

West Contra Costa Unified School District

May 27, 2026



2025-26 Third Interim Financial Report

Presented by
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Third Interim 2025-26

- Third Fiscal Reporting Period Ending April 30, 2026
- Update on District Financials
- Review the Latest Projected Revenue and Expenditures
- Adjustments to the Multi-Year Projection informed by the expenditure budget assumptions and information provided by the California Department of Education



Third Interim Process

- Compares changes of revenue and expenditure budgets from Second Interim to Third Interim
- Reviews all financial resources and departmental budgets to ensure that we can meet our financial obligations through June 30, 2026
- Examines adjustments to annual revenues and expenses
- Amends the 2025-26 budget and multi-year budget projections to match our expected need

Changes Since Second Interim

- Additional Revenue from Prior Year Attendance Adjustments
- Increased Interest Earning Projections
- Increased Transportation Revenue Reimbursement
- 5% Salary Retroactively Applied to 7/1/2025
- Docked Pays from December 2025
- Increase to Enrollment and Average Daily Attendance Projections
- Increase in COLA to 2.87% in 2026-27 and 3.30% in 2027-28
- Less Indirect Costs from Restricted Programs
- Decrease in Fund 17 Transfer

LCFF Revenue Changes

LCFF Revenue Change

	2025-26 Second Interim	2025-26 Third Interim	Change
ADA	21,941.81	22,062.26	120.45
2025-26 Funded ADA	23,098.59	23,126.90	28.31
COLA	2.30%	2.30%	0.00%
Unduplicated	71.19%	71.26%	0.07%
Base	\$ 264,740,393	\$ 265,078,481	\$ 338,088
Supp./Conc.	\$ 65,553,692	\$ 65,795,130	\$ 241,438
TIIG	\$ 2,787,535	\$ 2,787,535	\$ -
Home-to-School Trans.	\$ 2,143,334	\$ 2,143,334	\$ -
Transitional Kindergarten	\$ 5,227,294	\$ 5,118,645	\$ (108,649)
EPA Prior Year Adjustment	\$ -	\$ 1,613,239	\$ 1,613,239
Total LCFF Revenue	\$ 340,452,248	\$ 342,536,364	\$ 2,084,116

Unrestricted Revenue Changes

Unrestricted General Fund Revenues			
Source	Second Interim	Third Interim	Change
LCFF Sources	\$ 340,452,248	\$ 342,536,364	\$ 2,084,116
Federal Revenue	\$ -	\$ -	\$ -
Other State Revenue	\$ 11,329,384	\$ 12,979,021	\$ 1,649,637
Other Local Revenue	\$ 6,977,634	\$ 7,892,634	\$ 915,000
Total Revenue	\$ 358,759,266	\$ 363,408,019	\$ 4,648,753

Unrestricted General Fund Revenue Increases:

- Local Control Funding Formula (LCFF) revenue increased based on prior year ADA revision and EPA adjustment
- Other State and Local Revenue had increases due to prior year transportation reimbursements and increased interest estimations

Restricted Revenue Changes

Restricted General Fund Revenues			
Source	Second Interim	Third Interim	Change
LCFF Sources	\$ -	\$ -	\$ -
Federal Revenue	\$ 26,905,418	\$ 19,740,396	\$ (7,165,022)
Other State Revenue	\$ 105,864,381	\$ 104,920,012	\$ (944,369)
Other Local Revenue	\$ 22,568,207	\$ 26,187,083	\$ 3,618,876
Total Revenue	\$ 155,338,006	\$ 150,847,491	\$ (4,490,515)

Restricted General Fund Revenue Increases:

- Federal Revenue decrease is due to decreased expenditures in Title programs
- Other State Revenue decreased in restricted grant funding due to less expenditures in unearned grant funded programs such as TK Expansion, CTE, and After School Programs that will be carried over to 2026-27
- Other Local has increased due to Medi-Cal reimbursements

Combined Revenue Changes

Combined General Fund Revenues			
Source	Second Interim	Third Interim	Change
LCFF Sources	\$ 340,452,248	\$ 342,536,364	\$ 2,084,116
Federal Revenue	\$ 26,905,418	\$ 19,740,396	\$ (7,165,022)
Other State Revenue	\$ 117,193,765	\$ 117,899,033	\$ 705,268
Other Local Revenue	\$ 29,545,841	\$ 34,079,717	\$ 4,533,876
Total Revenue	\$ 514,097,272	\$ 514,255,510	\$ 158,238

