009      | 5,177,468           | 5,131           |
| 60A  | Community Charter School                                | 146        | 767,146             | 5,254           |
| 60B  | Sugar Creek Charter School                              | 604        | 3,018,475           | 4,997           |
| 60C  | Kennedy Charter Public                                  | 280        | 1,540,032           | 5,500           |
| 60D  | Lake Norman Charter Sch.                                | 1,045      | 5,127,547           | 4,907           |
| 60F  | Metrolina Regional Scholars' Academy                    | 245        | 1,167,350           | 4,765           |
| 60G  | Queen's Grant   | 940        | 4,741,182           | 5,044           |
| 60H  | Crossroads Charter High                                 | 243        | 1,259,513           | 5,183           |
| 60I  | Children's Community School                             | 682        | 3,736,876           | 5,479           |
| 60J  | Socrates Academy  | 276        | 1,360,899           | 4,931           |
| 60K  | Charlotte Secondary School                              | 129        | 669,749             | 5,192           |
| 60L  | KIPP:Charlotte  | 179        | 918,028             | 5,129           |
| 63A  | The Academy of Moore County                             | 160        | 852,341             | 5,327           |
| 63B  | STARS   | 266        | 1,417,106           | 5,327           |
| 64A  | Rocky Mount Charter Public School                       | 951        | 5,294,105           | 5,567           |
| 65A  | Cape Fear Center for Inquiry                            | 362        | 1,835,935           | 5,072           |
| 65B  | Wilmington Preparatory                                  | 117        | 630,685             | 5,390           |
| 66A  | Gaston College Preparatory                              | 632        | 4,223,243           | 6,682           |

# Funded ADM and Total State Funding

## FY 2008-09

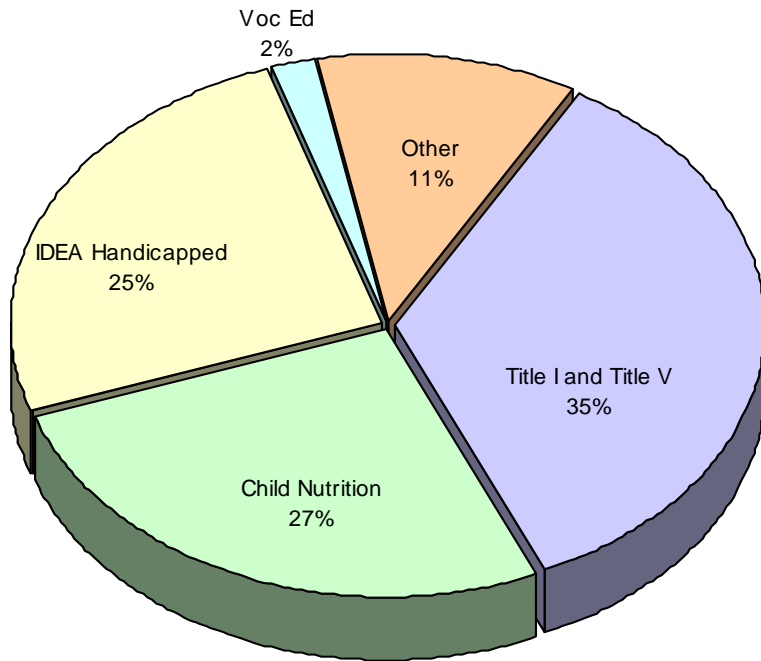
| CS #      | Name                               | Funded ADM    | Total State Funding   | Funding Per ADM |
|-----------|------------------------------------|---------------|-----------------------|-----------------|
| 68A       | Orange Charter School              | 174           | \$ 1,001,738          | \$ 5,757        |
| 68N       | PACE Academy                       | 104           | 717,335               | 6,897           |
| 69A       | Arapahoe Charter School            | 335           | 2,522,263             | 7,529           |
| 73A       | Bethel Hill                        | 367           | 1,976,569             | 5,386           |
| 73B       | Roxboro Community School           | 420           | 2,211,512             | 5,266           |
| 78A       | CIS Academy                        | 101           | 684,704               | 6,779           |
