

AUDITOR OF STATE BULLETIN 98-006
September 2, 1998

TO: ALL SCHOOL TREASURERS
ALL INDEPENDENT PUBLIC ACCOUNTANTS

SUBJECT: USAS AND GAAP SUBSYSTEM MODIFICATIONS

The following are revisions to current USAS codes and new USAS codes that are being added. These codes were either requested by the Ohio Department of Education, created in prior bulletins, are necessary to implement the new five year forecast format or have been added to allow school districts to use the new funds created in H.B. 426. Revisions to the GAAP subsystem were made to permit reporting in accordance with GASB Statement No. 31.

I. NEW USAS CODES

A. Initiated by the Auditor of State's Office

Bulletin 1998-015

FUND CODES

- 034 Classroom Facilities Maintenance Fund (See Bulletin 97-018)
- 035 Termination Benefits Fund (H.B. 426)
- 070 Capital Projects Fund (H.B. 426)
- 455 Textbooks/Instructional Materials Subsidy Fund (See Bulletin 97-016)
- 496 School Building Program Assistance Limited Fund (See Bulletin 97-018)
- 497 Emergency School Building Repair Fund (See Bulletin 97-018)

FUNCTION CODE

- 7700 Money Spent on Behalf of Another Government: Money received by a school district that will be spent by that school district on behalf of another government. It is anticipated that the government for which the money is being spent will record a corresponding revenue and expenditure even though cash is not received.

OBJECT CODES

- 814 H.B. 264 Loans for Energy Conservation: Expenditures for principal payments on loans for energy conservation issued under Section 3313.373, ORC.
- 815 Emergency School Loans: Expenditures for principal payments on emergency school loans received from the state under Section 3313.483, ORC.
- 816 Advancements from State Solvency Assistance Fund: Expenditures for principal payments on advancements received from the state under Section 3316.20, ORC.
- 819 Other Debt: Principal payments on debt not listed above.
- 824 H.B. 264 Loans for Energy Conservation: Expenditures for interest on energy conservation loans.
- 825 Emergency School Loans: Expenditures for interest on emergency school loans.
- 829 Other: Expenditures for interest on debt not listed above.

RECEIPT CODES

- 1880 Payments made to compensate the school district for property tax exemptions granted to promote development.
- 1932 Compensation for Loss of Assets: Revenues realized from recoveries for loss of school property, **except insurance proceeds.**
- 1934 Insurance Proceeds: Insurance proceeds received as a result of the damage to or theft or destruction of a permanent improvement. (H.B. 770)
- 1950 Advancements from State Solvency Assistance Fund: Money advanced from the state under the solvency assistance program created by Section 3316.20, ORC.

B. Requested by the Ohio Department of Education

FUNCTION CODES

- 2180 SUPPORT SERVICES FOR STUDENTS WITH DISABILITIES (New - previously reported in 2190)

Activities and services concerned with providing developmental, corrective and other support services as are required to assist a student with disabilities to benefit from special

education in accordance with an individualized education program (IEP).

2181 Adapted Physical Education (new - previously reported in 2190)

Activities and services concerned with providing specially designed instruction in physical education to meet the unique needs of a student with disabilities, including individual and/or group instruction in accordance with an individualized education program (IEP).

2182 Reader Services for visually impaired (new - previously reported in 2190)

Activities and services concerned with providing oral reading of school assignments for students with visual impairments for whom this service is deemed appropriate in accordance with an individualized education program (IEP).

2183 Guide Services for the Visually impaired (new - previously reported in 2190)

Activities and services concerned with assisting a student with visual impairments in his or her travels within the confines of the educational setting in accordance with an individualized education program (IEP).

2184 Interpreter services (new - previously reported in 2190)

Activities and services concerned with providing oral, simultaneous or manual interpreter service, depending upon the individual needs of the students served, and may include interpreting, translating (transliterating), reverse interpreting, and reverse translating, in accordance with an individualized education program (IEP).

2185 Occupational Therapy (OT)/ including COTA (new - previously reported in 2190)

Activities and services which include providing an occupational therapy evaluation, and providing occupational therapy services by an occupational therapist or certified occupational therapy assistant, in accordance with an individualized education program (IEP).

2186 Physical Therapy (PT)/ including PTA (new - previously reported in 2190)

Activities and services which include providing a physical therapy evaluation, as prescribed by a licensed physician and providing physical therapy services by a physical therapist or physical therapy assistant, in accordance with an individualized education program (IEP).

2187 OMI (new - previously reported in 2190)

Activities and services provided to orient students with disabilities to their physical, cultural and social environment and providing them with formalized skills for traveling safely and efficiently within the environment.

2188 VOSE/Work study coordinator (new - previously reported in 2190)

Activities and services providing work evaluation, supplemental instruction, assistance in the placement of and delivering a continuum of work-related services in accordance with the goals and objectives set forth in the individualized education program (IEP).

2189 Other Support Services

Other activities and services not listed above concerned with providing services required to assist a student with disabilities to benefit from special education in accordance with an individualized education program (IEP).

2210 IMPROVEMENT OF INSTRUCTION SERVICES;

2215 Instructional staff-classroom support: Special education Aides (new - previously reported in 2219)

Activities designed to assist the special education teacher in the provision of special education and related services.

2216 Special education attendant services (new - previously reported in 2219)

Activities and services designed to assist students with disabilities with personal health care needs within the confines of the educational setting.

2410 EXECUTIVE ADMINISTRATION SERVICES;

2416 Special Education Services - Administrative/Supervisors (new - previously reported in 2419)

Activities and services provided by special education administrators and supervisors designed to assist and implement educational programs to special education personnel, parents, aides, administrators and general education personnel regarding the education of students with disabilities.

