

**PIEDMONT UNIFIED SCHOOL DISTRICT**

**M E M O R A N D U M**

**TO:** Board of Education

**FROM:** Randall Booker, Superintendent  
Ruth Alahydoian, Chief Financial Officer

**DATE:** June 30, 2020

**RE: DETERMINE SPENDING OF EDUCATION PROTECTION ACCOUNT FUNDS (PART OF LOCAL CONTROL FUNDING FORMULA (LCFF)) FOR 2020-21**

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**I. SUMMARY**

The Board is required to determine how to spend Education Protection Account (EPA) funds in open session of a public meeting. This resolution satisfies this Constitutional requirement.

The District expects to receive approximately \$943,106 of EPA funds in 2020-21. The adopted budget for 2020-21 has all of the EPA funds allocated to teaching positions.

The report attached to the resolution also includes the final spending of the EPA funds received in 2018-19 and the estimate of spending for 2019-20.

**II. BACKGROUND**

In response to the financial challenges and the cuts to school funding during the Great Recession, the voters of California approved Proposition 30 on November 6, 2012, and Proposition 55 on November 8, 2016, which added Article XIII, Section 36 to the California Constitution effective November 7, 2012. The tax revenues generated under this Article are received and disbursed in the Education Protection Account (EPA) and are allocated as a part of the Local Control Funding Formula. However, unlike the State aid and property tax portions of LCFF revenues, EPA revenues cannot be used for salaries or benefits for administrators or any other administrative cost.

The law has two other requirements (in addition to the use restrictions): the determination of how the monies will be spent must be made in open session of a public meeting of the governing board; and an accounting of how much EPA money was received and how that money was spent should be posted on the District's website.

**III. RECOMMENDATION: APPROVE RESOLUTION 26-2019-20 REGARDING THE EDUCATION PROTECTION ACCOUNT**

Review and approve the spending of EPA funds received in 2020-21 on the salaries and benefits tied to teaching positions.

Attachments