

Kentfield School District Budget 101

February – March 2019

Governor Newsom's California Budget

Governor Gavin Newsom released his budget proposal for the 2019-2020 State Budget:

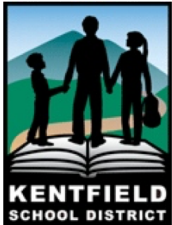
Will continue to build additional reserves for a Rainy Day Fund

Proposes a 3.46% COLA increase for the Local Control Funding Formula (LCFF)

Recognizes the growing burden of employer CalSTRS pension rate increases and has proposed a one-time provision for relief in the rising costs

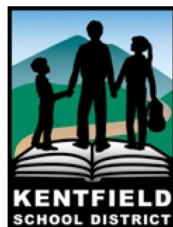
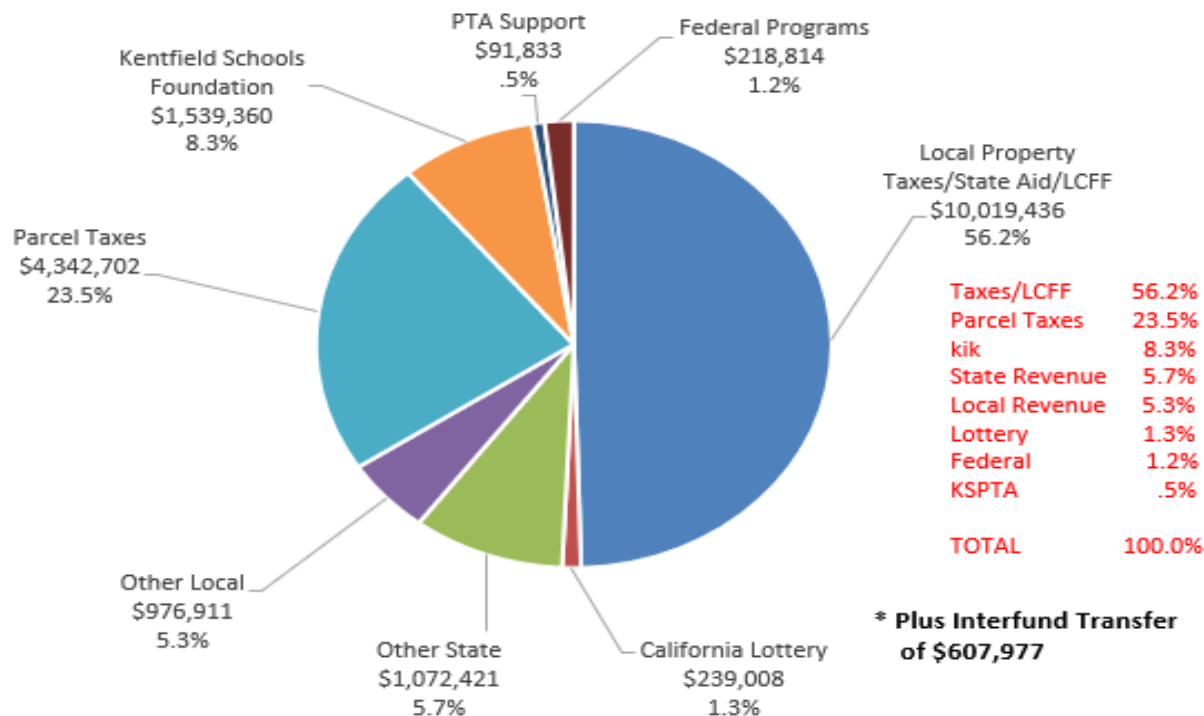
Universal Preschool for all low-income four-year-olds in California

