

FY 2025-26 First Interim

Board of Education

December 17, 2025

Annual Budget Cycle

1. Budget/LCAP Adoption

June: Public Hearing and Adoption

8. May Revision

May: Revisions to the Governor's Proposed Budget

7. Second Interim Report

March: Updated Revenue and Expenditures – July 1- January 31

6. Prior Year Audited Actuals

December: Due to CDE
January: Presented to the BOT



2. Budget Revision (45 Day)

August: If Necessary

3. Unaudited Actuals

September

4. First Interim Report

December: Updated Revenue and Expenditures – July 1- October 31

5. Governor's Proposed Budget

January



Overview

Education Code Section 42130: Requires that school districts certify to the State the fiscal stability of the District. Districts must demonstrate they can meet their fiscal obligations for the current year and two years out. The reports must be presented to and approved by the District's Governing Board no later than 45 days after the close of the report period.

- ❑ 1st Interim, covers actual expenditures and actual revenues from July 1 through October 31, and updates projections for the balance of the year
- ❑ 2nd Interim, covers actual expenditures and actual revenues from July 1 through January 31, and updates projections for the balance of the year
- ❑ If needed due to Qualified Certification at 2nd Interim, 3rd Interim, covers actual expenditures and actual revenues from July 1 through April 30, and updates projections for the balance of the year

Overview

The Certification of the District's financial condition may take one of three forms:



Positive Certification: The District will meet its financial obligations for the current fiscal year and subsequent two years.

- ❑ **Qualified Certification:** The District may not meet its financial obligations for the current fiscal year or subsequent two years.
- ❑ **Negative Declaration:** The District will not meet its financial obligations for the remainder of the fiscal year or for the subsequent fiscal years.

Budget Assumptions

Assumptions - 2025-26 First Interim	25-26	26-27	27-28
District Enrollment	6,337	6,210	6,086
Average Daily Attendance (ADA)	93.96%	93.97%	93.97%
Unduplicated Pupil Percentage (UPP)	60.67%	60.67%	60.67%
Local Control Funding Formula (LCFF) COLA	2.30%	3.02%	3.42%
CalSTRS Employer Rate	19.10%	19.10%	19.10%
CalPERS Employer Rate	26.81%	26.40%	26.90%
Step and Column	1.50%	1.50%	1.50%
Property Tax Increase	5.00%	5.00%	5.00%
California CPI	3.09%	2.82%	2.72%

Fund 01 Revenue

REVENUE, EXPENDITURES & CHANGES IN FUND BALANCE 25-26 First Interim

	Adopted Budget 25-26	First Interim 25-26	Difference
A) REVENUES			
LCFF Sources	\$102,390,348	\$104,186,841	\$1,796,493
Federal Revenues	3,754,794	4,761,781	1,006,987
Other State Revenues	17,030,409	19,935,253	2,904,844
Local Revenues	10,557,501	17,875,543	7,318,042
TOTAL REVENUES	\$133,733,052	\$146,759,418	\$13,026,366

Fund 01 Revenue

GENERAL FUND 01 SOURCES OF REVENUE

25-26 First Interim

Revenue Category	Amount	% of Total
LCFF Base	\$87,258,712	55.31%
LCFF Base: Education Protection Account	1,209,540	0.77%
LCFF Supplemental and Concentration	10,170,409	6.45%
Special Education Property Taxes	5,548,180	3.52%
Federal Revenues	4,761,781	3.02%
Other State Revenues	18,243,708	11.56%
Lottery	1,691,545	1.07%
Local Revenues	16,253,621	10.30%
Measure U Parcel Taxes	1,621,922	1.03%
Transfers - RDA	11,000,000	6.97%
Total Revenue	\$157,759,418	100.0%

