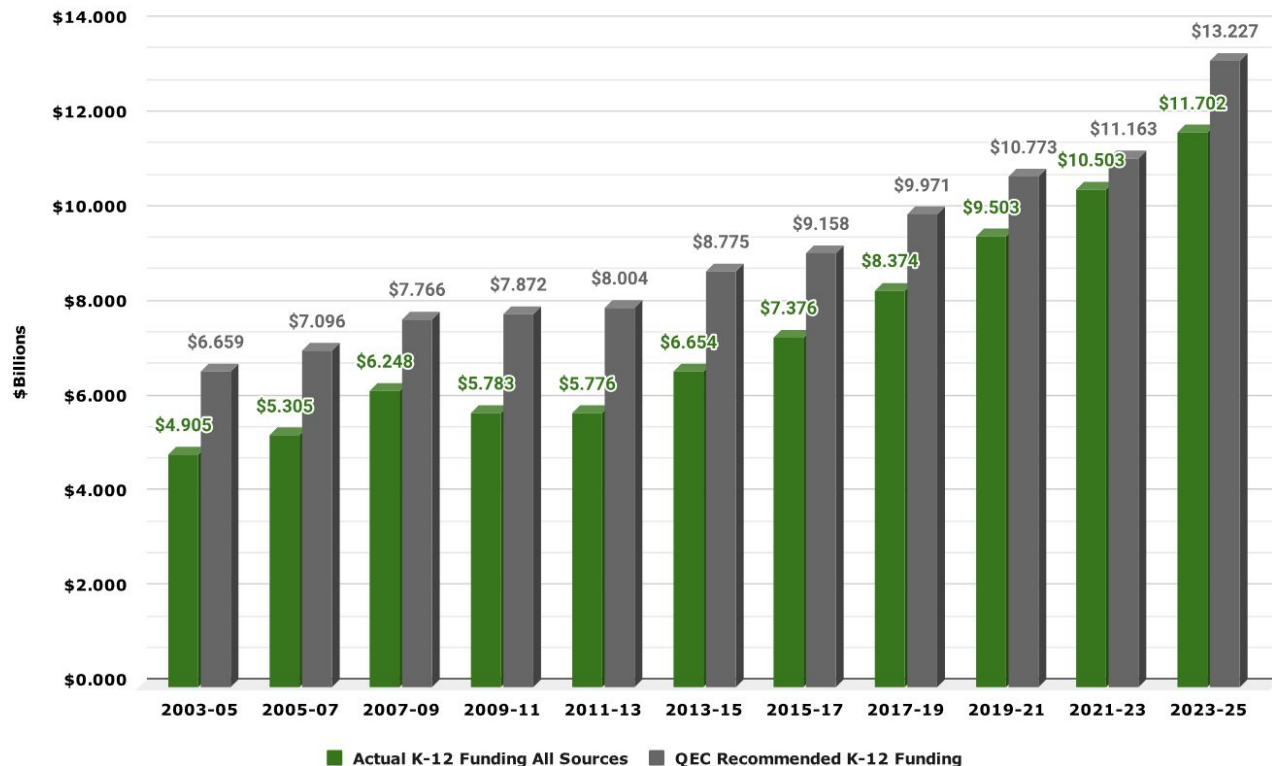


# Year 1 Reduction: \$7.5 million in cuts, including:

32.5 Full-Time Equivalent (FTE) reductions (most through attrition) which will reduce:

