



**OAKLAND UNIFIED
SCHOOL DISTRICT**

Community Schools, Thriving Students

State of Our District Finances: Mid Year Adjustments

November 6, 2017



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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 new information learned since budget adoption in June.

Oct – Dec 2016

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

Jul – Sep 2017

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

Jan – Mar 2017

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

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

Our Immediate Challenge

Mid-Year Adjustments

Must Do

Restore Reserve
Minimum
\$1.2M

Need to Do

Move Towards
Long Term Solvency
\$4.7M
Contributions
\$7.2 Reserve
(Contingencies)

Need to Do

Improve
Stability \$2M
Self Insurance
Fund

Total Target= \$15.1M

Board Approval of Resolution Nov 8th

Board Final Approval, Nov.29

Collaboration Across OUSD Needed

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

Options

- Books & Supplies
- Encumbered & Balance in contracts
- Overtime Extra-time

Initial Calculations due 11/13

- Encumbered & Balance in Contracts
- 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 12/13	First Interim Budget Report

Let's Work Together



[Have More Suggestions to Save Money?](#)

EVERY STUDENT THRIVES!



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