| 79A       | Bethany Community Middle School    | 180           | 1,038,835             | 5,771           |
| 81A       | Thomas Jefferson Classical Academy | 941           | 5,147,369             | 5,470           |
| 84B       | Gray Stone Day School              | 279           | 1,490,276             | 5,341           |
| 86T       | Millennium Charter Academy         | 457           | 2,623,263             | 5,740           |
| 87A       | Mountain Discovery                 | 150           | 1,069,961             | 7,133           |
| 88A       | Brevard Academy                    | 153           | 847,441               | 5,539           |
| 90A       | Union Academy                      | 992           | 4,977,068             | 5,017           |
| 91A       | Vance Charter School               | 480           | 2,768,339             | 5,767           |
| 92B       | Exploris Middle School             | 193           | 983,149               | 5,094           |
| 92D       | Magellan Charter                   | 398           | 2,119,863             | 5,326           |
| 92E       | Sterling Montessori                | 520           | 2,629,149             | 5,056           |
| 92F       | Franklin Academy                   | 1,209         | 5,979,575             | 4,946           |
| 92G       | East Wake Academy                  | 939           | 4,788,134             | 5,099           |
| 92K       | Raleigh Charter High School        | 526           | 2,590,858             | 4,926           |
| 92L       | Torchlight Academy                 | 361           | 1,824,583             | 5,054           |
| 92M       | PreEminent Charter School          | 554           | 2,871,236             | 5,183           |
| 92N       | Quest Academy                      | 133           | 672,141               | 5,054           |
| 92P       | Community Partners Charter High    | 89            | 540,313               | 6,071           |
| 92Q       | Hope Elementary School             | 104           | 561,413               | 5,398           |
| 92R       | Casa Esperanza                     | 339           | 1,788,028             | 5,274           |
| 92S       | Endeavor Charter School            | 378           | 1,879,653             | 4,973           |
| 93A       | Haliwa-Saponi Tribal               | 133           | 862,623               | 6,486           |
| 95A       | Two Rivers Community               | 149           | 907,267               | 6,089           |
| 96C       | Dillard Academy                    | 144           | 945,900               | 6,569           |
| 97D       | Bridges                            | 154           | 919,175               | 5,969           |
| 98A       | Sallie B. Howard School            | 786           | 4,409,856             | 5,611           |
| <b>97</b> | <b>TOTALS</b>                      | <b>35,870</b> | <b>\$ 190,593,495</b> | <b>\$ 5,484</b> |

