

1 **R277. Education, Administration.**

2 **R277 113. LEA Fiscal and Auditing Policies.**

3 **R277-113-1. Authority and Purpose.**

4 (1) This rule is authorized by:

5 (a) Utah Constitution Article X, Section 3, which vests general control and
6 supervision over public education in the Board;

7 (b) Subsection 53E-3-401(4), which allows the Board to make rules to execute the
8 Board's duties and responsibilities under the Utah Constitution and state law;

9 (c) Subsection 53E-3-501(1)(e)(i), which directs the Board to establish rules and
10 minimum standards for school productivity and cost effectiveness measures;

11 (d) Subsection 53E-3-501(1)(e)(iv), which allows the Board to adopt rules
12 regarding financial, statistical, and student accounting requirements;

13 (e) Section 53E-3-602, which allows the Board to approve auditing standards for
14 LEA governing boards;

15 (f) Section 53E-3-603, which requires the Board to verify accounting procedures
16 of LEA governing boards for the purpose of determining the allocation of Uniform School
17 Funds;

18 (g) Section 53E-5-202, which directs the Board to adopt rules to implement a
19 statewide accountability system;

20 (h) Subsection 53G-5-404(4), which requires charter schools to make the same
21 annual reports required of other public schools, including an annual financial audit report;
22 and

23 (i) ESSA, which requires states to revise and redesign school accountability
24 systems.

25 (2) The purpose of this rule is to:

26 (a) require LEAs to formally adopt and implement policies regarding the
27 management and use of public funds;

28 (b) provide minimum standards, procedures and definitions for LEA policies;

29 (c) direct that LEAs make policies, procedures and training materials available to
30 the public and readily accessible on LEA or public school websites, to the extent of
31 resources available;

32 (d) require LEAs to train employees in:

33 (i) appropriate financial practices;

34 (ii) necessary accounting procedures; and

35 (iii) ethical financial practices;

36 (e) specify uniform budgeting, accounting, and auditing procedures for LEAs
37 consistent with GAAP, GAAS, and GAGAS; and

38 (f) establish reporting and accounting requirements for LEAs to enable the Board
39 to comply with ESSA.

40

41 **R277-113-2. Definitions.**

42 (1) "Accrual basis of accounting" means a basis of accounting that records:

43 (a) revenue when earned and expenses when incurred; and

44 (b) transactions irrespective of the dates on which any associated cash flows
45 occur.

46 (2) "Administration" means:

47 (a) an LEA superintendent or director;

48 (b) a deputy or associate superintendent or director;

49 (c) a business administrator or manager; or

50 (d) another LEA educational administrator, designated staff, or a designated
51 educational service provider.

52 (3) "Arm's length transaction" means a transaction between two unrelated,
53 independent, and unaffiliated parties or a transaction between two parties acting in their
54 own self interest that is conducted as if the parties were strangers so that no conflict of
55 interest exists.

56 (3) "Exclusive contract or arrangement" means an agreement requiring a buyer to
57 purchase or exchange all needed goods or services from one seller.

58 (4) "FASB" means the Financial Accounting Standards Board whose purpose is
59 to establish GAAP for nongovernmental entities within the United States.

60 (5) "GAAP" means Generally Accepted Accounting Principles or a common
61 framework of accounting rules and standards for financial reporting promulgated by either
62 FASB or GASB, as applicable to the reporting entity.

63 (6) "GAAS" means Generally Accepted Auditing Standards or a set of auditing
64 standards and guidelines promulgated by the Auditing Standards Board of the American
65 Institute of Certified Public Accountants.

66 (7) "GAGAS" means Generally Accepted Government Auditing Standards or a set
67 of auditing standards and guidelines promulgated by the Government Accountability
68 Office.

69 (8) "GASB" means the Governmental Accounting Standards Board whose
70 purpose is to establish GAAP for state and local governments within the United States.

