

CLERK'S OFFICE

APPROVED

Date: 3-19-02

IMMEDIATE RECONSIDERATION
FAILED 3-19-02

Submitted by: Chairman of the Assembly
at the request of the
School Board

Prepared by: Anchorage School District
For Reading: March 19, 2002

ANCHORAGE, ALASKA
AO NO. 2002-33 (S)

AN ORDINANCE DETERMINING AND APPROVING THE TOTAL AMOUNT
OF THE ANNUAL OPERATING BUDGET OF THE ANCHORAGE SCHOOL
DISTRICT FOR ITS FISCAL YEAR 2002-2003 AND DETERMINING AND
APPROPRIATING THE PORTION OF THE ASSEMBLY APPROVED BUDGET
AMOUNT TO BE MADE AVAILABLE FROM LOCAL SOURCES

THE ANCHORAGE ASSEMBLY ORDAINS:


Section 1. That the FY 2002-2003 Proposed Anchorage School District
budget in the amount of \$455,092,231 has been approved by the Anchorage
Assembly and that, of said amount, the amount of \$137,153,752 shall be the
amount of money to be appropriated from local property taxes or other local
sources for school purposes to fund the School District for its 2002-2003 fiscal year.

Section 2. That this ordinance is effective upon passage and approval.

PASSED AND APPROVED by the Anchorage Assembly, this 19th day of
March 2002.


Chair of the Assembly

ATTEST


Municipal Clerk

SCHOOL DISTRICT
ANCHORAGE, ALASKA

AM 163-2002 (A)

MEMORANDUM

March 19, 2002

TO: THE HONORABLE GEORGE WUERCH
ANCHORAGE ASSEMBLY

FROM: OFFICE OF THE SUPERINTENDENT *Carol Comeau*

SUBJECT: ANCHORAGE SCHOOL DISTRICT FINANCIAL PLAN REVISED

PROPOSED FINANCIAL PLAN REVISION

On March 13, 2002, the Municipality of Anchorage's Office of Management and Budget notified the District of an increase in the new construction and property improvement value, a significant factor in computing the tax cap limitation. The value of the new construction and property improvement was increased from \$312.5 million to \$387.6 million. Under the current tax cap calculation, the increase in the new construction and property improvement value provides a tax increase for the Anchorage School District of \$616,242 from what was submitted on AO NO. 2002-33.

The School Board submitted the FY 2002-2003 Proposed Financial Plan to the Municipality of Anchorage Assembly on March 4, 2002 (scheduled for Public Hearing on March 19, 2002). The accompanying memorandum AM 163-2002 provided the assumptions taken into consideration in preparation of the FY 2002-2003 Proposed Financial Plan. In addition, an attachment of the major changes to the revenues and expenditures was provided. However, as a result of the timing of the notification of adjustments to the CPI, as well as the five-year Anchorage Municipality population reducing the local tax limitation by \$386,286, and the new construction and property improvement value not being finalized, the upper limit of the budget was not adjusted—expenditures exceeded revenues by \$386,286 in AO NO. 2002-33 and AM NO. 163-2002. The taxes however, did reflect a reduction from \$136,923,796 to \$136,537,510, a \$386,286 reduction.

The District is submitting the attached "S" version to AO NO. 2002-33 to reflect the above change in new construction and property improvement value. AO NO. 2002-33 (S) increases the upper limit of the School District's budget from \$454,862,275 to \$455,092,231, an increase of \$229,956. AO NO. 2002-33 (S) also increases the local tax contribution from \$136,537,510 to \$137,153,752, an increase

AO 2002-33 (S)

of \$616,242. Upon approval of AO NO. 2002-33 (S) the District will make the necessary adjustments to the FY 2002-2003 Proposed Financial Plan.

FISCAL YEAR BUDGET COMPARISON

The following schedule compares by fund the revised FY 2002-2003 Proposed Financial Plan with the FY 2001-2002 Revised Financial Plan.

REVENUE/EXPENDITURE BUDGETS

| Fund | Revised | March 4, 2002 | Requested | March 19, 2002 | % Over/ (Under) |
|---------------------|------------------------|------------------------------------|------------------|------------------------------------|--------------------|
| | Budget FY 2001-2002 | Proposed Budget FY 2002-2003 | | Proposed Budget FY 2002-2003 | |
| General | \$355,920,728 | \$354,846,135 | \$229,956 | \$355,076,091 | (.24%) |
| Food Service | 10,983,000 | 11,800,000 | -0- | 11,800,000 | 7.44% |
| Debt Service | 47,751,978 | 53,216,140 | -0- | 53,216,140 | 11.44% |
| Local/State/Federal | <u>34,000,000</u> | <u>35,000,000</u> | <u>-0-</u> | <u>35,000,000</u> | 2.94% |
| Projects | | | | | |
| All Funds | <u>\$448,655,706</u> | <u>\$454,862,275</u> | <u>\$229,956</u> | <u>\$455,092,231</u> | 1.43% |

| Fund | Revised | Proposed | Tax Contribution Increase Requested | Proposed | % Over/ (Decrease) |
|--------------|------------------------|------------------------|--|------------------------|-----------------------|
| | Budget FY 2001-2002 | Budget FY 2002-2003 | | Budget FY 2002-2003 | |
| General Fund | \$107,301,568 | \$113,372,615 | \$616,242 | \$113,988,857 | \$6,687,289 |
| Debt Service | <u>28,219,506</u> | <u>23,164,895</u> | <u>-0-</u> | <u>23,164,895</u> | <u>(5,054,611)</u> |
| All Funds | <u>\$135,521,074</u> | <u>\$136,537,510</u> | <u>\$616,242</u> | <u>\$137,153,752</u> | <u>\$1,632,678</u> |

