

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 2025, the ASD tax need is calculated as follows:

| Fiscal Year | Approving Document | Fiscal Year Tax Need | | 2025 Tax Need | 2025 |
|--|---------------------------|-----------------------------|----|-----------------------|-------------|
| 2024-2025 | AO 2024-17 | \$ 263,944,771 | /2 | \$ 131,972,386 | Jan-Jun |
| 2025-2026 | AO 2025-29 | \$ 267,342,224 | /2 | \$ 133,671,112 | Jul-Dec |
| ASD Tax need for Tax Year Total | | | | \$ 265,643,498 | |

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.

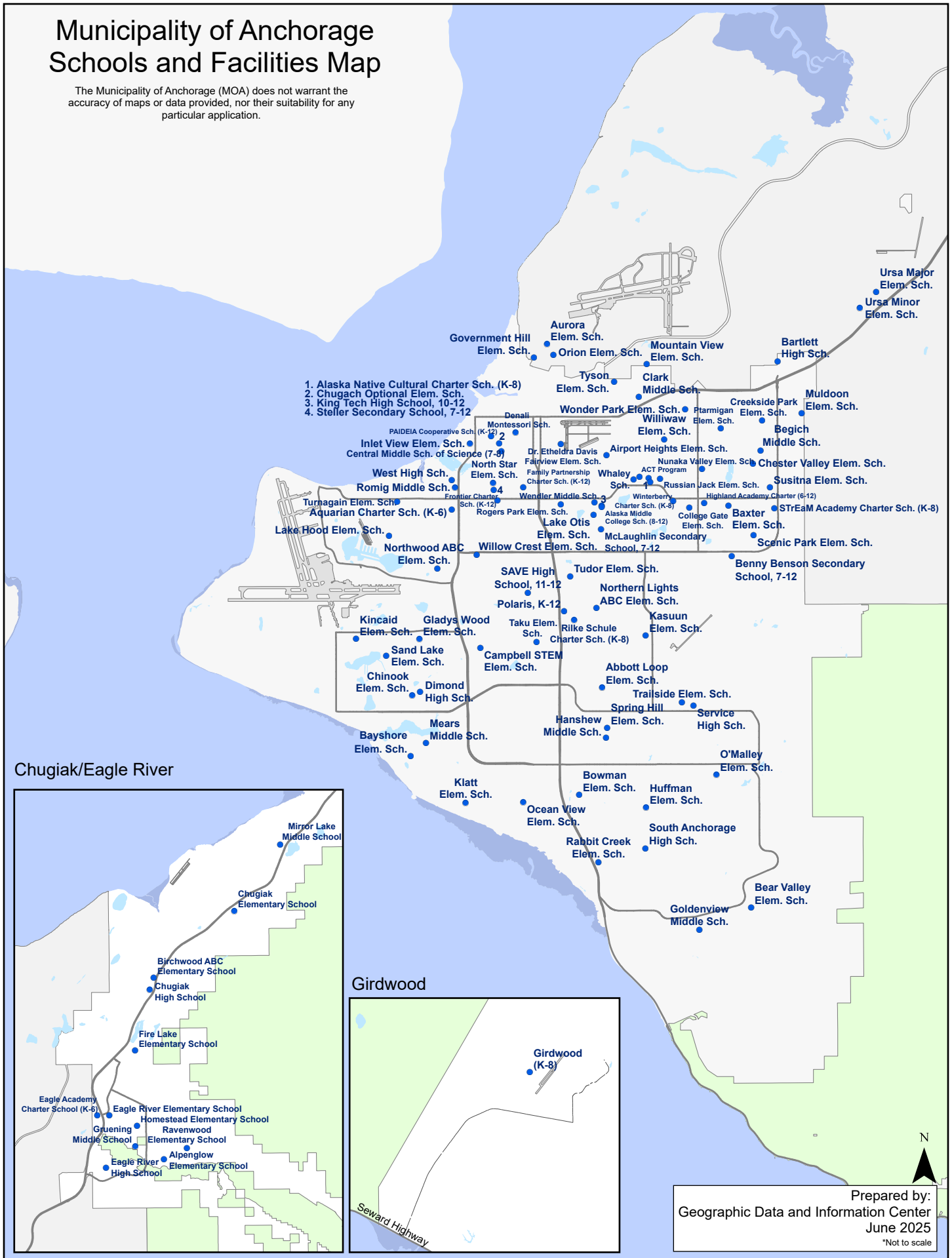
$$\frac{\text{ASD Tax Need for Tax Year}}{\text{Areawide Service Area Assessed Value}} \times 1,000 = \text{Mill Rate}$$

The 2025 ASD mill rate, based on the 2025 ASD tax need and the Areawide service area assessed value at 03/17/2025, is calculated as follows:

$$\frac{\$ 265,643,498}{\$ 42,050,512,685} \times 1,000 = 6.32$$

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

Approved

Date: April 22, 2025

Submitted by:

Chair of the Assembly at the
request of the Mayor

Prepared by:

Office of Management & Budget

For Reading:

April 8, 2025

ANCHORAGE, ALASKA

AO NO. 2025 – 46

AN ORDINANCE OF THE MUNICIPALITY OF ANCHORAGE 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 2025.

THE ANCHORAGE ASSEMBLY ORDAINS:

Section 1. The Assembly hereby fixes the rate of the tax levy for the Anchorage School District for tax year 2025. The Anchorage Assembly levies this tax upon the full value of all assessed taxable real and personal property:

Areawide School District, Areawide a tax of 6.32 mills

Section 2. The property tax amount approved for 2025 is:

Anchorage School District, Areawide \$ 265,643,498

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

PASSED AND APPROVED by the Anchorage Assembly this 22nd day of April 2025.

Christopher Constant

ATTEST:

Chair

Janie Tung

Municipal Clerk



MUNICIPALITY OF ANCHORAGE

Assembly Memorandum

AM No. 283 – 2025

Meeting Date: April 8, 2025

FROM: MAYOR

**SUBJECT: AN ORDINANCE OF THE MUNICIPALITY OF ANCHORAGE
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 2025.**

This memorandum transmits the ordinance to establish the 2025 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 calendar year 2025 as follows:

- Half of the \$263,944,771 of property taxes approved for ASD's fiscal year 2024-2025 operating budget, per AO 2024-17
- Half of the \$267,342,224 of property taxes approved for ASD's fiscal year 2025-2026 operating budget, per AO 2025-29

To calculate mill rates, property taxes approved to support ASD's operating budget are divided by taxable assessed values:

| | | | | |
|---|---|-------|---|-----------|
| $\frac{\text{ASD Approved Property Taxes for Tax Year}}{\text{Areawide Service Area Taxable Assessed Value}}$ | x | 1,000 | = | Mill Rate |
| $\frac{265,643,498}{42,050,512,685}$ | x | 1,000 | = | 6.32 |

THE ADMINISTRATION RECOMMENDS APPROVAL.

| | |
|-------------------------|---|
| Prepared by: | Office of Management & Budget (OMB) |
| Approved by: | Ona R. Brause, OMB Director |
| Concur: | Eva Gardner, Municipal Attorney |
| Concur: | Philippe D. Brice, Chief Fiscal Officer |
| Concur: | William D. Falsey, Chief Administrative Officer |
| Concur: | Rebecca A. Windt Pearson, Municipal Manager |
| Respectfully Submitted: | Suzanne LaFrance, Mayor |

