

**FORM**

**OR-ED-1**

**NOTICE OF BUDGET HEARING**

A public meeting of David Douglas School District No. 40 will be held on June 16, 2022, at 7:00 pm at 1500 SE 130th Avenue, Portland, OR 97233 and also streamed live at <https://www.youtube.com/user/DavidDouglasSD/live>. The purpose of this meeting is to discuss the budget for the fiscal year beginning July 1, 2022, as approved by the David Douglas School District No. 40 Budget Committee. Public comment will be taken in-person as well as written and phone format; all formats will be limited to three minutes. If you would like to provide testimony during the meeting via phone or computer, please contact the Superintendent's Office at (503) 261-8201 or [laurie\\_brunelle@ddsd40.org](mailto:laurie_brunelle@ddsd40.org) by noon (12pm) on Thursday, June 16, 2022. Written testimony needs to be submitted by noon (12pm) on Thursday, June 16, 2022.

A summary of the budget is presented below. A copy of the budget may be inspected or obtained at 11300 NE Halsey St., Portland, OR 97220 between the hours of 8:00 a.m. and 4:00 p.m., or online at <https://www.ddouglas.k12.or.us/departments/business-services/financials>. 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.

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| <b>FINANCIAL SUMMARY - RESOURCES</b>                       |                                    |                                     |                                      |
|--|------------------------------------|-------------------------------------|--------------------------------------|
| <b>TOTAL OF ALL FUNDS</b>                                  | Actual Amount<br>Last Year 2020-21 | Adopted Budget<br>This Year 2021-22 | Approved Budget<br>Next Year 2022-23 |
| Beginning Fund Balance                                     | \$21,404,532                       | \$24,062,361                        | \$31,144,815                         |
| Current Year Property Taxes, other than Local Option Taxes | 20,914,537                         | 21,407,946                          | 22,082,473                           |
| Current Year Local Option Property Taxes                   | 0                                  | 0                                   | 0                                    |
| Other Revenue from Local Sources                           | 6,595,413                          | 9,063,269                           | 8,282,133                            |
| Revenue from Intermediate Sources                          | 4,276,439                          | 3,186,715                           | 3,893,934                            |
| Revenue from State Sources                                 | 127,752,693                        | 137,641,345                         | 139,888,957                          |
| Revenue from Federal Sources                               | 20,373,907                         | 39,158,085                          | 38,658,053                           |
| Interfund Transfers  | 0                                  | 0                                   | 0                                    |
| All Other Budget Resources                                 | 5,463                              | 4,500                               | 3,000                                |
| <b>Total Resources</b>                                     | <b>\$201,322,984</b>               | <b>\$234,524,221</b>                | <b>\$243,953,365</b>                 |

| <b>FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION</b> |                      |                      |                      |
|--|----------------------|----------------------|----------------------|
| Salaries   | \$83,279,186         | \$98,160,320         | \$103,439,584        |
| Other Associated Payroll Costs                                   | 54,381,874           | 63,028,723           | 63,319,871           |
| Purchased Services   | 12,686,393           | 25,046,685           | 24,522,504           |
| Supplies & Materials   | 11,470,407           | 16,634,060           | 18,831,112           |
| Capital Outlay   | 334,641              | 8,261,609            | 10,110,101           |
| Other Objects (except debt service & interfund transfers)        | 5,088,745            | 8,112,606            | 7,745,495            |
| Debt Service*  | 8,234,450            | 8,485,357            | 8,738,928            |
| Interfund Transfers*   | 0                    | 0                    | 0                    |
| Operating Contingency  | 0                    | 6,209,861            | 6,660,770            |
| Unappropriated Ending Fund Balance & Reserves                    | 25,847,288           | 585,000              | 585,000              |
| <b>Total Requirements</b>  | <b>\$201,322,984</b> | <b>\$234,524,221</b> | <b>\$243,953,365</b> |

