MOUNT PLEASANT ELEMENTARY SCHOOL DISTRICT

2025-26 Unaudited Actuals Report

September 9, 2026

Board of Trustees

Trustees

- Brenda M. Serrano
- Melissa Got-Lopez
- Derek Grasty
- Antonio Perez, Jr.
- Robert Ramirez

Superintendent

Dr. Elida MacArthur

Presented By

Tracy Huynh

Chief Business Officer

Presentation Items

1. Overview of the State Economy
2. Financial Planning Factors
3. Student ADA and Enrollment
4. Employee Compensation
5. Staff and FTEs
6. Unaudited Actuals SACS Reports
7. District Financial Goal
8. Next Steps
9. Acronym Table

State of the Current Economy

Overall, the economy continues to expand, but the outlook has become more uncertain.

Inflation

CPI is at 3.5%, above the Fed's 2.0% target, driven by higher oil and energy prices — which may delay further interest rate cuts.

Federal Trade & Fiscal Policy

Federal trade and fiscal policy uncertainty persists, and state revenues remain highly dependent on financial market performance.

Stock Market

The Nasdaq and S&P 500 have trended upward over the last six months despite volatility from tariff and policy news.

Source: School Services of California, Inc. — 2026 May Revision & Enacted Budget Summaries

State of the Current Economy (continued)

Unemployment

U.S. (4.3%) and California (5.3%) unemployment rates have held steady for three straight months and are forecast to stay stable through 2027.

“Big Three” Tax Revenues

Corporation and sales/use tax revenues are projected to keep growing through 2026-27, while personal income tax dips slightly from its 2025-26 peak.

No Recession Projected

National labor markets remain resilient despite slower job growth, and no recession is currently projected.

Source: School Services of California, Inc. — 2026 May Revision & Enacted Budget Summaries

Financial Planning Factors

Revenue Related

Fiscal Year	2025-26	2026-27	2027-28	2028-29
COLA	2.30%	2.87%	3.30%	3.09%
Augmentation		1.44%		
Mandated Block Grant (District)	$39.09	$40.41	$41.74	$43.03
Mandated Block Grant (Charter)	$20.52	$21.31	$22.01	$22.69
Lottery (Unrestricted)	$200.41	$190.00	$190.00	$190.00
Lottery (Restricted)	$95.27	$84.00	$84.00	$84.00
Parcel Tax	$95.00	$95.00	$95.00	$95.00
Transitional Kinder Add-on	$5,545.00	$5,704.00	$5,892.00	$6,074.00
Special Education State Funding per ADA	$999.00	$1,340.00		

Financial Planning Factors

Expenditure Related

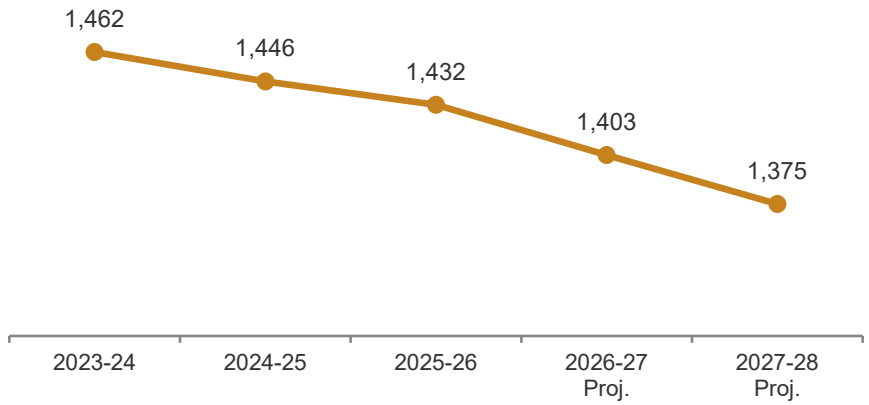
Fiscal Year	2025-26	2026-27	2027-28	2028-29
STRS	19.10%	19.10%	19.10%	19.10%
PERS	26.81%	26.40%	26.80%	25.90%
Unemployment Insurance	0.05%	0.05%	0.05%	0.05%
Worker's Comp Rate	2.0717%	2.0659%	2.0659%	2.0659%
Minimum Wage (effective January)	$18.45	–	–	–
Benefit Cap	$17,500	$17,500	$17,500	$17,500

