

Hamilton Unified School District's

2019-20 Education Protection Account (EPA) Budget and Spending Plan

Background:

Proposition 30, *The Schools and Local Public Safety Protection Act of 2012*, approved by the voters on November 6, 2012, temporarily increases the state sales tax rate for all taxpayers and the personal income tax rates for upper-income taxpayers.

Implementation:

- These new state revenues will be deposited into a state account called the *Education Protection Account* (EPA).
- School districts will receive funds from the EPA based on their proportionate share of the statewide Local Control Funding amount. Entitlements will be made quarterly.

Further Reporting Requirements:

- Each year, a spending plan must be approved by the governing board during a public meeting.
- EPA funds cannot be used for salaries or benefits of administrators or any other administrative costs.
- Each year, the district must publish on its website an accounting of how much money was received from the EPA and how the funds were expended.
- There will be a requirement for the annual financial audit to include verification that the EPA funds were used as specified by Proposition 30.
- The EPA entitlement and expenditures will be recorded in Resource Code 1400.

District Spending Plan:

As specified by Proposition 30, it is the district's intent to spend the EPA funds on "instructional activities"; primarily salaries and benefits, instructional supplies and technology needs, as detailed below.

Books & Reference Materials and Supplies **\$275,766**

Other Operating Services/Licenses etc. **\$15,900**

| <u>Salaries</u> | <u>STRS/PERS</u> | <u>Medicare</u> | <u>Unemployment</u> | <u>Work Comp</u> | <u>H&W</u> | <u>Total</u> |
|---------------------------|------------------|-----------------|---------------------|------------------|----------------|---------------------------|
| 550,704 | 94,170 | 7,985 | 275 | 15,875 | 81,637 | \$750,646 |
| Total Entitlement: | | | | | | <u>\$1,042,312</u> |