



**PERRIS UNION**  
HIGH SCHOOL DISTRICT

# 2024-25 2ND INTERIM REPORT

MARCH 12, 2024



PUHSD.ORG



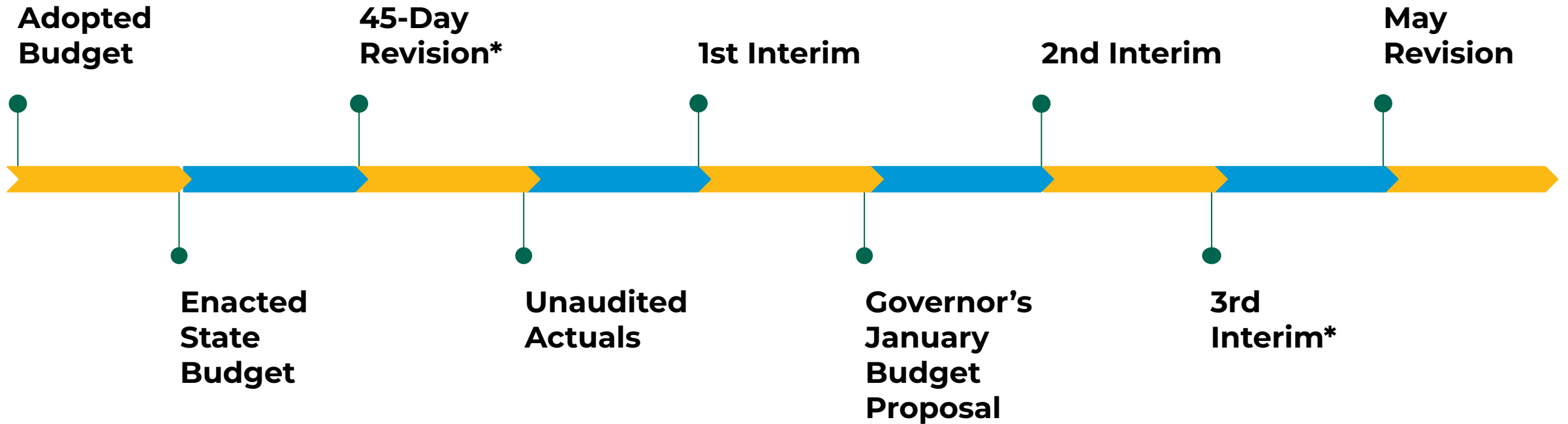
PerrisUnionHSD



PerrisUnionHSD



# BUDGET/FINANCIAL CYCLE



\*Only required in certain circumstances



# INTERIM FINANCIAL REPORTING

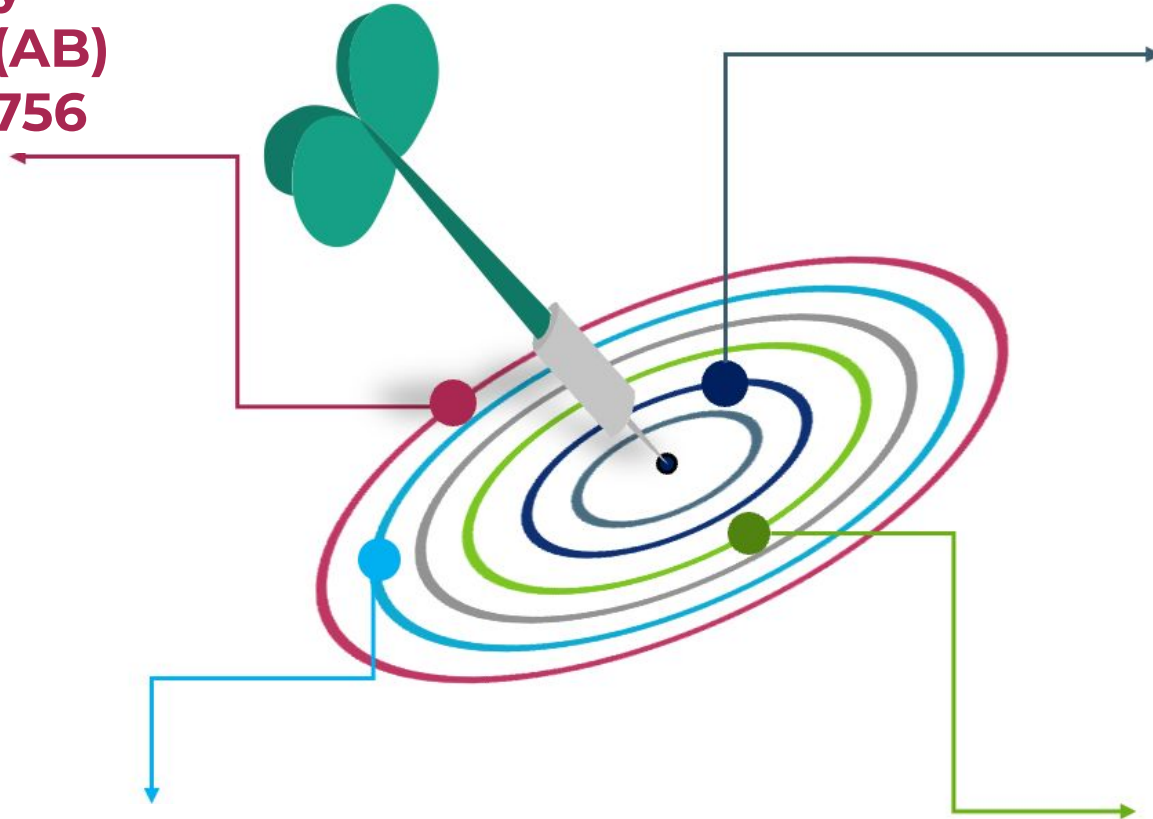
- Education code requires school district's to file interim reports at least twice each fiscal year
  - 1st Interim - actuals as of October 31, report due December 15
  - 2nd Interim - actuals as of January 31, report due March 15
  - 3rd Interim - actuals as of April 30, report due June 1 (required when qualified as of 2nd Interim)
- Interim financial reporting provides the District, County, State and other stakeholders with a snapshot of the District's updated financial status
  - Projects financial and budgetary status through June 30
    - Assumes funds appropriated are spent as planned



# MULTI-YEAR PROJECTIONS

Multi-year projections are required by Assembly Bill (AB) 1200 and AB 2756

Projections are anchored in reliable information as of the date of the projection



