



OXNARD UNION HIGH SCHOOL DISTRICT

Creating Prosperity through Equity, Inquiry, and Wellness

2024-25 Adopted Budget

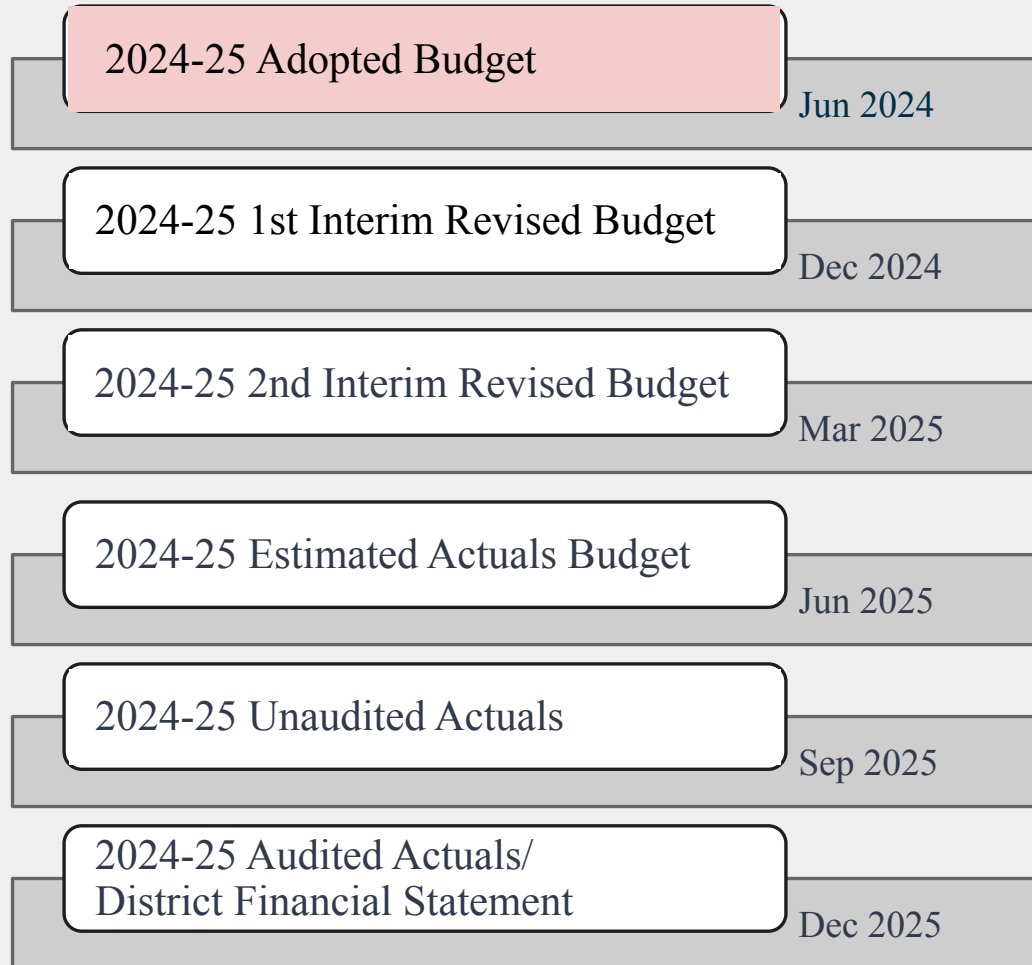
Financial Report Summary

Business Services

June 17, 2024

2024-25 Adopted Budget

The annual fiscal cycle for each school year is completed through six (6) reporting periods:



Adopted Budget - Budget estimates based information and final details from the State of CA received during that period.

1st Interim Revised Budget - Actual financial data from July 1st to Oct 31st plus budget estimates based on information received during that period.

2nd Interim Revised Budget - Actual financial data from July 1st to Jan 31st plus budget estimates based on information received during that period.

Estimated Actuals Budget - Actual financial data from July 1st to May 31st plus budget estimates based on information received during that period.

Unaudited Actuals - Actual financial data from July 1st to June 30th. This is actual financial data and no longer includes budgets.

Audited Actuals/Financial Statements - Actual financial data from July 1st to June 30th that has been reviewed by external independent auditors.

