



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2019-20 Third Budget Revision

Melody Canady,
Assistant Superintendent of
Business & Fiscal Services

May 21, 2020 Board Meeting
Agenda Item II.G.16.



SMMUSD 3rd Budget Revision

- Shows the District's financial position as of April 30, 2020
- Displays the Second Interim Budget, Third Budget Revision and the change between the two periods
- Includes an analysis of major changes since 1/31/20
- Outlines General Fund activity for the current year
- Certifies one of three conditions:
 - ✓ Positive, Negative or Qualified
- Includes a Fiscal Stabilization Plan for fiscal years 2020-21 and 2021-22



Unrestricted General Fund

2019-20 LCFF CALCULATION					4/30/2020
BASE GRANT					
	TK-3	4-6	7-8	9-12	TOTAL
	2,750.83	2,169.40	1,593.82	3,085.04	9,599.09
2018-19 BASE	7,459	7,571	7,796	9,034	
2019-20 COLA 3.26%	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					92,691,220
Amount of Property Tax Over LCFF Funding (Basic Aid when negative)					(12,593,037)

Note Outside of Calculation:

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

SMMUSD 2019-20 Third Budget Revision

FUND 01: UNRESTRICTED GENERAL FUND

Object	Description	Second Interim Budget 1/31/2020	Third Budget Revision 4/30/2020	Changes
	Beginning Fund Balance	22,439,368	22,439,368	
8011-8099	LCFF Revenue	101,230,103	103,257,063	2,026,960
8100-8299	Federal Revenue	200,000	264,377	64,377
8300-8590	State Revenue	2,757,998	2,238,275	(519,723)
8600-8799	Local Revenue	45,358,379	42,999,415	(2,358,964)
8980-8999	Local General Fund Contributions	(29,591,828)	(30,511,558)	(919,730)
	Total Revenue	119,954,652	118,247,572	(1,707,080)
1000-1999	Certificated Salaries	54,682,408	53,908,237	(774,171)
2000-2999	Classified Salaries	19,157,919	18,620,897	(537,022)
3000-3999	Employee Benefits	30,532,832	30,036,276	(496,556)
4000-4999	Books and Supplies	4,787,385	4,945,194	157,809
5000-5999	Services and Other Operating Costs	15,400,498	15,309,748	(90,750)
6000-6999	Capital Outlay	408,221	408,221	-
7100-7299	Other Outgo	681,491	681,491	-
7300-7399	Indirect Costs	(1,257,689)	(1,250,191)	7,498
7400-7499	Debt Services	-	-	
7600-7629	Transfer Out/ Fund 12, 13, 14	2,850,000	2,850,000	-
	Total Expenditures	127,243,065	125,509,873	(1,733,192)
	Increase /(Decrease) Fund Balance	(7,288,413)	(7,262,301)	26,112
	Projected Fund Balance	15,150,955	15,177,067	



SMMUSD 2019-20 Third Budget Revision Unrestricted General Fund Major Changes

Revenues:

- \$ 2,026,960 LCFF Revenue - Higher Year-End Projection of RDA Funds per County Auditor-Controller
- \$ (519,723) Decrease in Other State Revenue
 - 549K Projected Loss of Special Education Preschool One-Time Funding pass-thru General Fund*
 - 30K Additional State Funds Received for State Assessments Reimbursements (STAR, CELDT, CAHSEE)*
- \$ (2,358,964) Decrease in Local Revenue
 - 2M Projected Loss in Revenue for GSH/YY*
 - 518K Projected Loss in Interest Earned thru June 2020*
 - 104K Increase in SMEF annual giving ('true-up' of 2M to 2.104M)*
 - 55K Increase due to Approved Claim for Woolsey Fire Loss & Damages Recovery from ASCIP*
- \$ (919,730) Increase in Local General Fund Contribution (LGFC) to Special Education

SMMUSD 2019-20 Third Budget Revision Unrestricted General Fund Major Changes

Expenditures:

