



"Exploring Infinite Possibilities for Learning"

2025-26 CSD Second Interim Financial Report

Cambrian School District

March 5, 2026

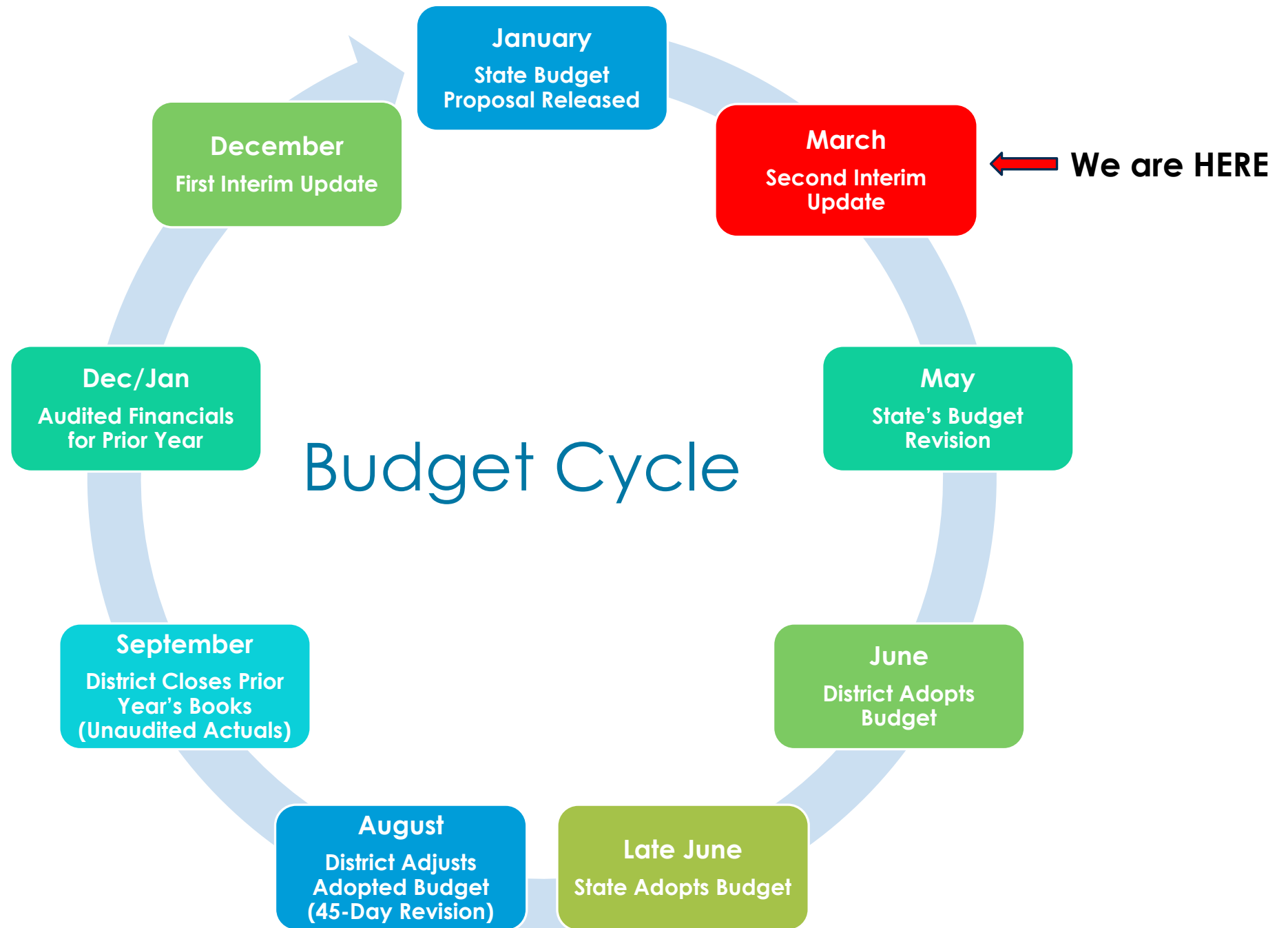
Agenda



- Purpose of the Second Interim
- Where are we in the Budget Cycle
- Assumptions
- Revenues
- Expenditures
- Budget Change- Unrestricted and Restricted
- Fund Balance
- Multi-year Projections
- Other (Local) Funds
- Recommendations

