

ROSEMEAD SCHOOL DISTRICT

2025-26 First Interim Budget



UNITY OF PURPOSE:

- L** - Lifelong learners and leaders of our global society
- E** - Ethical behavior and mindsets
- A** - Academic rigor, support, and achievement
- D** - Diversity is valued and respected

MISSION OF THE ROSEMEAD SCHOOL DISTRICT

The Rosemead School District provides a challenging academic environment that embraces the diversity of the entire community and encourages lifelong learning.

In partnership with parents and the community, our mission is to nurture the whole child, including their intellectual, physical, emotional, and ethical growth, in order to prepare them to be responsible, healthy, productive, and contributing members of our global society.

The Rosemead School District promotes leadership at all levels of our educational community. It strives for all members to **LEAD**.

December 11, 2025

The data contained herein is subject to change and represents our best estimates based on information available at this time.

ROSEMEAD SCHOOL DISTRICT

First Interim Assumptions

2025 - 2026

The budget assumptions utilized in the report are based on the state’s 2024-25 Enacted Budget. They are updated based on the latest School Services of California (SSC) and Los Angeles County Office of Education (LACOE) dashboards. Budget assumptions are based upon historical trends and other external sources as appropriate.

Enrollment and Average Daily Attendance (ADA):

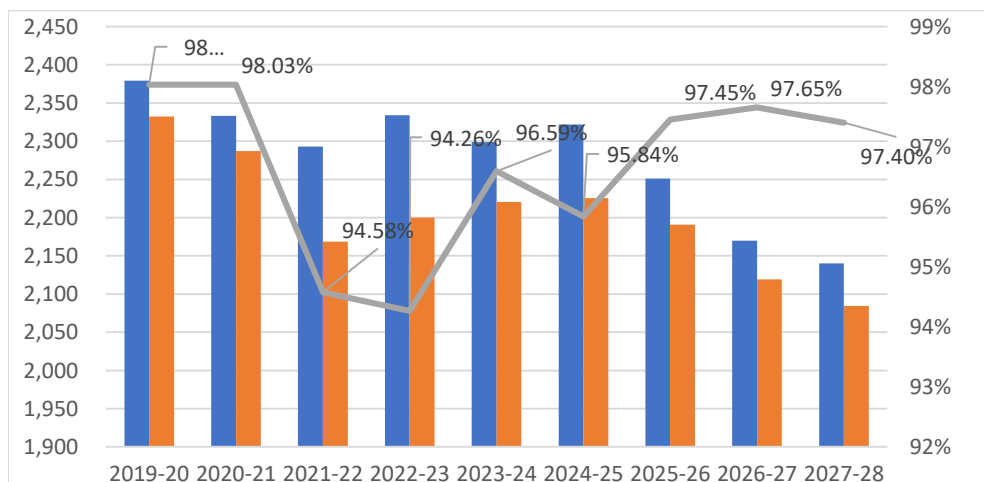
Enrollment constitutes the number of pupils enrolled in the District. It is the basis for projecting the resources and expenditures for providing the District’s programs and services. The most consistent measure of enrollment in schools in California is the California Basic Education Data System (CBEDS) pupil count, taken each October. The CBEDS count, which takes place after the start of the school year, gives the District a consistent date on which to compare and analyze year-to-year enrollments.

The District projects a 3.06% (71 pupils) enrollment drop this fiscal year and a drop of 3.60% (81 pupils) and 1.38% (30 pupils) over the next two fiscal years respectively. This includes transitional kindergarten and three Special Education severe disabilities classes that serve the West San Gabriel Special Education Local Planning Area (WSGV SELPA). The proposed budget utilized the prior year's P2 average daily attendance (ADA) to enrollment ratio of 97.45%. With an estimated 2,190.67 ADA for 2025–2026; 2,119.10 ADA for 2026–2027; and 2,084.34 ADA for 2027–2028, the multi-year estimates show a net loss of 141.01 ADA for the three fiscal years, compared to 81 ADA from the estimates made at budget adoption.

Enrollment and ADA projections for current and two subsequent years:

Projection	2025-26	2026-27	2027-28
Enrollment	2,251.00	2,170.00	2,140.00
P2 ADA	2,190.67	2,119.10	2,084.34
ADA Change	-71.00	-81.00	-30.00
% Change in ADA	-3.06%	-3.60%	-1.38%

Enrollment to ADA Trend:



REVENUES

Local Control Funding Formula (LCFF) Sources:

The LCFF model establishes a base with Supplemental and Concentration grants and provides additional funding for K-3 Class Size Reduction (CSR), Home to School Transportation, and the Targeted Instructional Improvement Grant (TIIG). The additional Supplemental and Concentration Grants (SC) funding is based on the “unduplicated pupil” count of pupils who are either English Learners (EL), free or reduced-price meals, homeless, or foster youth. The unduplicated count is reported in the California Longitudinal Pupil Achievement Data System (CALPADS) during the Fall 1 reporting period that ends in January.

