
Orange Unified
EDGE
SCHLEGEL
SHAKING UP THE SCHOOLHOUSE
GRIT
ORANGE UNIFIED SCHOOL DISTRICT
ORANGE, CALIFORNIA



2021-22
FIRST INTERIM REPORT
December 15, 2021

Presenters:

David A. Rivera, Assistant Superintendent/CBO

Meghna Bulsara, Executive Director, Business Services



Presentation Overview

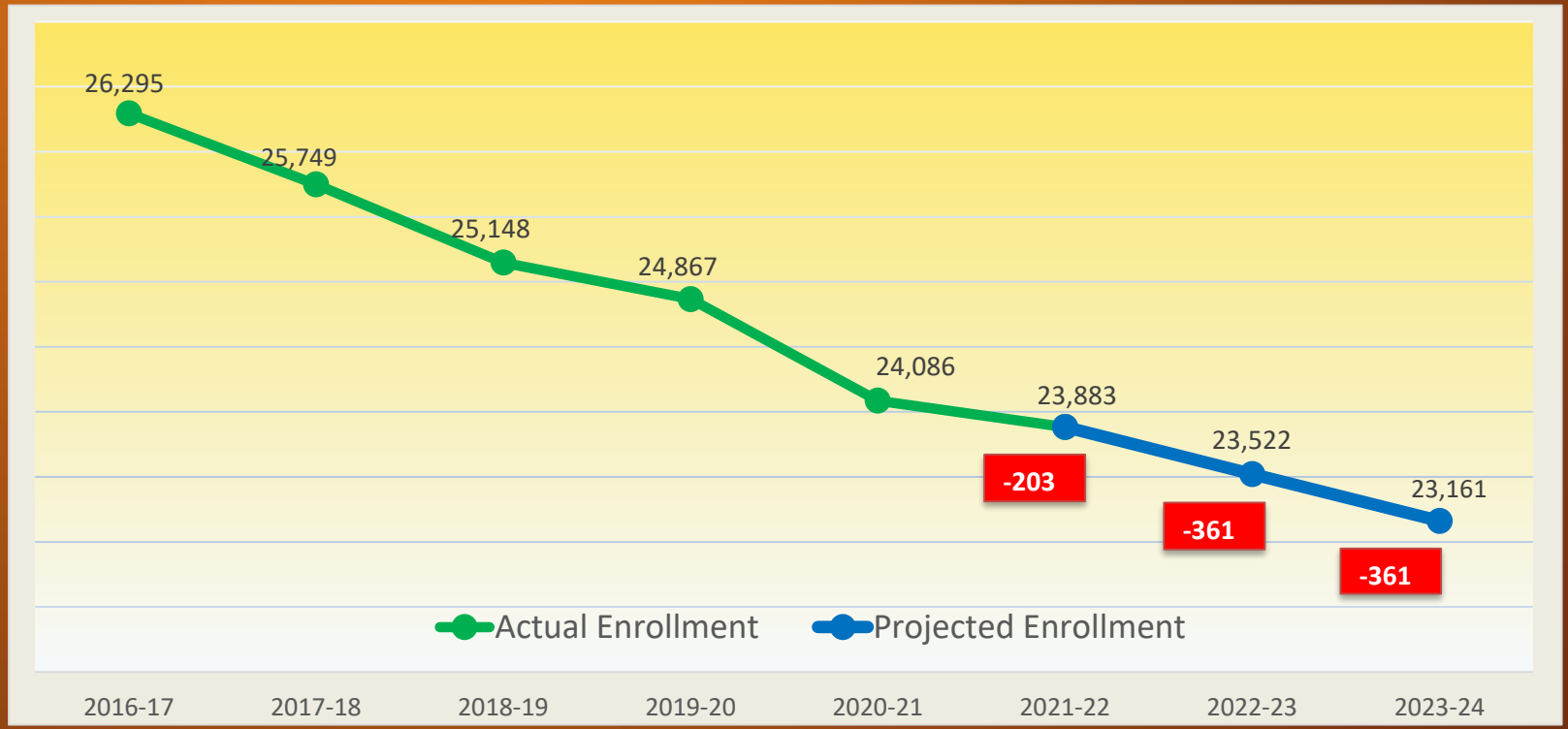
- First Interim Reports
- State Budget Update
- Attendance Analysis
- Next Steps



