



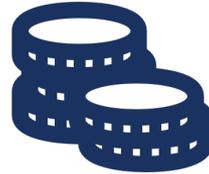
# 2025-26 SECOND INTERIM BUDGET Positive Certification

SAN DIEGUITO UNION HIGH SCHOOL DISTRICT  
BOARD MEETING  
MARCH 11, 2026

# SECOND INTERIM REPORT



Actual Revenues and  
Expenditures as of  
January 31, 2026



Revenue and  
Expenditure Variances  
since First Interim



Multi-Year Projection

# FIRST INTERIM VS. SECOND INTERIM

	2025-26 First Interim	2025-26 Second Interim	Change
Property Tax (%)	5.00%	5.00%	--
Enrollment	11,862	11,862	--
Revenue	\$207,053,565	\$207,288,088	\$234,523
Expenses	\$216,085,086	\$215,287,345	(\$797,741)

# REVENUE CHANGES FIRST INTERIM TO SECOND INTERIM

Total Revenue Change from First Interim to Second Interim: \$235k

Revenue	Change
LCFF/Property Tax	\$0
Federal Income	(\$2,662)
Other State	(\$158,557)
Local Income	\$395,742
<b>Total</b>	<b>\$235k</b>

# EXPENDITURE CHANGES FIRST INTERIM TO SECOND INTERIM

Total Expenditure Change from First Interim to Second Interim: (\$798k)

Expenditure	Change
Certificated Salaries	\$318,681
Classified Salaries	\$192,750
Benefits	(\$83,998)
Books and Supplies	(\$329,386)
Services and Other Operating Expenses	\$841,837
Capital Outlay	(\$1,737,625)
Other Outgo	\$0
<b>Total</b>	<b>(\$798k)</b>

# MULTI-YEAR ASSUMPTIONS

	2025-26	2026-27	2027-28
Property Tax (%)	5.00%	4.50%	4.00%
Enrollment	11,862	11,694	11,573
Average Daily Attendance (ADA)	11,285	11,269	11,130
Unduplicated Percentage	17.58%	17.40%	17.15%
STRS	19.10%	19.10%	19.10%
PERS	26.81%	26.40%	26.90%

