

A black and white photograph of a large group of graduates in caps and gowns, seen from behind, filling the background of the slide.

As a community, we prepare lifelong learners to achieve their full potential in a complex and interconnected world.

# 2025-2026 Budget Committee Meeting

April 17, 2025

# Agenda

- Call to Order - Board Chair
- Elect Budget Committee Chair - Board Chair
- Elect Budget Committee Vice Chair - Budget Committee Chair
- Budget Message - Superintendent Frank Caropelo
- Budget Presentation – Ex. Director of Finance Holly Langan
- Questions from the Budget Committee
- Recess to Next Scheduled Budget Committee Meeting

# Land Use Acknowledgement:



We respectfully acknowledge that the land on which we are gathering today is the traditional homeland of a diverse array of indigenous tribes and bands. Multnomah County rests on traditional village sites of the Multnomah, Wasco, Cowlitz, Kathlamet, Clackamas, Bands of Chinook, Tualatin, Kalapuya, Molalla, and many other tribes who made their homes along the Columbia River, creating communities and summer encampments to harvest and use the plentiful natural resources of the area. Multnomah County is now home to a vibrant indigenous community representing over 400 different tribal nations.

We recognize Indigenous peoples as the traditional stewards of this land and acknowledge the enduring relationship between the land and the people since time immemorial. We make this acknowledgement to open a space of recognition, inclusion, and respect for our sovereign tribal partners and all indigenous students, families, and staff in our community.

# Roll Call:



## 2025-26 Budget Committee & Term Dates

### Board Members

1	Aaron Muñoz	June 30, 2025
2	Joyce Rosenau	June 30, 2025
3	Michael Reyes	June 30, 2025
4	Cayle Tern	June 30, 2025
5	Patty Carrera	June 30, 2027
6	Ana Gonzalez Muñoz	June 30, 2027
7	Francisco Ibarra	June 30, 2027

### Community Members

8	<i>Vacant</i>	<i>June 30, 2026</i>
9	William Ohle	June 30, 2026
10	Thatcher Green	June 30, 2026
11	Victoria Rizzo	June 30, 2027
12	Catherine Nicewood	June 30, 2027
13	Kim Jacobs	June 30, 2028
14	Margaret Breithaupt	June 30, 2028

# Chair and Vice Chair



## **Elect Budget Committee Chair**

Board Chair: Any Nominations or Volunteers?

Motion: *Board Chair, I nominate \_\_\_\_\_ as the Chair of the Budget Committee.*

## **Elect Budget Committee Vice Chair**

Budget Committee Chair: Any Nominations or Volunteers?

Motion: *Budget Committee Chair, I nominate \_\_\_\_\_ as the Vice-Chair of the Budget Committee.*



# Budget Message

Frank Caropelo  
Superintendent

# Budget Presentation

Holly Langan  
Executive Director of Financial Services

# Budget Committee Duties



**Receive Budget Document**

**Receive Budget Message**

**Discuss the Budget as Determined by Majority**

**Hear Public Comment**

**Approve the Budget and Recommend Adoption to the Board**

**Approve Proposed Property Taxes**



# Budget Committee Duties

## **Reviews and Approves:**

- ✓ the school district's proposed budget.
- ✓ the criteria used to review the budget as aligned with the Board's stated goals.

## **Reminder:**

- X Salary, benefit, or contract terms
- X Class size or staffing level
- X Provision of programs and services
- X Creating or modifying district policies

When the Budget Committee approves a proposed budget, the committee certifies that the district is planning to spend money in alignment with the Board goals.

## MISSION

We lead with equity to educate and support all students to graduate with the skills and confidence to thrive.



## VISION

As a community, we prepare lifelong learners to achieve their full potential in a complex and interconnected world.

## CORE BELIEFS & COMMITMENTS

### SAFETY



We believe that all students, families, and staff deserve a safe and secure learning environment.  
We commit to providing physical and emotional safety across the Reynolds community.

### EQUITY



We believe that equitable practices allow everyone within the Reynolds community to thrive.  
We commit to using equity as a foundation in all decision-making processes in order to eliminate inequities.

### INSTRUCTIONAL PRACTICES



We believe that high-quality, first-time instruction will eliminate the opportunity gap.  
We commit to setting high expectations and providing intentional professional development for instructional leaders.

### ORGANIZATIONAL CULTURE



We believe that the heart of a high-performing organization is its people.  
We commit to becoming an inclusive and positive organizational culture.

# 2025-2026 Board Budget Priorities

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1	2	3
Academic Success	Student and Staff Safety, Support, & Wellness	Safe & Well- Maintained Facilities

# Budget by Fund



	General Fund	Special Revenue Funds	Debt Services Funds	Capital Project Funds
<b>FY 25-26</b>	\$174,848,398	\$53,069,201	\$28,101,700	\$5,671,000
<b>FY 24-25</b>	\$162,883,907	\$43,770,294	\$25,640,000	\$5,803,355
<b>FY 23-24</b>	\$187,489,175	\$76,633,111	\$25,551,384	\$4,524,134
<b>FY 22-23</b>	\$171,256,997	\$74,304,317	\$15,552,973	\$5,019,534

# Assumptions: **Revenue**

## **General Fund**

- \$11.36 billion K-12 through State School Fund with 49/51% split; 8,441 enrollment (non-charter)
- First year of biennium - legislative approval pending
- Revenue Hold - \$6 million
- High cost disability and IEP funding gaps

## **Grant Funds**

- ESSER funds ended September 2024
- Federal grants 5% reduction
- State grants flat funding

