

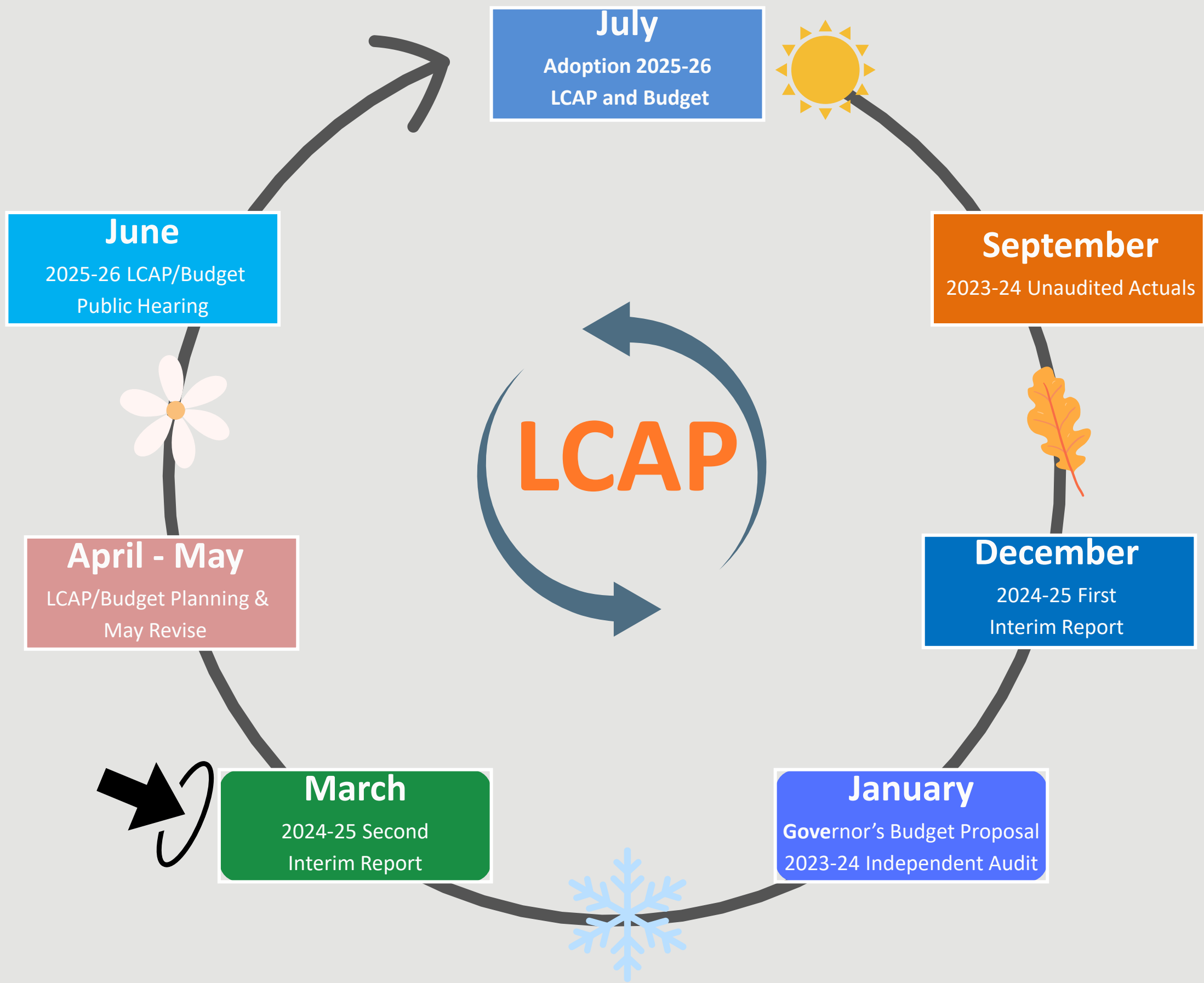
Second Interim Budget 2024-25 Fiscal Year

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Director of Fiscal Services

March 19, 2025



Budget Cycle:



Purpose of Interim Budget Reports:

- Required by Ed Code (Section 42130)
- Provide an expenditure plan for the governing board's consideration and approval.
- Provide certification of Financial Status to VCOE.
- Provide evidence of LCAP and Strategic alignment to Budget.



