

Agenda Item Details

Meeting	Jun 23, 2020 - REMOTE Board Meeting - 7:00 p.m.
Category	6. CONSENT ITEMS (Under \$25,000) - Members of the public may address the Board on Consent items before the Board's consideration of the items. In accordance with Board Bylaws 9323, individual remarks will be limited to three (3) minutes each, unless otherwise stipulated.
Subject	6.09 Resolution No. 2020-39 - Education Protection Account
Access	Public
Type	Action
Fiscal Impact	No
Recommended Action	It is respectfully recommended the Board of Education adopt Resolution No. 2020-39 - Education Protection Account.

Public Content**AGENDA ITEM NO. 6.09**

SUBMITTED BY: Jason E. Vann/Joanne Chin

COMMENTS: With the passage of Proposition 30 in November 2012, the Education Protection Account ("EPA") entitlement went into effect. Starting July 2012, the Principal Apportionment was reduced and backfilled by the EPA entitlement. The EPA entitlement is funding generated from the incremental tax increase approved by the voters under Proposition 30. The CDE distributed EPA entitlements quarterly during each fiscal year. Proposition 30 was to begin phasing out in 2018, however, it was extended until the year 2030 when the voters approved Proposition 55 on November 8, 2016.

The creation of the EPA by Proposition 30 not only impacts cash flow patterns but also has an accountability component. The spending plan for the upcoming fiscal year must be approved by the governing board during a public meeting prior to the expenditures being recorded.

The estimated EPA entitlement is approximately \$10,736,799 for FY 2019-20 and \$7,908,926 in FY 2020-21. This represents total compensation for approximately 85 teachers in FY 2019-20 and 64 teachers within FMSD in FY 2020-21. This same amount will be reduced from the LCFF revenue sources. It is recommended the EPA entitlement be allocated to pay part of total teacher compensation in the same way that their compensation has been previously funded paid with LCFF revenue sources.

DISTRICT GOALS: LCAP Priority area: Conditions of Learning - Basic Services & Conditions

FINANCIAL IMPACT: None

RECOMMENDATION: Staff recommends the Board of Education adopt Resolution No. 2020-39 - Education Protection Account.

ATTACHMENTS: Page 1 of 3

Resolution No. 2020-39 Education Protection Account Spending FY 19-20 and FY 2020-21.pdf (29 KB)

Administrative Content

"Preparing All Children As Global Learners"

FRANKLIN-MCKINLEY SCHOOL DISTRICT

Resolution No. 2020-39

**Spending Fiscal Year 2019-20 and 2020-21
Education Protection Account**

WHEREAS, the provisions of Article XIII, 36, added November 7, 2012, 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, 36(f), and

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

WHEREAS, it is the intent of the legislature that all community college districts, county offices of education, school districts, and charter schools shall have the authority to determine how the monies received from the Education Protection Account are spent within the agency, and

WHEREAS in maintaining transparency, the Governing Board of the district is required to make the spending determinations with respect to monies received from the Education Protection Account in an open session of a public meeting of the Governing Board and,

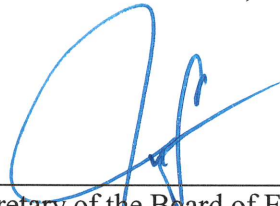
FURTHER, all monies received from the Education Protection Account shall not be used for any other administrative costs. The only exception is the payment of the additional audit requirements imposed by Article XIII 36 of the Constitution.

NOW, THEREFORE, BE IT RESOLVED by the Franklin-McKinley Board of Education determines that monies received from the Education Protection Account shall be spent on teacher salaries as specified on the attachment. This action satisfies the requirements imposed by Article XIII 36 of the California Constitution.

PASSED AND ADOPTED by the Franklin-McKinley Board of Education of the Franklin-McKinley School District, on June 23, 2020 by the following vote:

AYES: 5
NOES: 0
ABSTAIN: 0
ABSENT: 0

I, Juan Cruz, Secretary of the Board, hereby certify the foregoing is a full, true, and correct copy of a resolution adopted by the Board at a regular meeting thereof, held at its regular place of meeting on the date shown above and by the vote above stated, which resolution is on file in the office of the said Board.



Secretary of the Board of Education
Franklin-McKinley School District

**Franklin-McKinley School District
Education Protection Account Entitlement**

FY 2019-20

Projected EPA Entitlement	\$ 10,736,799	
Projected EPA Expenditures Resource Number 1400	\$ 10,736,799	(Approximately 85 FTE Teacher's Salary and Benefit)

FY 2020-21

Projected EPA Entitlement	\$ 7,908,926	
Projected EPA Expenditures Resource Number 1400	\$ 7,908,926	(Approximately 64 FTE Teacher's Salary and Benefits)
