



Public Schools of North Carolina  
State Board of Education  
Department of Public Instruction

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# **Report to the Joint Legislative Education Oversight Committee**

Senate Bill 622 Sections 7.6(b) and 7.60  
Session Law 2005-276

Report on the Expenditures of Supplemental  
Funding in Low-Wealth Counties

House Bill 1473, Section 7.7(f)

Report on the Expenditure of Supplemental Funding in  
Small School Systems

**Date Due: October 31, 2007**

Report #11

DPI Chronological Schedule, 2007-2008

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## **Supplemental Funding Low Wealth Counties**

### **Senate Bill 622, Sections 7.6 (b) and 7.60**

This report presents the information required by legislation in Senate Bill 622 Sections 7.6 (b) and 7.60.

#### **Reporting Requirements for Supplemental Funding**

Pursuant to section 7.6(b), Local Boards of Education are encouraged to use at least twenty-five percent (25%) of the Low-Wealth County funds to improve the academic performance of children performing at Level I or II on either reading or mathematics end of grade tests in grades 3-8 and children performing at Level I or II on the writing tests in grades 4 and 7.

Pursuant to section 7.60, local boards of education shall report on the expenditure of supplemental funds for low-wealth counties and how these funds were targeted and used to implement specific improvement strategies of each local school administrative unit and its schools, such as teacher recruitment, closing the achievement gap, improving student accountability, addressing the needs of at-risk students, and establishing and maintaining safe schools.

#### **Use of funds**

Low Wealth Supplemental funding may be used for instructional purposes and clerical positions.

#### **Source of Report Data**

The Department of Public Instruction (DPI) gathered the information to complete this report by analyzing 2005-06 data submitted by the local education agencies through the Uniform Education Reporting System (UERS) files.

#### **Results of Use of Funds for Supplemental Funding**

Attachment A provides a brief description of the types of expenditures in each category.

Attachment B details local education agency expenditures in dollars by category for the Low-Wealth Counties funds.

**SECTION 7.6.(b)** Use of Funds for Supplemental Funding. – All funds received pursuant to this section shall be used only: (i) to provide instructional positions, instructional support positions, teacher assistant positions, clerical positions, school computer technicians, instructional supplies and equipment, staff development, and textbooks; (ii) for salary supplements for instructional personnel and instructional support personnel; and (iii) to pay an amount not to exceed ten thousand dollars (\$10,000) of the plant operation contract cost charged by the Department of Public Instruction for services.

Local boards of education are encouraged to use at least twenty-five percent (25%) of the funds received pursuant to this section to improve the academic performance of children who are performing at Level I or II on either reading or mathematics end-of-grade tests in grades 3-8 and children who are performing at Level I or II on the writing tests in grades 4 and 7. Local boards of education shall report to the State Board of Education on an annual basis on funds used for this purpose, and the State Board shall report this information to the Joint Legislative Education Oversight Committee. These reports shall specify how these funds were targeted and used to implement specific improvement strategies of each local school administrative unit and its schools, such as teacher recruitment, closing the achievement gap, improving student accountability, addressing the needs of at-risk students, and establishing and maintaining safe schools.

#### **REPORTS ON THE EXPENDITURE OF SUPPLEMENTAL FUNDS FOR LOW-WEALTH COUNTIES**

**SECTION 7.60** Local boards of education shall report to the State Board of Education by August 31 of each year on the expenditure of supplemental funds for low-wealth counties and how these funds were targeted and used to implement specific improvement strategies of each local school administrative unit and its schools, such as teacher recruitment, closing the achievement gap, improving student accountability, addressing the needs of at-risk students, and establishing and maintaining safe schools. The State Board of Education shall report this information annually by October 31 to the Office of State Budget and Management, the Joint Legislative Education Oversight Committee, and the Fiscal Research Division.