71 (9) "Internal controls" means a process, implemented by an entity's governing
72 body, administration, or other personnel, designed to:

73 (a) provide reasonable assurance regarding the achievement of objectives in the
74 following categories:

75 (i) effectiveness and efficiency of operations;

76 (ii) reliability of reporting for internal and external use; and

77 (iii) compliance with applicable laws and regulations;

78 (b) provide reasonable assurance regarding the achievement of the following
79 objectives over state and federal awards:

80 (i) proper recording and accounting for transactions, in order to:

81 (A) permit the preparation of reliable financial statements and state and federal
82 reports;

83 (B) maintain accountability over assets; and

84 (C) demonstrate compliance with state and federal statutes, regulations, and the
85 terms and conditions of state and federal awards; and

86 (ii) execution of transactions in compliance with:

87 (A) all state and federal statutes and regulations; and

88 (B) the terms and conditions of state or federal awards; and

89 (c) safeguard funds, property, and other against loss from unauthorized use or
90 disposition.

91 (10) "LEA" includes, for purposes of this rule, the Utah Schools for the Deaf and
92 the Blind.

93 (12) "Modified accrual basis of accounting" means a basis of accounting,
94 commonly used by government agencies, that recognizes revenues when they become
95 available and measurable and recognizes expenditures when liabilities are incurred.

96 (13) "Non-operating LEA" means an LEA that has not received minimum school
97 program funds or federal funds and is not providing educational services during a fiscal
98 year, such as an LEA in a start-up period.

99 (14) "N-size" means the minimum size necessary to disclose or display data to
100 ensure maximum student group visibility while protecting student privacy.

101 (15) "Operating LEA" means an LEA that has received state minimum school
102 program funds or federal funds and is providing educational services during a fiscal year.

103 (16)(a) "Provided, sponsored, or supported by a school" has the same meaning
104 as defined in Section R277-407-2.

105 (b) "Provided, sponsored, or supported by a school" does not apply to non-
106 curricular clubs specifically authorized and meeting all criteria of Sections [53G-7-704](#)
107 through [53G-7-707](#).

108 (17) "Public funds" has the same meaning as that terms is defined in Subsection
109 [51-7-3\(26\)](#).

110 (18) "Title IX" refers to that portion of the United States Education Amendments
111 of 1972 codified as 20 U.S.C. 1681 through 20 U.S.C. 1688.

112 (19) "Utah Public Officers' and Employees' Ethics Act," means Title 67, Chapter
113 16, which provides standards of conduct for officers and employees of the state of Utah
114 and its political subdivisions in areas where there are actual or potential conflicts of
115 interest between public duties and private interests.

116

117 **R277-113-3. Superintendent Responsibilities.**

118 (1) The Superintendent shall provide training, informational materials, and model
119 policies for use by LEAs in developing LEA and public school-specific financial policies.

120 (2) The Superintendent shall provide online training and resources for LEAs
121 regarding the use and management of public funds and ethical practices for licensed Utah
122 educators who manage, control, participate in fundraising, or expend public funds.

123 (3) The Superintendent shall provide training and informational materials for use
124 by LEA governing boards in establishing their audit committees and internal audit
125 programs in compliance with Section [53G-7-402](#).

126 (4) The Superintendent shall provide and establish a cycle for state review of LEA
127 fiscal policies and standards.

128 (5) The Superintendent shall work with and provide information upon request to
129 the Utah State Auditor's Office, the Legislative Fiscal Auditors, and other state agencies
130 with the right to information from the Board.

131

132 **R277-113-4. LEA Audit Responsibilities.**

133 (1) The presiding officer of an LEA governing board shall ensure that the members
134 of the governing board and audit committee are provided with training on the
135 requirements of Title 53G, Chapter 7, Part 4, Internal Audits, and this Section R277-113-
136 4 as part of the member on-boarding process.

137 (2) The training described in Subsection (1) shall:

138 (a) comply with Title 63G, Chapter 22, State Training and Certification
139 Requirements; and

140 (b) use the online training and informational materials provided by the
141 Superintendent in accordance with Subsection R277-113-3(3).

142 (3) An LEA governing board shall:

143 (a) designate board members to serve on an audit committee, consistent with
144 Subsection 53G-7-401(1); and

145 (b) maintain the following information on the LEA's website:

146 (i) names of the governing board members who serve on the audit committee; and

147 (ii) if required by Subsection 53G-7-402(2);

148 (A) the name and contact information of the internal audit director; and

149 (B) a copy of the LEA's annual audit plan.

