

# **Anchorage School District Fund Balance and Fiscal Outlook**

**Andrew Ratliff  
Chief Financial Officer**



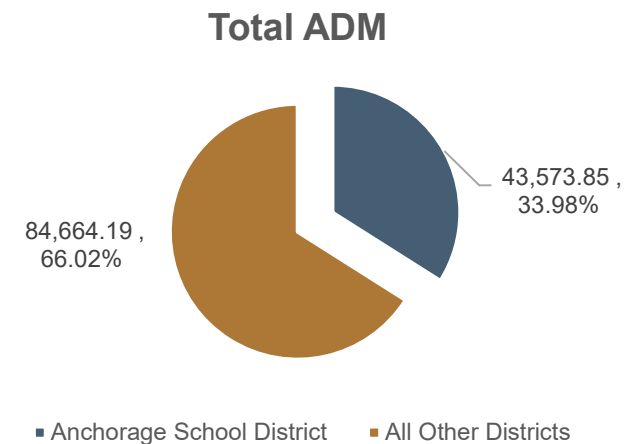
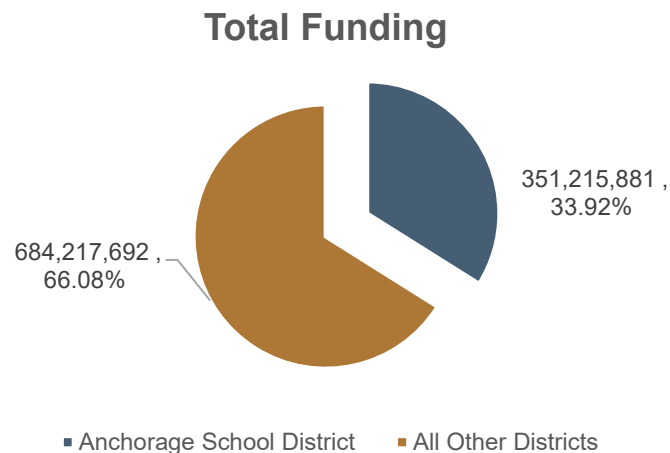
# FY22 Fund Balances and Remaining Covid Relief

**ASD's Average Daily Membership is 43,574 – 33.98% of the total ADM**

- ASD has 38.39% of brick-and-mortar students (non-correspondence)

**95 schools, 33 of which are Title I**

**ASD has \$351.2 million out of \$1,035.4 million total – 33.92% of the total**



**Unres. General Fund  
\$71.7M**

**Transportation  
\$3.1M**

**Capital Projects  
\$16M**

**Other Governmental  
Funds  
\$167.7M**

**Covid Relief  
\$92.7M**



# FY22 Fund Balances and Remaining Covid Relief

Unres. General Fund \$71.7M	Transportation \$3.1M	Capital Projects \$16M	Other Governmental Funds \$167.7M	<b>Covid Relief \$92.7M</b>
--------------------------------	--------------------------	---------------------------	---	---------------------------------

**Covid relief funds represent remaining funds as of 12/31/22 for Anchorage**

- **4<sup>th</sup> quarter spending is much higher than other months**
  - Teaching staff receive 5 paychecks rather than 3
  - June summer school costs

**Projecting \$20M+ remaining for use in FY24 – this has already been allocated for teaching staff to mitigate further class size increases**

## **Uses of Covid relief funds:**

Class size retention/reduction  
Virtual instruction  
Chromebooks and IT support  
Reading interventions  
Summer school

Air quality improvements  
Mental health supports  
Charter school support  
PPE  
Instructional software

# FY22 Fund Balances and Remaining Covid Relief

<b>Unres. General Fund</b> \$71.7M	<b>Transportation</b> \$3.1M	<b>Capital Projects</b> \$16M	<b>Other Governmental Funds</b> \$167.7M	<b>Covid Relief</b> \$92.7M
---------------------------------------	---------------------------------	----------------------------------	---	--------------------------------

## Unreserved General Funds

- \$25.7M is restricted to preserve the Municipality of Anchorage's bond rating
- \$46M is truly unreserved – amount to a little under one month of General Fund expenditures

## Transportation

- Funds are dedicated to the Pupil Transportation program
- \$2.5M is budgeted to be used in in FY24

## Capital Projects

- Funds are primarily generated from voter approved bonds and cannot be used for other purposes



# FY22 Fund Balances and Remaining Covid Relief

Unres. General Fund \$71.7M	Transportation \$3.1M	Capital Projects \$16M	Other Governmental Funds \$167.7M	Covid Relief \$92.7M
--------------------------------	--------------------------	---------------------------	---	-------------------------

## Debt Service - \$90.5M

- \$4.1M accumulated from prior years property tax proceeds – restricted to repay debt
- \$86.4M from prior years State School Bond Debt Reimbursement – funds have since been transferred to Capital Projects to help address some of the \$900M+ deferred maintenance backlog

## Food Service - \$9.1M

## Student Activities - \$5.8M

## Federal Impact Aid - \$11.3M

## Self-insurance/Workers' Comp claims - \$18.1M

## Encumbrances for ongoing projects - \$28.6M

- \$17.9M – reserved for charter school carryover
- \$10.7M – ongoing maintenance projects, IT equipment and software, curriculum adoptions, and audits are some of the larger items

## Prepaid items - \$2.9M – required by GASB

## Inventory - \$1.4M – required by GASB

# FY24 and FY25 Outlook

## FY24 ASD budget has been approved

- Relies on \$45M in fund balance and spends savings down to the 8% School Board minimum. Note 4% of the 8% is reserved to preserve bond ratings
- Relies on \$20M in remaining Covid funding to limit increases in class size
- Increases the pupil teacher ratio by 1 at all grade levels

## FY25 Outlook

- Deficit expected to be between \$85-\$90 million based on current funding and 3% inflation
- Fund balances depleted to board minimums
- Covid relief depleted

The BSA needs to be addressed this year so districts can create a financial plan for FY25