**Low Wealth Supplemental Funding  
Explanation of Expenditure Categories**

<b>Teacher Recruitment</b>	Includes Salary Supplement and staff development expenditures.
<b>At Risk</b>	Salary costs associated with certified classroom teachers, tutoring, social workers, attendance counselors and guidance counselors.
<b>Healthy students and safe &amp; orderly caring school</b>	Costs associated with health professionals and services.
<b>Other Utilization of Funds</b>	<p>Includes teacher assistants, instructional supplies and materials, textbooks, computers and software, benefits, substitutes and clerical expenditures.</p> <p>The current chart of accounts does not differentiate the purpose of the expenditures in this category and therefore, it could not be determined if they were utilized for the recommended initiatives.</p>

Low Wealth Supplemental Funding  
Expenditure Analysis by LEA  
Fiscal Year 2006-07

Attachment B

LEA	LEA Name	Teacher Recruitment <sup>(2)</sup>	At Risk <sup>(3)</sup>	Healthy Students/Safe & Orderly Caring Schools <sup>(4)</sup>	Other Utilization of Funds <sup>(5)</sup>	Low Wealth Total	% Expended on specific strategies
010	Alamance-Burlington Schools	\$ -	\$ 1,024,809.34	\$ -	\$ 217.50	\$ 1,025,026.84	100%
020	Alexander County Schools	15,567.70	60,517.76	-	1,028,607.01	1,104,692.47	7%
040	Anson County Schools	2,813.89	246,501.95	-	1,684,379.16	1,933,695.00	13%
070	Beaufort County Schools	14,531.21	198,314.23	-	1,354,778.56	1,567,624.00	14%
080	Bertie County Schools	296,826.44	266,251.69	634.80	1,014,196.50	1,577,909.43	36%
090	Bladen County Schools	427,129.12	752,672.47	2,389.76	846,578.65	2,028,770.00	58%
120	Burke County Schools	-	2,011,059.63	-	1,021,296.37	3,032,356.00	66%
132	Kannapolis City Schools	10,350.00	109,056.33	-	30,201.37	149,607.70	80%
140	Caldwell County Schools	19,791.22	2,238,964.38	-	526,043.44	2,784,799.04	81%
150	Camden County Schools	159,416.04	91,713.27	18,069.10	402,432.90	671,631.31	40%
170	Caswell County Schools	5,771.04	772,278.07	-	179,267.15	957,316.26	81%
200	Cherokee County Schools	22,705.28	-	-	293,234.45	315,939.73	7%
210	Edenton-Chowan County Schools	5,632.24	355,443.70	-	237,328.06	598,404.00	60%
230	Cleveland County Schools	-	4,358,929.91	-	104,755.09	4,463,685.00	98%
240	Columbus County Schools	735,914.94	146,190.63	5,224.80	2,218,820.80	3,106,151.17	29%
241	Whiteville City Schools	390,549.76	238,083.48	-	519,071.25	1,147,704.49	55%
250	Craven County Schools	87,895.67	1,032,861.47	-	596,111.89	1,716,869.03	65%
260	Cumberland County Schools	-	3,251,684.10	-	3,846,323.90	7,098,008.00	46%
290	Davidson County Schools	-	335,575.97	-	2,038,715.03	2,374,291.00	14%
291	Lexington City Schools	-	44.73	-	357,651.27	357,696.00	0%
292	Thomasville City Schools	81,074.59	49,110.55	5,933.34	173,768.52	309,887.00	44%
300	Davie County Schools	-	109,494.54	-	772.46	110,267.00	99%
310	Duplin County Schools	1,777,835.03	674,547.65	35,612.50	1,397,360.82	3,885,356.00	64%
330	Edgecombe County Schools	564,416.41	170,971.66	-	1,998,504.91	2,733,892.98	27%
350	Franklin County Schools	-	1,797,791.19	-	334,000.81	2,131,792.00	84%

Low Wealth Supplemental Funding  
Expenditure Analysis by LEA  
Fiscal Year 2006-07

