



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

Oakland Unified School District

2022-23 **DRAFT 2** Proposed Budget



Presented by Lisa Grant-Dawson, Chief Business Officer

June 22, 2022

2022-23 Proposed Budget Draft II

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Purpose

Annually, the District must adopt a budget for all funds by June 30th for the ensuing fiscal year. Prior to adoption of the budget, which is scheduled for June 29, 2022, the Governing Board must conduct a Public Hearing. Education Code §42103 requires the District to display the Proposed Budget for public view and hold a Public Hearing prior to adoption. The Public Hearing was scheduled for June 8, 2022. Additionally, The Proposed Budget will include a review of reserves in compliance with Education Code §42127(a)(2)(B). The 2022-23 Budget is developed for all funds and establishes expenditure authority for the district in the ensuing year.

Summary Budget Assumptions

OUSD 2021-25 Budget Assumptions -Draft Budget					
Year	2021-22	2022-23 @ 3rd Interim	2022-23 May Revise	2023-24	2024-25
Cost of Living Adjustment (COLA)	5.07%	5.33%	6.56%	5.38%	4.02%
Statutory COLA	1.70%	5.33%			
Compounded COLA (Special Education and Community Colleges Only)	4.05%				
Enrollment	33,457	33,208	33,208	33,058	33,058
Attendance Used for Funding (Prior Year)	33,911				
Attendance (ADA)	33,911	30,225	30,225	29,753	29,753
Enrollment to ADA % *	101%	91%	91%	90%	90%
Unduplicated Pupil Count	77.40%	79.22%	78.53%	80.46%	81.43%
Salary and Negotiated Increases Adjusted - OEA	2.5%	\$1000/Cell	\$1000/Cell		
Salary and Negotiated Increases BCTC, UAOS, TEAMSTERS, MgtConf		6%	6%		
Salary and Negotiated Increases - SEIU		6%	6%	2.25%	
Step & Column	1.3%	1.3%	1.3%	1.3%	1.3%
Health Benefit Assumptions **		11.0%	11.0%	8.5%	3.0%
Mandatories & Benefits - Certificated	5.63%	5.63%	5.6%	5.03%	5.03%
Mandatories & Benefits - Classified	11.83%	11.83%	11.8%	11.23%	11.23%
State Teachers Retirement System	16.92%	19.10%	19.10%	19.10%	19.10%
California Public Retirement System	22.91%	25.37%	25.37%	24.60%	23.70%
Total Mandatories & Benefits Certificated	22.55%	24.73%	24.7%	24.13%	24.13%
Total Mandatories & Benefits Classified	34.74%	37.20%	37.2%	35.83%	34.93%

* Note: 2021-22 The District is using the higher of its current or prior year ADA as provided by Education CDE 42238.05, which is currently 2019-20 at 33,911. In 2022-23, the Enrollment is projected as shown on the chart, but the actual ADA projection at 90% is 29,752. The District is using the higher ADA from 2021-22.

** 2022-23 Projected Increase for Kaiser which is the primary benefit selection for the majority of employees. 2023-24 Rate Adjusted at Third Interim

Current Status of Budget Development

- The District is completing the budget development and reconciliation process for all funds with additional revisions, input, resolutions, and plans covering:
 - Local Control Funding Formula (LCFF) Revisions and other revised projections as of May Revise
 - Local Control Accountability Plan Investments
 - One Time COVID Investments
 - ***Final Installment – AB1840***
 - Include Labor Agreements approved April 30, 2022
 - State Budget Adopted June 13, 2022 – Details forthcoming as budget is finalized

Current Status of Budget Development

- Complete 2022-23 Budget Reduction target implementation and identify gaps/surplus to \$40M in reductions
- Review and present new or modified material requests for budget consideration to the Board
- Complete review of all position and revenue projections to calculate ending fund balance
- Complete all required reports for final budget submission and approval

2022-23 Draft Budget Fund Balance Summary

	Unrestricted	Restricted	Total Fund
A. Revenues			
5) Total Revenues	\$ 418,926,907	\$ 282,482,176	\$ 701,409,083
B. Expenditures			
9) Total Expenditures	<u>\$ 350,372,662</u>	<u>\$ 395,494,817</u>	<u>\$ 745,867,479</u>
C. Excess (Deficiency) of Revenues Over Expenditures	\$ 68,554,245	\$ (113,012,641)	\$ (44,458,396)
D. Other Financing Sources/Uses			
4) Total, Other Financing Sources/Uses	<u>\$ (98,757,329)</u>	<u>\$ 95,772,329</u>	<u>\$ (2,985,000)</u>
E. Net Increase (Decrease) in Fund Balance (C +D4)	\$ (30,203,084)	\$ (17,240,312)	\$ (47,443,396)
F. Fund Balance, Reserves			
1) Beginning Fund Balance			
a) Adjusted Beginning Balance (F1c + F1d)	\$ 75,366,330	\$ 133,205,886	\$ 208,572,216
b) Restricted		\$ -	
2) Ending Balance, June 30 (E + F1e)	\$ 45,163,246	\$ 115,965,574	\$ 161,128,820

