



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

# 2021-22 Second Interim Report

Melody Canady  
Assistant Superintendent,  
Business & Fiscal Services

March 3, 2022 Board Meeting  
*Agenda Item II.J.6*



# Budget Reporting Periods

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



# SMIMUSD 2<sup>nd</sup> Interim Report

- Shows the District's financial position as of January 31, 2022
- 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
- Certifies one of three conditions:
  - Positive, Negative or Qualified



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

# GENERAL FUND

FUND 01

## 2021-22 Second Interim Budget Report

Object	Description	First Interim Budget 10/31/2021	Second Interim Budget 1/31/2022	Changes
	Beginning Fund Balance	31,577,901	31,577,901	-
8011-8099	LCFF Revenue	108,476,505	108,476,505	-
8100-8299	Federal Revenue	200,000	200,000	-
8300-8590	State Revenue	1,867,482	1,877,192	9,710
8600-8799	Local Revenue	43,059,421	43,471,496	412,075
8980-8999	Local General Fund Contributions	(31,504,743)	(30,740,857)	763,886
	<b>Total Revenue</b>	<b>122,098,665</b>	<b>123,284,336</b>	<b>1,185,671</b>
1000-1999	Certificated Salaries	49,741,357	50,286,213	544,856
2000-2999	Classified Salaries	19,511,252	19,100,342	(410,910)
3000-3999	Employee Benefits	31,603,481	31,919,313	315,832
4000-4999	Books and Supplies	1,946,273	1,998,157	51,884
5000-5999	Services and Other Operating Costs	15,354,753	16,945,994	1,591,241
6000-6999	Capital Outlay	377,858	410,358	32,500
7100-7299	Other Outgo	75,000	75,000	-
7300-7399	Indirect Costs	(1,595,144)	(1,593,733)	1,411
7400-7499	Debt Services	-	-	
7600-7629	Transfer Out/ Fund 12, 13, 14	4,357,385	4,357,385	-
	<b>Total Expenditures</b>	<b>121,372,215</b>	<b>123,499,029</b>	<b>2,126,814</b>
	Increase /(Decrease) Fund Balance	<b>726,450</b>	<b>(214,693)</b>	<b>(941,143)</b>
	<b>Projected Fund Balance</b>	<b>32,304,351</b>	<b>31,363,208</b>	



# 2021-22 Second Interim Budget Report

## Revenues:

\$ 9,710 Increase Other State Revenue for Mandated Cost Reimbursements

\$ 412,075 Increases Other Local Revenue

*313K Increase in Measure GSH & YY per City of Santa Monica Projection via FOC Subcommittee*

*150K Increase in City of Santa Monica Joint Use Agreement per actuals received*

*50K Projected Decrease of Interest Earned per year to date actuals received*

*2K Decrease of Buss Pass Fees per year to date actuals received*

\$ 763,886 Decrease in Local General Fund Contribution (LGFC) - Increase to Revenue

*361K Projected Decrease of Special Education Contribution*

*402K Decrease of RRMA (Routine Restricted Maintenance Account) Contribution*

# 2021-22 Second Interim Budget Report

## Expenditures:

\$ 544,856	Increase in Certificated Monthly, Hourly, Overtime, and Substitute Salary Projections
\$ (410,910)	Decrease in Classified Hourly, Overtime, and Substitute Salaries for use of Covid-19 Funds
\$ 315,832	Increase in Statutory Benefits (+19,882) & Employee Health Benefits (+295,950)
\$ 51,884	Increase in Books & Supplies
\$ 1,591,241	Increase in Services & Operating Costs (legal costs, independent contractors, conf/travel)
	<i>93,325 Other Operational Costs</i>
	<i>18K Increase in Conference &amp; Travel</i>
	<i>1K Increase in Dues &amp; Memberships</i>
	<i>30K Increase in Property &amp; Liability Insurance</i>
	<i>58K Increase Rentals/Leases/Repairs</i>
	<i>14K Increase to contra-account for Intra-fund Transfers (Decrease to General Ledger)</i>
	<b>1,504,111 Consultants &amp; Other Operating Costs</b>
	<i>11K Increase in Other Operating Costs (Maintenance Agmts, Advertising, Memberships, Interfund Transfers, Other)</i>
	<i>45K Increase in Consultants</i>
	<i>626K Increase in Legal</i>
	<i>820K Increase in Pupil Fees Lawsuit per Settlement Agreement</i>
	<b>(6,195) Communications (Land &amp; Mobile)</b>
\$ 32,500	Increase in Capital Outlay
	<i>Additional Copier Machine Replacements at Franklin &amp; Lincoln; Equipment increase for Transportation</i>
\$ 1,411	Increase in Indirect Charge to Categorical Programs



# 2021-22 Second Interim Budget Report

## FUND 01: RESTRICTED GENERAL FUND

Object	Description	First Interim Budget 10/31/2021	Second Interim Budget 1/31/2022	Changes
	Beginning Fund Balance	8,322,631	8,322,631	-
8100-8299	Federal Revenue	9,838,254	12,747,093	2,908,839
8300-8590	State Revenue	6,902,083	7,181,670	279,587
8600-8799	Local Revenue	9,443,477	9,713,659	270,182
8980-8999	Local General Fund Contributions	31,504,743	30,740,857	(763,886)
	<b>Total Revenue</b>	<b>57,688,557</b>	<b>60,383,279</b>	<b>2,694,722</b>
1000-1999	Certificated Salaries	19,793,452	18,363,067	(1,430,385)
2000-2999	Classified Salaries	13,567,636	13,399,492	(168,144)
3000-3999	Employee Benefits	14,613,859	14,314,452	(299,407)
4000-4999	Books and Supplies	5,557,253	6,549,433	992,180
5000-5999	Services and Other Operating Costs	7,706,158	8,935,582	1,229,424
6000-6999	Capital Outlay	93,975	93,975	-
7300-7399	Indirect Costs	872,191	897,535	25,344
	<b>Total Expenditures</b>	<b>62,204,524</b>	<b>62,553,536</b>	<b>349,012</b>
	Increase /(Decrease) Fund Balance	<b>(4,515,967)</b>	<b>(2,170,257)</b>	<b>2,345,710</b>
	<b>Projected Fund Balance</b>	<b>3,806,664</b>	<b>6,152,374</b>	





# 2021-22 Second Interim Budget Report

## Revenues:

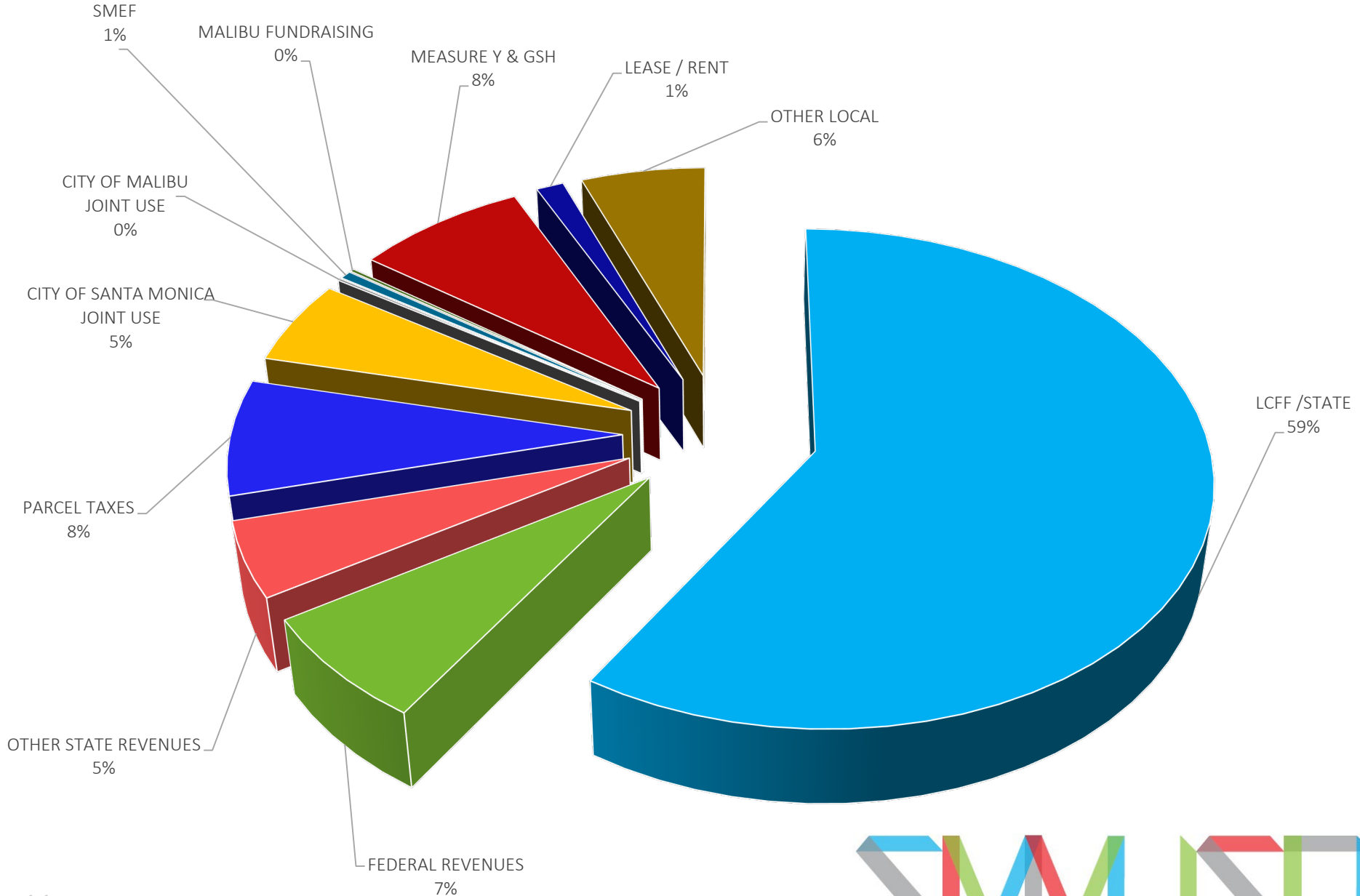
\$	2,908,839	Increase in Federal Projected Revenue from Title I, II, IV programs & CARES Act Covid-19 Funding <i>1.73M Increase in ESSER II (Elementary &amp; Secondary School Emergency Relief) Funding</i> <i>880K Increase in ESSER III (Elementary &amp; Secondary School Emergency Relief) Funding</i> <i>152K Increase in Title I Federal Funds</i> <i>92K Increase in Special Education IDEA Basic Funds</i> <i>43K Increase in LACOE Covid Funding</i> <i>5K Increase in Title IV Federal Funds</i> <i>4K Increase in Title II Federal Funds</i>
\$	279,587	Increase in State Projected Revenue and State CARES Act Covid-19 Funding <i>202K Increase in Expanded Learning Opportunity (ELO) Grant Funds</i> <i>100K Increase in In-Person Instruction (IPI) Grant Funds</i> <i>4K Increase in Special Education Learning Recovery</i> <i>2K Increase in Special Education Infant Discretionary Funds</i> <i>29K Decrease in Special Education State Mental Health Related Services</i>
\$	270,182	Increase in Projected Revenue from PTA, Booster Club, & Gifts
\$	(763,886)	Decrease in Local General Fund Contribution (LGFC) - Decrease to Restricted General Fund Revenue <i>361K Projected Decrease of Special Education Contribution</i> <i>402K Decrease of RRMA (Routine Restricted Maintenance Account) Contribution</i>