Attachment B

LEA	LEA Name	Teacher Recruitment <sup>(2)</sup>	At Risk <sup>(3)</sup>	Healthy Students/Safe & Orderly Caring Schools <sup>(4)</sup>	Other Utilization of Funds <sup>(5)</sup>	Low Wealth Total	% Expended on specific strategies
710	Pender County Schools	34,830.48	543,418.54	2,773.90	874,225.08	1,455,248.00	40%
720	Perquimans County Schools	3,907.79	137,373.39	-	204,251.27	345,532.45	41%
730	Person County Schools	-	606,882.71	-	112,203.84	719,086.55	84%
740	Pitt County Schools	2,386.77	3,961,703.73	-	341,633.57	4,305,724.07	92%
760	Randolph County Schools	162,620.41	754,386.03	-	2,998,250.56	3,915,257.00	23%
761	Asheboro City Schools	-	768,792.88	-	192,471.12	961,264.00	80%
770	Richmond County Schools	342,232.38	1,053,493.79	5,532.00	2,501,826.83	3,903,085.00	36%
780	Robeson County Schools	3,433,353.56	3,696,377.53	352,741.23	6,680,550.52	14,163,022.84	53%
790	Rockingham County Schools	1,476,944.53	944,414.06	-	1,586,859.41	4,008,218.00	60%
800	Rowan-Salisbury County Schools	80,468.00	1,460,395.25	-	1,234,314.75	2,775,178.00	56%
810	Rutherford County Schools	518,235.55	1,065,218.52	-	915,199.92	2,498,653.99	63%
820	Sampson County Schools	1,391,411.19	284,512.98	13,960.00	2,044,068.83	3,733,963.00	45%
821	Clinton City Schools	265,634.00	359,907.03	-	798,345.74	1,423,886.77	44%
830	Scotland County Schools	303,966.45	1,400,216.07	-	1,441,677.48	3,145,860.00	54%
840	Stanly County Schools	-	1,827,342.76	38,876.76	809,760.48	2,675,980.00	70%
850	Stokes County Schools	71,953.83	990,801.06	-	1,008,186.34	2,070,941.23	51%
860	Surry County Schools	409,412.54	574,776.69	137,340.00	1,016,189.77	2,137,719.00	52%
861	Elkin City Schools	75,450.00	142,291.68	-	86,051.32	303,793.00	72%
862	Mount Airy City Schools	-	225,878.27	-	210,695.56	436,573.83	52%
870	Swain County Schools	-	-	-	119,105.20	119,105.20	0%
890	Tyrrell County Schools	21,548.25	48,485.14	-	69,786.61	139,820.00	50%
900	Union County Schools	1,574.74	1,830,383.39	-	61,946.78	1,893,904.91	97%
910	Vance County Schools	160,700.00	1,577,597.86	-	1,448,873.14	3,187,171.00	55%
930	Warren County Schools	343,399.22	248,900.51	-	410,666.27	1,002,966.00	59%
940	Washington County Schools	-	443,625.19	80.35	424,154.46	867,860.00	51%

Low Wealth Supplemental Funding  
Expenditure Analysis by LEA  
Fiscal Year 2006-07

