

**FRESNO UNIFIED SCHOOL DISTRICT  
BOARD OF EDUCATION**

**AGENDA ITEM A-6**

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

<b>BOARD MEETING DATE:</b> April 10, 2019
--

<b>ACTION REQUESTED:</b> <i>(Adopt, Approve, Ratify, Discuss, Receive, etc.)</i>	<b>Approve</b>
---	----------------

**TITLE AND SUBJECT: Approve Budget Revision No. 4 for Fiscal Year 2018/19**

**DESCRIPTION/DISCUSSION:** Included in the Board binders is Budget Revision No. 4 for fiscal year 2018/19. Periodic updates to the district's budget are presented to the Board of Education for approval. Budget Revision No. 4 includes adjustment for updated information and necessary adjustments to support the acceptance of various grant awards.

The following items are included in Budget Revision No. 4 for fiscal year 2018/19:

- Expense changes to reflect items reported in the Second Interim Financial Report approved by the Board of Education on March 6, 2019
- Grant Revisions
- Other Funds

**FINANCIAL SUMMARY:** As a result, the Unrestricted General Fund Reserve for Economic Uncertainties is estimated at approximately \$89.3 million or 8.69% at June 30, 2019.

<b>PREPARED BY:</b> <i>Kim Kelstrom</i> Kim Kelstrom, Executive Officer, Fiscal Services	<b>DIVISION:</b> Administrative Services <b>PHONE:</b> (559) 457-6226
<b>DATA REVIEWED BY:</b>	<b>PHONE:</b> (559)
<b>CABINET LEVEL APPROVAL:</b> Ruth F. Quinto, Deputy Superintendent/CFO <i>(Signature Required)</i> <i>Ruth Quinto</i>	<b>SUPERINTENDENT APPROVAL:</b> <i>Bob Weber</i>

**Unrestricted General Fund Adjustments and Revisions**

As presented in the 2018/19 Second Interim Financial Report approved by the Board on March 6, 2019, the following adjustments are being made:

- Increase of \$1.2 million Local Control Funding Formula (LCFF) revenue to recognize an increase in the Unduplicated Pupil Percentage (UPP) based on certification on January 17, 2019 from 87.90% to 88.86%
- Increase contribution of \$1.7 million to Special Education due to higher fill rate of the Speech Language Pathologist as well as increased speech language services contracts with Presence Learning, Inc. and Goodfellow Occupational Therapy
- Increase for Phase III Fitness/Weight Rooms in the amount of \$500,000
- Assigned \$7.5 million in one-time expenses anticipated to be expensed in 2019/20 which includes: Design Science building project \$2.7 million, restricted routine maintenance \$2.9 million, early learning restrooms \$1.0 million, donations \$410,000, extended day \$350,000, Saturday school site carryover \$122,000

**Revisions to the 2018/19 Budget Recommended for Approval**

The following items are included for the Board’s consideration and approval:

The chart below shows new grants, revisions to existing grants, and entitlements:

Name	2018/19 Current Budget Allocation	2018/19 Adjusted Award Amount	Revised Budget Allocation
Community Redevelopment	1,476,525	1,761,860	285,335
Cd: Federal Quality Improvement <sup>(A)</sup>	1,019,629	0	(1,019,629)
ESSA: Comprehensive Support & Improvement(CSI)	0	1,495,899	1,495,899
High Schools: Local	51,287	52,287	1,000
Idea Alternative Dispute Resolution	24,389	40,254	15,865
IDEA Part B - Supporting Inclusive Practices Preschool	12,059	24,059	12,000
Kids Code Pilot Program (ASES)	\$0	\$86,000	\$86,000
Lottery: Instructional Materials	3,323,568	4,018,702	695,134
Special Education	114,566,263	116,315,648	1,749,385
Title I	64,599,771	65,666,938	1,067,167
Title II - Teacher Quality	5,406,202	5,405,661	(541)
<b>Total</b>	<b>\$190,479,693</b>	<b>\$194,867,308</b>	<b>\$4,387,615</b>

<sup>(A)</sup> Included in Child Development Fund in Budget Revision No. 3

**Other Funds**

**Adult Education Fund** – Budget Revision No. 4 reflects an increase of \$62,820 to recognize increases in grant awards as follows:

Name	2018/19 Current Budget Allocation	2018/19 Adjusted Award Amount	Revised Budget Allocation
ESL Citizenship: Adult Basic Ed	\$350,837	\$366,757	\$15,920
English Literacy & Civics Education	131,250	139,650	8,400
Adult Secondary Ed: Adult Basic Ed	346,500	385,000	38,500
<b>Total</b>	<b>\$828,587</b>	<b>\$891,407</b>	<b>\$62,820</b>

