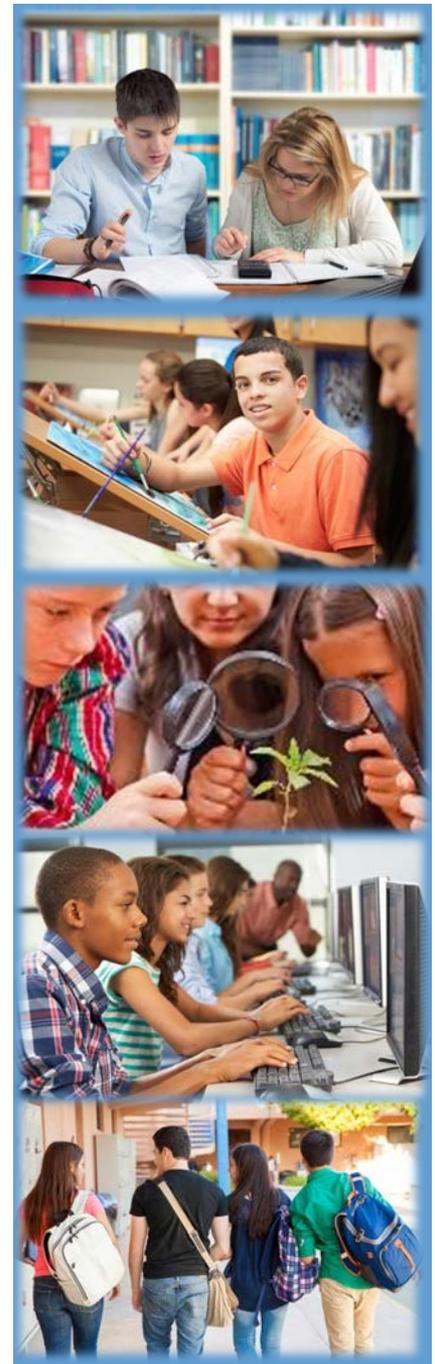


DAVIS JOINT UNIFIED SCHOOL DISTRICT

2017-18 UNAUDITED ACTUALS



October 4, 2018

UNAUDITED ACTUALS REPORT

- Actual Financial Report of the District
 - Final accounting of District results for receipts and expenditures as of June 30, 2018
 - Prepared using Generally Accepted Accounting Principles (GAAP)
 - Prepared according to State required guidelines and the California School Accounting Manual (CSAM)
 - Prepared using State standardized accounting reporting format (SACS)
 - Official information used for State Reporting
 - Forwarded and approved by Yolo County Office of Education and the State of California

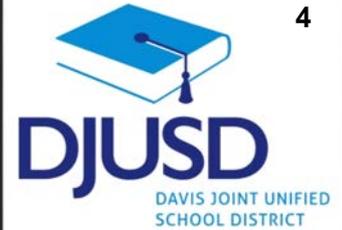


UNAUDITED ACTUALS SUMMARY

- In summary, the Actuals met or exceeded the District projection for all funds
- The Total General Fund ending balance of \$8.3 million is better than projected by \$1.4 million mostly due to program carryover and favorable variances in net special education costs
- All variances, favorable or unfavorable will be reviewed and analyzed for future budget projections

