

FORM ED-1

NOTICE OF BUDGET HEARING

A public meeting of the Board of Directors of the Medford School District 549C will be held on Thursday, June 3, 2021 at 5:30 p.m in the boardroom at 815 S. Oakdale Ave. The purpose of this meeting is to discuss the budget for the fiscal year beginning July 1, 2021 as approved by the Medford School District 549C Budget Committee. A summary of the budget is presented below. The final meeting for the adoption of the FY21-22 budget will be held on Thursday, June 24, 2021 at 5:30 pm. A copy of the budget may be inspected or obtained at the Business Services Office located at 815 S. Oakdale, Room 214, Medford, Oregon between the hours of 8:00 a.m. and 4:00 p.m through June 10 or at 680 Biddle Rd after June 10, or online at www.medford.k12.or.us. This budget is for an annual budget period. This budget was prepared on a basis of accounting that is the same as the basis of accounting used during the preceding year.

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FINANCIAL SUMMARY - RESOURCES			
TOTAL OF ALL FUNDS	Adopted Budget 2019-20	Amended Budget 2020-21	Approved Budget 2021-22
Beginning Fund Balance	24,184,108	33,505,065	55,823,217
Current Year Property Taxes, other than Local Option Taxes	51,299,441	54,289,200	54,829,859
Current Year Local Option Property Taxes			
Other Revenue from Local Sources	28,178,605	28,624,075	30,699,014
Revenue from Intermediate Sources	3,909,553	3,500,000	3,500,000
Revenue from State Sources	114,762,395	120,051,567	128,997,540
Revenue from Federal Sources	12,151,002	19,707,259	39,451,520
Interfund Transfers	7,294,774	8,869,891	4,820,000
All Other Budget Resources		22,750,000	
Total Resources	241,779,878	291,297,057	318,121,150
FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION			
Salaries	75,458,284	85,098,722	92,599,537
Other Associated Payroll Costs	49,468,387	54,253,992	58,025,910
Purchased Services	47,960,688	53,925,427	58,197,826
Supplies & Materials	6,430,027	9,497,261	9,469,252
Capital Outlay	3,660,571	7,043,000	31,573,000
Other Objects (except debt service & interfund transfers)	1,184,756	1,381,308	1,459,739
Debt Service*	16,804,140	17,230,934	18,366,279
Interfund Transfers*	7,307,961	8,869,892	4,820,000
Operating Contingency	33,174,330	53,699,005	43,292,092
Unappropriated Ending Fund Balance & Reserves	330,735	297,515	317,515
Total Requirements	241,779,878	291,297,057	318,121,150
FINANCIAL SUMMARY - REQUIREMENTS AND FULL-TIME EQUIVALENT EMPLOYEES (FTE) BY FUNCTION			
1000 Instruction	107,479,450	122,916,937	132,203,143
FTE	990	1,001	1,018
2000 Support Services	68,408,233	74,860,063	81,576,185
FTE	363	370	372
3000 Enterprise & Community Service	4,776,120	6,195,737	6,250,708
FTE			
4000 Facility Acquisition & Construction	3,512,096	7,250,229	31,295,229
FTE			
5000 Other Uses	24,098,914	26,100,826	23,186,279
5100 Debt Service*	16,804,140	17,230,934	18,366,279
5200 Interfund Transfers*	7,294,774	8,869,892	4,820,000
6000 Contingency	33,174,330	53,655,749	43,292,089
7000 Unappropriated Ending Fund Balance	330,735	317,515	317,516
Total Requirements	241,779,878	291,297,057	318,121,150
Total FTE	1,352	1,371	1,390

* not included in total 5000 Other Uses. To be appropriated separately from other 5000 expenditures.

