



KENAI PENINSULA BOROUGH

144 North Binkley Street • Soldotna, Alaska 99669-7520

Toll-free within the Borough: 1-800-478-4441

PHONE: (907) 262-4441 • FAX: (907) 262-1892

www.kpb.us

MIKE NAVARRE
BOROUGH MAYOR

MEMORANDUM

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

Thru: Mike Navarre, Mayor *MN*

From: Craig Chapman, Finance Director *CC*

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.	<u>241.27910</u>
Amount	<u>\$1,000,000.00</u>
By: <u><i>CC</i></u>	Date: <u>11/2/16</u>