State Budget does not propose any one-time discretionary funding



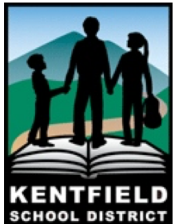
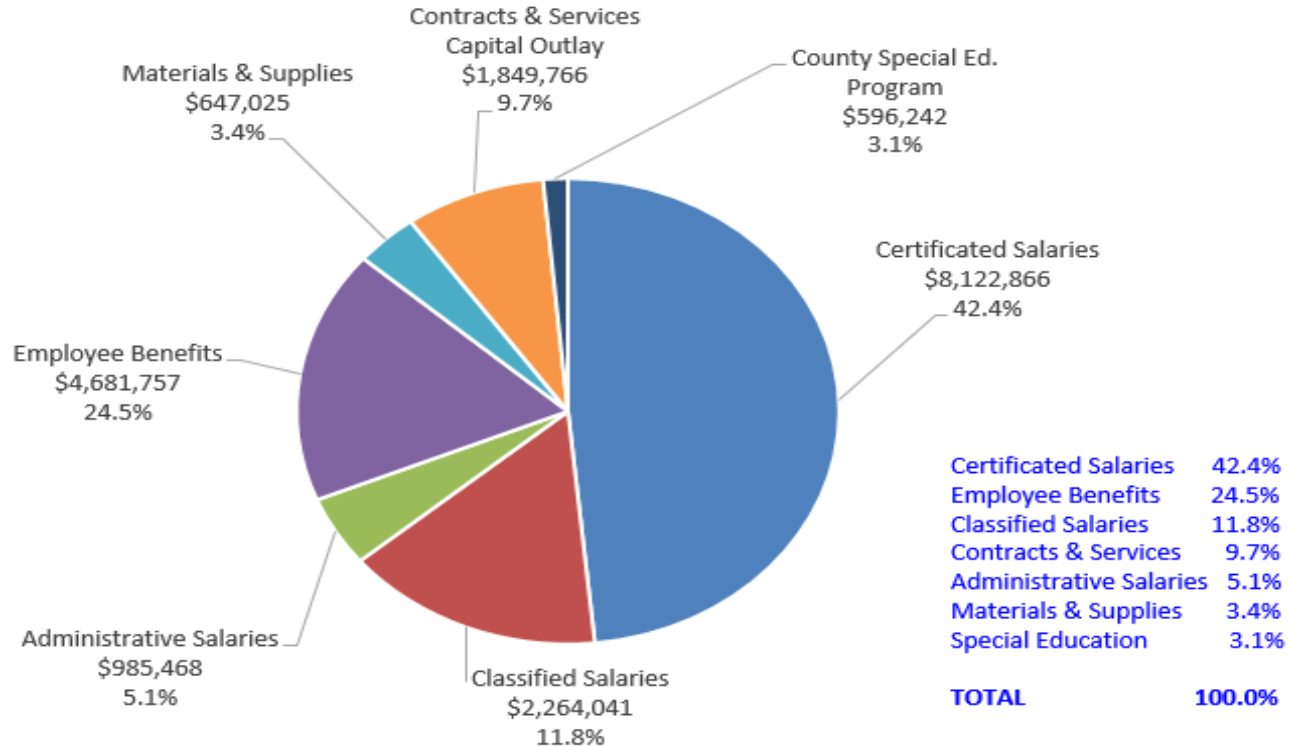
2018-19 Revenues – 1st Interim Budget through 10/31/2018

REVENUES \$18,500,485 *



2018-19 Expenditures – 1st Interim Budget as of 10/31/2018

EXPENDITURES \$19,147,165



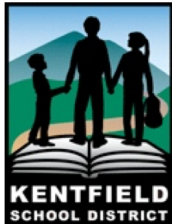
2018-19 Reserves – 1st Interim Budget

Reserves: 8.26%

State Mandated 3% Reserve	\$ 574,415
District Designated 2% Reserve	\$ 382,943
Special Education Contingency	\$ 100,000
Revolving Cash	\$ 700
Undesignated Reserve	<u>\$ 524,319</u>

