

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

A Component Unit of the Matanuska-Susitna Borough, Palmer, Alaska

Mission: Mat-Su Borough School District prepares all students for success

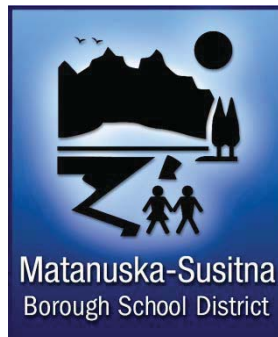
COMPREHENSIVE ANNUAL FINANCIAL REPORT For the Fiscal Year Ended June 30, 2015



COMPREHENSIVE ANNUAL FINANCIAL REPORT

**FISCAL YEAR ENDED
JUNE 30, 2015**

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT PALMER, ALASKA



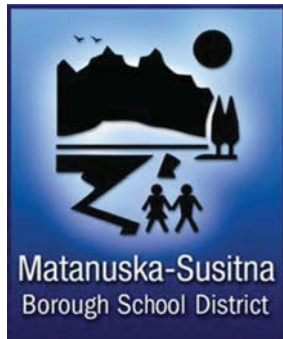
**DEENA M. PARAMO, Ed.D.
SUPERINTENDENT**

PREPARED BY: BUSINESS SERVICES

**LUKE FULP
ASSISTANT SUPERINTENDENT OF BUSINESS & OPERATIONS**

**REBECCA WRIGHT
DIRECTOR OF FINANCE**

**ALICIA HOBBS
ACCOUNTING SUPERVISOR**



Preparing Students for Success

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT
Comprehensive Annual Financial Report

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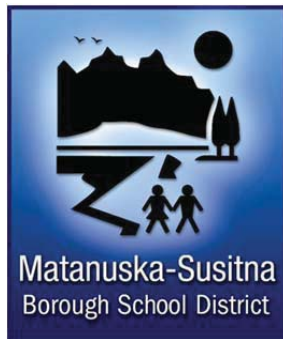
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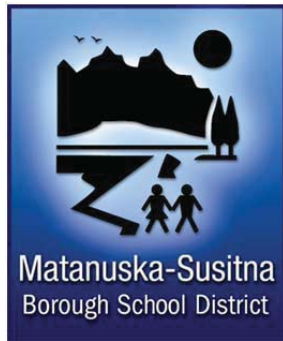
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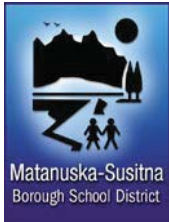
INTRODUCTORY SECTION



Preparing Students for Success



Preparing Students for Success



MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT
501 NORTH GULKANA STREET
PALMER, ALASKA 99645
Phone: 907-746-9200

December 23, 2015

Members of the Board of Education and
Residents of the Matanuska-Susitna Borough School District
Palmer, Alaska

The Comprehensive Annual Financial Report (CAFR) of the Matanuska-Susitna Borough School District (District), for the fiscal year ended June 30, 2015 is submitted herewith. This report was prepared by the District's Business Services department following the guidelines recommended by the Association of School Business Officials International and generally accepted accounting principles (GAAP). The statutes of the State of Alaska require that the Board of Education provide for an audit of all school accounts within ninety days following the close of the fiscal year, by an independent certified public accountant.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the District. The data, as presented, are based upon a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute assurance that the financial statements are free of any material misstatements. We believe the material is accurate in all aspects and is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included.

The District's financial statements have been audited by BDO USA, LLP, a firm of independent certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2015 are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2015, are presented fairly in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

As a recipient of federal grant awards, the District is required to undergo an audit in accordance with the provisions of the U.S. Office of Management and Budget's (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and

associated Compliance Supplement. A schedule of expenditures of federal awards, the independent auditor's reports on internal controls and compliance with applicable laws and regulations, and a schedule of findings and questioned costs are included and available in a separately issued audit in accordance with OMB Circular A-133 and the new Uniform Guidance as required.

As a recipient of State grant awards, the District is also required to undergo an audit in accordance with the provisions of Alaska State Regulation 2 AAC 45.010 and Audit Guide and Compliance Supplement for State Single Audits. A state financial assistance schedule, the independent auditor's reports on internal controls and compliance with applicable laws and regulations, and a schedule of findings and questioned costs are included and available in a separately issued audit in accordance with the State of Alaska Audit Guide and Compliance Supplement for State Single Audits.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

Comprehensive Annual Financial Report (CAFR)

The District's CAFR consists of four parts:

1. The introductory section includes this transmittal letter, a list of the elected officials of the School Board (Board) and their offices held, a list of selected administration officials, and the District's administrative organizational chart.
2. The financial section consists of the Management Discussion and Analysis (MD&A), the basic financial statements, required supplementary information, and combining and individual fund statements and schedules. Combining statements are presented when the District has at least one non-major fund of a given fund category. Various combining statements are also presented to demonstrate compliance with the Alaska Department of Education and Early Development's *Uniform Chart of Accounts and Account Code Descriptions for Public School Districts*.
3. The statistical section provides trend data and non-financial information useful in assessing a government's financial condition. It also includes demographic and other miscellaneous information of the District. Some tables present District data that has been combined with data provided by the Matanuska-Susitna Borough (primary government) to give a consolidated overview of the District's financial status.
4. The Single Audit Section includes the Independent Auditor's Reports, as well as a Schedule of Findings and Questioned Costs. Also included in this section are the Schedule of State Financial Assistance and Schedule of Expenditures of Federal Awards.

The Reporting Entity

The report includes all funds of the District. The District is a component unit of the Matanuska-Susitna Borough (Borough). Therefore, the financial data are required to be reported in the Comprehensive Annual Financial Report (CAFR) of the Matanuska-Susitna Borough. Audited financial statements for the Borough are available upon request from its administrative offices. The Borough has delegated to the District the responsibility for establishing, maintaining, and operating a system of public schools, pursuant to AS 29.35.160. Governing authority has been delegated to the District's Board of Education.

Relationship with Matanuska-Susitna Borough

The Matanuska-Susitna Borough School District is a component unit of the Matanuska-Susitna Borough (Borough). Pursuant to Alaska Statute 14.12.020(c), the Borough Assembly provides the funding that must be raised from local sources to maintain and operate the District. Alaska Statute 14.14.060 states a borough can establish a centralized treasury and is responsible for major rehabilitation, all construction and major repair of school buildings. The Borough is also responsible for new construction and debt service. Accordingly, physical plant expenditures for debt service and the taxing authority necessary to repay debt lies with the Borough and these activities are reported in Borough financial reports.

In many respects the two agencies operate independently. However, the Borough does monitor the District's unspent year-end funds and may require a percentage of any unspent funds be returned to the Borough. Until FY 2013 the District, under Borough Code 3.04.110(c), was required to return 50% of the annual increase in unassigned fund balance to the Borough in the form of a lapse payment. The lapse funds were then placed in the Borough's reserve for school site acquisitions. The ordinance also stated that the District could not build its unassigned fund balance to a sum greater than \$5 million. Under that ordinance, any amount greater than \$5 million would automatically lapse back to the Borough.

On April 17, 2013, the School Board passed Resolution No. 13-006 which requested that the Assembly consider a lapse for only "the portion of funds provided by the Matanuska-Susitna Borough with no limitation on the amount of total funds to be held as unassigned fund balance." Under Alaska Statute 14.17.505(a), a school district is allowed to accumulate unassigned fund balance up to 10% of its general fund expenditures in a given fiscal year. For the MSBSD, ten percent of general fund expenditures equal approximately \$23 million.

Through persistent lobbying efforts, Borough Code was amended by the Assembly on August 6, 2013 under Ordinance Serial No. 13-096. This ordinance called for 25% of any increase in unassigned fund balance to lapse back to the Borough with no limitation to the total amount of fund balance held by the District aside from that amount defined by AS 14.17.505(a).

The District viewed this change as being reasonable and fair-minded since 25% is roughly the same percent of local annual support provided by the Borough when compared to total general fund revenue. With this new lapse policy in place, the District hopes to build upon its reserves so that it can be better equipped during times of financial uncertainty and/or hardship.

At the end of FY14 and FY15, the Assembly approved for the School District to keep 100% of the change in fund balance. At the end of FY16, any increase in net fund balance will be subject to Ordinance #13-096, requiring twenty-five percent of the increase be lapsed back to the Borough. The remaining seventy-five percent will help build fund balances, not exceeding the amount allowed by the then current version of Alaska Statue 14.17.505.

Chart 1 represents the District’s historical fund balance lapse to the Borough.

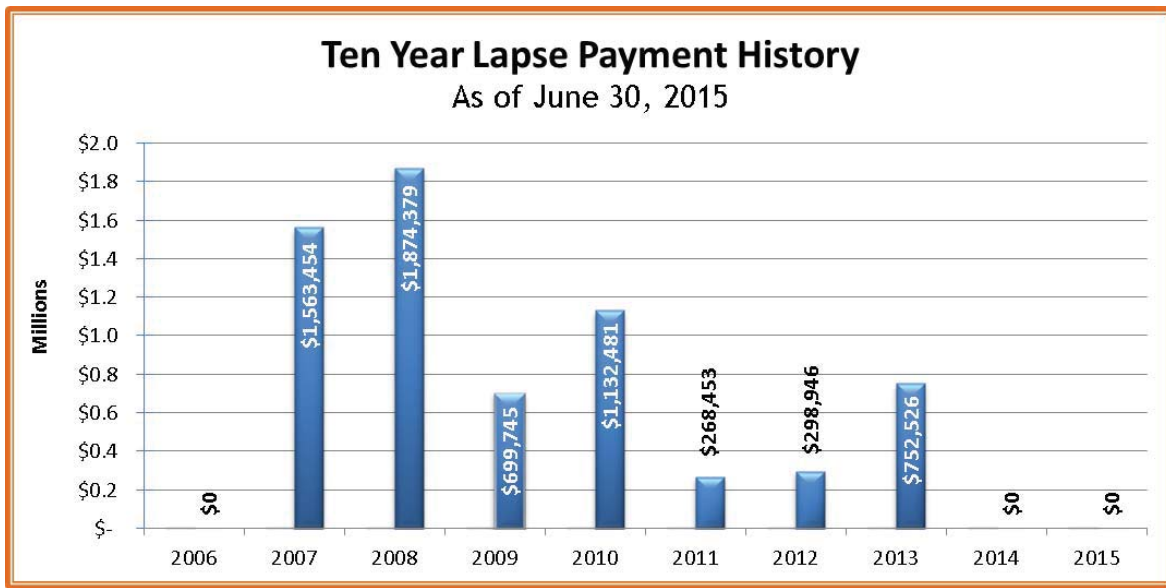


Chart 1

Included in the Financial Report are numerous statistical tables presenting a financial and statistical history of the District for the last ten years. Some tables present District data that has been combined with data provided by the Matanuska-Susitna Borough to give a consolidated overview of the District’s financial status.

Board of Education - Governance of the School District

Alaska Statute sections 14.12.030-180 provide for the creation of school districts in the State of Alaska and establishes a school board as the governing body for each district. The seven voting members of the Board determine policy for operation and management of the District. Each member serves for three years, elected annually for overlapping terms. In addition to the seven voting members, a non-voting student representative serves in an advisory capacity to the Board. The daily operations of the District are under the general supervision of the Superintendent.

Profile of the District

Located 35 miles north of Anchorage, the Matanuska-Susitna Borough (Mat-Su Borough) encompasses 24,502 square miles, making it roughly the size of West Virginia. The Borough's core area is commonly referred to as the "Mat-Su Valley". Aptly named, the Mat-Su Valley is bordered to the east by the Matanuska River and on the west by the Susitna River.

The Mat-Su Borough is situated within South-central Alaska and includes mountain ranges, valleys, glaciers, rivers, lakes, wetlands, tundra, boreal forest, farms, and vast stretches of pristine wilderness. The Borough includes portions of the Alaska Range with the tallest mountain in North America, Denali, just outside its northern border. The Mat-Su Valley also includes portions of the Chugach Mountain Range to the south and includes most of the Talkeetna and Clearwater Ranges towards the interior of the Borough.

In total, about 90,000 people currently reside in the Borough, with that number expected to continue to grow. One of the fastest growing areas in the nation, the Borough's employment growth has increased an average of 5.5 percent per year over the last decade. The Borough is also within a reasonable commuting distance from Alaska's largest city, Anchorage, with approximately 34 percent of the population commuting each day.

The Matanuska-Susitna Borough School District serves approximately 17,760 students at 45 schools. The District provides education programs for students in Pre-Kindergarten through twelfth grade.

The District schools put students and families first by providing public school choice. The District's schools include twenty elementary schools, five middle schools, five high schools, two K-12 schools, and a comprehensive correspondence/home school program. Additionally, the District hosts six charter schools and six alternative education schools which offer a wide range of specialized programs.

In 2012, the District opened its newest school: Alaska Middle College School (AMCS). AMCS is a partnership between the District and the University of Alaska, Anchorage. This program offers two years of dual credit to high school juniors and seniors. Students attending AMCS have the opportunity to graduate with a high school diploma and an associate's degree upon completion of the two year program. AMCS is just one example of the many innovative educational programs of choice offered to students of the District.

In August 2014, Valley Pathways School and the Mat-Su Day School moved into new homes when the Borough completed construction for those two facilities.

Valley Pathways' 46,239 sq. ft. facility replaces a school campus that previously consisted of 12 portables. Formerly functioning as a high school, Valley Pathways School will now serve 7th and 8th grade students in addition to 9th through 12th grade classes. The school's expanded space and technology enhancements will

provide the school's nearly 200 students with additional opportunities not previously available to them in the portable-based classrooms.

The Mat-Su Day School houses approximately 150 students in its new 21,500 sq. ft. facility. Similar to Valley Pathways, this school was also previously housed in portable or modular units. This special mission school is proud to offer a transitional educational environment where students have the opportunity to practice those academic, social, behavioral, and employability skills necessary for success in their home, school, and community settings.

Being that the Mat-Su Borough represents the fastest growing area of the State, new schools continue to be added to the District through voter approved bond elections. In FY2016, the District anticipates the opening of Joe Redington Sr. Junior/Senior High School. Following the opening of Redington, the District plans on opening two new elementary school facilities: Dena'ina and Iditarod Elementary. These new schools will be welcomed additions to the District as the average age of school facilities in the District is currently 25 years old.

Mission, Goals & Objectives

The mission of the District is to prepare students for success. A simple statement, this mission focuses on a brighter future created for students who are able to test their skills and knowledge in a safe learning environment. Founded in student preparation, the District's mission statement exudes an unwavering commitment to the future of the students it serves.

Several long-term goals have been established within the District's Strategic Plan. These goals are as follows:

- We will improve student success, achievement, and performance by focusing on their career and college readiness.
- We will increase the graduation rate.
- Our schools will welcome families and community members in the education of our youth.
- We will create and maintain a safe and healthy environment for our students and staff.

The School Board established short-term objectives for FY2014-15 to better align the District with its mission and long-term goals. These priorities are listed below:

- Improve School Environments: Social-Emotional & Physical Plant
- Develop Innovative Funding Plans
- Utilize Social Media/Technology to Engage the Public
- Improve Relationships Through Communication
- Increase Classroom Support
- Present Short-Term Strategies to Accomplish Long-Term Goals
- Expand Community Outreach

Three tools that are essential in meeting the District's mission and goals are academic innovation, public school choice, and excellent customer service. The District realizes that it serves the community best when it meets student needs and is responsive to parents and community stakeholders. At MSBSD, elementary schools focus on literacy and primary academic core foundations; middle schools build on the blocks of success of academic rigor and co-curricular activities for every student; and high school programs prepare students for college, military service, technical training, and success in life planning.

Initiatives

In addition to having long-term goals, the MSBSD Board of Education developed a list of objectives to help carry out goals during the 2014-15 school year. The board objectives for the 2014-2015 school year are outlined below:

- **Improve School Environments: Social-Emotional & Physical Plant**
One of the primary goals of the School Board is to improve school environments by promoting staff and student wellness and healthy choices; revising the Suicide Prevention Protocol to help ensure the well-being of students, implementing the PACE Program (alternative education program for students on long-term suspension) to ensure students receive opportunities to continue their education during suspensions; providing ALICE (Alert, Lockdown, Inform, Counter, Evacuation) protocol training to empower staff with a toolbox of actions to help ensure student and staff safety during an active shooter event; providing professional development to continue to build leadership capacity within the District at all levels; improving staff recruiting; improving communications; opening additional schools; and focusing on efficient energy strategies.
- **Develop Innovative Funding Plans**
An on-going goal of the School Board is to find funding sources which allow the District to continue to provide value-added programs and professional development by improving multi-year forecasting and budgeting to identify expected future funding changes and the need to pursue alternate funding sources as needed; providing frequent communication with legislators and educating the public regarding their role in influencing funding; and ensuring good stewardship of District and Student funds.
- **Utilize Social Media and Technology to Engage the Public**
The School Board wishes to better involve Stakeholders by allowing public comment and participation via telephone in board meetings; developing district-wide scheduling and calendar capabilities; developing yearly professional development to train school personnel in District programs to include web site design and social media programs; and to publish School Board and District documents to the public.

- **Improve Relationships Through Communication**
The School Board wishes to improve interpersonal communications by implementing The Flippen Group strategies utilizing the EXCEL model and team huddles to increase communication and improve relationships; providing a District SharePoint site (Share Success) to facilitate internal communication; training staff to implement a new teacher and principal evaluation process; and implementing and utilizing software to increase public awareness of District events.
- **Increase Classroom Support**
The School Board wishes to increase the expertise in classrooms to support teachers by creating a highlights section in updates to principals, teachers, and on the website to recognize monthly schools that bring in community leaders and industry experts from the community. Additionally, the District Administration will be developing the Center for Entrepreneurial Leadership at Houston Middle and High Schools as a joint venture with local business to further increase classroom support.
- **Present Short-Term Strategies to Accomplish Long-Term Goals**
The School Board wishes to develop a model and template for mapping out short-term objectives and tasks that are tied to long-term goals by utilizing the Flippen Group’s framework to meet with District leaders for strategic planning meetings and utilizing key performance indicators to measure improved efficiencies over time.
- **Expand Community Outreach**
The School Board wishes to improve community outreach by ensuring periodic visits of School Board members and the Superintendent to schools for meetings with students and staff; increasing District visibility through the use of the “We Are MSBSD” logo; working with a demographer to involve stakeholders in establishing new school boundaries and transportation routes; expanding after school snack and summer meal programs; and utilizing all media platforms to inform, educate, and engage internal and external stakeholders with accurate, consistent, and cohesive messages.

Accountability

The District is accountable to its stakeholders in many ways. One manner in which the successes of the District’s educational programs were measured in the past was via No Child Left Behind (NCLB), also known as the Elementary and Secondary Education Act (ESEA) reauthorization of 2001. More specifically, Adequate Yearly Progress (AYP) is the accountability function of No Child Left Behind that mandates all students must demonstrate competence in language arts and mathematics through written assessments given in grades 3-10.

In September 2012, the State of Alaska applied for a flexibility waiver under the Elementary and Secondary Education Act (ESEA). This waiver was approved in May

2013 by the United States Department of Education. One month after the waiver was approved the State Board of Education & Early Development adopted a new accountability system for public schools. The new system was named the Alaska School Performance Index (ASPI). The ASPI system effectively replaces the former AYP model that was in place since 2002.

The following information on the new ASPI system was taken from a June 10, 2013 press release made by the State of Alaska, Department of Education & Early Development:

Under the new accountability system, students will continue to take state assessments in reading, writing and math. Parents and educators will use the assessment results to help understand how well each student meets state academic standards. The public will also have access to state assessment results for schools and districts in the aggregate, including a breakdown by student subgroups such as income, disability and ethnicity.

Each school and district will have its own annual goal for improvement, based on reducing its percentage of non-proficient students by half in six years, including in each subgroup of students. Results will be reported each year, as will high school graduation rates.

This accountability system will rank schools on a 100-point scale, based on student growth as well as proficiency in state assessments, attendance, high school graduation, and student performance on work-ready and college entrance exams. Based on the 100-point scale, schools will receive a rating of one to five stars.

In addition to a new accountability system, Alaska chose the Achievement and Assessment Institute (AAI) at the University of Kansas to develop a custom assessment that measures the Alaska English Language Arts & Mathematics Standards adopted in 2012. The State's previous assessment, the Standards Based Assessment (SBA) was administered for the final time in April 2014. The new, custom assessment from AAI, Alaska Measures of Progress (AMP), was administered for the first time in spring 2015.

Budget Process

At the District level, Board Policy 3100 directs that the District budget be prepared annually to form the best possible estimates of enrollment, revenues, and expenditures. The budget development process begins in October with the 20-day student count, as administered by the State of Alaska Department of Education & Early Development (DEED). Immediately after the count period, DEED requires that each district submit their projected enrollment for the following school year by November 5. A comprehensive examination of current revenues and expenditures is analyzed to estimate a beginning fund balance for the upcoming fiscal year. Various assumptions are incorporated into the budget based on known or anticipated constraints such as negotiated salary schedule, insurance premium, or energy cost increases.

Throughout the budget process, public input, resource requests, and current and future contract obligations are used to establish educational and budgetary priorities for the proposed budget. In accordance with the Alaska Department of Education and Early Development Uniform Chart of Accounts, information is presented in the budget by fund, function, and object to help stakeholders understand where expenditures are expected to occur. The account code structure also allows the District to ensure that projected expenditures are budgeted to spend a minimum of 70 percent of its school operating expenditures in each fiscal year on the instructional component of the district budget, per AS 14.17.490.

From January through March, the School Board deliberates over the preliminary budget and often must make assumptions about revenue or expenses so that the Board's financial plan communicates a balanced budget to the Assembly, per Borough Code 3.04.040.

Upon School Board adoption of the balanced preliminary budget in March of each year, the preliminary budget is submitted to the Borough Manager no later than the last Tuesday of March, per Borough Code 3.04.020(b). The official budget is then due to the Borough Assembly no later than April 1, per Borough Code 3.04.040. A message including the specific level of local effort requested by the school district must be included with the budget. Since April 1st is several weeks prior to the end of the State's legislative session, the District rarely knows the full funding picture by this date.

In April and May of each year, the Matanuska-Susitna Borough Assembly prepares a financial plan and holds public hearings on the budget. Within 30 days of the District submitting its preliminary budget to the Assembly, the Borough approves a minimum amount to be apportioned for school operations, per AS 14.14.060. The Assembly adopts a balanced budget, which includes the appropriation for the school district by May 31. After both State and local funding has been determined, the School Board then takes action to adopt its final budget in May or June. The final adopted budget, once approved by the Board of Education, is submitted to the State no later than July 15 of each year.

By July the current year's budget is in place for the fiscal year that runs July 1 to June 30. While the budget is approved prior to July 1, major revisions to school or department funding or staffing allocations do not usually occur until after the twenty-day October student count period. However, to meet enrollment needs staffing is adjusted almost immediately following the registration process that precedes the count period. Revenue is recalculated based on enrollment; budgeted expenses are adjusted to account for the completed staffing adjustments; and a winter budget revision is presented to the Board for approval in the month of December.

In recent years, the budget methodology was redesigned in an effort to distribute limited resources in a fair, equitable, and sustainable manner, while continuing to meet Board goals and increase student achievement. The adopted methodology involves the use of prescribed metrics and ratios applied initially to projected

enrollment numbers and then adjusted following the October student count. These formulas are used as the basis for distributing available staffing and discretionary funds on a per student or programmatic basis and allows our limited funds to follow the students. Additionally, this methodology provides a sound and equitable basis for allocation of funding to schools and will continue to be used into the foreseeable future.

The School Board recognizes that operational budget revisions may be necessary to ensure the District maintains a balanced budget while meeting the day-to-day needs of the District. Line item revisions may be requested by unit administrators based upon educational or non-instructional support needs. Board Policy 3110 governs such budget revisions.

- Budget revisions within a site location can be made by the budget manager without School Board approval.
- The Assistant Superintendent of Business and Operations, Director of Finance, or designee shall be authorized to approve budget revisions between budget locations that do not exceed \$100,000.
- The Superintendent or designee shall be authorized to approve budget revisions between site locations that do not exceed \$150,000.
- Revenue adjustments which increase or decrease the School District's total adopted budget shall be submitted to the School Board for ratification.

Additional internal controls, approved by administration, have been established with regard to approval limits for budget transfer requests. While site administrators have responsibility for monitoring and approving how their budgets are expended, additional monitoring occurs at the District level.

Once budget transfer requests reach \$25,000, the budget transfer must be approved by the Director of Finance. After Director of Finance approval, an internal control exists within the Enterprise Resource Planning (ERP) system's financial module which sends a notification to the Assistant Superintendent of Business and Operations indicating that a budget transfer in an amount greater than \$25,000 has been approved. For budget transfer approvals greater than \$75,000, a similar notification is sent to the Superintendent. These notifications keep administration informed of significant transactions to ensure proper oversight.

Budget revisions are entered using the school district's financial management system and follow an online workflow process. Administrative personnel enter budget transfer requests into the ERP system to be routed for the site administrator's approval and additional approvals as needed. Entry into this financial management system allows each budget transfer to immediately affect available funds. The District uses budget roll up codes within the financial software to ensure that schools and departments have flexibility in spending funds, while still maintaining internal controls that help ensure administrators stay within acceptable budget expenditure parameters. Additionally, monthly budget revisions are reported to the Board in a reading file.

These internal controls are part of the District's larger comprehensive risk management plan which also includes IT backups and disaster recovery processes in the event of a major disaster. The IT system disaster recovery plan was developed utilizing the District's financial management system functionality to switch the data load, processes, and workflow to alternate servers outside the State of Alaska. If the unexpected should occur, key staff have been identified to assist with carrying out critical functions as a part of the District's disaster recovery continuity plan. The normal day-to-day business operations are protected on a smaller scale through nightly data backups.

School and department budgets, budget process, and workflow are integrated into the financial management ERP system. The system is designed with integrated modules, each designed to assist the end user in specific critical business functions. The system provides for streamlined functions in payroll, procurement, receiving, employee expense, accounts payable, and accounting functions which then work hand-in-hand with the District's budget functions. As a result of normal business transactions such as creation of requisitions and subsequent purchase orders, funds are encumbered within the accounting codes in which budget funding has been allocated and the encumbrances are released when funds have been expended.

As funds are expended later into the fiscal year, the District begins monitoring fund balance. Board Policy 3470 establishes goals and provides guidance concerning the desired level of year-end fund balance to be maintained by the District as required by GASB Statement 54. The District's Comprehensive Annual Financial Reports (CAFR) designate fund balance as non-spendable, restricted, committed, assigned, and unassigned based on the relative strength of the restrictions that control the purposes for which amounts can be spent. The District's order of priority for the assignment of fund balance categories for subsequent events shall be to:

- Use the unassigned fund balance; then
- Use the assigned fund balance; and finally
- Use the committed fund balance.

The entire budget process, internal controls, and Board Policy are designed and implemented to enable the District to maintain financial stability for program continuity, public confidence, budget and financial compliance with government authorities, and assist the District in building adequate fund balance to offset unexpected increases in costs.

Factors Affecting Financial Condition

The District is largely dependent upon revenue from the State of Alaska as approximately 75% of the District's funding comes directly from the State through the State Foundation Formula and One-time funding allocations. The State Public School Funding Program sets the amount of general school funding the District receives from

the State and it sets the limit of the amount to be raised from local sources under an equalization section of the formula.

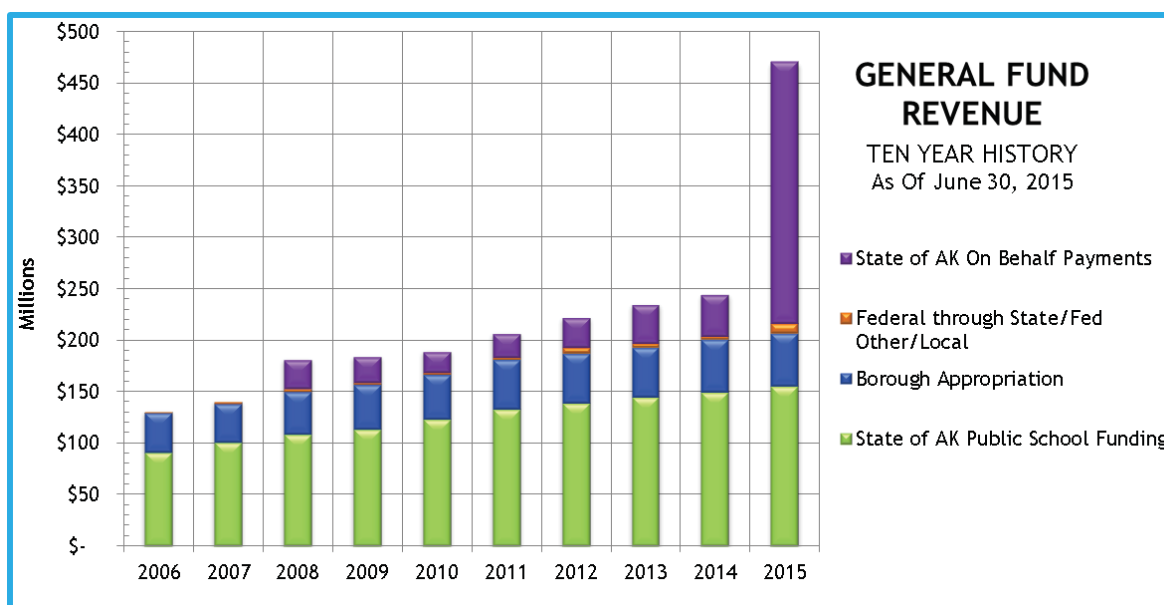
Effective July 1, 2014, HB 278 adjusted the BSA to increase from \$5,680 to \$5,830 in FY15, \$5,880 in FY16, and \$5,930 in FY17. Funding outside the BSA was also established (to also be distributed through the formula) at \$43M in FY15, \$32.5M in FY16, and \$20M in FY17. HB 278 represents the first multi-year funding plan for K-12 education since 2008.

Other areas addressed with the passage of HB278:

- Charter school start-up funding - \$500 per student in the initial year
- Charter school student base reduction from 120 to 75 for funding purposes in the initial 3-year period; adjusts student count for charter schools to 95% of the student rate for a school of 150 students or more
- Correspondence study - increased funding from 80% to 90% and unspent student allotments carry over from year to year as long as students remain enrolled in the District’s correspondence program

Chart 2 Represents the District’s historical revenue sources.

Chart 2



In 2008 the State of Alaska began On Behalf Payments for the State underfunded defined benefit program.

As shown in Chart 2, FY15 State of Alaska On-Behalf Contributions increased dramatically, with a significant impact on the total revenue school districts received. There was a corresponding impact on expenditures, as On-Behalf contributions are offset by corresponding salary amounts. During the 2014 Legislative Session, Senate Bill 119 passed providing an appropriation from the State’s budget reserve fund of \$1 billion to PERS and \$2 billion to TRS. The Alaska Retirement Management Board set the actuarially determined rate of 44.03% for PERS and 70.75% for TRS for FY15. However, Senate Bill 119 provided more funding than statutorily required for both systems. The Legislative On-Behalf rate of 42.41% for PERS and 255.29% for TRS takes

into account the full FY15 funding provided by Senate Bill 119, resulting in a total contribution rate of 64.41% for PERS and 267.85% for TRS. Being that the School District was required to record revenue and expense to align with these rates, total revenue and expenses for FY15 are significantly higher than prior years.

In terms of other revenue, the Borough appropriation increased \$65,000 over the amount received in FY14. Another factor increasing District revenue was an increase in average daily membership by more than 281 students from the prior year. This resulted in an increase of State revenue of \$11,301,255 to the School District.

The need to effectively and strategically manage expenditures will continue into the future, especially since there is no anticipated per pupil revenue increases beyond what has already been established in HB 278. Due primarily to increased student enrollment and Borough Ordinance Serial #15-015, which allowed the District to keep 100% of unassigned fund balance for the fiscal year ending June 30, 2015, the District's unassigned fund balance increased by \$3,468,810 over the prior year.

Chart 3 represents the District's last five years of general fund balance, changed to reflect GASB 54. Unassigned fund balance is notated in the vertical bar.

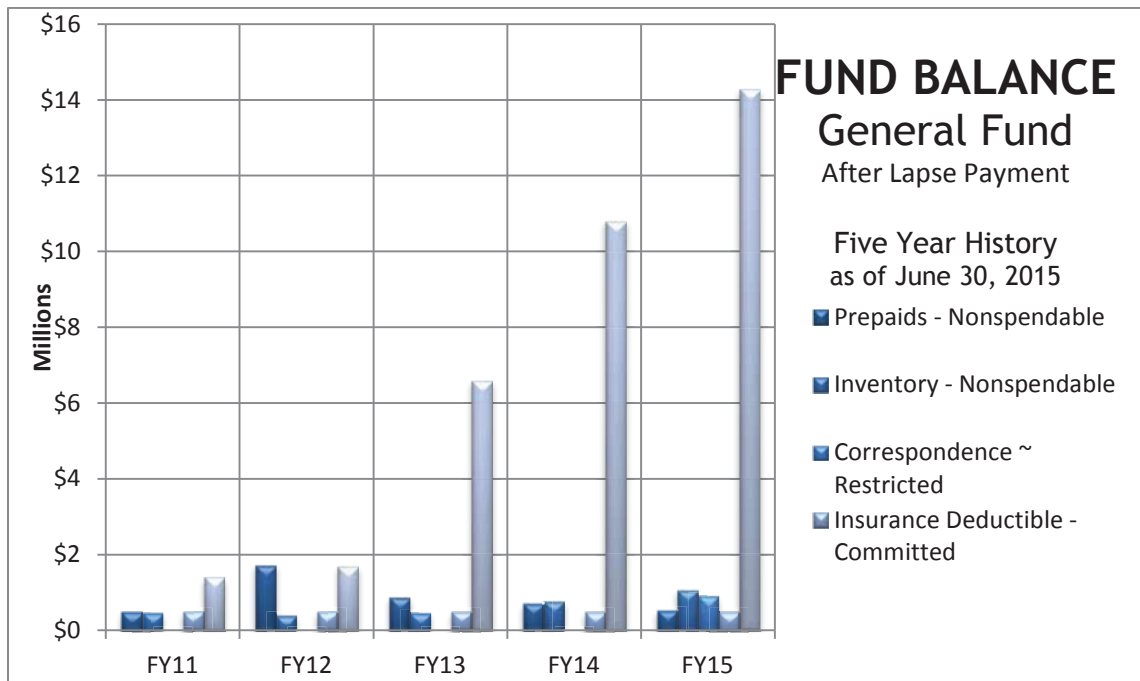


Chart 3

Financial Forecast

For the FY17 budgeting purposes, student enrollment projections will take into account the recent growth in student enrollment as experienced in FY15 and FY16.

On January 21, 2015, incoming Governor Bill Walker provided a State of the State address and on the following night delivered the first State of the Budget speech since

2006. During his State of the Budget address, Governor Walker spoke to the State's current fiscal situation and the impact declining oil prices would have on future spending. With oil prices dropping more than 50 percent over the previous six months, the Alaska Dispatch News reported that the State's \$6.1 billion budget for year ending June 30, 2015 would need to draw \$3.5 billion from Alaska's savings and at least \$3 billion more was reported as needed in the subsequent year unless Governor Walker and state legislators could find ways to cut the deficit.

During Governor Walker's State of the Budget address, a significant reduction to education funding was proposed by eliminating \$32 million in one-time funding established under HB 278, passed during the 2nd Session of the 28th Legislature. For the Matanuska-Susitna Borough School District, this reduction amounted to approximately \$4 million. This reduction was eventually supported by the Legislature through the passage of the State's operating budget.

Considering longer term adjustments necessary to deal with low revenue forecasts at the state level, the Governor also recommended a plan to reduce the forward funding of education in FY 2017 by only appropriating 90% of the funding entitlement to the education funding reserve established by the legislature. This plan would not reduce the entitlement program revenue school districts received from the State; however, it would afford the State government a bit more flexibility in addressing current needs as forward funding the education funding reserve ties up limited resources.

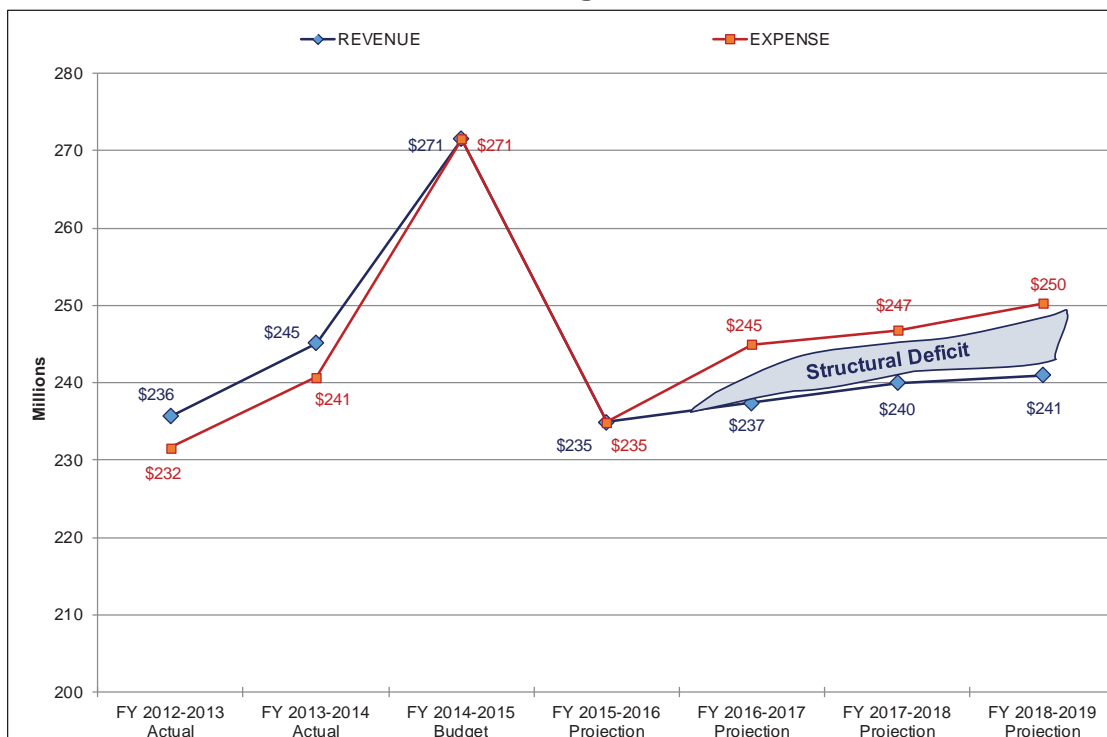
Taking into consideration Legislative actions to date, the State revenue crisis, and other economic factors, MSBSD prepared a long-term forecast that extends through Fiscal Years 2017-19 based on the assumptions listed below.

- Student enrollment is expected to continue growth. The original budget for FY 2016 was set with a projected student enrollment of 18,098.
- The Intensive count maintains at 434 students.
- Borough Revenue was set at \$52,680,472, a 3% increase (\$1.6M) over FY15 less \$150,000 allocated to a Borough-managed school capital project.
- House Bill 278 (HB 278 made some significant changes for student funding for FY 2015 school year through FY 2017.
 - The State Foundation Formula increased the base student allocation (BSA) by \$150 in FY 2015, \$50 in FY 2016, and again by \$50 in FY 2017. Funding levels are maintained in FY 2018.
 - Originally established to provide one-time energy relief to school districts for FY 2015 to FY 2017, the school district received \$5,283,881 in FY 2015 as expected; however this funding was eliminated by the State for FY 2016 and FY 2017.
- PERS/TRS cost sharing will continue in FY 2016. The School District estimates that the on-behalf retirement contributions from the State will equal \$16,383,590. This amount is substantially less than in FY 2015, when the State infused an additional \$3 billion into PERS and TRS from the State Constitutional Budget Reserve Fund resulting in an additional \$212,743,421 over FY 2014 on-behalf contributions.