150 (4) An LEA audit committee shall:

151 (a) ensure the LEA obtains all audits, agreed-upon procedures, engagements,
152 and financial reports required by Section 51-2a-201 and Subsection 53G-5-404(4);

153 (b) provide an independent forum for internal auditors, internal audit contractors,
154 and other regulatory bodies to report findings of fraud, waste, abuse, non-compliance, or
155 control weaknesses, particularly if LEA administration is involved;

156 (c) ensure that corrective action on findings, concerns, issues and exceptions
157 reported by independent external auditors, internal auditors, or other regulatory bodies
158 are resolved in a timely manner by LEA administration;

159 (d) present, as appropriate, information and reports from the audit committee's
160 meetings to the LEA board; and

161 (e) receive, as appropriate, reports of reviews, monitoring, or investigations
162 conducted by LEA administration and ensure appropriate corrective action is taken in a
163 timely manner.

164 (5) With regards to engagements completed by an independent external auditor,
165 an LEA audit committee shall:

166 (a) manage the audit procurement and quality process in compliance with Title
167 63G, Chapter 6a, State Procurement Code and Rule R123-5;

168 (b) ensure that the independent external auditor has access to directly
169 communicate with the audit committee;

170 (c) review disagreements between independent external auditors and LEA
171 administration;

172 (d) consider LEA responses to audits or agreed-upon procedures; and

173 (e) determine the scope and objectives of other non-audit services, as necessary.

174 (6) An LEA audit committee shall if required by Section 53G-7-402:

175 (a) establish an internal audit program that provides internal audit services for the
176 programs administered by the LEA;

177 (b) advise the LEA board in the appointment of an audit director or in contracting
178 for internal audit services in accordance with Subsection 53G-7-402(3);

179 (c) conduct or advise the LEA board in an annual evaluation of the internal audit
180 director or contractors providing internal audit services;

181 (d) prioritize the internal audit plan based on risk;

182 (e) receive regular updates on the internal audit plan and internal audit project
183 progress; and

184 (f) receive final internal audit reports from internal auditors or contractors providing
185 internal audit services.

186

187 **R277-113-5. LEA Fiscal Responsibilities and Required Fiscal Policies.**

188 (1) An LEA shall review the LEA's fiscal policies and procedures regularly.

189 (2) An LEA shall develop a plan for annual training of LEA and public school
190 employees on policies and procedures enacted by the LEA specific to job function.

191 (3) LEA fiscal policies and procedures shall be ~~available at each LEA main office,~~
192 ~~at individual public schools, and be~~ publicly available on the LEA's website.

193 (4) LEA fiscal policies, procedures, and training may have different components,
194 specificity, and levels of complexity for public elementary and secondary schools.

195 (5) An LEA may have one or more policies to satisfy the minimum requirements
196 of this R277-113.

197 (6) An LEA fiscal policy may reference specific training manuals or other resources
198 that provide detailed descriptions of business practices which are too lengthy or detailed
199 to include in the LEA policy.

200 (7) A public education foundation established by an LEA shall follow the
201 requirements set forth in Section 53E-3-403.

202 (8)(a) An LEA shall ensure that the LEA's written fiscal policies and procedures
203 address all applicable state and federal statutes and regulations.

204 (b) The requirements set forth in this Section R277-113-5 are minimum
205 requirements.

206 (c) An LEA may include other related items, provide LEA specific policy and
207 guidance, and set polices that are more restrictive and inclusive than the minimum
208 provisions established by Board rule.

