



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2024-25 Adopted Budget General Fund

Melody Canady, Assistant Superintendent of
Business & Fiscal Services

Gerardo Cruz, Director of Fiscal Services

June 25, 2024 Board Meeting



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 – 8,341 (declining)
- Average Daily Attendance – 7,882 (95%)
- Unduplicated Count (ELL, F/R, Foster) – 2,668 (30.63%)
- Cost of Living Adjustment (COLA) – 1.07%
- Total LCFF funding – \$124,387,384
- Included in the LCFF dollars is the LCAP Supplemental funding of \$6,129,400



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Local Control Funding Formula

2024-25 LOCAL CONTROL FUNDING FORMULA (LCFF) CALCULATION 6/30/2024**BASE GRANT:**

| | TK-3 | 4-6 | 7-8 | 9-12 | TOTAL |
|--------------------|------------|------------|------------|------------|------------|
| | 2,427.66 | 1,988.27 | 1,457.91 | 3,023.91 | 8,897.76 |
| 2023-24 BASE | 9,919 | 10,069 | 10,367 | 12,015 | |
| 2024-25 1.07% COLA | 106 | 108 | 111 | 129 | |
| 2024-25 BASE | 10,025 | 10,177 | 10,478 | 12,144 | |
| | 24,337,649 | 20,234,103 | 15,275,874 | 36,721,075 | 96,568,701 |

AUGMENTATION GRANTS:

| | |
|--|-----------|
| CLASS SIZE REDUCTION (CSR) AUGMENTATION: BASE GRANT X 10.4% | 2,531,115 |
| CAREER TECHNICAL EDUCATION (CTE) AUGMENTATION 9-12 BASE GRANT X 2.6% | 954,748 |

SUPPLEMENTAL AND CONCENTRATION GRANTS:

| | |
|---|--------|
| TOTAL ENROLLMENT (3-YEAR AVERAGE) | 8,710 |
| TOTAL UNDUPLICATED PUPIL COUNT (3-YEAR AVERAGE) | 2,668 |
| | 30.63% |

| | |
|---|------------------|
| SUPPLEMENT ADD-ON 20% OF BASE GRANT X % OF ELIGIBLE ENROLLMENT | 6,129,400 |
|---|------------------|

TRANSPORTATION, TIIG GRANT, & ADD-ON:

| | |
|--|---------|
| 2012-13 TRANSPORTATION | 894,446 |
| 2012-13 TARGETED INSTRUCTIONAL IMPROVEMENT BLOCK GRANT | 429,757 |
| TRANSITIONAL KINDERGARTEN ADD-ON | 628,152 |

| | |
|---------------------------------------|--------------------|
| TOTAL 2024-25 LCFF ENTITLEMENT | 108,136,319 |
|---------------------------------------|--------------------|

| | |
|---|------------------|
| MINIMUM STATE AID / 2012-13 CATEGORICAL PROGRAMS | 8,585,843 |
|---|------------------|

| | |
|--|-------------------|
| TOTAL FUNDING LESS: 2012-13 MINIMUM/CATEGORICAL | 99,550,476 |
|--|-------------------|

| | |
|---------------------------------------|--------------------|
| LOCAL REVENUE / PROPERTY TAXES | 114,288,541 |
|---------------------------------------|--------------------|

| | |
|---|---------------------|
| Amount of Property Tax Over LCFF Funding (Basic Aid when negative) | (14,738,065) |
|---|---------------------|

Note Outside of Calculation:

| | |
|-------------------------------------|------------------|
| EDUCATION PROTECTION ACCOUNT | 1,784,666 |
| TRANSFER TO CHARTER SCHOOL | -287,000 |



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Recommended MYP Budget Adjustments



2024-25 Recommended MYP Budget Adjustments

REVENUE

- RDA remains at \$18 million annually as recommended by the analysis of the District Financial Oversight Committee.
- 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 projection mirrors the City financial estimates and will be updated per the recommendation of the District Financial Oversight Committee.
- Measure GS at \$10 million annually as outlined and mirrored in City of Santa Monica Financial estimates
- Education Protection Account (EPA) Decreases by \$200K due to lower 3-year average enrollment

EXPENSE:

- Includes adjustments to Salary Schedules due to negotiated salary changes



2024-25 Recommended MYP Budget Adjustments (cont.)

