

FORM ED-1

NOTICE OF BUDGET HEARING

A public budget hearing of the Board of Directors of the Medford School District 549C will be held on Thursday, June 8, 2023 at 5:30 p.m. at the North Medford High School Commons Room at 1900 Keene Way in Medford Oregon. The purpose of this meeting is to discuss the budget for the fiscal year beginning July 1, 2023 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 FY23-24 budget will be held on Thursday, June 29, 2023 at 5:30 pm in the North Medford High School Commons Room. 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	Amended Budget 2021-22	Amended Budget 2022-23	Approved Budget 2023-24
Beginning Fund Balance	\$64,742,205	\$63,036,339	\$37,171,132
Current Year Property Taxes, other than Local Option	53,133,444	55,142,575	56,458,800
Current Year Local Option Property Taxes			
Other Revenue from Local Sources	31,795,648	32,379,343	35,273,119
Revenue from Intermediate Sources	4,113,958	3,764,918	3,264,918
Revenue from State Sources	131,085,419	138,965,634	139,574,008
Revenue from Federal Sources	30,651,223	41,174,546	20,466,362
Interfund Transfers	7,326,911	7,568,000	7,653,000
All Other Budget Resources		-	
Total Resources	\$322,848,808	\$342,031,355	\$299,861,340

FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION			
Salaries	\$87,726,935	\$94,556,731	\$91,670,082
Other Associated Payroll Costs	54,687,192	58,349,922	58,156,138
Purchased Services	61,949,640	69,022,492	69,003,526
Supplies & Materials	8,127,276	12,275,897	15,139,782
Capital Outlay	19,870,778	43,499,498	9,380,042
Other Objects (except debt service & interfund transfers)	1,788,277	1,436,511	1,545,210
Debt Service*	18,335,460	18,528,041	18,735,668
Interfund Transfers*	7,326,912	7,050,001	7,135,000
Operating Contingency	62,697,136	36,974,747	28,738,376
Unappropriated Ending Fund Balance & Reserves	339,204	337,515	357,515
Total Requirements	\$322,848,808	\$342,031,355	\$299,861,340

FINANCIAL SUMMARY - REQUIREMENTS AND FULL-TIME EQUIVALENT EMPLOYEES (FTE) BY FUNCTION			
1000 Instruction	127,720,965	137,232,018	131,219,413
FTE	1,015	974	931
2000 Support Services	80,951,558	92,910,117	98,771,949
FTE	387	409	409
3000 Enterprise & Community Service	6,261,102	6,220,179	6,254,378
FTE			
4000 Facility Acquisition & Construction	19,216,473	42,778,739	8,649,042
FTE			
5000 Other Uses	25,662,371	26,096,041	25,870,668
5100 Debt Service*	18,335,460	18,528,041	18,735,668
5200 Interfund Transfers*	7,326,912	7,568,000	7,135,000
6000 Contingency	62,718,825	36,456,747	28,687,497
7000 Unappropriated Ending Fund Balance	317,515	337,515	408,393
Total Requirements	\$322,848,808	\$342,031,355	\$299,861,340
Total FTE	1,402	1,383	1,340

* 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 proposed budget assumes a \$9.9B 2023-25 K-12 budget; fully funded Measure 98; fully funded Student Investment Account (SIA); two remaining one time Elementary and Secondary School Emergency Relief Fund (ESSER) grants; an increase to the Public Employees Retirement System (PERS) employer contribution rates by an average of approximately 1.5% for the 2023-25 biennium; a 2.0% Cost of Living Adjustment (COLA) for all employees; and step wage increases for those employees who qualify. For 2023-24, with the opening of Oakdale Middle School, all sixth graders will move to Middle School.

The projected staffing for FY23-24 of 1,340.13 FTE has a decrease of -42.8 FTE or -3.1%. Of the -42.8 decrease there are no changes in SpEd staffing as the entire decrease is in non-SpEd areas. When looking by fund, the -42.8 FTE decrease is made up of a -32.67 FTE decrease in the General Fund FTE and a -10.13 FTE decrease in Special Revenue funds.

The -32.67 FTE reduction in the General Fund is due to: the addition of 12.0 FTE for the OMS launch and the addition of 14.43 FTE transferred from ESSER back to the GF (6.0 FTE from Elementary, 1.0 FTE for Middle School, 1.0 FTE for High School, 0.88 FTE for 1283 JDEP, 0.8 FTE for Teaching and Learning, and 4.75 FTE for Custodial) more than offset by a -4.3 FTE move out of the General Fund FTE to Title grants and a -54.8 FTE reduction in staffing (described in detail in the following pages).

The -10.13 FTE reduction in Special Revenue Instructional area is as follows: -14.43 FTE transfers from ESSER to the GF, partially offset by 4.3 FTE transferred from the GF to Title grants.

Special Revenue

Special Revenue Resources/Appropriations are projected at \$58.3M for FY23-24, an decrease of -\$24.8M (-29.87%) from the FY22-23 Budget, largely due to the reduction of the ESSER Grant. See the following pages for more details on each program or grant.

Other Funds

Other funds are down -\$10.2M (-16.88%) due primarily to spending down the Capital Projects funds from the 2021 Full Faith Bond issued in June of 2021. These bonds issued were to help fund the remodel the Oakdale Middle School building to use as a third middle school beginning in the fall of 2023.

Summary - All Funds

In summary, the General Fund is the primary funding source for operational spending in the District. In the FY23-24 Budget, the General Fund represents 63.7% of all resources versus 57.9% in the FY22-23 Amended Budget. Total resources across all fund types for FY23-24 is \$299.8M vs \$342.0M in the FY22-23 Amended Budget, which is \$42.1M, or 12.3% lower. This is due to a \$7.07M decrease in General Fund Resources due primarily to lower enrollment, a \$24.8M decrease in Special Revenue Resources due primarily to lower ESSER spending, and a decrease of \$10.2M decrease in other funds (primarily capital projects funds related to Oakdale Middle School renovation).

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 2021-22	Rate or Amount Approved 2022-23	Rate or Amount Approved 2023-24
Permanent Rate Levy (Rate Limit \$4.4123 per \$1,000)	\$42,083,777	\$43,525,000	\$44,860,750
Local Option Levy			
Levy For General Obligation Bonds	\$12,900,000	\$12,900,000	\$12,900,000

STATEMENT OF INDEBTEDNESS

LONG TERM DEBT	Estimated Principal Debt Outstanding July 1, 2023	Estimated Debt Authorized, But Not Incurred on July 1, 2023
General Obligation Bonds	\$100,715,000	
Other Bonds (Pension)	\$17,755,000	
Other Borrowings	\$18,780,000	
Total	\$137,250,000	