



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2014-15 SECOND INTERIM REPORT

MARCH 5, 2015

AGENDA ITEM A.33

A decorative graphic on the left side of the slide, consisting of several parallel, overlapping lines in blue, green, and red, forming a stylized 'L' shape.

SMMUSD 2nd Interim Report

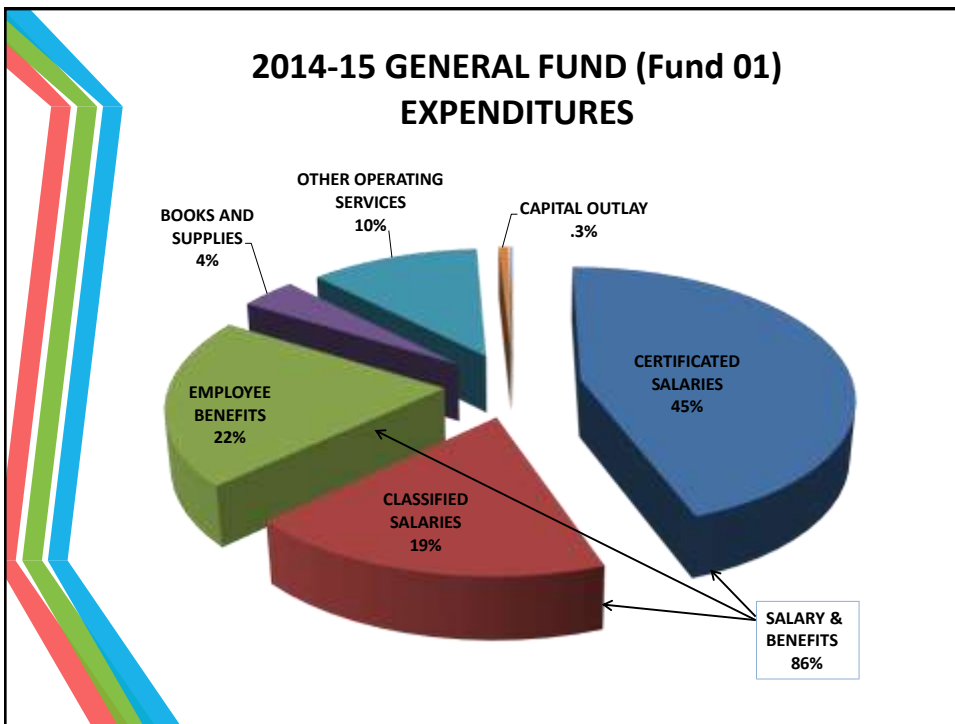
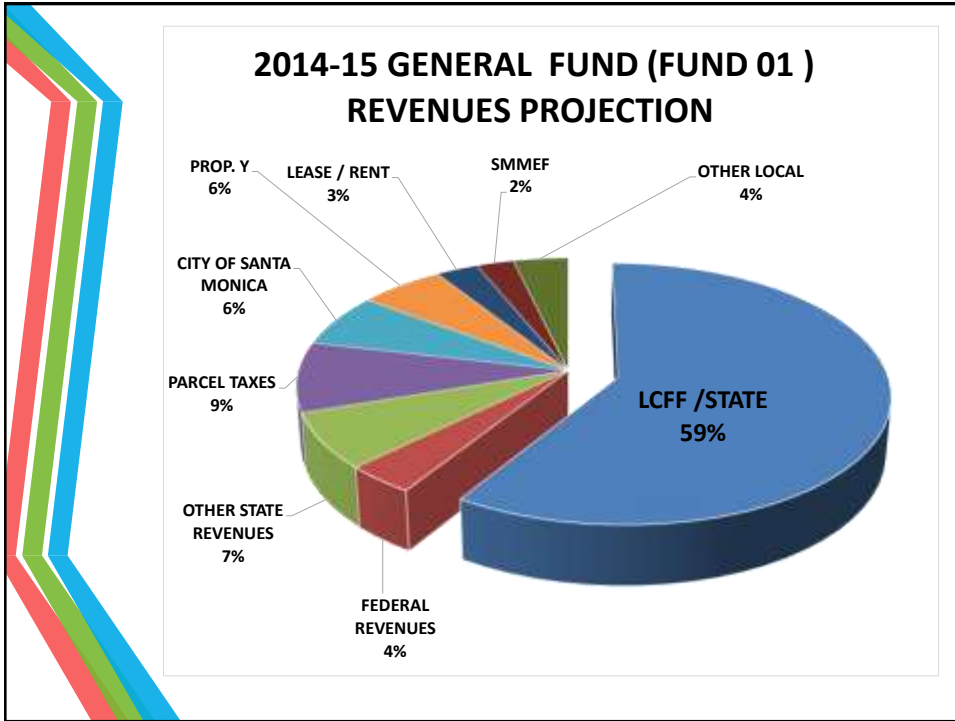
- Shows the District's financial position as of January 31, 2015
- Displays the Adopted Budget, Current Actuals, and Projected Totals for each District fund
- Includes an analysis of standards for financial reporting set by the State
- Projects General Fund activity for the current and next two fiscal years
- Certifies one of three conditions: positive, negative or qualified

**SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 SECOND INTERIM REPORT
AS OF 1/31/15
GENERAL FUND (01)**

	ADOPTED BUDGET	ACTUALS AS OF 01/31/15	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	124,426,836	77,923,472	128,120,396	3,693,560
EXPENDITURES	131,195,893	59,849,240	136,068,532	(4,872,639)
EXCESS OR (DEFICIENCY)	(6,769,057)	18,074,232	(7,948,136)	(1,179,079)
BEGINNING BALANCE	27,277,415		27,277,415	0
PROJECTED ENDING BALANCE	20,508,358		19,329,279	(1,179,079)

**SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 SECOND INTERIM REPORT
AS OF 1/31/15
GENERAL FUND (01)**

<u>Nonspendable Amounts</u>		
	Stores, Revolving Cash, Prepaid	94,570
<u>Restricted</u>		
		1,841,849
<u>Committed Amounts</u>		
		-
<u>Assigned Amounts</u>		
	Reserve for 2015-16 Deficit Spending	2,348,255
	Reserve for 2016-17 Deficit Spending	2,278,079
<u>Unassigned/Unappropriated Amounts</u>		
	Reserve for Economic Uncertainties	4,082,056
	Unassigned	8,684,470
FUND BALANCE		19,329,279



SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 SECOND INTERIM REPORT
AS OF 1/31/15
ADULT EDUCATION (11)

	ADOPTED BUDGET	ACTUALS AS OF 01/31/15	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	261,979	111,466	542,814	280,835
EXPENDITURES	403,436	182,881	594,017	(190,581)
EXCESS OR (DEFICIENCY)	(141,457)	(71,415)	(51,203)	90,254
BEGINNING BALANCE	318,904		318,904	0
PROJECTED ENDING BALANCE	177,447		267,701	90,254

SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 SECOND INTERIM REPORT
AS OF 1/31/15
CHILD DEVELOPMENT FUND (12)

	ADOPTED BUDGET	ACTUALS AS OF 01/31/15	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	7,703,361	4,079,497	8,500,361	797,000
EXPENDITURES	7,703,361	3,498,751	8,500,361	(797,000)
EXCESS OR (DEFICIENCY)	0	580,746	0	0
BEGINNING BALANCE	28,244		28,244	0
PROJECTED ENDING BALANCE	28,244		28,244	0

**SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 SECOND INTERIM REPORT
AS OF 1/31/15
CAFETERIA FUND (13)**

	ADOPTED BUDGET	ACTUALS AS OF 01/31/15	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	3,113,000	1,255,748	3,208,000	95,000
EXPENDITURES	3,210,330	1,394,892	3,180,060	30,270
EXCESS OR (DEFICIENCY)	(97,330)	(139,144)	27,940	125,270
BEGINNING BALANCE	51,883		51,883	0
PROJECTED ENDING BALANCE	(45,447)		79,823	125,270

**SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 SECOND INTERIM REPORT
AS OF 1/31/15
DEFERRED MAINTENANCE (14)**

	ADOPTED BUDGET	ACTUALS AS OF 01/31/15	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	177,000	217	177,000	0
EXPENDITURES	250,000	34,704	250,000	0
EXCESS OR (DEFICIENCY)	(73,000)	(34,487)	(73,000)	0
BEGINNING BALANCE	131,941		131,941	0
PROJECTED ENDING BALANCE	58,941		58,941	0

SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 SECOND INTERIM REPORT
AS OF 1/31/15
BUILDING FUND (21)

	ADOPTED BUDGET	ACTUALS AS OF 01/31/15	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	270,000	30,150,756	30,430,000	30,160,000
EXPENDITURES	24,469,037	15,701,704	50,278,655	(25,809,618)
EXCESS OR (DEFICIENCY)	(24,199,037)	14,449,052	(19,848,655)	4,350,382
BEGINNING BALANCE	65,647,802		65,647,802	0
PROJECTED ENDING BALANCE	41,448,765		45,799,147	4,350,382

SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 SECOND INTERIM REPORT
AS OF 1/31/15
CAPITAL FACILITIES FUND - DEVELOPER FEES (25)

	ADOPTED BUDGET	ACTUALS AS OF 01/31/15	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	870,000	99,470	870,000	0
EXPENDITURES	1,300,000	2,137,059	9,698,262	(8,398,262)
EXCESS OR (DEFICIENCY)	(430,000)	(2,037,590)	(8,828,262)	(8,398,262)
BEGINNING BALANCE	8,861,921		8,861,921	0
PROJECTED ENDING BALANCE	8,431,921		33,659	(8,398,262)

SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 SECOND INTERIM REPORT
AS OF 1/31/15
SPECIAL RESERVE - CAPITAL OUTLAY (40)

	ADOPTED BUDGET	ACTUALS AS OF 01/31/15	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	2,268,574	1,054,727	2,268,574	0
EXPENDITURES	2,069,090	548,760	7,344,090	(5,275,000)
EXCESS OR (DEFICIENCY)	199,484	505,967	(5,075,516)	(5,275,000)
BEGINNING BALANCE	8,920,535		8,920,535	0
PROJECTED ENDING BALANCE	9,120,019		3,845,019	(5,275,000)

SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 SECOND INTERIM REPORT
AS OF 1/31/15
BOND INTEREST AND REDEMPTION (51)

	ADOPTED BUDGET	ACTUALS AS OF 01/31/15	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	32,233,156	0	32,233,156	0
EXPENDITURES	25,507,835	0	25,507,835	0
EXCESS OR (DEFICIENCY)	6,725,321	0	6,725,321	0
BEGINNING BALANCE	33,773,115		33,773,115	0
PROJECTED ENDING BALANCE	40,498,436		40,498,436	0

**SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 SECOND INTERIM REPORT
AS OF 1/31/15
SELF INSURANCE FUND - RETIREE HEALTH BENEFITS (67)**

	ADOPTED	ACTUALS	2014-15	
	BUDGET	AS OF	ESTIMATED	DIFFERENCE
		01/31/15	ACTUALS	
REVENUE	1,141,000	41,006	1,141,000	0
EXPENDITURES	1,134,000	644,285	1,134,000	0
EXCESS OR (DEFICIENCY)	7,000	(603,279)	7,000	0
BEGINNING BALANCE	(5,494,232)		(5,494,232)	0
PROJECTED ENDING BALANCE	(5,487,232)		(5,487,232)	0

Multi-year Projection reflects:

- The district's financial position over the current and next two fiscal years
- State revenue Cost of Living (COLA) increases of 1.58% (2015-16) and 2.17% (2016-17)
- LCFF Gap Funding increasing by 32.19% (2015-16) and 23.71% (2016-17)
- Student enrollment stable at 11,295 each year
- Local revenue from parcel taxes, Prop Y and the City of Santa Monica contribution are projected at \$27.1 million in 2014-15, growing by 2.2% over the next two years



