



# 2019 – 2020 FIRST INTERIM REPORT

District Advisory Committee

Jenny Delgado, Executive Director

January 22, 2020



## Presentation Overview



**Budgetary Building Blocks**



**Enrollment Projections**



**Multi-Year Projections**



**Rising Cost of Doing Business**



**Next Steps**



# Budgetary Building Blocks

## Revenues:

- Local Control Funding Formula
  - Annual decline in Student Enrollment & ADA
    - 400 students per year for each of the next three years
    - Attendance Rate: 96%
    - Unduplicated Pupil Percentage: 52.27%
- New One-Time State Funding:
  - Special Ed Preschool Grant \$2.3 million



# Budgetary Building Blocks

## Expenditures:

- Step and Column Increases:
  - Certificated & Leadership 1.2%
  - Classified 2%
- Increases in STRS and PERS employer contribution rates

	2019-20	2020-21	2021-22
CalSTRS Employer Rate	17.10%	18.40%	18.10%
CalPERS Employer Rate	19.72%	22.70%	24.60%

- Reflect changes actuals vs budgeted salaries



## Enrollment Projections and the Implementation of the Strategic Plan

- Approximately 200 students per year for each of the next three years

	2019-20	2020-21	2021-22
June 2019	24,748	24,162	23,576
December 2019	24,949	24,549	24,149
<b>Change in Projections</b>	<b>201</b>	<b>387</b>	<b>573</b>

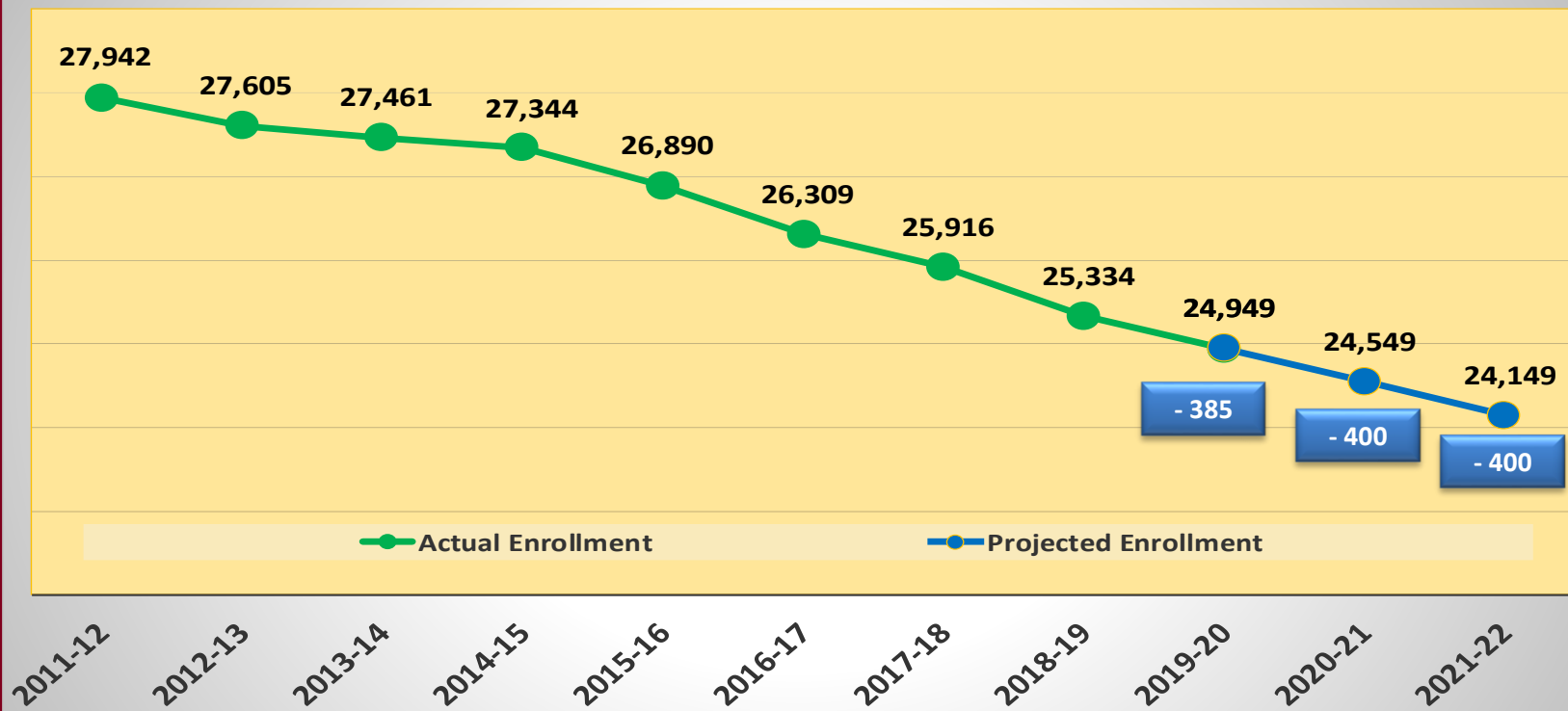
- Fiscal Impact (\$ 6 million over multi-year projection)
  - Districts are funded based on their prior-year ADA (Average Daily Attendance)