Ancillary Funds Summary

<i>Fund/SACS Form</i>	<i>Revenues</i>	<i>Expenditures</i>	<i>2022-23 Beginning Fund Balance</i>	<i>2022-23 Ending Balance</i>
Fund 01 - General Fund - Unrestricted	\$ 418,926,907	\$ 449,129,991	\$ 75,366,330	\$ 45,163,246
Fund 01 - General Fund - Restricted	\$ 282,482,176	\$ 299,722,488	\$ 133,205,886	\$ 115,965,574
Fund 11 - Adult Education	\$ 3,060,187	\$ 3,587,548	\$ 1,007,468	\$ 480,107
Fund 12 - Child Development	\$ 18,148,605	\$ 18,538,557	\$ 2,337,933	\$ 1,947,981
Fund 13 - Student Nutrition	\$ 20,230,806	\$ 27,930,407	\$ 22,948,501	\$ 15,248,900
Fund 14 - Deferred Maintenance	\$ 3,015,000	\$ 5,000,000	\$ 2,329,524	\$ 344,524
Fund 21 - Building Fund	\$ 586,618	\$ 103,970,839	\$ 159,136,944	\$ 55,752,723
Fund 25 - Capital Facilities Fund	\$ 70,000	\$ 4,500,000	\$ 10,014,000	\$ 5,584,000
Fund 35 - County Schools Facility Fund	\$ 80,000	\$ 2,500,000	\$ 5,034,400	\$ 2,614,400
Fund 40 - Special Reserve Fund for Capital Outlay	\$ 6,000	\$ -	\$ 332,639	\$ 338,639
Fund 51 - Bond Interest and Redemption Fund	\$ 97,940,790	\$ 94,581,475	\$ 127,367,928	\$ 130,727,243
Fund 67 - Self Insurance Fund	\$ 17,850,765	\$ 24,687,042	\$ 17,232,456	\$ 10,396,179
Total All Ancillary Funds	\$ 862,397,854	\$ 1,034,148,347	\$ 556,314,009	\$ 384,563,516

Projected COVID Investments 2022-23

2022-23		
Program	ProgDesc	SUM of TotalAmt
20	One-Time Community Positions	\$4,306,997.24
25	One-Time Mental Health	\$959,047.35
30	One-Time Targeted Tutoring	\$1,193,290.08
35	One-Time TK-2 Reading Tutors	\$1,874,178.81
40	One-Time Reading Acceleration	\$5,322,838.13
45	One-Time Restorative Justice	\$1,160,735.06
50	One-Time Attendance Case Mgmt	\$971,236.89
55	One-Time Parent/Teacher Home Visits	\$93,809.56
60	One-Time Professional Learning	\$202,901.83
65	One-Time Enrollment Stabilization	\$89,235.63
66	One-Time Public Health & Safety	\$10,341,246.26
68	One-Time Management, Response and Preparedness (COVID)	\$4,244,570.65
70	One-Time Education Technology	\$17,662,573.04
72	One-Time Technology Support Staff	\$578,754.87
73	One-Time Foster Youth Case Mangement	\$224,835.85
74	One-Time Family Engagement	\$120,299.50
77	One-Time Nutrition Services Bridge	\$35,633.19
78	One-Time Credit Recovery	\$674,550.95
80	Black Reparations	\$1,000,000.00
1000	Instruction (general)	\$4,310,673.62
1110	General Education, K-12	\$91,521.72
1169	ELD - English Language Development	\$100,000.61
1211	Integrated Support	\$493,965.67
1528	Community Schools Partnerships	\$1,531,986.51
2236	Blueprint Transition cohort 2	\$1,302,366.56
6352	One Time COVID Funding YR 2	\$552,831.39
9060	Hr Recruitment	\$895,590.85
9795	Negotiations & Labor Relations	\$115,590.27
9800	Food Service	\$364,706.35
Grand Total		\$60,849,816.90

LCFF as of Second Interim

Excludes January Budget COLA Projection

Oakland Unified (61259) - 2021-22 Second Interim							v.22.2b
LOCAL CONTROL FUNDING FORMULA							2022-23
LCFF ENTITLEMENT CALCULATION							
Calculation Factors	COLA & Augmentation		Base Grant Proration	Unduplicated Pupil Percentage			
	ADA	Base	Grade Span	Supplemental	Concentration	Total	
		2.48%	0.00%	79.14%	79.14%		
Grades TK-3	10,482.15	\$ 8,294	\$ 863	\$ 1,449	\$ 1,437	\$ 126,238,578	
Grades 4-6	7,252.15	8,419		1,333	1,321	80,300,035	
Grades 7-8	4,118.97	8,668		1,372	1,360	46,956,494	
Grades 9-12	8,464.95	10,045	261	1,631	1,617	114,736,857	
Subtract Necessary Small School ADA and Funding	-	-	-			-	
Total Base, Supplemental, and Concentration Grant		\$ 268,728,407	\$ 11,255,447	\$ 44,315,845	\$ 43,932,265	\$ 368,231,964	
NSS Allowance						-	
TOTAL BASE	30,318.21	\$ 268,728,407	\$ 11,255,447	\$ 44,315,845	\$ 43,932,265	\$ 368,231,964	
ADD ONS:							
Targeted Instructional Improvement Block Grant						\$ 10,094,682	
Home-to-School Transportation						5,724,962	
Small School District Bus Replacement Program						-	
ECONOMIC RECOVERY TARGET PAYMENT						-	
LCFF ENTITLEMENT						\$ 384,051,608	
STATE AID CALCULATION							

