



OAKLAND UNIFIED
SCHOOL DISTRICT
Community Schools, Thriving Students

2021-22 DRAFT Third Interim Report



Presented by Lisa Grant-Dawson, Chief Business Officer

Budget & Finance Meeting - May 12, 2022

Overview of Presentation

Part 1: Provide an overview of the District's DRAFT Third Interim with the General Fund 01 Summary.

Third Interim Report

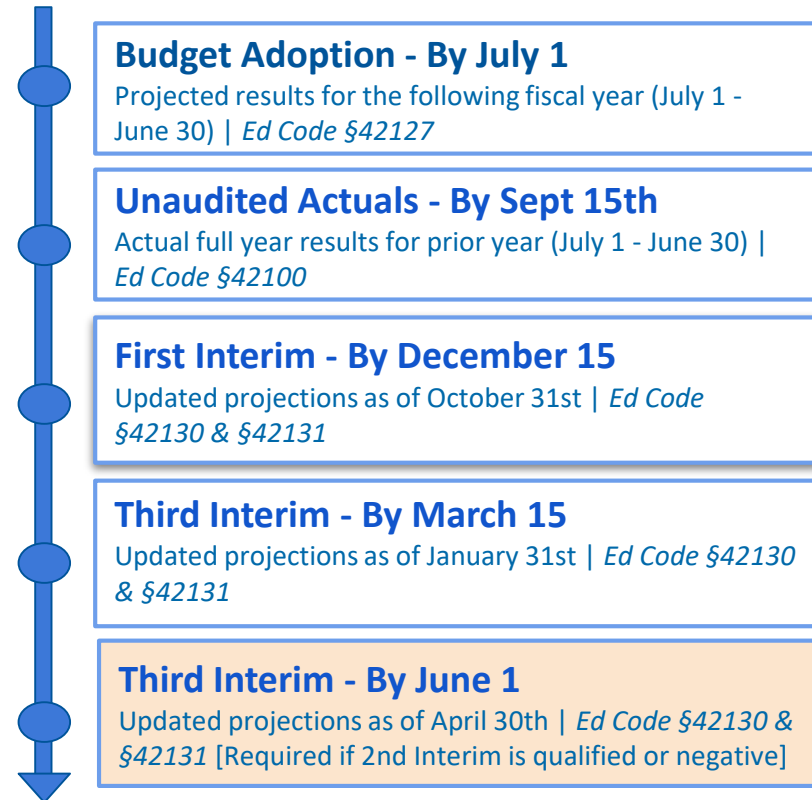
Third Interim Outline IN PROGRESS



- I. Overview & Summary of Assumptions**
- II. Third Interim - Current Year Projections**
 - A. Unrestricted General Fund Summary & Detail
 - B. Restricted General Fund Summary & Detail
 - C. Form Average Daily Attendance
- III. Multi-Year Projections (MYP) & Cash Flow**
 - A. General Fund Highlights
 - B. MYP Detail
 - C. Cash Flow
- IV. Going Forward - Key Considerations**
- V. 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.



Third Interim - Key Assumptions

OUSD 2021-22 Budget Assumptions - Third Interim			
Year	2021-22	2022-23	2023-24
Cost of Living Adjustment (COLA)	5.07%	5.33%	3.61%
Statutory COLA ***	1.70%	5.33%	3.61%
Compounded COLA (Special Education and Community Colleges Only)	4.05%		
Enrollment	33,457	33,208	30,058
Attendance Used for Funding (Prior Year)	33,911		
Attendance (ADA)	33,911	30,551	30,740
Enrollment to ADA % *	101%	92%	102%
Unduplicated Pupil Count	77.4	79.22	81.23
Salary and Negotiated Increases Adjusted - OEA	2.5%	\$1000/Cell	
Salary and Negotiated Increases BCTC, UAOS, SEIU, MgtConf		6%	
Salary and Negotiated Increases SEIU		6%	2.25%
Step & Column	1.3%	1.3%	1.3%
Health Benefit Assumptions **		11.0%	7.0%
Mandatories & Benefits - Certificated	5.63%	5.63%	5.03%
Mandatories & Benefits - Classified	11.83%	11.83%	11.23%
State Teachers Retirement System	16.92%	19.10%	19.10%
California Public Retirement System	22.91%	25.37%	25.20%
Total Mandatories & Benefits Certificated	22.55%	24.73%	24.13%
Total Mandatories & Benefits Classified	34.74%	37.20%	36.43%

* Note: 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.

** Projected Increase for Kaiser which is the primary benefit selection for the majority of employees.

*** Adjusted for 2022-23 and 2023-24 since Governor's January Proposal - At First interim was 2.48% and 3.11%

Third Interim Development

- Third Interim Period ended April 30, 2022
- Submission for this agenda is due May 4, 2021
 - Early review provides not many changes from Second Interim
 - Services and Other Operating Expenditures
 - \$11M lower than at Second Interim
 - \$6M Adjustment from technology adjusted.
 - **From Second Interim - \$6.5M Increase** in Books and Supplies due to \$6.5M increase in technology to purchase chromebooks for students from a grant award from the Emergency Connectivity Fund (ECF) for \$8.5M.
 - Added a new Resource in restricted Funding to Account for this expense and adjusted the expenditures budget down in the Unrestricted due to the reimbursement provision.

Third Interim Development

- Third Interim Period ended April 30, 2022
- Submission for this agenda is due May 4, 2021
 - \$5M adjustment due to Measure G1 2017-18 transfer that did not occur
 - Reflected in Line D.3 Contributions
 - B & F Draft Budget currently allocated as an expense in error and has been adjusted for final Third interim
 - Measure G1 Allocation Provision
 - **65% to provide raises to school site educators. The same percentage increase in salary shall apply to all school site educators; and**
 - 35% of Total Revenues to provide Middle School grants as further described in the section entitled “Education Spending Plan” above.
 - The raises were provided, but the General Fund was not reimbursed

Third Interim Development

- Raises were provided, but the General Fund was not reimbursed
- Proposal for use of One Time Resource:
 - Replenishing buildings and grounds staffing
 - 15 FTE ~\$2M
 - 1 Glazier
 - 3 Plumbers
 - 5 Gardeners
 - 3 Electricians
 - 2 Alarm Tech
 - 1 Telecommunications Tech
 - Resource covers 2 Years and gives time to build ongoing General Fund Funding by 2024-25

NEXT STEPS



1. Complete the Third Interim
2. Submission of Third Interim to the Alameda County Office of Education (ACOE) by June 1st
3. Distribution of Third Interim to Auditors, Financial Advisors, Bond Reporting Agencies
4. Continued Budget Development for 2022-23 with reductions
5. Budget/LCAP Public Hearing June 8, 2022
6. Budget/LCAP Adoption June 29, 2022