LCFF Revenues	2020-21	2021-22	2022-23
Impact of 201 students	2,026,739	2,026,739	2,026,739
Impact of 387 students		1,979,137	1,979,137
Impact of 573 students			2,110,365
<b>Estimated New Revenues</b>	<b>2,026,739</b>	<b>4,005,876</b>	<b>6,116,241</b>



# OUSD Historical Enrollment

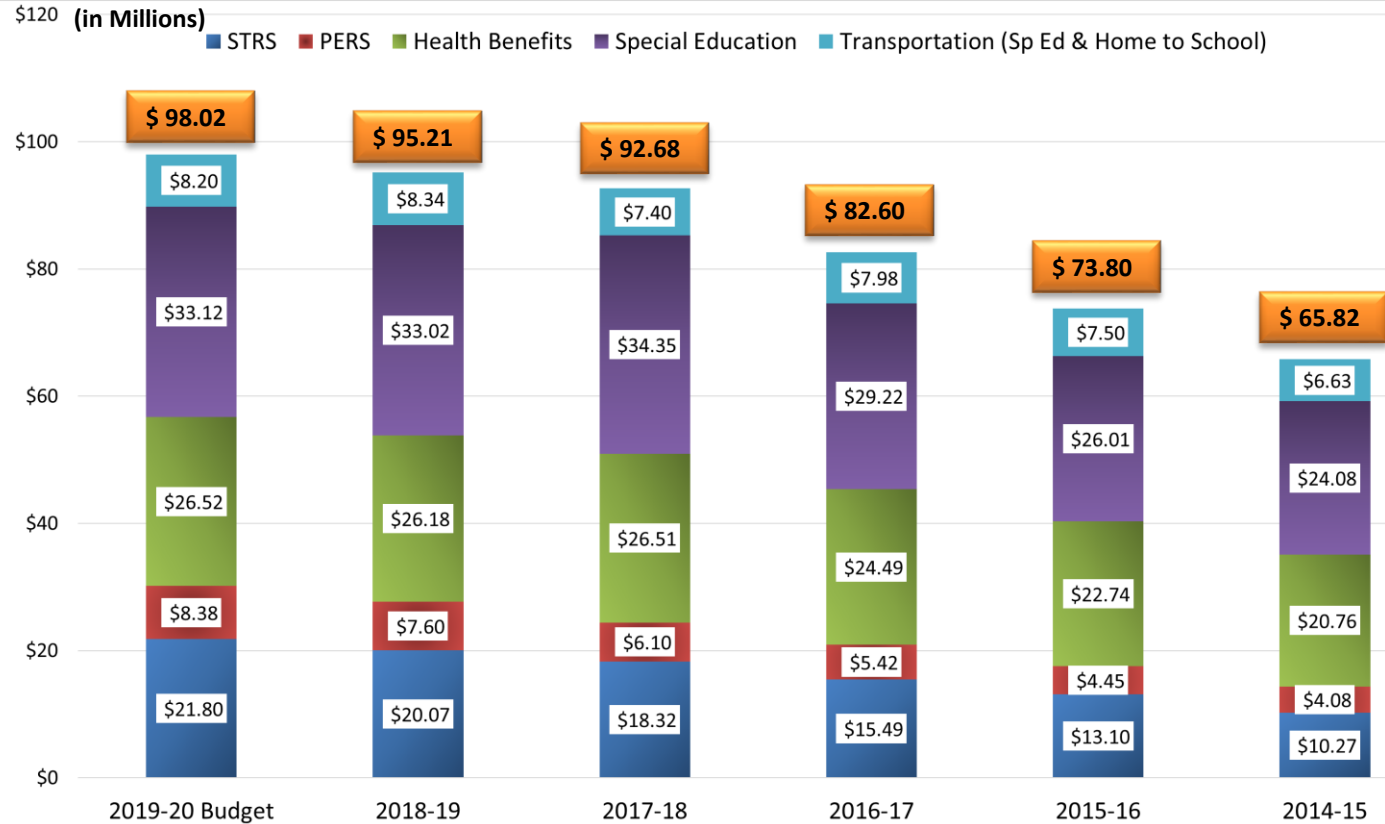
(Excluding Charter Schools)



