

## Expenditure Exclusions (§79-1028.01) Requiring State Board Approval for 2019/20

- ◆ Special Grants not listed on the Special Grant Fund List
  - *Provide a brief description and purpose of the grant and the dollar amount of the grant.*
- ◆ Supplementary Grants listed on the Special Grant Fund List
  - Insurance Settlements
  - Interfund Loans
  - Reimbursements for Wards of the Court
  - Repayments to County Governments for Previous Overpayments
  - Short-Term Borrowings
  - Special Supplementary Grants from City or County Government
    - *Provide a brief description and purpose of the grant and the dollar amount.*
  - Special Supplementary Grants from Corporations, Foundations or Other Private Interests
    - *Provide a brief description and purpose of the grant, and the dollar amount.*
- ◆ Infrastructure damaged by a natural disaster
- ◆ Judgments not paid by liability insurance
- ◆ Distance Education Courses
  - *Available to school districts that receive monies from other educational entities for providing distance education courses.*
- ◆ Voluntary Termination Agreement Incentives
  - Incentives paid for voluntary termination agreements which have been approved within timeframes listed below with **certificated STAFF who are retiring prior to September 1, 2017**:
    - *Prior to July 1, 2009, or*
    - *Occurring on or after the last day of the 2010/11 school year and prior to the first day of the 2013/14 school year, or*
    - *Occurring on or after the first day of the 2013/14 school year. The request must include the net cost savings over five years.*
  - Incentives paid for voluntary termination agreements with **certificated TEACHERS beginning September 1, 2017**, that meet the following stipulations:
    - The value of current and future incentives will not exceed \$35,000 in total.
    - All incentives must be paid within five (5) years of agreement or until the certificated teacher becomes eligible for Medicare -- whichever occurs first.
    - The voluntary termination agreement was not part of any collective bargaining agreement.
    - The payment of incentives must result in a net savings in salary and benefit to the district over a five-year period.
  - Incentives paid for agreements with **certificated EMPLOYEES** for voluntary terminations resulting from **a collective bargaining agreement** signed and in place **prior to September 1, 2017**. The following details the amounts eligible as an expenditure exclusion for this category of Voluntary Termination Agreements:

- For retirements occurring between September 1, 2019 and August 31, 2020, 25% of the total incentives paid by the district during the 2019/20 school year would be eligible for the expenditure exclusion. (i.e. \$10,000 retirement incentive paid by district equals a \$2,500 Expenditure Exclusion for the district.)
  - The percentage eligible as an expenditure exclusion for retirements from voluntary termination agreements resulting from a collective bargaining agreement reduces by 25% until zeroed out:
    - 2019/20 year – 25% of incentives paid out for voluntary termination agreements are eligible as an expenditure exclusion
    - 2020/21 year – no longer eligible as an expenditure exclusion.
  - ***The Voluntary Termination Agreement exclusion is not allowed for any incentives paid for voluntary termination agreements resulting a collective bargaining agreement signed and in place September 1, 2017 and after.***
- ◆ Retirement Contribution Increase
    - *The employer's contribution rate for 2019/20 is 9.88%.*
  - ◆ Native American Impact Aid
  - ◆ New Elementary Attendance Site(s)
  - ◆ 2018/19 Early Childhood Education Grants for 2019/20 Expenditure Exclusion
  - ◆ Retirement Incentive Plans and Staff Development Assistance
    - *Available only to school districts that reorganized or unified for the 2019/20 school year.*

***Please note: Round expenditure exclusion requests to the nearest dollar.***

***The information listed above is current as of May 1, 2019.***