

# KENAI PENINSULA BOROUGH SCHOOL DISTRICT

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## SCHOOL BOARD COMMUNICATION

**Title:** FY13 Preliminary General Fund Budget

**Date:** January 3, 2011

**Item Number:**

**Administrator:** Dave Jones, Assistant Superintendent



**Attachments:** FY13 Preliminary Budget Work Sheets

Action Needed  For Discussion  Information  Other: \_\_\_\_\_

## BACKGROUND INFORMATION

I have included several work sheets pertaining to the FY13 General Fund Preliminary Budget for your review. I will discuss each sheet in detail at the scheduled work session.

Revenue projections have been made assuming no increase to the Base Student Allocation (BSA) from the State of Alaska. The final scheduled increase in the District Cost Factor (DCF) has been included. Student enrollment projections outlined in the Five Year Enrollment Projection document have been used to estimate state revenue. At the local level, borough support has been projected with an increase of \$1,248,865 above current year support, which is approximately the estimated increase in sales tax revenue. If the increased amount of local effort requested is provided, the borough contribution would be about \$2.5 million below the maximum contribution allowed by state statute.

Expenditure projections include the step increases scheduled in the current year negotiated agreement FY12 salary schedules as the district will be entering into negotiations this year and FY13 salary schedules are not in place. Staffing has been adjusted to reflect the anticipated reduction in enrollment and cuts have been made in other areas, as well.

The TRS and PERS On-Behalf payments from the state have increased both the revenue and expenditure budgets by over \$5 million, due to an increase in the percentage rate authorized by the Alaska Retirement Management (ARM) Board.

Although this budget reflects reductions to staff salaries and benefits due to reduced enrollment, as well as other budgetary reductions, expenditures exceed revenues by \$2,481,443. Use of fund balance in that amount is included to balance Preliminary FY13 General Fund revenue and expenditure budgets. As the district negotiates with employee groups, makes decisions about student transportation issues and evaluates other economic issues, there could be substantial changes between this preliminary budget and the final budget for FY13. Any additional funding at the state or local level would be applied first to reduce the amount of fund balance usage. Further budget cuts, a change in the amount of fund balance usage, or a combination of both options are likely to be part of budget discussions.

## ADMINISTRATIVE RECOMMENDATION

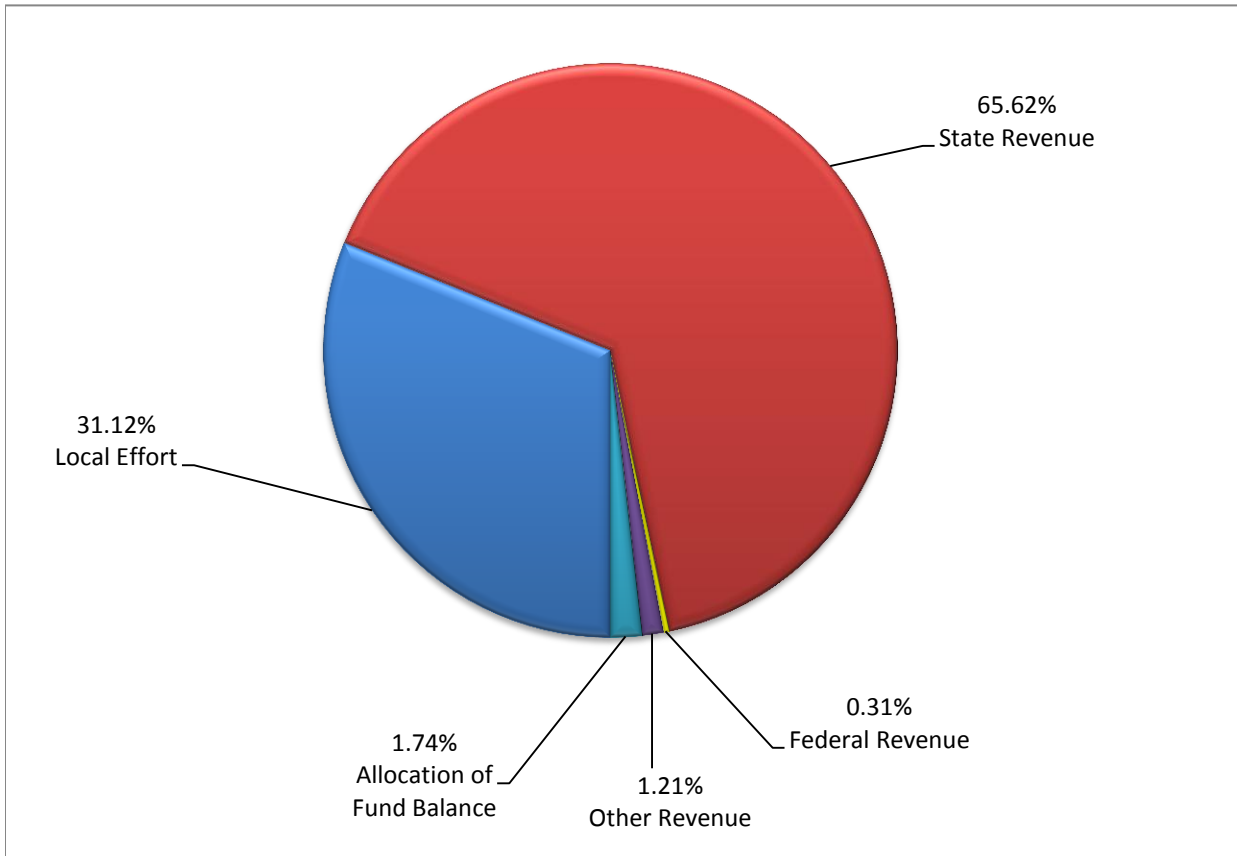
Administration is providing this information to start the discussion about FY13 budget matters. There is no action necessary at this time.

*Note: Additional charts have been added to the information presented to the board at the January 9, 2012 meeting and are included in the following pages.*

**Kenai Peninsula Borough School District  
General Fund 2012 - 2013 Preliminary Budget**

**Revenue**

<b>Local Effort</b>	\$ 44,500,000	31.12%
<b>State Revenue</b>	93,850,201	65.62%
<b>Federal Revenue</b>	450,000	0.31%
<b>Other Revenue</b>	1,726,000	1.21%
<b>Allocation of Fund Balance</b>	<u>2,481,443</u>	<u>1.74%</u>
<b>Total Revenue Budget</b>	<u>\$ 143,007,644</u>	<u>100.00%</u>

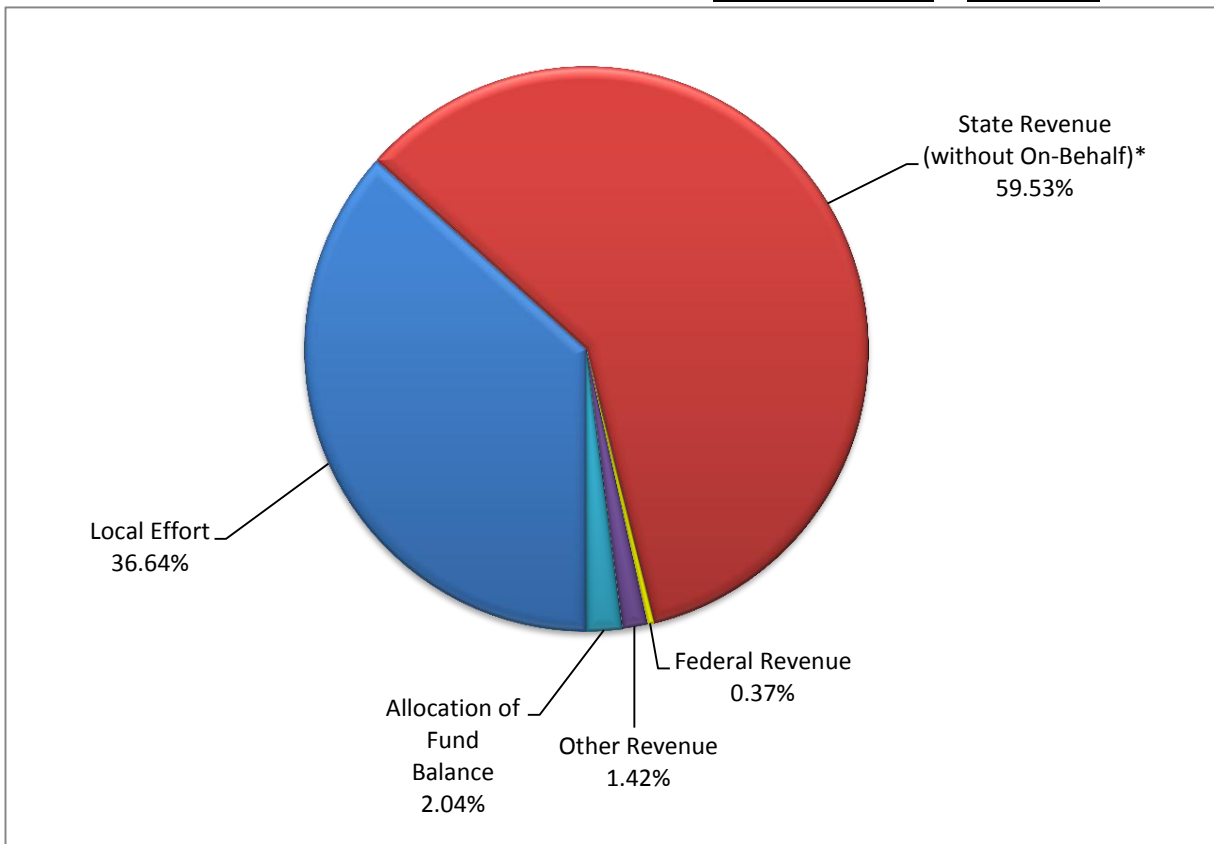


As this chart illustrates, the primary source of funding for the Kenai Peninsula Borough School District is the State of Alaska. The Kenai Peninsula Borough provides a funding appropriation and in-kind services. A small amount comes from the Federal government in the form of a Medicare reimbursement. The category of "Other Revenue" includes investment earnings and E-Rate revenue. Additionally, the District will be using fund balance to make up a shortfall between expected revenues and expenditures. Use of fund balance for regular operations is not generally recommended as they are non-recurring funds.

**Kenai Peninsula Borough School District  
General Fund 2012 - 2013 Preliminary Budget**

**Revenue  
without State On-Behalf TRS/PERS Contributions**

<b>Local Effort</b>	\$ 44,500,000	36.64%
<b>State Revenue (without On-Behalf)*</b>	72,284,206	59.53%
<b>Federal Revenue</b>	450,000	0.37%
<b>Other Revenue</b>	1,726,000	1.42%
<b>Allocation of Fund Balance</b>	<u>2,481,443</u>	<u>2.04%</u>
 <b>Total Revenue Budget</b>	 <u><u>\$ 121,441,649</u></u>	 <u><u>100.00%</u></u>



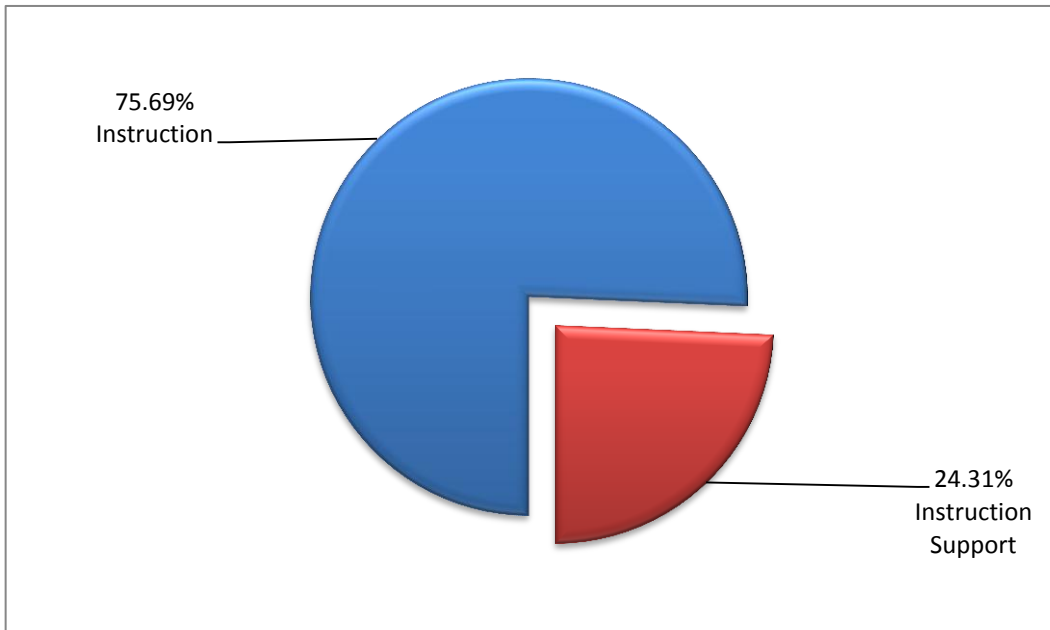
As this chart illustrates, the primary source of funding for the Kenai Peninsula Borough School District is the State of Alaska. The Kenai Peninsula Borough provides a funding appropriation and in-kind services.

\* The State On-Behalf TRS/PERS Contributions are reported as both Revenues and Expenditures in keeping with Generally Accepted Accounting Principles (GAAP). The State of Alaska makes contributions to the Public Employees Retirement System (PERS) and Teachers Retirement System (TRS) on behalf of the district to repay a portion of the unfunded retirement accounts' liabilities. These contributions are required to be recorded on the district's books. The state's contributions have been recorded on the district's books each year since their inception in FY08. Estimated On-Behalf contributions for FY13 are \$2,253,042 (PERS) and \$19,312,953 (TRS), which totals 15.08% of the total General Fund budget of \$143,007,644. This view does not include the on-behalf payments, so the total budget shown here does not reflect the actual FY13 Preliminary Budget amount of \$143,007,644.

**Kenai Peninsula Borough School District  
General Fund 2012 - 2013 Preliminary Budget**

**Expenditures by Function**

Regular Instruction	\$ 69,748,612		
Special Education Instruction	18,255,783		
Special Education Support - Pupil	6,186,464		
Support Services - Pupil	4,552,404		
Support Services - Instruction	2,485,511		
School Administration	6,762,475		
<b>Instruction Subtotal</b>	<u>107,991,249</u>	<b>\$ 107,991,249</b>	<b>75.69%</b>
School Administration - Support	4,517,633		
District Administration	1,135,605		
District Administration - Support	6,009,935		
Operation and Maintenance of Plant	20,738,171		
Pupil Activities	2,290,051		
<b>Instruction Support Subtotal</b>	<u>34,691,395</u>	<u><b>34,691,395</b></u>	<u><b>24.31%</b></u>
<b>Total Expenditures</b>		<u><b>\$ 142,682,644</b></u>	<u><b>100.00%</b></u>
Transfers to Other Funds	<u>325,000</u>	<u><b>325,000</b></u>	
<b>Total Expenditures and Transfers</b>	<u><u>143,007,644</u></u>	<u><u><b>\$ 143,007,644</b></u></u>	

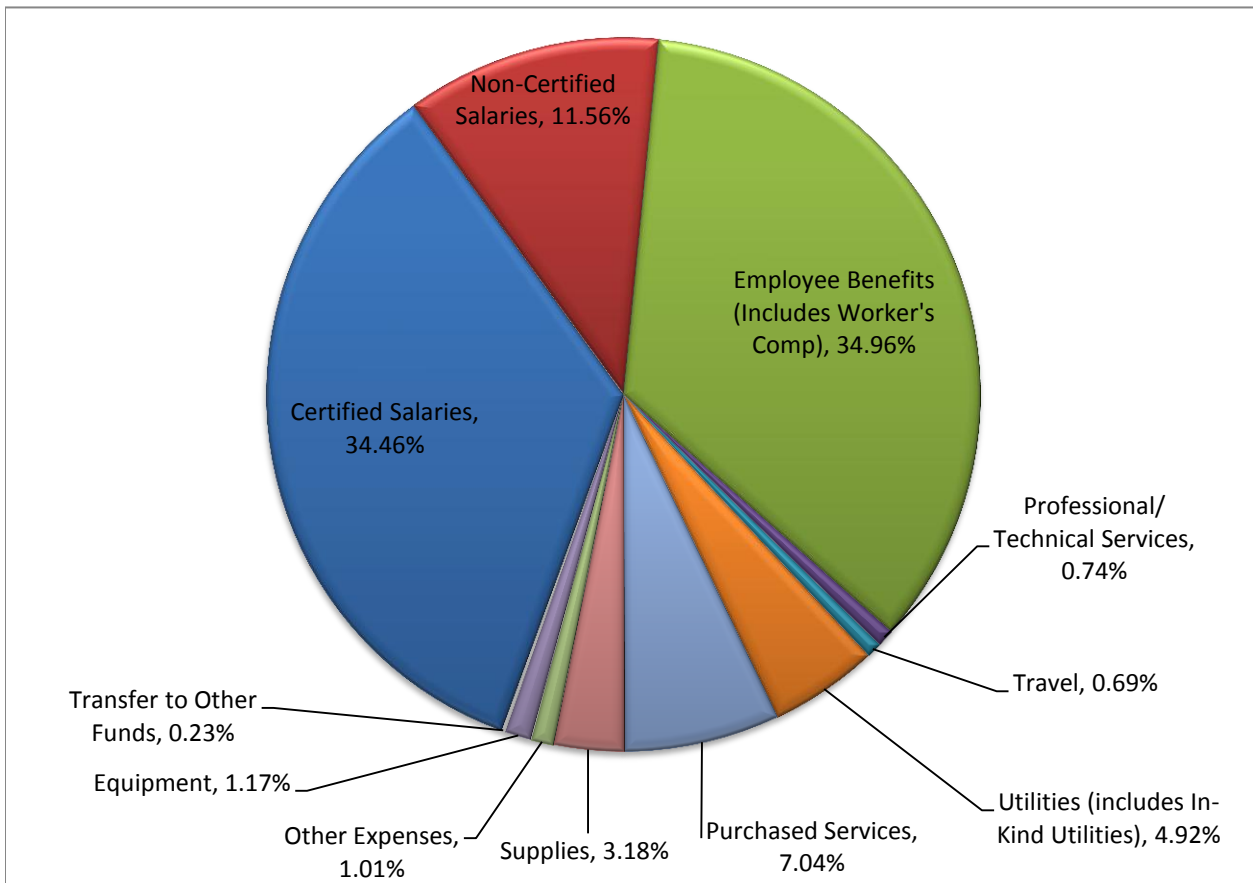


By law, 70 percent of a school district's budget must go toward instruction. KPBSD easily meets that requirement, as instruction is the District's top priority.

