



MSBSD FY 2026 PRELIMINARY REVENUE OVERVIEW

GENERAL FUND

GENERAL FUND REVENUE SOURCES

MSBSD's General Fund receives funding from three main sources:



STATE OF ALASKA (73%)

- STATE FOUNDATION FORMULA
- ONE-TIME APPROPRIATIONS
- PFD LOTTERY



MAT-SU BOROUGH (26%)

- BOROUGH APPROPRIATION
- OTHER LOCAL FUNDING (FEES & FACILITY USE)



FEDERAL GOVERNMENT (1%)

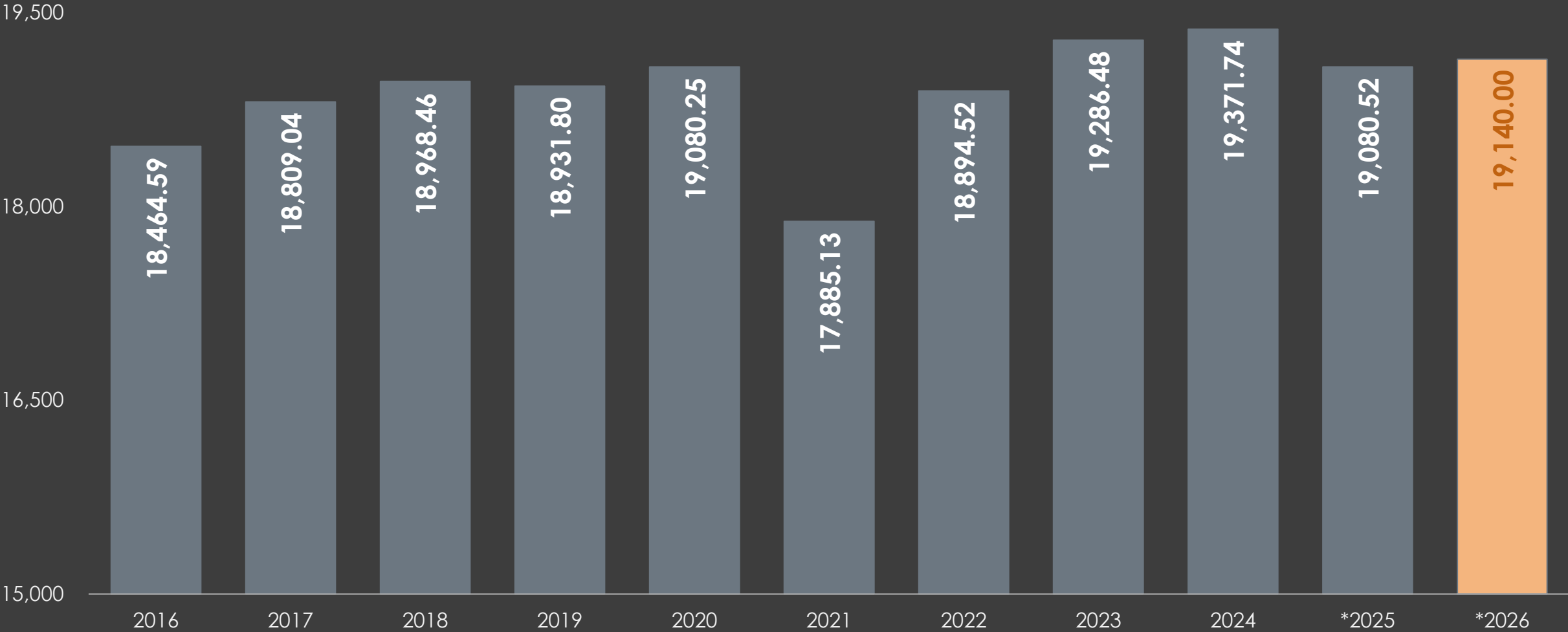
- MEDICAID REIMBURSEMENTS
- E-RATE REIMBURSEMENTS



HOW DOES THE STATE CALCULATE FUNDING?

FUNDING FOLLOWS STUDENTS

ENROLLMENT



*UNAUDITED/PROJECTED

MSBSD 2026 PRELIMINARY REVENUE PRESENTED 01/15/2025

STATE FOUNDATION FORMULA

2026 ADJUSTED AVERAGE DAILY MEMBERSHIP (AADM) PROJECTED

STEP 1

School Size Adjustment



The appropriate formula from the school size factor table is used to calculate the adjusted ADM for each school.

STEP 2

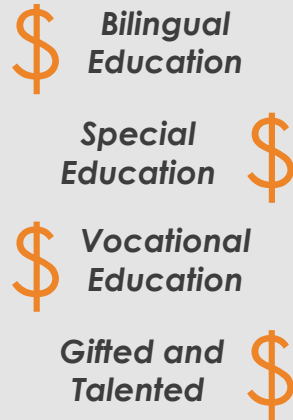
District Cost Factors



The district's school size adjusted ADM is multiplied by the district cost factor (0.070).

