



YES ON PROP 3 FACT SHEET



Prop 3 protects our schools and health care.

Proposition 3 protects our schools, our health care, and our communities without raising taxes. For nearly 15 years, the wealthiest 2% of Californians have paid a marginally higher tax rates of 1 to 3 percentage points, to help fund our schools and the programs California families count on. This includes free school lunches, smaller class sizes, mental health counselors, children's health care, and Medi-Cal.

These revenues are critical to the state budget, raising on average \$10 billion a year. But those rates are set to expire in 2030 for the wealthiest Californians, at the expense of our schools and health care.

STRICT ACCOUNTABILITY

Prop 3 includes strict accountability measures to guarantee the money reaches the classroom.

Funds go directly to local schools and community colleges, split 89% to K-12 and 11% to community colleges.

Politicians can't touch it, redirect it, or spend a single dollar of it on bureaucracy or administrative overhead. Any official who misuses the money faces prosecution and criminal penalties.

Every dollar is independently audited annually, and every district posts online what it received and how it was spent.

NOT A TAX INCREASE

Prop 3 simply extends the existing tax rates on the top 2%. The rates apply only to taxable income above about \$743,000 for joint filers and they have not changed since 2012.

These revenues go directly to local schools and help free up billions of dollars to fund health care and other safety net programs we count on every day.

This funding also has also helped prevent devastating cuts during economic downturns by investing more in the state's Rainy Day Fund.



IF PROP 3 DOESN'T PASS

The wealthiest 2% get a massive tax cut at the expense of our classrooms, clinics, and communities. **They don't need one, and California can't afford one.**

- Without Prop 3, California's 8 million public school and community college students face billions in cuts every year, including teacher layoffs, overcrowded classrooms, and bigger class sizes. Over time, schools and community colleges lose an estimated \$2 billion to \$6 billion a year.
- Prop 3 frees up billions that help fund Medi-Cal for and health care for children. Without it, families could lose access to preventive health care, affordable prescription drugs, and the Medi-Cal coverage that nearly 14 million Californians rely on could be put at risk.
- The Legislative Analyst projects state deficits of about \$35 billion a year starting in 2027-28. The Trump Administration already cut Californians' health care to fund tax cuts for billionaires. Prop 3 ensures we don't make this problem worse.



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Voters created these rates. Only voters can keep them.

Voters passed Prop 30 in 2012. Budget cuts had eliminated about 32,000 teaching jobs, and districts issued roughly 20,000 layoff notices that year alone. After Prop 30 passed, the layoffs stopped, and notices dropped about 87% the following year.

In 2016, voters passed Prop 55, which extended the income tax rates to 2030 on the wealthiest 2% of Californians. Voters wrote these rates into the California State Constitution. Neither the Governor or the Legislature can change them.

Prop 3 puts the question to voters.

Schools and clinics can't plan around a funding cliff every few years. Districts hire counselors and set class sizes on multi-year budgets, so does the state.

Prop 3 removes an expiration date. It doesn't remove your vote, because anything voters put in the Constitution, voters can take back out. What it ends is the automatic cliff, where schools lose the funding by default unless a campaign is run every few years to save it.

~\$120 Billion

IN REVENUE FOR SCHOOLS AND COMMUNITY COLLEGES SINCE 2012

\$10 Billion

ON AVERAGE RAISED ANNUALLY IN CRITICAL STATE FUNDS



STUDENTS WITH THE MOST NEED

Extra funding for low-income students & English learners, plus \$2.4B in new special education funding



FREE MEALS, FREE TK, AND MORE

Free school meals, TK for every 4-year-old, school counselors, and \$4B+ for community schools



SUPPORT FOR TEACHERS

\$700M this year for grants, training, and \$10K student teacher stipends



SMALLER CLASSROOMS

From about 24 students per teacher down to 21.7



A STRONGER RAINY DAY FUND

Protects schools and health care when the economy slows

A broad coalition of support

California Teachers Association • California Federation of Teachers • National Education Association • California School Employees Association • California State PTA • California Nurses Association • California Professional Firefighters • California School Nurses Organization • California Medical Association • Planned Parenthood Action Fund • SEIU California • AFSCME California • League of Women Voters of California

**Let's protect our children, our health care, and our communities.
Vote YES on Prop 3 this November.**

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Ad Committee's Top Funders:

California Teachers Association

National Education Association

California Federation of Teachers

Funding Details at www.FPPC.ca.gov