



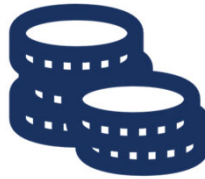
2025-26 FIRST INTERIM BUDGET Positive Certification

SAN DIEGUITO UNION HIGH SCHOOL DISTRICT
BOARD MEETING
DECEMBER 11, 2025

FIRST INTERIM REPORT



Actual Revenues and
Expenditures as of
October 31, 2025



Revenue and
Expenditure Variances
since Adopted Budget



Multi-Year Projection

2025-26 ADOPTION VS. FIRST INTERIM

	2025-26 Adopted Budget	2025-26 First Interim	Change
LCFF COLA (%)	2.30%	2.30%	0.00%
Property Tax (%)	5.00%	5.00%	0.00%
Enrollment	11,733	11,862	129
Revenue	\$195,683,305	\$207,053,565	\$11,370,260
Expenses	\$202,679,193	\$216,085,086	\$13,405,893

REVENUE CHANGES FROM ADOPTED BUDGET TO FIRST INTERIM

Total Revenue Change from Adopted Budget to First Interim: \$11.37m

Revenue	Change
Local Control Funding Formula/Property Tax	\$(105,960)
Federal Income	\$85,182
Other State	\$9,118,051
Local Income	\$2,272,987
Total	\$11.37m

EXPENDITURE CHANGES FROM ADOPTED BUDGET TO FIRST INTERIM

Total Expenditure Change from Adopted Budget to First Interim: \$13.4m

Expenditure	Change
Certificated Salaries	\$2,119,520
Classified Salaries	\$(286,920)
Benefits	\$586,847
Books and Supplies	\$2,218,682
Services and Other Operating Expenses	\$2,501,654
Capital Outlay	\$6,319,713
Other Outgo	\$(53,603)
Total	\$13.4m

MULTI-YEAR ASSUMPTIONS

	2025-26	2026-27	2027-28
LCFF COLA (%)	2.30%	3.02%	3.42%
Property Tax (%)	5.00%	4.50%	4.00%
Enrollment	11,862	11,841	11,693
Average Daily Attendance (ADA)	11,285	11,269	11,130
Unduplicated Percentage	17.58%	17.58%	17.58%
STRS	19.10%	19.10%	19.10%
PERS	26.81%	26.90%	27.80%

2025-26 First Interim Report Multi-Year Projection Summary

DESCRIPTION		OBJECT CODE	FY 2025-26			FY 2026-27			FY 2027-28		
			Current (Base Year)			First Projected Year			Second Projected Year		
			Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
A	Beginning Balance as of July 1		\$32,060,974	\$11,298,835	\$43,359,809	\$28,975,637	\$5,352,651	\$34,328,289	\$27,932,496	\$2,876,221	\$30,808,717
B	Revenues										
1	Revenue Limit 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	3,528,288	4,203,288	675,000	3,378,298	4,053,298	675,000	3,378,298	4,053,298
3	Other State Revenues	8300-8599	5,292,328	20,741,969	26,034,297	5,239,429	13,379,612	18,619,041	5,212,981	13,368,198	18,581,178
4	Other Local Revenues	8600-8799	5,058,920	9,109,297	14,168,217	4,258,920	9,109,297	13,368,217	4,258,920	9,109,297	13,368,217
5	Total Revenues		172,516,542	34,537,023	207,053,565	178,799,658	27,024,676	205,824,334	185,399,540	27,013,262	212,412,802
Beginning Balance & Revenue (A+B5)			\$204,577,516	\$45,835,858	\$250,413,374	\$207,775,295	\$32,377,327	\$240,152,623	\$213,332,036	\$29,889,482	\$243,221,518
C	Expenditures										
1	Certificated Salaries	1000-1999	72,510,718	14,903,278	87,413,996	73,843,297	12,868,209	86,711,506	75,283,566	13,118,527	88,402,093
2	Classified Salaries	2000-2999	21,932,293	7,653,129	29,585,422	22,261,277	7,601,971	29,863,248	22,595,197	7,716,000	30,311,197
3	Employee Benefits	3000-3999	33,497,847	18,110,799	51,608,646	35,024,232	17,687,567	52,711,799	36,849,685	18,006,402	54,856,087
4	Books & Supplies	4000-4999	7,779,103	5,541,078	13,320,181	6,982,570	5,063,427	12,045,997	7,182,570	5,420,727	12,603,297
5	Services, Other Operating Exp	5000-5999	16,874,261	7,695,492	24,569,753	16,982,261	6,935,708	23,917,969	17,482,261	6,960,708	24,442,969
6	Capital Outlay	6000-6999	1,313,204	5,958,509	7,271,713	1,647,503	130,509	1,778,012	1,647,503	130,509	1,778,012
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	(1,124,588)	925,985	(198,603)	(417,382)	218,779	(198,603)	(417,382)	218,779	(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
12	Total Expenditures:		\$153,705,282	\$61,279,804	\$214,985,086	\$157,246,202	\$50,997,704	\$208,243,906	\$161,545,844	\$52,063,187	\$213,609,030
D	Interfund Xfers/Other Sources										
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	(20,796,597)	20,796,597	0	(21,496,597)	21,496,597	0	(22,196,597)	22,196,597	0
E	Net Increase (Decrease) In Fund Balance		(\$3,085,337)	(\$5,946,184)	(\$9,031,521)	(\$1,043,141)	(\$2,476,431)	(\$3,519,572)	\$557,099	(\$2,853,328)	(\$2,296,229)
F	Ending Balance		\$28,975,637	\$5,352,651	\$34,328,289	\$27,932,496	\$2,876,221	\$30,808,717	\$28,489,595	\$22,893	\$28,512,488

