

Hamilton Unified School District's

2018-19 Education Protection Account (EPA) Expenditures

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 Actual Expenditures:

As specified by Proposition 30, it is the district's intent to spend the EPA funds on "instructional activities"; primarily teacher salaries and benefits, instructional supplies, other operating services and buildings and improvements as detailed below.

<u>Teacher Salaries</u>	<u>STRS/PERS</u>	<u>Medicare</u>	<u>UI</u>	<u>Work Comp</u>	<u>H&W</u>	<u>TOTAL</u>
\$969,070	\$158,272	\$9,805	\$16,017	\$17,358	\$161,040	\$1,331,562
<u>Books & Supplies</u>						\$60,960
<u>Other Operating Services/Licenses etc.</u>						\$1,819
<u>Buildings & Improvements</u>						\$214,612
					Total Expenditures	\$1,608,953
					Carryover 2017-18	\$389,026
					2018-19 Entitlement	\$1,226,849
					Current Reserve	\$6,922