

June 23, 2014

BOARD OF EDUCATION
SCHOOL DISTRICT NO. 1J, MULTNOMAH COUNTY, OREGON

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OFFICE OF THE BOARD OF EDUCATION
SCHOOL DISTRICT NO. 1J, MULTNOMAH COUNTY, OREGON
BLANCHARD EDUCATION SERVICE CENTER
PORTLAND, OREGON

The study session of the Board of Education came to order at 6:16pm at the call of Co-Chair Pam Knowles in the Board Auditorium of the Blanchard Education Service Center, 501 N. Dixon St, Portland, Oregon.

There were present:

Pam Knowles, Co-Chair
Ruth Adkins
Bobbie Regan
Tom Koehler - *absent*
Steve Buel
Matt Morton
Greg Belisle, Co-Chair

Andrew Davidson, Student Representative

Staff

Carole Smith, Superintendent
Caren Huson Quiniones, Board Clerk

SUPERINTENDENT'S REPORT

The Superintendent's Report included the following topics: Benson High Tech program donated a home they constructed to Dignity Village; books were distributed to K-5 schools from the Book Harvest; Sitton held an event to launch the 3rd grade reading initiative; the Ten Great Fields project entered its final phase this month; bond work will continue throughout the summer. PPS participated in the Pride Parade; and, Stephen's Crossing will be bringing additional students to PPS.

COMMENTS FROM PORTLAND ASSOCIATION OF TEACHERS (PAT)

Gwen Sullivan, PAT President, stated that she looked forward to renewing the local option levy as it made a lot of sense.

STUDENT REPRESENTATIVE REPORT

Student Representative Davidson provided his final report to the Board. He thanked SuperSAC, the Superintendent, staff, teachers, and the Board.

RECOGNITION OF STUDENT REPRESENTATIVE

Co-Chair Knowles, along with Board Members, thanked Student Representative Davidson for serving on the Board. He had done a wonderful job in bringing student voice to Board meetings.

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TRANSPORTATION INTERGOVERNMENTAL AGREEMENT

Justin Dollard, Project Manager, presented the item. The Intergovernmental Agreement with Portland will create safer routes for PPS students. The District cost would be limited to \$5 million.

Director Buel questioned how we evaluate the various routes to school. Mr. Dollard responded that there is a process where a concern is raised, a Transportation Safety Evaluator reviews the concern; a response plan is then developed. The Portland Bureau of Transportation has a similar process. Currently, there were several complaints and a prioritization process will begin. The cost to improve one mile of one side of a street is \$3 million.

Co-Chair Belisle referenced language in the IGA and asked if the District had a school that had been closed and sat vacant for so long that it became a different land use issue, would that clause allow the District to open that school as originally permitted. Mr. Dollard responded no.

PUBLIC COMMENT

David Porter spoke on offering dual language programs to all native students who wanted them. He asked the Board to adopt a number of policies and submitted his dual language expansion plan.

BOND PERFORMANCE AUDIT

Auditor Richard Tracy provided a PowerPoint presentation. Mr. Tracy reported that the District was off to a good start with the capital improvement bond, but the audit contains some recommendations..

Directors Morton and Regan mentioned two audit items that management did not agree with in their response to the audit; they would like a report that acknowledges the non-concurrence comments from staff.

Director Buel asked if teacher input was obtained in terms of the high schools. Mr. Tracy responded that he did not review teacher involvement as that was not part of his scope of work. However, he feels it would be valuable to have broader and more complete feedback and that could apply to teachers and principals.

2014-2017 BARGAINING AGREEMENT: PORTLAND FEDERAIN OF SCHOOL PROFESSIONALS

Brock Logan, Director of Labor Relations,; provided a list of changes in the proposed contract and thanked PFSP for agreeing to reopen their contract and ratify it. Director Adkins conveyed her appreciation of the flexibility of union partners.

AMENDMENT NO. 3 TO 2013-14 BUDGET

Co-Chair Knowles recessed the Board from its Regular Meeting and opened the public hearing for the proposed amendment. No public comment was received.

ADOPTION OF 2014-15 BUDGET

Director Buel stated that he would not be voting for the budget for two reasons: he felt the board did a shoddy job in reviewing the budget and it was poorly done; also, the Board did not look at contracting for education. Director Buel added that he tried to move \$1 million from the General Fund so that we could have a Social Service Coordinator in each high school. The Board did not take a serious look at that along with other items he was concerned about.

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Director Morton commented that he disagreed with Director Buel as much time and effort went into the budget, including public listening sessions and Board meetings.

Director Regan stated that she had offered an amendment to the proposed budget around the administrative tables for high schools and school supports, which was not adopted, but she hopes the Board will look at that for the next budget. The Board did, however, add days and teachers back this year, along with counselors in every schools. It was nice to add back this year and not do any further cuts, as in previous years.

Director Regan thanked the CBRC and the public who communicated with the Board.

Student Representative Davidson stated that he hopes during the summer Board sessions that Director Buel's issues will be addressed. Director Buel commented that he had been waiting a year for someone to work with him on his concerns. He would like to get more teachers of color in the District and get equity in the classrooms. He would also like to get ESL straightened out. He was ready for some action.

Co-Chair Belisle stated that he appreciated the budget process this year, but perhaps we need to focus more on our prioritizations so that everyone is aware of them. Co-Chair Belisle thanked the Superintendent for crafting a budget that included the community's thoughts and prioritizations.

Co-Chair Knowles, in response to Director Buel's comments about the budget process, pointed out that the Board received the draft budget document and had held six Board sessions which included deep dives into budget topics. Just because Board members disagree, that does not mean they are not paying attention.

LOCAL OPTION REFERRAL

Jon Isaacs, Chief of Communications and Public Affairs, provided a revised copy of the Local Option Referral to the Board.

ROOSEVELT HIGH SCHOOL SCHEMATIC DESIGN

Director Buel stated that STEM and Maker Space was not contiguous at Roosevelt, but there has been talk of it being different. What was the difference between the two? Jim Owens, Executive Director of School Modernization, responded that it has to do with the design and the approach the team took to make the spaces more expansive. It aligns with our budget targets and schedule restraints. It was the most adaptable design in staff's opinion.

Director Regan asked if community input will continue during the next phase and what the future roles were for the Design Advisory Groups (DAG). Mr. Owens responded that DAG will continue to engage during the design development phase. There will be further development over the next several months. Director Regan requested that actual CTE teachers participate in the design phase in the future.

Director Buel questioned if staff was familiar with Our Portland Our Schools (OPOS) list of seven questions. Mr. Owens responded no. Director Buel asked what the formula and numbers were behind the building capacity. CJ Sylvester, Chief Office of School Modernization, responded that the capacity model was complex and staff would like to bring a complete response to that question for the Board so that they can understand the mathematics and the model.

Director Morton stated that he had received the email from OPOS and that there were questions that persist. He feels that incredible efforts have been made, but at some point we have to provide clear and concise information. Co-Chair Knowles suggested that OPOS' questions be answered by staff and placed as FAQs on the website.