Summary of Changes - Revenues

Object	2024-25 First Interim	2024-25 Second Interim	Difference	Explanation
8010-8099				
LCFF Sources	194,839,570	194,899,130	59,560	Adjustment to LCFF Calculation
8100-8299				
Federal Revenue	13,331,058	13,742,011	410,953	Increase due to updated allocations to Federal IDEA, Title I, II, III & IV.
8300-8599				
Other State Revenue	39,813,316	40,234,971	421,655	Increase due to updated allocations for Teacher Residency Grant & Special Ed Early Intervention Grant
8600-8799				
Other Local Revenue	21,015,641	21,564,704	549,063	Local increase in revenue received for sale of equipment, donations, and Medi-Cal
Total Revenues	268,999,585	270,440,816	1,441,231	Total Increase in Revenue



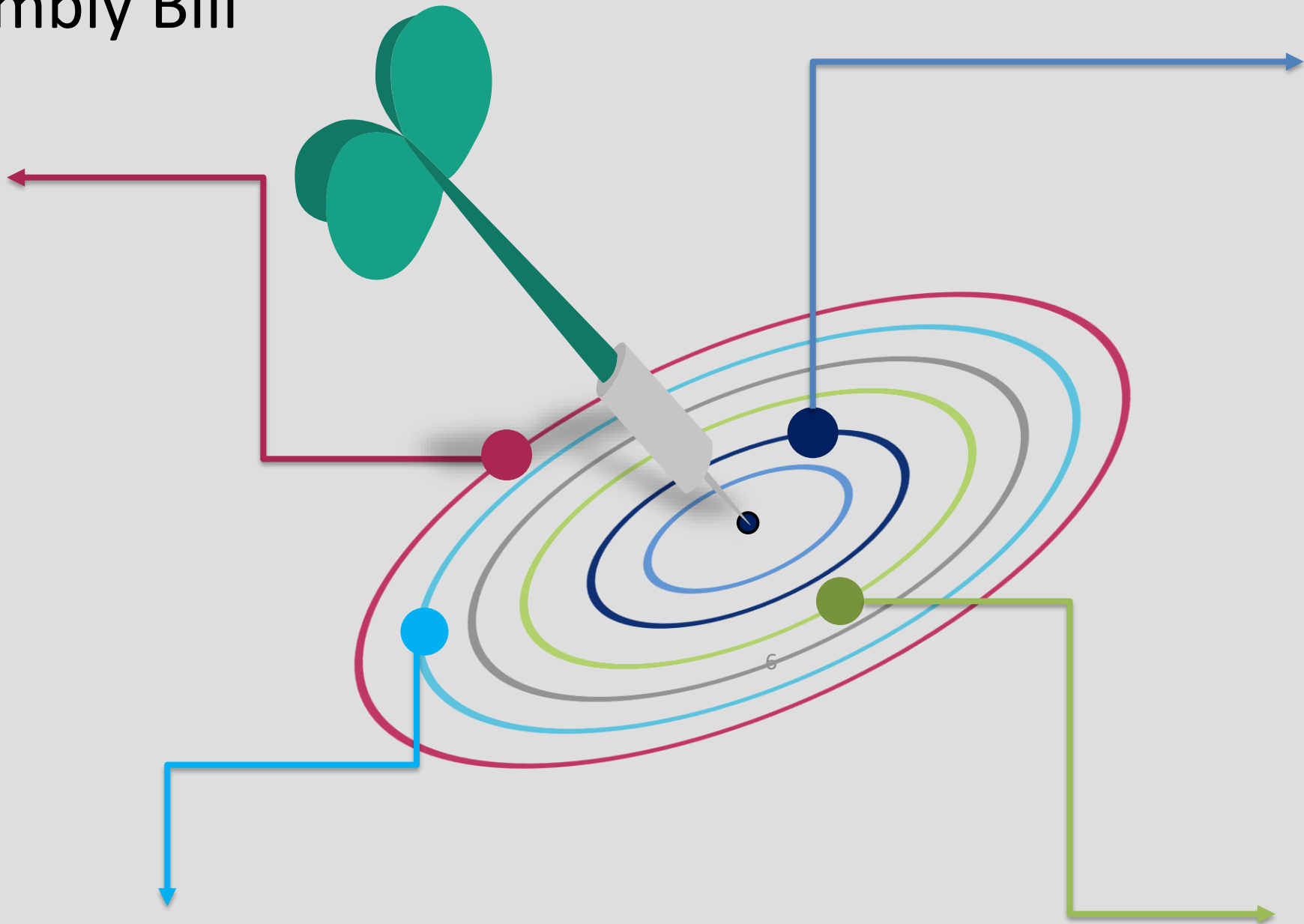
Summary of Changes - Expenditures

Object	2024-25 First Interim	2024-25 Second Interim	Difference	Explanation
1000-1999				Decrease due to savings from unfilled certificated and classified positions, along with related benefit costs.
Certificated Salaries	115,871,240	115,084,783	(786,457)	
2000-2999				
Classified Salaries	48,855,490	48,044,438	(811,052)	
3000-3999				
Employee Benefits	65,939,893	65,683,356	(256,537)	
4000-4999				Increase in budgeted expenditures that correlates to increased revenues
Materials & Supplies	14,505,058	14,885,579	380,521	
5000-5999				Increase in SpEd, ELOP services, Teacher Residency Grant, Medi-Cal correlating to increased revenues.
Services & Other Operating	76,529,808	79,439,517	2,909,709	
6000-6999				Increase in expenditures is due to equipment in RRM and planned acquisition of buses for the Transportation Department.
Capital Outlay	2,017,956	3,797,756	1,779,800	
7100-7699				Updated projected costs for VCOE Excess Costs related to Special Education
Other Outgo	1,972,630	2,142,271	169,641	
Total Expenditures	325,692,075	329,077,700	3,385,625	Total Increase in Expenditures

Multi-Year Projections

Multiyear projections are required by Assembly Bill (AB) 1200 and AB 2756

Projections are made using the most reliable information available at the time.



