

Lucia Mar Unified School District (LMUSD) Updated Financial Outlook

The **current snapshot** of LMUSD’s finances according to the most recent financial report presented to the Board of Education on March 10, 2015 reveals a **brighter forecast** than the previous report from December 9, 2014.

Both of the following images are screen captures from documents posted on the district’s website under [Agendas and Packets](#) (First Interim Report 12/09/2014 and Second Interim Report 3/10/2015):

Lucia Mar Unified School District - MYP First Interim, October 31, 2014			
	2014-15	2015-16	2016-17
Beginning Balance	12,646,433	9,002,186	6,698,471
LCFF	72,895,724	76,777,911	78,046,754
All Other Revenues	3,117,267	2,747,795	2,754,411
Encroachment	(12,052,080)	(12,375,591)	(12,674,171)
Total Available \$\$\$\$	76,607,344	76,152,301	74,825,466
Expenditures	(67,605,158)	(69,453,829)	(71,521,071)
Projected Ending Balance	9,002,186	6,698,471	3,304,395
Reserve Cash/Stores/Prepays	(40,000)	(40,000)	(40,000)
3% Economic Uncertainty	(2,867,984)	(2,836,036)	(2,908,265)
For Future Board Action	6,094,202	3,822,435	356,130

Second Interim, FY 2014-15			
	2014-2015	2015-2016	2016-2017
Beginning Balance	\$ 12,646,433	\$ 8,883,688	\$ 8,297,606
LCFF	72,680,996	78,532,052	81,879,127
All Other Revenues	3,821,561	2,832,730	2,839,517
Encroachment	(11,987,268)	(13,236,835)	(13,826,476)
Total Available \$\$\$\$	77,161,722	77,011,636	79,189,774
Expenditures	(68,278,033)	(68,714,030)	(71,545,896)
Projected Ending Balance	\$ 8,883,688	\$ 8,297,606	\$ 7,643,878
Reserve Cash/Stores/Prepays	(40,000)	(40,000)	(40,000)
3% Economic Uncertainty	(2,895,975)	(2,850,739)	(2,954,658)
For Future Board Action	\$ 5,947,713	\$ 5,406,867	\$ 4,649,220

Compared to the previous snapshot of LMUSD’s finances, the 3rd year out fund balance “For Future Board Action” (funds not yet committed) has increased from \$356,130 to \$4,649,220 **infusing nearly \$4.3 million into the multi-year projections.**

The primary reasons for the **updated figures** are that based on **stakeholder feedback**, the 2016-17 projections utilize the same data source as the 2014-15 and 2015-16 projections (California Department of Finance) and current economic indicators are being utilized for near-term revenue projections.

The cost of a **one percent raise for all employees is \$684,644** according to the [March 16, 2015 Stakeholder FACTS](#) document distributed by the district.

What opportunities do these revised projections afford the district?