

Fresno Unified School District  
Board Agenda Item

BOARD MEETING DATE: January 22, 2025

**AGENDA ITEM C-10**

ACTION REQUESTED: APPROVE

PRIORITY GOAL: Achieving Operational Excellence

TITLE AND SUBJECT: Approve Budget Revision No. 2 for Fiscal Year 2024/25 – G2

ITEM DESCRIPTION: Included in the Board binders is Budget Revision No. 2 for fiscal year 2024/25. Periodic updates to the district's budget are presented to the Board of Education for approval. Budget Revision No. 2 includes adjustments for updated information regarding carryover, actual beginning balances, and necessary adjustments to support the acceptance of various grant awards.

Budget Revision No. 2 for fiscal year 2024/25 includes items as follows:

- Expense changes to reflect items reported in the First Interim Financial Report approved by the Board on December 11, 2024, Program adjustments
- Grant Revisions
- Other Funds

FINANCIAL SUMMARY: As a result, the Unrestricted General Fund Reserve for Economic Uncertainties is estimated at approximately \$121.5 million at June 30, 2025.

PREPARED BY: Chief Executive, Kim Kelstrom

DIVISION: Business and Financial Services

CABINET APPROVAL PHONE: (559) 457-6226

CABINET APPROVAL: Chief Financial Officer, Patrick Jensen

INTERIM SUPERINTENDENT APPROVAL: Mao Misty Her



### **Unrestricted General Fund Adjustments and Revisions**

As presented in the 2024/25 First Interim Financial Report approved by the Board on December 11, 2024, the following adjustments are being made for a net impact of \$1.0 million in savings:

- Decrease of \$1.6 million in Local Control Funding Formula (LCFF) due to prior year calendar actual ADA, which was lower than anticipated
- Increase in one-time prior year Lottery Revenue of approximately \$952,000
- Decrease of \$1.7 million in salaries and benefits based on year-to-date expenditures compared to historic averages
- Decrease of \$1.8 million in supplies and services at school sites and departments including one-time laptop connectivity grant
- Increase of \$1.4 million in Medi-Cal contribution due to prior year Medi-Cal Activity reimbursements
- Decrease indirect by \$3.3 million due to grant adjustments

### **Program Adjustments to 2024/25 Budget Recommended for Approval**

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

- Increase of \$21,002 in one-time revenues for the Apprenticeship Program for CTE offset by expenses

**Grant Revisions**

The charts below, and on the following pages, show carryover, new grants, revisions to existing grants and entitlements:

Name	2024/25 Current Budget Allocation	2024/25 Adjusted Award Amount	Revised Budget Allocation
Kaiser Grant Student Wellness	\$50,000	\$50,000	\$100,000
First 5 High Quality ECE Technical Assistance	-	20,000	20,000
Classified School Employee Summer Assistance Prog.	1,318,254	(207,845)	1,110,409
Action for Healthy Kids Grant	-	9,691	9,691
Drinking Water for Schools Grant Program	-	50,040	50,040
<b>Total</b>	<b>\$1,368,254</b>	<b>(\$78,114)</b>	<b>\$1,290,140</b>

**Adult Education Fund** – Budget Revision No. 2 reflects an increase in expenses of \$25,123 for adjustments in various grant awards:

Name	2024/25 Current Budget Allocation	2024/25 Adjusted Award Amount	Revised Budget Allocation
Adult Education: ESL/Citizenship Grant	\$519,756	(\$3,840)	\$515,916
Adult Secondary Education Grant	358,510	32,630	391,140
Adult Education: English Literacy & Civics	206,383	(3,667)	202,716
<b>Total</b>	<b>\$1,084,649</b>	<b>\$25,123</b>	<b>\$1,109,772</b>

**Children's Center Fund** – Budget Revision No. 2 reflects an increase in expenses of \$777,918 for adjustments in various grant awards:

Name	2024/25 Current Budget Allocation	2024/25 Adjusted Award Amount	Revised Budget Allocation
Inclusive Early Education Expansion Grant (IEEEP)	\$4,607,289	\$777,918	\$5,385,207
<b>Total</b>	<b>\$4,607,289</b>	<b>\$777,918</b>	<b>\$5,385,207</b>

**Cafeteria Fund** – Budget Revision No. 2 reflects an increase in expenses of \$7,469 for adjustments in various grant awards:

