## MEMORANDUM

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

FROM: Charlie Pierce, Borough Mayor

DATE: June 18, 2019

**RE:** Striking the Funding of \$100,000 for Peninsula Promotion - KPTMC in Ordinance 2019-19, Appropriating Funds for Fiscal Year 2020

For the reasons discussed below, I hereby strike the appropriation of \$100,000 for Peninsula Promotion- KPTMC. The effect of this veto on the budget ordinance is as follows:

SECTION 1.	That \$ <del>85,537,299</del> 85,437,299 is appropriated in the General Fund for the fiscal year beginning July 1, 2019 and ending June 30, 2020 as follows:		
	General Government Operations \$17,333,185	<del>7,333,185</del>	
	Transfer to School District for Operations and In-kind Services	51,512,091	
	Transfer to School Debt Service	3,793,886	
	Transfer to Special Revenue Funds:		
	Solid Waste	7,797,970	
	Post-Secondary Education	847,186	
	911 Communications Fund	350,000	
	Nikiski Senior Service Area	52,981	
	Eastern Peninsula Highway Emergency Service Area	350,000	
	Transfer to Capital Projects Funds:		
	School Revenue	2,250,000	
	General Government	250,000	

This reduction is for page145, Fund 100, Department 94900, Department Name Economic Development, Object Code 43021, Account Description Peninsula Promotion - KPTMC, Current Budget Amount \$100,000, Decrease Amount \$100,000, Resulting Budget Amount \$0.

My reasons for striking this funding include the borough is still in a very tight and uncertain fiscal position, and needs to limit its expenditures accordingly. Also, I believe it is time for the borough to go in a different direction by using a competitive solicitation process to hire an organization to market the areas of the borough outs de of the cities. This would provide an avenue to explore different options available for this marketing that include promoting other forms of economic development and a better understanding of borough functions.

## Page -2-June 18, 2019 To: KPB Assembly Members RE: Striking \$100,000 in Funding for Peninsula Promotion

AS 29.20.270 provides that a veto may be overridden within 21 days following the exercise of the veto or during the next regular meeting, whichever is later. The next regular meeting is July 2, 2019 and 21 days after the date of this veto is July 9, 2019.