

2019-20 First Interim Report

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December 12, 2019 Board Meeting
Agenda Item XI.H.



SMMUSD 1st Interim Report

- Shows the District's financial position as of October 31, 2019
- Displays the Adopted Budget and the First Interim Budget with the change between the two periods
- Includes an analysis of standards and assumptions for financial reporting set by the State
- Analyzes the impact on the Multi-Year Projections of the General Fund for the current and next two fiscal years
- Certifies one of three conditions:
 - ✓ Positive, Negative or Qualified



General Fund

2019-20 First Interim Budget Report

FUND 01: UNRESTRICTED GENERAL FUND

Object	Description	Adopted Budget 7/1/2019	First Interim Budget 10/31/2019	Changes
	Beginning Fund Balance	22,439,368	22,439,368	
8011-8099	LCFF Revenue	100,355,024	100,355,024	-
8100-8299	Federal Revenue	13,000	200,000	187,000
8300-8590	State Revenue	2,022,495	2,022,495	-
8600-8799	Local Revenue	43,491,104	43,644,859	153,755
8980-8999	Local General Fund Contributions	(30,602,201)	(30,340,654)	261,547
	Total Revenue	115,279,422	115,881,724	602,302
1000-1999	Certificated Salaries	53,921,221	53,942,958	21,737
2000-2999	Classified Salaries	18,725,883	18,589,749	(136,134)
3000-3999	Employee Benefits	30,672,971	30,597,610	(75,361)
4000-4999	Books and Supplies	4,719,326	4,796,567	77,241
5000-5999	Services and Other Operating Costs	12,348,571	13,877,306	1,528,735
6000-6999	Capital Outlay	130,000	215,600	85,600
7100-7299	Other Outgo	75,000	1,035,241	960,241
7300-7399	Indirect Costs	(1,162,959)	(1,191,961)	(29,002)
7400-7499	Debt Services	-	-	
7600-7629	Transfer Out/ Fund 12, 13, 14	2,850,000	2,850,000	-
	Total Expenditures	122,280,013	124,713,070	2,433,057
	Increase /(Decrease) Fund Balance	(7,000,591)	(8,831,346)	(1,830,755)
	Projected Fund Balance	15,438,777	13,608,022	



2019-20 First Interim Budget Report

Major Changes

Revenues:

- \$ 187,000 Increase in Medi-Cal (MAA) Funding
- \$ 153,755 Increase in Interest Earned
- \$ 261,547 Decrease to LGFC to Special Education

Expenditures:

- \$ 21,737 Increase Certificated Salaries
- \$ (136,134) Decrease in Classified Salaries (vacancies & over-use of leave time)
- \$ (75,361) Decrease in Benefits / (-\$78,743 in H/W benefits & +\$3,382 in statutory benefits)
- \$ 77,241 Increase in Books & Supplies
- \$ 1,570,728 Increase in Services & Operating Costs (legal costs, independent contractors, conf/travel)
 - 1,014,968 Cost of Retirement Incentive (SERP) Premium - Year 1 of 5*
 - 388,500 Other Operating Costs*
 - 54,350 Conference & Travel*
 - 112,910 Other Operating Costs (Maintenance Agmts, Advertising, Memberships, Interfund Transfers, Other)*
- \$ 888,490 Cost of Issuance for TRANs (Tax Revenue Anticipation Notes)
 - 353,750 Original Issuance Premium*
 - 534,738.75 Interest Due*
- \$ 52,416 Increase in Indirect Charge to Categorical Programs

2019-20 First Interim Budget Report

FUND 01: RESTRICTED GENERAL FUND

Object	Description	Adopted Budget 7/1/19	First Interim Budget 10/31/2019	Changes
	Beginning Fund Balance	5,062,090	5,062,090	
8100-8299	Federal Revenue	4,159,786	4,649,360	489,574
8300-8590	State Revenue	1,568,053	1,585,323	17,270
8600-8799	Local Revenue	7,949,062	9,410,761	1,461,699
8980-8999	Local General Fund Contributions	30,602,201	30,340,654	(261,547)
	Total Revenue	44,279,102	45,986,098	1,706,996
1000-1999	Certificated Salaries	12,833,277	13,066,066	232,789
2000-2999	Classified Salaries	12,019,752	12,209,389	189,637
3000-3999	Employee Benefits	11,723,795	11,636,243	(87,552)
4000-4999	Books and Supplies	1,794,323	3,065,216	1,270,893
5000-5999	Services and Other Operating Costs	4,842,164	5,604,954	762,790
6000-6999	Capital Outlay	9,649	42,649	33,000
7300-7399	Indirect Costs	548,996	554,905	5,909
	Total Expenditures	43,771,956	46,179,422	2,407,466
	Increase /(Decrease) Fund Balance	507,146	(193,324)	(700,470)
	Projected Fund Balance	5,569,236	4,868,766	



