

**BOARD OF EDUCATION  
PASADENA UNIFIED SCHOOL DISTRICT  
PASADENA, CALIFORNIA**

**Topic:** APPROVAL OF RESOLUTION 2470 FOR THE EDUCATION PROTECTION ACCOUNT (EPA) FOR THE PASADENA UNIFIED SCHOOL DISTRICT

**RECOMMENDATION:** The Governing Board of Education of the Pasadena Unified School District approve Resolution 2470 for the Education Protection Account (EPA) as described below.

**District Priority/Strategy:** Accountability: Collaborative planning process at the District level to align services, human resources and financial resources to support achievement and instruction goals.

**I. BACKGROUND**

The Education Protection Account (EPA) is the vehicle for collecting and distributing funds generated by Proposition 30. Proposition 30 requires that Districts' governing boards determine the use of EPA funds in an open session of a public meeting. Districts may not use EPA funds for administrative costs.

**II. STAFF ANALYSIS**

Staff recommends that the District adopt Resolution 2470 and designate the entire EPA funds for the 2017-2018 school year to pay for the salary and benefits of teachers. The exact EPA amount varies from time to time dependent upon the California Department of Education (CDE) certification in different periods. For efficiency and practicality, the Governing Board of Pasadena Unified School District authorizes the administration to make necessary dollar amount adjustments in the general ledger to fully expend the EPA funds as recommended by the California Department of Education.

**Attachment:** Resolution 2470 and the EPA Expenditure Report

**III. FISCAL IMPACT**

See attached.

**Pasadena Unified School District  
Board of Education Agenda:** October 25, 2018  
**Prepared by:** Eva R. Lueck, Interim Chief Business Officer

**Funding code:** 01.0-14000.0-11100-10000-1100 in various school locations

Originator: Eva R. Lueck, Interim Chief Business Officer

**APPROVED** by the Board of Education of the Pasadena Unified School District on the above mentioned date.

BOARD OF EDUCATION  
PASADENA UNIFIED SCHOOL DISTRICT  
Pasadena, California

**RESOLUTION NO. 2470**

**AUTHORIZATION TO APPROVE THE EDUCATION PROTECTION ACCOUNT  
(EPA) FOR THE PASADENA UNIFIED SCHOOL DISTRICT**

WHEREAS, the voters approved Proposition 30 on November 6, 2012;

WHEREAS, Proposition 30 added Article XIII, Section 36 to the California Constitution effective November 7, 2012;

WHEREAS, the provisions of Article XIII, Section 36 create in the state General Fund an Education Protection Account to receive and disburse the revenues derived from the incremental increases in taxes imposed by Article XIII, Section 36(f);

WHEREAS, before June 30<sup>th</sup> of each year, the Director of Finance shall estimate the total amount of additional revenues, less refunds that will be derived from the incremental increases in tax rates made pursuant to Article XIII, Section 36(f) that will be available for transfer into the Education Protection Account during the next fiscal year;

WHEREAS, if the sum determined by the State Controller is positive, the State Controller shall transfer the amount calculated into the Education Protection Account within ten days preceding the end of the fiscal year;

WHEREAS, all monies in the Education Protection Account are hereby continuously appropriated for the support of school districts, county office of education, charter schools and community college districts;

WHEREAS, monies deposited in the Education Protection Account shall not be used to pay any costs incurred by the Legislature, the Governor or any agency of state government;

WHEREAS, a community college district, county office of education, school district, or charter school shall have the sole authority to determine how the monies received from the Education Protection Account are spent in the school or schools within its jurisdiction;

WHEREAS, the governing board of the district shall make the spending determinations with respect to monies received from the Education Protection Account in open session of a public meeting of the governing board;

WHEREAS, the monies received from the Education Protection Account shall not be used for salaries or benefits for administrators or any other administrative cost;

charter school shall annually publish on its Internet website an accounting of how much money was received from the Education Protection Account and how that money was spent;

WHEREAS, the annual independent financial and compliance audit required of community college districts, county offices of education, school districts and charter schools shall ascertain and verify whether the funds provided from the Education Protection Account have been properly disbursed and expended as required by Article XIII, Section 36 of the California Constitution;


WHEREAS, expenses incurred by community college districts, county office of education, school districts and charter schools to comply with the additional audit requirements of Article XIII, Section 36 may be paid with funding from the Education Protection Act and shall not be considered administrative costs for purposes of Article XIII, Section 36;

NOW THEREFORE BE IT RESOLVED:

1. The monies received from the Education Protection Account shall be spent as required by Article XIII, Section 36 and the spending determinations on how the money will be spent shall be made in open session of a public meeting of the Governing Board of the Pasadena Unified School District.
2. In compliance with Article XIII, Section 36(e), with the California Constitution, the Governing Board of the Pasadena Unified School District has determined to spend the monies received from the Education Protection Account as attached.

ADOPTED this on the 25th day of October 2018, by the Governing Board of Pasadena Unified School District, Los Angeles County, California.

By:   
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President of the Governing Board

By:   
\_\_\_\_\_  
Superintendent  
Brian McDonald, Ed. D.

Expenditures through: Jun 30, 2018

For Fund(s), Resource(s), and Project Year(s):

01 1400 0 Education Protection Account

Description	Object Codes	Amount
<b>AMOUNT AVAILABLE FOR THIS FISCAL YEAR</b>		
Adjusted Beginning Fund Balance	9791-9795	0.00
LCFF Sources	8010-8099	10,099,485.00
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
Unearned Revenue	9650	0.00
<b>TOTAL AVAILABLE</b>		<b>10,099,485.00</b>
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
Certificated Salaries	1000-1999	7,056,229.53
Classified Salaries	2000-2999	0.00
Employee Benefits	3000-3999	3,043,255.47
Books and Supplies	4000-4999	0.00
Services and Other Operating Expenditures	5000-5999, except 5100-5199	0.00
Subagreements for Services	5100-5199	0.00
Capital Outlay	6000-6999	0.00
Other Outgo (Excluding Indirect Costs)	7000-7299, 7400-7499	0.00
Indirect Costs	7310,7350	0.00
Other Financing Uses	7600-7999	0.00
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>		<b>10,099,485.00</b>
<b>BALANCE (Total Available minus Total Expenditures and Other Financing Uses)</b>		<b>0.00</b>
<b>INDIRECT COSTS AS A PERCENTAGE OF ELIGIBLE EXPENDITURES</b>		
Eligible Expenditures (Objects 1000-5999 except objects 5100-5199)		10,099,485.00
Indirect Costs (Objects 7310 and 7350)		0.00
Indirect Costs divided by Eligible Expenditures		0.00%