



OAKLAND UNIFIED
SCHOOL DISTRICT
Community Schools, Thriving Students

2024-25 First Interim Presentation



Presented by Lisa Grant-Dawson, Chief Business Officer
Board of Education Meeting, December 11, 2024

Ask of the Board

- Review the 2024-25 First Interim Budget
- Receive and discuss update on relevant contextual information impacting Multi-Year Projections (MYP), Cash Flow, and Criteria and Standards
- Approve the 2024-25 First Interim

First Interim Report

First Interim Outline

I. Overview & Summary of Assumptions

II. First Interim - Current Year Projections

- A. Unrestricted General Fund Summary & Detail
- B. Restricted General Fund Summary & Detail
- C. Summary of Ancillary Funds

III. Multi-Year Projections (MYP) & Cash Flow

- A. General Fund Highlights
- B. MYP Detail
- C. Cash Flow
- D. LCFF Projections

IV. Next Steps

Overview of District Financial Accountability

- California school districts are accountable to the State (through the County) for use of funds provided by the state and federal government.
- The process of accountability is prescribed by state law which includes district officials ensuring that the district is able to meet its financial commitments each year and into the future.

Budget Adoption - By July 1

Projected results for the following fiscal year (July 1 - June 30) | *Ed Code §42127*

Unaudited Actuals - By Sept 15th

Actual full year results for prior year (July 1 - June 30) | *Ed Code §42100*

First Interim - By December 15

Updated projections as of October 3rd | *Ed Code §42130 & §42131*

Second Interim - By March 15

Updated projections as of January 3rd | *Ed Code §42130 & §42131*

Third Interim - By June 1

Updated projections as of April 30th | *Ed Code §42130 & §42131* [Required if 2nd Interim is qualified or negative]

First Interim Assumptions

OUSD 2023-27 Budget Assumptions - First Interim				
Category	2023-24	2024-25	2025-26	2026-27
Cost of Living Adjustment (COLA)	8.22%	1.07%	2.93%	3.08%
Enrollment	33,835	33,753	33,533	33,313
Attendance Used for Funding (Highest Year or Average)	31,986	30,726	30,726	30,726
Attendance (ADA)	30,478	30,057	29,861	29,665
Enrollment to ADA % *	90.08%	89.05%	89.05%	89.05%
Unduplicated Pupil Count	80.09%	81.47%	82.57%	83.00%
Salary and Negotiated Increases Adjusted - OEA				
Salary and Negotiated Increases - BCTC	\$596K	\$1.1M	\$.28M	
Salary and Negotiated Increases - SEIU	2.25%			
Salary and Negotiated Increases UAOS, MgtConf	10.0%	10.5%		
Step & Column Certificated	2.0%	2.0%	2.0%	2.0%
Step & Column Classified	1.75%	1.75%	1.75%	1.75%
Special Education Contribution	\$104.0	\$118.1	\$121.7	\$127.8
Health Benefit Assumptions **	13.0%	10.25%	8.5%	8.5%
MYP change in Health Benefit Cost - Gen Fund Combined	\$14.8M	\$4M	\$6.9M	
Mandatorics & Benefits - Certificated	5.03%	5.03%	5.03%	5.03%
Mandatorics & Benefits - Classified	11.23%	11.23%	11.23%	11.23%
State Teachers Retirement System	19.10%	19.10%	19.10%	19.10%
California Public Retirement System	28.10%	27.60%	28.00%	29.20%
Total Mandatorics & Benefits Certificated	24.13%	24.13%	24.13%	24.13%
Total Mandatorics & Benefits Classified	39.33%	38.83%	39.23%	40.43%

* Note: The 2022-23 Actual ADA projection is lower than the funded ADA. The Governor's Budget amended the LCFF calculation to allow school districts to utilize the greater of current year, prior year, or the average of the most recent three prior years' ADA due to the loss of ADA from the

** 2023-24 Projected Increase for Kaiser (9.95%) and Sutter (20%) which is the primary benefit selection for the majority of employees.

The Recently approved OEA TA Agreement is NOT included in the MYP and Assumptions due to the timing of the approval.