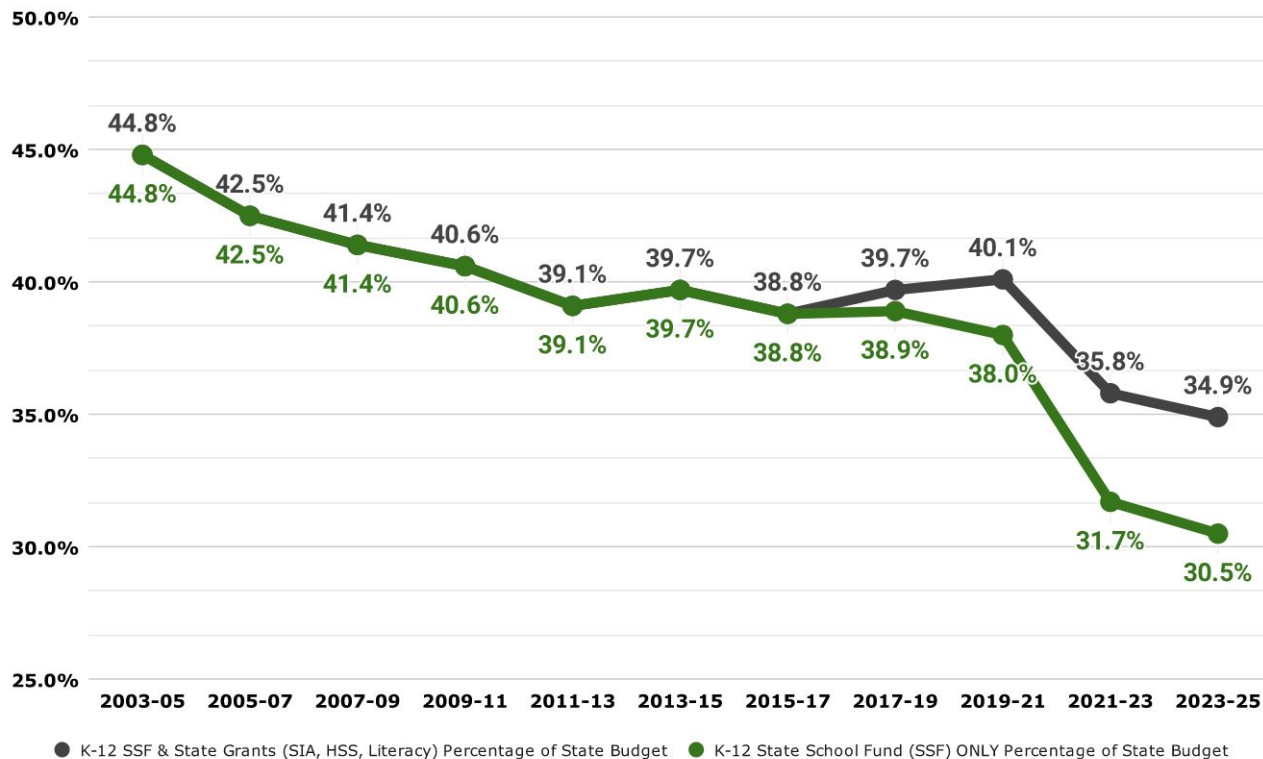
- District Level Administrators **12.1%**
- School-Based Administrators **8.2%**
- Confidential/Manager/Supervisors **5.9%**
- Certified Staff **2.5%**
- Classified Staff **0.9%**

