

1 STATE OF OKLAHOMA

2 2nd Session of the 52nd Legislature (2010)

3 HOUSE BILL 2575

By: DeWitt

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5  
6 AS INTRODUCED

7 An Act relating to schools; amending 70 O.S. 2001,  
8 Section 5-135.2, as amended by Section 11, Chapter  
9 472, O.S.L. 2005 (70 O.S. Supp. 2009, Section 5-  
10 135.2), which relates to the Oklahoma Cost Accounting  
11 System; deleting obsolete language; limiting State  
12 Department of Education changes to certain codes and  
13 procedures to no more than once per year; requiring  
14 certain notification; setting certain deadlines;  
15 providing certain exception; providing an effective  
16 date; and declaring an emergency.

17 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

18 SECTION 1. AMENDATORY 70 O.S. 2001, Section 5-135.2, as  
19 amended by Section 11, Chapter 472, O.S.L. 2005 (70 O.S. Supp. 2009,  
20 Section 5-135.2), is amended to read as follows:

21 Section 5-135.2 A. ~~For the 1991-92 school year, school~~  
22 ~~districts shall report financial transactions for all funds, except~~  
23 ~~for the school activity fund, using the Oklahoma Cost Accounting~~  
24 ~~System, as adopted by the State Board of Education pursuant to~~  
~~Section 5-135 of this title. Costs shall be reported by curricular~~  
~~subject area where applicable. For the 1992-93 school year and in~~  
~~each subsequent school year, school~~ School districts shall report

1 financial transactions for all funds using the Oklahoma Cost  
2 Accounting System as adopted by the State Board of Education. Costs  
3 shall be reported by curricular subject area where applicable. On  
4 an annual basis, by February 1, the State Department of Education  
5 shall notify school districts of any changes to the Oklahoma Cost  
6 Accounting System reporting codes and procedures for code usage that  
7 will be in effect for the following fiscal year. School districts  
8 may provide input on the proposed changes to the Department through  
9 March 31. The Department shall finalize the reporting codes and the  
10 procedures for code usage and distribute to school districts by  
11 April 1 for implementation beginning July 1. Reporting codes and  
12 procedures for code usage shall not be changed more than once per  
13 year. The addition of source and project codes to track new sources  
14 of revenue shall not be subject to the deadlines prescribed by this  
15 subsection.

16 B. ~~Beginning July 1, 1991, and in each subsequent~~ Each school  
17 year, the State Department of Education shall reduce the monthly  
18 payment of a district's State Aid funds if, at the time of ~~such~~ the  
19 payment, the district is not operating pursuant to the Oklahoma Cost  
20 Accounting System. The amount of the reduction shall be one percent  
21 (1%) for the first payment, two percent (2%) for the second payment,  
22 three percent (3%) for the third payment, four percent (4%) for the  
23 fourth payment, and five percent (5%) for each subsequent payment.  
24 The reduction may be waived by the State Board of Education if the

1 district can demonstrate that failure to operate pursuant to ~~such~~  
2 the system was due to circumstances beyond the control of the  
3 district and that every effort is being made by the district to  
4 operate pursuant to ~~such~~ the system as quickly as possible.

5 C. No later than September 1 each year, every district board of  
6 education shall prepare a statement of actual income and  
7 expenditures of the district for the fiscal year that ended on the  
8 preceding June 30. The statement of expenditures shall include  
9 functional categories as defined in rules adopted by the State Board  
10 of Education to implement the Oklahoma Cost Accounting System  
11 pursuant to Section 5-135 of this title.

12 D. No later than September 1 each year, every school district  
13 shall transmit a copy of the income and expenditures data required  
14 pursuant to subsection C of this section to the State Department of  
15 Education. The Department shall post the income and expenditure  
16 data on the Internet web site for the Department in a form that is  
17 accessible to the public.

18 SECTION 2. This act shall become effective July 1, 2010.

19 SECTION 3. It being immediately necessary for the preservation  
20 of the public peace, health and safety, an emergency is hereby  
21 declared to exist, by reason whereof this act shall take effect and  
22 be in full force from and after its passage and approval.

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24 52-2-8854 KB 12/29/09