



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

# 2023-24 First Interim Report

Melody Canady  
Assistant Superintendent,  
Business & Fiscal Services

December 14, 2023 Board Meeting  
*Major Action Agenda Item*



# Budget Reporting Periods

1. Preliminary Budget – June
2. Public Hearing Budget – June
3. Adopted Budget – June
4. 45-Day Revision (if needed) – August
5. First Interim – December
6. Second Interim – March
7. Third Revision – May
8. Estimated Actuals – June
9. Fourth Revision (if needed) – June
10. Unaudited Actuals – September
11. FOC/Board Liaisons Review Draft Audit – Dec.
12. Board Approves Final Audit Report – Jan.



# SMMUSD 1<sup>st</sup> Interim Report

- Shows the District's financial position as of October 31, 2023
- Displays the Adopted Budget and the First Interim Budget with the change between the two periods
- Includes an analysis of standards and assumptions for financial reporting set by the State
- Analyzes the impact on the Multi-Year Projections of the General Fund for the current and next two fiscal years
- Certifies one of three conditions:
  - Positive, Negative or Qualified



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

# GENERAL FUND

FUND 01

# 2023-24 First Interim Budget Report

2023-24 LOCAL CONTROL FUNDING FORMULA (LCFF) CALCULATION					10/31/2023
<b>BASE GRANT:</b>					
	TK-3	4-6	7-8	9-12	<b>TOTAL</b>
	2,433.49	2,007.63	1,438.99	3,026.07	8,906.18
2022-23 BASE	9,166	9,304	9,580	11,102	
2023-24 8.22% COLA	753	765	787	913	
2023-24 BASE	9,919	10,069	10,367	12,015	
	24,138,904	20,214,369	14,918,729	36,356,973	<b>95,628,975</b>
<b>AUGMENTATION GRANTS:</b>					
CLASS SIZE REDUCTION (CSR) AUGMENTATION: BASE GRANT X 10.4%					<b>2,510,446</b>
CAREER TECHNICAL EDUCATION (CTE) AUGMENTATION 9-12 BASE GRANT X 2.6%					<b>945,281</b>
<b>SUPPLEMENTAL AND CONCENTRATION GRANTS:</b>					
TOTAL ENROLLMENT (3-YEAR AVERAGE)					9,300
TOTAL UNDUPLICATED PUPIL COUNT (3-YEAR AVERAGE)					2,577
					27.71%
<b>SUPPLEMENT ADD-ON 20% OF BASE GRANT X % OF ELIGIBLE ENROLLMENT</b>					<b>5,491,921</b>
<b>TRANSPORTATION, TIIG GRANT, &amp; ADD-ON:</b>					
2012-13 TRANSPORTATION					<b>887,699</b>
2012-13 TARGETED INSTRUCTIONAL IMPROVEMENT BLOCK GRANT					<b>429,757</b>
TRANSITIONAL KINDERGARTEN ADD-ON					<b>417,424</b>
<b>TOTAL 2023-24 LCFF ENTITLEMENT</b>					<b>106,311,503</b>
<b>MINIMUM STATE AID / 2012-13 CATEGORICAL PROGRAMS</b>					<b>8,585,843</b>
<b>TOTAL FUNDING LESS: 2012-13 MINIMUM/CATEGORICAL</b>					<b>97,725,660</b>
<b>LOCAL REVENUE / PROPERTY TAXES</b>					<b>109,703,372</b>
<b>Amount of Property Tax Over LCFF Funding (Basic Aid when negative)</b>					<b>(11,977,712)</b>

Note Outside of Calculation:

<b>EDUCATION PROTECTION ACCOUNT</b>	2,000,000
<b>TRANSFER TO CHARTER SCHOOL</b>	-287,000

# 2023-24 First Interim Budget Report

## FUND 01: UNRESTRICTED GENERAL FUND

Object	Description	Adopted Budget 7/1/2023	First Interim Budget 10/31/2023	Changes
	Beginning Fund Balance	27,651,095	34,881,853	7,230,758
8011-8099	LCFF Revenue	120,002,215	120,002,215	-
8100-8299	Federal Revenue	-	-	-
8300-8590	State Revenue	1,924,000	1,924,000	-
8600-8799	Local Revenue	48,828,307	48,876,307	48,000
8980-8999	Local General Fund Contributions	(37,425,734)	(35,942,555)	1,483,179
	<b>Total Revenue</b>	<b>133,328,788</b>	<b>134,859,967</b>	<b>1,531,179</b>
1000-1999	Certificated Salaries	56,771,878	57,441,964	670,086
2000-2999	Classified Salaries	23,873,500	23,874,219	719
3000-3999	Employee Benefits	35,537,214	37,625,490	2,088,276
4000-4999	Books and Supplies	3,427,273	3,565,696	138,423
5000-5999	Services and Other Operating Costs	17,514,205	18,281,207	767,002
6000-6999	Capital Outlay	885,385	948,092	62,707
7100-7299	Other Outgo	90,000	90,000	-
7300-7399	Indirect Costs	(2,539,583)	(2,860,957)	(321,374)
7400-7499	Debt Services	-	-	
7600-7629	Transfer Out/ Fund 12, 13, 14	3,500,000	2,600,000	(900,000)
	<b>Total Expenditures</b>	<b>139,059,872</b>	<b>141,565,711</b>	<b>2,505,839</b>
	Increase /(Decrease) Fund Balance	<b>(5,731,084)</b>	<b>(6,705,744)</b>	<b>(974,660)</b>
	<b>Projected Fund Balance</b>	<b>21,920,011</b>	<b>28,176,109</b>	



# 2023-24 First Interim Budget Report

## Major Changes

### Revenues:

\$ 7,230,758	2022-23 Ending Fund Balance Added to 2023-24 Beginning Fund Balance
\$ 48,000	Increases in Other Local Revenue
	<i>27K Increase in Malibu Fundraising Entity (via the Shark Fund) for Malibu Schools Stretch Grants)</i>
	<i>20K Increase in Santa Monica Education Foundation for Santa Monica High Athletics</i>
	<i>1K Increase in Miscellaneous Other Local Revenue for Sustainability Recycling (E-Waste &amp; Others)</i>
\$ 1,483,179	Decrease in Local General Fund Contribution (LGFC) to Special Education & Routine Restricted Maintenance Account
	<i>Increase to Revenue</i>

