

**FRESNO UNIFIED SCHOOL DISTRICT
BOARD OF EDUCATION**

AGENDA ITEM B-20

AGENDA SECTION <i>(Check Box Below)</i>			
A CONSENT	B DISCUSSION	C RECEIVE	RECOGNIZE/ PRESENT
	X		

BOARD MEETING DATE: August 9, 2017
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ACTION REQUESTED: <i>(Adopt, Approve, Ratify, Discuss, Receive, etc.)</i>	Approve
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TITLE AND SUBJECT: Approve Budget Revision No. 1 for Fiscal Year 2017/18

DESCRIPTION/DISCUSSION: Included in the Board binders is Budget Revision No. 1 for fiscal year 2017/18. Periodic updates to the district's budget are presented to the Board of Education for approval.

The following items are recommended in Budget Revision No. 1 to reflect the changes made in the Governor's Final State Budget for fiscal year 2017/18:

- A decrease in the Local Control Funding Formula (LCFF) "gap" funding level from 43.97% to 43.19% resulting in a reduction of \$379,000 in revenues and projected transfer for County students of \$2,400 resulting in a net reduction of \$376,600
- An increase for one-time State mandate revenue in the amount of \$9.8 million
- An increase in State funding for the After School Education and Safety grant of \$343,000

FINANCIAL SUMMARY: As a result, the Unrestricted General Fund Reserve for Economic Uncertainties is estimated at approximately \$86.7 million at June 30, 2018.

PREPARED BY: Jacquie Canfield, Executive Officer, Fiscal Services	DIVISION: Administrative Services PHONE: (559) 457-6226
CABINET LEVEL APPROVAL: Ruth F. Quinto, Deputy Superintendent/CFO <i>(Signature Required)</i>	SUPERINTENDENT APPROVAL: 

FRESNO UNIFIED SCHOOL DISTRICT
GENERAL FUND
BUDGET REVISION #1

DESCRIPTION	2017/18 ADOPTED BUDGET	7/17/2017 2017/18 CURRENT BUDGET	8/9/2017 2017/18 BUDGET REVISION #1	DIFFERENCE BETWEEN CURRENT AND BR#1	DIFFERENCE BETWEEN ADOPTED AND BR#1
Revenues					
LCFF Sources	\$ 699,048,126	\$ 699,048,126	\$ 698,668,907	\$ (379,219)	\$ (379,219)
Federal Revenues	81,941,706	81,941,706	81,941,706	-	-
Other State Revenues	100,846,156	100,846,156	111,011,743	10,165,587	10,165,587
Other Local Revenues	12,555,310	12,555,310	12,555,310	-	-
Total Revenues	\$ 894,391,298	\$ 894,391,298	\$ 904,177,666	\$ 9,786,368	\$ 9,786,368
Expenditures					
Certificated Salaries	\$ 387,372,643	\$ 387,378,834	\$ 387,378,834	\$ 0	\$ 6,191
Classified Salaries	118,441,345	118,385,205	118,385,205	-	(56,140)
Employee Benefits	239,617,801	239,592,403	239,592,403	-	(25,398)
Book and Supplies	54,124,095	54,066,363	54,396,720	330,357	272,625
Services & Operating	97,039,754	97,172,833	97,172,833	-	133,079
Capital Outlay	28,411,443	28,411,443	28,411,443	-	-
Other Outgo	2,572,852	2,572,852	2,570,368	(2,484)	(2,484)
Direct/Indirect Costs	(2,526,607)	(2,526,607)	(2,526,607)	-	-
Total Expenditures	\$ 925,053,326	\$ 925,053,326	\$ 925,381,199	\$ 327,873	\$ 327,873
Other Sources/(Uses)					
Transfers In	\$ 3,374,709	\$ 3,374,709	\$ 3,374,709	\$ -	\$ -
Transfers Out	\$ (4,856,409)	\$ (4,856,409)	\$ (4,856,409)	\$ -	\$ -
Other Sources	\$ -	\$ -	\$ -	\$ -	\$ -
Other Uses	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted Contribution	\$ -	\$ -	\$ -	\$ -	\$ -
Total Sources/(Uses)	\$ (1,481,700)	\$ (1,481,700)	\$ (1,481,700)	\$ -	\$ -
Net Increase/Decrease in Fund Balance	\$ (32,143,728)	\$ (32,143,728)	\$ (22,685,233)	\$ 9,458,495	\$ 9,458,495
Beginning Fund Balance - Unaudited Audit Adjustment	\$ -	\$ -	\$ -	\$ -	\$ -
Beginning Balance	\$ 131,501,019	\$ 131,501,019	\$ 131,501,019	\$ -	\$ -
Ending Fund Balance	\$ 99,357,291	\$ 99,357,291	\$ 108,815,786	\$ 9,458,495	\$ 9,458,495
Components of Ending Balance					
Revolving Cash	\$ 39,929	\$ 39,929	\$ 39,929	\$ -	\$ -
Stores	1,632,378	1,632,378	1,632,378	-	-
Prepaid Expense	191,560	191,560	191,560	-	-
Assigned: Other Assignments	16,400,000	16,400,000	16,400,000	-	-
Restricted	3,862,579	3,862,579	3,862,579	-	-
Reserve for Economic Uncertainties	77,230,846	77,230,846	86,689,341	9,458,495	9,458,495
Reserve Level %	8.31%	8.31%	9.32%		
Total Ending Fund Balance	\$ 99,357,291	\$ 99,357,291	\$ 108,815,786	\$ 9,458,495	\$ 9,458,495

