

Newark Unified School District  
 Education Protection Act  
 2016-17 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 2015-16 budget, teacher salaries and benefits were projected to be funded with EPA dollars as the dollars serve as a backfill to the Local Control Funding Formula.

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, the District began journaling 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. This practice will continue in 2016-2017.

<b>Education Protection Account (Resource 1400)</b>		<b>2015-2016 Estimated Actuals</b>	<b>2016-2017 Proposed Budget</b>
<b>Projected EPA Revenue</b>	8012 \$	<u>8,278,891</u>	<u>\$ 7,715,408</u>
<b>Object Description</b>	<b>Object</b>		
Certificated Salaries	1000-1999 \$	7,003,838	\$ 6,397,783
Employee Benefits	3000-3999	<u>1,275,053</u>	<u>1,317,625</u>
Total	\$	<u>8,278,891</u>	<u>\$ 7,715,408</u>
<b>Function Description</b>	<b>Function</b>		
Instruction	1000 \$	<u>8,278,891</u>	<u>\$ 7,715,408</u>
Total	\$	<u>8,278,891</u>	<u>\$ 7,715,408</u>