



MSBSD PRELIMINARY PROPOSED BUDGET



FOR FISCAL YEAR 2023-2024

Presented March 22, 2023

BUDGET DEVELOPMENT CALENDAR

FEBRUARY

Two School Board Meetings

Budget Survey Online
(02/01-16/23)

Budget Simulation Online
(02/06-16/23)

MARCH

Two School Board Meetings

School Board Adoption of the Preliminary Budget

Joint Borough Assembly & School Board Meeting

Preliminary Budget Transmitted to the Borough

APRIL

Two School Board Meetings

State Legislature Adjourns

Borough Sets Minimum Amount to be Available for the District

MAY

Two School Board Meetings

Borough Budget Deliberations with Possible Adoption

JUNE

Two School Board Meetings

School Board Budget Adoption

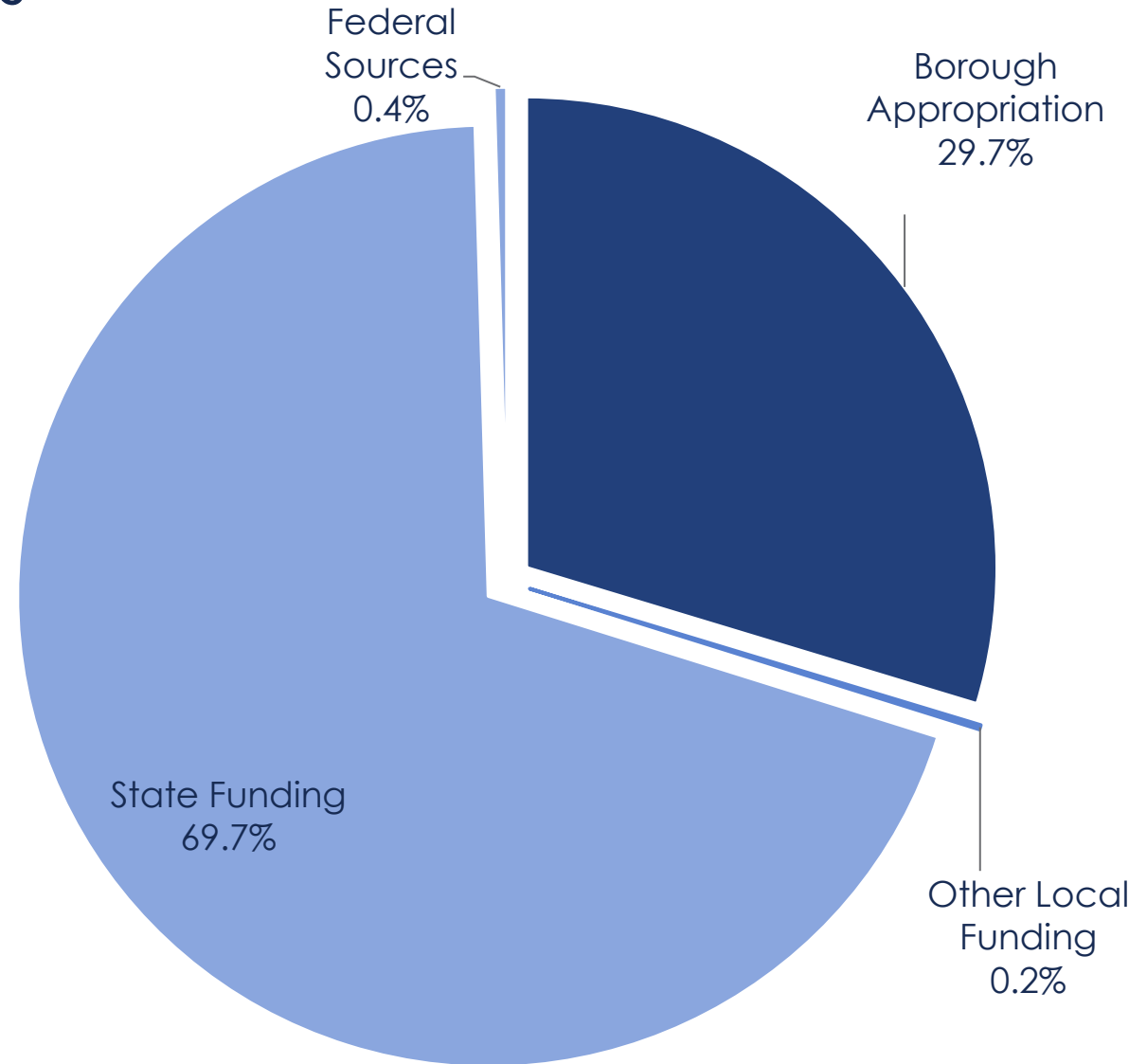
REVENUE PROJECTION

Excluding On-Behalf Contributions

	AMOUNT
Borough Appropriation	\$77,843,459
<i>Less Renewal & Replacement</i>	<i>(2,335,304)</i>
Other Local Funding	392,500
State Funding	177,434,261
Federal Sources	1,135,411
Revenues	\$254,470,327
Use of Fund Balance	-

