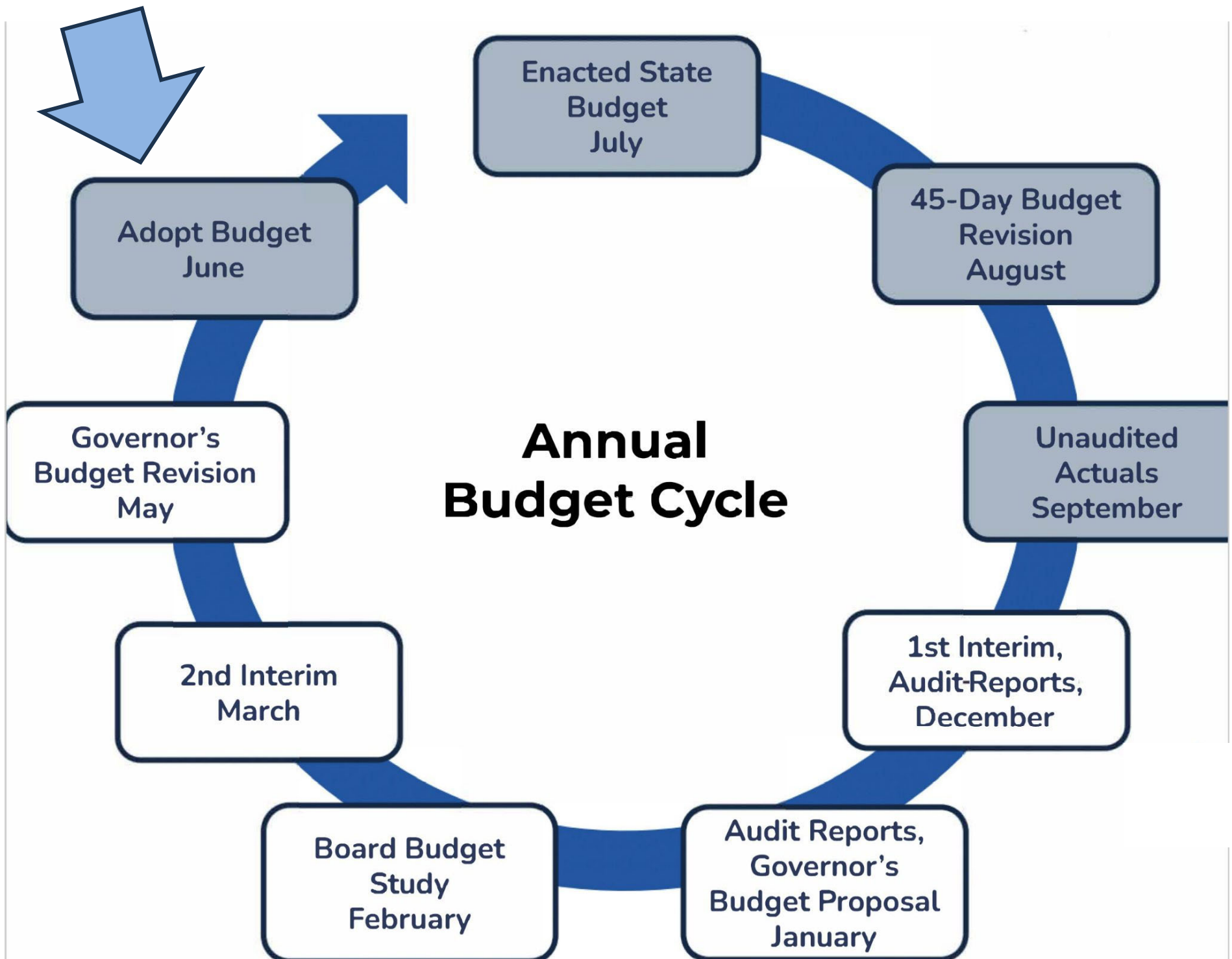


**2025-2026**  
**Proposed Adopted Budget**

June 11, 2025  
Board Presentation



# Budget Timeline

1. Public Hearing LCAP & 2025/26 Adopted Budget
2. Adopt 2025/26 June 18<sup>th</sup> required to take action by July 1<sup>st</sup>
3. Include:
  - 2024/25 Estimated Actuals
  - 2025/26 Proposed Budget
  - General Fund Multi-Year Projections 2026/27 & 2027/28
  - General Fund Cashflow 2025/26 & 2026/27
  - Supplemental Forms
  - Criteria & Standards
- 45-Day Update – August 2025
  - Updates from state budget adoption, if needed

