



# **Anchorage School District Comprehensive Annual Financial Report**

*For the fiscal year ended June 30, 2020*

A Component Unit of the Municipality of Anchorage  
Anchorage, AK

Comprehensive Annual  
Financial Report

ANCHORAGE SCHOOL DISTRICT

for the Fiscal Year Ended  
June 30, 2020

Dr. Deena Bishop  
Superintendent

Prepared by Business Management Division

Jim Anderson, Chief Financial Officer

Melissa Myers  
Senior Director, Finance

James Farrington  
Treasurer

Andrew Ratliff  
Senior Director, OMB

Aurora Cokerland  
Controller



A Component Unit of the Municipality of Anchorage  
Anchorage, Alaska

## **Non Discrimination Statement**

The Board is committed to an environment of nondiscrimination on the basis of sex, race, color, religion, gender identity, sexual orientation, national origin, ancestry, age, marital status, changes in marital status, pregnancy, parenthood, physical or mental disability, Vietnam era veteran status, genetic information, good faith reporting to the board on a matter of public concern, or any other unlawful consideration. No person shall, based solely on protected class, be excluded from participation in, or denied the benefits of, any academic or extracurricular program or educational opportunity or service offered by the District. The District will comply with the applicable statutes, regulations, and executive orders adopted by Federal, State and Municipal agencies. The District notes the concurrent applicability of the Individuals with Disabilities Education Act, Title II of the Americans with Disabilities Act and the relevant disability provisions of Alaska law.

Any student or employee who violates this policy will be subject to appropriate disciplinary action.

Inquiries or complaints may be addressed to ASD's Office of Equity and Compliance Senior Director, who also serves as the Title IX and ADA Coordinator, ASD Education Center, 5530 E. Northern Lights Blvd, Anchorage, AK 99504-3135 (907) 742-4132, [Equity@asdk12.org](mailto:Equity@asdk12.org), or to any of the following external agencies: **Alaska State Commission for Human Rights, Anchorage Equal Rights Commission, Equal Employment Opportunity Commission, or the Office for Civil Rights-U.S. Department of Education.** REVISED: 8/2007, 8/2012, 5/2013, 7/2014, 3/2017, 9/2017, 1/2020

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## **Introductory Section**



# Anchorage School District

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## Education Center

5530 E. Northern Lights Blvd. • Anchorage, AK 99504 • 907-742-4000 • [www.asdk12.org](http://www.asdk12.org)

November 15, 2020

Members of the School Board, and  
Citizens of the Municipality of Anchorage  
Anchorage School District  
Anchorage, Alaska

The Comprehensive Annual Financial Report (CAFR) of the Anchorage School District (district) for the year ended June 30, 2020, is submitted herewith. It includes, as required by Alaska statutes, financial statements that have been audited by an independent firm of certified public accountants.

Responsibility for the accuracy, completeness and fairness of presentation, including all disclosures, rests with the district based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed the benefits provided, the controls offer reasonable rather than absolute assurance that the financial statements are free of any material misstatements.

BDO USA, LLP, Certified Public Accountants, have issued an unmodified (“clean”) opinion on the Anchorage School District’s financial statements for the year ended June 30, 2020. The independent auditor’s report can be found at the front of the financial section of this report.

Management’s Discussion and Analysis (MD&A) immediately follow the independent auditor’s report and provides a narrative introduction, overview and analysis to accompany the basic financial statements. This letter of transmittal is intended to compliment the MD&A and should be read in conjunction with it.

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*Educating All Students for Success in Life*

**Anchorage School Board** Elisa Vakalis, President

Margo Bellamy, Vice President

Andy Holleman, Clerk

Starr Marsett, Treasurer

Dave Donley

Alisha Hilde

Deena Mitchell

**Superintendent** Dr. Deena Bishop

## **DISTRICT PROFILE**

The Anchorage School District (district) was established by the Home Rule Charter of the Municipality of Anchorage (municipality) on September 16, 1975. The most recent State of Alaska Department of Labor estimate of population in the Municipality of Anchorage was 291,845 (2019) – a decrease of 1.2 percent from the prior year. The district primarily serves 41,962 students from pre-kindergarten through the 12<sup>th</sup> grade.

The district is a component unit of the municipality whose eleven-member assembly approves the district’s total budget. The district is operated under a superintendent-board system with a seven-member school board elected at-large from the community. The superintendent acts under the direction of the school board and is responsible for running the day to day district activities. The school board serves as the governing body of the district and approves memorandums, significant contracts, budgets and all personnel appointments and terminations.

The district provides a full range of educational and certain community services. Educational opportunities within the district include a wide range of schools and programs to prepare students to be ready for college and careers. The schools range from traditional local neighborhood schools to specialized schools and programs that draw upon students from across the district. The district has a number of educational alternatives and programs such as Montessori, back to basics ABC learning, language immersion, ASD iSchool and self-paced instruction. In addition, the district offers special education services, gifted, career and technical as well as multi-cultural education programs. The district offers community use of district facilities such as tracks, fields, playgrounds, ice rinks, classrooms, and libraries.

The district operates nine charter schools which have been approved by the school board and the State Board of Education. Charter schools are primarily funded through the State of Alaska Public School Funding formula. Each charter school in the district is guided by an Academic Policy Committee, whose purpose is to “supervise the academic operation of a charter school” (AS 14.03.290). Charter schools remain under the purview of the superintendent and governance of the school board.

The school board approves the superintendent’s budget for the General Fund, Grants, Food Service, Pupil Transportation and Student Activity Special Revenue Funds, Debt Service Funds and Capital Grants. The district is required to submit the budget to the assembly on (but not later than or prior to) the first Monday in March each year for the subsequent year’s budget. The assembly must approve the district’s total budget and appropriate the funds within 30 days after receipt. If the assembly fails to approve the budget within this time, the budget as submitted becomes the budget for the district.

Budgetary control is maintained by the district by fund, organization and object in the General Fund, Food Service Special Revenue Fund, Grants Special Revenue Fund, Pupil Transportation Special Revenue Fund, and Debt Service Fund only.

Additional information regarding the district, its programs, services, facilities, events and other statistics can be found on the district’s website at [www.asdk12.org](http://www.asdk12.org).

## **LOCAL ECONOMY**

Sustained low oil prices, which began to fall in the middle of 2014 and have not fully recovered, has put a continual strain on State finances and employment – while unemployment in the U.S. has fallen to 7.7 percent (August 2020), down from 9.2 percent a decade ago, Alaska has experienced a more modest drop from 6.8 percent to 6.4 percent over the same time period. More recently, the COVID-19 pandemic has had a greater effect on unemployment rates with the U.S. increasing from 3.8 percent prior to the pandemic (February 2020) and peaking at 14.4 percent in April 2020. Alaska increased from 5.9 percent in February of 2020, peaking at 13.7 percent in April 2020.

The district serves the state’s largest city, Anchorage, which contains approximately 40 percent of Alaska’s population. The most recently reported per capita income for the Municipality of Anchorage was \$60,020 compared to \$59,290 for Alaska and \$53,490 for the U.S. (May 2019). The average unemployment rate in Anchorage has declined from 6.0 percent in fiscal year 2010-2011 to 6.6 percent (August 2020).

In fiscal year 2019-2020 the Municipal Assembly authorized the collection of a 7.26 mill rate on property to support Anchorage School District investments in education, including debt reimbursement for bonds to pay for capital projects. The total estimated taxable value of Municipal property increased by 4.0 percent from 2019 to 2020.

## **LONG-TERM FINANCIAL PLANNING**

The district saw no increase to the Base Student Allocation of \$5,930 for fiscal year 2020-2021, staying the same as the previous four years. The State did not provide any additional funding as one-time contributions included in the Legislature’s approved budget were vetoed by the Governor. Additionally, approximately \$41 million intended to pay a portion of Anchorage’s previously incurred bond debt was vetoed. These vetoes were both made under the assumption that proceeds from the CARES Act grant would replace lost State revenue, however, restrictions on the use of CARES Act money did not ultimately allow that to happen and the Municipality of Anchorage taxpayers must now bear the cost of the bond debt.

Due to the uncertainty of State funding and declining enrollment, the district is projecting a budget shortfall of between \$30 million and \$40 million in fiscal year 2021-2022. For fiscal years 2022-2023 and 2023-2024, the district expects to contend with the same current revenue challenges as well as medical and workers’ compensation cost increases above the rate of inflation, normal inflation on salaries, benefits, services and supplies, and excise taxes imposed on the district in accordance with the Affordable Care Act. The budget shortfall over the next three years is expected to be between \$60 and \$70 million and result in the elimination of up to 750 positions in order to close the fiscal gap and balance the budgets.

## **ENROLLMENT**

The majority of the district’s funding is derived from the State of Alaska Public School Foundation Program, which provides formula funding based on adjusted average daily membership (ADM). The district’s ADM decreased by 4,091 students (9.1 percent) from the prior fiscal year to 41,375 for fiscal year 2020-2021 as a result of uncertainty surrounding the COVID-19 pandemic. The projection for fiscal

year 2021-2022 anticipates an increase in enrollment to 44,443 as school returns in-person and staying at a similar number for fiscal year 2022-2023.

## **FACILITIES**

Under Alaska law, the district cannot legally hold title to real property, therefore, all constructed or purchased school facilities are owned by the Municipality of Anchorage. The Municipality has delegated the construction management of school projects to the district. Roof replacements in progress or nearing completion at West, Mears, Orion, North Star, Homestead, and Ptarmigan Elementary Schools. Mechanical system upgrades are in progress at Aurora, Bayshore, Bear Valley Elementary Schools and West High. Secure vestibule upgrades are in progress at Sand Lake, Chinook, Northern Lights ABC, Creekside Park, Muldoon, and Susitna Elementary Schools. Track repairs at Chugiak High School is nearing completion. The average age of district facilities is 35 years, there are 9 facilities which are 60 years or older and 26 that are 50 years and older.

The November 30, 2018 earthquake repairs are in process Eagle River Elementary (construction is 38% complete) and Gruening Middle School (construction is 12% complete) are still in construction and closed. The first phases of EQ work at Bartlett, KTHS, and Mirror Lake MS were completed in summer 2020, with second phase scheduled for summer 2021. Other projects listed below are scheduled for summer 2021 and summer 2022.

Currently, the district is working on design and construction for roof replacements at 2 elementary schools and 1 middle school, 2 elementary boiler systems, 2 high school and 1 elementary school health and safety upgrades, renovations at 1 elementary and 1 charter school, secure vestibule upgrades at 9 elementary schools, and a water line at an elementary school. The district identifies capital needs in part by using a Facility Condition Index (FCI), which is a comparison of the relative condition of a facility to others. The FCI is a ratio of the five-year costs to correct capital needs divided by the replacement cost of the facility.

## **RELEVANT FINANCIAL POLICIES**

In 2013, the board adopted a policy that the district should strive to maintain unreserved fund balance reserves of between 8 to 10 percent of general fund operating expenditures in order to be able to sustain effective operations across future uncertainties in revenues, expenditures and investment requirements. The unreserved fund balance of 10 percent is the maximum allowed under State Public School Foundation Formula policy and is slightly less than a typical monthly payroll including taxes. For the fiscal year ending June 30, 2020, the district is maintaining a level of unreserved fund balance in the general fund of 10.34 percent, which is outside the School Board adopted policy range of 8 to 10 percent of general fund expenditures, and above the 10 percent maximum allowed by the state. Due to COVID impacts, both the State and School Board waived these for FY20, and allowed for a higher carryover of unreserved fund balance.

## **MAJOR CORE ACADEMIC INITIATIVES**

ASD's curriculum is aligned with the Common Core Standards and research-based instructional practices to support student learning. The departments within the Academic Services Division work in partnership

to ensure that academic and social-emotional learning needs are met for all student needs within a multi-tiered system of supports.

The district reviewed and adopted a new English Language Arts (ELA) curriculum for grades K-2 in fiscal year 2017-2018, and for grades 3-5 in fiscal year 2018-2019. This has resulted in the creation of priority plans and extensive professional learning for principals and teachers on the new curriculum and research-based reading instruction. Grades 6-8 ELA curriculum was piloted in 2019-20 and is in full districtwide implementation in 2020-2021. These ELA programs have been created in the Canvas Learning Management System to support online and blended learning during the 2020-2021 school year.

The district reviewed and adopted a new K-8 math curriculum in fiscal year 2019-2020. The curriculum is being piloted in two elementary schools and two middle schools in 2020-21. The diagnostic and computer assisted instructional components of the math curriculum are being implemented districtwide in 2020-21. The comprehensive curriculum will be implemented districtwide in 2021-2022.

ASD is committed to expanding opportunities for students to engage in their education. These opportunities include the following:

- For fiscal year 2020-2021, ASD moved district adopted PreK-12 curriculum into the Canvas learning management system and provides ongoing professional learning to support online and blended learning instruction.
- The ASD Virtual Program was launched for the 2020-2021 school year as an educational option for families who do not want to send their students to a physical school due to COVID19 health and safety concerns. The ASD Virtual program provides an online K-12 homeschool option for families while keeping students connected to their neighborhood school.
- PAIDEAIA Cooperative School, Family Partnership Charter School, and Frontier Charter School expanded the number of students who could enroll in their homeschool programs to better meet the needs of families during the pandemic in 2020-2021.
- For fiscal year 2020-2021, ASD is focusing on equity of access to Advanced Placement (AP) courses for students of color and low income at the high school level.

The district is committed to supporting the learning of all students through implementation of social-emotional learning and trauma informed practices. In fiscal year 2020-2021 ASD will continue to provide professional learning on *Youth Mental Health First Aide*, *Capturing Kids Hearts*, *Second Step*, *Connected and Respected*, *Lions Quest*, and *CHAMPS*.

## **AWARDS**

The Association of School Business Officials International (ASBOI) awarded a Certificate of Excellence in Financial Reporting to the Anchorage School District, Alaska for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2019.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Anchorage School District, Alaska for its comprehensive annual financial report for the fiscal year ended June 30, 2019

In order to be awarded a Certificate of Excellence and a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized CAFR, whose contents conform to principles and standards as recommended and adopted by ASBOI and GFOA. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Excellence and a Certificate of Achievement are valid for a period of one year only. We believe our current report continues to conform to the Certificate of Excellence and Certificate of Achievement Program requirements, and we are submitting it to ASBOI and GFOA.

### **ACKNOWLEDGEMENTS**

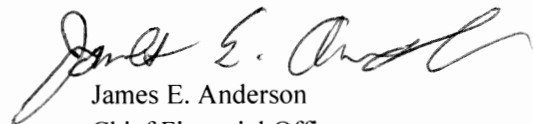
The preparation of this report could not be accomplished without the efficient and dedicated services of the entire finance and budget staff, independent auditors and other administrative staff. We would like to express our appreciation to all staff members who assisted and contributed to its preparation. We would also like to thank the members of the Anchorage School Board for their interest and support in planning and conducting financial operations of the district in a responsible and progressive manner.

Respectfully submitted,



Dr. Deena Bishop  
Superintendent

Prepared by,



James E. Anderson  
Chief Financial Officer

# The Anchorage School Board



Elisa Vakalis  
President



Margo Bellamy  
Vice President



Andy Holleman  
Clerk



Starr Marsett  
Treasurer



Dave Donley



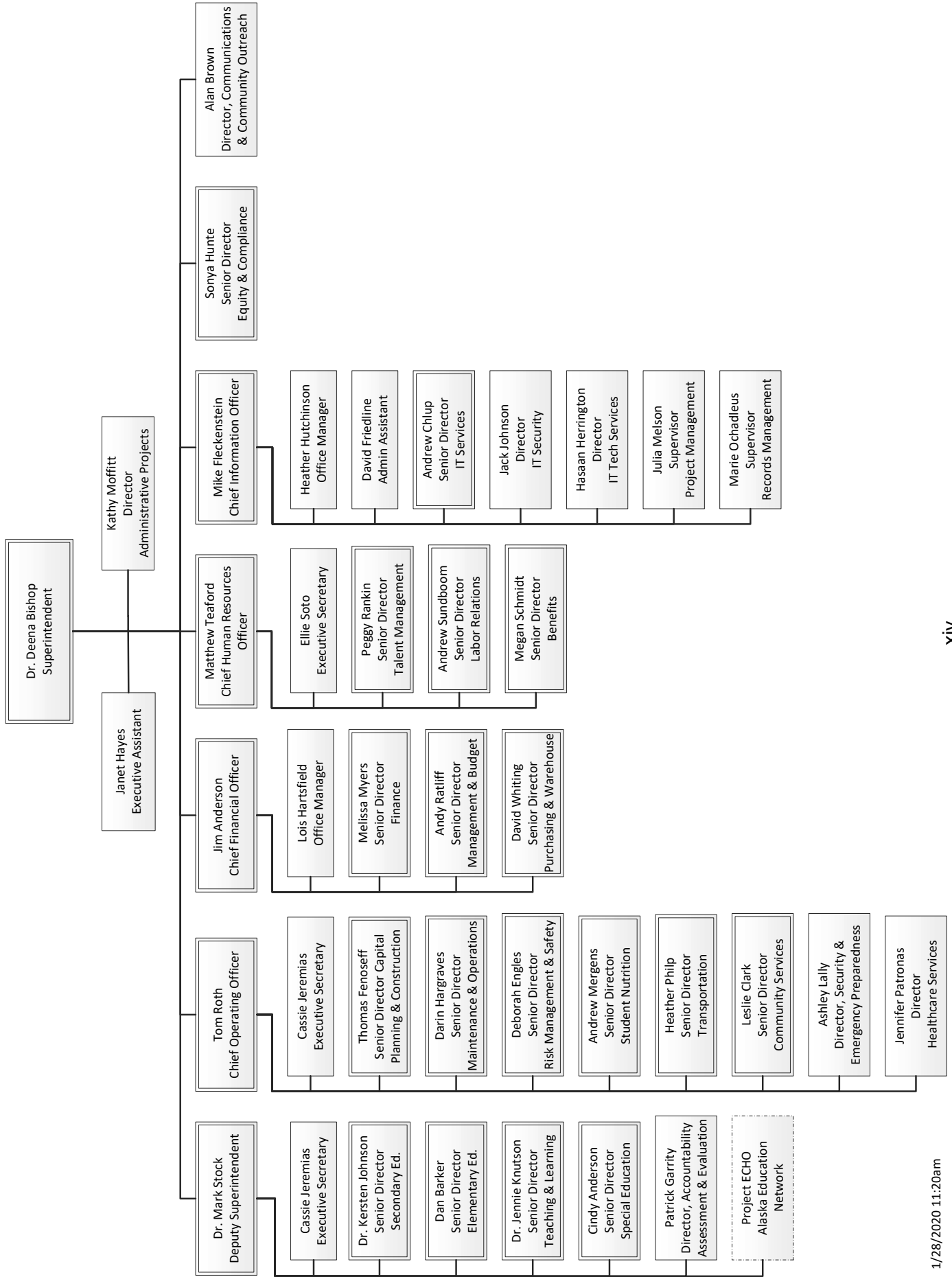
Alisha Hilde



Deena Mitchell

The Anchorage School Board is the governing body of the Anchorage School District and is composed of seven members. The Board meets twice a month unless noticed otherwise. Work sessions begin at 4 p.m., executive sessions at 5 p.m., and regular sessions at 6 p.m. The work and regular session meetings are held in the board room of the ASD Education Center located at 5530 E. Northern Lights Boulevard. Executive sessions, when needed, are held in the Executive Session conference room 150. In addition, special meetings and additional work sessions are scheduled throughout the year on an as-needed basis. Regular sessions may be watched live on ASD YouTube and are also available on-demand online after the meetings are over. Work sessions and committee meetings have a Zoom link posted for online viewing.

# 2019-2020 Office of the Superintendent





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Anchorage School District  
Alaska**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2019

*Christopher P. Morill*

Executive Director/CEO



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

The Certificate of Excellence in Financial Reporting  
is presented to

## Anchorage School District

for its Comprehensive Annual Financial Report (CAFR)  
for the Fiscal Year Ended June 30, 2019.

The CAFR meets the criteria established for  
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Claire Hertz'. The signature is written in a cursive style and is positioned above a horizontal line.

Claire Hertz, SFO  
President

A handwritten signature in black ink, reading 'David J. Lewis'. The signature is written in a cursive style and is positioned above a horizontal line.

David J. Lewis  
Executive Director



## Financial Section



## **Independent Auditor's Report**

Members of the School Board  
Anchorage School District  
(A Component Unit of the Municipality of Anchorage, Alaska)  
Anchorage, 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 the Anchorage School District, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Anchorage School 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 Anchorage School District as of June 30, 2020 and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Other Matters***

##### ***Prior-Year Comparative Information***

The financial statements include summarized prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the government's financial statements for the year ended June 30, 2019, from which such summarized information was derived.

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the *management's discussion and analysis, budgetary comparison information, schedules of net pension and OPEB liabilities and pension and OPEB contributions* on pages 3 through 15, 79 through 82 and 83 through 102, respectively, 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.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Anchorage School District 's basic financial statements. The accompanying combining and individual fund financial statements and Schedule of Compliance - AS 14.17.505 are presented for purposes of additional analysis and are not required parts of the basic financial statements.

The accompanying combining and individual fund financial statements and Schedule of Compliance - AS 14.17.505, 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 accompanying combining and individual fund financial statements, Schedule of Compliance - AS 14.17.505, the Schedule of Expenditures of Federal Awards, and the Schedule of State Financial Assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The accompanying introductory and statistical sections, as listed in the table of contents, 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 it.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 15, 2020 on our consideration of Anchorage 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 solely 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 the effectiveness of Anchorage School District 's 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 Anchorage School District 's internal control over financial reporting and compliance.

*BDO USA, LLP*

Anchorage, Alaska  
November 15, 2020

## Management's Discussion and Analysis

As management of the Anchorage School District (district), we offer readers of the district's financial statements this narrative overview and analysis of the financial activities of the district for the year ended June 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages vii-xii of this report. Professional standards require the inclusion of certain comparative information in the Management's Discussion and Analysis (MD&A).

### Financial Highlights

#### Net Position

The net position of the district for fiscal year 2019-2020 was \$522.9 million, consisting of \$767.6 million in net investment in capital assets, \$33.0 million in restricted net position, and a negative \$277.7 million in unrestricted net position. The negative \$277.7 million in unrestricted net position is primarily a result of recognizing the district's \$442 million share of the unfunded pension and OPEB liability in the State's retirement systems.

The district had an overall change in net position of the governmental activities with an increase of \$117.8 million, reflected in Exhibit I and II. The increase in net position is attributable to the \$21.6 million increase in receivables due from other governments, a \$24.3 million net OPEB asset. Additionally, the increase is due to a decrease in liabilities by \$98.8 million, resulting from a \$71.5 million decrease in net OPEB liability, a decrease in bonds payable by \$22.9 million, a decrease in net pension liability by \$7.4 million; a \$3.7 million decrease in worker's compensation payable; offset by a decrease of deferred outflows by \$24 million,

#### Revenues and Expenses

The total government-wide program saw a decrease of \$40.4 million, net of expenditures and revenue.

The \$25.9 million increase in general revenues was driven by an increase of \$19.8 million from the Municipality tax appropriation and a \$4.9 million increase from the Public School Funding Program. This was partially offset by a \$1 million decrease in the investment income and a \$5.2 million decrease in Federal Impact Aid revenue.

Total government-wide expenses decreased from the previous fiscal year, changing from \$728.5 million to \$675.1 million. The \$53.3 million decrease in expenditures was largely due to instruction expenditures decreasing by \$40.2 million, operation and maintenance of plant decreasing by \$11 million, and a \$1.9 million decrease in interest expense.

#### Fund Balance

At the close of the fiscal year, the district's governmental funds reported a combined ending fund balance of \$140.3 million, a \$12.5 million increase, which included:

- \$6.9 million in inventory and prepaid items (non-spendable).
- \$33 million in restricted funds associated with the bond rating and Federal Impact Aid Section 8003(d).
- \$73.6 million in committed and assigned funds associated with service, supplies and material encumbrances, authorized construction, self-insurance, Federal Impact Aid Sections 8003(b), food service, student activities, and equipment.

- \$26.9 million of unassigned funds that are available for spending at the district’s discretion which represents 4.3 percent of the total annual general fund expenditures.
- The district is maintaining a level of unreserved fund balance in the general fund of 10.34 percent, which is outside the School Board adopted policy range of 8 to 10 percent of general fund expenditures, and above the 10 percent maximum allowed by the state. Due to COVID impacts, both the State and School Board waived these for FY20, and allowed for a higher carryover of unreserved fund balance.

The overall increase in the combined governmental fund balance of \$12.5 million was largely due to the bond issuance in FY20, which was absent in FY19, reflected in other financing sources; an increase in revenue from local sources; and, a decrease in expenditures in operations and maintenance as a result of the impacts experienced by COVID.

## **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the district’s basic financial statements. The district’s basic financial statements are comprised of three components:

- 1) Government-wide financial statements
- 2) Fund financial statements
- 3) Notes to the basic financial statements

This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements** – the government-wide financial statements are designed to provide readers with a broad overview of the district’s finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on the district’s assets, deferred outflows, liabilities and deferred inflows. The difference between assets plus deferred outflows and liabilities plus deferred inflows is 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 district is improving or deteriorating.

The Statement of Activities presents information showing how the district’s net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods; e.g., uncollected taxes.

Both of the government-wide financial statements distinguish functions of the district that are principally supported by taxes and intergovernmental revenues (governmental activities). The district does not currently have any activities that are considered business-type activities. The governmental activities of the district include general administration, instruction, pupil transportation, operation and maintenance of plant, community services, food services, and interest expense.

The government-wide financial statements include only the Anchorage School District. The district is a component unit of the Municipality of Anchorage (municipality).

The government-wide financial statements can be found on pages 17-18 of this report.

**Schedules of budgetary comparisons** – these schedules present comparisons of actual information to the legally adopted budget. The basis of budgeting is on the modified accrual basis.

The district's financial transactions are recorded on a modified accrual basis of accounting for the various governmental fund types. The modified accrual basis of accounting is defined as that method of accounting in which revenues are recorded in the accounting period in which they become susceptible to accrual; this is, when they become both measurable and available to finance expenditures of the current period. Expenditures are recognized in the accounting period in which the liability is incurred, if measurable, except for unmatured principal and interest on long-term debt.

**Fund financial statements** – a fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The district, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the district can be divided into two categories: governmental funds and proprietary funds.

**Governmental funds** – governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial 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. Such information may be useful in evaluating a government's near-term financing requirements.

The focus of governmental funds is narrower than that of the government-wide financial statements; therefore, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The district maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Grants Special Revenue Fund, Debt Service Fund and Capital Projects Fund, all of which are considered to be major funds. Data from the other three governmental funds—Food Service, Student Activities and Pupil Transportation Special Revenue Funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements and individual fund schedules elsewhere in this report.

The district adopts an annual appropriated budget for its General Fund, Grants, Food Service and Pupil Transportation Special Revenue Funds, and Debt Service Fund. Budgetary comparison schedules have been provided for the General Fund and Grants Special Revenue Fund. The combining and individual statements and schedules also include budgetary information for the Food Service, Pupil Transportation Special Revenue Funds and Debt Service Fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 19-21 of this report.

**Proprietary funds** - the district maintains three Internal Service Funds for the financing of goods or services provided to other departments on a cost reimbursement basis. The Equipment Replacement Fund is used to account for the financing of government equipment and vehicles. The Health Insurance Fund is used to account for activity relating to the support services employees' health insurance plan. The Compensated Absences Fund is used to account for employees' earned and used leave. Because these services predominantly benefit governmental functions rather than business-type functions, they have been included within the governmental activities in the government-wide financial statements.

The Internal Service Funds are presented in a single, aggregated presentation on pages 23-25 of this report. Individual fund data for each internal service fund can be found in the form of combining and individual fund statements and schedules elsewhere in this report.

**Notes to the basic 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 on pages 26-77 of this report.

**Other information** – in addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the district's budgetary data. A reconciliation from GAAP to budgetary basis is provided to present the actual amounts on a budgetary basis for the budget to actual comparison. Required supplementary information and accompanying notes to the required supplementary information can be found on pages 79-102 of this report.

The combining statements referred to earlier in connection with non-major governmental funds and individual fund schedules can be found on pages 103-150 of this report. Detailed information on the district's Internal Service Funds can also be found on pages 151-153.

### **Government-wide Financial Analysis**

As noted earlier, net position may serve over time as one indicator of a government's financial position. In the case of the district, assets and deferred outflow exceeded liabilities and deferred inflow by \$522.9 million at the close of the most recent fiscal year. On the following page, Table 1 compares the net position of the most recent fiscal year to the prior fiscal year.

Table 1 – Net Position

	Governmental Activities	
	2019-2020	2018-2019
<b>ASSETS</b>		
Current and other assets	\$ 332,499,160	\$ 309,581,537
Capital assets	1,265,856,381	1,266,173,573
Net OPEB assets	24,355,214	-
Total assets	<u>1,622,710,755</u>	<u>1,575,755,110</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Pension related	37,015,739	50,020,575
OPEB related	27,971,995	38,189,441
Deferred charges on refundings	5,970,351	6,914,176
Total deferred outflows of resources	<u>70,958,085</u>	<u>95,124,192</u>
<b>LIABILITIES</b>		
Bonds payable, net of premium/discount	489,914,086	509,168,495
Net pension liability	436,189,898	443,616,315
Net OPEB liability	5,939,509	77,400,950
Other liabilities	66,719,361	67,397,716
Total liabilities	<u>998,762,854</u>	<u>1,097,583,476</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Pension related	21,731,962	11,957,792
OPEB related	22,237,951	31,672,478
Tax appropriations	127,950,758	124,433,660
Total deferred inflows of resources	<u>171,920,671</u>	<u>168,063,930</u>
<b>NET POSITION</b>		
Invested in capital assets	767,614,653	746,131,494
Restricted	33,033,619	29,131,991
Unrestricted	(277,662,958)	(370,031,589)
Total net position	<u>\$ 522,985,315</u>	<u>\$ 405,231,896</u>

By far, the largest portion of the district’s total assets reflected is its investment in capital assets; e.g., land, buildings, machinery and equipment, less any related debt used to acquire those assets that is still outstanding. The district uses these capital assets to provide services to students and citizens. Consequently, these assets are not available for future spending. The district’s net position invested in capital assets was \$767.6 million. Although the district’s investment in capital assets is reported net of debt, it should be noted that since the capital assets themselves can’t be used to liquidate the liabilities, the resources needed to repay this debt must be provided from other sources,

The unrestricted balance of negative \$277.7 of net position is the primary result of recognizing the district's share of the pension plan liability of \$436 million, administered by the State of Alaska.

Table 2 highlights the district's revenues and expenses for the fiscal year 2019-2020. These two main components are subtracted to yield the change in net position. This table utilizes the full accrual method of accounting. Revenue is further divided into two major components: program revenues and general revenues. Program revenues are defined as charges for services, operating and capital grants and contributions. General revenues include taxes and non-categorical entitlements such as the Alaska Public School Funding Program. Expenses are shown in programs including general administration, instruction, pupil transportation, operation and maintenance of plant, community service, food services and interest expense.

The net increase of \$12.9 million in program revenues is mainly attributable to operating grants and contributions, Municipality tax appropriations, and the Public school funding program, offset by decreases in charges for services, and capital grants and contributions.

Government-wide expenses were \$675.1 million, a 7.3 percent decrease from the prior year. Decreases were made in instruction, operations and maintenance, food services, and interest expense.

Table 2 – Program Revenues and Expenses

	Governmental Activities	
	2019-2020	2018-2019
Revenues:		
Program revenues:		
Charges for services and sales	\$ 7,359,778	\$ 8,270,858
Operating grants and contributions	131,738,548	120,212,104
Capital grants and contributions	20,264,427	43,831,109
General revenues:		
Appropriation from		
Municipality of Anchorage	265,408,426	245,575,446
Investment income	2,667,223	3,677,500
Public school funding program	331,268,595	326,288,682
Federal impact aid	16,165,190	21,354,961
Other	17,994,100	10,690,255
Total revenues	<u>\$ 792,866,287</u>	<u>\$ 779,900,915</u>
Program expenses:		
General administration	\$ 30,165,956	\$ 29,310,609
Instruction	510,526,557	550,766,606
Pupil transportation	23,119,792	23,967,107
Operation and maintenance of plant	72,598,167	82,658,674
Community services	502,584	420,976
Food services	21,168,607	22,372,152
Interest expense	17,031,205	18,960,992
Total expenses	<u>675,112,868</u>	<u>728,457,116</u>
Increase (decrease) in net position	117,753,419	51,443,799
Net position beginning of year, as restated	405,231,896	353,788,097
Net positions ending	<u>\$ 522,985,315</u>	<u>\$ 405,231,896</u>

Table 3, on the following page, discloses cost of services for the governmental activities. The total cost of services column contains all costs related to the governmental functions, the program revenues column represents all categories of program revenues generally derived directly from the function or from sources other than local taxpayers, finally the net cost of services column shows how much of the total cost of service is not covered by program revenues. Succinctly put, net costs are costs that must be covered by unrestricted state revenues; e.g., Alaska Public School Funding Program or local taxes.

Table 3 – Cost of Services

Governmental Activities	Total Cost of Services 2019-2020	Program Revenues 2019-2020	Net Cost of Services 2019-2020
General administration	\$ 30,165,956	\$ 1,513,691	\$ 28,652,265
Instruction	510,526,557	111,137,679	399,388,878
Pupil transportation	23,119,792	21,916,618	1,203,174
Operation and maintenance of plant	72,598,167	3,095,762	69,502,405
Community service	502,584	597,759	(95,175)
Food service	21,168,607	21,101,244	67,363
Interest expense	17,031,205	--	17,031,205
Total expenses	\$ 675,112,868	\$ 159,362,753	\$ 515,750,115

### Financial Analysis of the Government’s Funds

The district uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds – the focus of the 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 district’s financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government’s net resources available for spending at the end of the fiscal year. Non-spendable, restricted, committed and assigned fund balance may serve as an indication of resources allocated to future expenditures.

The overall governmental funds fund balance increased by \$12,543,749 for the year ended June 30, 2020. This is attributable to the increase in the fund balance within the general fund and capital projects.

#### *General Operating Fund*

The General Fund is the primary operating fund of the district. At the end of the current fiscal year, the unassigned fund balance was \$30,097,633, while total fund balance was \$132,990,476. Total fund balance increased by \$11,782,140 from prior fiscal year.

A measure of the general fund’s liquidity would be the comparison of unrestricted fund balance to total expenditures. Unrestricted fund balance is comprised of committed, assigned and unassigned fund balance. For the current fiscal year the district’s unrestricted fund balance was \$101,636,877 or 16.5 percent of expenditures. In addition, the level of unrestricted fund balance to expenditures as calculated on a state basis was 10.34 percent.

Actual revenues on the budgetary basis were 100.8 percent of budgeted revenues, while actual expenditures on the budgetary basis were 99.1 percent of budgeted expenditures. Actual expenditures for instructional

related purchased services and community services lower than anticipated, after factoring in the \$19.5 million attrition offset included in General Administration.

The General Fund expenditure budget for the year ended June 30, 2020 was \$603.8 million, a decrease of \$8.5 million from the prior year budget of \$612.4 million.

#### *Special Revenue Fund*

Grants reported in the Grants Special Revenue Fund are cost reimbursable grants; therefore, expenditures are equal to revenues. Expenditures and revenues for the Grants Special Revenue Fund for the year were \$49.4 million, a decrease of \$3 million (5.7 percent) from the prior year amount of \$52.5 million

#### *Debt Service Fund*

The Debt Service Fund has a total fund balance of \$230,869, all of which is restricted for payment of debt service. The district projected higher than actual principal and interest payments, due to issuing a refunding bond, which allowed the district to realize a savings. However, due to the Governor's veto of 50 percent of the State Debt Reimbursement Program, the district was forced to request a special tax assessment from the Municipality of Anchorage of \$16.5 million. The net result was an overall negative budget variance of \$3.7 million.

#### *Capital Projects Fund*

The Capital Projects Fund closed the fiscal year with \$41.7 million in expenditures. Proceeds from the current year general obligation bond sale and funds from state legislative grants primarily financed the activity for the year. Revenues were in excess of current year expenditures, which resulted in a net increase of \$3.4 million to prior year fund balance of negative \$6.2 million, ending with a current fund balance of negative \$2.7 million.

### **Capital Assets and Debt Administration**

**Capital assets** – the district's investment in capital assets for its governmental activities as of June 30, 2020 amounts to \$1,265,856,381 (net of accumulated depreciation). This investment in capital assets includes land, land improvement, buildings, equipment and vehicles, and construction in progress. The total increase in the district's investment in capital assets for the current year, net of related debt, was 2.9 percent.

As described in Note 2 of the Financial Statements, the district has a significant number of construction projects that are currently in various stages of planning or construction. A listing of the major projects is as follows:

- Aquarian Charter School School Renovation
- Eagle River Elementary School Renovation
- East High School Renovation
- Government Hill Elementary School Renovation
- Gruening Middle School Renovation
- Homestead Elementary School Construction
- West High/Romig Middle Schools Renovation

The following table shows ending balances of capital assets (net of accumulated depreciation) invested in various categories. The district recognized a total decrease of \$317,192 in capital assets net of accumulated depreciation in part due to new construction projects.

Table 4 – Capital Assets as of June 30, 2020 (Net of Depreciation)

	Governmental Activities	
	2019-2020	2018-2019
Land	\$ 42,357,063	\$ 42,357,063
Land improvements	19,720,982	20,832,802
Buildings, equipment and vehicles	1,203,127,169	1,202,309,957
Construction in progress	651,167	673,751
Totals	<u>\$ 1,265,856,381</u>	<u>\$ 1,266,173,573</u>

**Long-term debt** – The District entered into a second capital lease in the fiscal year for the acquisition of 8 additional school buses for \$876,560. Over the fiscal year, the district paid \$194,719 in principal for the capital leases, leaving \$2.7 million outstanding. As of June 30, 2020 the district had outstanding general obligation bonds totaling \$440.6 million. Over the fiscal year, the district paid \$55.7 million in principal. The entire amount of \$443.2 million comprises debt backed by the full faith and credit of the municipality. More detailed information about the district’s long-term debt liabilities is presented in Note 3, Changes in Long-Term Debt, in the basic financial statements.

Table 5 – Outstanding Debt, as of June 30, 2020

	Governmental Activities		
	2019-2020	2018-2019	Maturity
Capital lease	\$ 2,672,312	\$ 1,990,471	2030
General obligation bonds	440,555,000	461,920,000	2039
Total Debt	<u>\$ 443,227,312</u>	<u>\$ 463,910,471</u>	

As of June 30, 2020, the district’s available authorized but unissued general obligation school bonds amounted to \$196.2 million.

Outstanding debt on general obligation bonds of the municipality, including the district, is reflected in the municipality’s Comprehensive Annual Financial Report for their fiscal year ended December 31, 2019.

The municipality’s current bond ratings are as follows:

	<u>Fitch’s</u>	<u>Standard and Poor’s</u>
General obligation bonds	AA+	AAA

## **Economic Factors and Next Year's Outlook**

On March 24, 2020, the Anchorage Assembly approved ordinance AO 2020-18 which provided local funding of \$255.9 million and an upper limit spending authority of \$882.2 million. Additionally, \$16.5 million in local funding was approved to repay the district for bond debt payments made in fiscal year 2019-2020 associated with the Governor's veto of State Bond Debt Reimbursements funds originally included in House Bill 2001.

Due to the ongoing COVID-19 pandemic, the 2020 Legislative session ended with some urgency and did not feature many changes to State education funding. A summary of legislation, including Governor vetoes, effecting future revenues and/or expenditures are, as follows:

- House Bill 205 – included \$30 million to school districts to be distributed on the basis of Adjusted Average Daily Membership and fully funded School Bond Debt Reimbursement. These additions were vetoed by the Governor under the premise that CARES Act funding passed at the Federal level would be able to pay for those reductions. The district did end up receiving approximately \$12 million in CARES Act funding, however, no funding has been allocated to replace the loss of Bond Debt Reimbursement. These costs now must be paid through property taxes collected from the taxpayers of the Anchorage Municipality. Ultimately these cuts at the State level do not reduce expenditures, only shifts the financial responsibility from the State to the local government.

A major driving force of the district's financial outlook is student Average Daily Membership (ADM). The district initially anticipated an overall decrease in ADM of 0.63 percent in fiscal year 2020-2021. Maturing of the Anchorage population, coupled with an overall decline in birth rates, has generally resulted in a gradual decline in student enrollment, which has been mitigated by increased regional in-migration from outlying communities and immigration from other countries. Economic impacts resulting from sustained low oil prices has put further pressure on enrollment, as skilled workers from the energy sector and related services, such as construction, search for employment opportunities elsewhere.

This year, the district's preliminary ADM at the end of September was 41,375 students, which was 4,091 fewer students than in fiscal year 2019-2020, about 3,805 students below what was projected for fiscal year 2020-2021, or about an 8.4 percent decline. This preliminary enrollment data below projected enrollment, coupled with a reduction in students with intensive needs, creates a loss of approximately \$15.2 million for fiscal year 2020-2021.

The steep decline in enrollment is primarily attributed to the COVID-19 pandemic. Many families have chosen statewide correspondence programs for their children's distance education, while others have chosen private schools for in-person learning, as the district has opted to remain virtual for the start of the 2020-2021 school year.

The State of Alaska is primarily dependent on oil taxes and royalties to pay for state government, including education. As the price of oil remains depressed, the state is expected to contend with multibillion dollar budget deficits and will be tasked with the difficult decision of prioritizing programs and projects with limited revenue. The Legislature has, so far, been unable to come to an agreement on fundamental changes to increase State revenues to cover future deficits, including the use of Alaska Permanent Fund earnings, statewide income and/or sales taxes, and increases to the tax structure of natural resource extraction.

On the expense side, excessive liability claims and insurance costs continue to outpace inflation by a wide margin, primarily driven by a diminished available market share and capacity for casualty coverage for

school districts, across the country, due in large part to sexual abuse, misconduct and traumatic brain injury exposures. There has been a significant increase in all layers of excess coverage premiums (approximately 40%).

Group medical coverage continues to be a primary driver of increasing costs for the District, accounting for over 17 percent of General Fund expenditures. The District is working to flatten the trend of 8 to 10 percent annual increases in medical costs a number of ways including the employer sponsored health clinic (Vera), increasing employee contributions and decreasing benefits. Contribution rates for most settled contracts that extend through FY 2019-2020 have no increases past FY 2017-2018 with the exception of the most recent agreement with the Anchorage Education Association providing for an increase of \$50 per month for FY 2019-2020, or 3 percent.

The overall cost of utilities is again projected to increase at a rate above inflation, most notably heating and electricity. The district's management team continues to monitor the energy price outlook and energy efficiency investment opportunities and pursue cost effective investments to improve energy efficiency. The district continues to replace heating/ventilation systems with more efficient systems as well as replacing fluorescent lighting with more efficient LED systems.

In addition to rate increases on fixed costs, the district is contending increasing capital needs for both building and network infrastructure. In 2015, the State placed a moratorium on reimbursing bond debt for capital projects, which has put the entire burden for any new projects on local taxpayers and the use of operating funds. Additionally, more resources will need to be put towards securing the district's network as the level of attacks on district servers increases in both number and sophistication.

Rate increases, generally trending with inflation, for purchased services and products are expected to continue. Underlying costs to provide services are also anticipated to continue to be passed along to the district. The district continues to consider these trends when analyzing program costs in accordance to budget objectives.

The district has three indirect cost recovery rates, one that applies to most operating grants and pass-through funding (which includes charter schools up to a 4 percent cap) and two indirect rates for capital grants, aka "pro-rate", based on the total dollar amount and type of project.<sup>1</sup> The rates are designed to cover necessary general and administrative expenses that are not readily identifiable to a particular grant, contract, program or activity and generally include an allocation from cost centers that includes utilities, accounting, human resources, information technology, facilities personnel, etc.

The indirect rate for operating grants and pass-through funding is based on the federal government cost principals outlined in OMB Circular A-87, as approved by the State of Alaska. The state-approved indirect rate for fiscal year 2020-2021 is 5.09 percent.

The state allows an indirect rate of up to 9 percent for capital grants for fiscal year 2020-2021. The district generally charges the full 9 percent for design, planning, and building life extension projects, while large capital renewals, renovations, additions and replacement projects are typically charged 5 percent.

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<sup>1</sup> In some cases the indirect costs may be waived or prohibited by the district, grantors, and other agencies.

## **Requests for Information**

These financial statements and discussions are designed to provide our students, citizens, taxpayers, investors and creditors disclosure of the district's finances and to demonstrate a high degree of accountability for the public dollars entrusted to us. If you have questions about this report or need additional information, please write to Chief Financial Officer, Anchorage School District, 5530 East Northern Lights Blvd., Anchorage, Alaska 99504-3135.