STEP 3

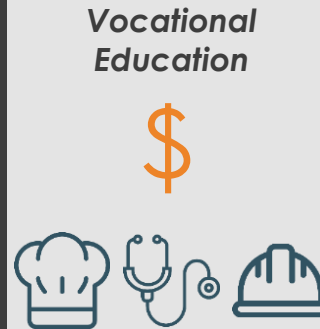
Special Needs Factor



The previously adjusted ADM is multiplied 1.20, providing the district with an additional 20%.

STEP 4

Voc. Ed. Funding Factor



The district's previously adjusted ADM is now multiplied by 1.015, providing the district with an additional 1.5%.

STEP 5

Intensive Services



The district's intensive count is added to the previously adjusted ADM (13).

STEP 6

Correspondence



The district's correspondence count is now added to the previously adjusted ADM to arrive at the Final Adjusted ADM (0.90).

AADM
35,415.41

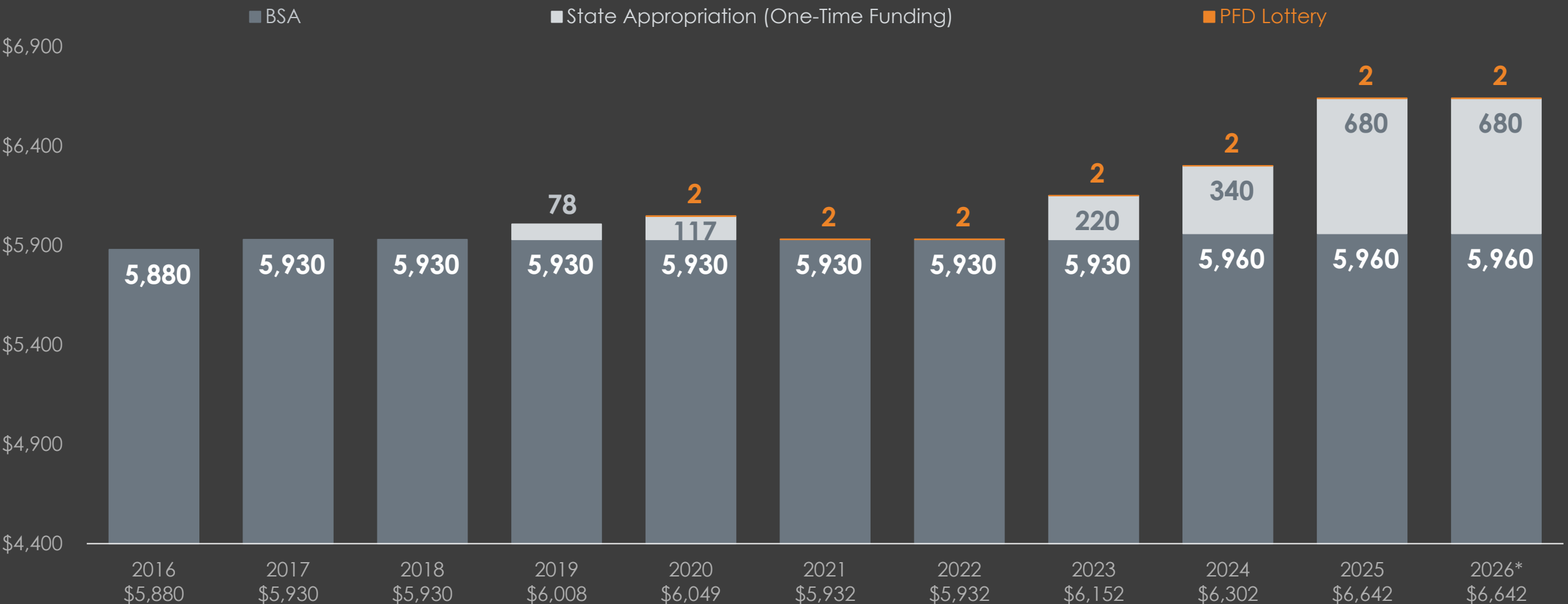
ADM
19,140.00

STATE FOUNDATION FORMULA

2026 PROJECTED ADJUSTED AVERAGE DAILY MEMBERSHIP

	FACTOR	PROJECTED COUNT
AVERAGE DAILY MEMBERSHIP (ADM ENROLLMENT)		15,505.00
CORRESPONDENCE STUDY (ADM ENROLLMENT)		3,635.00
TOTAL AVERAGE DAILY MEMBERSHIP (ADM/ENROLLMENT)		19,140.00
SCHOOL SIZE ADJUSTMENT		18,180.50
DISTRICT COST FACTOR	0.070	1,272.64
SPECIAL NEEDS FACTOR	0.200	3,890.63
VOC-ED (CTE) FACTOR	0.015	350.16
CORRESPONDENCE FACTOR	0.900	3,271.50
INTENSIVE NEEDS		650.00
INTENSIVE NEEDS FACTOR	13.000	8,450.00
TOTAL ADJUSTED ADM/ENROLLMENT (AADM)		35,415.41

