

Anchorage School District Tax Calculation

The Anchorage School District (ASD) fiscal year (FY) starts July 1 and ends June 30 of the following calendar year. Since Municipal taxes are levied by calendar year, the taxes for ASD are totaled by adding half of the tax need from the ASD FY ending June 30 to half of the tax need from the ASD FY beginning July 1 in the calendar year. The ASD tax need is determined in the ASD annual budgets.

For 2022, the ASD tax need is calculated as follows:

Fiscal Year	Approving Document	Fiscal Year Tax Need		2022 Tax Need	2022
2021-2022	AO 2021-23	\$ 255,406,416	/2	\$ 127,703,208	Jan-Jun
2022-2023	AO 2022-30	\$ 256,691,028	/2	\$ 128,345,514	Jul-Dec
2022 *	AO 2022-30	\$ 20,318,014		\$ 20,318,014	Jan-Dec
ASD Tax need for Tax Year Total				\$ 276,366,736	

The ASD mill rate is calculated based on the tax need (1/2 of FY ending in June plus 1/2 of FY starting July), divided by the assessed valuation of the service area, then multiplied by 1,000.

$$\frac{\text{ASD Tax Need for Tax Year}}{\text{Areawide Service Area Assessed Value}} \times 1,000 = \text{Mill Rate}$$

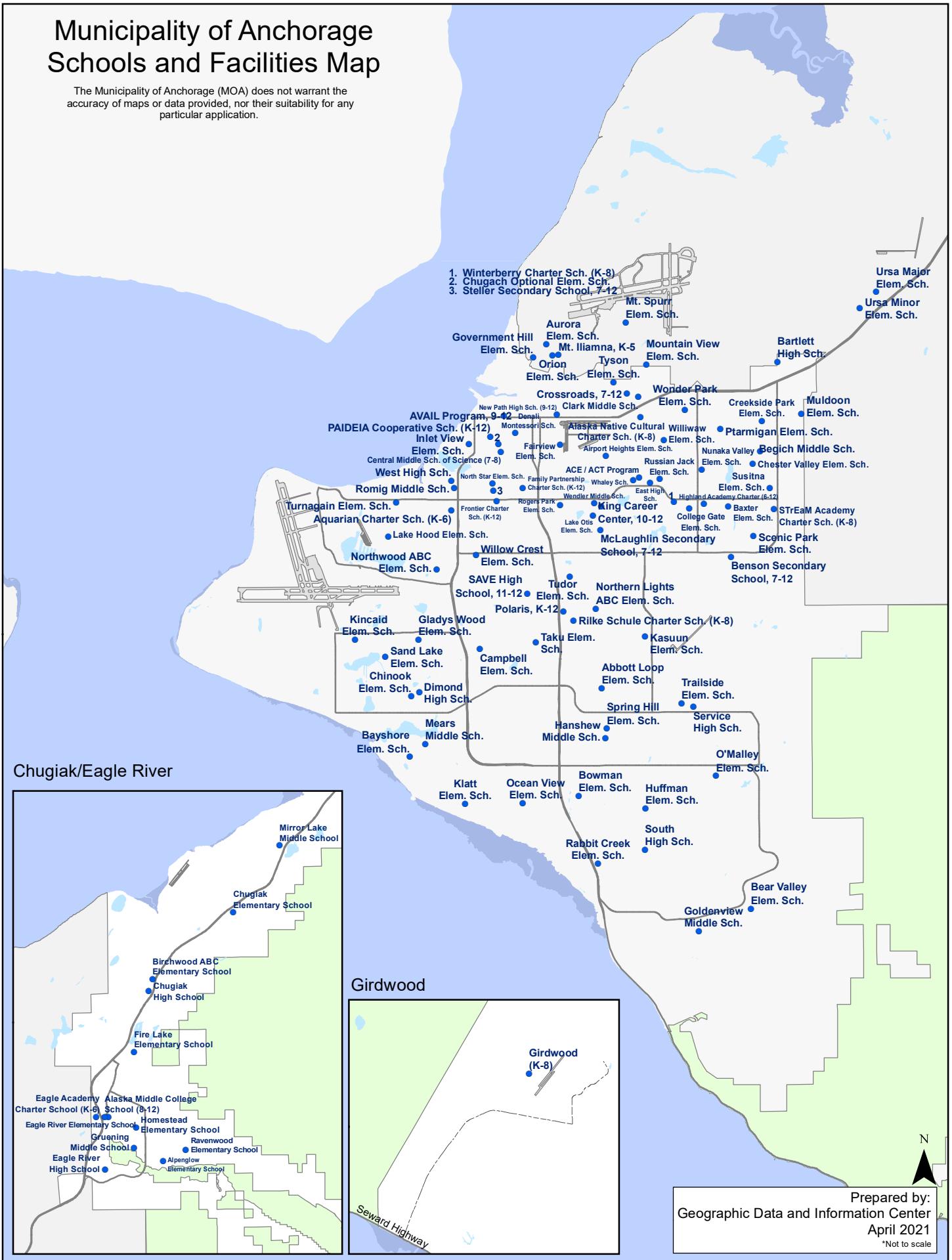
The 2022 ASD mill rate, based on the 2022 ASD tax need and the Areawide service area assessed value at 03/17/2022, is calculated as follows:

$$\frac{\$ 276,366,736}{\$ 36,237,162,319} \times 1,000 = 7.63$$

* The 2022 ASD tax need includes \$20,318,014 to pay bond debt associated with the 63 percent reduction in State bond debt reimbursement that is tied to bonds passed prior to 2015.

