


KENAI PENINSULA BOROUGH SCHOOL DISTRICT

148 North Binkley Street Soldotna, Alaska 99669-7553
Phone (907) 714-8888 Fax (907) 262-9132
www.kpbsd.k12.ak.us

SCHOOL BOARD COMMUNICATION

Title:	FY14 Budget Revision		
Date:	June 25, 2013	Item Number:	10b.
Administrator:	Dave Jones, Assistant Superintendent of Instructional Support		
Attachments:	FY14 Budget Revision Details		

Action Needed **For Discussion** **Information** **Other:** _____

BACKGROUND INFORMATION

General Fund

As discussed at the June 3, 2013 board work session, this revision includes final changes to the FY14 Budget after Kenai Peninsula Borough, Alaska State Legislature and Governor actions.

Revenue Budget

On May 7, 2013, the Kenai Peninsula Borough increased the FY14 funding provided to the school district to \$43,500,000. This amount is \$500,000 more than the borough provided during FY13 and originally anticipated for FY14, but still about \$1,700,000 less than the maximum allowable local contribution.

In addition to the Foundation funding and the Quality Schools Grant, the State of Alaska provided two sources of one-time funding for FY14. One was part of the budget passed by the board in April and is a repeat of the one-time statewide split of \$25 million in funding provided in FY13. For FY14, this funding from the Operating Budget under House Bill 65 is projected at \$1,741,904. An additional source of one-time funding will be provided from the Capital Budget through Senate Bill 18. For KPBSD, this funding is projected at \$1,465,836 and is provided for student safety and security enhancement. The bill stated that districts with enrollment less than 4,500 can also use these funds for fixed costs and energy relief.

The FY14 Budget passed by the board in April included total use of Fund Balance in the amount of \$4,276,720, so the additional \$500,000 from the borough reduces use of Fund Balance to \$3,776,720. Of that, \$1,710,000 is use of fund balance designated for health care, which brings remaining use of fund balance to \$2,066,720. In the General Fund, revenue, transfers to other funds and use of fund balance total \$150,857,760.

Expenditure Budget

The increase of \$1,465,836 in one-time funding from the State for student safety and security enhancement is the only addition to the expenditure budget. That addition brings the FY14 General Fund expenditure and transfer budget to \$150,857,760.

FY14 GENERAL FUND BUDGET REVISION SUMMARY:

General Fund Revenue Budget

FY14 General Fund Revenue Budget - passed by the board in April 2013	\$ 145,115,204
FY14 Anticipated use of Fund Balance	2,566,720
FY14 Anticipated use of Fund Balance - Healthcare	<u>1,710,000</u>
Total General Fund Revenue, Transfers and Use of Fund Balance	149,391,924

Changes

SB18 Capital Grant for Student Safety and Security	<u>1,465,836</u>
Total State Funding Increase to General Fund	1,465,836
Increase in Borough Appropriation	<u>500,000</u>
Total Local Funding Increase to General Fund	500,000
Decrease in Use of Fund Balance	<u>(500,000)</u>
Total General Fund Revenue Budget Changes	1,465,836

Revised FY14 General Fund Revenue Budget \$ 150,857,760

General Fund Expenditure Budget

FY14 General Fund Expenditure Budget - passed by the board in April 2013	\$ 148,616,924
Transfers to Student Nutrition and Community Theater	<u>775,000</u>
Total General Fund Expenditures and Transfers	\$ 149,391,924

Changes

SB18 Capital Grant for Student Safety and Security	<u>1,465,836</u>
Total General Fund Expenditure Budget	1,465,836

Revised FY14 General Fund Expenditure Budget \$ 150,857,760

ADMINISTRATIVE RECOMMENDATION

Information is presented for discussion; approval of FY14 Budget is requested.