

KENAI PENINSULA BOROUGH PROGRAM DESCRIPTION

CAPITAL PROJECT FUNDS - CAPITAL IMPROVEMENT PROGRAM

GENERAL OBJECTIVES: To oversee the capital improvements program, including ongoing and future projects.

FY2005 OBJECTIVES:

School Revenue Capital Projects -- to account for capital improvements to schools, funded by revenues from the Borough's General Fund.

Bond Funded Capital Projects – Four new bond funded capital projects have been authorized in the past year, they are as follows:

Solid Waste In October 2002, voters of the Kenai Peninsula Borough approved the issuance of up to \$12,000,000 of general obligation bonds for planning, designing, site preparations, constructing and equipping a regional solid waste facility located near Soldotna. The issuance and sale of \$7,040,000 will fund the first phase of the project. The first phase of the landfill expansion including clearing 40 acres and excavating over 625,000 cubic yards of material was completed in late 2003. The next phase including the liner installation, leachate and gas collection and treatment, and other improvements will be conducted during May - November 2004. The second phase of the project will occur in approximately 2008-2009 with issuance and sale of general obligation bonds as needed to fund the remainder of the project.

Central Peninsula Hospital Service Area In October 2003, voters of the service area approved the issuance of up to \$49,900,000 of general obligation bonds for a major expansion and renovation project to the current hospital. A new master plan and schematic design effort was completed by summer of 2003. The project will be done in three phases; Phase 1, clearing and excavation slated for 2004; Phase 2, construction of a major addition scheduled for 2005 through to 2007; Phase 3 formulating a capital projects and expansion master plan, 2006-2007. This plan is for repairs, improvements, upgrades and expansion to the entire facility.

South Peninsula Hospital Service Area In July 2003, voters of the service area approved the issuance of up to \$10,500,000 of general obligation bonds for a \$17,000,000 major expansion and renovation project to the current hospital. A new master planning effort was completed by summer of 2003. Schematic and design development activities for the east-end expansion are underway. Construction documents are expected to be available for bid in late Fall 2004 for a 2005/2006 construction period.

Seward Middle School In October 2002, voters of the Kenai Peninsula Borough approved the issuance of up to \$14,700,000 of general obligation bonds for planning, designing, site preparations, constructing and equipping a middle school for Seward. The project is slated for completion 2005.

General Government Capital Projects -- to account for General Government capital improvements funded by revenues from the General Fund.

Service Area Capital Projects -- to account for capital improvements and equipment acquisitions for the service areas. Financing is provided by revenues from special revenue funds, interest earnings, and grant funds.

ACCOMPLISHMENTS: FY2004

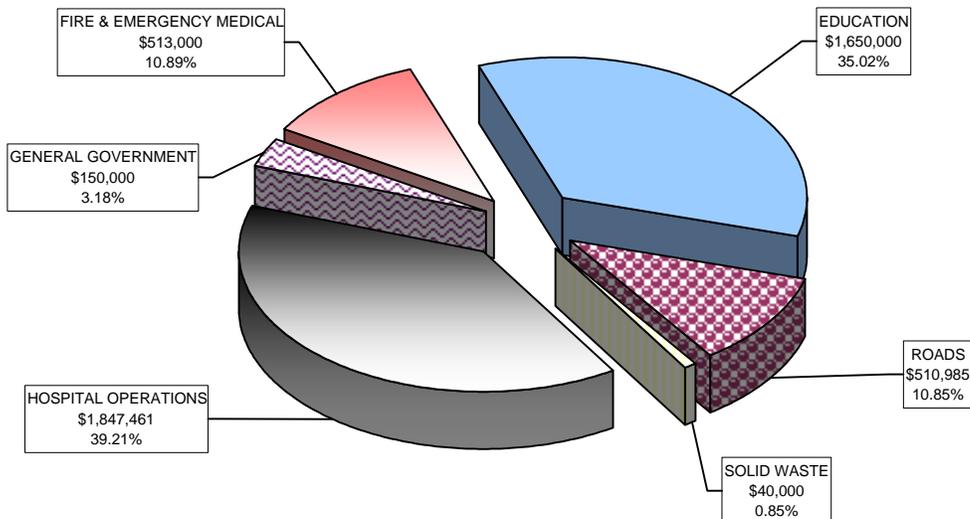
Major Projects Division -- Central Peninsula General Hospital Expansion Design; Kachemak FSA Building Design; Kenai River Center Embankment; Kenai Middle Fire Alarm Design; Moose Pass School Roof Phase 2; Nanwalek School Roof Design; Nikiski Fire Station Design; Kenai Spur Highway Scoping; Seldovia B&G Club Design/Construction; Skyview High Water Bldg.; Soldotna Middle School Fire Alarm Design; Soldotna Middle School Classroom Design/Construction; South Peninsula Hospital East Addition/Master Plan Design.