Municipality of Anchorage Schools and Facilities Map

The Municipality of Anchorage (MOA) does not warrant the accuracy of maps or data provided, nor their suitability for any particular application.



Municipal Clerk's Office

ApprovedDate: **April 26, 2022****Immediate****Reconsideration Failed**Date: **April 26, 2022**Submitted by: Chair of the Assembly at
the request of the MayorPrepared by: Office of Management &
Budget

For Reading: April 12, 2022

**ANCHORAGE, ALASKA
AO No. 2022 – 46****AN ORDINANCE SETTING THE RATE OF TAX LEVY, APPROVING THE
AMOUNT OF MUNICIPAL PROPERTY TAX, AND LEVYING TAXES FOR THE
ANCHORAGE SCHOOL DISTRICT FOR THE TAX YEAR 2022.****THE ANCHORAGE ASSEMBLY ORDAINS:**

Section 1. The Assembly hereby fixes the rate of the tax levy for the Anchorage School District for the tax year 2022. The Anchorage Assembly levies this tax upon the full value of all assessed taxable real and personal property, separated by the Anchorage School District Bond Debt associated with the 63 percent reduction in State bonds debt reimbursement that is tied to bonds passed prior to 2015, as follows:

Areawide Schools – Operations	a tax of 7.07 mills
Areawide Schools – Bond Debt Reimb.	<u>a tax of 0.56 mills</u>
	Total tax of 7.63 mills

Section 2. The property tax amount approved for 2022 is:

Anchorage School District – Operations	\$ 256,048,722
Anchorage School District – Bond Debt Reimb.	<u>20,318,014</u>
	Total \$ 276,366,736

Section 3. This ordinance shall become effective immediately upon passage and approval by the Anchorage Assembly.

PASSED AND APPROVED by the Anchorage Assembly this 26th day of April 2022.



Chair

ATTEST:



Municipal Clerk



MUNICIPALITY OF ANCHORAGE

Assembly Memorandum

AM No. 190–2022

Meeting Date: April 12, 2022

FROM: MAYOR

SUBJECT: AN ORDINANCE SETTING THE RATE OF TAX LEVY, APPROVING THE AMOUNT OF MUNICIPAL PROPERTY TAX, AND LEVYING TAXES FOR THE ANCHORAGE SCHOOL DISTRICT FOR THE TAX YEAR 2022.

This memorandum transmits the ordinance to establish the 2022 tax rate and tax levy for the Anchorage School District (ASD).

The ASD tax rate and tax levy are based on the amount of property taxes approved to support the ASD operating budget in the calendar year 2022 as follows:

- one half of the property taxes approved for ASD's fiscal year 2021-2022 operating budget, per AO 2021-23 (S)
- one half of the property taxes approved for ASD's fiscal year 2022-2023 operating budget, per AO 2022-30
- property taxes to pay bond debt associated with the 63 percent reduction in State bond debt reimbursement that is tied to bonds passed prior to 2015

THE ADMINISTRATION RECOMMENDS APPROVAL.

Prepared by:	Office of Management & Budget (OMB)
Approved by:	Cheryl Frasca, Director, OMB
Concur:	Patrick Bergt, Municipal Attorney
Concur:	Travis C. Frisk, CFO
Concur:	Amy Demboski, Municipal Manager
Respectfully Submitted:	Dave Bronson, Mayor

MUNICIPALITY OF ANCHORAGE
Summary of Economic Effects -- General Government

AO Number: 2022-46

Title: **AN ORDINANCE SETTING THE RATE OF TAX LEVY, APPROVING THE
 AMOUNT OF MUNICIPAL PROPERTY TAX, AND LEVYING TAXES FOR THE
 ANCHORAGE SCHOOL DISTRICT FOR TAX YEAR 2022.**

Sponsor: **MAYOR**
 Preparing Agency: Office of Management & Budget
 Others Impacted:

CHANGES IN EXPENDITURES AND REVENUES:		(In Thousands of Dollars)				
	FY22	FY23	FY24	FY25	FY26	
Operating Expenditures						
1000 Personal Services						
2000 Non-Labor						
3900 Contributions						
4000 Debt Service						
TOTAL DIRECT COSTS:	\$ -	\$ -	\$ -	\$ -	\$ -	
Add: 6000 Charges from Others						
Less: 7000 Charges to Others						
FUNCTION COST:	\$ -	\$ -	\$ -	\$ -	\$ -	
REVENUES:	\$ 276,367					
CAPITAL:						
POSITIONS: FT/PT and Temp						

PUBLIC SECTOR ECONOMIC EFFECTS:

A total of \$276,366,736 in property tax collection revenue will be received for Anchorage School District operations and debt for the 2022 calendar year.

PRIVATE SECTOR ECONOMIC EFFECTS:

A total of \$276,366,736 of property taxes will be paid by Anchorage tax payers as 7.63 mills or \$763 per \$100,000 of assessed valuation for the 2022 calendar year.

Prepared by: Office of Management & Budget

Telephone: 907-343-4496



MUNICIPALITY OF ANCHORAGE

ASSEMBLY INFORMATION MEMORANDUM

No. AIM 42-2021

Meeting Date: March 9, 2021

From: MAYOR

**Subject: BUDGET ADVISORY COMMISSION ANCHORAGE SCHOOL DISTRICT
FY 21-22 BUDGET RESOLUTION**

Attached is a resolution from the Municipal Budget Advisory Commission recommending the Assembly continue to support public education and approve the FY 2021-22 Proposed Budget.

Prepared by: Lance Wilber, Director, Office of Management & Budget
Respectfully submitted: Austin Quinn-Davidson, Acting Mayor

Budget Advisory Commission Anchorage School District FY 21-22 Budget Resolution
Resolution 2021-1

Resolution recommending the Anchorage Assembly approve the school district budget

Whereas; The Budget Advisory Committee had received and reviewed the Anchorage School District Fiscal Year (FY 2021-2022) budget at the February 4th and March 4th meetings;

Whereas; The Anchorage School District explained the challenge and difficult choices they considered given the fiscal constraints they faced in development of the proposed budget;

Whereas; Anchorage School District has submitted its FY 2021-22 budget with a requested upper limit spending authority of \$841,318,521, of which \$255,406,416 would come from local property taxes;

Whereas; Recent property tax amounts contributed by the Municipality include \$245.6 million in FY19, \$248.9 million in FY20, and \$255.88 million in FY21;

Whereas; The total decrease in taxes is for the General Fund (+\$4.11 million, of which \$4.40 million is due to increased Required Local Contribution, partially offset by lower additional allowable contributions), Transportation (-\$1.37 million), and Debt Service (-\$3.21 million);

Whereas; of the FY22 amount being requested, \$2.68 million is being requested to fund Pupil Transportation to keep the same level of service currently being provided;

Whereas; the District has included \$37.79 million in AO 2021-23 to pay for the unfunded portion of the State Bond Debt Reimbursement Program;

Whereas; The District cannot levy taxes and is reliant upon the Municipality to collect on its behalf;

Whereas; The District is subject to a cap by the State on how much funding the Municipality can contribute. Anchorage has continued to provide the full amount of support, allowed by state law, for many years;

Whereas; The BAC encourages the Administration and Assembly to request that the legislature reexamine the Base Student Allocation (BSA) formula.

Now Therefore Be it Resolved: that the Municipal Budget Advisory Commission recommends the Anchorage Assembly continue to support public education and approve the FY 2021-22 Proposed Budget.

Passed and approved on this date: 04-Mar-2021

Alyssa Rodrigues



Budget Advisory Commission, Chair

Municipal Clerk's Office

ApprovedDate: **March 23, 2021**Submitted by: Assembly Members Zaletel
and LaFrance

Prepared by: Assembly Counsel

For Reading: March 9, 2021

ANCHORAGE, ALASKA

AO No. 2021-23(S)

AN ORDINANCE DETERMINING AND APPROVING THE TOTAL AMOUNT OF THE ANNUAL OPERATING BUDGET OF THE ANCHORAGE SCHOOL DISTRICT FOR ITS FISCAL YEAR 2021-2022 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 2021-2022 Proposed Anchorage School District Financial Plan in the amount of \$841,318,521 has been approved by the Anchorage Assembly and that, the amount of \$255,406,416 is to be contributed from local property taxes or other local sources and is hereby appropriated for school purposes to fund the School District for its 2021-2022 fiscal year.

[SECTION 2. THE DISTRICT IS ALSO REQUESTING AN ADDITIONAL \$37,786,086 IN LOCAL PROPERTY TAXES TO PAY BOND DEBT ASSOCIATED WITH THE GOVERNOR'S 100 PERCENT REDUCTION IN STATE BOND DEBT REIMBURSEMENT THAT IS TIED TO BONDS PASSED PRIOR TO 2015.]

Section 2[3]. That this ordinance is effective upon passage and approval.

PASSED AND APPROVED by the Anchorage Assembly, this 23rd day of March, 2021.

ATTEST:

Chair



Municipal Clerk

MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

AM 100-2021

Meeting Date: March 9, 2021

FROM: ANCHORAGE SCHOOL DISTRICT

SUBJECT: AO 2021-23 ANCHORAGE SCHOOL DISTRICT
FY 2021-2022 FINANCIAL PLAN**PROPOSED FINANCIAL PLAN**

The Anchorage School Board has approved the Proposed Financial Plan and Budget for FY 2020-21 in the amount of \$841,318,521. The total proposed Anchorage School District budget by individual fund is projected as follows:

Municipal Upper Limit Summary

Governmental Funds Summary (in millions \$)	Actual [1] FY 2017-18	Actual [1] FY 2018-19	Actual [1] FY 2019-20	Adopted Budget FY 2020-21	Proposed Budget FY 2021-22	FY21 Adopted vs. FY22 Proposed	
						\$	%
General Fund	\$ 579.539	\$ 563.426	\$ 564.115	\$ 575.955	\$ 565.430	\$ (10.525)	-1.8%
Project Carryover [2]	-	-	-	25.000	25.000	-	0.0%
Transportation Fund	23.799	25.462	23.668	25.910	25.809	(0.101)	-0.4%
Grants Fund	47.895	49.370	46.075	130.900	112.619	(18.281)	-14.0%
Debt Service Fund	81.403	77.266	77.175	82.394	70.570	(11.824)	-14.4%
Capital Projects Fund [3]	5.497	4.367	2.775	10.000	10.000	-	0.0%
Student Nutrition Fund	23.678	22.271	21.595	24.141	23.990	(0.151)	-0.6%
Student Activities Fund	7.254	6.268	4.439	7.900	7.900	-	0.0%
ASD Managed Total	769.065	748.430	739.842	882.200	841.318	(40.882)	-4.6%
SOA PERS/TRS On-behalf	38.586	49.218	55.106	52.000	55.000	3.000	5.8%
Total All Funds	\$ 807.651	\$ 797.648	\$ 794.948	\$ 934.200	\$ 896.318	\$ (37.882)	-4.1%

