

13.07

Office of Superintendent of Schools

ITEM REQUIRING ATTENTION – BOARD OF TRUSTEES

To the Superintendent of Schools:

Date: May 31, 2022

Subject: Education Protection Account (EPA) Spending Plan for 2022-2023

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 \$20,228,169 (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.

Recommendation: Staff recommends adoption of the District's Education Protection Account (EPA) Spending Plan for 2022-2023.

Prepared by: Kolvira Chheng Title: Assistant Superintendent Business Services

To the Board of Trustees:
Recommend Approval

Meeting: June 9, 2022
Regular Board Meeting

13.07

Agenda Placement

Hilaria Bauer, Ph.D., Superintendent

DISPOSITION BY BOARD OF TRUSTEES

Motion by: Mmh Pham

Seconded by: Linda Chavez

Approved: 5

Not Approved: 0

Tabled: 0

Aptitud Community Academy at Goss (6046247) - 2022-23 Budget Prin Modeling - 6.56%

5/20/22

EDUCATION PROTECTION ACCOUNT

Certification Period:	Est. Annual									
	2019-20	2020-21	2020-21	2021-22	2021-22	2021-22	2022-23	2023-24	2024-25	
EDUCATION PROTECTION ACCOUNT (EPA) MINIMUM ENTITLEMENT										
A-1 Total ADA for EPA Minimum	398.28	398.28	398.28	387.19	387.19	387.19	393.18	388.73	369.96	
A-2 Minimum Funding per ADA	200	200	200	200	200	200	200	200	200	
A-3 EPA Minimum Funding (A-1 * A-2)	\$ 79,656	\$ 79,656	\$ 79,656	\$ 77,438	\$ 77,438	\$ 77,438	\$ 78,636	\$ 77,746	\$ 73,992	
EPA PROPORTIONATE SHARE CAP										
Adjusted Total Revenue Limit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Current Year Adjusted NSS Allowance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
B-12 Adjusted Revenue Limit/Adjusted General Purpose Funding for EPA	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
B-13 Local Revenue/In-Lieu of Property Taxes	\$ 1,145,083	\$ 1,035,201	\$ 1,035,201	\$ 865,517	\$ 865,517	\$ 865,517	\$ 894,173	\$ 940,190	\$ 1,004,816	
B-14 EPA Proportionate Share Cap (B-12 - B-13; If less than 0, B-14 = 0)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
EPA PROPORTIONATE SHARE										
C-1 Adjusted Revenue Limit/Adjusted General Purpose Funding for EPA	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
C-2 Statewide EPA Proportionate Share Ratio (as of P-2 certification)	N/A	70.06785065%	N/A	49.17914663%	N/A	N/A	49.17914663%	49.17914663%	49.17914663%	
C-3 EPA Proportionate Share (C-1 * C-2)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
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)	\$ 79,656	\$ 79,656	\$ 79,656	\$ 77,438	\$ 77,438	\$ 77,438	\$ 78,636	\$ 77,746	\$ 73,992	
D-2 Miscellaneous Adjustments**	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
D-3 Adjusted EPA Entitlement (D-1 + D-2)	79,656	79,656	79,656	77,438	77,438	77,438	78,636	77,746	73,992	
D-4 Prior Year Annual Adjustment	N/A	\$ -	N/A	\$ -	N/A	N/A	78,636	77,746	73,992	
D-5 P2 Entitlement Net of PY Adjustment	N/A	\$ 79,656	N/A	\$ 77,438	N/A	N/A	78,636	77,746	73,992	
C-2 Statewide EPA Proportionate Share Ratio (as of Annual certification)	16.13801139%	70.06785065%	70.06785065%	49.17914663%	49.17914663%	49.17914663%	49.17914663%	49.17914663%	49.17914663%	
Adjusted EPA Allocation (used to calculate LCFF Revenue)	N/A	\$ 79,656	N/A	\$ 77,438	N/A	N/A	78,636	77,746	73,992	

Alum Rock Union Elementary (69369) - 2022-23 Budget Projections -
EDUCATION PROTECTION ACCOUNT