**Children’s Center Fund** – Budget Revision No. 4 reflects an increase of \$9,600 to recognize an increase in grant awards as follows:

Name	2018/19 Current Budget Allocation	2018/19 Adjusted Award Amount	Revised Budget Allocation
CSPP QRIS Block Grant	\$268,900	\$278,500	\$9,600

**Health Fund** – Budget Revision No. 4 reflects an increase in fund balance of \$400,000 to recognize the Joint Health Management Board’s (JHMB) revised budget approved by JHMB on March 14, 2019. The revision recognizes the increased income for active lives, the Citizen Rx settlement, stop loss reimbursements, district contributions for the Staywell portal and the 90/10 plan design changes offset by large claims and increased medical and pharmacy utilization.

**FRESNO UNIFIED SCHOOL DISTRICT  
GENERAL FUND  
BUDGET REVISION #4**

DESCRIPTION	2018/19 ADOPTED BUDGET	2018/19 CURRENT BUDGET	4/10/2019 2018/19 BUDGET REVISION #4	DIFFERENCE BETWEEN CURRENT AND BR#4	DIFFERENCE BETWEEN ADOPTED AND BR#4
<b>Revenues</b>					
LCFF Sources	\$ 749,053,857	\$ 756,599,443	\$ 757,804,083	\$ 1,204,640	\$ 8,750,226
Federal Revenues	86,132,620	102,554,732	104,126,493	1,571,761	17,993,873
Other State Revenues	127,076,116	121,031,056	121,812,190	781,134	(5,263,926)
Other Local Revenues	14,378,887	16,402,238	16,687,573	285,335	2,308,886
<b>Total Revenues</b>	<b>\$ 976,641,280</b>	<b>\$ 996,587,469</b>	<b>\$1,000,430,339</b>	<b>\$ 3,842,870</b>	<b>\$ 23,789,059</b>
<b>Expenditures</b>					
Certificated Salaries	\$ 412,363,104	\$ 422,030,489	\$ 420,817,891	\$ (1,212,598)	\$ 8,454,787
Classified Salaries	128,809,416	130,779,659	131,163,712	384,053	2,354,296
Employee Benefits	273,708,226	276,898,227	276,776,352	(121,875)	3,068,126
Book and Supplies	60,975,130	64,417,500	64,959,938	542,438	3,984,808
Services & Operating	110,714,864	103,611,701	102,164,653	(1,447,048)	(8,550,211)
Capital Outlay	21,306,864	29,142,983	29,165,353	22,370	7,858,489
Other Outgo	3,787,318	3,569,118	(126,875)	(3,695,993)	(3,914,193)
Direct/Indirect Costs	(3,239,353)	(3,293,241)	(3,293,629)	(388)	(54,276)
<b>Total Expenditures</b>	<b>\$ 1,008,425,569</b>	<b>\$ 1,027,156,436</b>	<b>\$1,021,627,395</b>	<b>\$ (5,629,041)</b>	<b>\$ 13,201,826</b>
<b>Other Sources/(Uses)</b>					
Transfers In	\$ 3,385,329	\$ 3,385,329	\$ 3,385,329	\$ -	\$ -
Transfers Out	(5,527,465)	(5,527,465)	(5,527,465)	-	-
Other Sources	-	-	-	-	-
Other Uses	-	-	-	-	-
Restricted Contribution	-	-	-	-	(1,749,385.00)
<b>Total Sources/(Uses)</b>	<b>\$ (2,142,136)</b>	<b>\$ (2,142,136)</b>	<b>\$ (2,142,136)</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net Increase/Decrease in Fund Balance</b>	<b>\$ (33,926,425)</b>	<b>\$ (32,711,103)</b>	<b>\$ (23,339,192)</b>	<b>\$ 9,371,911</b>	<b>\$ 10,587,233</b>
Beginning Fund Balance - Unaudited Audit Adjustment	\$ - \$ 133,910,726	\$ - \$ 149,172,092	\$ - \$ 149,172,092	\$ - \$ -	\$ - \$ 15,261,366
Beginning Balance	\$ 133,910,726	\$ 149,172,092	\$ 149,172,092	\$ -	\$ 15,261,366
Ending Fund Balance	\$ 99,984,301	\$ 116,460,989	\$ 125,832,900	\$ 9,371,911	\$ 25,848,599
<b>Components of Ending Balance</b>					
Revolving Cash	\$ 88,929	\$ 84,215	\$ 84,215	\$ -	\$ (4,714)
Stores	1,418,428	1,613,205	1,613,205	-	194,777
Prepaid Expense	368,475	374,792	374,792	-	6,317
Assigned: Other Assignments	9,228,000	28,082,167	34,479,888	6,397,721	25,251,888
Restricted	-	-	-	-	(1)
Reserve for Economic Uncertainties	88,880,467	86,306,610	89,280,800	2,974,190	400,333
Reserve Level %	8.77%	8.36%	8.69%		
<b>Total Ending Fund Balance</b>	<b>\$ 99,984,301</b>	<b>\$ 116,460,989</b>	<b>\$ 125,832,900</b>	<b>\$ 9,371,911</b>	<b>\$ 25,848,599</b>

