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

14.08

Office of Superintendent of Schools

ITEM REQUIRING ATTENTION - BOARD OF EDUCATION

To the Board of Trustees: Date: June 6, 2019

Subject: **Approve Education Protection Account (EPA) Spending Plan for 2019-2020**

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 a follows: salary and benefit expenditures for teachers in the amount of $12,898,720 (the estimated amount of EPA funds to be received quarterly during the last ten days of September, December, March, and June for the 2019-20 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 that the Board of Trustees approve the Education Protection Account (EPA) Spending Plan for 2019-2020.

Approved by: Kolvira Chheng Title: Assistant Superintendent, Business Services

To the Board of Trustees: Meeting: June 13, 2019 Regular Board Meeting

Recommend Approval

14.08
Agenda Placement

6/13/19
Hilaria Bauer, Ph.D., Superintendent

ARUESD Board Approved

DISPOSITION BY BOARD OF TRUSTEES

Motion by: Corma Herrera-Loera Seconded by: Andres Quintero

Approved: 4 Not Approved: 0 Tabled:

1 absent Dolores Marquez-Franco

Alum Rock Union Elementary (69369) - ARUSD 2018-19

EDUCATION PROTECTION ACCOUNT

Certification:	2018-19	*Est. Annual 2018-19*	2019-20	2020-21	2021-22
EDUCATION PROTECTION ACCOUNT (EPA) MINIMUM ENTITLEMENT					
A-1 Total ADA for EPA Minimum	9,238.95	9,238.95	8,836.34	8,590.89	8,333.90
A-2 Minimum Funding per ADA	200	200	200	200	200
A-3 EPA Minimum Funding (A-1 * A-2)	1,847,790	*1,847,790*	1,767,268	1,718,178	1,666,780
EPA PROPORTIONATE SHARE CAP					
Adjusted Total Revenue Limit	*46,920,285*	*46,920,285*	*44,875,618*	*43,629,092*	*42,323,962*
Current Year Adjusted NSS Allowance	-	-	-	-	-
B-1 Adjusted Revenue Limit/Adjusted General Purpose Funding for EPA	46,920,285	*46,920,285*	44,875,618	43,629,092	42,323,962
B-2 Local Revenue/In-lieu of Property Taxes	25,897,112	25,897,112	28,384,207	28,191,626	27,980,860
B-3 EPA Proportionate Share Cap (B-1 - B-2; If less than 0, B-3 = 0)	21,023,173	*21,023,173*	16,491,411	15,437,466	14,343,102
EPA PROPORTIONATE SHARE					
C-1 Adjusted Revenue Limit/Adjusted General Purpose Funding for EPA	46,920,285	46,920,285	44,875,618	43,629,092	42,323,962
C-2 Statewide EPA Proportionate Share Ratio ***(as of P-2 certification)***	28.56249995%	*N/A*	28.56249995%	28.56249995%	28.56249995%
C-3 EPA Proportionate Share (C-1 * C-2)	13,401,606	*13,401,606*	12,817,598	12,461,559	12,088,782
EPA ENTITLEMENT					
D-1 EPA Entitlement (if C-3 < B-3, then C-3, else greater of A-3 or B-3)	13,401,606	*13,401,606*	12,817,598	12,461,559	12,088,782
D-2 Miscellaneous Adjustments**	-	-	-	-	-
D-3 Adjusted EPA Entitlement (D-1 + D-2)	13,401,606	*13,401,606*	12,817,598	12,461,559	12,088,782
D-4 Prior Year Annual Adjustment	1,170	*N/A*	-	0	0
D-5 P2 Entitlement Net of PY Adjustment	13,402,776	*N/A*	12,817,598	12,461,559	12,088,782
C-2 Statewide EPA Proportionate Share Ratio **(as of Annual certification)**	28.56249995%	28.56249995%	28.56249995%	28.56249995%	28.56249995%
Adjusted EPA Allocation (used to calculate LCFF Revenue)	*13,401,606*	*N/A*	*12,817,598*	*12,461,559*	*12,088,782*

Aptitud Community Academy at Goss (6046247) - Aptit

EDUCATION PROTECTION ACCOUNT

Certification:	2018-19	*Est. Annual 2018-19*	2019-20	2020-21	2021-22
EDUCATION PROTECTION ACCOUNT (EPA) MINIMUM ENTITLEMENT					
A-1 Total ADA for EPA Minimum	405.92	405.92	405.61	405.61	405.61
A-2 Minimum Funding per ADA	200	200	200	200	200
A-3 EPA Minimum Funding (A-1 * A-2)	81,184	*81,184*	81,122	81,122	81,122
EPA PROPORTIONATE SHARE CAP					
Adjusted Total Revenue Limit	-	-	-	-	-
Current Year Adjusted NSS Allowance	-	-	-	-	-
B-1 Adjusted Revenue Limit/Adjusted General Purpose Funding for EPA	-	-	-	-	-
B-2 Local Revenue/In-lieu of Property Taxes	1,112,445	1,112,445	1,112,445	1,112,445	1,112,445
B-3 EPA Proportionate Share Cap (B-1 - B-2; If less than 0, B-3 = 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)***	28.56249995%	*N/A*	28.56249995%	28.56249995%	28.56249995%
C-3 EPA Proportionate Share (C-1 * C-2)	-	-	-	-	-
EPA ENTITLEMENT					
D-1 EPA Entitlement (if C-3 < B-3, then C-3, else greater of A-3 or B-3)	81,184	*81,184*	81,122	81,122	81,122
D-2 Miscellaneous Adjustments**	-	-	-	-	-
D-3 Adjusted EPA Entitlement (D-1 + D-2)	81,184	*81,184*	81,122	81,122	81,122
D-4 Prior Year Annual Adjustment	(6)	*N/A*	-	-	-
D-5 P2 Entitlement Net of PY Adjustment	81,178	*N/A*	81,122	81,122	81,122
C-2 Statewide EPA Proportionate Share Ratio **(as of Annual certification)**	28.56249995%	28.56249995%	28.56249995%	28.56249995%	28.56249995%
Adjusted EPA Allocation (used to calculate LCFF Revenue)	*81,184*	*N/A*	*81,122*	*81,122*	*81,122*