

Kenai Peninsula Borough

Finance Department

MEMORANDUM

TO: Kelly Cooper, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: Charlie Pierce, Mayor *JCB*

FROM: Brandi Harbaugh, Finance Director *BH*

DATE: October 24, 2019

RE: Ordinance 2019-19-19, Appropriating Phase Two Bond Proceeds for the Purpose of Purchasing Emergency Vehicles in the Central Emergency Service Area (Mayor)

Ordinance 2015-21, authorized an election to be held on October 5, 2015, for the purpose of submitting a proposition to the qualified voters of the Central Emergency Service Area for approval or rejection of the bonds. At that election the qualified voters of the service area approved the issuance of the Bonds, not to exceed \$4,400,000.00

The assembly, through resolution 2016-003, authorized the issuance of General Obligation Bonds in the not-to-exceed amount of \$4,400,000 for the purchase of emergency response vehicles for the Central Emergency Service Area. The borough administration elected to issue the debt in two phases with phase I to be issued in February 2016 and the remainder amount in the fall of 2019 depending on the emergency response vehicle replacement schedule.

In January 2016 ordinance 2015-19-23 appropriated \$2,795,137.58 to fund the first phase for emergency response vehicles. This ordinance would appropriate the remaining proceeds for the second phase of the debt issuance which are expected to be received on November 21, 2019 in the amount of \$1,611,195.75 and deobligate \$9,508.33 from the 16CES bond proceeds for cost of bond issuance.

Due to the timing of the bond issuance, the first debt service payment will become due in April 2020, therefore this ordinance also appropriates fund balance from the CES Service Area Operating fund to pay the first debt service payment.

FINANCE DEPARTMENT ACCOUNT / FUNDS VERIFIED	
Acct. No.	<u>443.51610.20CES.49999</u>
Amount:	<u>\$1,611,195.75</u>
Acct. No.	<u>211.27910</u>
Amount:	<u>\$24,104.17</u>
By: <i>PP</i>	Date: <u>10/24/2019</u>