# K-12 Funding Actual vs QEC Recommendation Over Time



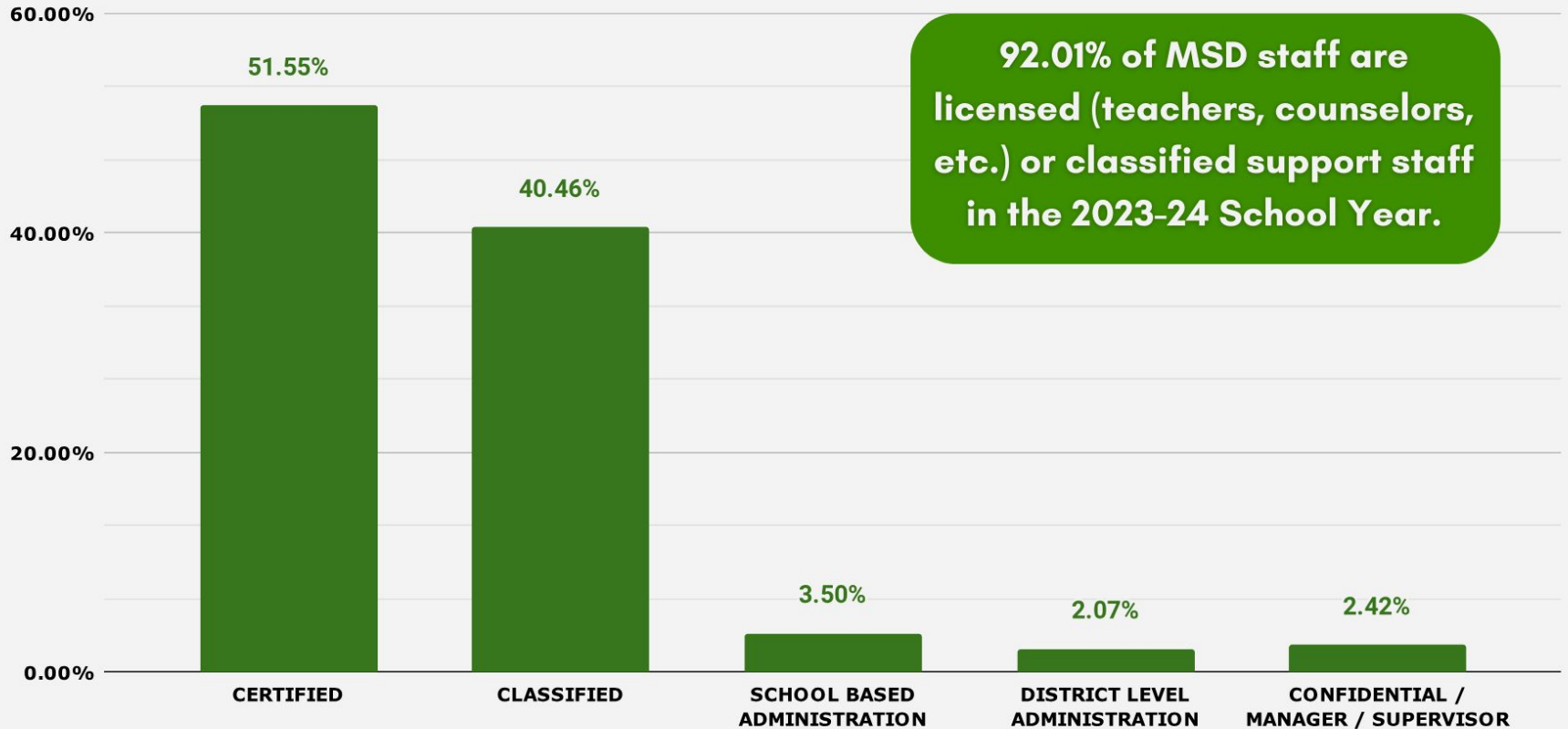
The Oregon Quality Education Commission estimates that Oregon K-12 education would need \$13.227 billion to fully implement its recommended model (QEM) for educational excellence in the 2023-25 biennium. This is \$1.525 billion or 13% more than the actual funding level for K-12 in 2023-25

# Oregon K-12 Biennial Funding As a Percentage of Total State Funding Over Time



Total state General Fund (GF) & Lottery Fund (LF) budget for 2023-25 is \$33.491 billion. K-12 education received \$9.457 billion from this budget, and another \$743 million from other state budget sources, for a total of \$10.2 billion. When measured against the GF and LF budget alone (helpful because this is historically where all State School Fund money came from), it represents 30.5%. When funds from Measure 98 (High School Success), the Student Investment Account, and the Early Literacy Grant are included, the total for non-capital K-12 education expenditures is \$11.702 billion, or 34.9%.

# STAFFING BY ROLE



**92.01% of MSD staff are licensed (teachers, counselors, etc.) or classified support staff in the 2023-24 School Year.**

# Proposed Legislative Priorities

## **Fund sustainable high-quality public education.**

State School Fund allocations simply must account for a higher percentage of the state's budget to adequately support the needs of Oregon students.

## **Increase the cap on special education (SPED) funding.**

The cap on funding special education was created in 1991 to be at 11% and remains at that level today, while statewide, 15% of students qualify for SPED services. MSD's funding gap in SPED is \$7 million this year alone.

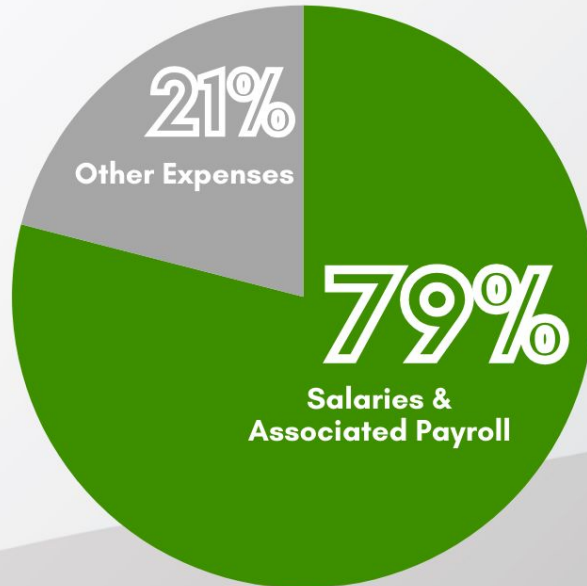
## **Stop passing unfunded mandates.**

New laws, without consideration of money to comply with those laws, means required increased spending. Examples: SB 819, Paid Leave Oregon, new unemployment laws.

# PROPOSED BUDGET

When contract services for Transportation, Speech Language Pathology Substitute Services and SPED student assessments are pro-forma restated as internal labor, the District percentage of funds spent on salary and benefits increases from 79.19% to 84.66%.

**2024-2025 PROPOSED BUDGET**

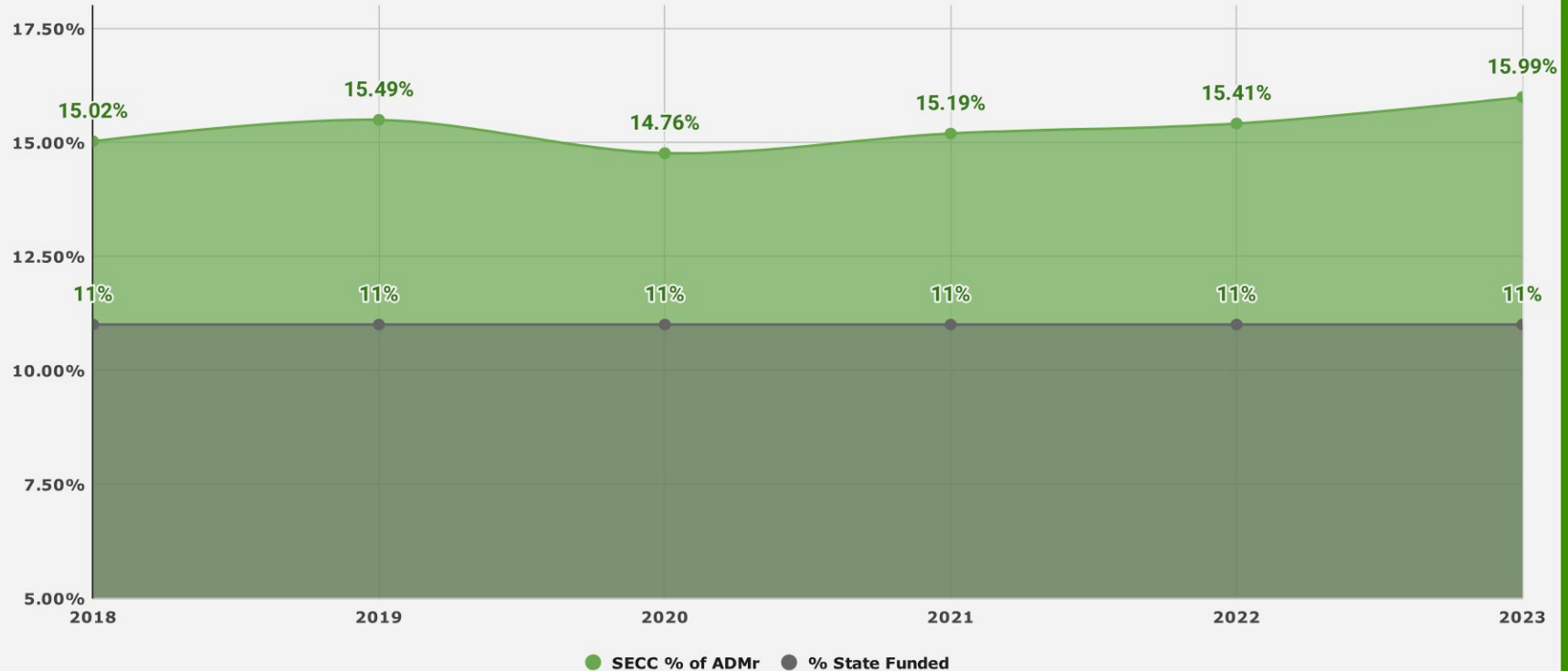


