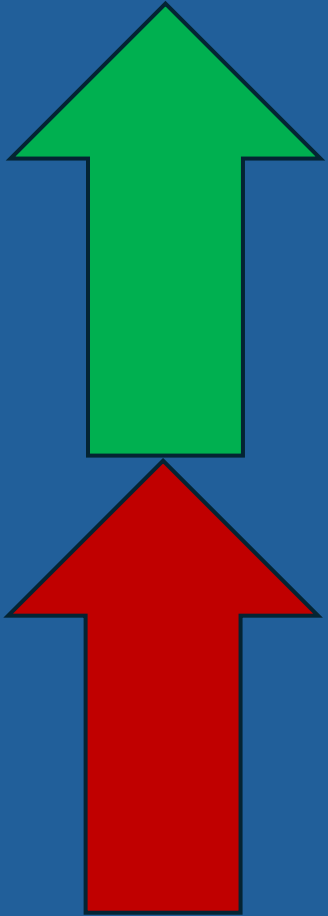


What can the MOA give ASD?



Additional/Optional/Max “Local Contribution”

= the greater of

~~2 mills~~, or

23% of District’s state-determined “basic need”

AS 14.17.410(c)

“Required Local Contribution”

= 2.65 mills

(not to exceed 45% of ASD’s basic need; which we are not close to)

AS 14.17.410(b)(2)

What Changed?

Up because BSA increased

Additional/Optional/Max “Local Contribution”

= the greater of

~~2 mills~~, or

23% of District’s state-determined “basic need”

AS 14.17.410(c)

“Required Local Contribution”

FY27 = \$138.9m; FY26 = \$127.7m

= 2.65 mills

(not to exceed 45% of ASD’s basic need; which we are not close to)

- Increased because property assessments increased

AS 14.17.410(b)(2)

(Tax = mill rate x assessed taxable property value)

- Reduces state funding, dollar-for-dollar (-\$11.2m)



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BROADCAST

Alaska lawmakers override Dunleavy's education funding veto

Alaska Public Media | By **Eric Stone**

Published August 2, 2025 at 1:46 PM AKDT



Eric Stone / Alaska Public Media

Suzanne Cohen holds a sign in the rain outside the Alaska State Capitol on Friday, Aug. 1 calling on lawmakers to override Gov. Mike Dunleavy's veto of more than \$50 million in public school funding.

Typical ASD Budget Timeline

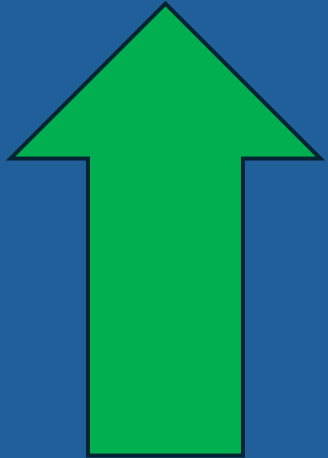
- February — ASD School Board Adopts School Budget
- March — ASD Budget Transmitted to Assembly for Adoption
- April — MOA General Government 1Q Budget Revisions;
Mill Levies Set
- June + — Legislative session ends; state funding determined



Why Early Action?

- Dec. — Increase in Potential Local Contribution Surfaced at Joint Assembly/ASD meeting
- January — Deadline for Ballot Proposition Ordinances
- February — ASD School Board Adopts Budget
- March — ASD Budget Transmitted to Assembly for Adoption
- April — MOA General Government 1Q Budget Revisions; Mill Levies Set

What will the MOA budget to give ASD?