Student Enrollment and ADA

Average Daily Attendance (ADA)

	2023-24	2024-25	2025-26	2026-27 Proj.	2027-28 Proj.
P1	1,454.56	1,449.18	1,454.49	1,425.40	1,396.89
P2 ADA	1,462.28	1,441.20	1,428.25	1,399.69	1,371.69
PA	1,462.30	1,445.55	1,432.12	1,403.48	1,375.41
% Change – P2	-3.50%	-1.44%	-0.90%	-2.00%	-2.00%

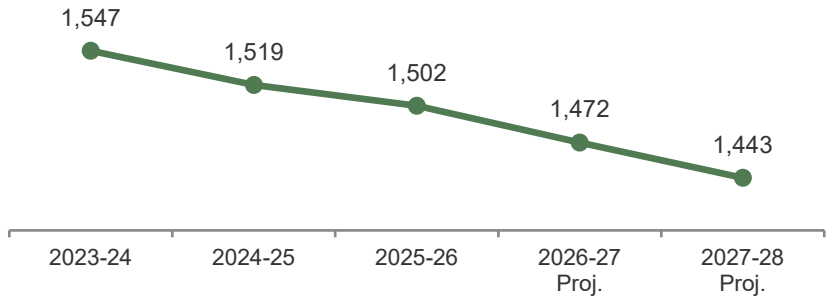
PA (ADA) Trend



CALPADS Enrollment

	2023-24	2024-25	2025-26	2026-27 Proj.	2027-28 Proj.
Total Enrollment	1,547	1,519	1,502	1,472	1,443
Change	(95)	(28)	(17)	(30)	(29)
% Change	-5.79%	-1.81%	-1.12%	-2.00%	-2.00%

Total Enrollment Trend



Employee Compensation

Negotiated salary & benefit increases by fiscal year

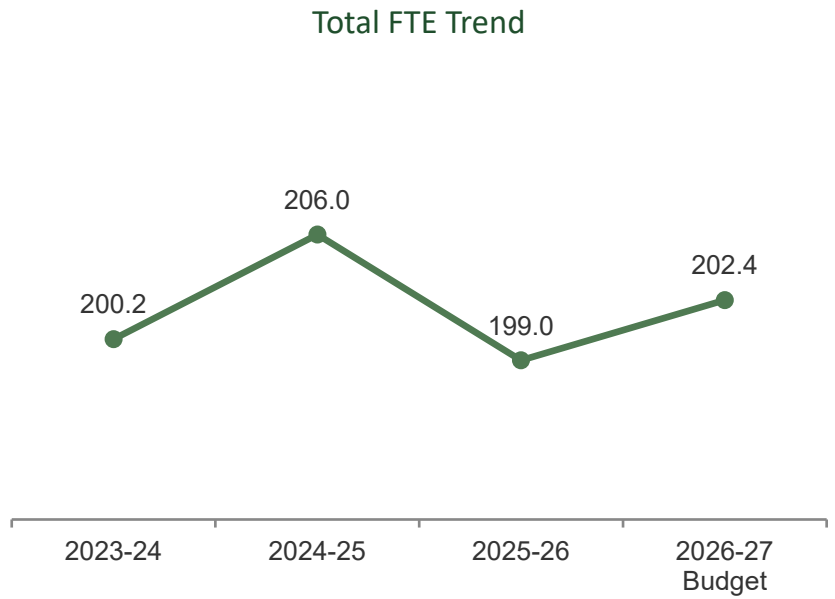
Fiscal Year	2021-22	2022-23	2023-24	2024-25	2025-26
Certificated	3.0%	7%+$3,000 = 9.6%	5%+$1,500 = 6.5%	0%	$2,100 per FTE (=2%)
Classified	3.0%	7%+$1,800 = 9.6%	6.50%	0%	2%
Management & Confidential	3.0%	**Zero to 5%	**Zero to 6%	0%	2%
Benefit Cap	$13,000	$15,500	$17,500	$17,500	$17,500

