
Orange Unified
EDGE
INTEGRITY • EQUITY • RESPECT • EXCELLENCE



2022-23 Second Interim Report

Board of Education Presentation
March 2, 2023

Presenters:

David A. Rivera, Deputy Superintendent and Chief Business Official
Meghna Bulsara, Executive Director, Business Services



Presentation Overview

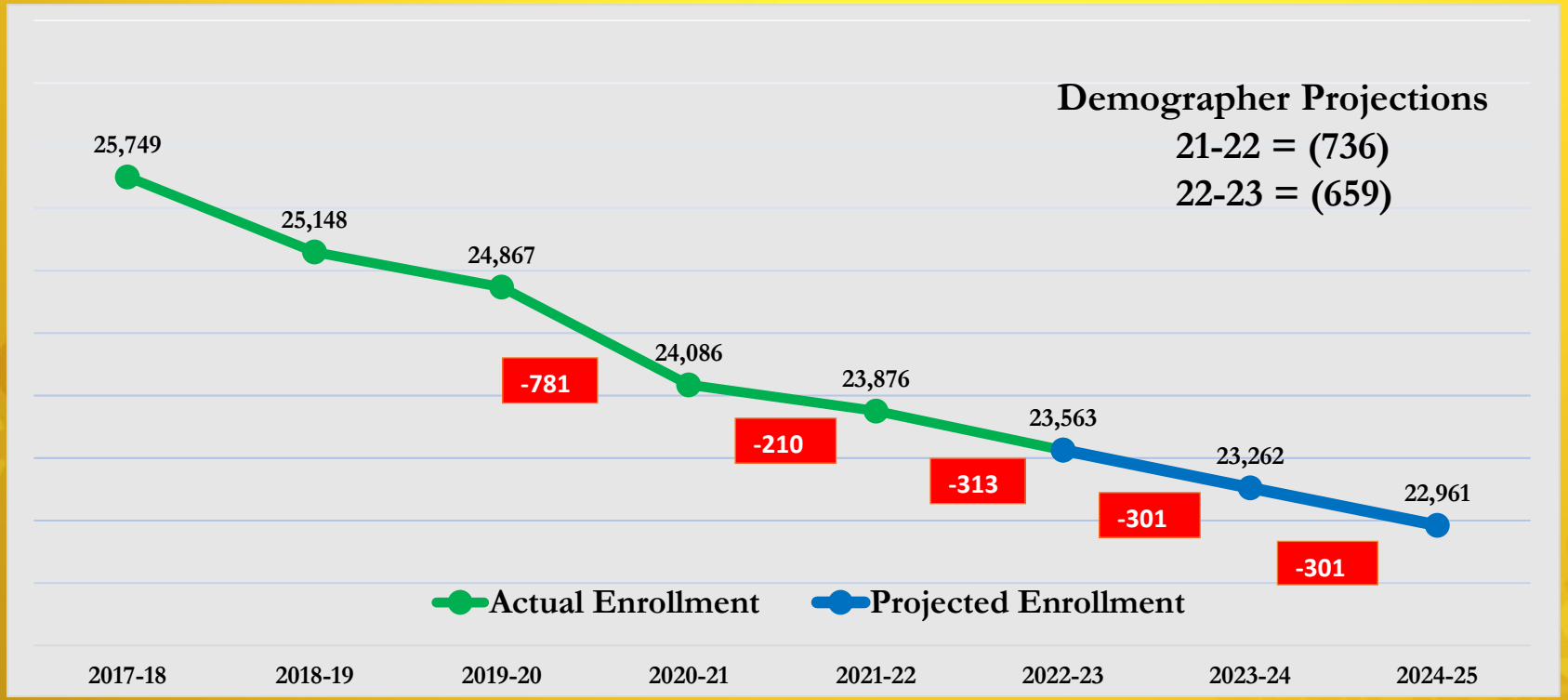
- Budget Assumptions
- What's Not In The Budget
- Next Steps



Budget Assumptions

OUSD Historical Enrollment (Excluding Charter Schools)





Budgetary Building Blocks - Revenues



	2022-23	2023-24	2024-25
Student Enrollment	(313)	(301)	(301)
Attendance Rate	93.29%	93.37%	93.38%
Unduplicated Pupil Percentages (UPP)	60.71% *	60.00%	60.00%
TK Add-on	542 @$2813	542 @$3041.7	542 @$3149.3
Cost of Living Adjustment - LCFF	13.26%	8.13%	3.54%
Cost of Living Adjustment – SPED.	6.56%	8.13%	3.54%
Learning Recovery & A-G Block Grants	$27.23M	N/A	N/A
Art & Music Block Grant	$14.8M**	N/A	N/A