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# Basic Financial Statements

June 30, 2020  
With Comparative Totals for  
June 30, 2019

## STATEMENT OF NET POSITION

	Governmental Activities	
	2020	2019
<b>Assets</b>		
Current assets:		
Cash and investments	\$ 153,405,195	\$ 154,369,733
Cash and investments with paying agent	193,717	3,195,064
Accounts receivable, net of allowances	8,137,925	3,406,371
Due from other governments	163,866,525	142,301,767
Prepaid items	2,906,700	3,618,126
Inventory	3,989,098	2,690,476
Total current assets	<u>332,499,160</u>	<u>309,581,537</u>
Non-current assets:		
Net OPEB asset	24,355,214	--
Capital assets:		
Non-depreciable:		
Land	42,357,063	42,357,063
Construction in progress	651,167	673,751
Depreciable:		
Land improvements	72,478,465	71,903,119
Buildings and equipment	1,911,311,243	1,870,948,529
Pupil transportation equipment	21,158,974	20,996,374
Accumulated depreciation	(782,100,531)	(740,705,263)
Capital assets, net of accumulated depreciation	<u>1,265,856,381</u>	<u>1,266,173,573</u>
Total assets	<u>1,622,710,755</u>	<u>1,575,755,110</u>
<b>Deferred outflows of resources</b>		
Pension related	37,015,739	50,020,575
OPEB related	27,971,995	38,189,441
Deferred charges on refunding loss	5,970,351	6,914,176
Total deferred outflows of resources	<u>70,958,085</u>	<u>95,124,192</u>
<b>Liabilities</b>		
Current liabilities:		
Accounts payable	3,981,054	3,083,413
Contracts payable	8,604,902	6,508,585
Medical claims payable, including IBNR	4,487,087	4,717,348
Interest payable	6,800,587	7,393,184
Accrued salaries and related items:		
Wages and salaries payable	2,897,654	2,731,046
Payroll taxes, other accrued and withheld items	10,189,206	12,195,000
Accrued compensated absences	6,879,517	6,756,771
Workers' compensation payable	548,035	6,719,618
Lease payable	260,728	176,989
Bonds payable	58,370,000	54,640,000
Unearned revenue	2,039,344	1,809,162
Total current liabilities	<u>105,058,114</u>	<u>106,731,116</u>
Non-current liabilities:		
Accrued compensated absences	6,478,403	4,780,283
Workers' compensation payable	11,141,260	8,712,835
Lease payable	2,411,584	1,813,482
Bonds payable, net	431,544,086	454,528,495
Net pension liability	436,189,898	443,616,315
Net OPEB liability	5,939,509	77,400,950
Total non-current liabilities	<u>893,704,740</u>	<u>990,852,360</u>
Total liabilities	<u>998,762,854</u>	<u>1,097,583,476</u>
<b>Deferred inflows of resources</b>		
Pension related	21,731,962	11,957,792
OPEB related	22,237,951	31,672,478
General property tax receipts	107,449,875	106,145,892
Debt service tax receipts	20,500,883	18,287,768
Total deferred inflows of resources	<u>171,920,671</u>	<u>168,063,930</u>
<b>Net Position</b>		
Net investment in capital assets	767,614,653	746,131,494
Restricted for:		
Bond rating	25,588,060	24,886,732
Debt service	230,869	3,958,143
Federal Impact Aid 8003(d)	303,098	287,116
Pupil transportation	1,642,043	--
Student activities	4,235,948	--
Student allotment	1,033,601	--
Unrestricted	(277,662,957)	(370,031,589)
Total net position	<u>\$ 522,985,315</u>	<u>\$ 405,231,896</u>

For the Year Ended June 30, 2020

STATEMENT OF ACTIVITIES

	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b><u>Functions/Programs</u></b>					
District-wide activities					
General administration	\$ (30,165,956)	\$ 269	\$ 1,513,422	\$ --	\$ (28,652,265)
Instruction	(510,526,557)	5,082,393	85,790,859	20,264,427	(399,388,878)
Pupil transportation	(23,119,792)	7,713	21,908,905	--	(1,203,174)
Operation and maintenance of plant	(72,598,167)	--	3,095,762	--	(69,502,405)
Community services	(502,584)	555,424	42,335	--	95,175
Food services	(21,168,607)	1,713,979	19,387,265	--	(67,363)
Interest expense	(17,031,205)	--	--	--	(17,031,205)
Total district-wide activities	<u>\$ (675,112,868)</u>	<u>\$ 7,359,778</u>	<u>\$ 131,738,548</u>	<u>\$ 20,264,427</u>	<u>\$ (515,750,115)</u>

General revenues:

Unrestricted:

Appropriation from Municipality of Anchorage	\$ 265,408,426
Investment income	2,667,223
Public School Funding Program	331,268,595
Federal Impact Aid	16,165,190
Other	17,962,170
Proceeds from sale of property & equipment	31,930
Total general revenues	<u>633,503,534</u>
Change in net position	117,753,419
Net position at beginning of year	<u>405,231,896</u>
Net position at end of the year	<u>\$ 522,985,315</u>

See accompanying notes to basic financial statements

Year Ended June 30, 2020

## BALANCE SHEET - GOVERNMENTAL FUNDS

	General	Grants Special Revenue	Debt Service	Capital Projects	Non-Major Governmental	Totals	
						2020	2019
<b>Assets</b>							
Cash and investments	\$ 117,119,621	\$ --	\$ --	\$ 336,277	\$ --	\$ 117,455,898	\$ 124,293,211
Cash and investments with paying agent	--	--	1,122	192,595	--	193,717	3,195,064
Accounts receivable (net of any allowances for uncollectibles)	7,991,407	98,848	--	--	32,788	8,123,043	3,016,489
Due from other funds	31,619,388	--	--	5,822,449	7,655,249	45,097,086	27,243,843
Due from other governments	105,416,475	15,314,357	37,153,350	69,750	5,912,593	163,866,525	142,301,767
Prepaid items	2,905,245	1,455	--	--	--	2,906,700	3,618,126
Inventory	1,523,595	--	--	--	2,465,502	3,989,097	2,690,476
Total assets	<u>\$ 266,575,731</u>	<u>\$ 15,414,660</u>	<u>\$ 37,154,472</u>	<u>\$ 6,421,071</u>	<u>\$ 16,066,132</u>	<u>\$ 341,632,066</u>	<u>\$ 306,358,976</u>
<b>Liabilities</b>							
Accounts payable	\$ 3,055,386	\$ 380,900	\$ 55,983	\$ 385,128	\$ 95,604	\$ 3,973,001	\$ 3,083,413
Contracts payable	--	--	--	8,604,902	--	8,604,902	6,508,585
Medical claims and other contracts payable	536,385	--	--	--	--	536,385	554,289
Due to other funds	13,477,698	12,443,060	16,366,737	--	2,809,591	45,097,086	27,243,843
Accrued salaries and related items	11,088,581	1,695,218	--	92,200	210,864	13,086,863	14,926,046
Unearned revenue	275	895,482	--	85,345	1,058,242	2,039,344	1,809,162
Total liabilities	<u>28,158,325</u>	<u>15,414,660</u>	<u>16,422,720</u>	<u>9,167,575</u>	<u>4,174,301</u>	<u>73,337,581</u>	<u>54,125,338</u>
<b>Deferred inflows of resources</b>							
General property tax appropriation	105,426,930	--	--	--	2,022,945	107,449,875	106,145,892
Debt service tax appropriation	--	--	20,500,883	--	--	20,500,883	18,287,768
Total deferred inflows of resources	<u>105,426,930</u>	<u>--</u>	<u>20,500,883</u>	<u>--</u>	<u>2,022,945</u>	<u>127,950,758</u>	<u>124,433,660</u>
<b>Fund balances:</b>							
Non-spendable	4,428,840	1,455	--	--	2,465,502	6,895,797	6,158,872
Restricted	26,924,759	--	230,869	--	5,877,991	33,033,619	29,131,991
Committed	9,835,473	--	--	--	400,000	10,235,473	6,179,542
Assigned	61,703,771	--	--	--	1,707,511	63,411,282	68,633,708
Unassigned	30,097,633	(1,455)	--	(2,746,504)	(582,118)	26,767,556	17,695,865
Total fund balances	<u>132,990,476</u>	<u>--</u>	<u>230,869</u>	<u>(2,746,504)</u>	<u>9,868,886</u>	<u>140,343,727</u>	<u>127,799,978</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 266,575,731</u>	<u>\$ 15,414,660</u>	<u>\$ 37,154,472</u>	<u>\$ 6,421,071</u>	<u>\$ 16,066,132</u>	<u>\$ 341,632,066</u>	<u>\$ 306,358,976</u>

See accompanying notes to basic financial statements

June 30, 2020  
With Comparative Totals for  
June 30, 2019

**RECONCILIATION OF THE BALANCE SHEET  
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION**

	2020	2019
Total governmental fund balances	\$ 140,343,727	\$ 127,799,978
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets net of accumulated depreciation used in governmental activities are not financial resources and therefore are not reported in the funds	1,256,299,283	1,258,335,514
Other long-term assets are not available to pay incurrent period, and therefore not reported in the funds:		
Net OPEB asset	24,355,214	--
Other long-term liabilities not due and payable in the current period, and therefore not reported in the funds:		
Workers' compensation payable	(11,689,295)	(15,432,453)
Lease payable	(2,672,312)	(1,990,471)
General obligation debt	(440,555,000)	(461,920,000)
Accrued interest on general obligation debt	(6,800,587)	(7,393,184)
Unamortized loss/(gain) on refunding bonds	5,970,351	6,914,176
Unamortized general obligation bond premium	(49,359,082)	(47,248,495)
Net pension liability	(436,189,898)	(443,616,315)
Net OPEB liability	(5,939,509)	(77,400,950)
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds:		
Deferred outflows of resources related to pensions	37,015,739	50,020,575
Deferred outflows of resources related to OPEB	27,971,995	38,189,441
Deferred inflows of resources related to pensions	(21,731,962)	(11,957,792)
Deferred inflows of resources related to OPEB	(22,237,951)	(31,672,478)
Internal service fund net position	28,204,602	22,604,350
Total reconciling items	382,641,588	277,431,918
Net position of governmental activities	\$ 522,985,315	\$ 405,231,896

See accompanying notes to basic financial statements

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

**STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND  
BALANCES - GOVERNMENTAL FUNDS**

	General	Grants Special Revenue	Debt Service	Capital Projects	Non-Major Governmental Funds	Totals	
						2020	2019
<b>Revenues:</b>							
Local sources	\$ 215,320,410	\$ 755,240	\$ 53,131,405	\$ 213,443	\$ 9,800,878	\$ 279,221,376	\$ 263,701,697
State sources	392,810,225	6,301,644	19,874,866	414,267	22,460,757	441,861,759	449,958,677
Federal sources	21,617,573	42,365,661	118,502	428,918	18,578,910	83,109,564	89,512,658
Total revenues	629,748,208	49,422,545	73,124,773	1,056,628	50,840,545	804,192,699	803,173,032
<b>Expenditures:</b>							
<b>Current:</b>							
General administration	31,998,860	--	--	--	--	31,998,860	36,435,365
Instruction	503,688,559	49,422,545	--	--	4,469,592	557,580,696	545,381,902
Pupil transportation	--	--	--	--	23,965,783	23,965,783	25,699,733
Operation and maintenance of plant	78,401,977	--	--	--	--	78,401,977	85,234,081
Community services	866,720	--	--	--	--	866,720	497,462
Food services	--	--	--	--	22,040,099	22,040,099	22,649,668
<b>Debt service:</b>							
Refunding bond issuance cost	--	--	33,767	--	--	33,767	--
Bond principal	--	--	55,745,000	--	--	55,745,000	55,080,000
Bond interest	--	--	21,117,826	--	--	21,117,826	22,057,954
Capital lease principal	--	--	194,719	--	--	194,719	85,977
Capital lease interest	--	--	82,114	--	--	82,114	39,663
Fiscal agent fees	--	--	1,950	--	--	1,950	1,950
Bond issuance cost	--	--	--	110,572	--	110,572	--
Capital outlays	--	--	--	41,547,269	--	41,547,269	33,278,822
Total expenditures	614,956,116	49,422,545	77,175,376	41,657,841	50,475,474	833,687,352	826,442,577
Excess (deficiency) of revenues over (under) expenditures	14,792,092	--	(4,050,603)	(40,601,213)	365,071	(29,494,653)	(23,269,545)
<b>Other financing sources (uses):</b>							
Proceeds from sale of property and equipment	4,999	--	--	--	--	4,999	29,676
Issuance of capital lease	--	--	--	--	876,560	876,560	2,076,448
Issuance of general obligation bonds	--	--	--	35,610,000	--	35,610,000	--
Premium on issuance of general obligation bonds	--	--	--	5,510,275	--	5,510,275	--
Issuance of refunding bonds	--	--	10,295,000	--	--	10,295,000	--
Premium on issuance of refunding bonds	--	--	1,476,540	--	--	1,476,540	--
Payments to refunding escrow	--	--	(11,734,972)	--	--	(11,734,972)	--
Transfers in	--	--	9,928	2,912,050	1,109,147	4,031,125	4,250,855
Transfers out	(3,014,951)	--	276,833	(9,928)	(1,283,079)	(4,031,125)	(4,250,855)
Total other financing sources (uses)	(3,009,952)	--	323,329	44,022,397	702,628	42,038,402	2,106,124
Net change in fund balances	11,782,140	--	(3,727,274)	3,421,184	1,067,699	12,543,749	(21,163,421)
Fund balances at beginning of year	121,208,336	--	3,958,143	(6,167,688)	8,801,187	127,799,978	148,963,399
Fund balances at end of year	\$ 132,990,476	\$ --	\$ 230,869	\$ (2,746,504)	\$ 9,868,886	\$ 140,343,727	\$ 127,799,978

See accompanying notes to basic financial statements

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

**RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES**

	2020	2019
Net change in fund balances	\$ 12,543,749	\$ (21,163,421)
Amounts reported for governmental activities in the statement of activities are 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 and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.		
Capital outlay and equipment purchases	42,678,662	35,491,517
Current depreciation expense	(44,193,622)	(43,630,204)
Loss on disposal of assets	(521,270)	(3,891,138)
Net adjustment for change in fund balance, total government funds to arrive at changes in net position of governmental activities	(2,036,230)	(12,029,825)
The issuance of long-term debt (e.g, bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are unearned and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term and related items.		
Issuance of general obligation bonds	(35,610,000)	--
Premium on issuance of general obligation bonds	(5,510,275)	--
Issuance of refunding general obligation bonds	(10,295,000)	--
Payment to escrow agent for refunding	11,734,972	--
Premium on issuance of refunding general obligation bonds	(1,476,540)	--
Principal payments on general obligation bonds and refunded bonds	55,745,000	55,080,000
Principal payments on capital lease	194,719	85,977
Net change in refunding loss	(1,084,547)	(1,071,754)
Net change in general obligation bonds premium	4,806,974	4,610,646
Accrued interest	592,597	(400,317)
Issuance of capital lease	(876,560)	(2,076,448)
Expenses and revenues that do not require the use of current financial resources are reported in the Statement of Activities, but they are not recorded as expenditures or revenues in the governmental funds:		
Workers' compensation payable	3,743,161	(1,239,511)
Pension contributions	(16,109,130)	(28,460,224)
Cost of benefits earned net of employee contributions	756,541	60,859,483
OPEB expense	95,033,736	(2,290,096)
Prepaid pension expense	--	(4,330,508)
Change in net position - Internal Service Funds	5,600,252	3,869,797
Total reconciling items	105,209,670	72,607,220
Change in net position of governmental activities	\$ 117,753,419	\$ 51,443,799

See accompanying notes to basic financial statements

June 30, 2020  
With Comparative Totals for  
June 30, 2019

## INTERNAL SERVICE FUNDS

## STATEMENT OF NET POSITION

	Governmental Activities	
	2020	2019
<b>Assets</b>		
Current Assets:		
Investments	\$ 35,949,297	\$ 30,076,522
Accounts receivable	14,882	389,882
Total current assets	<u>35,964,179</u>	<u>30,466,404</u>
Non-current assets:		
Machinery and equipment	34,676,312	33,846,917
Accumulated depreciation	<u>(25,119,214)</u>	<u>(26,008,858)</u>
Capital assets (net of accumulated depreciation)	<u>9,557,098</u>	<u>7,838,059</u>
Total assets	<u>\$ 45,521,277</u>	<u>\$ 38,304,463</u>
<b>Liabilities</b>		
Current liabilities:		
Medical claims and other payables	\$ 3,958,755	\$ 4,163,059
Accrued compensated absences	<u>6,879,517</u>	<u>6,756,771</u>
Total current liabilities	10,838,272	10,919,830
Non-current liabilities		
Accrued compensated absences	<u>6,478,403</u>	<u>4,780,283</u>
Total non-current liabilities	<u>6,478,403</u>	<u>4,780,283</u>
Total liabilities	<u>17,316,675</u>	<u>15,700,113</u>
<b>Net Position</b>		
Net investment in capital assets	9,557,098	7,838,059
Unrestricted	<u>18,647,504</u>	<u>14,766,291</u>
Total net position	<u>\$ 28,204,602</u>	<u>\$ 22,604,350</u>

See accompanying notes to basic financial statements

For the Year Ended June 30, 2020  
 With Comparative Totals  
 For the Year Ended June 30, 2019

## INTERNAL SERVICE FUNDS

STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION

	Governmental Activities	
	2020	2019
Operating revenues:		
Charges for services	\$ 1,735,633	\$ 1,736,974
Charges for health insurance services	36,593,460	36,630,712
Charges for accrued compensated absences	16,290,594	15,620,842
Total operating revenues	<u>54,619,687</u>	<u>53,988,528</u>
Operating expenses:		
Depreciation	1,735,633	1,736,974
Costs of services	2,401,469	2,426,527
Medical plan administration	2,361,882	2,678,573
Medical claims	28,499,175	29,469,442
Compensated absences expense	16,471,259	15,705,834
Total operating expenses	<u>51,469,418</u>	<u>52,017,350</u>
Operating gain (loss)	<u>3,150,269</u>	<u>1,971,178</u>
Non-operating revenues:		
Gain on sale of capital assets	(53,165)	29,830
Investment income	1,035,430	1,367,459
Total non-operating revenues	<u>982,265</u>	<u>1,397,289</u>
Total income (loss) before capital contributions and transfers	<u>4,132,534</u>	<u>3,368,467</u>
Capital contributions	<u>1,467,718</u>	<u>501,330</u>
Total capital contributions and transfers	<u>1,467,718</u>	<u>501,330</u>
Changes in net position	5,600,252	3,869,797
Net position at beginning of year	<u>22,604,350</u>	<u>18,734,553</u>
Net position at end of year	<u>\$ 28,204,602</u>	<u>\$ 22,604,350</u>

See accompanying notes to basic financial statements

For the Year Ended June 30, 2020  
 With Comparative Totals  
 For the Year Ended June 30, 2019

## INTERNAL SERVICE FUNDS

## STATEMENT OF CASH FLOWS

	Governmental Activities	
	2020	2019
Cash flows from operating activities:		
Receipts from interfund activities	\$ 55,044,324	\$ 53,988,528
Payments for interfund services used	(14,650,394)	(16,236,598)
Payments for medical claims and other health insurance activity	(33,560,842)	(35,923,242)
Net cash flows provided by operating activities	<u>6,833,088</u>	<u>1,828,688</u>
Cash flow from capital and related financing activities:		
Acquisition of capital assets	(2,067,050)	(914,152)
Sale of capital assets	26,931	35,377
Net cash used in capital and related financing activities	<u>(2,040,119)</u>	<u>(878,775)</u>
Cash flows from investing activities:		
Purchase of investments	(5,828,401)	(2,317,372)
Interest earnings received	1,035,432	1,367,459
Net cash used in investing activities	<u>(4,792,969)</u>	<u>(949,913)</u>
Net increase in cash	--	--
Cash at beginning of year	--	--
Cash at end of year	<u>\$ --</u>	<u>\$ --</u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 3,113,948	\$ 1,971,178
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation expense	1,735,633	1,736,974
Change in assets and liabilities		
Receivables, net	375,000	100
Accounts and other payables	1,608,507	(1,879,564)
Net cash provided by operating activities	<u>\$ 6,833,088</u>	<u>\$ 1,828,688</u>
Non-cash investing, capital, and financing activities:		
Contributed capital and equipment	<u>\$ 1,467,718</u>	<u>\$ 501,330</u>

See accompanying notes to basic financial statements

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Anchorage School District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

**A. Reporting Entity**

The accompanying financial statements include all the activities of the Anchorage School District. Based upon criteria developed by the Governmental Accounting Standards Board, the district is a component unit and integral part of the primary government, the Municipality of Anchorage, and has been included in their Comprehensive Annual Financial Report. The district is fiscally dependent upon the primary government because the Anchorage Assembly approves the municipal tax appropriation and the total budget, and levies and collects taxes for the district. The Anchorage Assembly also approves the borrowing of funds and issuance of bonds for the district.

The district is mandated by state statute to have a June 30 fiscal year, whereas the municipality is required by Municipal Charter to have a December 31 fiscal year. Audited financial statements for the Municipality of Anchorage, including the district, are available upon request from their principal administrative office. There are no other organizations or agencies whose financial statements should be combined and presented with the district's financial statements.

**B. Basis of Presentation**

The district's basic financial statements consist of government-wide statements, including a statement of net position, a statement of activities, and the fund financial statements that provide a more detailed level of financial information.

Government-wide financial statements – the statement of net position and the statement of activities display information about the district as a whole. These statements include the financial activities of the governmental and proprietary funds. The district does not have any activities that are considered business-type activities.

The statement of net position presents the financial condition of 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, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues that 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 – during the year, the district segregates transactions related to certain district functions or activities in separate funds in order to aid financial management and to demonstrate legal

compliance. Fund financial statements are designed to present financial information of the district at this more detailed level. The focus of governmental fund financial statements is on major funds. The major funds are presented in separate columns. Non-major funds are aggregated and presented in a single column. The fund financials are accounted for using a flow of current financial resources measurement focus. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

### C. Fund Accounting

The accounts of the district are organized on the basis of funds each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. The district resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The district has two categories of funds: governmental and proprietary. The various funds are grouped, in the financial statements in this report, into five generic fund types and two broad fund categories as follows:

#### Governmental Funds

The district reports major governmental funds based on quantitative criteria:

**General Fund** – this fund is the general operating fund of the district. It is used to account for all financial resources traditionally associated with school districts except those required to be accounted for in another fund.

**Debt Service Fund** – this fund is used to account for the accumulation of resources for, and payment of, general long-term bonded debt principal, interest, capital lease principal, interest and other related costs.

The district reports the following funds as a major governmental fund for special interest criteria:

**Grants Special Revenue Fund** – this fund is used to account for revenues from sources which include categorical state and federal grants or contracts used to supplement educational programs.

**Capital Projects Fund** – this fund is used to account for financial resources to be used for major capital outlay relating to the acquisition, construction and renovation of capital facilities.

The other governmental funds of the district are considered non-major; the district's non-major governmental funds include Special Revenue Funds which are used to account for the proceeds of specific revenue sources (other than for major capital projects) that are restricted by law or administrative action to expenditures for specified purpose. Brief descriptions of the district's three non-major special revenue funds are as follows:

**Food Service Fund** – this fund is used to account for the operations of the district's Student Nutrition program. Financing is provided by user fees and proceeds received under the National School Lunch and Breakfast Programs, as well as other state and federal sources.

**Student Activities Funds** – these funds include extracurricular and co-curricular accounts. Extracurricular student activities accounts are used to account for assets held by the district for the after-school student body organizations. Co-curricular student activities accounts are used to account for assets held by the district for the various school academic student body organizations. Extracurricular and Co-curricular student activities accounts use the district's central treasury to account for cash and investments and for daily operation.

**Pupil Transportation Fund** – this fund is used to account for the operations of the district's pupil transportation program. Financing is provided primarily through the State Pupil Transportation Program and supplemented by other general revenues.

#### Proprietary Funds

Internal Service Funds may be used to account for the financing of goods or services provided by one department to other departments of the primary government on a cost-reimbursement basis. Internal Service Funds distinguishes operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with the Internal Service Funds ongoing operations. The district's Internal Service Funds are also considered non-major and are as follows:

**Equipment Replacement Fund** – this fund is used to account for the management and replacement of the General Fund's equipment and vehicles.

**Health Insurance Fund** – this fund is used to account for the support services employees' health insurance plan. This includes six of the nine employee groups within the district.

**Compensated Absences Fund** – this fund is used to account for employees' earned, as well as, used leave.

#### D. Basis of Accounting/Measurement Focus

The government-wide 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 related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets.

Financial transactions are recorded on the modified accrual basis of accounting for the various governmental fund types. The modified accrual basis of accounting is defined as that method of accounting in which revenues are recognized in the accounting period in which they become susceptible to accrual – that is, when they become both measurable and available to finance expenditures of the current period. "Measurable" means the amount of the transaction can be recognized when collectability is assured or losses can be reasonably estimated; and "available" means collectible within sixty days of fiscal year-end or soon enough thereafter to be used to pay liabilities of the current period.

Application of the "susceptibility to accrual" criteria requires judgment, consideration of the materiality of the item in question, and due regard for the practicality of accrual, as well as consistency in application. Property taxes, charges for services and investment income are susceptible to accrual. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. All other revenue sources are also considered susceptible to accrual. Some of the significant revenue sources susceptible to accrual are the Alaska Public School Funding Program, Non-Resident Tuition Program, Pupil Transportation Program, and the National School Lunch and Breakfast Programs. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for un-matured principal and interest on general long-term obligations, which is recognized when due.

The full-accrual basis of accounting is used for the proprietary fund type – Internal Service Funds; that is, revenues are recognized when they are earned and become measurable, and expenses are recognized in the period incurred, if measurable. Accruals and deferrals are used to match expenses to the period in which they generate revenues or otherwise benefit the organization. The principal operating revenue of the district's Internal Service Funds are charges for services. Operating expenses for the Equipment Replacement Fund primarily include depreciation in capital assets. The Health Insurance Fund operating expenses include direct plan costs such as claim payments and administrative costs, while the Compensated Absences Fund's operating expenses include leave expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Use of Estimates – 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. This also requires the 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. Significant accounting estimates include those for the allowance for doubtful accounts, reserves for claims incurred but not reported for self-insured workers' compensation and health care plans, and reserves for the ultimate cost of the settlement of litigation.

#### E. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Fund Balance/Net Position

##### Cash and Investments

A central treasury is used to account for all cash and investments. At the beginning of FY2019, the district closed all extracurricular Student Activity Fund accounts that were previously held at independent banking institutions and moved funds into accounts held by the districts central treasury.

In the central treasury, investments are reported at fair value or cost/amortized cost in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*. Investment income is allocated to General Fund, Capital Projects Fund, Debt Service Fund and Internal Service Funds at the end of every month according to each funds' respective investment balance.

The district can invest excess funds held in the central treasury through direct investments allowed by board policy. Board policy requires direct investments, in excess of any insured amount, to be collateralized at all times with United States Government guaranteed securities having a fair value, plus accrued interest, which equals or exceeds the collateralized amount of the investment. Collateral needs to be held in the district's name by the district's agent, the bank's trust department, or the bank's agent. The district does not have a formal policy relating to interest rate risk but manages the risk by mainly

investing in the externally managed Municipal Investment Pool and short-term, highly liquid investments. The district is authorized to secure direct investments including:

1. Obligations of, or obligations insured or guaranteed by, the United States of America or an agency or instrumentality of the United States.
2. Repurchase agreements secured by obligations insured or guaranteed by the United States of America or agencies or instrumentalities of the United States.

The district is also authorized to secure investments through the Municipality of Anchorage either by trading in the open market or participating in the Municipal Investment Pool. The Municipal Investment Pool is not registered with the Securities and Exchange Commission. The fair value of the pool is the same as the value of pool shares. As of June 30, 2020, the district holds equity total of \$145,374,864, about 29.7 percent of the total investment pool. The Anchorage Municipal Code 6.50.030 functions as the regulation oversight of the investment pool. According to AMC 6.50.030, the Municipality is authorized to purchase investments which meet the following rating and issuer requirements:

1. Obligations issued or guaranteed by the U.S. government, U.S. agencies or U.S. government-sponsored corporations and agencies.
2. Corporate debt securities that are guaranteed by the U.S. government or the Federal Deposit Insurance Corporation (FDIC) as to principal and interest.
3. Taxable and tax-exempt municipal securities having a long term rating of at least "A-" by a nationally recognized rating agency or a taxable or tax-exempt municipal security having a short term rating of at least "A-1" by S&P, "P-1" by Moody's or "F-1" by Fitch.
4. Debt securities issued and guaranteed by the International Bank for Reconstruction and Development (IBRD) and rated "AAA" by a nationally recognized rating agency.
5. Commercial paper, excluding asset-backed commercial paper, rated at least "A-1" by S&P, "P-1" by Moody's or "F-1" by Fitch.
6. Bank debt obligations, including unsecured certificates of deposit, notes, time deposits and bankers' acceptance (with maturities of not more than 365 days), and deposits with any bank, short-term obligations of which are rated at least "A-1" by S&P, "P-1" by Moody's or "F-1" by Fitch and is either:
  - a. Incorporated under the laws of the United States of America, or any state thereof, and subject to supervision and examination by federal or state banking authorities; or
  - b. Issued through a foreign bank with a branch or agency licensed under the laws of the United States of America, or any state thereof, or under the laws of a country with a S&P sovereign rating of "AAA", or a Moody's sovereign rating for bank deposits of "AAA", or a Fitch national rating of "AAA", and subject to supervision and examination by federal or state banking authorities.
7. Repurchase agreements secured by obligations of the U.S. government, U.S. agencies or U.S. government-sponsored corporations and agencies.
8. Dollar denominated corporate debt instruments rated "BBB-" or better (investment grade) by S&P's Rating Service or the equivalent by another nationally recognized rating agency.
9. Dollar denominated corporate debt instruments rated lower than "BBB-" (non-investment grade) by S&P's Rating Service or the equivalent by another nationally recognized rating agency, including emerging markets.
10. Dollar denominated debt instruments of foreign governments rated "BBB-" or better (investment grade) by S&P's Rating Service or the equivalent by another nationally recognized rating agency.

11. Asset-backed securities (ABS), excluding commercial paper, collateralized by: credit cards, automobile loans, leases and other receivables which must have a credit rating of “AA-” or above by S&P’s Rating Service or the equivalent by another nationally recognized rating agency.
12. Mortgage-backed securities (MBS), including generic mortgage-backed pass-through securities issued by GNMA, FHLMC, FNMA, as well as non-agency mortgage-backed securities, collateralized mortgage obligations (CMOs), or commercial mortgage-backed securities (CMBS), which must have a credit rating of “AA-” or better by S&P’s Rating Service or the equivalent by another nationally recognized rating agency.
13. Debt issued by the Tennessee Valley Authority.
14. Money market mutual funds rated “Am” or better by S&P Rating Service, or the equivalent by another nationally recognized rating agency, as long as they consist of allowable securities as outlined above.
15. Alaska Municipal League Investment Pool (AMLIP).
16. Mutual funds consisting of allowable securities as outlined above.
17. Interfund loans from a Municipal Cash Pool to a Municipal Fund.

In addition to providing a list of authorized investments, AMC 06.50.030 specifically prohibits investments in the following:

1. Structured investment vehicles.
2. Asset backed commercial paper.
3. Short sales.
4. Securities not denominated in U.S. Dollars.
5. Commodities.
6. Real estate investments.
7. Derivatives, except “to be announced” forward mortgage-backed securities (TBA’s) and derivatives for which payment is guaranteed by the U.S. government or an agency thereof.

A summary of the demand and time deposits is as follows:

Fund	Carrying Amount	Bank Balance
Collateralized with securities held by the bank's trust department in the district's name:		
Demand deposits:		
General Fund, Special Revenue Fund, Debt Service Fund and Capital Projects Fund	\$ 8,030,331	\$ 14,875,724

The district has minimized its exposure to custodial credit risk by properly collateralizing its bank deposits with securities held by the bank's trust department in the district's name. The district measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; level 2 inputs are significant other observable inputs; level 3 inputs are significant unobservable inputs.

The district has the following recurring fair value measurements as of June 30, 2020:

- *Municipal Investment Pool* – valued at the end of month closing market value as determined by the fund advisor.
- *Money market funds and U.S. government securities* – valued at month end using published fair value of shares or units held.

A summary of the district's investments as of June 30, 2020, recognizing a three-tiered fair value hierarchy, is as follows:

Description	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Fair Value
June 30, 2020				
U.S. government securities	\$ --	\$ 193,717	\$ --	\$ 193,717
Municipal Investment Pool	--	145,374,864	--	145,374,864
Total investments	\$ --	\$ 145,568,581	\$ --	\$ 145,568,581

The district has interest-earning investment contracts through the municipality that had a remaining maturity of one year or less at the time of purchase that are excluded from measurement at fair value. These investments are measured at amortized cost and are generally equivalent to fair value.

As of June 30, 2020, the district's investments had the following maturities:

Investment Type	Value	Investment Maturities (in years)		
		Less than 1	1 to 5	More than 5
U.S. government securities	\$ 193,717	\$ 193,717	\$ --	\$ --
Municipal Investment Pool	145,374,864	145,374,864	--	--
Total	\$ 145,568,581	\$ 145,568,581	\$ --	\$ --

The following is a schedule of investments by fund including the equity position in the Municipal Investment Pool of the governmental fund type and proprietary fund type at June 30, 2020. All discounted notes issued by the U.S. Government agencies have implied ratings of "A-1+" by S&P, "P-1" by Moody's or "F1+" by Fitch.

	Date Acquired	Interest Rate	Maturity Date	Carrying Amount
<b>General Fund</b>				
Municipal Investment Pool				\$ 109,089,290
<b>Capital Projects Fund</b>				
Project Account				
Account Investment		0.75 %	6/30/2020	\$ 17,146
Project Interest Account				
Account Investment		0.75	6/30/2020	175,449
Total Project Account Balances				192,595
Municipal Investment Pool				336,277
<b>Total Capital Projects Fund</b>				\$ 528,872
<b>Debt Service Fund</b>				
Account Investment				\$ 1,122
<b>Internal Service Fund</b>				
Municipal Investment Pool				
Health Insurance Fund				\$ 11,150,134
Equipment Replacement Fund				10,532,153
Compensated Absences Fund				14,267,010
<b>Total Internal Service Funds</b>				\$ 35,949,297

#### Cash with Paying Agent

The total amount of cash with paying agent at June 30, 2020 is \$193,717, which is recorded in the Capital Projects Fund and Debt Service Fund.

Due from Other Governments

The amounts due from the Municipality of Anchorage are generally for funds appropriated from local property taxes levied by Municipal Ordinance in support of the district. The amounts recorded in the General Fund, Pupil Transportation Special Revenue Fund, and Debt Service Fund, at June 30, are \$105,416,475, \$2,022,945 and \$37,041,990, respectively. In addition, there is \$69,750 recorded in the Capital Projects Fund due from the Municipality and State of Alaska for State of Alaska Legislative grants which are passed through the Municipality for the district.

The amounts due from the State of Alaska in the Grants and Food Service Special Revenue Funds, include \$335,034 for fiscal year 2019-2020 reimbursements under cost reimbursable grants and \$3,889,648 for amounts earned under the United States School Lunch and Breakfast Programs, respectively. The amounts due from the United States Government in the Grants Special Revenue Fund and Debt Service Fund include \$14,979,323 for fiscal year 2019-2020 reimbursements under cost reimbursable grants and \$111,360 for Build America Bonds reimbursable program, respectively.

Property Taxes

The Anchorage Assembly has approved an ordinance, which levied taxes on real and personal properties for calendar year 2020 in support of the district. Property taxes levied by the Municipality of Anchorage attach a lien on property on the first day of the tax year in which taxes are levied. For 2020, taxes were levied on April 23. Real property taxes are payable in two installments on June 15 and August 15, and personal property taxes in two installments on August 31 and October 31.

The amount of funds appropriated from local property taxes by Municipal ordinance is an established amount based on estimated assessed valuations of real property and estimated personal property. Remittance of funds is based upon an installment schedule mutually agreed upon between the Municipality and the district.

A summary of the amount levied in support of the district is as follows:

**Contribution from Real and Personal Property Taxes**

Amount required by the district to fund the second half of the fiscal year 2019-2020 budget:

January 1, 2020 through June 30, 2020	\$248,867,320 x 50%	=	\$124,433,660
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Amount required by the district to fund the first half of the fiscal year 2020-2021 budget:

July 1, 2020 through December 31, 2020	\$255,880,606 x 50%	=	<u>\$127,940,303</u>
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Total amount required by the district for calendar year 2020			<u>\$252,373,963</u>
--	--	--	----------------------

**Computation of Mill Rate Required to Fund Calendar Year 2020**

Total amount required by the district for calendar year 2020	\$252,373,963
--	---------------

Assessed valuation	\$34,752,284,382
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Mill rate assessment for schools during calendar year 2020	7.262
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The district has accrued the taxes of \$105,416,475, \$2,022,945 and \$37,041,990 for funding of the first half of the fiscal year 2020-2021 budget as of June 30, 2020 in the General Fund, Pupil Transportation Special Revenue Fund and Debt Service Fund, respectively. The corresponding deferred inflow of resources has been established.

The amount accrued for the Debt Service Fund includes a special assessment of \$16,541,107 in local property tax to pay bond debt associated with the Governor's 50 percent reduction in the State bond debt reimbursement program for fiscal year 2019-2020.

#### Prepaid Items

Prepaid items primarily represent supplies paid for in advance of the period to which they apply. Supplies are prepaid due to the time required for transportation, as it is necessary to order certain supplies in advance in order to ensure that the supplies are available when school begins the following year. The district accounts for prepaid items under the purchase method and is reflected as non-spendable fund balance.

#### Inventories

Inventories of purchased supplies and materials are valued based on the first in first out method (FIFO). Inventories for use in the district's student nutrition program are valued using the first in first out method (FIFO). Commodities that are received from the United States Department of Agriculture (USDA) consist of food to be used in the district's student nutrition program. The commodities are valued at the allocated cost provided by the State of Alaska, which approximates fair value. These commodities become the property of the district and recorded as inventory when received. The district maintains two methods of inventory - purchase method and consumption method.

Inventories for building and grounds maintenance use are maintained under the purchase method of inventory. The expenditures are recorded in the General Fund upon acquisition. The value of the purchase method of inventory at June 30 is \$740,401 and is equally offset as non-spendable fund balance.

Inventories for miscellaneous supplies are maintained under the consumption method of inventory and are recorded as inventory initially and charged as expenditures when used. The value of the consumption method of inventory at June 30 in the General Fund and Food Service Special Revenue Fund is \$783,194 and \$2,300,823, respectively, and are equally offset as non-spendable fund balance. The value of USDA food commodities under the consumption method was \$164,679 at June 30. This amount is also reported as unearned revenue at June 30. The total non-spendable fund balance for inventory in the General Fund is \$1,523,595.

#### Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary fund. These assets generally 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 in the fund financial statements.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available and updated for additions, retirements and deletions during the year. Donated capital assets are recorded at their acquisition value on the date donated. The district maintains a capitalization threshold of \$5,000. The district does not possess any infrastructure. Improvements are capitalized; the

cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital assets except land are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives (in years)
Land Improvements	20
Buildings	45
Equipment	5 – 20
Pupil transportation	15

#### Compensated Absences

It is the district's policy to allow employees to accumulate earned but unused vacation pay benefits. Eight of the nine employee group agreements of the district allow for the payment of varying amounts of unused personal leave subject to certain restrictions and maximum accumulations. All other employees are paid for any accumulated personal leave upon request or at termination. The district records its liability for accrued leave in the compensated absences internal service fund for the amounts equal to the value of the accrued leave at June 30. The liability for the compensated absences includes salary-related payments in accordance with the provisions of GASB Cod. Sec. C60.108.

Sick leave pay is recorded as an expenditure when used. Sick leave may accumulate indefinitely. Upon resignation, outstanding sick leave is generally lost except for its use as an increase in service credit for those employees who are members of the Alaska Teachers' Retirement System as well as being partially cashable for Anchorage Council of Education and Exempt employees.

#### Pensions and OPEB

For purposes of measuring the net pension liabilities, OPEB, and related deferred outflows of resources, deferred inflows of resources, and pension-OPEB 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.

#### Deferred Outflows of Resources

Deferred outflows of resources for the loss on refunding debt are recorded on the government-wide Statement of Net position.

#### Deferred Inflows of Resources

Deferred inflows of resources for property taxes are recorded in the General Fund, Pupil Transportation Special Revenue Fund and Debt Service Fund. These are funds appropriated from local property taxes levied by Municipal Ordinance in support of the district. Additional deferred inflows of resources may be recorded for out-of-district tuition received for the next fiscal year within the General Fund.

### Unearned Revenue

Grant proceeds received prior to incurring the related expenditures are generally unearned in the Special Revenue Fund until such expenditures are incurred.

USDA commodities are considered donated commodities and reported as inventory when received. The fair market value of donated commodities used during the year is reported as an expense, with a like amount reported as revenue. All unused donated commodities are reported as unearned revenue. These donated commodities are recorded in the Food Service Special Revenue Fund.

### Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts are deferred and amortized over the life of the bond using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount and refunding gains or losses.

In the fund financial statements, governmental fund types recognize bond premiums and discounts as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

### Fund Balance Classifications

Anchorage School Board Policy Sec. 724.4.2 governs the district's fund balance classifications and order of spending in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The district classifies fund balance within the governmental funds as follows:

**Non-spendable** – this classification includes amounts associated with inventory or prepaid items. The cash outlay for these types of items have already been made and therefore the resources represented by this fund balance category cannot be spent again and deemed “not in spendable form”.

**Restricted** – this classification includes amounts that can be spent only on the specific purposes stipulated by law or by the external providers of those resources.

**Committed** – this classification includes amounts that can be used only for the specific purposes determined by a formal action of the district's highest level of decision making authority. This formal action is the approval of memoranda by the School Board, creating, modifying, or rescinding an action.

**Assigned** – this classification includes amounts constrained by the district's intent to be used for a specific purpose and do not meet the criteria of being reported as committed or restricted fund balance. Assignments of fund balance can be made by the board or by another individual or person to whom the board gives authority to do so, such as the Superintendent or Chief Financial Officer.

**Unassigned** – this classification is the residual amount of the General Fund not included as non-spendable, restricted, committed or assigned. Any deficit balances in the other governmental fund types are reported as unassigned.

Each fund has been analyzed to classify fund balance in accordance with GASB Statement No. 54. Funds are established by the board and money is authorized to be transferred to the fund for a particular purpose. At this point, balances in these funds are at least committed, and may further be restricted, depending on whether there is an external party or enabling legislation constraint imposed on the amounts.

When an expenditure has been incurred for which restricted, committed, assigned, or unassigned fund balance is available, the district will first reduce the restricted amount then any amounts committed and assigned for that expenditure with residual amounts reducing unassigned fund balance.

The following shows the composition of fund balance of the governmental funds as of June 30, 2020:

	General Fund	Grants Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Non-major Governmental Funds	Totals
<b>Non-spendable</b>						
Inventory	\$ 1,523,595	\$ --	\$ --	\$ --	\$ 2,465,502	\$ 3,989,097
Prepaid items	2,905,245	1,455	--	--	--	2,906,700
Total non-spendable	4,428,840	1,455	--	--	2,465,502	6,895,797
<b>Restricted</b>						
Bond rating	25,588,060	--	--	--	--	25,588,060
Debt service	--	--	230,869	--	--	230,869
Federal Impact Aid - 8003(d)	303,098	--	--	--	--	303,098
Pupil transportation	--	--	--	--	1,642,043	1,642,043
Student activities	--	--	--	--	4,235,948	4,235,948
Student allotment	1,033,601	--	--	--	--	1,033,601
Total restricted	26,924,759	--	230,869	--	5,877,991	33,033,619
<b>Committed</b>						
Services [1]	6,321,949	--	--	--	--	6,321,949
Supplies [1]	2,525,308	--	--	--	--	2,525,308
Equipment [1]	988,216	--	--	--	--	988,216
Food service	--	--	--	--	400,000	400,000
Total committed	9,835,473	--	--	--	400,000	10,235,473
<b>Assigned</b>						
Federal Impact Aid - 8003(b)	14,711,031	--	--	--	--	14,711,031
Self-insurance	15,189,295	--	--	--	--	15,189,295
Subsequent year's expenditures	8,330,000	--	--	--	--	8,330,000
Services [1]	19,329,877	--	--	--	--	19,329,877
Supplies [1]	1,927,121	--	--	--	--	1,927,121
Equipment [1]	2,216,447	--	--	--	--	2,216,447
Student activities	--	--	--	--	1,707,511	1,707,511
Total assigned	61,703,771	--	--	--	1,707,511	63,411,282
<b>Unassigned</b>	30,097,633	(1,455)	--	(2,746,504)	(582,118)	26,767,556
Total fund balance	\$ 132,990,476	\$ --	\$ 230,869	\$ (2,746,504)	\$ 9,868,886	\$ 140,343,727

[1] All items in these categories have been encumbered as of June 30, 2020

### Net Position

Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings and deferred outflows and inflows of resources used for the acquisition, construction or improvement of those assets. Net position invested in capital assets, net of related debt excludes unspent debt proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the district or through external restrictions imposed

by creditors, grantors or laws or regulations of other governments. Restricted resources are used first to fund appropriations.

The district first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

#### Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flow of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and other non-operating revenues/expenses in proprietary fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented to the financial statements.

Generally, the effect of internal activity has been eliminated in the government-wide statement of activities. Allocations of administrative overhead expenses from one function to another, and within one function, are eliminated in the statement of activities so that allocated expenses are reported only by the function to which they were allocated. Interfund services provided and used in the governmental funds are not eliminated in the process of consolidation.

All interfund receivables and payables are recorded as advances to and from other funds. The balances are for short-term operations and subsidies and are expected to be settled within the next fiscal year.

The district transferred \$276,833 from the Pupil Transportation Special Revenue Fund to the Debt Service Fund to make the principal and interest payments on two Capital Leases. Several transfers totaling \$2,912,050 were made from the General Fund to the Capital Projects Fund to support planned work at three schools along with playground upgrades at multiple sites. Also, transfers of \$100,000 and \$1,000,000 were made from the General Fund and Pupil Transportation Special Revenue Fund to the Food Service Special Revenue Fund, respectively, to fund unpaid student meals and shortages related to school closures from COVID-19. Additional transfers of \$1,813 and \$1,088 were made from the General Fund to the Co-Curricular and Extracurricular Student Activities Special Revenue Funds, respectively, for overages related to refund distribution of canceled activities because of COVID-19. Finally, many transfers totaling \$6,246 were made between the Co-Curricular and Extracurricular Special Revenue Funds to offset shortages related to the COVID-19 impact. The final transfer was \$9,928 from the Capital Projects Fund to the Debt Service Fund obtained from unused cost of issuance funds.

A summary of interfund receivables and payables as of June 30, 2020 is as follows:

	<u>Interfund receivable</u>	<u>Interfund payable</u>
Major funds		
General Fund	\$ 31,619,388	\$ 13,477,698
Grants Special Revenue Fund	--	12,443,060
Debt Service Fund	--	16,366,737
Capital Projects Fund	5,822,449	--
Non-major funds	<u>7,655,249</u>	<u>2,809,591</u>
<b>Total</b>	<u>\$ 45,097,086</u>	<u>\$ 45,097,086</u>

A summary of interfund transfers for the year ended June 30, 2020 is as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major funds		
General Fund	\$ --	\$ 3,014,951
Debt Service Fund	286,761	--
Capital Projects Fund	2,912,050	9,928
Non-major funds	<u>1,109,147</u>	<u>1,283,079</u>
<b>Total</b>	<u>\$ 4,307,958</u>	<u>\$ 4,307,958</u>

#### F. Reclassification

Certain amounts included in the prior year financial statements have been reclassified for consistency with current year presentation. These reclassifications had no effect on previously reported changes in fund balance. The district reclassified the opening balances in the Extracurricular and Co-Curricular funds due to the change in fund balance classifications that were updated to provide clarification.

