



**RIVERSIDE COUNTY  
OFFICE OF EDUCATION**

EDWIN GOMEZ, Ed.D. | County Superintendent of Schools

# Perris Union High School District

## Overview of the the District's Current Fiscal Condition

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Scott Price, Ph.D.  
Chief Business Official  
Riverside County Office of Education



# Perris Union High School District Overview

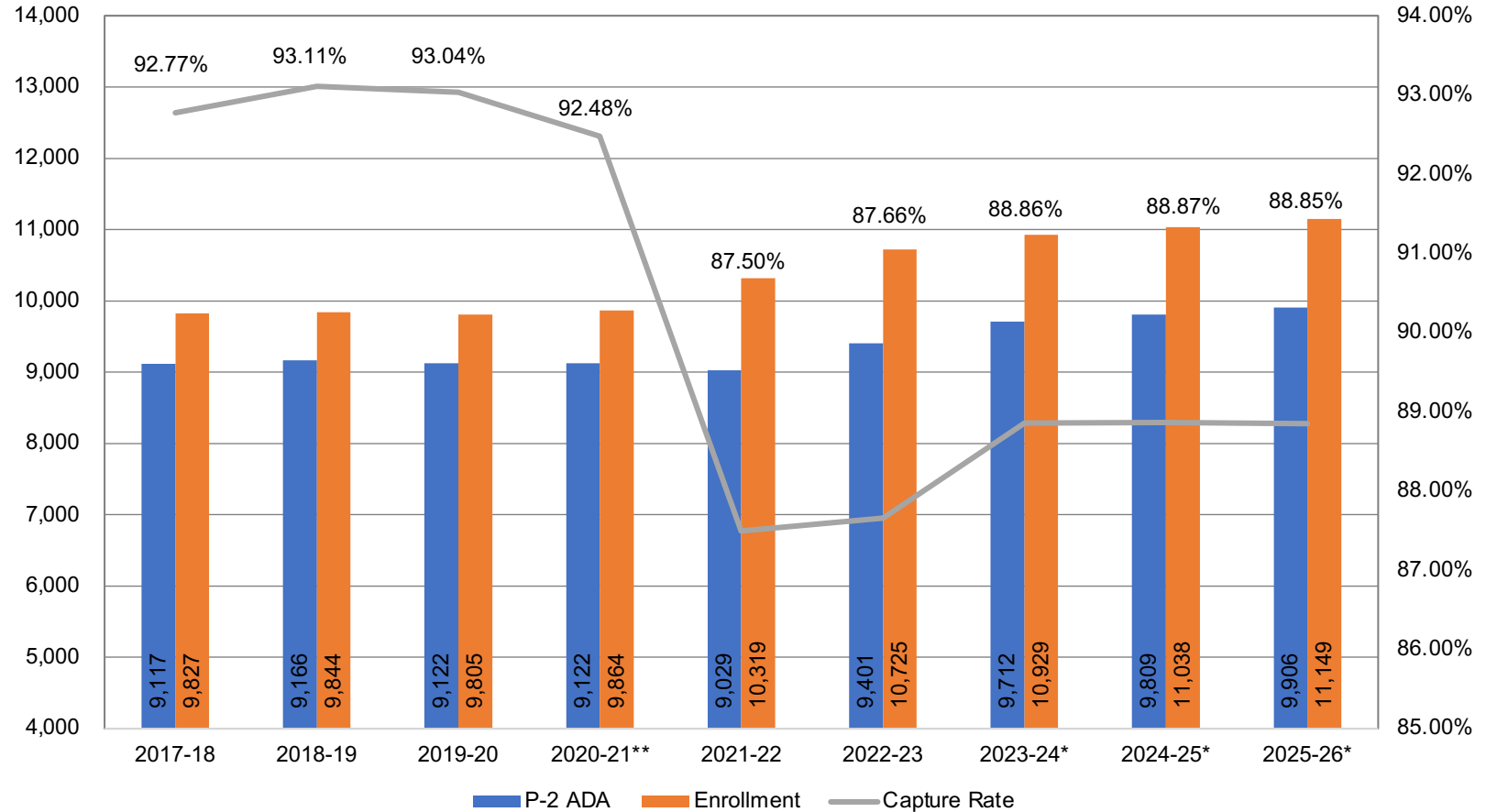
- The information presented is based upon:
  - Perris Union's audited financial statements in years 2017-18 to 2021-22
  - Unaudited Actuals in 2022-23
  - The First Interim Financial Report certified by the Perris Union Board in December 2023 and the subsequent submittal of the district's collective bargaining disclosure for the certificated and classified bargaining units
- The purpose of this presentation is to review trends contributing to the district's projected financial status.
- It is an overview of the macro issues;
- A component of the county superintendent's statutory oversight responsibilities.