MUNICIPALITY OF ANCHORAGE
Summary of Economic Effects -- Anchorage School District

AO Number: 2025-46

Title: **AN ORDINANCE OF THE MUNICIPALITY OF ANCHORAGE 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 2025.**

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

| CHANGES IN EXPENDITURES AND REVENUES: | | (In Thousands of Dollars) | | | |
|--|-------------------|----------------------------------|-------------|-------------|-------------|
| | FY25 | FY26 | FY27 | FY28 | FY29 |
| Operating Expenditures | | | | | |
| Salaries and Benefits | \$ - | \$ - | \$ - | \$ - | \$ - |
| Non-Labor | - | - | - | - | - |
| Transfers to Other Funds | 265,643 | - | - | - | - |
| Debt Service | - | - | - | - | - |
| TOTAL DIRECT COSTS: | \$ 265,643 | \$ - | \$ - | \$ - | \$ - |
| Add: Charges from Others | \$ - | \$ - | \$ - | \$ - | \$ - |
| Less: Charges to Others | - | - | - | - | - |
| FUNCTION COST: | \$ 265,643 | \$ - | \$ - | \$ - | \$ - |
| REVENUES: | \$ 265,643 | \$ - | \$ - | \$ - | \$ - |
| CAPITAL: | \$ - | \$ - | \$ - | \$ - | \$ - |
| POSITIONS: FT/PT and Temp | 0 | 0 | 0 | 0 | 0 |

PUBLIC SECTOR ECONOMIC EFFECTS:

A total of \$265,643,498 in property tax collection revenue will be received for Anchorage School District operations and debt for the 2025 calendar year and will be contributed to the Anchorage School District.

PRIVATE SECTOR ECONOMIC EFFECTS:

A total of \$265,643,498 in property taxes for Anchorage School District operations and debt will be paid by Anchorage taxpayers as 6.32 mills or \$632 per \$100,000 of taxable assessed valuation for the 2025 calendar year.

Prepared by: Office of Management & Budget

Phone: 907-343-4496

Municipal Clerk's Office

Approved

Date: **March 19, 2024**

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

Prepared by: Anchorage School District
For Reading: March 5, 2024

**ANCHORAGE, ALASKA
AO NO. 2024-17**

1 AN ORDINANCE DETERMINING AND APPROVING THE TOTAL AMOUNT OF
2 THE ANNUAL OPERATING BUDGET OF THE ANCHORAGE SCHOOL DISTRICT
3 FOR ITS FISCAL YEAR 2024-2025 AND DETERMINING AND APPROPRIATING
4 THE PORTION OF THE ASSEMBLY APPROVED BUDGET AMOUNT TO BE
5 MADE AVAILABLE FROM LOCAL SOURCES.

6
7 THE ANCHORAGE ASSEMBLY ORDAINS:

8
9 Section 1. That the FY 2024-2025 Proposed Anchorage School
10 District Financial Plan in the amount of \$894,240,584 has been approved by the
11 Anchorage Assembly and that, the amount of \$263,944,771 is to be contributed from
12 local property taxes or other local sources and is hereby appropriated for school
13 purposes to fund the School District for its 2024-2025 fiscal year.

14
15
16 Section 2. That this ordinance is effective upon passage and approval.

17
18 PASSED AND APPROVED by the Anchorage Assembly, this 19th day of March,
19 2024.

20
21
22
23
24 ATTEST:



Chair

25
26
27 

28
29 Municipal Clerk

MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

AM No. 152-2024

Meeting Date: March 5, 2024

FROM: ANCHORAGE SCHOOL DISTRICT

SUBJECT: AO 2024-17 ANCHORAGE SCHOOL DISTRICT
FY 2024-2025 FINANCIAL PLAN**PROPOSED FINANCIAL PLAN**

The Anchorage School Board has approved the Proposed Financial Plan and Budget for FY 2024-25 in the amount of \$894,240,584. 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 2020-21 | Actual [1] FY 2021-22 | Actuals [1] FY 2022-23 | Adopted Budget FY 2023-24 | Proposed Budget FY 2024-25 | FY24 Adopted vs. FY25 Proposed | |
|--|--------------------------|--------------------------|---------------------------|---------------------------------|----------------------------------|-----------------------------------|--------|
| | | | | | | \$ | % |
| General Fund | \$ 556.930 | \$ 550.262 | \$ 517.874 | \$ 610.994 | \$ 629.863 | \$ 18.869 | 3.1% |
| Project Carryover [2] | - | - | - | 25.000 | 30.000 | 5.000 | 20.0% |
| Transportation Fund | 22.621 | 22.278 | 25.194 | 27.834 | 28.824 | 0.990 | 3.6% |
| Grants Fund | 63.968 | 98.443 | 135.958 | 92.450 | 67.670 | (24.780) | -26.8% |
| Debt Service Fund | 79.019 | 66.819 | 70.752 | 63.715 | 54.597 | (9.118) | -14.3% |
| Capital Projects Fund [3] | 3.434 | 2.141 | 11.854 | 52.412 | 50.000 | (2.412) | -4.6% |
| Student Nutrition Fund | 16.035 | 22.261 | 22.200 | 24.837 | 25.386 | 0.549 | 2.2% |
| Student Activities Fund | 1.407 | 3.713 | 5.718 | 7.900 | 7.900 | - | 0.0% |
| ASD Managed Total | 743.414 | 765.917 | 789.550 | 905.142 | 894.240 | (10.902) | -1.2% |
| SOA PERS/TRS On-behalf | 54.682 | 57.939 | 33.951 | 55.000 | 50.000 | (5.000) | -9.1% |
| Total All Funds | \$ 798.096 | \$ 823.856 | \$ 823.501 | \$ 960.142 | \$ 944.240 | \$ (15.902) | -1.7% |

[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

The upper limit spending authorization of \$894,240,584 for FY 2024-25, is a decrease of \$10,901,929 from the prior year. The overall decrease in upper limit spending is primarily due to the expiration of remaining COVID Relief funding to schools provided under the American Rescue Plan Act through the Elementary and Secondary School Emergency Relief Fund.

It is requested that the Anchorage Assembly approve local property taxes in the amount of \$263,944,771, an increase of \$460,765 from the prior year, or about .17

AO 2024 - 17

percent. The tax increase is primarily due to increased costs in Student Transportation coupled with flat state transportation funding, which is partially offset by decreases in Debt repayment and a slight decrease in both the Required Local Contribution and Additional Local Contribution request due to enrollment declines. The change in taxes by type is shown in the table below:

| | Approved Budget FY 2023-2024 | Proposed Budget FY 2024-2025 | Increase/ (Decrease) | Percent Change |
|-------------------------------|------------------------------------|------------------------------------|-------------------------|-------------------|
| Required Local Contribution | \$ 120,362,918 | \$ 120,159,280 | \$ (203,638) | -0.17% |
| Additional Local Contribution | 100,675,904 | 100,612,712 | (63,192) | -0.06% |
| Student Transportation | 5,042,104 | 9,060,354 | 4,018,250 | 79.69% |
| Debt Service | 37,403,080 | 34,112,425 | (3,290,655) | -8.80% |
| Total Local Taxes Requested | \$ 263,484,006 | \$ 263,944,771 | \$ 460,765 | 0.17% |

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 24 tax request (January 1, 2024 – June 30, 2024) and the first half of the FY 24 tax request (July 1, 2024 – December 31, 2024) makes up the total calendar year 2024 request.

FY 2024-25 Proposed Budget Property Tax Request

| | Approved Budget FY 2023-2024 | Proposed Budget FY 2024-2025 | Increase/ (Decrease) | Percent Change |
|-----------------------------------|------------------------------------|------------------------------------|-------------------------|-------------------|
| Total Property Taxes (FY) | 263,484,006 | 263,944,771 | 460,765 | 0.17% |
| Total Property Taxes (CY) | 260,087,517 | 263,714,389 | 3,626,872 | 1.39% |
| Estimated Assessed Valuation (CY) | 37,600,552,285 | 39,464,975,293 | 1,864,423,008 | 4.96% |
| Estimated Mill Rate (CY) | 6.92 | 6.68 | (0.24) | -3.47% |

While taxes requested for ongoing operations are expected to increase by 1.39 percent for calendar year 2024, the overall tax burden and mill rates are set to decline by 3.47 percent for the year.

Enrollment is expected to stagnate, with a slight increase in average daily membership of .32 percent. The total projected District enrollment is shown below:

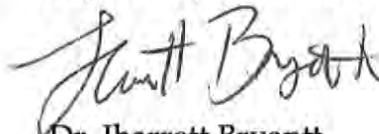
| | Actual FY 2023-2024 October, 2023 | Projected FY 2024-2025 October, 2023 | Increase/ (Decrease) | Percent Change |
|-------------------------------|---|--|-------------------------|-------------------|
| Average Daily Membership | 42,526 | 42,664 | 138 | 0.32% |
| Students with Intensive Needs | 1,119 | 1,118 | (1) | -0.09% |

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 2024-25 Proposed Financial Plan and Budget continues the Anchorage School Board's commitment to improving the education of all students.

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

Respectfully submitted,



Dr. Jharrett Bryantt
Superintendent

JB/ AR

Attachments include:

February 27, 2024 Preliminary Budget Memo

Comb Bound / PDF Proposed FY 2024-25 Budget under separate cover.

Anchorage School District
Fiscal Year 2024-2025

PROJECTED REVENUES AND EXPENDITURES SUMMARY

| | Revenues and Fund Balance | | | | 2024-2025 | 2024-2025 |
|--|---------------------------|-----------------------|-----------------------|----------------------|----------------------------|-------------------------|
| Fund | Local | | State | Federal | Revenue/Source Projections | Expenditure Projections |
| | Taxes | Other | | | | |
| General Fund | \$ 220,771,992 | \$ 81,374,000 | \$ 310,677,458 | \$ 17,039,459 | \$ 629,862,909 | \$ 629,862,909 |
| Project Carryover | | 30,000,000 | | | 30,000,000 | 30,000,000 |
| Transportation Fund | 9,060,354 | | 19,763,434 | | 28,823,788 | 28,823,788 |
| Local, State and Federal Grants Fund | | 1,680,129 | 8,829,653 | 57,160,494 | 67,670,276 | 67,670,276 |
| Debt Service Fund | 34,112,425 | 353,492 | 20,131,353 | | 54,597,270 | 54,597,270 |
| Capital Projects Fund | | 50,000,000 | | | 50,000,000 | 50,000,000 |
| Student Nutrition Fund | | 898,853 | 135,000 | 24,352,488 | 25,386,341 | 25,386,341 |
| Student Activities Fund | | 7,900,000 | | | 7,900,000 | 7,900,000 |
| ASD Managed Total | <u>263,944,771</u> | <u>172,206,474</u> | <u>359,536,898</u> | <u>98,552,441</u> | <u>894,240,584</u> | <u>894,240,584</u> |
| SOA PERS/TRS On-behalf | | | 50,000,000 | | 50,000,000 | 50,000,000 |
| TOTAL | <u>\$ 263,944,771</u> | <u>\$ 172,206,474</u> | <u>\$ 409,536,898</u> | <u>\$ 98,552,441</u> | <u>\$ 944,240,584</u> | <u>\$ 944,240,584</u> |
| Percentage of Revenue Sources to Total Revenue Projections | 27.95% | 18.24% | 43.37% | 10.44% | 100.00% | |

Computation of Total Taxes
for Calendar Year 2024

| | | General and Transportation Funds | Debt Service Fund |
|--|-------------------|--|----------------------|
| Amount required to fund second half of Adopted FY 2023-2024 Budget: January 1, 2024/June 30, 2024 | \$ 131,742,003 | \$ 113,040,463 | \$ 18,701,540 |
| Amount required to fund first half of Adopted FY 2024-2025 Budget: July 1, 2024/December 31, 2024 | \$ 131,972,386 | <u>114,916,173</u> | <u>17,056,213</u> |
| TOTAL Taxes for Calendar Year 2024 | | <u>\$ 227,956,636</u> | <u>\$ 35,757,753</u> |
| Total Taxes for Calendar Year 2024 | | | |
| <u>Total Taxes 2024</u> | \$ 263,714,389 | \$ 227,956,636 | \$ 35,757,753 |
| Assessed Valuation [1] | \$ 39,464,975,293 | \$ 39,464,975,293 | \$ 39,464,975,293 |
| | | <u>5.776 mills</u> | <u>0.906 mills</u> |

[1] The assessed value for 2024 is an estimate and is subject to change

Appendix E

Anchorage School District
Fiscal Year 2024-2025

COMPUTATION OF MUNICIPAL PROPERTY TAX LIMITATION

| | | | <u>Charter Limit</u> |
|---|-------------------|--|-----------------------|
| Taxes Projected – Anchorage School District FY 2023-2024 | | | \$ 263,484,006 |
| Less: Prior Year Taxes Required for Debt Service | | | <u>37,403,080</u> |
| Net Taxes Approved for General and Transportation Funds | | | 226,080,926 |
| <u>Allowable Growth Factors</u> | | | |
| Population – 5 year Average | -0.4% | | |
| CPI – 5 average year Anchorage Urban | <u>2.8%</u> | | |
| | 2.4% | | <u>5,425,942</u> |
| Basic Tax Limitation | | | 231,506,868 |
| <u>Plus Exclusions:</u> | | | |
| Judgments/Legal Settlements | | | - |
| Taxes for Operations and Maintenance on New Voter Approved Facilities | | | - |
| Taxes Requested on New Construction/Property Improvements | | | <u>1,692,321</u> [1] |
| Tax Limitation – General Fund | | | 233,199,189 |
| Taxes Requested for Debt Service | | | <u>34,112,425</u> |
| Tax Limitation FY 2024-2025 | | | 267,311,614 |
| General and Transportation Funds | 229,832,346 | | |
| Debt Service Fund | <u>34,112,425</u> | | |
| Taxes Projected in Financial Plan – FY 2024-2025 | | | <u>263,944,771</u> |
| Amount Over (Under) as allowed by the Property Tax Cap Limitation under the MOA Charter | | | <u>\$ (3,366,843)</u> |

[1] New construction amount taken from the Municipality of Anchorage's 2024 Proposed General Government Operating Budget.