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COMMUNITY ELIGIBILITY PROVISION

Tony Magliano, Chief Operating Officer, provided the report on the new federal program called the Community Eligibility Provision (CEP). The intent of the CEP is to improve students' access to free school meals in high poverty schools and to eliminate the burden for families who are required to complete complicated income applications on an annual basis. The District will be implementing the program in 23 schools, and the program will be assessed on an annual basis.

BUSINESS AGENDA

The Pearson contract was pulled.

John Richardson stated that ODE had found PPS out of compliance with the minimum state instructional hours. PPS was required to submit a Corrective Action Plan (CAP), and the Parents Coalition has concerns about the proposed plan. The plan is incomplete as it does not contain information on instructional hours. PPS has not committed to the agreement they signed with the Parents Coalition.

Director Regan moved and Director Buel seconded the motion to pull Resolution 4937 for a separate vote. The Board voted 6-0 to vote on the resolution separately. Director Regan moved and Director Buel seconded the motion to add a third criteria to the audit. The Board voted 6-0 to add the amendment.

Director Buel commented that there was another grievance coming forward from the Portland Association of Teachers around the Corrective Action Plan. Co-Chair Knowles ruled that the PAT grievance was not related to the CAP.

Co-Chair Belisle stated that he will be voting no on the resolution as a protest to the state. We often talk about local control and other school districts are asking for a waiver as changes are predicted in the future. To him it felt like a loss of control.

ADJOURN

Co-Chair Knowles adjourned the meeting at 9:14pm.

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Personnel

The Superintendent RECOMMENDED adoption of the following item:

Number 4928

Director Adkins moved and Director Regan seconded the motion to adopt the above numbered item. The motion was put to a voice vote and passed unanimously (yes-6, no-0; with Director Koehler absent and Student Representative Davidson voting yes, unofficial).

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RESOLUTION No. 4928

Appointment of Temporary Teachers and Notice of Non-renewal

RESOLUTION

The Board of Education accepts the recommendation to designate the following persons as temporary teachers for the term listed below. These temporary contracts will not be renewed beyond their respective termination dates because the assignments are temporary and District does not require the teachers' services beyond completion of their respective temporary assignments.

First	Last	ID	Eff. Date	Term Date
Jeanette	Bisceglia	006214	4/7/2014	6/13/2014
Gladis	Da Rosa	020212	3/7/2014	6/13/2014
Kristi	Davenport	013951	3/31/2014	6/13/2014
Laurie	Ewen	005097	2/18/2014	6/13/2014
Jill	Finley	016825	4/9/2014	6/13/2014
Alyssa	Gardner	022150	3/3/2014	6/13/2014

S. Murray

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Purchases, Bids, Contracts

The Superintendent RECOMMENDED adoption of the following items:

Numbers 4929 and 4930

Director Adkins moved and Director Regan seconded the motion to adopt the above numbered items. The motion was put to a voice vote and passed unanimously (yes-6, no-0; with Director Koehler absent and Student Representative Davidson voting yes, unofficial).

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RESOLUTION No. 4929

Revenue Contracts that Exceed \$25,000 Limit for Delegation of Authority

RECITAL

Portland Public Schools ("District") Public Contracting Rules PPS-45-0200 ("Authority to Approve District Contracts; Delegation of Authority to Superintendent") requires the Board of Education ("Board") to enter into and approve all contracts, except as otherwise expressly authorized. Contracts exceeding \$25,000 per contractor are listed below.

RESOLUTION

The Superintendent recommends that the Board approve these contracts. The Board accepts this recommendation and by this resolution authorizes the Deputy Clerk to enter into agreements in a form approved by General Counsel for the District.

NEW REVENUE CONTRACTS

Contractor	Contract Term	Contract Type	Description of Services	Contract Amount	Responsible Administrator, Funding Source
Concordia University	6/24/2014 through 9/30/2017	Cost Sharing Agreement R 60832	Faubion: Funds joint development of Faubion schematic design.	\$81,363	T. Magliano Fund 438 Project J0177
Self Enhancement, Inc.	07/01/14 through 06/30/19	Revenue Lease Agreement R xxxxx	King Neighborhood Facility: Lease of District space in the Annex Building. Initial term of 5 years plus the option for two additional terms of five years each.	\$226,935	T. Magliano Fund 101 Dept. 5594

NEW INTERGOVERNMENTAL AGREEMENTS / REVENUE ("IGA/Rs")

No New IGA/Rs

AMENDMENTS TO EXISTING REVENUE CONTRACTS

No Amendments to Existing Revenue Contracts

LIMITED SCOPE REAL PROPERTY REVENUE AGREEMENTS AND AMENDMENTS

No Limited Scope Real Property Revenue Agreements or Amendments

*R. Dutcher
D. Wynde*

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RESOLUTION No. 4930

Personal / Professional Services, Goods, and Services Expenditure Contracts
Exceeding \$150,000 for Delegation of Authority

RECITAL

Portland Public Schools (“District”) Public Contracting Rules PPS-45-0200 (“Authority to Approve District Contracts; Delegation of Authority to Superintendent”) requires the Board of Education (“Board”) enter into contracts and approve payment for products, materials, supplies, capital outlay, equipment, and services whenever the total amount exceeds \$150,000 per contract, excepting settlement or real property agreements. Contracts meeting this criterion are listed below.

RESOLUTION

The Superintendent recommends that the Board approve these contracts. The Board accepts this recommendation and by this resolution authorizes the Deputy Clerk to enter into agreements in a form approved by General Counsel for the District.

NEW CONTRACTS

Contractor	Contract Term	Contract Type	Description of Services	Contract Amount	Responsible Administrator, Funding Source
Schetky Northwest	6/17/2014	Purchase Order PO 119792	District-wide: Purchase five 2015 Thomas Built, 20 passenger, walk-on school buses.	\$351,160	T. Brady Fund 101 Dept. 5560
Dell Computer Corp.	6/5/2014	Purchase Order PO 119636	District-wide: Purchase 1,506 Dell Chromebook 11 computers for Tech Bundle project.	\$444,270	J. Klein Fund 407 Dept. 5581 Project A1007
CDW-G	7/1/2014	Purchase Order PO XXXXX	District-wide: Purchase of 132 tech bundles for the pilot phase of the Tech Bundle project.	Not-to-exceed \$300,000	J. Klein Fund 407 Dept. 5581 Project A1007
Pearson	6/24/2014 through 6/30/2020	Personal Services PS XXXXX	District-wide: Update elementary literacy resources to align with Common Core Standards.	\$1,850,000	M. Goff Fund 101 Dept. 5555
Cengage	6/24/2014 through 6/20/2016	Personal Services PS XXXXX	District-wide: Supplemental High School ESL curriculum and resources.	\$300,000	M. Goff Fund 101 Dept. 5555
TBD – Responses due on 7/3/2014. *	7/15/2014 through 7/14/2015	Requirements MR XXXXX	District-wide: Purchase of Commercial Food Products on a requirements basis as part of the District's Nutrition Program. RFP 2014-1820	Not-to-exceed \$1,300,000	T. Magliano Fund 202 Dept. 5570
EC Company	07/01/2014 through 12/31/2014	Construction Services C XXXXX	Madison HS: Provide and install new fire alarm system. ITB 2014-1783	\$829,199	T. Magliano Fund 404 Dept. 5597 Project X0107
Grow Construction, LLC	06/24/2014 through 10/31/2014	Construction Services C XXXXX	Lincoln HS: Construction of two new classrooms in the cafeteria. ITB 2014-1784	\$190,592	T. Magliano Fund 438 Dept. 5597 Project J0156

