SWEETWATER
UNION HIGH SCHOOL DISTRICT



2024-25 First Interim Financial Status Report

Board of Trustees Presentation
December 16, 2024

Presented by:
Dr. Jenny Salkeld
Chief Financial Officer

Overview

- Requirements of the California Education Code
- Budget Timeline
- Current and Multi-Year Assumptions
- First Interim Budget and Multi-Year Projections
- Cash Flow
- Restricted Funds
- Staff Recommendation

Requirements of the California Education Code

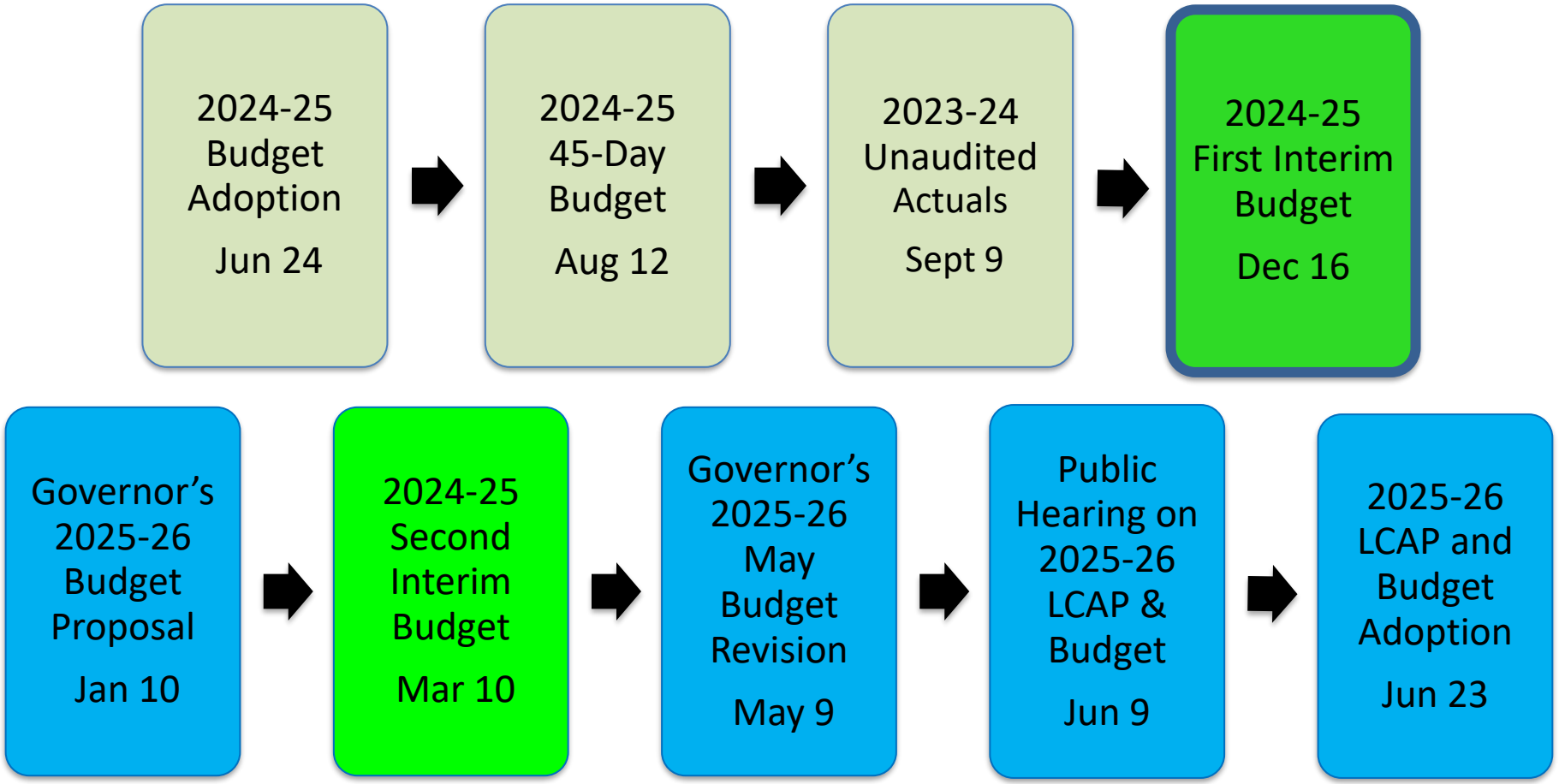
Education Code §42130 requires submittal of First Interim Financial Report by December 16, 2024

- Reflecting the District's budget status as of October 31, 2024

The Board must certify projected financial condition for 2024-25, 2025-26 & 2026-27 with one of the following certifications:

