**Legal Title**  
State School Site Utilization Fund

**Legal Citation/Authority**  
Chapter 277, Statutes of 1996 (SB 1562)  
Education Code sections 17219 – 17224

<table>
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<th>Fund Classification</th>
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<tr>
<td>GAAP Basis</td>
<td>Legal Basis</td>
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<tr>
<td>Fiduciary/Agency Funds</td>
<td>Nongovernmental/Trust and Agency Funds--</td>
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<td>Non-Federal</td>
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**Purpose**  
The purpose of the 1973 law and the fund is to encourage school districts to either utilize property acquired for school purposes within a reasonable period of time after the acquisition or dispose of the property. Chapter 519, Statutes of 1978 added sites which had previously been used for school purposes, but had not been used within the preceding five year to be subject to nonuse payments. The amount to be withheld from the school apportionments for nonuse of property acquired is determined by the State Allocation Board, Department of General Services.

**Administering Agency/Organization Code**  
School Facilities Aid Program/Org 6350

**Major Revenue Source**  
Amounts withheld from apportionments to school districts from the State School Fund because of the nonuse of property acquired by school districts.

**Disposition of Fund (upon abolishment)**  
Pursuant to Government Code 16346, absent language that identifies a successor fund, any balance remaining in this fund upon abolishment shall be transferred to the General Fund.

** Appropriation Authority**  
Section 17223 of the Education Code provides that the fund shall be used to return to school districts, without interest, moneys which have been withheld if the district begins to use the site or sells or is in the process of selling the property within two years after the State Allocation Board determines that the site is unused.

Section 17224 of the Education Code provides that any monies in the fund, including interest, that are not subject to return to a school district pursuant to Education Code section 17223, shall revert to the Deferred Maintenance Fund.

**State Appropriations Limit**  
**Always Excluded** – The major revenue source is transferred from another fund which will be counted in an always excluded fund, the State School Fund (0342), and should not be double counted; as well as, this fund is derived from a Trust and Agency Fund (Non-Federal).
Comments/Historical Information
Chapter 1010, Statutes of 1976 created Education Code sections 39015 – 39018.

Chapter 277, Statutes of 1996 (SB 1562) repealed Education Code sections 39015 – 39018 and moved these provisions to Education Code sections 17219 – 17224.

State Allocation Board/Org 1830 and Office of Local Assistance, Department of General Services/Org 1820 also administer this fund.