Municipal Clerk's Office

ApprovedDate: **April 2, 2025**Submitted by: Chairman of the Assembly
at the request of the
School BoardPrepared by: Anchorage School District
For Reading: March 4, 2025[4](S) Submitted by: Assembly Chair Constant
Vice Chair Zaletel

(S) Prepared by: Assembly Counsel's Office

(S) For reading: April 2, 2025

**ANCHORAGE, ALASKA
AO NO. 2025-29(S)**

1 AN ORDINANCE DETERMINING AND APPROVING THE TOTAL AMOUNT OF THE
2 ANNUAL OPERATING BUDGET OF THE ANCHORAGE SCHOOL DISTRICT FOR ITS
3 FISCAL YEAR 2025-2026 AND DETERMINING AND APPROPRIATING THE PORTION
4 OF THE ASSEMBLY APPROVED BUDGET AMOUNT TO BE MADE AVAILABLE FROM
5 LOCAL SOURCES; **AND APPROVING EXPENDITURE OF FUNDS IN EXCESS OF THE**
6 **TOTAL AMOUNT APPROVED HEREIN ONLY BY AN AMOUNT RESULTING FROM THE**
7 **STATE OF ALASKA ENACTING AN INCREASE TO THE BASE STUDENT**
8 **ALLOCATION STATUTE, IF ANY.**

9
10 THE ANCHORAGE ASSEMBLY ORDAINS:

11
12 Section 1. That the FY 2025-2026 Proposed Anchorage School District
13 Financial Plan in the amount of \$866,250,188 has been approved by the Anchorage
14 Assembly and that, the amount of \$267,342,224 is to be contributed from local property
15 taxes or other local sources and is hereby appropriated for school purposes to fund the
16 School District for its 2025-2026 fiscal year.

17
18 **Section 2. Pursuant to Anchorage Municipal Charter § 6.05(b), the**
19 **Assembly approves spending above the total budget amount approved in Section 1**
20 **only if the State of Alaska enacts an increase to the Base Student Allocation (BSA)(AS**
21 **§ 14.17.470) effective on or before July 1, 2025, and only by an amount not to exceed:**
22 **(the dollar increase in the BSA above \$5,960)**
23 **x 71,160 (the District's Adjusted Average Daily Membership).**

24
25
26 **This approval is limited to the above condition and state funding, and does not**
27 **authorize or approve any additional contribution from local property taxes or other**
28 **local sources.**

29
30 Section **3[2]**. That this ordinance is effective upon passage and approval.

31
32 PASSED AND APPROVED by the Anchorage Assembly, this 2nd day of April, 2025.

33
34 *Christopher Constant*

35
36 ATTEST:

Chair

37
38 *Jamie Tully*

39
40 Municipal Clerk

MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

AM No. 163-2025

Meeting Date: March 4, 2025

FROM: ANCHORAGE SCHOOL DISTRICT

SUBJECT: AO 2025-29 ANCHORAGE SCHOOL DISTRICT
FY 2025-2026 FINANCIAL PLAN**PROPOSED FINANCIAL PLAN**

The Anchorage School Board has approved the Proposed Financial Plan and Budget for FY 2025-26 in the amount of \$866,250,188. 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 2021-22 | Actual [1] FY 2022-23 | Actuals [1] FY 2023-24 | Adopted Budget FY 2024-25 | Proposed Budget FY 2025-26 | FY25 Adopted vs. FY26 Proposed | |
|--|--------------------------|--------------------------|---------------------------|---------------------------------|----------------------------------|-----------------------------------|--------|
| | | | | | | \$ | % |
| General Fund | \$ 550.262 | \$ 517.874 | \$ 622.972 | \$ 637.820 | \$ 594.619 | \$ (43.201) | -6.8% |
| Project Carryover [2] | - | - | - | 30.000 | 30.000 | - | 0.0% |
| Transportation Fund | 22.278 | 25.389 | 30.509 | 30.837 | 32.260 | 1.423 | 4.6% |
| Grants Fund | 98.443 | 135.958 | 89.298 | 67.670 | 91.677 | 24.007 | 35.5% |
| Debt Service Fund | 66.819 | 70.752 | 62.135 | 54.597 | 47.314 | (7.283) | -13.3% |
| Capital Projects Fund [3] | 2.141 | 11.854 | 21.320 | 39.953 | 33.298 | (6.655) | -16.7% |
| Student Nutrition Fund | 22.261 | 22.200 | 23.789 | 25.463 | 29.181 | 3.718 | 14.6% |
| Student Activities Fund | 3.713 | 5.718 | 5.817 | 7.900 | 7.900 | - | 0.0% |
| ASD Managed Total | 765.917 | 789.745 | 855.840 | 894.240 | 866.250 | (27.990) | -3.1% |
| SOA PERS/TRS On-behalf | 57.939 | 33.951 | 36.302 | 50.000 | 50.000 | - | 0.0% |
| Total All Funds | \$ 823.856 | \$ 823.696 | \$ 892.142 | \$ 944.240 | \$ 916.250 | \$ (27.990) | -3.0% |

[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

The upper limit spending authorization of \$866,250,188 for FY 2025-26, is a decrease of \$27,990,396 from the prior year. The overall decrease in upper limit spending is primarily due to a loss in state revenue resulting in a decrease in General Fund revenue and expenditures.

It is requested that the Anchorage Assembly approve local property taxes in the amount of \$267,342,224, an increase of \$3,397,453 from the prior year, or about 1.29 percent. The tax increase is primarily due to the increase to the required local

contribution as a result of the increase to the 2024 Anchorage property full value determination and increased costs in Student Transportation coupled with flat state transportation funding. These increases are partially offset by decreases in Debt repayment from the utilization of Debt Service fund balance and a decrease in Additional Local Contribution request due to enrollment declines. The change in taxes by type is shown in the table below:

| | FY25 | FY26 | \$ Change | % Change |
|-------------------------------|-------------------|-------------------|------------------|----------|
| Anchorage Property Values | \$ 45,343,124,634 | \$ 48,188,712,215 | \$ 2,845,587,581 | 6.28% |
| Required Local Contribution | 120,159,280 | 127,700,087 | 7,540,807 | 6.28% |
| Additional Local Contribution | 100,612,712 | 97,808,423 | (2,804,289) | -2.79% |
| Transportation | 9,060,354 | 12,925,975 | 3,865,621 | 42.67% |
| Debt Service | 34,112,425 | 28,907,739 | (5,204,686) | -15.26% |
| Total Local Support | \$ 263,944,771 | \$ 267,342,224 | \$ 3,397,453 | 1.29% |

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 25 tax request (January 1, 2025 – June 30, 2025) and the first half of the FY 26 tax request (July 1, 2025 – December 31, 2025) makes up the total calendar year 2025 request.

