



DEL NORTE COUNTY OFFICE OF EDUCATION

2025-26 FIRST INTERIM BUDGET REPORT

A comprehensive financial overview presenting budget assumptions, revenue projections, and strategic priorities for the upcoming fiscal year.



BUDGET ASSUMPTIONS & COLA PROJECTIONS

COST OF LIVING ADJUSTMENTS

- 2025-26 COLA: **2.30%**
- 2026-27 COLA: **3.02%**
- 2027-28 COLA: **3.42%**

These projections align with state funding forecasts and guide our multi-year planning strategy.

PAYROLL EMPLOYER RATES

- Certificated: **25.78%**
- Classified: **40.78%**
- Certificated Management: **25.78%**
- Classified Management: **39.69%**

Health and welfare rates remain consistent with adopted budget assumptions.

REVENUE OVERVIEW

Total revenues are down 0.7% from the adopted budget, reflecting adjustments across multiple funding sources.

LCFF REVENUE

\$3.37M

Local Control Funding Formula remains our primary revenue source

FEDERAL REVENUES

\$1.655M

Federal program funding supporting specialized services

STATE REVENUES

\$1.8M

State categorical programs and allocations

LOCAL REVENUES

\$2.8M

Local sources including interest and fees

EXPENDITURE BREAKDOWN

Personnel costs represent the majority of expenditures, reflecting our commitment to quality staffing and competitive compensation.



CERTIFICATED SALARIES

\$1.9M - Teaching and certificated staff compensation



EMPLOYEE BENEFITS

\$2.5M - Health, welfare, and retirement contributions



SERVICES

\$1.7M - Contracted services and operations



CLASSIFIED SALARIES

\$2.6M - Support staff and operational personnel



BOOKS & SUPPLIES

\$727K - Instructional materials and supplies



DIRECT SUPPORT

\$372K - Direct program support costs

FINANCIAL POSITION & FUND BALANCE

(\$342K)

