May 2018 SACS Forum Minutes, Attachment B

California Department of Education, School Fiscal Services Division

# SACS Forum Minutes - May 16, 2018 Proposed SACS2018 Software Modifications (Attachment B)

## Revised Fund Forms

* **Forms 01/01I, 09/09I, and 62/62I**—Other State Revenue Section.
* For Budget/Unaudited Actuals periods: Shaded the Budget column for Resource 7405, Common Core State Standards Implementation Funds / Object 8590 detail line.
* For Interim periods: Removed the detail line for Resource 7405, Common Core State Standards Implementation Funds / Object 8590, All Other State Revenue, and moved Resource 7405 to the “All Other” Object 8590 line.
* ***Forms 01/01I****—Other State Revenue Section.*
* *Added new Resource 6685, Tobacco Use Prevention Education (TUPE) Prop. 56: COE Technical Assistance Grants, to the Drug/Alcohol/Tobacco Funds detail line for Object 8590, All Other State Revenue, effective 2017–18. Applies to COEs only.*
* **Forms 01/01I, 09/09I, and 62/62I**—Other State Revenue Section.
* Added new Resource 6695, Tobacco Use Prevention Education (TUPE) Prop. 56: Local Assistance, to the Drug/Alcohol/Tobacco Funds detail line for Object 8590, All Other State Revenue, effective 2017–18.
* **Forms 01/01I, 09/09I, 11/11I and 62/62I**—Other Federal Revenue Section.
* Form 11/11I only. Removed the No Child Left Behind detail line for obsolete Resource 3105, Title I, Even Start Family Literacy (NCLB) and obsolete Resource 4045, Title II, Part D, Enhancing Education Through Technology, Formula Grants (NCLB), No Child Left Behind / Object 8290, All Other Federal Revenue, and moved resources 3105 and 4045 to the “All Other” Object 8290 line.
* Forms 01/01I, 09/09I and 62/62I only. Removed obsolete Resource 3105 Title I, Even Start Family Literacy (NCLB) and 4045 Title II, Part D, Enhancing Education Through Technology, Formula Grants (NCLB), from the “Other NCLB / Every Student Succeeds Act” / Object 8290, All Other Federal Revenue detail line, and moved resources 3105 and 4045 to the general “All Other” Object 8290 line.
* Fund 01/01I—JPA only. Removed the detail line for obsolete Resource 4036, Title II, Part A, Administrator Training (NCLB) / Object 8290, All Other Federal Revenue, and moved Resource 4036 to the “All Other” Object 8290 line.
* Forms 01/01I, 09/09I and 62/62I only. Removed obsolete Resource 4036 Title II, Part A, Administrator Training (NCLB), from the “Other NCLB / Every Student Succeeds Act” / Object 8290, All Other Federal Revenue detail line, and moved Resource 4036 to the general “All Other” Object 8290 line.
* **Forms 01/01I, 09/09I, and 62/62I**—Other Federal Revenue Section.
* Modified the detail line “Other NCLB / Every Student Succeeds Act” / Object 8290, All Other Federal Revenue:
* Added new Resource 4127 (ESEA: Title IV, Part A, Student Support and Academic Enrichment Grant Program) to the detail line, and removed Resource 4127 from the general “All Other” Object 8290 line, effective 2017–18.
* Removed the obsolete resources 3012, 3013, 3030, 3031, 3105, 3175, 3178, 4036, 4045, and 4046 from the detail line, and moved these ten resources to the general “All Other” Object 8290 line.
* After removing the ten obsolete resources, restructured the detail line’s remaining resources list by removing ranges and only listing individual NCLB /ESSA resources that are currently open in the validation tables.
* **Forms 61, 62, 63, 66, 67, 71, 73—**Liabilities Section. Renamed Object 9664 line from “Net OPEB Obligation” to “Total/Net OPEB Liability,” effective 2017–18, due to the implementation of GASB 75.