STATE FUNDING PER AADM



*PROJECTED

STATE FOUNDATION FORMULA TOTAL

2026 PRELIMINARY GENERAL FUND STATE FOUNDATION FUNDING ESTIMATE

	FACTOR	2026 STATE FUNDING
ADJUSTED ADM (AADM ENROLLMENT)		35,415.41
	TOTAL BASIC NEED	\$5,960
		\$211,075,834
REQUIRED LOCAL CONTRIBUTION		(49,661,045)
	STATE ENTITLEMENT	\$161,414,789
QUALITY SCHOOLS FACTOR	\$16	566,647
STATE ONE-TIME APPROPRIATION	\$680	24,082,478
PFD LOTTERY	\$1.85	65,522
	TOTAL STATE FUNDING	\$186,129,435

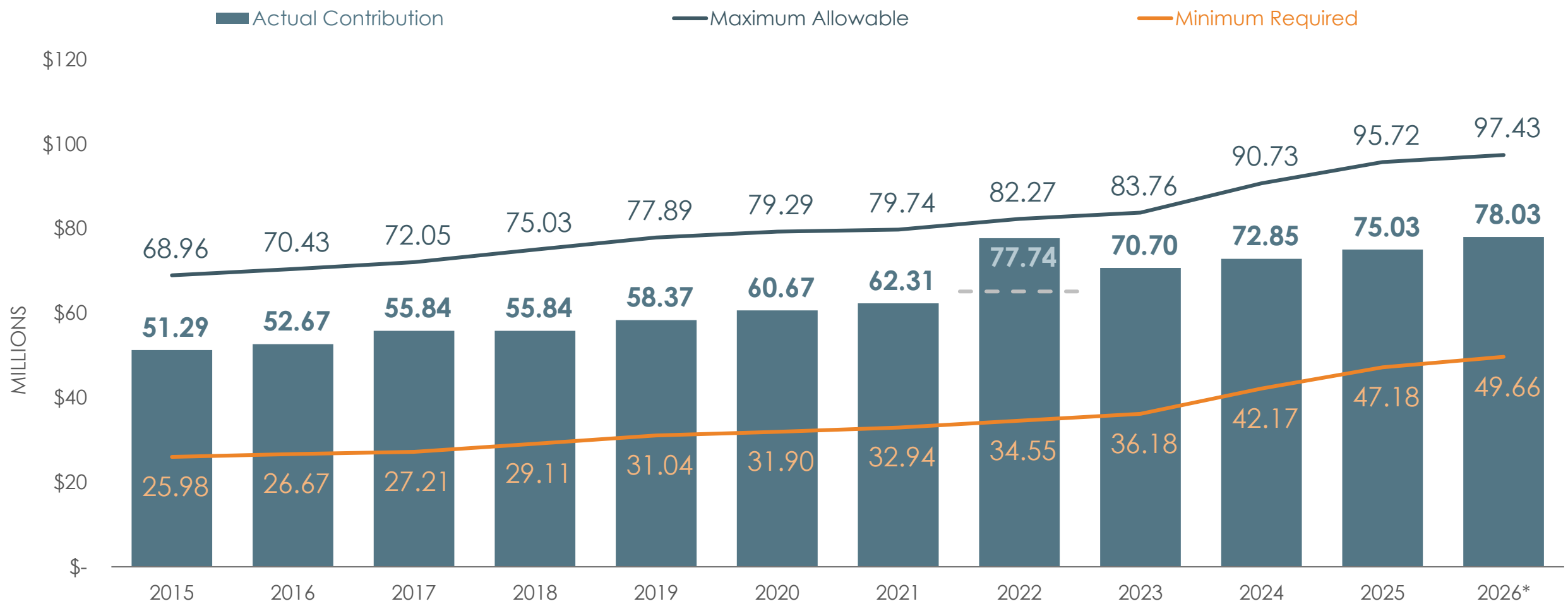
WHERE DOES LOCAL FUNDING COME FROM?

FINDING THE BALANCE



BOROUGH FUNDING HISTORY

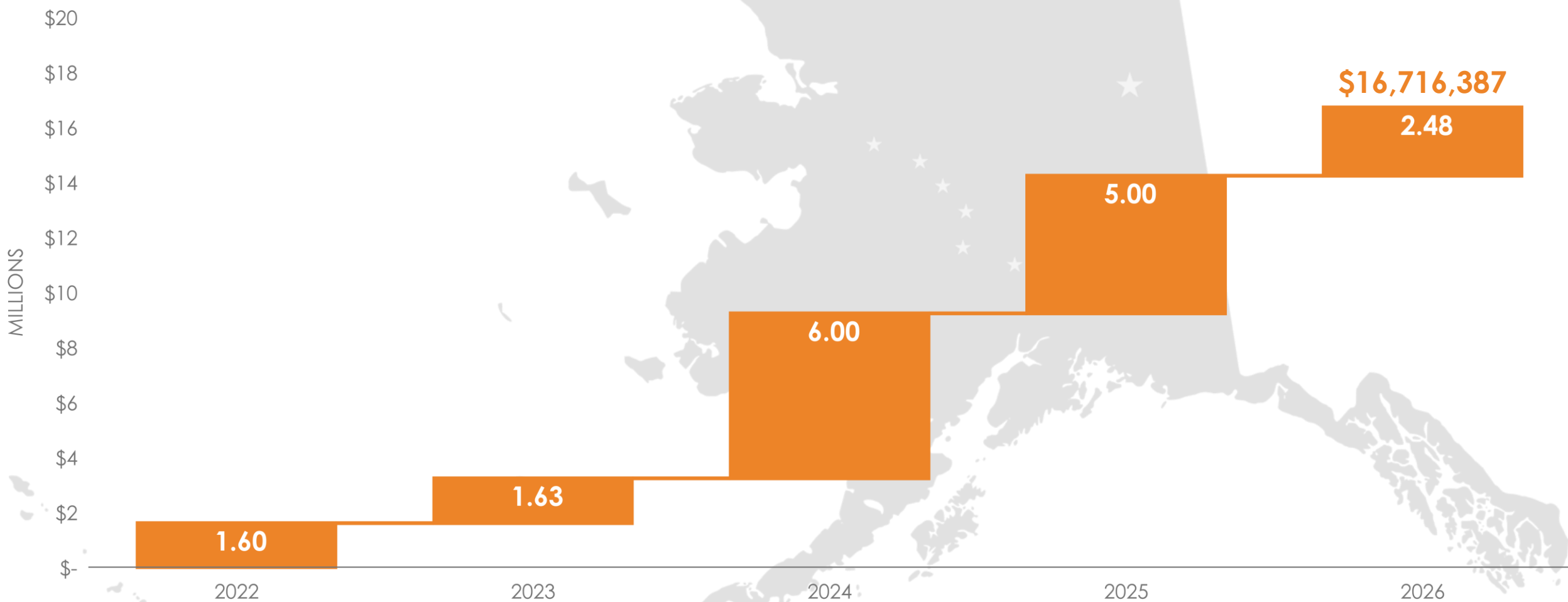
MAXIMUM ALLOWABLE & REQUIRED MINIMUM COMPARED TO ACTUAL CONTRIBUTIONS



-- 2022 INCLUDES \$11.9M IN RETURN OF RESOURCES BY THE BOROUGH FOR THE HOUSTON MIDDLE SCHOOL PROJECT.

