



**OAKLAND UNIFIED  
SCHOOL DISTRICT**

*Community Schools, Thriving Students*

# 2018-19 Third Interim Report



**Presented to the Board of Education**

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# Outline

Budget Cycle

Fiscal Goals

Assumptions

District Funding - LCFF

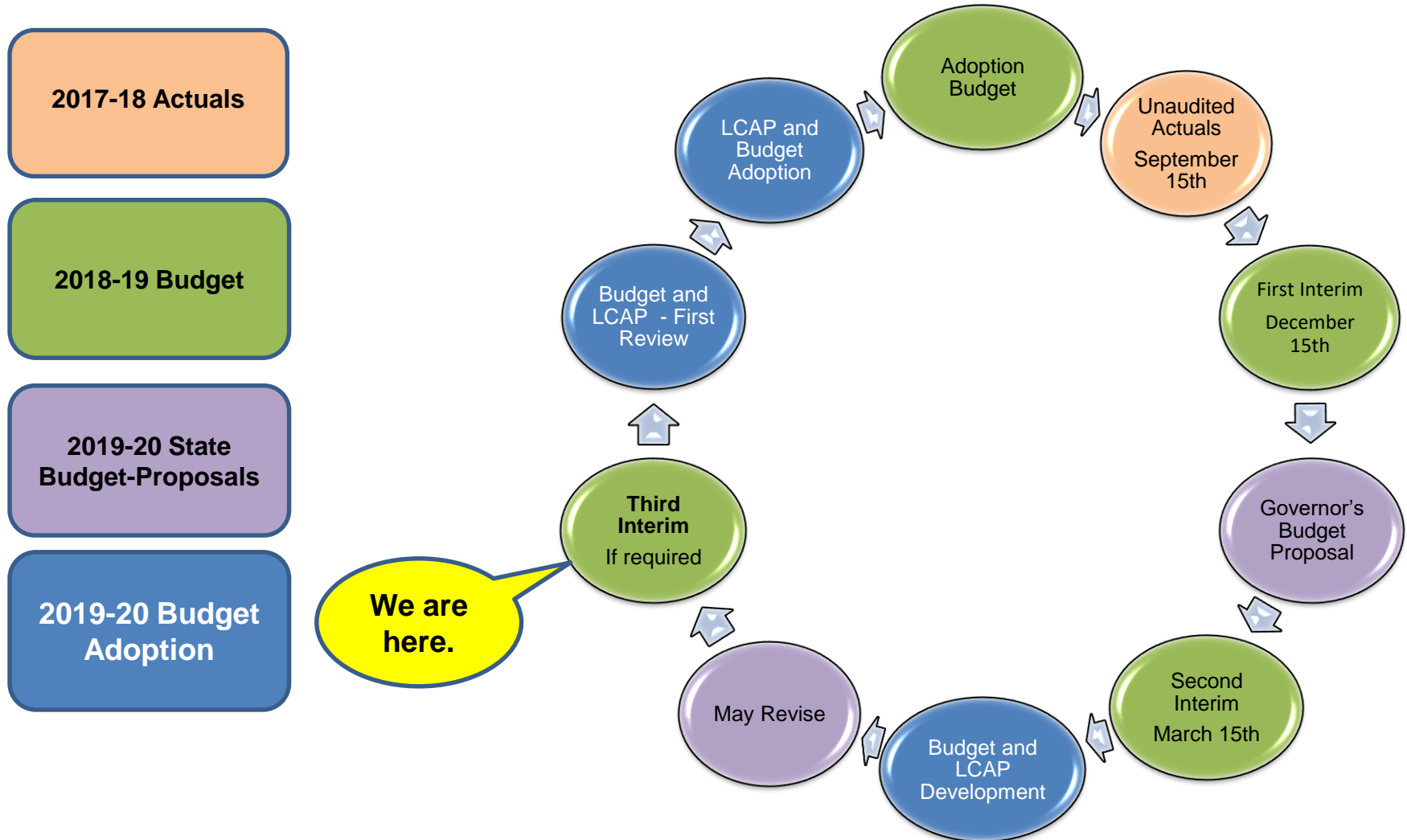
Revenues

Expenditures

MYP

Next Steps

# Budget Cycle





# Fiscal Goals

**Implement the Fiscal Vitality Plan and achieve fiscal solvency.**

**Ensure that the district is able to meet its financial commitments in the current and subsequent two fiscal years.**

**Maintain a balanced budget with expenditures not exceeding revenues.**

**Maintain a minimum reserve of 2% or more for Economic Uncertainty (Board Policy is 3%)**

# District Funding - LCFF

- **Local Control Funding Formula (LCFF)** is the **majority of district funding**.
- The official district **enrollment** is taken the first Wednesday in October, called **Information Day**.
- **Average daily attendance (ADA)** is the actual number of days a student attends school.
- The percentage of enrolled students that are eligible for free/reduced-priced meals, or are English Learners, Foster Youths and Homeless students on Information Day determine the **unduplicated count percentage (UPP)**.