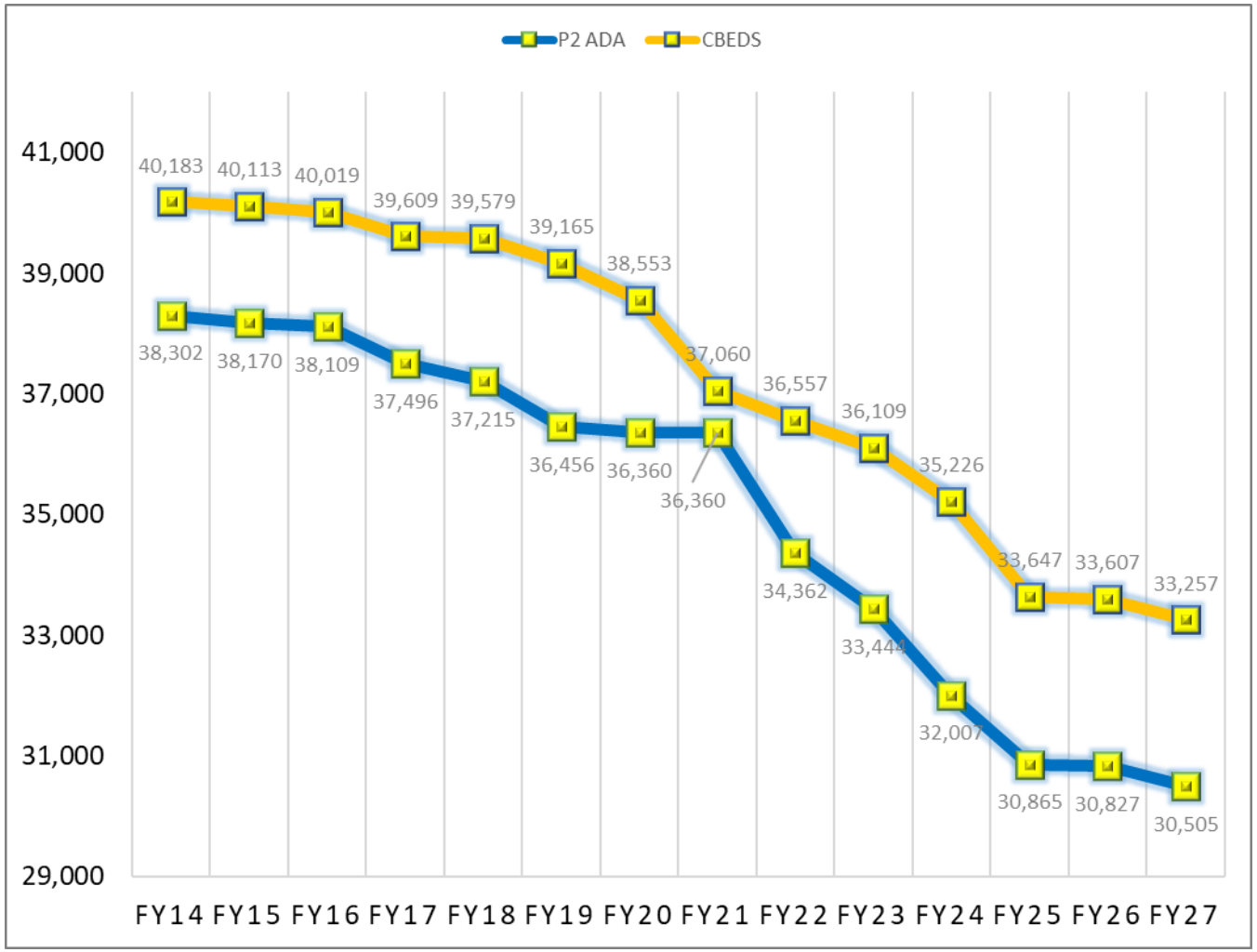
- Positive– District will be able to meet its financial obligations
- Qualified– District may not be able to meet its financial obligations
- Negative– District will be unable to meet its financial obligations

Budget Timeline




Current and
Multi-Year
Assumptions

Enrollment and Average Daily Attendance



Enrollment

School Year	District Actual Enrollment	Difference From Prior Year
2015-2016	40,019	0
2016-2017	39,609	(410)
2017-2018	39,579	(30)
2018-2019	39,127	(452)
2019-2020	38,553	(574)
2020-2021	37,060	(1,493)
2021-2022	36,557	(503)
2022-2023	36,109	(448)
2023-2024	35,226	(883)
2024-2025 (CBEDS)*	33,647	(1,579)
2025-2026 (Projected)	33,607	(40)
2026-2027 (Projected)	33,257	(350)

* California Basic Educational Data System (CBEDS)

Local Control Funding Formula Assumptions

		2024-25	2025-26	2026-27
2023-24 45-Adopted Budget				
	Revenues	$ 478,844,845	474,009,631	471,770,822
	Funded ADA 7-8	8,902	8,638	8,422
	Funded ADA 9-12	24,456	23,759	23,007
	Unduplicated % (Single Year)	62.80%	62.80%	62.80%
	Unduplicated % (3-Yr Avg)	64.84%	63.44%	62.80%
	COLA*	1.07%	2.93%	3.08%
	ADA %	92.00%	92.00%	92.00%
FIRST INTERIM				
	Revenues	$ 480,132,783	$ 471,547,350	$ 468,260,146
	Funded ADA 7-8	8,902	8,682	8,551
	Funded ADA 9-12	24,456	23,503	22,761
	Unduplicated % (Single Year)	64.11%	62.23%	60.81%
	Unduplicated % (3-Yr Avg)	65.22%	63.70%	62.39%
	COLA*	1.07%	2.93%	3.08%
	ADA %	92.00%	92.00%	92.00%
REVENUE CHANGES		$ 1,287,938	$ (2,462,281)	$ (3,510,676)