FY 2025-26 Proposed Budget Property Tax Request

| | Approved Budget FY 2024-2025 | Proposed Budget FY 2025-2026 | Increase/ (Decrease) | Percent Change |
|-----------------------------------|---------------------------------|---------------------------------|-------------------------|-------------------|
| Total Property Taxes (FY) | 263,944,771 | 267,342,224 | 3,397,453 | 1.29% |
| Total Property Taxes (CY) | 263,714,389 | 265,643,499 | 1,929,110 | 0.73% |
| Estimated Assessed Valuation (CY) | 39,464,975,293 | 39,564,689,895 | 99,714,602 | 0.25% |
| Estimated Mill Rate (CY) | 6.68 | 6.71 | 0.03 | 0.51% |

While taxes requested for ongoing operations are expected to increase by .73 percent for calendar year 2025, the overall tax burden and mill rates are set to increase by .51 percent for the year.

Enrollment is expected to stagnate, with a slight decrease in average daily membership of .47 percent. The total projected District enrollment is shown below:


| | Actual FY 2024-2025 October 2024 | Projected FY 2025-2026 October 2024 | Increase/ (Decrease) | Percent Change |
|-------------------------------|--|---|-------------------------|-------------------|
| Average Daily Membership | 42,018 | 41,821 | (198) | -0.47% |
| Students with Intensive Needs | 1,120 | 1,120 | - | 0% |

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 2025-26 Proposed Financial Plan and Budget continues the Anchorage School Board's commitment to improving the education of all students.

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

Respectfully submitted,


Dr. Jharrett Bryant
Superintendent

JB/AR

Attachments include:

February 25, 2025 Preliminary Budget Memo

Comb Bound / PDF Proposed FY 2025-26 Budget under separate cover.



MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. AM 317-2025

Meeting Date: April 2, 2025

From: Assembly Chair Constant and Vice Chair Zaletel

Subject: AN ORDINANCE DETERMINING AND APPROVING THE TOTAL AMOUNT OF THE ANNUAL OPERATING BUDGET OF THE ANCHORAGE SCHOOL DISTRICT FOR ITS FISCAL YEAR 2025-2026 AND DETERMINING AND APPROPRIATING THE PORTION OF THE ASSEMBLY APPROVED BUDGET AMOUNT TO BE MADE AVAILABLE FROM LOCAL SOURCES; AND APPROVING EXPENDITURE OF FUNDS IN EXCESS OF THE TOTAL AMOUNT APPROVED HEREIN ONLY BY AN AMOUNT RESULTING FROM THE STATE OF ALASKA ENACTING AN INCREASE TO THE BASE STUDENT ALLOWANCE STATUTE, IF ANY.

This proposed (S) version of the ordinance provides approval to accommodate a much anticipated increase to the Base Student Allocation (BSA) the Alaska Legislature is now considering, contained in House bill 69 (HB 69) at Section 22. The current BSA in AS 14.17.470 is \$5,960, last increased in a meaningful amount in 2016, and in HB 69 will be increased by \$1,000. Anchorage School Board Vice President Carl Jacobs e-mailed the Mayor and Assembly Leadership on March 10 with a potential suggested amendment to AO 2025-29 requesting “to increase ASD's FY26 upper-limit spending authority by \$71,132,300.00, or roughly the amount of anticipated revenue the District would receive should the Alaska Legislature pass HB69 as drafted, to include a \$1,000 permanent increase to the Base Student Allocation.” Mr. Jacobs with School Board Member Kelly Lessens authored a “Jacobs/Lessens Amendment 1”, Attachment A, to modify the school district’s Memorandum #096 (2025-2026), Fiscal Year 2025-2026 Preliminary Budget, and populate lines of its budget with reversals to cuts from the prior year applying the anticipated \$71,132,300 of funding from an increase to the BSA.

The Anchorage Assembly’s authority and role with respect to the budget of the Anchorage School District is limited by state statute AS 14.14.060(c) and the Home Rule Charter § 6.05. In addition to a 30-day period for Assembly action in this budget approval process, Charter subsection 6.05(b) prohibits the Assembly from making line item amendments within the ASD budget itself, stating:

The assembly may increase or decrease the budget of the school district only as to total amount. The school district may not appropriate or otherwise incur the expenditure of any funds, regardless of the source, in excess of the total amount of the budget, as approved by the assembly, without prior approval by the assembly.

1 It is quite clear the Assembly cannot, as a matter of law, amend AO 2025-29 with
 2 all the line item changes in Jacobs/Lessens Amendment 1. It is good information
 3 for how the School District is likely to amend its budget subsequently, if the total
 4 spending authority is increased as requested.

5
 6 However, it is not prudent to plan for a budget increase based on a state bill that is
 7 still in the legislative process and could be amended and changed before it is finally
 8 passed. HB68 was recently passed by the House and transmitted to the Senate, or
 9 more specifically version CSHB 69 (RLS), on March 12 and referred to the
 10 Education and Finance committees. It has not exited the Senate Education
 11 Committee at the time of submitting this memorandum. And, there is no way to
 12 predict with certainty if the \$1,000 increase in the current version will stay the same,
 13 increase, or decrease by the time it passes and is transmitted to the Governor, and
 14 no certainty whether the Governor will line-item veto the amount.

15
 16 The Assembly can, in accordance with Charter 6.05(b), approve spending “in
 17 excess of the total amount of the budget” if it defines that approval in a manner it
 18 can be determined with certainty. The (S) version exercises the authority the
 19 Assembly has, to increase the total amount approved by the eventual increase of
 20 the BSA when it is finalized and effective and multiplied by the Adjusted Average
 21 Daily Membership of the district, in accordance with the foundation formula as
 22 described in the ASD FY 2025-2026 Proposed Budget book at p. 19 and others.
 23 The (S) version will not increase any other funding source; local taxes and
 24 contributions from other sources are not affected. The (S) version will accommodate
 25 whatever BSA change results from the state, and would not require the School
 26 District to come back to request Assembly approval for additional spending. The
 27 School Board would be able and authorized to amend the budget for spending
 28 additional BSA dollars as shown in Jacobs/Lessens Amendment No. 1, or any other
 29 legitimate manner.

30
 31 **We request your support for the (S) version of the ordinance.**

32
 33 Prepared by: Assembly Counsel's Office

34
 35 Respectfully submitted: Christopher Constant, Assembly Chair
 36 District 1 – North Anchorage

37
 38 Meg Zaletel, Assembly Vice Chair
 39 District 4 – Midtown Anchorage

40
 41 Attachments: Jacobs/Lessens Amendment 1: AMENDMENT TO ASD
 42 Memorandum #096 (2025-2026), Fiscal Year 2025-2026
 43 Preliminary Budget.
 44
 45

Attachment A to AO 2025-29(S)

Jacobs/Lessens Amendment 1: Attachment A
AMENDMENT TO ASD MEMORANDUM #096 (2024-25):
Fiscal Year 2025-2026 Preliminary Budget

Add the following language to ASD Memorandum #096, and include Attachment A as guidance from the Board to the Administration to amend the 2025-26 (FY26) Financial Plan and Budget once the Alaska Legislature successfully increases the Base Student Allocation as detailed below.

