

C. School Finance

7. CAPITAL OUTLAY FLEXIBILITY REDUCTION

RESOLUTION:

ASBSD opposes gradual reduction of the percentage of capital outlay dollars a district can use to supplement its general fund, as granted by law.

RATIONALE:

The flexibility granted in 2013, which will expire on June 30, 2018, is consistent with the purposes of capital outlay, allows for local control over locally generated funds, and frees up much-needed general fund resources. A proposed timeline would reduce the percentage of capital outlay dollars being used for general fund expenses to 40 percent in FY '15, to 30 percent in FY '16, to 20 percent in FY '17 and 10 percent in FY '18, without a plan to replace the lost funding used by as a supplement by districts.

ADOPTED: