



OAKLAND UNIFIED
SCHOOL DISTRICT

Community Schools, Thriving Students

2013-2014

Revised 2nd Interim Financial Report

Wednesday, April 23, 2014

Agenda

- **Executive Summary**
- **Unrestricted General Fund Overview Comparison to Initial 2nd Interim**
- **Restricted General Fund Overview Comparison to Initial 2nd Interim**
- **Unrestricted General Fund Multi-Year Revised**
- **Restricted General Fund Multi-Year Revised**

Executive Summary



Executive Summary

➤ Preface

- April 8, 2014 OUSD received a letter from Alameda County Office of Education expressing concern for the Multi year I projections (2014-15 2015-16) made by the district after the initial submission of the 2013-14 2nd Interim Report primarily due to negative fund balances reported in restricted funds. ACOE required a complete resubmission of the 2013-14 2nd Interim Report.

➤ As the result of the concerns the following adjustments were made:

- **FY 2013-14 Reclassification**

- Local Control Funding Formula (LCFF) adjustments were made which moved unrestricted revenues to appropriate accounts (object codes) and reclassified restricted revenues and expenditures associated with LCFF to unrestricted for fiscal year 2013-14.

- **The Mutli-Year Projection (MYP)**

- The LCFF calculator was used to estimate unrestricted revenue growth in 2014-15 and 2015-16.
- Expenditure reductions should have been included in the initial MYP 2nd Interim submission in alignment with the level of funding. Thus, reductions to restricted expenditures were made to accommodate the revised level of restricted funding. As a result, the restricted and total fund balances for subsequent years changed from negative to positive.

➤ Outcome

- With the adjustments applied for the resubmission of the 2013-14 2nd Interim Report, there is no change to the 2013-14 fund balance as it remains positive.

Revised 2nd Interim Unrestricted General Fund Overview



Unrestricted General Fund Overview

Estimate for 2013-2014 Revenues and Expenses

Revised 2nd Interim vs. 2nd Interim

Unrestricted General Fund		2013-14 2nd Interim Revised	2013-14 2nd Interim	Diff	
Revenue Limit (\$ for Student Attendance-Incl LCFF)		\$ 258,955,224	\$ 191,709,567	\$ 67,245,657	1
Other Revenue		34,201,258	83,914,085	(49,712,827)	1
Transfer-In & Sources		734,067	734,067	-	
Total Revenues & Sources		a 293,890,549	276,357,719	17,532,830	
Salaries,Supplies,Services & Equipment		257,981,650	235,429,854	22,551,796	2
Other Outgo (Pass Throughs / Debt Service)		7,519,605	7,519,605	-	
Indirect Cost (Expense Offset)		(5,382,080)	(5,732,940)	350,860	2
Contributions & Transfers Out		36,320,326	41,690,152	(5,369,826)	2
Total Expenses & Uses		b 296,439,501	278,906,671	17,532,830	
Change in Fund Balance		a-b=c (2,548,952)	(2,548,952)	0	
Beginning Fund Balance		d 18,816,189	18,816,189	-	
Ending Fund Balance		c+d=e \$ 16,267,237	\$ 16,267,237	\$ 0	
1	Reclass State Rev related to LCFF funding to appropriate acct and transferred restr resources related to LCFF (mainly EIA & Home-to Schl)				
	Net Increase is \$17.5M (Same amount reduced from restricted resources)				
2	Transferred previously restricted resources related to LCFF to unrestricted. Primarily EIA & Home-to Schl Transportation				
	Note - The above adjustments have no impact on the ending fund balance				

Revised 2nd Interim Restricted General Fund Overview



Restricted General Fund Overview

Estimate for 2013-2014 Revenues and Expenses

Revised 2nd Interim vs. 2nd Interim

Restricted General Fund	2013-14 2nd Interim Revised	2013-14 2nd Interim	Diff	
Revenue Limit (\$ for Student Attendance-Incl LCFF)	\$ 9,950,123	\$ 9,950,123	\$ -	
Other Revenue	118,489,069	136,021,899	(17,532,830)	1
Transfer-In & Sources	2,093,782	2,093,782	-	
Total Revenues & Sources	130,532,974	148,065,805	(17,532,830)	
Salaries,Supplies,Services & Equipment	165,535,476	188,087,272	(22,551,796)	
Other Outgo (Pass Throughs / Debt Service)	1,164,368	1,164,368	-	
Indirect Cost (Expense Offset)	3,819,514	4,170,374	(350,860)	
Contributions & Transfers Out	(32,553,728)	(37,923,554)	5,369,826	
Total Expenses & Uses	137,965,630	155,498,460	(17,532,830)	1
Change in Fund Balance	(7,432,655)	(7,432,655)	(0)	
Beginning Fund Balance	10,315,466	10,315,466	-	
Ending Fund Balance	\$ 2,882,811	\$ 2,882,811	\$ (0)	
1 Transferred previously restricted resources related to LCFF to unrestricted. Primarily EIA & Home-to Schl Transportation				
Note - The above adjustments have no impact on the ending fund balance				

Revised 2nd Interim 2013-14 Multi-Year Projections



Unrestricted General Fund

Revised 2nd Interim

Multi-Year Projections - Revised

Unrestricted General Fund Multi-Year Projection		2013-14 Revised	2014-15 Revised	2015-16 Revised
Revenue Limit (\$ for Student Attendance-Incl LCFF)		\$ 258,955,224	\$ 284,968,658	\$ 309,687,556
Other Revenue		34,201,258	34,201,258	34,201,258
Transfer-In & Sources		734,067	734,067	734,067
Total Revenues & Sources	a	293,890,549	319,903,982	344,622,881
Salaries,Supplies,Services & Equipment		257,981,650	259,968,510	265,653,655
Other Outgo (Pass Throughs / Debt Service)		7,519,605	7,519,605	7,519,605
Indirect Cost (Expense Offset)		(5,382,080)	(5,454,921)	(5,542,672)
Contributions & Transfers Out		36,320,326	36,620,326	36,620,326
Total Expenses & Uses	b	296,439,501	298,653,520	304,250,914
Change in Fund Balance	a-b=c	(2,548,952)	21,250,462	40,371,967
Beginning Fund Balance	d	18,816,189	16,267,237	37,517,699
Ending Fund Balance	c+d=e	\$ 16,267,237	\$ 37,517,699	\$ 77,889,667

Restricted General Fund

Revised 2nd Interim

Multi-Year Projections - Revised

Restricted General Fund Multi-Year Projection		2013-14 Revised	2014-15 Revised	2015-16 Revised
Revenue Limit (\$ for Student Attendance-Incl LCFF)		\$ 9,950,123	\$ 9,950,123	\$ 9,950,123
Other Revenue		118,489,069	118,489,069	118,489,069
Transfer-In & Sources		2,093,782	2,093,782	2,093,782
Total Revenues & Sources	a	130,532,974	130,532,975	130,532,975
Salaries,Supplies,Services & Equipment		165,535,476	160,695,922	158,514,726
Other Outgo (Pass Throughs / Debt Service)		1,164,368	1,164,368	1,164,368
Indirect Cost (Expense Offset)		3,819,514	3,710,003	3,660,646
Contributions & Transfers Out		(32,553,728)	(32,553,728)	(32,553,728)
Total Expenses & Uses	b	137,965,630	133,016,565	130,786,012
Change in Fund Balance	a-b=c	(7,432,655)	(2,483,590)	(253,037)
Beginning Fund Balance	d	10,315,466	2,882,811	399,221
Ending Fund Balance	c+d=e	\$ 2,882,811	\$ 399,221	\$ 146,183