Per Education Code section 42127(a)(2)(B) the minimum recommended reserve for economic uncertainties is 2% or \$20,543,097

As shown above the reserve for economic uncertainties is \$89,280,800 with an assigned ending balance of \$34,479,888 set aside for facility projects, donations, school site supplies and extended day.

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

**UNRESTRICTED GENERAL FUND  
ADJUSTMENT SUMMARY**

DESCRIPTION	2018/19 ADOPTED BUDGET UNRESTRICTED	2018/19 CURRENT BUDGET UNRESTRICTED	2018/19 BUDGET REVISION #4 UNRESTRICTED	DIFFERENCE BETWEEN CURRENT AND BR#4	DIFFERENCE BETWEEN ADOPTED AND BR#4
<b>Revenues</b>					
LCFF Sources	\$ 749,053,857	\$ 756,599,443	\$ 757,804,083	\$ 1,204,640	\$ 8,750,226
Federal Revenues	-	-	-	-	-
Other State Revenues	36,695,203	27,454,940	27,454,940	-	(9,240,263)
Other Local Revenues	9,246,657	10,460,700	10,460,700	-	1,214,043
<b>Total Revenues</b>	<b>\$ 794,995,717</b>	<b>\$ 794,515,083</b>	<b>\$ 795,719,723</b>	<b>\$ 1,204,640</b>	<b>\$ 724,006</b>
<b>Expenditures</b>					
Certificated Salaries	\$ 325,166,961	\$ 325,888,950	\$ 324,521,275	\$ (1,367,675)	\$ (645,686)
Classified Salaries	86,561,495	87,113,456	87,113,456	-	551,961
Employee Benefits	179,618,779	179,709,025	179,451,745	(257,280)	(167,034)
Book and Supplies	43,139,747	36,577,795	34,895,140	(1,682,655)	(8,244,607)
Services & Operating	74,154,504	74,633,593	71,671,801	(2,961,792)	(2,482,703)
Capital Outlay	14,129,414	13,474,714	13,474,714	-	(654,700)
Other Outgo	2,237,318	1,619,118	(2,076,875)	(3,695,993)	(4,314,193)
Direct/Indirect Costs	(13,040,601)	(14,104,816)	(14,056,077)	48,739	(1,015,476)
<b>Total Expenditures</b>	<b>\$ 711,967,617</b>	<b>\$ 704,911,835</b>	<b>\$ 694,995,179</b>	<b>\$ (9,916,656)</b>	<b>\$ (16,972,438)</b>
<b>Other Sources/(Uses)</b>					
Transfers In	\$ 28,920	\$ 28,920	\$ 28,920	-	-
Transfers Out	(2,171,056)	(2,171,056)	(2,171,056)	-	-
Other Sources					
Other Uses					
Restricted Contribution	\$ (99,127,829)	\$ (103,296,596)	\$ (105,045,981)	\$ (1,749,385)	\$ (5,918,152)
<b>Total Sources/(Uses)</b>	<b>\$ (101,269,965)</b>	<b>\$ (105,438,732)</b>	<b>\$ (107,188,117)</b>	<b>\$ (1,749,385)</b>	<b>\$ (5,918,152)</b>
<b>Net Increase/Decrease in Fund Balance</b>	<b>\$ (18,241,865)</b>	<b>\$ (15,835,484)</b>	<b>\$ (6,463,573)</b>	<b>\$ 9,371,911</b>	<b>\$ 11,778,292</b>
<b>Beginning Fund</b>					
Baiance - Adopted	\$ 118,226,165	\$ 132,296,473	\$ 132,296,473	-	\$ 14,070,308
Audit Adjustment	\$ -	\$ -	\$ -	-	-
<b>Beginning Balance</b>	<b>\$ 118,226,165</b>	<b>\$ 132,296,473</b>	<b>\$ 132,296,473</b>	<b>\$ -</b>	<b>\$ 14,070,308</b>
<b>Ending Fund Balance</b>	<b>\$ 99,984,300</b>	<b>\$ 116,460,989</b>	<b>\$ 125,832,900</b>	<b>\$ 9,371,911</b>	<b>\$ 25,848,600</b>