Total Preliminary Revenue for FY 2024

\$254,470,327



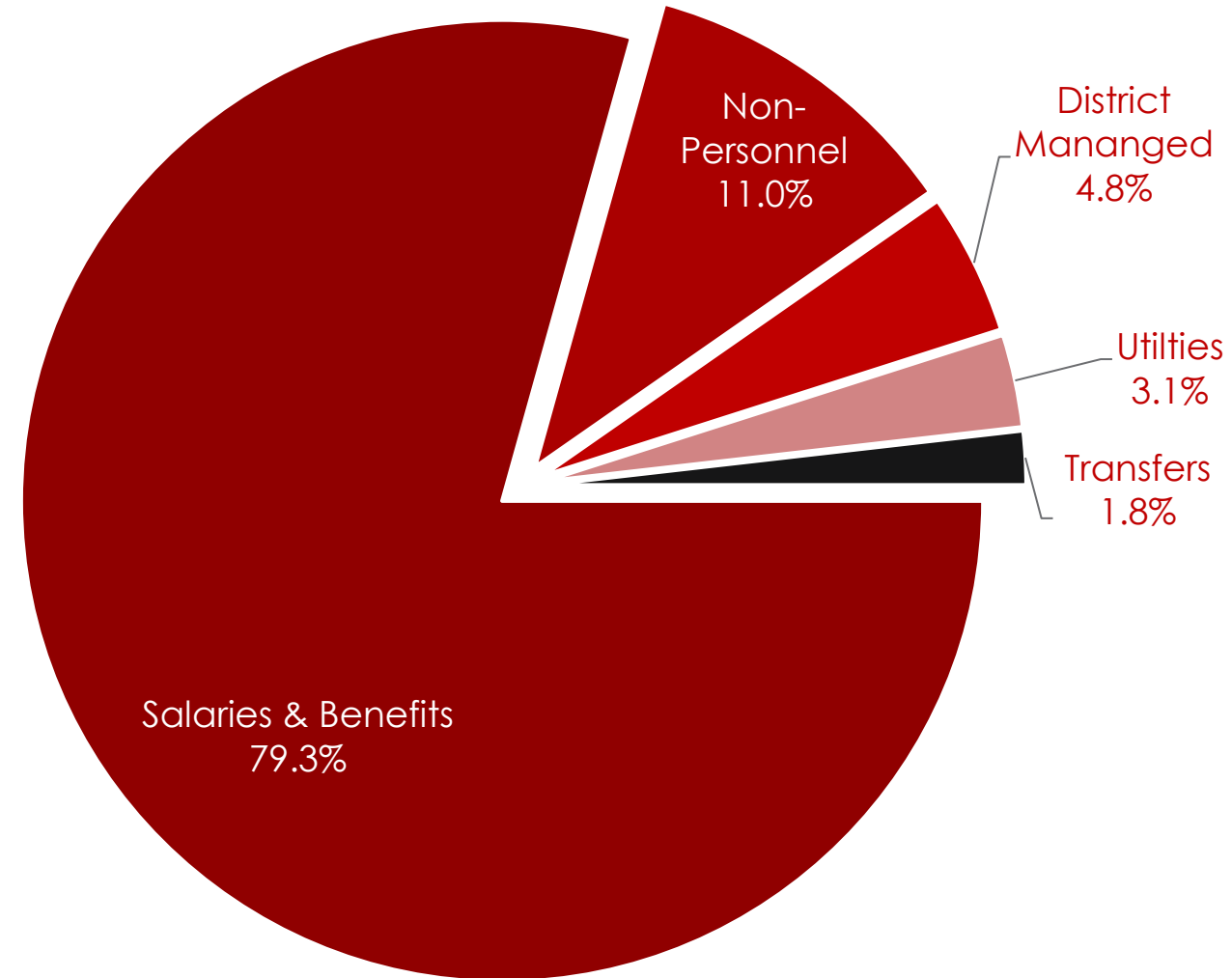
EXPENDITURE PROJECTION

Excluding On-Behalf Contributions

	AMOUNT
Salaries & Benefits	\$201,877,921
Non-Personnel	27,954,205
District Managed	12,114,125
Utilities	7,926,997
Expenditures	\$249,873,248
Transfers to Other Funds	4,597,079

Total Preliminary Expenditure for FY 2024

\$254,470,327



	FY 2023 Revised Budget	FY 2024 Preliminary Budget	FY 2024 Proposed Budget	% Change
Average Daily Membership (ADM)	19,286	19,530	19,530	0.00%
Revenue				
Borough Appropriation	70,696,614	77,843,459	77,843,459	0.00%
<i>Less Renewal & Replacement</i>	<i>(1,767,415)</i>	<i>(2,335,304)</i>	<i>(2,335,304)</i>	0.00%
Other Local Funding	200,000	392,500	392,500	0.00%
State Foundation	173,576,670	169,789,670	169,513,635	-0.16%
Other State Funds	7,924,376	63,831	7,920,626	12308.74%
Federal Sources	1,465,173	1,135,411	1,135,411	0.00%
Revenue	252,095,418	246,889,567	254,470,327	3.07%
Use of Fund Balance	16,159,538	-	-	100.00%
Total Revenue \$	268,254,956	\$ 246,889,567	\$ 254,470,327	3.07%
Expenditure				
Salaries & Benefits	198,551,149	204,710,154	201,877,921	-1.38%
Non-Personnel	31,257,215	26,917,581	27,954,205	-3.85%