Technical Definitions:

Budget – A estimate of revenue and expenditures for a set period of time.

Actuals – The final actual revenue received and the final cost of expenditures for a set period of time.

What is the Adopted Budget?

- Education Code requires school districts (LEA) to submit an original adopted budget to the County Office of Education before the start of the next school year.
- Adopted budget report covers projected financial activities for the entire 24/25 school year.
- The Adopted Budget report is due to the County Office of Education by June 30, 2024
- There are 3 certifications a school district can receive:
 - A 'Positive' certification indicates that the school district is projected to meet its financial obligations
 - A 'Qualified' certification indicates that the school district may not meet its projected financial obligations
 - A 'Negative' certification indicates that the school district will be unable to meet its projected financial obligations
- The Adopted Budget is based on projections, preliminary information from the state, and tentative assumptions on revenues.
- Risks associated with the Adopted Budget each year:
 - Final revenue assumptions versus the enacted budget packages at the state level that will not be completed until June 30, 2024.
 - Additional trailer bill language from state legislature that can affect changes to the budget through September 15, 2024.

Concerns around the State Budget:

The state and national economies are in a slow growth pattern and may grow more slowly than the May Revision assumptions

Elevated rates curtail growth. The Fed rate is anticipated to hold steady until later this year, when we are hoping to see a reduction—but if inflation continues to rise, an increase is possible

In March 2024, California unemployment became the highest in the country

Inflation is showing persistence

The Russia-Ukraine and middle east conflicts, cyber-attacks, and US/China relations all pose economic risks



California
Unemployment
Rate



Slow
Growth



High Interest
Rates



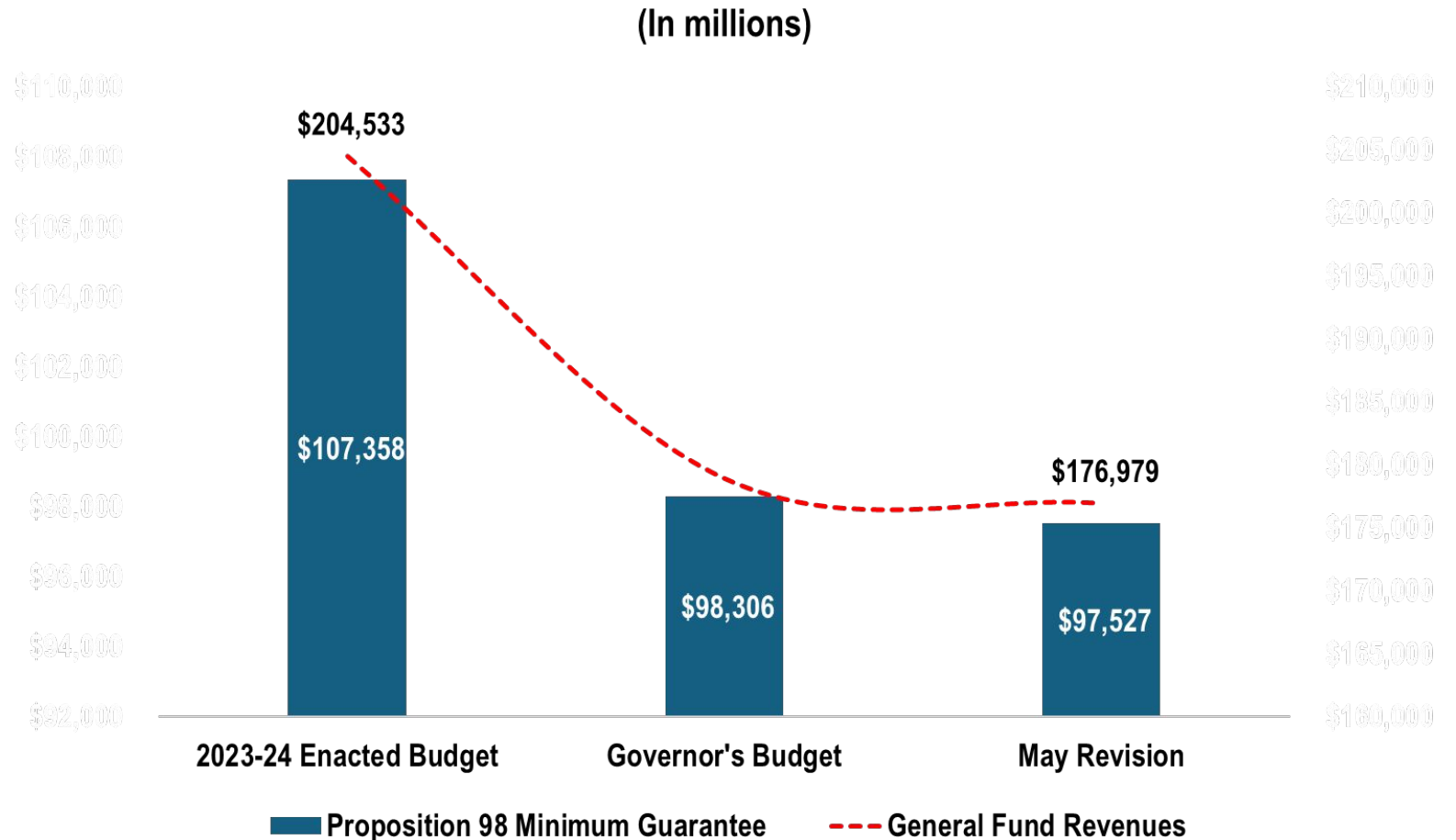
Geopolitical
Factors

**“Sticky”
Inflation**

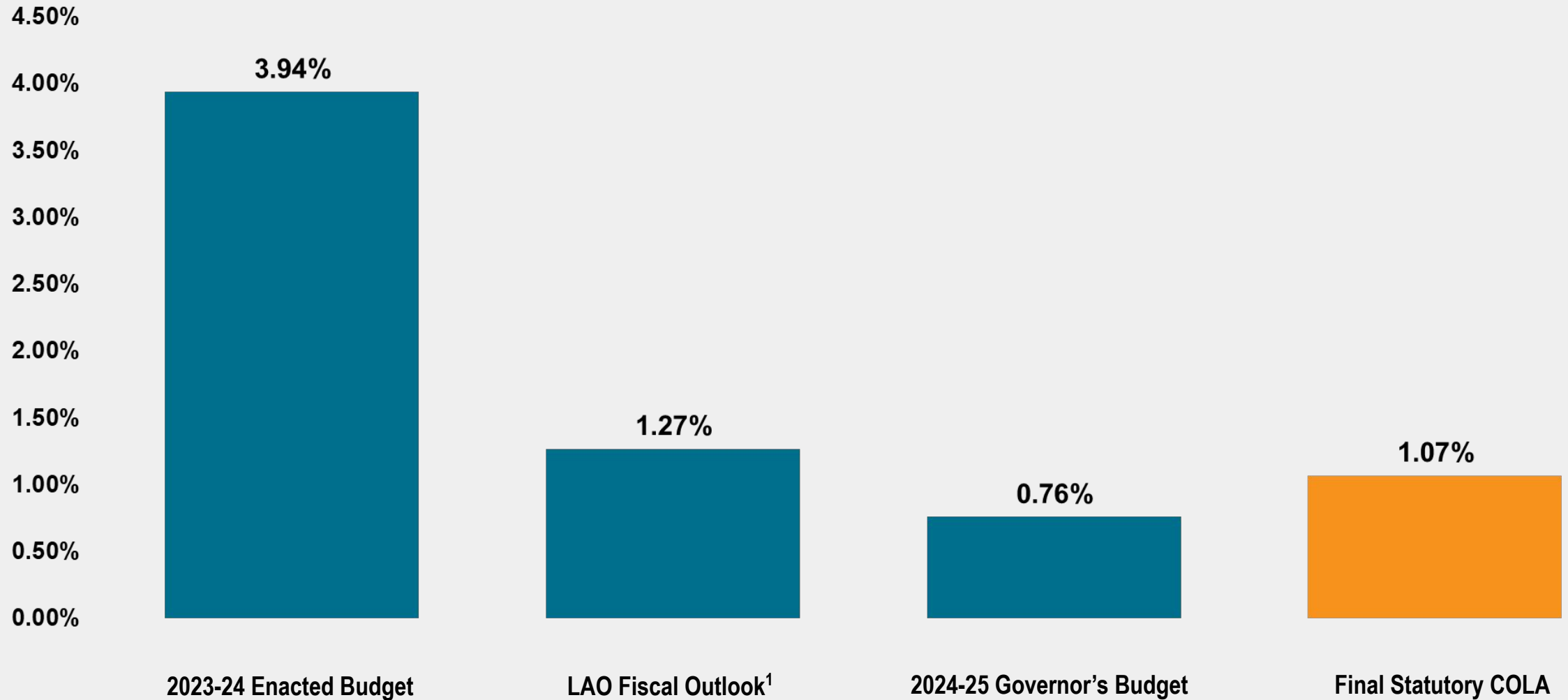


2022-23 Conundrum - State Final Revenue Lower than Anticipated

- In that Proposition 98 spending consumes nearly 40% of all state General Fund revenues, the 2022-23 appropriation above the revised minimum guarantee in the May Revision creates a significant budget dilemma
- *Why are we here?* The 2022 personal taxes, corporate taxes, and capital gains taxes came in \$26 billion below estimates
- The Proposition 98 “maneuver” is related to the Governor’s attempt to reduce 23/24 Prop 98 Revenue to schools in order to reduce the Prop 98 money for 24/25 school year.