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

DESCRIPTION	2018/19 ADOPTED BUDGET RESTRICTED	2018/19 CURRENT BUDGET RESTRICTED	2018/19 BUDGET REVISION #4 RESTRICTED	DIFFERENCE BETWEEN CURRENT AND BR#4	DIFFERENCE BETWEEN ADOPTED AND BR#4
<b>Revenues</b>					
LCFF Sources	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Revenues	86,132,620	102,554,732	104,126,493	1,571,761	17,993,873
Other State Revenues	90,380,913	93,576,116	94,357,250	781,134	3,976,337
Other Local Revenues	5,132,030	5,941,538	6,226,873	285,335	1,094,843
<b>Total Revenues</b>	<b>\$ 181,645,563</b>	<b>\$ 202,072,386</b>	<b>\$ 204,710,616</b>	<b>\$ 2,638,230</b>	<b>\$ 23,065,053</b>
<b>Expenditures</b>					
Certificated Salaries	\$ 87,196,143	\$ 96,141,539	\$ 96,296,616	\$ 155,077	\$ 9,100,473
Classified Salaries	42,247,921	43,666,203	44,050,256	384,053	1,802,335
Employee Benefits	94,089,447	97,189,202	97,324,607	135,405	3,235,160
Book and Supplies	17,835,383	27,839,705	30,064,798	2,225,093	12,229,415
Services & Operating	36,580,360	28,978,108	30,492,852	1,514,744	(8,067,508)
Capital Outlay	7,177,450	15,668,269	15,690,639	22,370	8,513,189
Other Outgo	1,550,000	1,950,000	1,950,000	-	400,000
Direct/Indirect Costs	9,801,248	10,811,575	10,762,448	(49,127)	961,200
<b>Total Expenditures</b>	<b>\$ 296,457,952</b>	<b>\$ 322,244,601</b>	<b>\$ 326,632,216</b>	<b>\$ 4,387,615</b>	<b>\$ 30,174,264</b>
<b>Other Sources/(Uses)</b>					
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	99,127,829	103,296,596	105,045,981	1,749,385	4,168,767
<b>Total Sources/(Uses)</b>	<b>\$ 99,127,829</b>	<b>\$ 103,296,596</b>	<b>\$ 105,045,981</b>	<b>\$ 1,749,385</b>	<b>\$ 5,918,152</b>
<b>Net Increase/Decrease in Fund Balance</b>	<b>\$ (15,684,560)</b>	<b>\$ (16,875,619)</b>	<b>\$ (16,875,619)</b>	<b>\$ -</b>	<b>\$ (1,191,059)</b>
<b>Beginning Fund</b>					
Balance - Adopted	\$ 15,684,561	\$ 16,875,619	\$ 16,875,619	\$ -	\$ 1,191,058
Beginning Balance	\$ 15,684,561	\$ 16,875,619	\$ 16,875,619	\$ -	\$ 1,191,058
<b>Ending Fund Balance</b>	<b>\$ 1</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (1)</b>

**FRESNO UNIFIED BUDGET AUGMENTATION**

BOARD PRESENTATION DATE:

April 10, 2019

FUND: Adult Education Fund

OBJECT	ACCOUNT TITLE	Adopted BUDGET	Current BUDGET	Revised BUDGET	Net Change BUDGET
<b>APPROPRIATIONS:</b>					
1000	Certificated Salaries	3,047,168	2,943,697	2,953,697	10,000
2000	Classified Salaries	1,534,648	1,419,824	1,463,724	43,900
3000	Employee Benefits	2,356,377	2,290,931	2,295,931	5,000
4000	Books and Supplies	424,782	322,348	326,268	3,920
5000	Services and Other Operating	961,176	929,059	929,059	0
6000	Capital Outlay	0	0	0	0
7000	Other Outgo	0	0	0	0
	<b>TOTAL BEFORE INDIRECT</b>	<b>8,324,151</b>	<b>7,905,859</b>	<b>7,968,679</b>	<b>62,820</b>
7300	INDIRECT COSTS	232,380	239,337	239,337	0
	<b>TOTAL APPROPRIATIONS</b>	<b>8,556,531</b>	<b>8,145,196</b>	<b>8,208,016</b>	<b>62,820</b>
<b>REVENUES:</b>					
	REVENUE LIMIT SOURCES	0	0	0	0
	FEDERAL REVENUES	1,123,085	1,035,426	1,098,246	62,820
	STATE REVENUES	5,838,135	5,734,765	5,734,765	0
	LOCAL REVENUES	1,162,164	886,742	886,742	0
	OTHER SOURCES	0	0	0	0
	<b>TOTAL REVENUES</b>	<b>8,123,384</b>	<b>7,656,933</b>	<b>7,719,753</b>	<b>62,820</b>
	Beginning Fund Balance	547,205	605,313	605,313	0
	Change to Fund Balance	(433,147)	(488,263)	(488,263)	0
	Ending Fund Balance	114,058	117,050	117,050	0