2021-22 FIRST INTERIM REPORT

OUSD Historical Enrollment

(Excluding Charter Schools)





Budgetary Building Blocks - Revenues

	2021-22	2022-23	2023-24
Student Enrollment	(203)	(361)	(361)
Attendance Rate	96.30%	96.30%	96.30%
Unduplicated Pupil Percentages	49.82%	49.64%	49.91%
LCFF Funding	Hold Harmless	-	-
Cost of Living Adjustment - LCFF	5.07%	2.48%	3.11%
Cost of Living Adjustment – SPED.	4.05%	2.48%	3.11%
One-Time Covid Funding budgeted	$27.4M	$12.5M	$12.0M



Budgetary Building Blocks – Expenditures

	2021-22	2022-23	2023-24
Employee Compensation	3%	-	-
Step and Column- Certificated	-	1.49%	1.41%
Step and Column- Classified	-	2.23%	1.85%
CalSTRS (certificated employees)	16.92%	19.10%	19.10%
CalPERS (classified employees)	22.91%	26.10%	27.10%
State Unemployment Insurance	0.50%	0.50%	0.20%
Employer Contributions (Health Benefits)	Unchanged	Unchanged	Unchanged
Textbooks	$6.3M	$2.2M	$2.2M

Multi-Year Projections

	2021-22	2022-23	2023-24
TOTAL REVENUES	$ 344,938,285	$ 315,021,730	$ 320,436,840
TOTAL EXPENDITURES	353,928,966	319,488,670	323,583,023
CHANGE IN FUND BALANCE	(8,990,681)	(4,466,940)	(3,146,183)
▪ UNRESTRICTED BALANCE	(966,413)	(4,466,940)	(3,146,183)
▪ RESTRICTED BALANCE	(8,024,268)	0	0
BEGINNING FUND BALANCE	89,668,585	80,677,904	76,210,964
PROJECTED ENDING BALANCE	*$ 80,677,904	*$ 76,210,964	*$ 73,064,781

*Reserves have not been adjusted for potential additional enrollment decline above projections, decline of ADA percentages, and/or unspent funds from COVID.

Multi-Year Projections (continued)

	2021-22	2022-23	2023-24
PROJECTED ENDING BALANCE	**$ 80,677,904**	**$ 76,210,964**	**$ 73,064,781**
COMPONENTS OF ENDING FUND BALANCE:			
Nonspendable:			
• Stores and Revolving Cash	250,000	250,000	250,000
Restricted Programs Balance:			
• Routine Restricted Maintenance (RRMA)	2,730,612	2,730,612	2,730,612
Assignments:			
• Attract & Retain Program	3,331,068	3,071,068	2,811,068
• Reserve for STRS & PERS Increases	2,711,336	1,221,794	744,393
• Reserve for Budget Stabilization Plan (ADA Percentage Decline)	0	5,344,528	14,807,028
• Enrollment Decline Reserve (250 students)	0	2,607,500	5,299,000
Contingency/Unappropriated:			
• 3% Reserve for State Required Contingency	10,617,869	9,584,660	9,707,491
• Unappropriated Fund Balance above 3%	61,037,019	51,400,802	36,715,189
TOTAL ENDING BALANCE	**$ 80,677,904**	**$ 76,210,964**	**$ 73,064,781**