**Kenai Peninsula Borough School District  
General Fund 2012 - 2013 Preliminary Budget**

**Expenditures by Object**

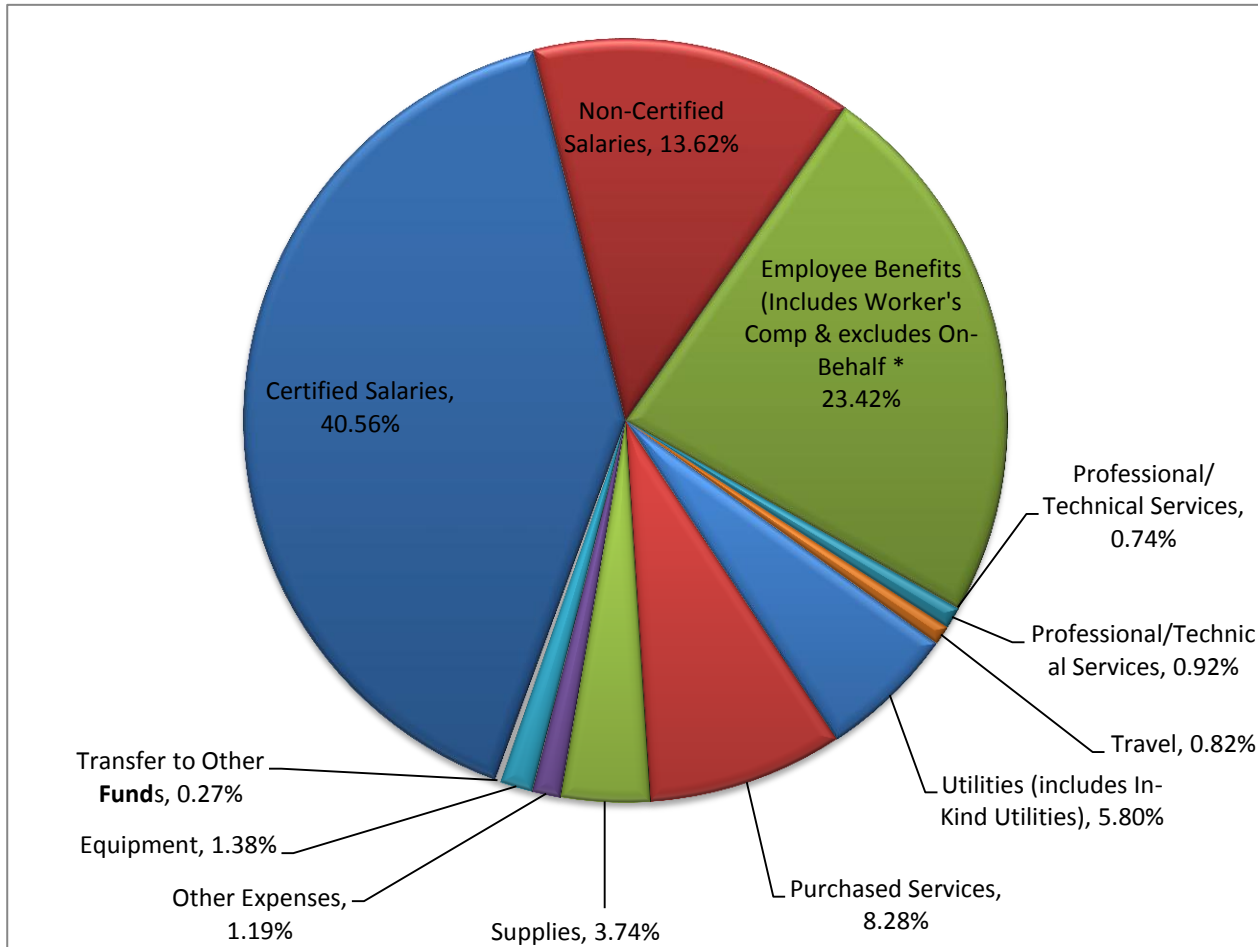
Certified Salaries	\$ 49,274,770	34.46%	
Non-Certified Salaries	16,534,995	11.56%	
Employee Benefits (Includes Worker's Comp)	50,001,996	34.96%	80.98%
Professional/Technical Services	1,120,802	0.78%	
Travel	991,572	0.69%	
Utilities (includes In-Kind Utilities)	7,039,725	4.92%	
Purchased Services	10,061,332	7.04%	13.43%
Supplies	4,546,148	3.18%	
Other Expenses	1,439,769	1.01%	
Equipment	1,671,535	1.17%	5.36%
Transfer to Other Funds	325,000	0.23%	0.23%
	<u>\$ 143,007,644</u>	<u>100.00%</u>	<u>100.00%</u>



**Kenai Peninsula Borough School District  
General Fund 2012 - 2013 Preliminary Budget**

**Expenditures by Object  
without State On-Behalf TRS/PERS Contributions**

Certified Salaries	\$ 49,274,770	40.56%	
Non-Certified Salaries	16,534,995	13.62%	
Employee Benefits (includes Worker's Comp & excludes On-Behalf) *	28,436,001	23.42%	77.60%
Professional/Technical Services	1,120,802	0.92%	
Travel	991,572	0.82%	
Utilities (includes In-Kind Utilities)	7,039,725	5.80%	
Purchased Services	10,061,332	8.28%	15.82%
Supplies	4,546,148	3.74%	
Other Expenses	1,439,769	1.19%	
Equipment	1,671,535	1.38%	6.31%
Transfer to Other Funds	325,000	0.27%	0.27%
	<u>\$ 121,441,649</u>	<u>100.00%</u>	<u>100.00%</u>



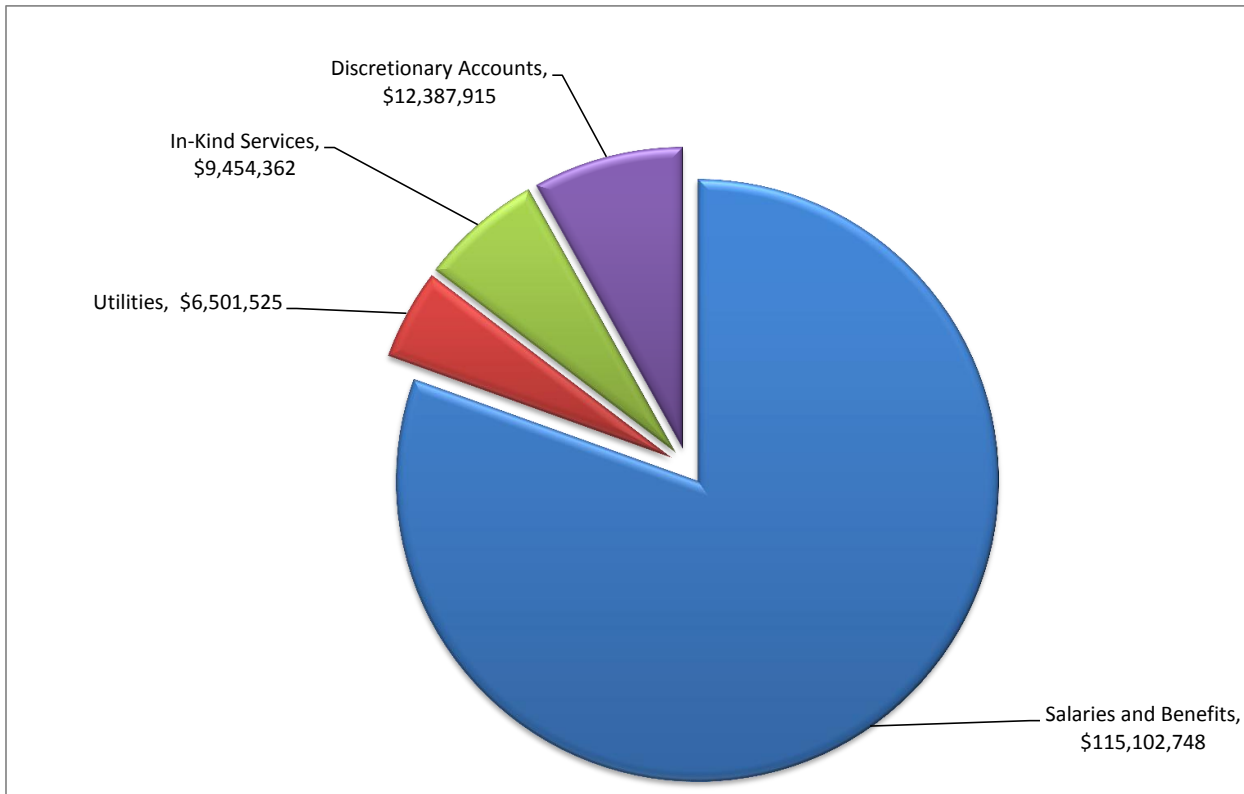
\* This view does not include the on-behalf payments, so the total budget shown here does not reflect the actual FY13 Preliminary Budget amount of \$143,007,644. See "Revenue without State On-Behalf TRS/PERS Contributions" page for more information.

**Kenai Peninsula Borough School District**  
**General Fund 2012 - 2013 Preliminary Budget**

The FY13 Preliminary General Fund Budget reflects:

Revenue	\$ 140,526,201
Expenditures	<u>143,007,644</u>
Difference	<u>(2,481,443)</u>
Use of Fund Balance	<u><u>\$ 2,481,443</u></u>

<u>Expenditure Category</u>	<u>FY13 Budget</u>	<u>% Of Total</u>	<u>FY12 Current Budget</u>	<u>% Of Total</u>	<u>FY11 Actual</u>	<u>% Of Total</u>
Salaries and Benefits	\$ 115,102,748	80.49%	\$ 107,681,604	76.95%	\$ 99,020,156	79.25%
Utilities	6,947,122	4.86%	6,711,730	4.80%	6,604,011	5.29%
In-Kind Services	9,383,253	6.56%	9,383,253	6.71%	9,302,148	7.45%
Discretionary Accounts	<u>11,574,521</u>	<u>8.09%</u>	<u>16,153,691</u>	<u>11.54%</u>	<u>10,014,606</u>	<u>8.02%</u>
	<u><u>\$ 143,007,644</u></u>	<u><u>100.00%</u></u>	<u><u>\$ 139,930,278</u></u>	<u><u>100.00%</u></u>	<u><u>\$ 124,940,921</u></u>	<u><u>100.00%</u></u>