Maintenance Department -- Flooring replacement at K-Beach, North Star, Soldotna High, KCHS, Sterling and School District Warehouse. Electrical ballast upgrades at Nanwalek, K-Beach, Soldotna High and Seward High upper and lower gyms. New intercom installation at Sears; new digital control upgrades at KCHS, Nikiski High, Skyview, Soldotna Elementary, North Star, Mt. View, and Soldotna Maintenance Shop; asbestos abatement at KCHS, Soldotna High, Kenai Alternative, Nikiski Elementary, Seward High, and Tebughna; refurbish gym floor at Soldotna High.

Solid Waste Department -- Seldovia Landfill design; transfer site container construction; transfer site electrical service installation; Homer Landfill design and construction of stormwater controls; Homer Landfill safety and code improvements.

PROJECTS PROPOSED and/or UNDERWAY: Anchor Point Remote Station Preliminary Design at Nikolaevsk; Arsenic System Study; CES Station 1 Renovation Design; CES Station 4 Generator & Water Well Plumbing; Kachemak Fire Station Construction; Kenai Middle Bleacher Replacement; Nanwalek School Roof/Drainage; Nikolaevsk School Old Wing Roof Rework; NRE DOT/PF Design; OEM Siren System Upgrades; Seward Middle Construction; Skyview Water System Tankage/Treatment; Soldotna Middle Fire Alarm construction; and Tebughna Teacher Housing.

**TOTAL CAPITAL PROJECT APPROPRIATIONS
BY FUNCTION \$4,711,446 - FY2005**



**COMBINED REVENUES AND APPROPRIATIONS
CAPITAL PROJECT FUNDS
FISCAL YEAR 2005**

	SCHOOL REVENUE	BOND FUNDED	GENERAL GOVERNMENT	911 COMMUNICATIONS	RESOURCE MANAGEMENT	SOLID WASTE	ROAD SERVICE AREA
REVENUES - INTEREST EARNINGS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,190
OTHER FINANCING SOURCES - TRANSFERS FROM OTHER FUNDS	1,250,000	-	150,000	-	-	40,000	1,400,000
TOTAL REVENUES AND OTHER FINANCING SOURCES	1,250,000	-	150,000	-	-	40,000	1,411,190
EXPENDITURES - FY2005 APPROPRIATIONS	1,650,000	-	150,000	-	-	40,000	510,985
TRANSFER TO OTHER FUNDS	-	-	-	-	-	-	-
TOTAL EXPENDITURES AND OTHER FINANCING USES	1,650,000	-	150,000	-	-	40,000	510,985
NET RESULTS FROM OPERATIONS	(400,000)	-	-	-	-	-	900,205
BEGINNING FUND BALANCE	2,618,662	9,161,631	99,625	72,910	-	-	1,528,532
ADJUSTMENT TO FUND BALANCE FOR PRIOR YEAR PROJECTS AUTHORIZED BUT NOT COMPLETED	(2,209,749)	(8,934,359)	-	-	-	-	(1,525,451)
ENDING FUND BALANCE	\$ 8,913	\$ 227,272	\$ 99,625	\$ 72,910	\$ -	\$ -	\$ 903,286