# 2025-26 Second Interim Report Multi-Year Projection Summary

DESCRIPTION		OBJECT CODE	FY 2025-26 Current (Base Year)			FY 2026-27 First Projected Year			FY 2027-28 Second Projected Year		
			Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
<b>A</b>	<b>Beginning Balance as of July 1</b>		<b>\$32,060,974</b>	<b>\$11,298,835</b>	<b>\$43,359,809</b>	<b>\$30,117,936</b>	<b>\$5,242,616</b>	<b>\$35,360,553</b>	<b>\$28,319,179</b>	<b>\$3,489,425</b>	<b>\$31,808,604</b>
<b>B</b>	<b>Revenues</b>										
1	LCFF Sources	8010-8099	161,490,294	1,157,469	162,647,763	168,626,309	1,157,469	169,783,778	175,252,639	1,157,469	176,410,108
2	Federal Revenues	8100-8299	675,000	3,525,626	4,200,626	675,000	3,375,636	4,050,636	675,000	3,375,636	4,050,636
3	Other State Revenues	8300-8599	5,260,845	20,614,895	25,875,740	5,306,182	13,379,573	18,685,755	5,279,734	13,368,159	18,647,892
4	Other Local Revenues	8600-8799	5,454,662	9,109,297	14,563,959	4,654,662	9,109,297	13,763,959	4,654,662	9,109,297	13,763,959
<b>5</b>	<b>Total Revenues</b>		<b>172,880,801</b>	<b>34,407,287</b>	<b>207,288,088</b>	<b>179,262,153</b>	<b>27,021,975</b>	<b>206,284,128</b>	<b>185,862,035</b>	<b>27,010,561</b>	<b>212,872,596</b>
<b>Beginning Balance &amp; Revenue (A+B5)</b>			<b>\$204,941,775</b>	<b>\$45,706,122</b>	<b>\$250,647,897</b>	<b>\$209,380,089</b>	<b>\$32,264,591</b>	<b>\$241,644,681</b>	<b>\$214,181,214</b>	<b>\$30,499,986</b>	<b>\$244,681,199</b>
<b>C</b>	<b>Expenditures</b>										
1	Certificated Salaries	1000-1999	70,155,376	17,577,301	87,732,677	74,179,634	12,856,653	87,036,287	75,626,414	13,106,679	88,733,093
2	Classified Salaries	2000-2999	22,261,464	7,516,708	29,778,172	22,710,323	7,463,504	30,173,827	23,050,978	7,575,456	30,626,434
3	Employee Benefits	3000-3999	32,907,858	18,616,790	51,524,648	35,018,719	17,528,991	52,547,710	36,756,285	17,816,079	54,572,364
4	Books & Supplies	4000-4999	7,690,308	5,300,488	12,990,796	6,893,896	4,276,893	11,170,789	7,008,741	5,391,864	12,400,605
5	Services, Other Operating Exp	5000-5999	16,875,319	8,536,270	25,411,589	16,983,319	7,599,689	24,583,008	17,483,319	7,624,689	25,108,008
6	Capital Outlay	6000-6999	2,944,241	2,589,847	5,534,088	1,878,540	130,541	2,009,081	1,878,540	130,541	2,009,081
7	Other Outgo - exclude Direct Sup.	7100-7299	42,754	491,534	534,288	42,754	491,534	534,288	42,754	491,534	534,288
8	Debt Service	7400-7499	879,690	0	879,690	879,690	0	879,690	879,690	0	879,690
9	Direct Support/Indirect Costs	7300-7399	(1,116,442)	917,839	(198,603)	(409,236)	210,633	(198,603)	(409,236)	210,633	(198,603)
10	CSR Reduction (for info only)	1000-7999							0	0	
11	Projected Budget Reduction		0	0	0	0	0	0	0	0	0
<b>12</b>	<b>Total Expenditures:</b>		<b>\$152,640,568</b>	<b>\$61,546,777</b>	<b>\$214,187,345</b>	<b>\$158,177,640</b>	<b>\$50,558,437</b>	<b>\$208,736,077</b>	<b>\$162,317,485</b>	<b>\$52,347,475</b>	<b>\$214,664,960</b>
<b>D</b>	<b>Interfund Xfers/Other Sources</b>										
1	Transfers In	8910-8929	0	0	0	0	0	0	0	0	0
2	Transfers Out	7610-7629	1,100,000	0	1,100,000	1,100,000	0	1,100,000	1,100,000	0	1,100,000
3	Sources	8930-8979	0	0	0	0	0	0	0	0	0
4	Uses	7630-7699	0	0	0	0	0	0	0	0	0
5	Contributions	8980-8999	(21,083,271)	21,083,271	0	(21,783,271)	21,783,271	0	(22,483,271)	22,483,271	0
<b>E</b>	<b>Net Increase (Decrease) in Fund Balance</b>		<b>(\$1,943,038)</b>	<b>(\$6,056,219)</b>	<b>(\$7,999,257)</b>	<b>(\$1,798,758)</b>	<b>(\$1,753,191)</b>	<b>(\$3,551,949)</b>	<b>(\$38,721)</b>	<b>(\$2,853,644)</b>	<b>(\$2,892,364)</b>
<b>F</b>	<b>Ending Balance</b>		<b>\$30,117,936</b>	<b>\$5,242,616</b>	<b>\$35,360,553</b>	<b>\$28,319,179</b>	<b>\$3,489,425</b>	<b>\$31,808,604</b>	<b>\$28,280,458</b>	<b>\$635,782</b>	<b>\$28,916,239</b>

# 2025-26 Second Interim Report Multi-Year Projection Summary

DESCRIPTION	OBJECT CODE	FY 2025-26 Current (Base Year)			FY 2026-27 First Projected Year			FY 2027-28 Second Projected Year			
		Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	
<b>F</b>	<b>Ending Balance</b>	<b>\$30,117,936</b>	<b>\$5,242,616</b>	<b>\$35,360,553</b>	<b>\$28,319,179</b>	<b>\$3,489,425</b>	<b>\$31,808,604</b>	<b>\$28,280,458</b>	<b>\$635,782</b>	<b>\$28,916,239</b>	
1	Revolving Cash	181,000	0	181,000	181,000	0	181,000	181,000	0	181,000	
2	Other Reserves	0	0	0	0	0	0	0	0	0	
3	Restricted	0	5,242,616	5,242,616	0	3,489,425	3,489,425	0	635,782	635,782	
4	Stabilization Arrangements	0	0	0	0	0	0	0	0	0	
5	Other Commitments/Basic Aid Reserve	17,978,316	0	17,978,316	16,343,096	0	16,343,096	16,126,509	0	16,126,509	
6	Assigned - Other Assignments	5,500,000	0	5,500,000	5,500,000	0	5,500,000	5,500,000	0	5,500,000	
7	Reserve for Economic Uncertainties	6,458,620	0	6,458,620	6,295,082	0	6,295,082	6,472,949	0	6,472,949	
8	Unassigned/unappropriated Amount	0	0	0	0	0	0	0	0	0	
<b>G</b>	<b>Components of Ending Fund Balance Total</b>	<b>\$30,117,936</b>	<b>\$5,242,616</b>	<b>\$35,360,553</b>	<b>\$28,319,179</b>	<b>\$3,489,425</b>	<b>\$31,808,604</b>	<b>\$28,280,458</b>	<b>\$635,782</b>	<b>\$28,916,239</b>	
<b>3% Calculated Reserve, or \$50,000 (greater of the two)</b>											
Reserve Percentage Level for this district:		<b>3.00%</b>			<u>Total Reserves</u>	<u>3% Calculated</u>	<u>Difference*</u>	<u>Unrestricted Res. %</u>	<u>Restricted %</u>	<u>Combined %</u>	
FY 2025-26 ADA Input Sheet (District):		<b>11,284.58</b>			FY 2025-26 Bud	\$6,458,620	\$6,458,620	\$0	3.00%	2.44%	5.44%
					FY 2026-27 Proj	\$6,295,082	\$6,295,082	\$0	3.00%	1.66%	4.66%
					FY 2027-28 Proj	\$6,472,949	\$6,472,949	\$0	3.00%	0.29%	3.29%
FY 2026-27 Unappropriated Amount is:		<b>Positive</b>									
FY 2027-28 Unappropriated Amount is:		<b>Positive</b>									
									<u>Basic Aid</u>	<u>Basic Aid %</u>	
									FY 2025-26 Proj	\$17,978,316	8.35%
									FY 2026-27 Proj	\$16,343,096	7.79%
									FY 2027-28 Proj	\$16,126,509	7.47%