The LCFF funding projection is based on the P-2 Average Daily Attendance (ADA). P-2 is the Second Period Report of ADA to the State and represents the average student attendance between July 1 and April 15. For districts with declining enrollment, funding is based on the greater of the last two years’ ADA. The current LCFF calculation method allows districts to utilize the greater of the current year, the prior year, or the average of three prior years’ ADA. The Districts’ LCFF funding is based on this method, using the FCMAT calculator.

The following are sources used to calculate the funding levels for the current and next two years:

LCFF Sources:	2025-26	2026-27	2027-28
Funded Cost of Living (COLA)	2.30%	3.02%	3.42%
Free & Reduce, EL, Foster Youth Count	1,572	1,515	1,495
Funded ADA	2,225.35	2213.56	2179.33
Single Year Unduplicated Pupil %	69.84%	69.82%	69.86%
Average LCFF funding per ADA	\$14,374	\$14,510	\$14,686

The Base Grant rates for 2025-26 through 2027-28 are as follows:

Grade Level	2024-25 Base	2025-26 COLA 2.30%	2025-26 Base	2026-27 COLA 3.02%	2026-27 Base	2027-28 COLA 3.42%	2027-28 Base
K-3	\$10,025	\$231	\$10,256	\$310	\$10,566	\$361	\$10,927
4-6	\$10,117	\$234	\$10,411	\$314	\$10,725	\$367	\$11,092
7-8	\$10,478	\$241	\$10,719	\$324	\$11,043	\$378	\$11,421

The base grant rates are determined by grade levels and are increased by the statutory COLA annually. The statutory COLA for current year is 2.30%, a marginal decrease from the Governor’s January Proposal at 2.93%. COLA is projected to be 3.02% for 2026-27 (a 0.50% decrease) and 3.42% (a 0.21% decrease) for 2027-28.

Transitional Kindergarten Add-On:

Funding for the Transitional Kindergarten (TK) Add-On is currently estimates at \$5,545 per TK ADA for the budget year, \$5,712 for 2026-27, and \$5,907 for 2027-28. TK add-on funding is an addition to the base grant amount. To ensure funding for 2025-26, local education agencies (LEAs) must comply with the TK staffing requirement at a 10:1 pupil-to-staff ratio and maintain a maximum class size of 24 for classes that include an early enrollment child.

Class Size Reduction (CSR) Augmentation:

The Augmentation Grant within LCFF provides additional funding for grades K–3, class size reduction, and grades 9–12 career technical education (not applicable to Rosemead). This portion makes up 10.4% of the K-3 Base Grant, estimated at \$1,067 per ADA for 2025-26, \$1,099 for 2026-27, and \$1,106 for 2027-28, respectively. To receive annual funding for CSR, districts are required to maintain a class size of 24:1 (K–3) for each school site, unless a local alternative ratio is bargained for. The current K-3 class size ratio average is 20:1. The District meets its targeted ratio of 24:1 by utilizing funds from the CSR Augmentation, Supplemental, and Concentration grants to maintain reduced class sizes.

Education Protection Account (EPA) Funds:

Education Protection Account (EPA) funds are generated by the temporary tax increases authorized by Proposition 30 in 2012 and Proposition 55 in 2016. EPA funds require a public hearing and an annual report posted on the District’s website, which provides an accounting of the amount of EPA funds received and how those funds were spent. Similar to local property taxes, the District’s state aid is reduced by every dollar received from the EPA. These funds are used to offset teachers’ salaries and fringe benefits each year.

Supplemental and Concentration (S&C) Grants:

Supplemental and Concentration funding is based on FCMAT’s LCFF calculations from fiscal years 2025-26 to 2027-28. The use of the S&C grants is intended to provide increased or improved services for the District’s “At Promise” students. The improved or increased services must be planned and outlined in the District’s Local Control Accountability Plan (LCAP), which includes input from stakeholder groups and requires a public hearing and approval by the Board and LACOE before July 1.

The Budget Act of 2021 increased the funding level for the LCFF Concentration Add-on grant from 50% to 65% to local education agencies (LEAs) with an enrollment of 55% or greater of low-income, English learner, and foster youth students. The additional funds are to be used toward increasing certificated and classified staff that provide direct services to these students, including counselors, nurses, teachers, paraprofessionals, and other support providers.

Funding for the Supplemental and Concentration grants for 2025-26 through 2027-28 are as follows:

Supplemental & Concentration	2025-26	2026-27	2027-28
S&C Grants	6,760,745	6,925,098	7,096,113
15% Concentration Add-on	877,791	898,544	920,733
Total	7,638,536	7,823,642	8,016,846

Federal Revenues:

Federal revenues are based on current grants, entitlements, and carryover money. The Rosemead School District has received \$13.3 million in one-time federal stimulus funding through the Federal Cares Act and the American Rescue Plan Act. These funds were fully spent by September 30, 2024. Excluding the carryovers from previous year, which included the \$344,037 from ESSER III, \$69,255 from the Special Education federal IDEA grants, and the \$310,522 from Titles I, II, III, and IV, the current year's federal revenues are expected to decline \$723,814 in total to \$1.6 million. As a result of the depletion of one-time funds such as the ESSER grants, federal revenues fell sharply from \$5.7 million in 2023-24 to \$2.4 million in 2024-25, and to \$1.6 million for the budget and the two out years.