### Expenditures:

\$ 670,086	Increase in Certificated Monthly, Hourly, Overtime, and Substitute Salaries due to Vacancies Filled
\$ 719	Increase in Classified Hourly, Overtime, and Substitute Salaries
\$ 2,088,276	Increase in Statutory Benefits (+134,403) & Employee Health Benefits (+1,953,873)
\$ 138,423	Increase in Books & Supplies
\$ 767,002	Increase in Services & Operating Costs (legal costs, independent contractors, & conf/travel)
	<i>-243,361 Other Operational Costs</i>
	<i>9K Increase in Conference &amp; Travel</i>
	<i>3K Decrease in Dues &amp; Memberships</i>
	<i>260K Decrease in Rentals/Leases/Repairs</i>
	<i>31K Increase to contra-account for Intra-fund Transfers (decrease to General Ledger)</i>
	<i>42K Decrease to contra-account for Inter-fund Transfers (increase to General Ledger)</i>
	<i>1,009,863 Other Operational Costs</i>
	<i>519K Increase in Other Operating Costs (Maintenance Agmts, Advertising, Memberships, Interfund Transfers, &amp; Other)</i>
	<i>283K Maintenance Agmts, Advertising, Memberships, Interfund Transfers, &amp; Other</i>
	<i>236K Technology Dark Trace Network Monitoring &amp; Network Security</i>
	<i>715K Increase in Consultants - See Attached Detail</i>
	<i>225K Decrease in Legal</i>
\$ (321,374)	Increase in Indirect Charges to New Categorical Programs from Federal/State Resources (decrease to expenses)
\$ (900,000)	Decrease in Fund 13 Food Services Contribution



# 2023-24 First Interim Budget Report

## \$715K Increase in Consultants

Change	Description
10,000.00	Summer School Health Services Coverage
(46,000.00)	To Transfer Out of Consultant Object Code
100,000.00	Middle School Sports Athletics Coordinator
10,500.00	SMASH Contract for School Site Plan Impementation
57.00	To Cover Negative Balance
1,011.00	McKinley Contract for Student Tutoring
353,212.00	PS Arts Districtwide
16,338.00	McKinley Theatre Instruction
24,000.00	Project Based Learning (PBL) Equipment for iStudio & iLab
18,200.00	Access to Medical Support at Venice Family Clinic for All Students - Student Services
141,000.00	Children Youth & Family Collaborative (Tutoring for Homeless & Foster Youth) - Student Services
26,650.00	Olympic High School Edgenuity Annual Renewal License
12,800.00	Personnel Analyst Recruitment - Personnel Commission
48,000.00	Benefits Committee Consultation - Human Resources
<b>715,768.00</b>	





# SANTA MONICA- MALIBU USD - PROPERTY TAXES & RDA COMPARISON

FISCAL YEAR	P2 REPORT			ANNUAL REPORT			FY vs. FY VARIANCE		
	PROPERTY TAXES	RDA FUNDS	TOTAL	PROPERTY TAXES	RDA FUNDS	TOTAL			
2011-12	49,510,393	1,373,286	50,883,679	48,132,913	3,571,288	51,704,201	820,522	1.61%	4.54%
2012-13	49,542,296	8,783,796	58,326,092	53,499,704	10,956,778	64,456,482	6,130,390	10.51%	24.66%
2013-14	51,700,678	6,958,920	58,659,598	52,656,493	13,157,653	65,814,146	7,154,548	12.20%	2.11%
2014-15	55,736,580	10,582,632	66,319,212	57,371,774	15,200,596	72,572,370	6,253,158	9.43%	10.27%
2015-16	60,240,363	10,225,493	70,465,856	62,583,086	11,082,687	73,665,773	3,199,917	4.54%	1.51%
2016-17	65,588,613	6,517,394	72,106,007	66,181,738	14,731,464	80,913,202	8,807,195	12.21%	9.84%
2017-18	72,407,623	7,073,023	79,480,646	64,963,302	18,279,332	83,242,634	3,761,988	4.73%	2.88%
2018-19	71,277,791	8,151,060	79,378,851	70,579,431	14,889,013	85,468,444	6,089,593	7.67%	2.67%
2019-20	73,835,932	17,273,237	91,109,169	74,659,786	16,524,221	91,184,007	74,838	0.10%	6.69%
2020-21	80,743,207	15,000,000	95,743,207	78,971,008	21,912,180	100,883,188	5,139,981	5.10%	9.62%
2021-22	83,177,662	15,000,000	98,177,662	83,674,868	19,572,246	103,247,114	5,069,452	4.91%	2.29%
2022-23	87,336,545	15,000,000	102,336,545	87,336,545	19,000,000	106,336,545	4,000,000	3.76%	2.91%
2023-24	91,703,372	18,000,000	109,703,372						

# 2023-24 First Interim Budget Report

## FUND 01: RESTRICTED GENERAL FUND

Object	Description	Adopted Budget 7/1/2023	First Interim Budget 10/31/2023	Changes
	Beginning Fund Balance	6,992,325	24,355,307	17,362,982
8100-8299	Federal Revenue	4,119,584	6,955,542	2,835,958
8300-8590	State Revenue	5,903,354	10,952,336	5,048,982
8600-8799	Local Revenue	10,415,559	11,597,938	1,182,379
8980-8999	Local General Fund Contributions	37,425,734	35,942,555	(1,483,179)
	<b>Total Revenue</b>	<b>57,864,231</b>	<b>65,448,371</b>	<b>7,584,140</b>
1000-1999	Certificated Salaries	15,711,079	16,336,600	625,521
2000-2999	Classified Salaries	15,103,490	14,330,272	(773,218)
3000-3999	Employee Benefits	17,036,241	16,263,763	(772,478)
4000-4999	Books and Supplies	3,992,110	8,141,414	4,149,304
5000-5999	Services and Other Operating Costs	8,369,379	11,073,109	2,703,730
6000-6999	Capital Outlay	30,250	46,225	15,975
7300-7399	Indirect Costs	1,638,760	1,963,143	324,383
	<b>Total Expenditures</b>	<b>61,881,309</b>	<b>68,154,526</b>	<b>6,273,217</b>
	Increase /(Decrease) Fund Balance	<b>(4,017,078)</b>	<b>(2,706,155)</b>	<b>1,310,923</b>
	<b>Projected Fund Balance</b>	<b>2,975,247</b>	<b>21,649,152</b>	



