

**REVENUE ASSUMPTIONS**

A 3.70% statutory Cost of Living Adjustment (COLA) is applied to the 2018-19 LCFF funding. The gap funding is 100%. The projected District LCFF revenues calculation as follows:

<b>2018-19 LCFF CALCULATION</b>					1/31/2019
<b>BASE GRANT</b>					
	TK-3	4-6	7-8	9-12	<b>TOTAL</b>
	2,903.04	2,464.57	1,610.47	3,333.35	10,311.43
2017-18 BASE	7,193	7,301	7,518	8,712	
COLA 3.70%	7,459	7,571	7,796	9,034	
	21,653,775	18,659,259	12,555,224	30,113,484	<b>82,981,743</b>
<b>AUGMENTATION GRANTS:</b>					
CSR AUGMENTATION: BASE GRANT X10.4%					2,251,993
CTE AUGMENTATION 9-12 BASE GRANT X2.6%					782,951
<b>SUPPLEMENTAL AND CONCENTRATION GRANTS:</b>					
TOTAL ENROLLMENT					10,812
TOTAL UNDUPLICATED PUPIL COUNT					3,012
					27.86%
<b>SUPPLEMENT ADD-ON 20% OF BASE GRANT X % OF ELIGIBLE ENROLLMENT</b>					<b>4,791,816</b>
<b>TRANSPORTATION AND TIIG GRANT</b>					
2012-13 TRANSPORTATION					820,273
2012-13 TIIG					429,757
<b>TOTAL LCFF ENTITLEMENT /TARGET FUNDING</b>					<b>92,058,533</b>
<b>2018-19 TOTAL LCFF ENTITLEMENT</b>					<b>92,058,533</b>
<b>MINIMUM STATE AID / 2012-13 CATEGORICAL PROGRAMS</b>					<b>8,585,843</b>
<b>TOTAL FUNDING LESS: 2012-13 MINIMUM/CATEGORICAL</b>					<b>83,472,690</b>
<b>LOCAL REVENUE / PROPERTY TAXES</b>					<b>83,559,341</b>
<b>EDUCATION PROTECTION ACCOUNT / EPA</b>					<b>2,000,000</b>
<b>TRANSFER TO CHARTER SCHOOL</b>					<b>-38,000</b>
<b>STATE AID / LCFF</b>					<b>8,585,843</b>
<b>Amount of Property Tax Over LCFF Funding (Basic Aid when negative)</b>					<b>(86,651)</b>

Enrollment at Second Interim for 2018-19 is 10,625.

The Lottery allocation will be \$204 per annual ADA, of which \$151 is for Unrestricted General Fund expenditures and the remaining \$53 is Proposition 20 – Mandated for Instructional Materials.

2.71% COLA for Special Education Funding, the projected Special Education AB 602 revenue is \$5,419,120 and \$2,322,477 for Federal IDEA programs.

Mandated Block Grant and One Time Mandated revenues are \$416,289 and \$1,895,510.

The Measure “R” parcel tax of \$410.49 per parcel is estimated to generate \$12,205,124 after processing the senior exemptions.

Santa Monica-Malibu Education Foundation contribution is \$2,046,015.

The estimated revenue from Prop Y & GSH is \$15,248,204 from the City of Santa Monica.

The District will receive \$9,366,941 from the Joint Use Agreement with the City of Santa Monica.

The District will receive \$200,000 from the Joint Use Agreement funding with the City of Malibu.

The combined lease revenue is \$2.45M which is from the DoubleTree Hotel, Madison Site, 9<sup>th</sup> & Colorado and 16<sup>th</sup> Street properties.

The projected revenue of Federal programs:

Title I:	\$ 1,327,509
Title II:	\$ 287,366
Title III:	\$ 87,932
Carl Perkins:	\$ 56,730
Medical:	\$ 315,000

The projected Career Technical Ed. Incentive Grant (CTEIG) revenue is \$534,719.

The Projected Adult Ed. Block Grant is \$712,737 and the projected revenue of Federal Adult Education & Family Literacy programs is \$43,841.

The Projected Federal Head Start revenue is \$1,537,668. State Preschool program revenue is \$2,868,370 and estimated parent fees are \$1,796,627.

The projected revenue for Federal Nutrition program is \$1,000,000 and \$1,100,000 from food sale.

## **EXPENDITURE ASSUMPTIONS**

### **Staffing Ratio Changes:**

TK-Grade 3	24
Grade 4-5	30
Grade 4-5 (Title I schools)	27
Grade 6-8	34
Grade 6-8 (JAMS)	33
Grade 9-12	35

### **Full-Time Equivalent (FTE) Changes:**

#### **Certificated:**

The FTE change of teaching positions reflect changes of either class size adjustment, projected enrollment adjustments, and/or staffing adjustments.

- 0.3 FTE Teaching Position John Muir (Title I)
- 0.2 FTE Teaching Position John Adams Middle School (After School PE)
- (1.0) FTE Teacher on Special Assignment (TOSA-CTEIG)
- 0.7 FTE Teaching Position Special Education
- (4.0) FTE Correction of Teacher FTE allocation from Budget Adoption

#### **Classified:**

- 0.125 FTE Instructional Assistant Classroom McKinley (Formula Resource 00010)
- 0.625 FTE Instructional Assistant Classroom John Muir (SMEF-VSS Resource 00020)
- 0.50 FTE Physical Activities Specialist Will Rogers (Stretch Grant Resource 00021)
- 0.75 FTE Paraeducator for Student Services
- 0.25 FTE Custodian for Operations Department
- (1.0) FTE Equipment Operator Abolishment for Operations Department
- 1.5 FTE Security Guards for Santa Monica High School
- (0.5) FTE Sr. Buyer for Purchasing
- 1.3 FTE Gardener for Ongoing & Major Maintenance (Resource 81500 – Deferred Maintenance Match)
- 1.0 FTE Lead Grounds position for Ongoing & Major Maintenance (Resource 81500 – Deferred Maintenance Match)
- 0.5 FTE Sr. Buyer for Ongoing & Major Maintenance (Resource 81500 – Deferred Maintenance Match)
- 0.375 FTE Lifeguards (Resource 90110 – Permits)
- 5.288 FTE Paraeducators, Special Education

#### **Management:**

- 1.0 FTE Coordinator, Education Services (CTEIG)
- (1.0) FTE Pt. Dume Principal
- (1.0) FTE Interim Site Administrator (pre-planned for potential administrator changes – none in 2018-19)

#### **Salary:**

- 1.5% step and column increase for certificated employees
- 1.5% step and column increase for classified employees

#### **Statutory Benefits:**

- 16.28% STRS employer contribution rate (1.85% increase)
- 6.20% OASDI contribution rate

- 1.45% Medicare contribution rate
- 0.05% SUI contribution
- 4.10% Workers' Compensation contribution
- 18.062% PERS Employer contribution rate (2.041% increase)
- 1.25% Other Postemployment Benefit

**Health & Welfare:**

The premium for District-paid employee health benefits was budgeted for a 10% increase per plan medical and a 7% annualized increase in 2019 calendar year. The actual amount of increase in 2019 after the accounting of which employees choose which medical plans is approximately a 4% net increase.