Projections include both state-wide and local planning factors

Projections will change any time assumptions change

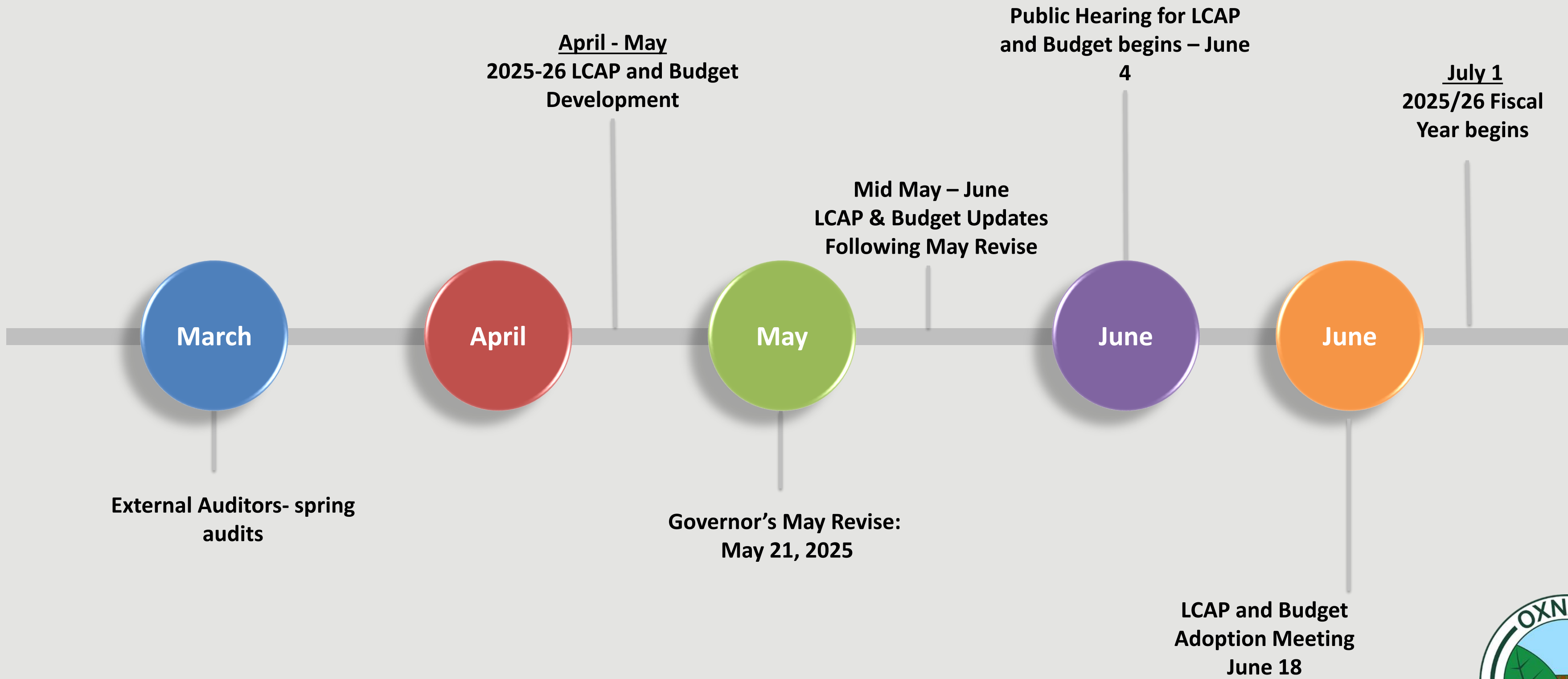
Assumptions/Planning Factors

Factor		2024-25	2025-26	2026-27
Statutory COLA		1.07%	2.43%	3.52%
California Lottery	Unrestricted per ADA	\$191	\$191	\$191
	Restricted per ADA	\$82	\$82	\$82
Mandated Block Grant	Per ADA	\$38.21	\$39.33	\$40.54
Enrollment		13,003	12,568	12,182
Estimated ADA		12,306.50	11,939.80	11,602.88
Estimated Funded ADA		13,189.73	12,661.30	12,305.79
Unduplicated Pupil Count		11,863	11,532	11,176
Unduplicated Pupil Percentage		91.19%	91.71%	91.69%
STRS		19.10%	19.10%	19.10%
PERS		27.05%	27.60%	28.00%
Step & Column Costs		1.3%	1.3%	1.3%
Salary Negotiations (OEA)		In negotiations	In negotiations	In negotiations
Salary Negotiations (CSEA)		In negotiations	In negotiations	In negotiations
Salary Negotiations (OSSA)		In negotiations	In negotiations	In negotiations

Multi-Year Financial Projections

	2024-25	2025-26	2026-27
Components	Second Interim	Projections	Projections
Beginning Fund Balance	146,947,418	88,310,533	67,483,145
+ Revenues	270,440,816	268,064,672	270,461,897
- Expenditures	329,077,700	288,892,060	283,161,004
Net Increase/(Decrease) in Fund Balance	(58,636,884)	(20,827,388)	(12,699,108)
= Ending Fund Balance	88,310,533	67,483,145	54,784,038
<u>Components of Ending Fund Balance</u>			
Reserve for Economic Uncertainty %	10%	10%	10%
Reserve for Economic Uncertainty	32,907,770	28,889,206	28,316,100
Non-Spendable	120,000	120,000	120,000
Commitments	3,768,550	3,768,550	0
Financial Stability Reserve	21,991,154	7,410,038	185,926
Legally Restricted	29,523,060	27,295,351	26,162,011
Unappropriated	0	0	0

Next Steps



Summary:

- Projecting deficit spending in current year and two subsequent years.
- Expected as district is spending down categorical balances
 - Future deficits will need to be addressed through planned expenditure reductions.
- Our budget exceeds the state-mandated 3% reserve level, with a reserve at 10% for current year and two subsequent years.
- Based on the revisions to the budget, the district is certifying a **Positive Certification**, which affirms the district's ability to meet its financial obligations for the current and two subsequent years.
- Staff recommends that the Board of Trustees approve the Second Interim Report as presented.





Thank you