Multi-year Projection continued:

- Does not include potential salary schedules changes; as a result of negotiations with SMMCTA or SEIU
- Employee health and welfare increases of 7.0%
- Step and Column increases of 1.50% each year
- Reserve for Economic Uncertainties remains at 3.0%
- A Reserve for LCFF Growth Increment has been established due to uncertainty of increases in LCFF gap funding in 2016-17



Positive Certification of 2nd Interim

- The District is submitting the 2nd Interim Report with a positive certification.
- The District will be able to meet its obligation in the current and next two fiscal years.

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

REVENUE	2014-15 2nd INTERIM BUDGET	2015-16 PROJECTED BUDGET	2016-17 PROJECTED BUDGET
Property Tax	63,901,199	63,901,199	63,901,199
Education Protection Account (EPA)	2,187,400	12,321,402	13,304,920
LCFF Transfer to Fund 11 & Fund 14	(437,628)	(250,000)	(250,000)
LCFF Transfer to County Specialized School	(84,000)	(84,000)	(84,000)
LCFF State Aid	10,042,313	4,960,925	7,137,819
Subtotal LCFF Funding	75,609,284	80,849,526	84,009,938
Other Federal	-	-	-
Lottery	1,449,000	1,449,000	1,449,000
Mandated Reimbursement Block Grant	1,128,916	2,350,283	405,563
Other State Revenue	10,000	10,000	10,000
Measure R	11,269,493	11,382,188	11,496,010
Prop. Y - City of SM	7,400,000	7,500,000	7,600,000
Joint Use Agreement - City of SM	8,448,303	8,617,269	8,789,614
All Other Local Income	3,436,628	3,340,000	3,340,000
Vision for Student Success (VSS)	3,203,730	4,000,000	4,000,000
Other Sources /Proceed from Capital Lease	137,119	-	-
Local General Fund Contribution	(21,172,610)	(21,172,610)	(21,172,610)
TOTAL REVENUE	90,919,863	98,325,656	99,927,515

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

EXPENDITURE	2014-15 2nd INTERIM BUDGET	2015-16 PROJECTED BUDGET	2016-17 PROJECTED BUDGET
Certificated Salary	47,147,825	47,855,042	48,572,868
Classified	16,310,179	16,554,832	16,803,154
Benefits	20,784,898	22,709,461	24,743,532
Supplies/Books	2,610,644	2,700,000	2,700,000
Other Operational Costs	8,717,669	8,300,000	8,300,000
Capital Outlay	201,619	50,000	50,000
State Special Schools	7,000	7,000	7,000
Debt Services	53,400	53,400	53,400
Indirect	(1,070,933)	(850,000)	(850,000)
Transfer Out to Fund 12	185,494	110,000	110,000
Transfer Out to Fund 13	260,000	260,000	260,000
LCAP increase above 2014-15		979,456	1,455,640
Mandated / Common Core Program		1,944,720	
TOTAL EXPENDITURE	95,207,795	100,673,911	102,205,594

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

	2014-15 2nd INTERIM BUDGET	2015-16 PROJECTED BUDGET	2016-17 PROJECTED BUDGET
Increase (Decrease) in Fund Balance	(4,287,932)	(2,348,255)	(2,278,079)
Beginning Fund Balance	21,775,362	17,487,430	15,139,175
Ending Fund Balance	17,487,430	15,139,175	12,861,096
Reserve - Revolving cash, Store	94,570	100,000	100,000
Reserve - 50% of Gap Funding 16-17			1,553,327
Reserve - Deficit Spending 15-16	2,348,255		-
Reserve - Deficit Spending 16-17	2,278,079	2,278,079	
3% Contingency Reserve	4,082,056	4,144,630	4,218,682
Unappropriated Balance	8,684,470	8,616,466	6,989,087

