

STATE OF ARIZONA  
30th LEGISLATURE  
1st REGULAR SESSION

SENATE

S. B. 64  
introduced  
January 19, 1971

Referred to	Date	Reported Out	
Rules			
Committee of Whole			
3rd Reading	Aye	No	Absent
House Action			
Sent to Governor			Action

Introduced by Senators Koory, Holsclaw, O'Connor, Knoles, Shaughnessy

AN ACT

RELATING TO EDUCATION; AUTHORIZING THE DEPARTMENT OF EDUCATION TO PREPARE FORMAT OF SCHOOL DISTRICT BUDGETS, AND AMENDING SECTIONS 15-1201, 15-1201.01, 15-1201.02 AND 15-1202, ARIZONA REVISED STATUTES.

- 1 be it enacted by the Legislature of the State of Arizona:  
2 Section 1. Section 15-1201, Arizona Revised Statutes,  
3 is amended to read:  
4 15-1201. School district budget;  
5 form  
6 A. Not later than July 3 each year the governing board  
7 of each common or high school district shall prepare and  
8 furnish to the county school superintendent and the state  
9 superintendent of public instruction a proposed budget  
10 for the current fiscal year, which shall contain the in-  
11 formation and be in THE form as follows: PRESCRIBED BY  
12 THE STATE DEPARTMENT OF EDUCATION WITH APPROVAL OF THE STATE

S.B. 44

1 BOARD OF EDUCATION.

2

3

-----  
 (Name and No. of District)  
-----

4

PROPOSED-SCHOOL-DISTRICT-BUDGET

5

For the fiscal year July 1, 19\_\_ to June 30, 19\_\_

6

7

8

9

10

PURPOSE

PURPOSE	No. of Employees		Adopted Budget	Actual Expenditures	Proposed Budget
	Past-Current		Past	Past	Current
	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year
	19__	19__	19__	19__	19__

11

EX--ADMINISTRATION

12

Salaries

13

Clerk and Employees of School Board

14

(---) (---) -----

15

Superintendent

(---) (---) -----

16

Asst. Superintendent

(---) (---) -----

17

Principals

(---) (---) -----

18

Asst. Principals

(---) (---) -----

19

Other Administrative Officers

(---) (---) -----

20

Secretarial and Clerical Assistants

(---) (---) -----

21

Supplies and Expense

22

School Board

-----

23

Superintendent's Office

-----

24

Principal's Office

-----

25

Travel

-----

26

Total

-----

27

-----

28

S.B. 44

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29  
30  
31  
32  
33  
34  
35  
36

PUNPOSE

ii.--INSTRUCTION

Salaries

Supervisors of Instruction

Guidance & Psychological Personnel

Class-Room Teachers

Other-instructional-Personnel

Librarians

Secretarial & Clerical Assistants

Supplies and Expense

Teaching Supplies

Library Books

Travel

Other

Total

iii.--OPERATION OF SCHOOLS

PLANT

Wages & Salaries

Janitorial Employees

Supplies and Expense

Utilities

Supplies

Travel

Other

Total

	No. of Employees		Adopted Budget	Actual Expenditures	Proposed Budget
	Past Fiscal Year	Current Fiscal Year	Past Fiscal Year	Past Fiscal Year	Current Fiscal Year
	19--	19--	19---	19---	19--
Supervisors of Instruction	(--)	(--)	=====	=====	=====
Guidance & Psychological Personnel	(--)	(--)	=====	=====	=====
Class-Room Teachers	(--)	(--)	=====	=====	=====
Other-instructional-Personnel	(--)	(--)	=====	=====	=====
Librarians	(--)	(--)	=====	=====	=====
Secretarial & Clerical Assistants	(--)	(--)	=====	=====	=====
Supplies and Expense					
Teaching Supplies			=====	=====	=====
Library Books			=====	=====	=====
Travel			=====	=====	=====
Other			=====	=====	=====
Total			=====	=====	=====
iii.--OPERATION OF SCHOOLS					
PLANT					
Wages & Salaries					
Janitorial Employees	(--)	(--)	=====	=====	=====
Supplies and Expense					
Utilities			=====	=====	=====
Supplies			=====	=====	=====
Travel			=====	=====	=====
Other			=====	=====	=====
Total			=====	=====	=====

S.B. 64

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29  
30  
31  
32  
33  
34  
35  
36

PURPOSE

PURPOSE	No. of Employees		Adopted Budget Past Fiscal Year	Actual Expenditures Past Fiscal Year	Proposed Budget Current Fiscal Year
	Past Fiscal Year	Current Fiscal Year			
	19--	19--	19--	19--	19--

