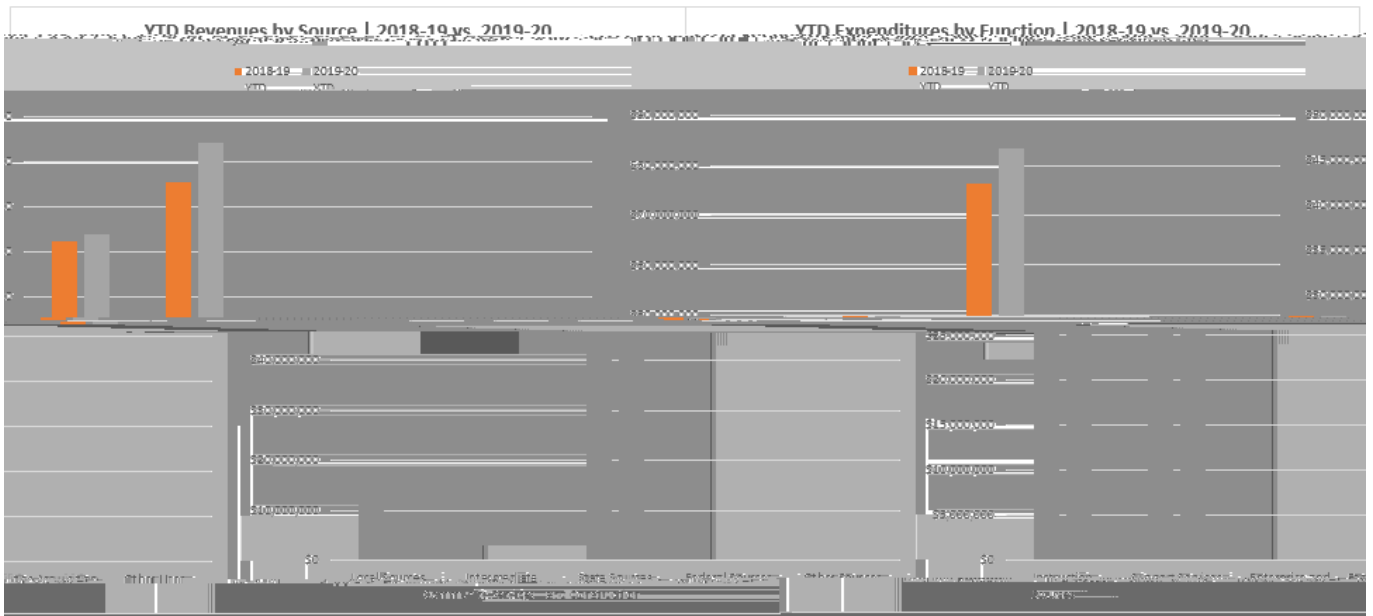
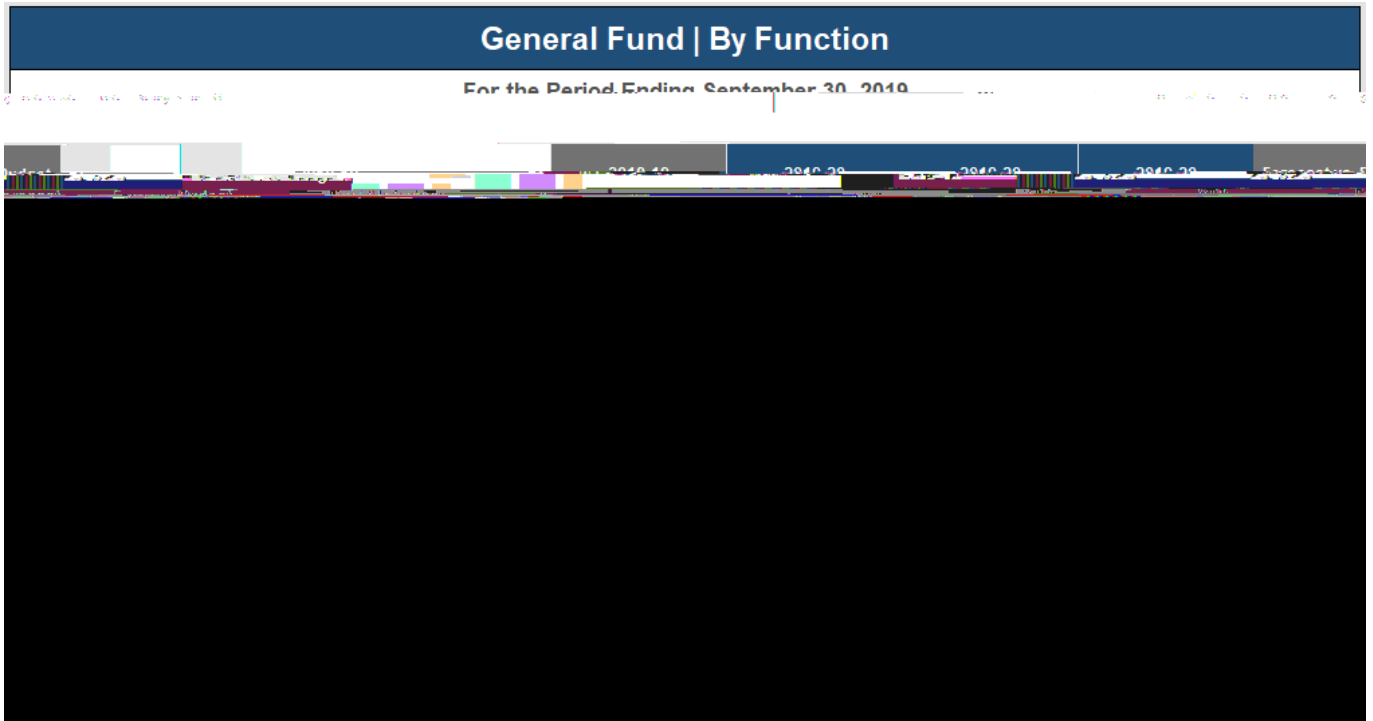


