

# FY 2024-25 Second Interim

Board of Education  
March 26, 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 - 2024-25 2nd Interim	24-25	25-26	26-27
District Enrollment	6,466	6,337	6,210
Average Daily Attendance (ADA)	93.92%	93.95%	93.95%
Unduplicated Pupil Percentage (UPP)	61.06%	60.79%	60.67%
Local Control Funding Formula (LCFF) COLA	1.07%	2.43%	3.52%
LCFF COLA Augmentation	0%	0%	0%
CalSTRS Employer Rate	19.10%	19.10%	19.10%
CalPERS Employer Rate	27.05%	27.40%	27.50%
Step and Column	1.50%	1.50%	1.50%
Property Tax Increase	4.02%	5.00%	5.00%
California CPI	2.85%	2.92%	2.70%

# Fund 01 Revenue

**FUND 01**  
**REVENUE, EXPENDITURES & CHANGES IN FUND BALANCE**  
**24-25 Second Interim**

	<b>Adopted Budget 24-25</b>	<b>First Interim 24-25</b>	<b>Second Interim 24-25</b>	<b>Difference</b>
<b>A) REVENUES</b>				
LCFF Sources	\$98,908,439	\$98,260,258	\$98,559,479	\$299,221
Federal Revenues	3,387,403	4,524,482	4,590,791	66,309
Other State Revenues	16,528,778	17,372,918	17,408,112	35,194
Local Revenues	10,165,439	13,100,473	13,632,666	532,193
<b>TOTAL REVENUES</b>	<b>\$128,990,059</b>	<b>\$133,258,131</b>	<b>\$134,191,048</b>	<b>\$932,917</b>

# Fund 01 Revenue

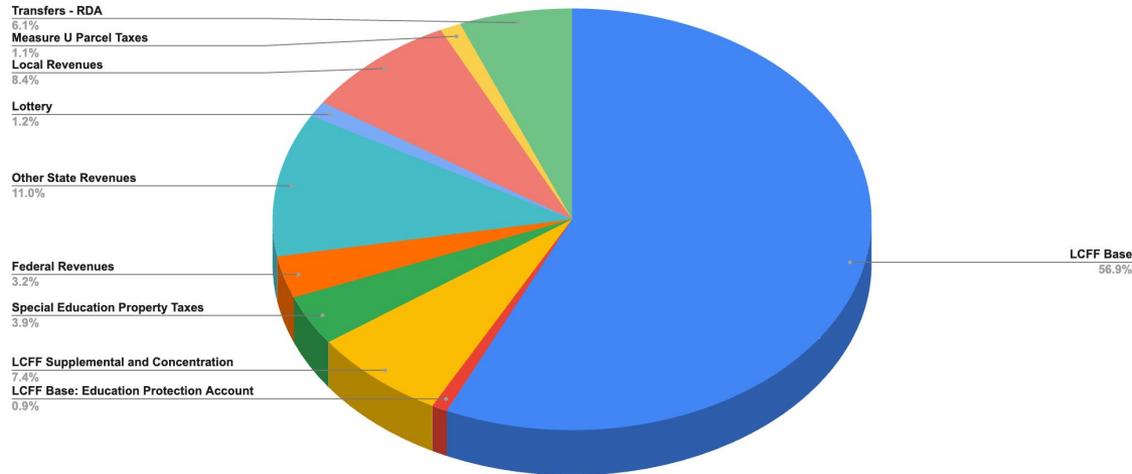
## GENERAL FUND 01 SOURCES OF REVENUE 24-25 2nd Interim

Revenue Category	Amount	% of Total
LCFF Base	\$81,281,789	56.87%
LCFF Base: Education Protection Account	1,215,208	0.85%
LCFF Supplemental and Concentration	10,551,564	7.38%
Special Education Property Taxes	5,510,918	3.86%
Federal Revenues	4,590,791	3.21%
Other State Revenues	15,700,420	10.99%
Lottery	1,707,692	1.20%
Local Revenues	12,018,535	8.41%
Measure U Parcel Taxes	1,614,131	1.13%
Transfers - RDA	8,725,000	6.11%
<b>Total Revenue</b>	<b>\$142,916,048</b>	<b>100.0%</b>

