

Kenai Peninsula Borough

Finance Department

MEMORANDUM

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

THRU: Charlie Pierce, Mayor *CP*
Marcus Mueller, Senior Manager Land Management *RR*

FROM: Brandi Harbaugh, Finance Director *BH*

DATE: July 28, 2022

SUBJECT: Ordinance 2022-19- 07, Appropriating up to \$4,565,000 from the Land Trust Fund, Fund Balance to be Transferred to the Land Trust Investment Fund Representing the Fiscal Year 2022 Transfer of Land Sales Revenue to the Land Trust Investment Fund per KPB 5.20.080(B) (Mayor)

The Land Trust Investment Fund (LTIF) was established in September 2018 per KPB Ordinance 2018-29 to manage the financial assets related to borough lands for the long-term benefit of the borough residents.

KPB 5.20.080(B) sets out that the net proceeds of land sales will be transferred from the Land Trust Fund (LTF) to the LTIF if the fund balance policy minimum requirements of the LTF are met. The June 30, 2022 ledger has been tentatively closed and is currently pending completion of the fiscal year 2022 audit. The LTF currently has a fund balance of approximately \$6,018,000, which is \$4,565,000 above the minimum fund balance requirements prior to the transfer.

This ordinance transfers up to \$4,565,000 from the LTF to the LTIF per KPB 5.20.080(B), representing the fiscal year 2022 land sales revenues less the LTF minimum fund balance requirements.

Your consideration of the ordinance is appreciated.

FINANCE DEPARTMENT ACCOUNT / FUNDS VERIFIED	
Acct. No. 250.27910	Amount: <u>Up To \$4,565,000</u>
By: <i>CP</i>	Date: <u>7/25/2022</u>