SANTA BARBARA UNIFIED SCHOOL DISTRICT

Second Interim 2024-25

March 11, 2025



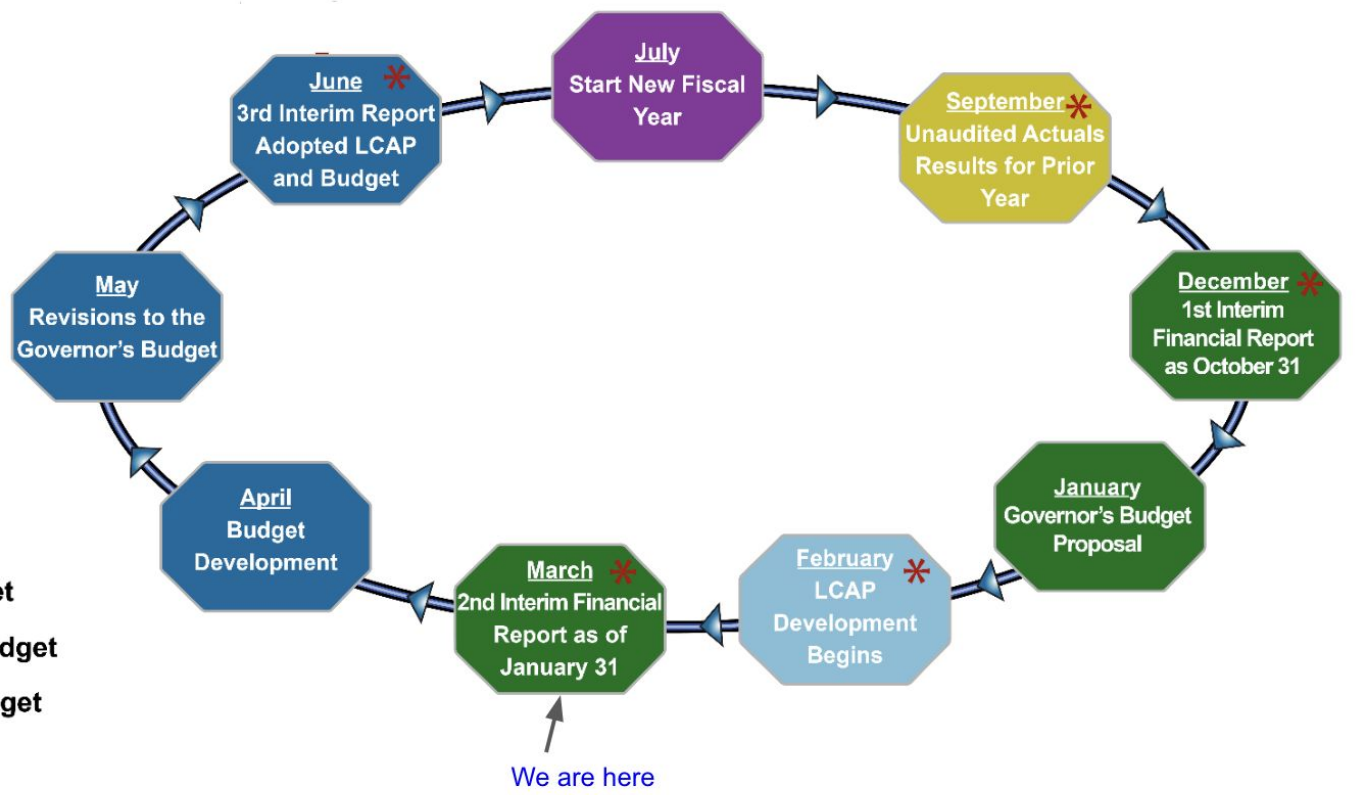


Fiscal & Business Sustainability

<u>Second Interim Report Includes:</u>

- Bills Paid Through January 31, 2025
- 10% & 5% Salary Increases and Additional Costs based on New Agreements
- Reduction in the Multi-Year projections to maintain 3% reserve in all years.
- Special Reserve being used in 25-26 and 26-27.

