Improving The Principal Pay Plan

NCPAPA & NCASA Statewide Webinar 6-2-25





Current Principal Compensation Plan

Average Daily
Membership and
Growth are the only
two factors impacting
Principal Pay

PRINCIPAL SALARY (Annual Schedules) FY 2024-25 Effective July 1, 2024



Base + 20%

		Base	Growth Met			Growth Exceeded	
ADM	Schedule/	Annual	Schedule/	Annual	Schedule/	Annual	
Range	Pay Level	Salary	Pay Level	Salary	Pay Level	<u>Salary</u>	
up to 200	B0	\$77,792	G0	\$85,570	E0	\$93,350	
201 to 400	B1	\$81,681	G1	\$89,849	E1	\$98,017	
401 to 700	B2	\$85,570	G2	\$94,128	E2	\$102,685	
701 to 1,000	B3	\$89,461	G3	\$98,406	E3	\$107,353	
1,001 to 1,600	B4	\$93,350	G4	\$102,685	E4	\$112,020	
over 1,600	B5	\$97,239	G5	\$106,963	E5	\$116,687	



Opportunities For Improvement

> Reducing the dramatic swings in salaries

 A principal's salary can fluctuate dramatically and unpredictably from an average of \$8,496 to as much as \$18,000 per year.

Recognizing that not all schools are the same

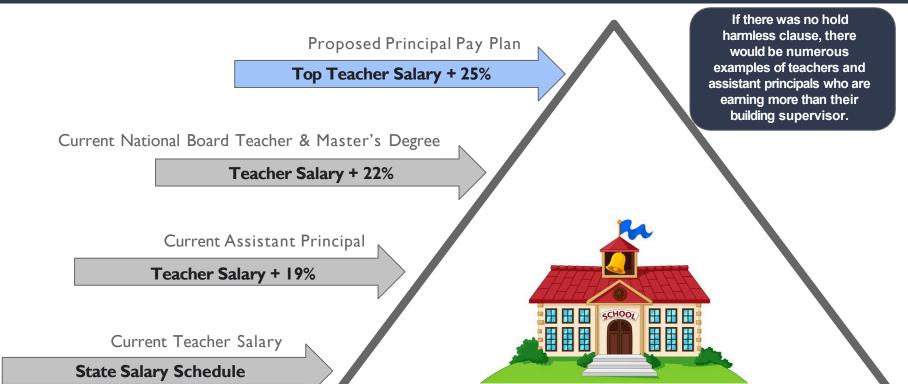
 Adding additional complexity factors beyond school size when determining principal pay.

> Promoting principal retention

 Adding a retention supplement or principals offsets a desire for school leaders to seek Central Office positions.



Creating a Compensation Progression





How To Calculate Complexity

- > 1 point per student (ADM)
- > 1 point per EC student
- > 1 point per Homeless student
- I point per Economically Disadvantaged student
- 1 point per Multi-Language Learner student

- Total points per school
- > Rank schools by points
- > Divide ranked schools into tiers

School Complexity Range	Schedule/ Pay Level
Lowest 10%	В0
11 - 30%	B1
31 - 50%	B2
51 - 70%	B3
71 - 90%	B4
Highest 10%	B5

Proposed Principal Compensation Plan For 2025-26

Uses complexity ranges instead of solely school size.

		Base	5% Jump	Growth Met	5% Jump	Growth Exceeded
School						
Complexity	Schedule/Pay	Annual	Schedule/Pay	Annual	Schedule/Pay	Annual
Range	Level	Salary	Level	Salary	Level	Salary
Lowest 10%	В0	83,925.00	G0	88,121.25	E0	92,527.31
11-30%	B1	88,121.25	G1	92,527.31	E1	97,153.68
31-50%	B2	92,527.31	G2	97,153.68	E2	102,011.36
51-70%	В3	97,153.68	G3	102,011.36	E3	107,111.93
71-90%	B4	102,011.36	G4	107,111.93	E4	112,467.53
Highest 10%	B5	107,111.93	G5	112,467.53	E5	118,090.90
		Rete				
		0-4 Years	0-4 Years 5-9 Years 10-14 Years 15+ Years			
		\$0	\$2,000	\$4,000	\$6,000	

Adds a retention supplement designed to keep leaders in schools.



Cost Options for Lawmakers

- Full implementation estimated at \$27 million
- School Complexity = No Cost
- Retention Bonus = estimated at \$6.2 million
- Removing current EVAAS Bonus structure could SAVE approximately \$7 million
- Proposed model starts principal pay at 25% above highest point of teacher pay each percentage reduction could reduce cost by \$2.5 million.