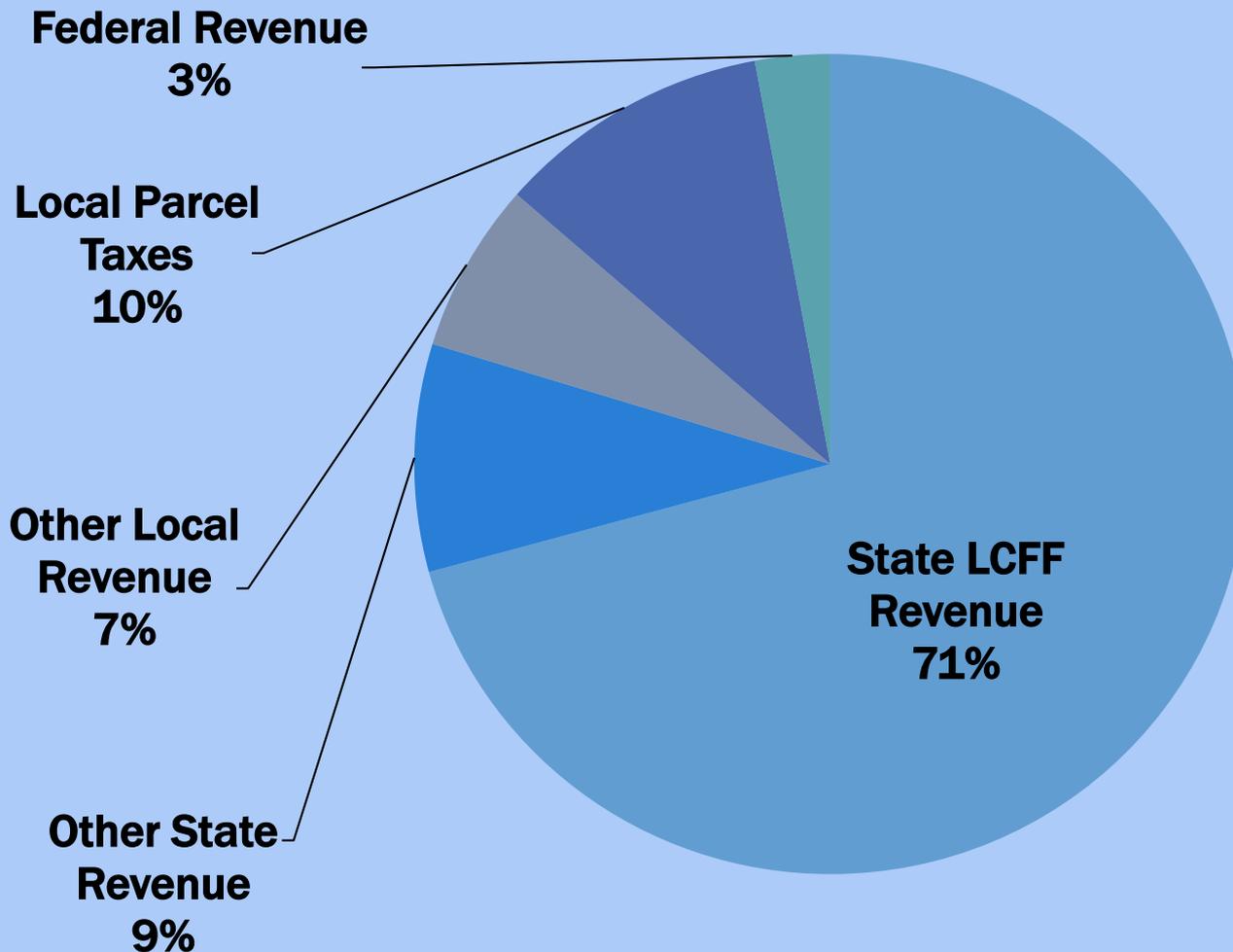


ALL FUNDS SUMMARY



FUNDS	2016-17 ENDING BALANCE	TOTAL REVENUES	TOTAL EXPENDITURES	TOTAL OTHER SOURCES /USES	NET INCREASE (DECREASE) IN FUND BALANCE	2017-18 ENDING BALANCE
GENERAL FUND	\$12,896,978	\$90,272,576	\$94,736,037	(\$113,558)	(\$4,577,019)	\$8,319,959
CHARTER SCHOOLS FUND (Da Vinci)	734,625	5,291,311	5,497,394	-	(206,083)	528,542
ADULT EDUCATION FUND (Davis Adult & Community Education-DACE)	212,028	646,829	608,888	-	37,941	249,969
CHILD DEVELOPMENT FUND (State Preschool)	15,851	486,460	583,172	81,475	(15,237)	614
CAFETERIA FUND (Student Nutrition)	141,233	2,420,925	2,695,744	175,448	(99,371)	41,862
CAPITAL FACILITIES FUND (Redevelopment & Developer Fees)	846,012	881,137	478,996	(824,568)	(422,427)	423,585
SPECIAL RESERVE FUND (CAPITAL) (Grande Land Sale/Use)	476,703	(1,970)	3,059,813	2,585,080	(476,703)	0
CAPITAL PROJECT FUND (BLENDED) (CFD Funded Projects)	6,968,630	49,878	5,044,551	(1,651,406)	(6,646,079)	322,551
<i>BOND INTEREST AND REDEMPTION FUND (GO Bond Debt Service)</i>	<i>2,806,465</i>	<i>1,753,879</i>	<i>1,641,244</i>	<i>-</i>	<i>112,635</i>	<i>2,919,100</i>
<i>DEBT SERVICE FUND (BLENDED) (CFD Debt Service)</i>	<i>12,486,833</i>	<i>8,813,826</i>	<i>8,166,321</i>	<i>(109,106)</i>	<i>538,399</i>	<i>13,025,232</i>
SELF-INSURANCE FUND (Vision, Safety, Deductibles and Claims)	280,225	3,044	21,337	13,419	(4,874)	275,351
PRIVATE FOUNDATION TRUST FUND (Scholarship Donation Fund)	106,372	16,747	30,089	-	(13,342)	93,030
GRAND TOTAL ALL FUNDS	\$37,971,955	\$110,634,642	\$122,563,586	\$156,784	(\$11,772,160)	\$26,199,795

