

ALUM ROCK UNION ELEMENTARY SCHOOL DISTRICT
2930 Gay Avenue
San José, CA 95127

12.06

Office of Superintendent of Schools

ITEM REQUIRING ATTENTION – BOARD OF TRUSTEES

To the Superintendent of Schools:

Date: May 24, 2023

Subject: Education Protection Account (EPA) Spending Plan for 2023-2024

Staff Analysis: Proposition 30 provides that all K-14 local agencies have the sole authority to determine how the funds received from the EPA are spent, but with these provisions:

The 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 (as determined through the account code structure); Each year, the local agency must publish on its website an accounting of how much money was received from the EPA, and how the funds were expended.

In addition, there will now be a requirement for the annual financial audit to include verification that the EPA funds were used as specified by Proposition 30, and the additional costs of the audit would be an allowable expense from the EPA. If EPA funds are not expended in accordance with the requirements of Proposition 30, civil or criminal penalties could be incurred.

The District's spending plan is as follows: salary and benefit expenditures for teachers in the amount of \$22,738,737 (the estimated amount of EPA funds to be received quarterly during the last ten days of September, December, March, and June for the 2022-2023 fiscal year) will be transferred from resource 0000 (unrestricted) to resource 1400 (Education Protection Act). No administrative costs will be charged to the EPA resource. *June 8, 2023*

Recommendation: Staff recommends adoption of the District's Education Protection Account (EPA) Spending Plan for 2023-2024.

Prepared by: Kolvira Chheng *K* Title: Assistant Superintendent Business Services *Hilario*

To the Board of Trustees:
Recommend Approval

12.06

Agenda Placement

Meeting: June 8, 2023
Regular Board Meeting

Kol

Hilaria Bauer, Ph.D., Superintendent

DISPOSITION BY BOARD OF TRUSTEES

Motion by: Andreas Quintana

Seconded by: Corina Herrera-Lopez

Approved: *E*

Not Approved: *O*

Tabled: *+*

Absent: Linda Chavez

Alum Rock Union Elementary (69369) - 2023-24 Budget - With Aptitud

5/18/23

EDUCATION PROTECTION ACCOUNT

Certification Period:

	2022-23	2023-24	2024-25
EDUCATION PROTECTION ACCOUNT (EPA) MINIMUM ENTITLEMENT			
A-1 Total ADA for EPA Minimum	8,324.19	7,950.08	7,400.64
A-2 Minimum Funding per ADA	\$ 200	\$ 200	\$ 200
A-3 EPA Minimum Funding (A-1 * A-2)	\$ 1,664,838	\$ 1,590,016	\$ 1,480,128
EPA PROPORTIONATE SHARE CAP			
B1,B4 2012-13 Deficited Base RL/Charter Rate (adjusted for COLA eff. 21/22)	\$ 6,217.53	\$ 6,725.36	\$ 6,990.34
B2,B5 Current Year Funded ADA, excluding NSS	8,324.19	7,950.08	7,400.64
B-7 2012-13 Deficited Other Revenue Limit per ADA (adjusted for COLA eff. 21/22)	61.55	66.61	69.23
B-8 Current Year Funded ADA, including NSS	8,324.19	7,950.08	7,400.64
Adjusted Total Revenue Limit	\$ 52,243,282	\$ 53,996,705	\$ 52,245,336
Current Year Adjusted NSS Allowance	\$ -	\$ -	\$ -
B-12 Adjusted Revenue Limit/Adjusted General Purpose Funding for EPA	\$ 52,243,282	\$ 53,996,705	\$ 52,245,336
B-13 Local Revenue/In-Lieu of Property Taxes	\$ 24,461,363	\$ 24,193,367	\$ 23,763,271
B-14 EPA Proportionate Share Cap (B-12 - B-13; If less than 0, B-14 = 0)	\$ 27,781,919	\$ 29,803,338	\$ 28,482,065
EPA PROPORTIONATE SHARE			
C-1 Adjusted Revenue Limit/Adjusted General Purpose Funding for EPA	\$52,243,282	\$53,996,705	\$52,245,336
C-2 Statewide EPA Proportionate Share Ratio (as of P-2 certification)	42.11134218%	42.11134218%	42.11134218%
C-3 EPA Proportionate Share (C-1 * C-2)	\$ 22,000,347	\$ 22,738,737	\$ 22,001,212
EPA ENTITLEMENT			
D-1 EPA Entitlement (If C-3 < B-14, then C-3; else B-14); (If C-3 and B-14 < A-3, then A-3)	\$ 22,000,347	\$ 22,738,737	\$ 22,001,212
D-2 Miscellaneous Adjustments**	\$-	\$-	\$-
D-3 Adjusted EPA Entitlement (D-1 + D-2)	22,000,347	22,738,737	22,001,212
D-4 Prior Year Annual Adjustment	2,347,804		
D-5 P2 Entitlement Net of PY Adjustment	24,348,151	22,738,737	22,001,212
C-2 Statewide EPA Proportionate Share Ratio (as of Annual certification)	42.11134218%	42.11134218%	42.11134218%
Adjusted EPA Allocation (used to calculate LCFF Revenue)	22,000,347	22,738,737	22,001,212