

SHB 2140 - H AMD TO H AMD (H-3105.1/19) **817**
By Representative Stokesbary

NOT ADOPTED 04/26/2019

1 On page 8, after line 33, insert the following:

2 "Sec. 5. RCW 43.09.2856 and 2018 c 266 s 406 are each amended to
3 read as follows:

4 (1) Beginning with the 2019-20 school year, to ensure that school
5 district local revenues are used solely for purposes of enriching the
6 state's statutory program of basic education, the state auditor's
7 regular financial audits of school districts must include a review of
8 the expenditure of school district local revenues for compliance with
9 RCW 28A.150.276, including the spending plan approved by the
10 superintendent of public instruction under RCW 28A.505.240 and its
11 implementation, and any supplemental contracts entered into under RCW
12 28A.400.200.

13 (2) If an audit under subsection (1) of this section results in
14 findings that a school district has failed to comply with these
15 requirements, then within ninety days of completing the audit the
16 auditor must report the findings to the superintendent of public
17 instruction, the office of financial management, and the education
18 and operating budget committees of the legislature. If the
19 superintendent of public instruction receives a report of findings
20 from the state auditor that an expenditure of a school district is
21 out of compliance with the requirements of RCW 28A.150.276, and the
22 finding is not resolved in the subsequent audit, the maximum taxes
23 levied for collection by the school district under RCW 84.52.0531 in
24 the following calendar year shall be reduced by the expenditure
25 amount identified by the state auditor.

26 (3) The use of the state allocation provided for professional
27 learning under RCW 28A.150.415 must be audited as part of the regular
28 financial audits of school districts by the state auditor's office to
29 ensure compliance with the limitations and conditions of RCW
30 28A.150.415."

31 Renumber the remaining sections consecutively, correct any
32 internal references accordingly, and correct the title.

EFFECT: If the Superintendent of Public Instruction receives a report of findings from the State Auditor that an expenditure of a school district is out of compliance with the requirements of RCW 28A.150.276, and the finding is not resolved in the subsequent audit, the maximum taxes levied for collection by the school district under RCW 84.52.0531 in the following calendar year must be reduced by the expenditure amount identified by the state auditor.

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