

SUBJECT: A Resolution establishing the minimum level of funding for the Matanuska-Susitna Borough School District from local sources for the fiscal year ending June 30, 2025.

AGENDA OF: April 16, 2024

Assembly Action:

Approved under the consent agenda 04/16/24 - *emw*

AGENDA ACTION REQUESTED: Present to the Assembly for consideration.

| Route To | Signatures |
|---------------------|---|
| Originator | <div>4 / 5 / 2 0 2 4</div> <div>X A n g e l i n a B l a n c h a r d</div> <div>Signed by: Angelina Blanchard</div> |
| Department Director | <div>4 / 8 / 2 0 2 4</div> <div>X C h e y e n n e H e i n d e l</div> <div>Signed by: Cheyenne Heindel</div> |
| Borough Attorney | <div>Recoverable Signature</div> <div>X J o h n A s c h e n b r e n n e r f o r N . S .</div> <div>Signed by: John Aschenbrenner</div> |
| Borough Manager | <div>Recoverable Signature</div> <div>X M i c h a e l B r o w n</div> <div>Signed by: Michael Brown</div> |
| Borough Clerk | <div>Recoverable Signature</div> <div>X L o n n i e M c K e c h n i e</div> <div>Signed by: Lonnie McKechnie</div> |
| | |

ATTACHMENT (S) : Fiscal Note: YES X NO
 Resolution Serial No. 24-050 (2pp)
 Correspondence dated September 28, 2023 from Joseph Caissie, State Assessor

SUMMARY STATEMENT: In accordance with code, the District preliminary budget was due to the Assembly on April 1, 2024. The budget was received April 4, 2024.

The total school district budget request is \$263,567,308. Of that amount, they have made the request that \$75,038,853 be provided by the Borough. Resolution Serial No. 24-050 will establish the minimum amount of money from local sources to be made available for school purposes. That amount is \$47,177,910, which is the required Borough (local) contribution. This minimum required local contribution amount (\$47,177,910) 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, 2023. 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, 2023 | <u>\$17,802,984,994</u> |
|---|-------------------------|

| | |
|--|---------------------|
| 2.65 mills equivalent: Required Contribution | <u>\$47,177,910</u> |
|--|---------------------|

Passage of Resolution Serial No. 24-050 fulfills the requirements of AS 14.14.060(c) and MSB 3.04.020(B). Additionally, Resolution Serial No. 24-050 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. 24-050 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 \$72,846,459 in local support for education in fiscal year 2024. In addition, \$7,862,018 was provided for net debt service for the school construction and improvement bonds. This funding equated to 6.121 mills for local support of education.

RECOMMENDATION OF ADMINISTRATION: Respectfully request approval.

MATANUSKA-SUSITNA BOROUGH

FISCAL NOTE

Agenda Date: April 16, 2024

SUBJECT: A Resolution establishing the minimum level of funding for the Matanuska-Susitna Borough School District from local sources for the fiscal year ending June 30, 2025.

| | |
|---|---|
| FISCAL ACTION (TO BE COMPLETED BY FINANCE) | FISCAL IMPACT YES NO |
| AMOUNT REQUESTED \$47,177,910 | FUNDING SOURCE Annual Areawide Budget Appropriation |
| FROM ACCOUNT # 100.000.000 4xx.xxx | PROJECT |
| TO ACCOUNT: 204.000.000 3xx.xxx | PROJECT # |
| VERIFIED BY: X <u>Liese l W e i l a n d</u> <small>Signed by: Liese l W e i l a n d</small> | |

EXPENDITURES/REVENUES:

(Thousands of Dollars)

| OPERATING | FY2024 | FY2025 | FY2026 | FY2027 | FY2028 | FY2029 |
|--------------------|--------|-----------|--------|--------|--------|--------|
| Personnel Services | | | | | | |
| Travel | | | | | | |
| Contractual | | | | | | |
| Supplies | | | | | | |
| Equipment | | | | | | |
| Land/Structures | | | | | | |
| Grants, Claims | | 47,177.91 | | | | |
| Miscellaneous | | | | | | |
| TOTAL OPERATING | | 47 177 91 | | | | |

| | | | | | | |
|---------|--|--|--|--|--|--|
| CAPITAL | | | | | | |
|---------|--|--|--|--|--|--|

| | | | | | | |
|---------|--|--|--|--|--|--|
| REVENUE | | | | | | |
|---------|--|--|--|--|--|--|

FUNDING:

(Thousands of Dollars)

| | | | | | | |
|---------------------|--|-----------|--|--|--|--|
| General Fund | | 47,177.91 | | | | |
| State/Federal Funds | | | | | | |
| Other | | | | | | |
| TOTAL | | 47 177 91 | | | | |

POSITIONS:

| | | | | | | |
|-----------|--|--|--|--|--|--|
| Full-Time | | | | | | |
| Part-Time | | | | | | |
| Temporary | | | | | | |

ANALYSIS: (Attach a separate page if necessary) *Subject to approval of the FY25 budget

| | |
|--------------|-----------------|
| APPROVED BY: | X _____ |
|--------------|-----------------|



THE STATE
of **ALASKA**
GOVERNOR MICHAEL J. DUNLEAVY

Department of Commerce, Community,
and Economic Development
DIVISION OF COMMUNITY AND REGIONAL AFFAIRS

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

September 28, 2023

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

Re: 2023 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: | \$15,366,767,885 |
| Personal Property: | \$2,420,038,170 |
| State Assessed Property (AS 43.56): | \$16,178,940 |
| Total: | <hr/> \$17,802,984,994 |

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) 269-4565.

Sincerely,

A handwritten signature in cursive script, appearing to read "Joe Caissie".

Joseph Caissie,
State Assessor