- \$ (774,171) Decrease in Certificated Hourly, Overtime, and Substitute Salaries Due to Covid-19 Closure
- \$ (537,022) Decrease in Classified Hourly, Overtime, and Substitute Salaries Due to Covid-19 Closure
- \$ (496,556) Decrease in Statutory Benefits (-625K) & Increase in Employee Health Benefits (+129K)
- \$ 157,809 Increase in Books & Supplies to Support Distance Learning
- \$ (90,750) Decrease in Services & Operating Costs (legal costs, independent contractors, conf/travel)
 - 90,750 Consultants & Other Operating*
 - 30K Decrease in Conference & Travel*
 - 750K Decrease in Pupil Fees Lawsuit from Current Year Budget to be Allocated in 2020-21 Budget*
 - 45K Increase to contr-account for Inter-fund Transfers*
 - 49K Increase in Consultants*
 - 90K Increase in Rentals, Leases, & Repairs*
 - 220K Increase in Other Operating Costs (Maintenance Agmts, Advertising, Memberships, Interfund Transfers, Other)*
 - 283K Increase in Legal*
- \$ 7,498 Increase in Indirect Charge to Categorical Programs



Restricted General Fund

SMMUSD 2019-20 Third Budget Revision

FUND 01: RESTRICTED GENERAL FUND

Object	Description	Second Interim Budget 1/31/2020	Third Budget Revision 4/30/2020	Changes
	Beginning Fund Balance	5,062,090	5,062,090	
8100-8299	Federal Revenue	4,716,327	4,692,201	(24,126)
8300-8590	State Revenue	1,604,827	1,604,827	-
8600-8799	Local Revenue	10,139,364	9,904,551	(234,813)
8980-8999	Local General Fund Contributions	29,591,828	30,511,558	919,730
	Total Revenue	46,052,346	46,713,137	660,791
1000-1999	Certificated Salaries	13,111,123	13,209,794	98,671
2000-2999	Classified Salaries	12,121,517	11,938,932	(182,585)
3000-3999	Employee Benefits	11,628,546	10,979,499	(649,047)
4000-4999	Books and Supplies	3,026,140	3,008,289	(17,851)
5000-5999	Services and Other Operating Costs	5,848,605	7,064,835	1,216,230
6000-6999	Capital Outlay	49,774	74,774	25,000
7300-7399	Indirect Costs	569,231	564,362	(4,869)
	Total Expenditures	46,354,936	46,840,485	485,549
	Increase /(Decrease) Fund Balance	(302,590)	(127,348)	175,242
	Projected Fund Balance	4,759,500	4,934,742	



SMMUSD 2019-20 Third Budget Revision

Restricted General Fund Major Changes

Revenues:

- \$ (24,126) Decrease in Projected Revenue from Title I, II, and IV federal programs
- \$ (234,813) Decrease in Projected Revenue from PTA, Booster Club, & Gifts
- \$ 919,730 Increase in Local General Fund Contribution (LGFC) to Special Education

Expenditures:

- \$ 98,671 Additional Adjustment Needed for Certificated Salaries due to Negotiated Salary Schedule Increase from 2nd Interim
- \$ (182,585) Decrease in Classified Hourly, Overtime, and Substitute Salaries Due to Covid-19 Closure
- \$ (649,047) Decrease in Statutory Benefits (-69K) & in Employee Health Benefits (-580K)
- \$ (17,851) Decrease in Books & Supplies
- \$ 1,216,230 Increase in Services & Operating Costs (legal costs, independent contractors, conf/travel)
 - 620K Special Education NPS and NPA Contracts*
 - 22K Increase to Conference & Travel*
 - 570K Special Education Legal Cost*
- \$ 25,000 Increase in Equipment for Riding Lawn Mower for M&O via Facility Use Department Allocation
- \$ (4,869) Decrease in Indirect Costs from various programs

**SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT
2019-20 THIRD BUDGET REVISION
AS OF 4/30/20**

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	(7,262,300)
Remaining Fund Balance that Requires Explanation	15,177,067
Reasons for Assigned and Unassigned Ending Fund Balances	
*Below State Recommended 17% Minimum Level for Unified Districts	
	15,177,067
Less: 3% Reserve for Economic Uncertainties	(5,294,739)
Reserve for Revolving Cash & Prepaid	(251,984)
Reserve for 20-21 Deficit Spending	(7,246,761)
Reserve for 21-22 Deficit Spending	
^Reserve for up to 2 months General Fund Expenditures	2,383,583
Unappropriated Balance	0

*current reserve is at 8.66% (up 0.08% from 8.58% @ 2019-20 Second Interim Budget 1/31/20)

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

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



Other Funds

SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2019-20 THIRD BUDGET REVISION