LOCAL GENERAL FUND CONTRIBUTION/INTERFUND TRANSFERS:

- Increase in Special Education Local General Fund Contribution by \$5 million from 2023-24 to 2024-25 for a total of \$33.6 million
- Still required to have 3% match in Local General Fund Contribution for Routine Restricted Maintenance Account – 2024-25 is \$9,660,782
- Interfund Transfers of \$3,375,000
 - 375 Thousand – Child Development
 - 100 Thousand – Child Development from LCAP Supplemental Grant
 - 900 Thousand – Food Services
 - 2.0 Million – Deferred Maintenance



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Multi-Year Projections

| Factor | 2024-25 | 2025-26 | 2026-27 |
|---|---------------------|---------------------|---------------------|
| Statutory COLA | 1.07% | 2.93% | 3.08% |
| LCFF FUNDING BASE | | | |
| K-3 + 10.4% Class Size Reduction (CSR) | \$ 11,068 | \$ 11,392 | \$ 11,743 |
| 4-6 | \$ 10,177 | \$ 10,475 | \$ 10,797 |
| 7-8 | \$ 10,478 | \$ 10,785 | \$ 11,118 |
| 9-12 + 2.6% Career Technical Education (CTE) | \$ 12,459 | \$ 12,824 | \$ 13,219 |
| % of Local Property Taxes Increase | 5% | 5% | 5% |
| % of GAP Funding | 100.00% | 100.00% | 100.00% |
| MINIMUM STATE AID | \$ 8,585,843 | \$ 8,585,843 | \$ 8,585,843 |
| Enrollment Projection | 8,341 | 8,020 | 7,712 |
| P2 ADA Projection | 7,882 | 7,579 | 7,288 |
| Funding ADA | 8,424 | 8,100 | 7,789 |
| Lottery - Unrestricted /ADA | \$ 177.00 | \$ 177.00 | \$ 177.00 |
| Lottery - Restricted /ADA | \$ 72.00 | \$ 72.00 | \$ 72.00 |
| Mandated Block Grant : K-8 /ADA | \$ 38.21 | \$ 39.33 | \$ 40.54 |
| Mandated Block Grant : 9-12 /ADA | \$ 73.62 | \$ 75.78 | \$ 78.11 |
| City of Santa Monica - Joint Use Agreement | \$ 10,978,200 | \$ 11,197,764 | \$ 11,421,719 |
| City of Malibu - Joint Use Agreement | \$ 246,827 | \$ 246,827 | \$ 246,827 |
| Measure R / Parcel Tax | \$ 14,160,021 | \$ 14,301,621 | \$ 14,587,653 |
| City of Santa Monica - Measure Y & GSH / Sales Tax | \$ 18,000,000 | \$ 19,000,000 | \$ 20,000,000 |
| City of Santa Monica - Measure GS / Property Transfer Tax | \$ 10,000,000 | \$ 10,000,000 | \$ 10,000,000 |
| Santa Monica Education Foundation | \$ 1,800,000 | \$ 1,800,000 | \$ 1,800,000 |
| Malibu Education Foundation | \$ 343,716 | \$ 343,716 | \$ 343,716 |
| Salary Increase Certificated | 6% | 2% | 0% |
| Salary Increase Classified | 8% | 5% | 0% |
| Step & Column Incr. | 1.50% | 1.50% | 1.50% |
| STRS Rate | 19.10% | 19.10% | 19.10% |
| PERS Rate | 27.05% | 27.60% | 28.00% |
| 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 | 4.14% | 4.14% | 4.14% |
| 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 | I |
|--|---|-------------------|------------------|-------------------|-----------------------------|------------------------|-----------------------|---------------------|---------------------|
| | | 2023-24 | 2023-24 | 2023-24 | 2023-24 | 2023-24 | 2024-25 | 2025-26 | 2026-27 |
| Description | | ADOPTED BUDGET | FIRST INTERIM | SECOND INTERIM | THIRD BUDGET REVISION | SECOND vs. THIRD | PRELIMINARY BUDGET | PROJECTED BUDGET | PROJECTED BUDGET |
| Revenue: | | | | | | | | | |
| 1 Property Tax | | 109,703,372 | 109,703,372 | 109,703,372 | 109,703,372 | - | 114,288,540 | 119,214,312 | 124,275,027 |
| 2 Education Protection Account (EPA) | | 2,000,000 | 2,000,000 | 2,000,000 | 2,000,000 | - | 1,800,000 | 1,800,000 | 1,800,000 |
| 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) | (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 | 8,585,843 |
| 7 Subtotal LCFF Funding | | 120,002,215 | 120,002,215 | 120,002,215 | 120,002,215 | - | 124,387,384 | 129,313,155 | 134,373,870 |