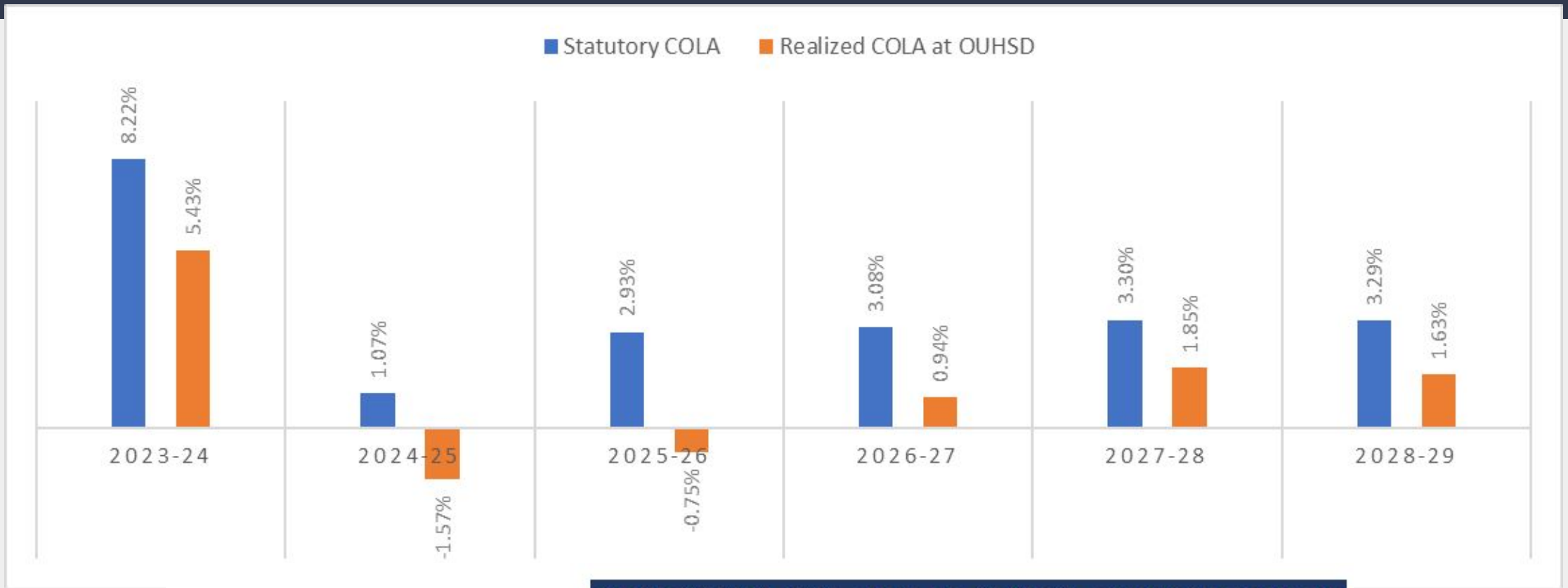


2024-25 Statutory COLA



¹LAO, December 2023

State COLA compared to Realized COLA



	2023-24	2024-25	2025-26	2026-27	2027-28	2028-29
Statutory COLA	8.22%	1.07%	2.93%	3.08%	3.30%	3.29%
Realized COLA at OUHSD	5.43%	-1.57%	-0.75%	0.94%	1.85%	1.63%

Average Daily Attendance (ADA)

All K-12 school districts in the State of California are funded on a formula based on the average daily attendance (ADA) of students during the school year. As a result, the statutory COLA provided by the state for funding increases is reduced by the percentage of students who were not present throughout the year.

