



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2015-16 BUDGET WORKSHOP

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Associate Superintendent

Business Services

May 4, 2015



Outlook for State Economy & Budget

- Positive economic growth continues
- Proposition 98 expected to receive most of the new money
 - Funding is tight for the non-Proposition 98 side of the State Budget
- Governor stays the course on the Local Control Funding Formula (LCFF) and the Local Control and Accountability Plan (LCAP)
- The Wall of Debt continues to come down and is replaced with the Rainy Day Fund
- Overall, a very good State Budget for public education



Governor's Original Budget for Education Proposed:

- \$4 billion for LCFF gap closure
- \$1.1 billion for discretionary one-time uses (CC)
- \$1 billion to eliminate the K-14 apportionment deferrals
- \$500 million for an Adult Education Block Grant
- \$273 million for the one-time Emergency Repair Program
- \$250 million for one-time CTE incentive grants
- \$198 million additional ADA growth in the 2014-15
- \$6.9 million decrease for ADA decline in 2015-16
- \$100 million for Internet connectivity and infrastructure



Latest State Budget News

- April tax revenues are \$1.5 billion ahead of forecast
- May Revise could reflect a positive change for schools
- SSC – Fiscal Report article posted 4/21/15

“Perhaps even more critical is how the Administration and the Department of Finance will evaluate the strength of the economy through 2015-16. In the face of unanticipated revenues in the current year, it seems likely that the Administration will also increase its outlook for revenues in 2015-16. The strength of that upward adjustment, however, will be critical in determining how much will be available for ongoing programs in the budget year.”



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Budget Development



Budget Basics

- Enrollment – DecisionInsite
- Revenue – LCFF
- Staffing Allocations – other changes
- Employee Benefits
- Analysis of
 - Supply allocations
 - Other services: utilities, legal, consultants
 - Capital outlay needs
- Other revenue sources
- Other significant changes



Budget Timeline

- Governor's proposed Budget – January
- Enrollment projections – February
- Ongoing discussions at Board and Cabinet levels regarding significant budget changes – January to April
- Site/Department meetings – February to March
- Staffing Meetings – March to April
- Completion of prior year projection – April
- Preliminary budget projections – May to early June
- Budget Adoption – end of June



Local Control Funding Formula (LCFF): A Change in Budget Thinking

- Instead of thinking categorically....
- Budgeting with the LCFF replaces the previous categorical-based model
- LCFF will be phased in through 2020-21
- Along with their budgets, districts must develop and approve the Local Control Accountability Plan (LCAP)
- Districts will develop budgets that detail the actions and expenditures supporting pupil outcomes and overall performance as described in their LCAP Plan



LCFF - Refresher

- 2015-16 is year 3 of the transition to full implementation
- Base Grant by grade level (TK-3, 4-6, 7-8, 9-12)
 - Per Average Daily Attendance (ADA) amount
 - Additions made for Class Size Reduction (CSR) and Career Technical Education (CTE)
- Supplemental Grant for unduplicated counts of ELLs, Free/Reduced and Foster Youth – additional 20% based on the number of eligible students
- Concentration Grant - additional 50% when unduplicated counts exceed 55% of total student population



The Budget Should Embrace

- Board Goals
 - Communications
 - Building Capacity / Leadership Development
 - Measure ES – facility program
 - SMMEF Funded Programs (Vision for Student Success)
 - *Literacy – coaches, highly qualified Instructional Assistants, Secondary support*
 - *Professional Development (PD) – PD leaders, staff training, PD site grants*
 - *Visual and Performing Arts – VAPA*
 - *Site Stretch Grants*



The Budget Should Also Consider

- Superintendent's Goals

P Professional Learning Communities (PLCs)

E Equity and Access

R Response to Instruction and Intervention
(RTI²)

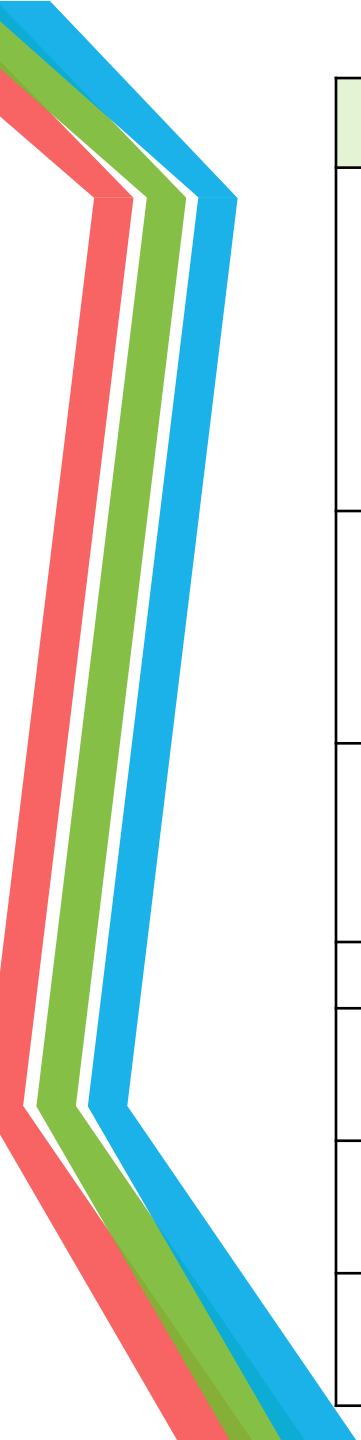
C Common Core State Standards

S Science, Technology, Engineering, Math
(STEM)



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

School Site Staffing



STAFFING – SITE	
Teachers	Staffing Ratios – TK-12 Literacy Coaches/Secondary Support Hourly and EDUs Summer School / Saturday School ROP/Independent Study / OCLC / Opportunity Class
Site Administrators	Principals House Principals / Asst. Principals Dean of Students
Site Clerical	Admin. Assistants Senior Office Specialists (SOS) Office Specialists
Operations	Custodians
Library	Librarians Elementary Library Coordinators
Health	Nurses Health Aides
Physical Education - Elementary	PAS / PE Aides



