

A red apple with a small stem is placed on top of a stack of three old, leather-bound books. The books have worn spines and are resting on a dark wooden surface. The background is dark and out of focus.

BERKELEY UNIFIED SCHOOL DISTRICT

**FY 2017-18
UNAUDITED ACTUALS**



OVERVIEW

- Met the 3% reserve required by the State
- The District had projected deficit spending of \$2.7 million, the actual deficit spending was \$1.6 million
- The undesignated projected ending fund balance was \$1,545,587. The District ended the year with an undesignated ending fund balance of \$2,467,007
 - The undesignated ending fund balance is \$921,420 more than projected
- \$1.4 million Committed and Assigned
 - \$0.1 million for revolving cash
 - \$1.0 million for LCAP Board Policy Reserve
 - \$0.3 million for LCAP carryover 2018-19



LCAP SUPPLEMENTAL DESIGNATION

- Unspent LCAP balances

2014-15 \$ 254,617 (Unspent Balance)

2015-16 \$ 372,846 (Unspent Balance)

2016-17 \$ 501,603 (Unspent Balance)

2017-18 \$ 196,344 (Unspent Balance)

\$1,325,410 Sub-Total

LCAP Designations

\$1,000,000 Board Policy LCAP Reserve

\$ 325,410 LCAP Carryover



LCAP EXPENDITURES – GOAL 1

LCAP Programs	DDF	2017-18 Final LCAP Budget	Expenditure s @ 6/30/2018	Ending Balance @ 6/30/2018
Response to Intervention (RtI)	017	\$1,086,825	\$1,067,022	\$19,803
Math Coaches	522	\$436,406	\$433,838	\$2,568
Literacy Coaches	019	\$290,093	\$287,815	\$2,278
AVID Program in Grades 7-12	948	\$223,354	\$209,635	\$13,719
Secondary Bridge Program	951	\$151,803	\$143,487	\$8,316
Science, Technology, Engineering and Math (STEM)	817	\$70,000	\$69,344	\$656
Total for Goal One		\$2,258,481	\$2,211,140	\$47,341



LCAP EXPENDITURES – GOAL 2

LCAP Programs	DDF	2017-18 Final LCAP Budget	Expenditures @ 6/30/2018	Ending Balance @ 6/30/2018
Attract & Retain Teachers of Color	524	\$100,000	\$50,435	\$49,565
ELD Teacher Coaches Sites	529	\$1,045,664	\$1,060,200	(\$14,536)
Professional Learning Communities (PLC)	003	\$40,000	\$16,963	\$23,037
Total for Goal Two		\$1,185,664	\$1,127,598	\$58,066



LCAP EXPENDITURES – GOAL 3

LCAP Programs	DDF	2017-18 Final LCAP Budget	Expenditures @ 6/30/2018	Ending Balance @ 6/30/2018
Mental Health Partnership	995	\$179,207	\$172,677	\$6,530
Coordination of School Based Services	532	\$138,071	\$133,426	\$4,645
Bay Area Peace Keepers	211	\$30,000	\$30,000	\$0
Intervention Coordinator BHS	523	\$416,806	\$272,489	\$144,317
Restorative Justice (RJ)	525	\$419,228	\$406,210	\$13,018
Site Coordinators Family Engagement	534	\$329,478	\$335,353	-\$5,875
Total for Goal Three		\$1,512,790	\$1,350,154	\$162,636



LCAP EXPENDITURES – OTHER

LCAP Programs	DDF	2017-18 Final LCAP Budget	Expenditures @ 6/30/2018	Ending Balance @ 6/30/2018
Evaluation of LCAP	535	\$115,320	\$101,925	\$13,395
LCAP Contingency	536	\$26,507	\$0	\$26,507
Indirect Cost Reserve	000	\$302,154	\$284,688	\$17,466
Total Additional LCAP Expenses		\$443,981	\$386,613	\$57,368



EXPLANATION OF VARIANCES - REVENUES

- Revenues more than projected

Revised LCFF State Budget Assumptions resulted in decreased revenue	\$ (33,801)
State adjustment for Prior Year State Revenue	\$ 77,959
Actual State revenues exceeded projections primarily for unrestricted Lottery	\$ 123,791
Revenues for Leases and rentals exceeded projections	\$ 149,900
Estimated actuals did not include projections for 4th quarter interest and Community Development Funds	\$ 121,297
Revenues for other local revenues exceeded projections	\$ 30,420
TOTAL	\$ 469,566



