



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2023-24 Preliminary Budget General Fund

Melody Canady
Assistant Superintendent,
Business & Fiscal Services

June 1, 2023 Board Meeting
Agenda Item II.J.2



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.



We will discuss:

- Budget Process
- LCFF Budget Assumptions
- LCFF Calculation
- Multiyear Assumptions & Projections
- Ending Fund Balance & Reserve
- Cash Flow & Interfund Borrowing
- Next steps
- Appendix: Covid-19 Funding Summary



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Budget Process



Process

- Governor's proposed Budget – January
- Enrollment projections – February
- Discussions at Board and Cabinet levels regarding budget changes – January & February
- Site/Department and Staffing Meetings – February & March
- Current year projections and data entry – April & May
- Preliminary budget projections – May & early June
- Budget Adoption – end of June



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Budget Assumptions



LCFF Budget Assumptions

- SMMUSD Enrollment – 8,394 (declining)
- Average Daily Attendance – 7,974.30 (95%)
- Unduplicated Count (ELL, F/R, Foster) – 2,577 (27.71%)
- Cost of Living Adjustment (COLA) – 8.22%
- Total LCFF funding – \$120,002,215
- Included in the LCFF dollars is the LCAP Supplemental funding of \$5,491,921



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Local Control Funding Formula

| 2023-24 LOCAL CONTROL FUNDING FORMULA (LCFF) CALCULATION | | | | | 6/1/2023 |
|---|------------|------------|------------|------------|---------------------|
| BASE GRANT: | | | | | |
| | TK-3 | 4-6 | 7-8 | 9-12 | TOTAL |
| | 2,433.49 | 2,007.63 | 1,438.99 | 3,026.07 | 8,906.18 |
| 2022-23 BASE | 9,166 | 9,304 | 9,580 | 11,102 | |
| 2023-24 8.22% COLA | 753 | 765 | 787 | 913 | |
| 2023-24 BASE | 9,919 | 10,069 | 10,367 | 12,015 | |
| | 24,138,904 | 20,214,369 | 14,918,729 | 36,356,973 | 95,628,975 |
| AUGMENTATION GRANTS: | | | | | |
| CLASS SIZE REDUCTION (CSR) AUGMENTATION: BASE GRANT X 10.4% | | | | | 2,510,446 |
| CAREER TECHNICAL EDUCATION (CTE) AUGMENTATION 9-12 BASE GRANT X 2.6% | | | | | 945,281 |
| SUPPLEMENTAL AND CONCENTRATION GRANTS: | | | | | |
| TOTAL ENROLLMENT (3-YEAR AVERAGE) | | | | | 9,300 |
| TOTAL UNDUPLICATED PUPIL COUNT (3-YEAR AVERAGE) | | | | | 2,577 |
| | | | | | 27.71% |
| SUPPLEMENT ADD-ON 20% OF BASE GRANT X % OF ELIGIBLE ENROLLMENT | | | | | 5,491,921 |
| TRANSPORTATION, TIIG GRANT, & ADD-ON: | | | | | |
| 2012-13 TRANSPORTATION | | | | | 887,699 |
| 2012-13 TARGETED INSTRUCTIONAL IMPROVEMENT BLOCK GRANT | | | | | 429,757 |
| TRANSITIONAL KINDERGARTEN ADD-ON | | | | | 417,424 |
| TOTAL 2023-24 LCFF ENTITLEMENT | | | | | 106,311,503 |
| MINIMUM STATE AID / 2012-13 CATEGORICAL PROGRAMS | | | | | 8,585,843 |
| TOTAL FUNDING LESS: 2012-13 MINIMUM/CATEGORICAL | | | | | 97,725,660 |
| LOCAL REVENUE / PROPERTY TAXES | | | | | 109,703,372 |
| Amount of Property Tax Over LCFF Funding (Basic Aid when negative) | | | | | (11,977,712) |



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Recommended MYP Budget Adjustments



2023-24 Recommended MYP Budget Adjustments

REVENUE

- RDA will remain at \$18 million annually until the District Financial Oversight Committee conducts further analysis of RDA funds for recommendation.
- All other property tax categories are estimated at a 5% increase in their own separate categories as recommended for Basic Aid Districts instead of one lump sum percentage increase like State Aid Districts.
- Measure Y & GSH is projection mirrors the City financial estimates and will be updated per the recommendation of the District Financial Oversight Committee.