- Together, the enrollment, UPP percentage and ADA determine LCFF funding.

# Assumptions

- **Revenues** for the multi-year projections based on the School Services of California budget **dartboard**.
- Projecting and updating **current year revenues and expenditures** for year end.
- Expenditures **include the negotiated settlement** for OEA for the **current** and **two subsequent fiscal years**.
- Other **board authorized reductions** are included.
- One-time revenue and expenses removed in out years.
- One-time **AB 1840** adjustment of **\$514K** included in 2019-20.

# MYP Major Assumptions

Factors for the Multi-Year Projections	Fiscal Year 2018-2019	Projection 2019-2020	Projection 2020-2021
Enrollment	36,485	35,666	35,524
Current Year P-2	32,663	34,049	33,748
LCFF ADA	34,194	34,049	34,049
Unduplicated Pupil Percentage % (Three Year Rolling Average)	76.73%	76.82%	76.69%
Statutory COLA	3.70%	3.46%	2.86%
STRS (2019/20 May Revise)	16.28%	16.70%	18.10%
PERS	18.062%	20.80%	23.50%

# MYP Major Assumptions

Factors for the Multi-Year Projections	Fiscal Year 2018-2019	Fiscal Year 2019-2020	Fiscal Year 2020-2021
One-time Mandated Cost per ADA	\$184	\$0	\$0
California Lottery Unrestricted	\$151	\$151	\$151
Restricted	\$53	\$53	\$53
AB 1840 One-Time	\$0	\$514K	\$0



