

**BOARD MEETING ITEM**

**MEETING DATE:** June 20, 2019

**CATEGORY:** **Item No. 9 – ACTION ITEM**

**TOPIC:** **Item No. 9.7: Approval of 2019-2020 Education Protection Account (EPA) Spending Plan**

**SUBMITTER:** Margaret Skikos, Business Manager

**DISCUSSION:** Wright Elementary District spends all funds impounded, as part of the Educational Protection Account, in the Instructional function.

Proposition 55 (2016), the ballot measure to continue the increased income taxes—not the increased sales taxes—contained in Proposition 30 (2012), continues the use of the Education Protection Account (EPA) as the fund into which the increased revenues are deposited for the purpose of distributing to California school agencies.

Proposition 55 continues the requirement that the funds received from the EPA cannot be used “for salaries or benefits of administrators or any other administrative costs.”

The spending plan for the 2017-18 entitlement is attached.

**RECOMMENDATION:** Approve the 2019-2020 Education Protection Account (EPA) Spending Plan

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**Wright School District  
2019-20 Education Protection Account (EPA) Spending Plan**

Proposition 30, *The Schools and Local Public Safety Protection Act of 2012*, approved by the voters on November 6, 2012, temporarily increases the states sales tax rate for all taxpayers and the personal income tax rates for upper-income taxpayers.

The new revenues generated from Proposition 30 are deposited into a newly created state account called the Education Protection Account (EPA). School districts, county offices of education, and charter schools (LEAs) will receive funds from the EPA based on their proportionate share of the statewide revenue limit amount. A corresponding reduction is made to an LEA's revenue limit EPA entitlement. LEAs began receiving EPA payments quarterly beginning with the 2013- 14 Fiscal Year.

Proposition 30 provides that all K-14 local agencies have the sole authority to determine how the funds received from the EPA are spent, but with these provisions:

The spending plan must be approved by the governing board during a public meeting. EPA funds cannot be used for the salaries or benefits of administrators or any other administrative costs. Each year, the local agency must publish on its website an accounting of how much money was received from the EPA and how the funds were expended.

Wright School District estimated 2019-20 EPA Entitlement **\$ 1,884,700**

The district plans to use all EPA funds to cover salary and benefit costs of non-administrative staff. Any difference in revenue and/or expenditures will be adjusted in teacher salaries.

<b>Certificated Positions</b>			
<b>Position</b>	<b>Salary</b>	<b>Statutory benefits</b>	<b>Total Cost</b>
Classroom Teachers	\$1,884,700	\$0	\$ 1,884,700
Total			\$ 1,884,700

Wright School District  
 2019-20 Education Protection  
 Report Expenditures by Function

**Expenditures budgeted through: June 30, 2020**  
**For Fund 01 and Fund 03, Resource 1400 Education Protection Account**

Description	Object Codes	Amount
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		
Adjusted Beginning Fund Balance	9791-9795	0.00
Revenue Limit Sources	8010-8099	1,884,700.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Deferred Revenue	9650	0.00
<b>TOTAL AVAILABLE</b>		<b>1,884,700.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
<b>(Objects 1000-7999)</b>		
<b>Function Codes</b>		
Instruction	1000-1999	1,884,700.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Pupil Services		
Guidance and Counseling Services	3110	0.00
Psychological Services	3120	0.00
Attendance and Social Work Services	3130	0.00
Health Services	3140	0.00
Speech Pathology and Audiology Services	3150	0.00
Pupil Testing Services	3160	0.00
Pupil Transportation	3600	0.00
Food Services	3700	0.00
Other Pupil Services	3900	0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>		<b>1,884,700.00</b>
<b>BALANCE (Total Available minus Total Expenditures and Other Financing Uses)</b>		<b>0.00</b>