

**City and Borough of Sitka  
Reconciliation of Local Contribution To Education  
As Percentage of Funding Cap  
Between the City and Borough of Sitka and the Sitka School District**

	Per CBS	Per SSD
Budgeted Local Contribution	6,578,292	6,144,533
Secure Rural Schools	-	-
	<u>6,578,292</u>	<u>6,144,533</u>
<b>Calculation of Maximum Local Effort</b>		
Minimum Basic effort (Per ADEED):		3,493,854
SSD FY18 Projected Basic Need:	16,112,877	
Projected Quality Schools:	<u>43,475</u>	
	16,156,352	
Times 23%:	<u>23%</u>	
	3,715,961	
Plus greater of:		
a) 2 additional mills of FY2017 Full Value of Property	1,318,435,500	
	<u>0.20%</u>	
or....	2,636,871	
b) 23% of basic need		<u>3,715,961</u>
Maximum Local Effort (Per ADEED, prepared 11/14/2016) (See attached Detail)		<u>7,209,815</u>
Percentage of Maximum Local Effort	91.24%	85.22%
Not Counting Towards Maximum Local Effort:		
Community Schools	-	179,863
Secure Rural Schools	-	-
Non-Instructional Support	-	<u>253,896</u>
Total Cash Payments (All Purposes):	<u>6,578,292</u>	<u>6,578,292</u>
Total Not Counting Towards Cap Maximum Local Effort:	<u>-</u>	<u>433,759</u>

*At a meeting on March 31, 2016, officials of the Sitka School District and City and Borough of Sitka agreed to utilize common terminology in referring to local funding and the local funding cap.*

*The terminology is as follows:*

*The budgeted total of all local direct payments of all types, for both instructional and non-instructional purposes, to be made by the City and Borough of Sitka to the Sitka School District in FY2019 is \$6,578,292. This amount is 91.24% of the maximum local effort the Municipality may contribute towards education per AS 14.17.410..*

*For purposes of calculating the maximum local effort a Municipality may contribute towards education, localities follow the formula set forth in AS 14.17.410, which is the projected basic need plus either (a) additional local contribution of 2 mills of fair value or (b) an additional 23% of the basic need+ Projected Quality Schools.*

*The Sitka School District records \$6,144,533 of local direct payments to be made by the City and Borough of Sitka to the Sitka School District as being for instructional purposes. The remainder is recorded as non-instructional support for various activities. This "local effort for instructional purposes" is 85.22% of the maximum local effort.*

*Any political discussions to raise or lower direct payments by the City and Borough to the Sitka School District that potentially impact a ceiling/cap or a floor, must clearly specify whether those direct payments are "all local direct payments of all types" or "the local effort for instructional purposes".*