**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**

**Districtwide Budget Summary by Object for Expense Accounts  
General Fund**

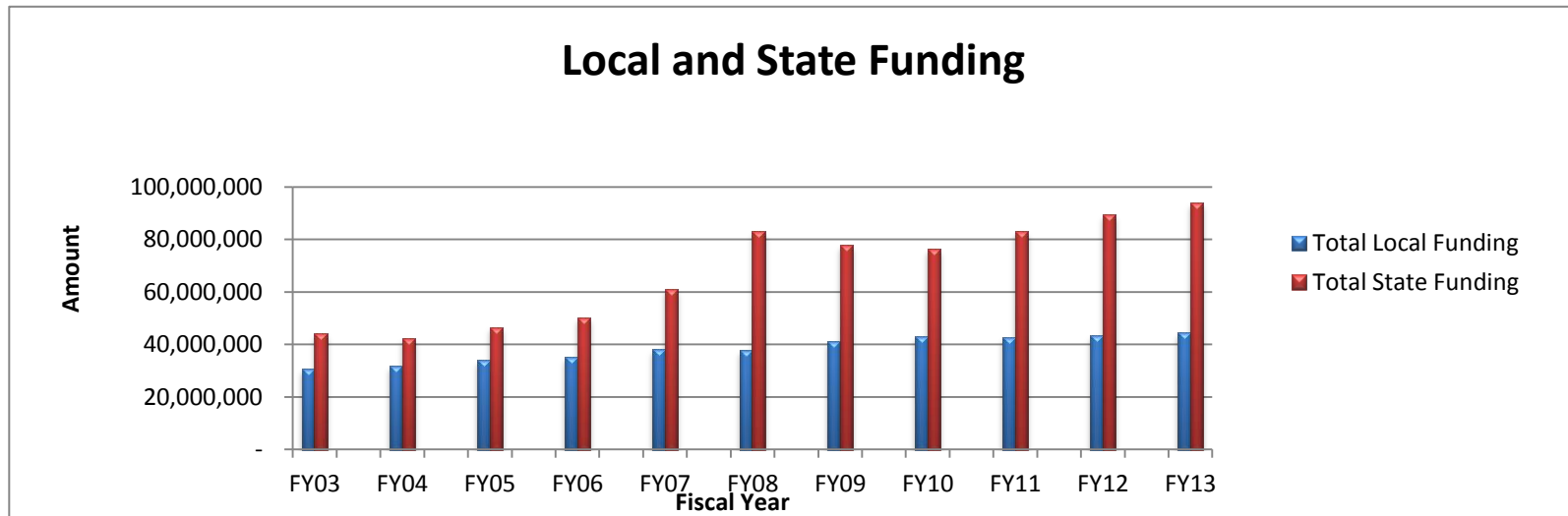
Actual Expenditures 2008-09	Actual Expenditures 2009-10	Actual Expenditures 2010-11	Original Budget 2011-12	Revised Budget 2011-12	Object	Description	Recommended 2012-13	Difference Between 2012-13 and Revised 2011-12 +(-)	PCT +(-)
\$ 118,500	\$ 129,000	\$ 132,125	\$ 135,328	\$ 140,328	3110	Superintendent	\$ 143,055	2,727	1.94
106,000	109,430	110,853	113,070	113,070	3120	Assistant Superintendent - Certified	115,331	2,261	2.00
3,329,761	3,684,106	3,830,264	4,064,254	3,749,476	3130	Principal/Assistant Principal	3,795,725	46,249	1.23
870,197	923,812	831,330	925,794	923,586	3140	Director/Coordinator - Certified	942,054	18,468	2.00
33,194,640	35,618,752	36,445,853	38,872,780	38,230,725	3150	Teachers	38,656,116	425,391	1.11
435,678	611,427	634,214	913,776	689,787	3161	Extra-Duty Compensation Certified	689,787	-	-
51,916	55,817	76,779	50,468	102,742	3162	Emolument	44,517	(58,225)	(56.67)
-	300	250	-	-	3163	Prep Time	-	-	-
405,489	476,062	386,386	526,738	496,752	3171	Substitute Certified w/Certificate	509,491	12,739	2.56
76,030	88,862	105,509	18,700	16,700	3172	Temporary Certified w/Certificate	10,500	(6,200)	(37.13)
438,630	427,054	425,518	403,316	403,912	3173	Long Term Substitute - Certified	304,808	(99,104)	(24.54)
3,292,903	3,060,630	3,545,999	3,655,464	3,706,344	3180	Specialists - Certified	3,763,386	57,042	1.54
169,176	209,094	224,383	294,390	300,000	3190	Leave - Certified	300,000	-	-
18,000	-	-	-	-	3191	R Factor - Certified	-	-	-
216,700	222,906	116,668	119,021	119,021	3211	Assistant Superintendent - Support	121,401	2,380	2.00
104,040	110,323	220,732	225,147	225,147	3212	Director/Coordinator Support	229,650	4,503	2.00
708,235	1,022,699	996,485	1,121,886	1,080,587	3220	Specialist - Nurse	1,127,149	46,562	4.31
3,268,177	3,569,353	3,628,178	4,751,010	4,662,977	3230	Tutors/Aides	4,919,500	256,523	5.50
5,048,802	5,352,125	5,258,050	5,750,552	5,613,235	3240	Support Staff	5,684,098	70,863	1.26
2,715,978	2,837,915	2,753,650	3,036,029	3,253,405	3250	Maintenance/Custodians	3,249,142	(4,263)	(0.13)
2,695	3,502	13,681	1,000	1,000	3272	Activity Bus Driver	-	(1,000)	(100.00)
258,641	259,683	293,090	367,736	372,677	3291	Substitute - Support	368,454	(4,223)	(1.13)
313,715	358,008	418,661	164,083	392,129	3292	Extra-Duty Compensation Support	392,129	-	-
18,872	53,619	10,468	35,000	35,000	3293	Long Term Substitute - Support	5,000	(30,000)	(85.71)
187,203	221,896	239,066	121,833	121,264	3294	Temporary Salaries - Support	120,495	(769)	(0.63)
56,737	61,578	54,993	102,987	51,305	3295	Overtime - Support	43,313	(7,992)	(15.58)
391,432	323,522	366,489	287,519	267,940	3296	Substitute Certified w/o Certificate	251,664	(16,276)	(6.07)
-	-	-	1,200	-	3297	Officials & Score Keepers	-	-	-
258,510	359,754	333,801	23,000	23,000	3300	Leave - Support	23,000	-	-
11,921,861	13,529,785	13,486,191	14,775,276	14,698,826	3511	Health Care Costs	15,915,315	1,216,489	8.28
116,172	94,841	98,041	189,182	186,356	3512	Life Insurance	188,026	1,670	0.90
39,881	117,223	151,544	197,143	193,019	3520	Unemployment Insurance	195,051	2,032	1.05
-	-	-	-	-	3530	Work Comp Insurance	3,119	3,119	-
511,693	559,145	571,501	709,636	691,108	3541	FICA Medicare (TRS)	695,434	4,326	0.63
1,037,102	1,126,411	1,086,196	1,292,320	1,293,275	3542	FICA Contribution	1,314,387	21,112	1.63
5,170,332	5,519,989	5,683,133	6,136,526	5,976,236	3550	TRS Retirement	6,023,835	47,599	0.80
13,021,959	11,017,544	12,261,269	14,767,184	14,767,184	3559	TRS On-Behalf	19,312,953	4,545,769	30.78
2,663,428	2,883,039	2,874,792	3,340,732	3,345,729	3560	PERS Retirement	3,391,821	46,092	1.38
2,206,037	884,022	1,354,014	1,437,762	1,437,762	3569	PERS On-Behalf	2,253,042	815,280	56.70
788,442	914,243	840,684	1,061,153	709,013	3631	In-Kind Worker's Compensation Ins	709,013	-	-
200	-	-	-	-	3800	Housing Allowance	-	-	-
557,099	1,262,644	872,228	859,507	1,582,132	4100	Professional-Technical Service	959,402	(622,730)	(39.36)
51,500	45,771	50,636	50,000	60,000	4121	In Kind Professional -Technical Audit	60,000	-	-
44,459	21,268	47,409	100,000	100,000	4140	Professional-Technical Legal	100,000	-	-
971	648	586	5,838	5,705	4150	Professional -Technical Medical	1,400	(4,305)	(75.46)
588,958	568,340	571,614	697,869	731,355	4200	Travel	663,713	(67,642)	(9.25)
145,873	173,041	326,404	330,462	335,067	4250	Student Travel	327,859	(7,208)	(2.15)
199,211	217,869	201,177	256,118	256,118	4310	Water And Sewage	233,736	(22,382)	(8.74)
106,777	115,275	127,177	140,753	140,753	4320	Garbage	138,132	(2,621)	(1.86)
69,228	69,393	58,293	75,319	75,454	4331	Postage	72,575	(2,879)	(3.82)
412,655	584,089	687,352	538,844	676,383	4332	Telephone	859,150	182,767	27.02
75,458	67,017	63,364	78,024	81,145	4350	In Kind Utilities	81,145	-	-
3,049,693	2,677,963	3,033,041	3,158,505	3,116,135	4360	Electricity	3,182,474	66,339	2.13
947,339	1,082,266	1,123,333	1,245,826	1,265,826	4370	Natural/Bottled Gas	1,286,856	21,030	1.66
1,088,296	983,223	1,373,638	1,161,479	1,181,061	4380	Fuel For Heating	1,174,199	(6,862)	(0.58)
9,118	14,072	11,736	11,358	11,358	4401	Freight Costs	11,458	100	0.88
928,403	1,080,397	908,834	1,147,692	1,751,353	4402	Purchased Service	549,429	(1,201,924)	(68.63)
109,110	105,719	111,230	109,501	119,285	4403	In Kind Custodial	119,285	-	-
6,019,889	6,658,971	6,357,800	6,437,719	6,555,898	4404	In Kind Maintenance	6,555,898	-	-
233,833	115,976	116,870	117,210	117,210	4408	Purchased Service - Copier	110,777	(6,433)	(5.49)
480	504	-	-	-	4409	Purchased Service - Riso	-	-	-
403,814	433,860	499,325	509,626	523,257	4410	Rental	513,613	(9,644)	(1.84)
144,598	135,822	105,022	279,812	286,443	4430	Repair & Maintenance Agreement	288,693	2,250	0.79
1,249,792	1,684,763	1,878,434	1,657,965	1,857,912	4450	In-Kind Insurance	1,857,912	-	-
-	-	-	30,000	30,000	4460	Property Insurance	35,725	5,725	19.08
-	-	-	30,000	30,000	4470	Liability Insurance	30,000	-	-
3,673,779	3,411,097	3,187,105	3,812,228	4,328,998	4501	Supplies	3,950,587	(378,411)	(8.74)
115,137	120,916	118,971	139,780	138,870	4502	Discretionary Material	136,556	(2,314)	(1.67)
77,767	621,318	755,194	488,998	526,950	4503	Software	392,680	(134,270)	(25.48)
(115,625)	24,001	(3,868)	-	-	4560	Inventory Adjustment	-	-	-
32,231	29,957	28,973	28,975	28,975	4580	Gas And Oil	32,725	3,750	12.94
29,335	33,600	33,600	42,000	33,800	4850	Stipends	33,600	(200)	(0.59)
188,757	235,983	305,319	1,329,165	1,702,541	4901	Other Expenses	1,071,182	(631,359)	(37.08)
91,593	102,723	101,050	163,715	163,715	4902	Career Development	163,715	-	-
33,419	37,043	34,723	41,762	41,762	4903	Professional Dues	36,372	(5,390)	(12.91)
20,169	30,827	29,919	35,300	35,300	4904	Physical Exam Reimbursement	35,000	(300)	(0.85)
-	-	-	39,582	-	4905	Other - Contingency	-	-	-
-	3,000	-	3,000	3,000	4906	Moving Expenses	9,000	6,000	200.00
(271,559)	(482,204)	(481,665)	125,575	125,575	4950	Indirect Costs	124,500	(1,075)	(0.86)
(146,741)	225,384	966,118	25,915	1,010,100	5101	Equipment	156,815	(853,285)	(84.48)
1,471,586	1,678,632	1,117,035	1,416,809	1,160,225	5102	Equipment-Technology	1,514,720	354,495	30.55
4,451,076	830,279	362,104	600,000	1,350,000	5500	Transfer To Other	325,000	(1,025,000)	(75.93)
<b>\$ 119,621,242</b>	<b>\$ 121,798,918</b>	<b>\$ 124,940,921</b>	<b>\$ 137,311,226</b>	<b>\$ 139,930,278</b>		<b>Fund Total</b>	<b>\$ 143,007,644</b>	<b>\$ 3,077,366</b>	<b>2.20</b>



