

Budget Committee Meeting April 16, 2013

- Board Members: Bob Moore, Board Chair, Scott Reynolds, Vice-Chair, Directors Cathy Miller, Jenni Newby, Ron Radabaugh, Terry Rahmsdorff and John Sundell
- Budget Committee: Brad Henry, Bend-La Pine Schools, Martha Hinman, Redmond School District, Peggy Kinkade, Bend-La Pine Schools, Mike McIntosh, Redmond School District, Patti Norris, Crook County School District, Kathy Steinert Redmond School District, Ron Wilkinson, Bend-La Pine Schools and Duane Yecha, Crook County School District
- HDES D Staff: John Rexford, Superintendent, Paul Andrews, Deputy Superintendent, Theresa Layman, Business Supervisor, Greg Munn, Director of Financial Services and Shelley Knutz, Executive Assistant
- Call to Order: Board Chair Bob Moore called the meeting to order with a quorum of 15 at 5:32 pm and asked for introductions.
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Election of Budget Committee Officers

- **Brad Henry moved and Ron Wilkinson seconded a motion to nominate Peggy Kinkade as Chair of the HDES D Budget Committee for 2013-2014. Motion carried 15-0.**
- **Scott Reynolds moved and Peggy Kinkade seconded a motion to nominate Brad Henry as Vice-Chair of the HDES D Budget Committee for 2013-2014. Motion carried 15-0.**

Budget Message

Superintendent Rexford shared his budget message for 2013-14. With ongoing reform and restructuring of public education, we must remain focused on our task of supporting and partnering with students, families and school districts in Central and Eastern Oregon. He reviewed the scope of services we provide to our four constituent districts and the wide array of services we provide to other districts. We hire exceptional staff to provide high quality programs even in the smallest rural areas.

Presentation of Budget Document

Greg Munn presented the budget document to the budget committee members.

The budget assumptions for the coming year are:

- ✓ HDES D General Fund State School Fund (SSF) revenue based on the state's proposed \$6.55B K-12 budget.
- ✓ Total SSF formula revenue is \$9,888,484. This is up \$715,000 (7.8%) from 2012-2013.
- ✓ SSF is comprised of regional enrollment (ADMw) multiplied by the state rate.
- ✓ 31,379 ADMw is up 153 (0.5%) from 2012-13.
- ✓ \$315.13 per ADMw is up \$21.49 (7.6%) from 2012-13.



The SSF is only 28% of the High Desert ESD's total revenue, and it funds a portion of the General Fund programs. There are almost 80 programs across the district. In the EI/ECSE program, we are hoping the increase in the governor's budget will help restore a measureable number of days.

High Desert ESD's PERS rate for 2013-14 will increase by 7 percentage points. Superintendent Rexford reviewed current PERS reform. Senate Bill 822 would reduce PERS costs by \$810M statewide over the next two years. Impacts specific to High Desert ESD will be calculated by PERS following passage of reforms, if any.

Allocated costs distribute shared support costs over all programs that benefit. The 2013-14 budget begins to drive down those rates. We are budgeting for a reduction in the rate charged to ESD programs from 8% to 7.5%. Superintendent Rexford noted this is a good start.

Greg covered the budget document which is organized by budget summaries of the general fund, special revenue funds and other funds. There is a section in the document that covers each fund in detail. He asked that the budget committee members take time to review the budget document and email any questions to him. He will respond to all questions with an email to the entire committee.

Cathy Miller asked Superintendent Rexford to keep them updated on any PERS reform that may pass before the May meeting. He concurs and said the May 21st budget committee meeting will begin with a report on what has changed in the last month.

Opportunity for Citizen Participation

There was no citizen participation.

Adjourn

The April 16, 2013 meeting of the High Desert ESD Budget Committee adjourned at 6:00 pm.

Peggy Kinkade, HDESD Budget Committee Chair

Shelley Knutz, Executive Assistant