Date: October 29, 2019

To: Portland Public Schools Board of Education

General Fund:

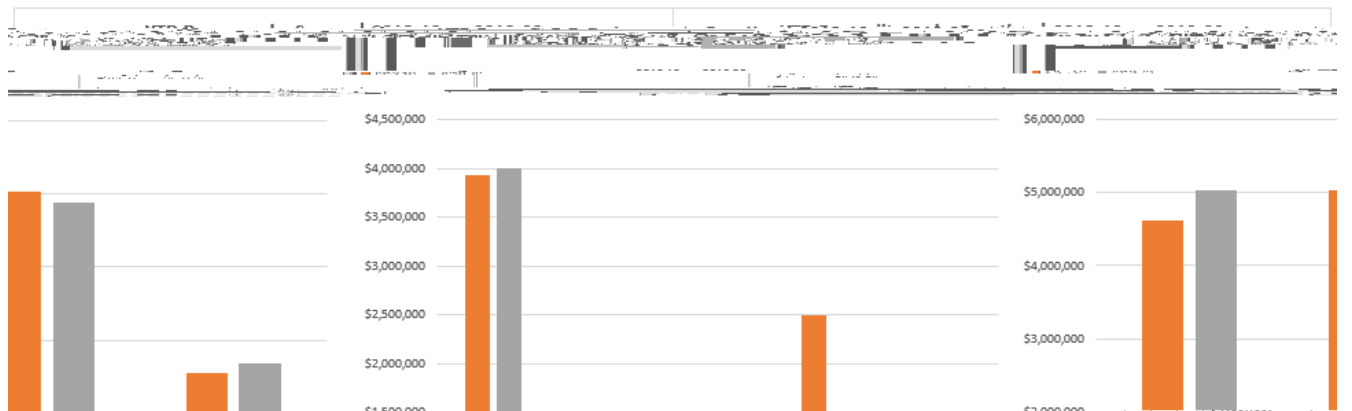
This fund includes all activities of the District that are supported by the State School Fund including property taxes. This fund is considered a Major Governmental Fund and is unrestricted.



Special Revenue Fund

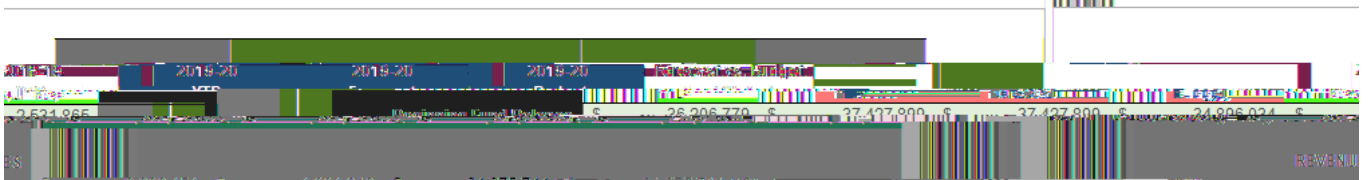
This fund includes the federal and state grants, as well as the Student Body Fund, and is restricted.

Special Revenue Fund - By Function		For the Period Ending September 30, 2019				
Forecast vs. Budget Fav / (Unfav)		2018-19 YTD	2019-20 YTD	2019-20 Forecast	2019-20 Budget	For
		26,289,730	27,407,800	27,407,800	24,286,004	
	REVENUES					
875,744	Local Sources			2,409,404	4,004,819	24
146,005	Intermediate Sources			-	-	
23,989,184	State Sources			102,424	55,454	
53,501,033	Federal Sources			2,489,459	522,520	
	Other Sources			33,050	-	
	TOTAL REVENUE					
6,565,196		4,582,593	102,511,966	102,511,966		
	EXPENDITURES					
	Instruction	4,614,594	5,025,694	52,519,000	52,519,000	
	Support Services	5,032,525	4,890,929	30,839,000	30,839,000	
	Facilities Acquisition and Construction	-	-	20,285,000	-	
	Other Uses	-	-	59,000	59,000	
	Contingencies	-	-	-	-	
	TOTAL EXPENDITURES					
		12,593,422	107,802,000	107,802,000	12,193,000	
	SURPLUS / (DEFICIT)					
			(5,627,828)	(8,010,829)	(5,290,034)	



