Salinas City Elementary School District

REPORT TO BOARD OF TRUSTEES	BOARD MEETING DATE: 9-12-16	School Site Plan Reference Page

DATE: August 23, 2016

FROM: Gerald J. Stratton, Assistant Superintendent , Business Services

SIGNATURE:

Approved By	Date:
Asst. Supt.: Bus. Dept.	8/30
Asst. Supt.: Ed Serv.	9/16/16
Asst. Supt.: Human Resources	
Superintendent:	

SUBJECT: Education Protection Account (EPA) Spending Plan Update- ACTION

ATTACHMENTS:

A. MCOE Letter, March 8, 2013, Subject: Education Protection Account (EPA) Requirements

B. EPA 2015-16 Program by Resource Report, Expenditures by Function-Detail

RECOMMENDATION: That the Board review and approve the EPA spending plan update.

ANALYSIS:

On October 12, 2013, State Controller John Chaing specified that LEA boards shall approve how the Prop 30 EPA funds will be spent in a public hearing. LEA's must also post how these monies are spent on the LEA website. The district has complied with the Controller's guidance. The intent of the EPA funds approved by passage of Proposition 30 in November 2012 was to restore critical funding lost due to the recession. Our district has continuously allocated all EPA funding to teachers' salaries; no funds have been or are now allocated to administrative staffing or operations.

Attachment B is the final 2015-16 EPA Spending Plan as funding increased from initial estimates due to a change in the LCFF gap funding percentage during the year.

Prop 30 funding is set to be reduced as provisions of it expire starting in January of 2017 absent any extension or new legislation approved by the voters.

FISCAL IMPACT: $11,390,966 in Prop 30 funds.

PROGRAM IMPACT: Funds continue to eliminate the need to reduce staffing and increase upper grade class sizes.

District Advisory and Financial Services
Finance and Business Services   **Bulletin No. 13-035**

To:	**Assistant Superintendents and Chief Business Officials**
From:	**Karen Hennessy, Director, District Advisory and Financial Services**
Date:	**March 18, 2013**
Subject:	**Education Protection Account (EPA) Requirements**

Pursuant to Article XIII, Section 36 of the California Constitution, school districts, county offices of education and community college districts are required to determine how the moneys received from the Education Protection Account are spent in the school or schools within their jurisdiction. The governing board makes the spending determinations in an open session of a public meeting. The language in the constitutional amendment requires that funds shall not be used for the salaries and benefits of administrators or any other administrative costs. Enclosed is a sample resolution that your district may utilize to fulfill the spending determinations requirement. There is also a requirement that districts must annually post on its website an accounting of how much money was received from EPA and how that money was spent.

For your convenience, enclosed with the sample resolution is a sample exhibit that districts may use for both the spending determinations and website posting requirements. However, districts are not required to use this format. The sample exhibit mirrors the Program by Resource Report from the CDE's Standardized Account Code Structure (SACS) software. Please note that in the sample exhibit, expenditures are displayed by function code and not by object code.

Due to the annual requirement for board action and the fact that EPA apportionments will not be certified until late in the 2012-13 fiscal year, districts must estimate EPA revenue. The EPA revenue can be estimated by multiplying total 2012-13 deficited revenue limit by 20%. If the result of that calculation is greater than revenue limit state aid, it is recommended that the district reduce EPA revenue down to the amount of revenue limit state aid. Basic aid school districts, may estimate EPA to be $200 per 2012-13 second principal average daily attendance.

If you have any questions or concerns about EPA reporting requirements, please contact me at (831) 755-0376 or your financial analyst either Joyce Reese (831)-755-6461 or Marvalee English (831)-755-0320.

Attachments (2)

cc: Garry P. Bousum, Associate Superintendent
        Colleen Stanley, Executive Director
        Marvalee English, Financial Analyst
        Joyce Reese, Financial Analyst

Estimated Expenditures through: June 30, 2016

For Fund 01, Resource 1400 Education Protection Account

As of June 30, 2016

Description	Object Codes	Amount
AMOUNT AVAILABLE FOR THIS FISCAL YEAR		
Adjusted Beginning Fund Balance	9791-9795	860.00
Revenue Limit Sources	8010-8099	11,390,106.00
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
TOTAL AVAILABLE		11,390,966.00
EXPENDITURES AND OTHER FINANCING USES		
(Objects 1000-7999)	FUNCTION	
Instruction	1000-1999	11,390,966.00
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
TOTAL EXPENDITURES AND OTHER FINANCING USES		11,390,966.00
BALANCE (Total Available minus Total Expenditures and Other Financing Uses)		0.00