# 2023-24 First Interim Budget Report

## Major Changes

### Revenues:

\$ 17,362,982	2022-23 Ending Fund Balance Added to 2023-24 Beginning Fund Balance
\$ 2,835,958	Increase in Federal Revenue for Title I, II, IV programs & Learning Recovery/CARES Act Covid-19 Funding
	<i>955K Increase in Title I Federal Funds (including carryover funds)</i>
	<i>912K Increase in ESSER III Funding (Elementary &amp; Secondary School Emergency Relief)</i>
	<i>260K Increase in Expanded Learning Opportunity (ELO) Grant ESSER III (State Reserve, Learning Loss)</i>
	<i>231K Increase in Title IV Federal Funds</i>
	<i>157K Increase in Title III Federal Funds</i>
	<i>151K Increase in Expanded Learning Opportunity (ELO) Grant ESSER III (State Reserve, Emergency Needs)</i>
	<i>90K Increase in Expanded Learning Opportunity (ELO) Grant GEER II Funding</i>
	<i>37K Increase in Title II Federal Funds</i>
	<i>27K Increase in American Rescue Plan - Homeless Children &amp; Youth</i>
	<i>14K Increase in ESSA School Improvement (CSI) Grant</i>
\$ 5,048,982	Increase in State Projected Revenue and State CARES Act Covid-19 Funding
	<i>1.6M Increase in Arts Music &amp; Instructional Materials Discretionary Block Grant</i>
	<i>1.1M Increase in Educator Effectiveness</i>
	<i>666K Increase in Special Education State Mental Health Related Services</i>
	<i>485K Increase in Career Technical Education Incentive Grant (CTEIG)</i>
	<i>483K Increase in Child Development Universal Pre-K Planning &amp; Implementation Grant</i>
	<i>248K Increase in Expanded Learning Opportunities (Audit Adjustment at Second Interim)</i>
	<i>137K Increase in Low Performing Student Block Grant</i>
	<i>130K Increase in K-12 Strong Workforce Program Year 1</i>
	<i>87K Increase in Classified School Employee Professional Development Block Grant</i>
	<i>17K Increase in Special Education Early Intervention Preschool Grant</i>
\$ 1,182,379	Increase in Projected Revenue from PTA, Booster Club, & Gifts for Carry Over Balances
\$ (1,483,179)	Decrease in Local General Fund Contribution (LGFC) to Special Education

# 2023-24 First Interim Budget Report

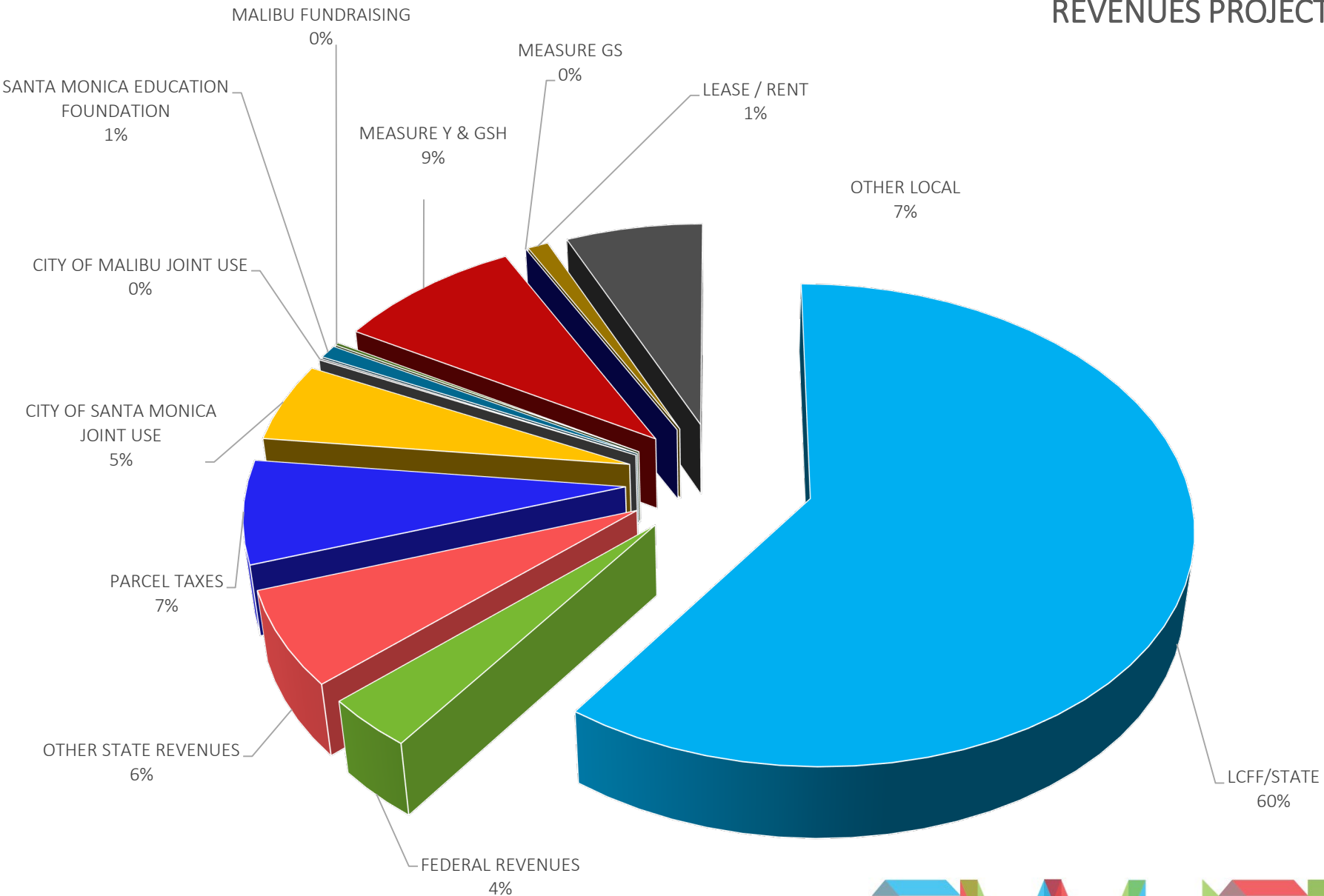
## Major Changes

### Expenditures:

\$	625,521	Increase in Certificated Monthly, Hourly, Overtime, and Substitute Salaries
\$	(773,218)	Decrease in Classified Hourly, Overtime, and Substitute Salaries
\$	(772,478)	Decrease in Statutory Benefits & Employee Health Benefits
\$	4,149,304	Increase in Books & Supplies - Learning Recovery Items from Covid-19 per Board adopted resolution
\$	2,703,730	Increase in Services & Operating Costs (legal costs, independent contractors, conf/travel) <i>531K Other Operating Costs (Maintenance Agreements, Advertising, Memberships, Interfund Transfers, Comms)</i> <i>409K Restricted Categorical Programs Consultants</i> <i>100K Legal - Special Education</i> <i>38K Intrafund Transfers</i> <i>30K Repair by Vendor</i> <i>25K Conference &amp; Travel</i>
\$	15,975	Increase in Equipment for Maintenance & Operations (Routine Restricted Maintenance Account) <i>6K Maintenance &amp; Operations Power Shears for Gardner Staff</i> <i>5K Will Rogers Tuff Shed</i> <i>5K CTE (Career Technical Education) Apple Products for CTE Photography Courses</i>
\$	324,383	Increase in Indirect Costs to various Categorical Programs from Federal and State Resources