[1] GAAP basis expenditures with on-behalf pension payments removed from individual funds

[2] Accounting practice for transparency and efficiency only - not additional funding

[3] Capital Projects includes capital Legislative grants and General Fund contributions only; voter approved bond projects that are repaid through debt service have been excluded

It is requested that the Anchorage Assembly approve local property taxes in the amount of \$255,406,416, a decrease of \$474,188 from the prior year, or about 0.19 percent, and the upper limit spending authorization of \$841,318,521 for FY 2021-22, a decrease of \$40,881,653 from the prior year.

Additionally, the District is requesting \$37,786,086 in property taxes to pay costs associated with the Governor's 100 percent reduction in State bond debt reimbursement that is tied to bonds passed prior to 2015.

The total tax request to fund the District's FY 2021-22 budget and repay prior bond debt is \$293,192,502. The associated mill rate is expected to increase to 8.49 for calendar year 2021, an increase of about 9.77 percent.

PROPERTY TAXES AND ENROLLMENT

The chart below shows the amount of taxes the District is requesting by both fiscal year (FY), which is July 1 through June 30, and calendar year (CY). Fiscal year taxes are collected over the course of two calendar years, e.g. the second half of the FY 21 tax request (January 1, 2021 – June 30, 2021) and the first half of the FY 22 tax request (July 1, 2021 – December 31, 2021) makes up the total calendar year 2021 request.

FY 2021-22 Proposed Budget Property Tax Request

	Approved Budget FY 2020-2021	Proposed Budget FY 2021-2022	Increase/ (Decrease)	Percent Change
Total Property Taxes (FY)	255,880,604	255,406,416	(474,188)	-0.19%
Total Property Taxes (CY)	252,373,963	255,643,511	3,269,548	1.30%
Estimated Assessed Valuation (CY)	34,752,284,382	34,546,752,248	(205,532,134)	-0.59%
Estimated Mill Rate (CY)	7.26	7.40	0.14	1.93%

Calendar Year Request with Unfunded Bond Debt

	Approved Budget FY 2020-2021	Proposed Budget FY 2021-2022	Increase/ (Decrease)	Percent Change
Total Property Taxes (CY)	252,373,963	255,643,511	3,269,548	1.30%
Unfunded Bond Debt for FY21 (CY)	16,541,107	37,786,086	21,244,979	128.44%
Total Calendar Year Request	268,915,070	293,429,597	24,514,527	9.12%
Estimated Mill Rate (CY)	7.74	8.49	0.76	9.77%

	Actual FY 2020-2021 Sept. 30, 2020	Projected FY 2021-2022 Sept. 30, 2021	Increase/ (Decrease)	Percent Change
Student Enrollment	41,962	45,266	3,304	7.87%
Students with Intensive Needs	949	1,025	76	8.01%

Additional information regarding changes in revenue and expenditures specific to each fund as well as programmatic and staffing changes specific to academic programs and support services can be found in the budget document.

The FY 2021-22 Proposed Financial Plan and Budget continues the Anchorage School Board's commitment to improving the education of all students.

1 The Anchorage School District requests the full support of the Anchorage
2 Assembly for this budget and in the ongoing efforts to continue a community
3 dialogue that focuses on building on the momentum ASD has started to achieve.

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7 Respectfully submitted,

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9 Dr. Deena Bishop
10 Superintendent

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12 DB/JA/AR

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14 Attachments include:

15
16 February 16, 2021 Preliminary Budget Memo

17
18 Comb Bound / PDF Proposed FY 2021-22 Budget under separate cover

Anchorage School District
Fiscal Year 2021-2022

PROJECTED REVENUES AND EXPENDITURES SUMMARY

Fund	Revenues and Fund Balance				2021-2022 Revenue/Source Projections	2021-2022 Expenditure Projections
	Taxes	Local Other	State	Federal		
General Fund	\$ 214,943,663	\$ 5,760,000	\$ 327,446,087	\$ 17,280,508	\$ 565,430,258	\$ 565,430,258
Project Carryover		25,000,000			25,000,000	25,000,000
Transportation Fund	2,676,667	2,335,785	20,796,954		25,809,406	25,809,406
Local, State and Federal Grants Fund		1,530,550	4,074,101	107,014,740	112,619,391	112,619,391
Debt Service Fund	37,786,086	353,492	32,430,294		70,569,872	70,569,872
Capital Projects Fund		10,000,000			10,000,000	10,000,000
Student Nutrition Fund		3,304,924	180,000	20,504,670	23,989,594	23,989,594
Student Activities Fund		7,900,000			7,900,000	7,900,000
ASD Managed Total	255,406,416	56,184,751	384,927,436	144,799,918	841,318,521	841,318,521
SOA PERS/TRS On-behalf			55,000,000		55,000,000	55,000,000
TOTAL	<u>\$ 255,406,416</u>	<u>\$ 56,184,751</u>	<u>\$ 439,927,436</u>	<u>\$ 144,799,918</u>	<u>\$ 896,318,521</u>	<u>\$ 896,318,521</u>
Percentage of Revenue Sources to Total Revenue Projections	28.50%	6.27%	49.08%	16.15%	100.00%	