Total Reserves

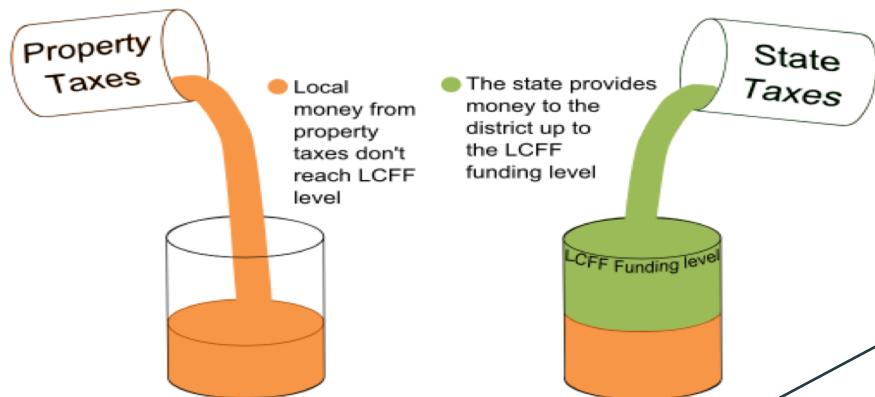
\$1,582,377



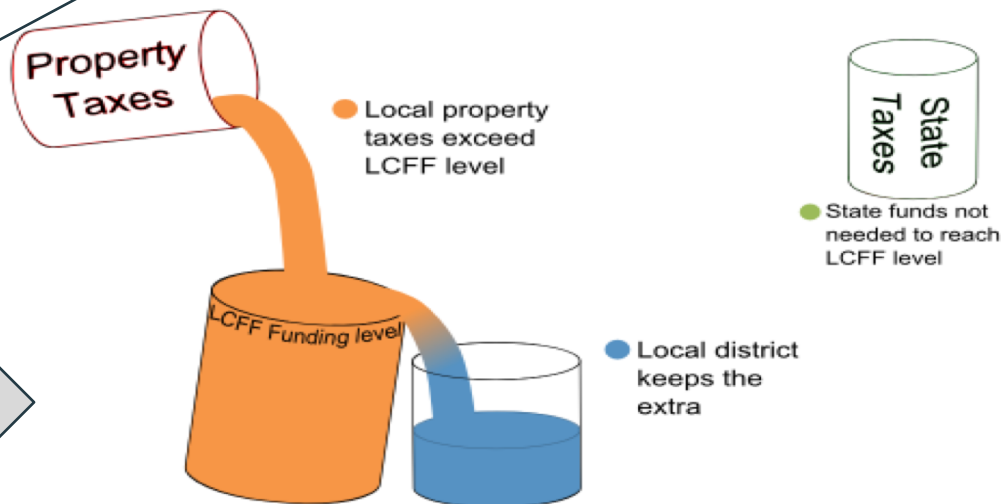
Local Control Funding Formula (LCFF) and Basic Aid Funding



District Funding Under LCFF =



"Basic Aid" District Funding



Kentfield is Basic Aid funded

Measure A

Parcel Tax Revenue Structure											
Measure A - March 6, 2018											
	Year	Year	Year	Year	Year	Year	Year	Year	Year	Year	Year
	9	1	2	3	4	5	6	7	8	9	10
	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28
Local Revenues:											
Parcel Tax	\$ 4,346,996	\$ 4,342,702	\$ 4,472,983	\$ 4,607,173	\$ 4,745,388	\$ 4,887,749	\$ 5,034,382	\$ 5,185,413	\$ 5,340,976	\$ 5,501,205	\$ 5,666,241
% Increase	5%	3%	3%	3%	3%	3%	3%	3%	3%	3%	3%
Parcel Tax Per Unit	\$ 1,143.48	\$ 1,498.00	\$ 1,542.94	\$ 1,589.23	\$ 1,636.91	\$ 1,686.01	\$ 1,736.59	\$ 1,788.69	\$ 1,842.35	\$ 1,897.62	\$ 1,954.55
Increase \$	Actuals	\$ (4,294)	\$ 130,281	\$ 134,189	\$ 138,215	\$ 142,362	\$ 146,632	\$ 151,031	\$ 155,562	\$ 160,229	\$ 165,036
Add \$354.52 to current \$1,143.48/per parcel 2017/18)									Source:		
									Marin County Parcel Tax Report 10/3/2019		
Total Senior Exemptions = 1,002									Total Parcels = 2,899		