## Renamed Supplemental Form

**Form ESMOE**—Every Student Succeeds Act Maintenance of Effort

**Form NCMOE**—No Child Left Behind Maintenance of Effort

* Effective 2017–18 budget and unaudited actuals periods, renamed Form NCMOE to Form ESMOE, due to the Every Student Succeeds Act (ESSA) reauthorization of the Elementary and Secondary Education Act of 1965 (ESEA). This form was renamed for the interim periods in SACS2017ALL.

## Revised Supplemental Forms

**Form A/AI**—Average Daily Attendance

* All worksheets.  
  District [Charter School] Funded County Program ADA Section, lines A5e/B2e/C3e/C7e.  
  Removed “Technical, Agricultural, and Natural Resources Conservation Schools” from the line description to match the data collection line description in the Principal Apportionment Data Collection software.

**Form CAT**—Schedule for Categoricals

* Federal categorical programs subject to deferral of unearned revenues worksheet. Modified Line 2b description to remove the “NCLB/” from “(NCLB/ESSA).”

**Form CA**—Unaudited Actuals Certification

* Data Summary worksheet.   
  Replaced section From NCLB, No Child Left Behind (NCLB) Maintenance of Effort (MOE) Determination, with Form ESMOE, Every Student Succeeds Act (ESSA) Maintenance of Effort (MOE) Determination.

**Form CEA/CEB**—Current Expense Formula/Minimum Classroom Compensation

* Part I, Current Expense Formula; and   
  Part II, Minimum Classroom Compensation
* Removed the following obsolete resource codes from the reductions in Column 4a and Line 13a: 3012, 3013, 3031, 3175, 3178, 3341, 4036, 4045, 4046, 4410, 6381, and 7386. Districts only.

**Form DEBT**—Schedule of Long-Term Liabilities

* Governmental Activities and Business-Type Activities sections.   
  Renamed “Net OPEB Obligation” line to “Total/Net OPEB Liability,” due to the implementation of GASB 75.

**Form GANN**—Appropriations Limit Calculations

* Updated inflation adjustments on Line D2.

**Form MYP/MYPI**—Multiyear Projections

* Adjusted the dollar amounts used in the Unrestricted/Restricted worksheet, Reserve Standard Percentage Level *(Line F3d for COEs only)* and Reserve Standard – By Amount (Line F3f for COEs and districts, and Line F7 for JPAs), based on the COLA adjustment made to the Criteria and Standards Review form.

**Form NCMOE**—No Child Left Behind Maintenance of Effort

**Form ESMOE**—Every Student Succeeds Act Maintenance of Effort

* Effective 2017–18 budget and unaudited actuals periods, renamed Form NCMOE to Form ESMOE, due to the Every Student Succeeds Act (ESSA) reauthorization of the Elementary and Secondary Education Act of 1965 (ESEA). This form was renamed for the interim periods in SACS2017ALL.

**Form SEA**—Special Education Revenue Allocations

Section I, Total SELPA Revenues

* Added Line I.E, Program Specialist/Regionalized Services Apportionment, effective 2018–19.
* Renumbered remaining lines and modified calculations accordingly.

## Technical Review Checks—Revised

**NCMOE-ADA**—Renamed to ESMOE-ADA; modified to look for Form ESMOE, which replaces Form NCMOE.

**NCMOE-IMPORT**

* Renamed to ESMOE-IMPORT; modified to look for Form ESMOE, which replaces Form NCMOE.
* Modified to also look for new Resource 4127, ESEA: Title IV, Part A, Student Support and Academic Enrichment Grant Program.

## Revised Criteria and Standards

**Form 01CS/01CSI**—Criteria and Standards Review—Budget and Interim periods

* Adjusted *deficit spending and fund balance levels for COEs,* and reserve levels for all LEAs, based on prior year's statutory COLA.
* *LCFF Revenue, Criterion 2, COE only—Budget period*

*Section 2A-1, Calculating the County Office’s LCFF Revenue Standard.*

* *Modified the calculation to exclude Line Ib, COE funded at Hold Harmless LCFF, if the “At Target” funding status is selected.*
* *Modified the calculation to exclude lines Ia1, COE Operations Grant, and Ia2, COE Alternative Education Grant, if the “Hold Harmless” funding status is selected.*
* LCFF Revenue, Criterion 4, District only—Budget period

Section 4A1, Calculating the District’s LCFF Revenue Standard,   
Step 2, Change in Funding Level.