Unpacking the Unrestricted General Fund

Fiscal Year 2024/25 Budget						
Resource	Beginning Balance	Revenue Revised	Expense Revised	Net Activity	Resulting Balance	
Fund 010 - General Fund						
0000	General Purpose-unrestricted	64,306,512.29	179,010,989.43	225,468,807.85	46,457,818.42-	17,848,693.87
0002	Unrestricted Supplemental	.00	18,506,475.00	18,506,475.00	.00	.00
0004	Central Concentration	.00	58,789,079.00	58,789,079.00	.00	.00
0005	Central Supplemental	.00	37,267,781.00	37,267,781.00	.00	.00
0006	S&C Carryover	30,657,672.17	.00	30,657,672.17	30,657,672.17-	.00
0007	One-time Addtl Budget	6,455,967.26	.00	4,843,751.02	4,843,751.02-	1,612,216.24
0020	Home & Hospital	.00	661,853.67	661,853.67	.00	.00
0039	Charter Leases & Repairs	.00	355,608.97	355,608.97	.00	.00
0040	AB1840 Unrestricted	4,831,198.51	10,008,000.00	4,938,939.26	5,069,060.74	9,900,259.25
0041	AB1840 School Consolidation	10,008,000.00	10,008,000.00-	.00	10,008,000.00-	.00
0050	Employees On Loan	.00	490,261.50	490,261.50	.00	.00
0071	Facilitron Rent	.00	417,120.00	417,120.00	.00	.00
0072	Shands & Tilden Ground Leases	.00	208,713.80	.00	208,713.80	208,713.80
0095	Charter School Admin Office	.00	1,468,359.00	1,468,359.00	.00	.00
0100	Release Time Subs	.00	66,000.00	66,000.00	.00	.00
0120	BlackThrivingCommunity	1,622,513.34	.00	702,001.62	702,001.62-	920,511.72
0710	LCFF TK Funding	.00	2,583,265.00	2,583,265.00	.00	.00
0720	Unrestricted Transportation	.00	16,994,443.37	16,994,443.37	.00	.00
1100	State Lottery	278,959.79	5,592,824.98	5,592,824.98	.00	278,959.79
1400	Prop 30 Education Protect Act	.00	48,417,305.00	48,417,305.00	.00	.00
Total for Org		118,160,823.36	370,830,079.72	458,221,548.41	87,391,468.69-	30,769,354.67

The Unrestricted General Fund is made up of several resources that fall within an object Range of 0000-1999. Each resource has a purpose and is essentially restricted, yet more flexible. This is why we say the entire Fund Balance is **NOT** eligible to spend on every expense.

Total Ending Fund Balance at Adoption: \$118,160,823.36

Total Ending Fund Balance First Interim: \$30,769,354.67

~~Continued Growth~~ Decline in the Base General Fund!

- One of our key goals has been to re-establish the Base Unrestricted General Fund, identified as Resource 0000. Significant progress has been made to achieve this goal over the last four years.

2019-20	-\$5,990,407
2020-21	\$10,242,484
2021-22	\$47,668,251
2022-23	\$62,469,330
2023-24	\$62,801,965
2024-25 FI	\$17,848,694

- Reduced revenue projections and higher levels of spending continue to strain the base. This means, we are paying for our 3% reserve \$28.8M with other Unrestricted Funds.
- *Resource 0000 is the Base and is funded to support the operational requirements of the District which includes providing contributions to known resources that are not fully funded, and Funds or resources that are unable to sustain themselves. It also supports emergency, deferred maintenance, and strategic local investments.*

Fund 01 - Combined FY 2024-25 First Interim

2024-25 First Interim Budget

	Unrestricted	Restricted	Total Fund
A. Revenues			
5) Total Revenues	\$ 497,959,664	\$ 309,050,101	\$ 807,009,765
9) Total Expenditures			
	<u>\$ 455,221,187</u>	<u>\$ 500,976,154</u>	<u>\$ 956,197,342</u>
C. Excess (Deficiency) of Revenues Over Expenditures	\$ 42,738,476	\$ (191,926,053)	\$ (149,187,577)
D. Other Financing Sources/Uses			
4) Total, Other Financing Sources/Uses	<u>\$ (130,129,584)</u>	<u>\$ 127,129,584</u>	<u>\$ (3,000,000)</u>
E. Net Increase (Decrease) in Fund Balance (C +D4)	\$ (87,391,108)	\$ (64,796,469)	\$ (152,187,577)
F. Fund Balance, Reserves			
1) Beginning Fund Balance			
a) Adjusted Beginning Balance (F1c + F1d)	\$ 118,160,823	\$ 190,705,809	\$ 308,866,632
b) Restricted		\$ -	
2) Ending Balance, June 30 (E + F1e)	\$ 30,769,716	\$ 125,909,340	\$ 156,679,055
Restricted Reserve	\$150,000	\$ 125,909,340	\$ 126,059,340
Other Assignments	\$1,396,299	\$0	\$1,396,299
Reserve for Economic Uncertainty	\$28,775,920		\$28,775,920
Unassigned Unappropriated	\$ 447,496	\$ 125,909,340	\$ 447,496

