



OAKLAND UNIFIED
SCHOOL DISTRICT
Community Schools, Thriving Students

2024-25 Third Interim Presentation



Presented by Lisa Grant-Dawson, Chief Business Officer

Board of Education Meeting, June 4, 2025

Ask of the Board

- Review the 2024-25 Third 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 Third Interim

Third Interim Report

Third Interim Outline

I. Overview & Summary of Assumptions

II. Third 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 31st | *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]

Third Interim Assumptions

| OUSD 2023-27 Budget Assumptions - Third Interim | | | | |
|---|---------------|---------------|---------------|---------------|
| Category | 2023-24 | 2024-25 | 2025-26 | 2026-27 |
| Cost of Living Adjustment (COLA) | 8.22% | 1.07% | 2.43% | 3.52% |
| Enrollment | 33,873 | 33,835 | 33,655 | 33,496 |
| Attendance Used for Funding (Highest Year or Average) | 31,921 | 30,765 | 30,563 | 30,582 |
| Attendance (ADA) | 30,253 | 30,764 | 30,563 | 30,419 |
| Enrollment to ADA % | 89.31% | 90.92% | 90.81% | 90.81% |
| Unduplicated Pupil Count | 80.09% | 81.41% | 82.40% | 82.65% |
| Salary and Negotiated Increases Adjusted - OEA | | | | |
| Salary and Negotiated Increases - BCTC | \$596K | \$1.1M | \$1.28M | |
| 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 | \$115.3 | \$118.3 | \$120.9 |
| Routine Restricted Maintenance Contribution | | \$25.3 | \$25.9 | \$24.1 |
| Health Benefit Assumptions * | 13.0% | 10.25% | 5.10% | 4.50% |
| MYP change in Health Benefit Cost - Gen Fund Combined | \$14.8M | \$4M | \$6.9M | |
| Mandatories & Benefits - Certificated | 5.03% | 5.03% | 5.14% | 5.14% |
| Mandatories & Benefits - Classified | 11.23% | 11.23% | 11.34% | 11.34% |
| State Teachers Retirement System | 19.10% | 19.10% | 19.10% | 19.10% |
| California Public Retirement System | 28.10% | 27.05% | 27.40% | 27.50% |
| Total Mandatories & Benefits Certificated | 24.13% | 24.13% | 24.24% | 24.24% |
| Total Mandatories & Benefits Classified | 39.33% | 38.28% | 38.74% | 38.84% |

Unpacking the Unrestricted General Fund

Fiscal27a

Fund / Resource Transaction Summary

| As of 04/30/2025 | | Fiscal Year 2024/25 Budget | | | |
|------------------------------------|-----------------------|----------------------------|-----------------------|-----------------------|----------------------|
| Resource | Beginning Balance | Revenue Revised | Expense Revised | Net Activity | Resulting Balance |
| Fund 010 - General Fund | | | | | |
| 0000 General Purpose-unrestricted | 63,370,306.29 | 198,078,646.66 | 239,603,002.59 | 41,524,355.93- | 21,845,950.36 |
| 0002 Unrestricted Supplemental | .00 | 18,506,475.00 | 18,506,475.00 | .00 | .00 |
| 0004 Central Concentration | .00 | 47,453,505.88 | 47,453,505.88 | .00 | .00 |
| 0005 Central Supplemental | .00 | 35,484,453.56 | 35,484,453.56 | .00 | .00 |
| 0006 S&C Carryover | 30,657,672.17 | 13,153,211.56 | 22,452,370.92 | 9,299,159.36- | 21,358,512.81 |
| 0007 One-time Addtl Budget | 6,455,967.26 | 16,209.95 | 4,859,960.97 | 4,843,751.02- | 1,612,216.24 |
| 0020 Home & Hospital | .00 | 637,089.91 | 637,089.91 | .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 | 4,505,321.22 | 5,502,678.78 | 10,333,877.29 |
| 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 | 462,743.42 | 462,743.42 | .00 | .00 |
| 0072 Shands & Tilden Ground Leases | .00 | 208,713.80 | .00 | 208,713.80 | 208,713.80 |
| 0095 Charter School Admin Office | .00 | 1,486,865.00 | 1,486,865.00 | .00 | .00 |
| 0100 Release Time Subs | .00 | 82,628.95 | 82,628.95 | .00 | .00 |
| 0120 BlackThrivingCommunity | 1,622,513.34 | .00 | 541,029.47 | 541,029.47- | 1,081,483.87 |
| 0710 LCFF TK Funding | .00 | 3,077,708.00 | 2,528,176.41 | 549,531.59 | 549,531.59 |
| 0720 Unrestricted Transportation | .00 | 16,994,443.37 | 16,994,443.37 | .00 | .00 |
| 0940 BOE Initiatives | .00 | 30,891.69 | 30,891.69 | .00 | .00 |
| 1100 State Lottery | 278,959.79 | 7,358,719.64 | 7,358,719.64 | .00 | 278,959.79 |
| 1400 Prop 30 Education Protect Act | .00 | 45,465,623.00 | 45,465,623.00 | .00 | .00 |
| Total for Org | 117,224,617.36 | 389,343,799.86 | 449,299,171.47 | 59,955,371.61- | 57,269,245.75 |