Name	2024/25 Current Budget Allocation	2024/25 Adjusted Award Amount	Revised Budget Allocation
California Farm to School Incubator Grant Program	\$584,544	\$256,127	\$840,671
Child Nutrition: Fresh Fruits and Vegetables Program	2,294,581	(248,658)	2,045,923
<b>Total</b>	<b>\$2,879,125</b>	<b>\$7,469</b>	<b>\$2,886,594</b>

**FRESNO UNIFIED SCHOOL DISTRICT  
GENERAL FUND  
BUDGET REVISION No. 2**

DESCRIPTION	2024/25 ADOPTED BUDGET	2024/25 CURRENT BUDGET	01/22/2025 2024/25 REVISION No. 2	DIFFERENCE BETWEEN CURRENT AND BR No. 2	DIFFERENCE BETWEEN ADOPTED AND BR No. 2
Revenues					
LCFF Sources	\$ 999,539,707	\$ 999,539,707	\$ 997,913,585	\$ (1,626,122)	\$ (1,626,122)
Federal Revenues	121,959,969	181,416,349	181,416,349	-	59,456,380
Other State Revenues	295,070,917	300,072,686	300,880,153	807,467	5,809,236
Other Local Revenues	56,860,419	57,924,873	59,411,985	1,487,112	2,551,566
Total Revenues	\$ 1,473,431,012	\$ 1,538,953,615	\$ 1,539,622,072	\$ 668,457	\$ 66,191,060
Expenditures					
Certificated Salaries	\$ 604,284,738	\$ 597,080,806	\$ 597,093,985	\$ 13,179	\$ (7,190,753)
Classified Salaries	242,111,602	242,575,684	242,367,839	(207,845)	256,237
Employee Benefits	444,541,191	442,257,750	440,562,054	(1,695,696)	(3,979,137)
Book and Supplies	129,673,044	127,648,270	125,931,869	(1,716,401)	(3,741,175)
Services & Operating	232,738,631	258,696,687	261,998,812	3,302,125	29,260,181
Capital Outlay	6,405,789	84,447,178	84,409,261	(37,917)	78,003,472
Other Outgo	4,033,546	20,833,546	20,833,546	-	16,800,000
Direct/Indirect Costs	(2,710,797)	(2,688,202)	(2,685,886)	2,316	24,911
Total Expenditures	\$ 1,661,077,744	\$ 1,770,851,719	\$ 1,770,511,480	\$ (340,239)	\$ 109,433,736
Other Sources/(Uses)					
Transfers In	\$ 5,486,409	\$ 5,486,409	\$ 5,486,409	\$ -	\$ -
Transfers Out	(6,956,409)	(6,956,409)	(6,956,409)	-	-
Other Sources	-	-	-	-	-
Other Uses	-	-	-	-	-
Restricted Contribution	-	-	-	-	-
Total Sources/(Uses)	\$ (1,470,000)	\$ (1,470,000)	\$ (1,470,000)	\$ -	\$ -
Net Increase/Decrease in Fund Balance	\$ (189,116,732)	\$ (233,368,104)	\$ (232,359,408)	\$ 1,008,696	\$ (43,242,676)
Beginning Fund Balance - Unaudited Audit Adjustment	\$ - \$ 563,449,542	\$ - \$ 607,010,959	\$ - \$ 607,010,959	\$ - \$ -	\$ - \$ 43,561,417
Beginning Balance	\$ 563,449,542	\$ 607,010,959	\$ 607,010,959	\$ -	\$ 43,561,417
Restatement of Beginning Balance	\$ -	\$ -	\$ -	\$ -	\$ -
Ending Fund Balance	\$ 374,332,810	\$ 373,642,855	\$ 374,651,551	\$ 1,008,696	\$ 318,741
Components of Ending Balance					
Revolving Cash	\$ 43,534	\$ 66,128	\$ 66,128	\$ -	\$ 22,594
Stores	3,028,901	2,296,649	2,296,649	-	(732,252)
Prepaid Expense	2,189,659	3,451,535	3,451,535	-	1,261,876
Other Commitments	75,950,000	106,720,000	106,720,000	-	30,770,000
Assigned: Other Assignments	-	-	-	-	-
Restricted	156,668,224	140,645,683	140,645,683	-	(16,022,541)
Reserve for Economic Uncertainties	134,452,492	134,452,492	121,471,556	(12,980,936)	(12,980,936)
Reserve Level %	8.06%	7.56%	6.83%		
Total Ending Fund Balance	\$ 372,332,810	\$ 387,632,487	\$ 374,651,551	\$ (12,980,936)	\$ 2,318,741