# Multi - Year Projection

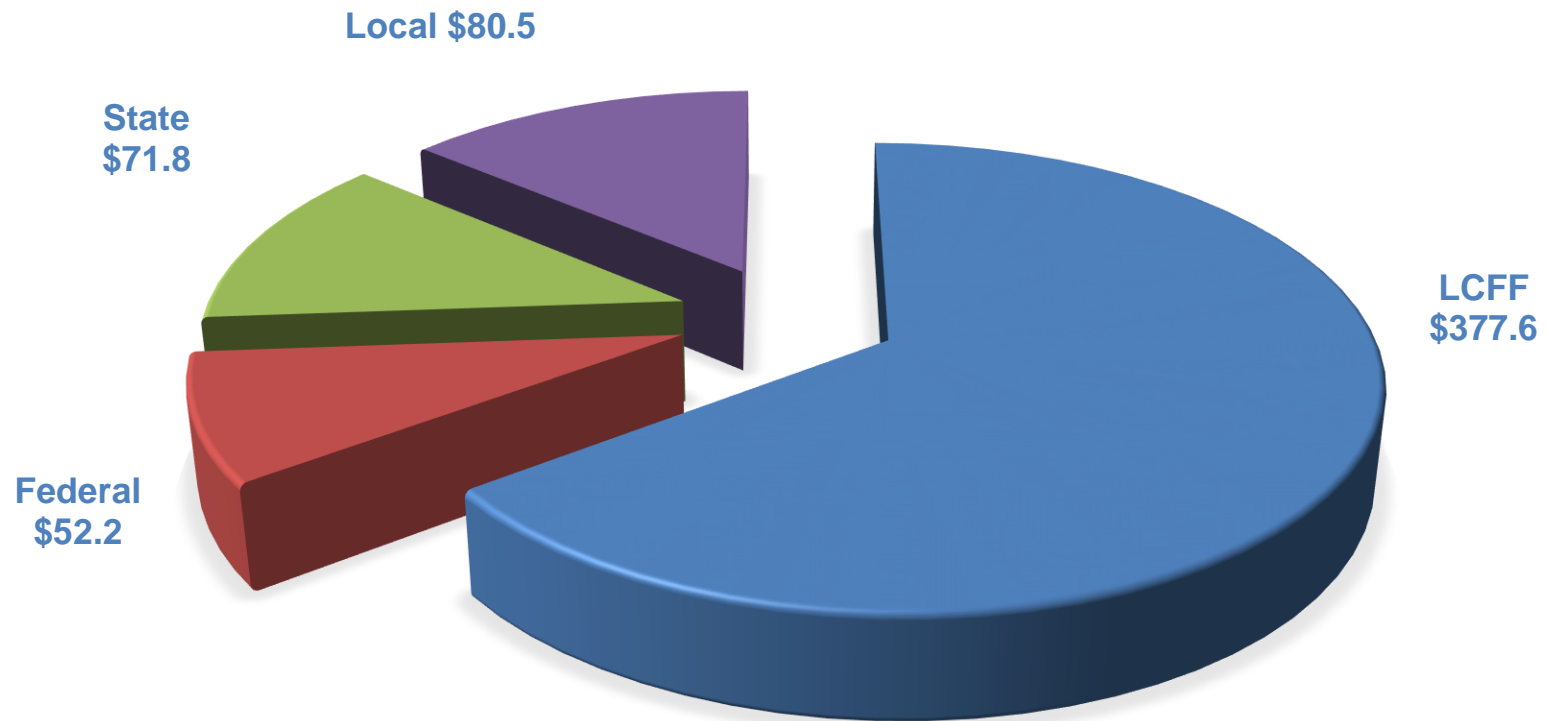
General Fund MYP Combined	2018/19 Third Interim	2019/20 Projection	2020/21 Projection
Total Revenues	\$ 582,143,039	\$ 575,727,295	\$ 582,569,641
Total Expenditures	603,170,695	569,197,270	590,642,955
Excess (Deficiency)	(21,027,656)	6,530,025	(8,073,314)
Other Financing Sources/Uses	(1,225,933)	(1,225,933)	(1,225,933)
Net Increase/(Decrease) in Fund Balance:	(22,253,589)	5,304,092	(9,299,247)
Beginning Fund Balance:	56,587,852	27,729,478	33,033,570
Audit Adjustments:	(6,604,785)	-	-
Adjusted Beginning Fund Balance:	49,983,067	27,729,478	33,033,570
Projected Ending Fund Balance:	\$ 27,729,478	\$ 33,033,570	\$ 23,734,323
Economic Reserve Percentage	2.70%	3.80%	2.74%

# MYP – General Fund

OAKLAND UNIFIED SCHOOL DISTRICT  
Multi-Year Projections  
as of FY18/19 Third Interim