*Per School Services of California Dartboard

Expense Assumptions

Description	2024-25	2025-26	2026-27
Salaries			
Step and Column: Certificated	2.00%	2.00%	2.00%
Step and Column: Classified	1.30%	1.30%	1.30%
STRS	19.10%	19.10%	19.10%
PERS	27.05%	27.60%	28.00%
Health and Welfare Premiums	$12,339	$12,660	$12,989
Materials and Supplies (CPI)	3.10%	2.86%	2.87%
Contracted Services (CPI)	3.10%	2.86%	2.87%
Utilities	$13M	$13.4M	$13.8M

Revenue Assumptions

Description	2024-25	2025-26	2026-27
Federal			
ROTC, Wildlife Reserve (General Fund Unrestricted)	240,000	240,000	240,000
ESSER III (Gen Fund Restricted)	10,417,182	-	-
ESSER III-Learning Loss (Gen Fund Restricted)	6,490,560	-	-
Other State			
Transportation	3,335,880	3,502,674	3,677,808
Lottery (GFU $191/CY ADA)	5,895,215	5,887,957	5,826,455
Lottery (GFR $82/CY ADA)	2,530,930	2,527,814	2,501,410
Mandate Block Grant 7-8 ($ Per PY ADA)	38	39	41
	339,831	328,995	337,982
Mandate Block Grant 9-12 ($ Per PY ADA)	74	76	78
	1,701,620	1,705,050	1,756,694
Local: Interest	3.84%	3.84%	3.84%
Transfers In			
Developer Fees (Fund 25) Admin Fees	109,250	109,250	109,250


First Interim Budget
and
Multi-Year Projections

Budget Projections
General Fund Unrestricted – Current Year

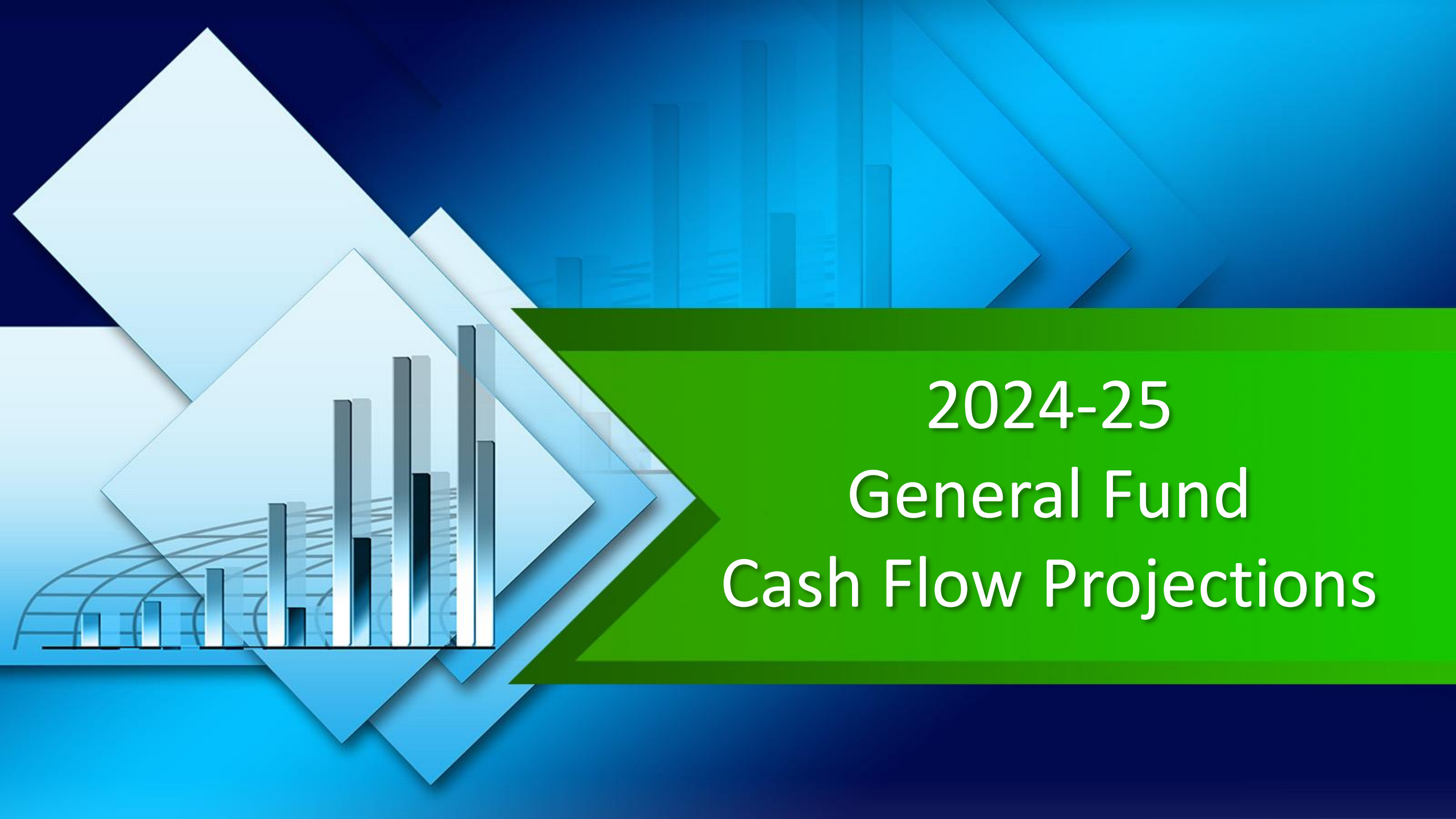
	-A-	-B- 2024-25 Adopted Budget	-C- 2024-25 First Interim	
1	**BEGINNING BALANCE**	$ 267,083,725	$ 267,083,725	
2	Audit Adjustments			
3	Other Restatements	$ (322,440)	$ (322,440)	
4	**ADJUSTED BEGINNING BALANCE**	$ 266,761,285	$ 266,761,285	
5	**REVENUES**			
6	LCFF Revenues	$ 478,344,845	$ 479,584,563	
7	Federal Revenue	240,000	240,000	
8	State Revenue	11,255,938	11,272,546	
9	Local Revenue	6,249,500	6,519,683	
10	Transfers In	109,250	109,250	
11	Total Revenue	**$ 496,199,533**	**$ 497,726,042**	
12	**EXPENDITURES**			
13	Certificated Salaries	$ 201,345,044	$ 208,905,753	*
14	Classified Salaries	55,651,113	58,304,976	*
15	Employee Benefits	101,698,789	102,950,951	*
16	Supplies	36,360,376	42,367,328	
17	Contracted Services	46,687,575	45,516,021	
18	Capitalized Expenditures	9,595,332	11,504,413	
19	Other Outgo	(2,920,613)	(5,454,659)	
20	Transfers Out	89,250	89,250	
21	Contributions	120,454,831	119,997,740	
22	Total Expenditures	**$ 568,961,698**	**$ 584,181,773**	
23	Revenue less Expenditures	**$ (72,762,164)**	**$ (86,455,730)**	
24	**ENDING BALANCE**	**$ 193,999,120**	**$ 180,305,554**	

