

II. F. 2. 2024-25 Fourth Budget Revisions (30 min)

Recommended Motion

It is recommended that the Board of Education approve the 2024-25 Fourth Budget Revisions related to revenue and expenditure adjustments.

Rationale

Property Tax - LCFF Revenue

The County Auditor-Controller's Office released the "June 2, 2025, Redevelopment Property Tax Trust Fund (RPTTF) Distribution" which shows the District will receive \$1,931,235 above the projected budget of \$22,000,000 in RDA (Redevelopment Agency) Funds.

This amount was previously reported as \$18,000,000 in the 2024-25 Adopted Budget. The projection was updated in the 2024-25 First Interim to \$22,000,000. This adjustment will increase the RDA funds by an additional \$1,931,235 based on actuals received for a total of \$5,931,235 more in RDA funds than the original 2024-25 Adopted Budget projection amount of \$18,000,000.

With this additional amount of RDA funds, the District has received a total of \$23,931,235 in RDA funds in 2024-25.

Measure GSH/Y Sales & Use Transaction Tax

As of this Fourth Budget Revision, the District is projecting a decrease of \$500,000 in Measure GSH/Y Sales & Use Transaction Tax. With one remaining payment to be received for the fiscal year from the City of Santa Monica, this adjustment is reconciling the projected annual total to approximately \$17.5 million as compared to the original Adopted Budget projection of \$18 million. Earlier in the calendar year, the City of Santa Monica projected that the District would receive approximately \$935,750 less; however, based on actuals received to date and one final payment due to the District, it is estimated that the decrease will be approximately \$500,000 less instead of the City's projection of \$935,750 less.

Measure R Parcel Tax

As of this Fourth Budget Revision, the District received additional Measure R Parcel Tax funds in the amount of \$165,426. The District originally projected more Senior Exemptions who would qualify to not pay the parcel tax to the District, but due to the recent wildfires, we are finding that properties are being sold by seniors to those who do not qualify for the Senior Exemption. Therefore, parcel tax assessments are being levied by the new owners and remitted to the District thus increasing revenue by \$165,426 as of the Fourth Budget Revision.



City of Santa Monica Master Facilities Joint Use Agreement

An additional \$325,000 is added to the revenue for this agreement simply as a true-up after the second and final payment to the District. The total amount received by the District is \$11,303,200. The additional \$325,000 ensures that the final amount owed to the District is in line with the annual CPI adjustments as outlined in the agreement.

City of Malibu Joint Use Agreement

As this agreement is based on actual usage of District facilities by the City of Malibu, the final amount owed to the District is lower by \$20,382. The total funds received from the Malibu Joint Use Agreement is \$226,445.

Interest Earned

An additional \$920,017 has been added to the Budget per actuals received from Interest Earned. Due to market conditions and the amount of Cash on hand in the District's County Treasury Account, a substantial increase earned on interest ensued. It is anticipated that an additional increase will occur when closing the books for 2024-25 as the 4th Quarter posting of interest will be completed in July 2025 for the financials affecting 6/30/2025.

Supplies/ Books/ Textbooks

The District is making a final entry to reconcile the supply budget per actual expenses to-date as well as estimated expenses through the end of June. This has resulted in a decrease to supply costs of \$515,953.

Consultants & Other Operating Costs

The District is making a final entry to reconcile the Consultant & Other Operating Cost budget per actual expenses to-date as well as estimated expenses through the end of June. This has resulted in a projected decrease of \$223,280. This is from an increase of \$560,836 for Other Operating Costs as well as a decrease of \$337,559 – a net change of a \$223,280 decrease.

Capital Outlay

The District is making a final entry to reconcile the capital expenditure budget per actual expenses to-date as well as estimated expenses through the end of June. This has resulted in a decrease to capital outlay costs of \$85,225. This was a result of continued supply chain delays.

Comments

Staff anticipate this item will require a total of 30 minutes, with 25 minutes for the staff report and 5 minutes for board questions/comments.

Supporting Documents



Special Meeting

06/18/2025 - 05:30 PM

District Office and Zoom
1717 Fourth St., Santa Monica, CA 90401

 [2024-25 Fourth Budget Revision - Multi-Year Projection \(MYP\)](#)

Created on 6/6/2025 at 2:34 PM PT by Kimberley Curry-Blue
Last Modified on 6/13/2025 at 12:00 PM PT by Kimberley Curry-Blue