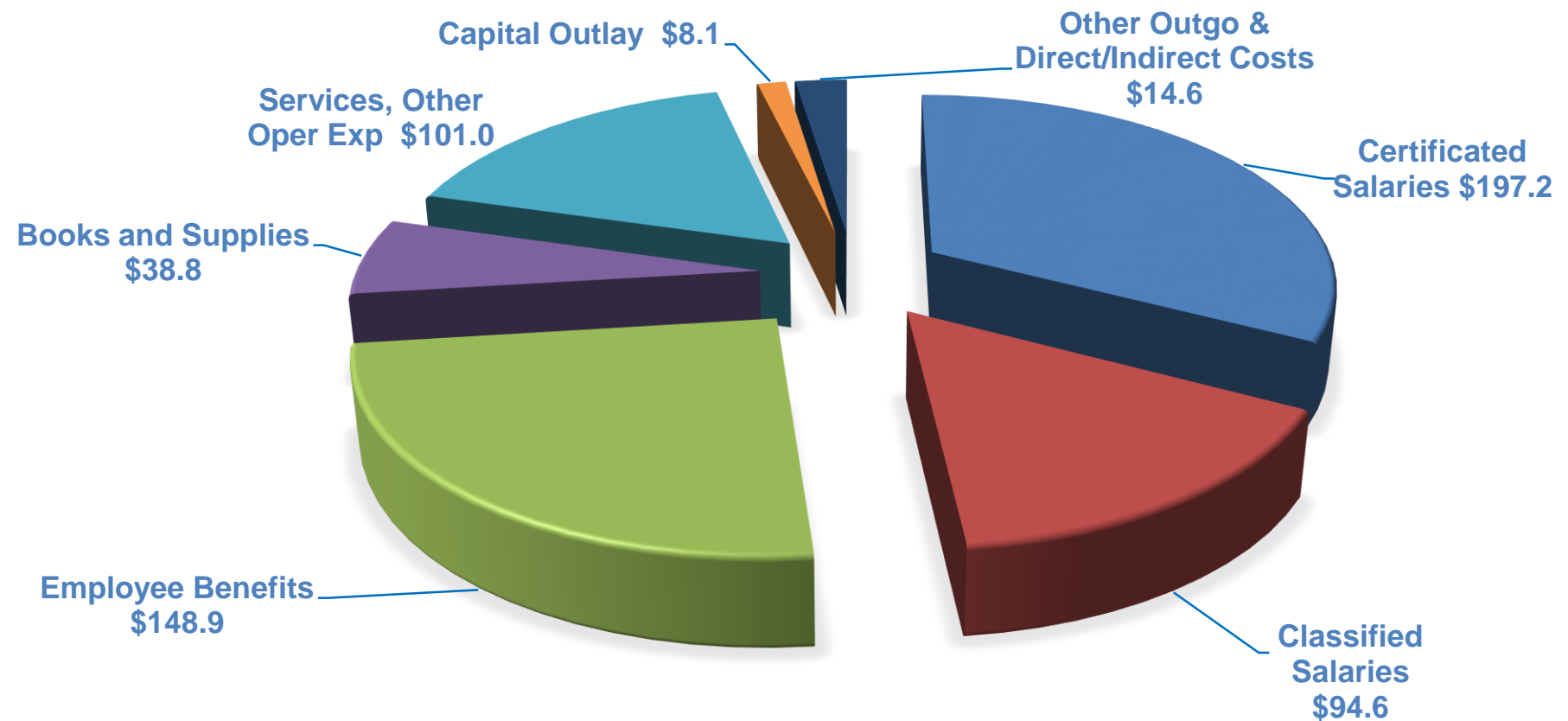
Description	2018/19 Proposed Budget			2019/20 Projection			2020/21 Projection		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
<b>REVENUE</b>									
LCFF	374,363,307	3,230,596	377,593,903	384,635,660	3,230,596	387,866,256	391,146,168	3,230,596	394,376,764
Federal	-	52,189,378	52,189,378	-	46,513,933	46,513,933	-	46,513,933	46,513,933
State	14,728,272	57,079,474	71,807,746	8,513,589	52,281,504	60,795,094	8,239,577	52,887,355	61,126,932
Local	13,801,035	66,750,977	80,552,012	13,801,035	66,750,977	80,552,012	13,801,035	66,750,977	80,552,012
<b>TOTAL REVENUE</b>	<b>402,892,614</b>	<b>179,250,425</b>	<b>582,143,039</b>	<b>406,950,284</b>	<b>168,777,010</b>	<b>575,727,295</b>	<b>413,186,780</b>	<b>169,382,861</b>	<b>582,569,641</b>
<b>EXPENDITURES</b>									
Certificated	127,030,175	70,122,111	197,152,286	139,918,694	76,873,871	216,792,565	147,933,976	80,986,729	228,920,705
Classified	57,472,585	37,120,029	94,592,614	49,284,948	37,305,629	86,590,577	49,531,373	37,492,157	87,023,530
Benefits	84,781,509	64,147,834	148,929,343	86,635,729	66,796,401	153,432,130	92,244,970	70,071,753	162,316,723
Books & Supplies	7,665,200	31,133,728	38,798,928	5,665,200	20,001,955	25,667,155	5,665,200	20,001,955	25,667,155
Services, Other Operating Expenses	36,448,118	64,569,583	101,017,701	32,665,436	64,569,583	97,235,019	32,665,436	64,569,583	97,235,019
Capital Outlay	411,051	7,675,644	8,086,695	211,051	4,675,644	4,886,695	211,051	4,675,644	4,886,695
Other Outgo	6,649,566	9,289,109	15,938,675	6,649,566	9,289,109	15,938,675	6,649,566	9,289,109	15,938,675
Direct Support/Indirect Costs	(4,006,392)	2,660,845	(1,345,547)	(4,006,392)	2,660,845	(1,345,547)	(4,006,392)	2,660,845	(1,345,547)
Other Adjustments	-	-	-	-	(30,000,000)	(30,000,000)	-	(30,000,000)	(30,000,000)