*21-22 UPP Rate = 46.61%

**** One-third reduction proposed by Governor Newsom**

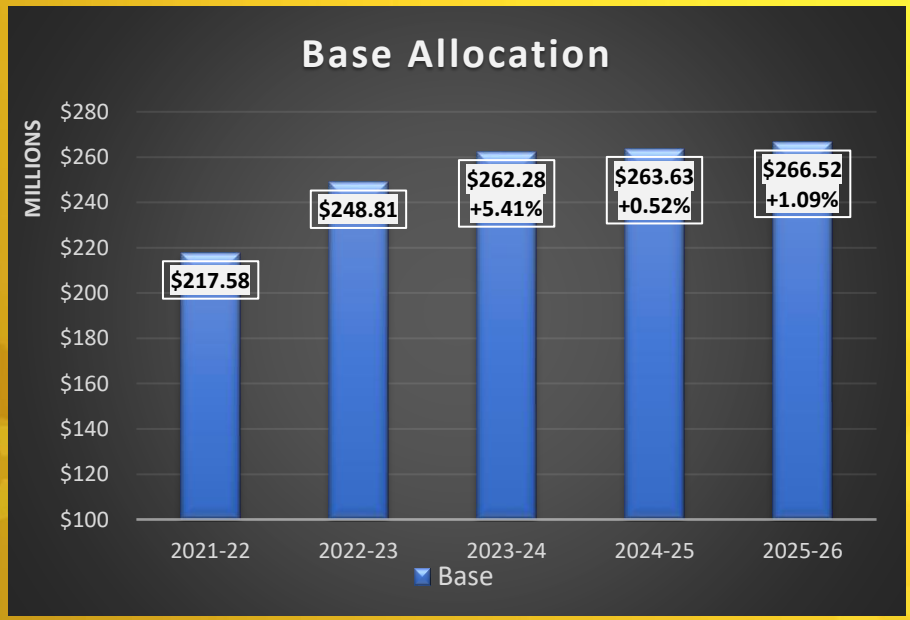
Budgetary Building Blocks - Expenditures

