

Board of Education Meeting



2022-2023 Budget Resolution

August 15, 2022

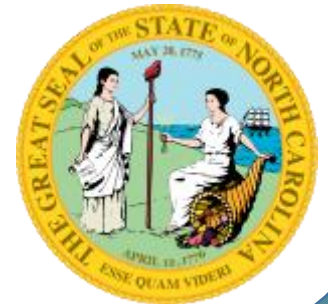
2022-2023 Budget Resolution

- **State Budget**
- Annual Budget
- Budget Summary
- Factors that Could Impact Budget



State Budget

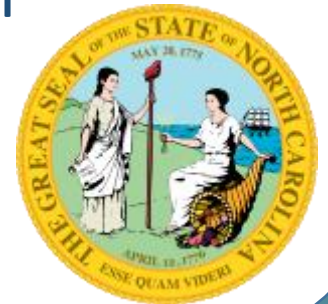
- House Bill 103 – 2022 Appropriations Act was signed by the Governor on **July 11, 2022**
- The approved State budget is effective **July 1, 2022 through June 30, 2023**
- This budget is the second year of the biennial budget that was approved last year



State Budget

Salary Increases

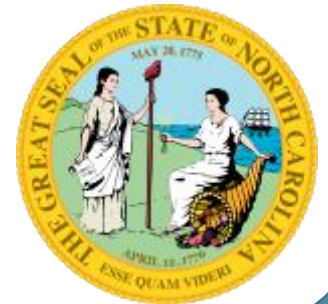
- Classified employees: Greater of **\$15/hour** or **4%**
- Teachers/Instructional Support: Experience **step** increase
- Teachers/Instructional Support: Salary increase ranging from **2.5% to 4.2%** depending on step (**4.8% to 7.2%** including step)



State Budget

Salary Increases

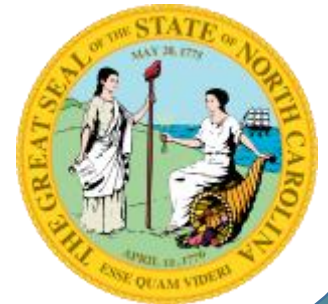
- Principals – Salary increase of **4%**
- Principals – Performance bonus based on 2021-22 results
- Assistant Principals – Remain at 19% of Teacher “A” schedule – increase would be **4.8% to 7.2%** including step



State Budget

Salary Increases

- Central Office – **4%** salary increase
- Psychologists, SLPs and Audiologists – Continue to receive **\$350** monthly supplement in their regular State salary scale
- School Counselors – Continue to receive **\$100** monthly supplement in their regular State salary scale



State Budget

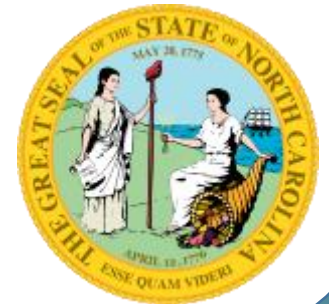
Bonuses:

Teachers

- Performance bonus for 4th-8th grade math and 3rd-5th grade reading based on 2021-22 results
- Performance bonus for AP and CTE funded up to \$3,500 based on 2021-22 results

Principals – Growth bonus reinstated based on 2021-22 accountability results

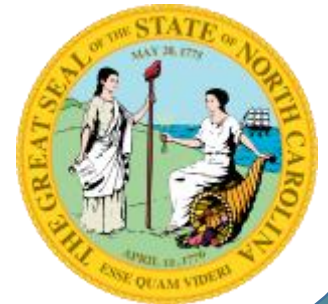
Bonuses are not subject to retirement



State Budget

Other Salary and Personnel:

- **Employer retirement contribution** increased from 22.89% to 24.50% (7.03%)
- **Employer health insurance** premium increased from \$7,019 to \$7,397 (5.39%)
- Expanded **supplemental teacher compensation funds**



State Budget

Allotments:

- Provides additional funding for **school safety grants** and additional funding for SROs
- Provides funds to support increased **transportation fuel costs**



2022-2023 Budget Resolution

- State Budget Update
- **Annual Budget**
- Budget Summary
- Factors that Could Impact Budget



