

K-12 School Facility Capital Funding **DPI Office of School Facilities**

2024 FBS Summer Conference
Research Triangle Park, North Carolina

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NORTH CAROLINA
State Board of Education
Department of Public Instruction

Lottery Capital Funds

- **Public School Building Capital Fund (1987)**
 - Original Funding – Corporate Tax Revenue (1987-2009)
 - \$141 Million / Year (2007-2010 average - funding varied)
 - \$100 Million / Year (since 2010)
 - ADM-Based Allotment
- **Needs-Based Public School Capital Fund (2017)**
 - Joint Application Process
 - Critical Facility Needs
 - Local Matching Funds
- **Public School Repair & Renovation Fund (2021)**
 - \$50 Million / Year
 - Equal Allocation to 100 Counties
 - Repair, Renovation, Expansion of Classroom Facilities

<https://www.dpi.nc.gov/districts-schools/district-operations/school-planning/capital-funding>



PSBCF

- Public School Building Capital Fund
 - \$100 Million / Year
 - Allotted per-ADM to 100 Counties / 115 LEAs
 - Funds Carry Forward (do not revert)
- Eligible Expenditures
 - Repair, Renovation, Expansion of School Facilities
 - Planning / Design / Construction
 - Land Acquisition / Debt Service
 - FAQ...
- Not Eligible
 - Mobile / Modular Facilities
 - Moveable Equipment & Furnishings
 - FAQ...

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NBPSCF

- Eligibility Criteria
 - Adjusted Market Value of Taxable Real Property
 - NC Department of Revenue (data source)
- Maximum Grants
 - \$42 million – Elementary Schools
 - \$52 million – Middle Schools
 - \$62 million – High Schools
- Eligible Uses
 - New Buildings, Additions, Renovations
 - FAQ...
- Local Matching Requirement
 - Ranges from 0% to 35%



NBPSCF

- Application Evaluation Criteria
 - Counties designated as Tier 1 areas.
 - Counties with greater need and less ability to generate property tax revenue.
 - Counties with a high debt-to-tax revenue ratio.
 - Projects that address critical deficiencies.
 - Projects with new construction or complete renovation.
 - Projects that consolidate two or more schools.
 - Counties that have not received a grant in three years.
 - Percentage of District Students Served.
 - Start Date of Construction.



NBPSCF

- Anticipated Funding – FY2024-25 Grant Cycle
 - \$ 258,252,612 (State Budget appropriation)
 - \$ _____* (excess net lottery rev. per GS 18C-164)
 - \$ 258,252,612+ Total (*excess lottery revenue TBD)
- FY2024-25 – Submittal and Award Schedule
 - July 30, 2024 – Eligibility & Local Match Requirements
 - August 1, 2024 – Application & Guidance
 - September 13, 2024 – Application Deadline
 - October 2024 – Grant Award Announcements (anticipated)