NIKISKI FIRE SERVICE AREA	BEAR CREEK FIRE SERVICE AREA	CENTRAL EMERGENCY SERVICE AREA	ANCHOR POINT FIRE AND EMERGENCY MEDICAL SERVICE AREA	KACHEMAK EMERGENCY SERVICE AREA	NORTH PENINSULA RECREATION SERVICE AREA	CENTRAL PENINSULA HOSPITAL SERVICE AREA	SOUTH PENINSULA HOSPITAL SERVICE AREA	TOTAL
\$ 21,814	\$ 3,772	\$ 34,884	\$ 1,409	\$ 1,896	\$ 21,213	\$ 39,488	\$ 9,931	\$ 145,597
75,000	160,000	325,000	62,500	100,000	550,000	1,053,000	794,461	5,959,961
96,814	163,772	359,884	63,909	101,896	571,213	1,092,488	804,392	6,105,558
38,000	150,000	80,000	100,000	145,000	-	1,053,000	794,461	4,711,446
-	-	-	-	-	-	-	-	-
38,000	150,000	80,000	100,000	145,000	-	1,053,000	794,461	4,711,446
58,814	13,772	279,884	(36,091)	(43,104)	571,213	39,488	9,931	1,394,112
1,301,673	453,644	1,340,526	205,323	304,459	321,252	1,209,007	901,829	19,519,073
(485,117)	(387,770)	(230,183)	(161,457)	(256,135)	(22,743)	(1,209,007)	(901,829)	(16,323,800)
\$ 875,370	\$ 79,646	\$ 1,390,227	\$ 7,775	\$ 5,220	\$ 869,722	\$ 39,488	\$ 9,931	\$ 4,589,385

