



**IRVINE UNIFIED SCHOOL DISTRICT**

# **2017-18 Year End Financial Report**

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**PRESENTED BY JOHN FOGARTY**

**SEPTEMBER 11, 2018**



# IUSD Unaudited Actuals 2017-18

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- ▶ Unaudited Actuals represent the cumulative financial activity for the fiscal year.
  - ▶ Subject to Annual Audit conducted in the fall
- ▶ Annual report filed with the State, outlining revenues, expenditures and final ending fund balances for all funds.
- ▶ 2018-19 Adopted Budget beginning fund balances are updated to reflect prior year ending fund balances.



# 2017-18 Unrestricted Financial Report Estimated to Actual Comparison

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Unrestricted	Estimated	Actual	Difference
Revenues	\$301,595,523	\$304,092,276	\$2,496,753
Expenditures	(\$247,160,100)	(\$244,950,742)	\$2,209,358
Increase/(Decrease)	\$54,435,423	\$59,141,534	\$4,706,111
Other Sources/(Uses)	(\$56,730,987)	(\$59,229,884)	(\$2,498,897)
Net Increase/(Decrease)	(\$2,295,564)	(\$88,350)	\$2,207,214
Beginning Fund Balance	\$44,098,241	\$44,098,241	-----
Ending Fund Balance	<u>\$41,802,677</u>	<u>\$44,009,891</u>	\$2,207,214



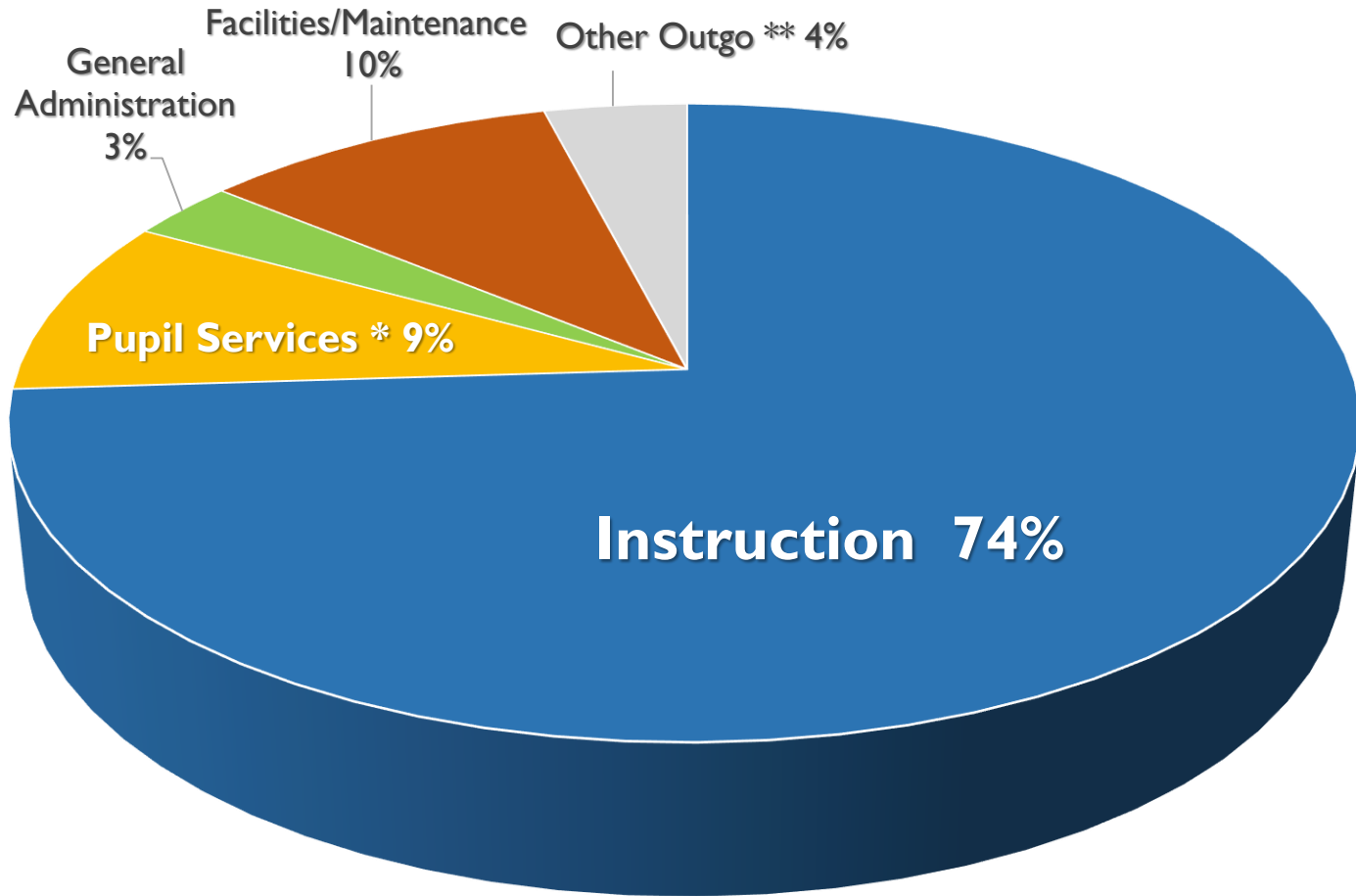
# 2017-18 Restricted Financial Report Estimated to Actual Comparison

