



2025-26

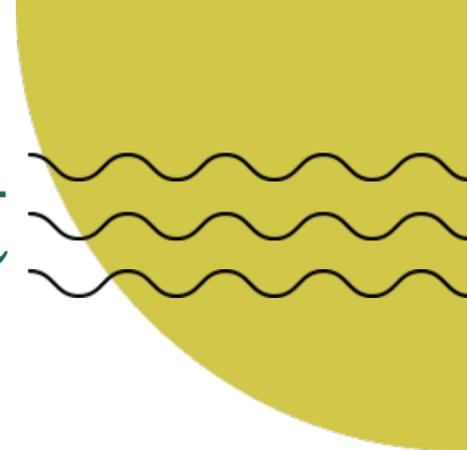
Second Interim Report

COTATI-ROHNERT PARK UNIFIED SCHOOL DISTRICT

SCHOOL BOARD PRESENTATION

DATE 3/10/26

2025-26 Second Interim State Report

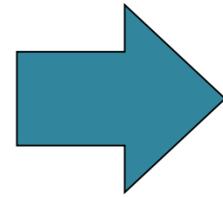


- California Education Code 42130 requires the Superintendent to prepare and submit two interim financial reports to the Board each fiscal year
- After reviewing the report, California Education Code 42131 requires the Board to certify the district's ability to meet its financial obligations for the remainder of the current fiscal year as well as the following two fiscal years
- The Second Interim Report is from July 1st through January 31st, and projects financial activity through June 30th

Process:

- Update the district budget for changes in revenues and expenditures since first interim using the most current information available and update multi-year projections (MYP) using the most current assumptions
- The report is sent to the Sonoma County Office of Education (SCOE) for review. District will receive a letter from SCOE noting approval (or disapproval)

State Budget Process



- January
 - Governor's proposed budget for budget year
- February
 - Legislative Analyst review with comments
- April
 - Statutory COLA recalculated
- May
 - "May Revise" reflects tax adjustments
- June 15 (or later)
 - Final adopted State budget
 - COLAs, "gap" funding
 - Potential additional programs, or funding changes
- November
 - Legislative Analyst Report (LAO Report)
 - Projections for next year based on tax collections and economic predictors
- January
 - Governor's proposed budget for next budget year...



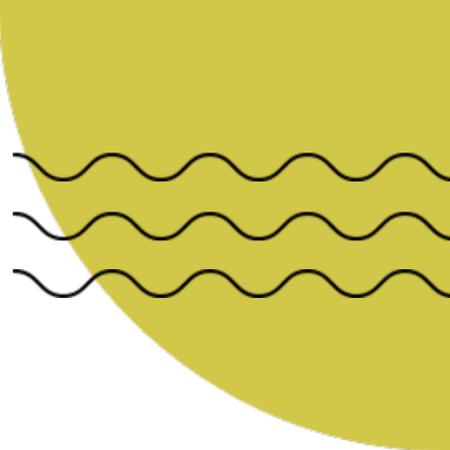
Components: Funding Factors

Budget Planning Factors for 2025-26 and MYPs

	2024-25	2025-26	2026-27	2027-28
Statutory COLA	1.07%	2.30%	2.41%	3.06%
COLA Investment	0.00%	0.00%	0.00%	0.00%
Funded LCFF Cola	1.07%	2.30%	2.41%	3.06%
STRS Employer Rates	19.10%	19.10%	19.10%	19.10%
PERS Employer Rates	27.05%	26.81%	26.40%	26.90%
Lottery per ADA				
Unrestricted	\$ 211.00	\$ 190.00	\$ 190.00	\$ 190.00
Restricted	\$ 102.00	\$ 82.00	\$ 82.00	\$ 82.00
Mandated Block Grant for Districts				
K-8 per ADA	\$ 37.81	\$ 39.09	\$ 40.03	\$ 41.25
9-12 per ADA	\$ 72.84	\$ 76.48	\$ 78.32	\$ 80.72
Routine Restricted Maintenance	Minimum of 3% of total GF expenditures (based on actual expenditures)			
District Enrollment	6,377	6,387	6,466	6,466
Est. Funded ADA	5,961.35	5,979.49	6,065.58	6,089.24
ADA %	93.51%	93.64%	93.83%	94.20%
Unduplicated Pupil Count %	51.32%	52.65%	53.59%	52.78%
Cost of 1% salary adjustment	RPCEA \$387,900	SEIU \$76,800	CSEA \$70,700	Non-Rep \$126,500



