REVENUE ASSUMPTIONS

2026-27 LOCAL CONTROL FUNDING FORMULA (LCFF) CALCULATION					6/4/2026
BASE GRANT:					
	TK-3	4-6	7-8	9-12	**TOTAL**
	2,224.74	1,808.12	1,288.35	2,821.00	8,142.21
2025-26 BASE	10,256	10,411	10,719	12,423	
2026-27 2.87% COLA	294	299	933	357	
2026-27 1.44% ADDTL COLA	148	150	154	179	
2026-27 BASE	10,698	10,860	11,806	12,959	
	23,799,393	19,635,800	15,210,092	36,556,696	**95,201,981**
AUGMENTATION GRANTS:					
CLASS SIZE REDUCTION (CSR) AUGMENTATION: BASE GRANT X 10.4%					**2,475,137**
CAREER TECHNICAL EDUCATION (CTE) AUGMENTATION 9-12 BASE GRANT X 2.6%					**950,474**
SUPPLEMENTAL AND CONCENTRATION GRANTS:					
TOTAL ENROLLMENT (3-YEAR AVERAGE)					8,605
TOTAL UNDUPLICATED PUPIL COUNT (3-YEAR AVERAGE)					2,695
					31.32%
SUPPLEMENT ADD-ON 20% OF BASE GRANT X % OF ELIGIBLE ENROLLMENT					**6,177,310**
TRANSPORTATION, TIIG GRANT, & ADD-ON:					
2012-13 LCFF IMPLEMENATION & ADD-ON FOR TRANSPORTATION					**478,069**
2012-13 TARGETED INSTRUCTIONAL IMPROVEMENT BLOCK GRANT					**429,757**
TRANSITIONAL KINDERGARTEN ADD-ON					**1,722,665**
TOTAL 2025-26 LCFF ENTITLEMENT					**107,435,393**
MINIMUM STATE AID / 2012-13 CATEGORICAL PROGRAMS					**8,585,843**
TOTAL 2025-26 LCFF ENTITLEMENT					**107,435,393**
LOCAL REVENUE / PROPERTY TAXES					**142,433,737**
Amount of Property Tax Over LCFF Entitlement (Basic Aid when negative)					**(34,998,344)**

Note Outside of Calculation:

EDUCATION PROTECTION ACCOUNT	1,600,000
TRANSFER TO CHARTER SCHOOL	-300,000

Enrollment for 2026-27 is stabilizing and is projected to remain approximately flat 8,520 at least for projections related to the Adopted Budget. This enrollment amount will be adjusted at the First Interim Budget.

The Lottery allocation will be $272 per annual ADA, of which $190 is for Unrestricted General Fund expenditures and the remaining $82 is Proposition 20 – Mandated for Instructional Materials.

Reflects a 2.87% COLA for the District LCAP Supplemental Grant.

Reflects a 2.87% COLA Special Education Funding. The projected Special Education AB 602 revenue remains at $6,913,447 and $2,435,999 for Federal IDEA programs.

Mandated Block Grant revenue is $410,000.

The Measure "R" parcel tax of $545.65 per parcel is estimated to generate $14,587,653 after processing the senior exemptions.

Santa Monica-Malibu Education Foundation contribution is $1.8 million dollars.

Malibu Education Foundation will be making contribution of approximately $592,508.

The estimated revenue from Prop Y & GSH is projected to remain flat with the 2026-27 year at $19 million dollars from the City of Santa Monica as projected by city staff. This projection mirrors the City's financial estimates per the advisement of the District's Financial Oversight Committee.

The revenue associated with the new Measure GS which is passed through the City of Santa Monica to the District via the "School Fund" is at $10 million dollars and has been received by the District.

The District will receive $11,759,848 from the Joint Use Agreement with the City of Santa Monica.

The District is projected to receive approximately $299,378 from the Joint Use Agreement funding with the City of Malibu dependent on use of facilities from the City of Malibu – it is unlikely that the full amount will materialize based on current use trend history.

The combined lease revenue is $2,990,000 which is from the Hilton Hotel, Madison Site, 9th & Colorado, and 16th Street properties.

The projected revenue of Federal programs:

Resource '3010'	Title I:	$ 1,379,217
Resource '4035'	Title II:	$ 342,227
Resource '4203'	Title III:	$ 57,265
Resource '9010'	Medi-Cal:	$ 450,000

EXPENDITURE ASSUMPTIONS

Teaching Staff Ratios:

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

Site Administrative Staffing Ratios:

Principals:	1.00 FTE per site
Assistant Principals:	0.00 FTE for school enrollment less than 350 students 0.50 FTE for school enrollment between 351 and 500 students 1.00 FTE for school enrollment greater than 501 students
Santa Monica High:	1.00 FTE Principal 4.00 FTE House Principals
Malibu High:	1.00 FTE Principal 1.00 FTE Assistant Principal
Malibu Middle:	1.00 FTE Principal
JAMS, Lincoln:	1.00 FTE Principal 2.00 FTE Assistant Principal
Olympic:	1.00 FTE Principal (0.50 General Fund & 0.50 Adult Ed)
PBL Pathway:	1.00 FTE Assistant Principal
Sr. Office Specialist Ratio: (Elementary)	0.50 FTE for school enrollment less than 375 students 1.00 FTE for school enrollment between 375 and 500 students 1.50 FTE for school enrollment between 501 and 550 students 2.00 FTE for school enrollment greater than 551

Full-Time Equivalent (FTE) Changes:

Certificated: The FTE change of teaching positions reflect changes of projected enrollment

2.00	FTE	Classroom Teachers, Edison
1.00	FTE	Classroom Teachers, Grant
(2.00)	FTE	Classroom Teachers, Will Rogers
(1.00)	FTE	Classroom Teachers, Roosevelt
1.00	FTE	Classroom Teachers, Ocean Park School House
(13.40)	FTE	Classroom Teachers, Malibu High School
(0.20)	FTE	Classroom Teachers, John Adams Middle School
(2.00)	FTE	Classroom Teachers, Lincoln Middle School
10.80	FTE	Classroom Teachers, Malibu Middle School
1.00	FTE	Classroom Teachers, Olympic High School
(2.20)	FTE	Classroom Teachers, Santa Monica High School

Classified:

Classified changes will be reflected at 2026-27 First Interim Budget

Salary:

Step & Column Increases

- 1.5% all certificated employees
- 1.5% all classified employees

SEIU – Service Employees International Union

- Negotiations ongoing. No salary schedule enhancements as of yet for 2026-27 as negotiated at the 5/28/26 session. Negotiations resume September 2026.

SMMCTA – Santa Monica-Malibu Classroom Teachers Association

- Additional 2% Effective 7/1/2025 [retroactive pay negotiated in May 2026 to be paid from the 2026-27 budget. This brings total SMMCTA salary schedule enhancements to 4% for 2025-26.]
- 2% Effective 7/1/2026

SMMASA – Santa Monica-Malibu Association of School Administrators

- 2% Effective 7/1/2026

Statutory Benefits:

19.10%	STRS employer contribution rate
26.40%	PERS employer contribution rate
6.20%	OASDI contribution rate
1.45%	Medicare contribution rate
0.50%	SUI contribution.
3.92%	Workers' Compensation contribution
1.25%	Other Postemployment Benefit

Health & Welfare:

The premium for District-paid employee Health Benefits is budget at a 9% increase in 2026-27 fiscal. However, the Joint Committee on Health & Welfare Benefits recommended and subsequently ratified to its bargaining unit members in SMMCTA and SEIU as well as the Management Association (SMMASA) a plan that cited a savings of approximately $730,000 of Health Benefits costs to the District. This is approximately a 1% savings. This plan outlines minimal increases to copays for doctor visits up to $10; copays for generic prescriptions up to $5; copays for brand-name prescriptions up to $15. Employees currently have, and will continue to have, access to generic prescriptions at Costco without a copay, even if they are not a Costco member.