# Objective of the 2025/26 Proposed Budget

- 2025/26 Adopted Budget presents the educational plan of the District shown in numbers & amounts; using the state required documents
- Includes 2024/25 Estimated Actuals, which reflects best known information related to the educational revenues & costs of the 2024/25 school year
- Adopted Budget presents the financial picture for the budget year and next two school years in the MYP (Multi-Year Projection) document

# Enrollment & Student Attendance (ADA)

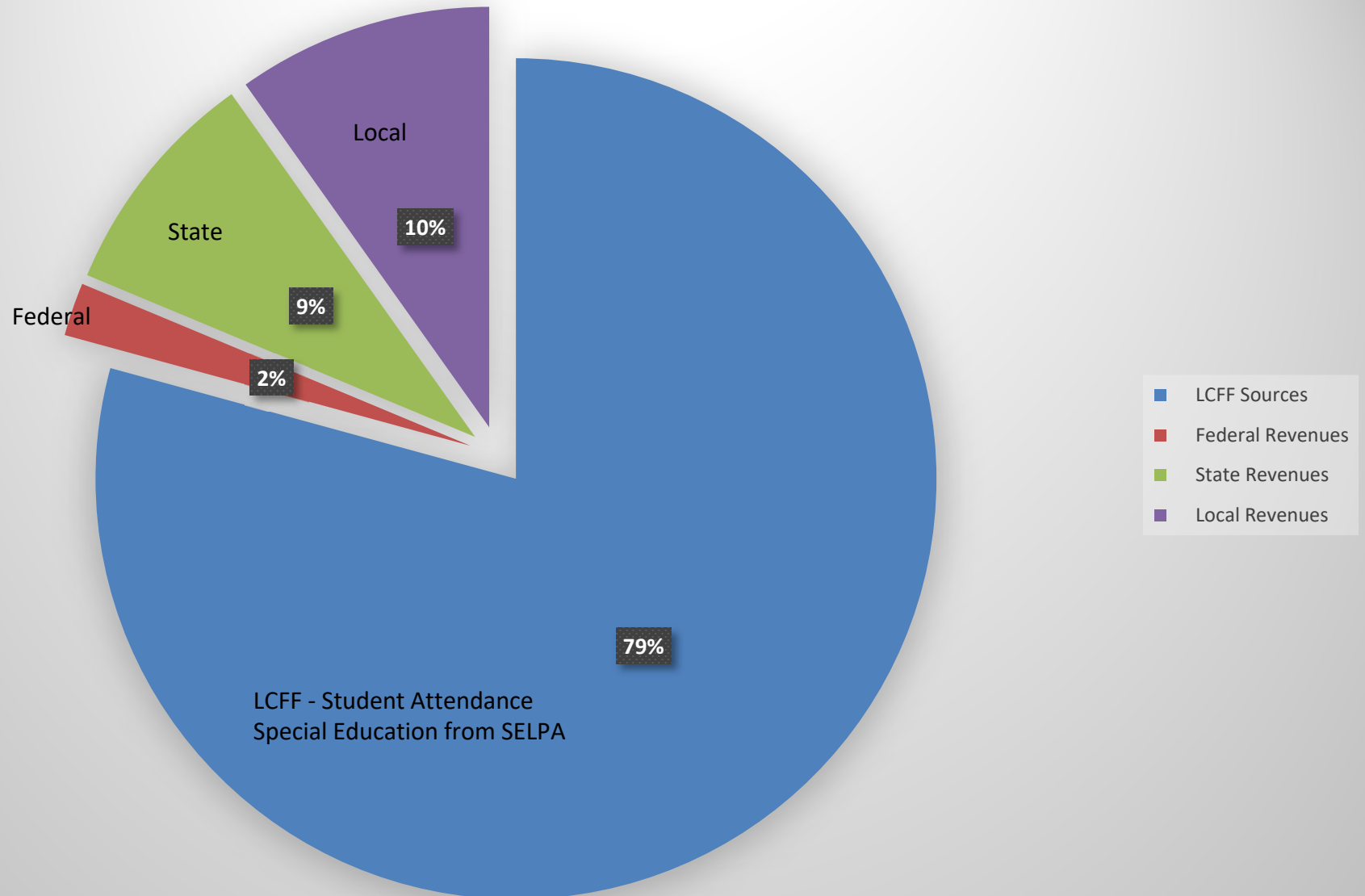
	2024/25		2025/26		2026/27		2027/28	
	Enrollment/ADA		Enrollment/ADA		Enrollment/ADA		Enrollment/ADA	
<b>TK-3</b>	1,193	1,126.35	1,193	1,121.42	1,155	1,121.42	1,140	1,085.70
<b>4-6</b>	882	824.85	866	814.04	842	791.48	780	733.20
<b>7-8</b>	577	535.97	559	525.46	590	554.60	582	547.08
<b>Totals</b>	<b>2,652</b>	<b>2,487.17</b>	<b>2,618</b>	<b>2,460.92</b>	<b>2,587</b>	<b>2,467.50</b>	<b>2,502</b>	<b>2,365.98</b>
<b>Student Attendance %</b>				<b>94.00%</b>		<b>94.00%</b>		<b>94.00%</b>