**Kenai Peninsula Borough School District  
General Fund 2012 - 2013 Preliminary Budget**

**Local and State Funding**

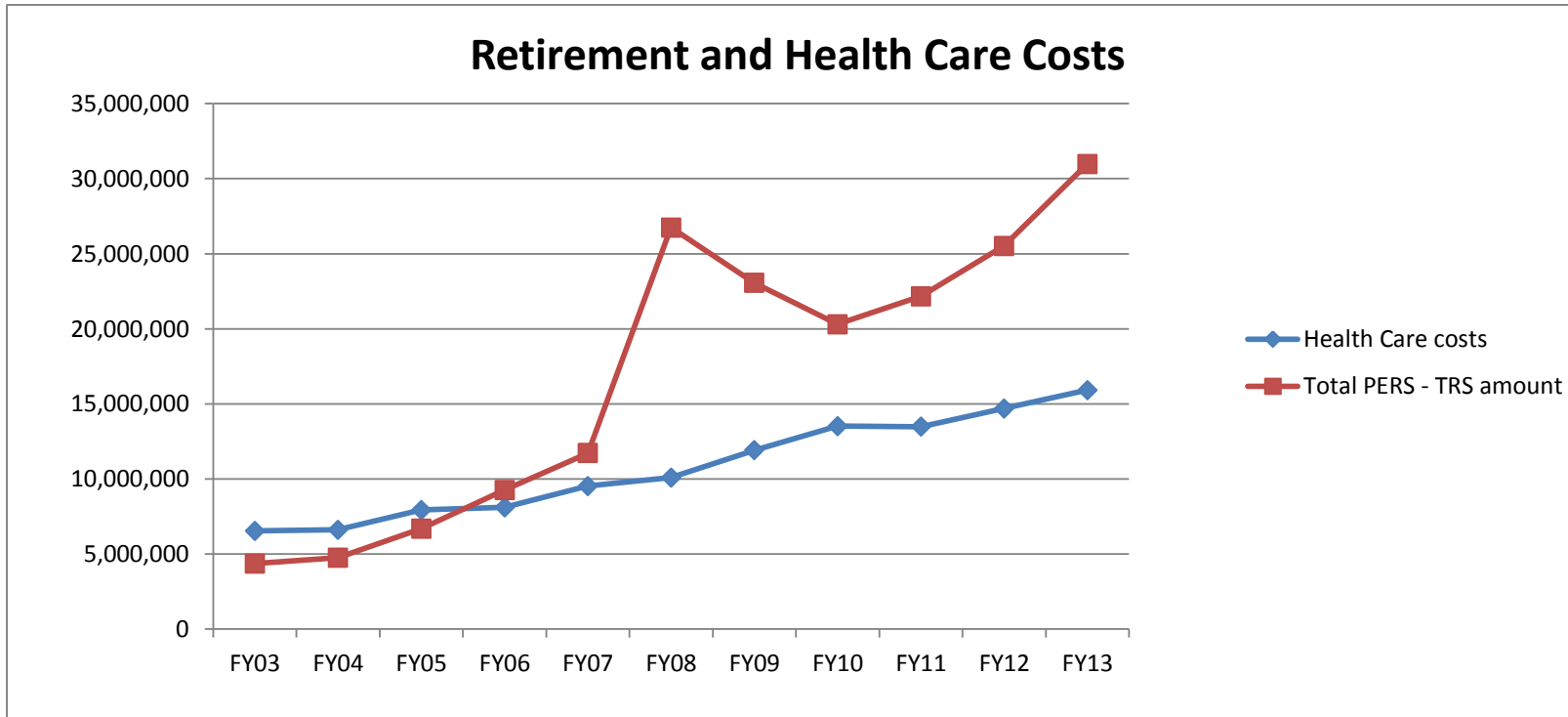
	<b>FY03</b>	<b>FY04</b>	<b>FY05</b>	<b>FY06</b>	<b>FY07</b>	<b>FY08</b>	<b>FY09</b>	<b>FY10</b>	<b>FY11</b>	<b>Budget</b>	
										<b>FY12</b>	<b>FY13</b>
<b>Local Funding:</b>											
Borough In-Kind	6,092,718	6,405,124	6,956,437	7,386,090	7,553,047	7,755,139	8,198,090	9,170,034	9,394,362	9,384,253	9,384,253
Borough Appropriation	24,526,142	25,230,415	26,788,170	27,587,592	30,388,629	29,945,978	32,948,855	33,813,342	33,193,773	33,866,882	35,115,747
<b>Total Local Funding</b>	<b>30,618,860</b>	<b>31,635,539</b>	<b>33,744,607</b>	<b>34,973,682</b>	<b>37,941,676</b>	<b>37,701,117</b>	<b>41,146,945</b>	<b>42,983,376</b>	<b>42,588,135</b>	<b>43,251,135</b>	<b>44,500,000</b>
<b>State Funding:</b>											
Foundation Program	41,361,048	42,124,335	46,240,302	49,779,053	59,959,314	60,523,098	62,317,926	64,062,960	69,123,351	71,579,162	72,011,556
Grants	2,346,338	230,066	227,371	224,126	995,531	1,740,731	245,599	250,195	263,359	270,312	272,650
Other State Revenue	285,312	1,038		110,355	120,577	1,394,329				1,404,575	
TRS On-Behalf						17,195,551	13,021,958	11,017,544	12,261,269	14,767,184	19,312,953
PERS On-Behalf						2,126,596	2,206,037	884,022	1,354,014	1,437,762	2,253,042
<b>Total State Funding</b>	<b>43,992,698</b>	<b>42,355,439</b>	<b>46,467,673</b>	<b>50,113,534</b>	<b>61,075,422</b>	<b>82,980,305</b>	<b>77,791,520</b>	<b>76,214,721</b>	<b>83,001,993</b>	<b>89,458,995</b>	<b>93,850,201</b>



**Kenai Peninsula Borough School District  
General Fund 2012-2013 Preliminary Budget**

**Retirement and Health Care Costs**

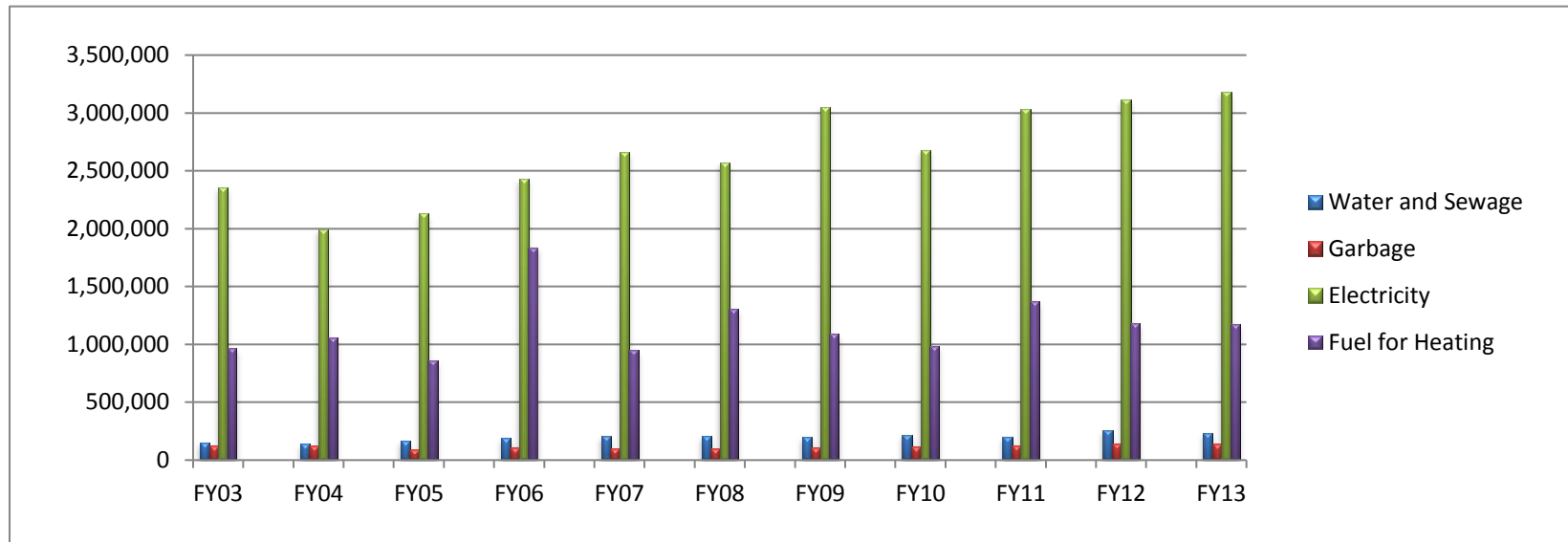
	FY03	FY04	FY05	FY06	FY07	FY08	FY09	FY10	FY11	Budget	
										FY12	FY13
District TRS cost	3,932,028	4,149,970	5,639,576	7,662,030	9,449,054	4,865,797	5,170,332	5,519,989	5,683,133	5,976,236	6,023,835
District PERS cost	437,928	600,750	1,060,910	1,608,009	2,273,411	2,559,255	2,663,428	2,883,039	2,874,792	3,345,729	3,391,821
<b>Total District PERS/TRS Cost</b>	<b>4,369,956</b>	<b>4,750,720</b>	<b>6,700,486</b>	<b>9,270,039</b>	<b>11,722,465</b>	<b>7,425,052</b>	<b>7,833,760</b>	<b>8,403,028</b>	<b>8,557,925</b>	<b>9,321,965</b>	<b>9,415,656</b>
State TRS On-Behalf Contribution						17,195,551	13,021,959	11,017,544	12,261,269	14,767,184	19,312,953
State PERS On-Behalf Contribution						2,126,596	2,206,037	884,022	1,354,014	1,437,762	2,253,042
<b>Total State On-Behalf Contribution</b>						<b>19,322,147</b>	<b>15,227,996</b>	<b>11,901,566</b>	<b>13,615,283</b>	<b>16,204,946</b>	<b>21,565,995</b>
<b>Total PERS-TRS amount</b>	<b>4,369,956</b>	<b>4,750,720</b>	<b>6,700,486</b>	<b>9,270,039</b>	<b>11,722,465</b>	<b>26,747,199</b>	<b>23,061,756</b>	<b>20,304,594</b>	<b>22,173,208</b>	<b>25,526,911</b>	<b>30,981,651</b>
<b>Employer Health care costs</b>	<b>6,543,154</b>	<b>6,626,020</b>	<b>7,948,786</b>	<b>8,119,479</b>	<b>9,526,747</b>	<b>10,093,355</b>	<b>11,921,861</b>	<b>13,529,785</b>	<b>13,486,191</b>	<b>14,698,826</b>	<b>15,915,315</b>
<b>Health care per employee</b>	<b>6,565.81</b>	<b>7,044.99</b>	<b>8,717.88</b>	<b>8,541.25</b>	<b>9,753.82</b>	<b>10,130.84</b>	<b>11,423.02</b>	<b>12,639.34</b>	<b>12,650.86</b>	<b>13,380.00</b>	<b>14,724.00</b>



