



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

# 2019-20 First Budget Revision

Gerardo Cruz,  
Director of Fiscal & Business Services

November 21, 2019 Board Meeting  
Agenda Item V.III.C



# SMMUSD 1<sup>st</sup> Budget Revision

- Shows the District's financial position as of October 31, 2019
- Displays the Adopted Budget and the First Budget Revision with the change between the two periods
- Includes an analysis of major changes since 7/1/19
- Outlines General Fund activity for the current year
- Board Approval of regular routine budget adjustments



Other Funds

## 2019-20 First Budget Revision as of 10/31/19

### FUND 71: RETIREE BENEFIT FUND FOR OPEB

Object	Description	Adopted Budget 7/1/2019	First Budget Revision 10/31/19	Changes
	Beginning Fund Balance	7,950,512	7,950,512	
8600-8660	Local Revenue	20,000	20,000	
8661-8799	Local Revenue	1,300,000	1,300,000	
	<b>Total Revenues</b>	<b>1,320,000</b>	<b>1,320,000</b>	-
5000-5999	Services and Other Operating Costs	1,300,000	1,300,000	-
	Total Expenditures	<b>1,300,000</b>	<b>1,300,000</b>	-
	Increase /(Decrease) Fund Balance	<b>20,000</b>	<b>20,000</b>	-
	<b>Projected Fund Balance</b>	<b>7,970,512</b>	<b>7,970,512</b>	

**Major Changes:**

**Revenue:**

No Change Since Budget Adoption

**Expenditure:**

No Change Since Budget Adoption



# 2019-20 First Budget Revision as of 10/31/19

## FUND 51: BOND INTEREST & REDEMPTION FUND

Object	Description	Adopted Budget 7/1/2019	First Budget Revision 10/31/19	Changes
	Beginning Fund Balance	33,085,804	45,193,024	12,107,220
8600-8660	Local Revenue Interest	94,104	163,038	68,934
8661-8799	Local Revenue	33,798,253	49,831,421	16,033,168
	<b>Total Revenues</b>	<b>33,892,357</b>	<b>49,994,459</b>	<b>16,102,102</b>
7433	Debt Service - Bond Redemptions	23,121,117	20,244,265	(2,876,852)
7434	Debt Service - Bond Interest & Other Services	19,868,818	27,872,355	8,003,537
	<b>Total Expenditures</b>	<b>42,989,935</b>	<b>48,116,620</b>	<b>5,126,685</b>
	Increase /(Decrease) Fund Balance	<b>(9,097,578)</b>	<b>1,877,839</b>	<b>10,975,417</b>
	<b>Projected Fund Balance</b>	<b>23,988,226</b>	<b>47,070,863</b>	<b>23,082,637</b>

### Major Changes:

#### Revenue:

\$ 16,102,102 All Revenue Updated Per LACOE via County Auditor

*Adopted using 2018-19 Budget versus First Budget Revision using 2019-20 Budget*

#### Expenditure:

\$ 5,126,685 All Expenditures Updated Per LACOE via County Auditor

*Adopted using 2018-19 Budget versus First Budget Revision using 2019-20 Budget*





# 2019-20 First Budget Revision as of 10/31/19

## FUND 40: SPECIAL RESERVE FUND FOR CAPITAL OUTLAY

Object	Description	Adopted Budget 7/1/2019	First Budget Revision 10/31/19	Changes
	Beginning Fund Balance	16,539,688	16,539,688	
8590-8599	State Revenue	3,225,000	-	(3,225,000)
8600-8625	Local Revenue	4,000,000	4,000,000	-
8626-8660	Local Revenue	100,000	100,000	
	<b>Total Revenues</b>	<b>7,325,000</b>	<b>4,100,000</b>	<b>(3,225,000)</b>
4000-4999	Supplies	14,000	114,000	100,000
5000-5999	Services and Other Operating Costs	5,135,500	2,010,500	(3,125,000)
6000-6999	Capital Outlay	400,000	300,000	(100,000)
7400-7499	COPS Payments	2,195,000	2,195,000	-
	Total Expenditures	<b>7,744,500</b>	<b>4,619,500</b>	<b>(3,125,000)</b>
	Increase /(Decrease) Fund Balance	<b>(419,500)</b>	<b>(519,500)</b>	<b>(100,000)</b>
	<b>Projected Fund Balance</b>	<b>16,120,188</b>	<b>16,020,188</b>	

### Major Changes:

#### Revenue:

\$ (3,225,000) Reduction in Prop 39 Revenue due to funds being fully expended in 2018-19

#### Expenditure:

\$ (3,225,000) Reduction in Prop 39 Expenditures due to funds being fully expended in 2018-19

\$ 100,000 Increase in supplies for budget alignment -- usually adopted at \$100K annually.



