



# San Marino Unified School District

2019-20 Second Interim Financial Report

Presented to the Board of Education  
March 10, 2020

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# Key Assumptions

Education Code Section 42130 requires Districts to submit two financial interim reports to the County Office of Education each fiscal year:

- 1st Interim: Financial transactions from July 1 to October 31
- 2nd Interim: Financial transactions from July 1 to January 31

The Interim Financial Report is designed to:

- Identify budget changes
- Provide a multi-year projection to show the District's ability to meet financial obligations for the current and two subsequent fiscal years
- Certify that the District will be able to meet its obligations for the current and two subsequent fiscal years

# Key Assumptions

## Revenues:

- Decline in enrollment, funded ADA and unduplicated count
- One-time funding for Special Education Early Intervention Preschool
- Increase in Parent/Miscellaneous Donations

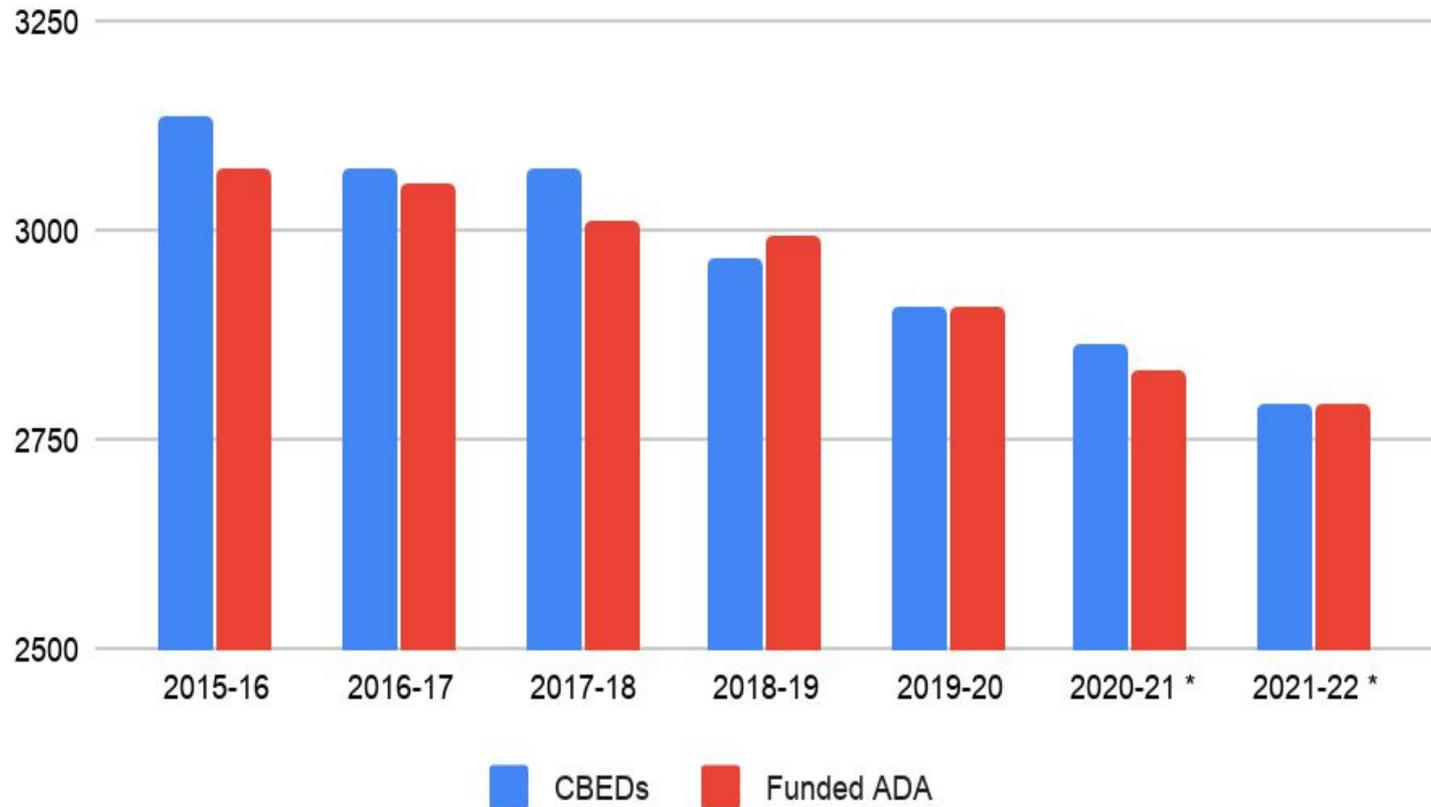
## Expenditures:

- Step and column increases
- Rate increases for STRS/PERS and health benefit contributions
- Special education program costs

## Ending Balance:

- 3% Reserve in Economic Uncertainties

# Enrollment and Funded ADA

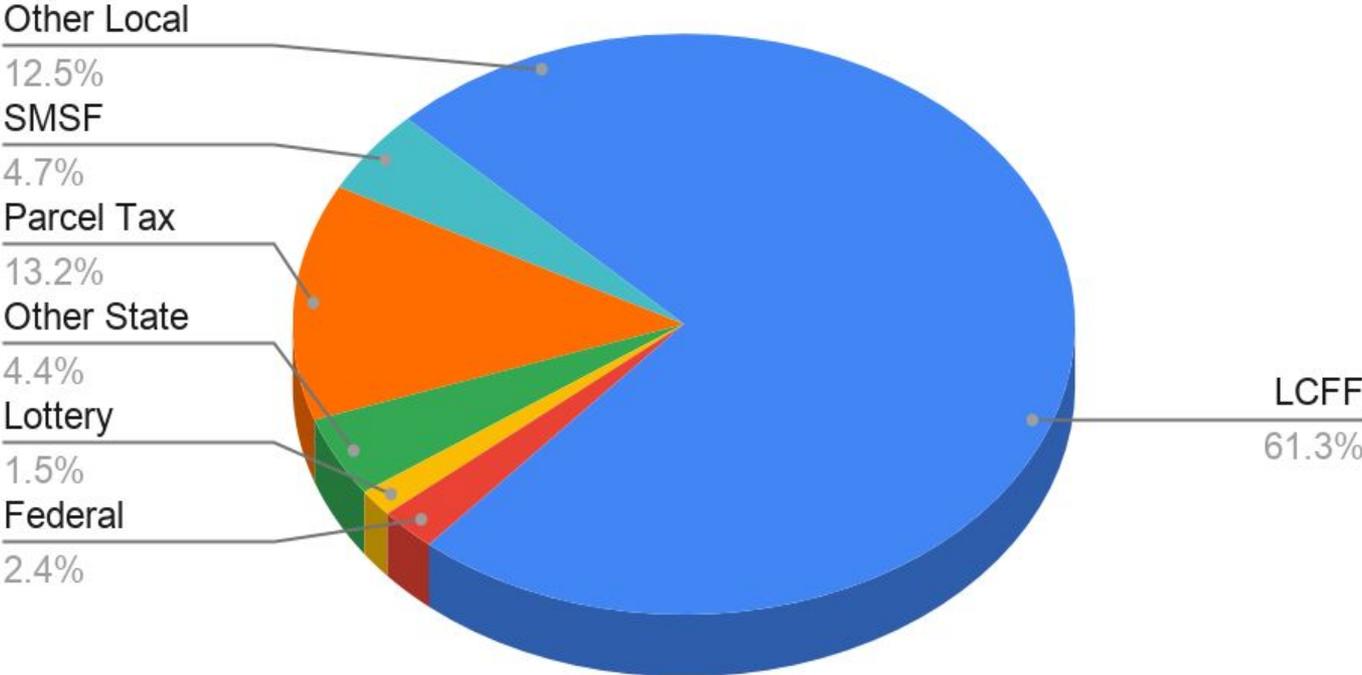


\* Projected

# Key Revenue Assumptions

<b>General Fund</b>	<b>First Interim</b>	<b>Second Interim</b>	<b>Difference</b>
Student Enrollment	2,916	2,916	-
LCFF Funded ADA	2908.65	2908.65	-
Unduplicated Count	447/15.33%	444/15.23%	(3)/(0.10%)
Increase in LCFF Funding	\$116,663	\$62,864	(\$53,799)
Federal Revenues	\$1,023,947	\$1,023,947	-
State Revenues	\$2,433,233	\$2,551,570	\$118,337
Special Education Funding	\$3,785,959	\$3,878,369	\$92,410
Parcel Tax Revenues	\$5,638,934	\$5,638,934	-