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Restricted	Estimated	Actual	Difference
Revenues	\$62,866,533	\$65,541,940	\$2,675,407
Expenditures	(\$117,070,224)	(\$115,850,861)	\$1,219,363
Increase/(Decrease)	(\$54,203,691)	(\$50,308,921)	\$3,894,770
Other Sources/(Uses)	\$51,107,502	\$50,108,945	(\$998,557)
Net Increase/(Decrease)	(\$3,096,189)	(\$199,976)	\$2,896,213
Beginning Fund Balance	\$13,904,380	\$13,904,380	-----
Ending Fund Balance	<u>\$10,808,191</u>	<u>\$13,704,404</u>	\$2,896,213



# 2017-18 Distribution of District Total General Funds by Function



\* Pupil Services includes: counselors, psychologists, health, occupational therapy, physical therapy, etc...

\*\* Other Outgo includes: debt services and transfers between agencies; ROP & OCDE.



# 2018-19 Adopted Budget & Multiyear Projections Unrestricted General Fund with 2017-18 Unaudited Actuals

Description	2017-18 Actuals	2018-19 Budget	2019-20 Projected	2020-21 Projected
Total Revenues	\$304,092,276	\$332,690,842	\$341,634,484	\$361,403,827
Total Expenditures	(\$244,950,742)	(\$260,776,398)	(\$273,154,557)	(\$282,756,417)
Increase/(Decrease)	\$59,141,534	\$71,914,444	\$68,479,927	\$78,647,410
Other Sources/Uses	(\$59,229,884)	(\$58,098,157)	(\$54,546,978)	(\$58,657,428)
NET INCREASE (DECREASE)	(\$88,350)	\$13,816,287	\$13,932,949	\$19,989,982
Beginning Balance	\$44,098,241	\$44,009,891	\$57,826,178	\$71,759,127
Ending Balance, June 30	<u>\$44,009,891</u>	<u>\$57,826,178</u>	<u>\$71,759,127</u>	<u>\$91,749,109</u>



# 2018-19 Budget Updated Unrestricted General Fund Components of Ending Fund Balance

Description	2017-18 Actuals	2018-19 Projected	2019-20 Projected	2020-21 Projected
<b>Estimated Ending Fund Balance</b>	<b><u>\$44,009,891</u></b>	<b><u>\$57,826,178</u></b>	<b><u>\$71,759,127</u></b>	<b><u>\$91,749,109</u></b>
<b><u>Components of Ending Fund Balance:</u></b>				
Revolving Cash/Stores	\$464,527	\$550,000	\$550,000	\$550,000
State Required Reserve	\$7,405,000	\$7,537,000	\$7,735,273	\$8,036,642
Contingency Reserve	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000
<b><i>Deferred Allocations:</i></b>				
Textbook Reserve		\$4,730,580		
Deferred 17-18 LCAP	\$3,360,560			
Deferred 18-19 LCAP	\$11,700,000			
Site Carryover	\$10,848,194	\$10,848,194	\$10,848,194	\$10,848,194
18-19 May Revise Unallocated		\$24,068,232	\$24,068,232	\$24,068,232
<b>Other Assigned/Unassigned</b>	<b>\$5,231,610</b>	<b>\$5,092,172</b>	<b>\$23,557,428</b>	<b>\$43,246,041</b>



# IUSD 2017-18 Year End Financial Report – Other Funds

Other Funds	Estimated	Actual	Difference
Adult Ed	\$97,200	\$72,481	(\$24,719)
Child Development	\$29,771	\$172,613	\$142,842
Cafeteria	\$2,140,317	\$2,208,360	\$68,043
Deferred Maintenance	\$750,000	\$1,885,598	\$1,135,598
Self Insurance	\$36,746,510	\$36,150,729	(\$595,781)
Building Fund	\$71,268,353	\$63,358,747	(\$7,909,606)
Capital Facilities	\$19,831,368	\$21,552,843	\$1,721,475
County School Facilities	\$46,302,590	\$44,368,396	(\$1,934,194)
Special Reserve Facilities	\$19,539,680	\$22,149,465	\$2,609,785
Capital Projects – CFD	\$165,655,105	\$164,442,317	(\$1,212,780)
Bond Debt Service	\$9,011,031	\$9,377,214	\$366,183
Debt Service – CFD	\$30,264,513	\$28,693,850	(\$1,570,663)





# Final 2018-19 State Budget Highlights

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- ▶ Two central components of the Final State Budget impacting K-12 education remain the Local Control Funding Formula (LCFF) and a Discretionary Block Grant.
- ▶ LCFF Funding:
  - ▶ Increased overall allocation to \$3.7 billion to fully fund the LCFF and Cost-of-Living Adjustment (COLA) of 2.71%
  - ▶ The Final State Budget also included a COLA augmentation of approximately 0.9%, thus funding a “super COLA” of 3.7%
- ▶ For IUSD these adjustments represent an increase of approximately \$2 million in discretionary ongoing funding from the May Revise



# Final 2018-19 State Budget Highlights

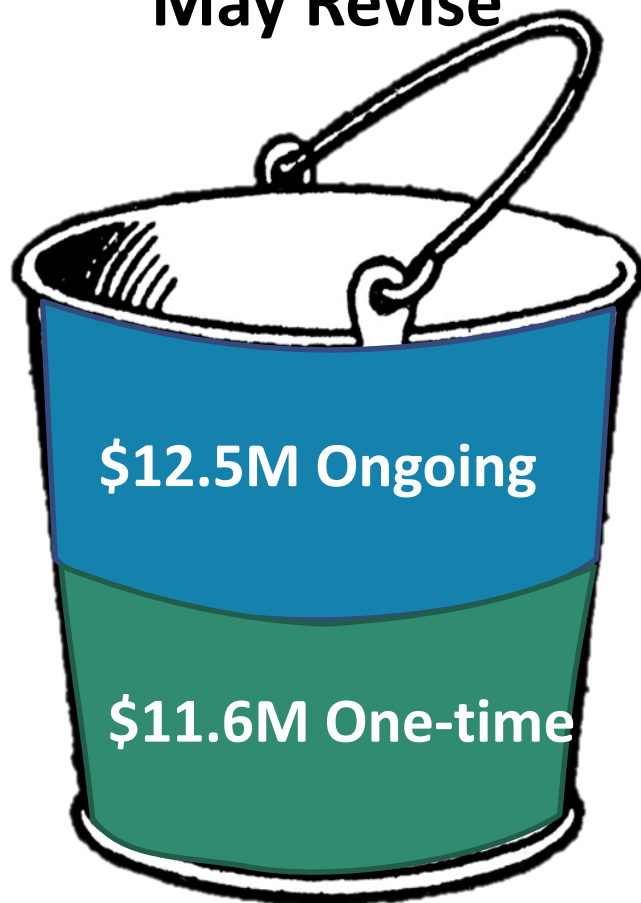
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- ▶ Discretionary Block Grant:
  - ▶ Final State Budget includes a \$1.1 billion or a reduction of approximately \$1 billion from the May Revise, used to augment the increase to the LCFF
  - ▶ These are one-time discretionary funds to reimburse for prior years unpaid mandates and are estimated to yield approximately \$184/ADA
- ▶ For IUSD – approximately \$6.2 million or a reduction of approximately \$5.4 million from the May Revise.