Projections will change any time underlying factors change

Projections must be documented because they will change

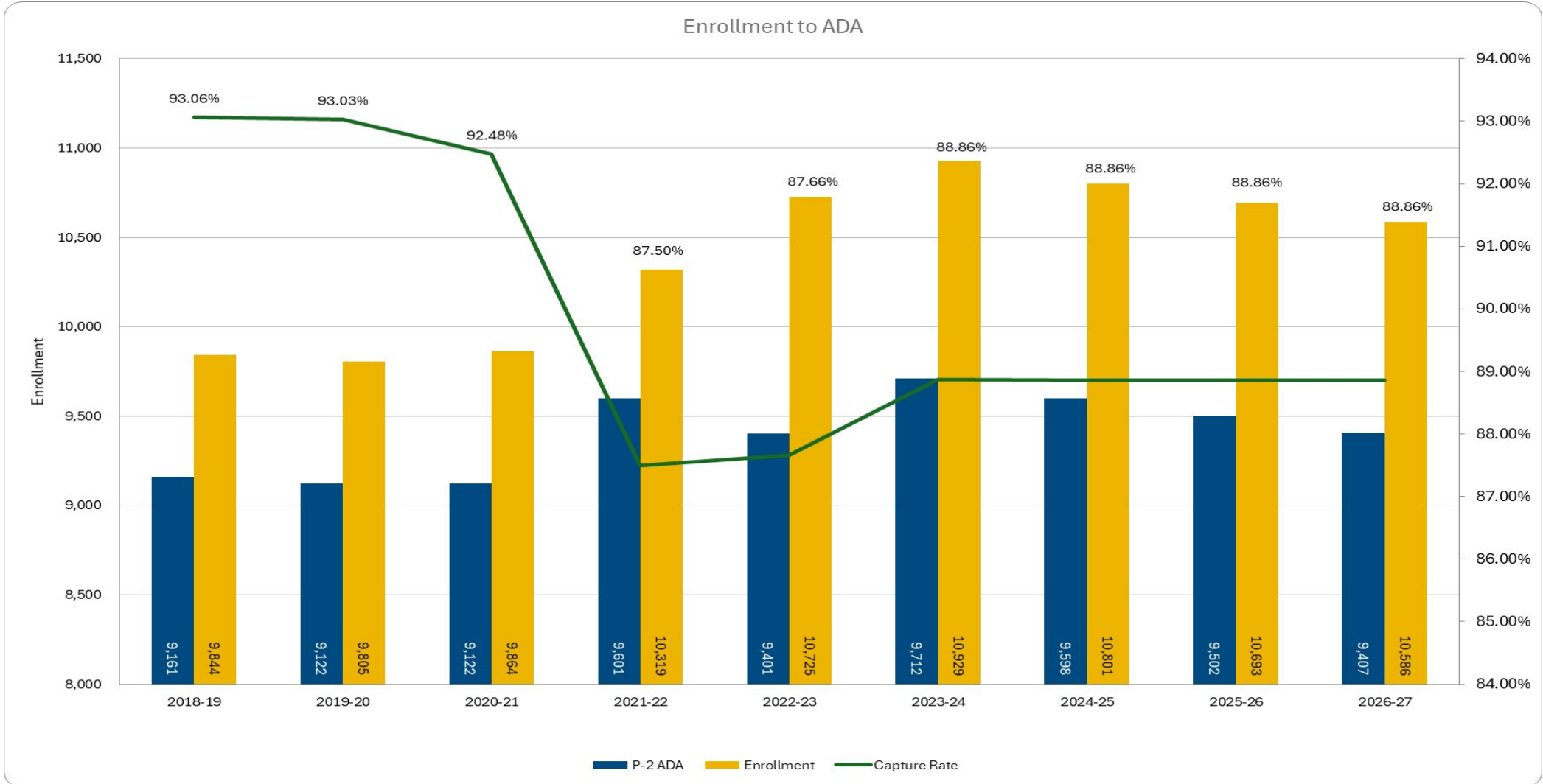


# MULTI-YEAR PROJECTION ASSUMPTIONS SUMMARY

	2024-25	2025-26	2026-27	2027-28
<b>Department of Finance (DOF) Statutory COLA</b>	1.07%	2.43%	3.52%	3.63%
<b>Enrollment</b>	10,801	10,693	10,586	10,479
<b>Enrollment Growth %</b>	-1.17%	-1.00%	-1.00%	-1.00%
<b>Average Daily Attendance (ADA)</b>	9,597.87	9,501.79	9,406.71	9311.63
<b>ADA as a % of Enrollment</b>	88.86%	88.86%	88.86%	88.86%
<b>Unduplicated % (Rolling 3-year average)</b>	74.13%	74.52%	74.68%	74.68%
<b>Lottery (Unrestricted/Restricted)</b>	\$191/\$82	\$191/\$82	\$191/\$82	\$191/\$82
<b>STRS Rate</b>	19.10%	19.10%	19.10%	19.10%
<b>PERS Rate</b>	27.05%	27.40%	27.50%	28.50%



# ENROLLMENT TO ADA HISTORICAL TRENDS & PROJECTIONS





# PUHSD LCFF CALCULATION

Calculation Factors	7-8	9-12
2023-24 Base Grant per ADA	\$10,367	\$12,015
1.07% COLA	\$111	\$129
2024-25 Base Grant per ADA	\$10,478	\$12,144
Grade Span Adjustment		\$316
2024-25 Adjusted Base Grant per ADA	\$10,478	\$12,460
20% Supplemental Grant per ADA (total UPP)*	\$1,553	\$1,847
65% Concentration Grant per ADA (total UPP)*	\$1,303	\$1,549
<b>Total LCFF Funding per ADA</b>	<b>\$13,334</b>	<b>\$15,856</b>

*\*District specific calculation based on 74.13% 3-year rolling average unduplicated pupil count (UPP)*



# COLA AND DECLINING ENROLLMENT

## 2024-25 Statutory COLA = 1.07%

Fiscal Year	Base Grant per ADA (9-12)		Grades 9-12 ADA		Total
2023-24	\$12,015	X	8,870.82	=	\$106,582,902
	+\$129 COLA (1.07%)				
2024-25	\$12,144	X	8,762.48	=	\$106,411,557
<b>Total Increase/(Decrease)</b>					<b>(\$171,345)</b>
<b>Increase/(Decrease) %</b>					<b>(0.16%)</b>