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Portland Road & Driveway Co. Inc.	06/24/2014 through 12/31/2014	Construction Services C XXXXX	Marshall: Turf Field Improvement project. As part of the Great Fields project ITB 2014-1819	\$1,379,838	T. Magliano Funds 404 & 438 Dept. 5597 Project X0103 & J0174
TBD – Bids due on 7/1/14*	07/14/2014 through 12/31/2014	Construction Services C XXXXX	Madison HS Provide and install new automated building control system for HVAC equipment ITB 2014-1789	Not-to-exceed \$475,000	T. Magliano Fund 435 Dept. 5597 Project U0175
Oh Planning + Design Architecture	6/24/2014 through 12/31/2016	Architectural Engineering A/E XXXXX	AE design services for Improvement Project of 2015(IP15) – Includes misc. seismic upgrades, ADA, reroof and science classroom improvement projects at Ainsworth, Buckman, Creative Science/Clark, Hayhurst, Llewellyn, Sabin, Stephenson, and Woodlawn Schools. RFP 2014-1782	\$1,093,217	Jim Owens Fund 451 Depts. 1132, 1143, 1149, 1160, 1269, 1279, 1190, 1294 Project Nos. TBD
Radler, Bohy, Replege & Contratt	7/1/2014 through 6/30/2016	Personal Services PS 60783	District-wide: Provide workers' compensation legal services to District on an as-needed basis at the direction of General Counsel.	\$200,000	D. Wynde Fund 601 Dept. 5540
Brown & Brown Northwest	7/1/2014 through 6/30/2019	Personal Services PS 60804	District-wide: Provide insurance brokerage services for excess insurance and risk management consultation. Provide consultation, claims handling, and management services for the District's Owner Controlled Insurance Program.	\$762,095	D. Wynde Fund 101 Dept. 5540

*At the time of printing, bids for these projects had not yet closed. In order to ensure that these projects can begin immediately upon contract award and thus be fully completed before the start of the 2014-15 school year, the Superintendent recommends that the Board give advance authorization for these contracts, as permitted by PPS-45-0200(4)(b)(C). The Superintendent or her designee will award the final contracts for these projects within the Maximum Not to Exceed limits noted above.

NEW INTERGOVERNMENTAL AGREEMENTS (“IGAs”)

No New IGAs

AMENDMENTS TO EXISTING CONTRACTS

Contractor	Contract Term	Contract Type	Description of Services	Amendment Amount, Contract Total	Responsible Administrator, Funding Source
Computer Generated Solutions, Inc.	6/27/2014 through 6/26/2015	Personal Services PS 59309 Amendment 3	District-wide: Annual service fee for unlimited mailbox software, including maintenance and updates.	\$52,875 \$160,271	J. Klein Fund 101 Dept. 5581

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Multnomah Education Service District	6/24/2014 through 6/30/2015	Intergovernmental Agreement IGA 60083 Amendment 1	District-wide: Medicare Administrative Claiming services.	\$100,000 \$200,000	S. Lewis Fund 101 Dept. 6299
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R. Dutcher
D. Wynde

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Other Items Requiring Board Action

The Superintendent RECOMMENDS adoption of the following items:

Numbers 4931 through 4940

Director Adkins moved and Director Regan seconded the motion to adopt Resolution 4931 and Resolution 4938 through 4940. The motion was put to a voice vote and passed unanimously (yes-6, no-0; with Director Koehler absent and Student Representative Davidson voting yes, unofficial).

During the Committee of the Whole, Director Morton moved and Director Regan seconded the motion to adopt Resolution 4932. The motion was put to a voice vote and passed unanimously (yes-6, no-0; with Director Koehler absent and Student Representative Davidson voting yes, unofficial).

During the Committee of the Whole, Director Regan moved and Director Belisle seconded the motion to adopt Resolution 4933. The motion was put to a voice vote and passed unanimously (yes-6, no-0; with Director Koehler absent and Student Representative Davidson voting yes, unofficial).

During the Committee of the Whole, Director Regan moved and Director Adkins seconded the motion to adopt Resolution 4934. The motion was put to a voice vote and passed by a vote of 5-1 (yes-5, no-1 [Buel]; with Director Koehler absent and Student Representative Davidson voting yes, unofficial).

During the Committee of the Whole, Director Regan moved and Director Adkins seconded the motion to adopt Resolution 4935. The motion was put to a voice vote and passed unanimously (yes-6, no-0; with Director Koehler absent and Student Representative Davidson voting yes, unofficial).

During the Committee of the Whole, Director Morton moved and Director Belisle seconded the motion to adopt Resolution 4936. The motion was put to a voice vote and passed by a vote of 5-0-1 (yes-5, no-0, abstain-1 [Buel]; with Director Koehler absent and Student Representative Davidson voting yes, unofficial).

During the Committee of the Whole, Director Regan moved and Director Morton seconded the motion to adopt Resolution 4937. The motion was put to a voice vote and passed by a vote of 4-1-1 (yes-4, no-1 [Belisle], abstain-1 [Buel]; with Director Koehler absent and Student Representative Davidson voting yes, unofficial).

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RESOLUTION No. 4931

Resolution to Adopt Intergovernmental Agreement with the City of Portland
Regarding Funding of Transportation Safety Improvements

RECITALS

- A. The Board of Education (Board) adopted Resolution 4414, *Resolution to Adopt Memorandum of Understanding with the City of Portland Regarding Funding Transportation Safety Improvements* on February 28, 2011. The resolution authorized the Superintendent or her designee to develop a draft intergovernmental agreement and return to the Board for its approval.
- B. In May 2011, Portland Public Schools (District) and the City of Portland (City) signed a memorandum of understanding (MOU) outlining a process by which transportation improvements required by City regulations at District schools would be evaluated, prioritized and funded.
- C. District and City staff collaborated to develop an Intergovernmental Agreement (IGA) implementing the direction provided by the MOU and the resolutions adopting the MOU by the Board and City Council including:
 - 1. Directing funding priority for transportation safety improvements to be paid for by the District's 2012 voter-approved capital bond to schools receiving full modernization; replacement or improvements.
 - 2. Commits a maximum of \$5 million of District capital bond funding to transportation safety improvements;
 - 3. Development of a prioritized master project list of transportation safety improvement needs using Portland Bureau of Transportation Safe Routes to School (PBOT SRTS) continuous service plans; and
 - 4. Use of PBOT SRTS continuous service plans to demonstrate compliance with City's land use review transportation criteria.

RESOLUTION

- 1. The Board of Education reaffirms its commitment to providing safe and secure routes to and from school for every student, parent, and staff member in the District at every school within the District. The Board also reaffirms its obligation to meet the City's Land Use Review requirements to ensure the District's school facilities can be supported by the transportation system in the vicinity of each school.
- 2. The Board affirms use of PBOT SRTS equity-weighted criteria to develop a prioritized master project list of transportation safety improvement needs within District student walk areas.
- 3. The Board affirms its intent to fund up to \$5 million in transportation safety improvement projects identified through City conditions of approval and additional prioritized school-related active transportation projects. This \$5 million is intended to represent the District's financial obligation for transportation safety improvements over the life of the 2012 voter-approved eight-year capital bond program.