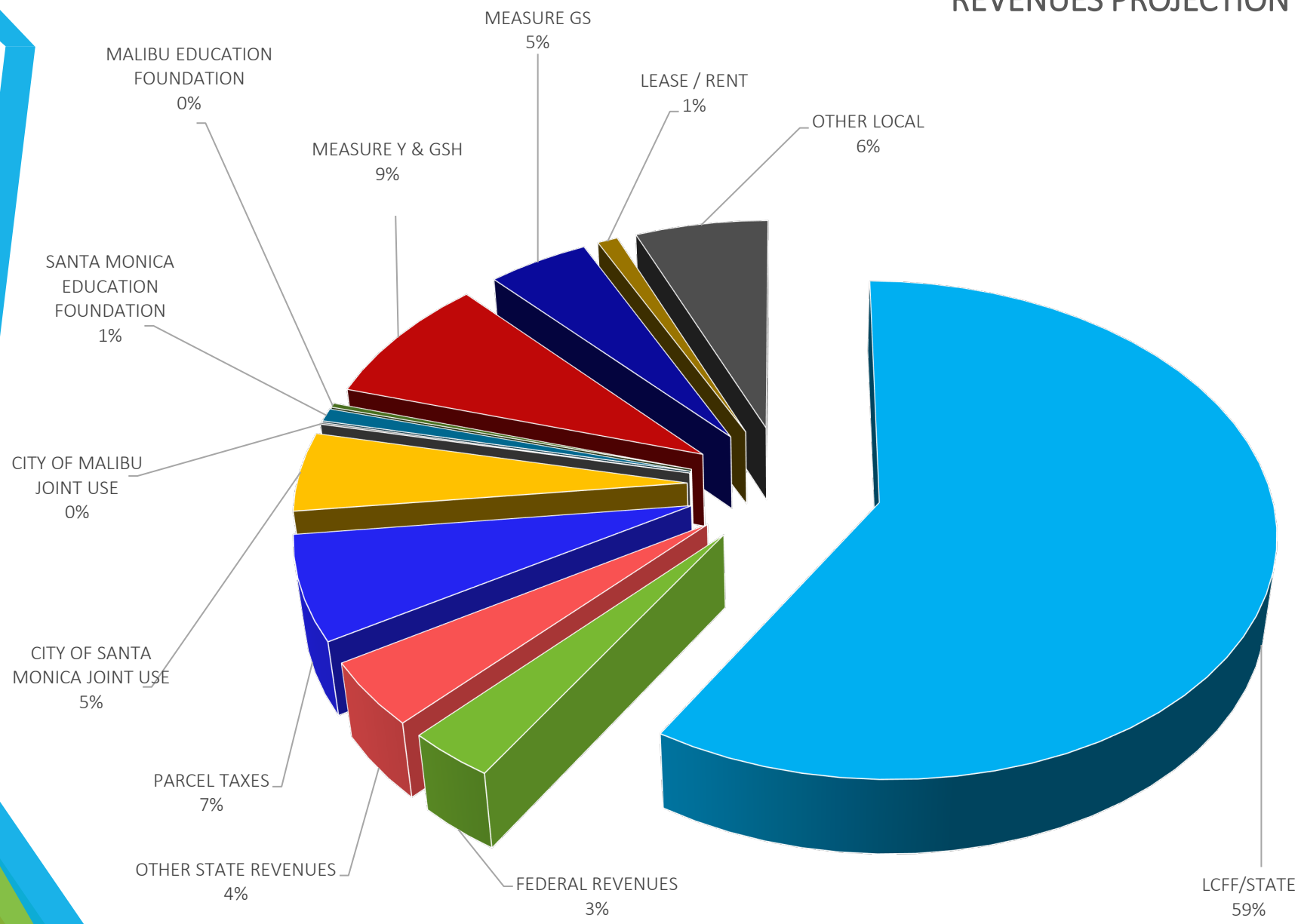
MULTI-YEAR PROJECTIONS

UNRESTRICTED GENERAL FUND

| | A | B | C | D | E | F | G | H | I |
|--|---|-------------------|------------------|-------------------|-----------------------------|------------------------|-----------------------|---------------------|---------------------|
| | | 2023-24 | 2023-24 | 2023-24 | 2023-24 | 2023-24 | 2024-25 | 2025-26 | 2026-27 |
| Description | | ADOPTED BUDGET | FIRST INTERIM | SECOND INTERIM | THIRD BUDGET REVISION | SECOND vs. THIRD | PRELIMINARY BUDGET | PROJECTED BUDGET | PROJECTED BUDGET |
| 8 Other Federal (MAA - Medi-Cal Administrative Activities) | | - | - | - | - | - | - | - | - |
| 9 Lottery - Unrestricted | | 1,500,000 | 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 | 419,000 |
| 11 Other State Revenue | | 5,000 | 5,000 | 5,000 | 5,000 | - | 5,000 | 5,000 | 5,000 |
| 12 Measure 'R' - Parcel Tax | | 14,019,823 | 14,019,823 | 14,019,823 | 14,019,823 | - | 14,502,917 | 14,301,621 | 14,587,653 |
| 13 Measure 'Y' & 'GSH' - City of Santa Monica | | 18,000,000 | 18,000,000 | 18,000,000 | 18,000,000 | - | 18,000,000 | 19,000,000 | 20,000,000 |
| 14 Measure 'GS' (Effective 3/1/2023) - City of Santa Monica | | - | - | - | - | - | 10,000,000 | 10,000,000 | 10,000,000 |