- Includes Non-Public Schools attendance
- Student Attendance % = how often students come to school from the first day of school thru 2<sup>nd</sup> period reporting of attendance to state (end of March)

# State COLA Percentage Comparison

Fiscal Year	Second Interim	Adopted Budget
2024-25	1.07%	1.07%
2025-26	2.43%	2.30%
2026-27	3.52%	3.02%
2027-28	3.63%	3.42%

# General Fund Revenues



# Total General Fund Revenue

Revenues	Second Interim	Estimated Actuals	Adopted Budget	Explanation
LCFF Sources	\$31.93M	\$32.07M	\$31.91M	COLA, Declining enrollment/ADA
Federal Revenue	\$866K	\$897K	\$826K	Removed carryover revenue
Other State Revenue	\$3.67M	\$3.63M	\$3.57M	Removed carryover revenue – recalc Lottery & Mandated Block grant for changes in student attendance
Other Local Revenue	\$1.98M	\$2.632M	\$3.96M	New parcel tax \$1M
Total Revenue	\$38.45M	\$39.23M	\$40.275M	



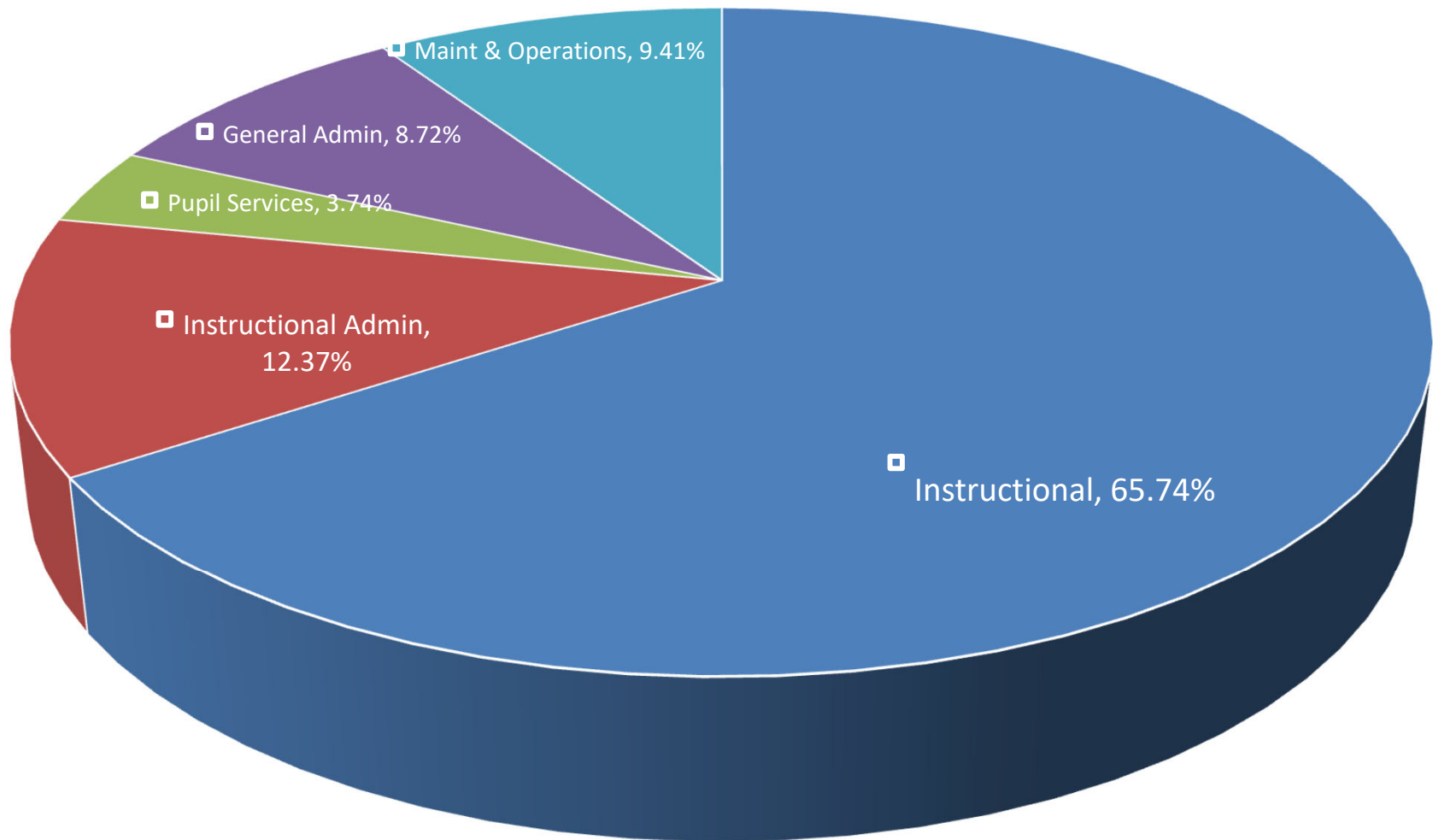
# 2025/26 Adopted Budget Position

## FTEs

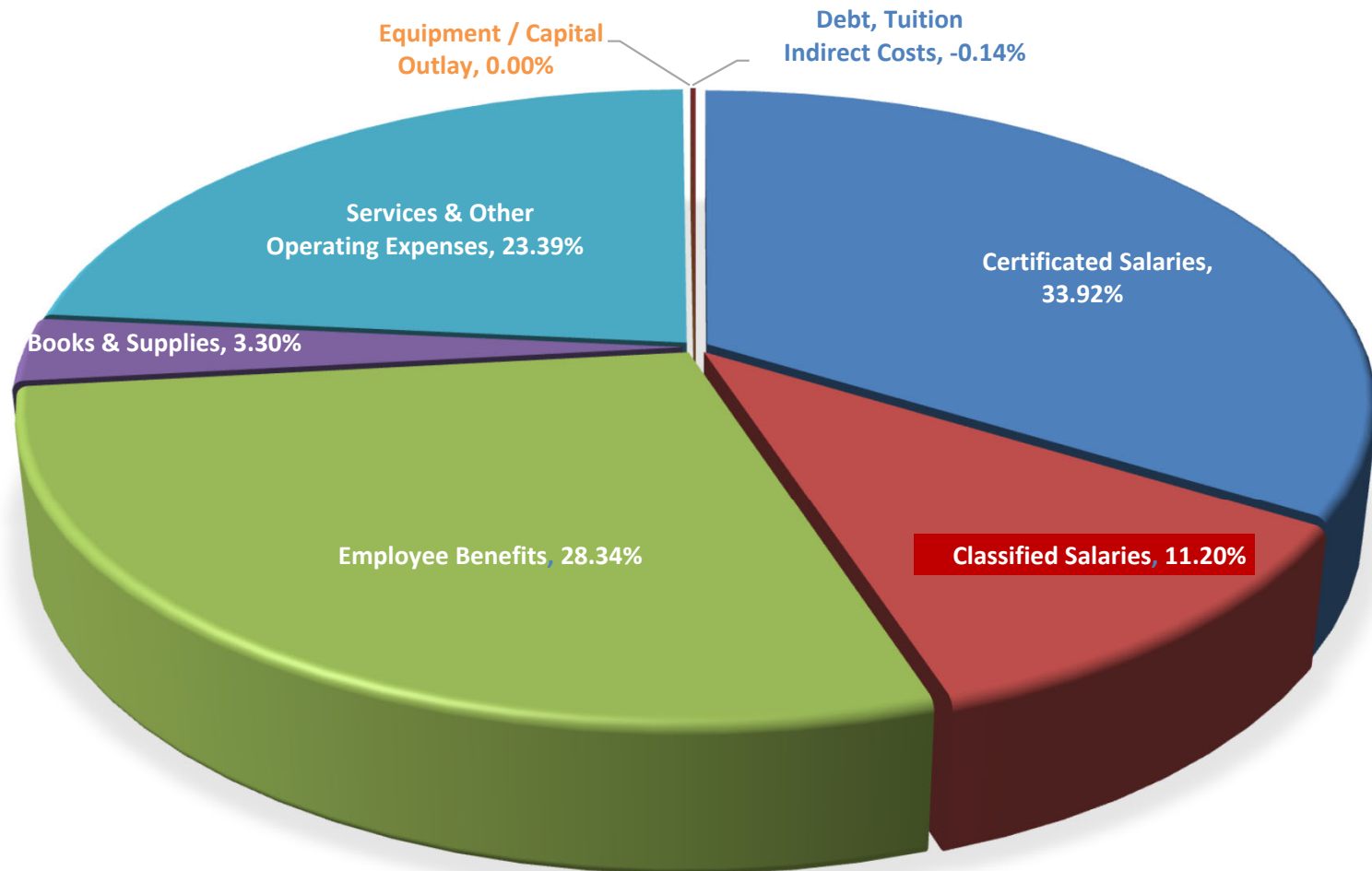
	2025/26	2026/27	2027/28
Instructional	164.10	163.10	160.10
Instructional Support	30.3	30.3	30.3
Pupil Services	21.53	21.53	21.53
District Admin	9.325	8.325	8.325
Maintenance & Operations	21.17	21.17	21.17

Instructional	Teachers, Paraeducators, Crossing Guards
Instructional Support	Principals, Site Clerical, Library, District Admin & Clerical
Pupil Services	Counselors, Nutrition, Transportation, Psychology
District Admin	Payroll, Purchasing, Human Resources, Business
Maintenance & Operations	Custodial, Grounds, Maintenance, Facilities

# Expenditures by Activity



# General Fund Expenditures



# Total General Fund Expense

Expenditures	Second Interim	Estimated Actuals	Adopted Budget	Explanation
Certificated Salaries	\$13.34M	\$13.70M	\$13.99M	Automatic step increase – Special Education Teachers rather than contracts
Classified Salaries	\$4.75M	\$4.78M	\$4.62M	
Employee Benefits	\$11.27M	\$11.26M	\$11.7M	Employee Payroll Costs (STRS, PERS, UI, WC) & Health Benefits
Books and Supplies	\$1.35M	\$1.1M	\$1.36M	
Services/Other Operating/Outlay	\$10.37M	\$11.39M	\$9.65M	Savings in Special Education contracts
Other Outgo	\$241K	\$378K	\$2,500	
Indirect Costs	-\$65K	-\$53K	-\$59K	
<b>Total Expenditures</b>	<b>\$41.27M</b>	<b>\$42.56M</b>	<b>\$41.27M</b>	