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4. The Board affirms the use of \$200,000 in funds from the Supplemental Transportation Project Update project for PBOT SRTS to provide traffic engineering, civic engagement and underserved community outreach consulting services when developing the master prioritized list of transportation safety improvements within District student walk areas.
5. The Board authorizes the Superintendent or her designee to enter into the intergovernmental agreement with the City of Portland.

C. Sylvester / J. Dollard

RESOLUTION No. 4932

Collective Bargaining Agreements between Portland Federation of School Professionals and School District No. 1, Multnomah County, Oregon

RESOLUTION

The Chairperson of the Board of Education and the Chief Human Resources Officer are authorized and directed to execute the 2014 – 2017 Agreement (extending and replacing the current 2013 – 2015 Agreement) between the Portland Federation of School Professionals (Local 111), representing classified employees, and School District No. 1, Multnomah County, Oregon, on the terms presented to the Board and filed in the record of this meeting:

S. Murray

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RESOLUTION No. 4933

Amendment No. 3 to the 2013/14 Budget for School District No. 1J,
Multnomah County, Oregon

RECITALS

- A. On June 17, 2013 the Board, by way of Resolution No. 4775, voted to adopt an annual budget for the Fiscal Year 2013/14 as required under Local Budget Law.
- B. Board Policy 8.10.030-AD, "Budget Reallocations – Post Budget Adoption," establishes the guidelines to ensure consistent and detailed communication on fiscal issues between the Superintendent and the Board of Education ("Board").
- C. Oregon Local Budget Law, ORS 294.471, allows budget changes after adoption under prescribed guidelines.
- D. On January 27, 2014, by way of Resolution No. 4864, the Board amended the FY 2013/14 budget.
- E. On April 21, 2014, by way of Resolution No. 4905, the Board amended the FY 2013/14 budget for a second time.
- F. This Amendment No. 3 further revises the FY 2013/2014 Adopted Budget under ORS 294.471 guidelines, which state the budget may be amended at a regular meeting of the governing body.
- G. Amendment No. 3 adjusts program allocations for funds to more accurately reflect intended expenditures.
- H. Expenditures in four funds (307 IT Projects Debt Service Fund, 309 SELP Debt Service Fund, 435 Energy Efficient Schools Fund and 445 Capital Asset Renewal Fund) will be changed by more than 10% under this amendment. Local budget law requires a public hearing on these changes.

RESOLUTION

1. Having held a public hearing on this amendment as required under local budget law, the Board hereby amends budgeted expenditure appropriation levels as summarized by Fund and Appropriation Level in Attachment A for the fiscal year beginning July 1, 2013.

D. Wynde

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ATTACHMENT "A" TO RESOLUTION No. 4933
Amendment 3 for the 2013/14 Budget

Schedule of Changes in Appropriations and Other Balances

Fund 101 - General Fund	Adopted Budget	Amendment #1	Amendment #2	This Amendment	Amendment #3
Resources					
Beginning Fund Balance	21,162,140	37,457,015	37,457,015	-	37,457,015
Local Sources	263,159,300	268,359,300	268,359,300	-	268,359,300
Intermediate Sources	12,457,017	12,457,017	12,457,017	-	12,457,017
State Sources	188,782,292	188,782,292	188,782,292	-	188,782,292
Federal Sources	-	-	-	-	-
Other Sources	2,000,000	100,000	100,000	-	100,000
Total	487,560,749	507,155,624	507,155,624	-	507,155,624

Requirements					
Instruction	278,962,739	276,810,622	276,810,622	(50,000)	276,760,622
Support Services	181,866,916	185,990,098	185,990,098	(673,440)	185,316,658
Enterprise & Community Services	1,640,220	1,699,784	1,699,784	95,668	1,795,452
Facilities Acquisition & Construction	-	-	-	-	-
Debt Service & Transfers Out	4,906,785	8,421,744	8,421,744	1,605,776	10,027,520
Contingency	20,184,089	34,233,376	34,233,376	(978,004)	33,255,372
Ending Fund Balance	-	-	-	-	-
Total	487,560,749	507,155,624	507,155,624	-	507,155,624

Fund 202 - Cafeteria Fund	Adopted Budget	Amendment #1	Amendment #2	This Amendment	Amendment #3
Resources					
Beginning Fund Balance	3,541,721	4,516,692	4,516,692	-	4,516,692
Local Sources	3,663,211	3,663,211	3,663,211	41,500	3,704,711
Intermediate Sources	-	-	-	-	-
State Sources	216,543	324,355	324,355	-	324,355
Federal Sources	13,261,905	13,212,268	13,212,268	145,844	13,358,112
Other Sources	-	-	-	-	-
Total	20,683,380	21,716,526	21,716,526	187,344	21,903,870

Requirements					
Instruction	-	-	-	-	-
Support Services	-	-	-	-	-
Enterprise & Community Services	18,685,858	19,719,004	19,719,004	(529,900)	19,189,104
Facilities Acquisition & Construction	-	-	-	-	-
Debt Service & Transfers Out	-	-	-	-	-
Contingency	-	-	-	-	-
Ending Fund Balance	1,997,522	1,997,522	1,997,522	717,244	2,714,766
Total	20,683,380	21,716,526	21,716,526	187,344	21,903,870

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Fund 205 - Grants Fund	Adopted Budget	Amendment #1	Amendment #2	This Amendment	Amendment #3
Resources					
Beginning Fund Balance	-	-	-	-	-
Local Sources	1,884,377	1,884,377	1,884,377	-	1,884,377
Intermediate Sources	-	-	-	-	-
State Sources	16,536,346	16,536,346	16,536,346	-	16,536,346
Federal Sources	46,675,731	46,675,731	46,675,731	-	46,675,731
Other Sources	-	-	-	-	-
Total	65,096,454	65,096,454	65,096,454	-	65,096,454

Requirements					
Instruction	37,105,815	37,105,815	37,105,815	(1,500,000)	35,605,815
Support Services	26,007,073	26,007,073	26,007,073	-	26,007,073
Enterprise & Community Services	1,983,566	1,983,566	1,983,566	1,500,000	3,483,566
Facilities Acquisition & Construction	-	-	-	-	-
Debt Service & Transfers Out	-	-	-	-	-
Contingency	-	-	-	-	-
Ending Fund Balance	-	-	-	-	-
Total	65,096,454	65,096,454	65,096,454	-	65,096,454

Fund 225 - PERS Rate Stabilization Reserve Fund	Adopted Budget	Amendment #1	Amendment #2	This Amendment	Amendment #3
Resources					
Beginning Fund Balance	13,574,383	15,476,100	15,476,100	-	15,476,100
Local Sources	195,200	195,200	195,200	60,000	255,200
Intermediate Sources	-	-	-	-	-
State Sources	-	-	-	-	-
Federal Sources	-	-	-	-	-
Other Sources	-	-	-	-	-
Total	13,769,583	15,671,300	15,671,300	60,000	15,731,300

