MEMORANDUM

TO: The Honorable Members of the State Board of Education

FROM: Janet Barresi, State Superintendent of Public Instruction

DATE: March 29, 2012

SUBJECT: School Districts in Noncompliance of 70 O.S. § 18-124, Administrative Cost

In accordance with 70 O.S. § 18-124:

“A. Any school district with an average daily attendance (ADA) of more than one thousand five hundred (1,500) students for the preceding year which expends for administrative services in the 2005-06 school year or any school year thereafter, less expenditures for legal services, more than six percent (6%) of the amount it expends for total expenditures, less expenditures for legal services, shall have the amount which exceeds the six percent (6%) withheld the following year from the Foundation and Salary Incentive Aid for the school district.

B. Any school district with an average daily attendance (ADA) of more than five hundred (500) students but not more than one thousand five hundred (1,500) students for the preceding year which expends for administrative services in the 2005-06 school year or any school year thereafter, less expenditures for legal services, more than eight percent (8%) of the amount it expends for total expenditures, less expenditures for legal services shall have the amount which exceeds the eight percent (8%) withheld the following year from the Foundation and Salary Incentive Aid for the school district.

C. Any school district with an average daily attendance (ADA) of five hundred (500) or fewer students for the preceding year which expends for administrative services in the 2005-06 school year or any school year thereafter, less expenditures for legal services, more than ten percent (10%) of the amount it expends for total expenditures, less expenditures for legal services, shall have the amount which exceeds the ten percent (10%) withheld the following year from the Foundation and Salary Incentive Aid for the school district.
D. For purposes of this section, “administrative services” means costs associated with:
   1. Staff for the board of education;
   2. The secretary/clerk for the board of education;
   3. Staff relations;
   4. Negotiations staff;
   5. Staff for the superintendent;
   6. Any superintendent, elementary superintendent, or assistant superintendent;
   7. Any employee of a school district employed as a director, coordinator, supervisor, or
      who has responsibility for administrative functions of a school district; and
   8. Any consultant hired by the school district.

Listed on the next page are the school districts that did not meet the Administrative Cost criteria
for the 2010-11 school year.