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 Third Interim: \$59,955,371.60

~~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 3I | \$21,845,950 |

- Reduced revenue projections and higher levels of spending continue to strain the base. This means, we are paying for our 3% reserve \$28.3M 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 Third Interim

2024-25 Third Interim Budget

| | Unrestricted | Restricted | Total Fund |
|---|----------------------|-----------------------|-----------------------|
| A. Revenues | | | |
| 5) Total Revenues | \$ 511,672,245 | \$ 332,103,339 | \$ 843,775,584 |
| 9) Total Expenditures | | | |
| | \$ 446,299,171 | \$ 494,043,100 | \$ 940,342,271 |
| C. Excess (Deficiency) of Revenues Over Expenditures | \$ 65,373,073 | \$ (161,939,761) | \$ (96,566,687) |
| D. Other Financing Sources/Uses | | | |
| 4) Total, Other Financing Sources/Uses | \$ (125,328,445) | \$ 122,343,445 | \$ (2,985,000) |
| E. Net Increase (Decrease) in Fund Balance (C + D4) | \$ (59,955,372) | \$ (39,596,316) | \$ (99,551,687) |
| F. Fund Balance, Reserves | | | |
| 1) Beginning Fund Balance | | | |
| a) Adjusted Beginning Balance (F1c + F1d) | \$ 118,160,823 | \$ 190,827,687 | \$ 308,988,511 |
| b) Restricted | \$ (936,206) | \$ - | |
| 2) Ending Balance, June 30 (E + F1e) | \$ 57,269,246 | \$ 151,231,371 | \$ 208,500,617 |
| Restricted Reserve | \$150,000 | \$ 151,231,371 | \$ 151,381,371 |
| Other Assignments | \$10,750,564 | \$0 | \$10,750,564 |
| Reserve for Economic Uncertainty | \$28,299,818 | | \$28,299,818 |
| Unassigned Unappropriated | \$ 18,068,864 | \$ 151,231,371 | \$ 18,068,864 |

Fund 01 - Unrestricted FY 2024-25 Third Interim

2024-25 Second Interim vs 2024-25 Third Interim UnRestricted Fund Balance Summary

| | Second Interim | Third Interim | Second Interim v Third Interim |
|---|----------------------|----------------------|-----------------------------------|
| A. Revenues | | | |
| 5) Total Revenues | \$ 510,068,070 | \$ 511,672,245 | \$ 1,604,174 |
| B. Expenditures | | | |
| 9) Total Expenditures | \$ 452,326,355 | \$ 446,299,171 | \$ (6,027,184) |
| C. Excess (Deficiency) of Revenues Over Expenditures | \$ 57,741,715 | \$ 65,373,073 | \$ 7,631,358 |
| D. Other Financing Sources/Uses | | | |
| 4) Total, Other Financing Sources/Uses | \$ (127,292,903) | \$ (125,328,445) | \$ 1,964,458 |
| E. Net Increase (Decrease) in Fund Balance (C + D4) | \$ (69,551,188) | \$ (59,955,372) | \$ 9,595,816 |
| 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) | \$ 48,609,635 | \$ 58,205,452 | \$ 9,595,816 |

