

Fresno Unified School District
Board Agenda Item

Board Meeting Date: August 09, 2023

AGENDA ITEM A-7

AGENDA SECTION: A

(A – Consent, B – Discussion, C – Receive, Recognize/Present)

ACTION REQUESTED: Approve

(Adopt, Approve, Discuss, Receive, etc.)

TITLE AND SUBJECT: Approve Budget Revision No. 1 for Fiscal Year 2023/24

ITEM DESCRIPTION: Included in the Board binders is Budget Revision No. 1 for fiscal year 2023/24. Periodic updates to the district's budget are presented to the Board of Education for approval.

The district's 2023/24 Adopted Budget was approved by the Board on June 21, 2023. This included assumptions based on the Governor's May Revise. The State Budget was enacted on June 27, 2023, and below are the impacts to the Fresno Unified 2023/24 Adopted Budget:

- Local Control Funding Formula (LCFF)
 - LCFF Statutory COLA remained at 8.22%
 - The LCFF Equity Multiplier is estimated to be received at 25 school sites at \$626 per pupil or approximately \$18.0 million
- Learning Recovery Emergency Block Grant – Reduced funds by \$1.1 billion in the approved state budget, with the intent to restore \$387.65 million in each of the fiscal years 2025/26 to 2027/28. The adopted budget assumed an \$87.5 million reduction based on the May Revise. The enacted budget estimates a reduction of \$17.9 million
- Art, Music, and Instructional Materials Discretionary Block Grant – Reduced funds by \$3.28 billion in the approved state budget. The adopted budget assumed a \$17.6 million reduction based on the May Revise. The enacted budget estimates a reduction of \$2.2 million
- Unrestricted Lottery – Per ADA funding increased – \$170 to \$177 per ADA – \$700,000 (ongoing)
- Restricted Lottery – Per ADA funding increased – \$67 to \$72 per ADA – \$425,000 (ongoing)

Program Adjustments to 2023/24 Budget Recommended for Approval

- Added 1.0 FTE Assistant Superintendent of Research, Evaluation, and Assessment – \$260,000
- Added 1.0 FTE Administrative Secretary II Research, Evaluation, and Assessment – \$110,000
- Added 2.0 FTE Assistant Superintendent, Human Resources – \$520,000
- Reclassified vacant Director to Executive Officer, Department of Prevention and Intervention – \$31,000
- Allocate from Elementary and Secondary School Emergency Relief (ESSER) III, 8.0 FTE High School Social Workers and supplies offset by the independent counseling contract – \$410,000

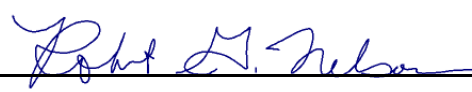
FINANCIAL SUMMARY: As a result, the Unrestricted General Fund Reserve for Economic Uncertainties is estimated at approximately \$138.6 million at June 30, 2024.

PREPARED BY: Kim Kelstrom

DIVISION: Business and Financial Services
PHONE NUMBER: (559) 457-6226

CABINET APPROVAL: Patrick Jensen
Interim Chief Financial Officer

SUPERINTENDENT APPROVAL:
Robert G. Nelson, Ed.D.



**FRESNO UNIFIED SCHOOL DISTRICT
GENERAL FUND
BUDGET REVISION No. 1**

DESCRIPTION	2023/24 ADOPTED BUDGET	2023/24 CURRENT BUDGET	8/9/2023 2023/24 BUDGET REVISION No. 1	DIFFERENCE BETWEEN CURRENT AND BR No. 1	DIFFERENCE BETWEEN ADOPTED AND BR No. 1
Revenues					
LCFF Sources	\$ 1,010,168,593	\$ 1,010,168,593	\$ 1,010,168,593	\$ -	\$ -
Federal Revenues	369,696,729	369,696,729	369,696,729	-	-
Other State Revenues	298,165,335	298,165,335	298,865,335	700,000	700,000
Other Local Revenues	25,509,251	25,509,251	25,509,251	-	-
Total Revenues	\$ 1,703,539,908	\$ 1,703,539,908	\$ 1,704,239,908	\$ 700,000	\$ 700,000
Expenditures					
Certificated Salaries	\$ 555,456,237	\$ 555,456,237	\$ 555,642,987	\$ 186,750	\$ 186,750
Classified Salaries	211,422,210	211,422,210	211,876,703	454,493	454,493
Employee Benefits	481,912,759	481,912,759	482,192,917	280,158	280,158
Book and Supplies	110,872,361	110,872,361	110,872,361	-	-
Services & Operating	211,088,452	211,088,452	211,088,452	-	-
Capital Outlay	248,259,734	248,259,734	248,259,734	-	-
Other Outgo	4,459,153	4,459,153	4,459,153	-	-
Direct/Indirect Costs	(2,507,911)	(2,507,911)	(2,507,911)	-	-
Total Expenditures	\$ 1,820,962,995	\$ 1,820,962,995	\$ 1,821,884,396	\$ 921,401	\$ 921,401
Other Sources/(Uses)					
Transfers In	\$ 5,186,409	\$ 5,186,409	\$ 5,186,409	\$ -	\$ -
Transfers Out	(9,156,409)	(9,156,409)	(9,156,409)	-	-
Other Sources	-	-	-	-	-
Other Uses	-	-	-	-	-
Restricted Contribution	-	-	-	-	-
Total Sources/(Uses)	\$ (3,970,000)	\$ (3,970,000)	\$ (3,970,000)	\$ -	\$ -
Net Increase/Decrease in Fund Balance	\$ (121,393,087)	\$ (121,393,087)	\$ (121,614,488)	\$ (221,401)	\$ (221,401)
Beginning Fund Balance - Unaudited Audit Adjustment	\$ -	\$ -	\$ -	\$ -	\$ -
Beginning Balance	\$ 497,319,627	\$ 497,319,627	\$ 497,319,627	\$ -	\$ -
Ending Fund Balance	\$ 375,926,540	\$ 375,926,540	\$ 375,705,139	\$ (221,401)	\$ (221,401)
Components of Ending Balance					
Revolving Cash	\$ 70,050	\$ 70,050	\$ 70,050	\$ -	\$ -
Stores	2,670,900	2,670,900	2,670,900	-	-
Prepaid Expense	1,812,091	1,812,091	1,812,091	-	-
Other Commitments	152,900,000	152,900,000	152,900,000	-	-
Assigned: Other Assignments	-	-	-	-	-
Restricted	79,612,068	79,612,068	79,612,068	-	-
Reserve for Economic Uncertainties	138,861,431	138,861,431	138,640,030	(221,401)	(221,401)
Reserve Level %	7.59%	7.59%	7.57%		
Total Ending Fund Balance	\$ 375,926,540	\$ 375,926,540	\$ 375,705,139	\$ (221,401)	\$ (221,401)

Per Education Code section 42127(a)(2)(B) the minimum recommended reserve for economic uncertainties is 2% or \$36,620,816

As shown above the reserve for economic uncertainties is \$137,940,030 with an assigned and committed ending balance of \$152,900,000 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. 1**