# COLA AND DECLINING ENROLLMENT

## *2025-26 Estimated COLA = 2.43%*

Fiscal Year	Base Grant per ADA (9-12)		Grades 9-12 ADA		Total
2024-25	\$12,144	X	8,762.48	=	\$106,411,557
	+\$295 COLA (2.43%)				
2025-26	\$12,439	X	8,675.40	=	\$107,913,301
<b>Total Increase/(Decrease)</b>					<b>\$1,501,743</b>
<b>Increase/(Decrease) %</b>					<b>1.41%</b>



# UNRESTRICTED GENERAL FUND MYP SUMMARY

## *2nd Interim Report*

	2023-24 Unaudited Actuals	2024-25 Projected Budget	2025-26 Projected Budget	2026-27 Projected Budget
<b>Beginning Balance</b>	<b>\$35,921,681</b>	<b>\$37,639,620</b>	<b>\$35,941,967</b>	<b>\$28,312,497</b>
LCFF Revenue	\$148,987,394	\$153,421,807	\$155,771,635	\$161,506,991
Other Revenue	\$12,082,037	\$9,833,873	\$8,013,454	\$8,013,454
Contributions	<u>-\$27,090,015</u>	<u>-\$27,114,373</u>	<u>-\$29,749,456</u>	<u>-\$34,800,241</u>
<b>Total Revenues</b>	<b>\$133,979,415</b>	<b>\$136,141,307</b>	<b>\$134,035,633</b>	<b>\$134,720,204</b>
Certificated Salaries	\$58,040,907	\$59,023,717	\$60,575,767	\$61,289,843
Classified Salaries	\$23,065,759	\$22,970,930	\$23,246,195	\$23,524,758
Employee Benefits	\$31,598,358	\$32,705,587	\$34,320,462	\$35,212,204
Books and Supplies	\$3,727,891	\$4,544,688	\$3,990,499	\$4,119,796
Services, Operating Expenses	\$18,189,777	\$20,403,746	\$22,312,800	\$25,131,703
Capital Outlay	\$638,924	\$1,713,185	\$338,536	\$338,536
Other Outgo	<u>-\$3,000,141</u>	<u>-\$3,522,892</u>	<u>-\$3,119,156</u>	<u>-\$3,082,531</u>
<b>Total Expenditures</b>	<b>\$132,261,476</b>	<b>\$137,838,961</b>	<b>\$141,665,103</b>	<b>\$146,534,309</b>
Net Increase/(Decrease) to Ending Balance	<b>\$1,717,939</b>	<b>(\$1,697,654)</b>	<b>(\$7,629,470)</b>	<b>(\$11,814,105)</b>
<b>Total Ending Balance</b>	<b>\$37,639,620</b>	<b>\$35,941,967</b>	<b>\$28,312,497</b>	<b>\$16,498,392</b>
<i>Ending Balance %</i>	18.28%	17.06%	13.61%	7.74%



# RESTRICTED GENERAL FUND MYP SUMMARY

## *2nd Interim Report*

	2023-24 Unaudited Actuals	2024-25 Projected Budget	2025-26 Projected Budget	2026-27 Projected Budget
<b>Beginning Balance</b>	<b>\$33,864,473</b>	<b>\$25,385,042</b>	<b>\$21,277,569</b>	<b>\$14,813,277</b>
Federal Revenue	\$15,103,744	\$10,043,791	\$7,563,001	\$7,563,001
Other State Revenue	\$13,482,741	\$21,477,627	\$12,503,455	\$12,503,455
Other Local Revenue	\$9,356,838	\$9,899,580	\$9,899,580	\$9,899,580
Contributions	<u>\$27,090,015</u>	<u>\$27,114,373</u>	<u>\$29,749,456</u>	<u>\$34,800,241</u>
<b>Total Revenues</b>	<b>\$65,033,338</b>	<b>\$68,535,371</b>	<b>\$59,715,492</b>	<b>\$64,766,277</b>
Certificated Salaries	\$21,452,648	\$17,589,950	\$16,785,294	\$17,049,579
Classified Salaries	\$11,088,681	\$11,189,746	\$11,534,143	\$11,886,463
Employee Benefits	\$19,231,506	\$18,159,407	\$18,715,294	\$19,187,863
Books and Supplies	\$5,166,857	\$6,581,535	\$3,412,924	\$3,365,513
Services, Operating Expenses	\$9,628,273	\$12,436,470	\$11,348,483	\$10,404,102
Capital Outlay	\$4,216,138	\$3,241,097	\$1,231,106	\$1,231,106
Other Outgo	<u>\$2,728,666</u>	<u>\$3,444,640</u>	<u>\$3,152,540</u>	<u>\$3,128,594</u>
<b>Total Expenditures</b>	<b>\$73,512,769</b>	<b>\$72,642,845</b>	<b>\$66,179,784</b>	<b>\$66,253,220</b>
Net Increase/(Decrease) to Ending Balance	<b>(\$8,479,431)</b>	<b>(\$4,107,474)</b>	<b>(\$6,464,292)</b>	<b>(\$1,486,943)</b>
<b>Total Ending Balance</b>	<b>\$25,385,042</b>	<b>\$21,277,569</b>	<b>\$14,813,277</b>	<b>\$13,326,334</b>