Annual Budget



2022-2023

ANNUAL BUDGET

GASTON COUNTY BOARD OF EDUCATION

**943 Osceola Street
Gastonia, NC 28053**

www.gaston.k12.nc.us



Gaston County Schools

Annual Budget

2022-2023

ANNUAL BUDGET

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Annual Budget

Required by NC GS 115C-432 – The budget resolution, adoption and limitations

Sections 1 & 2 – State Public School Fund

Sections 3 & 4 – Local General Fund

Sections 5 & 6 – Federal Grants Fund

Sections 7 & 8 – Capital Outlay Fund

Sections 9 & 10 – Child Nutrition Fund

Sections 11 & 12 – Other Special Revenue Fund

Sections 13-16 – Other Directions and Limitations

Annual Budget

Changes:

- Includes a **\$1.0 million** increase in local operating funding and a **\$1.0 million** increase in local capital outlay
- Increases in State-mandated employer paid retirement costs (**7.0%**) and health insurance premiums (**5.4%**)
- **No** budgeted use of fund balance

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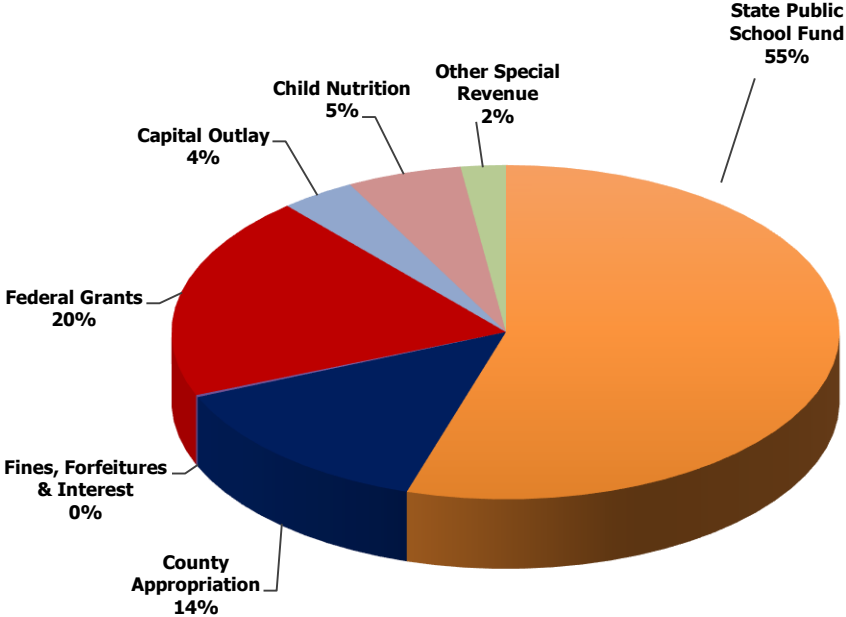
Budget Summary - Revenue

| Revenue | 2021-2022 | 2022-2023 | \$ Difference | % Difference |
|---------------------------------|-----------------------|-----------------------|------------------------|----------------|
| State Public School Fund | \$ 197,825,161 | \$ 207,728,799 | \$ 9,903,638 | 5.01% |
| County Appropriation | 51,501,704 | 52,501,704 | 1,000,000 | 1.94% |
| Fines, Forfeitures and Interest | 750,000 | 750,000 | - | 0.00% |
| GCS Fund Balance | - | - | - | 0.00% |
| Federal Grants Fund | 123,664,779 | 75,081,040 | (48,583,739) | -39.29% |
| Other Special Revenue | 16,968,258 | 8,259,577 | (8,708,681) | -51.32% |
| Subtotal | \$ 390,709,902 | \$ 344,321,120 | \$ (46,388,782) | -11.87% |
| Capital Outlay Fund | 23,286,965 | 13,739,098 | (9,547,867) | -41.00% |
| Child Nutrition Fund | 21,104,500 | 21,090,500 | (14,000) | -0.07% |
| REVENUE - ALL FUNDS | \$ 435,101,367 | \$ 379,150,718 | \$ (55,950,649) | -12.86% |

Budget Summary - Revenue

SOURCES OF REVENUE

| | | |
|-------------------------------|----|-----------------------|
| State Public School Fund | \$ | 207,728,799 |
| County Appropriation | | 52,501,704 |
| Fines, Forfeitures & Interest | | 750,000 |
| Federal Grants | | 75,081,040 |
| Regular Grants | \$ | 2,201,784 |
| COVID Funds | \$ | 72,879,256 |
| Capital Outlay | | 13,739,098 |
| Child Nutrition | | 21,090,500 |
| Other Special Revenue | | 8,259,577 |
| TOTAL | | \$ 379,150,718 |