Fund 01 - Unrestricted FY 2024-25 First Interim

2024-25 Adopted vs 2024-25 First Interim UnRestricted Fund Balance Summary

	Adopted	First Interim	Adopted v First Interim
A. Revenues			
5) Total Revenues	\$ 499,233,399	\$ 497,959,664	\$ (1,273,735)
B. Expenditures			
9) Total Expenditures	\$ 443,984,644	\$ 455,221,187	\$ 11,236,543
C. Excess (Deficiency) of Revenues Over Expenditures	\$ 55,248,755	\$ 42,738,476	\$ (12,510,278)
D. Other Financing Sources/Uses			
4) Total, Other Financing Sources/Uses	\$ (133,783,524)	\$ (130,129,584)	\$ 3,653,940
E. Net Increase (Decrease) in Fund Balance (C +D4)	\$ (78,534,769)	\$ (87,391,108)	\$ (8,856,339)
F. Fund Balance, Reserves			
1) Beginning Fund Balance			
a) Adjusted Beginning Balance (F1c + F1d)	\$ 118,160,823	\$ 118,160,823	\$ -
b) Restricted			
2) Ending Balance, June 30 (E + F1e)	\$ 39,626,054	\$ 30,769,716	\$ (8,856,339)

Fund 01 - Restricted FY 2024-25 First Interim

2024-25 Adopted vs 2024-25 First Interim Restricted Fund Balance Summary

	Adopted	First Interim	Adopted v First Interim
A. Revenues			
5) Total Revenues	\$ 267,939,835	\$ 309,050,101	\$ 41,110,266
B. Expenditures			
9) Total Expenditures	\$ 423,386,312	\$ 500,976,154	\$ 77,589,842
C. Excess (Deficiency) of Revenues Over Expenditures	\$ (155,446,478)	\$ (191,926,053)	\$ (36,479,575)
D. Other Financing Sources/Uses			
4) Total, Other Financing Sources/Uses	\$ 130,783,524	\$ 127,129,584	\$ (3,653,940)
E. Net Increase (Decrease) in Fund Balance (C +D4)	\$ (24,662,954)	\$ (64,796,469)	\$ (40,133,515)
F. Fund Balance, Reserves			
1) Beginning Fund Balance			
a) Adjusted Beginning Balance (F1c + F1d)	\$ 190,705,809	\$ 190,705,809	\$ -
b) Restricted			
2) Ending Balance, June 30 (E + F1e)	\$ 166,042,855	\$ 125,909,340	\$ (40,133,515)

Summary of 2024-25 Unrestricted General Fund Projections at First Interim (\$Millions)

How is the District's Unrestricted General Fund Financial Position Projected to Change?

	First Interim
Beginning Fund Balance	\$118,353,704
Ending Fund Balance	\$30,769,716

Why is District's Unrestricted General Fund Financial Position Projected to Change?

	First Interim
Revenues	\$497,959,664
Expenditures	\$455,221,187
Net Contributions/Transfers	\$130,129,584
Net Increase (Decrease)	(\$87,391,108)



At First Interim, we expect to end the year with a \$87.4M **decrease** in the Unrestricted General Fund Balance.

Material Changes in Unrestricted General Fund Projections since Budget Adoption

Revenues (Unrestricted) - \$1.7M Decrease

- Reduction in Funded ADA Average due to reduction in ADA from 2023-24 from projections at adopted budget.

Expenditures (Unrestricted) - \$11.2M Increase

- Reduction in Books and Supplies Object 4394 Reserve and increase in Salaries and Benefits due to UAOS and Confidential Salary agreement.
- Increase in Services and Operating Expenditures \$7.1M
 - Resource 0000 - \$4.1M
 - Increase in Elite Security
 - District Safety Initiatives
 - Funded from the Fund Balance
 - Increase in Consultant Support for AB1912 Work
 - To be Reimbursed by ACOE
 - Resource 0005 - \$1M
 - Projected Increase in Waste Disposal
- Increase in Capital Projects \$2.1M
 - 1X Increase - Funded by the Fund Balance
 - Playgrounds Construction unable to be funded by ESSER due to delays in approval.


Summary of 2024-25 Restricted General Fund Projections (\$Millions)

How is the District's Restricted General Fund Financial Position Projected to Change?

	First Interim
Beginning Fund Balance	\$190,705,809
Ending Fund Balance	\$125,909,340

Why is District's Restricted General Fund Financial Position Projected to Change?