FUND 11: ADULT EDUCATION FUND

Object	Description	Second Interim Budget 1/31/2020	Third Budget Revision 4/30/2020	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	339,165	340,807	1,642
2000-2999	Classified Salaries	180,535	163,620	(16,915)
3000-3999	Employee Benefits	198,313	177,705	(20,608)
4000-4999	Books and Supplies	77,588	104,376	26,788
5000-5999	Services and Other Operating Costs	38,154	38,906	752
7300-7399	Indirect Costs	41,608	41,608	-
	Total Expenditures	875,363	867,022	(8,341)
	Increase /(Decrease) Fund Balance	(90,024)	(81,683)	8,341
	Projected Fund Balance	643,830	652,171	





SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT
2019-20 THIRD BUDGET REVISION

Revenue:

No Change Since Second Interim

Expenditure:

- \$ 1,642 Net Affect of Several Decreases (and one Increase) in Certificated Hourly, Overtime, and Substitute Salaries Due to Covid-19 Closure
- \$ (16,915) Decrease in Classified Hourly, Overtime, and Substitute Salaries Due to Covid-19 Closure
- \$ (20,608) Decrease in Statutory Benefits (-5K) & in Employee Health Benefits (-15K)
- \$ 26,788 Increase in Supplies to Support New ESL Course Offerings in Malibu
- \$ 752 Increase in Services & Other Operating Costs

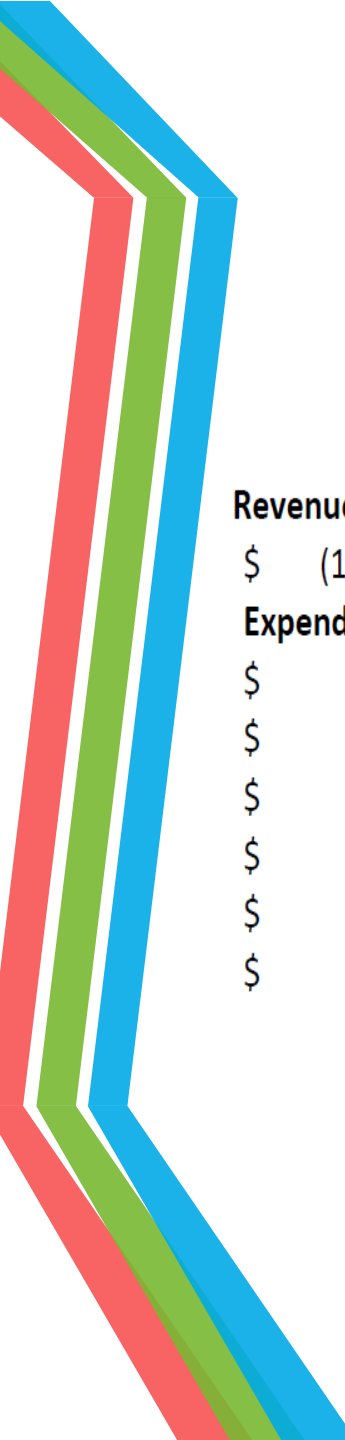
SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2019-20 THIRD BUDGET REVISION

FUND 12: CHILD DEVELOPMENT FUND

Object	Description	Second Interim Budget 1/31/2020	Third Budget Revision 4/30/2020	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	5,144,343	3,853,331	(1,291,012)
8900-8929	Interfund Transfer from Fund 01	1,200,000	1,200,000	-
	Total Revenues	9,617,979	8,326,967	(1,291,012)
1000-1999	Certificated Salaries	2,876,485	2,724,752	(151,733)
2000-2999	Classified Salaries	2,469,948	2,289,321	(180,627)
3000-3999	Employee Benefits	2,222,340	2,187,391	(34,949)
4000-4999	Books and Supplies	661,336	157,604	(503,732)
5000-5999	Services and Other Operating Costs	990,299	970,384	(19,915)
6000-6999	Capital Outlay	9,900	12,100	2,200
7300-7399	Indirect Costs	480,243	480,243	-
	Total Expenditures	9,710,551	8,821,795	(888,756)
	Increase /(Decrease) Fund Balance	(92,572)	(494,828)	(402,256)
	Projected Fund Balance	1,211,270	809,014	





SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT
2019-20 THIRD BUDGET REVISION

Revenues:

\$ (1,291,012) Projected Loss in Revenue in Full Fee Program Due to Covid-19 Closure

Expenditures:

\$ (151,733) Decrease in Certificated Hourly, Overtime, and Substitute Salaries Due to Covid-19 Closure

\$ (180,627) Decrease in Classified Hourly, Overtime, and Substitute Salaries Due to Covid-19 Closure

\$ (34,949) Decrease in Corresponding Statutory Benefits (-92K) & Increase in Employee Health Benefits (+58K)

\$ (503,732) Decrease in Supplies Due to Covid-19 Closure

\$ (19,915) Decrease in Services and Other Operating Costs Due to Covid-19 Closure

\$ 2,200 Increase in Capital Outlay for 'Room 6 Copier at Washington West Preschool'

SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2019-20 THIRD BUDGET REVISION

FUND 13: CAFETERIA SPECIAL FUND

Object	Description	Second Interim Budget 1/31/2020	Third Budget Revision 4/30/2020	Changes
	Beginning Fund Balance	380,819	380,819	-
8100-8299	Federal Revenue	1,170,000	950,257	(219,743)
8300-8590	State Revenue	65,000	40,164	(24,836)
8600-8799	Local Revenue (Food Sales)	1,130,300	987,422	(142,878)
8900-8929	Interfund Transfer	900,000	900,000	-
	Total Revenues	3,265,300	2,877,843	(387,457)
2000-2999	Classified Salaries	1,433,726	1,383,041	(50,685)
3000-3999	Employee Benefits	667,655	608,138	(59,517)
4000-4999	Books and Supplies	1,465,748	1,005,657	(460,091)
5000-5999	Services and Other Operating Costs	(254,225)	(274,675)	(20,450)
6000-6999	Capital Outlay	-	-	-
7300-7399	Indirect Costs	166,607	163,978	(2,629)
	Total Expenditures	3,479,511	2,886,139	(593,372)
	Increase /(Decrease) Fund Balance	(214,211)	(8,296)	205,915
	Projected Fund Balance	166,608	372,523	





SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT
2019-20 THIRD BUDGET REVISION

Revenue:

- \$ (219,743) Projected Loss in Revenue Due to Covid-19 Closure
- \$ (24,836) Projected Loss in Revenue Due to Covid-19 Closure
- \$ (142,878) Projected Loss in Revenue Due to Covid-19 Closure

Expenditures:

- \$ (50,685) Decrease in Hourly, Overtime, and Substitute Salaries Due to Serving Less Students
- \$ (59,517) Decrease in Corresponding Statutory Benefits (13K) & Employee Shifts in Health Benefits (46K)
- \$ (460,091) Decrease in Food Costs & Food Supplies Due to Serving Less Students
- \$ (20,450) Decrease in Other Operating Costs Due to Serving Less Students
- \$ (2,629) Decrease in Indirect Costs Due to Less Expenditures from Serving Less Students

SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2019-20 THIRD BUDGET REVISION

FUND 14: DEFERRED MAINTENANCE FUND

Object	Description	Second Interim Budget 1/31/2020	Third Budget Revision 4/30/2020	Changes
	Beginning Fund Balance	760,018	760,018	
8010-8099	LCFF transfer to Fund 14	-	-	-
8600-8799	Local Revenue	2,000	13,485	11,485
8919	Transfer form General Fund	750,000	750,000	-
	Total Revenues	752,000	763,485	11,485
4000-4999	Books and Supplies	-	15,574	15,574
5000-5999	Services and Other Operating Costs	672,325	561,739	(110,586)
6000-6999	Capital Outlay	100,000	8,453	(91,547)
	Total Expenditures	772,325	585,766	(186,559)
	Increase /(Decrease) Fund Balance	(20,325)	177,719	198,044
	Projected Fund Balance	739,693	937,737	

Revenue:

\$ 11,485 Additional Interest Earned Received

Expenditure:

\$ 15,574 Increase in Supplies to Cover Expenses

\$ (110,586) Decrease in Other Operating Costs to Return to Fund Balance Reserve

(91,547) Decrease in Other Operating Costs to Return to Fund Balance Reserve



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2019-20 THIRD BUDGET REVISION