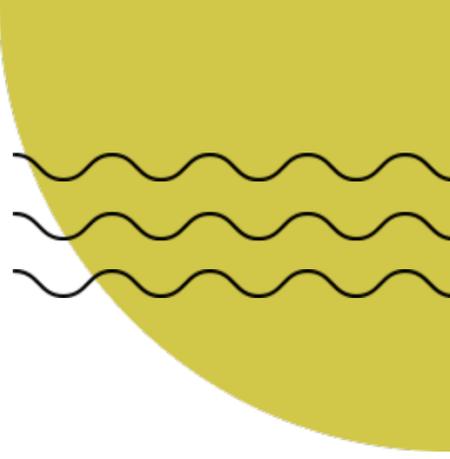
Cost of Living Adjustment Projections – Comparison of projected COLAs Timeline



Description	25-26	26-27	27-28
LCFF COLAs (24-25 Enacted Budget)	2.93%	3.08%	3.30%
LCFF COLAs (25-26 Gov. Proposal)	2.43%	3.52%	3.63%
LCFF COLAs (25-26 May Revision)	2.30%	3.02%	3.42%
LCFF COLAs (25-26 Enacted Budget)	2.30%	3.02%	3.42%
LCFF COLAs (26-27 Gov. Proposal)	2.30%	2.41%	3.06%



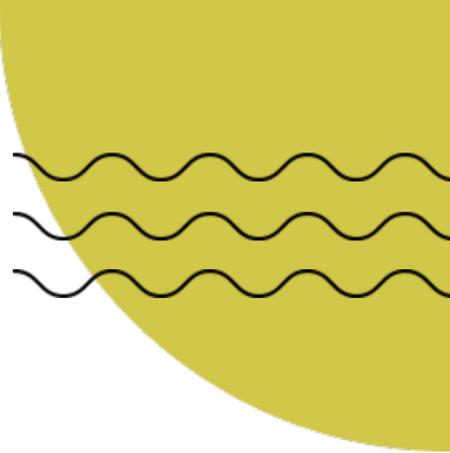
What has changed since 1st Interim?



- Adjusted salaries and benefits to reflect actual projected costs
- PERS rates adjusted in outyears of MYP
- Updated substitute projected costs
- Local revenue budgets are adjusted as actual donations are received
- Contributions to SpEd & M&O adjusted closer to projected actual costs



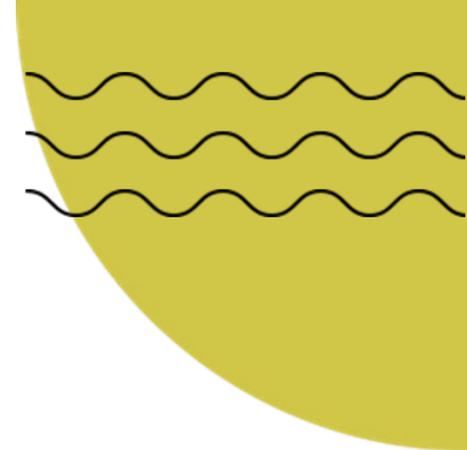
Key Budget Assumptions



- Department of Finance COLA funding assumptions
- Step and Column cost increases 1.5% annually
- Assumes Health and Welfare cost increases 4% annually
- Adjusted PERS costs accordingly using current projected rates
- Funded Average Daily Attendance (ADA) projected at 5,979.49 (93.64%) for 2025-26
- Funded ADA for 2026-27 of 6,065.58 (93.83%)
- Funded ADA for 2027-28 of 6,089.24 (94.20%)



