



**OAKLAND UNIFIED
SCHOOL DISTRICT**

Community Schools, Thriving Students

Oakland Unified School District

2024-25 **DRAFT** Proposed Budget



Presented by Lisa Grant-Dawson, Chief Business Officer

June 12, 2024

2024-25 Proposed Budget Public Hearing

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Purpose

Annually, the District must adopt a budget for all funds by June 30th for the ensuing fiscal year. Prior to adoption of the budget, which is scheduled for June 26, 2024, the Governing Board must conduct a Public Hearing. Education Code §42103 requires the District to display the Proposed Budget for public view and hold a Public Hearing prior to adoption. The Public Hearing is scheduled for June 12, 2024. Additionally, The Proposed Budget will include a review of reserves in compliance with Education Code §42127(a)(2)(B). The 2024-25 Budget is developed for all funds and establishes expenditure authority for the district in the ensuing year.

Summary Budget Assumptions

OUSD 2023-27 Budget Assumptions - Third Interim				
Category	2023-24	2024-25	2025-26	2026-27
Cost of Living Adjustment (COLA)	8.22%	1.07%	2.73%	3.11%
Statutory COLA				
Grade Span Adjustment Factors				
Enrollment	33,882	33,743	33,743	33,743
Attendance Used for Funding (Highest Year or Average)	31,986	30,726	30,726	30,726
Attendance (ADA)	29,945	29,822	29,700	29,577
Enrollment to ADA % *	88%	88%	88%	88%
Unduplicated Pupil Count	80.10%	81.49%	82.41%	82.49%
Salary and Negotiated Increases Adjusted - OEA				
Salary and Negotiated Increases - BCTC	\$596K	\$1.1M	\$1.28M	
Salary and Negotiated Increases - SEIU	2.25%			
Salary and Negotiated Increases UAOS,MgtConf	10.0%	10.5%		
Step & Column Certificated	2.0%	2.0%	2.0%	2.0%
Step & Column Classified	1.75%	1.75%	1.75%	1.75%
Special Education Contribution	\$102M	\$106M		
Health Benefit Assumptions **	13.0%	10.25%	8.5%	8.5%
MYP change in Health Benefit Cost - Gen Fund Combined	\$14.8M	\$4M	\$6.9M	
Mandatories & Benefits - Certificated	5.03%	5.03%	5.03%	5.03%
Mandatories & Benefits - Classified	11.23%	11.23%	11.23%	11.23%
State Teachers Retirement System	19.10%	19.10%	19.10%	19.10%
California Public Retirement System	28.10%	28.10%	28.10%	29.20%
Total Mandatories & Benefits Certificated	24.13%	24.13%	24.13%	24.13%
Total Mandatories & Benefits Classified	39.33%	39.33%	39.33%	40.43%

* Note: The 2022-23 Actual ADA projection is lower than the funded ADA. The Governor's Budget amended the LCFF calculation to allow school districts to utilize the greater of current year, prior year, or the average of the most recent three prior years' ADA due to the loss of ADA from the

** 2023-24 Projected Increase for Kaiser (9.95%) and Sutter (20%) which is the primary benefit selection for the majority of employees.

*** Additional LCFF Investment, NOT statutory COLA EC 42238.02(d)(5)

Current Status of Budget Development

- The District is completing the budget development and reconciliation process for all funds which includes all budget Adjustments in Attachment B totaling \$16.5M and staffing adjustments from the budget development process:
 - Local Control Funding Formula (LCFF) Revisions and other revised projections as of May Revise
 - *The value of the UAOS TA is included in the Proposed Draft Budget*

2024-25 Budget Adjustments Update

- On February 28, 2024, the District presented and the Board Adopted Resolution 2324-0137, Proposed Budget Adjustments for Fiscal Year 2024-25 and
- Restructuring Recommendations for 2025-26
- The summary of the Budget Adjustments was listed in a document labeled, Attachment B.
- An update and reconciliation of those Board Agenda Items will be provided with the final Proposed Budget.