	First Interim
Revenues	\$309,050,101
Expenditures	\$500,976,154
Net Contributions/Transfers	\$127,129,584
Net Increase (Decrease)	-\$64,796,469



At First Interim, we expect to end the year with a **decrease** in the Restricted General Fund Balance of **\$64.8M**

Unpacking the Restricted General Fund

Fiscal Year 2024/25 Budget						
Resource	Beginning Balance	Revenue Revised	Expense Revised	Net Activity	Resulting Balance	
Fund 010 - General Fund						
2600	Expanded Learning Opp Programs	29,738,073.54	39,794,639.00	46,005,627.73	6,210,988.73-	23,527,084.81
3010	Title I-Basic Grant Low Income	.00	25,064,094.28	25,064,094.28	.00	.00
3182	ESSA: Comp Support & Improvmt	.00	5,242,196.11	5,242,196.11	.00	.00
3214	ESSER III Learning Loss	.00	4,361,094.70	4,361,094.70	.00	.00
3218	ELO ESSER III St Resv Emergency	.00	464,422.54	464,422.54	.00	.00
3219	ELO ESSER III St Resv LL	.00	132,750.10	132,750.10	.00	.00
3227	21st CCLC Afterschool Rate Inc	.00	39,136.06	39,136.06	.00	.00
3228	ESSER III Summer R-1 Renewal	.00	2,527,078.34	2,527,078.34	.00	.00
3310	IDEA Basic Local Ass. Grant	.00	7,610,143.00	7,610,143.00	.00	.00
3311	IDEA Private School ISPs	.00	403,195.00	403,195.00	.00	.00
3312	IDEA Early Intervening Svc	.00	3,188,942.57	3,188,942.57	.00	.00
3315	IDEA Preschool Grants	.00	203,840.00	203,840.00	.00	.00
3318	IDEA Part B Preschool CEIS	.00	71,942.00	71,942.00	.00	.00
3327	IDEA Mental Health ADA Alloc	.00	383,512.00	383,512.00	.00	.00
3345	IDEA Preschool Staff Develop	.00	2,016.00	2,016.00	.00	.00
3385	IDEA Early Intervention Grant	.00	205,411.00	205,411.00	.00	.00
3395	Alternative Dispute Resolution	.00	14,807.00	14,807.00	.00	.00
3410	Transition Partnership Program	.00	707,806.00	707,806.00	.00	.00
3550	CTE 21st Century Perkins V 131	.00	556,992.00	556,992.00	.00	.00
4035	Title 2-a Teacher Quality	.00	2,396,405.22	2,396,405.22	.00	.00
4124	T Iv 21st Century Com Learning	.00	6,318,972.60	6,318,972.60	.00	.00
4127	Title 4-Student Support	.00	2,711,272.82	2,711,272.82	.00	.00
4201	Title III Immigrant Student	.00	375,182.00	375,182.00	.00	.00
4203	Title III EL Student Prog	.00	2,235,133.46	2,235,133.46	.00	.00

Restricted Programs and Activities Within the General Fund

In California LEAs, restricted programs or activities relating to the operation of transitional kindergarten/kindergarten through grade twelve (TK/K–12) educational programs are considered a part of ordinary operations and are accounted for in the general fund rather than in a special revenue fund. Within the general fund, restricted programs or activities must be identified, accounted for, and reported separately. This requirement means that general fund activities will be divided into restricted and unrestricted segments. This is achieved through the use of the resource field of the standardized account code structure. (The resource field is discussed in Procedure 310.)

Restricted programs or activities are those funded from revenue sources subject to constraints imposed by external resource providers or by law through constitutional provisions or enabling legislation. Unrestricted revenues are those funds whose uses are not subject to external or legal constraints and may be used for any purposes not prohibited by law. Programs funded by a combination of restricted and unrestricted sources, where the contribution of unrestricted resources is required as a condition of funding or is necessary to operate the program, are accounted for and reported as *restricted*.

[California School Accounting Manual, Page 30](#)