Fund 01 Revenue

RCSD Fund 01 Revenue

2025-26 First Interim

Transfers - RDA

7.0%

Measure U Parcel Taxes

1.0%

Local Revenues

10.3%

Lottery

1.1%

Other State Revenues

11.56%

Federal Revenues

3.0%

Special Education Property

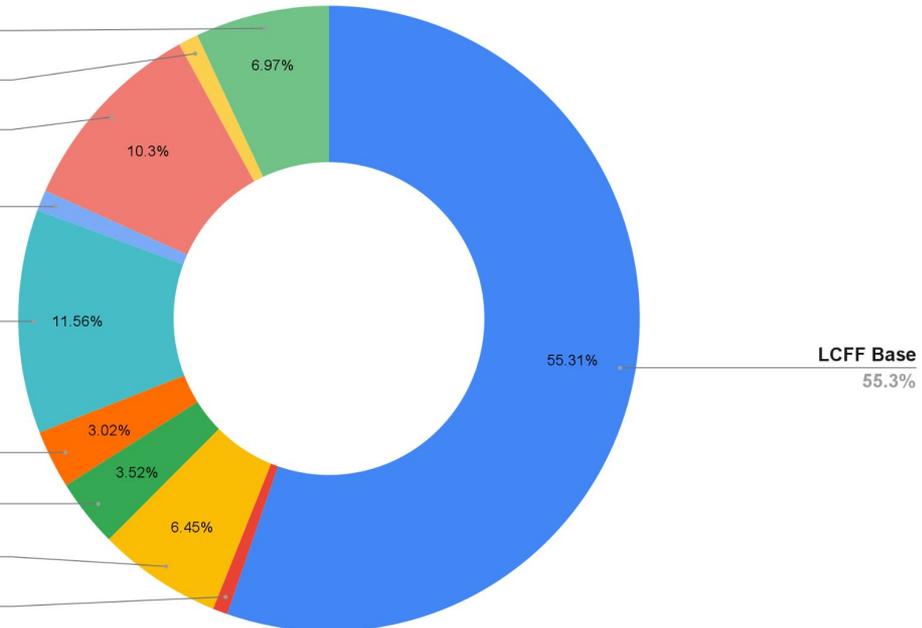
3.5%

LCFF Supplemental and

6.4%

LCFF Base: Education

0.8%



Fund 01 Expenditures

REVENUE, EXPENDITURES & CHANGES IN FUND BALANCE

25-26 First Interim

	Adopted Budget 25-26	First Interim 25-26	Difference
B) EXPENDITURES			
Certificated Salaries	53,049,671	\$54,017,947	-\$968,276
Classified Salaries	29,253,308	29,996,559	-743,251
Employee Benefits	40,120,555	40,091,839	28,716
Books and Supplies	2,917,960	5,621,063	-2,703,103
Services and Operating Expense:	26,245,834	29,628,400	-3,382,566
Capital Outlay	115,423	916,048	-800,625
Other Outgo	429,425	429,425	0
Direct Support/Indirect Costs	(664,331)	(600,788)	-63,543
TOTAL EXPENDITURES	\$151,467,845	\$160,100,493	-\$8,632,648

Fund 01 Expenditures

GENERAL FUND 01 EXPENDITURES

25-26 First Interim

Expenditures Category	Amount	% of Total
Certificated Salaries	\$54,017,947	33.74%
Classified Salaries	29,996,559	18.74%
Employee Benefits	40,091,839	25.04%
Books/Supplies	5,621,063	3.51%
Services & Other Operating Expenses	29,628,400	18.51%
Capital Outlay	916,048	0.57%
Other Outgo/Direct & Indirect Costs/Transfer-out	(171,363)	-0.11%
Total Expenditures	160,100,493	100.00%

Fund 01 Expenditures

RCSD Fund 01 Expenditures

2025-26 First Interim

Capital Outlay

0.6%

Services & Other

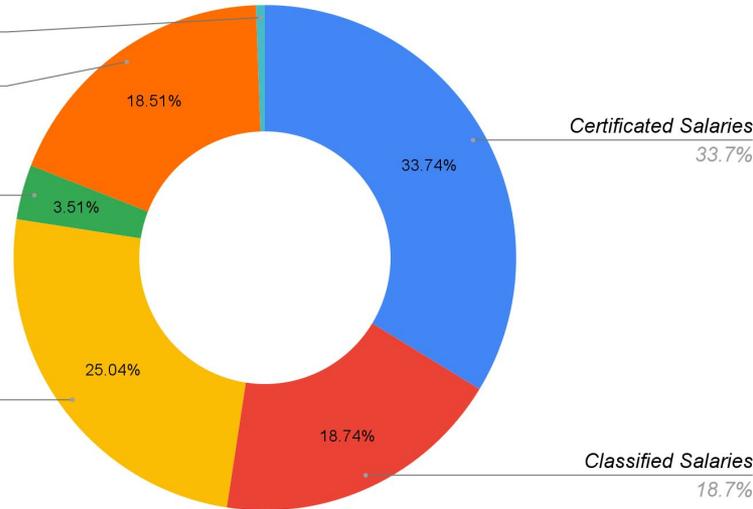
18.5%

Books/Supplies

3.5%

Employee Benefits

25.0%



Certificated Salaries

- Classroom Teachers
- TOSAs
- Counselors
- Psychologists
- Site Administrators
- District Office Administrators