**NOTE 2 – CHANGES IN CAPITAL ASSETS**

The capital assets activity for the fiscal year ended June 30, 2020 is as follows:

	Balance July 1, 2019	Additions/ Transfers	Deductions/ Transfers	Balance June 30, 2020
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 42,357,063	\$ --	\$ --	\$ 42,357,063
Construction in progress	673,751	41,403,560	41,426,144	651,167
Total capital assets not being depreciated	<u>43,030,814</u>	<u>41,403,560</u>	<u>41,426,144</u>	<u>43,008,230</u>
Capital assets being depreciated:				
Land improvements	71,903,119	575,346	--	72,478,465
Buildings and equipment	1,870,948,529	44,784,108	4,421,395	1,911,311,242
Pupil transportation equipment	20,996,374	876,560	713,960	21,158,974
Total capital assets being depreciated	<u>1,963,848,022</u>	<u>46,236,014</u>	<u>5,135,355</u>	<u>2,004,948,681</u>
Less accumulated depreciation for:				
Land improvements	(51,070,317)	(1,687,166)	--	(52,757,483)
Buildings and equipment	(679,879,386)	(43,203,556)	(3,820,028)	(719,262,914)
Pupil transportation equipment	(9,755,560)	(1,038,533)	(713,960)	(10,080,133)
Total accumulated depreciation	<u>(740,705,263)</u>	<u>(45,929,255)</u>	<u>(4,533,988)</u>	<u>(782,100,530)</u>
Total capital assets, being depreciated, net	<u>1,223,142,759</u>	<u>306,759</u>	<u>601,367</u>	<u>1,222,848,151</u>
Governmental activities capital assets, net	<u>\$ 1,266,173,573</u>	<u>\$ 41,710,319</u>	<u>\$ 42,027,511</u>	<u>\$ 1,265,856,381</u>

The depreciation expense charged to functions of the governmental activities for the fiscal year ended June 30, 2020 is as follows:

The depreciation expense charged to functions of the governmental activities is as follows:

Governmental activities:	Amount
General administration	\$ 1,064,576
Instruction	42,727,119
Pupil transportation	1,051,070
Operation and maintenance of plant	675,179
Community services	26,124
Food services	385,187
Total depreciation expense, governmental activities	<u>\$ 45,929,255</u>

Construction in progress, less projects completed in 2020, is comprised of the following:

	Project Authorization (Ending balance)	Expended to 6/30/2020	Committed
Secondary schools:			
Bartlett High School Kitchen Renovation	\$ 2,341,464	\$ --	\$ 72,108
Begich Middle School Construction	18,199	1	7,600
Benny Benson Intercom Upgrades	7,222	--	--
Central Middle School Improvements	670,668	--	12,666
Chugiak High School HVAC	4,109,577	2,255	448,317
Clark Middle School HVAC	13,400	--	--
Dimond High School	3,694,691	2,100	14,284
Eagle River Stadium Lighting	4,982,203	15,490	--
East High School Stadium Seating/Scoreboard	16,863,726	--	3,456,527
Goldenview Middle School	1,553,527	538	1,341,700
Gruening Middle School Planning	39,985,889	(4,199)	844,213
Hanshaw Middle School Lighting Upgrades	5,172	3,000	--
Martin Luther King Jr. Career Center	1,933,288	1,312	163,599
Mears Middle School Fire Alarm Upgrades	4,598,139	76	3,118,031
Mirror Lake Middle School Construction	1,186,327	--	207,118
Romig Middle School Electrical Upgrades	53,025	853	--
Save High School Security Upgrades	87,805	--	--
Service High School Renovations	3,587,268	31,555	2,384,010
South High School Field Improvements	226,664	--	--
Steller Secondary School Electrical Upgrades	309,706	3,994	224,186
Wendler Middle School Technology Lab	175,436	2,276	--
West HS & Romig MS CTE	6,438,556	(4,801)	1,288,517
Whaley Middle School	515,514	947	3,540
Total secondary schools	<u>93,357,466</u>	<u>55,397</u>	<u>13,586,416</u>

## Construction in progress (continued):

	Project Authorization (Ending balance)	Expended to 6/30/2020	Committed
Elementary schools:			
Abbott Loop Elementary School	\$ 4,020,074	\$ --	\$ 50,023
Airport Heights Cable Upgrades	888,780	1,963	35,090
Aplenglow Elem Heat Upgrades	1,567,806	18,690	110,731
Aquarian Charter School Lighting Upgrades	6,769,522	7,666	--
Aurora Elem Gym	862,951	1	335,619
Baxter Elem Renovation	99,478	2,990	--
Bayshore Elementary School	850,468	37	655,075
Bear Valley Elem Boiler Upgrades	3,447,146	--	2,168,452
Birchwood Elem Gym	704,210	(1,140)	13,750
Bowman Elem Ice Rink	581,336	(64)	208,408
Campbell Elem Ice Rink	1,215,103	--	81,417
Chester Valley Elementary ADA	4,091	--	--
Chinook Elementary School Lighting	756,416	634	312,264
Chugach Elementary School Playground	65,108	--	15,150
Chugiak Elem Doors & Windows Upgrades	3,805,830	1	278,951
College Gate Elem HVAC	334,890	--	48,620
Creekside Park Renovations	354,899	496	216,096
Denali Elem Security Upgrades	733,998	--	84,628
Eagle River Elem Renew Doors & Windows	14,301,275	1	10,859,618
Fairview Elem Site Improvement	1,645,722	1	161,947
Fire Lake Elem Roof	849,824	(1)	109,697
Girdwood Elem Construction	662,655	321	--
Gladys Wood Addition	223,394	1,700	9,924
Government Hill Security Cameras	6,174,492	--	126,169
Gruening Middle School	--	--	--
Homestead Elementary School	6,682,526	--	1,805,739
Huffman Renovation	276,678	1,929	2,345
Inlet View Elem Equipment & Upgrades	4,390,227	--	5,622
Kasuun CCTV Upgrades	146,155	--	9,857
Kincaid Elementary SRTS	319,747	--	14,344
Klatt Elementary School	240,560	1,200	--
Lake Hood Elem Fire Upgrades	442,153	--	280,081
Lake Otis Elementary School	1,244,945	2,050	163,702
Mountain View Elementary Renovation	42,971	456	17,107
Mt. Iliamna Fire Alarm Upgrades	56,946	56,024	--

## Construction in progress (continued):

	Project Authorization (Ending balance)	Expended to 6/30/2020	Committed
Mt. Spurr Elem Emergency Upgrades	\$ 150,383	\$ (22)	\$ --
Muldoon Elementary School	483,363	--	231,483
North Star Elem HVAC	1,818,889.00	19	1,039,841
Northern Lights ABC Elementary School	555,021.00	--	260,019
Northwood Elem Doors and Windows	803,658.00	--	59,373
Nunaka Valley Elem Gym	294,406.00	1,785	44,623
Ocean View Elementary School	92,959.00	411	--
O'Malley Elem School Design	4,797,163.00	336	3,195,741
Orion Elem Fire Alarm Upgrades	4,205,937.00	--	2,996,453
Polaris Elementary School	445,422.00	936	--
Ptarmigan Elementary School	914,434.00	2,000	175,319
Rabbit Creek Elem Renovation	21,654.00	--	-
Ravenwood Elem Security Cameras	35,756.00	--	35,090
Rogers Park Elementary School	1,610,469.00	--	204,250
Russian Jack Elementary School	335,416.00	200	61,983
Sand Lake Elem Wall Replacement	354,359.00	(749)	244,476
Scenic Park Elem CCTV Upgrades	91,509.00	--	--
Spring Hill Elem CCTV Upgrades	444,205.00	--	-
Susitna Elem School Renovation	364,433	1	286,082
Taku Elementary School	5,555,481	100	211,223
Trailside Elem Playgrounds	353,559	683	59,780
Tudor Elementary School	548,923	964	--
Turnagain Elementary School	171,353	1	9,517
Ursa Major Elem HVAC	417,185	--	150,265
Ursa Minor Elem Stair Upgrades	(18,053)	--	--
William Tyson Elem Roof	73,535	--	11,150
Willwaw Elementary School	38,301	3,541	35,090
Willow Crest Elementary School	656,673	--	71,174
Wonder Park Elem Security System Upgrades	657,679	1	-
Total elementary schools	<u>91,036,448</u>	<u>105,162</u>	<u>27,563,358</u>

## Construction in progress (continued):

	Project Authorization	Expended to 6/30/2020	Committed
Other capital projects:			
District-wide Asbestos, ADA	\$ 179,509	\$ 167,758	\$ --
District-wide Building Life Extension	1,160,087	270,306	--
District-wide Electric Upgrades	5,430,550	4,146	37,535
District-wide Emergency Prep	289,166	--	--
District-wide Federal Impact Aid	52,696	--	--
District-wide Library Books	(130)	--	--
District-wide Maintenance Equip	11,922	--	--
District-wide Mechanical Upgrades	151,312	47,801	54,104
District-wide Roof and Replacements	4,261,185	--	--
District-wide Safety/Security	807,863	1	97,960
District-wide Site Acquisition	569,228	--	--
District-wide Underground Storage Tank	3,654	--	--
Other capital projects	<u>4,677,002</u>	<u>596</u>	<u>26,300</u>
Total other capital projects	<u>17,594,044</u>	<u>490,608</u>	<u>215,899</u>
Total construction in progress	<u>\$ 201,987,958</u>	<u>\$ 651,167</u>	<u>\$ 41,365,673</u>

**NOTE 3 – CHANGES IN LONG-TERM OBLIGATIONS**

## A. Capital Lease

In Fiscal Year 2019, the District entered into a capital lease agreement as lessee for financing the acquisition of sixteen school buses, payable in quarterly installments of \$62,820, ending October 1, 2028, and including interest at 3.86 percent. In Fiscal Year 2020, the District entered into a capital lease agreement as lessee for financing the acquisition of eight school buses, payable in quarterly installments of \$25,553, ending January 1, 2030, and including interest at 3.86 percent. As of June 30, 2020, capital lease obligations included in current liabilities were \$260,728, and capital lease obligations in non-current liabilities were \$2,411,584. The Debt Service Fund will be used to liquidate the Capital Lease Agreements.

The following is a summary of Capital Lease transactions of the district for the fiscal year ended June 30, 2020 (in thousands):

	Balance July 1, 2019	Additions	Reductions	Balance June 30, 2020
Capital lease agreements	<u>\$ 1,990</u>	<u>\$ 876</u>	<u>\$ 194</u>	<u>\$ 2,672</u>

Capital Lease (continued):

Lease Payable at June 30, 2020 is comprised of the following individual issues:

Capital Lease Agreements	Outstanding balance	Due within one year
Schedule 20 - 16 School buses	\$ 1,813,481	\$ 183,921
Schedule 25 - 8 School buses	858,831	76,807
	\$ 2,672,312	\$ 260,728

The following is a schedule of future minimum lease payments under the capital lease agreements and the present value of the net minimum lease payments at June 30, 2020:

	Principal	Interest	Total
2021	\$ 260,728	\$ 92,764	\$ 353,492
2022	270,308	83,184	353,492
2023	280,244	73,248	353,492
2024	290,549	62,943	353,492
2025	301,236	52,256	353,492
2026-2030	1,269,247	95,739	1,364,986
	\$ 2,672,312	\$ 460,134	\$ 3,132,446

The following is a summary of the assets acquired with the capital lease agreements that has an outstanding balance as of June 30, 2020:

Capital Lease Agreements	Original Amount	Accumulated Depreciation	Carrying Value
Schedule 20 - 16 School buses	\$ 2,076,448	\$ 263,882	\$ 1,812,566
Schedule 25 - 8 School buses	876,560	52,350	824,210
	\$ 2,953,008	\$ 316,232	\$ 2,636,776

### B. General Obligation Bonds

The district does not have authority to issue debt independently. Therefore, all long-term debt is issued with the full faith and credit of the Municipality of Anchorage using general obligation bonds. These bonds provide funds for the acquisition and construction of major capital facilities for the district. There are a number of restrictions contained in the various bond indentures and the district is in compliance with all significant restrictions. The Debt Service Fund is used to liquidate the liability of General Obligation Bonds.

The following is a summary of General Obligation Bond transactions of the district for the fiscal year ended June 30, 2020 (in thousands):

	Balance July 1, 2019	Additions	Reductions	Balance June 30, 2020
General obligation bonds	\$ 461,920	\$ 45,905	\$ 67,270	\$ 440,555
Unamortized premium/discount on bonds	47,248	6,987	4,876	49,359
	<u>\$ 509,168</u>	<u>\$ 52,892</u>	<u>\$ 72,146</u>	<u>\$ 489,914</u>

### C. Defeasance of Debt

The district has defeased certain general obligation bonds by placing the proceeds of new bonds and other available funds in irrevocable trusts to provide for all future debt service payments on the old bonds. Accordingly, trust account assets and liabilities for defeased bonds are not included in the district's financial statements. At June 30, 2020, the amount of general obligation bonds considered defeased is \$172,400,000.

### D. Bonds Payable

Bonds payable at June 30, 2020 are comprised of the following individual issues (in thousands):

General Obligation Bonds	Amount	Due within one year
\$171,155,000 2007 series B school construction refunding bonds due in annual installments of \$60,000 to \$21,245,000 through September 2021; interest at 4.0 percent to 5.0 percent	39,295	21,000
\$4,940,000 2011 series B school construction serial bonds due in annual installments of \$460,000 to \$550,000 through August 2021; interest at 2.0 percent to 3.0 percent	1,085	535
\$28,310,000 2011 series C school construction refunding bonds due in annual installments of \$1,285,000 to \$10,050,000 through August 2020; interest at 4.0 percent to 5.0 percent	1,285	1,285
\$14,425,000 2012 series C school construction serial bonds due in annual installments of \$615,000 to \$975,000 through August 2032; interest at 2.0 percent to 5.0 percent	10,255	660
\$39,345,000 2013 series A school construction serial bonds due in annual installments of \$865,000 to \$2,920,000 through August 2033; interest at 4.0 percent to 5.0 percent	31,470	1,625
\$59,075,000 2014 series C school construction serial bonds due in annual installments of \$1,795,000 to \$4,555,000 through September 2034; interest at 1.25 percent to 5.0 percent	49,290	2,260
\$37,150,000 2014 series D school construction refunding bonds due in annual installments of \$2,120,000 to \$7,200,000 through September 2026; interest at 1.25 percent to 5.0 percent	21,710	4,085
\$69,170,000 2015 series C school construction serial bonds due in annual installments of \$2,095,000 to \$5,265,000 through September 2035; interest at 2.0 percent to 5.0 percent	60,220	2,525
\$81,040,000 2015 series D school construction refunding bonds due in annual installments of \$1,260,000 to \$15,090,000 through September 2026; interest at 2.0 percent to 5.0 percent	49,445	7,440
\$20,270,000 2016 series B school construction serial bonds due in annual installments of \$665,000 to \$1,500,000 through September 2036; interest at 2.0 percent to 5.0 percent	18,210	740
\$41,960,000 2016 series C school construction refunding bonds due in annual installments of \$7,660,000 to \$13,015,000 through September 2021; interest at 5.0 percent	21,915	13,015
\$35,660,000 2018 series C school construction serial bonds due in annual installments of \$1,105,000 to \$2,640,000 through September 2038; interest at 2.25 percent to 5.0 percent	34,555	1,155
\$57,020,000 2018 series D school construction refunding bonds due in annual installments of \$9,825,000 to \$28,455,000 through September 2024; interest at 4.0 percent	57,020	--
\$35,610,000 2019 series C school construction serial bonds due in annual installments of \$1,105,000 to \$2,545,000 through April 2039; interest at 3.0 percent to 5.0 percent	34,505	1,160
\$10,295,000 2019 series D school construction refunding bonds due in annual installments of \$885,000 to \$1,215,000 through April 2030; interest at 3.0 percent to 4.0 percent	10,295	885
	<u>\$ 440,555</u>	<u>\$ 58,370</u>

## Bonds Payable (continued):

The annual requirements to amortize all general obligation debt outstanding for the year ended June 30, 2020, including interest payments in the amount of \$126,076,544 are as follows (in thousands):

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 58,370	\$ 18,954	\$ 77,324
2022	46,760	16,390	63,150
2023	48,390	14,204	62,594
2024	39,660	12,290	51,950
2025	31,755	10,697	42,452
2026-2030	103,665	36,387	140,052
2031-2035	84,200	15,140	99,340
2036-2040	27,755	2,015	29,770
	<u>\$ 440,555</u>	<u>\$ 126,077</u>	<u>\$ 566,632</u>

## E. Bonds Authorized But Unissued

For the year ended June 30, 2020, the Municipality has the following authorized but unissued general obligation bonds for schools (in thousands):

Purpose	Election Date	Interest Limitation	Authorized Amount	Amount Issued	Remaining Authorization
Construction/renovation/ replacement/major maintenance	April 03, 2012	none	\$ 59,077	\$ 55,665	\$ 3,412
Construction/renovation/ replacement/major maintenance	April 02, 2013	none	54,825	47,335	7,490
Construction/renovation/ replacement/major maintenance	April 01, 2014	none	57,285	52,785	4,500
Construction/renovation/ replacement/major maintenance	April 07, 2015	none	59,250	58,500	750
Construction/renovation/ replacement/major maintenance	April 04, 2017	none	58,450	44,800	13,650
Construction/renovation/ replacement/major maintenance	April 03, 2018	none	50,656	18,500	32,156
Construction/renovation/ replacement/major maintenance	April 02, 2019	none	59,113	7,700	51,413
Construction/renovation/ replacement/major maintenance	April 07, 2020	none	82,833	--	82,833
			<u>\$ 481,489</u>	<u>\$ 285,285</u>	<u>\$ 196,204</u>

Subsequent to fiscal year end June 30, 2020, the Municipality of Anchorage issued \$60,090,000 general obligation school bonds on August 19, 2020.

## F. Refunded Bonds

In the fiscal year ended June 30, 2020, the Municipality of Anchorage issued \$10,295,000 general obligation refunding bonds to refund \$11,525,000 of general obligation school bonds, resulting in a decrease of \$1,359,022 in total debt service. The economic gain of this refunding is \$1,242,941.

## Refunded Bonds (continued):

The bonds refunded are as follows (in thousands):

	<u>Total Issue</u>	<u>Refunded Principal</u>
2010 General Obligation School Bonds, Series B	<u>\$ 20,025</u>	<u>\$ 11,525</u>

Subsequent to fiscal year end June 30, 2020, the Municipality of Anchorage issued \$77,830,000 general obligation taxable refunding school bonds to refund \$66,540,000 of general obligation school bonds, resulting in a decrease of \$8,941,887 in total debt service. The economic gain of this refunding on August 19, 2020 is \$8,124,692.

## G. Compensated Absences

Beginning in 2014, the district began recording compensated absences in the Compensated Absences Internal Service Fund. The balance of compensated absences for the fiscal year ended June 30, 2020 is as follows:

<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
\$ 11,537,054	\$ 16,471,260	\$ 14,650,394	\$ 13,357,920	\$ 6,879,517

## H. Workers' Compensation Payable

General Fund, Grants Special Revenue Fund, Food Service Special Revenue Fund and Capital Projects Fund will liquidate the liability of workers' compensation. The balance of workers' compensation for the fiscal year ended June 30, 2020 is as follows:

<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
\$ 15,432,453	\$ 521,939	\$ 4,265,097	\$ 11,689,295	\$ 548,035

**NOTE 4 – RETIREMENT PLANS**Historical Context and Special Funding Situation

As of June 30, 2020, substantially all employees of the district are either members of the Alaska Public Employees' Retirement System (PERS) or the Alaska Teachers' Retirement System (TRS). Both plans are

either defined benefit or defined contribution pension plans, dependent on the date of membership. The TRS is a cost-sharing multiple employer plan which covers teachers and other eligible participants. The PERS was originally established as an agent multiple employer plan, but was converted by legislation to a cost-sharing plan, effective July 1, 2008. PERS 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. In addition to PERS, the Alaska Teamster-Employer Pension Trust Fund also covers bus drivers and attendants. The Alaska Teamster-Employer Pension Trust Fund Plan is a multi-employer cost-sharing defined benefit plan created and administered by Teamster Local 959.

Although current statutes call for the State of Alaska to contribute to PERS and TRS, 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 plan is *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.

PERS and TRS issue publicly available financial reports every year that include financial statements and required supplementary information. The report may be obtained by writing to the State of Alaska, Department of Administration, Division of Retirement and Benefits, P. O. Box 110203, Juneau, Alaska, 99811-0203 or by calling (907) 465-4460. Please also see <http://www.state.ak.us/dr/>.

The Alaska Teamster-Employer Pension Trust Fund prepares an annual financial report and can be obtained by writing to the plan administrator at 520 East 34<sup>th</sup> Avenue, Anchorage, Alaska 99503.

#### A. State Retirement Systems

##### **Public Employees' Retirement System (PERS)**

###### Plan Description and Provisions

The Alaska Public Employees' Retirement System was created by state statute and political subdivision; participation is optional. PERS is a tiered retirement system. Employees hired before July 1, 2006 participate in Tiers I-III, a defined benefit cost sharing plan that acts as a common investment and administrative agent for political subdivisions within the State of Alaska. Employees hired on or after July 1, 2006 participate in Tier IV, a defined contribution plan.

### Pension Benefits

Benefits vest after five years of credited service. Employees hired prior to July 1, 1986 with five or more years of credited service are entitled to annual pension benefits beginning at normal retirement age 55 or early retirement age 50. For employees hired after June 30, 1986 the normal and early retirement ages are 60 and 55, respectively. The normal annual pension benefit for PERS Tiers I-III is based on years of service and average compensation. The pension benefit is equal to 2 percent of the member's highest three-year average monthly compensation for the first ten years of service, 2-1/4 percent for the second ten years of service, and 2-1/2 percent for the third ten years of service. All service earned prior to July 1, 1986 is calculated using the 2 percent multiplier. Employees with 30 or more years of credited service may retire at any age and receive a normal benefit.

Pension benefits for PERS Tiers I-III are adjusted each year based upon increases in the Consumer Price Index (CPI) for the prior year. Post retirement pension adjustments are applied automatically to all retirees who were hired before July 1, 1986, who are at least of age 60, who are on disability, or who have been receiving benefits for at least five years. Starting at age 65, or at any age for those employed before July 1, 1986, a retired employee who remains in Alaska is eligible for an additional allowance equal to 10 percent of the base benefit or \$50 a month, whichever is greater.

For PERS Tier IV, employees can invest in a variety of mutual funds selected by the Alaska Retirement Management Board or rollover the plan balance to other qualified plans. Distribution of vested plan balance is allowed after an employee has been terminated for at least 60 days.

### Postemployment Health Care Benefits

For PERS Tiers I-III, when pension benefits begin, major medical benefits are provided without cost to all employees first hired before July 1, 1986 and to employees who are disabled or age 60 or older, regardless of their initial hire dates. Employees first hired after June 30, 1986, but before July 1, 1996, and who have five years of credited service may receive major medical benefits prior to age 60 by paying premiums. Employees first hired after June 30, 1996, but before July 1, 2006, who have at least ten years of credited service, may receive major medical benefits prior to age 60 by paying premiums. Postemployment healthcare benefits are provided by the payment of insurance premiums from the Plan. Beginning July 1, 1997, the Plan became self-insured under a professionally administered program.

Employees hired after July 1, 2006, who have at least ten years of credited services, are eligible for medical benefits after retirement. If they are not eligible for Medicare, they must pay full premium. After eligible for Medicare, the retiree will be responsible for premium at a reduced percentage depending on the years of services. Retirees may use health reimbursement arrangement (HRA) account to pay premium. After the HRA is exhausted, retirees need to pay the premium by themselves.

### PERS Conversion to Cost Sharing

In April 2008 the Alaska Legislature passed Senate Bill (SB) 125 which converted the existing Public Employees' Retirement System (PERS) from an agent-multiple employer plan to a cost-sharing plan with an effective date of July 1, 2008. Under the cost-sharing arrangement, the State of Alaska Division of Retirement and Benefits will no longer track individual employer assets and liabilities. Rather, all plan costs and past service liabilities will be shared among all participating employers. The cost-sharing plan requires a uniform employer contribution rate of 22 percent of active member wages, subject to a wage floor. In addition, the legislation provides for state contributions in the event that the annually calculated and board adopted rate, which includes a provision to pay down the past-service liability,

exceeds 22 percent. Any such additional contributions will be recognized by each employer as an on-behalf payment.

In addition, in fiscal year 2008, the State of Alaska passed legislation (SB 123) which requires that the employer contribution be calculated on all PERS eligible wages, including wages attributable to the defined contribution plan described later in these footnotes.

### **Teachers Retirement System (TRS)**

#### Plan Description and Provisions

The Alaska Teachers' Retirement System is created and administered by the State of Alaska to provide benefits for teachers of the State of Alaska. Benefit and contribution provisions are established by Alaska law and may be amended only by the Alaska State Legislature. All the district's certificated employees are participants in TRS. Similar to PERS, TRS is also a tiered retirement system. Employees hired before July 1, 2006 participate in Tiers I-II, a multi-employer cost-sharing defined benefit public retirement plan. Employees hired on or after July 1, 2006 participate in Tiers III, a defined contribution retirement plan. The payroll for employees covered by TRS for the year ended June 30, 2020 was \$266,429,378 which compares to the district's total payroll of \$387,213,826.

Membership in TRS is compulsory for each certificated elementary or secondary teacher or other certificated personnel who are employed on a full-time basis or part-time basis in positions that require teaching or administrative certificates as a condition of employment.

#### Pension Benefits

For TRS Tiers I-II, employees with eight years or more of credited service are vested in the retirement system. Pension benefits are accrued annually at 2 percent for all years of service prior to July 1, 1990 or the first 20 years of service, and 2.5 percent for all the years after. Annual pension benefit is based the accrued service credits and the average of three highest contract salaries. Employees hired before July 1, 1990 may retire normally at age 55 with early retirement at age 50. Employees hired between July 1, 1990 and July 1, 2006 may retire normally at age 60 with early retirement at age 55. Employees with 20 or more years of credited service may retire at any age and receive a normal benefit.

Pension benefits for TRS Tiers I-II are adjusted each year based upon increases in the Consumer Price Index (CPI) for the prior year. Post retirement pension adjustments are applied automatically to retirees who are at least of age 60, who are on disability, or who have been receiving benefits for at least eight years. Starting at age 65, or at any age for those employed before July 1, 1990, a retired employee who remains in Alaska is eligible for an additional allowance equal to 10 percent of the base benefit or \$50 a month, whichever is greater.

For TRS Tier III, employees are fully vested after five years of credited service. Employees can invest in a variety of mutual funds selected by the Alaska Retirement Management Board or rollover the plan balance to other qualified plans. Distribution of vested plan balance is allowed after an employee has been terminated for at least 60 days.

#### Postemployment Health Care Benefits

For TRS Tiers I-II, when pension benefits begin, major medical benefits are provided without cost to all employees first hired before July 1, 1990, who are disabled or age 60 or older regardless of their initial hiring dates, or who have at least 25 years of credited service. Other retirees must pay the full premium to have the medical coverage.

TRS Tier III employees, who have at least ten years of credited services, are eligible for medical benefits after retirement. If they are not eligible for Medicare, they must pay full premium. After eligible for Medicare, the retiree will be responsible for premium at a reduced percentage depending on the years of services. Retirees may use health reimbursement arrangement (HRA) account to pay premium. After the HRA is exhausted, retirees need to pay the premium by themselves.

### **Funding Policy**

#### Employee Contribution Rate

Regular employees are required to contribute 6.75 percent (9.60 percent for employees on a nine-month contract) of their annual covered salary (2.97 percent for pension and 3.78 percent for healthcare) for PERS and 8.65 percent (4.45 percent for pension and 4.20 percent for healthcare) for TRS. The funding policy provides for periodic employer contributions based on actuarially determined rates that, expressed as a percentage of annual covered payroll, are sufficient to accumulate sufficient assets to pay both pension and postemployment healthcare benefits when due.

#### Employer Effective Rate

This is the contractual employer pay-in rate. Under current legislation, this rate is statutorily capped at 22 percent of eligible wages for PERS and 12.56 percent 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. 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 change results in lower ARM Board Rates than previously adopted.

#### 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.

In the governmental fund financial statements, on-behalf contribution amounts have been recognized as revenues and expenditures. In government-wide financial statements, the on-behalf amounts reflect revenue and expense only during the measurement period in which the Plan recognizes the payments, resulting in a one-year timing lag between the cash transfers and revenue and expense recognition.

The district's contribution rates for the year ended June 30, 2020 were determined as part of the June 30, 2017 actuarial valuation and are as follows:

	Contractual		ARM Board		State
	Rate		Adopted Rate		Contribution
					Rate
<b>PERS</b>					
Pension	15.72 %		23.73 %		6.62 %
Postemployment healthcare	6.28		4.89		--
<b>Total contribution rate</b>	<u>22.00 %</u>		<u>28.62 %</u>		<u>6.62 %</u>

	Contractual		ARM Board		State
	Rate		Adopted Rate		Contribution
					Rate
<b>TRS</b>					
Pension	8.03 %		26.56 %		17.91 %
Postemployment healthcare	4.53		3.91		--
<b>Total contribution rate</b>	<u>12.56 %</u>		<u>30.47 %</u>		<u>17.91 %</u>

	Measurement Period for the Year Ended June 30 2018	District Fiscal Year July 1, 2019 to June 30, 2020
<b>PERS</b>		
Employer contributions (including DBUL)	\$ 11,015,039	\$ 10,352,580
Nonemployer contributions (on-behalf)	<u>5,806,096</u>	<u>6,863,981</u>
<b>Total contributions</b>	<u>\$ 16,821,135</u>	<u>\$ 17,216,561</u>

	Measurement Period for the Year Ended June 30 2018	District Fiscal Year July 1, 2019 to June 30, 2020
<b>TRS</b>		
Employer contributions (including DBUL)	\$ 13,372,394	\$ 12,020,827
Nonemployer contributions (on-behalf)	<u>43,411,829</u>	<u>48,242,212</u>
<b>Total contributions</b>	<u>\$ 56,784,223</u>	<u>\$ 60,263,039</u>

The projection of future benefits for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the district and the plan members at that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial values of assets.

Projected benefits for financial reporting purposes do not incorporate any potential effects of legal or contractual funding limitations.

#### Annual Pension and Postemployment Healthcare Cost – PERS

The district is required to contribute 22 percent of covered payroll, subject to a wage floor. In addition, the State of Alaska contributed approximately 6.62 percent of covered payroll to the Plan. In accordance with the provisions of GASB Statement Number 24, the district has recorded the State-on-behalf payment in the amount of \$6,683,981 as revenue and expenditure in these financial statements. However, because the district is not statutorily obligated for these payments, this amount is excluded from pension and OPEB cost as described here. The district's annual pension and other postemployment benefit (OPEB) costs for the years ending June 30, 2020, 2019, and 2018, respectively, were equal to the contractually agreed upon rate for each year.

Year ended June 30	Annual Pension Cost	Annual OPEB Cost	Total Benefit Cost (TBC)	District Contributions	Percent of TBC Contributed
2020	\$ 15,482,485	\$ 6,185,115	\$ 21,667,600	\$ 21,667,600	100
2019	14,141,985	5,098,811	19,240,796	19,240,796	100
2018	16,770,089	4,780,254	21,550,343	21,550,343	100

#### Annual Pension and Postemployment Healthcare Cost - TRS

The district is required to contribute 12.56 percent of covered payroll, subject to a wage floor. In addition, the State of Alaska contributed approximately 17.91 percent of covered payroll to the Plan. In accordance with the provisions of GASB Statement Number 24, the district has recorded the State-on-behalf payment in the amount of \$48,242,212 as revenue and expenditure in these financial statements. However, because the district is not statutorily obligated for these payments, this amount is excluded from pension and OPEB cost as described here. The district's annual pension and other postemployment benefit (OPEB) costs for the years ending June 30, 2020, 2019, and 2018, respectively, were equal to the contractually agreed upon rate for each year.

Year ended June 30	Annual Pension Cost	Annual OPEB Cost	Total Benefit Cost (TBC)	District Contributions	Percent of TBC Contributed
2020	\$ 21,201,334	\$ 11,960,404	\$ 33,161,738	\$ 33,161,738	100
2019	20,524,271	10,127,910	30,652,181	30,652,181	100
2018	22,174,799	10,981,796	33,156,594	33,156,594	100

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

At June 30, 2020, 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:

<b>Net Pension Liability</b>	PERS	TRS
District's proportionate share of NPL	\$ 178,465,769	\$ 257,724,129
State's proportionate share of NPL associated with the district	<u>70,867,247</u>	<u>382,225,047</u>
<b>Total net pension liability</b>	<u>\$ 249,333,016</u>	<u>\$ 639,949,176</u>

The net pension liabilities were measured as of June 30, 2019, 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, 2019, the district's proportion of PERS was 3.26011 percent, which was a decrease of 0.31781 from its proportion measured as of June 30, 2018. For TRS the district's proportion was 13.79279 percent, representing a decrease of 0.09347 from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the district recognized a pension expense/(benefit) of \$18,177,152 for PERS and \$19,613,129 for TRS. In addition, the district recognized on-behalf revenue from the State of Alaska in the amounts of \$9,626,947 and \$29,370,116 for PERS and TRS, respectively.

At June 30, 2020, the district reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

#### PERS

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ --	\$ (2,641,991)
Changes in assumptions	5,463,831	--
Net difference between projected and actual earnings on pension plan investments	2,558,819	--
Changes in proportion and differences between District contributions and proportionate share of contributions	--	(6,145,048)
District contributions subsequent to the measurement date	<u>10,352,580</u>	<u>--</u>
<b>Total</b>	<u>\$ 18,375,230</u>	<u>\$ (8,787,039)</u>

The \$10,352,580 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, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Years Ending June 30,	
2021	(484,046)
2022	(1,889,219)
2023	726,006
2024	882,870
2025	--
Thereafter	--
<b>Total Amortization</b>	<u>(764,389)</u>

The \$12,020,827 reported as deferred outflows of resources related to pension 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, 2021.

**TRS**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ --	\$ (6,988,804)
Changes in assumptions	--	(1,823,906)
Net difference between projected and actual earnings on pension plan investments	6,619,682	--
Changes in proportion and differences between District contributions and proportionate share of contributions	--	(4,132,213)
District contributions subsequent to the measurement date	12,020,827	--
<b>Total</b>	<u>\$ 18,640,509</u>	<u>\$ (12,944,923)</u>

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense, as follows:

Years Ending June 30,	
2021	(5,583,024)
2022	(4,798,896)
2023	1,809,476
2024	2,247,203
2025	--
Thereafter	--
<b>Total Amortization</b>	<b>(6,325,241)</b>

#### Actuarial Assumptions

The total pension liability for the measurement period ended June 30, 2019 was determined by an actuarial valuation as of June 30, 2018, using the following actuarial assumptions, applied to all periods included in the measurement, and rolled forward to the measurement date of June 30, 2019.

Actuarial Cost Method	Entry Age Normal – Level Percentage of Payroll
Amortization Method	Level percentage of pay, closed
Allocation Methodology	Amounts for FY19 were allocated to employers based on the ratio of the present value of projected future contributions for each employer to the total present value of the projected future contributions for the fiscal years 2019 to 2039 to the Plan. The liability is expected to go to zero at 2039.
Inflation	2.50%
Salary Increases	Range from 6.75% to 2.75% based on service.
Investment Return / Discount Rate	7.38%, net of pension plan investment expenses. This is based on an average inflation rate of 2.50% and a real rate of return of 4.88%.
Mortality	Pre-termination and post-termination mortality rates were based upon the 2013-2017 actual mortality experience. Pre-termination mortality rates were based on 100% of the RP-2014 white-collar employee table with MP-2017 generational improvement. Post-termination mortality rates were based on 91% of male and 96% of female rates of the RP-2014 table with MP-2017 generational improvement (PERS); and 93% of male and 90% of female rates of the RP-2014 white-collar healthy annuitant table with MP-2017 generational improvement (TRS). Deaths are assumed to be occupational 40% of the time (PERS) and 15% of the time (TRS).

The actuarial assumptions used in the June 30, 2018 actuarial valuation (latest available) were based on the results of an actuarial experience study for the period from July 1, 2013 to June 30, 2017. As a result of this experience study, the ARM Board adopted updated actuarial assumptions for the June 30, 2018 actuarial valuation to better reflect expected future experience.

Amounts reported reflect a change in assumptions between 2016 and 2017 in the method of allocating the net pension liability from actual contributions to present value of projected future contributions.

GASB requires ten years of information be presented. However, until a full ten years of information is available, the District will present only those years for which information is available.

#### Discount Rate

In 2020, the discount rate was lowered from 8% to 7.38%. 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.

#### Long-term Expected Rate of Return

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. Best estimates of arithmetic rates of return, excluding the inflation component of 2.50%, for each major asset class included in the pension plan's target asset allocation as of June 30, 2019 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Broad domestic equity	24%	8.16%
Global ex-U.S. equity	22%	7.51%
Intermediate Treasuries	10%	1.58%
Opportunistic	10%	3.96%
Real assets	17%	4.76%
Absolute return	7%	4.76%
Private equity	9%	11.39%
Cash equivalents	1%	0.83%

#### Discount Rate Sensitivity

The discount rate used to measure the total pension liability was 7.38%. This is a reduction in the discount rate used since the prior measurement date, which 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 district's proportionate share of the net pension liability calculated using the discount rate of 7.38 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 (6.38 percent) or 1-percentage-point higher (8.38 percent) than the current rate:

	Proportional Share	1% Decrease (6.38%)	Current Discount Rate (7.38%)	1% Increase (8.38%)
<b>PERS</b>				
District's proportionate share of the net pension liability	3.26011%	\$ 235,543,499	\$ 178,465,769	\$ 130,665,034
<b>TRS</b>				
District's proportionate share of the net pension liability	13.79279%	\$ 371,258,753	\$ 257,724,129	\$ 162,397,912

#### Defined Contribution (DC) Pension Plans

Employees hired on or after July 1, 2006 participate in PERS Tier IV or TRS Tier III, both defined contribution plans. These Plan 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, <http://doa.alaska.gov/drb>.

Contributions to the DC plans consist solely of employer and employee contributions with no special funding or other non-employer contributions. In addition, actual remittances to the PERS system require that the District contribute at 22 percent. Actual remittances to the TRS system require that the District contribute at 12.56 percent. 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.

Employees are immediately vested in their own contributions and vest 25 percent with two years of service, plus an additional 25 percent per year thereafter for full vesting at five years of service. Employees are required to contribute 8.0 percent of their annual covered salary for both PERS and TRS. This amount goes directly to the individual's account. For the year ended June 30, 2020, the District was required to contribute 5 percent of covered salary into the Plan for PERS and 7 percent of covered salary for TRS.

The District and employee contributions to PERS for pensions for the year ended June 30, 2020 were \$3,127,704 and \$5,004,293, respectively. The District and employee contributions to TRS for pensions for the year ended June 30, 2020 were \$9,053,754 and \$10,347,140, respectively. District contributions are recognized as pension expenditures.

#### Defined Benefit OPEB

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), which are cost-sharing multiple employer plans, the District participates in the Alaska Retiree Healthcare Trust (ARHCT), Retiree Medical Plan (RMP) and Occupational Death and Disability Plan (ODD). The ARHCT is self-funded and provides major medical coverage to retirees of the DB Plans. Benefits vary by Tier level. The RMP provides major medical coverage to retirees of the PERS and TRS DC Plans (Tier IV for PERS and Tier III for TRS). The ODD provides death benefits for beneficiaries of plan participants and long-term disability benefits to all active members within PERS and TRS. The ODD provides death benefits for beneficiaries of plan participants and long-term disability benefits to all active members within PERS and TRS. The Plans are administered by the State of Alaska, Department of Administration.

#### **OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the OPEB Plans**

At June 30, 2020, the District reported a liability for its proportionate share of the net OPEB liabilities (NOL) and net OPEB assets (NOA) that reflected a reduction for State OPEB support provided to the District. The amount recognized by the District for its proportional share, the related State proportion, and the total were as follows:

<b>Net OPEB Liability</b>	PERS	TRS
District's proportionate share of NOL - ARHCT	\$ 4,836,922	\$ -
District's proportionate share of NOL - RMP	1,102,587	-
District's proportionate share of NOL - ODD	<u>-</u>	<u>-</u>
<b>Total District's Proportionate Share of NOL</b>	<b>\$ 5,939,509</b>	<b>\$ -</b>
State's proportionate share of ARCHT NOL associated with the district	<u>1,923,090</u>	<u>-</u>
<b>Total net OPEB liability</b>	<b><u>\$ 7,862,599</u></b>	<b><u>\$ -</u></b>

<b>Net OPEB Asset</b>	PERS	TRS
District's proportionate share of NOL - ARHCT	\$ -	\$ (21,036,781)
District's proportionate share of NOL - RMP	-	(1,185,990)
District's proportionate share of NOL - ODD	<u>(883,103)</u>	<u>(1,244,340)</u>
<b>Total District's Proportionate Share of NOA</b>	<b>\$ (883,103)</b>	<b>\$ (23,467,111)</b>
State's proportionate share of ARCHT NOL associated with the district	<u>-</u>	<u>(31,301,300)</u>
<b>Total net OPEB asset</b>	<b><u>\$ (883,103)</u></b>	<b><u>\$ (54,768,411)</u></b>

The total OPEB liabilities for the June 30, 2019 measurement date was determined by an actuarial valuation as of June 30, 2018 rolled forward to June 30, 2019 to calculate the net OPEB liabilities (assets) as of that date. The District's proportion of the net OPEB liabilities (assets) is based on the ratio of the present value of projected future contributions for each employer to the present value of projected future contributions to the Plans for the fiscal years 2020 to 2039.

	June 30, 2018 Measurement Date Employer Proportion	June 30, 2019 Measurement Date Employer Proportion	Change
<b>PERS</b>			
District's Proportionate Share of the Net OPEB Liabilities:			
ARHCT	3.57723 %	3.25982 %	(0.31741) %
RMP	4.75479	4.60871	(0.14608)
ODD	4.75479	3.66304	(1.09175)
<b>TRS</b>			
District's Proportionate Share of the Net OPEB Liabilities:			
ARHCT	13.85521 %	13.76563 %	(0.08958) %
RMP	30.94564	30.91737	(0.02827)
ODD	30.94564	30.94603	0.00039

As a result of its requirement to contribute to the Plan, the District recognized OPEB expense of \$(32,249,706) and \$(46,098,092) for PERS and TRS, respectively. In addition, the District recognized

on-behalf revenue of \$(12,428,944) and \$(79,105,911) for PERS and TRS, respectively, for support provided by the ARHCT plans.

At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB plans from the following sources:

<b>PERS</b>	<u>OPEB expense</u>	<u>On-behalf revenue</u>
ARHCT	\$ (33,084,663)	\$ (12,428,944)
RMP	771,289	-
ODD	63,668	-
<b>Total OPEB expense and On-behalf revenue</b>	<u>(32,249,706)</u>	<u>(12,428,944)</u>
<b>TRS</b>	<u>OPEB expense</u>	<u>On-behalf revenue</u>
ARHCT	\$ (47,218,119)	\$ (79,105,911)
RMP	1,135,419	-
ODD	(15,392)	-
<b>Total OPEB expense and On-behalf revenue</b>	<u>(46,098,092)</u>	<u>(79,105,911)</u>

The \$5,122,826 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction in the net OPEB liability in the year ended June 30, 2020.

**PERS**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ --	\$ (3,608,888)
Changes in assumptions	6,952,182	(16,982)
Changes in benefits	--	--
Net difference between projected and actual earnings on OPEB plan investments	--	(2,136,079)
Changes in proportion and differences between District contributions and proportionate share of contributions	954,426	(1,480,245)
District contributions subsequent to the measurement date	5,122,826	--
<b>Total Deferred Outflows and Deferred Inflows of Resources Related to OPEB Plans</b>	<u>\$ 13,029,434</u>	<u>\$ (7,242,194)</u>

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Years Ending June 30,	
2021	918,140
2022	(1,635,875)
2023	557,338
2024	712,429
2025	33,524
Thereafter	78,859
<b>Total Amortization</b>	<b>\$ 664,415</b>

The \$8,294,442 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction in the net OPEB liability in the year ended June 30, 2020.

#### TRS

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 740,917	\$ (4,087,397)
Changes in assumptions	2,594,053	(7,608,919)
Changes in benefits	--	--
Net difference between projected and actual earnings on OPEB plan investments	--	(3,295,203)
Changes in proportion and differences between District contributions and proportionate share of contributions	3,313,149	(4,238)
District contributions subsequent to the measurement date	8,294,442	--
<b>Total Deferred Outflows and Deferred Inflows of Resources Related to OPEB Plans</b>	<b>\$ 14,942,561</b>	<b>\$ (14,995,757)</b>

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense, as follows:

Years Ending June 30,	
2021	(7,504,769)
2022	(2,651,034)
2023	834,278
2024	1,069,252
2025	(25,834)
Thereafter	(69,529)
<b>Total Amortization</b>	<b>\$ (8,347,636)</b>

#### Actuarial Assumptions

The total OPEB liability (asset) for the measurement period ended June 30, 2019 was determined by an actuarial valuation as of June 30, 2018, using the following actuarial assumptions, applied to all periods included in the measurement, and rolled forward to the measurement date of June 30, 2019.

Actuarial cost method	Entry age normal; level percentage of payroll
Amortization method	Level percentage of payroll, closed
Inflation	2.50%
Salary increases	Graded by service from 6.75% to 2.75%
Investment return of return	7.38%, net of postemployment healthcare plan investment expenses. This is based on an average inflation rate of 2.50% and a real rate of return of 4.88%.
Healthcare cost trend rates (ARHCT Plan and RMP)	Pre-65 medical: 7.5% grading down to 4.5% Post-65 medical: 5.5% grading down to 4.5% Prescription drug: 8.5% grading down to 4.5% EGWP: 8.5% grading down to 4.5%
Mortality	PERS: Pre-termination and post-termination mortality rates were based upon the 2013-2017 actual mortality experience. Post-termination mortality rates were based on 91% of the male rates and 96% of the female rates of the RP-2014 health annuitant table projected with MP-2017 generational improvement. The rates were 100% of the RP-2014 employee table with MP-2017 generational improvement.  TRS: Pre-termination and post-termination mortality rates were based upon the 2013-2017 actual mortality experience. Post-termination mortality rates were based on 100% of the RP-2014 white-collar

employee table with MP-2017 generational improvement. Post-termination mortality rates were based on 93% of male and 90% of female rates of the RP-2014 white-collar healthy annuitant table with MP-2017 generational improvement.

Participation (ARHCT)

PERS: 100% system paid of members and their spouses are assumed to elect the healthcare benefits paid as soon as they are eligible. 10% of non-system paid members and their spouses are assumed to elect the healthcare benefits as soon as they are eligible.

TRS: participation rates vary between 75% to 100% decrement due to disability, 50% to 95% decrement due to retirement, and 75% to 95% due to years of service.

The actuarial assumptions used in the June 30, 2018 actuarial valuation (latest available) were based on the results of an actuarial experience study for the period from July 1, 2013 to June 30, 2017. As a result of this experience study, the ARM Board adopted updated actuarial assumptions for the June 30, 2018 actuarial valuation to better reflect expected future experience.

In addition to the changes in the assumptions resulting from the experience study, the following assumption changes have been made since the prior valuation:

- 1) An Employer Group Waiver Plan (EGWP) was implemented effective January 1, 2019. This arrangement replaced the Retiree Drug Subsidy (RDS) under Medicare Part D and resulted in larger projected subsidies to offset the cost of prescription drug coverage.
- 2) Based on recent experience, the healthcare cost trend assumptions were updated
- 3) Per capita claims costs were updated to reflect recent experience.
- 4) Healthcare cost trends were updated to reflect a Cadillac Tax load.
- 5) The discount rate was lowered from 8% to 7.38%.

As part of the experience study, the actuarial cost method for the retiree healthcare plan was changed from the Entry Age Level Dollar method to the Entry Age Level Percent of Pay method. GASB requires ten years of information be presented. However, until a full 10 years of information is available, the District will present only those years for which information is available.

The long-term expected rate of return on OPEB 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 postretirement healthcare 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, excluding the inflation component of 2.5%, for each major asset class included in the plans' targeted asset allocation, as of June 30, 2019, are summarized in the following table (note that the rates shown below exclude the inflation component):

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Broad domestic equity	24%	8.16%
Global (non-U.S.)	22%	7.51%
Intermediate Treasuries	10%	1.58%
Opportunistic	10%	3.96%
Real assets	17%	4.76%
Absolute return	7%	4.76%
Private equity	9%	11.39%
Cash equivalents	1%	0.83%

Discount Rate

The discount rate used to measure the total OPEB liability was 7.38 percent. 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 OPEB 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 OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Discount Rate Sensitivity

The following presents the District's proportionate share of the net OPEB liabilities calculated using the discount rate of 7.38 percent, as well as what the District's proportionate share of the net OPEB liabilities would be if it were calculated using a discount rate that is 1-percentage-point lower (6.38 percent) or 1-percentage-point higher (8.38 percent) than the current rate:

	Proportional Share	1% Decrease (6.38%)	Current Discount Rate (7.38%)	1% Increase (8.38%)
<b>PERS</b>				
District's proportionate share of the net OPEB liabilities (assets)				
ARHCT	3.25982 %	\$ 38,906,973	\$ 4,836,922	\$ (23,189,420)
RMP	4.60871	2,769,325	1,102,587	(152,226)
ODD	3.66304	(842,425)	(888,103)	(952,027)
<b>TRS</b>				
District's proportionate share of the net OPEB liabilities (assets)				
ARHCT	13.76563 %	\$ 31,566,665	\$ (21,036,781)	\$ (64,095,824)
RMP	30.91737	2,078,265	(1,185,990)	(3,613,622)
ODD	30.94603	(1,248,672)	(1,244,340)	(1,241,864)

Healthcare Cost Trend Rates Sensitivity

The following presents the District's proportionate share of the net OPEB liabilities (assets) calculated using the healthcare cost trend rate as summarized in the 2018 actuarial reports, as well as, what the District's proportionate share of the net OPEB liabilities would be if it were calculated using healthcare cost trend rates that are 1-percentage point lower or 1-percentage-point higher than the current healthcare cost trend rates:

<b>PERS</b>	<u>Proportional Share</u>	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
District's proportionate share of the net OPEB liabilities				
ARHCT	3.25982 %	\$ (26,467,301)	\$ 4,836,922	\$ 40,039,871
RMP	4.60871	(339,109)	1,102,587	3,076,127
ODD	3.66304	N/A	N/A	N/A

<b>TRS</b>	<u>Proportional Share</u>	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
District's proportionate share of the net OPEB liabilities				
ARHCT	13.76563 %	\$ (68,845,243)	\$ 21,036,781	\$ 37,608,678
RMP	30.91737	(3,955,877)	(1,185,990)	2,651,164
ODD	30.94603	N/A	N/A	N/A

OPEB Plan Fiduciary Net Position

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

Defined Contribution (DC) OPEB Plans

Defined Contribution Pension Plan participants (PERS Tier IV and TRS Tier III) also participate in the occupational Death and Disability Plan (ODD), and the Retiree Medical Plan, and Health Reimbursement Arrangement Plan (HRA Plan). Information on these plans is included in the comprehensive annual financial report for the PERS Plan noted above.