State Program Revenues:

Budget year State revenue is estimated to remain unchanged from the prior year estimates at \$8 million. The Expanded Learning Opportunity Program (ELOP) allocation (\$3,811,220), Mandated Block grant (\$86,989),

Home-To-School Transportation (\$303,012), Lottery (\$634,531), ASES program (\$813,931), State Mental Health (\$145,510), Early Intervention Preschool grant (\$184,467), and Arts and Music in Schools Prop. 28 (\$397,328) make up the budget year’s revenues. The budgeted amount for On-Behalf Pension contribution is \$1.67 million with expenditures to offset the revenue. State revenues project to remain the same during the next two budget years.

Lottery Revenues:

Lottery funding is estimated at \$273 per annual ADA for the current year. \$191 per ADA is the unrestricted general fund portion, and \$82 per ADA is the restricted lottery portion designated for purchasing instructional materials. The unrestricted portion is used to offset teachers’ salaries and fringe benefits each year. Decreases in the subsequent year results from declining enrollment.

Lottery Funding	2025-26	2026-27	2027-28
Restricted - Prop 20	\$179,635	\$173,766	\$170,916
Unrestricted	\$425,042	\$404,748	\$398,109

Mandated Cost Revenues:

For grades K-8, the ongoing Mandated Block Grant (MBG) funding is estimated at \$39.09 per ADA; in the next two years, the rate rises slightly to \$40.27 and \$41.65. The current year funding is approximately \$85,633.

Special Education Revenues:

The Special Education base rate for the budget year is projected to be \$917.53 with the 2.30% COLA. Special Education funding is based on the Special Education Local Planning Area (SELPA) projections. This budget year, the District expects to receive \$2.97 million in federal and state money.

Home-to-School Transportation:

Beginning in 2022–23, local education agencies are eligible for grant funding to be reimbursed for pupil transportation services in the amount of 60% of the prior year's home-to-school transportation expenditures, excluding capital outlay or non-agency expenditures. The District estimates receiving ongoing state revenues of \$303,012 yearly, plus the add-on transportation funding within the LCFF apportionment.

Interest-Earning:

The District's funds deposited with the Los Angeles County Office of Education are earning an interest rate of about 4%. Interest income is expected to be around 3.6% for the budget year.

EXPENDITURES

Certificated and Classified Salaries:

- Classified CSEA recently settled for prior year. Compensation for CSEA is budgeted to be paid in 2025-26.
- Negotiation is pending with all bargaining units for 2025-26. No pay raise is included in the current budget.
- Professional Development (PD) days for all groups is reduced by one day, which are three for certificated non-management employees and five for classified employees. Supplemental and Concentration grants will continue to fund PD days.
- Step and column movement is budgeted at an average rate of 1.5% for both certificated and classified non-management.
- The one-time ESSER and In-Person Instructions grants in prior years funded the following certificated positions: Two part-time shared teachers, two psychologists, and the costs of eleven teachers to provide small class sizes in key grade levels. Funding for these certificated positions shift to the one-time Learning Recovery Emergency grant (LREBG) in 2024-25. Starting in 2025-26, carryovers from the Supplemental

and Concentration grants will continue funding these positions until the funds run out. Plans for these positions in the upcoming years are outlined in the Fiscal Stabilization Plan.

- The one-time ESSER grants paid for the following classified positions in previous years: one full-time grounds and warehouse person, three six-hour health technicians, six six-hour instructional aides, and one campus safety specialist. The six instructional aide positions were terminated in 2024-25. The remaining classified support positions, including an additional six-hour health technician, were funded from the one-time LREBG. The campus safety specialist was split funded 50/50 with ELOP and LREBG. In 2024–2025, LREBG is expected to be completely depleted. The Supplemental and Concentration carryovers will continue to fund these positions starting in 2025–2026. The grounds and warehouse person was picked up by the General Fund. Plans for these positions in the two subsequent years are outlined in the Fiscal Stabilization Plan.
- The positions in the before and after-school programs are supported by ELOP. Funding for these positions is projected to remain the same as prior year, with the addition of a TOSA position set to cost \$202,439 in the new year. Current positions partially or fully funded from ELOP consist of the following positions: twenty-one before and after school staff (10.2 fte), eight after school custodians (3.5 fte), one campus security person (0.5 fte), one clerical support staff (0.4 fte), and one administrative position (0.25 fte).
- The six transitional kindergarten instructional aide positions (4.1 fte) continue to be funded by the 15% Concentration Add-on grant. Classified positions funded from Supplemental grants will transition over to the Concentration Add-on grant starting in the fiscal year 2025-26. These consist of eight instructional aides (3 fte), five computer laboratory aides (2.9 fte), and five multi-media specialists (2.6 fte).

Fringe Benefits:

- CalSTRS and CalPERS rate changes for 2025-26 through 2027-28 are included in the current budget.
- The number of retirees is 19, and the cost associated with the benefits is \$256,500.
- The health and welfare benefits cap has increased from \$11,000 to \$13,500 for a full time equivalent.