Purpose of the Interim

- Second Interim Report – Updated financial data as of January 31, 2026
 - Includes actual revenues and expenditures through January 31, 2026
- Required by Ed Code that the Governing Board approve by March 15th
- Governing Board must certify the “Financial Condition” as one of the following:
 - **Positive** - "...based upon current projections this district will meet its financial obligations for the current fiscal year and two subsequent fiscal years."
 - **Qualified** - "...may not meet its financial obligations..."
 - **Negative** - "...will be unable to meet its financial obligations for the remainder of the current fiscal year or for the subsequent fiscal year."



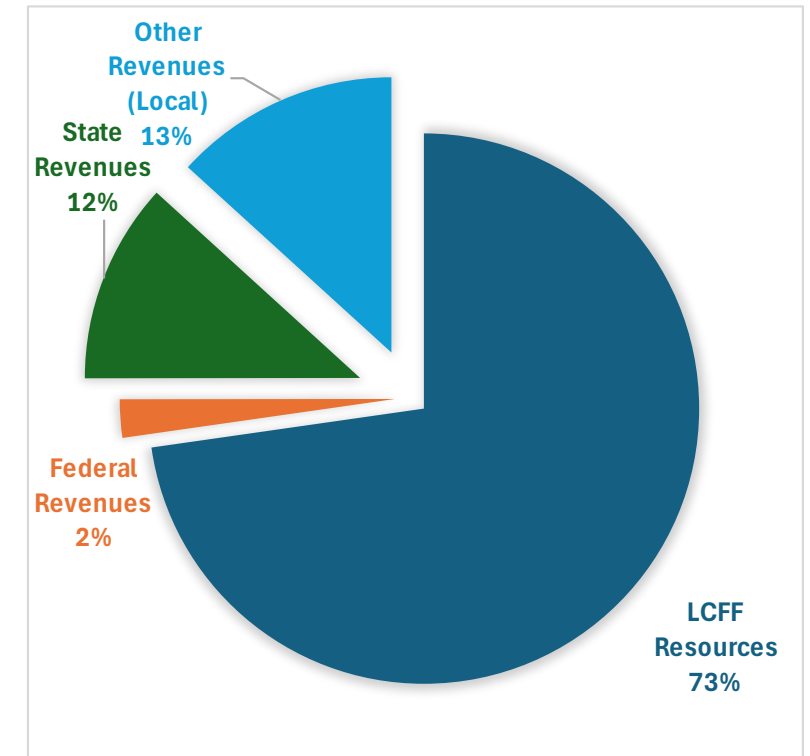
General Fund Assumptions

- 2025-26 Estimated Average Daily Attendance (P1 Data) **3,001**
- Local Control Funding Formula (LCFF) Unduplicated Pupil Percentage (UPP), percentage of students who are English Learners, foster youth, or eligible for free/reduced-price meals – **23.7%**
- 2025-26 LCFF Cost of Living Adjustment (COLA) - **2.30%**
- Changes to certificated and classified salaries based on staffing
- CalSTRS @ **19.10%** & CalPERS @ **26.81%**
- Revision to Revenue and Expenditure budgets based on current information

