Kensington Community Services District

DATE: November 12,2026

TO: Board of Directors

FROM: David Aranda, Interim General Manager (IGM)

SUBJECT: Receive and file the SB-165 Annual Report for the Kensington Community Services District's Supplemental Police Tax for 2026/2027

RECOMMENDATION:

Motion to receive and file the SB-165 Annual Report for the Kensington Community Services District supplemental police tax which shows compliance for fiscal year 2027.

BACKGROUND:

The voters in Kensington approved a supplemental tax specifically to assist with funding the Kensington Police Department. The money received from the property owners each year must be specifically applied to the police operations.

Senate Bill 165 requires that the Board of Directors acknowledges that monies received for a specific fiscal year balance with monies spent for the same specific year and that the purpose of the special tax properly applied. The money is designated for "the purpose of obtaining, operating, maintaining and expanding police protection service, facilities and equipment, salaries and benefits to police personnel and for other necessary police protection service expenses of the District."

The annual police budget runs around three million dollars per year. The attached records on the tax levy show the district receiving $696,072 for the year. Thus, the operating expenses for the police department use the full dollar amount generated by the police tax.

EXHIBIT(S):

- Kensington Police 2026-27 Annual Summary Report
- SB 165 Annual Police Tax Report Clarification Email

KENSINGTON COMMUNITY SERVICES DISTRICT

Fiscal Year 2026/27 Final Levy Summary Report For:

POLICE TAX AND SUPPLEMENTAL POLICE TAX

October 2026

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FISCAL YEAR 2026/27 LEVY SUMMARY

Police Tax

In 1994, the voters of the Kensington Police Protection and Community Services District (the "District") approved a special tax to provide a source of funding for police protection services. The special tax is not increased annually.

The following table provides a summary of the Fiscal Year 2026/27 final levy amount.

Class of Improvement or Use	Number of Parcels	Rate per Parcel	Total Levy
Single Family Residential	2,101	$300.00	$630,300.00
Multiple Unit Residential	88	450.00	39,600.00
Commercial and Institutional	27	450.00	12,150.00
Miscellaneous Improved Property	3	300.00	900.00
Unimproved Property	35	90.00	3,150.00
Totals:	**2,254**		**$686,100.00**

Supplemental Police Tax

In 2010, the voters of the District approved a supplemental special tax to raise revenue to support police protection services by the Kensington Police Department. The purpose of the supplemental special tax is to raise revenue only for the purposes of obtaining, operating, maintaining, and expanding police protection service, facilities and equipment, for paying for salaries and benefits to police personnel, and for such other necessary police protection service expenses of the District as such services shall be made available throughout the District.

The annual maximum supplemental special tax will be increased by the Consumer Price Index (CPI). The Supplemental Police Tax will be levied in perpetuity.

As directed by the District, the supplemental special tax will be levied at the maximum rate for Fiscal Year 2026/27.

The following table provides a summary of the Fiscal Year 2026/27 final levy amount.

Class of Improvement or Use	Number of Parcels	Rate per Parcel [(1)]	Total Levy
Single Family Residential	2,101	$324.30	$681,354.30
Multiple Unit Residential	88	486.45	42,806.72
Commercial and Institutional	27	486.45	13,133.88
Miscellaneous Improved Property	3	324.30	972.90
Unimproved Property	35	97.29	3,404.80
Totals:	**2,254**		**$741,672.60**

(1) Represents 100% of the Fiscal Year 2026/27 Maximum Rate. May include even cent rounding adjustment for placement on the Contra Costa County tax roll.

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Melissa Ellico, Project Manager
Kristin Harvey, Client Success Ambassador

SB 165: LOCAL AGENCY SPECIAL TAX AND BOND ACCOUNTABILITY ACT

Senate Bill 165, filed with the Secretary of State on September 19, 2000, enacted the Local Agency Special Tax and Bond Accountability Act (the "Act"). This Act requires that any local special tax or local bond measure subject to voter approval contain a statement indicating the specific purposes of the special tax, require that the proceeds of the special tax be applied to those purposes, require the creation of an account into which the proceeds shall be deposited, and require an annual report containing specified information concerning the use of the proceeds. The Act only applies to any local special tax measure or local bond measure adopted on or after January 1, 2001 in accordance with Section 50075.1 of the California Government Code.

Some of the requirements of the Act are handled at the formation of the Special Tax District and others are handled through annual reports. This Section of this report intends to comply with Section 50075.3 of the California Government Code that states:

"The chief fiscal officer of the issuing local agency shall file a report with its governing body no later than January 1, 2002, and at least once a year thereafter. The annual report shall contain all of the following:

(a) The amount of funds collected and expended.

(b) The status of any project required or authorized to be funded as identified in subdivision (a) of Section 50075.1."

The requirements of the Act apply to:

Kensington Community Services District

Supplemental Police Tax

PURPOSE OF SPECIAL TAX

The purpose of the Supplemental Police Tax revenue is for obtaining, operating, maintaining and expanding police protection service, facilities and equipment, salaries and benefits to police personnel, and for other necessary police protection service expenses of the District.

COLLECTIONS & EXPENDITURES – (CUMULATIVE)

Fund	Total Amount Collected (1)	06/30/2026 Balance	Amount Expended (2)	Service Status
Supplemental Police Tax Fund	$696,072.66	$0.00	$696,072.66	Ongoing

(1) Equal to the Fiscal Year 2025/26 levy amount, less delinquencies, if any.
(2) Amount Expended is the difference between Total Amount Collected and the 6/30/2026 Balance.

From: Melissa Ellico <mellico@nbsgov.com>
Sent: Monday, November 2, 2026 9:50 AM
To: David Aranda <DAranda@kppcsd.org>; Lynelle Lewis <llewis@kppcsd.org>
Subject: RE: Annual Levy Report

David,

Hello. I hope you are doing well.

The SB165 is reporting 2025/26 tax year information. We use the total collected from the Supplemental Tax Summary report.

District	Due Date	Billed Amount	Paid Amount
Suppl. Police - Supplemental Police Tax			
	08/01/2024 Billing:		
	12/10/2024	$352,761.48	$349,938.53
	04/10/2025	$352,761.48	$340,605.80
	Subtotal:	**$705,522.96**	**$690,544.33**
	08/01/2025 Billing:		
	12/10/2025	$357,221.50	$353,706.77
	04/10/2026	$357,221.50	$342,365.89
	Subtotal:	**$714,443.00**	**$696,072.66**
Suppl. Police	**Total:**	**$8,922,684.84**	**$8,740,708.03**
Agency Grand Total:		**$8,922,684.84**	**$8,740,708.03**

We have been reporting this way historically.

The $741k is the total placed on this year's tax roll for the 2026/27 tax year. We run about a 2 to 2.5% delinquency rate, so projected received would be less.

Additionally, you are not asking the Board to confirm anything, it is an information item only. The requirement for the SB165 is that it be "filed with the governing authority", so no action is needed beside acknowledging that it is received by the Board.

Please let me know if you have additional questions.

Thanks,

MELISSA ELLICO | manager

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