

SRCS 2026-27

45 Day Budget Update

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Presentation Items

- Overview
- State Budget and the Economy & Proposition 98
- Santa Rosa City Schools 45-Day Budget Updates
- Summary
- Next Steps
- Questions

The Annual Budget Reporting Cycle



State Budget and the Economy

- Overall, the Budget Act maintains most of the proposals included in the May Revision, preserves ongoing funding priorities, and provides for significant one-time investments in K-12 education and policy changes.

Proposition 98

- The enacted budget creates a \$3.9 billion settle-up for 2025-26 because the guarantee exceeds the amount appropriated. This is similar to the May revision proposal; however, the enacted budget includes a formula to begin paying on the settlement (into the Proposition 98 rainy day fund) if 2027-28 May revision revenues exceed 2026-27 enacted budget revenues.
 - Based on the district's relative share of statewide Average Daily Attendance (ADA), SRCS's theoretical proportionate interest in the \$3.9 billion Proposition 98 settle-up is estimated at \$7.2 million to \$7.5 million, excluding dependent charter schools

Key Revenue & State Funding Adjustments

Local Control Funding Formula (LCFF) Expansion

- 1.44% Augmentation (AKA Super COLA)
- Offset new mandated costs
 - up to 14 weeks of paid pregnancy disability leave

Entity	2026–27	2027–28	2028–29
Santa Rosa City Schools	\$2,444,743	\$2,471,443	\$2,456,110
Santa Rosa Charter School for the Arts	\$67,071	\$69,462	\$71,613
Santa Rosa French-American Charter	\$103,715	\$107,281	\$110,548
Cesar Chavez Language Academy	\$170,722	\$176,838	\$182,307
Santa Rosa Accelerated Charter	\$19,447	\$20,224	\$20,877

Key Revenue & State Funding Adjustments

Special Education Base Rate Increase

- Base rate increase to \$1,340 ADA
- Estimated reduction to general fund contribution*

2026–27: \$4,600,000

2027–28: \$4,751,800

2028–29: \$4,898,631

*Based on current SoCo SELPA

Key Revenue & State Funding Adjustments

One-Time & Ongoing Categorical Grants

- **Student Support & Professional Development Discretionary Block Grant (One-time)**
 - Santa Rosa City Schools \$10,433,335
 - Santa Rosa Charter School for the Arts \$325,770
 - Santa Rosa French-American Charter \$484,670
 - Cesar Chavez Language Academy \$672,492
 - Santa Rosa Accelerated Charter \$115,227
- **Community Schools Funding (Ongoing)**
 - Santa Rosa City Schools \$3,095,00
 - Cesar Chavez Language Academy \$230,000

Key Revenue & State Funding Adjustments

Continued One-Time & Ongoing Categorical Grants

- **Learning Recovery Emergency Block Grant (LREBG) (One-time restoration)**
 - Santa Rosa City Schools \$1,359,127
 - Santa Rosa Charter School for the Arts \$31,701
 - Santa Rosa French-American Charter \$22,687
 - Cesar Chavez Language Academy \$124,960
 - Santa Rosa Accelerated Charter \$3,242
- **Reading Difficulties Risk Screening (One-time)**
 - Santa Rosa City Schools \$45,224
 - Santa Rosa Charter School for the Arts \$4,147
 - Santa Rosa French-American Charter \$10,296
 - Cesar Chavez Language Academy \$8,759
 - Santa Rosa Accelerated Charter \$0

Key Revenue & State Funding Adjustments

Continued One-Time & Ongoing Categorical Grants

- **Literacy Coaches & Reading Specialists (One-time)**
 - Abraham Lincoln Elementary \$450,000
- **California PreKindergarten (UPK) Planning & Implementation (One-time)**
 - Requires offering full-day TK
 - SRCS shorter day and invest in teacher work time
 - SRCS is not eligible
- **Kitchen Infrastructure & Training (KIT) (One-time)**
 - CDE still yet to determine allocation method

Key Revenue & State Funding Adjustments

Continued One-Time & Ongoing Categorical Grants

- **Educator Workforce Investments in 2026-27 Enacted Budget (One-time)**
 - Student Teacher Stipend Program (NEW)
 - Teacher Residency Grant Program (Continuing)
 - Bilingual Teaching Pathways Program (Continuing)
 - Classified School Employee Teacher Credentialing Program (Continuing)

- **Other State Restricted Grants in 2026-27 Enacted Budget (Competitive One-time)**
 - Increase identification of and improve outcomes for students experiencing homelessness
 - California's New Americans in Schools Program (CalNAS)
 - Dream Resource Center Grant Program
 - Mathematics Professional Learning Program

Santa Rosa City Schools 45-Day Budget Updates

New Mandate

- **Paid Pregnancy Disability Leave**
 - Assume 3% of workforce

	2026–27 (1/1/2027 start)	2027–28 & 2028–29 (Full Year)
Santa Rosa City Schools	\$428,750	\$857,500
Santa Rosa Charter School for the Arts	\$12,250	\$24,500
Santa Rosa French-American Charter	\$12,250	\$24,500
Cesar Chavez Language Academy	\$24,500	\$49,000
Santa Rosa Accelerated Charter	\$12,250	\$24,500

Santa Rosa City Schools 45-Day Budget Updates

Key expenditure changes since budget adoption*

	2026-27
California School Employees Association, Chapter 75 25-26 #3 MOU regarding Classified Layoff Agreement	\$178,036
California School Employees Association, Chapter 75 25-26 #4 MOU 100 Hours Additional Work to New Jr/Sr High School Sites	\$4,357
Santa Rosa Teachers Association (SRTA) 25-26 #8 MOU/Tentative Agreement	\$428,319
Second Read: Board Bylaw 9250: Remuneration, Reimbursement and Other Benefits	\$122,973
Reinstatement of Calendar Work Days	\$135,000
Special Services Restructure and Preparation for SELPA Formation	\$250,000
California Senate Bill 122, California's sales tax to include digital prewritten software	\$179,053
Begin to Fund Other Post Employment Benefit Obligation (Fund 20 Deposit for OPEB)	TBD

*Includes both restricted and unrestricted funding sources

Santa Rosa City Schools 45-Day Budget Updates

Local Reserve Cap

- **Is** in effect for 2026-27
- Maximum of 10% local reserves
- Combined assigned and unassigned
 - Fund 01
 - Fund 17
- Minimum 3% local reserves required

Summary

The financial outlook will evolve further with the following:

- Financial records for 2025-26 are finalized
- Actual student enrollments for 2026-27 are known after school has opened
- Staffing assignments are completed
- First Interim Report December 2026
 - Updated financial projections
 - 7/1/2026 - 10/31/2026 timeframe
 - includes 2026-27 45-Day Budget Updates

Next Steps

September 2026

- 2025-26
Unaudited Actuals
Financial Report

October 2026

- CALPADS 2026-27
Student Data
Census Day
- Update Enrollment
Projections

November/December 2026

- 2026-27 First
Interim Financial
Report

Board Member Questions

