

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, 2022.

AGENDA OF: April, 20, 2021

Assembly Action:

MANAGER RECOMMENDATION: Present to the Assembly for consideration.

APPROVED BY MICHAEL BROWN, BOROUGH MANAGER:

WB

Route To:	Department/Individual	Initials	Remarks
	Originator/Fin. Dir.	<i>CK</i>	
	Finance Director		
	Borough Attorney	<i>NS</i>	
	Borough Clerk	<i>DM 4/12/21</i>	<i>AB'S</i>

ATTACHMENT(S): Fiscal Note: YES X NO _____
Resolution Serial No. 21-037 (2 pp)
Correspondence dated September 30, 2019 from Marty McGee, State Assessor (*1 pp*)

SUMMARY STATEMENT: In accordance with code, the District delivered the preliminary budget to the Assembly on March 30, 2021.

The total school district budget request is \$261,418,559. Of that amount, they have made the request that \$65,841,806 be provided by the Borough. Resolution Serial No. 21-037 will establish the minimum amount of money from local sources to be made available for school purposes. That amount is \$34,548,940, which is the required Borough (local) contribution. This minimum required local

contribution amount (\$34,548,940) 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, 2020. 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 30, 2020	<u>\$13,037,335,724</u>
2.65 mills equivalent: Required Contribution	<u>\$34,548,940</u>

Passage of Resolution Serial No. 21-037 fulfills the requirements of AS 14.14.060(c) and MSB 3.04.020(B). Additionally, Resolution Serial No. 21-037 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. 21-037 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 \$62,310,148 in local support for education in fiscal year 2021. In addition, \$22,863,408 was provided for net debt service for the school construction and improvement bonds. This funding equated to 8.62 mills for local support of education.

MATANUSKA-SUSITNA BOROUGH
FISCAL NOTE

Agenda Date: April 20, 2021

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, 2022.

ORIGINATOR: Cheyenne Heindel

FISCAL ACTION (TO BE COMPLETED BY FINANCE)	FISCAL IMPACT <u>YES</u> NO
AMOUNT REQUESTED <u>\$34,548,940</u>	FUNDING SOURCE <u>ARA, State, Federal, & Local</u>
FROM ACCOUNT # <u>204.000.00 4026.100</u>	PROJECT #
TO ACCOUNT : <u>204.000.00 3xx.xxx</u>	PROJECT #
VERIFIED BY: <u>Cheyenne Heindel</u>	CERTIFIED BY:
DATE: <u>4/5/21</u>	DATE:

EXPENDITURES/REVENUES:

(Thousands of Dollars)

OPERATING	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026
Personnel Services						
Travel						
Contractual						
Supplies						
Equipment						
Land/Structures						
Grants, Claims						
Miscellaneous		<u>34.5</u>				
TOTAL OPERATING		<u>34.5</u>				

CAPITAL						
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REVENUE						
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FUNDING:

(Thousands of Dollars)

General Fund						
State/Federal Funds						
Other		<u>34.5</u>				
TOTAL		<u>34.5</u>				

POSITIONS:

Full-Time						
Part-Time						
Temporary						

ANALYSIS: (Attach a separate page if necessary) ** Subject to approval of FY2022 Budget

PREPARED BY: _____ PHONE: _____
 DEPARTMENT: _____ DATE: _____
 APPROVED BY: Cheyenne Heindel DATE: 4/5/2021



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 30, 2020

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

Re: 2020 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:	\$11,125,494,852
Personal Property:	\$1,903,937,392
State Assessed Property (AS 43.56):	\$7,903,480
Total:	<hr/> \$13,037,335,724

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,

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

Joseph Caissie,
Acting State Assessor

RECEIVED
CCT 6 1 2020

ASSESS 1M 21-071
RS 21-037