Requirements					
Instruction	-	-	-	-	-
Support Services	-	-	-	-	-
Enterprise & Community Services	-	-	-	-	-
Facilities Acquisition & Construction	-	-	-	-	-
Debt Service & Transfers Out	1,900,000	-	-	-	-
Contingency	-	-	-	-	-
Ending Fund Balance	11,869,583	15,671,300	15,671,300	60,000	15,731,300
Total	13,769,583	15,671,300	15,671,300	60,000	15,731,300

June 23, 2014

Fund 307 - IT Projects Debt Service Fund	Adopted Budget	Amendment #1	Amendment #2	This Amendment	Amendment #3
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Resources

Beginning Fund Balance	-	-	-	-	-
Local Sources	-	-	-	-	-
Intermediate Sources	-	-	-	-	-
State Sources	-	-	-	-	-
Federal Sources	-	-	-	-	-
Other Sources	1,587,362	1,587,362	1,587,362	489,972	2,077,334
Total	1,587,362	1,587,362	1,587,362	489,972	2,077,334

Requirements

Instruction	-	-	-	-	-
Support Services	-	-	-	-	-
Enterprise & Community Services	-	-	-	-	-
Facilities Acquisition & Construction	-	-	-	-	-
Debt Service & Transfers Out	1,587,362	1,587,362	1,587,362	489,972	2,077,334
Contingency	-	-	-	-	-
Ending Fund Balance	-	-	-	-	-
Total	1,587,362	1,587,362	1,587,362	489,972	2,077,334

Fund 309 - SELP Debt Service Fund	Adopted Budget	Amendment #1	Amendment #2	This Amendment	Amendment #3
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Resources

Beginning Fund Balance	-	-	-	-	-
Local Sources	-	-	-	-	-
Intermediate Sources	-	-	-	-	-
State Sources	-	-	-	-	-
Federal Sources	-	-	-	-	-
Other Sources	76,284	76,285	76,285	115,804	192,089
Total	76,284	76,285	76,285	115,804	192,089

Requirements

Instruction	-	-	-	-	-
Support Services	-	-	-	-	-
Enterprise & Community Services	-	-	-	-	-
Facilities Acquisition & Construction	-	-	-	-	-
Debt Service & Transfers Out	76,284	76,285	76,285	115,804	192,089
Contingency	-	-	-	-	-
Ending Fund Balance	-	-	-	-	-
Total	76,284	76,285	76,285	115,804	192,089

June 23, 2014

Fund 350 - GO Bonds Debt Service Fund	Adopted Budget	Amendment #1	Amendment #2	This Amendment	Amendment #3
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Resources

Beginning Fund Balance	-	-	-	-	-
Local Sources	43,262,232	43,262,232	43,262,232	(1,000,000)	42,262,232
Intermediate Sources	-	-	-	-	-
State Sources	-	-	-	-	-
Federal Sources	-	-	-	-	-
Other Sources	-	-	-	1,000,000	1,000,000
Total	43,262,232	43,262,232	43,262,232	-	43,262,232

Requirements

Instruction	-	-	-	-	-
Support Services	-	-	-	-	-
Enterprise & Community Services	-	-	-	-	-
Facilities Acquisition & Construction	-	-	-	-	-
Debt Service & Transfers Out	43,262,232	43,262,232	43,262,232	-	43,262,232
Contingency	-	-	-	-	-
Ending Fund Balance	-	-	-	-	-
Total	43,262,232	43,262,232	43,262,232	-	43,262,232

Fund 404 - Construction Excise Fund	Adopted Budget	Amendment #1	Amendment #2	This Amendment	Amendment #3
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Resources

Beginning Fund Balance	7,472,033	8,572,292	8,572,292	-	8,572,292
Local Sources	1,611,000	3,011,000	3,011,000	818,695	3,829,695
Intermediate Sources	-	-	-	-	-
State Sources	-	-	-	-	-
Federal Sources	-	-	-	-	-
Other Sources	-	-	-	-	-
Total	9,083,033	11,583,292	11,583,292	818,695	12,401,987

Requirements

Instruction	-	-	-	-	-
Support Services	-	-	-	-	-
Enterprise & Community Services	-	-	-	-	-
Facilities Acquisition & Construction	9,083,033	11,583,292	11,583,292	818,695	12,401,987
Debt Service & Transfers Out	-	-	-	-	-
Contingency	-	-	-	-	-
Ending Fund Balance	-	-	-	-	-
Total	9,083,033	11,583,292	11,583,292	818,695	12,401,987

June 23, 2014

Fund 407 - IT Systems Project Fund	Adopted Budget	Amendment #1	Amendment #2	This Amendment	Amendment #3
Resources					
Beginning Fund Balance	759,805	969,032	969,032	-	969,032
Local Sources	500	375,522	375,522	187,673	563,195
Intermediate Sources	-	-	-	-	-
State Sources	-	-	-	-	-
Federal Sources	-	-	-	-	-
Other Sources	-	3,500,000	3,500,000	-	3,500,000
Total	760,305	4,844,554	4,844,554	187,673	5,032,227

Requirements					
Instruction	-	-	-	-	-
Support Services	660,351	4,568,382	4,568,382	187,673	4,756,055
Enterprise & Community Services	-	-	-	-	-
Facilities Acquisition & Construction	-	-	-	-	-
Debt Service & Transfers Out	-	-	-	-	-
Contingency	99,954	276,172	276,172	-	276,172
Ending Fund Balance	-	-	-	-	-
Total	760,305	4,844,554	4,844,554	187,673	5,032,227

Fund 435 - Energy Efficient Schools Fund	Adopted Budget	Amendment #1	Amendment #2	This Amendment	Amendment #3
Resources					
Beginning Fund Balance	577,791	891,439	891,439	-	891,439
Local Sources	856,336	1,070,503	1,070,503	(360,638)	709,865
Intermediate Sources	-	-	-	-	-
State Sources	-	-	-	-	-
Federal Sources	-	-	-	-	-
Other Sources	-	-	-	-	-
Total	1,434,127	1,961,942	1,961,942	(360,638)	1,601,304

Requirements					
Instruction	-	-	-	-	-
Support Services	-	-	-	-	-
Enterprise & Community Services	-	-	-	-	-
Facilities Acquisition & Construction	1,434,127	1,961,942	1,961,942	(360,638)	1,601,304
Debt Service & Transfers Out	-	-	-	-	-
Contingency	-	-	-	-	-
Ending Fund Balance	-	-	-	-	-
Total	1,434,127	1,961,942	1,961,942	(360,638)	1,601,304

June 23, 2014

Fund 438 - Facilities Capital Project Fund	Adopted Budget	Amendment #1	Amendment #2	This Amendment	Amendment #3
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Resources

Beginning Fund Balance	3,898,931	5,908,524	5,908,524	-	5,908,524
Local Sources	3,000	163,000	163,000	360,638	523,638
Intermediate Sources	-	-	-	-	-
State Sources	1,300,000	1,300,000	1,300,000	-	1,300,000
Federal Sources	-	-	-	-	-
Other Sources	681,024	681,024	681,024	-	681,024
Total	5,882,955	8,052,548	8,052,548	360,638	8,413,186

