

West Contra Costa Unified School District

December 18, 2024



2024-25 First Interim Financial Report

Presented by
Jeff Carter, Director Business Services
Dr. Kim Moses, Ed.D., Interim Superintendent

First Interim 2024-25

- First Fiscal Reporting Period Ending October 31, 2024
- Update on District Enrollment
- Review the Latest Projected Revenue and Expenditures
- Adjustments to the Multi-Year Projections informed by the expenditure budget assumptions and information provided by the California Department of Education



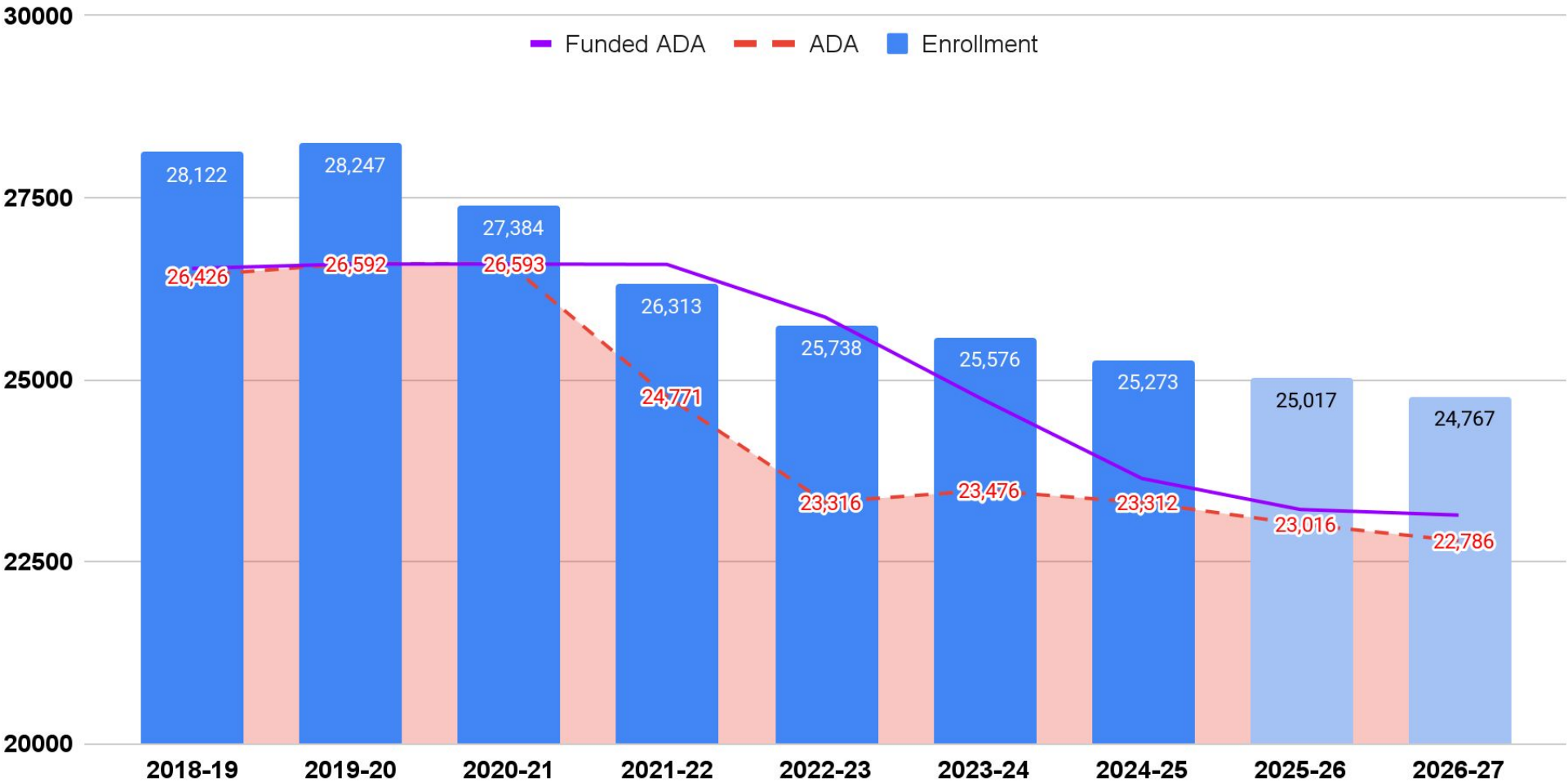
First Interim Process

- Compares changes of revenue and expenditure budgets from Adopted Budget to First Interim
- Reviews all financial resources and departmental budgets to ensure that we can meet our financial obligations through June 30, 2025
- Examines adjustments to annual revenues and expenses
- Amends the 2024-25 budget and multi-year budget projections to match our expected need