Per Education Code section 42127(a)(2)(B) the minimum recommended reserve for economic uncertainties is 2% or \$36,549,358

As shown above the reserve for economic uncertainties is \$121,471,556 with an assigned and committed ending balance of \$106,720,000 set aside for future year expenses

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

**UNRESTRICTED GENERAL FUND  
BUDGET REVISION No. 2**

	2024/25		01/22/2025			
	ADOPTED		2024/25		DIFFERENCE	DIFFERENCE
	BUDGET		BUDGET		BETWEEN	BETWEEN
			REVISION No. 2		CURRENT	ADOPTED
DESCRIPTION	UNRESTRICTED	UNRESTRICTED	REVISION No. 2	AND BR No. 2	AND BR No. 2	
Revenues						
LCFF Sources	\$ 999,539,707	\$ 999,539,707	\$ 997,913,585	\$ (1,626,122)	\$ (1,626,122)	
Federal Revenues	-	\$ -	-	-	-	-
Other State Revenues	25,813,439	\$ 25,813,439	26,778,711	965,272	965,272	
Other Local Revenues	25,160,131	\$ 25,160,131	26,567,552	1,407,421	1,407,421	
Total Revenues	\$ 1,050,513,277	\$ 1,050,513,277	\$ 1,051,259,848	\$ 746,571	\$ 746,571	
Expenditures						
Certificated Salaries	\$ 433,916,737	\$ 435,965,344	\$ 435,965,344	-	\$ 2,048,607	
Classified Salaries	\$ 139,320,338	\$ 139,362,537	139,362,537	-	42,199	
Employee Benefits	\$ 266,667,511	\$ 265,533,780	263,832,205	(1,701,575)	(2,835,306)	
Book and Supplies	\$ 51,893,711	\$ 53,272,364	51,536,174	(1,736,190)	(357,537)	
Services & Operating	\$ 106,009,973	\$ 111,920,942	111,805,837	(115,105)	5,795,864	
Capital Outlay	\$ 3,164,155	\$ 7,981,525	7,943,608	(37,917)	4,779,453	
Other Outgo	\$ 1,729,188	\$ 1,729,188	1,729,188	-	-	
Direct/Indirect Costs	(20,045,961)	\$ (20,665,522)	(17,336,860)	3,328,662	2,709,101	
Total Expenditures	\$ 982,655,652	\$ 995,100,158	\$ 994,838,033	\$ (262,125)	\$ 12,182,381	
Other Sources/(Uses)						
Transfers In	\$ 30,000	30,000	\$ 30,000	-	\$ -	
Transfers Out	(1,500,000)	(1,500,000)	(1,500,000)	-	-	
Other Sources						
Other Uses						
Restricted Contribution	\$ (168,987,128)	\$ (175,987,128)	\$ (175,987,128)	-	\$ (7,000,000)	
Total Sources/(Uses)	\$ (170,457,128)	\$ (177,457,128)	\$ (177,457,128)	-	\$ (7,000,000)	
Net Increase/Decrease in Fund Balance	\$ (102,599,503)	\$ (122,044,009)	\$ (121,035,313)	\$ 1,008,696	\$ (18,435,810)	
Beginning Fund Balance - Adopted	\$ 318,264,089	\$ 355,041,181	\$ 355,041,181	-	\$ 36,777,092	
Audit Adjustment	\$ -	\$ -	\$ -	-	\$ -	
Beginning Balance	\$ 318,264,089	\$ 355,041,181	\$ 355,041,181	-	\$ 36,777,092	
Ending Fund Balance	\$ 215,664,586	\$ 232,997,172	\$ 234,005,868	\$ 1,008,696	\$ 18,341,282	

