

MEMORANDUM

TO: NWABSD Board of Education Members

DATE: June 2, 2025

FR: Office of the Superintendent

NUMBER: 25-164

SUBJECT: Approval of FY25
Budget Revision 3

ABSTRACT:

The School Board shall establish and maintain a balanced budget.

ISSUE:

At issue is the approval of the FY25 District Operating Fund Budget Revision #3

BACKGROUND AND/OR PERTINENT INFORMATION:

- **Original Budget:**
 - Approved at the April 30, 2024, Regular School Board meeting
 - Revenue: \$63,879,260
 - Expenditures: \$66,535,595
- **Revision #1:**
 - Approved at the August 27, 2024, Regular School Board meeting
 - Revenue: \$67,624,192
 - Expenditures: \$67,510,831
- **Revision #2:**
 - Approved at the January 21, 2025, Regular School Board meeting
 - Revenues: \$79,634,230
 - Expenditures: \$80,953,218
 - Transfer In (Other Funds): \$1,500,000
 - Transfers Out (Other Funds): \$3,005,214 (no change)
- **Revision #3 (Presented for Review):**
 - **Revenues:** \$79,634,230 (no change)
 - **Expenditures:** \$80,953,218 (no change)
 - **Transfer In (Other Funds):** \$1,500,000 (no change)
 - **Transfers Out (Other Funds):** \$3,005,214 (no change)

Adjustments in Revision #3:

This revision DOES NOT include a change to budgeted revenue or budgeted expenditures.

The adjustment in personnel expenditures of approximately \$2.4 million is due to vacancies and projected salaries and benefits for FY25. This revision reallocates those unencumbered funds to reflect the change of budgeted to actual salaries and benefits district-wide, as well as non-personnel increases of approximately \$850,000 to the budget for actual heating fuel expenses, copier maintenance expenses, and property & liability insurance.

ADMINISTRATION'S RECOMMENDATION:

The administration recommends the Board approve Revision #3 of the FY25 District Operating Fund Budget as presented.

ALTERNATIVES:

1. Approve Revision #3 of the FY25 District Operating Fund Budget as presented;
2. Disapprove Revision #3 of the FY25 District Operating Fund Budget as presented;
3. Take no action.

**Northwest Arctic Borough School District
FY25 Budget**

	FY25	FY25	Changes
	<u>Current Budget</u>	<u>Budget REVISION #3</u>	
<u>REVENUE</u>			
Other Local Revenue	\$2,100,000	\$2,100,000	\$0
Earnings on Investments	\$770,000	\$770,000	\$0
Donations/Contributions	\$0	\$0	\$0
Borough Appropriation	\$8,068,263	\$8,068,263	\$0
E-rate Program	\$19,452,945	\$19,452,945	\$0
State Foundation	\$41,069,924	\$41,069,924	\$0
Quality Schools	\$105,925	\$105,925	\$0
TRS On-behalf	\$2,505,160	\$2,505,160	\$0
PERS On-behalf	\$447,788	\$447,788	\$0
Revenue - Other State Sources	\$1,649,524	\$1,649,524	\$0
Impact Aid Program	\$3,441,882	\$3,441,882	\$0
TOTAL REVENUES	\$79,611,411	\$79,611,411	\$0
<u>TRANSFERS IN</u>			
CIP Reserved Local Share	\$1,500,000	\$1,500,000	\$0
TOTAL TRANSFERS IN	\$1,500,000	\$1,500,000	\$0
<u>EXPENSES</u>			
Certificated Salaries	\$15,544,407	\$15,356,694	(\$187,713)
Non-Certificated Salaries	\$9,312,698	\$8,606,866	(\$705,832)
Leave Pay Out	\$285,000	\$324,109	\$39,109
Stipends	\$87,750	\$107,750	\$20,000
Employee Benefits	\$12,662,084	\$12,624,334	(\$37,750)
TRS On-behalf	\$2,505,160	\$2,505,160	\$0
PERS On-behalf	\$447,788	\$447,788	\$0
SUBTOTAL: Personnel	\$40,844,887	\$39,972,701	(\$872,186)
Professional & Technical Services	\$4,840,647	\$4,840,647	\$0
Staff Travel	\$428,000	\$428,000	\$0
Board Travel	\$83,852	\$83,852	\$0
Student Travel	\$1,169,775	\$1,169,775	\$0
Utility Services	\$21,696,384	\$21,696,384	\$0
Energy-includes electricity & fuel	\$4,323,719	\$5,141,043	\$817,324
Other Purchased Services	\$4,470,556	\$4,523,541	\$52,985
Property & Liability Insurance	\$1,396,452	\$1,397,452	\$1,000
Supplies, Materials & Media	\$1,765,266	\$1,766,143	\$877
Tuition	\$40,000	\$40,000	\$0
Dues & Fees	\$88,680	\$88,680	\$0
Inventoried Equipment	\$55,000	\$55,000	\$0
Indirect Cost Recovery	(\$250,000)	(\$250,000)	\$0
SUBTOTAL: Non-Personnel	\$40,108,331	\$40,980,517	\$872,186
TOTAL EXPENSES	\$80,953,218	\$80,953,218	\$0
<u>TRANSFERS OUT</u>			
Food Service Fund	\$1,200,000	\$1,200,000	\$0
ATC	\$1,105,214	\$1,105,214	\$0
Star of the Northwest - Magnet School	\$100,000	\$100,000	\$0
Teacher Housing Fund	\$450,000	\$450,000	\$0
Special Revenue Fund	\$150,000	\$150,000	\$0
TOTAL TRANSFERS OUT	\$3,005,214	\$3,005,214	\$0
INCREASE (DECREASE)-UNRESERVED FB	(\$2,847,021)	(\$2,847,021)	\$0
FY24 Fund Balance	\$10,927,573	\$10,927,573	
Decrease in Fund Balance	\$2,847,021	\$2,847,021	
Estimated Prepaid & Inventory for FY25	\$2,800,000	\$2,800,000	
Projected FY25 Fund Balance	\$5,280,552	\$5,280,552	