- Regular movement on the salary schedule, or the cost of retention, for all employee groups contributed to an overall increase of approximately \$4.7M.
- Negotiated cost of living increases for employee group salary schedules contributed an overall increase of \$1.4M.
- Mandatory benefits tied to increased salaries increased the budget \$.2M.
- Budgeted health insurance increased \$.5M for added positions; however, the School District experienced a rate hold for health premiums heading into FY 2016. Although there was no rate increase budgeted, through FY14 premiums increased 129% over the preceding 10 years.
- Energy costs experienced an increase over prior year as the School District budgeted \$5.4 million for heating oil, natural gas, and electricity. In analyzing audited figures over the most recent ten year period, the School District found that energy cost shave increased by \$1,764,563, equating to a 44% increase when the expense is taken on a per pupil basis to account for enrollment growth over that same period.
- Insurance Bonds & Premiums increase at a rate of 1.5% annually.
- Lastly, Nutrition Services is expected to incur a revenue shortfall and require a subsidy of \$589,211 resulting from excess of costs over revenues.

Through maintaining class sizes, current staffing levels, and other services as they exist today, the deficits in FY17, FY18, and FY19, as seen in Chart 4, are projected to be \$7.6 M, \$6.8 M, and \$9.3 M, respectively. This trend of expenses exceeding revenue is referred to as a structural deficit because operations cannot be sustained without specific austerity measures taking place.

General Fund Long-Term Forecast



*Graph adapted from Matanuska-Susitna Borough School District Adopted Budget Book 2015-16

The District is using multiple approaches to deal with the significant projected deficit for FY16. These approaches include attempting to increase revenue and to also dramatically reduce ongoing expenditure requirements.

In uncertain financial times the District remains committed to providing the best education possible with limited resources. Making use of these resources for the success of every child, MSBSD focuses its spending on the instructional area. Per Alaska Statute 14.17.520, “A district shall budget for and spend a minimum of 70 percent of its school operating expenditures in each fiscal year on the instructional component of the district budget.” MSBSD’s FY15 audited expenditures exceed the State of Alaska’s mandate by spending 87% of its operating fund within the instructional component and 13% in instructional support or non-instruction, as shown in Chart 5 below. In fact, Mat-Su Borough School District’s rate of spending in the instructional area is among the highest of all school districts in the State.

The increase in the proportion spent on the instructional component (and corresponding decrease in non-instructional support) is a direct result of the additional State On-Behalf contributions received in FY15. Had this increase to retirement contributions not occurred in FY15, the instructional/non-instructional proportions would have been closer to 75/25, aligning closely with the historical trend.

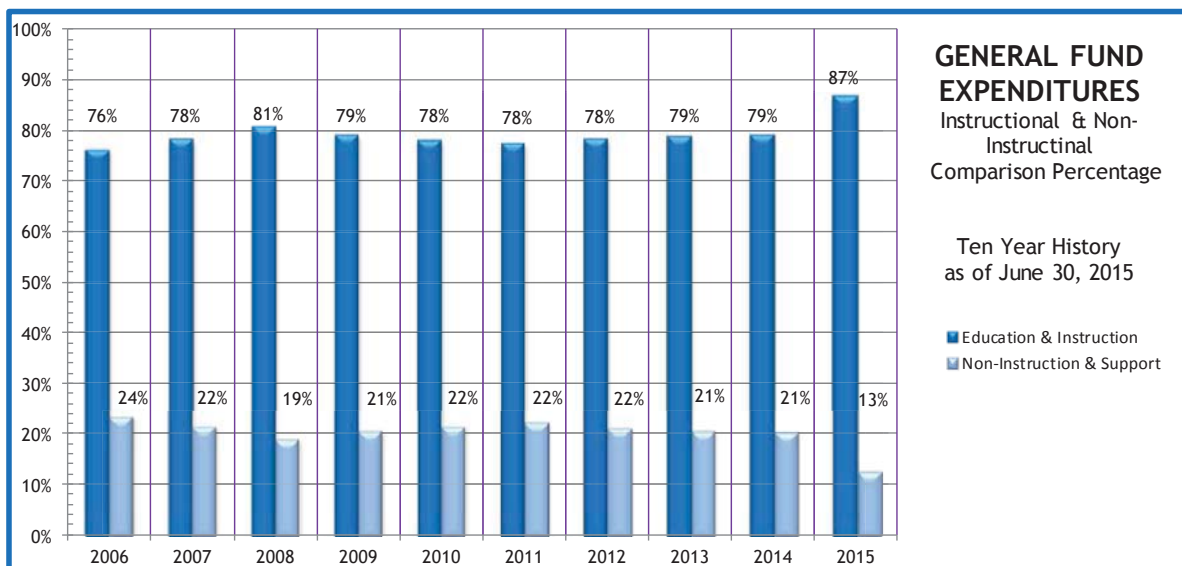


Chart 5

Awards and Acknowledgements

The Association of School Business Officials International (ASBO) has awarded the Certificate of Excellence in Financial Reporting to our District for its Comprehensive Annual Financial Report (CAFR) for the period ended June 30, 2013. This was the fifth consecutive year the District applied and received this prestigious award. In order to be awarded Certificates of Excellence and Achievement, the District published an easily readable and efficiently organized CAFR. A Certificate of Excellence is valid for

a period of one year only. We believe that our current CAFR continues to meet the Certificate of Excellence program's requirements and we are submitting to ASBO International to determine its eligibility for another certificate.

The preparation of this report was accomplished through the commitment, dedication, and tireless effort of the entire Business Services Department and other departments within the District, particularly Education and Instruction and Information Technology. We would like to express our appreciation to all the people who assisted and contributed to the preparation of this report including our primary government the Matanuska-Susitna Borough. Their expertise and partnership in data collection has been tremendously helpful. We would also like to thank the members of the School Board for their support for maintaining the highest standards of professionalism in the management of the District's finances.

Respectfully submitted,



Deena M. Paramo, Ed.D.
Superintendent



Luke Fulp, SFO
Assistant Superintendent of Business
and Operations



Rebecca G. Wright
Director of Finance



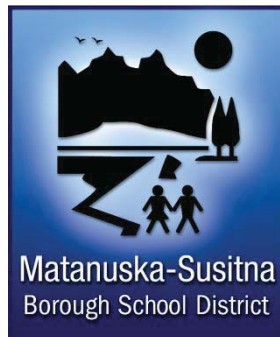
Alicia Hobbs
Accounting Supervisor

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

PRINCIPAL OFFICIALS

2014-15 SCHOOL BOARD

Susan Pougher, President
Ole Larson, Vice President
Dr. Sarah Welton, Clerk
Deborah Retherford, Member
Ray Michaelson, Member
Dr. Donna Dearman, Member
Kelsey Trimmer, Member



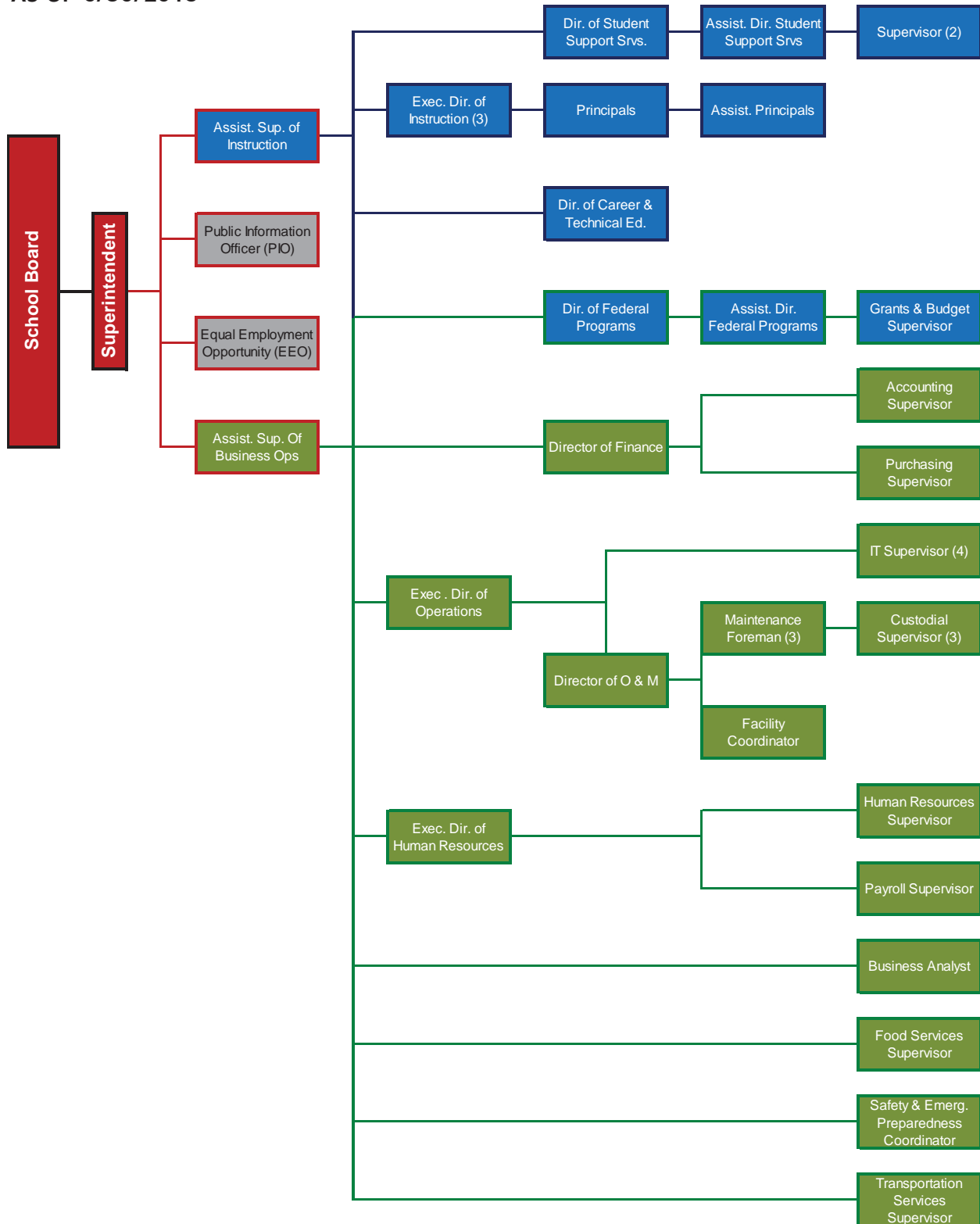
DISTRICTWIDE ADMINISTRATION

Dr. Deena Paramo, Superintendent
Catherine Esary, Public Information Officer
Matt Teaford, EEO Officer

Gene Stone, Assistant Superintendent of Instruction
Dr. Monica Goyette, Executive Director of Instruction
Dr. Rob Picou, Executive Director of Instruction
Mike Vrvilo, Executive Director of Instruction
Carl Chamblee, Director of Federal Programs
Meghan McCarthy-Grant, Assistant Director of Federal Programs
Ray DePriest, Director of Career & Technical Education
Lucy Hope, Director of Student Support Services
Dale Sweetser, Assistant Director of Student Support Services

Luke Fulp, Assistant Superintendent of Business & Operations
Mike Brown, Executive Director of Operations
Katie Gardner, Executive Director of Human Resources
Rebecca Wright, Director of Finance
Jim Estes, Director of Operations & Maintenance
Don Carney, Assistant Director of Operations & Maintenance

**MSBSD
ORGANIZATION CHART
AS OF 6/30/2015**



Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award
is presented to*

Matanuska Susitna Borough School District

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2014*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



A handwritten signature in black ink, reading "Terrie S. Simmons".

Terrie S. Simmons, RSBA, CSBO
President

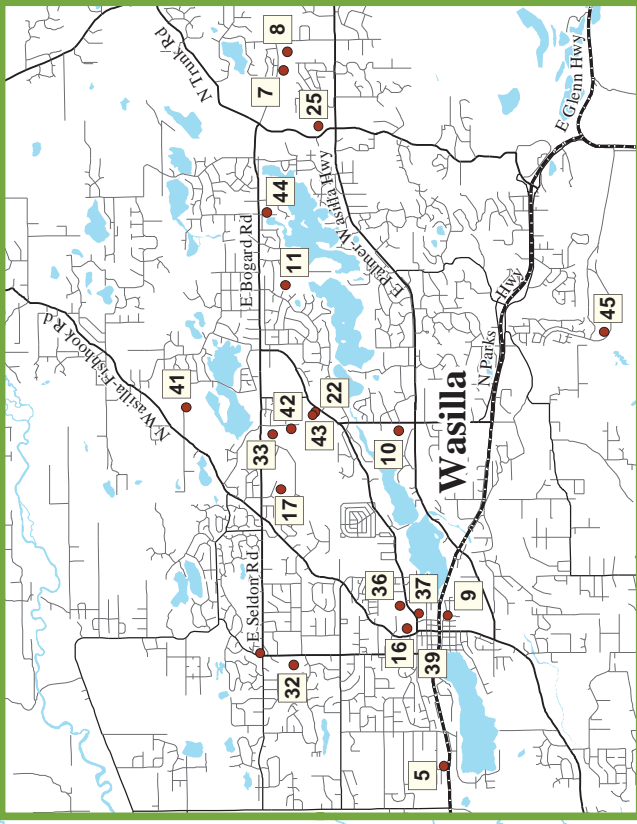
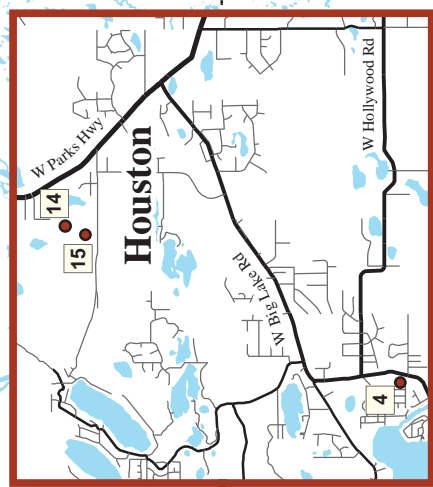
A handwritten signature in black ink, reading "John D. Musso".

John D. Musso, CAE, RSBA
Executive Director

MSB School District Facilities Locations

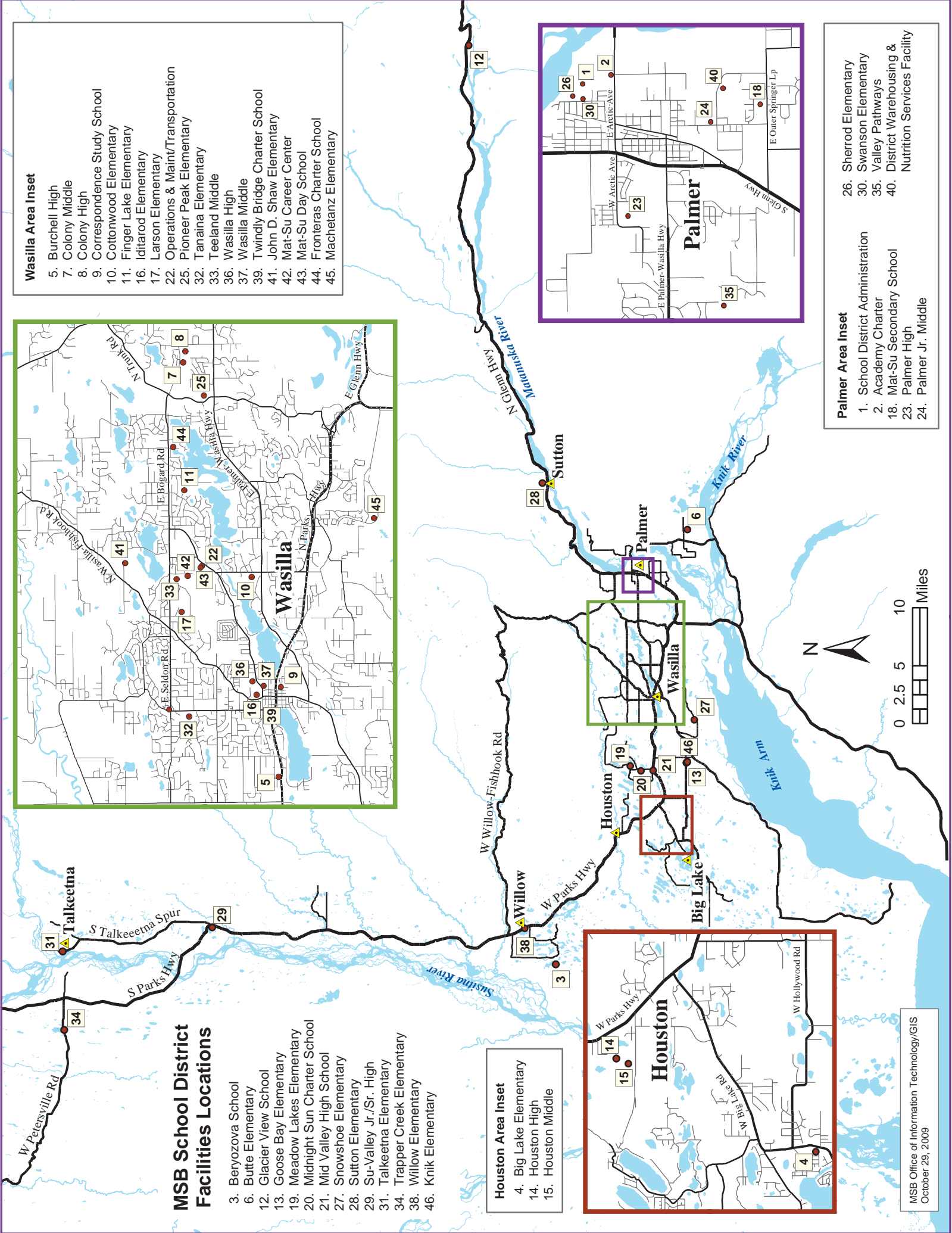
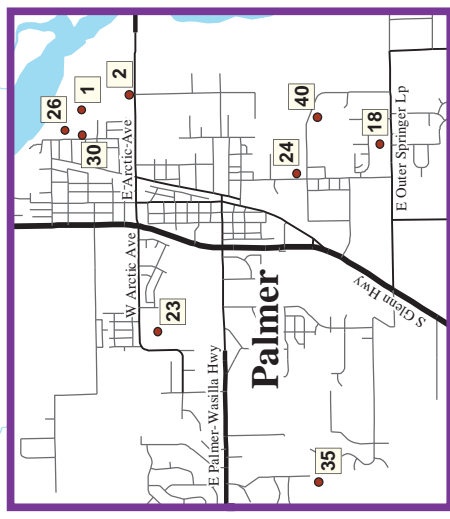
- 3. Beryozova School
- 6. Butte Elementary
- 12. Glacier View School
- 13. Goose Bay Elementary
- 19. Meadow Lakes Elementary
- 20. Midnight Sun Charter School
- 21. Mid Valley High School
- 27. Snowshoe Elementary
- 28. Sutton Elementary
- 29. Su-Valley Jr./Sr. High
- 31. Talkeetna Elementary
- 34. Trapper Creek Elementary
- 38. Willow Elementary
- 46. Knik Elementary

- ### Houston Area Inset
- 4. Big Lake Elementary
 - 14. Houston High
 - 15. Houston Middle

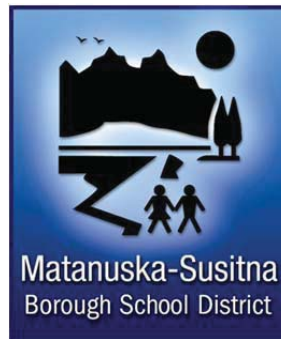


- ### Wasilla Area Inset
- 5. Burchell High
 - 7. Colony Middle
 - 8. Colony High
 - 9. Correspondence Study School
 - 10. Cottonwood Elementary
 - 11. Finger Lake Elementary
 - 16. Iditarod Elementary
 - 17. Larson Elementary
 - 22. Operations & Maint/Transportation
 - 25. Pioneer Peak Elementary
 - 32. Tanaina Elementary
 - 33. Teeland Middle
 - 36. Wasilla High
 - 37. Wasilla Middle
 - 39. Windly Bridge Charter School
 - 41. John D. Shaw Elementary
 - 42. Mat-Su Career Center
 - 43. Mat-Su Day School
 - 44. Fronteras Charter School
 - 45. Machtetanz Elementary

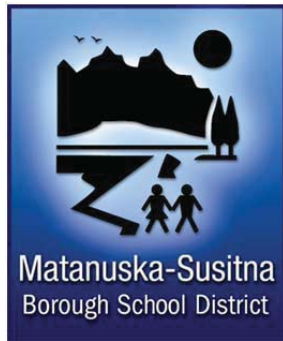
- ### Palmer Area Inset
- 1. School District Administration
 - 2. Academy Charter
 - 18. Mat-Su Secondary School
 - 23. Palmer High
 - 24. Palmer Jr. Middle
 - 26. Sherrrod Elementary
 - 30. Swanson Elementary
 - 35. Valley Pathways District Warehousing & Nutrition Services Facility



FINANCIAL SECTION

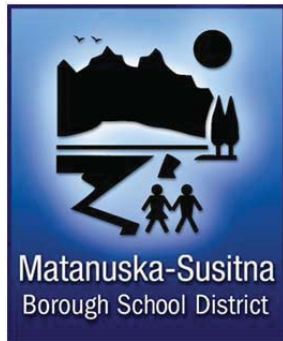


Preparing Students for Success



Preparing Students for Success

Independent Auditor's Report



Preparing Students for Success



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3601 C Street, Suite 600
Anchorage, AK 99503

Independent Auditor's Report

Members of the School Board
Matanuska-Susitna Borough School District
Palmer, Alaska

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities each major fund, and the aggregate remaining fund information of Matanuska-Susitna Borough School District ("the District"), a component unit of the Matanuska-Susitna Borough, Alaska, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Matanuska-Susitna Borough School District as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As discussed in Note 14 to the financial statements, in 2015 the District adopted the provisions of Governmental Accounting Standards Board (GASB) Statement Number 68, *Accounting and Financial Reporting for Pensions*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis on pages 6 through 17, the budgetary comparison information on page 52, and the Schedules of Net Pension Liability, and Pension Contributions on pages 53 through 56, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Additional Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Matanuska-Susitna Borough School District's basic financial statements. The combining and individual fund financial statements and schedules, and the schedule of compliance for the year ended June 30, 2015 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules, and the schedule of compliance for the year ended June 30, 2015 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other

records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the additional supplementary information as listed in the table of contents is fairly stated, in all material respects in relation to the basic financial statements as a whole.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Matanuska-Susitna Borough School District as of and for the year ended June 30, 2014 (not presented herein), and have issued our report thereon dated November 14, 2014, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. The individual fund financial statements and schedules for the year ended June 30, 2014 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2014 financial statements. The individual fund financial statements and schedules for the year ended June 30, 2014 have been subjected to the auditing procedures applied in the audit of the 2014 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, individual fund financial statements and schedules for the year ended June 30, 2014 are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2014.

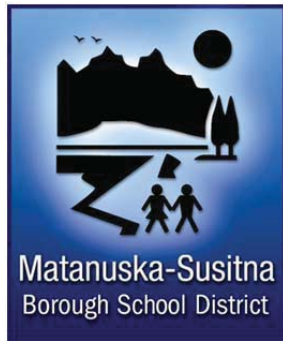
Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2015 on our consideration of Matanuska-Susitna Borough School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Matanuska-Susitna Borough School District's internal control over financial reporting and compliance.

The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

BDO USA, LLP

Anchorage, Alaska
December 22, 2015



Preparing Students for Success

Management's Discussion and Analysis

Matanuska-Susitna Borough School District

Management's Discussion and Analysis Year Ended June 30, 2015

This section of Matanuska-Susitna Borough School District's comprehensive annual financial report presents our discussion and analysis of the School District's financial performance during the fiscal year ended on June 30, 2015 (FY15). We encourage readers to consider the information presented here in conjunction with the information furnished in our letter of transmittal at the front of this report and the School District's financial statements, which immediately follow this section.

The Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standard Board's (GASB) Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments.

Financial Statements

Key financial highlights for the fiscal year ended June 30, 2015 include the following:

In 2015 the District adopted the provisions of GASB Statement No. 68 *Accounting and Financial Reporting for Pensions*, which among other accounting and reporting criteria, requires the District to recognize its proportional share of the Net Pension Liability (and related deferred inflow/outflow accounts), as of the beginning of the District's fiscal year. This change had a significant impact on the District's Net Position, which can be seen in the restatement of FY14 Net Position from \$23,119,358 to (\$67,356,924). Combined with the increase of \$8,646,490 in FY2015, the School District's Net Position was (\$58,710,434) for the fiscal year ended June 30, 2015. See exhibits G1-G4 and accompanying notes to the Required Supplementary Information for specific information regarding pension liabilities. The government-wide financial statements are a compilation of over 65 funds, for specific information regarding the general fund see exhibit H1-H3.

As of the close of the current fiscal year, the School District's total governmental funds reported a combined ending fund balance of \$26,098,728, an increase of \$5,558,294 in comparison to the beginning year balance.

At the end of the current fiscal year, the total fund balance for the General Fund was \$17,305,995. Of this amount, \$1,085,529 represents inventory, \$538,017 was set aside for prepaid expenses and considered non-spendable, \$903,914 was set aside for unspent student allotments and considered restricted, and \$500,000 was committed for self-insurance. The unassigned fund balance for the General Fund was \$14,278,535 at June 30, 2015.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves. The basic financial statements include two kinds of statements that present different views of the School District:

- The first two statements are government-wide financial statements that provide both short-term and long-term information about the School District's overall financial status.

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- The remaining statements are fund financial statements that focus on individual parts of the School District, reporting the School District's operations in more detail than the government-wide statements.
- The governmental funds statements tell how basic services, such as regular and special education, were financed in the short term, as well as what remains for future spending.
- Fiduciary funds statements provide information about the financial relationships in which the School District acts solely as trustee or agent for the benefit of others.

The financial statement notes also explain some of the information in the statements and provide detailed data. The statements, followed by a section of required supplemental information that further explains and supports the financial statements with a comparison of the School District's budget for the year.

Government-wide financial statements

The design of the government-wide financial statements is to provide readers with both short-term and long-term information about the School District's overall financial status, in a manner similar to a private-sector business.

The statement of net position presents information on all of the School District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The statement of activities presents information showing how the School District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event occurs, giving rise to the change, regardless of the timing of related cash flows. Thus, revenues and expenditures reported on this statement for some items will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements present functions of the School District as governmental activities, that is, functions principally supported by taxes and intergovernmental revenues. The governmental activities of the School District include; instruction, administration, student transportation, and food services among others. The government-wide financial statements are found in exhibit A-1 and B-1 of this report.

Fund financial statements

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The fund financial statements focus on the School District's most significant or "major" funds. All School District funds are divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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Governmental funds

Governmental funds account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources as well as on balances of spendable resources available at the end of the fiscal year. Governmental fund information helps the reader determine whether there are more (or less) financial resources that can be spent in the near future to finance the School District's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is described in the reconciliation accompanying the Governmental Funds Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances. The governmental funds financial statements can be found in exhibit C-1 through C-4 of this report.

Proprietary funds

Proprietary funds provide the same type of information as government-wide financial statements, only in more detail. The School District maintains two types of proprietary funds, an enterprise fund and an internal service fund.

The School District uses enterprise funds to account for; Mat-Su Construction Trades, Adult Welding Class Fund, Families in Transition, Alaska Works Partnership Fund, and Parent Advisory/Local Wellness Fund.

Internal service funds are an accounting process used to accumulate and allocate costs internally among the School Districts' various functions. The School District uses an internal service fund to account for Worker's Compensation and Employee Health Benefits self-insurance.

Because the enterprise funds are financially immaterial to the financial statements and because they fall within the general educational mission of the School District, these funds, accounted for as governmental activity in the government-wide statement. The basic proprietary fund financial statements can be found in exhibit D-1 through D-3 of this report.

Fiduciary funds

Fiduciary funds, used to account for resources held for the benefit of parties outside the School District. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the School District's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found in exhibit E-1 of this report.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following exhibit E-1 of this report.

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Other information

Combining statements for major and nonmajor funds are presented immediately following the required supplementary information. Combining and individual funds statements and schedules can be found immediately following the Required Supplementary Information section to the financial statements.

Government-wide Financial Analysis

Net Position

Net position may serve over time as a useful indicator of a government's overall financial health. The School District's change in net position for FY15 was an increase of \$8,646,490. With the implementation of GASB 68 and required restatement of FY14 Net Position from \$23,119,358 to (\$67,356,924), the School District's total liabilities exceeded assets by \$58,710,434 for the fiscal year ended June 30, 2015. Of this amount, (\$67,493,691) was unrestricted, and \$909,690 was restricted for correspondence student allotments and a scholarship program. The remaining \$7,873,567 is invested in the School District's capital assets (e.g., furniture, equipment, and software). The School District uses these capital assets to provide services, supplies, and equipment to its students; consequently, these assets are not available for future spending. Current liabilities have remained relatively stable at the end of each fiscal year and include: accounts payable, payroll accruals, unemployment payable, health/life insurance payable, student lunch account deferred revenue, and grant deferred revenue. The analysis below focuses on net position (Table 1) and on the next page on change in net position (Table 2) for the School District.

Table 1
Net Position of Governmental Activities

June 30,	2015	2014
Assets		
Current and other assets	\$ 38,925,195	\$ 31,818,525
Long-term capital assets	7,873,567	6,659,975
Total Assets	46,798,762	38,478,500
Deferred Outflows - pension related	7,761,148	0
Total Assets and Deferred Outflows	54,559,910	38,478,500
Liabilities		
Current liabilities	16,714,286	15,359,142
Long-term liabilities	87,629,822	0
Total Liabilities	104,344,108	15,359,142
Deferred Inflows - pension related	8,926,236	0
Net Position		
Net investment in capital assets	7,873,567	6,659,975
Restricted	909,690	5,772
Unrestricted	(67,493,691)	16,453,611
Total Net Position	(58,710,434) *	23,119,358
Total Liabilities, Deferred Inflows and Net Position	\$ 54,559,910	\$ 38,478,500

*As restated due to GASB 68 implementation.

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Governmental Activities

The following condensed table of changes in net position, as restated due to the implementation of GASB 68, displays the revenues and expenditures for the current year. The results of this year's operations for the School District as a whole are reported in the Statement of Activities in exhibit B-1 of this report. Table 2 provides condensed information from the Statement of Activities.

**Table 2
Statement of Activities**

Year Ended June 30,	2015	2014
Revenues		
Program revenues:		
Charges for services	\$ 1,108,593	\$ 1,143,678
Operating grants and contributions	101,938,313	74,179,332
General revenues:		
State grants not restricted	160,874,324	152,514,643
Borough district appropriations	51,291,720	51,226,720
E-rate	1,222,684	977,158
Facility use	162,505	159,835
Out of district reimbursement	1,669,618	1,500,450
Gain on disposal of assets	0	0
Medicaid and other	1,419,105	430,906
Total Revenues	319,686,862	282,132,722
Expenses		
Instruction	133,133,390	115,177,488
Special education instruction	44,347,523	39,598,495
Special education support services - student	18,887,579	14,890,203
Support services - students	11,371,555	10,221,597
Support services - instruction	15,877,378	11,920,978
School administration	12,258,280	9,750,103
School administration support services	10,151,374	10,237,800
District administration	2,652,052	2,381,199
District administration support services	10,321,568	11,473,216
Operations and maintenance of plant	23,926,623	23,899,444
Student activities	4,580,399	4,261,180
Student transportation	15,281,946	14,625,526
Community services	27,159	33,206
Food services	6,521,325	6,158,475
Construction and facilities acquisition	1,702,221	2,561,948
Total Expenses	311,040,372	277,190,858
Change in net position	8,646,490	4,941,864
Net Position, beginning of year as restated (Note 14)	(67,356,924) *	18,177,494
Net Position, end of year	\$ (58,710,434)	\$ 23,119,358

*As restated due to GASB 68 implementation.

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The cost of all governmental activities in FY15 was \$311,040,372. Users of the School District's programs paid some of the cost of the School District's programs (\$1,108,593). The federal and state government subsidized certain programs with grants and contributions (\$101,938,313). However, most of the School Districts' normal operating costs were paid with the State of Alaska Foundation Program (\$155,573,837), which does not include On-Behalf Retirement Contributions from the State of Alaska of (\$253,789,647), and one-time State Energy Relief funds (\$5,300,487). The Borough Appropriation (\$51,291,720) is derived from local property tax assessments. The Statement of Activities is in exhibit B-1 of this report.

Table 3 presents the total cost of services for the School District's main functional activities. Net Cost of Services represents the Total Cost of Services less charges for services and revenue from operating grants and contributions. The net cost shows the financial burden placed on the School District's General Fund by each of these functions.

**Table 3
Net Cost of Governmental Activities**

Governmental Activities	Fiscal Year 2015		Fiscal Year 2014	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
Expenditures:				
Instruction	\$ 177,480,913	\$ 120,401,233	\$ 154,775,983	\$ 118,879,972
Support services - school	46,136,512	30,108,958	37,032,778	26,548,348
School administration	22,409,654	17,804,724	19,987,903	17,285,182
District administration	12,973,620	10,958,875	13,854,415	9,859,821
Operations and maintenance	23,926,623	25,976,702	23,899,444	23,707,783
Student activities	4,580,399	807,426	4,261,180	2,878,734
Student transportation	15,281,946	(369,909)	14,625,526	(444,281)
Community services	27,159	2,233	33,206	8,502
Food services	6,521,325	705,574	6,158,475	581,839
Construction and facilities acquisition	1,702,221	1,597,650	2,561,948	2,561,948
Total	\$ 311,040,372	\$ 207,993,466	\$ 277,190,858	\$ 201,867,848

As noted earlier, the School District uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. Reviewing the funds helps the reader consider whether the School District is, being accountable for the resources provided by the State, Borough, and others and may provide more insight into the School District's overall financial health.

Government Funds

The focus of the School District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the

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School District's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal year, the School District's governmental funds reported combined ending fund balances of \$26,098,728 as reported in exhibit C1.

Table 4 reconciles total ending balances for the governmental funds with total net position, as restated due to GASB 68 implementation, on the government-wide balance sheet

Table 4
Reconciliation of Total Fund Balances for Governmental Funds
to Net Position for Governmental Activities

June 30,	2015	2014
Total fund balance - governmental funds at June 30	\$ 26,098,728	\$ 20,540,434
Cost of capital assets (net of accumulated depreciation)	7,873,567	6,659,975
Long-term liabilities	(91,721,220)	(4,284,630)
Pension liabilities	(1,165,088)	0
Enterprise fund net-assets	203,579	203,579
Net Position At June 30	\$ (58,710,434) *	\$ 23,119,358

*As restated due to GASB 68 implementation.

The School District had two major governmental funds in FY15. A major fund is defined as a fund whose revenues, expenditures/expenses, assets, or liabilities (excluding extraordinary items) are at least 10 percent of corresponding totals for all governmental or enterprise funds and at least 5 percent of the aggregate amount for all governmental and enterprise funds for the same item.

The general fund is the principal operating fund and a major fund of the School District. At the end of the current fiscal year, the total general fund balance was \$17,305,995, which includes non-spendable and committed funds. The unassigned fund balance as of June 30, 2015, was \$14,278,535. The Capital Improvement Projects Capital Project Fund is also considered a major fund.

The Capital Improvements fund is established to fund much needed equipment and infrastructure improvements to our aging buildings including upgrading internet speed to school sites, replacing technology equipment, and upgrading facilities for community meetings. The four largest projects were for expenditures for charter schools and traditional school building improvements, a major locker renovation at one of the high schools, and relocation of portables between school sites to accommodate student populations at the schools where enrollment was growing. Total expenditures for these 4 projects amounted to \$1,345,304, about 20% of the total expenditures for capital improvements projects. The Capital Improvements Projects fund had a fund balance at the end of the current year of \$6,654,120.

The Governmental Fund Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balance, which identifies both major funds, are located in exhibit C-1 and C-3 of this report.

Table 5 presents a summary of general fund revenue, compares current year with the previous year, and shows the increase or (decrease) and percentage of change.

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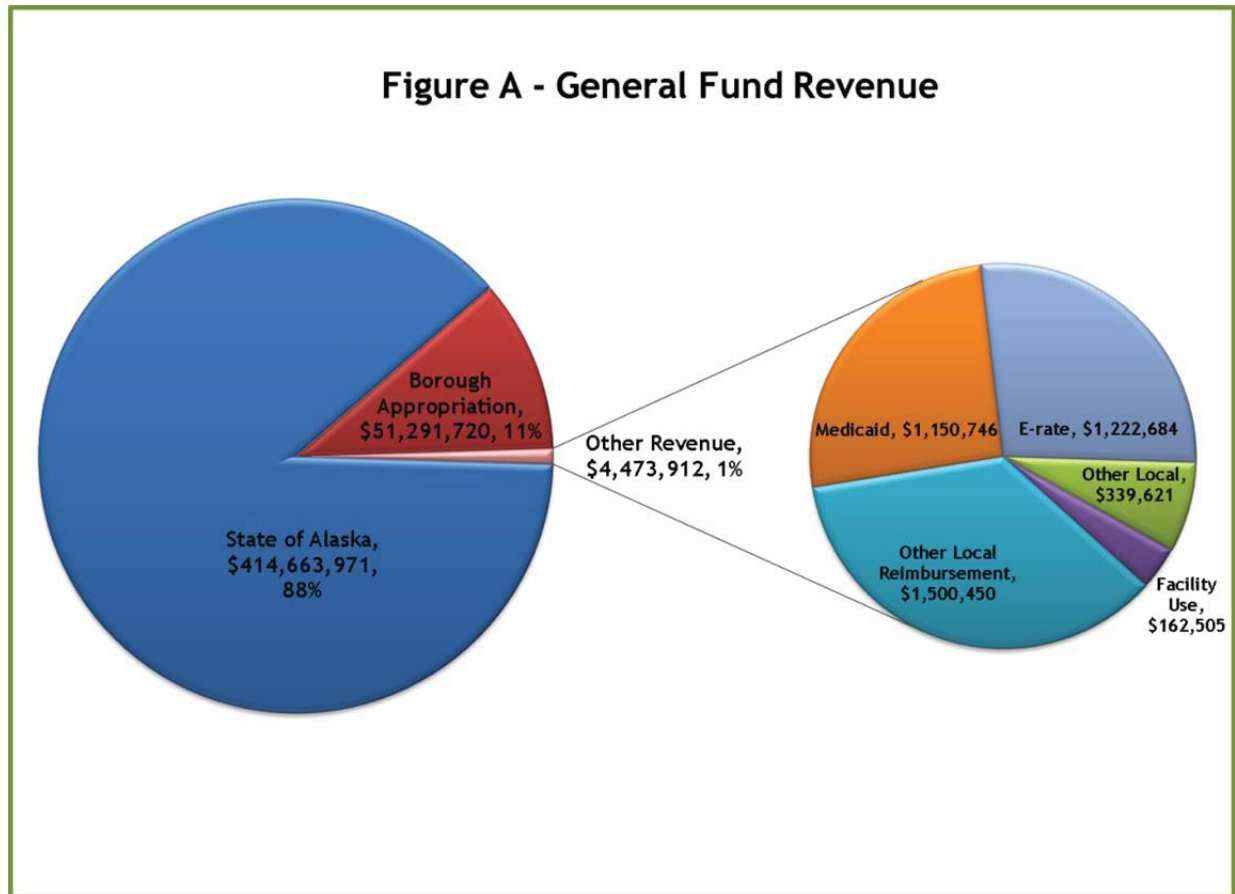
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Table 5
General Fund Revenue

	2015	2014	Increase (Decrease)	Percentage Increase (Decrease)
Borough appropriation	\$ 51,291,720	\$ 51,226,720	\$ 65,000	0.13%
Other local	2,100,482	1,925,093	175,389	9.11%
State of Alaska*	414,663,971	190,832,893	223,831,078	117.29%
Federal E-Rate	1,222,684	977,158	245,526	25.13%
Federal Medicaid	1,150,746	166,098	984,648	592.81%
Total Revenue	\$ 470,429,603	\$ 245,127,962	\$ 225,301,641	91.91%

*Fiscal Year 2015 increase in State of Alaska revenue includes a one-time increase for the School District's portion of the \$3 Billion infusion from the State Constitutional Budget Reserve Fund for pension liability.