Attachment B

LEA	LEA Name	Teacher Recruitment <sup>(2)</sup>	At Risk <sup>(3)</sup>	Healthy Students/Safe & Orderly Caring Schools <sup>(4)</sup>	Other Utilization of Funds <sup>(5)</sup>	Low Wealth Total	% Expended on specific strategies
370	Gates County Schools	1,328.01	388,818.22	-	705,903.66	1,096,049.89	36%
380	Graham County Schools	-	27,558.74	-	306.12	27,864.86	99%
390	Granville County Schools	30,883.82	1,186,341.59	-	2,121,369.34	3,338,594.75	36%
400	Greene County Schools	4,116.00	51,371.15	-	1,483,135.28	1,538,622.43	4%
420	Halifax County Schools	163,372.69	590,840.14	6,296.10	1,383,740.26	2,144,249.19	35%
421	Roanoke Rapids City Schools	74,341.89	519,065.02	-	659,126.07	1,252,532.98	47%
422	Weldon City Schools	50,015.05	105,917.12	-	274,454.59	430,386.76	36%
430	Harnett County Schools	137,494.03	967,758.70	-	6,284,695.27	7,389,948.00	15%
460	Hertford County Schools	16,415.00	255,492.49	133,333.31	1,096,832.20	1,502,073.00	27%
470	Hoke County Schools	1,300,357.83	450,028.75	-	2,659,844.87	4,410,231.45	40%
510	Johnston County Schools	221,536.03	3,040,477.74	-	3,714,766.42	6,976,780.19	47%
520	Jones County Schools	-	275,059.22	-	181,153.78	456,213.00	60%
530	Lee County Schools	81,733.49	352,375.30	-	877,797.21	1,311,906.00	33%
540	Lenoir County Schools	1,649,564.87	621,640.31	-	935,425.82	3,206,631.00	71%
550	Lincoln County Schools	12,911.06	101.30	-	1,301,511.64	1,314,524.00	1%
570	Madison County Schools	-	19,923.65	-	235,213.76	255,137.41	8%
580	Martin County Schools	6,884.95	996,477.58	-	574,032.47	1,577,395.00	64%
590	McDowell County Schools	28,876.33	348,921.62	-	1,449,815.71	1,827,613.66	21%
610	Mitchell County Schools	2,954.00	11,069.23	10,000.00	243,720.76	267,743.99	9%
620	Montgomery County Schools	-	863,669.47	24,436.48	333,949.07	1,222,055.02	73%
640	Nash-Rocky Mount Schools	1,433,710.22	2,216,175.06	-	1,031,780.72	4,681,666.00	78%
660	Northampton County Schools	3,657.18	315,586.96	-	793,898.86	1,113,143.00	29%
670	Onslow County Schools	3,325.95	1,605,623.10	-	3,847,502.95	5,456,452.00	29%
690	Pamlico County Schools	31.24	-	-	219,886.76	219,918.00	0%
700	Elizabeth City/Pasquotank County Schools	258,702.60	1,066,974.48	-	673,083.04	1,998,760.12	66%



Low Wealth Supplemental Funding  
Expenditure Analysis by LEA  
Fiscal Year 2006-07

Attachment B

LEA	LEA Name	Teacher Recruitment <sup>(2)</sup>	At Risk <sup>(3)</sup>	Healthy Students/Safe & Orderly Caring Schools <sup>(4)</sup>	Other Utilization of Funds <sup>(5)</sup>	Low Wealth Total	% Expended on specific strategies
960	Wayne County Schools	47,157.72	2,911,143.91	-	3,087,726.14	6,046,027.77	49%
970	Wilkes County Schools	-	482,629.59	-	903,646.34	1,386,275.93	35%
980	Wilson County Schools	43,175.01	44,299.10	-	2,373,081.56	2,460,555.67	4%
990	Yadkin County Schools	87,556.44	219,189.60	-	1,575,885.96	1,882,632.00	16%
995	Yancey County Schools	11,488.03	-	-	239,168.97	250,657.00	5%
<b>Total</b>		<b>\$19,389,839.71</b>	<b>\$65,174,572.90</b>	<b>\$793,234.43</b>	<b>\$91,058,168.32</b>	<b>\$176,415,815.36</b>	<b>48%</b>

**Notes:**

- 1/ Based on 13P 2007 State Expenditures
- 2/ Teacher Recruitment
  - Salary Supplement
  - Staff Development
- 3/ At Risk
  - Certified Classroom Teachers
  - Tutoring
  - Social Workers
  - Guidance Counselors
  - Employee Benefits
- 4/ Healthy students and safe & orderly caring school
  - Health Services
- 5/ Other utilization of funds - all other expenditures
  - Teacher assistants
  - Instructional Supplies & Equipment
  - Textbooks
  - Substitutes
  - Clerical

**SECTION 7.7.(e) Reports.** – The State Board of Education shall report to the Joint Legislative Education Oversight Committee prior to May 1, 2006, if it determines that counties have supplanted funds.

