

MEMORANDUM

TO: NWABSD Board of Education Members **DATE:** January 21, 2026
NUMBER: 26-077
FR: Office of the Superintendent **SUBJECT:** Approval of FY26
General Fund Operating
Budget Revision #2

ABSTRACT:

The School Board shall establish and maintain a balanced budget.

ISSUE:

At issue is the approval of the FY26 General Fund Operating Budget Revision #2

BACKGROUND AND/OR PERTINENT INFORMATION:

The FY26 General Fund Operating Budget was approved and adopted at the April 28th, 2025:

Revenues: \$65,877,405
Expenditures: \$70,727,105
Transfer in from Other Funds: \$2,300,000
Transfers out to Other Funds: \$675,000

The FY26 GF Budget Revision #1, was approved and adopted at the August 26th, 2025:

Revenues: \$73,280,013
Expenditures: \$74,983,853
Transfer in from Other Funds: \$2,300,000
Transfers out to Other Funds: \$2,815,000

Presented to you is Budget Revision #2 for the FY26 Operating Fund Budget:

Revenues: \$73,280,013
Expenditures: \$73,389,518
Transfer in from Other Funds: \$2,300,000
Transfers out to Other Funds: \$2,815,000

This revision includes an overall decrease to expenditures of \$1,594,335 as the District transitions from projected expenses to actuals, including the release of partial salaries and unused benefits.

ALTERNATIVES:

1. Approve Revision #2 of the FY26 District Operating Fund Budget as presented;
2. Disapprove Revision #2 of the FY26 District Operating Fund Budget as presented;
3. Take no action.

ADMINISTRATION'S RECOMMENDATION:

The administration recommends the Board approve Revision #2 of the FY26 General Fund Operating Budget as presented.

Northwest Arctic Borough School District
FY26 Budget

	FY26	FY26	CHANGES	NOTES
	REVISION #1	REVISION #2		
REVENUE				
Other Local Revenue	\$1,500,000	\$1,500,000	\$0	
Earnings on Investments	\$770,000	\$770,000	\$0	
Borough Appropriation	\$10,216,250	\$10,216,250	\$0	
E-rate Program	\$11,609,460	\$11,609,460	\$0	
State Foundation	\$40,807,240	\$40,807,240	\$0	
Quality Schools	\$105,427	\$105,427	\$0	
TRS On-behalf	\$2,939,737	\$2,939,737	\$0	
PERS On-behalf	\$568,837	\$568,837	\$0	
Revenue-Other State Sources	\$821,180	\$821,180	\$0	
Impact Aid Program	\$3,941,882	\$3,941,882	\$0	
TOTAL REVENUES	\$73,280,013	\$73,280,013	\$0	
TRANSFERS IN				
CIP Reserved Local Share	\$2,300,000	\$2,300,000		
TOTAL TRANSFERS IN	\$2,300,000	\$2,300,000	\$0	
EXPENSES				
Certificated Salaries	\$15,053,317	\$14,920,811	(\$132,506)	adjustment of salaries
Non-Certificated Salaries	\$9,332,011	\$9,240,457	(\$91,554)	adjustment of salaries
Leave Pay Out	\$301,074	\$310,807	\$9,733	cover semester 1 leave payouts
Stipends	\$109,750	\$107,750	(\$2,000)	correct principal stipends
Employee Benefits	\$11,820,206	\$10,233,494	(\$1,586,712)	release of health ins not used
TRS On-behalf	\$2,960,428	\$2,939,737	(\$20,691)	figure should match revenue
PERS On-behalf	\$577,565	\$568,837	(\$8,728)	figure should match revenue
SUBTOTAL: Personnel	\$40,154,351	\$38,321,893	(\$1,832,458)	
Prof & Technical Services	\$4,905,597	\$5,161,199	\$255,602	inc to princ conf, adjusting for actuals
Staff Travel	\$617,100	\$636,154	\$19,054	principals' travel under budgeted
Board Travel	\$83,852	\$83,852	\$0	
Student Travel	\$1,343,775	\$1,343,775	\$0	
Utility Services	\$13,790,502	\$13,791,802	\$1,300	W&S contract inc
Energy (w/ electricity & fuel)	\$6,345,600	\$6,086,200	(\$259,400)	release over budgeted amount
Other Purchased Services	\$4,500,276	\$4,500,276	\$0	
Property & Liability Insurance	\$1,300,142	\$1,325,142	\$25,000	consolidated ins premiums not recorded
Supplies, Materials & Media	\$1,835,883	\$2,016,240	\$180,357	inc ins costs
Tuition	\$40,000	\$40,000	\$0	
Dues & Fees	\$261,775	\$277,985	\$16,210	additional expenses
Inventoried Equipment	\$55,000	\$55,000	\$0	
Indirect Cost Recovery	(\$250,000)	(\$250,000)	\$0	
SUBTOTAL: Non-Personnel	\$34,829,502	\$35,067,625	\$238,123	
TOTAL EXPENSES	\$74,983,853	\$73,389,518	(\$1,594,335)	
TRANSFERS OUT				
Food Service Fund	\$1,200,000	\$1,200,000	\$0	
ATC	\$500,000	\$500,000	\$0	
Star of the NW-Magnet School	\$0	\$0	\$0	
Teacher Housing Fund	\$675,000	\$675,000	\$0	
Capital Projects	\$440,000	\$440,000	\$0	
Special Revenue Fund	\$0	\$0	\$0	
TOTAL TRANSFERS OUT	\$2,815,000	\$2,815,000	\$0	
INC/(DEC)-UNRESERVED FB	(\$2,218,840)	(\$624,505)	\$1,594,335	
FY25 Fund Balance	\$4,550,874	\$4,550,874		
Decrease in Fund Balance	\$2,218,840	\$624,505		
Est. FY25 Prepaid & Inventory	\$2,000,000	\$2,000,000		
Projected FY26 Fund Balance	\$332,034	\$1,926,369		