



# Adopted Budget

For Fiscal Year 2014-15

*Hillsboro School District 1J  
Hillsboro, Oregon*



1.	Budget Message.....	Page 1
2.	Budget Analysis.....	Page 6
3.	Organization .....	Page 15
4.	Budget Calendar.....	Page 21
5.	General Fund Revenue .....	Page 22
6.	General Fund Expenditures.....	Page 29
7.	Budget Functions Descriptions .....	Page 39
8.	Special Revenue Funds .....	Page 48
9.	Debt Service Fund.....	Page 59
10.	Capital Construction Fund .....	Page 62
11.	Internal Service Fund .....	Page 65
12.	Trust and Agency .....	Page 66
13.	Budget Summary.....	Page 67
14.	Proposed Budget Approval, Resolutions, Notices, Minutes.....	Page 69





**May 8, 2014 (original)**

**June 10, 2014 (revised to include Bond Refunding)**

Dear Hillsboro School District Budget Committee Members and Patrons:

In accordance with ORS 294.391, I am submitting to you the Hillsboro School District IJ approved 2014-15 budget.

For the first time since I became Superintendent, I am very pleased to be able to describe a budget that *restores* dollars to our system rather than removes them.

Over the course of the last six years, we have had to reduce our expenditures by nearly \$70 million from what would have been required to maintain a current service level (roll-up) budget. Even when you consider that we were able to add back four budget reduction days in 2009-10 as a result of Measures 66 and 67, and three budget reduction days in the 2013-14 school year because of Gain Share money, that's still a cumulative reduction of more than \$66.7 million.

As we embarked upon the 2013-14 school year, we thought we knew what was ahead for both 2013-14 and 2014-15: continued reliance on shrinking reserves, five budget reduction days each year, and a staffing ratio of 30:1 across the District, among other reductions.

However, things began to look up shortly after the Budget Committee approved the proposed 2013-14 budget. During a joint press event by Hillsboro Mayor Jerry Willey and Board of Commissioners Chair Andy Duyck on Thursday, June 6, 2013, we learned about the intention of the City of Hillsboro and Washington County to gift a portion of their Gain Share\* money to school districts. At the event, they indicated their willingness to devote \$10 million to Washington County schools over the course of the 2013-2015 biennium. Hillsboro's portion of that money equated to roughly \$1.2 million per year, which the Board approved on July 23, 2013, for use in restoring three of the five proposed budget reduction days in both 2013-14 and 2014-15.

The next positive news came on October 2, when it was confirmed that the emergency legislative session called by Governor Kitzhaber had resulted in a "grand bargain." For K-12 education, that grand bargain meant \$100 million more for the 2014-15 school year than had previously been anticipated. Hillsboro's portion would account for approximately \$3.4 million of the total.

Then in December, the Oregon Department of Education (ODE) announced they had changed the formula by which they calculate the poverty money allocated to districts. The crux of the change was using data from the most recent U.S. Census in 2010, instead of data from the previous census in 2000. For Hillsboro, that recalculation meant an additional \$850,000 for the 2014-15 school year.

- *Gain Share is money that local taxing authorities receive back from the state as a result of tax abatement agreements with large employers. These tax abatement agreements are described in the Strategic Investment Program (SIP), which allow employers to pay less money in taxes in exchange for their significant investments in their physical plants. The income tax collected from employees who are new to those companies as a result of the investment is held separately by the state—half is kept at the state level, and half is returned to local taxing authorities.*



In January, good news continued when the state announced that local property tax collections were higher than anticipated, which increased the amount of funds available for schools through the State School Fund (SSF) distribution.

Finally, in March and early April, we received new SSF estimates for the 2012-13, 2013-14, and 2014-15 school years, which reflected fewer students in Oregon than initially projected, a higher transportation reimbursement than initially projected, and an increase in Hillsboro's average years of teacher experience.

When all these things were factored into our projected revenues, it was determined that we would have \$6,235,335 in additional revenue for the 2014-15 school year.

As the funding picture was becoming brighter, we began the process of consulting with our administrative staff about how the money could best be spent. At that time, our estimate of the funds available was less than \$2 million, but the task was really less about the money itself and more about determining where and how we could have the most impact, knowing that we would not receive enough to undo all of the reductions from the past six years. Administrators were asked to brainstorm, discuss, and create a prioritized list of ideas that reflected the values, goals, and objectives of our Strategic Plan.

A set of values emerged to guide the work, which included adding funds that:

- Further student learning and achievement
- Provide support for students, especially at vulnerable points in their educational careers
- Can be sustained from year to year
- Build staff members' skills
- Promote college and career readiness
- Allow for equitable access and outcomes for students
- Strengthen our infrastructure

These values, along with the budget numbers we had in late winter, were used to create a presentation that was given to administrators to share with their staff members and communities throughout March and early April. Meanwhile, we were meeting with our Board and Budget Committee members to share information and gather feedback.

Some of the key pieces of input we received were that the District should not attempt to spread the money too thin; should keep in mind that several entities—parents, legislators, and city and county leaders—have fought for additional money for schools to help alleviate some of the effects of the years of reductions and would expect that the money be used accordingly; and, at the same time, we should put some of the money aside for future expenses.

We took all of the feedback into account and used it to create our final proposal, which is what this budget is built upon. Here are the additions:

- **Staffing ratio (class size) reduction.** Reduce Kindergarten staffing ratio by four, from 30:1 to 26:1; reduce Grades 1-2 staffing ratio by two, from 30:1 to 28:1; reduce grades 3-12 staffing ratio by 1, from 30:1 to 29:1. **Total cost: \$2,080,000.**
- **Instructional calendar.** Add back one of the two budget reduction days. **Total cost: \$465,000.**
- **Elementary interventions.** Provide support to elementary students in poverty through interventions, tutoring, etc. **Total cost: \$450,000.**

- **Middle school instructional coaches.** Add one half-time (0.5 full-time equivalent) instructional coach at each middle school. **Total cost: \$165,000.**
- **High school parallel supports.** Provide parallel supports for core classes, interventions, AVID tutorials, etc. **Total cost: \$400,000.**
- **College and Career Coordinator.** Hire a coordinator to lead the College and Career Pathways work, Career-Technical Education, and Dual Credit efforts. **Total cost: \$100,000.**
- **Classified hours.** Provide additional classified (support staff) hours to be allocated at the principals' discretion. **Total cost: \$100,000.**
- **STE(A)M investment.** Fund a half-time District coordinator, plus materials, and stipend positions at each school to support after-school science, technology, engineering, arts, and math programs. **Total cost: \$250,000.**
- **Performing arts investment.** Create an ongoing investment plan to provide supplies and materials for our performing arts programs. **Total cost: \$130,000.**
- **Communications.** Hire an additional staff member to assist with District-level communications. **Total cost: \$82,500.**
- **Discretionary budgets.** Restore 5 percent to building discretionary budgets (30 percent has been reduced over the past six years). **Total cost: \$155,000.**
- **Technology.** Build \$1 million into the General Fund budget for annual technology purchases; make a one-time technology infrastructure investment of \$500,000. **Total cost: \$1,500,000.**
- **Reserves.** Set aside remaining funds and target them for future needs. **Total cost: \$357,835.**

I strongly believe that these additions will make a meaningful difference for the students, staff, and community of the Hillsboro School District. They represent a strategic direction and focus for the future—not merely a ‘reversing of the cut list’ from previous years.

As the Legislature gathers in February 2015 to determine the budget for the next biennium, I am confident we will be able to provide them with evidence of the benefits of an increased investment in K-12 education—although we will only be halfway through the school year.

My sincerest thanks are offered to our amazing staff for their willingness to keep giving their best to students each and every day, even as things have gotten increasingly difficult over the past several years; to our parents, community members, business and higher education partners for supporting us through their donations of time, money, and opportunities; and to our students for proving to us time and again that they are the bright stars that guide and inspire us.

Respectfully submitted,



Mike Scott  
Superintendent

## BOND REFUNDING INFORMATION SUMMARY

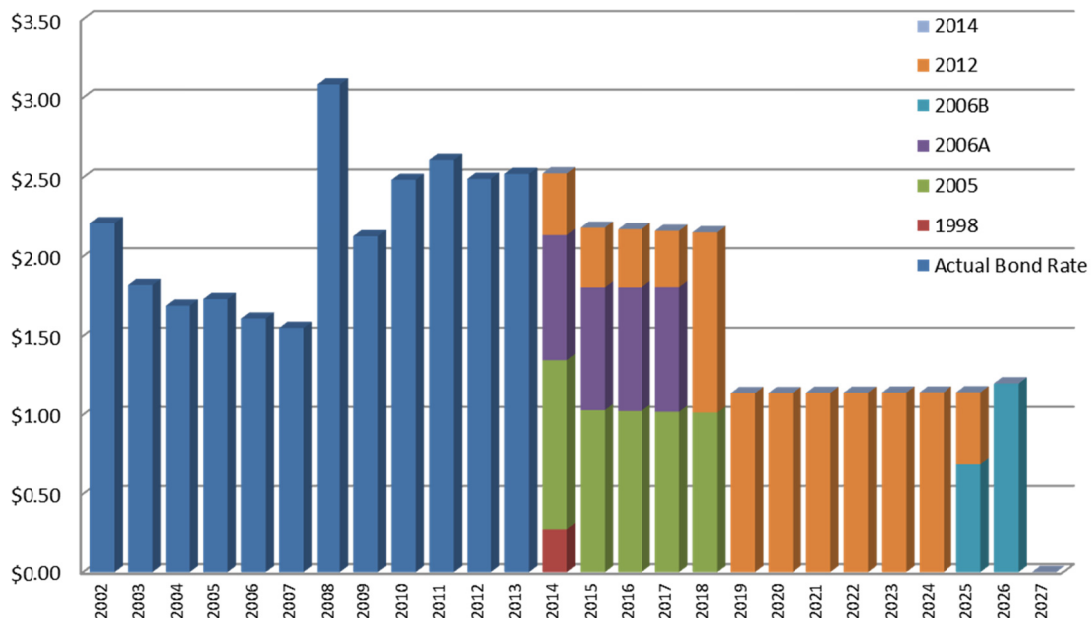
In 2006, the District sold \$169 million in two series of bonds to construct new schools, remodel existing facilities, and acquire land for future facilities. These bonds are due to be paid off in June 2026. The District now has an opportunity to refund (like refinancing a mortgage) these bonds at a significant savings to taxpayers. The series 2006B bond issue, the 2025 and 2026 portions of the outstanding debt, was structured as “callable deferred interest bonds,” so they may be prepaid prior to their maturity dates.

The idea would be to refinance these 2025 and 2026 maturities and shorten the repayment period to pay the debt off over the 2015, 2016, 2017, and 2018 fiscal years. The impact will be to increase the District’s bond levy rate per \$1,000 of Assessed Value (AV) by approximately \$0.38 in 2015, and \$0.39 in 2016, 2017, and 2018. The result will be that the total bond levy rate will remain at the current 2014 level of approximately \$2.45/\$1,000 of AV. In return, the District will lower its debt service levy by \$0.63 in 2025 and by \$1.10 in 2026.

In 2012, the District issued refunding bonds with a level annual savings over the same repayment period. In contrast, the proposed refunding bonds would restructure the existing debt by shortening the final maturity (similar to going from a 30-year mortgage to a 15-year mortgage).

A graphic representation for projected levy rates after the restructuring is attached. In order to be able to advance refund outstanding debt, the District must show at least a 3 percent Net Present Value (NPV) savings; in this case, the NPV savings are currently estimated to be 34 percent, or approximately \$6.5 million. (These figures are subject to change with normal market movement.)

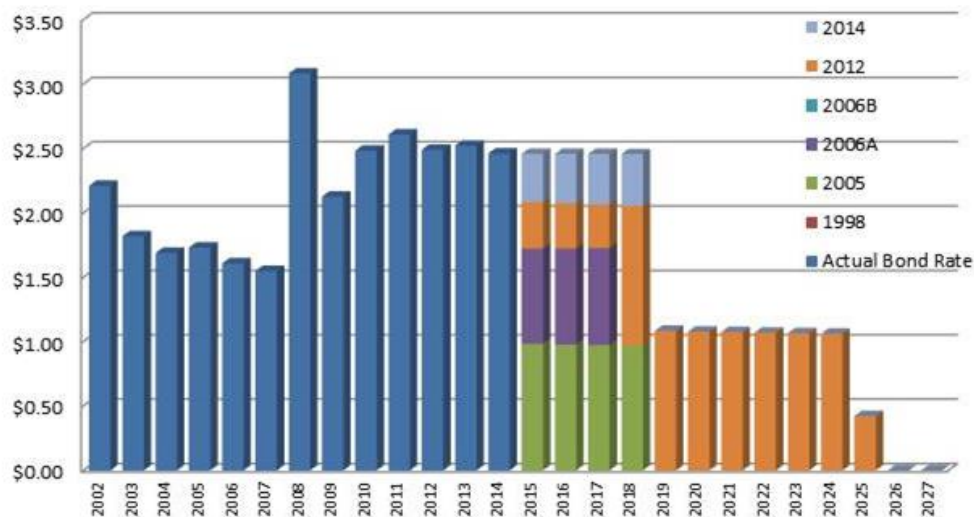
**Hillsboro School District No. 1J  
Outstanding GO Bonds-Actual & Projected Levy Rates**



- The Refunding opportunity is a result of the 2006B bonds, which are Deferred Interest Callable Bonds

Another feature of this potential refunding is that it results in the District's current debt service levy of approximately \$2.45/\$1,000 staying level through fiscal year 2018. In fiscal year 2019, levy rates are projected to drop to approximately \$1.07/\$1,000, which could be an opportunity for a new bond issue for construction of new schools in South Hillsboro, and upgrades to existing facilities without increasing our taxpayers' rate/\$1,000.

**Hillsboro School District No. 1J  
Refunding Scenario #1**



Current Debt Service				
		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
	2024-25	\$4,443,616	\$5,821,384	\$10,265,000
	2025-26	<u>\$7,598,096</u>	<u>\$10,801,904</u>	<u>\$18,400,000</u>
		\$12,041,712	\$16,623,288	\$28,665,000
Refund All of 2025 and 2026 Deferred Interest Bonds				
		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
	2014-15	\$4,090,000	\$425,425	\$4,515,425
	2015-16	\$4,370,000	\$382,300	\$4,752,300
	2016-17	\$4,715,000	\$294,900	\$5,009,900
	2017-18	<u>\$5,115,000</u>	<u>\$153,450</u>	<u>\$5,268,450</u>
		\$18,290,000	\$1,256,075	\$19,546,075
	Total Savings =			\$9,118,925
	Net Present Value (NPV) Savings =			\$6,567,414

- Because the 2014-15 budget has already been approved by the Budget Committee and because Refunding Scenario #1 will result in a higher Debt Service Levy for 2015, we will need to reconvene the Budget Committee and have them reapprove the budget to include the additional Debt Service Levy (June 10<sup>th</sup>).
- This in turn will mean we will have to reschedule the Budget Hearing originally scheduled for June 10<sup>th</sup>. This will require an additional June meeting for the board to hold the Budget Hearing (June 24<sup>th</sup>).
- The tax rate in 2025 is estimated to be \$0.42/\$1,000.



Hillsboro School District, a unified school district, is the fourth largest of 197 districts in Oregon. The District is projecting to serve approximately 20,756 students during the 2014-15 school year. Hillsboro School District enrolls approximately 3.7 percent of the total Grade K-12 student population in Oregon. Hillsboro School District comprises four high schools, four middle schools, twenty-five elementary schools, two alternative education schools, one online academy, and one charter school.

Hillsboro is conveniently located 18 miles west of Portland (Oregon's largest metropolitan city), 60 miles east of the Oregon coast, and 80 miles from the ski slopes of the Cascade Mountains. Encompassing 195 square miles, Hillsboro School District serves families from multiple communities such as Hillsboro, North Plains, Cornelius, Aloha, and a portion of Sherwood. District property is located in three separate counties: Washington, Multnomah, and Yamhill.

From high-tech companies to institutions of higher education, strong community partners provide extensive resources to the District through grants, volunteering, and donations. The City of Hillsboro is a key partner with Hillsboro School District, providing an abundance of parks, recreation, and after-school and summer programs for children.

Hillsboro's government takes pride in its business-like efficiency, concern for livability, and careful planning for residential and industrial growth. Professionally advanced police and fire departments provide comprehensive emergency response service to community residents. In addition, residents of all ages have access to parks, libraries, and community centers that provide recreational, educational, and social opportunities.

## **BUDGET PRESENTATION**

Hillsboro School District is proud to publish and provide budget information to the Budget Committee and our community.

The District's main goal is to present the budget data in a manner that provides a clear, accurate account of the District's educational programs and services for the 2014-15 fiscal year. The information contained in this budget document has been developed, in part, from a combination of District staff and community feedback.

We welcome the opportunity to discuss any financial information or to answer questions regarding the data presented in this report.

## **BUDGET PROCESS AND SIGNIFICANT CHANGES**

The annual budget process comprises five phases: planning, preparation, adoption, implementation, and evaluation.

For the first time since the beginning of the global economic recession (mid-2008), the budget climate is decidedly more stable with a potential of reinvestment rather than additional reductions. With a slow and steady economic recovery, the District is designing

a plan for investing in relevant, targeted areas to increase student achievement instead of simply adding back programs.

At the time of this Adopted Budget, state funding for K-12 education is appropriated at \$6.55 billion for the biennium, with an additional \$100 million in the second year as part of the “Grand Bargain” (special legislative session September 2013<sup>1</sup>).

The most significant budget impacts are a result of:

- An increase in statewide K-12 funding from \$5.713 billion for the 2011-2013 biennium to \$6.55 billion for the 2013-2015 biennium, with an additional \$100 million for 2014-15 school year from the September 2013 special legislative session (the “Grand Bargain”).
- PERS costs will increase by 0.6 percent of payroll for the PERS Bond debt service. There is legal action pending the 2013 PERS reforms. The District will maintain the PERS reserve of \$1.5 million for the 2014-15 fiscal year to offset a portion of future increases.<sup>2</sup>
- For the first time in six years, no discretionary reserve funds are appropriated for use in the general fund operation budget.
- Both employee group contracts have been settled for the 2014-15 year with two budget reduction days. However, one of these budget reductions days has been restored in the Adopted Budget. The adding back of this day must be bargained with the Hillsboro Education Association. A \$25 monthly increase to eligible employees for insurance costs is included, as bargained, in the 2014-15 year. This \$25 per month increase was achieved by prorating the “step” increase for all employee groups.
- Changing student demographics and implementation of instructional strategies designed to increase student achievement.
- A change in the State School Fund distribution due to a shift in calculations for students in poverty.<sup>3</sup>
- Gainshare funds distributed for use in the General Fund budget in the same manner as 2013-14 year.
- Some services previously purchased through the Northwest Regional Education Service District (NWRES D) will now be provided by District staff. This change will result in the District receiving flow-through funds from the NWRES D, which will be used to hire the additional staff needed to provide these services.
- New residential construction within the District and school boundary adjustments.

---

<sup>1</sup> [http://www.oregonlegislature.gov/housedemocrats/Documents/hdo\\_100213.pdf](http://www.oregonlegislature.gov/housedemocrats/Documents/hdo_100213.pdf)

<sup>2</sup> Currently estimated at a 2.0 percent increase each biennium in the long-term expenditure projections.

<sup>3</sup> <http://www.ode.state.or.us/news/announcements/announcement.aspx?id=9601&typeid=5>

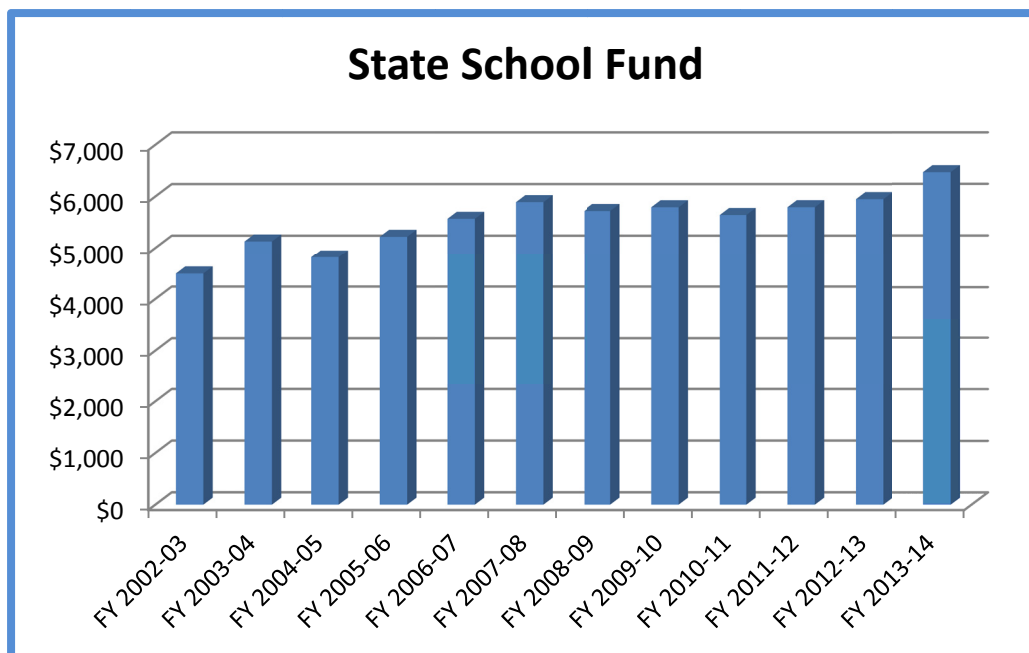
## STATE FUNDING OF K-12 EDUCATION

In the 1990s, Oregon voters approved a property tax limitation that shifted major responsibility for funding K-12 programs from local property taxes to Oregon's General Fund. The measures approved by the voters required the Oregon Legislature to replace these property taxes. As property taxes were reduced, the reliance on the State General Fund increased.

As one of the few states that does not have a sales tax, the State of Oregon's primary revenue sources are the state income tax and lottery revenues. Therefore, the funding levels for K-12 education statewide are significantly affected by fluctuations in the economic climate. In addition, prior to 2007, Oregon's Kicker Law required the state to return any income tax collections in excess of two percent of projections to tax payers. This effectively kept the state from being able to "save" during the good times in anticipation of economic downturns. During the 2007 legislative session, a bill was passed that allowed the state to create a Rainy Day Fund—a first attempt to stabilize state funding.

The unprecedented economic recession, which began during the second half of 2008, necessitated reductions to Hillsboro School District's current service level budgets nearly \$70 million over the last six years. The reductions have come in the form of reduced FTE, lost school days, and reduced budgets at every level.

The State School Fund (SSF) allocates funding for each attending student in Oregon through a weighted distribution system. A ten-year historical review of the SSF dollars per ADMw (Average Daily Membership weighted) is shown in the chart below.





## ENROLLMENT GROWTH

During the 2011-12 school year, the Hillsboro School District contracted with Portland State University (PSU) Population Research Center to prepare enrollment forecasts for use in the District's long-range planning.

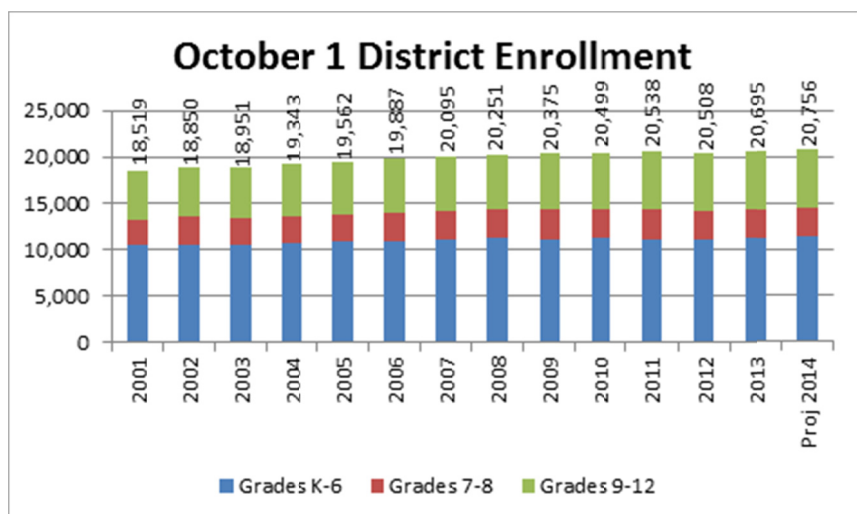
In the past 13 years, student enrollment in the Hillsboro School District has increased by 2,237 students, with a projected student population of 20,756 for October 1, 2014, compared to 18,519 students in the 2001-02 school year. To handle the population growth since the beginning of the 1998-99 school year, the District has opened eight new elementary schools, one new middle school, two new high schools, and shifted ninth grade from junior high school to high school. In addition, major renovations have been made at three middle schools and one high school. During this time, the District has also decommissioned two elementary schools and one middle school. The District now operates twenty-five elementary schools, serving Grades K-6, four middle schools serving Grades 7-8, and four high schools serving Grades 9-12. Hillsboro School District also serves students in one alternative high school, one alternative middle school, one online academy and one charter school.

