

LAGUNA BEACH UNIFIED SCHOOL DISTRICT

2025-26

Second Interim Report

March 12, 2026

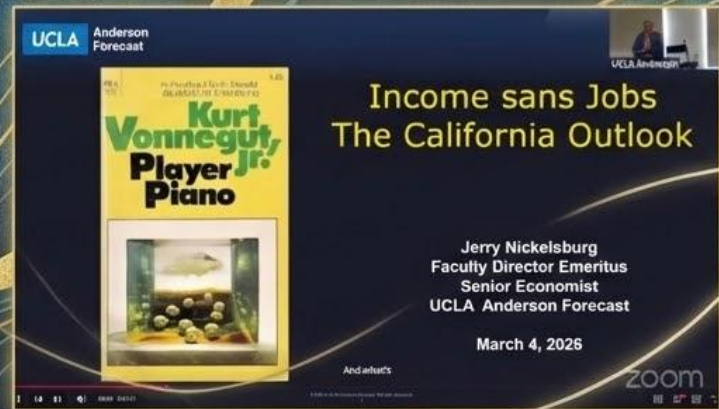
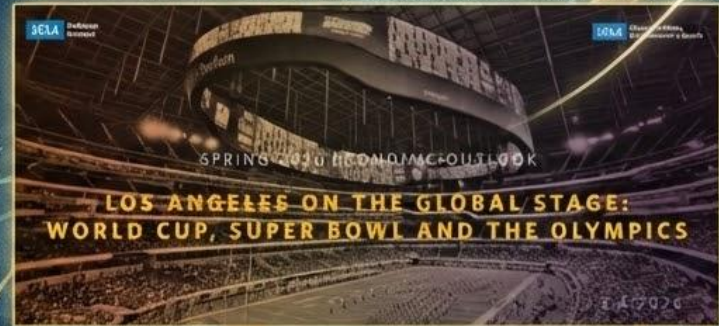
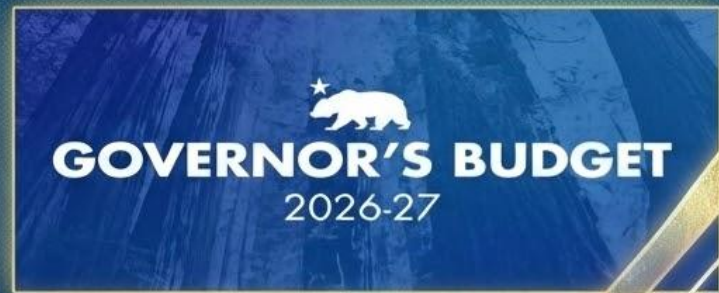
The Budget Financial Reporting Cycle



Economic Outlook 2026-27

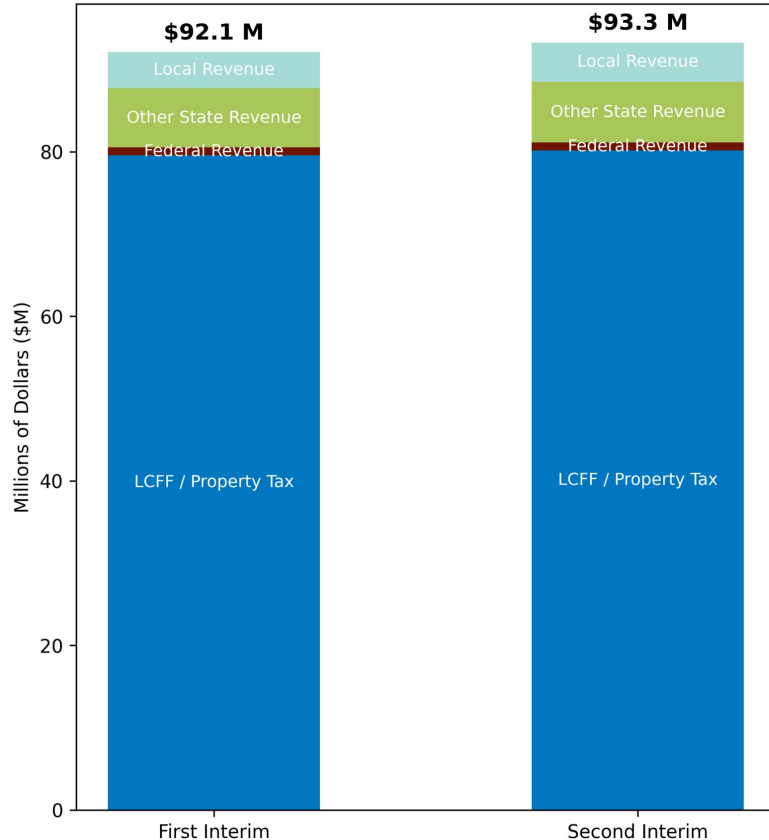
- Governor's Proposed Budget
- UCLA Spring 2026 Economic Outlook

