

BERKELEY UNIFIED SCHOOL DISTRICT 45 DAY REVISION TO THE 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 2020-21 State Budget Act on June 29, 2020, which incorporated changes to projected revenues discussed below. The 45-day period ends **August 13, 2020**.

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. The deficit factor in the statutory cost-of-living adjustment (COLA) in the May Revision to the Governor's budget was eliminated in the Enacted Budget. As a result, the funded COLA was 0% which restored \$7.1 million in base funding and \$.4 million in supplemental funding.

The fiscal impact of the final budget is summarized on the attached Budget Revision Worksheet.

Other revisions to the budget include an increase in Federal Learning Loss Mitigation Funding in the amount of \$5.2 million.

POLICY/CODE

Education Code Sections 42127(a)(2)(A) and 42127(h)

FISCAL IMPACT

Unrestricted general fund balance will increase by \$7.5 million and restricted federal revenue will increase by \$5.2 million.

**BERKELEY UNIFIED SCHOOL DISTRICT
GENERAL FUND 01 - UNRESTRICTED
FY 2020-21 45 DAY BUDGET REVISION**

| | Fund 01 Unrestricted General Fund | Change in COLA (A) | Total Adjustments | Revised Fund 01 Unrestricted |
|-------------------------------|---|-----------------------|----------------------|------------------------------------|
| REVENUES: | | | | |
| Base LCFF Funding | \$ 80,742,088 | \$ 7,090,882 | \$ 7,090,882 | \$ 87,832,970 |
| Supplemental LCFF Funding | 4,737,123 | 407,576 | 407,576 | 5,144,699 |
| Total LCFF Revenue | 85,479,211 | 7,498,458 | - | 92,977,669 |
| Other State Revenues | 1,903,443 | | - | 1,903,443 |
| Local Revenues | 2,544,918 | | - | 2,544,918 |
| TOTAL REVENUES: | 89,927,572 | 7,498,458 | - | 97,426,030 |
| EXPENDITURES: | | | | - |
| Certificated Salaries | 46,956,291 | | - | 46,956,291 |
| Classified Salaries | 14,000,022 | | - | 14,000,022 |
| Employee Benefits | 19,810,989 | | - | 19,810,989 |
| Books and Supplies | 1,536,109 | | - | 1,536,109 |
| Services & Operating Expenses | 9,700,928 | | - | 9,700,928 |
| Capital Outlay | 58,450 | | - | 58,450 |
| Direct Support/Indirect Cost | (3,063,265) | | - | (3,063,265) |
| TOTAL EXPENDITURES | 88,999,524 | - | - | 88,999,524 |

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GENERAL FUND 01 - UNRESTRICTED
FY 2020-21 45 DAY BUDGET REVISION**

| | Fund 01 Unrestricted General Fund | Change in COLA (A) | Total Adjustments | Revised Fund 01 Unrestricted |
|--|---|-----------------------|----------------------|------------------------------------|
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 928,048 | 7,498,458 | - | 8,426,506 |
| OTHER FINANCING SOURCES AND USES: | | | | |
| Inter-fund Transfers In (Out) | | | | |
| Transfer From Fund 20 | 6,300,000 | | - | 6,300,000 |
| Transfer to Cafeteria Fund | (451,527) | | - | (451,527) |
| Transfer to Self Insurance Fund | (215,132) | | - | (215,132) |
| Total Transfers | 5,633,341 | - | - | 5,633,341 |
| Contributions In and Other Financing Sources | | | | |
| BSEP Contribution | 14,669,800 | | - | 14,669,800 |
| BSEP Direct Support | 580,000 | | - | 580,000 |
| BSEP Substitute Compensation | 260,500 | | - | 260,500 |
| Total Contributions In | 15,510,300 | - | - | 15,510,300 |
| | | | | |

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GENERAL FUND 01 - UNRESTRICTED
FY 2020-21 45 DAY BUDGET REVISION**

| | Fund 01 Unrestricted General Fund | Change in COLA (A) | Total Adjustments | Revised Fund 01 Unrestricted |
|--|---|-----------------------|----------------------|------------------------------------|
| Contributions Out | | | | |
| Special Education - State | (21,759,431) | | - | (21,759,431) |
| Special Education - Mental Health | (1,663,404) | | - | (1,663,404) |
| Total Contributions Out | (23,422,835) | - | - | (23,422,835) |
| Net Contributions | (7,912,535) | - | - | (7,912,535) |
| TOTAL OTHER FINANCING SOURCES /USES | (2,279,194) | - | - | (2,279,194) |
| NET INCREASE (DECREASE) IN FUND BALANCE | (1,351,146) | 7,498,458 | - | 7,498,458 |
| BEGINNING FUND BALANCE | 2,055,108 | | - | 2,055,108 |
| ENDING FUND BALANCE | 703,962 | 7,498,458 | - | 8,202,420 |
| | | | | |

**BERKELEY UNIFIED SCHOOL DISTRICT
GENERAL FUND 01 - UNRESTRICTED
FY 2020-21 45 DAY BUDGET REVISION**

| | Fund 01 Unrestricted General Fund | Change in COLA (A) | Total Adjustments | Revised Fund 01 Unrestricted |
|--|---|-----------------------|----------------------|------------------------------------|
| COMPONENTS OF ENDING FUND BALANCE | | | | |
| Revolving Cash | 100,000 | | - | 100,000 |
| LCAP Reserves | 800,000 | | - | 800,000 |
| Reserve for Economic Uncertainty | (227,235) | | - | (227,235) |
| Undesignated Fund Balance | \$ 31,197 | \$ 7,498,458 | \$ - | \$ 7,498,458 |
| | | | | \$ 7,529,655 |