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File ID Number	20-1356
Introduction Date	6/18/2020
Enactment Number	
Enactment Date	



Memo

To Board of Education

From Budget & Finance Committee
James Harris, Chair
Shanthi Gonzales
Aimee Eng

Kyla Johnson-Trammell, Superintendent
Lisa Grant-Dawson, Chief Business Officer
Joshua R. Daniels, General Counsel

Board Meeting Date June 24, 2010

Subject Resolution No. 1920-0263 – Confirming the Oakland Unified School District’s Commitment to Fiscal Solvency for 2020-2021 and 2021-2022

Action Approval by the Board of Education of Resolution No. 1920-0263 – Confirming the Oakland Unified School District’s Commitment to Fiscal Solvency for 2020-2021 and 2021-2022.

Background Due to the COVID-19 pandemic, the Governor’s May Revise Budget proposed reducing the total state LCFF revenue for 2020-2021 by 7.92 percent, for an estimated net reduction of \$16.5 million after all COVID-19 relief funds have been counted. The revenue projections for the subsequent two fiscal years (2021-22 and 2022-23) are also anticipated to have a negative impact on State and Federal revenues. However, the State Budget and yet to be adopted and, in any event, State and Federal revenues will not be known definitely until late July or August 2020.

Discussion The proposed Resolution would, based on the net financial impact of the May Revise, express the Governing Board’s commitment to finding and approving budget solutions of no less than \$16.5 million in 2020-2021 if necessary to meet its obligations and to ensure that the District remains fiscally solvent. The proposed Resolution would also express the Board’s commitment to additional budget solutions for the subsequent two fiscal years (2021-22 and 2022-23) to ensure long-term

fiscal solvency. To do so, the proposed Resolution directs the Superintendent to bring to Board for consideration and possible adoption the budget solutions necessary for the District to remain fiscally solvent for 2020-21 and subsequent years.

Fiscal Impact

No immediate impact. Potential impact from budget solutions for 2020-21 is dependent on the 2019-2020 Unaudited Actuals (Closing of the Books), the final State and Federal revenue calculations (as of August 2020), and/or any other changes to the multi-year assumptions.

Attachment

Resolution No. 1920-0263 – Confirming the Oakland Unified School District’s Commitment to Fiscal Solvency for 2020-2021 and 2021-2022

Oakland Unified School District Board of Education
RESOLUTION NO. 1920-0263

**Confirming the Oakland Unified School District's Commitment
to Fiscal Solvency for 2020-2021 and 2021-2022**

WHEREAS, the Governing Board recognizes that the Oakland Unified School District ("District") is committed to ensuring that the District remains fiscally solvent so that it may best serve the students in Oakland in the next three (3) school years, as well as years to come;

WHEREAS, due to the COVID-19 pandemic, the Governor's May Revise Budget reflects a reduction of 7.92 percent of total state LCFF revenue for 2020-2021 and an estimated net reduction of \$16.5 million after all COVID-19 relief funds have been counted;

WHEREAS, the State's total revenue will not be calculated accurately until late July or August 2020 and the District is required to file an update to its 2020-21 adopted budget in the Fall of 2020; and

WHEREAS, the revenue projections for the subsequent two fiscal years (2021-22 and 2022-23) are also anticipated to have a negative impact on State and Federal revenues.

NOW, THEREFORE, BE IT RESOLVED, based on the above recitals, the Governing Board is committed to finding and approving budget solutions of no less than \$16.5 million in 2020- 2021 if necessary to meet its obligations and to ensure that the District remains fiscally solvent;

BE IT FURTHER RESOLVED that the Governing Board directs the Superintendent at the first Regular Meeting in August to reconcile budget revenue and expenditures based on the adopted, signed State budget, and including but not limited to deferred maintenance, position control analyst, and staff to support the Escape financial management system;

BE IT FURTHER RESOLVED, the District's target solution number for 2020-21 may be recalibrated (higher or lower) based on the outcome of the 2019-2020 Unaudited Actuals (Closing of the Books), the final State and Federal revenue calculations (as of August 2020), and/or any other changes to the multi-year assumptions, and shall be updated and presented to the Board no later than October 15, 2020;

BE IT FURTHER RESOLVED, the District is committed to identifying and providing further clarity and information as soon as possible on how it plans to meet the necessary budget solutions for

the 2020-21 school year, and will finalize these plans as soon as possible thereafter but in no event later than March 2021;

BE IT FURTHER RESOLVED, the Governing Board is also committed to additional budget solutions for the subsequent two fiscal years (2021-22 and 2022-23) to ensure long-term fiscal solvency;

BE IT FURTHER RESOLVED, the Governing Board directs the Superintendent to bring to Board, no later than March 2021, for consideration and possible adoption the budget solutions necessary for the District to remain fiscally solvent for 2021-22; and

BE IT FURTHER RESOLVED that the Governing Board is committed to working together with various partners and stakeholders to explore and pursue any and all options to increase revenue including local, state, federal grants, facilities leases and additional remedies as provided by the State.

Passed by the following vote:

PREFERENTIAL AYE:

PREFERENTIAL NOE:

PREFERENTIAL ABSTENTION:

PREFERENTIAL RECUSE:

AYES:

NOES:

ABSTAINED:

RECUSE:

ABSENT:

CERTIFICATION

We hereby certify that the foregoing is a full, true and correct copy of a Resolution passed at a Regular Meeting of the Governing Board of the Oakland Unified School District held on June 24, 2020.

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By:	

OAKLAND UNIFIED SCHOOL DISTRICT

Jody London
President, Board of Education

Kyla Johnson-Trammell
Superintendent and Secretary, Board of Education