Special Revenue Fund | By Object

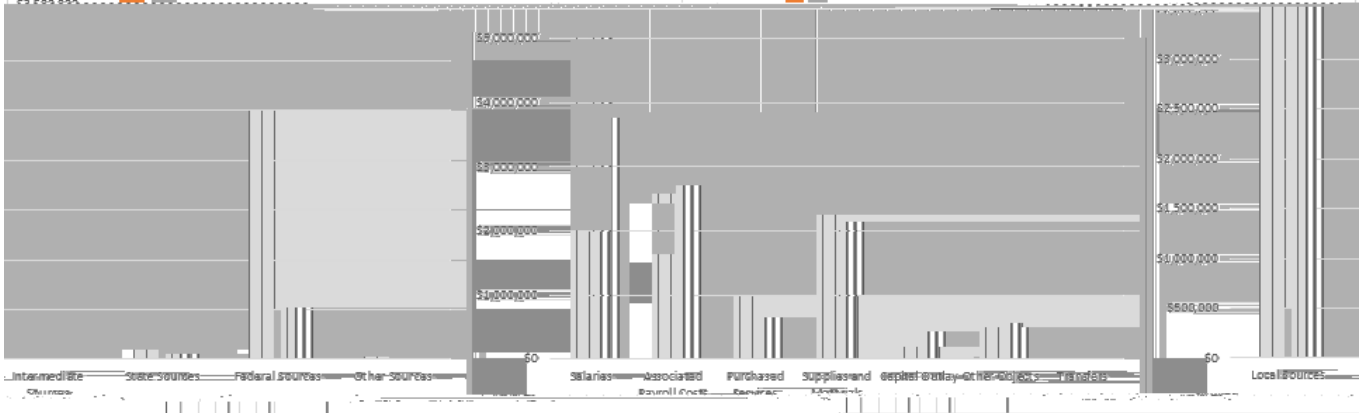
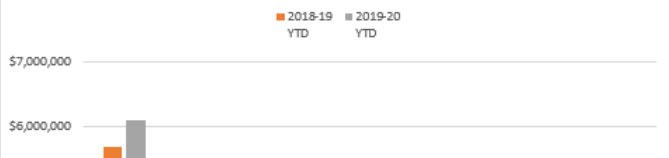
For the Period Ending September 30, 2019