**OTHER PROGRAMS**

***Education Protection Account (EPA)***

After passage of Proposition 30, the Schools and Local Public Safety Protection Act of 2012, the District received funds through a new Education Protection Account to help stabilize school budgets and restore educational opportunities that were decimated by revenue shortfalls brought by the Great Recession. The District will receive approximately \$2,000,000 in 2018-19 and will use all funds to support Teachers Salary. EPA funds are one of the three components that make up the LCFF funds in the district.

***LCAP Supplemental***

\$4,739,038 is budgeted to support the LCAP plan as approved in the adopted Board.

***Textbooks***

\$2,132,026 funded by Unrestricted General Fund.

***Formula Budget (School Site Allocations)***

Total formula budget is \$1,207,381. The allocation is based on:

- K-5 \$ 77.75 per pupil
- 6-8 \$ 80.66 per pupil
- 9-12 \$ 59.48 per pupil

***Summer School***

Total summer school cost is \$853,438

***Equipment Purchase and Replacement***

\$1,651,327 budget for Copiers, Trucks and other Equipment & Replacement.

***Transportation***

- \$932,563 for Regular Ed Transportation
- \$1,333,236 for Special Ed Transportation

**Ongoing Maintenance Program**

\$5,427,410 is budgeted for Ongoing Maintenance Program, which represents 3% of total General Fund budget.

**Property Acquisition**

No property has been acquired as of the 2018-19 First Interim.

**TRANSFERS**

\$1,500,000 transfer to Deferred Maintenance Fund (Fund 14)  
 \$900,000 transfer to Cafeteria Fund (Fund 13)

The Indirect Rate is changed from 5.59% to 5.04% in 2018-19.

**RESERVE**

The District Budget reflects a 3% reserve of the total General Fund Budget for 2018-19, and 2019-20 for Economic Uncertainties.

<b>Combined Assigned and Unassigned Fund Balances</b>	<b>2018-19</b>
<b>Fund 01: Unrestricted General Fund</b>	
Unrestricted General Fund Balance	\$ 25,308,580
Total Assigned and Unassigned Fund Balance	25,308,580
Less: Reserve for Economic Uncertainties	5,017,611
Fund Balance that Requires Explanation	20,290,969
<b>Reasons for Assigned and Unassigned Ending Fund Balances</b>	
<b>*Above the State Recommended Minimum Level</b>	
	20,290,969
Reserve for 2017-18 ERAF Repayment	(8,861,132)
Reserve for Revolving Cash & Prepays	(162,762)
Reserve for 19-20 Deficit Spending	(5,156,868)
Reserve for 20-21 Deficit Spending	(4,999,995)
^Reserve for up to 2 months General Fund Expenditures	(1,110,212)
<b>Unappropriated Balance</b>	<b>0</b>
*current reserve is at 9.73% (down 9.59% from 19.32% @ First Interim Dec. 2018)	
^A 2-month reserve would be approximately \$26.9M	

