

BUDGET

On or before July 1 of each year, the Board shall adopt a budget as prescribed by the Superintendent of Public Instruction (SPI). (Education Code 42126, 42127)

Public Hearing

The agenda for the public hearing on the district budget shall be posted at least 72 hours before the hearing and shall indicate the location where the budget may be inspected. The proposed budget shall be available for public inspection at least three working days before this hearing. (Education Code 42103, 42127, 52062)

The Superintendent or designee shall notify the County Superintendent of Schools of the location, and dates, at which the proposed budget may be inspected, as well as the location, date, and time of the public hearing, in sufficient time for the County Superintendent to publish such information in a newspaper of general circulation at least 10 days but not more than 45 days before the hearing, as required by Education Code 42103.

Whenever the proposed district budget includes a combined assigned and unassigned ending fund balance that exceeds the minimum recommended reserve for economic uncertainties adopted by the State Board of Education, the district shall provide, for each fiscal year included in the budget, the following information for public review and discussion at the public hearing: (Education Code 42127; 5 CCR 15450)

1. The minimum recommended reserve for economic uncertainties
2. The combined assigned and unassigned ending fund balances that are in excess of the minimum recommended reserve
3. A statement of reasons substantiating the need for the combined assigned and unassigned ending balances that are in excess of the minimum recommended reserve

Budget Review Committee for Disapproved Budgets

If the district's budget is disapproved by the County Superintendent for any reason other than disapproval of the district's LCAP or annual update to the LCAP, the budget shall be reviewed by a budget review committee, unless the Board and County Superintendent agree to waive the requirement and the California Department of Education accepts the waiver. (Education Code 42127)

BUDGET (continued)

This committee shall consist of either: (Education Code 42127.1, 42127.2)

1. Three persons selected by the Board from a list of candidates provided by the Superintendent of Public Instruction (SPI), who shall be selected within five working days after receiving the list of candidates
2. A regional review committee selected and convened by the County Superintendent with the approval of the Board and SPI

If the budget review committee recommends disapproval of the district budget, the Board may submit a response to the SPI no later than five working days after receipt of the committee's report. The response may include any revisions to the adopted final budget and any other proposed actions to be taken as a result of the committee's recommendations. (Education Code 42127.3)

If the SPI disapproves the district budget after reviewing the committee's report and the district's response, the Board shall consult with the County Superintendent to develop and adopt, by December 31, a fiscal plan and budget that will allow the district to meet its current fiscal year and multiyear financial obligations. For the current fiscal year, the district shall operate in accordance with the budget adopted by the County Superintendent. (Education Code 42127.3)

Until the district receives approval of its budget, it shall continue to operate either on the basis of the prior year's budget or on the basis of the current year's unapproved budget as adopted and revised by the Board, whichever budget contains a lower total spending authority. (Education Code 42127.4)

Policy Reference Disclaimer: These references are not intended to be part of the policy itself, nor do they indicate the basis or authority for the board to enact this policy. Instead, they are provided as additional resources for those interested in the subject matter of the policy.

State References

5 CCR 15060
5 CCR 15440-15451
5 CCR 15494-15497

Ed. Code 1240
Ed. Code 33127-33131

Ed. Code 41202

Ed. Code 42103
Ed. Code 42122-42129
Ed. Code 42130-42134
Ed. Code 42140-42142
Ed. Code 42238-42251

Description

Standardized account code structure
Criteria and standards for school district budgets
Local control and accountability plan and spending requirements
County superintendent of schools, duties
Standards and criteria for local budgets and expenditures
Determination of minimum level of education funding
Publication of proposed budget; hearing
Budget requirements
Financial reports and certifications
Public disclosure of fiscal obligations
Apportionments to districts

BUDGET (continued)**State References** (continued)

Ed. Code 42238.01-42238.07

Ed. Code 42602

Ed. Code 42610

Ed. Code 45253

Ed. Code 45254

Ed. Code 52060-52077

Gov. Code 21710-21716

Gov. Code 7900-7914

Description

Local control funding formula

Use of unbudgeted funds

Appropriation of excess funds and limitation thereon

Annual budget of personnel commission

First year budget of personnel commission

Local control and accountability plan

California Employer's Pension Prefunding Trust Program

Appropriations limit

Management Resources

California Department of Education Publication

California Department of Education Publication

Fiscal Crisis & Management Assistance Team Pub.