EXPENSE:

- Realized savings of 14.80 FTEs for enrollment driven FTE adjustments due to attrition in Classroom Teaching positions
- Includes 2 FTEs for Director of Human Resources and Director of Curriculum & Instruction



2023-24 Recommended MYP Budget Adjustments (cont.)

LOCAL GENERAL FUND CONTRIBUTION/INTERFUND TRANSFERS:

- Increase in Special Education Local General Fund Contribution by \$3 million from 2022-22 to 2023-24 for a total of \$28.3 million
- Still required to have 3% match in Local General Fund Contribution for Routine Restricted Maintenance Account – 2023-24 is \$9 million
- Interfund Transfers of \$3.5 million
 - 1 Million – Child Development (year 5 of 5)
 - 100 Thousand – Child Development from LCAP Supplemental Grant
 - 900 Thousand – Food Services
 - 1.5 Million – Deferred Maintenance



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Multi-Year Projections

| Factor | 2023-24 | 2024-25 | 2025-26 |
|---|---------------------|---------------------|---------------------|
| Statutory COLA | 8.22% | 3.94% | 3.29% |
| LCFF FUNDING BASE | | | |
| K-3 + 10.4% Class Size Reduction (CSR) | \$ 10,951 | \$ 11,382 | \$ 11,757 |
| 4-6 | \$ 10,069 | \$ 10,465 | \$ 10,810 |
| 7-8 | \$ 10,367 | \$ 10,776 | \$ 11,130 |
| 9-12 + 2.6% Career Technical Education (CTE) | \$ 12,327 | \$ 12,813 | \$ 13,235 |
| % of Local Property Taxes Increase | 5% | 5% | 3% |
| % of GAP Funding | 100.00% | 100.00% | 100.00% |
| MINIMUM STATE AID | \$ 8,585,843 | \$ 8,585,843 | \$ 8,585,843 |
| Enrollment Projection | 8,394 | 8,071 | 7,761 |
| P2 ADA Projection | 7,974 | 7,668 | 7,373 |
| Funding ADA | 8,478 | 8,152 | 7,838 |
| Lottery - Unrestricted /ADA | \$ 170.00 | \$ 170.00 | \$ 170.00 |
| Lottery - Restricted /ADA | \$ 67.00 | \$ 67.00 | \$ 67.00 |
| Mandated Block Grant : K-8 /ADA | \$ 37.81 | \$ 39.30 | \$ 40.59 |
| Mandated Block Grant : 9-12 /ADA | \$ 72.84 | \$ 75.71 | \$ 78.20 |
| City of Santa Monica - Joint Use Agreement | \$ 10,762,941 | \$ 10,978,200 | \$ 11,197,764 |
| City of Malibu - Joint Use Agreement | \$ 246,827 | \$ 246,827 | \$ 246,827 |
| Measure R / Parcel Tax | \$ 14,019,823 | \$ 14,160,021 | \$ 14,301,621 |
| City of Santa Monica - Measure Y & GSH / Sales Tax | \$ 17,200,000 | \$ 17,598,654 | \$ 17,598,654 |
| City of Santa Monica - Measure GS / Property Transfer Tax | \$ - | \$ - | \$ - |
| Santa Monica Education Foundation | \$ 1,800,000 | \$ 1,800,000 | \$ 1,800,000 |
| Malibu Fundraising Entity (yet to be named) | \$ 343,716 | \$ 343,716 | \$ 343,716 |
| Salary Increase | 0% | 0% | 0% |
| Step & Column Incr. | 1.50% | 1.50% | 1.50% |
| STRS Rate | 19.10% | 19.10% | 19.10% |
| PERS Rate | 26.68% | 27.70% | 28.30% |
| Health/Welfare - Annualized | 5% | 5% | 5% |
| Workers' Compensation | 3.92% | 3.92% | 3.92% |
| Other Postemployment Benefits | 1.25% | 1.25% | 1.25% |
| Indirect Cost Rate | 10.35% | 10.35% | 10.35% |
| Quarterly Interest Rate Distribution | 3.37% | 3.37% | 3.37% |
| Ongoing Maintenance | 3% | 3% | 3% |
| Reserve for Uncertainties | 3% | 3% | 3% |