Additionally, the First Interim Budget will further refine this projection to account for open enrollment changes that occurred throughout the summer that will be effective October 2026. This standard budgeting practice will sure-up the budget line item in the Health & Welfare category to mitigate an over or under budget projection in this category.

The District moved from health benefits being administered by CalPERS to Self-Insured Schools of California (SISC) effective January 2023 and continues to see single percentage increases year-over-year as compared to the high twenty and thirty percent double digit increase had the District remained with CalPERS.

OTHER PROGRAMS

Educational Protection Act (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. EPA funds are one of the three components that make up the LCFF funds in the district. The District is scheduled to receive approximately $1,600,000 in 2026-27 and will use all funds to support Certificated Teacher Salaries. This is a $100,000 decrease in the funds compared to prior year as the District experiences declining and stabilizing enrollment which is the method in which these funds are allocated.

LCAP Supplemental Grant

$6,177,310 is budgeted to support the LCAP Supplement Grant plan that will be approved by the Board.

Technology Refresh

$1,000,000 to refresh technology has resumed and is currently funded by the Unrestricted General Fund (GSH/YY expenditure). This item was formerly placed on the Fiscal Stabilization Plan that was subsequently implemented and concluded; in the immediate prior year this item was funded by the Arts & Music Discretionary Block Grant as previously approved by the Board of Education.

Textbook Adoptions

$3,000,000 of textbook adoptions for a new State adopted Math Curriculum and frwamework has resumed being funded by the Unrestricted General Fund. This item was formerly placed on the Fiscal Stabilization Plan that has been subsequently implemented and concluded; in the immediate prior year this item was funded by the Arts & Music Discretionary Block Grant as previously approved by the Board of Education

Middle School Sports Program – General Fund & Santa Monica Education Foundation

The Middle School Sports Program carries an estimated total cost of $604K, driven primarily by personnel. Staffing accounts for $232K, covering coaching ($214K), campus security ($12K), and custodial support ($6K). Sports Coordinators represents a cost of $316K across two positions, reflecting the administrative and operational personnel required to run a multi-sport program across the entire district.

Operational costs are comparatively lean at $56K, with league participation fees ($32K) making up the bulk, alongside uniforms, registration, referee fees, sports banquet, and an annual Spring Special Event. This significant investment from the district reflects our commitment to ensure that all our students have equitable access to athletics and team development.

To help offset some of these costs, the Santa Monica Education Foundation has committed $60,000 to this endeavor with $10,000 of the Education Foundation gift funded by a grant from the LA84 Foundation.

Formula Budget (School Site Allocations) – General Fund

Total formula budget increased slightly from $1,134,496 to $1,142,788. The calculation allocation has increased by $8,292 as a function of increased and stabilized enrollment district-wide:

K-5 $ 93.30 per pupil
6-8 $ 96.79 per pupil
9-12 $ 71.38 per pupil

Stretch Grant Budget (School Site Allocations) – Santa Monica Education Foundation

Total Stretch Grant budget remains funded by SMEF at $450,000 in 2026-27 as it was in the prior year. The Adopted Budget includes the following annual rates for the full allocation:

K-5 $ 96.24 per pupil
6-8 $ 48.12 per pupil
9-12 $ 24.06 per pupil

Instructional Assistants – General Fund & Santa Monica Education Foundation

Due to the increasing cost of maintaining the Instructional Assistant positions within the District's educational structure and support of teaching and learning, the General Fund will share in the cost of funding Instructional Assistants with the Santa Monica Education Foundation. It is projected that the total cost of Instructional Assistants is approximately $1,366,134 and it is anticipated that the General Fund's share is approximately $406,134.00 and the Santa Monica Education Foundation's share is approximately $960,000.00.

