

May Revision Highlights

*Sources: CCSA Capitol Update (5/14/26); CSDC Charter Currents (5/14/26), SSC
2026-27 Governor's May Revision Overview (5/14/26)*

Big Picture: State Fiscal Outlook Improves

State revenues projected \$16.5B higher than January estimates over the 2024–27 window.

Prop 98 guarantee increases by approximately \$6.4B compared to January proposals.

Total TK–14 Prop 98 funding reaches \$127.1B in 2026–27.

May Revision reflects stronger reserves and a more stable fiscal outlook for schools.

A significant portion of new funding is deposited into the Prop 98 Rainy Day Fund.

Key Funding Changes

LCFF

- Statutory COLA increases from 2.41% (January) to 2.87%.
- Additional discretionary LCFF augmentation creates a total 4.31% “Super COLA,” intended in part to absorb costs of the proposed 14-week paid pregnancy leave mandate. ~\$118K in add'l revenue for Ocean

SPED

- Governor proposes an additional \$1.8B ongoing investment in Special Education.
- Base rate increases from \$917 per ADA to \$1,340 per ADA.

Student Support & PD DBG

- Increases from \$2.8B to \$5B.
- Estimated funding rises from ~\$512 to ~\$937 per 25/26 P2 ADA (SSC estimate). ~\$229K in add'l revenue for Ocean

LREBG

- Retains January proposal to repay remaining Learning Recovery Emergency Block Grant (LREBG) balance.

Additional Investments

- Ongoing funding for Community Schools and Universal Meals
- \$1,800/ADA minimum for Tier 2 ELO-P schools (<55% unduplicated pupils)
- \$428.8M one-time extension of Literacy Coaches & Reading Specialists Grant
- Additional Kitchen Infrastructure grant round

2026-27 LCFF Base Grants

Grade Span	2025-26	2026-27
TK-3	\$10,256	\$10,698
4-6	\$10,411	\$10,860
7-8	\$10,719	\$11,181
9-12	\$12,423	\$12,959

Note: TK add-on funding receives only the 2.87% statutory COLA and does not benefit from the additional LCFF investment.