The Anchorage School Board intends for the Anchorage School District's 2025-26 (FY 26) Budget to provide the best possible learning environments for all students and to support adopted Board goals for 3rd Grade Reading Proficiency, 8th Grade Math proficiency, and high school graduation rates.¹

Earlier this winter, the Anchorage School Board and Anchorage Assembly asserted their joint support for a substantial State investment in public education which would, at minimum, adjust the Base Student Allocation to account for inflation since 2010-11 (FY11).² According to the State of Alaska's Legislative Finance division, that amount has been calculated to be \$1,808 for the 2024-25 school year (FY25).³

If the Legislature were to successfully amend AS 14.17.470 so as to increase the Base Student Allocation by an amount no less than \$1,000, this action would generate a minimum of \$71.1 million in new revenue for the Anchorage School District.⁴

What follows is a commitment to applying this revenue in alignment with adopted Board Goals, Board Policy,⁵ and in support of class size reductions and the retention of effective and valued programs. These actions would align with desires articulated by members of the Anchorage

¹ For adopted ASD 2023-28 Board Goals and Guardrails, see <https://www.asdk12.org/Page/18195>

² See signed "A joint resolution of the Anchorage Municipal Assembly and the Anchorage School Board in support of the fair, inflation-adjusted State funding required to maintain a quality public school system and increase student performance," passed by the ASD Board 7-0 on Dec. 17, 2024 and by the Anchorage Assembly 11-0 on Jan. 7, 2025 and shared with the House Education committee in support of HB 69 on January 27, 2025. Accessed at https://www.akleg.gov/basis/get_documents.asp?session=34&docid=96

³ "Memorandum" from Conor Bell, Alaska State Legislature Legislative Budget and Audit Committee Legislative Finance Division, to Senator Löki Tobin, September 30, 2024, as discussed by Anchorage School Board Finance Committee on October 31, 2024. See [https://go.boarddocs.com/ak/asdk12/Board.nsf/files/D9WVNL8192AC/\\$file/2024.10.02%20Legislative%20Finance%20Memo%20on%20BSA%20and%20Inflation%20\(1\).pdf](https://go.boarddocs.com/ak/asdk12/Board.nsf/files/D9WVNL8192AC/$file/2024.10.02%20Legislative%20Finance%20Memo%20on%20BSA%20and%20Inflation%20(1).pdf)

⁴ Based on projected 2025-26 enrollment and District Adjusted ADM, as detailed in the Anchorage School District *Preliminary 2025-26 Budget*, p 19. Accessed at <https://www.asdk12.org/cms/lib/AK02207157/Centricity/Domain/1225/FY26%20Preliminary%20Budget%20Book%20for%20POSTING.pdf>

⁵ For ASD Board Policy 3000, see <https://www.boardpolicyonline.com/?b=anchorage&s=318404>

Legislative Delegation and discussed as a prerequisite for supporting a permanent increase to public education funding in this amount.⁶

Therefore, should the Legislature approve a permanent statutory increase to the Base Student Allocation of \$1,000 prior to the Anchorage School District Administration's May 15, 2025 deadline for issuing required layoff notices, the Anchorage School District Administration shall amend the 2025-26 (FY26) Financial Plan and Budget by making the investments detailed in Attachment A.

Should the Legislature approve a permanent statutory increase to the Base Student Allocation of greater than \$1,000 and thus the \$71.1 million noted here, the Board will strategically align additional revenue towards further reductions in class sizes.

⁶ See Alaska Legislature House Floor Session 02/19/2024, Timestamp 02:08:23
(<https://www.ktoo.org/video/gavel/house-floor-session-2025021174/?eventID=2025021174>)

Attachment A to AO 2025-29(S)**Jacobs/Lessens Amendment #1: Attachment A**

Revenue assumption: a \$1,000 increase per pupil through the formula (BSA) will produce \$71.1m in new revenue for ASD

| Description | FTE | Cost | Category |
|--|---------------|----------------------|-----------------------|
| Reverse proposed K-12 PTR +4 for FY26 | 195.40 | \$ 24,742,000 | Instruction |
| Revert K-12 PTR to FY16 levels | 142.00 | 18,400,000 | Instruction |
| Charter school additional funding | 0.00 | 4,000,000 | Instruction |
| Invest in high dose reading / math tutoring for students assessed as below/well-below proficiency in grades 4-12 | 31.70 | 4,000,000 | Instruction |
| Reverse cuts to Gifted program including IGNITE and testing teachers | 23.90 | 3,049,000 | Instruction |
| Reverse proposed cuts to holdback teachers | 16.00 | 2,056,000 | Instruction |
| Reverse cuts to Special Ed Elementary School (-1 technical, -7.01 parapros, -8 teachers) | 16.01 | 1,759,000 | Instruction |
| Reverse cuts to elementary immersion school teachers | 12.00 | 1,514,000 | Instruction |
| Correspondence allotment increase | 0.00 | 650,000 | Instruction |
| Reverse cuts to Special Ed Whaley School (-1 teachers, -3 paras, +1 behavior) | 3.50 | 300,000 | Instruction |
| Reverse cuts to Elementary paraprofessional educators | 6.13 | 294,000 | Instruction |
| Reverse proposed cuts to Elementary summer school | 0.00 | 200,000 | Instruction |
| Reverse cuts to preschool teachers | 1.50 | 195,000 | Instruction |
| Reverse proposed cuts to Elementary Battle of the Books | 0.00 | 123,211 | Instruction |
| Reverse cuts to Secondary summer school | 0.00 | 102,000 | Instruction |
| New Investments in Instruction | 448.14 | 61,384,211 | |
| Reverse proposed cuts to librarians | 12.50 | 1,708,620 | Instructional Support |
| Reverse cuts to elementary nurses | 13.00 | 1,585,133 | Instructional Support |
| Reverse proposed cuts to Middle school sports | 0.00 | 1,555,000 | Instructional Support |
| Reverse cuts to Teaching and Learning (-10 reading interventionists) | 10.00 | 1,222,000 | Instructional Support |
| Reverse proposed cuts to High school sports (hockey, gymnastics, swim/dive, The Dome) | 0.00 | 1,133,000 | Instructional Support |
| Reverse proposed cuts to principals | 5.00 | 840,625 | Instructional Support |
| Reverse proposed cuts to library assistants | 7.87 | 540,000 | Instructional Support |
| Reverse cuts to counselors | 3.50 | 451,111 | Instructional Support |
| Reverse cuts Special Ed Deaf (-1.75 parapros, -3 interpreters) | 4.75 | 390,000 | Instructional Support |
| Invest in elementary counselors in alignment with board goals/guardrails | 2.50 | 322,600 | Instructional Support |
| New Investments in Instructional Support | 59.12 | \$ 9,748,089 | |
| Total additions if a \$1,000 BSA increase is provided | 507.26 | \$ 71,132,300 | |