209 (9) LEA fiscal policies shall include the following:

210 (a) a program accounting policy that establishes internal controls and procedures
211 to record program revenues and expenditures in accordance with:

212 (i) GAAP; and

213 (ii) the school fee provisions in Section R277-407-13;

214 (b) a program accounting policy that:

215 (i) accurately reflects the use of funds for allowable costs and activities;

216 (ii) requires that transactions be recorded when they occur;

217 (iii) allows adjusting journal entries during the year and at the end of the year, in
218 accordance with GAAP; and

219 (iv) requires that initial transactions, and adjusting entries if applicable, be
220 recorded in the proper program, utilizing the following codes as established by the Board
221 approved chart of accounts:

222 (A) fund;

- 223 (B) function;
- 224 (C) program;
- 225 (D) location; and
- 226 (E) object or revenue code, as applicable;
- 227 (c) a cash handling policy, which shall address cash receipts (cash, checks, credit
- 228 cards, and other items) collected at the LEA and individual public schools and shall
- 229 include:
- 230 (i) establishment of internal controls and procedures over the collection, deposit,
- 231 and reconciliation of cash receipts received; and
- 232 (ii) compliance with Utah Code 51-4-2(2) regarding deposits.
- 233 (d) an expenditure policy, which shall address all expenditures made by the LEA
- 234 and individual public schools and shall include:
- 235 (i) establishment of internal controls and procedures over the initiation, approval
- 236 and monitoring of expenditures, including:
- 237 (A) credit, debit, or purchase card transactions;
- 238 (B) employee reimbursements;
- 239 (C) travel; and
- 240 (D) payroll;
- 241 (ii) directives regarding the appropriate use of the LEA's tax exempt status
- 242 number;
- 243 (iii) compliance with Section 63G-6a-1204 regarding length of multi-year contracts;
- 244 (iv) compliance with:
- 245 (A) Title 63G, Chapter 6a;
- 246 (B) Board rule regarding construction and improvements; and
- 247 (C) Title IX;
- 248 (v) requirements for LEA contracts, including:
- 249 (A) inclusion of specific scope of work language;
- 250 (B) inclusion of federal requirements;

- 251 (C) inclusion of language regarding data privacy and use, where appropriate; and
252 (D) legal review prior to LEA approval; and
253 (vi) procedures and documentation maintained by the LEA if the LEA chooses to
254 enter into exclusive contracts or arrangements consistent with state procurement law and
255 the LEA procurement policy; and
256 (vii) procedures for determining allowability of costs in accordance with relevant
257 regulations and terms and conditions of awards;
258 (e) a fundraising policy that:
259 (i) establishes procedures for LEA and public school fundraising in general;
260 (ii) establishes an approval process for fundraising activities for school sponsored
261 activities;
262 (iii) provides for compliance with school fee and fee waiver provisions outlined in
263 Rule R277-407; and
264 (iv) includes:
265 (A) specific designation of employees by title or job description who are authorized
266 to approve fundraising, school sponsored activities, and grant fee waivers with
267 appropriate attention to student and family confidentiality;
268 (B) establishment of internal controls and procedures over the approval of
269 fundraising and school sponsored activities and compliance with associated cash
270 handling and expenditure policies;
271 (C) directives regarding the appropriate use of the LEA's tax exempt status
272 number and issuance of charitable donation written disclosure in accordance with IRS
273 regulations;
274 (D) procedures governing LEA or public school employee interaction with parents,
275 donors, and organizations doing fundraisers not provided, supported or sponsored, by a
276 school or LEA;

- 277 (E) disclosure requirements for LEA and public school employees approving,
278 managing, or overseeing fundraising activities, who also have a financial or controlling
279 interest or access to bank accounts in the fundraising organization or company;
- 280 (F) Provisions establishing compliance with:
- 281 (I) Utah Constitution, Article X, Section 2, establishing a free public education
282 system;
- 283 (II) R277-407; and
- 284 (III) Title IX;
- 285 (v) may include procedures governing:
- 286 (A) student participation and incentives offered to students;
- 287 (B) allowable types of individual or group fundraising activities; and
- 288 (C) participation in school sponsored activities by volunteer or outside
289 organizations;
- 290 (f) an LEA donation and gift policy that includes:
- 291 (i) an acceptance and approval process for:
- 292 (A) monetary donations;
- 293 (B) donations and gifts with donor restrictions;
- 294 (C) donations of gifts, goods, materials, or equipment; and
- 295 (D) donation of funds or items designated for construction or improvements of
296 facilities;
- 297 (ii) establishment of internal controls and procedures over the acceptance and
298 approval of donations and gifts and compliance with associated cash handling and
299 expenditure policies;
- 300 (iii) directives regarding the appropriate use of the LEA's tax exempt status
301 number, and issuance of charitable donation written disclosure in accordance with IRS
302 regulations;
- 303 (iv) procedures regarding the objective valuation of donations or gifts if advertising
304 or other services are offered to the donor in exchange for a donation or gift;