The 2012 PSU Population Research Center report estimates that overall student enrollment will grow by an additional 2,284 students by the 2025-26 school year. The District Long-Range Planning Committee meets regularly to look at facility needs for our existing facilities, and to continue the planning process for new facilities to address this projected growth.

The PSU Population Research Center report can be viewed on the District's website at <http://www.hsd.k12.or.us/AboutHSD/TheFutureofHSD/EnrollmentForecasts.aspx>.

## DISTRICT ENROLLMENT

District enrollment, as measured by the annual October 1 student count, has grown by 2,283 students between 2001 and 2014.



## A Period of Growth

New legislation from the 2014 session finalized the urban reserve issue that would allow for development in the South Hillsboro and other areas. Coupled with the economic upturn, this means the District will need to accommodate more students within existing facilities<sup>4</sup>.

The District's Long-Range Planning Committee regularly monitors residential and commercial development within the District. As of November 2013 a total of more than 2,000 new housing units have been approved for development within the Hillsboro School District boundaries. Based on per unit projections provided by Portland State University, the District is anticipating 800+ new students from these developments, with 165 new students projected in the 2014-15 school year. These new developments led the District to conduct a Boundary Adjustment process during the 2013-14 school year.

Funding through the State School Fund (SSF) is based on our annual Average Daily Membership weighted (ADMw). The ADMw calculation is an average of the number of the students enrolled in the District throughout the school year. In this formula, kindergarten students are counted as 0.50. It is anticipated that the District will add 1.0 instructional FTE for each 30-student increase.

2014-15	
Grade Level	New Students
K	23.75
1	26.65
2	26.65
3	24.90
4	24.80
5	24.80
6	24.80
7	9.98
8	9.98
9	3.99
10	3.99
11	3.99
12	3.99
<b>Total</b>	<b>212.38</b>

## AVERAGE ENROLLMENT FOR FISCAL YEAR

Grade Level	October Fiscal Year 2011-12	October Fiscal Year 2012-13	October Fiscal Year 2013-14	October Fiscal Year 2014-15	Percentage of Change 10/2011 to 10/2014
Elementary School	11,127	11,081	11,220	11,416	+2.6%
Middle School	3,144	3,098	3,133	3,150	+0.2%
High School	6,277	6,329	6,343	6,190	-1.39%
<b>TOTAL</b>	<b>20,538</b>	<b>20,508</b>	<b>19,695</b>	<b>20,756</b>	<b>+1.06%</b>

<sup>4</sup> As of Second Quarter, 2013-14, includes additional students based on projections of new construction throughout the year (information provided by the City of Hillsboro and Washington County Planning Department)

## 2014-15 BUDGET AT A GLANCE

- The 2014-15 school year is the second year of the 2013-2015 biennium.
- General Fund operating revenue will increase by \$18.03 million, or 9.12 percent.
- Employee insurance caps increases are included in this budget for all employee groups. The current District contribution for all eligible staff is budgeted at \$1,075 per month and is prorated by FTE per negotiated agreement.
- Hillsboro School District's combined rate, including the debt service payment for the Unfunded Actuarial Liability (UAL) bonds, is 19.61 percent for Tier 1 and Tier 2 employees, and 18.18 percent for Tier 3 employees.
- The budget includes a reduction of one day from all employee calendars.

### 2014-15 Budget All Funds (In Thousands)

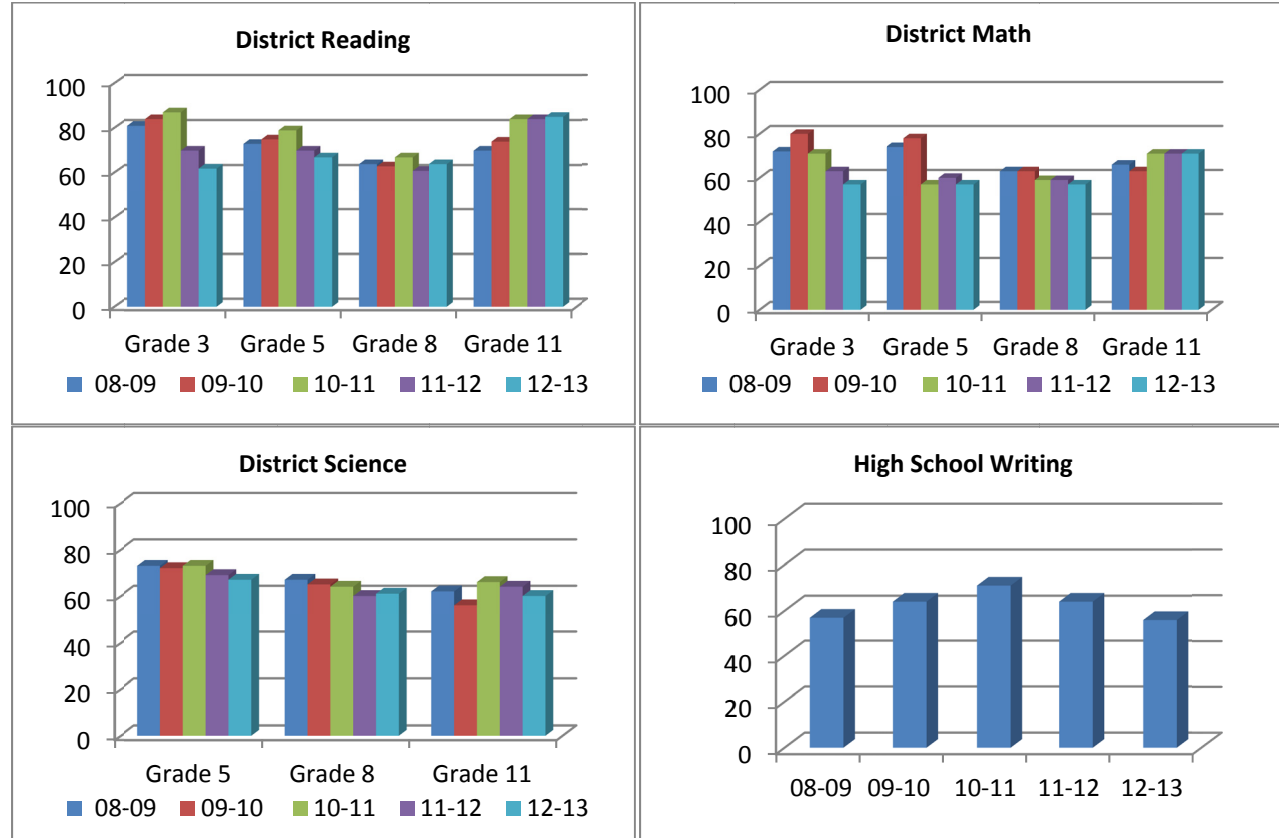
Fund	FY 2013-14	FY 2014-15	Change
General (Operational)	\$175,744,885	\$191,773,277	9.12%
Special Revenue	\$26,582,430	\$30,963,824	16.48%
Debt Service	\$37,848,805	\$39,856,920	5.31%
Construction	\$8,545,000	\$4,907,500	-42.57%
Internal Services	\$1,500,000	\$1,500,000	0.00%
Trust & Agency	\$155,000	\$0	-100.00%
<b>Total All Funds</b>	<b>\$250,376,120</b>	<b>\$269,001,521</b>	<b>7.44%</b>

## PASSING THE TEST – ACHIEVEMENT AND ACCOUNTABILITY

Schools and students in the Hillsboro School District, and across the state, continue to be evaluated based on rigorous standards. For example, our HSD annual statewide report card includes student demographics, school staff information, state and national assessment results, dropout and graduation rates, early childhood data, alternative education information, and public school funding. We use this information to share with the public each year and to monitor our progress.

Another way administrators and teachers look at individual student achievement is through their Professional Learning Communities (PLC). PLCs in each building are designed to improve student success by giving teachers a collaborative structure to talk about their students. By asking, “What is it we expect students to learn? How will we know when they have learned? How will we respond when they don’t learn? How will we respond when they already know it?” these PLC teams focus on results rather than intentions and are ongoing in every school.

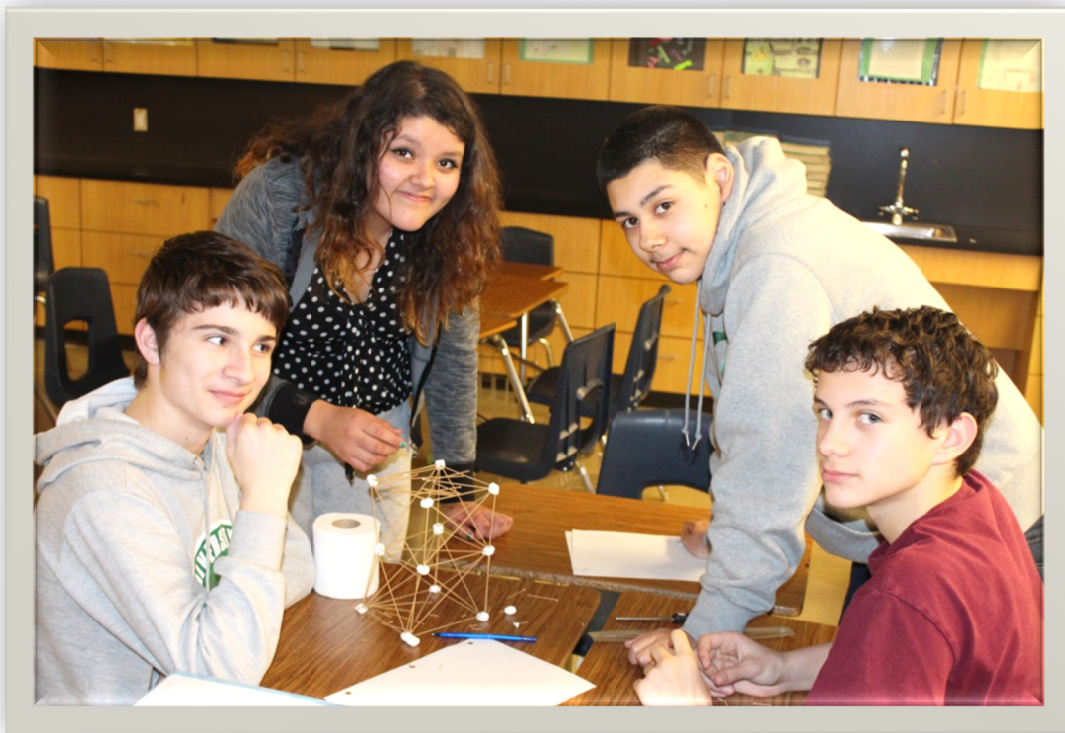
In the Hillsboro School District, we continually evaluate our efforts to ensure that resources are being used efficiently and effectively. Ongoing monitoring of student performance provides reassurance that District efforts and dollars are helping each Hillsboro student learn.



## SUMMARY

The 2014-15 Adopted Budget for Hillsboro School District is based on the following objectives:

- The top priority is the effective use of resources to improve student achievement.
- To the extent possible, the budget must ensure financial stability through the end of the 2013-2015 biennium and look forward to the next several biennia. The long-range forecast for the State of Oregon shows a slow recovery.
- Resources are provided to implement the fourth year of the 2011-2016 District Strategic Plan.
- The District will continue to target efficiencies within general operations and support services, with quality instruction as a high priority.
- The District will not spend any remaining discretionary reserve funds in the General Fund operating budget.



## LOOKING AHEAD

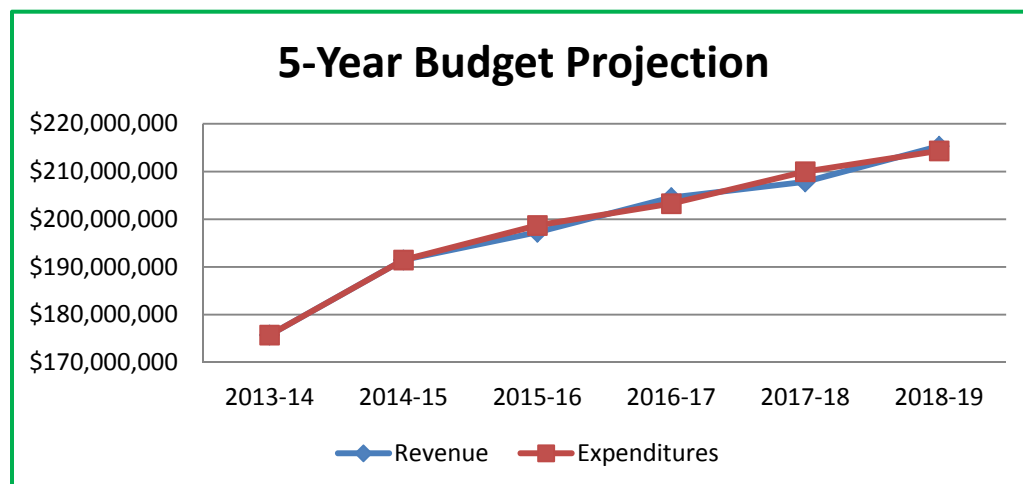
Below is a graph showing anticipated revenues and expenditures for the next five years. The following assumptions are included in calculating these figures:

### Revenues

- Biennial State School Fund increase of 8 percent—based on the most recent (March 2014) Oregon Office of Economic Analysis Quarterly Forecast
- Annual District & ESD Local Revenue increase of 3 percent based on trends
- The District will continue to receive Gainshare funds under the current distribution mechanism.
- No reserve funds will be used in the General Fund budget
- Beginning fund will represent 5 percent of prior year's budget
- Enrollment is based on historical trend analysis plus the impact of new construction
- 49 percent/51 percent split of State School Fund allocation between years one and two

### Expenditures

- One budget reduction day in 2014-15
- Full school year in 2015-16 and beyond
- Zero percent Cost of Living Adjustment (COLA), but full step advancement for all eligible staff members each year (2015-16 and beyond)
- \$1,075/month/employee District insurance contribution
- Two percent increase in PERS Employer Rate for 2015-2017 and 2017-2019 biennia
- Add 26.5 FTE in 2015-16 for full-day kindergarten
- Add 1.0 licensed FTE for each 30-student increase in ADMw
- Maintain existing staffing levels for Classified, Administrative and Supervisory/Technical
- Five percent annual increase in utility, supply, equipment, and property/liability costs







## ORGANIZATION OVERVIEW

### BOARD OF DIRECTORS

The Board meets in regularly scheduled meetings on the fourth Tuesday of each month. Regular sessions, special sessions, work sessions, and Budget Committee meetings are open to the public. Executive sessions are held as needed for specific purposes as provided by state law. Notices of all meetings are posted on our District website:

<http://www.hsd.k12.or.us/AboutHSD/Governance/BoardofDirectors.aspx>



### SUPERINTENDENT

Superintendent Mike Scott was appointed by the Board to serve as the chief executive officer of the District. The Superintendent is a professional educator employed to advise the Board on all matters concerning management of the schools, as well as administering laws, regulations, and policies adopted by the Board.

As the leader for teaching and learning for Hillsboro School District, the Superintendent is responsible for guiding the development of the curriculum and educational programs that address the needs of students, and providing leadership and advocacy for education. The Superintendent is accountable for the fiscal management of the District, guiding the direction of employees, and ensuring their ongoing professional development.

### CHIEF FINANCIAL OFFICER

Chief Financial Officer Adam Stewart is responsible to the Board and administration for all financial operations.



## STRATEGIC PLAN

The Hillsboro School District Strategic Plan is our roadmap for educational excellence. The Strategic Plan represents the cumulative effort of many stakeholders to articulate our priorities, and align our work toward a common, student-centered outcome.

In the 2011-2016 Strategic Plan for Hillsboro School District, you will find the following:

- *Mission Statement*     *The focal point of the plan; an actionable, concise statement of our purpose as an educational system.*
- *Objective*                *The end goal and results we want to achieve.*
- *Vision*                      *The way we want to approach the work to be done.*
- *Agreements & Commitments*     *The foundation of our planning process that describes our ethical code, values, and the boundaries within which we will operate.*
- *Strategies*                *The bold commitments of our resources toward achieving the objectives; a “how-to” for realizing the mission.*

## MISSION

Engage and challenge all learners to ensure academic excellence.

## OBJECTIVE

All students will graduate with college and career-readiness skills by reaching achievement benchmarks throughout their K-12 experience.

## VISION

Shared ownership, responsibility, and commitment to success among all stakeholders.

## AGREEMENTS AND COMMITMENTS

- Every child deserves a quality education.
- All students can learn and achieve.
- Engaging education develops intellect, creativity, interpersonal and civic skills, and fosters a lifelong love of learning.
- Excellent teaching leads to increased achievement of all students.
- Focused, ongoing, research-based professional development ensures the integration of best practices into the classroom.
- A strong school district is one in which staff, students, parents, and community members work together to promote and enable learning.
- All students in the Hillsboro School District will have access to rigorous instruction that leads to high levels of learning.

## STRATEGIES

**Instruction.** Ensure that systems of instructional improvement lead to the highest levels of learning for all students and staff.

**Engagement.** Inform, involve, and engage all stakeholders.

**Equity.** Ensure increased awareness and action in the implementation of equitable systems, programs, and practices.

**Facilities.** Utilize resources effectively and equitably, and plan for future growth.

**Safety.** Create and ensure a safe learning and working environment.



## BOARD OF DIRECTORS

Hillsboro School District is governed by a Board of Directors comprising seven elected members serving four-year terms. Board members are community volunteers and do not receive compensation for their work. The Board elects a chairperson and a vice-chairperson from the seven members. The Board has legal authority for all public schools in the Hillsboro School District within the framework set by the Oregon Legislature and the State Board of Education. The Board establishes policy based on Oregon and federal laws governing schools. The Board acts to interpret the educational needs of the District, then meets those needs with policies and facilities that motivate students and stimulate the learning process. The Board is also responsible for employing the Superintendent to administer the District.

The ongoing duties of the Board include allocating resources, formulating policy, and interacting with the community in support of the District's mission. The Board of Directors supports the District's efforts to achieve the objectives of the Strategic Plan by setting annual Board goals that align with the main strategy areas, and by holding staff accountable to show measurable progress toward identified outcomes.

The Board members and the expirations of their terms are as follows:

Position	Name	Expiration
Position 1	Janeen Sollman	2017
Position 2	Glenn Miller	2017
Position 3	Monte Akers	2017
Position 4	Kim Strelchun	2015
Position 5	Adriana Cañas	2015
Position 6	Eric Seligman	2017
Position 7	Wayne Clift	2015

## BUDGET COMMITTEE

The Hillsboro School District's Budget Committee comprises all seven Board members and an equal number of community members who are appointed by the Board. No staff members are allowed to serve on the Budget Committee.

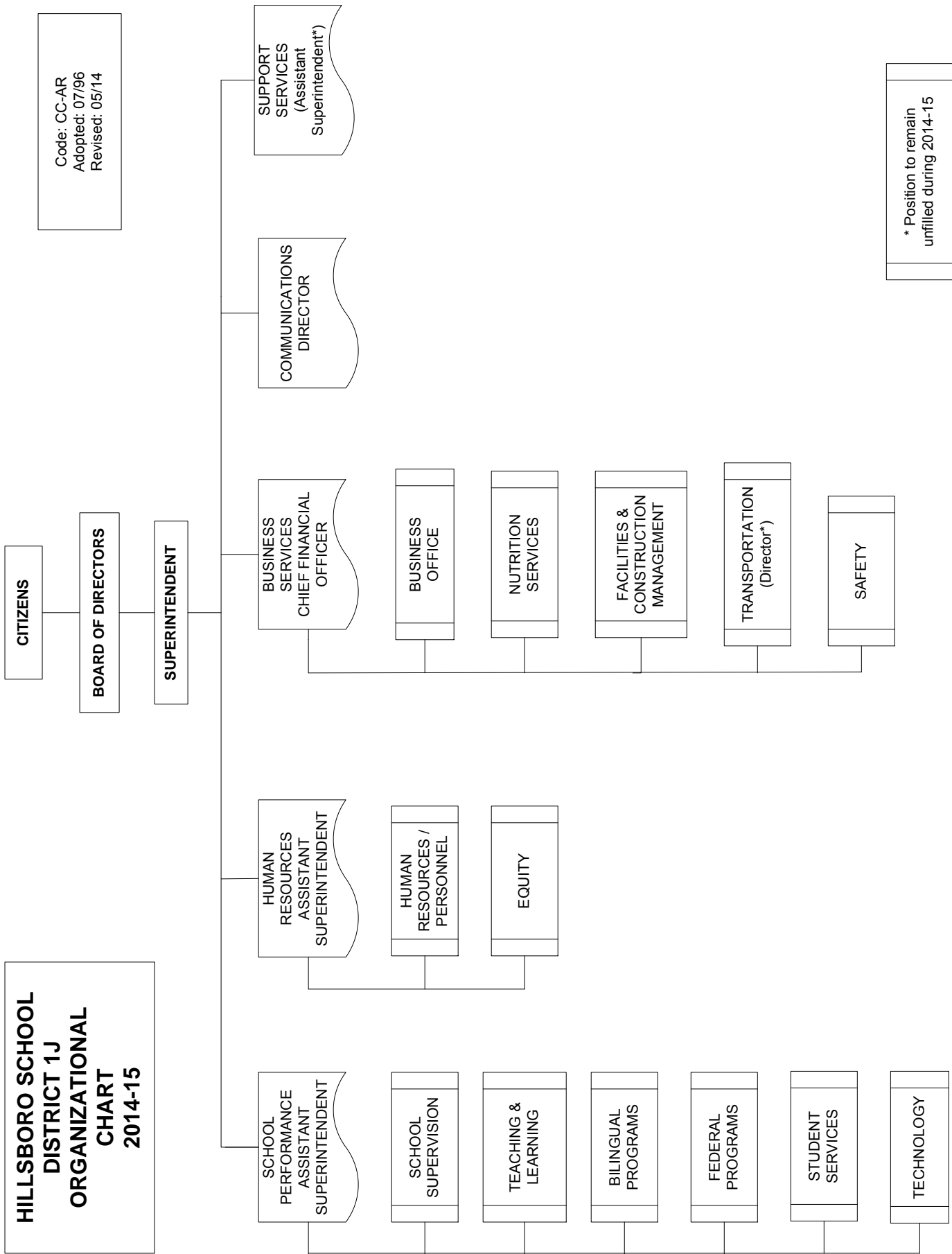
The appointive committee members are appointed for three-year terms. The terms are staggered so that, as near as practicable, one-third of the appointive members' terms end each year.

According to Board policy DBEA: Budget Committee, "The budget committee shall hold one or more meetings to receive the budget message, to receive the budget document, and to provide members of the public with an opportunity to ask questions about and comment on the budget document." Those official meetings occur in May of each year.

This year, the District invited its Budget Committee members to participate in several Board work sessions to learn and ask questions about the budget and become more directly involved in the budgeting process.