Changes Since Adopted Budget

- Decreased Fund Balance since Unaudited Actuals
- Decreased Enrollment Projections
- Increased ADA from Projections
- Increase in Transitional Kindergarten ADA
- Increase to Unduplicated Pupil Percentage of .24%
- Increased contributions to Special Education
- Shift in Expenditures from Unrestricted to Restricted

WCCUSD Enrollment Trends



Effective COLA Analysis

- 2023-24 LCFF Revenues (Unaudited Actuals):
 - \$344,951,545
- 2024-25 LCFF Revenues (First Interim):
 - \$337,694,040
 - 1.07% COLA included
- Change from 2023-24 to 2024-25:
 - -\$7,257,505 (Decreased LCFF Revenue Overall)
 - Percent Change: -2.10%
 - Due to Declining Enrollment and 3 Year Average Funded ADA Decrease

LCFF Revenue Changes

LCFF Revenue Change

	2024-25 Adopted Budget	2024-25 First Interim	Change
ADA	22,850.67	23,309.32	458.65
COLA	1.07%	1.07%	0.00
Unduplicated	70.76%	71.00%	0.24%
Base	\$ 265,730,397	\$ 265,160,320	\$ (570,077)
Supp./Conc.	\$ 64,827,589	\$ 65,229,440	\$ 401,851
TIIG	\$ 2,787,535	\$ 2,787,535	\$ -
Home-to-School Transportation	\$ 2,095,146	\$ 2,095,146	\$ -
Transitional Kindergarten	\$ 2,147,746	\$ 2,421,599	\$ 273,853
Total LCFF Revenue	\$ 337,588,413	\$ 337,694,040	\$ 105,627

Unrestricted and Combined Revenue Changes

Unrestricted General Fund Revenues			
Source	Adopted Budget	First Interim	Change
LCFF Sources	\$ 337,588,413	\$ 337,694,040	\$ 105,627
Federal Revenue	\$ -	\$ -	\$ -
Other State Revenue	\$ 9,784,509	\$ 9,973,698	\$ 189,189
Other Local Revenue	\$ 5,561,167	\$ 5,766,839	\$ 205,672
Total Revenue	\$ 352,934,089	\$ 353,434,577	\$ 500,488

Combined General Fund Revenues			
Source	Adopted Budget	First Interim	Change
LCFF Sources	\$ 337,588,413.00	\$ 337,694,040.00	\$ 105,627
Federal Revenue	\$ 31,274,859.00	\$ 36,747,970.00	\$ 5,473,111
Other State Revenue	\$ 91,650,041.00	\$ 96,071,643.00	\$ 4,421,602
Other Local Revenue	\$ 23,569,374.00	\$ 26,704,451.00	\$ 3,135,077
Total Revenue	\$ 484,082,687	\$ 497,218,104	\$ 13,135,417

Unrestricted Expenditure Changes

Unrestricted General Fund Expenditures			
Major Object	Adopted Budget	First Interim	Change
Certificated Salaries	\$ 120,670,967	\$ 115,800,761	\$ (4,870,206)
Classified Salaries	\$ 40,545,605	\$ 38,537,994	\$ (2,007,611)
Employee Benefits	\$ 78,459,818	\$ 75,100,360	\$ (3,359,458)
Books and Supplies	\$ 5,113,778	\$ 3,536,074	\$ (1,577,704)
Services/Other Operating	\$ 37,337,676	\$ 39,494,799	\$ 2,157,123
Capital Outlay	\$ -	\$ -	\$ -
Other Outgo	\$ 456,360	\$ 456,360	\$ -
Indirect Costs	\$ (5,941,421)	\$ (9,513,077)	\$ (3,571,656)
Interfund Transfers	\$ (11,499,312)	\$ (11,499,312)	\$ -
Contributions	\$ 92,405,838	\$ 106,803,838	\$ 14,398,000
Total Expenditures	\$ 357,549,309	\$ 358,717,797	\$ 1,168,488

Restricted Expenditure Changes

Restricted General Fund Expenditures			
Major Object	Adopted Budget	First Interim	Change
Certificated Salaries	\$ 57,680,670	\$ 69,966,777	\$ 12,286,107
Classified Salaries	\$ 40,483,794	\$ 44,664,299	\$ 4,180,505
Employee Benefits	\$ 63,785,061	\$ 68,475,530	\$ 4,690,469
Books and Supplies	\$ 17,969,029	\$ 18,945,218	\$ 976,189
Services/Other Operating	\$ 45,881,238	\$ 78,498,895	\$ 32,617,657
Capital Outlay	\$ 400,000	\$ 680,857	\$ 280,857
Other Outgo	\$ 2,260,000	\$ 2,260,000	\$ -
Indirect Costs	\$ 4,152,519	\$ 7,830,147	\$ 3,677,628
Interfund Transfers	\$ -	\$ -	\$ -
Contributions	\$ (92,405,838)	\$ (106,803,838)	\$ (14,398,000)
Total Expenditures	\$ 232,612,311	\$ 291,321,723	\$ 58,709,412