**FRESNO UNIFIED SCHOOL DISTRICT  
RESTRICTED GENERAL FUND  
BUDGET REVISION No. 2**

	2024/25 2024/25 ADOPTED BUDGET	2024/25 2024/25 CURRENT BUDGET	01/22/2025 BUDGET REVISION No. 2	DIFFERENCE BETWEEN CURRENT	DIFFERENCE BETWEEN ADOPTED
DESCRIPTION	RESTRICTED	RESTRICTED	REVISION No. 2	AND BR No. 2	AND BR No. 2
Revenues					
LCFF Sources	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Revenues	\$ 121,959,969	\$ 181,416,349	\$ 181,416,349	-	59,456,380
Other State Revenues	\$ 269,257,478	\$ 274,259,247	\$ 274,101,442	(157,805)	4,843,964
Other Local Revenues	\$ 31,700,288	\$ 32,764,742	\$ 32,844,433	79,691	1,144,145
Total Revenues	\$ 422,917,735	\$ 488,440,338	\$ 488,362,224	\$ (78,114)	\$ 65,444,489
Expenditures					
Certificated Salaries	\$ 170,368,001	\$ 161,115,462	\$ 161,128,641	\$ 13,179	\$ (9,239,360)
Classified Salaries	\$ 102,791,264	\$ 103,213,147	\$ 103,005,302	(207,845)	214,038
Employee Benefits	\$ 177,873,680	\$ 176,723,970	\$ 176,729,849	5,879	(1,143,831)
Book and Supplies	\$ 77,779,333	\$ 74,375,906	\$ 74,395,695	19,789	(3,383,638)
Services & Operating	\$ 126,728,658	\$ 146,775,745	\$ 150,192,975	3,417,230	23,464,317
Capital Outlay	\$ 3,241,634	\$ 76,465,653	\$ 76,465,653	-	73,224,019
Other Outgo	\$ 2,304,358	\$ 19,104,358	\$ 19,104,358	-	16,800,000
Direct/Indirect Costs	\$ 17,335,164	\$ 17,977,320	\$ 14,650,974	(3,326,346)	(2,684,190)
Total Expenditures	\$ 678,422,092	\$ 775,751,561	\$ 775,673,447	\$ (78,114)	\$ 97,251,355
Other Sources/(Uses)					
Transfers In	5,456,409	5,456,409	5,456,409	-	-
Transfers Out	(5,456,409)	(5,456,409)	(5,456,409)	-	-
Other Sources	-	-	-	-	-
Other Uses	-	-	-	-	-
Restricted Contribution	168,987,128	175,987,128	175,987,128	-	7,000,000
Total Sources/(Uses)	\$ 168,987,128	\$ 175,987,128	\$ 175,987,128	\$ -	\$ 7,000,000
Net Increase/Decrease in Fund Balance	\$ (86,517,229)	\$ (111,324,095)	\$ (111,324,095)	\$ -	\$ (24,806,866)
Beginning Fund Balance - Adopted	\$ 245,185,453	\$ 251,969,778	\$ 251,969,778	\$ -	\$ 6,784,325
Beginning Balance	\$ 245,185,453	\$ 251,969,778	\$ 251,969,778	\$ -	\$ 6,784,325
Restatement of Beginng Balance			\$ -	\$ -	\$ -
Ending Fund Balance	\$ 158,668,224	\$ 140,645,683	\$ 140,645,683	\$ -	\$ (18,022,541)

## FRESNO UNIFIED BUDGET AUGMENTATION

BOARD PRESENTATION DATE:

January 22, 2025

FUND: Adult Education Fund

OBJECT	ACCOUNT TITLE	Adopted BUDGET	Current BUDGET	Revised BUDGET	Net Change BUDGET
<b>APPROPRIATIONS:</b>					
1000	Certificated Salaries	3,338,119	3,473,035	3,473,035	0
2000	Classified Salaries	2,171,707	2,181,604	2,181,604	0
3000	Employee Benefits	2,836,826	2,916,387	2,916,387	0
4000	Books and Supplies	876,749	880,480	905,603	25,123
5000	Services and Other Operating	553,730	1,283,392	1,283,392	0
6000	Capital Outlay	0	0	0	0
7000	Other Outgo	0	0	0	0
	<b>TOTAL BEFORE INDIRECT</b>	9,777,131	10,734,898	10,760,021	25,123
7300	INDIRECT COSTS	234,534	238,048	238,048	0
	<b>TOTAL APPROPRIATIONS</b>	10,011,665	10,972,946	10,998,069	25,123
<b>REVENUES:</b>					
	REVENUE LIMIT SOURCES	0	0	0	0
	FEDERAL REVENUES	1,654,826	1,455,360	1,480,483	25,123
	STATE REVENUES	7,129,736	7,950,327	7,950,327	0
	LOCAL REVENUES	595,358	595,358	595,358	0
	OTHER SOURCES	0	0	0	0
	<b>TOTAL REVENUES</b>	9,379,920	10,001,045	10,026,168	25,123
	Beginning Fund Balance	1,224,921	1,230,710	1,230,710	0
	Change to Fund Balance	(631,745)	(971,901)	(971,901)	0
	Ending Fund Balance	593,176	258,809	258,809	0

