

Public School Capital Funds **NC Lottery Revenue**

2022 NBPSCF Grant Program

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Lottery Capital Funds

- Public School Building Capital Fund (1987)
 - Original Funding – Corporate Tax Revenue
 - \$100 Million / Year
 - 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)
 - \$30 Million / Year 1 \$50 Million / Year 2 onward
 - Equal Allocation to 100 Counties
 - Repair, Renovation, Expansion of Classroom Facilities

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



NBPSCF (2021 Changes)

- SL 2021-180 (State Budget)
 - Creates Article 38B in G.S. 115C
 - Significant Changes to the NBPSCF
- Increases Maximum Grants
 - \$30 million – Elementary Schools
 - \$40 million – Middle Schools
 - \$50 million – High Schools
- Broadens Eligible Uses
 - New Buildings, Additions, Repairs, and Renovations
- Revises Local Matching Requirement
 - Range from 0% to 35%



NBPSCF (2021 Changes)

- Changes Eligibility Criteria
 - Adjusted Market Value of Taxable Real Property
 - NC Department of Revenue (data source)
- Eliminates 5-year ineligibility for PSBCF
 - ADM-Based Allotments resumed – FY21-22 Q2 Funds
- Eliminates 5-year restriction to re-apply NBPSCF
 - Priority for applicants with no grant in past 3 years
- Prior NBPSCF recipients – may apply for increase
 - Project not yet under construction
 - DPI shall prioritize these applications
- Agreement / Reporting Requirements unchanged



NBPSCF

- Application Evaluation Criteria
 - Prior recipients applying for an increase.
 - Counties designated as Tier 1 areas.
 - Counties with greater need and less ability to generate 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.
 - Start date of project construction.
 - Percentage of District ADM served.



NBPSCF

- Grant Awards Since Program Inception
 - \$ 30 million in 2017 – 4 Grants (4 counties)
 - \$ 141 million in 2018 – 13 Grants (12 counties)
 - \$ 73 million in 2019 – 6 Grants (6 counties)
 - \$ 115 million in 2020 – 14 Grants (9 counties)
 - \$ 395 million in 2021 – 42 Grants (28 counties)
- Anticipated Funding – FY2022-23 Grant Cycle
 - \$ 208,252,612 (appropriation in SL 2022-74)
 - \$ 100,000,000 (Needs-Based Capital Reserve per SL 2022-74)
 - \$ 123,000,000 (*excess net lottery revenue per GS 18C-164)
 - \$ (134,797,544) (directed grants per SL 2022-74)
 - **\$ 296,455,068** Total (*excess lottery revenue TBD)



NBPSCF

- FY2022-23 Submittal and Award Schedule
 - Jul. 27 – Information Webinar / Q&A
 - Jul. 28 – Publish Local Match Requirements
 - Aug. 1 – Application & Guidance Materials
 - Sep. 1 – Application Deadline
 - ----- Application Review Period
 - ----- Grant Award Announcements

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Questions...?





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