YTD Revenues by Source | 2018-19 vs. 2019-20

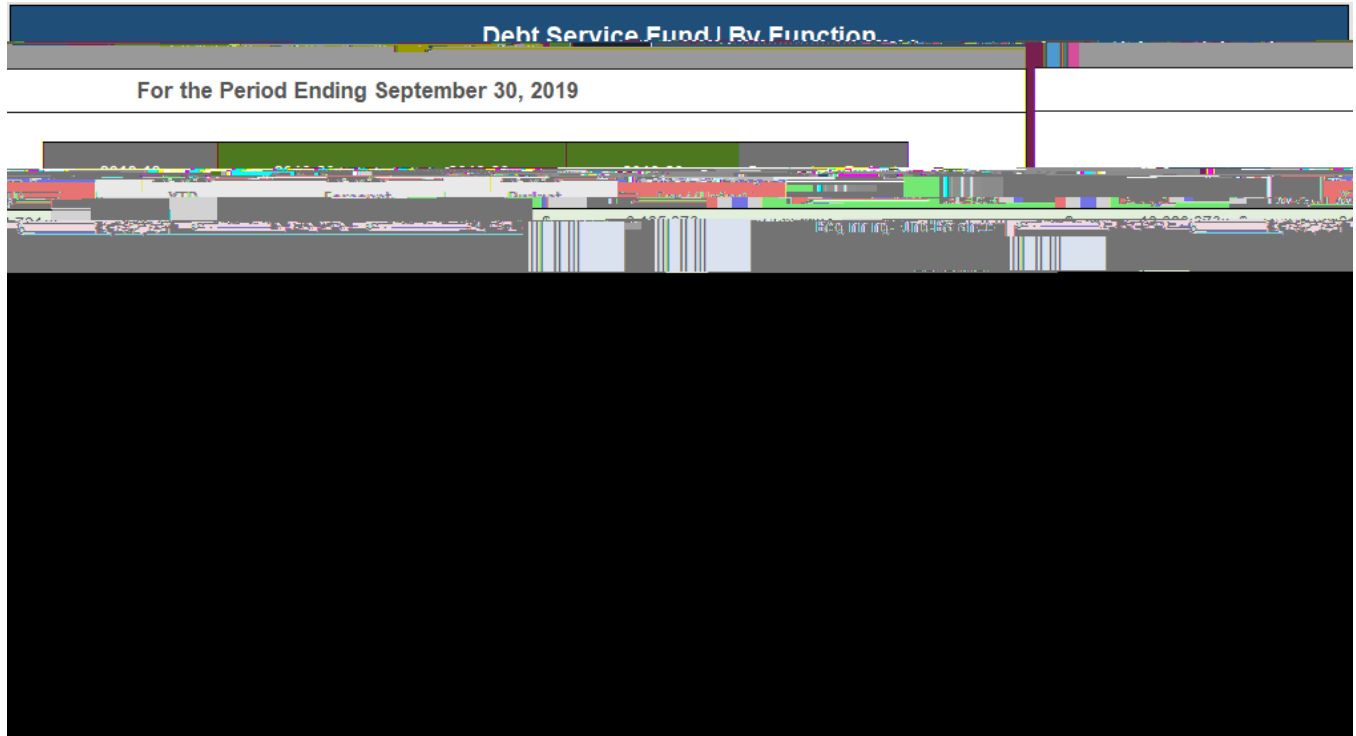


YTD Expenditures by Object | 2018-19 vs. 2019-20



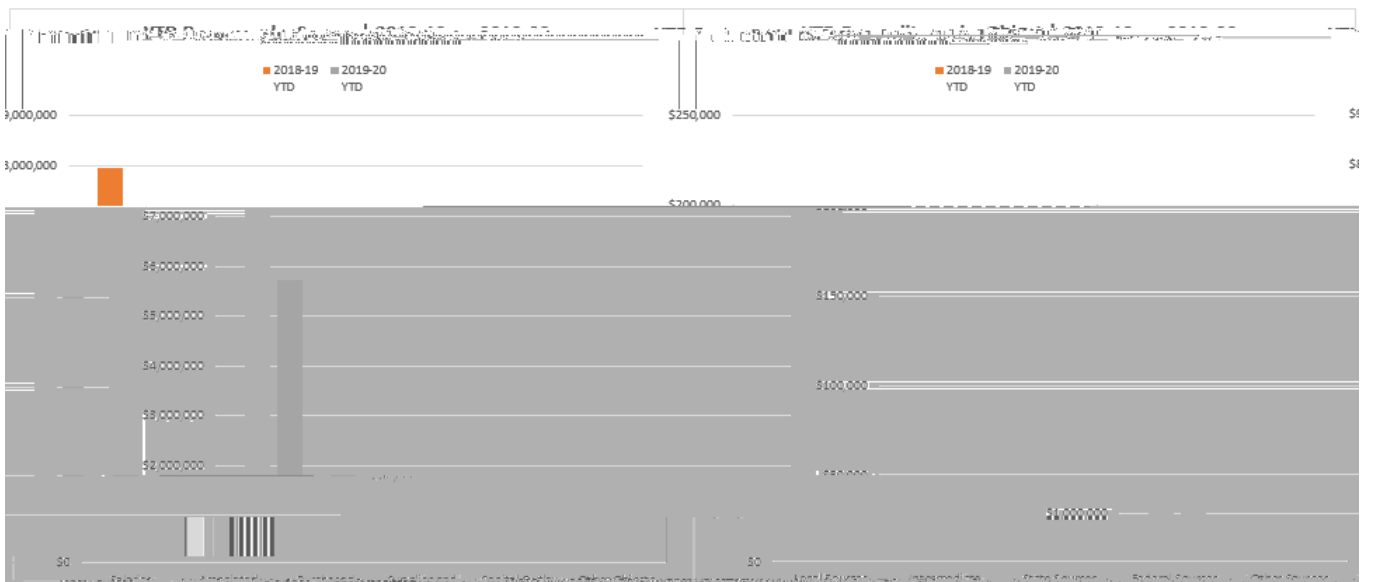
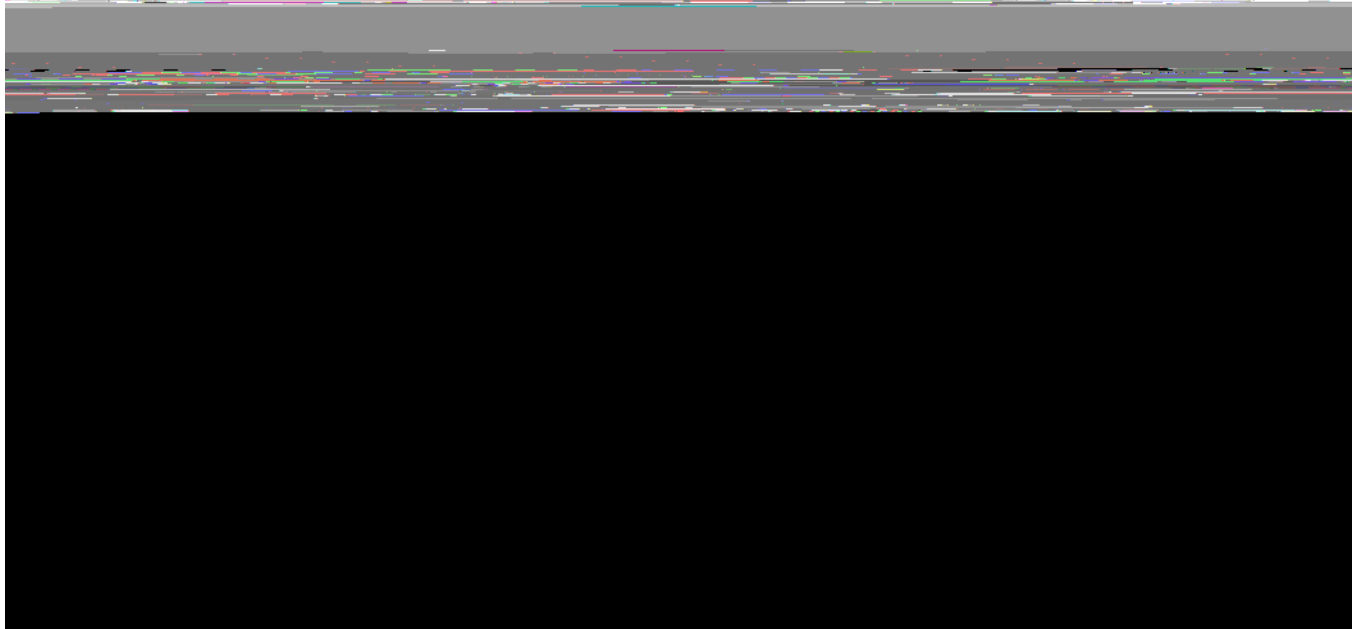
Debt Service Fund

This fund accounts for tax revenues and debt service payments related to bond measures approved by voters. This fund is considered a Major Governmental Fund and is restricted.