Figure A presents a chart of general fund revenue by source for the fiscal year ended June 30, 2015.



The School District experienced a revenue increase of \$225,301,641 or 91.91%, of which \$212,743,421 is attributed to On-Behalf contributions by the State of Alaska. During the 2014 Legislative Session, Senate Bill 119 passed providing an appropriation from the State's budget reserve fund of \$1 billion to PERS and \$2 billion to TRS. The Alaska Retirement Management Board

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set the actuarially determined rate of 44.03% for PERS and 70.75% for TRS for FY15. However, Senate Bill 119 provided more funding than statutorily required for both systems. The Legislative On-Behalf rate of 42.41% for PERS and 255.29% for TRS takes into account the full FY15 funding provided by Senate Bill 119, resulting in a total contribution rate of 64.41% for PERS and 267.85% for TRS. Being that the School District was required to record revenue and expense to align with these rates, total revenue and expenses for FY15 is significantly higher than in the prior year.

In terms of other revenue, the Borough appropriation increased \$65,000 over the amount received in FY14. Another factor increasing District revenue was an increase in average daily membership by more than 281 students from the prior year. This resulted in an increase of State revenue of \$11,301,255 to the School District.

Table 6 presents a summary of general fund expenditures by function and compares it with the previous year reflecting the increase or (decrease) and the percentage of that change from the previous year. There was an increase of 94.48% in expenditures for the District for FY15. Similar to revenue, this increase was primarily due to the addition of the District's share of a \$3 billion infusion from the State Constitutional Budget Reserve Fund for pension liability with the remainder of the increases being due to additional staffing for increased student enrollment, salary column movements and increased cost of health insurance premiums.

Due to the increased PERS and TRS funding, the School District's expenditures increased 94.48% overall from the prior fiscal year. This same increase had a significant impact on expenditures at the function level, making comparison with the prior year difficult.

**Table 6
General Fund Expenditures**

	2015	2014	Increase (Decrease)	Percentage Increase (Decrease)
Instruction	\$ 304,158,059	\$ 145,553,218	\$ 158,604,841	108.97%
Support services - school	73,903,990	33,335,560	40,568,430	121.70%
School administration	35,644,776	20,077,626	15,567,150	77.53%
District administration	15,285,363	10,940,968	4,344,395	39.71%
Operations and maintenance	25,945,340	23,506,360	2,438,980	10.38%
Student activities	7,291,546	4,260,872	3,030,674	71.13%
Student transportation	5,964	0	5,964	100.00%
Community Services	824	0	824	100.00%
Food services	8,168	9,547	(1,379)	-14.44%
Total Expenditures	\$ 462,244,030	\$ 237,684,151	\$ 224,559,879	94.48%

* Fiscal Year 2015 includes one-time additional PERS & TRS expense due to the addition of the District's share of a \$3 billion infusion from the State Constitutional Budget Reserve Fund for pension liability.

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Figure B presents a chart of general fund expenditures by function for the fiscal year ended June 30, 2015.

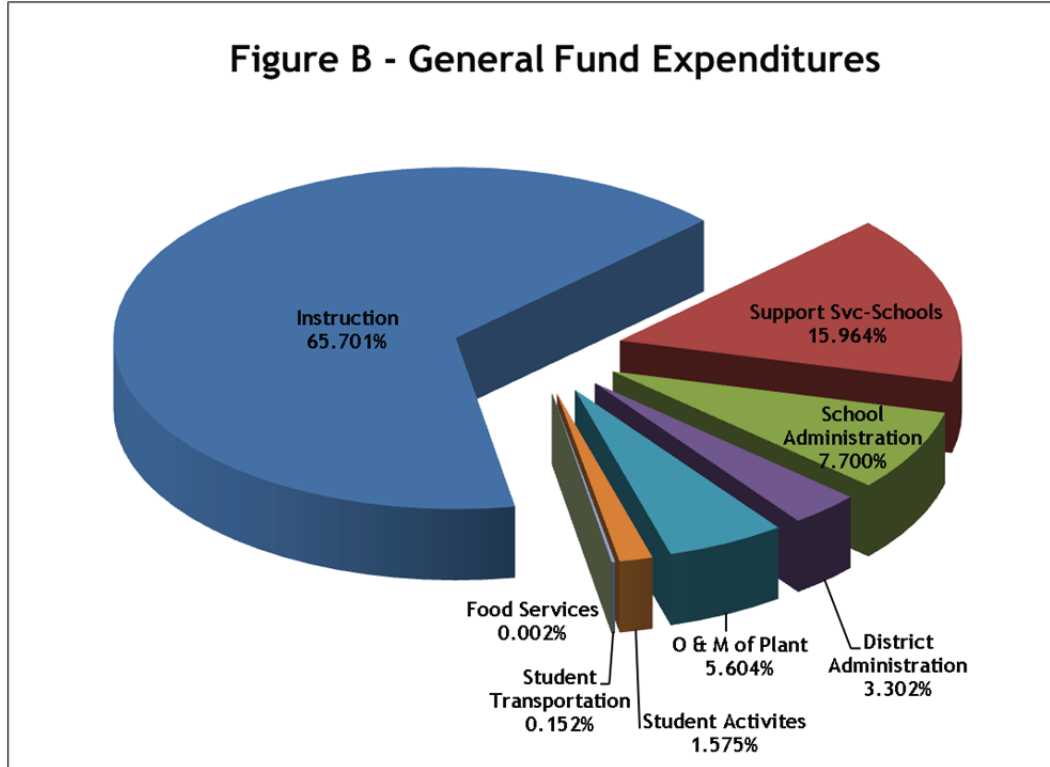


Table 6.1 below has been provided for a comparative view of increases and decreases over prior year, and unlike Table 6, this schedule excludes On-behalf from both years. This view demonstrates that, excluding any impact of On-behalf payments, the School District's expenditures increased 6.01% overall from the prior fiscal year. The majority of this increase, or 77%, was spent directly on instruction of students and student support services.

The year over year increase for instruction was 4.3%, 15.2% for school support services, and 5.3% for school administration. Student activities expenditures decreased by 1.9%. Food services decreased by 14.4%, and Student transportation and Community services, while experiencing minimal expenditures, increased by 100% as there were no expenditures for these functions in the prior year.

Operations and Maintenance of plant experienced a 2.2% increase due to maintaining and aiding the upgrades and improvement of District facilities as well as increasing utilities costs. The items not classifiable as Capital Assets within the Capital Improvement Project Fund were expended as improvement of plant thereby raising the FY15 operations and maintenance expenditures as well. District administration which includes services provided by payroll processing, purchasing, information technology, accounting, human resources, and business administration expenditures experienced a 14.0% increase for FY15, primarily due to IT infrastructure renewal.

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Table 6.1
General Fund Expenditures

	2015	2014	Increase (Decrease)	Percentage Increase (Decrease)
Instruction	\$ 121,786,296	\$ 116,722,711	\$ 5,063,585	4.34%
Support services - school	30,386,662	26,381,964	4,004,698	15.18%
School administration	18,031,213	17,121,624	909,589	5.31%
District administration	11,463,075	10,051,485	1,411,590	14.04%
Operations and maintenance	23,167,761	22,676,454	491,307	2.17%
Student activities	3,604,419	3,674,140	(69,721)	-1.90%
Student transportation	5,964	0	5,964	100.00%
Community Services	824	0	824	100.00%
Food services	8,168	9,547	(1,379)	-14.44%
Total Expenditures	\$ 208,454,382	\$ 196,637,925	\$ 11,816,457	6.01%

Capital Projects Fund

The School District's Capital Projects Fund expenditures decreased about 17% overall from the prior fiscal year. The majority of this decrease is attributed to a decrease in the number of active projects from 33 in FY14 to 25 in FY15 for facilities-related projects. The highest expenditures occurred for school facilities improvements and relocation of portables.

Proprietary Funds

The School District's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The net position of Mat-Su Construction Trades of \$203,579 represents the construction projects built by District students. The net position from the sale of previous construction projects are reinvested in new properties for students involved in the Career and Technical Education program to experience real world trades and activities. During FY15 Mat-Su Construction trades sold its twentieth home and has been preparing for starting construction of its twenty-first home.

General Fund Budgetary Highlights

The School District Board of Education holds public hearings and approves the School District budget by function. The Matanuska-Susitna Borough then approves the appropriation of funds for the School District budget. Once approved state law requires the District submit its budget to the State of Alaska, Department of Education and Early Development.

The ending difference between the final amended budget and actual expended amounts in the General fund equaled \$12,357,113. The difference can primarily be attributed to a credit adjustment of \$12,911,272 to the final Teachers Retirement System (TRS) State On-Behalf expenditure account codes.

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The difference between the original and amended budgets, \$224,861,033 results primarily from the School District's portion of an additional \$3 billion into PERS and TRS from the State Constitutional Budget Reserve Fund. Other significant highlights include:

1. Increased funding of \$1,990,332 to the Improvement of Instruction, \$732,505 to Special Education Support Services, \$690,204 to Special Education Instruction, and \$625,487 to Regular Education Instruction due to increased enrollment and increased enrollment of students with intensive needs.
2. Transfers within the General Fund and also transfers to other funds impacted the General Fund. Namely, a transfer of \$773,365 between functions 600 and 350 to meet State Chart of Account requirements for recording e-Rate expenditures, and a \$692,367 transfer to support the Food Services Fund.

Capital Improvement Projects Fund Budgetary Highlights

The School District Administration provides a prioritized list of capital project needs to the Board of Education for approval of future projects. The Board of Education then approves the appropriation of funds for the budget. Once approved, the Operations and Maintenance Department coordinates scheduling the projects.

The ending difference between the final amended budget and actual expended amounts in the Capital Improvements Project Fund equaled \$6,654,120. This difference can be attributed to:

1. The timing of the Board action to move funds into the CIP Fund. This authorization usually occurs at the end of the fiscal year.
2. The multi-year timeline for many of the projects.

The difference between the original and amended budgets result primarily from the appropriation of \$3,000,000 in new funds to on-going and new projects. The most significant highlights for funded projects can be attributed to:

1. The addition of funds to ongoing projects such as \$300,000 for portable relocations to house growing student enrollment; \$224,273 for charter school facilities, and \$150,000 for traditional school improvements.
2. The addition of six new projects which included \$210,000 for Safety Upgrades, \$300,000 for Fleet Vehicle Refresh, \$100,000 for a Computer Coding Center, \$50,000 for a new Cyber Center, \$45,000 for a new Playground, \$200,000 for Parking Improvement; and \$40,000 for a Staff Lounge Remodel at one of the schools.

Capital Asset and Debt Administration

Capital assets

The School District's investment in capital assets for its governmental and business type activities as of June 30, 2015, amounts to \$7,873,567 (net of accumulated depreciation). This investment in capital assets consists primarily of equipment and furnishings. Additional information is available on footnote 3 of the notes to the financial statements.

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Debt Administration

The School District's long-term obligations include \$4,091,398 for compensated absences or accrued leave. Additional information about annual leave is available in footnote 4 of the notes to the financial statements. Additionally footnote 13 states that GASB 68 will require all governments to report any "net pension liability" as newly defined for fiscal period ended June 30, 2015. This liability is shown on the Statement of Net Position and amounts to \$87,629,822 for FY15.

The School District is opposed to this reporting requirement being passed down to the District or Local Borough level.

Economic Factors and Next Year's Budgets and Rates

As the School District continues to grow, the expenditures and revenues increase. Unfortunately, the expenditures and revenues do not increase at the same rate, leaving the District vulnerable to a structural deficit. This reality makes it necessary for the School District to seek new revenue sources and find new ways to mitigate on-going costs. Although salary increases are negotiated, personnel costs have put significant pressures on the General Fund.

In setting the budgets for FY 2016, the School District considered a number of issues, with government-wide impacts among them, resulting in the following assumptions:

- Student enrollment is expected to continue growth. The original budget for FY 2016 was set with a projected student enrollment of 18,098.
- The Intensive count maintains at 434 students.
- Borough Revenue was set at \$52,680,472, a 3% increase (\$1.6M) over FY15 less \$150,000 allocated to a Borough-managed school capital project.
- House Bill 278 (HB 278 made some significant changes for student funding for FY 2015 school year through FY 2017.
 - The State Foundation Formula increased the base student allocation (BSA) by \$150 in FY 2015, \$50 in FY 2016, and again by \$50 in FY 2017. Funding levels are maintained in FY 2018.
 - Originally established to provide one-time energy relief to school districts for FY 2015 to FY 2017, the school district received \$5,283,881 in FY2015 as expected; however this funding was eliminated by the State for FY 2016 and FY 2017.
- PERS/TRS cost sharing will continue in FY16. The School District estimates that the on-behalf retirement contributions from the State will equal \$16,383,590. This amount is substantially less than in FY2015, when the State infused an additional \$3 billion into PERS and TRS from the State Constitutional Budget Reserve Fund resulting in an additional \$212,743,421 over FY2014 on-behalf contributions.
- Regular movement on the salary schedule, or the cost of retention, for all employee groups contributed to an overall increase of approximately \$4.7M.
- Negotiated cost of living increases for employee group salary schedules contributed an overall increase of \$1.4M.
- Mandatory benefits as a percent of increased salaries increased the budget by \$.2M.
- Budgeted health insurance increased \$.5M for added positions; however, the School District experienced a rate hold for health premiums heading into FY 2016. Although there

Matanuska-Susitna Borough School District

Management's Discussion and Analysis *Year Ended June 30, 2015*

was no rate increase budgeted, through FY14 premiums increased 129% over the preceding 10 years.

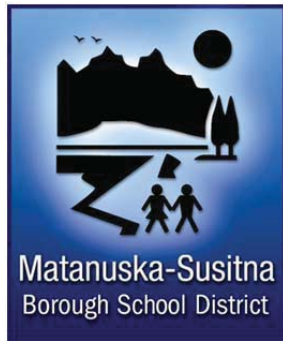
- Energy costs experienced an increase over prior year as the School District budgeted \$5.4 million for heating oil, natural gas, and electricity. In analyzing audited figures over the most recent ten year period, the School District found that energy cost have increased by \$1,764,563, equating to a 44% increase when the expense is taken on a per pupil basis to account for enrollment growth over that same period.
- Insurance Bonds & Premiums increase at a rate of 1.5% annually.
- Lastly, Nutrition Services is expected to incur a revenue shortfall and require a subsidy of \$589,211 resulting from excess of costs over revenues.

The School District continues to work toward building a fund balance. At the end of FY13, the Mat-Su Assembly approved an ordinance reducing the School District's lapse of unspent funds back to the Borough to 25% of the net change in fund balance. At the end of FY14 and FY15, the Assembly approved for the School District to keep 100% of the change in fund balance. At the end of FY16, any increase in net fund balance will be subject to Ordinance #13-096, requiring twenty-five percent of the increase be lapsed back to the Borough. The remaining seventy-five percent will help build fund balances, not exceeding the amount allowed by the then current version of Alaska Statue 14.17.505, to build an adequate reserve over time to offset either unanticipated costs or structural deficits in future years.

Requests for Information

This financial report is designed to provide citizens, taxpayers, parents, students, investors and creditors with a general overview of the School District and show the School District's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Luke Fulp, Assistant Superintendent of Business & Operations
Matanuska-Susitna Borough School District
501 N. Gulkana St.
Palmer, Alaska 99645
Phone: (907) 761-4001



Preparing Students for Success

Basic Financial Statements

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Statement of Net Position

<i>June 30, 2015</i>	Governmental Activities
Assets and Deferred Outflows	
Assets	
Cash and investments	\$ 30,637,684
Accounts receivable:	
Federal and state grants	3,954,511
Other	615,471
Receivable from the Borough	1,233,642
Inventory	1,943,872
Prepaid items	540,015
Capital assets, net of accumulated depreciation	7,873,567
Total Assets	46,798,762
Deferred Outflows - pension related	7,761,148
Total Assets and Deferred Outflows	\$ 54,559,910
Liabilities, Deferred Inflows and Net Position	
Liabilities	
Accounts payable	\$ 4,762,832
Accrued payroll and related liabilities	5,644,419
Unearned revenue	1,106,297
Insurance claims incurred but not reported	1,109,340
Noncurrent liabilities:	
Accrued leave - due within one year	4,091,398
Net pension liability - due in more than one year	87,629,822
Total Liabilities	104,344,108
Deferred Inflows - pension related	8,926,236
Net Position	
Net investment in capital assets	7,873,567
Restricted	909,690
Unrestricted (deficit)	(67,493,691)
Total Net Position	(58,710,434)
Total Liabilities, Deferred Inflows and Net Position	\$ 54,559,910

See accompanying notes to basic financial statements.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Statement of Activities

<i>Year Ended June 30, 2015</i>	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contri- butions	
Governmental Activities				
Instruction	\$ 133,133,390	\$ -	\$ 44,594,149	\$ (88,539,241)
Special education instruction	44,347,523	-	12,485,531	(31,861,992)
Special education support services - students	18,887,579	-	5,814,282	(13,073,297)
Support services - students	11,371,555	-	3,406,342	(7,965,213)
Support services - instruction	15,877,378	-	6,806,930	(9,070,448)
School administration	12,258,280	-	4,236,007	(8,022,273)
School administration support services	10,151,374	-	368,923	(9,782,451)
District administration	2,652,052	-	1,001,249	(1,650,803)
District administration support services	10,321,568	-	1,013,496	(9,308,072)
Operations and maintenance of plant	23,926,623	-	727,498	(23,199,125)
Student activities	4,580,399	-	995,396	(3,585,003)
Student transportation	15,281,946	-	15,651,855	369,909
Community services	27,159	-	24,926	(2,233)
Food services	6,521,325	1,108,593	4,707,158	(705,574)
Construction and facilities acquisition	1,702,221	-	104,571	(1,597,650)
Total Governmental Activities	\$ 311,040,372	\$ 1,108,593	\$ 101,938,313	(207,993,466)
General Revenues				
Borough contribution				51,291,720
State grants and entitlements not restricted to a specific purpose				160,874,324
E-rate				1,222,684
Medicaid reimbursement				1,150,746
Out of district reimbursement				1,669,618
Other				430,864
Total General Revenues				216,639,956
Change in net position				8,646,490
Net Position, beginning of year as restated (Note 14)				(67,356,924)
Net Position, end of year				\$ (58,710,434)

See accompanying notes to basic financial statements.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Governmental Funds
Balance Sheet

<i>June 30, 2015</i>	Major Funds			Total Govern- mental Funds
	General	Capital Improvement Projects Capital Project	Nonmajor Funds	
Assets				
Cash and investments	\$ 18,620,008	\$ 6,696,092	\$ 3,349,596	\$ 28,665,696
Accounts receivable:				
Federal and state grants	-	-	3,954,511	3,954,511
Other	194,215	-	1,649,798	1,844,013
Inventory	1,085,529	-	633,195	1,718,724
Prepaid items	538,017	-	-	538,017
Due from other funds	5,902,466	-	-	5,902,466
Total Assets	\$ 26,340,235	\$ 6,696,092	\$ 9,587,100	\$ 42,623,427
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ 3,386,034	\$ 36,596	\$ 1,327,247	\$ 4,749,877
Accrued payroll and related liabilities	5,644,419	-	-	5,644,419
Unearned revenue	3,787	5,376	953,434	962,597
Due to other funds	-	-	5,167,806	5,167,806
Total Liabilities	9,034,240	41,972	7,448,487	16,524,699
Fund Balances				
Nonspendable	1,623,546	-	633,195	2,256,741
Restricted	903,914	-	5,776	909,690
Committed	500,000	6,654,120	-	7,154,120
Assigned	-	-	1,499,642	1,499,642
Unassigned	14,278,535	-	-	14,278,535
Total Fund Balances	17,305,995	6,654,120	2,138,613	26,098,728
Total Liabilities and Fund Balances	\$ 26,340,235	\$ 6,696,092	\$ 9,587,100	\$ 42,623,427

See accompanying notes to basic financial statements.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

**Reconciliation of Governmental Funds Balance Sheet
to the Statement of Net Position**

June 30, 2015

Total fund balances of governmental funds	\$	26,098,728
Total net position reported for governmental activities in the statement of net position is different because:		
Capital assets net of accumulated depreciation used in governmental activities are not financial resources and therefore are not reported in the funds.		
Furnishings and equipment	\$	16,419,208
Accumulated depreciation		<u>(8,545,641)</u>
Total capital assets		7,873,567
Long-term liabilities are not due and payable in the current period and therefore are not reported as fund liabilities. Long-term liabilities reported in these statements consist of:		
Accrued leave		(4,091,398)
Net pension liability		<u>(87,629,822)</u>
Total long-term liabilities		(91,721,220)
Certain changes in net pension liabilities are deferred rather than recognized immediately. These are amortized over time.		
Deferred outflows related to pensions		7,761,148
Deferred inflows related to pensions		<u>(8,926,236)</u>
Total deferred pension items		(1,165,088)
Amounts reported in the Proprietary Funds of the District are used to support ongoing educational programs. Their activities are appropriately recorded with governmental activities in the statement of net position.		
		<u>203,579</u>
Net position of governmental activities	\$	<u>(58,710,434)</u>

See accompanying notes to basic financial statements.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Governmental Funds
Statement of Revenues, Expenditures and Changes
in Fund Balances

Year Ended June 30, 2015	Major Funds			Total Govern- mental Funds
	General	Capital Improvement Projects Capital Project	Nonmajor Funds	
Revenues				
Local sources:				
Borough appropriation	\$ 51,291,720	\$ -	\$ -	\$ 51,291,720
Other local	2,100,482	-	1,336,317	3,436,799
Borough capital projects	-	-	4,308,832	4,308,832
State of Alaska	414,663,971	-	17,283,941	431,947,912
Federal sources:				
E-rate	1,222,684	-	-	1,222,684
Medicaid reimbursement	1,150,746	-	-	1,150,746
Direct grants	-	-	852,066	852,066
Grants passed through the State of Alaska	-	-	16,003,648	16,003,648
Grants passed through intermediate agencies	-	-	440,179	440,179
Total Revenues	470,429,603	-	40,224,983	510,654,586
Expenditures				
Current:				
Instruction	234,628,175	-	5,734,262	240,362,437
Special education instruction	69,529,884	-	2,813,601	72,343,485
Special education support services - students	29,644,007	-	1,443,207	31,087,214
Support services - students	21,303,655	-	16,734	21,320,389
Support services - instruction	22,956,328	-	3,081,311	26,037,639
School administration	23,566,567	-	67,031	23,633,598
School administration support services	12,078,209	-	-	12,078,209
District administration	3,401,874	-	540,836	3,942,710
District administration support services	11,883,489	-	643,951	12,527,440
Operations and maintenance of plant	25,945,340	-	783,323	26,728,663
Student activities	7,291,546	-	7,526	7,299,072
Student transportation	5,964	-	15,281,995	15,287,959
Community services	824	-	24,922	25,746
Food services	8,168	-	6,505,494	6,513,662
Construction and facilities acquisition	-	2,241,706	3,666,363	5,908,069
Total Expenditures	462,244,030	2,241,706	40,610,556	505,096,292
Excess (deficiency) of revenues over expenditures	8,185,573	(2,241,706)	(385,573)	5,558,294
Other Financing Sources (Uses)				
Transfers in	-	3,000,000	692,367	3,692,367
Transfers out	(3,692,367)	-	-	(3,692,367)
Net Other Financing Sources (Uses)	(3,692,367)	3,000,000	692,367	-
Net change in fund balances	4,493,206	758,294	306,794	5,558,294
Fund Balances, beginning of year	12,812,789	5,895,826	1,831,819	20,540,434
Fund Balances, end of year	\$ 17,305,995	\$ 6,654,120	\$ 2,138,613	\$ 26,098,728

See accompanying notes to basic financial statements.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

**Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances of Governmental Funds to the Statement of Activities**

Year Ended June 30, 2015

Net change in fund balances - total governmental funds	\$	5,558,294
The change in net position reported for governmental activities in the statement of activities is different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation:		
Capital outlay	\$ 2,659,034	
Depreciation expense	<u>(1,445,442)</u>	1,213,592
Amount reported in the governmental funds includes revenues and expenditures for Borough funded capital projects. However, in the statement of activities, the revenues and expenditures are eliminated. These amounts consisted of:		
Revenues	\$ 4,308,832	
Expenditures	<u>(4,308,832)</u>	-
Changes in net pension liability and related accounts can increase or decrease net position. This is the net increase in equity due to changes in the net pension liability and the related deferred outflows and inflows.		
		1,681,372
Some expenses reported in the statement of activities such as compensated absences do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. This is the amount of decrease in annual leave.		
		<u>193,232</u>
Change in Net Position of Governmental Activities	\$	<u>8,646,490</u>

See accompanying notes to basic financial statements.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Proprietary Funds
Statement of Net Position

<i>June 30, 2015</i>	Governmental Activities	
	Nonmajor Enterprise Funds	Internal Service Fund
Assets		
Current:		
Cash and investments	\$ 138,600	\$ 1,833,388
Accounts receivable	5,100	-
Prepaid items	1,998	-
Inventory	225,148	-
Total Assets	\$ 370,846	\$ 1,833,388
Liabilities and Net Position		
Current Liabilities		
Accounts payable	\$ -	\$ 12,955
Due to other funds	23,567	711,093
Unearned revenue	143,700	-
Insurance claims incurred but not reported	-	1,109,340
Total Current Liabilities	167,267	1,833,388
Net Position - unrestricted	203,579	-
Total Liabilities and Net Position	\$ 370,846	\$ 1,833,388

See accompanying notes to basic financial statements.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Proprietary Funds
Statement of Revenues, Expenses and Changes in Net Position

<i>Year Ended June 30, 2015</i>	Governmental Activities	
	Nonmajor Enterprise Funds	Internal Service Fund
Operating Revenues		
Interfund charges	\$ -	\$ 2,008,752
Sales	10,809	-
Total Operating Revenues	10,809	2,008,752
Operating Expenses		
Claims expense	-	1,708,858
Instruction	9,460	-
Support services - instruction	1,349	-
General and administrative	-	300,084
Total Operating Expenses	10,809	2,008,942
Operating loss	-	(190)
Non Operating Revenue - interest income	-	190
Change in net position	-	-
Net Position, beginning of year	203,579	-
Net Position, end of year	\$ 203,579	\$ -

See accompanying notes to basic financial statements.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Proprietary Funds
Statement of Cash Flows

<i>Year Ended June 30, 2015</i>	Governmental Activities	
	Nonmajor Enterprise Funds	Internal Service Fund
Cash Flows for Operating Activities		
Receipts from interfund charges	\$ -	\$ 1,764,435
Receipts from customers and users	14,569	-
Payments to suppliers	(15,909)	(1,975,831)
Net cash flows for operating activities	(1,340)	(211,396)
Cash Flows from Investing Activities		
Interest received	-	190
Net decrease in cash and cash equivalents	(1,340)	(211,206)
Cash and Cash Equivalents, beginning of year	139,940	2,044,594
Cash and Cash Equivalents, end of year	\$ 138,600	\$ 1,833,388
Reconciliation of Operating Loss to		
Net Cash Flows for Operating Activities:		
Operating loss	\$ -	\$ (190)
Adjustments to reconcile operating loss		
to net cash flows for operating activities:		
Increase in inventories	(15,936)	-
Increase (decrease) in due to other funds	15,945	(244,317)
Increase in accounts receivable	(5,100)	-
Increase (decrease) in accounts payable	(5,109)	1,115
Increase in unearned revenue	8,860	-
Increase in insurance claims incurred but not reported	-	31,996
Total adjustments	(1,340)	(211,206)
Net Cash Flows for Operating Activities	\$ (1,340)	\$ (211,396)

See accompanying notes to basic financial statements.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Student Activities Agency Fund
Statement of Fiduciary Assets and Liabilities

June 30, 2015

Assets

Cash and investments \$ 1,743,926

Liabilities

Due to student activities and community schools \$ 1,743,926

See accompanying notes to basic financial statements.

Matanuska-Susitna Borough School District

(A Component Unit of the Matanuska-Susitna Borough)

Notes to Basic Financial Statements

June 30, 2015

1. Summary of Significant Accounting Policies

The financial statements of the Matanuska-Susitna Borough School District (the District) have been prepared in conformity with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

A. Reporting Entity

The accompanying financial statements include all the activities of the Matanuska-Susitna Borough School District. The District is a component unit of the Matanuska-Susitna Borough, Alaska.

Pursuant to Alaska Statutes, Title 29.43.030, the Matanuska-Susitna Borough (the Borough) has the responsibility of establishing, maintaining and operating a system of public schools. The Borough has delegated the administrative responsibilities for these functions to the School Board of the Matanuska-Susitna Borough School District. Members of the School Board are elected by the public. The School Board has control over hiring and firing of employees and the power to contract and purchase equipment. The School Board is required to submit an annual budget to the Borough Assembly for approval, and all bonded indebtedness is through the Borough.

The financial statements included in this report are for Matanuska-Susitna Borough School District only. There are no component units for which the District is financially accountable, nor do any special financial relationships exist between the District and any other entity.

B. Basis of Presentation

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the District, except for the fiduciary funds and activities. In general, the effect of interfund activity has been removed from these statements to minimize the double-counting of internal activities. The District reports *governmental activities*, which normally are supported by intergovernmental revenues.

The statement of net position presents the financial condition of the governmental activities of the District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are, therefore, clearly identifiable to a particular function.

Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as *general revenues* of the District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

Fund financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. The focus of the fund financial statements is on major funds which are presented in separate columns. Nonmajor funds are aggregated and presented in a single column.

Matanuska-Susitna Borough School District

(A Component Unit of the Matanuska-Susitna Borough)

Notes to Basic Financial Statements

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide and proprietary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only to the extent they have matured.

Charges for services, intergovernmental revenues, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when received by the District.

The District reports the following major funds based on quantitative criteria:

The *General Fund* is the District's primary operating fund. It accounts for all financial resources except those required to be accounted for in another fund.

The *Capital Improvement Projects Capital Project Fund* is to account for all resources used for acquiring capital facilities including real property, initial equipment, additions and major repairs or improvements to facilities. This fund includes all projects funded by State construction grants, bonded indebtedness, and District designated capital projects.

The other funds of the District are considered nonmajor and are as follows:

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Enterprise Funds are used to account for Mat-Su Construction Trades Program, Adult Welding Classes, Alaska Works Partnership, Families in Transition, and Parent Advisory Local Wellness on a for-profit basis. Because the enterprise funds are immaterial to the financial statements, and because they fall within the educational mission of the District, these funds are accounted for as *governmental activities* in the government-wide financial statements.

An Internal Service Fund is used to account for the processing of worker's compensation health insurance self-insurance transactions provided across all funds. This fund directly benefits other governmental fund. Therefore, the internal service fund is also classified as *governmental activities* in the government-wide financial statements.

An agency fund accounts for the assets held on behalf of the student organizations. This fund is reported using the *accrual basis of accounting*.

Matanuska-Susitna Borough School District

(A Component Unit of the Matanuska-Susitna Borough)

Notes to Basic Financial Statements

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the enterprise funds include the costs of sales and services, and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Budgets

Annual budgets for operations are adopted by the School Board for operating revenues, expenditures, and interfund transfers. Budgets are prepared and presented on the modified accrual basis of accounting for governmental funds.

The adopted School Operating Fund budget is submitted to the Matanuska-Susitna Borough for review and approval. The approved budget is also submitted to the State of Alaska, Department of Education and Early Development for review to determine compliance with Alaska statutes and Department regulations.

The School Board retains line item authority once the annual Borough appropriation to the District is approved by the Borough Assembly.

The Matanuska-Susitna Borough Assembly adopted an ordinance that permits the District to retain three quarters of the increases of its unassigned fund balance.

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the School Operating Fund and Special Revenue Funds. Borough ordinance does not permit any outstanding encumbrances at the end of the fiscal year.

F. Cash and Investments

The District's cash and investments are considered to be cash on hand, demand deposits, and certificate of deposits with original maturities of three months or less from the date of acquisition. For the Statement of Cash Flows, the District reports these amounts as cash and cash equivalents.

G. Short-Term Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

H. Inventories and Prepaid Items

Inventories are valued using the consumption method at cost (first-in, first-out) for both the government wide and fund financial statements. Inventory in the General Fund consists of heating fuel for the schools and other buildings. Inventory in the Special Revenue Funds consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are consumed.

Matanuska-Susitna Borough School District

(A Component Unit of the Matanuska-Susitna Borough)

Notes to Basic Financial Statements

Payments made to vendors for services that will benefit periods beyond June 30, 2015, are recorded as prepaid items. The cost of prepaid items is recorded as expenditures when consumed rather than when purchased. Year-end prepaid items are recorded as assets and are classified as “nonspendable” fund balance, indicating that such amounts do not represent “available spendable resources.”

I. Capital Assets

General capital assets result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported on the balance sheet of the fund financial statements.

All purchased capital assets are valued at cost. Donated capital assets are valued at their estimated fair market value on the date received. The District maintains a capitalization threshold of \$5,000. The District does not possess any infrastructure. The buildings (and the related debt) are owned and capitalized by the Borough and are not recorded in these financial statements.

All reported capital assets are depreciated. Depreciation is computed on the straight line method over the estimated useful life of the assets, generally 3 to 7 years for equipment and vehicles. Maintenance and repairs of a routine nature that do not add to the value of the asset are charged as expenditures as incurred and are not capitalized.

J. Accrued Leave

All permanent employees earn and accrue vacation and sick leave. Unused leave is accrued utilizing current salary cost as earned by employees and recorded as a liability in the government-wide statement of net position. No compensated absence liability is recorded in the fund financial statements.

K. Unearned Revenue

Amounts received from grantor agencies, which are restricted as to use and have not been expended for the intended use are shown on the balance sheet and statement of net position as unearned revenue.

L. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Public Employees’ Retirement System (PERS) and the Teachers’ Retirement Systems (TRS) and additions to/from PERS/TRS fiduciary net position have been determined on the same basis as they are reported by PERS/TRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Matanuska-Susitna Borough School District

(A Component Unit of the Matanuska-Susitna Borough)

Notes to Basic Financial Statements

M. Fund Balances

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form—prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balances comprises the remaining four classifications: restricted, committed, assigned, and unassigned.

Restricted fund balance. This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance. These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the District's Board—the government's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the District's Board removes the specified use by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned fund balance. This classification reflects the amounts constrained by the District's "intent" to be used for specific purposes, but are neither restricted nor committed. The District's Superintendent has the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

Unassigned fund balance. This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the District's policy to use externally restricted resources first, then unrestricted resources—committed, assigned, and unassigned—in order as needed.

N. Management Estimates and Assumptions

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Matanuska-Susitna Borough School District

(A Component Unit of the Matanuska-Susitna Borough)

Notes to Basic Financial Statements

2. Cash and investments

The District's cash and investment resources for general operations are maintained in a central treasury maintained by the Borough. In addition, the District maintains its own accounts for specific purposes such as the Worker's Compensation Fund and the Student Activity accounts. Negative cash balances have been reclassified to "due to other funds."

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. All of the U.S. government agency investments are rate AA+ by Standard and Poor's.

Interest Rate Risk

To limit exposure to declines in fair values of investments, Borough policy requires that investments be limited to securities or money market mutual funds. Policy generally requires maturity dates of five years or less, although under certain conditions, the Borough may invest its securities with maturity dates exceeding five years. The Borough requires all deposits and investments be fully collateralized.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District is a component unit of the Matanuska-Susitna Borough (Borough). The Borough Assembly has approved an investment policy, which includes the District, under which the Borough may invest only in and through United States banks, credit unions and brokers, investments fully collateralized if the amount is more than insurance provided, and institutions with third-party security agreements for collateral on file with the Borough. The cash deposits in the accounts maintained in the School District's name are insured by the Federal Deposit Insurance Corporation or covered by collateralization agreements.

3. Capital Assets

Capital asset activity for the year ended June 30, 2015 follows:

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
Governmental Activities				
Furnishings and equipment	\$ 13,985,080	\$ 2,659,034	\$ (224,906)	\$ 16,419,208
Accumulated depreciation	(7,325,105)	(1,445,442)	224,906	(8,545,641)
Net Capital Assets	\$ 6,659,975	\$ 1,213,592	\$ -	\$ 7,873,567

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Notes to Basic Financial Statements

Depreciation expense was charged to the governmental functions of the District as follows for the year ended June 30, 2015:

Instruction	\$ 62,472
Special education support services - students	43,107
Support services - students	1,074
Support services - instruction	32,145
School administration support services	18,540
District administration	5,337
District administration support services	162,664
Operations and maintenance of plant	225,513
Student transportation	5,162
Food services	27,670
Construction and facilities acquisition	843,758
Total Depreciation	\$ 1,445,442

In addition, significant capital construction and related capital asset activity relevant to the District has been recorded on the Matanuska-Susitna Borough's financial statements.

4. Long-Term Obligations

A schedule of changes in accrued leave for the year ended June 30, 2015 follows:

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
Annual Leave	\$ 4,284,630	\$ 5,038,092	\$ (5,231,324)	\$ 4,091,398

Accrued leave is considered to be due within one year. In addition, significant debt and related repayment activities relevant to the District are recorded on the Matanuska-Susitna Borough's financial statements.

Annual leave balances are typically liquidated by the General Fund.

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Matanuska-Susitna Borough School District
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Notes to Basic Financial Statements

5. Leases

The District has operating leases for buildings and equipment used for education program sites. Rent and lease expenditures was \$2,502,847 for the year ended June 30, 2015. The future minimum lease payments on non-cancellable leases are as follows:

Year Ending June 30,

2016	\$ 2,691,946
2017	2,320,666
2018	2,467,571
2019	1,973,997
2020	1,964,675
Thereafter	14,675,214
	\$ 26,094,069

6. Interfund Receivables, Payables, and Transfers

A schedule of interfund balances and transfers for the year ended June 30, 2015, follows:

Due from Other Funds

Due from the nonmajor governmental funds to the General Fund for short-term operating advances	\$ 5,167,806
Due from Enterprise Funds to the General Fund for short-term operating advances	23,567
Due from Internal Service Fund to the General Fund for short-term operating advances	711,093
Total Amount Due From Other Funds	\$ 5,902,466

Transfers

To nonmajor governmental funds from the General Fund for operating subsidy	\$ 692,367
To the Capital Improvement Projects Capital Project Fund from the General Fund for capital acquisition subsidy	3,000,000
Total Transfers to Other Funds	\$ 3,692,367

7. Defined Benefit (DB) Pension Plans

The District participates in two defined benefit pension plans. The Teachers' Retirement System (TRS) is a cost-sharing multiple employer plan which covers teachers and other eligible participants. The Public Employees' Retirement System (PERS) is a cost-sharing multiple employer plan which covers eligible State and local government employees, other than teachers. Both Plans were established and are administered by the State of Alaska to provide pension, postemployment healthcare, death, and disability benefits. Benefit and contribution provisions are established by State law and may be amended only by the State Legislature.