### Budget Committee Membership:

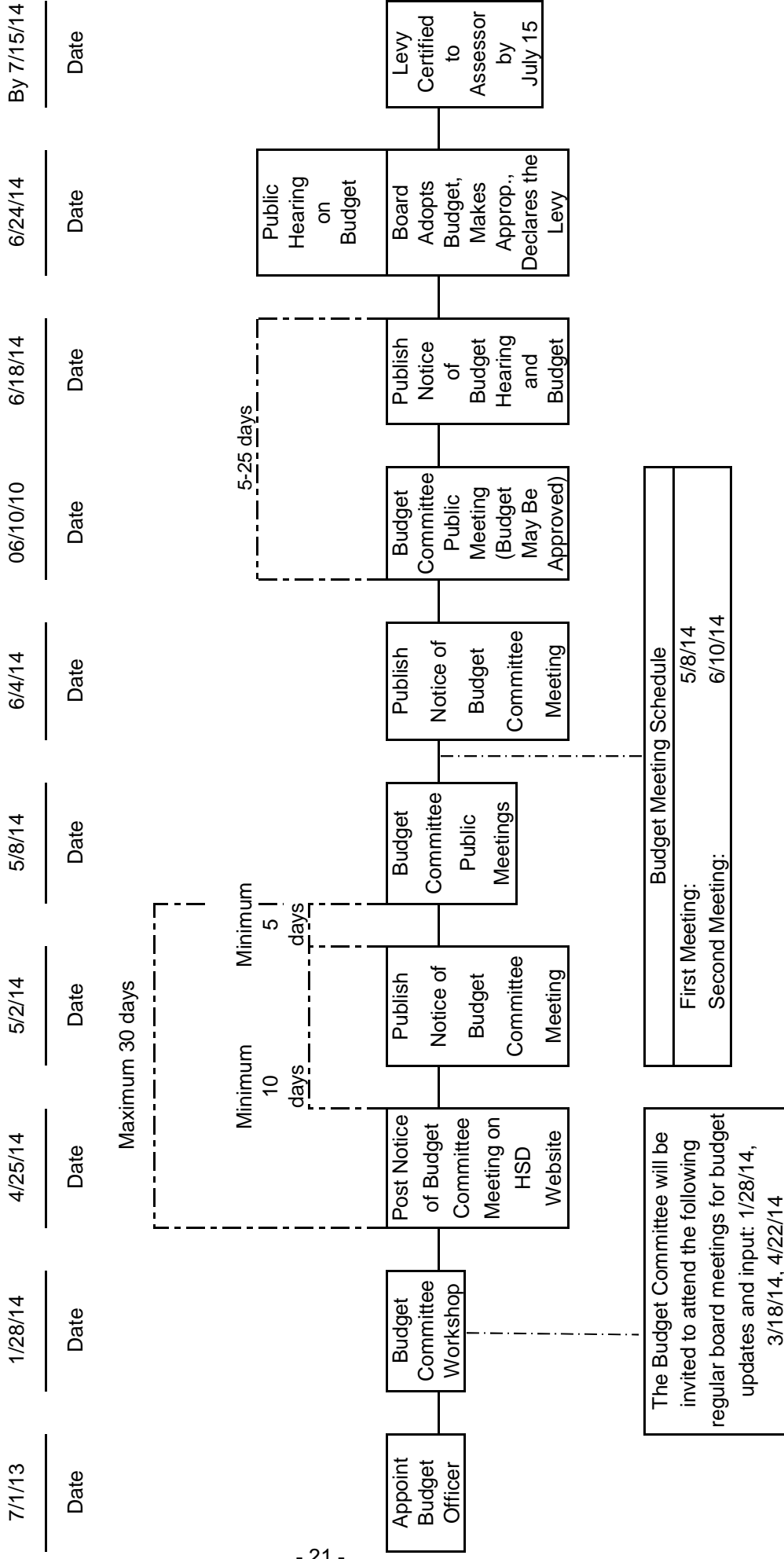
Name	Designation Position	Expiration
Janeen Sollman	School Board, Position 1	2017
Glenn Miller	School Board, Position 2	2017
Monte Akers	School Board, Position 3	2017
Kim Strelchun	School Board, Position 4	2015
Adriana Cañas	School Board, Position 5	2015
Erik Seligman	School Board, Position 6	2017
Wayne Clift	School Board, Position 7	2015
Tim Farrell	Community, Position 1	2014
Jennifer Rychlik	Community, Position 2	2014
Nina Carlson	Community, Position 3	2015
Rebecca Lantz	Community, Position 4	2015
Chris Barry	Community, Position 5	2016
Cathy Clark Thomas	Community, Position 6	2016
Angie Ellis	Community, Position 7	2016



# HILLSBORO SCHOOL DISTRICT 1J

## PROPOSED PLANNING CALENDAR - 2014-15 BUDGET

Revised 5-28-14





## **2014-15 BUDGET GENERAL FUND**

The General Fund is used to account for all transactions related to the District's operations, except those required to be accounted for in other funds. Major revenue sources include local property taxes and the State School Fund.

General Fund expenditures encompass the day-to-day operations of the District, except for those expenditures related to programs funded by federal, state, and local sources for designated purposes, payment of bonded debt, capital facility acquisition and construction, food service, internal services, and trust and agency.

General Fund expenditures are subject to appropriation. Year-end unreserved fund balances are carried forward to the following year as Beginning Fund Balances.





## GENERAL FUND REVENUES

### Current Year's Taxes

The current tax levy is one of the main sources of revenue for funding the operation of the Hillsboro School District. It is based on the assessed valuation of all taxable property within the District. It is collected by the County Treasurer and includes current taxes, prior year taxes, and any penalties or interest paid.

The tax amount remains stable due to property tax limitation Ballot Measures 5, 47, and 50. The current rate is \$4.9749 per \$1,000 of assessed value to support the General Fund.

2011-12 Actual	2012-13 Actual	2013-14 Budget	2014-15 Adopted
\$53,599,936	\$53,826,766	\$55,426,177	\$57,526,623

### Interest on Investments

Interest on investments is interest earned from the investment of District revenue. Investment of all funds is the responsibility of the Chief Financial Officer and follows the District investment policy.

2011-12 Actual	2012-13 Actual	2013-14 Budget	2014-15 Adopted
\$185,616	\$182,385	\$260,000	\$273,000

### Other Local Revenue

Other local revenue consists of fees, building rentals, prior year property taxes, and gate receipts.

2011-12 Actual	2012-13 Actual	2013-14 Budget	2014-15 Adopted
\$845,324	\$1,432,392	\$1,148,450	\$1,182,905

### County School Fund

An act of Congress granted roughly 6 percent of acquired state lands for the support of K-12 education. Revenue comes from state leasing rights, unclaimed property, forest management, and gifts. The funds are invested and the earnings are distributed to K-12 districts.

2011-12 Actual	2012-13 Actual	2013-14 Budget	2014-15 Adopted
\$295,626	\$371,920	\$260,000	\$250,000

### **ESD Pass-Through Dollars**

The Northwest Regional Education Service District (NWRES D) provides a menu of services for districts to purchase using service credits. Revenue from the state flows through the NWRES D to the individual districts as either service credits to be used for support in special education, curriculum planning, or professional development, or as cash (up to 90 percent).

2011-12 Actual	2012-13 Actual	2013-14 Budget	2014-15 Adopted
\$0	\$500,000	\$625,000	\$625,000

### **Gainshare Funds (formerly known as Strategic Investment Program [SIP])**

Gainshare revenue is paid to counties, cities, and school districts in lieu of property taxes. The SIP program was first implemented in the mid-1990s with Intel being the largest participant. The replacement Gainshare program was implemented in 2014.

2011-12 Actual	2012-13 Actual	2013-14 Budget	2014-15 Adopted
\$0	\$11,619	\$0	\$1,250,000

### **State Sources**

State sources make up approximately 59.4 percent of all revenue received in the General Fund. The State School Fund, Common School Fund, state timber taxes, and transportation reimbursement comprise state sources. The Oregon Department of Education is required to provide districts with estimates of State School Support in March of each year. The current estimate is based on a \$6.65 billion K-12 allocation for the 2013-2015 biennium<sup>1</sup>.

2011-12 Actual	2012-13 Actual	2013-14 Budget	2014-15 Adopted
\$100,256,024	\$96,246,257	\$107,025,258	\$114,000,960

### **Federal Sources**

Federal sources in the form of State Fiscal Stabilization Fund (SFSF) and EduJobs funding was received by the District over three fiscal years. This resource was exhausted in 2012-13.

2011-12 Actual	2012-13 Actual	2013-14 Budget	2014-15 Adopted
\$1,000,000	\$3,136,955	\$0	\$0

<sup>1</sup> Allocation includes \$100 million from the “Grand Bargain” to be received in 2014-15

### Other Sources

Other sources comprise revenue from transfers and sale of District assets.

2011-12 Actual	2012-13 Actual	2013-14 Budget	2014-15 Adopted
\$1,501,717	\$5,000,902	\$2,000,000	\$0

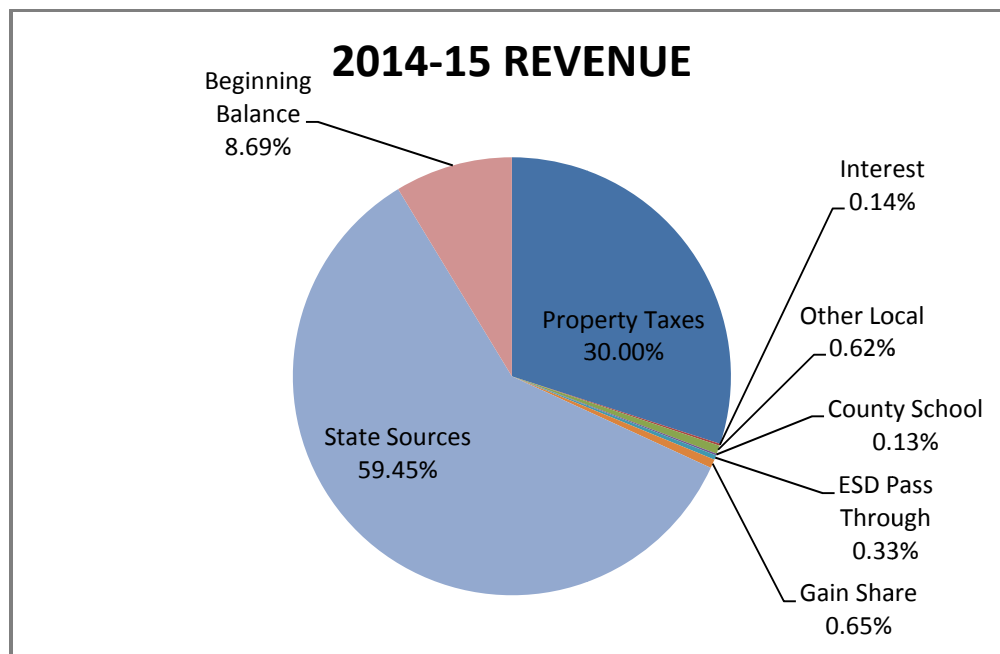
### Beginning Fund Balance

The Beginning Fund balance is rolled over from the Ending Fund balance of the prior year, and is used to provide revenue until tax revenues are received in November. The 2014-15 Adopted Beginning Fund balance of \$16,686,691 is 8.7 percent of the total revenues.

2011-12 Actual	2012-13 Actual	2013-14 Budget	2014-15 Adopted
\$10,923,275	\$9,637,120	\$9,000,000	\$16,664,788

### Total Revenue

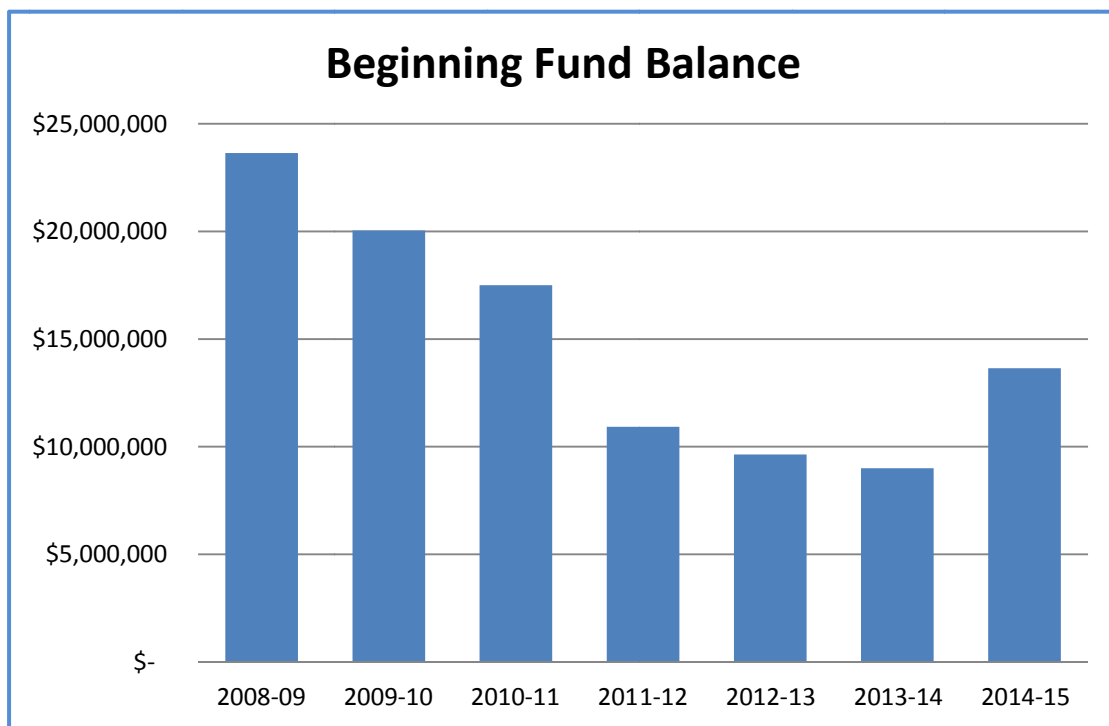
2011-12 Actual	2012-13 Actual	2013-14 Budget	2014-15 Adopted
\$168,607,518	\$170,346,315	\$175,744,885	\$191,773,276



## BEGINNING FUND BALANCE AND FINANCIAL STABILITY

With the uncertainty in state funding, an important element in maintaining sustainability from one year to another is the Beginning Fund balance. The Beginning Fund balance is used to maintain a positive cash flow until tax revenues are received in November, and to smooth out unexpected shortages of revenues.

The District maintains a Beginning Fund Balance target of 5 percent. The 2014-15 budget includes \$16,664,789 as the Beginning Fund balance, which is a \$7,563,193 increase from the 2013-14 adopted budget balance.



ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 ADOPTED	2014-15 ADOPTED
100.0000.1111	CURRENT YEAR PROPERTY TAX	\$52,924,971	\$53,232,784	\$54,580,571	\$56,647,450
100.0000.1112	PRIOR YEAR PROPERTY TAX	\$659,847	\$569,361	\$819,856	\$852,650
100.0000.1113	COUNTY TAX SALES/BACK TAX	\$0	\$0	\$0	\$0
100.0000.1114	PAYMENTS IN LIEU OF PR TX	\$0	\$8,732	\$0	\$0
100.0000.1190	PENALTIES & INTEREST ON TAX	\$15,118	\$15,887	\$25,750	\$26,523
100.0000.1312	NON-RESIDENT TUITION	\$0	\$0	\$10,300	\$10,609
100.0000.1330	SUMMER SCHOOL TUITION	\$0	\$0	\$0	\$0
100.0000.1331	ELEM SUMMER SCHOOL TUITION	\$0	\$0	\$0	\$0
100.0000.1411	TRANSP FEES FROM INDIVID	\$86,214	\$76,024	\$77,250	\$79,568
100.0000.1511	INTEREST ON INVESTMENTS	\$0	\$0	\$0	\$0
100.0000.1512	INTEREST ON LGIP	\$185,615	\$180,077	\$234,000	\$245,700
100.0000.1513	INTEREST ON BANK ACCOUNTS	\$0	\$2,308	\$26,000	\$27,300
100.0000.1710	GATE RECEIPTS	\$95,402	\$92,890	\$103,000	\$106,090
100.0000.1742	STUDENT TOWEL FEES	\$22,806	\$23,865	\$25,750	\$26,523
100.0000.1744	STUDENT PARTICIPATION FEES	\$322,385	\$332,573	\$309,000	\$318,270
100.0000.1910	RENTAL/BLDG USAGE	\$210,961	\$135,613	\$206,000	\$212,180
100.0000.1960	RECOVERY PRIOR YEAR EXP	\$58,407	\$60,890	\$0	\$0
100.0000.1980	FEES CHARGED TO GRANTS	\$17,963	\$72,854	\$103,000	\$106,090
100.0000.1990	MISCELLANEOUS REVENUE	\$59,845	\$509,521	\$206,000	\$212,180
100.0000.1991	COBRA REVENUE	\$0	\$70,041	\$51,500	\$53,045
100.0000.1993	REIMBURSE/EXPENSE	-\$70,875	\$29,502	\$25,750	\$26,523
100.0000.1995	PRINTING REVENUE	\$42,217	\$28,619	\$30,900	\$31,827
<b>TOTAL LOCAL REVENUE</b>		<b>\$54,630,876</b>	<b>\$55,441,541</b>	<b>\$56,834,627</b>	<b>\$58,982,528</b>
100.0000.2101	COUNTY SCHOOL FUND	\$295,626	\$371,920	\$260,000	\$250,000
100.0000.2103	ESD PASS THROUGH	\$0	\$500,000	\$625,000	\$625,000
100.0000.2180	SIP IMPACT UNRESTRICTED	\$0	\$11,619	\$0	\$1,250,000
<b>TOTAL INTERMEDIATE SOURCES</b>		<b>\$295,626</b>	<b>\$883,539</b>	<b>\$885,000</b>	<b>\$2,125,000</b>
100.0000.3101	STATE SCH FUND-GEN SUPPORT	\$87,156,080	\$86,262,985	\$96,669,793	\$102,699,469
100.0000.3103	COMMON SCHOOL FUND	\$2,675,346	\$1,942,639	\$1,652,965	\$1,776,491
100.0000.3104	STATE TIMBER REVENUE	\$504,273	\$710,623	\$250,000	\$250,000
100.0000.3105	SSF TRANSPORTATION	\$5,371,136	\$7,330,009	\$8,452,500	\$9,275,000
100.0000.3199	OTHER UNRESTRICTED GRANTS	\$4,549,188	\$0	\$0	\$0
100.0000.3299	OTHER RESTRICTED GRANTS	\$0	\$0	\$0	\$0
<b>TOTAL STATE SOURCES</b>		<b>\$100,256,023</b>	<b>\$96,246,256</b>	<b>\$107,025,258</b>	<b>\$114,000,960</b>
100.0000.4299	UNRESTR FED REV THRU STATE	\$0	\$0	\$0	\$0
100.0000.4570	EDUJOBS FEDERAL REVENUE	\$1,000,000	\$3,136,955	\$0	\$0
100.0000.4572	STATE FISCAL STAB FUND (SFSF)	\$0	\$0	\$0	\$0
<b>TOTAL FEDERAL SOURCES</b>		<b>\$1,000,000</b>	<b>\$3,136,955</b>	<b>\$0</b>	<b>\$0</b>

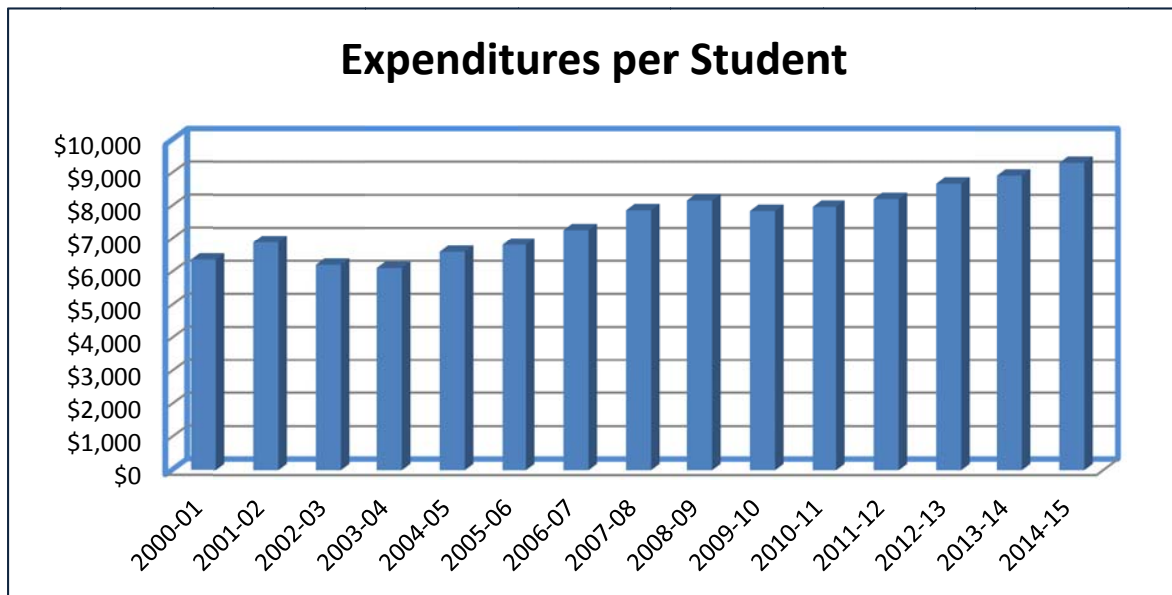
ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 ADOPTED	2014-15 ADOPTED
100.0000.5200	TRANSFERS	\$1,500,000	\$5,000,000	\$2,000,000	\$0
<b>TOTAL TRANSFERS</b>		<b>\$1,500,000</b>	<b>\$5,000,000</b>	<b>\$2,000,000</b>	<b>\$0</b>
100.0000.5300	COMPENSATION/LOSS ASSETS	\$1,718	\$904	\$0	\$0
<b>TOTAL COMPENSATION/LOSS ASSETS</b>		<b>\$1,718</b>	<b>\$904</b>	<b>\$0</b>	<b>\$0</b>
<b>TOTAL BEGINNING FUND BALANCE</b>		<b>\$10,923,275</b>	<b>\$9,637,120</b>	<b>\$9,000,000</b>	<b>\$16,664,788</b>
<b>TOTAL REVENUE</b>		<b>\$168,607,518</b>	<b>\$170,346,315</b>	<b>\$175,744,885</b>	<b>\$191,773,276</b>





## GENERAL FUND EXPENDITURES

Each year, the Oregon Department of Education (ODE) calculates the spending per student for the General Fund based on actual data compiled from District audits reported to ODE<sup>1</sup>.



At the end of the 2012-13 fiscal year, the average operational cost of educating a student in the Hillsboro School District was \$8,215. This figure is determined by taking total General Fund expenditures for 2012-13, \$161,249,523, and dividing by our total Average Daily Membership (ADM) of 19,629.6 ( $\$161,249,523 / 19,629.6 = \$8,215$ ). The breakdown of the \$8,215 is as follows:

**Instruction (\$3,809 per student).** Staffing, materials, and supplies for classroom instruction, alternative education, ESL, Youth Corrections program, summer school, and Talented and Gifted (TAG) program.

**Special Education (\$1,072 per student).** Staffing, materials, and supplies for students with disabilities in less restrictive programs, and students with disabilities in restrictive programs.

**Student Services (\$598 per student).** Staffing and office supplies for attendance, guidance, health services, media services, assessment, testing, and instructional staff development.

<sup>1</sup> Expenditures do not include transfers, contingency, or ending fund reserves.

**Central Services (\$291 per student).** Expenditures related to the Board of Directors, Superintendent, Business Office, Print Shop, and Human Resources.

**School Administration (\$667 per student).** Principals, vice principals, teachers on special assignment (TOSAs), supplies, materials, purchased administrative services, and support at each campus.

**Facilities (\$863 per student).** Personnel and supplies for custodial and maintenance services, plus major maintenance projects districtwide.

**Transportation (\$644 per student).** Transportation costs for home-to-school, special education, and athletic/activity events. Seventy percent of eligible transportation costs are reimbursed by the state.

**Technology (\$225 per student).** Staffing and new technology for classroom instruction.

**Community Service (\$19 per student).** Personnel and supplies used to perform a variety of community services, primarily the Office of Hispanic Outreach.

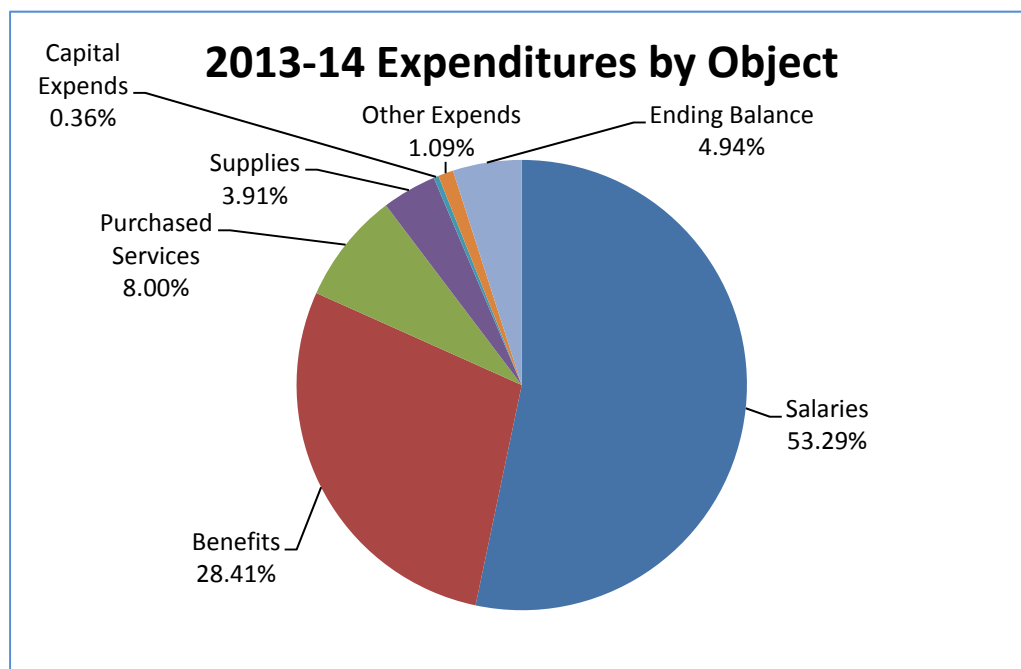
**Debt Service (\$27 per student).** Principal and interest payments for the administration building.





