



Budget Committee Meeting – 5:30 pm
Wednesday, May 10, 2017

Conference Room ABC
Redmond School District Office

145 SE Salmon Drive
Redmond, OR 97756
Telephone: 541.923.5437
www.redmondschools.org

Budget Committee Members

Rick Bailey	Shawn Hartfield	Travis Bennett	Thomas Kemper	Ed Danielson
Tim Carpenter	Johnny Corbin	Michael Baumgartner	Melissa McVay	Eryn Buermann

OUR VISION: A relentless commitment to academic achievement and personal growth for every student.

OUR MISSION: A commitment to rigorous and relevant instruction which leads to mastery and the development of productive citizens.

***CITIZEN PARTICIPATION:** Redmond School District (RSD) 2J welcomes public participation at school board meetings. Individuals who wish to comment will be given an opportunity to do so at the beginning of each meeting. Please put your name and topic on the sign in sheet provided at the meeting. Because time available is limited, there is a three minute time limit placed on each person who wishes to speak. If you have a group attending regarding the same topic, you will need to appoint one speaker. The Chair has authority to keep order and to impose any reasonable restrictions necessary to conduct an efficient meeting. The Board reserves the right to delay discussion on any item presented until later in the meeting or at a subsequent meeting. Objective criticism of operations and programs will be heard, but not complaints concerning specific personnel. The visitor will be directed to the appropriate means for filing complaints involving school district employees. Thank you.

AMERICAN WITH DISABILITIES ACT: Please contact Gina Blanchette at 541-923-8250 if you need accommodation to participate. Please telephone at least three days prior to the scheduled meeting date.

AGENDA

BUDGET COMMITTEE MEETING

(Estimated Times)

PROCEDURAL ITEMS

5:30 pm Call to Order, Establish Quorum, Welcome to Guests and Visitors Missy McVay
 Corrections, Additions, Deletions and Questions Regarding the Regular Agenda

ACTION ITEMS

5:35 pm Approve Budget Committee Meeting Minutes Missy McVay
 • April 26, 2017 (Pages 1-3)

PRESENTATIONS

5:40 pm Measure 98-related Investments:
 • AVID Tracie Renwick
 Lee Loving
 • Credit Recovery Paul Nolan
 • Career Technical Education (CTE) Ryan Beard

6:25 pm General Fund Budget & Strategic Investments Mike McIntosh
 Kathy Steinert

7:25 pm Questions and Answers Fiscal Services Staff

7:35 pm Budget Committee Discussion / Requests for Information Missy McVay

7:45 pm Call for Public Comment Missy McVay

MEETING CLOSURE

7:55 pm Adjourn Missy McVay

Upcoming Schedule

Date	Meeting	Time	Location
May 24, 2017	Budget Committee & Board Meeting	5:30 pm	District Office, Conf Rm ABC
June 14, 2017	Board Meeting	5:30 pm	District Office, Conf Rm ABC
June 28, 2017	Board Meeting	5:30 pm	District Office, Conf Rm ABC

DRAFT UNTIL BUDGET COMMITTEE APPROVED

Redmond School District
Budget Committee
April 26, 2017

Budget Committee Members in Attendance: Rick Bailey, Tim Carpenter, Shawn Hartfield, Johnny Corbin, Travis Bennett, Tom Kemper, Eryn Buermann, Missy McVay, Mike Baumgartner. **Absent:** Ed Danielson

PROCEDURAL ITEMS

Presentation of Color Guard by Redmond High School JROTC Cadets Angela Davis, Brenin Bennett, Hayden Devlaminck, and Kason Rondot.

Chair Bailey called the Budget Committee Meeting to order at 5:35pm and established a quorum. No changes to the agenda presented.

ACTION ITEMS

Election of Budget Committee Officers

Tom Kemper made a motion to nominate Missy McVay as Chair. Motion passed 9-0.

Rick Bailey made a motion to nominate Travis Bennett as Vice Chair. Motion passed 9-0.

Budget Committee Work Session Minutes

Rick Bailey made a motion to approve the Budget Committee Work Session Minutes from February 8, 2017 as presented. Motion passed 9-0.