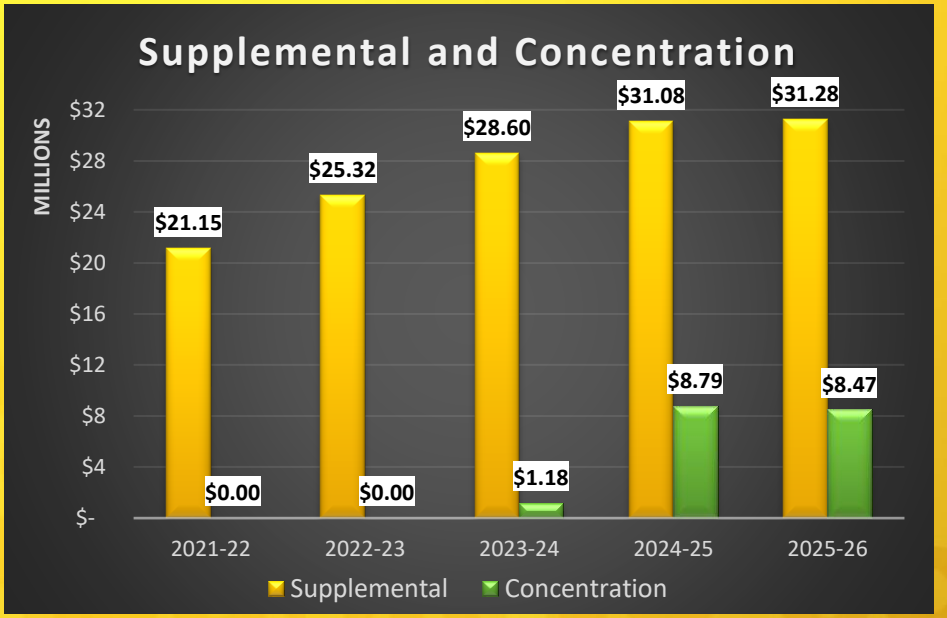


	2022-23	2023-24	2024-25
Employee Compensation OUEA & Leadership	5.5% ongoing & 1.75% one-time	-	-
Employee Compensation CSEA	5.5% ongoing & 2.75% one-time	1.5% ongoing & 1.95% one-time	-
Step and Column- Certificated	As Budgeted	1.84%	1.63%
Step and Column- Classified	As Budgeted	2.23%	1.91%
CalSTRS (certificated employees)	19.10%	19.10%	19.10%
CalPERS (classified employees)	25.37%	27.00%	28.10%
State Unemployment Insurance	0.50%	0.20%	0.20%
Employer Contributions (Health Benefits)	OUSD contribution level increases eff Jan 2023 for OUEA & Leadership; Calendar year 2023 one-time increase in OUSD Contribution	OUSD Contribution level increases eff Jan 2024 for CSEA; Calendar year 2023 one-time increase in OUSD Contribution	
Textbooks	$2.7M	$2.25M	$6.8M
School Safety Plan	$1.5M	-	-

Local Control Funding Formula (LCFF) Revenue Allocations







Multi-Year Projections



	2022-23	2023-24	2024-25
TOTAL REVENUES	$ 439,852,562	$ 391,618,513	$ 393,759,072
TOTAL EXPENDITURES	402,581,188	388,272,366	397,955,153
CHANGE IN FUND BALANCE:	37,271,374	3,346,147	(4,196,081)
Unrestricted Balance	9,082,785	9,411,960	11,509,287
Restricted Balance	28,188,589	(6,065,812)	(15,705,367)
BEGINNING FUND BALANCE	114,172,540	151,443,914	154,790,061
PROJECTED ENDING BALANCE	**$ 151,443,914**	**$ 154,790,061**	**$ 150,593,981**

Multi-Year Projections



	2022-23	2023-24	2024-25
PROJECTED ENDING BALANCE	**$ 151,443,914**	**$ 154,790,061**	**$ 150,593,981**
Stores and Revolving Cash	461,964	462,064	462,064
Restricted Programs Balance:	47,132,859	41,067,047	25,361,679
Assignments:			
•Attract & Retain Program	3,003,382	2,743,382	2,483,382
•Personnel Vacancies	16,695,795	16,128,343	17,066,137
•LCFF Carryover	6,935,265	6,935,265	6,935,265
Commitments (As Adopted May 19, 2022):			
•Textbook Adoption	9,291,719	9,291,719	9,291,719
•Replacement and Updating Technology	9,170,413	9,170,413	9,170,413
•Enrollment Decline (500 students)	6,471,181	6,471,181	6,471,181
•Essential Workers (Covid Funding)	7,263,267	7,263,267	7,263,267
•ADA Stabilization Plan - 2 years	5,356,972	5,356,972	5,356,972
•Pension Obligations	4,268,975	4,268,975	4,268,975
•Vacation Liability	4,072,465	4,072,465	4,072,465
•Facility Maintenance	2,876,907	2,876,907	2,876,907
•Bus Replacements	847,748	847,748	847,748
•District Program Priorities	1,600,651	1,600,651	1,600,651
•Fiscal Emergencies	12,832,638	23,675,479	34,216,488
Contingency/Unappropriated:			
•3% Reserve for State Required Contingency	12,077,436	11,648,171	11,938,655
•Unappropriated Fund Balance	$ 1,084,276	$ 910,012	$ 910,012



WHAT'S NOT IN THE BUDGET

What's Not In The Budget



- Home-to-School Transportation - $3.89 mil
  - AB 185 Grant
  - Transportation Plan needs to be adopted by April 1, 2023, and updated annually
- Learning Recovery Emergency Block Grant - $25.83 mil
  - Expenses are currently being planned based on stakeholder input
  - Grant period covers (2022-23 to 2027-28) - 6 Years
- Arts, Music, and Instructional Materials Discretionary - $14.8 mil*
  - Expenses are currently being planned based on stakeholder input
  - Grant duration (2022-23 to 2025-26) - 4 Years
  - * Governor's January Budget proposes reducing grants by one-third ~ $4.9 mil

Next Steps



State Level

- Legislative Proposals
- Governor's May Revision

Local Level

- Update Budget Stabilization Plan
  - Revenue Enhancements
  - Strategies to retain and attract students
  - Operational Efficiencies
- May 18 Board Meeting – Public Hearings
  - 2023-24 LCAP and District's Proposed Budget
- June 1 Board Meeting – Budget Adoption
  - 2023-24 LCAP and District's Proposed Budget



BOARD MEMBER QUESTIONS OR COMMENTS