



22-24-4. Public school capital outlay fund created; use.

G. Balances in the fund may be annually appropriated for the core administrative functions of the authority pursuant to the Public School Capital Outlay Act, and, in addition, balances in the fund may be expended by the authority, upon approval of the council, for project management expenses; provided that:

*(1) the total annual expenditures from the fund for **the core administrative functions** pursuant to this subsection **shall not exceed five percent** of the **average annual grant assistance authorized from the fund during the three previous fiscal years**;*

PSFA Recommendation:

- A 5-year average of awards vs a 3-year average of awards allows for a more even operating budget.
- A 3-year average of awards budget causes a wider variation (difference) in budget from one fiscal year to the next fiscal year.
- A 5-year budget will allow for better planning and forecasting of the operating budget.