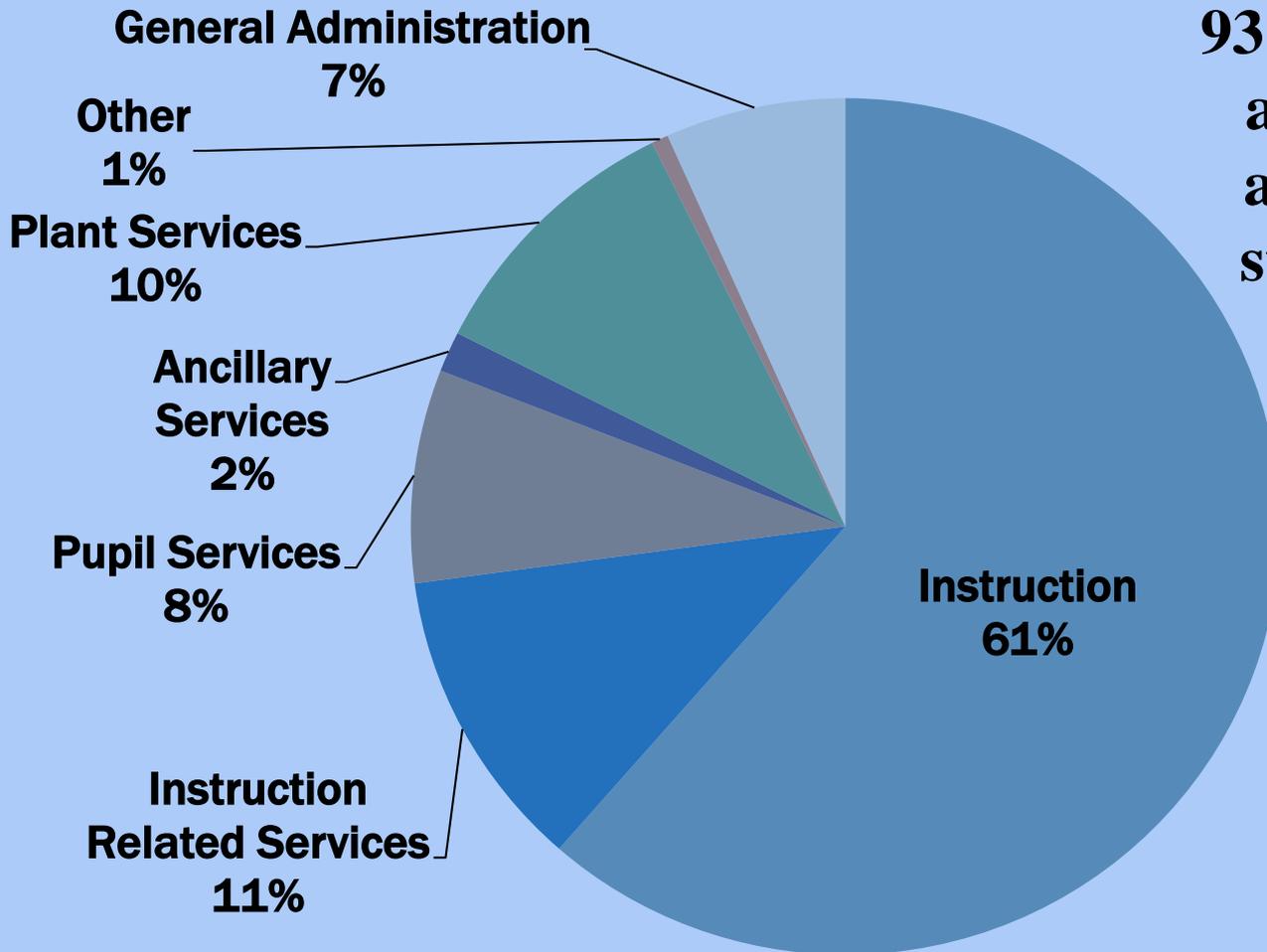
GENERAL FUND REVENUE



Over 80% of our funding is determined by the State



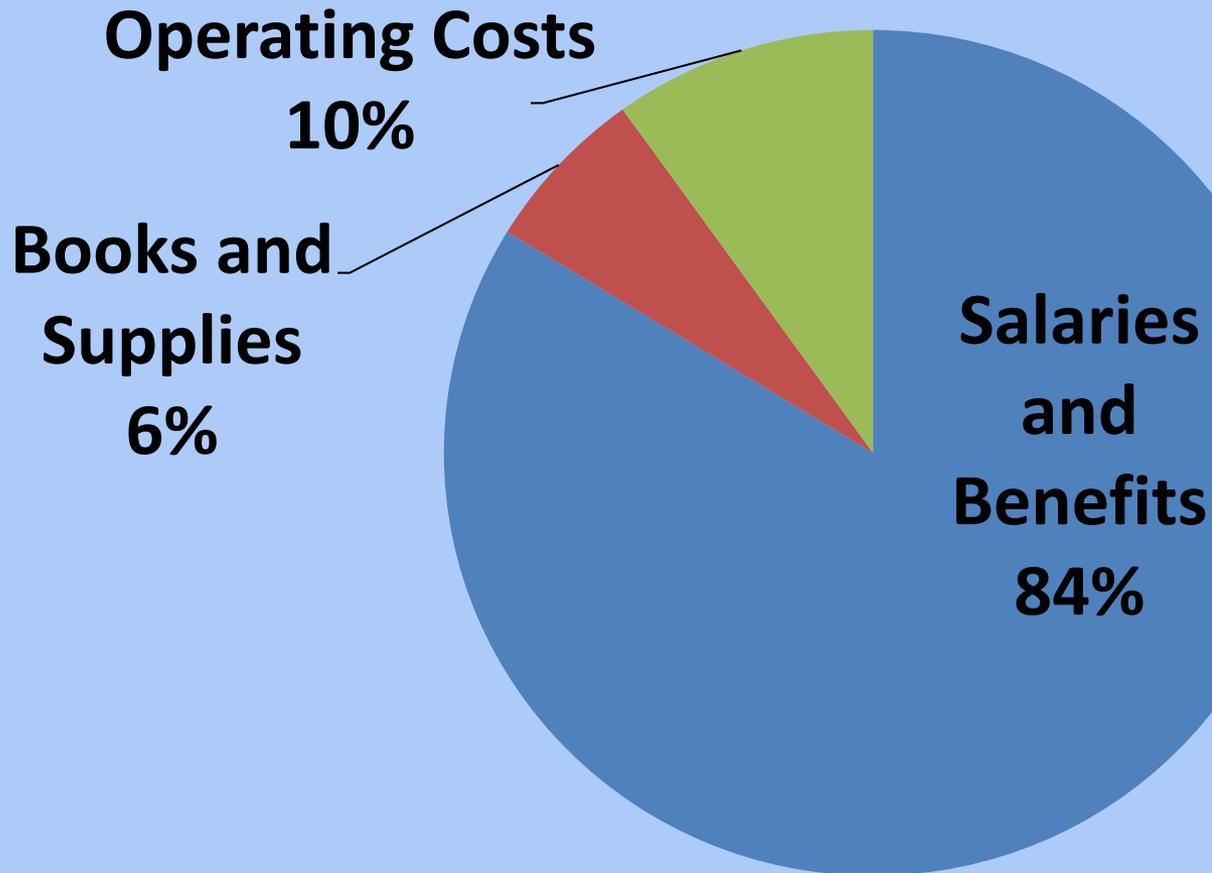
GENERAL FUND EXPENDITURES



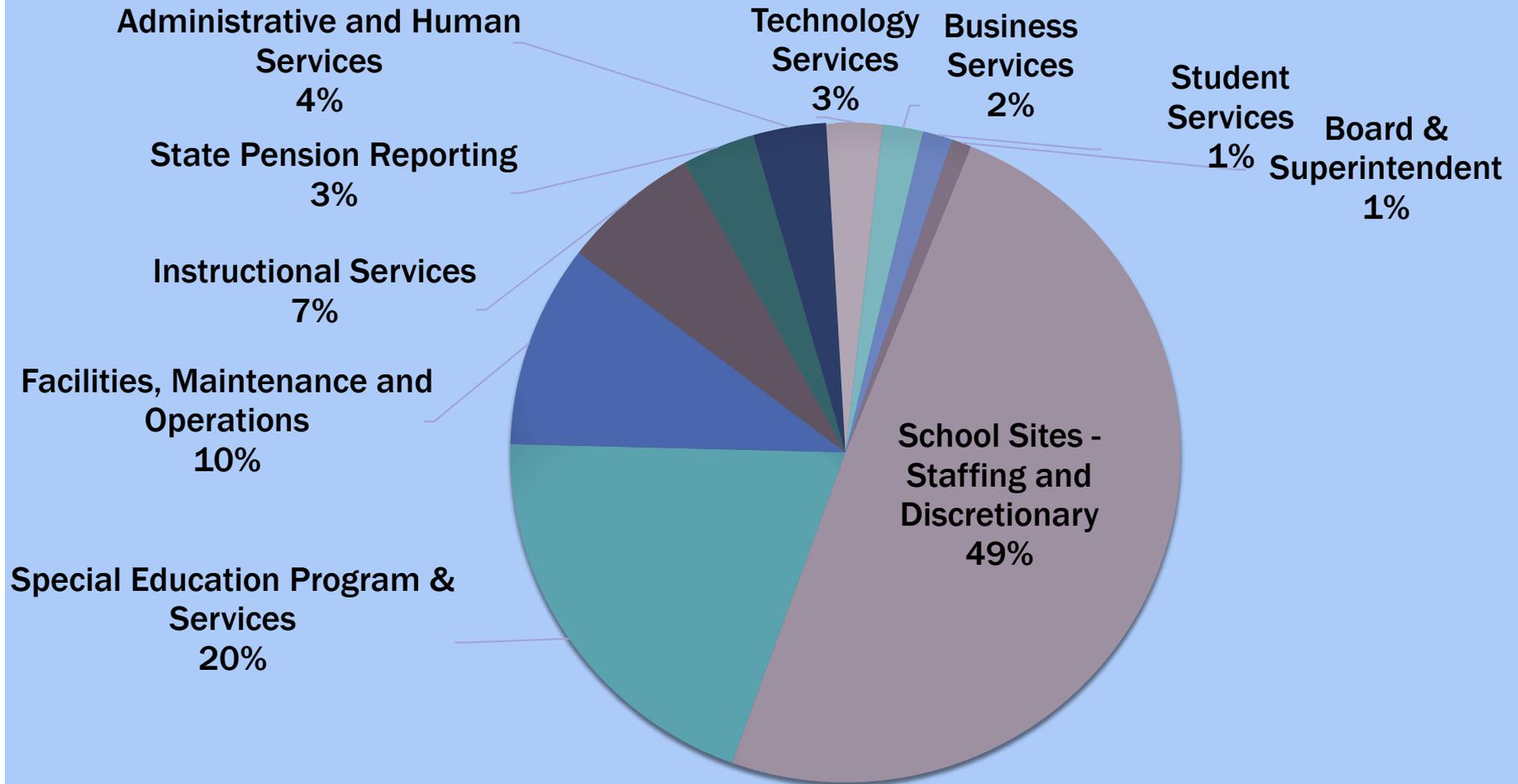
93% of expenditures are spent directly and indirectly for student programs



GENERAL FUND EXPENDITURES



EXPENDITURES BY BUDGET RESPONSIBILITY

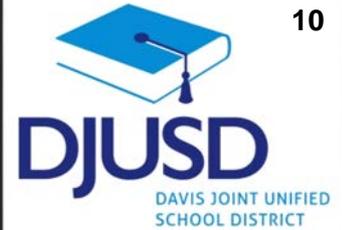




GENERAL FUND SUMMARY

Description	<----- 2017-18 UNAUDITED ACTUALS ----->			<----- 2018-19 BUDGET ----->		
	UNRESTRICTED	RESTRICTED	TOTAL	UNRESTRICTED	RESTRICTED	TOTAL