Government Finance Officers Association

Governmental Accounting Standards Board Statement

Governmental Accounting Standards Board Statement

Website

Website

Website

Website

Website

Website

Website

Website

Description

New Requirements for Reporting Fund Balance in Governmental Funds, January 7, 2011

California School Accounting Manual
Fiscal Oversight Guide for AB 1200, AB 2756 and Subsequent Related Legislation, December 2015

Best Practice: Fund Balance Guidelines for the General Fund, September 2015

Statement 54, Fund Balance Reporting and Governmental Fund Type Definitions, February 2009

Statement 75, Accounting and Financial Reporting for Post-employment Benefits Other Than Pensions, June 2015

Governmental Accounting Standards Board

California Department of Finance

California Department of Education, Finance and Grants

Government Finance Officers Association

Association of California School Administrators

CSBA

Fiscal Crisis and Management Assistance Team

School Services of California, Inc.

Cross References

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0400

0415

0440

0460

1220

1330.1

1340

1400

2210

2230

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3110

Description

Vision

Goals For The School District

Comprehensive Plans

Equity

District Technology Plan

Local Control And Accountability Plan

Citizen Advisory Committees

Joint Use Agreements

Access To District Records

Relations Between Other Governmental Agencies And The Schools

Administrative Discretion Regarding Board Policy

Representative And Deliberative Groups

Concepts And Roles

Transfer Of Funds

BUDGET (continued)**Cross References** (continued)

	Description
3220.1	Lottery Funds
3230	Federal Grant Funds
3231	Impact Aid
3260	Fees And Charges
3270	Sale And Disposal Of Books, Equipment And Supplies
3280	Sale Or Lease Of District-Owned Real Property
3300	Expenditures And Purchases
3312	Contracts
3350	Travel Expenses
3400	Management Of District Assets/Accounts
3460	Financial Reports And Accountability
3470	Debt Issuance And Management
3510	Green School Operations
3511	Energy And Water Management
3540	Transportation
3551	Food Service Operations/Cafeteria Fund
3553	Free And Reduced Price Meals
3580	District Records
413	Staff Development
4131.1	Teacher Support And Guidance
4141	Collective Bargaining Agreement
4143	Negotiations/Consultation
415	Employee Compensation
414	Health And Welfare Benefits
456.2	Awards And Recognition
4231	Staff Development
4241	Collective Bargaining Agreement
4243	Negotiations/Consultation
4251	Employee Compensation
4254	Health And Welfare Benefits
4256.2	Awards And Recognition
4331	Staff Development
4351	Employee Compensation
4354	Health And Welfare Benefits
4356.2	Awards And Recognition
6000	Concepts And Roles
6020	Parent Involvement
6141	Curriculum Development And Evaluation
6141.4	International Baccalaureate Program
6141.5	Advanced Placement
6151	Class Size
6173.1	Education For Foster Youth
6174	Education For English Learners
6181	Alternative Schools/Programs Of Choice
7160	Charter School Facilities
7210	Facilities Financing
9000	Role Of The Board
9130	Board Committees
9140	Board Representatives
9240	Board Training

BUDGET (continued)

Cross References (continued)

9250
9250-E(1)
9320
9322
9323

Description

Remuneration, Reimbursement And Other Benefits
Remuneration, Reimbursement And Other Benefits
Meetings And Notices
Agenda/Meeting Materials
Meeting Conduct

Regulation
approved: September 8, 1994
revised: June 23, 2011
revised: May 12, 2022

MURRIETA VALLEY USD
Murrieta, California