1	STATE OF OKLAHOMA
2	1st Session of the 59th Legislature (2023)
3	HOUSE BILL 2080 By: Caldwell (Chad)
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6	AS INTRODUCED
7	An Act relating to schools; amending 70 O.S. 2021, Section 18-124, which relates to State Aid; removing certain limitation on administrative services
9	expenditures; modifying school attendance requirements for certain limitation; updating
10	definition for administrative services; deleting outdated reference; providing an effective date; and
11	declaring an emergency.
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14	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
15	SECTION 1. AMENDATORY 70 O.S. 2021, Section 18-124, is
16	amended to read as follows:
17	Section 18-124. A. Any school district with an average daily
18	attendance (ADA) of more than one thousand five hundred (1,500)
19	students for the preceding year which expends for administrative
20	services in the 2005-06 school year or any school year thereafter,
21	less expenditures for legal services, more than five percent (5%) of
22	the amount it expends for total expenditures, less expenditures for
23	legal services, shall have the amount which exceeds the five percent
- -	and and another mater and the percent

(5%) withheld the following year from the Foundation and Salary

Incentive Aid for the school district.

B. Any school district with an average daily attendance (ADA) of more than five hundred (500) students but not more than one thousand five hundred (1,500) students for the preceding year which expends for administrative services in the 2005-06 school year or any school year thereafter, less expenditures for legal services, more than seven percent (7%) of the amount it expends for total expenditures, less expenditures for legal services, shall have the amount which exceeds the seven percent (7%) withheld the following year from the Foundation and Salary Incentive Aid for the school district.

G. B. Any school district with an average daily attendance (ADA) of five hundred (500) or fewer students for the preceding year which expends for administrative services in the 2005-06 school year or any school year thereafter, less expenditures for legal services, more than eight percent (8%) of the amount it expends for total expenditures, less expenditures for legal services, shall have the amount which exceeds the eight percent (8%) withheld the following year from the Foundation and Salary Incentive Aid for the school district.

D. C. For purposes of this section, "administrative services" means costs associated with:

1 1. Staff expenditures for the administration of schools and 2 school districts including, but not limited to, expenditures for the board of education+ 3 4 2. The secretary/clerk for the board of education; 3. Staff relations; 5 4. Negotiations staff; 6 7 5. Immediate staff of the superintendent, any elementary superintendent or any assistant superintendent; 8 9 6. Any superintendent, elementary superintendent, or assistant 10 superintendent; 7. Any employee of a school district employed as a director, 11 coordinator, supervisor, or who has responsibility for 12 1.3 administrative functions of a school district; and 14 8. Any consultant hired by the school district administration 15 of school districts, superintendent and other school district 16 administrative employees and support staff, principals and other 17 school administrative employees and administrative support staff, 18 full-time department chairpersons, graduation expenses, and business 19 and central offices expenditures including, but not limited to, 20 fiscal services, budgeting, payroll, purchasing, storage, material 21 distribution, planning, research, evaluation, staff recruitment, and 22 data processing.

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E. D. If an employee of a school district is employed in a

position where part of the employee's time is spent as an

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administrator and part of the time is spent in nonadministrative functions, the percentage of time spent as an administrator shall be included as administrative services. A superintendent who spends part of the time performing exempted nonadministrative services such as teaching in the classroom, serving as a principal, counselor, or library media specialist, can code up to forty percent (40%) of their salary to other nonadministrative functions. The total amount of time a superintendent of a school district spends performing services for a school district shall be included as administrative services even if part of the time the superintendent is performing nonexempted nonadministrative service functions. The total amount received by a superintendent from the school district as salary, for the performance of administrative and nonexempted nonadministrative services, shall be recorded under the code for superintendent salary as provided for in the Oklahoma Cost Accounting System.

 $\overline{F}$ . Each school site within a school district shall take steps to ensure that the administrative costs for the school comply with the expenditure limits established for school districts in this section.

G. F. Funds withheld pursuant to the provisions of this section shall be distributed through the State Aid formula to the districts not so penalized.

H. For the 2003-04 and 2004-05 school year, school districts shall report to the State Department of Education the costs

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    associated with administrative services for the school district as
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    defined in subsection D of this section.
        SECTION 2. This act shall become effective July 1, 2023.
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        SECTION 3. It being immediately necessary for the preservation
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    of the public peace, health or safety, an emergency is hereby
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    declared to exist, by reason whereof this act shall take effect and
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    be in full force from and after its passage and approval.
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