# Fund 01 Revenue

## RCSD Fund 01 Revenue

2024-25 Second Interim Report



# Fund 01 Expenditures

**FUND 01**  
**REVENUE, EXPENDITURES & CHANGES IN FUND BALANCE**  
**24-25 Second Interim**

	<b>Adopted Budget 24-25</b>	<b>First Interim 24-25</b>	<b>Second Interim 24-25</b>	<b>Difference</b>
<b>B) EXPENDITURES</b>				
Certificated Salaries	\$53,034,842	\$53,373,112	\$53,184,352	-\$188,760
Classified Salaries	25,727,067	27,594,280	27,410,370	-183,910
Employee Benefits	36,687,522	37,292,213	37,668,448	376,235
Books and Supplies	3,049,909	3,864,844	4,014,913	150,069
Services and Operating Expenses	25,157,917	29,376,733	32,968,730	3,591,997
Capital Outlay	0	115,423	115,423	0
Other Outgo	419,478	419,478	419,478	0
Direct Support/Indirect Costs	(635,296)	(652,308)	(697,940)	-45,632
<b>TOTAL EXPENDITURES</b>	<b>\$143,441,439</b>	<b>\$151,383,775</b>	<b>\$155,083,774</b>	<b>\$3,699,999</b>

# Fund 01 Expenditures

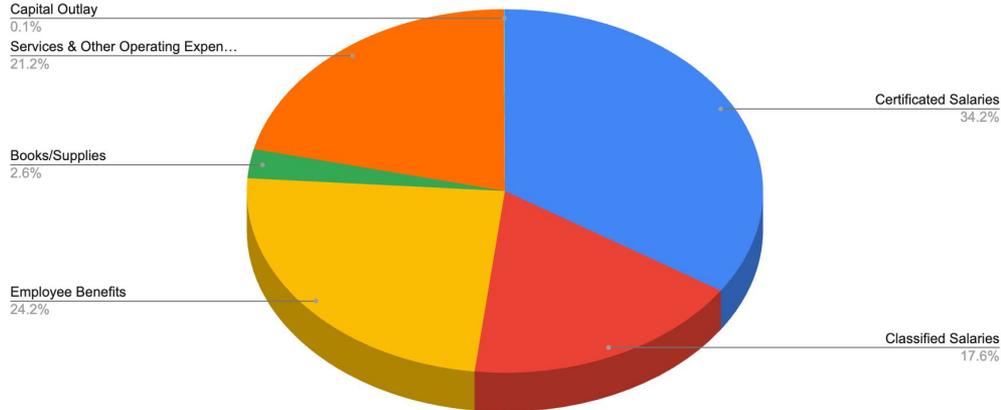
## GENERAL FUND 01 EXPENDITURES 24-25 2nd Interim

<b>Expenditures Category</b>	<b>Amount</b>	<b>% of Total</b>
Certificated Salaries	\$53,184,352	34.29%
Classified Salaries	27,410,370	17.68%
Employee Benefits	37,668,448	24.29%
Books/Supplies	4,014,913	2.59%
Services & Other Operating Expenses	32,968,730	21.26%
Capital Outlay	115,423	0.07%
Other Outgo/Direct & Indirect Costs/Transfer-out	(278,462)	-0.18%
<b>Total Expenditures</b>	<b>155,083,774</b>	<b>100.00%</b>

# Fund 01 Expenditures

## RCSD Fund 01 Expenses

2024-25 2nd Interim Report



### 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

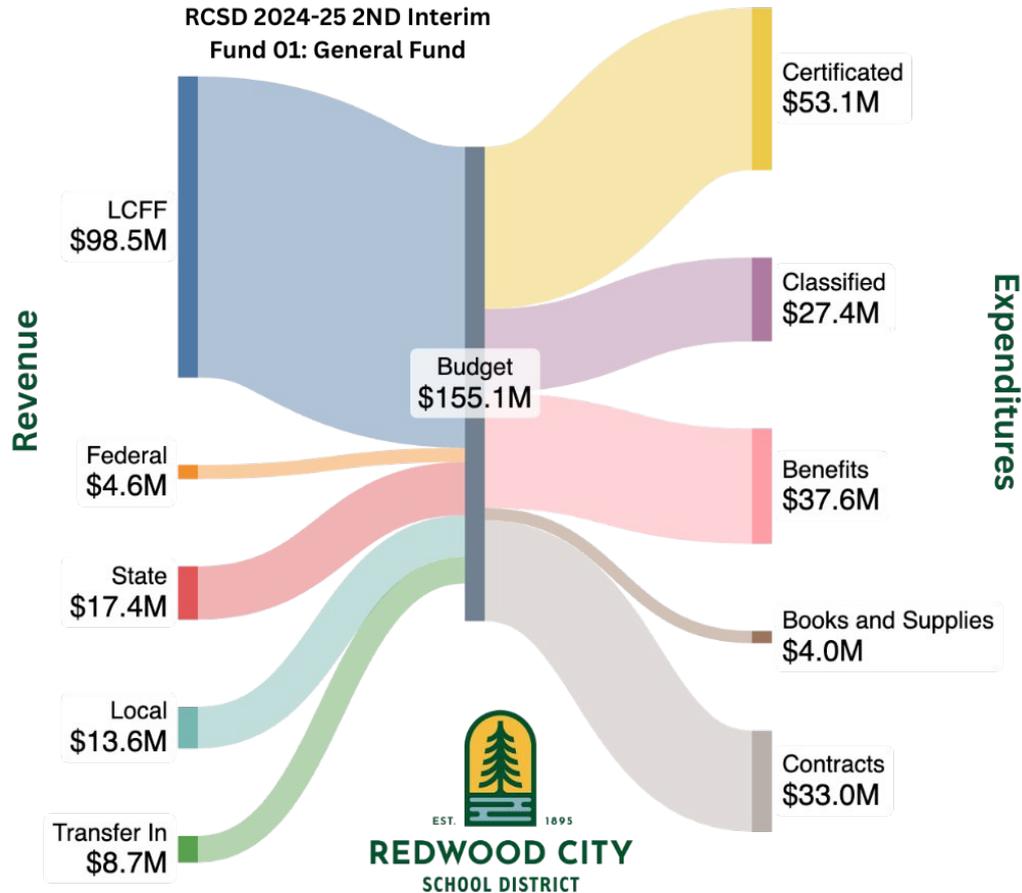
- Health and Dental
- Medicare
- Workers Comp
- FICA - Classified
- PERS - Classified
- STRS - Certificated

