

Kenai Peninsula Borough Purchasing & Contracting Department

MEMORANDUM

TO: Brent Johnson, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: Peter Micciche, Mayor *PAM*
Brandi Harbaugh, Finance Director *BH*

FROM: John Hedges, Purchasing & Contracting Director *JH*

DATE: March 23, 2023

RE: Ordinance 2022-19-64, Redirecting \$110,000 in Local Funds From the Homer High School Roof Project to the West Homer Elementary School Water Infiltration Project (Mayor)

Ordinance 2021-19-28 appropriated \$700,000 in U.S. Treasury, Coronavirus State and Local Fiscal Recovery Funds Established by the American Rescue Plan Act (ARPA) for a project at West Homer Elementary to address water infiltration issues.

In the design development process, it was discovered that the changes to the building envelope would impact the current window systems used in the facility and they would need to be replaced as part of the project. As part of the design effort for this project, a third-party estimate was completed and identified a budget shortfall of \$110,000 caused by the additional scope requirement to replace the windows.

Ordinance 2021-19-28 also appropriated \$1,800,000 in local funds from the General Fund for critical infrastructure replacement related to the Homer High School Roof. That project is currently under contract and has approximately \$600,000 in contingency available. In review of the past work completed on the Homer High school roof, it is unlikely that issues discovered in the course of construction would need the full \$600,000. Taking this into consideration, the \$110,000 needed for the West Homer elementary project is available.

For these reasons, it is in the best interest of the Borough to redirect \$110,000 in local funds from the General Fund from the Homer High School Critical Infrastructure Roof Replacement Project to the West Homer Elementary School Infrastructure Water Infiltration Project.

Your consideration is appreciated.

FINANCE DEPARTMENT FUNDS/ACCOUNT VERIFIED	
Account:	<u>400.72010.HHSRF.49999</u>
Amount:	<u>\$110,000</u>
By: <u><i>cg</i></u>	Date: <u>3/24/2023</u>