Fund 01 - Restricted FY 2024-25 Third Interim

2024-25 Second Interim vs 2024-25 Third Interim Restricted Fund Balance Summary

| | Second Interim | Third Interim | Second Interim v Third Interim |
|---|------------------|------------------|-----------------------------------|
| A. Revenues | | | |
| 5) Total Revenues | \$ 326,792,604 | \$ 332,103,339 | \$ 5,310,735 |
| B. Expenditures | | | |
| 9) Total Expenditures | \$ 487,982,567 | \$ 494,043,100 | \$ 6,060,533 |
| C. Excess (Deficiency) of Revenues Over Expenditures | \$ (161,189,963) | \$ (161,939,761) | \$ (749,798) |
| D. Other Financing Sources/Uses | | | |
| 4) Total, Other Financing Sources/Uses | \$ 124,292,903 | \$ 122,343,445 | \$ (1,949,458) |
| E. Net Increase (Decrease) in Fund Balance (C + D4) | \$ (36,897,060) | \$ (39,596,316) | \$ (2,699,256) |
| F. Fund Balance, Reserves | | | |
| 1) Beginning Fund Balance | | | |
| a) Adjusted Beginning Balance (F1c + F1d) | \$ 190,705,809 | \$ 190,827,687 | \$ 121,878 |
| b) Restricted | | | |
| 2) Ending Balance, June 30 (E + F1e) | \$ 153,808,749 | \$ 151,231,371 | \$ (2,577,378) |


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

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

| | Third Interim |
|-------------------------|---------------|
| Beginning Fund Balance* | \$117,224,617 |
| Ending Fund Balance | \$57,269,245 |

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

| | Third Interim |
|--------------------------------|-----------------------|
| Revenues | \$511,672,245 |
| Expenditures | \$446,299,171 |
| Net Contributions/Transfers | \$125,328,445 |
| Net Increase (Decrease) | (\$59,955,372) |



At Third Interim, we expect to end the year with a \$59.9M **decrease** in the Unrestricted General Fund Balance.

- Includes \$936K Audit Adjustment

Material Changes in Unrestricted General Fund Projections since Second Interim

Revenues (Unrestricted) - \$1.6M Increase

- Other State Revenue increase of \$1M
 - \$1M Increase in Resource 1100 Lottery

Expenditures (Unrestricted) - \$6M decrease

- Reduction in Salaries and Benefits of \$2M
 - Reduction in Teacher Salaries, Resource 0000, Base \$3M
 - Reduction in Teacher Stipends, Resource 0006 S & C Carryover \$3M
 - Increase in Certificated Substitutes, \$5.8M
 - Reduction in Benefits \$1.3M
- Reduction in Books and Supplies \$5.4M
 - Reduction in Object 4100 Textbooks, Reduction of \$3.6M, Res 0006 S & C Carryover
 - Reduction in Object 4315 Computer Supplies, \$1M, Res 0000
 - Reduction in Object 4394 Reserve, Budget Development, Res 0000 \$1M
- Increase in Object 7439 Other Debt Service Principal - Budget revised to project TWO state loan payments to finalize the state loan.

Reduction in Special Education Contributions - \$1.9M


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

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

| | Third Interim |
|------------------------|---------------|
| Beginning Fund Balance | \$190,827,687 |
| Ending Fund Balance | \$151,231,371 |

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

| | Third Interim |
|-----------------------------|----------------|
| Revenues | \$332,103,339 |
| Expenditures | \$494,043,100 |
| Net Contributions/Transfers | \$122,343,445 |
| Net Increase (Decrease) | (\$36,596,316) |



At Third Interim, we expect to end the year with a **decrease** in the Restricted General Fund Balance of **\$36.6M**

Material Changes in Restricted General Fund Projections since Budget Adoption

Revenues (Unrestricted) - \$5.3M Increase

- Increase in Title I, Resource 3010 Projected Revenue, \$4.7M to align to increase in expenditure projection
- Other State Revenue
 - Golden State Pathways Grant Award (Res 6383) - \$11.8M
 - LEA Medical Projected Revenue increase \$7.6M Res 9040

Expenditures (Unrestricted) - \$6M Increase

- Reduction in Salaries and Benefits \$2.1M
- Reduction in Books and Supplies \$1.6M
 - Object 4100 Textbooks, \$1.9M reduction
- Increase in Services and Operating Expenditures \$8.6M
 - Object 5824 Non Public Agency Contracts 3.8M Increase, Res 6500 Special Education
 - Object 5825 Consultants, Res 9225 Kaiser \$1M

