

HARNEY EDUCATION SERVICE DISTRICT

PO Box 460 | 25 Fairview Heights | Burns, Oregon
97720

Fillmore Building 541.573.2426 | Regional Service Center 541.573.2122 | Early Childhood Center
541.573.6461

Harney ESD BUDGET BOARD MEETING

April 10, 2019

Present: Pat Sharp, Zone 1 (Burns/Hines)
Sandy Volle, Zone 2 (Burns/Hines)
Charles Dunten, Zone 3 (Crane/ Pine Creek/ Drewsey)
Doug Stott, Zone 4 (Diamond/South Harney)
Daniel Brown, Zone 5 (Suntex/Frenchglen/Double O)
Kirk Davies, Zone 6 (At Large)
Julie Weikel, Zone 7 (At Large)
Dan Otley, Position 3 (Crane/Pine Creek/Drewsey)
Rod Hoagland, Position 4 (Diamond/South Harney)
Lauren Brown, Position 5 (Suntex/Frenchglen/Double O)
Loretta Payrollez, Position 6 (At Large)

Also Present: Charles Beck, Superintendent
Cori Wright, Business Manager
Hollie Held, Board Secretary

CALL TO ORDER

Board Chair Dan Brown called the April Budget Board Meeting to order at 1:30 p.m. at the Harney ESD Regional Services Center located at 25 Fairview Height Loop.

PLEDGE OF ALLEFIANCE

VISITORS/STAFF

Staff:
Eric Nichols
Donna Schnitker

Visitors:
Shannon Criss

ELECTION OF PRESIDING OFFICER

Board Chair Dan Brown asked for nominations for presiding officer. Charles Dunten nominated Pat Sharp as the presiding officer. Kirk Davies seconded the motion, and the motion passed unanimously.

PRESENTATION

BUDGET MESSAGE FY 2017-18

Superintendent Beck presented the Annual Budget Message. The budget message said in part, " *This budget adheres closely to the enclosed 2019-2020 Local Service Plan developed and approved jointly by the HESD Board of Directors and the component school districts. The Local Service Plan serves as a guide to how ESD's should utilize their dollars to best serve the school districts. HESD and the component school districts met monthly this past fall to discuss individual as well as common needs.*"

The 2019-2020 budget is based on the best information available at the time of this writing. This budget includes the following assumptions:

- Total Budget is \$5,038,940
- SSF total revenue is estimated at \$1,396,114 with pass through dollars to Harney County School District #3, due to their recent "Opt Out" in the approximate amount of \$484,500.
- With the retirement of our current Superintendent, the departure of our Curriculum Director/Technology Director as well as the "OPT OUT" of School District #3 we have combined the duties of Superintendent, Instructional Support/Professional Development and Technology Director. With the change of duties, the position has been extended to full-time (1 FTE)
- Administrative salary increase of 5-10%. No increase was given in the 2017-2018 budget.

- Employer contribution for health insurance premiums went up to \$1350 per month per full time employee. According to Oregon Association of Education Service Districts, in 2018-19 school year the state average for employer's contribution was \$1,308.14 (low-\$602 / high - @2,071.03).
- This budget uses a 5% indirect rate. HESD's approved indirect rate is 9.00%
- Public Employees Retirement System (PERS) employer rate for the 2019-21 biennium is 32.03% (previously 27.20%) for Tier I/II eligible employees and 26.58% (previously 21.87%) for OPSRP (Oregon Public Service Retirement Plan) employees.
- Mileage is reimbursed at IRS federal mileage rate. Current federal mileage rate is 58.0¢
- 2019 per diem is \$13 breakfast, \$14 lunch, \$23 dinner or \$55/day
- Head Start budget increased from \$783,972 to \$940,114, with the addition of Extended Day funding.
- Fund 285 is new to reflect revenue and rent received for HESD buildings.
- EOT Fund 501 has been closed and the ending fund balance transferred to Fund 296 Technology Services.
- \$30,000 transfer from General Fund to PERs Fund 276.
- \$10,000 transfer from General Fund to Building Fund 401.
- \$30,000 transfer from General Fund to Vehicle Fund 404.

This budget identifies facility and vehicle costs by location:

- (1) Fillmore Bldg. (2) Early Childhood Center (3) Region Service Center

BUDGET DOCUMENT REVIEW

Business Manager Cori Wright presented the 2019-2020 budget. The All Funds Summary was as follows:

General Fund (100)	\$2,082,425
Special Programs Fund (200)	\$2,658,766
Capital Projects Fund (400)	\$297,749
Entrepreneurial Fund (500)	\$0
All Funds Total	\$5,038,940

QUESTIONS/COMMENTS

There were no questions or comments.

BUDGET BOARD ACTION

Charles Dunten made a motion to approve the 2019-2020 proposed Harney ESD budget as presented. Sandy Volle seconded, and the motion carried.

MEETING CLOSURE

With no further business, Presiding Officer Pat Sharp adjourned the meeting at 2:45 p.m.

Pat Sharp, Presiding Officer