2023-24 GENERAL FUND (FUND 01)  
REVENUES PROJECTION



# 2023-24 GENERAL FUND (Fund 01) EXPENDITURES

SERVICES & OTHER OPERATING  
COSTS  
14%

CAPITAL OUTLAY  
0%

CERTIFICATED SALARIES  
36%

BOOKS AND SUPPLIES  
6%

EMPLOYEE BENEFITS  
26%

CLASSIFIED SALARIES  
18%

SALARY &  
BENEFITS  
80%





# 2023-24 First Interim Budget Report

## As of 10/31/2023

### Components of Ending Fund Balances

2023-24

#### Fund 01: Unrestricted General Fund

Unrestricted General Fund Beginning Balance	\$	34,881,853
Current Year (Deficit)/Surplus Spending		(6,705,744)
Audit Restatement & Adjustments for 2022-23 in 2023-24		(5,202,073)
Ending Fund Balance that Requires Explanation		22,974,036

#### Reasons for Assigned and Unassigned Ending Fund Balances

##### \*State Recommended 17% Minimum Level for Unified Districts

	22,974,036
Less: 3% Reserve for Economic Uncertainties	(6,291,608)
Reserve for Revolving Cash & Prepaid	(20,005)
Reserve for 24-25 Deficit Spending	-
Reserve for 25-26 Deficit Spending	-
^Reserve for up to 2 months General Fund Expenditures	16,662,423
<b>Unappropriated Balance</b>	<b>0</b>

\*current reserve is at 10.95% (up 0.05% from 10.90% @ 23-24 Adopted Budget)

\*2021-22 Statewide Average Reserve for Unified State-Aid Districts is 22.19%

\*Basic Aid Districts should be 25%

^A 2-month reserve would be approximately \$26.8M



# 2021-22

## Statewide Average Reserves

2021-22 Average Unrestricted General Fund, Plus Fund 17; Net Ending Balances as a Percentage of Total General Fund Expenditures, Transfers, and Other Uses		Change From Prior ~Year
Elementary School Districts	25.32%	(0.69%)
High School Districts	21.29%	(0.53%)
Unified School Districts	22.19%	(0.17%)
†SMMUSD Reserve (as of 2021-22 Actuals)	26.31%	+7.95%
^SMMUSD Reserve (as of 2023-24 First Interim)	10.95%	*(2.17%)

† Compared to 2020-21

^ Prior Year Ending Fund Balance included in Current Year Beginning Balance

\* Compared to 2022-23 First Interim

Source: Statewide Certified Data (School Services of California)

~Compared to reserve levels of 2020-21





SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

# OTHER FUNDS

FUNDS

11, 12, 13, 14, 21, 25, 40, 51, 71

# 2023-24 First Interim Budget Report

## FUND 11: ADULT EDUCATION FUND

Object	Description	Adopted Budget 7/1/2023	First Interim Budget 10/31/2023	Changes
	Beginning Fund Balance	1,114,950	1,114,950	-
8100-8299	Federal Revenue	63,940	63,940	-
8300-8590	Other State Revenue	849,356	928,121	78,765
8600-8799	Local Revenue	-	-	-
	<b>Total Revenues</b>	<b>913,296</b>	<b>992,061</b>	<b>78,765</b>
1000-1999	Certificated Salaries	303,300	303,300	-
2000-2999	Classified Salaries	229,399	218,255	(11,144)
3000-3999	Employee Benefits	255,849	255,013	(836)
4000-4999	Books and Supplies	18,839	60,136	41,297
5000-5999	Services and Other Operating Costs	65,906	68,306	2,400
7300-7399	Indirect Costs	83,768	87,051	3,283
	<b>Total Expenditures</b>	<b>957,061</b>	<b>992,061</b>	<b>35,000</b>
	Increase /(Decrease) Fund Balance	<b>(43,765)</b>	-	<b>43,765</b>
	<b>Projected Fund Balance</b>	<b>1,071,185</b>	<b>1,114,950</b>	

### Revenue:

\$ 78,765 Increase in Other State Revenue

### Expenditure:

\$ (11,144) Decrease in Classified Hourly, Overtime, and Substitute Salaries

\$ (836) Decrease in Statutory Benefits & Employee Health Benefits

\$ 41,297 Increase in Books & Supplies

\$ 2,400 Increase in Services & Other Operating Costs

\$ 3,283 Increase in Indirect Costs

# 2023-24 First Interim Budget Report

## FUND 12: CHILD DEVELOPMENT FUND

Object	Description	Adopted Budget 7/1/2023	First Interim Budget 10/31/2023	Changes
	Beginning Fund Balance	3,742,409	3,742,409	-
8100-8299	Federal Revenue	75,000	75,000	-
8300-8590	State Revenue	2,397,906	3,730,572	1,332,666
8600-8799	Local Revenue	3,610,910	4,090,468	479,558
8900-8929	Interfund Transfer from Fund 01	1,100,000	1,100,000	-
	<b>Total Revenues</b>	<b>7,183,816</b>	<b>8,996,040</b>	<b>1,812,224</b>
1000-1999	Certificated Salaries	2,180,823	2,320,131	139,308
2000-2999	Classified Salaries	1,723,936	1,660,154	(63,782)
3000-3999	Employee Benefits	1,830,118	1,742,256	(87,862)
4000-4999	Books and Supplies	84,225	155,275	71,050
5000-5999	Services and Other Operating Costs	646,766	667,226	20,460
6000-6999	Capital Outlay	-	-	-
7300-7399	Indirect Costs	661,193	654,067	(7,126)
	<b>Total Expenditures</b>	<b>7,127,061</b>	<b>7,199,109</b>	<b>72,048</b>
	Increase /(Decrease) Fund Balance	<b>56,755</b>	<b>1,796,931</b>	<b>1,740,176</b>
	<b>Projected Fund Balance</b>	<b>3,799,164</b>	<b>5,539,340</b>	

