

BALLOT TITLE AND SUMMARY

**PROVIDES PERMANENT FUNDING FOR SCHOOLS AND HEALTH CARE BY
EXTENDING EXISTING TAX ON HIGH INCOMES. INITIATIVE CONSTITUTIONAL
AMENDMENT.**

- Makes permanent the existing 2012 voter-approved tax rates for high-income Californians, currently set to expire in 2031.
- Rates apply to income over about \$371,000 for single filers, \$742,000 for joint filers, and \$505,000 for heads of household (2025 levels; adjusted annually for inflation).
- Allocates tax revenues 89% to K-12 schools, 11% to community colleges.
- Allows local school boards to decide how revenues are spent; bars use for administrative costs.
- Increases General Fund revenues available for health care, budget reserves, and other programs.

**Summary of Legislative Analyst's Estimate of Net State and Local Government Fiscal
Impact:**

- Maintains \$5 billion to \$15 billion of annual state income tax revenue by making a temporary tax increase on high-income earners permanent instead of letting it expire in 2031.