Assumptions

MULTI-YEAR PROJECTIONS

UNRESTRICTED GENERAL FUND

| | A | B | C | D | E | F | G | H |
|--|---|--------------------|--------------------|--------------------|-----------------------------|------------------------|-----------------------|---------------------|
| | | 2022-23 | 2022-23 | 2022-23 | 2022-23 | 2022-23 | 2023-24 | 2024-25 |
| Description | | ADOPTED BUDGET | FIRST INTERIM | SECOND INTERIM | THIRD BUDGET REVISION | SECOND vs. THIRD | PRELIMINARY BUDGET | PROJECTED BUDGET |
| Revenue: | | | | | | | | |
| 1 Property Tax | | 102,336,545 | 106,336,545 | 106,336,545 | 107,336,545 | 1,000,000 | 109,703,372 | 114,288,541 |
| 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 Subtotal LCFF Funding | | 112,635,388 | 116,635,388 | 116,635,388 | 117,635,388 | 1,000,000 | 120,002,215 | 124,587,385 |

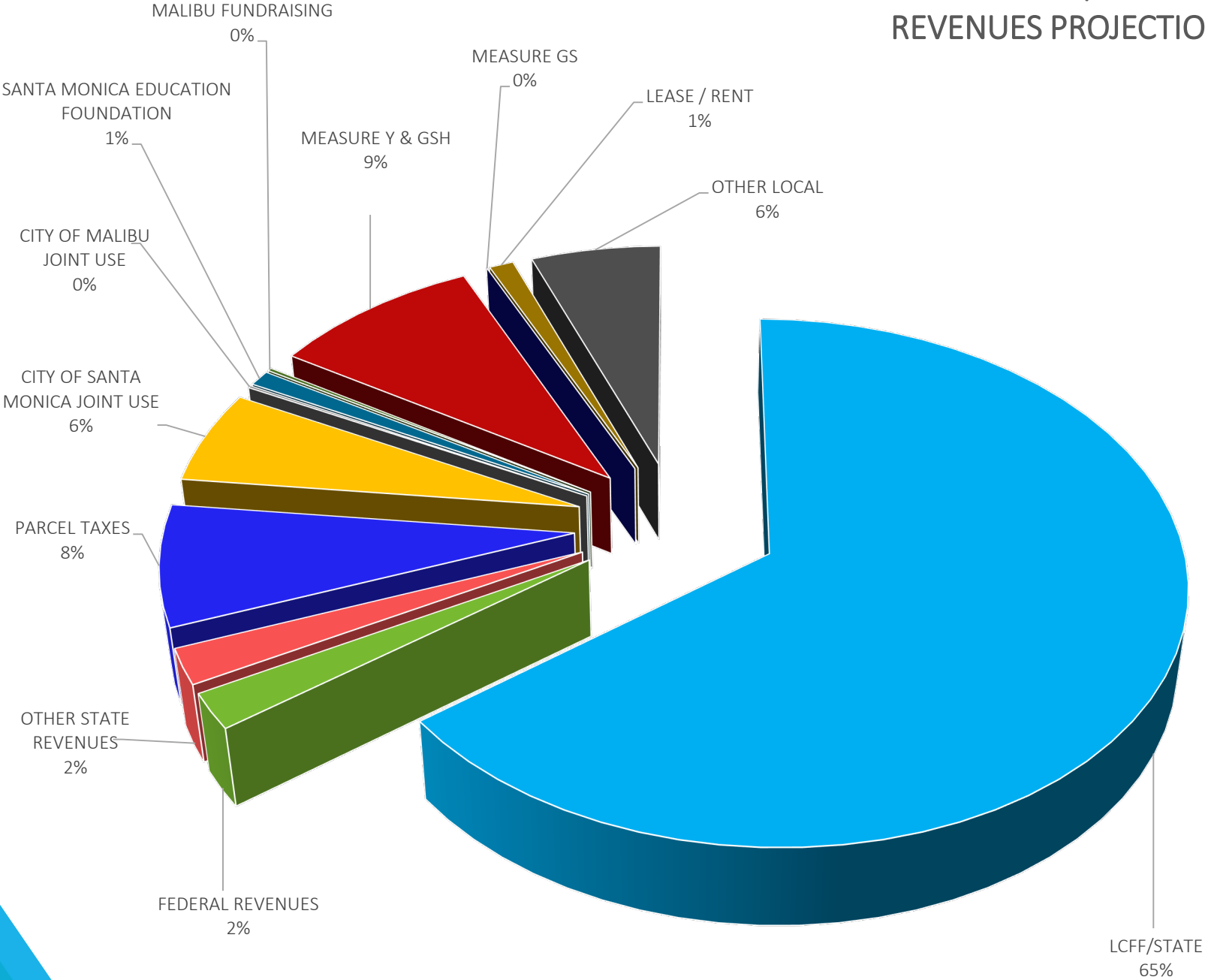


MULTI-YEAR PROJECTIONS
UNRESTRICTED GENERAL FUND

| | A | B | C | D | E | F | G | H |
|--|---|--------------------|--------------------|--------------------|-----------------------------|------------------------|-----------------------|---------------------|
| | | 2022-23 | 2022-23 | 2022-23 | 2022-23 | 2022-23 | 2023-24 | 2024-25 |
| Description | | ADOPTED BUDGET | FIRST INTERIM | SECOND INTERIM | THIRD BUDGET REVISION | SECOND vs. THIRD | PRELIMINARY BUDGET | PROJECTED BUDGET |
| 8 Other Federal (MAA - Medi-Cal Administrative Activities) | | 200,000 | 200,000 | 200,000 | - | (200,000) | - | - |
| 9 Lottery - Unrestricted | | 1,500,000 | 1,500,000 | 1,500,000 | 1,500,000 | - | 1,500,000 | 1,500,000 |
