

SUBJECT: Resolution establishing the minimum level of funding for the Matanuska-Susitna Borough School District for the fiscal year ending June 30, 2019.

AGENDA OF: April 17, 2018

Assembly Action:
RS 18-023 - Adopted under consent agenda @ 4/17/18 RM

MANAGER RECOMMENDATION: Present to the Assembly for consideration.

APPROVED BY *John* JOHN MOOSEY, BOROUGH MANAGER: *George [Signature]*

Route To:	Department/Individual	Initials	Remarks
	Originator/Fin. Dir.	<i>B Pickett BP</i>	<i>Actg F.D.</i>
	Finance Director	<i>BP</i>	
	Borough Attorney	<i>NS</i>	
	Borough Clerk <i>for</i>	<i>[Signature]</i>	<i>4/9/18 [Signature]</i>

ATTACHMENT (S): Fiscal Note: YES X NO _____
 Resolution Serial No. 18-023 (2 pp)
 Correspondence dated September 28, 2017 from
 Ronald E. Brown, State Assessor (1 pp)

SUMMARY STATEMENT: In accordance with code, the District delivered the preliminary budget to the Assembly on April 3, 2018.

The total school district budget request is \$249,656,020. Of that amount, they have made the request that \$60,252,849 be provided by the Borough. Resolution Serial No. 18-023, will establish the minimum amount of money available for school purposes. That amount is \$220,447,954. Of this total, \$31,044,783 is the required Borough (local) contribution. This minimum required local contribution amount (\$31,044,783) is calculated in accordance with AS 14.17.410(b)(2) based upon the full and true value of property in the borough, as determined by the Department of Commerce, Community & Economic Development as of January 1, 2017. The required contribution is calculated as follows.

Required Local Contribution Computation (AS 14.17.410(b)(2))

DCRA full and true value per correspondence
dated September 28, 2017 \$11,715,012,530

2.65 mills equivalent: Required Contribution \$31,044,783

Passage of Resolution Serial No. 18-023 fulfills the requirements of AS 14.14.060(c) and MSB 3.04.020(B). Additionally, Resolution Serial No. 18-023 provides a mechanism for increasing local support for school purposes once the full status of state funding of local governments is determined. The purpose of Resolution No. 18-023 is not to restrict the amount of "local support" for school operations, but to provide the assembly with a degree of flexibility. Much of the information necessary for an informed decision on the budget is still unknown at the time this resolution was prepared.

The Borough assembly provided \$55,841,300 in local support for education in fiscal year 2018. In addition, \$10,719,906 was provided for net debt service for the school construction and improvement bonds. This funding equated to 7.488 mills for local support of education.

MATANUSKA-SUSITNA BOROUGH
FISCAL NOTE

Agenda Date: April 17, 2018

SUBJECT: Resolution establishing the minimum level of funding for the Matanuska-Susitna Borough School District for the fiscal Year ending June 30, 2019

ORIGINATOR: Cheyenne Heindel

FISCAL ACTION (TO BE COMPLETED BY FINANCE)	FISCAL IMPACT <input checked="" type="radio"/> YES <input type="radio"/> NO
AMOUNT REQUESTED \$220,447,954	FUNDING SOURCE ARA, State, Federal & Local
FROM ACCOUNT # 204-000-000-406-100	PROJECT #
TO ACCOUNT: 204-000-000-3XX-XXX	PROJECT #
VERIFIED BY: <i>Barbara Buening</i>	CERTIFIED BY:
DATE: 3/30/17 <i>4/6/18</i>	DATE:

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023
Personnel Services						
Travel						
Contractual						
Supplies						
Equipment						
Land/Structures						
Grants, Claims						
Miscellaneous						
TOTAL OPERATING		<i>220,447</i>				

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

General Fund	<i>29,112.4</i>	<i>31,044</i>				
State/Federal Funds	<i>189,637.2</i>	<i>188,659</i>				
Other	<i>493.00</i>	<i>744</i>				
TOTAL	<i>219,242.6</i>	<i>220,447</i>				

POSITIONS:

Full-Time						
Part-Time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

PREPARED BY: _____ PHONE: _____

DEPARTMENT: _____ DATE: _____

APPROVED BY: *Bruce Cutler Acting F.D.* DATE: *4/6/18*



THE STATE
of ALASKA

GOVERNOR BILL WALKER

Department of Commerce, Community,
and Economic Development

DIVISION OF COMMUNITY AND REGIONAL AFFAIRS

550 West Seventh Avenue, Suite 1640
Anchorage, Alaska 99501
Main: 907.269.4501/907.269.4581
Programs fax: 907.269.4539

September 28, 2017

CERTIFIED/RETURN RECEIPT REQUESTED
7015 1730 0000 6840 9786

Office of the Mayor
Matanuska-Susitna Borough
350 East Dahlia Avenue
Palmer, AK 99645

RE: 2017 FULL VALUE DETERMINATION

Dear Sir or Madam,

As required by AS 14.17.510 (Public Schools Foundation Program), the Department of Commerce, Community, and Economic Development has determined that, as of January 1st of the current year, the full and true value of taxable real and personal property within your municipality is as follows:

Real Property:	\$9,878,427,800
Personal Property	\$1,826,478,600
State Assessed Property (AS 43.56):	\$10,106,130
TOTAL:	\$11,715,012,530

This full value determination is a final determination of the Department of Commerce, Community, and Economic Development. Pursuant to AS 14.17.510(a) and Alaska Rule of Appellate Procedure 602(a)(2), you have thirty days to appeal this determination to superior court. If you have any questions concerning this full value determination, please contact our office at (907) 269-4605.

Sincerely,

Marty McGee, State Assessor

IM 18-058
RS 18-023

Action:

**MATANUSKA-SUSITNA BOROUGH
RESOLUTION SERIAL NO. 18-023**

A RESOLUTION OF THE MATANUSKA-SUSITNA BOROUGH ASSEMBLY ESTABLISHING THE MINIMUM LEVEL OF FUNDING FOR THE MATANANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT FOR THE FISCAL YEAR ENDING JUNE 30, 2019.

WHEREAS, MSB 3.04.020(B) provides that the borough assembly shall approve the total sum to be made available for the school board no later than the first day of May; and

WHEREAS, the Matanuska-Susitna Borough School Board has submitted a proposed budget of \$249,656,020, which includes a request of \$60,252,849 in revenue from the borough as a local source; and

WHEREAS, the actual amount to be appropriated for school district purposes will be addressed within the borough budget; and

WHEREAS, Ordinance Serial No. 18-018 is scheduled to be acted on by the Assembly on May 3, 8, and 10.

NOW, THEREFORE, BE IT RESOLVED, that the Matanuska-Susitna Borough Assembly hereby sets \$220,447,954 (including \$31,044,783 of revenue from the borough as the required local contribution) as a minimum amount for the education operating budget for the fiscal year ending June 30, 2019.

BE IT FURTHER RESOLVED that the Matanuska-Susitna Borough Assembly will make an additional determination, not later than May 31, 2018, regarding additional funds which may be made available

to the school district based upon state funding of local governments and other information then available for the fiscal year ending June 30, 2019.

ADOPTED by the Matanuska-Susitna Borough Assembly this ____ day of April, 2018.

ADOPTED by the Matanuska-Susitna Borough Assembly this ____ day of April, 2018.

VERN HALTER, Borough Mayor

ATTEST:

LONNIE R. McKECHNIE, CMC, Borough Clerk

(SEAL)