Annual Budget/Financial Cycle



Past Budget

Present Budget

Future Budget

* = Board Report

Increase in Property Tax Revenue

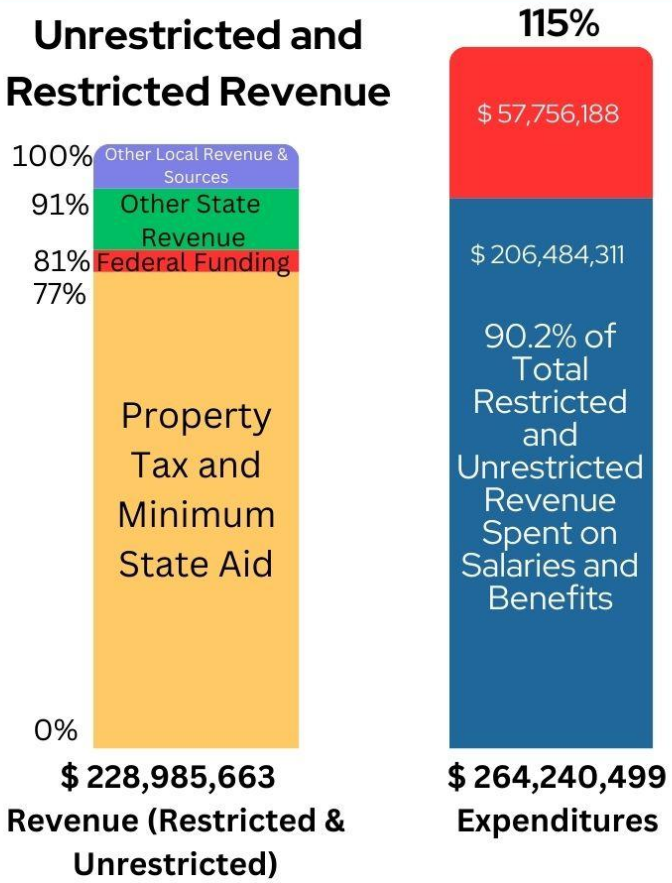
From 3.75% to 4.87 %

Property Tax Revenue

No Change from First Interim

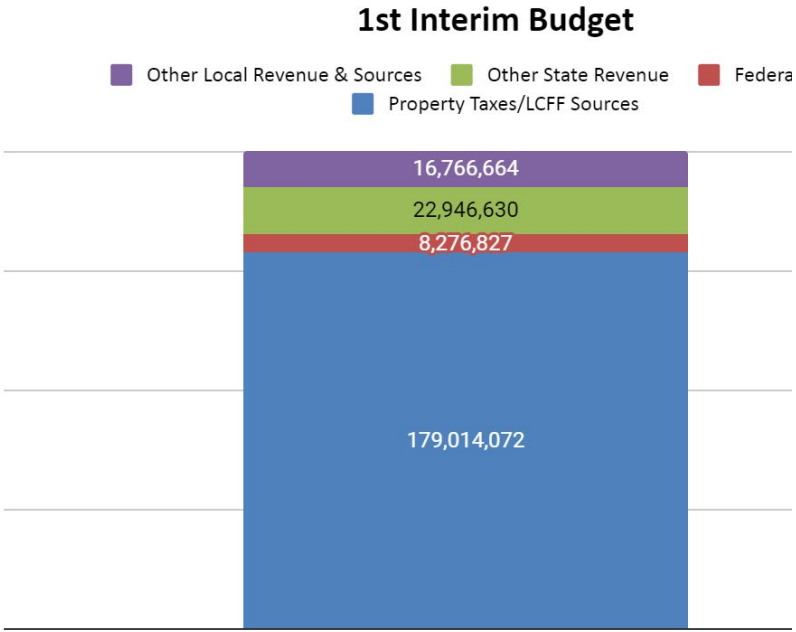
	2024-25 Property Tax Revenue						
	Homeowner	Secured	Unsecured	Prior Year	Community Redevelopment	Total	Percentage increase from 2023-24
Adopted Budget 24-25, Board Approved on June 25, 2024	570,984	163,776,692	6,287,449		2,764,817	173,399,942	
First Interim, per J-29 P-1 from SBCEO (October)	**545,707**	**165,885,080**	**6,533,019**	**439,719**	**2,668,974**	**176,072,499**	**4.87%**
Change from Adopted Budget	(25,277)	2,108,388	245,570	439,719	(95,843)	2,672,557	
Compare to 23-24 Unaudited Actuals (P-3 Aug)	**550,346**	**157,777,188**	**6,103,099**	**819,648**	**2,641,142**	**167,891,423**	