Requirements

Instruction	-	-	-	-	-
Support Services	-	-	1,500	-	1,500
Enterprise & Community Services	-	-	-	-	-
Facilities Acquisition & Construction	5,882,955	8,052,548	8,051,048	360,638	8,411,686
Debt Service & Transfers Out	-	-	-	-	-
Contingency	-	-	-	-	-
Ending Fund Balance	-	-	-	-	-
Total	5,882,955	8,052,548	8,052,548	360,638	8,413,186

Fund 445 - Capital Asset Renewal Fund	Adopted Budget	Amendment #1	Amendment #2	This Amendment	Amendment #3
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Resources

Beginning Fund Balance	116,831	206,897	206,897	-	206,897
Local Sources	52,200	52,200	52,200	-	52,200
Intermediate Sources	-	-	-	-	-
State Sources	-	-	-	-	-
Federal Sources	-	-	-	-	-
Other Sources	-	-	-	1,993,185	1,993,185
Total	169,031	259,097	259,097	1,993,185	2,252,282

Requirements

Instruction	-	-	-	-	-
Support Services	-	-	-	-	-
Enterprise & Community Services	-	-	-	-	-
Facilities Acquisition & Construction	169,031	259,097	259,097	1,993,185	2,252,282
Debt Service & Transfers Out	-	-	-	-	-
Contingency	-	-	-	-	-
Ending Fund Balance	-	-	-	-	-
Total	169,031	259,097	259,097	1,993,185	2,252,282

June 23, 2014

Fund 450 - GO Bond Fund	Adopted Budget	Amendment #1	Amendment #2	This Amendment	Amendment #3
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Resources

Beginning Fund Balance	103,592,062	109,235,424	109,235,424	-	109,235,424
Local Sources	28,000	28,000	28,000	220,000	248,000
Intermediate Sources	-	-	-	-	-
State Sources	-	-	-	-	-
Federal Sources	-	-	-	-	-
Other Sources	-	-	-	-	-
Total	103,620,062	109,263,424	109,263,424	220,000	109,483,424

Requirements

Instruction	-	-	-	-	-
Support Services	-	-	148,500	-	148,500
Enterprise & Community Services	-	-	-	-	-
Facilities Acquisition & Construction	36,304,899	38,899,570	38,751,070	-	38,751,070
Debt Service & Transfers Out	-	-	-	-	-
Contingency	67,315,163	70,363,854	70,363,854	220,000	70,583,854
Ending Fund Balance	-	-	-	-	-
Total	103,620,062	109,263,424	109,263,424	220,000	109,483,424

June 23, 2014

RESOLUTION No. 4934

Impose Taxes and Adoption of the FY 2014/15 Budget for School District No. 1J,
Multnomah County, Oregon

RECITALS

- A. Oregon Local Budget Law, ORS 294.428, requires each legal jurisdiction's Budget Committee approve a budget and specify *ad valorem* property tax rate for all funds.
- B. The Board of Education ("Board") appointed a Citizen 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.
- C. On May 12, 2014, the Budget Committee received testimony and a report on the current year Local Option Levy expenditures, and testimony and budget recommendations from the CBRC.
- D. On May 19, 2014, by way of Resolution No. 4918, and under the provisions of Oregon Local Budget Law (ORS Ch. 294), the Budget Committee for School District No. 1J, Multnomah County, Oregon ("District"), approved the FY 2014/15 budget and imposed taxes.
- E. Oregon Local Budget Law, ORS 294.431, requires submission of the budget document to the Tax Supervising Commission ("TSCC") by May 15 of each year. Portland Public Schools ("PPS") applied for, and was granted an extension to this deadline, and submitted the PPS budget to TSCC as required.
- F. The TSCC held a public hearing on the Approved Budget on June 23, 2014.
- G. ORS 457.010(4)(a)(D) provides the opportunity for a school district to exclude from urban renewal divide-the-taxes that amount 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 and, property tax revenue from said increase is excluded from local revenues, as that term is used in ORS Chapter 327, and provided that the school district notifies the county assessor of the rate to be excluded for the current fiscal year not later than July 15.
- H. 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 District's Board of Education hereby adopts the budget for the fiscal year 2014/15, as summarized in Attachment "A", in the total amount of \$880,120,133.
- 2. The Board appropriates for the fiscal year beginning July 1, 2014, the amounts summarized by program in Attachment A to this resolution and as detailed in the budget book, Adopted Budget, for the fiscal year 2014/15, School District 1J, Multnomah County, Oregon.
- 3. The Board resolves that the District hereby imposes the taxes provided for in the adopted 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 \$47,906,755 for exempt bonds.

June 23, 2014

And that these taxes are hereby imposed and categorized for tax year 2014/15 upon the assessed value of all taxable property within the district.

4. Taxes are hereby imposed and categorized as for tax year 2014/15 upon the taxable assessed value of all taxable property in the District, as follows:

	<u>Education Limitation</u>	<u>Excluded from Limitation</u>
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		\$47,906,755

5. The Board further resolves that \$0.5038 per \$1,000 of taxable assessed value of the permanent rate tax levy noted above 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 expired Gap Tax Levy). The District will notify the county assessors that for the 2014/15 fiscal year \$0.5038 of the District's permanent tax rate levy is to be excluded from urban division of tax calculations under the provisions of ORS 457.010(4)(a)(D).

D. Wynde/S. Bottomley

June 23, 2014

ATTACHMENT "A" TO RESOLUTION No. 4934
FY 2014/15 Adopted Budget

Schedule of Appropriations

Fund	Instruction	Support Services	Enterprise & Community Services	Facilities Acquisition & Construction	Debt Service	Transfers Out	Contingency	Ending Fund Balance	Fund Total
Fund 101	304,391,929	200,679,551	1,815,169	-	-	6,834,433	21,151,209	-	534,872,291
Fund 201	8,818,532	-	-	-	-	-	-	3,260,830	12,079,362
Fund 202	-	-	18,262,380	-	-	-	-	1,291,837	19,554,217
Fund 205	42,924,447	23,156,015	2,221,281	-	-	-	-	-	68,301,743
Fund 225	-	-	-	-	-	-	-	16,002,500	16,002,500
Fund 299	14,858,085	1,755,958	64,102	173,624	-	-	-	-	16,851,769
Fund 307	-	-	-	-	2,707,874	-	-	-	2,707,874
Fund 308	-	-	-	-	39,799,326	-	-	-	39,799,326
Fund 320	-	-	-	-	1,303,621	-	-	-	1,303,621
Fund 350	-	-	-	-	45,033,350	-	-	-	45,033,350
Fund 404	-	-	-	13,743,029	-	-	-	-	13,743,029
Fund 407	-	3,829,848	-	-	-	-	187,673	-	4,017,521
Fund 420	-	-	-	200,000	-	-	-	-	200,000
Fund 435	-	-	-	1,598,553	-	-	-	-	1,598,553
Fund 438	-	4,400	-	4,638,020	-	-	-	-	4,642,420
Fund 445	-	-	-	2,477,582	-	-	-	-	2,477,582
Fund 450	-	435,600	-	59,187,841	-	-	31,570,869	-	91,194,310
Fund 601	-	3,440,665	-	-	-	-	2,300,000	-	5,740,665
Total	\$ 370,992,993	\$ 233,302,037	\$ 22,362,932	\$ 82,018,649	\$ 88,844,171	\$ 6,834,433	\$ 55,209,751	\$ 20,555,167	\$ 880,120,133