Debt Service Fund | By Object

For the Period Ending September 30, 2019

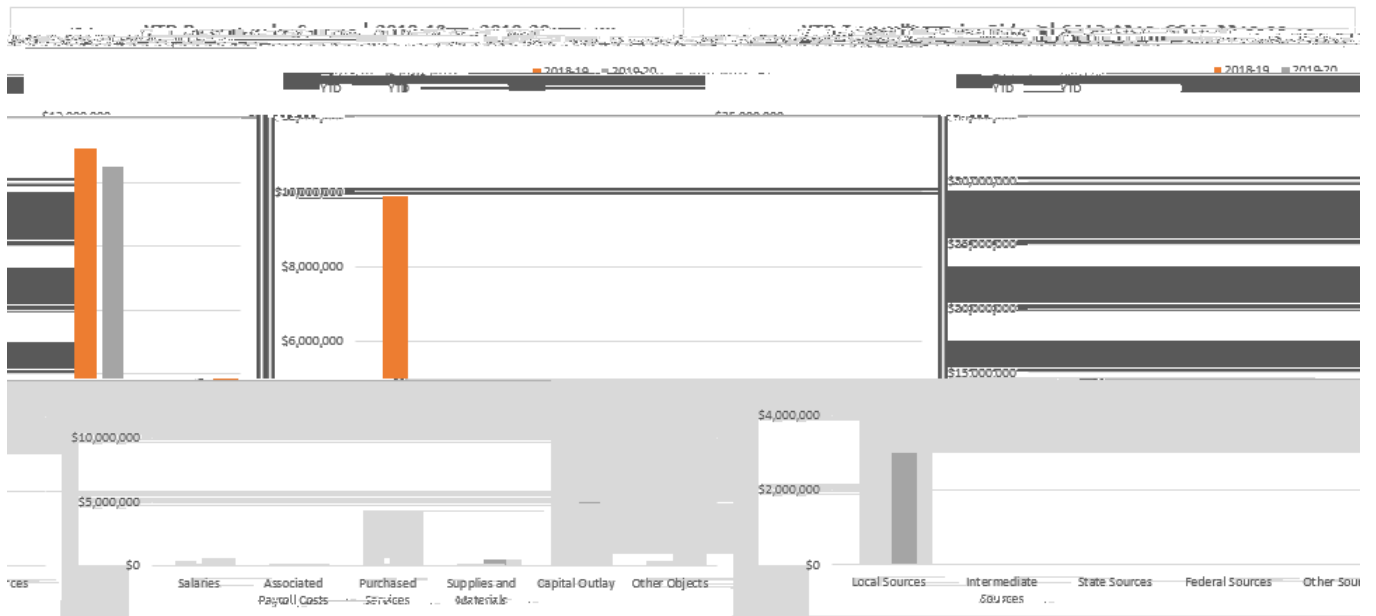


Capital Projects Fund | By Object

10/29/2019 11:05 AM

YTD YTD YTD YTD

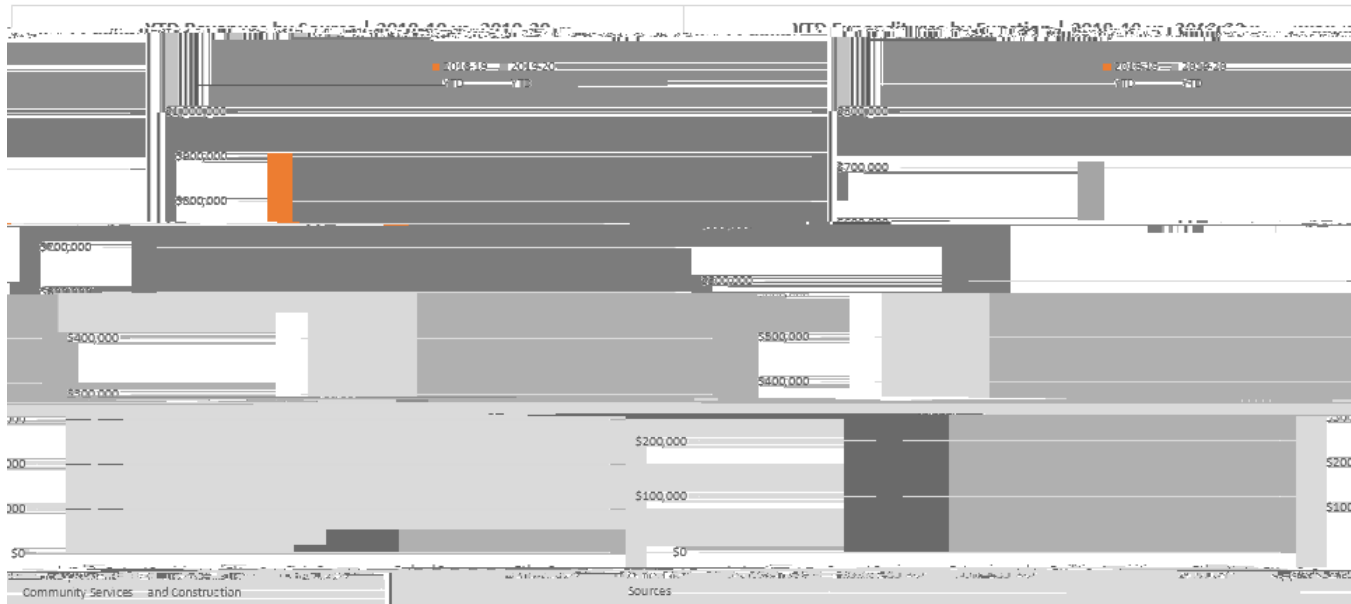
Category	2018-19	2019-20	2018-19	2019-20
Revenue				
Informational	\$0	\$0	\$0	\$0
General	\$0	\$0	\$0	\$0
Federal	\$0	\$0	\$0	\$0
Grants	\$0	\$0	\$0	\$0
TOTAL REVENUE	\$0	\$0	\$0	\$0
EXPENDITURES				
Salaries	\$0	\$0	\$0	\$0
Associated Payroll Costs	\$0	\$0	\$0	\$0
Purchased Services	\$0	\$0	\$0	\$0
Supplies and Materials	\$0	\$0	\$0	\$0
Capital Outlay	\$2,000,000	\$0	\$0	\$0
Other Objects	\$0	\$0	\$0	\$0
Total Expenditures	\$2,000,000	\$0	\$0	\$0
Fav / (Unfav)	\$0	\$0	\$0	\$0