**SECTION 7.7.(f) Use of Funds.** – Local boards of education are encouraged to use at least twenty percent (20%) of the funds they receive pursuant to this section to improve the academic performance of children who are performing at Level I or II on either reading or mathematics end-of-grade tests in grades 3-8 and children who are performing at Level I or II on the writing tests in grades 4 and 7. Local boards of education shall report to the State Board of Education on an annual basis on funds used for this purpose, and the State Board shall report this information to the Joint Legislative Education Oversight Committee. These reports shall specify how these funds were targeted and used to implement specific improvement strategies of each local school administrative unit and its schools such as teacher recruitment, closing the achievement gap, improving student accountability, addressing the needs of at-risk students, and establishing and maintaining safe schools.

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## **Supplemental Funding for Small School Systems**

### **House Bill 1473, Sections 7.7 (f)**

This report presents the information required by legislation in House Bill 1473 Sections 7.7 (f)

#### **Reporting requirements for Supplemental Funding**

Pursuant to section 7.7(f), Local Boards of Education are encouraged to use at least twenty percent (20%) of the Small School Systems Supplemental funds to improve the academic performance of children performing at Level I or II on either reading or mathematics end of grade tests in grades 3-8 and children performing at Level I or II on the writing tests in grades 4 and 7.

Local boards of education shall report on the expenditure of supplemental funds for small school systems and how these funds were targeted and used to implement specific improvement strategies of each local school administrative unit and its schools, such as teacher recruitment, closing the achievement gap, improving student accountability, addressing the needs of at-risk students, and establishing and maintaining safe schools.

#### **Use of funds**

Funds allotted for small school systems may be used for any type expenditure eligible from State fund allotments (excluding central office administration); however, based on **N.C. G.S. 115C-408(b)**, these funds are not available for capital construction projects.

City School districts are not eligible to receive small school system supplemental funding.

#### **Source of Report Data**

The Department of Public Instruction (DPI) gathered the information to complete this report by analyzing 2006-07 data submitted by the local education agencies through the Uniform Education Reporting System (UERS) files.

#### **Results of Use of Funds for Supplemental Funding**

Attachment C provides a brief description of the types of expenditures in each category.

Attachment D details local education agency expenditures in dollars by category for small school systems supplemental funds.

**Low Wealth Supplemental Funding  
Explanation of Expenditure Categories**

<b>Teacher Recruitment</b>	Includes Salary Supplement and staff development expenditures.
<b>At Risk</b>	Salary costs associated with certified classroom teachers, tutoring, social workers, attendance counselors and guidance counselors.
<b>Healthy students and safe &amp; orderly caring school</b>	Costs associated with health professionals and services.
<b>Other Utilization of Funds</b>	<p>Includes teacher assistants, instructional supplies and materials, textbooks, computers and software, benefits, substitutes and clerical expenditures.</p> <p>The current chart of accounts does not differentiate the purpose of the expenditures in this category and therefore, it could not be determined if they were utilized for the recommended initiatives.</p>

Small School System Supplemental Funding  
Expenditure Analysis by LEA  
Fiscal Year 2006-07