# 2021-22 Second Interim Budget Report

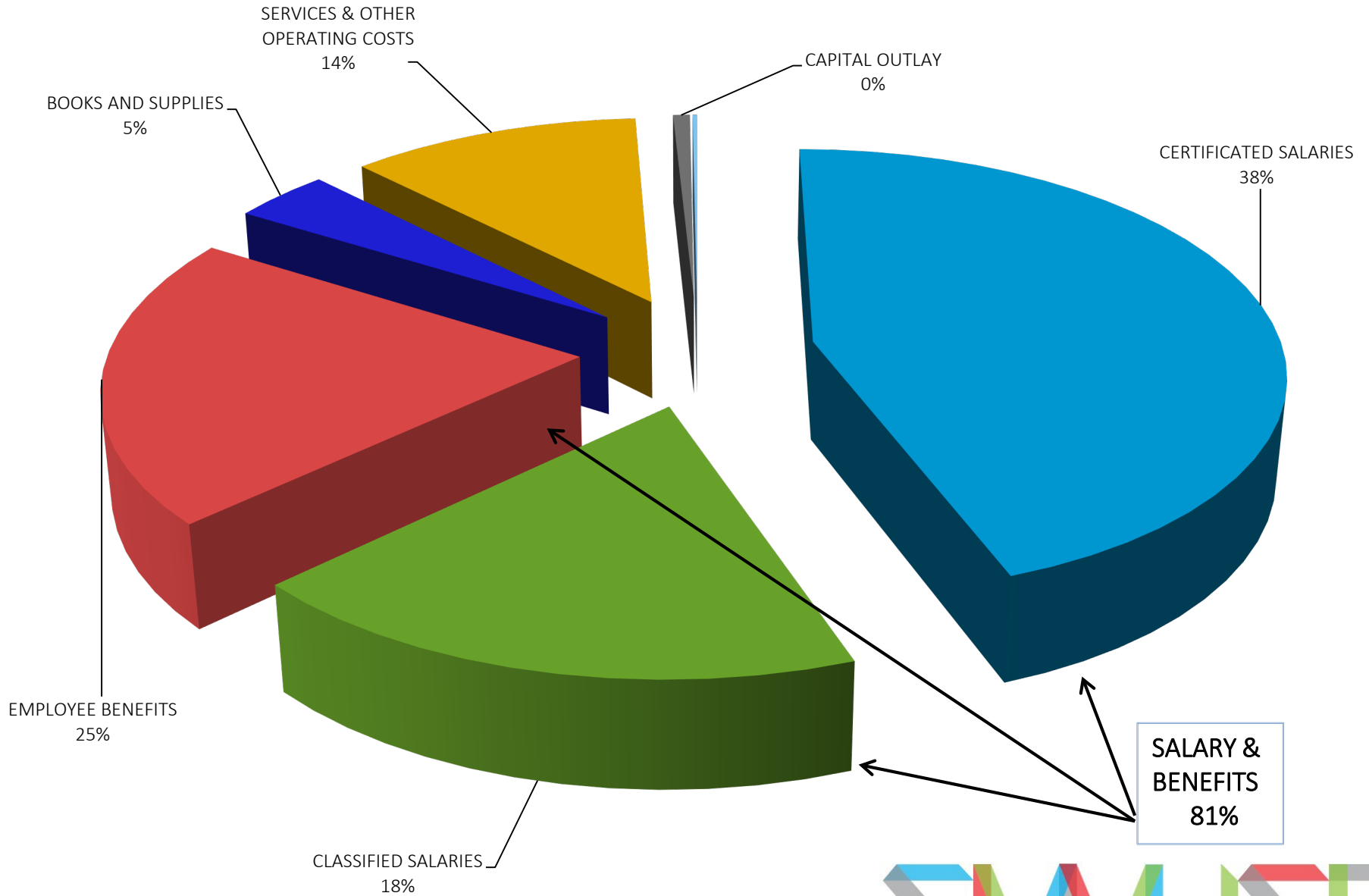
## Expenditures:

- \$ (1,430,385) Decrease in Certificated Hourly and Substitute Salaries to Other Operating Costs  
*1.35M Decrease in Substitute Teacher Costs from ESSER II Funding*
- \$ (168,144) Decrease in Classified Hourly, Overtime, and Substitute Salaries
- \$ (299,407) Decrease in Statutory Benefits & Employee Health Benefits
- \$ 992,180 Increase in Books & Supplies - Items related to Covid-19 per resolution adopted each Board Meeting
- \$ 1,229,424 Increase in Services & Operating Costs (legal costs, independent contractors, conf/travel) from Salaries  
*860K Increase in ESSER II (Elementary & Secondary School Emergency Relief) Other Costs*  
*126K Increase in Santa Monica Education Foundation Library Grant*  
*125K Increase in Various Department & Site Independent Contractors, Con/travel, & Other Costs*  
*89K Special Education Other Costs*
- \$ 25,344 Increase in Indirect Costs from various programs

# 2021-22 GENERAL FUND (FUND 01) REVENUES PROJECTION



# 2021-22 GENERAL FUND (Fund 01) EXPENDITURES



2021-22 Second Interim Budget Report  
As of 1/31/2022

**Components of Ending Fund Balances**

**2021-22**

**Fund 01: Unrestricted General Fund**

Unrestricted General Fund Balance	\$	31,577,901
Current Year Deficit/Surplus Spending		(214,693)
Fund Balance that Requires Explanation		31,363,208

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

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

		31,363,208
Less: 3% Reserve for Economic Uncertainties		(5,581,578)
Reserve for Revolving Cash & Prepaid		(162,767)
Reserve for 22-23 Deficit Spending		-
Reserve for 23-24 Deficit Spending		-
^Reserve for up to 2 months General Fund Expenditures		25,618,863
<b>Unappropriated Balance</b>		<b>-</b>

\*current reserve is at 16.92% (down 0.59% from 17.51% @ First Interim 12/9/2021)

\*2019-20 Statewide Average Reserve for Unified Districts is 18.82%

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



# 2019-20

## Statewide Average Reserves

2018-19 Average Unrestricted General Fund, Plus Fund 17; Net Ending Balances as a Percentage of Total General Fund Expenditures, Transfers, and Other Uses		Change From Prior ~Year
Elementary School Districts	22.70%	2.23%
High School Districts	17.34%	1.70%
Unified School Districts	18.82%	1.56%
†SMMUSD Reserve (as of 2019-20 Actuals)	13.53%	†(0.06%)
^SMMUSD Reserve (as of 2021-22 Second Interim)	16.92%	*4.43%

† Compared to 2018-19

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

\* Compared to 2020-21 Second Interim

Source: Statewide Certified Data (School Services of California)