| 10 Mandated Reimbursement Block Grant | | 419,000 | 419,000 | 419,000 | 419,000 | - | 419,000 | 419,000 |
| 11 Other State Revenue | | 5,000 | 5,000 | 13,907 | 13,907 | - | 5,000 | 5,000 |
| 12 Measure 'R' - Parcel Tax | | 13,881,013 | 13,881,013 | 13,881,013 | 13,881,013 | - | 14,019,823 | 14,160,021 |
| 13 Measure 'Y' & 'GSH' - City of Santa Monica | | 17,200,000 | 17,200,000 | 17,200,000 | 17,200,000 | - | 17,200,000 | 17,598,654 |
| 14 Measure 'GS' (Effective 3/1/2023) - City of Santa Monica | | - | - | - | - | - | - | - |
| 15 Joint Use Agreement - City of Santa Monica | | 10,348,982 | 10,348,982 | 10,348,982 | 10,551,903 | 202,921 | 10,762,941 | 10,978,200 |
| 16 Joint Use Agreement - City of Malibu | | 246,827 | 246,827 | 246,827 | 246,827 | - | 246,827 | 246,827 |
| 17 Santa Monica Ed Foundation Donation | | 2,000,000 | 2,445,379 | 2,445,379 | 2,445,379 | - | 1,800,000 | 1,800,000 |
| 18 Malibu Fundraising Entity Donation | | 357,543 | 343,716 | 343,716 | 343,716 | - | 343,716 | 343,716 |
| 19 Lease & Rental | | 2,517,571 | 2,517,571 | 2,517,571 | 2,517,571 | - | 2,000,000 | 2,000,000 |
| 20 Interest Earned | | 175,000 | 175,000 | 175,000 | 800,000 | 625,000 | 700,000 | 700,000 |
| 21 All Other Local Income (including Medi-Cal as of 2023-24) | | 750,000 | 750,000 | 752,089 | 974,188 | 222,099 | 955,000 | 955,000 |
| 22 Local General Fund Contribution | | (31,764,151) | (37,309,292) | (38,011,723) | (38,407,212) | (395,489) | (37,425,734) | (38,174,249) |
| 23 TOTAL REVENUE | | 130,472,173 | 129,358,584 | 128,667,149 | 130,121,680 | 1,454,531 | 132,528,788 | 137,119,554 |



