

Fiscal Vitality Resolution Update

Wednesday, January 24 2018



Presented by: Kyla Johnson-Trammell, Superintendent
To: OUSD Board of Education

Fiscal Solvency Board Resolution

2017-18 Mid Year Adjustments: \$9M Target

- \$1.1M to restore the state mandated reserve
- \$4.0M for unspecified risks
- \$3.9M for specified risks

Confirming The District's Commitment To Fiscal Solvency

NOW, THEREFORE, BE IT RESOLVED that for Step 1, in order to ensure that Oakland Unified School District remains fiscally solvent, and in accordance with the conditions of approval for the District's 2017-18 Adopted Budget as required by the County Superintendent, the Board of Education is committed to the following adjustments -- totaling \$15.1 million -- to the 2017-18 school year adopted budget to support the following priorities:

- \$1.2 million to restore the reserve for economic uncertainty to the state mandated minimum.
- \$7.2 million to increase the reserve for economic uncertainty in alignment with Board policy
- \$4.7 million to increase the District's contribution to restricted programs
- \$2.0 million to begin rebuilding the Self Insurance fund; and

BE IT FURTHER RESOLVED that for Step 2, in order to ensure that Oakland Unified School District improves its fiscal condition, the Board of Education is committed to the following adjustments -- totaling \$11.2 million -- to the 2018-19 school year adopted budget to support the following priorities for 2018-19:

- \$5.2 million to continue to build the reserve for economic uncertainty in alignment with Board policy
- \$6 million to rebuild the Self-Insurance Fund back to the level at the beginning of the 2016-17 school year; and

BE IT FURTHER RESOLVED for Step 3, that the preliminary 2018-19 school year budget, be presented to the Board of Education by December 13th and includes details in how the District will meet the goals delineated in Step 2 as well as the projected increases in PERS and STRS; and

Central Office Adjustments: Contracts/Books & Supplies

Contracts= \$0.4M, Books & Supplies=\$0.5M	
Total Target: \$0.9M	Current: \$0.641M
<p>Next Steps:</p> <ul style="list-style-type: none">● Collect savings from additional sites.● Continue to look for additional savings in contract reductions.	

Central Office Adjustments: FTE Adjustments

FTE Adjustments	Target:	Current:
Position Elimination	\$0.75M	- Pending
Position Reduction	\$0.06M	- Pending
Realigned Funding Sources for FTE	\$1.35M	\$0.99M

Next Steps:

- Savings from FTE eliminations and reductions will be realized after the 60 day notice window.
- Continue to work with departments to finalize funding sources changes.

Central Office Adjustments: Donations & Furloughs

Donations & Furloughs	
Target: \$0.25M	Current: \$0.25 * <small>*Collected on a monthly basis over 6 months</small>
<p>Next Steps:</p> <ul style="list-style-type: none">● Communication to UAOS and Confidential Employees to accept additional donations by central office employees.	

Central Office Adjustments: Restricted Resources

Maximizing Restricted Resources

Target: \$1.6M

Current: Pending

Next Steps:

- Identified approximately \$1M of restricted resources and are in process of confirming the transfer of expenses to these funds is compliant.

Central Office Adjustments: Unidentified Reductions

Unidentified Reductions	
Target: \$0.4M	Current: Pending
<p>Next Steps:</p> <ul style="list-style-type: none">● Continue to inspect central office balances to see what else is available.● Look for savings above the target in other adjustment areas.	

School Site Adjustments: School Site Decisions Based on a per Pupil Amount

School Site Total Reductions

Target: \$3.8M

Current: \$2.5M

Next Steps:

- Continue to work with the Senior Deputy Chief of Continuous School Improvement to collect proposed reductions from school sites.
- Savings from FTE eliminations and reductions will be realized after the 60 day notice window.
- To the extent that site reductions exceed the target, funds will be given back to school sites with LCFF unduplicated student count of 80% or above.

Mid Year Adjustments Current Total

Projected Amount	Current Amount (work in progress to capture full target)	Adjustment
\$3.80M	\$2.50M	School Site Adjustments
\$2.10M	\$0.99M	FTE Adjustments (eliminations, reductions, funding source change)
\$1.60M	Pending	Maximize Restricted Resources
\$0.50M	\$0.64M	Books & Supplies
\$0.40M		Contracts
\$0.4M	Pending	Undesignated reduction
\$0.25M	\$0.25M	Donations & Furloughs
\$9.0M	~\$4.37M	TOTAL

: iam OUSD 



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