Summer School

The total Summer School budget is $1,067,102 which is funded entirely by LCAP Supplemental Grant This is an overall increase of $228,076 from last year's total of $839,026 as the Summer School Program was reviewed, evaluated, and streamlined to increase supports to students. This research, assessment, and evaluation rendered a slight increase in costs but an enhancement to projected student summer outcomes.

Equipment Purchase and Replacement

$2,274,510 is budgeted in 2026-27 in the Unrestricted General Fund for the purposes of replacing vans and maintenance vehicles. Approximately $2.1 million will be used to begin electrifying the Districts Bus Fleet as required by law in the coming years. This presentation to the Board of Education on the electrification of the District Bus Fleet will occur at its June 18, 2026 meeting.

Transportation

$1,896,099 for Regular Ed Transportation (an increase of 929,009 from prior year)
$1,657,882 for Special Ed Transportation (a decrease of 416,258 from prior year)
$ 564,540 for Transportation Building Rent & Associated Utilities (increase of $4,040 from prior year)

Ongoing Maintenance Program

$7,000,00 is budgeted for Ongoing Maintenance Program which represents 3.02% of total General Fund budget.

TRANSFERS

$375,000	Transfer to Child Development Fund (Fund 12) from General Fund for the Fund to remain solvent.
$100,000	Transfer to Child Development Fund (Fund 12) from LCAP Supplement.
$750,000	Transfer to Cafeteria Fund (Fund 13) from General Fund for the Fund to remain solvent.
$2,500,000	Transfer to Deferred Maintenance (Fund 14) from General Fund.

The General Indirect Rate changed from 0.20% to 6.06% in 2026-27.
The Food Services Indirect Rate changed from 0.20% to 6.38% in 2025-26.

RESERVE

The District Budget reflects the State required 3% reserve of General Fund Expenditures for Economic Uncertainties in the following years:

- 2026-27
- 2027-28
- 2028-29

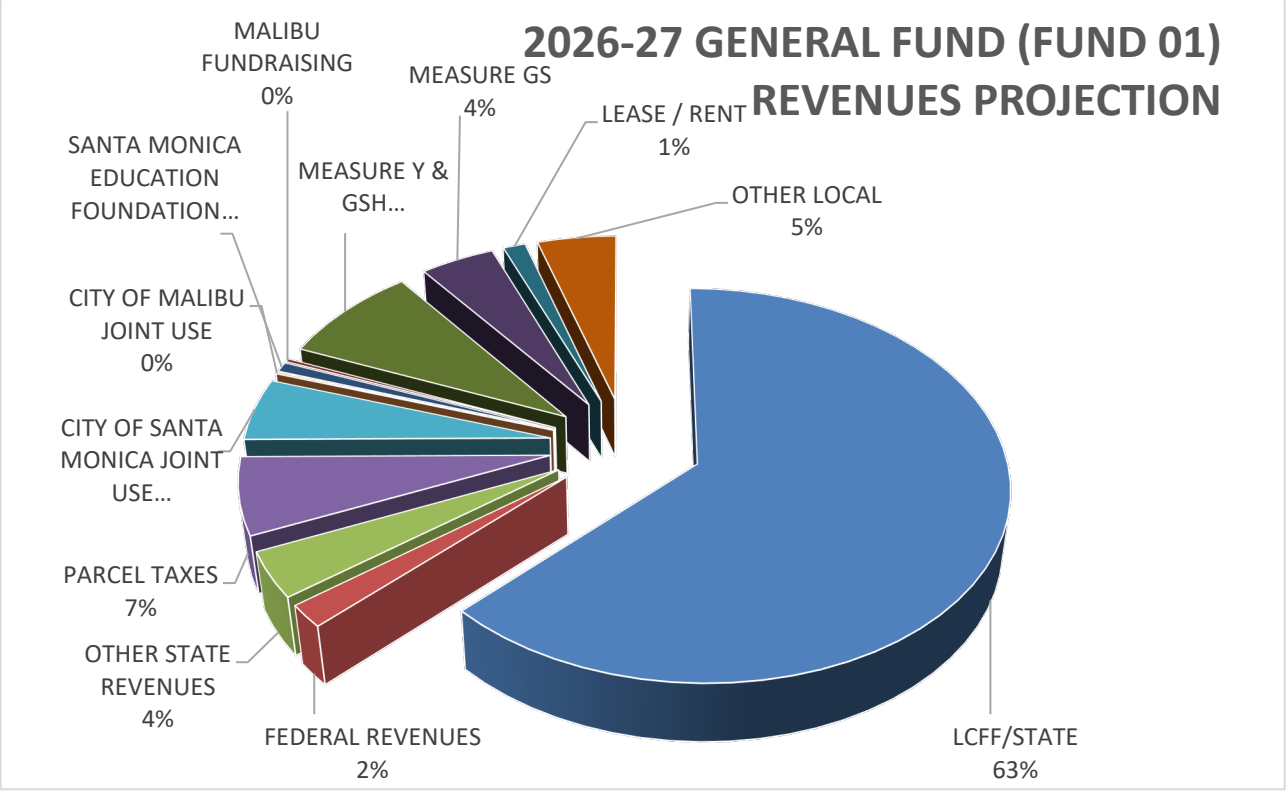
The following documents include:

- Unrestricted & Restricted General Fund Revenue/Expenditure Summary
- Major Categorical Adopted Budget to First Interim Budget
- Summary of Budget General Fund
- Components of Ending Fund Balance
- Summary of Budget by Fund
- Multi-year Assumptions & Projections

SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT
2026-27 PROPOSED BUDGET
COMBINED RESTRICTED & UNRESTRICTED GENERAL FUND

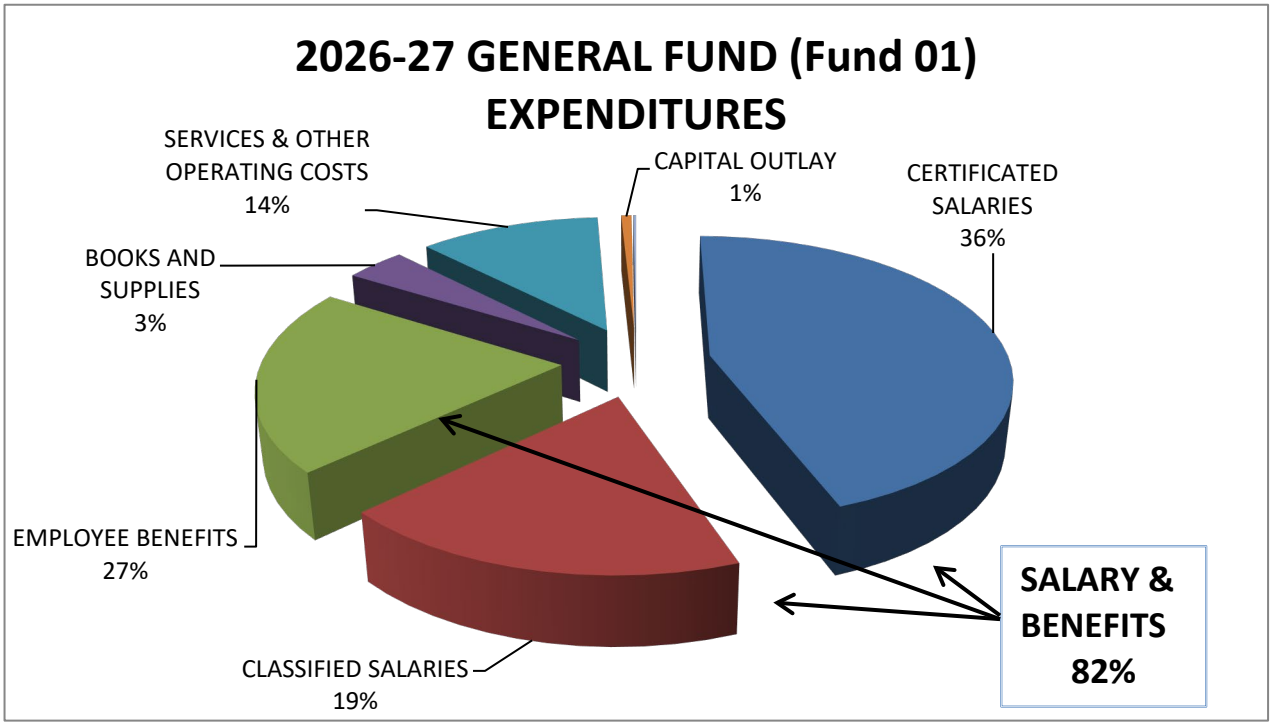
REVENUES

BEGINNING BALANCE	**$**	**55,668,851**
LCFF/STATE	$	142,433,737
FEDERAL REVENUES	$	4,292,803
OTHER STATE REVENUES	$	8,672,541
PARCEL TAXES	$	14,587,653
CITY OF SANTA MONICA JOINT USE	$	11,759,848
CITY OF MALIBU JOINT USE	$	299,378
SANTA MONICA EDUCATION FOUNDATION	$	1,800,000
MALIBU FUNDRAISING	$	592,508
MEASURE Y & GSH	$	19,000,000
MEASURE GS	$	10,000,000
LEASE / RENT	$	2,990,000
OTHER LOCAL	$	10,593,310
TOTAL REVENUES	$	227,021,778
TOTAL AVAILABLE FUNDS	**$**	**282,690,630**



COMBINTED RESTRICTED & UNRESTRICTED GENERAL FUND

PROJECTED EXPENDITURES:		
CERTIFICATED SALARIES	$	85,951,121
CLASSIFIED SALARIES	$	44,454,684
EMPLOYEE BENEFITS	$	64,161,289
BOOKS AND SUPPLIES	$	6,921,806
SERVICES & OTHER OPERATING COSTS	$	32,827,654
CAPITAL OUTLAY	$	2,274,510
OTHER OUTGO	$	(460,460)
TOTAL EXPENDITURES:	**$**	**236,130,604**
TRANSFERS IN	$	-
TRANSFERS OUT	$	3,725,000
