



KENAI PENINSULA BOROUGH SCHOOL DISTRICT

Assistant Superintendent

Dave Jones

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January 5, 2010

MEMORANDUM

TO: Board of Education

THROUGH: Dr. Steve Atwater, Superintendent *Stan Roach*

FROM: Dave Jones, Assistant Superintendent *Dave Jones*

SUBJECT: FY10 Budget Revision – General Fund

PURPOSE:

The current revised FY10 budget reflects the original budget passed by the Board in April, 2009, and the revisions previously done at your August and October meetings.

RECOMMENDATION:

The administration recommends the Board of Education approve changes to the FY10 general fund revenue and expenditure budgets to reflect a revision from \$125,306,531 to \$126,370,162 for an increase of \$1,063,631.

PERTINENT INFORMATION – GENERAL FUND:

State Revenue

The District’s student enrollment numbers came in higher than projected, which resulted in an overall increase in State Revenue of \$1,063,631, as illustrated in the chart below:

State Revenue	<u>FY10</u> <u>Current Budget</u>	<u>FY10</u> <u>Revised Budget</u>	<u>Difference</u>
Foundation	\$ 63,027,255	\$ 64,087,845	\$ 1,060,590
Quality Schools	\$ 247,225	\$ 250,266	\$ 3,041
Total State	<u>\$ 63,274,480</u>	<u>\$ 64,338,111</u>	<u>\$ 1,063,631</u>

Expenditure Budget

Costs Associated with Interest Based Bargaining (IBB) and Meet & Confer

With the conclusion of IBB and Meet & Confer with all employee groups, we have been able to calculate the final costs associated with those areas. The total estimated additional amount for these costs is \$440,293 reflecting salary adjustments, related benefits, increased health care costs and other negotiated items.

Other Miscellaneous Adjustments

We need to increase the amount for rent associated with teacher housing and school building rental by \$19,750. We also need to increase the electrical costs associated with the housing units by \$3,000. In addition, we need to increase Professional/Technical Services by \$65,000 for the continuation of a Young Parent program that is no longer grant funded and additional professional services for the District.

In-Kind Budget Adjustment

Annual in-kind budget adjustment per KPB Ordinance 2009-19 to reflect the following changes:

	<u>FY10</u> <u>Current Budget</u>	<u>FY10</u> <u>Revised Budget</u>	<u>Difference</u>
Maintenance	\$ 6,182,830	\$ 6,344,440	\$ 161,610
Utilities	63,745	76,494	12,749
Insurance (WC & Liability)	2,242,058	2,599,006	356,948
Audit	42,000	42,000	-0-
Custodial	<u>103,813</u>	<u>108,094</u>	<u>4,281</u>
	<u>\$ 8,634,446</u>	<u>\$ 9,170,034</u>	<u>\$ 535,588</u>

FY10 GENERAL FUND BUDGET REVISION SUMMARY:

Revenue Budget

Revenue Budget		
	Current FY10 Revenue Budget	\$ 125,306,531
	Increased State Revenue	<u>1,063,631</u>
	Revised FY10 Revenue Budget	<u>\$ 126,370,162</u>

Expenditure Budget		
	Current FY10 Expenditure Budget	\$ 125,306,531
	Negotiations-Salary/Benefit/Health/Other	440,293
	In-Kind Adjustments	535,588
	Other Miscellaneous Costs	<u>87,750</u>
	Net Increase	\$ 1,063,631
	Revised FY10 Revenue Budget	<u>\$ 126,370,162</u>