

State of Arizona
Senate
Fifty-third Legislature
Second Regular Session
2018

CHAPTER 250
SENATE BILL 1152

AN ACT

AMENDING TITLE 15, CHAPTER 9, ARIZONA REVISED STATUTES, BY ADDING ARTICLE 9; RELATING TO SCHOOL DISTRICT BUDGETING AND FINANCIAL ASSISTANCE.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:
2 Section 1. Title 15, chapter 9, Arizona Revised Statutes, is
3 amended by adding article 9, to read:

4 ARTICLE 9. FEDERAL MONIES RECEIVED
5 BY THE DEPARTMENT OF EDUCATION

6 15-1051. Definition of noncustodial federal monies

7 IN THIS ARTICLE, UNLESS THE CONTEXT OTHERWISE REQUIRES,
8 "NONCUSTODIAL FEDERAL MONIES":

9 1. MEANS FEDERAL MONIES THAT ARE RECEIVED BY THE DEPARTMENT OF
10 EDUCATION AND THAT MEET AT LEAST ONE OF THE FOLLOWING CRITERIA:

11 (a) ARE DESIGNATED BY THE FEDERAL GOVERNMENT AS BLOCK GRANT MONIES.

12 (b) ARE DESIGNATED BY THE FEDERAL GOVERNMENT AS GENERAL REVENUE
13 SHARING MONIES.

14 (c) PROVIDE THIS STATE WITH BROAD AUTHORITY TO MAKE SPENDING
15 DECISIONS REGARDING THE DEVELOPMENT, IMPLEMENTATION OR OPERATION OF A
16 PROGRAM OR SERVICE.

17 (d) ARE CONSIDERED ESSENTIAL TO MEET TOTAL SPENDING OBLIGATIONS OF
18 A FEDERALLY REQUIRED OR MATCHED PROGRAM OR SERVICE AUTHORIZED BY THE
19 LEGISLATURE IN WHICH THE FEDERAL GOVERNMENT REQUIRES AT LEAST ONE PERCENT
20 OF THE PROGRAM OR SERVICE FUNDING TO COME FROM THIS STATE.

21 2. DOES NOT INCLUDE FEDERAL MONIES AWARDED DIRECTLY TO SCHOOL
22 DISTRICTS OR CHARTER SCHOOLS.

23 15-1052. Receipt of federal monies; accounting; report

24 THE DEPARTMENT OF EDUCATION SHALL ACCOUNT FOR ALL FEDERAL MONIES IT
25 RECEIVES IN SEPARATE ACCOUNTS OR FUNDS AS NECESSARY TO MEET ACCOUNTING,
26 BUDGETARY AND AUDITING REQUIREMENTS. THE DEPARTMENT OF EDUCATION MAY USE
27 THE MOST EFFICIENT SYSTEM OF ACCOUNTS AND RECORDS, CONSISTENT WITH LEGAL
28 REQUIREMENTS AND STANDARDS AND NECESSARY FISCAL SAFEGUARDS. THE
29 DEPARTMENT OF EDUCATION SHALL PROVIDE A REPORT DETAILING ALL FEDERAL
30 MONIES RECEIVED BY THE DEPARTMENT OF EDUCATION, INCLUDING DIFFERENTIATING
31 BETWEEN NONCUSTODIAL FEDERAL MONIES AND ALL OTHER FEDERAL MONIES AND HOW
32 MONIES WERE ALLOCATED DURING EACH FISCAL YEAR. THE DEPARTMENT OF
33 EDUCATION SHALL SUBMIT THE REPORT ON OR BEFORE DECEMBER 1 OF EACH YEAR TO
34 THE JOINT LEGISLATIVE BUDGET COMMITTEE FOR REVIEW.

APPROVED BY THE GOVERNOR APRIL 17, 2018.

FILED IN THE OFFICE OF THE SECRETARY OF STATE APRIL 17, 2018.