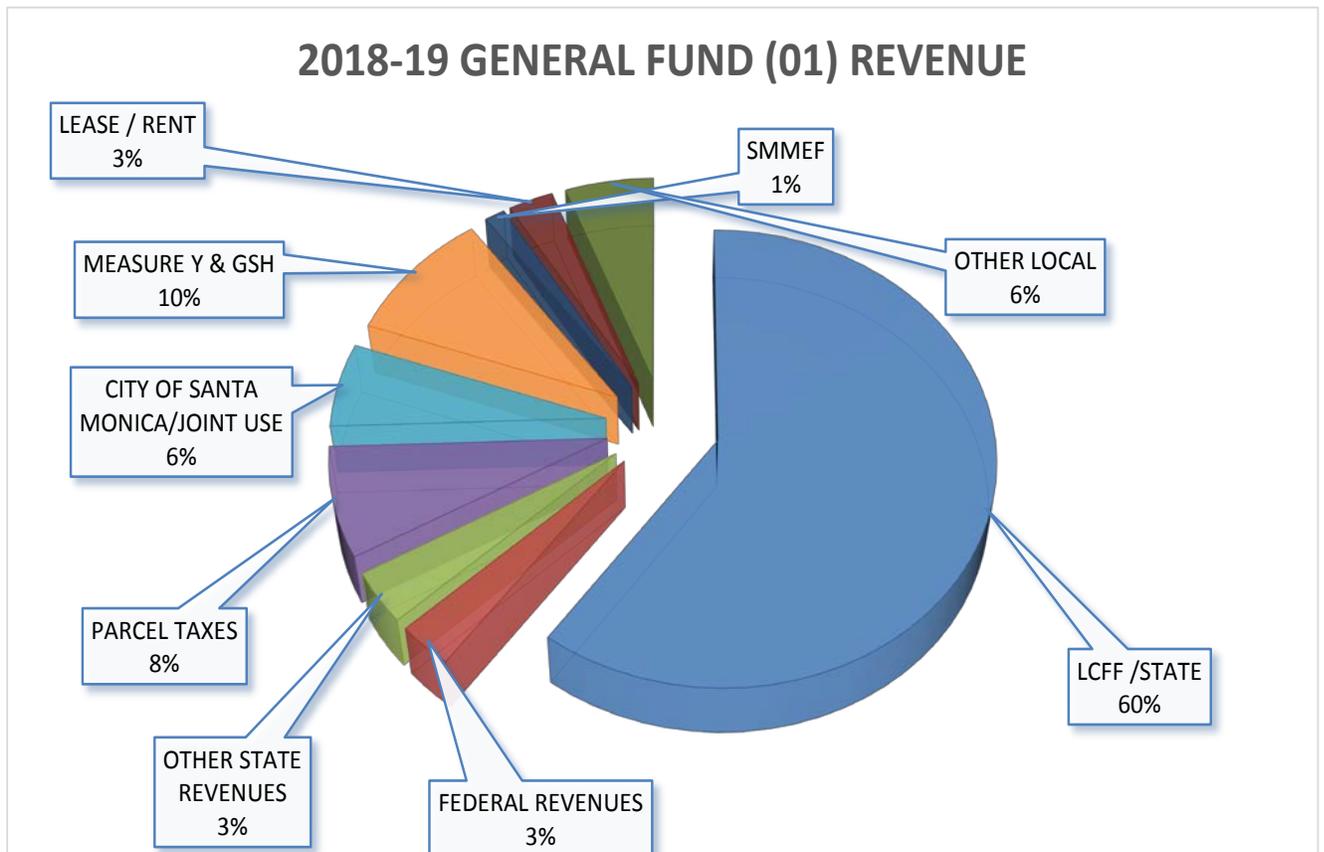
**The following include:**

- Summary General Fund Budget
- 2018-19 Major Categorical Program
- Local General Fund Contribution
- Unrestricted General Fund Assumptions
- Multi-year Financial Projections (MYP) through 2020-21
- Summary of Major Fund

**SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT  
 2018-19 SECOND INTERIM BUDGET  
 GENERAL FUND (UNRESTRICTED & RESTRICTED)**

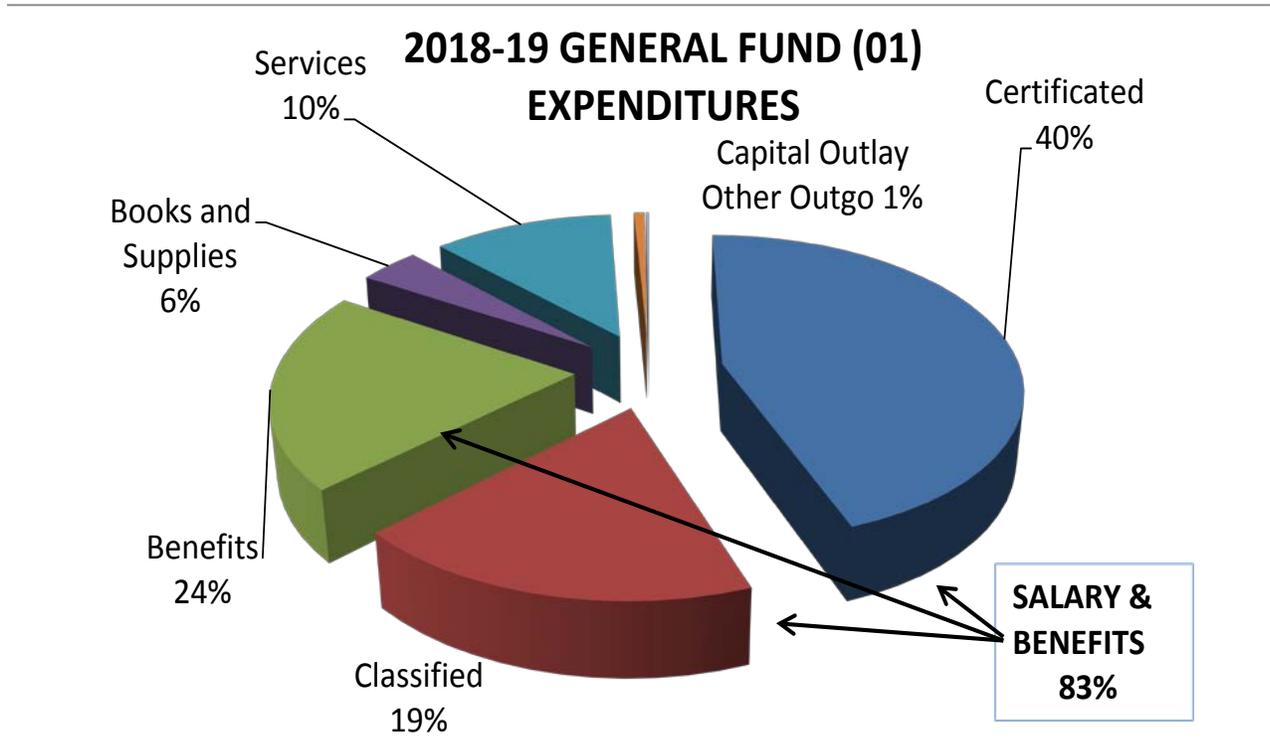
**REVENUES**

<b>PROJECTED BEGINNING BALANCE</b>	<b>\$</b>	<b>38,798,312</b>
LCFF /STATE	\$	94,107,184
FEDERAL REVENUES	\$	4,787,354
OTHER STATE REVENUES	\$	5,692,963
PARCEL TAXES	\$	12,205,124
CITY OF SANTA MONICA/JOINT USE	\$	9,366,941
MEASURE Y & GSH	\$	15,248,204
SMMEF	\$	2,046,015
LEASE / RENT	\$	4,504,406
OTHER LOCAL	\$	8,925,560
<b>TOTAL REVENUES</b>	<b>\$</b>	<b>156,883,751</b>
<b>TOTAL AVAILABLE FUNDS</b>	<b>\$</b>	<b>195,682,063</b>



**GENERAL FUND (UNRESTRICTED & RESTRICTED)**

<b>PROJECTED EXPENDITURES:</b>	
CERTIFICATED SALARIES	\$ 66,591,879
CLASSIFIED SALARIES	\$ 30,970,718
EMPLOYEE BENEFITS	\$ 40,143,967
BOOKS AND SUPPLIES	\$ 9,876,567
SERVICES & OTHER OPERATING COSTS	\$ 17,282,316
CAPITAL OUTLAY	\$ 401,322
OTHER OUTGO	\$ (413,054)
<b>TOTAL EXPENDITURES:</b>	<b>\$ 164,853,715</b>
<b>PROJECTED FUND BALANCE:</b>	<b>\$ 30,828,348</b>



**SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT**

**2018-19 MAJOR CATEGORICAL PROGRAMS**

	<b>2018-19 1ST INTERIM BUDGET</b>	<b>2018-19 2ND INTERIM BUDGET</b>	<b>CHANGES</b>
<b>FEDERAL PROGRAMS</b>			
TITLE I :BASIC	1,249,864	1,327,509	77,645
			-
TITLE II :TEACHER QUALITY	277,167	287,366	10,199
TITLE III : IMMIGRANT EDUCATION (IMM)	20,423	20,423	-
TITLE III : LIMITED ENGLISH PROFICIENT (LEP)	87,932	87,932	-
VOC: CARL PERKINS	47,000	56,730	9,730
MEDICAL REIMBURSEMENT	315,000	315,000	-
SP ED: IDEA ENTITLEMENT	2,206,391	2,203,993	(2,398)
SP ED: IDEA "C" EARLY INTERVENTION	59,099	59,099	-
<b>TOTAL FEDERAL REVENUES:</b>	<b>4,262,876</b>	<b>4,358,052</b>	<b>95,176</b>
<b>STATE PROGRAMS</b>			
SP ED : AB602	5,569,781	5,419,120	(150,661)
SP ED : MENTAL HEALTH	-	-	-
SP ED : INFANT DISCRETIONAL FUNDS	-	-	-
SP ED : PROJECT WORKABILITY	62,581	62,581	-
LOTTERY - INSTRUCTIONAL MATERIALS	494,448	494,448	-
CAREER TECHNICAL EDUCATION INC. (CTEIG)	534,719	534,719	-
<b>TOTAL STATE REVENUES:</b>	<b>6,661,529</b>	<b>6,510,868</b>	<b>(150,661)</b>

**LOCAL GENERAL FUND CONTRIBUTION (LGFC)**

	<b>2018-19 1ST INTERIM BUDGET</b>	<b>2018-19 2ND INTERIM BUDGET</b>	<b>CHANGE</b>
SPECIAL EDUCATION	23,097,545	23,497,740	400,195
ONGOING MAINTENANCE PROGRAM	5,208,563	5,208,563	-
<b>TOTAL CONTRIBUTION:</b>	<b>28,306,108</b>	<b>28,706,303</b>	<b>400,195</b>

**SANTA MONICA-MALIBU USD  
 MULTI-YEAR PROJECTION  
 UNRESTRICTED GENERAL FUND - ASSUMPTIONS**

<b>Factor</b>	<b>2018-19</b>	<b>2019-20</b>	<b>2020-21</b>
Statutory COLA	3.70%	3.46%	2.86%
<b>LCFF FUNDING BASE</b>			
K-3 + 10.4% CSR	\$ 8,235	\$ 8,520	\$ 8,764
4-6	\$ 7,571	\$ 7,833	\$ 8,057
7-8	\$ 7,796	\$ 8,066	\$ 8,296
9-12 + 2.6% CTE	\$ 9,269	\$ 9,590	\$ 9,864
<b>AVERAGE LCFF FUNDING PER ADA</b>	<b>\$ 8,928</b>	<b>\$ 9,244</b>	<b>\$ 9,498</b>
% of Local Property Taxes Increase	5%	5%	5%
<b>% OF GAP FUNDING /DOF</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>
<b>STATE AID (OBJ. 8011)</b>	<b>\$ 8,585,843</b>	<b>\$ 8,585,843</b>	<b>\$ 8,585,843</b>
<b>MINIMUM STATE AID</b>	<b>\$ 8,585,843</b>	<b>\$ 8,585,843</b>	<b>\$ 8,585,843</b>
Enrollment Projection	10,625	10,625	10,625
P2 ADA Projection	10,116	10,116	10,116
FUNDING ADA	10,311	10,116	10,116
Federal Revenues	0%	0%	0%
Lottery - Unrestricted /ADA	\$ 151.00	\$ 151.00	\$ 151.00
Lottery - Restricted /ADA	\$ 53.00	\$ 53.00	\$ 53.00
Mandated Block Grant : K-8 /ADA	\$ 31.16	\$ 32.24	\$ 33.16
Mandated Block Grant : 9-12 /ADA	\$ 59.83	\$ 61.90	\$ 63.67
City of Santa Monica/Joint Use Agrmnt	\$ 9,366,941	\$ 9,554,280	\$ 9,745,365
Measure "R" / Parcel Tax	\$ 12,205,124	\$ 12,449,227	\$ 12,698,211
City of SM /Meas. Y & GSH /Sales Tax	\$ 15,248,204	\$ 15,553,168	\$ 15,864,231
SMMEF	\$ 2,046,015	\$ 2,000,000	\$ 2,000,000
Salary Increase	0%	0%	0%
Step & Column Incr.	1.50%	1.50%	1.50%
<b>STRS Rate</b>	<b>16.28%</b>	<b>17.10%</b>	<b>18.10%</b>
<b>PERS Rate</b>	<b>18.06%</b>	<b>20.70%</b>	<b>23.40%</b>
Health/Welfare - Annualized	7%	7%	7%
Workers' Compensation	4.10%	4.10%	4.10%
Other Postemployment Benefits	1.25%	1.25%	1.25%
Indirect Cost Rate	5.04%	5.04%	5.04%
Interest Rate	0.70%	0.70%	0.70%
Ongoing Maintenance	3%	3%	3%
Reserve for Uncertainties	3%	3%	3%