CONTRIBUTION (SPED & REST ROUT MAINT)	$	(45,112,600)
PROJECTED FUND BALANCE:	**$**	**42,835,026**



SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT
SUMMARY BUDGET OF GENERAL FUND

FUND 01: UNRESTRICTED GENERAL FUND

	2025-26 ESTIMATED ACTUALS	2026-27 PRLIMINARY BUDGET	CHANGES
BEGINNING BALANCE	62,550,054	55,668,851	(6,881,203)
REVENUES			-
LCFF SOURCES	128,865,947	142,433,737	13,567,790
FEDERAL REVENUE	-	-	-
OTHER STATE REVENUE	2,411,085	2,365,000	(46,085)
LOCAL REVENUES	60,884,148	64,139,250	3,255,102
LOCAL GENERAL FUND CONTRIBUTION	(44,278,907)	(45,112,600)	(833,693)
TOTAL REVENUES	**147,882,273**	**163,825,387**	**15,943,114**
EXPENDITURES			
CERTIFICATED SALARIES	62,262,707	66,620,700	4,357,993
CLASSIFIED SALARIES	26,238,677	27,424,091	1,185,414
EMPLOYEE BENEFITS	36,525,951	44,845,204	8,319,253
BOOKS AND SUPPLIES	5,815,042	5,721,904	(93,138)
SERVICES & OTHER OPERATING COSTS	24,916,741	24,790,724	(126,017)
CAPITAL OUTLAY	421,912	2,274,510	1,852,598
OTHER OUTGO	35,030	(1,057,942)	(1,092,972)
TOTAL EXPENDITURES	**156,216,060**	**170,619,191**	**14,403,131**
TRANSFERS OUT	3,925,000	3,725,000	(200,000)
AUDIT ADJUSTMENTS & RESTATEMENTS	-	-	-
NET INCREASE (DECREASE)	(12,258,787)	(10,518,804)	1,739,983
PROJECTED FUND BALANCE	**50,291,267**	**45,150,047**	**(5,141,220)**

