

SUBJECT: ISSUANCE OF AREAWIDE GENERAL OBLIGATION BONDS, IN ONE OR MORE SERIES, IN THE AMOUNT NOT TO EXCEED \$80,013,700 TO FINANCE THE (A) THE ACQUISITION, DESIGN, CONSTRUCTION, MAJOR RENOVATION AND RENEWAL OF EDUCATIONAL AND RELATED CAPITAL IMPROVEMENT PROJECTS IN THE MATANUSKA-SUSITNA BOROUGH, (B) THE CONSTRUCTION, ADDITIONS, IMPROVEMENTS, BETTERMENTS, REPAIR, RECONSTRUCTION, OR ACQUISITION OF PUBLIC ROADS AND PATHWAYS AND FACILITIES RELATED THERETO IN THE MATANUSKA-SUSITNA BOROUGH, TOGETHER WITH ALL NECESSARY EQUIPMENT AND TRANSPORTATION FACILITIES INCLUDING IMPROVING SCHOOL ACCESS, AND THE ACQUISITION OF LANDS OR RIGHTS IN LANDS IN CONNECTION THEREWITH, AND (C) THE REFUNDING OF CERTAIN OUTSTANDING GENERAL OBLIGATION BONDS OF THE MATANUSKA-SUSITNA BOROUGH; FIXING CERTAIN DETAILS OF SUCH BONDS; AND AUTHORIZING THEIR SALE.

AGENDA OF: February 3, 2026

ASSEMBLY ACTION:

AGENDA ACTION REQUESTED: Introduce and set for public hearing.

Route To	Signatures
Originator	X <u>Angelina Blanchar</u> d Signed by: Angelina Blanchar Recoverable Signature
Finance Director	X <u>Cheyenne Heindel</u> Signed by: Cheyenne Heindel
Borough Attorney	X <u>Nicholas Spiropoulos</u> Signed by: Nicholas Spiropoulos
Borough Manager	X <u>Michael Brown</u> Signed by: Michael Brown
Borough Clerk	X <u>Lonnie McKeechnie</u> Signed by: Lonnie McKeechnie

ATTACHMENT(S): Ordinance Serial No. 26-018 (42 pp)
Fiscal Note

SUMMARY STATEMENT:

Before you is an ordinance authorizing the issuance of general

obligation bonds in one or more series for (A) Charter School projects in the principal amount not to exceed \$23,597,200; (B) Transportation projects in the principal amount not to exceed \$40,086,500; and (C) the refunding of certain general obligation bonds in the principal amount not to exceed \$16,330,000. This will provide funds to pay for the cost of construction acquisition, improvement, and various charter schools, transportation projects and capital facilities and related capital improvement within the Borough and refunding of certain general obligation bonds.

On November 2, 2021, the voters approved Bond Proposition No. B-1 in the amount of \$61,135,000, November 7, 2023, the voters approved Bond Proposition No.1 in the amount of \$65,085,710 and November 5, 2024, the voters approved Bond Propositions No. B-1 & B-4 in the amounts of \$58,146,600 and \$36,390,000 which includes the cost of issuance via premium of such bonds. Upon issuance of the bonds authorized by this ordinance, the total outstanding principal amount of the general obligation bonds of the Matanuska-Susitna Borough will not exceed seven percent of the total assessed valuation of taxable property in the Borough. Projects approved by the voters to be funded by the bonds to be issued here are as follows:

<u>Project Description</u>	<u>Cost</u>
Birchtree Charter School	23,597,200
Engstrom North Extension to Tex-Al	4,535,000
Johnsons Road Upgrade	2,005,000
Green Forest Drive Reconstruction	4,720,000
School Site Traffic & Safety Improvements: Shaw Elementary	9,350,000
Jolly Creek Drainage	976,500
Hemmer Road Extension South	6,500,000
Fern Street Reconstruction	4,000,000
Lucille Street Reconstruction	4,000,000
Tex Al Drive Extension	<u>4,000,000</u>
Total	<u>\$63,683,700</u>

Additionally, general obligation bonds issued in prior years for
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school construction and transportation improvements currently outstanding in the amount of \$16,330,000 are subject to refunding for savings. The projected savings from the refunding are approximately \$480,000 (on a net present value basis).

Total annual debt service for the new school construction and transportation improvement bonds is estimated to be no greater than \$4,950,000. This amount could change as market conditions change daily.

Design work has begun for the some of the above transportation bonds and those costs may be reimbursed to the borough from bond proceeds as may be allowed by law and authorized by the Borough Manager. Construction and/or installation of certain projects will begin summer 2026.

Draft copies of the Continuing Disclosure Agreement, Draft Preliminary Official Statement, and Bond Purchase Agreement will be provided at the Public Hearing for the ordinance.

In order to proceed, approval of the Assembly is necessary to authorize the issuance and sale of the general obligation school construction, transportation, and related capital improvement bonds and the refunding.

RECOMMENDATION OF ADMINISTRATION: Respectfully request the approval of the ordinance authorizing the issuance and sale of the 2026 general obligation school construction, transportation and related capital improvement bonds and refunding bonds in the amount of not to exceed \$80,013,700.

**MATANUSKA-SUSITNA BOROUGH
FISCAL NOTE**

Agenda Date: February 3rd 2026

SUBJECT: ISSUANCE OF AREAWIDE GENERAL OBLIGATION BONDS, IN ONE OR MORE SERIES, TO FINANCE THE (A) THE ACQUISITION, DESIGN, CONSTRUCTION, MAJOR RENOVATION AND RENEWAL OF EDUCATIONAL AND RELATED CAPITAL IMPROVEMENT PROJECTS IN THE MATANUSKA-SUSITNA BOROUGH, (B) THE CONSTRUCTION, ADDITIONS, IMPROVEMENTS, BETTERMENTS, REPAIR, RECONSTRUCTION, OR ACQUISITION OF PUBLIC ROADS AND PATHWAYS AND FACILITIES RELATED THERETO IN THE MATANUSKA-SUSITNA BOROUGH, TOGETHER WITH ALL NECESSARY EQUIPMENT AND TRANSPORTATION FACILITIES INCLUDING IMPROVING SCHOOL ACCESS, AND THE ACQUISITION OF LANDS OR RIGHTS IN LANDS IN CONNECTION THEREWITH, AND (C) THE REFUNDING OF CERTAIN OUTSTANDING GENERAL OBLIGATION BONDS OF THE MATANUSKA-SUSITNA BOROUGH; FIXING CERTAIN DETAILS OF SUCH BONDS; AND AUTHORIZING THEIR SALE.

FISCAL ACTION (TO BE COMPLETED BY FINANCE)		FISCAL IMPACT	YES	NO
AMOUNT REQUESTED	NTE \$68,683,700	FUNDING SOURCE	2026 Series Bonds	
FROM ACCOUNT #		PROJECT		
TO ACCOUNT:	400/430.000.000 3xx.xxx	PROJECT #	Various	
VERIFIED BY:				
X	Liesel Zantto	1 / 2 3 / 2 0 2 6		
Signed by: Liesel Zantto				

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031
Personnel Services						
Travel						
Contractual						
Supplies						
Equipment						
Land/Structures						
Grants, Claims						
Miscellaneous						
TOTAL OPERATING						

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

General Fund						
State/Federal Funds						
Other	68,683.7					
TOTAL	68,683.7					

POSITIONS:

Full-Time						
Part-Time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

APPROVED BY:	X	Cheyenne Heindel
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Signed by: Cheyenne Heindel