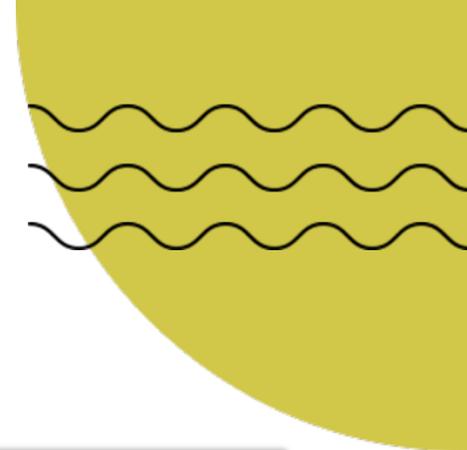
LCFF Revenue 2025-26 (pg.86)



LOCAL CONTROL FUNDING FORMULA							2025-26
LCFF ENTITLEMENT CALCULATION							
		COLA & Augmentation		Base Grant Proration	Unduplicated Pupil Percentage		
Calculation Factors		2.30%		0.00%	52.65%	52.65%	
		Current Year					
		ADA	Base	Grade Span	Supplemental	Concentration	Total
Grades TK-3		1,821.00	\$ 10,256	\$ 1,067	\$ 1,192	\$ -	\$22,790,383
Grades 4-6		1,313.61	10,411		1,096	-	15,116,076
Grades 7-8		881.42	10,719		1,129	-	10,442,809
Grades 9-12		1,963.46	12,423	323	1,342	-	27,661,526
Subtract Necessary Small School ADA and Funding		-	-	-			-
Total Base, Supplemental, and Concentration Grant			\$ 66,192,175	\$ 2,577,204	\$ 7,241,415	\$ -	\$76,010,794
NSS Allowance							-
TOTAL BASE		5,979.49	\$ 66,192,175	\$ 2,577,204	\$ 7,241,415	\$ -	\$76,010,794
ADD ONS:							
Targeted Instructional Improvement Block Grant							\$ 502,003
Home-to-School Transportation (COLA added commencing 2023-24)							766,471
Small School District Bus Replacement Program (COLA added commencing 2023-24)							-
Transitional Kindergarten (Commencing 2022-23)		TK ADA	284.58	TK Add-on rate	\$ 5,545.00		1,577,996
ECONOMIC RECOVERY TARGET PAYMENT							-
LCFF Entitlement Before Adjustments							\$78,857,264
Miscellaneous Adjustments							-
ADJUSTED LCFF ENTITLEMENT							\$78,857,264
Local Revenue (including RDA)							(33,723,721)
Gross State Aid							\$45,133,543
Education Protection Account Entitlement							(10,205,619)
Net State Aid							\$34,927,924



General Fund 2025-26 Revenue Budget



DESCRIPTION	Unrestricted	Combined
General Purpose (LCFF) Revenue	\$78,857,264	\$80,240,369
Federal Revenue	\$0	\$3,135,987
Other State Revenue	\$2,364,796	\$14,087,850
Other Local Revenue	\$3,949,502	\$9,361,336
TOTAL	\$85,171,562	\$106,825,542

General Purpose – Property taxes, basic state aide, and education protection account funds

Federal – District must follow specific grant guidelines (Title I, Title II, ESSER, etc.)

Other State – State funds not part of State aide (Lottery, Special Education, Mandate etc.)

Local – Funds received from local sources (Parcel Tax, Casino Funds, Foundation support, PTSA support, Interest, etc.)



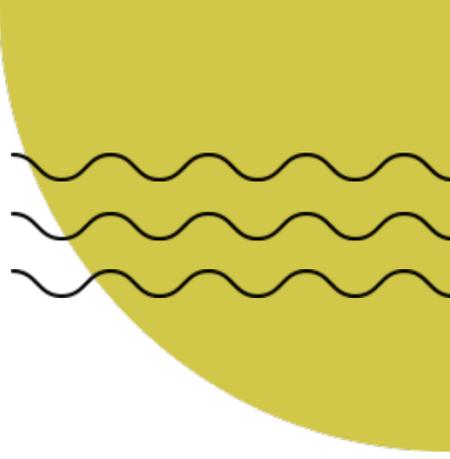
General Fund Expenditures

- Reflects General Fund only (no Cafeteria, Bonds, Capital Facilities)
- Employee costs comprise approximately 86% of the Districts unrestricted budget