2025-26 First Interim Report Multi-Year Projection Summary

DESCRIPTION	OBJECT CODE	FY 2025-26			FY 2026-27			FY 2027-28		
		Current (Base Year)			First Projected Year			Second Projected Year		
		Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
F Ending Balance		\$28,975,637	\$5,352,651	\$34,328,289	\$27,932,496	\$2,876,221	\$30,808,717	\$28,489,595	\$22,893	\$28,512,488
1 Revolving Cash	9711	181,000	0	181,000	181,000	0	181,000	181,000	0	181,000
2 Other Reserves	97xx	0	0	0	0	0	0	0	0	0
3 Restricted	9740	0	5,352,651	5,352,651	0	2,876,221	2,876,221	0	22,893	22,893
4 Stabilization Arrangements	9750	0	0	0	0	0	0	0	0	0
5 Other Commitments	9760	16,812,085	0	16,812,085	15,971,179	0	15,971,179	16,367,324	0	16,367,324
6 Assigned - Other Assignments	9780	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	9789	6,482,553	0	6,482,553	6,280,317	0	6,280,317	6,441,271	0	6,441,271
8 Unassigned/unappropriated Amount	9790	0	0	0	0	0	0	0	0	0
G Components of Ending Fund Balance Total		\$28,975,637	\$5,352,651	\$34,328,289	\$27,932,496	\$2,876,221	\$30,808,717	\$28,489,595	\$22,893	\$28,512,488
3% Calculated Reserve, or \$50,000 (greater of the two)										
Reserve Percentage Level for this district:	3.00%				<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):	11,284.58	FY 2025-26 Bud			\$6,482,553	\$6,482,553	\$0	3.00%	2.48%	5.48%
		FY 2026-27 Proj			\$6,280,317	\$6,280,317	\$0	3.00%	1.37%	4.37%
		FY 2027-28 Proj			\$6,441,271	\$6,441,271	\$0	3.00%	0.01%	3.01%
FY 2026-27 Unappropriated Amount is:	Positive									
FY 2027-28 Unappropriated Amount is:	Positive									
								<u>Basic Aid</u>	<u>Basic Aid %</u>	
								FY 2025-26 Proj	\$16,812,085	7.78%
								FY 2026-27 Proj	\$15,971,179	7.63%
								FY 2027-28 Proj	\$16,367,324	7.62%

MAJOR BUDGET CONSIDERATIONS

- Transitioning out of remaining one-time funds
- 2025-26 is the second fiscal year of being a Community Funded District
 - 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

SUMMARY OF ALL OTHER FUNDS

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 Balan	Revenue/Source	Expenditure/Use	Net Inc/Dec	Ending Balance
Fund 01--General Fund	\$ 43,359,809	\$ 207,053,565	\$ 216,085,086	\$ (9,031,521)	\$ 34,328,289
Fund 08--Student Activity Fund	\$ 2,259,203	\$ 1,247,885	\$ 1,240,446	\$ 7,439	\$ 2,266,642
Fund 13--Cafeteria Fund	\$ 5,197,366	\$ 5,642,600	\$ 5,006,152	\$ 636,448	\$ 5,833,814
Fund 14--Deferred Maintenance Fund	\$ 2,369,378	\$ 1,025,000	\$ 3,147,680	\$ (2,122,680)	\$ 246,698
Fund 21--Building Fund	\$ 39,867,665	\$ 700,000	\$ 37,992,398	\$ (37,292,398)	\$ 2,575,267
Fund 25--Capital Facilities Fund	\$ 3,286,290	\$ 1,533,000	\$ 1,019,681	\$ 513,319	\$ 3,799,609
Fund 35--County School Facilities Fund	\$ 3,165,740	\$ 25,000	\$ 3,062,752	\$ (3,037,752)	\$ 127,988
Fund 40--Special Reserve Fund for Capital Outlay	\$ 10,836,843	\$ 250,000	\$ 7,089,983	\$ (6,839,983)	\$ 3,996,860
Fund 67--Self-Insurance Fund (P&L)	\$ 103,717	\$ 101,000	\$ 136,000	\$ (35,000)	\$ 68,717
Total	\$ 110,446,012	\$ 217,578,050	\$ 274,780,178	\$ (57,202,128)	\$ 53,243,884

RECOMMENDATION & NEXT STEPS



- Tonight - Positive Certification
- Governor's Budget Proposal
January 2026
- Property Tax Rev Projections
Feb/Mar 2026
- Second Interim Report
March 2026
- Budget Adoption for 2026-27
June 2026