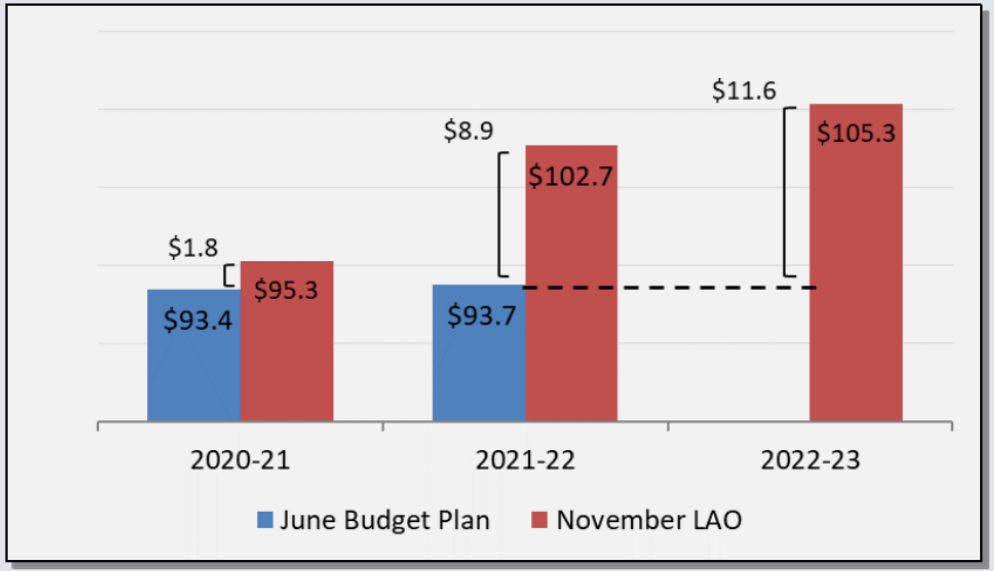
STATE BUDGET UPDATE

State Budget Update 2021-22

- Legislative Analyst's Office Report (November)
  - State Revenues are $31 billion above projections
    - Tax Receipts are 30% higher than last year
    - Rapid Economic Recovery; fastest in at least 4 decades
    - Higher Cost of Living Adjustment
      - 2022-23 – 5.35%
      - 2023-24 – 3.50%
      - 2024-25 and 2025-26 – 3.00%

Proposition 98 Guarantee Revised Up Significantly

Estimates of the Guarantee, in Billions



LAO

$10.2 Billion in One-Time Funds Available

- **State Must "Settle Up" to the Higher Proposition 98 Guarantee in 2020-21 and 2021-22**
  - Guarantee revised up $10.8 billion across 2020-21 and 2021-22.
  - State needs to set aside $544 million of the increase to cover baseline cost changes.
  - Remaining amount for the Legislature to allocate is $10.2 billion.

- **Funds Available for Any One-Time School or Community College Programs**

Estimates of Guarantee Under Main Forecast

(Dollars in Millions)

	2021-22	2022-23	2023-24	2024-25	2025-26
Minimum Guarantee					
General Fund[a]	$75,399	$76,660	$77,146	$81,644	$87,777
Local property tax	27,279	28,661	30,188	31,838	33,524
Totals	**$102,678**	**$105,321**	**$107,334**	**$113,482**	**$121,302**
Change From Prior Year					
General Fund	$5,950	$1,261	$486	$4,499	$6,133
Percent change	8.6%	1.7%	0.6%	5.8%	7.5%
Local property tax	$1,465	$1,382	$1,527	$1,650	$1,686
Percent change	5.7%	5.1%	5.3%	5.5%	5.3%
Total guarantee	$7,415	$2,643	$2,013	$6,148	$7,819
Percent change	7.8%	2.6%	1.9%	5.7%	6.9%