The current attendance rates for the OUHSD district hover around 89.8% which means that students are present in class on average of 89.8% of the days but miss 10.2% of days. Student attendance has an impact on student achievement as well as district funding

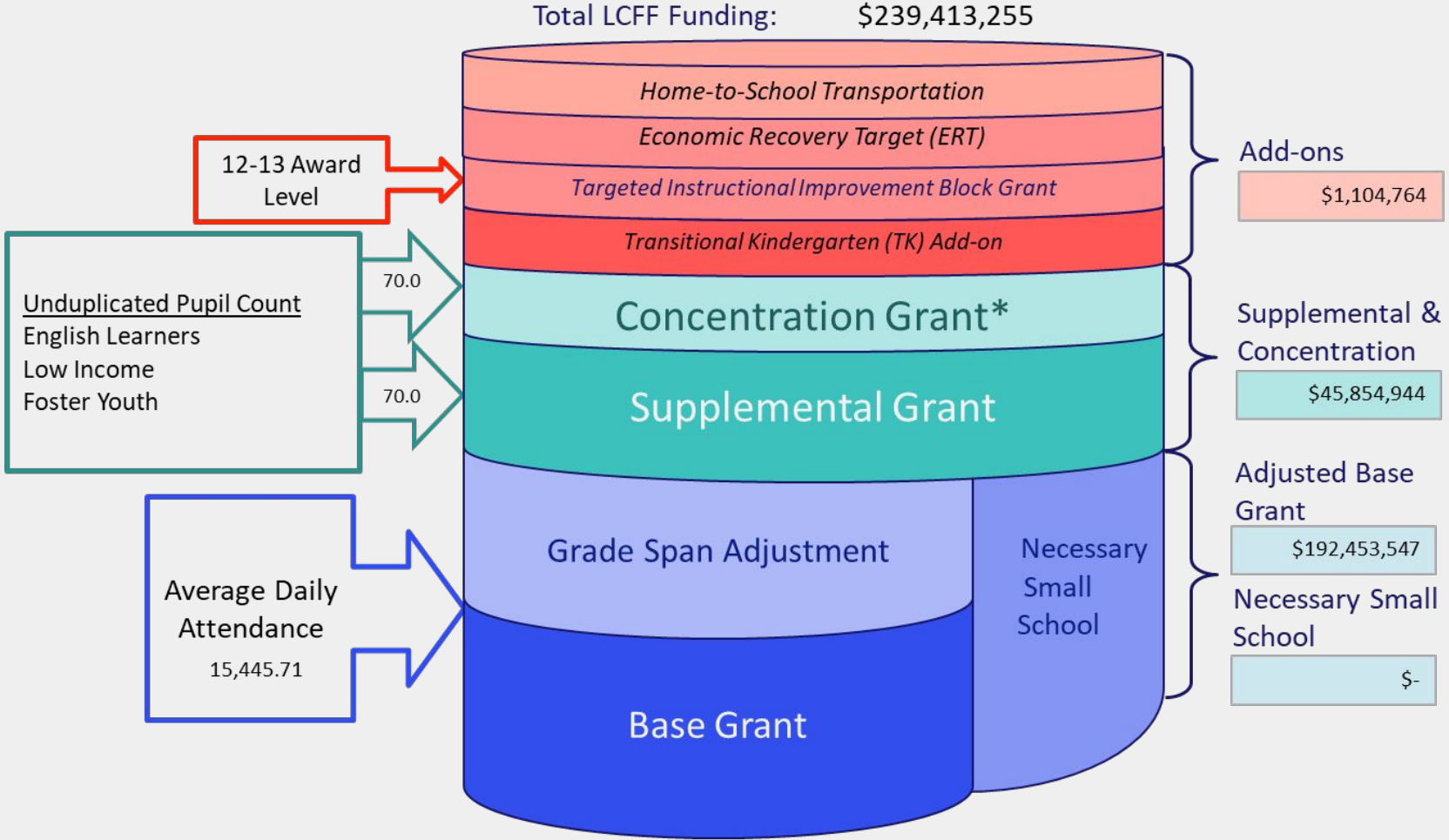
COLA to ADA	2023-24	2024-25	2025-26	2026-27	2027-28	2028-29
Statutory COLA	8.22%	1.07%	2.93%	3.08%	3.30%	3.29%
Budgeted COLA for Realized (89.8%)	5.43%	-1.57%	-0.75%	0.94%	1.85%	1.63%
Realized COLA at 89.8% ADA	5.43%	-1.57%	-0.75%	0.94%	1.85%	1.63%
Realized COLA at 92% ADA		-1.57%	0.07%	1.76%	2.64%	1.61%
Realized COLA at 94% ADA		-1.57%	1.98%	1.41%	3.20%	1.61%