**PRO-FORMA  
2024-2025 PROPOSED BUDGET**



# SPECIAL EDUCATION FUNDING & COSTS

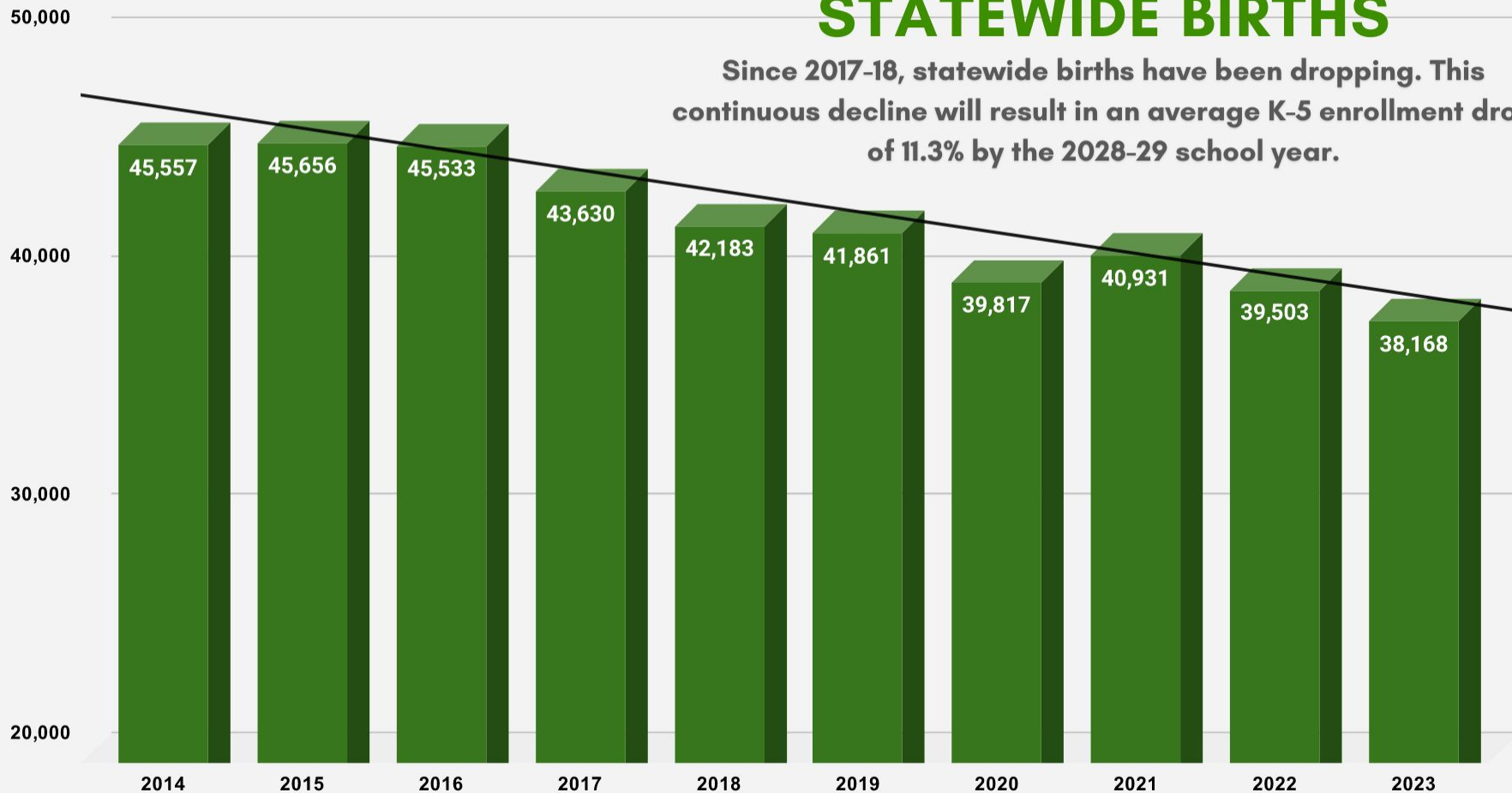
In 2023, MSD's Special Education Child Count (SECC) was 15.99%. The state only funds Special Education up to 11%, leaving the rest unfunded. This difference amounted to \$7.15 million being paid out of MSD's general fund.





