



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2019-20 Second Interim Report

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Business & Fiscal Services

March 5, 2020 Board Meeting
Board Item II.J.4.



SMMUSD 2nd Interim Report

- Shows the District's financial position as of January 31, 2020
- Displays the First Interim Budget and the Second 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
- Includes a Fiscal Stabilization Plan for fiscal years 2019-20 thru 2021-22
- Certifies one of three conditions:
 - ✓ Positive, Negative or Qualified



General Fund

2019-20 Second Interim Budget Report

FUND 01: UNRESTRICTED GENERAL FUND

Object	Description	First Interim Budget 10/31/2019	First Interim Budget 1/31/2020	Changes
	Beginning Fund Balance	22,439,368	22,439,368	
8011-8099	LCFF Revenue	100,355,024	101,230,103	875,079
8100-8299	Federal Revenue	200,000	200,000	-
8300-8590	State Revenue	2,022,495	2,757,998	735,503
8600-8799	Local Revenue	43,644,859	45,358,379	1,713,520
8980-8999	Local General Fund Contributions	(30,340,654)	(29,591,828)	748,826
	Total Revenue	115,881,724	119,954,652	4,072,928
1000-1999	Certificated Salaries	53,942,958	54,682,408	739,450
2000-2999	Classified Salaries	18,589,749	19,157,919	568,170
3000-3999	Employee Benefits	30,597,610	30,532,832	(64,778)
4000-4999	Books and Supplies	4,796,567	4,787,385	(9,182)
5000-5999	Services and Other Operating Costs	13,877,306	15,400,498	1,523,192
6000-6999	Capital Outlay	215,600	408,221	192,621
7100-7299	Other Outgo	1,035,241	681,491	(353,750)
7300-7399	Indirect Costs	(1,191,961)	(1,257,689)	(65,728)
7400-7499	Debt Services	-	-	
7600-7629	Transfer Out/ Fund 12, 13, 14	2,850,000	2,850,000	-
	Total Expenditures	124,713,070	127,243,065	2,529,995
	Increase /(Decrease) Fund Balance	(8,831,346)	(7,288,413)	1,542,933
	Projected Fund Balance	13,608,022	15,150,955	



2019-20 Second Interim Budget Report

Major Changes

Revenues:

\$ 875,079	LCFF Revenue - Prior Years' Tax Collection for Delinquent Property Tax Collection
\$ 735,503	Increase in Other State Revenue <i>549K Special Education Preschool Funding pass-thru General Fund</i> <i>144K FEMA (Federal Emergency Management Agency) State pass-thru for Woolsey Fire</i> <i>9K State of California State Emergency Management for Woolsey Fire</i>
\$ 1,713,520	Increase in Interest Earned <i>710K Regular Interest Earned</i> <i>721K Revenue Associated with TRANs Issuance</i> <i>800K Projected Interest Earned thru June 2020</i> <i>500K Decrease in Malibu LEAD Donation</i>
\$ 748,826	Decrease to LGFC to Special Education

Expenditures:

\$ 739,450	Increase in Certificated Salaries due to Negotiated Salary Schedule Increase
\$ 568,170	Increase in Classified Salaries due to Negotiated Salary Schedule Increase <i>Decrease in Monthly Custodian 0.25 FTE moved to CDS Fund 12</i> <i>Increase in Bus Driver 0.8750 FTE</i> <i>Increase in Campus Monitors 0.063 FTE</i>
\$ (64,778)	Decrease in Benefits / (-\$460,069 in H/W benefits & +\$395,291 in statutory benefits)
\$ (9,182)	Decrease in Books & Supplies
\$ 1,523,192	Increase in Services & Operating Costs (legal costs, independent contractors, conf/travel) <i>1,304,340 Consultants & Other Operating</i> <i>750K Pupil Fees Lawsuit</i> <i>243K Other Operating Costs (Maintenance Agmts, Advertising, Memberships, Interfund Transfers, Other)</i> <i>225K Consultants</i> <i>85K Legal</i> <i>225K Utilities</i>
\$ 192,621	Increase in Capital Outlay to replace School Bus #7
\$ (353,750)	Cost of Issuance for TRANs (Tax Revenue Anticipation Notes) <i>Amount was to be recognized as revenue instead of expense -- moved to revenue</i>
\$ (65,728)	Increase in Indirect Charge to Categorical Programs

2019-20 Second Interim Budget Report

FUND 01: RESTRICTED GENERAL FUND

Object	Description	First Interim Budget 10/31/2019	Second Interim Budget 1/31/2020	Changes
	Beginning Fund Balance	5,062,090	5,062,090	
8100-8299	Federal Revenue	4,649,360	4,716,327	66,967
8300-8590	State Revenue	1,568,053	1,604,827	36,774
8600-8799	Local Revenue	9,410,761	10,139,364	728,603
8980-8999	Local General Fund Contributions	30,340,654	29,591,828	(748,826)
	Total Revenue	45,968,828	46,052,346	83,518
1000-1999	Certificated Salaries	13,066,066	13,111,123	45,057
2000-2999	Classified Salaries	12,209,389	12,121,517	(87,872)
3000-3999	Employee Benefits	11,636,243	11,628,546	(7,697)
4000-4999	Books and Supplies	3,099,981	3,026,140	(73,841)
5000-5999	Services and Other Operating Cost	5,604,954	5,848,605	243,651
6000-6999	Capital Outlay	42,649	49,774	7,125
7300-7399	Indirect Costs	574,296	569,231	(5,065)
	Total Expenditures	46,233,578	46,354,936	121,358
	Increase /(Decrease) Fund Balance	(264,750)	(302,590)	(37,840)
	Projected Fund Balance	4,797,340	4,759,500	