### Services & Operating

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

**Certificated/Classified/Benefits = 76%**

# 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**

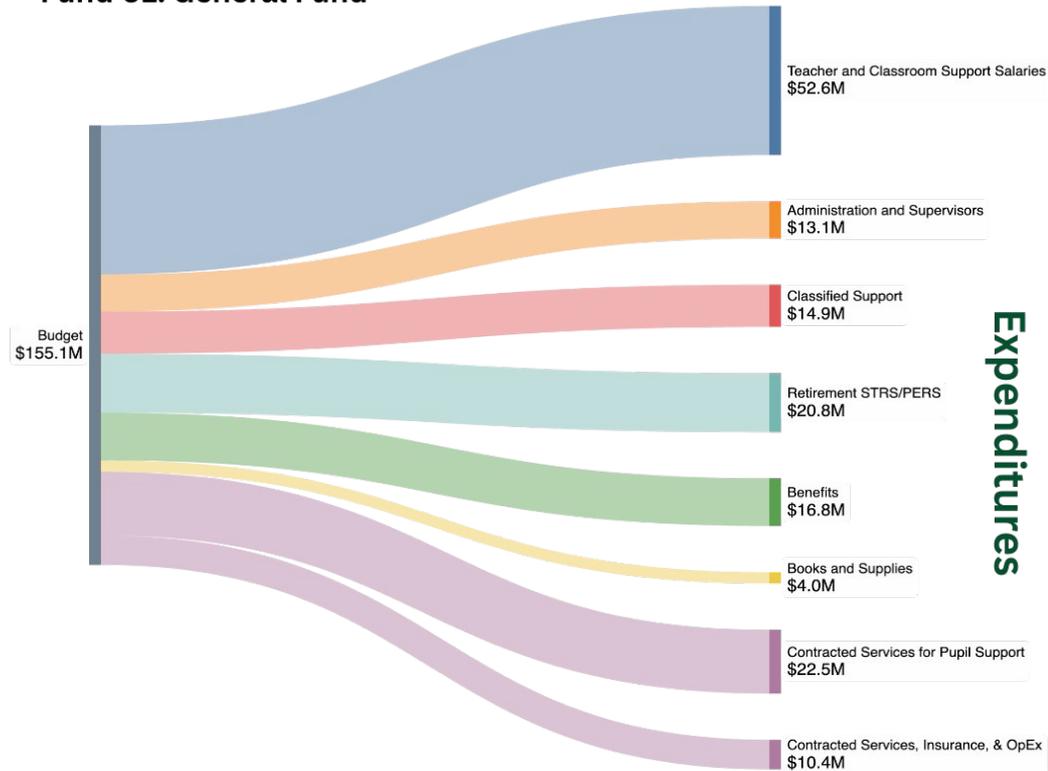
- Textbooks and Core Materials • Materials and Supplies • Equipment