Fringe Benefit Rates are:

Statutory Rates	2024-25	2025-26	2026-27
STRS Employer Rate	19.10%	19.10%	19.10%
PERS Employer Rate	26.81%	26.90%	27.80%
OASDI	6.20%	6.20%	6.20%
MEDICARE	1.45%	1.45%	1.45%
SUI	0.05%	0.05%	0.05%
Workers Comp.	2.90%	3.12%	3.21%

Supplies, Services, and Capital Outlay:

Budget projections for supplies and services for current and the two subsequent years reflect the funding changes noted in the federal and state revenues. The budget estimates for goods for the two subsequent years are anticipated to be substantially lower than those for the current year due to the depletion of the federal and state stimulus funds. Inflation-driven increases in operating costs are reflected in the higher services budget for the two out years. For the current fiscal year, ELOP monies are included in the Capital Outlay budget to cover 40% of the cost of playground equipment in the budget year. No capital expenditures are budgeted for the subsequent two years.

Indirect Costs:

The inter-program indirect costs will be calculated at the maximum allowable rate per program. The district-approved indirect cost rate for 2025-26 is 6.60%, 1.92% higher than previous year.

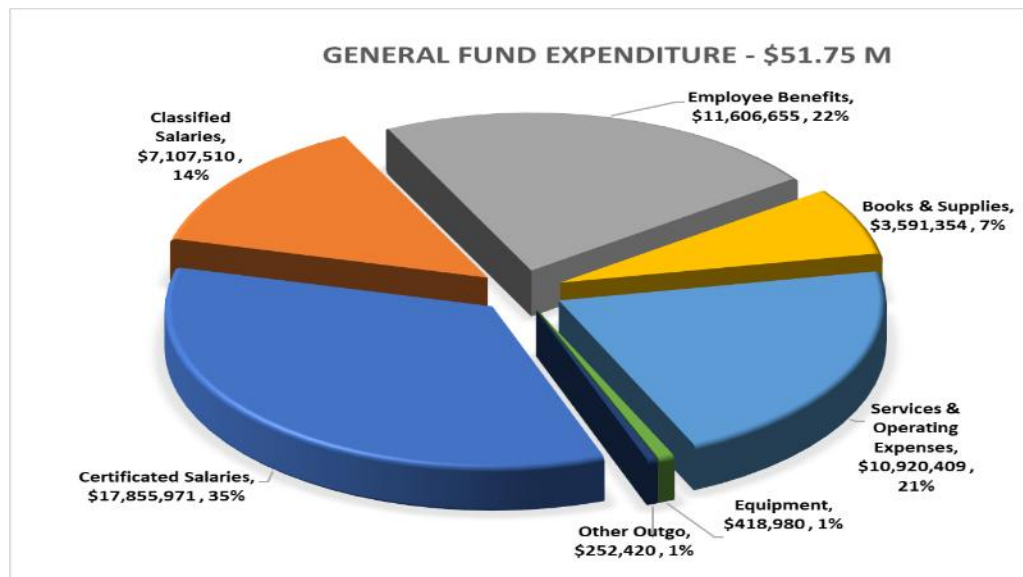
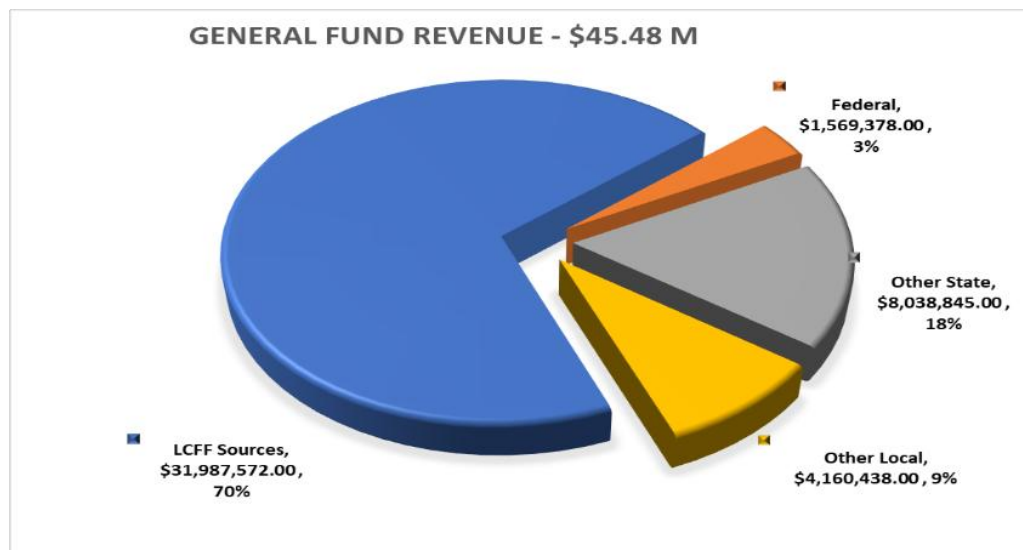
Inter-Fund Transfers and Contributions:

