

Introduced by:	Mayor
Date:	08/05/03
Hearing	09/02/03
Action:	Enacted
Vote:	8 Yes, 0 No, 1 Absent

**KENAI PENINSULA BOROUGH  
ORDINANCE 2003-19-06**

**A ORDINANCE APPROVING A REVISED SCHOOL BUDGET AND  
APPROPRIATING \$525,658 FROM THE GENERAL FUND TO PROVIDE  
SUPPLEMENTAL FUNDING FROM LOCAL SOURCES FOR SCHOOL PURPOSES  
DURING FISCAL YEAR 2003-2004**

- WHEREAS,** in Resolution 2003-049, the borough assembly approved a total education budget in accordance with Alaska Statute 14.14.060(c) and KPB 5.04.021 for the fiscal year July 1, 2003, through June 30, 2004, which included school district operations of \$89,270,459; and established that up to \$31,100,465 be provided from local sources for school purposes; and
- WHEREAS,** the state legislature enacted, and the governor signed into law Senate Bill 202 changing the base student allocation to \$4,169, resulting in a potential \$2,811,128 operating fund revenue increase for the Kenai Peninsula Borough School District per the revised education funding formula; and
- WHEREAS,** tuition funding of \$275,000 was legislatively eliminated, resulting in a net potential revenue increase of \$2,536,128; and
- WHEREAS,** Senate Bill 202 also changed the funding mechanism for pupil transportation from a route based system to a per pupil allocation, which resulted in a \$627,495 budget reduction that was absorbed by the district eliminating 10 routes district-wide, contracting transportation services in Seward, and other miscellaneous budget reductions; and
- WHEREAS,** the school board approved at its meeting on July 7, 2003, a revised Annual Budget that reinstated \$624,356 for curriculum adoption, \$400,000 unallocated staffing, \$1,236,724 for supplies, and allocated \$275,048 toward summer school 2004; and
- WHEREAS,** the changes in the funding formula resulted in an increase in the maximum local contribution allowed by Alaska Statute 14.17.410 of \$525,658; and
- WHEREAS,** the school board has requested approval of this supplemental appropriation, and the revised 2003-2004 School District budget as presented in accordance with revised foundation calculations; and
- WHEREAS,** sufficient funds are available in the general fund balance to support this appropriation;

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

**SECTION 1.** That the borough assembly approves a revised total education budget for the fiscal year July 1, 2003 through June 30, 2004, in which item A and the total budget are both increased by \$1,908,633 as follows:

A. School District Operations	\$84,773,968
B. Borough Maintenance	5,033,417
C. School District Utilities	46,410
D. Insurance	1,220,446
E. Audit	26,000
F. Custodial Services	78,851
TOTAL EDUCATION BUDGET	<u>\$91,179,092</u>

**SECTION 2.** That subject to the provisions of this ordinance, in addition to the amounts previously appropriated in Ordinance 2003-19, supplemental funding of \$525,658 is appropriated from the general fund balance to the school district operations fund as local effort. With this supplemental appropriation, total local funding for the school operations purposes and in-kind services for the year July 1, 2003 through June 30, 2004 are revised to read as follows:

A. Local Effort	\$25,220,999
B. Borough Maintenance	5,033,417
C. School District Utilities	46,410
D. Insurance	1,220,446
E. Audit	26,000
F. Custodial Services	78,851
TOTAL LOCAL FUNDING PER AS 14.17.410	<u>\$ 31,626,123</u>

**SECTION 3.** That disbursements from the direct appropriation in Section 3, item (A), shall be made monthly, and only as needed to supplement other revenues available and received by the school district to fund the operations portion of the school district budget. Any available balance remaining at the end of the fiscal year shall then be disbursed to the school district, provided that the total amount disbursed shall not exceed the amount allowed under AS 14.17.410 as determined after actual enrollment numbers are known.

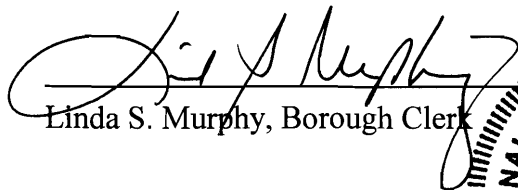
**SECTION 4.** That a copy of this ordinance will be sent to the President of the Board of Education upon its adoption.

**SECTION 5.** That this ordinance takes effect immediately upon its adoption.

ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 2ND  
DAY OF SEPTEMBER, 2003.

  
Pete Sprague, Assembly President

ATTEST:

  
Linda S. Murphy, Borough Clerk