These plans provide for death, disability, and postemployment healthcare benefits. Employees do not contribute to the DC OPEB plans. Employer contribution rates for the year ended June 30, 2020 were, as follows:

	PERS Tier IV	TRS Tier III
Health Reimbursement Arrangement	6.28 %	4.53 %
Retiree medical	1.32	1.09
Occupational death and disability benefits	0.26	0.08
	<u>7.86 %</u>	<u>5.70 %</u>

Health Reimbursement Arrangement – AS 39.30.370 requires that the employer contribute “an amount equal to three percent of the employer’s average annual employee compensation.” For actual remittance, this amount is calculated as a flat rate for each full time or part-time employee per pay period, and approximates to \$2,122 per year for each full-time employee, and \$1.36 per hour for part-time employees.

In 2020, the District was credited with the following contributions to the OPEB plans:

	Measurement Period June 30, 2018 to June 30, 2019	District Fiscal Year June 30, 2019 to June 30, 2020
<b>PERS</b>		
Employer contributions - ARHCT	\$ 3,987,589	\$ 4,134,551
Employer contributions - RMP	540,846	825,635
Employer contributions - ODD	149,560	162,640
	<u>\$ 4,677,995</u>	<u>\$ 5,122,826</u>

	Measurement Period June 30, 2018 to June 30, 2019	District Fiscal Year June 30, 2019 to June 30, 2020
<b>TRS</b>		
Employer contributions - ARHCT	\$ 6,605,762	\$ 6,781,318
Employer contributions - RMP	953,785	1,409,646
Employer contributions - ODD	96,597	103,478
	<u>\$ 7,656,144</u>	<u>\$ 8,294,442</u>

Investment - PERS, TRS and Teamster Pension

The PERS, TRS and Teamster Pension Plans do not own any notes, bonds or other instruments of the district.

**B. Alaska Teamster – Employer Pension Trust Fund**

The Alaska Teamster-Employer Pension Trust Fund is a cost-sharing multi-employer defined benefit plan for bus drivers and attendants. Under the Teamster Local 959 collective bargaining agreement, which has an expiration date of June 30, 2021 the district contributes three dollars (\$3.08) for each hour of compensation earned by each permanent bus driver and attendant with more than six years of continuous regular experience with the district, and one dollar (\$1.54) for each hour of compensation earned by each permanent bus driver and attendant with six or fewer years of continuous regular experience with the district. The district contributed \$318,401 in 2018, \$345,286 in 2019, and \$331,955 in 2020 to this union administered plan. The actual contributions amount to 100 percent of the required contributions. The payroll for employees covered by Alaska Teamster-Employer Pension Trust Fund for the year ended June 30, 2020 was \$2,933,374, which compares to the district's total of \$387,213,826. Employees are not required to make contributions towards the trust fund.

**NOTE 5 – POSTEMPLOYMENT BENEFITS**

In addition to the pension benefits described in Note 4, the district provides basic postemployment health care benefits, in accordance with state statutes, to all employee groups who retired through the State of Alaska retirement plans. The district also provides supplemental post-employment health care benefits, in accordance with the employment contract settlement agreement, to all employee groups who retired and elected to participate in the plan as of September 1974 through June 30, 1977. The number of retirees covered under this plan is 19, as of June 30, 2020. The cost of the retiree supplemental health benefits is recognized as expenditure when incurred. The total amount expended for the year ended June 30, 2020 is \$111,296.

**NOTE 6 – RISK MANAGEMENT**

The district is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; illness of and injuries to employees; unemployment; and natural disasters. The district utilizes a self-insurance program primarily maintained in the General Fund to account for and finance its uninsured risks of loss.

The district self-insures to the extent of \$1,500,000 per occurrence for school bus, auto, and general liability, \$1,000,000 per occurrence on workers' compensation, and \$100,000 per occurrence on property losses with coverage in excess thereof provided by private carriers. The district is self-insured for earthquake or flood damage. The district has maintained the same insurance coverage and reflected no reduction of insurance coverage in the prior year by major categories of risk. In addition, there are no settlements that exceeded insurance coverage for each of the prior three fiscal years.

The district's healthcare program for support services employees is a self-funded plan for medical costs, while premiums are paid by the district to cover dental and vision insurance for these employees. The district is required to make contributions to fund the plan based on negotiated collective bargaining agreements. The activity of this plan is recorded in the Health Insurance Internal Service Fund.

The district has established estimated liabilities for claims incurred but not reported and a liability for estimated future payments on reported claims based on information provided by the claims servicing agent.

The district has reflected an assignment of fund balance in the General Fund to account for workers' compensation and other liability claims and incurred but not reported claims. The assignment for self-insurance in the General Fund also provides for emergency funds to cover the self-insured retention in the event of multiple losses. The portion has been set at \$15,189,295. The balance in this account does not represent a contingent liability, but rather signifies the availability of funds should such a casualty occur.

Unemployment compensation expenditure is based on actual claims filed with the State of Alaska and reimbursed by the district.

Claims payable represents estimates of claims to be paid based upon past experience modified for current trends and information. The ultimate amount of losses incurred through June 30, 2020 is dependent upon future developments. The district has no settlements that exceeded the amount of insurance coverage.

Changes in the funds' claims liability amounts in 2020, 2019, and 2018 are, as follows:

	Liability Balance July 1	Current Year Claims and Changes in Estimates	Claims Payment	Liability Balance June 30
2020 Health	\$ 4,717,348	\$ 28,268,913	\$ 28,499,175	\$ 4,487,086
2020 Unemployment	37,837	948,569	482,421	503,985
2020 Workers' Comp	15,432,453	521,938	4,265,097	11,689,295
	<u>\$ 20,187,638</u>	<u>\$ 29,739,420</u>	<u>\$ 33,246,693</u>	<u>\$ 16,680,366</u>
2019 Health	\$ 6,047,842	\$ 28,138,948	\$ 29,469,442	\$ 4,717,348
2019 Unemployment	30,930	215,669	208,762	37,837
2019 Workers' Comp	14,192,942	7,639,147	6,399,636	15,432,453
	<u>\$ 20,271,714</u>	<u>\$ 35,993,764</u>	<u>\$ 36,077,840</u>	<u>\$ 20,187,638</u>
2018 Health	\$ 6,095,255	\$ 32,906,745	\$ 32,954,158	\$ 6,047,842
2018 Unemployment	45,649	172,779	187,498	30,930
2018 Workers' Comp	12,997,857	6,754,209	5,559,124	14,192,942
	<u>\$ 19,138,761</u>	<u>\$ 39,833,733</u>	<u>\$ 38,700,780</u>	<u>\$ 20,271,714</u>

#### NOTE 7 – COMMITMENTS

Commitments under lease agreements for the various administration buildings provide for minimum annual rental payments of \$3,361,714. Rent expenditures for the year ended June 30, 2020 were \$7,191,080.

**NOTE 8 – CONTINGENT LIABILITIES**Grants

The district participates in a variety of state and federal assistance and revenue sharing programs. These programs are subject to program compliance review by the grantors or their representatives. The audits of some of these programs before and including the year ended June 30, 2020 have not been concluded. Accordingly, the district's compliance with applicable grantor revenue sharing programs will be established at some future date. Any disallowed claims, including amounts already collected, would become a liability of the General Fund or other applicable fund. In management's opinion, disallowed claims, if any, will be immaterial.

Property Tax Limitation

On October 4, 1983, the Anchorage voters approved a charter amendment, which sets a limitation on the amount of taxes the municipality can levy. The amendment limits taxes, with certain exceptions, to the amount levied in the previous year, increased by inflation (Anchorage CPI – 5-year average) and population (5-year average) growth). In the opinion of management, the municipality and the district are in compliance with the intent of the amendment.

Litigation

In the normal course of activities, the district is involved in various other claims and litigation. In the opinion of management and the district's attorneys, the disposition of the claims and litigation are not presently expected to have a material adverse effect on the district's financial statements.

COVID-19

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the District's financial condition, liquidity, and results of operations. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the District is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for fiscal year 2021.

- The District is dependent upon its workforce to deliver its services. Developments such as social distancing and shelter-in-place directives will impact the District's ability to deploy its workforce effectively. While expected to be temporary, prolonged workforce disruptions may negatively impact the District's services.
- The District has transitioned the learning to online instruction instead of in the classroom. The timing of resuming in class instruction is currently being discussed among management and the School Board.
- Adverse economic effects of the COVID-19 outbreak has decreased the District's student enrollment which will result in a decrease in Federal and State funding. Currently the district has seen a decline in enrollment of about 9.1%. The decline in enrollment is expected to create a reduction in revenue of approximately \$15.2 million in FY21.

- Although the District cannot estimate the length or gravity of the impact of the COVID-19 outbreak at this time, if the pandemic continues, it may have an adverse effect on the District's results of future operations, financial position, and liquidity in fiscal year 2021.

On March 27, 2020 President Trump signed into law the “Coronavirus Aid, Relief and Economic Security (CARES) Act.” The CARES Act, among other things, appropriated funds to multiple federal agencies to be used to make payments for specified uses to States and certain local governments. It also appropriated certain relief funds, for which the District may be eligible. At year end June 30, 2020, \$12,069,484 has been awarded from the COVID-19 Education Stabilization Fund (CFDA 84.425). The district spent \$490,794 of these monies in fiscal year 2020, the remaining unspent monies are to be expended in 2021. The District will continue to examine the impact that the Cares Act may have. Currently, the school district is unable to determine the full impact that the CARES Act will have on the district’s financial condition, results of operations or liquidity.

We continue to examine the impact that the CARES Act may have on our business. Currently, we are unable to determine the impact that the CARES Act will have on our financial condition, results of operation or liquidity.

#### NOTE 9 – RELATED PARTY TRANSACTIONS

The Municipality of Anchorage is responsible for assessing and collecting property taxes and remitting the amount approved by the Anchorage Assembly to the district. In addition, there are various services that are performed by the Municipality on behalf of the district.

The following is a summary of related party transactions with the Municipality:

##### Property taxes collected

General Fund	\$	209,041,914
Debt Service Fund		53,116,645
Pupil Transportation Fund		3,249,867

##### Charges for services:

Operations of swimming pools	\$	(63,550)
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##### Joint property and liability insurance:

Purchase of a single property and liability policy, which covers both the municipality and district	\$	(2,168,158)
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Under Alaska law, the Anchorage School District cannot legally hold title to real property, nor incur long-term debt. However, the Municipality of Anchorage has delegated to the district the construction management of school projects. In order to reflect all the capital assets used for school purposes and the related obligations serviced by the district, real property and the associated obligations have been reported in the accompanying financial statements.

**NOTE 10 – 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 87 will result in the biggest reporting change. However, actual impacts have not yet been determined:

*GASB 84 – Fiduciary Activities* – Effective for year-end June 30, 2020, with earlier application encouraged – This statement addresses criteria for identifying and reporting fiduciary activities.

*GASB 87 – Leases* – Effective for year-end June 30, 2021, with earlier application encouraged – This statement addresses accounting and financial reporting for certain lease assets and liabilities for leases that previously were classified as operating leases. This statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset.

*GASB 89 – Accounting for Interest Cost Incurred before the End of a Construction Period* – Effective for year-end June 30, 2021, with earlier application encouraged – This statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus.

*GASB 90 – Majority Equity Interests – an amendment of GASB Statements No. 14 and No. 61* – Effective for year-end June 30, 2020, with earlier application encouraged – This statement addresses accounting and financial reporting for a majority equity interest in a legally separate organization. It provides a definition of a majority equity interest and provides guidance for further presentation as either an investment or a component unit, based on specific criteria.

*GASB 91 – Conduit Debt Obligations* - Effective for periods beginning after December 15, 2020 – This Statement establishes a single method of reporting conduit debt obligations by issuers to eliminate diversity in practice.

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## **Required Supplementary Information**

For the Year Ended June 30, 2020

**SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
BUDGET (NON-GAAP BASIS) AND ACTUAL**

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Budgeted Amounts		Variance with Final Budget Positive (Negative)
				Original	Final	
<b>Revenues:</b>						
Revenues from local sources:						
Appropriation from Municipality of Anchorage	\$ 209,041,914	\$ --	\$ 209,041,914	\$ 209,041,914	\$ 209,041,914	\$ --
Reimbursement for school facilities rental	555,424	--	555,424	750,000	750,000	(194,576)
Nonresident tuition	172,889	--	172,889	530,000	530,000	(357,111)
Investment income	3,182,038	--	3,182,038	1,500,000	1,500,000	1,682,038
E-Rate	889,244	--	889,244	1,500,000	1,500,000	(610,756)
Other revenues	1,478,901	32,547,562	34,026,463	6,842,654	34,325,562	(299,099)
Total revenues from local sources	215,320,410	32,547,562	247,867,972	220,164,568	247,647,476	220,496
Revenues from state sources:						
Public school funding program	331,268,595	--	331,268,595	324,633,347	331,400,787	(132,192)
Retirement systems employer relief	50,840,924	(50,840,924)	--	--	--	--
On-Base tuition	408,484	--	408,484	408,484	408,484	--
School improvement grant	8,656,402	--	8,656,402	8,400,000	8,400,000	256,402
State PFD Raffle	140,869	--	140,869	--	--	140,869
State - FEMA reimbursement	1,494,951	--	1,494,951	--	--	1,494,951
Total revenues from state sources	392,810,225	(50,840,924)	341,969,301	333,441,831	340,209,271	1,760,030
Revenues from federal sources:						
Reserve Officers Training Corps	756,932	--	756,932	710,000	710,000	46,932
Federal Impact Aid	15,736,273	--	15,736,273	17,431,278	17,431,278	(1,695,005)
Medicaid reimbursement	639,514	--	639,514	750,000	750,000	(110,486)
Federal - FEMA reimbursement	4,484,854	--	4,484,854	--	--	4,484,854
Total revenues from federal sources	21,617,573	--	21,617,573	18,891,278	18,891,278	2,726,295
Total revenues	629,748,208	(18,293,362)	611,454,846	572,497,677	606,748,025	4,706,821
<b>Expenditures:</b>						
Current:						
General administration	31,998,860	1,459,684	33,458,544	14,710,213	16,232,149	(17,226,395)
Instruction	503,688,559	(24,274,159)	479,414,400	479,052,215	503,283,355	23,868,955
Operation and maintenance of plant	78,401,977	6,206,779	84,608,756	78,257,861	83,297,642	(1,311,114)
Community services	866,720	109,290	976,010	479,388	1,024,829	48,819
Total expenditures	614,956,116	(16,498,406)	598,457,710	572,499,677	603,837,975	5,380,265
Excess (deficiency) of revenues over (under) expenditures	14,792,092	(1,794,956)	12,997,136	(2,000)	2,910,050	10,087,086

See accompanying notes to required supplementary information  
(Continued)

For the Year Ended June 30, 2020

**SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
BUDGET (NON-GAAP BASIS) AND ACTUAL (Continued)**

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Budgeted Amounts		Variance with Final Budget Positive (Negative)
				Original	Final	
Other financing sources (uses):						
Proceeds from sale of property and equipment	\$ 4,999	\$ --	\$ 4,999	\$ 2,000	\$ 2,000	\$ 2,999
Transfers out - Capital Projects Fund	(2,912,050)	--	(2,912,050)	--	(2,912,050)	--
Transfers out - Co-Curricular Student Activities Fund	(1,813)	--	(1,813)	--	--	(1,813)
Transfers out - Extracurricular Student Activities Fund	(1,088)	--	(1,088)	--	--	(1,088)
Transfers out - Food Service Fund	(100,000)	--	(100,000)	--	--	(100,000)
Total other financing sources (uses)	(3,009,952)	--	(3,009,952)	2,000	(2,910,050)	(99,902)
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	11,782,140	\$ (1,794,956)	\$ 9,987,184	\$ --	\$ --	\$ 9,987,184
Fund balance at beginning of year	121,208,336					
Fund balance at end of year	\$ 132,990,476					

BASIS OF BUDGETING - The General Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance- Budget (Non-GAAP Basis) and Actual has been prepared on a legally prescribed basis of budgeting which differs from accounting principles generally accepted in the United States of America (GAAP). The purpose of the basis of budgeting is to demonstrate compliance with the legal requirements of the local, state, and federal programs. The difference between the two methods is set forth below:

Revenues reported on the basis of GAAP		\$ 629,748,208
Add: budgeted fund balance	\$ 5,064,654	
Add: fund balance from prior year encumbrances	27,482,908	
Deduct: retirement systems employer relief	(50,840,924)	
		(18,293,362)
Revenues reported on the basis of budgeting		611,454,846
Expenditures reported on the basis of GAAP		614,956,116
Add: current year encumbrances	\$ 34,342,518	
Deduct: retirement systems employer relief	(50,840,924)	
		(16,498,406)
Expenditures and encumbrances reported on the basis of budgeting		598,457,710
Excess (deficiency) of revenues over (under) expenditures on the basis of budgeting		\$ 12,997,136

See accompanying notes to required supplementary information

For the Year Ended June 30, 2020

SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
BUDGET (NON-GAAP BASIS) AND ACTUAL

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Budgeted Amounts		Variance Positive (Negative)
				Original	Final	
Revenues:						
Revenues from local grants:						
Anchorage Schools Foundation	\$ 10,456	\$ --	\$ 10,456	\$ 10,456	\$ 10,456	\$ --
District-Wide Recycling Program	54,999	--	54,999	55,000	55,000	1
Donations From Local Agencies	229,196	8,093	237,289	190,995	190,995	(46,294)
Graduation Support Services	89	--	89	--	--	(89)
Immersion Programs	7,514	--	7,514	--	--	(7,514)
NoVo Foundation Alaska Native Cultural Charter School	312,039	--	312,039	--	--	(312,039)
NoVo Foundation Social and Emotional Learning	140,646	18,359	159,005	150,000	150,000	(9,005)
Ticket To Ride Grant	301	--	301	--	--	(301)
Contingency	--	--	--	--	80,877,749	80,877,749
Total revenues from local grants	755,240	26,452	781,692	406,451	81,284,200	80,502,508
Revenues from state grants:						
Designated Legislative Grants						
Senate Bill 18	894	(3,433)	(2,539)	--	--	2,539
Senate Bill 119	37,413	(1,729)	35,684	--	--	(35,684)
Total Designated Legislative Grants	38,307	(5,162)	33,145	--	--	(33,145)
Alaska Family Directory Website	19,426	--	19,426	--	--	(19,426)
Alaska Mental Health Trust	29,782	(1,969)	27,813	75,000	75,000	47,187
Alaska Railroad Summer Youth Program	29,500	--	29,500	29,500	29,500	--
Alaska State School for the Deaf	397,556	3,305	400,861	387,000	387,000	(13,861)
Alternative Schools Health and Wellness	62,690	--	62,690	69,000	69,000	6,310
Confucius Grant	10,000	--	10,000	10,000	10,000	--
Cultural Collaboration Project	1,425	--	1,425	2,425	2,425	1,000
COVID Out of District iPads	72,126	--	72,126	72,127	72,127	1
Obesity Prevention Partnership	26,167	(3,689)	22,478	--	--	(22,478)
Office of Children's Services Transportation Program	283,370	--	283,370	394,216	394,216	110,846
Pre-School Kindergarten Program	1,364,712	--	1,364,712	1,800,878	1,800,878	436,166
Providence Heights	47,020	--	47,020	145,000	145,000	97,980
Retirement Systems Employer Relief	3,347,731	(3,347,731)	--	--	--	--
Safe Children's Act	4,096	(24)	4,072	--	--	(4,072)
Substance Misuse and Addiction Prevention	18,913	--	18,913	20,000	20,000	1,087
Suicide Awareness	26,221	--	26,221	27,500	27,500	1,279
Youth Behavior Risk Survey	--	(4,869)	(4,869)	--	--	4,869
Youth in Detention	521,402	(3,903)	517,499	521,402	521,402	3,903
Youth Matters Project	1,200	994	2,194	3,000	3,000	806
Total revenues from state grants	6,301,644	(3,363,048)	2,938,596	3,557,048	3,557,048	618,452
Revenues from federal grants:						
Access to Education for Homeless Children	46,451	--	46,451	60,053	60,053	13,602
Alaska Family Directory Website	6,500	--	6,500	29,000	29,000	22,500
Alaska State School for the Deaf	23,106	--	23,106	65,000	65,000	41,894
Bike Sharing Education Program	39,330	(31,478)	7,852	(3,614)	(3,614)	(11,466)
CARES Act District-Wide Support	490,794	--	490,794	1,685,476	1,685,476	1,194,682
Carl Perkins Vocational Education	1,191,007	20,654	1,211,661	1,291,381	1,291,381	79,720
Centennial Challenge	25,416	--	25,416	28,840	28,840	3,424
CITC Social and Emotional Learning	88,653	(41,584)	47,069	17,200	17,200	(29,869)
Community Centers Learning Program	1,124,342	(612)	1,123,730	1,387,860	1,387,860	264,130
Comprehensive Literacy Development	218,132	5,051	223,183	364,019	364,019	140,836
COVID Out of District iPads	139,641	--	139,641	139,641	139,641	--
Educational Camp Program	650	--	650	--	--	(650)
ESEA Consolidated	886,902	986	887,888	1,052,381	1,052,381	164,493
Leap Program	2,107	--	2,107	--	--	(2,107)
Military Impacted Students	182,887	6,646	189,533	--	--	(189,533)
Pre-School Handicapped	296,720	--	296,720	357,796	357,796	61,076
Professional Development	5,675	--	5,675	7,500	7,500	1,825
Project Aware	59,709	--	59,709	59,800	59,800	91
Project Ki'l	27,507	(14,988)	12,519	--	--	(12,519)
Project Yugtun Qanerluten	494,072	(11,850)	482,222	496,685	496,685	14,463
Safety Assessment & Intervention	46,735	--	46,735	--	--	(46,735)
Staff Development	3,622	--	3,622	3,800	3,800	178
StarTalk - Language Culture Summer Camp	11,584	--	11,584	--	--	(11,584)

See accompanying notes to required supplementary information  
(Continued)

**GRANTS  
SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
BUDGET (NON-GAAP BASIS) AND ACTUAL (Continued)**

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Budgeted Amounts		Variance Positive (Negative)
				Original	Final	
Title I -No Child Left Behind Act						
Delinquent and At-Risk Youth Program	\$ 82,001	\$ 47	\$ 82,048	\$ 91,682	\$ 91,682	\$ 9,634
District-Wide	10,564,602	260,842	10,825,444	13,593,239	13,593,239	2,767,795
Homeless	890,288	748	891,036	910,000	910,000	18,964
McLaughlin Youth Center	154,278	--	154,278	238,440	238,440	84,162
New Path Adult Center	3,033	--	3,033	31,204	31,204	28,171
Parent Involvement Program	56,452	--	56,452	178,917	178,917	122,465
Pre-School	1,580,508	291	1,580,799	1,641,500	1,641,500	60,701
School Improvement Implementation	157,149	--	157,149	419,988	419,988	262,839
Total Title I - No Child Left Behind	13,488,311	261,928	13,750,239	17,104,970	17,104,970	3,354,731
Title I -Migrant Education						
Book Program	54,600	--	54,600	54,600	54,600	--
District-Wide	3,070,069	58,955	3,129,024	6,000,455	6,000,455	2,871,431
Parent Involvement Program	--	--	--	3,000	3,000	3,000
Summer Program	259,263	204,310	463,573	891,496	891,496	427,923
Total Title I -Migrant Education	3,383,932	263,265	3,647,197	6,949,551	6,949,551	3,302,354
Title II-A - Professional Development Program						
Principal & School Leaders	283,099	300	283,399	349,543	349,543	66,144
Private Schools	30,726	5,000	35,726	130,256	130,256	94,530
Professional Development Program	3,793,172	52,881	3,846,053	5,408,824	5,408,824	1,562,771
Total Title II A - Professional Development Program	4,106,997	58,181	4,165,178	5,888,623	5,888,623	1,723,445
Title III - English Language Acquisition	282,151	(7,500)	274,651	620,950	620,950	346,299
Title IV-A Student Support Academic						
Private Schools	31,768	--	31,768	61,889	61,889	30,121
Student Support Academic	756,302	339,847	1,096,149	1,133,579	1,133,579	37,430
Total Title IV-A Student Support Academic	788,070	339,847	1,127,917	1,195,468	1,195,468	67,551
Title VI - Indian, Native Hawaiian, and Alaska						
Native Education	2,462,141	28,195	2,490,336	2,772,768	2,772,768	282,432
Title VI-B - Education of All Handicapped Children Act	12,442,517	25,174	12,467,691	14,894,585	14,894,585	2,426,894
Total revenues from federal grants	42,365,661	901,915	43,267,576	56,469,733	56,469,733	13,202,157
Total revenues	49,422,545	(2,434,681)	46,987,864	60,433,232	141,310,981	94,323,117
Expenditures:						
Current:						
Instruction:						
Local grants	755,240	26,452	781,692	406,451	81,284,200	80,502,508
State grants	6,301,644	(3,363,048)	2,938,596	3,557,048	3,557,048	618,452
Federal grants	42,365,661	901,915	43,267,576	56,469,733	56,469,733	13,202,157
Total expenditures	49,422,545	(2,434,681)	46,987,864	60,433,232	141,310,981	94,323,117
Excess (deficiency) of revenues over (under) expenditures	--	--	--	--	--	--
Fund balance at beginning of year	--	--	--	--	--	--
Fund balance at end of year	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --

BASIS OF BUDGETING - State and Federal Grants Special Revenue Fund - Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual has been prepared on a legally prescribed basis of budgeting which differs from accounting principles generally accepted in the United States of America (GAAP). The purpose of the basis of budgeting is to demonstrate compliance with the legal requirements of the local, state, and federal programs. The difference between the two methods is set forth below:

Revenues reported on the basis of GAAP		\$ 49,422,545
Add revenues from current year encumbrances	\$ 1,088,525	
Deduct retirement systems employer relief	(3,347,731)	
Deduct revenues on prior year encumbrances	(175,475)	
		(2,434,681)
Revenues reported on the basis of budgeting		46,987,864
Expenditures reported on the basis GAAP		49,422,545
Add current year encumbrances	\$ 1,088,525	
Deduct retirement systems employer relief	(3,347,731)	
Deduct expenditures on prior year encumbrances	(175,475)	
		(2,434,681)
Expenditures and encumbrances reported on the basis of budgeting		46,987,864
Excess (deficiency) of revenue over (under) expenditures on the basis of budgeting		\$ --

For the Last Six Years

**SCHEDULE OF THE DISTRICT'S INFORMATION  
ON THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)**

Fiscal Year	District's proportion of the net pension liability	District's proportionate share of the net pension liability	State of Alaska proportionate share of the net pension liability	Total net pension liability	District's covered payroll	District's proportionate share of the net pension liability as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2014-2015	2.18564 %	\$ 101,941,409	\$ 92,597,159	\$ 194,538,568	\$ 92,324,124	110.42 %	62.37 %
2015-2016	4.20029	203,714,484	54,563,611	258,278,095	93,835,892	217.10	63.96
2016-2017	3.91788	218,993,759	27,597,059	246,590,818	93,208,546	234.95	59.55
2017-2018	3.25777	168,408,440	62,742,930	231,151,370	99,947,301	168.50	63.37
2018-2019	3.57792	177,787,628	51,492,393	229,280,021	97,738,015	181.90	65.19
2019-2020	3.26011	178,465,769	70,867,247	249,333,016	97,895,747	182.30	63.42

See accompanying notes to required supplementary information

## SCHEDULE OF DISTRICT CONTRIBUTIONS

For the Last Six Years

## PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Fiscal Year	Contractually required contributions	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	District's covered payroll	Contributions as a percentage of covered payroll
2014-2015	\$ 9,072,746	\$ 9,072,746	\$ --	\$ 93,835,892	9.669 %
2015-2016	9,471,451	9,471,451	--	96,208,546	9.845
2016-2017	10,815,102	10,815,102	--	99,947,301	10.821
2017-2018	12,034,514	12,034,514	--	97,738,015	12.313
2018-2019	11,015,039	11,015,039	--	97,895,747	11.252
2019-2020	10,352,580	10,352,580	--	99,797,874	10.374

See accompanying notes to required supplementary information

For the Last Six Years

**SCHEDULE OF THE DISTRICT'S INFORMATION  
ON THE NET PENSION LIABILITY  
TEACHERS RETIREMENT SYSTEM (TRS)**

<u>Fiscal Year</u>	<u>District's proportion of the net pension liability</u>	<u>District's proportionate share of the net pension liability</u>	<u>State of Alaska proportionate share of the net pension liability</u>	<u>Total net pension liability</u>	<u>District's covered payroll</u>	<u>District's proportionate share of the net pension liability as a percentage of covered payroll</u>	<u>Plan fiduciary net position as a percentage of the total pension liability</u>
2014-2015	5.25205 %	\$ 157,512,125	\$ 857,033,106	\$ 1,014,545,231	\$ 257,085,802	61.27 %	55.70 %
2015-2016	13.49123	250,997,703	433,895,000	684,892,703	259,242,742	96.82	73.82
2016-2017	15.78078	360,329,506	428,284,379	788,613,885	263,081,928	136.96	68.40
2017-2018	12.69911	257,361,782	449,147,186	706,508,968	263,540,009	97.66	72.39
2018-2019	13.88626	265,828,687	395,192,750	661,021,437	263,799,611	100.77	74.09
2019-2020	13.79279	257,724,129	382,225,047	639,949,176	264,345,198	97.50	74.68

See accompanying notes to required supplementary information

## SCHEDULE OF DISTRICT CONTRIBUTIONS

For the Last Six Years

## TEACHERS RETIREMENT SYSTEM (TRS)

Fiscal Year	Contractually required contributions	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	District's covered payroll	Contributions as a percentage of covered payroll
2014-2015	\$ 12,831,267	\$ 12,831,267	\$ --	\$ 259,242,742	4.950 %
2015-2016	11,865,598	11,865,598	--	263,081,928	4.510
2016-2017	12,975,965	12,975,965	--	263,540,009	4.924
2017-2018	13,953,834	13,953,834	--	263,799,611	5.290
2018-2019	13,372,394	13,372,394	--	264,345,198	5.059
2019-2020	12,020,827	12,020,827	--	266,429,378	4.512

See accompanying notes to required supplementary information

For the Last Three Years

**SCHEDULE OF THE DISTRICT'S INFORMATION  
OF THE PROPORTIONATE SHARE OF THE NET OPEB LIABILITY - ARHCT  
PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)**

<u>Fiscal Year</u>	<u>District's proportion of the net OPEB liability</u>	<u>District's proportionate share of the net OPEB liability</u>	<u>State of Alaska proportionate share of the net OPEB liability</u>	<u>Total net OPEB liability</u>	<u>District's covered payroll</u>	<u>District's proportionate share of the net OPEB liability as a percentage of covered payroll</u>	<u>Plan fiduciary net position as a percentage of the total OPEB liability</u>
2017-2018	3.25817 %	\$ 27,523,645	\$ 10,262,394	\$ 37,786,039	\$ 97,738,015	28.16 %	89.68 %
2018-2019	3.57723	36,712,728	10,656,455	47,369,183	44,016,656	83.41	88.12
2019-2020	3.25982	4,836,922	1,923,090	6,760,012	40,207,990	12.03	98.13

See accompanying notes to required supplementary information

For the Last Three Years

**SCHEDULE OF THE DISTRICT'S INFORMATION  
OF THE PROPORTIONATE SHARE OF THE NET OPEB LIABILITY - RMP  
PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)**

<u>Fiscal Year</u>	<u>District's proportion of the net OPEB liability</u>	<u>District's proportionate share of the net OPEB liability</u>	<u>State of Alaska proportionate share of the net OPEB liability</u>	<u>Total net OPEB liability</u>	<u>District's covered payroll</u>	<u>District's proportionate share of the net OPEB liability as a percentage of covered payroll</u>	<u>Plan fiduciary net position as a percentage of the total OPEB liability</u>
2017-2018	4.90371 %	\$ 255,728	\$ --	\$ 255,728	\$ 97,738,015	0.26 %	93.98 %
2018-2019	4.75479	605,047	--	605,047	53,721,359	1.13	88.71
2019-2020	4.60871	1,102,587	--	1,102,587	57,687,757	1.91	83.17

For the Last Three Years

**SCHEDULE OF THE DISTRICT'S INFORMATION  
OF THE PROPORTIONATE SHARE OF THE NET OPEB ASSET - ODD  
PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)**

Fiscal Year	District's proportion of the net OPEB asset	District's proportionate share of the net OPEB asset	State of Alaska proportionate share of the net OPEB asset	Total net OPEB asset	District's covered payroll	District's proportionate share of the net OPEB asset as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total OPEB asset
2017-2018	4.90371 %	\$ (695,787)	\$ --	\$ (695,787)	\$ 97,738,015	-0.71 %	212.97 %
2018-2019	4.75479	(923,475)	--	(923,475)	53,721,359	-1.72	270.62
2019-2020	3.66304	(888,103)	--	(888,103)	57,687,757	-1.54	297.43

## SCHEDULE OF DISTRICT CONTRIBUTIONS - ARHCT

For the Last Three Years

## PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS) OPEB PLAN

<u>Fiscal Year</u>	<u>Contractually required contributions</u>	<u>Contributions in relation to the contractually required contribution</u>	<u>Contribution deficiency (excess)</u>	<u>District's covered payroll</u>	<u>Contributions as a percentage of covered payroll</u>
2017-2018	\$ 3,431,819	\$ 3,431,819	\$ --	\$ 44,016,656	7.774 %
2018-2019	3,987,589	3,987,589	--	40,207,990	9.917
2019-2020	4,134,551	4,134,551	--	37,132,439	11.135

See accompanying notes to required supplementary information

SCHEDULE OF DISTRICT CONTRIBUTIONS - RMP

For the Last Three Years

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS) OPEB PLAN

Fiscal Year	Contractually required contributions	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	District's covered payroll	Contributions as a percentage of covered payroll
2017-2018	\$ 554,292	\$ 554,292	\$ --	\$ 53,721,359	1.032 %
2018-2019	540,846	540,846	--	57,687,757	0.938
2019-2020	825,635	825,635	--	62,665,435	1.318

**SCHEDULE OF DISTRICT CONTRIBUTIONS - ODD**

For the Last Three Years

**PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS) OPEB PLAN**

<u>Fiscal Year</u>	<u>Contractually required contributions</u>	<u>Contributions in relation to the contractually required contribution</u>	<u>Contribution deficiency (excess)</u>	<u>District's covered payroll</u>	<u>Contributions as a percentage of covered payroll</u>
2017-2018	\$ 86,100	\$ 86,100	\$ --	\$ 53,721,359	0.160 %
2018-2019	149,560	149,560	--	57,687,757	0.259
2019-2020	162,640	162,640	--	62,665,435	0.260

For the Last Three Years

**SCHEDULE OF THE DISTRICT'S INFORMATION  
OF THE PROPORTIONATE SHARE OF THE NET OPEB LIABILITY (ASSET) - ARHCT  
TEACHERS RETIREMENT SYSTEM (TRS)**

<u>Fiscal Year</u>	<u>District's proportion of the net OPEB liability</u>	<u>District's proportionate share of the net OPEB liability</u>	<u>State of Alaska proportionate share of the net OPEB liability</u>	<u>Total net OPEB liability</u>	<u>District's covered payroll</u>	<u>District's proportionate share of the net OPEB liability as a percentage of covered payroll</u>	<u>Plan fiduciary net position as a percentage of the total OPEB liability</u>
2017-2018	12.65888 %	\$ 23,283,858	\$ 40,836,969	\$ 64,120,827	\$ 263,540,009	8.84 %	93.75 %
2018-2019	13.85521	43,081,246	64,287,926	107,369,172	152,678,697	28.22	90.23
2019-2020	13.76563	21,036,781	(31,301,300)	(10,264,519)	143,754,154	14.63	105.50

See accompanying notes to required supplementary information

**SCHEDULE OF THE DISTRICT'S INFORMATION  
OF THE PROPORTIONATE SHARE OF THE NET OPEB ASSET - RMP  
TEACHERS RETIREMENT SYSTEM (TRS)**

Fiscal Year	District's proportion of the net OPEB asset	District's proportionate share of the net OPEB asset	State of Alaska proportionate share of the net OPEB asset	Total net OPEB asset	District's covered payroll	District's proportionate share of the net OPEB asset as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total OPEB asset
2017-2018	30.86980 %	\$ (1,463,229)	\$ --	\$ (1,463,229)	\$ 263,540,009	-0.56 %	118.16 %
2018-2019	30.94564	(989,642)	--	(989,642)	111,120,914	-0.89	109.56
2019-2020	30.91737	(1,185,990)	--	(1,185,990)	120,591,045	-0.98	110.03

For the Last Three Years

**SCHEDULE OF THE DISTRICT'S INFORMATION  
OF THE PROPORTIONATE SHARE OF THE NET OPEB ASSET - ODD  
TEACHERS RETIREMENT SYSTEM (TRS)**

Fiscal Year	District's proportion of the net OPEB asset	District's proportionate share of the net OPEB asset	State of Alaska proportionate share of the net OPEB asset	Total net OPEB asset	District's covered payroll	District's proportionate share of the net OPEB asset as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total OPEB asset
2017-2018	30.86980 %	\$ (1,008,825)	\$ --	\$ (1,008,825)	\$ 263,540,009	-0.38 %	1342.59 %
2018-2019	30.94564	(1,084,954)	--	(1,084,954)	111,120,914	-0.98	1304.81
2019-2020	30.94603	(1,244,340)	--	(1,244,340)	120,591,045	-1.03	1409.77

## SCHEDULE OF DISTRICT CONTRIBUTIONS - ARHCT

For the Last Three Years

## TEACHERS RETIREMENT SYSTEM (TRS) OPEB PLAN

<u>Fiscal Year</u>	<u>Contractually required contributions</u>	<u>Contributions in relation to the contractually required contribution</u>	<u>Contribution deficiency (excess)</u>	<u>District's covered payroll</u>	<u>Contributions as a percentage of covered payroll</u>
2017-2018	\$ 6,911,105	\$ 6,911,105	\$ --	\$ 152,678,697	4.527 %
2018-2019	6,605,762	6,605,762	--	143,754,154	4.595
2019-2020	6,781,318	6,781,318	--	136,614,561	4.964

## SCHEDULE OF DISTRICT CONTRIBUTIONS - RMP

For the Last Three Years

## TEACHERS RETIREMENT SYSTEM (TRS) OPEB PLAN

Fiscal Year	Contractually required contributions	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	District's covered payroll	Contributions as a percentage of covered payroll
2017-2018	\$ 1,012,203	\$ 1,012,203	\$ --	\$ 111,120,914	0.911 %
2018-2019	953,785	953,785	--	120,591,045	0.791
2019-2020	1,409,646	1,409,646	--	129,814,817	1.086

## SCHEDULE OF DISTRICT CONTRIBUTIONS - ODD

For the Last Three Years

## TEACHERS RETIREMENT SYSTEM (TRS) OPEB PLAN

Fiscal Year	Contractually required contributions	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	District's covered payroll	Contributions as a percentage of covered payroll
2017-2018	\$ --	\$ --	\$ --	\$ 111,120,914	0.000 %
2018-2019	96,597	96,597	--	120,591,045	0.080
2019-2020	103,478	103,478	--	129,814,817	0.080

See accompanying notes to required supplementary information

## SCHEDULE OF DISTRICT CONTRIBUTIONS

For the Last Ten Years

## ALASKA TEAMSTER - EMPLOYER TRUST FUND

<u>Fiscal Year</u>	<u>Annual Pension Cost</u>	<u>District Contributions</u>	<u>Percent Contributed</u>
2010-2011	\$ 224,444	\$ 224,444	100
2011-2012	250,452	250,452	100
2012-2013	265,122	265,122	100
2013-2014	303,470	303,470	100
2014-2015	307,268	307,268	100
2015-2016	324,973	324,973	100
2016-2017	317,391	317,391	100
2017-2018	318,401	318,401	100
2018-2019	345,286	345,286	100
2019-2020	331,955	331,955	100

See accompanying notes to required supplementary information

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**BUDGETARY DATA**

The district follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Superintendent submits to the School Board, at such time as the Board directs, a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted by the board to obtain the comments of residents of the Municipality of Anchorage.
3. The proposed budget is approved and revised by the board and submitted to the Anchorage Assembly on but not later than or prior to the first Monday in March of each year.
4. The Assembly shall approve the upper spending authorization of the budget for the district, and appropriate and establish by ordinance the necessary municipal tax appropriation within thirty (30) days after receipt. If the Assembly fails to make the necessary appropriation within the time stated, the budget as submitted to the Assembly becomes the budget and appropriation for the fiscal year of the district without further Assembly action as stated in the Municipal Charter, Article VI, Section 6.05.
5. The board shall conduct at least one public hearing following the Assembly action on the budget if the amount approved by the Assembly is different than the amount submitted.

The legal level on which expenditures may not exceed the aggregate total budget of the combined budgets is the total of the following funds: General Fund, Grants Special Revenue Fund, Food Service Special Revenue Fund, Pupil Transportation Special Revenue Fund and Debt Service Fund.

Budgetary control by the district is maintained by fund, organization and object in the General Fund, Food Service and Pupil Transportation Special Revenue Funds only. Budgetary control in the Grants Special Revenue Fund is authorized and maintained by the granting agencies. Under the Grants Special Revenue Fund, the management of the district may request budget revisions and transfers within a grant subject to the approval of the granting agencies. In addition, under the Grants Special Revenue Fund, the district may revise a grant within the state code line item budget without the approval of the granting agencies. The Board may amend the upper limit of the aggregate total budget, by budget revision subject to the approval of the Assembly.

On March 19, 2019, the Assembly approved Assembly Ordinance AO NO. 2019-28 determining and approving the district's combined budget of \$885,858,600 with \$248,867,319 in local tax appropriation for the following funds: General Fund, Grants Special Revenue Fund, Pupil Transportation Fund, Food Service Special Revenue Fund, Student Activities Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

On December 17, 2019 the School Board approved a revision to the financial plan with ASD Memorandum No. 064 (2019-2020) which reallocated \$6,767,440 of upper limit budget authority from the Grants Special Revenue Fund into the General Fund to account for increased revenues and expenditures related to having higher than projected students with intensive needs.

The encumbrance system of accounting is used wherein encumbrances outstanding at year-end are not reported as expenditures in the financial statements, but are reported as commitments or assignments of fund balance for subsequent years' expenditures based on the encumbered appropriation authority carried over. District policy requires recording of an encumbrance as a charge against appropriation in the accounting period in which a purchase requisition or purchase order is issued, rather than in the accounting period when goods or services are received as required by generally accepted accounting principles.

Appropriations for capital improvement projects carryover at year-end; all other appropriations lapse at year-end to the extent that they have not been expended or encumbered.

On-behalf payments and corresponding expenditures for TRS and PERS are not cash transactions; therefore, they have been excluded from the upper limit budget and are shown as reconciling items.

#### Budgetary Comparison Schedules

The budgetary comparison schedules are presented on the modified accrual basis of accounting.

#### 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, 2020, the plan measurement date is June 30, 2019.

#### Schedule of District Contributions – Public Employees Retirement System - PERS

This table reports the District's pension contributions to PERS during fiscal year 2020. These contributions are reported as a deferred outflow on the June 30, 2019 basic financial statements.

#### 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, 2020, the plan measurement date is June 30, 2019.

#### Schedule of District Contributions – Public Employees Retirement System - TRS

This table reports the District's pension contributions to TRS during fiscal year 2020. These contributions are reported as a deferred outflow on the June 30, 2020 basic financial statements.

#### Schedule of the District's Information on the Net OPEB Liability - PERS

Information in this table is presented based on the Plan measurement date. For June 30, 2020, the plan measurement date is June 30, 2019.

#### Schedule of District Contributions – Public Employees Retirement System – PERS (OPEB Plan)

This table reports the District's pension contributions to PERS during fiscal year 2020. These contributions are reported as a deferred outflow on the June 30, 2020 basic financial statements.

#### Schedule of the District's Information on the Net OPEB Liability - TRS

Information in this table is presented based on the Plan measurement date. For June 30, 2020, the plan measurement date is June 30, 2019.

#### Schedule of District Contributions – Public Employees Retirement System – TRS (OPEB Plan)

This table reports the District's pension contributions to TRS during fiscal year 2020. These contributions are reported as a deferred outflow on the June 30, 2020 basic financial statements.

All eight pension and OPEB 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.

Schedule of District Contributions – Alaska Teamster – Employer Trust Fund

This table reports the District's pension contributions to the Alaska Teamster – Employer Trust Fund for the last ten years. This plan has been given the critical status designation under the Pension Protection Act and, therefore, the district was required to make supplemental contributions to plan of 54 percent for every dollar contributed in fiscal year 2019-2020. Additionally, the district was required to make supplemental contributions of 54 percent in fiscal year 2018-2019, 54 percent in fiscal year 2017-2018, and 54 percent in fiscal year 2016-2017.



# **Combining and Individual Fund Statements and Schedules**



## General Fund

To account for resources traditionally associated with school districts which are not required to be accounted for in another fund.