General Fund Revenues



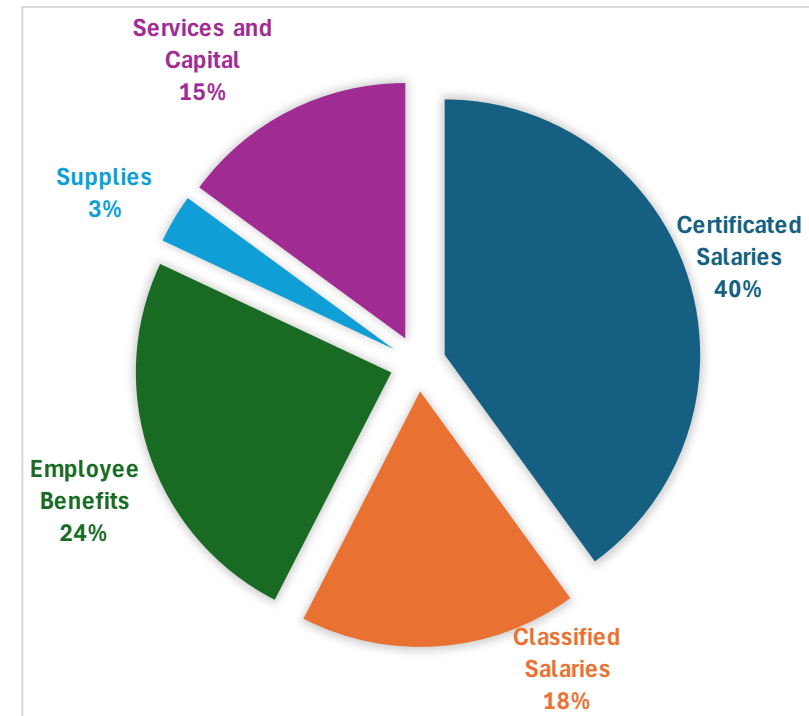
Description	1 st Interim	2 nd Interim
LCFF Resources	38,120,745	37,959,649
Federal	1,174,547	1,208,182
Other State	6,171,195	6,234,825
Other Local	6,940,637	7,173,222
Total Revenues	52,407,124	52,575,878



General Fund Expenditure



Description	1 st Interim	2 nd Interim
Certificated Salaries	22,221,795	22,140,151
Classified Salaries	9,705,212	9,711,494
Employee Benefits	13,595,592	13,531,404
Supplies	1,699,375	1,703,960
Services	8,230,336	8,238,125
Capital Outlay	25,000	25,000
Indirect Costs	(86,041)	(86,041)
Total Expenditures	55,391,269	55,264,093



Note: 82% of our total General Fund expenditure go toward employee's salaries and benefits

Budget Changes

Unrestricted General Fund Revenues

Description	1 st Interim	2 nd Interim	Difference
LCFF Resources	37,189,254	37,143,075	(46,179)
Federal	-	-	-
Other State	922,657	922,657	-
Other Local	6,572,478	6,800,478	228,000
Total Revenues	44,684,389	44,866,210	181,821
Transfer In	1,144,718	1,144,718	-

Budget Change Notes:

- LCFF decrease with P-1 ADA data update **-\$46,179** due to COLA adjustment by FCMAT LCFF calculator(2.43% to 2.3%)
- Extended Care Revenue & Site donation increase +\$228,000

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Budget Changes

Unrestricted General Fund Expenditures

Description	1 st Interim	2 nd Interim	Difference
Certificated Salaries	18,561,730	18,442,728	(119,002)
Classified Salaries	6,743,614	6,746,674	3,060
Employee Benefits	8,773,392	8,709,204	(64,188)
Supplies	704,193	704,193	-
Services	2,325,865	2,333,331	7,466
Capital Outlay	-	-	-
Indirect Costs	(153,224)	(153,314)	(90)
Total Expenditures	36,955,570	36,782,816	(172,754)
Contribution	(9,407,407)	(9,522,324)	(114,917)

Budget Change Notes:

- District Administrative reorganization saving from salaries and benefits **-\$180,130**
- Increase budget with increased donation **+\$7,466**
- Indirect cost rate 4.25%
- Contribution to SP ED and Routine Maintenance. Increase due to SP ED revenue decrease **-\$114,917**

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Budget Changes Restricted General Fund Revenues

Description	1 st Interim	2 nd Interim	Difference
LCFF Resources	931,491	816,574	(114,917)
Federal	1,174,547	1,208,182	33,635
Other State	5,248,538	5,312,168	63,630
Other Local	368,159	372,744	4,585
Total Revenues	7,722,735	7,709,668	(13,067)

Budget Change Notes:

- LCFF Special Ed Revenue Projection decrease due to IDT and SCCOE SPED program **-\$114,917**
- Federal: Title & Medi-Cal Budget increase +\$33,635
- State: ELOP Adj +\$26,277 and Literacy Screening FY 25-26 Budget +\$37,342
- Other restricted site donation +\$4,585