Computation of Total Taxes
for Calendar Year 2021

			General and Transportation Funds	Debt Service Fund
Amount required to fund second half of Adopted FY 2020-2021 Budget: January 1, 2021/June 30, 2021	\$ 127,940,303		\$ 107,439,420	\$ 20,500,883
Amount required to fund first half of Adopted FY 2021-2022 Budget: July 1, 2021/December 31, 2021	\$ 127,703,208		108,810,165	18,893,043
TOTAL Taxes for Calendar Year 2021			<u>\$ 216,249,585</u>	<u>\$ 39,393,926</u>
Total Taxes for Calendar Year 2021				
A) <u>Total Taxes 2021</u>	\$ 255,643,511	= 7.40 mills	\$ 216,249,585	\$ 39,393,926
Assessed Valuation	\$ 34,546,752,248		\$ 34,546,752,248	\$ 34,546,752,248
			<u>6.26 mills</u>	<u>1.14 mills</u>

Appendix E

Anchorage School District
Fiscal Year 2021-2022

COMPUTATION OF MUNICIPAL PROPERTY TAX LIMITATION

		<u><u>Charter Limit</u></u>
Taxes Projected – Anchorage School District FY 2020-2021		\$ 255,880,604
Less: Prior Year Taxes Required for Debt Service		<u>41,001,766</u>
Net Taxes Approved for General and Transportation Funds		214,878,838
<u>Allowable Growth Factors</u>		
Population – 5 year Average	-0.5%	
CPI – 5 average year Anchorage Urban	<u>0.8%</u>	
	0.3%	<u>644,637</u>
Basic Tax Limitation		215,523,475
<u>Plus Exclusions:</u>		
Judgments/Legal Settlements		521,366
Taxes for Operations and Maintenance on New Voter Approved Facilities		
Taxes Requested on New Construction/Property Improvements (A)		<u>1,575,489</u>
Tax Limitation – General Fund		217,620,330
Taxes Requested for Debt Service		<u>37,786,086</u>
Tax Limitation FY 2021-2022		255,406,416
General and Transportation Funds	217,620,330	
Debt Service Fund	<u>37,786,086</u>	
Taxes Projected in Financial Plan – FY 2021-2022		<u>255,406,416</u>
Amount Over (Under) as allowed by the Property Tax Cap Limitation under the MOA Charter		<u><u>\$ -</u></u>

Municipal Clerk's Office

ApprovedDate: **March 15, 2022**Submitted by: Chairman of the Assembly
at the request of the
School Board

Prepared by: Anchorage School District

For Reading: March 15, 2022

ANCHORAGE, ALASKA

AO No. 2022-30

AN ORDINANCE DETERMINING AND APPROVING THE TOTAL AMOUNT
OF THE ANNUAL OPERATING BUDGET OF THE ANCHORAGE SCHOOL
DISTRICT FOR ITS FISCAL YEAR 2022-2023 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 2022-2023 Proposed Anchorage School District
Financial Plan in the amount of \$850,548,476 has been approved by the Anchorage
Assembly and that, the amount of \$256,691,028 is to be contributed from local
property taxes or other local sources and is hereby appropriated for school purposes
to fund the School District for its 2022-2023 fiscal year.

Section 2. The District is also requesting an additional \$20,318,014 in
local property taxes to pay bond debt associated with the Governor's 63 percent
reduction in State bond debt reimbursement that is tied to bonds passed prior to
2015.

Section 3. That this ordinance is effective upon passage and approval.

PASSED AND APPROVED by the Anchorage Assembly, this 15th day of
March, 2022.



Chair

ATTEST



Municipal Clerk

AM No. 92 - 2022

MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

AM 92-2022

Meeting Date: March 15, 2022

FROM: ANCHORAGE SCHOOL DISTRICT

SUBJECT: AO 2022-30 ANCHORAGE SCHOOL DISTRICT
FY 2022-2023 FINANCIAL PLAN**PROPOSED FINANCIAL PLAN**

The Anchorage School Board has approved the Proposed Financial Plan and Budget for FY 2022-23 in the amount of \$850,548,476. The total proposed Anchorage School District budget by individual fund is projected as follows:

Municipal Upper Limit Summary

Governmental Funds Summary (in millions \$)	Actual [1]	Actual [1]	Actual [1]	Adopted Budget	Proposed Budget	FY22 Adopted vs. FY23 Proposed	
	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23	\$	%
General Fund	\$ 563.426	\$ 564.115	\$ 556.930	\$ 565.430	\$ 549.507	\$ (15.923)	-2.8%
Project Carryover [2]	-	-	-	25.000	25.000	-	0.0%
Transportation Fund	25.462	23.668	22.621	25.809	25.692	(0.117)	-0.5%
Grants Fund	49.370	46.075	63.968	112.619	137.725	25.106	22.3%
Debt Service Fund	77.266	77.175	79.019	70.570	70.766	0.196	0.3%
Capital Projects Fund [3]	4.367	2.775	3.434	10.000	10.000	-	0.0%
Student Nutrition Fund	22.271	21.595	16.035	23.990	23.959	(0.031)	-0.1%
Student Activities Fund	6.268	4.439	1.407	7.900	7.900	-	0.0%
ASD Managed Total	748.430	739.842	743.414	841.318	850.549	9.231	1.1%
SOA PERS/TRS On-behalf	49.218	55.106	54.682	55.000	55.000	-	0.0%
Total All Funds	\$ 797.648	\$ 794.948	\$ 798.096	\$ 896.318	\$ 905.549	\$ 9.231	1.0%

[1] GAAP basis expenditures with on-behalf pension payments removed from individual funds

[2] Accounting practice for transparency and efficiency only - not additional funding

[3] Capital Projects includes capital Legislative grants and General Fund contributions only; voter approved bond projects that are repaid through debt service have been excluded

It is requested that the Anchorage Assembly approve local property taxes in the amount of \$256,691,028, an increase of \$1,284,612 from the prior year, or about 0.5 percent, and the upper limit spending authorization of \$850,548,476 for FY 2022-23, an increase of \$9,229,955 from the prior year.