STAFFING – SITE Continued	
Campus Supervision	Security Officers Noon Duty Aides
General Fund - Instructional Assistants	SMMEF Funded SMASH Independent Study Transitional Kindergarten
Outreach Specialists - Samohi	3 – General Fund
Community Liaisons	General – Ed Services
Technology	Tech Support Assistants
Other Positions	Lifeguards Trainers Coaching ROP Coordinator Lab Technician – Samohi
Music	Teachers – Elementary Aides/Accompanists – Secondary



Teaching Staffing Ratios : 2015-16

Grade Level	Ratio	Title I Sites	JAMS
TK – 3	24:1	24:1	
4 – 5	30:1	27:1	
6 – 8	34:1		33:1
9 – 12	35:1		

2015-16 Change:

- Grades 1 – 3 teacher ratio reduced from 25:1 to 24:1

SITE CERTIFICATED POSITIONS


ELEMENTARY

	TEACHERS (Including Literacy Coaches)
EDISON	19.0
FRANKLIN	33.6
GRANT	26.4
MCKINLEY	21.0
MUIR	11.0
ROGERS	24.0
ROOSEVELT	33.6
WEBSTER	14.0
CABRILLO	10.0
PT. DUME	10.0
SMASH	9.2
ELEMENTARY MUSIC	10.0

SITE CERTIFICATED POSITIONS

SECONDARY

	TEACHER (Including Literacy Coaches and Secondary Support periods)	LIBRARIAN	STUDENT ADVISOR	COUNSELOR
JOHN ADAMS	38.4	1.0		3.0
LINCOLN	36.6	1.0		3.0
MALIBU	45.2	1.0		4.0
SAMOHI	108.0	1.5	11.0	3.0
OLYMPIC	6.0			1.0
INDEPENDENT STUDY	2.0			
OCLC	1.0			
TOTAL Elementary & Secondary	459.8	4.5	11.0	14.0



Elementary Schools Administrative Staffing Ratios : 2015-16


- Principals
 - 1.0 fte per site
 - .8 fte at SMASH

Assistant Principal Staffing Ratio

School Enrollment	FTEs
Less than 500	0.0 fte
Between 500 and 700	.5 fte
Greater than 700	1.0 fte

SCHOOL SITE ADMINISTRATION

ELEMENTARY		
	PRINCIPAL	ASST. PRINCIPAL
EDISON	1	
FRANKLIN	1	1
GRANT	1	0.5
MCKINLEY	1	0.5
MUIR	1	
ROGERS	1	0.5
ROOSEVELT	1	1
WEBSTER	1	
CABRILLO	1	
PT. DUME	1	
SMASH	0.8	



Secondary Schools Administrative Staffing Ratios : 2015-16

School	
Samohi	1 Principal 5 House Principals 1 Dean of Student
Malibu, JAMS, Lincoln	1 Principal 2 Asst. Principals
Olympic	1 Principal (.5 Gen Fund/ .5 Adult Ed)

SCHOOL SITE ADMINISTRATION

SECONDARY				
	PRINCIPAL	ASST. PRINCIPAL	HOUSE PRINCIPAL	DEAN OF STUDENT
JOHN ADAMS	1	2		
LINCOLN	1	2		
MALIBU	1	2		
SAMOHI	1		5	1
OLYMPIC	0.5			
TOTAL	15.3	9.5	5	1

Elementary & Secondary

SITE CLASSIFIED POSITIONS - FTEs

ELEMENTARY

	SR ADMIN ASSISTANT	ADMIN ASST	SR OFFICE SPECIALIST	LIBRARY COORD	INSTR AIDE (does not include SMMEF funded)	PAS	BILING COMM LIAISON	CUSTODIAN	TOTAL
EDISON		1	1	0.875		1.25	1	2.625	7.75
FRANKLIN		1	2	1.000		2.25	0.5	3.625	10.375
GRANT		1	1.5	0.9375		1.875	0.5	2.625	8.8125
MCKINLEY		1	1.1	0.875	0.375	1.5	1	2.625	8.475
MUIR		1	1	0.875		0.75	0.5	2.625	6.75
ROGERS		1	1.5	.9375	0.68	1.5	1	2.625	9.2425
ROOSEVELT		1	2	1.000		2.25	0.5	3.625	10.375
WEBSTER		1	0.5	0.875		1	0.25	2.625	6.25
CABRILLO		1	0.5	0.875		0.75	0.25	2.625	6.0
PT. DUME		1	0.5	0.875		0.75	0.25	2.625	6
SMASH		1	0.5	0.125	1.35	0.5	0		3.475

SITE CLASSIFIED POSITIONS - FTEs

SECONDARY

	SR. ADMIN. ASST	ADMIN ASST	OFFICE SPECIALIST/ SR. OFFICE SPECIALIST	LIBRARY ASST & TEXT BOOK COOR.	MUSIC INSTR. AIDES	ATHLETIC TRAINER	PE AIDES	BILINGUAL COMM LIAISON	CUSTODIAN	LAB TECH	OUTREACH WORKER	SECURITY	LIFEGUARD	TOTAL
JOHN ADAMS		1	3.5	0.75	1.43		0.875	1.5	4.625			2		15.68
LINCOLN		1	3.5	0.75	1.375		0.75	1	4.625			2	0.75	15.75
MALIBU	1		3.5	1	1.4375		0.75	0.25	7			2	0.375	17.3125
SAMOHI	2	7	7	2	1.5	0.525	2.75		14.875	1	3.0	6	1	48.65
OLYMPIC									1.625			0.875		2.5

TOTAL Elementary & Secondary	3	20	29.6	13.75	8.1475	14.9	5.125	8.5	61	1	3.0	12.875	2.125	183.0225
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Classified Staffing Ratios