Implications for OUHSD

- LEAs need to control ongoing cost escalations
- Declining Enrollment and Average Daily Attendance fluctuations continue to impact LEAs - We will have a 24/25 Attendance Improvement Plan!
- Continued strong review of district expenditures in order to advise the Supt. and Board - begin planning for 25/26 Budget Year now!
- Prioritize the growth of student programs and services to ensure student outcomes continue to improve
- Ensure expenditures are properly aligned to flow through Restricted budgets first and General Fund last

2024-25 Adopted Budget Financials

Planning Factors

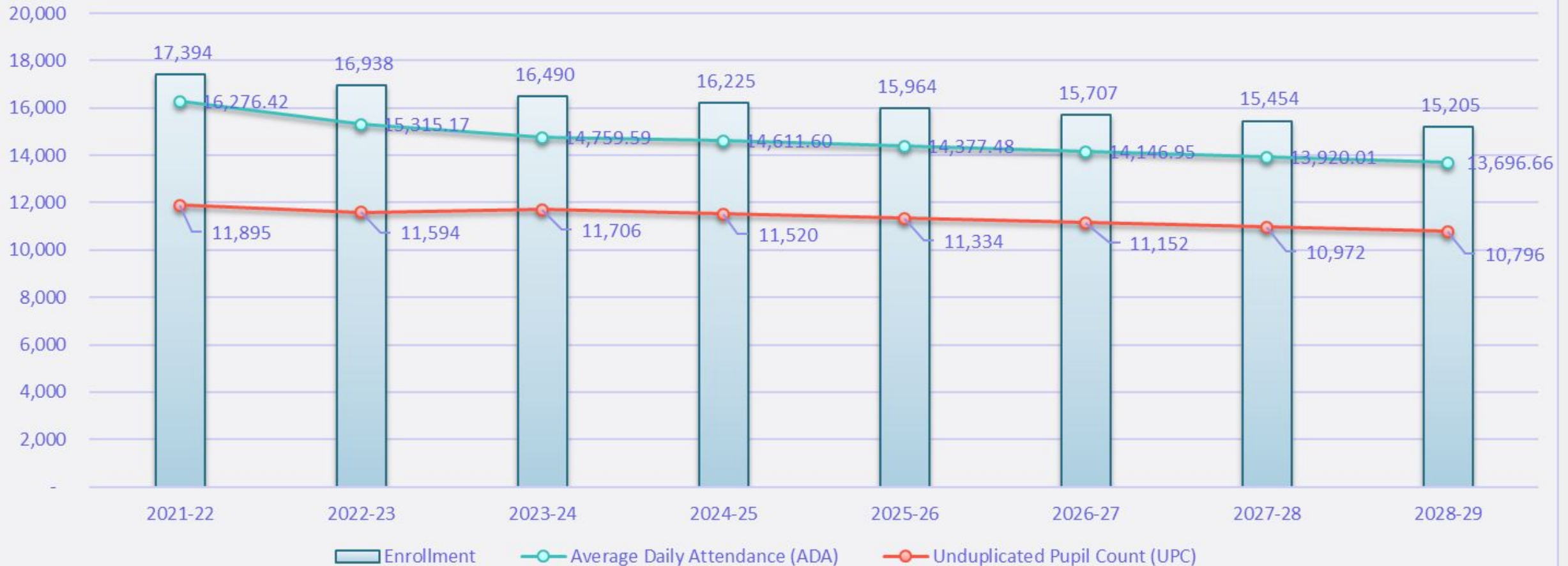


*Unduplicated Pupil Percentage must be above 55% to receive Concentration Grant funding