| <b>FINANCIAL SUMMARY - REQUIREMENTS AND FULL-TIME EQUIVALENT EMPLOYEES (FTE) BY FUNCTION</b> |                      |                      |                      |
|--|----------------------|----------------------|----------------------|
| 1000 Instruction   | \$89,759,169         | \$106,594,615        | \$111,229,544        |
| FTE  | 802.01               | 835.77               | 864.55               |
| 2000 Support Services  | 69,447,849           | 91,250,913           | 95,752,295           |
| FTE  | 569.51               | 621.61               | 656.63               |
| 3000 Enterprise & Community Service  | 5,047,545            | 8,787,556            | 8,114,854            |
| FTE  | 61.06                | 62.20                | 55.80                |
| 4000 Facility Acquisition & Construction   | 29,942               | 8,003,472            | 8,764,527            |
| FTE  | 0                    | 0                    | 0                    |
| 5000 Other Uses  | 2,956,740            | 4,607,447            | 4,107,447            |
| 5100 Debt Service*   | 8,234,450            | 8,485,357            | 8,738,928            |
| 5200 Interfund Transfers*  | 0                    | 0                    | 0                    |
| 6000 Contingency   | 0                    | 6,209,861            | 6,660,770            |
| 7000 Unappropriated Ending Fund Balance  | 25,847,288           | 585,000              | 585,000              |
| <b>Total Requirements</b>  | <b>\$201,322,984</b> | <b>\$234,524,221</b> | <b>\$243,953,365</b> |
| <b>Total FTE</b>   | <b>1,432.58</b>      | <b>1,519.58</b>      | <b>1,576.97</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 \*\***

The District is continuing to experience a decline in enrollment and a decline in its K-12 State School Funding. The District's General Fund beginning fund balance increased due to vacant positions and reduced and delayed purchasing due to supply issues. Instruction function increased by 28.78 FTE primarily for the online academy in ESSER funding and additional instructional assistants through our Student Success Act Funding, the General Fund Instruction includes an increase for the K-12 math adoption. Increases in support primarily are 35.02 FTE, most in the General Fund to include the addition of 2.0 FTE social workers, 5.0 FTE school psychologists, 3.0 FTE special ed TOSAs, 1.0 FTE ELA TOSA, 9.0 FTE elementary vice principals, 1.0 FTE risk manager, 1.0 FTE preschool administrator, 1.0 FTE grounds worker, 1.0 FTE grant writer, 1.0 FTE technology TOSA, 0.60 FTE hardware technician. Enterprise and Community Service saw a decline in FTE primarily due to the reduction in FTE in Nutrition Services. The District plans to use about \$5.7 million during the summer of 2022 for an HVAC project at Menlo Park Elementary School. The District's Insurance Fund has expended all its funding as is closed starting 2022-23; risk management costs are now budgeted in the General Fund. The Technology Fund is also now closed and any additional E-Rate projects or funding will be budgeted in the Grants Fund.

| <b>PROPERTY TAX LEVIES</b>                          |                        |                        |                         |
|---|------------------------|------------------------|-------------------------|
|   | Rate or Amount Imposed | Rate or Amount Imposed | Rate or Amount Approved |
| Permanent Rate Levy (Rate Limit 4.6394 per \$1,000) | 4.6394                 | 4.6394                 | 4.6394                  |
| Local Option Levy                                   | 0                      | 0                      | 0                       |
| Levy For General Obligation Bonds                   | \$4,899,328            | \$4,966,815            | \$5,145,133             |

| <b>STATEMENT OF INDEBTEDNESS</b> |   |  |
|----------------------------------|---|--|
| <b>LONG TERM DEBT</b>            | Estimated Debt Outstanding<br>on July 1 | Estimated Debt Authorized, But<br>Not Incurred on July 1 |
| General Obligation Bonds         | \$34,812,481                            | \$0  |
| Other Bonds                      | \$18,955,000                            | \$0  |
| Other Borrowings                 | \$0                                     | \$0  |
| <b>Total</b>                     | <b>\$53,767,481</b>                     | <b>\$0</b>   |

\*\* If more space is needed to complete any section of this form, insert lines (rows) on this sheet. You may delete blank lines.