| 15 Joint Use Agreement - City of Santa Monica | | 10,762,941 | 10,762,941 | 10,762,941 | 10,762,941 | - | 10,978,200 | 11,197,764 | 11,421,719 |
| 16 Joint Use Agreement - City of Malibu | | 246,827 | 246,827 | 246,827 | 246,827 | - | 246,827 | 246,827 | 246,827 |
| 17 Santa Monica Ed Foundation Donation | | 1,800,000 | 1,800,000 | 1,800,000 | 1,800,000 | - | 1,960,389 | 2,000,000 | 2,000,000 |
| 18 Malibu Education Foundation | | 343,716 | 370,716 | 370,716 | 410,716 | 40,000 | 581,685 | 343,716 | 343,716 |
| 19 Lease & Rental | | 2,000,000 | 2,000,000 | 2,000,000 | 2,202,158 | 202,158 | 2,000,000 | 2,250,000 | 2,600,000 |
| 20 Interest Earned | | 700,000 | 700,000 | 700,000 | 700,000 | - | 700,000 | 700,000 | 700,000 |
| 21 All Other Local Income (including Medi-Cal as of 2023-24) | | 955,000 | 976,000 | 976,000 | 976,000 | - | 1,209,000 | 1,209,000 | 1,209,000 |
| 22 Local General Fund Contribution | | (37,425,734) | (35,942,555) | (36,204,383) | (37,705,409) | (1,501,026) | (43,265,875) | (44,131,193) | (45,013,816) |
| 23 TOTAL REVENUE | | 133,328,788 | 134,859,967 | 134,598,139 | 133,339,271 | (1,258,868) | 143,224,526 | 148,354,890 | 154,392,969 |