*** Management & Confidential increases were board-approved within the stated range.*

Employee FTE Snapshot

Full-Time Equivalent staffing by group, 2023-24 through 2026-27 Budget

Group	2023-24	2024-25	2025-26	Change 24-25 to 25-26	2026-27 Budget
Certificated	95.74	96.05	88.56	(7.49)	87.30
Classified	68.39	73.45	74.77	1.32	76.56
Confidential	0.87	1.67	2.93	1.26	3.00
Management	17.71	16.10	15.86	(0.24)	16.00
Board	5.00	5.00	5.00	0.00	5.00
SELPA	11.45	12.77	10.84	(1.93)	13.50
EVSTA	1.00	1.00	1.00	0.00	1.00
Total	**200.16**	**206.04**	**198.96**	**(7.08)**	**202.36**



General Fund Revenues and Expenses

2025-26 Unaudited Actuals vs. 2026-27 Budget — Form 01, General Fund

Description	2025-26 Unaudited Actuals			2026-27 Budget			% Diff Col C & F
	Unrestricted (A)	Restricted (B)	Total (C)	Unrestricted (D)	Restricted (E)	Total (F)	
A. REVENUES							
1) LCFF Sources	23,089,684.15	264.00	23,089,948.15	23,211,389.00	0.00	23,211,389.00	0.5%
2) Federal Revenue	0.00	948,100.54	948,100.54	0.00	899,493.00	899,493.00	-5.1%
3) Other State Revenue	386,446.65	10,151,948.88	10,538,395.53	376,291.00	9,842,602.00	10,218,893.00	-3.0%
4) Other Local Revenue	1,492,985.07	2,570,517.32	4,063,502.39	1,229,249.00	2,254,435.00	3,483,684.00	-14.3%
5) TOTAL, REVENUES	**24,969,115.87**	**13,670,830.74**	**38,639,946.61**	**24,816,929.00**	**12,996,530.00**	**37,813,459.00**	**-2.1%**
B. EXPENDITURES							
1) Certificated Salaries	9,164,699.37	4,244,635.25	13,409,334.62	8,821,961.00	5,075,615.00	13,897,576.00	3.6%
2) Classified Salaries	3,459,226.56	3,401,677.06	6,860,903.62	3,606,661.00	3,363,061.00	6,969,722.00	1.6%
3) Employee Benefits	5,694,668.10	4,307,207.61	10,001,875.71	5,513,057.00	4,428,389.00	9,941,446.00	-0.6%
4) Books and Supplies	110,709.07	1,274,395.70	1,385,104.77	447,705.00	1,153,716.00	1,601,421.00	15.6%
5) Services and Other Operating Expenditures	2,450,333.52	4,307,075.76	6,757,409.28	3,101,281.00	3,851,805.00	6,953,086.00	2.9%
6) Capital Outlay	0.00	88,006.83	88,006.83	0.00	43,194.00	43,194.00	-50.9%
7) Other Outgo (excluding Transfers of Indirect Costs)	0.00	0.00	0.00	0.00	0.00	0.00	0.0%
8) Other Outgo - Transfers of Indirect Costs	(779,941.21)	653,029.94	(126,911.27)	(804,068.00)	687,327.00	(116,741.00)	-8.0%
9) TOTAL, EXPENDITURES	**20,099,695.41**	**18,276,028.15**	**38,375,723.56**	**20,686,597.00**	**18,603,107.00**	**39,289,704.00**	**2.4%**
C. EXCESS (DEFICIENCY)	**4,869,420.46**	**(4,605,197.41)**	**264,223.05**	**4,130,332.00**	**(5,606,577.00)**	**(1,476,245.00)**	**-658.7%**
D. OTHER FINANCING SOURCES/USES							
Transfers In	0.00	0.00	0.00	0.00	0.00	0.00	0.0%
Transfers Out	0.00	346,807.75	346,807.75	0.00	500,000.00	500,000.00	44.2%
Contributions	(4,817,546.60)	4,817,546.60	0.00	(3,967,613.00)	3,967,613.00	0.00	0.0%
TOTAL, OTHER FINANCING SOURCES/USES	**(4,817,546.60)**	**4,470,738.85**	**(346,807.75)**	**(3,967,613.00)**	**3,467,613.00**	**(500,000.00)**	**44.2%**
E. NET INCREASE (DECREASE) IN FUND BALANCE	**51,873.86**	**(134,458.56)**	**(82,584.70)**	**162,719.00**	**(2,138,964.00)**	**(1,976,245.00)**	**2,293.0%**

