

CALIFORNIA
DEPARTMENT OF
EDUCATION**TOM TORLAKSON**

STATE SUPERINTENDENT OF PUBLIC INSTRUCTION

March 15, 2013

Dear County and District Chief Business Officials:

**NEW REQUIREMENT TO POST FISCAL INFORMATION ON DISTRICT WEBSITE
AS A CONDITION OF RECEIPT OF ECONOMIC IMPACT AID FUNDS**

Senate Bill (SB) 754 (Chapter 573, Statutes of 2012) requires school districts to post expenditure and related fiscal information on their websites in order to receive Economic Impact Aid (EIA) funds. Compliance with this law will affect receipt of EIA funds beginning in 2013–14.

This information must be posted in an easily accessible location on school district websites. Because compliance with this provision is a condition of receipt of future EIA funding, the California Department of Education will add a new certification in the Consolidated Application. Before applying for EIA funding for the 2013–14 fiscal year, districts will be required to sign an assurance in the Categorical Allocation and Reporting System submission due July 2013, indicating they have posted the required information for the 2012–13 and 2011–12 fiscal years.

Attachment A [<http://staging.cde.ca.gov/fg/fo/r14/documents/eiaattachmenta.doc>] shows the EIA information required to be posted. Note that district and school level expenditure information is required for two years; all other information is required for only one year. While local educational agencies are not required to report school level financial information in the standardized account code structure, commonly referred to as SACS, Section 4202 of Title V of the California *Code of Regulations* does require school districts to maintain separate accounting records for the EIA program at the school level. The posting requirement in SB 754 comports with that requirement.

Note that if the Local Control Funding Formula proposed in the Governor's Budget is implemented effective July 1, 2013, the EIA program may no longer exist and this requirement may be moot. However, until such time as the EIA program is actually eliminated in statute, school districts must comply with this provision in order to receive future EIA funds.

For questions about the school level reporting required for the EIA program, please contact the EIA program office by phone at 916-319-0256. For questions about the certification or about funding or entitlements for the 2013–14 fiscal year, contact Ross Valentine by phone at 916-327-4405 or by e-mail at rvalenti@cde.ca.gov.

Sincerely,

Peter Foggiate, Director
School Fiscal Services Division

PF:cm

Attachment A [<http://staging.cde.ca.gov/fg/fo/r14/documents/eiaattachmenta.doc>]

Last Reviewed: Thursday, March 21, 2013

National School District
 Summary of Economic Impact Aid (EIA) Funding
 Pursuant to Sentat Bill 754 (Chapter 53, Stutes of 2012)

	Fiscal Year	
	Actual 2011-12	Actual 2012-13 to Date (6/20/2013)
Economic Impact Aid - Compensatory Education (SACS Resource 7090) Funds Expenses	\$ 1,468,118.34	\$ 1,330,767.00
Central School	89,035.86	68,406.68
El Toyon School	63,197.96	54,263.91
Ira Harbison School	63,942.10	62,184.53
Kimball School	66,804.45	80,987.54
Las Palmas School	19,516.70	83,774.42
Lincoln Acres School	121,599.94	40,284.13
Olivewood School	63,662.53	83,894.80
John Otis School	63,140.16	75,748.26
Palmer Way School	35,893.14	59,284.43
Rancho de la Nacion School	95,359.27	50,496.50
Indirect Costs	21,551.99	21,162.78
Administrative Costs	278,453.08	120,367.69
District 7090 Total	\$ 982,157.18	\$ 800,855.67
Economic Impact Aid - Limited English Proficient (SACS Resource 7091) Funds Expenses	\$ 2,442,764.49	\$ 2,186,186.00
Central School	147,886.97	151,369.77
El Toyon School	132,827.34	86,029.02
Ira Harbison School	80,787.23	116,328.20
Kimball School	82,965.29	117,635.45
Las Palmas School	201,889.63	178,891.32
Lincoln Acres School	45,312.35	182,338.43
Olivewood School	178,296.16	180,484.94
John Otis School	104,267.83	107,736.00
Palmer Way School	153,886.13	135,005.54
Rancho de la Nacion School	193,339.10	122,345.44
Indirect Costs	42,694.83	46,241.57
Administrative Costs	101,703.07	255,695.16
District 7091 Total	\$ 1,465,855.93	\$ 1,680,100.84
Unexpended Balance of EIA Funds	1,462,869.72	1,035,996.49
Explanation of why all of the funds have not been expended.	<p>The District has been placed in a precarious fiscal position by the state of California as a result of the deferrals of state aid. Nearly 40% of all state aid to the District was deferred in 2011-12. As a result, the Accounts Receivables of the District were in excess of \$11,000,000 on only \$28,000,000 in revenues. This created an extreme cash hardship, and necessitated the District not fully expending these funds for cash purposes. Had the County of San Diego not lent approximately \$7,800,000 at the end of 2011-12, the National School District would have had a General Fund Cash with more than minus \$2,000,000. Additionally had the District spent these funds down completely, these negative cash positions would have been greater.</p>	