

## **Highlights from the 2022-23 Unaudited Actuals**

### **General Fund Ending Balance 2022-23**

*Unrestricted Funds*– The Unrestricted General Fund ending balance (inclusive of a Board-approved 3% Reserve for Economic Uncertainties, revolving cash, pre-paid expenditures, reserves for future deficit spending, reserve for up to 2 months of general fund expenditures, etc.) is currently reported to be \$34,881,853 as summarized in *Attachment 1*. A surplus of \$7,230,758 was added to the Estimated Actuals deficit therefore reducing the Unaudited Actuals deficit to -\$11,894,737 from -\$19,125,495.

The components of the \$34,881,853 Ending Balance include the following:

- Revolving Cash: \$20,015
- Reserve for 3% Economic Uncertainties: \$6,482,999

Assignments of \$28,378,839 Fund Balance which is less Revolving and 3%:

- Reserve for Deficit Spending in 2023-24 of \$5,731,084
- Reserve for Deficit Spending in 2024-25 of \$1,105,594
- Reserve for Deficit Spending in 2025-26 of \$4,514,373
- Reserve for Up to 2 (two) Months of Operating Expenses of \$17,027,789
  - A full two-month reserve would be equal to \$26,800,000.

The Local General Fund Contributions (LGFC) and Interfund Transfers are summarized in *Attachment 2*. A new Interfund Transfer was added to the budget for the Facility Use Department (FUD) in order to keep the department solvent in its restricted general fund capacity for the amount of \$438,501. This transfer was not accounted for in the Estimated Actuals as it was not needed at that time. The transfer was added in the Unaudited Actuals as the final shifting of funds was posted for year-end closing activities.

There were no substantial Budget Revisions after the 2023-24 Budget Adoption that required a net change to the Budget after Adoption. Any adjustments to the Adopted Budget will be reflected in the 2023-24 First Interim Budget Report.

The *Unrestricted General Fund* balance is \$7,230,758 higher than expected from the Estimated Actuals that were prepared with the 2023-24 Budget Adoption in June 2023. This fund balance increase can largely be explained by the following:

- Increased LCFF Funds (RDA & Property Taxes): \$1,231,374
- Decreased In-Lieu Property Tax Transfer to Charters: \$142,714 (increase to revenue)
- Decreased Education Protection Account (EPA): -\$108,256
- Increased Reimbursement Medi-Cal Administrative Activities (MAA): \$63,483
- Increased Lottery (Unrestricted): \$231,730
- Decreased Mandated Reimbursement Grant: -\$25,436

- Increased Other State Revenue: \$358,803 (which \$353,913 is the Home to School Transportation Reimbursement Grant and the remaining \$4,890 for testing reimbursements such as STAR, CELDT, and CAHSEE)
- Increased Measure GSH & Y: \$356,185
- Increased Measure R: \$434,981
- Decrease Malibu Joint Use: -\$44,152
- Decrease in Malibu Fundraising Entity: -\$66,889
- Decreased Interest Earned and Other Local Income: -\$384,769
- Increased Local General Fund Contribution to Routine Restricted Maintenance Account (RRMA): -\$156,245 (decrease to revenue)
- Decreased Local General Fund Contribution to Special Education: \$655,688 (increase to revenue)
- Increased Interfund Transfer to Facility Use Department (FUD): -\$438,501 (decrease to revenue)
- Decreased Interfund Transfer to Cafeteria Fund (Food & Nutrition Services): \$900,000 (increase to revenue)
- Unspent Site SMEF Stretch Grant Funds: \$14,699
- Unspent Other Operating Costs: \$3,112,945
- Unspent Supplies/Textbooks: \$1,010,313 (due to funds being spend from the restricted general fund from Arts, Music, Instructional Materials Block Grant)
- Unspent Capital Outlay for Replacement Buses and Trucks: \$688,820
- Unspent Salaries and Benefits due to Restricted General Fund Covid-19 Funds being used: \$3,156,084
- Increase cost to health and welfare benefits for liability payments: \$5,032,571
- Increased revenue from Cash in County Treasury Fair Market Value Adjustment: \$615,358
- Increased costs in Other Financing Sources and Uses for GASB 87 in Leases/Rentals: \$676,020

Details of unspent funds per location outlined in *Attachment 3*.

*Restricted Funds* –The Restricted General Fund accounts for the remaining categorical funds, local resources, and the large majority of the Covid-19 funds. The ending balance for that portion of the General Fund was larger due to the additional Covid-19 funds. This is a result of unspent categorical, local carryovers as well as the majority of assigned and committed Covid-19 funds.

Details of restricted categorical per location outlined in *Attachment 4*.

Details of the Multi-Year Projection (MYP) is outlined in *Attachment 5*.

Details of the District's Reserve History is outlined in *Attachment 6*.