Additionally, the District is requesting \$20,318,014 in property taxes to pay costs associated with the Governor's 63 percent reduction in State bond debt reimbursement that is tied to bonds passed prior to 2015.

AO 2022 - 30

1 The Anchorage School District requests the full support of the Anchorage
2 Assembly for this budget and in the ongoing efforts to continue a community
3 dialogue that focuses on building on the momentum ASD has started to achieve.
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7 Respectfully submitted,
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11 Dr. Deena Bishop
12 Superintendent
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14 DB/JA/AR
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16 Attachments include:
17

18 February 22, 2022 Preliminary Budget Memo
19

20 Comb Bound / PDF Proposed FY 2022-23 Budget under separate cover

ANCHORAGE SCHOOL DISTRICT
ANCHORAGE, ALASKA

ASD MEMORANDUM #081 (2021-2022)

February 8, 2022

TO: SCHOOL BOARD

FROM: DR. DEENA BISHOP, SUPERINTENDENT

SUBJECT: FY 2022-23 PRELIMINARY FINANCIAL PLAN AND BUDGET

ASD Core Value: *The District will be open, transparent and accountable to the public.*

RECOMMENDATION:

It is the Administration's recommendation that the School Board approve the fiscal year 2022-2023 Preliminary Budget and authorize an upper limit spending authority of \$850,548,476.

PERTINENT FACTS:

Consistent with the upper limit budget set in the Board's pro forma financial planning guidance and updated revenue projections, the total Anchorage School District managed funds for FY 2022-23 is \$850.549 million, or about 1.1 percent above the prior year. Including the State of Alaska on-behalf payments, the total for all funds is \$905,549 million or about a 1.0 percent increase from FY 2021-22. The following table shows the upper limit authority requested for each fund:

Municipal Upper Limit Summary

Governmental Funds Summary (in millions \$)	Actual [1] FY 2018-19	Actual [1] FY 2019-20	Actual [1] FY 2020-21	Adopted Budget FY 2021-22	Preliminary Budget FY 2022-23	FY22 Adopted vs. FY23 Preliminary	
						\$	%
General Fund	\$ 563.426	\$ 564.115	\$ 556.930	\$ 565.430	\$ 549.507	\$ (15.923)	-2.8%
Project Carryover [2]	-	-	-	25.000	25.000	-	0.0%
Transportation Fund	25.462	23.668	22.621	25.809	25.692	(0.117)	-0.5%
Grants Fund	49.370	46.075	63.968	112.619	137.725	25.106	22.3%
Debt Service Fund	77.266	77.175	79.019	70.570	70.766	0.196	0.3%
Capital Projects Fund [3]	4.367	2.775	3.434	10.000	10.000	-	0.0%
Student Nutrition Fund	22.271	21.595	16.035	23.990	23.959	(0.031)	-0.1%
Student Activities Fund	6.268	4.439	1.407	7.900	7.900	-	0.0%
ASD Managed Total	748.430	739.842	743.414	841.318	850.549	9.231	1.1%
SOA PERS/TRS On-behalf	49.218	55.106	54.682	55.000	55.000	-	0.0%
Total All Funds	\$ 797.648	\$ 794.948	\$ 798.096	\$ 896.318	\$ 905.549	\$ 9.231	1.0%

[1] GAAP basis expenditures with on-behalf pension payments removed from individual funds

[2] Accounting practice for transparency and efficiency only - not additional funding

[3] Capital Projects includes capital Legislative grants and General Fund contributions only; voter approved bond projects that are repaid through debt service have been excluded

Additional information regarding changes in revenue and expenditures specific to each fund can be found in the budget document as well as programmatic and staffing changes specific to academic programs and support services.

Once the FY 2022-23 Preliminary Budget is approved, it will become the Proposed Budget and is submitted to the Anchorage Assembly no later than the first Monday in March.

After Assembly approval and the Legislative session has concluded, the District will finalize the Adopted Budget, incorporating any changes made by those entities and approved by the School Board, if necessary.