## 2019-20 First Budget Revision as of 10/31/19

### FUND 25: CAPITAL FACILITIES FUND

Object	Description	Adopted Budget 7/1/2019	First Budget Revision 10/31/19	Changes
	Beginning Fund Balance	2,332,132	2,332,132	
8681	Developer Fees	800,000	800,000	-
8660	Local Revenue	50,000	50,000	-
	<b>Total Revenues</b>	<b>850,000</b>	<b>850,000</b>	<b>-</b>
4000-4999	Supplies	-	-	-
5000-5999	Services and Other Operating Costs	800,000	800,000	-
6000-6999	Capital Outlay	-	-	-
	Total Expenditures	<b>800,000</b>	<b>800,000</b>	<b>-</b>
	Increase /(Decrease) Fund Balance	<b>50,000</b>	<b>50,000</b>	<b>-</b>
	<b>Projected Fund Balance</b>	<b>2,382,132</b>	<b>2,382,132</b>	

**Revenue:**

No Change Since Budget Adoption

**Expenditure:**

No Change Since Budget Adoption



## 2019-20 First Budget Revision as of 10/31/19

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

Object	Description	Adopted Budget 7/1/2019	First Budget Revision 10/31/2019	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	-	-	-
	<b>Total Revenues</b>	<b>116,200,000</b>	<b>260,720,000</b>	<b>144,520,000</b>
2000-2999	Classified Salaries	789,366	789,366	-
3000-3999	Employee Benefits	421,788	421,733	(55)
4000-4999	Books and Supplies	3,426,900	3,744,250	317,350
5000-5999	Services and Other Operating Costs	25,518,700	54,563,291	29,044,591
6000-6999	Capital Outlay	122,982,800	228,842,240	105,859,440
	<b>Total Expenditure</b>	<b>153,139,554</b>	<b>288,360,880</b>	<b>135,221,326</b>
	Increase /(Decrease) Fund Balance	<b>(36,939,554)</b>	<b>(27,640,880)</b>	<b>9,298,674</b>
	<b>Projected Fund Balance</b>	<b>57,051,255</b>	<b>66,349,929</b>	





## 2019-20 First Budget Revision as of 10/31/19

### FUND 14: DEFERRED MAINTENANCE FUND

Object	Description	Adopted Budget 7/1/19	First Budget Revision 10/31/19	Changes
	Beginning Fund Balance	568,933	568,933	
8010-8099	LCFF transfer to Fund 14	-	-	-
8600-8799	Local Revenue	2,000	2,000	-
8919-	Transfer form General Fund	750,000	750,000	-
	<b>Total Revenues</b>	<b>752,000</b>	<b>752,000</b>	<b>-</b>
4000-4999	Books and Supplies	-	-	-
5000-5999	Services and Other Operating Costs	650,000	650,000	-
6000-6999	Capital Outlay	100,000	100,000	-
	<b>Total Expenditures</b>	<b>750,000</b>	<b>750,000</b>	<b>-</b>
	Increase /(Decrease) Fund Balance	<b>2,000</b>	<b>2,000</b>	<b>-</b>
	<b>Projected Fund Balance</b>	<b>570,933</b>	<b>570,933</b>	