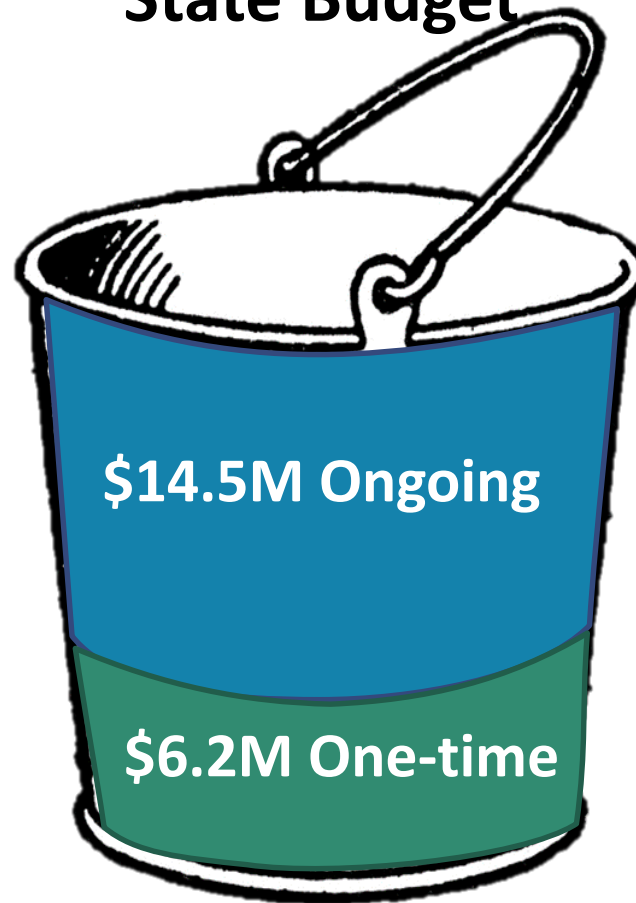


# Projected 2018-19 Funding – State Final Budget

**2018-19  
May Revise**



**Final 2018-19  
State Budget**





# IUSD Estimated LCFF Funding

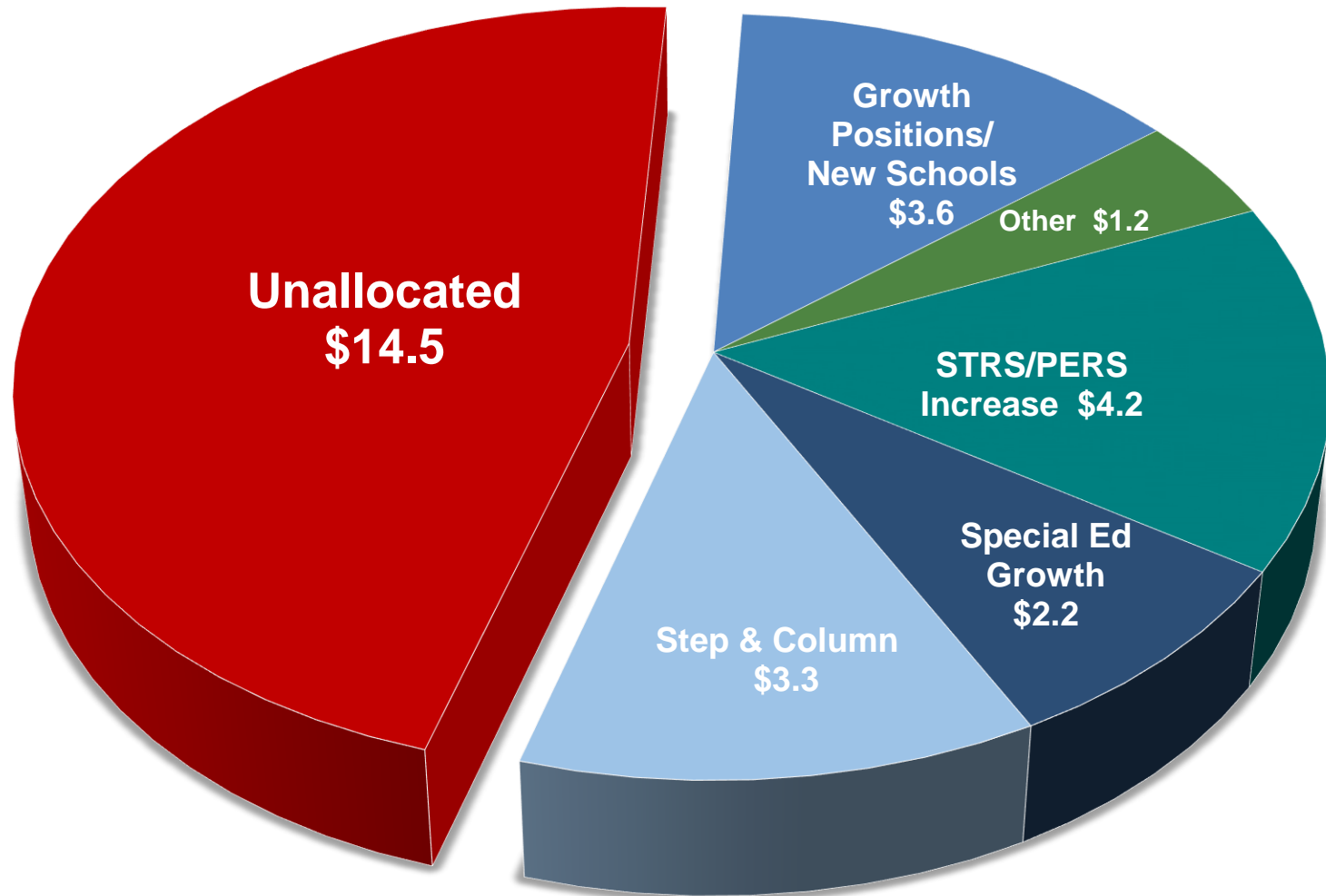
IUSD LCFF	2017-18 Annual	2018-19 Projection	2019-20 Projection
LCFF Target (Actual Target to be Reached in 2020-21)	\$288,576,916	\$307,739,441	\$328,001,144
LCFF Floor (2012-13 Actual Funding Adjusted for ADA Growth & any LCFF Funding Received)	\$270,469,005	\$285,281,165	\$319,066,110
LCFF Gap = (Difference Between Target & Floor)	\$18,107,911	\$22,458,276	\$8,935,034
Gap Funding Rate*= (% of Gap to be Funded)	42.97%	100%	100
Gap Funding Amount = (Anticipated Additional Funds)	\$7,780,325	N/A	N/A
Total LCFF Funding =	\$278,249,330	\$307,739,441	\$328,001,144