- Physical Activity Specialists (PAS) / PE Aides
 - FTE formula developed based on the number of teachers per site
 - Allocation of 4, 5, or 6 hour positions
- Bilingual Community Liaisons (BLC)
 - FTE formula developed based on the number of English Language Learners (ELL) and Reclassification to Fluent English Proficient (RFEP)
 - $50 - 99 = .25$
 - $100 - 149 = .50$
 - $150 - 200 = .75$
 - $201 - 274 = 1.00$
 - $> 274 = 1.50$
 - *Title I sites receive an additional .25 fte*
 - Except Edison – where all staff is bilingual



Classified Staffing Ratios


- Elementary Library Coordinator (ELCs)
 - FTE as determined by hours per day formula developed based on the student enrollment in grades TK-5 and Pre-School
 - *200-299 = 6.0 hours – Cabrillo, Pt. Dume*
 - *300-450 = 6.5 hours – Webster*
 - *451-650 = 7.0 hours – Edison, McKinley, Muir/Smash*
 - *601-750 = 7.5 hours – Rogers, Grant*
 - *751-900 = 8.0 hours – Franklin, Roosevelt*
 - Reduction in hours will be made when personnel changes occur



Classified Staffing Ratios

Senior Office Specialists

School Enrollment	Full Time Equivalents (Fte)
Less than 400	0.5 fte
Between 400 and 550	1.0 fte
Between 551 and 700	1.5 fte
Greater than 700	2.0 fte



Special Education

Teachers (107.45 - +7.20)

SAI / Speech Language / Resource
Visually Impaired / Adaptive PE Specialists
Assistive Technology

Director (1) / Coordinators (4) / Psychologists (13.8)
Behavior Intervention Specialists (2)
Counselors (1.25) / Nurses (2.0)

Instructional Aides (147.2917 - +.4375)

Clerical

Accountant (1) / Admin Assistants (2) / Braille Transcriber (.75)
Data Entry Specialist (1) / Translator (.8)

Other Classified

Occupational Therapists (8)
OT Assistants (2)
Physical Therapists (2)
SLP Assistants (2)
Job Development (1)

SPECIAL ED STAFFING

2015-16 Compared to 2014-15

		FTEs		
		2014-15	2015-16	Incr(Decr)
<u>MANAGEMENT</u>				
	DIRECTOR	1.0000	1.0000	-
	COORDINATORS	4.0000	4.0000	-
	BEHAVIORAL INTERVENTION SPECIALISTS	2.0000	2.0000	-
	PSYCHOLOGISTS	13.8000	13.8000	-
	<i>Total Management</i>	20.8000	20.8000	-
<u>CERTIFICATED</u>				
	CLASSROOM TEACHERS	88.2000	95.4000	7.2000
	SPEECH PATHOLOGISTS	16.0000	16.0000	-
	COUNSELORS	1.2500	1.2500	-
	SCHOOL NURSES	2.0000	2.0000	-
	<i>Total Certificated</i>	114.6500	114.6500	7.2000

SPECIAL ED STAFFING

2015-16

	FTEs		
	2014-15	2015-16	Incr(Decr)
<i><u>CLASSIFIED</u></i>			
PHYSICAL THERAPISTS	2.0000	2.0000	-
OCCUPATIONAL THERAPISTS	8.0000	8.0000	-
OCCUPATIONAL THERAPY ASSISTANTS	2.0000	2.0000	-
SPEECH LANG PATHOLOGY ASSISTANTS	2.0000	2.0000	-
PARAEDUCATORS 1	91.4563	91.8938	0.4375
PARAEDUCATORS 2	10.6625	10.6625	-
PARAEDUCATORS 3	44.7354	44.7354	-
BRAILLE TRANSCRIBER	0.7500	0.7500	-
JOB DEVELOPMENT/PLACE SPEC	1.0000	1.0000	-
TRANSLATOR	0.8000	0.8000	-
ACCOUNTANT	1.0000	1.0000	-
ADMINISTRATIVE ASSISTANTS	2.0000	2.0000	-
SPECIAL ED DATA TECHNICIAN	1.0000	1.0000	-
<i>Total Classified</i>	167.4042	167.8417	0.4375
Total Special Ed FTEs	295.6542	303.2917	7.6375



SPECIAL EDUCATION STAFFING ADDITIONS 2015-16

Deaf/Hard of Hearing Teacher	1.0000
Infant/Birth to 3 Teacher	1.0000
Elementary SAI Teacher	1.2000
Elementary Social Skills Teacher	1.0000
Samohi Social Skills Teacher	1.0000
Samohi 12th grade Collab Teacher	1.0000
Samohi 12th grade Collab Teacher	1.0000
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	7.2000 fte