2019-20 First Interim Budget Report

Major Changes

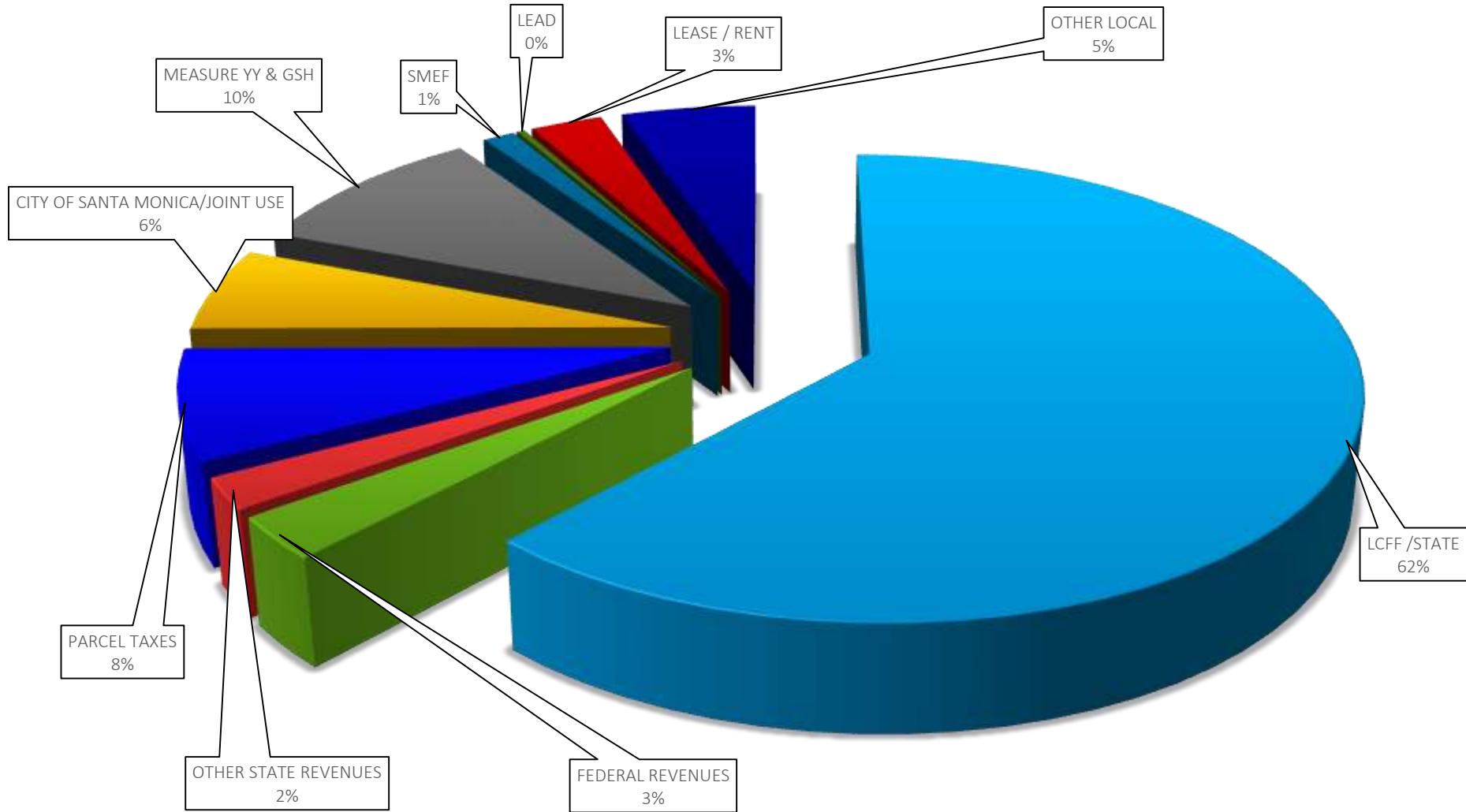
Revenues:

- \$ 489,574 2018-19 Carryover from Title I, II and IV federal programs
- \$ 1,461,699 Increase in PTA , Booster Club & Gifts
- \$ (261,547) Decrease in Local General Fund Contribution to Special Education

