

2024-25
Unaudited
Actuals –
Summary for the
Board of
Education

Downey Unified School District •
September 9, 2025

Bottom Line



Downey Unified remains financially strong and solvent.



We maintained higher service levels than ongoing funding supports by strategically using one-time funds and reserves.



Multi-year plan preserves required reserves while aligning spend down of one-time resources with student needs.

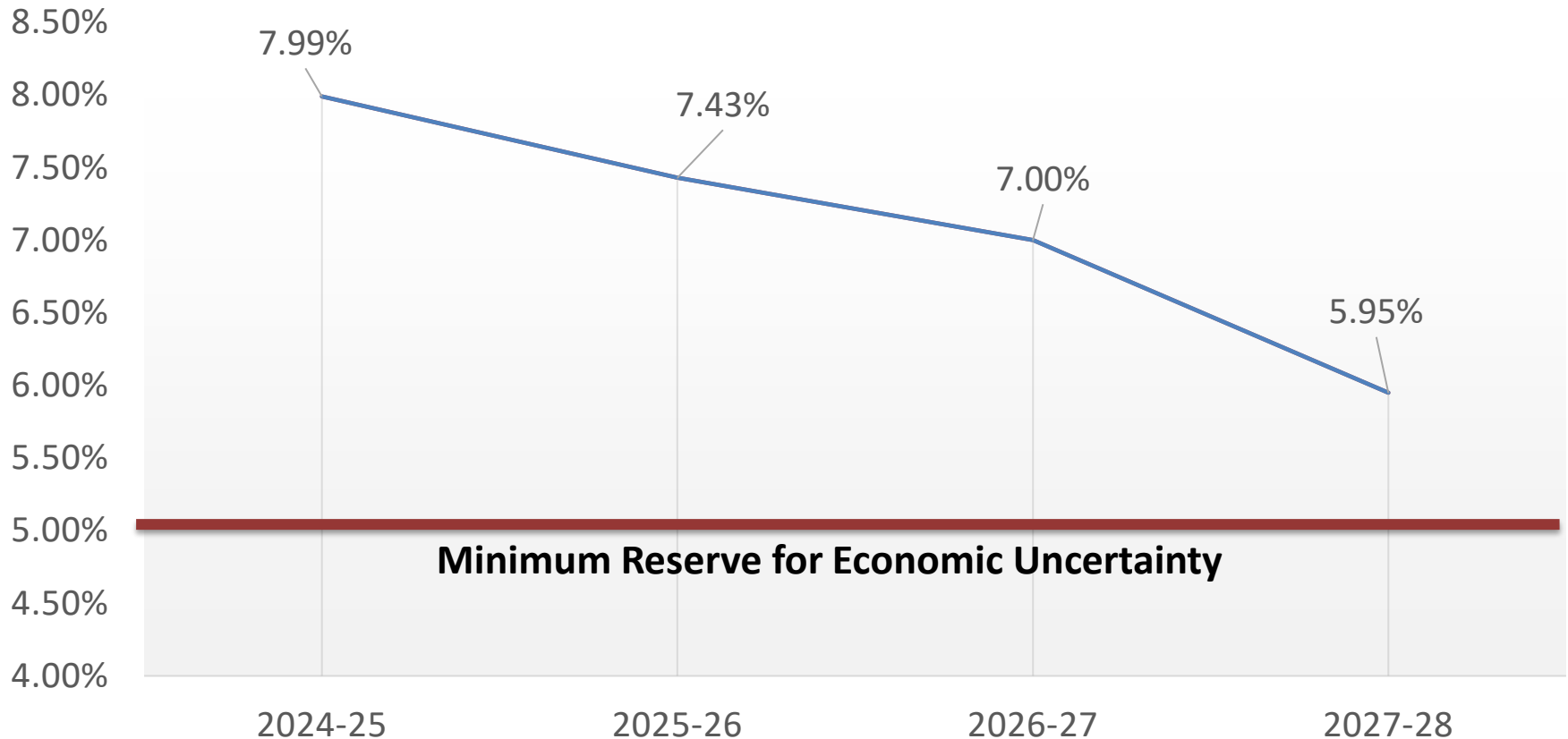
Fair Market Value (FMV) Adjustment – Accounting Only

2024-25 FMV entry: \$3,006,014.59 (posted June 30, fully reversed July 1).

FMV shows up as 'Other Local Revenue' and inflates year-end revenue & fund balance.

Apparent unrestricted change: +\$1,557,201.57;
true operating change: \$-1,448,813.75 (planned drawdown).

Unrestricted Ending Fund Balance (w/o FMV)



Unrestricted Ending Fund
Balance – MYP (without FMV)

Maintains state-required 5% reserve; planned drawdown of one-time funds over the horizon.

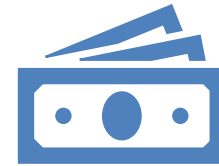
Sustaining Higher Service Levels



Strategic use of one-time funds to maintain smaller class sizes, expanded learning, and student supports.



Timing of spend aligns with program outcomes and facilities improvements.



Plan tapers one-time backfill as ongoing revenues stabilize and costs normalize.

Watch List & Assumptions

COLA assumptions: 1.07% (24-25), 2.30% (25-26), 3.02% (26-27), 3.42% (27-28).

Benefits cost growth (STRS/PERS, health & welfare), and insurance.

Sunset/decline of federal and one-time state funds; cautious pacing of commitments.

OPEB allocation reflected in 2025-26 budget planning.

Takeaways



FINANCIAL POSITION IS
STRONG; RESERVES
REMAIN ABOVE STATE
MINIMUMS.



OPERATING PICTURE IS
STABLE WHEN
EXCLUDING FMV
ACCOUNTING EFFECTS.



MULTI-YEAR PLAN
RESPONSIBLY UTILIZES
ONE-TIME RESOURCES TO
SUSTAIN HIGHER
SERVICES NOW WHILE
PROTECTING SOLVENCY.