Inter-fund transfers from Restricted Routine Maintenance Account (RRMA) to the Deferred Maintenance Fund 14.0 is budgeted at \$418,390 for the previous year and \$205,901 for the budget year. With the depletion of the one-time stimulus funds, contribution from the General Fund is projected to increase significantly in the budget year. Special Education is projected to increase 10% to \$6.6 million. Home to School Transportation will increase to \$589,000. The required 3% contribution level of the total General Fund expenditure, or \$1.5 million, will continue to be maintained for the Restricted Routine Maintenance Account (RRMA). The restricted side of the General Fund will receive approximately \$907,386 as the 15% Concentration Add-on. Overall, the contribution from the General Fund is projected to increase by 7%, or roughly \$545,565 to \$8.4 million.

Cash Flow:

Current projections show sufficient cash flow for the fiscal years 2025-26 and 2026-27. The cash flow forecasts include a 2% cash deferral from June to July. No TRANs borrowing is anticipated for the current year 2025-26. In the event of cash flow shortages, temporary borrowing from LACOE and other district funds will be required.

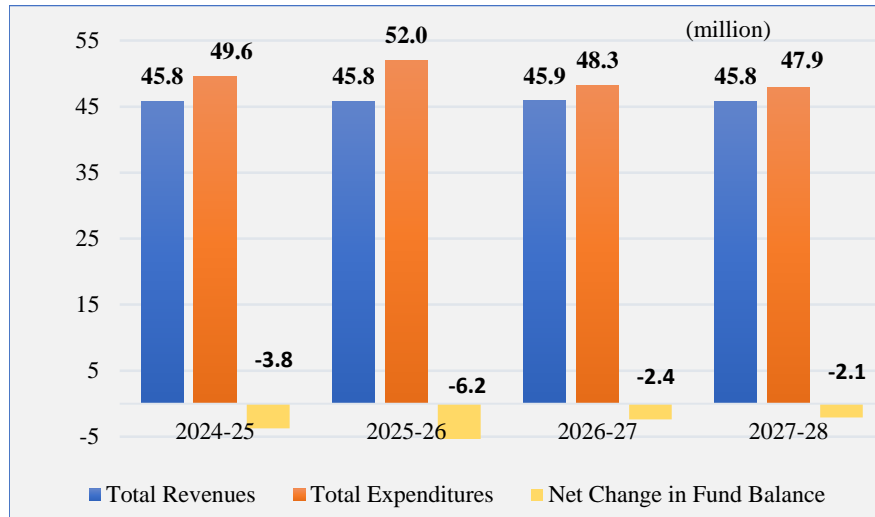
GENERAL FUND REVENUE AND EXPENDITURE PROJECTIONS FOR 2025-26:



GENERAL FUND MULTI-YEAR PROJECTIONS:

REVENUE:	Actuals 2024-25	First Interim 2025-26	Projected 2026-27	Projected 2027-28
LCFF Revenue	\$31,637,143	\$31,987,572	\$32,120,408	\$32,006,460
Federal Revenue	2,007,729	1,569,378	1,569,378	1,569,378
Other State Revenue	8,281,861	8,038,845	8,038,845	8,038,845
Other Local Revenue	3,863,363	4,160,438	4,160,438	4,160,438
Other Financing Source	-	-	-	-
Total Revenue	\$45,790,096	\$45,756,233	\$45,889,069	\$45,775,121
EXPENDITURE:				
Certificated Salaries	\$18,044,835	\$17,855,971	\$18,123,811	\$18,395,668
Classified Salaries	6,604,217	7,107,510	7,214,123	7,322,334
Employee Benefits	10,900,522	11,606,655	11,780,755	11,957,466
Books and Supplies	2,558,541	3,591,354	2,365,545	2,354,013
Services & Other Operating Exp.	9,848,815	10,920,409	10,797,468	11,044,479
Capital Outlay	498,744	418,980	-	-
Other Outgo	683,799	252,420	351,847	368,403
Transfers Out	418,390	205,901	150,581	119,704
Other Adjustments (Fiscal Stabilization Plan)	-	-	-2,506,991	-3,680,981
Total Expenditure	\$49,557,862	\$51,959,200	\$50,784,129	\$51,562,067
Net Change in Fund Balance	-\$3,767,766	-\$6,202,967	-\$2,388,069	-\$2,105,965
Unrestricted Reserve Balance	\$11,871,379	\$6,928,698	\$7,784,164	\$6,286,508
Restricted Reserve Balance	\$8,279,621	\$7,019,336	\$3,775,801	\$3,167,492
COMPONENTS OF ENDING FUND BALANCE:				
Revolving Cash	\$23,000	\$23,000	\$23,000	\$23,000
Stores Inventory	\$141,268	\$141,268	\$141,268	\$141,268
Legally Restricted Reserve	\$8,279,621	\$7,019,336	\$3,775,801	\$3,167,492
Assigned	\$10,220,374	\$5,205,652	\$6,171,581	\$4,685,805
Designated 3% Reserve	\$1,486,737	\$1,558,777	\$1,448,315	\$1,436,434
Unassigned	\$0	\$0	\$0	\$0
Total Reserves - by Amount	\$20,151,000	\$13,948,034	\$11,559,965	\$9,453,999
Total Reserves - by Percent	40.7%	26.8%	23.9%	19.7%