**Kenai Peninsula Borough School District  
General Fund 2012- 2013 Preliminary Budget**

**Utility Costs**

	FY03	FY04	FY05	FY06	FY07	FY08	FY09	FY10	FY11	Budget	
										FY12	FY13
Water and Sewage	151,808	139,585	166,445	192,470	207,793	206,107	199,211	217,869	201,177	256,118	233,736
Garbage	122,605	120,737	87,838	107,038	94,713	94,592	106,777	115,275	127,177	140,753	138,132
Electricity	2,354,139	1,992,639	2,129,941	2,431,352	2,663,619	2,572,660	3,049,693	2,677,963	3,033,041	3,116,135	3,182,474
Natural/Bottled Gas *			471,746	689,773	797,204	943,745	947,339	1,082,266	1,123,333	1,265,826	1,286,856
Fuel for Heating	964,683	1,057,753	859,640	1,835,635	945,965	1,306,592	1,088,296	983,223	1,373,638	1,181,061	1,174,199
<b>Total</b>	<b>3,593,235</b>	<b>3,310,714</b>	<b>3,715,610</b>	<b>5,256,268</b>	<b>4,709,294</b>	<b>5,123,696</b>	<b>5,391,316</b>	<b>5,076,596</b>	<b>5,858,366</b>	<b>5,959,893</b>	<b>6,015,397</b>



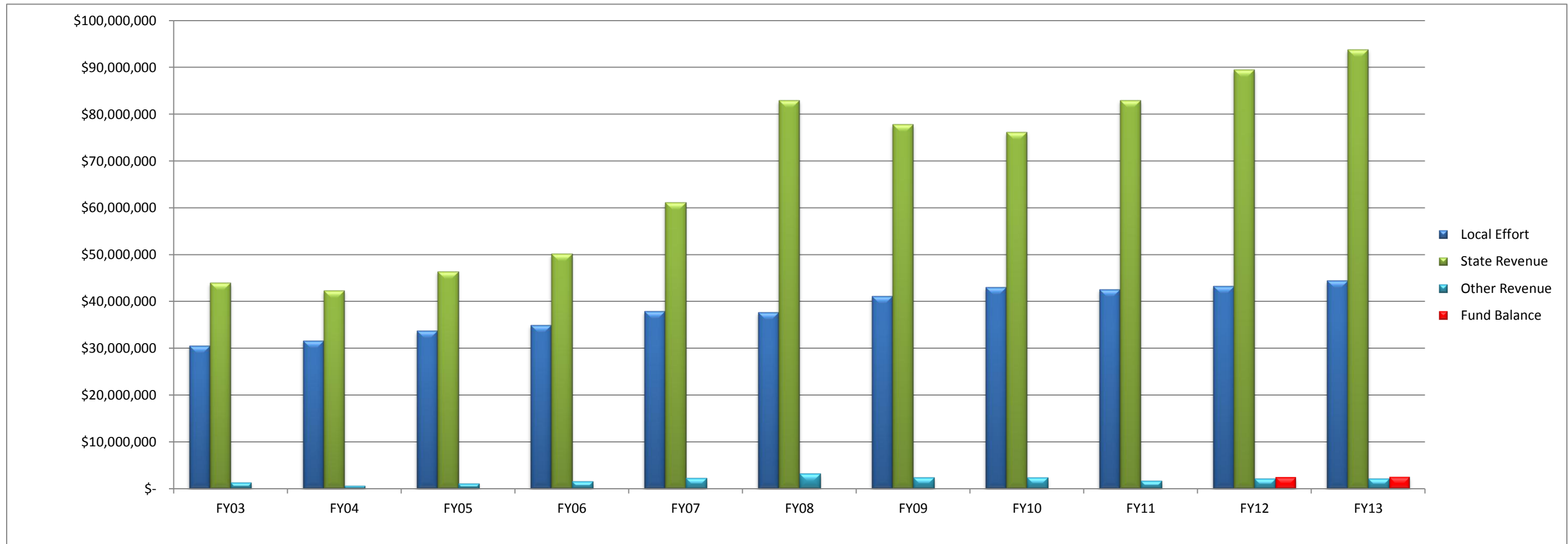
As natural gas, fuel oil and electricity costs have increased, so have the District's utility bills. The District operates 44 schools. In fiscal year 2011, the District's average utility cost per student was \$640.40

\* Prior to FY05, cost of heat was not split between Natural/Bottled Gas and Fuel for Heating.

**Kenai Peninsula Borough School District  
General Fund 2012-2013 Preliminary Budget**

**Revenues and Other Financing Sources**

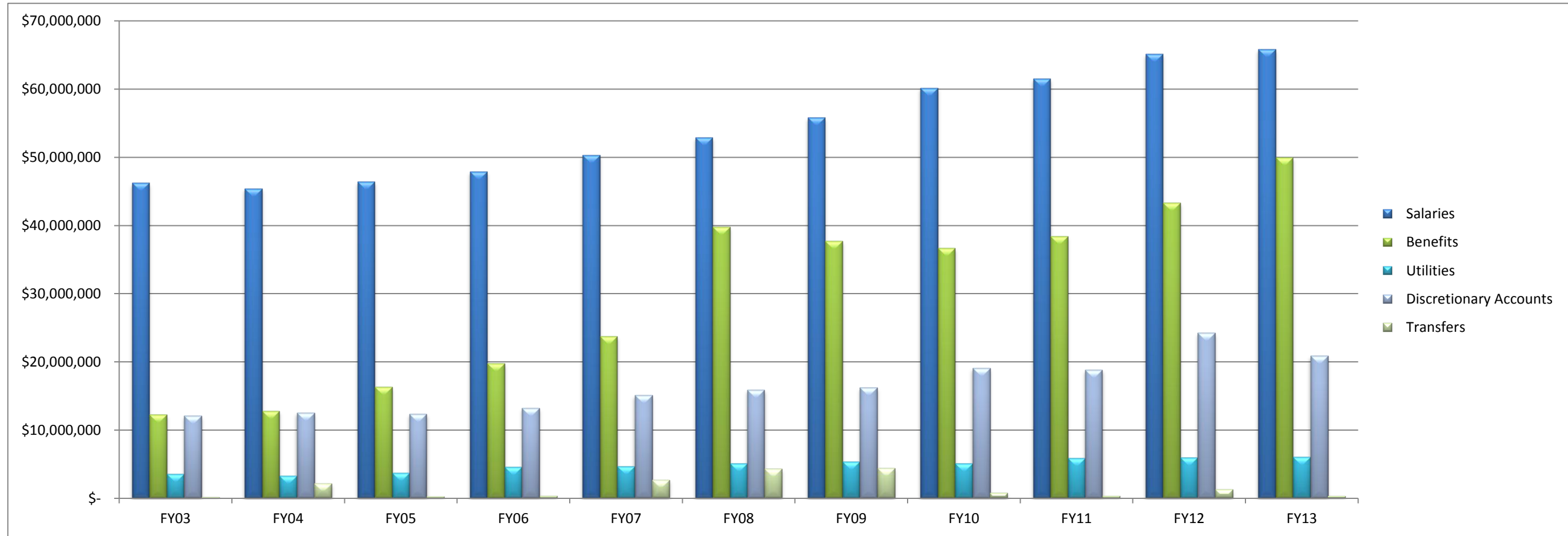
	<b>FY03</b>	<b>FY04</b>	<b>FY05</b>	<b>FY06</b>	<b>FY07</b>	<b>FY08</b>	<b>FY09</b>	<b>FY10</b>	<b>FY11</b>	<b>Budget</b>	
										<b>FY12</b>	<b>FY13</b>
Revenues & Other Financing Sources:											
Local Effort	\$ 30,618,860	\$ 31,635,539	\$ 33,744,607	\$ 34,973,682	\$ 37,941,676	\$ 37,701,117	\$ 41,146,945	\$ 42,983,376	\$ 42,588,135	\$ 43,251,135	\$ 44,500,000
State Revenue	43,992,698	42,355,439	46,467,673	50,113,534	61,075,422	82,980,305	77,791,520	76,214,721	83,001,993	89,458,995	93,850,201
Other Revenue	1,318,858	660,773	1,163,593	1,632,908	2,319,659	3,246,043	2,451,333	2,439,519	1,708,470	2,176,000	2,176,000
Fund Balance	-	-	-	-	-	-	-	-	-	2,405,908	2,481,443
<b>Total Revenue:</b>	<b>\$ 75,930,416</b>	<b>\$ 74,651,751</b>	<b>\$ 81,375,873</b>	<b>\$ 86,720,124</b>	<b>\$ 101,336,757</b>	<b>\$ 123,927,465</b>	<b>\$ 121,389,798</b>	<b>\$ 121,637,616</b>	<b>\$ 127,298,598</b>	<b>\$ 137,292,038</b>	<b>\$ 143,007,644</b>