Attachment B Summary

Adjustments (savings, cost avoidance, revenue shifts)	Item Number	Included	Type	General Purpose	Central Supplemental	Central Concentration	Special Education Contribution Funds	Other Supplemental	One-time Funds Support	Net Change'
Adjust School Site Allocations (Unrestricted)	1	✓	Savings	\$ (457,578)						\$ (457,578)
Adjust School Site Allocations (Supplemental)	2	✓		-	-		-	\$ (2,583,685)		\$ (2,583,685)
Merger of District Schools	3	✓								\$ -
BP 3150 Adjustment	4	✓								\$ -
Central - Continuous School Improvement Redesign	5	✓								\$ -
Central - Legal Department Restructuring	6	✓								\$ -
Central - Business, Talent, Technology, Other Redesign	7	✓								\$ -
Adjusted Support toward previous Board Resolutions	8	✓								\$ -
Special Ed Programs	9	✓								\$ -
Maintaining Small School Investments	10	✓								\$ -
Responses to January 8, 2024 Study Session	11	✓			\$ (8,000,000)	\$ (3,700,000)			\$ -	\$ (11,700,000)
Reduction of consistently vacant positions	12	✓		\$ (576,510)	\$ (384,390)	\$ (314,480)	\$ (372,144)	\$ -	\$ -	\$ (1,647,504)
Total										\$ (16,388,767)

Projected Additional Costs	Item Number	Included	Type	General Purpose	Central Supplemental	Central Concentration	Special Education Contribution Funds	Other Supplemental	One-time Funds Support	Net Change'
Ongoing Enrollment Office Investments	1	✓							\$ 500,000	\$ 500,000
Return of Investments currently funded with one-time funds	2	✓								\$ -
Review Facilities and Deferred Maintenance Modifications	3	✓								\$ -
Total									\$ 500,000	\$ 500,000

Estimated - Fund Balance Summary

2024-25 Estimated Actuals Budget

	Unrestricted	Restricted	Total Fund
A. Revenues			
5) Total Revenues	\$ 499,801,367	\$ 268,046,463	\$ 767,847,830
9) Total Expenditures			
	\$ 445,101,292	\$ 414,901,576	\$ 860,002,868
C. Excess (Deficiency) of Revenues Over Expenditures	\$ 54,700,074	\$ (146,855,112)	\$ (92,155,038)
D. Other Financing Sources/Uses			
4) Total, Other Financing Sources/Uses	\$ (133,783,524)	\$ 130,783,524	\$ (3,000,000)
E. Net Increase (Decrease) in Fund Balance (C + D4)	\$ (79,083,449)	\$ (16,071,589)	\$ (95,155,038)
F. Fund Balance, Reserves			
1) Beginning Fund Balance			
a) Adjusted Beginning Balance (F1c + F1d)	\$ 110,305,603	\$ 157,524,056	\$ 267,829,658
b) Restricted		\$ -	
2) Ending Balance, June 30 (E + F1e)	\$ 31,222,153	\$ 141,452,467	\$ 172,674,621
Restricted Reserve	\$150,000	\$ 141,452,467	\$ 141,602,467
Other Assignments	\$279,945	\$0	\$279,945
Reserve for Economic Uncertainty	\$25,890,086		\$25,890,086
Unassigned Unappropriated	\$ 4,902,123	\$ 141,452,467	\$ 4,902,123

