

	<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>
<b>DESCRIPTION</b>		<b>2020-21 Cumulative Impact</b>	<b>2021-22 Cumulative Impact</b>	<b>2022-23 Cumulative Impact</b>	<b>2023-24 Cumulative Impact</b>
<b>1 REVENUE INCREASES</b>		<b>(93,173)</b>	<b>(186,346)</b>	<b>(279,519)</b>	<b>-</b>
<b>2</b> Adjust City of Malibu joint use permit to the direct rate (same as Santa Monica City) from \$116,445 to \$340,000 annually - Projected Use is at \$246,827 which is a \$93,173 decrease to revenue.		(93,173)	(186,346)	(279,519)	-
<b>3 ACADEMICS/SCHOOL SITES</b>		<b>1,671,319</b>	<b>6,775,697</b>	<b>11,880,076</b>	<b>23,760,151</b>
<b>4 Reductions</b>		<b>1,671,319</b>	<b>6,775,697</b>	<b>11,880,076</b>	<b>23,760,151</b>
<b>5</b> Reduce 1.9 FTE of T-K 7 Elementary/Middle School Teaching Services (Multiple Subject)		240,569	481,137	721,706	1,443,411
<b>6</b> Reduce 4.0 FTE of Secondary English Language Arts Teaching Services		506,460	1,012,920	1,519,380	3,038,760
<b>7</b> Reduce 2.0 FTE of Secondary Math Teaching Services		253,230	506,460	759,690	1,519,380
<b>8</b> Reduce 2.0 FTE of Middle School & Secondary Science Teaching Services		253,230	506,460	759,690	1,519,380
<b>9</b> Reduce 0.4 FTE of Secondary Elective Teaching Services		50,646	101,292	151,938	303,876
<b>10</b> Reduce 0.4 FTE of Secondary Foreign Language Teaching Services (Spanish)		50,646	101,292	151,938	303,876
<b>11</b> Reduce 0.2 FTE of Secondary Physical Education Teaching Services		25,323	50,646	75,969	151,938
<b>12</b> Reduce 0.8 FTE of Visual Performing Arts Teaching Services		101,292	202,584	303,876	607,752
<b>13</b> Reduce 1.0 FTE of Secondary Counseling Services		126,615	253,230	379,845	759,690
<b>14</b> Reduce 0.5 FTE of Reading Teacher Services		63,308	126,616	189,924	379,848
<b>15</b> Reduce 23.4 FTE of Classroom Teachers from General Fund to Covid-19 Funds - Attrition expected in 2022-23		-	3,433,060	6,866,120	13,732,240
<b>16 BUSINESS SERVICES</b>		<b>796,335</b>	<b>1,255,146</b>	<b>2,373,256</b>	<b>3,344,186</b>
<b>17 Reductions</b>		<b>80,720</b>	<b>161,440</b>	<b>659,107</b>	<b>1,156,774</b>
<b>18</b> Reduce 1.0 FTE M&O Management		-	-	148,337	296,674
<b>19</b> Reduce 3.0 FTE Lead Custodians		-	-	268,610	537,220
<b>20</b> Reduce 1.0 FTE Print Shop Operator		80,720	161,440	242,160	322,880
<b>21 Hiring Freeze</b>		<b>242,352</b>	<b>147,180</b>	<b>294,360</b>	<b>294,360</b>
<b>22</b> Freeze 1.0 FTE Assistant Director of Fiscal Services		168,762	-	-	-
<b>23</b> Freeze 1.0 FTE Fiscal Services Supervisor of Payroll		73,590	147,180	294,360	294,360
<b>24 Conference &amp; Travel - Fiscal Services, Superintendent's Office, Board of Education</b>		<b>257,070</b>	<b>514,140</b>	<b>771,210</b>	<b>1,028,280</b>