~Compared to reserve levels of 2018-19





# 2021-22 Second Interim Budget Report

2021-22 LOCAL CONTROL FUNDING FORMULA (LCFF) CALCULATION					1/31/2022
<b>BASE GRANT</b>					
	TK-3	4-6	7-8	9-12	<b>TOTAL</b>
	2,187.93	1,843.08	1,309.30	2,944.10	8,284.41
2021-22 BASE	7,702	7,818	8,050	9,329	
2021-22 5.07% COLA	8,092	8,214	8,458	9,802	
	17,705,805	15,139,746	11,074,236	28,858,010	<b>72,777,797</b>
<b>AUGMENTATION GRANTS:</b>					
CSR AUGMENTATION: BASE GRANT X 10.4%					<b>1,841,404</b>
CTE AUGMENTATION 9-12 BASE GRANT X 2.6%					<b>750,308</b>
<b>SUPPLEMENTAL AND CONCENTRATION GRANTS:</b>					
TOTAL ENROLLMENT (3-YEAR AVERAGE)					10,162
TOTAL UNDUPLICATED PUPIL COUNT (3-YEAR AVERAGE)					3,114
					30.65%
<b>SUPPLEMENT ADD-ON 20% OF BASE GRANT X % OF ELIGIBLE ENROLLMENT</b>					<b>4,619,525</b>
<b>TRANSPORTATION AND TIIG GRANT</b>					
2012-13 TRANSPORTATION					<b>820,273</b>
2012-13 TARGETED INSTRUCTIONAL IMPROVEMENT BLOCK GRANT					<b>429,757</b>
<b>TOTAL 2021-22 LCFF ENTITLEMENT</b>					<b>81,239,064</b>
<b>MINIMUM STATE AID / 2012-13 CATEGORICAL PROGRAMS</b>					<b>8,585,843</b>
<b>TOTAL FUNDING LESS: 2012-13 MINIMUM/CATEGORICAL</b>					<b>72,653,221</b>
<b>LOCAL REVENUE / PROPERTY TAXES</b>					<b>98,177,662</b>
<b>Amount of Property Tax Over LCFF Funding (Basic Aid when negative)</b>					<b>(25,524,441)</b>

Note Outside of Calculation:

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





SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

# OTHER FUNDS

FUNDS

11, 12, 13, 14, 21, 25, 35, 40, 51, 71

# 2021-22 Second Interim Budget Report

## FUND 11: ADULT EDUCATION FUND

Object	Description	First Interim Budget 10/31/2021	Second Interim Budget 1/31/2022	Changes
	Beginning Fund Balance	994,389	994,389	-
8100-8299	Federal Revenue	54,709	54,709	-
8300-8590	Other State Revenue	740,895	740,895	-
8600-8799	Local Revenue	-	1,248	1,248
	<b>Total Revenues</b>	<b>795,604</b>	<b>796,852</b>	<b>1,248</b>
1000-1999	Certificated Salaries	297,052	297,052	-
2000-2999	Classified Salaries	191,439	191,774	335
3000-3999	Employee Benefits	182,375	183,134	759
4000-4999	Books and Supplies	118,121	117,027	(1,094)
5000-5999	Services and Other Operating Costs	44,550	44,550	-
7300-7399	Indirect Costs	60,359	60,359	-
	<b>Total Expenditures</b>	<b>893,896</b>	<b>893,896</b>	<b>-</b>
	Increase /(Decrease) Fund Balance	<b>(98,292)</b>	<b>(97,044)</b>	<b>1,248</b>
	<b>Projected Fund Balance</b>	<b>896,097</b>	<b>897,345</b>	

### Revenue:

\$ 1,248 Increase in Interest Earned

### Expenditure:

\$ 335 Increase in Classified Hourly, Overtime, and Substitute Salaries

\$ 759 Increase in Employee Health Benefits

\$ (1,094) Decrease in Supplies to Transfer to Salaries

# 2021-22 Second Interim Budget Report

## FUND 12: CHILD DEVELOPMENT FUND

Object	Description	First Interim Budget 10/31/2021	Second Interim Budget 1/31/2022	Changes
	Beginning Fund Balance	711,924	711,924	-
8100-8299	Federal Revenue	163,000	193,607	30,607
8300-8590	State Revenue	3,006,542	2,736,542	(270,000)
8600-8799	Local Revenue	2,688,857	2,958,857	270,000
8900-8929	Interfund Transfer from Fund 01	1,557,385	1,557,385	-
	<b>Total Revenues</b>	<b>7,415,784</b>	<b>7,446,391</b>	<b>30,607</b>
1000-1999	Certificated Salaries	2,353,127	2,322,176	(30,951)
2000-2999	Classified Salaries	1,744,654	1,732,657	(11,997)
3000-3999	Employee Benefits	1,864,782	1,703,088	(161,694)
4000-4999	Books and Supplies	213,099	373,706	160,607
5000-5999	Services and Other Operating Costs	782,657	782,582	(75)
6000-6999	Capital Outlay	-	-	-
7300-7399	Indirect Costs	525,997	507,840	(18,157)
	<b>Total Expenditures</b>	<b>7,484,316</b>	<b>7,422,049</b>	<b>(62,267)</b>
	Increase /(Decrease) Fund Balance	<b>(68,532)</b>	<b>24,342</b>	<b>92,874</b>
	<b>Projected Fund Balance</b>	<b>643,392</b>	<b>736,266</b>	



# 2021-22 Second Interim Budget Report

## Revenues:

- \$ 30,607 Increase in Federal Food Program for Covid-19 Emergency Operational Costs (ECR)
- \$ (270,000) Projected Decrease in State Preschool & Child Care Funding Program
- \$ 270,000 Projected Increase in Revenue in Full Fee Program

## Expenditures:

- \$ (30,951) Decrease in Certificated Hourly, Overtime, and Substitute Salaries
- \$ (11,997) Decrease in Classified Hourly, Overtime, and Substitute Salaries
- \$ (161,694) Decrease in Corresponding Statutory Benefits & Employee Health Benefits
- \$ 160,607 Increase in Supplies
- \$ (75) Decrease in Services and Other Operating Costs
- \$ (18,157) Decrease in Indirect Costs

# 2021-22 Second Interim Budget Report

## FUND 13: CAFETERIA SPECIAL FUND

Object	Description	First Interim Budget 10/31/2021	Second Interim Budget 1/31/2022	Changes
	Beginning Fund Balance	742,509	742,509	-
8100-8299	Federal Revenue	825,000	1,210,152	385,152
8300-8590	State Revenue	50,000	60,000	10,000
8600-8799	Local Revenue (Food Sales)	787,200	26,580	(760,620)
8900-8929	Interfund Transfer	1,800,000	1,800,000	-
	<b>Total Revenues</b>	<b>3,462,200</b>	<b>3,096,732</b>	<b>(365,468)</b>
2000-2999	Classified Salaries	1,652,277	1,570,458	(81,819)
3000-3999	Employee Benefits	767,819	705,544	(62,275)
4000-4999	Books and Supplies	1,273,200	1,330,390	57,190
5000-5999	Services and Other Operating Costs	(450)	14,550	15,000
6000-6999	Capital Outlay	-	-	-
7300-7399	Indirect Costs	136,597	127,999	(8,598)
	<b>Total Expenditures</b>	<b>3,829,443</b>	<b>3,748,941</b>	<b>(80,502)</b>
	Increase /(Decrease) Fund Balance	<b>(367,243)</b>	<b>(652,209)</b>	<b>(284,966)</b>
	<b>Projected Fund Balance</b>	<b>375,266</b>	<b>90,300</b>	