<b>TOTAL EXPENDITURES</b>	<b>316,451,812</b>	<b>286,718,883</b>	<b>603,170,695</b>	<b>317,024,232</b>	<b>252,173,037</b>	<b>569,197,270</b>	<b>330,895,180</b>	<b>259,747,775</b>	<b>590,642,955</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>86,440,802</b>	<b>(107,468,458)</b>	<b>(21,027,656)</b>	<b>89,926,052</b>	<b>(83,396,027)</b>	<b>6,530,025</b>	<b>82,291,600</b>	<b>(90,364,914)</b>	<b>(8,073,314)</b>
<b>OTHER FINANCING SOURCES/USES</b>									
Transfers In	564,067	-	564,067	564,067	-	564,067	564,067	-	564,067
Transfers Out	1,790,000	-	1,790,000	1,790,000	-	1,790,000	1,790,000	-	1,790,000
Sources									
Uses									
Cont. to Rest. Programs	(80,104,691)	80,104,691	-	(83,308,879)	83,308,879	-	(86,641,234)	86,641,234	-
<b>TOTAL OTHER FIN. SOURCE/USES</b>	<b>(81,330,624)</b>	<b>80,104,691</b>	<b>(1,225,933)</b>	<b>(84,534,812)</b>	<b>83,308,879</b>	<b>(1,225,933)</b>	<b>(87,867,167)</b>	<b>86,641,234</b>	<b>(1,225,933)</b>
<b>NET INCREASE (DECREASE) IN FUND BALANCE</b>	<b>5,110,178</b>	<b>(27,363,767)</b>	<b>(22,253,589)</b>	<b>5,391,241</b>	<b>(87,148)</b>	<b>5,304,092</b>	<b>(5,575,567)</b>	<b>(3,723,680)</b>	<b>(9,299,247)</b>
Beginning Fund Balance	17,974,960	38,612,892	56,587,852	16,480,353	11,249,125	27,729,478	21,871,594	11,161,977	33,033,570
Other Adjustment									
Audit Adjustments	(6,604,785)	-	(6,604,785)	-	-	-	-	-	-
Other Restatements									
<b>ENDING BALANCE, JUNE 30</b>	<b>16,480,353</b>	<b>11,249,125</b>	<b>27,729,478</b>	<b>21,871,594</b>	<b>11,161,977</b>	<b>33,033,570</b>	<b>16,296,027</b>	<b>7,438,296</b>	<b>23,734,323</b>
<b>Components of Fund Balance</b>									
Revolving Cash	150,000		150,000	150,000		150,000	74,380		74,380
Stores	-		-	-		-	-		-
Prepaid Expenditures	-		-	-		-	-		-
General Reserve									
Legally Restricted Balances		11,249,125	11,249,125		11,161,977	11,161,977		7,438,296	7,438,296
Designated for:									
Econ. Uncertainties	16,330,353		16,330,353	21,721,594		21,721,594	16,221,647		16,221,647
Site Grants/Carryover	-		-	-		-	-		-
Other Designations: Technology	-		-	-		-	-		-
Projected Reserve	2.70%		0	3.80%		0	2.74%		0
Undesignated / Unappropriated	(0)	-	(0)	(0)	-	(0)	(0)	-	(0)

