

# Education Protection Account (EPA)

## 2016-17 Spending Plan

### Dunsmuir Joint Union High School District

#### BACKGROUND

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

Revenues generated from Proposition 30 will be deposited into a newly created state account called the EPA and local agencies have the sole authority to determine how the funds received from the EPA are spent, with these provisos:

- 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

EPA funds are not additional revenue, it is an offset to the Revenue Limit. Approximately 20% of the district total deficated revenue limit must be accounted for under the new SACS resource code 1400.

In addition to the above requirements, the school district annual financial audit must include verification that the EPA funds were used as specified by Proposition 30.

#### RECOMMENDATION

The 2012-2013 EPA Spending Plan was approved April 10, 2013 (12-13-5)

The 2013-2014 EPA Spending Plan was approved June 27, 2013 (13-14-1)

2013-14 through 2017-18, the rest of the years that Proposition 30 will be effective, EPA spending plans should be approved by the board at the time the district budget for each year is adopted.

<b>EPA Spending Plan (16-17-1)</b> <b>2016-2017</b> (Board approved 6/22/16)
---

#### EXPENDITURES

Certificated Salaries (non admin)	1400	1000:3999	\$ 180,106
		Total	<u>\$ 180,106</u>

All EPA funds will be expended on certificated salaries and benefits only (non-administrative)

**16-17-1**  
**Dunsmuir Joint Union High School District**

**RESOLUTION REGARDING THE EDUCATION PROTECTION ACCOUNT**

WHEREAS, the voters approved Proposition 30 on November 6, 2012;

WHEREAS, Proposition 30 added Article XIII, Section 36 to the California Constitution effective November 7, 2012;

WHEREAS, the provisions of Article XIII, Section 36(e) create in the state General Fund an Education Protection Account to receive and disburse the revenues derived from the incremental increases in taxes imposed by Article XIII, Section 36(f);

WHEREAS, before June 30<sup>th</sup> of each year, the Director of Finance shall estimate the total amount of additional revenues, less refunds that will be derived from the incremental increases in tax rates made pursuant to Article XIII, Section 36(f) that will be available for transfer into the Education Protection Account during the next fiscal year;

WHEREAS, if the sum determined by the State Controller is positive, the State Controller shall transfer the amount calculated into the Education Protection Account within ten days preceding the end of the fiscal year;

WHEREAS, all monies in the Education Protection Account are hereby continuously appropriated for the support of school districts, county offices of education, charter schools and community college districts;

WHEREAS, monies deposited in the Education Protection Account shall not be used to pay any costs incurred by the Legislature, the Governor or any agency of state government;

WHEREAS, a community college district, county office of education, school district, or charter school shall have the sole authority to determine how the monies received from the Education Protection Account are spent in the school or schools within its jurisdiction;

WHEREAS, the governing board of the district shall make the spending determinations with respect to monies received from the Education Protection Account in open session of a public meeting of the governing board;

WHEREAS, the monies received from the Education Protection Account shall not be used for salaries or benefits for administrators or any other administrative cost;

WHEREAS, each community college district, county office of education, school district and charter school shall annually publish on its Internet website an accounting of how much money was received from the Education Protection Account and how that money was spent;

WHEREAS, the annual independent financial and compliance audit required of community college districts, county offices of education, school districts and charter schools shall ascertain and verify whether the funds provided from the Education Protection Account have been properly disbursed and expended as required by Article XIII, Section 36 of the California Constitution;

WHEREAS, expenses incurred by community college districts, county offices of education, school districts and charter schools to comply with the additional audit requirements of Article XIII, Section 36 may be paid with funding from the Education Protection Act and shall not be considered administrative costs for purposes of Article XIII, Section 36.

NOW, THEREFORE, IT IS HEREBY RESOLVED:


1. The monies received from the Education Protection Account shall be spent as required by Article XIII, Section 36 and the spending determinations on how the money will be spent shall be made in open session of a public meeting of the governing board of Dunsmuir Joint Union High School District.;

2. In compliance with Article XIII, Section 36(e), with the California Constitution, the governing board of the Dunsmuir Joint Union High School District has determined to spend the monies received from the Education Protection Act as attached.

DATED: June 22, 2016.

