



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2014-15 FIRST INTERIM REPORT

DECEMBER 11, 2014

AGENDA ITEM A.26

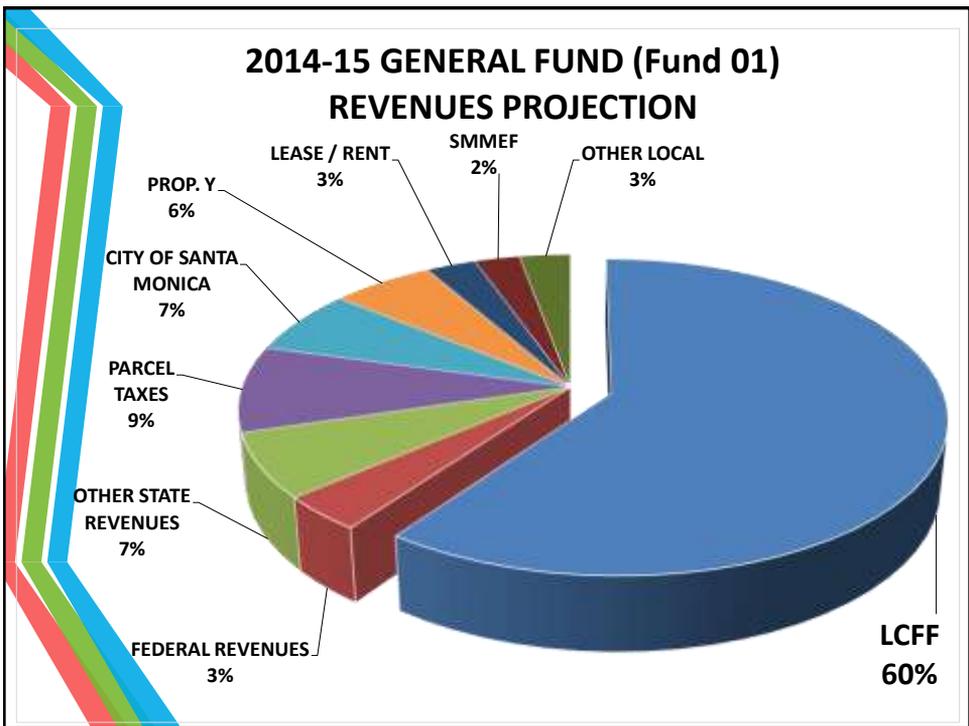
A decorative graphic on the left side of the slide, consisting of several parallel, overlapping lines in blue, green, and red, forming a stylized 'L' shape.

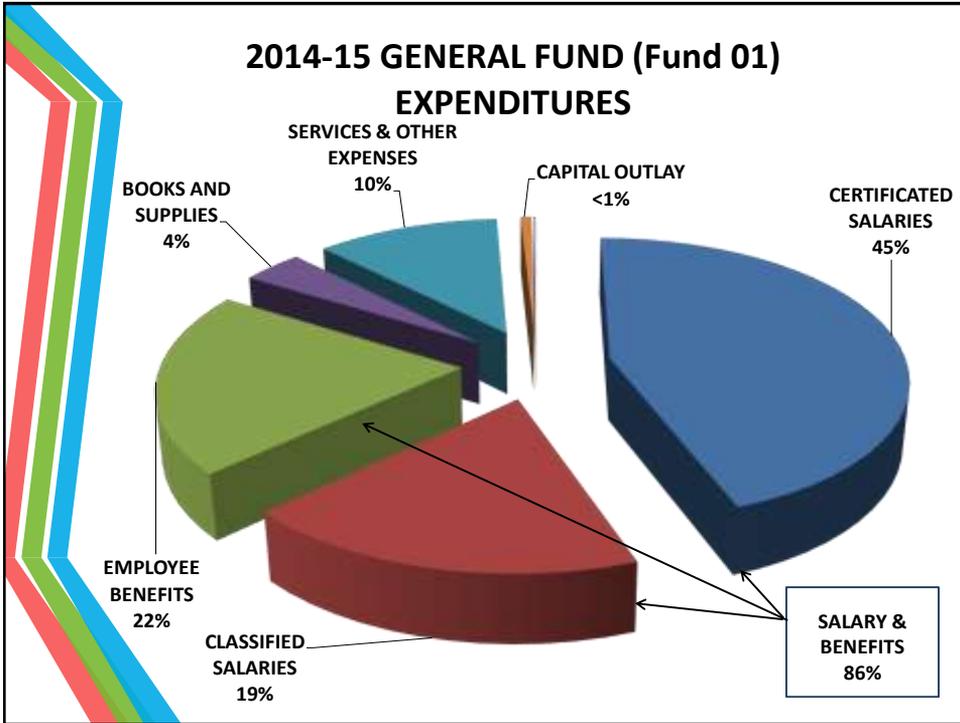
SMMUSD 1st Interim Report

- Shows the District's financial position as of October 31, 2014
- 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 FIRST INTERIM REPORT AS OF 10/31/14 GENERAL FUND (01)

