Item #14

KPPCSD

Date: August 13, 2026

To: Board of Directors

From: David Aranda, Interim General Manager

Subject: Update on KCSD's Checking and Savings Accounts, Restricted Money, and Operational Fund Needs

Recommendation

This is not an action item but provides the Board of Directors with important financial information.

Background

Director Watt requested a report that would assist him and all directors in understanding the unrestricted cash of the district, essentially providing details of the amount of money that is designated or reserved for specific purposes and the amount of money that may be available, especially if the district was going to consider a large capital project expense, such as a new police building.

The district staff and consultants continue to work on the full consolidation process and so, as the fiscal year ended some bank accounts were closed and money was consolidated. Please note the following accounts of the Kensington Community Services District:

Five-Star Account 780 is the CSD checking account that all payables are made from, twice per month. It is also where the payroll account monies are drawn from. Balance July 31st is $438,401.

Five-Star Account 772 is the CSD payroll account that is funded to pay payroll drawing money from the CSD checking account. Balance July 31st is ZERO.

Five-Star Account 8817 is the CSD's holding for the Flexible Spending Account (FSA) that employees contribute to. This money is restricted and is offset with a liability account, so it does not affect the district's bottom line. Balance July 31st is $4,770.

Five-Star Account 799 is the CSD's savings account. This account earns interest at a competitive rate. Balance July 31st is $3,182,044.

LAIF is the State operated savings account. Most of the money in the LAIF account are dedicated to the Fire Contract requirements and replacement of fire vehicles and equipment. Balance July 31st is $4,682,825. From that money, $1,523,276 is reserved for fire rolling stock reserves and $2,461,540 is reserved for six months operating reserves as per the fire contract with El Cerrito. That would leave $698,009 in the fund that is NOT reserved for any specific project.

California CLASS (CC) is another financial institution, like LAIF the district uses.

Exhibit(s)

- Debt Service Amortization Schedule
- Operating Expenses Forecast 6MO

Bank/Institution	Account Number	7/31/26 Balance	Description of Account	Funds Reserved For	Available Funds
Five Star Bank	0780	$ 438,401	Checking account for all payables and payroll transfers		$ 438,401
Five Star Bank	0772	$ -	Payroll		
Five Star Bank	8817	$ 4,770	Flexible spending account (FSA)	$ 4,770	
Five Star Bank	0799	$ 3,182,044	Savings account		$2,4000,000 - 6 months Operating Costs July - December each year $782,044 - No Designated Use
LAIF		$ 4,682,825	State operated savings account (Fire contract and replacement of vehicles and equipment)	$1,523,276 - Rolling Stock Reserves $2,461,540 - 6 months Operating Reserves	$ 698,009
California CLASS	0001	$ -	KCC for capital improvements		
California CLASS	0002	$ 903,004	Savings account		$ 903,004
California CLASS	0003	$ 6,192	Paths funding/savings account	$ 6,192	