IV.---MAINTENANCE OF

SCHOOL-PLANT

Wages & Salaries

Maintenance

Employees

Materials, Supplies and  
Expense

Travel

Contracts

Total

V.---AUXILIARY-AGENCIES

Salaries

Health-Services

Attendance-Ser-  
vice

Pupil-Transporta-  
tion

Lunch-Program

\*Physical-Educa-  
tion--Intra-  
mural

\*Physical-Educa-  
tion--Inter-  
scholastic

\*Prorate---Time-Basis

Expense

Health-Service

Attendance-Ser-  
vice

Physical-Educa-  
tion--intra-  
mural

Interscholastic

5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29  
30  
31  
32  
33  
34

S.B. 64

PURPOSE	No. of Employees		Adopted Budget	Actual Expenditures	Proposed Budget
	Past Fiscal Year	Current Fiscal Year	Past Fiscal Year	Past Fiscal Year	Current Fiscal Year
	19--	19--	19--	19--	19--
Pupil Transportation			-----	-----	-----
bunch-program			-----	-----	-----
Travel			-----	-----	-----
Other			-----	-----	-----
Total			-----	-----	-----
<b>VI:--FIXED-CHARGES</b>					
Rent-or-lease-for-a-period-not-to-exceed-one-year			-----	-----	-----
Insurance-Premiums (Other-Than-Personnel)			-----	-----	-----
Insurance-Premiums for-Personnel			-----	-----	-----
Industrial-Compensation-Premiums			-----	-----	-----
GrArSrr-Contributions			-----	-----	-----
State-Retirement Contributions			-----	-----	-----
Interest-on-Registered-Warrants			-----	-----	-----
Other			-----	-----	-----
Total			-----	-----	-----
<b>VII:--CONTINGENCIES</b>					
<b>VIII:--CAPITAL-OUTLAY</b>					
Textbooks			-----	-----	-----
Athletic-Equipment			-----	-----	-----
Furniture-&Equipment			-----	-----	-----
Transportation Equipment-			-----	-----	-----

S.B. 64

1		No. of		Adopted	Actual	Proposed
2		Employees		Budget	Expend-	Budget
3		Past-Current		Past	tures	Current
4	PURPOSE	Fiscal	Fiscal	Fiscal	Past	Fiscal
5		Year	Year	Year	Fiscal	Year
6		19--	19--	19--	Year	19--
6	Additions, alter-					
7	ations, and im-					
8	provements					
9	a. Salaries and			-----	-----	-----
10	wages			-----	-----	-----
11	b. Materials			-----	-----	-----
12	c. Contracts			-----	-----	-----
13	Other			-----	-----	-----
14	Total			-----	-----	-----
15	IX. TUITION TO OTHER					
16	SCHOOL DISTRICTS			-----	-----	-----
17	Grand Total			-----	-----	-----
18	**BUDGET SIX PER CENT LIMIT CHECK					
19	1. Grand Total Budget Past Fiscal Year			-----	-----	-----
20	2. Subtract Budget Past Fiscal Year for					
21	Capital Outlay (VIII)			-----	-----	-----
22	Unused Tuition to Other School			-----	-----	-----
23	Districts (IX)			-----	-----	-----
24	Amount Overbudgeted Based on Actual			-----	-----	-----
25	Average Daily Attendance			-----	-----	-----
26	3. Equals Total Operational Budget for Past			-----	-----	-----
27	Fiscal Year			-----	-----	-----
28	4. Total of Column 1, Item 10			-----	-----	-----
29	5. Total Operational Budget Per Pupil Per			-----	-----	-----
30	Annum for the Past Fiscal Year (Item			-----	-----	-----
31	3 Divided by Item 4)			-----	-----	-----
32	6. Add:					
33	**State Average for Pupil Per			-----	-----	-----
34	Annum x 65			-----	-----	-----
35	7. Permissible Operational Budget Per Pupil			-----	-----	-----
36	Per Annum for Current Fiscal Year			-----	-----	-----
	(Item 5 + Item 6)			-----	-----	-----
	8. Total of Column 2, Item 10			-----	-----	-----
	(If Total of Column 1, Item 10 is			-----	-----	-----
	larger, such figure may be used			-----	-----	-----
	(A.R.S. 15-1201.01, B)			-----	-----	-----