**Kenai Peninsula Borough School District  
General Fund 2012-2013 Preliminary Budget**

**Expenditures**

	<b>FY03</b>	<b>FY04</b>	<b>FY05</b>	<b>FY06</b>	<b>FY07</b>	<b>FY08</b>	<b>FY09</b>	<b>FY10</b>	<b>FY11</b>	<b>Budget</b>	
										<b>FY12</b>	<b>FY13</b>
Expenditures:											
Salaries	\$ 46,219,085	\$ 45,391,817	\$ 46,403,512	\$ 47,847,106	\$ 50,251,299	\$ 52,939,567	\$ 55,798,145	\$ 60,151,229	\$ 61,453,475	\$ 65,092,109	\$ 65,809,765
Benefits	12,297,578	12,819,512	16,308,427	19,775,485	23,741,721	39,765,510	37,735,418	36,646,242	38,407,365	43,298,508	50,001,996
Utilities	3,593,235	3,310,714	3,715,610	4,566,495	4,709,294	5,123,696	5,391,317	5,076,596	5,858,366	5,959,893	6,015,397
Discretionary Accounts	12,131,128	12,532,343	12,336,407	13,246,888	15,088,247	15,902,815	16,245,286	19,094,572	18,859,611	24,229,768	20,855,486
Transfers	189,044	2,199,589	279,225	385,948	2,722,720	4,293,736	4,451,076	830,279	362,104	1,350,000	325,000
<b>Total Expenditures *</b>	<b>\$ 74,430,070</b>	<b>\$ 76,253,975</b>	<b>\$ 79,043,181</b>	<b>\$ 85,821,922</b>	<b>\$ 96,513,281</b>	<b>\$ 118,025,324</b>	<b>\$ 119,621,242</b>	<b>\$ 121,798,918</b>	<b>\$ 124,940,921</b>	<b>\$ 139,930,278</b>	<b>\$ 143,007,644</b>



KPBSD  
FY 13  
FOUNDATION FORMULA ESTIMATE

12/13/2011  
Updated FY13 Foundation Estimate With Projected Enrollment Count

	SCHOOL	Projected FY13 Enrollment	FORMULA	ADJUSTED ADM	
<b>Step #1</b>	Aurora Borealis Charter	185	$218.1+(1.08*(185-150))$	255.9	
	Chapman Elementary	96	$122.85+(1.27*(96-75))$	149.52	
	Chapman Secondary	17	39.60	39.60	
	Cooper Landing	10	39.6	39.60	
	Fireweed Academy Charter	152	$218.1+(1.08*(152-150))$	220.26	
	Homer Flex	35	(Counted with KCHS)		
	Homer High School	388	$326.10 + (.97*(388-250))$	459.96	
	Homer Middle School	196	$218.1+(1.08*(196-150))$	267.78	
	Hope	14	39.6	39.60	
	Kachemak Selo	70	$55.80 + (1.49*(70-30))$	115.40	
	Kaleidoscope Charter	252	$326.10 + (.97*(252-250))$	328.04	
	K-Beach Elementary	396	$326.10 + (.97*(396-250))$	467.72	
	Kenai Alternative	85	(Counted with KCHS)		
	Kenai Central High School	535	$471.6 + (0.92*(730-400))$	775.20	
	Kenai Middle School	363	$326.10 + (.97*(363-250))$	435.71	
	Marathon School	10	39.6	39.60	
	McNeil Canyon	127	$122.85+(1.27*(127-75))$	188.89	
	Moose Pass	21	$39.6+(1.62*(21-20))$	41.22	
	Mountain View Elementary	423	$471.6 + (0.92*(423-400))$	492.76	
	Nanwalek	79	$122.85+(1.27*(79-75))$	127.93	
	Nikiski Middle/Senior	398	$326.10 + (.97*(398-250))$	469.66	
	Nikiski North Star	341	$326.10 + (.97*(341-250))$	414.37	
	Nikolaevsk	71	$55.80 + (1.49*(71-30))$	116.89	
	Ninilchik Elementary	80	$122.85+(1.27*(80-75))$	129.20	
	Ninilchik Secondary	79	$122.85+(1.27*(79-75))$	127.93	
	Paul Banks	163	$218.1+(1.08*(163-150))$	232.14	
	Port Graham	21	$39.6+(1.62*(21-20))$	41.22	
	Razdolna	75	$122.85+(1.27*(75-75))$	122.85	
	Redoubt Elementary	372	$326.10 + (.97*(372-250))$	444.44	
	River City Academy	75	(Counted with KCHS)		
	Seward Elementary	285	$326.10 + (.97*(285-250))$	360.05	
	Seward High School	174	$218.1+(1.08*(174-150))$	244.02	
	Seward Middle School	75	$122.85+(1.27*(75-75))$	122.85	
	Skyview High School	354	$326.10 + (.97*(354-250))$	426.98	
	Soldotna Elementary	267	$326.10 + (.97*(267-250))$	342.59	
	Soldotna High School	471	$471.6 + (0.92*(471-400))$	536.92	
	Soldotna Middle	400	$471.6 + (0.92*(400-400))$	471.60	
	Soldotna Montessori	165	$218.1+(1.08*(165-150))$	234.3	
	Spring Creek	0			
	Sterling Elementary	158	$218.1+(1.08*(158-150))$	226.74	
Susan B English	42	$55.80 + (1.49*(42-30))$	73.68		
Tebughna	30	$55.80 + (1.49*(30-30))$	55.80		
Tustumena Elementary	158	$218.1+(1.08*(158-150))$	226.74		
Voznesenka	100	$122.85+(1.27*(100-75))$	154.60		
West Homer Elementary	230	$218.1+(1.08*(230-150))$	304.50		
<b>Step #2</b>	Total All KPBSD Schools	8,038.00		10,364.76	(AS 14.17.450. School Size Factor)
<b>Step #3</b>	District Cost Factor			1.171	(AS 14.17.460. District Cost Factors)
	Total After Adjustment for District Cost Factor			12,137.13	
<b>Step #4</b>	Special Needs Factor			1.2	(AS 17.17.420. Special Needs)
	Total After Adjustment for Special Needs Factor			14,564.56	

KPBSD  
 FY 13  
 12/13/2011  
 Updated FY13 Foundation Estimate With Projected Enrollment Count  
 (Continued)

<b>Step #4.5</b> High School Vocational Education	1.01	(CS SB 84)
Total After Adjustment for High School Vocational Education	14,710.21	
<b>Step #5</b> Special Education Intensive Services Factor (13* 128)	1664	(AS 17.17.420. Intensive Services Funding)
Adjusted Students + Special Education Intensive Services	16,374.21	
<b>Step #6</b> Correspondence ( 833* .80)	666.4	(AS14.17.430 Funding for Correspondence)
Total District Adjusted ADM	17,040.61	
<b>Step #7</b> Base Student Allocation Value	\$5,680	(AS 14.17.470. Base Student Allocation)
<b>Step #8</b> Basic Need	\$96,790,665	
<b>Step #9</b> Less Required Local Effort (.004 * 6,194,777,315) (8,338,641,710 - 2,143,864,395)	\$24,779,109	(AS 14.17. 410.(b)(2) Public School Funding)
<b>Step # 10</b> Regular State Aid FY 13	\$72,011,556	



**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**

**Borough Revenue Cap Estimate**

FY13 Required and Maximum Contribution Estimates

as of 12/13/2011

Required FY 13 Contribution Options (The Lesser of the Following Two)

A. 2011 Adjusted Full Tax Value x 4 Mills = \$ 6,194,777,315 x .004 = **\$24,779,109**

B. 45% of FY12 Basic Need = \$ 95,655,007 x 45% = \$43,044,753

Additional Allowable Local FY 13 Contribution Options ( The Greater of the Following Two)

A. 23% of FY13 Basic Need = \$96,790,665.00 x 23% = **\$22,261,853**

B. 2011 Full Tax Value x 2 Mills = \$ 8,338,641,710 x .002 = \$16,677,283

Maximum Local Contribution Allowable FY 13 ( The Sum of the Following Two)

Required Local Contribution = \$ 24,779,109

Additional Allowable Local = \$ 22,261,853

**Total Maximum Allowable Contribution = \$47,040,962**

FY13 Borough Support Requested \$ 44,500,000

**Room to Maximum Allowable Contribution \* \$2,540,962**

\* Room to Maximum Allowable Contribution of \$2,540,962 is based on increased Borough funding to \$44,500,000, an increase of \$1,248,865 from FY12 funding.

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**Calculation of Full Taxable Value Used**

2011 Full Tax Value \$ 8,338,641,710

1999 Full Tax Value \$ 4,050,912,920

Increase \$ 4,287,728,790

One Half of Increase \$ 2,143,864,395

1999 Full Tax Value \$ 4,050,912,920

One Half of Increase \$ 2,143,864,395

2011 Adjusted Full Tax Value \$ 6,194,777,315