

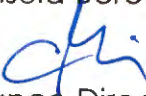
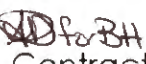

# Kenai Peninsula Borough


## Purchasing and Contracting Department

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### MEMORANDUM

**TO:** Wayne Ogle, Assembly President  
Members, Kenai Peninsula Borough Assembly

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

**FROM:** Kevin Lyon, Project Manager 

**DATE:** March 21, 2019

**RE:** Resolution 2019- 025, Authorizing the Kenai Peninsula Borough Mayor to Submit a Bond Reimbursement Application to the Alaska Department of Education and Early Development for the Approval of Additional Projects in the Bond Reimbursement Program for Bonds Sold in 2014 (Mayor)

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Pursuant to the passage of Ordinance 2013-28 on August 6, 2013, the assembly included Proposition No. 2 for Educational Capital Improvements on the ballot, which passed by the majority of voters during the October 1, 2013 election. On October 8, 2013 the assembly approved Resolution 2013-071 providing for the issuance and sale of general obligation bonds that included roof replacements at ten schools. The bonds were appropriated in Ordinance 2013-19-22 on December 3, 2013. On February 3, 2014 the project agreement for the Roof Replacement – 10 Schools was signed between the State of Alaska and the Kenai Peninsula Borough School District.

Included in the language of Ordinance 2013-28, at the end of section one, is "upon completion of the projects, any unexpended bond proceeds, including interest income generated through investment of the bond funds, may be used to fund any other educational capital improvement projects chosen by the borough and approved by the Department of Education and Early Development ("DEED").

As all ten of the school roofs are now complete or are in the warranty period and remaining proceeds are available for "other education capital improvement projects", the Department of Education and Early Development has requested a plan on how the remaining bond proceeds will be utilized.

In reviewing the Kenai Peninsula Borough School District's six-year plan (Ranking) for projects eligible under the debt funding categories per AS 14.11.100(j)(4) of the Bond Reimbursement Program, Homer High School (#3) and Redoubt Elementary (#4) are the next facilities in the borough requiring roof replacement. Remaining funds are inadequate to address the needs at Homer High School but funds are adequate to complete the roof replacement at Redoubt Elementary. With the likelihood of funds remaining following the completion of the Redoubt Elementary Roof, the West Homer Elementary North Wall Sealing (#5) would also be eligible under the Health and Safety Debt Funding category. As the DEED now requires the submission of an application for approval, this resolution requests authorization for the mayor to submit a Bond Reimbursement Application to the Alaska Department of Education and Early Development for the approval of the Redoubt Elementary Roof and West Homer Elementary North Wall Sealing additional projects.