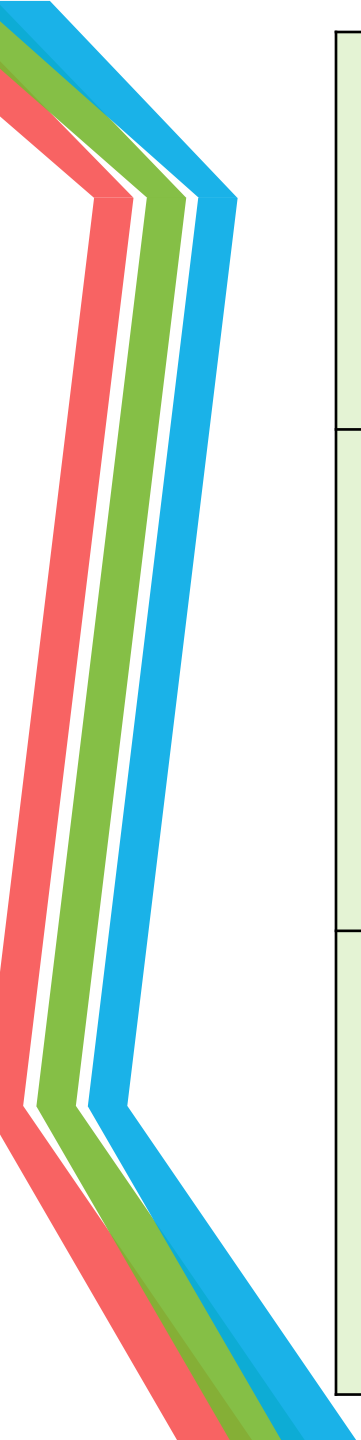
Para1: Infant/B-3	0.4375 fte
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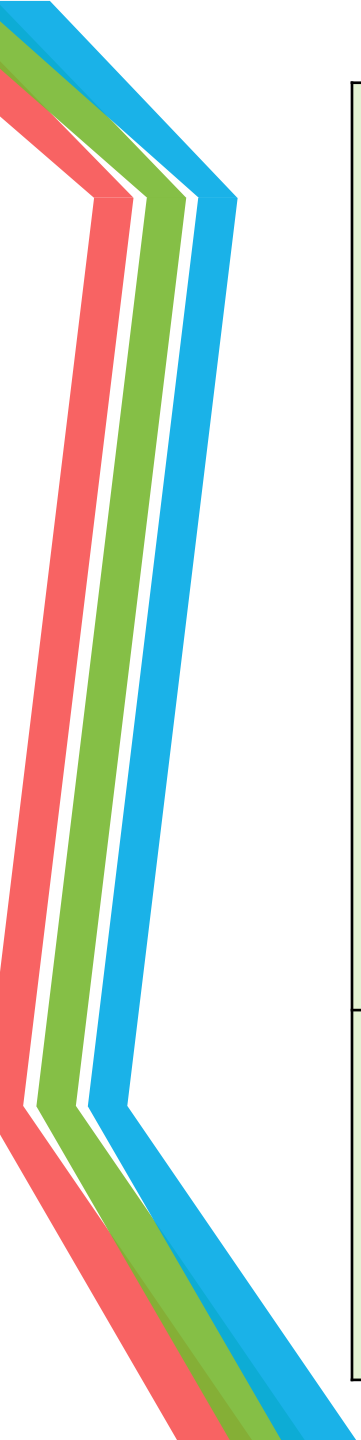
SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Districtwide Staffing

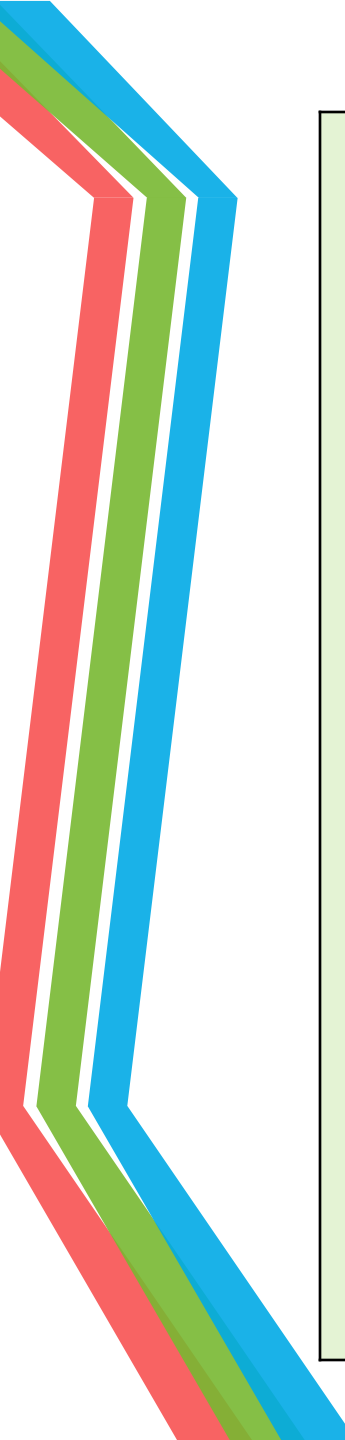
<p>Superintendent's Office</p>	<p>Superintendent (1) Community & Public Relation Officer (1) Assistant to the Superintendent (1) Senior Office Specialist (SOS) (1)</p>
<p>Educational Services</p>	<p>Assistant Superintendent (1) <u>Clerical</u> Senior Admin Assistant (1) Admin Assistants (4) - 1 for ES (NEW) Office Specialist (1) <u>Directors (4) - 1 for ES (NEW)</u> Assessment, Research, Evaluation / Curriculum – Secondary / Curriculum – Elementary / Technology <u>Coordinators (3)</u> English Language Learners / Math / VAPA (Music) <u>Teachers on Special Assignment - TOSA (2) (NEW)</u> Technology</p>



Student Services	Director (1) Student Information System Technician (1) Admin Assistant (1) Admin Assistant (.80 fte) Coordinating Nurse (1) Nurses (6)
Child Development Services <i>(Not General Fund)</i>	Director (1) Admin Assistants (5) Accountant (1) / SOS (1) Accounting Technician (1) Assistant Director (1) / Coordinator (1) Computer Operator (1) Community Liaisons (2)
Information Services	Director (1) Computer Operators (2) Technology Support Assistants – Sites & DO (12) Sr. Technology Technicians (2) Database Administrator (1) Network Engineers (2) AV Tech(1)



Human Resources	<p>Assistant Superintendent (1) Director (1) Senior Admin Assistant (1) HR Specialists (2) Credential Analyst (1) Employee Benefits Technician (1) HR Technician (1) Senior Office Specialist (1) (.5 fte NEW) Office Specialist (1) Coordinator – BTSA (1)</p> <p><u>Employee Relation</u> CTA President (1) SEIU Chief Steward (1) (.5 paid by Union)</p>
Personnel Commission	<p>Director (1) Admin Assistant (1) Personnel Analyst (1) HR Technicians (2.5)</p>



