

## Prop 55 (Education Protection Account)

California voters stood up for our children and schools in approving Proposition 55. Protecting critical funding for education and keep vital services intact Proposition 55's passage means that single-filers earning more than \$263,000 and joint-filers making more than \$526,000 will pay a 10.3% tax on their income through 2030. Those making more than \$1 million will pay the highest rate of 13.3%. The nonpartisan Legislative Analyst's Office has estimated that the higher tax rates will raise \$4 billion to \$9 billion a year, depending on the economy and stock market.

Voter approval of Proposition 55 continues the state's reliance on the wealthiest Californians to fund a significant amount of services. The richest 1.5% of taxpayers paid \$33.9 billion in income tax revenues last year, a substantial portion of the day-to-day operating budget.

The higher tax rates were first implemented in 2012 when voters approved Proposition 30 during a time of severe budget crisis. Under the measure, those rates were set to expire in 2018. Since Proposition 30 passed, the state's revenues have improved dramatically.

3/10/2017

California Proposition 30, Sales and Income Tax Increase (2012) - Ballotpedia

Bottom of Income Bracket	Top of Income Bracket	Previous Marginal Income Tax Rate	Proposed Marginal Income Tax Rate	Income Tax Rate Increase	Percentage Rate Increase Over Previous Policy	Number of Taxpayers Affected by Tax Hike	Percentage of Taxpayers Affected by Tax Hike	Extra \$\$\$ Owed at Bottom of Bracket	Extra \$\$\$ Owed at Top of Bracket
\$0	\$7,142	1.0%	1.0%	0%	0%	0	0%	\$0	\$0
\$7,142	\$17,346	2.0%	2.0%	0%	0%	0	0%	\$0	\$0
\$17,346	\$27,377	4.0%	4.0%	0%	0%	0	0%	\$0	\$0
\$27,377	\$38,004	6.0%	6.0%	0%	0%	0	0%	\$0	\$0
\$38,004	\$48,029	8.0%	8.0%	0%	0%	0	0%	\$0	\$0
\$48,029	\$250,000	9.3%	9.3%	0%	0%	0	0%	\$0	\$0
\$250,000	\$300,000	9.3%	10.3%	1%	10.75%	156,000	1.07%	\$0	\$500
\$300,000	\$500,000	9.3%	11.3%	2%	21.50%	145,000	0.99%	\$500	\$4,500
\$500,000	\$1,000,000	9.3%	12.3%	3%	32.26%	65,000	0.44%	\$4,500	\$19,500
\$1,000,000	no limit	10.3%	13.3%	3%	29.13%	34,000	0.23%	\$19,500	\$19,500 + 3% of income over \$1M

**FPCS 2016-17 Education Protection Account**

Program by Resource Report / Expenditures by function-Detail

Expenditures through: June 30, 2017

For Fund 01, Resource 1400 Education Protection Account

Description		
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		<b>\$0.00</b>
Adjusted Beginning Fund Balance	9791-9795	\$0.00
Revenue Limit Sources	8010-8099	\$561,418.00
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
Deferred Revenue	9650	\$0.00
<b>TOTAL AVAILABLE</b>		<b>\$561,418.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
<b>(Objects 1000-7999)</b>		
Instruction	1000-1999	\$ 424,957.36
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	\$ -
AU of a Multidistrict SELPA	2200	\$ -
Instructional Library, Media, and Technology	2420	\$ -
Other Instructional Resources	2490-2495	\$ -
School Administration	2700	\$ -
<b>Pupil Services</b>		
STRS- Certificated (.1073)	3101	\$ 62,799.00
PERS- Classified (.11847)	3202	\$ -
OASDI - Classified (.062)	3302	\$ -
OASDI - Classified (.062)	3301	\$ -
Medicare/Alt- Certificated (.0145)	3303	\$ 6,161.88
Medicare/Alt- Classified (.0145)	3304	\$ -
Health/Welfare- Certificated	3401	\$ 62,191.00
Health/Welfare- Classified	3402	\$ -
SUI- Certificated (.0005)	3501	\$ 260.00
Workers Comp- Certificated (.018)	3601	\$ 5,096.28
Enterprise	6000-6999	\$ -
General Administration	7000-7999	\$ -
Plant Services	8000-8999	\$ -
Other Outgo	9000-9999	\$ -
<b>BALANCE</b>		<b>\$561,418.00</b>