Estimated Actuals to Proposed Budget

Oakland Unified - 2023-24 Estimated Actuals to Draft Proposed Adopted Budget										
Unrestricted and Restricted										
		2023-24 Estimated Actuals			2023-24 Proposed Adopted Budget			Variance Third Interim to Proposed Adopted Budget		
Description	Object Codes	UnRestricted (A2)	Restricted (B2)	Combined (C2)	UnRestricted (A2)	Restricted (B2)	Combined (C2)	UnRestricted (A-A2)	Restricted (B-B2)	Combined (C-C2)
A. Revenues										
1) LCFF Sources	8010-8099	485,544,119.00	4,348,361.00	489,892,480.00	478,302,416.00	4,348,361.00	482,650,777.00	(7,241,703.00)	0.00	(7,241,703.00)
2) Federal Revenue	8100-8299	0.00	139,658,432.15	139,658,432.15	0.00	52,309,549.30	52,309,549.30	0.00	(87,348,882.85)	(87,348,882.85)
3) Other State Revenue	8300-8599	11,073,274.77	163,256,252.45	174,329,527.22	10,569,766.98	145,434,734.09	156,004,501.07	(503,507.79)	(17,821,518.36)	(18,325,026.15)
4) Other Local Revenue	8600-8799	14,889,202.66	90,595,982.74	105,485,185.40	10,929,183.85	65,953,818.86	76,883,002.71	(3,960,018.81)	(24,642,163.88)	(28,602,182.69)
5) Total Revenues		511,506,596.43	397,859,028.34	909,365,624.77	499,801,366.83	268,046,463.25	767,847,830.08	(11,705,229.60)	(129,812,565.09)	(141,517,794.69)
B. Expenditures										
1) Certificated Salaries	1000-1999	177,234,943.50	99,949,803.23	277,184,746.73	178,298,737.01	89,965,666.86	268,264,403.87	1,063,793.51	(9,984,136.37)	(8,920,342.86)
2) Classified Salaries	2000-2999	54,446,812.51	82,654,390.25	137,101,202.76	60,373,195.22	65,988,459.22	126,361,654.44	5,926,382.71	(16,665,931.03)	(10,739,548.32)
3) Employee Benefits	3000-3999	107,538,510.63	106,758,818.33	214,297,328.96	118,705,393.11	107,922,010.58	226,627,403.69	11,166,882.48	1,163,192.25	12,330,074.73
4) Books and Supplies	4000-4999	17,046,148.99	47,209,066.68	64,255,215.67	42,309,547.87	31,230,211.00	73,539,758.87	25,263,398.88	(15,978,855.68)	9,284,543.20
5) Services an Other Operating Expenditures	5000-5999	49,605,546.00	153,975,244.37	203,580,790.37	53,693,784.02	99,119,415.88	152,813,199.90	4,088,238.02	(54,855,828.49)	(50,767,590.47)
6) Capital Outlay	6000-6999	5,080,967.31	10,910,728.32	15,991,695.63	2,020,415.21	3,622,162.16	5,642,577.37	(3,060,552.10)	(7,288,566.16)	(10,349,118.26)
	7100-7299									
7) Other Outgo (excluding Transfers of Indirect Cost	7400-7499	2,148,279.00	8,820,677.22	10,968,956.22	2,115,699.00	6,623,303.82	8,739,002.82	(32,580.00)	(2,197,373.40)	(2,229,953.40)
8) Other Outgo - Transfers of Indirect Costs	7300-7399	(9,626,555.77)	7,912,130.02	(1,714,425.75)	(12,415,478.98)	10,430,345.99	(1,985,132.99)	(2,788,923.21)	2,518,215.97	(270,707.24)
9) Total Expenditures		403,474,652.17	518,190,858.42	921,665,510.59	445,101,292.46	414,901,575.51	860,002,867.97	41,626,640.29	(103,289,282.91)	(61,662,642.62)
C. Excess (Deficiency) of Revenues Over		108,031,944.26	(120,331,830.08)	(12,299,885.82)	54,700,074.37	(146,855,112.26)	(92,155,037.89)	(53,331,869.89)	(26,523,282.18)	(79,855,152.07)
D. Other Financing Sources/Uses										
1) Interfund Transfers				0.00	0.00		0.00	0.00	0.00	0.00
a) Transfers In		0.00		0.00	0.00	0.00	0.00	0.00	0.00	0.00
b) Transfers Out		3,000,000.00	0.00	3,000,000.00	3,000,000.00	0.00	3,000,000.00	0.00	0.00	0.00
2) Other Sources/Uses		0.00	0.00	0.00			0.00	0.00	0.00	0.00
a) Sources				0.00	0.00	0.00	0.00	0.00	0.00	0.00
b) Uses		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3) Contributions		(113,080,046.07)	113,080,046.07	0.00	(130,783,523.53)	130,783,523.53	0.00	(17,703,477.46)	17,703,477.46	0.00
4) Total, Other Financing Sources/Uses		(116,080,046.07)	113,080,046.07	(3,000,000.00)	(133,783,523.53)	130,783,523.53	(3,000,000.00)	(17,703,477.46)	17,703,477.46	0.00
E. Net Increase (Decrease) in Fund Balance (C +D4)		(8,048,101.81)	(7,251,784.01)	(15,299,885.82)	(79,083,449.16)	(16,071,588.73)	(95,155,037.89)	(71,035,347.35)	(8,819,804.72)	(79,855,152.07)