# Multi-Year Projections

## Board Goals for 2025/26 & Future Years

Enhance Educational Programs

Financial Stability

Eliminate Deficit Spending & keeping 6% reserve levels

Provide for Future Employee Compensation

# Multi-Year Projection Assumptions

- Staffing to contract language
- Co-location of Ocean Shore & Sunset Ridge
- Ocean Shore & Valdemar 6-8 grade students to IBL
- Reduction of Special Education costs
- Enrollment & Student Attendance ADA
- Automatic salary increases based on longevity
- Increases to cost of employee medical benefits, utilities, and property & liability insurance
- Utilization of one-time grants – expiring 2025/26
- New parcel tax revenue available for educational plan for spending

# Multi-Year Projections

	2025/26	2026/27	2027/28	
Revenues	\$40.27M	\$40.73M	\$41.42M	LCFF COLA, enrollment & ADA, parcel tax
Expenses	\$41.27M	\$39.80M	\$38.87M	Staffing, expiring one-time grants
Deficit Spending	-\$1M	\$923K	\$1.54M	25/26 one-time expenses \$901K
Begin Balance	\$4.52M	\$3.52M	\$4.45M	
End Balance	\$3.52M	\$4.45M	\$5.99M	
Restricted	\$2.19M	\$3.10M	\$4.06	included \$1M new parcel tax
Unrestricted reserve**	\$2.19M 5.34%	\$2.24M 5.63%	\$2.85M 7.15%	

\*\*includes Fund 17

# Factors Impacting Deficit Spending 2025/26

- **2025/26 deficit**
  - **-\$1,003,000**
    - Unrestricted **-\$101,482**
    - Restricted **-\$901,518**
- **2026/27 actions**
  - +\$923,637
  - Unrestricted \$18,320
    - Reductions of 2 FTEs
  - Restricted \$905,317
    - +\$1M new parcel tax
    - **-\$1.755M** one-time carryover of state grants



# Factors Impacting Multi-Year

- State & Federal funding
- Changes in Student enrollment & attendance
- Increasing needs of our Special Education students
- Inflation
  - Health, Utilities & Property Insurance
  - Retirement Costs STRS/PERS (*example: CalPERS employer rate projected at over 27%*)
- Natural Disasters - Insurance claims
- Unanticipated costs – legal costs, additional insurance, etc.

## Ending Balances All Other District Funds

Fund	Estimated Actuals	Adopted Budget
Nutrition Services Fund	\$1,849,438	\$2,375,283
Deferred Maintenance Fund	\$91,248	\$175,248
Special Reserve – Non-Capital	\$851,331	\$877,171
Special Reserve – Retiree Benefits	\$993,782	\$1,024,082
Bond Building Fund	\$20,126,641	\$5,666,180
Capital Projects	\$135,223	\$168,223
Reserve for Capital Projects	\$3,796,711	\$3,880,309
Tax Override Fund	\$257,256	\$266,281

# **2025/26 Proposed Budget Recommendation**

- **Recommendation:**  
**Adoption of 2025/26 Proposed Budget**  
**June 18, 2025 Board Meeting**
- **Submission to San Mateo County Office of Education**  
**for review and approval**
  - **Review & approval is due back from SMCOE by**  
**August 15, 2025**

## 2025-26 Next Steps

- **June 18 2025** Board Action – Adopt 2025/26 Budget
- **August 2025** 45-Day Update – August Board Meeting (if needed)
- **September 2025** Present 2024/25 Unaudited Actuals for Board acceptance
- **December 2025** Board Action – 2025/26 First Interim Report
- **January 2026** Governor's 2026/27 Budget Proposal
- **March 2026** Board Action – 2025/26 Second Interim Report
- **February/March 2026** Start 2026/27 Budget Development

# More Important Steps

- 1 – provide enhanced educational programs for Pacifica students
- 2 – maintain financial stability & healthy ending reserve balances
- 3 – provide for fair compensation for staff

***Requires monitoring & alignment of Budget  
to educational plan & needs of our students to district goals  
Revised Budget as needed as educational plan changes or  
student needs change or district goals change***

# Pacifica School District Goals:

**AACE**

***Attendance***

***Academics***

***Community Engagement***

***Embracing inclusivity and diversity***