**Includes increase of $10,148,357 of LCAP Carryover. Estimated Actuals LCAP carryover projected at $40,000,000; Unaudited Actuals LCAP carryover was $50,148,357*

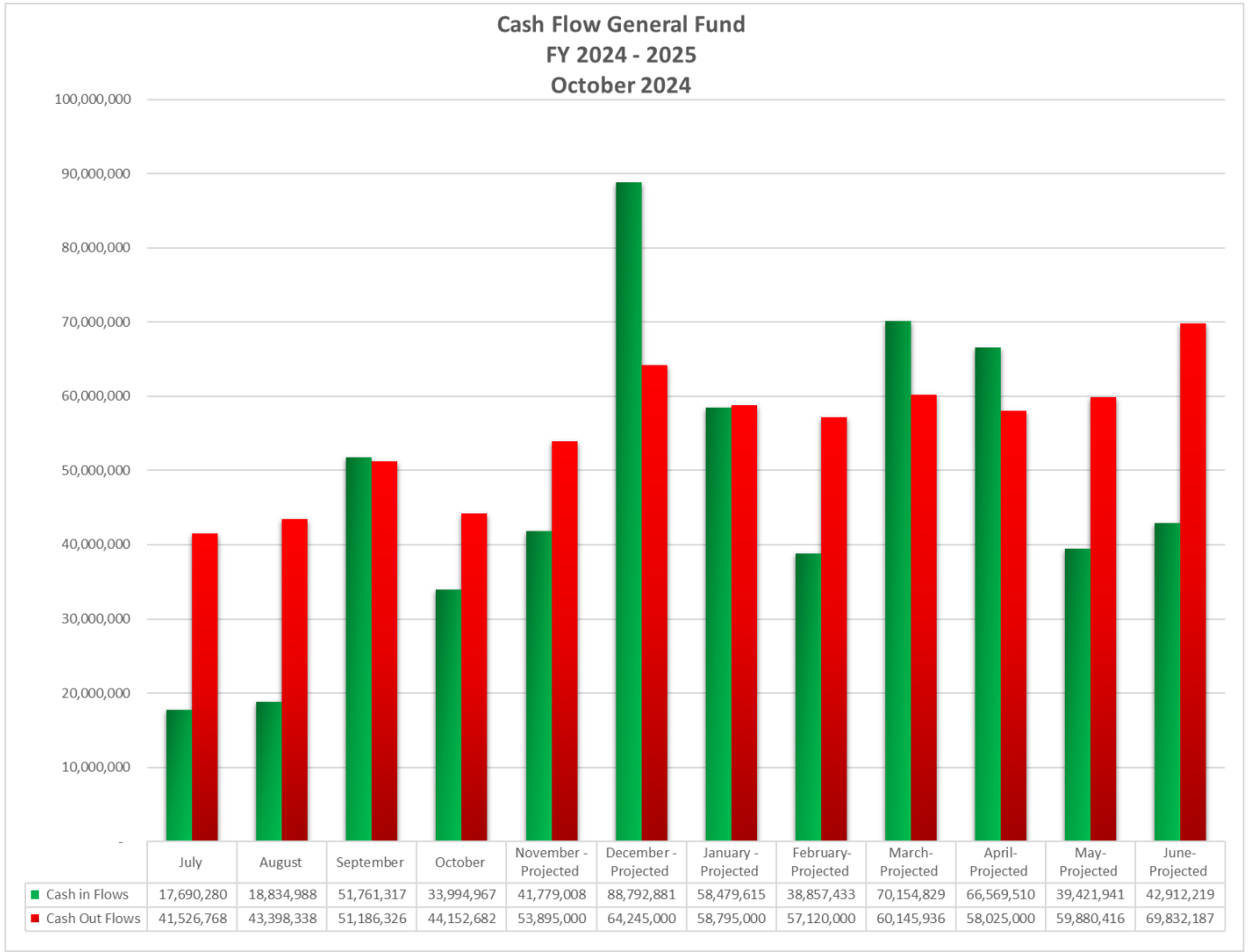
Budget Projections
General Fund Unrestricted Multi-Year