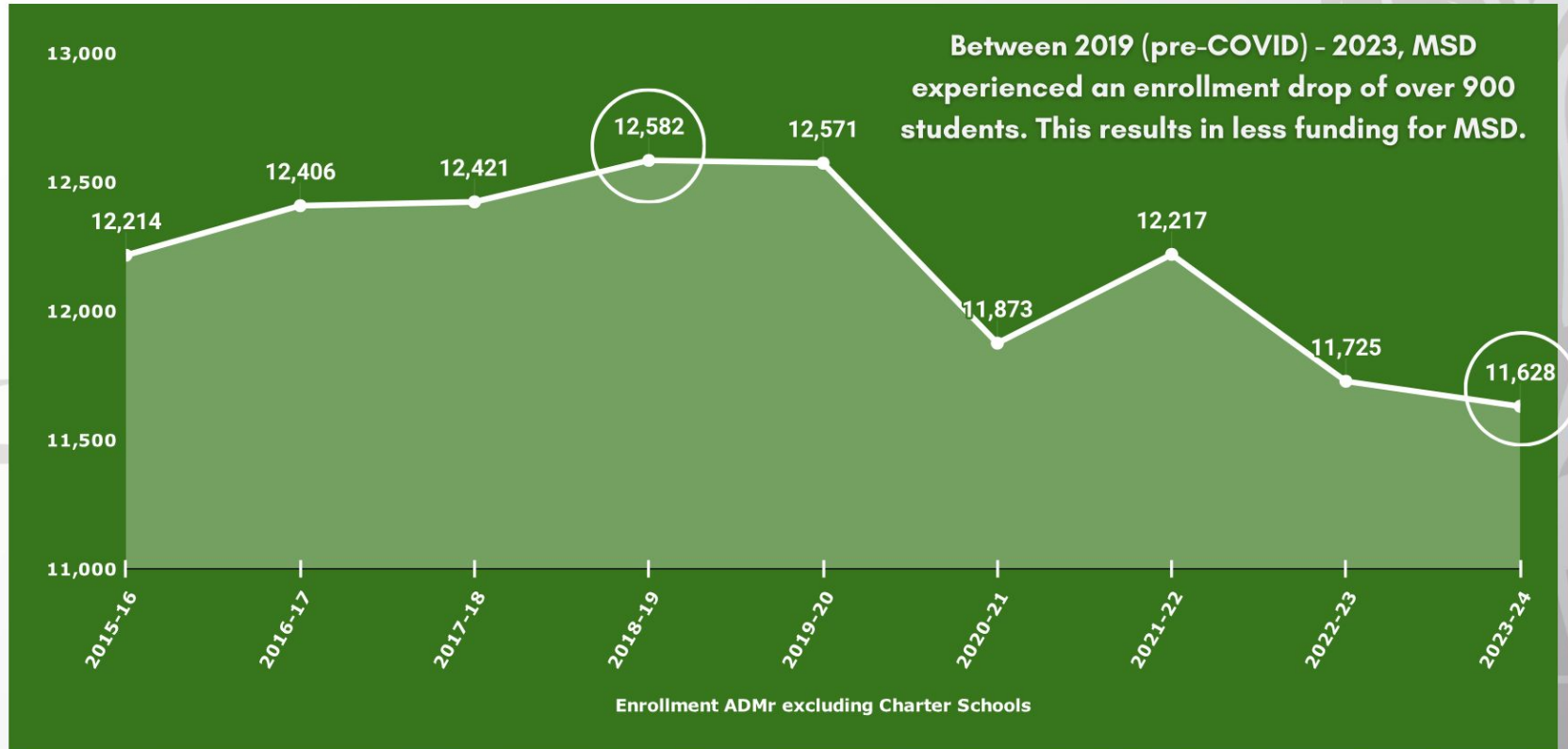
# STATEWIDE BIRTHS

Since 2017-18, statewide births have been dropping. This continuous decline will result in an average K-5 enrollment drop of 11.3% by the 2028-29 school year.





# STUDENT ENROLLMENT DECLINE



# Timeline

- Friday, April 26
  - Notify Impacted Individuals
  - Notify the Community
- Thursday, May 2 - Budget Committee Meeting # 1
- Thursday, May 16 - 2nd Budget Committee Meeting
  - Public comment, committee discusses and approves Proposed Budget.
  - Budget chair signs resolutions.
- Thursday, May 30 - 3rd Budget Committee Meeting – if needed
- Thursday, June 6 - Board Meeting.
  - Public Budget Hearing on FY24-25 Budget\*
  - Deliberate on budget approved by budget committee and considers additional public comment.
- Thursday, June 27 - Board Meeting; FY24-25 Budget Adoption\*
  - Board enacts resolutions adopting the budget, makes appropriations, imposes and categorizes tax levy.
- June 30 - District must submit balanced budget by this date.
  - District submits required budget documents to County Assessor, Department of Education, and Southern Oregon Education Service District by July 15, 2024.