

OAKLAND UNIFIED SCHOOL DISTRICT Community Schools, Thriving Students

State of Our District Finances: Mid Year Adjustments

November 6, 2017





17-18 Mid Year Adjustments





.

K-12 Budgeting: A Moving Target

Like every District budget, **the 2017-18 budget travels a 2-year journey** from planning to implementation to reconciliation. The 1st Budget Revision adjusts for <u>new information</u> learned since budget adoption in June.

Oct – Dec 2016

- Enrollment Projections
- Review student results
- Revenue projections
- Prioritize Expenditures

Jan – Mar 2017

- State's Budget projection
- School & Dept. spending plans finalized
- Recruitment/Layoffs initiated

Jul – Sep 2017

- Closing 2016-17 books
- 2017-18 actual enrollment determined
- 2017-18 actual payroll & other spending begins

Oct – Dec 2017

- ^{1st} Budget Revision
- 1st Interim report (Dec)

Apr – Jun 2017

- Governor's revised Budget projection
- LCAP finalized/adopted
- 2017-18 Budget finalized/adopted

Jan – Sep 2018

- 2nd Interim report (Mar)
- 3rd Interim (May)
- Budget year ends (Jun)
- Closing 2017-18 books (Sep)

1st Budget Revision = Reserve Depleted

Headline: Our reserves are depleted and our revised budget projects it's getting worse.

At 2016-17 Closing of the Books in September, fund balance was depleted so we started 2017-18 with only minimum 2% reserve.

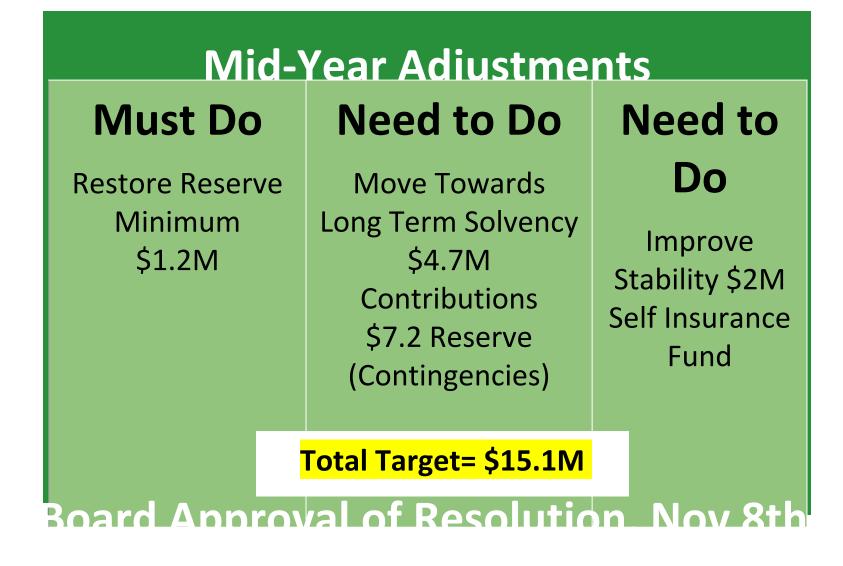
Our 1st Budget Revision adjustment projects a further reduction of fund balance to \$1.2M below the 2% requirement.

\$1.2M = Reduction required to meet reserve requirements

@OUSDnews

Þ

Our Immediate Challenge



I.org Board Finals Approval, Nov.29

www.ousd.org



We must take every possible measure to ensure that we put **Students First** by:

- Limiting the impact on school site services that directly support students
- Committing to a culture of savings and operating within our budget.

How will we ensure \$15.1M in savings

	Schools Target = \$5.6M % of Budget Reduction	Central Target = \$9.5M % of Budget Reduction & Targeted layoffs
Staff	 Implementation & Communication Plan 11/8 Principal & SSC Meeting 11/16 Options Stip Subs (45 of 98 FTE req'd) Temp Teachers (~200 FTE) Classified layoffs Donations of time (unpaid work) 	 Initial Calculations due 11/13 150 + FTE layoff True Vacancies (minus appeals) Advisory Donations of time Broader Furloughs/Donations Projections
Non-Staff & Positive Pay	OptionsBooks & SuppliesEncumbered & Balance in	 Initial Calculations due 11/13 Encumbered & Balance in Contracts
www.ousd.or	 contracts Overtime Extra-time 	 Books & Supplies Overtime Extra-time

17-18 Mid Year Adjustment Timeline

Date	Engagement	
Friday, 11/3	Advisory, Final Materials Submission for Budget & Finance Committee 11/6	
Monday 11/6	Budget & Finance Committee: Final Target (resolution) and further discussion on Mid year Adjustments	
Wednesday, 11/8	Board Meeting: approve resolution (with set target)	
Thursday, 11/16	District Budget Advisory Committee Principal PD with SSCs Special Board Meeting (retreat) 17-18 Budget Prioritization	
Wednesday, 11/29	Special Board Meeting: Final Board Approval of Budget Adjustment Resolution	
Friday 12/1	Implement All Mid Year Adjustments (all implementation completed by Jan 1)	
Wednesday	First Interim Budget Report	
12/13 w.ousd.org	🕂 🗹 🐻 🗖 @OUSDnews	

Let's Work Together



Have More Suggestions to Save Money?

www.ousd.org 🚹 🗹 🐻 🖸 @OUSDnews

EVERY STUDENT THRIVES!

SKYLINF



www.ousd.org



1000 Broadway, Suite 680, Oakland, CA 94607