# Federal Funds

Funding Our  
Public Schools

# Federal Funds Received

FY 2008-09



Most federal funds are targeted towards a specific population such as Low Income Children or Handicapped Children.

These funds must be used for the purposes allotted and cannot be transferred.

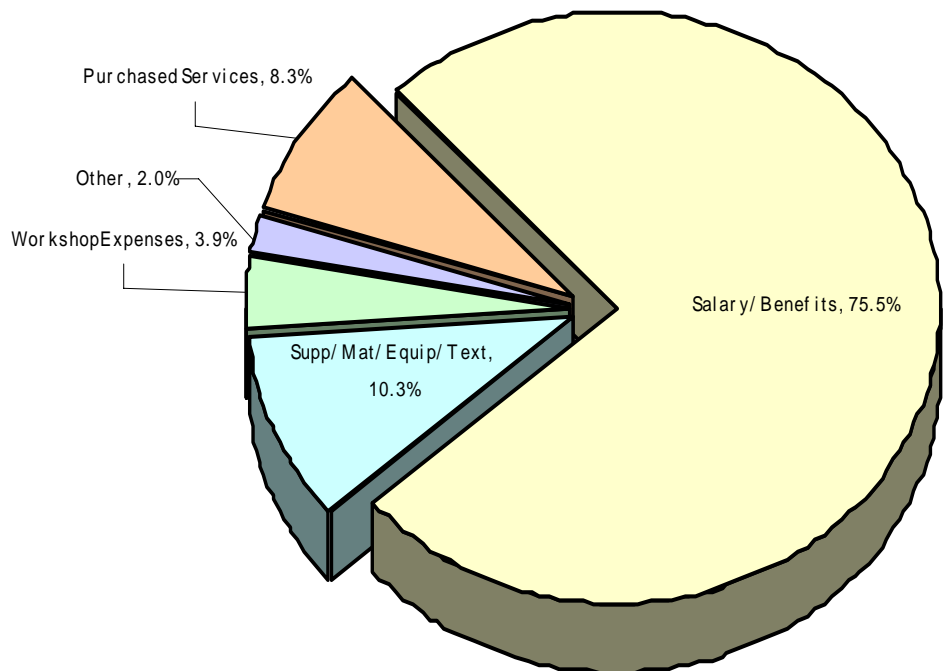
# Federal Fund Expenditures

FY 2007-08

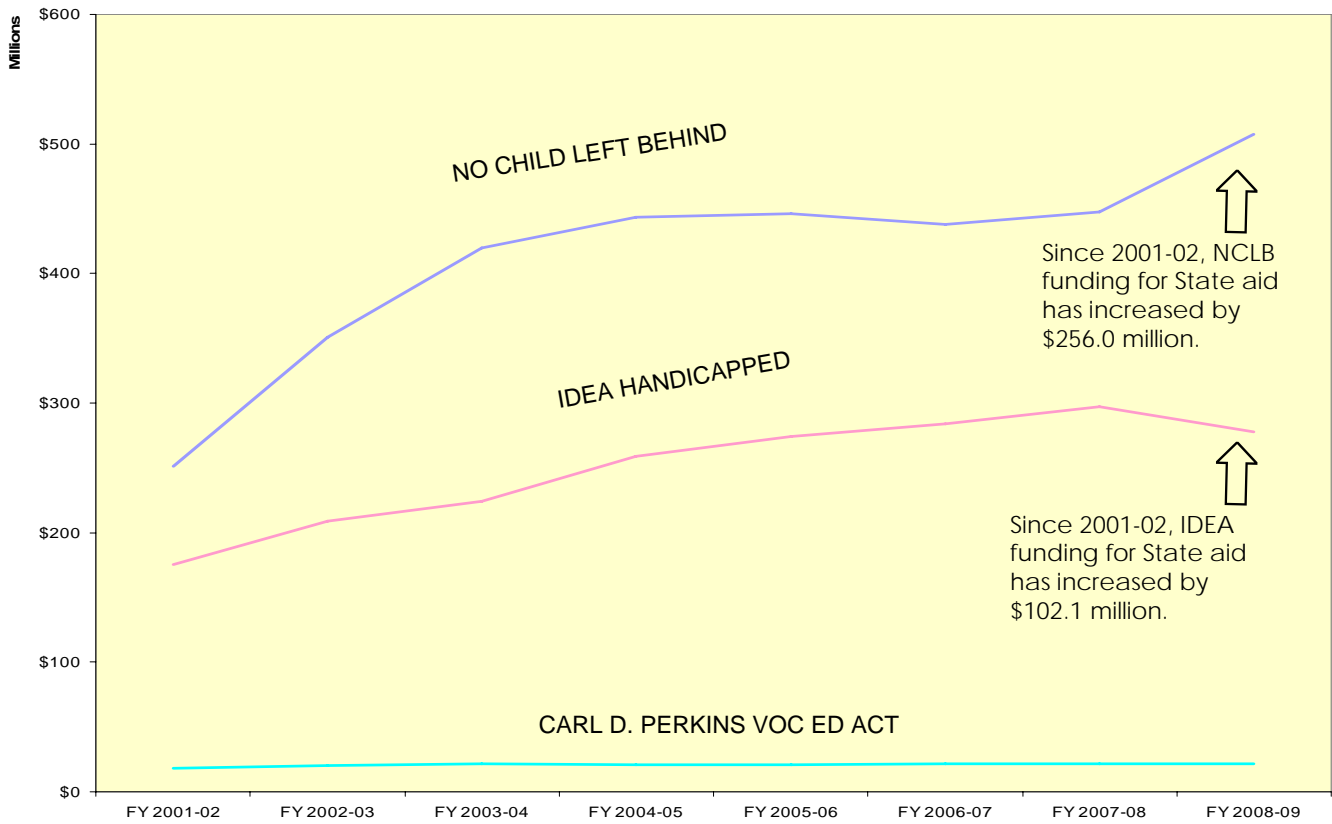
In 2007-08, 6.9% of total personnel were paid from federal funds. This equates to 7,020 teachers and instructional support, 117 central office administrators, 3 principals and 1 non teaching assistant principal; There were 4,237 teacher assistants, and 1,566 other non-certified personnel.

Other includes Utilities, Insurance, Transportation Costs, and Indirect Costs.