**KENAI PENINSULA BOROUGH
BUDGET DOCUMENT**

CAPITAL IMPROVEMENTS PROGRAMS

	FY2002 ACTUAL	FY2003 ACTUAL	FY2004 ORIGINAL BUDGET	FY2004 AMENDED BUDGET	FY2005 MAYOR PROPOSED	FY2005 ASSEMBLY ADOPTED	DIFFERENCE BETWEEN ASSEMBLY ADOPTED & CURRENT BUDGET %
SCHOOL REVENUE CAPITAL PROJECTS							
400-71001 OUTSIDE CITY SCHOOLS	\$ 395	\$ -	\$ -	\$ -	\$ -	\$ -	-
400-71010 CHAPMAN ELEMENTARY	109,080	16,207	-	44,292	-	-	(44,292) -100.00%
400-71020 COOPER LANDING SCHOOL	-	1,681	-	12,873	-	-	(12,873) -100.00%
400-71030 NANWALEK	670	67,212	-	38,576	-	-	(38,576) -100.00%
400-71050 K-BEACH ELEMENTARY	11,744	233,668	-	92,634	-	-	(92,634) -100.00%
400-71060 MCNEIL CANYON	206,093	2,657	-	3,341	-	-	(3,341) -100.00%
400-71070 MOOSE PASS SCHOOL	-	7,889	-	41,131	-	-	(41,131) -100.00%
400-71080 NIKISKI ELEMENTARY	8,079	151,793	-	39,686	-	-	(39,686) -100.00%
400-71081 NORTHSTAR ELEMENTARY	-	9,624	-	68,136	-	-	(68,136) -100.00%
400-71082 NIKISKI HIGH SCHOOL	181	-	-	34,826	-	-	(34,826) -100.00%
400-71090 NIKOLAEVSK	57,665	63,207	-	11,811	275,000	275,000	263,189 2228.34%
400-71100 NINILCHIK ELEMENTARY/HIGH	6,911	8,484	-	105,872	-	-	(105,872) -100.00%
400-71110 PORT GRAHAM ELEM/HIGH	36,074	119,448	-	26,950	-	-	(26,950) -100.00%
400-71120 STERLING ELEMENTARY	385	76,179	-	50,544	-	-	(50,544) -100.00%
400-71130 TUSTUMENA	-	18,807	-	52,753	-	-	(52,753) -100.00%
400-71140 TEBUGHNA	1,093	2,549	350,000	395,480	-	-	(395,480) -100.00%
400-71180 SKYVIEW HIGH SCHOOL	30,343	221,252	-	60,847	-	-	(60,847) -100.00%
400-72010 HOMER HIGH SCHOOL	24,558	40,068	150,000	388,550	-	-	(388,550) -100.00%
400-72030 HOMER MIDDLE SCHOOL	-	52	-	13,076	210,000	-	(13,076) -100.00%
400-72040 PAUL BANKS ELEMENTARY	6,553	10,435	-	5,009	-	-	(5,009) -100.00%
400-72532 HOMER FLEX SCHOOL	4,710	28,478	-	521	-	-	(521) -100.00%
400-73010 KENAI ELEMENTARY SCHOOL	49	119	-	43,932	-	-	(43,932) -100.00%
400-73020 KENAI HIGH SCHOOL	704,594	445,721	-	300,773	200,000	200,000	(100,773) -33.50%
400-73030 KENAI MIDDLE SCHOOL	-	160,140	175,000	264,381	-	-	(264,381) -100.00%
400-73040 SEARS ELEMENTARY	79,052	284,792	-	15,841	-	-	(15,841) -100.00%
400-73050 MOUNTAIN VIEW ELEMENTARY	-	-	-	35,387	-	-	(35,387) -100.00%
400-74010 SUSAN B. ENGLISH	1,346	69,932	80,000	214,618	-	-	(214,618) -100.00%
400-75010 SEWARD ELEMENTARY	-	-	70,000	70,000	-	-	(70,000) -100.00%
400-75020 SEWARD JR/SR HIGH SCHOOL	352,269	20,406	-	64,710	-	-	(64,710) -100.00%
400-75030 SEWARD MIDDLE SCHOOL	70,659	21,621	-	31,220	-	-	(31,220) -100.00%
400-76010 SOLDOTNA ELEMENTARY	-	37,754	-	12,008	-	-	(12,008) -100.00%
400-76020 SOLDOTNA HIGH SCHOOL	-	43,900	-	140,246	-	-	(140,246) -100.00%
400-76030 SOLDOTNA MIDDLE SCHOOL	48,364	64,133	-	292,289	-	-	(292,289) -100.00%
400-76040 REDOUBT ELEMENTARY	93,397	252,352	-	97,614	-	-	(97,614) -100.00%
400-78010 PORTABLE CLASSROOMS	65,982	68,916	-	121,865	-	-	(121,865) -100.00%
400-78030 SCHOOL DIST WAREHOUSE MEDIA CENTE	-	-	-	3,563	-	-	(3,563) -100.00%
400-78035 SOLDOTNA MAINTENANCE SHOP	-	3,560	-	94,188	-	-	(94,188) -100.00%
400-78050 AREAWIDE FACILITIES	978,411	629,090	1,215,000	1,080,206	1,275,000	1,175,000	94,794 8.78%
TOTAL SCHOOL REVENUE CAPITAL PROJECTS	2,898,657	3,182,126	2,040,000	4,369,749	1,960,000	1,650,000	(2,719,749) -62.24%
BONDS CAPITAL PROJECTS							
401-32122 BOROUGH LANDFILL EXPANSION	-	-	-	7,040,000	-	-	(7,040,000) -100.00%
400-71030 NANWALEK	-	318	-	324,682	-	-	(324,682) -100.00%
401-71070 MOOSE PASS	3,698	134,170	-	67,835	-	-	(67,835) -100.00%
401-71080 NIKISKI ELEMENTARY	2,017	129,101	-	15,451	-	-	(15,451) -100.00%
401-71090 NIKOLAEVSK	1,262,552	183,148	-	7,241	-	-	(7,241) -100.00%
401-71100 NINILCHIK ELEM/HIGH	-	1,693	-	199,167	-	-	(199,167) -100.00%
401-71120 STERLING ELEMENTARY	3,527	89,734	-	-	-	-	-
401-71130 TUSTUMENA	342,250	5,413	-	-	-	-	-
400-71180 SKYVIEW HIGH SCHOOL	-	276	-	74,724	-	-	(74,724) -100.00%
401-72040 PAUL BANKS ELEMENTARY	105,085	5,354	-	-	-	-	-
401-73020 KENAI HIGH SCHOOL	(946)	-	-	-	-	-	-
401-73030 KENAI MIDDLE SCHOOL	154,824	3,266	-	-	-	-	-
401-73040 SEARS ELEMENTARY	-	70,942	-	54,058	-	-	(54,058) -100.00%
401-74010 SUSAN B ENGLISH	64,354	806,300	-	-	-	-	-
401-75030 SEWARD MIDDLE SCHOOL	-	-	-	14,700,000	-	-	(14,700,000) -100.00%
401-76010 SOLDOTNA ELEMENTARY	281,830	-	-	-	-	-	-
401-76020 SOLDOTNA HIGH SCHOOL	39,052	578,019	-	-	39,052	-	-
401-76030 SOLDOTNA MIDDLE SCHOOL	137,842	325,299	-	1,151,201	-	-	(1,151,201) -100.00%
401-76040 REDOUBT ELEMENTARY	139,828	319,116	-	-	-	-	-
401-78050 AREAWIDE FACILITIES	252,036	53,306	-	-	-	-	-
401-81111 CENTRAL PENINSULA HOSP. EXPANSION	-	-	-	49,900,000	-	-	(49,900,000) -100.00%
401-81211 SOUTH PENINSULA HOSP. EXPANSION	-	-	-	17,000,000	-	-	(17,000,000) -100.00%
TOTAL BONDS CAPITAL PROJECTS	2,787,949	2,705,455	-	90,534,359	-	-	(90,534,359) -100.00%
GENERAL GOV'T CAPITAL PROJECTS							
407-19010 BOROUGH ADMINISTRATION BLDG	13,373	153,714	-	110,785	-	-	(110,785) -100.00%
407-19015 BOROUGH AREAWIDE SOFTWARE	-	32,946	300,000	959,553	150,000	150,000	(809,553) -84.37%
407-19130 RECORDS MANAGEMENT	32,686	1,785	-	-	-	-	-
TOTAL GENERAL GOVT CAPITAL PROJECTS	46,059	188,445	300,000	1,070,338	150,000	150,000	(920,338) -85.99%
RESOURCE MGMT CAPITAL PROJECTS							
409-21135 KENAI RIVER CENTER	18,249	320,482	-	125,237	-	-	(125,237) -100.00%
TOTAL RESOURCE MGMT CAPITAL PROJECTS	18,249	320,482	-	125,237	-	-	(125,237) -100.00%