General Fund outlook for current and next two years:

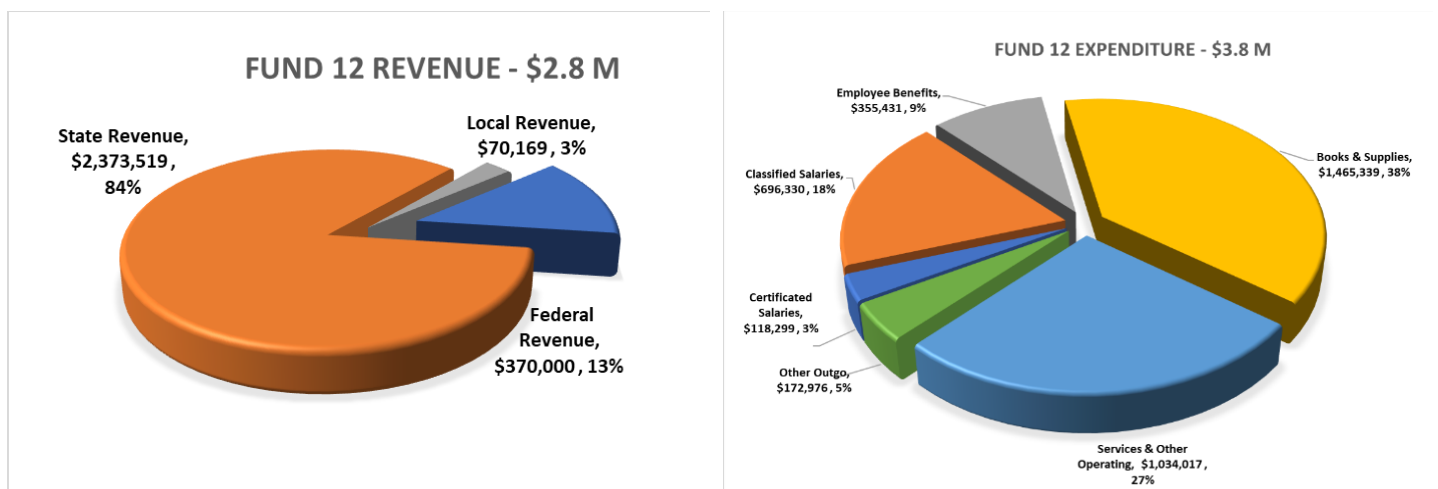


FUND 12 - CHILD DEVELOPMENT

The Child Development Fund supports the operational activities of the Child Development programs. These programs include the State Preschool Program and the after-school programs. Federal and state grants fund 98% this program. 30% of the current budget (\$1,170,060) is devoted to employee salaries and benefits, and 70% (\$2,672,332) is allocated to goods, services, and other outgo.

The beginning fund balance estimated at \$3,376,778, consists of \$974,993 from CACFP, \$1,116,136 from one-time funds, \$294,603 from the State Reserve Account, and \$991,045 from local sources. Estimated income for the year is \$2,813,688, which include \$1,882,083 for the State Preschool Program (CSPP), \$373,391 for the Child and Adult Care Food Program (CACFP), and \$558,214 in deferred revenues. Compared to \$1.9 million spent the previous year, the projected expenditure jumps to \$3.8 million with the one-time carryovers. The increase in spending is expected to result in an ending fund balance of \$2.3 million.

Child Development Estimated Revenue and Expenditure:



FUND 13 – CAFETERIA FUND

The 2025-26 Cafeteria Fund (Fund 13) reflects notable shifts in both income and expenditures compared to prior years. The total operating expenditure budget is projected to increase by 11%, reaching \$4.5 million, primarily due to higher food costs, labor adjustments, and capital purchases. In contrast, projected revenue remains flat at approximately \$3 million, resulting in a planned deficit of \$1.42 million.

Total revenue for 2025-26 is estimated at \$3,081,606, with the following key sources: Federal and state reimbursements accounts for 78% of the total revenue, or \$2,394,980, down 10% from the prior year. Local revenues from meal sales, adult meals, a la carte items, and catering—represent 22%, or \$686,626, a 19% increase from the previous year. The reduction in federal and state support is partially offset by an increase in local revenue efforts, signaling stronger engagement and sales performance at the site level.

Total projected expenditures amount to \$4,503,024, with the following allocations: \$2,507,458, or 56%, to food and supplies, reflecting a 6% increase over the prior year. Salaries and benefits make up \$1,562,552 (35%), inclusive of a prior year salary settlement being paid in the current year. Other costs, such as services, equipment, and indirect cost make up the remaining 9%, or \$432,614.