\$29 million



# Utilization of Ongoing Funding

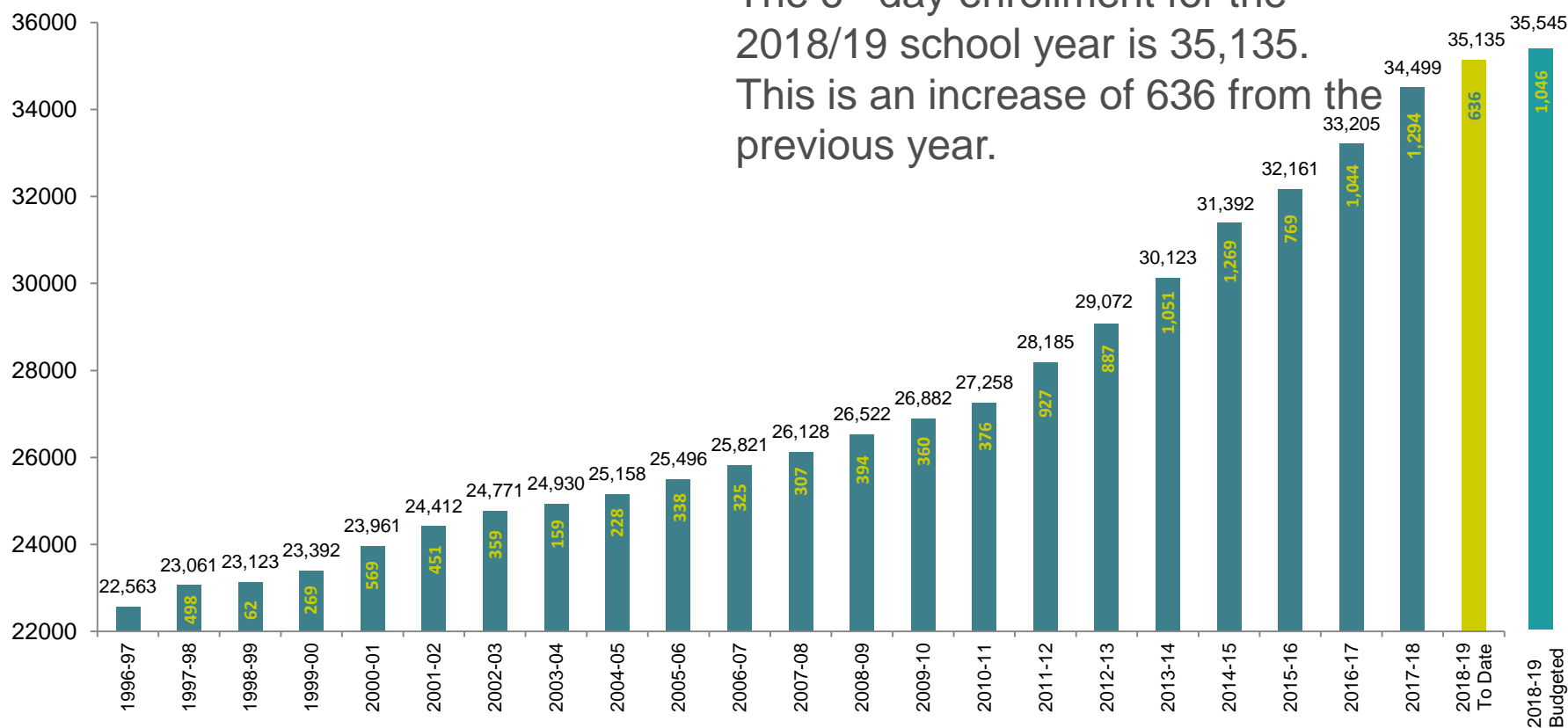
(dollars in millions)





## ENROLLMENT UPDATE

### Enrollment Growth



Sources: DataQuest, California Department of Education CBED Enrollment and IUSD Weekly Enrollment Reports for First Week of October  
August 30 6<sup>th</sup> Day Enrollment- Includes TK-12, SDC



# Questions

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