### Revenues:

\$ 1,332,666 Projected Increase in State Preschool & Child Care Funding Program  
 \$ 479,558 Projected Increase in Revenue in Full Fee Program

### Expenditures:

\$ 139,308 Increase in Certificated Monthly, Hourly, Overtime, and Substitute Salaries  
 \$ (63,782) Decrease in Classified Hourly, Overtime, and Substitute Salaries  
 \$ (87,862) Decrease in Statutory Benefits & Employee Health Benefits  
 \$ 71,050 Increase in Books & Supplies  
 \$ 20,460 Increase in Services & Other Operating Costs  
 \$ (7,126) Increase in Indirect Costs



# 2023-24 First Interim Budget Report

## FUND 13: CAFETERIA SPECIAL FUND

Object	Description	Adopted Budget 7/1/2023	First Interim Budget 10/31/2023	Changes
	Beginning Fund Balance	1,012,566	1,012,566	-
8100-8299	Federal Revenue	2,150,000	2,525,000	375,000
8300-8590	State Revenue	2,000,000	2,000,000	-
8600-8799	Local Revenue (Food Sales)	126,000	126,000	-
8900-8929	Interfund Transfer	900,000	-	(900,000)
	<b>Total Revenues</b>	<b>5,176,000</b>	<b>4,651,000</b>	<b>(525,000)</b>
2000-2999	Classified Salaries	1,918,273	1,911,731	(6,542)
3000-3999	Employee Benefits	1,041,802	1,047,820	6,018
4000-4999	Books and Supplies	1,637,500	1,995,900	358,400
5000-5999	Services and Other Operating Costs	57,500	74,500	17,000
6000-6999	Capital Outlay	-	-	-
7300-7399	Indirect Costs	155,862	156,696	834
	<b>Total Expenditures</b>	<b>4,810,937</b>	<b>5,186,647</b>	<b>375,710</b>
	Increase /(Decrease) Fund Balance	<b>365,063</b>	<b>(535,647)</b>	<b>(900,710)</b>
	<b>Projected Fund Balance</b>	<b>1,377,629</b>	<b>476,919</b>	

### Revenue:

\$ 375,000 Increase in Federal Revenue for Supply Chain Assistance (SCA) Funds

\$ (900,000) Decrease in Interfund Transfer due to Increased Federal & State Reimbursements Rates

### Expenditures:

\$ (6,542) Decrease in Classified Hourly, Overtime, and Substitute Salaries

\$ 6,018 Increase in Statutory Benefits & Employee Health Benefits

\$ 358,400 Increase in Food Costs & Paper Supply Costs

\$ 17,000 Increase in Services & Other Operating Costs

\$ 834 Increase in Indirect Costs



# 2023-24 First Interim Budget Report

## FUND 14: DEFERRED MAINTENANCE FUND

Object	Description	Adopted Budget 7/1/2023	First Interim Budget 10/31/2023	Changes
	Beginning Fund Balance	890,830	890,830	-
8010-8099	LCFF transfer to Fund 14	-	-	-
8600-8799	Local Revenue	5,000	5,000	-
8919	Transfer form General Fund	1,500,000	1,500,000	-
	<b>Total Revenues</b>	<b>1,505,000</b>	<b>1,505,000</b>	<b>-</b>
4000-4999	Books and Supplies	2,000	-	(2,000)
5000-5999	Services and Other Operating Costs	998,000	940,000	(58,000)
6000-6999	Capital Outlay	-	60,000	60,000
	<b>Total Expenditures</b>	<b>1,000,000</b>	<b>1,000,000</b>	<b>-</b>
	Increase /(Decrease) Fund Balance	505,000	505,000	-
	<b>Projected Fund Balance</b>	<b>1,395,830</b>	<b>1,395,830</b>	

### Revenue:

No Change Since Budget Adoption

### Expenditure:

- \$ (2,000) Decrease in Supplies to Transfer to Capital Outlay
- \$ (58,000) Decrease in Other Operating Costs to Transfer to Capital Outlay
- \$ 60,000 Increase in Capital Outlay Projection



# 2023-24 First Interim Budget Report

## \*FUND 21: BUILDING FUND / MEASURE BB, ES, SMS, & M - All Series

Object	Description	Adopted Budget 7/1/2023	First Interim Budget 10/31/2023	Changes
	Fair Market Value Adjustment (FMV)	(9,064,588)	(9,064,588)	
	Beginning Fund Balance	165,474,729	165,474,729	-
8600-8799	Local Revenue	675,000	675,000	-
8800-8951	Bond Proceeds - SMS Series C	-	174,011,250	174,011,250
8800-8951	Bond Proceeds - M Series C	-	-	-
8952-8979	Other Financing	-	-	-
	<b>Total Revenues</b>	<b>675,000</b>	<b>174,686,250</b>	<b>174,011,250</b>
2000-2999	Classified Salaries	1,131,870	1,133,370	1,500
3000-3999	Employee Benefits	604,231	604,367	136
4000-4999	Books and Supplies	627,400	1,639,400	1,012,000
5000-5999	Services and Other Operating Costs	24,960,935	29,085,885	4,124,950
6000-6999	Capital Outlay	68,174,350	73,383,550	5,209,200
	<b>Total Expenditure</b>	<b>95,498,786</b>	<b>105,846,572</b>	<b>10,347,786</b>
	<b>Increase /(Decrease) Fund Balance</b>	<b>(94,823,786)</b>	<b>68,839,678</b>	<b>163,663,464</b>
	<b>Projected Fund Balance</b>	<b>70,650,943</b>	<b>234,314,407</b>	

\*Budget by Sub-Fund, Measure & Series In First Interim Board Item Attachment



# 2023-24 First Interim Budget Report

## FUND 25: CAPITAL FACILITIES FUND

Object	Description	Adopted Budget 7/1/2023	First Interim Budget 10/31/2023	Changes
	Beginning Fund Balance	5,767,446	5,767,446	-
8681	Developer Fees	500,000	500,000	-
8660	Local Revenue	50,000	50,000	-
	<b>Total Revenues</b>	<b>550,000</b>	<b>550,000</b>	<b>-</b>
4000-4999	Supplies	-	3,300	3,300
5000-5999	Services and Other Operating Costs	740,000	896,700	156,700
6000-6999	Capital Outlay	260,000	100,000	(160,000)
	<b>Total Expenditures</b>	<b>1,000,000</b>	<b>1,000,000</b>	<b>-</b>
	Increase /(Decrease) Fund Balance	<b>(450,000)</b>	<b>(450,000)</b>	<b>-</b>
	<b>Projected Fund Balance</b>	<b>5,317,446</b>	<b>5,317,446</b>	