1	9. -- <del>Permissible Total Operational Budget</del>	
2	<del>for Current Fiscal Year</del>	
3	<del>(Item 7 - x - Item 8)</del>	
4	10. -- <del>Actual Attendance Information</del>	
5	<del>Column 1</del>	<del>Column 2</del>
6	<del>Past</del>	<del>Estimated Current</del>
7	<del>Fiscal Year</del>	<del>Fiscal Year</del>
8	<del>(Actual)</del>	
9	<del>Eligible for State Aid</del>	<del>-----</del>
10	<del>Not eligible for State Aid</del>	<del>-----</del>
11	<del>(a) -- Kindergarten (At</del>	
12	<del>1/2 Average Daily</del>	
13	<del>Attendance)</del>	<del>-----</del>
14	<del>(b) -- Over-21</del>	<del>-----</del>
15	<del>(c) -- Tuition</del>	<del>-----</del>
16	<del>Total Average Daily Attendance</del>	<del>-----</del>

17 ~~Attendance Information and Estimates Approved~~

18 ~~-----~~

19 ~~COUNTY SCHOOL SUPERINTENDENT~~

20 \*Pursuant to section 15-1212, subsection 6, paragraph 5,

21 ~~in the fiscal year beginning July 1, 1969 and thereafter,~~

22 ~~do not execute items 1 through 4. Use item 7 from previous fis-~~

23 ~~cal year as item 5 for current fiscal year except that for the~~

24 ~~school fiscal year 1970-1971 only, use either item 7(a) or item~~

25 ~~7(b) of the previous fiscal year's budget.~~

26 ~~State average per pupil operation cost, as applicable~~

27 ~~to this section and as determined by the records of the state~~

28 ~~superintendent of public instruction, means:~~

29 ~~The average amount budgeted per pupil for common school~~

30 ~~pupils for operational purposes, as defined by this section,~~

31 ~~for the year preceding the current budget year.~~

32 ~~The average amount budgeted per pupil for high school~~

~~pupils for operational purposes, as defined by this section,~~

~~for the year preceding the current budget year.~~

S.B. 64

**SPECIAL LEVIES AND BOND SERVICE**

	Adopted Budget Past Fiscal Year <u>19--</u>	Actual Expendi- tures Past Fiscal Year <u>19--</u>	Proposed Budget Current Fiscal Year <u>19--</u>
PURPOSES			
I-- Special district levy for improvement of adjacent public ways	-----	-----	-----
II-- Special district levy for building fund (Not to exceed 30¢ on \$100 valuation)	-----	-----	-----
III-- Special levy for ex- penditures autho- rized pursuant to section 15-1245 (Memorandum only-- do not add)	-----	-----	-----
IV-- Bonded indebtedness			
Interest	-----	-----	-----
Redemption	-----	-----	-----
Total	-----	-----	-----

d. The board of trustees may, when preparing the school district's budget as required in this section and section 15-1202, budget an amount not to exceed ten per cent of the total of the following budgetary items: III. Operation of school plant, IV. Maintenance of school plant, V. Auxiliary agencies, VI. Fixed charges, as estimated in the proposed budget for the present fiscal year, and place that amount in a special category designated: "VII. Contingencies". This amount may be used for any necessary school expense except salaries, travel, capital outlay, special levies and bond service. Expenditures from the special category provided for by this subsection shall be charged to the appropriate item in the budget but in no event shall the total of the charges to the various budget items exceed the amount estimated for contingencies for the present fiscal year.



S.B. 64

1 C. On or before March 15, ~~beginning with the fiscal year~~  
2 ~~which commences on July 1, 1968,~~ the board of trustees shall  
3 adjust the expenditures based on average daily attendance as  
4 determined by section 15-1212, subsection C, paragraph 5,  
5 so that the total permissible operational budget per pupil  
6 per annum for the current fiscal year does not exceed the  
7 amount shown as ~~item 7 in the budget six per cent limit check~~  
8 THE PERMISSIBLE OPERATIONAL BUDGET PER PUPIL ITEM, WHICH IS  
9 THE TOTAL OPERATIONAL BUDGET PER PUPIL PER ANNUM FOR THE PAST  
10 FISCAL YEAR PLUS THE STATE AVERAGE PER PUPIL PER ANNUM x 6%.\*

11 \*STATE AVERAGE PER PUPIL OPERATION COST, AS APPLICABLE  
12 TO THIS SECTION AND AS DETERMINED BY THE RECORDS OF THE STATE  
13 SUPERINTENDENT OF PUBLIC INSTRUCTION, MEANS:

14 THE AVERAGE AMOUNT BUDGETED PER PUPIL FOR COMMON SCHOOL  
15 PUPILS FOR OPERATIONAL PURPOSES, FOR THE YEAR PRECEDING THE  
16 CURRENT BUDGET YEAR.