* Modified the calculation in Step 2e, Total Change in Funding Level, Budget Year column only, to include both Step 2b2, COLA Amount, and Step 2c, Gap Funding, for the 2018-19 transitional year.
* Facilities Maintenance Criterion *5/*7, *COEs/*Districts—Budget period only  
  Modified the minimum contribution requirement of the Ongoing and Major Maintenance/Restricted Maintenance Account as follows:
* Added new Section *5/*7A, LEAs School Facility Program Funding, including three buttons to indicate which School Facility Funding program applies:
* Proposition 51 only
* Proposition 51 and All Other School Facility Programs
* All Other School Facility Programs only
* Added new Section *5/*7B, Calculating the LEA’s Required Minimum Contribution. The calculation uses the School Facility Funding program selected in Section *5/*7A:
* If the “Proposition 51 only” or “Proposition 51 and All Other School Facility Programs” funding button is selected, then the LEA is required to deposit a minimum amount equal to or greater than three percent of the total *unrestricted* *(COEs only)* general fund expenditures and other financing uses for that fiscal year (as *EC* Section 17070.75 read on January 1, 2015).
* If the “All Other School Facility Programs only” funding button is selected, then the LEA is required to deposit a minimum amount that is the greater of:

1. Two percent of the total *unrestricted* *(COEs only)* general fund expenditures and other financing uses for that fiscal year; or
2. The lesser of: a) the amount of the *COE*/district contributed into the account for the 2014–15 fiscal year, or b) three percent of the total *unrestricted* *(COEs only)* general fund expenditures and other financing uses for that fiscal year.

* Deficit Spending, Criterion *6/*8, COEs, District, JPA—Budget period  
  Section *6A/*8A, Calculating the LEA’s Deficit Spending Standard Percentage Levels.
* Added new Line 1a, Stabilization Arrangements (Funds 01 and 17, Object 9750), to include in the reserve calculation
* In addition, in Criterion *8/*10, Reserves, modified the text in Available Reserves footnote to add “Stabilization Arrangement” as one of the components in the reserve calculation.
* Unfunded Liabilities, Supplemental Information S7, COEs/Districts/JPAs—Budget and Interim periods

Section S7A, Identification of LEA’s Estimated Unfunded Liability for Postemployment Benefits Other Than Pensions (OPEB). Modified due to the implementation of GASB 74 and 75.

* Section 4, OPEB Liabilities
* Line 4a, OPEB actuarial accrued liability (UAAL)—  
  Renamed to “Total OPEB liability”
* Line 4b, OPEB unfunded actuarial accrued liability (UAAL)—Renamed to “OPEB plan(s) fiduciary net position (if applicable)”
* Added new Line 4c, Total/Net OPEB liability, and renumbered lines accordingly
* Line 4d, Are AAL and UAAL based on the [LEA]’s estimate or an actuarial valuation?—  
  Renamed to “Is total OPEB liability based on the [LEA]’s estimate or an actuarial valuation?”
* Section 5, OPEB Contributions
* Line 5a, OPEB annual required contribution (ARC) per actuarial valuation or Alternative Measure Method—  
  Renamed to “OPEB actuarially determined contribution (ADC), if available, per actuarial valuation or Alternative Measure Method”

## Revised Reports

**Reports SEMA/SEMB/SEMAI––**Special Education Maintenance of Effort (MOE)

* SEMB, LEA MOCE Calc (LMC-B) worksheet and   
  SEMAI, LEA MOE Calc (LMC-I) worksheet  
  Section 2  
  Due to the consolidation of Special Education Section 611 resources 3310, 3320, and 3400 into existing Resource 3310 effective 2018–19, modified the line description “Current year funding (IDEA Section 611 Local Assistance Grant Awards – Resources 3310 and 3320)” to indicate Resource 3320 amounts should not be key entered.

