

Introduced by:	Mayor
Date:	02/05/02
Hearing:	03/12/02
Action:	Enacted
Vote:	8 Yes, 0 No, 1 Absent

**KENAI PENINSULA BOROUGH
ORDINANCE 2001-19-31**

**AN ORDINANCE AUTHORIZING SCHOOL DISTRICT PARTICIPATION IN THE
BOROUGH EQUIPMENT REPLACEMENT FUND AND APPROPRIATING \$87,500 IN
SUPPLEMENTAL FUNDING FROM THE EQUIPMENT REPLACEMENT FUND
BALANCE TO PURCHASE A REPLACEMENT TANDEM AXLE DELIVERY TRUCK
FOR THE SCHOOL DISTRICT**

WHEREAS, the school district owns and utilizes a 1986 tandem axle truck for delivery of goods from the warehouse to district schools; and

WHEREAS, the delivery truck has recently experienced excessive down time and a rapid escalation in repair and maintenance costs; and

WHEREAS, the truck is currently considered out of service and is in need of approximately \$20,000 in repairs; and

WHEREAS, a new replacement tandem axle delivery truck is expected to have a useful life of approximately ten years, a purchase price of approximately \$87,500, and an annualized Equipment Replacement Fund rental fee to the school district of \$8,750; and

WHEREAS, the school board took action at its January 21, 2002 meeting to request the borough amend its Equipment Replacement Fund policy to include equipment acquisitions for the school district and appropriate \$85,000 for the purchase of a replacement tandem axle delivery truck; and

WHEREAS, the school district will include sufficient funds in its FY2003 operating budget to pay the annual equipment rental fee to the Equipment Replacement Fund; and

WHEREAS, the Equipment Replacement Fund balance has sufficient funds available to support purchase of the tandem axle truck.

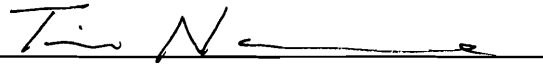
NOW, THEREFORE, BE IT ORDAINED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

SECTION 1. That the Kenai Peninsula Borough shall amend its Equipment Replacement Fund policy to allow equipment acquisitions made on behalf of the school district.

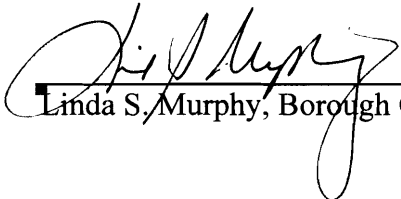
SECTION 2. That \$87,500 is appropriated from the Equipment Replacement Fund balance to Account No. 705-00000-00000-18420 for the purchase of a new tandem axle delivery truck for use by the school district. The truck shall have a ten (10) year depreciable life with an annual rental fee to the school district of 10 percent of the actual purchase price, estimated at \$8,750 per year.

SECTION 3. That this ordinance shall take effect immediately upon its enactment.

ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 12TH DAY OF MARCH, 2002.


Timothy Navarre, Assembly President

ATTEST:


Linda S. Murphy, Borough Clerk