156 Resources in the Restricted General Fund
Full Report Included in the First Interim Packet

Ancillary Funds

OUSD 2024-25 First Interim Summary of Revenue, Expenditures, and Fund Balance of All Funds					
<i>Fund/SACS Form</i>	<i>Revenues</i>	<i>Expenditures</i>	<i>Excess/(Deficiency)</i>	<i>2024-25 Beginning Fund Balance</i>	<i>2024-25 Ending Fund Balance</i>
Fund 01 - General Fund - Unrestricted	\$ 497,959,663.74	\$ 585,350,771.43	\$ (87,391,107.69)	\$ 118,160,823.36	\$ 30,769,715.67
Fund 01 - General Fund - Restricted	\$ 436,179,685.13	\$ 500,976,154.30	\$ (64,796,469.17)	\$ 190,705,808.98	\$ 125,909,339.81
Fund 11 - Adult Education	\$ 3,445,995.00	\$ 3,741,809.81	\$ (295,814.81)	\$ 609,083.25	\$ 313,268.44
Fund 12 - Child Development	\$ 38,378,489.67	\$ 42,993,329.82	\$ (4,614,840.15)	\$ 17,012,963.34	\$ 12,398,123.19
Fund 13 - Student Nutrition	\$ 31,306,235.19	\$ 47,952,770.00	\$ (16,646,534.81)	\$ 42,987,167.19	\$ 26,340,632.38
Fund 14 - Deferred Maintenance	\$ 3,034,879.00	\$ 4,460,469.55	\$ (1,425,590.55)	\$ 5,029,729.58	\$ 3,604,139.03
Fund 21 - Building Fund	\$ 576,953.00	\$ 104,645,699.01	\$ (104,068,746.01)	\$ 282,465,139.58	\$ 178,396,393.57
Fund 25 - Capital Facilities Fund	\$ 2,213,286.00	\$ 6,065,733.00	\$ (3,852,447.00)	\$ 21,768,240.86	\$ 17,915,793.86
Fund 35 - County Schools Facility Fund	\$ 142,180.00	\$ 3,000,000.00	\$ (2,857,820.00)	\$ 9,002,751.47	\$ 6,144,931.47
Fund 40 - Special Reserve Fund for Capital Outlay	\$ 33,887.00	\$ 4,350,670.00	\$ (4,316,783.00)	\$ 6,417,203.41	\$ 2,100,420.41
Fund 51 - Bond Interest and Redemption Fund	\$ 123,519,701.00	\$ 126,375,601.00	\$ (2,855,900.00)	\$ 131,063,957.12	\$ 128,208,057.12
Fund 67 - Self Insurance Fund	\$ 19,218,229.54	\$ 27,442,013.84	\$ (8,223,784.30)	\$ 9,580,516.57	\$ 1,356,732.27
Total All Funds	\$ 1,156,009,184.27	\$ 1,457,355,021.76	\$ (301,345,837.49)	\$ 834,803,384.71	\$ 533,457,547.22

First Interim - Multi-Year Projections , Cash Flow, & LCFF Projections

Multi-Year Projections (MYP)

Key Results - Highlights

- The District's 2024-25 - 2026-27 Fiscal Years are currently a reflecting a **deficit** in the Unrestricted General Fund (Line E).
 - 2024-25 - \$87.4M
 - Includes \$30.7M in Carryover Resource 0006
 - Carryover in current and prior Year Supplemental and Concentration has been an annual trend. It would normally be adjusted in a multi-year, but retains its ongoing activity in future years.
 - Includes \$.3M in Prior Year Carryover Other Resources
 - 2024-25 Year has a true deficit of \$56.4M
 - 2025-26 - \$95.7M
 - 2025-26 - \$99.6M

Multi-Year Projections (MYP)

Key Results - Highlights

- The Restricted General Fund is reflecting the spend down of prior year revenue earned and or allocated that are sunseting, specifically COVID Resources.
- The projected deficit for each year is as follows:
 - 2024-25 - \$64.8M
 - 2025-26 - \$48.3M
 - 2026-27 - \$37.2M
- The Projected Ending Fund Balance is as follows
 - 2024-25 - \$125.9M
 - 2025-26 - \$77.7M
 - 2026-27 - \$40.4M

Multi-Year Projections (MYP) - Unrestricted Summary - FORM MYPI

2024-25 MYP Fund Balance Summary - Unrestricted

	2024-25 Unrestricted	2025-26 Unrestricted	2026-27 Unrestricted
A. Revenues			
5) Total Revenues	\$ 497,959,664	\$ 506,315,562	\$ 522,716,522
B. Expenditures			
9) Total Expenditures	\$ 455,221,187	\$ 466,722,638	\$ 478,872,420
C. Excess (Deficiency) of Revenues Over Expenditures	\$ 42,738,476	\$ 39,592,924	\$ 43,844,102
D. Other Financing Sources/Uses			
4) Total, Other Financing Sources/Uses	\$ (130,129,584)	\$ (136,111,920)	\$ (142,891,899)
E. Net Increase (Decrease) in Fund Balance (C + D4)	\$ (87,391,108)	\$ (96,518,996)	\$ (99,047,797)
F. Fund Balance, Reserves			
1) Beginning Fund Balance			
a) Adjusted Beginning Balance (F1c + F1d)	\$ 118,160,823	\$ 30,769,716	\$ (65,749,280)
2) Ending Balance, June 30 (E + F1e)	\$ 30,769,716	\$ (65,749,280)	\$ (164,797,077)
Restricted Reserve	\$ 150,000	\$ 150,000	\$ 150,000
Other Assignments	\$ 1,396,299	\$ 279,945	\$ 279,945
Reserve for Economic Uncertainty	\$ 28,775,920	\$ 28,713,349	\$ 29,076,997
Unassigned Unappropriated	\$ 447,496	\$ (94,892,574)	\$ (194,304,019)

