

Section	Short Title	Description	Senate Changes
5.4	Education Lottery	Education lottery funds are down by \$33 million from last year (\$458,155,576 to \$424,963,630). The Public School Building Capital Fund is reduced by about \$13.7 million (\$113,741,929 to \$100,00,0000). Lottery funds appropriated for prekindergarten are down \$16 million from last year (2010-11 appropriation of \$79, 635,709 down to \$63,135,709). These cuts enabled the class size reduction to remain constant at \$220.6 million. The UNC Need-Based Financial Aid is a new category.	Removes flexibility to use construction funds for classrooms
Section 6A.2(f,h,j)	Information Technology Hosting	(f) Requires use of IT with cumbersome exceptions. (h) Directs ITS to make sure agencies get the best pricing for services/products related to IT projects - this places ITS in a clear conflict of interest position, as they are the approver of purchasing and also a seller of services. This also is potentially a direct conflict with 6A.2(f), as ITS is in position to report to OSBM on why the ITS service - even if less cost-effective - is the right choice for the project. (j) Without this, all of the RttT technology projects are at extreme risk because of the significant standard delays associated with having to get ITS approval for RFPs, purchasing, architecture, etc. The standard procedure in place now (even without the new provisions in this bill) virtually guarantee failure for any RttT IT projects.	Same as house
7.1(a)	Education Reform in North Carolina	This provision requires a study of 3rd grade literacy policy, holding high schools accountable and cost-effect remedial education. It also allocates \$200K for study.	
7.1A(a)	Career and College Promise	Provides provisions with some modifications; amended in appropriations	new provision
7.1B	Class size reduction for grades 1-3	Expresses intent to reduce class size to 1:15 as funds are available	new provision
7.2	Funds for Children with Disabilities	same formula	headcount information changed; changes additional funds to \$3585.88 instead of \$3598.55
7.3	Funds for Academically Gifted Children	same formula	Funding is higher

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7.4(a)	Use of Supplemental Funding in Low-Wealth Counties	same formula	Same as house
7.5	Litigation Reserve Funds	allows unexpended certified employees' salaries funds up to \$500K for litigation	Same as house
7.6	UERS	UERS funds shall not revert	Same as house
7.7	Focused Ed Reform	Focused education reform study funds do not revert	Same as house
7.8	DSSF	same formula	Same as house
7.9	Charge for Governor's School	Removes state funding for Governor's School; SBE may charge tuition to cover costs.	Same as house
7.1	School Connectivity Initiative Funds	Eliminates funding for the Governor's office for coordinating e-learning and for evaluations by NCSU.	Same as house
7.11	Textbooks		Deleted house provision
7.12	Small School System Supplemental Funding	changes formula, setting lower maximum size of 3,200; as a result, Ashe, Anson, Cherokee, Greene, Martin will be phased out	
7.13	Elimination of reporting requirements	removes school improvement plan, local safe school plan and technology plan	adds to the list of eliminated reports, the school improvement plan and related statutes for site-based decision-making
7.13(ff)		Cuts in half the professional development required to maintain a teacher's license (from 15 to 7.5)	
7.14	Allotment of Principals	Allotment only for schools with 100 students in ADM established after July 1, 2011.	clarifies 100 requirement to schools created after July 1, 2011; adds more flexibility on cashing out school building administrative funds for other purposes
7.15	Transfer of Agricultural Education Funds	Transfers funds and curriculum responsibility from SBE to the NCSU Department of Agricultural and Extension Education. Raises significant concerns about governance and that NCSU is not eligible to receive the federal Perkins funds	Was added back in as amendment
7.16	Elimination of teachers for geographically isolated schools	Eliminates funding that applied to Hyde County	House had restored funding; senate eliminates it
7.17	School Calendar Pilot Program	House budget adds Stanly County for pilot for 180 days or 1000 hours; Senate adds Montgomery Co	Senate adds Montgomery Co
7.18	Performance Pay Model Program	Requires performance pay model program . Already being done locally and part of RttT	

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7.19	Budget Reductions/Dept of Public Instruction	Provides flexibility but prohibits adding positions back	these provisions are the same; money report is different in amount and discretion
7.2	LEA Adjustment	Big issue is amount of cut	Same language - cut is much less
7.22	NC Virtual Public Schools	Makes some changes in funding formula from house version; amendment requires NCVPS to seek revenue from out-of-state entities - which would not be subject to the Umstead Act; funding formula recommended by superintendents	Makes some changes in funding formula from house version; amendment requires NCVPS to seek revenue from out of state entities - which would not be subject to the Umstead Act;
7.23	Performance-based Reductions in Force	local boards to develop RIF policy that meets specified criteria	changes to local boards instead of State Board to develop RIF policy
7.24	Teaching Fellows Administrative Reduction	Reduces administrative costs fro \$800K to \$600K	Same as house (different in money report) with Senate eliminating program in 2012
7.25	Residential Schools	Requires SBE to eliminate one school effective July 1, 2012; eliminates the one central position; does not provide funding for principals or any positions at DPI (see more detailed information)	Requires closing of 1 school rather than prohibiting closure;
7.26	65% School Funding for CR Instruction		Eliminates provision
7.27	DPI Receipts	Technical provision to align receipts with purpose codes	New provision
7.28	School Bus Purchases	Shifts responsibility for school bus purchase to local LEAs.	New provision (similar to Governor's proposal)
7.29	Increase No. of Instructional Days	Adds 5 days and 25 hours (185 days/1025 hrs); eliminates 5 days protected for teacher workdays	New provision
7.30	Testing Program	Incorporates SB 479 to provide for high school assessments	New provision - same as companion bills on assessment
7.31	Fund One LEA Per County	Requires SBE to allot funds on the basis of one local school administrative unit per county beginning in 2012-2013	New provision
10.7	Consolidate More at Four into Child Development	Type 1 Transfer of More at Four to DHHS; sets provisions to transform program to private child care subsidy model	Consolidates with Smart Start in Division of Child Development (10.5)
10.15	School-based Child and Family Team Initiative	continues model	Same as house
10.22	Funds for School Nurses	Sets limits on use of funding and role of school nurses	Same as house
10.60	Maternal and Child Health Block Grant	Funds transferred to DPI for abstinence until marriage program	no changes to this aspect of 10.60

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28.37	Driver Education Reform	Establishes requirements for driver's education curriculum; same provisions as in SB 339	replaces 31.1 in House version; eliminates the \$75 charge to students to offset costs
29.18	Furloughs prohibited except as ordered by the Governor	Prohibits locally-initiated furloughs	new provision; house allowed furloughs in 29.18