LAO

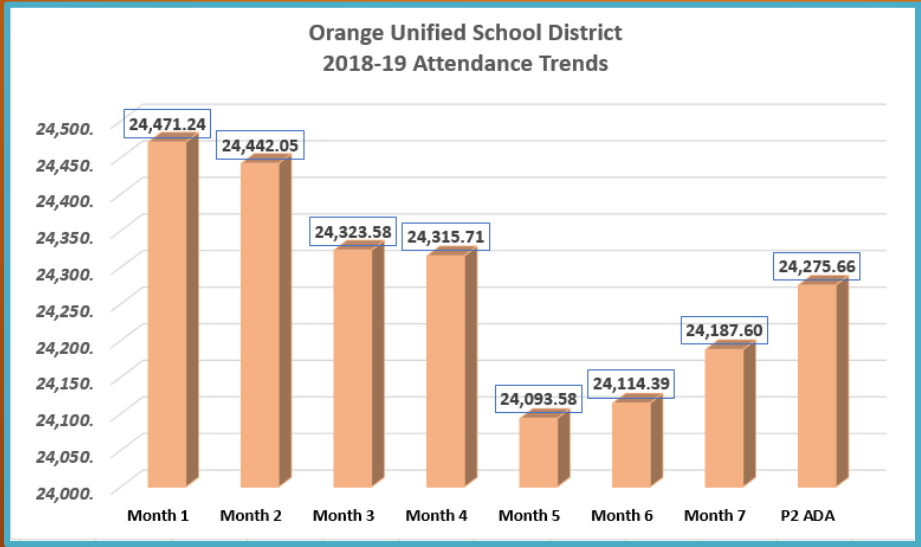
State Budget Update

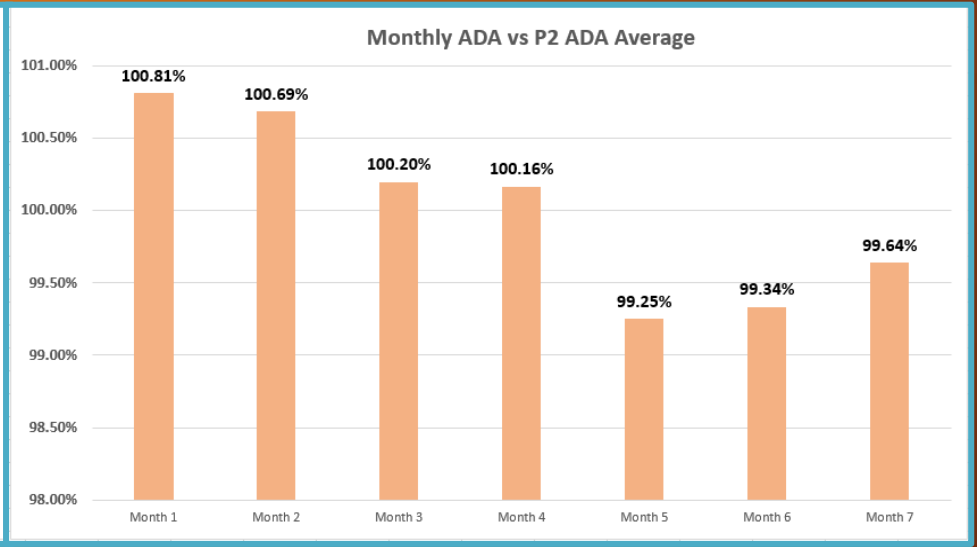
- Governor Newsom Budget Proposal for 2022-23
  - Published by January 10
  - Based on Department of Finance Budget Estimates
  - Outlines governance priorities and budgetary allocations
  - Uncertainty about any additional COVID-19 Relief Funding (Federal and State)
- Budget Estimates may widely change