Business Services

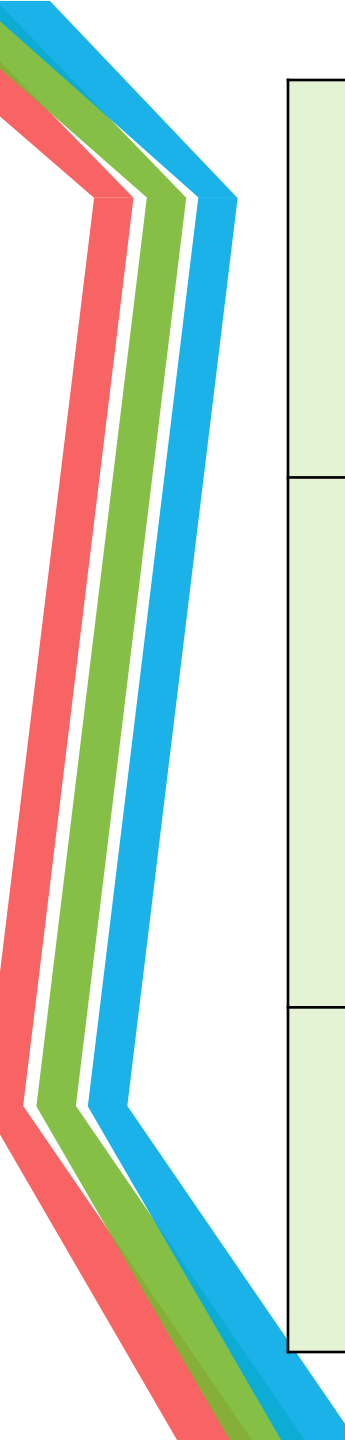
Associate Superintendent (1)
Senior Admin Assistant (1)
Exec. Director Facilities (1) **(NEW)**

Directors (6)


Fiscal
Food Services
Facility Improvement Projects
Purchasing/Warehouse
Facility Use
Transportation

Managers (2)

Maintenance Construction
Buildings/Grounds



Fiscal Services	Director (1) Senior Admin Assistant (1) Assistant Director (1) / Supervisor (1) Accountants (2) Technicians (5) Accounting Assistants (2)
Food Services	Director (1) Supervisor (1) Admin Assistant (1)/ Accounting Technician (1) Site Coordinators (MS) (2) Production Kitchen Coordinators (HS) (2) Cafeteria Workers I (22) Cafeteria Workers II (11) Stock/Delivery Clerks (2)
Purchasing	Director (1) Admin Assistant (1) Senior Buyer (1) / Buyer (1) Duplicating Equipment Operator (1) Stock/Delivery Clerk (.875)



Maintenance/Construction

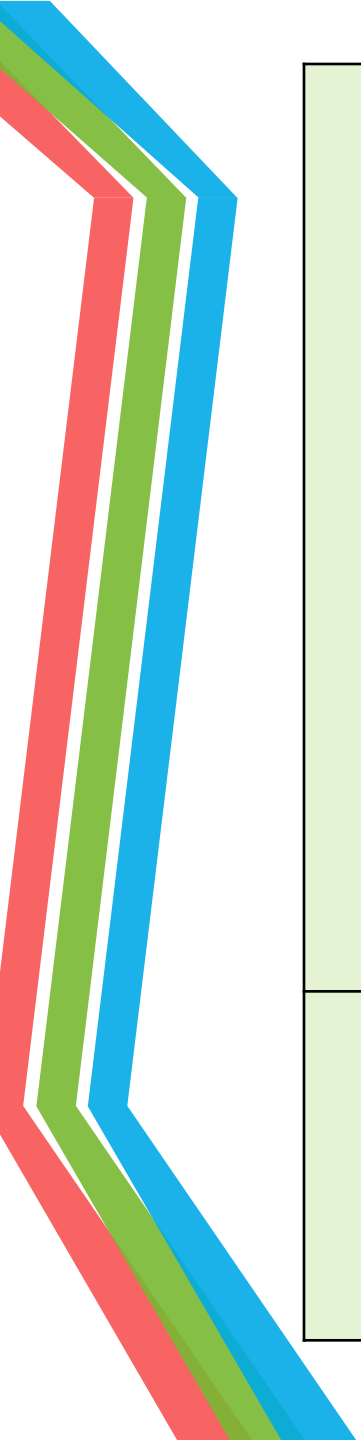
Manager (1)
Admin Assistant (1)
Supervisors (2) **(1 fte NEW)**
Facilities Technician (1)

Building Trades

Carpenters (2)
Locksmith (1)
Glazer (1)
Painters (2)
Skilled Workers (2)

Mechanical Trades

Electricians (3)
Heating / Ventilation / Air Conditioning Tech
(HVAC – 1)
Plumbers (2)

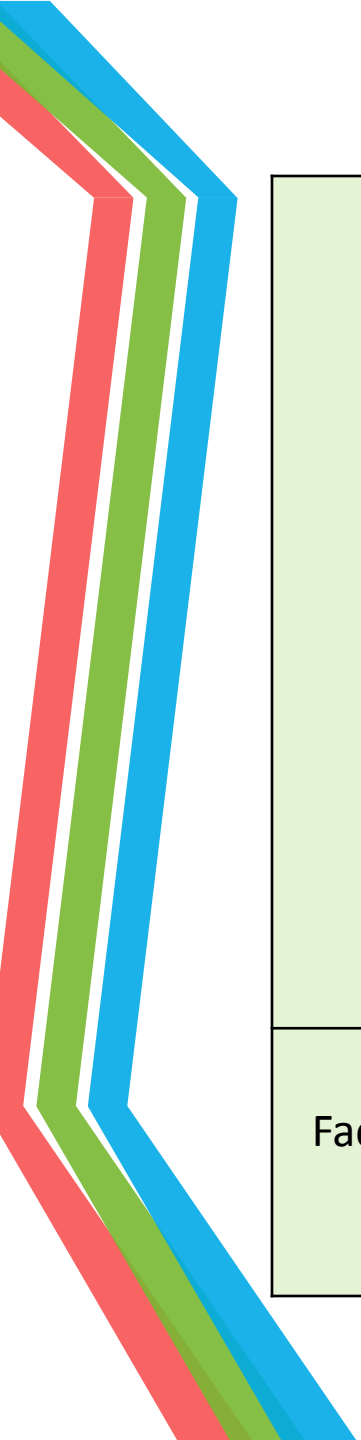


Buildings/Grounds	<p>Manager (1) Admin Assistant (1) Plant Supervisors (2) Utility Workers (2)</p> <p><u>Custodians</u> 2014-15 (65.125 fte) 2015-16 (70.25 fte) (5.125 fte NEW)</p> <p><u>Grounds</u> Gardeners (9.4) Sprinkler Repair Technicians (2) Equipment Operator / Tree Trimmer (1) Equipment Operator (1)</p>
Transportation	<p>Director (1) Admin Assistant (1) Lead Vehicle/Equipment Mechanic (1) Vehicle/Equipment Mechanic (1) Bus Drivers (18.5)</p>