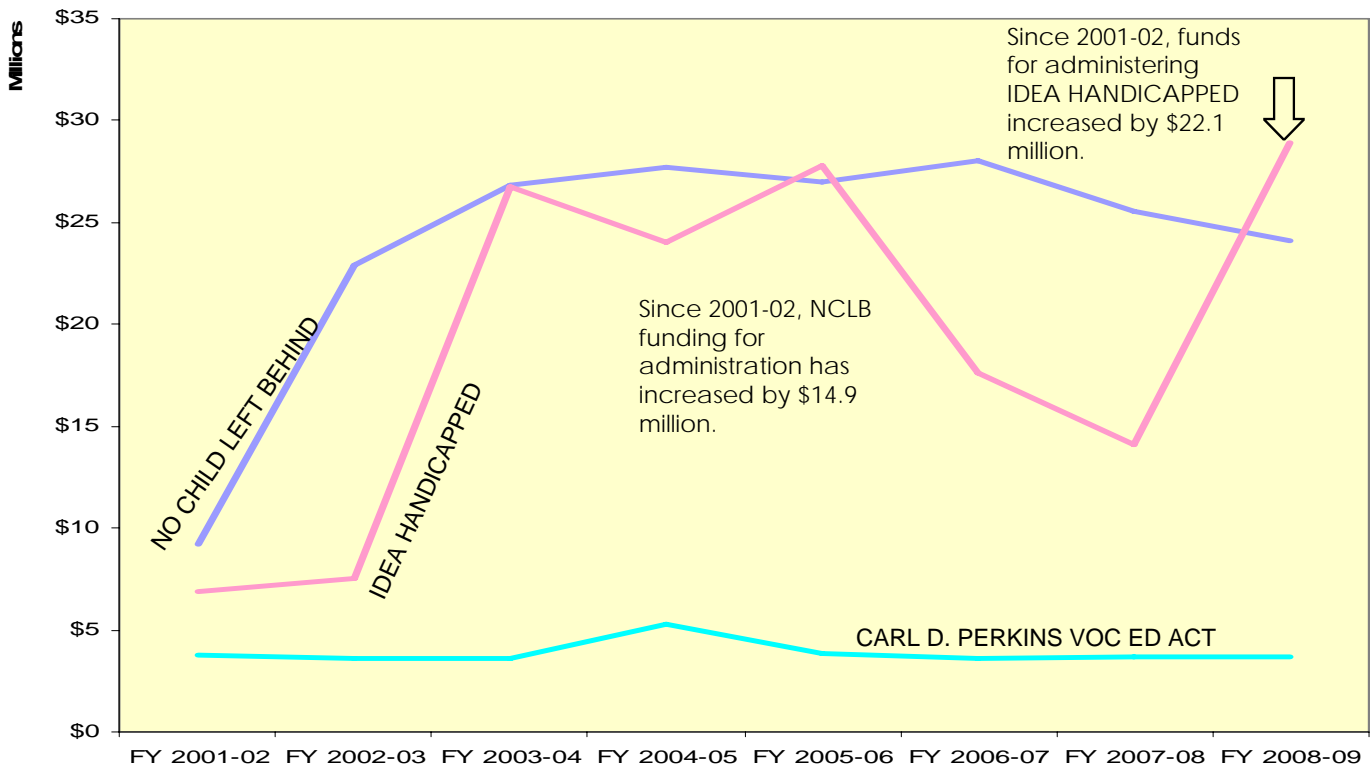
Compared to 2006-07 federally funded personnel in NC Public School System decreased by 1,900. This trend continues in 2008-09 - federally funded personnel dropped by 371 statewide when compared to 2007-08.