## 2014-15 General Fund Budget by Object Summary

Object	Description	2012-13 Actual	2013-14 Budget	2014-15 Adopted	Increase/Decrease from Prior Year
Salary	All salaries including negotiated increases.	\$91,367,665	\$93,533,473	\$102,202,339	+9.27%
Benefits	Includes associated payroll costs, PERS, health insurance caps, tuition reimbursement	\$48,531,338	\$50,656,793	\$54,483,521	+7.55%
Purchased Services	Utilities, printing, charter school payments, contracted services	\$13,354,601	\$14,532,564	\$15,335,516	+5.53%
Supplies and Materials	Supplies, textbooks, computer hardware and software, gasoline	\$5,939,881	\$6,521,718	\$7,491,665	+14.87%
Capital Expenditures	New and replacement equipment	\$386,941	\$213,401	\$684,588	+220.80%
Other Expenditures	Dues and fees, property insurance, debt service on administration building	\$1,122,822	\$1,487,006	\$1,565,151	+5.26%
	Debt service on administration building	\$527,950	\$532,800	529,850	-0.55%
Transfers	Transfer to PERS Reserve Fund	\$13,917	-	-	+0.00%
Reserves	Planned reserves for next year	\$9,101,200	\$8,267,130	\$9,480,644	+14.68%
<b>Total</b>		<b>\$170,346,315</b>	<b>\$175,744,885</b>	<b>\$191,773,276</b>	<b>+9.12%</b>



**General Fund by Object**

Account	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED	2014-15 FTE
100.0000.0111	REG LICENSED SALARIES	\$53,014,425	\$51,804,830	\$54,714,698	\$59,835,986	950.8
100.0000.0112	REG CLASSIFIED SALARIES	\$22,369,444	\$22,740,475	\$22,990,198	\$25,388,358	547.7
100.0000.0113	REG ADMIN SALARIES	\$6,153,408	\$6,282,501	\$6,305,735	\$6,574,567	57.9
100.0000.0114	REG SUPERVISORY SALARIES	\$1,531,901	\$1,661,361	\$1,893,629	\$2,092,886	26.8
100.0000.0116	EARLY RETIREMENT STIPEND	\$0	\$894,130	\$0	\$0	0.0
100.0000.0121	SUBSTITUTES-LICENSED	\$1,896,781	\$2,128,946	\$2,163,000	\$2,227,890	0.0
100.0000.0122	SUBSTITUTES-CLASSIFIED	\$1,415,833	\$1,641,282	\$1,300,500	\$1,339,515	0.0
100.0000.0123	CERTIFIED TEMPORARY WAGE	\$15,954	\$22,319	\$30,900	\$31,827	0.0
100.0000.0124	TEMPORARY-CLASSIFIED	\$630,492	\$1,059,972	\$772,500	\$1,091,771	0.0
100.0000.0131	EXTENDED CONTRACT	\$712,171	\$602,483	\$417,663	\$624,432	0.0
100.0000.0132	DEPT COORDINATOR STIPEND	\$444,841	\$446,591	\$641,900	\$661,157	0.0
100.0000.0133	ATHLETIC COACHING PAY	\$576,315	\$574,253	\$654,750	\$674,393	0.0
100.0000.0134	ADVISOR PAY	\$169,846	\$171,414	\$206,000	\$212,180	0.0
100.0000.0135	STUDENT SUPERVISION PAY	\$73,614	\$71,232	\$77,250	\$79,569	0.0
100.0000.0136	ATHLETIC/ACTIVITY PAY	\$120,075	\$111,395	\$180,250	\$185,658	0.0
100.0000.0138	EXTRA DUTY STIPEND	\$0	\$0	\$0	\$147,000	0.0
100.0000.0139	OVERTIME SALARIES	\$542,318	\$660,931	\$360,500	\$371,315	0.0
100.0000.0140	OTHER TIME	\$729,180	\$492,063	\$824,000	\$663,837	0.0
100.0000.0144	STUDENT WAGES	\$276	\$1,489	\$0	\$0	0.0
<b>TOTAL SALARIES</b>		<b>\$90,396,874</b>	<b>\$91,367,666</b>	<b>\$93,533,473</b>	<b>\$102,202,340</b>	<b>1,583.2</b>
100.0000.0200	EMPLOYEE BENEFITS	\$83	\$0	\$300,000	\$0	0.0
100.0000.0211	PERS EMPLOYER CONTRBUTN	\$6,865,127	\$6,120,064	\$14,164,933	\$9,300,929	0.0
100.0000.0212	PERS-EMPLOYEE PICKUP	\$0	\$0	\$0	\$0	0.0
100.0000.0213	PERS UAL CONTRIBUTION	\$5,242,720	\$6,325,196	\$6,143,367	\$6,522,396	0.0
100.0000.0216	PERS EMPLOYER-TIER III	\$3,863,389	\$4,184,046	\$0	\$6,463,357	0.0
100.0000.0218	PERS- PRIOR PERIOD REC	\$0	\$279	\$0	\$0	0.0
100.0000.0220	SOCIAL SECURITY ADMIN	\$6,754,890	\$6,888,350	\$7,025,260	\$7,818,479	0.0
100.0000.0231	WORKERS' COMPENSATION	\$769,934	\$625,251	\$459,167	\$511,012	0.0
100.0000.0232	UNEMPLOYMENT COMPENSTN	\$88,224	\$89,417	\$91,833	\$102,202	0.0
100.0000.0240	POST EMPLOYMENT BENEFIT	\$617,285	\$0	\$0	\$0	0.0
100.0000.0241	DISABILITY INSURANCE	\$244,991	\$279,647	\$300,000	\$300,000	0.0
100.0000.0242	MEDICAL INSURANCE	\$22,034,900	\$19,423,329	\$19,197,233	\$19,265,146	0.0
100.0000.0243	LIFE INSURANCE	\$62,030	\$101,809	\$90,000	\$90,000	0.0
100.0000.0244	EMPLOYEE ASSISTANCE	\$19,607	\$20,549	\$0	\$0	0.0
100.0000.0245	TRAVEL ALLOWANCE	\$83,130	\$84,338	\$100,000	\$100,000	0.0
100.0000.0246	DENTAL INSURANCE	\$42,316	\$2,343,997	\$1,050,000	\$2,200,000	0.0



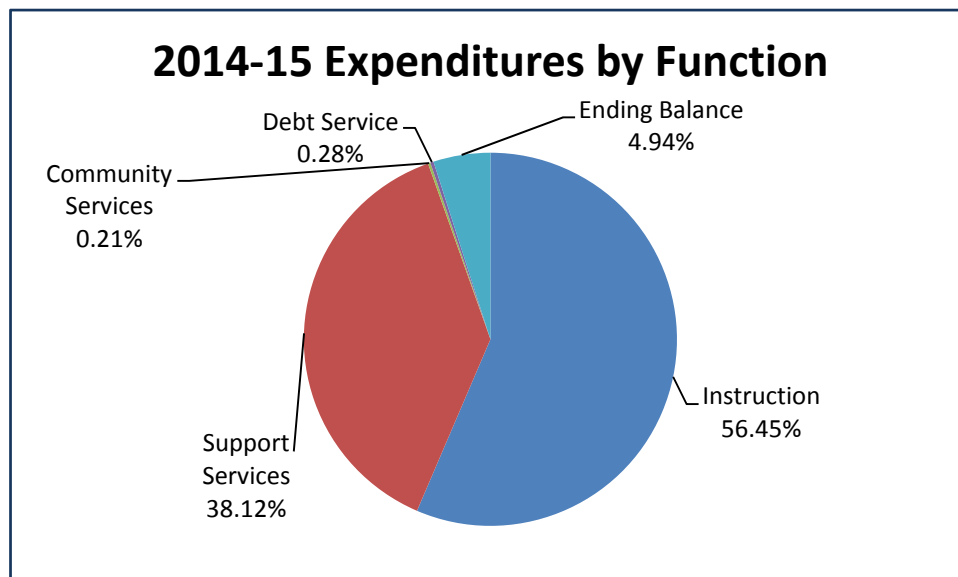
Account	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED	2014-15 FTE
100.0000.0247	EMPLOYER PROVIDED TSA	\$0	\$25,600	\$0	\$0	0.0
100.0000.0248	VISION INSURANCE	\$5,726	\$476,863	\$150,000	\$150,000	0.0
100.0000.0249	TUITION REIMBURSEMENT	\$468,435	\$460,718	\$500,000	\$550,000	0.0
100.0000.0251	ADMIN FLEX BENEFIT	\$1,020,478	\$1,083,075	\$1,075,000	\$1,100,000	0.0
100.0000.0252	DOMESTIC PARTNER TAXABLE	(\$6,007)	(\$8,904)	\$0	\$0	0.0
100.0000.0255	CLASSIFIED PROF IMPR	\$16,697	\$7,711	\$10,000	\$10,000	0.0
	<b>TOTAL BENEFITS</b>	<b>\$48,193,955</b>	<b>\$48,531,337</b>	<b>\$50,656,793</b>	<b>\$54,483,521</b>	<b>0.0</b>
100.0000.0310	INSTRUCTION SERVICES	\$1,500	\$30,678	\$2,205	\$32,211	0.0
100.0000.0311	INSTRUCTION SERVICES	\$97,253	\$77,156	\$152,628	\$160,259	0.0
100.0000.0312	INSTR PROG IMPROVEMENT	\$56,402	\$16,327	\$81,599	\$85,679	0.0
100.0000.0313	STUDENT SERVICES	\$627,045	\$560,865	\$543,884	\$571,078	0.0
100.0000.0318	PROF IMPRV/NON INSTRUCT	\$10,718	\$6,781	\$22,050	\$23,153	0.0
100.0000.0319	OTHER PROF & TECH INSTRNL	\$71,805	\$169,382	\$71,079	\$177,851	0.0
100.0000.0320	PROPERTY SERVICES	\$1,747	\$5,484	\$0	\$0	0.0
100.0000.0321	CUSTODIAL SERVICES	\$900	\$1,100	\$221	\$232	0.0
100.0000.0322	REPAIR & MAINTENANCE	\$1,303,432	\$2,048,896	\$2,104,651	\$2,209,884	0.0
100.0000.0323	LAUNDRY & DRY CLEANING	\$251,547	\$328,395	\$228,686	\$344,815	0.0
100.0000.0324	RENTAL EXPENSE	\$816,731	\$925,566	\$346,759	\$971,843	0.0
100.0000.0325	ELECTRICITY	\$2,616,801	\$2,534,150	\$3,133,987	\$2,737,917	0.0
100.0000.0326	HEATING FUEL	\$895,952	\$755,997	\$1,302,105	\$983,830	0.0
100.0000.0327	WATER & SEWAGE	\$891,996	\$954,268	\$1,050,000	\$1,102,500	0.0
100.0000.0328	GARBAGE	\$291,755	\$249,149	\$420,000	\$441,000	0.0
100.0000.0329	OTHER PROPERTY SERVICES	\$176,411	\$272,820	\$210,000	\$286,461	0.0
100.0000.0330	STUDENT TRANSPORTATION	\$0	\$350	\$0	\$0	0.0
100.0000.0331	REIMBURSABLE STUDNT TRAN	(\$110,397)	(\$144,027)	(\$210,000)	(\$220,500)	0.0
100.0000.0332	NONREIMB STUDENT TRANS	\$111,302	\$123,886	\$131,250	\$137,813	0.0
100.0000.0340	TRAVEL	\$250,662	\$354,833	\$257,250	\$305,347	0.0
100.0000.0343	STUDENT OUT OF DIST TRANS	\$255	\$548	\$2,625	\$2,756	0.0
100.0000.0351	TELEPHONE	\$79,836	\$77,977	\$183,896	\$101,139	0.0
100.0000.0353	POSTAGE	\$149,953	\$152,003	\$173,250	\$181,913	0.0
100.0000.0354	ADVERTISING	\$2,310	\$4,865	\$16,210	\$17,021	0.0
100.0000.0355	PRINTING AND BINDING	\$25,702	(\$102,012)	\$78,750	\$82,687	0.0
100.0000.0360	CHARTER SCHOOL PAYMENTS	\$863,898	\$898,254	\$1,210,000	\$1,126,629	0.0
100.0000.0371	TUITION TO PUBLIC SCHOOLS	\$120,896	\$168,104	\$307,075	\$322,429	0.0
100.0000.0372	TUITION-OUTSIDE STATE	\$0	\$19,791	\$0	\$0	0.0
100.0000.0373	TUITION TO PRIVATE SCHOOL	\$324,853	\$283,141	\$315,000	\$330,750	0.0
100.0000.0380	NON-INSTRUCT PROF SERV	\$0	\$3,125	\$0	\$0	0.0
100.0000.0381	AUDIT SERVICES	\$79,029	\$73,000	\$54,863	\$57,606	0.0
100.0000.0382	LEGAL SERVICES	\$112,765	\$182,760	\$105,000	\$131,424	0.0



Account	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED	2014-15 FTE
100.0000.0383	ARCHITECT/ENGINEER SVCS	\$60,747	\$71,723	\$105,000	\$110,250	0.0
100.0000.0384	NEGOTIATION SERVICES	\$0	\$0	\$26,250	\$27,563	0.0
100.0000.0386	DATA PROCESSING SERVICES	\$0	\$0	\$5,250	\$5,513	0.0
100.0000.0388	ELECTION SERVICES	\$5	\$21,145	\$21,000	\$22,050	0.0
100.0000.0390	OTHER GEN PROF & TECH SRV	\$2,922,930	\$2,208,842	\$2,080,041	\$2,464,413	0.0
100.0000.0392	BANK SERVICE FEES	\$4,800	\$19,280	\$0	\$0	0.0
	<b>TOTAL PURCHASED SERVICES</b>	<b>\$13,111,542</b>	<b>\$13,354,602</b>	<b>\$14,532,564</b>	<b>\$15,335,516</b>	<b>0.0</b>
100.0000.0410	SUPPLIES AND MATERIALS	\$2,512,013	\$2,608,187	\$3,179,773	\$2,980,561	0.0
100.0000.0418	GASOLINE AND OIL	\$1,167,742	\$1,140,383	\$1,174,273	\$1,197,757	0.0
100.0000.0419	TIRES	\$59,342	\$68,916	\$71,500	\$72,929	0.0
100.0000.0420	TEXTBOOKS	\$348,142	\$650,976	\$512,085	\$624,648	0.0
100.0000.0430	LIBRARY BOOKS	\$35,600	\$26,736	\$39,757	\$40,552	0.0
100.0000.0440	PERIODICAL SUBSCRIPTIONS	\$28,399	\$27,552	\$43,212	\$44,076	0.0
100.0000.0460	NON-CONSUMABLE ITEMS	\$101,378	\$84,519	\$129,150	\$131,733	0.0
100.0000.0461	<\$5000 EQUIPMENT	\$36,247	\$80,515	\$82,018	\$83,658	0.0
100.0000.0470	COMPUTER SOFTWARE	\$228,477	\$482,326	\$455,373	\$464,480	0.0
100.0000.0480	COMPUTER HARDWARE	\$162,525	\$333,774	\$155,419	\$158,527	0.0
100.0000.0481	<\$5000 COMPUTER HARDWAR	\$317,089	\$435,997	\$679,158	\$1,692,741	0.0
	<b>TOTAL SUPPLIES &amp; MATERIALS</b>	<b>\$4,996,954</b>	<b>\$5,939,881</b>	<b>\$6,521,718</b>	<b>\$7,491,665</b>	<b>0.0</b>
100.0000.0520	BUILDING ACQUISITIONS	\$59,684	\$54,713	\$0	\$500,000	0.0
100.0000.0540	CAPITAL EQUIPMENT	\$484,788	\$37,757	\$138,587	\$145,519	0.0
100.0000.0542	REPLACEMENT EQUIPMENT	\$0	\$3,084	\$0	\$0	0.0
100.0000.0550	CAPITAL TECHNOLOGY	\$115,746	\$291,387	\$74,814	\$39,072	0.0
	<b>TOTAL CAPITAL EQUIPMENT</b>	<b>\$660,218</b>	<b>\$386,941</b>	<b>\$213,401</b>	<b>\$684,588</b>	<b>0.0</b>
100.0000.0610	REDEMPTION OF PRINCIPAL	\$453,975	\$385,000	\$405,000	\$420,000	0.0
100.0000.0621	INTEREST	\$78,975	\$142,950	\$127,800	\$109,850	0.0
100.0000.0640	DUES & FEES	\$177,091	\$223,259	\$192,162	\$205,565	0.0
100.0000.0650	INSURANCE AND JUDGMENTS	\$0	\$0	\$0	\$0	0.0
100.0000.0651	LIABILITY INSURANCE	\$332,161	\$292,842	\$493,500	\$518,175	0.0
100.0000.0652	FIDELITY BOND PREMIUMS	\$200	\$400	\$0	\$0	0.0
100.0000.0653	PROPERTY & CASULTY INS	\$529,601	\$553,343	\$714,000	\$749,700	0.0
100.0000.0655	JUDGEMENTS & SETTLEMNTS	\$22,366	\$30,883	\$39,412	\$41,383	0.0
100.0000.0670	TAXES & LICENSES	\$16,487	\$22,097	\$47,932	\$50,329	0.0
	<b>TOTAL DUES AND FEES</b>	<b>\$1,610,857</b>	<b>\$1,650,774</b>	<b>\$2,019,806</b>	<b>\$2,095,002</b>	<b>0.0</b>
100.0000.790	TRANSFER TO PERS RESERVE	\$0	\$13,917	\$0	\$0	0.0
	<b>TOTAL TRANSFERS</b>	<b>\$0</b>	<b>\$13,917</b>	<b>\$0</b>	<b>\$0</b>	<b>0.0</b>
100.0000.0810	PLANNED RESERVE	\$0	\$0	\$1,500,000	\$2,500,000	0.0
100.0000.0820	RESERVED FOR NEXT YEAR	\$9,637,119	\$9,101,200	\$6,767,130	\$6,980,644	0.0
	<b>TOTAL EXPENDITURES</b>	<b>\$168,607,518</b>	<b>\$170,346,315</b>	<b>\$175,744,885</b>	<b>\$191,773,276</b>	<b>1,583.2</b>

## 2014-15 General Fund Budget by Function Summary

Function	Description	2012-13 Actual	2013-14 Budget	2014-15 Adopted	Increase/Decrease from Prior Year
Instruction	Direct classroom	\$95,813,158	\$99,490,831	\$108,250,884	8.80%
Support Services	Counselors, media, assessment, central administration, facilities, transportation	\$64,534,370	\$67,085,082	\$73,104,803	8.97%
Community Services	Office of Hispanic Outreach	\$369,240	\$369,042	\$407,093	10.31%
Other	Debt Service on administration building	\$527,950	\$532,800	\$529,850	-0.55%
Transfers	Transfer to PERS Reserve Fund	\$0	\$0	\$0	0%
Contingency	Unexpected expenditures	\$0	\$1,500,000	\$2,500,000	66.67%
Reserves	Next year's reserve	\$9,101,597	\$6,767,130	\$6,980,646	3.16%
<b>Total</b>		<b>\$170,346,315</b>	<b>\$175,744,885</b>	<b>\$191,773,276</b>	<b>9.12%</b>





### General Fund by Function

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED	2014-15 FTE
100.1111.0000	PRIMARY EDUCATION	\$36,471,432	\$34,321,660	\$38,611,433	\$39,438,931	410.1
100.1112.0000	INTERMEDIATE PROGRAMS	\$0	\$0	\$0	\$0	0.0
100.1113.0000	ELEMENTARY EXTRACURRIC	\$3,483	\$4,046	\$0	\$4,395	0.0
100.1121.0000	MIDDLE SCHOOL PROGRAMS	\$9,486,042	\$9,381,659	\$9,479,271	\$10,195,145	110.6
100.1122.0000	MIDDLE SCHL EXTRACURRIC	\$50,160	\$53,595	\$111,086	\$70,879	0.0
100.1123.0000	SATURDAY SCHOOL-MIDDLE	\$5,444	\$6,749	\$15,594	\$7,308	0.0
100.1131.0000	HIGH SCHOOL PROGRAMS	\$18,468,599	\$18,335,642	\$18,302,453	\$20,491,526	212.4
100.1132.0000	HIGH SCHOOL EXTRACURRIC	\$2,192,547	\$2,169,266	\$2,532,219	\$2,551,416	6.9
100.1133.0000	SATURDAY SCHOOL-HIGH SCH	\$7,116	\$29,203	\$15,594	\$32,487	0.0
100.1140.0000	PRE-KINDERGARTEN PRGMS	\$152	\$0	\$0	\$0	0.0
100.1210.0000	TALENTED AND GIFTED	\$236,454	\$285,993	\$275,911	\$208,755	1.6
100.1221.0000	LEARNING CNTRS-STRUCTUR	\$6,355,158	\$6,921,267	\$5,870,297	\$6,832,464	74.1
100.1223.0000	COMMUNITY TRANSITION	\$829,597	\$902,273	\$904,314	\$1,741,127	7.9
100.1224.0000	LIFE SKILLLS WITH NURSING	\$1,082,743	\$1,087,157	\$1,082,963	\$1,025,848	14.0
100.1225.0000	OUT OF DISTRICT PROGRAMS	\$279,829	\$279,728	\$395,607	\$480,418	0.0
100.1226.0000	HOME INSTRUCTION	\$154,838	\$142,038	\$174,404	\$175,004	1.0
100.1227.0000	EXTENDED SCHOOL YR	\$134,945	\$92,645	\$256,637	\$195,802	0.0
100.1230.0000	PHYSICALLY DISABLED	\$0	\$0	\$0	\$0	0.0
100.1250.0000	LESS RESTRICTIVE PROGRMS	\$10,863,748	\$11,333,842	\$11,095,230	\$12,523,859	121.5
100.1271.0000	REMEDIATION	\$16	\$555	\$690	\$634	0.0
100.1272.0000	TITLE I	\$322,924	\$35	\$0	\$32	0.0
100.1280.0000	ALTERNATIVE EDUCATION	\$1,491,832	\$1,578,743	\$1,628,899	\$2,015,651	16.7
100.1288.0000	CHARTER SCHOOLS	\$7,417	\$898,254	\$1,119,800	\$1,126,629	0.0
100.1290.0000	DESIGNATED PROGRAMS	\$0	\$353,317	\$0	\$528,158	1.5
100.1291.0000	ENGLISH 2ND LANGUAG PROG	\$6,876,068	\$7,171,105	\$7,151,719	\$8,082,567	0.0
100.1292.0000	TEEN PARENT PROGRAMS	\$350,945	\$365,932	\$442,218	\$409,974	76.8
100.1293.0000	MIGRANT EDUCATION	\$29,364	\$0	\$0	\$0	7.0
100.1294.0000	YOUTH CORRECTN EDUCATN	\$96,279	\$98,128	\$24,492	\$110,089	0.5
100.1430.0000	SECONDARY SUMMER SCH	\$7,417	\$325	\$0	\$1,786	0.0
<b>TOTAL DIRECT INSTRUCTION</b>		<b>\$95,804,549</b>	<b>\$95,813,158</b>	<b>\$99,490,831</b>	<b>\$108,250,884</b>	<b>1,062.5</b>
100.2110.0000	ATTENDANC & SOCL WRK SVC	\$241,031	(\$249,839)	\$181,697	(\$313,202)	0.0
100.2112.0000	ATTENDANCE SERVICES	\$353,658	\$401,572	\$255,885	\$435,267	5.4
100.2113.0000	SOCIAL WORK SERVICES	\$80,931	\$81,267	\$66,163	\$82,797	0.0
100.2115.0000	STUDENT SAFETY	\$897,313	\$940,804	\$1,020,854	\$1,029,748	8.3
100.2122.0000	COUNSELING SERVICES	\$4,182,134	\$4,315,504	\$4,335,772	\$4,933,542	0.0
100.2126.0000	PLACEMENT SERVICES	\$492,229	\$297,757	\$493,573	\$340,291	52.6
100.2130.0000	HEALTH SERVICES	\$4,660	\$40,182	\$4,564	\$43,488	4.0



ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED	2014-15 FTE
100.2132.0000	MEDICAL SERVICES	\$29,103	\$1,276	\$26,497	\$1,403	0.0
100.2134.0000	NURSE SERVICES	\$536,340	\$2,948	\$336,488	\$203,057	3.9
100.2139.0000	OTHER HEALTH SERVICES	\$442,861	\$414,037	\$465,774	\$451,592	6.5
100.2140.0000	PSYCHOLOGICAL SERVICES	\$672,518	\$707,522	\$617,258	\$790,428	6.8
100.2150.0000	SPEECH & AUDIO SERVICES	\$1,609,475	\$1,761,633	\$1,679,960	\$1,819,750	19.4
100.2160.0000	STUDENT TREATMNT CENTER	\$81,625	\$81,759	\$189,032	\$83,227	0.0
100.2190.0000	STUDENT SERVICES DIRECTR	\$165,221	\$51,894	\$176,386	\$42,944	0.0
100.2210.0000	IMPROVEMNT OF INSTRCTN	\$95,351	\$398,999	\$14,007	\$417,773	0.0
100.2211.0000	OTH IMPROVMNT OF INSTRCT	\$10,450	\$3,055	\$2,501	\$3,266	0.0
100.2212.0000	OTHER CURRICULUM INSTR	\$0	\$114	\$0	\$130	0.0
100.2213.0000	CURRICULUM DEVELOPMENT	\$11,399	\$588,398	\$22,998	\$581,600	0.0
100.2220.0000	EDUCATIONAL MEDIA SVCS	\$556	\$2,238	\$0	\$3,344	0.0
100.2222.0000	LIBRARY MEDIA CENTER	\$1,387,410	\$1,399,503	\$1,471,480	\$1,558,780	15.3
100.2223.0000	MULTIMEDIA SERVICES	\$7,130	\$7,394	\$115,640	\$10,042	0.0
100.2230.0000	ASSESSMENT & TESTING	\$209,382	\$174,639	\$117,515	\$190,402	0.0
100.2240.0000	INSTRUCTNL STAFF DEVELOP	\$381,556	\$309,701	\$629,623	\$377,378	0.0
100.2310.0000	BOARD OF EDUCATION	\$124,185	\$141,539	\$298,744	\$162,472	1.0
100.2320.0000	EXECUTIVE ADMIN SERVICES	\$311	\$349	\$0	\$354	0.0
100.2321.0000	OFFICE OF SUPERINTENDENT	\$802,110	\$844,963	\$933,820	\$852,676	4.5
100.2324.0000	GOVERNMENTAL RELATIONS	\$3,500	\$0	\$0	\$0	0.0
100.2329.0000	SS/HS PROGRAM MANAGEMNT	\$0	\$0	\$10,484	\$0	0.0
100.2410.0000	OFFICE OF THE PRINCIPAL	\$11,719,970	\$11,991,611	\$11,852,654	\$13,255,805	110.2
100.2490.0000	OTHER ADMINISTRATION	\$963,701	\$1,106,076	\$1,086,823	\$1,157,540	4.7
100.2510.0000	DIRECTOR BUSINESS SVC	\$780,674	\$926,277	\$859,404	\$1,031,179	5.8
100.2520.0000	FISCAL SERVICES	\$6,997	\$19,165	\$0	\$2,280	0.0
100.2524.0000	PAYROLL SERVICES	\$371,800	\$348,421	\$427,293	\$406,085	5.5
100.2525.0000	FINANCIAL ACCOUNTING	\$220,439	\$209,221	\$262,157	\$232,249	3.5
100.2528.0000	RISK MANAGEMENT SERVICES	\$167,563	\$115,975	\$132,810	\$148,678	1.0
100.2529.0000	OTHER FISCAL SERVICES	\$21,142	\$36,756	\$0	\$53,312	0.0
100.2540.0000	FACILITIES MAINTENANCE	\$15,258,461	\$16,261,205	\$19,063,637	\$18,832,640	105.0
100.2542.0000	ENERGY RETROFIT- SB1149	\$60,285	\$12,871	\$0	\$0	0.0
100.2545.0000	HVAC SERVICES	\$338,521	\$679,242	\$635,422	\$741,812	0.0
100.2550.0000	STUDENT TRANSPORTATION	\$12,651,656	\$12,643,520	\$11,201,319	\$13,468,322	112.1
100.2573.0000	WAREHOUSE/DISTRIBUTION	\$92,279	\$93,554	\$176,400	\$104,018	3.3
100.2574.0000	PRINTING SERVICES	\$377,596	\$315,257	\$392,114	\$757,363	2.0
100.2610.0000	DIRECTOR/CENTRAL SERV	\$0	\$1,063	\$0	\$897	0.0
100.2620.0000	PLANNING & DEVELPMNT SVC	\$375	\$0	\$0	\$0	0.0
100.2630.0000	COMMUNITY RELATIONS	\$314,873	\$353,102	\$478,619	\$459,068	4.0



ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED	2014-15 FTE
100.2640.0000	STAFF SERVICES	\$1,588,898	\$1,341,612	\$1,633,585	\$1,530,330	9.4
100.2660.0000	TECHNOLOGY SERVICES	\$3,725,248	\$4,251,882	\$4,495,587	\$6,576,666	21.9
100.2670.0000	RECORDS MANAGEMENT	\$21,219	\$22,263	\$31,643	\$22,924	0.0
100.2690.0000	COORDINATION OF OPER	\$145,234	\$149,420	\$125,400	\$170,081	1.0
100.2700.0000	EARLY RETIREMENT	\$617,287	\$936,669	\$763,500	\$51,005	0.0
	<b>TOTAL SUPPORT SERVICES</b>	<b>\$62,266,657</b>	<b>\$64,534,370</b>	<b>\$67,085,082</b>	<b>\$73,104,803</b>	<b>517.0</b>
100.3390.0000	OTHER COMMUNITY SERVICES	\$365,992	\$369,240	\$369,042	\$407,093	3.6
	<b>TOTAL OFFICE OF HISPANIC OUTREACH</b>	<b>\$365,992</b>	<b>\$369,240</b>	<b>\$369,042</b>	<b>\$407,093</b>	<b>3.6</b>
100.5110.0000	LONG TERM DEBT SERVICE	\$533,200	\$527,950	\$532,800	\$529,850	0.0
	<b>TOTAL DEBT SERVICES</b>	<b>\$533,200</b>	<b>\$527,950</b>	<b>\$532,800</b>	<b>\$529,850</b>	<b>0.0</b>
100.5200.0000	TRANSFER TO PERS RESERVE	\$0	\$0	\$0	\$0	0.0
	<b>TOTAL TRANSFERS</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.0</b>
100.6110.0000	OPERATING CONTINGENCY	\$0	\$0	\$1,500,000	\$2,500,000	0.0
100.7000.0000	UNAPPROPRIATED END BAL <sup>2</sup>	\$9,637,120	\$9,101,597	\$6,767,130	\$6,980,646	0.0
<b>TOTAL EXPENDITURES</b>		<b>\$168,607,518</b>	<b>\$170,346,315</b>	<b>\$175,744,885</b>	<b>\$191,773,276</b>	<b>1,583.2</b>



**1111 Primary Programs K-3**

All regular elementary school instructional programs for Grades kindergarten through 3. Includes staff, services, teaching supplies, and equipment.

**1112 Intermediate Programs 4-6**

All regular elementary school instructional programs for Grades 4 through 6. Includes staff, services, teaching supplies, and equipment.

**1113 Elementary Extracurricular**

Staff stipends for after-school activities.

**1121 Middle School Programs**

All regular middle school instructional programs. Includes staff, services, teaching supplies, and equipment.

**1122 Middle School Extracurricular**

Advisor stipends and supplies for extracurricular activities.

**1123 Saturday School – Middle School**

Extended contract time to staff middle school Saturday school programs.

**1131 High School Programs**

All regular high school instruction programs. Includes staff, services, teaching supplies, and equipment.

**1132 High School Extracurricular**

Extracurricular activities and athletics. Includes staff, coaches, advisors, services, supplies, and dues.

**1133 Saturday School – High School**

Extended contract time to staff high school Saturday school program.

**1140 Pre-Kindergarten Programs**

Includes staff, services, teaching supplies, and equipment for pre-kindergarten programs.

**1210 Talented and Gifted (TAG) Programs**

TAG program services and supplies.

**1221 Learning Centers – Structured and Intensive**

Learning experiences for students with disabilities who spend one-half or more of their time in a restricted setting, such as MRDD or Social Learning Centers. This includes staff, services, and teaching supplies.

**1223 Community Transition Centers**

Learning experiences for students with disabilities who are 16 years of age or older, and who spend a portion of their school day in a community-based program, such as Portland Community College.

**1224 Life Skills with Nursing**

Learning experiences for students with disabilities who work primarily on functional skills and who receive nursing services, such as health impaired classrooms.

**1225 Out-of-District Programs**

Programs for students placed outside District schools, such as ESD programs or private schools.

**1226 Home Instruction**

Home tutoring services for students who are temporarily unable to attend school due to disability, illness, injury, or for an alternative placement.

**1227 Extended School Year**

Learning experiences for students with disabilities who show significant regression during non-instructional periods, and do not recoup the skills within a reasonable time. Students receive extended opportunities such as summer school.

**1230 Programs for Students with Disabilities**

Special learning experiences outside the regular classroom for students with disabilities.

**1250 Less Restrictive Programs for Students with Disabilities**

Special learning experiences outside the regular classroom for students with disabilities. Students spend certain periods of the school day in this program to receive remedial instruction in specific subject areas or other remedial activities. Includes staff, services, and teaching supplies.

**1260 Treatment and Habilitation**

Assistive program staff and supplies for treatment and habilitation of eligible students.

**1271 Remediation**

Instructional activities to improve achievement taking place outside regular class time (e.g., after school, Saturday school, and summer school).

**1272 Title I**

Title I instructional activities. This includes staff and teaching supplies.

- 1279 Title I Services – Private Schools**  
Title I instructional activities for students attending private schools. Includes staff and teaching supplies.
- 1280 Alternative Education**  
Alternative programs outside the regular school setting for students. Includes alternative middle school, alternative high school, and other alternative programs.
- 1282 Alternative Education – Private Schools**  
Alternative programs outside the regular school setting for students attending private schools. This includes alternative middle school, alternative high school, and other alternative programs.
- 1288 Charter Schools**  
Payments made to City View Charter School, a District-sponsored charter school.
- 1289 Other Alternative Programs**  
District non-traditional instructional programs, including the Hillsboro Online Academy.
- 1290 Designated Programs**  
Special learning experiences for other students with special needs.
- 1291 English Language Learners (ELL) Programs**  
The ELL program includes staff, services, and teaching supplies.
- 1292 Teen Parent Program**  
The Teen Mom program for pregnant or parenting students, including staff, services, and teaching supplies.
- 1293 Migrant Education**  
The migration education instructional program is designed to meet the needs of migrant students, including staff, services, supplies, and transportation.
- 1294 Youth Corrections Education**  
Instructional programs delivered to youths in detention.
- 1420 Middle School Summer School**  
Middle school summer school for middle school students includes staff and material operating costs.
- 1430 High School Summer School**  
Summer school for high school students includes staff and material costs to operate.

- 1490 Other Summer School Programs**  
Other summer school programs include staff and material costs to operate.
- 2110 Attendance and Social Work Services**  
Attendance and social work services is activities designed to improve student attendance at school. This includes contract services with Youth Contact to provide intervention and counseling services.
- 2112 Attendance Services**  
Attendance services is attendance record keeping.
- 2113 Social Work Services**  
Social work services are activities to investigate and diagnose student problems, casework, group work for students and parents, and interpretation of student problems for other staff members. This Includes staff and services.
- 2115 Student Safety**  
Student safety is crossing guards and all activities associated with services to enhance student and campus safety.
- 2117 Identification and Recruitment of Migrant Children**  
Identification and recruitment of migrant children Includes staff and material costs to identify and recruit children identified as "Migrant."
- 2119 Other Attendance and Social Services**  
Other attendance and social services are services other than attendance services, social work services, and student safety.
- 2122 Counseling Services**  
Counseling service includes staff, services, and materials.
- 2124 Student Information Services**  
Student information services Includes staff, technology, and supplies for information services.
- 2126 Placement**  
Placement is career placement assistance for students.
- 2130 Health Services**  
Health services includes costs of consultants, training, and services related to special health needs.
- 2132 Medical Services**  
Medical services are activities related to student physical and mental health. This Includes such activities as screening and health examinations, emergency injury and

illness care, and communication with parents and medical officials. Includes staff, services, and supplies.

**2133 Dental Services**

Dental services are activities related to student dental health. This includes such activities as screening and examinations, emergency injury and care, and communication with parents and medical officials. Includes staff, services, and supplies.

**2134 Nurse Services**

Nurse services is nursing activities which are not instruction, such as health inspection, treatment of minor injuries, and referrals for other health service. This includes staff, services, and supplies.

**2139 Other Health Services**

Other health services is health office staff and supplies.

**2140 Psychological Services**

Psychological services includes staff, services, and supplies to provide services for students districtwide.

**2144 Psychotherapy Services**

Psychotherapy includes staff, services, and supplies to provide services for students districtwide.

**2150 Speech Pathology and Audiology Services**

Speech pathology and audiology services is the speech therapist program serving students districtwide.

**2160 Other Student Treatment Services**

Other student treatment services provides services such as occupational therapy, physical therapy, and adaptive physical education. This includes staff, services, and supplies.

**2190 Student Services Director**

Student services director is the direction and management of student support services( e.g., special education director and at-risk programs).

**2210 Improvement of Instruction**

Improvement of instruction activities assist the instructional staff to plan, develop, and evaluate the process of providing learning experiences to students.

**2213 Curriculum Development**

Curriculum development includes Administration Center office staff and expenses.

- 2219    Other Improvement of Instruction**  
Other improvement of instruction is activities associated with directing and managing the improvement of instruction services.
- 2220    Educational Media Services**  
Educational media services includes staff, services, and supplies for a variety of staff and student media.
- 2222    Library/Media Center**  
Library/media center Includes staff, services, and supplies for school libraries.
- 2223    Multimedia Services**  
Multimedia services Include materials, supplies, and equipment for multimedia services.
- 2230    Assessment and Testing**  
Assessment and testing includes staff, services, and materials to provide districtwide testing and evaluation services to monitor individual and group progress in reaching District and state learning goals and requirements.
- 2240    Instructional Staff Development**  
Instructional staff development is costs for instructional staff, including educational assistants.
- 2310    Board of Directors**  
Board of directors includes expenses for audit, legal services, elections, dues, supplies, professional development, and secretarial staff.
- 2321    Office of the Superintendent**  
Office of the superintendent includes Administration Center staff and expenses.
- 2324    State and Federal Relations Services**  
State and federal relations services includes expenses of working with state and federal officials.
- 2329    Safe Schools/Healthy Students Program Management**  
Safe schools/healthy students program management includes General Fund expenses related to the management of the Safe Schools/Healthy Students grant.
- 2410    Office of the Principal Services**  
Office of the principal services includes staff, services, and supplies to operate the office at each school.



- 2490    Other Support Services—School Administration**  
Other support services – school administration includes Administration Center staff and services for grades K-12 school operations.
- 2510    Director of Business Support Services**  
Director of business support services includes Administration Center staff and expenses.
- 2520    Fiscal Services**  
Fiscal services includes activities concerned with the fiscal operations of the District.
- 2521    Fiscal Service Direction**  
Fiscal service direction includes Administration Center business office staff and expenses.
- 2524    Payroll Services**  
Payroll services includes Administration Center staff and expenses.
- 2525    Financial Accounting Services**  
Financial accounting services includes Administration Center staff and expenses.
- 2528    Risk Management Services**  
Risk management services includes Administration Center staff and expenses.
- 2529    Other Fiscal Services**  
Other fiscal services includes Administration Center staff and expenses.
- 2540    Facilities and Maintenance**  
Facilities and maintenance is costs associated with the maintenance and operation of district facilities. This includes custodians, utilities, and maintenance staff.
- 2545    HVAC Services**  
HVAC services includes costs associated with the repair, maintenance, and upkeep of District heating, ventilating, and air conditioning (HVAC) equipment.
- 2550    Student Transportation**  
Student transportation includes costs for labor, fuel, repairs, etc., to operate the bus fleet and transportation of District students. This includes transportation to school, activity trips, field trips, and summer school.
- 2573    Warehouse/Distribution**  
Warehouse/distribution includes costs of staff for District courier and warehouse services.

**2574    Printing Services**

Printing services includes costs of staff, supplies, and equipment for the District print shop, less the portion recouped from charges back to users.

**2610    Direction of Central Support Services**

Direction of central support services includes Administration Center staff and expenses.

**2620    Planning, Research, Development, Evaluation Services, Grant Writing, and Statistical Services**

This Includes staff, services, and supplies.

**2630    Community Relations**

Community relations includes writing, editing, and other preparation necessary to disseminate educational and administrative information to pupils, staff, managers, or to the general public through direct mailing, various news media, or personal contact. This includes Administration Center staff and expenses.

**2640    Staff Services**

Staff services are activities concerned with maintaining an efficient staff for the District. Includes such activities as recruiting and placement, staff transfers, health services, and staff accounting. This includes Administration Center staff and expenses.

**2645    Employee Health Services**

Employee health services includes costs of mandated preventative measures for staff.

**2660    Technology Services**

Technology services is districtwide technology, including computing and data processing services, such as networking, and telecommunications costs. This includes staff, equipment, and software maintenance fees, repairs, supplies, and capital outlay.

**2670    Records Management Services**

Records management services is districtwide activities concerned with retention and disposal of District records.

**2690    District Safety Coordination**

District safety coordination is the cost of activities involved in coordinating safety and safety-awareness programs throughout the District.

**2700    Early Retirement Program**

Early retirement program includes costs associated with a District-sponsored early retirement program.

**3390    Other Community Services**

Other community services provided for the community such as parental involvement. College scholarship expenditures are also recorded here.

**5110    Long-Term Debt Service**

Long-term debt service is payments for debt retirement exceeding 12 months.

**5200    Transfer of Funds**

Transfer of funds is transactions that withdraw money from one fund and place it in another fund.

**6110    Operating Contingency**

Operating contingency is the portion of budget not designated for use at this time. This can only be used by Board action for items that could not have been anticipated in the budget (e.g., emergencies).

**7000    Unappropriated Ending Fund Balance**

Unappropriated ending fund balance is an estimate of funds needed to maintain operations of the District from July 1 of the ensuing fiscal year to the time when sufficient new revenues become available to meet cash-flow needs of the fund. No expenditure can be made in the year in which it is budgeted. It is reserved for use in the subsequent year.



## 2014-15 BUDGET SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for proceeds of specific revenues from federal, state, and local sources that are legally restricted to expenditures for specified purposes.

Due to account number limitations, Special Revenue Funds are shown as “Part 1” and “Part 2” in Resource and Requirements printouts. Part 1 funds are designated for specific local, state, or federal grants. Part 2 is Nutrition Services.

### RESOURCES

Special Revenue Part 1	(Funds 101 - 299)	\$22,081,117
Special Revenue Part 2	(Funds 500 - 599)	\$8,882,707
Total Resources		<u>\$30,963,824</u>

### REQUIREMENTS

Special Revenue Part 1	(Funds 101 - 299)	\$22,081,117
Special Revenue Part 2	(Funds 500 - 599)	\$8,882,707
Total Requirements		<u>\$30,963,824</u>

## 2014-15 BUDGET RESOURCES – SPECIAL FUNDS (PART 1 – GRANTS)

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
2XX.0000.1200	CONSTRUCTION EXCISE TAX	\$940,523	\$1,175,684	\$3,240,856	\$977,020
2XX.0000.1744	STUDENT PARTICIPATION FEE	\$4,730,396	\$4,543,281	\$3,975,001	\$3,775,571
2XX.0000.1746	STUDENT TESTING FEES	\$0	\$1,075	\$0	\$893
2XX.0000.1920	DONATION FROM PRIV SOURCE	\$858,803	\$582,330	\$539,389	\$490,286
2XX.0000.1960	RECOVERY PRIOR YEAR	\$0	\$26,146	\$32,683	\$21,728
2XX.0000.1990	MISCELLANEOUS REVENUE	\$391,401	\$311,280	\$216,130	\$258,681
2XX.0000.2200	RESTRICTED REVENUE	\$52,164	\$82,143	\$77,002	\$68,263
2XX.0000.2212	PUBLIC PURPOSE CHARGE REV	\$511,654	\$368,829	\$350,696	\$306,505
2XX.0000.3200	RESTRICTED GRANTS IN AID	\$416,280	\$667,897	\$0	\$555,038
2XX.0000.3222	SSF TRANSPORTATION EQUIP	\$709,092	\$720,000	\$900,000	\$598,337
2XX.0000.3299	OTHER RESTRICTED GRANTS	\$453,048	\$443,387	\$825,000	\$368,464
2XX.0000.4000	FEDERAL SOURCES	\$51,499	\$51,449	\$430,000	\$42,755
2XX.0000.4100	UNRESTR DIR FROM FED GOVT	\$0	\$10,320	\$17,000	\$8,576
2XX.0000.4300	RES REV DIRECT FROM FED GOV	\$97,113	\$96,640	\$125,000	\$80,310
2XX.0000.4500	RESTR FROM FED THRU STATE	\$995,648	\$792,522	\$543,000	\$658,604
2XX.0000.4501	TITLE I REVENUES	\$4,705,020	\$4,132,160	\$3,899,824	\$3,433,920
2XX.0000.4505	SCHOOL NUTRITION REVENUE	\$138,515	\$168,494	\$131,084	\$140,023
2XX.0000.4506	PERKINS VOC ED REVENUE	\$193,385	\$165,339	\$150,340	\$137,400
2XX.0000.4508	IDEA (PL 101-476)	\$3,473,371	\$3,552,862	\$2,958,105	\$2,952,510
2XX.0000.4509	TITLE ID REVENUES	\$0	\$33,384	\$18,000	\$27,743
2XX.0000.4511	TITLE IG-FUND REVENUE	\$0	\$9,595	\$0	\$7,974
2XX.0000.4512	TITLE II REVENUE	\$0	\$453,736	\$540,000	\$377,065
2XX.0000.4515	SCHOOL BASED HEALTH CENTER	\$28,590	\$15,037	\$0	\$12,496
2XX.0000.4540	REGIONAL DATA WAREHOUSE	\$224,904	\$410,963	\$0	\$341,519
2XX.0000.4545	FOCUS PLANNING	\$0	\$36,132	\$55,000	\$30,027
2XX.0000.4580	HOMELESS GRANT	\$850,460	\$7,602	\$18,000	\$6,317
2XX.0000.4700	GRANTS FROM FED THRU OTHR	\$89,037	\$755,183	\$661,000	\$627,574
2XX.0000.4705	DEPENDT CARE BLOCK GRANT	\$23,193	\$89,622	\$70,000	\$74,478
2XX.0000.4910	USDA COMMODITIES	\$887,934	\$0	\$0	\$0
2XX.0000.5100	LONG-TERM DEBT FINANCE SOURCE	\$76,076	\$83,500	\$0	\$69,390
2XX.0000.5400	BEGINNING FUND BALANCE	\$3,763,849	\$5,639,300	\$0	\$5,631,648
<b>TOTAL RESOURCES</b>		<b>\$24,661,995</b>	<b>\$25,425,891</b>	<b>\$19,773,110</b>	<b>\$22,081,117</b>

## 2014-15 SPECIAL REVENUE EXPENDITURES BY OBJECT (PART 1 – GRANTS)

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
2XX.0000.0111	REG LICENSED SALARIES	\$3,341,122	\$3,576,994	\$2,916,395	\$3,753,391
2XX.0000.0112	REG CLASSIFIED SALARIES	\$1,563,235	\$1,459,618	\$1,330,412	\$1,531,598
2XX.0000.0113	REG ADMIN SALARIES	\$590,832	\$536,677	\$513,876	\$563,143
2XX.0000.0114	REG SUPERVISORY SALARIES	\$79,913	\$85,142	\$71,553	\$89,341
2XX.0000.0121	SUBSTITUTES-LICENSED	\$526,527	\$373,988	\$272,094	\$392,431
2XX.0000.0122	SUBSTITUTES-CLASSIFIED	\$43,441	\$76,333	\$8,568	\$80,098
2XX.0000.0123	CERTIFIED TEMPORARY WAGE	\$207,503	\$208,394	\$222,926	\$218,671
2XX.0000.0124	TEMPORARY-CLASSIFIED	\$146,108	\$137,528	\$78,103	\$144,310
2XX.0000.0131	EXTENDED CONTRACT	\$622,160	\$419,852	\$1,037,747	\$440,556
2XX.0000.0132	DEPT COORDINATOR STIPEND	\$685	\$3,796	\$0	\$3,984
2XX.0000.0133	ATHLETIC COACHING PAY	\$4,800	\$3,300	\$0	\$3,463
2XX.0000.0134	ADVISOR PAY	\$4,813	\$6,000	\$13,056	\$6,296
2XX.0000.0136	ATHLETIC/ACTIVITY PAY	\$5,505	\$6,767	\$0	\$7,100
2XX.0000.0138	EXTRA DUTY STIPEND	\$0	\$560	\$10,404	\$588
2XX.0000.0139	OVERTIME WAGES	\$9,247	\$12,395	\$16,320	\$13,006
2XX.0000.0140	OTHER TIME	\$9,511	\$13,668	\$19,037	\$14,343
2XX.0000.0144	STUDENT WAGES	\$55,308	\$124,600	\$14,890	\$130,745
2XX.0000.02XX	EMPLOYEE BENEFITS	\$3,251,431	\$4,189,261	\$2,584,327	\$4,395,851
2XX.0000.0310	INST, PROF & TECH SERVICE	\$16,350	\$1,836	\$6,120	\$1,927
2XX.0000.0311	INSTRUCTION SERVICES	\$575,090	\$214,969	\$519,766	\$225,570
2XX.0000.0312	INSTR PROG IMPROVEMENT	\$90,093	\$73,380	\$51,000	\$76,999
2XX.0000.0313	STUDENT SERVICES	\$90,756	\$10,820	\$22,848	\$11,354
2XX.0000.0318	PROF IMPROVE/NON-INSTRUCT	\$110,814	\$40	\$0	\$42
2XX.0000.0319	OTHER PROF & TECH INSTRNL	\$7,850	\$100,272	\$76,704	\$105,217
2XX.0000.0322	REPAIR & MAINTENANCE	\$261	\$40,308	\$41,616	\$42,295
2XX.0000.0323	LAUNDRY & DRY CLEANING	\$2,855	\$746	\$0	\$783
2XX.0000.0324	RENTAL EXPENSE	\$0	\$2,786	\$146,880	\$2,923
2XX.0000.0325	ELECTRICITY	\$0	\$0	\$0	\$0
2XX.0000.0326	HEATING FUEL	\$0	\$0	\$0	\$0
2XX.0000.0327	WATER & SEWAGE	\$0	\$0	\$0	\$0
2XX.0000.0328	GARBAGE	\$22,085	\$0	\$0	\$0
2XX.0000.0330	STUDENT TRANSPORTATION	\$50,826	\$90	\$0	\$94
2XX.0000.0331	REIMBURSABLE STUDENT TRAN	\$273,491	\$78,589	\$57,120	\$82,465
2XX.0000.0332	NONREIMB STUDENT TRANSP	\$16,350	\$14,996	\$151,867	\$15,736
2XX.0000.0340	TRAVEL	\$575,090	\$263,652	\$193,683	\$276,654



ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
2XX.0000.0343	STUDENT OUT OF DIST TRANS	\$14,067	\$16,275	\$9,905	\$17,077
2XX.0000.0351	TELEPHONE	\$13,691	\$11,779	\$29,653	\$12,360
2XX.0000.0353	POSTAGE	\$697	\$3,037	\$1,472	\$3,187
2XX.0000.0354	ADVERTISING	\$5,784	\$2,081	\$4,240	\$2,183
2XX.0000.0355	PRINTING & BINDING	\$57,842	\$13,765	\$17,459	\$14,443
2XX.0000.0370	TUITION	\$39,761	\$4,072	\$14,989	\$4,272
2XX.0000.0373	TUTION TO PRIVATE SCHOOL	\$0	\$35,625	\$0	\$37,382
2XX.0000.0380	NON-INSTRUCT PROF SERVICES	\$0	\$625	\$0	\$656
2XX.0000.0383	ARCHITECT/ENGINEER SERVCS	\$26,473	\$82,501	\$110,160	\$86,570
2XX.0000.0390	OTHER GEN PROF & TECH SRV	\$841,796	\$536,633	\$478,268	\$563,096
2XX.0000.0410	SUPPLIES & MATERIALS	\$5,073,080	\$4,943,718	\$5,446,832	\$5,187,514
2XX.0000.0415	USDA COMMODITIES	\$849	\$0	\$0	\$0
2XX.0000.0418	GASOLINE & OIL	\$293	\$217	\$0	\$228
2XX.0000.0420	TEXTBOOKS	\$853	\$220	\$196,924	\$231
2XX.0000.0430	LIBRARY BOOKS	\$736	\$449	\$0	\$471
2XX.0000.0440	PERIODICAL SUBSCRIPTIONS	\$1,271	\$773	\$0	\$811
2XX.0000.0450	FOOD	\$69,767	\$77,259	\$0	\$81,069
2XX.0000.0460	NON-CONSUMABLE ITEMS	\$14,960	\$20,582	\$17,426	\$21,597
2XX.0000.0461	<\$5000 EQUIPMENT	\$30,066	\$18,266	\$24,760	\$19,167
2XX.0000.0470	COMPUTER SOFTWARE	\$7,708	\$80,187	\$12,485	\$84,141
2XX.0000.0480	COMPUTER HARDWARE	\$73,983	\$86,054	\$25,090	\$90,298
2XX.0000.0481	<\$5000 COMPUTER HARDWARE	\$95,975	\$52,102	\$74,875	\$54,672
2XX.0000.0520	BUILDINGS ACQUISITION	\$0	\$458,693	\$0	\$481,314
2XX.0000.0530	IMPROV OTHER THAN BLDGS	\$0	\$1,440,595	\$0	\$1,511,636
2XX.0000.0540	CAPITAL EQUIPMENT	\$297,379	\$117,959	\$673,200	\$123,777
2XX.0000.0542	REPLACEMENT EQUIPMENT	\$0	\$2,305	\$0	\$2,419
2XX.0000.0550	CAPITAL TECHNOLOGY	\$0	\$214,905	\$0	\$225,502
2XX.0000.0610	INTEREST-TRANSPORTATION	\$0	\$426,270	\$0	\$447,291
2XX.0000.0622	INTEREST-TRANSPORTATION	\$44,924	\$48,191	\$0	\$50,568
2XX.0000.0640	DUES & FEES	\$16,926	\$25,041	\$30,478	\$26,276
2XX.0000.0651	LIABILITY INSURANCE	\$2,478	\$1,125	\$0	\$1,180
2XX.0000.0670	TAXES & LICENSES	\$0-	\$25,954	\$16,320	\$27,234
2XX.0000.0690	GRANT INDIRECT CHARGES	\$6,608	\$245,264	\$211,262	\$257,359
2XX.0000.0790	INTERFUND TRANSFERS	\$0	\$13,500	\$2,000,000	\$14,166
2XX.0000.0820	RESERVED FOR NEXT YEAR	\$5,629,936	\$4,382,511	\$0	\$0
<b>TOTAL EXPENDITURES</b>		<b>\$24,661,955</b>	<b>\$25,425,891</b>	<b>\$19,773,110</b>	<b>\$22,081,117</b>

## 2014-15 SPECIAL REVENUE EXPENDITURES BY FUNCTION (PART 1 – GRANTS)

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
2XX.1111.0000	PRIMARY PROGRAMS K-3	\$139,996	\$1,012,370	\$1,310,558	\$1,062,294
2XX.1113.0000	ELEMENTRY EXTRACURRICULAR	\$335,598	\$267,943	\$876,086	\$281,157
2XX.1121.0000	MIDDLE SCHOOL PROGRAMS	\$40,771	\$32,196	\$863,200	\$33,784
2XX.1122.0000	MIDDLE SCH EXTRACURRICULR	\$329,473	\$276,233	\$843,115	\$289,855
2XX.1131.0000	HIGH SCHOOL PROGRAMS	\$297,372	\$383,802	\$216,918	\$402,729
2XX.1132.0000	HIGH SCH EXTRACURRICULAR	\$4,103,869	\$4,021,875	\$1,711,074	\$4,220,211
2XX.1133.0000	HIGH SCHOOL SATURDAY SCHOOL	\$130,865	\$58	\$129,038	\$61
2XX.1140.0000	PRE-KINDERGARTEN PROGRAMS	\$0	\$0	\$0	\$0
2XX.1210.0000	TALENTED & GIFTED PROGRAMS	\$0	\$0	\$0	\$0
2XX.1221.0000	LEARNING CNTRS-STRUCTURED	\$970,470	\$894,627	\$846,419	\$938,745
2XX.1223.0000	COMMUNITY TRANSITION SRVC	\$575,899	\$630,972	\$486,353	\$662,088
2XX.1225.0000	OUT OF DISTRICT PROGRAMS	\$0	\$35,625	\$0	\$37,382
2XX.1227.0000	EXTENDED SCHOOL YR PROGRAM	\$0	\$0	\$0	\$0
2XX.1250.0000	LESS RESTR PROG-DISABLED	\$367,285	\$384,986	\$453,603	\$403,971
2XX.1260.0000	EARLY INTERVENTION	\$0	\$0	\$0	\$0
2XX.1271.0000	REMEDIATION	\$0	\$0	\$0	\$0
2XX.1272.0000	TITLE I	\$2,587,055	\$2,488,679	\$2,028,151	\$2,611,406
2XX.1279.0000	TITLE I SERVICES-PRIV SCH	\$21,680	\$1,484	\$16,496	\$1,557
2XX.1280.0000	ALTERNATIVE EDUCATION	\$821,851	\$633,419	\$422,510	\$664,656
2XX.1282.0000	ALTERNATIVE EDUCATION	\$422,974	\$0	\$448,882	\$0
2XX.1290.0000	DESIGNATED PROGRAMS	\$0	\$0	\$0	\$0
2XX.1291.0000	ENGLISH 2ND LANG PROGRAMS	\$239	\$15,157	\$0	\$15,905
2XX.1292.0000	TEEN PARENT PROGRAMS	\$77,981	\$89,871	\$49,800	\$94,303
2XX.1293.0000	MIGRANT EDUCATION	\$288,777	\$165,221	\$181,235	\$173,369
2XX.1295.0000	INDIAN EDUCATION PROGRAM	\$0	\$10,320	\$0	\$10,829
2XX.1400.0000	SUMMER SCHOOL PROGRAMS	\$0	\$2,791	\$0	\$2,929
2XX.1410.0000	SUMMER SCHOOL-INTERMEDIAT	\$0	\$13,190	\$0	\$13,841
2XX.1420.0000	SUMMER SCHOOL-INTERMEDIAT	\$15,150	\$9,079	\$10,280	\$9,527
2XX.1430.0000	SECONDARY SUMMER	\$15,938	\$36,196	\$17,286	\$37,981
2XX.1440.0000	K-3 SUMMER SCHOOL PROGRAM	\$213,286	\$249,546	\$187,348	\$261,852
2XX.1490.0000	SECONDARY SUMMER SCHOOL	\$59,512	\$27,133	\$59,829	\$28,471
2XX.1495.0000	ID & RCRTMNT - MIGRANT SUMMR	\$0	\$6,501	\$5,138	\$6,822
2XX.2100.0000	SUPPORT SERVICES-STUDENTS	\$18	\$0	\$3,320	\$0
2XX.2110.0000	ATTNDNCE & SOCIAL WRK SRV	\$0	\$100,000	\$0	\$104,931
2XX.2113.0000	SOCIAL WORK SERVICES	\$18,417	\$26,428	\$37,350	\$27,731
2XX.2117.0000	ID & RCRTMNT OF MIGRANT	\$186,087	\$178,224	\$161,960	\$187,013

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
2XX.2119.0000	OTHER ATTEN & SOCIAL SVCS	\$135,641	\$160,888	\$141,509	\$168,823
2XX.2120.0000	GUIDANCE SERVICES	\$24,905	\$6,297	\$14,940	\$6,608
2XX.2122.0000	COUNSELING SERVICES	\$5,263	\$4,717	\$0	\$4,949
2XX.2124.0000	INFORMATION SERVICES	\$0	\$4,987	\$8,300	\$5,233
2XX.2126.0000	PLACEMENT SERVICES	\$3,727	\$31,751	\$12,450	\$33,317
2XX.2130.0000	HEALTH SERVICES	\$33,033	\$1,142	\$0	\$1,198
2XX.2132.0000	MEDICAL SERVICES	\$414	\$29,294	\$0	\$30,738
2XX.2134.0000	NURSE SERVICES	\$0	\$583,017	\$83,000	\$611,768
2XX.2139.0000	OTHER HEALTH SERVICES	\$72	\$6,884	\$20,750	\$7,224
2XX.2140.0000	PSYCHOLOGICAL SERVICES	\$25,000	\$430,447	\$400,251	\$451,674
2XX.2150.0000	SPEECH & AUDIO SERVICES	\$513,059	\$232,040	\$309,466	\$243,483
2XX.2160.0000	STUDENT TREATMENT SERVICE	\$279,303	\$367,472	\$322,397	\$385,593
2XX.2190.0000	STUDENT SERVICES DIRECTOR	\$353,789	\$690,478	\$463,057	\$724,529
2XX.2210.0000	IMPROVEMENT OF INSTRUCTION	\$551,890	\$254,766	\$252,820	\$267,330
2XX.2212.0000	CURRICULUM DEVELOPMENT	\$317,961	\$0	\$4,060	\$0
2XX.2219.0000	OTHER IMPR OF INSTRUCTION	\$13,880	\$22,255	\$44,289	\$23,352
2XX.2222.0000	LIBRARY/MEDIA CENTER	\$39,666	\$3,258	\$0	\$3,419
2XX.2230.0000	ASSESSMENT & TESTING	\$0	\$1,541	\$0	\$1,617
2XX.2240.0000	HEALTH SERVICES	\$2,036,882	\$1,704,309	\$1,844,746	\$1,788,356
2XX.2410.0000	OFFICE OF THE PRINCIPAL	\$51,501	\$64,232	\$0	\$67,399
2XX.2490.0000	OTHER SUP-SCH ADMINISTRATION	\$211,516	\$133,190	\$417,360	\$139,759
2XX.2510.0000	DIRECTOR- BUSINESS SERVICE	\$175	\$0	\$9,733	\$0
2XX.2528.0000	RISK MANAGEMENT SERVICES	\$98	\$65	\$0	\$68
2XX.2540.0000	FACILITIES MAINTENANCE	\$6,861	\$24,284	\$0	\$25,482
2XX.2550.0000	STUDENT TRANSPORTATION	\$737,387	\$670,007	\$824,449	\$703,048
2XX.2610.0000	DIRECTOR/CENTRAL SUPPORT	\$976,362	\$657,315	\$622,874	\$689,730
2XX.2620.0000	PLANNING & DEVEL SVCS	\$8,496	\$39,965	\$7,055	\$41,936
2XX.2640.0000	STAFF SERVICES	\$7,382	\$0	\$10,433	\$0
2XX.2642.0000	RECRUITMENT & PLACEMENT	\$0	\$0	\$0	\$0
2XX.2660.0000	TECHNOLOGY SERVICES	\$235,188	\$362,243	\$374,334	\$380,107
2XX.3110.0000	SERVICE AREA DIRECTION	\$0	\$138,052	\$62,250	\$144,859
2XX.3120.0000	FOOD PREP & DISP SERVICES	\$139,138	\$217	\$20,750	\$228
2XX.3130.0000	FOOD PREP & DISP SERVICES	\$225	\$30,306	\$0	\$31,801
2XX.3390.0000	OTHER COMMUNITY SERVICES	\$161,105	\$176,089	\$135,888	\$184,773
2XX.4150.0000	BLDG ACQUIS, CONST & IMPR	\$139,037	\$2,067,946	\$0	\$2,169,925
2XX.4151.0000	ENERGY IMPROVMENTS	\$2,500	\$136,498	\$0	\$143,229
2XX.4154.0000	SEISMIC CONST & IMPR	\$0	\$0	\$0	\$0
2XX.5200.0000	INTERFUND TRANSFERS	\$0	\$13,500	\$2,000,000	\$14,166
2XX.6100.0000	RESERVED FOR NEXT YEAR	\$5,629,936	\$4,382,511	\$0	\$0
<b>TOTAL EXPENDITURES</b>		<b>\$24,661,955</b>	<b>\$25,425,891</b>	<b>\$19,773,110</b>	<b>\$22,081,117</b>

## **2014-15 BUDGET – SPECIAL FUNDS (PART 2 – NUTRITION SERVICES)**

Hillsboro School District's Nutrition Services department plays a supportive role in the education environment by supplying nutritionally complete breakfast and lunch meals to students at a reasonable cost.

Nutrition Services' adopted budget is \$8,882,707 for the 2014-15 school year, an increase of .06 percent from last year's budget. Nutrition services is a federal- and state-funded meal program that provides breakfast, lunch, and various after-school snacks for the students of the District. Nutrition Services provides meals to four high schools, four middle schools, twenty-five elementary schools, two alternative schools, along with Head Start programs in five of the schools.

The Nutrition Services department is self-supporting and receives no funds from the District's general operating account. Nutrition Services pays wages and benefits for 125 employees. This includes warehouse, office, and District maintenance staff. Salary and benefits average 38.81 percent of the department's budget.

Food, paper, and chemical supplies average 36 percent of Nutrition Services' budget. The department funds provide for repair and/or replacement of kitchen equipment.

Nutrition Services operates a food warehouse and food distribution program that transports government commodities and food supplies to all schools. The department maintains and operates four transport trucks and two vehicles.

The percentage of free-and-reduced-price-eligible students totals 50.03 percent or 9,890 students, with 18 sites having over 50 percent of students eligible.

Average Daily Participation (ADP) equates to 52.58 percent of District student enrollment. A la carte and snack vending is provided in all secondary schools.



The chart below shows the year-to-date meal participation at District schools.

Month	Elementary School	Middle School	High School	District
September	54.660%	48.214%	40.385%	47.753%
October	58.329%	55.220%	45.380%	52.976%
November	54.443%	56.190%	45.913%	52.182%
December	59.251%	54.028%	45.003%	52.760%
January	58.388%	54.566%	44.716%	52.881%
February	59.094%	53.119%	43.880%	52.031%
March	58.881%	55.143%	43.730%	52.584%

In-District catering provided by Liberty High School's catering staff provides a service to our District.

MySchoolbucks.com, an internet payment system for school meals, is offered districtwide, allowing parents to view student account activity and make credit card payments on the website.





## 2014-15 NUTRITION SERVICES REVENUES

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
500.0000.1611	BREAKFAST SALES	\$0	\$58	\$0	\$0
500.0000.1612	LUNCH SALES	\$1,380,374	\$1,349,890	\$1,380,375	\$1,417,948
500.0000.1620	NONREIMB PROGRAM SALES	\$170,113	\$167,059	\$170,113	\$167,059
500.0000.1630	SPECIAL FUNCTIONS	\$170,129	\$155,462	\$170,129	\$155,462
500.0000.1750	VENDING MACHINE	\$71,182	\$50,285	\$71,182	\$50,285
500.0000.1960	PRIOR YEAR RECOVERY	\$0	\$18,511	\$0	\$18,511
500.0000.1990	MISCELLANEOUS REVENUE	\$17,613	\$12,162	\$17,613	\$12,162
500.0000.3102	SCHOOL SUPPT/LUNCH MATCH	\$84,217	\$84,747	\$84,217	\$84,747
500.0000.4505	SCHOOL NUTRITION	\$5,054,599	\$5,126,564	\$5,054,599	\$5,126,564
500.0000.4910	USDA COMMODITIES	\$510,661	\$416,692	\$510,661	\$416,692
500.0000.5400	BEGINNING FUND BALANCE	\$1,350,431	\$1,433,277	\$1,350,432	\$1,433,277
<b>TOTAL REVENUE</b>		<b>\$8,809,319</b>	<b>\$8,814,707</b>	<b>\$8,809,320</b>	<b>\$8,882,707</b>



## 2014-15 NUTRITION SERVICES EXPENDITURES BY OBJECT

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
500.0000.0112	REG CLASSIFIED SALARIES	\$1,790,553	\$1,848,617	\$1,840,553	\$1,916,617
500.0000.0113	REG ADMIN SALARIES	\$98,962	\$100,594	\$98,962	\$100,594
500.0000.0114	REG SUPERVISORY SALARIES	\$53,666	\$54,550	\$53,666	\$54,550
500.0000.0122	SUBSTITUTES-CLASSIFIED	\$87,921	\$82,500	\$87,921	\$82,653
500.0000.0139	OVERTIME SALARIES	\$4,191	\$761	\$4,191	\$761
500.0000.0140	OTHER TIME	\$84,397	\$36,893	\$84,397	\$36,893
500.0000.0211	PERS EMPLOYER CONTRIBUTN	\$147,955	\$139,482	\$174,587	\$141,356
500.0000.0213	PERS UAL CONTRIBUTION	\$119,080	\$129,215	\$119,080	\$129,215
500.0000.0216	PERS EMPLOYER-TIER III	\$93,453	\$98,963	\$93,453	\$98,963
500.0000.0220	SOCIAL SECURITY ADMIN	\$159,165	\$160,984	\$159,165	\$160,984
500.0000.0231	WORKERS' COMPENSATION	\$63,992	\$49,901	\$63,992	\$49,901
500.0000.0232	UNEMPLOYMENT COMPENSATION	\$2,070	\$2,093	\$2,070	\$2,093
500.0000.0241	DISABILITY INSURANCE	\$5,894	\$6,204	\$5,894	\$6,204
500.0000.0242	MEDICAL INSURANCE	\$626,762	\$585,249	\$626,762	\$585,249
500.0000.0243	LIFE INSURANCE	\$3,386	\$3,575	\$3,386	\$3,575
500.0000.0244	EMPLOYEE ASSISTANCE	\$801	\$799	\$801	\$799
500.0000.0246	DENTAL INSURANCE	\$1,454	\$0	\$1,454	\$80,119
500.0000.0248	VISION INSURANCE	\$195	\$79,486	\$195	\$13,445
500.0000.0251	ADMIN FLEX BENEFIT	\$24,360	\$13,445	\$24,360	\$25,200
500.0000.0318	PROF IMPRV/NON INSTRUCT	\$1,468	\$25,200	\$1,468	\$7,188
500.0000.0322	REPAIR & MAINTENANCE	\$29,245	\$7,188	\$29,245	\$46,037
500.0000.0323	LAUNDRY & DRY CLEANING	\$26,958	\$46,037	\$26,958	\$29,294
500.0000.0324	RENTAL EXPENSE	\$709	\$29,294	\$709	\$709
500.0000.0325	ELECTRICITY	\$2,534	\$709	\$2,534	\$0
500.0000.0326	HEATING FUEL	\$0	\$0	\$0	\$0
500.0000.0340	TRAVEL	\$6,320	\$0	\$6,320	\$6,689
500.0000.0351	TELEPHONE	\$1,781	\$6,359	\$1,781	\$625
500.0000.0353	POSTAGE	-\$6,485	\$625	-\$6,485	\$4,468
500.0000.0354	ADVERTISING	\$359	\$4,468	\$359	\$0
500.0000.0355	PRINTING & BINDING	\$1,419	\$5,833	\$1,419	\$5,833
500.0000.0390	OTHER GEN PROF & TECH SRV	\$26,355	\$25,839	\$26,355	\$25,839
500.0000.0392	BANK SERVICE FEES	\$70	\$105	\$70	\$105
500.0000.0410	SUPPLIES & MATERIALS	-\$13,037	-\$26,404	-\$13,037	-\$26,404
500.0000.0414	PAPER SUPPLIES	\$59,686	\$54,690	\$59,686	\$54,690
500.0000.0415	USDA COMMODITIES	\$510,661	\$416,692	\$510,661	\$416,692
500.0000.0418	TRANSPORTATION FUEL	\$8,920	\$6,272	\$8,920	\$6,272



ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
500.0000.0450	FOOD	\$3,155,943	\$3,075,120	\$3,155,943	\$3,075,120
500.0000.0460	NON-CONSUMABLE ITEMS	\$5,378	\$21,310	\$5,378	\$21,310
500.0000.0461	<\$5000 EQUIPMENT	\$28,715	\$1,328	\$28,715	\$1,328
500.0000.0470	COMPUTER SOFTWARE	\$15,352	\$345	\$15,352	\$345
500.0000.0480	COMPUTER HARDWARE	\$2,693	\$11,405	\$2,693	\$11,405
500.0000.0481	<\$5000 COMPUTER HARDWARE	\$0	\$2,985	\$0	\$2,985
500.0000.0520	BUILDINGS ACQUISITION	\$0	\$5,738	\$0	\$5,738
500.0000.0540	DEPRECIABLE EQUIPMENT	\$32,120	\$0	\$32,120	\$0
500.0000.0542	REPLACEMENT EQUIPMENT	\$54,324	\$1,839	\$54,324	\$1,839
500.0000.0640	DUES & FEES	\$56,297	\$41,032	\$56,297	\$41,032
500.0000.0690	INDIRECT COSTS/CUSTODIAL	\$0	\$264,257	\$0	\$264,257
500.0000.0820	RESERVED FOR NEXT YEAR	\$1,433,277	\$1,390,140	\$1,356,646	\$1,390,140
<b>TOTAL EXPENDITURES</b>		<b>\$8,809,319</b>	<b>\$8,814,707</b>	<b>\$8,809,320</b>	<b>\$8,882,707</b>





## 2014-15 DEBT SERVICE FUND

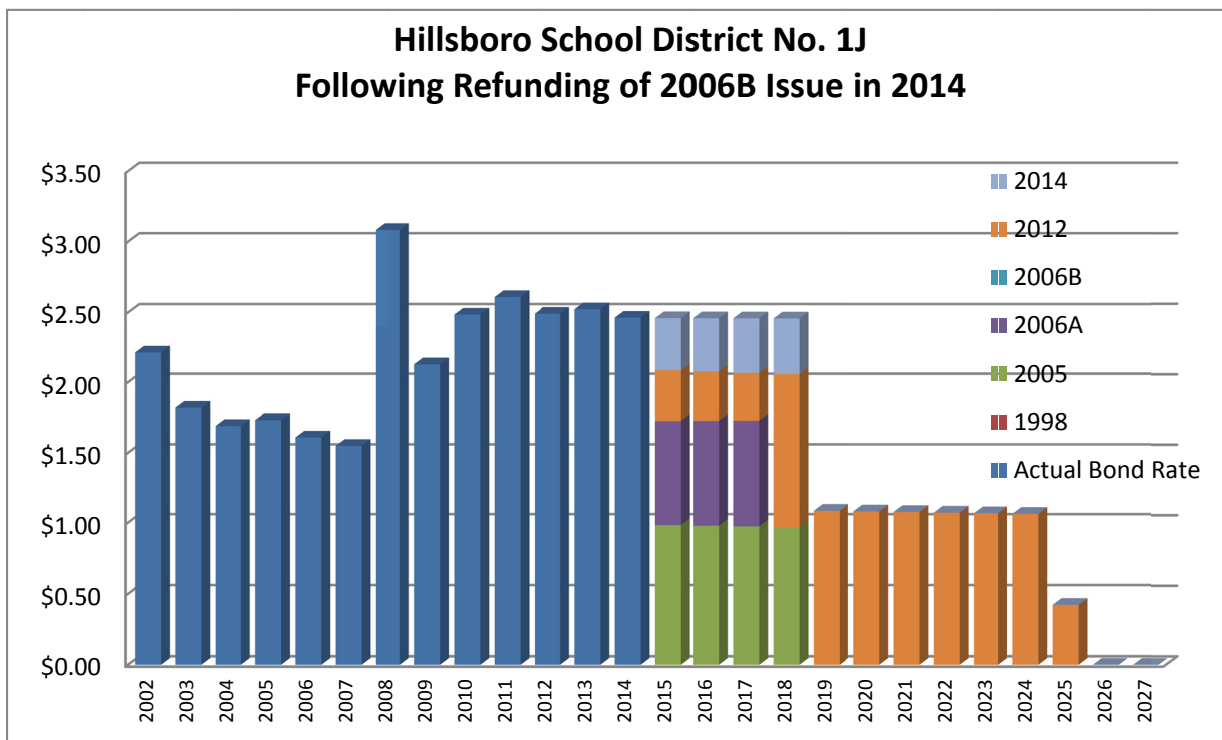
The Debt Service Fund is designated for repayment of long- or short-term debt from the sale of bonds used to finance capital construction.