District Managed	10,605,788	11,686,067	12,114,125	-3.66%
Utilities	8,898,611	7,926,997	7,926,997	0.00%
Expenditure	249,312,763	251,240,799	249,873,248	-0.54%
Transfers to Other Funds	8,442,193	4,597,079	4,597,079	0.00%
Transfers to Other Government Units	10,500,000	-	-	
Total Expenditure \$	268,254,956	\$ 255,837,878	\$ 254,470,327	-0.53%
Deficit	-	8,948,311	-	

Intensive Adjustment

State One-Time Funds

Vacancies
10 FTE Hold Teachers
Staffing Adj for Enrollment
Payroll Reserve to 0.5%
45.73 FTE to ESSER III Fund

Charter Adj for One-Time Funds
Instructional Initiative Supports

Indirect Adjustment
Instructional Initiative Supports

BUDGET SUMMARY

Year	Annual	1st Half	2nd Half	CPI % Change
2022	256.423	252.271	260.576	8.1%
2021	237.188	232.679	241.698	4.9%
2020	226.154	225.049	227.258	-0.2%
2019	226.677	228.858	228.495	0.5%
2018	225.546	223.099	227.993	3.0%
2017	218.874	218.616	219.131	0.5%
2016	217.83	216.999	218.66	0.4%
2015	216.909	217.111	216.706	0.5%
2014	215.805	214.777	216.833	1.6%
2013	212.382	210.853	213.91	3.1%
2012	205.916	205.215	206.617	2.2%
2011	201.427	200.278	202.576	3.2%

Consumer Price Index (CPI) is the most practical economic indicator for inflation in Alaska.