### Revenue:

\$ 385,152 Increase in Federal Revenue for Increased Federal Reimbursement Rates

\$ 10,000 Increase in State Revenue for Increased State Reimbursement Rates

\$ (760,620) Decrease in Local Revenue for Food Sales

### Expenditures:

\$ (81,819) Decrease in Hourly, Overtime, and Substitute Salaries

\$ (62,275) Decrease in Corresponding Statutory Benefits & Employee Shifts in Health Benefits

\$ 57,190 Increase in Food Costs and Supplies previously funded from Covid Funds now Food Service Fund

\$ 15,000 Increase in Services & Other Operating Costs

\$ (8,598) Decrease in Indirect Costs

# 2021-22 Second Interim Budget Report

## FUND 14: DEFERRED MAINTENANCE FUND

Object	Description	First Interim Budget 10/31/2021	Second Interim Budget 1/31/2022	Changes
	Beginning Fund Balance	1,040,348	1,040,348	-
8010-8099	LCFF transfer to Fund 14	-	-	-
8600-8799	Local Revenue	5,000	5,000	-
8919	Transfer form General Fund	1,000,000	1,000,000	-
	<b>Total Revenues</b>	<b>1,005,000</b>	<b>1,005,000</b>	<b>-</b>
4000-4999	Books and Supplies	25,000	25,000	-
5000-5999	Services and Other Operating Costs	975,000	975,000	-
6000-6999	Capital Outlay	-	-	-
	<b>Total Expenditures</b>	<b>1,000,000</b>	<b>1,000,000</b>	<b>-</b>
	Increase /(Decrease) Fund Balance	<b>5,000</b>	<b>5,000</b>	<b>-</b>
	<b>Projected Fund Balance</b>	<b>1,045,348</b>	<b>1,045,348</b>	

**Revenue:**

No Change Since First Interim

**Expenditure:**

No Change Since First Interim





# 2021-22 Second Interim Budget Report

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

Object	Description	First Interim Budget 10/31/2021	Second Interim Budget 1/31/2022	Changes
8662	Fair Market Value Adjustment	(493,298)	(493,298)	-
	Beginning Fund Balance	57,064,195	57,064,195	-
8600-8799	Local Revenue	1,100,000	1,593,197.78	493,198
8800-8951	Bond Proceeds - SMS Series B	199,655,000	200,000,000	345,000
8800-8951	Bond Proceeds - M Series B	79,767,500	80,000,000	232,500
8952-8979	Other Financing	100	100	-
	<b>Total Revenues</b>	<b>280,522,600</b>	<b>281,593,298</b>	<b>1,070,698</b>
2000-2999	Classified Salaries	914,171	974,171	60,000
3000-3999	Employee Benefits	513,457	535,922	22,465
4000-4999	Books and Supplies	319,010	319,010	-
5000-5999	Services and Other Operating Costs	40,537,400	45,746,400	5,209,000
6000-6999	Capital Outlay	97,726,510	101,686,010	3,959,500
	<b>Total Expenditure</b>	<b>140,010,548</b>	<b>149,261,513</b>	<b>9,250,965</b>
	<b>Increase /(Decrease) Fund Balance</b>	<b>140,512,052</b>	<b>132,331,785</b>	<b>(8,180,267)</b>
	<b>Projected Fund Balance</b>	<b>197,576,247</b>	<b>189,395,980</b>	

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





# 2021-22 Second Interim Budget Report

## FUND 25: CAPITAL FACILITIES FUND

Object	Description	First Interim Budget 10/31/2021	Second Interim Budget 1/31/2022	Changes
	Beginning Fund Balance	5,004,750	5,004,750	-
8681	Developer Fees	975,000	475,000	(500,000)
8660	Local Revenue	25,000	51,329	26,329
	<b>Total Revenues</b>	<b>1,000,000</b>	<b>526,329</b>	<b>(473,671)</b>
4000-4999	Supplies	-	-	-
5000-5999	Services and Other Operating Costs	350,000	350,000	-
6000-6999	Capital Outlay	650,000	650,000	-
	<b>Total Expenditures</b>	<b>1,000,000</b>	<b>1,000,000</b>	<b>-</b>
	Increase /(Decrease) Fund Balance	-	(473,671)	(473,671)
	<b>Projected Fund Balance</b>	<b>5,004,750</b>	<b>4,531,079</b>	

### Revenue:

\$ (500,000) Decrease in Projected Developer Fee Revenue per year to date actuals received

\$ 26,329 Increase in GASB 31 Fair Market Value Adjustment - Will be Reversed at 3rd Revision

### Expenditure:

No Change Since First Interim



## 2021-22 Second Interim Budget Report

### FUND 35: COUNTY SCHOOL FACILITIES FUND

Object	Description	First Interim Budget 10/31/2021	Second Interim Budget 1/31/2022	Changes
	Beginning Fund Balance	3,378,907	3,378,907	-
8681	State Revenue	-	-	-
8660	Local Revenue	-	19,129	19,129
	<b>Total Revenues</b>	-	<b>19,129</b>	<b>19,129</b>
4000-4999	Supplies	-		-
5000-5999	Services and Other Operating Costs	-	-	-
6000-6999	Capital Outlay	-	-	-
	Total Expenditures	-	-	-
	Increase /(Decrease) Fund Balance	-	<b>19,129</b>	<b>19,129</b>
	<b>Projected Fund Balance</b>	<b>3,378,907</b>	<b>3,398,036</b>	

**Revenue:**

\$ 19,129 Increase in GASB 31 Fair Market Value Adjustment - Will be Reversed at 3rd Revision