**Contracted Services, Insurance, and Operational Expenses**

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

**RCSD 2024-25 2nd Interim  
Fund 01: General Fund**

# Fund 01 Expenditure Snapshot



**Expenditures**

# Fund 01 Ending Fund Balance

**FUND 01**  
**REVENUE, EXPENDITURES & CHANGES IN FUND BALANCE**  
**24-25 Second Interim**

	Adopted Budget 24-25	First Interim 24-25	Second Interim 24-25	Difference
<b>C) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(14,451,380)	(18,125,644)	(20,892,726)	-2,767,082
<b>D) OTHER FINANCING SOURCES/USES</b>				
Interfund Transfer In	\$9,725,000	\$8,725,000	\$8,725,000	0
Interfund Transfer Out	0	0	0	0
Other Sources	0	0	0	0
Contributions/Flexibility Transfers	0	0	0	0
<b>TOTAL OTHER FINANCING SOURCES/USES</b>	<b>\$9,725,000</b>	<b>\$8,725,000</b>	<b>\$8,725,000</b>	<b>0</b>
<b>E) NET INCREASE (DECREASE) IN FUND BALANCE</b>	<b>(4,726,380)</b>	<b>(9,400,644)</b>	<b>(12,167,726)</b>	<b>-2,767,082</b>
<b>F) BEGINNING FUND BALANCE</b>	<b>\$25,361,257</b>	<b>\$25,361,257</b>	<b>\$25,361,257</b>	<b>\$0</b>
<b>G) ENDING FUND BALANCE</b>	<b>\$20,634,877</b>	<b>\$15,960,613</b>	<b>\$13,193,531</b>	<b>-\$2,767,082</b>

# Multi-Year Projections

<i>RCSD Short MYP 2nd Interim 24-25</i>	<b>2024-25</b>	<b>2025-26</b>	<b>2026-27</b>
<b>REVENUES</b>			
Local Control Funding Formula (LCFF including S/C)	\$98,559,479	\$102,982,286	\$107,441,518
Federal Revenues	\$4,590,791	\$4,771,922	\$4,896,714
Other State/Local Revenues	31,040,778	32,262,903	33,145,807
Transfers In/Other Sources & Transfers Out/Other Uses	8,725,000	4,850,000	3,200,000
<b>TOTAL REVENUES</b>	<b>\$142,916,048</b>	<b>\$144,867,111</b>	<b>\$148,684,039</b>
<b>EXPENDITURES</b>			
Salaries & Benefits	\$118,263,170	\$114,605,228	\$116,771,477
Books/Supplies & Outlay	4,014,913	3,931,204	4,037,347
Services & Operating Expenses	32,968,730	30,963,474	31,394,020
Capital Outlay	115,423	0	0
Other Outgo & Indirect Costs	(278,462)	(286,593)	(294,331)
<b>TOTAL EXPENDITURES</b>	<b>\$155,083,774</b>	<b>\$149,213,313</b>	<b>\$151,908,513</b>
Current Year Increase/Decrease In Fund Balance	(12,167,726)	(4,346,202)	(3,224,474)
Beginning Balance	\$25,361,257	\$13,193,531	\$8,847,329
Ending Balance	\$13,193,531	\$8,847,329	\$5,622,855

# Multi-Year Projections: 2nd Interim



Components of Ending Balance	2024-25	2025-26	2025-27
Revolving Cash/Stores/Prepaid	80,000	80,000	80,000
Restricted Ending Balance	8,405,083	4,201,073	623,736
Assigned	0	0	0
Reserve for Economic Uncertainty (3%)	4,652,513	4,476,399	4,557,255
Unassigned/Unappropriated Ending Balance	\$55,935	\$89,857	\$361,864
Ending Balance	\$13,193,531	\$8,847,329	\$5,622,855
Total Reserve as % to Total Expenditures	<b>3.04%</b>	<b>3.06%</b>	<b>3.24%</b>

# Other Funds: 24-25 Balances

<b>Other Funds: Ending Fund Balance</b>	<b>Adopted Budget 24-25</b>	<b>First Interim 24-25</b>	<b>Second Interim 24-25</b>	<b>Difference</b>
Fund 12: Child Development	\$1,918,540	\$1,918,540	\$2,183,822	\$265,282
Fund 13: Cafeteria	3,012,629	1,717,147	3,187,579	1,470,432
Fund 14: Deferred Maintenance	14	14	14	0
Fund 21: Building (Bond)	91,880,609	91,633,169	68,852,100	-22,781,069
Fund 25: Capital Facilities	21,002,282	23,307,238	23,150,613	-156,625
Fund 35: County Facilities Fund	23,198,425	23,965,144	10,177,158	-13,787,986
Fund 40: Capital Outlay	\$1,817,964	\$1,827,964	\$1,817,964	-\$10,000

# Areas to Monitor

- Negotiations
- State and Federal Budget and Funding Uncertainty
- Rising Costs and Liabilities
- Enrollment
- Staffing
- Facilities and Operational Needs

# Next Steps



## March

- ★ 2nd Interim Report



## Spring

- ★ Negotiations
- ★ Budget/LCAP Development



## June

- ★ Budget/LCAP Public Hearings
- ★ Budget/LCAP Adoption



EST. 1895

**REDWOOD CITY**  
SCHOOL DISTRICT