Multi-Year Projections (MYP) - Restricted Summary - FORM MYPI

2024-25 MYP Fund Balance Summary - Restricted

	2024-25 Restricted	2025-26 Restricted	2026-27 Restricted
A. Revenues			
5) Total Revenues	\$ 309,050,101	\$ 305,716,355	\$ 309,810,429
B. Expenditures			
9) Total Expenditures	\$ 500,976,154	\$ 487,388,992	\$ 487,360,797
C. Excess (Deficiency) of Revenues Over	\$ (191,926,053)	\$ (181,672,637)	\$ (177,550,369)
D. Other Financing Sources/Uses			
4) Total, Other Financing Sources/Uses	\$ 127,129,584	\$ 133,111,920	\$ 139,891,899
E. Net Increase (Decrease) in Fund Balance (C + D4)	\$ (64,796,469)	\$ (48,560,718)	\$ (37,658,470)
F. Fund Balance, Reserves			
1) Beginning Fund Balance			
a) Adjusted Beginning Balance (F1c + F1d)	\$ 190,705,809	\$ 125,909,340	\$ 77,348,622
2) Ending Balance, June 30 (E + F1e)	\$ 125,909,340	\$ 77,348,622	\$ 39,690,152

Multi-Year Projections (MYP) - Combined Summary - FORM MYPI

2024-25 MYP Fund Balance Summary - Combined

	2024-25 Combined	2025-26 Combined	2026-27 Combined
A. Revenues			
5) Total Revenues	\$ 807,009,765	\$ 812,031,917	\$ 832,526,950
B. Expenditures			
9) Total Expenditures	\$ 956,197,342	\$ 954,111,630	\$ 966,233,217
C. Excess (Deficiency) of Revenues Over	\$ (149,187,577)	\$ (142,079,713)	\$ (133,706,267)
D. Other Financing Sources/Uses			
4) Total, Other Financing Sources/Uses	\$ (3,000,000)	\$ (3,000,000)	\$ (3,000,000)
E. Net Increase (Decrease) in Fund Balance (C + D4)	\$ (152,187,577)	\$ (145,079,713)	\$ (136,706,267)
F. Fund Balance, Reserves			
1) Beginning Fund Balance			
a) Adjusted Beginning Balance (F1c + F1d)	\$ 308,866,632	\$ 156,679,055	\$ 11,599,342
2) Ending Balance, June 30 (E + F1e)	\$ 156,679,055	\$ 11,599,342	\$ (125,106,925)

First Interim Cash Flow - Form CASH

Beginning Cash July 1, 2024

- \$349,361,439

Ending Cash Projection June 30, 2025

- \$101,966,583

One time resources have been spent and revenues and cash are returning to a “new normal” state. The District has smaller one time and restricted resources that also sunset in 2027-2029; thus, absent any new ongoing dollars we must adjust our budget for the future to NOT return to temporary borrowing or insolvency leading to a future we cannot predict.

Other Items of Note

LCFF Projection Multi-Year Changes

Adopted Budget

Oakland Unified (61259) - 2024-25 Budget	v.25.1a						6/14/2024	CY						v.25.1a	CY1																																	
LOCAL CONTROL FUNDING FORMULA	2024-25												2025-26																																			
LCFF ENTITLEMENT CALCULATION	COLA & Augmentation						Base Grant Proration						Unduplicated Pupil Percentage						COLA & Augmentation						Base Grant Proration						Unduplicated Pupil Percentage																	
Calculation Factors	1.07%						0.00%						81.47%						81.47%						2.93%						0.00%						82.57%						82.57%					
	3-PY Average						3-PY Average						3-PY Average						3-PY Average						3-PY Average						3-PY Average																	
	ADA	Base	Grade Span	Supplemental	Concentration	Total	ADA	Base	Grade Span	Supplemental	Concentration	Total	ADA	Base	Grade Span	Supplemental	Concentration	Total	ADA	Base	Grade Span	Supplemental	Concentration	Total	ADA	Base	Grade Span	Supplemental	Concentration	Total																		
Grades TK-3	11,076.02	\$ 10,025	\$ 1,043	\$ 1,803	\$ 1,904	\$163,656,221	10,898.95	\$ 10,319	\$ 1,073	\$ 1,881	\$ 2,042	\$166,915,002	10,898.95	\$ 10,319	\$ 1,073	\$ 1,881	\$ 2,042	\$166,915,002	10,898.95	\$ 10,319	\$ 1,073	\$ 1,881	\$ 2,042	\$166,915,002	10,898.95	\$ 10,319	\$ 1,073	\$ 1,881	\$ 2,042	\$166,915,002																		
Grades 4-6	7,284.01	10,177		1,658	1,751	98,962,339	7,063.24	10,475		1,730	1,877	99,464,644	7,063.24	10,475		1,730	1,877	99,464,644	7,063.24	10,475		1,730	1,877	99,464,644	7,063.24	10,475		1,730	1,877	99,464,644																		
Grades 7-8	4,113.41	10,478		1,707	1,803	57,538,699	4,013.25	10,785		1,781	1,933	58,187,151	4,013.25	10,785		1,781	1,933	58,187,151	4,013.25	10,785		1,781	1,933	58,187,151	4,013.25	10,785		1,781	1,933	58,187,151																		
Grades 9-12	8,325.33	12,144	316	2,030	2,144	138,483,854	8,162.41	12,500	325	2,118	2,298	140,729,944	8,162.41	12,500	325	2,118	2,298	140,729,944	8,162.41	12,500	325	2,118	2,298	140,729,944	8,162.41	12,500	325	2,118	2,298	140,729,944																		
Subtract Necessary Small School ADA and Funding	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-																		
Total Base, Supplemental, and Concentration Grant		\$ 329,369,589	\$ 14,183,092	\$ 55,978,475	\$ 59,109,957	\$458,641,113		\$ 331,766,730	\$ 14,347,356	\$ 57,157,280	\$ 62,025,375	\$465,296,741		\$ 331,766,730	\$ 14,347,356	\$ 57,157,280	\$ 62,025,375	\$465,296,741		\$ 331,766,730	\$ 14,347,356	\$ 57,157,280	\$ 62,025,375	\$465,296,741		\$ 331,766,730	\$ 14,347,356	\$ 57,157,280	\$ 62,025,375	\$465,296,741																		
NSS Allowance		-	-	-	-	-		-	-	-	-	-		-	-	-	-	-		-	-	-	-	-		-	-	-	-	-																		
TOTAL BASE	30,798.77	\$ 329,369,589	\$ 14,183,092	\$ 55,978,475	\$ 59,109,957	\$458,641,113	30,137.85	\$ 331,766,730	\$ 14,347,356	\$ 57,157,280	\$ 62,025,375	\$465,296,741	30,137.85	\$ 331,766,730	\$ 14,347,356	\$ 57,157,280	\$ 62,025,375	\$465,296,741	30,137.85	\$ 331,766,730	\$ 14,347,356	\$ 57,157,280	\$ 62,025,375	\$465,296,741	30,137.85	\$ 331,766,730	\$ 14,347,356	\$ 57,157,280	\$ 62,025,375	\$465,296,741																		
ADD ONS:																																																
Targeted Instructional Improvement Block Grant						\$ 10,094,682						\$ 10,094,682																		\$ 10,094,682																		
Home-to-School Transportation (COLA added commencing 2023-24)						6,261,846						6,445,318																		6,445,318																		
Small School District Bus Replacement Program (COLA added commencing 2023-24)						-						-																		-																		
Transitional Kindergarten (Commencing 2022-23)						-						-																		-																		
TK ADA		889.44	TK Add-on rate	\$ 3,077.00		2,736,807		914.44	TK Add-on rate	\$ 3,167.00		2,896,031		914.44	TK Add-on rate	\$ 3,167.00		2,896,031		914.44	TK Add-on rate	\$ 3,167.00		2,896,031		914.44	TK Add-on rate	\$ 3,167.00		2,896,031																		
ECONOMIC RECOVERY TARGET PAYMENT																																																
LCFF Entitlement Before Adjustments						\$477,734,448						\$484,732,772																		\$484,732,772																		
Miscellaneous Adjustments						-						-																		-																		
ADJUSTED LCFF ENTITLEMENT						\$477,734,448						\$484,732,772																		\$484,732,772																		
Local Revenue (including RDA)						(164,476,729)						(163,776,013)																		(163,776,013)																		
Gross State Aid						\$313,257,719						\$320,956,759																		\$320,956,759																		
Education Protection Account Entitlement						(56,307,950)						(58,600,935)																		(58,600,935)																		
Net State Aid						\$256,949,769						\$262,355,824																		\$262,355,824																		