2023-24 GENERAL FUND (FUND 01)
REVENUES PROJECTION

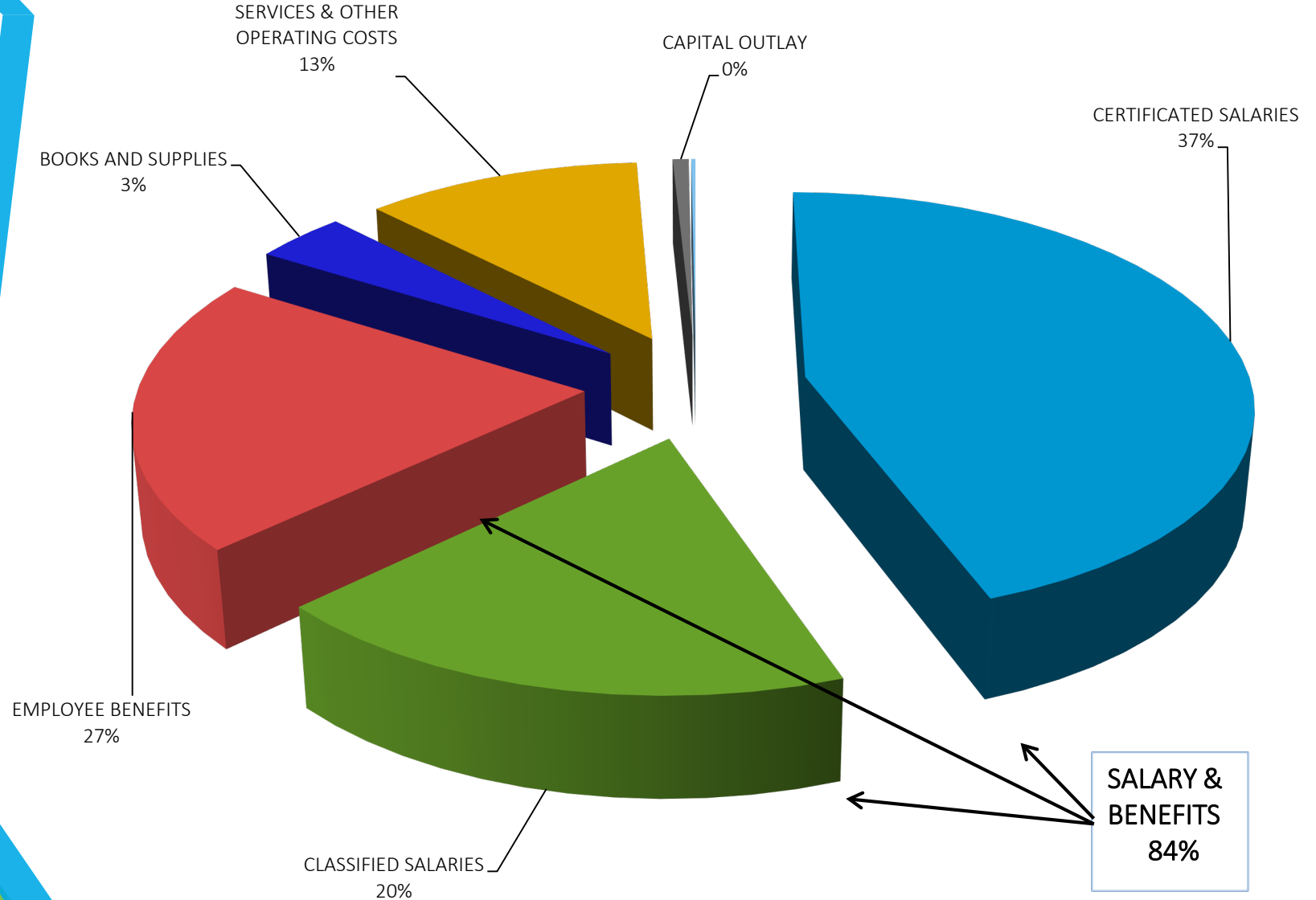


MULTI-YEAR PROJECTIONS
UNRESTRICTED GENERAL FUND

Expenditures

| | A | B | C | D | E | F | G | H |
|------------------------|--|-------------------|------------------|-------------------|-----------------------------|------------------------|-----------------------|---------------------|
| | | 2022-23 | 2022-23 | 2022-23 | 2022-23 | 2022-23 | 2023-24 | 2024-25 |
| Description | | ADOPTED BUDGET | FIRST INTERIM | SECOND INTERIM | THIRD BUDGET REVISION | SECOND vs. THIRD | PRELIMINARY BUDGET | PROJECTED BUDGET |
| 24 Expenditure: | | | | | | | | |
| 25 Certificated Salary | | 53,035,692 | 61,647,835 | 63,770,493 | 63,820,053 | 49,560 | 56,734,235 | 57,585,249 |
| 26 Classified | | 21,448,173 | 25,231,218 | 24,901,296 | 24,611,352 | (289,944) | 23,873,500 | 24,231,603 |
| 27 Benefits | | 35,703,593 | 39,001,785 | 38,551,569 | 38,334,205 | (217,364) | 36,550,315 | 38,074,915 |
| 28 | STRS | 9,944,761 | 11,518,113 | 11,505,101 | 11,566,030 | 60,929 | 10,775,351 | 10,998,782 |
| 29 | PERS | 5,159,673 | 6,087,577 | 6,024,384 | 5,965,616 | (58,768) | 6,070,959 | 6,712,154 |
| 30 | SOCIAL SECURITY & MEDICARE | 2,437,636 | 2,868,517 | 2,844,172 | 2,822,896 | (21,276) | 2,688,460 | 2,688,704 |
| 31 | HEALTH AND WELFARE | 13,740,280 | 13,414,043 | 13,076,288 | 12,884,073 | (192,215) | 12,723,562 | 13,359,740 |
| 32 | SUI | 360,562 | 432,294 | 431,285 | 436,365 | 5,080 | 38,989 | 40,908 |
| 33 | WORKERS COMP | 2,998,057 | 3,461,470 | 3,453,043 | 3,444,274 | (8,769) | 3,190,764 | 3,207,221 |
| 34 | OPEB | 1,012,006 | 1,168,520 | 1,166,126 | 1,163,316 | (2,810) | 1,019,663 | 1,022,711 |
| 35 | CASH IN-LIEU | 50,618 | 51,251 | 51,170 | 51,635 | 465 | 42,567 | 44,695 |
| 36 | Supplies/Books/Textbooks | 2,302,758 | 4,343,615 | 4,346,359 | 4,524,551 | 178,192 | 5,427,273 | 2,000,000 |
| 37 | Other Operational Costs | 15,363,276 | 17,014,526 | 17,313,195 | 17,556,408 | 243,213 | 17,412,855 | 16,128,751 |
| 38 | 504 PLAN ACCOMODATION (STUDENT SERVICES) | 25,000 | 25,000 | 25,000 | 25,000 | - | 25,000 | 25,000 |
| 39 | TRAVEL & CONFERENCE | 253,975 | 273,690 | 284,110 | 313,942 | 29,832 | 365,450 | 300,000 |