Matanuska-Susitna Borough School District

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Notes to Basic Financial Statements

Both Plans are included in comprehensive annual financial reports that include financial statements and other required supplemental information. Those reports are available via the internet at <http://doa.alaska.gov/drb>. Actuarial valuation reports, audited financial statements, and other detailed plan information are also available on this website.

Both Plans provide for retirement, death and disability, and post-employment health care benefits. There are three tiers of employees, based on entry date. For all tiers within the DB pension plans, full retirement benefits are generally calculated using a formula comprised of a multiplier times the average monthly salary (AMS) times the number of years of service. The multiplier is increased at longevity milestone markers for most employees. The tiers within the Plans establish differing criteria regarding normal retirement age, early retirement age, and the criteria for calculation of AMS, COLA adjustments, and other OPEB benefits. A complete benefit comparison chart is available at the website noted above.

Both PERS and TRS DB Plans were closed to new entrants on July 1, 2006. New employees hired after that date participate in the PERS/TRS Defined Contribution (DC) Plans described later in these notes.

Historical Context and Special Funding Situation

Historically, the TRS plan has been a cost-sharing plan, while originally, PERS was an agent-multiple-employer plan. In April 2008, the Alaska Legislature passed legislation converting the PERS agent-multiple employer plan to a cost-sharing plan with an effective date of July 1, 2008. In connection with this conversion, the State of Alaska passed additional legislation which statutorily capped the employer contribution rate for both plans, established a state funded “on-behalf” contribution (subject to funding availability), and required that employer contributions be calculated against *all* PERS/TRS eligible wages, including wages paid to participants of the PERS/TRS defined contribution plans described later in these notes.

Although current statutes call for the State of Alaska to contribute to the Plans, the Alaska Department of Law has determined that the statutes do not create a legal obligation to assume the liabilities of the Plans; rather it establishes a contribution mechanism to provide employer relief against the rising contribution rates. This relief payment is subject to funding availability, and therefore not legally mandated. As a result, the State has determined that the Plans are *not* in a special funding situation.

Management of the District disagrees with the State’s position and believes that AS 39.35.255 and AS 14.25.085 do constitute a special funding situation under GASB 68 rules and has recorded all pension related liabilities, deferred inflows/outflows, and disclosures on this basis, pending a final legal determination, as may be required to settle the matter.

The District records the on-behalf contributions as revenue and expenditures in the fund financial statements. However, current year expenditures are adjusted to deferred outflows in the government-wide financial statements. Prior year expenditures and on-behalf contributions (and other adjustments) reflect expenses at the government-wide level.

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Notes to Basic Financial Statements

Employee Contribution Rates

Non-Teacher School District employees are required to contribute 9.6% of their annual covered salary for PERS. Teachers and other certificated employees are required to contribute 8.65% of annual covered salary for TRS.

Employer and Other Contribution Rates

There are several contribution rates associated with the pension and healthcare contributions and related liabilities. These amounts are calculated on an annual basis.

Employer Effective Rate: This is the contractual employer pay-in rate. Under current legislation, this rate is statutorily capped at 22% of eligible wages for PERS and 12.56% of eligible wages for TRS, subject to a wage floor, and other termination events. These rates are applied to *all* PERS/TRS participating wages, respectively, including those wages attributable to employees in the defined contribution plan. Contributions derived from the defined contribution employees are referred to as the Defined Benefit Unfunded Liability or DBUL contribution.

ARM Board Adopted Rate: This is the rate formally adopted by the Alaska Retirement Management Board. This rate is actuarially determined and used to calculate annual Plan funding requirements, without regard to the statutory rate cap or the GASB accounting rate. Prior to July 1, 2015, there were no constraints or restrictions on the actuarial cost method or other assumptions used in the ARM Board valuation. Effective July 1, 2015, the Legislature requires the ARM Board to adopt employer contribution rates for past service liabilities using a level percent of pay method over a closed 25 year term which ends in 2039. This will result in lower ARM Board rates in future years.

On-behalf Contribution Rate: This is the rate normally paid in by the State as an on-behalf payment under the current statute. The statute requires the State to contribute, based on funding availability, an on-behalf amount equal to the difference between the ARM Board Rate and the Employer Effective Rate. However, in 2015, the State Legislature appropriated a one-time contribution to the Plans in the amount of \$1 billion for PERS and \$2 billion for TRS. As a result, the On-behalf Contribution Rates for 2015 significantly exceed the statutory amounts. As noted earlier, the on-behalf contributions are recognized in the fund financial statements as revenues and expenditures in the year they are appropriated by the State. In the government-wide financial statements, such on-behalf contributions are included in revenue but are recorded as deferred outflows, rather than pension expense.

GASB Rate: This is the rate used to determine the long-term pension and healthcare liability for plan accounting purposes in accordance with generally accepted accounting principles as established by GASB. Certain actuarial methods and assumptions for this rate calculation are mandated by GASB. Additionally, the GASB Rate disregards all future Medicare Part D payments. For FY15, the GASB Rate uses an 8.00% pension discount rate and a 4.90% healthcare discount rate for both PERS and TRS. The GASB Rate and the ARM Board Adopted Rate differ significantly as a direct result of variances in the actuarial methods and assumptions used.

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Notes to Basic Financial Statements

Contribution rates for the year ended June 30, 2015 were determined in the June 30, 2012 actuarial valuation.

<i>PERS</i>	Employer Effective Rate	ARM Board Adopted Rate	State Contribution Rate	GASB Rate
Pension	12.54%	25.09%	42.41%	33.05%
Postemployment healthcare (see Note 9)	9.46%	18.94%	- %	55.07%
Total PERS Contribution Rates	22.00%	44.03%	42.41%	88.12%

<i>TRS</i>	Employer Effective Rate	ARM Board Adopted Rate	State Contribution Rate	GASB Rate
Pension	7.22%	40.33%	212.24%	59.21%
Postemployment healthcare (see Note 9)	5.34%	30.42%	43.05 %	70.04%
Total TRS Contribution Rates	12.56%	70.75%	255.29%	129.25%

In 2015, the District was credited with the following contributions to the pension plans.

<i>PERS</i>	Measurement Period District FY14	District FY15
Employer contributions (including DBUL)	\$ 2,593,399	\$ 2,902,874
Nonemployer contributions (on-behalf)	2,369,140	13,941,378
Total Contributions	\$ 4,962,539	\$ 16,844,252

In addition, employee contributions to the Plan totaled \$1,278,820 during the District fiscal year.

<i>TRS</i>	Measurement Period District FY14	District FY15
Employer contributions (including DBUL)	\$ 4,609,882	\$ 4,729,021
Nonemployer contributions (on-behalf)	24,300,325	199,397,789
Total Contributions	\$ 28,910,207	\$ 204,126,810

In addition, employee contributions to the Plan totaled \$5,579,960 during the District fiscal year.

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Notes to Basic Financial Statements

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2015, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability associated with the District were as follows

	PERS	TRS
District's proportionate share of NPL	\$ 31,632,130	\$ 55,997,692
State's proportionate share of NPL associated with the District	28,809,640	295,698,194
Total Net Pension Liability	\$ 60,441,770	\$ 351,695,886

The net pension liabilities were measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability for each Plan was determined by an actuarial valuation as of that date. The District's proportion of the net pension liabilities were based on a projection of the District's long-term share of contributions to the pension plans relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2014, the District's proportion of PERS was 0.678198770 percent, which was a decrease of 0.004354610 from its proportion measured as of June 30, 2013. For TRS the District's proportion was 1.867173320 percent, representing a decrease of 0.014560010 from the prior year.

For the year ended June 30, 2015, the District recognized pension expense of \$2,368,714 for PERS and \$3,577,870 for TRS. In addition, the District recognized on-behalf revenue from the State of Alaska in the amounts of \$2,369,140 and \$24,300,325 for PERS and TRS, respectively. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ -
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	8,653,802
Changes in proportion and differences between District contributions and proportionate share of contributions	129,253	272,434
District contributions subsequent to the measurement date	7,631,895	-
Total Deferred Outflows and Deferred Inflows	\$ 7,761,148	\$ 8,926,236

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The \$7,631,895 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,

2016	\$ 2,273,589
2017	2,196,492
2018	2,163,451
2019	2,163,451

Actuarial Assumptions

The total pension liabilities were determined by actuarial valuations as of June 30, 2013, using the following actuarial assumptions, applied to all periods included in the measurement, and rolled forward to the measurement date of June 30, 2014. The actuarial valuations for the year ended June 30, 2014 (latest available) were prepared by Buck Consultants. The actuarial assumptions used in the June 30, 2013 valuation were based on the results of an actuarial experience study for the period from July 1, 2005 to June 30, 2009, resulting in changes in actuarial assumptions adopted by the Alaska Retirement Management Board to better reflect expected future experience. Generally, both PERS and TRS follow the same assumptions, except as noted:

Inflation	3.12%
Salary Increases	Graded by age and service, from 9.6% to 3.62% for PERS Graded by service, from 6.11% to 3.62% for TRS.
Investment Return / Discount Rate	8.00% net of pension plan investment expenses. This is based on an average inflation rate of 3.12% and real rate of return over 4.88%.
Mortality	Rates based on the 1994 Group Annuity Mortality Table, sex distinct, 1994 Base year without margin projected to 2013 using Projection Scale AA: PERS - 75% for male and 55% for female for pre-termination for all others; and 100% for males and 1-year set-forward for females for post-termination. TRS - 55% for females and 45% for males for pre-termination mortality. 3-year setback for females and 4-year setback for males for post-termination mortality.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The best estimates of arithmetic real rates of return for each major asset class

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Notes to Basic Financial Statements

are summarized in the following table (note that the rates shown below exclude the inflation component):

<i>Asset Class</i>	Long-Term Expected Real Rate of Return
Domestic equity	6.77%
International equity	7.50%
Private equity	10.86%
Fixed income	2.05%
Real estate	3.63%
Absolute return	4.80%

Discount Rate

The discount rate used to measure the total pension liability was 8.00%. The projection of cash flows used to determine the discount rate assumed that Employer and State contributions will continue to follow the current funding policy which meets State statutes. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following presents the Retirement System's net pension liability and the District's proportionate share of the net pension liability calculated using the discount rate of 8.00 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (7.00 percent) or 1-percentage-point higher (9.00 percent) than the current rate:

<i>PERS</i>	Proportional Share	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
System Net Pension Liability	100.0%	\$ 6,115,581,980	\$ 4,664,148,458	\$ 3,441,888,494
District's proportionate share of the net pension liability	0.678198770%	\$ 41,475,802	\$ 31,632,130	\$ 23,342,845

<i>TRS</i>	Proportional Share	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
System Net Pension Liability	100.0%	\$ 3,776,983,113	\$ 2,999,062,314	\$ 2,346,163,638
District's proportionate share of the net pension liability	1.867173320%	\$ 70,522,821	\$ 55,997,692	\$ 43,806,941

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Notes to Basic Financial Statements

Pension Plan Fiduciary Net Position

Detailed information about the pension plans' fiduciary net position is available in the separately issued PERS and TRS financial reports.

8. Defined Contribution (DC) Pension Plans

Employees hired on or after July 1, 2006 participate in PERS Tier IV or TRS Tier III, defined contribution plans. These Plans are administered by the State of Alaska, Department of Administration in conjunction with the defined benefit plans noted above. Benefit and contribution provisions are established by State law and may be amended only by the State Legislature. The Alaska Retirement Management Board may also amend contribution requirements. Included in the Plans are individual pension accounts, retiree medical insurance plan and a separate Health Reimbursement Arrangement account that will help retired members pay medical premiums and other eligible medical expenses not covered by the medical plan. These Plans are included in the comprehensive annual financial reports for PERS and TRS, and at the following website, as noted above. <http://doa.alaska.gov/drj>.

Contributions to the DC plans consist solely of employer and employee contributions with no special funding or other nonemployer contributions. In addition, actual remittances to the PERS system require that the District contribute at 22%. Actual remittances to the TRS system require that the District contribute at 12.56%. After deducting the DC pension plan contributions and related DC OPEB contributions, the remaining remittance (the DBUL) is deposited into the DB plan (pension and/or OPEB) as noted earlier.

Benefit Terms

Employees are immediately vested in their own contributions and vest 25% with two years of service, plus an additional 25% per year thereafter for full vesting at five years of service.

Employee Contribution Rate

Employees are required to contribute 8.0% of their annual covered salary for both PERS and TRS. This amount goes directly to the individual's account.

Employer Contribution Rates

For the year ended June 30, 2015, the District was required to contribute 5% of covered salary into PERS and 7% of covered salary for TRS.

The District and employee contributions to PERS for pensions for the year ended June 30, 2015 were \$659,179 and \$1,054,687, respectively. The District and employee contributions to TRS for pensions for the year ended June 30, 2015 were \$1,929,249 and \$2,204,856, respectively.

District contributions are recognized as pension expense/expenditures.

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Notes to Basic Financial Statements

9. Other Post-Employment Benefit (OPEB) Plans

As part of its participation in the PERS and TRS DB Plans (Tiers I, II, III for PERS and Tiers I and II for TRS), the District participates in the Alaska Retiree Healthcare Trust (ARHCT). The ARHCT is self-funded and provides major medical coverage to retirees of the System. Benefits vary by Tier level. The Plan is administered by the State of Alaska, Department of Administration. Employer contribution rates are established in concert with the Defined Benefit Pension Plan described earlier in these notes.

Employer Contribution Rates

The District is required to contribute 9.46% and 5.34% of covered payroll into the PERS and TRS OPEB plans, respectively. In addition, during 2015, the State on-behalf contribution for OPEB for the PERS and TRS plans was 0% and 43.05% of covered payroll, respectively.

Employees do not contribute to the DB OPEB plans.

Annual Postemployment Healthcare Cost

Actual contributions to the Plans for the last three years were as follows.

<i>PERS</i> <i>Year Ended June 30,</i>	Annual OPEB Costs	District Contributions	% of Costs Contributed
2015	\$2,189,957	\$2,189,957	100 %
2014	\$2,553,904	\$2,553,904	100 %
2013	\$2,965,500	\$2,965,500	100 %

On-behalf contributions for PERS OPEB were \$0, \$1,818,161, and \$1,947,127 for 2015, 2014, and 2013, respectively. Those amounts are not reflected in the OPEB costs in the table above.

<i>TRS</i> <i>Year Ended June 30,</i>	Annual OPEB Costs	District Contributions	% of Costs Contributed
2015	\$3,497,974	\$3,497,974	100 %
2014	\$3,974,539	\$3,974,539	100 %
2013	\$4,162,764	\$4,162,764	100 %

On-behalf contributions for TRS OPEB were \$40,450,479, \$12,558,601, and \$11,933,299 for 2015, 2014, and 2013, respectively. Those amounts are not reflected in the OPEB costs in the table above.

Defined Contribution OPEB

Defined Contribution Pension Plan participants (PERS Tier IV, and TRS Tier III) participate in the Occupational Death and Disability Plan (ODD), and the Retiree Medical Plan. Information on these plans is included in the comprehensive annual financial reports for the PERS and TRS plans noted above. These plans provide for death, disability, and post-employment health care benefits.

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Employer Contribution Rates

Employees do not contribute to the DC OPEB plans. Employer contribution rates were as follows for the year ended June 30, 2015:

	PERS Tier IV	TRS Tier III
Retiree medical plan	1.66%	2.04%
Occupational death and disability benefits	0.22%	-%
Total Contribution Rates	1.88%	2.04%

In addition, PERS and TRS defined contribution members also participate in the Health Reimbursement Arrangement. AS 39.30.370 establishes this contribution amount as “three percent of the average annual employee compensation of *all employees of all employers* in the plan”. As of July 1, 2014, for actual remittance, this amount is calculated as a flat rate for each full time or part-time employee per pay period and approximates \$1,961 per year for each full-time employee, and \$1.26 per hour for part-time employees for both PERS and TRS.

Annual Postemployment Healthcare Cost

In 2015, the District contributed \$914,399 in DC OPEB costs to PERS and \$1,443,362 in DC OPEB costs to TRS. These amounts have been recognized as expense/expenditures.

10. Risk Management

The District faces a considerable number of risks of loss, including (a) damage to and loss of property and contents, (b) employee torts, (c) professional liability; i.e., errors and omissions, (d) environmental damage, (e) workers’ compensation, and (f) medical insurance costs of employees.

Commercial policies, transferring the risk of loss, except for relatively small deductible amounts, are purchased for employee medical cost, bodily injury, personal injury, and property damage, and errors and omissions. For these policies, premiums have increased over the last few years, however settlements have not exceeded coverage amounts.

Accounting for Self Insurance

For the year ended June 30, 2015, the District was self-insured for its workers’ compensation insurance program. All claims reported under the self-insurance program are paid by the District. Commercial stop-loss coverage limits the liability to \$500,000 per individual claim. The District accrues an estimate of claims incurred but not reported at year end.

Following is a schedule of changes in claims liabilities for the two years ended June 30, 2014 and 2015 for the workers’ compensation plan.

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Notes to Basic Financial Statements

	Workers' Compensation Insurance
Claims Liability at June 30, 2013	\$ 864,241
Claims and administration expenses	1,819,325
Claims and administration expenses paid	(1,606,222)
Claims Liability at June 30, 2014	\$ 1,077,344
Claims and administration expenses	2,008,942
Claims and administration expenses paid	(1,976,946)
Claims Liability at June 30, 2015	\$ 1,109,340

11. Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by the grantor agencies, principally the Federal and State governments. Any disallowed claims, including amounts already collected, would become a liability of the School Operating Fund.

The District receives a substantial portion of its revenue from state and local grants and the Matanuska-Susitna Borough. Significant changes in these revenue sources could have a material effect on the operations of the District.

The District provides services solely to those residents of the Matanuska-Susitna Borough, Alaska and near-by communities as within the State defined District boundaries. Changes in the local environment or economy could directly affect the District's enrollment. Significant changes in enrollment could have a material effect on the District's funding and operations.

From time to time, the District may be a participant in legal proceedings related to the conduct of its business. In the normal course of business, it also has various commitments and contingent liabilities, which are not reflected in the accompanying financial statements. In the opinion of the management, any current legal proceedings, commitments or contingent liabilities will not materially affect the financial position of the District.

12. Fund Balances / Appropriation Lapse

Matanuska-Susitna Borough Ordinance Number 13-096 requires that the School District refund or lapse one-quarter of its increase in unassigned fund balance annually as defined by the Borough. For fiscal year 2015, the Matanuska-Susitna Borough has allowed a one year waiver for this requirement. Due to the waiver, the School District has not recorded a lapse for 2015.

Fund balances, reported in the District's individual major funds and nonmajor funds in the aggregate on the governmental funds balance sheet are subject to the following constraints at June 30, 2015:

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Notes to Basic Financial Statements

	Major Funds			Totals
	General	Capital Improvements Projects	Nonmajor Funds	
Nonspendable:				
Inventory	\$ 1,085,529	\$ -	\$ 633,195	\$ 1,718,724
Prepaid items	538,017	-	-	538,017
Total nonspendable	1,623,546	-	633,195	2,256,741
Restricted:				
Scholarships	-	-	5,776	5,776
Correspondence program	903,914	-	-	903,914
Total restricted	903,914	-	5,776	909,690
Committed:				
Insurance reserve	500,000	-	-	500,000
Construction	-	6,654,120	-	6,654,120
Total committed	500,000	6,654,120	-	7,154,120
Assigned:				
Student transportation	-	-	1,481,901	1,481,901
Food services	-	-	15,139	15,139
SV fire damage reclamation	-	-	2,602	2,602
Total assigned	-	-	1,499,642	1,499,642
Unassigned	14,278,535	-	-	14,278,535
Total Fund Balances	\$ 17,305,995	\$ 6,654,120	\$ 2,138,613	\$ 26,098,728

13. New Accounting Pronouncements

The Governmental Accounting Standards Board has passed several new accounting standards with upcoming implementation dates. Management has not fully evaluated the potential effects of these statements, but believes that GASB Statement 75 will result in the biggest reporting change. However, actual impacts have not yet been determined.

GASB 72 - Fair Value Measurement and Application - Effective for year-end June 30, 2016 - This statement defines fair value and describes how fair value should be measured, what assets and liabilities should be measured at fair value, and what information about fair value should be disclosed in the notes to the financial statements. This statement is expected to primarily affect investment disclosures.

Matanuska-Susitna Borough School District

(A Component Unit of the Matanuska-Susitna Borough)

Notes to Basic Financial Statements

GASB 73 - Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68 - This statement contains certain clarifications and amendments to GASB 67 and 68 as well as establishing requirements for both defined benefit and defined contribution pensions not within the scope of GASB 68. Effective for fiscal year end June 30, 2016—except those provisions that address employers and governmental nonemployer contributing entities for pensions that are not within the scope of Statement 68, which are effective for financial statements for year ending June 30, 2017.

GASB 74 - Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans - Effective for year-end June 30, 2017, with earlier application encouraged - This statement contains reporting financial reporting guidelines for Postemployment Benefit Plans. This is the Plan side requirements applicable to OPEB benefits and generally brings the OPEB reporting rules into alignment with the new GASB 67 Pension rules.

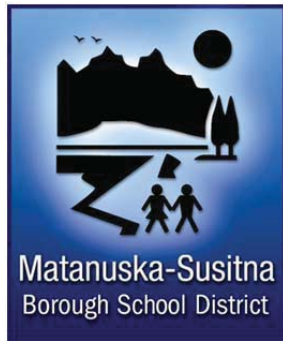
GASB 75 - Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions - Effective for year-end June 30, 2018, with earlier application encouraged - This statement contains accounting and financial reporting guidelines for OPEB related activities at the participating employer level and generally brings the OPEB reporting rules into alignment with the new GASB 68 Pension rules.

GASB 76 - The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments - Effective for year-end June 30, 2016, with earlier application encouraged - This statement clarifies the hierarchy of generally accepted accounting principles to be used in the preparation of state and local government financial statements. This statement supersedes the previous hierarchy established in GASB 55.

14. Change in Accounting Principle

As discussed in Note 7 to the financial statements, the District participates in two defined benefit plans; the Alaska Public Employees’ Retirement System (PERS) plan and the Teachers’ Retirement System (TRS) plan. In 2015, the District adopted the provisions of GASB Statement No. 68 *Accounting and Financial Reporting for Pensions*, which, among other accounting and reporting criteria, requires the District to recognize its proportional share of the Net Pension Liability (and related deferred inflow/outflow accounts), as of the beginning of the District’s fiscal year. As a result of the implementation of this statement, the District has recorded an opening balance adjustment to reflect opening balance pension liabilities and related accounts and to decrease opening net position as follows:

	Opening Net Position, as Originally Presented	Change in Accounting Principle Adjustment	Opening Net Position, as Restated
Governmental Activities	\$ 23,119,358	\$ (89,863,122)	\$ (66,743,764)



Preparing Students for Success

Required Supplementary Information

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

General (School Operating) Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual

Year Ended June 30, 2015	Budget		Actual	Variance
	Original	Final		with Final Budget
Revenues				
Local sources:				
Borough appropriation	\$ 51,291,720	\$ 51,291,720	\$ 51,291,720	\$ -
Other	600,000	533,000	2,100,482	1,567,482
State of Alaska	196,044,063	423,967,072	414,663,971	(9,303,101)
Federal grants	2,132,330	2,132,330	2,373,430	241,100
Total Revenues	250,068,113	477,924,122	470,429,603	(7,494,519)
Expenditures - current				
Instruction	112,916,396	236,922,436	234,628,175	2,294,261
Special education instruction	37,721,029	72,656,945	69,529,884	3,127,061
Special education support services - students	14,897,715	29,887,754	29,644,007	243,747
Support services - students	9,998,631	21,141,574	21,303,655	(162,081)
Support services - instruction	9,146,835	21,752,137	22,956,328	(1,204,191)
School administration	9,856,562	24,130,835	23,566,567	564,268
School administration support services	9,951,100	12,953,417	12,078,209	875,208
District administration	1,720,939	2,664,687	3,401,874	(737,187)
District administration support services	11,848,815	14,329,926	11,883,489	2,446,437
Operations and maintenance of plant	26,088,602	28,479,498	25,945,340	2,534,158
Student activities	4,921,489	9,681,793	7,291,546	2,390,247
Student transportation	-	141	5,964	(5,823)
Community services	-	-	824	(824)
Food services	-	-	8,168	(8,168)
Total Expenditures	249,068,113	474,601,143	462,244,030	12,357,113
Excess of revenues over expenditures	1,000,000	3,322,979	8,185,573	4,862,594
Other Financing Uses				
Transfers out	(1,000,000)	(322,979)	(3,692,367)	(3,369,388)
Net change in fund balance	<u>\$ -</u>	<u>\$ 3,000,000</u>	<u>\$ 4,493,206</u>	<u>\$ 1,493,206</u>
Fund Balance, beginning of year			<u>12,812,789</u>	
Fund Balance, end of year			<u>\$ 17,305,995</u>	

See accompanying notes to Required Supplementary Information.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Public Employees Retirement System
Schedule of the District's Information on the Net Pension Liability
June 30, 2015

District's proportion of the net pension liability	0.67819877%
District's proportionate share of the net pension liability	\$ 31,632,130
State of Alaska proportionate share of the net pension liability	\$ 28,809,640
	<hr/>
Total net pension liability	\$ 60,441,770
District's covered-employee payroll	\$ 17,495,595
District's proportionate share of the net pension liability as a percentage of covered-employee payroll	181%
Plan fiduciary net position as a percentage of the total pension liability	62.37%

See accompanying notes to Required Supplementary Information.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Public Employees Retirement System
Schedule of District Contributions
Year Ended June 30, 2015

Contractually required contribution	\$	2,902,874
Contributions in relation to the contractually required contribution	\$	<u>2,902,874</u>
Contribution deficiency (excess)	\$	-
District's covered-employee payroll	\$	17,115,298
Contributions as a percentage of covered-employee payroll		16.961%

See accompanying notes to Required Supplementary Information.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Teachers Retirement System

Schedule of the District's Information on the Net Pension Liability

June 30, 2015

District's proportion of the net pension liability	1.86717332%
District's proportionate share of the net pension liability	\$ 55,997,692
State of Alaska proportionate share of the net pension liability	\$ 295,698,194
	\$ 351,695,886
Total net pension liability	\$ 351,695,886
District's covered-employee payroll	\$ 64,845,778
District's proportionate share of the net pension liability as a percentage of covered-employee payroll	86%
Plan fiduciary net position as a percentage of the total pension liability	55.70%

See accompanying notes to Required Supplementary Information.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Teachers Retirement System
Schedule of District Contributions
Year Ended June 30, 2015

Contractually required contribution	\$	4,729,021
Contributions in relation to the contractually required contribution	\$	<u>4,729,021</u>
Contribution deficiency (excess)	\$	-
District's covered-employee payroll	\$	64,504,286
Contributions as a percentage of covered-employee payroll		7.331%

See accompanying notes to Required Supplementary Information.

Matanuska-Susitna Borough School District

(A Component Unit of the Matanuska-Susitna Borough)

Notes to Required Supplementary Information

1. Budgetary Comparison Schedule

The budgetary comparison schedule is presented on the modified accrual basis of accounting.

2. Schedule of the District's Information on the Net Pension Liability - PERS

Information in this table is presented based on the Plan measurement date. For June 30, 2015, the Plan measurement date is June 30, 2014.

3. Schedule of District Contributions - Public Employees Retirement System

This table reports the District's pension contributions to PERS during fiscal year 2015. These contributions are reported as a deferred outflow on the June 30, 2015 basic financial statements.

4. Schedule of the District's Information on the Net Pension Liability - TRS

Information in this table is presented based on the Plan measurement date. For June 30, 2015, the Plan measurement date is June 30, 2014.

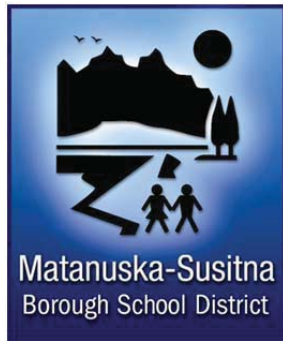
5. Schedule of District Contributions - Teachers Retirement System

This table reports the District's pension contributions to TRS during fiscal year 2015. These contributions are reported as a deferred outflow on the June 30, 2015 basic financial statements.

All four pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

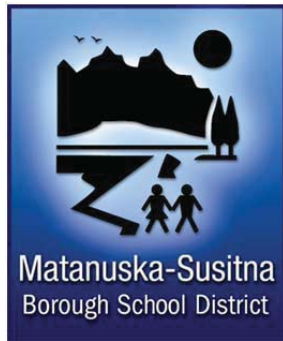
Neither plan is reporting any changes in benefit terms from the prior measurement period.

Neither plan is reporting any changes in assumptions from the prior measurement period.



Preparing Students for Success

Additional Supplementary Information



Preparing Students for Success

General Fund

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

General (School Operating) Fund
Balance Sheet

<i>June 30,</i>	2015	2014
Assets		
Cash and investments	\$ 18,620,008	\$ 10,812,660
Accounts receivable - other	194,215	695,471
Inventory	1,085,529	779,789
Prepaid items	538,017	723,275
Due from other funds	5,902,466	8,343,533
Total Assets	\$ 26,340,235	\$ 21,354,728
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 3,386,034	\$ 2,639,517
Accrued payroll and related liabilities	5,644,419	5,855,343
Unearned revenue	3,787	7,079
Payable to student activities agency fund	-	40,000
Total Liabilities	9,034,240	8,541,939
Fund Balance		
Nonspendable	1,623,546	1,503,064
Restricted	903,914	-
Committed	500,000	500,000
Unassigned	14,278,535	10,809,725
Total Fund Balance	17,305,995	12,812,789
Total Liabilities and Fund Balances	\$ 26,340,235	\$ 21,354,728

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

General (School Operating) Fund
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual

Years Ended June 30,	2015			2014	
	Budget	Actual	Variance with Budget	Actual	
Revenues					
Local sources:					
Borough appropriation	\$ 51,291,720	\$ 51,291,720	\$ -	\$	51,226,720
Facility use	150,000	162,505	12,505		159,835
Other local reimbursement	383,000	1,669,618	1,286,618		1,500,450
Other	-	268,359	268,359		264,808
Total local sources	51,824,720	53,392,202	1,567,482		53,151,813
State sources:					
PERS on behalf	20,512,417	13,941,378	(6,571,039)		4,187,300
TRS on behalf	242,585,435	239,848,269	(2,737,166)		36,858,926
Public school funding	155,573,837	155,573,837	-		144,272,582
Senate Bill 18	-	-	-		2,517,299
House Bill 278/65	5,295,383	5,300,487	5,104		2,996,786
Total state sources	423,967,072	414,663,971	(9,303,101)		190,832,893
Federal sources:					
E-rate	1,232,330	1,222,684	(9,646)		977,158
Medicaid reimbursement	900,000	1,150,746	250,746		166,098
Total federal sources	2,132,330	2,373,430	241,100		1,143,256
Total Revenues	477,924,122	470,429,603	(7,494,519)		245,127,962
Expenditures - current					
Instruction	236,922,436	234,628,175	2,294,261		108,679,976
Special education instruction	72,656,945	69,529,884	3,127,061		36,873,242
Special education support services - students	29,887,754	29,644,007	243,747		13,852,749
Support services - students	21,141,574	21,303,655	(162,081)		10,296,301
Support services - instruction	21,752,137	22,956,328	(1,204,191)		9,186,510
School administration	24,130,835	23,566,567	564,268		9,727,761
School administration support services	12,953,417	12,078,209	875,208		10,349,865
District administration	2,664,687	3,401,874	(737,187)		1,846,213
District administration support services	14,329,926	11,883,489	2,446,437		9,094,755
Operations and maintenance of plant	28,479,498	25,945,340	2,534,158		23,506,360
Student activities	9,681,793	7,291,546	2,390,247		4,260,872
Student transportation	141	5,964	(5,823)		-
Community services	-	824	(824)		-
Food services	-	8,168	(8,168)		9,547
Total Expenditures	474,601,143	462,244,030	12,357,113		237,684,151
Excess of revenues over expenditures	3,322,979	8,185,573	4,862,594		7,443,811
Other Financing Sources (Uses)					
Transfers in	-	-	-		167,000
Transfers out	(322,979)	(3,692,367)	(3,369,388)		(3,224,608)
Net Other Financing Uses	(322,979)	(3,692,367)	(3,369,388)		(3,057,608)
Net change in fund balance	<u>\$ 3,000,000</u>	4,493,206	<u>\$ 1,493,206</u>		4,386,203
Fund Balance, beginning of year		<u>12,812,789</u>			<u>8,426,586</u>
Fund Balance, end of year		<u>\$ 17,305,995</u>			<u>\$ 12,812,789</u>

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

General (School Operating) Fund
Schedule of Expenditures - Budget and Actual

Years Ended June 30,	2015		Variance	2014
	Budget	Actual	with Budget	Actual
Expenditures				
Instruction:				
Certificated salaries	\$ 54,145,317	\$ 54,467,247	\$ (321,930)	\$ 51,725,293
Non-certificated salaries	2,951,550	2,696,925	254,625	2,538,350
Employee benefits	169,514,686	167,704,922	1,809,764	44,639,667
Professional and technical services	34,212	10,910	23,302	97,621
Staff travel	206,780	191,155	15,625	160,152
Student travel	97,990	106,610	(8,620)	77,345
Utility services	1,297	1,097	200	1,033
Other purchased services	1,370,525	1,310,378	60,147	1,465,619
Supplies, materials and media	8,376,110	7,993,650	382,460	7,915,338
Other expenditures	60,914	50,245	10,669	32,649
Equipment	163,055	95,036	68,019	26,909
Total instruction	236,922,436	234,628,175	2,294,261	108,679,976
Special education instruction:				
Certificated salaries	13,132,949	13,178,485	(45,536)	12,460,542
Non-certificated salaries	8,379,675	8,546,786	(167,111)	8,092,504
Employee benefits	50,897,357	47,681,713	3,215,644	16,227,113
Professional and technical services	21,879	20,120	1,759	16,643
Staff travel	2,140	4,585	(2,445)	4,644
Utility services	-	-	-	7
Student travel	3,935	694	3,241	18,128
Other purchased services	12,517	4,335	8,182	769
Supplies, materials and media	206,493	93,166	113,327	52,892
Total special education instruction	72,656,945	69,529,884	3,127,061	36,873,242
Special education support services - students:				
Certificated salaries	5,929,039	5,986,196	(57,157)	5,624,211
Non-certificated salaries	1,431,984	1,400,985	30,999	1,013,615
Employee benefits	19,896,622	19,649,140	247,482	5,415,270
Professional and technical services	1,416,654	1,913,940	(497,286)	1,258,702
Staff travel	222,960	175,142	47,818	119,747
Student travel	6,000	5,773	227	245
Utility services	26	40	(14)	-
Other purchased services	532,200	86,574	445,626	48,286
Supplies, materials and media	296,769	258,232	38,537	229,300
Tuition and stipends	97,500	97,500	-	97,500
Other expenditures	58,000	60,481	(2,481)	44,403
Equipment	-	10,004	(10,004)	1,470
Total special education support services - students	29,887,754	29,644,007	243,747	13,852,749

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

General (School Operating) Fund
Schedule of Expenditures - Budget and Actual, continued

Years Ended June 30,	2015		Variance with Budget	2014
	Budget	Actual		Actual
Expenditures, continued				
Support services - students:				
Certificated salaries	\$ 4,524,716	\$ 4,530,921	\$ (6,205)	\$ 4,337,157
Non-certificated salaries	1,307,212	1,251,592	55,620	1,240,383
Employee benefits	15,016,431	15,292,825	(276,394)	4,347,874
Professional and technical services	150,964	131,926	19,038	139,715
Staff travel	9,763	7,487	2,276	4,773
Other purchased services	64,600	31,497	33,103	34,834
Supplies, materials and media	66,782	57,091	9,691	190,514
Other expenditures	1,106	316	790	1,051
Total support services - students	21,141,574	21,303,655	(162,081)	10,296,301
Support services - instruction:				
Certificated salaries	4,513,222	4,549,119	(35,897)	4,081,079
Non-certificated salaries	190,978	168,106	22,872	105,428
Employee benefits	13,865,064	15,507,085	(1,642,021)	3,634,252
Professional and technical services	152,250	113,399	38,851	228,336
Staff travel	76,181	75,649	532	55,836
Student travel	2,500	12,619	(10,119)	280
Utility services	1,546,906	1,479,117	67,789	-
Other purchased services	745,000	543,472	201,528	435,453
Supplies, materials and media	634,586	472,579	162,007	617,941
Other expenditures	5,450	35,183	(29,733)	27,905
Equipment	20,000	-	20,000	-
Total support services - instruction	21,752,137	22,956,328	(1,204,191)	9,186,510
School administration:				
Certificated salaries	6,010,632	6,062,473	(51,841)	5,578,832
Non-certificated salaries	7,650	8,831	(1,181)	12,840
Employee benefits	17,955,747	17,360,893	594,854	4,067,420
Professional and technical services	5,000	-	5,000	-
Staff travel	93,814	92,795	1,019	59,318
Other purchased services	465	695	(230)	614
Supplies, materials and media	44,901	35,075	9,826	4,787
Other expenditures	4,549	5,805	(1,256)	3,950
Equipment	8,077	-	8,077	-
Total school administration	24,130,835	23,566,567	564,268	9,727,761
School administration support services:				
Non-certificated salaries	5,495,823	5,533,204	(37,381)	5,499,697
Employee benefits	7,096,616	5,696,621	1,399,995	4,206,080
Professional and technical services	60,500	61,350	(850)	49,001
Staff travel	9,428	5,877	3,551	2,330
Utility services	67,891	53,993	13,898	50,795
Other purchased services	23,242	31,604	(8,362)	22,276
Supplies, materials and media	197,518	200,425	(2,907)	123,953
Other expenditures	399	495,135	(494,736)	395,733
Equipment	2,000	-	2,000	-
Total school administration support services	12,953,417	12,078,209	875,208	10,349,865

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

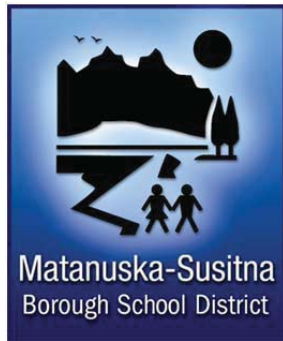
General (School Operating) Fund
Schedule of Expenditures - Budget and Actual, continued

Years Ended June 30,	2015		Variance with Budget	2014
	Budget	Actual		Actual
Expenditures, continued				
District administration:				
Certificated salaries	\$ 326,480	\$ 462,870	\$ (136,390)	\$ 465,067
Non-certificated salaries	275,580	353,600	(78,020)	343,458
Employee benefits	1,393,001	2,173,394	(780,393)	648,765
Professional and technical services	12,500	-	12,500	2,500
Staff travel	108,760	77,503	31,257	77,265
Student travel	2,165	2,165	-	-
Other purchased services	484,500	283,483	201,017	257,530
Supplies, materials and media	34,000	22,713	11,287	19,247
Other expenditures	27,701	26,146	1,555	32,381
Total district administration	2,664,687	3,401,874	(737,187)	1,846,213
District administration support services:				
Certificated salaries	20,859	27,980	(7,121)	32,285
Non-certificated salaries	4,518,349	4,615,144	(96,795)	4,443,855
Employee benefits	5,445,288	4,384,388	1,060,900	2,767,960
Professional and technical services	818,466	286,978	531,488	220,080
Staff travel	121,447	99,900	21,547	94,888
Utility services	5,000	1,825	3,175	1,948
Other purchased services	2,338,743	926,737	1,412,006	1,198,061
Insurance and bond premiums	469,210	447,664	21,546	368,738
Supplies, materials and media	1,526,822	1,438,142	88,680	580,171
Other expenditures	21,776	149,746	(127,970)	23,827
Equipment	86,159	148,939	(62,780)	74,475
Total district administration support services	15,372,119	12,527,443	2,844,676	9,806,288
Less indirect cost recovery	(1,042,193)	(643,954)	(398,239)	(711,533)
Net district administration support services	14,329,926	11,883,489	2,446,437	9,094,755
Operations and maintenance of plant:				
Non-certificated salaries	6,974,192	7,010,571	(36,379)	6,710,301
Employee benefits	8,520,218	6,828,341	1,691,877	4,733,148
Professional and technical services	4,780	-	4,780	300
Staff travel	23,700	14,880	8,820	16,202
Utility services	422,381	388,433	33,948	1,530,216
Energy	5,361,866	5,159,703	202,163	4,312,587
Other purchased services	3,749,816	3,589,470	160,346	3,427,919
Insurance and bond premiums	1,445,375	1,363,358	82,017	1,255,904
Supplies, materials and media	1,722,150	1,382,954	339,196	1,460,215
Other expenditures	10,020	5,490	4,530	1,048
Equipment	245,000	202,140	42,860	58,820
Total operations and maintenance of plant	28,479,498	25,945,340	2,534,158	23,506,660

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

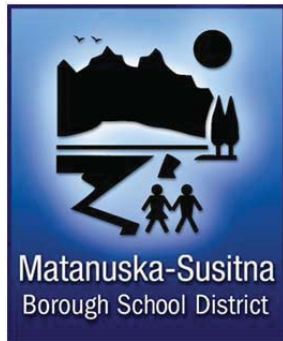
General (School Operating) Fund
Schedule of Expenditures - Budget and Actual, continued

<i>Years Ended June 30,</i>	2015			2014
	Budget	Actual	Variance with Budget	Actual
Expenditures, continued				
Student activities:				
Certificated salaries	\$ 2,007,355	\$ 1,461,376	\$ 545,979	\$ 1,439,434
Non-certificated salaries	400,876	502,035	(101,159)	507,853
Employee benefits	6,401,589	4,009,393	2,392,196	924,268
Professional and technical services	-	-	-	300
Staff travel	198	137	61	7,192
Student travel	556,599	463,884	92,715	384,912
Other purchased services	74,407	769,418	(695,011)	733,691
Supplies, materials and media	174,411	20,123	154,288	204,940
Other expenditures	66,358	65,180	1,178	58,282
Total student activities	9,681,793	7,291,546	2,390,247	4,260,872
Student transportation:				
Student travel	141	1,136	(995)	-
Other purchased services	-	4,828	(4,828)	-
Total student transportation	141	5,964	(5,823)	-
Community services - supplies, materials and media				
	-	824	(824)	-
Food services:				
Non-certificated salaries	-	6,628	(6,628)	7,453
Employee benefits	-	1,540	(1,540)	2,094
Total food services	-	8,168	(8,168)	9,547
Total Expenditures	\$ 474,601,143	\$ 462,244,030	\$ 12,357,113	\$ 237,684,451



Preparing Students for Success

Special Revenue Funds



Preparing Students for Success

Special Revenue Funds

Capital Improvement Funds account for expenditures for major equipment and infrastructure improvements.