Operations Staffing

Classification	FTE	# of Positions
Manager	1	1
Supervisors	2	2
Lead Custodians	3	3
Day – Custodians	16	16
Night - Custodians	38	38
Floating Positions	5	5
Night Crew	11.25	18
TOTAL	76.25	83



Facility Use	Director (1) Admin Assistant (1) Supervisor (1) SOS (.5) Accounting Assistant (.5) Technical Theater Coordinator (1) Media Services Coordinator (1) Theater Technician (.75) Sports Facility Attendants (2.125) Lifeguard (.5) Custodians (4 – 2.125 fte) Equipment Operator (1)
Facility Improvement Projects	Director (1) Admin Assistant (1) Accountant (1) Measure BB Consultants

Employee Benefits

Benefit Type	Certificated	Classified
STRS / PERS (Retirement)	10.73% (Expected to be 19.1% in 2020-21)	11.847% (Expected to be 20.4% in 2020-21)
Social Security (OASDI)	N/A	6.2%
Medicare	1.45%	1.45%
SUI	.05%	.05%
Workers Compensation	3.4% (3.0% 2014-15)	3.4% (3.0% 2014-15)
Other Post Employment Benefits (OPEB)	1.25%	1.25%
TOTAL	16.88%	24.197%
Health and Welfare (Prorated)	\$13,000	\$13,000



Employee Benefit Changes

- STRS increase from 8.88% to 10.73% - additional cost of \$1.2 million
- PERS increase from 11.771% to 11.847% - additional cost of \$200,000
- Workers Compensation rate increase from 3.0% to 3.4% - additional cost of \$400,000
- Health Benefit increases – additional cost of \$1.0 million
- Without any staffing or salary changes – benefits are increasing \$1.8 million in 2015-16



Textbooks

- 2013-14 Budget - \$335,552
- 2014-15 Budget - \$1.3 million using \$300,000 from Lottery carryover
- 2015-16 Budget - \$1.3 million – expect to purchase Middle and High English Language Arts

Subject	TK – 12 Textbook Adoption Costs 2013-14 through 2020-21
Math	1,730,205
English Language Arts – ELA	1,690,965
Science - NGSS	1,648,941
History	1,620,408
World Languages	518,667
Other	339,113
Total	7,548,299



Textbook Schedule

2013-14 and 2014-15

- ES, MS and HS Math

2015-16

- MS and HS ELA

2016-17

- ES ELA, MS NGSS

2017-18

- HS NGSS

2018-19

- ES NGSS, MS History

2019-20

- ES and HS History

2020-21

- World Languages and Other



Site Supply Allocations

- Based on student enrollment
- Used to purchase supplies for: Classrooms, Offices, Health
- Sites determine the distribution and use of funds
- Starting 2015-16, custodial supplies will be centrally purchased - \$300,000 allocation in Operations – no reduction to site formula calculations

Grade Level	Formula	Restricted Lottery
K – 5	77.75	12.00
6 – 8	80.66	14.00
9 - 12	59.48	14.00



Other Considerations

Library Collections

Utility Expenses

- Gas
- Electricity
- Water
- Communications

Contracted Services

- Legal Services
- Consultants

Equipment

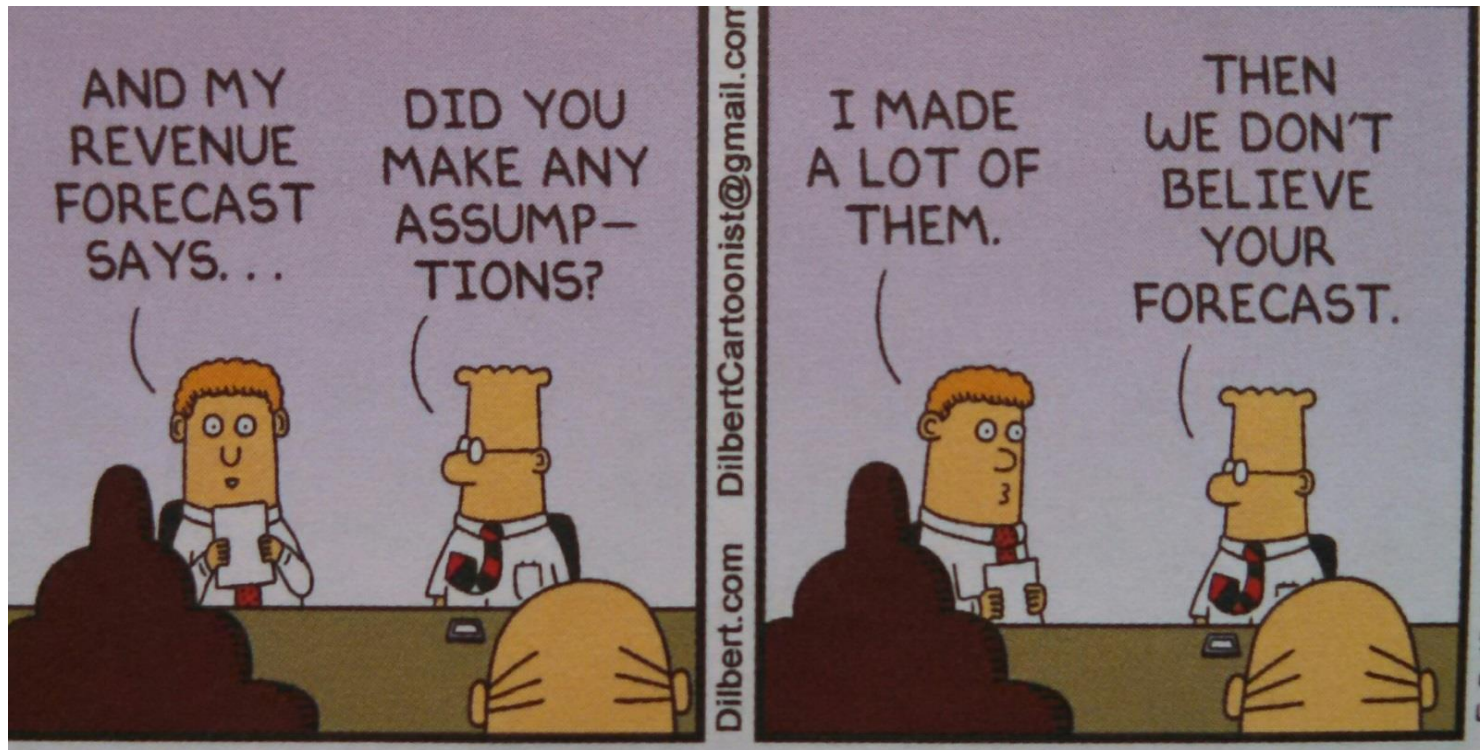
- Site Copy Machines – Maintenance Agreement
- Vehicles