- 305 (v) procedures governing LEA or public school employee conduct with parents,
306 donors, and nonschool sponsored organizations;
- 307 (vi) procedures establishing provisions for direct donations or gifts to the LEA or
308 LEA programs, individual public school or public school programs;
- 309 (vii) provisions restricting donations from being directed at specific LEA
310 employees, individual students, vendors, or brand name goods or services;
- 311 (viii) compliance with:
- 312 (A) Title 63G, Chapter 6a;
- 313 (B) state law and Board rule regarding construction and improvements;
- 314 (C) IRS regulations and tax deductible directives; and
- 315 (D) Title IX;
- 316 (ix) procedures for:
- 317 (A) accepting donations and gifts through an LEA's legally organized foundation,
318 if applicable;
- 319 (B) recognition of donors; or
- 320 (C) granting naming rights; and
- 321 (e) an LEA Financial Reporting policy, which shall include the following:
- 322 (i) a requirement that the LEA shall ensure external audits of LEA financial
323 reporting, compliance, and performance, in accordance with GAAS and GAGAS;
- 324 (ii)(A) a requirement that the LEA shall provide financial reporting in a manner
325 consistent with the basis of accounting as required by GAAP, as applicable to the entity;
- 326 (B) for state fiscal year 2020, if an LEA follows FASB standards, a requirement
327 that the LEA shall provide reconciliation between the accrual basis of accounting and
328 modified accrual basis of accounting; and
- 329 (C) beginning with state fiscal year 2021, a requirement that the basis of
330 accounting will be GASB; and

331 (iii) a requirement that the LEA shall provide data and information consistent with
332 budgeting, accounting, including the uniform chart of accounts for LEAs, and auditing
333 standards for Utah LEAs provided online annually by the Superintendent.

334 (10) The Superintendent shall maintain a School Finance website with applicable
335 Utah statutes, Board rules, and uniform rules for:

- 336 (a) budgeting;
- 337 (b) financial accounting, including a chart of accounts required for an LEA;
- 338 (c) student membership and attendance accounting;
- 339 (d) indirect costs and proration;
- 340 (e) financial audits;
- 341 (f) statistical audits; and
- 342 (g) compliance and performance audits.

343

344 **R277-113-6. LEA Governing Board Fiscal Responsibilities.**

345 (1) An LEA governing board shall have the following responsibilities:

346 (a) approve written fiscal policies and procedures required by Section R277-113-
347 5;

348 (b) ensure, considering guidance in “Standards for Internal Control in the Federal
349 Government,” issued by the Comptroller General of the United States or the “Internal
350 Control Integrated Framework,” issued by the Committee of Sponsoring Organizations of
351 the Treadway Commission, that LEA administration establish, document, and maintain
352 an effective internal control system for the LEA;

353 (c) develop a process to regularly discuss and review LEA:

- 354 (i) budget and financial reporting practices;
- 355 (ii) financial statements and annual financial and program reports;
- 356 (iii) financial position;
- 357 (iv) expenditure of restricted funds to ensure administration is complying with
358 applicable laws, regulations, and award terms and conditions; and

359 (v) systems and software applications for compliance with financial and student
360 privacy laws;

361 (d) receive the results of required annual audits from the external auditor in
362 accordance with Section R123-5-5;

363 (e) oversee procurement processes in compliance with Title 63G, Chapter 6a,
364 Utah Procurement Code, and Rule R277-115, including:

365 (i) reviewing the scope and objectives of LEA contracts or subawards with entities
366 that provide business or educational services; and

367 (ii) receiving reports regarding the compliance and performance of entities with
368 contracts or subawards;