MULTI-YEAR PROJECTIONS
UNRESTRICTED GENERAL FUND

	A	B	C	D	E	F	G	H	I	J
		2024-25	2024-25	2024-25	2024-25	2024-25	2024-25	2025-26	2026-27	2027-28
		ADOPTED	FIRST	SECOND	THIRD	FOURTH	THIRD	PROPOSED	PROJECTED	PROJECTED
Description	BUDGET	INTERIM	INTERIM	BUDGET	BUDGET	vs FOURTH	CHANGE	BUDGET	BUDGET	BUDGET
Revenue:										
1 Property Tax		114,288,540	118,288,540	118,288,540	118,767,103	120,235,867	1,468,764	121,645,640	125,631,466	130,813,039
2 Education Protection Account (EPA)		1,800,000	1,800,000	1,800,000	1,800,000	1,800,000	-	1,700,000	1,700,000	1,700,000
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)	-	(300,000)	(300,000)	(300,000)
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	8,585,843
7 Subtotal LCFF Funding		124,387,384	128,387,384	128,387,384	128,865,947	130,334,710	1,468,763	131,631,843	135,617,309	140,798,883
8 Other Federal (MAA - Medi-Cal Administrative Activities)		-	-	-	-	-	-	-	-	-
9 Lottery - Unrestricted		1,500,000	1,637,085	1,637,085	1,637,085	1,637,085	-	1,700,000	1,700,000	1,500,000
10 Mandated Reimbursement Block Grant		419,000	419,000	419,000	419,000	419,000	-	410,000	410,000	410,000
11 Other State Revenue		5,000	5,000	355,000	355,000	355,000	-	355,000	355,000	355,000
12 Measure 'R' - Parcel Tax		14,502,917	14,502,917	14,502,917	14,502,917	14,668,342	165,426	14,301,621	14,587,653	14,879,406
13 Measure 'Y' & 'GSH' - City of Santa Monica		18,000,000	18,000,000	18,000,000	18,000,000	17,500,000	(500,000)	18,000,000	18,000,000	19,000,000
14 Measure 'GS' (Effective 3/1/2023) - City of Santa Monica		10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	-	10,000,000	10,000,000	10,000,000
15 Joint Use Agreement - City of Santa Monica		10,978,200	10,978,200	10,978,200	10,978,200	11,303,200	325,000	11,529,263	11,759,848	11,995,045
16 Joint Use Agreement - City of Malibu		246,827	246,827	246,827	246,827	226,445	(20,382)	299,378	299,378	299,378
17 Santa Monica Ed Foundation Donation		1,960,389	1,960,389	1,960,389	2,073,389	2,073,389	-	1,800,000	1,800,000	1,800,000
18 Malibu Education Foundation		581,685	581,685	581,685	650,600	650,600	-	592,508	592,508	592,508
19 Lease & Rental		2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	-	2,750,000	2,750,000	2,750,000
20 Interest Earned		700,000	700,000	700,000	1,146,745	2,066,762	920,017	1,250,000	1,000,000	700,000
21 All Other Local Income (including Medi-Cal as of 2023-24)		1,209,000	1,137,916	1,254,207	1,285,471	1,312,897	27,426	1,209,000	1,209,000	1,209,000
22 Local General Fund Contribution		(43,265,875)	(48,572,409)	(44,096,073)	(44,278,907)	(44,278,907)	-	(44,636,667)	(45,529,400)	(46,439,988)
23 TOTAL REVENUE		143,224,526	141,983,993	146,926,620	147,882,273	150,268,523	2,386,250	151,191,585	154,551,297	159,849,232
24 Expenditure:										
25 Certificated Salary		60,681,624	62,551,567	62,408,478	62,430,278	62,515,206	84,928	63,168,211	63,898,049	66,153,650
26 Classified		27,183,903	26,797,314	26,266,524	26,213,568	26,217,258	3,690	27,095,364	27,501,794	27,914,321
27 Benefits		41,441,665	41,474,092	40,765,694	40,810,748	40,833,458	22,710	38,213,703	43,136,123	44,916,267
28 STRS		11,437,249	11,680,852	11,596,278	11,599,442	11,615,663	16,221	11,987,033	12,204,527	12,635,347
29 PERS		6,867,080	6,928,693	6,818,197	6,790,946	6,791,294	348	7,006,964	7,397,983	7,760,181
30 SOCIAL SECURITY & MEDICARE		3,000,630	3,012,293	2,964,214	2,959,645	2,961,158	1,513	3,096,466	3,030,409	3,094,674
31 HEALTH AND WELFARE		15,513,710	15,161,876	14,742,945	14,818,103	14,818,103	-	11,265,726	15,629,012	16,410,463
32 SUI		40,279	44,600	44,071	44,083	44,129	46	46,365	45,700	47,034
33 WORKERS COMP		3,449,100	3,501,979	3,463,255	3,463,681	3,467,155	3,474	3,625,465	3,655,994	3,762,719
34 OPEB		1,099,910	1,111,667	1,098,592	1,098,206	1,099,314	1,108	1,157,461	1,142,498	1,175,850
35 CASH IN-LIEU		33,707	32,132	38,142	36,642	36,642	-	28,223	30,000	30,000
36 Supplies/Books/Textbooks		4,786,301	4,456,395	4,429,463	4,503,345	3,987,392	(515,953)	4,589,592	2,000,000	2,000,000