# SUMMARY OF CONTRIBUTIONS

Contribution Program	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
<i>Special Education (6500)</i>	\$15,065,576	\$18,050,890	\$21,264,996	\$23,981,252	\$26,438,475	\$27,764,366
<i>Special Education: Mental Health (6546)</i>	\$0	\$85,846	\$62,909	\$0	\$0	\$0
<b>Total Special Education Contribution</b>	<b>\$15,065,576</b>	<b>\$18,136,736</b>	<b>\$21,357,905</b>	<b>\$23,981,252</b>	<b>\$26,438,475</b>	<b>\$27,764,366</b>
Routine Maintenance Account (8150)	\$5,788,620	\$7,539,585	\$5,762,110	\$6,133,121	\$6,574,714	\$7,035,875
COVID ADA Relief (9024)	\$6,263,733	\$0	\$0	(\$3,000,000)	(\$3,263,733)	\$0
<b>TOTAL</b>	<b>\$27,117,929</b>	<b>\$25,676,321</b>	<b>\$27,090,015</b>	<b>\$27,114,373</b>	<b>\$29,749,456</b>	<b>\$34,800,241</b>



# UNRESTRICTED ENDING FUND BALANCE CHANGE

	1st Interim	2nd Interim	Variance
Revenue	\$161,822,404	\$163,255,680	\$1,433,276
Contributions	\$27,522,924	\$27,114,373	(\$408,551)
Expenditures	\$138,332,101	\$137,838,961	(\$493,140)
Net Increase/(Decrease) to Ending Balance	(\$4,032,621)	(\$1,697,654)	\$2,334,967
<b>Ending Fund Balance</b>	<b>\$33,607,000</b>	<b>\$35,941,967</b>	<b>\$2,334,967</b>



# REVENUE VARIANCE

	Variance	Summary
Interest Revenue	\$1,200,000	Increase based on higher interest rate and actuals received in January
LCFF Revenue	\$18,965	Net Increase due to change in unduplicated count, adjustment in county operated programs ADA
Lottery Revenue	\$57,192	Increase in Unrestricted Lottery Revenue (ADA and prior year adjustments)
Other Revenue	\$157,119	CAASPP, ELPAC, Safety Credits, donations and other local revenue
<b>Total Revenue Variance</b>	<b>\$1,433,276</b>	<b>% Variance = .89%</b>
Contributions	\$408,511	Reduction in Special Education expenses due to costs being transferred to LREBG
<b>Total Revenue Variance Adjusted for Contributions</b>	<b>\$1,841,827</b>	<b>% Variance = 1.37%</b>