Combined Revenue Changes:

- Changes are attributed to combining Unrestricted and Restricted revenue estimations since the Second Interim Reporting period

Unrestricted Expenditure Changes

2025-26 Unrestricted General Fund Expenditures				
Major Object	First Interim	Second Interim	Change	Notes
Certificated Salaries	\$ 122,484,536	\$ 122,476,635	\$ (7,901)	Changes to EPA Adjustment offset by subs and vacancy costs
Classified Salaries	\$ 41,579,004	\$ 41,827,029	\$ 248,025	Increase to timecards and overtime
Employee Benefits	\$ 70,217,993	\$ 69,476,406	\$ (741,587)	Vacancy savings in budgeted healthcare for subs
Books and Supplies	\$ 4,871,020	\$ 4,838,258	\$ (32,762)	Decrease in estimated central office departments
Services/Other Operating	\$ 36,229,541	\$ 37,788,138	\$ 1,558,597	Increase in legal fees from strike and reductions
Capital Outlay	\$ -	\$ 22,153	\$ 22,153	IT Server Rack for security cameras
Other Outgo	\$ 453,524	\$ 453,524	\$ -	No change
Indirect Costs	\$ (7,138,761)	\$ (4,826,246)	\$ 2,312,515	Decreased indirect transfers due to decreased restricted expenditures
Interfund Transfers	\$ (19,337,649)	\$ (17,807,649)	\$ 1,530,000	Reduction on estimated Fund 17 transfer needed
Total Expenditures	\$ 249,359,208	\$ 254,248,248	\$ 4,889,040	

Restricted Expenditure Changes

2025-26 Restricted General Fund Expenditures				
Major Object	Second Interim	Third Interim	Change	Notes
Certificated Salaries	\$ 66,692,325	\$ 58,748,163	\$ (7,944,162.00)	Decreases across several unearned restricted grants in budgeted positions and extra hours not coming to fruition
Classified Salaries	\$ 42,290,957	\$ 39,074,296	\$ (3,216,661.00)	Title I, Community Schools, SpEd, CTE positions and sites not utilized, will be carried over
Employee Benefits	\$ 63,287,034	\$ 57,666,759	\$ (5,620,275.00)	Budget decreased in tandem with positions above
Books and Supplies	\$ 14,586,933	\$ 8,860,829	\$ (5,726,104.00)	Lit Coach & Reading Specialists, TK Expansion, Title I, Site donations, facilities use, local donations
Services/Other Operating	\$ 81,991,780	\$ 83,284,184	\$ 1,292,404.00	After School Summer School programming, Special Ed increases in contracted positions, maintenance emergency repairs
Capital Outlay	\$ 3,409,627	\$ 4,011,845	\$ 602,218.00	Lake Elementary Synthetic turf install
Other Outgo	\$ 2,270,598	\$ 2,270,598	\$ -	No change
Indirect Costs	\$ 5,642,855	\$ 3,641,984	\$ (2,000,871.00)	Due to decreased expenditures above, less indirect earned
Interfund Transfers	\$ -	\$ -	\$ -	No change
Total Expenditures	\$ 280,172,109.00	\$ 257,558,658.00	\$ (22,613,451.00)	

5000's Expenditure Changes Since Adopted Budget

	Original Budget	Third Interim	Change
Unrestricted 5000's	43,287,628	37,788,138	-5,499,490
Restricted 5000's	60,370,575	83,284,184	22,913,609
Combined 5000's	103,658,203	121,072,322	17,414,119

Resource - 5000's Budget	Original Budget	Third Interim	Change
Expanded Learning Opportunity Program	12,445,000	15,982,421	3,537,421
Community Schools	646,737	5,844,287	5,197,550
Special Education	28,258,261	28,992,819	734,558
Restricted Routine Maintenance	3,409,067	6,804,262	3,395,195
Medi-Cal	347,000	1,326,127	979,127
Maintenance Recreation Assessment District	953,862	1,657,772	703,910
Teacher Residency	0	1,023,446	1,023,446
Student Support and Professional Development	0	6,699,649	6,699,649
Arts and Music Prop 28	0	661,956	661,956
Total	46,059,927	68,992,739	22,932,812