<b>25 Contracted Services - Business Services</b>		<b>201,193</b>	<b>402,386</b>	<b>603,579</b>	<b>804,772</b>
<b>26 District Vehicles - Restrict use by eliminating taking vehicles home</b>		<b>15,000</b>	<b>30,000</b>	<b>45,000</b>	<b>60,000</b>
<b>27 SUPERINTENDENT'S OFFICE</b>		<b>-</b>	<b>107,869</b>	<b>300,647</b>	<b>493,425</b>
<b>28 Reductions</b>		<b>-</b>	<b>107,869</b>	<b>300,647</b>	<b>493,425</b>
<b>29</b> Reduce 1.0 FTE Senior Office Specialist		-	107,869	215,738	323,607
<b>30</b> Reduce 1.0 FTE Administrative Assistant, Malibu Pathway		-	-	84,909	169,818
<b>31 HUMAN RESOURCES</b>		<b>176,397</b>	<b>352,794</b>	<b>6,900</b>	<b>-</b>
<b>32 Hiring Freeze</b>		<b>174,097</b>	<b>348,194</b>	<b>-</b>	<b>-</b>
<b>33</b> Freeze 1.0 FTE Director of Human Resources		174,097	348,194	-	-
<b>34 Contracted Services - Human Resources</b>		<b>2,300</b>	<b>4,600</b>	<b>6,900</b>	<b>-</b>
<b>35 EDUCATION SERVICES</b>		<b>5,521,855</b>	<b>11,043,709</b>	<b>16,026,282</b>	<b>22,730,716</b>
<b>36 Reductions</b>		<b>1,178,587</b>	<b>2,357,174</b>	<b>3,535,761</b>	<b>4,714,348</b>
<b>37</b> Special Education		<b>1,114,768</b>	<b>2,229,536</b>	<b>3,344,304</b>	<b>4,459,072</b>
<b>38</b> Reduce 1.6 FTE Psychologists		176,517	353,034	529,551	706,068
<b>39</b> Reduce 3.6 FTE Special Ed classroom Teacher		316,894	633,788	950,682	1,267,576
<b>40</b> Reduce 2.0 FTE SLPAs		169,998	339,996	509,994	679,992
<b>41</b> Reduce 1.0 Sr office Specialist		75,524	151,048	226,572	302,096
<b>42</b> Reduce 8 Paraeducators		317,168	634,336	951,504	1,268,672
<b>43</b> Reduce Psych Interns by 40%		58,667	117,334	176,001	234,668
<b>44</b> General Education		<b>63,819</b>	<b>127,638</b>	<b>191,457</b>	<b>255,276</b>
<b>45</b> Reduce 0.6 FTE Instructional Coach		63,819	127,638	191,457	255,276
<b>46 Hiring Freeze</b>		<b>179,761</b>	<b>359,521</b>	<b>-</b>	<b>-</b>
<b>47</b> Freeze 1.0 FTE Director of Curriculum & Instruction		179,761	359,521	-	-
<b>48 Contracted Services - Education Services</b>		<b>681,170</b>	<b>1,362,340</b>	<b>2,043,510</b>	<b>4,087,020</b>
<b>49 Postpone</b>		<b>3,482,337</b>	<b>6,964,674</b>	<b>10,447,011</b>	<b>13,929,348</b>
<b>50</b> GSH Technology Refresh		1,000,000	2,000,000	3,000,000	4,000,000
<b>51</b> Textbook Adoptions		1,500,000	3,000,000	4,500,000	6,000,000
<b>52</b> Specifically Identified Professional Development		982,337	1,964,674	2,947,011	3,929,348
<b>52 TOTAL REDUCTIONS AS OF 2021-22 SECOND INTERIM BUDGET 3/3/2022</b>		<b>8,072,732</b>	<b>19,348,869</b>	<b>30,307,642</b>	<b>50,328,478</b>
<b>53</b> Total Reductions as of 2021-22 First Interim Budget 12/9/2021		(8,072,732)	(19,348,869)	(30,307,642)	(50,328,478)
<b>54 Change Between Two Periods</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