	-A-	-B-	-C-	-D-
	Description	**2024-25 Working Budget**	**2025-26 Projection**	**2026-27 Projection**
1	Net Beginning Fund Balance	$ 267,083,725	$ 180,305,555	$ 141,911,192
2	Audit Adjustment	-	-	-
3	Other Restatements	(322,440)	-	-
4	Adjusted Beginning Balance	$ 266,761,285	$ 180,305,555	$ 141,911,192
5	**Revenues**	**$ 497,616,793**	**$ 488,920,161**	**$ 485,945,046**
6	Expenditures	$ 464,184,033	$ 410,584,170	$ 413,364,054
7	Contributions	119,997,740	116,839,604	119,268,196
8	**Total Expenditures**	**$ 584,181,773**	**$ 527,423,774**	**$ 532,632,250**
9	Other Sources/Uses	$ 109,250	$ 109,250	$ 109,250
10	**Revenue less Expenditures**	**$ (86,455,730)**	**$ (38,394,363)**	**$ (46,577,953)**
11	**Ending Balance**	**$ 180,305,555**	**$ 141,911,192**	**$ 95,333,239**
12	**Components of Ending Fund Balance**			
13	**Nonspendable**			
14	Revolving Cash	$ 225,116	$ 231,712	$ 238,849
15	Stores	510,000	510,000	510,000
16	Prepaid Items	3,000,000	3,000,000	3,000,000
17	School Site Carryover	300,000	310,000	310,000
18	Total	$ 4,035,116	$ 4,051,712	$ 4,058,850
19	**Committed**			
20	Declining Enrollment	$ 136,020,438	$ 107,169,480	$ 60,304,389
21	Total	$ 136,020,438	$ 107,169,480	$ 60,304,389
22	**Assigned**			
23	Contingency (3%)	$ 24,150,000	$ 18,410,000	$ 18,580,000
24	Total	$ 24,150,000	$ 18,410,000	$ 18,580,000
25	**Unassigned/Unappropriated**			
26	Economic Uncertainties (2%)	$ 16,100,000	$ 12,280,000	$ 12,390,000 *
27	Total	$ 16,100,000	$ 12,280,000	$ 12,390,000

*Based on updated ADA projections the Economic Uncertainties requirement remains at 2% in Fiscal Year 2026-27.


2024-25
General Fund
Cash Flow Projections

Cash Flow Projections



	July	August	September	October	November - Projected	December - Projected	January - Projected	February- Projected	March- Projected	April- Projected	May- Projected	June- Projected
Cash in Flows	17,690,280	18,834,988	51,761,317	33,994,967	41,779,008	88,792,881	58,479,615	38,857,433	70,154,829	66,569,510	39,421,941	42,912,219
Cash Out Flows	41,526,768	43,398,338	51,186,326	44,152,682	53,895,000	64,245,000	58,795,000	57,120,000	60,145,936	58,025,000	59,880,416	69,832,187


Restricted Funds

Adult Education (Fund 11)

