

# Kenai Peninsula Borough

## Community & Fiscal Projects

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### MEMORANDUM

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

**THRU:** Charlie Pierce, Mayor *CP*  
Brandi Harbaugh, Finance Director *BH*  
John Hedges, Purchasing & Contracting Director *JH*

**FROM:** Rachel Chaffee, Community & Fiscal Projects Manager *RC*  
Lee Frey, Solid Waste Director *LF*  
Ben Hanson, Information Technology Director *BH*

**DATE:** August 11, 2022

**RE:** Ordinance 2022-19-13, Accepting and Appropriating Congressionally Directed Spending Grant Funds from the Environmental Protection Agency, Appropriating the Required Twenty Percent Match Funds from the General Fund, and Re-Allocating State and Local Fiscal Recovery Funds from the Solid Waste Department to School Pay-Go and Cybersecurity Projects (Mayor)

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On April 18, 2022, the Kenai Peninsula Borough received notification that the request for congressionally directed spending for the Leachate Project was funded from the Environmental Protection Agency. In July of 2022, the Environmental Protection Agency began finalizing their granting process and issued final notifications and began the processes of notifying the agencies of the funding, and grant processes.

The funding amount requested and awarded for the Leachate project is \$3,360,00.00 and has a 20% match requirement which requires an additional \$840,000.00 in non-federal, local funds. The match funds are not budgeted for in FY23.

The Leachate Project previously had State and Local Fiscal Recovery Funds allocated to it that cannot be used as match funds. An amount equal to the match requirement will need to be re-allocated to other projects. The suggested projects are:

- \$225,000.00 for cybersecurity activities to be managed through the Information Technology Department meeting all criteria allowable under the Final Rule for State and Local Fiscal Recovery Fund requirements, and ensuring the Kenai Peninsula Borough is protected from cybersecurity threats boroughwide, and;

- \$615,000.00 for school-based projects for negatively impacted communities or school-based pay-go projects for school maintenance projects that meet all criteria allowable under the Final Guidance for State and Local Fiscal Recover Fund requirements. Prior to further distribution and spending of these funds, each project or projects will be approved by Assembly resolution.

The total of both amounts as listed above are \$840,000.00

It is therefore requested that the assembly:

- Accept and appropriate \$3,360,000 in congressionally directed grant funds from the Environmental Protection Agency for the Leachate Project, and;
- Appropriate, from the general fund, \$840,000 for the 20% match requirement for the Environmental Protection Agency, and;
- Redirect \$225,000 of State and Local Fiscal Recovery Funds from Solid Waste for cybersecurity protection, and;
- Redirect \$615,000 of State and Local Fiscal Recover Funds from Solid Waste for school-based projects for negatively impacted communities or school-based pay-go projects for school maintenance.

Your consideration of the ordinance is appreciated.

FINANCE DEPARTMENT FUNDS/ACCOUNT VERIFIED	
Account:	<u>411.32122.SLF02.49999</u>
Amount:	<u>\$840,000</u>
Account:	<u>100.27910</u>
Amount:	<u>\$840,000</u>
Account:	<u>411.LEACH.33131</u>
Amount:	<u>\$3,360,000</u>
By: <u>    <i>CJ</i>    </u>	Date: <u>8/11/2022</u>