**Expenditure:**

No Change Since First Interim



# 2021-22 Second Interim Budget Report

## FUND 40: SPECIAL RESERVE FUND FOR CAPITAL OUTLAY

Object	Description	First Interim Budget 10/31/2021	Second Interim Budget 1/31/2022	Changes
	Beginning Fund Balance	17,701,503	17,701,503	-
8590-8599	State Revenue	-	-	-
8600-8625	Local Revenue	4,500,000	4,500,000	-
8626-8660	Local Revenue (Interest Earned)	60,000	157,229	97,229
8661-8699	Local Revenue	-	-	-
	<b>Total Revenues</b>	<b>4,560,000</b>	<b>4,657,229</b>	<b>97,229</b>
4000-4999	Supplies	4,095	4,095	-
5000-5999	Services and Other Operating Costs	1,469,628	1,478,527	8,899
6000-6999	Capital Outlay	7,300,000	7,300,000	-
7400-7499	COPS Payments	1,875,000	1,875,000	-
	<b>Total Expenditures</b>	<b>10,648,723</b>	<b>10,657,622</b>	<b>8,899</b>
	Increase /(Decrease) Fund Balance	<b>(6,088,723)</b>	<b>(6,000,393)</b>	<b>88,330</b>
	<b>Projected Fund Balance</b>	<b>11,612,780</b>	<b>11,701,110</b>	

### Revenue:

\$ 97,229 Increase in GASB 31 Fair Market Value Adjustment - Will be Reversed at 3rd Revision

### Expenditure:

\$ 8,899 Increase in Services & Other Operating Costs  
*New District Office Tenant Improvements*

## 2021-22 Second Interim Budget Report

### FUND 51: BOND INTEREST & REDEMPTION FUND

Object	Description	First Interim Budget 10/31/2021	Second Interim Budget 1/31/2022	Changes
	Beginning Fund Balance	61,138,479	61,138,479	-
8611-8614	Local Revenue	56,533,775	56,533,775	-
8661-8799	Local Revenue Interest	93,414	93,414	-
	<b>Total Revenues</b>	<b>56,627,189</b>	<b>56,627,189</b>	<b>-</b>
7433	Debt Service - Bond Redemptions	34,027,008	34,027,008	-
7434	Debt Service - Bond Interest & Other Services	32,120,516	32,120,516	-
	<b>Total Expenditures</b>	<b>66,147,524</b>	<b>66,147,524</b>	<b>-</b>
	Increase /(Decrease) Fund Balance	<b>(9,520,335)</b>	<b>(9,520,335)</b>	<b>-</b>
	<b>Projected Fund Balance</b>	<b>51,618,144</b>	<b>51,618,144</b>	<b>-</b>

**Revenue:**

No Change Since First Interim

**Expenditure:**

No Change Since First Interim



## 2021-22 Second Interim Budget Report

### FUND 71: RETIREE BENEFIT FUND FOR OPEB

Object	Description	First Interim Budget 10/31/2021	Second Interim Budget 1/31/2022	Changes
	Beginning Fund Balance	9,698,704	9,698,704	-
8600-8660	Local Revenue Interest	10,000	10,000	-
8661-8799	Local Revenue	1,368,000	1,379,482	11,482
	<b>Total Revenues</b>	<b>1,378,000</b>	<b>1,389,482</b>	<b>11,482</b>
5000-5999	Services and Other Operating Costs	1,378,000	1,378,000	-
	Total Expenditures	<b>1,378,000</b>	<b>1,378,000</b>	<b>-</b>
	Increase /(Decrease) Fund Balance	-	<b>11,482</b>	<b>11,482</b>
	<b>Projected Fund Balance</b>	<b>9,698,704</b>	<b>9,710,186</b>	<b>11,482</b>

**Revenue:**

\$ 11,482 Increase in GASB 31 Fair Market Value Adjustment - Will be Reversed at 3rd Revision

**Expenditure:**

No Change Since First 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
  - 5.07% (2021-22)
  - 5.33% (2022-23)
  - 3.61% (2023-24)
- LCFF Gap Fully Funded (100%)
- Student enrollment declining each year and at 9,142 as of CBEDS Day 10/7/2021 for 2021-22





# Multi-Year Projection Reflects:

- Local revenue from Parcel Taxes, Prop Y & GSH, City of Malibu & Santa Monica Joint Uses, Santa Monica Education Foundation, Malibu Fundraising, Leases & Rentals, Other Local Income:
  - \$43.4 million in 2021-22
  - \$45.7 million in 2022-23
  - \$46.7 million in 2023-24
- Employee health & welfare increases of 5% and Step & Column increases of 1.50% each year
- Reserve for Economic Uncertainties at 3%





# Multi-Year Projection Reflects:

- Reserves for future deficit spending or surplus is offset by Budget Reductions in the form of Fiscal Stabilization Plan
- Reserve for Up To 2 Months of General Fund Expenditures
- Projected Property Tax Increases of 5%
- Does not include potential salary schedule changes as a result of negotiations with SMMCTA, SEIU, or SMMASA

**MULTI-YEAR PROJECTIONS  
UNRESTRICTED GENERAL FUND**

	A	B	C	D	E	F	G	H
		2021-22	2021-22	2021-22	2021-22		2022-23	2023-24
Description		ADOPTED BUDGET	45-DAY REVISION	FIRST INTERIM	SECOND INTERIM	FIRST vs. SECOND INTERIM	PROJECTED BUDGET	PROJECTED BUDGET
<b>Revenue:</b>								
1 Property Tax		98,177,662	98,177,662	98,177,662	98,177,662	-	102,336,545	106,703,372
2 Education Protection Account (EPA)		2,000,000	2,000,000	2,000,000	2,000,000	-	2,000,000	2,000,000
3 LCFF Transfer to Fund 14		-	-	-	-	-	-	-
4 LCFF In Lieu Property Tax Transfer to Charter School		(287,000)	(287,000)	(287,000)	(287,000)	-	(287,000)	(287,000)
5 Prior Year LCFF Adjustment		-	-	-	-	-	-	-
6 Minimum State Aid		8,585,843	8,585,843	8,585,843	8,585,843	-	8,585,843	8,585,843
7 <b>Subtotal LCFF Funding</b>		<b>108,476,505</b>	<b>108,476,505</b>	<b>108,476,505</b>	<b>108,476,505</b>	<b>-</b>	<b>112,635,388</b>	<b>117,002,215</b>