Considerations for Multiyear Projections

- Salary and Benefits Contractual Increases
- Step & Column Salary Increases
- Fiscal Solvency Plan Reductions
- Declining Enrollment, ADA, & COLA Trends
- Current Expenditures Assigned to Expiring Funds
- Fund 17 & 71 Usage & Balances
- Restricted Funds Usage & Balances
- Projected Attrition & Vacancies
- Rising Costs for Health Care, Property Insurance, Utilities, Transportation and Special Education
- Parcel Tax Expiring in 2027-28

Unrestricted General Fund MYP

UNRESTRICTED General Fund Multiyear Summary			
	2025-26	2026-27	2027-28
Revenues	\$363,408,019	\$365,002,155	\$369,308,692
Expenditures + Contributions	\$381,470,017	\$374,099,980	\$375,761,375
Operating Surplus (Deficit)	-\$18,061,998	-\$9,097,825	-\$6,452,683
Beginning Fund Balance	\$16,495,243	\$16,240,894	\$15,684,775
Projected Ending Fund Balance	-\$1,566,755	\$7,143,069	\$9,232,092
Transfers In - Fund 17 Reserve	\$17,807,649	\$8,541,706	\$2,913,806
Projected Ending Fund Balance	\$16,240,894	\$15,684,775	\$12,145,898
Components of Ending Fund Balance			
Nonspendable	\$300,000	\$300,000	\$300,000
Restricted	\$0	\$0	\$0
Committed	\$0	\$0	\$0
Assigned	\$0	\$0	\$0
Unassigned/Unappropriated			
Reserve for Economic Uncertainty	\$15,888,437	\$15,384,775	\$14,755,826
Unassigned/Unappropriated	\$52,457	\$0	-\$2,909,928

Fund 17 Projected Remaining Balance

- **2025-26**
 - Beginning Balance: \$27,974,161
 - 2024-25 Contribution: \$17,807,649
 - 2024-25 Ending Balance: \$11,455,512*
- **2026-27**
 - Projected Balance: \$11,455,512*
 - 2025-26 Contribution: \$8,541,706
 - 2025-26 Ending Balance: \$2,913,806
- **2027-28**
 - Projected Balance: \$2,913,806
 - 2025-26 Contribution: \$2,913,806
 - 2025-26 Ending Balance: \$0

*Includes Interest Earnings

Multi-Year Projection Outlook

- 2025-26
 - **Can meet** the 3% required reserve in General Fund
 - With a \$17.8 million contribution from Fund 17 and \$15 million transfer to Fund 71 no
- 2026-27
 - **Can meet** the 3% required reserve in General Fund
 - With Fiscal Solvency Plan Reductions, an \$8.5 million contribution from Fund 17, and no \$15 million transfer to Fund 71
- 2027-28
 - **May not** meet the 3% required reserve in General Fund
 - With Fiscal Reductions, a \$2.9 million contribution from Fund 17, and no \$15 million transfer to Fund 71

Governor's May Revise

- \$10.1 billion is going into the state's rainy day fund
- \$3.9 billion is still being "maneuvered" into a settle up account (instead of \$5.6 billion)
- COLA increased to 2.87% from 2.41% and fully funded
- Discretionary Super COLA add-on of 1.44% to bring the COLA up to 4.31% total
 - This adds about \$4.6 million in 26-27 revenue
 - 14 week pregnancy disability leave mandate to be funded from the 1.44% Super COLA add-on
- SpEd funding in the current year is \$917 per ADA, January proposed increasing that to \$999. May revise increases that to \$1,340 per ADA. This increases the SpEd revenue which means the district would be able to contribute less.
- Student Support and Professional Development Discretionary Block Grant (SSPD) we received this one-time funding in 25-26 for the first time of \$7.2 million to be used through 2029, we used all of it to offset the structural deficit in 25-26.
 - 26-27 May revise proposes another round of one-time funding for this grant to be spent down through 2030. This time increasing it to an estimated \$21 million for WCCUSD.
- Learning Recovery Emergency Block Grant continued to be funding our final round of one-time \$1.8 million to WCCUSD
- Community Schools funding will now be ongoing and expanding to about 9 more of our schools qualifying.
- One-time increase to Literacy Coaches and Reading Specialists Grant