Grant Funds account for revenues from sources which include state and federal grants or contracts used to supplement educational programs.

Food Service Fund accounts for the operations of the school district's Student Nutrition Program. Financing is provided by user fees and funds received for the National School Lunch and Breakfast Programs.

Pupil Transportation Fund accounts for the operations of the school district's student transportation program.

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Capital Improvement Projects Capital Project Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance

Year Ended June 30, 2015

Revenues	\$ -
Expenditures	
Construction and facilities acquisition:	
Certificated salaries	5,611
Non-certificated salaries	121,406
Employee benefits	41,112
Professional and technical services	1,950
Other purchased services	1,226,292
Supplies, materials and media	496,231
Equipment	342,704
Other capital outlay	6,400
Total Expenditures	2,241,706
Other Financing Sources - transfers in	3,000,000
Net change in fund balance	758,294
Fund Balance, beginning of year	5,895,826
Fund Balance, end of year	\$ 6,654,120

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Governmental Funds
Combining Balance Sheet

	Special Revenue Funds							
	Student Trans- portation	Early Literacy	Ansep Digital Plan	Staff Development	Suicide Awareness, Prevention & Postvention	Youth in Detention	Obesity Prevention K-12	Artists in Schools
<i>June 30, 2015</i>								
Assets								
Cash and investments	\$ 2,467,401	\$ 42,416	\$ -	\$ -	\$ -	\$ 258,964	\$ -	\$ 3,764
Accounts receivable:								
Federal and state grants	-	-	101,403	64	16,454	-	22,200	-
Other	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Total Assets	\$ 2,467,401	\$ 42,416	\$ 101,403	\$ 64	\$ 16,454	\$ 258,964	\$ 22,200	\$ 3,764
Liabilities and Fund Balances								
Liabilities								
Accounts payable	\$ 985,500	\$ -	\$ 14,661	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	42,416	-	-	-	258,964	-	3,764
Due to other funds	-	-	86,742	64	16,454	-	22,200	-
Total Liabilities	985,500	42,416	101,403	64	16,454	258,964	22,200	3,764
Fund Balances								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Assigned	1,481,901	-	-	-	-	-	-	-
Total Fund Balances	1,481,901	-	-	-	-	-	-	-
Total Liabilities and Fund Balances	\$ 2,467,401	\$ 42,416	\$ 101,403	\$ 64	\$ 16,454	\$ 258,964	\$ 22,200	\$ 3,764

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Governmental Funds
Combining Balance Sheet, continued

	Special Revenue Funds							
	LEG Grants Direct Small	LEG Grants Direct Large	Alaska Family Services Tobacco Prevention	Mat-Su Construction Academy	Nutritional Alaskan Foods Program	Nutrition Services	Title I-D Delinquent	Youth Risk Behavior Survey
<i>June 30, 2015</i>								
Assets								
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 350,257	\$ 81,739	\$ -	\$ 1,105
Accounts receivable:								
Federal and state grants	17,706	104,154	-	-	-	8,381	21,561	-
Other	-	-	3,252	63,897	12,446	-	-	-
Inventory	-	-	-	-	-	633,195	-	-
Total Assets	\$ 17,706	\$ 104,154	\$ 3,252	\$ 63,897	\$ 362,703	\$ 723,315	\$ 21,561	\$ 1,105
Liabilities and Fund Balances								
Liabilities								
Accounts payable	\$ 854	\$ -	\$ -	\$ -	\$ -	\$ 10,314	\$ 6,811	\$ -
Unearned revenue	-	-	-	-	362,703	64,667	-	1,105
Due to other funds	16,852	104,154	3,252	63,897	-	-	14,750	-
Total Liabilities	17,706	104,154	3,252	63,897	362,703	74,981	21,561	1,105
Fund Balances								
Nonspendable	-	-	-	-	-	633,195	-	-
Restricted	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	15,139	-	-
Total Fund Balances	-	-	-	-	-	648,334	-	-
Total Liabilities and Fund Balances	\$ 17,706	\$ 104,154	\$ 3,252	\$ 63,897	\$ 362,703	\$ 723,315	\$ 21,561	\$ 1,105

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Governmental Funds
Combining Balance Sheet, continued

	Special Revenue Funds							
	McKinney Homeless	Alternative Schools Grant	Alaska Pre-K Program Grant	Title II-A, Teacher and Principal Training and Recruitment	Carl Perkins Vocational Education Basic	Title III-A English Language	IASA Consol- idated Admini- stration	Title I-A Basic
<i>June 30, 2015</i>								
Assets								
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable:								
Federal and state grants	9,486	41,489	-	185,454	231,395	29,050	363,730	1,007,663
Other	-	-	163,308	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Total Assets	\$ 9,486	\$ 41,489	\$ 163,308	\$ 185,454	\$ 231,395	\$ 29,050	\$ 363,730	\$ 1,007,663
Liabilities and Fund Balances								
Liabilities								
Accounts payable	\$ -	\$ 3,106	\$ -	\$ -	\$ 92,582	\$ 875	\$ -	\$ 2,425
Unearned revenue	-	-	-	-	-	-	-	-
Due to other funds	9,486	38,383	163,308	185,454	138,813	28,175	363,730	1,005,238
Total Liabilities	9,486	41,489	163,308	185,454	231,395	29,050	363,730	1,007,663
Fund Balances								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Total Fund Balances	-	-	-	-	-	-	-	-
Total Liabilities and Fund Balances	\$ 9,486	\$ 41,489	\$ 163,308	\$ 185,454	\$ 231,395	\$ 29,050	\$ 363,730	\$ 1,007,663

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Governmental Funds
Combining Balance Sheet, continued

	Special Revenue Funds							
	Title VI-B IDEA	Learning Center	UAF Urban Growth Opportunities	Migrant Education Parent Advisor	Title I-C Migrant Education	CEIS IDEA Part B Title VI-B	IDEA Part B Preschool Disabled	Title I-A Parent Involve- ment
<i>June 30, 2015</i>								
Assets								
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable:								
Federal and state grants	919,220	298,468	-	70	74,533	-	28,669	9,073
Other	-	-	106,813	-	-	66,440	-	-
Inventory	-	-	-	-	-	-	-	-
Total Assets	\$ 919,220	\$ 298,468	\$ 106,813	\$ 70	\$ 74,533	\$ 66,440	\$ 28,669	\$ 9,073
Liabilities and Fund Balances								
Liabilities								
Accounts payable	\$ -	\$ 1,858	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-	-	-
Due to other funds	919,220	296,610	106,813	70	74,533	66,440	28,669	9,073
Total Liabilities	919,220	298,468	106,813	70	74,533	66,440	28,669	9,073
Fund Balances								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Total Fund Balances	-	-	-	-	-	-	-	-
Total Liabilities and Fund Balances	\$ 919,220	\$ 298,468	\$ 106,813	\$ 70	\$ 74,533	\$ 66,440	\$ 28,669	\$ 9,073

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Governmental Funds
Combining Balance Sheet, continued

<i>June 30, 2015</i>	Special Revenue Funds							
	Project Aware	Title I-A School Improve- ment	Math Science Partnership	Indian Education	Enanuaq Preschool Grant	Contribution from Local Sources	Trapper Creek Community Enrichment	UAA Leap Grant
Assets								
Cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 42,369	\$ 4,416	\$ 966
Accounts receivable:								
Federal and state grants	13,176	10,488	263,417	89,358	86,910	939	-	-
Other	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Total Assets	\$ 13,176	\$ 10,488	\$ 263,417	\$ 89,358	\$ 86,910	\$ 43,308	\$ 4,416	\$ 966
Liabilities and Fund Balances								
Liabilities								
Accounts payable	\$ -	\$ -	\$ 35,917	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	43,308	4,416	966
Due to other funds	13,176	10,488	227,500	89,358	86,910	-	-	-
Total Liabilities	13,176	10,488	263,417	89,358	86,910	43,308	4,416	966
Fund Balances								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Total Fund Balances	-	-	-	-	-	-	-	-
Total Liabilities and Fund Balances	\$ 13,176	\$ 10,488	\$ 263,417	\$ 89,358	\$ 86,910	\$ 43,308	\$ 4,416	\$ 966

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Governmental Funds
Combining Balance Sheet, continued

	Special Revenue Funds								
	Talkeetna Community Enrichment	Knik Tribal Federal	River Rangers State Farm	NEA Student Achieve- ment	Mat-Su Health Foundation	Community Impact	Friends of NRA	Cultural Program	
<i>June 30, 2015</i>									
Assets									
Cash and investments	\$ 7,940	\$ 2,918	\$ 10,133	\$ 563	\$ 42,923	\$ 3,322	\$ 10,029	\$ 4,932	
Accounts receivable:									
Federal and state grants	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-
Total Assets	\$ 7,940	\$ 2,918	\$ 10,133	\$ 563	\$ 42,923	\$ 3,322	\$ 10,029	\$ 4,932	
Liabilities and Fund Balances									
Liabilities									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	7,940	2,918	10,133	563	42,923	3,322	10,029	4,932	
Due to other funds	-	-	-	-	-	-	-	-	-
Total Liabilities	7,940	2,918	10,133	563	42,923	3,322	10,029	4,932	
Fund Balances									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-
Total Fund Balances	-	-	-	-	-	-	-	-	-
Total Liabilities and Fund Balances	\$ 7,940	\$ 2,918	\$ 10,133	\$ 563	\$ 42,923	\$ 3,322	\$ 10,029	\$ 4,932	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Governmental Funds
Combining Balance Sheet, continued

	Special Revenue Funds			Capital Projects Funds				Totals
	Fred Meyers Coin Boxes	SV Fire Damage Reclamation	RJ Jones Memorial Fund	Legislative Grants Small	E-rate Phone Grant	Legislative Grants Large	Bond Reimbursement	
<i>June 30, 2015</i>								
Assets								
Cash and investments	\$ 5,061	\$ 2,602	\$ 5,776	\$ -	\$ -	\$ -	\$ -	\$ 3,349,596
Accounts receivable:								
Federal and state grants	-	-	-	-	-	-	-	3,954,511
Other	-	-	-	25	114,774	194,733	924,110	1,649,798
Inventory	-	-	-	-	-	-	-	633,195
Total Assets	\$ 5,061	\$ 2,602	\$ 5,776	\$ 25	\$ 114,774	\$ 194,733	\$ 924,110	\$ 9,587,100
Liabilities and Fund Balances								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,654	\$ 161,690	\$ 1,327,247
Unearned revenue	5,061	-	-	-	-	83,304	-	953,434
Due to other funds	-	-	-	25	114,774	100,775	762,420	5,167,806
Total Liabilities	5,061	-	-	25	114,774	194,733	924,110	7,448,487
Fund Balances								
Nonspendable	-	-	-	-	-	-	-	633,195
Restricted	-	-	5,776	-	-	-	-	5,776
Assigned	-	2,602	-	-	-	-	-	1,499,642
Total Fund Balances	-	2,602	5,776	-	-	-	-	2,138,613
Total Liabilities and Fund Balances	\$ 5,061	\$ 2,602	\$ 5,776	\$ 25	\$ 114,774	\$ 194,733	\$ 924,110	\$ 9,587,100

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Governmental Funds
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances

Year Ended June 30, 2015	Special Revenue Funds							LEG Grants Direct Small
	Student Transportation	Ansep Digital Plan	Staff Develop- ment	Suicide Awareness, Prevention & Postvention	Youth in Detention	Obesity Prevention K-12		
Revenues								
Local sources:								
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Borough capital projects	-	-	-	-	-	-	-	-
Total local sources	-	-	-	-	-	-	-	-
State of Alaska	15,651,855	104,571	-	25,224	26,873	121,713	\$ 295,938	
Federal sources:								
Direct from federal government	-	-	-	-	-	-	-	-
Passed through the State of Alaska	-	-	10,537	-	-	28,168	-	-
Passed through other intermediate agencies	-	-	-	-	-	-	-	-
Total federal sources	-	-	10,537	-	-	28,168	-	-
Total Revenues	15,651,855	104,571	10,537	25,224	26,873	149,881	295,938	
Expenditures								
Current:								
Instruction	-	-	-	-	-	-	-	-
Special education instruction	-	-	-	-	25,535	-	-	-
Special education support services - students	-	-	-	-	-	-	-	-
Support services - students	-	-	-	-	-	-	-	-
Support services - instruction	-	-	10,537	23,968	-	142,419	295,938	
School administration	-	-	-	-	-	-	-	-
District administration	-	-	-	-	-	-	-	-
District administration support services	-	-	-	1,256	1,338	7,462	-	-
Operations and maintenance of plant	31,981	-	-	-	-	-	-	-
Student activities	-	-	-	-	-	-	-	-
Student transportation	15,281,995	-	-	-	-	-	-	-
Community services	-	-	-	-	-	-	-	-
Food services	-	-	-	-	-	-	-	-
Construction and facilities acquisition	-	104,571	-	-	-	-	-	-
Total Expenditures	15,313,976	104,571	10,537	25,224	26,873	149,881	295,938	
Excess (deficiency) of revenues over expenditures	337,879	-	-	-	-	-	-	-
Other Financing Sources - transfers in	-	-	-	-	-	-	-	-
Net change in fund balances	337,879	-	-	-	-	-	-	-
Fund Balances, beginning of year	1,144,022	-	-	-	-	-	-	-
Fund Balances, end of year	\$ 1,481,901	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Governmental Funds
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances, continued

Year Ended June 30, 2015	Special Revenue Funds							
	Alaska		Mat-Su Construction Academy	Nutritional	Fresh	Nutrition Services	Title I-D Delinquent	
	LEG Grants Direct Large	Family Services Tobacco Prevention		Alaskan Foods Program	Fruit and Vegetable Program			
Revenues								
Local sources:								
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,108,593	\$ -	
Borough capital projects	-	-	-	-	-	-	-	
Total local sources	-	-	-	-	-	1,108,593	-	
State of Alaska	149,069	119,008	152,114	140,944	-	-	-	
Federal sources:								
Direct from federal government	-	-	-	-	-	106,678	-	
Passed through the State of Alaska	-	-	-	-	71,037	4,645,683	29,608	
Passed through other intermediate agencies	-	-	-	-	-	-	-	
Total federal sources	-	-	-	-	71,037	4,752,361	29,608	
Total Revenues	149,069	119,008	152,114	140,944	71,037	5,860,954	29,608	
Expenditures								
Current:								
Instruction	-	-	144,541	-	-	-	-	
Special education instruction	-	-	-	-	-	-	-	
Special education support services - students	-	-	-	-	-	-	-	
Support services - students	-	-	-	-	-	-	-	
Support services - instruction	149,069	119,008	-	-	-	-	28,134	
School administration	-	-	-	-	-	-	-	
District administration	-	-	-	-	-	-	-	
District administration support services	-	-	7,573	-	-	-	1,474	
Operations and maintenance of plant	-	-	-	-	-	257,184	-	
Student activities	-	-	-	-	-	-	-	
Student transportation	-	-	-	-	-	-	-	
Community services	-	-	-	-	-	-	-	
Food services	-	-	-	140,944	71,037	6,293,513	-	
Construction and facilities acquisition	-	-	-	-	-	-	-	
Total Expenditures	149,069	119,008	152,114	140,944	71,037	6,550,697	29,608	
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	(689,743)	-	
Other Financing Sources - transfers in	-	-	-	-	-	692,367	-	
Net change in fund balances	-	-	-	-	-	2,624	-	
Fund Balances, beginning of year	-	-	-	-	-	645,710	-	
Fund Balances, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 648,334	\$ -	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Governmental Funds
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances, continued

Year Ended June 30, 2015	Special Revenue Funds						
	Youth Risk Behavior Survey	McKinney Homeless	Alternative Schools Grant	Alaska Pre-K Program Grant	Title II-A, Teacher and Principal Training and Recruitment	Carl Perkins Vocational Education Basic	Title III-A English Language
Revenues							
Local sources:							
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Borough capital projects	-	-	-	-	-	-	-
Total local sources	-	-	-	-	-	-	-
State of Alaska	9,145	-	47,102	440,385	-	-	-
Federal sources:							
Direct from federal government	-	-	-	-	-	-	-
Passed through the State of Alaska	-	41,693	-	-	859,279	432,854	47,270
Passed through other intermediate agencies	-	-	-	-	-	-	-
Total federal sources	-	41,693	-	-	859,279	432,854	47,270
Total Revenues	9,145	41,693	47,102	440,385	859,279	432,854	47,270
Expenditures							
Current:							
Instruction	-	-	237	418,457	-	420,206	-
Special education instruction	-	-	-	-	-	-	-
Special education support services - students	-	-	-	-	-	-	-
Support services - students	-	-	-	-	-	-	-
Support services - instruction	8,690	39,617	44,520	-	816,495	-	46,343
School administration	-	-	-	-	-	-	-
District administration	-	-	-	-	-	-	-
District administration support services	455	2,076	2,345	21,928	42,784	12,648	927
Operations and maintenance of plant	-	-	-	-	-	-	-
Student activities	-	-	-	-	-	-	-
Student transportation	-	-	-	-	-	-	-
Community services	-	-	-	-	-	-	-
Food services	-	-	-	-	-	-	-
Construction and facilities acquisition	-	-	-	-	-	-	-
Total Expenditures	9,145	41,693	47,102	440,385	859,279	432,854	47,270
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-	-
Other Financing Sources - transfers in	-	-	-	-	-	-	-
Net change in fund balances	-	-	-	-	-	-	-
Fund Balances, beginning of year	-	-	-	-	-	-	-
Fund Balances, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)
Nonmajor Governmental Funds
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances, continued

	Special Revenue Funds						
	IASA Con- solidated Admin- istration	Title I-A Basic	Title VI-B IDEA	Learning Center	UAF Urban Growth Opportunities	Migrant Education Parent Advisor	Title I-C Migrant Education Summer
<i>Year Ended June 30, 2015</i>							
Revenues							
Local sources:							
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Borough capital projects	-	-	-	-	-	-	-
Total local sources	-	-	-	-	-	-	-
State of Alaska	-	-	-	-	-	-	-
Federal sources:							
Direct from federal government	-	-	-	-	-	-	-
Passed through the State of Alaska	1,080,780	3,000,323	4,089,034	523,671	-	70	237,691
Passed through other intermediate agencies	-	-	-	-	309,336	-	-
Total federal sources	1,080,780	3,000,323	4,089,034	523,671	309,336	70	237,691
Total Revenues	1,080,780	3,000,323	4,089,034	523,671	309,336	70	237,691
Expenditures							
Current:							
Instruction	-	2,783,903	-	497,597	-	70	225,857
Special education instruction	-	-	2,585,391	-	-	-	-
Special education support services - students	-	-	1,300,046	-	-	-	-
Support services - students	-	-	-	-	-	-	-
Support services - instruction	486,131	-	-	-	293,934	-	-
School administration	-	67,031	-	-	-	-	-
District administration	540,836	-	-	-	-	-	-
District administration support services	53,813	149,389	203,597	26,074	15,402	-	11,834
Operations and maintenance of plant	-	-	-	-	-	-	-
Student activities	-	-	-	-	-	-	-
Student transportation	-	-	-	-	-	-	-
Community services	-	-	-	-	-	-	-
Food services	-	-	-	-	-	-	-
Construction and facilities acquisition	-	-	-	-	-	-	-
Total Expenditures	1,080,780	3,000,323	4,089,034	523,671	309,336	70	237,691
Excess (deficiency) of revenues overexpenditures	-	-	-	-	-	-	-
Other Financing Sources - transfers in	-	-	-	-	-	-	-
Net change in fund balances	-	-	-	-	-	-	-
Fund Balances, beginning of year	-	-	-	-	-	-	-
Fund Balances, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Governmental Funds
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances, continued

	Special Revenue Funds							Title I-A School Improve- ment
	Migrant Education Book Program	CEIS IDEA Part B Title VI-B	IDEA Part B Preschool Disabled	Title I-A		Project Aware	Title I-A Summer	
				Parent Involve- ment				
<i>Year Ended June 30, 2015</i>								
Revenues								
Local sources:								
Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Borough capital projects	-	-	-	-	-	-	-	-
Total local sources	-	-	-	-	-	-	-	-
State of Alaska	-	-	-	-	-	-	-	-
Federal sources:								
Direct from federal government	-	-	-	-	-	-	-	-
Passed through the State of Alaska agencies	12,944	282,373	81,586	45,373	17,611	63,967	20,027	-
Total federal sources	12,944	282,373	81,586	45,373	17,611	63,967	20,027	-
Total Revenues	12,944	282,373	81,586	45,373	17,611	63,967	20,027	-
Expenditures								
Current:								
Instruction	12,853	-	-	43,114	-	60,783	-	-
Special education instruction	-	202,675	-	-	-	-	-	-
Special education support services - students	-	65,638	77,523	-	-	-	-	-
Support services - students	-	-	-	-	16,734	-	-	-
Support services - instruction	91	-	-	-	-	-	19,029	-
School administration	-	-	-	-	-	-	-	-
District administration	-	-	-	-	-	-	-	-
District administration support services	-	14,060	4,063	2,259	877	3,184	998	-
Operations and maintenance of plant	-	-	-	-	-	-	-	-
Student activities	-	-	-	-	-	-	-	-
Student transportation	-	-	-	-	-	-	-	-
Community services	-	-	-	-	-	-	-	-
Food services	-	-	-	-	-	-	-	-
Construction and facilities acquisition	-	-	-	-	-	-	-	-
Total Expenditures	12,944	282,373	81,586	45,373	17,611	63,967	20,027	-
Excess (deficiency) of revenues overexpenditures	-	-	-	-	-	-	-	-
Other Financing Sources - transfers in	-	-	-	-	-	-	-	-
Net change in fund balances	-	-	-	-	-	-	-	-
Fund Balances, beginning of year	-	-	-	-	-	-	-	-
Fund Balances, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Governmental Funds
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances, continued

Year Ended June 30, 2015	Special Revenue Funds							
	Math Science Partnership	Indian Education	Indian Education Carryover	Enanaq Preschool Grant	Contributions From Local Sources	Trapper Creek Community Enrichment	Talkeetna Community Enrichment	
Revenues								
Local sources:								
Other	\$ -	\$ -	\$ -	\$ -	\$ 45,955	\$ 6,640	\$ 18,282	
Borough capital projects	-	-	-	-	-	-	-	
Total local sources	-	-	-	-	45,955	6,640	18,282	
State of Alaska	-	-	-	-	-	-	-	
Federal sources:								
Direct from federal government	-	479,109	127	266,152	-	-	-	
Passed through the State of Alaska	382,069	-	-	-	-	-	-	
Passed through other intermediate agencies	-	-	-	-	-	-	-	
Total federal sources	382,069	479,109	127	266,152	-	-	-	
Total Revenues	382,069	479,109	127	266,152	45,955	6,640	18,282	
Expenditures								
Current:								
Instruction	-	455,254	121	252,900	-	-	-	
Special education instruction	-	-	-	-	-	-	-	
Special education support services - students	-	-	-	-	-	-	-	
Support services - students	-	-	-	-	-	-	-	
Support services - instruction	363,047	-	-	-	45,955	-	-	
School administration	-	-	-	-	-	-	-	
District administration	-	-	-	-	-	-	-	
District administration support services	19,022	23,855	6	13,252	-	-	-	
Operations and maintenance of plant	-	-	-	-	-	-	-	
Student activities	-	-	-	-	-	-	-	
Student transportation	-	-	-	-	-	-	-	
Community services	-	-	-	-	-	6,640	18,282	
Food services	-	-	-	-	-	-	-	
Construction and facilities acquisition	-	-	-	-	-	-	-	
Total Expenditures	382,069	479,109	127	266,152	45,955	6,640	18,282	
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-	-	
Other Financing Sources - transfers in	-	-	-	-	-	-	-	
Net change in fund balances	-	-	-	-	-	-	-	
Fund Balances, beginning of year	-	-	-	-	-	-	-	
Fund Balances, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)
Nonmajor Governmental Funds
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances, continued

Year Ended June 30, 2015	Special Revenue Funds								
	Knik Tribal Federal	Society for Science	River Rangers State Farm	NEA Student Achieve- ment	Mat-Su Health Foundation	Community Impact	Friends of NRA	Cultural Program	
Revenues									
Local sources:									
Other	\$ -	\$ 20	\$ 2,811	\$ 210	\$ 141,751	\$ 4,100	\$ 3,070	\$ 4,881	
Borough capital projects	-	-	-	-	-	-	-	-	
Total local sources	-	20	2,811	210	141,751	4,100	3,070	4,881	
State of Alaska	-	-	-	-	-	-	-	-	
Federal sources:									
Direct from federal government	-	-	-	-	-	-	-	-	
Passed through the State of Alaska	-	-	-	-	-	-	-	-	
Passed through other intermediate agencies	130,843	-	-	-	-	-	-	-	
Total federal sources	130,843	-	-	-	-	-	-	-	
Total Revenues	130,843	20	2,811	210	141,751	4,100	3,070	4,881	
Expenditures									
Current:									
Instruction	130,843	20	2,811	210	535	-	-	4,881	
Special education instruction	-	-	-	-	-	-	-	-	
Special education support services - students	-	-	-	-	-	-	-	-	
Support services - students	-	-	-	-	-	-	-	-	
Support services - instruction	-	-	-	-	141,216	4,100	3,070	-	
School administration	-	-	-	-	-	-	-	-	
District administration	-	-	-	-	-	-	-	-	
District administration support services	-	-	-	-	-	-	-	-	
Operations and maintenance of plant	-	-	-	-	-	-	-	-	
Student activities	-	-	-	-	-	-	-	-	
Student transportation	-	-	-	-	-	-	-	-	
Community services	-	-	-	-	-	-	-	-	
Food services	-	-	-	-	-	-	-	-	
Construction and facilities acquisition	-	-	-	-	-	-	-	-	
Total Expenditures	130,843	20	2,811	210	141,751	4,100	3,070	4,881	
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-	-	-	
Other Financing Sources - transfers in	-	-	-	-	-	-	-	-	
Net change in fund balances	-	-	-	-	-	-	-	-	
Fund Balances, beginning of year	-	-	-	-	-	-	-	-	
Fund Balances, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Governmental Funds
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances, continued

Year Ended June 30, 2015	Special Revenue Funds		Capital Projects Funds				Totals
	SV Fire Damage Reclam- ation	RJ Jones Memorial Fund	Legislative Grants Small	E-rate Phone Grant	Legislative Grants Large	Bond Reimburse- ment	
Revenues							
Local sources:							
Other	\$ -	\$ 4	\$ -	\$ -	\$ -	\$ -	\$ 1,336,317
Borough capital projects	-	-	177,027	462,141	1,468,293	2,201,371	4,308,832
Total local sources	-	4	177,027	462,141	1,468,293	2,201,371	5,645,149
State of Alaska	-	-	-	-	-	-	17,283,941
Federal sources:							
Direct from federal government	-	-	-	-	-	-	852,066
Passed through the State of Alaska	-	-	-	-	-	-	16,003,648
Passed through other intermediate agencies	-	-	-	-	-	-	440,179
Total federal sources	-	-	-	-	-	-	17,295,893
Total Revenues	-	4	177,027	462,141	1,468,293	2,201,371	40,224,983
Expenditures							
Current:							
Instruction	1,696	-	-	-	277,373	-	5,734,262
Special education instruction	-	-	-	-	-	-	2,813,601
Special education support services - students	-	-	-	-	-	-	1,443,207
Support services - students	-	-	-	-	-	-	16,734
Support services - instruction	-	-	-	-	-	-	3,081,311
School administration	-	-	-	-	-	-	67,031
District administration	-	-	-	-	-	-	540,836
District administration support services	-	-	-	-	-	-	643,951
Operations and maintenance of plant	32,017	-	-	462,141	-	-	783,323
Student activities	-	-	7,526	-	-	-	7,526
Student transportation	-	-	-	-	-	-	15,281,995
Community services	-	-	-	-	-	-	24,922
Food services	-	-	-	-	-	-	6,505,494
Construction and facilities acquisition	-	-	169,501	-	1,190,920	2,201,371	3,666,363
Total Expenditures	33,713	-	177,027	462,141	1,468,293	2,201,371	40,610,556
Excess (deficiency) of revenues overexpenditures	(33,713)	4	-	-	-	-	(385,573)
Other Financing Sources - transfers in	-	-	-	-	-	-	692,367
Net change in fund balances	(33,713)	4	-	-	-	-	306,794
Fund Balances, beginning of year	36,315	5,772	-	-	-	-	1,831,819
Fund Balances, end of year	\$ 2,602	\$ 5,776	\$ -	\$ -	\$ -	\$ -	\$ 2,138,613

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Student Transportation Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - State of Alaska	\$ 15,608,891	\$ 15,651,855	\$ 42,964
Expenditures			
Operations and maintenance of plant:			
Utility services	13,315	7,461	5,854
Energy	5,628	5,253	375
Other purchased services	18,000	18,000	-
Insurance and bond premiums	1,267	1,267	-
Total operations and maintenance of plant	38,210	31,981	6,229
Student transportation:			
Non-certificated salaries	244,886	253,526	(8,640)
Employee benefits	152,397	129,145	23,252
Travel	-	2,780	(2,780)
Other purchased services	15,787,348	14,879,357	907,991
Supplies, materials and media	10,088	3,024	7,064
Tuition and stipends	-	12,892	(12,892)
Other expenditures	962	1,271	(309)
Total student transportation	16,195,681	15,281,995	913,686
Total Expenditures	16,233,891	15,313,976	919,915
Excess (deficiency) of revenues over expenditures	(625,000)	337,879	962,879
Other Financing Sources - transfers in	625,000	-	(625,000)
Net change in fund balance	<u>\$ -</u>	337,879	<u>\$ 337,879</u>
Fund Balance, beginning of year		<u>1,144,022</u>	
Fund Balance, end of year		<u>\$ 1,481,901</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Ansep Digital Plan Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - State of Alaska	\$ 250,000	\$ 104,571	\$ (145,429)
Expenditures			
Instruction:			
Certificated salaries	41,111	-	41,111
Employee benefits	1,617	-	1,617
Staff travel	750	-	750
Other	40,400	-	40,400
Total instruction	83,878	-	83,878
Construction and facilities acquisition:			
Non-certificated salaries	26,301	22,358	3,943
Employee benefits	1,897	10,167	(8,270)
Other purchased services	55,581	21,200	34,381
Supplies, materials and media	37,343	35,962	1,381
Equipment	45,000	14,884	30,116
Total construction and facilities acquisition	166,122	104,571	61,551
Total Expenditures	250,000	104,571	145,429
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Staff Development Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 20,000	\$ 10,537	\$ (9,463)
Expenditures			
Support services - instruction:			
Non-certificated salaries	1,384	1,328	56
Employee benefits	32	119	(87)
Staff travel	17,087	9,090	7,997
Unallocated	1,497	-	1,497
Total Expenditures	20,000	10,537	9,463
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Suicide Awareness, Prevention & Postvention Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - State of Alaska	\$ 25,224	\$ 25,224	\$ -
Expenditures			
Support services - instruction:			
Non-certificated salaries	338	338	-
Employee benefits	24	21	3
Professional and technical services	22,590	22,156	434
Staff travel	746	746	-
Supplies, materials and media	1,686	707	979
Unallocated	(1,416)	-	(1,416)
Total support services - instruction	23,968	23,968	-
District administration support services - indirect costs	1,256	1,256	-
Total Expenditures	25,224	25,224	-
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Youth in Detention Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - State of Alaska	\$ 285,837	\$ 26,873	\$ (258,964)
Expenditures			
Special education instruction:			
Certificated salaries	30,320	5,911	24,409
Employee benefits	4,655	839	3,816
Staff travel	80,000	18,472	61,528
Supplies, materials and media	170,862	313	170,549
Total special education instruction	285,837	25,535	260,302
District administration support services - indirect costs	-	1,338	(1,338)
Total Expenditures	285,837	26,873	258,964
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Obesity Prevention K-12 Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues			
State of Alaska	\$ 121,832	\$ 121,713	\$ (119)
Federal education grants passed through the State of Alaska	28,168	28,168	-
Total Revenues	150,000	149,881	(119)
Expenditures			
Support services - instruction:			
Certificated salaries	99,528	99,422	106
Non-certificated salaries	3,855	3,854	1
Employee benefits	32,505	32,502	3
Professional and technical services	1,000	1,000	-
Staff travel	477	476	1
Other purchased services	1,030	1,030	-
Supplies, materials and media	4,136	4,135	1
Total support services - instruction	142,531	142,419	112
District administration support services - indirect costs	7,469	7,462	7
Total Expenditures	150,000	149,881	119
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

LEG Grants Direct Small Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - State of Alaska	\$ 348,150	\$ 295,938	\$ (52,212)
Expenditures			
Support services - instruction:			
Professional and technical services	250,000	250,000	-
Staff travel	-	2,153	(2,153)
Supplies, materials and media	98,150	43,785	54,365
Total Expenditures	348,150	295,938	52,212
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

LEG Grants Direct Large Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - State of Alaska	\$ 500,000	\$ 149,069	\$ (350,931)
Expenditures			
Support services - instruction:			
Certificated salaries	250,000	46,800	203,200
Employee benefits	60,000	919	59,081
Professional and technical services	120,000	73,250	46,750
Other expenditures	70,000	28,100	41,900
Total Expenditures	500,000	149,069	350,931
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Alaska Family Services Tobacco Prevention Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - State of Alaska	\$ 120,447	\$ 119,008	\$ (1,439)
Expenditures			
Support services - instruction:			
Certificated salaries	88,870	87,608	1,262
Employee benefits	31,577	31,400	177
Total Expenditures	120,447	119,008	1,439
Net change in fund balance	<u>\$ -</u>	\$ -	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Mat-Su Construction Academy Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - State of Alaska	\$ 153,000	\$ 152,114	\$ (886)
Expenditures			
Instruction:			
Certificated salaries	72,666	72,761	(95)
Non-certificated salaries	1,500	1,898	(398)
Employee benefits	40,476	39,176	1,300
Supplies, materials and media	30,739	30,706	33
Total instruction	145,381	144,541	840
District administration support services - indirect costs	7,619	7,573	46
Total Expenditures	153,000	152,114	886
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nutritional Alaskan Foods Program Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - State of Alaska	\$ 596,263	\$ 140,944	\$ (455,319)
Expenditures			
Food services - supplies, materials and media	596,263	140,944	455,319
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Fresh Fruit and Vegetable Program Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 94,500	\$ 71,037	\$ (23,463)
Expenditures			
Food services - supplies, materials and media	94,500	71,037	23,463
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nutrition Services Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues			
Local sources:			
Food service	\$ 1,197,500	\$ 1,058,942	\$ (138,558)
Other local revenue	60,000	49,651	(10,349)
Total local sources	1,257,500	1,108,593	(148,907)
Federal sources:			
Direct federal grants	-	106,678	106,678
Federal grants passed through the State of Alaska	4,372,000	4,645,683	273,683
Total federal sources	4,372,000	4,752,361	380,361
Total Revenues	5,629,500	5,860,954	231,454
Expenditures			
Operations and maintenance of plant:			
Utility services	-	13,129	(13,129)
Energy	140,000	179,646	(39,646)
Other purchased services	-	11,774	(11,774)
Insurance and bond premiums	19,000	22,295	(3,295)
Supplies, materials and media	10,000	30,340	(20,340)
Total operations and maintenance of plant	169,000	257,184	(88,184)
Food services:			
Non-certificated salaries	2,520,214	2,537,067	(16,853)
Employee benefits	1,187,048	1,102,884	84,164
Staff travel	5,000	3,651	1,349
Utility services	-	85	(85)
Other purchased services	38,000	34,399	3,601
Supplies, materials and media	2,042,352	2,615,427	(573,075)
Total food services	5,792,614	6,293,513	(500,899)
Total Expenditures	5,961,614	6,550,697	(589,083)
Deficiency of revenues over expenditures	(332,114)	(689,743)	(357,629)
Other Financing Sources - transfers in	332,114	692,367	360,253
Net change in fund balance	<u>\$ -</u>	2,624	<u>\$ 2,624</u>
Fund Balance, beginning of year		<u>645,710</u>	
Fund Balance, end of year		<u>\$ 648,334</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Title I-D Delinquent Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 44,961	\$ 29,608	\$ (15,353)
Expenditures			
Support services - instruction:			
Non-certificated salaries	4,856	8,513	(3,657)
Employee benefits	552	2,064	(1,512)
Professional and technical services	-	5,000	(5,000)
Staff travel	10,400	487	9,913
Supplies, materials and media	26,915	11,840	15,075
Other expenditures	-	230	(230)
Total support services - instruction	42,723	28,134	14,589
District administration support services - indirect costs	2,238	1,474	764
Total Expenditures	44,961	29,608	15,353
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Youth Risk Behavior Survey Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - State of Alaska	\$ 10,250	\$ 9,145	\$ (1,105)
Expenditures			
Support services - instruction - supplies, materials and media	10,250	8,690	1,560
District administration support services - indirect costs	-	455	(455)
Total Expenditures	10,250	9,145	1,105
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