DB/MS/JA/TR/MT/MF/AR

Prepared by: Andy Ratliff, Senior Director, OMB

Approved by: Jim Anderson, Chief Financial Officer
Dr. Mark Stock, Deputy Superintendent
Tom Roth, Chief Operating Officer
Matt Teaford, Chief Human Resource Officer
Mike Fleckenstein, Chief Information Officer

Attachment – FY 2022-23 Preliminary Budget

Anchorage School District
Fiscal Year 2022-2023

PROJECTED REVENUES AND EXPENDITURES SUMMARY

Fund	Revenues and Fund Balance				2022-2023 Revenue/Source Projections	2022-2023 Expenditure Projections
	Taxes	Local Other	State	Federal		
General Fund	\$ 212,394,716	\$ 5,835,000	\$ 314,645,952	\$ 16,631,546	\$ 549,507,214	\$ 549,507,214
Project Carryover		25,000,000			25,000,000	25,000,000
Transportation Fund	5,634,390		20,057,113		25,691,503	25,691,503
Local, State and Federal Grants Fund		1,585,550	3,894,995	132,244,488	137,725,033	137,725,033
Debt Service Fund	38,661,922	353,492	31,750,623		70,766,037	70,766,037
Capital Projects Fund		10,000,000			10,000,000	10,000,000
Student Nutrition Fund		2,938,057	150,000	20,870,632	23,958,689	23,958,689
Student Activities Fund		7,900,000			7,900,000	7,900,000
ASD Managed Total	256,691,028	53,612,099	370,498,683	169,746,666	850,548,476	850,548,476
SOA PERS/TRS On-behalf			55,000,000		55,000,000	55,000,000
TOTAL	<u>\$ 256,691,028</u>	<u>\$ 53,612,099</u>	<u>\$ 425,498,683</u>	<u>\$ 169,746,666</u>	<u>\$ 905,548,476</u>	<u>\$ 905,548,476</u>
Percentage of Revenue Sources to Total Revenue Projections	28.35%	5.92%	46.98%	18.75%	100.00%	

Computation of Total Taxes
for Calendar Year 2022

			General and Transportation Funds	Debt Service Fund
Amount required to fund second half of Adopted FY 2021-2022 Budget: January 1, 2022/June 30, 2022	\$ 127,703,208		\$ 108,810,165	\$ 18,893,043
Amount required to fund first half of Adopted FY 2022-2023 Budget: July 1, 2022/December 31, 2022	\$ 128,345,514		109,014,553	19,330,961
TOTAL Taxes for Calendar Year 2022			<u>\$ 217,824,718</u>	<u>\$ 38,224,004</u>
Total Taxes for Calendar Year 2022				
A) <u>Total Taxes 2022</u>	\$ 256,048,722	= 7.403 mills	\$ 217,824,718	\$ 38,224,004
Assessed Valuation	\$ 34,585,381,504		\$ 34,585,381,504	\$ 34,585,381,504
			<u>6.298 mills</u>	<u>1.105 mills</u>

Appendix E

Anchorage School District
Fiscal Year 2022-2023

COMPUTATION OF MUNICIPAL PROPERTY TAX LIMITATION

		<u>Charter Limit</u>
Taxes Projected – Anchorage School District FY 2021-2022		\$ 255,406,416
Less: Prior Year Taxes Required for Debt Service		<u>37,786,086</u>
Net Taxes Approved for General and Transportation Funds		217,620,330
<u>Allowable Growth Factors</u>		
Population – 5 year Average	-0.7%	
CPI – 5 average year Anchorage Urban	<u>1.3%</u>	
	0.6%	<u>1,305,722</u>
Basic Tax Limitation		218,926,052
<u>Plus Exclusions:</u>		
Judgments/Legal Settlements		-
Taxes for Operations and Maintenance on New Voter Approved Facilities		-
Taxes Requested on New Construction/Property Improvements (A)		<u>1,085,810</u>
Tax Limitation – General Fund		220,011,862
Taxes Requested for Debt Service		<u>38,661,922</u>
Tax Limitation FY 2022-2023		258,673,784
General and Transportation Funds	218,029,106	
Debt Service Fund	<u>38,661,922</u>	
Taxes Projected in Financial Plan – FY 2022-2023		<u>256,691,028</u>
Amount Over (Under) as allowed by the Property Tax Cap Limitation under the MOA Charter		<u>\$ (1,982,756)</u>

Appendix F

American Rescue Plan (ARP) Act Spending Plan

The ARP Act, signed into law on March 11, 2021, provides funding and flexibility for States to respond to the COVID-19 emergency, work to fully reopen K-12 schools, and provide interventions to students who have been adversely affected by the pandemic.

On November 17, 2021, the School Board authorized the Superintendent to accept the ARP Act grant in the amount of \$112,451,632 and allocated an initial amount of \$21,151,925 to District priorities with the remaining \$91,299,707 to be allocated during the FY 2022-23 budgeting process.

Allocated funding is available to the District to be spent from July 1, 2021 through September 30, 2024 and the District has identified several areas that will be a high value response to the COVID-19 pandemic, including a mandatory 20 percent directed toward evidence-based interventions to address learning loss initiatives, facility and air quality enhancements, maintaining class sizes, and School Board goals and guardrails.

The administration has strategically developed a plan to use the funds in FY22 through FY24, utilizing input from the Strategic Planning Task Force (SPTF), community & staff members, and the School Board's goals and guardrails. Actual amounts in each are may vary depending on actual costs and priority shifts during the next 2 years.

Teachers to Preserve PTR in FY23- \$56,219,316

Funds will be used to attain lower pupil teacher ratios in neighborhood schools for FY23. In FY22 the District allocated nearly \$29 million in CRRSA funds to retain PTR; this amount was able to keep an additional PTR of 4 at all K12 grade levels. In FY 23 these funds will be used to offset a PTR of 10 at all K12 grade levels representing 477.2 FTE.