| 40 | DUES & MEMBERSHIPS | 78,275 | 80,320 | 65,317 | 53,882 | (11,435) | 56,820 | 75,000 |
| 41 | INSURANCE | 1,388,117 | 1,243,240 | 1,243,240 | 1,243,240 | - | 1,622,564 | 1,703,692 |
| 42 | UTILITIES | 3,365,500 | 3,865,500 | 3,865,500 | 3,865,500 | - | 3,500,500 | 3,500,500 |
| 43 | RENTALS, LEASES, REPAIRS | 2,368,340 | 2,428,458 | 2,419,377 | 2,512,001 | 92,624 | 2,765,623 | 2,687,999 |
| 44 | INTRA-FUND TRANSFERS FOR SERVICES | 30,950 | (6,705) | (22,595) | (40,308) | (17,713) | (13,940) | (45,000) |
| 45 | INTER-FUND TRANSFERS FOR SERVICES | (293,200) | (293,200) | (295,700) | (295,700) | - | (227,655) | (300,000) |
| 46 | CONSULTANTS & OTHER OPERATING | 7,860,109 | 9,112,013 | 9,442,986 | 9,594,749 | 151,763 | 9,061,933 | 7,925,000 |
| 47 | Other Operational Costs | 2,273,021 | 3,186,512 | 3,427,359 | 3,488,156 | 60,797 | 3,722,514 | 3,000,000 |
| 48 | Consultants | 2,685,227 | 2,954,640 | 3,011,766 | 3,104,282 | 92,516 | 2,425,558 | 3,000,000 |
| 49 | Legal | 1,900,000 | 1,969,000 | 2,002,000 | 2,000,450 | (1,550) | 1,912,000 | 1,925,000 |
| 50 | Cost of Early Retirement Incentive (SERP) | 1,001,861 | 1,001,861 | 1,001,861 | 1,001,861 | - | 1,001,861 | - |
| 51 | COMMUNICATIONS (LAND & MOBILE) | 286,210 | 286,210 | 285,960 | 284,102 | (1,858) | 256,560 | 256,560 |
| 52 | Capital Outlay | 322,686 | 322,686 | 387,037 | 1,066,863 | 679,826 | 870,325 | 350,000 |
| 53 | Transfer to County Specialized Schools | 75,000 | 75,000 | 75,000 | 75,000 | - | 90,000 | 90,000 |
| 54 | Indirect Costs from Restricted General Fund Categoricals | (1,454,541) | (1,791,113) | (1,827,373) | (1,794,839) | 32,534 | (2,539,583) | (2,350,486) |
| 55 | Interfund Transfer Out to Fund 12 Child Development | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | - | 1,000,000 | - |
| 56 | LCAP Transfer Out to Fund 12 Child Development | 200,000 | 200,000 | 200,000 | 200,000 | - | 100,000 | 100,000 |
| 57 | Interfund Transfer Out to Fund 13 Food Services | 900,000 | 900,000 | 900,000 | 900,000 | - | 900,000 | 900,000 |
| 58 | Interfund Transfer Out to Fund 14 Deferred Maint. | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | - | 1,500,000 | 2,000,000 |
| 59 | TOTAL EXPENDITURE | 129,896,637 | 148,945,552 | 150,617,576 | 151,293,593 | 676,017 | 141,918,920 | 139,110,031 |

