Sacramento Valley Charter School
Education Protection Account
2026-27 Spending Plan
For Action on July 15, 2026

BACKGROUND

The creation of the Education Protection Account (EPA) by Proposition 30, *The Schools and Local Public Safety Protection Act of 2012*, approved by the voters on November 6, 2012, temporarily increased the states sales tax rate for all taxpayers and the personal income tax rates for upper-income taxpayers. In 2016, with the passage of Prop. 55, the "temporary" term was extended from 2018 to 2031.

Revenues generated from Proposition 30 have been deposited into the state account called the EPA and local agencies have the sole authority to determine how the funds received from the EPA are spent, with these provisos:

- The spending plan must be approved by the governing board during a public meeting
- EPA funds cannot be used for the salaries or benefits of administrators or any other administrative costs
- Each year, the local agency must publish on its website an accounting of how much money was received from the EPA and how the funds were expended

EPA funds are not additional revenue, it is an offset to the funds due under the LCFF. Approximately 20% of the school's total LCFF funding must be accounted for under the SACS resource code 1400.
In addition to the above requirements, the school's annual financial audit must include verification that the EPA funds were used as specified by Proposition 30.

RECOMMENDATION AND DESCRIPTION OF RESULTS
Approve the 2026-27 EPA Plan based on the $1,015,625 estimated and included in the Board-approved budget. The funds will be used for teachers' salaries and, if funding exceeds unrestricted teachers' salaries then the EPA funding will be used for unrestricted teacher statutory and/or health & welfare benefits. The use of QuickBooks and ADP make it impractical to code specific staff to the EPA resource code so the accounting will continue to be by journal entry following the quarterly wire transfer of funds from Yolo County Office of Education/Yolo County Treasury to SVCS.

EPA Spending Plan
2026-27

REVENUE (EST.)	**SACS Resource**	**SACS Object**	
LCFF Redirected to EPA	1400	8012	$1,015,625*
EXPENDITURES (EST.)			
Teacher Salaries (non-admin)	1400	1100	$1,015,625

*As calculated in the FCMAT LCFF Calculator for 2026-27 Budget Adoption at 6-17-2026

All EPA funds will be expended only on non-administrative costs.