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

Object	Description	Second Interim Budget 1/31/2020	Third Budget Revision 4/30/2020	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	794,526	942,412	147,886
3000-3999	Employee Benefits	385,413	477,146	91,733
4000-4999	Books and Supplies	3,615,700	3,636,330	20,630
5000-5999	Services and Other Operating Costs	65,204,931	51,302,076	(13,902,855)
6000-6999	Capital Outlay	241,753,600	128,388,400	(113,365,200)
	Total Expenditure	311,754,170	184,746,364	(127,007,806)
	Increase /(Decrease) Fund Balance	(51,034,170)	75,973,636	127,007,806
	Projected Fund Balance	42,956,639	169,964,445	

* Long form by Measure & Series in Board Item attachment



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT
2019-20 THIRD BUDGET REVISION

- 21.3 Measure BB, Series D: Malibu construction projects;
- 21.6 Measure ES, Series C: Education Technology devices, infrastructure and professional development; Centralized Bond Administration Office Costs;
- 21.7 Measure ES, Series D: JAMS Auditorium and Santa Monica High Discovery Building, Lincoln Field Project, Window, Paint, & Floor, HVAC;
- 21.9 Measure SMS, Series A: Santa Monica Schools, Window, Paint, Floor, HVAC, Elementary/Middle Schools Assessment Master Planning, Safety & Security Projects, FFE Pilot Project, Centralized Bond Administration Office Costs
- 21.9 Measure M, Series A: Malibu Alignment, HVAC, Elementary/Middle Schools Assessment Master Planning, Safety & Security Projects, FFE Pilot Project



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT
2019-20 THIRD BUDGET REVISION

FUND 25: CAPITAL FACILITIES FUND

Object	Description	Second Interim Budget 1/31/2020	Third Budget Revision 4/30/2020	Changes
	Beginning Fund Balance	3,282,409	3,282,409	
8681	Developer Fees	800,000	2,783,603	1,983,603
8660	Local Revenue	50,000	52,020	2,020
	Total Revenues	850,000	2,835,623	1,985,623
4000-4999	Supplies	-		-
5000-5999	Services and Other Operating Costs	800,000	676,660	(123,340)
6000-6999	Capital Outlay	-	-	-
	Total Expenditures	800,000	676,660	(123,340)
	Increase /(Decrease) Fund Balance	50,000	2,158,963	2,108,963
	Projected Fund Balance	3,332,409	5,441,373	

Revenue:

\$ 1,983,603 Additional Developer Fees Received above Projection

\$ 2,020 Additional Interest Earned Received

Expenditure:

\$ (123,340) Decrease in Other Operating Costs to Return to Fund Balance Reserve



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2019-20 THIRD BUDGET REVISION

FUND 40: SPECIAL RESERVE FUND FOR CAPITAL OUTLAY

Object	Description	Second Interim Budget 1/31/2020	Third Budget Revision 4/30/2020	Changes
	Beginning Fund Balance	13,207,055	13,207,055	
8590-8599	State Revenue	-	-	-
8600-8625	Local Revenue	4,000,000	4,500,000	500,000
8626-8660	Local Revenue (Interest Earned)	100,000	174,268	74,268
8661-8699	Local Revenue	-	302,191	302,191
	Total Revenues	4,100,000	4,976,459	876,459
4000-4999	Supplies	130,218	22,949	(107,269)
5000-5999	Services and Other Operating Costs	1,794,731	9,716	(1,785,015)
6000-6999	Capital Outlay	515,769	236,909	(278,860)
7400-7499	COPS Payments	2,195,000	1,867,553	(327,447)
	Total Expenditures	4,635,718	2,137,127	(2,498,591)
	Increase /(Decrease) Fund Balance	(535,718)	2,839,332	3,375,050
	Projected Fund Balance	12,671,337	16,046,387	

Revenue:

- \$ 500,000 Higher Year-End Projection of RDA Facility Portion per County Auditor-Controller
- \$ 74,268 Additional Interest Earned Received
- \$ 302,191 City of Santa Monica Water Use Audit - Audit Returned Overpaid Water Usage Fees

Expenditure:

- \$ (107,269) Decrease in Supplies to Return to Fund Balance Reserve
- \$ (1,785,015) Decrease in Other Operating Costs to Return to Fund Balance Reserve
- (278,860) Decrease in Capital Outlay to Return to Fund Balance Reserve
- (327,447) Decrease in Certificate of Participation (COP) Payment Due to Lower Interest Accrued on Payment Schedule

SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT
2019-20 THIRD BUDGET REVISION

FUND 51: BOND INTEREST & REDEMPTION FUND

Object	Description	Second Interim Budget 1/31/2020	Third Budget Revision 4/30/2020	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	-

Revenue:

\$ - No Change Since Second Interim

Expenditure:

\$ - No Change Since Second Interim



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT
2019-20 THIRD BUDGET REVISION

FUND 71: RETIREE BENEFIT FUND FOR OPEB

Object	Description	Second Interim Budget 1/31/2020	Third Budget Revision 4/30/2020	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	1,355,000	1,355,000	-
	Total Expenditures	1,355,000	1,355,000	-
	Increase /(Decrease) Fund Balance	(35,000)	(35,000)	-
	Projected Fund Balance	8,297,070	8,297,070	

Revenue:

\$ - No Change Since Second Interim

Expenditure:

\$ - No Change Since Second Interim



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)
 - -10% (2020-21)
 - ???% (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
 - \$40.0 million in 2020-21
 - \$40.9 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
- Includes salary schedules changes as a result of negotiations with SMMCTA, SEIU, and SMMASA.

MULTI-YEAR PROJECTIONS / UNRESTRICTED GENERAL FUND

	A	B	C	D	D	E	F	G
		2019-20	2019-20	2019-20	2019-20		2020-21	2021-22
Description		ADOPTED BUDGET	FIRST INTERIM	SECOND INTERIM	THIRD REVISION	SECOND & THIRD CHANGE	PROJECTED BUDGET	PROJECTED BUDGET
Revenue:								
1 Property Tax		89,789,181	89,789,181	90,664,260	92,691,220	2,026,960	94,216,821	98,177,662
2 Education Protection Account (EPA)		2,000,000	2,000,000	2,000,000	2,000,000	-	1,818,182	1,818,182
3 LCFF Transfer to Fund Fund 14		-	-	-	-	-	-	-
4 LCFF Transfer to Charter School		(20,000)	(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	-	7,805,312	7,805,312
7 Subtotal LCFF Funding		100,355,024	100,355,024	101,230,103	103,257,063	2,026,960	103,802,314	107,763,155



MULTI-YEAR PROJECTIONS / UNRESTRICTED GENERAL FUND

	A	B	C	D	D	E	F	G
	2019-20	2019-20	2019-20	2019-20			2020-21	2021-22
Description	ADOPTED BUDGET	FIRST INTERIM	SECOND INTERIM	THIRD REVISION	SECOND & THIRD CHANGE		PROJECTED BUDGET	PROJECTED BUDGET
8 Other Federal	13,000	200,000	200,000	264,377	64,377		100,000	100,000
9 Lottery	1,600,000	1,600,000	1,600,000	1,600,000	-		1,454,545	1,454,545
10 Mandated Reimbursement Block Grant	417,495	417,495	422,665	422,665	-		372,727	372,727
11 One-time Discretionary Funds	-	-	-	-	-		-	-
12 Other State Revenue	5,000	5,000	735,333	215,610	(519,723)		5,000	5,000
13 Measure 'R' - Parcel Tax	12,449,227	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	13,553,168	(2,000,000)		13,864,231	13,981,516
15 Joint Use Agreement - City of Santa Monica	9,554,280	9,554,280	9,554,280	9,554,280	-		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	2,104,564	104,564		2,000,000	2,000,000
18 Malibu LEAD Donation	500,000	500,000	-	-	-		165,000	165,000
19 Lease & Rental	2,450,000	2,450,000	2,450,000	2,450,000	-		2,450,000	2,450,000
20 Interest Earned	200,000	200,000	709,038	190,451	(518,587)		200,000	200,000
21 Revenue Associated with TRANS Issuance	-	-	721,262	721,262	-		300,000	300,000
22 <i>ORIGINAL ISSUE PREMIUM</i>	-	-	353,750	353,750	-		-	-
23 <i>PROJECTED INTEREST EARNED</i>	-	-	367,512	367,512	-		-	-
24 All Other Local Income	984,430	1,138,185	1,921,404	1,976,463	55,059		1,180,000	1,340,000
25 Local General Fund Contribution	(30,602,201)	(30,340,654)	(29,591,828)	(30,511,558)	(919,730)		(31,121,789)	(31,744,225)
26 TOTAL REVENUE	115,279,422	115,881,724	119,954,652	118,247,572	(1,707,080)		117,269,411	121,335,048