2019-20 Second Interim Budget Report

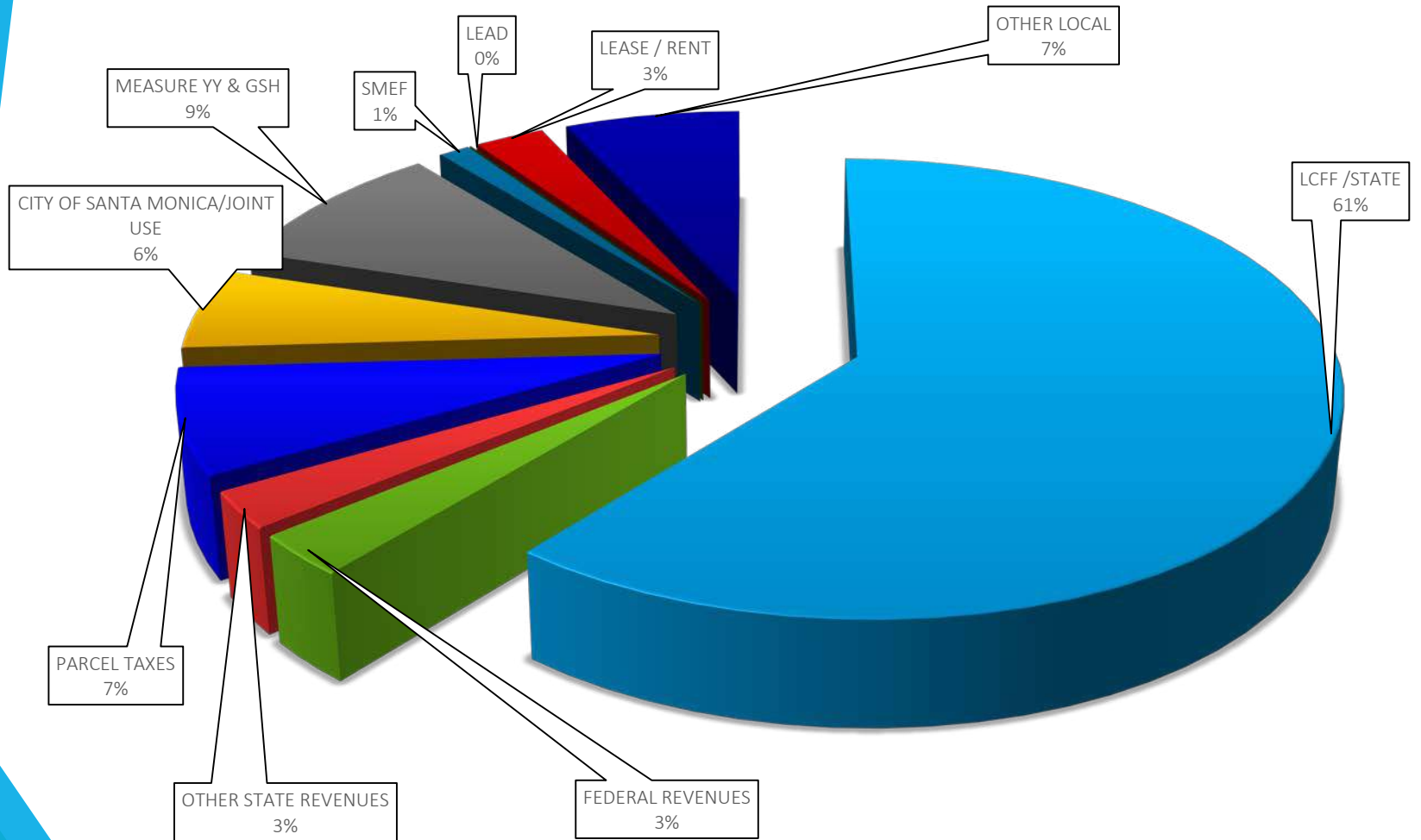
Revenues:

- \$ 66,967 2018-19 Carryover from Title I, II and IV federal programs
- \$ 728,603 Increase in PTA , Booster Club & Gifts
- \$ (748,826) Decrease in Local General Fund Contribution to Special Education