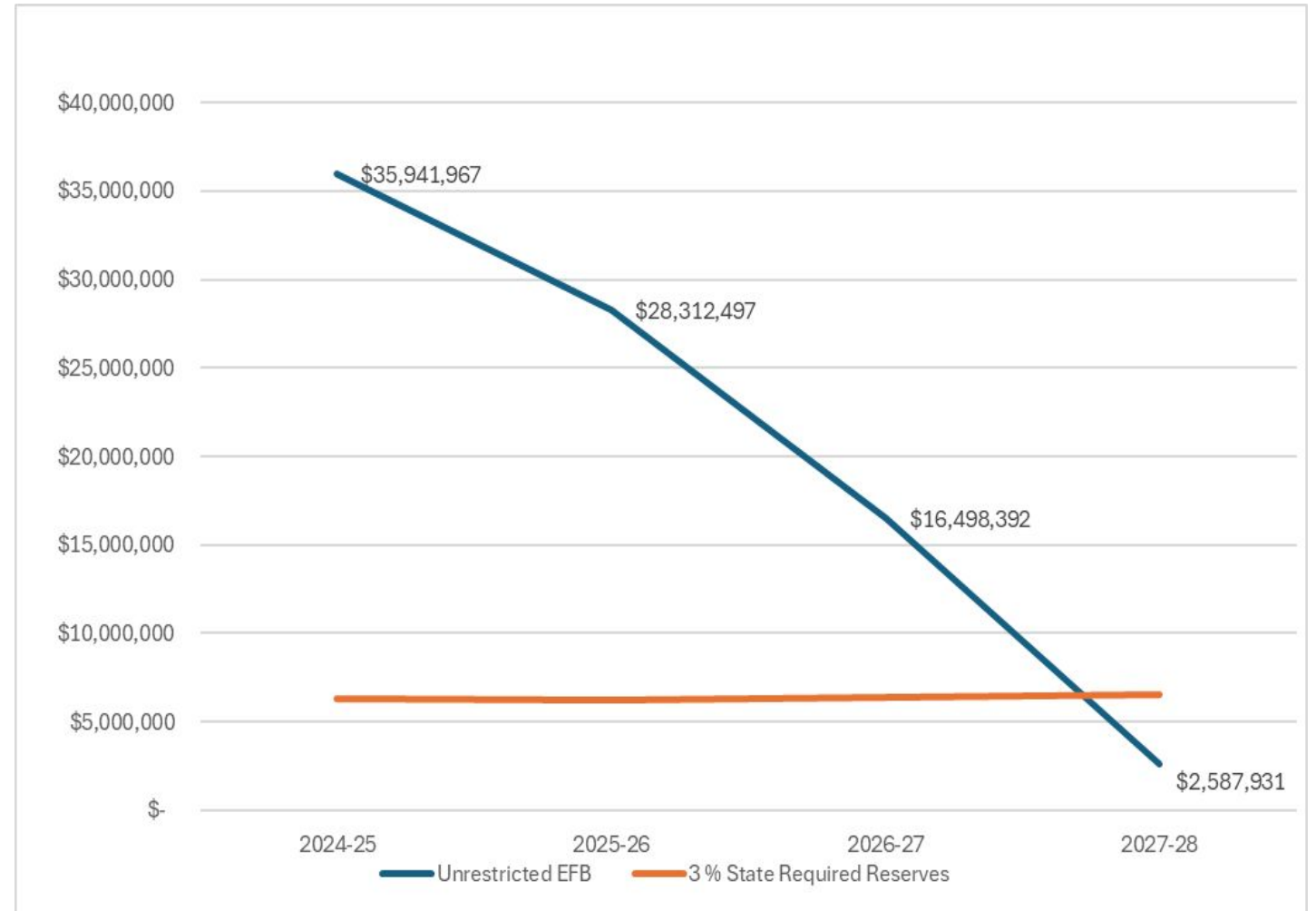
# EXPENDITURE VARIANCE

	Variance	Summary
Salaries and Benefits	(\$953,091)	Savings for vacancies, other payroll and health benefit costs, position costs moved to restricted, and resulting budget realignment between object codes
Books and Supplies	\$141,676	Budget adjustments and budget realignment between object codes
Services and Other Operating Expenditures	\$331,845	Increase in Consultants, budget adjustments and budget realignment between object codes
Capital Outlay	(\$5,311)	Budget adjustments and budget realignment between object codes
Other Outgo	(\$8,259)	Budget adjustments and budget realignment between object codes
<b>Total Expenditure Variance</b>	<b>(\$493,140)</b>	<b>% Variance = (.36%)</b>



# UNRESTRICTED GENERAL FUND BALANCES

- The structural deficit 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 2027-28 fiscal year.





## NEXT STEPS

- Positive Certification is recommended
  - Certifies that based on current projections the District will meet our financial obligations for the current and subsequent two fiscal years
- Adoption of Resolution No. 18:24-25 - Resolution of the Board of Trustees of the Perris Union High School District Recognizing Deficit Spending to Ensure Fiscal Solvency
- The next State Budget checkpoint is the May Revision
- 2024-25 Budget will be presented to the Board for adoption in June
  - June 3rd - Public Hearings and presentations for Budget and LCAP
  - June 12th - Budget and LCAP presented to the Board for adoption



QUESTIONS?