# Perris Union High School District

## Declining Attendance Capture Rates

- Attendance continues to materialize at a lower level than pre-pandemic levels.



\* Projected in Collective Bargaining Disclosure  
 \*\* Hold Harmless Attendance



# Perris Union High School District

## General Fund Contributions

- Special Education Maintenance of Effort and Routine Restricted Maintenance Account Deposits continue to grow.
- Routine Restricted Maintenance Account Deposits require a minimum amount equal to or greater than three percent of the total General Fund expenditures for that fiscal year.

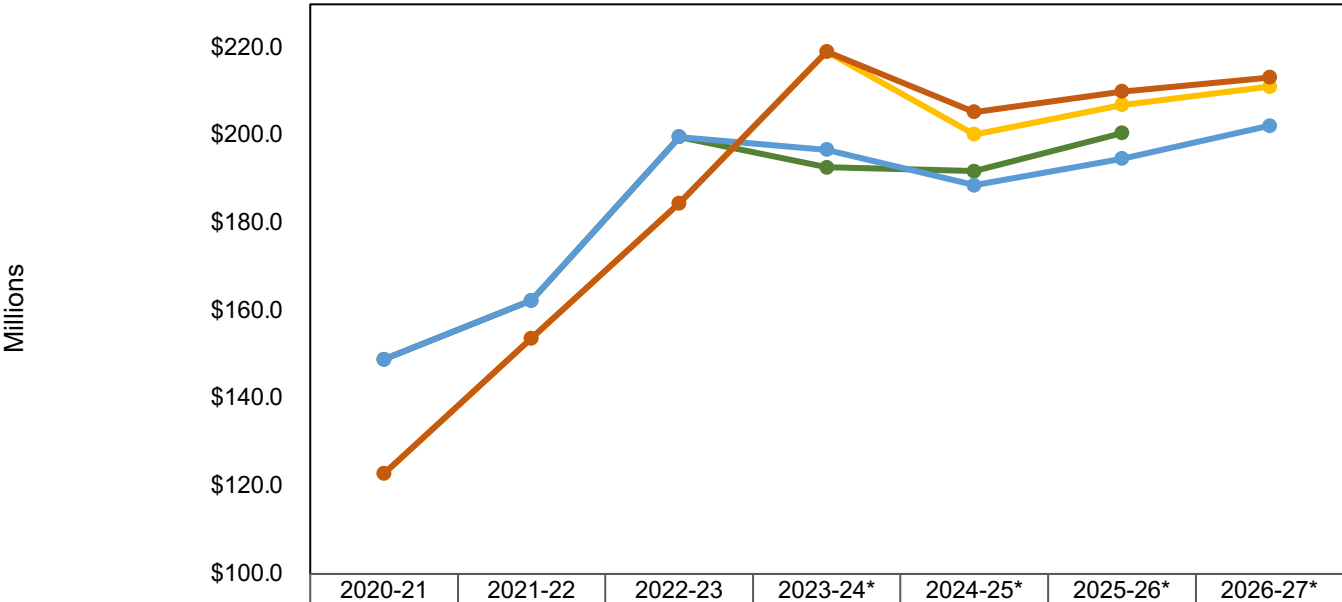
	Revenues	Expenditures	Contributions
2020-21	148,951,962.00	122,894,887.04	(15,354,226)
2021-22	162,441,111.00	153,846,164.00	(27,117,929)
2022-23	199,709,033.00	184,627,300.00	(25,676,321)
2023-24*	192,771,291.00	214,773,733.00	(31,096,149)
2024-25*	188,749,593.00	200,311,224.00	(32,357,799)
2025-26*	194,798,587.00	207,037,060.00	(33,969,742)

\* Projected



# Perris Union High School District General Fund Structural Operating Deficit

- Districts have received substantial one-time funding which has *temporarily* helped reduce operating deficits.
- As one-time funding ceases, the district projects structural operating deficits.