Second Interim Revenue and Expenditures

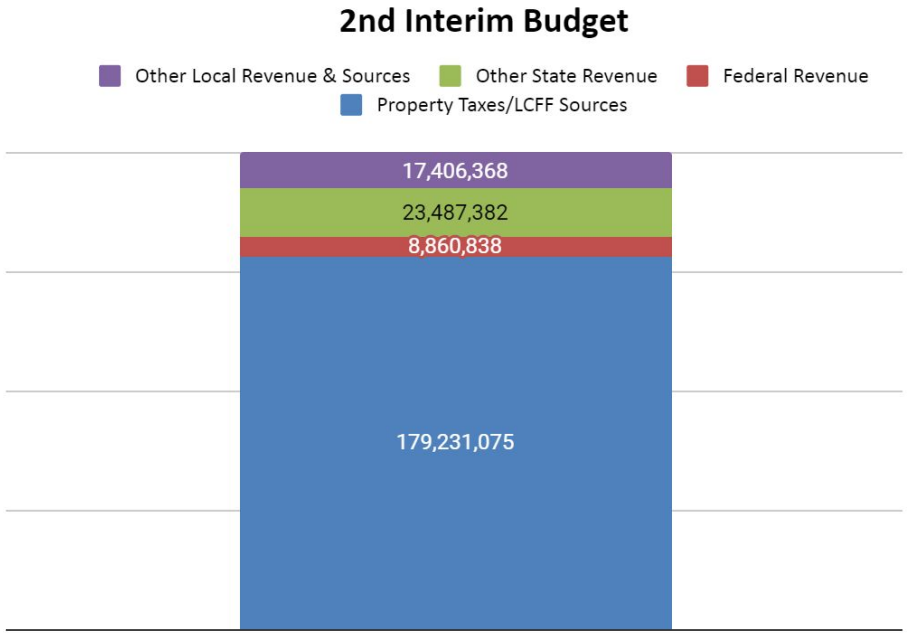


- **90.2% of all Restricted and Unrestricted Revenue is spent on salaries and benefits.**
- **The state requires 3% of unrestricted monies to meet the reserves.**