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Budget Changes

Restricted General Fund Expenditures

Description	1 st Interim	2 nd Interim	Difference
Certificated Salaries	3,660,066	3,697,424	37,358
Classified Salaries	2,961,598	2,964,820	3,222
Employee Benefits	4,822,200	4,822,200	-
Supplies	995,182	999,767	4,585
Services	5,904,471	5,904,794	323
Capital Outlay	25,000	25,000	-
Indirect Costs	67,183	67,273	90
Total Expenditures	18,435,700	18,481,278	45,578

Budget Change Notes:

- Increase budget with Literacy Screening revenue budget +\$37,358
- Indirect Cost rate 4.25%

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Fund Balance 3% REU Requirement Unrestricted General Fund

Description	1 st Interim	2 nd Interim	Difference
Net Increase (Decrease)	(533,871)	(294,213)	239,658
Beginning Fund Balance	1,714,353	1,714,353	-
Ending Fund Balance	1,180,482	1,420,140	239,658
Minimum 3% Reserve	1,661,738	1,657,923	(3,815)
Beyond 3%	(481,256)	(237,783)	243,473
5% Reserve (BP 3100)	2,769,564	2,763,205	(6,359)
Beyond 5%	(1,589,082)	(1,343,065)	246,017

*Financial Condition: Qualified

Multi-Year Projections (MYP) Assumptions

	2025-26 Second Interim	2026-27 Projection	2027-28 Projection
Cost of Living (COLA) LCFF + State Programs	2.30%	2.41%	3.06%
Average Daily Attendance (ADA)	3001	2970 (-31)	2930 (-40)
CalSTRS/CalPERS/SUI	19.10%/26.81%/0.5%	19.10%/26.40%/0.5%	19.10%/26.90%/0.5%
Federal/State Restricted Step & Column (Certificated/Classified)	Flat/ COLA Current Staff at Actual	Flat/ COLA 1.12%/1.0%	Flat/ COLA 1.12%/1.0%
Implemented Approved Budget Reductions	Staff Reduction (\$180K – Management)	Fiscal Stability Plan Reductions (\$2.6M) and -30 ADA due to school consolidation; Retirement Incentive Savings (\$85K)	2.0 FTE Reduction due to Enrollment
Lease Revenues	Current	Increased for Metzler B Lease Income	CPI

Multi-Year Projections

General Fund (Restricted & Unrestricted)

Description	2025-26 Second Interim	2026-27 Budget Projection	2027-28 Budget Projection
Beginning Balance	3,255,778	1,712,280	2,317,488
Revenues	53,720,596	53,440,993	54,230,068
Expenditures	55,264,092	52,835,785	53,060,102
Revenue/Expenditure Balance	(1,543,496)	605,208	1,169,966
Ending Balance - Unrestricted	1,420,140	2,317,488	3,487,454
Ending Balance - Restricted	292,140	-	-
Min. Required Reserve (3%)	1,657,923	1,585,074	1,591,803
Balance Above 3% Reserve	(237,783)	732,414	1,895,651
CSD BP 3100 Reserve (5%)	2,763,205	2,641,789	2,653,005
Balance Above 5% Reserve	(1,343,065)	(324,301)	834,449

Other Funds



Fund	Cafeteria 130	Investment 210	Building 211	Developer Fees 250	Special Reserve 400	Bond Debt Service 51X
Beginning Balance	1,373,319	16,797,364	12,729,680	2,175,722	4,316,982	8,757,074
Revenues	1,812,043	1,285,289	5,000,000	252,500	182,000	4,196,219
Expenditures	2,339,113	1,144,717	17,729,680	2,428,222	2,215,500	5,889,688
Excess (Deficiencies)	(527,070)	140,572	(12,729,680)	(2,175,722)	(2,033,500)	(1,693,469)
Ending Balance	846,249	16,937,936	-	-	2,283,482	7,063,605



2025-26 Second Interim Recommendation & Timeline

- March 5, 2026 – Second Interim Financial Report
 - The Governing Board approve the 2025-26 Second Interim Report as **Qualified**
- May 13, 2026 – Governor's May Revise
- June 2, 2026 – Board Meeting Public Hearing Budget Review
- June 18, 2026 – Board Meeting Action on 2026-27 CSD Budget

Questions



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