REQUIRED LOCAL CONTRIBUTION

ACCUMULATIVE CHANGE – REDUCED FROM STATE ENTITLEMENT





2026 BUDGET CHALLENGES

EXAMINING THE LANDSCAPE

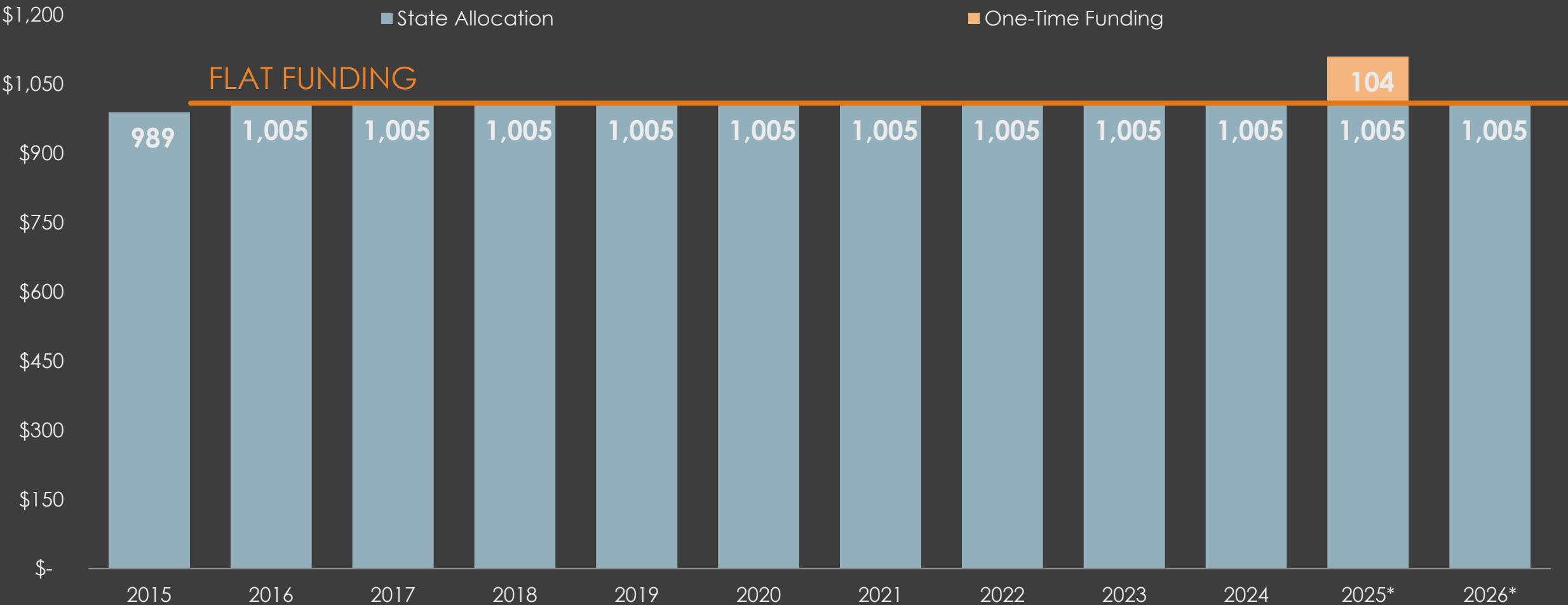
STATE TRANSPORTATION FUNDING

2026 PER PUPIL ALLOCATION CALCULATION

	FACTOR	PROJECTED COUNT
AVERAGE DAILY MEMBERSHIP (ADM ENROLLMENT)		19,140.00
CORRESPONDENCE STUDY (ADM ENROLLMENT)		(3,635.00)
TOTAL ELIGIBLE ADM ENROLLMENT		15,505.00
TOTAL STUDENT TRANSPORTATION FUNDING	\$1,005	\$15,582,525
REQUIRED ADDITIONAL STUDENT TRANSPORTAION FUNDING		\$(5,785,222)