# 18/19 General Fund Revenues (Combined) \$582.1



# Fund Expenditures

## 18/19 General Combined \$603.2



# Requirement & Recommendation

## Requirement:

EC 42131 (e) requires that the district provide a financial report reflecting the most current fund and cash balances through June 30th for the period ending April 30<sup>th</sup>.

## Recommendation:

Approval of the Third Interim Report.

# Appendix

	-	-		
	Second Interim	Third Interim	Difference	%
	(A)	(B)	(B) minus (A)	
LCFF Revenue	\$ 384,427,659.00	\$ 377,593,903.00	\$ (6,833,756.00)	-1.8%
Federal Revenue	51,011,468.00	52,189,378.00	1,177,910.00	2.3%
Other State Revenue	71,609,599.00	71,807,746.00	198,147.00	0.3%
Other Local Revenue	79,522,415.00	80,552,012.00	1,029,597.00	1.3%
Total Revenues	\$ 586,571,141.00	\$ 582,143,039.00	\$ (4,428,102.00)	-0.8%
Certificated Salaries	\$ 197,567,847.00	\$ 197,152,286.00	\$ (415,561.00)	-0.2%
Classified Salaries	94,556,847.00	94,592,614.00	35,767.00	0.0%
Employee Benefits	149,843,878.00	148,929,343.00	(914,535.00)	-0.6%
Books and Supplies	42,229,856.00	38,798,928.00	(3,430,928.00)	-8.1%
Services, Other Operating Expenditures	96,280,914.00	101,017,701.00	4,736,787.00	4.9%
Capital Outlay	7,576,781.00	8,086,695.00	509,914.00	6.7%
Other Outgo	17,234,250.00	14,593,128.00	(2,641,122.00)	-15.3%
Total Expenditures	\$ 605,290,373.00	\$ 603,170,695.00	\$ (2,119,678.00)	-0.4%
Excess or (Deficiency) of Revenues over Expenditures	\$ (18,719,232.00)	\$ (21,027,656.00)	\$ (2,308,424.00)	
Other Financing Sources/Uses	(1,225,933.00)	(1,225,933.00)	-	0.0%
Net Increase or (Decrease) in Fund Balance	\$ (19,945,165.00)	\$ (22,253,589.00)	\$ (2,308,424.00)	11.6%
Reserves:				
Beginning Balance	\$ 56,587,852.00	\$ 56,587,852.00	\$ -	0.0%
Audit Adjustments	(6,604,785.00)	(6,604,785.00)	-	0.0%
Adjusted Beginning Balance	\$ 49,983,067.00	\$ 49,983,067.00	\$ -	0.0%
			-	
<b>Ending Fund Balance</b>	\$ 30,037,902.00	\$ 27,729,478.00	\$ (2,308,424.00)	-7.7%