

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2013

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SENATE BILL 789

Short Title: Funds for Geographically Sparse LEAs. (Public)

Sponsors: Senator Cook (Primary Sponsor).

Referred to: Education/Higher Education.

May 19, 2014

1 A BILL TO BE ENTITLED  
2 AN ACT TO APPROPRIATE ADDITIONAL FUNDS FOR CERTAIN SMALL COUNTY  
3 SCHOOL ADMINISTRATIVE UNITS.

4 The General Assembly of North Carolina enacts:

5 **SECTION 1.** Section 8.4 of S.L. 2013-360, as amended by Section 3.11 of S.L.  
6 2013-363, reads as rewritten:

7 "**SMALL SCHOOL SYSTEM SUPPLEMENTAL FUNDING**

8 ...

9 "**SECTION 8.4.(d)** Allotment Formula for the 2014-2015 Fiscal Year. – Except as  
10 otherwise provided in ~~subsection (g)~~ subsections (g) and (f1) of this section, for the 2014-2015  
11 fiscal year, each eligible county school administrative unit shall receive a dollar allotment equal  
12 to the product of the following:

- 13 (1) A per student funding factor, equal to the product of the following:  
14 a. One, minus the local school administrative unit's average daily  
15 membership divided by the maximum small school system average  
16 daily membership.  
17 b. The maximum small school system dollars per student.  
18 (2) The average daily membership of the eligible county school administrative  
19 unit.

20 "**SECTION 8.4.(e)** Phase-Out Provisions for the 2014-2015 Fiscal Year. – If a local school  
21 administrative unit becomes ineligible for funding under the formula in subsection (d) of this  
22 section in the 2014-2015 fiscal year, funding for that unit shall be phased out over a five-year  
23 period. Funding for such local administrative units shall be reduced in equal increments in each  
24 of the five years after the local administrative unit becomes ineligible. Funding shall be  
25 eliminated in the fifth fiscal year after the local administrative unit becomes ineligible.

26 Allotments for eligible local school administrative units shall not be reduced by  
27 more than twenty percent (20%) of the amount received in fiscal year 2013-2014 in any fiscal  
28 year.

29 "**SECTION 8.4.(f)** Maximum Allotments for the 2014-2015 Fiscal Year. – For the  
30 2014-2015 fiscal year, the maximum small school system dollars per student shall be two  
31 thousand ninety-four dollars (\$2,094).

32 "**SECTION 8.4.(f1)** Additional Funds for Certain Local School Administrative Units for  
33 the 2014-2015 Fiscal Year. – Notwithstanding subsection (f) of this section, an eligible county  
34 school administrative unit in which the average daily membership per square mile is less than  
35 two shall receive an additional allotment in the amount of five hundred thousand dollars  
36 (\$500,000) for the 2014-2015 fiscal year.



1       ...."

2               **SECTION 2.** There is appropriated from the General Fund to the Department of  
3 Public Instruction the sum of one million dollars (\$1,000,000) for the 2014-2015 fiscal year in  
4 recurring funds to implement the requirements of this act.

5               **SECTION 3.** This act becomes effective July 1, 2014.