



## KENAI PENINSULA BOROUGH

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DAVID R. CAREY  
BOROUGH MAYOR

### Memorandum

To: Milli Martin, Assembly President  
Members of the Kenai Peninsula Borough Assembly

Thru: David R. Carey, Mayor *DR Carey*

From: Craig Chapman, Finance Director *C Chapman*

Date: September 1, 2009

Re: Ordinance 2008-19-62, to record expenditures of \$1,985,582 paid by the State of Alaska Department of Administration, Division of Retirement & Benefits on behalf of the Borough toward the Borough's unfunded PERS liability

As part of last year's legislative session, the Alaska legislature passed HB310 which appropriated \$241,600,000 to help defray the cost of increased employer contributions to the Public Employees' Retirement System (PERS) for fiscal year 2009. The purpose of this legislation was to contribute to the PERS system an amount estimated to be equal to the difference the Borough's budgeted PERS rate of 22 percent and the actuarially determined rate of 35.22 percent. Pursuant to the attached letter from the Division of Retirement and Benefits dated August 25, 2009, the amount contributed on the Borough's behalf for FY2009 is \$1,985,582.

Generally accepted accounting principles require that the Borough record expenditures paid on its behalf. This ordinance amends the budget to reflect these expenditures; there will be no impact to fund balances of any fund as revenue equal to the expenditures will also be recorded.

FINANCE DEPARTMENT FUNDS VERIFIED	
ACT #	<i>All acct. #'s have been verified</i>
BY:	<i>CRB</i>
DATE:	<i>9/1/09</i>