The primary revenue source is property taxes that fall outside the limits set for operation. The tax levy for debt service is determined by dividing the bonded debt by the assessed value of the District.

The voters passed a construction levy in November 2006.

The District also collects tax revenues for past bond issues. The total outstanding debt for 2014-15 is \$181,926,712 in bonded debt, and \$94,900,000 for PERS Pension Bonds. The debt limit for Hillsboro School District is based on an assessed value of \$1.415 billion. The debt ratio as of June 30, 2013, was 21.11 percent.

In the summer of 2014 the District will refund the 2006B Deferred Interest Callable bonds which will result in a savings of \$9,118,925 over the remainder of this issue but will result in slightly higher debt service in 2015-2018. Below is a graphic illustration of the new debt structure following this refunding.



## 2014-15 Budget General Obligation Bonds

		PRINCIPAL OUTSTANDING 7/1/2014	2014-15 PRINCIPAL PAYMENTS	2014-15 INTEREST PAYMENTS
PURPOSE	Century Refinance			
ISSUE DATE	March 1998			
ISSUE AMOUNT	\$22,795,000	\$2,920,000	\$2,920,000	\$73,000
COUPON RATES	4.0 to 5.0%			
FINAL PAYMENT DATE	November 2014			
PURPOSE	Refunding			
ISSUE DATE	May 2005			
ISSUE AMOUNT	\$78,055,000	\$43,245,000	\$9,565,000	\$2,269,238
COUPON RATES	3.0 to 5.25%			
FINAL PAYMENT DATE	June 2018			
PURPOSE	Pension Bond Pool			
ISSUE DATE	June 2005			
ISSUE AMOUNT	\$102,850,000	\$94,900,000	\$2,775,000	\$4,482,757
COUPON RATES	4.052 to 4.759%			
FINAL PAYMENT DATE	June 2028			
PURPOSE	MS, Elems & Projects			
ISSUE DATE	December 2006 (A/B)			
PAR AMOUNT	\$156,955,000	\$25,315,000	\$7,750,000	\$1,169,112
COUPON RATES	4.00 to 5.00%			
FINAL PAYMENT DATE	June 2026			
PURPOSE	GO Refunding Bonds <sup>1</sup>			
ISSUE DATE	November 2012			
PAR AMOUNT	\$98,950,000	\$98,405,000	\$390,000	\$3,947,388
COUPON RATES	1.50 – 5.00%			
FINAL PAYMENT DATE	June 2026			
PURPOSE	GO Refunding Bonds <sup>2</sup>			
ISSUE DATE	August 2014			
PAR AMOUNT	\$98,950,000	\$18,290,000	\$4,090,000	\$425,425
COUPON RATES	To Be Determined			
FINAL PAYMENT DATE	June 2018			
<b>TOTAL</b>		<b>\$283,075,000</b>	<b>\$27,490,000</b>	<b>\$12,366,920</b>

<sup>1</sup> Advance refund GO Bonds, Series 2006A

<sup>2</sup> Advance refund GO Bonds, Series 2006B

## 2014-15 BUDGET REVENUE DEBT SERVICE

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
300.0000.1111	CURRENT YEAR PROPERTY TAX	\$27,027,202	\$27,577,038	\$27,639,388	\$29,274,162
300.0000.1112	PRIOR YEAR PROPERTY TAX	\$331,664	\$431,143	\$250,000	\$250,000
300.0000.1114	PAYMENTS IN LIEU OF TAX	\$0	\$2,584	\$0	\$0
300.0000.1190	PENALTIES & INTER ON TAX	\$10,022	\$8,207	\$10,000	\$10,000
300.0000.1512	INTEREST ON LGIP	\$55,583	\$81,614	\$70,000	\$70,000
300.0000.5110	BOND PROCEEDS	\$0	\$96,794	\$0	\$0
300.0000.5400	BEGINNING FUND BALANCE	\$2,859,255	\$2,903,738	\$2,995,000	\$2,995,000
329.0000.1111	CURRENT YEAR PROPERTY TAX	\$0	\$250	\$0	\$0
329.0000.1112	PRIOR YEAR PROPERTY TAX	\$0	\$2,229	\$0	\$0
329.0000.1114	PAYMENTS IN LIEU OF TAX	\$4,346	\$0	\$0	\$0
329.0000.1190	PENALTIES & INTER ON TAX	\$848	\$0	\$0	\$0
329.0000.1512	INTEREST ON LGIP	\$2,261	\$877	\$0	\$0
329.0000.5400	BEGINNING FUND BALANCE	\$447,638	\$454,292	\$0	\$0
390.0000.1511	INTEREST ON INVESTMENTS	\$3,755	\$115	\$0	\$0
390.0000.1970	SERVICES PROVIDE OTHER FUND	\$6,179,517	\$6,530,300	\$6,884,417	\$7,257,757
390.0000.5400	BEGINNING FUND BALANCE	\$0	\$0	\$0	\$0
<b>TOTAL REVENUE</b>		<b>\$36,922,091</b>	<b>\$38,089,181</b>	<b>\$37,848,805</b>	<b>\$39,856,919</b>

## 2014-15 BUDGET EXPENDITURES DEBT SERVICE

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
300.0000.0319	OTHER GEN PROF & TECH SRV	\$0	\$85,220	\$0	\$0
300.0000.0610	REDEMPTION OF PRINCIPAL	\$16,535,000	\$17,975,000	\$19,595,000	\$24,715,000
300.0000.0621	INTEREST	\$10,844,988	\$9,917,125	\$8,376,388	\$7,884,162
300.0000.0820	RESERVED FOR NEXT YEAR	\$3,358,030	\$3,581,142	\$2,993,000	\$0
329.0000.0390	OTHER GEN PROF & TECH SRV	\$800	\$0	\$0	\$0
390.0000.0610	REDEMPTION OF PRINCIPAL	\$1,455,000	\$1,865,000	\$2,300,000	\$2,775,000
390.0000.0620	INTEREST	\$4,728,273	\$4,665,694	\$4,584,417	\$4,482,757
<b>TOTAL EXPENDITURES</b>		<b>\$36,922,091</b>	<b>\$38,089,181</b>	<b>\$37,848,805</b>	<b>\$39,856,919</b>



## 2014-15 BUDGET CAPITAL CONSTRUCTION FUND

The Capital Construction Fund consists of the 2001 and 2006 bond issues. According to data from Portland State University Center for Population Research, the enrollment in Hillsboro School District will increase substantially by more than 2,400 students during the next 12 years. In November 2006, the voters approved a capital construction bond that would fund projects to:

- Accommodate rapid growth in enrollment by the construction of four new elementary schools and one new middle school. Three elementary schools (Free Orchards, Lincoln Street, and Quatama) opened in August 2008. The fourth elementary school, Rosedale, and the new middle school, South Meadows, opened in August 2009.
- Add additional classroom space in existing schools. Remodels and expansion of Brown, Evergreen, and Poynter Middle Schools are complete.
- Renovate and upgrade safety, security, seismic, and utility systems. A list of current projects is included in the adopted budget.
- Expand the technology infrastructure for classroom instruction and school management. Current projects include VoIP phone systems and smart board technology at existing and new schools.
- Purchase parcels of land for elementary school construction. Properties were purchased for Quatama and Rosedale. A 40-acre parcel was purchased in 2012-13, and another 10-acre parcel is scheduled for purchase in 2013-14 for the South Hillsboro Urban Growth Boundary Expansion area.

The bond included 52 individual projects ranging in cost from \$200,000 to \$36,000,000. After the completion of all the projects listed in the 2006 bond issue, the remaining interest was used for numerous construction projects around the District including, but not limited to, ADA upgrades, security improvements, and maintenance work districtwide.





## 2014-15 RESOURCES – CONSTRUCTION FUND BY OBJECT

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
4XX.0000.151X	INTEREST ON INVESTMENTS	\$14,698	\$18,157	\$15,000	\$7,500
4XX.0000.2199	OTHER INTERMED SOURCES	\$0	\$0	\$0	\$0
4XX.0000.2200	RESTRICTED REVENUE	\$28,856	\$0	\$30,000	\$0
4XX.0000.4999	FEDERAL HRSA GRANT	\$0	\$0	\$0	\$0
4XX.0000.5340	LAND SALE REVENUE	\$0	\$13,917	\$0	\$0
4XX.0000.5400	BEGINNING FUND BALANCE	\$19,927,821	\$13,463,582	\$8,500,000	\$4,900,000
<b>TOTAL RESOURCES</b>		<b>\$19,971,375</b>	<b>\$13,495,656</b>	<b>\$8,545,000</b>	<b>\$4,907,500</b>

## 2014-15 CONSTRUCTION FUND EXPENDITURES BY OBJECT

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
4XX.0000.0112	REG CLASSIFIED SALARIES	\$46,206	\$44,572	\$50,000	\$0
4XX.0000.0113	REG ADMIN SALARIES	\$164,390	\$164,390	\$175,000	\$0
4XX.0000.0122	SUBSTITUTES-CLASSIFIED	\$3,569	\$1,525	\$3,600	\$0
4XX.0000.0200	EMPLOYEE BENEFITS	\$0	\$104,304	\$94,696	\$0
4XX.0000.0211	PERS EMPLOYER CONTRIBUTION	\$29,466	\$15,014	\$0	\$0
4XX.0000.0213	PERS UAL CONTRIBUTION	\$13,794	\$6	\$0	\$0
4XX.0000.0216	PERS EMPLOYER-TIER III	\$0	\$15,264	\$0	\$0
4XX.0000.0220	SOCIAL SECURITY ADMIN	\$15,341	\$924	\$0	\$0
4XX.0000.0231	WORKERS' COMPENSATION	\$1,123	\$204	\$0	\$0
4XX.0000.0232	UNEMPLOYMENT COMPENSATION	\$203	\$693	\$0	\$0
4XX.0000.0241	DISABILITY INSURANCE	\$676	\$85,970	\$0	\$0
4XX.0000.0242	MEDICAL INSURANCE	\$12,278	\$252	\$0	\$0
4XX.0000.0243	LIFE INSURANCE	\$246	\$23	\$0	\$0
4XX.0000.0245	TRAVEL ALLOWANCE	\$24	\$2,700	\$0	\$0
4XX.0000.0246	DENTAL INSURANCE	\$2,700	\$485	\$0	\$0
4XX.0000.0248	VISION INSURANCE	\$261	\$95	\$0	\$0
4XX.0000.0251	ADMIN FLEX BENEFIT	\$43	\$18,900	\$0	\$0
4XX.0000.0322	REPAIR & MAINTENANCE	\$18,540	\$875	\$0	\$0
4XX.0000.0324	RENTAL EXPENSE	\$11,500	\$3,319	\$0	\$0

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
4XX.0000.0351	TELEPHONE	\$480	\$480	\$0	\$0
4XX.0000.0354	ADVERTISING	\$273	\$699	\$0	\$0
4XX.0000.0355	PRINTING & BINDING	\$279	\$639	\$0	\$0
4XX.0000.0383	ARCHITECT/ENGINEER SERVCS	\$190,038	\$28,708	\$10,000	\$0
4XX.0000.0390	OTHER GEN PROF & TECH SRV	\$1,052,763	\$96,953	\$11,704	\$0
4XX.0000.0410	SUPPLIES & MATERIALS	\$41,303	\$22,481	\$0	\$0
4XX.0000.0460	NON-CONSUMABLE ITEMS	\$31,023	\$0	\$0	\$0
4XX.0000.0461	<\$5000 EQUIPMENT	\$69,732	\$0	\$0	\$0
4XX.0000.0470	COMPUTER SOFTWARE	\$0	\$0	\$0	\$0
4XX.0000.0480	COMPUTER HARDWARE	\$0	\$0	\$1,500,000	\$0
4XX.0000.0481	<\$5000 COMPUTER HARDWARE	\$0	\$0	\$0	\$0
4XX.0000.0510	LAND ACQUISITION	\$4,250,000	\$0	\$2,400,000	\$2,875,000
4XX.0000.0520	BUILDINGS ACQUISITION	\$193,599	\$482,895	\$0	\$0
4XX.0000.0530	IMPROV OTHER THAN BLDGS	\$0	\$485,518	\$0	\$500,000
4XX.0000.0540	CAPITAL EQUIPMENT	\$345,717	\$0	\$0	\$0
4XX.0000.0550	CAPITAL TECHNOLOGY	\$0	\$0	\$0	\$0
4XX.0000.0640	DUES & FEES	\$2,332	\$0	\$0	\$0
4XX.0000.0651	LIABILITY INSURANCE	\$0	\$0	\$0	\$0
4XX.0000.0670	TAXES & LICENSES	\$7,121	\$4,327	\$0	\$0
4XX.0000.0790	TRANSFERS	\$0	\$3,500,000	\$0	\$0
4XX.0000.0810	PLANNED RESERVE	\$13,463,581	\$8,413,441	\$4,300,000	\$1,532,500
<b>TOTAL EXPENDITURES</b>		<b>\$19,971,375</b>	<b>\$13,495,656</b>	<b>\$8,545,000</b>	<b>\$4,907,500</b>





## 2014-15 BUDGET INTERNAL SERVICE FUND

The Public Employee Retirement System (PERS) Reserve Fund was established during the 2005-06 school year to offset anticipated increases in the employer contribution rate beginning in July 2007. Contributions of \$750,000 were made in 2005-06 and 2006-07, and a contribution of \$3,000,000 was made in 2010-11, creating a fund balance of \$4,500,000. The District was able to meet the PERS employer contribution rate increases in 2007 without having to tap these resources.

As a result of the global financial crisis beginning in the fall of 2008, the 2008 System Valuation report for the PERS system showed a loss of 27 percent of fund value. In order to make up for this loss, PERS employer contribution rates increased beginning in July 2011 by 2.4 percent for the biennium. The 2014-15 Adopted Budget preserves the \$1.5 million of the PERS Reserve Fund. The PERS Reserve was reclassified to Fund 100 in 2012-13 per Generally Accepted Accounting Principles (GAAP), and as prescribed by the District's independent auditor.

### 2014-15 INTERNAL SERVICE FUND RESOURCES AND EXPENDITURES

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
<b>RESOURCES</b>					
XXX.0000.1990	MISCELLANEOUS REVENUE	\$0	\$0	\$0	\$0
XXX.0000.5200	INTERFUND TRANSFER	\$0	\$0	\$0	\$0
XXX.0000.5400	BEGINNING FUND BALANCE	\$4,500,000	\$3,000,000	\$1,500,000	\$1,500,000
<b>TOTAL RESOURCES</b>		<b>\$4,500,000</b>	<b>\$3,000,000</b>	<b>\$1,500,000</b>	<b>\$1,500,000</b>
<b>EXPENDITURES</b>					
XXX.0000.0790	TRANSFER TO GENERAL FUND	\$1,500,000	\$1,500,000	\$0	\$0
XXX.0000.0820	PERS RESERVE	\$3,000,000	\$1,500,000	\$1,500,000	\$1,500,000
<b>TOTAL EXPENDITURES</b>		<b>\$4,500,000</b>	<b>\$3,000,000</b>	<b>\$1,500,000</b>	<b>\$1,500,000</b>



## 2014-15 BUDGET TRUST AND AGENCY

An Early Retirement Incentive program was offered to all employee groups 2012 in an effort to reduce costs. Retirement stipends were based on employee group as follows:

- Eligible licensed employees received a stipend of \$600 per month for 24 months in the spring of 2012, with the final payment will be made in August 2014.

### 2014-15 TRUST AND AGENCY RESOURCES AND EXPENDITURES

ACCOUNT	DESCRIPTION	2011-12 ACTUAL	2012-13 ACTUAL	2013-14 BUDGET	2014-15 ADOPTED
<b>RESOURCES</b>					
785.0000.1990	MISCELLANEOUS REVENUE	\$0	\$0	\$155,000	\$0
785.0000.5400	BEGINNING FUND BALANCE	\$165,153	\$0	\$0	\$0
<b>TOTAL RESOURCES</b>		<b>\$165,153</b>	<b>\$0</b>	<b>\$155,000</b>	<b>\$0</b>
<b>EXPENDITURES</b>					
785.0000.0116	EARLY RETIREMENT STIPENDS	\$165,153	\$0	\$155,000	\$0
785.0000.0200	EMPLOYEE BENEFITS	\$0	\$0	\$0	\$0
785.0000.0211	PERS EMPLOYER CONTRIBUTION	\$0	\$0	\$0	\$0
785.0000.0213	PERS UAL CONTRIBUTION	\$0	\$0	\$0	\$0
785.0000.0220	SOCIAL SECURITY ADMIN	\$0	\$0	\$0	\$0
785.0000.0231	WORKERS COMP	\$0	\$0	\$0	\$0
785.0000.0232	UNEMPLOYMENT COMP	\$0	\$0	\$0	\$0
785.0000.0242	MEDICAL INSURANCE	\$0	\$0	\$0	\$0
785.0000.0246	DENTAL INSURANCE	\$0	\$0	\$0	\$0
785.0000.0790	TRANSFERS	\$0	\$0	\$0	\$0
785.0000.0820	RESERVED FOR NEXT YEAR	\$0	\$0	\$0	\$0
<b>TOTAL EXPENDITURES</b>		<b>\$165,153</b>	<b>\$0</b>	<b>\$155,000</b>	<b>\$0</b>





**BUDGET SUMMARY**

<b>100</b>	<b>GENERAL FUND</b>	<b>\$191,773,277</b>
------------	---------------------	----------------------

**SPECIAL REVENUE FUNDS**

141	OREGON FIRST ROBOTICS	\$0
144	OEА CHOICE TRUST	\$25,000
146	ENHANCEMENT IDEA	\$12,731
161	CHESS FOR SUCCESS	\$7,680
164	ASPIRE	\$5,000
167	KAISER WELLNESS PROGRAM	\$0
168	EXTENDED ASSESSMENT	\$9,000
169	MEDICAID ADMINISTRATION CLAIMING	\$625,000
170	CONSTRUCTION EXCISE TAX	\$2,951,619
172	REGIONAL DATA WAREHOUSE SUPPORT	\$0
173	MENTOR GRANT	\$450,000
174	SMALL LEARNING CENTERS	\$0
175	HELPING EMPOWER YOUTH (HEY!) TOGETHER	\$0
180	CENTER ON TEACHING AND LEARNING	\$0
192	STUDENT BODY FUNDS	\$4,500,000
196	SYSTEMS PERFORMANCE REVIEW	\$9,097
198	OREGON DEPARTMENT OF HUMAN SERVICES	\$109,019
199	REGIONAL AUTISM SERVICES	\$430,000
202	HILLSBORO SCHOOLS FOUNDATION	\$80,000
203	TITLE I SUMMER MIGRANT	\$265,000
205	TITLE VII	\$0
208	TITLE IA/IMPROVING AMERICA'S SCHOOLS ACT (IASA)	\$4,062,859
212	TITLE IC (MIGRANT)	\$520,000
213	TITLE IC PRESCHOOL-MIGRANT	\$35,000
214	TARGETED OTHER TITLE IA SCHOOLS	\$40,000
215	FOCUS GRANTS	\$75,000
216	OR READS PRIORITY FOCUS	\$40,000
218	TITLE III	\$390,000
221	TITLE IIA IMPROVE TEACHER QUALITY	\$512,700
222	TITLE I/PERKINS VOCATIONAL TECHNOLOGY	\$170,011
226	MY FUTURE MY CHOICE	\$30,000
231	IDEA (PL 101-476)	\$2,896,890



242	MCKINNEY VENTO	\$60,000
245	CCD/TEEN MOM GRANT	\$76,000
246	WORK SYSTEMS SUMMER PROGRAM	\$470,000
250	HSD MINORITY EDUCATOR RETENTION GRANT	\$25,000
255	SEISMIC GRANT	\$40,000
256	MAAC GRANT	\$100,000
270	NIKE, INC.	\$0
275	DONATIONS FUND	\$2,128,125
276	SCHOOL CAPITAL CONSTRUCTION	\$0
283	SYNOPSISYS	\$15,000
284	WASHINGTON COUNTY-FAMILY RESOURCE CENTER	\$75,386
286	INTEL FOUNDATION GRANTS	\$40,000
299	TRANSPORTATION EQUIPMENT FUND	\$800,000
500	NUTRITION SERVICES FUND	\$8,882,707
	<b>Total Special Revenue Funds</b>	<b>\$30,963,824</b>

**DEBT SERVICE FUNDS**

300	HSD 1 DEBT SERVICE FUNDS	\$39,856,919
	<b>Total Debt Service Funds</b>	<b>\$39,856,919</b>

**CAPITAL PROJECTS FUNDS**

4XX	CONSTRUCTION FUND-2006	\$4,907,500
	<b>Total Capital Projects Funds</b>	<b>\$4,907,500</b>

**INTERNAL SERVICE FUNDS**

*	PERS RESERVE FUND	\$1,500,000
	<b>Total Internal Service Funds</b>	<b>\$1,500,000</b>

\* Reclassified per 2010-11 GAAP

**TRUST AND AGENCY FUND**

785	EARLY RETIREMENT FUND	\$0
	<b>Total Trust and Agency Funds</b>	<b>\$0</b>

<b>TOTAL BUDGET ALL FUNDS</b>	<b>\$269,001,520</b>
-------------------------------	----------------------

---



**SUGGESTED BUDGET COMMITTEE MOTION  
FOR APPROVAL OF 2014-15 PROPOSED BUDGET**

I move that the Hillsboro School District 1J budget for 2014-15 in the aggregate amount of \$269,001,519 (total of all funds) be approved as proposed, and that the permanent tax rate of \$4.9749 per \$1,000 of assessed value be assessed in support of the General Fund. This permanent rate is expected to raise \$56,647,450.

I further move that tax levies totaling \$30,737,871 be approved for the debt service fund for the purpose of the retirement of bonded debt owed by the District.

**HILLSBORO SCHOOL DISTRICT 1J**  
**June 24, 2014**  
**ADOPT RESOLUTIONS TO**  
**ADOPT 2014-15 BUDGET,**  
**APPROPRIATE 2014-15 BUDGET, AND**  
**IMPOSE 2014-15 TAXES AND CATEGORIZE THE LEVY**

**SITUATION**

The 2014-15 Proposed Budget was presented and approved at the June 10, 2014, budget meeting. The legal notices have been published, and the Budget Hearing is to be held on June 24, 2014.

After the hearing is closed, and if the budget is not amended, three resolutions are required. The first one establishes the Adopted Budget. The second one authorizes the expenditure of funds starting in July by making appropriations. The third one authorizes the tax levy and categorizes the levy into categories designated in the Oregon Constitution.

**RECOMMENDATION**

The Superintendent recommends the Board of Directors adopt the Resolutions to Adopt the 2014-15 Budget, Appropriate the 2014-15 Budget, and Impose 2014-15 Taxes and Categorize the Levy as shown.

**RESOLUTION TO ADOPT 2014-15 BUDGET,  
APPROPRIATE 2014-15 BUDGET, AND  
IMPOSE 2014-15 TAXES AND CATEGORIZE THE LEVY**

**ADOPTING THE BUDGET**

**BE IT RESOLVED** that the Board of Directors of the Hillsboro School District 1J hereby adopts the budget for fiscal year 2014-15 in the total of \$269,001,520 now on file at the District Administration Center, Hillsboro, Oregon.

