

BERKELEY UNIFIED SCHOOL DISTRICT
45 DAY REVISION TO THE 2018-19 CALIFORNIA STATE BUDGET

BACKGROUND INFORMATION

Education Code Section 42127(i)(4) specifies that no later than 45 days after the Governor signs the annual Budget Act, the District shall make available for public review any revisions in revenues and expenditures that it has made to its budget to reflect the funding made available by that Budget Act.

The Governor signed the 2018-19 State Budget Act on June 27, 2018, which required the District to adjust its Adopted Budget. The 45-day period ends **August 10, 2018.**

In accordance with this Code, nothing is required to be submitted to County Office of Education. Any necessary budget revisions need only be made available for public review.

Staff is recommending that the District meet the requirement by posting the attached schedule of significant changes to the District’s website.

BUDGET REVISIONS

- A.** Base LCFF Funding is projected to increase by \$.6 million due to an increase in the COLA rate from 3.0% to 3.7%. This amount is on-going.
- B.** The District will receive \$184 per prior year P-2 ADA, or \$1.7 million, which is a decrease of \$1.5 million from the Governor’s May Revision proposal of \$344 per ADA. This amount is one-time.

The Multi-Year projection with revised amounts is attached.

FISCAL IMPACT

The fiscal impact on the Undesignated Ending Fund Balance is summarized in the following table.

	2018-19 (In Millions)	2019-20 (In Millions)	2020-21 (In Millions)
45 Day Revise	\$1.4	\$1.2	\$0.80
Adopted Budget	2.3	1.5	0.50
Increase (Decrease)	\$(0.9)	\$(0.3)	\$0.30

Multi-Year Projections 2018-19 45 Day Revision
 Unrestricted General Fund

Unrestricted General Fund (in millions)	2018-19	2019-20	2020-21
REVENUE			
COLA-May Revise	3.00%	2.57%	2.67%
<i>Additional COLA - Enacted Budget</i>	<i>0.70%</i>		
Total COLA	3.70%	2.57%	2.67%
Gap %	100.00%	100.00%	100.00%
LCFF Funding			
Base Funding	83.8	86.1	88.2
<i>45 Day Revision Adjustment</i>	<i>0.6</i>	<i>0.6</i>	<i>0.6</i>
Supplemental Funding	5.6	5.7	5.8
Total LCFF Funding	90.0	92.4	94.6
Other State Funding	5.0	1.8	1.8
<i>45 Day Revision Adjustment</i>	<i>-1.5</i>	<i>0.0</i>	<i>0.0</i>
Local Funding	2.1	2.0	2.0
TOTAL REVENUE	95.6	96.2	98.4
TOTAL EXPENDITURES	-91.5	-92.1	-94.5
TOTAL SOURCES AND USES	-4.3	-4.3	-4.3
Unrestricted General Fund (in millions)	2018-19	2019-20	2020-21
Change in Fund Balance	-0.2	-0.2	-0.4
Beginning Fund Balance	2.8	2.6	2.4
Ending Fund Balance	2.6	2.4	2.0
Revolving Cash	-0.1	-0.1	-0.1
Assignment for Supplemental Grant LCAP	-1.0	-1.0	-1.0
Fund 01 share of 3% reserve	-0.1	-0.1	-0.1
Ending Fund Balance - Undesignated	1.4	1.2	0.8