  
Board Member

  
Board Member

  
Board Member

  
Board Member

\_\_\_\_\_  
Board Member



**Dunsmuir Joint Union High**

**Revenue Projections  
Fiscal Years**

	Resource	Object	2015/16	2016/17	2017/18	2018/19
Source	As Defined by SBX3.4		Prior Year	Budget Year	Projection	Projection
LCFF - State Aid	0000	8011	830,794	839,058	853,466	948,713
LCFF - State Aid - EPA	1400	8012	188,543	180,106	165,698	68,458
Home Owners Exemption	0000	8021				
Timber Yield Tax	0000	8022				
Property Taxes	0000	8041-5	478,111	478,111	478,111	478,111
<b>Total LCFF Sources</b>			<b>1,497,448</b>	<b>1,497,275</b>	<b>1,497,275</b>	<b>1,495,282</b>
<b>Federal Revenues</b>						
Forest Reserve	0000	8260	13,081	12,794		
NCLB: Title I, Part A, Basic Grants Low-Income	3010	8290	56,269	56,269	56,269	56,269
Deferred						
Vocational Education- Perkins	3550	8290	3,420	3,420	3,420	3,420
Deferred						
NCLB: Title IV, Part A, Drug-Free Schools	3710	8290			0	0
Deferred						
NCLB: Title II, Part A, Teacher Quality	4035	8290	5,253	5,235	5,235	5,235
Deferred						
Principal Training - Deferred	4036	8290			0	0
NCLB: Title II Technology	4045	8290	0		0	0
Deferred						
Title VII Indian Education	4510	8290			0	0
NCLB: Title VI, Part B Small Rural Grant	5850	8290	11,132	11,132	11,132	11,132
Deferred			0		0	0
MediCal Administrative Activities (MAA)	0000	8290	10,001		0	0
Other Federal	0000	8290				
<b>Total Federal Revenues:</b>			<b>99,156</b>	<b>88,850</b>	<b>76,056</b>	<b>76,056</b>
<b>Other State Revenues</b>						
Food Service Start Up	5380	8520		0		
Mandated Cost Reimbursement	0000	8550		0	0	0
State Lottery	1100	8560	9,272	7,277	6,660	6,413
State Lottery: Instructional Materials	6300	8560	2,715	2,131	1,950	1,878
Prop 39 CA Clean Energy Jobs Act	6230	8590	30,000			
On Behalf of STRS	7690	8590	23,976	35,232	35,232	35,232
School Based Coordinated Program Economic Impact Aid (EIA) -Deferred	7250	8590	0			
Targeted Instructional Imp BG Prior Year Deferr	0000	8590	0		0	0
Common Core Implementation	7405	8590	0			
One-Time Funds for Outstanding Mandated C	0000	8590	28,593			
CHSEE Assessment	0000	8590	78			
Student ID Maintenance Reimbursement	0000	8590	13			
Educator Effectiveness	6264	8590	13,199			
<b>Total State Revenues:</b>			<b>107,846</b>	<b>44,641</b>	<b>43,842</b>	<b>43,524</b>
<b>Other Local Revenues</b>						
Interest	0000	8660	4,700	3,000	3,000	3,000
Other Local	0000	8690	345		0	0
Donations Community Outreach	9010	8690			0	0
Associated Student Body	9700	8699	40,000	50,000	50,000	50,000
Other Local	0000	8699	587		0	0
LCFF Revenue Sharing Support	0000	8792			0	0
ROP Transfer from JPA	0350	8783	10,763		0	
Special Education State Aid	6500	8792	7,372	6,635	6,635	6,635
Special Education State Aid	6500	8792	0		0	0
Pre-School Parent Fees	9126	8699	0		0	0
Other Local (Pre-School)	9320	8690				
Donation	0000	8699				
Get Focused Grant	9010	8699	5,000	5,000		
Transfer from Fund 17 for Fund 40		8919				
Transfer from 13-5380		8919				
<b>Total Local Revenues</b>			<b>68,766</b>	<b>64,635</b>	<b>59,635</b>	<b>59,635</b>
<b>Total General Fund Revenues</b>			<b>1,773,216</b>	<b>1,695,400</b>	<b>1,676,808</b>	<b>1,674,496</b>

**STATISTICAL INFORMATION:**

**Enrollment and Attendance**

ADA and ADA Estimates	54.02	62.58	51.98	47.57	45.81
CBEDS	59.00	67.00	60.00	55.00	53.00

**COLAs and Deficit Percentages**

LCFF Cola		1.02%	0.00%	1.11%	2.42%
<b>Year Over Year Rates and Changes</b>					
Lottery	8560	\$140.00	\$140.00	\$140.00	\$140.00
Lottery-Instructional Materials	8560	\$41.00	\$41.00	\$41.00	\$41.00
Interest Rates:		0.50%	0.50%	0.50%	0.50%

DUNSMUIR JOINT UNION HIGH SCHOOL DISTRICT  
5805 High School Way  
Dunsmuir, CA 96025

NOTICE OF PUBLIC HEARING  
Education Protection Fund Use  
2016/2017

The Dunsmuir Joint Union High School District will be holding a public hearing on **Wednesday June 8, 2015 at 4:00 P.M.** in rm 106 at Dunsmuir High School.

At this meeting the Governing Board will consider approval of the Expenditure Plan for the Education Protection Fund dollars as created by Proposition 30.

Parents, teachers, and members of the community are encouraged to participate.

Posted: 5/24/16 by Kim A. Vardanega  
Dunsmuir High School, Dunsmuir Elementary School, Castle Rock Elementary School,  
Siskiyou County Office of Education, Southern Siskiyou News,  
Record Searchlight  
Web Site [www.dunsmuirhigh.k12.ca.us](http://www.dunsmuirhigh.k12.ca.us)

**DUNSMUIR JOINT UNION HIGH SCHOOL DISTRICT  
BOARD OF TRUSTEES  
AGENDA ITEM MATERIALS/BACK-UP INFORMATION**

SUBJECT Education Protection Account (EPA) 16-17 Spending Plan and Resolution 16-17-1 2<sup>nd</sup> Reading

MEETING DATE 6/22/16

AREA

- ☐ Action/Discussion
- ☐ Discussion
- ☐ Report
- ☐ Correspondence
- ☐ Confidential (Closed Session)

RECOMMENDATION/ACTION REQUESTED

Approval of 2<sup>nd</sup> Reading

FISCAL IMPACT

Funds budgeted for Certificated salary and benefits – non-administrative costs

RATIONALE

*Required to receive funds*

BACKGROUND/PREVIOUS STAFF/BOARD ACTION

*Public Hearing and 1<sup>st</sup> Reading 6/8/16*

CONTACT PERSON/S *Ray Kellar, Kim Vardanega*

MOTION MADE Palmer SECONDED Townsend

VOTE 4 AYES 0 NAYS 1 ABSENT 0 ABSTAIN

ROLL CALL