

San Carlos School District

Education Protection Account (EPA) Report of Funds Received and Expended

September 12, 2013, Board Meeting

- **What is the Education Protection Account (EPA)?**

Proposition 30, "The Schools and Local Public Safety Protection Act of 2012," approved by the voters on November 6, 2012, temporarily increases the state's sales tax rate for all taxpayers and the personal income tax rates for upper-income taxpayers\*. The new revenues generated from Proposition 30 are deposited into a newly created state account called the Education Protection Account (EPA). The EPA funding is a component of a local education agency's (LEAs) total revenue limit or charter school general purpose entitlement. Except for excess tax LEAs, every dollar an LEA receives in EPA funding is a reduction to their revenue limit or charter school general purpose state aid funding.

- **What are the reporting requirements of EPA?**

Proposition 30 requires that the use of EPA funds be determined by the governing board at an open public meeting and that the LEA report on their Web site an accounting of how much money was received from the EPA and how that money was spent.

The Board determined in a public meeting on March 14, 2013, that EPA funds would be used towards teacher salaries. The district received \$3,205,905 in EPA funds for 2012-13. Of the funds received, 100% was spent on instruction (function code 1000). Below is an accounting of EPA expenditures.

**2012-13 Education Protection Account Expenditures (Resource Code 1400)**

Object Code	Description	Amount
1110	Teacher's Salary	\$2,661,748
3101	State Teachers Retirement System (STRS)	222,039
3311	FICA (Social Security) – Certificated	296
3321	Medicare – Certificated	38,304
3401	Health & Welfare Benefits – Certificated	186,422
3501	State Unemployment Insurance – Certificated	28,592
3601	Workers Compensation Insurance – Certificated	34,103
3901	Other Benefits (Cash in Lieu) – Certificated	34,401
<b>Total Education Protection Account Expenditures</b>		<b>\$3,205,905</b>

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\*The temporary sales tax increase from Prop. 30 expires December 31, 2016, and the temporary income tax increase expires December 31, 2018.