STATE TRANSPORTATION FUNDING

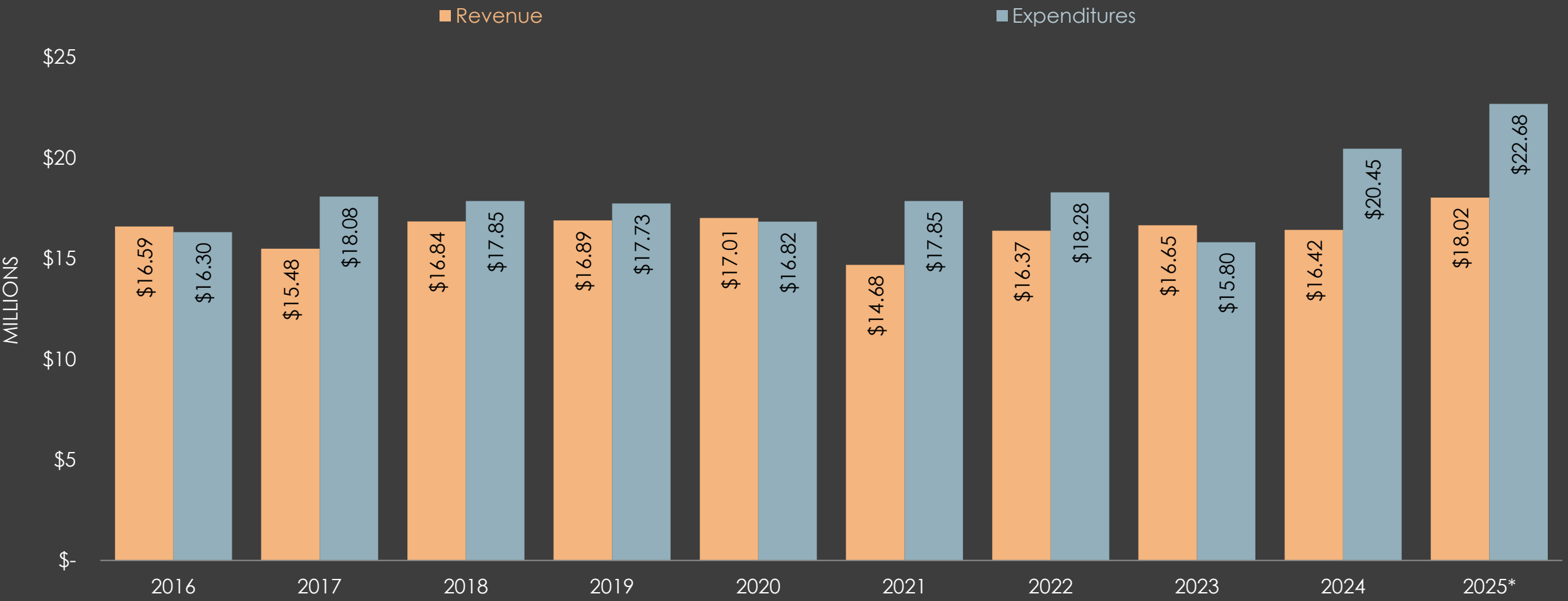
10 YEARS HISTORIC PER PUPIL ALLOCATION



*UNAUDITED

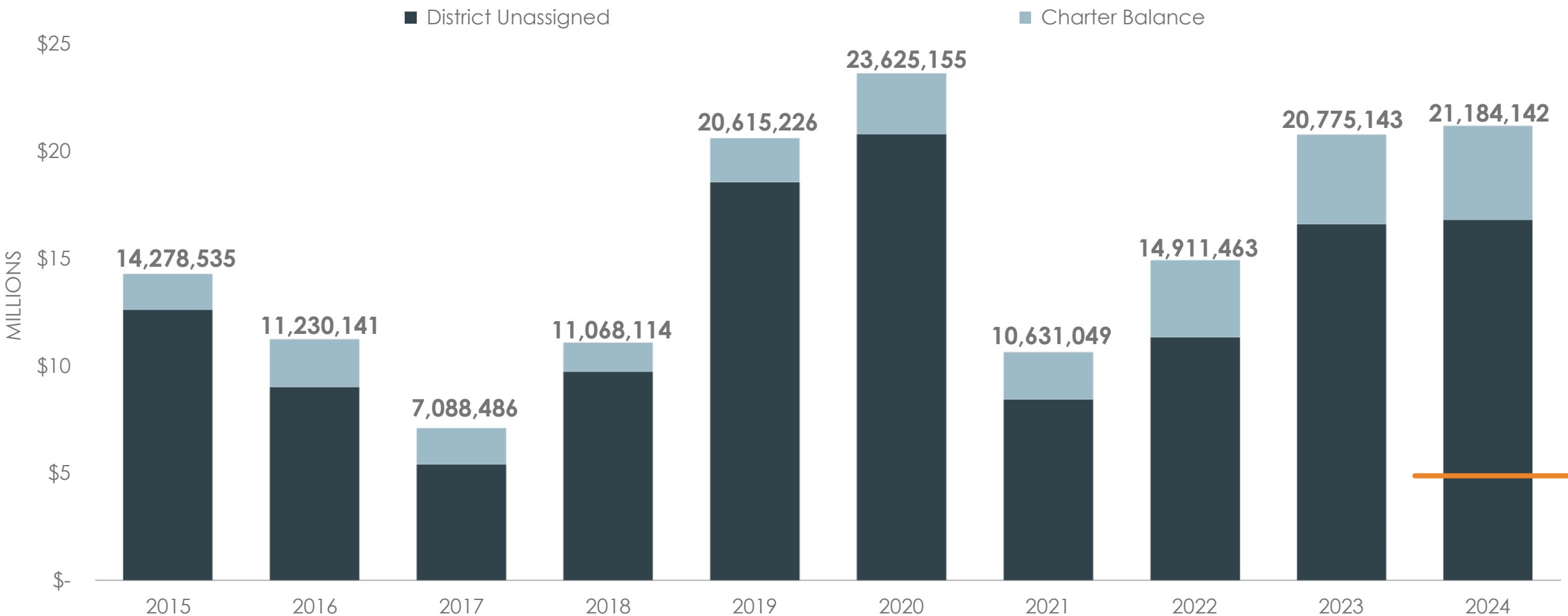
STATE TRANSPORTATION FUNDING

10 YEARS AUDITED HISTORIC REVENUE & EXPENDITURE COMPARISON



*UNAUDITED

AVAILABILITY OF FUND BALANCE



LOCAL EDUCATION FUNDING REQUEST

BOROUGH APPROPRIATION



BUDGET PROCESS

DECEMBER

Two School Board Meetings

Joint Borough Assembly & School Board Meeting

Capital Request Transmitted to the Borough

JANUARY

One School Board Meeting

Budget Survey Online
(01/15-01/31)

Budget Simulation Online
(01/15-01/31)

Local Contribution Request Transmitted to the Borough

FEBRUARY

Two School Board Meetings

Public Input to the School Board

MARCH

Two School Board Meetings

School Board Adoption of the Superintendent's Proposed Budget

Joint Borough Assembly & School Board Meeting

Superintendent's Proposed Budget Transmitted to the Borough

APRIL

Two School Board Meetings

State Legislature Adjourns

Borough Sets Minimum Amount to be Available to the District

MAY

Two School Board Meetings

Borough Budget Deliberations with Possible Adoption

JUNE

Two School Board Meetings

School Board Budget Adoption

LOCAL EDUCATION FUNDING REQUEST

3%

\$77,282,809

\$2,250,956

\$(232,179)
Less than RLC

4%

\$78,033,127

\$3,001,274

\$518,139
Over RLC

5%

\$78,783,446

\$3,751,593

\$1,268,458
Over RLC

2026 PRELIMINARY COMPARISON SUMMARY

	2025 FALL REVISED	2026 PRELIMINARY	CHANGE	% CHANGE
BOROUGH APPROPRIATION [^]	75,031,853	78,033,127	3,001,274	4.0%
<i>COMMITMENT TO RENEWAL & REPLACEMENT</i>	<i>(150,000)</i>	-	<i>(150,000)</i>	100.0%
OTHER LOCAL FUNDING	420,885	420,885	-	-%
STATE FUNDING	189,473,285	186,063,980	(3,490,305)	(1.8)%
FEDERAL REIMBURSEMENTS	1,625,487	1,135,411	(490,076)	(30.1)%
USE OF FUND BALANCE*	11,808,484	-	(11,808,484)	(100.0)%
TOTAL REVENUES	\$278,209,994	\$265,653,403	\$(12,556,591)	(4.51)%
SALARIES & BENEFITS	222,661,534	231,524,838	8,863,304	4.0%
NON-PERSONNEL*	28,126,212	29,330,941	1,204,729	4.3%
DISTRICT MANAGED	12,548,367	13,150,822	602,455	4.8%
UTILITIES	8,695,059	8,765,784	70,725	0.8%
TRANSFERS*	6,178,822	5,097,224	(1,081,598)	(17.5)%
TOTAL EXPENDITURES	\$278,209,994	\$287,869,609	\$9,659,615	3.47%

[^]2026 Borough Appropriation includes a 4% increase from 2025.