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Budget Projections

The only thing absolutely certain about Budget projections is that they will be wrong



The art is getting it as close as possible

UNRESTRICTED GENERAL FUND - REVENUE ASSUMPTIONS

5/1/2015

Factor	2014-15	2015-16	2016-17	2017-18
Statutory COLA	0.85%	1.58%	2.17%	2.43%
LCFF FUNDING BASE				
K-3 + 10.4% CSR	\$ 7,740	\$ 7,863	\$ 8,034	\$ 8,229
4-6	\$ 7,116	\$ 7,272	\$ 7,428	\$ 7,564
7-8	\$ 7,328	\$ 7,488	\$ 7,648	\$ 7,791
9-12 + 2.6% CTE	\$ 8,712	\$ 8,849	\$ 9,041	\$ 9,261
Average LCFF Funding per ADA	\$ 7,052	\$ 7,596	\$ 7,871	\$ 8,074
% of Gap Funding /DOF	29.15%	32.19%	23.71%	26.43%
Enrollment Projection	11,295	11,173	11,173	11,173
P2 ADA Projection	10,795	10,678	10,678	10,678
Funding ADA	10,857	10,795	10,678	10,678
Federal Revenues	0%	0%	0%	0%
City of Santa Monica - Master Facility	\$ 8,448,303	\$ 8,617,269	\$ 8,617,269	\$ 8,617,270
Parcel Tax - Measure R	\$ 11,269,493	\$ 11,292,032	\$ 11,404,952	\$ 11,725,930
City of SM - Prop Y	\$ 7,400,000	\$ 7,500,000	\$ 7,600,000	\$ 7,700,000
SMMEF Funding	\$ 3,203,730	\$ 2,200,000	\$ 2,200,000	\$ 2,200,000

UNRESTRICTED GENERAL FUND - EXPENDITURE ASSUMPTIONS

Factor	2014-15	2015-16	2016-17	2017-18
Salary Increase – Certificated/Classified	0%	0%	0%	0%
Step & Column Incr.	1.50%	1.50%	1.50%	1.50%
STRS Rate	8.88%	10.73%	12.58%	14.43%
PERS Rate	11.771%	11.85%	15.00%	15.00%
Health/Welfare - Annualized	3%	7%	7%	7%
Workers' Compensation	3.00%	3.40%	3.40%	3.40%
Other Postemployment Benefits	1.25%	1.25%	1.25%	1.25%
Indirect Cost Rate - estimated	5.73%	6.00%	6.00%	6.00%
Interest Rate	0.70%	0.70%	0.70%	0.70%
Ongoing Maintenance	3%	3%	3%	3%
Reserve for Economic Uncertainties	3%	3%	3%	3%



2015-16 LCFF - By the Numbers

- SMMUSD Enrollment - 11,173
- SMMUSD ADA – 10,795
- Unduplicated Count (ELL, F/R, Foster) – 29.18%
- Cost of Living Adjustment (COLA) - 1.58%
- Projected LCFF Gap Closure - 32.19%
- Total LCFF funding - \$81,115,337
- Sources of LCFF
 - Property Taxes – \$66,321,013
 - Economic Protection Act (Prop 30 – State) - \$2,159,000
 - State Aid - \$12,635,324
- Included in the LCFF dollars is the Supplemental LCAP funding of \$2,973,887

**SANTA MONICA-MALIBU USD
MULTI-YEAR PROJECTION
UNRESTRICTED GENERAL FUND**

Description	2014-15 WORKING BUDGET	2015-16 PROJECTED BUDGET	2016-17 PROJECTED BUDGET	2017-18 PROJECTED BUDGET
Revenue:				
Property Tax	66,321,013	66,321,013	66,321,013	66,321,013
Education Protection Account (EPA)	2,171,400	2,159,000	2,159,000	2,159,000
LCFF Transfer to Fund 11 & Fund 14	(437,628)	(250,000)	(250,000)	(250,000)
LCFF Transfer to County Specialized Sec. School	(84,000)	(84,000)	(84,000)	(84,000)
LCFF State Aid	8,585,843	12,635,324	15,570,705	18,677,744
Subtotal LCFF Funding	76,556,628	80,781,337	83,716,718	86,823,757
Prior Year LCFF Adjustment	6,420,240			
Other Federal	201,237	13,000	13,000	13,000
Lottery	1,449,000	1,449,000	1,449,000	1,449,000
Mandated Cost Block Grant	1,128,916	2,349,563	405,563	405,563
Other State Revenue	10,000	8,000	8,000	8,000
Parcel Tax - Measure R	11,269,493	11,292,032	11,404,952	11,519,002
Prop Y / City of SM	7,400,000	7,500,000	7,600,000	7,700,000
Joint Use Agreement / City of SM	8,448,303	8,617,269	8,789,614	8,965,407
All Other Local Income	3,433,605	3,863,745	3,440,000	3,440,000
SMMEF Funding	3,203,730	2,200,000	2,200,000	2,200,000
Other Sources /Proceeds from Capital Lease	137,119	-	-	-
Local General Fund Contribution	(21,125,009)	(23,111,802)	(21,172,610)	(21,172,610)
TOTAL REVENUE	98,533,263	94,962,144	97,854,238	101,351,119