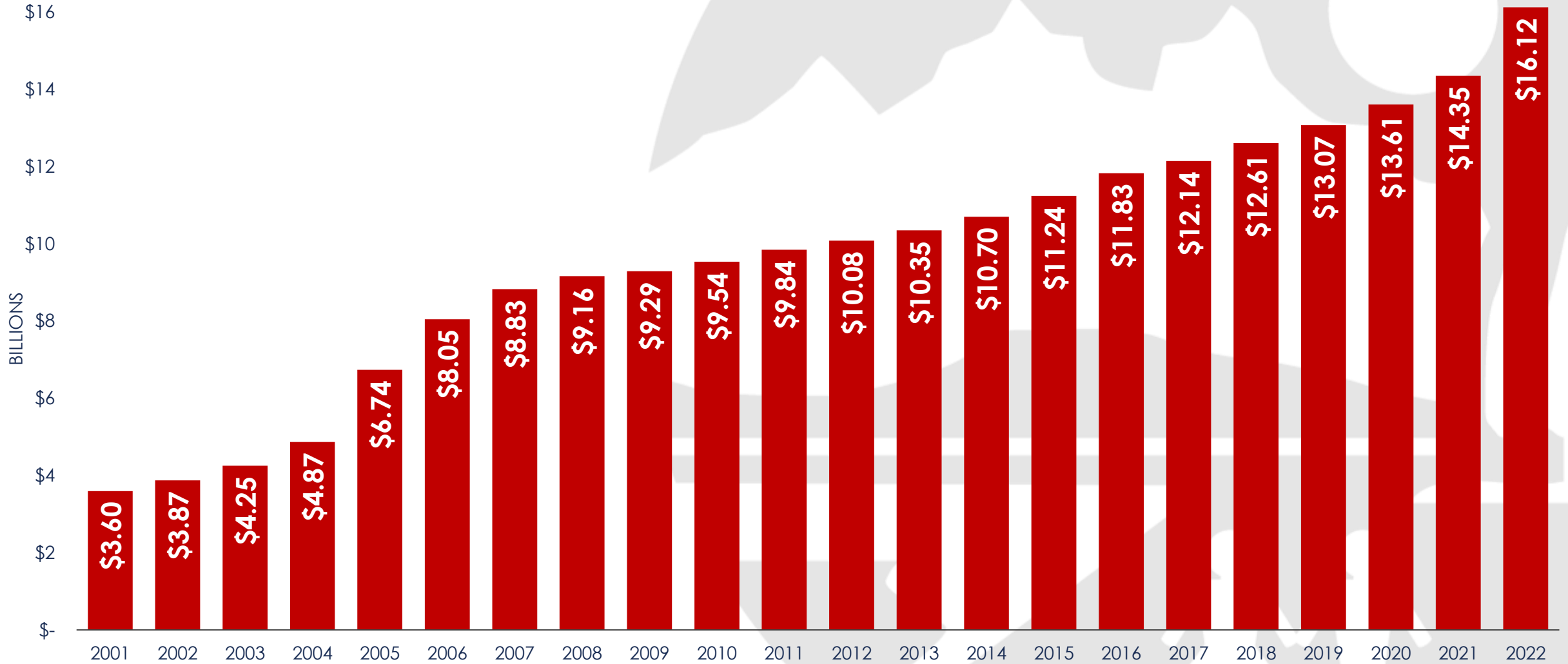
The U.S. Bureau of Labor Statistics calculates and publishes estimates for Alaska throughout the year.

2021's inflation is relative to 2020, a year when prices fell. Some increase was anticipated in 2021 as the economy started to recover.¹

¹ Fried, N. (2022, February). Highest Inflation in 30+ Years: Urban Alaska's Prices Increased 4.9 Percent in 2021. Alaska Economic Trends Magazine, pp. 11-13.