Internal Service Fund

This is the insurance reserve fund for workers' compensation insurance and risk management. This fund is considered as restricted.

Internal Service Fund By Function						
For the Period Ending September 30, 2019						
	2018-19	2019-20	2019-20	2019-20	Forecast vs. Budget	
	YTD	YTD	Forecast	Budget	Fav / (Unfav.)	
REVENUES						
599,733	\$ 3,796,264	\$ 3,796,264	\$ -	\$ -		Local Sources \$ 908,253
-	\$ -	\$ -	\$ -	\$ -		Intermediate Sources \$ -
52,112	\$ 176,902	\$ 176,902	\$ -	\$ -		State Sources \$ 17,673
-	\$ -	\$ -	\$ -	\$ -		Federal Sources \$ -
-	\$ -	\$ -	\$ -	\$ -		Other Sources \$ -
651,845	\$ 3,973,166	\$ 3,973,166	\$ -	\$ -		TOTAL REVENUE \$ 925,926
EXPENDITURES						
Instruction	\$ -	\$ -	\$ -	\$ -		Enterprise and Community Services
Support Services	\$ 445,723	\$ 711,657	\$ 3,754,568	\$ 3,754,568		Facilities Acquisition and Construction
Services	\$ -	\$ -	\$ -	\$ -		Other
Construction	\$ -	\$ -	\$ -	\$ -		Contingencies
Uses	\$ -	\$ -	\$ -	\$ -		Unappropriated Ending Fund Balance
Agencies	\$ -	\$ 8,324,000	\$ 8,324,000	\$ -		TOTAL EXPENDITURES \$ 12,078,568
Balance	\$ -	\$ -	\$ -	\$ -		
TOTALS	\$ 445,723	\$ 711,657	\$ 12,078,568	\$ 12,078,568		
					Ending Fund Balance	\$ 11,307

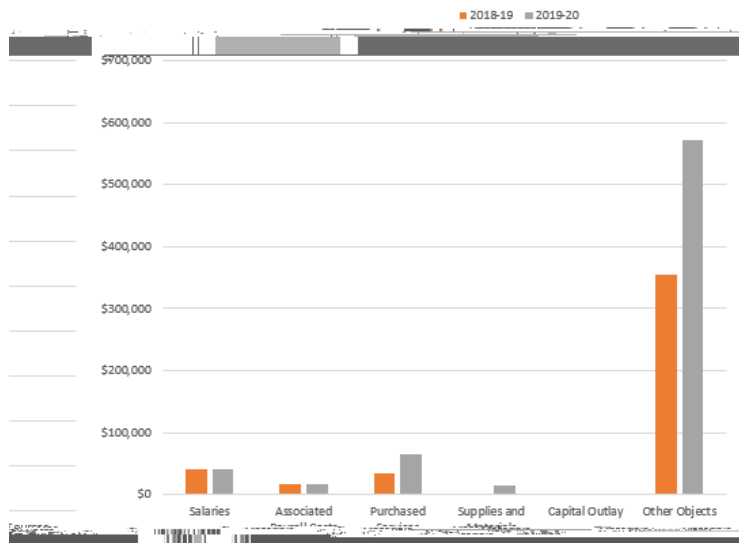


Internal Service Fund | By Object

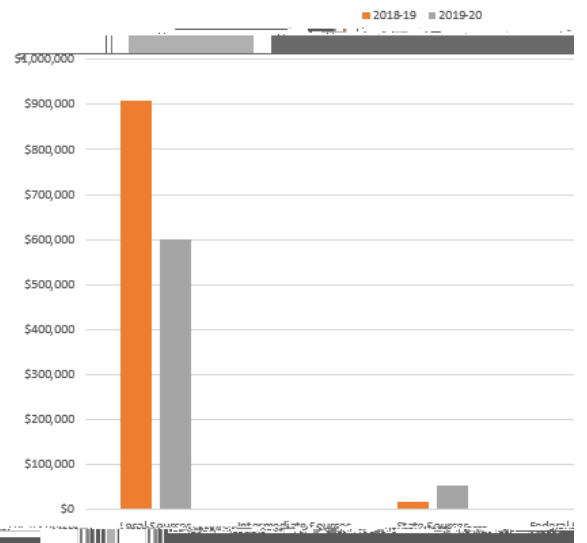
For the Period Ending September 30, 2019

