

**VISALIA UNIFIED SCHOOL DISTRICT
2016-2017 EDUCATION PROTECTION ACCOUNT (EPA) PLAN
ACTUAL EXPENSES**

Proposition 30, *The Schools and Local Public Safety Protection Act of 2012*, approved by the voters on November 6, 2012, temporarily increases the State's sales tax rate 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, as Local Education Agencies (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 for the amount of EPA entitlement. LEAs received EPA payments quarterly beginning with the 2014-15 fiscal year.

Proposition 30 provides that all K-14 local education agencies have the sole authority to determine how the funds received from the EPA are spent, with the following 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.
- Allowable functions, as listed on the attachment, are from the EPA Frequently Asked Questions on the California Department of Education website.
- Each year the local agency must publish on its website an accounting of how much money was received from EPA and how the funds were spent.

Visalia Unified School District actual 2016-2017 EPA Entitlement \$36,623,451

The District governing board adopted Resolution No. 16-17-20, which determined that the EPA funds were to be used to pay for classroom teachers. The actual expenses of \$36,623,451 were used to pay salaries and benefits for 452.116 full-time equivalent classroom teachers charged to the instruction function. The 2016-17 Unaudited Actuals, Report PGM: Program by Resource Report, Expenditures by Function-Detail for resource 1400 Education Protection Account is attached.

Expenditures through:

For Fund(s), Resource(s), and Project Year(s):

01 1400 0 Education Protection Account

Description	Object Codes	Amount
AMOUNT AVAILABLE FOR THIS FISCAL YEAR		
Adjusted Beginning Fund Balance	9791-9795	11,664.00
LCFF Sources	8010-8099	36,623,451.00
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
Unearned Revenue	9650	0.00
TOTAL AVAILABLE		36,635,115.00
EXPENDITURES AND OTHER FINANCING USES		
Certificated Salaries	1000-1999	25,083,946.00
Classified Salaries	2000-2999	0.00
Employee Benefits	3000-3999	11,539,505.00
Books and Supplies	4000-4999	0.00
Services and Other Operating Expenditures	5000-5999, except 5100-5199	0.00
Subagreements for Services	5100-5199	0.00
Capital Outlay	6000-6999	0.00
Other Outgo (Excluding Indirect Costs)	7000-7299, 7400-7499	0.00
Indirect Costs	7310,7350	0.00
Other Financing Uses	7600-7999	0.00
TOTAL EXPENDITURES AND OTHER FINANCING USES		36,623,451.00
BALANCE (Total Available minus Total Expenditures and Other Financing Uses)		11,664.00
INDIRECT COSTS AS A PERCENTAGE OF ELIGIBLE EXPENDITURES		
Eligible Expenditures (Objects 1000-5999 except objects 5100-5199)		36,623,451.00
Indirect Costs (Objects 7310 and 7350)		0.00
Indirect Costs divided by Eligible Expenditures		0.00%

EDUCATION PROTECTION ACCOUNT ALLOWABLE FUNCTIONS

1000–1999 INSTRUCTION

- 1000 Instruction
- 1110 Special Education: Separate Classes
- 1120 Special Education: Resource Specialist Instruction
- 1130 Special Education: Supplemental Aids and Services in Regular Classrooms
- 1180 Special Education: Nonpublic Agencies/Schools
- 1190 Special Education: Other Specialized Instructional Services

2000–2999 INSTRUCTION-RELATED SERVICES

- 2420 Instructional Library, Media, and Technology
- 2490 Other Instructional Resources
- 2495 Parent Participation (optional)

3000–3999 PUPIL SERVICES

- 3110 Guidance and Counseling Services
- 3120 Psychological Services
- 3130 Attendance and Social Work Services
- 3140 Health Services
- 3150 Speech Pathology and Audiology Services
- 3160 Pupil Testing Services
- 3600 Pupil Transportation
- 3700 Food Services
- 3900 Other Pupil Services

4000–4999 ANCILLARY SERVICES

- 4000 Ancillary Services
- 4100 School-Sponsored Co-curricular (optional)
- 4200 School-Sponsored Athletics (optional)
- 4900 Other Ancillary Services (optional)

5000–5999 COMMUNITY SERVICES

- 5000 Community Services
- 5100 Community Recreation (optional)
- 5400 Civic Services (optional)
- 5900 Other Community Services (optional)

8000–8999 PLANT SERVICES

- 8100 Plant Maintenance and Operations
- 8110 Maintenance (optional)
- 8200 Operations (optional)
- 8300 Security (optional)
- 8400 Other Plant Maintenance and Operations (optional)
- 8500 Facilities Acquisition and Construction
- 8700 Facilities Rents and Leases

9000–9999 OTHER OUTGO

- 9100 Debt Service
- 9200 Transfers Between Agencies

**BEFORE THE BOARD OF TRUSTEES
OF THE VISALIA UNIFIED SCHOOL DISTRICT
TULARE COUNTY, STATE OF CALIFORNIA**

In the Matter of the Spending Determination
for Funds Received from the Education
Protection Account pursuant to Article XIII,
Section 36 of the California Constitution
2016-17 Fiscal Year

RESOLUTION No. 16-17-**20**

RECITALS

1. The voters approved Proposition 30 on November 6, 2012;
2. Proposition 30 added Article XIII, Section 36 to the California Constitution effective November 7, 2012;
3. The provisions of Article XIII, Section 36(e) create in the state General Fund an Educational Protection Account to receive and disburse the revenues derived from the incremental increases in taxes by Article XIII, Section 36(f);
4. Before June 30th 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;
5. 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;
6. 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;
7. 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;
8. 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;

9. The governing board of the district shall make the spending determination with respect to monies received from the Education Protection Account in open session of a public meeting of the governing board;
10. The monies received from the Education Protection Account shall not be used for salaries or benefits for administrators or any other administrative cost;
11. 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;
12. 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;
13. 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, BE IT RESOLVED as follows:

1. The above recitals are true and correct;
2. 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 for the 2015-16 fiscal year shall be made in open session of a public meeting of the governing board of the Visalia Unified School District;
3. In compliance with Article XIII, Section 36(e) of the California Constitution, the governing board of the Visalia Unified School District has determined to spend the monies received from the Education Protection Account for the 2015-16 fiscal year for instructional personnel as recommended.
4. Upon finalizing financial data for the fiscal year, the District Superintendent, or designee, is hereby directed to immediately publish on the district's Internet Web site an accounting of how much money was received from the Education Protection Account and how that money was spent.

THE FOREGOING RESOLUTION was adopted upon motion by Trustee Qualls,
seconded by Trustee Fulmer, at a regular/special meeting held on September 27, 2016,
by the following vote:

AYES: Crabtree, Fulmer, Guerrero, Qualls, Ulmschneider, Vazquez
NOES: None
ABSENT: Martin

I, Todd Oto, Secretary of the governing board of the Visalia Unified School District, do hereby
certify that the foregoing Resolution was duly passed and adopted by said Board, at an official
and public meeting thereof, this 27th day of September, 2016.

9/27/16

Date



Todd, Oto,
Secretary, Board of Trustees