ALASKA CPI: ECONOMIC INDICATORS

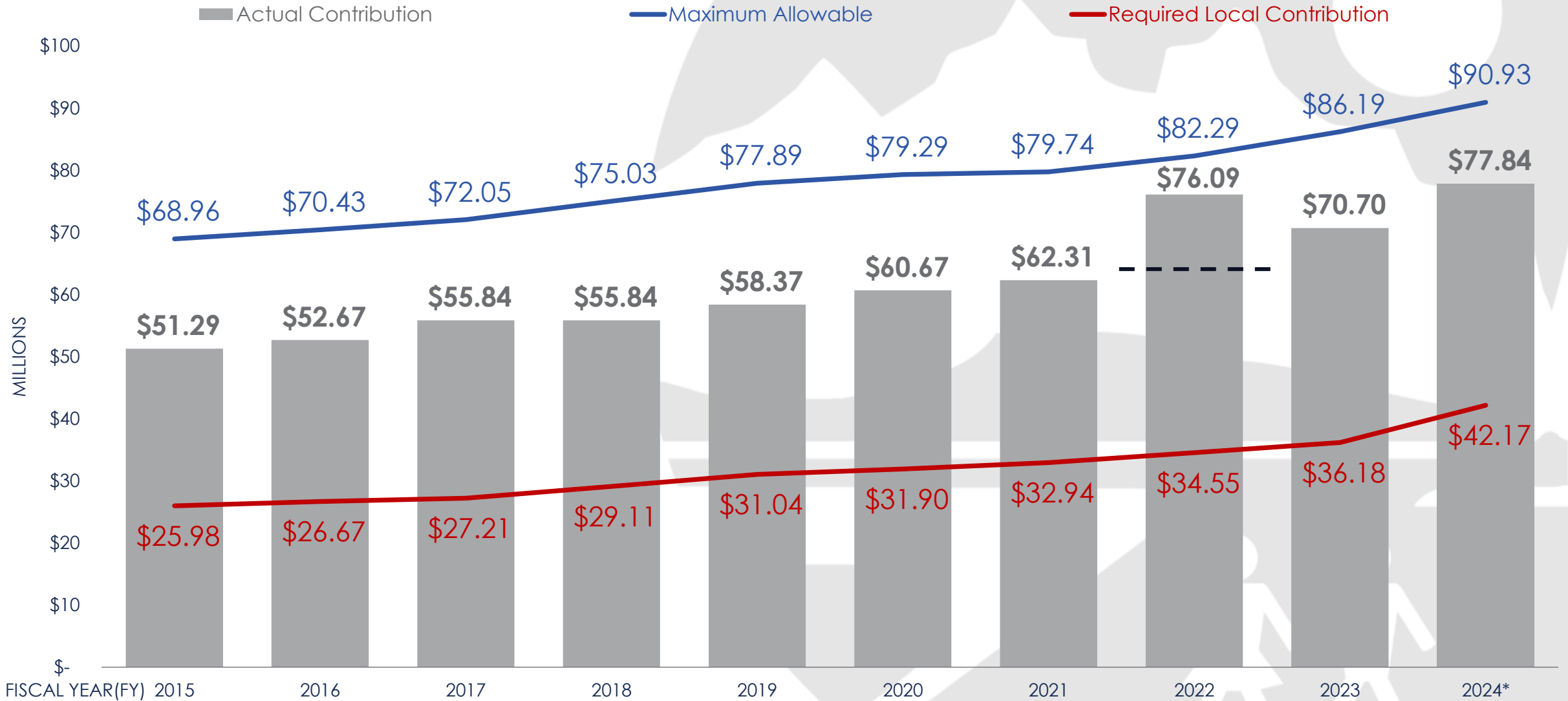
BOROUGH APPRAISED VALUES



Source: Mat-Su Borough Assessor's Office

BOROUGH FUNDING HISTORY

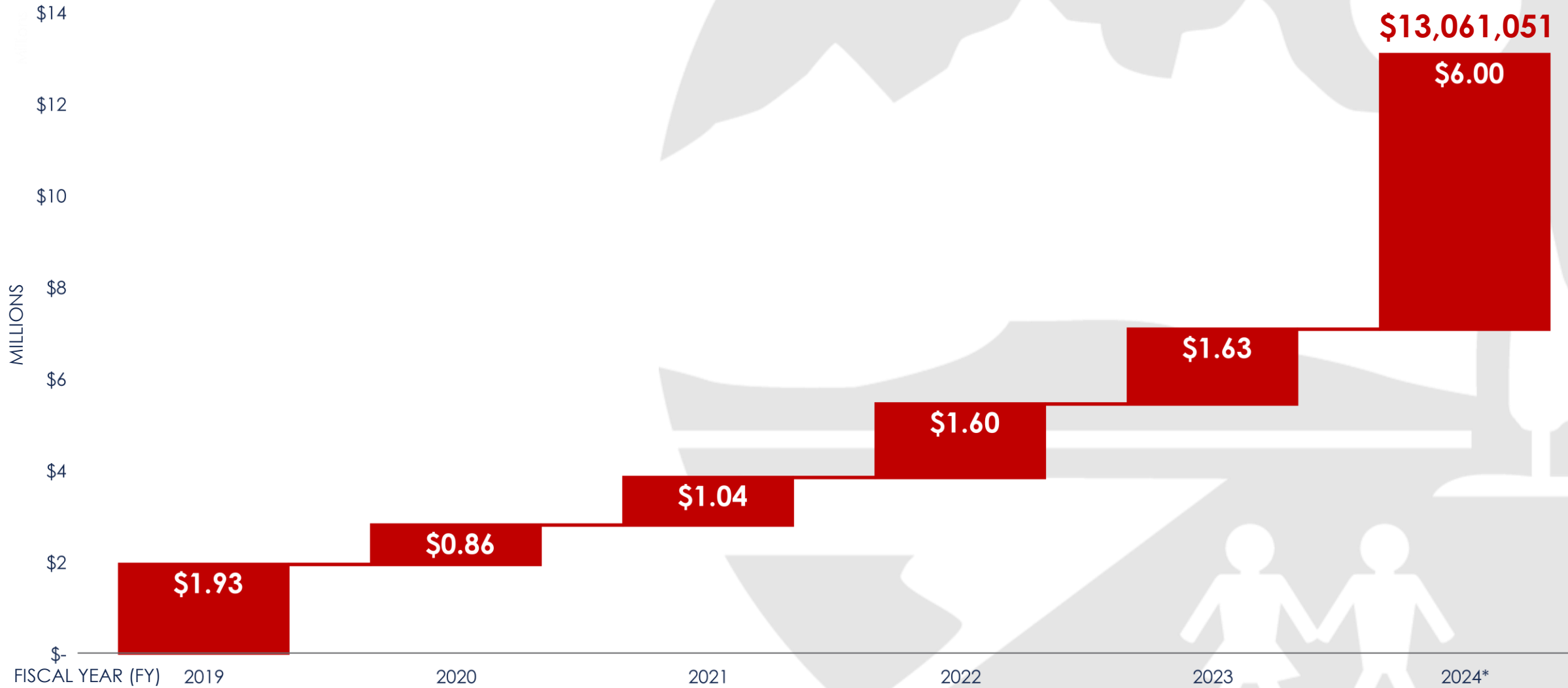
MAXIMUM & REQUIRED COMPARED TO ACTUAL CONTRIBUTIONS



--- FY 2022 Includes \$11.9M in return of resources by the Borough for the Houston Middle School Project

REQUIRED LOCAL CONTRIBUTION

ACCUMULATIVE CHANGE – REDUCED FROM STATE ENTITLEMENT



BOROUGH CONTRIBUTION

FISCAL YEAR (FY)	2019	2020	2021	2022*	2023	2024 (A)	2024 (B)
	6.3 MILLS	6.3 MILLS	6.3 MILLS	6.3 MILLS	AK CPI + LOSS OF STATE (5.917 MILLS)	6.3 MILLS	AK CPI + LOSS OF STATE
Local Funding Request	\$ 58,374,918	\$ 60,665,932	\$ 62,310,148	\$ 64,191,806	\$ 70,696,614	\$ 77,843,459	\$ 82,419,032
Loss of State Revenue Due to RLC	(1,932,342)	(857,658)	(1,042,217)	(1,604,282)	(1,628,560)	(5,995,992)	(5,995,992)
Net Local Funding Increase	\$56,442,576	\$59,808,274	\$61,267,931	\$62,587,524	\$69,068,054	\$71,847,467	\$76,423,040
Percent Increase Over Prior Year		5.96%	2.44%	2.15%	10.35%	4.02%	6.37%

*FY 2022 Excludes \$11.9M in return of resources by the Borough for the Houston Middle School Project



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