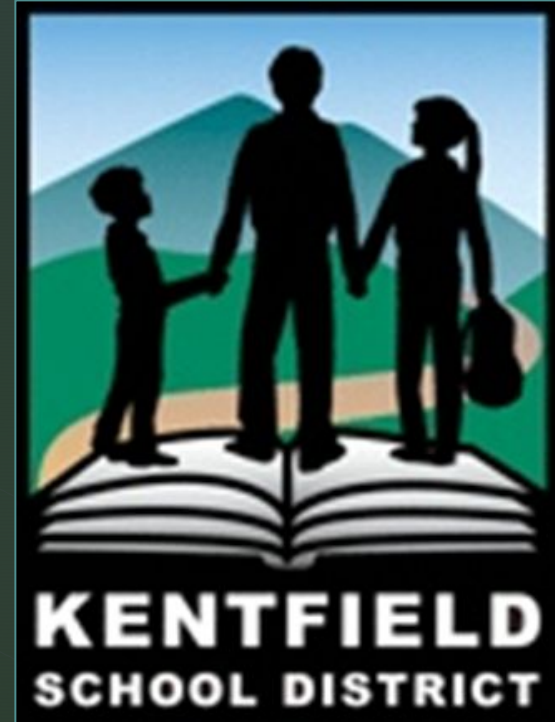


2025 | 2026 LCAP | Proposed LCAP - Budget
May 27, 2025

Kentfield School District



KSD Proposed LCAP – Budget Agenda

Annual Budget Process | State Budget Update

Proposed LCAP – Budget Connection

KSD LCAP - Budget Proposal, 2025-2026

- KSD Assumptions & Adjustments, 2025-2026
- Revenues & Proposed Expenditures
- Proposed Expenditure Details
- Multi-Year Projections & Reserve Level

Next Steps - Questions





Annual Budget Process State Budget Update

May Revision Highlights

Cost of Living Adjustment: 2.3% down from 2.43%

Proposed Block Grants - Student Support & Prof. Dev.
ELA/ELD Framework & Literacy | Math Professional
Partnerships

Does not take account cuts of federal funding

ELOP Allocation may increase

- **January:** Governor Releases Budget Proposal
- **February – April:** Staffing recommendations for proposed budget
- **March:** KSD 2nd Interim Update
- **April – May:** Final staffing recommendations for the Proposed Budget
- **May:** May Revise released from Governor
- **End of May:** Proposed Budget recommended to School Board
- **June:** Consider Approval of 2025-2026 Budget

Proposed LCAP – Budget Connection

The LCAP is a three-year plan that describes the goals, actions, services, and aligned **expenditures** to support positive student outcomes. The LCAP is an opportunity for school districts to share their stories of how, what, and why programs and services are selected to meet their local needs.



»
**STRATEGIC
PLAN**



KSD LCAP Goal Priorities	Estimated Expenditures
Goal 1: Engage, support and challenge all students with an intention to eliminate the opportunity/resource gap and empower students to excel and pursue their passion. (Priorities 1,2,3,4,5,7)	\$10.9 MI
Goal 2: Provide a safe and inclusive education environment for students, staff and parent/caregiver community in alignment with KSD core beliefs. (Priorities 3, 4,5, 6)	\$940 K
Goal 3: Attract, retain and develop excellent and inspiring diverse teachers and staff who hold high expectations for all our students and are committed to lifelong learning. (Priorities 1,5,6)	\$1.66 M
Goal 4: Pursue a path to financial health through a balanced budget with sufficient staffing, materials and supplies and well-maintained facilities.(Priority 1)	\$10.62 M

KSD LCAP - Budget Proposal, 2025-2026

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Multi-Year Assumptions | Adjustments

Budget Development Multi – Year Assumptions	2025-2026	2026-2027	2027-2028
KSD Enrollment	967	967	967
KSD Average Daily Attendance (ADA)	935	935	935
Average Step & Column Adjustment for all Staff - Range Varies - Certificated .72% – 8.33% Classified 5% Admin 2%	1.5%	1.5%	1.5%
Employee Health Benefits Increase	8.25% \$25,563	8.25% \$27,589	8.25% \$29,782
State Teachers Retirement System (STRS)	19.1%	19.1%	19.1%
CA Public Employee Retirement System (CalPERS)	26.81%	26.90%	27.80%
Property Tax Growth	4.03%	3.53%	3.53%
Parcel Tax Growth	3.0%	3.0%	3.0%

Marin County Property Tax Monitoring

- Active Appeals for property valuation deduction in the current year are 1,361.
- Normally the county gets about 200 appeals annually.
- The appeals are for several years, if successful, property tax revenue will decrease significantly

Active Appeals by Property Type

Property Type	Total Appeal Cases
Residential	443
Commercial	632
Business/Personal Property	183
Other	103
Total	1,361