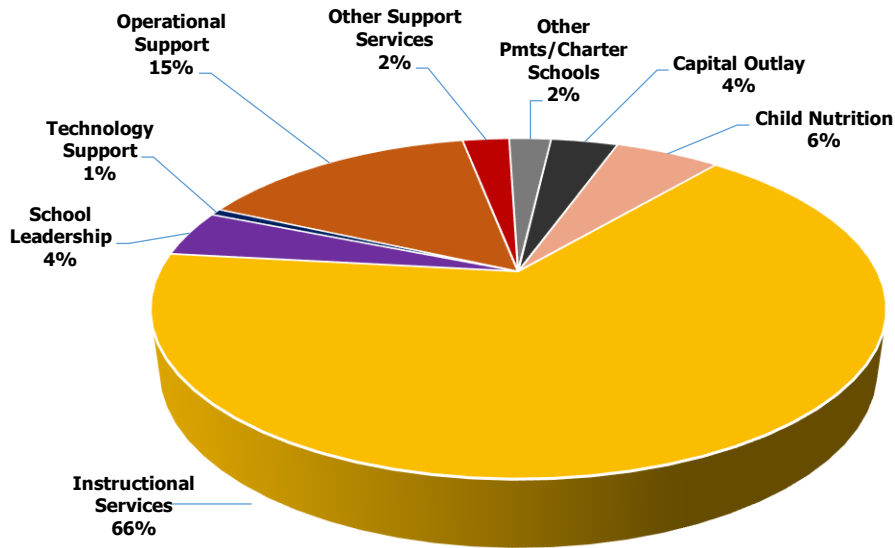


Note: Details are provided in the Budget Resolution

Budget Summary - Expenses

| Expense | 2020-2021 | 2022-2023 | \$ Difference | % Difference |
|--------------------------------|-----------------------|-----------------------|------------------------|----------------|
| Instructional Services | \$ 289,263,701 | \$ 248,940,643 | \$ (40,323,058) | -13.94% |
| School Leadership | 17,268,641 | 16,769,065 | (499,576) | -2.89% |
| Technology Support | 3,415,229 | 2,420,037 | (995,192) | -29.14% |
| Operational Support | 57,098,968 | 57,474,310 | 375,342 | 0.66% |
| Other Support Services | 13,653,583 | 9,595,080 | (4,058,503) | -29.72% |
| Charter School Payments | 5,000,000 | 5,500,000 | 500,000 | 10.00% |
| Other Payments | 4,658,975 | 3,148,159 | (1,510,816) | -32.43% |
| Subtotal | \$ 390,359,097 | \$ 343,847,294 | \$ (46,511,803) | -11.92% |
| Capital Outlay Fund | 23,286,965 | 13,739,098 | (9,547,867) | -41.00% |
| Child Nutrition Fund | 21,455,305 | 21,564,326 | 109,021 | 0.51% |
| EXPENSE - ALL FUNDS | \$ 435,101,367 | \$ 379,150,718 | \$ (55,950,649) | -12.86% |

Budget Summary - Expenses



| | |
|----------------------------|----------------------|
| Instructional Services | \$ 248,940,643 |
| School Leadership | 16,769,065 |
| Technology Support | 2,420,037 |
| Operational Support | 57,474,310 |
| Other Support Services | 9,595,080 |
| Other Pmts/Charter Schools | 8,648,159 |
| Capital Outlay | 13,739,098 |
| Child Nutrition | 21,564,326 |
| TOTAL | \$379,150,718 |

Note: Details are provided in the Budget Resolution

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- **Factors that Could Impact Budget**



Factors that Could Impact Budget

External Factors

- Changes in State and Federal Laws/Regulations
- COVID-19 Impact and Funding
- Economic Conditions and Supply Chain Impact
- Inflation
- Student Population Trends



Factors that Could Impact Budget

Internal Factors

- Competitive Compensation
- Technology Hardware and Software
- Expanded School Choice Opportunities
- Remote Learning Options
- School Facility Needs



Discussion and Approval of 2022-2023 Budget Resolution