LCFF Projection Third Interim - 2023-24

Oakland Unified (61259) - Third Interim LCFF	v.24.2b		5/17/2024		CY	
LOCAL CONTROL FUNDING FORMULA	2023-24					
LCFF ENTITLEMENT CALCULATION						
Calculation Factors	COLA & Augmentation		Base Grant Proration		Unduplicated Pupil Percentage	
	8.22%		0.00%		80.10% 80.10%	
	3-PY Average					
	ADA	Base	Grade Span	Supplemental	Concentration	Total
Grades TK-3	11,545.89	\$ 9,919	\$ 1,032	\$ 1,754	\$ 1,787	\$ 167,323,105
Grades 4-6	7,590.87	10,069		1,613	1,643	101,146,909
Grades 7-8	4,260.71	10,367		1,661	1,691	58,453,403
Grades 9-12	8,540.65	12,015	312	1,975	2,011	139,323,073
Subtract Necessary Small School ADA and Funding	-	-	-			-
Total Base, Supplemental, and Concentration Grant		\$337,742,844	\$ 14,580,041	\$ 56,442,126	\$ 57,481,479	\$ 466,246,490
NSS Allowance		-				-
TOTAL BASE	31,938.12	\$337,742,844	\$ 14,580,041	\$ 56,442,126	\$ 57,481,479	\$ 466,246,490
ADD ONS:						
Targeted Instructional Improvement Block Grant						\$ 10,094,682
Home-to-School Transportation (COLA added commencing 2023-24)						6,195,554
Small School District Bus Replacement Program (COLA added commencing 2023-24)						-
Transitional Kindergarten (Commencing 2022-23)						-
	TK ADA	987.90	TK Add-on rate	\$ 3,044.23		3,007,393
						-
ECONOMIC RECOVERY TARGET PAYMENT						
LCFF Entitlement Before Adjustments	\$ 485,544,119					
Miscellaneous Adjustments						
	-					
ADJUSTED LCFF ENTITLEMENT	\$ 485,544,119					
Local Revenue (including RDA)	(148,144,270)					
Gross State Aid	\$ 337,399,849					
Education Protection Account Entitlement	(78,384,192)					
Net State Aid	\$ 259,015,657					

LCFF Summary - 2024-25

Oakland Unified (61259) - Third Interim LCFF	v.24.2b						CY1
LOCAL CONTROL FUNDING FORMULA	2024-25						
LCFF ENTITLEMENT CALCULATION							
Calculation Factors	COLA & Augmentation		Base Grant Proration		Unduplicated Pupil Percentage		
	1.07%		0.00%		81.49% 81.49%		
	3-PY Average						
	ADA	Base	Grade Span	Supplemental	Concentration	Total	
Grades TK-3	11,067.40	\$ 10,025	\$ 1,043	\$ 1,804	\$ 1,906	\$ 163,549,678	
Grades 4-6	7,278.62	10,177		1,659	1,752	98,901,701	
Grades 7-8	4,112.72	10,478		1,708	1,804	57,536,372	
Grades 9-12	8,317.48	12,144	316	2,031	2,145	138,370,894	
Subtract Necessary Small School ADA and Funding	-	-	-	-	-	-	
Total Base, Supplemental, and Concentration Grant		\$329,125,758	\$ 14,171,622	\$ 55,950,607	\$ 59,110,658	\$ 458,358,645	
NSS Allowance		-	-	-	-	-	
TOTAL BASE	30,776.22	\$329,125,758	\$ 14,171,622	\$ 55,950,607	\$ 59,110,658	\$ 458,358,645	
ADD ONS:							
Targeted Instructional Improvement Block Grant						\$ 10,094,682	
Home-to-School Transportation (COLA added commencing 2023-24)						6,261,846	
Small School District Bus Replacement Program (COLA added commencing 2023-24)						-	
Transitional Kindergarten (Commencing 2022-23)						-	
TK ADA	1,165.90	TK Add-on rate	\$ 3,076.80	3,587,243			
ECONOMIC RECOVERY TARGET PAYMENT						-	
LCFF Entitlement Before Adjustments						\$ 478,302,416	
Miscellaneous Adjustments						-	
ADJUSTED LCFF ENTITLEMENT						\$ 478,302,416	
Local Revenue (including RDA)						(146,930,895)	
Gross State Aid						\$ 331,371,521	
Education Protection Account Entitlement						(73,692,131)	
Net State Aid						\$ 257,679,390	

LCAP & Budget Draft Timelines

Local Control Accountability Plan:

- First Draft LCAP for Initial Review by Governing Board, LCAP Parent & Student Advisory Committee, and Alameda County Office of Education
 - Provided to PSAC, Governing Board, & Posted on LCAP Website on 5/2024
- Revised Draft LCAP for 6/12/24 Public Hearing and Presentation to Governing Board
 - Provided to PSAC, Governing Board, & Posted on LCAP Website by 6/2/23
- Final LCAP for Adoption on 6/26/24
 - Provided to PSAC, Governing Board, & Posted on LCAP Website by 6/25/23

LCAP & Budget Draft Timelines

2024-25 Budget

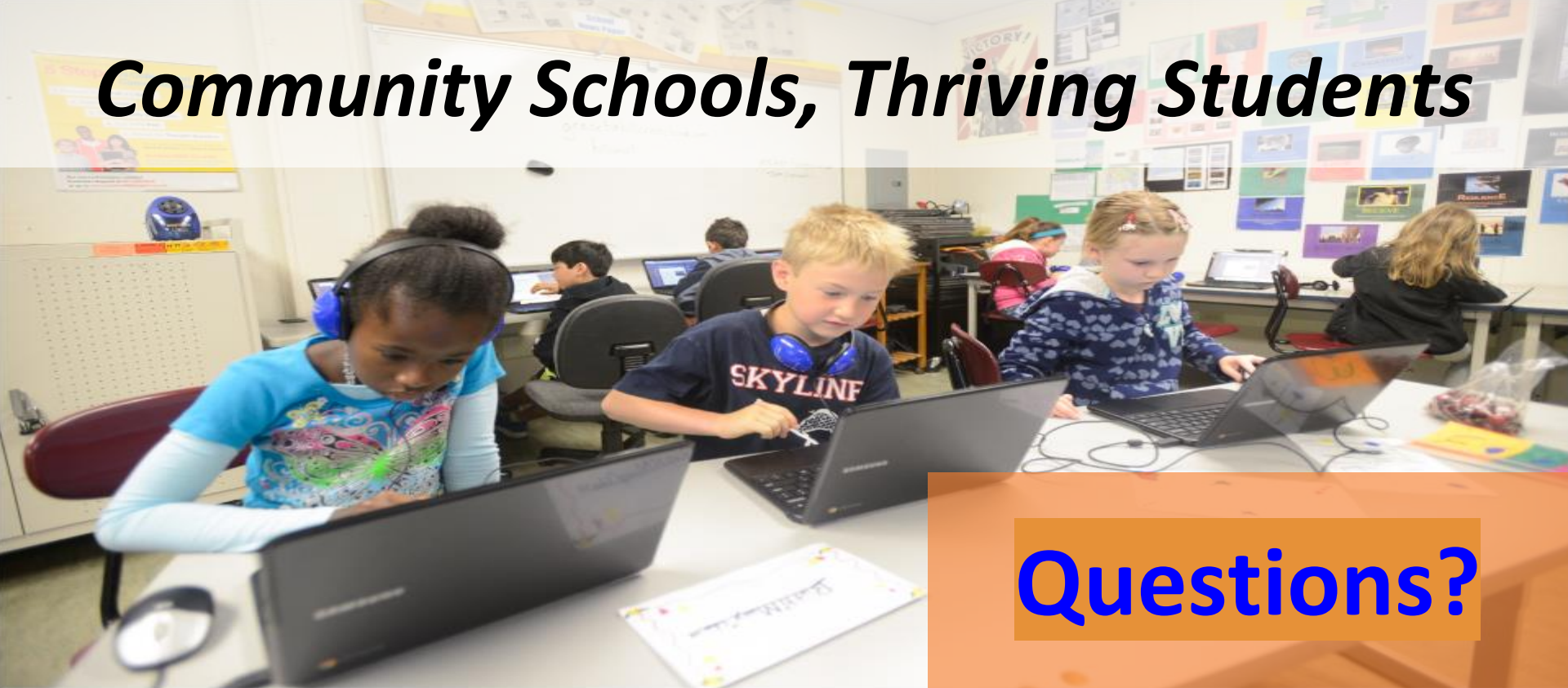
- 5/22/24 - Governing Board Meeting Draft Budget
- 6/6/23 - Budget & Finance Meeting
- 6/12/24 - Governing Board Meeting Public Hearing - Draft Proposed Budget
- 6/26/24 - Governing Board Meeting - Proposed Budget Adoption

Next Steps

- Complete LCAP and Budget Development and reconciliation for June 26, 2024 Budget Adoption
- June 26, 2024
LCAP & Budget Adoption
- June 27, 2024
Submit to Alameda County Office of Education



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Questions?



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