MEETING FORMAT "HYBRID"

December 12, 2019 6:00 PM

District Administrative Offices: 1651 16th Street, Santa Monica, CA

The Board of Education will call the meeting to order at 4:30 p.m. in the Board Conference Room at the District Offices, at which time the Board of Education will move to Closed Session regarding the items listed under Closed Session. The public meeting will reconvene at 6 p.m. in the Board Room.

Agenda Item: **.XI.I. Adopt Resolution No. 19-13 - Identify the Amount of Budget Reductions Needed in 2020-21 and 2021-22 and to Require that a List of Budget Reductions for 2020-21 and 2021-22 be Included in the 2019-20 Second Interim Report (5 min)**

Recommended Motion: It is recommended that the Board of Education adopt Resolution No. 19-13 - Identify the Amount of Budget Reductions Needed in 2020-21 and 2021-22 and to Require that a List of Budget Reductions for 2020-21 and 2021-22 be Included in the 2019-20 Second Interim Report.

Rationale: In a letter dated September 13, 2019, from Los Angeles County Office of Education (LACOE), our District is being required to reduce spending to retain fiscal solvency. Based on current projections, our District will need to reduce spending by a minimum of \$3 million in 2020-2021 and \$6 million in 2021-22 to meet its financial obligations, while also maintaining a minimum 3% reserve for economic uncertainties for the current fiscal year and the subsequent fiscal years.

Comments: Staff anticipates that this item will require a total of five minutes, as many of the budgetary questions will be discussed during the approval of the First Interim Report.

The attached resolution was updated on 12/10/19 at 4:40 p.m.

Attachments:

Resolution: Budget Reductions

**SANTA MONICA MALIBU UNIFIED SCHOOL DISTRICT  
BOARD OF EDUCATION**

**RESOLUTION TO IDENTIFY THE AMOUNT OF BUDGET REDUCTIONS NEEDED IN  
2020-21 AND 2021-22 AND TO REQUIRE THAT A LIST OF BUDGET REDUCTIONS FOR  
2020-21 AND 2021-22 BE INCLUDED IN THE 2019-20 SECOND INTERIM REPORT**

**WHEREAS**, the Board of Education has a fiduciary duty to meet its financial obligations in the current fiscal year and two subsequent fiscal years pursuant to Education Code 42127; and

**WHEREAS**, current budget projections for 2020-21 show the District having a structural deficit of \$9 million; and

**WHEREAS**, in the absence of substantial budget reductions, current budget projections show that the District's ending fund balance of \$13.6 million in 2019-20 will decline to an ending fund balance of \$5.7 million by 2021-22, which leaves the District's reserve \$618,646 above the State required 3% Reserves for Uncertainties; and

**WHEREAS**, for 2020-21 through 2022-23 it is projected that the district will need to implement budget reductions or revenue enhancements that result in a cumulative amount of approximately \$9 million; and

**WHEREAS**, the Superintendent is creating a Budget Advisory Committee composed of district and community stakeholders to advise with respect to these necessary budget reductions/revenue enhancements and any other available options; and

**WHEREAS**, given the relative unpredictability of district revenues as SMMUSD becomes a "community-funded" district, these projections will need to be regularly re-visited; and

**WHEREAS**, the Board of Education will continue to sustain a high quality education program for our students despite the need for budget reductions necessary to maintain the fiscal stability of the district, and

**NOW, THEREFORE, BE IT RESOLVED**, if the fiscal condition of the District remains as currently projected, the district will implement necessary budget reductions and/or revenue enhancements in 2020-21 through 2022-23 that achieve full or substantial alleviation of the district's structural deficit; and

**BE IT FURTHER RESOLVED**, that the district will submit a detailed plan of proposed budget reductions and/or revenue enhancements for 2020-21, 2021-22, and 2022-23 and a timeline for implementation with the 2019-20 Second Interim Report and an update at Third Interim Report. This resolution supplements the District's 2019-20 First Interim Budget Report.

**PASSED AND ADOPTED** by the Santa Monica-Malibu Unified School District Board of Education on December 12, 2019, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

\_\_\_\_\_  
Mr. Jon Kean

Board of Education President

\_\_\_\_\_  
Date

\_\_\_\_\_  
Dr. Ben Drati

Superintendent

\_\_\_\_\_  
Date

I, Dr. Ben Drati, Clerk/Secretary of the Governing Board, do hereby certify that the foregoing is a full, true and correct copy of a resolution duly passed and adopted by said Board at a regularly called and conducted meeting held on said date.

\_\_\_\_\_  
Clerk/Secretary of the Governing  
Board