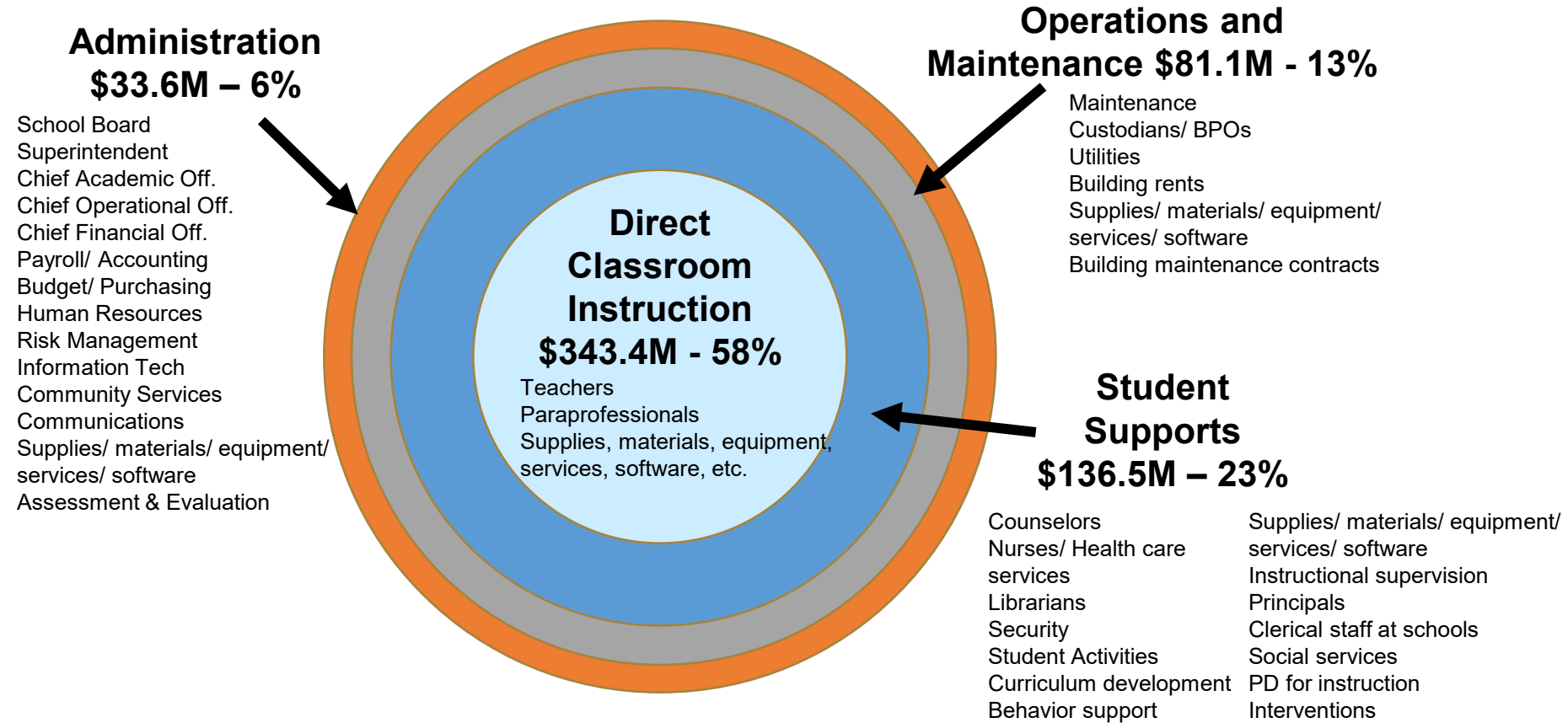
Attachment A to AO 2025-29(S)

| School Type | FY 2025 General Fund PTR - Grade Level Groupings | | | | | | |
|--------------------|---|----|----|----|-----|-----|-------|
| | K | 1 | 2 | 3 | 4-5 | 6-8 | 9-12 |
| Secondary Schools | | | | | | | 31.25 |
| Middle Schools | | | | | | | 31.25 |
| Elementary Schools | 22 | 23 | 25 | 26 | 27 | | |

| School Type | FY 2026 General Fund PTR - Grade Level Groupings | | | | | | |
|--------------------|---|----|----|----|-----|-----|-------|
| | K | 1 | 2 | 3 | 4-5 | 6-8 | 9-12 |
| Secondary Schools | | | | | | | 35.25 |
| Middle Schools | | | | | | | 35.25 |
| Elementary Schools | 26 | 27 | 29 | 30 | 31 | | |

| School Type | FY 2026 General Fund PTR - Grade Level Groupings (if Restored to FY16 Metric) | | | | | | |
|--------------------|--|----|----|----|-----|-----|-------|
| | K | 1 | 2 | 3 | 4-5 | 6-8 | 9-12 |
| Secondary Schools | | | | | | | 29.41 |
| Middle Schools | | | | | | | 27.25 |
| Elementary Schools | 20 | 21 | 24 | 24 | 26 | | |