**MULTI-YEAR PROJECTIONS  
UNRESTRICTED GENERAL FUND**

	A	B	C	D	E	F	G	H
		2021-22	2021-22	2021-22	2021-22		2022-23	2023-24
Description		ADOPTED BUDGET	45-DAY REVISION	FIRST INTERIM	SECOND INTERIM	FIRST vs. SECOND INTERIM	PROJECTED BUDGET	PROJECTED BUDGET
8 Other Federal (MAA - Medi-Cal Administrative Activities)		200,000	200,000	200,000	200,000	-	200,000	200,000
9 Lottery - Unrestricted		1,452,482	1,452,482	1,452,482	1,452,482	-	1,452,482	1,452,482
10 Mandated Reimbursement Block Grant		410,000	410,000	410,000	419,710	9,710	410,000	410,000
11 Other State Revenue		5,000	5,000	5,000	5,000	-	5,000	5,000
12 Measure 'R' - Parcel Tax		13,910,855	13,910,855	13,910,855	13,910,855	-	13,910,855	13,910,855
13 Measure 'Y' & 'GSH' - City of Santa Monica		14,292,750	14,292,750	14,292,750	14,605,997	313,247	15,962,497	16,760,622
14 Joint Use Agreement - City of Santa Monica		9,995,154	9,995,154	9,995,154	10,146,061	150,907	10,348,982	10,555,962
15 Joint Use Agreement - City of Malibu		246,827	246,827	246,827	246,827	-	246,827	246,827
16 Santa Monica Ed Foundation Donation		1,982,503	966,292	966,292	966,292	-	2,000,000	2,000,000
17 Malibu Fundraising Entity Donation		-	337,543	337,543	337,543	-	337,543	337,543
18 Lease & Rental		2,350,000	2,350,000	2,350,000	2,350,000	-	2,050,000	2,050,000
19 Interest Earned		200,000	200,000	200,000	150,000	(50,000)	175,000	175,000
20 All Other Local Income		755,000	755,000	760,000	757,921	(2,079)	750,000	750,000
21 Local General Fund Contribution		(32,623,321)	(32,013,767)	(31,504,743)	(30,740,857)	763,886	(33,275,787)	(33,941,303)
22 <b>TOTAL REVENUE</b>		<b>121,653,755</b>	<b>121,584,641</b>	<b>122,098,665</b>	<b>123,284,336</b>	<b>1,185,671</b>	<b>127,208,787</b>	<b>131,915,203</b>



MULTI-YEAR PROJECTIONS  
UNRESTRICTED GENERAL FUND

	A	B	C	D	E	F	G	H
	2021-22	2021-22	2021-22	2021-22			2022-23	2023-24
Description	ADOPTED BUDGET	45-DAY REVISION	FIRST INTERIM	SECOND INTERIM	FIRST vs. SECOND INTERIM		PROJECTED BUDGET	PROJECTED BUDGET
23 Expenditure:								
24 Certificated Salary	50,887,845	50,887,845	49,741,358	50,286,213	544,855		51,651,163	52,425,930
25 Classified	20,798,412	19,678,987	19,511,252	19,100,342	(410,910)		21,110,388	21,427,044
26 Benefits	33,033,385	31,940,032	31,603,481	31,919,313	315,832		35,258,307	35,993,917
27 STRS	8,700,514	8,700,514	8,521,544	8,616,227	94,683		9,865,372	10,013,353
28 PERS	4,360,230	4,103,769	4,412,792	4,350,241	(62,551)		5,362,039	5,399,615
29 SOCIAL SECURITY & MEDICARE	2,335,355	2,249,718	2,218,060	2,194,862	(23,198)		2,363,887	2,399,345
30 HEALTH AND WELFARE	12,774,810	12,774,810	11,962,149	12,258,099	295,950		13,413,551	14,084,228
31 SUI	879,656	351,986	688,172	691,826	3,654		363,808	147,706
32 WORKERS COMP	3,046,424	2,836,833	2,888,569	2,896,308	7,739		2,932,290	2,976,275
33 OPEB	890,833	876,840	860,542	861,506	964		909,519	923,162
34 CASH IN-LIEU	45,563	45,563	51,653	50,244	(1,409)		47,841	50,233
35 Supplies/Books/Textbooks	1,482,584	1,832,584	1,946,273	1,998,157	51,884		1,725,350	1,982,553
36 Other Operational Costs	13,984,648	15,679,235	15,354,753	16,945,994	1,591,241		14,600,286	14,768,138
37 504 PLAN ACCOMODATION (STUDENT SERVICES)	30,000	30,000	30,000	30,000	-		30,000	30,000
38 TRAVEL & CONFERENCE	244,174	244,174	185,939	204,514	18,575		200,000	200,000
39 DUES & MEMBERSHIPS	56,040	56,040	58,565	59,290	725		60,000	60,000
40 INSURANCE	1,292,409	1,292,409	1,292,409	1,322,016	29,607		1,357,029	1,424,881
41 UTILITIES	2,792,500	2,792,500	2,792,500	2,792,500	-		2,953,546	3,053,546
42 RENTALS, LEASES, REPAIRS	2,096,718	2,096,718	2,196,520	2,254,938	58,418		2,275,500	2,275,500
43 INTRA-FUND TRANSFERS FOR SERVICES	(22,250)	(22,250)	(46,200)	(60,200)	(14,000)		(60,000)	(60,000)
44 INTER-FUND TRANSFERS FOR SERVICES	(312,025)	(312,025)	(312,025)	(312,025)	-		(300,000)	(300,000)
45 CONSULTANTS & OTHER OPERATING	7,522,222	9,216,809	8,868,627	10,372,738	1,504,111		7,801,988	7,801,988
46 Other Operational Costs	2,574,182	2,574,182	2,646,423	2,658,345	11,922		2,600,000	2,600,000
47 Potential Election Recall Cost	-	750,000	-	-	-		-	-
48 Consultants	2,285,639	2,285,639	2,265,216	2,310,826	45,610		2,300,000	2,300,000
49 Legal	905,000	905,000	1,255,000	1,881,579	626,579		1,900,000	1,900,000
50 Pupil Fees Lawsuit	750,000	750,000	750,000	1,570,000	820,000		-	-
51 America Unites Lawsuit	-	950,000	950,000	950,000	-		-	-
52 Cost of Early Retirement Incentive (SERP)	1,007,401	1,001,988	1,001,988	1,001,988	-		1,001,988	1,001,988
53 COMMUNICATIONS (LAND & MOBILE)	284,860	284,860	288,418	282,223	(6,195)		282,223	282,223
54 Capital Outlay	353,000	353,000	377,858	410,358	32,500		285,000	285,000
55 Transfer to County Specialized Schools	75,000	75,000	75,000	75,000	-		75,000	75,000
56 Indirect	(1,601,883)	(1,601,883)	(1,595,144)	(1,593,733)	1,411		(1,600,000)	(1,300,000)
57 Fiscal Stabilization Plan (Budget Reductions)	-	-	-	-	-		(2,019,030)	(2,019,030)
58 GSH Technology Plan/Replacement	-	-	-	-	-		-	-
59 Interfund Transfer Out to Fund 12 Child Development	2,265,307	2,265,307	1,357,385	1,357,385	-		1,000,000	1,000,000
60 LCAP Transfer Out to Fund 12 Child Development	200,000	200,000	200,000	200,000	-		200,000	200,000
61 Interfund Transfer Out to Fund 13 Food Services	900,000	900,000	1,800,000	1,800,000	-		900,000	900,000
62 Interfund Transfer Out to Fund 14 Deferred Maint.	1,000,000	1,000,000	1,000,000	1,000,000	-		1,000,000	1,000,000
63 TOTAL EXPENDITURE	123,378,298	123,210,107	121,372,216	123,499,029	2,126,813		124,186,464	126,738,552