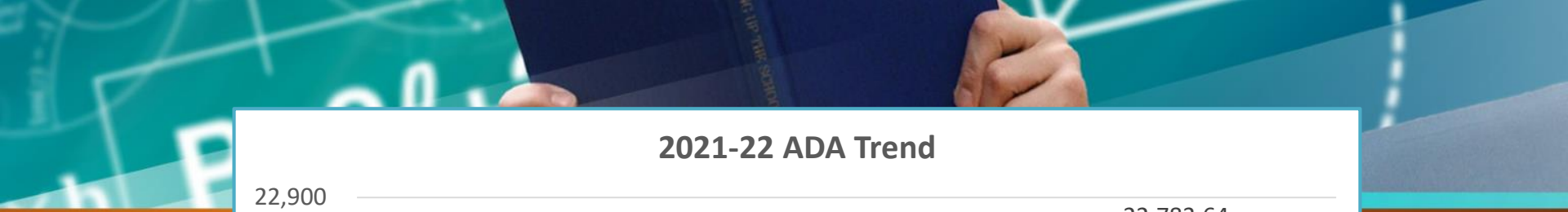


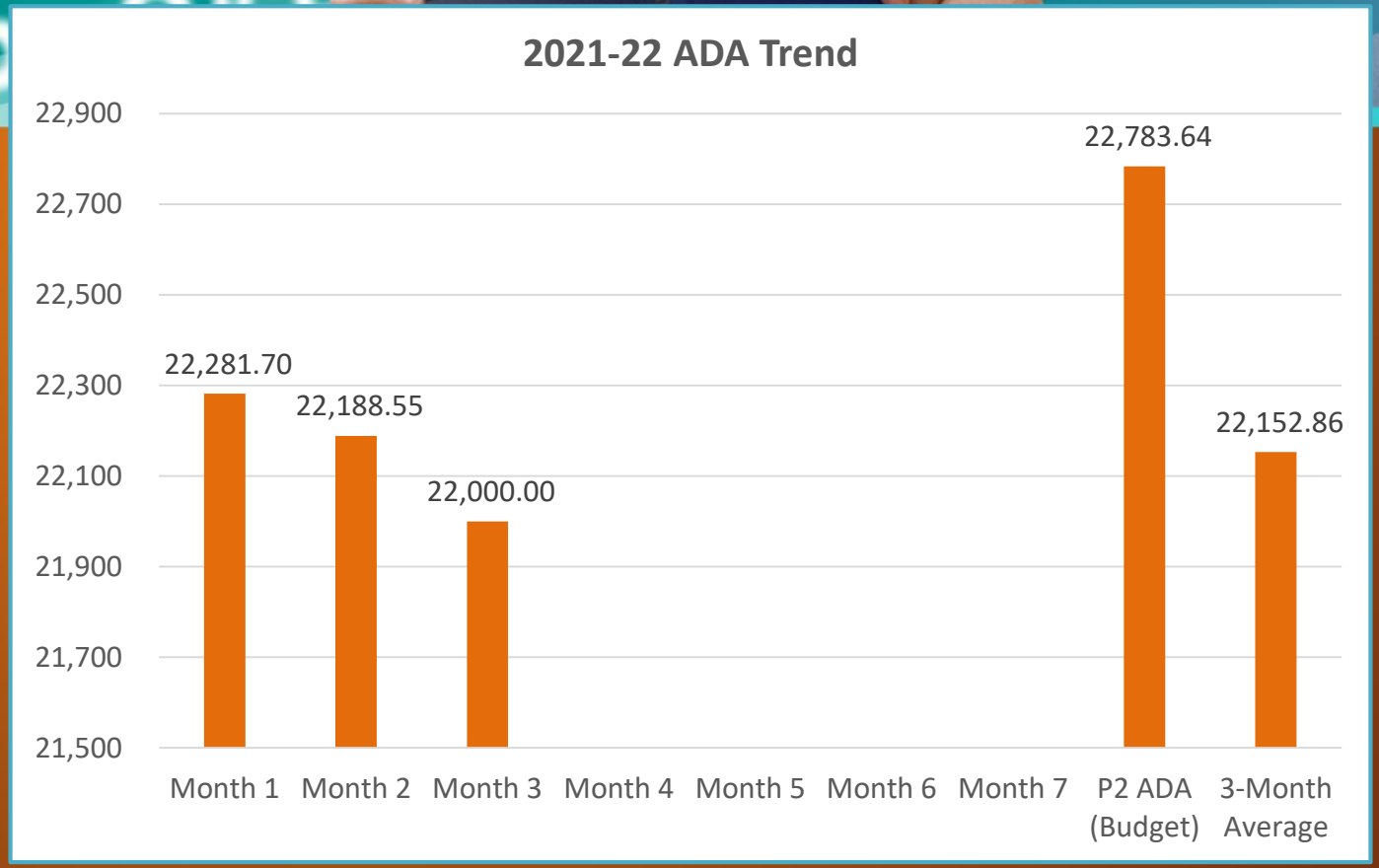
ATTENDANCE ANALYSIS

Historical Trends








2021-22 ADA Trend
22,900
22,700
22,500
22,300
22,100
21,900
21,700
21,500
22,281.70
22,188.55
22,000.00
22,783.64
22,152.86
Month 1
Month 2
Month 3
Month 4
Month 5
Month 6
Month 7
P2 ADA (Budget)
3-Month Average



Next Steps

State level

- Governor's January Budget Proposal for FY 2022-23
- Governor's May Revision

Local level

- Update Budget Stabilization Plan
  - Revenue Enhancements
  - Strategies to retain and attract students
  - Operational Efficiencies
- 2021-22 Second Interim Reports by March 15, 2022



BOARD MEMBER QUESTIONS OR COMMENTS