

BERT CORONA CHARTER SCHOOL

Proposed Action Item:

The dollar amount listed below for LCFF Sources includes funds from the Education Protection Account created by the passage of Proposition 30 in November 2012. Education Protection Account funds are estimated to be equal to 22% of the LCFF Base Rate in 2015-16. These funds will support instructional program expenditures (e.g. teacher salaries). Funds will not be used to support school administration and other EPA non-allowable expenses.

FY 15-16 Estimated EPA Amount \$ 420,286

Education Protection Account Information:

With the passage of Proposition 30, which temporarily increases the personal income tax rates for upper-income taxpayers and the sales tax rate for all taxpayers, the state officially established the Education Protection Account (EPA). Revenue generated from the increased taxes are deposited into the EPA and later distributed to districts and charter schools.

EPA funds will be allocated on a quarterly basis beginning in September 2015 or October 2015. These funds will be used to support Certificated Teacher Salaries.

While funds from the EPA are part of a district's or charter school's general purpose funding, Proposition 30 specifies that EPA funds may not be used for salaries or benefits of administrators or any other administrative costs.

From an accounting perspective, EPA revenue and expenditures must be coded separately (under a new resource code, 1400, created specifically for EPA funds) and from an operational perspective, governing boards must determine the use of EPA funds at an open public meeting. This determination must occur annually.