June 30, 2020  
With Comparative Totals for  
June 30, 2019

## BALANCE SHEET

	2020	2019
<b>Assets</b>		
Cash and investments	\$ 117,119,621	\$ 123,956,914
Accounts receivable (net of any allowances for uncollectibles)	7,991,407	2,949,519
Due from other funds:		
State and Federal Grants Special Revenue Fund	12,443,060	12,012,194
Food Service Fund	2,809,591	--
Debt Service Fund	16,366,737	--
Capital Projects Fund	--	3,076,514
Due from other governments:		
Municipality of Anchorage	105,416,475	104,520,957
Prepaid items	2,905,245	3,484,620
Inventory, at FIFO	1,523,595	1,189,377
Total assets	<u>\$ 266,575,731</u>	<u>\$ 251,190,095</u>
<b>Liabilities</b>		
Accounts payable	\$ 3,055,386	\$ 2,650,162
Medical claims and other contracts payable	536,385	554,289
Due to other funds:		
Debt Service Fund	--	3,749,539
Food Service Special Revenue Fund	--	1,875,134
Extracurricular Student Activity Special Revenue Fund	2,834,940	5,622,672
Co-curricular Student Activity Special Revenue Fund	3,087,761	--
Capital Projects Fund	5,822,449	--
Pupil Transportation Special Revenue Fund	1,732,548	907,790
Accrued salaries and related items:		
Wages and salaries payable	2,279,827	1,500,083
Payroll taxes, other accrued and withheld items	8,808,754	8,590,404
Unearned revenue	275	10,730
Total liabilities	<u>28,158,325</u>	<u>25,460,802</u>
<b>Deferred inflows of resources</b>		
General property tax appropriations	105,426,930	104,520,957
Total deferred inflows of resources	<u>105,426,930</u>	<u>104,520,957</u>
<b>Fund balance</b>		
Non-spendable	4,428,840	4,673,997
Restricted	26,924,759	25,173,848
Committed	9,835,473	5,626,542
Assigned	61,703,771	61,839,597
Unassigned	30,097,633	23,894,352
Total fund balance	<u>132,990,476</u>	<u>121,208,336</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 266,575,731</u>	<u>\$ 251,190,095</u>

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

**SCHEDULE OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND  
BALANCE - GAAP BASIS**

	2020	2019
Revenues:		
Revenues from local sources:		
Appropriation from Municipality of Anchorage	\$ 209,041,914	\$ 208,347,278
Reimbursement for school facilities rental	555,424	728,250
Non-resident tuition	172,889	49,349
Investment income	3,182,038	4,696,923
E-Rate	889,244	936,176
Other revenues	1,478,901	2,401,766
Total revenues from local sources	<u>215,320,410</u>	<u>217,159,742</u>
Revenues from state sources:		
Public school funding program	331,268,595	326,288,682
Retirement systems employer relief	50,840,924	45,370,405
On-Base tuition	408,484	408,484
School improvement grant	8,656,402	5,765,196
State PFD Raffle	140,869	--
State - FEMA reimbursement	1,494,951	133,594
Total revenues from state sources	<u>392,810,225</u>	<u>377,966,361</u>
Revenues from federal sources:		
Reserve Officers Training Corps	756,932	707,989
Federal Impact Aid	15,736,273	20,911,255
Medicaid reimbursement	639,514	354,886
Federal - FEMA reimbursement	4,484,854	400,783
Total revenues from federal sources	<u>21,617,573</u>	<u>22,374,913</u>
Total revenues	<u>629,748,208</u>	<u>617,501,016</u>
Expenditures:		
Current:		
General administration	31,998,860	30,136,582
Instruction	503,688,559	492,928,499
Operation and maintenance of plant	78,401,977	85,234,081
Community services	866,720	497,462
Total expenditures	<u>614,956,116</u>	<u>608,796,624</u>
Excess (deficiency) of revenues over (under) expenditures	14,792,092	8,704,392
Other financing sources (uses):		
Proceeds from sale of property and equipment	4,999	16,176
Transfers out - Capital Projects Fund	(2,912,050)	(1,531,000)
Transfers out - Co-Curricular Student Activities Fund	(1,813)	--
Transfers out - Extracurricular Student Activities Fund	(1,088)	--
Transfers out - Debt Service Fund	--	(125,640)
Transfers out - Pupil Transportation Fund	--	(1,960,163)
Transfers out - Food Service Fund	(100,000)	(628,000)
Total other financing sources (uses)	<u>(3,009,952)</u>	<u>(4,228,627)</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	11,782,140	4,475,765
Fund balance at beginning of year	121,208,336	116,732,571
Fund balance at end of year	<u>\$ 132,990,476</u>	<u>\$ 121,208,336</u>

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

## SCHEDULE OF EXPENDITURES - GAAP BASIS

	<u>2020</u>	<u>2019</u>
Current:		
General administration:		
Anchorage School Board	\$ 784,060	\$ 746,748
Superintendent	853,212	1,385,378
Instruction	351,694	338,310
Support services	4,892,037	4,418,956
Planning, communications and development	796,053	648,590
Business management	3,428,671	3,167,947
Employee relations	3,977,394	3,515,363
Assessment and evaluation	922,957	787,051
Technology/management information systems	15,599,554	14,851,298
Other general administration	<u>393,228</u>	<u>276,941</u>
Total general administration	<u>31,998,860</u>	<u>30,136,582</u>
Instruction:		
Instructional support:		
Curriculum and staff development	12,650,836	11,471,169
Instructional media	920,333	936,100
Technology/management information systems	<u>4,776,969</u>	<u>5,125,833</u>
Total instructional support	18,348,138	17,533,102
Elementary education	175,258,664	173,100,311
Charter schools	24,432,262	23,499,136
Middle school education	51,512,621	49,278,315
High school education	100,363,423	99,965,780
Special education services:		
Special services	23,809,066	22,761,722
Special education	<u>90,619,640</u>	<u>85,456,039</u>
Total special education services	114,428,706	108,217,761
English language learners	11,936,157	12,131,227
Gifted education	5,029,758	4,927,482
Native education	538,040	594,464
Other instruction	<u>1,840,790</u>	<u>3,680,921</u>
Total instruction	<u>503,688,559</u>	<u>492,928,499</u>

(Continued)

For the Year Ended June 30, 2020  
 With Comparative Totals  
 For the Year Ended June 30, 2019

**SCHEDULE OF EXPENDITURES - GAAP BASIS (Continued)**

	<u>2020</u>	<u>2019</u>
Operation and maintenance of plant:		
Elementary schools	\$ 12,641,560	\$ 12,872,832
Charter schools	4,095,223	4,536,775
Middle schools	3,850,904	3,993,369
High schools	7,659,501	7,899,875
Custodial services	17,409,410	17,528,052
Facilities	24,210,489	22,542,695
Vehicle maintenance	974,215	1,018,952
Other operations and maintenance of plant	<u>7,560,675</u>	<u>14,841,531</u>
Total operations and maintenance of plant	<u>78,401,977</u>	<u>85,234,081</u>
Community services	<u>866,720</u>	<u>497,462</u>
Total expenditures	<u>\$ 614,956,116</u>	<u>\$ 608,796,624</u>

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES,  
BUDGET (NON-GAAP BASIS) AND ACTUAL

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Budgeted Amounts		Variance with Final Budget Positive (Negative)
				Original	Final	
Current:						
General administration:						
Anchorage school board:						
Salaries	\$ 288,574	\$ --	\$ 288,574	\$ 283,506	\$ 283,506	\$ (5,068)
Employee benefits	98,408	(13,478)	84,930	90,538	89,499	4,569
Purchased services	393,078	184,810	577,888	394,587	584,358	6,470
Supplies and materials	4,000	--	4,000	3,948	5,118	1,118
Total anchorage school board	784,060	171,332	955,392	772,579	962,481	7,089
Superintendent:						
Salaries	474,474	--	474,474	619,354	454,354	(20,120)
Employee benefits	213,545	(58,533)	155,012	216,595	167,903	12,891
Purchased services	150,866	60,255	211,121	876,100	543,420	332,299
Supplies and materials	14,327	13,933	28,260	17,900	31,593	3,333
Total superintendent	853,212	15,655	868,867	1,729,949	1,197,270	328,403
Instruction:						
Salaries	232,480	--	232,480	224,416	232,416	(64)
Employee benefits	115,417	(33,928)	81,489	82,387	82,043	554
Purchased services	2,254	770	3,024	3,750	4,575	1,551
Supplies and materials	1,543	--	1,543	1,200	1,565	22
Total instruction	351,694	(33,158)	318,536	311,753	320,599	2,063
Support services:						
Salaries	2,775,182	--	2,775,182	2,581,268	2,678,826	(96,356)
Employee benefits	1,631,656	(181,271)	1,450,385	1,495,587	1,509,650	59,265
Purchased services	138,520	361,429	499,949	315,048	543,945	43,996
Supplies and materials	79,501	23,302	102,803	135,820	115,479	12,676
Capital outlay	267,178	--	267,178	108,089	292,892	25,714
Total support services	4,892,037	203,460	5,095,497	4,635,812	5,140,792	45,295
Planning, communications and development:						
Salaries	386,966	--	386,966	418,839	402,041	15,075
Employee benefits	179,567	(25,493)	154,074	247,086	228,760	74,686
Purchased services	137,224	53,528	190,752	183,755	222,013	31,261
Supplies and materials	18,615	--	18,615	24,005	22,536	3,921
Capital outlay	73,681	--	73,681	29,551	29,551	(44,130)
Total planning, communications and development	796,053	28,035	824,088	903,236	904,901	80,813
Business management:						
Salaries	2,078,879	--	2,078,879	2,058,749	2,058,749	(20,130)
Employee benefits	1,230,662	(136,895)	1,093,767	1,153,288	1,135,967	42,200
Purchased services	70,512	11,079	81,591	41,809	85,904	4,313
Supplies and materials	48,618	18,867	67,485	14,526	69,136	1,651
Total business management	3,428,671	(106,949)	3,321,722	3,268,372	3,349,756	28,034
Employee relations:						
Salaries	2,442,563	--	2,442,563	2,253,639	2,386,211	(56,352)
Employee benefits	1,357,600	(156,766)	1,200,834	1,285,858	1,335,748	134,914
Purchased services	134,854	42,959	177,813	136,750	178,686	873
Supplies and materials	42,377	23,018	65,395	27,820	65,695	300
Total employee relations	3,977,394	(90,789)	3,886,605	3,704,067	3,966,340	79,735
Assessment and evaluation:						
Salaries	600,067	--	600,067	567,199	653,831	53,764
Employee benefits	254,092	(67,659)	186,433	188,224	241,040	54,607
Purchased services	46,041	72,178	118,219	143,670	118,670	451
Supplies and materials	22,757	4,796	27,553	4,000	29,000	1,447
Total assessment and evaluation	922,957	9,315	932,272	903,093	1,042,541	110,269
Technology/management information systems:						
Salaries	7,210,792	--	7,210,792	7,330,332	7,330,332	119,540
Employee benefits	4,259,533	(474,205)	3,785,328	4,116,449	4,042,124	256,796
Purchased services	3,147,903	739,284	3,887,187	3,453,444	3,993,353	106,166
Supplies and materials	423,710	329,174	752,884	343,095	759,181	6,297
Capital outlay	557,616	55,000	612,616	875,250	930,250	317,634
Total technology/management information systems	15,599,554	649,253	16,248,807	16,118,570	17,055,240	806,433

(continued)

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES,  
BUDGET (NON-GAAP BASIS) AND ACTUAL

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Budgeted Amounts		Variance with Final Budget Positive (Negative)
				Original	Final	
Other general administration						
Salaries	\$ 266,334	\$ --	\$ 266,334	\$ (5,256,072)	\$ (5,221,072)	\$ (5,487,406)
Employee benefits	185,375	(16,739)	168,636	(13,744,930)	(13,735,808)	(13,904,444)
Purchased services	(2,394,438)	437,267	(1,957,171)	(858,771)	(1,706,296)	250,875
Supplies and materials	392,171	193,002	585,173	204,500	610,682	25,509
Capital outlay	--	--	--	50,000	50,000	50,000
Other	1,943,786	--	1,943,786	1,968,055	2,294,723	350,937
Total other general administration	393,228	613,530	1,006,758	(17,637,218)	(17,707,771)	(18,714,529)
Total general administration	31,998,860	1,459,684	33,458,544	14,710,213	16,232,149	(17,226,395)
Instruction:						
Instructional support:						
Curriculum & staff development:						
Salaries	6,322,769	--	6,322,769	7,211,335	7,284,606	961,837
Employee benefits	2,951,398	(978,495)	1,972,903	2,497,465	2,484,557	511,654
Purchased services	579,254	1,762,365	2,341,619	693,752	2,468,010	126,391
Supplies and materials	2,746,802	2,434,310	5,181,112	1,904,289	5,314,374	133,262
Capital outlay	50,613	--	50,613	25,000	51,118	505
Total curriculum & staff development	12,650,836	3,218,180	15,869,016	12,331,841	17,602,665	1,733,649
Instructional media:						
Salaries	402,726	--	402,726	391,660	391,660	(11,066)
Employee benefits	260,344	(26,254)	234,090	237,999	234,675	585
Purchased services	120,349	8,013	128,362	133,701	134,841	6,479
Supplies and materials	126,419	29,716	156,135	120,273	156,842	707
Capital outlay	10,495	--	10,495	--	10,495	--
Total instructional media	920,333	11,475	931,808	883,633	928,513	(3,295)
Technology/management information systems:						
Salaries	127,951	--	127,951	116,611	116,611	(11,340)
Employee benefits	68,247	(18,291)	49,956	49,025	48,142	(1,814)
Purchased services	2,238,872	3,202,777	5,441,649	3,014,449	5,482,810	41,161
Supplies and materials	2,341,899	1,081,557	3,423,456	1,206,075	3,427,156	3,700
Capital outlay	--	15,228	15,228	--	15,228	--
Total technology/management information systems	4,776,969	4,281,271	9,058,240	4,386,160	9,089,947	31,707
Total instructional support	18,348,138	7,510,926	25,859,064	17,601,634	27,621,125	1,762,061
Elementary education:						
Salaries	112,325,843	--	112,325,843	111,127,256	111,264,662	(1,061,181)
Employee benefits	60,917,924	(18,546,025)	42,371,899	46,439,083	45,694,777	3,322,878
Purchased services	459,881	1,297,495	1,757,376	775,814	1,781,026	23,650
Supplies and materials	1,530,626	431,845	1,962,471	1,797,163	2,026,225	63,754
Capital outlay	24,390	--	24,390	--	18,391	(5,999)
Total elementary education	175,258,664	(16,816,685)	158,441,979	160,139,316	160,785,081	2,343,102
Charter schools:						
Salaries	13,656,630	--	13,656,630	13,553,803	13,651,985	(4,645)
Employee benefits	7,608,987	(2,127,063)	5,481,924	5,996,751	5,481,904	(20)
Purchased services	2,438,662	11,796,744	14,235,406	3,549,865	14,236,839	1,433
Supplies and materials	717,235	127,964	845,199	651,845	845,470	271
Other	10,748	--	10,748	7,000	10,748	--
Total charter schools	24,432,262	9,797,645	34,229,907	23,759,264	34,226,946	(2,961)
Middle school education:						
Salaries	32,726,302	--	32,726,302	32,552,510	32,552,339	(173,963)
Employee benefits	17,956,469	(5,430,027)	12,526,442	13,489,337	13,276,040	749,598
Purchased services	323,132	38,592	361,724	701,504	404,709	42,985
Supplies and materials	506,718	169,267	675,985	643,883	689,661	13,676
Total middle school education	51,512,621	(5,222,168)	46,290,453	47,387,234	46,922,749	632,296
High school education:						
Salaries	62,093,679	--	62,093,679	62,949,150	63,968,806	1,875,127
Employee benefits	33,049,642	(10,053,284)	22,996,358	25,779,741	25,579,086	2,582,728
Purchased services	3,155,374	595,622	3,750,996	5,192,496	4,716,734	965,738
Supplies and materials	1,865,455	392,940	2,258,395	2,184,228	2,505,306	246,911
Capital outlay	11,345	--	11,345	--	11,345	--
Other	187,928	--	187,928	191,120	191,120	3,192
Total high school education	100,363,423	(9,064,722)	91,298,701	96,296,735	96,972,397	5,673,696

(continued)

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES,  
BUDGET (NON-GAAP BASIS) AND ACTUAL

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Budgeted Amounts		Variance with Final Budget Positive (Negative)
				Original	Final	
Special education services:						
Special services:						
Salaries	\$ 13,877,937	\$ --	\$ 13,877,937	\$ 15,135,918	\$ 13,998,908	\$ 120,971
Employee benefits	7,972,846	(2,107,742)	5,865,104	7,172,930	6,575,741	710,637
Purchased services	1,741,861	32,306	1,774,167	467,981	1,881,575	107,408
Supplies and materials	216,422	57,993	274,415	176,602	276,672	2,257
Capital outlay	--	8,000	8,000	--	8,000	--
Total special services	23,809,066	(2,009,443)	21,799,623	22,953,431	22,740,896	941,273
Special education:						
Salaries	54,896,044	--	54,896,044	57,848,371	58,828,073	3,932,029
Employee benefits	34,144,735	(7,211,749)	26,932,986	33,015,576	33,252,591	6,319,605
Purchased services	1,191,005	127,521	1,318,526	1,242,738	1,624,736	306,210
Supplies and materials	387,856	50,900	438,756	281,924	519,984	81,228
Total special education	90,619,640	(7,033,328)	83,586,312	92,388,609	94,225,384	10,639,072
Total special education services	114,428,706	(9,042,771)	105,385,935	115,342,040	116,966,280	11,580,345
English language learners:						
Salaries	7,134,718	--	7,134,718	7,622,046	7,619,260	484,542
Employee benefits	4,747,952	(925,775)	3,822,177	4,348,371	4,301,043	478,866
Purchased services	29,915	4,956	34,871	75,457	83,610	48,739
Supplies and materials	23,572	20,236	43,808	94,281	92,878	49,070
Total English language learners	11,936,157	(900,583)	11,035,574	12,140,155	12,096,791	1,061,217
Gifted program:						
Salaries	3,216,044	--	3,216,044	3,013,264	3,013,264	(202,780)
Employee benefits	1,746,534	(548,220)	1,198,314	1,273,417	1,252,396	54,082
Purchased services	17,992	10,008	28,000	27,419	33,004	5,004
Supplies and materials	49,188	61,419	110,607	68,071	111,370	763
Total gifted program	5,029,758	(476,793)	4,552,965	4,382,171	4,410,034	(142,931)
Native education:						
Salaries	301,939	--	301,939	329,827	329,827	27,888
Employee benefits	236,101	(19,997)	216,104	297,138	294,607	78,503
Purchased services	--	--	--	300	300	300
Total native education	538,040	(19,997)	518,043	627,265	624,734	106,691
Other instruction:						
Salaries	836,898	--	836,898	450,814	946,534	109,636
Employee benefits	395,789	(94,551)	301,238	102,827	182,645	(118,593)
Purchased services	329,960	47,440	377,400	693,000	1,203,101	825,701
Supplies and materials	193,243	8,100	201,343	10,000	205,178	3,835
Capital outlay	84,900	--	84,900	119,760	119,760	34,860
Total other instruction	1,840,790	(39,011)	1,801,779	1,376,401	2,657,218	855,439
Total instruction	503,688,559	(24,274,159)	479,414,400	479,052,215	503,283,355	23,868,955
Operations and maintenance of plant:						
Elementary education:						
Salaries	2,433,754	--	2,433,754	2,304,344	2,304,344	(129,410)
Employee benefits	2,007,951	(158,008)	1,849,943	1,928,548	1,834,026	(15,917)
Purchased services	8,175,363	8,320	8,183,683	9,097,243	8,623,735	440,052
Supplies and materials	24,492	3,323	27,815	34,475	33,033	5,218
Total elementary education	12,641,560	(146,365)	12,495,195	13,364,610	12,795,138	299,943
Charter schools:						
Salaries	303,440	--	303,440	242,041	303,439	(1)
Employee benefits	226,664	(19,789)	206,875	196,981	206,875	--
Purchased services	3,496,828	375,513	3,872,341	3,384,660	3,872,344	3
Supplies and materials	68,291	3,737	72,028	22,972	72,030	2
Total charter schools	4,095,223	359,461	4,454,684	3,846,654	4,454,688	4
Middle school education:						
Salaries	463,680	--	463,680	399,057	399,057	(64,623)
Employee benefits	363,875	(29,755)	334,120	311,071	293,173	(40,947)
Purchased services	3,007,293	26,773	3,034,066	3,243,048	2,943,391	(90,675)
Supplies and materials	16,056	4,328	20,384	24,055	21,021	637
Total middle school education	3,850,904	1,346	3,852,250	3,977,231	3,656,642	(195,608)

(continued)

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES,  
BUDGET (NON-GAAP BASIS) AND ACTUAL

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Budgeted Amounts		Variance with Final Budget Positive (Negative)
				Original	Final	
High school education:						
Salaries	\$ 571,106	\$ --	\$ 571,106	\$ 538,104	\$ 538,104	\$ (33,002)
Employee benefits	444,398	(37,563)	406,835	417,094	394,551	(12,284)
Purchased services	6,620,920	141,025	6,761,945	7,410,901	6,810,960	49,015
Supplies and materials	23,077	12,915	35,992	39,630	40,694	4,702
Total high school education	7,659,501	116,377	7,775,878	8,405,729	7,784,309	8,431
Custodial services:						
Salaries	9,274,029	--	9,274,029	9,740,510	9,683,856	409,827
Employee benefits	7,256,090	(610,164)	6,645,926	7,267,029	6,916,615	270,689
Purchased services	125,404	1,534	126,938	128,826	132,122	5,184
Supplies and materials	738,134	104,329	842,463	964,412	856,529	14,066
Capital outlay	15,753	--	15,753	23,460	23,460	7,707
Total custodial services	17,409,410	(504,301)	16,905,109	18,124,237	17,612,582	707,473
Facilities:						
Salaries	9,916,257	--	9,916,257	10,023,661	9,944,315	28,058
Employee benefits	6,173,455	(658,279)	5,515,176	6,397,033	6,042,301	527,125
Purchased services	3,821,561	1,161,027	4,982,588	3,102,461	5,016,535	33,947
Supplies and materials	2,783,052	572,766	3,355,818	3,051,770	3,481,422	125,604
Capital outlay	1,516,164	29,674	1,545,838	613,201	1,584,738	38,900
Total facilities	24,210,489	1,105,188	25,315,677	23,188,126	26,069,311	753,634
Vehicle maintenance:						
Salaries	378,999	--	378,999	434,594	434,594	55,595
Employee benefits	246,949	(24,884)	222,065	277,754	263,248	41,183
Purchased services	57,225	29,445	86,670	79,949	89,181	2,511
Supplies and materials	271,389	542	271,931	472,938	309,348	37,417
Capital outlay	19,653	20,904	40,557	--	47,028	6,471
Total vehicle maintenance	974,215	26,007	1,000,222	1,265,235	1,143,399	143,177
Other operations and maintenance of plant:						
Salaries	525,670	--	525,670	481,873	537,313	11,643
Employee benefits	329,519	(34,587)	294,932	302,823	300,079	5,147
Purchased services	5,142,269	4,039,362	9,181,631	4,386,827	6,136,563	(3,045,068)
Supplies and materials	608,517	1,244,291	1,852,808	6,991	1,852,918	110
Other	954,700	--	954,700	907,525	954,700	--
Total other operations and maintenance of plant	7,560,675	5,249,066	12,809,741	6,086,039	9,781,573	(3,028,168)
Total operations and maintenance of plant	78,401,977	6,206,779	84,608,756	78,257,861	83,297,642	(1,311,114)
Community services:						
Community services:						
Salaries	228,362	--	228,362	231,918	231,918	3,556
Employee benefits	118,940	(14,705)	104,235	149,220	147,367	43,132
Purchased services	146,846	14,280	161,126	53,850	162,635	1,509
Supplies and materials	135,189	96,427	231,616	44,400	232,237	621
Capital outlay	237,383	13,288	250,671	--	250,672	1
Total community services	866,720	109,290	976,010	479,388	1,024,829	48,819
Total current	\$ 614,956,116	\$ (16,498,406)	\$ 598,457,710	\$ 572,499,677	\$ 603,837,975	\$ 5,380,265

**SCHEDULE OF EXPENDITURES  
BY FUNCTION, ACTIVITY, AND OBJECT  
GAAP BASIS**

For the Year Ended June 30, 2020

	Personnel Services	Employee Benefits	Purchased Services	Supplies and Materials	Capital Outlay	Other	Total
Current:							
General administration:							
Anchorage School Board	\$ 288,574	\$ 98,408	\$ 393,078	\$ 4,000	\$ --	\$ --	\$ 784,060
Superintendent	474,474	213,545	150,866	14,327	--	--	853,212
Instruction	232,480	115,417	2,254	1,543	--	--	351,694
Support services	2,775,182	1,631,656	138,520	79,501	267,178	--	4,892,037
Planning, communications and development	386,966	179,567	137,224	18,615	73,681	--	796,053
Business management	2,078,879	1,230,662	70,512	48,618	--	--	3,428,671
Employee relations	2,442,563	1,357,600	134,854	42,377	--	--	3,977,394
Assessment and evaluation	600,067	254,092	46,041	22,757	--	--	922,957
Technology/management information systems	7,210,792	4,259,533	3,147,903	423,710	557,616	--	15,599,554
Other general administration	266,334	185,375	(2,394,438)	392,171	--	1,943,786	393,228
Total general administration	16,756,311	9,525,855	1,826,814	1,047,619	898,475	1,943,786	31,998,860
Instruction:							
Instructional support:							
Curriculum and staff development	6,322,769	2,951,398	579,254	2,746,802	50,613	--	12,650,836
Instructional media	402,726	260,344	120,349	126,419	10,495	--	920,333
Technology/management information systems	127,951	68,247	2,238,872	2,341,899	--	--	4,776,969
Total instructional support	6,853,446	3,279,989	2,938,475	5,215,120	61,108	--	18,348,138
Elementary education	112,325,843	60,917,924	459,881	1,530,626	24,390	--	175,258,664
Charter schools	13,656,630	7,608,987	2,438,662	717,235	--	10,748	24,432,262
Middle school education	32,726,302	17,956,469	323,132	506,718	--	--	51,512,621
High school education	62,093,679	33,049,642	3,155,374	1,865,455	11,345	187,928	100,363,423
Special education services:							
Special services	13,877,937	7,972,846	1,741,861	216,422	--	--	23,809,066
Special education	54,896,044	34,144,735	1,191,005	387,856	--	--	90,619,640
Total special education services	68,773,981	42,117,581	2,932,866	604,278	--	--	114,428,706
English language learners	7,134,718	4,747,952	29,915	23,572	--	--	11,936,157
Gifted education	3,216,044	1,746,534	17,992	49,188	--	--	5,029,758
Native education	301,939	236,101	--	--	--	--	538,040
Other instruction	836,898	395,789	329,960	193,243	84,900	--	1,840,790
Total instruction	307,919,480	172,056,968	12,626,257	10,705,435	181,743	198,676	503,688,559
Operation and maintenance of plant:							
Elementary schools	2,433,754	2,007,951	8,175,363	24,492	--	--	12,641,560
Charter schools	303,440	226,664	3,496,828	68,291	--	--	4,095,223
Middle schools	463,680	363,875	3,007,293	16,056	--	--	3,850,904
High schools	571,106	444,398	6,620,920	23,077	--	--	7,659,501
Custodial services	9,274,029	7,256,090	125,404	738,134	15,753	--	17,409,410
Facilities	9,916,257	6,173,455	3,821,561	2,783,052	1,516,164	--	24,210,489
Vehicle maintenance	378,999	246,949	57,225	271,389	19,653	--	974,215
Other operations and maintenance of plant:	525,670	329,519	5,142,269	608,517	--	954,700	7,560,675
Total operation and maintenance of plant	23,866,935	17,048,901	30,446,863	4,533,008	1,551,570	954,700	78,401,977
Community services	228,362	118,940	146,846	135,189	237,383	--	866,720
Total expenditures	\$ 348,771,088	\$ 198,750,664	\$ 45,046,780	\$ 16,421,251	\$ 2,869,171	\$ 3,097,162	\$ 614,956,116

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## Special Revenue Funds

### Grants Fund

To account for revenues from sources which include categorical state and federal grants or contracts used to supplement the educational programs.

### Food Service Fund

To account for the operations of the school district's student nutrition program. Financing is provided by user fees and proceeds received under the National School Lunch and Breakfast Programs.

### Student Activities Fund

To account for the operation of organizations affiliated with elementary and secondary school student activities.

### Pupil Transportation

To account for the operation of the school district's student transportation program.

June 30, 2020  
With Comparative Totals for  
June 30, 2019

## BALANCE SHEET

	<u>2020</u>	<u>2019</u>
<b>Assets</b>		
Accounts receivable	\$ 98,848	\$ 46,944
Due from other governments:		
State of Alaska	335,034	957,772
United States Government	14,979,323	16,435,186
Prepaid items	1,455	30,799
Total assets	<u>\$ 15,414,660</u>	<u>\$ 17,470,701</u>
<b>Liabilities</b>		
Accounts payable	\$ 380,900	\$ 247,496
Due to General Fund	12,443,060	12,012,194
Accrued salaries and related items:		
Wages and salaries payable	447,117	1,137,845
Payroll taxes, other accrued and withheld items	1,248,101	3,522,013
Unearned revenues	895,482	551,153
Total liabilities	<u>15,414,660</u>	<u>17,470,701</u>
<b>Fund balance</b>		
Non-spendable	1,455	30,799
Unassigned	(1,455)	(30,799)
Total fund balance	<u>--</u>	<u>--</u>
 Total liabilities and fund balance	 <u>\$ 15,414,660</u>	 <u>\$ 17,470,701</u>

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - GAAP BASIS**

	2020	2019
Revenues:		
Revenues from local grants:		
Anchorage Schools Foundation	\$ 10,456	\$ 21,101
Community Partners Diversity Project	--	565
District-Wide Recycling Program	54,999	55,001
Donations From Local Agencies	229,196	321,574
Graduation Support Services	89	646
Immersion Programs	7,514	--
NoVo Foundation Alaska Native Cultural Charter School	312,039	169,478
NoVo Foundation Social and Emotional Learning	140,646	13,264
Ticket To Ride Grant	301	--
Total revenues from local grants	<u>755,240</u>	<u>581,629</u>
Revenues from state grants:		
Designated Legislative Grants		
Senate Bill 18	894	50,580
Senate Bill 119	37,413	373,675
Total Designated Legislative Grants	<u>38,307</u>	<u>424,255</u>
Alaska Family Directory Website	19,426	--
Alaska Mental Health Trust	29,782	11,675
Alaska Railroad Summer Youth Program	29,500	24,870
Alaska State School for the Deaf	397,556	320,121
Alternative Schools Health and Wellness	62,690	86,267
Confucius Grant	10,000	10,000
Cultural Collaboration Project	1,425	11,031
COVID Out of District iPads	72,126	--
Obesity Prevention Partnership	26,167	40,005
Office of Children's Services Transportation Program	283,370	436,037
Pre-School Kindergarten Program	1,364,712	421,396
Providence Heights	47,020	46,394
Retirement Systems Employer Relief	3,347,731	3,083,216
Safe Children's Act	4,096	43,804
Substance Misuse and Addiction Prevention	18,913	--
Suicide Awareness	26,221	24,827
Youth Behavior Risk Survey	--	16,500
Youth in Detention	521,402	717,862
Youth Matters Project	1,200	--
Total revenues from state grants	<u>6,301,644</u>	<u>5,718,260</u>
Revenues from federal grants:		
Access to Education for Homeless Children Program	46,451	73,596
Alaska Family Directory Website	6,500	28,972
Alaska State School for the Deaf	23,106	63,732
Big Brothers Big Sisters Mentoring	--	1,651
Bike Sharing Education Program	39,330	67,776
CARES Act District-Wide Support	490,794	--
Carl Perkins Vocational Education	1,191,007	1,134,901
Centennial Challenge	25,416	19,845
CITC Social and Emotional Learning	88,653	194,071
Community Centers Learning Program	1,124,342	1,336,555
Comprehensive Literacy Development	218,132	--
COVID Out of District iPads	139,641	--
Educational Camp Program	650	9,686
ESEA Consolidated	886,902	951,966
Leap Program	2,107	31,133
Military Impacted Students	182,887	206,600
Pre-School Handicapped Public Law 99-457	296,720	342,095

(Continued)

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - GAAP BASIS (Continued)

	2020	2019
Professional Development	\$ 5,675	\$ --
Project Aware	59,709	425,437
Project Ki'l	27,507	464,342
Project Lead the Way	--	6,768
Project Yugtun Qanerluten	494,072	506,643
Safety Assessment & Intervention	46,735	6,219
Staff Development	3,622	13,935
StarTalk - Language Culture Summer Camp	11,584	87,605
Title I - No Child Left Behind Act		
Delinquent and At-Risk Youth Program	82,001	120,617
District-Wide	10,564,602	13,228,745
Homeless	890,288	902,342
McLaughlin Youth Center	154,278	195,228
New Path Adult Center	3,033	--
Parent Involvement Program	56,452	106,283
Pre-School	1,580,508	1,648,686
School Improvement Program	--	68,043
School Improvement Implementation	157,149	65,082
Total Title I - No Child Left Behind Act	<u>13,488,311</u>	<u>16,335,026</u>
Title I - Migrant Education		
Book Program	54,600	42,500
Competitive	--	56,508
District-Wide	3,070,069	1,748,161
Parent Involvement Program	--	998
Summer Program	259,263	564,287
Total Title I - Migrant Education	<u>3,383,932</u>	<u>2,412,454</u>
Title II-A - Professional Development Program		
Principal & School Leaders	283,099	250,457
Private Schools	30,726	54,814
Professional Development Program	3,793,172	3,500,089
Total Title II A - Professional Development Program	<u>4,106,997</u>	<u>3,805,360</u>
Title III - English Language Acquisition	282,151	442,893
Title IV-A Student Support Academic		
Private Schools	31,768	29,611
Student Support Academic	756,302	883,562
Total Title IV-A Student Support Academic	<u>788,070</u>	<u>913,173</u>
Title VI - Indian, Native Hawaiian, and Alaska Native Education	2,462,141	2,852,223
Title VI-B - Education of All Handicapped Children Act	12,442,517	13,418,857
Total revenues from federal grants	<u>42,365,661</u>	<u>46,153,514</u>
Total revenues	<u>49,422,545</u>	<u>52,453,403</u>
Expenditures:		
Current:		
Instruction:		
Local grants	755,240	581,629
State grants	6,301,644	5,718,260
Federal grants	42,365,661	46,153,514
Total expenditures	<u>49,422,545</u>	<u>52,453,403</u>
Excess (deficiency) of revenues over (under) expenditures	--	--
Fund balance at beginning of year	--	--
Fund balance at end of year	<u>\$ --</u>	<u>\$ --</u>

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

## SCHEDULE OF EXPENDITURES - GAAP BASIS

	2020	2019
Current:		
Instruction:		
Local grants:		
Anchorage Schools Foundation	\$ 10,456	\$ 21,101
Community Partners Diversity Project	--	565
District-Wide Recycling Program	54,999	55,001
Donations From Local Agencies	229,196	321,574
Graduation Support Services	89	646
Immersion Programs	7,514	--
NoVo Foundation Alaska Native Cultural Charter School	312,039	169,478
NoVo Foundation Social and Emotional Learning	140,646	13,264
Ticket To Ride Grant	301	--
Total local grants	<u>755,240</u>	<u>581,629</u>
State grants:		
Designated Legislative Grants		
Senate Bill 18	894	50,580
Senate Bill 119	37,413	373,675
Total Designated Legislative Grants	<u>38,307</u>	<u>424,255</u>
Alaska Family Directory Website	19,426	--
Alaska Mental Health Trust	29,782	11,675
Alaska Railroad Summer Youth Program	29,500	24,870
Alaska State School for Deaf	397,556	320,121
Alternative Schools Health and Wellness	62,690	86,267
Confucius Grant	10,000	10,000
Cultural Collaboration Project	1,425	11,031
COVID Out of District iPads	72,126	--
Obesity Prevention Partnership	26,167	40,005
Office of Children's Services Transportation Program	283,370	436,037
Pre-School Kindergarten Program	1,364,712	421,396
Providence Heights	47,020	46,394
Retirement Systems Employer Relief	3,347,731	3,083,216
Safe Children's Act	4,096	43,804
Substance Misuse and Addiction Prevention	18,913	--
Suicide Awareness	26,221	24,827
Youth Behavior Risk Survey	--	16,500
Youth in Detention	521,402	717,862
Youth Matters Project	1,200	--
Total state grants	<u>6,301,644</u>	<u>5,718,260</u>
Federal grants:		
Access to Education for Homeless Children Program	46,451	73,596
Alaska Family Directory Website	6,500	28,972
Alaska State School for the Deaf	23,106	63,732
Big Brothers Big Sisters Mentoring	--	1,651
Bike Sharing Education Program	39,330	67,776
CARES Act District-Wide Support	490,794	--
Carl Perkins Vocational Education	1,191,007	1,134,901

(Continued)

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

## SCHEDULE OF EXPENDITURES - GAAP BASIS (Continued)

	2020	2019
Centennial Challenge	\$ 25,416	\$ 19,845
CITC Social and Emotional Learning	88,653	194,071
Community Centers Learning Program	1,124,342	1,336,555
Comprehensive Literacy Development	218,132	--
COVID Out of District iPads	139,641	--
Educational Camp Program	650	9,686
ESEA Consolidated	886,902	951,966
Leap Program	2,107	31,133
Military Impacted Students	182,887	206,600
Pre-School Handicapped Public Law 99-457	296,720	342,095
Professional Development	5,675	--
Project Aware	59,709	425,437
Project Ki'l	27,507	464,342
Project Lead the Way	--	6,768
Project Yugtun Qanerluten	494,072	506,643
Safety Assessment & Intervention	46,735	6,219
Staff Development	3,622	13,935
StarTalk - Language Culture Summer Camp	11,584	87,605
Title I - No Child Left Behind Act		
Delinquent and At-Risk Youth Program	82,001	120,617
District-Wide	10,564,602	13,228,745
Homeless	890,288	902,342
McLaughlin Youth Center	154,278	195,228
New Path Adult Center	3,033	--
Parent Involvement Program	56,452	106,283
Pre-School	1,580,508	1,648,686
School Improvement Program	--	68,043
School Improvement Implementation	157,149	65,082
Total Title I - No Child Left Behind Act	13,488,311	16,335,026
Title I - Migrant Education		
Book Program	54,600	42,500
Competitive	--	56,508
District-Wide	3,070,069	1,748,161
Parent Involvement Program	--	998
Summer Program	259,263	564,287
Total Title I - Migrant Education	3,383,932	2,412,454
Title II-A - Professional Development Program		
Principal & School Leaders	283,099	250,457
Private Schools	30,726	54,814
Professional Development Program	3,793,172	3,500,089
Total Title II A - Professional Development Program	4,106,997	3,805,360
Title III - English Language Acquisition	282,151	442,893
Title IV-A Student Support Academic		
Private Schools	31,768	29,611
Student Support Academic	756,302	883,562
Total Title IV-A Student Support Academic	788,070	913,173
Title VI - Indian, Native Hawaiian, and Alaska Native Education	2,462,141	2,852,223
Title VI-B - Education of All Handicapped Children Act	12,442,517	13,418,857
Total federal grants	42,365,661	46,153,514
Total expenditures	\$ 49,422,545	\$ 52,453,403

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES,  
BUDGET (NON-GAAP BASIS) AND ACTUAL

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Final Budget	Variance - Positive (Negative)
Current:					
Instruction:					
Local grants:					
Anchorage Schools Foundation					
Purchased services	\$ --	\$ --	\$ --	\$ 280	\$ 280
Supplies and materials	10,456	--	10,456	10,176	(280)
Total Anchorage Schools Foundation	10,456	--	10,456	10,456	--
District-Wide Recycling Program					
Salaries	35,543	--	35,543	35,543	--
Employee benefits	19,456	--	19,456	19,457	1
Total District-Wide Recycling Program	54,999	--	54,999	55,000	1
Donations from Local Agencies					
Salaries	58,258	--	58,258	4,235	(54,023)
Employee benefits	9,120	--	9,120	1,039	(8,081)
Purchased services	27,031	193	27,224	49,981	22,757
Supplies and materials	134,787	7,900	142,687	135,740	(6,947)
Total Donations from Local Agencies	229,196	8,093	237,289	190,995	(46,294)
Graduation Support Services					
Supplies and materials	89	--	89	--	(89)
Total Graduation Support Services	89	--	89	--	(89)
Immersion Programs					
Supplies and materials	7,514	--	7,514	--	(7,514)
Total Immersion Programs	7,514	--	7,514	--	(7,514)
NoVo Foundation Alaska Native Cultural Charter School					
Salaries	216,974	--	216,974	47,785	(169,189)
Employee benefits	75,362	--	75,362	(32,324)	(107,686)
Purchased services	1,080	--	1,080	2,000	920
Supplies and materials	18,623	--	18,623	(17,461)	(36,084)
Total NoVo Foundation Alaska Native Cultural Charter School	312,039	--	312,039	--	(312,039)
NoVo Foundation Social and Emotional Learning					
Salaries	25,433	--	25,433	4,950	(20,483)
Employee benefits	2,382	--	2,382	439	(1,943)
Purchased services	104,631	18,359	122,990	139,327	16,337
Supplies and materials	8,200	--	8,200	5,284	(2,916)
Total NoVo Foundation Social and Emotional Learning	140,646	18,359	159,005	150,000	(9,005)
Ticket To Ride Grant					
Purchased services	301	--	301	--	(301)
Total Ticket To Ride Grant	301	--	301	--	(301)
Contingency	--	--	--	80,877,749	80,877,749
Total Local grants	755,240	26,452	781,692	81,284,200	80,502,508
State grants:					
Designated Legislative Grants:					
Senate Bill 18					
Purchased services	894	(3,433)	(2,539)	--	2,539
Total Senate Bill 18	894	(3,433)	(2,539)	--	2,539
Senate Bill 119					
Supplies and materials	37,413	(1,729)	35,684	--	(35,684)
Total Senate Bill 119	37,413	(1,729)	35,684	--	(35,684)
Total Designated Legislative Grants	38,307	(5,162)	33,145	--	(33,145)
Alaska Family Directory Website					
Salaries	11,384	--	11,384	--	(11,384)
Employee benefits	7,216	--	7,216	--	(7,216)
Purchased services	826	--	826	--	(826)
Total Alaska Family Directory Website	19,426	--	19,426	--	(19,426)
Alaska Mental Health Trust					
Purchased services	23,969	(1,969)	22,000	73,750	51,750
Supplies and materials	5,813	--	5,813	1,250	(4,563)
Total Alaska Mental Health Trust	29,782	(1,969)	27,813	75,000	47,187

(Continued)

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES,  
BUDGET (NON-GAAP BASIS) AND ACTUAL

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Final Budget	Variance - Positive (Negative)
Alaska Railroad Summer Youth Program					
Salaries	\$ 24,000	\$ --	\$ 24,000	\$ 24,000	\$ --
Employee benefits	3,651	--	3,651	3,654	3
Purchased services	160	--	160	--	(160)
Supplies and materials	1,689	--	1,689	1,846	157
Total Alaska Railroad Summer Youth Program	29,500	--	29,500	29,500	--
Alaska State School for the Deaf					
Salaries	235,911	--	235,911	219,341	(16,570)
Employee benefits	89,462	--	89,462	85,101	(4,361)
Purchased services	62,560	3,305	65,865	66,945	1,080
Supplies and materials	9,623	--	9,623	15,613	5,990
Total Alaska State School for the Deaf	397,556	3,305	400,861	387,000	(13,861)
Alternative Schools Health and Wellness					
Salaries	23,066	--	23,066	23,120	54
Employee benefits	3,939	--	3,939	3,991	52
Purchased services	27,686	--	27,686	28,559	873
Supplies and materials	7,999	--	7,999	13,330	5,331
Total Alternative Schools Health and Wellness	62,690	--	62,690	69,000	6,310
Confucius Grant					
Supplies and materials	10,000	--	10,000	10,000	--
Total Confucius Grant	10,000	--	10,000	10,000	--
Cultural Collaboration Project					
Purchased services	1,425	--	1,425	2,425	1,000
Total Cultural Collaboration Project	1,425	--	1,425	2,425	1,000
COVID Out of District iPads					
Purchased services	3,066	--	3,066	3,066	--
Supplies and materials	69,060	--	69,060	69,061	1
Total COVID Out of District iPads	72,126	--	72,126	72,127	1
Obesity Prevention Partnership					
Salaries	--	--	--	28,100	28,100
Employee benefits	--	--	--	4,275	4,275
Purchased services	867	--	867	(44,809)	(45,676)
Supplies and materials	19,534	1,874	21,408	6,667	(14,741)
Capital outlay	5,766	(5,563)	203	5,767	5,564
Total Obesity Prevention Partnership	26,167	(3,689)	22,478	--	(22,478)
Office of Children's Services Transportation Program					
Salaries	27,297	--	27,297	27,007	(290)
Employee benefits	18,145	--	18,145	18,117	(28)
Purchased services	237,928	--	237,928	349,092	111,164
Total Office of Children's Services Transportation Program	283,370	--	283,370	394,216	110,846
Pre-School Kindergarten					
Salaries	795,235	--	795,235	924,632	129,397
Employee benefits	323,947	--	323,947	508,406	184,459
Purchased services	71,453	--	71,453	100,020	28,567
Supplies and materials	174,077	--	174,077	267,820	93,743
Total Pre-School Kindergarten	1,364,712	--	1,364,712	1,800,878	436,166
Providence Heights					
Salaries	30,163	--	30,163	92,329	62,166
Employee benefits	14,719	--	14,719	36,259	21,540
Purchased services	2,138	--	2,138	6,414	4,276
Supplies and materials	--	--	--	9,998	9,998
Total Providence Heights	47,020	--	47,020	145,000	97,980
Retirement Systems Employer					
Employee benefits	3,347,731	(3,347,731)	--	--	--
Total Retirement Systems Employer	3,347,731	(3,347,731)	--	--	--
Safe Children's Act					
Purchased services	480	1,520	2,000	--	(2,000)
Supplies and materials	3,616	(1,544)	2,072	--	(2,072)
Total Safe Children's Act	4,096	(24)	4,072	--	(4,072)

(Continued)

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES,  
BUDGET (NON-GAAP BASIS) AND ACTUAL

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Final Budget	Variance - Positive (Negative)
Substance Misuse and Addiction Prevention					
Purchased services	\$ 17,166	\$ --	\$ 17,166	\$ 18,250	\$ 1,084
Supplies and materials	1,747	--	1,747	1,750	3
Total Substance Misuse and Addiction Prevention	18,913	--	18,913	20,000	1,087
Suicide Awareness					
Salaries	7,429	--	7,429	8,400	971
Employee benefits	1,365	--	1,365	1,514	149
Purchased services	15,703	--	15,703	15,758	55
Supplies and materials	1,724	--	1,724	1,828	104
Total Suicide Awareness	26,221	--	26,221	27,500	1,279
Youth Behavior Risk Survey					
Supplies and materials	--	(4,869)	(4,869)	--	4,869
Total Youth Behavior Risk Survey	--	(4,869)	(4,869)	--	4,869
Youth In Detention					
Salaries	321,518	--	321,518	313,008	(8,510)
Employee benefits	82,490	--	82,490	89,112	6,622
Purchased services	40,396	(3,903)	36,493	33,989	(2,504)
Supplies and materials	76,998	--	76,998	85,293	8,295
Total Youth In Detention	521,402	(3,903)	517,499	521,402	3,903
Youth Matters Project					
Purchased services	1,200	994	2,194	2,200	6
Supplies and materials	--	--	--	800	800
Total Youth Matters Project	1,200	994	2,194	3,000	806
Total State grants	6,301,644	(3,363,048)	2,938,596	3,557,048	618,452
Federal grants:					
Access to Education for Homeless Children					
Salaries	34,734	--	34,734	34,950	216
Employee benefits	5,297	--	5,297	5,312	15
Purchased services	3,975	--	3,975	16,335	12,360
Supplies and materials	2,445	--	2,445	3,456	1,011
Total Access to Education for Homeless Children	46,451	--	46,451	60,053	13,602
Alaska Family Directory Website					
Salaries	3,349	--	3,349	14,738	11,389
Employee benefits	2,122	--	2,122	10,348	8,226
Purchased services	1,029	--	1,029	2,933	1,904
Supplies and materials	--	--	--	981	981
Total Alaska Family Directory Website	6,500	--	6,500	29,000	22,500
Alaska State School for the Deaf					
Salaries	593	--	593	24,684	24,091
Employee benefits	278	--	278	11,251	10,973
Purchased services	22,235	--	22,235	28,889	6,654
Supplies and materials	--	--	--	176	176
Total Alaska State School for the Deaf	23,106	--	23,106	65,000	41,894
Bike Sharing Education Program					
Supplies and materials	--	7,852	7,852	14,099	6,247
Capital outlay	39,330	(39,330)	--	(17,713)	(17,713)
Total Bike Sharing Education Program	39,330	(31,478)	7,852	(3,614)	(11,466)
CARES Act District-Wide Support					
Purchased services	33,539	--	33,539	99,083	65,544
Supplies and materials	457,255	--	457,255	1,586,393	1,129,138
Total CARES Act District-Wide Support	490,794	--	490,794	1,685,476	1,194,682
Carl Perkins Vocational Education					
Salaries	272,030	--	272,030	280,332	8,302
Employee benefits	63,860	--	63,860	73,179	9,319
Purchased services	198,072	--	198,072	225,400	27,328
Supplies and materials	498,837	20,654	519,491	553,170	33,679
Capital outlay	158,208	--	158,208	159,300	1,092
Total Carl Perkins Vocational Education	1,191,007	20,654	1,211,661	1,291,381	79,720

(Continued)

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES,  
BUDGET (NON-GAAP BASIS) AND ACTUAL