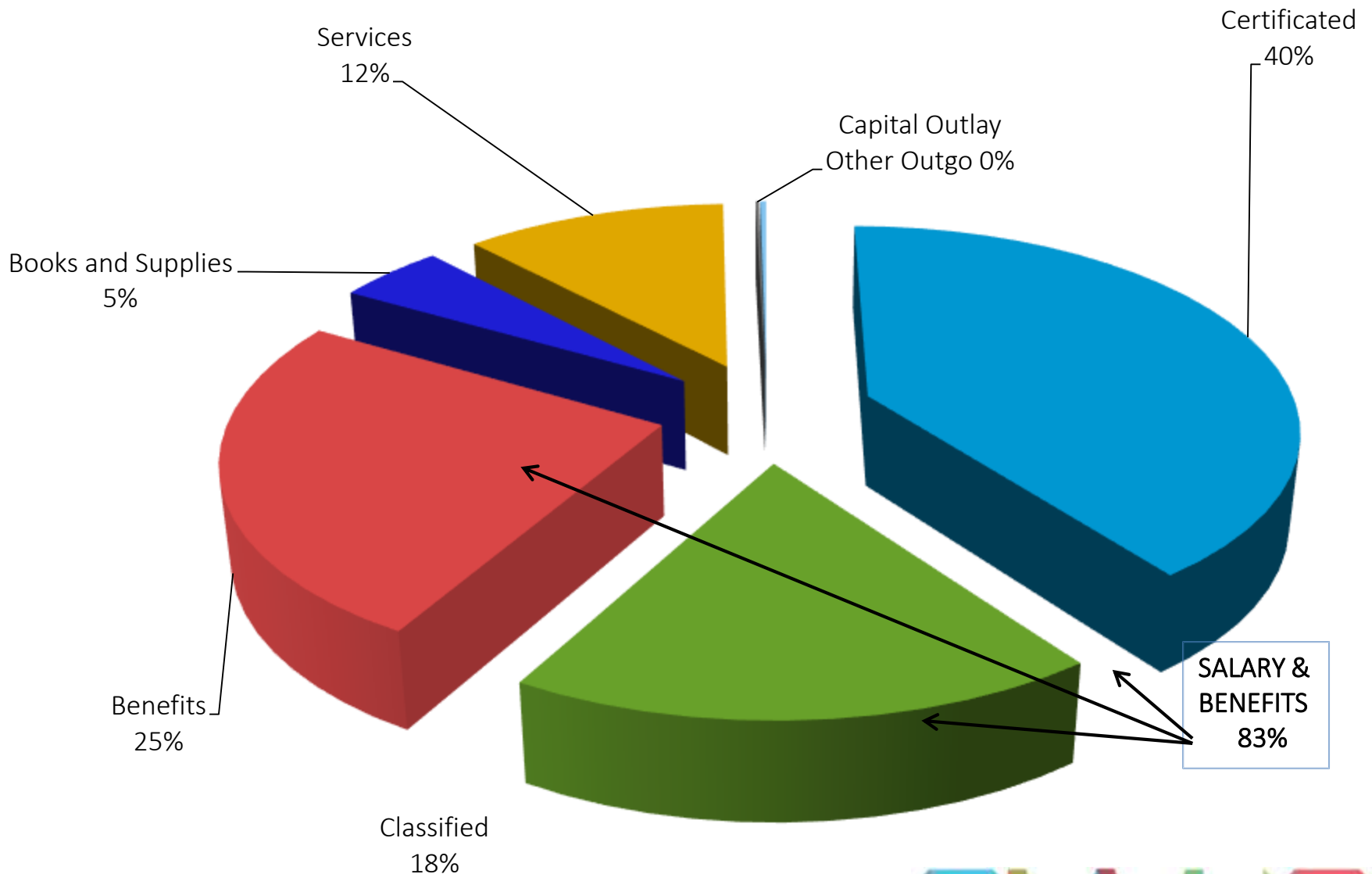
Expenditures:

- \$ 232,789 Increase in Certificated Salaries
 - 1.00 FTE Spedcial Ed Teacher*
 - 0.10 FTE Title I*
- \$ 189,637 Increase in Classified Salaries
 - 5.5355 FTE Special Ed Paraeducator*
 - 0.75 FTE Title I*
- \$ (87,552) Decrease in Employee Benefits (-\$84,798 in H/W benefits & -\$2,754 Statuaratory Ben.)
- \$ 1,305,658 Increase in Books, General Supplies and Textbooks
- \$ 762,790 Increase in Services and Other Operating Costs
 - 310,725 Independent Contractors/Consultants*
 - 308,709 Other Expenses*
 - 15,400 Conference & Travel*
 - 127,956 Other Operating Cost (Field Trips, Repair by Vendor, Maint. Agmts., Interfund Transfers)*
- \$ 33,000 Increase in Equipment
 - 8K Copy Machin for Records Office at Santa Monica High*
 - 25K Shade Structure for Grant Elementary from PTA*
- \$ 25,300 Increase in indirect costs from various programs