# Multi-Year Projections

	2019-20	2020-21	2021-22	2022-23
<b>TOTAL REVENUES</b>	<b>303,107,999</b>	<b>303,241,392</b>	<b>304,344,719</b>	<b>306,207,591</b>
<i>New Captured Enrollment 2020-21</i>		<i>2,026,739</i>	<i>2,026,739</i>	<i>2,026,739</i>
<i>New Captured Enrollment 2021-22</i>			<i>1,979,137</i>	<i>1,979,137</i>
<i>New Captured Enrollment 2022-23</i>				<i>2,110,365</i>
<i>One-Time Funds Sp Ed Preschool Grant</i>	<i>2,297,541</i>			
<b>TOTAL REVENUES AS ADJUSTED</b>	<b>305,405,540</b>	<b>305,268,131</b>	<b>308,350,595</b>	<b>312,323,832</b>
<b>TOTAL EXPENDITURES</b>	<b>319,186,954</b>	<b>308,733,819</b>	<b>310,652,300</b>	<b>316,076,663</b>
<i>OPEB Bond Debt Service Restructure</i>	<i>(1,795,979)</i>	<i>(2,143,446)</i>	<i>(2,835,554)</i>	<i>(2,828,183)</i>
<b>TOTAL EXPENDITURES AS ADJUSTED</b>	<b>317,390,975</b>	<b>306,590,373</b>	<b>307,816,746</b>	<b>313,248,480</b>
INCREASE (DECREASE) IN FUND BALANCE	(11,985,435)	(1,322,242)	533,849	(924,648)
BEGINNING BALANCE	68,346,962	56,361,527	55,039,285	55,573,134
<b>PROJECTED ENDING BALANCE</b>	<b>56,361,527</b>	<b>55,039,285</b>	<b>55,573,134</b>	<b>54,648,486</b>
Adjustment to Ending Fund Balance				
Restrictions to Ending Fund Balance	(8,671,615)	(5,944,316)	(5,543,528)	(5,164,706)
3% State Required Contingency	(9,521,730)	(9,197,711)	(9,234,502)	(9,397,454)
Unappropriated Fund Balance Above 3%	<b>38,168,182</b>	<b>39,897,258</b>	<b>40,795,104</b>	<b>40,086,326</b>

# Rising Cost of Doing Business



2019-20 contribution to Special Ed includes one-time Preschool Grant of \$2.3M





## Next Steps

### Local level

- On-going: District Staff implementing
  - Revenue Enhancements
  - Strategies to retain and attract students
  - Operational Efficiencies
- 2019-20 Second Interim Reports on March 12, 2020

### State level

- Governor's January Budget Proposal for FY 2020-21
- Governor's May Revision



## Board Member Questions or Comments