



SACRAMENTO CITY UNIFIED SCHOOL DISTRICT BOARD OF EDUCATION

Agenda Item# 12.8

Meeting Date: February 20, 2025

Subject: 2025-26 Governor's Budget Proposal Update

- Information Item Only
- Approval on Consent Agenda
- Conference (for discussion only)
- Conference/First Reading (Action Anticipated: _____)
- Conference/Action
- Action
- Public Hearing

Division: Business Services

Recommendation: Receive the budget update.

Background/Rationale: On January 10, 2025, Governor Newsom released the 2025–26 State Proposed Budget, including proposals for TK–12 education. California's 2025–26 State Budget reflects improved finances, with revenues projected to exceed expectations by \$16.5 billion. The budget prioritizes fiscal stability and education investments, including a 2.43% cost-of-living adjustment (COLA), discretionary funds, reduced transitional kindergarten class sizes, and expanded access to learning programs. The Governor's proposal includes funding Proposition 98 at anticipated stable levels to support long-term fiscal stability but does not provide relief for retirement contributions.

Leilani Aguinaldo, Director of Governmental Relations at School Services of California, will provide an overview of the Governor's 2025–26 TK–12 education budget proposals to update the board on the new legislative budgeting cycle and information.

Financial Considerations: Understand potential impacts to District revenues that may be adopted by the legislature in June based on 2025-26 Governor's January Budget Proposal indications.

LCAP Goal (s): Goal 1: Graduation Outcomes, Goal 2: Academic Outcomes, Goal 3: Welcoming and Safety Outcomes

Documents Attached: N/A

<p>Estimated Time of Presentation: 10 Minutes</p> <p>Submitted by: Janea Marking, Chief Business & Operations Officer</p> <p>Approved by: Lisa Allen, Superintendent</p>