2019-20 GENERAL FUND (01) REVENUE



2019-20 GENERAL FUND (01) EXPENDITURES



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT
2019-20 FIRST INTERIM REPORT
AS OF 10/31/19
GENERAL FUND (01) Ending Fund Balance Components

Combined Assigned and Unassigned Fund Balances

2019-2020

Fund 01: Unrestricted General Fund

Unrestricted General Fund Balance	\$	22,439,368
Current Year Deficit Spending		(8,831,346)
Remaining Fund Balance that Requires Explanation		13,608,022

Reasons for Assigned and Unassigned Ending Fund Balances

***Below State Recommended 17% Minimum Level for Unified Districts**

	13,608,022
Less: 3% Reserve for Economic Uncertainties	(5,126,775)
Reserve for Revolving Cash & Prepaid	(251,984)
Reserve for 20-21 Deficit Spending	(4,801,402)
Reserve for 21-22 Deficit Spending	(3,031,768)
^Reserve for up to 2 months General Fund Expenditures	396,093
Unappropriated Balance	0

*current reserve is at 7.82% (up 0.39% from 7.43% @ 2019-20 Adopted Budget 6/27/19)

*2017-18 Statewide Average Reserve for Unified Districts is 16.98%

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





Other Funds

2019-20 First Interim Budget Report

FUND 11: ADULT EDUCATION FUND

Object	Description	Adopted Budget 7/1/2019	First Interim Budget 10/31/2019	Changes
	Beginning Fund Balance	733,854	733,854	-
8100-8299	Federal Revenue	45,771	45,771	-
8300-8590	Other State Revenue	733,318	733,318	-
8600-8799	Local Revenue	6,250	6,250	-
	Total Revenues	785,339	785,339	-
1000-1999	Certificated Salaries	316,725	337,725	21,000
2000-2999	Classified Salaries	184,705	163,180	(21,525)
3000-3999	Employee Benefits	209,581	187,015	(22,566)
4000-4999	Books and Supplies	18,710	77,988	59,278
5000-5999	Services and Other Operating Costs	17,454	37,754	20,300
7300-7399	Indirect Costs	38,164	41,608	3,444
	Total Expenditures	785,339	845,270	59,931
	Increase /(Decrease) Fund Balance	-	(59,931)	(59,931)
	Projected Fund Balance	733,854	673,923	



2019-20 First Interim Budget Report

Major Changes

Revenue:

No Change Since Budget Adoption

Expenditure:

\$ 21,000 Increase in Hourly Teachers Salary

\$ (21,525) Decrease in Classified Salaries

13,433 Decrease in Monthly Clerical

8,818 Decrease in Monthly Security

\$ (22,566) Decrease in Benefits (-\$21,526 in H/W benefits & -\$1,040 in Statutory Benefits)

\$ 59,278 Increase in Supplies

\$1.5K Textbooks

-\$1.5K Non-capital equipment/Technology

\$59,278 General Supplies & Materials

\$ 20,300 Increase in Services & Other Operating Costs

\$1.5K Maintenance Agreements

\$18.8K Other Operating Costs

\$ 3,444 Indirect Costs

2019-20 First Interim Budget Report

FUND 12: CHILD DEVELOPMENT FUND

Object	Description	Adopted Budget 7/1/19	First Interim Budget 10/31/19	Changes
	Beginning Fund Balance	1,303,842	1,303,842	-
8100-8299	Federal Revenue	160,000	160,000	-
8300-8590	State Revenue	2,842,544	3,113,636	271,092
8600-8799	Local Revenue	4,856,164	4,960,344	104,180
8900-8929	Interfund Transfer from Fund 01	1,200,000	1,200,000	-
	Total Revenues	9,058,708	9,433,980	375,272
1000-1999	Certificated Salaries	2,731,695	2,764,797	33,102
2000-2999	Classified Salaries	2,324,740	2,313,186	(11,554)
3000-3999	Employee Benefits	2,212,607	2,194,238	(18,369)
4000-4999	Books and Supplies	478,392	662,436	184,044
5000-5999	Services and Other Operating Costs	813,048	989,199	176,151
6000-6999	Capital Outlay	-	9,900	9,900
7300-7399	Indirect Costs	460,594	480,243	19,649
	Total Expenditures	9,021,076	9,413,999	392,923
	Increase /(Decrease) Fund Balance	37,632	19,981	(17,651)
	Projected Fund Balance	1,341,474	1,323,823	



2019-20 First Interim Budget Report

Revenues:

\$ 271,092 Increase in State Preschool Program

\$ 104,180 Increase in Full Fee Program Fees

Expenditures:

\$ 33,102 Increase in Certificated Salary

Increase 9,102 in Teacher at 0.565FTE

Increase 24,000 in Other Certificated Consultant Hourly

\$ (11,554) Decrease in Classified salaries

Decrease 31,635 Monthly Custodian at 0.75FTE

Increase 731 in Instructional Assistants at 1.04FTE

Increase 19,350 in Other Classified Special Services Hourly

\$ (18,369) Decrease in Benefits (-\$11,907 in H/W Benefits & -\$6,462 Statutory Ben.)

