

MEMORANDUM

TO: Assembly President Jack Brown
Members of the Borough Assembly

FROM: Borough Clerk Linda Murphy

DATE: September 16, 1997, Regular Assembly Meeting

SUBJ: Informational Brochure for Ballot Propositions

KPB 4.10.110 requires the Borough Clerk to mail to each boxholder within the Borough an informational brochure containing information approved by the Assembly of a strictly factual nature pertaining to each proposition on the ballot. Following is the proposed statement for each of the two borough propositions. (Note: I have not included herewith the proposition language. However, the full text of each proposition will be included in the brochure.)

PROPOSITION NO. 1 [Redirection of School Bond Proceeds]

This proposition will be considered by all borough voters.

As noted in the proposition, borough voters previously approved the sale of general obligation bonds for the construction of the West Homer Elementary School. The project was completed for far less than originally estimated, leaving a surplus of up to \$1,500,000 of bond proceeds unexpended. If approved by the voters, these funds can be redirected to other school capital projects. One of the projects identified for use of the funds is the Ninilchik School Addition. Approval of the redirection of the bond proceeds will not result in an increase in property taxes.

PROPOSITION NO. 2 [Expansion of Powers for the Central Peninsula Hospital Service Area]

This proposition will be considered by all voters residing in the Central Peninsula Hospital Service Area.

Currently, the Central Peninsula Hospital Service Area is limited to the legal authority to provide for hospitals and an alcohol abuse treatment center within the service area. In recent years, there have been many changes within the industry in the delivery of medical services. In order to compete in this changing environment, the Hospital Service Area wishes to expand the powers available to it so that it can offer additional services either directly or by contracting with private medical care providers. Any powers granted by passage of this proposition will be subject to Assembly approval. This proposition also seeks to cap tax support for the service area at 1 mill. If this proposition is approved, any tax levy in excess of 1 mill must be approved by a majority vote of the voters residing in the service area.