Unpacking the Restricted General Fund

Fiscal27a

Fund / Resource Transaction Summary

| As of 04/30/2025 | | 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 | 47,512,790.14 | 7,718,151.14- | 22,019,922.40 |
| 3010 Title I-Basic Grant Low Income | .00 | 25,648,451.28 | 25,648,451.28 | .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 | 7,609,239.00 | 7,609,239.00 | .00 | .00 |
| 3311 IDEA Private School ISPs | .00 | 403,195.00 | 403,195.00 | .00 | .00 |
| 3312 IDEA Early Intervening Svc | .00 | 1,774,824.57 | 1,774,824.57 | .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 | 1,710.00 | 1,710.00 | .00 | .00 |
| 3385 IDEA Early Intervention Grant | .00 | 205,411.00 | 205,411.00 | .00 | .00 |
| 3395 Alternative Dispute Resolution | .00 | 15,157.00 | 15,157.00 | .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 | 2,435,284.22 | 2,435,284.22 | .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 | 2,867,768.82 | 2,867,768.82 | .00 | .00 |
| 4201 Title III Immigrant Student | .00 | 375,182.00 | 375,182.00 | .00 | .00 |
| 4203 Title III EL Student Prog | .00 | 2,252,977.46 | 2,252,977.46 | .00 | .00 |
| 4510 Indian Education | .00 | 47,209.00 | 47,209.00 | .00 | .00 |
| 5630 Homeless Children & Youth | .00 | 104,059.60 | 104,059.60 | .00 | .00 |
| 5634 Homeless Children & Youth II | .00 | 57,106.62 | 57,106.62 | .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

165+ Resources in the Restricted General Fund

Full Resource Report by Fund Included in the Third Interim Packet

Ancillary Funds

OUSD 2024-25 Third 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 | \$ 511,672,244.63 | \$ 571,627,616.23 | \$ (59,955,371.60) | \$ 117,224,617.36 | \$ 57,269,245.76 |
| Fund 01 - General Fund - Restricted | \$ 454,446,783.99 | \$ 494,043,099.76 | \$ (39,596,315.77) | \$ 190,827,687.20 | \$ 151,231,371.43 |
| Fund 11 - Adult Education | \$ 3,575,985.14 | \$ 3,891,175.26 | \$ (315,190.12) | \$ 609,083.25 | \$ 293,893.13 |
| Fund 12 - Child Development | \$ 40,198,840.15 | \$ 38,557,595.39 | \$ 1,641,244.76 | \$ 17,012,963.34 | \$ 18,654,208.10 |
| Fund 13 - Student Nutrition | \$ 31,934,631.31 | \$ 43,182,761.85 | \$ (11,248,130.54) | \$ 42,987,167.19 | \$ 31,739,036.65 |
| Fund 14 - Deferred Maintenance | \$ 3,188,781.35 | \$ 7,289,069.27 | \$ (4,100,287.92) | \$ 5,029,729.58 | \$ 929,441.66 |
| Fund 21 - Building Fund | \$ 11,303,011.80 | \$ 119,336,675.61 | \$ (108,033,663.81) | \$ 282,465,139.58 | \$ 174,431,475.77 |
| Fund 25 - Capital Facilities Fund | \$ 2,805,693.43 | \$ 6,064,693.51 | \$ (3,259,000.08) | \$ 21,768,240.86 | \$ 18,509,240.78 |
| Fund 35 - County Schools Facility Fund | \$ 481,102.70 | \$ 4,017,876.58 | \$ (3,536,773.88) | \$ 12,067,478.39 | \$ 8,530,704.51 |
| Fund 40 - Special Reserve Fund for Capital Outlay | \$ 279,759.44 | \$ 4,350,670.00 | \$ (4,070,910.56) | \$ 6,417,203.41 | \$ 2,346,292.85 |
| Fund 51 - Bond Interest and Redemption Fund | \$ 120,611,587.00 | \$ 151,695,332.00 | \$ (31,083,745.00) | \$ 131,063,957.12 | \$ 99,980,212.12 |
| Fund 67 - Self Insurance Fund | \$ 21,397,721.00 | \$ 29,650,290.77 | \$ (8,252,569.77) | \$ 9,580,516.57 | \$ 1,327,946.80 |
| Total All Funds | \$ 1,201,896,141.94 | \$ 1,473,706,856.23 | \$ (271,810,714.29) | \$ 837,053,783.85 | \$ 565,243,069.56 |