FUND 01: RESTRICTED GENERAL FUND

	2025-26 ESTIMATED ACTUALS	2026-27 PRELIMINARY BUDGET	CHANGES
BEGINNING BALANCE	16,155,598	13,399,219	(2,756,379)
REVENUES			
FEDERAL REVENUE	7,658,679	4,292,803	(3,365,876)
OTHER STATE REVENUE	8,325,970	6,307,541	(2,018,429)
LOCAL REVENUES	12,718,831	7,483,447	(5,235,384)
LOCAL GENERAL FUND CONTRIBUTION	44,278,907	45,112,600	833,693
TOTAL REVENUES	**72,982,387**	**63,196,391**	**(9,785,996)**
EXPENDITURES			
CERTIFICATED SALARIES	19,161,362	19,330,421	169,059
CLASSIFIED SALARIES	16,020,110	17,030,593	1,010,483
EMPLOYEE BENEFITS	16,279,714	19,316,085	3,036,371
BOOKS AND SUPPLIES	9,567,769	1,199,902	(8,367,867)
SERVICES & OTHER OPERATING COSTS	17,282,365	8,036,930	(9,245,435)
CAPITAL OUTLAY	632,041	45,879	(586,162)
OTHER OUTGO	1,590,650	597,482	(993,168)
TOTAL EXPENDITURES	**80,534,011**	**65,557,292**	**(14,976,719)**
AUDIT ADJUSTMENTS & RESTATEMENTS	-	-	-
NET INCREASE (DECREASE)	(7,551,624)	(2,360,901)	5,190,723
PROJECTED FUND BALANCE	**8,603,974**	**11,038,318**	**(2,434,344)**

SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT

2026-27 MAJOR CATEGORICAL PROGRAMS

	2025-26 ESTIMATED ACTUALS	2026-27 PRELIMINARY BUDGET	Variance (+/-)
FEDERAL PROGRAMS			
TITLE I :BASIC	$1,983,428	$1,379,217	($604,211)
TITLE II :TEACHER QUALITY	$398,386	$342,277	($56,109)
TITLE III : LIMITED ENGLISH PROFICIENT (LEP)	$285,396	$57,266	($228,130)
MEDICAL REIMBURSEMENT	$300,759	$450,000	$149,241
SP ED: IDEA ENTITLEMENT	$2,365,529	$2,435,999	$70,470
SP ED: IDEA "C' EARLY INTERVENTION	$0	$0	$0
TOTAL FEDERAL REVENUES:	**$5,333,498**	**$4,664,759**	**($668,739)**
STATE PROGRAMS			
SP ED : AB602	$6,913,447	$6,913,447	$0
SP ED : MENTAL HEALTH	$450,000	$150,000	($300,000)
SP ED : PROJECT WORKABILITY	$62,430	$62,430	$0
LOTTERY - INSTRUCTIONAL MATERIALS	$357,701	$112,136	($245,565)
CAREER TECHNICAL ED. INCENTIVE GRANT	$549,870	$251,489	($298,381)
TOTAL STATE REVENUES:	**$8,333,448**	**$7,489,502**	**($843,946)**

SANTA MONICA-MALIBU UNIFIED SCHOOL DISTRICT
LOCAL GENERAL FUND CONTRIBUTION (LGFC)

	2025-26 ESTIMATED ACTUALS	2026-27 PRELIMINARY BUDGET	CHANGE
SPECIAL EDUCATION	$34,037,213	$38,112,600	$4,075,387
ONGOING MAINTENANCE PROGRAM	$9,700,142	$7,000,000	($2,700,142)
TOTAL CONTRIBUTION:	**$43,737,355**	**$45,112,600**	**$1,375,245**