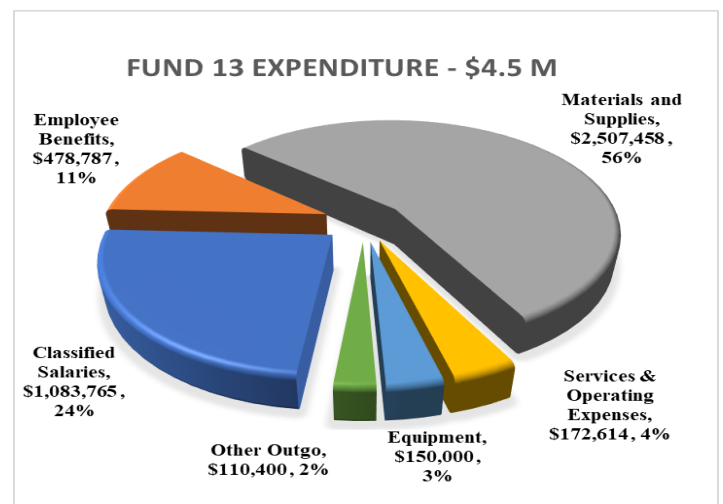
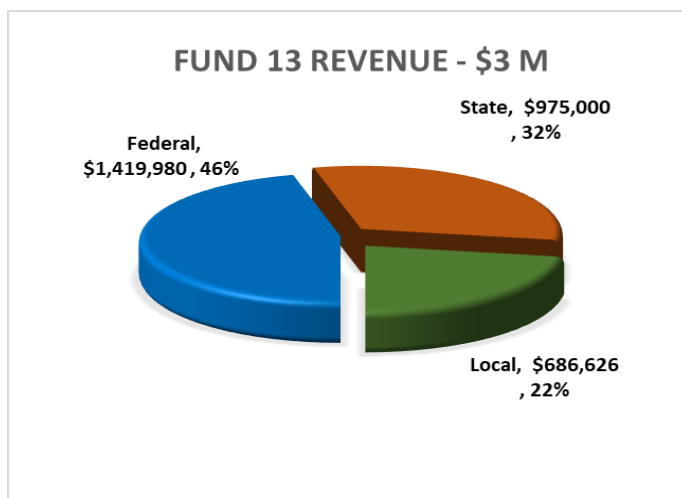
Deficit and Fund Balance

The projected operating deficit of \$1,421,418 is attributed to:

- A one-time salary settlement from the prior year
- Increased food and operational costs
- A \$150,000 capital outlay for equipment upgrades
- A California Department of Education (CDE)-approved reserve spending plan

Despite deficit spending, the projected ending fund balance is approximately \$1.2 million, maintaining adequate reserves for future needs.

Child Nutrition Estimated Revenue and Expenditure:



OTHER FUNDS:

All other funds are projected to have positive balances at the end of the current fiscal year. 2025-26 First Interim Budget revenue and expenditure projections for other funds are as follows:

FUND - DESCRIPTION	Beginning Balance	2025-26 Revenues	2025-26 Expenditures	Ending Balance
Fund 14.0 - Deferred Maintenance Fund	\$615,575	\$217,801	\$627,475	\$205,901
Fund 20.0 - Postemployment	\$2,148,870	\$82,389	\$0	\$2,231,259
Fund 21.0 - Building Fund - School Facilities	\$366,297	\$10,000	\$376,297	\$0
Fund 21.0 - Building Fund - 2014 B	\$954,929	\$20,000	\$974,928	\$1
Fund 25.0 - Capital Facilities Fund	\$744,839	\$268,398	\$984,979	\$28,258
Fund 35.0 - County School Facilities	\$11,714,436	\$248,417	\$2,465,687	\$9,497,166
Fund 40.1 - Special Reserve Capital Outlay	\$468,725	\$14,000	\$482,725	\$0
Fund 56.0 - Debt Services Fund	\$240,141	\$9,318	\$0	\$249,459
Grand Total	\$17,327,133	\$870,323	\$5,912,091	\$12,285,365

Fund 14 – Deferred Maintenance Fund

The Deferred Maintenance Fund was established to account for and reserve funds for major maintenance, replacement, and facility repairs, such as roofing, painting, landscaping, plumbing, heating, and cooling systems. The Education Code, 17014, requires that schools be maintained in good repair, clean, safe, and functional. Transfers in from the RRMA to the Deferred Maintenance Fund include \$205,901 in 2025-26, \$150,581 in 2026-27, and \$119,704 in 2027-28.

Fund 20 – Special Reserve Fund for Postemployment

This fund is used to record the future cost of post-employment benefits and is a source of inter-fund cash borrowing due to the cash deferrals in the State Budget Act. This fund has a positive beginning balance of \$2 million. To address the large unfunded liability in the pension systems (CalSTRS and CalPERS), employer pension contribution rates have received year-to-year increases since 2013. The CalSTRS contribution rate remains at 19.10% of the budget for two subsequent years. The CalPERS rate is estimated to decrease 0.24% to 26.81% in 2025-26 and increase 0.09% to 26.90% in 2026-27. Due to continued pension rate increases, the district needs to preserve this fund to cover budget shortfalls and increasing pension costs. The current and subsequent years' health and welfare benefits budget for all retirees uses the pay-as-you-go method.