Employer Pension Contributions

	Salaries	Employer					Proposed CalSTRS Rates
	Certificated (CalSTRS)	Contributions	Increase	Current	Current	Budget	
	Classified (CalPERS)	CalSTRS/CalPERS	Prior Year	CalSTRS	CalPERS	Source	
2013-14	\$ 9,268,076	\$ 782,735		8.00%	11.44%	Actuals	
2014-15	\$ 9,782,579	\$ 922,900	\$ 140,165	8.88%	11.77%	Actuals	
2015-16	\$ 10,157,507	\$ 1,127,678	\$ 204,778	10.73%	12.60%	Actuals	
2016-17	\$ 10,733,369	\$ 1,378,268	\$ 250,590	12.58%	13.89%	Actuals	
2017-18	\$ 10,800,794	\$ 1,583,028	\$ 204,759	14.43%	15.531%	Actuals	
2018-19	\$ 11,372,375	\$ 1,891,768	\$ 308,740	16.28%	18.062%	Budgeted	
2019-20	\$ 11,181,283	\$ 2,083,360	\$ 191,592	18.13%	20.70%	Projected	17.10%
2020-21	\$ 11,072,210	\$ 2,205,730	\$ 122,370	19.10%	23.40%	Projected	18.10%
2021-22	\$ 11,238,294	\$ 2,180,603	\$ (25,128)	18.20%	24.50%	Projected	17.70%
2022-23	\$ 11,406,868	\$ 2,224,205	\$ 43,603	18.20%	25.00%	Projected	17.70%
2023-24	\$ 11,577,971	\$ 2,268,626	\$ 44,420	18.20%	25.50%	Projected	17.70%
2024-25	\$ 11,751,641	\$ 2,307,144	\$ 38,519	18.20%	25.70%	Projected	17.70%
2025-26	\$ 11,927,915	\$ 2,337,195	\$ 30,051	18.20%	25.50%	Projected	17.70%
		Proposed Contribution Rates as of 1/22/2019 Governor's Budget Workshop					

Employee Pension Contributions

	CalSTRS	CalPERS
	Employee	Employee
2013-14	8.00%	7.00%
2014-15	8.15%	7.00%
2015-16	9.20%	7.00%
2016-17	10.25%	7.00%
2017-18	10.25%	7.00%
2018-19	10.25%	7.00%
2019-20	10.25%	7.00%
2020-21	10.25%	7.00%
2021-22	10.25%	7.00%
2022-23	10.25%	7.00%
2023-24	10.25%	7.00%
2024-25	10.25%	7.00%

Historical Property Tax Growth

			Prior-Year			Change		Funding
	Secured	Unsecured	Unsecured	Supplemental	Total	Secured Taxes	% Change	Status
2018-19*	\$ 8,854,067	\$ 162,553	\$ 40,492	\$ -	\$ 9,098,066	\$ 383,969	4.34%	Basic Aid
2017-18	\$ 8,470,098	\$ 160,646	\$ 8,863	\$ 267,578	\$ 8,949,184	\$ 432,285	5.10%	Basic Aid
2016-17	\$ 8,037,813	\$ 160,606	\$ 18,350	\$ 52,435	\$ 8,311,687	\$ 513,903	6.39%	LCFF
2015-16	\$ 7,523,910	\$ 150,582	\$ 5,567	\$ 280,965	\$ 8,003,326	\$ 572,502	7.61%	Basic Aid
2014-15	\$ 6,951,408	\$ 147,494	\$ 10,986	\$ -	\$ 7,152,280	\$ 431,076	6.20%	LCFF
2013-14	\$ 6,520,332	\$ 139,157	\$ 5,537	\$ -	\$ 6,707,641	\$ 336,002	5.15%	Basic Aid
2012-13	\$ 6,184,330	\$ 135,832	\$ 6,116	\$ -	\$ 6,368,975	\$ 148,409	2.40%	Basic Aid
* Budgeted - 2018-19 1st Interim								

Summary

- The elected Board of Trustees believes in safeguarding the assets of the Kentfield School District and takes its fiduciary responsibility to the taxpayers of Kentfield/Greenbrae extremely seriously.
- In its Strategic Plan, the district commits to ensuring appropriate stewardship of our facilities and fiscal systems.
- Sound fiscal oversight and sensible budgeting ensure the health of the district's programs and finances.
- The richness and diversity of our educational programs, as well as our small class sizes, depend on the 23.5% of our budget provided by the parcel tax.
- Our 8.26% reserve is among the lowest in Marin and is necessary for deferred maintenance and other unanticipated costs.
- A Board finance committee meets four times per year to discuss the District's finances and suggest improvements. Those meetings are open to the public.



Learn more on our website ~
www.kentfieldschools.org

Questions?