MULTI-YEAR PROJECTIONS / UNRESTRICTED GENERAL FUND

	A	B	C	D	D	E	F	G
	2019-20	2019-20	2019-20	2019-20		2020-21	2021-22	
Description	ADOPTED BUDGET	FIRST INTERIM	SECOND INTERIM	THIRD REVISION	SECOND & THIRD CHANGE	PROJECTED BUDGET	PROJECTED BUDGET	
27 Expenditure:								
28 Certificated Salary	53,921,221	53,942,958	54,682,408	53,908,237	(774,171)	55,502,644	56,335,184	
29 Classified	18,725,883	18,589,749	19,157,919	18,620,897	(537,022)	19,445,288	19,736,967	
30 Benefits	30,672,971	30,597,610	30,532,832	30,036,276	(496,556)	34,105,234	35,314,150	
31 STRS	8,542,347	8,733,336	8,881,622	8,764,586	(117,036)	10,212,487	10,196,668	
32 PERS	3,610,798	3,421,727	3,526,991	3,414,515	(112,476)	4,433,526	4,914,505	
33 SOCIAL SECURITY & MEDICARE	2,251,261	2,240,019	2,299,149	2,246,401	(52,748)	2,292,353	2,326,738	
34 HEALTH AND WELFARE	12,412,367	12,334,045	11,873,976	11,721,957	(152,019)	12,950,747	13,598,285	
35 SUI	39,128	39,035	39,754	39,210	(544)	42,474	43,036	
36 WORKERS COMP	2,834,082	2,841,358	2,906,263	2,861,631	(44,632)	3,147,813	3,195,030	
37 OPEB	894,692	892,989	912,730	898,967	(13,763)	936,849	950,902	
38 CASH IN -LIEU	88,296	95,101	92,347	89,009	(3,338)	88,986	88,986	
39 Supplies/Books	3,719,326	3,796,567	3,787,385	3,945,194	157,809	3,000,000	3,000,000	
40 Other Operational Costs	12,348,571	13,877,306	15,400,498	15,309,748	(90,750)	16,428,579	15,497,221	
41 TRAVEL & CONFERENCE	205,633	258,464	261,438	231,484	(29,954)	258,464	258,464	
42 DUES & MEMBERSHIPS	55,160	58,853	59,923	60,073	150	58,853	58,853	
43 INSURANCE	1,307,468	1,307,468	1,307,468	1,307,468	-	1,372,841	1,441,483	
44 UTILITIES	2,957,150	2,957,150	3,182,150	3,182,150	-	3,200,000	3,200,000	
45 RENTALS, LEASES, REPAIRS	2,209,563	2,249,140	2,248,594	2,338,798	90,204	2,249,140	2,249,140	
46 INTRA-FUND TRANSFERS FOR SERVICES	(30,092)	(80,507)	(91,772)	(56,886)	34,886	(80,507)	(80,507)	
47 INTER-FUND TRANSFERS FOR SERVICES	(134,441)	(165,969)	(165,969)	(155,139)	10,830	(165,969)	(165,969)	
48 CONSULTANTS & OTHER OPERATING	5,487,915	5,987,524	7,291,864	7,094,873	(196,991)	8,230,574	7,230,574	
49 Other Operational Costs	1,987,680	2,123,552	2,367,513	2,588,049	220,536	2,600,000	2,600,000	
50 Consultants	2,730,235	3,105,235	3,330,614	3,380,087	49,473	3,400,000	3,400,000	
51 Legal	770,000	758,737	843,737	1,126,737	283,000	1,200,000	1,200,000	
52 Pupil Fees Lawsuit	-	-	750,000	-	(750,000)	1,000,000	-	
53 COST OF EARLY RETIREMENT INCENTIVE (SERP)	-	1,014,968	1,014,968	1,014,968	-	1,014,968	1,014,968	
54 COMMUNICATIONS (LAND & MOBILE PHONES)	290,215	290,215	291,834	291,959	125	290,215	290,215	
55 Capital Outlay	130,000	215,600	408,221	408,221	-	425,000	285,000	
56 Costs Associated with TRANS Issuance	-	960,241	606,489	606,489	-	300,000	300,000	
57 UNDERWRITER'S DISCOUNT	-	-	30,557	30,557	-	15,630	15,630	
58 COST OF ISSUANCE	-	-	41,194	41,194	-	20,370	20,370	
59 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	75,000	
61 Indirect	(1,162,959)	(1,191,961)	(1,257,689)	(1,250,191)	7,498	(1,100,000)	(1,100,000)	
62 Fiscal Stabilization Plan (Budget Reductions)	-	-	-	-	-	(8,440,142)	(16,880,285)	
63 GSH Technology Plan/Replacement	1,000,000	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	1,000,000	
65 LCAP Transfer Out to Fund 12 Child Development	200,000	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	900,000	
67 Interfund Transfer Out to Fund 14 Deferred Maint.	750,000	750,000	750,000	750,000	-	1,000,000	1,000,000	
68 TOTAL EXPENDITURE	122,280,013	124,713,070	127,243,063	125,509,871	(1,733,192)	123,811,030	116,632,663	