17 THE AVERAGE AMOUNT BUDGETED PER PUPIL FOR HIGH SCHOOL  
18 PUPILS FOR OPERATIONAL PURPOSES, FOR THE YEAR PRECEDING THE  
19 CURRENT BUDGET YEAR.

20 Sec. 2. Section 15-1201.01, Arizona Revised Statutes,  
21 is amended to read:

22 15-1201.01. Budget control; exceptions

23 A. The funds budgeted under ~~item VIII of~~ CAPITAL OUTLAY  
24 IN the budget prescribed by section 15-1201 shall be used only  
25 for the purpose of capital outlay.

26 B. For the purposes of the budget six per cent limit  
27 ~~check~~ only, as prescribed by section 15-1201, the actual aver-  
28 age daily attendance for the previous year may be used when  
29 such actual average daily attendance is greater than the esti-  
30 mated actual average daily attendance for the proposed budget  
31 year.

32 C. The budget six per cent limit ~~check~~ as prescribed by  
33 the terms of section 15-1201 shall not apply to any school dis-  
34 trict employing four classroom teachers or less.

5.B.44

1           Sec. 3. Section 15-1201.02, Arizona Revised Statutes,  
2 is amended to read:

3           15-1201.02. Legislative review

4           The legislature shall at least once every four years re-  
5 view the ~~sums-designated-in-item-6(b)-of-the-budget-six-per~~  
6 ~~cent-limit-check~~ PER CENT OF INCREASE BASED ON THE STATE  
7 AVERAGE PER PUPIL OPERATIONAL COST WHICH IS ALLOWED OVER THE  
8 PREVIOUS YEAR'S BUDGET.

9           Sec. 4. Section 15-1202, Arizona Revised Statutes, is  
10 amended to read:

11           15-1202. Presentation of budget to district tax-  
12 payers; notice; meeting; adoption;  
13 expenditures pending final adoption;  
14 limitations on expenditures by school  
15 district; exceptions; elections;  
16 budget of new school district;  
17 budget base

18           A. The board of trustees of each district shall prepare  
19 a notice fixing a time not later than July 10 and designating  
20 a public place within each district at which a meeting will  
21 be held at which the board of trustees will present the pro-  
22 posed budget for consideration of the residents and taxpayers  
23 of the district.

24           B. The board of trustees of each district, prior to the  
25 meeting shall publish a copy of the notice with a copy of the  
26 proposed budget one time in a newspaper of general circulation  
27 within the school district, but if no newspaper is published  
28 therein, publication shall be made in a newspaper published  
29 in the nearest district within the county. The cost of pub-  
30 lication shall be a charge against the school district. The  
31 publisher's affidavit of publication shall be filed by the  
32 board of trustees with the state superintendent of public in-  
33 struction within thirty days after publication.

34           C. At the time and place fixed in the notice the members  
35 of the board of trustees shall hold the meeting and present the

5.B.44

1           Sec. 3. Section 15-1201.02, Arizona Revised Statutes,  
2 is amended to read:

3           15-1201.02. Legislative review

4           The legislature shall at least once every four years re-  
5 view the ~~sums-designated-in-item-6(b)-of-the-budget-six-per~~  
6 ~~cent-limit-check~~ PER CENT OF INCREASE BASED ON THE STATE  
7 AVERAGE PER PUPIL OPERATIONAL COST WHICH IS ALLOWED OVER THE  
8 PREVIOUS YEAR'S BUDGET.

9           Sec. 4. Section 15-1202, Arizona Revised Statutes, is  
10 amended to read:

11           15-1202. Presentation of budget to district tax-  
12 payers; notice; meeting; adoption;  
13 expenditures pending final adoption;  
14 limitations on expenditures by school  
15 district; exceptions; elections;  
16 budget of new school district;  
17 budget base

18           A. The board of trustees of each district shall prepare  
19 a notice fixing a time not later than July 10 and designating  
20 a public place within each district at which a meeting will  
21 be held at which the board of trustees will present the pro-  
22 posed budget for consideration of the residents and taxpayers  
23 of the district.