## FRESNO UNIFIED BUDGET AUGMENTATION

BOARD PRESENTATION DATE:

January 22, 2025

FUND: Children Center Fund

OBJECT	ACCOUNT TITLE	Adopted BUDGET	Current BUDGET	Revised BUDGET	Net Change BUDGET
<b>APPROPRIATIONS:</b>					
1000	Certificated Salaries	9,721,109	10,754,339	10,793,229	38,890
2000	Classified Salaries	6,649,594	5,677,942	5,778,067	100,125
3000	Employee Benefits	11,975,289	11,826,126	11,882,295	56,169
4000	Books and Supplies	2,619,404	1,951,015	1,951,015	0
5000	Services and Other Operating	1,585,815	1,350,269	1,365,869	15,600
6000	Capital Outlay	2,304,737	3,970,612	4,530,706	560,094
7000	Other Outgo	0	0	0	0
	<b>TOTAL BEFORE INDIRECT</b>	34,855,948	35,530,303	36,301,181	770,878
7300	INDIRECT COSTS	1,147,561	1,121,347	1,128,387	7,040
	<b>TOTAL APPROPRIATIONS</b>	36,003,509	36,651,650	37,429,568	777,918
<b>REVENUES:</b>					
	REVENUE LIMIT SOURCES	0	0	0	0
	FEDERAL REVENUES	548,116	414,731	414,731	0
	STATE REVENUES	29,660,171	32,649,907	33,427,825	777,918
	LOCAL REVENUES	3,223,182	3,491,657	3,491,657	0
	OTHER SOURCES	0	0	0	0
	<b>TOTAL REVENUES</b>	33,431,469	36,556,295	37,334,213	777,918
	Beginning Fund Balance	2,572,041	95,355	95,355	0
	Change to Fund Balance	(2,572,040)	(95,355)	(95,355)	0
	Ending Fund Balance	1	0	0	0



## FRESNO UNIFIED BUDGET AUGMENTATION

BOARD PRESENTATION DATE:

January 22, 2025

FUND: Cafeteria 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	18,638,061	18,617,326	18,639,905	22,579
3000	Employee Benefits	13,979,161	13,965,293	13,979,852	14,559
4000	Books and Supplies	28,903,510	28,875,674	28,792,016	(83,658)
5000	Services and Other Operating	4,074,474	4,074,566	4,075,155	589
6000	Capital Outlay	711,579	1,411,115	1,461,115	50,000
7000	Other Outgo	0	0	0	0
	<b>TOTAL BEFORE INDIRECT</b>	66,306,785	66,943,974	66,948,043	4,069
7300	INDIRECT COSTS	1,328,702	1,328,807	1,332,207	3,400
	<b>TOTAL APPROPRIATIONS</b>	67,635,487	68,272,781	68,280,250	7,469
<b>REVENUES:</b>					
	REVENUE LIMIT SOURCES	0	0	0	0
	FEDERAL REVENUES	55,490,194	55,497,930	55,249,272	(248,658)
	STATE REVENUES	10,911,860	11,349,975	11,349,975	0
	LOCAL REVENUES	1,277,805	1,321,295	1,577,422	256,127
	OTHER SOURCES	0	0	0	0
	<b>TOTAL REVENUES</b>	67,679,859	68,169,200	68,176,669	7,469
	Beginning Fund Balance	23,565,200	30,752,693	30,752,693	0
	Restatement of Fund Balance	0	0	0	0
	Change to Fund Balance	44,372	(103,581)	(103,581)	0
	Ending Fund Balance	23,609,572	30,649,112	30,649,112	0