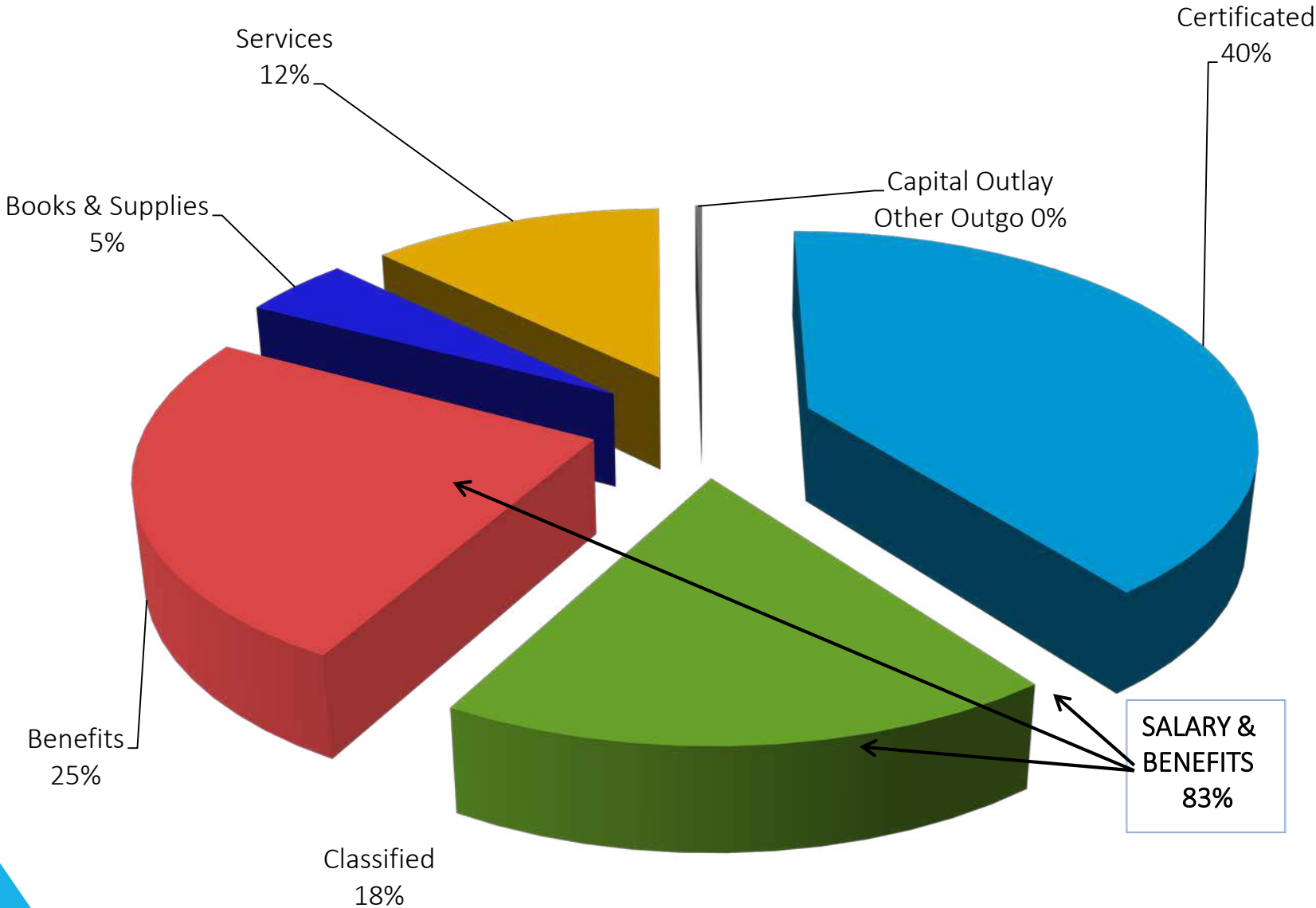
Expenditures:

- \$ 45,057 Increase in Certificated Salaries due to Negotiated Salary Schedule Increase
0.50 FTE Spedcial Ed Teacher
(0.10) FTE Administrator Title I
- \$ (87,872) Increase in Classified Salaries due to Negotiated Salary Schedule Increase (off-set by vacancy savings)
2.7617 FTE Special Ed Paraeducator
- \$ (7,697) Decrease in Employee Benefits (-\$18,221 in H/W benefits & +\$10,524 Statuarty Ben.)
- \$ (73,841) Decrease in Books, General Supplies and Textbooks
- \$ 243,651 Increase in Services and Other Operating Costs
180K Independent Contractors/Consultants
42K Conference & Travel
11K Interfund Transfers for Services from other Departments/Funds
10K Other Operating Cost (Field Trips, Repair by Vendor, Maint. Agmts., Interfund Transfers)
- \$ 7,125 Increase in Equipment
- \$ (5,065) Decrease in indirect costs from various programs