24           B. The board of trustees of each district, prior to the  
25 meeting shall publish a copy of the notice with a copy of the  
26 proposed budget one time in a newspaper of general circulation  
27 within the school district, but if no newspaper is published  
28 therein, publication shall be made in a newspaper published  
29 in the nearest district within the county. The cost of pub-  
30 lication shall be a charge against the school district. The  
31 publisher's affidavit of publication shall be filed by the  
32 board of trustees with the state superintendent of public in-  
33 struction within thirty days after publication.

34           C. At the time and place fixed in the notice the members  
35 of the board of trustees shall hold the meeting and present the

S.B. 64

1 proposed budget to the residents and taxpayers attending the  
2 meeting. Upon request of any person, the board of trustees  
3 shall explain the budget and any resident or taxpayer may pro-  
4 test the inclusion of any item.

5 D. After the meeting the board of trustees shall adopt  
6 the budget, provided it does not represent an increase per  
7 average daily attendance over the past fiscal year greater  
8 than that shown as ~~item-6~~ THE STATE AVERAGE PER PUPIL PER  
9 ANNUM x 6% ITEM of the budget ~~six-per-cent-limit-check~~, mak-  
10 ing such deductions therefrom as it sees fit, but no additions  
11 thereto, and shall enter the budget as adopted in its minutes.  
12 Not later than July 12 the budget as finally adopted shall be  
13 filed by the board of trustees in triplicate with the county  
14 school superintendent, who shall immediately transmit a copy  
15 to the board of supervisors of the county and a copy to the  
16 state superintendent of public instruction.

17 e. If the budget includes an increase per average daily  
18 attendance over that shown as ~~item-6~~ THE STATE AVERAGE PER PU-  
19 PIL PER ANNUM x 6% ITEM of the budget ~~six-per-cent-limit-check~~,  
20 the board of trustees shall call an election for the purpose of  
21 presenting the budget to the qualified electors of the school dis-  
22 trict who shall by a majority of those voting either affirm or re-  
23 ject such budget. If approved, the proposed budget shall be imme-  
24 diately transmitted to the board of supervisors of the county  
25 and a copy to the state superintendent of public instruction.  
26 If disapproved, an alternate budget which does not include an  
27 increase per average daily attendance over the past fiscal  
28 year of more than that shown as ~~item-6~~ THE STATE AVERAGE PER  
29 PUPIL PER ANNUM x 6% ITEM shall be immediately transmitted to  
30 the board of supervisors and a copy to the state superintendent  
31 of public instruction. If such election is necessary the  
32 notice required pursuant to subsection A of this section shall  
33 be given no later than June 1. The board of trustees shall  
34 publish a copy of the proposed increase in the budget one time  
35 in a newspaper of general circulation within the school dis-  
36 trict, but if no newspaper is published therein, publication

5.B.44

1 shall be made in a newspaper published in the nearest district  
2 within the county. The cost of publication shall be a charge  
3 against the school district. The publisher's affidavit of  
4 publication shall be filed by the board of trustees with the  
5 state superintendent of public instruction within thirty days  
6 after publication.

7 F. If a proposed budget is approved by vote of the people,  
8 the approved per pupil per annum cost shall be entered as ~~item~~  
9- THE TOTAL OPERATIONAL BUDGET PER PUPIL PER ANNUM of the  
10 past fiscal year in the budget six per cent limit check for  
11 use in computations for the following fiscal year.

12 G. Pending final adoption of the budget, a district may  
13 expend not to exceed five per cent of the proposed budget.

14 H. No expenditure shall be made for a purpose not particu-  
15 larly itemized and included in the budget, and no expenditure  
16 shall be made, and no debt, obligation or liability shall be  
17 incurred or created in any year for any purpose itemized in  
18 the budget in excess of the amount specified for such item,  
19 irrespective of whether the district at any time has received  
20 or has on hand funds in excess of those required to meet the  
21 expenditures, debts, obligations and liabilities provided for  
22 under such budget, except pursuant to the provisions of section  
23 15-1245.

24 I. When a new school district is created pursuant to the  
25 provisions of sections 15-404 and 15-408 the trustees shall  
26 adopt a budget in the form ~~set forth~~ AS PROVIDED FOR in section  
27 15-1201 which will provide funds sufficient for operation of  
28 the district during its first year, but thereafter such dis-  
29 trict shall be subject to the provisions of this article.

30 J. The election prescribed by the terms of subsection E  
31 OF THIS SECTION shall be conducted as nearly as practicable in  
32 the manner prescribed in article 1, chapter 13 of this title,  
33 relating to school bond elections. The ballots shall contain  
34 the words "budget increase, yes" and "budget increase, no",  
35 and the voter shall signify his desired choice.