# Beginning Fund Balance

- The General Fund has been using prior-year carryover to supplement an operating deficit
- **These are one-time funds that have been depleted**
- For 2025-26, this is a reduction in resources of \$10 million coupled with the end of ESSER funds which supplemented general fund spending (e.g. substitutes)

Fiscal Year	Beginning Fund Balance	Change
2021-22	\$ 24,654,907	
2022-23	\$ 37,766,147	\$ 13,111,240
2023-24	\$ 26,681,850	\$ (11,084,297)
2024-25	\$ 20,618,328	\$ (6,063,522)
2025-26	\$ 10,000,000	\$ (10,618,328)

# Assumptions: **Expenditures**

## **General Fund**

- Step increases included
- COLA: 7% REA and 4% for OSEA & RAA groups;
- PERS increase of 10% (rate is 15-18%)
- Discretionary significantly reduced (80% prescribed/required)
- Insurance expenses: increased Liability & Health by 5%

# Structure of the Budget

The budget is organized by funds and each fund is divided into resources and requirements, which must balance.

**Estimated Resources = Estimated Requirements**



# Structure of the Budget



Fund: Independent sets of accounts to group financial activities  
General | Special Revenue | Debt | Capital Project

<b>Resources</b> Organized by Fund and Source	<b>Requirements</b> Organized by Fund, Function, and Object	
<b>Sources (type of revenue)</b>	<b>Functions (activity type)</b>	<b>Objects (use)</b>
1000 Local Sources	1000 Instruction	100 Salaries
2000 Intermediate Sources	2000 Support Services	200 Associated Payroll Costs
3000 State Sources	3000 Enterprise and Community Services	300 Purchased Services
4000 Federal Sources	4000 Facilities Acquisition and Construction	400 Supplies and Materials
5000 Other Sources	5000 Other Uses	500 Capital Outlay
	6000 Contingency	600 Other Objects
	7000 Unappropriated Ending Fund Balance	700 Transfers
		800 Other Uses (reserve, contingency)

# Budget Sheet Overview



2022-23	2023-24	2024-25		Resource or Expenditure Description	2025-26		2025-26		2025-26	
Actual	Actual	Adopted	FTE		Proposed	FTE	Approved	FTE	Adopted	FTE

Actual expenditures or resources for preceding two years.	Budgeted expenditures or resources for current year.
Proposed, Approved, and Adopted expenditures or resources for the upcoming year.	Positions paid from a particular fund.

# Fund 100: General Fund

- Accounts for revenues and expenditures for instructional programs, daily operations of schools, and general functions of the school district.
- The revenues primarily come from the State School Fund and property taxes.

# Fund 200: Special Revenue or Grant Fund

- Accounts for revenue and expenditures of grants that are restricted for specific educational projects.
- Principal revenue comes from federal, state, and local grants.
- This section also includes the nutrition services fund, the early retirement fund, and insurance reserve fund.

# Fund 300: Debt Fund

- These are accounts for the accumulation of resources and payments for general long-term debt and interest, associated with construction bonds and PERS bonds.
- Resources come from property taxes and payroll charges received from other District funds.

# Fund 400: Capital Projects Fund



- These are accounts for financial resources used to acquire or construct major capital facilities (other than those of proprietary funds and trust funds).
- The most common source of revenue in this fund would be the sale of bonds.

# 2025-2026 Board Budget Priorities

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1	2	3
Academic Success	Student and Staff Safety, Support, & Wellness	Safe & Well- Maintained Facilities

# Priority 1: Academic Success

All elementary schools will retain reading specialists, kindergarten assistants, music, PE, and library media specialists.

Reading specialists will be added at middle and high schools, using Intensive Coaching grant funds.

Dual Immersion instruction will begin at Davis Elementary



# Priority 2: Safety, Support, & Wellness

SUN Schools programs will remain at all current schools

Boundary shifts for west side schools will reduce overcrowding at Glenfair and HB Lee

Campus monitors at all sites will remain at current levels

School resource officers will remain at current levels

# Priority 3: Facilities

Maintenance, custodial, transportation, nutrition, and grounds front line staffing will continue at current levels

Funds from the City of Portland Climate Resilience Fund will support facility improvements at Glenfair, Alder, and Margaret Scott

# Projected Class Size Averages:



Kindergarten / Grade 1	Grades 2 / 3	Grades 4 / 5
24 students	26 students	28 students

# FTE Reductions by Group

	Current FTE	25-26 FTE	Change
<b>Licensed Staff</b>	695.82	578.27	- 117.55
<b>Classified Staff</b>	600.15	565.96	- 34.19
<b>Administrators</b>	63.40	59.00	- 4.40
<b>Supervisors / Specialists</b>	29.00	25.00	- 4.00
<b>Total</b>	<b>1,388.37</b>	<b>1,228.23</b>	<b>- 160.14</b>

# Balancing the Budget

- Based on current estimates, shortfall of \$25 million
- \$6 million remaining expenditures in excess of revenue

	Revenue	Expenditures
General Fund Proposed Budget	174,848,398	174,848,398
<i>Revenue Hold</i>	-5,698,943	-5,698,942
Budget without additional funding	169,149,455	169,149,456

Final SSF estimate will determine actual level of deficit

# Next Steps

May 2025

Budget Committee  
Meeting 2:  
May 1

Budget Committee  
Meeting 3 (if needed):  
May 8

Board Budget Hearing  
and Meeting to Adopt  
Budget:  
May 24

June 2025

Submit Budget to ODE

July 2025

Budget Year Begins

Adopted Budget is Filed  
with County Recorder