### Revenue:

No Change Since Budget Adoption

### Expenditure:

\$ 3,300 Increase in Supplies for Custodial Supplies & Non-Capital Equipment  
 \$ 156,700 Increase in Services & Other Operating Costs  
 \$ (160,000) Decrease in Capital Outlay Projection



# 2023-24 First Interim Budget Report

## FUND 40: SPECIAL RESERVE FUND FOR CAPITAL OUTLAY

Object	Description	Adopted Budget 7/1/2023	First Interim Budget 10/31/2023	Changes
	Beginning Fund Balance	11,734,954	11,734,954	-
8590-8599	State Revenue	-	-	-
8600-8625	Local Revenue	4,500,000	4,500,000	-
8626-8660	Local Revenue (Interest Earned)	100,000	100,000	-
8661-8699	Local Revenue	-	-	-
8971-8971	Other Sources - Proceeds from COP	-	-	-
	<b>Total Revenues</b>	<b>4,600,000</b>	<b>4,600,000</b>	<b>-</b>
4000-4999	Supplies	-	37,000	37,000
5000-5999	Services and Other Operating Costs	1,000,000	2,147,254	1,147,254
6000-6999	Capital Outlay	2,500,000	562,836	(1,937,164)
7400-7499	COPS Payments	3,000,000	3,000,000	-
	Total Expenditures	<b>6,500,000</b>	<b>5,747,090</b>	<b>(752,910)</b>
	Increase /(Decrease) Fund Balance	<b>(1,900,000)</b>	<b>(1,147,090)</b>	<b>752,910</b>
	<b>Projected Fund Balance</b>	<b>9,834,954</b>	<b>10,587,864</b>	

### Revenue:

No Change Since Budget Adoption

### Expenditure:

\$ 37,000 Increase in Supplies

\$ 1,147,254 Increase in Services & Other Operating Costs

\$ (1,937,164) Decrease in Capital Outlay Projection

# 2023-24 First Interim Budget Report

## FUND 51: BOND INTEREST & REDEMPTION FUND\*

Object	Description	Adopted Budget 7/1/2023	First Interim Budget 10/31/2023	Changes
	Beginning Fund Balance	54,262,231	54,262,231	-
8611-8614	Local Revenue	54,426,947	54,426,947	-
8661-8799	Local Revenue Interest	148,862	148,862	-
	<b>Total Revenues</b>	<b>54,575,809</b>	<b>54,575,809</b>	-
7433	Debt Service - Bond Redemptions	32,512,688	32,512,688	-
7434	Debt Service - Bond Interest & Other Services	34,501,688	34,501,688	-
	<b>Total Expenditures</b>	<b>67,014,376</b>	<b>67,014,376</b>	-
	Increase /(Decrease) Fund Balance	<b>(12,438,567)</b>	<b>(12,438,567)</b>	-
	<b>Projected Fund Balance</b>	<b>41,823,664</b>	<b>41,823,664</b>	-

\*Fund managed by Los Angeles County Office of Education (LACOE) and reported by District

### Revenue:

Updated per LACOE Projected Totals

### Expenditure:

Updated per LACOE Projected Totals



# 2023-24 First Interim Budget Report

## FUND 71: RETIREE BENEFIT FUND FOR OPEB

Object	Description	Adopted Budget 7/1/2023	First Interim Budget 10/31/2023	Changes
	Beginning Fund Balance	9,115,280	9,115,280	-
8600-8660	Local Revenue Interest	10,000	10,000	-
8661-8799	Local Revenue	1,500,000	1,500,000	-
	<b>Total Revenues</b>	<b>1,510,000</b>	<b>1,510,000</b>	-
5000-5999	Services and Other Operating Costs	1,500,000	1,500,000	-
	Total Expenditures	1,500,000	1,500,000	-
	Increase /(Decrease) Fund Balance	10,000	10,000	-
	<b>Projected Fund Balance</b>	<b>9,125,280</b>	<b>9,125,280</b>	-

### Revenue:

No Change Since Budget Adoption

### Expenditure:

No Change Since Budget Adoption







# Multi-Year Projection Reflects:

- The District's financial position over the current and next two fiscal years.
- State revenue Cost of Living (COLA) increases over the next three years
  - 8.22% (2023-24)
  - 1.00% (2024-25)
  - 3.29% (2025-26)
- LCFF Gap Fully Funded (100%)
- Student enrollment declining each year and at 8,634 as of CBEDS Day 10/4/2023 for 2023-24



# Multi-Year Projection Reflects:

- Local revenue from Parcel Taxes, Prop Y & GSH, City of Malibu & Santa Monica Joint Uses, Santa Monica Education Foundation, Malibu Fundraising, Leases & Rentals, Other Local Income:
  - \$48.8 million in 2023-24
  - \$49.1 million in 2024-25
  - \$49.2 million in 2025-26
- Employee health & welfare increases of 5% and Step & Column increases of 1.50% each year
- Reserve for Economic Uncertainties at 3%



# Multi-Year Projection Reflects:

- Does not reserve for future deficit spending
- Reserve for Up To 2 Months of General Fund Expenditures
- Projected Property Tax Increases of 5%
- Does not include additional potential salary schedule changes as a result of negotiations with SMMCTA, SEIU, or SMMASA

**MULTI-YEAR PROJECTIONS**  
**UNRESTRICTED GENERAL FUND**

	A	B	C	D	E	F
		2023-24	2023-24	2023-24	2024-25	2025-26
Description		ADOPTED BUDGET	FIRST INTERIM	ADOPTED vs. FIRST INTERIM	PROJECTED BUDGET	PROJECTED BUDGET
<b>Revenue:</b>						
1 Property Tax		109,703,372	109,703,372	-	114,288,541	114,288,541
2 Education Protection Account (EPA)		2,000,000	2,000,000	-	2,000,000	2,000,000
3 LCFF Transfer to Fund 14		-	-	-	-	-
4 LCFF In Lieu Property Tax Transfer to Charter School		(287,000)	(287,000)	-	(287,000)	(287,000)
5 Prior Year LCFF Adjustment		-	-	-	-	-
6 Minimum State Aid		8,585,843	8,585,843	-	8,585,843	8,585,843
7 <b>Subtotal LCFF Funding</b>		<b>120,002,215</b>	<b>120,002,215</b>	<b>-</b>	<b>124,587,385</b>	<b>124,587,384</b>



