

FY 2017 School District Annual Expenditure Budget Package

Summary of Significant Changes

[Click here for the Budget Forms Package](#)

Throughout—Removed references to district-sponsored charter school (DSCS). Districts with DSCS reverting back to district schools in FY 2017 should follow instructions on Work Sheets B and C regarding DSCS. (Laws 2016, Ch. 124)

Cover—Additional Information

- **Removed** the Budgeted Current Expenditures by Function lines that were only required for FY 2016.

Page 2

- **Removed** lines for separate reporting of budgeted expenditures for each disability classification defined in A.R.S. §15-761. (Laws 2016, HB2190, §17)

Page 3

- **Added** object codes 6810—Dues and Fees and 6890—Miscellaneous Expenditures to the Purchased Services column.

Page 5—Other Funds—Required Capital Expenditure Detail

- **Added** section to report budgeted amounts in Fund 620—Adjacent Ways so that budget amounts will be available for AFR reporting beginning on the FY 2017 AFR. (A.R.S. §15-904(B), as amended by Laws 2016, Ch. 48, §1)

Page 6—Other Funds

- **Removed** Fund 505—School Plant (Lease 1 Year or Less), Fund 506—School Plant (Sale), and Fund 640—School Plant—Special Construction and designated Fund 500 as the only School Plant Fund. (A.R.S. §15-1102, as amended by Laws 2016, Ch. 242, §2).

Page 7—Calculation of the General Budget Limit (GBL)

- **Removed** line 1(b) related to the RCL Adjustment for Growth as A.R.S. §15-948 was repealed. (Laws 2016, Ch. 124, §20)
- **Added** line 10 to report the estimated increase in budget limits for the 2016 Prop 123 allocation of \$50,000,000 in additional funding provided by Laws 2015, 1st Special Session, Ch. 1, §§2 and 6 that can be budgeted in the M&O and UCO Funds.

Page 8—Calculation of Unrestricted Capital Budget Limit (UCBL) and Classroom Site Fund (CSF) Budget Limit

- **Updated** CSF allocation amount to \$332.

Summary Page 1

- **Modified** the Student Count section to report FYs 2015 and 2016 ADM and **estimate** FY 2017 ADM.

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Work Sheet B

- **Added** information on the use of current and prior year ADM in budget calculations and added lines in section A to include FY 2017 estimated student counts. (Laws 2016, Ch. 124, §17 and Ch. 117, §141)

Work Sheet C

- **Updated** base level amounts, with and without the provision for teacher compensation on line VI.A. (Laws 2016, Ch. 124, §14)
- **Removed** additional inflation line.
- **Modified** line XIII to add incremental monies to the BSL, for districts that operated DSCS in FY 2016. (Laws 2016, Ch. 124, §41 and Laws 2016, Ch. 117, §37)

Work Sheet D

- **Updated** State Support Level per Route Mile amounts in Table I. (Laws 2016, Ch. 124, §19)

Work Sheet H

- **Continued** district additional assistance (DAA) reduction. A formula is provided to calculate the **estimated** reduction amounts based on the reduction percentages provided in Work Sheet H instructions. However, if a district chooses to estimate the reduction in a different manner, the cell is unlocked so that the formula can be overwritten. (Laws 2016, Ch. 124, §§35 and 36)
- **Modified** DAA calculation to move the Capital Transportation Adjustment to the reduction line. This will match the DAA adjustment on the APOR 55-1 report by netting the Capital Transportation and State Budget Reduction Adjustments.

Work Sheet J

- **Updated** the Qualifying Tax Rate (QTR).
- **Continued** the reduction for JTEDs with a prior year ADM of more than 2,000 at 4.5 percent. The reduction amount must be used to reduce the GBL on page 7, line 9.d and/or the UCBL on page 8, line A.10.c (Laws 2016, Ch. 124, §38)
- **Added** Section V—Additional State Aid to Education (ASAE) Information for Department of Revenue (DOR) to assist counties in reporting the information needed by AZ DOR to calculate additional state aid. This section pulls information from other sources in the budget package.

Work Sheet M

- **Removed** lines 6(f) and 6(g) related to Career Ladder and Optional Performance Incentive Program (OPIP) carryforwards as the statutes that previously authorized such carryforwards were repealed from and after June 30, 2015. (Laws 2011, Ch. 29, §14)
- **Removed** 4% limit on M&O Fund budget balance carryforward. (Laws 2016, HB2481, §2 and A.R.S. §15-901.05)