It is anticipated the increase of \$1.633 million of overall taxes being requested for FY 2002-2003 will result in a reduction in taxes per \$100,000 of assessed valuation. The amount of reduction is unknown at this time since the Municipal Utility Service Assessment (MUSA) and Municipal Enterprise Service Assessment (MESA) have not been determined.

Since the MUSA/MESA has not been determined at this time, and is a factor in calculating the new construction and property improvement value, the District will submit an "S1" version if the amount becomes known prior to March 19, 2002 Assembly action, and if additional taxes are available under the tax cap limitation.

STUDENT ENROLLMENT PROJECTIONS

| | FY 2001-2002 | FY 2002-2003 | Change |
|----------------------------|----------------|----------------|---------------|
| | Actuals | Projected | Over Prior |
| | Sept. 30, 2001 | Sept. 30, 2002 | Year's Actual |
| Enrollment | 49,676 | 49,987 | 311 |
| Full Time Equivalent (FTE) | 49,441 | 49,766 | 355 |

1 SUMMARY

2
3 **We request your approval of AO NO. 2002-33(S), the ordinance determining**
4 **and approving the total amount of the annual operating budget of the**
5 **Anchorage School District for FY 2002-2003 and appropriating the portion of**
6 **local taxes in support of the School District's budget.**
7

8 **Students in the Anchorage School District receive a quality education because of**
9 **the commitment of parents, community, staff, School Board, Assembly, the**
10 **District and Municipal administration, State elected officials and the adults in**
11 **this community. Please continue to show support for the Anchorage children by**
12 **adopting the District's budget as proposed. Please show our students and staff**
13 **that you care about their tomorrows—their future depends on all of us.**
14

15
16
17 CC/JS/MSL

**MUNICIPALITY OF ANCHORAGE
MUNICIPAL CLERK'S OFFICE
AGENDA DOCUMENT CONTROL SHEET**

Ad 2002-33(5)

(SEE REVERSE SIDE FOR FURTHER INFORMATION)

| | | |
|----------|---|---|
| 1 | SUBJECT OF AGENDA DOCUMENT An Ordinance determining and approving the total amount of the annual operating budget of the Anchorage School District for its fiscal year 2002-2003 and determining and appropriating the portion of the Assembly approved budget amount to be made available from local sources. | DATE PREPARED March 13, 2002 |
| | | Indicate Documents Attached <input checked="" type="checkbox"/> AO <input type="checkbox"/> AR <input checked="" type="checkbox"/> AM <input type="checkbox"/> AIM |
| 2 | DEPARTMENT NAME Chief Financial Officer | DIRECTOR'S NAME Janet Stokesbary Chief Financial Officer |
| 3 | THE PERSON THE DOCUMENT WAS ACTUALLY PREPARED BY Janet Stokesbary, Chief Financial Officer | HIS/HER PHONE NUMBER 742-4369 |
| 4 | COORDINATED WITH AND REVIEWED BY | INITIALS |
| | Mayor | |
| | Municipal Clerk | |
| | Municipal Attorney | |
| | Employee Relations | |
| | Municipal Manager | |
| | Community Planning & Development | |
| | Finance, Chief Fiscal Officer | |
| | Heritage Land Bank | |
| | Management Information Systems | |
| | Office of Management & Budget | |
| | Property & Facility Management | |
| | Purchasing | |
| | Operations Manager | |
| | Cultural & Recreational Services | |
| | Fire | |
| | Health & Human Services | |
| | Merrill Field Airport | |
| | Municipal Light & Power | |
| | Police | |
| | Port of Anchorage | |
| | Public Transportation | |
| | Public Works | |
| | Solid Waste Services | |
| | Water & Wastewater Utility | |
| | Other Anchorage School District | |
| | Carol Comeau, Superintendent | March 13, 2002 |
| | Janet Stokesbary, Chief Financial Officer | March 13, 2002 |
| 5 | SPECIAL INSTRUCTIONS/COMMENTS | |
| | <div style="position: relative;"> <div style="position: absolute; top: 0; left: 0; font-size: 2em; font-family: cursive;">14. New Public Hearing</div> <div style="position: absolute; bottom: 0; right: 0; text-align: right;"> <div style="border: 1px solid black; padding: 2px; transform: rotate(-15deg);"> CLERK'S OFFICE 2002 MAR 13 PM 2:42 </div> <div style="font-size: 1.5em; font-weight: bold; margin-top: 10px;">M.O.A.</div> </div> </div> | |
| 6 | ASSEMBLY HEARING DATE REQUESTED <i>3/19/02</i> | 7 |
| | | PUBLIC HEARING DATE REQUESTED March 19, 2002 |