STATEMENT OF CHANGES IN ACTIVITIES AND SOURCES OF FINANCING

General Fund

As with any budget, the development of this budget involves making assumptions. Ultimately, the District understands that some of these assumptions may be required to be collectively bargained, and as such, readers of this document should understand some of these assumptions may change. Some key assumptions include but are limited to: this budget assumes a \$9.3B 2021-23 K-12 budget, fully funded Measure 98 (\$3.0 million), fully funded Student Investment Account (SIA) (\$9.35 million), three one time Elementary Secondary School Emergency Relief Fund (ESSER) one time grants (\$51.3 million), a reduction to the Public Employee Retirement System (PERS) contribution rates by an average of approximately 4%, a 2.5% Cost Of Living Adjustment (COLA) for all employees and Step wage increases for those who qualify.

Of the 1,390.04 FTE projected for next year the General Fund has 1,138.39, or 82% of the employees, the Special Revenue Fund has 182.14, or 13% of the employees, and the ESSER one time grants has 69.5, or 5% of the employees. Total staffing is up 19.31 FTE to 1,390.04 FTE. Of the increase of 19.31 FTE, 17.0 FTE are in instruction and 2.31 FTE in Support Services. Of the 17.0 FTE increase in Instruction, 10.0 FTE are in elementary, 3.0 FTE are in elementary well-rounded education in the SIA grant, and 7.0 FTE are Behavior Specialists charged to the ESSER grant. Of the 2.31 FTE added in Support Services, 3.0 FTE will be added to Student Wellness with the addition of 1.0 FTE Family Equity Director and 2.0 FTE Family Liaisons. 1.0 FTE will be added to Curriculum Development for a Curriculum Development Coordinator. These increases are slightly offset by the elimination of 1.69 FTE, all of which were vacant. 0.69 FTE will be eliminated from Business Services for an Accounts Payable Clerk. 1.0 FTE will be eliminated from Information Technology for a Project Manager. Both of these position were vacant at the time of elimination.

Special Revenue

Special Revenue Resources/Appropriations are projected at \$69.3M for FY21-22, an increase of \$25.5M (58.3%) from the FY20-21 Budget. Most of the increase in Requirements is due to the increased funding for SIA and ESSER grants, which make up \$25.5M of the increase. In total all grants other than SIA and ESSER have flat year over year resources of \$34.0 million.

Other Funds

Other funds are up \$1.85M (2.7%) due primarily to the addition of \$1.2M for debt service on the full faith and credit bonds issued in June of 2021 to remodel the MSDEC for future use as a third middle school beginning in FY 2023-24 and a \$0.8 million increase due to increasing healthcare costs.

Summary - All Funds

In summary, the General Fund is the primary funding source for operational spending in the District. In the FY21-22 Budget, the General Fund represents 55.83% of all resources versus 61.26% in the FY20-21 Amended Budget. Total resources across all fund types for FY21-22 is \$318.1M vs \$291.3M in the FY20-21 Amended Budget, which is \$26.8M, or 9.2% higher. This is due to a -0.57M decrease in General Fund Resources, a \$25.55M increase in Special Revenue Resources, and a \$1.85M increase in other funds.

The District is focused on providing ademic rigor and relevance necessary for our students to achieve success. These strategies are designed to engage students across the spectrum and to fully prepare them for college, career, and life after graduation. For most students, our programs will help them obtain an industry certification, college credit or even an associate's degree along with their high school diploma.

PROPERTY TAX LEVIES

	Rate or Amount Imposed 2019-20	Rate or Amount Imposed 2020-21	Rate or Amount Approved 2021-22
Permanent Rate Levy (Rate Limit \$4.4123 per \$1,000)	40,298,415	41,231,132	43,541,042
Local Option Levy			
Levy For General Obligation Bonds	13,000,000	13,000,000	12,900,000

STATEMENT OF INDEBTEDNESS

LONG TERM DEBT	Estimated Principal Debt Outstanding July 1, 2021	Estimated Debt Authorized, But Not Incurred on July 1, 2021
General Obligation Bonds	\$116,345,000	
Other Bonds (Pension)	\$24,140,000	
Other Borrowings	\$22,750,000	
Total	\$163,235,000	