

**LITERACY FIRST CHARTER SCHOOLS
RESOLUTION NO. 2022-01**

RESOLUTION TO AFFIRM THE BUDGETED EXPENSE OF EDUCATION PROTECTION ACT REVENUE IN THE 2021-22 FISCAL YEAR EXCLUSIVELY ON TEACHER SALARIES AND BENEFITS IN COMPLIANCE WITH PROPOSITION 30.

ON MOTION of Board Member FERGUSON, seconded by Board Member EVANS, the following resolution is hereby adopted:

WHEREAS, the voters approved Proposition 30 on August 11, 2021;

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

WHEREAS, the provisions of Article XIII, Section 36(e) 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 30th 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 offices 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;

WHEREAS, each community college district, county office of education, school district and 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 offices 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, IT IS HEREBY 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 Literacy First Charter Schools;

2. In compliance with Article XIII, Section 36(e), with the California Constitution, the governing board of Literacy First Charter Schools has determined to spend the monies received from the Education Protection Act as attached.

PASSED AND ADOPTED by the Governing Board of Literacy First Charter Schools on February 10, 2021 by the following vote:

AYES: 3
NOES: 0
ABSENT: 1

STATE OF CALIFORNIA
COUNTY OF CALIFORNIA

PRISCILLA SCHARBER

I, ~~Lucy Razooky~~, Recording Secretary of the Board of Trustees of Literacy First Charter Schools, do hereby certify that the foregoing is a full, true, and correct copy of a resolution passed and adopted by the Board at a regularly called and conducted meeting held on said date.

WITNESS my hand this 8th day of September, 2021.

Priscilla Scharber

9/08/2021

Recording Secretary of the Board of Trustees of Literacy First Charter Schools

BOARD PRESIDENT Lucy Razooky (ABSENT)

PRISCILLA SCHARBER

Literacy First Charter Schools Annual Budgeted EPA Revenue and Expenditure Report

Budgeted Revenue and Expenditures through June 30, 2022
For Fund 01, Resource 1400 Education Protection Account

Description	Object Codes	Amount
AMOUNT AVAILABLE FOR THIS FISCAL YEAR		
Adjusted Beginning Fund Balance	9791-9795	0.00
EPA Revenue	8012	3,962,510.00
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
Deferred Revenue	9650	0.00
TOTAL AVAILABLE		3,962,510.00
EXPENDITURES AND OTHER FINANCING USES		
(Objects 1000-7999)		
Instruction (Teacher Salaries)	1100	3,016,376.00
Instruction-Related Services		
Instructional Supervision and Administration	2100-2150	0.00
AU of a Multidistrict SELPA	2200	0.00
Instructional Library, Media, and Technology	2420	0.00
Other Instructional Resources	2490-2495	0.00
School Administration	2700	0.00
Employee Benefits		
Teacher STRS	3111	466,362.00
Teacher PERS	3211	10,853.00
Teacher OASDI	3311	6,902.00
Teacher Medicare	3321	42,001.00
Teacher Health and Welfare	3401	290,886.00
Teacher CA Unemployment Insurance	3501	35,631.00
Teacher Workers' Compensation Insurance	3601	57,950.00
Teacher In Lieu of Insurance	3901	35,549.00
		0.00
Ancillary Services	4000-4999	0.00
Community Services	5000-5999	0.00
Enterprise	6000-6999	0.00
General Administration	7000-7999	0.00
Plant Services	8000-8999	0.00
Other Outgo	9000-9999	0.00
TOTAL EXPENDITURES AND OTHER FINANCING USES		3,962,510.00
BALANCE (Total Available minus Total Expenditures and Other Financing Uses)		0.00