Classified Salaries

- Instructional Assts.
- Para-Professionals
- School Office Staff
- Custodians
- Maintenance & Ops
- Technology Support

Employee Benefits

- Health and Dental
- Medicare
- Workers Comp
- FICA - Classified
- PERS - Classified
- STRS - Certificated

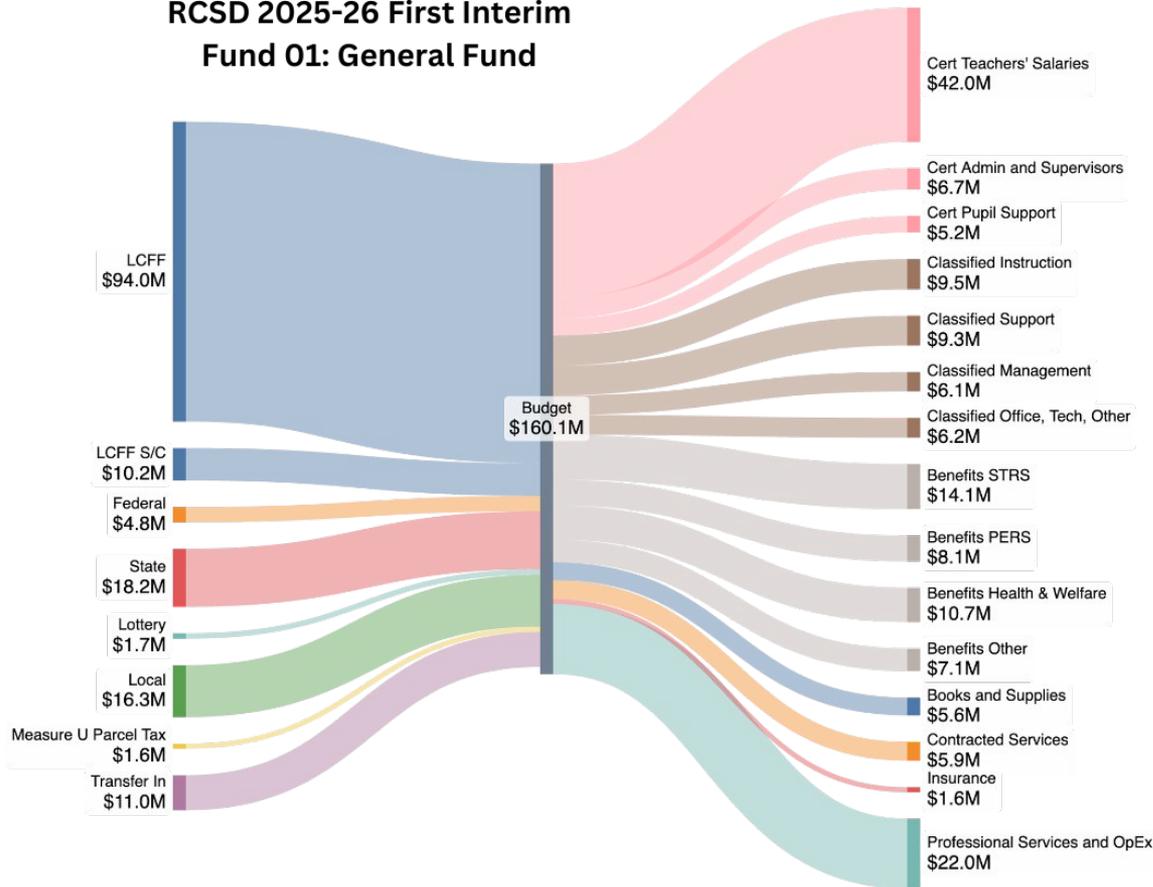
Services & Operating

- Utilities
- Network/Internet
- Insurance
- Professional Services
- Contract Personnel
- Outside Services

Certificated/Classified/Benefits = 77.52%

RCSD 2025-26 First Interim Fund 01: General Fund

Revenue



Expenditures

Fund 01 Snapshot

Teacher and Classroom Support Salaries

- Teachers • Substitutes • Instructional Aids/Paraprofessionals • Resources Specialists

