

Budget Advisory Committee

January 13, 2026
District Office Board Room
5:00 - 6:30 PM



Agenda

- Board Action on Fiscal Stabilization Plan
- Task Ahead
- New Factors for the Budget

Committee Norms and Confidentiality

- Difficult Conversations
- Dialogue is heard and respected
- Perspectives appreciated and acknowledged
- Topics/Discussions remain confidential to this Committee

Fiscal Stabilization Plan

- Plan approved at December 11, 2025 Board Meeting
- County received and is reviewing the plan
- Action to implement plan would occur in the months ahead

Task at Hand

- Continue to find more reductions
 - Board has asked we dive deeper into 4000's (Materials and Supplies)
 - Board has asked we dive deeper into 5000's (Contracted Services)
- Continue conversation regarding revenue potential

Timeline

- June 12, 2026 - 2026-27 Budget Posted
- May 15, 2026 - May revise of State Budget
- April 22, 2026 - BAC Meeting
- March 11, 2026 - BAC Meeting
- February 11, 2026 - BAC Meeting
- January 13, 2026 - BAC Meeting

**We can discuss additional meetings if necessary.

New Factors

- Settled Negotiations
- State Economic Conditions
- Governor's Budget Proposal
- Other Reductions

Revenue Potential

Parcel Tax

Board has requested an information item at the January meeting to look at the process and purpose of putting a Parcel Tax Measure on the Ballot

Key Components of a Parcel Tax: Amount, Duration, Purpose, Index to Inflation

Improved Attendance

How best to increase student attendance and increase revenue with a higher rate of Average Daily Attendance

- Daily Attendance
- Independent Study
- Attendance Recovery Hours

Governor's Budget Proposal

We are watching as details come out about the Governor's Budget Proposal. Overall, positive in the amount of money available for the upcoming year, but it is largely one-time or restricted. Specifics will come out in the Trailer Bill language that arrives in early February.

Reductions

Non-Staffing Expenditures

Object Codes in the 4000's and 5000's are for non-employee related expenses

<https://docs.google.com/spreadsheets/d/1msmntuaO4zTVuM5I9C1XSa6IYehjOJirYBNot5E7ryq/edit?usp=sharing>

4000's

- 4100 - Textbooks
- 4200 - Other Books - libraries, class novels
- 4300 - Materials and Supplies: Classroom, Office, Custodial, Transportation

5000's

- 5100 - Non-public agencies/schools
- 5200 - Travel
- 5400 - Insurance
- 5500 - Utilities
- 5600 - Rentals, leases (i.e. copiers), repairs
- 5800 - Contracted Services, including Licensing Agreements
- 5900 - Communications

Restricted vs. Unrestricted

<https://docs.google.com/spreadsheets/d/1msmntuaO4zTVuM5I9C1XSa6IYehjOJirYBNot5E7ryq/edit?usp=sharing>

Unrestricted

- Codes that are less than 2000 are unrestricted. These funds do not have prescribed guidelines on how money is to be used.
- Most of LCFF falls into this category

Restricted

- Codes that are greater than 2000 are restricted. These funds have guidelines on how money is to be used.
- Restricted funds can be federal, state, or local
- Sample Restricted Funds:
 - Special Education (Fed and State)
 - Title Programs (Fed)
 - Prop 28 Arts Funds (State)
 - After School Programs (State)
 - Grants - Sobrato, Teacher Residency (Local)
 - Donations - HSC, Science Camp (Local)

Code Breaking Activity

Final Thoughts? Questions?

Next Meeting on February 11, 2026
5:00 - 6:30
Board Room