Per Education Code section 42127(a)(2)(B) the minimum recommended reserve for economic uncertainties is 2% or \$18,604,752.

As shown above the reserve for economic uncertainties is \$86,689,341 with an assigned ending balance of \$16,400,000 set aside for textbooks and a CTE Facility.

As outlined in Board Policy 3100, the Board recognizes the importance of maintaining reserve levels during stable and volatile economic times.

**FRESNO UNIFIED SCHOOL DISTRICT
RESTRICTED GENERAL FUND
ADJUSTMENT SUMMARY**

DESCRIPTION	2017/18 ADOPTED BUDGET RESTRICTED	7/17/2017 2017/18 CURRENT BUDGET RESTRICTED	8/9/2017 2017/18 BUDGET REVISION #1 RESTRICTED	DIFFERENCE BETWEEN CURRENT AND BR#1	DIFFERENCE BETWEEN ADOPTED AND BR#1
Revenues					
LCFF Sources	\$ -	\$ -	\$ -	-	-
Federal Revenues	81,941,706	81,941,706	81,941,706	-	-
Other State Revenues	87,455,562	87,455,562	87,798,109	342,547	342,547
Other Local Revenues	4,089,596	4,089,596	4,089,596	-	-
Total Revenues	\$ 173,486,864	\$ 173,486,864	\$ 173,829,411	\$ 342,547	\$ 342,547
Expenditures					
Certificated Salaries	\$ 82,719,446	\$ 82,702,196	\$ 82,702,196	-	(17,250)
Classified Salaries	38,953,878	38,907,833	38,907,833	-	(46,045)
Employee Benefits	77,398,363	77,373,299	77,373,299	-	(25,064)
Book and Supplies	16,185,970	16,164,998	16,495,355	330,357	309,385
Services & Operating	32,160,258	32,269,589	32,269,589	-	109,331
Capital Outlay	3,270,720	3,270,720	3,270,720	-	-
Other Outgo	580,000	580,000	580,000	-	-
Direct/Indirect Costs	7,997,956	7,997,956	8,010,146	12,190	12,190
Total Expenditures	\$ 259,266,591	\$ 259,266,591	\$ 259,609,138	\$ 342,547	\$ 342,547
Other Sources/(Uses)					
Transfers In	3,356,409	3,356,409	3,356,409	-	-
Transfers Out	(3,356,409)	(3,356,409)	(3,356,409)	-	-
Other Sources				-	-
Other Uses				-	-
Restricted Contribution	84,018,316	84,018,316	84,018,316	-	-
Total Sources/(Uses)	\$ 84,018,316	\$ 84,018,316	\$ 84,018,316	\$ -	\$ -
Net Increase/Decrease in Fund Balance	\$ (1,761,411)	\$ (1,761,411)	\$ (1,761,411)	-	-
Beginning Fund Balance - Adopted	\$ 5,623,990	\$ 5,623,990	\$ 5,623,990	-	-
Beginning Balance	\$ 5,623,990	\$ 5,623,990	\$ 5,623,990	-	-
Ending Fund Balance	\$ 3,862,579	\$ 3,862,579	\$ 3,862,579	-	-