**KENAI PENINSULA BOROUGH
BUDGET DOCUMENT**

CAPITAL IMPROVEMENTS PROGRAMS - CONTINUED

	FY2002 ACTUAL	FY2003 ACTUAL	FY2004 ORIGINAL BUDGET	FY2004 AMENDED BUDGET	FY2005 MAYOR PROPOSED	FY2005 ASSEMBLY ADOPTED	DIFFERENCE BETWEEN ASSEMBLY ADOPTED & CURRENT BUDGET %
SOLID WASTE CAPITAL PROJECTS							
411-32122 CENTRAL PENINSULA BALING FACILITY	176,931	295,578	15,000	51,306	-	-	(51,306) -100.00%
411-32140 SELDOVIA LANDFILL	-	2,607	350,000	367,393	-	-	(367,393) -100.00%
411-32150 SEWARD TRANSFER FACILITY	34,665	1,178	-	12,922	-	-	(12,922) -100.00%
411-32170 PORT GRAHAM LANDFILL	-	56,000	50,000	54,000	-	-	(54,000) -100.00%
411-32180 TYONEK LANDFILL	4,500	-	-	-	40,000	40,000	40,000 -
411-32220 TRANSFER SITE MAINTENANCE	61,846	419,054	120,000	132,523	-	-	(132,523) -100.00%
411-32310 HOMER BALER	140,256	48,033	90,000	132,750	-	-	(132,750) -100.00%
TOTAL SOLID WASTE CAPITAL PROJECTS	418,198	822,450	625,000	750,894	40,000	40,000	(710,894) -94.67%
911 COMMUNICATIONS CAPITAL PROJECTS							
455-53110 911 COMMUNICATIONS CENTER	416,152	4,292	-	488,375	-	-	(488,375) -100.00%
TOTAL 911 COMMUNICATIONS CAPITAL PROJECTS	416,152	4,292	-	488,375	-	-	(488,375) -100.00%
SERVICE AREAS - CAPITAL PROJECTS							
434-33950 ROAD SERVICE AREA	873,466	1,077,075	1,300,000	4,803,754	510,985	510,985	(4,292,769) -89.36%
441-51111 NIKISKI FIRE SERVICE AREA	85,219	408,317	184,000	1,193,147	38,000	38,000	(1,155,147) -96.82%
442-51210 BEAR CREEK FIRE SERVICE AREA	-	-	105,000	657,367	150,000	150,000	(507,367) -77.18%
443-51611 CENTRAL EMERGENCY SERVICES	607,812	285,430	444,000	622,996	80,000	80,000	(542,996) -87.16%
444-51410 ANCHOR POINT FIRE	-	16,998	80,000	397,002	100,000	100,000	(297,002) -74.81%
446-51810 KACHEMAK EMERGENCY SERVICES	159,556	249,359	-	1,293,635	145,000	145,000	(1,148,635) -88.79%
459-61110 NORTH PENINSULA RECREATION	478,982	88,879	75,000	541,225	815,000	-	(541,225) -100.00%
490-81111 CENTRAL PENINSULA HOSPITAL	1,145,548	1,056,189	1,412,000	4,805,698	1,053,000	1,053,000	(3,752,698) -78.09%
491-81211 SOUTH PENINSULA HOSPITAL	87,946	2,157,628	992,376	2,326,805	794,461	794,461	(1,532,344) -65.86%
TOTAL SERVICE AREAS - CAPITAL PROJECTS	3,438,529	5,339,875	4,592,376	16,641,629	3,686,446	2,871,446	(13,770,183) -82.75%
TRANSFERS							
400-94910 TRANSFER TO GENERAL FUND	309,496	-	-	-	-	-	-
401-94910 TRANSFER TO OTHER FUNDS	132,381	-	-	-	-	-	-
TOTAL TRANSFERS	441,877	-	-	-	-	-	-
TOTAL CAPITAL PROJECTS	\$ 10,465,670	\$ 12,563,125	\$ 7,557,376	\$ 113,980,580	\$ 5,836,446	\$ 4,711,446	\$(109,269,134) -95.87%