Components of Ending Fund Balances	2026-27
Fund 01: Unrestricted General Fund	
Unrestricted General Fund Beginning Balance	$55,668,851
Current Year (Deficit)/Surplus Spending	($10,518,804)
Ending Fund Balance that Requires Explanation	**$45,150,048**
Reasons for Assigned and Unassigned Ending Fund Balances	
***State Recommended 17% Minimum Level for Unified Districts**	
	$45,150,048
Less: 3% Reserve for Economic Uncertainties	($8,524,010)
Reserve for Revolving Cash & Prepaid	($20,025)
Reserve for 27-28 Deficit Spending	($8,123,684)
Reserve for 28-29 Deficit Spending	($8,772,496)
^Reserve for up to 2 months General Fund Expenditures	$19,709,833
Unappropriated Balance	**$0**

*current reserve is at 18.99% as of the 2026-27 Priliminary Budget

*2024-25 Statewide Average Reserve for Unified State-Aid Districts is 21.89%

*Basic Aid Districts should be 33%

^A 2-month reserve would be approximately $35.7M

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

Factor	2026-27	2027-28	2028-29
Statutory COLA	4.31%	3.30%	3.09%
LCFF FUNDING BASE			
K-3 + 10.4% Class Size Reduction (CSR)	$ 11,811	$ 12,201	$ 12,578
4-6	$ 10,859	$ 11,218	$ 11,564
7-8	$ 11,181	$ 11,550	$ 11,907
9-12 + 2.6% Career Technical Education (CTE)	$ 13,295	$ 13,734	$ 14,158
% of Local Property Taxes Increase	**4%**	**5%**	**5%**
% of GAP Funding	**100.00%**	**100.00%**	**100.00%**
MINIMUM STATE AID	**$ 8,585,843**	**$ 8,585,843**	**$ 8,585,843**
Enrollment Projection	8,520	8,353	8,189
P2 ADA Projection	8,051	7,894	7,739
Funding ADA	8,605	8,436	8,271
Lottery - Unrestricted /ADA	$ 190.00	$ 190.00	$ 190.00
Lottery - Restricted /ADA	$ 82.00	$ 82.00	$ 82.00
Mandated Block Grant : K-8 /ADA	$ 40.41	$ 41.74	$ 43.03
Mandated Block Grant : 9-12 /ADA	$ 79.27	$ 81.89	$ 84.42
City of Santa Monica - Joint Use Agreement	$ 11,759,848	$ 11,995,045	$ 12,234,946
City of Malibu - Joint Use Agreement	$ 299,378	$ 299,378	$ 299,378
Measure R / Parcel Tax	$ 14,587,653	$ 14,587,653	$ 14,587,653
City of Santa Monica - Measure Y & GSH / Sales Tax	$ 19,000,000	$ 19,000,000	$ 19,000,000
City of Santa Monica - Measure GS / Property Transfer Tax	$ 10,000,000	$ 10,000,000	$ 10,000,000
Santa Monica Education Foundation	$ 1,800,000	$ 2,000,000	$ 200,000
Malibu Education Foundation	$ 592,508	$ 592,508	$ 592,508
Salary Increase *See narrative for schedule of increases	*	*	*
Step & Column Incr.	1.50%	1.50%	1.50%
STRS Rate	**19.10%**	**19.10%**	**19.10%**
PERS Rate	**26.40%**	**26.80%**	**25.90%**
Health/Welfare - Annualized	9%	9%	9%
Workers' Compensation	3.92%	3.92%	3.92%
Other Postemployment Benefits	1.25%	1.25%	1.25%
Indirect Cost Rate	6.06%	6.06%	6.06%
Quarterly Interest Rate Distribution	3.11%	3.11%	3.11%
Ongoing Maintenance	3%	3%	3%
Reserve for Uncertainties	3%	3%	3%