McKinney Homeless Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 43,872	\$ 41,693	\$ (2,179)
Expenditures			
Support services - instruction:			
Certificated salaries	1,940	1,937	3
Employee benefits	299	273	26
Professional and technical services	12,500	9,000	3,500
Staff travel	545	45	500
Student travel	30	180	(150)
Utility services	100	-	100
Supplies, materials and media	23,278	25,583	(2,305)
Other expenditures	3,000	2,599	401
Total support services - instruction	41,692	39,617	2,075
District administration support services - indirect costs	2,180	2,076	104
Total Expenditures	43,872	41,693	2,179
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		-	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Alternative Schools Grant Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - State of Alaska	\$ 59,196	\$ 47,102	\$ (12,094)
Expenditures			
Instruction - supplies, materials and media	-	237	(237)
Support services - instruction:			
Certificated salaries	6,147	6,146	1
Non-certificated salaries	4,128	4,129	(1)
Employee benefits	820	814	6
Staff travel	15,903	15,915	(12)
Supplies, materials and media	17,755	17,516	239
Unallocated	11,495	-	11,495
Total support services - instruction	56,248	44,520	11,728
District administration support services - indirect costs	2,948	2,345	603
Total Expenditures	59,196	47,102	12,094
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Alaska Pre-K Program Grant Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - State of Alaska	\$ 450,000	\$ 440,385	\$ (9,615)
Expenditures			
Instruction:			
Certificated salaries	298,810	298,768	42
Non-certificated salaries	6,496	5,280	1,216
Employee benefits	97,942	94,527	3,415
Professional and technical services	10,000	8,972	1,028
Staff travel	1,500	1,132	368
Student travel	2,000	2,133	(133)
Supplies, materials and media	10,446	7,485	2,961
Other expenditures	400	160	240
Total instruction	427,594	418,457	9,137
District administration support services - indirect costs	22,406	21,928	478
Total Expenditures	450,000	440,385	9,615
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Title II-A, Teacher and Principal Training and Recruitment Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 1,006,018	\$ 859,279	\$ (146,739)
Expenditures			
Support services - instruction:			
Certificated salaries	276,928	209,288	67,640
Non-certificated salaries	54,560	78,096	(23,536)
Employee benefits	103,429	73,943	29,486
Professional and technical services	377,783	355,171	22,612
Staff travel	53,079	39,895	13,184
Other purchased services	-	2,604	(2,604)
Supplies, materials and media	86,650	55,680	30,970
Other expenditures	3,500	1,818	1,682
Total support services - instruction	955,929	816,495	139,434
District administration support services - indirect costs	50,089	42,784	7,305
Total Expenditures	1,006,018	859,279	146,739
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Carl Perkins Vocational Education Basic Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 440,979	\$ 432,854	\$ (8,125)
Expenditures			
Instruction:			
Certificated salaries	84,582	82,591	1,991
Employee benefits	42,945	35,396	7,549
Staff travel	18,400	17,506	894
Student travel	2,500	2,355	145
Other purchased services	10,700	5,700	5,000
Supplies, materials and media	101,500	109,404	(7,904)
Equipment	167,320	167,254	66
Total instruction	427,947	420,206	7,741
District administration support services - indirect costs	13,032	12,648	384
Total Expenditures	440,979	432,854	8,125
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Title III-A English Language Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 63,413	\$ 47,270	\$ (16,143)
Expenditures			
Support services - instruction:			
Certificated salaries	1,500	1,476	24
Non-certificated salaries	10,546	1,062	9,484
Employee benefits	1,277	116	1,161
Professional and technical services	22,200	19,104	3,096
Supplies, materials and media	24,028	21,966	2,062
Other expenditures	2,619	2,619	-
Total support services - instruction	62,170	46,343	15,827
District administration support services - indirect costs	1,243	927	316
Total Expenditures	63,413	47,270	16,143
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

IASA Consolidated Administration Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 1,275,886	\$ 1,080,780	\$ (195,106)
Expenditures			
Support services - instruction:			
Certificated salaries	360,416	301,387	59,029
Non-certificated salaries	(8,816)	9,461	(18,277)
Employee benefits	137,434	105,967	31,467
Staff travel	26,500	37,368	(10,868)
Utility services	200	-	200
Other purchased services	1,500	137	1,363
Supplies, materials and media	15,800	31,611	(15,811)
Other expenditures	2,000	200	1,800
Total support services - instruction	535,034	486,131	48,903
District administration:			
Certificated salaries	131,358	137,591	(6,233)
Non-certificated salaries	314,651	232,260	82,391
Employee benefits	231,316	170,985	60,331
Total district administration	677,325	540,836	136,489
District administration support services - indirect costs	63,527	53,813	9,714
Total Expenditures	1,275,886	1,080,780	195,106
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Title I-A Basic Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 3,280,525	\$ 3,000,323	\$ (280,202)
Expenditures			
Instruction:			
Certificated salaries	1,523,773	1,335,245	188,528
Non-certificated salaries	411,456	342,314	69,142
Employee benefits	698,767	575,193	123,574
Professional and technical services	40,726	44,903	(4,177)
Staff travel	50,107	36,982	13,125
Student travel	64,318	64,041	277
Other purchased services	6,700	8,695	(1,995)
Supplies, materials and media	302,509	357,233	(54,724)
Other expenditures	11,889	19,297	(7,408)
Total instruction	3,110,245	2,783,903	326,342
School administration:			
Certificated salaries	-	58,134	(58,134)
Employee benefits	-	8,537	(8,537)
Staff travel	-	360	(360)
Total school administration	-	67,031	(67,031)
District administration support services - indirect costs	170,280	149,389	20,891
Total Expenditures	3,280,525	3,000,323	280,202
Net change in fund balance	\$ -	-	\$ -
Fund Balance, beginning of year		-	
Fund Balance, end of year		\$ -	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Title VI-B IDEA Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 5,070,521	\$ 4,089,034	\$ (981,487)
Expenditures			
Special education instruction:			
Certificated salaries	87,710	68,718	18,992
Non-certificated salaries	1,844,350	1,499,329	345,021
Employee benefits	1,931,929	1,017,344	914,585
Total special education instruction	3,863,989	2,585,391	1,278,598
Special education support services - students:			
Certificated salaries	107,980	114,332	(6,352)
Non-certificated salaries	600,000	608,357	(8,357)
Employee benefits	-	394,508	(394,508)
Professional and technical services	246,086	182,849	63,237
Total special education support services - students	954,066	1,300,046	(345,980)
District administration support services - indirect costs	252,466	203,597	48,869
Total Expenditures	5,070,521	4,089,034	981,487
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Learning Center Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 552,000	\$ 523,671	\$ (28,329)
Expenditures			
Instruction:			
Certificated salaries	216,279	216,866	(587)
Non-certificated salaries	37,432	37,029	403
Employee benefits	42,998	41,177	1,821
Professional and technical services	125,322	103,122	22,200
Staff travel	8,000	2,817	5,183
Student travel	46,190	36,869	9,321
Other purchased services	1,500	2,951	(1,451)
Supplies, materials and media	46,795	55,026	(8,231)
Other expenditures	-	1,740	(1,740)
Total instruction	524,516	497,597	26,919
District administration support services - indirect costs	27,484	26,074	1,410
Total Expenditures	552,000	523,671	28,329
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

UAF Urban Growth Opportunities Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the University of Alaska - Fairbanks	\$ 421,291	\$ 309,336	\$ (111,955)
Expenditures			
Support services - instruction:			
Certificated salaries	130,150	87,609	42,541
Employee benefits	64,906	31,454	33,452
Professional and technical services	180,134	172,588	7,546
Staff travel	22,124	2,283	19,841
Supplies, materials and media	3,000	-	3,000
Total support services - instruction	400,314	293,934	106,380
District administration support services - indirect costs	20,977	15,402	5,575
Total Expenditures	421,291	309,336	111,955
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Migrant Education Parent Advisor Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 500	\$ 70	\$ (430)
Expenditures Instruction - other expenditures	500	70	430
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Title I-C Migrant Education Summer Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 244,316	\$ 237,691	\$ (6,625)
Expenditures			
Instruction:			
Certificated salaries	107,398	94,699	12,699
Non-certificated salaries	11,600	11,524	76
Employee benefits	48,793	37,681	11,112
Professional and technical services	36,359	41,680	(5,321)
Staff travel	6,500	3,082	3,418
Student travel	3,250	1,916	1,334
Utility services	500	-	500
Other purchased services	4,500	3,734	766
Supplies, materials and media	13,000	30,982	(17,982)
Other expenditures	250	559	(309)
Total instruction	232,150	225,857	6,293
District administration support services - indirect costs	12,166	11,834	332
Total Expenditures	244,316	237,691	6,625
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Migrant Education Book Program Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 13,000	\$ 12,944	\$ (56)
Expenditures			
Instruction - supplies, materials and media	-	12,853	(12,853)
Support services - instruction - supplies, materials and media	13,000	91	12,909
Total Expenditures	13,000	12,944	56
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

CEIS IDEA Part B Title VI-B Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 284,742	\$ 282,373	\$ (2,369)
Expenditures			
Special education instruction:			
Non-certificated salaries	166,324	165,791	533
Employee benefits	39,895	36,884	3,011
Total special education instruction	206,219	202,675	3,544
Special education support services - students:			
Certificated salaries	49,128	49,076	52
Employee benefits	15,217	16,562	(1,345)
Total special education support services - students	64,345	65,638	(1,293)
District administration support services - indirect costs	14,178	14,060	118
Total Expenditures	284,742	282,373	2,369
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

IDEA Part B Preschool Disabled Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 93,084	\$ 81,586	\$ (11,498)
Expenditures			
Special education support services - students:			
Certificated salaries	66,681	66,669	12
Employee benefits	10,295	9,772	523
Staff travel	6,000	1,005	4,995
Supplies, materials and media	5,473	77	5,396
Total special education support services - students	88,449	77,523	10,926
District administration support services - indirect costs	4,635	4,063	572
Total Expenditures	93,084	81,586	11,498
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Title I-A Parent Involvement Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 46,089	\$ 45,373	\$ (716)
Expenditures			
Instruction:			
Utility services	1,660	2,660	(1,000)
Supplies, materials and media	42,134	40,454	1,680
Total instruction	43,794	43,114	680
District administration support services - indirect costs	2,295	2,259	36
Total Expenditures	46,089	45,373	716
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Project Aware Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 309,709	\$ 17,611	\$ (292,098)
Expenditures			
Support services - students:			
Certificated salaries	276,407	8,304	268,103
Non-certificated salaries	3,000	-	3,000
Employee benefits	103,536	1,209	102,327
Professional and technical services	4,691	1,146	3,545
Staff travel	4,750	6,075	(1,325)
Unallocated	(98,097)	-	(98,097)
Total support services - students	294,287	16,734	277,553
District administration support services - indirect costs	15,422	877	14,545
Total Expenditures	309,709	17,611	292,098
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Title I-A Summer Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 63,967	\$ 63,967	\$ -
Expenditures			
Instruction:			
Certificated salaries	42,368	42,368	-
Employee benefits	6,505	6,505	-
Staff travel	7,492	7,492	-
Supplies, materials and media	4,418	4,418	-
Total instruction	60,783	60,783	-
District administration support services - indirect costs	3,184	3,184	-
Total Expenditures	63,967	63,967	-
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Title I-A School Improvement Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 34,243	\$ 20,027	\$ (14,216)
Expenditures			
Support services - instruction:			
Non-certificated salaries	21,601	14,609	6,992
Employee benefits	6,642	4,420	2,222
Staff travel	6,000	-	6,000
Unallocated	(1,705)	-	(1,705)
Total support services - instruction	32,538	19,029	13,509
District administration support services - indirect costs	1,705	998	707
Total Expenditures	34,243	20,027	14,216
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Math Science Partnership Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through the State of Alaska	\$ 445,589	\$ 382,069	\$ (63,520)
Expenditures			
Support services - instruction:			
Certificated salaries	18,000	45,600	(27,600)
Non-certificated salaries	50,521	48,285	2,236
Employee benefits	23,109	14,689	8,420
Professional and technical services	129,655	153,953	(24,298)
Staff travel	-	58	(58)
Other purchased services	2,600	-	2,600
Supplies, materials and media	150,721	85,385	65,336
Other expenditures	48,796	15,077	33,719
Total support services - instruction	423,402	363,047	60,355
District administration support services - indirect costs	22,187	19,022	3,165
Total Expenditures	445,589	382,069	63,520
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Indian Education Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - direct federal education grants	\$ 482,632	\$ 479,109	\$ (3,523)
Expenditures			
Instruction:			
Certificated salaries	260,814	253,396	7,418
Non-certificated salaries	35,536	32,540	2,996
Employee benefits	128,595	113,613	14,982
Professional and technical services	-	21,200	(21,200)
Staff travel	2,300	2,156	144
Other purchased services	2,000	442	1,558
Supplies, materials and media	29,356	31,727	(2,371)
Other expenditures	-	180	(180)
Total instruction	458,601	455,254	3,347
District administration support services - indirect costs	24,031	23,855	176
Total Expenditures	482,632	479,109	3,523
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Indian Education Carryover Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - direct federal education grants	\$ 208	\$ 127	\$ (81)
Expenditures			
Instruction:			
Non-certificated salaries	151	92	59
Employee benefits	47	29	18
Total instruction	198	121	77
District administration support services - indirect costs	10	6	4
Total Expenditures	208	127	81
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Enanuaq Preschool Grant Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - direct federal education grants	\$ 321,390	\$ 266,152	\$ (55,238)
Expenditures			
Instruction:			
Certificated salaries	139,218	114,028	25,190
Non-certificated salaries	49,124	52,358	(3,234)
Employee benefits	92,611	83,206	9,405
Staff travel	1,200	73	1,127
Student travel	5,800	1,401	4,399
Other purchased services	500	308	192
Supplies, materials and media	16,825	1,526	15,299
Other expenditures	110	-	110
Total instruction	305,388	252,900	52,488
District administration support services - indirect costs	16,002	13,252	2,750
Total Expenditures	321,390	266,152	55,238
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)
Contributions from Local Sources Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - other local	\$ 52,166	\$ 45,955	\$ (6,211)
Expenditures			
Support services - instruction:			
Other purchased services	-	1,324	(1,324)
Supplies, materials and media	10,166	2,701	7,465
Equipment	42,000	41,930	70
Total Expenditures	52,166	45,955	6,211
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)
Trapper Creek Community Enrichment Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - other local	\$ 11,060	\$ 6,640	\$ (4,420)
Expenditures			
Community services:			
Non-certificated salaries	5,031	4,728	303
Employee benefits	1,429	1,369	60
Supplies, materials and media	4,600	543	4,057
Total Expenditures	11,060	6,640	4,420
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)
Talkeetna Community Enrichment Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - other local	\$ 26,292	\$ 18,282	\$ (8,010)
Expenditures			
Community services:			
Non-certificated salaries	19,558	15,411	4,147
Employee benefits	4,253	2,871	1,382
Supplies, materials and media	2,481	-	2,481
Total Expenditures	26,292	18,282	8,010
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Knik Tribal Federal Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - federal education grants passed through other intermediate agency	\$ 133,761	\$ 130,843	\$ (2,918)
Expenditures			
Instruction:			
Certificated salaries	90,021	92,006	(1,985)
Non-certificated salaries	2,614	4,005	(1,391)
Employee benefits	35,229	31,296	3,933
Staff travel	1,000	631	369
Student travel	2,764	2,764	-
Supplies, materials and media	2,133	141	1,992
Total Expenditures	133,761	130,843	2,918
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
 (A Component Unit of the Matanuska-Susitna Borough)

Society for Science Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - other local	\$ 20	\$ 20	\$ -
Expenditures			
Instruction - supplies, materials and media	20	20	-
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

River Rangers State Farm Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - other local	\$ 12,943	\$ 2,811	\$ (10,132)
Expenditures			
Instruction:			
Student travel	-	1,061	(1,061)
Other purchased services	-	1,750	(1,750)
Supplies, materials and media	12,943	-	12,943
Total Expenditures	12,943	2,811	10,132
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

NEA Student Achievement Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - other local	\$ 773	\$ 210	\$ (563)
Expenditures			
Instruction - supplies, materials and media	773	210	563
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Mat-Su Health Foundation Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - other local	\$ 184,673	\$ 141,751	\$ (42,922)
Expenditures			
Instruction:			
Non-certificated salaries	-	210	(210)
Employee benefits	-	19	(19)
Student travel	305	306	(1)
Total instruction	305	535	(230)
Support services - instruction:			
Certificated salaries	16,759	17,239	(480)
Non-certificated salaries	2,481	2,268	213
Employee benefits	1,391	751	640
Professional and technical services	15,895	15,345	550
Student travel	3,282	3,279	3
Other purchased services	418	-	418
Supplies, materials and media	135,049	93,311	41,738
Other expenditures	9,093	9,023	70
Total support services - instruction	184,368	141,216	43,152
Total Expenditures	184,673	141,751	42,922
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Community Impact Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - other local	\$ 7,422	\$ 4,100	\$ (3,322)
Expenditures			
Support services - instruction:			
Certificated salaries	2,175	1,097	1,078
Employee benefits	618	169	449
Staff travel	2,883	1,870	1,013
Supplies, materials and media	1,746	964	782
Total Expenditures	7,422	4,100	3,322
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Friends of NRA Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - other local	\$ 13,099	\$ 3,070	\$ (10,029)
Expenditures			
Support services - instruction - supplies, materials and media	13,099	3,070	10,029
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Cultural Program Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - other local	\$ 9,813	\$ 4,881	\$ (4,932)
Expenditures			
Instruction:			
Professional and technical services	300	300	-
Student travel	1,385	294	1,091
Other purchased services	2,375	-	2,375
Supplies, materials and media	4,613	3,087	1,526
Other expenditures	1,140	1,200	(60)
Total Expenditures	9,813	4,881	4,932
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

SV Fire Damage Reclamation Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - other local	\$ 36,314	\$ -	\$ (36,314)
Expenditures			
Instruction - Supplies, materials and media	-	1,696	(1,696)
Operations and maintenance of plant:			
Other purchased services	65	64	1
Supplies, materials and media	6,604	10,110	(3,506)
Equipment	29,645	21,843	7,802
Total operations and maintenance of plant	36,314	32,017	4,297
Total Expenditures	36,314	33,713	2,601
Net change in fund balance	<u>\$ -</u>	(33,713)	<u>\$ (33,713)</u>
Fund Balance, beginning of year		<u>36,315</u>	
Fund Balance, end of year		<u>\$ 2,602</u>	

Matanuska-Susitna Borough School District
 (A Component Unit of the Matanuska-Susitna Borough)

RJ Jones Memorial Fund Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - local			
earnings on investments	\$ 4	\$ 4	\$ -
Net change in fund balance	<u>\$ 4</u>	4	<u>\$ -</u>
Fund Balance, beginning of year		<u>5,772</u>	
Fund Balance, end of year		<u>\$ 5,776</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Legislative Grants Small Capital Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - local sources - borough capital projects	\$ 458,689	\$ 177,027	\$ (281,662)
Expenditures			
Student activities - equipment	9,345	7,526	1,819
Construction and facilities acquisition:			
Other purchased services	38,000	38,000	-
Supplies, materials and media	308,380	65,653	242,727
Other expenditures	-	25	(25)
Equipment	102,964	65,823	37,141
Total construction and facilities acquisition	449,344	169,501	279,843
Total Expenditures	458,689	177,027	281,662
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

E-rate Phone Grant Capital Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - local sources - borough capital projects	\$ 1,438,377	\$ 462,141	\$ (976,236)
Expenditures			
Operations and maintenance of plant - utility services	1,438,377	462,141	976,236
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

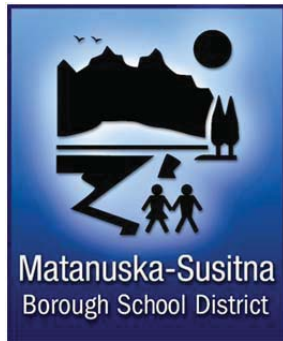
Legislative Grants Large Capital Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - local sources - borough capital projects	\$ 2,852,562	\$ 1,468,293	\$ (1,384,269)
Expenditures			
Instruction:			
Certificated salaries	643,623	177,777	465,846
Non-certificated salaries	-	26,502	(26,502)
Employee benefits	5,491	39,882	(34,391)
Professional and technical services	-	5,411	(5,411)
Other purchased services	-	15,000	(15,000)
Supplies, materials and media	84,831	12,801	72,030
Total instruction	733,945	277,373	456,572
Construction and facilities acquisition:			
Certificated salaries	86,330	73,167	13,163
Employee benefits	15,305	9,783	5,522
Professional and technical services	508,435	483	507,952
Student travel	1,731	1,731	-
Other purchased services	967,647	799,576	168,071
Supplies, materials and media	376,964	273,923	103,041
Equipment	162,205	32,257	129,948
Total construction and facilities acquisition	2,118,617	1,190,920	927,697
Total Expenditures	2,852,562	1,468,293	1,384,269
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		<u>-</u>	
Fund Balance, end of year		<u>\$ -</u>	

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Bond Reimbursement Capital Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

<i>Year Ended June 30, 2015</i>	Budget	Actual	Variance with Budget
Revenues - local sources - borough capital projects	\$ 9,508,844	\$ 2,201,371	\$ (7,307,473)
Expenditures			
Construction and facilities acquisition:			
Other purchased services	159,073	36,036	123,037
Supplies, materials and media	1,902,663	1,742,072	160,591
Other expenditures	48,145	75,240	(27,095)
Equipment	7,398,963	348,023	7,050,940
Total Expenditures	9,508,844	2,201,371	7,307,473
Net change in fund balance	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance, beginning of year		-	
Fund Balance, end of year		<u>\$ -</u>	



Preparing Students for Success

Proprietary Funds

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Enterprise Funds
Combining Statement of Net Position

<i>June 30, 2015</i>	Mat-Su Construction Trade	Adult Welding Classes	Families In Transition	Alaska Works Partnership	Parent Advisory Local Wellness	Totals
Assets						
Cash and investments	\$ -	\$ 71,715	\$ 270	\$ 65,538	\$ 1,077	\$ 138,600
Accounts receivable	-	5,100	-	-	-	5,100
Prepaid items	1,998	-	-	-	-	1,998
Inventory	225,148	-	-	-	-	225,148
Total Assets	\$ 227,146	\$ 76,815	\$ 270	\$ 65,538	\$ 1,077	\$ 370,846
Liabilities and Net Position						
Current Liabilities						
Unearned revenue	\$ -	\$ 76,815	\$ 270	\$ 65,538	\$ 1,077	\$ 143,700
Due to other funds	23,567	-	-	-	-	23,567
Total Current Liabilities	23,567	76,815	270	65,538	1,077	167,267
Net Position - unrestricted	203,579	-	-	-	-	203,579
Total Liabilities and Net Position	\$ 227,146	\$ 76,815	\$ 270	\$ 65,538	\$ 1,077	\$ 370,846

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Enterprise Funds
Combining Statement of Revenues,
Expenses and Changes in Net Position

<i>Year Ended June 30, 2015</i>	Mat-Su Construction Trade	Adult Welding Classes	Families In Transition	Totals
Operating Revenues				
Sales	\$ -	\$ 9,460	\$ 1,349	\$ 10,809
Operating Expenses				
Instruction	-	9,460	-	9,460
Support services - instruction	-	-	1,349	1,349
Total Operating Expenses	-	9,460	1,349	10,809
Change in net position	-	-	-	-
Net Position, beginning of year	203,579	-	-	203,579
Net Position, end of year	\$ 203,579	\$ -	\$ -	\$ 203,579

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Nonmajor Enterprise Funds
Combining Statement of Cash Flows

<i>Year Ended June 30, 2015</i>	Mat-Su Construction Trade	Adult Welding Classes	Families In Transition	Alaska Works Partnership	Parent Advisory Local Wellness	Totals
Cash Flows for Operating Activities						
Receipts from customers and users	\$ -	\$ 13,769	\$ 800	\$ -	\$ -	\$ 14,569
Payments to suppliers	-	(14,560)	(1,349)	-	-	(15,909)
Net cash flows for operating activities	-	(791)	(549)	-	-	(1,340)
Net decrease in cash and cash equivalents	-	(791)	(549)	-	-	(1,340)
Cash and Cash Equivalents, beginning of year	-	72,506	819	65,538	1,077	139,940
Cash and Cash Equivalents, end of year	\$ -	\$ 71,715	\$ 270	\$ 65,538	\$ 1,077	\$ 138,600
Reconciliation of Operating Income						
Cash Flows for Operating Activities						
Operating income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjustments to Reconcile Operating Income to						
Net cash flows for operating activities:						
Increase in inventories	(15,936)	-	-	-	-	(15,936)
Increase in accounts receivable	-	(5,100)	-	-	-	(5,100)
Decrease in accounts payable	(9)	(5,100)	-	-	-	(5,109)
Increase in due to other funds	15,945	-	-	-	-	15,945
Increase (decrease) in unearned revenue	-	9,409	(549)	-	-	8,860
Total adjustments	-	(791)	(549)	-	-	(1,340)
Net Cash Flows for Operating Activities	\$ -	\$ (791)	\$ (549)	\$ -	\$ -	\$ (1,340)

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)
Workers Compensation Self-Insurance Internal Service Fund
Statements of Net Position

<i>June 30,</i>	2015	2014
Assets		
Cash and investments	\$ 1,833,388	\$ 2,044,594
Liabilities and Net Position		
Current Liabilities		
Due to other funds	\$ 711,093	\$ 955,410
Insurance claims incurred but not reported	1,109,340	1,077,344
Accounts payable	12,955	11,840
Total Current Liabilities	1,833,388	2,044,594
Net Position	-	-
Total Liabilities and Net Position	\$ 1,833,388	\$ 2,044,594

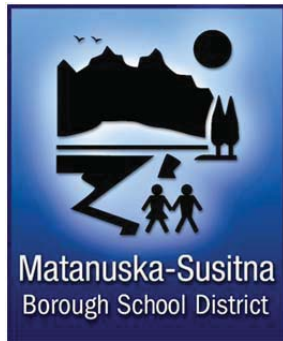
Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Workers Compensation Self-Insurance Internal Service Fund
Statements of Revenues, Expenses and
Changes in Net Position

<i>Years Ended June 30,</i>	2015	2014
Operating Revenues - interfund charges	\$ 2,008,752	\$ 1,819,236
Operating Expenses		
District administration support services:		
Claims expense	1,708,858	1,651,477
General and administrative	300,084	167,848
Total Operating Expenses	2,008,942	1,819,325
Operating loss	(190)	(89)
Nonoperating Revenue - interest income	190	89
Change in net position	-	-
Net Position, beginning of year	-	-
Net Position, end of year	\$ -	\$ -

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)
Workers Compensation Self-Insurance Internal Service Fund
Statements of Cash Flows

<i>Years Ended June 30,</i>	2015	2014
Cash Flows from (for) Operating Activities		
Receipts from interfund charges	\$ 1,764,435	\$ 2,536,786
Payments to suppliers	(1,975,831)	(1,594,382)
Net cash flows from (for) operating activities	(211,396)	942,404
Cash Flows from Investing Activities		
Interest received	190	89
Net increase (decrease) in cash and cash equivalents	(211,206)	942,493
Cash and Cash Equivalents, beginning of year	2,044,594	1,102,101
Cash and Cash Equivalents, end of year	\$ 1,833,388	\$ 2,044,594
Reconciliation of Operating Loss to Net Cash Flows from Operating Activities		
Operating loss	\$ (190)	\$ (89)
Adjustments to reconcile operating loss to net cash flows from (for) operating activities:		
(Decrease) increase in due to other funds	\$ (244,317)	\$ 717,550
Increase in accounts payable	1,115	11,840
Increase in insurance claims incurred but not reported	31,996	213,103
Total adjustments	(211,206)	942,493
Net Cash Flows from (for) Operating Activities	\$ (211,396)	\$ 942,404



Preparing Students for Success

Fiduciary Fund

Matanuska-Susitna Borough School District
 (A Component Unit of the Matanuska-Susitna Borough)

Student Activities Agency Fund
Balance Sheets

<i>June 30,</i>	2015	2014
Assets		
Cash and investments	\$ 1,743,926	\$ 1,686,140
Due from General Fund	-	40,000
Total Assets	\$ 1,743,926	\$ 1,726,140
Liabilities		
Due to student activities and community schools	\$ 1,743,926	\$ 1,726,140

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Student Activities Agency Fund
Statement of Receipts, Disbursements and Changes
in Cash Balance and Due to Student Organizations

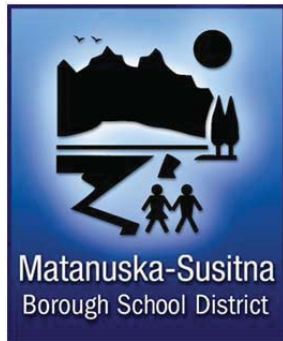
<i>Year Ended June 30, 2015</i>	Balance at July 1, 2014	Receipts	Disburse- ments	Balance at June 30, 2015
American Charter	\$ 21,255	\$ 25,208	\$ 17,956	\$ 28,507
Beryozava	2,241	113	1,765	589
Big Lake Elementary	45,863	43,689	36,241	53,311
Birchtree Charter	78,236	81,435	107,978	51,693
Burchell High School	70,530	66,914	65,731	71,713
Butte Elementary School	5,931	45,590	42,202	9,319
Colony High	195,594	487,897	456,599	226,892
Colony Middle	86,325	196,165	195,609	86,881
Cottonwood Creek	32,104	74,705	68,931	37,878
Finger Lake	19,333	23,009	25,021	17,321
Fronteras Spanish Immersion	36,437	101,828	90,446	47,819
Glacier View	6,209	7,278	6,284	7,203
Goose Bay	21,231	18,409	14,468	25,172
Houston High	63,917	221,716	225,345	60,288
Houston Middle	38,990	52,082	49,185	41,887
Iditarod	27,576	22,083	26,658	23,001
Knik Elementary	18,389	27,166	27,317	18,238
Larson	14,953	42,847	37,412	20,388
Machentanz Elementary	58,591	97,278	95,527	60,342
Mat-Su Career and Tech Ed	69,573	193,225	194,941	67,857
Mat-Su Central School	12,702	74,097	71,679	15,120
Mat-Su Day School	14,110	8,350	6,860	15,600
Meadow Lakes	35,911	42,778	51,870	26,819
Palmer High	126,293	415,286	420,310	121,269
Palmer Middle	49,088	127,475	126,784	49,779
Pioneer Peak	12,565	17,690	15,950	14,305
Shaw Elementary	16,357	55,416	53,877	17,896
Sherrod	39,491	106,476	105,180	40,787
Snowshoe	52,843	48,331	65,761	35,413
Su Valley	72,886	109,485	112,723	69,648
Sutton	4,034	5,313	6,197	3,150
Swanson	18,864	39,618	34,668	23,814
Talkeetna	17,075	13,123	9,605	20,593
Tanaina	40,854	32,881	33,441	40,294
Teeland	65,867	144,717	152,888	57,696

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

Student Activities Agency Fund
Statement of Receipts, Disbursements and Changes
in Cash Balance and Due to Student Organizations, continued

<i>Year Ended June 30, 2015</i>	Balance at July 1, 2014	Receipts	Disburse- ments	Balance at June 30, 2015
Trapper Creek	\$ 7,287	\$ 6,433	\$ 8,726	\$ 4,994
Twindly-Bridge	5,207	11,899	11,629	5,477
Valley Pathways	16,052	6,714	6,482	16,284
Wasilla High	115,611	498,201	465,365	148,447
Wasilla Middle	28,780	102,995	96,476	35,299
Willow	20,985	22,887	18,929	24,943
Total Due to Student Activities	\$ 1,726,140	\$ 3,718,802	\$ 3,661,016	\$ 1,743,926

Statement of Compliance



Preparing Students for Success

Matanuska-Susitna Borough School District
(A Component Unit of the Matanuska-Susitna Borough)

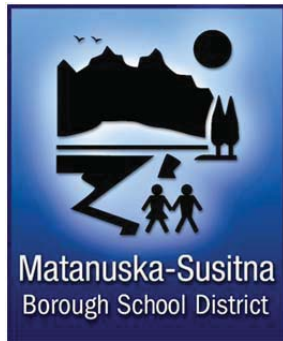
Statement of Compliance - AS 14.17.505

Year Ended June 30, 2015

Total fund balance - School Operating Fund	\$ 17,305,995
less exemptions per 4 AAC 09.160(a):	
Inventory	1,085,529
Prepaid items	538,017
Reserve for correspondence program	903,914
Self insurance	500,000
	<hr/>
Fund balance subject to 10% limitation	<u>\$ 14,278,535</u>

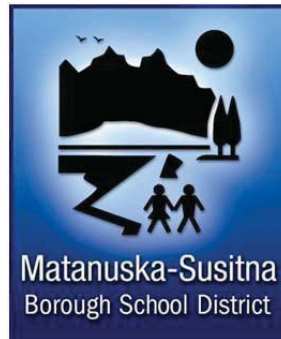
Nonexempt fund balance as a percentage of current year expenditures:

<u>Fund balance subject to limitation</u>	<u>14,278,535</u>	=	<u>3.09%</u>
Current year expenditures	462,244,030		

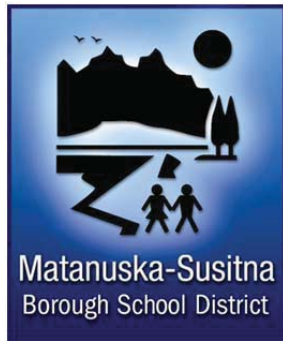


Preparing Students for Success

STATISTICAL SECTION



Preparing Students for Success

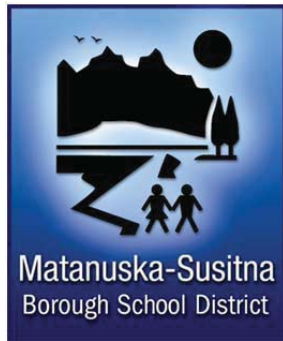


Preparing Students for Success

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Statistical Section Contents

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Preparing Students for Success

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 1

Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting, unaudited)

	Fiscal Year				
	2005-06	2006-07	2007-08	2008-09	2009-10
Governmental activities:					
Net investment in capital assets	\$ 985,598	\$ 695,411	\$ 1,235,075	\$ 1,315,150	\$ 1,571,667
Restricted					
Endowment & Scholarships	5,468	5,491	5,588	5,677	5,712
Unrestricted	(3,975,672)	(1,580,420)	622,528	243,274	1,247,677
Total Net Position	<u>\$ (2,984,606)</u>	<u>\$ (879,518)</u>	<u>\$ 1,863,191</u>	<u>\$ 1,564,101</u>	<u>\$ 2,825,056</u>

	Fiscal Year				
	2010-11	2011-12	2012-13	2013-14	2014-15
Governmental activities:					
Net investment in capital assets	\$ 2,364,292	\$ 5,707,926	\$ 6,935,776	\$ 6,659,975	\$ 7,873,567
Restricted					
Endowment & Scholarships	5,745	5,764	5,768	5,772	909,690
Unrestricted	6,672,023	9,628,437	11,235,950	16,453,611	(67,493,691) ^a
Total Net Position	<u>\$ 9,042,060</u>	<u>\$ 15,342,127</u>	<u>\$ 18,177,494</u>	<u>\$ 23,119,358</u>	<u>\$ (58,710,434)</u>

Note:

Beginning with the fiscal year 2013 financial reports, the district is now using the term net position in place of net asset per GASB Statement 63 changes effective for periods beginning after December 15, 2011.

^a Beginning with Fiscal Year 2015, the District adopted the provisions of GASB Statement No. 68 Accounting and Financial Reporting for Pensions, which among other accounting and reporting criteria, requires the District to recognize its proportional share of the Net Pension Liability (and related deferred inflow/outflow accounts), as of the beginning of the District's fiscal year. As a result of the implementation of this statement, the Unrestricted amount for the District's net position is negative as opposed to positive numbers in prior years.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 2

Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year			
	2005-06	2006-07	2007-08	2008-09
Expenses				
Governmental activities:				
Instruction	\$ 69,305,111	\$ 73,582,426	\$ 93,792,972	\$ 94,133,794
Special education instruction	19,318,141	20,231,689	25,086,016	29,629,313
Special education support svcs - students	7,678,486	7,190,877	10,065,884	10,652,847
Support services - students	5,647,454	6,081,659	7,640,084	7,783,258
Support services - instruction	5,978,661	7,366,001	10,431,903	10,201,097
School administration	5,234,750	5,433,824	7,150,509	7,492,197
School administration support services	5,827,946	6,227,850	7,324,869	8,083,649
District administration	1,466,630	827,700	1,426,966	1,420,554
District administration support services	7,297,020	6,245,949	7,594,026	8,676,686
Operations and maintenance of plant	16,392,089	15,946,695	17,919,168	19,326,776
Student activities	2,174,315	1,889,120	2,840,204	2,952,583
Student transportation service	9,372,054	10,194,656	10,464,368	11,174,965
Community Services			9,473	12,288
Food services	4,492,609	4,795,331	5,137,889	5,683,849
Construction and facilities acquisition				54,507
Total expenses	160,185,266	166,013,777	206,884,331	217,278,363
Program Revenues				
Governmental activities:				
Charges for Services:				
Instruction				
Support services - students				
Support services - instruction				
District administration support services				
Operations and maintenance of plant				
Student transportation service				
Adult and continuing education instruction				
Food services	1,539,584	1,632,405	1,551,587	1,555,972
Operating grants and contributions	26,765,683	25,734,850	26,065,287	26,897,652
Capital grants and contributions				
Total program revenues	28,305,267	27,367,255	27,616,874	28,453,624
Net expense - governmental activities	(131,879,999)	(138,646,522)	(179,267,457)	(188,824,739)
General Revenues and Other Changes in Net Position				
Governmental activities:				
Grants and contributions not restricted to specific programs:				
Borough direct appropriation	38,080,405	38,021,951	41,758,620	44,012,143
Foundation program	91,731,695	101,337,261	101,599,107	113,640,165
Other state revenue	352,535	351,271	36,865,918	25,571,568
E-rate	301,567	395,033	482,893	320,588
Other	209,384	646,094	1,053,628	1,374,466
Miscellaneous			250,000	3,606,719
Total general revenue	130,675,586	140,751,610	182,010,166	188,525,649
Change in Net Position	\$ (1,204,413)	\$ 2,105,088	\$ 2,742,709	\$ (299,090)

Notes:

FY08 State contribution for OBO (On Behalf Of) Retirements benefits were recorded as other state revenue.