Considerations for Multi-Year Projections

- Declining enrollment trends
- Drop in three year funded Average Daily Attendance (ADA) post COVID
- Increasing Special Ed Contribution
- Economic Changes, Downturn Predicted
- Fund 17 Remaining Balance
- Restricted Funds Remaining Balance

Planning Factors for Multi-Year Projections

Planning Factor	2024-25	2025-26	2026-27
Cost of Living Adjustment (COLA)			
LCFF COLA	1.07%	2.93%	3.08%
Special Education COLA	1.07%	2.93%	3.08%
Employer Benefit Rates			
CalSTRS	19.10%	19.10%	19.10%
CalPERS-Schools	27.05%	27.40%	27.50%
State Unemployment Insurance	0.05%	0.05%	0.05%

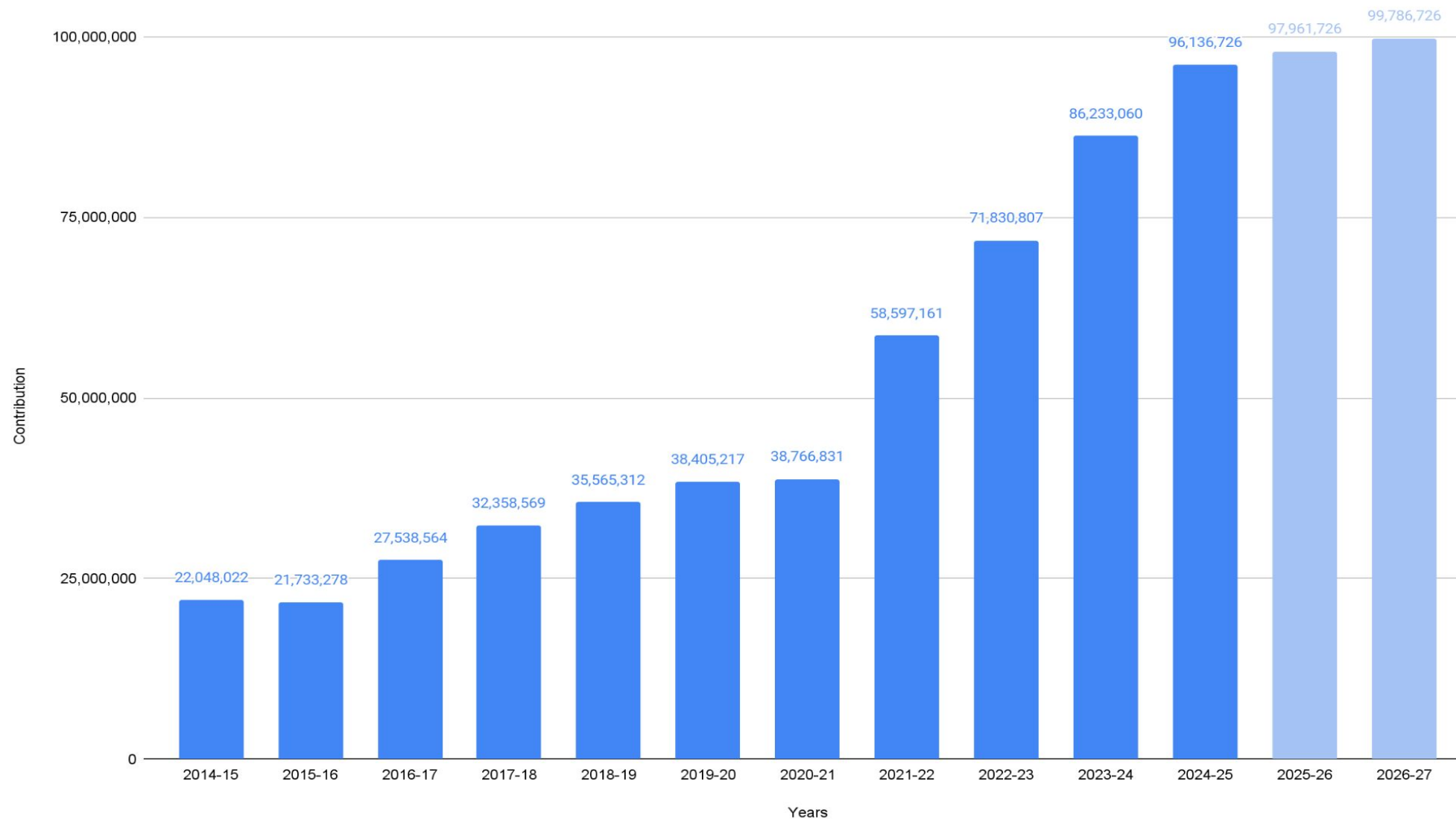
Unrestricted General Fund MYP

UNRESTRICTED General Fund Multi-Year Summary			
	2024-25	2025-26	2026-27
Revenues	\$353,434,577.00	\$357,090,623.00	\$365,219,745.00
Expenditures	\$370,217,109.00	\$373,266,812.00	\$378,862,362.00
Operating Surplus (Deficit)	-\$16,782,532.00	-\$16,176,189.00	-\$13,642,617.00
Beginning Fund Balance	\$24,198,665.00	\$18,915,445.00	\$16,295,503.00
Projected Ending Fund Balance	\$7,416,133.00	\$2,739,256.00	\$2,652,886.00
Transfers In - Fund 17	\$11,499,312.00	\$13,556,247.00	\$13,322,748.00
Projected Ending Fund Balance	\$18,915,445.00	\$16,295,503.00	\$15,975,634.00
Components of Ending Fund Balance			
Nonspendable	\$300,000.00	\$300,000.00	\$300,000.00
Restricted	\$0.00	\$0.00	\$0.00
Committed	\$0.00	\$0.00	\$0.00
Assigned for H&W Jan. 2025	\$1,973,395.00	\$0.00	\$0.00
Unassigned/Unappropriated			
Reserve for Economic Uncertainty	\$16,642,050.00	\$15,995,503.00	\$15,675,634.00
Unassigned/Unappropriated	\$0.00	\$0.00	\$0.00

Combined General Fund MYP

COMBINED General Fund Multi-Year Summary			
	2024-25	2025-26	2026-27
Revenues	\$497,218,104.00	\$486,800,846.00	\$493,317,468.00
Expenditures	\$554,734,994.00	\$533,183,440.00	\$522,521,144.00
Operating Surplus (Deficit)	-\$57,516,890.00	-\$46,382,594.00	-\$29,203,676.00
Beginning Fund Balance	\$125,264,222.00	\$79,246,644.00	\$46,420,297.00