2019-20 GENERAL FUND (01) REVENUE



2019-20 GENERAL FUND (01) EXPENDITURES



2019-20 LCFF CALCULATION					1/31/2020
BASE GRANT					
	TK-3	4-6	7-8	9-12	TOTAL
2018-19 BASE	2,750.83	2,169.40	1,593.82	3,085.04	9,599.09
2019-20 COLA 3.26%	7,459	7,571	7,796	9,034	
	7,702	7,818	8,050	9,329	
	21,186,893	16,960,369	12,830,251	28,780,338	79,757,851
AUGMENTATION GRANTS:					
CSR AUGMENTATION: BASE GRANT X 10.4%					2,203,437
CTE AUGMENTATION 9-12 BASE GRANT X 2.6%					748,289
SUPPLEMENTAL AND CONCENTRATION GRANTS:					
TOTAL ENROLLMENT (3-YEAR AVERAGE)					10,692
TOTAL UNDUPLICATED PUPIL COUNT (3-YEAR AVERAGE)					3,054
					28.56%
SUPPLEMENT ADD-ON 20% OF BASE GRANT X % OF ELIGIBLE ENROLLMENT					4,724,420
TRANSPORTATION AND TIIG GRANT					
2012-13 TRANSPORTATION					820,273
2012-13 TIIG					429,757
TOTAL 2019-20 LCFF ENTITLEMENT					88,684,026
MINIMUM STATE AID / 2012-13 CATEGORICAL PROGRAMS					8,585,843
TOTAL FUNDING LESS: 2012-13 MINIMUM/CATEGORICAL					80,098,183
LOCAL REVENUE / PROPERTY TAXES					90,664,260
Amount of Property Tax Over LCFF Funding (Basic Aid when negative)					(10,566,077)

Note Outside of Calculation:

EDUCATION PROTECTION ACCOUNT	2,000,000
TRANSFER TO CHARTER SCHOOL	-20,000



Fund Balance

**SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT
2019-20 SECOND INTERIM REPORT
AS OF 1/31/20**

GENERAL FUND (01) Ending Fund Balance Components

Combined Assigned and Unassigned Fund Balances

2019-2020

Fund 01: Unrestricted General Fund	
Unrestricted General Fund Balance	\$ 22,439,368
Current Year Deficit Spending	(7,288,412)
Remaining Fund Balance that Requires Explanation	15,150,955
Reasons for Assigned and Unassigned Ending Fund Balances	
*Below State Recommended 17% Minimum Level for Unified Districts	
	15,150,955
Less: 3% Reserve for Economic Uncertainties	(5,294,739)
Reserve for Revolving Cash & Prepaid	(251,984)
Reserve for 20-21 Deficit Spending	(2,757,534)
Reserve for 21-22 Deficit Spending	-
^Reserve for up to 2 months General Fund Expenditures	6,846,698
Unappropriated Balance	0

*current reserve is at 8.58% (up 0.76% from 7.82% @ 2019-20 First Interim Budget 10/31/19)

*2017-18 Statewide Average Reserve for Unified Districts is 16.98%

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

2017-18

Statewide Average Reserves

2017-18 Average Unrestricted General Fund, Plus Fund 17; Ending Balances as a Percentage of Total General Fund Expenditures, Transfers, and Other Uses		Change From Prior Year*
Elementary School Districts	20.20%	(0.88%)
High School Districts	15.63%	(1.01%)
Unified School Districts	16.98%	(0.27%)
^ SMMUSD Reserve (as of 2019-20 Second Interim)	8.58%	†(5.01%)

† Change from 2018-19 to 2019-20

Source: Statewide certified data

*Increase relative to the reserve levels of 2016-17





Other Funds

2019-20 Second Interim Budget Report

FUND 11: ADULT EDUCATION FUND

Object	Description	First Interim Budget 10/31/2019	Second Interim Budget 1/31/2020	Changes
	Beginning Fund Balance	733,854	733,854	-
8100-8299	Federal Revenue	45,771	45,771	-
8300-8590	Other State Revenue	733,318	733,318	-
8600-8799	Local Revenue	6,250	6,250	-
	Total Revenues	785,339	785,339	-
1000-1999	Certificated Salaries	337,725	339,165	1,440
2000-2999	Classified Salaries	163,180	180,535	17,355
3000-3999	Employee Benefits	187,015	198,313	11,298
4000-4999	Books and Supplies	77,988	77,588	(400)
5000-5999	Services and Other Operating Costs	37,754	38,154	400
7300-7399	Indirect Costs	41,608	41,608	-
	Total Expenditures	845,270	875,363	30,093
	Increase /(Decrease) Fund Balance	(59,931)	(90,024)	(30,093)
	Projected Fund Balance	673,923	643,830	



2019-20 Second Interim Budget Report

Major Changes

Revenue:

No Change Since Budget Adoption & First Interim

Expenditure:

- \$ 1,440 Increase in Hourly Teachers Salary due to Negotiated Salary Schedule Increase
- \$ 17,355 Increase in Classified Salaries due to Negotiated Salary Schedule Increase
(0.20) FTE Sr. Office Specialist
- \$ 11,298 Decrease in Benefits (\$5,296 in H/W benefits & \$6,002 in Statutory Benefits)
- \$ (400) Decrease in Supplies
- \$ 400 Increase in Services & Other Operating Costs
- \$ - Indirect Costs

2019-20 Second Interim Budget Report

FUND 12: CHILD DEVELOPMENT FUND

Object	Description	First Interim Budget 10/31/19	Second Interim Budget 1/31/20	Changes
	Beginning Fund Balance	1,303,842	1,303,842	-
8100-8299	Federal Revenue	160,000	160,000	-
8300-8590	State Revenue	3,113,636	3,113,636	-
8600-8799	Local Revenue	4,960,344	5,144,343	183,999
8900-8929	Interfund Transfer from Fund 01	1,200,000	1,200,000	-
	Total Revenues	9,433,980	9,617,979	183,999
1000-1999	Certificated Salaries	2,764,797	2,876,485	111,688
2000-2999	Classified Salaries	2,313,186	2,469,948	156,762
3000-3999	Employee Benefits	2,194,238	2,222,340	28,102
4000-4999	Books and Supplies	611,927	661,336	49,409
5000-5999	Services and Other Operating Costs	989,199	990,299	1,100
6000-6999	Capital Outlay	9,900	9,900	-
7300-7399	Indirect Costs	480,243	480,243	-
	Total Expenditures	9,363,490	9,710,551	347,061
	Increase /(Decrease) Fund Balance	70,490	(92,572)	(163,062)
	Projected Fund Balance	1,374,332	1,211,270	