REVENUES	\$77,408,333	\$12,864,243	\$90,272,576	\$83,127,614	\$12,093,076	\$95,220,690
EXPENDITURES	\$65,368,105	\$29,367,932	\$94,736,037	\$65,744,552	\$29,155,859	\$94,900,411
REVENUE LESS EXPENDITURES	\$12,040,228	(\$16,503,689)	(\$4,463,461)	\$17,383,062	(\$17,062,783)	\$320,279
TOTAL OTHER SOURCES/USES	(\$16,437,441)	\$16,323,883	(\$113,558)	(\$17,355,698)	\$16,987,407	(\$368,291)
NET INCR. (DECR.) IN FUND BALANCE	(\$4,397,213)	(\$179,806)	(\$4,577,019)	\$27,364	(\$75,376)	(\$48,012)
BEGINNING FUND BALANCE JULY 1ST	\$10,391,741	\$2,505,237	\$12,896,978	\$5,994,528	\$2,325,431	\$8,319,959
ENDING FUND BALANCE JUNE 30TH	\$5,994,528	\$2,325,431	\$8,319,959	\$6,021,892	\$2,250,055	\$8,271,947
COMPONENTS OF ENDING BALANCE						
Revolving Cash/Stores	\$47,500		\$47,500	\$47,500		\$47,500
Legally Restricted Balances	\$0	\$2,325,431	\$2,325,431	\$0	\$2,250,055	\$2,250,055
Designated for Economic Uncertainties	\$5,289,025		\$5,289,025	\$5,316,389		\$5,316,389
Other Designations:						
Carryover/Commitments	\$258,582		\$258,582	\$258,582		\$258,582
Classified Intern Program	\$399,421		\$399,421	\$399,421		\$399,421
Undesignated Amount	\$0	\$0	\$0	\$0	\$0	\$0

