



ADOPTED BUDGET 2025-26

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Associate Superintendent of Business Services

June 25, 2025



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Revenue Assumptions

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Expenditure Assumptions

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Adopted Budget 2024-25

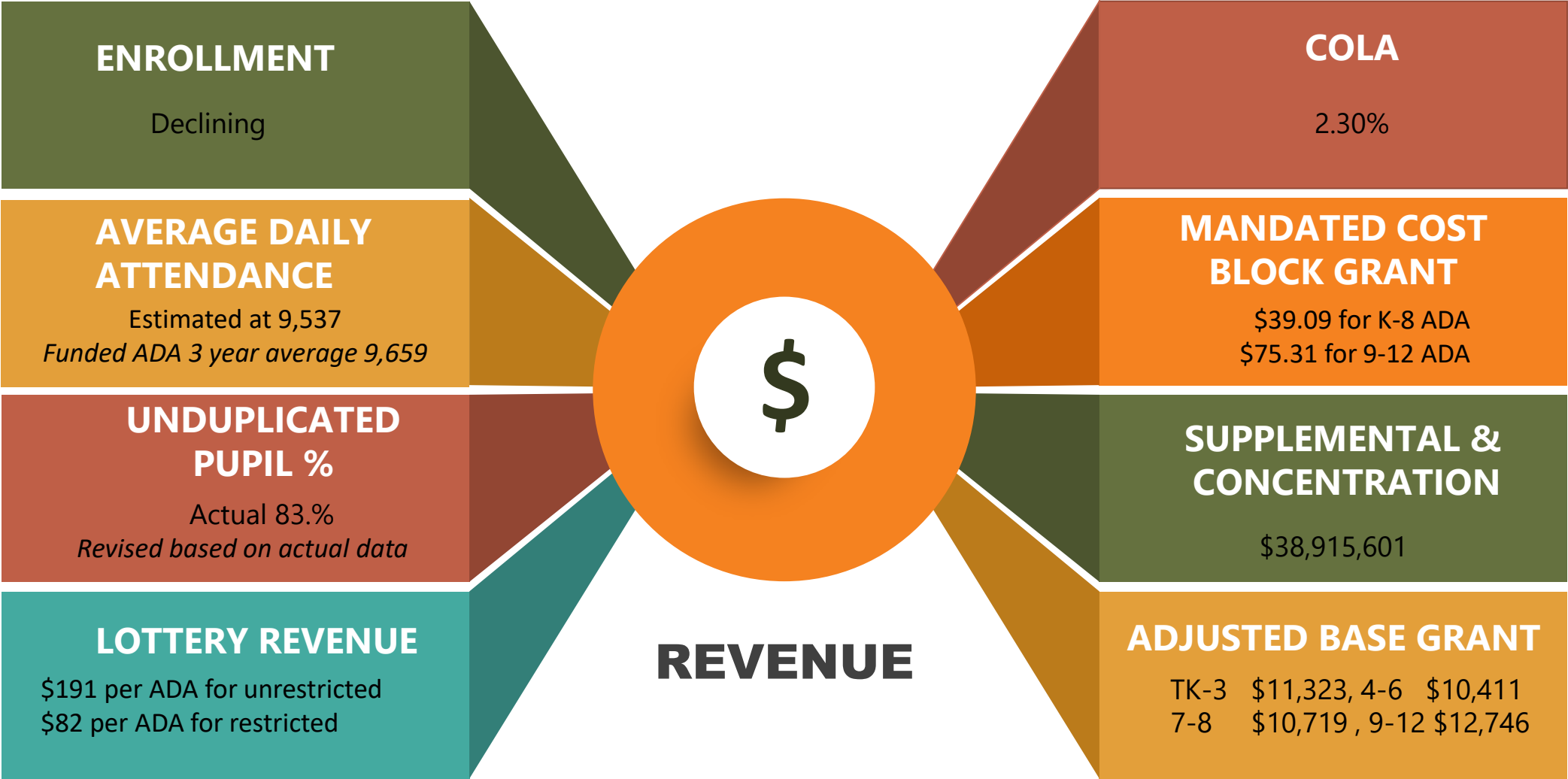
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Multi-Year Projections (MYP)

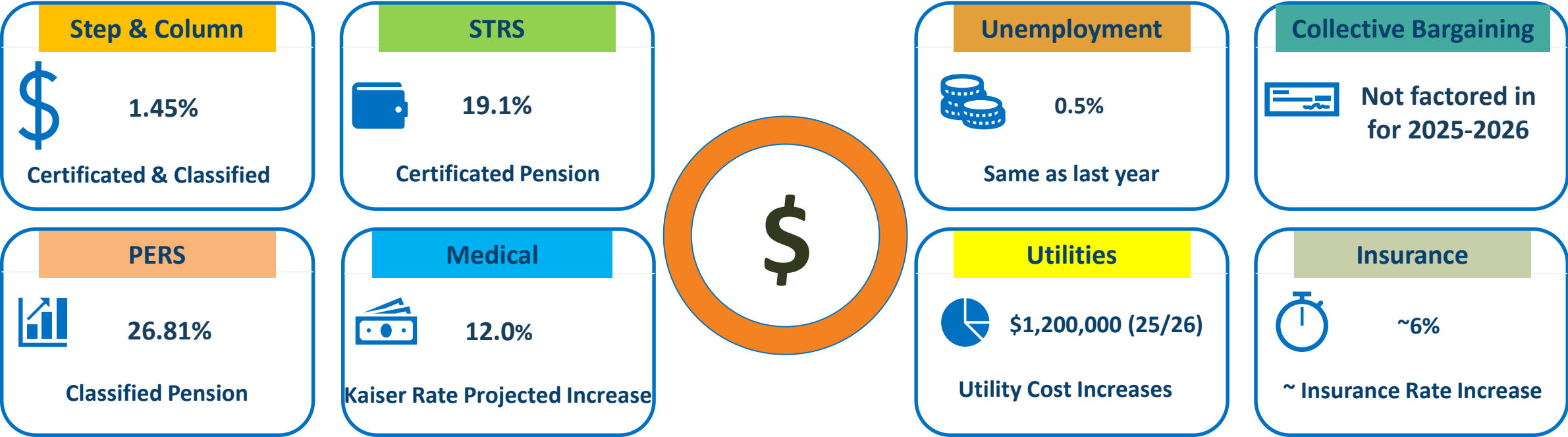
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Timeline

REVENUE ASSUMPTIONS 2025-26



EXPENDITURE ASSUMPTIONS 2024-25



EXPENDITURE

SUMMARY ADOTED BUDGET 2025-26

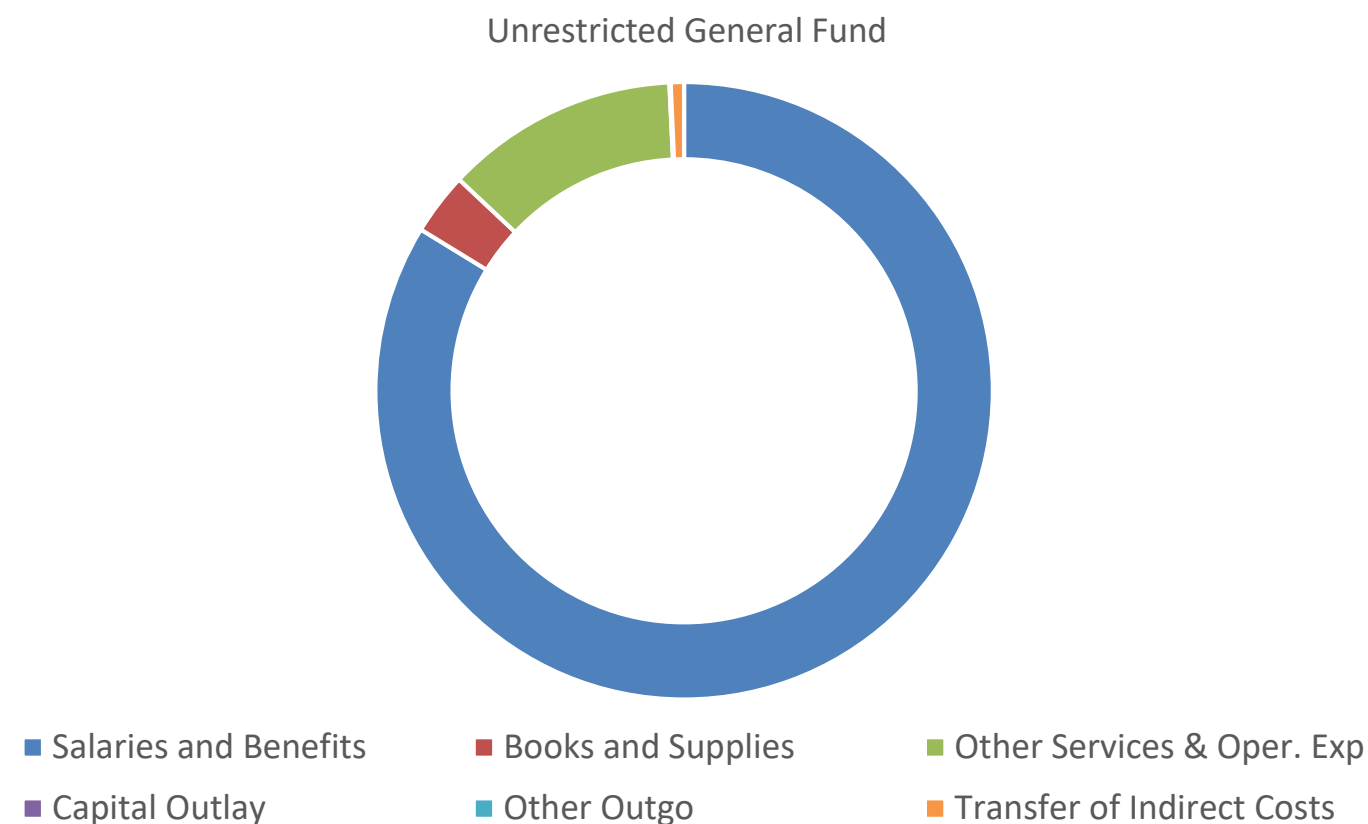
Description	2025-26 Adopted Budget		
	Unrestricted	Restricted	Combined
TOTAL REVENUES	79,046,666	123,151,932	202,198,598
TOTAL EXPENDITURES	101,229,423	134,673,475	235,902,898
Net Increase (Decrease)	(22,182,757)	(11,521,543)	(33,704,300)
FUND BALANCE			
Estimated Beginning Balance	41,628,330	29,498,664	71,126,993
Estimated Ending Balance	19,445,572	17,977,121	37,422,694

Continued deficit spending

GENERAL FUND EXPENDITURES 2025-26

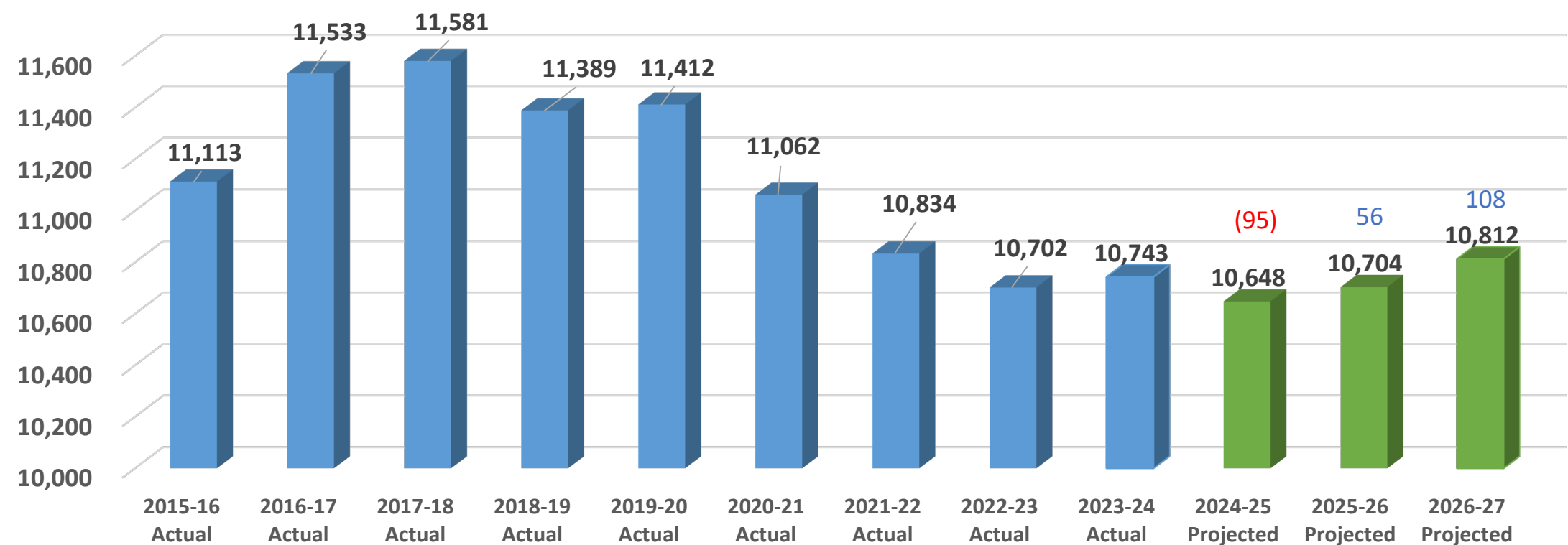
Description	Unrestricted	Restricted	Combined
EXPENDITURES			
Certificated Salaries	38,764,765	39,759,980	78,524,744
Classified Salaries	16,260,398	18,870,079	35,130,477
Benefits	30,642,232	36,847,206	67,489,438
Books and Supplies	3,328,529	5,830,070	9,158,600
Other Services & Oper. Exp	12,515,120	29,873,412	42,388,533
Capital Outlay	72,000	251,366	323,366
Other Outgo	-	2,755,440	2,755,440
Transfer of Indirect Costs	(708,841)	485,921	(222,920)
Other Adjustments	-	-	-
TOTAL EXPENDITURES	101,229,423	134,673,475	235,902,898

GENERAL FUND EXPENDITURES 2025-26



As Illustrated above, salaries and benefits comprise approximately 85% of the District's unrestricted budget and 77% of the total General Fund budget.

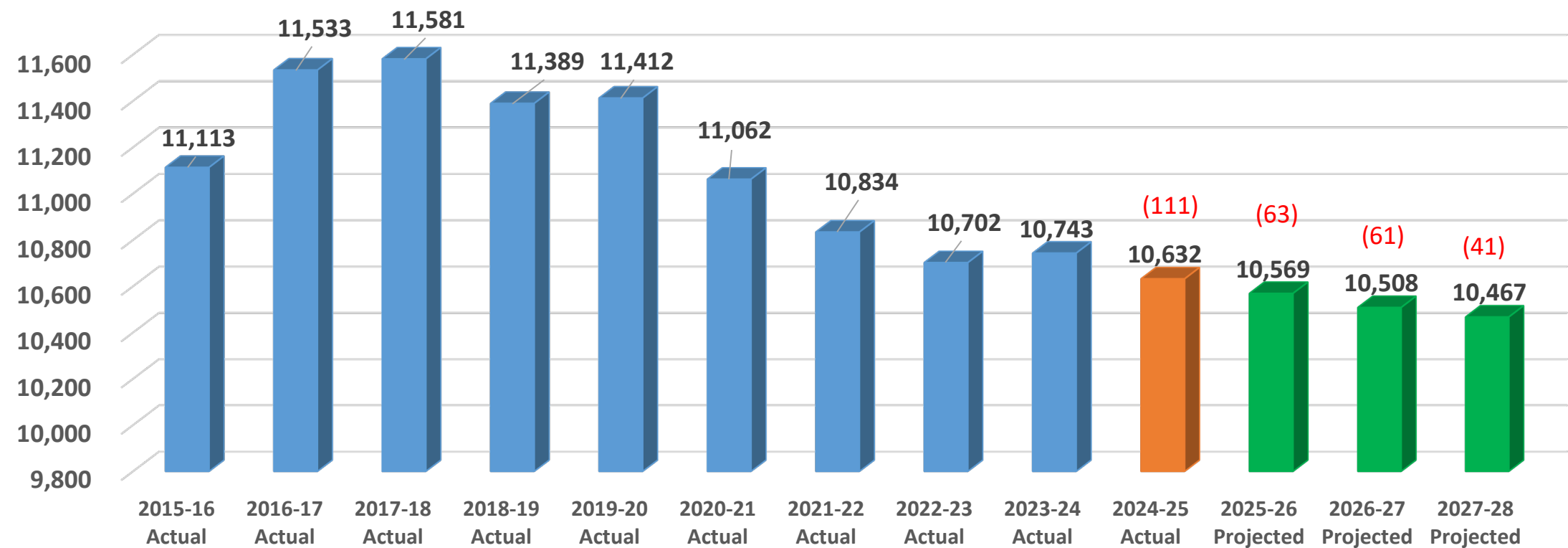
ENROLLMENT PROJECTIONS 2024-25 TO 2026-27



Source of Data

Actual -CALPADS/LCFF Calculator, Current –AERIES, Projected – PowerSchool

ENROLLMENT PROJECTIONS 2025-26 TO 2027-28



Source of Data

Actual -CALPADS/LCFF Calculator, Current –AERIES, Projected – PowerSchool

MYP REVENUE ASSUMPTIONS 2024-25

Enrollment

2025-26 Declining Enrollment	10,569	(63 student decline)
2026-27 Declining Enrollment	10,508	(61 student decline)
2027-28 Declining Enrollment	10,467	(41 student decline)

Average Daily Attendance (ADA)

Estimated 90.5%

Cost of Living Adjustment (COLA)

Year	2025-26	2026-27	2027-28
2025-26 May Revised	2.30%	3.02%	3.42%
2025-26 Governors January Budget	2.43%	3.52%	3.63%
Variance	-0.13%	-0.50%	-0.21%

MYP EXPENDITURE ASSUMPTIONS

Minimum Wage

\$16.90/Hour

January 1, 2026

Expiring funds

- Educator Effectiveness
- Arts/Music Block Grant (Not expiring – Fully spent)
- Kitchen Infrastructure/Training
- A-G Access/Success Grant
- A-G Learning Loss Mitigation
- Learning Recovery Block Grant (Not expiring – Fully spent)

MYP EXPENDITURE ASSUMPTIONS 2024-25

Step and Column increases:

- 1.45% for all staff

STRS remains stable for the next 3 years

Year	2025-26	2026-27	2027-28
STRS Rate	19.10%	19.10%	19.10%
Rate Variance	0.00%	0.00%	0.00%

PERS increases every year

Year	2025-26	2026-27	2027-28
PERS Rate	26.81%	26.90%	27.80%
Rate Variance	-0.24%	0.09%	0.90%

Negotiations for 2025-26 are not factored into the Adopted Budget

Unemployment budgeted at 0.5% in MYP

Universal TK student teacher ratio drops from 12:1 to 10:1 for 2025-26.

SUMMARY MULTI YEAR PROJECTION (MYP)

Description	2025-26 Adopted Budget			2026-27 Projected Budget			2027-28 Projected Budget		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
TOTAL REVENUES	79,046,666	123,151,932	202,198,598	80,516,882	124,953,880	205,470,762	80,135,783	128,105,440	208,241,223
TOTAL EXPENDITURES	101,229,423	134,673,475	235,902,898	81,600,649	129,700,804	211,301,453	79,236,183	130,391,957	209,628,140
Net Increase (Decrease)	(22,182,757)	(11,521,543)	(33,704,300)	(1,083,767.47)	(4,746,923.44)	(5,830,690.91)	899,600.00	(2,286,516.56)	(1,386,916.56)
FUND BALANCE									
Estimated Beginning Balance	41,628,330	29,498,664	71,126,993	19,445,572	17,977,121	37,422,694	18,361,805	13,230,198	31,592,003
Estimated Ending Balance	19,445,572	17,977,121	37,422,694	18,361,805	13,230,198	31,592,003	19,261,405	10,943,681	30,205,086
Nonspendable	25,000	-	25,000	25,000	-	25,000	25,000	-	25,000
Committed	8,077,087	-	8,077,087	8,339,045	-	8,339,045	9,288,845	-	9,288,845
Restricted	-	17,977,121	17,977,121	-	13,230,198	13,230,198	-	10,943,681	10,943,681
Assigned	3,658,715	-	3,658,715	3,658,715	-	3,658,715	3,658,715	-	3,658,715
Unassigned - REU @ 3%	7,077,087	-	7,077,087	6,339,045	-	6,339,045	6,288,845	-	6,288,845
Unassigned - Other	607,683	-	607,683	-	-	-	-	-	-
Total - Est. Fund Balance	19,445,572	17,977,121	37,422,694	18,361,805	13,230,198	31,592,003	19,261,405	10,943,681	30,205,086

**CONTINUED DEFICIT
SPENDING**

DETAIL MULTI YEAR PROJECTION (MYP)

Description	2025-26 Adopted Budget			2026-27 Projected Budget			2027-28 Projected Budget		
	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined	Unrestricted	Restricted	Combined
REVENUES									
Local Control Funding Formula	152,359,113.00	4,003,968.00	156,363,081.00	155,962,303.00	4,003,968.00	159,966,271.00	158,732,764.00	4,003,968.00	162,736,732.00
Federal Revenue	-	6,824,597.87	6,824,597.87	-	6,824,597.87	6,824,597.87	-	6,824,597.87	6,824,597.87
State Revenue	4,272,526.00	27,863,379.22	32,135,905.22	4,272,526.00	27,537,353.02	31,809,879.02	4,272,526.00	27,537,353.02	31,809,879.02
Local Revenue	1,139,928.17	5,735,086.09	6,875,014.26	1,134,928.17	5,735,086.09	6,870,014.26	1,134,928.17	5,735,086.09	6,870,014.26
Contributions	(78,724,901.06)	78,724,901.06	-	(80,852,875.47)	80,852,875.47	-	(84,004,435.20)	84,004,435.20	-
TOTAL REVENUES	79,046,666.11	123,151,932.24	202,198,598.35	80,516,881.70	124,953,880.45	205,470,762.15	80,135,782.97	128,105,440.18	208,241,223.15
EXPENDITURES									
Certificated Salaries	38,764,764.63	39,759,979.61	78,524,744.24	40,934,378.63	38,628,272.67	79,562,651.30	41,527,926.63	39,188,382.67	80,716,309.30
Classified Salaries	16,260,398.22	18,870,078.73	35,130,476.95	16,496,174.22	19,128,694.73	35,624,868.95	16,735,369.22	19,406,060.73	36,141,429.95
Benefits	30,642,231.51	36,847,206.06	67,489,437.57	32,953,577.51	37,106,520.06	70,060,097.57	35,218,570.51	37,994,064.06	73,212,634.57
Books and Supplies	3,328,529.22	5,830,070.43	9,158,599.65	3,235,664.96	4,234,479.16	7,470,144.12	3,374,131.96	4,234,479.16	7,608,611.12
Other Services & Oper. Exp	12,515,120.16	29,873,412.44	42,388,532.60	13,135,751.16	27,356,475.96	40,492,227.12	14,690,247.31	26,322,608.81	41,012,856.12
Capital Outlay	72,000.00	251,366.20	323,366.20	72,000.00	5,000.00	77,000.00	72,000.00	5,000.00	77,000.00
Other Outgo	-	2,755,440.00	2,755,440.00	-	2,755,440.00	2,755,440.00	-	2,755,440.00	2,755,440.00
Transfer of Indirect Costs	(708,841.31)	485,921.31	(222,920.00)	(708,841.31)	485,921.31	(222,920.00)	(708,841.31)	485,921.31	(222,920.00)
Other Adjustments	-	-	-	(24,873,277.00)	-	(24,873,277.00)	(32,028,442.35)	-	(32,028,442.35)
TOTAL EXPENDITURES	101,229,423.43	134,673,474.78	235,902,898.21	81,600,649.17	129,700,803.89	211,301,453.06	79,236,182.97	130,391,956.74	209,628,139.71
Net Increase (Decrease)	(22,182,757.32)	(11,521,542.54)	(33,704,299.86)	(1,083,767.47)	(4,746,923.44)	(5,830,690.91)	899,600.00	(2,286,516.56)	(1,386,916.56)
FUND BALANCE, RESERVES									
Estimated Beginning Balance	41,628,329.76	29,498,663.65	71,126,993.41	19,445,572.44	17,977,121.11	37,422,693.55	18,361,804.97	13,230,197.67	31,592,002.64
Estimated Ending Balance	19,445,572.44	17,977,121.11	37,422,693.55	18,361,804.97	13,230,197.67	31,592,002.64	19,261,404.97	10,943,681.11	30,205,086.08
Nonspendable	25,000.00	-	25,000.00	25,000.00	-	25,000.00	25,000.00	-	25,000.00
Committed	8,077,087.00	-	8,077,087.00	8,339,045.00	-	8,339,045.00	9,288,845.00	-	9,288,845.00
Restricted	-	17,977,121.11	17,977,121.11	-	13,230,197.67	13,230,197.67	-	10,943,681.11	10,943,681.11
Assigned	3,658,714.97	-	3,658,714.97	3,658,714.97	-	3,658,714.97	3,658,714.97	-	3,658,714.97
Unassigned - REU @ 3%	7,077,087.00	-	7,077,087.00	6,339,045.00	-	6,339,045.00	6,288,845.00	-	6,288,845.00
Unassigned - Other	607,683.47	-	607,683.47	-	-	-	-	-	-
Total - Est. Fund Balance	19,445,572.44	17,977,121.11	37,422,693.55	18,361,804.97	13,230,197.67	31,592,002.64	19,261,404.97	10,943,681.11	30,205,086.08

MYP Deficit is \$56.9M = 2025-26 Deficit \$24.9M + 2026-27 Deficit \$32.0M 13

BUDGET REDUCTIONS – FIRST INTERIM 2024-25

Included in First Interim Dec 13, 2024

Ongoing

NON PERSONNEL

CONTRACTS

PERSONNEL

One-Time

NON PERSONNEL

Included in First Interim Dec 13, 2024

2024-25	2025-26	2026-27	Total
900,000	900,000	900,000	2,700,000
			-
847,000	847,000	847,000	2,541,000
1,747,000	1,747,000	1,747,000	5,241,000
1,000,000	1,000,000	1,000,000	3,000,000
2,747,000	2,747,000	2,747,000	8,241,000

BUDGET REDUCTIONS – FEBRUARY 2025

February 26, 2025	2024-25	2025-26	2026-27	Total
Ongoing				
NON PERSONNEL		1,280,000	1,280,000	2,560,000
CONTRACTS		1,116,000	1,116,000	2,232,000
PERSONNEL		3,445,000	3,445,000	6,890,000
	-	5,841,000	5,841,000	11,682,000
One-Time				
NON PERSONNEL		2,500,000	2,000,000	4,500,000
Board Reduction Approved Feb 26, 2025	-	8,341,000	7,841,000	16,182,000

BUDGET REDUCTIONS – SECOND INTERIM 2025

Included in First Interim Dec 13, 2024
Board Reduction Approved Feb 26, 2025
Total Reductions

2024-25	2025-26	2026-27	Total
2,747,000	2,747,000	2,747,000	8,241,000
-	8,341,000	7,841,000	16,182,000
2,747,000	11,088,000	10,588,000	24,423,000

MYP Shortfall

Adopted Budget	34,544,783
Unaudited Actuals	31,189,548
First Interim	28,329,786
Second Interim	5,778,620

- Board maximized the power of compounding
- FUND balance will look high for 2025-26
- “Excess” Fund balance used to balance the MYP over 3 years

REVENUE LOSS

COLA

- Decrease of 0.84% over 3 year period
- Compounded effect great than 0.84% decrease

ENROLLMENT

- Delay in housing developments
- Declining by 276 students since 2023-24
- Compounded effect

ADA

- Pre COVID-19 – 94.75%
- Budget at 90.5%
- Funded ADA based on 3 year average
- Will review effect of Saturday school at 45 Day revised

Total MYP Effect (\$8,562,210)

EXPENSES

Step and Column

- 1.45% not in prior MYP 2027-28
- MYP Effect (\$832,000)

Health Benefits

- Kaiser projected increase between 12%-16%
- MYP Effect (\$1,500,000)

One-time positions (Funding Expired)

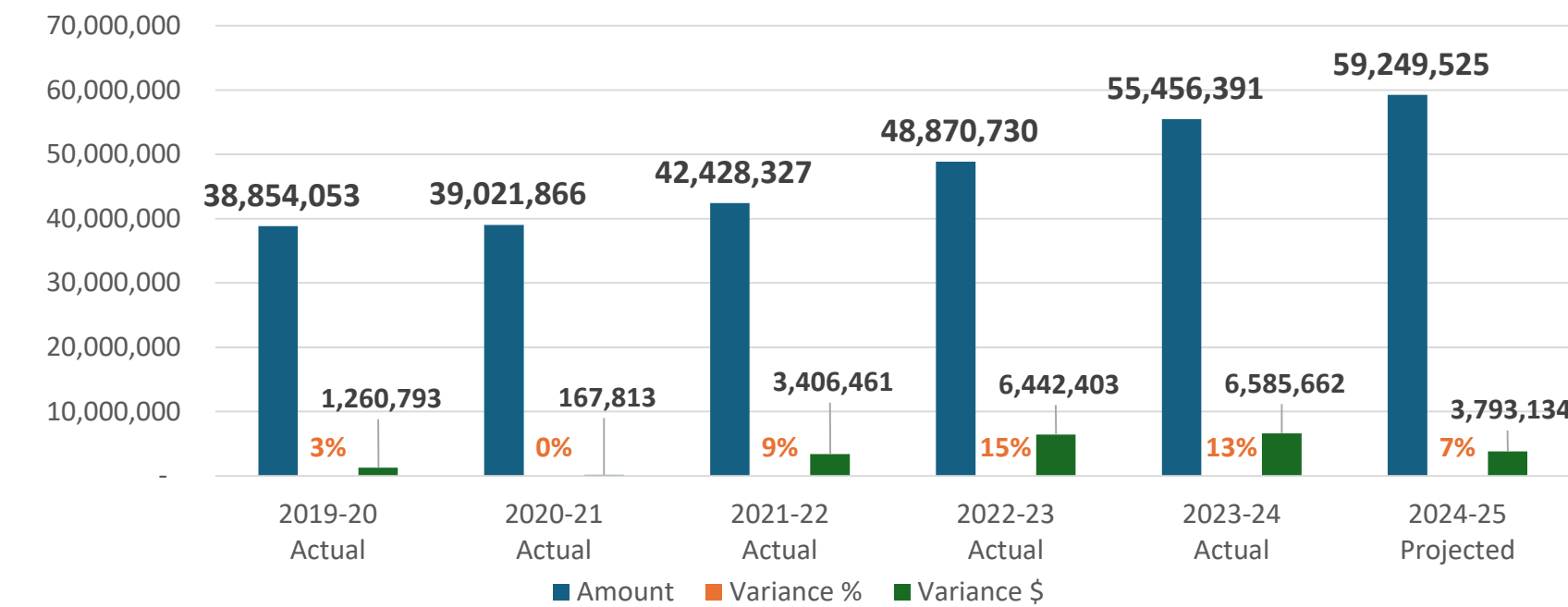
- Positions where one time funding expired
- MYP Effect (\$5.651,316)

TK 1:10 Ratio

- Added 3 classrooms
- Added an additional Aide to 23 classrooms
- MYP Effect (\$8,100,000)

BENEFIT COST

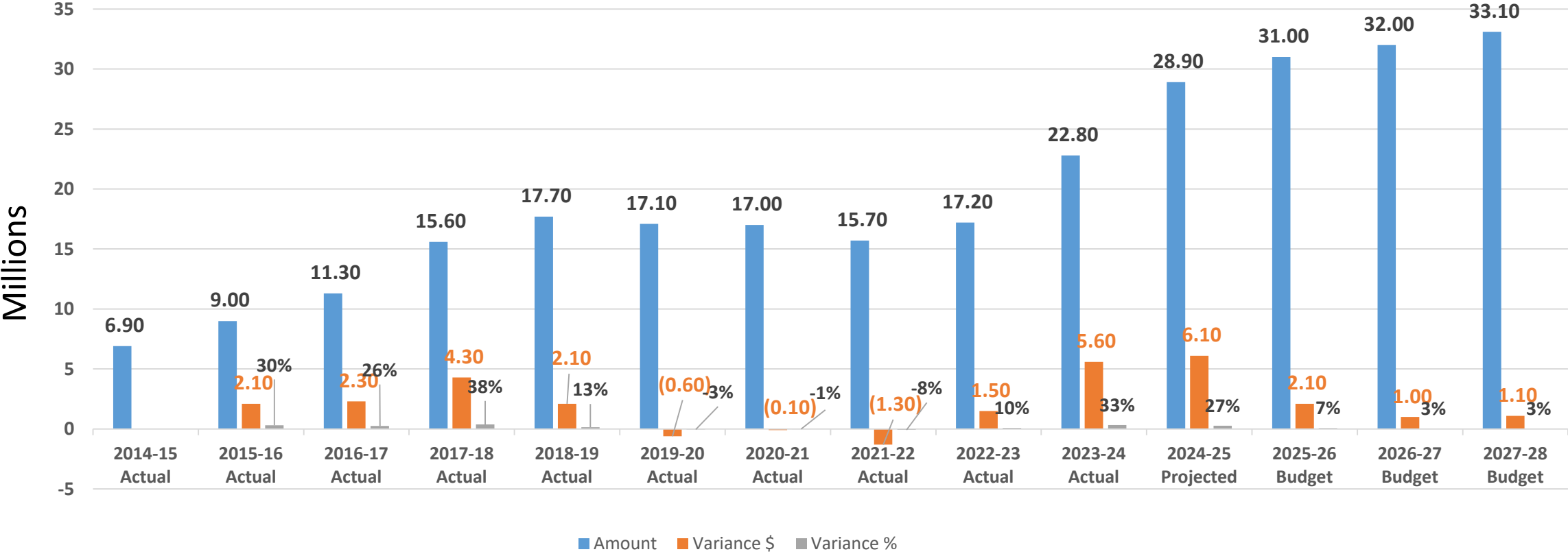
(Includes Medical, Dental, Vision, Pension & Employer Costs)



Fiscal Year	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Actual	2023-24 Actual	2024-25 Projected
Amount	38,854,053	39,021,866	42,428,327	48,870,730	55,456,391	59,249,525
Variance %	3%	0%	9%	15%	13%	7%
Variance \$	1,260,793	167,813	3,406,461	6,442,403	6,585,662	3,793,134

Benefit Costs increased by \$21.7M over 6 years

SPECIAL EDUCATION



Fiscal Year	2014-15 Actual	2015-16 Actual	2016-17 Actual	2017-18 Actual	2018-19 Actual	2019-20 Actual	2020-21 Actual	2021-22 Actual	2022-23 Actual	2023-24 Actual	2024-25 Projected	2025-26 Budget	2026-27 Budget	2027-28 Budget
Amount \$M	6.90	9.00	11.30	15.60	17.70	17.10	17.00	15.70	17.20	22.80	28.90	31.00	32.00	33.10
Variance \$M		2.10	2.30	4.30	2.10	(0.60)	(0.10)	(1.30)	1.50	5.60	6.10	2.10	1.00	1.10
Variance %		30%	26%	38%	13%	-3%	-1%	-8%	10%	33%	27%	7%	3%	3%

SPECIAL EDUCATION

- Contribution originally budgeted at \$24.1M for 2024-25
- Increase in expenses over the year, current actuals projected at \$28.9M
- Trend data shows double digit increases except for 3 years.
- MYP Effect of additional Contribution (\$22.3M)

OTHER EXPENSES

Utilities

- Increase costs for Electricity, Natural Gas, Water, Sewer
- MYP Effect (\$3,600,000)

Budget Deficit from Second Interim MYP 2024-25 carried forward

- (\$5,778,620)
- \$7.5 Million in One-time reductions - No compounding effect

Budget Reductions not made in Feb 2024-25

- MYP Effect (\$1,200,000)

Board Budget Reserve

- Maintained over the course of the MYP
- MYP Effect (\$6,339,000)

CONSIDERATIONS

Average Daily Attendance (ADA)

- Attendance recovery will be fully factored at the 45-day revised

Learning Recovery Educational Block Grant

- Added one time revenue not taken into account
- Estimated MYP Effect, Approximately +\$2.5M

Transitional Kindergarten(TK)

- Added revenue not taken into account
- \$2,397 per student x ADA for TK
- Estimated MYP Effect, Approximately +\$2.3M

Federal Budget

- Will not know full effect until Federal Budget is passed in October 2025
- Title Budgets at risk
- Estimated MYP Effect, Approximately -\$2.4M

Health Benefits

- Kaiser rate increases projected to be approximately 5%
- Will be factored at the 45-day revised

TIMELINE - NEXT 90 DAYS

August 2025 - 45-day revised budget

- Calculations from the approved CA state budget

September 2025 - Unaudited Actions for 2024-25

- Gives us an accurate picture of where we ended 2024-25 and the impact on the MYP

October 2025 – Board Budget Workshop

- Define the deficit number with impact from the enacted state budget and the Districts unaudited actuals
- Scenario's on dealing the the deficit

MULTI YEAR PROJECTIONS

Fiscal Year	2019-20		2020-21		2021-22		2022-23		2023-24		2024-25	
Month	Dec-19	Mar-20	Dec-20	Mar-21	Dec-21	Mar-22	Dec-22	Mar-23	Dec-23	Mar-24	Dec-24	Mar-25
Report	First Interim	Second Interim	First Interim	Second Interim	First Interim	Second Interim	First Interim	Second Interim	First Interim	Second Interim	First Interim	Second Interim
Certification	Qualified	Positive	Qualified	Positive	Qualified	Positive	Positive	Positive	Positive	Positive	*Positive	*Positive

*Positive with budget reductions over the MYP

WHAT IS BUDGET CERTIFICATION AND WHO DOES IT?

California Education Code requires each school district's board of education to submit two interim financial reports each year to the County Superintendent along with self-certification about the ability to continue paying obligations in the current and two subsequent budgetary years. The County Superintendent then reviews and certifies the district's budget for the current fiscal year and two subsequent years as positive, qualified or negative.

WHAT DO THESE TERMS MEAN?

- Positive: The district is projected to be able to meet its financial obligations all three years.
- Qualified: It is projected that the district may not meet its financial obligations in one of the three years.
- Negative: It is projected that district will not be able to meet its financial obligations in the current or next fiscal year.

CONTRIBUTIONS

Contributions	2025/26	2026/27	2027/28
LCFF Conc/Suppl (RS 9500)	38,915,601	39,251,345	39,064,881
RRM 3% Contribution (RS 8150)	6,263,455	6,451,359	6,580,386
JROTC (RS 9328)	71,096	74,651	76,144
Transportation (RS 9230)	4,878,948	4,976,527	5,076,058
Special Education (RS 6500)	31,007,366	32,010,559	33,118,532
CTEIG	88,435	88,435	88,435
Reverse Contribution - Chromebook Fund	(2,500,000)	(2,000,000)	-
	78,724,901	80,852,875	84,004,435

UNRESTRICTED FUND BALANCE

UNRESTRICTED FUND BALANCE 2025-26	TOTALS	COMMENTS
Actual Ending Balance		
Nonspendable	25,000	Revolving bank account
Committed	7,077,087	Board Policy 3% Reserve
Committed	1,000,000	Technology Reserve
Assigned		
Unrestricted Lottery	3,658,715	Includes carryover to be applied to instructional materials
Total Assigned	3,658,715	
Unassigned		
Reserve for Economic Uncertainties (3%)	7,077,087	State required 3%
Unassigned/Unappropriated	607,683	Utilized to reduce deficit in MYP
Total - Unrestricted Fund Balance	19,445,572	

RESTRICTED FUND BALANCE

Restricted Fund Balance Assignments	
ELOP	7,526,404
CA Community Schools Grant	5,460,949
Classified Employees Block Grant	40,728
Equity Multiplier	286,572
Literacy Screenings (R7810)	43,904
CYBHI (R7811)	566,108
Donations	30,450
Tech/Battery Project Reserve	3,830,024
CTC Grant Classified (R9158)	191,982
Total Assignments	17,977,121

RESTRICTED FUND BALANCE – DESCRIPTIONS FROM CDE

Expanded Learning Opportunities Program

\$7,526,404

The Expanded Learning Opportunities Program (ELO-P) provides funding for afterschool and summer school enrichment programs for transitional kindergarten through sixth grade.

“Expanded learning” means before school, after school, summer, or intersession learning programs that focus on developing the academic, social, emotional, and physical needs and interests of pupils through hands-on, engaging learning experiences. It is the intent of the Legislature that expanded learning programs are pupil-centered, results driven, include community partners, and complement, but do not replicate, learning activities in the regular school day and school year.

CA Community Schools Grant

\$5,460,949

The California Community Schools Partnership Program (CCSPP) supports schools’ efforts to partner with community agencies and local government to align community resources to improve student outcomes. These partnerships provide an integrated focus on academics, health and social services, youth and community development, and community engagement.

RESTRICTED FUND BALANCE - DESCRIPTIONS

<u>Classified Employees Block Grant</u>	\$40,728
Classified School Employee Professional Development Block Grant provides funding to local educational agencies for any purpose described in Section 45391 of the Education Code, with first priority being for professional development for the implementation of school safety plans.	
<u>Equity Multiplier</u>	\$286,572
The Local Control Funding Formula (LCFF) Equity Multiplier provides additional funding to local educational agencies (LEAs) for allocation to school sites meeting nonstability and socioeconomically disadvantaged pupil thresholds in the prior year. This funding must be used to provide evidence-based services and supports for students at these school sites.	
<u>Literacy Screenings</u>	\$43,904
Funding is allocated to local educational agencies to train educators to administer literacy screenings to pupils in kindergarten and grades 1 and 2 for risk of reading difficulties using approved screening instruments, pursuant to California Education Code Section 5300	

RESTRICTED FUND BALANCE – DESCRIPTIONS FROM CDE

Children and Youth Behavioral Health Initiative (CYBHI)

\$566,108

The initiative's goal is to enable California kids to find support for their mental health and substance use needs where, when and in the way they need it most.

Donations

\$30,450

Various donations to schools with specific stipulations of use

Reserve for Battery Project

\$1,830,024

Funds set aside to fully implement the battery project

Reserve for Technology

\$2,000,000

Reserve for the District wide replacement of student Chromebooks. Chromebooks expire every 5 years.

CTC Grant Classified

\$191,982

The California Classified School Employee Teacher Credentialing Program (Classified Program) addresses the state's teacher shortage in STEM, special education, bilingual education, and transitional kindergarten, by supporting local education agencies (LEAs) to recruit classified school employees into teaching careers and support their undergraduate education, professional teacher preparation, and certification as credentialed California teachers.

TIMELINE

