



2021-22 Third Interim (EOY) Financial Report

Board of Trustees Meeting

May 3, 2022

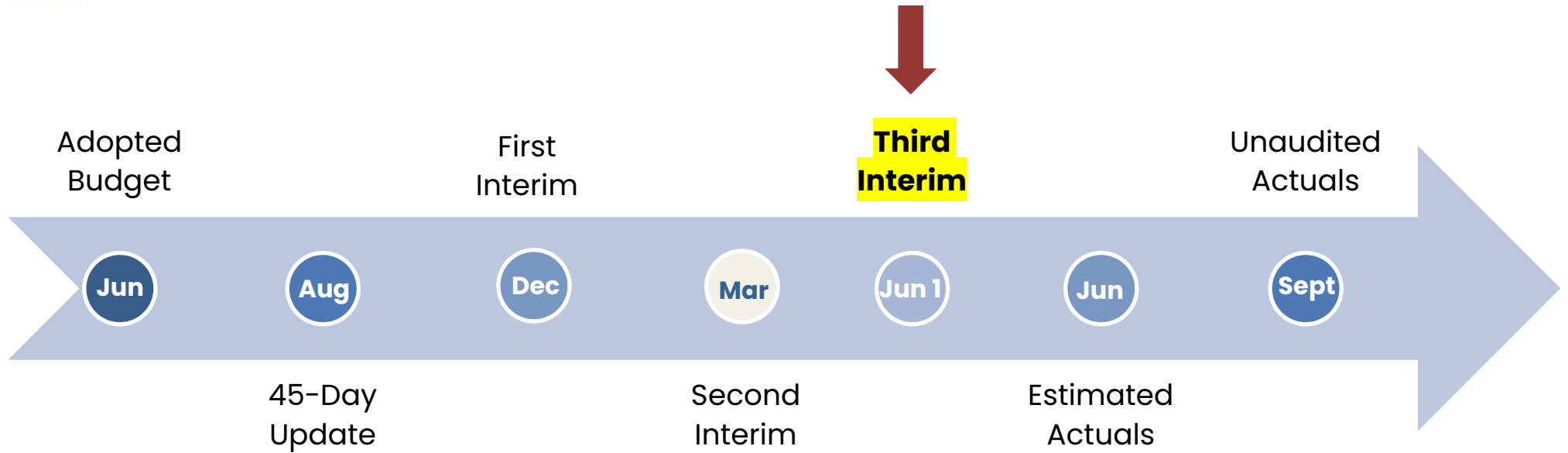
Erin Garcia, Assistant Superintendent

#WeAreSMUSD





Annual Budget Reporting Cycle





Revenue Changes

(in Millions)

	Second Interim	Third Interim	Difference
LCFF	\$197.6	\$197.6	--
Federal	\$21.0	\$21.1	\$0.2
State	\$27.1	\$27.3	\$0.2
Local	\$17.1	\$17.2	\$0.1
Totals	\$262.7	\$263.2	\$0.5



Expenditure Changes

(in Millions)

	Second Interim	Third Interim	Difference
Certificated Salaries	\$109.2	\$113.0	\$3.8
Classified Salaries	\$38.9	\$39.1	\$0.2
Benefits	\$74.8	\$75.7	\$0.9
Books & Supplies	\$12.2	\$12.7	\$0.5
Services/Operating	\$25.0	\$24.8	(\$0.2)
Capital Outlay/Other	\$1.6	\$1.5	(\$0.1)
Totals	\$261.8	\$266.9	\$5.1



General Fund Ending Balance & Reserves

21/22 GENERAL FUND	Unrestricted	Restricted	Combined
July 1, Beginning Balance	\$28.6	\$11.7	\$40.3
Revenues	\$204.3	\$58.9	\$263.3
Expenditures	(\$165.8)	(\$101.0)	(\$266.8)
Contributions/Transfers	(\$38.6)	\$38.6	\$0.0
Surplus/(Deficit)	(\$0.1)	(\$3.5)	(\$3.6)
June 30, Ending Fund Balance*	\$28.5	\$8.2	\$36.7
Reserve Percentage	8.26%		8.26%

*Includes \$5.9M in Commitments



Multi-Year Projection Assumptions* – 2022/23 & 2023/24

Revenue

- LCFF COLA 5.33% & 3.61%
- Assumes 3-year rolling average ADA is implemented
- LCFF Funded ADA – 19,434 & 18,776
- Removes any one-time funding (COVID-ESSER, ELOG, etc.)