LINE-ITEM EXPLANATIONS

School Revenue Capital Projects:

400.71090 Nikolaevsk. (\$275,000) – Replace soffit, #05711.
400.73020 Kenai High School. (\$200,000) – Re-roof sections C & D, #05713.
400.78050 Areawide Facilities. (\$1,175,000) - Flooring replacement, #05755 (\$125,000); Asbestos Abatement/Build Back, #05756 (\$100,000); Electrical upgrades/ballast replacement, #05758 (\$125,000); HVAC/DDC System Upgrades, #05801 (\$75,000); Asphalt/Sidewalk/Curbing Repair/Replacement, #05802 (\$75,000); Water Quality / Arsenic Removal, #05759 (\$450,000); ADA Handicap Improvements, #05782 (\$100,000); Playground Equipment Upgrades, #05780 (\$125,000).

General Government Capital Projects:

407.19015 Borough Areawide Software. (\$150,000) – Funds to initiate study for Sales Tax System Upgrade or Replacement, #05STX.

Solid Waste Capital Projects:

411.32180 Tyonek Landfill. (\$40,000) Landfill upgrades, #05TYK.

Service Area Capital Projects:

434.33950 Road Service Area. (\$510,985)
Pre-engineering & Cost Estimation. (\$90,458) – Funds available for pre-engineering and Cost Estimation of road improvement projects on the Road Service Area Capital Priorities List. The remaining \$889,015 of the FY05 transfer from the Road Service Area Operating fund is available for supplemental appropriation to specific projects once engineered and accurate cost estimates are generated and for State of Alaska STIP matching program.
Central Region (\$256,431) – Grayling, Ansel, and Goodyear #05C01 (\$149,038); Andrews, Arlyann, and Marquitta #05C02 (\$107,393).

434.33950 Road Service Area - Continued

North Region (\$54,346) – Kaitlin Rd. #05N01.
East Region (\$109,750) – Palmer Creek / Resurrection Rd. #05E01.
441.51111 Nikiski Fire Service Area. (\$38,000) – Replace pickup 406 #05111.
442.51210 Bear Creek Fire Service Area. (\$150,000) – Purchase Grace Accountability System, #05211 (\$20,000); Establishment of new large diameter hose water supply, #05212 (\$35,000); Preliminary design of new fire station #05213 (\$95,000).
443.51611 Central Emergency Services. (\$80,000) –Additional funds to complete design for station #1 remodel, #05311 (\$20,000); Station 3 re-roof and re-floor, #05312 (\$60,000).
444.51410 Anchor Point Fire and Emergency Service Area. (\$100,000) – Purchase of a fire tanker, #05811).
446.51810 Kachemak Emergency Service Area. (\$100,000) – Additional funding for new station construction project, #05481.
490.81111 Central Peninsula Hospital (\$1,053,000)
Hospital Equipment (\$853,000) – Purchase PACS/CR/3D Workstation, #05CH1.
Remodel (\$200,000) – MRI Building Remodel and Shielding, #05CH2.
491.81211 South Peninsula Hospital (\$794,461)
Hospital Equipment (\$744,461) – Hematology Analyzer, #05SH1 (\$115,000); MIV Lorad Mammo Unit, #05SH2 (\$89,750); SonoCT Upgrade for HI5800 Ultrasound, #05SH3 (\$54,040); Endoscopy System, #05SH4 (\$92,000); Other hospital equipment (\$393,671).
Remodel (\$50,000) – Remodel Long Term Care Bathrooms, #05SH5.