Fund 21 – Building (Bond) Fund

In December 2009, the District received \$14 million in bond proceeds from the final issue of Measure RR (\$5 million) and the first issue of Measure O (\$9 million). A second issuance of Measure O, in the amount of \$7.6 million, was issued in 2013, and a third issuance of \$1.8 million was issued in 2017. In 2013, Bond Anticipation Notes (BANs) were issued for \$5.3 million to complete Measure RR and O projects. In 2017, the District received its first issuance of Measure RS, Series A, of \$7.2 million. On September 8, 2021, the District issued its second Measure RS, 2014 Series B, for \$9.125 million. This issuance is for the modernization, upgrading, and equipping of facilities identified in the District's Facilities Master Plan. For computer and technology upgrades, the District was awarded \$760,000 from Measure O, 2008 Series T-1, in 2008 and \$780,000 from Measure RS, 2014 Series T-2, in 2014. Revenues from these Measures are anticipated to be fully spent in the budget year 2025-26.

The following is information related to the refunding of the General Obligation Bonds:

2011 Refunding - In 2012, the District issued \$9.77 million in General Obligation Refunding Bonds for Measure RR, 2000 Series A and B (\$6.215 million from Series A and \$3.425 million from Series B).

2012 Refunding - In July 2012, the District refinanced the remainder of Measure RR, 2000 Series B, for \$5.425 million.

2014 Refunding – In August 2014, the District issued \$6.24 million of Measure RR, 2000 Series C.

2016 Refunding - In May 2016, the District refinanced \$12.8 million from Measure RR (2000 Series D) and Measure O (2008 Series A).

2019 Refunding - On October 6, 2019, the District refinanced a total of \$18.375 million from 2011 Refunding Bonds (Original 2000 Series A and B) and Measure O, 2008 Series B bonds, saving taxpayers approximately \$3 million.

Fund 25 – Capital Facilities Fund

This fund comprises money received from fees levied on developers by other agencies as a condition of approving a development. El Monte Union High School District (EMUHSD) collects these developer fees and re-allocates them to the surrounding districts. Expenditures for this fund are restricted to leases and purchases of facilities, site work for portable classrooms, school construction, and future land purchases.

Fund 35 – County School Facilities Fund

The District is required to use this fund to account for modernization funds received from the state. The District utilized this fund to pay off the 2007 COPs debt service. In 2018-19, the state awarded \$231,000 to Savannah Elementary and \$180,000 to Janson Elementary. On August 19, 2020, the state awarded an additional \$2,465,687 for Janson Elementary and Savannah Elementary. On February 1, 2023, the District received an additional \$3,744,188 from the state for Encinita Elementary (\$1.4 million) and Shuey Elementary (\$2.3 million), totaling \$6,620,875 for this fund. These funds can be used to match funds for future construction projects. 2020–21 included an inter-fund transfer of \$426,429 to reimburse the Bond Fund for projects completed at Janson and Savannah. In 2023-24, the District received an additional \$5,018,097 for the upgrades and modernization of the administration buildings and fire alarms at Muscatel (\$2.1 million), Savannah (\$1.4 million), and Janson (\$1.5 million). For the current year budget, \$2.4 million is set aside for expenditures, resulting in a fund balance of \$9,497,166.

Fund 40 – Special Reserve Fund for Capital Projects

This fund has two sub-funds: The Special Reserve Fund for Capital Projects (Fund 40.0) and the Special Reserve Fund for Air Conditioning and Furniture (Fund 40.1). At the end of 2019-20, the General Fund contributed \$500,000 to this fund for future infrastructure investments, capital outlay purchases, and technology upgrades. The fiscal year 2021–22 includes a one-time inter-fund transfer to redirect the restricted Community Redevelopment carryovers to this fund for \$660,340. By the end of 2023–2024, the majority of this fund is utilized to pay for playground equipment.

Fund 51 – Bond Interest and Redemption Fund

This fund is used to repay bonds issued by the local educational agency. The county auditor maintains control over this fund.

Fund 56 - Debt Service Fund

This fund is used to account for the amount the District has legally committed to repaying its long-term debt. These funds are held by fiscal agents and are not available to the District.

Attachment - Fiscal Solvency

In submitting the 2025-2026 First Interim Budget Financial Report, the Board understands its fiduciary responsibility to maintain fiscal solvency for the current and subsequent two fiscal years. If necessary, it is recognized that based on the 2025-2026 May Revision Budget, the 2025-2026 Proposed Governor's Budget, and the expiration of one-time COVID Relief Funds as provided in current law, the school district is prepared to implement (\$1,762,126) in budget actions in 2025-2026, an additional (\$2,506,991) in ongoing budget reductions in 2026-2027, and an additional (\$3,680,981) in ongoing budget reductions in 2027-2028 to maintain fiscal solvency. It is further recognized that the school district will submit a revised fiscal stabilization plan of board-approved ongoing budget reductions for the current and two subsequent years with the 2025-2026 Second Interim Report.