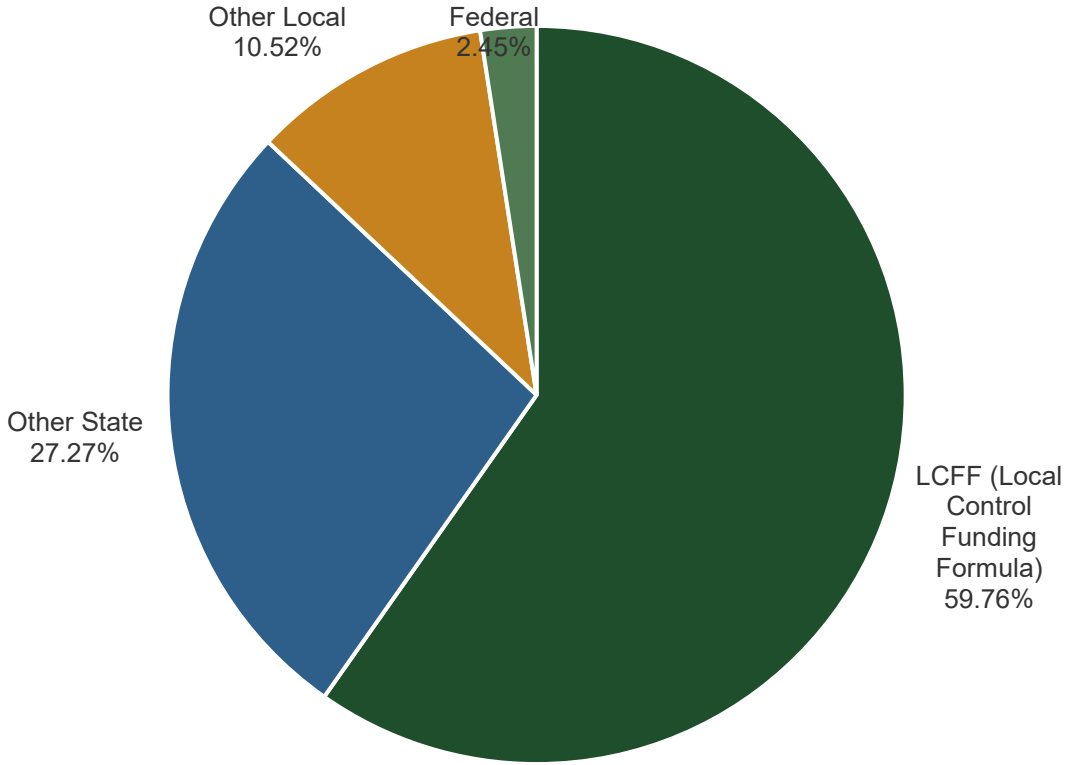
General Fund Summary

2025-26 Unaudited Actuals vs. 2026-27 Budget — Form 01, General Fund

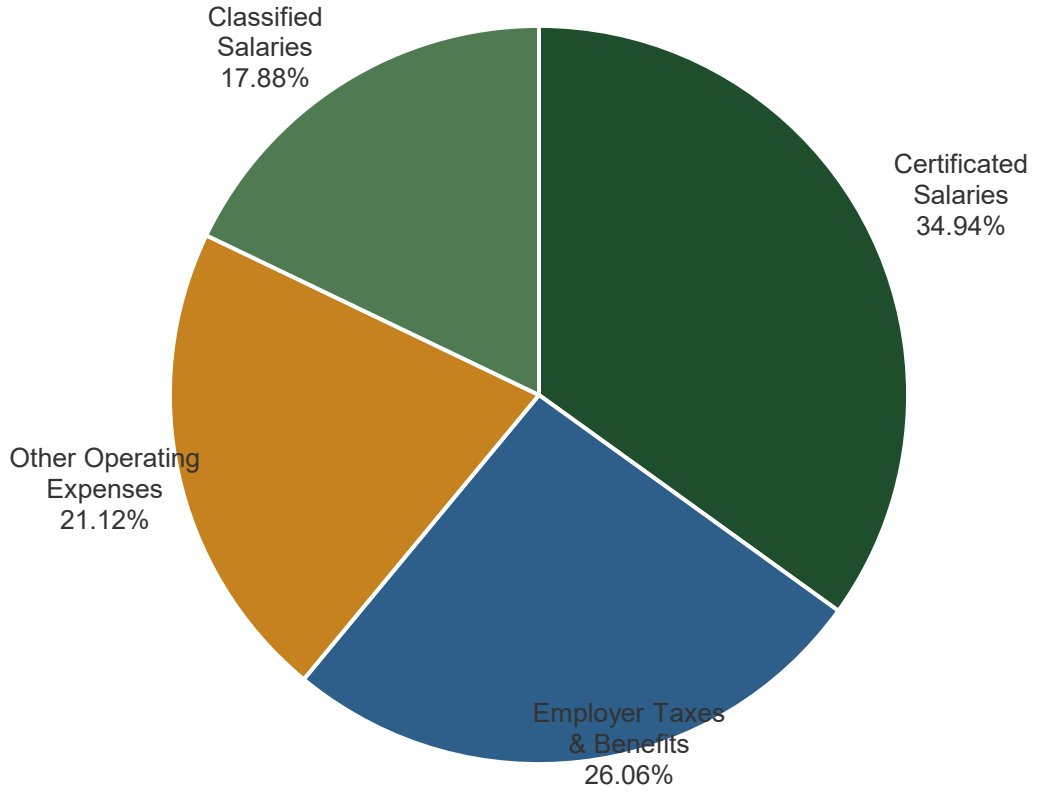
Description	2025-26 Unaudited Actuals			2026-27 Budget			% Diff Col C & F
	Unrestricted	Restricted	Total Fund	Unrestricted	Restricted	Total Fund	
TOTAL, REVENUES	**$24,969,116**	**$13,670,831**	**$38,639,947**	**$24,816,929**	**$12,996,530**	**$37,813,459**	**-2.1%**
TOTAL, EXPENDITURES	**$20,099,695**	**$18,276,028**	**$38,375,724**	**$20,686,597**	**$18,603,107**	**$39,289,704**	**2.4%**
EXCESS / DEFICIENCY	**$4,869,420**	**($4,605,197)**	**$264,223**	**$4,130,332**	**($5,606,577)**	**($1,476,245)**	**-658.7%**
OTHER FINANCING SOURCES/USES	($4,817,547)	$4,470,739	($346,808)	($3,967,613)	$3,467,613	($500,000)	44.2%
Beginning Fund Balance	$42,481	$6,014,229	$6,056,710	$94,355	$5,879,771	$5,974,126	-1.4%
Ending Balance	**$94,355**	**$5,879,771**	**$5,974,126**	**$257,074**	**$3,740,807**	**$3,997,881**	**-33.1%**
Revolving Cash	$23,000	$0	$23,000	$0	$0	$0	-100.0%
Prepaid Items	$34,681	$0	$34,681	$0	$0	$0	-100.0%
Restricted	$0	$5,879,771	$5,879,771	$0	$3,740,807	$3,740,807	-36.4%
Unassigned/Unappropriated Amount	$36,675	$0	$36,675	$257,074	$0	$257,074	601.0%