MULTI-YEAR PROJECTIONS / UNRESTRICTED GENERAL FUND			
	2018-19	2019-20	2020-21
Description	2ND INTERIM BUDGET	PROJECTED BUDGET	PROJECTED BUDGET
Revenue:			
Property Tax	83,559,341	86,801,579	90,391,658
Education Protection Account (EPA)	2,000,000	2,000,000	2,000,000
LCFF Transfer to Fund Fund 14	-	-	-
LCFF Transfer to Charter School	(38,000)	(38,000)	(38,000)
Pr. Year LCFF Adjustment	-	-	-
<b>Minimum State Aid</b>	<b>8,585,843</b>	<b>8,585,843</b>	<b>8,585,843</b>
<b>Subtotal LCFF Funding</b>	<b>94,107,184</b>	<b>97,349,422</b>	<b>100,939,501</b>
Other Federal	301,398	13,000	13,000
Lottery	1,624,179	1,600,000	1,600,000
Mandated Reimbursement Block Grant	416,289	380,000	380,000
One-time Mandated	1,895,510	-	-
Other State Revenue	5,460	5,000	5,000
Meas. "R"	12,205,124	12,449,227	12,698,211
Meas. Y & GSH/ City of SM	15,248,204	15,553,168	15,864,231
Joint Use Agreement	9,366,941	9,554,280	9,745,365
SMM Ed Foundation Donation	2,046,015	-	-
SM Ed Foundation Donation		2,000,000	2,000,000
Malibu Ed Foundation (tbd) Donation	-	500,000	500,000
Lease & Rental	2,450,000	2,450,000	2,450,000
All Other Local Income	1,252,089	1,170,000	1,180,000
Local General Fund Contribution	(28,706,303)	(29,280,429)	(29,866,038)
<b>TOTAL REVENUE</b>	<b>112,212,090</b>	<b>113,743,667</b>	<b>117,509,271</b>
Expenditure:			
Certificated Salary	53,748,752	54,554,983	55,373,308
Classified	19,170,597	19,458,156	19,750,028
Benefits	29,588,474	31,667,397	33,865,930
<b>STRS</b>	<b>8,545,594</b>	<b>9,328,902</b>	<b>10,022,569</b>
<b>PERS</b>	<b>3,210,763</b>	<b>3,745,890</b>	<b>4,298,001</b>
<b>SOCIAL SECURITY &amp; MEDICARE</b>	<b>2,360,783</b>	<b>2,279,596</b>	<b>2,313,790</b>
<b>HEALTH AND WELFARE</b>	<b>11,478,240</b>	<b>12,281,717</b>	<b>13,141,437</b>
<b>SUI</b>	<b>39,592</b>	<b>42,007</b>	<b>42,562</b>
<b>WORKERS COMP</b>	<b>2,922,103</b>	<b>2,960,526</b>	<b>3,004,933</b>
<b>OPEB</b>	<b>907,803</b>	<b>925,164</b>	<b>939,042</b>
<b>CASH IN -LIEU</b>	<b>103,596</b>	<b>103,596</b>	<b>103,596</b>
Supplies/Books	4,107,897	2,000,000	2,000,000
Other Operational Costs	11,416,647	9,500,000	9,500,000
Capital Outlay	302,222	200,000	500,000
Transfer to County Specialized Schools	120,000	120,000	120,000
Malibu Ed Foundation (tbd) Expenses	-	500,000	500,000
Debt Services / SERP Saving	28,799	(750,000)	(750,000)
Malibu Realignment (Cabrillo)	-	(600,000)	(600,000)
Indirect	(1,073,849)	(1,000,000)	(1,000,000)
GSH Technology Plan/Replacement	2,000,000	1,000,000	1,000,000
Interfund Transfer Out to Fund 12 CDS	-	1,000,000	1,000,000
Interfund Transfer Out to Fund 13 FNS	900,000	750,000	750,000
Interfund Transfer Out to Fund 14 DefM	1,500,000	500,000	500,000
<b>TOTAL EXPENDITURE</b>	<b>121,789,539</b>	<b>118,900,535</b>	<b>122,509,266</b>
Increase (Decrease) Fund Balance	<b>(9,577,449)</b>	<b>(5,156,868)</b>	<b>(4,999,995)</b>
Beginning Fund Balance	34,886,030	16,447,449	11,290,581
Reserve - 17-18 ERAF REPAYMENT	(8,861,132)	-	-
Ending Fund Balance	16,447,449	11,290,581	6,290,586
Reserve - Revolving Cash, Pre-paids	162,762	162,762	162,762
Reserve - Deficiting Spending in 18-19	-	-	-
Reserve - Deficiting Spending in 19-20	5,156,868	-	-
Reserve - Deficiting Spending in 20-21	4,999,995	4,999,995	-
Reserve - Deficiting Spending in 21-22	-	-	-
3% Contingency Reserve	5,017,611	4,938,756	5,096,294
Reserve Up to 2-months of Expenses	1,110,212	1,189,067	1,031,529
Unappropriated Balance	<b>0</b>	<b>0</b>	<b>0</b>

**FUND 01: UNRESTRICTED GENERAL FUND**

Object	Description	First Interim 10/31/2018	Second Interim 1/31/2019	Changes
	Beginning Fund Balance	34,886,030	34,886,030	
8011-8099	LCFF Revenue	101,575,847	94,107,184	(7,468,663)
8100-8299	Federal Revenue	286,703	301,398	14,695
8300-8590	State Revenue	3,917,259	3,941,438	24,179
8600-8799	Local Revenue	42,568,373	42,568,373	-
8980-8999	Local General Fund Contributions	(28,306,108)	(28,706,303)	(400,195)
	<b>Total Revenue</b>	<b>120,042,074</b>	<b>112,212,090</b>	<b>(7,829,984)</b>
1000-1999	Certificated Salaries	54,313,871	53,748,752	(565,119)
2000-2999	Classified Salaries	19,244,565	19,170,597	(73,968)
3000-3999	Employee Benefits	30,383,028	29,568,474	(814,554)
4000-4999	Books and Supplies	5,573,327	6,107,897	534,570
5000-5999	Services and Other Operating	11,475,314	11,416,647	(58,667)
6000-6999	Capital Outlay	76,362	302,222	225,860
7100-7299	Other Outgo	148,800	148,800	-
7300-7399	Indirect Costs	(1,022,123)	(1,073,849)	(51,726)
7400-7499	Debt Services	-	-	
7600-7629	Transfer Out/ Fund 12, 13, 14	2,400,000	2,400,000	-
	<b>Total Expenditures</b>	<b>122,593,144</b>	<b>121,789,540</b>	<b>(803,604)</b>
	Increase /(Decrease) Fund Balance	<b>(2,551,070)</b>	<b>(9,577,450)</b>	<b>(7,026,380)</b>
	<b>Projected Fund Balance</b>	<b>32,334,960</b>	<b>25,308,580</b>	

**Major Changes**

**Revenues:**

- \$ (7,468,663) Decrease in Property Tax Revenue of which \$849,245 is ERAF due to Basic Aid status in 17-18 & 18-19
- \$ 14,695 Increase in Federal MAA Reimbursement
- \$ 24,179 Increase in Unrestricted State Lottery
- \$ 400,195 Increase in Local General Fund Contribution to Special Education

**Expenditures:**

- \$ (565,119) Decrease in Certificated Salaries
  - \$360K - 4.0 FTE Correction of FTE allocation from Budget Adoption
  - \$127K - 1.0 FTE Pt. Dume Principal
  - \$24K - 1.0 FTE Interim Site Administrator (pre-planned for potential admin changes)
  - \$54K - Teacher salary adjustments based on placement, leave use, & vacancies
- \$ (73,968) Decrease in Classified Salaries by 1.75 FTEs for classified positions
- \$ (814,554) Decrease in Benefits - Adopted 10% increase with 2nd Interim increase at 5%
- \$ 534,570 Increase in Books & Supplies - Moved from Certificated Salaries
- \$ (58,667) Decrease in Services & Operating Costs (legal costs, independent contractors, conf/travel)
- \$ 225,860 Increase in Capital Outlay
  - \$56K Replace maintenance truck #35
  - \$143K Rollover P.O. for additional replacement maintenance vehicles
  - \$6K Two (2) Basketball Scoreboards for Santa Monica High School
  - \$9K Gym floor covering for Santa Monica High School
  - \$11K Adapter Sleeve for Volleyball court/net for Lincoln Middle School
- \$ (51,726) Increase in Indirect Charge to Categorical Programs