2022-23 GENERAL FUND (Fund 01) EXPENDITURES



MULTI-YEAR PROJECTIONS
UNRESTRICTED GENERAL FUND

| | A | B | C | D | E | F | G | H |
|--|---|-------------------|------------------|-------------------|-----------------------------|------------------------|-----------------------|---------------------|
| | | 2022-23 | 2022-23 | 2022-23 | 2022-23 | 2022-23 | 2023-24 | 2024-25 |
| Description | | ADOPTED BUDGET | FIRST INTERIM | SECOND INTERIM | THIRD BUDGET REVISION | SECOND vs. THIRD | PRELIMINARY BUDGET | PROJECTED BUDGET |
| 60 Increase (Decrease) Fund Balance | | 575,536 | (19,586,968) | (21,950,427) | (21,171,913) | 778,514 | (9,390,132) | (1,990,477) |
| 61 Beginning Fund Balance | | 37,783,315 | 44,656,791 | 44,656,791 | 44,656,791 | - | 25,654,685 | 16,264,554 |
| 62 Audit Report Restatement (booked in 21-22 from 20-21) | | - | 2,119,800 | 2,119,800 | 2,119,800 | - | - | - |
| 63 Ending Fund Balance (net of lines 60-62) | | 38,358,851 | 27,189,623 | 24,826,164 | 25,604,678 | 778,514 | 16,264,554 | 14,274,076 |
| 64 Reserve - Revolving Cash, Prep-pays | | 162,767 | 20,005 | 20,005 | 20,005 | - | 20,005 | 20,005 |
| 65 Reserve - Deficit Spending in 23-24 | | - | - | 5,003,373 | 5,617,990 | 614,617 | - | - |
| 66 Reserve - Deficit Spending in 24-25 | | - | - | 1,817,420 | 2,222,086 | 404,666 | 1,990,477 | - |
| 67 Reserve - Deficit Spending in 25-26 | | - | - | - | - | - | - | 5,425,115 |
| 68 3% Contingency Reserve (unrestricted & restricted general fund) | | 5,614,311 | 6,289,315 | 6,482,999 | 6,482,999 | - | 5,944,757 | 5,845,644 |
| 69 Reserve Up to 2-months of Expenses (\$26.8 million) | | 32,581,774 | 20,880,302 | 11,502,367 | 11,261,598 | (240,769) | 8,309,315 | 2,983,313 |
| 70 Unappropriated Balance | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |





SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Ending Fund Balance & Reserve