2417 Special Education Services - Support Staff (new - previously reported in 2419)

Activities and services provided by special education secretarial, clerical and other support staff designed to assist and implement educational programs to special education personnel, parents, aides, administrators and general education personnel regarding the education of students with disabilities.

2820 VEHICLE OPERATION SERVICES;

2821 Transportation for students with disabilities (new - previously reported in 2820)

Transportation which is established solely for the purpose of transporting students with disabilities attending regular public school or nonpublic school. Special transportation must be uniquely designed for each student in accordance with an individualized education program (IEP).

2899 Other transportation (new - previously reported in 2820)

Transportation for students other than those listed above.

Use of these function codes is optional for fiscal 1999 but is required for fiscal 2000.

II. USAS REVISIONS

RECEIPT CODES

These revisions to the receipt codes are being made to simplify the recording of unrestricted foundation payments and to more clearly identify those that are restricted. The components of each foundation payment will still be identified on each bi-monthly settlement sheet and each settlement will be accompanied by additional worksheets which indicate how the component amounts were calculated. **These revisions to the receipt codes are to be implemented for fiscal 1999. This will require that you modify current year receipts that have already been recorded.** The changes need to be made in the current year because they are being made to mirror concurrent changes being made in the settlement sheet, the new form SF-3 and the new five year forecast.

3100 UNRESTRICTED GRANTS-IN-AID: Revenues received as grants from the state which can be used for any legal purpose desired by the district without restriction.

3110 SCHOOL FOUNDATION ALLOWANCE: Money received through the state's Foundation Program that is not restricted to a particular use, including equity funding received under Section 3317.0213, O.R.C. This account now includes amounts previously reported as special education, vocational education, and pupil transportation.

3120 SPECIAL EDUCATION: (Deleted, now included in 3110)

3130 PROPERTY TAX ALLOCATION: Money received as a result of homestead exemption legislation (Sections 323.151, et. seq.) and property tax rollback legislation (Sections 319.301, et. seq.).

3140 VOCATIONAL EDUCATION: (Deleted, now included in 3110)

3150 PUPIL TRANSPORTATION: (Deleted, now included in 3110)

3160 DISADVANTAGED PUPIL IMPACT AID: (unrestricted portion now included in 3110,

- restricted portion renumbered as 3211)
- 3170 BUS PURCHASE ALLOWANCE: (renumbered as 3212)
 - 3180 SCHOOL LUNCH: (renumbered as 3213)
 - 3190 OTHER UNRESTRICTED GRANTS-IN-AID: Other unrestricted grants-in-aid from state funds not classified above.
 - 3200 RESTRICTED GRANTS-IN-AID: Revenues received as grants from the state which must be used for a categorical or specific purpose.
 - 3210 RESTRICTED GRANTS-IN-AID RECEIVED DIRECTLY FROM STATE GOVERNMENT: Revenues received as grants directly from the state which must be used for a categorical or specific purpose.
 - 3211 DISADVANTAGED PUPIL IMPACT AID: The restricted portion of money received through the state's Foundation Program, as described in Section 3317.024, O.R.C. (formerly coded as 3160).
 - 3212 BUS PURCHASE ALLOWANCE: Money received through the state's Foundation Program, as described in Section 3317.024 (E), O.R.C. (formerly coded as 3170).
 - 3213 SCHOOL LUNCH: Money received through the state's Foundation Program, as described in Section 3317.024 (L), O.R.C. (formerly coded as 3180).
 - 3214 TEXTBOOK/INSTRUCTIONAL MATERIALS: Money received from the state for textbooks, instructional software, instructional materials and any other materials that the district uses to provide instruction in reading, writing, mathematics, science and citizenship. (formerly coded as 3210).
 - 3219 OTHER RESTRICTED GRANTS-IN-AID RECEIVED FROM THE STATE: Other restricted grants-in-aid received from the state not classified above.

SUBJECT CODE

The following change is being made to USAS to correct an inconsistency between USAS and EMIS.

- 144820 BUSINESS VOCATIONAL - COMPUTER SUPPORT TECHNOLOGY (revised - previously reported as 140820)

III. USAS GAAP SUBSYSTEM UPDATE

New account codes have been added to the USAS GAAP subsystem to address the requirements of

H.B. 412 and to accommodate the reporting of the change in the fair value of investments under the requirements of GASB Statement No.31.

A. H.B. 412

Additional accounts in the fund balance section have been added that report the reserves required under the provisions of H.B. 412. These accounts are:

- 34191 Reserved for Textbooks and Instructional Materials
- 34192 Reserved for Capital Improvements
- 34193 Reserved for Budget Stabilization

B. GASB Statement No. 31

GASB Statement No. 31 is effective for the fiscal 1998 school district report. It requires certain investments to be reported at fair value. (See Bulletin 98-002). The increase or decrease in fair value that occurs from year to year may either be reported as part of investment income or reported separately. For those districts choosing to report the change separately, new account codes have been added. They are:

- 41600 Increase (Decrease) in the Fair Value of Investments (Governmental and Expendable Trust Funds)
- 51450 Increase (Decrease) in the Fair Value of Investments (Nonexpendable Trust Funds)
- 85250 Increase (Decrease) in the Fair Value of Investments (Proprietary Funds)

Two accounts have also been added to the cash flows statement; the first is in the cash flows from investing section, the second is in the section that reconciles operating income (loss) to cash flows from operations. They are:

- 15140 Increase (Decrease) in the Fair Value of Investments
- 51310 Increase (Decrease) in the Fair Value of Investments

If you have any questions regarding this bulletin, please call the Local Government Services Division at (800) 345-2519 or (614) 466-4717. Questions concerning the new function codes for special education should be directed to the Department of Education at (614) 752-8709.