

FREMONT UNION HIGH SCHOOL DISTRICT

MEMORANDUM

June 20, 2023

TO: Board of Trustees

FROM: Tom Avvakumovits, Associate Superintendent
Christine Mallery, CBO/Associate Superintendent

PREPARED BY: Christine Mallery, CBO/Associate Superintendent

SUBJECT: Adoption of Resolution #2223-29 Regarding the Education Protection Account

On November 6, 2012 the voters approved Proposition 30 which created a line item in the State's General Fund budget to receive and disburse the revenues derived from incremental increases in taxes. On November 8, 2016 the voters approved Proposition 55 which continues the increased income taxes until December 31, 2030. All monies in the Education Protection Account (EPA) will be appropriated to school districts.

Proposition 55 continues the requirement that the funds received from the EPA cannot be used "...for salaries and benefits of administrators or any other administrative costs." The following requirements still apply with respect to funds received from the EPA:

As a condition of receiving these funds, the Governing Board of each school district must approve a spending plan during a public meeting. EPA funds cannot be used for the salaries or benefits of administrators or any other administrative costs. Each year, the district must also publish on its website an accounting of how much money was received from the EPA and how the funds were expended. In addition, there is a requirement for the annual financial audit to include verification that the EPA funds were used as specified by Proposition 30.

- Adopt a spending plan in the public session of a meeting of the Governing Board before the fiscal year begins
- Post a report on the website of the amount of EPA funds received and how the funds were spent
- Make the necessary information available for the external auditor to confirm compliance during the annual financial audit

Proposition 55 took effect on January 1, 2018, and will remain in effect through December 31, 2030.

Recommended Action:

Adopt Resolution #2223-29 Regarding the Education Protection Account.

ATTACHMENTS:

- Resolution #2223-29 Regarding the Education Protection Account (PDF)

- Prop 55 Budget Proposal - 23-24 (DOCX)

RESULT:	ADOPTED [UNANIMOUS]
MOVER:	Stanley Kou, Trustee
SECONDER:	Naomi Nakano-Matsumoto, Clerk
AYES:	Kim, Kou, Moe, Nakano-Matsumoto, Sinks