



# **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**

|                |                           |                          |
|----------------|---------------------------|--------------------------|
| <b>2014-15</b> | <b>\$ 254,617</b>         | <b>(Unspent Balance)</b> |
| <b>2015-16</b> | <b>\$ 372,846</b>         | <b>(Unspent Balance)</b> |
| <b>2016-17</b> | <b>\$ 501,603</b>         | <b>(Unspent Balance)</b> |
| <b>2017-18</b> | <b><u>\$ 196,344</u></b>  | <b>(Unspent Balance)</b> |
|                | <b><u>\$1,325,410</u></b> | <b>Sub-Total</b>         |

## **LCAP Designations**

**\$1,000,000 Board Policy LCAP Reserve**  
**\$ 325,410 LCAP Carryover**



# LCAP EXPENDITURES – GOAL 1

| LCAP Programs                                       | DDF | 2017-18<br>Final LCAP<br>Budget | Expenditure<br>s @<br>6/30/2018 | Ending<br>Balance @<br>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<br>(STEM) | 817 | \$70,000                        | \$69,344                        | \$656                            |
| <b>Total for Goal One</b>                           |     | <b>\$2,258,481</b>              | <b>\$2,211,140</b>              | <b>\$47,341</b>                  |



# LCAP EXPENDITURES – GOAL 2

| LCAP Programs                              | DDF | 2017-18 Final<br>LCAP Budget | Expenditures<br>@ 6/30/2018 | Ending Balance<br>@ 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<br>(PLC) | 003 | \$40,000                     | \$16,963                    | \$23,037                      |
| <b>Total for Goal Two</b>                  |     | <b>\$1,185,664</b>           | <b>\$1,127,598</b>          | <b>\$58,066</b>               |



# LCAP EXPENDITURES – GOAL 3

| LCAP Programs                         | DDF | 2017-18 Final<br>LCAP Budget | Expenditures<br>@ 6/30/2018 | Ending<br>Balance<br>@ 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                         |
| <b>Total for Goal Three</b>           |     | <b>\$1,512,790</b>           | <b>\$1,350,154</b>          | <b>\$162,636</b>                 |



# LCAP EXPENDITURES – OTHER

| LCAP Programs                         | DDF | 2017-18 Final<br>LCAP Budget | Expenditures<br>@ 6/30/2018 | Ending<br>Balance<br>@ 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                         |
| <b>Total Additional LCAP Expenses</b> |     | <b>\$443,981</b>             | <b>\$386,613</b>            | <b>\$57,368</b>                  |



# 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         |
| <b>TOTAL</b>                                                                                           | <b>\$ 469,566</b> |



# EXPLANATION OF VARIANCES - EXPENDITURES

- Unspent Balances in Programs and Services:**

|                                                                                   |              |                     |
|-----------------------------------------------------------------------------------|--------------|---------------------|
| <b>PROGRAM</b> - Unrestricted programs including LCAP and Transportation programs |              | <b>\$ 751,160</b>   |
| <b>OPERATIONS</b>                                                                 |              |                     |
| <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) |                     |
| <b>OPERATIONS SUB-TOTAL</b>                                                       |              | <b>\$ 948,099</b>   |
| <b>TOTAL</b>                                                                      |              | <b>\$ 1,699,259</b> |



# 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          |
| <b>TOTAL</b>                                                 | <b>\$ 1,108,818</b> |



# 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          |
| <b>TOTAL</b>                          |          | <b>\$5,018,311</b> | <b>\$7,521,899</b>  | <b>\$7,905,199</b> | <b>\$8,639,194</b>     | <b>\$9,763,685</b>     | <b>\$1,124,491</b> |
| <b>Changes over reporting periods</b> |          |                    | <b>\$ 2,503,588</b> | <b>\$ 383,300</b>  | <b>\$ 733,995</b>      | <b>\$ 1,124,491</b>    |                    |



# 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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