2930 Gay Avenue, San Jose, CA 95127

13.22

Office of Superintendent of Schools

ITEM REQUIRING ATTENTION - BOARD OF EDUCATION

To the Board of Trustees: Date: June 9, 2015

Subject: **Approve Education Protection Account (EPA) Spending Plan for 2015 – 2016**

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 $12,540,018 (the estimated amount of EPA funds to be received quarterly during the last ten days of September, December, March, and June for the 2015-2016 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 2015-2016.

June 18, 2015

Approved by: Dana Taylor Title: Interim Assistant Superintendent, Business Services

To the Board of Trustees: Meeting: June 18, 2015
Regular Board Meeting

Recommend Approval

13.22
Agenda Placement

Hilaria Bauer, Ph.D., Superintendent

ARUESD
Board Approved 6/18/15

DISPOSITION BY BOARD OF TRUSTEES

Motion by: Dolores Marquez Seconded by: Kare Martinez

Approved: 4 Not Approved: 0 Tabled: -

1 Absent: Andres Quintero

Expenditures through:
For Fund(s), Resource(s), and Project Year(s):

01 1400 Education Protection Account

Description	Object Codes	Amount
AMOUNT AVAILABLE FOR THIS FISCAL YEAR		
Adjusted Beginning Fund Balance	9791-9795	0.00
LCFF Sources	8010-8099	12,540,018.00
Federal Revenue	8100-8299	0.00
Other State Revenue	8300-8599	0.00
Other Local Revenue	8600-8799	0.00
All Other Financing Sources and Contributions	8900-8999	0.00
Unearned Revenue	9650	0.00
TOTAL AVAILABLE		12,540,018.00
EXPENDITURES AND OTHER FINANCING USES		
Certificated Salaries	1000-1999	12,540,018.00
Classified Salaries	2000-2999	0.00
Employee Benefits	3000-3999	0.00
Books and Supplies	4000-4999	0.00
Services and Other Operating Expenditures	5000-5999, except 5100-5199	0.00
Subagreements for Services	5100-5199	0.00
Capital Outlay	6000-6999	0.00
Other Outgo (Excluding Indirect Costs)	7000-7299, 7400-7499	0.00
Indirect Costs	7310,7350	0.00
Other Financing Uses	7600-7999	0.00
TOTAL EXPENDITURES AND OTHER FINANCING USES		12,540,018.00
BALANCE (Total Available minus Total Expenditures and Other Financing Uses)		0.00
INDIRECT COSTS AS A PERCENTAGE OF ELIGIBLE EXPENDITURES		
Eligible Expenditures (Objects 1000-5999 except objects 5100-5199)		12,540,018.00
Indirect Costs (Objects 7310 and 7350)		0.00
Indirect Costs divided by Eligible Expenditures		0.00%