**Revenue:**

No Change Since Budget Adoption

**Expenditure:**

No Change Since Budget Adoption



## 2019-20 First Budget Revision as of 10/31/19

### FUND 13: CAFETERIA SPECIAL FUND

Object	Description	Adopted Budget 7/1/19	First Budget Revision 10/31/19	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	-
	<b>Total Revenues</b>	<b>3,265,300</b>	<b>3,265,300</b>	-
2000-2999	Classified Salaries	1,402,696	1,407,553	4,857
3000-3999	Employee Benefits	668,876	644,701	(24,175)
4000-4999	Books and Supplies	1,378,948	1,379,748	800
5000-5999	Services and Other Operating Costs	(300,425)	(301,225)	(800)
6000-6999	Capital Outlay	-	-	-
7300-7399	Indirect Costs	115,205	115,205	-
	<b>Total Expenditures</b>	<b>3,265,300</b>	<b>3,245,982</b>	<b>(19,318)</b>
	Increase /(Decrease) Fund Balance	-	<b>19,318</b>	<b>19,318</b>
	<b>Projected Fund Balance</b>	<b>380,819</b>	<b>400,137</b>	



# 2019-20 First Budget Revision as of 10/31/19

## Major Changes:

### Expenditures:

\$ 4,857 Increase in Salary

*17,583 Decrease in Monthly Food Service Workers*

*3,000 Decrease in Monthly Food Service Workers Overtime*

*22,440 Increase in Monthly Clerical*

*3,000 Increase in Monthly Clerical Overtime*

\$ (24,175) Decrease in Benefits ( -\$19,367 in H/W Benefits & -\$4,808 Statutory Ben.)

\$ 800 Increase in Supplies

\$ (800) Decrease in Other Operating

## 2019-20 First Budget Revision as of 10/31/19

### FUND 12: CHILD DEVELOPMENT FUND

Object	Description	Adopted Budget 7/1/19	First Budget Revision 10/31/19	Changes
	Beginning Fund Balance	1,303,842	1,303,842	-
8100-8299	Federal Revenue	160,000	160,000	-
8300-8590	State Revenue	2,842,544	3,113,636	271,092
8600-8799	Local Revenue	4,856,164	4,960,344	104,180
8900-8929	Interfund Transfer from Fund 01	1,200,000	1,200,000	-
	<b>Total Revenues</b>	<b>9,058,708</b>	<b>9,433,980</b>	<b>375,272</b>
1000-1999	Certificated Salaries	2,731,695	2,764,797	33,102
2000-2999	Classified Salaries	2,324,740	2,313,186	(11,554)
3000-3999	Employee Benefits	2,212,607	2,194,238	(18,369)
4000-4999	Books and Supplies	478,392	611,927	133,535
5000-5999	Services and Other Operating Costs	813,048	989,199	176,151
6000-6999	Capital Outlay	-	9,900	9,900
7300-7399	Indirect Costs	460,594	480,243	19,649
	<b>Total Expenditures</b>	<b>9,021,076</b>	<b>9,363,490</b>	<b>342,414</b>
	Increase / (Decrease) Fund Balance	<b>37,632</b>	<b>70,490</b>	<b>32,858</b>
	<b>Projected Fund Balance</b>	<b>1,341,474</b>	<b>1,374,332</b>	





# 2019-20 First Budget Revision as of 10/31/19

## Revenues:

\$ 271,092 Increase in State Preschool Program

\$ 104,180 Increase in Full Fee Program Fees

## Expenditures:

\$ 33,102 Increase in Certificated Salary

*Increase 9,102 in Teacher at 0.565FTE*

*Increase 24,000 in Other Certificated Consultant Hourly*

\$ (11,554) Decrease in Classified salaries

*Decrease 31,635 Monthly Custodian at 0.75FTE*

*Increase 731 in Instructional Assistants at 1.04FTE*

*Increase 19,350 in Other Classified Special Services Hourly*

\$ (18,369) Decrease in Benefits ( -\$11,907 in H/W Benefits & -\$6,462 Statutory Ben.)