June 23, 2014

RESOLUTION No. 4935

Call for Five-Year Local Option Levy to Support Schools

RECITALS

- A. Strong public schools are the foundation of a great city, supporting families, keeping neighborhoods vital, building community and strengthening the local economy.
- B. Successful schools are proven to contribute to all residents' quality of life, attract business and reduce crime.
- C. Portland Public Schools (PPS) serves over 48,000 students, enrolling one of the highest shares of its city's students of urban districts in the country.
- D. PPS' student enrollment is projected to grow by over 5,000 students in the next decade.
- E. PPS has set ambitious targets and is holding itself accountable for progress toward critical student achievement measures through the Milestones Framework that will drive the 2014-2019 PPS Educational Plan and budget decisions for years to come.
- F. Despite undergoing heavy budget cuts, in the past four years, overall student achievement has increased on six of the seven critical Milestones.
- G. Despite undergoing heavy budget cuts, in the past four years, PPS's overall graduation rate has increased 14 percentage points from 53% to 67%
- H. Strong schools need stable funding to enable staff and student support to focus on continued improvement in education for all students.
- I. PPS has focused resources on the classroom, spending 75 percent of its budget on teachers, textbooks and school staff, as measured by the Oregon Department of Education's Database Initiative. Only 4 percent of the PPS budget pays for central administration, lower than half the average in other large urban school districts (8 percent).
- J. PPS has exercised strong financial management over benefits costs, with all employees paying a share of health care premiums and all employees paying the 6 percent contribution into their retirement plans (a cost picked up by many public employers), and by refinancing the district's PERS retirement obligations to save millions of dollars each year.
- K. In 2011, Portland voters recognized the importance of having strong schools, with lower class sizes and strong educational programs by approving a local option levy to fund PPS schools.
- L. The PPS Citizen Budget Review Committee has affirmed, in annual reports to the PPS Board of Education, that local option funds have primarily been used to fund hundreds of teachers and maintain or lower class sizes.
- M. The local option levy provides funding equivalent to the cost of over 600 teaching positions. This is vital to reducing and maintaining class sizes for students.
- N. While the legislature recently increased its investment in K-12 education, these investments have only made a small reduction in the gap described by the Quality Education Model. More investments are needed to continue to lower class size, rebuild programs, and add school days for students.

June 23, 2014

- O. In 2012, PPS became aware of a state law that allowed local urban renewal districts to retain a portion of voter-approved local option levy funds rather than the approved purpose of funding schools. Currently, approximately \$7.5 million of the local option school levy goes to fund urban renewal rather than educational programs.
- P. To fix this problem, PPS worked with other school districts, teachers and supporters of important services to successfully advocate for a change to state law to close this loophole and ensure more funds go to purpose voters intended. The 2013 Legislature approved legislation ensuring that voter funds from approved local option levies go to their intended purpose. The new law applies to local option levies approved after January, 2013
- Q. If voters renew PPS' local option levy approximately \$4 million more each year will go to the intended purpose of funding schools and educational programs instead of urban renewal, without raising taxes.
- R. All funds raised under this proposed levy will be used exclusively for Portland students in PPS schools; and none of the funds will go to the state for distribution under the state school funding formula.
- S. This local option levy requires independent oversight by the Citizens Budget Review Committee to ensure that tax dollars are used only for purposes approved by local voters.

RESOLUTION

1. The Board shall ask voters to approve a five-year local option levy in in November 2014 that would provide an estimated \$64.3 million in 2015-2016; \$66.2 million in 2016-2017; \$68.2 million in 2017-2018; \$70.2 million in 2018-2019; and \$72.3 million in 2019-2020.
2. The money shall be primarily used to fund teaching positions, maintain or lower class size, and fund programs necessary for a comprehensive education.
3. The fully allowable levy rate shall continue to be \$1.99 per \$1,000 of assessed value, which is estimated to cost roughly \$24.45 per month for the median home in the PPS district.
4. If the replacement local option levy passes, PPS and its Board shall not collect the final year of the current local option levy, approved in 2011;
5. The Citizen Budget Review Committee will continue to provide independent oversight to ensure that the funds are spent as the voters intended. The CBRC will continue to publish an annual report about the use of the local option funds and its benefit to student achievement.
6. The Board will continue to commission performance audits of the school district's activities, programs and services to achieve cost savings through increasingly efficient use of resources; as well as to seek opportunities to improve school effectiveness and capacity-building for increased accountability. Audits will continue to be conducted by an independent auditor who will work at the direction of the Board to define the scope and design of audits.
7. The Board of Directors of School District No.1, Multnomah County, Oregon, finds that for the reasons and purposes described in the proposed measure set forth below, it is necessary and appropriate to levy a local option tax under ORS 280.040 et seq. for the fiscal year beginning July 1, 2015, and for four additional fiscal years thereafter each commencing July 1.

June 23, 2014

8. A serial levy election is hereby called to be held at the General Election on the 4th day of November 2014, in the manner and between the hours provided by law, at which there shall be submitted to the electors of School District No. 1, Multnomah County, Oregon, the following proposal:

J. Isaacs

CAPTION (10 word limit):

PORTLAND PUBLIC SCHOOLS LEVY RENEWAL FOR SCHOOLS AND EDUCATIONAL PROGRAMS

QUESTION (20 word limit):

Shall district support schools; redirect funds from urban renewal; levy \$1.99 per \$1,000 assessed value for five years beginning 2015?

This measure renews current local option taxes.

SUMMARY (175 word limit):

PPS' current local option levy was approved by voters in 2011 to provide funding for schools and educational programs over 5 years. In 2013, the Oregon Legislature ended the diversion of some local option levy revenues to certain urban renewal districts, applicable to levies passed after January 2013. Renewal of this local option levy will direct approximately \$4 million more to the approved purpose of supporting education, without increasing taxes. The replacement levy will provide \$64.3 million, equivalent to about 640 teaching positions.

This replacement local option levy would:

- Continue to primarily fund teaching positions;
- Help to maintain or reduce class size;
- Support programs for a comprehensive education.

Levy cost remains \$1.99 per \$1,000 assessed property value, the same as the 2011 levy. Independent citizen oversight will review expenditures to verify that funds are used as approved by voters. This measure would replace the 2011 levy.

The levy will produce an estimated \$64.3 million in 2015-2016; \$66.2 million in 2016-2017; \$68.2 million in 2017-2018; \$70.2 million in 2018-2019; and \$72.3 million in 2019-2020.

EXPLANATORY STATEMENT (500 word limit)

Portland Public Schools currently serves over 48,000 students in 85 schools and other programs throughout the neighborhoods of Portland. PPS has set ambitious targets for student success, and, despite years of budget cuts, academic achievement has increased on six of the seven critical Milestone measures in the past three years. PPS enrollment is projected to grow by over 5,000 students in the next decade.

In serving the students of Portland, the district continuously strives to be fiscally responsible with taxpayer resources. Through many years of budget cuts, the district and school board have worked to preserve classroom education. At the same time, PPS has advocated for a greater level of state investment by the Legislature and worked to ensure that all dollars raised are spent well by the district and used for educational services for kids.

