

Introduced by:	Mayor
Date:	04/20/04
Hearing:	05/18/04
Action:	Enacted
Vote:	9 Yes, 0 No

**KENAI PENINSULA BOROUGH
ORDINANCE 2003-19-46**

**AN ORDINANCE APPROPRIATING \$175,000 IN SUPPLEMENTAL FUNDING FROM
THE BOROUGH EQUIPMENT REPLACEMENT FUND TO PURCHASE A NEW
POINT OF SALE SYSTEM FOR THE SCHOOL DISTRICT**

- WHEREAS,** the school district utilizes a point of sale ("POS") system, a combination of software and hardware, to record the daily participation of students in the KPBSD National School Lunch and Breakfast Programs; and
- WHEREAS,** the POS system currently being used by the school district is no longer being supported by either the software system or its hardware component suppliers; and
- WHEREAS,** the POS system is used to meet local administrative requirements for daily cash sales by individual school and individual student accounts, records of daily bank deposits by individual school, and records of the individual status of 9,300 student accounts; and
- WHEREAS,** the student nutrition services department for KPBSD processes over \$2.5 million of sales and federal reimbursements each school year using 34 POS units to generate the records necessary to document the sale of 840,000 meals annually and meet the desired ability to process students past a POS unit at a rate of 7 seconds per student; and
- WHEREAS,** a replacement POS system is expected to have a useful life of approximately five years, a purchase price of approximately \$175,000, and an annualized Equipment Replacement Fund rental fee from the school district of \$40,500; and
- WHEREAS,** the school board took action at its April 5, 2004 meeting approving an amount equal to the annual rental payment for the replacement of the existing point of sale system in its FY2005 budget; and
- WHEREAS,** the school district intends to continue to include in future operating budgets sufficient funds to pay the annual equipment rental fee to the Equipment Replacement Fund; and
- WHEREAS,** the Kenai Peninsula Borough amended its Equipment Replacement Fund Policy by enacting Ordinance 2001-19-31 on March 12, 2002 to allow the financing of equipment acquisitions made on behalf of the school district; and

WHEREAS, the Equipment Replacement Fund balance has sufficient funds available to support purchasing the point of sale system;

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


SECTION 1. That, \$175,000 is appropriated from the Equipment Replacement Fund balance to Account No. 705-00000-00000-18420 for the purchase of a new point of sale system for use by the school district. The point of sale system shall have a five (5) year depreciable life with an annual estimated rental fee to the school district of \$40,500 per year.

SECTION 2. That the KPBSD shall be solely responsible for the purchase and continued maintenance and operation of the equipment until it is surplusd or otherwise disposed of.

SECTION 3. That the mayor is authorized to execute documents as necessary to effectuate the intents and purposes of this ordinance.

SECTION 4. That this ordinance shall take effect immediately upon its enactment.

ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 18TH DAY OF MAY, 2004.


Pete Sprague, Assembly President

ATTEST:


Linda Murphy, Borough Clerk