*Excludes \$7,519,652 in Charter and Student Allotment Carryover from FY 2024.

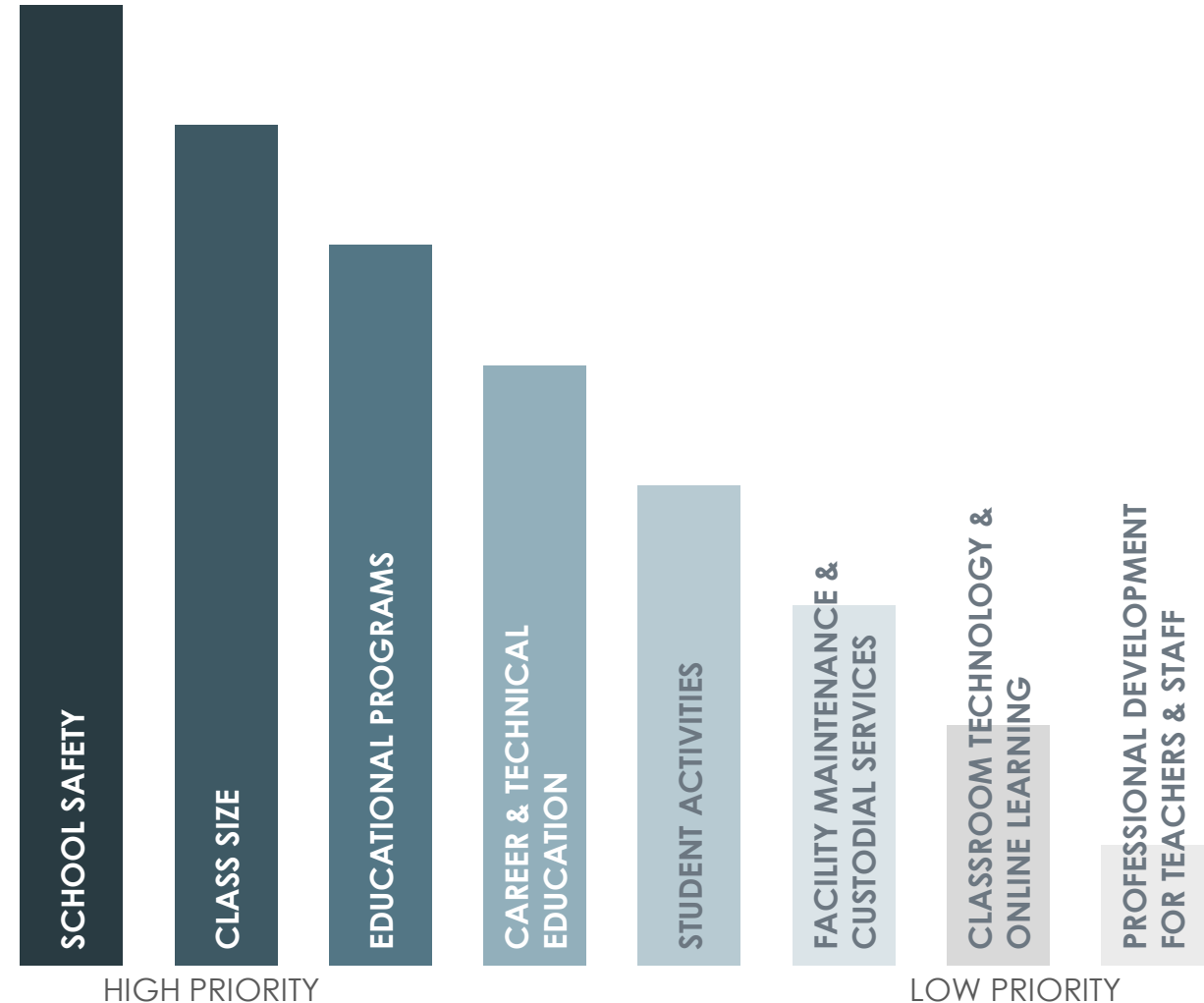


2026 BUDGET DEVELOPMENT: COMMUNITY OUTREACH

WHAT WE CAN DO

COMMUNITY EXPRESSED PRIORITIES

PRIORITY	2025	2024	2023	2022	2021
School Safety	8	8	8	8	8
Class Size	7	9	9	9	9
Educational Programs (JROTC, STEM, AP/IB)	6	4	4	2	3
Career & Technical Education (CTE/Voc-Ed)	5	6	7	6	7
Student Activities	4	5	5	5	5
Facility Maintenance & Custodial Services	3	3	6	4	6
Classroom Technology & Online Learning	2	1	3	1	2
Professional Development for Teachers & Staff	1	2	2	3	4
School Choice	-	7	1	7	1