Growth Amid Crosswinds



Revenues

2025-26 Revenues
First vs Second Interim

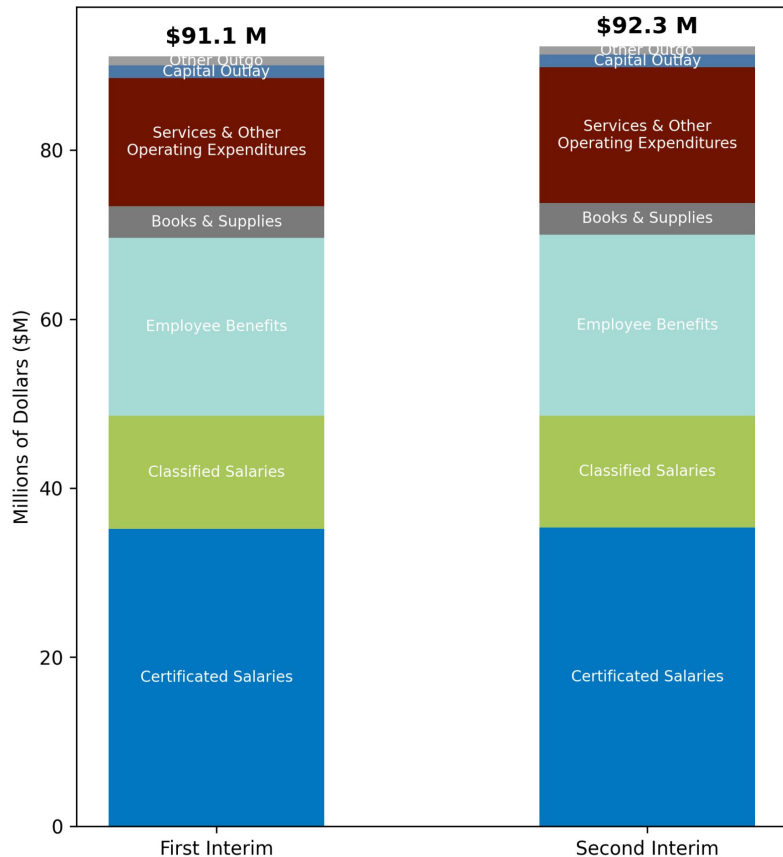


\$1.2 Million Increase

- **\$586K Property Tax/LCFF**
 - Local property tax growth estimates increased
- **\$8K Federal Revenue**
 - Based on updated grant awards received through January
- **\$176K Other State Revenue**
 - ELOP, CTEIG, Literacy Screenings PD
 - Offset by lower projected lottery funds
- **\$406K Other Local Revenue**
 - Higher projected interest earnings
 - Donations
 - One-time Medi-Cal funds

Expenditures

2025-26 Expenditures
First vs Second Interim



\$1.2 Million Increase

- **\$132K Certificated Salaries**
 - Adjusted to reflect temporary teaching contracts
- **(\$133K) Classified Salaries**
 - Mid-year staffing changes and vacancy savings
- **\$410K Benefits**
 - Health & welfare projection updated to reflect Board approved adjustment
- **(\$17K) Books & Supplies**
 - Decrease to adjust spending based on actual needs
- **\$851K Services & Operating**
 - Additional costs related to approved contracts, software licenses, support services, professional services, legal costs, facilities and capital planning, student enrichment programs, and special education.
- **\$38K Capital Outlay**
 - Audio-Visual system upgrades
- **(\$55K) Other Outgo**
 - Estimated lower cost of district-funded county programs.

General Fund Ending Fund Balance

First Interim

<u>In Millions \$</u>	
Nonspendable:	\$0.05
Restricted:	\$5.31
Committed:	\$0.59
Assigned:	\$1.68
REU*:	\$5.22
\$12.85	

Second Interim

<u>In Millions \$</u>	
Nonspendable:	\$0.05
Restricted:	\$5.68
Committed:	\$0.59
Assigned:	\$1.20
REU*:	\$5.28
\$12.80	