Unrestricted and Restricted Revenues

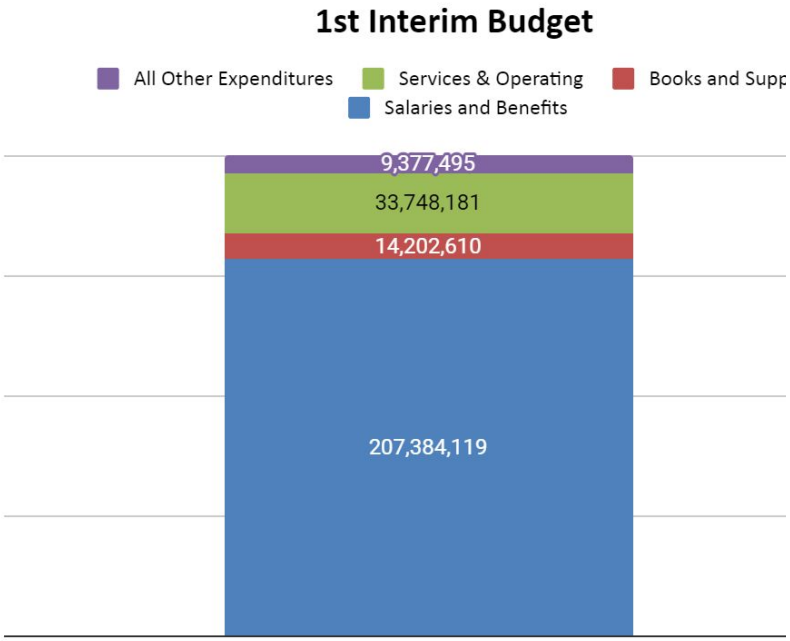


Total: $227,004,193

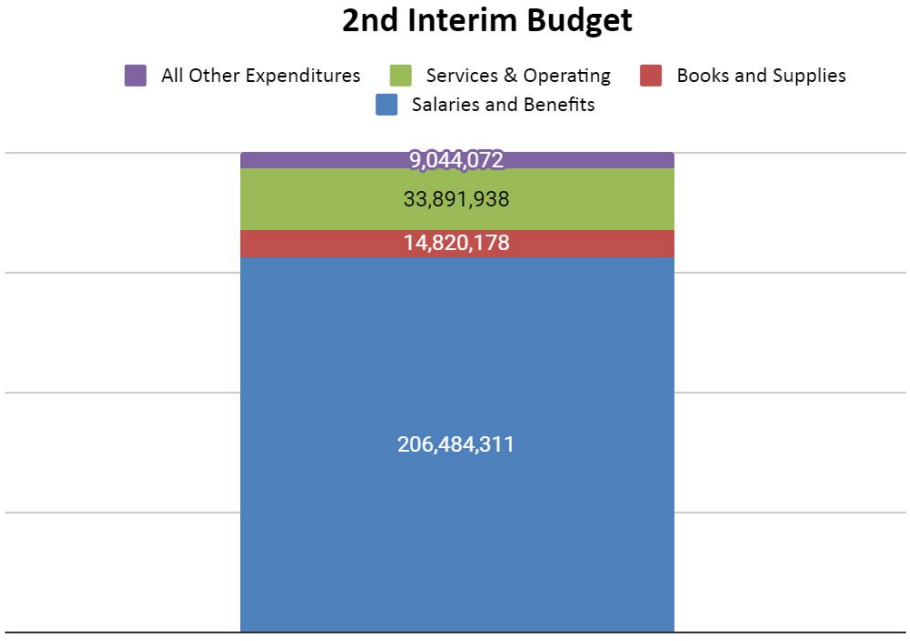


Total: $228,985,663

Unrestricted and Restricted Expenditures



Total: $264,712,405



Total: $264,240,499

Multi-Year Projections at Second Interim With RIFs

	Total Budget	Unaudited Actuals 2023-24	ESTIMATED: Multi-Year Projections 2024-25	2025-26	2026-27
1	*Property Tax Growth*	6.10%	4.87%	4.00%	4.00%
2	Beginning Fund Balance	53,843,678	61,148,133	25,893,297	13,451,850
3	Audit Adjustments (if any)	-	-	-	-
	Revenue	CF	CF	CF	CF
4	Property Tax/LCFF	171,161,789	179,231,075	185,853,649	192,622,534
5	Federal	18,263,325	8,860,838	7,921,654	7,921,654
6	Other State	25,389,222	23,487,382	24,486,072	24,049,644
7	Other Local & Other Sources	19,486,257	17,406,368	24,406,368	24,406,368
8	Total Revenue	234,300,593	228,985,663	242,667,743	249,000,200
	Expenditures				
9	Salaries and Benefits	187,029,931	206,484,311	209,524,919	209,501,866
10	Books and Supplies	10,054,616	14,820,178	9,338,624	9,040,743
11	Services & Operating	24,676,951	33,891,938	29,125,522	28,523,902
12	All Other Expenditures	5,234,641	9,044,072	7,120,125	7,120,125
13	Total Expenditures	226,996,138	264,240,499	255,109,190	254,186,636
14	Net Income(Loss)	7,304,455	(35,254,836)	(12,441,447)	(5,186,436)
15	Total Ending Balance	61,148,133	25,893,297	13,451,850	8,265,414
	Breakdown of Ending Fund Balance				
16	Restricted	31,803,557	11,694,997	5,310,853	(0)
17	Unrestricted	**29,344,576**	**14,198,300**	**8,140,997**	**8,265,413**
	Components of Unrestricted Ending Fund Balance				
18	Assigned Fund Balance	1,582,652	524,242	-	-
19	State Recommended 3% Reserve	6,809,884	7,927,215	7,653,276	7,625,599
20	Excess Unrestricted Fund Balance	20,952,040	5,746,842	487,721	639,814
21	**Total Unrestricted Ending Fund Balance**	**29,344,576**	**14,198,300**	**8,140,997**	**8,265,413**
22	General Fund Unrestricted Reserve	**12.23%**	**5.17%**	**3.19%**	**3.25%**
	Special Reserve Fund 17				
23	Beginning Fund Balance	13,974,130	14,630,227	14,975,227	8,275,227
24	Revenue	656,097	345,000	300,000	250,000
25	Expenditures	-	-	7,000,000	7,000,000
26	Net Income(Loss)	656,097	345,000	(6,700,000)	(6,750,000)
27	Special Reserve Ending Balance	14,630,227	14,975,227	8,275,227	1,525,227
28	Special Reserve %	6.45%	5.67%	3.24%	0.60%
29	**Total Available Reserves - by Percent**	**18.68%**	**10.84%**	**6.43%**	**3.85%**
30	**Total Available Reserves - by Amount**	**42,392,151**	**28,649,284**	**16,416,224**	**9,790,639**

On February 26, 2025, the District contacted the Tax Assessor for an estimate of property tax revenue to project for 25-26.

It is early in the process, but the current year-over-year growth is **4.0%** for 2025-26.

We had been projecting **4.5%**

"While it may increase, we encourage you to use a conservative estimate."

Trevor C.Lysek,
Division Chief, Advanced Revenue & Tax Administration
County of SB
Auditor-Controller's Office

Special Reserve Fund 17 used each year.

Total reserves in 26-27 is 3.85% (First Interim was . 3% and above = Positive Certification



SANTA BARBARA UNIFIED SCHOOL DISTRICT

WWW.SBUNIFIED.ORG

Appendix A: Glossary

Adopted Budget–The first budget estimate adopted in June before the start of the school year.

First Interim–The first update of the budget estimate with bills paid through October 31st.

J-29–SB County Education summary of property taxes received for the year for each district

Property Tax Allocation–majority of revenue allocated to the school district from the County

Restricted–Expenditures must only be spent on the programs the funding was allocated to.

Second Interim–The second update of the budget estimate with bills paid through January 31st

Unaudited Actuals–The final actual costs paid and revenues received in the school year.

Unrestricted–Expenditures may be spent on what is appropriate for operating schools