\$ 133,535 Increase in Supplies

\$ 176,151 Increase in Services and Other Operating Costs

*68K Independent Contractor/Consultants*

*59K Other Operating Expenses (Licensing Fees)*

*31K Cost of Food Program to Food Services Department*

*8K Maintenance Agreements*

*4K Mileage*

*4K Postage*

*500 Conference & Travel*

\$ 9,900 Increase in Capital Outlay for Copy Machines

\$ 19,649 Increase in Indirect Costs



## 2019-20 First Budget Revision as of 10/31/19

### FUND 11: ADULT EDUCATION FUND

Object	Description	Adopted Budget 7/1/2019	First Budget Revision 10/31/2019	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	-
	<b>Total Revenues</b>	<b>785,339</b>	<b>785,339</b>	<b>-</b>
1000-1999	Certificated Salaries	316,725	337,725	21,000
2000-2999	Classified Salaries	184,705	163,180	(21,525)
3000-3999	Employee Benefits	209,581	187,015	(22,566)
4000-4999	Books and Supplies	18,710	77,988	59,278
5000-5999	Services and Other Operating Costs	17,454	37,754	20,300
7300-7399	Indirect Costs	38,164	41,608	3,444
	<b>Total Expenditures</b>	<b>785,339</b>	<b>845,270</b>	<b>59,931</b>
	Increase /(Decrease) Fund Balance	-	<b>(59,931)</b>	<b>(59,931)</b>
	<b>Projected Fund Balance</b>	<b>733,854</b>	<b>673,923</b>	



# 2019-20 First Budget Revision as of 10/31/19

## Major Changes

### Revenue:

No Change Since Budget Adoption

### Expenditure:

\$ 21,000 Increase in Hourly Teachers Salary

\$ (21,525) Decrease in Classified Salaries

*13,433 Decrease in Monthly Clerical*

*8,818 Decrease in Monthly Security*

\$ (22,566) Decrease in Benefits (-\$21,526 in H/W benefits & -\$1,040 in Statutory Benefits)

\$ 59,278 Increase in Supplies

*\$1.5K Textbooks*

*-\$1.5K Non-capital equipment/Technology*

*\$59,278 General Supplies & Materials*

\$ 20,300 Increase in Services & Other Operating Costs

*\$1.5K Maintenance Agreements*

*\$18.8K Other Operating Costs*

\$ 3,444 Indirect Costs



# General Fund

## 2019-20 First Budget Revision as of 10/31/19

### FUND 01: UNRESTRICTED GENERAL FUND

Object	Description	Adopted Budget 7/1/2019	First Budget Revision 10/31/2019	Changes
	Beginning Fund Balance	22,439,368	22,439,368	
8011-8099	LCFF Revenue	100,355,024	100,355,024	-
8100-8299	Federal Revenue	13,000	200,000	187,000
8300-8590	State Revenue	2,022,495	2,022,495	-
8600-8799	Local Revenue	43,491,104	43,644,859	153,755
8980-8999	Local General Fund Contributions	(30,602,201)	(30,340,654)	261,547
	<b>Total Revenue</b>	<b>115,279,422</b>	<b>115,881,724</b>	<b>602,302</b>
1000-1999	Certificated Salaries	53,921,221	53,942,958	21,737
2000-2999	Classified Salaries	18,725,883	18,589,749	(136,134)
3000-3999	Employee Benefits	30,672,971	30,597,610	(75,361)
4000-4999	Books and Supplies	4,719,326	4,796,567	77,241
5000-5999	Services and Other Operating Costs	12,348,571	13,919,299	1,570,728
6000-6999	Capital Outlay	130,000	215,600	85,600
7100-7299	Other Outgo	75,000	963,490	888,490
7300-7399	Indirect Costs	(1,162,959)	(1,110,543)	52,416
7400-7499	Debt Services	-	-	
7600-7629	Transfer Out/ Fund 12, 13, 14	2,850,000	2,850,000	-
	<b>Total Expenditures</b>	<b>122,280,013</b>	<b>124,764,730</b>	<b>2,484,717</b>
	Increase /(Decrease) Fund Balance	<b>(7,000,591)</b>	<b>(8,883,006)</b>	<b>(1,882,415)</b>
	<b>Projected Fund Balance</b>	<b>15,438,777</b>	<b>13,556,362</b>	





# 2019-20 First Budget Revision as of 10/31/19

## Major Changes

### Revenues:

- \$ 187,000 Increase in Medi-Cal (MAA) Funding
- \$ 153,755 Increase in Interest Earned
- \$ 261,547 Decrease to LGFC to Special Education