Projected General Fund Revenue 2025-26

GF Revenue Source	Unrestricted	Restricted	Total	Highlights
Local Property Tax	\$13,671,292		\$13,671,292	Using 4.03% Tax Growth
Other Local Revenue <i>KIK Parcel Tax</i>	\$1,995,359	\$6,188,971	\$8,184,330	
Federal Revenue <i>Title SPED</i>		\$238,888	\$238,888	Title I and Special Education
Other State Revenue <i>Block Grants SPED</i>	\$306,151	\$1,461,793	\$1,767,994	Ongoing Prop 28 – Art/Music Grant Lottery Instructional Materials Special Education Expanded Learning Opportunity
Total GF Revenue	\$15,972,802	\$7,889,652	\$23,862,454	

General Fund Revenue Breakdown	Local Property Tax	Other Local	Federal Revenue	State Revenue
	57.3%	34.2%	1.0%	7.5%

Projected General Fund Expenditures 2025-2026

GF Revenue Source	Unrestricted	Restricted	Total	Percent of Expenditures
Certificated Salaries	\$4,826,074	\$5,280,361	\$10,106,435	41.8%
Classified Salaries	\$2,096,313	\$772,838	\$2,869,151	11.9%
Employee Benefits	\$2,990,933	\$3,296,807	\$6,287,740	26.0%
Materials & Supplies	\$322,423	\$141,375	\$463,798	1.93%
Other Services & Operating Expenses	\$1,655,625	\$1,931,297	\$3,586,922	14.8%
Capital Outlay Other Outgo	\$184,597	\$670,659	\$855,256	3.6%
Other Outgo Indirect Cost	(\$364,605)	\$364,605	0	
Total GF Expenditures	\$11,711,360	\$12,457,941	\$24,169,301	
Expenditure Per Student	\$12,111	\$12,883	\$24,994	



KSD Proposed Expenditure Details



Expense Detail | Background - Personnel

General Staffing	Total – Restricted Unrestricted	Percent
Certificated Salaries	\$10,106,435	48.7%
Classified Salaries	\$2,869,151	13.8%
Employee Benefits	\$6,287,740	30.3%
Contracted Services (NPS/NPA & MCOE Services)	\$1,483,592	7.2%
TOTAL	\$20,746,918	

86% of Total Proposed Budget



Expense Detail | Background - Operations

General Expenses	Total – Restricted Unrestricted	Percent
Materials & Supplies	\$463,798	15.2%
*Other Services & Operating Expenses	\$2,578,345	84.8%
TOTAL	\$3,042,143	

12.6% of Total Proposed Budget

*NPS/NPA cost is included under personnel

General Fund Multi-Year Projections | Reserve Level



Total Projected Fund Balance – Unrestricted Only

Reserve Levels 2025-26

	2024-25 (Estimated Actuals)		2025-2026	2026-2027	2027-2028
Revenues	\$11,227,387		\$11,450,982	\$11,816,053	\$12,208,518
Expenditures	\$11,850,429		\$11,711,360	\$11,971,091	\$12,190,572
Net Increase (Decrease)	(\$623,042)		(\$260,378)	(\$155,038)	\$17,946
Beginning Fund Balance	\$2,893,815		\$2,270,773	\$2,010,395	\$1,855,356
Ending Fund Balance	\$2,270,773		\$2,010,395	\$1,855,357	\$1,873,303
Restricted Fund Balance	\$0		\$0	\$0	\$0
Fund Balance Percentage	9.44%		8.32%	7.52%	7.45%

Total Projected Fund Balance – Unrestricted | Restricted Reserve Levels 2025-26

	2024-2025 (Estimated Actuals)		2025-2026	2026-2027	2027-2028
Revenues	\$23,176,864		\$23,862,454	\$24,474,794	\$25,106,924
Expenditures	\$24,045,347		\$24,169,301	\$24,677,887	\$25,138,819
Net Increase (Decrease)	(\$868,483)		(\$306,847)	(\$203,093)	(\$31,895)
Beginning Fund Balance	\$3,831,516		\$2,963,033	\$2,656,186	\$2,453,093
Ending Fund Balance	\$2,963,033		\$2,656,186	\$2,453,093	\$2,421,198
Restricted Fund Balance	\$692,262		\$645,794	\$598,779	\$551,063
Fund Balance Percentage	12.32%		11.0%	9.9%	9.6%



2025-2026 Budget Development Summary

Revenue Adjustment:

Property Tax Growth Decreased

Reduced Federal Funds

Expense Adjustment:

Decrease of salary/benefit expenses based on a reduction in staffing

Increase of expenses for required specialized services for students

Summary of Reserve Percentage	2024-25	2025-26	2026-27	2027-28
2025-2026 Proposed Budget Adoption General Fund Reserve	12.32%	11.0%	9.9%	9.6%
2024-2025 Second Interim Projection General Fund Reserve <i>with</i> Program Adjustment	11.83%	9.69%	9.90%	

NEXT STEPS | QUESTIONS | COMMENTS



Anticipate “Positive” Board Certification
of the 2025-26 Budget Proposal

Union Negotiations:

KTA settled for 2025-26

KESPA settled for 2025-26

Governor’s Budget:

June 30 Final Budget

2025-2026 Proposed Budget for
Consideration of Board Approval:

No later than June 30th