Administration & Supervisors

- Superintendent • Assistant Superintendents • Directors • Principals/Asst.Principals • Managers • Supervisors

Classified Support

- Tech Support • Occupational Therapists • LVNs • Crossing Guards • M&O • Custodial • HR • Translation • SIS
• Bus Drivers • Mechanics • Library Specialists • Business Office • Office Managers/Assistants • Admin Assistants

Retirement and Benefits

- State Teachers Retirement System (STRS) • Public Employee Retirement System (PERS) • OASDI/Medicare
• Unemployment Insurance • Workers' Compensation • Health and Welfare Benefits

Books and Supplies

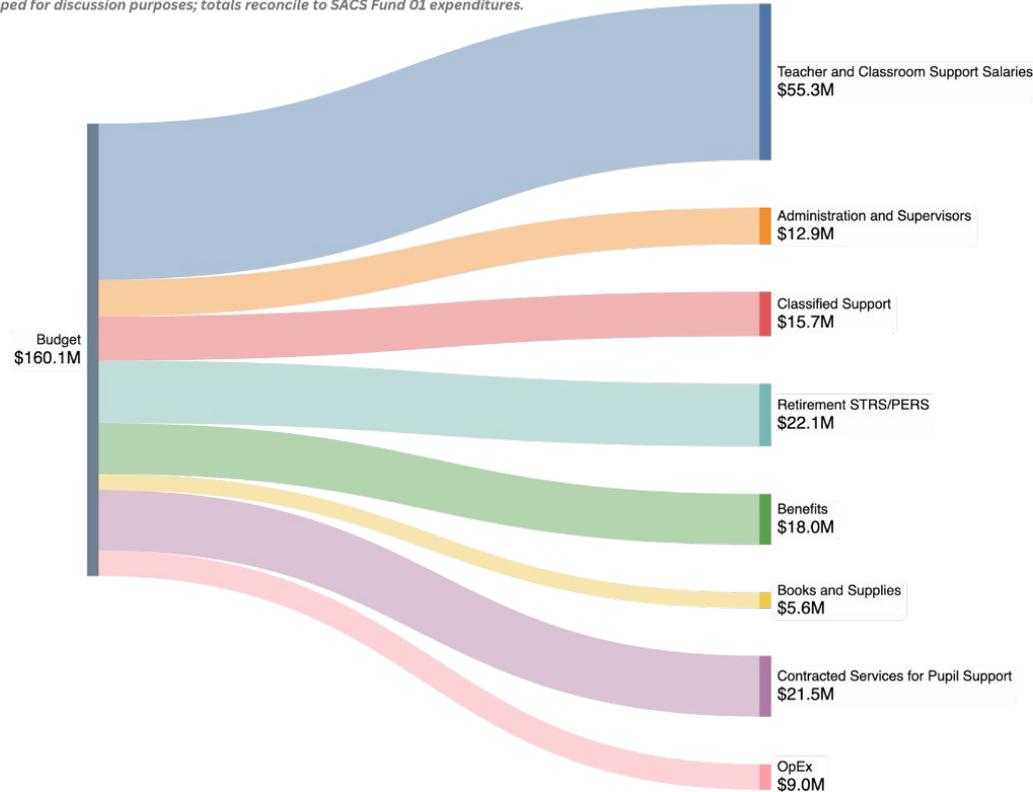
- Textbooks and Core Materials • Materials and Supplies • Equipment

Contracted Services, Insurance, and Operational Expenses

- SPED Services • Enrichment • Insurance • Fingerprinting • Legal Expense • Utilities • Waste Disposal

RCSD 2025-26 First Interim Fund 01: General Fund

Grouped for discussion purposes; totals reconcile to SACS Fund 01 expenditures.