### Expenditures:

- \$ 21,737 Increase Certificated Salaries
- \$ (136,134) Decrease in Classified Salaries (vacancies & over-use of leave time)
- \$ (75,361) Decrease in Benefits / (-\$78,743 in H/W benefits & +\$3,382 in statutory benefits)
- \$ 77,241 Increase in Books & Supplies
- \$ 1,570,728 Increase in Services & Operating Costs (legal costs, independent contractors, conf/travel)
  - 1,014,968 Cost of Retirement Incentive (SERP) Premium - Year 1 of 5*
  - 388,500 Other Operating Costs*
  - 54,350 Conference & Travel*
  - 112,910 Other Operating Costs (Maintenance Agmts, Advertising, Memberships, Interfund Transfers, Other)*
- \$ 888,490 Cost of Issuance for TRAns (Tax Revenue Anticipation Notes)
  - 353,750 Original Issuance Premium*
  - 534,738.75 Interest Due*
- \$ 52,416 Increase in Indirect Charge to Categorical Programs



## 2019-20 First Budget Revision as of 10/31/19

### FUND 01: RESTRICTED GENERAL FUND

Object	Description	Adopted Budget 7/1/19	First Budget Revision 10/31/2019	Changes
	Beginning Fund Balance	5,062,090	5,062,090	
8100-8299	Federal Revenue	4,159,786	4,649,360	489,574
8300-8590	State Revenue	1,568,053	1,568,053	-
8600-8799	Local Revenue	7,949,062	9,410,761	1,461,699
8980-8999	Local General Fund Contributions	30,602,201	30,340,654	(261,547)
	<b>Total Revenue</b>	<b>44,279,102</b>	<b>45,968,828</b>	<b>1,689,726</b>
1000-1999	Certificated Salaries	12,833,277	13,066,066	232,789
2000-2999	Classified Salaries	12,019,752	12,209,389	189,637
3000-3999	Employee Benefits	11,723,795	11,636,243	(87,552)
4000-4999	Books and Supplies	1,794,323	3,099,981	1,305,658
5000-5999	Services and Other Operating Costs	4,842,164	5,604,954	762,790
6000-6999	Capital Outlay	9,649	42,649	33,000
7300-7399	Indirect Costs	548,996	574,296	25,300
	<b>Total Expenditures</b>	<b>43,771,956</b>	<b>46,233,578</b>	<b>2,461,622</b>
	Increase /(Decrease) Fund Balance	<b>507,146</b>	<b>(264,750)</b>	<b>(771,896)</b>
	<b>Projected Fund Balance</b>	<b>5,569,236</b>	<b>4,797,340</b>	



# 2019-20 First Budget Revision as of 10/31/19

## Major Changes

### Revenues:

- \$ 489,574 2018-19 Carryover from Title I, II and IV federal programs
- \$ 1,461,699 Increase in PTA , Booster Club & Gifts
- \$ (261,547) Decrease in Local General Fund Contribution to Special Education

### Expenditures:

- \$ 232,789 Increase in Certificated Salaries
  - 1.00 FTE Spedcial Ed Teacher*
  - 0.10 FTE Title I*
- \$ 189,637 Increase in Classified Salaries
  - 5.5355 FTE Special Ed Paraeducator*
  - 0.75 FTE Title I*
- \$ (87,552) Decrease in Employee Benefits (-\$84,798 in H/W benefits & -\$2,754 Statuaratory Ben.)
- \$ 1,305,658 Increase in Books, General Supplies and Textbooks
- \$ 762,790 Increase in Services and Other Operating Costs
  - 310,725 Independent Contractors/Consultants*
  - 308,709 Other Expenses*
  - 15,400 Conference & Travel*
  - 127,956 Other Operating Cost (Field Trips, Repair by Vendor, Maint. Agmts., Interfund Transfers)*
- \$ 33,000 Increase in Equipment
  - 8K Copy Machin for Records Office at Santa Monica High*
  - 25K Shade Structure for Grant Elementary from PTA*
- \$ 25,300 Increase in indirect costs from various programs



# 2019-20

## 1<sup>st</sup> Interim Report Next Steps

Provide Board the 2019-20 1<sup>st</sup> Interim Report at the Thursday, 12/12/19 Board of Education Meeting:

- Review most current revenue & expenditure projections and the impact on the fund balance
- The impact on the Multi-Year Projections
- Receive Board direction
- Audit firm to present Final Audit Report for 2019-20