\$ 133,535 Increase in Supplies

\$ 176,151 Increase in Services and Other Operating Costs

68K Independent Contractor/Consultants

59K Other Operating Expenses (Licensing Fees)

31K Cost of Food Program to Food Services Department

8K Maintenance Agreements

4K Mileage

4K Postage

500 Conference & Travel

\$ 9,900 Increase in Capital Outlay for Copy Machines

\$ 19,649 Increase in Indirect Costs

2019-20 First Interim Budget Report

FUND 13: CAFETERIA SPECIAL FUND

Object	Description	Adopted Budget 7/1/19	First Interim Budget 10/31/19	Changes
	Beginning Fund Balance	380,819	380,819	-
8100-8299	Federal Revenue	1,170,000	1,170,000	-
8300-8590	State Revenue	65,000	65,000	-
8600-8799	Local Revenue	1,130,300	1,130,300	-
8900-8929	Interfund Transfer	900,000	900,000	-
	Total Revenues	3,265,300	3,265,300	-
2000-2999	Classified Salaries	1,402,696	1,407,553	4,857
3000-3999	Employee Benefits	668,876	644,701	(24,175)
4000-4999	Books and Supplies	1,378,948	1,379,748	800
5000-5999	Services and Other Operating Costs	(300,425)	(301,225)	(800)
6000-6999	Capital Outlay	-	-	-
7300-7399	Indirect Costs	115,205	115,205	-
	Total Expenditures	3,265,300	3,245,982	(19,318)
	Increase /(Decrease) Fund Balance	-	19,318	19,318
	Projected Fund Balance	380,819	400,137	



2019-20 First Interim Budget Report

Major Changes:

Expenditures:

\$ 4,857 Increase in Salary

17,583 Decrease in Monthly Food Service Workers

3,000 Decrease in Monthly Food Service Workers Overtime

22,440 Increase in Monthly Clerical

3,000 Increase in Monthly Clerical Overtime

\$ (24,175) Decrease in Benefits (-\$19,367 in H/W Benefits & -\$4,808 Statutory Ben.)

\$ 800 Increase in Supplies

\$ (800) Decrease in Other Operating

2019-20 First Interim Budget Report

FUND 14: DEFERRED MAINTENANCE FUND

Object	Description	Adopted Budget 7/1/19	First Interim Budget 10/31/19	Changes
	Beginning Fund Balance	760,018	760,018	
8010-8099	LCFF transfer to Fund 14	-	-	-
8600-8799	Local Revenue	2,000	2,000	-
8919-	Transfer from General Fund	750,000	750,000	-
	Total Revenues	752,000	752,000	-
4000-4999	Books and Supplies	-	-	-
5000-5999	Services and Other Operating Costs	650,000	650,000	-
6000-6999	Capital Outlay	100,000	100,000	-
	Total Expenditures	750,000	750,000	-
	Increase /(Decrease) Fund Balance	2,000	2,000	-
	Projected Fund Balance	762,018	762,018	

Revenue:

No Change Since Budget Adoption

Expenditure:

No Change Since Budget Adoption



2019-20 First Interim Budget Report

*FUND 21: BUILDING FUND / MEASURE BB, ES, SMS, & M - All Series

Object	Description	Adopted Budget 7/1/2019	First Interim Budget 10/31/2019	Changes
	Beginning Fund Balance	93,990,809	93,990,809	
8600-8799	Local Revenue	1,200,000	1,200,000	-
8800-8951	Bond Proceeds - ES Series E	115,000,000	115,000,000	-
8800-8951	Bond Proceeds - SMS Series A	-	109,720,000	109,720,000
8800-8951	Bond Proceeds - M Series A	-	34,800,000	34,800,000
8952-8979	Other Financing	-	-	-
	Total Revenues	116,200,000	260,720,000	144,520,000
2000-2999	Classified Salaries	789,366	789,366	-
3000-3999	Employee Benefits	421,788	421,733	(55)
4000-4999	Books and Supplies	3,426,900	3,744,250	317,350
5000-5999	Services and Other Operating Costs	25,518,700	54,563,291	29,044,591
6000-6999	Capital Outlay	122,982,800	228,842,240	105,859,440
	Total Expenditure	153,139,554	288,360,880	135,221,326
	Increase /(Decrease) Fund Balance	(36,939,554)	(27,640,880)	9,298,674
	Projected Fund Balance	57,051,255	66,349,929	