369 (f) ensure the procurement process for an external auditor is in compliance with
370 Section R123-5-4;

371 (g) ensure LEA administration implements sufficient internal controls over the
372 functions of entities with contracts or subawards to perform services on behalf of the LEA;

373 (2) An LEA governing board shall:

374 (a)(I) provide a hotline independent from administration for stakeholders to report
375 concerns of fraud, waste, abuse, or non-compliance; and

376 (ii) post on the school's website in a readily accessible location:

377 (A) a hotline phone number;

378 (B) a hotline email; or

379 (C) an online complaint form; or

380 (b) post a link on the school's website in a readily accessible location with contact
381 information for the Board's hotline.

382

383 **R277-113-7. Reporting of School Level Expenditures.**

384 (1) In accordance with ESSA, the Superintendent shall make public the per pupil
385 expenditures of federal, state, and local funds, for each LEA and each school in the state.

386 (a) The Superintendent shall exclude expenditures that:

387 (i) are non-current;
388 (ii) do not reflect the day-to-day operations of an LEA or school;
389 (iii) do not contribute to k-12 education; or
390 (iv) are significant, unique expenditures that may skew data in certain years and
391 thwart year-to-year comparison.

392 (b) The Superintendent shall publish and make available a comprehensive list of
393 expenditures that are excluded from per pupil expenditure information.

394 (2) The Superintendent's school level report for each school shall include:

395 (a) average daily membership for the fiscal year covered by the report;

396 (b) an indicator if the school is:

397 (i) a Title I School; or

398 (ii) a Necessarily Existent Small School;

399 (c) grade levels served by each school;

400 (d) student demographics;

401 (e) expenditures recorded at the school level and central expenditures allocated
402 to each school by:

403 (i) federal program expenditures; and

404 (ii) state and local combined expenditures;

405 (f) calculated per pupil expenditures; and

406 (g) average teacher salary.

407 (3) The Superintendent may not report expenditure data for a school with an n-
408 size of less than 10.

409

410 **R277-113-8. LEA Accounting Requirements.**

411 (1) Each LEA shall:

412 (a) record revenues and expenditures in compliance with the Board approved
413 chart of accounts;

414 (b) record expenditures using school location codes that can be mapped to official
415 school location codes used in the Board system of record;

416 (c) record expenditures using approved district and school codes in the Board
417 system of record;

418 (d) submit expenditures using location codes in the UPEFS system;

419 (e) perform program accounting in accordance with GAAP and this rule; and

420 (f) beginning with the fiscal year that begins on July 1, 2021, ~~accrue~~record school
421 fees, and fee waivers and use contra-revenue accounts to record fee waivers in the LEA's
422 accounting system.

423 (2) Each LEA shall record and report the following expenditures for each school
424 annually:

425 (a) salaries;

426 (b) benefits;

427 (c) supplies;

428 (d) contracted services; and

429 (e) equipment.

430 (3) If an LEA pays for contracted services that occur at the school level, the LEA
431 shall record the payments to the contractors in the appropriate function and object codes
432 established under Subsection (2) at the school level.

433 (4)(a) An LEA shall record centralized administrative costs to the administrative
434 location code.

435 (b) The Superintendent shall allocate such costs to each school based on school
436 enrollment.

437 (7) The Superintendent shall present one expenditure report for a school receiving
438 more than one report card under Subsection R277-497-4(8).

439 (8) If an LEA reports expenditures in programs, the LEA shall report the
440 expenditures to one or more schools.

441

442 **R277-113-9. Activities Provided, Sponsored, or Supported by a School.**

443 (1) An LEA or school shall comply with this Section R277-113-9 for all activities
444 provided, sponsored, or supported by a school.

445 (2) An LEA shall ensure that revenues raised from or during activities provided,
446 sponsored, or supported by a school are classified, recorded, and deposited as public
447 funds in compliance with LEA cash handling, program accounting, and expenditure of
448 funds policies as required by Section R277-113-5.