	2018-19 YTD	2019-20 YTD	2019-20 Forecast	2019-20 Budget	Forecast vs. Budget Fav / (Unfav)
9	\$ 8,105,402	\$ 11,307			
Beginning/Fund Balance			\$ 5,936,749	\$ 8,116,709	\$ 8,116,709
REVENUES					
Interest on Investments					
Sales of Property					
Fees and Charges					
Grants					
Miscellaneous					
Operating					
Other					
Total	\$ 178,902	\$ 178,902			
EXPENDITURES					
Salaries					
Benefits					
Travel					
Supplies and Materials					
Capital Outlay					
Other Objects					
Total	\$ 11,307	\$ 11,307			

VTD Revenues by Source | 2018-19 vs. 2019-20



VTD Expenditure by Object | 2018-19 vs. 2019-20



Estimate of Membership Update (Enrollment Update)

The State of Oregon funds school districts through State School Fund Grants. A key component of the State School Fund calculation is student count, weighted by certain demographics. This student count is also referred to as weighted Average Daily Membership, or ADMw.

District-wide student enrollment, year-over-year, is relatively flat:

- FY2018-19 final ADMw was 57,621, just 6 students less than that shown in the FY2019-20 Adopted Budget (page 21).
- FY2019-

Account	Balance	Yield	Category	Current	Par	Value	Maximum %	Portfolio	Policy
115	2.96%	Corporate Notes	\$ 11,571	\$ 11,500	\$ 11,568	\$ 11,537	2.7%	35%	
GOVERNMENT AGENCIES									
arm Credit Banks	45,683	45,617	45,580	45,644	10.5%	50%	366	1.60%	Federal F
Home Loan Banks	41,438	40,800	40,888	40,958	9.5%	50%	399	1.59%	Federal H
Home Mortgage Corp (FreddieMac)	17,287	17,300	17,263	17,297	4.0%	50%	227	1.54%	Federal H
National Mortgage Association (FannieMae)	7,494	7,490	7,486	7,494	1.7%	50%	91	1.43%	Federal M
in Funding Corporation (FFC)	36,883	38,560	37,997	38,053	8.8%	50%	280	1.85%	Resolutio
1.64%	Sub Total Federal Agencies		\$ 178,639	\$ 179,567	\$ 178,965	\$ 179,278	41.4%	100%	348
1.07%	US Treasury Securities		\$ 81,639	\$ 85,499	\$ 85,997	\$ 85,596	8.0%	100%	510
0%	837	1.75%	Municipal Bonds	\$ 861	\$ 865	\$ 862	\$ 864	0.2%	80
			Sub Total Investments	\$ 275,703	\$ 278,931	\$ 276,790	\$ 277,275		
Cash and Equivalents									
0%	1	2.02%	Cash and Cash Equivalents	136,489	136,489	136,489	136,489	31.5%	100
0/A	1	2.45%	LGIP PERS (Restricted)**	19,163	19,163	19,163	19,163	4.4%	N
			Sub Total Cash and Equivalents	\$ 155,651	\$ 155,651	\$ 155,651	\$ 155,651		

Investments in single entity- Government Agencies (50%), Corporates (5%) and Banks (10%) in addition to category total. *Board Policy 8.20.010-P restricts investments in single entity- Government Agencies (50%), Corporates (5%) and Banks (10%) in addition to category total. **LGIP Public Employees Retirement System account is used to pay pension debt obligations only by a Trustee Bank not available for operating or capital needs.

Book Value: The balance sheet account balance based on the original cost adjusted for amortization of any purchase premium or discount over its expected maturity. **Book Yield:** The expected total return on a bond held to maturity based on the purchase price paid and coupon interest rate to be received until maturity.

Real Estate Update

The attached Real Estate report in the appendix section provides an overview of the existing contracts that provide dedicated PPS facilities (both in schools and in administrative buildings) to non-PPS entities during school hours. These contract range from Real Property Leases and Licenses that provide dedicated space (often in exchange for rent) to Inter-governmental Agreements that provide dedicated space for non-PPS staff who provide services to our PPS students. Most of these contracts are multi-year agreements and will not change substantially from quarter to quarter. Any changes that do occur are shown in red. Such changes include the extension or expiration of existing contracts and the addition of new contracts.



Appendix A – Local Option Cap Analysis

Portland School District voters approved a five-year local option property tax levy in November 2014. The local option tax at the rate approved by voters (\$1.99 per \$1000 of assessed value).