Beginning with the fiscal year 2013 financial reports, the district is now using the term net position in place of net assets per GASB Statement 63 changes effective for periods beginning after December 15, 2011.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 2

Changes in Net Position

Last Ten Fiscal Years

(accrual basis of accounting), continued

Fiscal Year					
2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
\$ 94,601,470	\$ 101,676,435	\$ 102,652,990	\$ 111,528,252	\$ 115,177,488	\$ 133,133,390
31,328,062	34,791,877	34,635,679	37,990,290	39,598,495	44,347,523
11,810,969	12,562,755	13,424,756	14,444,346	14,890,203	18,887,579
7,684,522	9,372,873	9,134,244	10,142,769	10,221,597	11,371,555
9,619,364	13,789,623	11,608,145	12,929,046	11,920,978	15,877,378
7,078,405	8,961,567	8,644,008	9,251,490	9,750,103	12,258,280
8,502,451	8,445,556	8,690,991	9,321,729	10,237,800	10,151,374
1,652,256	2,081,487	2,183,125	2,510,421	2,381,199	2,652,052
9,418,471	11,127,927	11,124,510	11,152,661	11,473,216	10,321,568
20,764,598	20,186,592	24,642,884	23,314,018	23,899,444	23,926,623
2,853,439	3,619,406	3,817,866	4,127,474	4,261,180	4,580,399
11,954,203	12,528,426	14,054,946	14,984,891	14,625,526	15,281,946
166,234	170,616	71,929	28,425	33,206	27,159
5,729,154	5,842,775	6,102,001	6,227,749	6,158,475	6,521,325
51,860	146,825	204,284	1,086,884	2,561,948	1,702,221
<u>223,215,458</u>	<u>245,304,740</u>	<u>250,992,358</u>	<u>269,040,445</u>	<u>277,190,858</u>	<u>311,040,372</u>
1,449,019	1,311,006	1,251,850	1,238,418	1,143,678	1,108,593
32,812,129	42,671,259	59,152,213	73,268,002	74,179,332	101,938,313
<u>34,261,148</u>	<u>43,982,265</u>	<u>60,404,063</u>	<u>74,506,420</u>	<u>75,323,010</u>	<u>103,046,906</u>
<u>(188,954,310)</u>	<u>(201,322,475)</u>	<u>(190,588,295)</u>	<u>(194,534,025)</u>	<u>(201,867,848)</u>	<u>(207,993,466)</u>
43,964,884	48,078,905	48,048,419	48,845,260	51,226,720	51,291,720
123,861,967	133,428,978	116,437,627	141,742,098	144,272,582	155,573,837
20,317,514	23,681,260	28,752,528	1,428,842	8,242,061	5,300,487
381,036	373,968	956,307	818,873	977,158	1,222,684
1,689,864	1,976,368	2,693,481	3,033,312	590,741	1,581,610
			1,501,007	1,500,450	1,669,618
<u>190,215,265</u>	<u>207,539,479</u>	<u>196,888,362</u>	<u>197,369,392</u>	<u>206,809,712</u>	<u>216,639,956</u>
<u>\$ 1,260,955</u>	<u>\$ 6,217,004</u>	<u>\$ 6,300,067</u>	<u>\$ 2,835,367</u>	<u>\$ 4,941,864</u>	<u>\$ 8,646,490</u>

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 3

Fund Balances of Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year			
	2005-06	2006-07	2007-08	2008-09
General Fund				
Nonspendable	\$ 318,387	\$ 283,385	\$ 411,392	\$ 489,920
Restricted				
Committed	500,000	500,000	500,000	500,000
Assigned				
Unassigned		1,563,455	3,514,629	747,819
Total general fund	<u>\$ 818,387</u>	<u>\$ 2,346,840</u>	<u>\$ 4,426,021</u>	<u>\$ 1,737,739</u>
All other governmental funds				
Nonspendable, reported in:				
Special revenue funds				
Restricted	5,468	5,491	5,588	5,677
Committed, reported in:				
Capital projects funds				117,238
Assigned, reported in:				
Special revenue funds				
Unassigned, reported in:				
Special revenue funds	283,647	1,675,102	2,216,664	1,985,082
Total all other governmental funds	<u>\$ 289,115</u>	<u>\$ 1,680,593</u>	<u>\$ 2,222,252</u>	<u>\$ 2,107,997</u>

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 3

Fund Balances of Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting), continued

Fiscal Year					
2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
\$ 851,140	\$ 962,784	\$ 2,125,081	\$ 1,344,040	\$ 1,503,064	\$ 1,623,546
					\$ 903,914
500,000	500,000	500,000	500,000	500,000	500,000
1,132,482	1,400,935	1,699,886	6,582,546	10,809,725	14,278,535
<u>\$ 2,483,622</u>	<u>\$ 2,863,719</u>	<u>\$ 4,324,967</u>	<u>\$ 8,426,586</u>	<u>\$ 12,812,789</u>	<u>\$ 17,305,995</u>
	540,394	540,361	645,710	630,557	633,195
5,712	5,745	5,764	5,768	5,772	5,776
876,189	7,227,733	8,000,740	6,080,793	5,895,826	6,654,120
	1,529,129	1,321,630	835,841	1,195,490	1,499,642
1,675,402	(540,394)				
<u>\$ 2,557,303</u>	<u>\$ 8,762,607</u>	<u>\$ 9,868,495</u>	<u>\$ 7,568,112</u>	<u>\$ 7,727,645</u>	<u>\$ 8,792,733</u>

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 4

Governmental Funds Revenues

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year			
	2005-06	2006-07	2007-08	2008-09
Revenues from local sources:				
Borough direct appropriation	\$ 38,080,405	\$ 38,021,951	\$ 41,758,620	\$ 44,012,143
E-rate reimbursement	301,567	395,033	482,893	320,588
Food services	1,539,584	1,632,405	1,551,587	1,555,972
Earnings on investments		23	97	89
Other local revenue	413,749	703,043	1,440,657	1,618,700
Tuition from students				
Total revenue from local sources	<u>40,335,305</u>	<u>40,752,455</u>	<u>45,233,854</u>	<u>47,507,492</u>
Revenue from state sources:				
Foundation program	92,084,230	101,688,532	101,599,107	113,640,165
School Improvement			2,567,238	
50% ISER Grant			3,208,680	
Energy Relief Grant			2,271,584	
Senate Bill 18				
House Bill 65				
Tuition				
TRS on-behalf			27,668,935	22,408,644
PERS on-behalf			1,149,481	2,763,620
Other state revenue	10,863,356	11,214,127	11,333,927	11,652,431
Total revenue from state sources	<u>102,947,586</u>	<u>112,902,659</u>	<u>149,798,952</u>	<u>150,464,860</u>
Revenue from federal sources:				
Direct	1,948,311	1,860,647	804,561	569,630
E-Rate				
Medicaid reimbursement				
Through the State of Alaska and other				
intermediate agencies	13,608,491	12,550,238	13,733,079	14,544,323
Total revenue from federal sources	<u>15,556,802</u>	<u>14,410,885</u>	<u>14,537,640</u>	<u>15,113,953</u>
Total revenues	<u>\$ 158,839,693</u>	<u>\$ 168,065,999</u>	<u>\$ 209,570,446</u>	<u>\$ 213,086,305</u>

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 4

Governmental Funds Revenues

Last Ten Fiscal Years

(modified accrual basis of accounting), continued

Fiscal Year					
2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
\$ 43,964,884	\$ 48,078,905	\$ 48,048,419	\$ 48,845,260	\$ 51,226,720	\$ 51,291,720
381,036	See Direct Fed.	See Direct Fed.	See Direct Fed.	See Direct Fed.	See Direct Fed.
1,449,019	1,340,169	1,401,593	1,238,418	1,143,678	1,108,593
35	988	651	373	351	1,185
3,203,579	2,050,752	1,660,026	2,113,217	7,504,075	6,635,854
<u>48,998,553</u>	<u>51,470,814</u>	<u>51,110,689</u>	<u>52,197,268</u>	<u>59,874,824</u>	<u>59,037,352</u>
123,440,655	132,987,274	139,119,165	141,276,085	143,796,099	155,076,933
421,312	441,704	459,962	466,013	476,483	496,904
		2,361,367	2,929,851		5,300,487
				2,517,299	
				2,996,786	
18,917,820	21,480,287	25,502,869	34,140,205	36,858,926	239,848,269
1,399,694	2,200,973	3,249,659	4,178,043	4,187,300	13,941,378
11,730,340	12,133,717	14,793,929	15,835,467	16,164,379	17,283,941
<u>155,909,821</u>	<u>169,243,955</u>	<u>185,486,951</u>	<u>198,825,664</u>	<u>206,997,272</u>	<u>431,947,912</u>
799,667	968,294	1,271,425	1,457,073	1,073,904	852,066
	373,968	956,307	818,873	977,158	1,222,684
	223,583	1,032,785	1,005,974	166,098	1,150,746
18,757,991	28,981,400	17,429,596	17,566,958	16,641,195	16,443,827
<u>19,557,658</u>	<u>30,547,245</u>	<u>20,690,113</u>	<u>20,848,878</u>	<u>18,858,355</u>	<u>19,669,323</u>
<u>\$ 224,466,032</u>	<u>\$ 251,262,014</u>	<u>\$ 257,287,753</u>	<u>\$ 271,871,810</u>	<u>\$ 285,730,451</u>	<u>\$ 510,654,586</u>

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT
Table 5
Governmental Funds Expenditures
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2005-06	2006-07	2007-08	2008-09	2009-10
Instruction	\$ 69,305,111	\$ 73,582,426	\$ 93,735,528	\$ 93,467,023	\$ 94,597,540
Special education instruction	19,318,141	20,231,689	25,015,559	29,173,380	31,323,282
Special education support svc. - students	7,678,486	7,190,877	10,050,221	10,627,965	11,843,123
Support services - students	5,647,454	6,081,659	7,629,676	7,715,821	7,661,246
Support services - instruction	5,978,661	7,366,001	10,440,581	10,115,314	9,715,076
School administration	5,234,750	5,433,824	7,140,082	7,399,050	7,067,298
School administration support services	5,827,946	6,227,850	7,231,522	7,851,254	8,551,391
District administration	1,466,630	827,700	1,346,179	1,414,000	1,639,174
District administration support services	7,297,020	6,245,949	7,752,816	8,160,509	8,974,745
Operations and maintenance of plant	16,392,089	15,946,695	17,898,525	19,635,802	21,069,009
Student activities	2,174,315	1,889,120	2,839,572	2,942,581	2,853,439
Student transportation service	9,372,054	10,194,656	10,417,496	11,116,394	11,860,783
Adult and continuing education instruction			9,464	12,217	
Community services					166,234
Food services	4,492,609	4,795,331	5,442,385	5,519,214	5,605,591
Capital outlay				54,507	51,860
	<u>\$ 160,185,266</u>	<u>\$ 166,013,777</u>	<u>\$ 206,949,606</u>	<u>\$ 215,205,031</u>	<u>\$ 222,979,791</u>

	Fiscal Year				
	2010-11	2011-12	2012-13	2013-14	2014-15
Instruction	\$ 100,802,148	\$ 103,499,291	\$ 111,582,158	\$ 116,008,960	\$ 240,362,437
Special education instruction	34,289,387	34,909,793	37,968,642	39,595,992	72,343,485
Special education support svc. - students	12,557,209	13,404,443	14,356,252	14,977,473	31,087,214
Support services - students	9,195,799	9,276,323	10,118,303	10,296,301	21,320,389
Support services - instruction	13,803,008	11,622,599	12,869,796	11,881,290	26,037,639
School administration	8,668,554	8,658,489	9,241,119	9,727,761	23,633,598
School administration support services	8,687,576	8,409,581	9,335,527	10,349,865	12,078,209
District administration	2,126,610	2,153,297	2,495,089	2,341,882	3,942,710
District administration support services	11,305,014	11,277,610	11,108,804	9,808,134	12,527,440
Operations and maintenance of plant	20,609,278	24,274,025	23,049,191	24,054,428	26,728,663
Student activities	3,617,914	3,817,013	4,127,607	4,289,527	7,299,072
Student transportation service	12,491,970	14,037,739	14,971,166	14,628,406	15,287,959
Adult and continuing education instruction					
Community services	112,312	71,929	28,425	24,700	25,746
Food services	5,920,471	5,923,944	6,134,367	6,310,791	6,513,662
Capital outlay	197,645	3,217,541	2,684,128	7,056,205	5,908,069
Total expenditures	<u>\$ 244,384,895</u>	<u>\$ 254,553,617</u>	<u>\$ 270,070,574</u>	<u>\$ 281,351,715</u>	<u>\$ 505,096,292</u>

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 6

Other Financing Sources and Uses and Net Change in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2005-06	2006-07	2007-08	2008-09	2009-10
Excess (deficiency) of revenues over expenditures	\$ 114,179	\$ 2,353,646	\$ 2,620,840	\$ (2,118,726)	\$ 1,486,241
Other financing sources (uses):					
Issuance of capital leases					
Transfers in	737,003	1,136,344	1,058,843	819,355	920,072
Transfers out	(1,176,452)	(570,059)	(1,058,843)	(1,503,166)	(1,211,124)
Total other financing sources (uses)	(439,449)	566,285	-	(683,811)	(291,052)
Net change in fund balances	\$ (325,270)	\$ 2,919,931	\$ 2,620,840	\$ (2,802,537)	\$ 1,195,189

	Fiscal Year				
	2010-11	2011-12	2012-13	2013-14	2014-15
Excess (deficiency) of revenues over expenditures	\$ 6,877,119	\$ 2,734,136	\$ 1,801,236	\$ 4,378,736	\$ 5,558,294
Other financing sources (uses):					
Issuance of capital leases					
Transfers in	7,797,196	6,956,916	1,306,620	3,391,608	3,692,367
Transfers out	(8,088,914)	(7,123,916)	(1,306,620)	(3,224,608)	(3,692,367)
Total other financing sources (uses)	(291,718)	(167,000)	-	167,000	-
Net change in fund balances	\$ 6,585,401	\$ 2,567,136	\$ 1,801,236	\$ 4,545,736	\$ 5,558,294

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT
As Reported by the Matanuska-Susitna Borough
Table 7
Assessed and Estimated Actual Value of Taxable Property
Last Ten Calendar Years

Fiscal Year of Assessed Value	Real Property	Personal Property	Tax Exempt Property	Total Taxable Assessed Value
2005	4,868,060,700	36,492,524	345,987,800	4,558,565,424
2006	6,736,865,300	53,688,025	1,115,573,100	5,674,980,225
2007	8,046,203,700	59,026,332	1,176,565,700	6,928,664,332
2008	8,827,752,800	61,494,174	1,231,388,492	7,657,858,482
2009	9,160,682,041	66,413,079	1,269,573,453	7,957,521,667
2010	9,289,426,297	70,605,851	1,288,187,547	8,071,844,601
2011	9,538,236,712	70,594,984	1,399,139,093	8,209,692,603
2012	9,844,733,062	71,482,452	1,532,187,448	8,384,028,066
2013	10,083,251,287	50,340,319	1,600,527,289	8,533,064,317
2014	10,350,396,337	63,442,515	1,711,599,833	8,702,239,019

Less:			
	Direct Tax Rate	Estimated Actual Taxable Value	Percentage of Actual Value
2005	11.800	4,842,404,800	94.14%
2006	10.880	6,049,408,756	93.81%
2007	9.644	7,507,998,500	92.28%
2008	9.644	8,580,916,190	89.24%
2009	10.326	8,697,868,950	91.49%
2010	9.980	8,929,096,710	90.40%
2011	9.956	9,103,817,690	90.18%
2012	10.051	9,063,680,270	92.50%
2013	9.691	9,568,003,300	89.18%
2014	9.852	10,064,353,720	86.47%

Note: Property in the Matanuska-Susitna Borough is reassessed annually at the property's true and full value as of January 1 of the tax year per MSB Code 3.15.060 (A). Tax rates are per \$1,000 of assessed value.

Source: Matanuska-Susitna Borough Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2014. This information is for the most recent fiscal year available by the publication date of the School District's CAFR.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

As Reported by Matanuska-Susitna Borough

Table 8

Principal Taxable Properties

Current Year and Nine Years Ago

Taxpayer	2014			2005		
	Taxable Assessed Valuation	Rank	Percentage of Borough's Taxable Assessed Valuation	Taxable Assessed Valuation	Rank	Percentage of Borough's Taxable Assessed Valuation
Mat-Su Valley Medical Center	\$ 102,515,900	1	1.17%	\$ 43,444,700	1	0.95%
Enstar Natural Gas	42,382,000	2	0.49	38,323,900	2	0.84
Alaska Hotel Properties, Inc.	41,309,200	3	0.47	23,025,900	5	0.51
Fred Meyer Stores, Inc.	39,408,610	4	0.45	35,734,073	3	0.78
Wal-Mart Stores, Inc.	29,114,166	5	0.32	17,857,466	7	0.39
GCI Cable/Alaska Wireless	27,961,937	6	0.31			-
Cook Inlet Region, Inc	27,222,894	7	0.31			-
Global Finance & Investments	25,777,900	8	0.30	19,117,800	10	0.29
DBC, LLC/Target	20,918,015	9	0.24			-
Alaska Pipeline Co.	16,695,700	10	0.19	29,742,500	4	0.65
Cottonwood Creek Mall LLC	-		-	14,799,100	8	0.32
Wasill LLC/Pioneer Square LLC	-		-	10,783,200	11	0.24
Home Depot USA, Inc.	-		-	13,157,855	9	0.29
Lowe's HIW Inc.	-		-	20,797,014	6	0.46
	<u>\$ 373,306,322</u>		<u>4.26%</u>	<u>\$ 166,240,544</u>		<u>5.72%</u>

Note: Includes real and personal property

Source:

Matanuska-Susitna Borough Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2014.

This information is for the most recent fiscal year available by the publication date of the School District's CAFR.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

As Reported by the Matanuska-Susitna Borough

Table 9

Direct and Overlapping Property Tax Rates

(mill levy rate per \$1000 of assessed value)

Last Ten Fiscal Years

Fiscal Year	Borough Direct Rate	Overlapping Rates							
		Service Area Number							
		Areawide Borough	Non-Areawide Borough	City of Palmer	City of Wasilla	City of Houston	2	4	7
2005	11.800	0.380	3.00	0.40	3.00	2.40	3.00	1.00	8.50
2006	10.880	0.380	3.00	0.30	3.00	2.40	3.00	1.00	8.50
2007	9.644	0.351	3.00	-	3.00	2.18	2.98	0.96	8.34
2008	9.644	0.370	3.00	-	3.00	2.35	3.05	1.02	8.48
2009	10.326	0.383	3.00	-	3.00	2.51	3.18	1.08	8.51
2010	9.980	0.429	3.00	-	3.00	2.77	3.55	1.21	8.51
2011	9.956	0.394	3.00	-	3.00	2.94	3.71	1.32	8.51
2012	10.051	0.425	3.00	-	3.00	2.94	3.96	1.32	8.22
2013	9.691	0.489	3.00	-	3.00	3.05	4.06	1.39	4.00
2014	9.852	0.520	3.00	-	3.00	3.05	4.41	1.39	4.00

Fiscal Year	Overlapping Rates								
	Service Area Number								
	9	14	15	16	17	19	20	21	23
2005	1.75	1.50	3.80	1.50	2.75	2.00	2.72	2.65	3.50
2006	1.75	1.50	3.80	1.50	2.75	2.00	2.72	2.65	3.50
2007	1.76	1.39	3.49	1.40	2.48	1.89	2.53	2.32	3.18
2008	1.82	1.44	3.83	1.47	2.54	2.08	2.66	2.41	3.36
2009	1.97	1.51	4.13	1.60	2.75	2.23	2.83	2.57	3.48
2010	2.18	1.51	4.11	1.78	2.75	2.46	3.17	2.57	3.82
2011	2.41	1.66	4.11	1.50	2.75	2.62	3.39	2.57	4.01
2012	2.58	1.66	4.11	1.50	2.75	2.51	3.62	2.57	4.29
2013	2.78	1.77	4.10	1.50	2.92	2.51	3.86	2.57	4.59
2014	2.78	1.77	4.10	1.50	2.92	2.51	3.86	2.57	4.59

Note: Fire Service Area (FSA), Road Service Areas (RSA), and Service Areas (SA) are identified by service area numbers.

The Borough Direct Rate represents a single component which is the Areawide Mill Levy Rate.

* In Fiscal Year 2010, FSA #33 and FSA #34 were combined to create FSA #136.

Source: Matanuska-Susitna Borough Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2014. This information is for the most recent fiscal year available by the publication date of the School District's CAFR.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

As Reported by the Matanuska-Susitna Borough

Table 9

Direct and Overlapping Property Tax Rates

(mill levy rate per \$1000 of assessed value)

Last Ten Fiscal Years

(continued)

Overlapping Rates								
Service Area Number								
Fiscal Year	24	25	26	27	28	29	30	31
2005	1.70	1.25	2.25	3.00	2.00	2.67	3.40	2.75
2006	1.70	1.25	2.50	3.00	2.00	2.67	3.40	2.75
2007	1.41	1.20	2.27	2.70	1.85	2.22	3.17	2.74
2008	1.51	1.25	2.43	2.76	1.89	2.38	3.28	2.86
2009	1.60	1.33	2.59	2.93	2.01	2.53	3.53	3.12
2010	1.73	1.46	2.86	3.24	2.25	2.73	3.74	3.35
2011	1.84	1.53	3.04	3.24	2.00	2.73	3.74	3.35
2012	1.84	1.61	3.23	3.24	2.00	2.73	3.97	3.68
2013	1.95	1.73	3.45	3.48	2.00	2.89	4.41	3.68
2014	1.95	1.73	3.45	3.48	2.00	2.89	4.41	3.68

Overlapping Rates									
Service Area Number									
Fiscal Year	33*	34*	35	69	130	131	132	135	136*
2005	2.00	1.50	1.00	5.00	1.50	0.00	0.70	-	3.50
2006	2.00	1.50	1.00	5.00	1.50	3.00	0.70	-	3.50
2007	1.76	1.37	0.93	4.57	1.42	2.89	0.65	-	3.13
2008	1.82	1.40	0.96	5.26	1.46	3.06	0.68	-	3.22
2009	1.94	1.49	1.02	5.79	1.56	3.07	0.73	-	3.43
2010	-	-	1.14	6.61	1.72	3.51	0.80	3.00	1.49
2011	-	-	1.21	7.33	1.83	3.47	0.84	3.00	1.56
2012	-	-	1.29	8.21	1.92	3.68	0.88	3.00	1.56
2013	-	-	1.37	9.12	1.97	4.13	0.88	2.96	1.67
2014	-	-	1.46	9.12	1.99	3.24	0.90	2.96	1.67

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

As Reported by the Matanuska-Susitna Borough

Table 10

Property Tax Levies and Collections

Last Ten Fiscal Years

Fiscal Year	Taxes Levied for the Fiscal Year	Unfunded Senior Citizens and Disabled Veterans Levy	Net Tax Levy	Collected within the Fiscal Year of the Levy	
				Amount	Percentage of Levy
2005	67,902,130	5,084,978	62,817,152	60,369,329	96.10%
2006	79,509,819	5,354,913	74,154,906	71,450,048	96.35%
2007	87,063,129	5,264,801	81,798,328	77,652,943	94.93%
2008	97,208,979	5,841,939	91,367,040	87,627,539	95.91%
2009	107,223,469	6,790,265	100,433,204	96,318,045	95.90%
2010	108,123,032	7,386,682	100,736,350	97,109,667	96.40%
2011	110,203,515	7,743,976	102,459,539	98,954,998	96.58%
2012	114,442,314	8,325,740	106,116,574	101,881,857	96.01%
2013	114,904,572	8,834,593	106,069,979	102,321,617	96.47%
2014	118,906,810	8,920,224	109,986,586	106,109,708	96.48%

Fiscal Year	Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Net Levy
2005	2,390,348	62,759,677	99.91%
2006	2,606,474	74,056,522	99.87%
2007	3,907,644	81,560,587	99.71%
2008	3,436,819	91,064,358	99.67%
2009	3,655,116	99,973,161	99.54%
2010	2,940,021	100,049,688	99.32%
2011	2,394,130	101,349,128	98.92%
2012	2,311,732	104,193,589	98.19%
2013	1,138,009	103,459,626	97.54%
2014	-	106,109,708	96.48%

Source: Matanuska-Susitna Borough Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2014. This information is for the most recent fiscal year available by the publication date of the School District's CAFR.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 11

Significant Own-Sourced Revenue
Last Ten Fiscal Years

Fiscal Year	Food Services Local Revenue	Cost of Full- Priced Meals ^a		Percentage of Students Eligible for Free or Reduced-Price Meals ^c
		Breakfast	Lunch	
2005-06	1,539,584	1.50	2.75	37.3%
2006-07	1,632,405	1.50	2.75	36.7%
2007-08	1,551,587	1.50	2.75	36.9%
2008-09	1,555,972	Free ^b	2.75	36.9%
2009-10	1,449,019	Free ^b	2.75	37.7%
2010-11	1,340,169	Free ^b	2.85	38.6%
2011-12	1,401,593	1.60	2.85	38.2%
2012-13	1,238,418	1.60	2.95	39.5%
2013-14	1,143,679	1.60	2.95	38.9%
2014-15	1,108,593	1.60	2.95	41.0%

Note:

^a The cost of full-price meals are for elementary.

^b Breakfast free to all students.

^c Cybersoft Nutrition Services Software - for all sites including non-meal program participants.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

As Reported by the Matanuska-Susitna Borough

Table 12

Outstanding Debt by Type

Last Ten Fiscal Years

Fiscal Year	Government Activities				Business-type Activities	
	General				General	
	Obligation Bonds	Certificates of Participation	Notes Payable	Capital Leases	Obligation Bonds	Notes Payable
2005	147,555,000	4,190,000	-	90,164	9,510,000	-
2006	140,350,000	3,895,000	-	68,748	9,150,000	-
2007	171,240,000	3,590,000	-	45,085	8,785,000	-
2008	162,545,000	9,020,000	294,958	18,939	8,410,000	995,155
2009	171,850,000	8,420,000	282,203	-	8,025,000	3,984,802
2010	161,695,000	7,775,000	282,993	-	7,630,000	3,951,150
2011	184,240,000	7,100,000	359,063	-	7,220,000	4,606,769
2012	262,845,000	6,390,000	347,777	-	6,665,000	4,561,767
2013	270,410,000	5,645,000	329,698	-	6,200,000	4,434,462
2014	299,455,000	13,450,000	311,347	-	5,735,000	4,346,366

Fiscal Year	Total Primary Government	Percentage of Personal Income	Per Capita
2005	161,345,164	7.61	2,300
2006	153,463,748	6.66	2,073
2007	183,660,085	7.05	2,380
2008	181,284,051	6.40	2,264
2009	192,562,005	5.84	2,334
2010	181,334,142	5.33	2,151
2011	203,525,832	5.58	2,287
2012	280,809,544	7.29%	3,062
2013	287,019,160	6.74%	3,060
2014	323,297,713	N/A	3,365

Source:

Matanuska-Susitna Borough Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2014. This information is for the most recent fiscal year available by publication date of the School District CAFR.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

As Reported by the Matanuska-Susitna Borough

Table 13

Computation of Direct and Overlapping Debt

As of 6/30/2014

Governmental Unit	Debt Outstanding	Percentage Applicable to this Governmental Unit	Share of Direct and Overlapping Debt
Education Debt	\$ 268,910,000	100%	\$ 268,910,000
Certificates of Participations-Public Safety Building	955,000	100%	955,000
Certificates of Participations-Animal Care Facility	3,910,000	100%	3,910,000
Notes Payable-AK Clean Water Fund Loans	311,347	100%	311,347
Parks & Recreation	1,970,000	100%	1,970,000
Transportation	28,575,000		28,575,000
Total	<u>\$ 304,631,347</u>		<u>\$ 304,631,347</u>
Cities within the Borough, (Palmer and Wasilla)			
General Obligation Bonds as of June 30, 2012			
Palmer Golf Course	\$ 150,000	100%	\$ 150,000
Palmer Ice Rink	860,000	100%	860,000
Wasilla Road Improvement	1,880,000	100%	1,880,000
Total	<u>\$ 2,890,000</u>		<u>\$ 2,890,000</u>
Net Direct and Overlapping Debt			<u>\$ 307,521,347</u>

Note: The laws of the State of Alaska do not establish a debt limit.

Source: Matanuska-Susitna Borough Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2014. This information is for the most recent fiscal year available by publication date of the School District CAFR.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT
As Reported by Matanuska-Susitna Borough
Table 14
Demographic and Economic Statistics
Last Ten Calendar Years

Year	(1) Population	(2) Personal Income <i>(thousands of dollars)</i>	Per Capita Income	(3) School Enrollment	(4) Unemployment Rate
2005	70,148	2,119,931	30,221	14,661	7.7%
2006	74,041	2,304,566	31,126	15,438	7.5%
2007	77,174	2,603,465	33,735	15,847	7.4%
2008	88,088	2,834,775	35,396	16,115	7.4%
2009	82,515	3,298,218	39,971	16,481	8.8%
2010	84,314	3,403,299	40,365	16,663	9.6%
2011	88,995	3,649,774	41,011	16,965	8.9%
2012	91,697	3,852,961	42,018	17,338	8.6%
2013	93,801	4,257,875	45,333	17,247	7.3%
2014	96,074	N/A	N/A	17,477	7.2%

N/A - Not available

Note:

This information is as of the most recent fiscal year available by publication date of the School District CAFR.

Source:

- 1) Alaska Department of Commerce, Community, and Economic Development
- 2) United States Department of Commerce, Bureau of Economic Analysis
- 3) Matanuska-Susitna Borough School District*
- 4) Alaska Department of Labor, Research and Analysis Division

*Note: Enrollment numbers used by the Borough may differ from those reported by the Mat-Su Borough School District due to availability of the most recent numbers and publication timing.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT
As Reported by the Matanuska-Susitna Borough
Table 15
Total Employment by Type of Employer
Current Year and Nine Years Ago

Employer Type	2014		2005	
	Employees	Rank	Employees	
Trade, Transportation, and Utilities	4,611	1	4,090	1
Education and Health Services	4,014	2	2,608	2
Local Government	3,180	3	2,457	3
Leisure and Hospitality	2,520	4	2,053	4
Construction	1,799	5	1,850	5
State Government	1,423	6	990	6
Professional and Business Services	1,243	7	912	7
Financial Activities	744	8	589	9
Other Services	749	9	572	8
Information	510	10	534	10
Federal Government	197	11	203	12
Manufacturing	207	12	218	11
Natural Resources and Mining	159	13	132	13
Unclassified Employers	44	14	8	14
Total	21,400		17,216	

Note: Beginning in 2012, according to the Alaska Department of Labor, their non-disclosure rules no longer allow them to provide employment information that relates to or identifies employers for the current or previous years. Therefore, the Mat-Su Borough's CAFR began providing total employment by type of employer for the current year and nine years ago. Figures are based on an annual average.

Source: Matanuska-Susitna Borough Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2014. This information is for the most recent fiscal year available by publication date of the School District CAFR.

Alaska Department of Labor, Research and Analysis Division

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 16

Full-Time Equivalent District Employees by Department and Type
(Operating Fund)
Last Ten Fiscal Years

	Actual as of June 30			
	2005-06	2006-07	2007-08	2008-09
Personnel by Department				
a Alternative Learning System	79.79	70.84	83.68	78.43
Board / Superintendent	10.00	9.50	11.00	10.75
Business Services	28.50	31.00	36.00	33.75
Charter Schools	41.76	41.83	41.61	43.24
District-wide	13.80	13.80	12.80	11.75
Education & Instruction	5.00	6.00	11.50	22.50
b Elementary	590.67	539.59	592.19	448.19
Federal Programs	1.20	1.20	1.20	20.35
Information Technology	28.00	26.00	28.00	30.00
Middle Schools	295.70	265.25	271.75	204.90
b Operations Maint. & Custodial	44.00	35.50	39.50	45.50
Senior High School & JR/SR	335.48	311.85	306.10	237.80
b Student Support Services	80.62	74.55	76.55	413.80
Vocational Education	13.25	13.00	41.00	48.00
Total Personnel	1,567.77	1,439.91	1,552.88	1,648.96
Personnel by Employee Type				
Board / Superintendent (s)	8.00	8.00	8.00	8.00
Management - Certified	8.85	5.85	6.85	7.00
Management - Classified	8.50	15.50	14.50	17.75
Certificated Staff	1,045.11	1,039.90	1,109.17	1,155.90
Classified Staff	497.31	370.66	414.36	460.31
Total Personnel	1,567.77	1,439.91	1,552.88	1,648.96

Notes:

School-term employees of the district work between 183 and 200 days at seven and a half hours per day. Most other district employees are based on 260 days at seven and a half to eight hours per day.

During FY12 the District implemented a new Financial Software System. This system has refined extraction of the staffing and FTE data from prior methods.

a Alternative Learning Systems (ALS) include high schools BHS, VPW, Mat-Su Day School, Mat-Su Central (a Correspondence Study School), Alaska Middle College School (a dual high school/college credit school) and Mat-Su Youth Facility.

b Custodial Staff, Support Service Aids, and Districtwide staff have been cost centered to site in FY12.

c Increase reflects burden of staffing on General Fund with the exhaustion of ARRA and SFSF funding. Consequently staffing for HS & Elementary schools have increased as the majority of teaching staff had been funded through these programs.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 16

Full-Time Equivalent District Employees by Department and Type
(Operating Fund)

Last Ten Fiscal Years, continued

Actual as of June 30					
2009-10	2010-11	2011-12 c	2012-13	2013-14	2014-15
52.44	46.70	80.05	84.83	65.83	82.42
9.75	9.75	10.75	10.75	11.75	11.88
37.25	28.50	36.00	35.00	36.75	33.75
58.60	92.13	102.56	113.75	159.47	173.73
11.00	0.00	0.00	0.50	0.49	0.49
27.75	19.30	16.24	22.79	15.25	17.43
438.93	359.09	636.50	653.99	680.25	689.75
22.09	19.00	6.50	6.10	16.10	15.10
30.00	27.00	26.00	28.00	26.68	26.68
193.25	169.00	272.50	273.54	279.18	273.13
144.90	129.85	47.25	45.75	43.25	44.25
251.60	209.10	322.43	325.58	349.56	343.47
419.77	380.80	85.47	86.97	100.42	106.36
23.75	33.50	44.00	38.75	13.50	16.00
<u>1,721.08</u>	<u>1,523.72</u>	<u>1,686.25</u>	<u>1,726.30</u>	<u>1,798.48</u>	<u>1,834.42</u>
8.00	8.00	8.00	8.00	8.00	8.00
7.00	7.00	6.00	7.00	63.85	65.65
17.75	19.00	31.50	31.75	31.50	32.99
1,112.29	993.36	1,113.00	1,130.97	1,107.73	1,133.17
576.04	496.36	527.75	548.58	587.40	594.61
<u>1,721.08</u>	<u>1,523.72</u>	<u>1,686.25</u>	<u>1,726.30</u>	<u>1,798.48</u>	<u>1,834.42</u>

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 17

Teacher Salary Information
Last Ten School Years

School Year	Entry Level Salary ^a	Maximum Teacher Salary ^b	Average Teacher Salary ^c	Percent of Teachers at Maximum on Column(s) ^d
2005-06	37,523	68,809	53,801	39%
2006-07	38,273	70,185	54,344	37%
2007-08	39,039	71,589	56,313	34%
2008-09	40,600	74,453	59,832	40%
2009-10	42,583	78,089	62,114	27%
2010-11	43,328	79,455	63,574	34%
2011-12	44,195	81,044	64,265	35%
2012-13	45,079	84,645	67,333	40%
2013-14	45,079	84,645	67,924	46%
2014-15	45,642	85,704	68,665	44%

Notes:

- ^a Entry level salary represents a teacher with a bachelor degree and no experience.
- ^b Maximum salary represents a teacher with a masters degree, plus forty-five additional credits and at least 13 years of teaching experience.
- ^c Average teacher salary is based on a scattergram of contracted certificated salaries for that school year.
- ^d The teacher salary schedule has eight columns:
 1. Bachelor
 2. Bachelor plus 15 credits
 3. Bachelor plus 30 credits
 4. Bachelor plus 45 credits or Masters
 5. Bachelor plus 60 or Masters plus 15 credits
 6. Masters plus 30 credits
 7. Masters plus 45 credits
 8. Doctorate

The percent of teacher FTE at maximum in each column is percentage of total teacher FTE.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 18

Percentage of Students Eligible for Free and Reduced Meals by School
Last Seven Fiscal Years

	FISCAL YEAR						
	2008-09 a	2009-10	2010-11 b	2011-12	2012-13	2013-14	2014-15
SCHOOL SITE LOCATIONS (Percentage in site number order)							
001 Palmer High	26.13	26.86	29.15	30.97	29.91	53.61	30.49
002 Su-Valley JR/SR High	53.57	61.49	60.45	45.31	51.92	57.14	49.35
003 Wasilla High	31.86	34.74	36.45	24.56	34.36	32.51	39.06
005 Colony High	19.05	22.00	22.95	20.29	20.54	22.10	26.56
006 Burchell High School	64.86	76.43	73.94	25.86	68.25	58.72	56.82
007 Houston High	47.96	49.67	54.70	50.47	54.17	41.63	59.73
008 Mid Valley Jr/Sr High School	58.38	60.00	0.00	0.00	0.00	0.00	0.00
010 Palmer Middle	39.30	38.50	39.18	46.76	44.07	29.70	42.20
011 Wasilla Middle	42.00	45.66	44.98	40.60	44.20	42.82	50.07
012 Colony Middle	27.53	26.36	28.44	34.63	28.28	29.13	31.28
013 Teeland Middle	30.63	32.78	35.53	32.97	33.71	35.46	37.36
014 Houston Middle	62.20	61.96	65.42	52.32	54.05	50.13	62.94
030 Big Lake Elementary	62.46	65.75	64.62	50.80	65.39	60.22	48.12
031 Glacier View School	24.24	36.84	42.86	42.40	38.10	19.71	44.44
032 Iditarod Elementary	50.47	53.28	55.08	54.82	62.32	58.06	62.95
033 Sherrod Elementary	39.12	41.46	36.94	43.21	36.40	38.65	45.34
034 Swanson Elementary	35.47	40.29	36.79	41.86	42.28	43.64	46.71
035 Talkeetna Elementary	50.59	52.69	44.90	50.62	41.94	39.64	54.29
036 Trapper Creek Elementary	78.95	88.89	86.21	70.94	77.78	66.67	66.67
038 Willow Elementary	60.40	61.79	59.12	48.08	59.69	48.80	49.24
039 Snowshoe Elementary	41.03	37.14	36.63	42.52	36.19	33.75	48.17
041 Butte Elementary	44.44	48.00	50.65	49.19	51.59	37.76	48.37
042 Sutton Elementary	52.94	67.14	71.19	67.49	68.29	48.85	58.11
043 Cottonwood Creek Elementary	31.16	33.64	31.12	38.66	30.32	34.34	36.90
044 Tanaina Elementary	43.73	46.46	50.12	48.39	54.19	49.01	48.73
045 Pioneer Peak Elementary	30.56	25.71	27.53	37.38	26.56	39.08	29.60
046 Larson Elementary	31.27	36.80	41.99	40.06	37.44	44.17	40.21
047 Finger Lake Elementary	31.08	33.14	38.81	37.49	39.66	37.27	39.38
048 Goosebay Elementary	42.42	46.71	50.31	42.30	44.56	56.10	48.43
050 Shaw Elementary	38.37	44.91	46.00	50.03	41.24	29.17	47.14
051 Meadow Lakes Elementary	54.74	54.72	55.23	48.52	50.00	27.44	55.33
052 Knik Elementary	46.21	46.25	49.38	52.81	46.91	59.45	52.26
053 Machetanz Elementary	28.24	34.15	27.09	32.55	21.62	48.47	21.23
071 Valley Pathways School	-	43.41	48.39	12.57	40.91	41.81	52.38
073 Mat-Su Career & Tech High School	-	30.00	31.23	21.71	27.40	42.16	26.63
Average of All Sites	<u>36.90%</u>	<u>37.74%</u>	<u>38.56%</u>	<u>38.19%</u>	<u>39.50%</u>	<u>39.98%</u>	<u>40.02%</u>

Notes:

^a Information became available with implementation of Cybersoft Software for Food Services in FY09.