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Final Budget	Variance - Positive (Negative)
Centennial Challenge					
Purchased services	\$ 22,928	\$ --	\$ 22,928	\$ 26,563	\$ 3,635
Supplies and materials	2,488	--	2,488	2,277	(211)
Total Centennial Challenge	25,416	--	25,416	28,840	3,424
CITC Social and Emotional Learning					
Salaries	8,550	--	8,550	--	(8,550)
Employee benefits	758	--	758	--	(758)
Purchased services	51,456	(41,584)	9,872	731	(9,141)
Supplies and materials	27,889	--	27,889	16,469	(11,420)
Total CITC Social and Emotional Learning	88,653	(41,584)	47,069	17,200	(29,869)
Community Centers Learning Program					
Salaries	652,147	--	652,147	792,683	140,536
Employee benefits	263,365	--	263,365	335,518	72,153
Purchased services	155,470	(612)	154,858	205,212	50,354
Supplies and materials	53,360	--	53,360	54,447	1,087
Total Community Centers Learning Program	1,124,342	(612)	1,123,730	1,387,860	264,130
Comprehensive Literacy Development					
Salaries	--	--	--	42,040	42,040
Employee benefits	--	--	--	16,947	16,947
Purchased services	9,273	--	9,273	46,687	37,414
Supplies and materials	208,859	5,051	213,910	258,345	44,435
Total Comprehensive Literacy Development	218,132	5,051	223,183	364,019	140,836
COVID Out of District iPads					
Purchased services	5,936	--	5,936	5,936	--
Supplies and materials	133,705	--	133,705	133,705	--
Total COVID Out of District iPads	139,641	--	139,641	139,641	--
Education Camp Program					
Purchased services	650	--	650	--	(650)
Total Education Camp Program	650	--	650	--	(650)
ESEA Consolidated					
Salaries	592,549	--	592,549	616,408	23,859
Employee benefits	234,604	--	234,604	353,381	118,777
Purchased services	59,142	986	60,128	76,324	16,196
Supplies and materials	607	--	607	6,268	5,661
Total ESEA Consolidated	886,902	986	887,888	1,052,381	164,493
Leap Program					
Salaries	1,828	--	1,828	--	(1,828)
Employee benefits	279	--	279	--	(279)
Total Leap Program	2,107	--	2,107	--	(2,107)
Military Impacted Students					
Salaries	63,571	--	63,571	(177,310)	(240,881)
Employee benefits	11,759	--	11,759	(32,690)	(44,449)
Purchased services	66,770	(6,302)	60,468	210,000	149,532
Supplies and materials	40,787	12,948	53,735	--	(53,735)
Total Military Impacted Students	182,887	6,646	189,533	--	(189,533)
Pre-School Handicapped Public Law 99-457					
Salaries	196,183	--	196,183	240,273	44,090
Employee benefits	87,694	--	87,694	93,295	5,601
Purchased services	12,843	--	12,843	16,211	3,368
Supplies and materials	--	--	--	8,017	8,017
Total Pre-School Handicapped Public Law 99-457	296,720	--	296,720	357,796	61,076
Professional Development					
Salaries	450	--	450	--	(450)
Employee benefits	41	--	41	--	(41)
Purchased services	5,184	--	5,184	7,500	2,316
Total Professional Development	5,675	--	5,675	7,500	1,825
Project Aware					
Salaries	4,301	--	4,301	4,500	199
Employee benefits	884	--	884	685	(199)
Purchased services	40,534	--	40,534	40,538	4
Supplies and materials	13,990	--	13,990	14,077	87
Total Project Aware	59,709	--	59,709	59,800	91

(Continued)

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES,  
BUDGET (NON-GAAP BASIS) AND ACTUAL

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Final Budget	Variance - Positive (Negative)
Project Ki'l					
Salaries	\$ 2,181	\$ --	\$ 2,181	\$ --	\$ (2,181)
Employee benefits	784	--	784	--	(784)
Purchased services	16,978	(14,988)	1,990	--	(1,990)
Supplies and materials	7,564	--	7,564	--	(7,564)
Total Project Ki'l	27,507	(14,988)	12,519	--	(12,519)
Project Yugtun Qanerluten					
Salaries	252,428	--	252,428	225,296	(27,132)
Employee benefits	96,611	--	96,611	86,124	(10,487)
Purchased services	97,532	(11,850)	85,682	184,515	98,833
Supplies and materials	47,501	--	47,501	750	(46,751)
Total Project Yugtun Qanerluten	494,072	(11,850)	482,222	496,685	14,463
Safety Assessment & Intervention					
Salaries	12,800	--	12,800	--	(12,800)
Employee benefits	1,948	--	1,948	--	(1,948)
Purchased services	31,987	--	31,987	--	(31,987)
Total Safety Assessment & Intervention	46,735	--	46,735	--	(46,735)
Staff Development					
Purchased services	3,622	--	3,622	3,800	178
Total Staff Development	3,622	--	3,622	3,800	178
StarTalk - Language Culture Summer Camp					
Salaries	--	--	--	(4,683)	(4,683)
Employee benefits	--	--	--	(1,325)	(1,325)
Purchased services	8,099	--	8,099	1,409	(6,690)
Supplies and materials	3,485	--	3,485	4,599	1,114
Total StarTalk - Language Culture Summer Camp	11,584	--	11,584	--	(11,584)
Title I - No Child Left Behind Act					
Delinquent and At-Risk Youth Program					
Salaries	47,564	--	47,564	53,560	5,996
Employee benefits	30,548	--	30,548	31,292	744
Purchased services	3,889	47	3,936	4,348	412
Supplies and materials	--	--	--	2,482	2,482
Total Delinquent and At-Risk Youth Program	82,001	47	82,048	91,682	9,634
District-Wide					
Salaries	6,489,304	--	6,489,304	7,813,439	1,324,135
Employee benefits	2,587,754	--	2,587,754	3,123,882	536,128
Purchased services	768,377	27,934	796,311	1,258,619	462,308
Supplies and materials	696,674	231,854	928,528	1,373,401	444,873
Capital outlay	22,493	1,054	23,547	23,898	351
Total District-Wide	10,564,602	260,842	10,825,444	13,593,239	2,767,795
Homeless					
Salaries	530,942	--	530,942	549,158	18,216
Employee benefits	311,743	--	311,743	309,536	(2,207)
Purchased services	46,320	748	47,068	47,944	876
Supplies and materials	1,283	--	1,283	3,362	2,079
Total Homeless	890,288	748	891,036	910,000	18,964
McLaughlin Youth Center					
Salaries	105,298	--	105,298	136,578	31,280
Employee benefits	42,290	--	42,290	43,833	1,543
Purchased services	6,559	--	6,559	14,637	8,078
Supplies and materials	131	--	131	43,392	43,261
Total McLaughlin Youth Center	154,278	--	154,278	238,440	84,162
New Path Adult Center					
Salaries	2,520	--	2,520	23,500	20,980
Employee benefits	384	--	384	3,578	3,194
Purchased services	129	--	129	4,126	3,997
Total New Path Adult Center	3,033	--	3,033	31,204	28,171

(Continued)

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES,  
BUDGET (NON-GAAP BASIS) AND ACTUAL

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Final Budget	Variance - Positive (Negative)
Parent Involvement Program					
Salaries	\$ 21,501	\$ --	\$ 21,501	\$ 62,948	\$ 41,447
Employee benefits	3,579	--	3,579	12,001	8,422
Purchased services	1,311	--	1,311	43,675	42,364
Supplies and materials	30,061	--	30,061	60,293	30,232
Total Parent Involvement Program	56,452	--	56,452	178,917	122,465
Pre-School					
Salaries	996,650	--	996,650	1,039,993	43,343
Employee benefits	497,595	--	497,595	504,486	6,891
Purchased services	68,011	--	68,011	70,675	2,664
Supplies and materials	18,252	291	18,543	26,346	7,803
Total Pre-School	1,580,508	291	1,580,799	1,641,500	60,701
School Improvement Implementation					
Salaries	118,874	--	118,874	273,493	154,619
Employee benefits	16,402	--	16,402	46,389	29,987
Purchased services	13,686	--	13,686	82,204	68,518
Supplies and materials	8,187	--	8,187	17,902	9,715
Total School Improvement Implementation	157,149	--	157,149	419,988	262,839
Total Title I - No Child Left Behind Act	13,488,311	261,928	13,750,239	17,104,970	3,354,731
Title I - Migrant Education					
Book Program					
Supplies and materials	54,600	--	54,600	54,600	--
Total Book Program	54,600	--	54,600	54,600	--
District-Wide					
Salaries	1,572,819	--	1,572,819	2,740,702	1,167,883
Employee benefits	872,098	--	872,098	1,556,619	684,521
Purchased services	299,678	58,955	358,633	816,000	457,367
Supplies and materials	325,474	--	325,474	887,134	561,660
Total District-Wide	3,070,069	58,955	3,129,024	6,000,455	2,871,431
Parent Involvement Program					
Purchased services	--	--	--	3,000	3,000
Total Parent Involvement Program	--	--	--	3,000	3,000
Summer Program					
Salaries	108,216	--	108,216	271,758	163,542
Employee benefits	22,036	--	22,036	58,684	36,648
Purchased services	114,863	204,310	319,173	434,952	115,779
Supplies and materials	14,148	--	14,148	126,102	111,954
Total Summer Program	259,263	204,310	463,573	891,496	427,923
Total Title I - Migrant Education	3,383,932		3,647,197		3,302,354
Title II-A - Professional Development Program					
Principal & School Leaders					
Salaries	165,779	--	165,779	164,612	(1,167)
Employee benefits	69,003	--	69,003	88,570	19,567
Purchased services	47,583	300	47,883	79,660	31,777
Supplies and materials	734	--	734	16,701	15,967
Total Principal & School Leaders	283,099	300	283,399	349,543	66,144
Private Schools					
Purchased services	30,726	5,000	35,726	130,256	94,530
Total Private Schools	30,726	5,000	35,726	130,256	94,530
Professional Development Program					
Salaries	2,261,222	--	2,261,222	3,305,266	1,044,044
Employee benefits	788,521	--	788,521	1,081,691	293,170
Purchased services	723,165	52,881	776,046	950,867	174,821
Supplies and materials	20,264	--	20,264	71,000	50,736
Total Professional Development Program	3,793,172	52,881	3,846,053	5,408,824	1,562,771
Total Title II A - Professional Development Program	4,106,997	58,181	4,165,178	5,888,623	1,723,445

(Continued)

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES,  
BUDGET (NON-GAAP BASIS) AND ACTUAL

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Final Budget	Variance - Positive (Negative)
Title III - English Language Acquisition					
Salaries	\$ 177,753	\$ --	\$ 177,753	\$ 343,616	\$ 165,863
Employee benefits	27,235	--	27,235	53,877	26,642
Purchased services	74,727	(7,500)	67,227	209,996	142,769
Supplies and materials	2,436	--	2,436	13,461	11,025
Total Title III - English Language Acquisition	282,151	(7,500)	274,651	620,950	346,299
Title IV-A - Student Support Academic					
Private Schools					
Purchased services	6,173	--	6,173	25,311	19,138
Supplies and materials	25,595	--	25,595	36,578	10,983
Total Private Schools	31,768	--	31,768	61,889	30,121
Student Support Academic					
Salaries	331,647	--	331,647	331,648	1
Employee benefits	50,257	--	50,257	50,263	6
Purchased services	334,341	--	334,341	368,780	34,439
Supplies and materials	40,057	339,847	379,904	382,888	2,984
Total Student Support Academic	756,302	339,847	1,096,149	1,133,579	37,430
Total Title IV-A - Student Support Academic	788,070	339,847	1,127,917	1,195,468	67,551
Title VI - Indian, Native Hawaiian, and Alaska Native Education					
Salaries	1,361,059	--	1,361,059	1,632,773	271,714
Employee benefits	876,809	--	876,809	942,216	65,407
Purchased services	158,956	2,400	161,356	158,777	(2,579)
Supplies and materials	65,317	25,795	91,112	39,002	(52,110)
Total Title VI - Indian, Native Hawaiian, Alaska Native Education	2,462,141	28,195	2,490,336	2,772,768	282,432
Title VI-B - Education of All Handicapped Children Act					
Salaries	7,284,241	--	7,284,241	8,047,761	763,520
Employee benefits	3,886,827	--	3,886,827	5,023,339	1,136,512
Purchased services	1,100,013	25,174	1,125,187	1,414,350	289,163
Supplies and materials	171,436	--	171,436	409,135	237,699
Total Title VI-B - Education of All Handicapped Children	12,442,517	25,174	12,467,691	14,894,585	2,426,894
Total Federal grants	42,365,661	901,915	43,267,576	56,469,733	13,202,157
Total expenditures	\$ 49,422,545	\$ (2,434,681)	\$ 46,987,864	\$ 141,310,981	\$ 94,323,117

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES BY FUNCTION,  
ACTIVITY, AND OBJECT - GAAP BASIS

	Personnel Services	Employee Benefits	Purchased Services	Supplies and Materials	Capital Outlay	Total
Current:						
Instruction:						
Local grants:						
Anchorage Schools Foundation	\$ --	\$ --	\$ --	\$ 10,456	\$ --	\$ 10,456
District-Wide Recycling Program	35,543	19,456	--	--	--	54,999
Donations from Local Agencies	58,258	9,120	27,031	134,787	--	229,196
Graduation Support Services	--	--	--	89	--	89
Immersion Programs	--	--	--	7,514	--	7,514
NoVo Foundation Alaska Native Cultural Charter School	216,974	75,362	1,080	18,623	--	312,039
NoVo Foundation Social and Emotional Learning	25,433	2,382	104,631	8,200	--	140,646
Ticket To Ride Grant	--	--	301	--	--	301
Total local grants	336,208	106,320	133,043	179,669	--	755,240
State grants:						
Designated Legislative Grants						
Senate Bill 18	--	--	894	--	--	894
Senate Bill 119	--	--	--	37,413	--	37,413
Total Designated Legislative Grants	--	--	894	37,413	--	38,307
Alaska Family Directory Website	11,384	7,216	826	--	--	19,426
Alaska Mental Health Trust	--	--	23,969	5,813	--	29,782
Alaska Railroad Summer Youth Program	24,000	3,651	160	1,689	--	29,500
Alaska State School for the Deaf	235,911	89,462	62,560	9,623	--	397,556
Alternative Schools Health and Wellness	23,066	3,939	27,686	7,999	--	62,690
Confucius Grant	--	--	--	10,000	--	10,000
Cultural Collaboration Project	--	--	1,425	--	--	1,425
COVID Out of District iPads	--	--	3,066	69,060	--	72,126
Obesity Prevention Partnership	--	--	867	19,534	5,766	26,167
Office of Children's Services Transportation Program	27,297	18,145	237,928	--	--	283,370
Pre-School Kindergarten Program	795,235	323,947	71,453	174,077	--	1,364,712
Providence Heights	30,163	14,719	2,138	--	--	47,020
Retirement Systems Employer Relief	--	3,347,731	--	--	--	3,347,731
Safe Children's Act	--	--	480	3,616	--	4,096
Substance Misuse and Addiction Prevention	--	--	17,166	1,747	--	18,913
Suicide Awareness	7,429	1,365	15,703	1,724	--	26,221
Youth in Detention	321,518	82,490	40,396	76,998	--	521,402
Youth Matters Project	--	--	1,200	--	--	1,200
Total state grants	1,476,003	3,892,665	507,917	419,293	5,766	6,301,644
Federal grants:						
Access to Education for Homeless Children	34,734	5,297	3,975	2,445	--	46,451
Alaska Family Directory Website	3,349	2,122	1,029	--	--	6,500
Alaska State School for the Deaf	593	278	22,235	--	--	23,106
Bike Sharing Education Program	--	--	--	--	39,330	39,330
CARES Act District-Wide Support	--	--	33,539	457,255	--	490,794
Carl Perkins Vocational Education	272,030	63,860	198,072	498,837	158,208	1,191,007
Centennial Challenge	--	--	22,928	2,488	--	25,416
CITC Social and Emotional Learning	8,550	758	51,456	27,889	--	88,653
Community Centers Learning Program	652,147	263,365	155,470	53,360	--	1,124,342
Comprehensive Literacy Development	--	--	9,273	208,859	--	218,132
COVID Out of District iPads	--	--	5,936	133,705	--	139,641
Educational Camp Program	--	--	650	--	--	650
ESEA Consolidated	592,549	234,604	59,142	607	--	886,902
Leap Program	1,828	279	--	--	--	2,107
Military Impacted Students	63,571	11,759	66,770	40,787	--	182,887
Pre-School Handicapped Public Law 99-457	196,183	87,694	12,843	--	--	296,720
Professional Development	450	41	5,184	--	--	5,675
Project Aware	4,301	884	40,534	13,990	--	59,709
Project Ki'l	2,181	784	16,978	7,564	--	27,507
Project Yugtun Qanerluten	252,428	96,611	97,532	47,501	--	494,072
Safety Assessment & Intervention	12,800	1,948	31,987	--	--	46,735
Staff Development	--	--	3,622	--	--	3,622
StarTalk - Language Culture Summer Camp	--	--	8,099	3,485	--	11,584
Title I - No Child Left Behind Act						
Delinquent and At-Risk Youth Program	47,564	30,548	3,889	--	--	82,001
District-Wide	6,489,304	2,587,754	768,377	696,674	22,493	10,564,602
Homeless	530,942	311,743	46,320	1,283	--	890,288
McLaughlin Youth Center	105,298	42,290	6,559	131	--	154,278
New Path Adult Center	2,520	384	129	--	--	3,033
Parent Involvement Program	21,501	3,579	1,311	30,061	--	56,452
Pre-School	996,650	497,595	68,011	18,252	--	1,580,508
School Improvement Implementation	118,874	16,402	13,686	8,187	--	157,149
Total Title I - No Child Left Behind Act	8,312,653	3,490,295	908,282	754,588	22,493	13,488,311

(Continued)

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES BY FUNCTION,  
ACTIVITY, AND OBJECT - GAAP BASIS (Continued)

	Personnel Services	Employee Benefits	Purchased Services	Supplies and Materials	Capital Outlay	Total
Title I - Migrant Education						
Book Program	\$ --	\$ --	\$ --	\$ 54,600	\$ --	\$ 54,600
District-Wide	1,572,819	872,098	299,678	325,474	--	3,070,069
Summer Program	108,216	22,036	114,863	14,148	--	259,263
Total Title I - Migrant Education	1,681,035	894,134	414,541	394,222	--	3,383,932
Title II-A - Professional Development Program						
Principal & School Leaders	165,779	69,003	47,583	734	--	283,099
Private Schools	--	--	30,726	--	--	30,726
Professional Development Program	2,261,222	788,521	723,165	20,264	--	3,793,172
Total Title II-A - Professional Development Program	2,427,001	857,524	801,474	20,998	--	4,106,997
Title III - English Language Acquisition	177,753	27,235	74,727	2,436	--	282,151
Title IV-A Student Support Academic						
Private Schools	--	--	6,173	25,595	--	31,768
Student Support Academic	331,647	50,257	334,341	40,057	--	756,302
Total Title IV-A Student Support Academic	331,647	50,257	340,514	65,652	--	788,070
Title VI - Indian, Native Hawaiian, and Alaska Native Education	1,361,059	876,809	158,956	65,317	--	2,462,141
Title VI-B - Education of All Handicapped Children Act	7,284,241	3,886,827	1,100,013	171,436	--	12,442,517
Total federal grants	23,673,083	10,853,365	4,645,761	2,973,421	220,031	42,365,661
Total expenditures	\$ 25,485,294	\$ 14,852,350	\$ 5,286,721	\$ 3,572,383	\$ 225,797	\$ 49,422,545

## COMBINING BALANCE SHEET

	Food Service	Student Activities	Pupil Transportation	Totals	
				2020	2019
<b>Assets</b>					
Cash and investments	\$ --	\$ --	\$ --	\$ --	\$ 10,426
Accounts receivable	807	29,312	2,669	32,788	20,026
Due from General Fund	--	5,922,701	1,732,548	7,655,249	8,405,596
Due from State of Alaska	3,889,648	--	--	3,889,648	139,104
Due from Municipality of Anchorage	--	--	2,022,945	2,022,945	1,624,935
Prepaid items	--	--	--	--	102,707
U.S.D.A. food commodities, at U.S.D.A. allocated value	164,679	--	--	164,679	149,730
Inventory, at FIFO	2,300,823	--	--	2,300,823	1,351,369
Total assets	<u>\$ 6,355,957</u>	<u>\$ 5,952,013</u>	<u>\$ 3,758,162</u>	<u>\$ 16,066,132</u>	<u>\$ 11,803,893</u>
<b>Liabilities</b>					
Accounts payable	\$ 80,103	\$ 8,554	\$ 6,947	\$ 95,604	\$ 99,348
Due to General Fund	2,809,591	--	--	2,809,591	--
Accrued salaries and related items:					
Wages and salaries payable	70,207	--	48,569	118,776	65,705
Payroll taxes, other accrued and withheld items	54,430	--	37,658	92,088	56,666
Unearned revenue	1,058,242	--	--	1,058,242	1,156,052
Total liabilities	4,072,573	8,554	93,174	4,174,301	1,377,771
<b>Deferred inflows of resources</b>					
General property tax appropriations	--	--	2,022,945	2,022,945	1,624,935
Total deferred inflows of resources	--	--	2,022,945	2,022,945	1,624,935
<b>Fund balances</b>					
Non-spendable	2,465,502	--	--	2,465,502	1,454,076
Restricted	--	4,235,948	1,642,043	5,877,991	3,844,921
Committed	400,000	--	--	400,000	553,000
Assigned	--	1,707,511	--	1,707,511	2,949,190
Unassigned	(582,118)	--	--	(582,118)	--
Total fund balances	2,283,384	5,943,459	1,642,043	9,868,886	8,801,187
Total liabilities and fund balance	<u>\$ 6,355,957</u>	<u>\$ 5,952,013</u>	<u>\$ 3,758,162</u>	<u>\$ 16,066,132</u>	<u>\$ 11,803,893</u>

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

COMBINING SCHEDULE OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES

	Food Service	Student Activities	Pupil Transportation	Totals	
				2020	2019
Revenues:					
Revenues from local sources	\$ 1,750,452	\$ 4,792,846	\$ 3,257,580	\$ 9,800,878	\$ 8,505,790
Revenues from state sources	624,542	30,115	21,806,100	22,460,757	22,564,269
Revenues from federal sources	18,578,910	--	--	18,578,910	20,303,520
Total revenues	20,953,904	4,822,961	25,063,680	50,840,545	51,373,579
Expenditures:					
Current:					
Instruction	--	4,469,592	--	4,469,592	6,298,783
Food services	22,040,099	--	--	22,040,099	22,649,668
Pupil Transportation	--	--	23,965,783	23,965,783	25,699,733
Total expenditures	22,040,099	4,469,592	23,965,783	50,475,474	54,648,184
Excess (deficiency) of revenues over (under) expenditures	(1,086,195)	353,369	1,097,897	365,071	(3,274,605)
Other financing sources (uses):					
Proceeds from sale of property and equipment	--	--	--	--	13,500
Issuance of capital lease	--	--	876,560	876,560	2,076,448
Transfers in from General Fund	100,000	2,901	--	102,901	2,588,163
Transfers in from Co-Curricular					
Student Activities Fund	--	1,565	--	1,565	--
Transfers in from Pupil Transportation Fund	1,000,000	--	--	1,000,000	--
Transfers in from Extracurricular					
Student Activities Fund	--	4,681	--	4,681	--
Transfers out from Co-Curricular					
Student Activities Fund	--	(4,681)	--	(4,681)	--
Transfers out from Extracurricular					
Student Activities Fund	--	(1,565)	--	(1,565)	--
Transfers out from Pupil Transportation Fund	--	--	(1,276,833)	(1,276,833)	--
Total other financing sources (uses)	1,100,000	2,901	(400,273)	702,628	4,678,111
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	13,805	356,270	697,624	1,067,699	1,403,506
Fund balances at beginning of year	2,269,579	5,587,189	944,419	8,801,187	7,397,681
Fund balances at end of year	\$ 2,283,384	\$ 5,943,459	\$ 1,642,043	\$ 9,868,886	\$ 8,801,187

June 30, 2020  
With Comparative Totals for  
June 30, 2019

## BALANCE SHEET

	<u>2020</u>	<u>2019</u>
<b>Assets</b>		
Accounts receivable	\$ 807	\$ 41
Due from State of Alaska	3,889,648	139,104
Due from General Fund	--	1,875,134
U.S.D.A. food commodities, at U.S.D.A. allocated value	164,679	149,730
Inventory, at FIFO	<u>2,300,823</u>	<u>1,351,369</u>
Total assets	<u><u>\$ 6,355,957</u></u>	<u><u>\$ 3,515,378</u></u>
<b>Liabilities</b>		
Accounts payable	\$ 80,103	\$ 28,657
Accrued salaries and related items:		
Wages and salaries payable	70,207	31,404
Payroll taxes, other accrued and withheld items	54,430	29,686
Due to General Fund	2,809,591	--
Unearned revenue	<u>1,058,242</u>	<u>1,156,052</u>
Total liabilities	<u>4,072,573</u>	<u>1,245,799</u>
<b>Fund balance</b>		
Non-spendable	2,465,502	1,351,369
Committed	400,000	553,000
Assigned	--	365,210
Unassigned	<u>(582,118)</u>	<u>--</u>
Total fund balance	<u>2,283,384</u>	<u>2,269,579</u>
Total liabilities and fund balance	<u><u>\$ 6,355,957</u></u>	<u><u>\$ 3,515,378</u></u>

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - GAAP BASIS**

	<u>2020</u>	<u>2019</u>
Revenues:		
Revenues from local sources:		
Lunch sales - student	\$ 1,484,517	\$ 1,846,804
Lunch sales - adult	10,899	14,608
Breakfast - student	101,420	116,585
Breakfast - adult	340	571
Milk program	31,443	41,315
A la carte program	85,359	153,044
Grants	18,035	--
Other revenues	18,439	21,496
Total revenues from local sources	<u>1,750,452</u>	<u>2,194,423</u>
Revenues from state sources:		
Grants	179,045	169,993
Retirement system employer relief	445,497	378,349
Total revenues from state sources	<u>624,542</u>	<u>548,342</u>
Revenues from federal sources:		
Type A lunch program - reimbursement	9,012,931	13,052,572
Breakfast program - reimbursement	3,082,718	4,802,907
After school dinner program - reimbursement	358,812	486,198
Fresh fruit and vegetable program - reimbursement	628,160	663,314
Lunch summer program - reimbursement	3,067,673	191,585
Breakfast summer program - reimbursement	1,606,930	30,706
Snack summer program - reimbursement	3,807	6,549
United States Department of Agriculture commodities	817,879	1,069,689
Total revenues from federal sources	<u>18,578,910</u>	<u>20,303,520</u>
Total revenues	<u>20,953,904</u>	<u>23,046,285</u>
Expenditures:		
Current:		
Food services:		
General administration	2,934,184	2,370,528
Kitchens and food center	17,605,208	18,941,582
Delivery	1,500,707	1,337,558
Total expenditures	<u>22,040,099</u>	<u>22,649,668</u>
Excess (deficiency) of revenues over (under) expenditures	(1,086,195)	396,617
Other financing sources (uses):		
Transfers in from General Fund	100,000	628,000
Transfers in from Pupil Transportation Fund	1,000,000	--
Total other financing sources	<u>1,100,000</u>	<u>628,000</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	13,805	1,024,617
Fund balance at beginning of year	<u>2,269,579</u>	<u>1,244,962</u>
Fund balance at end of year	<u>\$ 2,283,384</u>	<u>\$ 2,269,579</u>

**SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
BUDGET (NON-GAAP BASIS) AND ACTUAL**

For the Year Ended June 30, 2020

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Budgeted Amounts		Variance with Final Budget Positive (Negative)
				Original	Final	
<b>Revenues:</b>						
Revenues from local sources:						
Lunch sales - student	\$ 1,484,517	\$ --	\$ 1,484,517	\$ 1,977,569	\$ 1,977,569	\$ (493,052)
Lunch sales - adult	10,899	--	10,899	37,100	37,100	(26,201)
Breakfast - student	101,420	--	101,420	130,405	130,405	(28,985)
Breakfast - adult	340	--	340	7,638	7,638	(7,298)
Milk program	31,443	--	31,443	--	--	31,443
A la carte program	85,359	--	85,359	204,872	204,872	(119,513)
Grants	18,035	--	18,035	--	--	18,035
Other revenues	18,439	947,439	965,878	50,000	997,439	(31,561)
<b>Total revenue from local sources</b>	<b>1,750,452</b>	<b>947,439</b>	<b>2,697,891</b>	<b>2,407,584</b>	<b>3,355,023</b>	<b>(657,132)</b>
Revenues from state sources:						
Grants	179,045	--	179,045	250,000	250,000	(70,955)
Retirement system employer relief	445,497	(445,497)	--	--	--	--
<b>Total revenue from state sources</b>	<b>624,542</b>	<b>(445,497)</b>	<b>179,045</b>	<b>250,000</b>	<b>250,000</b>	<b>(70,955)</b>
Revenues from federal sources:						
Type A lunch program - reimbursement	9,012,931	--	9,012,931	14,017,580	14,017,580	(5,004,649)
Breakfast program - reimbursement	3,082,718	--	3,082,718	5,179,697	5,179,697	(2,096,979)
After school snack program - reimbursement	--	--	--	688,800	688,800	(688,800)
After school dinner program - reimbursement	358,812	--	358,812	--	--	358,812
Fresh fruit and vegetable program - reimb.	628,160	--	628,160	696,308	696,308	(68,148)
Lunch summer program - reimbursement	3,067,673	--	3,067,673	--	--	3,067,673
Breakfast summer program - reimbursement	1,606,930	--	1,606,930	--	--	1,606,930
Snack summer program - reimbursement	3,807	--	3,807	--	--	3,807
United States Department of Agriculture commodities	817,879	--	817,879	1,135,754	1,135,754	(317,875)
<b>Total revenue from federal sources</b>	<b>18,578,910</b>	<b>--</b>	<b>18,578,910</b>	<b>21,718,139</b>	<b>21,718,139</b>	<b>(3,139,229)</b>
<b>Total revenues</b>	<b>20,953,904</b>	<b>501,942</b>	<b>21,455,846</b>	<b>24,375,723</b>	<b>25,323,162</b>	<b>(3,867,316)</b>
<b>Expenditures:</b>						
Current:						
Food services						
General administration						
Personnel services	1,180,546	--	1,180,546	983,185	983,185	(197,361)
Employee benefits	590,647	(72,345)	518,302	538,056	538,056	19,754
Purchased services	948,436	407,290	1,355,726	1,545,376	1,551,552	195,826
Supplies and materials	108,241	530	108,771	178,850	178,850	70,079
Capital outlay	106,314	--	106,314	44,378	44,378	(61,936)
<b>Total general administration</b>	<b>2,934,184</b>	<b>335,475</b>	<b>3,269,659</b>	<b>3,289,845</b>	<b>3,296,021</b>	<b>26,362</b>
Kitchens and food center						
Personnel services	5,001,323	--	5,001,323	5,002,359	5,162,783	161,460
Employee benefits	3,781,594	(325,728)	3,455,866	4,039,116	4,098,548	642,682
Purchased services	65,082	--	65,082	163,557	163,997	98,915
Supplies and materials	8,642,467	152,923	8,795,390	10,170,181	10,549,142	1,753,752
Capital outlay	14,602	--	14,602	67,000	67,000	52,398
Other	100,140	--	100,140	101,500	101,500	1,360
<b>Total kitchens and food center</b>	<b>17,605,208</b>	<b>(172,805)</b>	<b>17,432,403</b>	<b>19,543,713</b>	<b>20,142,970</b>	<b>2,710,567</b>

(Continued)

**SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
BUDGET (NON-GAAP BASIS) AND ACTUAL**

For the Year Ended June 30, 2020

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Budgeted Amounts		Variance with Final Budget Positive (Negative)
				Original	Final	
Delivery:						
Personnel services	\$ 725,178	\$ --	\$ 725,178	\$ 867,020	\$ 989,910	\$ 264,732
Employee benefits	509,639	(47,424)	462,215	602,111	642,143	179,928
Purchased services	5,371	--	5,371	29,498	29,498	24,127
Supplies and materials	107,876	--	107,876	143,536	151,562	43,686
Capital Outlay	152,643	--	152,643	--	171,058	18,415
Total delivery	<u>1,500,707</u>	<u>(47,424)</u>	<u>1,453,283</u>	<u>1,642,165</u>	<u>1,984,171</u>	<u>530,888</u>
Total expenditures	<u>22,040,099</u>	<u>115,246</u>	<u>22,155,345</u>	<u>24,475,723</u>	<u>25,423,162</u>	<u>3,267,817</u>
Excess (deficiency) of revenues over (under) expenditures	(1,086,195)	386,696	(699,499)	(100,000)	(100,000)	(599,499)
Other financing sources (uses):						
Transfer in from General Fund	100,000	--	100,000	100,000	100,000	--
Transfer in from Pupil Transportation Fund	<u>1,000,000</u>	<u>--</u>	<u>1,000,000</u>	<u>--</u>	<u>--</u>	<u>(1,000,000)</u>
Total other financing sources (uses)	<u>1,100,000</u>	<u>--</u>	<u>1,100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>(1,000,000)</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	13,805	<u>\$ 386,696</u>	<u>\$ 400,501</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 400,501</u>
Fund balance at beginning of year	<u>2,269,579</u>					
Fund balance at end of year	<u>\$ 2,283,384</u>					

BASIS OF BUDGETING - The Food Service Special Revenue Fund - Schedule of Revenues, Expenditures, and changes in Fund Balance - Budget (Non-GAAP Basis) and Actual has been prepared on a legally prescribed basis of budgeting which differs from accounting principles generally accepted in the United States of America (GAAP). The purpose of the basis of budgeting is to demonstrate compliance with the legal requirements of the local, state, and federal programs. The difference between the two methods is set forth below:

Revenues reported on the basis of GAAP		\$ 20,953,904
Add: budgeted fund balance	\$ --	
Add: fund balance from prior year encumbrances	947,439	
Deduct: retirement system on-behalf payments	<u>(445,497)</u>	
		<u>501,942</u>
Revenues reported on the basis of budgeting		<u>21,455,846</u>
Expenditures reported on the basis of GAAP		22,040,099
Add: current year encumbrances	\$ 560,743	
Deduct: retirement system incremental increase (PERS)	<u>(445,497)</u>	
Expenditures and encumbrances reported on the basis of budgeting		<u>115,246</u> <u>22,155,345</u>
Excess (deficiency) of revenues over (under) expenditures on the basis of budgeting		<u>\$ (699,499)</u>

For the Year Ended June 30, 2020

**SCHEDULE OF EXPENDITURES BY FUNCTION,  
ACTIVITY, AND OBJECT - GAAP BASIS**

	<u>Personnel Services</u>	<u>Employee Benefits</u>	<u>Purchased Services</u>	<u>Supplies and Materials</u>	<u>Capital Outlay</u>	<u>Other</u>	<u>Total</u>
Current:							
Food services:							
General administration	\$ 1,180,546	\$ 590,647	\$ 948,436	\$ 108,241	\$ 106,314	\$ --	\$ 2,934,184
Kitchens and food center	5,001,323	3,781,594	65,082	8,642,467	14,602	100,140	17,605,208
Delivery	<u>725,178</u>	<u>509,639</u>	<u>5,371</u>	<u>107,876</u>	<u>152,643</u>	<u>--</u>	<u>1,500,707</u>
	<u>\$ 6,907,047</u>	<u>\$ 4,881,880</u>	<u>\$ 1,018,889</u>	<u>\$ 8,858,584</u>	<u>\$ 273,559</u>	<u>\$ 100,140</u>	<u>\$ 22,040,099</u>

June 30, 2020  
With Comparative Totals for  
June 30, 2019

## BALANCE SHEET - BY ACCOUNT

	Extracurricular Student Activities	Co-Curricular Student Activities	Totals	
			2020	2019
<b>Assets</b>				
Cash and investments	\$ --	\$ --	\$ --	\$ 10,426
Accounts receivable	22,751	6,561	29,312	19,737
Due from General Fund	2,834,940	3,087,761	5,922,701	5,622,672
Total assets	<u>\$ 2,857,691</u>	<u>\$ 3,094,322</u>	<u>\$ 5,952,013</u>	<u>\$ 5,652,835</u>
<b>Liabilities</b>				
Accounts payable	\$ 6,704	\$ 1,850	\$ 8,554	\$ 53,011
Accrued salaries and related items:				
Wages and salaries payable	--	--	--	9,296
Payroll taxes, other accrued and withheld items	--	--	--	3,339
Total liabilities	<u>6,704</u>	<u>1,850</u>	<u>8,554</u>	<u>65,646</u>
<b>Fund balances</b>				
Restricted	1,970,881	2,265,067	4,235,948	3,844,921
Assigned	880,106	827,405	1,707,511	1,742,268
Total fund balances	<u>2,850,987</u>	<u>3,092,472</u>	<u>5,943,459</u>	<u>5,587,189</u>
Total liabilities and fund balances	<u>\$ 2,857,691</u>	<u>\$ 3,094,322</u>	<u>\$ 5,952,013</u>	<u>\$ 5,652,835</u>

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

**SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - BY ACCOUNT**

	Extracurricular Student Activities	Co-Curricular Student Activities	Totals	
			2020	2019
Revenues:				
Revenues from local sources:				
Other revenues	\$ 2,823,272	\$ 1,969,574	\$ 4,792,846	\$ 6,311,367
Revenues from state sources:				
Retirement systems employer relief	14,321	15,794	30,115	30,851
Total revenues	<u>2,837,593</u>	<u>1,985,368</u>	<u>4,822,961</u>	<u>6,342,218</u>
Expenditures:				
Current:				
Instruction:				
Student activities	<u>2,761,038</u>	<u>1,708,554</u>	<u>4,469,592</u>	<u>6,298,783</u>
Excess (deficiency) of revenues over (under) expenditures	76,555	276,814	353,369	43,435
Other financing sources (uses):				
Proceeds from sale of property and equipment	--	--	--	13,500
Transfers in - General Fund	1,088	1,813	2,901	--
Transfers in - Co-Curricular Student Activities Fund	1,565	--	1,565	--
Transfers in - Extracurricular Student Activities Fund	--	4,681	4,681	--
Transfers out - Co-Curricular Student Activities Fund	(4,681)	--	(4,681)	--
Transfers out - Extracurricular Student Activities Fund	<u>--</u>	<u>(1,565)</u>	<u>(1,565)</u>	<u>--</u>
Total other financing sources (uses)	<u>(2,028)</u>	<u>4,929</u>	<u>2,901</u>	<u>13,500</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	74,527	281,743	356,270	56,935
Fund balances at beginning of year	<u>2,776,460</u>	<u>2,810,729</u>	<u>5,587,189</u>	<u>5,530,254</u>
Fund balances at end of year	<u>\$ 2,850,987</u>	<u>\$ 3,092,472</u>	<u>\$ 5,943,459</u>	<u>\$ 5,587,189</u>

June 30, 2020  
With Comparative Totals for  
June 30, 2019EXTRACURRICULAR STUDENT ACTIVITIES  
BALANCE SHEET - BY DEPARTMENT

	Elementary Schools	Middle Schools	High Schools	Charter Schools	Departments and Others	Totals	
						2020	2019
<b>Assets</b>							
Accounts Receivable	\$ --	\$ 21,225	\$ 1,526	\$ --	\$ --	\$ 22,751	\$ 250
Due from General Fund	37,615	581,254	2,197,884	13,267	4,920	2,834,940	2,805,550
Total assets	<u>\$ 37,615</u>	<u>\$ 602,479</u>	<u>\$ 2,199,410</u>	<u>\$ 13,267</u>	<u>\$ 4,920</u>	<u>\$ 2,857,691</u>	<u>\$ 2,805,800</u>
<b>Liabilities</b>							
Accounts Payable	\$ --	\$ --	\$ 6,704	\$ --	\$ --	\$ 6,704	\$ 29,340
Total liabilities	--	--	6,704	--	--	6,704	29,340
<b>Fund balances</b>							
Restricted	20,415	337,637	1,594,642	13,267	4,920	1,970,881	1,856,734
Assigned	17,200	264,842	598,064	--	--	880,106	919,726
Total fund balances	<u>37,615</u>	<u>602,479</u>	<u>2,192,706</u>	<u>13,267</u>	<u>4,920</u>	<u>2,850,987</u>	<u>2,776,460</u>
Total liabilities and fund balances	<u>\$ 37,615</u>	<u>\$ 602,479</u>	<u>\$ 2,199,410</u>	<u>\$ 13,267</u>	<u>\$ 4,920</u>	<u>\$ 2,857,691</u>	<u>\$ 2,805,800</u>

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

EXTRACURRICULAR STUDENT ACTIVITIES  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BY DEPARTMENT

	Elementary Schools	Middle Schools	High Schools	Charter Schools	Departments and Others	Totals	
						2020	2019
Revenues:							
Revenues from local sources:							
Other revenues	\$ 25,314	\$ 425,936	\$ 2,352,002	\$ 20,020	\$ --	\$ 2,823,272	\$ 3,622,302
Revenues from state sources:							
Retirement systems employer relief	--	--	--	--	14,321	14,321	14,624
Total revenues	25,314	425,936	2,352,002	20,020	14,321	2,837,593	3,636,926
Expenditures:							
Current:							
Instruction:							
Student Activity	12,103	421,097	2,306,121	7,396	14,321	2,761,038	3,660,395
Excess (deficiency) of revenues over (under) expenditures	13,211	4,839	45,881	12,624	--	76,555	(23,469)
Other financing sources (uses):							
Proceeds from sale of property and equipment	--	--	--	--	--	--	13,500
Transfers in - General Fund	--	1,088	--	--	--	1,088	--
Transfers in - Co-Curricular Student Activities Fund	--	--	1,000	565	--	1,565	--
Transfers out - Co-Curricular Student Activities Fund	--	--	(4,681)	--	--	(4,681)	--
Total revenues	--	1,088	(3,681)	565	--	(2,028)	13,500
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	13,211	5,927	42,200	13,189	--	74,527	(9,969)
Fund balances at beginning of year	24,404	596,552	2,150,506	78	4,920	2,776,460	2,786,429
Fund balances at end of year	\$ 37,615	\$ 602,479	\$ 2,192,706	\$ 13,267	\$ 4,920	\$ 2,850,987	\$ 2,776,460

June 30, 2020  
With Comparative Totals for  
June 30, 2019

## CO-CURRICULAR STUDENT ACTIVITIES

## BALANCE SHEET - BY DEPARTMENT

	Elementary Schools	Middle Schools	High Schools	Charter Schools	Departments & Others	Totals	
						2020	2019
<b>Assets</b>							
Cash and investments	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 10,426
Accounts receivable	--	--	4,009	--	2,552	6,561	19,487
Due from General Fund	1,054,113	178,171	1,307,378	367,154	180,945	3,087,761	2,817,122
Total assets	<u>\$ 1,054,113</u>	<u>\$ 178,171</u>	<u>\$ 1,311,387</u>	<u>\$ 367,154</u>	<u>\$ 183,497</u>	<u>\$ 3,094,322</u>	<u>\$ 2,847,035</u>
<b>Liabilities</b>							
Accounts payable	\$ --	\$ --	\$ 1,850	\$ --	\$ --	\$ 1,850	\$ 23,671
Accrued salaries and related items:							
Wages and salaries payable	--	--	--	--	--	--	9,296
Payroll taxes, other accrued and withheld items	--	--	--	--	--	--	3,339
Total liabilities	--	--	1,850	--	--	1,850	36,306
<b>Fund balances</b>							
Restricted	520,730	130,963	1,177,848	270,284	165,242	2,265,067	1,988,187
Assigned	533,383	47,208	131,689	96,870	18,255	827,405	822,542
Total fund balances	<u>1,054,113</u>	<u>178,171</u>	<u>1,309,537</u>	<u>367,154</u>	<u>183,497</u>	<u>3,092,472</u>	<u>2,810,729</u>
Total liabilities and fund balances	<u>\$ 1,054,113</u>	<u>\$ 178,171</u>	<u>\$ 1,311,387</u>	<u>\$ 367,154</u>	<u>\$ 183,497</u>	<u>\$ 3,094,322</u>	<u>\$ 2,847,035</u>

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

## CO-CURRICULAR STUDENT ACTIVITIES

SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BY DEPARTMENT

	Elementary Schools	Middle Schools	High Schools	Charter Schools	Departments & Others	Totals	
						2020	2019
Revenues:							
Revenues from local sources:							
Other revenues	\$ 919,827	\$ 139,630	\$ 629,606	\$ 208,971	\$ 71,540	\$ 1,969,574	\$ 2,689,065
Revenues from state sources:							
Retirement systems employer relief	--	--	--	--	15,794	15,794	16,227
Total revenues	919,827	139,630	629,606	208,971	87,334	1,985,368	2,705,292
Expenditures:							
Current:							
Instruction:							
Student activities	861,199	142,771	453,573	184,034	66,977	1,708,554	2,638,388
Excess (deficiency) of revenues over (under) expenditures	58,628	(3,141)	176,033	24,937	20,357	276,814	66,904
Other financing sources (uses)							
Transfers in - General Fund	512	1,176	125	--	--	1,813	--
Transfers in - Extracurricular Student Activities Fund	--	--	4,681	--	--	4,681	--
Transfers out - Extracurricular Student Activities Fund	--	--	(1,000)	(565)	--	(1,565)	--
Total other financing sources (uses)	512	1,176	3,806	(565)	--	4,929	--
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	59,140	(1,965)	179,839	24,372	20,357	281,743	66,904
Fund balances at beginning of year	994,973	180,136	1,129,698	342,782	163,140	2,810,729	2,743,825
Fund balances at end of year	\$ 1,054,113	\$ 178,171	\$ 1,309,537	\$ 367,154	\$ 183,497	\$ 3,092,472	\$ 2,810,729

June 30, 2020  
With Comparative Totals for  
June 30, 2019

**BALANCE SHEET**

	<u>2020</u>	<u>2019</u>
<b>Assets</b>		
Accounts receivable	\$ 2,669	\$ 248
Due from Municipality of Anchorage	2,022,945	1,624,935
Due from General Fund	1,732,548	907,790
Prepaid items	--	102,707
Total assets	<u>\$ 3,758,162</u>	<u>\$ 2,635,680</u>
<b>Liabilities</b>		
Accounts payable	\$ 6,947	\$ 17,680
Accrued salaries and related items:		
Wages and salaries payable	48,569	25,005
Payroll taxes, other accrued and withheld items	37,658	23,641
Total liabilities	<u>93,174</u>	<u>66,326</u>
<b>Deferred inflows of resources</b>		
General property tax appropriations	2,022,945	1,624,935
Total deferred inflows of resources	<u>2,022,945</u>	<u>1,624,935</u>
<b>Fund balance</b>		
Non-spendable	--	102,707
Restricted	1,642,043	--
Assigned	--	841,712
Total fund balance	<u>1,642,043</u>	<u>944,419</u>
Total liabilities and fund balance	<u>\$ 3,758,162</u>	<u>\$ 2,635,680</u>

For the Year Ended June 30, 2020  
 With Comparative Totals  
 For the Year Ended June 30, 2019

**SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - GAAP BASIS**

	2020	2019
Revenues:		
Revenues from local sources:		
Local tax appropriation	\$ 3,249,867	\$ --
Other revenues	7,713	--
Total revenues from local sources	<u>3,257,580</u>	<u>--</u>
Revenues from state sources:		
Pupil transportation program	21,327,883	21,567,453
Transportation routes grant	180,000	180,000
Retirement system employer relief	298,217	237,623
Total revenues from state sources	<u>21,806,100</u>	<u>21,985,076</u>
Total revenues	<u>25,063,680</u>	<u>21,985,076</u>
Expenditures:		
Current:		
Pupil transportation:		
General administration	1,192,014	1,107,121
Bus operations	21,156,928	23,047,704
Operations and maintenance of plant	1,616,841	1,544,908
Total expenditures	<u>23,965,783</u>	<u>25,699,733</u>
Excess (deficiency) of revenues over (under) expenditures	1,097,897	(3,714,657)
Other financing sources (uses):		
Issuance of capital lease	876,560	2,076,448
Transfers in from General Fund	--	1,960,163
Transfers out to Food Service Fund	(1,000,000)	--
Transfers out to Debt Service Fund	(276,833)	--
Total other financing sources (uses)	<u>(400,273)</u>	<u>4,036,611</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	697,624	321,954
Fund balance at beginning of year	<u>944,419</u>	<u>622,465</u>
Fund balance at end of year	<u>\$ 1,642,043</u>	<u>\$ 944,419</u>

**SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
BUDGET (NON-GAAP BASIS) AND ACTUAL**

For the Year Ended June 30, 2020

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Budgeted Amounts		Variance with Final Budget Positive (Negative)
				Original	Final	
<b>Revenues:</b>						
Revenues from local sources:						
Local tax appropriation	\$ 3,249,867	\$ --	\$ 3,249,867	\$ 3,249,869	\$ 3,249,869	\$ (2)
Other revenues	7,713	919,752	927,465	500,000	919,752	7,713
Total revenues from local sources	<u>3,257,580</u>	<u>919,752</u>	<u>4,177,332</u>	<u>3,749,869</u>	<u>4,169,621</u>	<u>7,711</u>
Revenues from state sources:						
Pupil transportation program	21,327,883	--	21,327,883	21,099,363	21,099,363	228,520
Transportation routes grant	180,000	--	180,000	180,000	180,000	--
Retirement system employer relief	298,217	(298,217)	--	--	--	--
Total revenue from state sources	<u>21,806,100</u>	<u>(298,217)</u>	<u>21,507,883</u>	<u>21,279,363</u>	<u>21,279,363</u>	<u>228,520</u>
Total revenues	<u>25,063,680</u>	<u>621,535</u>	<u>25,685,215</u>	<u>25,029,232</u>	<u>25,448,984</u>	<u>236,231</u>
<b>Expenditures:</b>						
Pupil transportation:						
General administration						
Personnel services	721,529	--	721,529	694,212	694,212	(27,317)
Employee benefits	468,073	(46,269)	421,804	448,761	448,761	26,957
Purchased services	--	--	--	--	--	--
Supplies and materials	2,412	--	2,412	2,416	2,416	4
Total general administration	<u>1,192,014</u>	<u>(46,269)</u>	<u>1,145,745</u>	<u>1,145,389</u>	<u>1,145,389</u>	<u>(356)</u>
Bus operations						
Personnel services	3,738,729	--	3,738,729	3,421,473	3,421,473	(317,256)
Employee benefits	3,522,045	(213,503)	3,308,542	3,594,199	3,594,199	285,657
Purchased services	12,388,087	209,016	12,597,103	14,462,730	14,718,098	2,120,995
Supplies and materials	301,579	173,949	475,528	538,592	578,916	103,388
Capital outlay	1,104,427	1,729,871	2,834,298	261,450	261,450	(2,572,848)
Other	102,061	31,975	134,036	71,000	102,061	(31,975)
Total bus operations	<u>21,156,928</u>	<u>1,931,308</u>	<u>23,088,236</u>	<u>22,349,444</u>	<u>22,676,197</u>	<u>(412,039)</u>
Operations and maintenance of plant						
Personnel services	587,010	--	587,010	587,967	587,967	957
Employee benefits	380,180	(38,445)	341,735	388,743	388,743	47,008
Purchased services	243,400	--	243,400	220,895	242,230	(1,170)
Supplies and materials	404,537	1,310	405,847	334,850	406,514	667
Other	1,714	198	1,912	1,944	1,944	32
Total operation and maintenance of plant	<u>1,616,841</u>	<u>(36,937)</u>	<u>1,579,904</u>	<u>1,534,399</u>	<u>1,627,398</u>	<u>47,494</u>
Total expenditures	<u>23,965,783</u>	<u>1,848,102</u>	<u>25,813,885</u>	<u>25,029,232</u>	<u>25,448,984</u>	<u>(364,901)</u>
Excess (deficiency) of revenues over (under) expenditures	1,097,897	(1,226,567)	(128,670)	--	--	(128,670)
<b>Other financing sources (uses):</b>						
Issuance of capital lease	876,560	--	876,560	--	--	876,560
Transfers out to Food Service Fund	(1,000,000)	--	(1,000,000)	--	--	(1,000,000)
Transfers out to Debt Service Fund	(276,833)	--	(276,833)	--	--	(276,833)
Total other financing sources (uses)	<u>(400,273)</u>	<u>--</u>	<u>(400,273)</u>	<u>--</u>	<u>--</u>	<u>(400,273)</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	697,624	<u>\$ (1,226,567)</u>	<u>\$ (528,943)</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ (528,943)</u>
Fund balance at beginning of year	<u>944,419</u>					
Fund balance at end of year	<u>\$ 1,642,043</u>					

(Continued)

**SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
BUDGET (NON-GAAP BASIS) AND ACTUAL**

For the Year Ended June 30, 2019

BASIS OF BUDGETING - The Pupil Transportation Special Revenue Fund - Schedule of Revenues, Expenditures, and changes in Fund Balance - Budget (Non-GAAP Basis) and Actual has been prepared on a legally prescribed basis of budgeting which differs from accounting principles generally accepted in the United States of America (GAAP). The purpose of the basis of budgeting is to demonstrate compliance with the legal requirements of the local, state, and federal programs. The difference between the two methods is set forth below:

Revenues reported on the basis of GAAP		\$ 25,063,680
Add: budgeted fund balance	\$ 500,000	
Add: fund balance from prior year encumbrances	419,752	
Deduct: retirement system on-behalf payments	<u>(298,217)</u>	
		<u>621,535</u>
Revenues reported on the basis of budgeting		<u>25,685,215</u>
Expenditures reported on the basis of GAAP		23,965,783
Add: current year encumbrances	\$ 2,146,319	
Deduct: retirement system incremental increase (PERS)	<u>(298,217)</u>	
Expenditures and encumbrances reported on the basis of budgeting		<u>1,848,102</u> <u>25,813,885</u>
Excess (deficiency) of revenues over (under) expenditures on the basis of budgeting		<u>\$ (128,670)</u>

For the Year Ended June 30, 2020

SCHEDULE OF EXPENDITURES BY FUNCTION,  
ACTIVITY, AND OBJECT - GAAP BASIS

	Personnel Services	Employee Benefits	Purchased Services	Supplies and Materials	Capital Outlay	Other	Total
Current:							
Pupil transportation:							
General administration	\$ 721,529	\$ 468,073	\$ --	\$ 2,412	\$ --	\$ --	\$ 1,192,014
Bus operations	3,738,729	3,522,045	12,388,087	301,579	1,104,427	102,061	21,156,928
Operation and maintenance							
of plant	<u>587,010</u>	<u>380,180</u>	<u>243,400</u>	<u>404,537</u>	<u>--</u>	<u>1,714</u>	<u>1,616,841</u>
	<u>\$ 5,047,268</u>	<u>\$ 4,370,298</u>	<u>\$ 12,631,487</u>	<u>\$ 708,528</u>	<u>\$ 1,104,427</u>	<u>\$ 103,775</u>	<u>\$ 23,965,783</u>



## **Debt Service Fund**

To account for the payment of principal, interest and related fees on general obligation bonded debt.

