Annual Audit and Budget Update

November 16, 2026



2026-27 State Budget

- Positive in this year's state budget
  - Increase of 2.5% in per pupil funding (Foundation Allowance), as well as additional funding for At Risk and English Learners in a weighted funding formula
  - Continued Transportation Funding for another year (no increase)
  - 31aa mental health portion will be available to all districts (the safety portion is separated and still requires districts to adopt new language in the event of a mass casualty)
- Negative in this year's budget
  - Additional University costs moved into the School Aid Fund (previously General Fund expenses)
    - From $452 million (2024-2025) up to $850.8 million (2025-2026) and up to $1.25 billion (2026-2027)
    - When combined with community colleges, now totals more than $1.74 billion
- Resources - $20.59 billion; Expenditures - $21.55 billion

<u>State School Aid Fund Balance Sheet</u>

Beginning 2026-27 Fund Balance	$ 1.0 billion
Ending 2026-27 Fund Balance	$ 50.5 million

2026-27 State Budget Impact on CCS

Unrestricted Funds	State Per Pupil Amount	CCS Budget Impact Per Pupil Change
Foundation Allowance	$250	No Change (already in budget)
Retirement cost decrease (2.4%)	$193	No Change (already in budget)
	$443	$0
Restricted Funds		
At Risk Sec. 31a	$130	$130
Bilingual Sec. 41	$ 4	$ 4
	$134	$134
Net Impact	**$577**	**$134**
Educator Compensation Sec. 27L	*$108*	*$108*
Mental Health Sec. 31aa	*$73*	*$73*

2025-26 Year End Audit Recap

- Financial Audit was conducted by Gabridge & Company
- The district received an unmodified opinion, the highest level of assurance an auditor can provide
- An additional Single Audit of the district's federal programs is currently on hold awaiting the release of the federal 2026 OMB Compliance Supplement
- The General Fund ended the year with a fund balance of $14,140,367

	EOY 2024-25	EOY 2025-26	Difference
Revenues	$72,870,444	$74,878,576	$2,008,132
Expenditures	$70,705,815	$74,968,763	$4,262,948
Net Change in Fund Balance	$2,164,629	($90,186)	$2,254,815

- 2025-2026 General Fund End-of-Year Budget Comparison