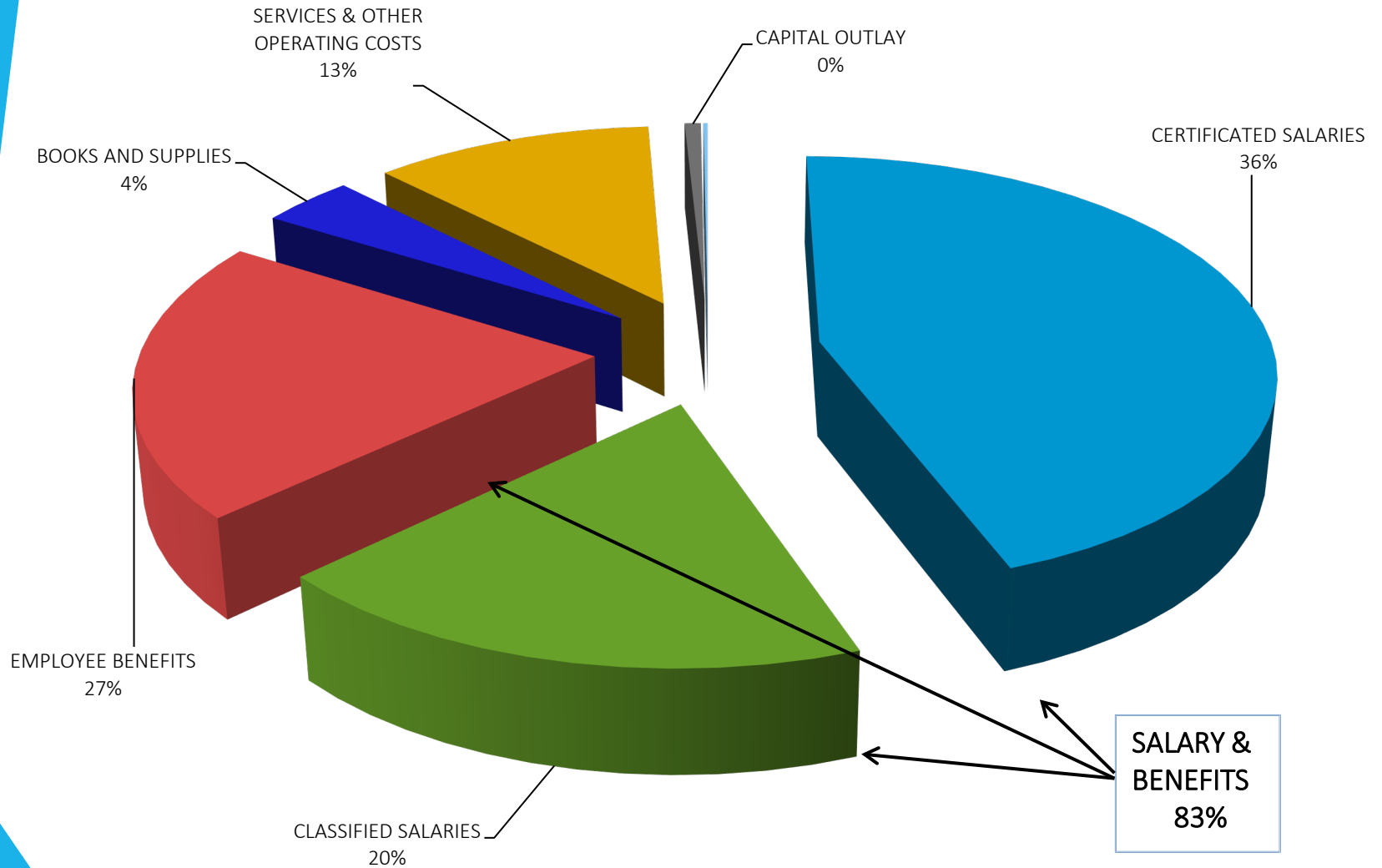


2024-25 GENERAL FUND (FUND 01)
REVENUES PROJECTION



| | A | B | C | D | E | F | G | H | I |
|----|--|----------------|---------------|----------------|-----------------------|------------------|-----------------|------------------|------------------|
| | | 2023-24 | 2023-24 | 2023-24 | 2023-24 | 2023-24 | 2024-25 | 2025-26 | 2026-27 |
| | Description | ADOPTED BUDGET | FIRST INTERIM | SECOND INTERIM | THIRD BUDGET REVISION | SECOND vs. THIRD | PROPOSED BUDGET | PROJECTED BUDGET | PROJECTED BUDGET |
| 24 | Expenditure: | | | | | | | | |
| 25 | Certificated Salary | 56,771,878 | 57,441,964 | 57,314,251 | 57,325,350 | 11,099 | 60,681,624 | 62,198,685 | 61,631,666 |
| 26 | Classified | 23,873,500 | 23,874,219 | 23,457,315 | 23,519,457 | 62,142 | 27,183,903 | 28,471,245 | 28,898,313 |
| 27 | Benefits | 35,537,214 | 37,625,490 | 37,057,033 | 37,079,015 | 21,982 | 41,441,665 | 43,652,411 | 44,469,083 |
| 28 | STRS | 10,516,018 | 10,644,005 | 10,618,602 | 10,621,112 | 2,510 | 11,437,249 | 11,879,949 | 11,771,648 |
| 29 | PERS | 5,820,959 | 5,848,152 | 5,757,180 | 5,775,628 | 18,448 | 6,867,080 | 7,858,064 | 8,091,528 |
| 30 | SOCIAL SECURITY & MEDICARE | 2,689,006 | 2,672,564 | 2,639,462 | 2,644,407 | 4,945 | 3,000,630 | 3,079,931 | 3,104,380 |
| 31 | HEALTH AND WELFARE | 12,217,285 | 14,171,158 | 13,780,410 | 13,772,656 | (7,754) | 15,513,710 | 16,069,396 | 16,672,865 |
| 32 | SUI | 39,007 | 49,732 | 49,090 | 49,140 | 50 | 40,279 | 45,335 | 45,265 |
| 33 | WORKERS COMP | 3,192,239 | 3,185,493 | 3,164,558 | 3,167,401 | 2,843 | 3,449,100 | 3,554,261 | 3,621,199 |