MULTI-YEAR PROJECTIONS / UNRESTRICTED GENERAL FUND

	A	B	C	D	D	E	F	G
		2019-20	2019-20	2019-20	2019-20		2020-21	2021-22
Description		ADOPTED BUDGET	FIRST INTERIM	SECOND INTERIM	THIRD REVISION	SECOND & THIRD CHANGE	PROJECTED BUDGET	PROJECTED BUDGET
69 Increase (Decrease) Fund Balance		(7,000,591)	(8,831,346)	(7,288,412)	(7,262,300)	26,112	(6,541,619)	4,702,385
70 Beginning Fund Balance		22,439,368	22,439,368	22,439,368	22,439,368	-	15,177,067	8,635,447
71 Ending Fund Balance (net of lines 69-70)		15,253,883	13,608,022	15,150,955	15,177,067	26,112	8,635,447	13,337,832
72 Reserve - Revolving Cash, Prep-pays		251,984	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	6,541,619	3,784,085	-	-
75 Reserve - Deficiting Spending in 21-22		1,623,304	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	5,294,739	-	5,188,034	5,212,804
78 Reserve Up to 2-months of Expenses		3,174,799	396,093	6,846,698	3,088,725	(3,757,973)	3,195,429	7,873,044
79 Unappropriated Balance		0	0	0	0	0	0	0






3rd Budget Revision Certification Status



Positive Certification of 3rd Budget Revision

- The District has a 3rd Budget Revision with a **Positive Certification**.
- The District must provide an updated Fiscal Stabilization Plan to LACOE as requested in the 2019-20 Second Interim Letter to the District – See Board Item Attachments.




2020-21 Preliminary Budget Update

2020-21 LCFF CALCULATION					4/30/2020
BASE GRANT					
	TK-3	4-6	7-8	9-12	TOTAL
	2,840.26	2,093.07	1,657.22	3,092.66	9,683.21
2020-21 BASE	7,702	7,818	8,050	9,329	
2020-21 Less 10%	7,002	7,107	7,318	8,481	
	19,886,984	14,876,019	12,127,837	26,228,568	73,119,409
AUGMENTATION GRANTS:					
CSR AUGMENTATION: BASE GRANT X 10.4%					1,880,224
CTE AUGMENTATION 9-12 BASE GRANT X 2.6%					619,948
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					3,926,759
TRANSPORTATION AND TIIG GRANT					
2012-13 TRANSPORTATION					745,703
2012-13 TIIG					390,688
TOTAL 2019-20 LCFF ENTITLEMENT					80,682,731
MINIMUM STATE AID / 2012-13 CATEGORICAL PROGRAMS					7,805,312
TOTAL FUNDING LESS: 2012-13 MINIMUM/CATEGORICAL					72,877,419
LOCAL REVENUE / PROPERTY TAXES					94,216,821
Amount of Property Tax Over LCFF Funding (Basic Aid when negative)					(21,339,402)

Note Outside of Calculation:

EDUCATION PROTECTION ACCOUNT	1,818,182
TRANSFER TO CHARTER SCHOOL	-38,000



2020-21 Preliminary Budget Update

Provide Board the 2020-21 Preliminary Budget at Thursday's, 6/4/20 Board Meeting

- Review most current revenue & expenditure projections and the impact on the fund balance
- The impact of funding status as well as RDA funds on district budget
- Receive Board direction