Expenditures

- PERS rate – 25.37% & 25.2%
- STRS rate – 19.1% & 19.1%
- Salary increases not yet included (negotiations not settled)
- \$720K retiree/attrition savings each year
- Removes one-time expenses (COVID-ESSER, ELOG, etc.)
- \$10M overall reduction

*using same assumptions as Second Interim, March 2022, except PERS rate



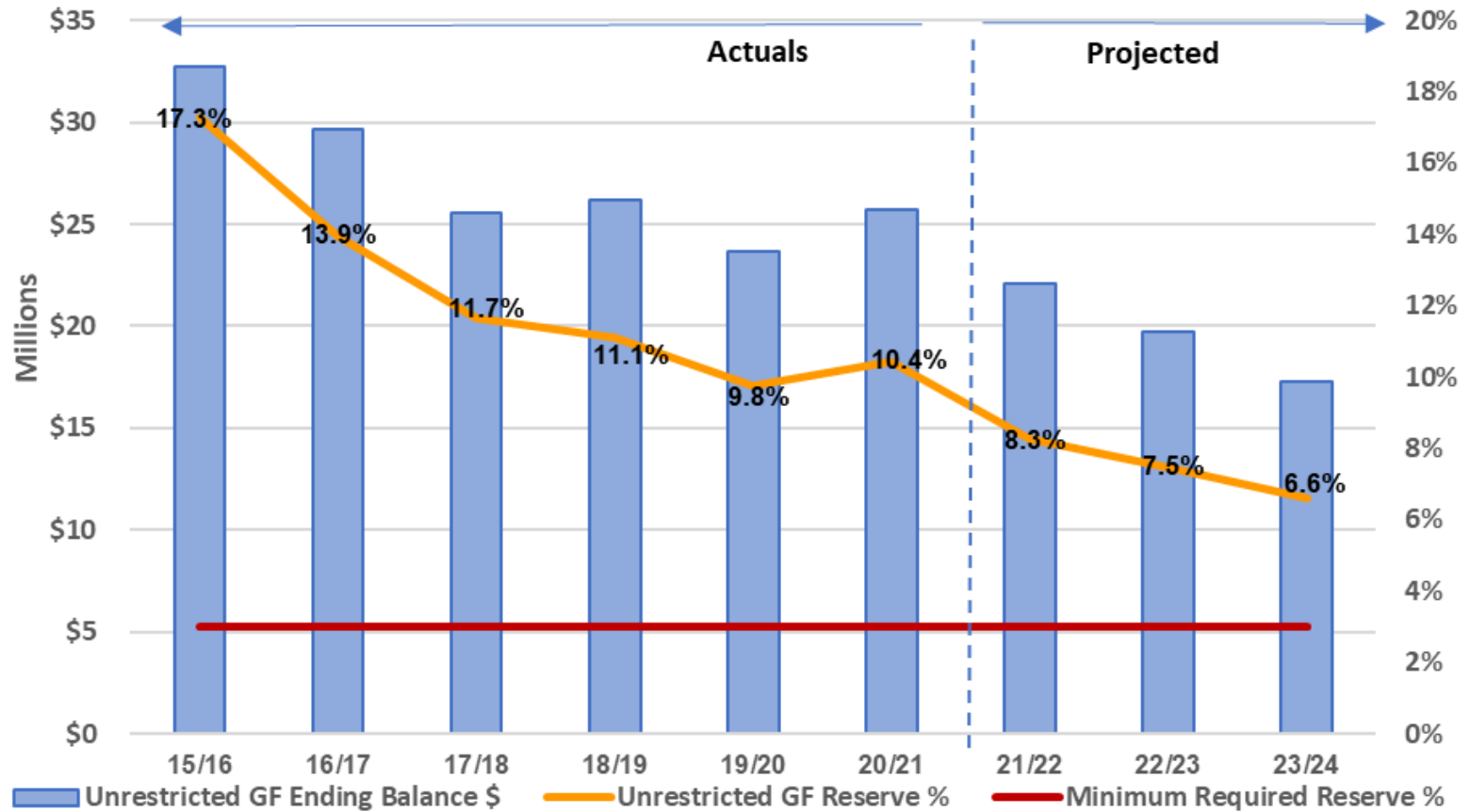
Multi-Year Projections (in Millions)

TOTAL GENERAL FUND	2021/22	2022/23	2023/24
July 1, Beginning Balance	\$40.3	\$36.7	\$34.1
Estimated Revenues	\$263.3	\$261.4	\$260.0
Estimated Expenditures	(\$266.9)	(\$274.0)	(\$272.3)
Ongoing Reduction		\$10.0	\$10.0
Total Surplus/(Deficit)	(\$3.6)	(\$2.6)	(\$2.3)
Unrestricted Surplus/(Deficit)	(\$0.1)	(\$0.8)	(\$2.3)
June 30, Ending Fund Balance	\$36.7	\$34.1	\$31.8
Reserve Percentages	8.26%	7.45%	6.59%





General Fund Ending Balances & Reserves





Next Steps

- Continue to monitor State Budget process, Governor's May Revise
- Continue work on 22/23 LCAP, Strategic Plan, and Portrait of a Graduate
- Implement budget reductions of \$10M for 22/23, per Board Resolution #56-21/22

RECOMMEND APPROVAL OF 2021-22 THIRD INTERIM (EOY) REPORT