	ADOPTED BUDGET	ACTUALS AS OF 10/31/14	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	124,426,836	19,523,646	126,141,029	1,714,193
EXPENDITURES	131,195,893	25,921,048	134,885,612	(3,689,719)
EXCESS OR (DEFICIENCY)	(6,769,057)	(6,397,401)	(8,744,583)	(1,975,526)
BEGINNING BALANCE	27,277,415		27,277,415	0
PROJECTED ENDING BALANCE	20,508,358		18,532,832	(1,975,526)





SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT 2014-15 FIRST INTERIM REPORT AS OF 10/31/14 GENERAL FUND (01)

<u>Nonspendable Amounts</u>		
	Stores, Revolving Cash, Prepaid	94,570
<u>Restricted</u>		
		1,712,549
<u>Assigned Amounts</u>		
	Reserve for 2015-16 Deficit Spending	3,693,956
	Reserve for 2016-17 Deficit Spending	3,065,817
<u>Unassigned/Unappropriated Amounts</u>		
	Reserve for Economic Uncertainties	4,046,569
	Unassigned	5,919,371
FUND BALANCE		18,532,832

**SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 FIRST INTERIM REPORT
AS OF 10/31/14
ADULT EDUCATION (11)**

	ADOPTED BUDGET	ACTUALS AS OF 10/31/14	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	261,979	98,628	542,814	280,835
EXPENDITURES	403,436	87,691	594,017	(190,581)
EXCESS OR (DEFICIENCY)	(141,457)	10,937	(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 FIRST INTERIM REPORT
AS OF 10/31/14
CHILD DEVELOPMENT FUND (12)**

	ADOPTED BUDGET	ACTUALS AS OF 10/31/14	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	7,703,361	2,336,592	7,475,285	(228,076)
EXPENDITURES	7,703,361	1,488,253	7,475,285	228,076
EXCESS OR (DEFICIENCY)	0	848,339	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 FIRST INTERIM REPORT
AS OF 10/31/14
CAFETERIA FUND (13)**

	ADOPTED BUDGET	ACTUALS AS OF 10/31/14	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	3,113,000	474,853	3,208,000	95,000
EXPENDITURES	3,210,330	521,335	3,220,683	(10,353)
EXCESS OR (DEFICIENCY)	(97,330)	(46,483)	(12,683)	84,647
BEGINNING BALANCE	51,883		51,883	0
PROJECTED ENDING BALANCE	(45,447)		39,200	84,647

**SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 FIRST INTERIM REPORT
AS OF 10/31/14
DEFERRED MAINTENANCE (14)**

	ADOPTED BUDGET	ACTUALS AS OF 10/31/14	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	177,000	0	177,000	0
EXPENDITURES	250,000	34,704	250,000	0
EXCESS OR (DEFICIENCY)	(73,000)	(34,704)	(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 FIRST INTERIM REPORT
AS OF 10/31/14
BUILDING FUND (21)**

	ADOPTED BUDGET	ACTUALS AS OF 10/31/14	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	270,000	29,782,838	30,430,000	30,160,000
EXPENDITURES	24,469,037	5,473,334	46,450,855	(21,981,818)
EXCESS OR (DEFICIENCY)	(24,199,037)	24,309,504	(16,020,855)	8,178,182
BEGINNING BALANCE	65,647,802		65,647,802	0
PROJECTED ENDING BALANCE	41,448,765		49,626,947	8,178,182

**SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 FIRST INTERIM REPORT
AS OF 10/31/14
CAPITAL FACILITIES FUND - DEVELOPER FEES (25)**

	ADOPTED BUDGET	ACTUALS AS OF 10/31/14	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	870,000	60,493	870,000	0
EXPENDITURES	1,300,000	1,179,713	3,000,000	(1,700,000)
EXCESS OR (DEFICIENCY)	(430,000)	(1,119,219)	(2,130,000)	(1,700,000)
BEGINNING BALANCE	8,861,921		8,861,921	0
PROJECTED ENDING BALANCE	8,431,921		6,731,921	(1,700,000)

**SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 FIRST INTERIM REPORT
AS OF 10/31/14
SPECIAL RESERVE - CAPITAL OUTLAY (40)**

	ADOPTED BUDGET	ACTUALS AS OF 10/31/14	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	2,268,574	(12)	2,268,574	0
EXPENDITURES	2,069,090	386,702	2,159,090	(90,000)
EXCESS OR (DEFICIENCY)	199,484	(386,714)	109,484	(90,000)
BEGINNING BALANCE	8,920,535		8,920,535	0
PROJECTED ENDING BALANCE	9,120,019		9,030,019	(90,000)

**SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT
2014-15 FIRST INTERIM REPORT
AS OF 10/31/14
BOND INTEREST AND REDEMPTION (51)**

	ADOPTED BUDGET	ACTUALS AS OF 10/31/14	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 FIRST INTERIM REPORT
AS OF 10/31/14
SELF INSURANCE FUND - RETIREE HEALTH
BENEFITS (67)**

	ADOPTED BUDGET	ACTUALS AS OF 10/31/14	2014-15 ESTIMATED ACTUALS	DIFFERENCE
REVENUE	1,141,000	35,323	1,141,000	0
EXPENDITURES	1,134,000	387,584	1,134,000	0
EXCESS OR (DEFICIENCY)	7,000	(352,262)	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 2.19% (2015-16) and 2.14% (2016-17)
- LCFF Gap Funding increasing by 20.68% (2015-16) and 25.48% (2016-17)
- Student enrollment stable at 11,257 each year
- Local revenue from parcel taxes, Prop Y and the City of Santa Monica contribution are projected at \$27.0 million in 2014-15, growing at a rate of 2.5% 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

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

	2014-15 1ST 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)	(512,628)	(512,628)
LCFF Transfer to Charter School & County Specialized secondary school	(84,000)	(84,000)	(84,000)
LCFF State Aid	10,098,484	3,154,950	5,961,224
Subtotal LCFF Funding	75,665,455	78,780,923	82,570,715
Other Federal	100,000	100,000	100,000
Lottery	1,449,000	1,449,000	1,449,000
Mandated Reimbursement Block Grant	405,563	405,563	405,563
Other State Revenue	-	-	-
Measure R – Parcel Tax	11,269,493	11,382,188	11,496,010
Prop. Y / City of SM	7,300,000	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	3,174,274	3,170,000	3,170,000
Vision for Student Success (VSS)	3,203,730	4,000,000	4,000,000
Local General Fund Contribution	(20,709,889)	(20,709,889)	(20,709,889)
TOTAL REVENUE	90,305,929	94,695,054	98,871,013

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

Certificated Salaries	46,984,776	47,689,548	48,404,891
Classified Salaries	16,294,645	16,539,065	16,787,151
Employee Benefits	21,109,182	22,921,073	25,083,520
Supplies/Books	2,757,004	3,000,000	2,800,000
Other Operational Costs	8,581,913	8,000,000	8,000,000
Capital Outlay	64,500	50,000	50,000
State Special Schools	7,000	7,000	7,000
Debt Service	53,400	53,400	53,400
Indirect	(1,036,906)	(850,000)	(850,000)
Transfer Out to Child Develop. Fund	185,494	110,000	110,000
Transfer Out to Cafeteria Fund	260,000	260,000	260,000
LCAP increased expenses beyond 2014-15		608,924	1,230,868
TOTAL EXPENDITURE	95,261,008	98,389,010	101,936,830

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

Increase (Decrease) Fund Balance	(4,955,079)	(3,693,956)	(3,065,817)
Beginning Fund Balance	21,775,362	16,820,283	13,126,327
Ending Fund Balance	16,820,283	13,126,327	10,060,510
Revolving Cash, Inventory	94,570	100,000	100,000
Reserve - 50% of New Gap Funding 15-16		1,775,522	1,775,522
Reserve - 50% of New Gap Funding 16-17			2,015,865
Reserve - Deficit Spending 15-16	3,693,956		-
Reserve - Deficit Spending 16-17	3,065,817	3,065,817	
3% Reserve for Economic Uncertainties	4,046,569	4,050,113	4,178,979
Unappropriated Balance	5,919,371	4,134,875	1,990,144



Positive Certification of 1st Interim

- The District is submitting the 1st Interim Report with a positive certification.
- The District will be able to meet its obligation in the current and next two fiscal years.