BUDGET SHORTFALL

Projected deficit for 2025-26 fiscal year

\$5.56M

BEGINNING BALANCE

Strong starting position provides financial stability

\$5.22M

ENDING BALANCE

Projected fund balance after deficit

COMPONENTS OF ENDING FUND BALANCE

RESTRICTED RESOURCES

\$2,951,072

Funds designated for specific programs

RESERVE CASHFLOW

\$869,904

HR 2389 Federal Facilities reserve

SAFETY & SECURITY

\$450,000

Investment in campus safety initiatives

PROJECTED DEFICIT RESERVE

\$469,665

Buffer for declining revenues

ECONOMIC UNCERTAINTIES

\$475,930

5% reserve requirement

UNASSIGNED AMOUNT

\$0

No unappropriated funds remaining

FIRST INTERIM HIGHLIGHTS

2025-26 UNRESTRICTED EXPENDITURES BY OBJECT

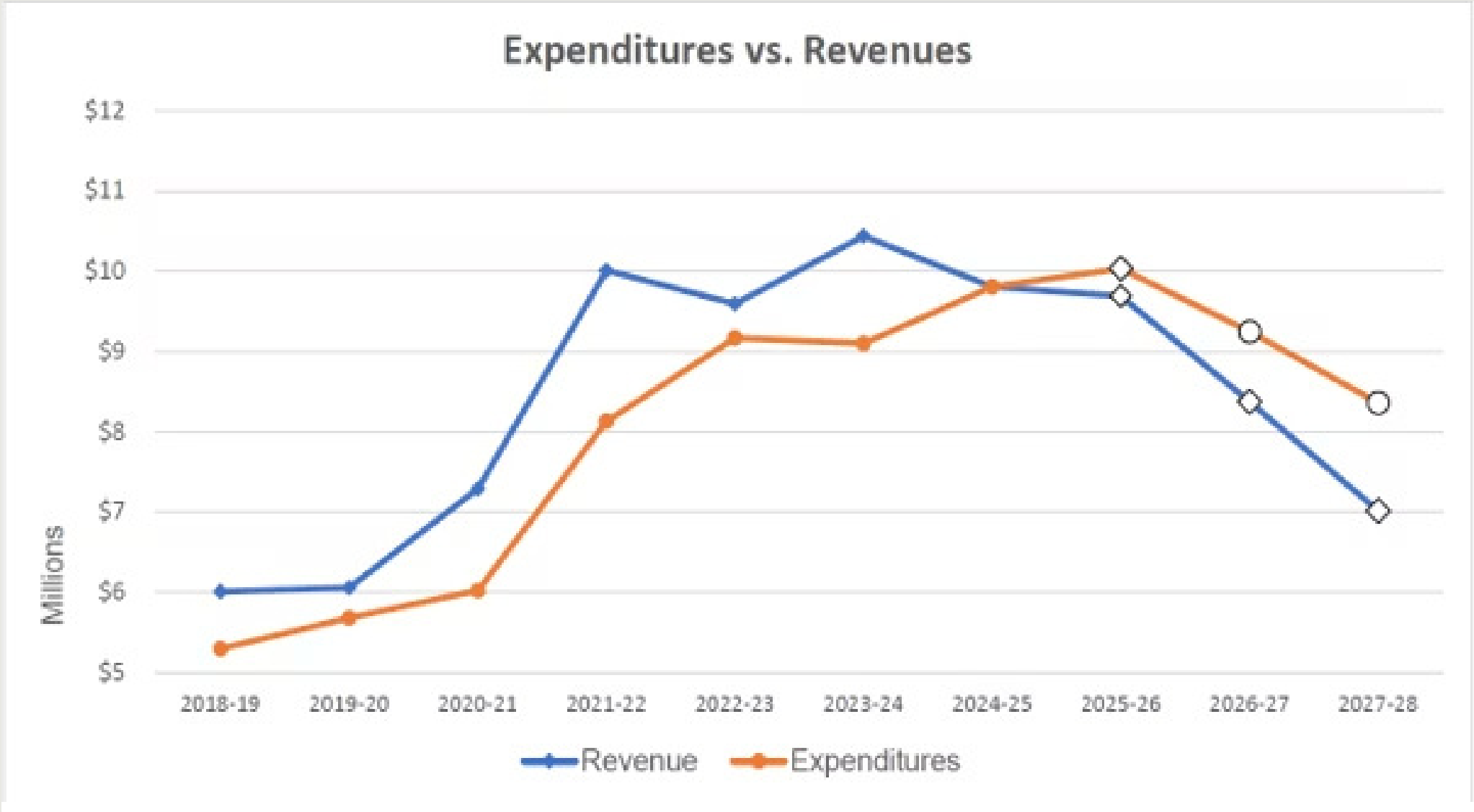
FUND 02 - COUNTY

Revenue	\$	4,475,728.00
Expenditures	\$	4,829,072.00
Net Increase (Decrease) in Fund Balance	\$	(353,344.00)

MULTI-YEAR PROJECTION

Fiscal Year	Revenues	Expenses	Decrease to Fund Balance
2025-26	\$ 9,690,535.00	\$ 10,032,846.00	\$ (342,311.00) <i>First Interim</i>
2026-27	\$ 8,373,300.00	\$ 9,247,401.04	\$ (874,101.04) <i>Projection</i>
2027-28	\$ 7,011,226.00	\$ 8,358,713.31	\$ (1,347,487.31) <i>Projection</i>

These visualizations demonstrate our expenditure patterns and long-term financial trajectory, highlighting the need for strategic planning and operational efficiency.



STRATEGIC AREAS OF EMPHASIS



MONITOR UNRESTRICTED GENERAL FUND

Continuous oversight of discretionary resources to ensure fiscal health



MANAGE CLOSING GRANTS

Strategic management of grants reaching completion to maximize impact



TIGHT OPERATIONAL CONTROLS

Enhanced financial discipline due to limited and declining revenues



CASTLE ROCK CHARTER SCHOOL FINANCIAL SUMMARY

REVENUE & EXPENDITURE OVERVIEW

- Total Revenues: **\$5,534,978**
- Total Expenses: **\$6,415,645**
- Budget Shortfall: **(\$880,667)**

FUND BALANCE POSITION

- Beginning Balance: **\$2,523,076**
- Ending Balance: **\$1,642,409**

COMPONENTS OF ENDING BALANCE

- Restricted Resources: **\$897,811**
- Reserve for Van Purchase: **\$67,576**
- Reserve for Capital Improvements:
\$100,000
- Reserve for Projected Budget Shortfall:
\$256,240

Castle Rock maintains strategic reserves while addressing operational challenges through careful financial planning and resource allocation.