

INDIANA ASSOCIATION OF SCHOOL BUSINESS OFFICIALS

HEA 1009 WORKSHOPS

Frequently Asked Questions on the Basic Elements in HEA's 1009 & 1167

1. What are the effective dates for HEA's 1009 & 1167?

January 1, 2019

2. What current funds are eliminated by HEA 1009?

The following funds are repealed on January 1, 2019:

General Fund

Capital Projects Fund

Transportation Fund

Bus Replacement Fund

Art Association Fund

Historical Society Fund

Public Playground Fund

3. What new funds are created by HEA 1009?

Education Fund and Operations Fund must be established by the school board before January 1, 2019.

4. Are there any changes to the Debt Service Fund?

No

5. What functional accounts that were in the General Fund are in the Education Fund?

Categories 1 & 2 from IC 20-42.5. The matrix showing the functional accounts by category can be found on the IASBO website.

6. What functional accounts that were in the General Fund are in the Operations Fund?

Categories 3 & 4 from IC 20-42.5.

7. Will there be changes to the state tuition support calculation?

No

8. How will state tuition support be distributed after January 1, 2019?

After January 1, 2019, state tuition support will be deposited in the Education Fund.

9. Will transfers be allowed from the Education Fund to the Operations Fund to pay for expenditures that are categories 3 & 4?

Yes. The school board must pass a resolution at a board meeting to make the transfer.

10. What will happen to the cash balance in the General Fund beginning on January 1, 2019?

Any General Fund cash balance will be deposited to the Education Fund. The school board will determine if a portion of the cash balance will be transferred to the Operations Fund.

11. What will happen to the cash balances in the CPF, Transportation Fund and Bus Replacement Fund beginning on January 1, 2019?

Any balances in these funds will be deposited in the Operations Fund.

12. What happens to the balances in the Education Fund and Operations Fund at the end of a fiscal year?

Any balances will stay in the funds at the end of a fiscal year.

13. Will there still be plans for capital projects and bus replacement?

Yes. The plans do not have to be advertised in the newspaper or approved by the DLGF.

14. Will there still be appeal procedures for transportation and bus replacement?

Yes

15. Will the Rainy Day Fund continue to be a stand alone fund?

Yes

16. Will there be budget procedure changes because of HEA 1009?

No

17. Will there be any changes regarding Gateway procedures?

No