2019-20 Second Interim Budget Report

Major Changes:

Revenues:

\$ 183,999 Increase in Full Fee Program Fees

Expenditures:

\$ 111,688 Increase in Certificated Salary due to Negotiated Salary Schedule Increase

Decrease in Teacher at 0.125FTE

\$ 156,762 Increase in Classified Salary due to Negotiated Salary Schedule Increase

Increase in Monthly Custodian at 0.25FTE

Increase in Instructional Assistants at 1.813 FTE

\$ 28,102 Decrease in Benefits (-\$50,200 in H/W Benefits & +\$78,302 Statutory Ben.)

\$ 49,409 Increase in Supplies

\$ 1,100 Increase in Services and Other Operating Costs

\$ - Increase in Indirect Costs

2019-20 Second Interim Budget Report

FUND 13: CAFETERIA SPECIAL FUND

Object	Description	First Interim Budget 10/31/19	Second Interim Budget 1/31/20	Changes
	Beginning Fund Balance	380,819	380,819	-
8100-8299	Federal Revenue	1,170,000	1,170,000	-
8300-8590	State Revenue	65,000	65,000	-
8600-8799	Local Revenue	1,130,300	1,130,300	-
8900-8929	Interfund Transfer	900,000	900,000	-
	Total Revenues	3,265,300	3,265,300	-
2000-2999	Classified Salaries	1,407,553	1,433,726	26,173
3000-3999	Employee Benefits	644,701	667,655	22,954
4000-4999	Books and Supplies	1,379,748	1,465,748	86,000
5000-5999	Services and Other Operating Costs	(301,225)	(254,225)	47,000
6000-6999	Capital Outlay	-	-	-
7300-7399	Indirect Costs	115,205	166,607	51,402
	Total Expenditures	3,245,982	3,479,511	233,529
	Increase /(Decrease) Fund Balance	19,318	(214,211)	(233,529)
	Projected Fund Balance	400,137	166,608	



2019-20 Second Interim Budget Report

Major Changes:

Expenditures:

- \$ 26,173 Increase in Classified Salary due to Negotiated Salary Schedule Increase
Increase in Monthly Food Service Workers 0.3125 FTE
- \$ 22,954 Decrease in Benefits (\$15,936 in H/W Benefits & \$7,018 Statutory Ben.)
- \$ 86,000 Increase in Supplies
- \$ 47,000 Decrease in Other Operating
- \$ 51,402 Increase in Indirect Costs

2019-20 Second Interim Budget Report

FUND 14: DEFERRED MAINTENANCE FUND

Object	Description	First Interim Budget 10/31/19	Second Interim Budget 1/31/20	Changes
	Beginning Fund Balance	760,018	760,018	
8010-8099	LCFF transfer to Fund 14	-	-	-
8600-8799	Local Revenue	2,000	2,000	-
8919-	Transfer form General Fund	750,000	750,000	-
	Total Revenues	752,000	752,000	-
4000-4999	Books and Supplies	-	-	-
5000-5999	Services and Other Operating Costs	650,000	672,325	22,325
6000-6999	Capital Outlay	100,000	100,000	-
	Total Expenditures	750,000	772,325	22,325
	Increase /(Decrease) Fund Balance	2,000	(20,325)	(22,325)
	Projected Fund Balance	762,018	739,693	

Revenue:

No Change Since Budget Adoption & First Interim

Expenditure:

\$ 22,325 Increase in Services & Other Opertaing Costs



2019-20 Second Interim Budget Report

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

Object	Description	First Interim 10/31/19	Second Interim 1/31/20	Changes
	Beginning Fund Balance	93,990,809	93,990,809	
8600-8799	Local Revenue	1,200,000	1,200,000	-
8800-8951	Bond Proceeds - ES Series E	115,000,000	115,000,000	-
8800-8951	Bond Proceeds - SMS Series A	109,720,000	109,720,000	-
8800-8951	Bond Proceeds - M Series A	34,800,000	34,800,000	-
8952-8979	Other Financing	-	-	-
	Total Revenues	260,720,000	260,720,000	-
2000-2999	Classified Salaries	789,366	794,526	5,160
3000-3999	Employee Benefits	421,733	385,413	(36,320)
4000-4999	Books and Supplies	3,744,250	3,615,700	(128,550)
5000-5999	Services and Other Operating Costs	54,563,291	65,204,931	10,641,640
6000-6999	Capital Outlay	228,842,240	241,753,600	12,911,360
	Total Expenditure	288,360,880	311,754,170	23,393,290
	Increase /(Decrease) Fund Balance	(27,640,880)	(51,034,170)	(23,393,290)
	Projected Fund Balance	66,349,929	42,956,639	