**FRESNO UNIFIED BUDGET AUGMENTATION**

BOARD PRESENTATION DATE:

April 10, 2019

FUND: Children Center Fund

OBJECT	ACCOUNT TITLE	Adopted BUDGET	Current BUDGET	Revised BUDGET	Net Change BUDGET
<b>APPROPRIATIONS:</b>					
1000	Certificated Salaries	5,622,773	5,622,773	5,622,773	0
2000	Classified Salaries	3,621,399	3,677,568	3,677,568	0
3000	Employee Benefits	5,506,288	5,509,597	5,509,597	0
4000	Books and Supplies	34,869	712,407	721,619	9,212
5000	Services and Other Operating	139,819	1,114,187	1,114,187	0
6000	Capital Outlay	0	0	0	0
7000	Other Outgo	0	0	0	0
	<b>TOTAL BEFORE INDIRECT</b>	14,925,148	16,636,532	16,645,744	9,212
7300	INDIRECT COSTS	612,519	684,738	685,126	388
	<b>TOTAL APPROPRIATIONS</b>	15,537,667	17,321,270	17,330,870	9,600
<b>REVENUES:</b>					
	REVENUE LIMIT SOURCES	0	0	0	0
	FEDERAL REVENUES	421,849	1,392,049	1,392,049	0
	STATE REVENUES	15,097,818	15,642,321	15,642,321	0
	LOCAL REVENUES	18,000	286,900	296,500	9,600
	OTHER SOURCES	0	0	0	0
	<b>TOTAL REVENUES</b>	15,537,667	17,321,270	17,330,870	9,600
	Beginning Fund Balance	0	0	0	0
	Change to Fund Balance	0	0	0	0
	Ending Fund Balance	0	0	0	0



**FRESNO UNIFIED BUDGET AUGMENTATION**

BOARD PRESENTATION DATE:

April 10, 2019

FUND: Health Fund

OBJECT	ACCOUNT TITLE	Adopted BUDGET	Current BUDGET	Revised BUDGET	Net Change BUDGET
<b>APPROPRIATIONS:</b>					
1000	Certificated Salaries	0	0	0	0
2000	Classified Salaries	443,975	443,975	410,410	(33,565)
3000	Employee Benefits	250,126	250,126	214,817	(35,309)
4000	Books and Supplies	23,191	15,191	19,870	4,679
5000	Services and Other Operating	151,910,625	150,897,634	158,189,721	7,292,087
6000	Capital Outlay	0	0	0	0
7000	Other Outgo	2,000,000	2,000,000	2,000,000	0
	<b>TOTAL BEFORE INDIRECT</b>	<b>154,627,917</b>	<b>153,606,926</b>	<b>160,834,818</b>	<b>7,227,892</b>
7300	INDIRECT COSTS	0	0	0	0
	<b>TOTAL APPROPRIATIONS</b>	<b>154,627,917</b>	<b>153,606,926</b>	<b>160,834,818</b>	<b>7,227,892</b>
<b>REVENUES:</b>					
	REVENUE LIMIT SOURCES	0	0	0	0
	FEDERAL REVENUES	0	0	0	0
	STATE REVENUES	0	0	0	0
	LOCAL REVENUES	164,549,820	166,280,110	174,010,352	7,730,242
	OTHER SOURCES	671,056	671,056	574,392	(96,664)
	<b>TOTAL REVENUES</b>	<b>165,220,876</b>	<b>166,951,166</b>	<b>174,584,744</b>	<b>7,633,578</b>
	Beginning Fund Balance	15,337,099	24,853,629	24,853,629	0
	Change to Fund Balance	10,592,959	13,344,240	13,749,926	405,686
	Ending Fund Balance	25,930,058	38,197,869	38,603,555	405,686