Third 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 C).
 - 2024-25 - \$59.95M
 - Includes \$21.4M in Carryover Resource 0006
 - Annual and declining trend as carryover is used
 - 2024-25 Year has a true deficit of \$38.2M
 - 2025-26 - \$44.3M
 - \$21.6M Reduction Required to balance zero*
 - 2026-27 - \$42.6M Ending Fund Balance prior to reserves
 - \$39.3M Reduction Required to balance

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 - \$39.6M
 - 2025-26 - \$68.2M - Budget Development Shifts from Unr to Rest
 - 2026-27 - \$51M
- The Projected Ending Fund Balance is as follows
 - 2024-25 - \$151.2M
 - 2025-26 - \$83M
 - 2026-27 - \$31.9M

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

| | 2024-25 | 2025-26 | 2026-27 |
|---|----------------------|------------------------|------------------------|
| | Unrestricted | Unrestricted | Unrestricted |
| A. Revenues | | | |
| 5) Total Revenues | \$ 511,672,245 | \$ 522,872,451 | \$ 537,534,501 |
| B. Expenditures | | | |
| 9) Total Expenditures | \$ 446,299,171 | \$ 436,081,869 | \$ 445,380,986 |
| C. Excess (Deficiency) of Revenues Over Expenditures | \$ 65,373,073 | \$ 86,790,583 | \$ 92,153,515 |
| D. Other Financing Sources/Uses | | | |
| 4) Total, Other Financing Sources/Uses | \$ (125,328,445) | \$ (131,073,696) | \$ (134,466,149) |
| E. Net Increase (Decrease) in Fund Balance (C +D4) | \$ (59,955,372) | \$ (44,283,113) | \$ (42,312,635) |
| F. Fund Balance, Reserves | | | |
| 1) Beginning Fund Balance | | | |
| a) Adjusted Beginning Balance (F1c + F1d) | \$ 117,224,617 | \$ 57,269,246 | \$ 12,986,133 |
| 2) Ending Balance, June 30 (E + F1e) | \$ 57,269,246 | \$ 12,986,133 | \$ (29,326,502) |
| Restricted Reserve | \$ 150,000 | \$ 150,000 | \$ 150,000 |
| Other Assignments | \$ 10,750,564 | \$ 6,131,496 | \$ 3,197,244 |
| Reserve for Economic Uncertainty | \$ 28,299,818 | \$ 28,270,133 | \$ 28,228,506 |
| Unassigned Unappropriated | \$ 18,068,864 | \$ (21,565,496) | \$ (60,902,252) |

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 | \$ 332,103,339 | \$ 306,958,915 | \$ 310,008,204 |
| B. Expenditures | | | |
| 9) Total Expenditures | \$ 494,043,100 | \$ 503,270,890 | \$ 492,584,213 |
| C. Excess (Deficiency) of Revenues Over | \$ (161,939,761) | \$ (196,311,975) | \$ (182,576,009) |
| D. Other Financing Sources/Uses | | | |
| 4) Total, Other Financing Sources/Uses | \$ 122,343,445 | \$ 128,088,696 | \$ 131,481,149 |
| E. Net Increase (Decrease) in Fund Balance (C + D4) | \$ (39,596,316) | \$ (68,223,279) | \$ (51,094,860) |
| F. Fund Balance, Reserves | | | |
| 1) Beginning Fund Balance | | | |
| a) Adjusted Beginning Balance (F1c + F1d) | \$ 190,827,687 | \$ 151,231,371 | \$ 83,008,092 |
| 2) Ending Balance, June 30 (E + F1e) | \$ 151,231,371 | \$ 83,008,092 | \$ 31,913,232 |

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 | \$ 843,775,584 | \$ 829,831,366 | \$ 847,542,705 |
| B. Expenditures | | | |
| 9) Total Expenditures | \$ 940,342,271 | \$ 939,352,759 | \$ 937,965,200 |
| C. Excess (Deficiency) of Revenues Over | \$ (96,566,687) | \$ (109,521,392) | \$ (90,422,495) |
| D. Other Financing Sources/Uses | | | |
| 4) Total, Other Financing Sources/Uses | \$ (2,985,000) | \$ (2,985,000) | \$ (2,985,000) |
| E. Net Increase (Decrease) in Fund Balance (C + D4) | \$ (99,551,687) | \$ (112,506,392) | \$ (93,407,495) |
| F. Fund Balance, Reserves | | | |
| 1) Beginning Fund Balance | | | |
| a) Adjusted Beginning Balance (F1c + F1d) | \$ 308,052,305 | \$ 208,500,617 | \$ 95,994,225 |
| 2) Ending Balance, June 30 (E + F1e) | \$ 208,500,617 | \$ 95,994,225 | \$ 2,586,730 |