	2020-21	2021-22	2022-23	2023-24*	2024-25*	2025-26*	2026-27*
First Interim Revenues	\$149.0	\$162.4	\$199.7	\$192.8	\$191.9	\$200.6	
One-Time \$ (inc. in rev.)	\$18.0	\$13.8	\$32.5	\$8.6	-	-	-
Disclosure Expenditures	\$122.9	\$153.8	\$184.6	\$219.2	\$200.3	\$207.0	\$211.2
Disclosure Revenues	\$149.0	\$162.4	\$199.7	\$196.8	\$188.7	\$194.8	\$202.3
Disclosure Expenditures Without Proposed Resolutions	\$122.9	\$153.8	\$184.6	\$219.2	\$205.4	\$210.1	\$213.3

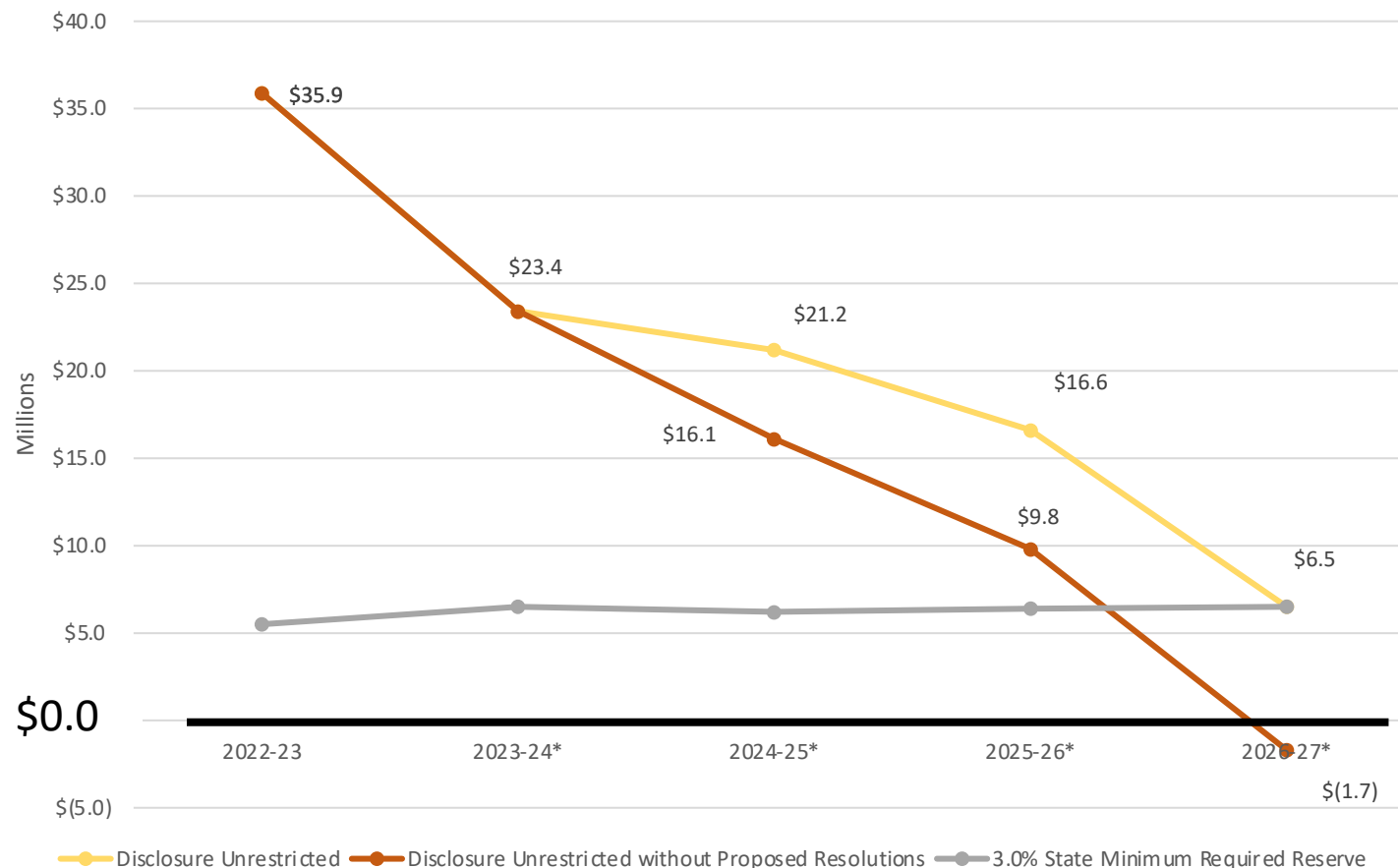
● First Interim Revenues      ● Disclosure Expenditures  
● Disclosure Revenues      ● Disclosure Expenditures Without Proposed Resolutions

\* Projected



# Perris Union High School District Unrestricted General Fund Balances

- Structural deficits continue to diminish available unrestricted General Fund balances.
- Without reductions, projections indicate the district will be unable to meet the 3.0% state minimum required reserve levels and will go insolvent in the 2026-27 fiscal year.