*Budget by Sub-Fund, Measure & Series in Second Interim Attachment



2019-20 Second Interim Budget Report

FUND 25: CAPITAL FACILITIES FUND

Object	Description	First Interim Budget 10/31/19	Second Interim Budget 1/31/20	Changes
	Beginning Fund Balance	3,282,409	3,282,409	
8681	Developer Fees	800,000	800,000	-
8660	Local Revenue	50,000	50,000	-
	Total Revenues	850,000	850,000	-
4000-4999	Supplies	-	-	-
5000-5999	Services and Other Operating Costs	800,000	800,000	-
6000-6999	Capital Outlay	-	-	-
	Total Expenditures	800,000	800,000	-
	Increase /(Decrease) Fund Balance	50,000	50,000	-
	Projected Fund Balance	3,332,409	3,332,409	

Revenue:

No Change Since Budget Adoption & First Interim

Expenditure:

No Change Since Budget Adoption & First Interim



2019-20 Second Interim Budget Report

FUND 40: SPECIAL RESERVE FUND FOR CAPITAL OUTLAY

Object	Description	First Interim Budget 10/31/19	Second Interim Budget 1/31/20	Changes
	Beginning Fund Balance	13,207,055	13,207,055	
8590-8599	State Revenue	-	-	-
8600-8625	Local Revenue	4,000,000	4,000,000	-
8626-8660	Local Revenue	100,000	100,000	
	Total Revenues	4,100,000	4,100,000	-
4000-4999	Supplies	14,000	130,218	116,218
5000-5999	Services and Other Operating Costs	5,135,500	1,794,731	(3,340,769)
6000-6999	Capital Outlay	400,000	515,769	115,769
7400-7499	COPS Payments	2,195,000	2,195,000	-
	Total Expenditures	7,744,500	4,635,718	(3,108,782)
	Increase /(Decrease) Fund Balance	(3,644,500)	(535,718)	3,108,782
	Projected Fund Balance	9,562,555	12,671,337	

Major Changes:

Revenue:

\$ - No Change Since First Interim

Expenditure:

\$ 116,218 Increase in Supplies

\$ (3,340,769) Decrease in Other Operating Costs to Return to Fund Balance Reserve

115,769 Increase Capital Outlay



2019-20 Second Interim Budget Report

FUND 51: BOND INTEREST & REDEMPTION FUND

Object	Description	First Interim Budget 10/31/19	Second Interim Budget 1/31/20	Changes
	Beginning Fund Balance	45,193,024	45,193,024	-
8600-8660	Local Revenue Interest	163,038	163,038	-
8661-8799	Local Revenue	49,831,421	49,831,421	-
	Total Revenues	49,994,459	49,994,459	-
7433	Debt Service - Bond Redemptions	20,244,265	20,244,265	-
7434	Debt Service - Bond Interest & Other Services	27,872,355	27,872,355	-
	Total Expenditures	48,116,620	48,116,620	-
	Increase /(Decrease) Fund Balance	1,877,839	1,877,839	-
	Projected Fund Balance	47,070,863	47,070,863	-

Major Changes:

Revenue:

\$ - No Change Since First Interim

Expenditure:

\$ - No Change Since First Interim



2019-20 Second Interim Budget Report

FUND 71: RETIREE BENEFIT FUND FOR OPEB

Object	Description	First Interim Budget 10/31/19	Second Interim Budget 1/31/20	Changes
	Beginning Fund Balance	8,332,070	8,332,070	
8600-8660	Local Revenue	20,000	20,000	
8661-8799	Local Revenue	1,300,000	1,300,000	
	Total Revenues	1,320,000	1,320,000	-
5000-5999	Services and Other Operating Costs	1,300,000	1,355,000	55,000
	Total Expenditures	1,300,000	1,355,000	55,000
	Increase /(Decrease) Fund Balance	20,000	(35,000)	(55,000)
	Projected Fund Balance	8,352,070	8,297,070	

Major Changes:

Revenue:

No Change Since Budget Adoption

Expenditure:

\$ 55,000 Increase in Services & Other Operating Costs





Multi-Year Projection

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
 - 3.26% (2019-20)
 - 2.29% (2020-21)
 - 2.71% (2021-22)
- Student enrollment is at 10,390 for 2019-20; down from 10,625 for 2018-19 (235 decrease)
- Local revenue from Measure R Parcel Taxes, Prop Y & GSH, the City of Santa Monica Joint Use Agreement, and other local contribution projections :
 - \$41.4 million in 2019-20
 - \$42.0 million in 2020-21
 - \$42.9 million in 2021-22.



Multi-year Projection continued:

- Employee health and welfare increases of 5.0% and Step and Column salary increase, increases of 1.50% each year.
- The Reserve for Economic Uncertainties remains at 3.0%.
- Reserves for future deficit spending, projected property tax revenue increases, and up to 2 months of General Fund Expenditures
- Does include salary schedules changes as a result of negotiations with SMMCTA, SEIU, and SMMASA.

