

Kenai Peninsula Borough

Purchasing and Contracting Department

MEMORANDUM

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

THRU: Charlie Pierce, Mayor *JCB*

FROM: Brandi Harbaugh, Finance Director *BH*
John Hedges, Purchasing & Contracting Director *JH*

DATE: February 4, 2021

RE: Resolution 2021-016, 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)

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 State of Alaska Department of Education and Early Development ("DEED").

In April 2019 the assembly authorized the Mayor to submit a bond reimbursement application that was approved by DEED for the approval of Redoubt Elementary Roof project in 2019. The Redoubt Roof Project is now complete and this resolution authorizes the borough mayor to submit a bond reimbursement

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application to DEED for the approval of Homer High School Roof Phase I Project.

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 shows that Homer High School (#3) is the next facility in the borough requiring roof replacement. Remaining funds are inadequate to address the entire roof at Homer High School but available funds are adequate to complete Phase I of the roof replacement at Homer High School.