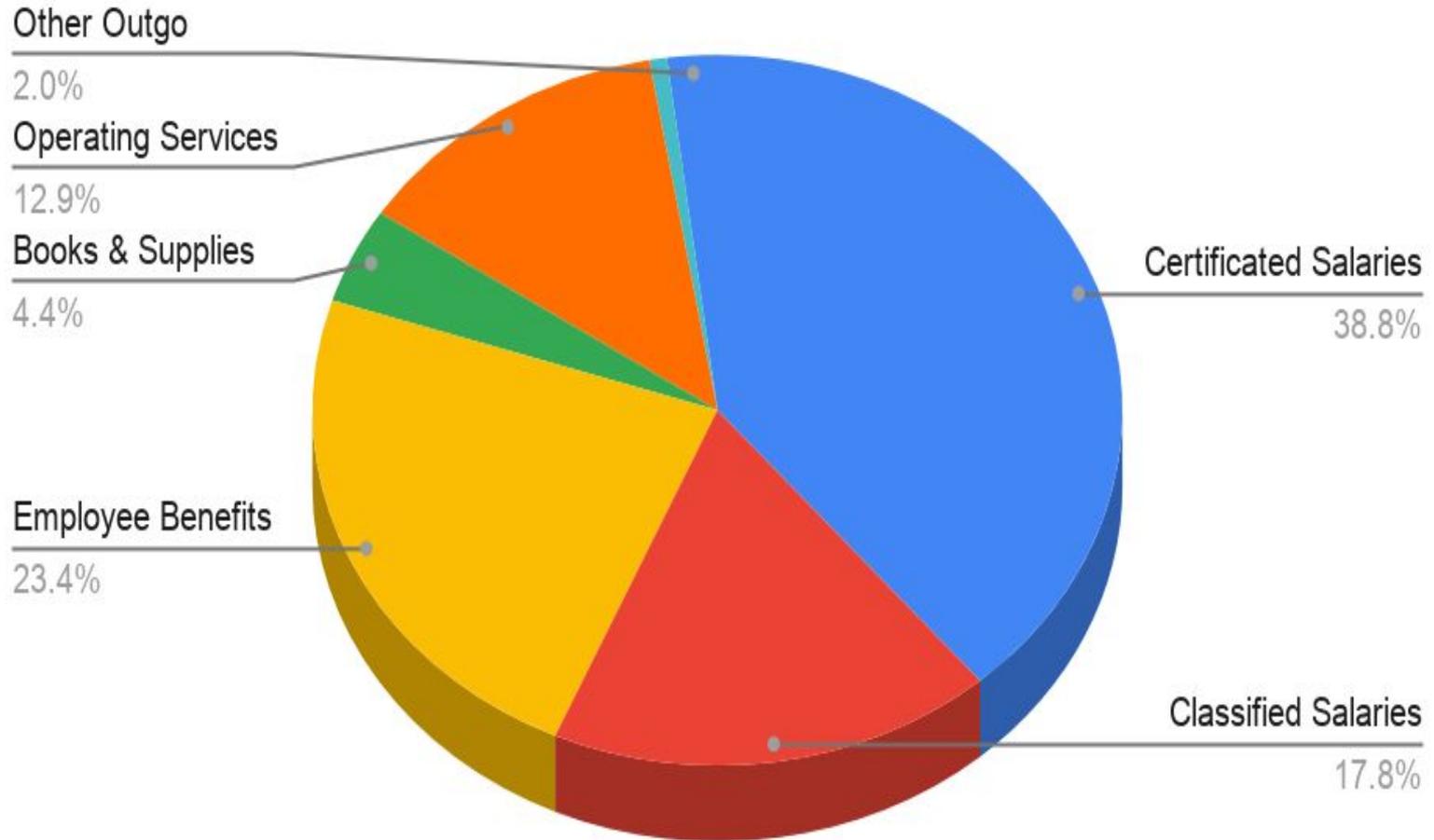
# General Fund Revenue Sources



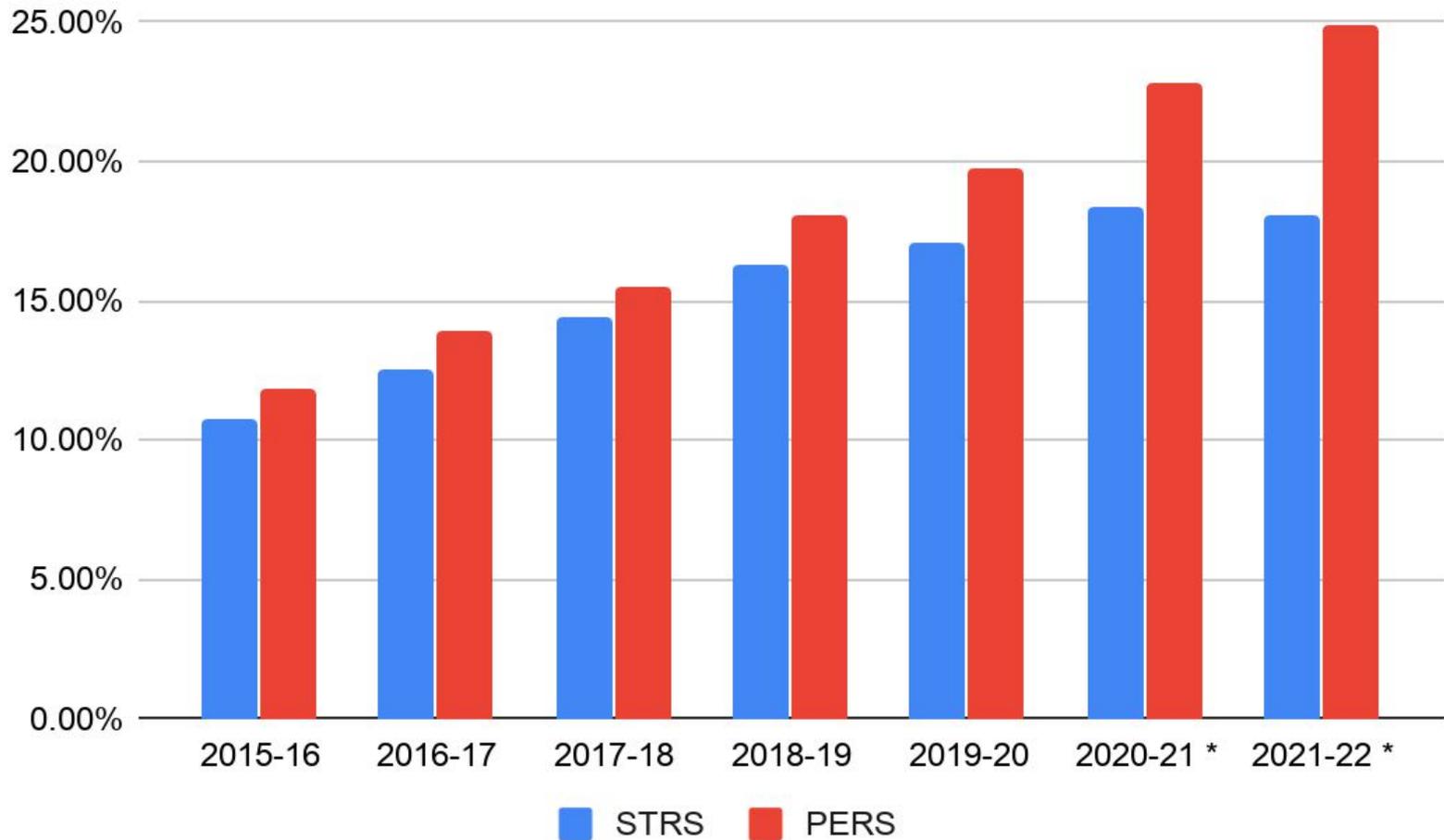
# Key Expenditure Assumptions

<b>General Fund</b>	<b>First Interim</b>	<b>Second Interim</b>	<b>Difference</b>
Certificated Salaries	\$17,759,788	\$17,742,299	(\$17,489)
Classified Salaries	\$8,352,575	\$8,138,468	(\$214,107)
Employee Benefits	\$10,548,117	\$10,726,983	\$178,866
Books and Supplies	\$2,261,434	\$1,997,142	(\$264,292)
Operating Expenditures	\$5,570,241	\$5,920,542	\$350,301
Capital Outlay	\$170,633	\$345,853	\$175,220
Other Outgo	\$594,631	\$913,868	\$319,237