UNRESTRICTED GENERAL FUND



Description	←----- 2017-18 ----->		
	ACTUAL	JUNE ESTIMATE	VARIANCE
REVENUES	\$77,408,333	\$77,140,538	\$267,795
TOTAL EXPENDITURES	\$65,368,105	\$64,876,387	(\$491,718)
OTHER FINANCING SOURCES/USES	(\$16,437,441)	(\$17,293,955)	\$856,514
NET INCR. (DECR.) IN FUND BALANCE	(\$4,397,213)	(\$5,029,804)	\$632,591
BEGINNING FUND BALANCE JULY 1ST	\$10,391,741	\$10,391,741	\$0
ENDING FUND BALANCE JUNE 30TH	\$5,994,528	\$5,361,936	\$632,591
<i>RESERVE %</i>	6.3%	8.1%	
COMPONENTS OF ENDING BALANCE			
Revolving Cash/Stores/Prepaid	\$47,500	\$47,500	\$0
Reserve for Economic Uncertainties	\$5,289,025	\$5,314,436	(\$25,412)
<i>Reserve for Economic Uncertainties %</i>	5.6%	5.6%	0.0%
Other Assignments:			
Carryover/Commitments	\$258,582	\$0	\$258,582
Classified Intern Program	\$399,421	\$0	\$399,421
<i>Total Other Assignments %</i>	0.7%	0.0%	0.7%
Unassigned/Unappropriated Amount	\$0	\$0	\$0
<i>Unassigned/Unappropriated %</i>	0.0%	0.0%	0.0%

UNRESTRICTED DIFFERENCES + FAVORABLE / - UNFAVORABLE

- Revenue +\$268k
 - LCFF (ADA Funding) -\$128k
 - LCFF Gap Funding reduction and prior year adjustment
 - Other State Revenue +\$511k
 - Intern Program Grant Funds
 - Local Revenue -\$115k
 - Fair value adjustment to Cash in County Treasury

UNRESTRICTED DIFFERENCES + FAVORABLE / - UNFAVORABLE

■ Expenditures	- \$492k
■ Salaries	- \$26k
■ Employee Benefits	- \$107k
■ Books & Supplies	- \$18k
■ Services & Operating Expenses, Capital	- \$343k
■ Utilities, Professional Services Contracts, Legal	
■ Other Outgo incl. Direct/Indirect Costs	+ \$2k

UNRESTRICTED DIFFERENCES + FAVORABLE / - UNFAVORABLE

- **Other Sources/Uses** **+\$857k**
 - **Contributions to Restricted Programs** **+\$727k**
 - **Final Special education transfers**
 - **Interfund Transfers** **-\$27k**
 - **General Fund transfers to balance other supplemental program funds**
- **Other Sources** **+157k**
 - **One-time accounting entry for Dell Computer lease purchase capital lease**



RESTRICTED GENERAL FUND

Description	←----- 2017-18 ----->		
	ACTUAL	JUNE ESTIMATE	VARIANCE
TOTAL REVENUES	\$12,864,243	\$12,218,917	\$645,326
TOTAL EXPENDITURES	\$29,367,932	\$30,212,192	\$844,260
OTHER FINANCING SOURCES/USES	\$16,323,883	\$17,050,904	(\$727,021)
NET INCR. (DECR.) IN FUND BALANCE	(\$179,806)	(\$942,371)	\$762,565
BEGINNING FUND BALANCE JULY 1ST	\$2,505,237	\$2,505,237	\$0
ENDING FUND BALANCE JUNE 30TH	\$2,325,431	\$1,562,866	\$762,565
COMPONENTS OF ENDING BALANCE			
Legally Restricted Balances	\$2,325,431	\$1,562,866	\$762,565
RESTRICTED BALANCE DETAIL			
<i>California Energy Jobs Act</i>	\$520,552	\$506,923	\$13,629
<i>Lottery Instructional Materials</i>	\$265,874	\$160,770	\$105,104
<i>College Readiness Block Grant</i>	\$75,000	\$50,000	\$25,000
<i>Donations and Grants</i>	\$1,464,005	\$845,173	\$618,832