Change in LCFF as of May Revise – +\$9.7M

Oakland Unified (61259) - 2022-23 Draft Budget		5/31/2022					v.23.1a
LOCAL CONTROL FUNDING FORMULA							2022-23
LCFF ENTITLEMENT CALCULATION							
Calculation Factors		COLA & Augmentation	Base Grant Proration	Unduplicated Pupil Percentage			
		6.56%	0.00%	78.53%	78.53%		
		ADA	Base	Grade Span	Supplemental	Concentration	Total
Grades TK-3		10,600.85	\$ 8,624	\$ 897	\$ 1,495	\$ 1,456	\$ 132,219,707
Grades 4-6		7,174.76	8,754		1,375	1,339	82,278,566
Grades 7-8		4,074.88	9,013		1,416	1,378	48,112,406
Grades 9-12		8,375.06	10,445	272	1,683	1,639	117,580,207
Subtract Necessary Small School ADA and Funding		-	-	-	-	-	-
Total Base, Supplemental, and Concentration Grant			\$ 278,433,964	\$ 11,786,979	\$ 45,582,101	\$ 44,387,842	\$ 380,190,886
NSS Allowance							-
TOTAL BASE		30,225.55	\$ 278,433,964	\$ 11,786,979	\$ 45,582,101	\$ 44,387,842	\$ 380,190,886
ADD ONS:							
Targeted Instructional Improvement Block Grant							\$ 10,094,682
Home-to-School Transportation							5,724,962
Small School District Bus Replacement Program							-
ECONOMIC RECOVERY TARGET PAYMENT							-
LCFF ENTITLEMENT							\$ 396,010,530

LCFF What If 4% ADA - +\$11M

Oakland Unified (61259) - 2022-23 Draft Budget - What if ADA Increase		5/31/2022		v.23.1a		
LOCAL CONTROL FUNDING FORMULA				2022-23		
LCFF ENTITLEMENT CALCULATION						
Calculation Factors	COLA & Augmentation	6.56%	Base Grant Proration	0.00%	Unduplicated Pupil Percentage	78.53% 78.53%
	ADA	Base	Grade Span	Supplemental	Concentration	Total
Grades TK-3	11,014.41	\$ 8,624	\$ 897	\$ 1,495	\$ 1,456	\$ 137,377,882
Grades 4-6	7,454.40	8,754		1,375	1,339	85,485,467
Grades 7-8	4,233.37	9,013		1,416	1,378	49,983,724
Grades 9-12	8,698.82	10,445	272	1,683	1,639	122,125,614
Subtract Necessary Small School ADA and Funding	-	-	-	-	-	-
Total Base, Supplemental, and Concentration Grant		\$ 289,258,710	\$ 12,246,008	\$ 47,354,330	\$ 46,113,639	\$ 394,972,687
NSS Allowance		-				-
TOTAL BASE	31,401.01	\$ 289,258,710	\$ 12,246,008	\$ 47,354,330	\$ 46,113,639	\$ 394,972,687
ADD ONS:						
Targeted Instructional Improvement Block Grant						\$10,094,682
Home-to-School Transportation						5,724,962
Small School District Bus Replacement Program						-
ECONOMIC RECOVERY TARGET PAYMENT						-
LCFF ENTITLEMENT						\$ 410,792,331

LCAP & Budget Draft Timelines

- Local Control Accountability Plan
 - Draft I - 5/9/22 – Governing Board
 - Presented/Provided to PSAC, Governing Board, & Posted on LCAP Website
 - Draft II – 6/3/22 for 6/8 Public Hearing
 - Adoption - 6/29/22
- 2022-23 Budget
 - Draft I – 6/3/22 for 6/8/22 Public Hearing
 - **Draft II – 6/22/22 Governing Board Meeting**
 - Adoption 6/29/22
 - *Note: June Budget and Finance Committee Meeting date not set as of the date of this publication, but Draft I or II will likely be added.*

Next Steps

- Complete LCAP and Budget Development and reconciliation for June 29, 2022 Budget Adoption
- June 8, 2022 – LCAP & Budget Public Hearing
- **June 22, 2022 – Budget Draft II**
- June 29, 2022 – LCAP & Budget Adoption



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Questions?



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