*Budget by Sub-Fund, Measure & Series in First Interim Board Item Attachment



2019-20 First Interim Budget Report

FUND 25: CAPITAL FACILITIES FUND

Object	Description	Adopted Budget 7/1/2019	First Interim Budget 10/31/19	Changes
	Beginning Fund Balance	3,282,409	3,282,409	
8681	Developer Fees	800,000	800,000	-
8660	Local Revenue	50,000	50,000	-
	Total Revenues	850,000	850,000	-
4000-4999	Supplies	-	-	-
5000-5999	Services and Other Operating Costs	800,000	800,000	-
6000-6999	Capital Outlay	-	-	-
	Total Expenditures	800,000	800,000	-
	Increase /(Decrease) Fund Balance	50,000	50,000	-
	Projected Fund Balance	3,332,409	3,332,409	

Revenue:

No Change Since Budget Adoption

Expenditure:

No Change Since Budget Adoption



2019-20 First Interim Budget Report

FUND 40: SPECIAL RESERVE FUND FOR CAPITAL OUTLAY

Object	Description	Adopted Budget 7/1/2019	First Interim Budget 10/31/19	Changes
	Beginning Fund Balance	13,207,055	13,207,055	
8590-8599	State Revenue	3,225,000	-	(3,225,000)
8600-8625	Local Revenue	4,000,000	4,000,000	-
8626-8660	Local Revenue	100,000	100,000	
	Total Revenues	7,325,000	4,100,000	(3,225,000)
4000-4999	Supplies	14,000	114,000	100,000
5000-5999	Services and Other Operating Costs	5,135,500	2,010,500	(3,125,000)
6000-6999	Capital Outlay	400,000	300,000	(100,000)
7400-7499	COPS Payments	2,195,000	2,195,000	-
	Total Expenditures	7,744,500	4,619,500	(3,125,000)
	Increase /(Decrease) Fund Balance	(419,500)	(519,500)	(100,000)
	Projected Fund Balance	12,787,555	12,687,555	

Major Changes:

Revenue:

\$ (3,225,000) Reduction in Prop 39 Revenue due to funds being fully expended in 2018-19

Expenditure:

\$ (3,225,000) Reduction in Prop 39 Expenditures due to funds being fully expended in 2018-19

\$ 100,000 Increase in supplies for budget alignment -- usually adopted at \$100K annually.



2019-20 First Interim Budget Report

FUND 51: BOND INTEREST & REDEMPTION FUND

Object	Description	Adopted Budget 7/1/2019	First Interim Budget 10/31/19	Changes
	Beginning Fund Balance	33,085,804	45,193,024	12,107,220
8600-8660	Local Revenue Interest	94,104	163,038	68,934
8661-8799	Local Revenue	33,798,253	49,831,421	16,033,168
	Total Revenues	33,892,357	49,994,459	16,102,102
7433	Debt Service - Bond Redemptions	23,121,117	20,244,265	(2,876,852)
7434	Debt Service - Bond Interest & Other Services	19,868,818	27,872,355	8,003,537
	Total Expenditures	42,989,935	48,116,620	5,126,685
	Increase /(Decrease) Fund Balance	(9,097,578)	1,877,839	10,975,417
	Projected Fund Balance	23,988,226	47,070,863	23,082,637

Major Changes:

Revenue:

\$ 16,102,102 All Revenue Updated Per LACOE via County Auditor

Adopted using 2018-19 Budget versus First Budget Revision using 2019-20 Budget

Expenditure:

\$ 5,126,685 All Expenditures Updated Per LACOE via County Auditor

Adopted using 2018-19 Budget versus First Budget Revision using 2019-20 Budget



2019-20 First Interim Budget Report

FUND 71: RETIREE BENEFIT FUND FOR OPEB

Object	Description	Adopted Budget 7/1/2019	First Interim Budget 10/31/19	Changes
	Beginning Fund Balance	8,332,070	8,332,070	
8600-8660	Local Revenue	20,000	20,000	
8661-8799	Local Revenue	1,300,000	1,300,000	
	Total Revenues	1,320,000	1,320,000	-
5000-5999	Services and Other Operating Costs	1,300,000	1,300,000	-
	Total Expenditures	1,300,000	1,300,000	-
	Increase /(Decrease) Fund Balance	20,000	20,000	-
	Projected Fund Balance	8,352,070	8,352,070	

