

# Eugene School District / 2009-10 Impact of Proposed\* Oregon K-12 Funding



	<u>Actual (ADMr)</u>	<u>Weighted (ADMw)</u>	
<b>Students</b>	2007-08 Enrollment:	17,001	20,167.7
	2008-09 Enrollment:	16,812	19,869.5
	2009-10 Projected Enrollment:	16,713	19,737.9
<b>State School Fund</b>	2008-09 SSF Allocation, including SIF: <i>Before 2008-09 mid-year across-the-board reduction</i>		\$128,800,988
	Projected 2009-10 SSF Allocation: <i>Based on ODE "Analysis of Governor's 2009-11 Recommended Budget", 12/23/08</i>		\$129,105,954
	2009-10 SSF Allocation Needed to Maintain Current Programs: <i>District estimate</i>		\$138,000,000
<b>09-10 Deficit</b>	<b>Projected 2009-10 School District Deficit:</b>		<b>\$8,894,046</b>
	Equivalent to cutting <b>20 school days</b>		
	Equivalent to cutting <b>100 teachers</b>		
<b>08-09 Cuts</b>	2008-09 Mid-Year Budget Cuts:		<b>\$1,463,419</b>
	<i>Required because of mid-year across-the-board reduction. Our district made these reductions by curtailing future contingency requests (\$700,000), eliminating transfer to Capital Projects Fund (\$520,000), reducing transfers for bus fleet replacement (\$583,000), reducing transfers for retirement (\$200,000). Reductions are greater than stated above because the district's budget was based on the higher SSF estimate provided March 31, 2008.</i>		

## Eugene

District 4J has experienced declining enrollment for a number of years, and the effects are becoming more and more difficult to absorb without making significant changes in the way instruction is delivered. Only half of the loss of state per pupil funding is recovered through reductions in teaching staff to track enrollment declines. Employee costs represent approximately 83% of operating expenditures. Contracts include cost of living increases of 3.25% and 3.0% for teaching and classified staff, respectively. Projecting a PERS rate decline of 4% is expected to yield \$3.2 million in savings in 2009-10; however, anticipated growth in PERS rates for 2011-13 may increase costs by almost \$7 million.

Despite approximately \$14 million in local option levy revenues and a one-time cushion of almost \$4 million in reserves, Eugene will need to make significant reductions in its educational program. Options include reducing school staff as well as staff in central services, closing small schools, reducing certain instructional programs, and cutting work and/or school days.

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\*Governor's 2009-11 Recommended Budget, at the "Essential Budget Level"