# MULTI-YEAR PROJECTIONS

## UNRESTRICTED GENERAL FUND

A		B	C	D	E	F
		2023-24	2023-24	2023-24	2024-25	2025-26
Description		ADOPTED BUDGET	FIRST INTERIM	ADOPTED vs. FIRST INTERIM	PROJECTED BUDGET	PROJECTED BUDGET
8	Other Federal (MAA - Medi-Cal Administrative Activities)	-	-	-	-	-
9	Lottery - Unrestricted	1,500,000	1,500,000	-	1,500,000	1,500,000
10	Mandated Reimbursement Block Grant	419,000	419,000	-	419,000	419,000
11	Other State Revenue	5,000	5,000	-	5,000	5,000
12	Measure 'R' - Parcel Tax	14,019,823	14,019,823	-	14,160,021	14,301,621
13	Measure 'Y' & 'GSH' - City of Santa Monica	18,000,000	18,000,000	-	18,000,000	18,000,000
14	Measure 'GS' (Effective 3/1/2023) - City of Santa Monica	-	-	-	-	-
15	Joint Use Agreement - City of Santa Monica	10,762,941	10,762,941	-	10,978,200	11,197,764
16	Joint Use Agreement - City of Malibu	246,827	246,827	-	246,827	246,827
17	Santa Monica Ed Foundation Donation	1,800,000	1,800,000	-	1,800,000	1,800,000
18	Malibu Fundraising Entity Donation	343,716	370,716	27,000	343,716	343,716
19	Lease & Rental	2,000,000	2,000,000	-	2,000,000	2,000,000
20	Interest Earned	700,000	700,000	-	700,000	300,000
21	All Other Local Income (including Medi-Cal as of 2023-24)	955,000	976,000	21,000	955,000	955,000
22	Local General Fund Contribution	(37,425,734)	(35,942,555)	1,483,179	(38,174,249)	(38,937,734)
23	<b>TOTAL REVENUE</b>	<b>133,328,788</b>	<b>134,859,967</b>	<b>1,531,179</b>	<b>137,520,900</b>	<b>136,718,578</b>



**MULTI-YEAR PROJECTIONS  
UNRESTRICTED GENERAL FUND**

	A	B	C	D	E	F
		2023-24	2023-24	2023-24	2024-25	2025-26
		ADOPTED BUDGET	FIRST INTERIM	ADOPTED vs. FIRST INTERIM	PROJECTED BUDGET	PROJECTED BUDGET
Description						
<b>24 Expenditure:</b>						
<b>25</b> Certificated Salary		56,771,878	57,441,964	670,086	58,303,593	59,178,147
<b>26</b> Classified		23,873,500	23,874,219	719	24,231,603	24,595,077
<b>27</b> Benefits		35,537,214	37,625,490	2,088,276	39,780,008	41,046,633
<b>28</b>	STRS	10,516,018	10,644,005	127,987	11,135,986	11,303,026
<b>29</b>	PERS	5,820,959	5,848,152	27,193	6,712,154	6,960,407
<b>30</b>	SOCIAL SECURITY & MEDICARE	2,689,006	2,672,564	(16,442)	2,699,120	2,739,606
<b>31</b>	HEALTH AND WELFARE	12,217,285	14,171,158	1,953,873	14,879,716	15,623,702
<b>32</b>	SUI	39,007	49,732	10,725	41,268	41,887
<b>33</b>	WORKERS COMP	3,192,239	3,185,493	(6,746)	3,235,380	3,283,910
<b>34</b>	OPEB	1,020,133	1,016,454	(3,679)	1,031,690	1,047,165
<b>35</b>	CASH IN-LIEU	42,567	37,932	(4,635)	44,695	46,930
<b>36</b> Supplies/Books/Textbooks		3,427,273	3,565,696	138,423	2,000,000	2,000,000
<b>37</b> Other Operational Costs		17,514,205	18,281,207	767,002	16,128,751	16,000,937
<b>38</b>	504 PLAN ACCOMODATION (STUDENT SERVICES)	25,000	25,000	-	25,000	25,000
<b>39</b>	TRAVEL & CONFERENCE	365,450	374,461	9,011	300,000	300,000
<b>40</b>	DUES & MEMBERSHIPS	56,820	53,749	(3,071)	75,000	75,000
<b>41</b>	INSURANCE	1,622,564	1,622,564	-	1,703,692	1,788,877
<b>42</b>	UTILITIES	3,500,500	3,500,500	-	3,500,500	3,500,500
<b>43</b>	RENTALS, LEASES, REPAIRS	2,765,623	2,505,250	(260,373)	2,687,999	2,500,000
<b>44</b>	INTRA-FUND TRANSFERS FOR SERVICES	(13,940)	(44,940)	(31,000)	(45,000)	(45,000)
<b>45</b>	INTER-FUND TRANSFERS FOR SERVICES	(227,655)	(185,583)	42,072	(300,000)	(300,000)
<b>46</b>	CONSULTANTS & OTHER OPERATING	9,163,283	10,173,146	1,009,863	7,925,000	7,900,000
<b>47</b>	Other Operational Costs	3,603,864	4,122,959	519,095	3,000,000	3,000,000
<b>48</b>	Consultants	2,420,558	3,136,326	715,768	3,000,000	3,000,000
<b>49</b>	Legal	2,137,000	1,912,000	(225,000)	1,925,000	1,900,000
<b>50</b>	Cost of Early Retirement Incentive (SERP)	1,001,861	1,001,861	-	-	-
<b>51</b>	COMMUNICATIONS (LAND & MOBILE)	256,560	257,060	500	256,560	256,560
<b>52</b> Capital Outlay		885,385	948,092	62,707	350,000	350,000
<b>53</b> Transfer to County Specialized Schools		90,000	90,000	-	90,000	90,000
<b>54</b> Indirect Costs from Restricted General Fund Categoricals		(2,539,583)	(2,860,957)	(321,374)	(2,350,486)	(2,005,458)
<b>55</b> Interfund Transfer Out to Fund 12 Child Development		1,000,000	1,000,000	-	-	-
<b>56</b> LCAP Transfer Out to Fund 12 Child Development		100,000	100,000	-	100,000	100,000
<b>57</b> Interfund Transfer Out to Fund 13 Food Services		900,000	-	(900,000)	-	-
<b>58</b> Interfund Transfer Out to Fund 14 Deferred Maint.		1,500,000	1,500,000	-	2,000,000	2,000,000
<b>59</b> TOTAL EXPENDITURE		139,059,872	141,565,711	2,505,839	140,633,470	143,355,336