Other Items of Note

LCFF Projection Multi-Year

First Interim

Oakland Unified (61259) - 2024-25 First Interim	v.25.2a		12/2/2024		CY		v.25.2a		CY1							
LOCAL CONTROL FUNDING FORMULA	2024-25						2025-26									
LCFF ENTITLEMENT CALCULATION																
	COLA & Augmentation		Base Grant Proration		Unduplicated Pupil Percentage		COLA & Augmentation		Base Grant Proration		Unduplicated Pupil Percentage					
Calculation Factors	1.07%		0.00%		81.40%		81.40%		2.93%		0.00%		82.36%		82.36%	
	3PY Average						Prior Year									
	ADA	Base	Grade Span	Supplemental	Concentration	Total	ADA	Base	Grade Span	Supplemental	Concentration	Total				
Grades TK-3	11,067.57	\$ 10,025	\$ 1,043	\$ 1,802	\$ 1,899	\$ 163,458,482	11,026.42	\$ 10,319	\$ 1,073	\$ 1,876	\$ 2,026	\$ 168,642,959				
Grades 4-6	7,268.02	10,177		1,657	1,746	98,701,084	7,093.33	10,475		1,725	1,863	99,755,742				
Grades 7-8	4,100.70	10,478		1,706	1,798	57,335,345	4,065.54	10,785		1,777	1,918	58,867,026				
Grades 9-12	8,279.62	12,144	316	2,028	2,138	137,662,129	8,421.13	12,500	325	2,113	2,281	144,997,811				
Subtract Necessary Small School ADA and Funding	-	-	-	-	-	-	-	-	-	-	-	-				
Total Base, Supplemental, and Concentration Grant		\$ 328,433,869	\$ 14,159,836	\$ 55,774,256	\$ 58,789,079	\$ 457,157,040		\$ 337,195,234	\$ 14,568,216	\$ 57,942,476	\$ 62,557,612	\$ 472,263,538				
NSS Allowance		-	-	-	-	-		-	-	-	-	-				
TOTAL BASE	30,715.91	\$ 328,433,869	\$ 14,159,836	\$ 55,774,256	\$ 58,789,079	\$ 457,157,040	30,606.42	\$ 337,195,234	\$ 14,568,216	\$ 57,942,476	\$ 62,557,612	\$ 472,263,538				
ADD ONS:																
Targeted Instructional Improvement Block Grant						\$10,094,682						\$10,094,682				
Home-to-School Transportation (COLA added commencing 2023-24)						6,261,846						6,445,318				
Small School District Bus Replacement Program (COLA added commencing 2023-24)						-						-				
Transitional Kindergarten (Commencing 2022-23)	TK ADA	839.54	TK Add-on rate	\$ 3,077.00		2,583,265	TK ADA	1,014.30	TK Add-on rate	\$ 3,167.00		3,212,288				
ECONOMIC RECOVERY TARGET PAYMENT						-						-				
LCFF Entitlement Before Adjustments						\$ 476,096,833						\$ 492,015,826				
Miscellaneous Adjustments						-						-				
ADJUSTED LCFF ENTITLEMENT						\$ 476,096,833						\$ 492,015,826				
Local Revenue (including RDA)						(159,511,494)						(159,392,590)				
Gross State Aid						\$ 316,585,339						\$ 332,623,236				
Education Protection Account Entitlement						(48,417,305)						(49,647,246)				
Net State Aid						\$ 268,168,034						\$ 282,975,990				

Key Takeaways

- Our revenues are declining, expenses rising, and our creativity in restructure work is critical to our future
- We cannot solve this by just cutting and shifting resources compliantly.
- We have self certified as negative and need a way forward otherwise, as we again exit the 2002 Receivership/Oversight Cycle, we are entering the portal of more oversight and...

What Happens When A District Certifies Negative?

- Education Code § 42131

- (e) Any school district having a negative or qualified certification, or classified as qualified or negative by the county superintendent of schools, shall continue to be classified as qualified or negative until the next report required under [Section 42130](#) is filed.
- (f) The governing board of each school district filing a qualified or negative certification for the second report required under [Section 42130](#), or classified as qualified or negative by the county superintendent of schools, shall provide to the county superintendent of schools, the Controller, and the Superintendent no later than June 1, financial statement projections of the school district's fund and cash balances through June 30 for the period ending April 30. The governing boards of all other school districts are encouraged to develop a similar financial statement for use in developing the beginning fund balances of the school district for the ensuing fiscal year.

What Happens When A District Certifies Negative?

- *Does this Sound Familiar?*
 - We will remain in the same state, just absent long term debt.
- Our Fiscal Sustainability Plan, Superintendent or Board Work Plan and Goals does not lend to this direction as our EXIT from receivership.
 - Our organizational blinker needs to signal and exit to solvency!



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NEXT STEPS

1. Submission of First Interim to the Alameda County Office of Education (ACOE) by December 15th
2. Distribution of First Interim to Auditors, Financial Advisors, Bond Reporting Agencies
3. Continued Budget Development, Implementation, and Planning for 2025-26
 - Budget Balancing Solutions, Attachment C is critical to our financial and operational future.
4. The 2023-24 Audit is COMPLETE and being prepared for submission of December 15 to the State Controller's Office
5. Budget & Finance Meeting December 12, 2024
6. Second Interim Due March 15, 2025

Questions/Comments



EVERY STUDENT THRIVES!



**OAKLAND UNIFIED
SCHOOL DISTRICT**
Community Schools, Thriving Students

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@OUSDnews

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