**Reports CNVRT/ENTRY**/**GSA/GSNP**—Government-Wide Reports

Modified two existing conversion entries, added one new conversion entry, and modified government-wide statements to recognize OPEB expense, deferred inflows of resources relating to OPEB, deferred outflows of resources relating to OPEB, and OPEB liabilities, pursuant to GASB 75.

* **Report ENTRY**—Conversion Entries
* Detail (Conversion Entry Detail) worksheet; and  
  Summary (Conversion Entry Summary) worksheet
* Entry CE014, Incorporation of Assets, Deferred Outflows of Resources, Liabilities, and Deferred Inflows of Resources of Internal Service Funds
* Added new lines for Object 9490, Deferred Outflows of Resources – OPEB only, and Object 9690, Deferred Inflows of Resources – OPEB only.
* Modified existing Object 9664 line description from “Net OPEB Obligation” to “Total/Net OPEB Liability.”
* Entry CE021, Postemployment Benefits Other Than Pensions (OPEB)
* Renamed entry to “Total/Net Other Postemployment Benefits (OPEB) Liability”
* Modified entry description from “To recognize any difference between OPEB costs as defined by generally accepted accounting principles, and amounts actually contributed” to “To adjust for the LEA’s liabilities in total/net OPEB liability; and to recognize OPEB expense, deferred inflows of resources relating to OPEB, and deferred outflows of resources relating to OPEB.”
* Added new lines for Object 9490, Deferred Outflows of Resources – OPEB only, and Object 9690, Deferred Inflows of Resources – OPEB only.
* Modified existing Object 9664 line description from “Net OPEB Obligation” to “Total/Net OPEB Liability.”
* Entry CE026, Employer OPEB Contribution Made Subsequent to Measurement Date
* Added new Entry CE026 to adjust for employer OPEB contribution expenditures made by the LEA subsequent to the OPEB plan measurement date.
* Begin Balance (Beginning Balances) worksheet—Modified to record beginning balances deferred inflows of resources relating to OPEB and deferred outflows of resources relating to OPEB, relating to governmental activities, but not reported in governmental funds.
* Added new lines for Object 9490, Deferred Outflows of Resources – OPEB only, and Object 9690, Deferred Inflows of Resources – OPEB only.
* Modified existing Object 9664 line description from “Net OPEB Obligation” to “Total/Net OPEB Liability.”
* **Report CNVRT**—Government-wide Conversion
* Fund Consolidation worksheet
* Added new lines for Object 9490, Deferred Outflows of Resources – OPEB only, and Object 9690, Deferred Inflows of Resources – OPEB only.
* Modified existing Object 9664 line description from “Net OPEB Obligation” to “Total/Net OPEB Liability.”
* Conversion worksheet
* Added new lines for Object 9490, Deferred Outflows of Resources – OPEB only, and Object 9690, Deferred Inflows of Resources – OPEB only.
* Modified existing Object 9664 line description from “Net OPEB Obligation” to “Total/Net OPEB Liability.”
* Updated the conversion entry column to reflect the changes made in Report ENTRY, Detail worksheet.
* **Report GSA**—Government-Wide Statement of Activities and Reconciliation of Fund Statements
* GSA Reconciliation worksheet,  
  Postemployment benefits other than pensions (OPEB) line
* Replaced with “Other postemployment benefits (OPEB)” line for the difference between accrual-basis OPEB expenses and actual employer contributions.
* **Report GSNP**—Government-Wide Statement of Net Position and Reconciliation of Fund Statements
* Statement of Net Position worksheet
* Modified Deferred Outflows of Resources line extraction to also include Object 9490, Deferred Outflows of Resources – OPEB only, lines from CNVRT workbook, Conversion worksheet.
* Modified Deferred Inflows of Resources line extraction to also include Object 9690, Deferred Inflows of Resources – OPEB only, lines from CNVRT workbook, Conversion worksheet.
* GSNP Reconciliation worksheet
  + Long-term liabilities—Modified existing line description from “Net OPEB Obligation” to “Total/Net OPEB Liability.”
  + Added new line for “Deferred outflows and inflows of resources relating to other postemployment benefits (OPEB).”