449 (3) An LEA shall:

450 (a) maintain records in sufficient detail to:

451 (i) track individual contributions and expenditures;

452 (ii) track overall financial outcomes; and

453 (iii) verify compliance with relevant regulations; and

454 (b) make records of activities available to parents, students, and donors, except
455 as restricted by state or federal law;

456 (4) An LEA may establish LEA-specific rules or policies:

457 (a) designating categories of activities or groups as provided, sponsored, or
458 supported by the school; and

459 (b) regarding use of facilities or LEA resources.

460 (5) An LEA shall document their annual review of fundraising activities that support
461 or subsidize LEA or public school-authorized clubs, activities, sports, classes, or
462 programs to determine if the activities are provided, sponsored, or supported by a school.

463 (6)(a) An LEA may enter into contractual agreements to allow for fundraising and
464 use of LEA facilities.

465 (b) An agreement under Subsection (6)(a) shall take into consideration the LEA's
466 fiduciary responsibility for the management and use of public funds, resources, and
467 assets.

468 (c) An LEA shall review an agreement under Subsection (6)(a) with the LEA's
469 insurer or legal counsel to consider risk to the LEA.

470 (7) An LEA shall comply with this Subsection (7) for any activity not provided,
471 sponsored, or supported by a school:

472 (a) An LEA shall conduct all transactions at arm's length;

473 (b) An LEA may not co-mingle revenue and expenditures with public funds; and

474 (c) A public school employee may only manage or hold funds consistent with Rule
475 R277-107.

476

477 **R277-113-10. LEA Policies and Compliance with State and Federal Law.**

478 (1) An LEA is responsible to ensure that its policies comply with the following:

479 (a) Utah Constitution Article X, Section 3;

480 (b) Title 63G, Chapter 6a, Utah Procurement Code;

481 (c) Title 51, Chapter 4, Deposit of Funds Due State;

482 (d) Title 67, Chapter 16, Utah Public Officers' and Employees' Ethics Act;

483 (e) Family Educational Rights and Privacy Act, 20 U.S.C. 1232g;

484 (f) Title 63G, Chapter 2, Government Records Access and Management Act;

485 (g) Title 53G, Chapter 7, Student

486 <https://le.utah.gov/xcode/Title53G/Chapter7/53G-7.html?v=C53G->

487 [7_2018012420180124](https://le.utah.gov/xcode/Title53G/Chapter7/53G-7.html?v=C53G-7_2018012420180124) Fees;

488 (h) Title 53G, Chapter 6, Textbook Fees;

489 (i) Section 53E-3-403, Establishment of Public Education Foundations;

490 (j) Title 53G, Chapter 7, Part 7, Student Clubs Act;

491 (k) Title 51, Chapter 2a, Accounting Reports from Political Subdivisions, Interlocal
492 Organizations, and Other Local Entities Act;

493 (l) Additional state legal compliance guides for operating LEAs and non-operating
494 LEAs as published by the office of the state Auditor;

495 (m) Subsection 51-7-3(26), Definition of Public Funds;

496 (n) Title 53G, Chapter 7, Part 4, Internal Audits;

497 (o) Rule R277-407, School Fees;

498 (p) Rule R277-107, Educational Services Outside of Educator's Regular
499 Employment;

500 (q) Rule R277-217, Utah Educator Standards;

501 (r) Rule R277-605, Coaching Standards and Athletic Clinics;

502 (s) Rule R123-5, Audit Requirements for Audits of Political Subdivisions and
503 Governmental Nonprofit Corporations; and

504 (t) 2 C.F.R. 200, Uniform Administrative Requirements, Cost Principles, and Audit
505 Requirements for Federal Awards.

506 (2) An LEA shall include the following requirements of Title IX in LEA policies:

507 (a) Fundraising shall equitably benefit males and females;

508 (b) Males and females shall have reasonably equal access to facilities, fields, and
509 equipment;

510 (c) School sponsored activities shall be reasonably equal for males and females.

511

512 **KEY: school sponsored activities, public funds, fiscal policies and procedures,**
513 **audit committee**

514 **Date of Enactment or Last Substantive Amendment: November 10, 2020**

515 **Authorizing, and Implemented, or Interpreted Law: Art X, Sec 3; 53E-3-401(4); 53E-**
516 **3-501(1)(e)**