Principal Pay Plan Advocacy





Katherine Joyce and Bill O'Donnell

kjoyce@ncasa.net | 919-828-1426 | bodonnell@ncasa.net



Know The Power Structure

NC House of Representatives

71 Republicans (-1) 49 Democrats (+1)



1 seat short of supermajority

Speaker of the House: Rep. Destin Hall (R-Caldwell)

NC Senate

31 Republicans (+1) 19 Democrats (-1)



President Pro Tem: Sen. Phil Berger (R-Rockingham)

Governor



Josh Stein (D)
Former NC Attorney General



General Assembly 2025 Budget Status

House

- > S257, 6th Edition & Money Report (Approved: 5/22/2025)
- Principals: Increases 2.5% in FY 25-26; keeps existing structure and bonus program.
- APs: Increases tied to teacher schedule.

Senate

- > S257, 3rd Edition & Money Report (Approved: 4/17/2025)
- Principals: Increases 1.25% each year; \$1,500 bonus each year of the biennium; keeps existing structure and bonus program.
- > APs: Increases tied to teacher schedule + \$1,500 bonus each year of the biennium.



Find Your Legislators

- Access "Find Your Legislators" in the NCASA.net "Advocacy" tab. Find other resources there too, including "General Assembly Representation by County."
- Main General Assembly Website
- House of Representatives Member List
- Senate Member List



State Budget Key Contacts

HOUSE

Speaker of the House Destin Hall

(Destin.Hall@ncleg.gov)



(Brenden.Jones@ncleg.gov)

Appropriations Senior Chairs

Rep. Dean Arp (<u>Dean.Arp@ncleg.gov</u>);

Rep. Kyle Hall (Kyle.Hall@ncleg.gov);

Rep. Donny Lambeth (<u>Donny.Lambeth@ncleg.gov</u>)

Rep. Larry Strickland (<u>Larry.Strickland@ncleg.gov</u>)

Appropriations Chairs

Rep. Hugh Blackwell (<u>Hugh.Blackwell@ncleg.gov</u>)

Rep. William Brisson (William.Brisson@ncleg.gov)

Rep. Erin Paré (<u>Erin.Pare@ncleg.gov</u>)

Education Appropriation Chairs

Rep. David Willis (<u>David.Willis@ncleg.gov</u>)

Rep. Brian Biggs (Brian.Biggs@ncleg.gov)

Rep. Tricia Cotham (<u>Tricia.Cotham@ncleg.gov</u>)



SENATE

Senate President Pro Tempore Phil Berger

(Phil.Berger@ncleg.gov)

Appropriations Chairs

Sen. Ralph Hise (Ralph.Hise@ncleg.gov)

Sen. Brent Jackson (<u>Brent.Jackson@ncleg.gov</u>)

Sen. and Majority Leader Michael V. Lee

(Michael.Lee@ncleg.gov)

Education/Higher Education Appropriation Chairs

Sen. Kevin Corbin (<u>Kevin.Corbin@ncleg.gov</u>)

Sen. Brad Overcash (Brad.Overcash@ncleg.gov)



Outreach To Legislators



- > Know: The role the legislator can play on the principal pay issue
- Ask: "What is the best way to get in touch with you?" (Call, text, email, visit, or Zoom)
- Remember: The Three C's:
 - 1) Be Concise.
 - 2) Be Correct.
 - 3) Be Courteous.
- Communication Timing: Reach out to legislators between <u>June 2-20</u> to maximize impact on final budget negotiations.



Principal Pay Talking Points



- ➤ **Personalize Issue:** Clearly frame the problem with the current principal pay structure. Be specific about your experience and indicate if you have received a salary cut and how much.
- ▶ Phase-In Approach: Propose that lawmakers at least start a phase-in to reform the pay plan this session. Adding complexity measures to base pay can be done at no cost for 2025-2026 (have complexity factors accessible for the conversation).
- > Show Appreciation: Thank the lawmaker(s) for helping to improve the current principal pay structure to attract and retain outstanding principals.



Your Next Steps

- Review the NCPAPA/NCASA principal pay proposal and key supporting documents.
- > **Understand the different components** that impact cost.
- Connect with key legislators about inclusion of the principal pay proposal in the compromise budget.
- Follow up after the conversation with your legislator(s) and be available for any other questions.
- Share any feedback you receive with NCASA and NCPAPA to help us advocate on your behalf.