



NORTH SLOPE BOROUGH SCHOOL DISTRICT

MEMORANDUM

TO Roxanne Brower, President
Members of the School Board

THROUGH Stewart McDonald, Superintendent

FROM David Nielsen, Director of Financial Services

DATE April 9, 2018

SUBJECT FY2019 Supplemental Budget Request

MEMO#: SB18-177
(Action Item)

2015-20 STRATEGIC PLAN SUMMARY – 2017-18 SCHOOL YEAR

DEVELOPMENT OF THE WHOLE CHILD

- 4 FINANCIAL & OPERATIONAL STEWARDSHIP:** Effectively employ our operational and financial resources to support our strategic goals and long-term stability of the district.

OBJECTIVE

- 4.1 FINANCIAL STEWARDSHIP/MANAGEMENT:** Ensure financial management based on what is best for our students.

AS OF JUNE 2017

Recommendation

The administration recommends that the Board of Education approve the FY2019 Supplemental Budget Request.

Issue Summary

The district was notified via a letter dated February 15, 2018, that the North Slope Borough Mayor's Office and Department of Administration and Finance was in the process of developing the FY 18-19 Budget. The letter clarified that, "At this time, we have determined that the level of the North Slope Borough's financial support to the North Slope Borough School District for FY 18-19 will be \$35,375,626. This amount reflects no increase to your baseline annual budget from the previous year."

The letter explained that, "Based upon our initial financial forecasts and the drastic reduction in population figures which reduces the Borough's overall operating budget, this is the maximum amount of funding which I will be able to allocate to your organization for the upcoming fiscal year."

The Borough communication included an additional provision, which indicates, "At a later time contingent on the availability of funds, My administration is committed to providing additional resources to the School District in the form of an MOU between the Borough and the School District to continue to support the Inupiaq Education Program in the amount of \$650,000 and provide Vocational Education Programs, with the primary focus on Shop (Mechanical and Wood) and Home Ec (Sewing and Cooking) in the amount of \$500,000."

Background

For planning and budgeting purposes, it is anticipated that the \$1,150,000 contingent on availability additional funding noted in the Mayor's letter will become available through an FY2019 supplemental budget request. Funding for the continued support of the RLC Qatqiññaġvik program in the amount of \$900,000 will be made available as a Mayor's Initiative and will be petitioned through the supplemental budget request. A Mayor's Initiative in support of the Village Athletic Program in the amount of \$1,000,000 will also be provided via the supplemental budget request. The two Mayor's Initiatives noted above were included in the recently approved

North Slope Borough (NSB) Assembly Ordinance Serial No. 2018-03 An Ordinance Appropriating Money Out of the Treasury for Fiscal Year Ending June 30, 2019. The total supplemental budget request is \$3,050,000.

Motion:

"I move that the NSBSD Board of Education approve the FY2019 Supplemental Budget Request in the amount of \$3,050,000 as presented in Memo SB18-177."

Moved by _____ Seconded by _____

Vote _____