June 30, 2020  
 With Comparative Totals for  
 June 30, 2019

**BALANCE SHEET**

	<u>2020</u>	<u>2019</u>
<b>Assets</b>		
Cash and investments with paying agent	\$ 1,122	\$ 267
Due from other governments:		
Municipality of Anchorage	37,041,990	18,287,768
State of Alaska	--	208,337
United States Government	111,360	--
Due From General Fund	--	3,749,539
Total assets	<u>\$ 37,154,472</u>	<u>\$ 22,245,911</u>
<b>Liabilities</b>		
Accounts payable	\$ 55,983	\$ --
Due to General Fund	16,366,737	--
Total liabilities	<u>16,422,720</u>	<u>--</u>
<b>Deferred inflows of resources</b>		
Debt service tax appropriation	20,500,883	18,287,768
<b>Fund balance</b>		
Restricted	<u>230,869</u>	<u>3,958,143</u>
Total fund balance	230,869	3,958,143
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 37,154,472</u>	<u>\$ 22,245,911</u>

**SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
BUDGET (NON-GAAP BASIS) AND ACTUAL**

For the Year Ended June 30, 2020

	Actual	Adjustment to Basis of Budgeting	Actual on Basis of Budgeting	Budgeted Amounts		Variance with Final Budget Positive (Negative)
				Original	Final	
<b>Revenues:</b>						
Revenues from local sources:						
Appropriation from Municipality of Anchorage	\$ 53,116,645	\$ --	\$ 53,116,645	\$ 36,575,536	\$ 36,575,536	\$ 16,541,109
Investment income	14,760	--	14,760	--	--	14,760
Other Revenue	--	3,958,143	3,958,143	--	--	3,958,143
Total revenues from local sources	53,131,405	3,958,143	57,089,548	36,575,536	36,575,536	20,514,012
Revenues from state sources:						
Aid for school construction	19,874,866	--	19,874,866	41,077,291	41,077,291	(21,202,425)
Revenues from federal sources:						
BABS subsidy	118,502	--	118,502	222,720	222,720	(104,218)
Total revenues	73,124,773	3,958,143	77,082,916	77,875,547	77,875,547	(792,631)
<b>Expenditures:</b>						
Debt service:						
Refunding bond issuance cost	33,767	--	33,767	--	--	(33,767)
Bond Principal	55,745,000	--	55,745,000	55,756,000	55,756,000	11,000
Bond Interest	21,117,826	--	21,117,826	22,104,547	22,104,547	986,721
Capital Lease Principal	194,719	--	194,719	--	--	(194,719)
Capital Lease Interest	82,114	--	82,114	--	--	(82,114)
Fiscal agent fees	1,950	--	1,950	15,000	15,000	13,050
Total expenditures	77,175,376	--	77,175,376	77,875,547	77,875,547	700,171
Excess (deficiency) of revenues over (under) expenditures	(4,050,603)	3,958,143	(92,460)	--	--	(92,460)
Other financing sources (uses):						
Issuance of refunding bonds	10,295,000	--	10,295,000	--	--	10,295,000
Premium on issuance of refunding bonds	1,476,540	--	1,476,540	--	--	1,476,540
Payment to refunding escrow	(11,734,972)	--	(11,734,972)	--	--	(11,734,972)
Transfers in - Capital Projects Fund	9,928	--	9,928	--	--	9,928
Transfers in - Pupil Transportation Fund	276,833	--	276,833	--	--	276,833
Total other financing sources (uses)	323,329	--	323,329	--	--	323,329
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	(3,727,274)	\$ 3,958,143	\$ 230,869	\$ --	\$ --	\$ 230,869
Fund balance at beginning of year	3,958,143					
Fund balance at end of year	\$ 230,869					



## **Capital Projects Fund**

To account for the acquisition and major repair of school facilities and equipment. Capital projects are financed by proceeds from general obligation bonds, local, state and federal grants and transfers from other funds.

June 30, 2020  
With Comparative Totals for  
June 30, 2019

**BALANCE SHEET**

	<u>2020</u>	<u>2019</u>
<b>Assets</b>		
Cash and investments	\$ 336,277	\$ 325,871
Cash and investments with paying agent	192,595	3,194,797
Due from General Fund	5,822,449	--
Due from other governments:		
Municipality of Anchorage	34,621	1,476
State of Alaska	35,129	126,232
Total assets	<u>\$ 6,421,071</u>	<u>\$ 3,648,376</u>
<b>Liabilities</b>		
Accounts payable	\$ 385,128	\$ 86,407
Contracts payable	8,604,902	6,508,585
Due to General Fund	--	3,076,514
Accrued salaries and related items:		
Wages and salaries payable	51,934	27,414
Payroll taxes, other accrued and withheld items	40,266	25,917
Unearned revenue	85,345	91,227
Total liabilities	<u>9,167,575</u>	<u>9,816,064</u>
<b>Fund balance</b>		
Unassigned	<u>(2,746,504)</u>	<u>(6,167,688)</u>
Total fund balance	<u>(2,746,504)</u>	<u>(6,167,688)</u>
Total liabilities and fund balance	<u>\$ 6,421,071</u>	<u>\$ 3,648,376</u>

For the Year Ended June 30, 2020  
 With Comparative Totals  
 For the Year Ended June 30, 2019

**SCHEDULE OF REVENUES,  
 EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - GAAP BASIS**

	2020	2019
Revenues:		
Revenues from local sources:		
Investment income	\$ 209,080	\$ 210,147
Other revenues	4,363	3,901
Total revenues from local sources	<u>213,443</u>	<u>214,048</u>
Revenues from state sources:		
State/Municipal grants	270,558	1,379,777
Retirement systems employer relief	143,709	117,482
Total revenues from state sources	<u>414,267</u>	<u>1,497,259</u>
Revenues from federal sources:		
Federal Impact Aid	428,918	443,706
Total revenues	<u>1,056,628</u>	<u>2,155,013</u>
Expenditures:		
Bond issuance cost	110,572	--
Capital outlays:		
Secondary schools	21,034,231	10,687,862
Elementary schools	19,842,364	19,350,410
Other capital outlays	670,674	3,240,550
Total capital outlays	<u>41,547,269</u>	<u>33,278,822</u>
Total expenditures	<u>41,657,841</u>	<u>33,278,822</u>
Excess (deficiency) of revenues over (under) expenditures	(40,601,213)	(31,123,809)
Other financing sources (uses):		
Issuance of general obligation bonds	35,610,000	--
Premium on issuance of general obligation bonds	5,510,275	--
Transfers in - General Fund	2,912,050	1,531,000
Transfers out - Debt Service Fund	(9,928)	(6,052)
Total other financing sources (uses)	<u>44,022,397</u>	<u>1,524,948</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	3,421,184	(29,598,861)
Fund balance at beginning of year	(6,167,688)	23,431,173
Fund balance at end of year	<u>\$ (2,746,504)</u>	<u>\$ (6,167,688)</u>

For the Period Ended June 30, 2020

SCHEDULE OF EXPENDITURES - PROJECT  
AUTHORIZATION AND ACTUAL (GAAP BASIS)

	Prior Years	Total Current Expenditures	Total Expenditures	GFA Additions	Ending Balance	Project Authorization	Variance favorable (unfavorable)
Capital outlays:							
Secondary schools:							
Bartlett Senior High	\$ --	\$ 1,309,896	\$ 1,309,896	\$ 1,309,896	\$ --	\$ 3,651,360	\$ 2,341,464
Begich Middle School	1	34,621	34,622	34,621	1	52,820	18,198
Benny Benson Secondary	--	19,793	19,793	19,793	--	27,015	7,222
Central Middle School	--	109,647	109,647	109,647	--	780,315	670,668
Chugiak Senior High	2,254	676,094	678,348	676,093	2,255	4,785,670	4,107,322
Clark Middle School	--	--	--	--	--	13,400	13,400
Dimond Senior High	2,100	--	2,100	--	2,100	3,694,691	3,692,591
Eagle River Senior High	15,490	15,369	30,859	15,369	15,490	4,997,572	4,966,713
East Senior High	6,695	4,112,810	4,119,505	4,119,505	--	20,983,231	16,863,726
Goldenview Middle School	537	238,194	238,731	238,193	538	1,791,720	1,552,989
Ernest Gruening Middle School	1	3,486,461	3,486,462	3,490,661	(4,199)	43,476,550	39,990,088
U. S. Hanshew Middle School	3,000	--	3,000	--	3,000	5,172	2,172
Martin Luther King, Jr. Career Center	1,312	1,175,118	1,312	1,175,118	1,312	3,108,407	3,108,407
Jane Mears Middle School	76	2,916,889	2,916,965	2,916,889	76	7,515,028	4,598,063
Mirror Lake Middle School	--	10,479	10,479	10,479	--	1,196,806	1,186,327
Romig Middle School	853	--	853	--	853	53,025	52,172
Save Alternative	--	--	--	--	--	87,805	87,805
Service Senior High	31,555	2,770,600	2,802,155	2,770,600	31,555	6,357,868	3,555,713
South Anchorage Senior High	--	65,632	65,632	65,632	--	292,297	226,665
Steller Alternative	3,994	144,419	148,413	144,419	3,994	454,125	305,712
Wendler Middle School	2,275	1	2,276	--	2,276	175,436	173,160
West Senior High	(8,136)	3,875,452	3,867,316	3,872,117	(4,801)	10,310,673	6,443,357
Whaley Center	947	--	947	--	947	515,514	514,567
Retirement system employer relief	--	72,756	72,756	--	--	--	(72,756)
Total secondary schools	62,954	21,034,231	19,922,067	20,969,032	55,397	114,326,500	94,404,433
Elementary schools:							
Abbott Loop	\$ --	\$ 29,229	\$ 29,229	\$ 29,229	\$ --	\$ 4,049,303	\$ 4,020,074
Airport Heights	1,963	49,989	51,952	49,989	1,963	938,769	886,817
Alpenglow	18,690	34,845	53,535	34,845	18,690	1,602,651	1,549,116
Aquarian Charter	7,666	54,963	62,629	54,963	7,666	6,824,485	6,761,856
Aurora	1	737,561	737,562	737,561	1	1,600,512	862,950
Baxter	2,990	--	2,990	--	2,990	99,478	96,488
Bayshore	37	472,750	472,787	472,750	37	1,323,218	850,431
Bear Valley	--	397,567	397,567	397,567	--	3,844,713	3,447,146
Birchwood	(1,140)	1,567,945	1,566,805	1,567,945	(1,140)	2,272,155	705,350
Willard Bowman	(64)	25,338	25,274	25,338	(64)	606,673	581,399
Campbell	--	20,633	20,633	20,633	--	1,235,736	1,215,103
Chester Valley	--	--	--	--	--	4,091	4,091
Chinook	867	54,608	55,475	54,841	634	811,257	755,782
Chugach Optional	--	--	--	--	--	65,108	65,108
Chugiak	1	33,047	33,048	33,047	1	3,838,878	3,805,830
College Gate	--	34,563	34,563	34,563	--	369,453	334,890
Creekside Park	496	101,514	102,010	101,514	496	456,413	354,403
Denali Replacement	--	63,902	63,902	63,902	--	797,900	733,998
Eagle River	1	1,294,142	1,294,143	1,294,142	1	15,595,418	14,301,275
Fairview	(2,369)	75,418	73,049	73,048	1	1,718,769	1,645,720
Fire Lake	(1)	58,552	58,551	58,552	(1)	908,376	849,825
Girdwood	320	1	321	--	321	662,655	662,334
Gladys Wood	1,700	129,624	131,324	129,624	1,700	353,018	221,694
Government Hill	--	171,673	171,673	171,673	--	6,346,165	6,174,492
Homestead	--	1,777,442	1,777,442	1,777,442	--	8,459,968	6,682,526
Huffman	1,928	19,722	21,650	19,721	1,929	296,399	274,749
Inlet View	--	--	--	--	--	4,390,227	4,390,227
Kasuun	--	261,485	261,485	261,485	--	407,639	146,154

(Continued)

For the Period Ended June 30, 2020

**SCHEDULE OF EXPENDITURES - PROJECT  
 AUTHORIZATION AND ACTUAL (GAAP BASIS) (Continued)**

	Prior Years	Total Current Expenditures	Total Expenditures	GFA Additions	Ending Balance	Project Authorization	Variance favorable (unfavorable)
Kincaid	\$ --	\$ 248,742	\$ 248,742	\$ 248,742	\$ --	\$ 568,489	\$ 319,747
Klatt	1,200	--	1,200	--	1,200	240,560	239,360
Lake Hood	--	2,938	2,938	2,938	--	445,091	442,153
Lake Otis	2,050	63,379	65,429	63,379	2,050	1,308,324	1,242,895
Mt. Iliamna	56,024	--	56,024	--	56,024	56,946	922
Mt. Spurr	(22)	--	(22)	--	(22)	150,383	150,405
Mountain View	456	31,203	31,659	31,203	456	74,174	42,515
Muldoon	--	106,926	106,926	106,926	--	590,288	483,362
North Star	19	1,908,239	1,908,258	1,908,239	19	3,727,128	1,818,870
Northern Lights	--	286,626	286,626	286,626	--	841,648	555,022
Northwood	--	148,349	148,349	148,349	--	952,006	803,657
Nunaka Valley	1,785	121,705	123,490	121,705	1,785	416,111	292,621
Ocean View	411	--	411	--	411	92,959	92,548
O'Malley	336	515,736	516,072	515,736	336	5,312,899	4,796,827
Orion	--	1,715,940	1,715,940	1,715,940	--	5,921,876	4,205,936
Polaris K-12	936	--	936	--	936	445,422	444,486
Ptarmigan	2,000	1,536,625	1,538,625	1,536,625	2,000	2,451,059	912,434
Rabbit Creek	--	19,247	19,247	19,247	--	40,901	21,654
Ravenwood	--	44,094	44,094	44,094	--	79,850	35,756
Rogers Park	--	2,001,827	2,001,827	2,001,827	--	3,612,296	1,610,469
Russian Jack	200	264,602	264,802	264,602	200	600,018	335,216
Sand Lake	(749)	41,733	40,984	41,733	(749)	396,092	355,108
Scenic Park	--	--	--	--	--	91,509	91,509
Spring Hill	--	2,215	2,215	2,215	--	446,420	444,205
Susitna	1	75,924	75,925	75,924	1	440,357	364,432
Taku	100	231,023	231,123	231,023	100	5,786,504	5,555,381
Trailside	623	285,049	285,672	284,989	683	638,548	352,876
Tudor	964	--	964	--	964	548,923	547,959
Turnagain	1	143,303	143,304	143,303	1	314,656	171,352
Ursa Major	--	126,585	126,585	126,585	--	543,770	417,185
Ursa Minor	--	--	--	--	--	(18,053)	(18,053)
William Tyson	--	31,961	31,961	31,961	--	105,496	73,535
Williwaw	3,541	44,094	47,635	44,094	3,541	82,394	34,759
Willow Crest	12,100	2,307,401	2,319,501	2,319,501	--	2,976,174	656,673
Wonder Park	--	1,751	1,751	1,750	1	659,429	657,678
Retirement system employer relief	--	68,634	68,634	--	--	--	(68,634)
Total elementary schools	115,062	19,842,364	19,957,426	19,783,630	105,162	110,820,074	90,862,648
Other capital outlays:							
Administration	\$ --	\$ 8,990	\$ 8,990	\$ 8,990	\$ --	\$ 3,910,571	\$ 3,901,581
District-wide Asbestos/ Life Safety	168,051	--	168,051	293	167,758	179,801	11,750
District-wide Building Life Extension	275,142	85	275,227	4,921	270,306	1,734,105	1,458,878
District-wide Emergency Preparation	--	--	--	--	--	289,166	289,166
District-wide Security Systems	1	42,279	42,280	42,279	1	850,142	807,862
District-wide Federal Impact Aid	--	--	--	--	--	52,696	52,696
District-wide Underground Storage Tank Removal	--	--	--	--	--	3,654	3,654
District-wide Electric/Switch Upgrades	4,146	70,548	74,694	70,548	4,146	5,501,098	5,426,404
District-wide Maintenance Equipment	--	--	--	--	--	11,851	11,851
Data Center	--	--	--	--	--	238	238
District-wide Mechanical Upgrades	47,801	174,720	222,521	174,720	47,801	326,032	103,511
District-wide Roof Replacement	--	--	--	--	--	4,261,185	4,261,185
Facilities/Maintenance	--	--	--	--	--	71	71
Pupil Transportation	--	--	--	--	--	300,152	300,152
Southwest Area Site Acquisition	--	--	--	--	--	2	2
Student Nutrition	594	371,733	372,327	371,731	596	831,849	459,522
Warehouse	--	--	--	--	--	14,913	14,913
Retirement system employer relief	--	2,319	2,319	--	--	--	(2,319)
Total other capital outlays	495,735	670,674	1,166,409	673,482	490,608	18,267,526	17,101,117
Total capital outlays	\$ 673,751	\$ 41,547,269	\$ 41,045,902	\$ 41,426,144	\$ 651,167	\$ 243,414,100	\$ 202,368,198



## **Internal Service Funds**

To account for the financing of goods or services provided by one department to other departments on a cost reimbursement basis.

### **Equipment Replacement Fund**

To account for the management and replacement of the General Fund's equipment and vehicles.

### **Health Insurance Fund**

To account for the support services employees' health insurance plan.

### **Compensated Absences Fund**

To account for employees' earned and used leave.

June 30, 2020  
With Comparative Totals for  
June 30, 2019

## INTERNAL SERVICE FUNDS

## COMBINING STATEMENT OF NET POSITION

	Equipment Replacement	Health Insurance	Compensated Absences	Total Internal Service Funds	
				2020	2019
<b>Assets</b>					
Current Assets:					
Investments	\$ 10,532,153	\$ 11,150,134	\$ 14,267,010	\$ 35,949,297	\$ 30,076,522
Accounts receivable	--	14,882	--	14,882	389,882
Total current assets	10,532,153	11,165,016	14,267,010	35,964,179	30,466,404
Non-current assets:					
Machinery and equipment	34,676,312	--	--	34,676,312	33,846,917
Accumulated depreciation	(25,119,214)	--	--	(25,119,214)	(26,008,858)
Total capital assets (net of accumulated depreciation)	9,557,098	--	--	9,557,098	7,838,059
Total assets	\$ 20,089,251	\$ 11,165,016	\$ 14,267,010	\$ 45,521,277	\$ 38,304,463
<b>Liabilities</b>					
Current liabilities:					
Medical claims and other payables	\$ --	\$ 3,958,755	\$ --	\$ 3,958,755	\$ 4,163,059
Accrued compensated absences	--	--	6,879,517	6,879,517	6,756,771
Total current liabilities	--	3,958,755	6,879,517	10,838,272	10,919,830
Non-current liabilities:					
Accrued compensated absences	--	--	6,478,403	6,478,403	4,780,283
Total non-current liabilities	--	--	6,478,403	6,478,403	4,780,283
Total liabilities	--	3,958,755	13,357,920	17,316,675	15,700,113
<b>Net Position</b>					
Investment in capital assets	9,557,098	--	--	9,557,098	7,838,059
Unrestricted	10,532,153	7,206,261	909,090	18,647,504	14,766,291
Total net position	\$ 20,089,251	\$ 7,206,261	\$ 909,090	\$ 28,204,602	\$ 22,604,350

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

## INTERNAL SERVICE FUNDS

STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION

	Equipment Replacement	Health Insurance	Compensated Absences	Total Internal Service Funds	
				2020	2019
Operating revenues:					
Charges for services	\$ 1,735,633	\$ --	\$ --	\$ 1,735,633	\$ 1,736,974
Charges for health insurance services	--	36,593,460	--	36,593,460	36,630,712
Charges for accrued compensated absences	--	--	16,290,594	16,290,594	15,620,842
Total operating revenues	<u>1,735,633</u>	<u>36,593,460</u>	<u>16,290,594</u>	<u>54,619,687</u>	<u>53,988,528</u>
Operating expenses:					
Depreciation	1,735,633	--	--	1,735,633	1,736,974
Costs of services	--	2,401,469	--	2,401,469	2,426,527
Medical plan administration	--	2,361,882	--	2,361,882	2,678,573
Medical claims	--	28,499,175	--	28,499,175	29,469,442
Compensated absences expense	--	--	16,471,259	16,471,259	15,705,834
Total operating expenses	<u>1,735,633</u>	<u>33,262,526</u>	<u>16,471,259</u>	<u>51,469,418</u>	<u>52,017,350</u>
Operating gain (loss)	<u>--</u>	<u>3,330,934</u>	<u>(180,665)</u>	<u>3,150,269</u>	<u>1,971,178</u>
Non-operating revenues:					
Gain (loss) on sale of capital assets	(53,165)	--	--	(53,165)	29,830
Investment income	<u>297,413</u>	<u>267,204</u>	<u>470,813</u>	<u>1,035,430</u>	<u>1,367,459</u>
Total non-operating revenues	<u>244,248</u>	<u>267,204</u>	<u>470,813</u>	<u>982,265</u>	<u>1,397,289</u>
Total income (loss) before capital contributions and transfers	<u>244,248</u>	<u>3,598,138</u>	<u>290,148</u>	<u>4,132,534</u>	<u>3,368,467</u>
Capital contributions and transfers	<u>1,467,718</u>	<u>--</u>	<u>--</u>	<u>1,467,718</u>	<u>501,330</u>
Total capital contributions and transfers	<u>1,467,718</u>	<u>--</u>	<u>--</u>	<u>1,467,718</u>	<u>501,330</u>
Changes in net position	1,711,966	3,598,138	290,148	5,600,252	3,869,797
Net position at beginning of year	<u>18,377,285</u>	<u>3,608,123</u>	<u>618,942</u>	<u>22,604,350</u>	<u>18,734,553</u>
Net position at end of year	<u>\$ 20,089,251</u>	<u>\$ 7,206,261</u>	<u>\$ 909,090</u>	<u>\$ 28,204,602</u>	<u>\$ 22,604,350</u>

For the Year Ended June 30, 2020  
With Comparative Totals  
For the Year Ended June 30, 2019

## INTERNAL SERVICE FUNDS

## STATEMENT OF CASH FLOWS

	Equipment Replacement	Health Insurance	Compensated Absences	Total Internal Service Funds	
				2020	2019
Cash flows from operating activities:					
Receipts from interfund activities	\$ 1,735,633	\$ 36,593,460	\$ 16,290,594	\$ 54,619,687	\$ 53,988,528
Payments for interfund services used	--	--	(14,650,394)	(14,650,394)	(16,236,598)
Payments for medical claims and other health insurance activity	--	(33,091,831)	--	(33,091,831)	(35,923,242)
Net cash flows provided by operating activities	<u>1,735,633</u>	<u>3,501,629</u>	<u>1,640,200</u>	<u>6,877,462</u>	<u>1,828,688</u>
Cash flows from capital and related financing activities:					
Acquisition of capital assets	(2,067,050)	--	--	(2,067,050)	(914,152)
Sale of capital assets	26,931	--	--	26,931	35,377
Net cash used in capital and financing activities	<u>(2,040,119)</u>	<u>--</u>	<u>--</u>	<u>(2,040,119)</u>	<u>(878,775)</u>
Cash flows from investing activities:					
Sales (Purchases) of investments	7,073	(3,768,833)	(2,111,015)	(5,872,775)	(2,317,372)
Interest earnings received	297,413	267,204	470,815	1,035,432	1,367,459
Net cash used in investing activities	<u>304,486</u>	<u>(3,501,629)</u>	<u>(1,640,200)</u>	<u>(4,837,343)</u>	<u>(949,913)</u>
Net increase in cash	--	--	--	--	--
Cash at beginning of year	--	--	--	--	--
Cash at end of year	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>
Reconciliation of operating income to net cash provided (used) by operating activities:					
Operating gain (loss)	\$ --	\$ 3,330,934	\$ (180,665)	\$ 3,150,269	\$ 1,971,178
Adjustments to reconcile operating income to net cash provided (used) by operating activities					
Depreciation expense	1,735,633	--	--	1,735,633	1,736,974
Change in assets and liabilities					
Receivables, net	--	375,000	--	375,000	100
Accounts and other payables	--	(204,305)	1,820,865	1,616,560	(1,879,564)
Net cash provided by operating activities	<u>\$ 1,735,633</u>	<u>\$ 3,501,629</u>	<u>\$ 1,640,200</u>	<u>\$ 6,877,462</u>	<u>\$ 1,828,688</u>
Non-cash investing, capital and financing activities:					
Contributed capital and equipment	<u>\$ 1,467,718</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 1,467,718</u>	<u>\$ 501,330</u>

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# Statistical Section

**FINANCIAL TRENDS**

**These schedules contain trend information to help understand how our financial performance and well-being have changed over time.**

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For the Last Ten Years

## STATEMENT OF NET POSITION (1)(2)

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**Net Position**


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**Restricted for**


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Fiscal Year	Net Investment in Capital Assets	Debt Service	Authorized Construction Net of Authorized	Bond Rating	Federal Impact Aid 8003(d)
2010-2011	\$ 506,570,859	\$ 2,136,337	\$ 11,549,306	\$ 19,484,331	\$ 418,417
2011-2012	538,847,164	1,709,552	--	23,877,539	449,596
2012-2013	575,380,172	2,179,593	--	23,550,356	612,805
2013-2014	612,993,191	2,733,186	--	23,957,642	541,753
2014-2015	658,250,945	3,019,088	--	23,941,097	358,295
2015-2016	697,497,685	4,020,159	--	24,600,326	188,857
2016-2017	717,402,083	--	--	24,861,158	814,852
2017-2018	727,508,283	1,401,974	--	24,575,544	831,805
2018-2019	746,131,494	3,958,143	--	24,886,732	287,116
2019-2020	767,614,653	230,869	--	25,588,060	303,098

---

**Restricted for**


---

Fiscal Year	Pupil Transportation	Student Activities	Student Allotment	Unrestricted	Total
2010-2011	\$ --	\$ --	\$ --	\$ 105,531,288	\$ 645,690,538
2011-2012	--	--	--	111,161,682	676,045,533
2012-2013	--	--	--	112,234,090	713,957,016
2013-2014	--	--	--	110,698,187	750,923,959
2014-2015	--	--	--	(140,201,596)	545,367,829
2015-2016	--	--	--	(236,765,876)	489,541,151
2016-2017	--	--	--	(361,859,661)	381,218,432
2017-2018	--	--	--	(400,529,509)	353,788,097
2018-2019	--	--	--	(370,031,589)	405,231,896
2019-2020	1,642,043	4,235,948	1,033,601	(277,662,957)	522,985,315

## Notes:

- (1) GASB 54 implementation began in Fiscal Year 2010 - 2011.
- (2) GASB 68 implementation began in Fiscal Year 2014 - 2015.

For the Last Ten Years

## STATEMENT OF ACTIVITIES AND CHANGE IN NET POSITION

	2011	As Restated 2012	2013	As Restated 2014	2015
<b>Program Expenses</b>					
District-wide activities:					
General administration	\$ 24,167,797	\$ 29,412,334	\$ 31,000,400	\$ 27,427,601	\$ 29,622,367
Instruction	619,040,263	619,727,202	644,094,670	647,413,175	722,027,966
Pupil transportation	20,304,159	21,785,259	22,386,537	22,871,359	22,286,749
Operation and maintenance of plant	77,188,087	77,789,469	77,234,635	74,581,580	76,267,079
Community services	521,657	3,556,333	3,508,691	3,619,453	483,365
Food services	19,026,380	19,207,955	19,977,813	21,551,586	23,430,716
Interest expense	33,201,590	29,829,001	23,475,990	25,679,718	24,877,042
Total district-wide expenses	<u>793,449,933</u>	<u>801,307,553</u>	<u>821,678,736</u>	<u>823,144,472</u>	<u>898,995,284</u>
<b>Program Revenues</b>					
District-wide activities:					
Charges for services					
General administration	4,531	6,008	194,817	833,089	1,242
Instruction	4,004,871	1,984,242	2,632,871	1,635,123	1,884,066
Pupil transportation	--	--	--	--	--
Operation and maintenance of plant	--	--	--	--	--
Community services	770,435	734,693	830,974	--	676,985
Food services	3,902,383	3,354,879	2,744,845	2,425,156	2,246,794
Operating grants and contributions					
General administration	134,560	227,555	529,468	1,810,346	5,133,520
Instruction	161,861,300	165,895,621	171,614,178	170,720,668	239,705,331
Pupil transportation	19,796,188	21,169,073	21,722,271	22,477,906	22,621,368
Operation and maintenance of plant	1,948,927	2,304,852	2,473,163	5,373,291	3,737,885
Community services	9,496	14,961	1,875	33,865	19,199
Food services	13,795,005	14,751,122	16,987,806	16,645,062	20,178,890
Capital grants and contributions					
Instruction	46,117,714	45,937,003	52,622,060	56,815,015	72,187,560
Total district-wide revenues	<u>252,345,410</u>	<u>256,380,009</u>	<u>272,354,328</u>	<u>278,769,521</u>	<u>368,392,840</u>
<b>Net expense</b>					
District-wide activities	<u>(541,104,523)</u>	<u>(544,927,544)</u>	<u>(549,324,408)</u>	<u>(544,374,951)</u>	<u>(530,602,444)</u>
<b>General Revenues and Other Changes in Net Position</b>					
Unrestricted:					
Appropriation from					
Municipality of Anchorage	234,759,972	237,587,445	232,606,002	233,284,280	239,576,423
Investment income	2,376,959	1,446,162	1,107,327	1,059,852	1,147,782
Public School Funding Program	310,300,774	311,645,866	325,447,016	318,661,242	327,797,266
Federal Impact Aid	23,992,347	20,166,071	20,449,408	18,251,918	22,116,652
Proceeds from sale of assets	--	--	--	--	--
Other	1,188,572	8,009,165	7,626,118	10,084,602	13,587,963
Total general revenues	<u>572,618,624</u>	<u>578,854,709</u>	<u>587,235,871</u>	<u>581,341,894</u>	<u>604,226,086</u>
Change in net position	31,514,101	33,927,165	37,911,463	36,966,943	73,623,642
Net position at beginning of year	614,176,437	642,118,388	676,045,553	434,777,244	471,744,187
Net position at end of the year	<u>\$ 645,690,538</u>	<u>\$ 676,045,553</u>	<u>\$ 713,957,016</u>	<u>\$ 471,744,187</u>	<u>\$ 545,367,829</u>

For the Last Ten Years

## STATEMENT OF ACTIVITIES AND CHANGE IN NET POSITION

	2016	2017	As Restated 2018	2019	2020
<b>Program Expenses</b>					
District-wide activities:					
General administration	\$ 37,543,112	\$ 33,833,671	\$ 26,270,521	\$ 29,310,609	\$ 30,165,956
Instruction	685,215,939	707,221,741	578,830,520	550,766,606	510,526,557
Pupil transportation	24,381,461	25,948,005	23,514,207	23,967,107	23,119,792
Operation and maintenance of plant	85,314,793	87,007,105	71,737,781	82,658,674	72,598,167
Community services	617,598	626,343	408,963	420,976	502,584
Food services	25,655,586	26,614,714	22,332,988	22,372,152	21,168,607
Interest expense	24,037,648	23,204,597	20,309,819	18,960,992	17,031,205
Total district-wide expenses	<u>882,766,137</u>	<u>904,456,176</u>	<u>743,404,799</u>	<u>728,457,116</u>	<u>675,112,868</u>
<b>Program Revenues</b>					
District-wide activities:					
Charges for services					
General administration	3,691	988	242	5,227	269
Instruction	3,457,729	4,566,505	4,777,768	5,364,455	5,082,393
Pupil transportation	--	--	--	--	7,713
Operation and maintenance of plant	--	--	--	--	--
Community services	714,073	753,599	646,485	728,250	555,424
Food services	2,111,325	2,159,525	2,042,496	2,172,926	1,713,979
Operating grants and contributions					
General administration	1,438,059	606,472	818,348	374,400	1,513,422
Instruction	120,725,921	106,571,644	94,580,682	75,820,699	85,790,859
Pupil transportation	23,110,415	20,994,722	22,443,644	21,846,125	21,908,905
Operation and maintenance of plant	3,571,590	2,087,922	5,286,020	1,529,583	3,095,762
Community services	22,849	9,071	11,395	6,088	42,335
Food services	19,782,765	21,704,539	21,874,531	20,635,209	19,387,265
Capital grants and contributions					
Instruction	57,757,752	36,798,741	44,295,140	43,831,109	20,264,427
Total district-wide revenues	<u>232,696,169</u>	<u>196,253,728</u>	<u>196,776,751</u>	<u>172,314,071</u>	<u>159,362,753</u>
<b>Net expenses</b>					
District-wide activities	<u>(650,069,968)</u>	<u>(708,202,448)</u>	<u>(546,628,048)</u>	<u>(556,143,045)</u>	<u>(515,750,115)</u>
<b>General Revenues and Other Changes in Net Position</b>					
Unrestricted:					
Appropriation from					
Municipality of Anchorage	239,410,965	246,003,265	248,611,584	245,575,446	265,408,426
Investment income	1,602,140	1,976,485	2,592,213	3,677,500	2,667,223
Public School Funding Program	329,831,634	330,187,510	326,734,512	326,288,682	331,268,595
Federal Impact Aid	20,337,273	19,780,064	18,406,484	21,354,961	16,165,190
Proceeds from sale of assets	--	--	22,755	65,053	31,930
Other	3,061,278	1,932,405	(961,613)	10,625,202	17,962,170
Total general revenues	<u>594,243,290</u>	<u>599,879,729</u>	<u>595,405,935</u>	<u>607,586,844</u>	<u>633,503,534</u>
Change in net position	<u>(55,826,678)</u>	<u>(108,322,719)</u>	<u>48,777,887</u>	<u>51,443,799</u>	<u>117,753,419</u>
Net position at beginning of year	<u>545,367,829</u>	<u>489,541,151</u>	<u>305,010,210</u>	<u>353,788,097</u>	<u>405,231,896</u>
Net position at end of the year	<u>\$ 489,541,151</u>	<u>\$ 381,218,432</u>	<u>\$ 353,788,097</u>	<u>\$ 405,231,896</u>	<u>\$ 522,985,315</u>

For the Last Ten Years

**FUND BALANCE, GOVERNMENTAL FUNDS (1)(2)**

	2011	2012	As Restated 2013	2014	2015
General Fund					
Fund balances:					
Non-spendable	\$ 10,812,950	\$ 12,758,325	\$ 11,376,474	\$ 5,499,745	\$ 3,382,756
Restricted	19,902,748	24,327,135	24,163,161	24,499,395	24,299,392
Committed	13,879,315	11,888,710	1,451,148	5,276,897	10,046,919
Assigned	60,074,795	57,171,842	61,448,020	48,598,520	73,157,731
Unassigned	24,798,698	23,677,394	22,779,338	38,752,839	30,517,600
Total General Fund	<u>\$ 129,468,506</u>	<u>\$ 129,823,406</u>	<u>\$ 121,218,141</u>	<u>\$ 122,627,396</u>	<u>\$ 141,404,398</u>
All Other Governmental Funds					
Fund balances:					
Non-spendable	\$ 763,583	\$ 1,118,708	\$ 1,485,278	\$ 1,271,700	\$ 983,304
Restricted	13,685,643	1,709,552	2,179,593	2,733,186	3,019,088
Committed	10,919,017	14,556,862	11,932,590	25,467,438	39,895,743
Assigned	6,967,027	5,706,555	4,993,340	5,033,401	5,564,316
Unassigned	(13,463)	(48,001)	(9,559)	(1,689,985)	(17,852)
Total all other government funds	<u>\$ 32,321,807</u>	<u>\$ 23,043,676</u>	<u>\$ 20,581,242</u>	<u>\$ 32,815,740</u>	<u>\$ 49,444,599</u>

## Notes:

- (1) Fund balances have been restated to conform to GASB 54 for fiscal year 2010 and prior.
- (2) Fund balances for fiscal year 2013 have been restated to reflect change in accounting treatment for compensated absences.

For the Last Ten Years

**FUND BALANCE, GOVERNMENTAL FUNDS (1)(2)**

	2016	2017	2018	2019	2020
General Fund					
Fund balances:					
Non-spendable	\$ 3,667,859	\$ 2,392,260	\$ 3,473,702	\$ 4,673,997	\$ 4,428,840
Restricted	24,789,183	25,676,010	25,407,349	25,173,848	26,924,759
Committed	12,519,248	3,843,138	517,116	5,626,542	9,835,473
Assigned	58,828,775	53,013,097	56,282,602	61,839,597	61,703,771
Unassigned	29,490,600	31,450,228	31,051,802	23,894,352	30,097,633
Total General Fund	<u>\$ 129,295,665</u>	<u>\$ 116,374,733</u>	<u>\$ 116,732,571</u>	<u>\$ 121,208,336</u>	<u>\$ 132,990,476</u>
All Other Governmental Funds					
Fund balances:					
Non-spendable	\$ 1,236,827	\$ 1,712,458	\$ 1,640,639	\$ 1,634,605	\$ 2,466,957
Restricted	4,020,159	--	1,401,974	3,958,143	6,108,860
Committed	55,633,395	25,890,237	23,430,473	--	400,000
Assigned	6,331,234	5,525,727	6,152,479	6,140,189	1,707,511
Unassigned	(673,425)	(830,839)	(394,737)	(5,141,295)	(3,330,077)
Total all other government funds	<u>\$ 66,548,190</u>	<u>\$ 32,297,583</u>	<u>\$ 32,230,828</u>	<u>\$ 6,591,642</u>	<u>\$ 7,353,251</u>

## Notes:

- (1) Fund balances have been restated to conform to GASB 54 for fiscal year 2010 and prior.
- (2) Fund balances for fiscal year 2013 have been restated to reflect change in accounting treatment for compensated absences.

For the Last Ten Years

**STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND  
BALANCES - GOVERNMENTAL FUNDS (1)**

	2011	2012	2013	2014	2015
<b>Revenues:</b>					
Local sources	\$ 253,899,166	\$ 256,897,674	\$ 247,981,607	\$ 250,705,339	\$ 255,957,061
State sources	452,943,504	483,049,363	532,696,627	532,700,403	1,161,304,333
Federal sources	115,379,897	94,387,908	77,455,493	76,231,876	84,173,052
<b>Total revenues</b>	<b>822,222,567</b>	<b>834,334,945</b>	<b>858,133,727</b>	<b>859,637,618</b>	<b>1,501,434,446</b>
<b>Expenditures:</b>					
<b>Current:</b>					
General administration	23,180,257	28,638,280	30,119,251	26,964,679	35,074,968
Instruction	579,025,698	587,388,122	606,408,747	606,791,232	1,196,021,148
Pupil transportation	20,239,375	22,277,229	22,809,852	22,931,732	24,310,030
Operation and maintenance of plant	76,933,872	77,442,084	76,873,647	74,658,873	85,422,847
Community services	508,686	3,440,259	3,507,066	3,628,420	576,814
Food services	18,017,232	18,615,420	19,502,420	21,297,939	25,694,692
<b>Debt service:</b>					
Refunding bond issuance cost	--	--	69,405	--	80,973
Bond principal	52,475,000	54,875,000	55,425,000	57,340,000	59,290,000
Bond interest	35,001,212	31,722,282	29,504,017	27,354,466	27,385,338
Capital lease principal	--	--	--	--	--
Capital lease interest	--	--	--	--	--
Fiscal agent fees	9,708	9,403	9,330	8,950	6,547
Bond issuance cost	174,096	16,213	32,522	180,923	126,566
Capital outlays	23,711,546	16,345,054	30,083,083	48,043,764	81,556,784
<b>Total expenditures</b>	<b>829,276,682</b>	<b>840,769,346</b>	<b>874,344,340</b>	<b>889,200,978</b>	<b>1,535,546,707</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(7,054,115)</b>	<b>(6,434,401)</b>	<b>(16,210,613)</b>	<b>(29,563,360)</b>	<b>(34,112,261)</b>
<b>Other financing sources (uses):</b>					
Proceeds from sale of property and equipment	10,360	--	4,892	16,561	28,563
Issuance of capital lease	--	--	--	--	--
Issuance of general obligation bonds	4,940,000	--	14,425,000	39,345,000	59,075,000
Premium on issuance of general obligation bonds	97,062	--	1,115,112	3,845,552	11,056,199
Issuance of refunding bonds	28,310,000	--	24,080,000	--	37,150,000
Premium on issuance of refunding bonds	2,305,196	--	1,139,945	--	5,966,834
Payment to refunded bond escrow agent	(30,455,857)	--	(25,150,540)	--	(43,030,625)
Transfers in	9,031,500	6,095	7,613	2,392,810	2,289,924
Transfers out	(9,407,110)	(2,494,925)	(7,613)	(2,392,810)	(3,017,773)
<b>Total other financing sources (uses)</b>	<b>4,831,151</b>	<b>(2,488,830)</b>	<b>15,614,409</b>	<b>43,207,113</b>	<b>69,518,122</b>
<b>Net change in fund balances</b>	<b>\$ (2,222,964)</b>	<b>\$ (8,923,231)</b>	<b>\$ (596,204)</b>	<b>\$ 13,643,753</b>	<b>\$ 35,405,861</b>
 <b>Debt service as a percentage of noncapital expenditures</b>	 <b>10.9%</b>	 <b>10.5%</b>	 <b>10.1%</b>	 <b>10.1%</b>	 <b>6.0%</b>

**Notes:**

(1) Includes General, Special Revenue, Debt Service, and Capital Projects; excludes Internal Service Funds.