The legislature has recently increased its investment in K-12 education, but state funding for schools remains well short of the minimum necessary to fulfill the Quality Education Model. More investments are needed to continue to lower class size, rebuild programs, and add school days for students. In the meantime, funds raised by this local option levy will help to close the funding gap.

When it was learned that a state law was allowing local urban renewal districts to siphon off a portion of local option levy funds intended for schools, PPS and other school districts joined with teachers and supporters of social services to advocate for a change. In 2013, the Legislature unanimously approved legislation ending the diversion of funds, ensuring that all revenues from future local option levies will go to support schools as the voters intended. Replacing the existing levy now will allow PPS students to benefit from this change in the law.

June 23, 2014

The renewed local option levy will:

1. Primarily fund teaching positions.

- This will help protect & maintain class sizes that permit more individual attention for students;
- Funds help to maintain a well-rounded program, with enrichments for elementary and middle grades and electives in varied interest areas and disciplines for high school students.
- If approved, levy will provide funding equivalent to 640 teaching positions.

2. Continue to provide fiscal accountability and taxpayer oversight:

- This renewal maintains the existing local option levy rate of \$1.99 per \$1,000 assessed value and ensures that all funds raised are directed to the voter-approved purpose of supporting schools.
- This renewal provides approximately \$4 million more to schools each year without increasing taxes.
- This local option requires independent citizen oversight to ensure that tax dollars are used only for purposes approved by local voters.

Since this local option levy replaces the one passed by voters in 2011, Portland Public Schools Board of Education will not collect the final year of the current levy, maintaining the existing tax rate.

June 23, 2014

RESOLUTION No. 4936

Approving the Roosevelt High School Schematic Design, the Commitment of Additional Funds, and Initiating the Design Development Phase of Work

RECITALS

- A. Extensive community engagement and public input was sought for the development of a preferred Master Plan for Roosevelt High School.
- B. The draft area program defined by the Comprehensive High School Educational Specification (“Ed Spec”) was used as a guide to design the Roosevelt High School improvements and to develop the preferred Master Plan.
- C. The preferred Master Plan was adopted by the Board in December 2013 by Resolution No. 4852.
- D. The overall budget for the Roosevelt High School Modernization Project, in accordance with the 2012 Capital Bond Program was approximately \$70 million.
- E. Through additional schematic design development of the building configuration, additional square footage needed as a result of Ed Spec criteria, and final modifications to meet the Project budget, the total size of the Roosevelt High School Modernization project increased to approximately 235,000 square feet.
- F. As a result of refinement to building design and criteria, the revised budget to fully modernize RHS is approximately \$90 million which includes market adjustment funds and the bond reserve funds identified below.
- G. The Board approved Resolution No. 4840, which allocated approximately \$10 million from bond program reserve to support all three high school projects and \$1,021,000 of that sum needs to be allocated specifically to the Roosevelt project.
- H. During this budget cycle, the Board agreed to hire additional teaching staff and to reduce current teacher to student staffing ratios. In addition, the Board recently agreed to staff high schools to ensure that students can forecast for a full class load – up to eight credits. The Board acknowledges that these actions can impact the number of classrooms needed in schools.
- I. Any delay in approval of the Schematic Design for Roosevelt High School will result in added cost and delay to the project schedule.

RESOLUTION

- 1. The Board approves the Roosevelt High School Schematic Design dated June 16, 2014 and directs staff to enter into the Design Development phase for the Roosevelt High School project.
- 2. The Board directs staff during the Design Development phase to continue to explore opportunity for additional classroom space.
- 3. The Board requests that staff review the current Ed Spec for Comprehensive High Schools, with particular focus on Tier 1 vs. Tier 2 status for Teen Parent Services in each school and whether these services could be provided via a regional approach.
- 4. The Board requests staff to explore other opportunities to align building space features with delivery of educational programs for high school students, including structural enhancements which may support future growth of classrooms.

June 23, 2014

5. The Board approves using approximately \$1,021,000 from the bond program reserve, previously identified in Resolution No. 4840, to support the Roosevelt High School project.

RESOLUTION No. 4937

Acceptance of Corrective Action Plan

RECITALS

- A. In March 2013, the Oregon Department of Education (ODE) issued an order based on a complaint submitted by Portland Public School parents. ODE made two findings as part of its order:
 1. "The district does not meet the minimum standards for instructional time per credit as required by OAR 582-022-1131."
 2. "The District does not meet the minimum standards for a complaint process as required by OAR 581-022-1941."
- B. The District is required to submit a board-approved Corrective Action Plan to the ODE outlining the plan to:
 1. Comply with the minimum instructional hours per credit as required by OAR 581-022-1941
 2. Revise the complaint process to comply with OAR 581-022-1941
- C. Staff has developed a Corrective Action Plan to meet three requirements.
 1. PPS has submitted a high school schedule for the 2014-15 school year that meets the minimum instructional hours.
 2. Staff will present a revised complaint policy to the Board that outlines how issues may be appealed to the State.
 3. The District will submit to a follow-up process to ensure appropriate implementation of the Corrective Action Plan. The audit process will be developed and agreed upon in collaboration with members of the Parents Coalition and will be submitted to ODE no later than August 15, 2014.

RESOLUTION

The Board of Education accepts the Corrective Action Plan developed in response to the order from the Oregon Department of Education dated March 13, 2014.

A. Whalen

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RESOLUTION No. 4938

Approval of Head Start Recommendations and Reports Process

RECITALS

- A. Federal requirements call for the Governing Board of a Head Start Program to approve recommendations and reports for the Program.
- B. The Board of Directors for Portland Public Schools serves as the Governing Board for the PPS Head Start Program.
- C. Head Start offered a briefing for Board Members on their recommendations and reports on June 16, 2014.

RESOLUTION

The Board of Directors for Portland Public Schools, School District No. 1J, Multnomah County, Oregon, approves the following Head Start recommendations and reports:

- 2014-15 Budget Planning Recommendations
- Community Needs Assessment, May 2014
- Selection Criteria 2014-15
- PPS Head Start Program Options 2014-15
- Program Information Report
- 5-Year Program Goals, 2014-15
- Self-Assessment Program Recommendations 2014-15
- Governance Readiness Tool

H. Adair

RESOLUTION No. 4939

Approving Board Member Conference Attendance

RECITAL

1. Board Policy 1.40.070 requires Board approval for individual Board members to attend state or national meetings as representatives of the Board.
2. Portland Public Schools is a member of the Council of Great City Schools, which will hold its annual Executive Committee meeting in July 2014.

RESOLUTION

The Board affirms Director Knowles' position as a Member of the Council of Great City Schools Executive Committee and authorizes her to attend the annual meeting.

June 23, 2014

RESOLUTION No. 4940

Grievance Settlement Agreements between Portland Association of Teachers and School District No. 1,
Multnomah County, Oregon

RESOLUTION

The Board recognizes and appreciates the collaborative work of District staff and the Portland Association of Teachers to resolve a number of outstanding issues. The Chief Human Resources Officer (or designee) is authorized to negotiate and execute, as necessary, Grievance Settlement Agreements between the Portland Association of Teachers and School District No. 1, Multnomah County, Oregon, within the terms presented to the Board and filed in the record of this meeting.

S. Murray