5/30/22

Certification Period:	Est. Annual		P2	Est. Annual		Est. Annual		Est. Annual		Est. Annual	
	2019-20	2020-21	2020-21	2020-21	2021-22	2021-22	2021-22	2022-23	2023-24	2024-25	
EDUCATION PROTECTION ACCOUNT (EPA) MINIMUM ENTITLEMENT											
A-1 Total ADA for cPA Minimum	8,898.99	8,452.22	8,452.22	8,452.22	8,431.08	8,431.08		8,067.63	7,530.34	6,858.89	
A-2 Minimum Funding per ADA	\$ 200	\$ 200	\$ 200	\$ 200	\$ 200	\$ 200		\$ 200	\$ 200	\$ 200	
A-3 EPA Minimum Funding (A-1 A-2)	\$ 1,779,798	\$ 1,690,444	\$ 1,690,444	\$ 1,690,444	\$ 1,686,216	\$ 1,686,216		\$ 1,613,526	\$ 1,506,069	\$ 1,371,777	
EPA PROPORTIONATE SHARE CAP											
Adjusted Total Revenue Limit	\$ 45,193,788	\$ -	\$ -	\$ 42,924,853	\$ 42,817,493	\$ 42,817,493		\$ 40,971,701	\$ 38,243,075	\$ 34,833,062	
Current Year Adjusted NSS Allowance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -	
B-12 Adjusted Revenue Limit/Adjusted General Purpose Funding for EPA	\$ 45,193,788	\$ 42,924,853	\$ 42,924,853	\$ 42,817,492.71	\$ 42,817,493	\$ 42,817,493		\$ 40,971,701	\$ 38,243,075	\$ 34,833,062	
B-13 Local Revenue/In-Lieu of Property Taxes	\$ 25,585,240	\$ 21,618,254	\$ 21,968,812	\$ 18,846,693.00	\$ 18,846,693	\$ 18,846,693		\$ 18,631,345	\$ 18,285,527	\$ 17,799,865	
B-14 EPA Proportionate Share Cap (B-12 - B-13; If less than 0, B-14 = 0)	\$ 19,608,548	\$ 21,306,599.00	\$ 20,956,041	\$ 23,970,799.00	\$ 23,970,800	\$ 23,970,800		\$ 22,340,356	\$ 19,957,548	\$ 17,033,197	
EPA PROPORTIONATE SHARE											
C-1 Adjusted Revenue Limit/Adjusted General Purpose Funding for EPA	\$ 45,193,788	\$ 42,924,853	\$ 42,924,853	\$ 42,817,493	\$ 42,817,493	\$ 42,817,493		\$ 40,971,701	\$ 38,243,075	\$ 34,833,062	
C-2 Statewide EPA Proportionate Share Ratio (as of P-2 certification)	N/A	70.06785065%	N/A	49.17914663%	N/A	N/A		49.17914663%	49.17914663%	49.17914663%	
C-3 EPA Proportionate Share (C-1 * C-2)	\$ 7,293,379	\$ 30,076,522	\$ 30,076,522	\$ 21,057,278	\$ 21,057,278	\$ 21,057,278		\$ 20,149,533	\$ 18,807,518	\$ 17,130,602	
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)	\$ 7,293,379	\$ 21,306,599	\$ 21,306,599	\$ 20,956,041	\$ 21,057,278	\$ 21,057,278		\$ 20,149,533	\$ 18,807,518	\$ 17,033,197	
D-2 Miscellaneous Adjustments**	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -	
D-3 Adjusted EPA Entitlement (D-1 + D-2)	7,293,379	21,306,599	21,306,599	20,956,041	21,057,278	21,057,278		20,149,533	18,807,618	17,033,197	
D-4 Prior Year Annual Adjustment	N/A	\$ 23,059	\$ 23,059	N/A	\$ (350,558)	N/A		N/A	N/A	N/A	
D-5 P2 Entitlement Net of PY Adjustment	N/A	\$ 21,329,658	\$ 21,329,658	N/A	\$ 20,706,720	N/A		20,149,533	18,807,618	17,033,197	
C-2 Statewide EPA Proportionate Share Ratio (as of Annual certification)	16.13801139%	70.06785065%	70.06785065%	70.06785065%	49.17914663%	49.17914663%		49.17914663%	49.17914663%	49.17914663%	
Adjusted EPA Allocation (used to calculate LCFF Revenue)	N/A	\$ 20,956,041	\$ 20,956,041	N/A	\$ 21,057,278	N/A		20,149,533	18,807,618	17,033,197	