West Contra Costa Unified School District
March 26, 2025

2024-25
Second Interim Financial Report

Presented by
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Jeff Carter, Executive Director Business Services

Second Interim 2024-25

- Second Fiscal Reporting Period Ending January 31, 2025
- 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

Second Interim Process

- Compares changes of revenue and expenditure budgets from First Interim to Second Interim
- Reviews all financial resources and departmental budgets to ensure that we can meet our financial obligations through June 30, 2025
- Examines adjustments to annual revenues and expenses
- Amends the 2024-25 budget and multi-year budget projections to match our expected need

Changes Since First Interim

- Increase to expected Interest Revenue
- Increase to budgeted expenditures
- Legislative Analyst Office announced an expected decrease from 2.93% in 2025-26 Statutory COLA to 2.43%
- Increase to Restricted Maintenance Account (RMA) Contribution

LCFF Revenue Changes

LCFF Revenue Change

	2024-25 First Interim	2024-25 Second Interim	Change
ADA	23,309.32	23,222.64	-86.68
COLA	1.07%	1.07%	0.00
Unduplicated	71.00%	71.84%	0.84%
Base	$ 265,160,320	$ 265,160,320	$ -
Supp./Conc.	$ 65,229,440	$ 65,297,053	$ 67,613
TIIG	$ 2,787,535	$ 2,787,535	$ -
Home-to-School Trans.	$ 2,095,146	$ 2,095,146	$ -
Transitional Kindergarten	$ 2,421,599	$ 2,179,747	$ (241,852)
Total LCFF Revenue	**$ 337,694,040**	**$ 337,519,801**	**$ (174,239)**

Unrestricted and Combined Revenue Changes

Unrestricted General Fund Revenues				
Source	**First Interim**	**Second Interim**	**Change**	**Notes**
LCFF Sources	$ 337,694,040	$ 337,694,040	$ -	
Federal Revenue	$ -	$ -	$ -	
Other State Revenue	$ 9,973,698	$ 9,973,698	$ -	
Other Local Revenue	$ 5,766,839	$ 7,466,839	$ 1,700,000	Projected Interest revenue and miscellaneous alignment
Total Revenue	**$ 353,434,577**	**$ 355,134,577**	**$ 1,700,000**	

Combined General Fund Revenues				
Source	**First Interim**	**Second Interim**	**Change**	**Notes**
LCFF Sources	$ 337,694,040	$ 337,694,040	$ -	
Federal Revenue	$ 36,747,970	$ 36,892,069	$ 144,099	Title II and SpEd
Other State Revenue	$ 96,071,643	$ 94,363,584	$ (1,708,059)	Correction to ELOP budgeted revenue
Other Local Revenue	$ 26,704,451	$ 33,036,473	$ 6,332,022	Medi-Cal, WCES, Site donations, Facilities Use
Total Revenue	**$ 497,218,104**	**$ 501,986,166**	**$ 4,768,062**	

Unrestricted Expenditure Changes

2024-25 Unrestricted General Fund Expenditures				
Major Object	**First Interim**	**Second Interim**	**Change**	**Notes**
Certificated Salaries	$ 115,800,761	$ 116,753,368	$ 952,607	Align with current staffing, increase for subs. Restricted Funded Coaches to Unrestricted
Classified Salaries	$ 38,537,994	$ 38,762,566	$ 224,572	Align with current staffing, increase for subs, extra hours, and stipends
Employee Benefits	$ 75,100,360	$ 74,515,731	$ (584,629)	Adjustments due to vacancies and above salary changes
Books and Supplies	$ 3,536,074	$ 4,415,391	$ 879,317	Site and Department budget alignment and device refresh
Services/Other Operating	$ 39,494,799	$ 40,906,810	$ 1,412,011	Department alignment and increases for board elections, instructional minutes penalty, SpEd Transportation
Capital Outlay	$ -	$ 7,000	$ 7,000	Site purchased book vending machine
Other Outgo	$ 456,360	$ 456,360	$ -	
Indirect Costs	$ (9,513,077)	$ (9,486,403)	$ 26,674	Decrease to Indirect Costs due to changes in restricted programs
Interfund Transfers	$ (11,499,312)	$ (11,499,312)	$ -	
Contributions	$ 106,803,838	$ 107,304,018	$ 500,180	Increase to RMA contribution
Total Expenditures	**$ 358,717,797**	**$ 362,135,529**	**$ 3,417,732**	

