

# Schools Funding Study Winter 2003

Preliminary Analysis - Draft Data

FY 2002-03				FY 2003-04		
District	Adopted Budget	Year end Estimate (reductions spread proportionately)	Current Year Gap (Col C - Col B)	Estimated Current Service Level Budget	Estimated Budget Available	Estimated Gap (G8-F8)
<b>Portland School District No. 1J</b>						
Instruction	\$ 149,852,426	\$ 140,646,156	\$ (9,206,270)	\$ 172,250,033		
Special Programs	\$ 57,096,169	\$ 53,588,433	\$ (3,507,736)	\$ 65,140,039		
Subtotal Instruction:	\$ 206,948,595	\$ 194,234,588	\$ (12,714,007)	\$ 237,390,072	\$ -	
Support Services						
Students	\$ 30,118,332	\$ 28,267,995	\$ (1,850,337)	\$ 33,402,362		
Instruction	\$ 13,059,906	\$ 12,257,563	\$ (802,343)	\$ 13,650,846		
All other Support	\$ 96,202,501	\$ 90,292,245	\$ (5,910,256)	\$ 101,750,402		
Business Activity	\$ -	\$ -	\$ -			
Central Activities	\$ -	\$ -	\$ -			
Subtotal Support Services:	\$ 139,380,739	\$ 130,817,803	\$ (8,562,936)	\$ 148,803,610	\$ -	
Subtotal Operating:	\$ 346,329,334	\$ 325,052,391	\$ (21,276,943)	\$ 386,193,682		
Enterprise & Community Services	\$ -		\$ -			
Facility Acquisition/Construction	\$ -		\$ -			
Other	\$ -		\$ -			
Debt Service	\$ 1,724,674	\$ 1,724,674	\$ -	\$ 1,734,994		
Fund Transfers	\$ 7,115,614	\$ 7,115,614	\$ -	\$ 7,115,614		
Contingency	\$ 4,955,357	\$ 3,600,000	\$ (1,355,357)	\$ 7,000,000		
Ending Balance	\$ -		\$ -			
Subtotal All Other:	\$ 13,795,645	\$ 12,440,288	\$ (1,355,357)	\$ 15,850,608		\$ -
<b>PPS Total:</b>	<b>\$ 360,124,979</b>	<b>\$ 337,492,679</b>	<b>\$ (22,632,300)</b>	<b>\$ 402,044,290</b>	<b>\$ 346,331,109</b>	<b>\$ (55,713,181)</b>
ADMw*	58,967.50					

\*does not yet include Special Education IEPs in excess of 11% cap.

## Comment Section

Adopted Budget based on assumptions including 9 days furlough, \$600/month cap on employees including administrators, non represented employees, licensed staff (teachers, etc.) to be instituted by February 1 2003. Subject to negotiation. Also assumed no cost of living increase. Subject to negotiations. Since adoption major revenue reductions and other unforeseen events have occurred.

Since adopted budget represents less than a full year of activity, it cannot serve as a current service level base.

## Current Year Estimate

Revenues for current year remain uncertain and volatile. March State estimate may show additional reductions. Furlough days will reduce revenues from rentals, fees, commissions; economy also impacting collections.

Expenditure cuts arbitrarily spread based on percentage of program in adopted budget. Does not reflect actual distribution of midyear and ongoing reductions.

## Major Assumptions Current Service Level Calculation

Replace days lost to furlough. Re-instate mid-year program cuts -- Athletics, etc.

Salaries include 2% COLA and 1% average for step increases (step increases estimated at \$2.6 million offset by attrition to net of 1%).

Health care cap not extended to additional employees; Health care insurance costs increased by 10% (low estimate)

PERS rate increase of 5.85%.

Increased retirements result in higher retirement benefit costs-Early Retirement Incentive Program and Post Retirement insurance.

Supplies and materials, etc. increase at 2%.

Custodial contract held at current level; Transportation contract increase at 1.4% (projected CPI urban earners).

Contingency fund increased to approx. 2% of projected resources.