

Secretary of State
Certificate and Order for Filing
PERMANENT ADMINISTRATIVE RULES

I certify that the attached copies* are true, full and correct copies of the PERMANENT Rule(s) adopted on [2/15/08] by the
Date prior to or same as filing date

Board of Education 58100

Agency and Division Administrative Rules Chapter Number

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to become effective [2/22/08]. Rulemaking Notice was published in the [December 2007] Oregon Bulletin.**
Date upon filing or later Month and Year

RULE CAPTION

Deletes specific references to Program Budget and Accounting Manual edition used by school districts.

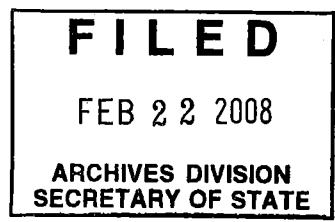
Not more than 15 words that reasonably identifies the subject matter of the agency's intended action.

RULEMAKING ACTION

List each rule number separately (000-000-0000)

Secure approval of new rule numbers (Adopted or Renumbered rules) with the Administrative Rules Unit prior to filing.
ADOPT:

AMEND: 581-023-0035
581-023-0041



REPEAL:

RENUMBER: Secure approval of rule numbers with the Administrative Rules Unit prior to filing.

AMEND & RENUMBER: Secure approval of rule numbers with the Administrative Rules Unit prior to filing.

Stat. Auth.: ORS 326.051 and 327.125

Other Auth.:

Stats. Implemented: ORS 327.125

RULE SUMMARY

Amendment deletes references to 2006 edition of program budget and Accounting Manual published by Oregon Department of Education

Cindy Hunt
Printed name

2/22/08
Date

Authorized Signer

*With this original, file one photocopy of certificate, one paper copy of rules listed in Rulemaking Actions, and electronic copy of rules. **The Oregon Bulletin is published the 1st of each month and updates rules found in the OAR Compilation. For publication in Bulletin, rule and notice filings must be submitted by 5:00 pm on the 15th day of the preceding month unless this deadline falls on a weekend or legal holiday, when filings are accepted until 5:00 pm on the preceding workday. ARC 930-2005

OPE 5-2008

Final

581-023-0035

Budgeting and Accounting for Schools

Rules governing the budgeting and accounting systems for schools and the school systems of accounts are contained in Chapter 2 of the **Program Budgeting and Accounting Manual**, published by the Oregon Department of Education. The State Board of Education adopts this publication to govern budgeting and accounting systems for schools.

[Publications: Publications referenced are available from the agency.]

Stat. Auth.: ORS 326.051 & 327.125

Stats. Implemented: ORS 294.356 & 327.125

581-023-0041

Computation of Net Operating Expenditures

(1) The computation of "net operating expenditures" under ORS 327.006 shall be made as follows, using accounts as herein defined for the General Fund and subject to such items of exclusion as are stated in this rule.

(a) Instruction (K-12, regular school year):

(A) Regular Programs (function 1100 except functions 1113, 1122, 1132, and 1140) -- \$_____;

(B) Special Programs (function 1200) -- \$_____;

(C) *Total Approved Instruction* ((a)(A) + (B)). -- \$_____(a).

(b) Supporting Services:

(A) Students (function 2100) -- \$_____;

(B) Instructional Staff (function 2200) -- \$_____;

(C) General Administration (function 2300) -- \$_____;

(D) School Administration (function 2400) -- \$_____;

(E) Business (functions 2510, 2520, 2540, and 2570); \$_____;

(F) Central (function 2600) -- \$____;

(G) *Total Approved Supporting Services* ((b)(A) + (B) +(C) + (D) + (E) + (F)) -- \$____(b).

(c) Subtotal ((a) + (b)) -- \$____(c);

(d) Tuition and Services Receipts (revenue code 1310 + revenue code 1940) -- \$____(d);

(e) Approved Net Operating Expenditures for Resident Pupils (c) minus (e) (d) -- \$____(e).

(2) The following expenditure items are excluded from the computation:

(a) Co-curricular expenditures, instruction functions only;

(b) All capital outlay expenditures;

(c) **Workforce Investment Act** or ESEA funded expenditures;

(d) Expenditures for programs operated under 343.261; and 343.961.

(e) Expenditures for programs operated under 343.455; and 343.534.

(f) Indian Education funded expenditures.

(3) Approved expenditures by function/object used in the computation shall be restricted to the General Fund:

(4) Approved function and object codes used in the computation are defined in the **Program Budgeting and Accounting Manual**, published by the Oregon Department of Education.

(5) Questions regarding approvable items in the administration of this rule shall be resolved by the State Superintendent of Public Instruction and the Superintendent's determination shall be final.

(6) The provisions of this administrative rule shall apply to all statutory references to 'net operating expenditures'. Any change made in the accounting system by the State Board of Education shall be reflected by corresponding adjustments in functions and object codes stated in the rule.

[Publications: Publications referenced are available from the agency.]

Stat. Auth.: ORS 327.125

Stats. Implemented: ORS 327.006(6) & ORS 327.008