



KENAI PENINSULA BOROUGH

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MIKE NAVARRE
BOROUGH MAYOR

MEMORANDUM

To: Kelly Cooper, Assembly President
Members, Kenai Borough Assembly

Thru: Mike Navarre, Mayor *mn*

From: Craig Chapman, Finance Director *CCB gn ccc*

Date: November 9, 2016

Subject: Ordinance 2016-19- *16* Appropriating \$1,000,000 from the School Fund, Fund Balance to the Kenai Peninsula Borough School District

Each year as part of the budget process, the assembly appropriates funding for the Kenai Peninsula Borough School District ("KPBSD") for operational support and in-kind expenditures in the School Fund. In-kind expenditures include school maintenance, custodial maintenance at shared facilities, audit, various types of insurance not including health, and utilities at some shared facilities. Since fiscal year 2007, fund balance in the School Fund increased approximately \$1,000,000 to \$2,288,500 due to the receipt of grants and borough funded capital appropriations which offset operational major maintenance at a number of school facilities.

The current fund balance amount is in excess of the amount that is needed in the School Fund. The attached ordinance would appropriate \$1,000,000 from the Kenai Peninsula Borough School Fund, fund balance for transfer to the KPBSD for use in operations. It should be noted that this transfer has no impact on current year funding for the school district or at the cap calculations.

Your approval of this ordinance would be appreciated.

FINANCE DEPARTMENT FUNDS/ACCOUNT VERIFIED	
Acct. No. _____	241.27910
Amount _____	\$1,000,000.00
By: _____	Date: <i>11/2/16</i>

Introduced by: Mayor
Date: 11/22/16
Hearing: 12/06/16
Action:
Vote:

**KENAI PENINSULA BOROUGH
ORDINANCE 2016-19-16**

**AN ORDINANCE APPROPRIATING \$1,000,000 FROM THE SCHOOL FUND, FUND
BALANCE TO THE KENAI PENINSULA BOROUGH SCHOOL DISTRICT**

WHEREAS, each year the Kenai Peninsula Borough appropriates funding for the Kenai Peninsula Borough School District (“KPBSD”) for operational support and in-kind expenditures in the School Fund; and

WHEREAS, since fiscal year 2007, the fund balance in the School Fund has increased approximately \$1,000,000 to \$2,288,500; and

WHEREAS, the recommended fund balance range for the School Fund is between \$929,600 and \$1,430,000; and

WHEREAS, transferring \$1,000,000 from the School Fund, fund balance to the KPBSD would have no impact on school funding and would provide additional funding to the KPBSD for operational expenditures;

NOW, THEREFORE, BE IT ORDAINED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

SECTION 1. \$1,000,000 is appropriated from the School Fund, fund balance account 241.00000.00000.27910 to account 241.94910.00000.50241, Transfers - School District Operations.

SECTION 2. That this ordinance shall become effective immediately upon its enactment.

**ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS *
DAY OF * 2016.**

Kelly Cooper, Assembly President

ATTEST:

Johni Blankenship, MMC, Borough Clerk

Yes:

No:

Absent: