



2025-26 Second Interim Report

Board of Trustees

Orinda Union School District
March 9, 2026

Annual Budget Cycle



2025-26 Fiscal Year Budget Cycle	
Description	Board of Trustees Meeting
Proposed Budget Public Hearing	June 2, 2025
District Adopted Budget	June 9, 2025
State Enacted Budget	July 1, 2025
First Interim (as of October 31)	By December 15, 2025
Second Interim (as of January 31)	By March 15, 2026
Unaudited Actuals	By September 15, 2026
Annual Financial Audit	January, 2026



Orinda USD 2025-26 Budget Second Interim Report

1. October CBEDS (uncertified) shows **2,706** (112 more than the prior year)
2. Unduplicated pupil percentage is **4.8%** (0.4% less than the prior year)
3. Average Daily Attendance estimated to be at **96.6%**
4. Cost-of-Living Adjustment is **2.30%**
5. STRS rate remains at **19.1%**, PERS rate is **26.81%** (0.24% less than the prior year)
6. State one-time grants are utilized and projected to be fully spent (Educator Effectiveness, Art, Music, Instruction Material BG, Learning Recovery Emergency BG), & Capacity Grant
7. Student Support and Professional Development Discretionary Block Grant – One-time funds start 2025-26 and end 2028-29
8. District expects to meet financial obligation, including the **9% Reserve** for Economic Uncertainties in all three years

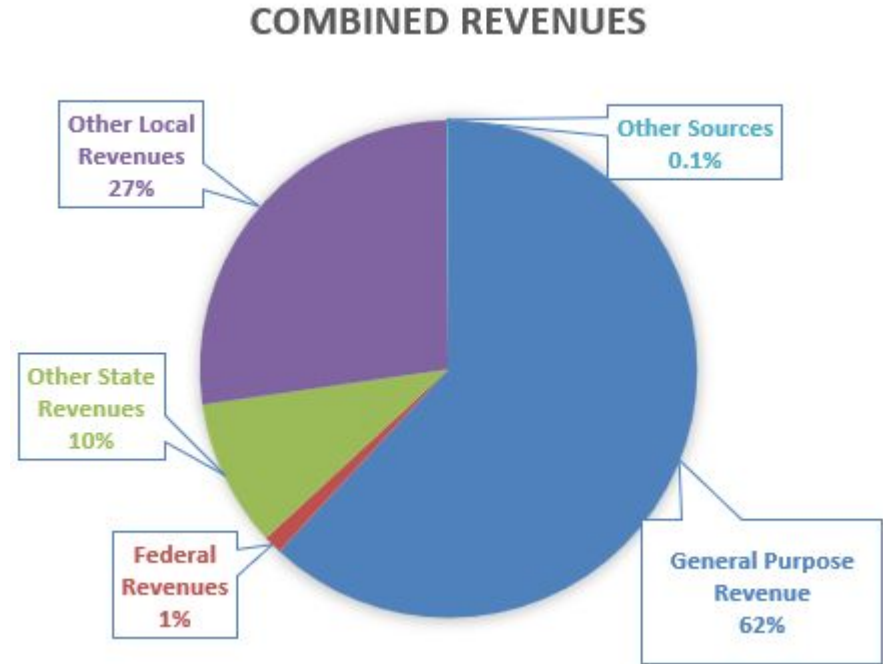


Revenues



2025-26 Second Interim Revenues

- Orinda USD is an LCFF funded district with ~62% of revenue received from the State.
- Federal Government provides entitlements for Title II and Special Education
- State provides funds from Lottery, Special Education funds, and some one-time grants
- Local funding is significant with ~27% funded by:
 - Local Parcel Tax (~12%)
 - Parent Donations (~11%)
 - Other local revenues (~5%)





2025-26 Second Interim Revenue Highlights

- LCFF Revenues increased by \$117K reflecting ADA increase
- State revenues decreased by \$90K that includes ELOP funds return to the State
- Donation budgets have been increased by \$85K
- Contributions from Unrestricted Funds to Restricted Funds have increased by \$416K due to increases in special education personnel costs and contracted services

Revenues



Combined Revenues	Adopted Budget	First Interim	Second Interim	Change *
General Purpose Revenue	\$29,809,000	\$30,724,000	\$30,841,000	\$117,000
Federal Revenues	\$590,000	\$597,000	\$597,000	\$0
Other State Revenues	\$4,150,000	\$4,869,000	\$4,779,000	(\$90,000)
Other Local Revenues	\$12,855,000	\$13,433,000	\$13,518,000	\$85,000
Other Sources	\$67,000	\$67,000	\$67,000	\$0
Combined	\$47,471,000	\$49,690,000	\$49,802,000	\$112,000

*Change = Change in fund balance between First and Second Interim

Revenues - Unrestricted



Unrestricted Revenues	Adopted Budget	First Interim	Second Interim	Change *
General Purpose Revenue	\$28,883,000	\$29,793,000	\$29,910,000	\$117,000
Federal Revenues	\$0	\$0	\$0	\$0
Other State Revenues	\$662,000	\$644,000	\$646,000	\$2,000
Other Local Revenues	\$4,587,000	\$4,635,000	\$4,606,000	(\$29,000)
Other Sources	\$67,000	\$67,000	\$67,000	\$0
Contributions	(\$6,872,000)	(\$6,669,000)	(\$7,086,000)	(\$417,000)
Unrestricted	\$27,327,000	\$28,470,000	\$28,143,000	(\$327,000)

*Change = Change in fund balance between First and Second Interim

Revenues - Restricted



Restricted Revenues	Adopted Budget	First Interim	Second Interim	Change *
General Purpose Revenue	\$926,000	\$931,000	\$931,000	\$0
Federal Revenues	\$590,000	\$597,000	\$597,000	\$0
Other State Revenues	\$3,489,000	\$4,225,000	\$4,133,000	(\$92,000)
Other Local Revenues	\$8,269,000	\$8,798,000	\$8,912,000	\$114,000
Other Sources	\$0	\$0	\$0	\$0
Contributions	\$6,872,000	\$6,669,000	\$7,086,000	\$417,000

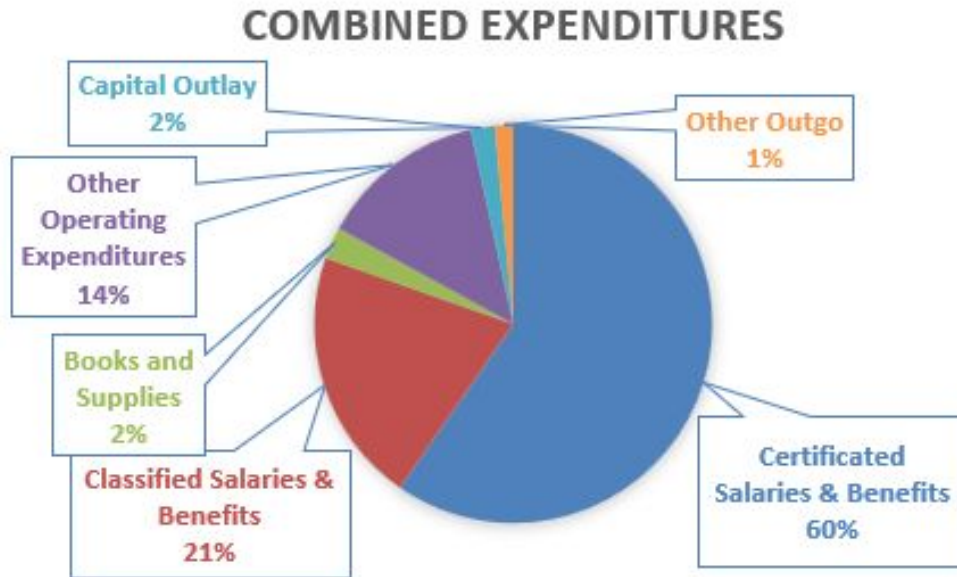
Restricted \$20,146,000 \$21,220,000 \$21,659,000 \$439,000

*Change = Change in fund balance between First and Second Interim



Expenditures

2025-26 Second Interim Expenditures



- 81% of Orinda USD expenditures are dedicated to staff compensation (salaries and benefits)
- Books and Supplies includes classroom supplies, technology equipment, custodial supplies
- Other operating expenditure includes utilities, insurance premiums, contracts, legal, and repair costs
- Capital Outlay includes the parent-club-funded capital projects
- Other Outgo is payments to other educational entity for special education programs and debt service payments for the Clean Renewable Energy bond



2025-26 Second Interim Expenditure Highlights

- Salary and Benefits have been adjusted to reflect the negotiated salary increases for OEA members
- Costs for agreements were increased to provide special education services. Additional contracts are due to staff vacancies, increased services and assessments.
- Repair and replacement of aged maintenance vehicles were added to the budget
- District supply budget has been decreased to reflect the current spending trend
- Capital project budgets were increased as plans are approved

Expenditures



Combined	Adopted Budget	First Interim	Second Interim	Change *
Certificated Salaries	\$29,298,000	\$29,571,000	\$30,156,000	\$585,000
Classified Salaries	\$10,349,000	\$10,419,000	\$10,486,000	\$67,000
Books and Supplies	\$1,285,000	\$1,369,000	\$1,306,000	(\$63,000)
Contracts & Services	\$5,925,000	\$6,467,000	\$6,870,000	\$403,000
Capital Outlay	\$555,000	\$841,000	\$986,000	\$145,000
Other Outgo	\$710,000	\$723,000	\$757,000	\$34,000
Combined	\$48,122,000	\$49,391,000	\$50,561,000	\$1,170,000

*Change = Change in fund balance between First and Second Interim



Expenditures - Unrestricted

Unrestricted	Adopted Budget	First Interim	Second Interim	Change *
Certificated Salaries	\$17,619,000	\$18,165,000	\$18,556,000	\$391,000
Classified Salaries	\$6,631,000	\$6,752,000	\$6,779,000	\$27,000
Books and Supplies	\$901,000	\$884,000	\$843,000	(\$41,000)
Contracts & Services	\$2,544,000	\$2,730,000	\$2,716,000	(\$14,000)
Capital Outlay	\$0	\$0	\$0	\$0
Other Outgo	\$213,000	\$195,000	\$195,000	\$0
Unrestricted	\$27,907,000	\$28,725,000	\$29,090,000	\$365,000

*Change = Change in fund balance between First and Second Interim



Expenditures - Restricted

Restricted	Adopted Budget	First Interim	Second Interim	Change *
Certificated Salaries	\$11,679,000	\$11,406,000	\$11,600,000	\$194,000
Classified Salaries	\$3,718,000	\$3,667,000	\$3,708,000	\$41,000
Books and Supplies	\$384,000	\$485,000	\$463,000	(\$22,000)
Contracts & Services	\$3,381,000	\$3,738,000	\$4,153,000	\$415,000
Capital Outlay	\$555,000	\$841,000	\$986,000	\$145,000
Other Outgo	\$498,000	\$528,000	\$562,000	\$34,000

Restricted \$20,216,000 \$20,666,000 \$21,471,000 \$805,000

*Change = Change in fund balance between First and Second Interim



Fund Balance



Change in Fund Balance

COMBINED	Adopted	First Interim	Second Interim	Change *
Total Revenues	\$47,472,000	\$49,691,000	\$49,802,000	\$111,000
Total Expenditures	\$48,122,000	\$49,391,000	\$50,561,000	\$1,170,000
Net Increase/Decrease in Fund Balance	(\$651,000)	\$300,000	(\$759,000)	(\$1,058,000)

**Change = Change in fund balance between First and Second Interim*

Summary



Description	Adopted Budget	First Interim	Second Interim	Changes*
REVENUES	47,472,000	49,691,000	49,802,000	111,000
EXPENDITURES	48,122,000	49,391,000	50,561,000	1,170,000
Net Increase/Decrease in Fund Balance	(651,000)	300,000	(759,000)	(1,058,000)
Ending Fund Balance	6,492,000	7,442,000	6,384,000	(1,058,000)
Restricted	774,000	1,781,000	1,414,000	(367,000)
Designated for Economic Uncertainties (9%)	4,331,000	4,445,000	4,550,000	105,000
Assigned	226,000	1,207,000	299,000	(908,000)
Unassigned	1,161,000	9,000	120,000	112,000

*Change = Change in fund balance between First and Second Interim



Other Funds - Separate From General Fund

Fund	2025-26
01 - General Fund (Unrestricted & Restricted)	\$6,384,230
13 - Cafeteria Special Revenue Fund (Food Svcs)	\$575,550
14 - Deferred Maintenance Fund	\$0
21 - Building Fund (Measure E & I)	\$6,527,828
25 - Capital Facilities Fund (Developer Fees)	\$44,143
40 - Special Reserve Fund for Capital Outlay Projects	\$4,173,798
51 - Bond Interest and Redemption Fund (Debt Svcs)	\$4,461,510
63 - Other Enterprise Fund (BASC)	\$90,100
71 - Retiree Benefit Fund (OPEB Trust)	\$1,906,550



Multi-Year Projections



Multi-Year Projection Assumptions

Major Assumptions	2025-26	2026-27	2027-28
Enrollment	2,706 (+112)	2,750 (+44)	2,773 (+23)
Step and Column Increase	1.50%	1.50%	1.50%
Cost of Living Adjustment (COLA) *	2.30%	2.41%	3.06%
Consumer Price Index (CPI) *	3.37%	3.08%	2.75%
CalSTRS Employer Rate	19.10%	19.10%	19.10%
CalPERS Employer Rate *	26.81%	26.40%	26.90%

* Assumptions are based on the School Services Dartboard.

Multi-Year Projection Assumptions - cont.



- Average Daily Attendance is based on 96.6%
- Unduplicated pupil percentage to stay consistent at 4.8%
- 2.5% Increase in ONE donation for personnel and technology
- Additional One-time funds that starts in 2026-27 has not been included in the budget
- With an increase in enrollment, 2.0 Certificated FTE added in 2026-27 & 1.0 in 2027-28
- 5% increase in Health Benefit costs
- Various service contracts, agreement, and legal costs do not repeat in subsequent years
- Costs of goods and services increase per Consumer Price Index rates



Multi-Year Projection - Combined

Description	2024-25	2025-26	2026-27
Net Beginning Fund Balance	\$7,143,000	\$6,384,000	\$6,239,000
REVENUES	\$49,802,000	\$49,338,000	\$50,648,000
EXPENDITURES	\$50,561,000	\$49,484,000	\$50,409,000
Net Increase (Decrease) in Fund Balance	(\$759,000)	(\$145,000)	\$239,000
Ending Fund Balance, June 30	\$6,384,000	\$6,239,000	\$6,478,000
Nonspendable / Restricted	\$1,414,000	\$1,183,000	\$960,000
Committed / Reserve (6% + 3%)	\$4,550,000	\$4,454,000	\$4,537,000
Assigned	\$299,000	\$269,000	\$239,000
Unassigned	\$120,000	\$333,000	\$743,000



Second Interim Review

The enrollment trend at OUSD has been increasing past five years. The birth rate in Orinda has peaked this year for the TK population. The total enrollment increased by more than 4% increase in the current year. This increase is anticipated to slow down to less than 2% in 2026-27 and 1% in 2027-28. The enrollment is expected to be flat in 2028-29 and then start declining.

The district will optimizing the resources currently has and striving for efficient spending to stay solvent.



Budget Certification

Orinda USD Second Interim Budget Report 2025-26

Certification Positive - The District will be able to meet its financial obligations for the current and subsequent two fiscal years. Staff recommends the Board of Trustees approve the District First Interim Report.