| 34 | OPEB | 1,020,133 | 1,016,454 | 1,009,779 | 1,010,719 | 940 | 1,099,910 | 1,133,374 | 1,131,625 |
| 35 | CASH IN-LIEU | 42,567 | 37,932 | 37,952 | 37,952 | - | 33,707 | 32,102 | 30,573 |
| 36 | Supplies/Books/Textbooks | 3,427,273 | 3,565,696 | 3,779,840 | 3,739,611 | (40,229) | 4,786,301 | 3,000,000 | 2,000,000 |
| 37 | Other Operational Costs | 17,514,205 | 18,281,207 | 18,565,854 | 19,574,075 | 1,008,221 | 20,894,296 | 18,279,986 | 17,763,937 |
| 38 | 504 PLAN ACCOMODATION (STUDENT SERVICES) | 25,000 | 25,000 | 25,000 | 22,800 | (2,200) | 20,000 | 20,000 | 20,000 |
| 39 | TRAVEL & CONFERENCE | 365,450 | 374,461 | 456,109 | 523,897 | 67,788 | 446,015 | 400,000 | 300,000 |
| 40 | DUES & MEMBERSHIPS | 56,820 | 53,749 | 55,792 | 79,792 | 24,000 | 53,576 | 55,000 | 60,000 |
| 41 | INSURANCE | 1,622,564 | 1,622,564 | 1,622,564 | 1,622,564 | - | 2,360,977 | 1,579,026 | 1,657,977 |
| 42 | UTILITIES | 3,500,500 | 3,500,500 | 3,500,500 | 4,165,650 | 665,150 | 4,425,750 | 4,425,750 | 4,425,750 |
| 43 | RENTALS, LEASES, REPAIRS | 2,765,623 | 2,505,250 | 2,532,881 | 2,342,457 | (190,424) | 2,850,134 | 2,500,000 | 2,500,000 |
| 44 | INTRA-FUND TRANSFERS FOR SERVICES | (13,940) | (44,940) | (71,528) | (71,586) | (58) | (31,704) | (65,000) | (65,000) |
| 45 | INTER-FUND TRANSFERS FOR SERVICES | (227,655) | (185,583) | (160,137) | (160,137) | - | (137,947) | (175,000) | (175,000) |
| 46 | CONSULTANTS & OTHER OPERATING | 9,163,283 | 10,173,146 | 10,332,613 | 10,777,778 | 445,165 | 10,617,285 | 9,250,000 | 8,750,000 |