*Reserve for Economic Uncertainty

Multi Year Projections - Fund Balance

2025-26

In Millions \$

Nonspendable: \$0.05

Restricted: \$5.31

Committed: \$0.59

Assigned: \$1.68

REU:* \$5.22

\$12.80

2026-27

In Millions \$

Nonspendable: \$0.05

Restricted: \$4.99

Committed: \$0.18

Assigned: \$0.50

REU: \$4.81

\$10.53

2027-28

In Millions \$

Nonspendable: \$0.05

Restricted: \$4.93

Committed: \$0.09

Assigned: \$3.91

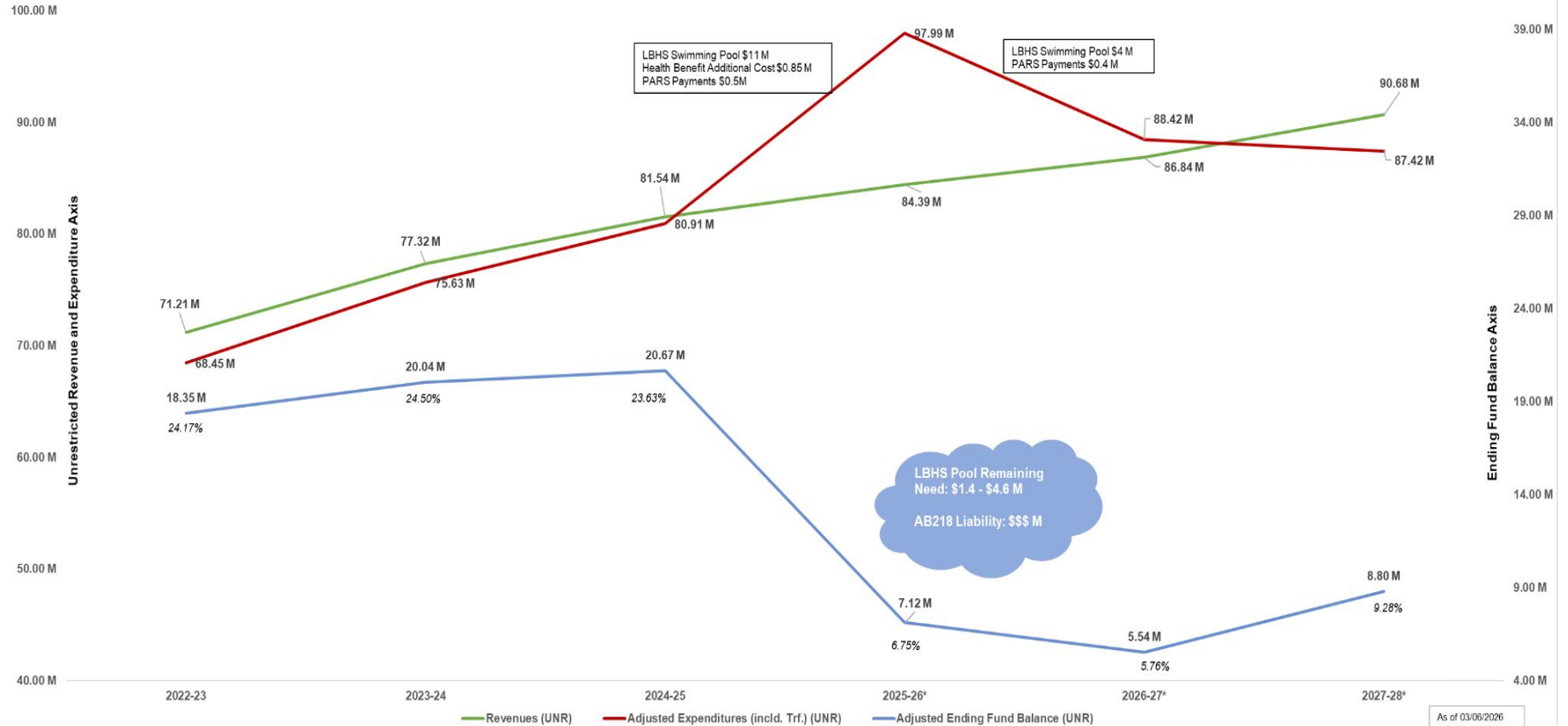
REU:* \$4.75

\$13.73

*Reserve for Economic Uncertainty

District Financials

LBUSD Unrestricted Revenue, Expenditures and Ending Fund Balance (General Fund)



Other District Funds

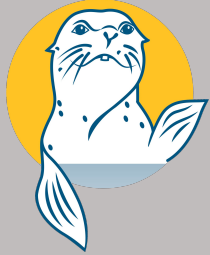
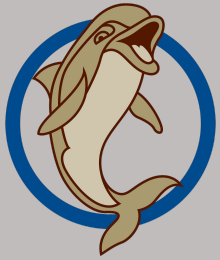
In Millions \$

FUND	Beginning Fund Balance	+ Revenues	- Expenditures	= Ending Fund Balance
11 Adult Education	\$0.03	\$0.14	\$0.17	-
12 Child Development	\$0.16	\$0.75	\$.80	\$0.11
13 Cafeteria	\$0.27	\$1.42	\$1.61	\$.08
17 Special Reserve (Non-Capital)	\$22.99	\$0.92	-	\$23.91
25 Capital Facilities	\$0.25	\$0.17	\$0.32	\$0.10
40 Special Reserve (Capital Outlay)	\$9.88	\$13.59	\$18.39	\$5.08

Next Steps



- Board Approval of Second Interim
 - ❑ Positive Certification
- Submission to CDE/ OCDE
- Governor's May Revise – May 2026
- 26-27 LCAP & Budget Hearing and Adoption – June 2026



***Thank you
Questions?***