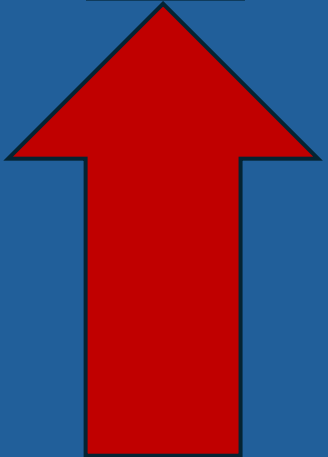
Before August BSA change

FY27 = \$96.2m; FY26 = \$97.8m

Additional/Optional/Max “Local Contribution”

23% of District’s state-determined “basic need”

AS 14.17.410(c)



FY27 = \$138.9m; FY26 = \$127.7m “Required Local Contribution”

= 2.65 mills

AS 14.17.410(b)(2)

Anchorage School District

Fiscal Year 2025-2026

Proposed Budget

Additional Local Contribution

The State allows boroughs and municipalities the opportunity to contribute additional funds to education above the amount legally required. The maximum additional allowable amount is calculated as the greater of a 2 mill tax levy on the local tax base or 23 percent of the total of Basic Need, the Quality Schools Grant, and other supplemental funds provided outside of the Foundation Formula, if applicable. ASD has historically used the latter method to calculate the total amount of local contributions allowed by the State as shown above.

Basic Need	\$ 424,115,448
Quality Schools	1,138,565
Supplemental Funding	-
Total	\$ 425,254,013
	23%
Total Allowable Contribution	\$ 97,808,423

Local Revenue

The District is a component unit of the Municipality of Anchorage and has no ability to levy taxes itself; therefore, any tax appropriations must be levied by the Municipality for the benefit of the District and are subject to the State's allowable local contributions as described above.

Local Property Taxes

The District is fortunate to have a community that is very supportive of public education and anticipates receiving tax appropriations equal to the maximum allowed under State law. Total local property tax contributions are expected to increase overall by \$4.737 million, about 2.15 percent, due to an increase in property values that shifts funding responsibility



What will the MOA budget to give ASD?

FY27 total= \$247.0m **+\$11.8m**

FY27 total= \$235.2m FY26 total = \$225.5m +\$9.7m

After August BSA change

FY27 = \$108.1m

Additional/Optional/Max “Local Contribution”

23% of District’s state-determined “basic need”

Before August BSA change

AS 14.17.410(c)

FY27 = \$96.2m; FY26 = \$97.8m

FY27 = \$138.9m; FY26= \$127.7m “Required Local Contribution”

= 2.65 mills

AS 14.17.410(b)(2)

Submitted by: Mayor LaFrance and Vice Chair
Brawley and Assembly Members
Baldwin Day and Rivera
Prepared by: Dept. of Law, Chief Admin. Officer
Reviewed by: Office of Assembly Counsel
For reading: January 13, 2026

ANCHORAGE, ALASKA
AO No. 2026-xxx

1 **AN ORDINANCE OF THE ANCHORAGE MUNICIPAL ASSEMBLY PROVIDING**
2 **FOR THE SUBMISSION TO THE QUALIFIED VOTERS OF THE MUNICIPALITY**
3 **OF ANCHORAGE AT THE REGULAR ELECTION TO BE HELD ON APRIL 7,**
4 **2026, THE QUESTION OF WHETHER TO APPROVE A SPECIAL TAX LEVY FOR**
5 **2026 ONLY DEDICATED TO PAYMENT OF OPERATIONAL EXPENSES TO**
6 **THE ANCHORAGE SCHOOL DISTRICT.**

7
8 **WHEREAS,** the Municipality of Anchorage has historically endeavored to contribute
9 the maximum amount permitted under state law to operate its public schools,
10 beyond the floor set by the State as a school district's "basic need"; and

2 **WHEREAS,** this request is for a one-time levy calculated to collect up to \$11.8
3 million which would support funding the Anchorage School District to the maximum
4 amount permitted by state law for this year;

PROPOSITION NO. ____

ANCHORAGE SCHOOL DISTRICT OPERATIONAL COSTS SPECIAL TAX LEVY
– 2026 ONLY

For the purpose of enabling the Municipality to make the maximum contribution allowed by state law to the operating expenses of the Anchorage School District, to fund teacher positions and student programming, shall Anchorage levy a one-time special tax to collect an amount not to exceed \$11.8 million, dedicated solely to those purposes?

Voter approval of this proposition authorizes for each \$100,000 of assessed property value in the Municipality of Anchorage (based on the estimated total 2026 assessed valuation in the Municipality) an increase in taxes not to exceed \$27.40.

The tax shall be levied and collected from real and personal property areawide within the Municipality.



YES



NO