## Funds for State Aid



## Funds for Administration of Grants



**N.C. ELEMENTARY AND SECONDARY EDUCATION  
FEDERAL GRANT AWARDS**

**Federal Grants (Note):**

|  |                      |
|--|----------------------|
| Abstinence Education Program                                     | 766,796              |
| Byrd Honors Scholarship  | 1,141,500            |
| Child Nutrition Program  | 293,237,757          |
| * 21st Century Community Learning Centers                        | 23,304,057           |
| * Educational Technology   | 6,420,996            |
| * Homeless Children and Youth                                    | 1,264,090            |
| IDEA VI-B Handicapped  | 269,006,197          |
| IDEA VI-B Preschool Handicapped                                  | 8,315,122            |
| IDEA State Improvement   | 395,250              |
| * Improving Teacher Quality                                      | 62,378,105           |
| * English Language Acquisition                                   | 14,018,739           |
| Learn and Serve America  | 350,000              |
| * Math and Science   | 5,001,796            |
| * Rural Low Income   | 5,506,301            |
| * Safe and Drug Free Schools                                     | 4,918,013            |
| * Title I - Basic Grant  | 340,726,584          |
| * ESEA Title I - School Improvement                              | 13,625,672           |
| * Title I - School Improvement                                   | 12,282,079           |
| * Title I - Even Start   | 1,511,750            |
| * Title I - Reading First  | 9,774,863            |
| * Title I - Migrant Education                                    | 5,597,119            |
| * Title I - Neglected and Delinquent Children                    | 1,085,753            |
| Vocational Education Basic Grant                                 | 19,873,235           |
| Vocational Education Tech Prep                                   | 1,815,966            |
|  | <b>1,102,317,740</b> |
| * No Child Left Behind are comprised of these individual grants. |                      |

Note: The 2008-09 federal grant awards received as of December 31, 2008. Child Nutrition received after December 31. (Estimated)  
Does not include administrative amounts.

**N.C. ELEMENTARY AND SECONDARY EDUCATION  
FEDERAL GRANTS 2008-2009 (Note 1)**

|  | <u>Grant Term</u> | <u>Project Period</u> | <u>Grant Type See Note 3</u> | <u>Brief Description</u>   |
|--|-------------------|-----------------------|------------------------------|--|
| 21st Century Community Learning Centers                            | 27 months         | 12 months             | State App./Comp              | Funds to provide quality, accessible, after-school, weekend, or summer programs for children, youth, and their families.   |
| Abstinence Education Program                                       | 12 months         | Varies                | Direct                       | Funds to provide abstinence education, mentoring, counseling, and adult supervision to promote abstinence from sexual activity out-of-wedlock.   |
| Advanced Placement Fee   | 12 months         | N/A                   | State Application            | Funds to reimburse part or all of the cost of AP test fees for low income students.  |
| Child Nutrition Programs   | 12 months         | 12 months             | State Plan                   | Funding for School Lunch, Special Milk, and School Breakfast.  |
| Child Nutrition Prog. Fresh Fruits & Veg.                          | 12 months         | 12 months             | State Plan                   | Funding for School Fresh Fruits and Vegetables.  |
| Chinese Foreign Language   | 12 months         | 36 months             | State Application            | State Admin: Funds to establish, improve, or expand innovative foreign language programs for elementary and secondary school students.   |
| Education Technology State Grants                                  | 27 months         | 27 months             | State App./Direct/Comp       | Funds to support the integration of educational technology into classrooms to improve teaching and learning.   |
| Foreign Language Assistance  | 12 months         | N/A                   | State Application            | State Admin: Funding at the State level to help LEAs develop foreign language assessments.   |
| Head Start Collaboration   | 12 months         | 12 months             | N/A                          | State Admin: Funding to support the need for quality child care to be accessible to North Carolina's working families.   |
| Healthy Schools/HIV  | 12 months         | N/A                   | State Application            | Funds to train teachers on integrating HIV education into school health education.   |
| Homeless Children and Youth  | 27 months         | 27 months             | State App./Comp              | Funds to help LEAs meet the special educational needs of homeless children.  |
| IDEA Title VI-B Handicapped  | 27 months         | 27 months             | State Plan/Direct            | Special education programs for handicapped children ages 3 to 21.  |
| IDEA Title VI-B Preschool Handicapped                              | 27 months         | 27 months             | State Plan/Direct            | Special education programs for handicapped children ages 3 to 5.   |
| IDEA Title VI-C Deaf/Blind   | 12 months         | N/A                   | State Plan                   | State Admin. - To coordinate programs for children to age 22 that are both deaf and blind. Some funds are contracted.  |
| Javits Gifted and Talented   | 12 months         | 60 months             | State Application            | State Admin: Funds to carry out a coordinated program of scientifically based research, demonstration projects, innovative strategies, and similar activities designed to build and enhance the ability of elementary and secondary schools to meet the special education needs of gifted and talented students. |
| Language Acquisition   | 27 months         | 27 months             | State App./Direct            | Funds to assist school districts in teaching english to limited english proficient students and in helping these students meet the same state standards required of all other students.  |
| Learn and Serve America  | 12 months         | 12 months             | State App./Comp              | Funds for personnel training and service-learning programs to increase youth involvement in community issues and activities.   |
| Math & Science Partnership   | 27 months         | 27 months             | State App./Comp              | Funds to improve the academic achievement of students in mathematics and science through projects that support partnerships of organizations representing preschool through higher education.  |
| NAEP State Coordinator   | 12 months         | N/A                   | Direct                       | State Admin: Funds to support a position which will serve as a liaison between the state education agency and the National Center for Education Statistics.  |
| NC Common Education Data Analysis and Reporting System (NC CEDARS) | 12 months         | 36 months             | State Application            | State Admin: Funds to enable state educational agencies to design, develop, and implement statewide, longitudinal data systems to efficiently and accurately manage, analyze, disaggregate, and use individual student data, Consistent with the Elementary and Secondary Act                                    |