**FRESNO UNIFIED SCHOOL DISTRICT
UNRESTRICTED GENERAL FUND
ADJUSTMENT SUMMARY**

DESCRIPTION	2017/18 ADOPTED BUDGET UNRESTRICTED	7/17/2017 2017/18 CURRENT BUDGET UNRESTRICTED	8/9/2017 2017/18 BUDGET REVISION #1 UNRESTRICTED	DIFFERENCE BETWEEN CURRENT AND BR#1	DIFFERENCE BETWEEN ADOPTED AND BR#1
Revenues					
LCFF Sources	\$ 699,048,126	\$ 699,048,126	\$ 698,668,907	\$ (379,219)	\$ (379,219)
Federal Revenues	-	-	-	-	-
Other State Revenues	13,390,594	13,390,594	23,213,634	9,823,040	9,823,040
Other Local Revenues	8,465,714	8,465,714	8,465,714	-	-
Total Revenues	\$ 720,904,434	\$ 720,904,434	\$ 730,348,255	\$ 9,443,821	\$ 9,443,821
Expenditures					
Certificated Salaries	\$ 304,653,197	\$ 304,676,638	\$ 304,676,638	-	\$ 23,441
Classified Salaries	79,487,467	79,477,372	79,477,372	-	(10,095)
Employee Benefits	162,219,438	162,219,104	162,219,104	-	(334)
Book and Supplies	37,938,125	37,901,365	37,901,365	-	(36,760)
Services & Operating	64,879,496	64,903,244	64,903,244	-	23,748
Capital Outlay	25,140,723	25,140,723	25,140,723	-	-
Other Outgo	1,992,852	1,992,852	1,990,368	(2,484)	(2,484)
Direct/Indirect Costs	(10,524,563)	(10,524,563)	(10,536,753)	(12,190)	(12,190)
Total Expenditures	\$ 665,786,735	\$ 665,786,735	\$ 665,772,061	\$ (14,674)	\$ (14,674)
Other Sources/(Uses)					
Transfers In	\$ 18,300	\$ 18,300	\$ 18,300	-	-
Transfers Out	(1,500,000)	(1,500,000)	(1,500,000)	-	-
Other Sources				-	-
Other Uses				-	-
Restricted Contribution	\$ (84,018,316)	\$ (84,018,316)	\$ (84,018,316)	-	-
Total Sources/(Uses)	\$ (85,500,016)	\$ (85,500,016)	\$ (85,500,016)	-	-
Net Increase/Decrease in Fund Balance	\$ (30,382,317)	\$ (30,382,317)	\$ (20,923,822)	\$ 9,458,495	\$ 9,458,495
Beginning Fund Balance - Adopted	\$ 125,877,029	\$ 125,877,029	\$ 125,877,029	-	-
Beginning Balance	\$ 125,877,029	\$ 125,877,029	\$ 125,877,029	-	-
Ending Fund Balance	\$ 95,494,712	\$ 95,494,712	\$ 104,953,207	\$ 9,458,495	\$ 9,458,495