**MULTI-YEAR PROJECTIONS  
UNRESTRICTED GENERAL FUND**

	A	B	C	D	E	F	G	H
		2021-22	2021-22	2021-22	2021-22		2022-23	2023-24
Description	ADOPTED BUDGET	45-DAY REVISION	FIRST INTERIM	SECOND INTERIM	FIRST vs. SECOND INTERIM	PROJECTED BUDGET	PROJECTED BUDGET	
64 Increase (Decrease) Fund Balance	(1,724,542)	(1,625,466)	726,450	(214,693)	(941,143)	3,022,323	5,176,651	
65 Beginning Fund Balance	21,583,277	21,583,277	31,577,901	31,577,901	-	31,363,208	34,385,531	
66 Ending Fund Balance (net of lines 64-65)	19,858,735	19,957,811	32,304,351	31,363,208	(941,143)	34,385,531	39,562,182	
67 Reserve - Revolving Cash, Prep-paids	190,362	190,362	162,767	162,767	-	162,767	162,767	
68 Reserve - Deficit Spending in 22-23	-	-	-	-	-	-	-	
69 Reserve - Deficit Spending in 23-24	-	-	-	-	-	-	-	
70 Reserve - Deficit Spending in 24-25	-	-	-	-	-	-	-	
71 3% Contingency Reserve	5,095,808	5,095,808	5,507,304	5,581,578	74,274	5,614,311	5,678,132	
72 Reserve Up to 2-months of Expenses	14,572,564	14,671,641	26,634,280	25,618,863	(1,015,417)	28,608,453	33,721,283	
73 Unappropriated Balance	0	0	0	0	0	0	0	0





# Positive Certification of 2<sup>nd</sup> Interim Report

- The District is submitting the 2<sup>nd</sup> Interim Report with a **Positive Certification**.
- The District will be able to meet its obligations in the current and next two fiscal years.





SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

# Covid-19 Funding Summary



	ESSER	ESSER II	Learning Loss Mitigation Funding (LLMF)				SB 117
			GEER	GEER II	CR	GF	
<b>Full Name</b>	Elementary and Secondary School Emergency Relief	Elementary and Secondary School Emergency Relief	Governor's Emergency Education Relief	Governor's Emergency Education Relief	Coronavirus Relief Fund	State General Fund	SB 117 Covid-19 LEA Response Funds
<b>Distribution Formula</b>	Based on Title I, Part A allocation	Based on Title I, Part A allocation	Based on pupil aged 3-22 counts from 2019-20 Fall 1 CALPADS data	TBD	Based on supplemental and concentration grant funding as of 2019-20 second principal apportionment	Based on LCFF Entitlement	Based on ADA for the 2019-20 First Reporting Period
<b>State Allocation</b>	\$1,482,575,514	\$6,709,633,866	\$355,227,000	\$341,442,086	\$4,439,844,000	\$539,936,000	\$100,000,000
<b>SMMUSD + Private School allocation</b>	\$935,547	\$3,733,573	\$613,655	TBD	\$4,103,874	\$795,192	\$175,346
<b>Resource Code</b>	3210	3212	3215	TBD	3220	7420	7388
<b>Equitable Services</b>	Yes	No	Yes	No	No	No	No
<b>Deadline for expenditures</b>	September 30, 2022	September 30, 2023	September 30, 2022	September 30, 2023	December 30, 2020	December 30, 2020	June 30, 2021



	ESSER III	AB 86		
		IPI	ELO	ELO(P)
<b>Full Name</b>	Elementary and Secondary School Emergency Relief	In-Person Instruction Grant	Expanded Learning Opportunities Grant	Expanded Learning Opportunities Grant Restricted to Paraprofessionals
<b>Distribution Formula</b>	Based on Title I, Part A allocation	Based on pupil aged 3-22 counts from 2020-21 Fall 1 CALPADS data	Based on pupil aged 3-22 counts from 2020-21 Fall 1 CALPADS data	Based on pupil aged 3-22 counts from 2020-21 Fall 1 CALPADS data
<b>State Allocation</b>	\$15,068,884,546	\$2,000,000,000	\$4,557,443,000	\$4,557,443,000
<b>SMMUSD + Private School allocation</b>	\$8,361,552	\$2,989,986	\$5,689,077	\$629,786
<b>Resource Code</b>	3213	7422	7425	7426
<b>Equitable Services</b>	No	No	No	No
<b>Deadline for expenditures</b>	September 30, 2024	August 31, 2022	August 31, 2022	August 31, 2022





Funding Type	Funding Name	District Allocation	Assigned Commitments	Projected Fund Balance
ESSER	ESSER	\$935,547	\$935,547	\$0
	ESSER II	\$3,733,573	\$3,733,573	\$0
	ESSER III	\$8,361,552	\$8,361,552	\$0
LEARNING LOSS MITIGATION FUNDS (LLMF)	GEER	\$613,655	\$613,655	\$0
	GEER II	TBD		
	CR	\$4,103,874	\$4,103,874	\$0
	GF	\$795,192	\$795,192	\$0
SB 117	SB 117	\$175,346	\$175,346	\$0
AB86	IPI	\$2,989,986	\$2,989,986	\$0
	ELO	\$5,689,077	\$5,689,077	\$0
	ELO(P)	\$629,786	\$629,786	\$0
<b>TOTAL</b>		<b><u>\$28,027,588</u></b>	<b><u>\$28,027,588</u></b>	<b><u>\$0</u></b>



# Next Steps

- Receive Board Direction on District Budget Recommendations
- Board Approval of 2021-22 Second Interim
- Third Budget Revision Report
  - ✓ Thursday, May 19, 2022 Regular Board Meeting