

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 2, 2022 at 5:30 p.m at the Logos Charter School at 1203 N Ross Lane in Medford Oregon. The purpose of this meeting is to discuss the budget for the fiscal year beginning July 1, 2022 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 FY22-23 budget will be held on Thursday, June 23, 2022 at 5:30 pm. A copy of the budget may be inspected or obtained at the Business Services Office located at 680 Biddle Rd, Medford, Oregon between the hours of 8:00 a.m. and 4:00 p.m 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 2020-21	Amended Budget 2021-22	Approved Budget 2022-23
Beginning Fund Balance	\$33,505,065	\$64,746,408	\$46,839,559
Current Year Property Taxes, other than Local Option Taxes	53,224,726	54,679,859	56,142,575
Current Year Local Option Property Taxes			
Other Revenue from Local Sources	50,554,831	30,897,014	31,364,342
Revenue from Intermediate Sources	4,281,424	3,511,330	3,764,918
Revenue from State Sources	119,726,760	133,246,329	137,671,053
Revenue from Federal Sources	15,343,105	35,311,765	41,196,892
Interfund Transfers	8,869,891	6,138,000	6,628,000
All Other Budget Resources		-	
Total Resources	\$285,505,801	\$328,530,704	\$323,607,339
FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION			
Salaries	\$79,469,088	\$92,406,005	\$93,406,436
Other Associated Payroll Costs	50,807,205	57,104,839	57,261,220
Purchased Services	49,841,373	67,692,120	66,677,118
Supplies & Materials	8,353,916	9,357,652	11,411,397
Capital Outlay	5,982,171	11,619,421	27,522,737
Other Objects (except debt service & interfund transfers)	1,075,261	1,581,524	1,376,511
Debt Service*	17,610,487	36,366,279	18,528,041
Interfund Transfers*	8,869,891	6,720,001	6,628,000
Operating Contingency	63,429,215	45,365,348	40,458,363
Unappropriated Ending Fund Balance & Reserves	67,193	317,515	337,515
Total Requirements	\$285,505,801	\$328,530,704	\$323,607,339
FINANCIAL SUMMARY - REQUIREMENTS AND FULL-TIME EQUIVALENT EMPLOYEES (FTE) BY FUNCTION			
1000 Instruction	\$116,672,358	\$135,769,756	\$135,560,150
FTE	1,001	1,017	1,000
2000 Support Services	70,152,804	86,660,846	88,846,355
FTE	370	373	387
3000 Enterprise & Community Service	2,954,901	6,977,240	6,220,179
FTE			
4000 Facility Acquisition & Construction	5,748,953	10,353,721	22,956,831
FTE			
5000 Other Uses	26,480,378	43,604,279	29,227,948
5100 Debt Service*	17,610,487	36,366,279	22,599,948
5200 Interfund Transfers*	8,869,891	7,238,000	6,628,000
6000 Contingency	63,429,215	43,597,348	40,458,362
7000 Unappropriated Ending Fund Balance	67,193	1,567,515	337,515
Total Requirements	\$285,505,801	\$328,530,704	\$323,607,339
Total FTE	1,371	1,390	1,387

* 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, fully funded Student Investment Account (SIA), 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% for the 2021-22 biennium, a 2.5% Cost Of Living Adjustment (COLA) for all employees and Step wage increases for those who qualify.

The projected staffing for FY22-23 of 1,387.02 FTE has a decrease of 14.88 FTE or 1%. Of the 14.88 decrease there are no changes in SpEd staffing as the entire decrease is in non-SpEd areas. When looking by fund, the 14.88 FTE decrease is made up of a 46.12 FTE decrease in special revenue (primarily ESSER) and a 31.24 FTE increase in the General Fund.

The 31.24 FTE of consolidated General Fund non-SpEd is achieved through moving 46.12 FTE from the ESSER fund to the General Fund, the reduction of -22.5 FTE due to lower enrollment and will be accomplished through attrition, and the addition of 7.62 FTE to the current FY21-22 staffing of 1,401.9. There is a total of an additional 7.62 FTE for: +1.0 FTE for a Director of Literacy, +2.0 FTE to support the Director of Literacy, +1.0 FTE for a principal at the new middle school on Oakdale, +1.0 FTE for an assistant principal at Oakdale for half of the year, +1.0 for a media tech for the middle school at Oakdale, a +1.0 FTE for an office manager at Oakdale, and 0.62 FTE in the communications function.

To be clear, 46.12 FTE reduction in Special Revenue staff is 26.62 FTE transfer to the General Fund from ESSER, 20.5 FTE eliminated due to lower enrollment, partially offset by the addition of a 1.0 FTE Director of Literacy in SIA.

Special Revenue

Special Revenue Resources/Appropriations are projected at \$78.8M for FY22-23, an increase of \$7.9M (11.27%) from the FY21-22 Budget. In total all grants other than SIA and ESSER are up \$1.5M, or 3.8% of \$41.1 million. See the following pages for more details on each program or grant.

Other Funds

Other funds are down -\$17.3M (-24.43%) due primarily to spending down capital projects funds from the 2021 full faith bond issued in June of 2021 to remodel the MSDEC for future use as a third middle school beginning in FY2023-24.

Summary - All Funds

In summary, the General Fund is the primary funding source for operational spending in the District. In the FY22-23 Budget, the General Fund represents 59.3% of all resources versus 56.9% in the FY21-22 Amended Budget. Total resources across all fund types for FY22-23 is \$323.6M vs \$328.5M in the FY21-22 Amended Budget, which is \$4.9M, or 1.5% lower. This is due to a 4.9M increase in General Fund Resources, a \$7.6M increase in Special Revenue Resources, and a decrease of \$17.5M increase in other funds.

The District is focused on providing academic 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 2020-21	Rate or Amount Approved 2021-22	Rate or Amount Approved 2022-23
Permanent Rate Levy (Rate Limit \$4.4123 per \$1,000)	\$41,231,132	\$43,541,042	\$44,525,000
Local Option Levy			
Levy For General Obligation Bonds	\$13,000,000	\$12,900,000	\$12,900,000

STATEMENT OF INDEBTEDNESS

LONG TERM DEBT	Estimated Principal Debt Outstanding July 1, 2022	Estimated Debt Authorized, But Not Incurred on July 1, 2021
General Obligation Bonds	\$108,700,000	
Other Bonds (Pension)	\$21,130,000	
Other Borrowings	\$19,280,000	
Total	\$149,110,000	