**FUND 01: RESTRICTED GENERAL FUND**

Object	Description	First Interim 10/31/2018	Second Interim 1/31/2019	Changes
	Beginning Fund Balance	3,912,282	3,912,282	
8100-8299	Federal Revenue	4,322,261	4,485,956	163,695
8300-8590	State Revenue	1,091,748	1,751,525	659,777
8600-8799	Local Revenue	9,524,268	9,727,877	216,153
8980-8999	Local General Fund Contributions	28,306,108	28,706,303	400,195
	<b>Total Revenue</b>	<b>43,244,385</b>	<b>44,671,661</b>	<b>1,439,820</b>
1000-1999	Certificated Salaries	12,755,592	12,843,127	87,535
2000-2999	Classified Salaries	11,546,479	11,800,121	253,642
3000-3999	Employee Benefits	10,524,904	10,575,493	50,589
4000-4999	Books and Supplies	3,192,923	3,768,670	575,747
5000-5999	Services and Other Operating Costs	5,323,736	5,865,669	541,933
6000-6999	Capital Outlay	58,100	99,100	41,000
7300-7399	Indirect Costs	477,169	511,996	34,827
	<b>Total Expenditures</b>	<b>43,878,903</b>	<b>45,464,176</b>	<b>1,585,273</b>
	Increase /(Decrease) Fund Balance	<b>(634,518)</b>	<b>(792,515)</b>	<b>(157,997)</b>
	<b>Projected Fund Balance</b>	<b>3,277,764</b>	<b>3,119,767</b>	

**Major Changes**

**Revenues:**

- \$ 163,695 Increase from Title I, II, III and IV federal programs
- \$ 659,777 Increase in State Revenue
  - \$98K Special Education Mental Health
  - \$452K Low Performing Students Block Grant
  - \$107K Classified Professional Development Block Grant
  - (priority to school safety plans per AB1840 sec. 38)*
- \$ 216,153 Increase in PTA , Booster Clubs, Gifts, & Interest Earned
- \$ 400,195 Increase in Local General Fund Contribution to Special Education

**Expenditures:**

- \$ 87,535 Increase in Certificated Salaries
- \$ 253,642 Increase in Classified Salaries
  - 5.2883 FTE Special Ed Paraeducator
- \$ 50,589 Increase in Employee Benefits
- \$ 575,747 Increase in Books, General Supplies and Textbooks
- \$ 541,933 Increase in Services and Other Operating Costs
  - \$78K Non-Public Agency Settlements
  - \$88K Conference & Travel
  - \$28K Repairs and Noncapitalized Improvements
  - \$324K Consultant Services
  - \$4K Communication Services
  - \$16K Inter-department transfer of costs
- \$ 41,000 Increase in Equipment for Franklin Elementary Shade Structure
- \$ 34,827 Increase in indirect costs from various programs

**FUND 11: ADULT EDUCATION FUND**

Object	Description	First Interim 10/31/2018	Second Interim 1/31/2019	Changes
	Beginning Fund Balance	664,347	664,347	
8100-8299	Federal Revenue	43,841	43,841	-
8300-8590	Other State Revenue	712,737	712,737	-
8600-8799	Local Revenue	32,500	32,500	-
	<b>Total Revenues</b>	<b>789,078</b>	<b>789,078</b>	<b>-</b>
1000-1999	Certificated Salaries	307,154	307,154	-
2000-2999	Classified Salaries	171,853	173,676	1,823
3000-3999	Employee Benefits	181,158	184,576	3,418
4000-4999	Books and Supplies	81,495	81,145	(350)
5000-5999	Services and Other Operating Costs	49,653	50,003	350
7300-7399	Indirect Costs	34,665	34,665	-
	<b>Total Expenditures</b>	<b>825,978</b>	<b>831,219</b>	<b>5,241</b>
	Increase /(Decrease) Fund Balance	<b>(36,900)</b>	<b>(42,141)</b>	<b>(5,241)</b>
	<b>Projected Fund Balance</b>	<b>627,447</b>	<b>622,206</b>	

**Major Changes**

**Revenue:**

No change in revenue since First Interim

**Expenditure:**

- \$ 1,823 Increase in monthly and hourly clerical office salary
- \$ 3,418 Increase in corresponding Benefits
- \$ (350) Decrease in Supplies
- \$ 350 Increase in Services & Other Operating Costs for Travel/Conference

**FUND 12: CHILD DEVELOPMENT FUND**

Object	Description	First Interim 10/31/2018	Second Interim 1/31/2019	Changes
	Beginning Fund Balance	805,928	805,928	
8100-8299	Federal Revenue	1,736,610	1,775,418	38,808
8300-8590	State Revenue	2,750,908	2,881,445	130,537
8600-8799	Local Revenue	4,309,848	4,504,123	194,275
8900-8929	Interfund Transfer from Fund 01	-	-	-
	<b>Total Revenues</b>	<b>8,797,366</b>	<b>9,160,986</b>	<b>363,620</b>
1000-1999	Certificated Salaries	2,983,082	3,055,082	72,000
2000-2999	Classified Salaries	2,472,513	2,496,213	23,700
3000-3999	Employee Benefits	2,263,570	2,381,192	117,622
4000-4999	Books and Supplies	213,439	216,955	3,516
5000-5999	Services and Other Operating Costs	713,898	843,781	129,883
7300-7399	Indirect Costs	346,484	363,383	16,899
	<b>Total Expenditures</b>	<b>8,992,986</b>	<b>9,356,606</b>	<b>363,620</b>
	Increase /(Decrease) Fund Balance	<b>(195,620)</b>	<b>(195,620)</b>	-
	<b>Projected Fund Balance</b>	<b>610,308</b>	<b>610,308</b>	

**Major Changes:**

**Revenues:**

- \$ 38,808 Increase in Federal Head Start funding to close out program as grantee with LACOE
- \$ 130,537 Increase in State California State Preschool Program (CSPP)
- \$ 194,275 Adjust budget to align with current fees collected

