

TO: MEMBERS, BOARD OF EDUCATION
FROM: DR. ANTHONY W. KNIGHT, SUPERINTENDENT
DATE: JUNE 17, 2014
SUBJECT: C.2.i. APPROVE SPENDING PLAN FOR 2014-15 EDUCATION PROTECTION ACCOUNT FUNDS

ACTION

ISSUE: Shall the Board review and discuss the proposed spending plan for the 2014-15 Education Protection Account funds as required by Proposition 30?

BACKGROUND: California voters approved Proposition 30 in November of 2012, which established the Education Protection Account (EPA). All temporary tax revenues collected from Proposition 30 over the next 7 years for income tax and 4 years for sales tax, will be collected into the Education Protection Account and distributed to K-12 and Higher Education. There are several requirements for local spending determination, disclosure, and reporting on the use of the EPA funds. The governing board must determine the use of the EPA funds in an open session of a public meeting. The EPA funds must be accounted for separately and not used for administrative costs. Increased cash management planning and analysis should also be emphasized with the establishment of the EPA due to the timing of revenues received. Additionally, Districts are required to annually report on their website an accounting of the EPA funds received and how those funds were spent.

The Administration is finalizing the proposed spending plan for the 2014-15 Education Protection Account, which will be forwarded to the Board under separate cover.

ALTERNATIVES:

1. Approve the proposed 2014-15 EPA Spending Plan as presented.
2. After discussion, direct the Administration to make specified revisions to the proposed 2014-15 EPA Spending Plan.

RECOMMENDATION: Alternative No. 1

Prepared by: Barbara Dickerson, Director, Fiscal Services
Martin Klauss, Assistant Superintendent, Business and Administrative Services

Respectfully submitted,

Anthony W. Knight, Ed.D.
Superintendent

Board Action: On motion of _____, seconded by _____, the Board of Education:

VOTE:	AYES	NOES	ABSTAIN	ABSENT
Laifman	_____	_____	_____	_____
Pallant	_____	_____	_____	_____
Rosen	_____	_____	_____	_____
Yeoh	_____	_____	_____	_____
Student Rep	_____	_____	_____	_____

Model OB15-01 14 15 Adopted Budget

Fiscal Year 2014/15

Fund 010 General Fund

Revenue	Description	Amount	Percentage of Sources
8000	Revenue	4,446,627	100.00%
Total Revenue		4,446,627	100.00%

Expenditure	Description	Amount	Percentage of Sources
1000 Certificated Salaries			
1100	Teachers' Salaries	3,410,178	76.69%
Total 1000		3,410,178	76.69%

3000 Employee Benefits			
3100	STRS	281,340	6.33%
3300	OASDI/Medicare/Alternative	49,448	1.11%
3400	Health & Welfare Benefits	623,476	14.02%
3500	State Unemployment Insurance	1,705	.04%
3600	Workers' Compensation Insuranc	80,480	1.81%
Total 3000		1,036,449	23.31%
Total Expenditure		4,446,627	100.00%

Starting Balance	0
+ Revenues	4,446,627
- Expenditures	4,446,627
- Budgeted Reserves & Fund Bal	0
= Unappropriated Balance	0

Starting Balance	0
+ Total Revenues	4,446,627
= Total Sources	4,446,627

Expenditure	Description	Amount	Percentage of Sources
1000	Certificated Salaries	3,410,178	76.69%
2000			%
3000	Employee Benefits	1,036,449	23.31%
4000			%
5000			%
6000			%
7000			%
- Total Expenditures		4,446,627	100.00%
- Total Budgeted Reserves and Fund Balance		0	.00%
= Unappropriated Balance		0	.00%