# **RESOLUTION TO MAKE BUDGET APPROPRIATIONS FOR 2014-15**

**BE IT RESOLVED** that the amounts for the fiscal year beginning July 1, 2014, for the purposes shown below, are hereby appropriated:

## **General Fund**

1000	Instruction	108,250,884
2000	Support Services	73,104,803
3000	Enterprise Services	407,093
5110	Debt Service	529,850
5200	Transfers	0
6000	Contingency	<u>2,500,000</u>
	Total Fund appropriation	<b>184,792,630</b>

## **Special Revenue Fund**

1000	Instruction	12,265,725
2000	Support Services	7,126,411
3000	Enterprise Services	7,854,228
4000	Facilities/Construct	2,313,154
5200	Transfers	<u>14,166</u>
	Total Fund appropriation	<b>29,573,684</b>

## **Debt Service Fund**

5000	Debt Service	<u>39,856,920</u>
	Total Fund appropriation	<b>39,854,920</b>

## **Capital Projects Fund**

4000	Facilities/Construct	3,375,000
5000	Transfers	0
6000	Contingency	<u>1,532,500</u>
		<b>4,907,500</b>

<b>Total Appropriations</b>	<b>259,130,734</b>
<b>Total Unappropriated</b>	<b>9,870,786</b>
<b>Total Adopted Budget</b>	<b>269,001,520</b>



**RESOLUTION TO IMPOSE AND CATEGORIZE  
AD VALOREM TAXES FOR 2014-15**


**IMPOSING THE TAX**

**BE IT RESOLVED** that the Board of Directors of the Hillsboro School District 1J hereby imposes the taxes provided for in the Adopted Budget at the rate of \$4.9749 per \$1,000 of assessed value for operations and in the amount of \$30,737,871 for bonds; that these taxes are hereby imposed and categorized for tax year 2014-15 upon the assessed value of all taxable property within the District as follows:

**CATEGORIZING THE TAX**

Education Limitation	Excluded from Limitation	
General Fund \$4.9749 per \$1,000	Debt Service Fund	\$30,737,871

The above resolution statements were approved and declared adopted on this 24th day of June 2014.

  
\_\_\_\_\_  
Kim Strelchun, Board Chair

# OREGONIAN MEDIA GROUP

1320 S.W. Broadway, Portland, OR 97201-3499

## Affidavit of Publication

I, Gerald Brickel, being first duly sworn depose and say that I am the Principal Clerk Of The Publisher of Hillsboro Argus, a newspaper of general circulation, published at Hillsboro, in Washington County, Oregon; that I know from my personal knowledge that the advertisement, a printed copy of which is hereto annexed, was published in the entire issue of said newspaper in the following issues:

4/25/2014, 5/2/2014

Gerald Brickel

Principal Clerk of the Publisher

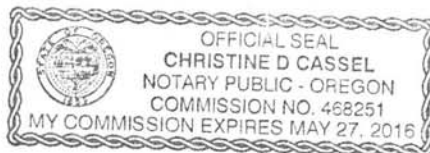
Subscribed and sworn to before me this date: 5 day of May, 20 14.

Christine D. Cassel

Notary Public for Oregon

My commission expires 27th day of May, 20 16.

Ad Order Number: 0003589566



### Legal Notice

#### NOTICE OF BUDGET COMMITTEE MEETING

A public meeting of the Budget Committee of Hillsboro School District 1J, Washington County, State of Oregon, to discuss the budget for the fiscal year July 1, 2014 to June 30, 2015, will be held at the district's Administration Center, 3083 NE 49th Place, Hillsboro, Oregon. The meeting will take place on the 8th day of May 2014, at 7:00 p.m. The purpose of the meeting is to receive the budget message and to receive comment from the public on the budget.

This is a public meeting where deliberation of the Budget Committee will take place. Any person may appear at the meeting and discuss the proposed programs with the Budget Committee.

A copy of the budget document may be inspected or obtained on or after May 7, 2014, at 3083 NE 49th Place, Hillsboro, Oregon, between the hours of 8:00 a.m. and 5:00 p.m.

**\*\* BUDGET MAY BE APPROVED AT THIS MEETING**

April 25 & May 2, 2014

CT-3589566V01

# OREGONIAN MEDIA GROUP

1320 S.W. Broadway, Portland, OR 97201-3499

## Affidavit of Publication

I, Gerald Brickel, being first duly sworn depose and say that I am the Principal Clerk Of The Publisher of Hillsboro Argus, a newspaper of general circulation, published at Hillsboro, in Washington County, Oregon; that I know from my personal knowledge that the advertisement, a printed copy of which is hereto annexed, was published in the entire issue of said newspaper in the following issues:

6/4/2014

Gerald Brickel

Principal Clerk of the Publisher

Subscribed and sworn to before me this date: 5 day of June, 2014.

Christine D. Cassel

Notary Public for Oregon



My commission expires 27th day of May, 2016.

Ad Order Number: 0003604761

### Legal Notice

**NOTICE OF ADDITIONAL BUDGET COMMITTEE MEETING** A public meeting of the Budget Committee of Hillsboro School District 1J, Washington County, State of Oregon, to discuss the budget for the fiscal year July 1, 2014 to June 30, 2015, will be held at the district's Administration Center, 3083 NE 49th Place, Hillsboro, Oregon. The meeting will take place on the 10th day of June 2014, at 6:15 p.m. The purpose of the meeting is to receive the budget message and to receive comment from the public on the budget.

This is a public meeting where deliberation of the Budget Committee will take place. Any person may appear at the meeting and discuss the proposed programs with the Budget Committee.

A copy of the budget document may be inspected or obtained after June 10, 2014, at 3083 NE 49th Place, Hillsboro, OR, between the hours of 8:00 a.m. and 5:00 p.m. A copy of this notice is also posted on the Hillsboro School District website at

[www.hsd.k12.or.us](http://www.hsd.k12.or.us) \*\* BUDGET MAY BE APPROVED AT THIS MEETING \*\*  
June 4, 2014 0003604761

# OREGONIAN MEDIA GROUP

1320 S.W. Broadway, Portland, OR 97201-3499

## Affidavit of Publication

I, Gerald Brickel, being first duly sworn depose and say that I am the Principal Clerk Of The Publisher of Hillsboro Argus, a newspaper of general circulation, published at Hillsboro, in Washington County, Oregon; that I know from my personal knowledge that the advertisement, a printed copy of which is hereto annexed, was published in the entire issue of said newspaper in the following issues:

6/18/2014

Gerald Brickel

Principal Clerk of the Publisher

Subscribed and sworn to before me this date: 19 day of June, 2014.



Alexis Holloway

Notary Public for Oregon

My commission expires \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_.

Ad Order Number: 0003608760

## FORM ED-1

## NOTICE OF BUDGET HEARING

A public meeting of Hillsboro School District 1J will be held on June 24, 2014 at 5:15 pm at the Administration Center, 3083 NW 49th Pl, Hillsboro, Oregon. The purpose of this meeting is to discuss the budget for the fiscal year beginning July 1, 2014, as approved by the Hillsboro School District 1J Budget Committee. A summary of the budget is presented below. A copy of the budget may be inspected or obtained at 3083 NE 49th Place, Hillsboro, Oregon between the hours of 8:00 a.m. and 4:30 p.m., or online at <http://www.hsd.k12.or.us/AboutHSD/PublicDataPortal/BudgetMatters.aspx>. This budget is for an annual budget period. This budget was prepared on a basis of accounting that is the same as the preceding year.

Contact: Adam Stewart, Chief Financial Officer

Telephone: 503-844-1500

Email: [stewart@hsd.k12.or.us](mailto:stewart@hsd.k12.or.us)

FINANCIAL SUMMARY - RESOURCES			
TOTAL OF ALL FUNDS	Actual Amount Last Year 2012-13	Adopted Budget This Year 2013-14	Approved Budget Next Year 2014-15
Beginning Fund Balance	\$36,523,657	\$21,995,000	\$33,124,713
Current Year Property Taxes, other than Local Option Taxes	81,388,164	82,219,959	85,921,612
Current Year Local Option Property Taxes	0	0	0
Other Revenue from Local Sources	17,203,559	19,451,943	17,275,943
Revenue from Intermediate Sources	1,334,511	1,342,697	2,499,768
Revenue from State Sources	98,162,287	108,834,475	115,607,546
Revenue from Federal Sources	19,461,252	16,532,046	14,502,547
Interfund Transfers	1,500,000	2,000,000	0
All Other Budget Resources	904	0	69,390
<b>Total Resources</b>	<b>\$255,574,334</b>	<b>\$252,376,120</b>	<b>\$269,001,519</b>

FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION			
Salaries	\$100,753,054	\$102,612,144	\$111,787,468
Other Associated Payroll Costs	54,262,535	54,611,015	60,176,475
Purchased Services	15,226,105	16,578,750	17,045,588
Supplies & Materials	14,787,633	17,594,421	16,595,607
Capital Outlay	3,597,388	3,373,045	6,411,813
Other Objects (except debt service & interfund transfers)	2,204,285	1,801,364	3,210,199
Debt Service*	34,950,769	35,388,605	39,856,920
Interfund Transfers*	1,500,000	2,000,000	14,166
Operating Contingency	0	1,500,000	4,032,500
Unappropriated Ending Fund Balance & Reserves	28,292,565	16,916,776	9,870,784
<b>Total Requirements</b>	<b>\$255,574,334</b>	<b>\$252,376,120</b>	<b>\$269,001,520</b>

FINANCIAL SUMMARY - REQUIREMENTS AND FULL-TIME EQUIVALENT EMPLOYEES (FTE) BY FUNCTION			
1000 Instruction	\$107,502,434	\$110,654,147	\$120,516,609
FTE	1,040.0	1,015.4	1,062.5
2000 Support Services	71,318,218	73,630,988	80,231,214
FTE	530.0	524.2	517.0
3000 Enterprise & Community Service	8,138,469	8,040,604	8,261,321
FTE	4.0	3.6	3.6
4000 Facility Acquisition & Construction		4,245,000	5,688,154
FTE			
5000 Other Uses			
5100 Debt Service*	35,035,989	35,388,605	40,386,770
5200 Interfund Transfers*	1,500,000	2,000,000	14,166
6000 Contingency	0	1,500,000	4,032,500
7000 Unappropriated Ending Fund Balance	28,292,565	16,916,776	9,870,786
<b>Total Requirements</b>	<b>\$251,787,675</b>	<b>\$252,376,120</b>	<b>\$269,001,520</b>
<b>Total FTE</b>	<b>1,574.0</b>	<b>1,543.1</b>	<b>1,583.1</b>

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

STATEMENT OF CHANGES IN ACTIVITIES and SOURCES OF FINANCING	
There are no changes in activities and sources of financing to report.	

PROPERTY TAX LEVIES			
	Rate or Amount Imposed	Rate or Amount Imposed	Rate or Amount Approved
Permanent Rate Levy (Rate Limit 4.9749 per \$1,000)	4.9749	4.9749	4.9749
Local Option Levy	0	0	0
Levy For General Obligation Bonds	\$28,881,669	\$29,021,357	\$30,737,871

STATEMENT OF INDEBTEDNESS		
LONG TERM DEBT	Estimated Debt Outstanding on July 1	Estimated Debt Authorized, But Not Incurred on July 1
General Obligation Bonds	\$181,926,712	\$0
Other Bonds	\$94,900,000	\$0
Other Borrowings	\$3,548,936	\$0
<b>Total</b>	<b>\$280,375,648</b>	<b>\$0</b>

C7-3808760V01

## HILLSBORO SCHOOL DISTRICT 1J BUDGET COMMITTEE—MINUTES

June 10, 2014

District Administration Center, 3083 NE 49<sup>th</sup> Place, Hillsboro, Oregon

### Budget Committee Present:

Wayne Clift, Chair  
Monte Akers  
Chris Barry  
Adriana Cañas  
Nina Carlson  
Cathy Clark Thomas  
Tim Farrell  
Rebecca Lantz  
Glenn Miller  
Jennifer Rychlik  
Erik Seligman  
Janeen Sollman  
Kim Strelchun

### Staff Present:

Mike Scott, Superintendent  
Debbie Ashley, Assistant Superintendent, Human Resources  
Steve Larson, Assistant Superintendent, School Performance  
Adam Stewart, Chief Financial Officer  
Matt Smith, Executive Director, Secondary Education  
Dayle Spitzer, Executive Director, Elementary Education  
Beth Graser, Director, Communications  
Casey Waletich, Director, Safety and Operations  
Don Wolff, Director, Technology Services  
Michelle Morrison, Manager of Business Services  
Enevelia Schofield, Principal, Butternut Creek Elementary School  
Laurie Boyd, Assistant to the Superintendent  
Val Bokma, Assistant to the Board  
Zaida Rosa, Bilingual Interpreter and Translator

### Others Present:

Jill Golay  
Carissa Martus  
Devin Hunter, HCU  
Eric Weyrauch, HCU  
Maureen Barnhart, HEA  
Andrea Castillo, The Oregonian

Budget Committee Chair Wayne Clift called the Budget Committee meeting to order at 6:17 p.m. Angie Ellis was unable to attend the meeting.

Budget Committee Chair Clift called for a motion to approve the agenda. Janeen Sollman MOVED, SECONDED by Kim Strelchun to approve the agenda as printed. The MOTION CARRIED by a vote of 13-0.

Chief Financial Officer Adam Stewart provided the following information:

- An opportunity has arisen for the District to pay off a portion of its 2006 bonds, which would result in a total savings of more than nine million dollars in interest.
- The bond refinancing would change the 2015 debt service levy, which requires Budget Committee approval.
- The revised proposed budget is very similar to the version approved by the Budget Committee on May 8, with revised debt service information and the addition of information regarding bond refunding options.
- Waiting until next fall to refinance would result in decreased savings and a temporary dip in the debt service rate, which could be confusing to taxpayers.
- Finalized details will not be available until closing, which is expected to occur during the second week in August.

Budget Committee members asked how refinancing prepares the District for future bond issues for new schools that will need to be built. Chief Financial Officer Stewart explained that refunding would result in a decrease in the levy rates in 2019, which could create an opportunity for a new bond to generate funds for building new schools, renovating current schools, and/or purchasing land.

Following the committee discussion, Budget Committee Chair Clift invited public comment. There were three requests to address the Budget Committee.

Quatama Elementary School teacher Carisa Martus shared information with the Board regarding Quatama's adaptive music class for fourth through sixth grade life skills students, which she has taught for the past two years. She described the benefits that the class offers to students and the success the students have experienced, and she explained that it appears that the class will be cut next year because of staffing limitations. She discussed workload issues, and requested that time be budgeted by the District for music teachers/programs for special education. Ms. Martus added that music specialists at Patterson and Orenco Elementary Schools are facing similar staffing and scheduling challenges, and that they would all like to work with the District to find creative solutions to funding limitations in order to better serve the District's special education students through music.

Assistant Superintendent of Human Resources Debbie Ashley provided information regarding the staffing formula. Superintendent Scott explained that the formula has evolved over time and is going to be reviewed. He added that there was no deliberate decision to exclude special education music classes from the formula, and that the District values the music program and will be glad to work with Ms. Martus.

HCU President Eric Weyrauch spoke on behalf of classified staff, requesting that additional funds be budgeted for classified hours. He stated that setting funds aside for savings is not an investment in current students, and he explained that classified staff members do not have adequate time to set up kitchens, health rooms, and libraries before students arrive at the beginning of the school year. He added that libraries also need additional time at the end of the year for processing textbooks. Mr. Weyrauch said that HCU and Human Resources have worked together to develop some creative solutions for these problems, but there is a limit to what can be accomplished without additional funding.

Budget Committee members asked questions about the amount of additional funding that might be needed for this purpose, and the guidelines that principals are given regarding the use of funds allocated for additional classified hours. Superintendent Scott and Assistant Superintendent Ashley explained that principals have discretion in using these funds, within general parameters, based on their schools' needs, and their options include extending the work year for librarians, providing opportunities for collaboration and staff meetings, etc. It was also confirmed that schools' operating funds can be used to pay for additional hours for classified staff, in addition to other building and operating needs.

Budget Committee members discussed the importance of maintaining reserves to address future needs, the extent of the budget reductions that have occurred throughout the District over the past several years, and the inadequacy of current funding to restore what has been lost.

HEA President Maureen Barnhart also requested that additional reserves be released, stating that \$200,000 in additional classified hours will not be adequate for the collaboration that is needed between licensed and classified staff, especially with the push-in of special education students and English language learners. On behalf of licensed staff, she spoke in support of the areas discussed by Ms. Martus and Mr. Weyrauch.

Superintendent Scott read the following Budget Message into the record.

*In 2006, the District sold \$169 million in two series of bonds to construct new schools, remodel existing facilities, and acquire land for future facilities. These bonds are due to be paid off in June 2026. The District now has an opportunity to refund (like refinancing a mortgage) these bonds at*



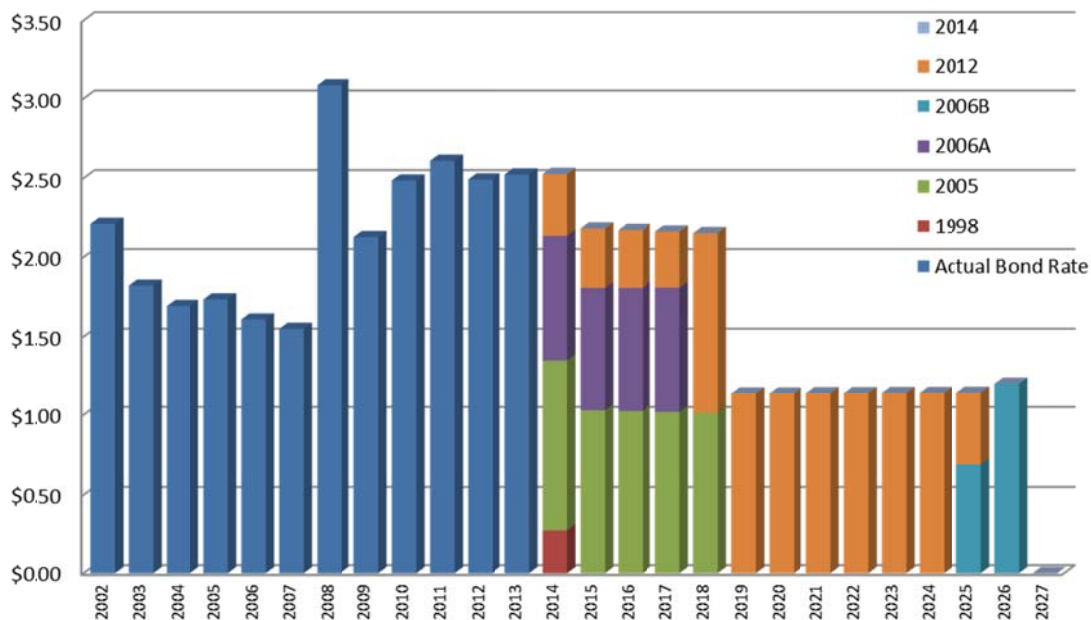
a significant savings to taxpayers. The series 2006B bond issue, the 2025 and 2026 portions of the outstanding debt, was structured as “callable deferred interest bonds,” so they may be prepaid prior to their maturity dates.

The idea would be to refinance these 2025 and 2026 maturities and shorten the repayment period to pay the debt off over the 2015, 2016, 2017, and 2018 fiscal years. The impact will be to increase the District’s bond levy rate per \$1,000 of Assessed Value (AV) by approximately \$0.38 in 2015, and \$0.39 in 2016, 2017, and 2018. The result will be that the total bond levy rate will remain at the current 2014 level of approximately \$2.45/\$1,000 of AV. In return, the District will lower its debt service levy by \$0.63 in 2025 and by \$1.10 in 2026.

In 2012, the District issued refunding bonds with a level annual savings over the same repayment period. In contrast, the proposed refunding bonds would restructure the existing debt by shortening the final maturity (similar to going from a 30-year mortgage to a 15-year mortgage).

A graphic representation for projected levy rates after the restructuring is attached. In order to be able to advance refund outstanding debt, the District must show at least a 3 percent Net Present Value (NPV) savings; in this case, the NPV savings are currently estimated to be 34 percent, or approximately \$6.5 million. (These figures are subject to change with normal market movement.)

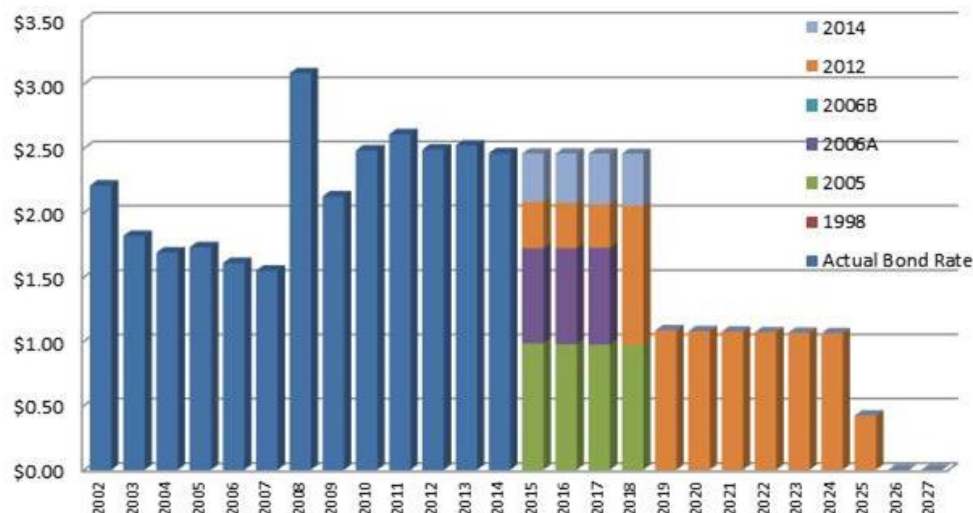
**Hillsboro School District No. 1J  
Outstanding GO Bonds-Actual & Projected Levy Rates**



- The Refunding opportunity is a result of the 2006B bonds, which are Deferred Interest Callable Bonds

*Another feature of this potential refunding is that it results in the District's current debt service levy of approximately \$2.45/\$1,000 staying level through fiscal year 2018. In fiscal year 2019, levy rates are projected to drop to approximately \$1.07/\$1,000, which could be an opportunity for a new bond issue for construction of new schools in South Hillsboro, and upgrades to existing facilities without increasing our taxpayers' rate/\$1,000.*

**Hillsboro School District No. 1J  
Refunding Scenario #1**



Current Debt Service				
		Principal	Interest	Total
	2024-25	\$4,443,616	\$5,821,384	\$10,265,000
	2025-26	<u>\$7,598,096</u>	<u>\$10,801,904</u>	<u>\$18,400,000</u>
		\$12,041,712	\$16,623,288	\$28,665,000
Refund All of 2025 and 2026 Deferred Interest Bonds				
		Principal	Interest	Total
	2014-15	\$4,090,000	\$425,425	\$4,515,425
	2015-16	\$4,370,000	\$382,300	\$4,752,300
	2016-17	\$4,715,000	\$294,900	\$5,009,900
	2017-18	<u>\$5,115,000</u>	<u>\$153,450</u>	<u>\$5,268,450</u>
		\$18,290,000	\$1,256,075	\$19,546,075
	Total Savings =			\$9,118,925
	Net Present Value (NPV) Savings =			\$6,567,414

- Because the 2014-15 budget has already been approved by the Budget Committee and because Refunding Scenario #1 will result in a higher Debt Service Levy for 2015, we will need to reconvene the Budget Committee and have them reapprove the budget to include the additional Debt Service Levy (June 10<sup>th</sup>).
- This in turn will mean we will have to reschedule the Budget Hearing originally scheduled for June 10<sup>th</sup>. This will require an additional June meeting for the board to hold the Budget Hearing (June 24<sup>th</sup>).
- The tax rate in 2025 is estimated to be \$0.42/\$1,000.

Following the reading of the budget message, Budget Committee Chair Clift called for a motion to approve the proposed budget. Glenn Miller MOVED, SECONDED by Janeen Sollman, that the Hillsboro School District 1J budget for 2014-15 in the aggregate amount of \$269,001,519 (total of all funds) be approved as proposed, and that the permanent tax rate of \$4.9749 per \$1,000 of assessed value be assessed in support of the General Fund. This permanent rate is expected to raise \$56,647,450. He further moved that tax levies totaling \$30,737,871 be approved for the debt service fund for the purpose of the retirement of bonded debt owed by the District. The MOTION CARRIED (13-0).

Chief Financial Officer Stewart explained that next steps include the June 24 budget hearing and adoption of the budget by the Board, and submission of the budget information to the

assessor prior to July 15. He thanked the Budget Committee members for their willingness to reconvene.

The Budget Committee meeting was adjourned at 6:54 p.m.