Components of Ending Fund Balances

2023-24

Fund 01: Unrestricted General Fund

| | | |
|---|----|-------------|
| Unrestricted General Fund Beginning Balance | \$ | 25,654,685 |
| Current Year (Deficit)/Surplus Spending | | (9,390,132) |
| Ending Fund Balance that Requires Explanation | | 16,264,554 |

Reasons for Assigned and Unassigned Ending Fund Balances

*State Recommended 17% Minimum Level for Unified Districts

| | |
|---|-------------|
| | 16,264,554 |
| Less: 3% Reserve for Economic Uncertainties | (5,944,758) |
| Reserve for Revolving Cash & Prepaid | (20,005) |
| Reserve for 24-25 Deficit Spending | (1,990,477) |
| Reserve for 25-26 Deficit Spending | - |
| ^Reserve for up to 2 months General Fund Expenditures | 8,309,315 |
| Unappropriated Balance | 0 |

*current reserve is at 8.12% (down 3.61% from 11.73% @ 22-23 Third Revision)

*2020-21 Statewide Average Reserve for Unified State-Aid Districts is 22.36%

*Basic Aid Districts should be 25%

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





SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Cash Flow & Interfund Borrowing



Cash Flow & Interfund Borrowing

Interfund Borrowing will be required for the following:

- October thru December 2023
 - Negative \$10 million to \$12 million
- The board will consider adopting a Resolution for Temporary Interfund Cash Borrowing Transfer as recommended at its June 22, 2023 meeting



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Preliminary Budget Summary



Preliminary Budget Summary

- What have we done so far:
 - Line-by-line assessment of revenues and expenditures with each school site and department level
 - Reduced overall budget based on enrollment driven FTE adjustments due to attrition by approximately \$2.1 million.
 - Increased Local General Fund Contribution to Special Education by 3 million as compared to initial projected contribution.
 - Continue to assess the needs and uses of Covid-19 Funding as they become expensed through 2027-28 from initial commitments.



Next Steps

- Continue to monitor property tax, basic aid status, and the State's budget process
- Public Hearing - June 22, 2023
- Board Adoption - June 29, 2023
- Prepare Board Resolution for Interfund Cash Borrowing Transfer
- Prepare any necessary budget revisions for Board approval within the legal timelines (45-day revision) after final State Budget adoption



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

APPENDIX

COVID-19 FUNDING SUMMARY

| | ESSER | ESSER II | Learning Loss Mitigation Funding (LLMF) | | | | SB 117 |
|---|--|--|--|---|--|---------------------------|---|
| | | | GEER | GEER II | CR | GF | |
| Full Name | 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 |
| Distribution Formula | 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 | Based on \$1,000 per homeless pupil enrolled in 2020-21 and remaining funds distributed proportionally by LEA LCFF as of 2020-21 P2 | 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 |
| State Allocation | \$1,482,575,514 | \$6,709,633,866 | \$355,227,000 | \$153,992,000 | \$4,439,844,000 | \$539,936,000 | \$100,000,000 |
| SMMUSD + Private School allocation | \$935,547 | \$3,733,573 | \$613,655 | \$212,786 | \$4,103,874 | \$795,192 | \$175,346 |
| Resource Code | 3210 | 3212 | 3215 | 3217 | 3220 | 7420 | 7388 |
| Equitable Services | Yes | No | Yes | No | No | No | No |
| Deadline for expenditures | 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) |
| Full Name | Elementary and Secondary School Emergency Relief | In-Person Instruction Grant | Expanded Learning Opportunities Grant | Expanded Learning Opportunities Grant Restricted to Paraprofessionals |
| Distribution Formula | 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 |
| State Allocation | \$15,068,884,546 | \$2,000,000,000 | \$4,557,443,000 | \$4,557,443,000 |
| SMMUSD + Private School allocation | \$8,361,552 | \$2,989,986 | \$5,689,077 | \$629,786 |
| Resource Code | 3213 | 7422 | 7425 | 7426 |
| Equitable Services | No | No | No | No |
| Deadline for expenditures | September 30, 2024 | September 30, 2024 | September 30, 2024 | September 30, 2024 |



| 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 | \$212,786 | \$212,786 | \$0 |
| | 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 |
| TOTAL | | <u>\$28,240,374</u> | <u>\$28,240,374</u> | <u>\$0</u> |