Line	Description	2025-26 Budget Adoption	First Interim Budget Projections	Difference
	-A-	-B-	-C-	-D-
1	**BEGINNING BALANCE**	$ 15,192,671	$ 15,192,671	$ -
2	Restatement			-
3	Adjusted Beginning Balance	$ 15,192,671	$ 15,192,671	$ -
4	**REVENUES**			
5	Federal Revenues	$ 1,059,990	$ 1,231,293	$ 171,303
6	State Revenues	18,748,874	18,762,646	13,771
7	Local Revenues	428,839	1,996,500	1,567,662
8	Transfers In	-	-	-
9	Total Revenues	$ 20,237,703	$ 21,990,439	$ 1,752,736
10	**EXPENDITURES**			
11	Certificated Salaries	$ 7,774,624	$ 8,384,170	$ 609,546
12	Classified Salaries	2,837,504	2,863,390	25,886
13	Employee Benefits	5,135,656	5,348,698	213,043
14	Supplies	2,901,438	5,987,521	3,086,083
15	Contracted Services	1,566,220	1,814,688	248,468
16	Capitalized Expenditures	5,867,434	9,483,844	3,616,410
17	Other Outgo	849,625	851,853	2,229
18	Other Outgo - Indirect Costs	15,694	911,821	896,127
19	Transfers Out	-	-	-
20	Total Expenditures	$ 26,948,194	$ 35,645,985	$ 8,697,791
21	Revenues Less Expenditures	$ (6,710,491)	$ (13,655,546)	$ (6,945,055)
22	**ENDING BALANCE**	$ 8,482,180	$ 1,537,125*	$ (6,945,055)
23	**RESERVES/RESTRICTIONS**			
24	Reserve 2%	$ 538,964	$ 712,920	$ 173,956
25	Restricted	7,943,216	824,205	(7,119,011)
26	Total Restrictions/Reserves	$ 8,482,180	$ 1,537,125	$ (6,945,055)

Adult Education allocated $10.4M in additional capital and other expenditures per AB 1491

Cafeteria (Fund 13)

Line	Description	2024-25 Budget Adoption	First Interim Budget Projections	Difference
	-A-	-B-	-C-	-D-
1	**BEGINNING BALANCE**	$ 22,044,204	$ 22,044,204	$ -
2	Restatement	-	-	-
3	Adjusted Beginning Balance	$ 22,044,204	$ 22,044,204	$ -
4	**REVENUES**			
5	Federal Revenues	$ 9,863,539	$ 10,071,584	$ 208,045
6	State Revenues	7,000,000	7,000,000	-
7	Local Revenues	387,936	314,936	(73,000)
8	Transfers In	-	-	-
9	Total Revenues	$ 17,251,475	$ 17,386,520	$ 135,045
10	**EXPENDITURES**			
11	Certificated Salaries	$ -	$ -	$ -
12	Classified Salaries	6,743,746	6,581,352	(162,394)
13	Employee Benefits	2,770,356	2,741,167	(29,189)
14	Supplies	9,121,373	12,185,484	3,064,111
15	Contracted Services	266,500	401,073	134,573
16	Capitalized Expenditures	3,075,000	3,275,000	200,000
17	Other Outgo	-	-	-
18	Other Outgo - Indirect Costs	-	-	-
19	Transfers Out	-	-	-
20	Total Expenditures	$ 21,976,975	$ 25,184,075	$ 3,207,100
21	Revenues Less Expenditures	$ (4,725,500)*	$ (7,797,555)*	$ (3,072,055)
22	**ENDING BALANCE**	$ 17,318,704	$ 14,246,649	$ (3,072,055)
23	**RESERVES/RESTRICTIONS**			
24	Reserve 2%	$ 439,539	$ 503,681	$ 64,142
25	Cash	-	-	-
26	Stores	-	-	-
27	Restricted	16,879,165	13,742,968	(3,136,197)
28	Total Restrictions/Reserves	$ 17,318,704	$ 14,246,649	$ (3,072,055)

**$4,925,500 is allocated for the approved CDE Spend-down plan*

Deferred Maintenance (Fund 14)

Line	Description	2024-25 Budget Adoption	First Interim Budget Projections	Difference
	-A-	-B-	-C-	-D-
1	**BEGINNING BALANCE**	$ 2,445,235	$ 2,445,235	$ -
2	Restatement	-	-	-
3	Adjusted Beginning Balance	$ 2,445,235	$ 2,445,235	$ -
4	**REVENUES**			
5	LCFF Sources	$ 500,000	$ 500,000	-
6	State Revenues	-	-	-
7	Local Revenues	20,000	20,000	-
8	Transfers In	50,000	50,000	-
9	Total Revenues	$ 570,000	$ 570,000	$ -
10	**EXPENDITURES**			
11	Classified Salaries	$ -	$ -	$ -
12	Employee Benefits	-	-	-
13	Supplies	-	-	-
14	Contracted Services	521,889	607,827	85,939
15	Capitalized Expenditures	1,850,318	2,349,930	499,613
16	Other Outgo	-	-	-
17	Transfers Out	-	-	-
18	Total Expenditures	$ 2,372,206	$ 2,957,758	$ 585,552
19	Revenues Less Expenditures	$ (1,802,206)	$ (2,387,758)	$ (585,552)
20	**ENDING BALANCE**	$ 643,029	$ 57,477	$ (585,552)
21	**RESERVES/RESTRICTIONS**			
22	Restricted	$ 643,029	$ 57,477	$ (585,552)
23	Total Restrictions/Reserves	$ 643,029	$ 57,477	$ (585,552)

