

Newark Unified School District
 Education Protection Act
 2015-16 Budget Adoption

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 revenue generated from Proposition 30 is being accounted for in separate resource code, known as the Education Protection Account (EPA). However, the EPA serves as an offset against Local Control Funding Formula (LCFF) general fund revenue. It does NOT provide additional revenue above the LCFF per ADA formula.

The funds fluctuate at the recertification of each apportionment during the year. During the adoption of the 2014-15 budget, a combination of teacher, librarian, library assistant and grounds maintenance salaries were projected to be funded with EPA dollars. However, a mid-year downswing in projected EPA revenue caused the District to return the grounds salaries to the unrestricted general fund. At the end of the school year, the EPA will be balanced out to zero by moving teacher salaries from the unrestricted general fund into the EPA as has been the case each year.

To ease the extra accounting and position control burden created by the up and down fluctuation of the EPA revenues, beginning with the 2015-2016 school year, it is proposed that the District will journal teacher salaries and related benefits into the resource as needed to balance the resource against the unrestricted general fund rather than split-funding positions or moving positions in and out of the fund throughout the year.

		2014-15	2015-16
Education Protection Account (Resource 1400)		Estimated	Proposed
		Actuals	Budget
Projected EPA Revenue	8012 \$	<u>7,115,854</u> \$	<u>7,341,946</u>
Object Description	Object		
Certificated Salaries	1000-1999 \$	5,900,908 \$	6,211,195
Classified Salaries	2000-2999	171,518	
Employee Benefits	3000-3999	<u>1,043,426</u>	<u>1,130,751</u>
Total	\$	<u>7,115,852</u> \$	<u>7,341,946</u>
Function Description	Function		
Instruction	1000 \$	6,791,768 \$	7,341,946
Instructional Library, Media & Technology	2420	<u>324,084</u>	<u>0</u>
Total	\$	<u>7,115,852</u> \$	<u>7,341,946</u>