RESTRICTED DIFFERENCES + FAVORABLE / - UNFAVORABLE

■ Revenue	+\$645k
■ LCFF – Property tax transfer	+\$12k
■ Categorical Funds	
■ Federal Revenues	-\$197k
■ Other State Revenue	-\$19k
■ Other Local Revenues	+\$849k
■ Local Donations/Grants/SELPA	

RESTRICTED DIFFERENCES + FAVORABLE / - UNFAVORABLE

■ Expenditures	+ \$844k
■ Salaries	+ \$97k
■ Benefits	+ \$176k
■ Books & Supplies	+ \$375k
■ Carryover of site local donation accounts, restricted instructional materials	
■ Services & Operating Expenses, Capital	+ \$117k
■ Site facility repairs & maintenance	
■ Other Outgo/Indirect Costs	+ \$79k

RESTRICTED DIFFERENCES + FAVORABLE / - UNFAVORABLE

- **Other Sources/Uses** **-\$727k**
 - **Contributions from Unrestricted** **-\$727k**
 - **Decrease in unrestricted contribution needed to cover special education program costs**

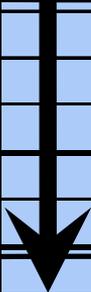
GENERAL FUND EQUITY



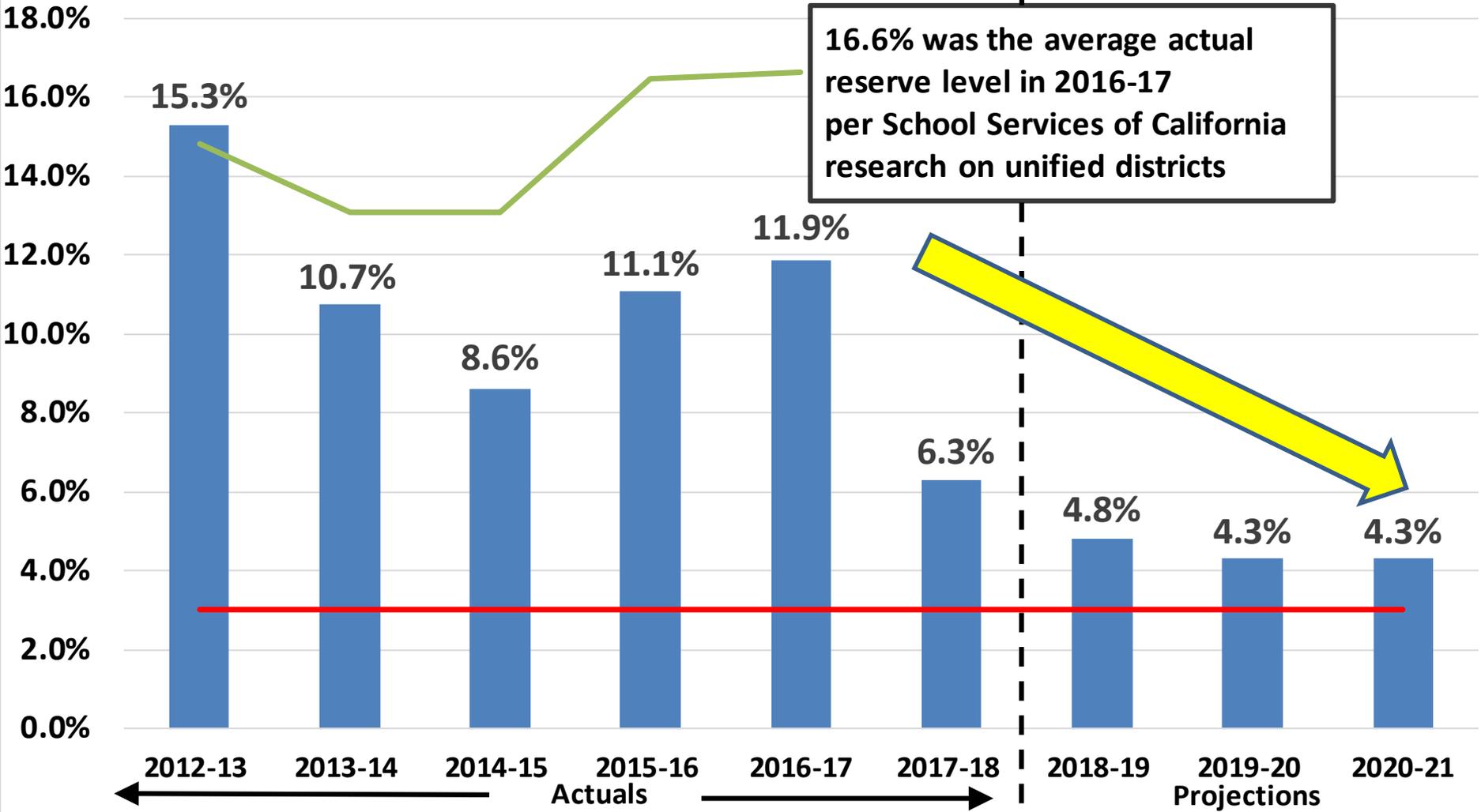
- Fund Balance reserves are technically an accounting balance of Current Assets minus Current Liabilities
 - $\text{Assets} - \text{Liabilities} = \text{Equity}$
- Fiscal health is measured by the strength of the assets supporting the fund equity (Cash is King)
- On-going fiscal health is measured by a sustained level of cash reserves

GENERAL FUND EQUITY

Description	2017-18 ACTUAL	2016-17 ACTUAL	DIFFERENCE
BEGINNING FUND BALANCE JULY 1ST	\$12,896,978	\$11,257,418	\$1,639,560
NET INCR. (DECR.) IN FUND BALANCE	(\$4,577,019)	\$1,639,560	(\$6,216,579)
ENDING FUND BALANCE JUNE 30TH	\$8,319,959	\$12,896,978	(\$4,577,019)
FUND EQUITY SUMMARY			
Assets:			
Cash	\$18,274,458	\$15,517,593	\$2,756,865
Investments	\$12,683	\$12,683	\$0
Receivables	\$1,698,883	\$3,408,845	(\$1,709,962)
Due from Other Funds	\$208,187	\$2,142,011	(\$1,933,824)
Other Assets	\$0	\$0	\$0
Total Assets	\$20,194,211	\$21,081,132	(\$886,921)
Liabilities:			
Payables	\$10,778,493	\$7,222,119	\$3,556,374
Due to Other Funds	\$529,769	\$390,557	\$139,212
Deferred Revenue	\$565,990	\$571,478	(\$5,488)
Total Liabilities	\$11,874,252	\$8,184,154	\$3,690,098
Total Fund Equity	\$8,319,959	\$12,896,978	(\$4,577,019)



DJUSD General Fund Unrestricted Reserve Levels



- DJUSD Unrestricted General Fund Reserve %
- Statewide Average Unrestricted Reserve %
- State Required Minimum Reserve for Uncertainty 3%

GENERAL FUND WHAT DOES IT ALL MEAN?



- We have met the minimum State reserve requirement and the local Board guideline
- We have adequate funds in reserve to cover prior year program and site spending commitments



- We have limited cash reserves as budgeted to manage deficit spending and minor budget shortfalls for the near future

NEXT STEPS: ACCOUNTABILITY



- ① Unaudited Actuals report sent to other agencies
 - > Yolo County Office of Education Office for review and approval
 - > State of California
 - > Ed-Data
- ② Review and assessment by external auditor according to State of California audit guide
- ③ Audit report sent to the State for review
- ④ Audit report submitted to DJUSD School Board

NEXT STEPS: BUDGET GOING FORWARD

- ① **Review Budget and Update for Known Changes (First Interim)**
 - › Update changes from prior year actuals
 - › Updates from Final State Budget
 - › Staffing costs (position control)
 - › Student attendance (ADA) Estimate from actual enrollment
- ② **Review current year local goals and update budget requirements as needed**
- ③ **Start scenario planning for next year**
 - › Economic and budget outlook
 - › Managing deficit spending
 - › Updated demographic study



ACKNOWLEDGMENTS

The 2017-2018 Unaudited Actuals represents the time and effort of our Fiscal Services Team. This fiscal process includes extra effort by the following individuals:

Omaira Reyna

Mallory Haug

Site Staff, Department Staff and Program Staff

QUESTIONS?