**Expenditures:**

- \$ 72,000 Increase in Certificated salaries
  - \$6K Teacher Hourly
  - \$29K Teacher Sub
  - \$21K Update Director salary allocation
  - \$15K Update Coordinator salary allocation
- \$ 23,700 Increase in Classified salary for Instructional Assistant Hourly & Subs
- \$ 117,622 Increase in Benefits
- \$ 3,516 Increase in Supplies
- \$ 129,883 Increase in Services and Other Operating Costs
  - \$80K Independent Contractors/Consultants
  - \$30K Food Services Food Costs
  - \$10K Utilities Costs
  - \$10K Other Operating Costs (Conference/Travel)
- \$ 16,899 Increase in Indirect Costs

**FUND 13: CAFETERIA SPECIAL FUND**

Object	Description	First Interim 10/31/2018	Second Interim 1/31/2019	Changes
	Beginning Fund Balance	377,344	377,344	
8100-8299	Federal Revenue	1,070,000	1,070,000	-
8300-8590	State Revenue	65,000	65,000	-
8600-8799	Local Revenue	1,130,300	1,130,300	-
8900-8929	Interfund Transfer from Fund 01	900,000	900,000	-
	<b>Total Revenues</b>	<b>3,165,300</b>	<b>3,165,300</b>	<b>-</b>
2000-2999	Classified Salaries	1,347,516	1,332,929	(14,587)
3000-3999	Employee Benefits	595,141	592,406	(2,735)
4000-4999	Books and Supplies	1,603,000	1,603,000	-
5000-5999	Services and Other Operating Costs	(295,550)	(295,550)	-
7300-7399	Indirect Costs	163,805	163,805	-
	<b>Total Expenditures</b>	<b>3,413,912</b>	<b>3,396,590</b>	<b>(17,322)</b>
	Increase /(Decrease) Fund Balance	<b>(248,612)</b>	<b>(231,290)</b>	<b>17,322</b>
	<b>Projected Fund Balance</b>	<b>128,732</b>	<b>146,054</b>	

**Major Changes:**

**Revenues:**

No change in revenue since 1st Interim

**Expenditures:**

\$ (14,587) Decrease in Classified salaries - adjustments based on leave use and vacancies

\$ (2,735) Decrease in Benefits

**FUND 14: DEFERRED MAINTENANCE FUND**

Object	Description	First Interim 10/31/2018	Second Interim 1/31/2019	Changes
	Beginning Fund Balance	568,933	568,933	
8010-8099	LCFF transfer to Fund 14	-	-	-
8600-8799	Local Revenue	3,000	3,000	-
8919-	Transfer form General Fund	1,500,000	1,500,000	-
	<b>Total Revenues</b>	<b>1,503,000</b>	<b>1,503,000</b>	-
4000-4999	Books and Supplies	3,000	3,000	-
5000-5999	Services and Other Operating Costs	1,300,000	1,300,000	-
6000-6999	Capital Outlay	200,000	200,000	-
	<b>Total Expenditures</b>	<b>1,503,000</b>	<b>1,503,000</b>	-
	Increase /(Decrease) Fund Balance	-	-	-
	<b>Projected Fund Balance</b>	<b>568,933</b>	<b>568,933</b>	

**Revenue:**

No change since 1st Interim

**Expenditure:**

No change since 1st Interim

**FUND 21.3: BUILDING FUND / MEASURE "BB" SERIES D**

Object	Description	First Interim 10/31/18	Second Interim 1/31/2019	Changes
	Beginning Fund Balance	23,374,934	23,374,934	
8600-8799	Local Revenue	120,000	120,000	-
8980	Transfer From ES Bond (Fund 21.7)	30,000,000	30,000,000	-
	<b>Total Revenues</b>	<b>30,120,000</b>	<b>30,120,000</b>	-
2000-2999	Classified Salaries	261,367	261,367	-
3000-3999	Employee Benefits	102,659	102,659	-
4000-4999	Books and Supplies	198,200	198,200	-
5000-5999	Services and Other Operating Costs	6,625,350	6,625,350	-
6000-6999	Capital Outlay	20,498,100	20,498,100	-
	<b>Total Expenditure</b>	<b>27,685,676</b>	<b>27,685,676</b>	-
	Increase /(Decrease) Fund Balance	<b>2,434,324</b>	<b>2,434,324</b>	-
	<b>Projected Fund Balance</b>	<b>25,809,258</b>	<b>25,809,258</b>	

**FUND 21.4: BUILDING FUND / MEASURE "ES" SERIES A**

Object	Description	First Interim 10/31/18	Second Interim 1/31/2019	Changes
	Beginning Fund Balance	-	-	
8600-8799	Local Revenue	-	-	-
	<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
2000-2999	Classified Salaries	-	-	-
3000-3999	Employee Benefits	-	-	-
4000-4999	Books and Supplies	-	-	-
5000-5999	Services and Other Operating Costs	-	-	-
6000-6999	Capital Outlay	-	-	-
	<b>Total Expenditure</b>	<b>-</b>	<b>-</b>	<b>-</b>
	Increase /(Decrease) Fund Balance	-	-	-
	<b>Projected Fund Balance</b>	<b>-</b>	<b>-</b>	

**FUND 21.5: BUILDING FUND / MEASURE "ES" SERIES B**

Object	Description	First Interim 10/31/18	Second Interim 1/31/2019	Changes
	Beginning Fund Balance	8,242,253	8,242,253	
8600-8799	Local Revenue	200,000	200,000	-
8980-8999	Transfer From ES Bond (Fund 21.6)	10,000,000	10,000,000	-
	<b>Total Revenues</b>	<b>10,200,000</b>	<b>10,200,000</b>	-
2000-2999	Classified Salaries	9,000	9,000	-
3000-3999	Employee Benefits	2,793	2,793	-
4000-4999	Books and Supplies	38,500	38,500	-
5000-5999	Services and Other Operating Costs	6,817,600	6,817,600	-
6000-6999	Capital Outlay	11,874,000	11,874,000	-
	<b>Total Expenditure</b>	<b>18,741,893</b>	<b>18,741,893</b>	-
	Increase /(Decrease) Fund Balance	<b>(8,541,893)</b>	<b>(8,541,893)</b>	-
	<b>Projected Fund Balance</b>	<b>(299,640)</b>	<b>(299,640)</b>	