**SANTA MONICA-MALIBU USD
MULTI-YEAR PROJECTION
UNRESTRICTED GENERAL FUND**

Description	2014-15 WORKING BUDGET	2015-16 PROJECTED BUDGET	2016-17 PROJECTED BUDGET	2017-18 PROJECTED BUDGET
Certificated Salary	47,233,417	48,982,895	49,712,546	50,458,234
Classified Salary	16,461,872	17,190,473	17,448,330	17,710,055
Employee Benefits	22,196,671	23,518,766	25,614,386	27,828,583
Supplies / Books	2,618,994	3,164,415	3,000,000	3,000,000
Other Operational Costs	8,809,365	9,232,911	9,000,000	9,000,000
Capital Outlay	470,322	972,200	613,000	512,500
Debt Services	53,400	53,400	53,400	53,400
Indirect	(1,084,837)	(1,034,787)	(850,000)	(850,000)
Transfer to Fund 12	170,119	185,494	110,000	110,000
Transfer to Fund 13	260,000	130,000	130,000	130,000
LCAP increase above 2015-16			476,156	965,775
TOTAL EXPENDITURE	97,189,323	102,395,767	105,307,818	108,918,548

**SANTA MONICA-MALIBU USD
MULTI-YEAR PROJECTION
UNRESTRICTED GENERAL FUND**

Description	2014-15 WORKING BUDGET	2015-16 PROJECTED BUDGET	2016-17 PROJECTED BUDGET	2017-18 PROJECTE D BUDGET
Increase (Decrease) Fund Balance	1,343,940	(7,433,622)	(7,453,580)	(7,567,429)
Beginning Fund Balance	21,775,361	23,119,301	15,685,679	8,232,097
Ending Fund Balance	23,119,301	15,685,679	8,232,097	664,667
Reserve - Revolving Cash, Stores Inventory	94,570	100,000	100,000	100,000
3% Contingency Reserve	4,082,056	4,144,630	4,218,682	4,218,682
Designated and Unappropriated Balance	18,942,676	11,441,049	3,913,415	(3,654,015)



2015-16 Unrestricted General Fund

Preliminary Projections – 5/4/15

Beginning Fund Balance	23,119,302
2015-16 Projected Deficit	(7,433,622)
2015-16 Projected Ending Balance	15,685,679



How did the deficit become \$7.4 million?

- SMMUSD 2014-15 2nd Interim projected a **\$2.3 million deficit** in 2015-16 and 2016-17
- Keys additions/reductions in 2015-16 Budget (\$5.59 million)
 - Special Education encroachment increased \$2.0 million (7.2 fte added)
 - ROP revenues reduced by \$600K
 - SMMEF revenues reduced by \$1.8 million to \$2.2 million
 - *General Fund to assume funding for Literacy Coaches, Secondary Support*
 - *These areas will become part of the budgeting process and evaluated with all other GF expenditures each year*
 - *Title II to assume costs of Professional Development*



How did the deficit become \$7.4 million?

- Keys additions/reductions in 2015-16 Budget - continued
 - Facilities/Maintenance/Operation staffing increased by \$490K
 - *Executive Director of Facilities*
 - *Maintenance Supervisor*
 - *5+ additional Custodial positions*
 - Custodial supplies centralized at a cost of \$300K with no reduction in site formula monies
 - Workers Compensation rate increased from 3.0% to 3.4% costing \$400K



What else has changed since the 2nd Interim?

- SMMUSD 2014-15 2nd Interim projected a \$17.5 million Ending Balance in 2014-15.
- Due to a unique LCFF calculation during the transition to full funding – SMMUSD is receiving an additional \$6.5 million in 2014-15 for 2013-14 due to the Minimum State Aid calculation.
- Current Ending Balance projection for 2014-15 is \$23.1 million.
- These funds are one-time and should be used for one-time purposes only.



Recommended Uses for One-time Funds

- Support the expansion of Project Lead the Way into grades 6 and 10 - \$154K
- Support staff development and the expansion of district technology with (2) fte TOSAs for 2 years - \$250K
- Support funding the district's Other Post Retirement Benefits (OPEB) - \$1.5 million
- Reserve \$3.5 million for equipment replacement over the next 5 years. Schedules have been developed for site copy machines, buses, district vehicles, time reporting system, and other capital projects not covered by Measure ES.
- Remaining funds to increase the Ending Fund Balance to cover deficits.



Next Steps

- Prepare a district recovery plan to address deficit to be effective with the 2016-17 and 2017-18 budgets
 - ROP program to become part of the core high school program and funded out of the regular staffing allocation
 - Analysis of Special Education program with target reduction of \$1.5 to \$2.0 million dollars
 - SMMEF increase funding to \$2.5 million, or expenditure reductions will be made
 - Target \$500K reduction in districtwide overhead costs
 - Review school based costs for reduction of up to \$1.0 million
 - *Administrative, Student Support ratios*
 - *Clerical support*
 - *Program offerings*
 - *School Size*



Next Steps - continued

- Complete the 2015-16 LCAP process
- Preliminary Budget – end of May/early June
- Public hearing on LCAP and Budget – June 24th
- Adoption of LCAP and Budget – June 29th