| 47 | Other Operational Costs | 3,603,864 | 4,122,959 | 4,196,251 | 4,453,500 | 257,249 | 5,495,306 | 3,500,000 | 3,000,000 |
| 48 | Consultants | 2,420,558 | 3,136,326 | 3,222,501 | 3,310,417 | 87,916 | 2,368,897 | 2,250,000 | 2,250,000 |
| 49 | Legal | 2,137,000 | 1,912,000 | 1,912,000 | 2,012,000 | 100,000 | 1,886,000 | 1,900,000 | 1,900,000 |
| 50 | Cost of Early Retirement Incentive (SERP) | 1,001,861 | 1,001,861 | 1,001,861 | 1,001,861 | - | 867,082 | 1,600,000 | 1,600,000 |
| 51 | COMMUNICATIONS (LAND & MOBILE) | 256,560 | 257,060 | 272,060 | 270,860 | (1,200) | 290,210 | 290,210 | 290,210 |
| 52 | Capital Outlay | 885,385 | 948,092 | 788,592 | 791,011 | 2,419 | 616,282 | 100,000 | 100,000 |
| 53 | Transfer to County Specialized Schools | 90,000 | 90,000 | 90,000 | 90,000 | - | 90,000 | 90,000 | 90,000 |
| 54 | Indirect Costs from Restricted General Fund Categoricals | (2,539,583) | (2,860,957) | (2,857,323) | (2,867,750) | (10,427) | (2,134,389) | (2,200,454) | (2,345,860) |
| 55 | Interfund Transfer Out to Fund 12 Child Development | 1,000,000 | 1,000,000 | 1,000,000 | 1,000,000 | - | 375,000 | 500,000 | 500,000 |
| 56 | LCAP Transfer Out to Fund 12 Child Development | 100,000 | 100,000 | 100,000 | 100,000 | - | 100,000 | 100,000 | 100,000 |
| 57 | Interfund Transfer Out to Fund 13 Food Services | 900,000 | - | - | - | - | 900,000 | 750,000 | 750,000 |
| 58 | Interfund Transfer Out to Fund 14 Deferred Maint. | 1,500,000 | 1,500,000 | 1,500,000 | 1,500,000 | - | 2,000,000 | 1,250,000 | 1,250,000 |
| 59 | TOTAL EXPENDITURE | 139,059,872 | 141,565,711 | 140,795,562 | 141,850,769 | 1,055,207 | 156,934,682 | 156,191,873 | 155,207,139 |

