2024-25 Second Interim Report



Report to the Board of Education

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2024-25 Second Interim Report

Second Interim is one of the three financial statements Districts are required to report to the State.

The three reports are:

Report	Period Covered	Filing Date
First Interim	July 1 – Oct 31	December 15
Second Interim	July 1 – Jan 31	March 15
Unaudited Actuals	July 1 – June 30	September 15

Second Interim Summary

The Second Interim Budget reflects significant updates and adjustments since the First Interim in December and the Unaudited Actuals in September.

This year's Second Interim Budget has undergone a comprehensive review, allowing us to strategically refine district expenditures and adapt to changing State assumptions.

Our unwavering commitment with this Second Interim is to right-size the district effectively while implementing robust budget reduction strategies. This proactive approach is essential to ensure that NUSD can sustain its spending over the next two years and beyond.

Second Interim Overview

- Comparisons to the First Interim and approved budget
- Multi Year Projections
- One-time Funding
- Fiscal alerts and unexpected contributions
- Considerations for Fiscal Sustainability

Second Interim Adjustments

- Beginning Balances and carryovers adjustments for the FY24-25
  $33,843,057 (from $34,434,429 a net difference of $591,372)
- Categorical
  Revenues $16,705,677
  Expenses $34,747,263
- Adjusted LCFF revenues
  $60,342,083
- Salaries were adjusted for step and column
- Benefits were adjusted due to higher costs.

Second Interim Assumptions

ADA – Funding is based on the computed average of three years in the FCMAT calculator.

NUSD 2024-25 Funded ADA is 4705

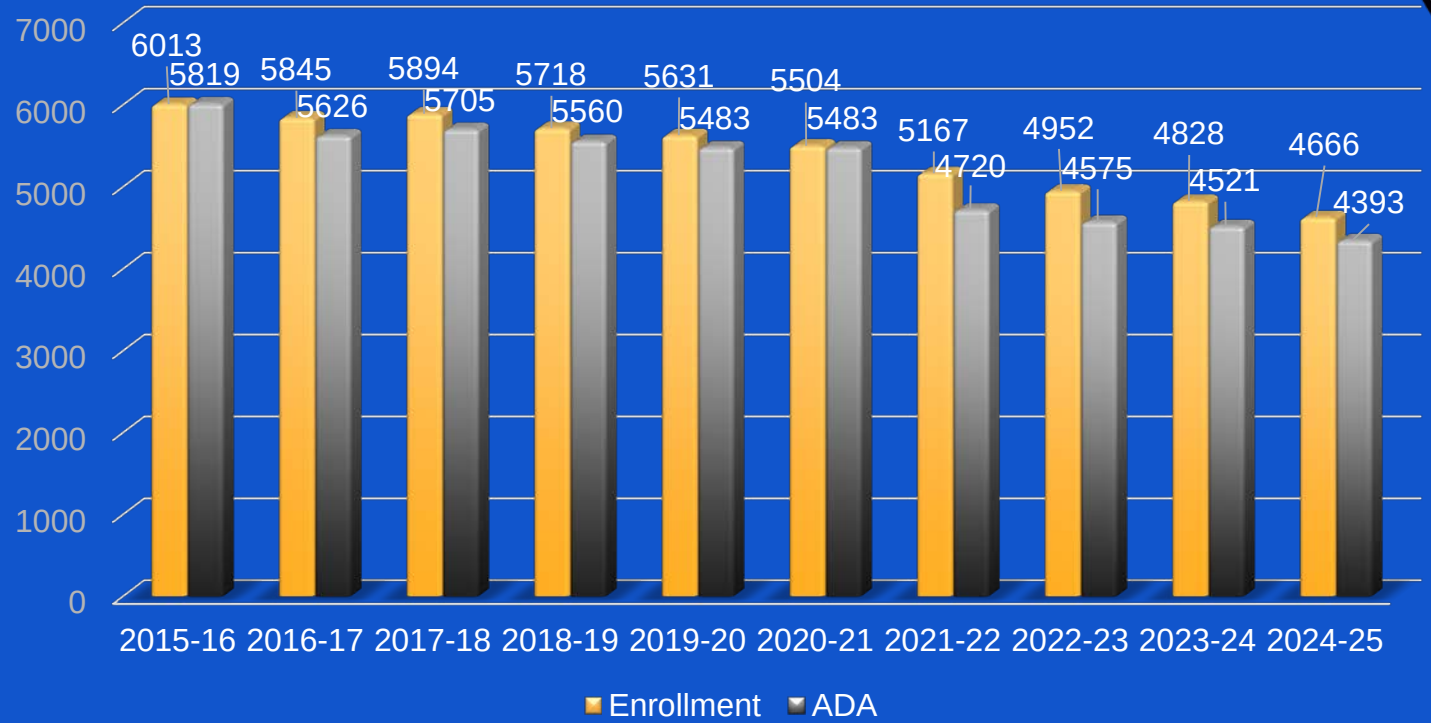
Second Interim Assumptions (con't)

Unduplicated Pupil Count 3 year rolling average: 50.69%

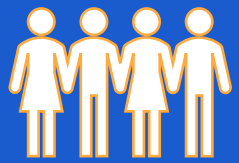
Unduplicated Pupil	2022-23	2023-24	2024-25	2025-26	2026-27
Total Enrollment	4952	4828	4666	4497	4345
Unduplicated Pupil Count	2707	2641	2279	2197	2122
Single Year Unduplicated Pupil Count Percentage	54.66%	54.70%	48.84%	48.85%	48.84%
Unduplicated Pupil Percentage (%)	50.12%	53.46%	52.80%	50.87%	58.85%