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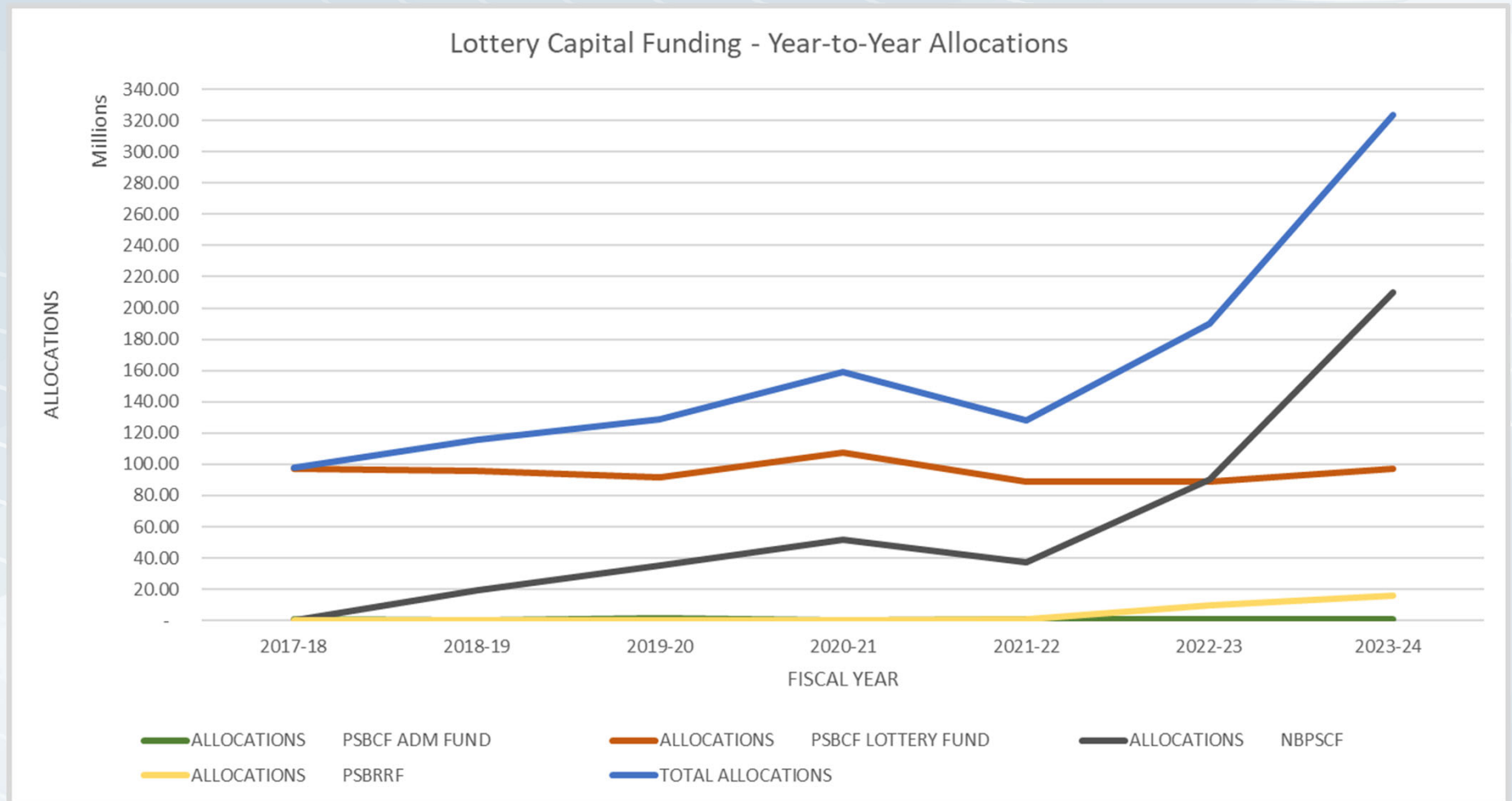
PSBRRF

- Public School Repair & Renovation Fund
 - \$50 Million / Year
 - Equal Allotment to 100 Counties
 - Procedures Similar to Annual Lottery (PSBCF)
- Eligible Expenditures
 - Repair, Renovation, Expansion of Classroom Facilities
 - Planning / Design / Construction
 - FAQ...
- Not Eligible
 - Land Acquisition / Debt Service
 - Central Administration / Transportation Facilities
 - FAQ...

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Allocations – FY18 to FY24



Process & Terminology

Annual Budgets passed by the NC General Assembly include allocations to be made from the NC Education Lottery (NCEL) to the Public School Building Capital Fund (PSBCF), the Needs-Based Public School Capital Fund (NBPSCF), and the Public School Building Repair & Renovation Fund (PSBRRF).

Allocated (sometimes referred to as allotted) revenue from the NCEL is distributed to / received by DPI and placed into Unallocated Balance Accounts established by DPI for Counties/LEAs. There is an Unallocated Balance Account for each County/LEA for each Fund.

To receive project funding from one or more of the Lottery Capital Funds, a County/LEA submits a distribution request to DPI. When a distribution request is approved, an allocation of funds is made from the applicable Unallocated Balance Account.

Allocated funds are transferred from the County/LEA's Unallocated Balance Account at DPI to the County's disbursing account at the State Treasurer's Office. Funds in disbursing accounts can then be drawn down by Counties/LEAs to pay for project expenditures.

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Capital Funding Reports

Capital Funding

Capital Lottery Requests

Monthly PSBCF, PSBRRF, and NBPSCF lottery distribution requests are due by July 24th.

- email signed forms to dennis.hilton@dpi.nc.gov

Capital Funding Reports

Current Monthly Reports FY2023-24

- [Current Fiscal Year Report](#)
- [Fiscal Year Totals Report](#)
- [Monthly Projects Report](#)
- [Monthly Needs-Based Projects Report](#)
- [Monthly Repair & Renovation Projects Report](#)
- [ADM Special Summary Report](#)
- [PSBCF Special Summary Report](#)
- [NBPSCF Special Summary Report](#)
- [PSBRRF Special Summary Report](#)

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Questions...?

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PUBLIC INSTRUCTION