Major Changes:

Revenue:

No Change Since Budget Adoption

Expenditure:

No Change Since Budget Adoption



Multi-year Projection Reflects:

- The District's financial position over the current and next two fiscal years.
- State revenue Cost of Living (COLA) increases over the next three years
 - 3.26% (2019-20)
 - 3.00% (2020-21)
 - 2.80% (2021-22)
- LCFF Gap Funding increasing
 - 100% (2019-20)
 - 100% (2020-21)
 - 100% (2021-22).
- Student enrollment declining each year but at 10,351 for 2019-20
- Local revenue from parcel taxes, Prop Y & GSH and the City of Santa Monica contribution projections
 - \$41.1 million in 2019-20
 - \$41.9 million in 2020-21
 - \$42.6 million in 2021-22.



Multi-year Projection continued:

- Employee health and welfare increases of 5.0% and Step and Column salary increase, increases of 1.50% each year.
- The Reserve for Economic Uncertainties remains at 3.0%.
- Reserves for future deficit spending, projected property tax increases, a very low up to 2 months of General Fund Expenditures, cost of the Supplemental Early Retirement Plan (SERP), and the cost of the issuance of the TRANS
- Does not include potential salary schedules changes; as a result of negotiations with SMMCTA, SEIU, or SMMASA.

MULTI-YEAR PROJECTIONS / UNRESTRICTED GENERAL FUND

	A	B	C	D	E	F
		2019-20	2019-20		2020-21	2021-22
Description		ADOPTED BUDGET	FIRST INTERIM	CHANGE	PROJECTED BUDGET	PROJECTED BUDGET
Revenue:						
1 Property Tax		89,789,181	89,789,181	-	93,528,640	97,455,072
2 Education Protection Account (EPA)		2,000,000	2,000,000	-	2,000,000	2,000,000
3 LCFF Transfer to Fund Fund 14		-	-	-	-	-
4 LCFF Transfer to Charter School		(20,000)	(20,000)	-	(38,000)	(38,000)
5 Prior Year LCFF Adjustment		-	-	-	-	-
6 Minimum State Aid		8,585,843	8,585,843	-	8,585,843	8,585,843
7 Subtotal LCFF Funding		100,355,024	100,355,024	-	104,076,483	108,002,915



MULTI-YEAR PROJECTIONS / UNRESTRICTED GENERAL FUND

	A	B	C	D	E	F
		2019-20	2019-20		2020-21	2021-22
Description		ADOPTED BUDGET	FIRST INTERIM	CHANGE	PROJECTED BUDGET	PROJECTED BUDGET
8 Other Federal		13,000	200,000	187,000	13,000	13,000
9 Lottery		1,600,000	1,600,000	-	1,600,000	1,600,000
10 Mandated Reimbursement Block Grant		417,495	417,495	-	380,000	380,000
11 One-time Discretionary Funds		-	-	-	-	-
12 Other State Revenue		5,000	5,000	-	5,000	5,000
13 Meas. "R"		12,449,227	12,449,227	-	12,698,211	12,952,175
14 Meas. Y & GSH/ City of SM		15,553,168	15,553,168	-	15,864,231	16,181,516
15 Joint Use Agreement		9,554,280	9,554,280	-	9,745,365	9,940,273
16 SMM Ed Foundation Donation		-	-	-	-	-
17 SM Ed Foundation Donation		2,000,000	2,000,000	-	2,000,000	2,000,000
18 Malibu Ed Foundation (tbd) Donation		500,000	500,000	-	500,000	500,000
19 Lease & Rental		2,450,000	2,450,000	-	2,450,000	2,450,000
20 All Other Local Income		984,430	1,138,185	153,755	1,180,000	1,140,000
21 Local General Fund Contribution		(30,602,201)	(30,340,654)	261,547	(31,214,245)	(31,838,530)
22 TOTAL REVENUE		115,279,422	115,881,724	602,302	119,298,046	123,326,349