37 Other Operational Costs		20,894,296	21,763,290	23,467,052	23,605,590	23,398,874	(206,716)	24,454,409	19,103,071	20,281,865
38 504 PLAN ACCOMODATION (STUDENT SERVICES)		20,000	20,000	20,000	20,193	193	(20,000)	-	-	-
39 TRAVEL & CONFERENCE		446,015	489,166	486,840	585,514	573,444	(12,070)	699,268	500,000	500,000
40 DUES & MEMBERSHIPS		53,576	87,436	87,436	87,021	87,561	540	81,719	80,000	80,000
41 INSURANCE		2,360,977	2,607,849	3,102,115	3,102,115	3,102,115	-	3,257,221	2,920,082	3,066,086
42 UTILITIES		4,425,750	4,425,750	4,425,750	4,617,779	4,617,779	-	4,602,779	4,602,779	4,602,779
43 RENTALS, LEASES, REPAIRS		2,850,134	2,818,818	2,823,414	2,869,866	2,889,026	19,160	3,064,724	2,500,000	2,500,000
44 INTRA-FUND TRANSFERS FOR SERVICES		(31,704)	(111,199)	(120,989)	(178,349)	(181,457)	(3,108)	(91,037)	(65,000)	(65,000)
45 INTER-FUND TRANSFERS FOR SERVICES		(137,947)	(133,538)	(19,357)	(232,967)	(200,925)	32,042	(113,660)	(175,000)	(175,000)
46 CONSULTANTS & OTHER OPERATING		10,617,285	11,270,298	12,373,133	12,446,708	12,223,428	(223,280)	12,663,985	8,450,000	9,500,000
47 Other Operational Costs		5,542,906	5,381,656	5,476,796	5,420,445	4,859,606	(560,839)	5,322,268	3,000,000	3,000,000
48 Consultants		2,321,297	3,135,560	3,813,255	3,923,581	4,261,140	337,559	3,537,717	2,250,000	3,000,000
49 Legal		1,886,000	1,886,000	2,216,000	2,235,600	2,235,600	-	2,204,000	1,600,000	1,900,000
50 Cost of Early Retirement Incentive (SERP)		867,082	867,082	867,082	867,082	867,082	-	1,600,000	1,600,000	1,600,000
51 COMMUNICATIONS (LAND & MOBILE)		290,210	288,710	288,710	287,710	287,710	-	289,410	290,210	273,000
52 Capital Outlay		616,282	738,365	758,886	706,986	621,761	(85,225)	71,000	100,000	100,000
53 Transfer to County Specialized Schools & Debt Service		90,000	90,000	90,000	90,000	90,000	-	120,000	120,000	120,000
54 Indirect Costs from Restricted General Fund Categoryals		(2,134,389)	(2,385,612)	(2,346,213)	(2,347,909)	(2,331,189)	16,720	(110,738)	(1,250,000)	(2,005,458)
55 Interfund Transfer Out to Fund 12 Child Development		375,000	375,000	375,000	375,000	375,000	-	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	100,000
57 Interfund Transfer Out to Fund 13 Food Services		900,000	900,000	900,000	900,000	900,000	-	750,000	750,000	750,000
58 Interfund Transfer Out to Fund 14 Deferred Maint.		2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	-	2,000,000	2,500,000	2,500,000
59 TOTAL EXPENDITURE		156,934,682	158,860,411	159,214,884	159,387,606	158,707,760	(679,846)	160,826,541	158,459,037	163,330,646
60 Increase (Decrease) Fund Balance		(13,710,156)	(16,876,418)	(12,288,264)	(11,505,333)	(8,439,237)	3,066,096	(9,634,956)	(3,907,740)	(3,481,414)
61 Beginning Fund Balance		36,178,599	56,609,464	56,609,464	56,609,464	56,609,464	-	46,857,928	37,222,972	33,315,232
62 Audit Restatement - Fund 71 to General Fund		-	-	3,489,219	3,489,219	3,489,219	-	-	-	-
63 Audit Restatement of Deferred Inflow of Lease Receivables		-	-	1,350,591	1,350,591	1,350,591	-	-	-	-
64 District Restatement - Expanded Learning Opportunities Grant		-	-	(2,662,890)	(2,662,890)	(2,662,890)	-	-	-	-
65 Ending Fund Balance (net of lines 60-64)		22,468,443	39,733,046	46,498,120	47,281,051	50,347,147	3,066,096	37,222,972	33,315,232	29,833,819
66 Reserve - Revolving Cash, Prep-paid		20,005	20,025	20,025	20,025	20,025	-	20,025	20,025	20,005
67 Reserve - Fund 71 District Restatement		-	-	(3,489,219)	(3,489,219)	(3,489,219)	-	-	-	-
68 Reserve - Deficit Spending in 25-26		-	6,843,204	8,095,737	8,410,379	8,410,379	-	-	-	-
69 Reserve - Deficit Spending in 26-27		-	839,427	3,284,231	3,614,605	3,614,605	-	3,907,740	-	-
70 Reserve - Deficit Spending in 27-28		-	-	-	-	-	-	3,481,414	3,481,414	-
71 3% Contingency Reserve (unrestricted & restricted general fund)		6,827,097	7,005,613	7,189,128	7,197,366	7,197,366	-	6,930,535	6,673,801	6,839,120
72 Reserve Up to 2-months of Expenses (\$26.8 million)		15,621,341	25,024,777	24,419,780	24,549,457	27,615,553	3,066,097	22,883,259	23,139,993	22,974,694
73 Unappropriated Balance		0	0	0	0	0	0	0	0	0