Learning Loss Initiatives - \$11,702,900

Assessments and planning will continue to identify and address areas in which learning loss can be mitigated. The following planned uses are not inclusive of all future initiatives:

- **Summer School for FY23/24 - \$4,300,000**
Funds will be used to increase learning opportunities for all students in FY23-24. This will provide continuity and connectedness to learning for students at all grade levels K-12. The administration plans to dedicate \$4.3 million to support extended learning in the summers of 2023 and 2024.
- **Virtual Teachers for FY23 - \$2,343,161**
Funds will be used to pay the salaries and benefits for 20 virtual teachers in support of ASD Virtual.
- **Reading Teacher Experts - \$1,288,739**
Funds will be used to pay the salaries and benefits for 11 Reading Teacher Experts for FY23. These positions will be allocated to schools with the most needs after assessments are completed in the spring of 2022.
- **Implement reading initiatives - \$3,450,000.**

Funds to be spent in FYs 23/24 for Heggerty Phonological and Phonemic Awareness, professional development, and instructional materials to support PreK through 3rd grade reading. Afterschool reading intervention programs will cover 8-week sessions in 30 schools twice yearly. Substitutes for MTSS data meetings to support reading and math.

- **Training Inclusive Practices for Special Education staff in FYs 23/24 - \$221,000**
Funds will be used to provide training to special education teachers, school administrators and other staff, with strategies and methods to ensure students are making academic progress with better access to the general curriculum. Training topics include, but are not limited, to the following: specializing instruction, IEP development, inclusive practices, accommodations & modifications, Co-Teaching, engagement strategies, etc.
- **Increased Substitute Teacher training for FYs 23/24 - \$100,000**
Funds will be used to pay for training substitute teachers during onboarding. This will better prepare new substitute teachers so they are more effective when they perform their classroom duties.

Board Goals & Guardrails - \$1,777,536

Assessments and planning will continue to identify and address areas in which learning loss can be mitigated. The following planned uses are not inclusive of all future initiatives:

- **Graduation supports for at risk students for FYs 23/24 - \$360,000**
Funds will be used to partner with United Way and Covenant House in order to support students that are migrant, CITH or EDS and not on track to graduate.
- **Training for implementing the College, Career & Life Ready (CCL) student platform in FYs 23/24 - \$100,000**
Funds will be used to pay for staff training (substitutes) so they will be able to assist students in developing personal pathways for their success after graduation.
- **Expand Work-based learning for FYs 23/24 - \$300,000**
Funds will be used to Support the expansion of work-based learning opportunities in all middle and high schools to include field trips, job shadows, internships, mentorships, and Cooperative Learning experiences. Funds transportation, staffing, partnerships, and employer community-outreach to expand work-based learning options for students to reengage in real world learning. Students in all ASD programs including World Language, Gifted Mentorship, CTE and other pathways would have expanded access to apply their skills in real-world settings.
- **Universal PSAT in FY 24 - \$59,400**
Funds will be used to pay for 3,300 students to take the PSAT.
- **Universal SAT/ACT FYs 23/24 - \$363,000**
Funds will be used to pay for 3,300 students to take the SAT, and 3,300 students to take the ACT. Funds may be shifted between the two tests depending on the number of students who sign up for their choice of tests.
- **CCL Student Platform FYs 23/24 - \$331,000**

Funds will be used to pay for 3,300 students to take the SAT, and 3,300 students to take the ACT. Funds may be shifted between the two tests depending on the number of students who sign up for their choice of tests.

- **Testing coordinator in FYs 23/24 - \$30,000**
Funds will be used to pay addenda for testing coordinators in support of the CCL Board Goal.
- **Career Pathways Development in FYs 23/24 - \$40,000**
Funds will be used to pay for training and addenda required to develop, assess, and refine the Career Pathways programs.
- **Senior Director, Mental Health in FYs 23/24 - \$194,136**
Funds will be used to pay for .5 FTE of the Senior Director of Mental Health and Student Support position. This position will be responsible for the administration, long-term planning, coordination, and evaluation of mental and behavioral health services, social-emotional learning, and student support services, which supports the mental health guardrail.

Air Quality Improvements for District Managed School Buildings and upgrades to intercom systems- \$8,921,644

Funds will be used to improve outdated TC6 intercom systems and to replace aging and outdated pneumatic air exchange systems in order to improve air quality in schools to enhance safety for staff and students. The following areas of improvement are planned for FY23 and FY24.

- **Upgrades to Direct Digital Control (DDC) for 24 schools and 2 facilities that still have pneumatic control systems in the ventilation systems - \$7,721,644**
Upgrading these heating and ventilation systems will allow for precise control of the air delivered to the occupied spaces. With this precise control, changes to the air being delivered can be remotely monitored and through DDC controls adjusted automatically to maximize ventilation airflow per ASHRAE recommendations for virus mitigation. Making the upgrade to these systems will improve both air cleaning as well as improve energy efficiency.
- **Modernize Intercom systems for 16 schools - \$1,200,000**
Funds will be used to replace 16 schools with outdated TC6 Intercom systems, and two schools with outdated WWT intercom systems. Upgrades will include classroom audio in each school. These upgrades will improve security for staff and students, as repair parts are no longer produced for the TC6 and WWT intercom systems.

1:1 Equipment, Software and support personnel for secondary schools in FYs 23/24 - \$12,678,311

Funds will be used to buy, manage, maintain, and repair equipment and software in support of a 1:1 device for each secondary student. The costs for the equipment and software are approximately \$5.8 million/year, and the 17 FTE in staff who are currently managing the program cost approximately \$1.7 million/year, however, funding availability within the ARP grant may be limited.