Third Interim Cash Flow - Form CASH

Beginning Cash July 1, 2024 - Fund 01 Only

- \$306,050,884

Ending Cash Projection June 30, 2025

- \$233,966,924

Ending Cash Projection June 30, 2026

- \$113,240,244

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 | ADA | Base | Grade Span | Supplemental | Concentration | Total | 3-PY Average | 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 | | |
| 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 | | |
| 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 | | |
| 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 | | |
| 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 | | |
| 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 | | |
| 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 | 889.44 | TK Add-on rate | \$ 3,077.00 | | | 2,736,807 | TK ADA | 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 | |
| Miscellaneous Adjustments | | | | | | - | | | | | | | - | |
| ADJUSTED LCFF ENTITLEMENT | | | | | | \$477,734,448 | | | | | | | \$484,732,772 | |
| Local Revenue (including RDA) | | | | | | (164,476,729) | | | | | | | (163,776,013) | |
| Gross State Aid | | | | | | \$313,257,719 | | | | | | | \$320,956,759 | |
| Education Protection Account Entitlement | | | | | | (56,307,950) | | | | | | | (58,600,935) | |
| Net State Aid | | | | | | \$256,949,769 | | | | | | | \$262,355,824 | |

Other Items of Note

LCFF Projection Multi-Year

Third 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 |

Other Items of Note

LCFF Projection Multi-Year

Third Interim

| Oakland Unified (61259) - Second Interim | | v.25.2b CY | | | | | | v.25.2b CY1 | | | | | |
|---|--|---------------------|-----------------------|----------------------|----------------------|-------------------------------|-----------------------|---------------------|-----------------------|----------------------|----------------------|-------------------------------|-----------------------|
| LOCAL CONTROL FUNDING FORMULA | | 2024-25 | | | | | | 2025-26 | | | | | |
| LCFF ENTITLEMENT CALCULATION | | | | | | | | | | | | | |
| Calculation Factors | | COLA & Augmentation | | Base Grant Proration | | Unduplicated Pupil Percentage | | COLA & Augmentation | | Base Grant Proration | | Unduplicated Pupil Percentage | |
| | | 1.07% | | 0.00% | | 81.41% | | 2.43% | | 0.00% | | 82.40% | |
| | | Current Year | | | | | | Prior Year | | | | | |
| | | ADA | Base | Grade Span | Supplemental | Concentration | Total | ADA | Base | Grade Span | Supplemental | Concentration | Total |
| Grades TK-3 | | 11,316.44 | \$ 10,025 | \$ 1,043 | \$ 1,802 | \$ 1,900 | \$ 167,144,784 | 11,316.44 | \$ 10,269 | \$ 1,068 | \$ 1,868 | \$ 2,019 | \$ 172,286,720 |
| Grades 4-6 | | 7,159.61 | 10,177 | | 1,657 | 1,747 | 97,235,049 | 7,159.60 | 10,424 | | 1,718 | 1,857 | 100,222,869 |
| Grades 7-8 | | 4,038.91 | 10,478 | | 1,706 | 1,799 | 56,475,003 | 4,038.89 | 10,733 | | 1,769 | 1,912 | 58,213,917 |
| Grades 9-12 | | 8,250.21 | 12,144 | 316 | 2,029 | 2,139 | 137,181,878 | 8,248.67 | 12,439 | 323 | 2,103 | 2,273 | 141,366,448 |
| Subtract Necessary Small School ADA and Funding | | - | - | - | - | - | - | - | - | - | - | - | - |
| Total Base, Supplemental, and Concentration Grant | | | \$ 328,820,952 | \$ 14,410,118 | \$ 55,884,883 | \$ 58,920,761 | \$ 458,036,714 | | \$ 336,794,846 | \$ 14,750,284 | \$ 57,934,637 | \$ 62,610,187 | \$ 472,089,954 |
| NSS Allowance | | | - | - | - | - | - | | - | - | - | - | - |
| TOTAL BASE | | \$0,765.17 | \$ 328,820,952 | \$ 14,410,118 | \$ 55,884,883 | \$ 58,920,761 | \$ 458,036,714 | \$0,763.60 | \$ 336,794,846 | \$ 14,750,284 | \$ 57,934,637 | \$ 62,610,187 | \$ 472,089,954 |
| 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 | | | | | | 6,414,009 |
| Small School District Bus Replacement Program (COLA added commencing 2023-24) | | | | | | | - | | | | | | - |
| Transitional Kindergarten (Commencing 2022-23) | | | | | | | - | | | | | | - |
| TK ADA | | 1,000.23 | TK Add-on rate | \$ 3,077.00 | | | 3,077,708 | TK ADA | 1,025.23 | TK Add-on rate | \$ 3,152.00 | | 3,231,525 |
| ECONOMIC RECOVERY TARGET PAYMENT | | | | | | | | | | | | | |
| LCFF Entitlement Before Adjustments | | | | | | | \$ 477,470,950 | | | | | | \$ 491,830,170 |
| Miscellaneous Adjustments | | | | | | | - | | | | | | - |
| ADJUSTED LCFF ENTITLEMENT | | | | | | | \$ 477,470,950 | | | | | | \$ 491,830,170 |
| Local Revenue (including RDA) | | | | | | | (158,470,788) | | | | | | (161,798,558) |
| Gross State Aid | | | | | | | \$ 319,000,162 | | | | | | \$ 330,031,612 |
| Education Protection Account Entitlement | | | | | | | (48,494,960) | | | | | | (49,662,752) |
| Net State Aid | | | | | | | \$ 270,505,202 | | | | | | \$ 280,368,860 |