# General Fund Expenditures



# CalSTRS and CalPERS Rates

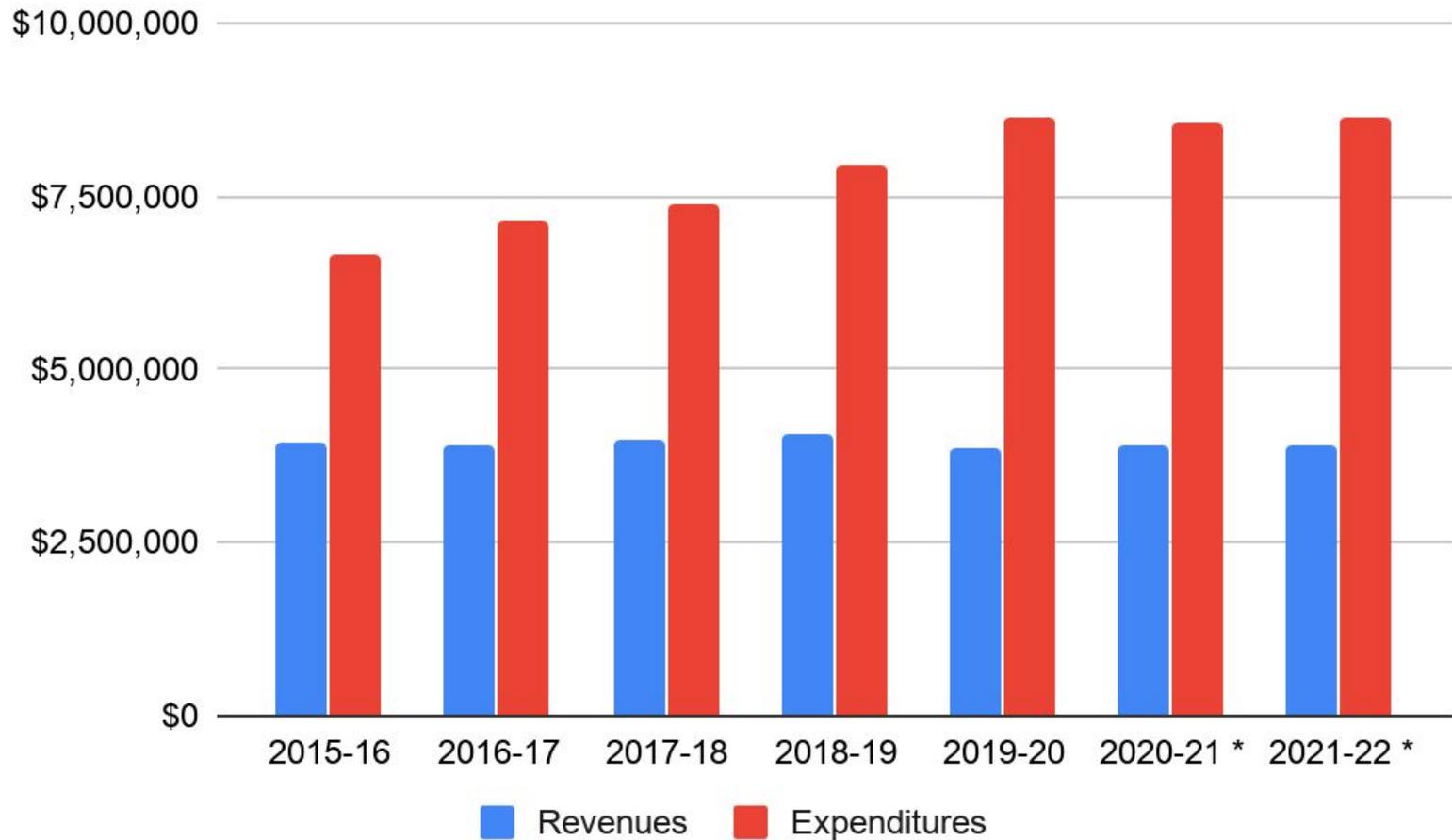


\* Projected

# Other Sources/Uses Assumptions

<b>General Fund</b>	<b>First Interim</b>	<b>Second Interim</b>	<b>Difference</b>
Transfer In from Cash Flow Fund	\$1,318,743	\$1,318,743	-
Transfer In from Health & Welfare Fund	\$9,963	\$10,063	\$100
Contribution to Special Education	\$4,724,371	\$4,724,415	\$44
Contribution to Maintenance	\$1,643,769	\$1,593,238	(\$50,531)

# Special Education Revenues & Expenditures



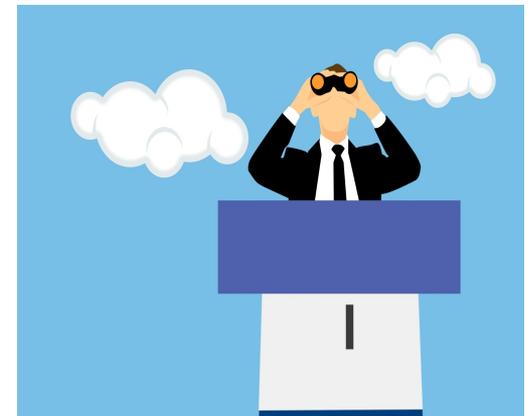
\* Projected

# Ending Balance Assumptions

<b>General Fund</b>	<b>First Interim</b>	<b>Second Interim</b>	<b>Difference</b>
Beginning Balance	\$3,549,602	\$3,549,602	-
Projected Ending Balance	\$1,762,814	\$1,884,816	\$122,002
Reserve for Economic Uncertainties @ 3%	\$1,357,723	\$1,373,555	\$15,832
School Site Carryover	\$301,952	\$408,122	\$106,170
Revolving Fund/Stores	\$103,139	\$103,139	-

# Future Year Projections

- 2020-21 Projected Budget Deficit \$2.5 - \$3.0 million\*
- 2021-22 - Additional Budget Gap \$800K - \$1.2 million\*
- Variables
  - Enrollment/ADA/Unduplicated Count
  - LCFF and State Funding
  - Special Education Costs
  - Health Benefit Costs
  - Ongoing Budget Savings
  - Parcel Tax Election 2021



\*Note: Projections subject to change based on budget variables, and adjustments.

# Balancing the Budget

- Lower Student Enrollment
- Adjust Staffing Based on Lower Enrollment
- Increased Costs
  - Salaries Step and Column
  - Health Benefits
  - CalSTRS/CalPERS Contributions
- Cash Flow Fund Depletion
- Budget Savings/Reductions



# Questions and Discussion