Projected Ending Fund Balance	\$67,747,332.00	\$32,864,050.00	\$17,216,621.00
Transfers In - Fund 17	\$11,499,312.00	\$13,556,247.00	\$13,322,748.00
Projected Ending Fund Balance	\$79,246,644.00	\$46,420,297.00	\$30,539,369.00
Components of Ending Fund Balance			
Nonspendable	\$300,000.00	\$300,000.00	\$300,000.00
Restricted	\$60,331,199.00	\$30,124,794.00	\$14,563,735.00
Committed	\$0.00	\$0.00	\$0.00
Assigned for H&W Jan. 2025	\$1,973,395.00	\$0.00	\$0.00
Unassigned/Unappropriated			
Reserve for Economic Uncertainty	\$16,642,050.00	\$15,995,503.00	\$15,675,634.00
Unassigned/Unappropriated	\$0.00	\$0.00	\$0.00

Special Ed Contribution



Fund 17 Projected Remaining Balance

- **2024-25**

- Current Balance: \$37,630,016
- 2024-25 Contribution: \$11,499,312
- 2024-25 Ending Balance: \$26,630,704

- **2025-26**

- Projected Balance: \$26,630,704
- 2025-26 Contribution: \$13,556,247
- 2025-26 Ending Balance: \$13,324,458

- **2026-27**

- Projected Balance: \$13,324,458
- 2025-26 Contribution: \$13,322,748
- 2025-26 Ending Balance: \$1,709

Multi-Year Projection Outlook

- **2024-25**

- Can meet 3% required reserve in General Fund
- With an \$11.5 million contribution from Fund 17

- **2025-26**

- Can meet 3% required reserve in General Fund
- With Fiscal Reductions and a \$13.5 million contribution from Fund 17

- **2026-27**

- Can meet 3% required reserve in General Fund
- With Fiscal Reductions and a \$13.3 million contribution from Fund 17

Interim Certification

Budget certifications shall be based upon the governing board of the school district's assessment, on the basis of standards and criteria for fiscal stability adopted by the state board pursuant to Section 33127

- **Positive:** The district is projected to be able to meet its financial obligations all three years.
- **Qualified:** It is projected that the district may not meet its financial obligations in one of the three years.
- **Negative:** It is projected that district will not be able to meet its financial obligations in the current or next fiscal year.