Attachment B

LEA	LEA Name	Teacher Recruitment <sup>(2)</sup>	At Risk <sup>(3)</sup>	Healthy Students/Safe & Orderly Caring Schools <sup>(4)</sup>	Other Utilization of Funds <sup>(5)</sup>	Small County Supplemental Funding Total	% Expended on specific strategies
030	Alleghany County Schools	\$ 3,490.00	\$ 539,596.36	\$ -	\$ 815,807.93	\$ 1,358,894.29	40%
050	Ashe County Schools	88,088.27	768,628.97	600.00	491,516.76	1,348,834.00	64%
060	Avery County Schools	23,070.48	1,091,832.59	-	257,640.01	1,372,543.08	81%
080	Bertie County Schools	9,548.57	194,715.63	-	1,202,018.52	1,406,282.72	15%
150	Camden County Schools	6,695.00	495,895.75	-	886,815.08	1,389,405.83	36%
170	Caswell County Schools	18,181.82	98,797.78	357.41	1,285,460.16	1,402,797.17	8%
200	Cherokee County Schools	21,302.10	636,434.61	33,473.37	717,864.97	1,409,075.05	49%
210	Edenton-Chowan County Schools	-	542,603.36	33,495.00	723,956.64	1,300,055.00	44%
220	Clay County Schools	107,968.00	352,384.71	-	960,849.34	1,421,202.05	32%
270	Currituck County Schools	50,603.94	65,366.08	10,815.40	1,408,702.58	1,535,488.00	8%
370	Gates County Schools	135,801.04	317,868.42	24,069.25	960,757.29	1,438,496.00	33%
380	Graham County Schools	31,443.13	216,214.31	33,236.36	1,126,469.41	1,407,363.21	20%
400	Greene County Schools	1,691.99	36,924.58	27,591.20	1,296,720.84	1,362,928.61	5%
460	Hertford County Schools	-	63,199.04	-	1,335,697.96	1,398,897.00	5%
480	Hyde County Schools	95,703.46	417,612.24	244.31	1,042,805.99	1,556,366.00	33%
520	Jones County Schools	27,667.28	410,102.27	-	1,046,474.64	1,484,244.19	29%
570	Madison County Schools	-	966,530.42	-	438,930.80	1,405,461.22	69%
610	Mitchell County Schools	15,687.45	746,993.02	24,767.11	672,734.42	1,460,182.00	54%
660	Northampton County Schools	3,991.75	95,736.93	-	1,313,237.32	1,412,966.00	7%
690	Pamlico County Schools	10,220.62	617,184.30	-	796,177.93	1,423,582.85	44%
720	Perquimans County Schools	48,049.20	314,889.41	54,591.17	1,085,299.77	1,502,829.55	28%
750	Polk County Schools	-	627,064.23	-	682,849.13	1,309,913.36	48%
870	Swain County Schools	112,813.79	323,117.20	4,820.00	978,738.16	1,419,489.15	31%

NC Department of Public Instruction  
Division of School Business

Updated on 10/02/2007

Small School System Supplemental Funding  
Expenditure Analysis by LEA  
Fiscal Year 2006-07

Attachment B

LEA	LEA Name	Teacher Recruitment <sup>(2)</sup>	At Risk <sup>(3)</sup>	Healthy Students/Safe & Orderly Caring Schools <sup>(4)</sup>	Other Utilization of Funds <sup>(5)</sup>	Small County Supplemental Funding Total	% Expended on specific strategies
890	Tyrrell County Schools	17,211.31	398,942.09	21,976.91	1,026,751.69	1,464,882.00	30%
930	Warren County Schools	11,717.13	163,738.12	-	1,204,560.75	1,380,016.00	13%
940	Washington County Schools	385.70	171,593.99	36,861.89	1,161,610.42	1,370,452.00	15%
995	Yancey County Schools	28,947.84	451,327.73	92,554.94	806,360.49	1,379,191.00	42%
	<b>Total</b>	<b>\$870,279.87</b>	<b>\$11,125,294.14</b>	<b>\$399,454.32</b>	<b>\$25,726,809.00</b>	<b>\$38,121,837.33</b>	<b>33%</b>

**Notes:**

- 1/ Based on 13P 2007 State Expenditures
- 2/ Teacher Recruitment
  - Salary Supplement
  - Staff Development
- 3/ At Risk
  - Certified Classroom Teachers
  - Tutoring
  - Social Workers
  - Guidance Counselors
  - Employee Benefits
- 4/ Healthy students and safe & orderly caring school
  - Health Services
- 5/ Other utilization of funds - all other expenditures
  - teacher assistants
  - Instructional Supplies & Equipment
  - textbooks
  - Substitutes
  - Clerical