

Board of Education Presentation
July 21, 2022
45-Day Revise Report

Presenters:
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Presentation Overview

- Additional Funding for the Local Control Funding Formula
- Declining Student Enrollment Relief Funding
- One Time Block Grants
- Home-to-School Transportation Funding
- Other Funding
- Summary
- Next Steps



LOCAL CONTROL FUNDING FORMULA



Funding Changes to the 2022-23 Local Control Funding Formula (LCFF)

	Budget Assumption	Adopted State Budget Act	
COLA	5.33%	6.56%	12.84%
Augmentation	-	6.28%	
OUSD $ per ADA	$10,685	$11,436	
Funding Increase from 2021-22		$17.75 million ~ **7.32%**	



Funding Changes to the 2022-23 Local Control Funding Formula (LCFF)

- Budget Assumptions

- COLA Factor = 5.33%
- No additional funding to the base
- OUSD Funding Levels:
  - Base $ 220,942,380
  - Supplemental $ 20,578,503
  - Total $ 241,520,883

- Adopted State Budget Act

- **Funded COLA = 6.56%**
- **Base rose by $4.3 billion**
- **Total Increase of 12.84% over 21/22 ~ 6.95% for OUSD**
- **OUSD Funding Levels**
  - **Base $ 237,154,271**
  - **Supplemental $ 22,114,418**
  - **Total $ 259,268,689**

$ 17.75 million increase in funding.



2023-24 & 2024-25 Local Control Funding Changes

- Budget Assumptions
- COLA Factor
  - 2023-24 – 3.61%
  - 2024-25 – 3.64%
- OUSD Funding Levels:
  - 2023-24 – $ 249,699,403
  - 2024-25 – $ 254,572,880

- Adopted State Budget Act
- **COLA Factor**
  - **2023-24 – 5.38%**
  - **2024-25 – 4.02%**
- **OUSD Funding Levels:**
  - **2023-24 – $ 272,548,436**
  - **2024-25 – $ 279,068,768**

$22.85 and $24.50 million increase in 2023-24 and 2024-25



Funding Changes to the Local Control Funding Formula - TK Expansion

- Budget Assumptions

- TK Enrollment – 379

- Adopted State Budget Act

- **TK Enrollment - 533**
- **Projected to increase 154 students**
- **$10,082 per ADA**
- **$2,813 TK ratio Add-on**
- **$6.4 million additional funding each year with various compliances**



DECLINING STUDENT ENROLLMENT



Creation of 3-Year Average for Declining Enrollment Districts

- Budget Assumptions

- Nothing was incorporated in the budget

- Adopted State Budget Act

- **2019-20 attendance rate to use in lieu of 2021-22 due to pandemic**
- **ADA increase**
  - 2022-23 – **872**
  - 2023-24 – **496**
  - 2024-25 – **311**
- **OUSD Funding Levels Increases**
  - 2022-23 **$9.77 million**
  - 2023-24 **$6.0 million**
  - 2024-25 **$3.9 million**



ONE-TIME BLOCK GRANT FUNDING



Learning Recovery Emergency Block Grant

- Budget Assumptions
  - No one-time funding was budgeted

- Adopted State Budget Act
  - **$7.94 billion for K-12**
  - **Recovery from Pandemic**
  - **~$2,150 for each of 21-22 UPP Students**
  - **Expires by 2027-28 (6 Years)**
  - **OUSD Funding Levels**
    - **$25,938,019***

* SSC Estimate



Arts, Music, and Instructional Materials Discretionary

- Budget Assumptions
- No one-time funding was budgeted

- Adopted State Budget Act
- **$3.56 billion for K-12**
- **Allowable to use for Operational costs and Covid costs in addition to instructional uses**
- **~$675 per 2021-22 P2 ADA**
- **Expires by 2025-26 (4 Years)**
- **OUSD Funding Levels**
  - **$14,837,794***

* Per SSC Estimate



HOME-TO-SCHOOL TRANSPORTATION
$637 MILLION



Home-to-School Transportation

- Budget Assumptions

- No one-time funding was budgeted

- Adopted State Budget Act

- **Providing ongoing funding for regular education program**
- **Greater of Transportation Add-on Plus COLA Or 60% of reported Transportation costs less Add-on**
- **Transportation Plan need to be adopted by April 1, 2023 and update annually**
- **OUSD Funding Levels**
  - **$3.83 million**



OTHER FUNDING



Other One-Time and Ongoing Funding

- **One-Time Monies**

- $1.4 billion **Prop 51** for school construction projects
- $4.2 billion from General fund for **projects through 2025**.
- $650 million for **preschool, Transitional Kindergarten, and full-day kindergarten facility program**

- **Ongoing Monies**

- **Special Education** Rate increases from $715 to $820
- $1.2 million to increase **universal school meals** reimbursement rate and **Kitchen Infrastructure Grant**
- Increase in Lottery Revenue projections
- ***ELO-P** –Before, after, and summer school opportunities based on **UPP.
  - Funding Drop from $2,500 at May Revise to $1,250 in Enacted Budget

*ELO-P – Expanded Learning Opportunities Program Funding
**UPP- Unduplicated Pupil count Percentages



SUMMARY



Summary of Increases to Budget (Reported in Millions)

FUNDING	2022-23	2023-24	2024-25
Local Control Funding Formula			
Cost of Living and Increase to Base	$17.75	$22.85	$24.50
3 Year Average	$9.77	$6.00	$3.90
TK Expansion	$6.40	$6.40	$6.40
Learning Recovery Emergency Block Grant	$25.93	-	-
Arts, Music, and Instructional Materials Discretionary	$14.84	-	-
Home to School Transportation	$3.83	$3.95	$3.95
Total Funding	$78.52	$39.20	$38.75



NEXT STEPS



Next Steps

- Update District Budget
  - Revenue Enhancements
  - Program Commitments
  - Budget Stabilization Plan 22-23 to 26-27

- 2022-23 First Interim Report by Dec. 15, 2022



BOARD MEMBER QUESTIONS OR COMMENTS