Enrollment

Enrollment vs ADA



Declining Enrollment



Fiscal Year	Enrollment	Year over Year Increase/Decrease
2012-13	6484	-78
2013-14	6294	-190
2014-15	6196	-98
2015-16	6013	-183
2016-17	5845	-168
2017-18	5894	49
2018-19	5718	-176
2019-20	5631	-87
2020-21	5504	-127
2021-22	5167	-337
2022-23	4952	-215
2023-24	4841	-111
2024-25	4666	-175

2024-25 First Interim Budget compared to 2024-25 Second Interim

Unrestricted Fund Balance Component	First Interim	Second Interim	$ Change
Revolving Cash and Stores	136,328	136,328	0
State required 3% minimum – Reserve for Economic Uncertainty	2,489,682	2,540,968	51,286
Other Committed Funds	13,217,006	13,217,006	0
Unappropriated Fund Balance	19,055,128	19,188,839	133,711
Total Unrestricted Fund Balance	2,553,283	2,540,968	12,315

General Fund Revenues

Revenue (Unrestricted)	2024-25 First Interim	2024-25 Second Interim	Change
LCFF Entitlement	59,509,379	59,923,460	414,081
Federal Revenue	0.00	0.00	0.00
Other State Revenue	1,212,366	1,401,605	189,239
Local Revenue	780,277.00	875,195	94,918
Total	61,502,022.00	62,200,260	698,238

General Fund Expenditure

Expenditures (Unrestricted)	2024-25 First Interim	2024-25 Second Interim	Change
Certificated Salaries	25,343,546	25,198,608	144,938
Classified Salaries	5,949,474	5,877,652	71,822
Employee Benefits	9,621,502	9,490,057	131,445
Books and Supplies	1,234,755	1,552,052	(317,297)
Services & Other Operating Expenditures	7,106,367	7,921,285	(814,918)
Capital Outlay	349,277	338,516	10,761
Other Outgo – Excluding Indirect Costs	969,359	969,359	0
Other Outgo – Transfer of Indirect Costs	(1,321,835)	(1,395,869)	(74,034)
Total	49,252,445	49,951,660	(699,215)

General Fund Expenditure

Components of Ending Fund Balance	2024-25 Adopted Budget	2024-25 First Interim	2024-25 Second Interim
Revolving Cash & Stores	136,328	136,328	136,328
Prepaid Items			
Assigned		658,829	253,560
Restricted			
Reserved for Economic Uncertainties (3%)	2,481,655	2,489,682	2,540,968
Unappropriated Fund Balance	3,243,397	2,553,283	3,040,977
General Fund Ending Fund Balance	12,691,380	12,249,577	12,248,600

Multi Year Projection (MYP) Assumptions

- Enrollment and ADA projections adjusted since Adopted Budget
- LCFF COLA adjusted for latest projections
- Continued Employee Costs increases (pensions, step and column)
- Federal and State restricted programs use current funding assumptions
- Maintain minimum required 3% reserve

Multi Year Projection Assumptions

Revenues	2024-25	2025-26	2026-27
LCFF			
Statutory Cost of Living Adjusted (COLA)	1.07%	2.93%	3.52%
LCFF Funded COLA	52.8%	50.87%	48.85%
Unduplicated % - 3 Year Average	$12,716	$12,973	$13,376
LCFF Dollars per ADA			
K-3	$18,217,140	$18,045,918	$18,284,929
4-6	$11,470,649	$11,330,415	$11,488,264
7-8	$7,648,419	$7,520,448	$7,491,728
9-12	$21,171,852	$20,065,605	$19,766,608
Enrollment	4666	4497	4345
Average Daily Attendance	4294.56	4211.62	4106.69
Funded ADA (Computed Average using the prior years' ADA)			
LCFF Projections	59,923,460	58,307,833	$58,406,768

Multi Year Projection Assumptions (con't)

Revenues	2024-25	2025-26	2026-27
Categorical Program COLA's			
Federal Programs	Non Projected	Non Projected	Non Projected
State Categorical Programs	1.00%	1.00%	1.00%
Lottery Per ADA			
Unrestricted	$191	$191	$191
Restricted	$82	$82	$82
Mandated Block Grant			
K-8 ADA	$38.21	$39.14	$40.52
9-12 ADA	$73.62	$75.41	$78.06

Multi Year Projection Assumptions (con't)

Expenditures	2024-25	2025-26	2026-27
Retirement Rates			
CalSTRS	19.10%	19.10%	19.10%
CalPERS	27.05%	27.40%	27.50%
Unemployment Insurance (UI) Rates	0.05%	0.05%	0.05%
Supplies and Services	Services $21,971,563 Supplies $5,285,295	Service $21,557,728 Supplies $3,053,140	Services $21,121,382 Supplies $3,012,815
Routine Restricted Maintenance Account	3% of Gen Fund $2,757,724	3% of Gen Fund $2,803,703	3% of Gen Fund $2,847,955
Salaries			
NTA	Pending Negotiations	Pending Negotiations	Pending Negotiations
CSEA	Pending Negotiations	Pending Negotiations	Pending Negotiations

Multi Year Projection (MYP) Assumptions

2024-25 First Interim	2024-25	2025-26	2026-27
LCFF Statutory COLA & Augmentation	1.07%	2.43%	3.52%
Operating Deficit/Surplus	-$5,792,986	-$8,298,132	-$8,808,990
Reserve for Economic Uncertainties %	3.0%	3.0%	3.0%
Remaining Balance above 3%	*$3,040,977*	*$543,778*	*$154,947*

Comments or Questions?