DESCRIPTION	UNRESTRICTED	COMBINED
Certificated Salaries	25,358,173	\$36,273,699
Classified Salaries	7,030,530	\$14,024,614
Certificated & Classified Management Sals	4,721,780	\$7,626,053
Benefits (Payroll Taxes and Health & Welfare Contributions)	20,049,202	\$34,257,428
Books and Supplies	780,456	\$4,183,898
Other Services & Oper.	8,868,676	\$20,985,549
Transfer for County Served Students	20,000	\$20,000
Equipment > \$5,000	0	\$210,930
Indirect Costs	(452,096)	\$0
TOTAL	66,376,720	\$117,582,171



Change in Fund Balance since 1st Interim

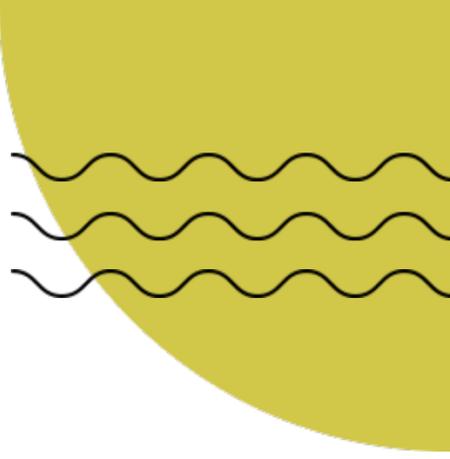


Unrestricted Changes Since First Interim

		Change in Fund Balance
Excess of Expenditures over Revenues at Budget Adoption		\$ (5,123,532)
Revenue Changes		
LCFF Funding - adjustment to ADA & UPP%	(366,766)	
Other State Revenue - Unrestricted Lottery	(19,844)	
Other Local Revenue - Leases, STRS Excess return, p/y ERATE funds	106,515	
	<u>(280,095)</u>	\$ (280,095)
Expenditure Changes		
Certificated Salaries - recently filled vacancy salary adjustment	(109,750)	
Classified Salaries - unfilled vancancy hiring freeze	(157,787)	
Benefits - unfilled vacancy hiring freeze	(176,416)	
Books and Supplies -	(10,341)	
Other Services, Operations ERATE Consultant	21,579	
Transfer of Indirect	1,464	
Increased Contribution to SpEd	(29,989)	
	<u>(461,240)</u>	\$ (461,240)
Revised Excess of Revenues over Expenditures at First Interim		\$ (4,942,387)



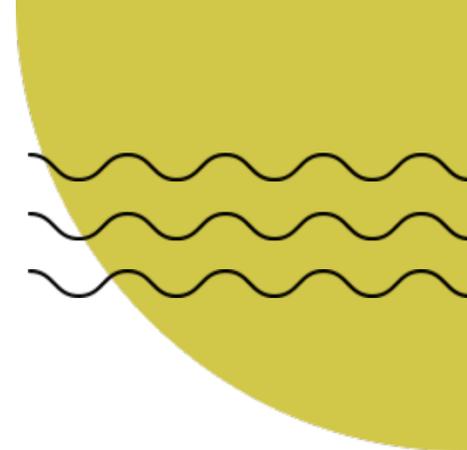
Unrestricted Funds to Restricted Programs



CRPUSD Contributions to Restricted	Amount
Special Education - Instruction	21,508,889
Routine Restricted Maintenance	2,228,340
Total Contributions	23,737,229