**N.C. ELEMENTARY AND SECONDARY EDUCATION  
FEDERAL GRANTS 2008-2009 (Note 1)**

|  | <u>Grant Term</u> | <u>Project Period</u> | <u>Grant Type See Note 3</u> | <u>Brief Description</u>  |
|--|-------------------|-----------------------|------------------------------|---|
| Robert C. Byrd                               | 12 months         | N/A                   | State Plan                   | State Admin. - To promote excellence and provide scholarships to graduating high school seniors.  |
| Rural Low Income School                      | 27 months         | 27 months             | State App./Comp              | Funds to address the unique needs of rural school districts that frequently lack the resources needed to compete effectively for federal competitive grants, and receive formula grant allocations in amounts too small to be effective in meeting their intend |
| Safe and Drug-Free Schools                   | 27 months         | 27 months             | State App./Direct            | Funds to prevent violence and to implement prevention, early identification, and intervention drug programs.  |
| Special Education - State Improvement Grant  | 27 months         | N/A                   | State Application            | Helps states address such critical issues as teacher shortages and need for highly qualified personnel.   |
| State Assessment and Accountability          | 27 months         | N/A                   | State Application            | State Admin: Funds to assist with establishing a state system of standards and assessment.  |
| Improving Teacher Quality                    | 27 months         | 27 months             | State App./Direct            | Funds to prepare, train, and recruit high quality teachers. Also allows LEAs to reduce class size.  |
| Title I - Basic Grant and School Improvement | 27 months         | 27 months             | State App./Direct            | Supplemental funds to provide special help to educationally deprived children, ages 5 to 17 from low income families.   |
| Title I - Even Start                         | 27 months         | 12 months             | State App./Comp              | Supplemental funds to improve educational opportunities for children and adults through unified, family-centered education and parenting programs.  |
| Title I - Migrant Education                  | 27 months         | 27 months             | State App./Direct            | Funds to meet the educational needs of migratory children.  |
| Title I - Neglected and Delinquent           | 27 months         | 27 months             | State App./Direct            | Funds for neglected and delinquent children under 21 in state institutions or attending community day programs.   |
| Title I - Reading First                      | 27 months         | 27 months             | State App./Comp              | Funds to help States & LEAs utilize scientifically-based reading research to implement comprehensive reading instruction for children in grades K - 3.  |
| Title I - School Improvement                 | 27 months         | 27 months             | State App./Direct            | Additional assistance to schools identified for school improvement, corrective action, and restructuring.   |
| Title V - Innovative Education               | 27 months         | 27 months             | State App./Direct            | Funds for targeted assistance programs to enhance student performance.  |
| Troops To Teachers                           | 27 months         | N/A                   | State Application            | State Admin: Funds to attract retired military personnel to a second career as public school teachers.  |
| Career and Technical Education               | 27 months         | 12 months             | State Plan/Direct            | Funds to expand, improve, and develop quality programs to enhance future workforce skills.  |
| Career and Technical Education - Tech Prep   | 27 months         | 12 months             | State Plan/Comp              | To guide students in a course of study leading from high school preparation to the associate degree from local community colleges.  |

Note 1: Data as of January 2009

Note 2: Funds for Title V Innovative Education expire this fiscal year.

Note 3: The State Board's flexibility with federal grants is directly related to the Grant Type:

- Direct: Minimum flexibility. Funds are appropriated by the Federal Government and allocations are based on federal formula.
- State Application: Based on applications for funding filed directly from the Department and/or Governor.
- State Plan: Based on specific federal grant criteria. The State Board approves the State Plan.
- Competitive: The State Board approves the application and selection processes.