

RESOLUTION No. XXXX

Budget Committee Approval of the FY 2016/17 Budget and Imposition of Property Taxes

RECITALS

- A. Oregon Local Budget Law, Oregon Revised Statute (ORS) 294.426, requires the Budget Committee of Portland Public Schools (District) to hold one or more meetings to receive the budget message and the budget document; and to provide members of the public with an opportunity to ask questions about and comment upon the budget document.
- B. On March 29, 2016, the Budget Committee received the Superintendent's budget message and Proposed Budget document for fiscal year 2016/17.
- C. On April 19, May 10 and May 17, 2016, the Budget Committee held advertised public hearings to discuss and receive public comment on the Proposed Budget.
- D. Oregon Local Budget Law, ORS 294.431, requires submission of the budget document to the Tax Supervising Conservation Commission (TSCC) by May 15 of each year. ORS 294.431 allows taxing jurisdictions to request an extension of the submission date.
- E. The District requested, and the TSCC authorized, extending the submission date to no later than June 1, 2016.
- F. The Board of Education (Board) appointed a Community Budget Review Committee (CBRC) to review the Proposed Budget and current year expenditures of the existing Local Option Levy. The CBRC acts in an advisory capacity to the Board.
- G. On May 17, 2016, the Budget Committee received testimony and a report on the current year Local Option Levy expenditures and testimony and recommendations from the CBRC.
- H. Oregon Local Budget Law, ORS 294.428 requires that each legal jurisdiction's Budget Committee approve a budget and specify the *ad valorem* property tax amount or rate for all funds.
- I. It is noted that \$0.5038 per \$1,000 of assessed value of the Permanent Rate Tax Levy, (commonly known as the "Gap Tax") and the entirety of the Local Option Tax Rate Levy are excluded from State School Fund calculations.
- J. ORS 457.010(4)(a)(D) provides the opportunity for a school district to be excluded from urban renewal division of tax calculations with a statutory rate limit on July 1, 2003, that is greater than \$4.50 per \$1,000 of assessed value. To the extent that the rate limit was increased under section 11 (5)(d), Article XI of the Oregon Constitution, property tax revenue from said increase is excluded from local revenues. The District will notify the county assessors of the rate to be excluded for the current fiscal year not later than July 15.
- K. Portland Public Schools has a statutory rate limit that is in excess of the \$4.50 limitation that includes an increase under section 11 (5)(d), Article XI of the Oregon Constitution.

RESOLUTION

- 1. The Budget Committee commends the superintendent for developing a budget that is responsive to the priorities affirmed by the board this year.

2. The Budget Committee acknowledges the strategy of the Superintendent and the Board last year in allocating \$5.7 million of the 2015/16 budget as assigned contingency to allow for a 49%/51% split in state school funding over the two years of the biennium, which increases the ability of District to sustain the investments made over the last two years including additional school staffing (for example, counselors, library/media specialists, full-day kindergarten) and the two added school days which started in 2014/15.
3. The Budget Committee approves the budget as summarized in Attachment "A".
4. The Budget Committee approves the budget for the fiscal year 2016/17 in the total amount of \$1,155,020,847.
5. The Budget Committee resolves that the District imposes the taxes provided for in the approved budget:
 - a. At the rate of \$5.2781 per \$1,000 of assessed value for operations;
 - b. At the rate of \$1.9900 per \$1,000 of assessed value for local option tax for operations;
 - c. In the amount of \$50,778,368 for exempt bonds.

And that these taxes are hereby imposed and categorized for tax year 2016/17 upon the assessed value of all taxable property within the district.

Taxes are hereby imposed and categorized as for tax year 2016/17 upon the taxable assessed value of all taxable property in the District, as follows:

	Education Limitation	Excluded from Limitation
Permanent Rate Tax Levy	\$5.2781/\$1,000 of assessed valuation	
Local Option Rate Tax Levy	\$1.9900/\$1,000 of assessed valuation	
Bonded Debt Levy		\$50,778,368

9. The Budget Committee further resolves that \$0.5038 per \$1,000 of taxable assessed value is excluded from division of tax calculations, as the Permanent Rate Tax Levy attributable to the increase provided in section 11 (5)(d), Article XI of the Oregon Constitution (such increase is a result of the expiring Gap Tax Levy).
10. The Budget Committee directs submittal of this approved budget to the TSCC by June 1, 2016 in accordance with ORS 294.431, under the extension as granted by the TSCC.

Yousef Awwad / David Wynde

ATTACHMENT "A" TO RESOLUTION No. XXXX
 2016/17 Approved Budget

Schedule of Appropriations and Other Balances

Fund	Appropriations						Contingency	Ending Fund Balance	Fund Total
	Instruction	Support Services	Enterprise & Community Services	Facilities Acquisition & Construction	Debt Service	Transfers Out			
Fund 101	331,766,479	237,379,986	1,842,222	-	-	5,420,705	15,633,717	-	592,043,109
Fund 201	8,500,000	-	-	-	-	-	-	4,021,725	12,521,725
Fund 202	-	-	20,114,570	-	-	-	-	4,187,986	24,302,556
Fund 205	40,324,276	25,248,401	3,434,605	-	-	-	-	-	69,007,282
Fund 225	-	-	-	-	-	-	-	16,688,299	16,688,299
Fund 299	9,736,982	3,270,665	94,401	-	-	-	-	-	13,102,048
Fund 307	-	-	-	-	2,707,434	-	-	-	2,707,434
Fund 308	-	-	-	-	44,134,327	-	-	1,533,247	45,667,574
Fund 320	-	-	-	-	1,266,926	-	-	-	1,266,926
Fund 338	-	-	-	-	323,530	-	-	-	323,530
Fund 350	-	-	-	-	48,739,450	-	-	979,148	49,718,598
Fund 404	-	-	-	21,052,743	-	323,530	-	-	21,376,273
Fund 407	-	1,416,925	-	-	-	-	50,897	-	1,467,822
Fund 435	-	-	-	1,685,438	-	-	-	-	1,685,438
Fund 438	-	4,500	-	10,332,480	-	-	24,156	-	10,361,136
Fund 445	-	-	-	3,785,752	-	-	-	-	3,785,752
Fund 450	-	1,227,288	-	216,791,625	-	-	52,628,301	-	270,647,214
Fund 470	-	-	-	11,170,125	-	-	3,406	-	11,173,531
Fund 601	-	3,797,289	-	-	-	-	3,377,311	-	7,174,600
Total Budget	\$ 390,327,737	\$ 272,345,054	\$ 25,485,798	\$ 264,818,163	\$ 97,171,667	\$ 5,744,235	\$ 71,717,788	\$ 27,410,405	\$ 1,155,020,847