	A	B	C	D	E	F
		2019-20	2019-20		2020-21	2021-22
	Description	ADOPTED BUDGET	FIRST INTERIM	CHANGE	PROJECTED BUDGET	PROJECTED BUDGET
23	Expenditure:					
24	Certificated Salary	53,921,221	53,942,958	21,737	54,752,102	55,573,384
25	Classified	18,725,883	18,589,749	(136,134)	18,868,595	19,151,624
26	Benefits	30,672,971	30,597,610	(75,361)	33,688,783	34,843,141
27	STRS	8,542,347	8,733,336	190,989	10,074,387	10,058,782
28	PERS	3,610,798	3,421,727	(189,071)	4,283,171	4,711,300
29	SOCIAL SECURITY & MEDICARE	2,251,261	2,240,019	(11,242)	2,237,353	2,270,913
30	HEALTH AND WELFARE	12,412,367	12,334,045	(78,322)	12,950,747	13,598,285
31	SUI	39,128	39,035	(93)	41,810	42,363
32	WORKERS COMP	2,834,082	2,841,358	7,276	3,092,069	3,138,450
33	OPEB	894,692	892,989	(1,703)	920,259	934,063
34	CASH IN -LIEU	88,296	95,101	6,805	88,986	88,986
35	Supplies/Books	3,719,326	3,796,567	77,241	3,000,000	3,000,000
36	Other Operational Costs/SERP Payment	12,348,571	13,877,306	1,528,735	10,514,968	10,514,968
37	Capital Outlay	130,000	215,600	85,600	100,000	100,000
38	Cost of TRANS Issuance	75,000	1,035,241	960,241	-	-
39	Transfer to County Specialized Schools	-	-	-	75,000	75,000
40	Indirect	(1,162,959)	(1,191,961)	(29,002)	(1,000,000)	(1,000,000)
41	GSH Technology Plan/Replacement	1,000,000	1,000,000	-	1,000,000	1,000,000
42	Interfund Transfer Out to Fund 12 CDS	1,000,000	1,000,000	-	1,000,000	1,000,000
43	LCAP Transfer Out to Fund 12 CDS	200,000	200,000	-	200,000	200,000
44	Interfund Transfer Out to Fund 13 FNS	900,000	900,000	-	900,000	900,000
45	Interfund Transfer Out to Fund 14 DefM	750,000	750,000	-	1,000,000	1,000,000
46	TOTAL EXPENDITURE	122,280,013	124,713,070	2,433,057	124,099,448	126,358,117

MULTI-YEAR PROJECTIONS / UNRESTRICTED GENERAL FUND

	A	B	C	D	E	F
		2019-20	2019-20		2020-21	2021-22
Description		ADOPTED BUDGET	FIRST INTERIM	CHANGE	PROJECTED BUDGET	PROJECTED BUDGET
47 Increase (Decrease) Fund Balance		(7,000,591)	(8,831,346)	(1,830,755)	(4,801,402)	(3,031,768)
48 Beginning Fund Balance		22,439,368	22,439,368	-	13,608,022	8,806,620
50 Ending Fund Balance (net of lines 48-50)		15,438,777	13,608,022	(1,830,755)	8,806,620	5,774,852
51 Reserve - Revolving Cash, Prep-pays		251,984	251,984	(0)	251,984	251,984
52 Reserve - SERP Retirement Incentive Pymnt		1,014,968	-	(1,014,968)	-	-
53 Reserve - Deficiting Spending in 19-20		-	-	-	-	-
54 Reserve - Deficiting Spending in 20-21		3,521,607	4,801,402	1,279,795	-	-
55 Reserve - Deficiting Spending in 21-22		1,623,304	3,031,768	1,408,464	3,031,768	-
56 Reserve - Deficiting Spending in 22-23		619,699	-	(619,699)	-	-
57 3% Contingency Reserve		5,047,523	5,126,775	79,253	5,069,718	5,156,206
58 Reserve Up to 2-months of Expenses		3,359,693	396,093	(2,963,600)	453,150	366,662
59 Unappropriated Balance		0	0	0	0	0



2017-18

Statewide Average Reserves

2017-18 Average Unrestricted General Fund, Plus Fund 17; Net Ending Balances as a Percentage of Total General Fund Expenditures, Transfers, and Other Uses		Change From Prior Year*
Elementary School Districts	20.20%	(0.88%)
High School Districts	15.63%	(1.01%)
Unified School Districts	16.98%	(0.27%)
^ SMMUSD Reserve (as of 2019-20 First Interim)	7.82%	†(11.50%)

^ Paid back 2017-18 ERAF in 2018-19

^ Higher Expenditures in 2019-20 by \$2M compared to 2018-19

† Compared to same period last year (19.32% at 2018-19 First Interim)

Source: Statewide certified data

*Compared to reserve levels of 2016-17





Positive Certification of 1st Interim Report

- The District is submitting the 1st Interim Report with a **Positive Certification**.
- The District will be able to meet its obligation in the current and next two fiscal years.



Next Steps

- Receive Board Direction on District Budget
- Board Approval of 2019-20 First Interim
- Audit firm to present January 16, 2019
 - ✓ *Final Audit Report for 2018-19*