MULTI-YEAR PROJECTIONS / UNRESTRICTED GENERAL FUND

	A	B	C	D	E	F	G
	2019-20	2019-20	2019-20			2020-21	2021-22
Description	ADOPTED BUDGET	FIRST INTERIM	SECOND INTERIM	FIRST & SECOND CHANGE	PROJECTED BUDGET	PROJECTED BUDGET	
Revenue:							
1 Property Tax	89,789,181	89,789,181	90,664,260	875,079	94,447,473	98,419,847	
2 Education Protection Account (EPA)	2,000,000	2,000,000	2,000,000	-	2,000,000	2,000,000	
3 LCFF Transfer to Fund Fund 14	-	-	-	-	-	-	
4 LCFF Transfer to Charter School	(20,000)	(20,000)	(20,000)	-	(38,000)	(38,000)	
5 Prior Year LCFF Adjustment	-	-	-	-	-	-	
6 Minimum State Aid	8,585,843	8,585,843	8,585,843	-	8,585,843	8,585,843	
7 <i>Subtotal LCFF Funding</i>	100,355,024	100,355,024	101,230,103	875,079	104,995,316	108,967,690	



MULTI-YEAR PROJECTIONS / UNRESTRICTED GENERAL FUND

	A	B	C	D	E	F	G
		2019-20	2019-20	2019-20		2020-21	2021-22
Description		ADOPTED BUDGET	FIRST INTERIM	SECOND INTERIM	FIRST & SECOND CHANGE	PROJECTED BUDGET	PROJECTED BUDGET
8 Other Federal		13,000	200,000	200,000	-	100,000	100,000
9 Lottery		1,600,000	1,600,000	1,600,000	-	1,600,000	1,600,000
10 Mandated Reimbursement Block Grant		417,495	417,495	422,665	5,170	420,000	410,000
11 One-time Discretionary Funds		-	-	-	-	-	-
12 Other State Revenue		5,000	5,000	735,333	730,333	5,000	5,000
13 Measure 'R' - Parcel Tax		12,449,227	12,449,227	12,449,227	-	12,698,211	12,952,175
14 Measure 'Y' & 'GSH' - City of Santa Monica		15,553,168	15,553,168	15,553,168	-	15,864,231	16,181,516
15 Joint Use Agreement - City of Santa Monica		9,554,280	9,554,280	9,554,280	0	9,799,171	9,995,154
16 Santa Monica-Malibu Ed Foundation Donation		-	-	-	-	-	-
17 Santa Monica Ed Foundation Donation		2,000,000	2,000,000	2,000,000	-	2,000,000	2,000,000
18 Malibu LEAD Donation		500,000	500,000	-	(500,000)	500,000	500,000
19 Lease & Rental		2,450,000	2,450,000	2,450,000	-	2,450,000	2,450,000
20 Interest Earned		200,000	200,000	709,038	509,038	200,000	200,000
21 Revenue Associated with TRANS Issuance		-	-	721,262	721,262	400,000	400,000
22 ORIGINAL ISSUE PREMIUM		-	-	353,750	353,750	-	-
23 PROJECTED INTEREST EARNED		-	-	367,512	367,512	-	-
24 All Other Local Income		984,430	1,138,185	1,921,404	783,219	1,180,000	1,340,000
25 Local General Fund Contribution		(30,602,201)	(30,340,654)	(29,591,828)	748,826	(30,183,665)	(30,787,338)
26 TOTAL REVENUE		115,279,422	115,881,724	119,954,652	4,072,927	122,028,265	126,314,197



MULTI-YEAR PROJECTIONS / UNRESTRICTED GENERAL FUND

	A	B	C	D	E	F	G
		2019-20	2019-20	2019-20		2020-21	2021-22
Description		ADOPTED BUDGET	FIRST INTERIM	SECOND INTERIM	FIRST & SECOND CHANGE	PROJECTED BUDGET	PROJECTED BUDGET
27 Expenditure:							
28 Certificated Salary		53,921,221	53,942,958	54,682,408	739,450	55,502,644	56,335,184
29 Classified		18,725,883	18,589,749	19,157,919	568,170	19,445,288	19,736,967
30 Benefits		30,672,971	30,597,610	30,532,832	(64,778)	34,105,234	35,314,150
	STRS	8,542,347	8,733,336	8,881,622	148,286	10,212,487	10,196,668
	PERS	3,610,798	3,421,727	3,526,991	105,264	4,433,526	4,914,505
	SOCIAL SECURITY & MEDICARE	2,251,261	2,240,019	2,299,149	59,130	2,292,353	2,326,738
	HEALTH AND WELFARE	12,412,367	12,334,045	11,873,976	(460,069)	12,950,747	13,598,285
	SUI	39,128	39,035	39,754	719	42,474	43,036
	WORKERS COMP	2,834,082	2,841,358	2,906,263	64,905	3,147,813	3,195,030
	OPEB	894,692	892,989	912,730	19,741	936,849	950,902
	CASH IN -LIEU	88,296	95,101	92,347	(2,754)	88,986	88,986
39 Supplies/Books		3,719,326	3,796,567	3,787,385	(9,182)	3,000,000	3,000,000
40 Other Operational Costs		12,348,571	13,877,306	15,400,498	1,523,192	12,932,632	12,932,632
	TRAVEL & CONFERENCE	205,633	258,464	261,438	2,974	258,464	258,464
	DUES & MEMBERSHIPS	55,160	58,853	59,923	1,070	58,853	58,853
	INSURANCE	1,307,468	1,307,468	1,307,468	-	1,307,468	1,307,468
	UTILITIES	2,957,150	2,957,150	3,182,150	225,000	3,200,000	3,200,000
	RENTALS, LEASES, REPAIRS	2,209,563	2,249,140	2,248,594	(546)	2,249,140	2,249,140
	INTRA-FUND TRANSFERS FOR SERVICES	(30,092)	(80,507)	(91,772)	(11,265)	(80,507)	(80,507)
	INTER-FUND TRANSFERS FOR SERVICES	(134,441)	(165,969)	(165,969)	-	(165,969)	(165,969)
	CONSULTANTS & OTHER OPERATING	5,487,915	5,987,524	7,291,864	1,304,340	4,800,000	4,800,000
	Other Operational Costs	1,987,680	2,123,552	2,367,513	243,961	2,000,000	2,000,000
	Consultants	2,730,235	3,105,235	3,330,614	225,379	2,000,000	2,000,000
	Legal	770,000	758,737	843,737	85,000	800,000	800,000
	Pupil Fees Lawsuit	-	-	750,000	750,000	-	-
	COST OF EARLY RETIREMENT INCENTIVE (SERP)	-	1,014,968	1,014,968	-	1,014,968	1,014,968
	COMMUNICATIONS (LAND & MOBILE PHONES)	290,215	290,215	291,834	1,619	290,215	290,215
55 Capital Outlay		130,000	215,600	408,221	192,621	425,000	285,000
56 Costs Associated with TRANs Issuance		-	960,241	606,489	(353,752)	300,000	300,000
	UNDERWRITER'S DISCOUNT	-	-	30,557	30,557	15,630	15,630
	COST OF ISSUANCE	-	-	41,194	41,194	20,370	20,370
	INTEREST DUE	-	-	534,739	534,739	264,000	264,000
60 Transfer to County Specialized Schools		75,000	75,000	75,000	-	75,000	75,000
61 Indirect		(1,162,959)	(1,191,961)	(1,257,689)	(65,728)	(1,100,000)	(1,100,000)
62 Fiscal Stabilization Plan (Budget Reductions)		-	-	-	-	(4,000,000)	(6,000,000)
63 GSH Technology Plan/Replacement		1,000,000	1,000,000	1,000,000	-	1,000,000	1,000,000
64 Interfund Transfer Out to Fund 12 Child Development		1,000,000	1,000,000	1,000,000	-	1,000,000	1,000,000
65 LCAP Transfer Out to Fund 12 Child Development		200,000	200,000	200,000	-	200,000	200,000
66 Interfund Transfer Out to Fund 13 Food Services		900,000	900,000	900,000	-	900,000	900,000
67 Interfund Transfer Out to Fund 14 Deferred Maint.		750,000	750,000	750,000	-	1,000,000	1,000,000
68 TOTAL EXPENDITURE		122,280,013	124,713,070	127,243,063	2,529,993	124,785,798	124,978,933

MULTI-YEAR PROJECTIONS / UNRESTRICTED GENERAL FUND

	A	B	C	D	E	F	G
		2019-20	2019-20	2019-20		2020-21	2021-22
Description		ADOPTED BUDGET	FIRST INTERIM	SECOND INTERIM	FIRST & SECOND CHANGE	PROJECTED BUDGET	PROJECTED BUDGET
69 Increase (Decrease) Fund Balance		(7,000,591)	(8,831,346)	(7,288,412)	1,542,934	(2,757,534)	1,335,264
70 Beginning Fund Balance		22,439,368	22,439,368	22,439,368	0	15,150,955	12,393,420
71 Ending Fund Balance (net of lines 69-70)		15,253,883	13,608,022	15,150,955	1,542,933	12,393,420.33	13,728,685
72 Reserve - Revolving Cash, Prep-paids		251,984	251,984	251,984	-	251,984	251,984
73 Reserve - SERP Retirement Incentive Pymnt		1,014,968	-	-	-	-	-
74 Reserve - Deficiting Spending in 20-21		3,521,607	4,801,402	2,757,534	(2,043,868)	-	-
75 Reserve - Deficiting Spending in 21-22		1,623,304	3,031,768		(3,031,768)		-
76 Reserve - Deficiting Spending in 22-23		619,699	-	-	-	-	-
77 3% Contingency Reserve		5,047,523	5,126,775	5,294,739	167,964	5,188,034	5,212,804
78 Reserve Up to 2-months of Expenses		3,174,799	396,093	6,846,698	6,450,605	6,953,402	8,263,896
79 Unappropriated Balance		0	0	0	0	0	0





2nd Interim Certification Status



Positive Certification of 2nd Interim Report

- The District is submitting the 1st Interim Report with a **Positive Certification**.
- The District will be able to meet its obligation in the current and next two fiscal years.
- The District must address deficit spending through the Fiscal Stabilization Plan or it will risk future positive certifications.



Next Steps

- Receive Board Direction on District Budget
- Board Approval of 2019-20 Second Interim
- Third Budget Revision Board Approval
 - ✓ *Thursday, May 21, 2020 BOE Meeting*