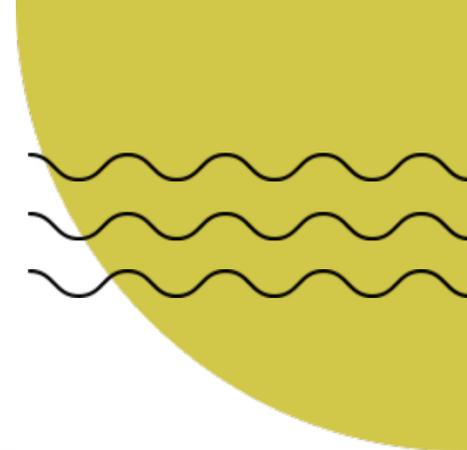
Second Interim General Fund Summary



CRPUSD 2nd Interim 2025-26			
Description	Unrestricted	Restricted	Total
Total Revenues	85,171,562	21,653,980	106,825,542
Total Expenditures	66,376,720	51,205,452	117,582,171
Excess/(Deficiency)	18,794,842	(29,551,472)	(10,756,629)
Transfer to RRMA & SpEd	(23,737,229)	23,737,229	0
Transfer from FD 40 to RRMA		1,075,000	1,075,000
Net Increase/(Decrease)	(4,942,387)	(4,739,243)	(9,681,629)
Beginning Fund Balance	3,418,146	9,869,788	13,287,934
FD 01 Ending Fund Balance	(1,524,241)	5,130,545	3,606,305
FD 17 Special Reserve	3,955,819		
Reserve Percentage	2.07%		



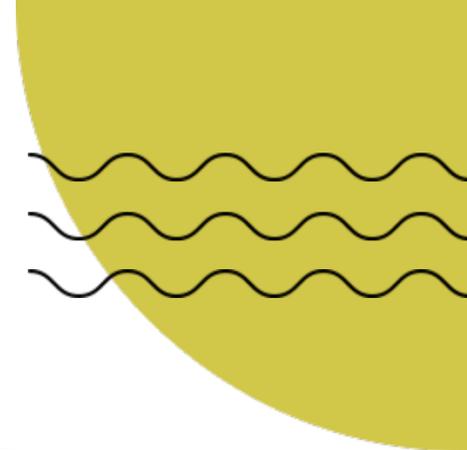
Second Interim Multi-Year Projection(MYP)



2025-26 2nd Interim Multi-Year Projection (Unrestricted General Fund)			
Description	2025-26 Budget	Projected 2026-27	Projected 2027-28
Total Revenues	85,171,562	88,397,494	91,174,079
Total Expenditures	66,376,720	64,538,809	66,000,015
Excess/(Deficiency)	18,794,842	23,858,685	25,174,064
Transfer to RRMA & SpEd	(23,737,229)	(23,505,635)	(24,531,575)
Surplus/(Deficit) (Total Rev - Total Exp)	(4,942,387)	353,050	642,489
Add: Beginning Fund Balance	3,418,146	(1,524,241)	(1,171,191)
FD 01 Unrestricted Ending Fund Balance	(1,524,241)	(1,171,191)	(528,702)
Special Reserve - Fund 17	3,955,819	3,955,819	3,955,819
AB 1200 Reserve Percentage	2.1%	2.6%	3.1%



Multi-Year Projection(MYP) with SRCS students excluded



2025-26 2nd Interim Multi-Year Projection (Unrestricted General Fund)			
Description	2025-26 Budget	Projected 2026-27	Projected 2027-28
Total Revenues	85,171,562	87,318,762	90,054,098
Total Expenditures	66,376,720	64,538,809	66,000,015
Excess/(Deficiency)	18,794,842	22,779,953	24,054,083
Transfer to RRMA & SpEd	(23,737,229)	(23,505,635)	(24,531,575)
Surplus/(Deficit) (Total Rev - Total Exp)	(4,942,387)	(725,682)	(477,492)
Add: Beginning Fund Balance	3,418,146	(1,524,241)	(1,171,191)
FD 01 Unrestricted Ending Fund Balance	(1,524,241)	(2,249,923)	(1,648,683)
Special Reserve - Fund 17	3,955,819	3,955,819	3,955,819
AB 1200 Reserve Percentage	2.1%	1.6%	1.1%



Areas of Financial Concern

- Enrollment/ADA trends
- Future impact of STRS/PERS and COLA
- Future technology needs
- Increases in general cost of doing business
- Containing Special Education costs
- Future Collective Bargaining



Second Interim Certification

- Per AB 1200
- *The Second Interim projection indicates that, as defined in AB 1200, “the Cotati Rohnert Park Unified School District will be able to meet its financial obligations for the current fiscal year and may not be able to meet its financial obligations during subsequent two years.”*



- ✓ *The Cotati Rohnert Park Unified School District is self-certifying as “Qualified”*

Questions?