PRESENTATIONS

Budget Message – Superintendent McIntosh

Superintendent McIntosh presented the Budget Committee with the 2017-2018 proposed budget of \$105,133,500, which aligns our resource investments to our strategic plan priorities. Our graduation rates were higher than the state average and our dropout rate was lower than the state average, even as we continue to face funding inadequacies. The legislature has not yet approved a State School Fund (SSF) level. The 2017-19 proposed budget is \$7.8 billion, we estimate that a “current service level” budget is \$8.4 billion.

In 2016 voters approved Measure 98, a ballot initiative that provides direct funding to increase graduation rates through specific areas such as CTE, college-level classes, dropout prevention. Currently it is unknown as to whether or not Measure 98 will be fully funded. Our proposed budget assumes it will be fully funded and that we will receive approximately \$1.5 million. Our district continues to receive Federal grant funds to provide for diverse populations such as IDEA, Title I, Title II, Migrant Education, and ELL. Along with Federal grant funds, we successfully leverage state and outside funding as well.

Despite our state funding inadequacies, we continue to prioritize key areas of focus that we believe will have a positive impact on student outcomes, such as:

- Aligned curriculum, resources, and professional development
- Increase of CTE options and Advanced Placement courses
- AVID (Advancement via Individual Determination) to increase college readiness
- Expansion of 1:1 options (one computer for each student)
- Opening of RELC and investing our resources to support early learning and development
- Expansion of Title IA services, reading and math supports
- Pre-Kindergarten services through Title IA at RELC, as well as tuition based Pre-K at Tumalo and Terrebonne
- Utilizing HB3499 we will begin a Dual Language Immersion (DLI) program

We have identified issues that we continue to consider budget challenges:

- State Education Funding - There is a high level of uncertainty around the Oregon Legislature's commitment to adequately fund schools. In the absence of more adequate and stable revenue for K-12 education, it is difficult to see a path forward for increased investment in school funding.
- Bargaining Agreements and Employee Concessions – Collective bargaining will begin on both classified and licensed employee associations on financial elements of their agreements. We have budgeted for a 2.0% COLA in addition to full step increases, but despite continued rise in cost of health insurance premiums, we will be unable to fund an increase in the insurance cap.
- Future Facilities Maintenance – With proceeds and earnings from the 2008 bond measure, we had the opportunity to enhance almost every district facility. However, the district has identified over \$88 million in necessary upgrades, maintenance, repairs, and renovation. We are considering many possibilities, including a future bond measure.
- PERS – The dramatic rise in PERS rates for the 2017-19 biennium is a significant factor contributing to the statewide budgetary crisis. Our last two adopted budgets anticipated a 2017-19 rate increase and we set aside additional PERS reserve. We will enter the next biennium with a reserve that exceeds \$2.0 million which will help to somewhat mitigate the impact that the planned rate increases will have on our operating budget.

In summary, the proposed budget for 2017-19 enables our district to proceed with the priorities set forth for student success in our strategic plan. Superintendent McIntosh thanked Kathy Steinert, her entire fiscal team, the Budget Task Forces and our volunteer Budget Committee. Together we are making success possible for every Redmond School District student.

Presentation of 2017-18 Proposed Budget – Kathy Steinert

The budget assumptions include the following:

- State School Fund – Based on Co-Chair's "Framework" allocation of \$7.8 billion
- Measure 98 – Assume fully-funded at \$1.5 million (which you will find as a grant fund in our budget document)
- Compensation Increases – Steps and 2.0% COLA
- Enrollment Growth – 1.6% growth; Non-charter from 6,541 to 6,628 (1.3%)

Kathy Steinert presented layout overview of the 2017-18 Proposed Budget document. At the next Budget Committee Meeting on May 10, we will have presentations of three components of Measure 98 and we will dive deeper into the General Fund. At the May 24 meeting, Kathy will review all other funds, specifically our reserves. Public input will be taken at both the above-mentioned meetings. We hope to have an approved budget by the end of our May 24 meeting.

Chair McVay made a motion to adjourn the Budget Committee meeting at 6:52pm. Rick Bailey seconded the motion. Motion passed 9-0.

Melissa McVay, Budget Committee Chair

Gina Blanchette, Executive Assistant