Key Takeaways

- The District is scheduled to adopt its budget on time on June 25, 2025
- The District is scheduled to have local control by July 1, 2025
- The District must develop strategies to reduce spending as the multi-year projection continues to reflect an unaddressed deficit and declining restricted resources.

NEXT STEPS

1. Submission of Third Interim to the Alameda County Office of Education (ACOE) by June 4th
2. Distribution of Third Interim to Auditors, Financial Advisors, Bond Reporting Agencies
3. Finalize Budget Development, Implementation of Attachment C.
4. Budget and LCAP
 - Public Hearing - June 11, 2025
 - Adoption - June 25, 2025

2025 Governor's May Revise

- The “Big Three” Sources of revenue in the State are projected to be lower by \$4.8B than projected in January 2025
 - Personal income tax
 - Corporate tax
 - Sales and use taxes
 - Key Factors that impact the state budget
 - California's reliance on a small group of high income taxpayers
 - Changing Economic Policy at the Federal Level
 - Volatility in the stock market

2025 Governor's May Revise

- May Revise
 - Increase of ~ \$2.9 billion in Proposition 98 guarantee funding over the three-year period relative to the 2024 Budget Act
 - Decrease of approximately \$4.6 billion from the Governor's Budget in January.
 - COLA
 - January 2.43% > May 2.3%
 - Applies to multiple programs including Equity Multiplier, Special Education, Child Nutrition, Foster Youth, Mandate Block Grant, Adults in Correctional Facilities Program, Charter School Facility Grant Program, American Indian Education Centers, and the American Indian Early Childhood Education Program.

2025 Governor's May Revise

- May Revise proposes deferring \$1.8 billion in LCFF funding from June 2026 to July 2026.
- \$2.1M in ongoing Universal TK Funding
 - Children who turn 4 by September 1 can enroll in TK
- Expanded Learning Opportunities Program
 - Funding increased from \$4.435B to \$4.515B
 - Universal access changes from at least” 75% Unduplicated Pupils to 55%
- Retains intent to restore \$378.6M in **ONE TIME** Learning Recovery Emergency Block Grant (LREBG) through 2027-28.

California County Superintendent's Common Message

“Although the May Revision fully funds the COLA and avoids cuts to ongoing education programs, it only does so by deferring \$1.8 billion in LCFF payments from June to July of 2026. The financial impact of devastating wildfires in Southern California and federal policy and funding changes being pursued by the new federal administration bring a risk of additional state budget shortfalls in future years.”

Questions/Comments



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