2026 BUDGET DEVELOPEMENT WEBSITE

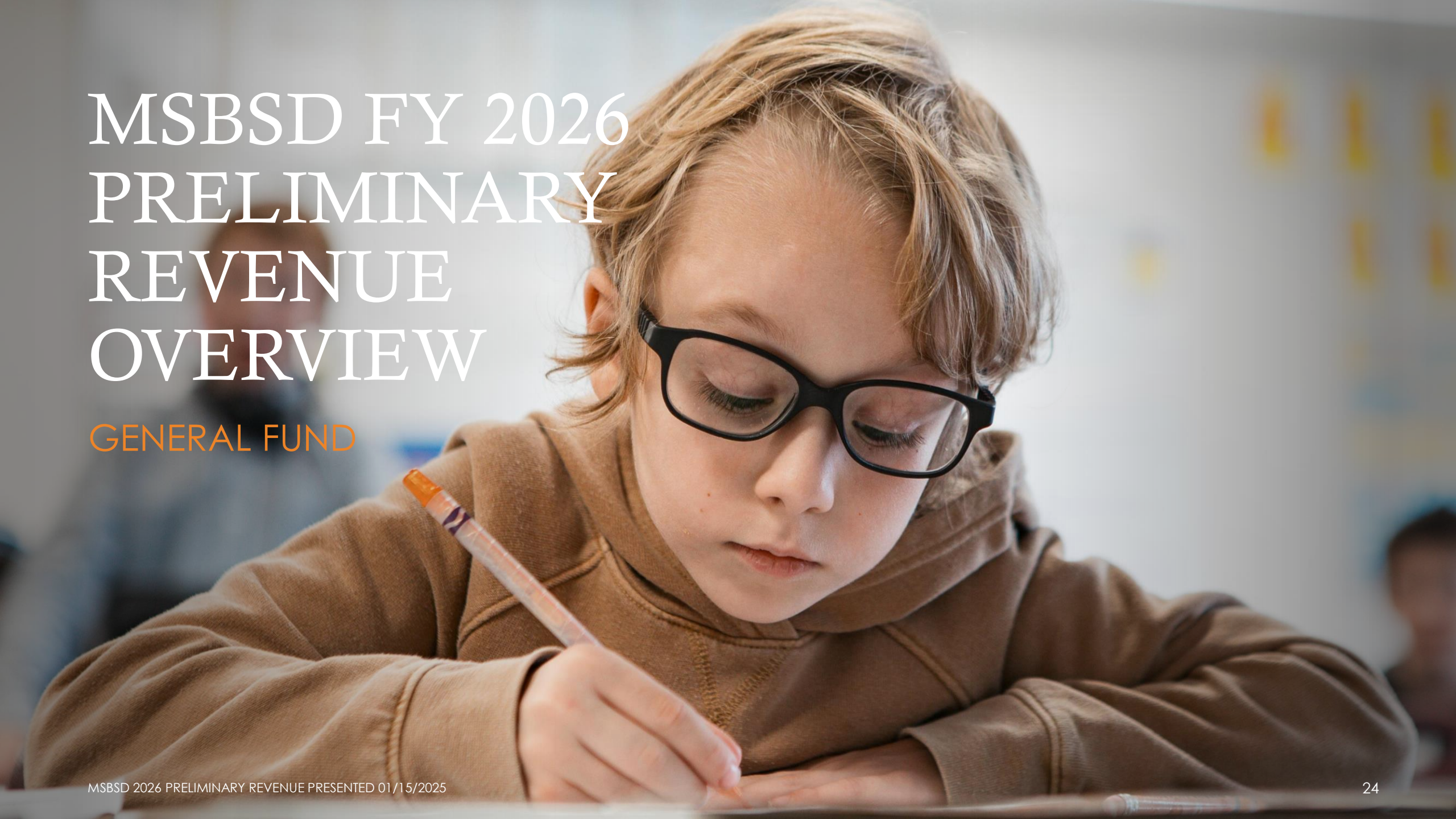


Budget Priority Survey

MSBSD sincerely appreciates your input as we strive to continue our focus on preparing all students for success. We ask that you take a brief survey to aid in the District's budget development process.

As responses will be submitted to the School Board the week of February 11th, please keep comments appropriate for all audiences including school age children, and do not include any comments (positive or negative) that may be attributable to any specific individual. If there is an issue with an individual, those concerns should be submitted in writing to the School Board

A screenshot of a web application titled "Welcome to Balancing Act!". The interface features a circular logo with the text "We are MSBSD!" and a stylized mountain and sun graphic. Below the logo, the text reads: "You are invited and encouraged to provide feedback on the FY2026 Preliminary Budget!". Further down, it states: "This budget simulation is a way for you to learn more about the District's spending and revenues while also providing your input." A paragraph follows: "The simulation starts with an estimated \$22.6 million deficit (\$22,603,206) based on the Fiscal Year (FY) 2026 Preliminary Budget. Details of how the District arrived at these revenue and expenditure budgets, as well as the overall budget outlook for FY 2026 can be found online [here](#)." The final paragraph says: "In this simulation, you can adjust unlocked revenue and expenditure categories according to your priorities by using the Plus/Minus symbols within each category. Real-time updates will show the impact of your funding choices at the top of the screen." On the left side of the interface, there is a donut chart titled "Where the M...". On the right side, there is a list of categories with plus and minus symbols for adjustment, including "Costs: \$31.5m".



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GENERAL FUND