

ASSEMBLY BILL

No. 442

Introduced by Assembly Member Richman

February 14, 2003

An act to amend Section 42122 of the Education Code, relating to school finance.

LEGISLATIVE COUNSEL'S DIGEST

AB 442, as introduced, Richman. School finance: budget disclosures.

Existing law requires the governing board of a school district to approve an annual statement of all receipts and expenditures of the district for the preceding fiscal year and to file the statement with the county superintendent of schools. Existing law requires the board to hold a public hearing on the district's proposed budget and requires the budget to show a complete plan and itemized statement of all proposed expenditures. Existing law requires the governing board of a school district to issue a school accountability report card annually. Existing law requires the school accountability report card to include, among other things, the estimated expenditures per pupil and types of services funding, the quality and currency of textbooks and other instructional materials, the total number of the school's fully credentialed teachers, and the number of teachers relying on emergency credentials.

This bill would impose a state-mandated local program by requiring the governing board to provide to the public a summary of the plan and itemized statement of all proposed expenditures of the school district and to distribute that summary at public hearings where the budget will be discussed. The summary would be required to provided specified information on the prior and proposed fiscal years regarding, among

other things, staffing expenditures, expenditures for facility maintenance, new construction and modernization, average operating expenses per pupil and class, and actual expenditures for books, supplies, and instructional materials.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement, including the creation of a State Mandates Claims Fund to pay the costs of mandates that do not exceed \$1,000,000 statewide and other procedures for claims whose statewide costs exceed \$1,000,000.

This bill would provide that, if the Commission on State Mandates determines that the bill contains costs mandated by the state, reimbursement for those costs shall be made pursuant to these statutory provisions.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

The people of the State of California do enact as follows:

1 SECTION 1. Section 42122 of the Education Code is
2 amended to read:

3 42122. ~~Effective July 1, 1988, each~~ (a) *Each* budget shall
4 show a complete plan and itemized statement of all proposed
5 expenditures of the school district and of all estimated revenues for
6 the ensuing fiscal year, together with a comparison of revenues and
7 expenditures for the existing fiscal year. The budget shall also
8 include the appropriations limit and the total annual appropriations
9 subject to limitation as determined pursuant to Division 9
10 (commencing with Section 7900) of Title 1 of the Government
11 Code. The county superintendent of schools shall from his or her
12 own records supply to the school district any information that the
13 school district may need to make the comparisons required by this
14 section.

15 (b) *Commencing with the budget for the 2005–06 fiscal year,*
16 *each budget shall also include a summary of the complete plan and*
17 *itemized statement required pursuant to subdivision (a). The*
18 *school district shall make the summary available to the public and,*
19 *at a minimum, distribute it at public hearings. The summary shall*
20 *include, but not be limited to, the following information:*



1 (1) *Itemized detail of the actual expenditures for the immediate*
2 *prior fiscal year and proposed current year expenditures on*
3 *salaries, benefits, incentive bonuses, expenses, or other forms of*
4 *remuneration paid to certificated staff, including administrators,*
5 *pupil services personnel, and teachers, and classified staff,*
6 *including paraprofessionals, office workers, clerical employees,*
7 *and others.*

8 (2) *The actual expenditures in the immediate prior fiscal year,*
9 *proposed current year expenditures, and the percentage of any*
10 *increase or decrease budgeted for the current fiscal year,*
11 *segregated by type of credential, for salaries and benefits paid to*
12 *employees assigned to classrooms within the school district.*

13 (3) *The number and percentage of classroom teachers who are*
14 *fully credentialed and employed by the district for the immediate*
15 *prior and the current fiscal years.*

16 (4) *The average total expenditure for a credentialed teacher*
17 *and a noncredentialed teacher, based on salaries and benefit*
18 *packages, and the average amount spent for compensation of the*
19 *10 percent of the credentialed teachers who earn the most and the*
20 *10 percent who earn the least.*

21 (5) *The number and percentage of classroom teachers*
22 *employed by the district for the immediate prior and current fiscal*
23 *years who are serving without full credentials, including holders*
24 *of emergency credentials, university interns, district interns, and*
25 *preinterns.*

26 (6) *The total expenditures for facility maintenance, new*
27 *construction and modernization for the immediate prior and*
28 *current fiscal years, including the number of completed new*
29 *facility projects.*

30 (7) *The average class size by grade levels.*

31 (8) *The average noncapital operating expenses per pupil and*
32 *class for the immediate prior fiscal year and proposed current year*
33 *average noncapital expenditures per pupil.*

34 (9) *The actual expenditures in the immediate prior fiscal year*
35 *and proposed current year expenditures for books and supplies,*
36 *including the total cost of textbooks per pupil, and the total cost of*
37 *textbooks per class.*

38 (10) *The actual expenditures in the immediate prior fiscal year*
39 *and proposed current year expenditures for instructional*

1 *materials, excluding textbooks, per pupil and the total cost of*
2 *instructional materials per class.*

3 *(11) Total district revenue and expenditures and average*
4 *district revenue and expenditures per pupil.*

5 SEC. 2. Notwithstanding Section 17610 of the Government
6 Code, if the Commission on State Mandates determines that this
7 act contains costs mandated by the state, reimbursement to local
8 agencies and school districts for those costs shall be made pursuant
9 to Part 7 (commencing with Section 17500) of Division 4 of Title
10 2 of the Government Code. If the statewide cost of the claim for
11 reimbursement does not exceed one million dollars (\$1,000,000),
12 reimbursement shall be made from the State Mandates Claims
13 Fund.