Restricted Expenditure Changes

Restricted General Fund Expenditures				
Major Object	**First Interim**	**Second Interim**	**Change**	**Notes**
Certificated Salaries	$ 69,966,777	$ 69,259,149	$ (707,628)	Instructional Coaches moved to Unrestricted, SpEd alignment, revised site plans
Classified Salaries	$ 44,664,299	$ 45,137,048	$ 472,749	Align with current staffing, increase for subs, extra hours, and stipends
Employee Benefits	$ 68,475,530	$ 69,172,622	$ 697,092	SpEd alignment, ELOP, Title II, Equity Multiplier position adjustments
Books and Supplies	$ 18,945,218	$ 16,344,937	$ (2,600,281)	Carryover and budget alignment for Community Schools, RMA, SBHIP, Title I, SpEd, ELOP
Services/Other Operating	$ 78,498,895	$ 84,260,062	$ 5,761,167	Adjustments to contracts for ELOP, SpEd, RMA, Sites, Lottery, SBHIP, Community Schools
Capital Outlay	$ 680,857	$ 855,300	$ 174,443	CTEIG Science Table, M&O, site purchases
Other Outgo	$ 2,260,000	$ 2,260,000	$ -	
Indirect Costs	$ 7,830,147	$ 7,823,214	$ (6,933)	Decrease to Indirect Costs due to above changes
Interfund Transfers	$ -	$ -	$ -	
Contributions	$ (106,803,838)	$ (107,304,018)	$ (500,180)	Increase to RMA Contribution
Total Expenditures	**$ 291,321,723**	**$ 295,112,332**	**$ 3,790,609**	

Considerations for Multi-Year Projections

- Declining Enrollment Trends
- Expenditures Assigned to Expiring Funds
- Fund 17 Usage & Balances
- Restricted Funds Usage & Balances
- Chromebooks and Other Device Refresh
- Costs of Curricular Materials
- AB 218 Settlements for Liability Claims

Planning Factors for Multi-Year Projections

Planning Factor	2024-25	2025-26	2026-27
Cost of Living Adjustment (COLA)			
LCFF COLA	1.07%	2.43%	3.52%
Special Education COLA	1.07%	2.43%	3.52%
Employer Benefit Rates			
CalSTRS	19.10%	19.10%	19.10%
CalPERS-Schools	27.05%	27.40%	27.50%
State Unemployment Insurance	0.05%	0.05%	0.05%

Unrestricted General Fund MYP

UNRESTRICTED General Fund Multi-Year Summary			
	2024-25	2025-26	2026-27
Revenues	$355,134,577	$356,864,822	$366,270,822
Expenditures	$373,634,841	$374,683,942	$374,122,705
Operating Surplus (Deficit)	-$18,500,264	-$17,819,120	-$7,851,883
Beginning Fund Balance	$24,198,665	$17,197,713	$19,555,240
Projected Ending Fund Balance	$5,698,401	-$621,407	$11,703,357
Transfers In - Fund 17 Reserve	$11,499,312	$20,176,647	$6,749,719
Projected Ending Fund Balance	$17,197,713	$19,555,240	$18,453,076
Components of Ending Fund Balance			
Nonspendable	$300,000	$300,000	$300,000
Restricted	$0	$0	$0
Committed	$0	$3,083,333	$2,466,666
Assigned	$0	$0	$0
Unassigned/Unappropriated			
Reserve for Economic Uncertainty	$16,897,713	$16,171,907	$15,686,410
Unassigned/Unappropriated	$0	$0	$0

Combined General Fund MYP

COMBINED General Fund Multi-Year Summary			
	2024-25	**2025-26**	**2026-27**
Revenues	$501,986,166	$489,721,791	$497,515,291
Expenditures	$561,443,155	$539,063,563	$522,880,343
Operating Surplus (Deficit)	-$59,456,989	-$49,341,772	-$25,365,052
Beginning Fund Balance	$125,264,222	$77,306,545	$48,141,420
Projected Ending Fund Balance	$65,807,233	$27,964,773	$22,776,368
Transfers In - Fund 17	$11,499,312	$20,176,647	$6,749,719
Projected Ending Fund Balance	$77,306,545	$48,141,420	$29,526,087
Components of Ending Fund Balance			
Nonspendable	$300,000	$300,000	$300,000
Restricted	$60,108,832	$28,586,180	$11,073,011
Committed	$0	$3,083,333	$2,466,666
Assigned	$0	$0	$0
Unassigned/Unappropriated			
Reserve for Economic Uncertainty	$16,897,713	$16,171,907	$15,686,410
Unassigned/Unappropriated	$0	$0	$0

Fund 17 Projected Remaining Balance

- 2024-25
  - Beginning Balance: $37,630,016
  - 2024-25 Contribution: $11,499,312
  - 2024-25 Ending Balance: $27,130,704*
- 2025-26
  - Projected Balance: $27,130,704*
  - 2025-26 Contribution: $20,176,647
  - 2025-26 Ending Balance: $7,454,057*
- 2026-27
  - Projected Balance: $7,454,057*
  - 2025-26 Contribution: $6,749,719
  - 2025-26 Ending Balance: $954,338*

*Includes interest revenue

Multi-Year Projection Outlook

- 2024-25
  - Can meet 3% required reserve in General Fund
  - With an $11.5 million contribution from Fund 17
- 2025-26
  - Can meet 3% required reserve in General Fund
  - With Fiscal Reductions and a $20.2 million contribution from Fund 17
- 2026-27
  - Can meet 3% required reserve in General Fund
  - With Fiscal Reductions and a $6.8 million contribution from Fund 17

Interim Certification

Budget certifications shall be based upon the governing board of the school district's assessment, on the basis of standards and criteria for fiscal stability adopted by the state board pursuant to Section 33127

- 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.


Thank
You