General Fund Revenues and Expenditures

Revenues



Expenditures



State Funding reflects **87.03%** of Total General Fund Revenues

Salaries and Benefits reflects **78.88%** of Total General Fund Expenditures

2025-26 General Fund Revenues and Expenses

Total Fund (Unrestricted + Restricted), Form 01

Revenues

Unrestricted

$24,969,116

Restricted

$13,670,831

Total Revenues

$38,639,947

Expenses

Unrestricted

$20,099,695

Restricted

$18,276,028

Total Expenses

$38,375,724

Fund Balance

Contribution to Special Ed

$4,799,547

Unrestricted Fund Balance

$94,355

Restricted Fund Balance

$5,879,771

Total Fund Balance

$5,974,126

Restricted Fund Balance

Resource	Description	Restricted Balance
2600	Expanded Learning Opportunities Program	$1,536,153
6019	Student Support and Professional Development	$189,511
6300	Lottery: Instructional Materials	$60,540
6332	CA Community Schools Partnership Act	$25,694
6500	Special Education	$1,349,655
6546	Mental Health-Related Services	$111,952
6547	Special Education Early Intervention Preschool	$6,964
6770	Arts and Music in Schools (AMS) Funding	$212,065
7042	Child Nutrition: Food Service Staff Retention	$6,826
7435	Learning Recovery Emergency Block Grant	$136,447
7810	Other Restricted State	$10,163
9010	Other Restricted Local	$2,233,802
	Total, Restricted Balance	**$5,879,771**

Note: Of the **$5,879,771** restricted balance, **$1,349,655** belongs to SELPA; the net amount for the district was **$4,530,116**.

Other Resources and Funds

Lease & Rental Income

The district received gross income of **$787,553** from lease and rental. A net amount of **$346,808** was transferred to the Fund 14 Deferred Maintenance account and spent to help maintain our school facilities. The remaining **$440,745** was used to pay related expenses and help support the General Fund deficit.

Parcel Tax Income

Parcel Tax income totaling **$471,371** is included in the General Fund — a decrease of **$750** compared to the **$472,121** received in 2024-25.

Dental and Vision Equity Return

The district received a one-time **$233,753** Dental and Vision Equity Return from the Santa Clara County Schools Insurance Group to help support General Fund expenditures.

Unaudited Actuals Certification

Form CEA (Current Expense of Education): Passed

The district met the Current Expense of Education requirement at **61.30%**.

Every Student Succeeds Act (ESSA) Maintenance of Effort (MOE): Met

GANN Appropriations Limit Test: Passed

Indirect Cost Rate for 2027-28: Approved

The district's indirect cost rate for 2027-28 was approved at **6.53%**.

2025-26 Year-End Report: Positive Certification

The district submitted the 2025-26 year-end report with a small positive balance of **$51,874** in the unrestricted fund.

District Financial Goal

"We must balance our budget while we remain committed to making student learning and success our top priority."

The Challenge

The district is facing continued declining enrollment. The 2026-27 adopted budget indicated deficit spending due to declining enrollment and cost inflation.

Our Commitment

The district will continue to closely monitor our budget to maintain fiscal solvency and ensure full compliance with all rules and regulations.

Our Priority

We must balance our budget while we remain committed to making student learning and success our top priority.

Next Steps

The Unaudited Actuals Financial Report must be reviewed and accepted by the MPESD Board before the submission deadline to the Santa Clara County Office of Education on September 15, 2026.

✓ **September 9, 2026**	Administration presented the Board with the 2025–26 Unaudited Actuals Report and the GANN Limit Resolution.
• **December 16, 2026**	Administration will present the Board with the 2026–27 First Interim Report.
• **January 2027**	The Governor will release the 2027–28 Proposed State Budget.
• **January 2027**	Administration will present the Board with the 2025–26 Audit Report.

Acronym Table

Acronyms used in this presentation

Acronym	Meaning
ADA	Average Daily Attendance
CALPADS	California Longitudinal Pupil Achievement Data System
CalPERS	California Public Employees' Retirement System
CalSTRS	California State Teacher Retirement System
CCSPP	California Community Schools Partnership Program
COLA	Cost-of-Living Adjustment
CPI	Consumer Price Index
ELO-P	Expanded Learning Opportunity Program
EVSTA	East Valley Schools Transportation Authority
FTE	Full-Time Equivalent

Acronym	Meaning
IDC	Indirect Costs
LCFF	Local Control Funding Formula
LREBG	Learning Recovery Emergency Block Grant
MOE	Maintenance of Effort
P-1, P-2, P-A	Period 1, 2 or Annual (Student Attendance Reports)
SACS	Standardized Account Code Structure
SCCOE	Santa Clara County Office of Education
SELPA	Special Education Local Plan Area
SpEd	Special Education
SSC	School Services of California, Inc.
TK	Transitional Kindergarten

QUESTIONS?

Thank You!