**MULTI-YEAR PROJECTIONS**  
**UNRESTRICTED GENERAL FUND**

A	B	C	D	E	F
	2023-24	2023-24	2023-24	2024-25	2025-26
Description	ADOPTED BUDGET	FIRST INTERIM	ADOPTED vs. FIRST INTERIM	PROJECTED BUDGET	PROJECTED BUDGET
60 Increase (Decrease) Fund Balance	(5,731,084)	(6,705,744)	(974,660)	(3,112,569)	(6,636,758)
61 Beginning Fund Balance	27,651,096	34,881,853	7,230,757	22,974,036	19,861,467
62 Audit Restatement - Covid Funds (booked in 23-24 from 22-23)	-	(1,231,446)	(1,231,446)	-	-
63 Audit Adjustment - Covid Funds (booked in 23-24 from 22-23)	-	(1,517,944)	(1,517,944)	-	-
64 Audit Adjustment - Mis-Accruals (booked in 23-24 from 21-22)	-	(3,290,513)	(3,290,513)	-	-
65 Audit Adjustment - SMC Lease (booked in 23-24 from 21-22)	-	837,830	837,830	-	-
66 Ending Fund Balance (net of lines 60-62)	21,920,012	22,974,036	1,054,024	19,861,467	13,224,709
67 Reserve - Revolving Cash, Prep-pays	20,005	20,005	-	20,005	20,005
68 Reserve - Deficit Spending in 23-24	-	-	-	-	-
69 Reserve - Deficit Spending in 24-25	1,105,594	-	(1,105,594)	-	-
70 Reserve - Deficit Spending in 25-26	4,514,373	-	(4,514,373)	-	-
71 3% Contingency Reserve (unrestricted & restricted general fund)	7,944,757	6,291,608	(1,653,149)	5,927,097	5,926,327
72 Reserve Up to 2-months of Expenses (\$26.8 million)	8,335,284	16,662,423	8,327,139	13,914,365	7,278,377
73 Unappropriated Balance	0	0	0	0	0





# Positive Certification of 1<sup>st</sup> Interim Report

- The District is submitting the 1<sup>st</sup> Interim Report with a **Positive Certification**.
- The District will be able to meet its obligations in the current and next two fiscal years.



# Next Steps

- Receive Board Direction on District Budget Recommendations
- Board Approval of 2023-24 First Interim
- Audit Firm Presented December 14, 2023
  - ✓ Final Audit Report for 2022-23



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

# Appendix Covid-19 Funding Summary

	ESSER	ESSER II	Learning Loss Mitigation Funding (LLMF)				SB 117
			GEER	GEER II	CR	GF	
<b>Full Name</b>	Elementary and Secondary School Emergency Relief	Elementary and Secondary School Emergency Relief	Governor's Emergency Education Relief	Governor's Emergency Education Relief	Coronavirus Relief Fund	State General Fund	SB 117 Covid-19 LEA Response Funds
<b>Distribution Formula</b>	Based on Title I, Part A allocation	Based on Title I, Part A allocation	Based on pupil aged 3-22 counts from 2019-20 Fall 1 CALPADS data	Based on \$1,000 per homeless pupil enrolled in 2020-21 and remaining funds distributed proportionally by LEA LCFF as of 2020-21 P2	Based on supplemental and concentration grant funding as of 2019-20 second principal apportionment	Based on LCFF Entitlement	Based on ADA for the 2019-20 First Reporting Period
<b>State Allocation</b>	\$1,482,575,514	\$6,709,633,866	\$355,227,000	\$153,992,000	\$4,439,844,000	\$539,936,000	\$100,000,000
<b>SMMUSD + Private School allocation</b>	\$935,547	\$3,733,573	\$613,655	\$212,786	\$4,103,874	\$795,192	\$175,346
<b>Resource Code</b>	3210	3212	3215	3217	3220	7420	7388
<b>Equitable Services</b>	Yes	No	Yes	No	No	No	No
<b>Deadline for expenditures</b>	September 30, 2022	September 30, 2023	September 30, 2022	September 30, 2023	December 30, 2020	December 30, 2020	June 30, 2021



	ESSER III	AB 86		
		IPI	ELO	ELO(P)
Full Name	Elementary and Secondary School Emergency Relief	In-Person Instruction Grant	Expanded Learning Opportunities Grant	Expanded Learning Opportunities Grant Restricted to Paraprofessionals
Distribution Formula	Based on Title I, Part A allocation	Based on pupil aged 3-22 counts from 2020-21 Fall 1 CALPADS data	Based on pupil aged 3-22 counts from 2020-21 Fall 1 CALPADS data	Based on pupil aged 3-22 counts from 2020-21 Fall 1 CALPADS data
State Allocation	\$15,068,884,546	\$2,000,000,000	\$4,557,443,000	\$4,557,443,000
SMMUSD + Private School allocation	\$8,361,552	\$2,989,986	\$5,689,077	\$629,786
Resource Code	3213	7422	7425	7426
Equitable Services	No	No	No	No
Deadline for expenditures	September 30, 2024	September 30, 2024	September 30, 2024	September 30, 2024





Funding Type	Funding Name	District Allocation	Assigned Commitments	Projected Fund Balance
ESSER	ESSER	\$935,547	\$935,547	\$0
	ESSER II	\$3,733,573	\$3,733,573	\$0
	ESSER III	\$8,361,552	\$8,361,552	\$0
LEARNING LOSS MITIGATION FUNDS (LLMF)	GEER	\$613,655	\$613,655	\$0
	GEER II	\$212,786	\$212,786	\$0
	CR	\$4,103,874	\$4,103,874	\$0
	GF	\$795,192	\$795,192	\$0
SB 117	SB 117	\$175,346	\$175,346	\$0
AB 86	IPI	\$2,989,986	\$2,989,986	\$0
	ELO	\$5,689,077	\$5,689,077	\$0
	ELO(P)	\$629,786	\$629,786	\$0
TOTAL		<u>\$28,240,374</u>	<u>\$28,240,374</u>	<u>\$0</u>