Fund 01 Expenditure Snapshot

Expenditures

Fund 01 Ending Fund Balance

25-26 First Interim

	Adopted Budget 25-26	First Interim 25-26	Difference
C) EXCESS (DEFICIENCY) OF REV OVER EXPENDITURES	(17,734,793)	(13,341,075)	4,393,718
D) OTHER FINANCING SOURCES/USES			
Interfund Transfer In	\$15,000,000	\$11,000,000	-4,000,000
Interfund Transfer Out	0	0	0
Other Sources	0	0	0
Contributions/Flexibility Transfers	0	0	0
TOTAL OTHER FINANCING SOURCES/USES	\$15,000,000	\$11,000,000	-4,000,000
E) NET INCREASE (DECREASE) IN FUND BALANCE	(2,734,793)	(2,341,075)	393,718
F) BEGINNING FUND BALANCE	\$17,108,862	\$17,108,862	\$0
G) ENDING FUND BALANCE	\$14,374,069	\$14,767,787	\$393,718

Multi-Year Projections

<i>RCSD Short MYP 25-26 FIRST INTERIM</i>	2025-26 First Interim	2026-27 Projection	2027-28 Projection
REVENUES			
Local Control Funding Formula (LCFF including S/C)	\$104,186,841	\$108,795,098	\$113,621,063
Federal Revenues	4,761,781	4,952,567	\$5,116,815
Other State/Local Revenues	37,810,796	40,174,375	41,508,439
Transfers In/Other Sources & Transfers Out/Other Uses	11,000,000	0	0
TOTAL REVENUES	\$157,759,418	\$153,922,040	\$160,246,316
EXPENDITURES			
Salaries & Benefits	\$124,106,345	\$125,732,432	\$127,943,105
Books/Supplies & Outlay	5,621,063	5,418,917	5,230,898
Services & Operating Expenses	29,628,400	29,192,674	28,186,363
Capital Outlay	916,048	0	0
Other Outgo & Indirect Costs	(171,363)	(175,990)	(180,742)
<i>Unidentified Fiscal Stabilization Measures</i>		(5,250,000)	(3,500,000)
TOTAL EXPENDITURES	\$160,100,493	\$154,918,033	\$157,679,625
Current Year Increase/Decrease In Fund Balance	(2,341,075)	(995,993)	2,566,692
Beginning Balance	\$17,108,863	\$14,767,788	\$13,771,795
Ending Balance	\$14,767,788	\$13,771,795	\$16,338,487

Multi-Year Projections

<i>RCSD Short MYP 25-26 FIRST INTERIM</i>	2025-26 First Interim	2026-27 Projection	2027-28 Projection
Ending Balance	\$14,767,788	\$13,771,795	\$16,338,487
Components of Ending Balance	2025-26	2026-27	2027-28
Revolving Cash/Stores/Prepaid	80,000	80,000	80,000
Restricted Ending Balance	8,975,356	8,792,171	11,510,408
Assigned	900,000	0	0
Reserve for Economic Uncertainty (3%)	4,803,015	4,647,541	4,730,389
Unassigned/Unappropriated Ending Balance	\$9,417	\$252,083	\$17,690
Ending Balance	\$14,767,788	\$13,771,795	\$16,338,487
Total Reserve as % of Total Expenditures	3.01%	3.16%	3.01%

Other Funds: 25-26 Balances

Other Funds: Ending Fund Balance	Adopted Budget 25-26	First Interim 25-26	Difference
Fund 12: Child Development	\$3,437,552	\$4,183,874	\$746,322
Fund 13: Cafeteria	5,027,339	5,004,024	-23,315
Fund 14: Deferred Maintenance	102	102	0
Fund 21: Building (Bond)	57,387,476	48,289,055	-9,098,421
Fund 25: Capital Facilities	10,408,526	10,443,300	34,774
Fund 35: County Facilities Fund	10,896,171	11,271,171	375,000
Fund 40: Capital Outlay	\$1,631,450	\$1,697,996	\$66,546

Areas to Monitor

→ **Local Revenue Stability**

- Property tax growth, appeals, refunds, and economic concentration risk

→ **Rising Ongoing Costs and Liabilities**

- Health & welfare, STRS/PERS, utilities, insurance, and claims exposure

→ **Enrollment and Program Demand**

- Staffing and service level impacts independent of ADA funding

→ **Staffing Levels and Compensation Sustainability**

- Personnel cost growth relative to ongoing local revenues

→ **Facilities and Operational Sustainability**

- Aging infrastructure, deferred maintenance, and operating cost impacts

→ **State and Federal Policy Impacts (Non-Revenue)**

- Mandates, compliance costs, and one-time funding expectations

Next Steps



January - March

- ★ Governor's 26-27 Budget
- ★ Budget Decisions for 26-27



March - June

- ★ Second Interim
- ★ LCAP & Budget Development



June 2026

- ★ 26-27 LCAP & Budget Public Hearings
- ★ 26-27 LCAP & Budget Adoption