



PALISADES CHARTER HIGH SCHOOL

CHIEF BUSINESS OFFICER

COVER SHEET FOR AGENDA ITEMS

September 19, 2023

TOPIC/ AGENDA ITEM:

VII. FINANCE

E. 2023-2024 EPA Budget (Education Protection Account)

PERSONNEL INVOLVED:

Board of Trustees, Executive Director/Principal, Chief Business Officer, Finance

ISSUES INVOLVED/FISCAL IMPLICATIONS (IF ANY):

The purpose of this action is to approve the 2023-2024 Education Protection Account (EPA) Budget.

The Education Protection Account (EPA) was created in November 2012 by Proposition 30, The School and Local Public Safety Protection Act of 2012, and later amended by Proposition 55 in November 2016. It resulted in a temporary tax increase and the tax revenue is deposited into an "Education Protection Account."

Pursuant to Article XIII, Section 36 of the California Constitution, PCHS is required to show how much EPA funding was received and how the money is intended to be spent.

The proposed EPA budget is consistent with how PCHS has allocated EPA funds in prior years. The EPA budget funds approximately 80 certificated FTEs (salary/benefits) and the 1% Charter Oversight Fee.

IMPACT ON SCHOOL MISSION, VISION OR GOALS, (IF ANY):

The action requested of the Board today will support the goal of ensuring fiscal compliance.

OPTIONS OR SOLUTIONS:

The expectation is that the board approve the 2023-2024 EPA Budget. The proposed EPA expenditures are consistent with past year allocations.

CHIEF BUSINESS OFFICER'S RECOMMENDATION:

The Chief Business Officer recommends that the Board approve the 2023-2024 EPA Budget.

RECOMMENDED MOTION:

"To approve the 2023-2024 Education Protection Account (EPA) Budget."

Juan Pablo Herrera
Chief Business Officer

2023-24 EPA Budget

EDUCATION PROTECTION ACCOUNT (EPA)



Overview on EPA Funds

Pursuant to Article XIII, Section 36 of the California Constitution, PCHS is required to show how much EPA funding was received and how the money is intended to be spent.

EPA funding was created in 2012 as a result of Proposition 30

- Temporary increases sales tax for all & increases income tax for high-income earners
- These new revenues are deposited into the Education Protection Account
- Prop 55 now extends EPA funding through 2030

This is **NOT** new money, just part of our total LCFF Entitlement

Use of funds is restricted to classroom instructions

- 1% charter oversight fee also qualifies

2023-24 EPA Budget

EPA budget proposal is in-line with how PCHS has historically allocated EPA funds

- ~80 FTE (certificated salaries/benefits) and 1% oversight fee

Once again, this is NOT new revenue, just part of our total LCFF entitlement.

These funds have already been accounted for when we adopted the 2023-24 budget.

We are simply adhering to this constitutional requirement and publishing our EPA budget to confirm that we are only using EPA funds on classroom instruction (certificated salaries/benefits) and oversight fees.

Palisades Charter High School
2023-2024
Education Protection Act (EPA) Budget

Revenue		Amount
8012 Education Protection Act (per FCMAT, 8/18/23)	\$	10,932,076.00
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Total Revenue	\$	10,932,076.00

Expenditures

1110 Certificated Salaries		\$	7,539,835.66
3111 Certificated, STRS	19.10%	\$	1,440,108.61
3331 Certificated, Medicare	1.45%	\$	109,327.62
3411 Certificated, Health Benefits		\$	1,478,401.11
7299 Indirect Cost - Charter Oversight Fees	1%	\$	364,403.00
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Total Expenditures		\$	10,932,076.00
Amount Remaining		\$	0.00