<b>FUND 21.6: BUILDING FUND / MEASURE "ES" SERIES C</b>				
		First	Second	
		Interim	Interim	
Object	Description	10/31/2018	1/31/2019	Changes
	Beginning Fund Balance	27,156,047	27,156,047	
8600-8799	Local Revenue	500,000	500,000	-
8980-8999	Transfer to ES Project (Fund 21.5)	(9,990,000)	(9,990,000)	-
	<b>Total Revenues</b>	<b>(9,490,000)</b>	<b>(9,490,000)</b>	-
2000-2999	Classified Salaries	620,892	620,892	-
3000-3999	Employee Benefits	291,368	291,368	-
4000-4999	Books and Supplies	607,170	657,170	50,000
5000-5999	Services and Other Operating Costs	4,087,494	4,087,494	-
6000-6999	Capital Outlay	2,741,102	2,741,102	-
	<b>Total Expenditure</b>	<b>8,348,026</b>	<b>8,398,026</b>	50,000
	<b>Increase /(Decrease) Fund Balance</b>	<b>(17,838,026)</b>	<b>(17,888,026)</b>	<b>(50,000)</b>
	<b>Projected Fund Balance</b>	<b>9,318,021</b>	<b>9,268,021</b>	

<b>FUND 21.7: BUILDING FUND / MEASURE "ES" SERIES D</b>				
		First	Second	
		Interim	Interim	
Object	Description	10/31/2018	1/31/2019	Changes
	Beginning Fund Balance	-	-	
8600-8799	Local Revenue	500,000	500,000	-
8800-8951	Bond Proceeds	120,000,000	120,000,000	
8952-8979	Other Financing	50,000	50,000	
8980-8999	Transfer to ES Project (Fund 21.3)	(30,010,000)	(30,010,000)	-
	<b>Total Revenues</b>	<b>90,540,000</b>	<b>90,540,000</b>	-
2000-2999	Classified Salaries	-	-	-
3000-3999	Employee Benefits	-	-	-
4000-4999	Books and Supplies	100,000	100,000	-
5000-5999	Services and Other Operating Costs	7,027,150	7,027,150	-
6000-6999	Capital Outlay	75,038,000	75,038,000	-
	<b>Total Expenditure</b>	<b>82,165,150</b>	<b>82,165,150</b>	-
	<b>Increase /(Decrease) Fund Balance</b>	<b>8,374,850</b>	<b>8,374,850</b>	-
	<b>Projected Fund Balance</b>	<b>8,374,850</b>	<b>8,374,850</b>	

**FUND 25: CAPITAL FACILITIES FUND**

Object	Description	First Interim 10/31/2018	Second Interim 1/31/2019	Changes
	Beginning Fund Balance	3,864,848	3,864,848	
8681	Developer Fees	800,000	800,000	-
8660	Local Revenue	15,000	15,000	-
	<b>Total Revenues</b>	<b>815,000</b>	<b>815,000</b>	<b>-</b>
4000-4999	Supplies	3,000	6,000	3,000
5000-5999	Services and Other Operating Costs	800,000	1,605,000	805,000
6000-6999	Capital Outlay	-	-	-
	Total Expenditures	<b>803,000</b>	<b>1,611,000</b>	<b>808,000</b>
	Increase /(Decrease) Fund Balance	<b>12,000</b>	<b>(796,000)</b>	<b>(808,000)</b>
	<b>Projected Fund Balance</b>	<b>3,876,848</b>	<b>3,068,848</b>	

**Revenue:**

No Change Since Budget Adoption

**Expenditure:**

\$ 3,000 Increase in supply costs related to Malibu Fire

\$ 805,000 Increase in consultant fees, independent contractors and other fees related to Malibu Fire

**FUND 40: SPECIAL RESERVE FUND FOR CAPITAL OUTLAY**

Object	Description	First Interim 10/31/2018	Second Interim 1/31/2019	Changes
	Beginning Fund Balance	15,641,319	15,641,319	
8590-8599	State Revenue		-	-
8600-8625	Local Revenue	7,000,000	7,000,000	-
8626-8660	Local Revenue	60,000	60,000	
	<b>Total Revenues</b>	<b>7,060,000</b>	<b>7,060,000</b>	<b>-</b>
4000-4999	Supplies	92,675	92,675	-
5000-5999	Services and Other Operating Costs	2,698,008	2,718,008	20,000
6000-6999	Capital Outlay	1,501,817	1,481,817	(20,000)
7400-7499	COPS Payments	1,869,131	1,869,131	-
	Total Expenditures	<b>6,161,631</b>	<b>6,161,631</b>	<b>-</b>
	Increase /(Decrease) Fund Balance	<b>898,369</b>	<b>898,369</b>	<b>-</b>
	<b>Projected Fund Balance</b>	<b>16,539,688</b>	<b>16,539,688</b>	

**Major Changes:**

**Revenue:**

No change since 1st Interim

**Expenditure:**

Net Zero Transfer between object code 5000 and 6000

**FUND 51: BOND INTEREST & REDEMPTION**

Object	Description	First Interim 10/31/2018	Second Interim 1/31/2019	Changes
	Beginning Fund Balance	42,183,382	42,183,382	
8600-8660	Local Revenue	-	-	
8661-8799	Local Revenue	33,892,357	33,892,357	
	<b>Total Revenues</b>	<b>33,892,357</b>	<b>33,892,357</b>	-
7100-7499	Other Outgo	42,989,935	42,989,935	-
	Total Expenditures	<b>42,989,935</b>	<b>42,989,935</b>	-
	Increase /(Decrease) Fund Balance	<b>(9,097,578)</b>	<b>(9,097,578)</b>	-
	<b>Projected Fund Balance</b>	<b>33,085,804</b>	<b>33,085,804</b>	-

**Major Changes:**

**Revenue:**

No change since 1st Interim

**Expenditure:**

No change since 1st Interim

**FUND 71: RETIREE BENEFIT FUND FOR OPEB**

Object	Description	First Interim 10/31/2018	Second Interim 1/31/2019	Changes
	Beginning Fund Balance	7,850,512	7,850,512	
8600-8660	Local Revenue	100,000	100,000	
8661-8799	Local Revenue	1,300,000	1,300,000	
	<b>Total Revenues</b>	<b>1,400,000</b>	<b>1,400,000</b>	-
5000-5999	Services and Other Operating Costs	1,300,000	1,300,000	-
	Total Expenditures	<b>1,300,000</b>	<b>1,300,000</b>	-
	Increase /(Decrease) Fund Balance	<b>100,000</b>	<b>100,000</b>	-
	<b>Projected Fund Balance</b>	<b>7,950,512</b>	<b>7,950,512</b>	

**Major Changes:**

**Revenue:**

No change since 1st Interim

**Expenditure:**

No change since 1st Interim