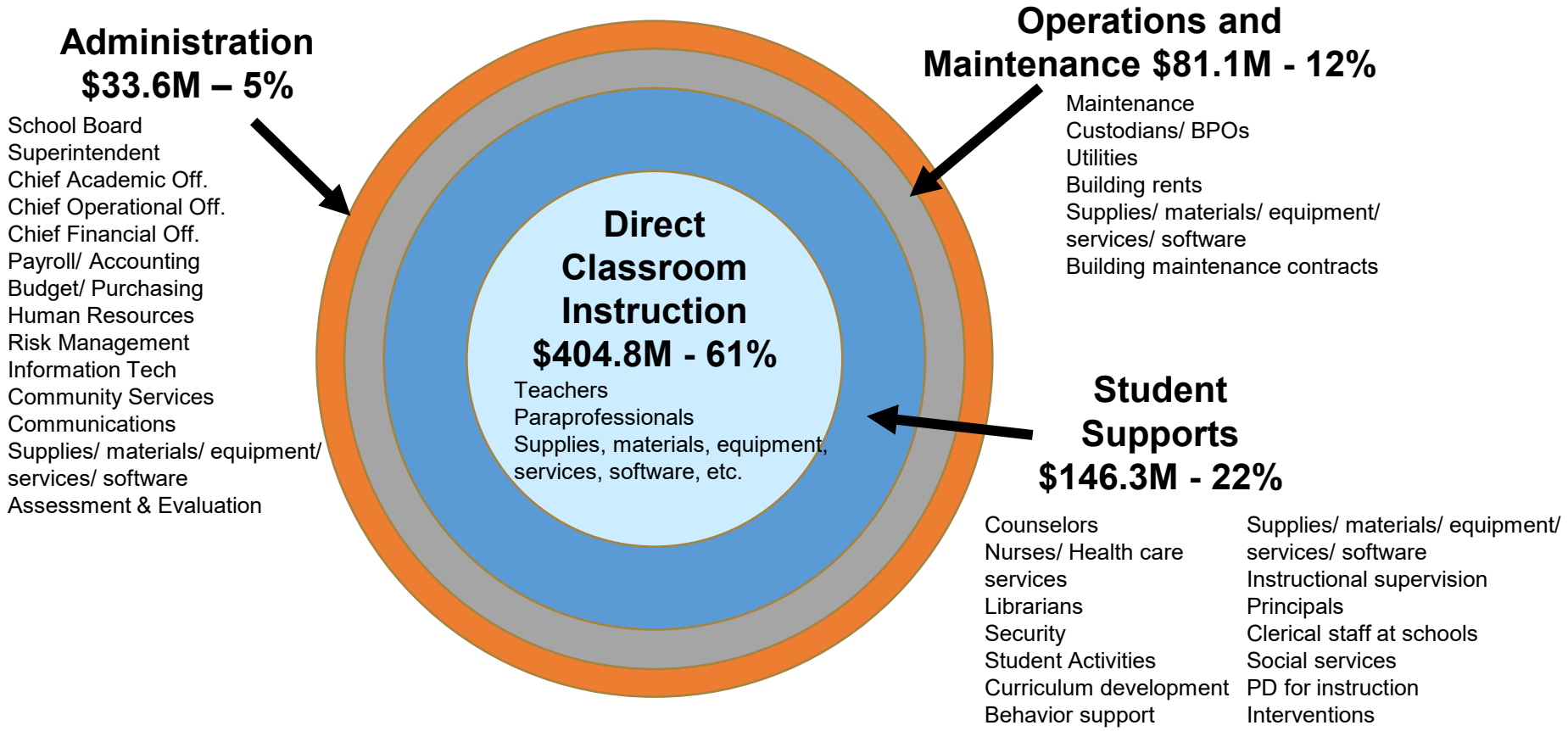
Budget Development – FY26 Allocations



| | FY25 | FY26 | FY25 % of Total | FY26 % of Total |
|-----------------------------|----------------|----------------|-----------------|-----------------|
| Direct Instruction | \$ 377,608,631 | \$ 343,413,250 | 59% | 58% |
| Student Support | 141,259,637 | 136,528,757 | 22% | 23% |
| Ops and Maintenance | 82,605,045 | 81,053,842 | 13% | 13% |
| Districtwide Administration | 36,346,507 | 33,622,980 | 6% | 6% |
| Total | \$ 637,819,820 | \$ 594,618,829 | 100% | 100% |

Budget Development – FY26 Allocations with Jacobs/Lessens Amendment #1

2025 Revised Budgets and 2025 Property Taxes
Attachment A to AO 2025-29(S)



| | FY25 | FY26 | FY25 % of Total | FY26 % of Total |
|-----------------------------|----------------|----------------|-----------------|-----------------|
| Direct Instruction | \$ 377,608,631 | \$ 404,797,461 | 59% | 61% |
| Student Support | 141,259,637 | 146,276,846 | 22% | 22% |
| Ops and Maintenance | 82,605,045 | 81,053,842 | 13% | 12% |
| Districtwide Administration | 36,346,507 | 33,622,980 | 6% | 5% |
| Total | \$ 637,819,820 | \$ 665,751,129 | 100% | 100% |

Anchorage School District
Fiscal Year 2025-2026

PROJECTED REVENUES AND EXPENDITURES SUMMARY

| Fund | Revenues and Fund Balance | | | | 2025-2026 | 2025-2026 |
|---|---------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | Local | | State | Federal | Revenue/Source | Expenditure |
| | Taxes | Other | | | Projections | Projections |
| General Fund | \$ 225,508,510 | \$ 60,447,497 | \$ 291,587,410 | \$ 17,075,412 | \$ 594,618,829 | \$ 594,618,829 |
| Project Carryover | | 30,000,000 | | | 30,000,000 | 30,000,000 |
| Transportation Fund | 12,925,975 | | 19,333,747 | | 32,259,722 | 32,259,722 |
| Local, State and Federal Grants Fund | | 1,402,864 | 6,988,422 | 83,287,034 | 91,678,320 | 91,678,320 |
| Debt Service Fund | 28,907,739 | 4,197,644 | 14,209,070 | | 47,314,453 | 47,314,453 |
| Capital Projects Fund | | 33,297,768 | | | 33,297,768 | 33,297,768 |
| Student Nutrition Fund | | 3,890,998 | - | 25,289,866 | 29,180,864 | 29,180,864 |
| Student Activities Fund | | 7,900,000 | | | 7,900,000 | 7,900,000 |
| ASD Managed Total | <u>267,342,224</u> | <u>141,136,771</u> | <u>332,118,649</u> | <u>125,652,312</u> | <u>866,249,956</u> | <u>866,249,956</u> |
| SOA PERS/TRS On-behalf | | | 50,000,000 | | 50,000,000 | 50,000,000 |
| TOTAL | <u>\$ 267,342,224</u> | <u>\$ 141,136,771</u> | <u>\$ 382,118,649</u> | <u>\$ 125,652,312</u> | <u>\$ 916,249,956</u> | <u>\$ 916,249,956</u> |
| Percentage of Revenue Sources to Total Revenue Projections | 29.18% | 15.40% | 41.71% | 13.71% | 100.00% | |

Computation of Total Taxes
for Calendar Year 2025

| | | General and Transportation Funds | Debt Service Fund |
|--|-------------------|--|----------------------|
| Amount required to fund second half of Adopted FY 2024-2025 Budget: January 1, 2025-June 30, 2025 | \$ 131,972,386 | \$ 114,916,173 | \$ 17,056,213 |
| Amount required to fund first half of Adopted FY 2025-2026 Budget: July 1, 2025-December 31, 2025 | \$ 133,671,113 | <u>119,217,243</u> | <u>14,453,870</u> |
| TOTAL Taxes for Calendar Year 2025 | | <u>\$ 234,133,416</u> | <u>\$ 31,510,083</u> |
| Total Taxes for Calendar Year 2025 | | | |
| <u>Total Taxes 2025</u> | \$ 265,643,499 | \$ 234,133,416 | \$ 31,510,083 |
| Assessed Valuation | \$ 39,564,689,895 | \$ 39,564,689,895 | \$ 39,564,689,895 |
| | | <u>5.918 mills</u> | <u>0.796 mills</u> |

Appendix E

Anchorage School District
Fiscal Year 2025-2026

COMPUTATION OF MUNICIPAL PROPERTY TAX LIMITATION

| | | | <u>Charter Limit</u> |
|---|-------------------|--|----------------------|
| Taxes Projected – Anchorage School District FY 2024-2025 | | | \$ 263,944,771 |
| Less: Prior Year Taxes Required for Debt Service | | | <u>34,112,425</u> |
| Net Taxes Approved for General and Transportation Funds | | | 229,832,346 |
| <u>Allowable Growth Factors</u> | | | |
| Population – 5 year Average | -0.4% | | |
| CPI – 5 average year Anchorage Urban | <u>3.0%</u> | | |
| | 2.6% | | <u>5,975,641</u> |
| Basic Tax Limitation | | | 235,807,987 |
| <u>Plus Exclusions:</u> | | | |
| Judgments/Legal Settlements | | | - |
| Taxes for Operations and Maintenance on New Voter Approved Facilities | | | - |
| Taxes Requested on New Construction/Property Improvements | | | <u>2,626,498</u> [1] |
| Tax Limitation – General Fund | | | 238,434,485 |
| Taxes Requested for Debt Service | | | <u>28,907,739</u> |
| Tax Limitation FY 2025-2026 | | | 267,342,224 |
| General and Transportation Funds | 238,434,485 | | |
| Debt Service Fund | <u>28,907,739</u> | | |
| Taxes Projected in Financial Plan – FY 2025-2026 | | | <u>267,342,224</u> |
| Amount Over (Under) as allowed by the Property Tax Cap Limitation under the MOA Charter | | | <u>\$ -</u> |

[1] New construction amount taken from the Municipality of Anchorage's 2025 Proposed General Government Operating Budget.