Building Fund (Fund 21)

Line	Description	2024-25 Budget Adoption	First Interim Budget Projections	Difference
	-A-	-B-	-C-	-D-
1	**BEGINNING BALANCE**	$ 249,901,938	$ 249,901,938	$ -
2	Restatement	-	-	-
3	Adjusted Beginning Balance	$ 249,901,938	$ 249,901,938	$ -
4	**REVENUES**			
5	Federal Revenues	$ -	$ -	$ -
6	State Revenues	-	-	-
7	Local Revenues	3,140,000	3,140,000	-
8	Transfers In	-	-	-
9	Other Uses	-	-	-
10	Total Revenues	$ 3,140,000	$ 3,140,000	$ -
11	**EXPENDITURES**			
12	Classified Salaries	$ 538,519	$ 556,740	$ 18,221
13	Employee Benefits	268,739	275,752	7,013
14	Supplies	1,711,329	1,713,913	2,585
15	Contracted Services	391,516	354,818	(36,697)
16	Capitalized Expenditures	239,047,978	235,979,340	(3,068,638)
17	Other Outgo	-	-	-
18	Transfers Out	-	-	-
19	Total Expenditures	$ 241,958,080	$ 238,880,564	$ (3,077,516)
20	Revenues Less Expenditures	$ (238,818,080)	$ (235,740,564)	$ 3,077,516
21	**ENDING BALANCE**	$ 11,083,857	$ 14,161,374	$ 3,077,516
22	**RESERVES/RESTRICTIONS**			
23	Restricted	$ 11,083,857	$ 14,161,374	$ 3,077,516
24	Total Restrictions/Reserves	$ 11,083,857	$ 14,161,374	$ 3,077,516

Capital Facilities (Fund 25)

Line	Description	2024-25 Budget Adoption	First Interim Budget Projections	Difference
	-A-	-B-	-C-	-D-
1	**BEGINNING BALANCE**	$ 9,016,013	$ 9,016,013	$ -
2	Restatement	-	-	-
3	Adjusted Beginning Balance	$ 9,016,013	$ 9,016,013	$ -
4	**REVENUES**			
5	State Revenues	$ -	$ -	$ -
6	Local Revenues	3,681,200	3,681,200	-
7	Transfers In	-	-	-
8	Total Revenues	$ 3,681,200	$ 3,681,200	$ -
9	**EXPENDITURES**			
10	Certificated Salaries	$ -	$ -	$ -
11	Classified Salaries	-	-	-
12	Employee Benefits	-	-	-
13	Supplies	391,070	414,892	23,823
14	Contracted Services	853,943	1,503,172	649,230
15	Capitalized Expenditures	44,241	169,241	125,000
16	Other Outgo	-	-	-
17	Transfers Out	70,000	70,000	-
18	Total Expenditures	$ 1,359,253	$ 2,157,306	$ 798,052
19	Revenues Less Expenditures	$ 2,321,947	$ 1,523,894	$ (798,052)
20	**ENDING BALANCE**	$ 11,337,960	$ 10,539,908	$ (798,052)
21	**RESERVES/RESTRICTIONS**			
22	Restricted	$ 11,337,960	$ 10,539,908	$ (798,052)
23	Total Restrictions/Reserves	$ 11,337,960	$ 10,539,908	$ (798,052)

County School Facilities (Fund 35)

Line	Description	2024-25 Budget Adoption	First Interim Budget Projections	Difference
	-A-	-B-	-C-	-D-
1	**BEGINNING BALANCE**	$ 31,622,130	$ 31,622,130	$ -
2	Restatement	-	-	-
3	Adjusted Beginning Balance	$ 31,622,130	$ 31,622,130	$ -
4	**REVENUES**			
5	Federal Revenues	$ -	$ -	$ -
6	State Revenues	-	-	-
7	Local Revenues	220,000	440,000	220,000
8	Transfers In	-	-	-
9	Total Revenues	$ 220,000	$ 440,000	$ 220,000
10	**EXPENDITURES**			
11	Classified Salaries	$ -	$ -	$ -
12	Employee Benefits	-	-	-
13	Supplies	-	66,707	66,707
14	Contracted Services	1,520,000	23,000	(1,497,000)
15	Capitalized Expenditures	-	3,430,293	3,430,293
16	Other Outgo	-	-	-
17	Transfers Out	-	-	-
18	Total Expenditures	$ 1,520,000	$ 3,520,000	$ 2,000,000
19	Revenues Less Expenditures	$ (1,300,000)	$ (3,080,000)	$ (1,780,000)
20	**ENDING BALANCE**	$ 30,322,130	$ 28,542,130	$ (1,780,000)
21	**RESERVES/RESTRICTIONS**			
22	Restricted	$ 30,322,130	$ 28,542,130	$ (1,780,000)
23	Total Restrictions/Reserves	$ 30,322,130	$ 28,542,130	$ (1,780,000)