The local Option Levy can trigger a reduction in state school support if collections exceed limits contained in state law (ORS 327.011). The 2018 Legislature (House Bill 4117) increase these limits. Under the new law, a district's state school fund payment will be reduced to the extent local option taxes exceed the lower of:

Appendix B – General Fund Year-To-Date Comparison, 2018-19 and 2019-

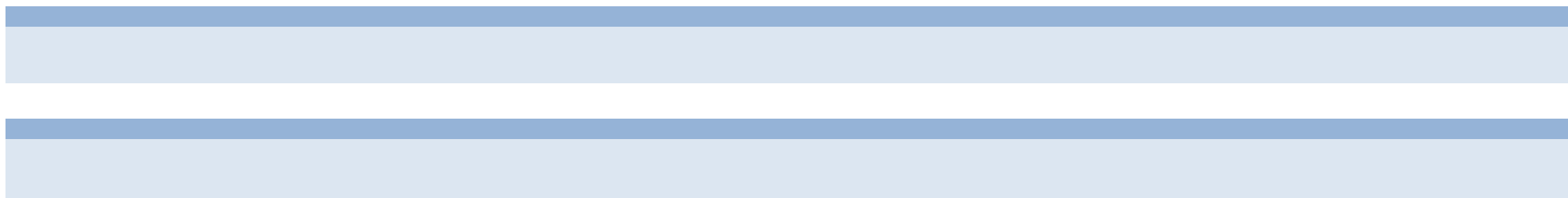
Appendix C – Real Estate Report

Portland Public Schools: Real estate contracts for dedicated space during school hours (Excludes Civic Use of Buildings Permits)

10/15/2019 - (CONTRACT/RELATIONSHIP OWNER) shown in parenthesis. Changes since last report shown in red.

LEASE (PPS REAL ESTATE MANAGER)

Building	Tenant	Tenant Type	Square Feet	Initial Lease Commencement	Current Contract Expiration*	30 Day Termination Notice	Current Monthly Rent	Contract Type	Comments
BESC	Multnomah County	Office	38,250	2000	2099	N	Rent Prepaid	Lease	



SERVICES CONTRACT (VARIOUS - SEE COMMENTS)									
Building	Tenant	Tenant Type	Square Feet or Number of Rooms	Initial Lease Commencement	Current Contract Expiration	30 Day Termination Notice	Current Monthly Rent	Contract Type	Comments
CRESTON	Columbia Regional Programs	Grades K-5	3 classrooms				\$ -	Contract	Deaf and hard of hearing students; PPS holds contract for multiple counties. (LISA MCCONACHIE)
FRANKLIN	Albina Early Head Start	Teen Parent Services	1 classroom				\$ -	Contract	(CHERYL JAMES, Teen Parent Program)
GRANT	Albina Early Head Start	Teen Parent Services	1 classroom				\$ -	Contract	(CHERYL JAMES, Teen Parent Program)
JEFFERSON HS	SEI	Student Support	3 classrooms				\$ -	Contract	(Dani Ledezma, Director of Equity and Partnerships)
MADISON@MARSHALL	Albina Early Head Start	Teen Parent Services	2 classrooms				\$ -	Contract	(CHERYL JAMES, Teen Parent Program)
MT. TABOR	Columbia Regional Program	Grades 6-8	1 classroom				\$ -	Contract	Deaf and hard of hearing students; PPS holds contract for multiple counties. (LISA MCCONACHIE, Senior Director)
ROOSEVELT	Albina Early Head Start	Teen Parent Services	2 classrooms				\$ -	Contract	(CHERYL JAMES, Teen Parent Program)
WILCOX	Columbia Regional Program	Office	19,102				\$ -	Contract	PPS holds contract for multiple counties. (LISA MCCONACHIE, Senior Director)
WILCOX	Columbia Regional Program	Preschool	2 classrooms				\$ -	Contract	Deaf and hard of hearing students; PPS holds contract for multiple counties. (LISA MCCONACHIE, Senior Director)
TOTAL MONTHLY							\$ 168,328		
TOTAL ANNUAL							\$ 2,019,934		
MISCELLANEOUS (PPS REAL ESTATE MANAGER)									
Building	Tenant/Owner	Tenant/Owner Type	Square Feet	Initial Lease Commencement	Current Contract Expiration	30 Day Termination Notice	Current Monthly Rent	Contract Type	Comments
GREEN THUMB	Portland Parks & Recreation	Park	NA	2001	None	NA	NA	Purchase & Sale, IGA	Property has not been formally divided. Parks pays utilities via sub-meters.
WASHINGTON HS PARKING LOT	Pac Trust	Parking Lot	NA	2014	2019	NA	NA	Option Agreement	Option to purchase WHS Parking lot @ FMV.
MULTIPLE SITES	PGE	Solar Facilities	NA	2015	2040	N	\$ -	Solar License	
JEFFERSON HS	DEQ	DEQ Air Monitors	NA	2001		Y	\$ -	Site Agreement	Expired. Discussing renewal with DEQ.
MULTIPLE SITES	City of Portland - BES	Rain Gauges	NA	2009	2019	N	\$ -	IGA	
MULTIPLE SITES	Multiple Organizations	Storage Containers	NA	Unknown	Varies	Varies	\$ -		Not all containers have formal contracts.
* Some contracts provide terms and rights for contract renewal beyond the current termination date.									