# MAJOR BUDGET CONSIDERATIONS

- **2024-25 was the first fiscal year as Community Funded**
  - **Pros**
    - Prop tax revenue is more stable than state revenue
    - LCFF COLAs can vary greatly from year to year
    - Over time will result in higher funding per student than LCFF
    - Declining enrollment does not negatively impact revenue; but still must align staffing
  - **Cons**
    - Requires higher level of reserves to protect against new risks
    - Risk of property tax revenue decline and/or state “fair share” reductions
    - Risk of unexpected enrollment increase
    - Cash flow and timeline of property tax information, especially in early years
    - Perceived con – some years the COLA increase will be higher than property tax revenue increase
    - Renewal of Prop 30/55 funding – on ballot November 2026

# SUMMARY OF ALL OTHER FUNDS

## Summary of District Funds - 2025-2026 Second Interim

In addition to the General Fund, the District has other funds that are utilized for specific purposes. In the table below, you will find a summary of the District budget for all funds. Funds are allocated to the District based upon several criteria. The State requires that various funds be maintained for the proper accounting of revenue and expenditure activities carried out within the various funds. The “fund type” is important because it determines how the financial resources must be spent.

Fund	Beginning Balance	Revenue/Sources	Expenditure/Uses	Net Inc/Dec	Ending Balance
Fund 01--General Fund	\$ 43,359,809	\$ 207,288,088	\$ 215,287,345	\$ (7,999,257)	\$ 35,360,553
Fund 08--Student Activity Fund	\$ 2,259,203	\$ 2,025,431	\$ 1,993,456	\$ 31,975	\$ 2,291,178
Fund 13--Cafeteria Fund	\$ 5,197,366	\$ 5,571,364	\$ 4,817,037	\$ 754,327	\$ 5,951,693
Fund 14--Deferred Maintenance Fund	\$ 2,369,378	\$ 1,035,000	\$ 3,147,680	\$ (2,112,680)	\$ 256,698
Fund 21--Building Fund	\$ 39,867,665	\$ 700,000	\$ 37,998,023	\$ (37,298,023)	\$ 2,569,642
Fund 25--Capital Facilities Fund	\$ 3,286,290	\$ 1,583,000	\$ 1,408,712	\$ 174,288	\$ 3,460,578
Fund 35--County School Facilities Fund	\$ 3,165,740	\$ 35,000	\$ 3,062,752	\$ (3,027,752)	\$ 137,988
Fund 40--Special Reserve Fund for Capital Outlay	\$ 10,836,843	\$ 250,000	\$ 7,267,344	\$ (7,017,344)	\$ 3,819,499
Fund 67--Self-Insurance Fund (P&L)	\$ 103,717	\$ 103,000	\$ 136,000	\$ (33,000)	\$ 70,717
<b>Total</b>	<b>\$ 110,446,012</b>	<b>\$ 218,590,883</b>	<b>\$ 275,118,349</b>	<b>\$ (56,527,466)</b>	<b>\$ 53,918,546</b>

# LOOKING AHEAD



- Tonight – Positive Certification
- Property Tax Rev Projections  
March/April 2026
- Governor’s May Revise
- Budget Adoption for 2026-27  
June 2026