Prior to FY09 the district's legacy system did not have the capability to provide the information.

^b Presenting the above information has relevancy for grant application purposes and the ongoing analysis with the Department of Instruction regarding impact of socio-economic status on student achievement.

Studies have shown an extremely high correlation between socio-economic status and student performance.

Source:

Information taken from Food Services Cybersoft Software. Even though the data was available for only five years, we felt it prudent to present the information for the reasons stated above and for future reference.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 19
Operating Statistics
Last Ten Fiscal Years

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Employer's Contribution to PERS / TRS	State of Alaska's Contribution to PERS/TRS on Behalf of the School District
2005-06	15,438	160,185,266	10,376	10.01%	16,619,594	-
2006-07	15,847	166,013,777	10,476	0.97%	19,818,103	-
2007-08	16,115	206,949,606	12,842	22.58%	12,778,570	28,818,416
2008-09	16,481	215,205,031	13,058	1.68%	13,042,697	25,172,264
2009-10	16,663	222,979,791	13,382	2.48%	15,612,940	20,317,514
2010-11	16,965	244,384,895	14,406	7.65%	16,621,565	23,681,260
2011-12	17,338	254,553,617	14,682	1.92%	16,410,501	28,752,528
2012-13	17,247	270,070,574	15,659	6.65%	16,410,502	38,318,248
2013-14	17,477	281,351,715	16,098	2.81%	17,489,763	41,046,226
2014-15	17,757	505,096,292	28,445	76.69%	18,270,165	253,789,647

- Notes:**
- a Operating expenditures are total expenditures in governmental funds.
 - b Each year the Matanuska-Susitna Borough School District reports the average number of students enrolled in elementary, middle, and high school classes. Average class size beginning FY13 reflects the number of students enrolled in all classes throughout the district except correspondence study. FY06-FY09 calculations are as above and do not include self-contained special education classes.
 - c Eligible student for free and reduced lunch provided by Cybersoft Nutrition Services software. Information for all sites, including non-meal program participants.

Source: Enrollment and average class size information is taken from the MSBSD 20 Year Enrollment History in Budget Department archives through FY15. Average class size is taken from the SchoolMax Student Info System processed by IT Department for Instruction Dept.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 19
 Operating Statistics
 Last Ten Fiscal Years, continued

Total Cost of Contribution to PERS/TRS Per Pupil	Percentage Change	Average Class Size ^b			Percentage of Students Eligible for Free or Reduced-Price Meals ^c
		Elementary Schools	Middle Schools	Senior High Schools	
1,077	94.39%	23.5	23.0	24.0	37.3%
1,251	16.17%	23.5	23.0	24.0	36.7%
2,581	106.40%	23.5	21.6	24.1	36.9%
2,319	-10.17%	23.5	21.6	23.4	36.9%
2,156	-7.01%	21.9	24.1	23.2	37.7%
2,376	10.18%	22.4	26.5	28.1	38.6%
2,605	9.65%	24.3	26.5	28.1	38.2%
3,173	21.82%	22.0	24.8	22.0	39.5%
3,349	5.55%	23.5	25.6	23.8	40.0%
15,321	357.44%	23.5	25.6	28.7	41.0%

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 20

Comparative Results from College Entrance Exams
Last Ten School Years

School Year	American College Test (ACT)			Scholastic Assessment Test (SAT) ^a		
	Mat-Su	Alaska	Nation	Mat-Su	Alaska	Nation
2005-06	23.2	21.1	21.1	1,540	1,527	1,518
2006-07	23.5	21.2	21.2	1,537	1,527	1,511
2007-08	23.5	21.2	21.1	1,521	1,511	1,511
2008-09	22.4	21.0	21.1	1,524	1,528	1,509
2009-10	22.6	21.1	21.0	1,526	1,518	1,509
2010-11	20.9	21.2	21.1	1,519	1,513	1,500
2011-12	22.5	21.2	21.1	1,527	1,504	1,498
2012-13	23.8	21.1	20.9	1,536	1,495	1,498
2013-14	22.3	21.0	21.0	1,509	1,485	1,497
2014-15	22.3	21.1	21.0	1,503	1,494	1,490

Notes: ^a Prior to 2005-06, the SAT test was comprised of reading and math components. In 2006-07, a writing component was added.

Source: Results of the American College Test (ACT) are comprised of all grade level students who tested that year. Scores reflect average composite score. The composite score is the average of the four individual required test scores. Alaska and National SAT scores was provided by The College Board online at <http://www.act.org/newsroom/data/2015/pdf/profile/Alaska.pdf> <http://research.collegeboard.org/programs/sat/data/cb-seniors-2015>

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 21
Enrollment by School
For the Fiscal Year ended June 30, 2015

	Per DEED Report	
	Average Daily Membership	Official Enrollment Count
Elementary Schools		
Beryozava	19	19
Big Lake	468	468
Butte	305	305
Cottonwood Creek	467	467
Finger Lake	263	263
Fred & Sara Machetanz Elementary	423	423
Glacier View	28	28
Goose Bay	465	465
Knik	459	459
Iditarod	312	312
John Shaw Elementary	406	406
Larson	378	378
Meadow Lakes	440	440
Pioneer Peak	389	389
Sherrrod	455	455
Snowshoe	399	399
Sutton	51	51
Swanson	421	420
Talkeetna	88	88
Tanaina	453	453
Trapper Creek	32	32
Willow	136	136
Secondary Schools		
Alaska Middle College School	93	93
Burchell Alternative High School	291	287
Colony High School	1,121	1,120
Colony Middle School	665	665
Houston High School	387	387
Houston Middle School	327	327
Mat-Su Career & Tech High School	457	457
Palmer High School	762	762
Palmer Middle School	590	590
Su-Valley High School	177	177
Teeland Middle School	724	724
Valley Pathways Alternative	196	196
Wasilla High School	1,159	1,159
Wasilla Middle School	719	719
Charter Schools		
Academy Charter	234	234
American Charter	188	188
Birchtree Charter	364	364
Fronteras Charter	247	247
Midnight Sun Family Learning Center	192	192
Twindly Bridge Charter	317	317
Other Schools		
Correspondence Study School	1,619	1,614
Headstart	-	-
Mat-Su Day School	68	68
Mat-Su Youth Facility	15	15
Total	17,768	17,757

Source:

State of Alaska - Department of Education & EED
State of AK average daily membership final report

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 22

Enrollment History by Grade Level
Last Ten Fiscal Years

Fiscal Year	PK	KG	1	2	3	4	5	Total Elem	6	7	8
2005-06	62	1,152	1,083	1,056	1,091	1,091	1,176	6,710	1,255	1,197	1,278
2006-07	108	1,129	1,180	1,137	1,131	1,159	1,153	6,997	1,249	1,306	1,221
2007-08	70	1,131	1,197	1,223	1,155	1,172	1,182	7,130	1,216	1,284	1,303
2008-09	119	1,175	1,192	1,250	1,262	1,197	1,196	7,391	1,222	1,254	1,327
2009-10	91	1,294	1,206	1,217	1,255	1,292	1,234	7,590	1,209	1,260	1,255
2010-11	110	1,187	1,328	1,217	1,267	1,258	1,318	7,686	1,318	1,268	1,309
2011-12	119	1,413	1,305	1,327	1,257	1,270	1,294	7,984	1,357	1,292	1,273
2012-13	116	1,334	1,405	1,350	1,351	1,239	1293.33	8,087	1,304	1,382	1,292
2013-14	113	1,323	1,383	1,430	1,374	1,358	1,261	8,242	1,298	1,297	1,379
2014-15	94	1,348	1,380	1,417	1,458	1,410	1,408	8,516	1,267	1,335	1,320
Projected Enrollment											
2015-16	110	1,355	1,386	1,404	1,449	1,467	1,452	8,623	1,437	1,266	1,334

Source:

State of Alaska - Department of Education & EED
Average daily membership final report for the fiscal year reporting

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 22

Enrollment History by Grade Level
Last Ten Fiscal Years, continued

Total JR	9	10	11	12	Total SR	Grand Total	Change	Percentage Change
3,730	1,381	1,373	1,252	992	4,998	15,438	778	5.7%
3,776	1,425	1,321	1,211	1,117	5,074	15,847	410	2.7%
3,803	1,282	1,311	1,562	1,027	5,182	16,115	269	1.7%
3,803	1,336	1,260	1,546	1,135	5,277	16,481	367	2.3%
3,724	1,360	1,342	1,524	1,112	5,339	16,663	183	1.2%
3,895	1,329	1,320	1,602	1,133	5,383	16,965	302	1.9%
3,923	1,289	1,335	1,357	1,450	5,431	17,338	374	2.3%
3,978	1,281	1,262	1,277	1,363	5,183	17,247	(89)	-0.5%
3,975	1,299	1,274	1,272	1,414	5,260	17,477	230	1.4%
3,922	1,386	1,312	1,269	1,353	5,319	17,757	281	1.6%
4,037	1,318	1,428	1,307	1,385	5,438	18,098	341	1.9%

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 23

School Building Information

Last Ten Fiscal Years

<u>Type of School</u>	Fiscal Year			
	2005-06	2006-07	2007-08	2008-09
Elementary				
Beryozava				
^a Square Feet	1,920	1,920	1,920	1,920
Capacity	50	50	50	50
Enrollment	12	16	16	19
Big Lake Elementary				
Square Feet	57,240	57,240	57,240	57,240
Capacity	515	515	515	515
Enrollment	337	359	362	402
Butte Elementary				
Square Feet	49,550	49,550	49,550	49,550
Capacity	437	437	437	437
Enrollment	295	285	305	312
Cottonwood Creek Elementary				
Square Feet	49,550	49,550	49,550	49,550
Capacity	437	437	437	437
Enrollment	433	484	474	486
Finger Lake Elementary				
Square Feet	53,457	53,457	53,457	53,457
Capacity	444	444	444	444
Enrollment	471	430	392	423
Glacier View School				
Square Feet	20,343	20,343	20,343	20,343
Capacity	71	71	71	71
Enrollment	50	49	44	43
Goose Bay Elementary				
Square Feet	53,457	53,457	53,457	53,457
Capacity	444	444	444	444
Enrollment	524	608	395	423
Iditarod Elementary				
Square Feet	45,902	45,902	45,902	45,902
Capacity	409	409	409	409
Enrollment	454	424	437	458

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 23

School Building Information
Last Ten Fiscal Years, continued

Fiscal Year					
2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
1,920	1,920	1,920	1,920	1,920	1,920
50	50	50	50	50	50
21	20	20	22	17	19
57,240	57,240	57,240	57,240	57,240	57,240
515	515	515	515	515	515
369	391	412	417	429	468
49,550	49,550	49,550	49,550	49,550	49,550
437	437	437	437	437	437
312	300	297	284	287	305
51,470	51,470	51,470	49,550	49,550	49,550
480	480	480	480	480	480
405	406	373	429	446	467
54,417	54,417	54,417	53,457	53,457	53,457
465	465	465	465	465	465
344	318	306	294	296	263
20,343	20,343	20,343	20,343	20,343	20,343
71	71	71	71	71	71
36	42	38	43	39	28
54,417	54,417	54,417	53,457	53,457	53,457
465	465	465	465	465	465
432	469	464	469	480	465
62,598	62,598	62,598	45,902	45,902	45,902
509	509	509	509	509	509
362	340	354	364	337	312

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 23

School Building Information

Last Ten Fiscal Years

<u>Type of School</u>	Fiscal Year			
	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>
Continued				
Knik Elementary				
Square Feet		School	51,533	51,533
Capacity		Opened	443	443
Enrollment		7.1.07	384	395
Larson Elementary				
Square Feet	54,378	54,378	54,378	54,378
Capacity	488	488	488	488
Enrollment	494	373	380	290
Machetanz Elementary				
Square Feet				School
Capacity				Opened
Enrollment				7.1.09
Meadow Lakes Elementary				
Square Feet	54,378	54,378	54,378	54,378
Capacity	488	488	488	488
Enrollment	410	407	376	424
Pioneer Peak Elementary				
Square Feet	48,944	48,944	48,944	48,944
Capacity	437	437	437	437
Enrollment	409	425	426	411
Shaw Elementary				
Square Feet	School	54,300	54,300	54,300
Capacity	Opened	468	468	468
Enrollment	7.01.06	319	358	383
Sherrod Elementary				
Square Feet	54,700	54,700	54,700	54,700
Capacity	488	488	488	488
Enrollment	445	416	402	407
Snowshoe Elementary				
Square Feet	49,550	49,550	49,550	49,550
Capacity	437	437	437	437
Enrollment	419	484	383	378

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT
 Table 23
 School Building Information
 Last Ten Fiscal Years, continued

Fiscal Year					
2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
55,338	55,338	55,338	51,533	51,533	51,533
460	460	460	460	460	460
405	408	400	403	439	459
54,378	54,378	54,378	54,378	54,378	54,378
488	488	488	488	488	488
344	357	391	385	385	378
53,519	53,519	53,519	52,000	52,000	52,000
450	450	450	450	450	450
308	348	452	405	407	423
56,298	56,298	56,298	54,378	54,378	54,378
500	500	500	500	500	500
460	452	410	400	412	440
49,550	49,550	49,550	48,944	48,944	48,944
450	450	450	450	450	450
376	336	353	360	398	389
54,378	54,378	54,378	54,300	54,300	54,300
468	468	468	468	468	468
364	380	366	418	393	406
54,378	54,378	54,378	54,700	54,700	54,700
468	468	468	468	468	468
424	457	448	452	439	455
50,510	50,510	50,510	49,550	49,550	49,550
460	460	460	460	460	460
372	387	380	380	382	399

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 23

School Building Information

Last Ten Fiscal Years

<u>Type of School</u>	Fiscal Year			
	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>
<u>Continued</u>				
<u>Sutton Elementary</u>				
Square Feet	25,414	25,414	25,414	25,414
Capacity	192	192	192	192
Enrollment	79	79	62	66
<u>Swanson Elementary</u>				
Square Feet	51,335	51,335	51,335	51,335
Capacity	447	447	447	447
Enrollment	428	446	451	430
<u>Talkeetna Elementary</u>				
Square Feet	28,125	28,125	28,125	28,125
Capacity	200	200	200	200
Enrollment	94	96	98	96
<u>Tanaina Elementary</u>				
Square Feet	53,457	53,457	53,457	53,457
Capacity	444	444	444	444
Enrollment	490	398	371	332
<u>Trapper Creek Elementary</u>				
Square Feet	16,080	16,080	16,080	16,080
Capacity	99	99	99	99
Enrollment	21	23	19	21
<u>Willow Elementary</u>				
Square Feet	33,797	33,797	33,797	33,797
Capacity	282	282	282	282
Enrollment	137	142	124	119
<u>Middle School</u>				
<u>Colony Middle School</u>				
Square Feet	120,000	120,000	120,000	120,000
Capacity	760	760	760	760
Enrollment	693	701	721	665
<u>Houston Middle School</u>				
Square Feet	93,152	93,152	93,152	93,152
Capacity	580	580	580	580
Enrollment	345	352	353	341

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 23

School Building Information
Last Ten Fiscal Years, continued

Fiscal Year					
2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
25,414	25,414	25,414	25,414	25,414	25,414
192	192	192	192	192	192
72	61	58	42	38	51
51,095	51,095	51,095	51,335	51,335	51,335
447	447	447	447	447	447
440	439	455	443	426	420
28,595	28,595	28,595	28,125	28,125	28,125
200	200	200	200	200	200
90	111	92	76	89	88
53,457	53,457	53,457	53,457	53,457	53,457
444	444	444	444	444	444
401	402	395	408	426	453
16,080	16,080	16,080	16,080	16,080	16,080
99	99	99	99	99	99
23	22	35	35	31	32
33,797	33,797	33,797	33,797	33,797	33,797
282	282	282	282	282	282
129	131	135	124	114	136
120,000	120,000	120,000	120,000	120,000	120,000
760	760	760	760	760	760
646	627	633	636	651	665
93,152	93,152	93,152	93,152	93,152	93,152
580	580	580	580	580	580
323	343	403	372	390	327

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 23

School Building Information

Last Ten Fiscal Years

<u>Type of School</u>	Fiscal Year			
	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>
<u>Continued</u>				
<u>Palmer Middle School</u>				
Square Feet	128,452	128,452	128,452	128,452
Capacity	815	815	815	815
Enrollment	712	643	667	632
<u>Teeland Middle School</u>				
Square Feet	135,000	135,000	135,000	135,000
Capacity	855	855	855	855
Enrollment	645	606	670	698
<u>Wasilla Middle School</u>				
Square Feet	124,809	124,809	124,809	124,809
Capacity	825	825	825	825
Enrollment	747	837	800	799
<u>Secondary</u>				
<u>Colony High School</u>				
Square Feet	194,000	194,000	194,000	194,000
Capacity	760	760	760	760
Enrollment	1,142	1,168	1,152	1,189
<u>Houston High School</u>				
Square Feet	88,240	88,240	88,240	88,240
Capacity	546	546	546	546
Enrollment	469	443	430	414
<u>Mat-Su Career & Technical High School</u>				
Square Feet		School	75,400	75,400
Capacity		Opened	428	428
Enrollment		7.1.07	258	346
<u>Palmer High School</u>				
Square Feet	196,606	196,606	196,606	196,606
Capacity	1,191	1,191	1,191	1,191
Enrollment	906	965	893	899
<u>Su-Valley Jr/Sr High School</u>				
Square Feet	48,910	48,910	7,680	7,680
Capacity	209	209	223	223
Enrollment	199	194	176	180

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 23

School Building Information
Last Ten Fiscal Years, continued

Fiscal Year					
2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
128,452	128,452	128,452	128,452	128,452	128,452
815	815	815	815	815	815
597	569	634	602	641	590
134,539	134,539	134,539	135,000	135,000	135,000
855	855	855	855	855	855
724	716	675	713	697	724
136,518	136,518	136,518	124,809	124,809	124,809
900	900	900	900	900	900
809	838	824	826	798	719
194,960	194,960	194,960	194,000	194,000	194,000
800	800	800	800	800	800
1,238	1,188	1,178	1,094	1,102	1,120
88,240	88,240	88,240	88,240	88,240	88,240
546	546	546	546	546	546
404	387	409	389	376	387
81,025	81,025	81,025	75,400	75,400	75,400
440	440	440	440	440	440
406	416	423	436	423	457
196,606	196,606	196,606	196,606	196,606	196,606
1,191	1,191	1,191	1,191	1,191	1,191
794	763	797	764	785	762
50,578	50,578	50,578	50,578	50,578	50,578
450	450	450	450	450	450
164	190	174	164	165	177

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 23

School Building Information
Last Ten Fiscal Years

<u>Type of School</u>	Fiscal Year			
	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>
Continued				
Wasilla High School				
Square Feet	200,326	200,326	200,326	200,326
Capacity	1,166	1,166	1,166	1,166
Enrollment	1,273	1,325	1,212	1,253
Burchell Alternative High School				
Square Feet	33,794	33,794	33,794	33,794
Capacity	252	252	252	252
Enrollment	252	258	217	221
Valley Pathways Alternative High School				
Square Feet	6,629	6,629	6,629	6,629
Capacity	210	210	210	210
Enrollment	212	209	209	206
Charter Schools				
Academy Charter				
Square Feet	3,680	20,734	20,734	20,734
Capacity	117	178	178	178
Enrollment	229	228	227	229
American Charter (Formerly MV)				
^a Square Feet	9,000	9,000	9,000	9,000
Capacity	130	130	130	130
Enrollment	204	200	208	194
Birchtree Charter				
^a Square Feet				
Capacity				
Enrollment				
Fronteras Charter				
^a Square Feet			School	14,663
Capacity			Opened	175
Enrollment			7.1.08	187
Midnight Sun Family Learning Center				
^a Square Feet	19,216	19,216	19,216	19,216
Capacity	188	188	188	188
Enrollment	169	163	164	165

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 23

School Building Information
Last Ten Fiscal Years, continued

	Fiscal Year					
	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
	211,246	211,246	211,246	200,326	200,326	200,326
	1,260	1,260	1,260	1,260	1,260	1,260
	1,276	1,235	1,279	1,236	1,202	1,159
	37,482	37,482	37,482	33,794	33,794	33,794
	260	260	260	260	260	260
	228	277	259	180	265	287
	11,520	11,520	11,520	11,520	47,792	47,792
	250	250	250	250	250	250
	203	215	180	162	170	196
	28,414	28,414	28,414	33,880	50,934	50,934
	250	250	250	250	250	250
	227	231	231	237	236	234
	6,400	6,400	6,400	6,400	6,400	6,400
	130	130	130	130	130	130
	193	198	212	188	191	188
School	21,000	31,400	35,000	35,000	35,000	35,000
Opened	243	295	295	295	295	295
7.01.10	219	289	308	329	364	
	17,250	17,250	17,250	17,250	17,250	17,250
	225	225	225	225	225	225
	203	221	214	220	231	247
	17,956	17,956	17,956	19,216	19,216	19,216
	188	188	188	188	188	188
	163	165	164	167	164	192

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 23

School Building Information
Last Ten Fiscal Years

<u>Type of School</u>	Fiscal Year			
	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>
Continued				
Twindly Bridge Charter				
^a Square Feet	4,000	4,000	7,294	7,294
Capacity	100	100	100	100
Enrollment	160	224	281	290
Other MSBSD Schools				
Alaska Middle College School				
^a Square Feet				
Capacity				
Enrollment				
Mat-Su Day School				
Square Feet		School	2,880	2,880
Capacity		Opened	100	100
Enrollment		7.1.07	19	38
Mat-Su Central School (Formerly Correspondence Study School)				
^a Square Feet	7,200	7,200	7,200	7,200
Capacity	150	150	150	150
Enrollment	1,067	1,044	1,182	1,193
Mat-Su Youth Facility				
^a Square Feet	N/A	N/A	N/A	N/A
Capacity	15	15	15	15
Enrollment	7	15	15	5
TOTAL ENROLLMENT	15,438	15,847	16,115	16,481

Notes:

^a Indicates a use of facility not owned by MSBSD.

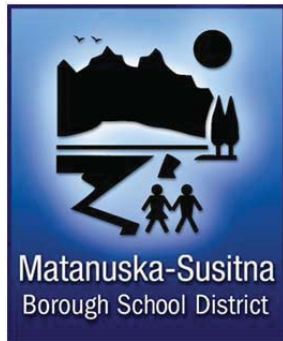
Source: School District Operations & Maintenance Department.

MATANUSKA-SUSITNA BOROUGH SCHOOL DISTRICT

Table 23

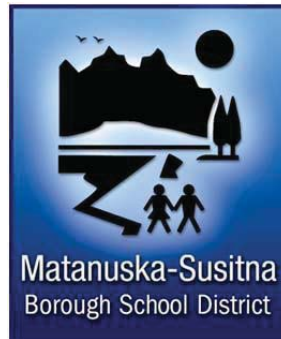
School Building Information
Last Ten Fiscal Years, continued

Fiscal Year					
2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
7,294	7,294	7,294	7,294	7,294	7,294
100	100	100	100	100	100
279	308	298	292	262	317
		School Opened 7.1.12	100 37	100 82	100 93
4,800	4,800	4,800	4,800	21,500	21,500
100	100	100	100	100	100
41	51	57	65	77	68
8,118	18,421	18,421	18,500	18,500	18,500
150	150	289	289	289	289
1,243	1,220	1,359	1,490	1,512	1,614
N/A	N/A	N/A	N/A	N/A	N/A
15	15	15	15	15	15
5	9	11	15	15	15
16,663	16,965	17,338	17,247	17,477	17,757

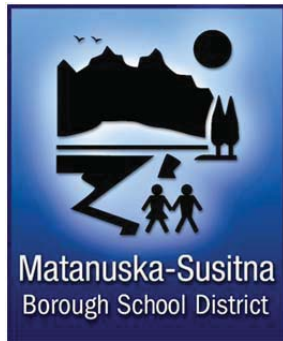


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Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Members of the School Board
Matanuska-Susitna Borough School District
Palmer, Alaska

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Matanuska-Susitna Borough School District, a component unit of the Matanuska-Susitna Borough, Alaska, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Matanuska-Susitna Borough School District's basic financial statements, and have issued our report thereon dated December 22, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Matanuska-Susitna Borough School District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Matanuska-Susitna Borough School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Matanuska-Susitna Borough School District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Matanuska-Susitna Borough School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BDO USA, LLP

Anchorage, Alaska
December 22, 2015



Tel: 907-278-8878
Fax: 907-278-5779
www.bdo.com

3601 C Street, Suite 600
Anchorage, AK 99503

Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

Members of the School Board
Matanuska-Susitna Borough School District
Palmer, Alaska

Report on Compliance for Each Major Federal Program

We have audited Matanuska-Susitna Borough School District's compliance with the types of compliance requirements described in the *OMB Circular Compliance Supplement* that could have a direct and material effect on each of Matanuska-Susitna Borough School District's major federal programs for the year ended June 30, 2015. Matanuska-Susitna Borough School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Matanuska-Susitna Borough School District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Matanuska-Susitna Borough School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Matanuska-Susitna Borough School District's compliance.

Opinion on Each Major Federal Program

In our opinion, Matanuska-Susitna Borough School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of Matanuska-Susitna Borough School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Matanuska-Susitna Borough School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Matanuska-Susitna Borough School District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A133

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Matanuska-Susitna Borough School District as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Matanuska-Susitna School District's basic financial statements. We issued our report thereon dated December 22, 2015, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

BDO USA, LLP

Anchorage, Alaska
December 22, 2015

Matanuska-Susitna Borough School District

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2015

Federal Grant Title	Grant Number	Catalog of Federal Domestic Assistance Number	Total Grant Award	Federal Expen- ditures
U.S. Department of Agriculture				
Passed through the State of Alaska,				
Department of Education and Early Development -				
Child Nutrition Cluster:				
National School Breakfast Program	MA 15.033.01	10.553	\$ 1,001,419	\$ 1,001,419
National School Lunch Program	MA 15.033.01	10.555	3,335,922	<u>3,341,162</u>
Total Child Nutrition Cluster				<u>4,342,581</u>
Fresh Fruit & Vegetable Program	FF 15.033.02	10.582	78,756	<u>71,037</u>
Child and Adult Care Food Program	MA 14.033.02	10.558	69,360	<u>68,790</u>
Commodity Supplemental Food Program:				
Passed through the State of Alaska,				
Donated Produce	2015	10.565	234,312	234,312
Direct - Donated Produce	2015	10.565	106,678	<u>106,678</u>
Total Commodity Supplemental Food Program				<u>340,990</u>
Total U.S. Department of Agriculture				<u>4,823,398</u>
U.S. Department of Education				
Passed through the State of Alaska,				
Department of Education and Early Development:				
Title I Part A Cluster:				
Title I-A Consolidated Administration	IP 15.033.01	84.010	908,043	769,187
Title 1-A Basic	IP 15.033.01	84.010	3,232,836	3,000,323
Title I-A 1% Parent Involvement	IP 15.033.01	84.010	47,668	45,373
Title I-A Summer	IP 15.033.01	84.010	63,967	63,967
Title I School Improvement	CA 15.033.01	84.010	34,243	<u>20,027</u>
Total for CFDA 84.010 Title I Grants to Local Educational Agencies				<u>3,898,877</u>

Matanuska-Susitna Borough School District
Schedule of Expenditures of Federal Awards, continued
Year Ended June 30, 2015

Federal Grant Title	Grant Number	Catalog of Federal Domestic Assistance Number	Total Grant Award	Federal Expen- ditures
U.S. Department of Education, continued				
Passed through the State of Alaska,				
Department of Education and Early Development, continued:				
Migrant Education State Grant Program:				
Title I-C Migrant Education Parent Advisory Council	MP 15.033.02	84.011	500	70
Title I-C Migrant Education	IP 15.033.01	84.011	240,429	237,691
Title I-C Consolidated Administration	IP 15.033.01	84.011	65,278	55,295
Migrant Education Book	MB 15.033.01	84.011	12,000	<u>12,944</u>
Total for CFDA 84.011 Migrant Education State Grant Program				<u>306,000</u>
Delinquent Children and Youth Program:				
Neglected and Delinquent Children and Youth - Title I-D	IP 15.033.01	84.013	44,962	29,608
Title I-D Consolidated Administration	IP 15.033.01	84.013	12,207	<u>10,341</u>
Total for CFDA 84.013 Delinquent Children and Youth Gran Program				<u>39,949</u>
Special Education Cluster (IDEA):				
Special Education Grants to States:				
IDEA Part B Title VI-B	SE 15.033.01	84.027	5,070,522	4,089,034
CEIS - IDEA Part B Title VI-B	SE 15.033.01	84.027	284,742	<u>282,373</u>
Total for CFDA 84.027 Special Education Grants to States				<u>4,371,407</u>
Special Education Preschool Grants	SE 15.033.01	84.173	93,084	<u>81,586</u>
Total Special Education Cluster (IDEA)				<u>4,452,993</u>
Career and Technical Education - Carl Perkins Basic	EK 15.033.01	84.048	440,979	<u>432,854</u>
Education for Homeless Children and Youth - McKinney-Vento Homeless	FR 15.033.01	84.196	45,000	<u>41,693</u>
Twenty-First Century Community Learning Centers - Alaska	AC 15.033.01	84.287	552,000	<u>523,671</u>
Math and Science Partnership	PM 15.033.01	84.366	445,589	<u>382,069</u>
Improving Teacher Quality State Grants:				
Title II-A Teacher & Principal Training and Recruitment	IP 15.033.01	84.367	1,006,019	859,279
Title II-A Consolidated Administration	IP 15.033.01	84.367	340,819	<u>231,371</u>
Total for CFDA 84.367 Improving Teacher Quality State Grants				<u>1,090,650</u>

Matanuska-Susitna Borough School District
Schedule of Expenditures of Federal Awards, continued
Year Ended June 30, 2015

Federal Grant Title	Grant Number	Catalog of Federal Domestic Assistance Number	Total Grant Award	Federal Expen- ditures
U.S. Department of Education, continued				
Alaska Native Education Program:				
Direct programs:				
Enanuaq Program	S356A110051	84.356	321,389	266,152
Passed through Knik Tribal Council, Duch'deldih Partnership	KTF19947	84.356	550,000	<u>130,843</u>
Total for CFDA 84.356 Alaska Native Education Program				<u>396,995</u>
Direct programs:				
Indian Education:				
Indian Education Carryover	S060A090070	84.060	208	127
Indian Education	S060A090070	84.060	482,632	<u>479,109</u>
Total for CFDA 84.060 Indian Education				<u>479,236</u>
Passed through the University of Alaska - Fairbanks, Investing in Innovation - UAF Urban Growth	U411B110072	84.411	984,961	<u>309,336</u>
English Language Acquisition State Grants:				
Passed through the State of Alaska, Department of Education and Early Development -				
Title III-A English Language Acquisition	IP 15.033.01	84.365	63,414	47,270
Title III-A Consolidated Administration	IP 15.033.01	84.365	17,217	<u>14,584</u>
Total for CFDA 84.365 English Language Acquisition Program				<u>61,854</u>
Total U.S. Department of Education				<u>12,416,177</u>
U.S. Department of Health and Human Services				
Passed through the State of Alaska, Department of Education and Early Development -				
Project Aware	AW 15.033.01	93.243	309,709	<u>17,611</u>
Total Expenditures of Federal Awards				<u>\$ 17,257,186</u>

Matanuska-Susitna Borough School District

Note to Schedule of Expenditures of Federal Awards Year Ended June 30, 2015

1. The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Matanuska-Susitna Borough School District under programs of the federal government for the year ended June 30, 2015. The information in this Schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operations of Matanuska-Susitna Borough School District, it is not intended to and does not present the financial position, changes in net assets or cash flows of Matanuska-Susitna Borough School District.

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting.



Tel: 907-278-8878
Fax: 907-278-5779
www.bdo.com

3601 C Street, Suite 600
Anchorage, AK 99503

**Independent Auditor's Report on Compliance for Each Major State Program;
Report on Internal Control Over Compliance; and Report on the Schedule of
State Financial Assistance Required by the *State of Alaska Audit Guide and
Compliance Supplement for State Single Audits***

Members of the School Board
Matanuska-Susitna Borough School District
Palmer, Alaska

Report on Compliance for Each Major State Program

We have audited Matanuska-Susitna Borough School District's compliance with the types of compliance requirements described in the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* that could have a direct and material effect on each of Matanuska-Susitna Borough School District's major state programs for the year ended June 30, 2015. Matanuska-Susitna Borough School District's major state programs are identified in the accompanying schedule of state financial assistance.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Matanuska-Susitna Borough School District's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Those standards and the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about Matanuska-Susitna Borough School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination of Matanuska-Susitna Borough School District's compliance.

Opinion on Each Major State Program

In our opinion, Matanuska-Susitna Borough School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of Matanuska-Susitna Borough School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Matanuska-Susitna Borough School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Matanuska-Susitna Borough School District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of State Financial Assistance Required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Matanuska-Susitna Borough School District as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Matanuska-Susitna School District's basic financial statements. We issued our report thereon dated December 22, 2015, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of state financial assistance is presented for purposes of additional analysis as required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of state financial assistances is fairly stated in all material respects in relation to the basic financial statements as a whole.

BDO USA, LLP

Anchorage, Alaska
December 22, 2015

Matanuska-Susitna Borough School District

Schedule of State Financial Assistance

Year Ended June 30, 2015

Name of Award	Grant Number	Total Grant Award	State Share of Expenditures
Department of Education and Early Development			
Major programs:			
Public School Funding	FY 15	\$ 144,272,583	\$ 155,573,837
Student Transportation	FY 15	15,069,807	15,651,855
House Bill 278	FY 15	2,996,786	5,300,487
Alaska Pre K Program	PK 15.033.01	354,858	<u>440,385</u>
Total major programs			<u>176,966,564</u>
Nonmajor programs:			
Youth in Detention	EY15.033.01	63,181	26,873
Alternative Schools	BH 15.033.01	129,025	47,102
Suicide Awareness, Prevention and Postvention	SP 15.033.01	31,714	25,224
Creating Community Responsive Schools	15-DC-431	250,000	250,000
Library and Media Upgrade	15-DC-433	21,500	10,419
Library and Technology Upgrade	15-DC-434	45,000	35,519
National Math and Science Initiative	15-DC-435	500,000	149,069
Youth Risk Behavior Survey	YR 15.033.01	10,250	9,145
Passed through the University of Alaska - Fairbanks - ANSEP Digital Plan	EN0550337	250,000	<u>104,571</u>
Total nonmajor programs			<u>657,922</u>
Total Department of Education and Early Development			<u>177,624,486</u>
Department of Labor and Workforce Development			
Nonmajor programs:			
Mat-Su Construction Academy	MCA2014-2015	120,000	<u>152,114</u>
Total Department of Labor and Workforce Development			<u>152,114</u>
Department of Administration			
Major programs:			
PERS on behalf	FY 15	13,941,378	13,941,378
TRS on behalf	FY 15	239,848,269	<u>239,848,269</u>
Total Department of Administration			<u>253,789,647</u>
Department of Health and Social Services			
Nonmajor programs:			
Passed through Alaska Family Services - K-12 Tobacco Prevention	FY 15	117,265	<u>119,008</u>
Department of Commerce, Community, and Economic Development - nonmajor program			
Nutritional Alaska Foods for Schools	14-NAF-033	436,713	<u>140,944</u>
Total State Financial Assistance			<u>\$ 431,826,199</u>

Matanuska-Susitna Borough School District

Note to Schedule of State Financial Assistance Year Ended June 30, 2014

1. The accompanying schedule of state financial assistance (the "Schedule") includes the state grant activity of Matanuska-Susitna Borough School District under programs of the state government for the year ended June 30, 2015. The information in this Schedule is presented in accordance with the requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Because the Schedule presents only a selected portion of the operations of Matanuska-Susitna Borough School District, it is not intended to and does not present the financial position, changes in net assets or cash flows of Matanuska-Susitna Borough School District.

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting.

Matanuska-Susitna Borough School District

Schedule of Findings and Questioned Costs Year Ended June 30, 2015

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified	
Internal control over financial reporting:		
Material weakness(es) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no
Significant deficiency(ies) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> (none reported)
Noncompliance material to financial statements noted?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no

Federal Awards

Internal control over major federal programs:		
Material weakness(es) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no
Significant deficiency(ies) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> (none reported)
Type of auditor's report issued on compliance for major federal programs:	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no

Identification of major programs:

<i>CFDA Number</i>	<i>Name of Federal Program or Cluster</i>
84.027 84.173	Special Education Cluster (IDEA): Special Education Grants to States Special Education Preschool Grants
10.553 10.555	National School Lunch Cluster: School Breakfast Program National School Lunch Program

Dollar threshold used to distinguish between Type A and Type B programs:	\$ 517,716
Auditee qualified as low-risk auditee?	<input checked="" type="checkbox"/> yes <input type="checkbox"/> no

Matanuska-Susitna Borough School District
Schedule of Findings and Questioned Costs, continued
Year Ended June 30, 2015

State Financial Assistance

Internal control over major state programs:

Material weakness(es) identified?

 yes

 X no

Significant deficiency(ies) identified?

 yes

 X (none reported)

Type of auditor's report issued on compliance for major state programs:

Unmodified

Dollar threshold used to distinguish a state major program:

\$ 300,000

**Section II - Financial Statement Findings Required to be Reported in Accordance with
*Government Auditing Standards***

There were no findings related to the financial statements which are required to be reported in accordance with generally accepted government auditing standards.

Section III - Federal Award Findings and Questioned Costs

There were no findings and questioned costs for federal awards (as defined in section .510(a) of the circular) that are required to be reported.

Section IV - State Award Findings and Questioned Costs

There were no findings and questioned costs for State awards (as defined in the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*) that are required to be reported.

Matanuska-Susitna Borough School District

Summary Schedule of Prior Audit Findings Year Ended June 30, 2015

<i>Government Auditing Standards Findings and Questioned Costs</i>
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There were no prior year audit findings.

Federal Award Findings and Questioned Costs

There were no prior year audit findings.

State Award Findings and Questioned Costs

There were no prior year audit findings.

Matanuska-Susitna Borough School District

Corrective Action Plan Year Ended June 30, 2015

There are no current year findings; therefore no corrective action plan is required.