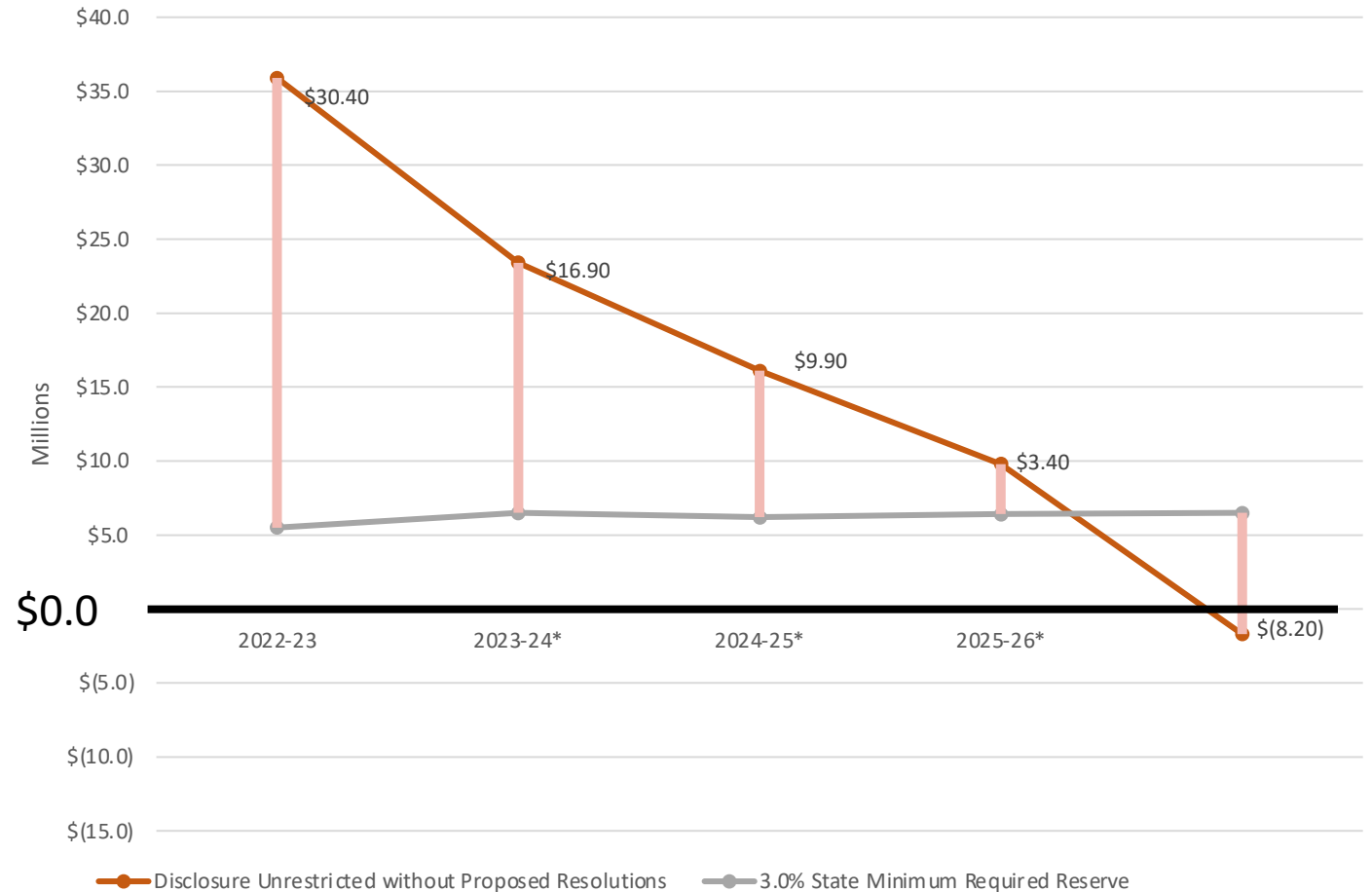
\* Projected



# Perris Union High School District

## 3.0% State Minimum Required Reserve

- Without reductions, projections indicate shortfalls in order to meet the 3.0% state minimum required reserve in 2026-27.



\* Projected



# Perris Union High School District

## Fiscal Certifications

- Education Code 42131 states School districts shall certify in writing (within 45 days after the close of the period being reported) whether or not the district is able to **meet its financial obligations for the remainder of the fiscal year and, based on current forecasts, for the subsequent two fiscal years.**
- **Should the district identify an inability to meet its multi-year projections, the district should, at minimum, issue a qualified certification for the Second Interim Report**
- **Education Code 42127 states that by July 1<sup>st</sup> the district shall adopt a budget that allows the district to meet its financial obligations during the fiscal year and is consistent with a financial plan that will enable the district to satisfy its multiyear financial commitments.**