2024-25 Adopted Budget Financials

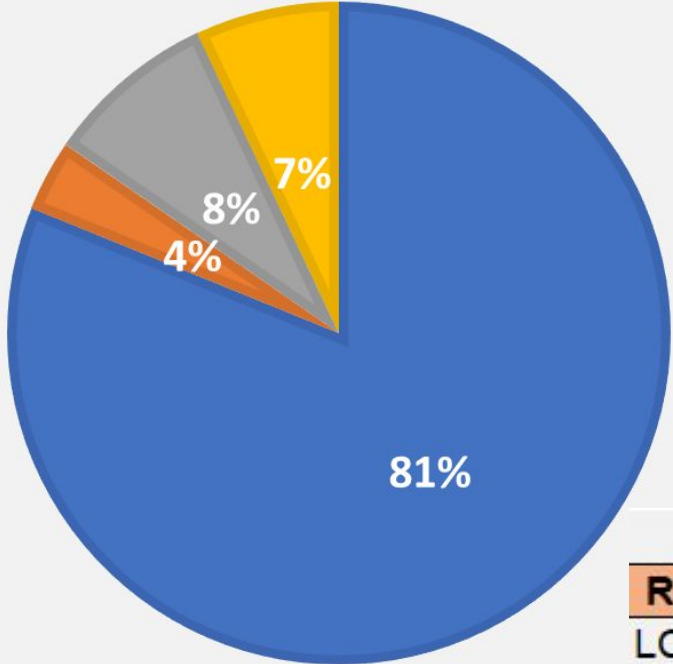
Planning Factors

OUHSD Enrollment, Average Daily Attendance (ADA) & Unduplicated Pupil Counts (UPC)



2024-25 Adopted Budget Financials

TOTAL REVENUE BY SOURCE
2024-25 ADOPTED BUDGET

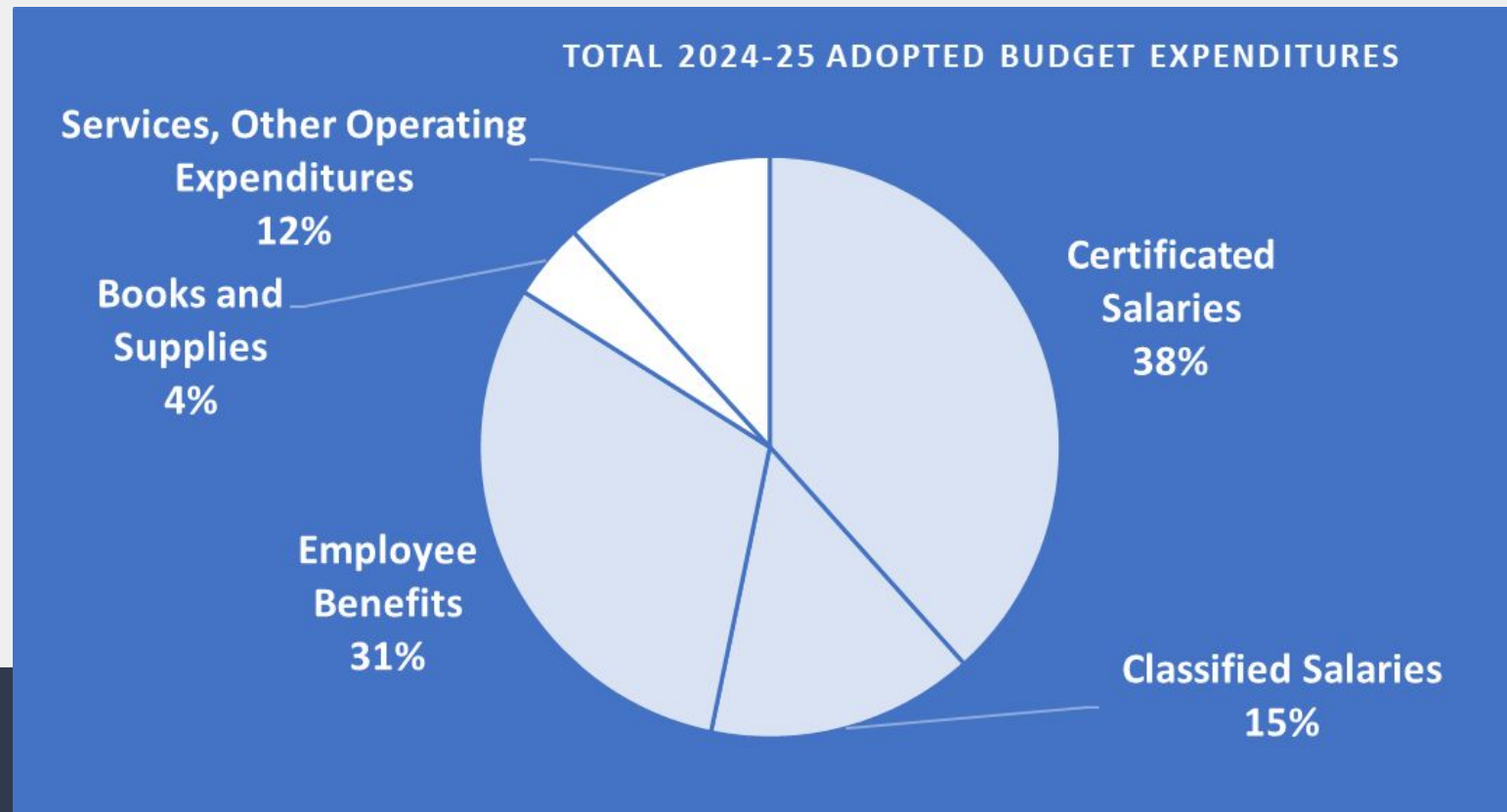


- 1. LCFF/Revenue Limit Sources
- 2. Federal Revenues
- 3. Other State Revenues
- 4. Other Local Revenues

	Total	Total	Total
REVENUES	2024-25	2025-26	2026-27
LCFF	239,413,255	239,080,193	241,333,159
Federal Revenues	10,252,278	10,420,359	10,473,788
Other State Revenues	24,695,209	24,813,207	24,917,975
Other Local Revenues	20,643,730	21,108,813	21,170,801
	295,004,472	295,422,572	297,895,723

2024-25 Adopted Budget Financials

2024-25 EXPENDITURES	Unrestricted	Restricted	Total
Certificated Salaries	\$ 107,063,855.00	\$ 6,049,689.00	\$ 113,113,544.00
Classified Salaries	\$ 26,468,094.00	\$ 17,407,837.00	\$ 43,875,931.00
Employee Benefits	\$ 68,041,541.00	\$ 22,528,247.00	\$ 90,569,788.00
Books and Supplies	\$ 8,494,868.00	\$ 4,077,644.00	\$ 12,572,512.00
Services, Other Operating Expenditures	\$ 16,057,895.00	\$ 18,650,929.00	\$ 34,708,824.00
2024-25 TOTAL EXPENDITURES	\$ 226,126,253.00	\$ 68,714,346.00	\$ 294,840,599.00



2024-25 Adopted Budget Fund Balance Summary

01	Unassigned Fund Balance	Unassigned/ Undesignated Balance	\$713,048
02	Restricted Fund Balance	<ul style="list-style-type: none"> Grant and One-Time Funding 	\$8,959,064
03	Assigned Reserve	<ul style="list-style-type: none"> Unallocated Unit Share Reserve Summer School Reserve Local Economic Reserve 	\$6,699,150 \$1,500,000 \$1,532,521
04	Inaccessible Fund Balance	<ul style="list-style-type: none"> Warehouse Stores/Petty Cash Balances 	\$460,000
05	Economic Uncertainties - Reserve	<ul style="list-style-type: none"> 3% Calculation Required for OUHSD 	\$8,850,000

2024-25 Adopted Budget

Thank you!

Questions?