Special Reserve for Capital Projects (Fund 40)

Line	Description	2024-25 Budget Adoption	First Interim Budget Projections	Difference
	-A-	-B-	-C-	-D-
1	**BEGINNING BALANCE**	$ 11,814,060	$ 11,814,060	$ -
2	Restatement	-	-	-
3	Adjusted Beginning Balance	$ 11,814,060	$ 11,814,060	$ -
4	**REVENUES**			
5	Federal Revenues	$ -	$ -	$ -
6	State Revenues	-	-	-
7	Local Revenues	2,431,706	2,481,706	50,000
8	Transfers In	-	-	-
9	Total Revenues	$ 2,431,706	$ 2,481,706	$ 50,000
10	**EXPENDITURES**			
11	Classified Salaries	$ -	$ -	$ -
12	Employee Benefits	-	-	-
13	Supplies	-	57,812	57,812
14	Contracted Services	2,927,618	3,142,560	214,942
15	Capitalized Expenditures	1,233,307	5,541,197	4,307,890
16	Other Outgo	-	-	-
17	Transfers Out	-	-	-
18	Total Expenditures	$ 4,160,925	$ 8,741,569	$ 4,580,645
19	Revenues Less Expenditures	$ (1,729,219)	$ (6,259,863)	$ (4,530,645)
20	**ENDING BALANCE**	$ 10,084,842	$ 5,554,197	$ (4,530,645)
21	**RESERVES/RESTRICTIONS**			
22	Restricted	$ 10,084,842	$ 5,554,197	$ (4,530,645)
23	Total Restrictions/Reserves	$ 10,084,842	$ 5,554,197	$ (4,530,645)

Community Facilities Districts (Fund 49)

Line	Description	2024-25 Budget Adoption	First Interim Budget Projections	Difference
	-A-	-B-	-C-	-D-
1	**BEGINNING BALANCE**	$ 222,600,002	$ 222,600,002	$ -
2	Restatement	539	539	-
3	Adjusted Beginning Balance	$ 222,600,541	$ 222,600,541	$ -
4	**REVENUES**			
5	Federal Revenues	$ -	$ -	$ -
6	State Revenues	-	-	-
7	Local Revenues	32,227,375	32,252,375	25,000
8	Transfers In	-	-	-
9	Total Revenues	$ 32,227,375	$ 32,252,375	$ 25,000
10	**EXPENDITURES**			
11	Classified Salaries	$ 615,364	$ 715,357	$ 99,993
12	Employee Benefits	305,629	335,168	29,539
13	Supplies	2,355,841	2,201,684	(154,157)
14	Contracted Services	508,129	731,035	222,906
15	Capitalized Expenditures	65,874,078	74,420,647	8,546,570
16	Other Outgo	10,336,475	10,336,475	-
17	Transfers Out	-	-	-
18	Total Expenditures	$ 79,995,515	$ 88,740,367	$ 8,744,852
19	Revenues Less Expenditures	$ (47,768,140)	$ (56,487,992)	$ (8,719,852)
20	**ENDING BALANCE**	$ 174,832,401	$ 166,112,550	$ (8,719,852)
21	**RESERVES/RESTRICTIONS**			
22	Restricted	$ 174,832,401	$ 166,112,550	$ (8,719,852)
23	Total Restrictions/Reserves	$ 174,832,401	$ 166,112,550	$ (8,719,852)

Foundation Trust (Fund 73)*

Line	Description	2024-25 Budget Adoptions	First Interim Budget Projections	Difference
	-A-	-B-	-C-	-D-
1	**BEGINNING BALANCE**	$ 14,634	$ 14,634	$ -
2	Restatement	-	-	-
3	Adjusted Beginning Balance	$ 14,634	$ 14,634	$ -
4	**REVENUES**			
5	State Revenues	$ -	$ -	$ -
6	Local Revenues	200	200	-
7	Transfers In	-	-	-
8	Total Revenues	$ 200	$ 200	$ -
9	**EXPENDITURES**			
10	Certificated Salaries	$ -	$ -	$ -
11	Classified Salaries	-	-	-
12	Employee Benefits	-	-	-
13	Supplies	-	-	-
14	Contracted Services	-	-	-
15	Capitalized Expenditures	-	-	-
16	Other Outgo	-	-	-
17	Total Expenditures	$ -	$ -	$ -
18	Revenues Less Expenditures	$ 200	$ 200	$ -
19	**ENDING BALANCE**	$ 14,834	$ 14,834	$ -
20	**UNRESTRICTED RESERVES**			
21	Unrestricted	$ 14,834	$ 14,834	$ -
22	**UNRESTRICTED RESERVES**	$ 14,834	$ 14,834	$ -

* Includes Maida Torres Stanovik, Ruth Chapman, and O'Malley scholarships


Staff
Recommendation

Recommended Action

Staff recommends that the Board of Trustees approve the 2024-25 First Interim Report with a Positive Certification to submit to the San Diego County Office of Education (SDCOE) in accordance with Education Code 42130.



Questions?