EXPLANATION OF VARIANCES - EXPENDITURES

- Unspent Balances in Programs and Services:

PROGRAM - Unrestricted programs including LCAP and Transportation programs		\$ 751,160
OPERATIONS		
<i>Central office and operations</i>	\$ 591,084	
<i>Certificated Salaries - School Site Vacancies</i>	\$ 375,451	
<i>Classified Salaries - School Site Vacancies</i>	\$ 103,849	
<i>Benefits associated with Site Vacancy savings</i>	\$ 234,593	
<i>Unspent balances for supplies and services for school site operations</i>	\$ 155,070	
<i>Increase in Utilities</i>	\$ (240,630)	
<i>Transfer for Indirect Cost less than budgeted</i>	\$ (271,318)	
OPERATIONS SUB-TOTAL		\$ 948,099
TOTAL		\$ 1,699,259



EXPLANATION OF VARIANCES - CONTRIBUTIONS

- **Transfers and Contributions**

Increase in Transfer Out to Child Development Fund	\$ 1,767
Transfer to Special Reserve Fund-Year End Closing Adjustment	\$ 120,814
Increase in Transfer Out to Cafeteria Fund	\$ 115,955
Increase in BSEP Contribution	\$ (21,502)
Increase in Special Education Contribution	\$ 617,265
Increase in Mental Health (Special Education)	\$ 274,519
TOTAL	\$ 1,108,818



CONTRIBUTION TO SPECIAL EDUCATION

- Increase in 2017-18 contribution primarily due to increases in Hourly Instructional Aides, Mental Health Services, Non-Public Agencies/Schools and Settlements:

Description	Resource	Adopted Budget	First Interim	Second Interim	Estimated Actuals (EA)	Unaudited Actuals (UA)	UA vs. EA
Instructional Aides – Hourly	6500	\$126,579	\$452,669	\$452,669	\$622,669	\$879,667	\$256,998
Professional Services	6512	\$1,143,337	\$1,149,861	\$1,155,461	\$1,158,456	\$1,657,888	\$499,432
Non Public Agencies	6500	\$1,866,371	\$3,771,298	\$4,133,498	\$4,121,880	\$4,117,517	(\$4,363)
Non Public Schools	6500	\$1,382,024	\$1,648,071	\$1,648,071	\$1,770,689	\$1,864,984	\$94,295
Settlements	6500	\$500,000	\$500,000	\$515,500	\$965,500	\$1,243,629	\$278,129
TOTAL		\$5,018,311	\$7,521,899	\$7,905,199	\$8,639,194	\$9,763,685	\$1,124,491
Changes over reporting periods			\$ 2,503,588	\$ 383,300	\$ 733,995	\$ 1,124,491	



OTHER FUNDS

- **Adult Education Fund – Fund 11**
 - Ending fund balance is \$959,598. The General Fund contributed \$70,000 for the older adults program. It is subject to a Maintenance of Effort (MOE) like special education
- **Child Development Fund – Fund 12**
 - Ending fund balance is \$30,088. The General Fund contributed \$164,171, and is budgeted to contribute \$30,000 to the CAL-Safe program in FY 2018-19
- **Cafeteria Fund – Fund 13**
 - Expenditures exceeded revenues by \$90,000 and included writing off \$25,955 in student debt for unpaid meals, which resulted in a contribution of \$115,955. Ending fund balance is \$103,791.



OTHER CONSIDERATIONS/NEXT STEPS

- Increase in STRS/PERS costs continue to absorb a substantial amount of increase in revenue which is increasing the structural deficit
- Future negotiated salary increases are not included in Multi-Year Projections
- Increasing contributions from General Fund to Special Education and Child Nutrition programs
- Based on projections of deficit spending, the District will face balancing the budget which will result in budget reductions in FY 2019-20 and possibly FY 2020-21
- The District's Superintendent's Budget Advisory Committee (SBAC), which provides input and addresses proposed reductions will need to reconvene to address budget reductions



QUESTIONS ?

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