

Memorandum

To: Pete Sprague, Assembly President
Member, Kenai Peninsula Borough Assembly

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

From: Craig Chapman, Finance Director *C Chapman*

Date: June 8, 2010

Subject: Ordinance 2010-19, budget amendments.

The following are proposed adjustments to the FY2011 budget for your consideration

Budget amendments

1. Decrease funding for Schools from the \$45,000,000 shown in the proposed budget to \$43,251,135; the amount approved through Resolution 2010-043.

General Fund Non Departmental, budget document page 118,
Decrease line item 100.94910.00000.50241, S/D operations, \$1,748,865.
School Fund Non Departmental, budget document page 217,
Decrease line item 241.94910.00000.50241, S/D operations, \$1,748,865.

2. Decrease funding for EDD from the \$101,000 shown in the proposed budget to \$100,000, the amount shown in the Memo from EDD dated March 18, 2010. The following changes should be made:

General Fund Non Departmental, budget document page 118,
Decrease line item 100.94910.00000.43009, Contract Services – EDD,
\$1,000.

3. Funding for Kenai Peninsula College (KPC) is limited to an amount not to exceed .10 mill. Funding to KPC in the FY2011 proposed budget was based upon preliminary assessed values. Based upon certified assessed values, the amount of funding that could be provided to KPC is \$637,570; a decrease of \$10,350 from what is shown in the proposed budget. The following changes would be required to increase the funding to KPC to an amount equal to .10 mill:

General Fund, budget document page 118
Decrease line item 100.94910.00000.50242, transfer to KPC, \$10,350. This changes the funding amount from \$647,920 to \$637,570.
Postsecondary Fund, budget document page 223

Decrease line item 242.78090.00000.43023, KPC expenditures, \$10,350.
This changes the expenditure amount from \$647,920 to \$637,570.

4. Reduce the transfer from Central Peninsula Emergency Medical Service Area (CPEMSA) by \$985. This is to reflect the reduction in assessed values as determined by the Borough's Assessor. The following change is needed:

CPEMSA budget document page 164

Decrease line item 220.52110.00000.50211, transfer to CES \$985. This changes the transfer amount from \$21,726 to \$20,741.

5. Change the distribution of 911 costs from CES and Nikiski Fire Service Area to now include KESA. The cost currently charged (\$147,832) is allocated evenly between CES and Nikiski. The proposed allocation would be based upon the number of calls during 2009 and would be as follows:

- a. CES calls 1,977, 66.6% \$98,505
- b. Nikiski calls 850, 28.7% \$42,352
- c. KESA calls 140, 4.7% \$6,975

The following changes would be required:

Nikiski Fire Service Area, budget document page 138

Decrease line item 206.51110.00000.50100, transfer to G/Fund \$31,564.
This changes the transfer amount from \$73,916 to \$42,352.

CES, budget document page 159

Increase line item 211.51610.00000.50100, transfer to G/Fund \$24,589.
This changes the transfer amount from \$73,916 to \$98,505.

KESA, budget document page 170

Increase line item 212.51810.00000.50100, transfer to G/Fund \$6,975. This changes the transfer amount from \$-0- to \$6,975.

6. Increase the contract services line item for the Central Kenai Peninsula Hospital Service Area by \$100,000. These funds would be available to assist the administration in their oversight of any proposed changes to the governance issues with the hospital. The following change would be made:

Central Kenai Peninsula Hospital Service Area, budget document page 281

Increase line item 600.81110.00000.43011, contract service \$100,000. This changes the contract services amount from \$20,000 to \$120,000.

7. This proposed change is to the ordinance only. On page 315 of the budget document, Central Kenai Peninsula Hospital Service Area Capital Project Fund,

\$900,000 is shown as being transferred to the Central Kenai Peninsula Hospital Service Area Operating Fund, and is shown as a transfer in that fund, page 278. The Ordinance does not reflect this transfer. Section 10 of Ordinance 2010-19 should be changed to reflect this change as follows:

Include in the Service Area appropriation section:

Central Kenai Peninsula Hospital	\$900,000
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