

FILED

**Jane Dee Hull
Secretary of State**

State of Arizona
Senate
Forty-second Legislature
Second Regular Session
1996

CHAPTER 124

SENATE BILL 1180

AN ACT

AMENDING TITLE 15, CHAPTER 10, ARTICLE 1, ARIZONA REVISED STATUTES, BY ADDING SECTION 15-1108; RELATING TO SCHOOL DISTRICT FUNDS.

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Title 15, chapter 10, article 1, Arizona Revised Statutes,
3 is amended by adding section 15-1108, to read:

4 15-1108. District services fund

5 A. A SCHOOL DISTRICT GOVERNING BOARD MAY ESTABLISH DISTRICT SERVICES
6 PROGRAMS TO PROVIDE GOODS OR SERVICES, EXCLUDING SERVICES PROVIDED PURSUANT
7 TO SECTION 15-213, TO DISTRICT SCHOOLS OR DEPARTMENTS OR OTHER SCHOOL
8 DISTRICTS AND MAY CHARGE USERS ON A COST REIMBURSEMENT BASIS. REVENUES FROM
9 THE OPERATION OF A DISTRICT SERVICES PROGRAM SHALL BE TRANSMITTED TO THE
10 COUNTY TREASURER FOR DEPOSIT IN A DISTRICT SERVICES FUND. THE GOVERNING
11 BOARD MAY EMPLOY PERSONNEL, PURCHASE SUPPLIES AND EQUIPMENT AND INCUR OTHER
12 NECESSARY EXPENSES RELATED TO THE OPERATION OF A DISTRICT SERVICES PROGRAM.
13 EXAMPLES OF DISTRICT SERVICES PROGRAMS INCLUDE PRINTING AND DUPLICATING, DATA
14 PROCESSING AND MOTOR POOL SERVICES.

15 B. A DISTRICT SERVICES FUND SHALL BE ACCOUNTED FOR AS PRESCRIBED IN
16 THE UNIFORM SYSTEM OF FINANCIAL RECORDS PURSUANT TO CHAPTER 2, ARTICLE 4 OF
17 THIS TITLE. A SCHOOL DISTRICT GOVERNING BOARD MAY ADVANCE MONIES FROM THE
18 MAINTENANCE AND OPERATION FUND INTO THE DISTRICT SERVICES FUND TO COVER
19 START-UP COSTS. MONIES IN THE DISTRICT SERVICES FUND ARE NOT SUBJECT TO
20 REVERSION AT THE END OF THE FISCAL YEAR. THE GOVERNING BOARD MAY DIRECT THE

1 COUNTY TREASURER TO ESTABLISH A SEPARATE FUND PURSUANT TO THIS SECTION FOR
2 EACH DISTRICT SERVICES PROGRAM.

3 C. A SCHOOL OR DEPARTMENT MAY CHOOSE NOT TO PURCHASE SERVICES FROM A
4 DISTRICT SERVICES PROGRAM IF THE SCHOOL OR DEPARTMENT DETERMINES THAT IT IS
5 MORE ADVANTAGEOUS FOR THE SCHOOL OR DEPARTMENT TO PROCURE THE SERVICES FROM
6 ANOTHER SOURCE.

7 D. THE PROVISIONS OF THIS SECTION SHALL NOT BE UTILIZED TO REPLACE
8 SERVICES PROVIDED TO A SCHOOL DISTRICT BY A PRIVATE ENTERPRISE AS DEFINED IN
9 SECTION 41-2751.

APPROVED BY THE GOVERNOR APRIL 9, 1996.

FILED IN THE OFFICE OF THE SECRETARY OF STATE APRIL 10, 1996