DESCRIPTION	2023/24 ADOPTED BUDGET	2023/24 CURRENT BUDGET	8/9/2023 BUDGET REVISION No. 1	DIFFERENCE BETWEEN CURRENT	DIFFERENCE BETWEEN ADOPTED
	UNRESTRICTED	UNRESTRICTED	UNRESTRICTED	AND BR No. 1	AND BR No. 1
Revenues					
LCFF Sources	\$ 1,010,168,593	\$ 1,010,168,593	\$ 1,010,168,593	\$ -	\$ -
Federal Revenues	-	-	-	-	-
Other State Revenues	19,968,032	19,968,032	20,668,032	700,000	700,000
Other Local Revenues	14,722,410	14,722,410	14,722,410	-	-
Total Revenues	\$ 1,044,859,035	\$ 1,044,859,035	\$ 1,045,559,035	\$ 700,000	\$ 700,000
Expenditures					
Certificated Salaries	\$ 398,111,129	\$ 398,111,129	\$ 398,297,879	\$ 186,750	\$ 186,750
Classified Salaries	124,109,668	124,109,668	124,564,161	454,493	454,493
Employee Benefits	263,092,578	263,092,578	263,372,736	280,158	280,158
Book and Supplies	45,660,116	45,660,116	45,660,116	-	-
Services & Operating	111,200,285	111,200,285	111,200,285	-	-
Capital Outlay	26,406,181	26,406,181	26,406,181	-	-
Other Outgo	1,634,795	1,634,795	1,634,795	-	-
Direct/Indirect Costs	(17,237,361)	(17,237,361)	(17,237,361)	-	-
Total Expenditures	\$ 952,977,391	\$ 952,977,391	\$ 953,898,792	\$ 921,401	\$ 921,401
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	\$ (129,564,143)	\$ (129,564,143)	\$ (129,564,143)	\$ -	\$ -
Total Sources/(Uses)	\$ (131,034,143)	\$ (131,034,143)	\$ (131,034,143)	\$ -	\$ -
Net Increase/Decrease in Fund Balance	\$ (39,152,499)	\$ (39,152,499)	\$ (39,373,900)	\$ (221,401)	\$ (221,401)
Beginning Fund Balance - Adopted	\$ 335,466,971	\$ 335,466,971	\$ 335,466,971	\$ -	\$ -
Audit Adjustment	\$ -	\$ -	\$ -	\$ -	\$ -
Beginning Balance	\$ 335,466,971	\$ 335,466,971	\$ 335,466,971	\$ -	\$ -
Ending Fund Balance	\$ 296,314,472	\$ 296,314,472	\$ 296,093,071	\$ (221,401)	\$ (221,401)

**FRESNO UNIFIED SCHOOL DISTRICT
RESTRICTED GENERAL FUND
BUDGET REVISION No. 1**

DESCRIPTION	2023/24	2023/24	8/9/2023	DIFFERENCE	DIFFERENCE
	ADOPTED BUDGET	CURRENT BUDGET	BUDGET REVISION No. 1	BETWEEN CURRENT AND BR No. 1	BETWEEN ADOPTED AND BR No. 1
	RESTRICTED	RESTRICTED	RESTRICTED		
Revenues					
LCFF Sources	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Revenues	369,696,729	369,696,729	369,696,729	-	-
Other State Revenues	278,197,303	278,197,303	278,197,303	-	-
Other Local Revenues	10,786,841	10,786,841	10,786,841	-	-
Total Revenues	\$ 658,680,873	\$ 658,680,873	\$ 658,680,873	\$ -	\$ -
Expenditures					
Certificated Salaries	\$ 157,345,108	\$ 157,345,108	\$ 157,345,108	\$ -	\$ -
Classified Salaries	87,312,542	87,312,542	87,312,542	-	-
Employee Benefits	218,820,181	218,820,181	218,820,181	-	-
Book and Supplies	65,212,245	65,212,245	65,212,245	-	-
Services & Operating	99,888,167	99,888,167	99,888,167	-	-
Capital Outlay	221,853,553	221,853,553	221,853,553	-	-
Other Outgo	2,824,358	2,824,358	2,824,358	-	-
Direct/Indirect Costs	14,729,450	14,729,450	14,729,450	-	-
Total Expenditures	\$ 867,985,604	\$ 867,985,604	\$ 867,985,604	\$ 0	\$ 0
Other Sources/(Uses)					
Transfers In	5,156,409	5,156,409	5,156,409	-	-
Transfers Out	(7,656,409)	(7,656,409)	(7,656,409)	-	-
Other Sources	-	-	-	-	-
Other Uses	-	-	-	-	-
Restricted Contribution	129,564,143	129,564,143	129,564,143	-	-
Total Sources/(Uses)	\$ 127,064,143	\$ 127,064,143	\$ 127,064,143	\$ -	\$ -
Net Increase/Decrease in Fund Balance	\$ (82,240,588)	\$ (82,240,588)	\$ (82,240,588)	\$ -	\$ -
Beginning Fund Balance - Adopted	\$ 161,852,656	\$ 161,852,656	\$ 161,852,656	\$ -	\$ -
Beginning Balance	\$ 161,852,656	\$ 161,852,656	\$ 161,852,656	\$ -	\$ -
Ending Fund Balance	\$ 79,612,068	\$ 79,612,068	\$ 79,612,068	\$ -	\$ -