For the Last Ten Years

**STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND  
BALANCES - GOVERNMENTAL FUNDS (1)**

	2016	2017	2018	2019	2020
<b>Revenues:</b>					
Local sources	\$ 257,354,099	\$ 262,307,289	\$ 265,707,049	\$ 263,701,697	\$ 279,221,376
State sources	463,331,161	434,632,230	434,558,070	449,958,677	441,861,759
Federal sources	79,122,705	85,202,564	85,838,180	89,512,658	83,109,564
<b>Total revenues</b>	<b>799,807,965</b>	<b>782,142,083</b>	<b>786,103,299</b>	<b>803,173,032</b>	<b>804,192,699</b>
<b>Expenditures:</b>					
<b>Current:</b>					
General administration	29,325,141	27,101,599	36,044,730	30,136,582	31,998,860
Instruction	550,759,560	557,021,305	541,763,662	551,680,685	557,580,696
Pupil transportation	31,716,984	23,704,287	23,831,655	25,699,733	23,965,783
Operation and maintenance of plant	73,450,427	77,544,041	77,108,843	85,234,081	78,401,977
Community services	487,637	481,496	462,202	497,462	866,720
Food services	22,109,248	23,679,018	23,515,710	22,649,668	22,040,099
<b>Debt service:</b>					
Refunding bond issuance cost	149,156	131,362	141,879	--	33,767
Bond principal	58,940,000	56,445,000	56,500,000	55,080,000	55,745,000
Bond interest	25,649,885	26,374,289	24,758,330	22,057,954	21,117,826
Capital lease principal	--	--	--	85,977	194,719
Capital lease interest	--	--	--	39,663	82,114
Fiscal agent fees	4,425	3,050	2,900	1,950	1,950
Bond issuance cost	127,181	63,281	89,460	--	110,572
Capital outlays	78,840,171	58,874,536	41,849,624	33,278,822	41,547,269
<b>Total expenditures</b>	<b>871,559,815</b>	<b>851,423,264</b>	<b>826,068,995</b>	<b>826,442,577</b>	<b>833,687,352</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(71,751,850)</b>	<b>(69,281,181)</b>	<b>(39,965,696)</b>	<b>(23,269,545)</b>	<b>(29,494,653)</b>
<b>Other financing sources (uses):</b>					
Proceeds from sale of property and equipment	30,822	201,680	13,310	29,676	4,999
Issuance of capital lease	--	--	-	2,076,448	876,560
Issuance of general obligation bonds	69,038,445	20,270,000	35,660,000	--	35,610,000
Premium on issuance of general obligation bonds	10,523,110	1,999,723	4,434,243	--	5,510,275
Issuance of refunding bonds	81,040,000	41,960,000	57,020,000	--	10,295,000
Premium on issuance of refunding bonds	13,189,654	4,497,070	4,815,851	--	1,476,540
Payment to refunded bond escrow agent	(94,075,323)	(46,316,633)	(61,686,625)	--	(11,734,972)
Transfers in	13,136,125	9,043,823	3,883,521	4,250,855	4,031,125
Transfers out	(16,136,125)	(9,546,021)	(3,883,521)	(4,250,855)	(4,031,125)
<b>Total other financing sources (uses)</b>	<b>76,746,708</b>	<b>22,109,642</b>	<b>40,256,779</b>	<b>2,106,124</b>	<b>42,038,402</b>
<b>Net change in fund balances</b>	<b>\$ 4,994,858</b>	<b>\$ (47,171,539)</b>	<b>\$ 291,083</b>	<b>\$ (21,163,421)</b>	<b>\$ 12,543,749</b>
<b>Debt service as a percentage of non-capital expenditures</b>	<b>10.7%</b>	<b>10.5%</b>	<b>10.4%</b>	<b>9.7%</b>	<b>9.7%</b>

**Notes:**

(1) Includes General, Special Revenue, Debt Service, and Capital Projects; excludes Internal Service Funds.

Last Ten Years

**GOVERNMENT-WIDE  
EXPENSES BY FUNCTION**

Fiscal Year	General Administration (1)	Instruction (1)	Pupil Transportation	Operation and Maintenance of Plant (1)	Community Services	Food Services (1)	Interest Expense (2)	Total
2010-2011	\$ 24,167,797	\$ 619,040,263	\$ 20,304,159	\$ 77,188,087	\$ 521,657	\$ 19,026,380	\$ 33,201,590	\$ 793,449,933
2011-2012	29,412,334	619,727,202	21,785,259	77,789,469	3,556,333	19,207,955	29,829,001	801,307,553
2012-2013	31,000,400	644,094,670	22,386,537	77,234,635	3,508,691	19,977,813	23,475,990	821,678,736
2013-2014	27,427,601	647,413,175	22,871,359	74,581,580	3,619,453	21,551,586	25,679,718	823,144,472
2014-2015	29,622,367	722,027,966	22,286,749	76,267,079	483,365	23,430,716	24,877,042	898,995,284
2015-2016	37,543,112	685,215,939	24,381,461	85,314,793	617,598	25,655,586	24,037,648	882,766,137
2016-2017	33,833,671	707,221,741	25,948,005	87,007,105	626,343	26,614,714	23,204,597	904,456,176
2017-2018	26,270,521	578,830,520	23,514,207	71,737,781	408,963	22,332,988	20,309,819	743,404,799
2018-2019	29,310,609	550,766,606	23,967,107	82,658,674	420,976	22,372,152	18,960,992	728,457,116
2019-2020	30,165,956	510,526,557	23,119,792	72,598,167	502,584	21,168,607	17,031,205	675,112,868

## Notes:

(1) Includes loss on disposal of capital assets, as follows:

(2) Interest expense has been restated per GASB 65.

## Loss on Disposal of Capital Assets

Fiscal Year	General Administration	Instruction	Pupil Transportation	Operation and Maintenance of Plant	Community Services	Food Services	Interest Expense	Total
2010-2011	\$ --	\$ 8,524,769	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 8,524,769
2011-2012	--	5,526,884	--	--	--	--	--	5,526,884
2012-2013	--	1,260,294	--	--	--	--	--	1,260,294
2013-2014	--	4,511,350	--	--	--	51,856	--	4,563,206
2014-2015	14,081	4,318,154	--	5,148	--	--	--	4,337,383
2015-2016	--	288,320	--	--	--	1,283	--	289,603
2016-2017	--	2,582,393	--	--	--	--	--	2,582,393
2017-2018	--	11,661,650	--	--	--	--	--	11,661,650
2018-2019	--	3,785,790	--	--	--	105,348	--	3,891,138
2019-2020	--	515,980	--	5,290	--	--	--	521,270

Last Ten Years

**GOVERNMENT-WIDE  
REVENUES BY TYPE**

Program Revenues						
Fiscal Year	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total		
2010-2011	\$ 8,682,220	\$ 197,545,476	\$ 46,117,714	\$ 252,345,410		
2011-2012	6,079,822	204,363,184	45,937,003	256,380,009		
2012-2013	6,403,507	213,328,761	52,622,060	272,354,328		
2013-2014	4,893,368	213,075,640	60,800,513	278,769,521		
2014-2015	4,809,087	291,396,193	72,187,560	368,392,840		
2015-2016	6,286,818	168,651,599	57,757,752	232,696,169		
2016-2017	7,480,617	151,974,370	36,798,741	196,253,728		
2017-2018	7,466,991	145,014,620	44,295,140	196,776,751		
2018-2019	8,270,858	120,212,104	43,831,109	172,314,071		
2019-2020	7,359,778	131,738,548	20,264,427	159,362,753		
General Revenues						
Fiscal Year	Appropriation from Municipality of Anchorage	Investment Income	Public School Funding Program	Federal Impact Aid	Other	Total
2010-2011	\$ 234,759,972	\$ 2,376,959	\$ 310,300,774	\$ 23,992,347	\$ 1,188,572	\$ 572,618,624
2011-2012	237,587,445	1,446,162	311,645,866	20,166,071	8,009,165	578,854,709
2012-2013	232,606,002	1,107,327	325,447,016	20,449,408	7,626,118	587,235,871
2013-2014	233,284,280	1,059,852	318,661,242	18,251,918	10,084,602	581,341,894
2014-2015	239,576,423	1,147,782	327,797,266	22,116,652	13,587,963	604,226,086
2015-2016	239,410,965	1,602,140	329,831,634	20,337,273	3,061,278	594,243,290
2016-2017	246,003,265	1,976,485	330,187,510	19,780,064	1,932,405	599,879,729
2017-2018	248,611,584	2,592,213	326,734,512	18,406,484	(938,858)	595,405,935
2018-2019	245,575,446	3,677,500	326,288,682	21,354,961	10,690,255	607,586,844
2019-2020	265,408,426	2,667,223	331,268,595	16,165,190	17,994,100	633,503,534

**GENERAL EXPENDITURES  
BY FUNCTION (1)**

For the Last Ten Years

Fiscal Year	General Administration	Instruction	Pupil Transportation	Operation and Maintenance of Plant	Community Services	Food Services	Debt Service	Total (2)
2010-2011	\$ 23,180,257	\$ 579,025,698	\$ 20,239,375	\$ 76,933,872	\$ 508,686	\$ 18,017,232	\$ 87,645,259	\$ 805,550,379
2011-2012	28,638,280	587,388,122	22,277,229	77,442,084	3,440,259	18,615,420	86,606,685	824,408,079
2012-2013	30,119,251	606,408,747	22,809,852	76,873,647	3,507,066	19,502,420	85,007,752	844,228,735
2013-2014	26,964,679	606,791,232	22,931,732	74,658,873	3,628,420	21,297,939	84,703,416	840,976,291
2014-2015	35,074,968	1,196,021,148	24,310,030	85,422,847	576,814	25,694,692	86,762,858	1,453,863,357
2015-2016	29,325,141	550,759,560	31,716,984	73,450,427	487,637	22,109,248	84,743,466	792,592,463
2016-2017	27,101,599	557,021,305	23,704,287	77,544,041	481,496	23,679,018	82,953,701	792,485,447
2017-2018	36,044,730	541,763,662	23,831,655	77,108,843	462,202	23,515,710	81,403,109	784,129,911
2018-2019	36,435,365	545,381,902	25,699,733	85,234,081	497,462	22,649,668	77,265,544	793,163,755
2019-2020	31,998,860	557,580,696	23,965,783	78,401,977	866,720	22,040,099	77,175,376	792,029,511

## Notes:

- (1) Includes General, Special Revenue, and Debt Service Funds: excludes Capital Projects Fund.  
(2) For comparative analysis transfers have not been included.

## GENERAL REVENUES BY SOURCE (1)

<u>Fiscal Year</u>	<u>Local Sources</u>	<u>State Sources</u>	<u>Federal Sources</u>	<u>Total (2)</u>
2010-2011	\$ 254,313,179	\$ 450,344,820	\$ 113,428,143	\$ 818,086,142
2011-2012	255,891,995	478,489,890	91,487,261	825,869,146
2012-2013	247,956,503	520,748,415	77,065,389	845,770,307
2013-2014	250,591,677	516,226,642	76,062,447	842,880,766
2014-2015	255,888,014	1,135,684,301	83,507,289	1,475,079,604
2015-2016	257,164,849	452,093,994	79,077,289	788,336,132
2016-2017	262,159,779	432,069,396	84,772,940	779,002,115
2017-2018	265,597,053	433,715,044	85,784,866	785,096,963
2018-2019	263,487,649	448,461,418	89,068,952	801,018,019
2019-2020	279,007,933	441,447,492	82,680,646	803,136,071

## Notes:

- (1) Includes General, Special Revenue, and Debt Service Funds: excludes Capital Projects Fund.  
(2) For comparative analysis transfers and lapsing prior year encumbrances have not been included.

For the Last Ten Years

**ASSESSED AND ACTUAL VALUE  
OF TAXABLE PROPERTY (1)**

Fiscal Year	Real			Personal Property	Total Taxable Assessed Value	Areawide Tax Rate (mils)
	Residential Property	Commercial Property	Total Real			
2010	\$ 19,538,749,838	\$ 8,982,605,974	\$ 28,521,355,812	\$ 2,942,321,080	\$ 31,463,676,892	7.89
2011	19,734,533,714	9,095,615,110	28,830,148,824	2,766,391,727	31,596,540,551	7.61
2012	19,617,776,607	9,152,490,728	28,770,267,335	2,944,070,041	31,714,746,885	7.28
2013	19,844,447,084	9,394,322,157	29,238,769,241	3,089,891,708	32,328,660,949	6.92
2014	20,727,659,820	9,726,237,558	30,453,897,378	3,218,472,804	33,672,370,182	6.71
2015	21,626,494,295	10,109,822,456	31,736,316,751	3,302,128,224	35,038,444,975	6.70
2016	22,391,683,088	10,429,674,591	32,821,357,679	3,134,642,589	35,956,000,268	6.88
2017	22,364,925,134	10,515,742,451	32,880,667,585	2,951,726,961	35,832,294,546	7.32
2018	20,835,797,232	10,519,698,864	31,355,496,096	2,879,198,051	34,234,694,147	7.33
2019	21,158,079,254	10,610,759,196	31,768,838,450	2,895,064,838	34,663,903,288	7.34

## Notes:

(1) Information furnished by the Municipality of Anchorage which reports on a fiscal year ending December 31.

For the Last Ten Years

**PROPERTY TAX RATES AND TAX LEVIES  
DIRECT AND OVERLAPPING GOVERNMENTS  
SERVICE FUNDS (1)**

	TAX RATES (IN MILLS)									
	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Area Wide:										
Municipality of Anchorage	0.45	0.09	(0.29)	(0.43)	(0.35)	(0.14)	0.15	0.40	0.10	0.18
Anchorage School District	7.44	7.52	7.57	7.35	7.06	6.84	6.73	6.92	7.23	7.16
Property Tax Credit	--	--	--	--	--	--	--	--	--	--
Total Areawide	7.89	7.61	7.28	6.92	6.71	6.70	6.88	7.32	7.33	7.34
Chugiak Service Area	0.96	0.97	1.00	1.00	0.95	1.00	1.00	1.00	1.00	1.00
Glen Alps Service Area	2.75	2.75	2.75	2.75	2.75	2.75	2.75	2.75	2.75	2.75
Girdwood Service Area	3.87	3.68	4.14	4.29	3.97	4.08	4.70	5.00	5.40	5.33
Anchorage Fire Service Area	1.83	2.09	2.13	2.21	2.44	2.22	2.21	2.38	2.39	2.32
Roads & Drainage Service Area	2.13	2.46	2.78	2.60	2.36	2.31	2.43	2.22	2.66	2.61
Limited Road Service Areas	1.33	1.33	1.31	1.29	1.29	1.30	1.30	1.27	1.3	1.3
Anchorage Police Service Area	2.67	2.70	2.76	3.23	2.95	2.93	2.82	3.21	3.37	3.43
Parks & Recreation Service Area	0.66	0.62	0.62	0.60	0.59	0.54	0.55	0.53	0.65	0.66
Chugiak/Eagle River Recreational Facilities Service Area	0.91	0.90	1.00	0.95	0.97	1.03	0.98	1.01	0.97	1.05

## Notes:

(1) Information furnished by the Municipality of Anchorage which reports on a fiscal year ending December 31.

Current Year  
and Nine Years Ago**PRINCIPAL PROPERTY TAXPAYERS (1)**

Taxpayer	2019			2010		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Calais Company, Inc.	\$ 205,148,400	1	0.59 %	\$ 156,421,413	3	0.50 %
G.C.I. Communications Corp.	184,572,911	2	0.53	166,704,829	2	0.53
Galen Hospital Alaska, Inc.	157,208,714	3	0.45	123,546,182	7	0.39
ACS Of Anchorage Inc	151,951,959	4	0.44	245,851,624	1	0.78
Fred Meyer Stores Inc.	134,942,332	5	0.39	138,860,136	4	0.44
Enstar Natural Gas Company	131,588,963	6	0.38	137,963,497	5	0.44
WEC 2000A-Alaska L.L.C.	123,068,551	7	0.36	104,778,620	8	0.33
Hickel Investment Co	95,436,275	8	0.28	100,156,411	9	0.32
North Anchorage Real Estate	91,580,200	9	0.26			
Sisters of Providence	91,202,091	10	0.26			
B.P. Exploration (Alaska) Inc.				124,779,506	6	0.40
Anchorage Fueling & Svc. Co.				92,080,176	10	0.29
	<u>\$ 1,366,700,396</u>		3.94 %	<u>\$ 1,391,142,394</u>		4.42 %

## Notes:

(1) Information furnished by the Municipality of Anchorage which reports on a fiscal year ending December 31.

For the Last Ten Years

**PROPERTY TAX LEVIES AND COLLECTIONS (1)(2)**

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2010	\$ 471,148,908	\$ 465,106,193	98.72 %	\$ 6,038,689	\$ 471,144,882	100.00 %
2011	477,009,470	473,032,584	99.17	3,972,587	477,005,162	100.00
2012	480,422,072	476,715,333	99.23	3,702,960	480,418,293	100.00
2013	489,910,228	484,545,683	98.90	5,359,466	489,905,149	100.00
2014	503,962,630	500,594,375	99.33	3,359,911	503,954,286	100.00
2015	506,632,643	503,903,026	99.46	2,708,659	506,611,685	100.00
2016	527,288,610	523,466,132	99.28	3,752,403	527,218,535	99.99
2017	551,213,820	554,594,217	100.61	3,762,798	558,357,015	101.30
2018	548,728,375	546,992,455	99.68	3,175,524	550,167,979	100.26
2019	553,797,033	553,652,783	99.97	2,802,884	556,455,667	100.48

## Notes:

- (1) Information furnished by the Municipality of Anchorage which reports on a fiscal year ending December 31.
- (2) Prior years totals have been adjusted for additional collection of delinquent taxes.

**RATIO OF NET GENERAL BONDED DEBT TO  
ASSESSED VALUE AND NET BONDED DEBT  
PER CAPITA AND PER STUDENT**

For the Last Ten Years

Fiscal Year	Population (1)	Average Daily Membership K-12 and Special Ed (2)	Assessed Valuation (3)	Capital Leases (4)	Gross Bonded Debt (5)(6)	Debt Service Monies Available	Net Bonded Debt
2010-2011	291,826	48,613	\$ 31,463,676,892	\$ --	\$ 710,687,818	\$ 2,136,337	\$ 708,551,481
2011-2012	296,197	48,422	31,596,540,551	--	654,044,477	1,709,552	652,334,925
2012-2013	298,576	48,493	31,714,337,376	--	607,754,177	2,179,593	605,574,584
2013-2014	301,134	47,770	32,599,587,241	--	591,551,332	2,733,186	588,818,146
2014-2015	300,549	47,562	33,304,523,825	--	601,395,085	3,019,088	598,375,997
2015-2016	298,908	47,756	35,038,444,975	--	625,012,141	4,020,159	620,991,982
2016-2017	299,037	47,680	35,956,000,268	--	588,339,416	1,920,859	586,418,557
2017-2018	297,483	46,949	35,832,394,546	--	568,859,141	1,401,974	567,457,167
2018-2019	295,365	45,937	34,234,691,147	1,990,471	509,168,495	3,958,143	505,210,352
2019-2020	291,845	45,465	34,663,903,288	2,672,312	489,914,086	230,869	489,683,217

Fiscal Year	Total Personal Income (in thousands)	Ratio of Total Gross Bonded Debt to Personal Income	Ratio of Net Bonded Debt to Assessed Valuation	Gross Bonded Debt Per Capita	Net Bonded Debt Per Capita	Net Bonded Debt Per Student
2010-2011	\$ 14,483,033	4.9 %	2.3 %	\$ 2,435	\$ 2,428	\$ 14,575
2011-2012	14,969,796	4.4	2.1	2,208	2,202	13,472
2012-2013	16,196,041	3.8	1.9	2,036	2,028	12,488
2013-2014	17,814,485	3.3	1.8	1,964	1,955	12,326
2014-2015	16,872,821	3.6	1.8	2,001	1,991	12,581
2015-2016	18,180,182	3.4	1.8	2,091	2,078	13,003
2016-2017	17,810,046	3.3	1.6	1,967	1,961	12,299
2017-2018	17,890,330	3.2	1.6	1,912	1,908	12,087
2018-2019	18,626,603	2.7	1.5	1,724	1,710	10,998
2019-2020	18,199,746	2.7	1.4	1,679	1,678	10,771

## Notes:

- (1) Approved by Municipality of Anchorage and Alaska Department of Community and Regional Affairs.
- (2) Average daily membership includes half-day kindergarten program reported at one-half time.
- (3) Assessed valuation restated to reflect actual assessed valuation received from the Municipality of Anchorage rather than the estimated amount used at time of mill rate determination.
- (4) The Anchorage School District entered into its first Capital Lease Agreement in Fiscal Year 2018-2019.
- (5) Bonded debt is composed of General Obligation Bonds, net of premiums and discounts.
- (6) Gross bonded debt was restated for fiscal years 2008-2009 through 2012-2013.

June 30, 2020

**COMPUTATION OF DIRECT (1)  
AND OVERLAPPING DEBT (2), AND  
LEGAL DEBT MARGIN (3)**

	<u>Net Debt Outstanding</u>	<u>Percentage Applicable To</u>	<u>Amount Applicable To</u>
Overlapping Municipality of Anchorage	\$ 656,098,125	100 %	\$ 656,098,125
Direct: Anchorage School District	492,586,398	100	<u>492,586,398</u>
			<u><u>\$ 1,148,684,523</u></u>

## Notes:

- (1) The Anchorage School Districts direct debt includes capital leases and gross bond debt.
- (2) Information furnished by the Municipality of Anchorage which reports on a fiscal year ending December 31.
- (3) The Municipality of Anchorage has no legal debt limit mandated by the Municipal Charter, Code or State Law.

**RATIO OF ANNUAL DEBT SERVICE  
EXPENDITURES TO TOTAL  
GENERAL EXPENDITURES**

For the Last Ten Years

Fiscal Year	Principal	Interest	Fees	Total Debt Service	Total General Expenditures (1)	Ratio of Debt Service to General Expenditures (Percent)
2010-2011	\$ 52,475,000	\$ 35,001,212	\$ 9,708	\$ 87,485,920	\$ 805,550,379	10.9
2011-2012	54,875,000	31,722,282	9,403	86,606,685	824,408,079	10.5
2012-2013	55,425,000	29,504,017	9,330	84,938,347	844,228,735	10.1
2013-2014	57,340,000	27,354,466	8,950	84,703,416	840,976,291	10.1
2014-2015	59,290,000	27,385,338	6,547	86,681,885	1,453,863,357	6.0
2015-2016	58,940,000	25,649,885	4,425	84,594,310	792,592,463	10.7
2016-2017	56,445,000	26,374,289	3,050	82,822,339	792,485,447	10.5
2017-2018	56,500,000	24,758,330	2,900	81,261,230	784,129,911	10.4
2018-2019	55,165,977	22,097,617	1,950	77,265,544	793,163,755	9.7
2019-2020	55,939,719	21,199,940	1,950	77,141,609	792,029,511	9.7

## Notes:

(1) Includes General, Special Revenue, and Debt Service Funds; excludes Capital Projects Fund.

For the Last Ten Years

**DEMOGRAPHIC STATISTICS**

<u>Fiscal Year (1)</u>	<u>Population (2)</u>	<u>Per Capita Personal Income (1)</u>	<u>Total Personal Income (1) (in thousands)</u>	<u>Average Daily Membership Grades K-12 and Special Education (3)</u>	<u>Unemployment Rate (4)</u>
2010	291,826	\$ 49,629	\$ 14,483,033	48,613	7 %
2011	296,197	50,540	14,969,796	48,422	6
2012	298,842	54,196	16,196,041	48,493	6
2013	301,134	59,158	17,814,485	47,770	5
2014	300,549	56,140	16,872,821	47,562	5
2015	298,908	60,822	18,180,182	47,756	5
2016	299,037	59,558	17,810,046	47,680	5
2017	297,483	60,139	17,890,330	46,949	6
2018	295,365	63,063	18,626,603	45,937	6
2019	291,845	62,361	18,199,746	45,465	5

## Notes:

- (1) Information furnished by the Municipality of Anchorage which reports on a fiscal year ending December 31.
- (2) Approved by Municipality of Anchorage and Alaska Department of Labor.
- (3) Average daily membership includes half-day kindergarten program reported at one-half time.
- (4) Alaska State Department of Labor.

Current Year  
and Nine Years Ago**MUNICIPALITY OF ANCHORAGE**  
**PRINCIPAL EMPLOYMENT BY INDUSTRY (1)(2)**

<b>Industry</b>	<b>2019</b>		<b>2010</b>	
	<b>Average Annual Employment</b>	<b>Percentage of Total Employment</b>	<b>Average Annual Employment</b>	<b>Percentage of Total Employment</b>
Mining and Logging	2,700	1.8 %	2,800	1.8 %
Construction	7,800	5.1	8,400	5.5
Manufacturing	2,100	1.4	2,000	1.3
Wholesale Trade	4,900	3.2	4,600	3.0
Retail Trade	16,700	11.0	17,000	11.2
Trans/Warehouse/Utilities	11,200	7.4	10,900	7.2
Information	3,300	2.2	4,200	2.8
Financial Activities	7,300	4.8	8,900	5.9
Professional And Business Services	17,800	11.7	18,300	12.0
Educational and Health Services	26,800	17.7	22,000	14.5
Leisure and Hospitality	17,600	11.6	15,700	10.3
Other Services	5,400	3.6	5,700	3.8
Federal Government	8,400	5.5	9,800	6.5
State Government (less State Education)	7,600	5.0	8,100	5.3
State Education	2,200	1.4	2,500	1.6
Local Government (less Local Education )	2,900	1.9	3,000	2.0
Local Education	7,100	4.7	8,000	5.3
	<u>151,800</u>	100.0 %	<u>151,900</u>	100.0 %

## Notes:

- (1) Due to new federal confidentiality laws, the data for this table will now be based on major industry rather than principal employers.
- (2) Data presented is current, as information is collected by calendar year only.

Source: State of Alaska Department of Labor Workforce and Development, Research and Analysis Section

For the Last Ten Years

## AVERAGE GENERAL EXPENDITURES PER PUPIL

<u>Fiscal Year</u>	<u>Total General Expenditures (1)</u>	<u>General Expenditures Percentage Increase (decrease) Over Prior Year</u>	<u>Average Daily Membership Grades K-12 and Special Education (2)</u>	<u>General Expenditures Per Student Capita</u>	<u>General Expenditures per Student Capita Percentage Increase (decrease) Over Prior Year</u>
2010-2011	\$ 805,550,379	5.79 %	48,613	\$ 16,571	6.76 %
2011-2012	824,408,079	2.34	48,422	17,025	2.74
2012-2013	844,228,735	2.40	48,493	17,409	2.25
2013-2014	840,976,291	(0.39)	47,770	17,605	1.12
2014-2015	1,453,863,357	72.88	47,562	30,568	73.63
2015-2016	792,592,463	(45.48)	47,756	16,597	(45.71)
2016-2017	792,485,447	(0.01)	47,680	16,621	0.15
2017-2018	784,129,911	(1.05)	46,949	16,702	0.49
2018-2019	793,163,755	1.15	45,937	17,266	3.38
2019-2020	792,029,511	(0.14)	45,465	17,421	0.89

## Notes:

(1) Includes General, Special Revenue and Debt Service Funds: excludes Capital Projects Fund.

(2) Average daily membership includes half-day kindergarten program reported at one-half time.

**AVERAGE DAILY MEMBERSHIP AS COMPARED  
TO ASSESSED VALUATION SHOWING ASSESSED  
VALUATION SUPPORT PER STUDENT**

For the Last Ten Years

Fiscal Year	Average Daily Membership Grades K-12 and Special Education (1)	Average Daily Membership Percentage Increase (Decrease) Over Prior Year	Assessed Valuation (2)	Assessed Valuation Percentage Increase Over Prior Year	Assessed Valuation Support Per Student
2010-2011	48,613	0.91 %	\$ 31,463,676,892	0.03 %	\$ 647,228
2011-2012	48,422	(0.39)	31,596,540,551	0.42	652,524
2012-2013	48,493	0.15	31,714,337,376	0.37	653,998
2013-2014	47,770	(1.49)	32,599,587,241	2.79	682,428
2014-2015	47,562	(0.44)	33,304,523,825	2.16	700,234
2015-2016	47,756	0.41	35,038,444,975	5.21	733,697
2016-2017	47,680	(0.16)	35,956,000,268	2.62	754,111
2017-2018	46,949	(1.53)	35,832,394,546	(0.34)	763,220
2018-2019	45,937	(2.16)	34,234,694,147	(4.46)	745,253
2019-2020	45,465	(1.03)	34,663,903,288	1.25	762,431

## Notes:

- (1) Average daily membership includes half-day kindergarten program reported at one-half time.
- (2) Assessed valuation restated to reflect actual assessed valuation furnished by the Municipality of Anchorage rather than the estimated amount used at time of mill rate determination.

For the Last Ten Years

**AUTHORIZED POSITIONS BY CATEGORY  
GENERAL OPERATIONS (1)(2)**

Employee Category	Fiscal Year				
	2010-2011	2011-2012	2012-2013	2013-2014	2014-2015
Administration	197	186	180	171	169
Principals	149	149	149	152	149
Teachers	3,386	3,318	3,342	3,302	3,273
Technical	209	231	230	221	209
Clerical and teacher aides	1,136	1,135	1,111	1,019	1,003
Maintenance/warehouse	188	184	181	174	164
Custodial	370	370	368	331	331
Drivers/attendants	111	112	111	112	110
Noon attendants	75	76	73	73	74
Food service	211	214	208	215	220
Total authorized positions	<u>6,032</u>	<u>5,975</u>	<u>5,953</u>	<u>5,770</u>	<u>5,702</u>
Employee Category	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020
Administration	171	176	179	186	213
Principals	149	148	142	143	143
Teachers	3,309	3,263	3,165	3,122	3,056
Technical	211	208	196	187	196
Clerical and teacher aides	997	1,009	993	994	1,014
Maintenance/warehouse	160	158	161	160	175
Custodial	332	333	334	322	317
Drivers/attendants	122	103	109	107	95
Noon attendants	73	73	76	70	69
Food service	220	231	223	227	175
Total authorized positions	<u>5,744</u>	<u>5,702</u>	<u>5,578</u>	<u>5,518</u>	<u>5,453</u>

## Notes:

- (1) The number of positions include all employees authorized in the General Fund and the Food Service Special Revenue Fund. These positions include those working on Joint Base Elmendorf Richardson.
- (2) Information furnished by the Anchorage School District Office of Management & Budget.

**TEACHER EDUCATION AND SALARY  
INFORMATION (1)  
AND AVERAGE DAILY MEMBERSHIP**

Current Year & Last 10 years

<u>Education</u>	<u>Number of Teachers (2)</u>	<u>Low Salary</u>	<u>High Salary (3)</u>
Bachelor's Degree	333	\$ 52,242	\$ 66,057
Bachelor's Degree plus 18 semester credits	257	54,776	71,353
Bachelor's Degree plus 36 semester credits	309	57,309	76,649
Master's Equivalency with 54 semester credits	115	69,511	81,945
Master's Equivalency with 72 semester credits	79	74,810	85,858
Master's Equivalency with 90 semester credits	231	78,723	91,072
Master's Degree	374	57,923	78,650
Master's Degree with 54 semester credits	297	60,456	83,945
Master's Degree with 72 semester credits	290	62,991	89,241
Master's Degree with 90 semester credits	828	65,523	94,453
Doctorate Degree with 90 semester credits	33	68,750	96,300

Notes:

- (1) Information furnished through Anchorage School District internal report.
- (2) Number of teachers (by FTE) as of May 2019. Does not include all authorized positions.
- (3) Salary amounts include salary schedule plus 6% additional for Related Services staff.

**AVERAGE DAILY MEMBERSHIP**

<u>Fiscal Year</u>	<u>Average Daily Membership Grades K-6 (4)</u>	<u>Percentage Increase (Decrease) Over Prior Year Grades K-6</u>	<u>Average Daily Membership Grades 7-12</u>	<u>Percentage Increase (Decrease) Over Prior Year Grades 7-12</u>
2010-2011	25,910	(2.39) %	22,703	0.83 %
2011-2012	26,515	2.34	21,907	(3.51)
2012-2013	26,525	0.03	21,968	0.28
2013-2014	26,267	(0.97)	21,503	(2.12)
2014-2015	26,306	0.14	21,256	(1.15)
2015-2016	26,555	0.95	21,201	(0.26)
2016-2017	26,546	(0.03)	21,134	(0.32)
2017-2018	26,143	0.02	20,806	(1.55)
2018-2019	25,576	(2.17)	20,361	(2.14)
2019-2020	25,282	(1.15)	20,183	(0.87)

Notes:

- (4) Average daily membership includes half-day kindergarten program reported at one-half time.
- (5) Information furnished by state approved Foundation Report for fiscal year 2018-2019.

For the Last Ten Years

**PUPIL TO CLASSROOM TEACHER RATIO (1)**

Grade Level	Fiscal Year				
	2010-2011	2011-2012	2012-2013	2013-2014	2014-2015
Kindergarten	20.5 to 1	20.5 to 1	20.5 to 1	20 to 1	20 to 1
1	21 to 1	21 to 1	21 to 1	21 to 1	21 to 1
2	24 to 1	24.25 to 1	24.75 to 1	24 to 1	24 to 1
3	24 to 1	24.25 to 1	24.75 to 1	24 to 1	24 to 1
4	27 to 1	27.25 to 1	26.25 to 1	26 to 1	26 to 1
5	27 to 1	27.25 to 1	26.25 to 1	26 to 1	26 to 1
6	27 to 1	27.25 to 1	26.25 to 1	26 to 1	26 to 1
7	25.54 to 1	26.25 to 1	27.25 to 1	27.25 to 1	27.25 to 1
8	25.54 to 1	26.25 to 1	27.25 to 1	27.25 to 1	27.25 to 1
9	27.08 to 1	27.91 to 1	29.41 to 1	29.41 to 1	29.41 to 1
10	27.08 to 1	27.91 to 1	29.41 to 1	29.41 to 1	29.41 to 1
11	27.08 to 1	27.91 to 1	29.41 to 1	29.41 to 1	29.41 to 1
12	27.08 to 1	27.91 to 1	29.41 to 1	29.41 to 1	29.41 to 1

Grade Level	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020
Kindergarten	20 to 1	21 to 1	21 to 1	21 to 1	21 to 1
1	21 to 1	22 to 1	22 to 1	22 to 1	22 to 1
2	24 to 1	25 to 1	24 to 1	24 to 1	24 to 1
3	24 to 1	25 to 1	25 to 1	25 to 1	25 to 1
4	26 to 1	26 to 1	26 to 1	26 to 1	26 to 1
5	26 to 1	26 to 1	26 to 1	26 to 1	26 to 1
6	26 to 1	26 to 1	27 to 1	27 to 1	27 to 1
7	27.25 to 1	28.25 to 1	27 to 1	27 to 1	27 to 1
8	27.25 to 1	28.25 to 1	27 to 1	27 to 1	27 to 1
9	29.41 to 1	30.5 to 1	29 to 1	30 to 1	30 to 1
10	29.41 to 1	30.5 to 1	29 to 1	30 to 1	30 to 1
11	29.41 to 1	30.5 to 1	29 to 1	30 to 1	30 to 1
12	29.41 to 1	30.5 to 1	29 to 1	30 to 1	30 to 1

Notes:

(1) Information furnished by the Anchorage School District Budget.

For the Last Ten Years

**FACILITY UTILIZATION AND SCHOOL BUILDINGS (1)**

**FACILITY UTILIZATION**

<u>Fiscal Year</u>	<u>Elementary</u>				<u>Secondary</u>				<u>Students Graduated</u>
	<u>Gross Square Footage</u>	<u>Number of Classrooms</u>	<u>Program Capacity</u>	<u>Average Daily Membership</u>	<u>Gross Square Footage</u>	<u>Number of Classrooms</u>	<u>Program Capacity</u>	<u>Average Daily Membership</u>	
2011-2012	3,343,712	1,446	27,821	26,515	3,783,765	1,090	22,437	21,907	2,989
2012-2013	3,343,712	1,437	27,191	26,525	3,783,765	1,151	23,310	21,968	3,038
2013-2014	3,340,607	1,435	26,568	26,267	3,778,328	1,142	23,082	21,503	2,807
2014-2015	3,340,607	1,435	26,568	26,306	3,778,328	1,142	23,267	21,256	3,063
2015-2016	3,340,607	1,435	26,568	26,555	3,778,328	1,142	23,267	21,201	2,999
2016-2017	3,372,794	1,407	25,770	26,546	3,827,958	1,103	22,252	21,134	3,104
2017-2018	3,372,794	1,600	27,179	26,143	3,827,958	1,174	22,588	20,806	3,004
2018-2019	3,399,223	1,407	26,837	25,576	3,809,123	1,103	22,564	20,361	3,130
2019-2020	335,700	1,390	26,432	25,282	3,809,123	1,103	22,279	20,183	2,874

**SCHOOL BUILDINGS**

<u>Fiscal Year</u>	<u>High Schools</u>	<u>Middle Schools</u>	<u>Elementary Schools</u>	<u>Alternative Secondary Schools</u>	<u>Special Education Schools</u>	<u>Vocational Schools</u>	<u>Charter Schools</u>
2010-2011	8	10	60	6	2	1	8
2011-2012	8	10	60	6	2	1	8
2012-2013	8	10	60	7	2	1	8
2013-2014	8	10	60	7	2	1	8
2014-2015	8	10	60	7	2	1	8
2015-2016	8	10	60	7	2	1	9
2016-2017	8	10	60	7	2	1	10
2017-2018	8	10	60	7	1	1	10
2018-2019	8	10	59	7	1	1	9
2019-2020	8	10	59	7	1	1	9

Notes:

(1) Information furnished from Anchorage School District's 6-year Capital Improvement Plan 2019-2025.

## For the Last Ten Years | STUDENT NUTRITION LOCAL REVENUES (1)

Fiscal Year	Lunch Sales Student	Lunch Sales Adult	Breakfast Program	Milk Program	A la Carte Program	Special Meals	Other Revenues	Total
2010-2011	\$ 2,418,659	\$ 38,012	\$ 110,489	\$ 76,205	\$ 1,179,231	\$ 79,788	\$ 79,603	\$ 3,981,987
2011-2012	2,212,106	6,306	133,988	76,624	880,255	33,967	49,792	3,393,038
2012-2013	1,777,761	30,978	142,910	29,476	751,712	3,466	53,125	2,789,428
2013-2014	1,699,282	15,577	148,385	3,224	70,476	473,817	115,527	2,526,288
2014-2015	1,688,934	22,636	133,316	74,169	300,676	--	54,820	2,274,551
2015-2016	1,578,682	28,689	129,383	61,072	287,786	--	78,369	2,163,981
2016-2017	1,717,221	29,616	132,448	53,591	226,625	--	69,991	2,229,492
2017-2018	1,802,168	27,799	122,801	44,972	44,757	--	16,008	2,058,505
2018-2019	1,846,804	14,608	117,156	41,315	153,044	--	21,496	2,194,423
2019-2020	1,484,517	10,899	101,761	31,443	85,359	--	36,474	1,750,453

## Notes:

(1) Information furnished through Anchorage School District internal report.

For the Last Ten Years

## MISCELLANEOUS STATISTICS

Date of adoption of Home Rule Charter  
Municipality of Anchorage

September 16, 1975

## Number of Type A lunches served (1):

Fiscal Year	Paid	Free	Reduced Price	Adult
2010-2011	842,922	1,872,472	350,103	15,291
2011-2012	771,537	1,978,760	318,368	11,034
2012-2013	697,198	1,980,407	313,853	6,437
2013-2014	653,996	1,931,623	290,795	4,789
2014-2015	638,916	2,390,256	153,041	27,031
2015-2016	719,268	2,233,285	128,071	15,099
2016-2017	703,033	2,403,192	125,304	14,548
2017-2018	741,055	2,398,104	105,853	14,752
2018-2019	713,503	2,209,449	110,702	10,103
2019-2020	534,744	1,497,012	88,169	7,172

## Pupil transportation statistics (1):

Fiscal Year	Number of Routes			
	Regular to and from schools		Special Education to and from school	
	District	Contracted	District	Contracted
2010-2011	51	91	29	68
2011-2012	51	91	29	69
2012-2013	51	91	29	69
2013-2014	51	91	29	69
2014-2015	50	91	29	69
2015-2016	49	91	29	70
2016-2017	49	89	26	66
2017-2018	47	87	28	69
2018-2019	47	87	29	71
2019-2020	47	87	28	69

## Notes:

(1) Information furnished through Anchorage School District internal report.

For the Last Ten Years

## EMPLOYER MEDICAL CONTRIBUTIONS BY BARGAINING UNIT (3)

Fiscal Year	AEA	Support Services Employees (1)	Local 71, AFL-CIO	Local 959 (Bus Drivers and Attendants)	Retiree	Total
2010-2011	\$ 51,221,082	\$ 36,712,647	\$ 4,242,853	\$ 1,276,105	\$ 66,526,816 (2)	\$ 159,979,503
2011-2012	55,796,248	37,838,928	4,787,536	1,406,654	66,648,278 (2)	166,477,644
2012-2013	58,116,015	34,929,173	5,229,978	1,490,836	93,762,731 (2)	193,528,733
2013-2014	59,293,542	(4) 31,926,745	5,182,153	1,657,997	93,972,863 (2)	192,033,300
2014-2015	60,421,659	32,558,294	5,327,780	1,654,275	417,437,931 (2)	517,399,939
2015-2016	55,420,017	33,223,942	(5) 5,477,156	1,634,707	49,276,112 (2)	145,031,934
2016-2017	55,379,736	34,412,803	(5) 5,640,182	1,529,563	47,164,710 (2)	144,126,994
2017-2018	58,121,078	(6) 34,371,290	(5) 5,334,758	1,640,176	40,311,523 (2)	139,778,825
2018-2019	57,382,231	(6) 33,536,809	(5) 4,910,906	1,690,385	31,109,214 (2)	128,629,545
2019-2020	56,600,796	(6) 33,527,244	(5) 5,173,590	1,816,849	37,504,334 (2)	134,622,813
Compound Annual Growth Rate	1.0%	-0.9%	2.0%	3.6%	-5.6%	-1.7%

## Notes:

- (1) Includes: Superintendent, School Board, Local 959 (Maint. & Warehouse), Totem, APA, ACE, Exempt, Local 959 (Food Service) and Non-rep.
- (2) Includes incremental State of Alaska On-behalf payments for PERS/TRS for the health coverage cost component.
- (3) Information furnished from Anchorage School District internal report(s).
- (4) Includes waiver account funds used for employees share of health coverage premiums.
- (5) Includes Health Savings Account (HSA) employer contributions.
- (6) Includes health contribution paid to eligible employees and one-time funding to health plan per negotiated union contract.

For the Last Ten Years

## CHARTER SCHOOL FUND BALANCE

Fiscal Year	Alaska Native Cultural Charter School	Aquarian Charter School	Eagle Academy Charter School	Family Partnership Charter School	Frontier Charter School
2010-2011	\$ 118,304	\$ 139,478	\$ 125,356	\$ 445,095	\$ 636,166
2011-2012	214,694	207,036	218,037	207,422	798,198
2012-2013	243,659	217,374	212,096	115,182	855,361
2013-2014	189,432	144,015	274,091	175,926	890,631
2014-2015	803,944	775,373	758,422	977,677	1,090,945
2015-2016	1,074,362	1,028,503	976,282	1,301,984	842,012
2016-2017	1,269,833	1,313,058	1,073,027	1,913,521	833,252
2017-2018	1,365,952	1,446,493	1,438,361	2,430,829	781,082
2018-2019	1,777,502	1,825,276	1,638,218	2,867,396	499,199
2019-2020	2,138,961	2,092,751	1,857,079	3,507,630	453,986

Fiscal Year	Highland Tech Charter School	PAIDEIA Cooperative Charter School	Rilke Schule Charter School	STrEaM Academy	Winterberry Charter School
2010-2011	\$ 168,290	\$ --	\$ 4,965	\$ --	\$ 11,911
2011-2012	166,763	--	46,831	--	7,577
2012-2013	24,568	--	582	--	47,023
2013-2014	49,482	--	31,481	--	49,123
2014-2015	378,080	--	393,522	--	516,885
2015-2016	209,067	110,831	669,760	--	818,753
2016-2017	251,670	162,759	692,987	53,976	1,085,093
2017-2018	149,322	102,730	934,876	102,991	628,578
2018-2019	142,274	--	1,220,235	439,698	375,664
2019-2020	129,063	--	1,044,069	616,220	464,198

Fiscal Year	Grand Total
2010-2011	\$ 1,649,565
2011-2012	1,866,558
2012-2013	1,715,845
2013-2014	1,804,181
2014-2015	5,694,848
2015-2016	7,031,554
2016-2017	8,649,176
2017-2018	9,381,214
2018-2019	10,785,462
2019-2020	12,303,957

June 30, 2020

## SCHEDULE OF INSURANCE IN FORCE

Carrier/Coverage	Policy Number	Limits	Expiration Date
Safety National General Liability Automobile Liability Educational Liability	GLE4060647 SED6675416 CA6675726 XPE4060653	\$5,000,000 Occurrence \$5,000,000 Aggregate per policy year, except for auto SIR - \$1,500,000	6/30/2021
General Star Indemnity 2nd Excess Liability	IXG933794	\$5,000,000 Occurrence \$5,000,000 Aggregate	6/30/2021
Gemini Insurance Co. (Berkley National) 3rd Excess Liability	CEX0960269503	\$5,000,000 Occurrence \$5,000,000 Aggregate	6/30/2021
Navigator's Specialty Ins. Co. 4th Excess Liability	SF20EXC747268IC	\$10,000,000 Occurrence \$10,000,000 Aggregate	6/30/2021
Hallmark 5th Excess Liability	77PEF2000EF	\$5,000,000 Occurrence \$5,000,000 Aggregate	6/30/2021
Lexington Insurance Co. 6th Excess Liability	80877833	\$5,000,000 Occurrence \$5,000,000 Aggregate	6/30/2021
Landmark American 7th Excess Liability	LHA249757	\$5,000,000 Occurrence \$5,000,000 Aggregate	6/30/2021
Safety National Insurance Excess Workers Compensation & Employers Liability	SP4060580	Statutory Limits Part 1 \$1,000,000 Part II \$50,000,000 Cap SIR \$1,000,000	6/30/2021
Chubb Insurance Travel Accident Insurance Teachers, Board Members	ADD N04966144	\$500,000 Class I & II Principal Sum \$5,000,000 Aggregate, per Occurrence	6/30/2021
ACE American Insurance Co. Catastrophic Student Athlete	SDAN0420512151993	\$1,000,000 Each Occurrence \$25,000 Deductible	6/30/2021
Hiscox Ins. Co. Crime Insurance	UC2127202120	\$1,000,000 Bond Limit \$25,000 Deductible	6/30/2021
ACE American Ins. Co. Foreign Liability	PHFD38442855008	\$1,000,000 per Occurrence \$2,000,000 Aggregate Limit	6/30/2021
Lloyds of London/Beazley Cyber Liability Insurance	W15E52200701	\$1,000,000	6/30/2021
Hartford Accident & Indemnity Treasurer Bond/Starr Marsett	AK5264191	\$50,000	5/5/2021
Nautilus Insurance CO. Storage Tank Liability	CAT200199921	\$1,000,000 Each Incident \$1,000,000 Aggregate	6/30/2021
FM Global Insurance Company Property Insurance excluding Quake	1068198	\$1,000,000 Limit	6/30/2021
Travelers Property & Casualty	QT660.H548555TIL20	\$500,000	6/30/2021
National Union Ins. Co Liability	UM06284511803	\$1,000,000	6/30/2021

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