2024-25 GENERAL FUND (Fund 01) EXPENDITURES



Ending Fund Balance

| | A | B | C | D | E | F | G | H | I |
|--|---|-------------------|------------------|-------------------|-----------------------------|------------------------|--------------------|---------------------|---------------------|
| | | 2023-24 | 2023-24 | 2023-24 | 2023-24 | 2023-24 | 2024-25 | 2025-26 | 2026-27 |
| Description | | ADOPTED BUDGET | FIRST INTERIM | SECOND INTERIM | THIRD BUDGET REVISION | SECOND vs. THIRD | PROPOSED BUDGET | PROJECTED BUDGET | PROJECTED BUDGET |
| 60 Increase (Decrease) Fund Balance | | (5,731,084) | (6,705,744) | (6,197,423) | (8,511,498) | (2,314,075) | (13,710,156) | (7,836,983) | (814,170) |
| 61 Beginning Fund Balance | | 27,651,096 | 34,881,853 | 34,881,853 | 34,881,853 | - | 20,983,014 | 17,272,858 | 9,435,875 |
| 62 Audit Restatement - Covid Funds (booked in 23-24 from 22-23) | | - | (1,231,446) | (1,231,446) | (1,231,446) | - | - | - | - |
| 63 Audit Adjustment - Covid Funds (booked in 23-24 from 22-23) | | - | (1,517,944) | (1,517,944) | (1,517,944) | - | - | - | - |
| 64 Audit Adjustment - Mis-Accruals (booked in 23-24 from 21-22) | | - | (3,290,513) | (3,290,513) | (3,290,513) | - | - | - | - |
| 65 Audit Adjustment - SMC Lease (booked in 23-24 from 21-22) | | - | 837,830 | 837,830 | 837,830 | - | - | - | - |
| 66 Reserve - 2022-23 Measure GS in 2023-24 Ending Fund Balance | | - | - | - | 10,000,000 | 10,000,000 | 10,000,000 | - | - |
| 67 Ending Fund Balance (net of lines 60-66) | | 21,920,012 | 22,974,036 | 23,482,357 | 31,168,282 | 7,685,925 | 17,272,858 | 9,435,875 | 8,621,705 |
| 68 Reserve - Revolving Cash, Prep-pays | | 20,005 | 20,005 | 20,005 | 20,005 | - | 20,005 | 20,005 | 20,005 |
| 69 Reserve - Deficit Spending in 23-24 | | - | - | - | - | - | - | - | - |
| 70 Reserve - Deficit Spending in 24-25 | | 1,105,594 | - | - | - | - | - | - | - |
| 71 Reserve - Deficit Spending in 25-26 | | 4,514,373 | - | - | - | - | - | - | - |
| 72 Reserve - Deficit Spending in 26-27 | | - | - | - | - | - | - | - | - |
| 73 3% Contingency Reserve (unrestricted & restricted general fund) | | 7,944,757 | 6,291,608 | 6,291,608 | 6,291,608 | - | 6,827,097 | 6,956,327 | 6,856,327 |
| 74 Reserve Up to 2-months of Expenses (\$26.8 million) | | 8,335,284 | 16,662,423 | 17,170,744 | 24,856,669 | 7,685,925 | 10,425,756 | 2,459,543 | 1,745,373 |
| 75 Unappropriated Balance | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |





SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Ending Fund Balance & Reserve

Components of Ending Fund Balances

2024-25

Fund 01: Unrestricted General Fund

| | | |
|--|----|--------------|
| Unrestricted General Fund Beginning Balance | \$ | 36,185,087 |
| Current Year (Deficit)/Surplus Spending | | (13,710,156) |
| Audit Restatement & Adjustments for 2022-23 in 2023-24 | | (5,202,073) |
| Ending Fund Balance that Requires Explanation | | 17,272,858 |

Reasons for Assigned and Unassigned Ending Fund Balances

*State Recommended 17% Minimum Level for Unified Districts

| | |
|---|-------------|
| | 17,272,858 |
| Less: 3% Reserve for Economic Uncertainties | (6,827,097) |
| Reserve for Revolving Cash & Prepaid | (20,005) |
| Reserve for 25-26 Deficit Spending | - |
| Reserve for 26-27 Deficit Spending | - |
| ^Reserve for up to 2 months General Fund Expenditures | 10,425,756 |
| Unappropriated Balance | 0 |

*Current Reserve is at 7.67%

*2021-22 Statewide Average Reserve for Unified State-Aid Districts is 22.19%

*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 2024
 - Negative \$4 million approximately
- The board will consider adopting a Resolution for Temporary Interfund Cash Borrowing Transfer as recommended at its June 20, 2024 meeting



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

Adopted Budget Summary



Adopted Budget Summary

- What have we done so far:
 - Line-by-line assessment of revenues and expenditures with each school site and department level
 - Projected salary schedule change and implemented in Preliminary Budget as well as Multi-Year Projection as negotiated by District and Bargaining Units.
 - Increased Local General Fund Contribution to Special Education by 5 million as compared to prior year.
 - Continue to assess positions associated with the Early Retirement Incentive (SERP).



Next Steps

- Continue to monitor property tax, basic aid status, and the State's budget process
- Board Adoption - June 25, 2024
- 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> |