



KENAI PENINSULA BOROUGH SCHOOL DISTRICT

Assistant Superintendent

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MEMORANDUM

TO: Board of Education

FROM: Dave Jones, Assistant Superintendent

THROUGH: Steve Atwater, Superintendent

SUBJECT: FY11 General Fund Budget Revision

REVENUE BUDGET

The State of Alaska provided the final calculations for FY11 revenue and amounts are up slightly from our previous estimate in December. The increase in Foundation funding is \$15,672 and increase in Quality Schools funding is \$7,609 for a total increase in state funding of \$23,281. The District is not requesting an increase in revenue from the Borough.

There is a shift in revenue from the Borough, with a reduction to In-Kind Revenue of \$220,469 and an increase to the Borough Appropriation of the same amount, which results in a net change of zero.

The total change in General Fund revenue is \$23,281, for a revised total for FY11 of \$132,411,442.

EXPENDITURE BUDGET

The reduction to In-Kind Expenditures in the amount of \$220,469 resulted from a decrease in Workers Compensation Insurance.

	FY11 Budget Revised December 2010	Change	FY11 Budget Revised June 2011
<u>Borough Contribution</u>			
In-Kind Maintenance	6,437,719		6,437,719
In-Kind Custodial	109,501		109,501
In-Kind Utilities	78,024		78,024
In-Kind Audit	50,000		50,000
In-Kind Insurance	2,939,767	-220,649	2,719,118
Total In-Kind Services	9,615,011		9,394,362
Direct Appropriation	33,636,304	220,649	33,856,953
Total Local Effort	43,251,315	0	43,251,315

As a result of the final student count numbers, the Fireweed Charter School saw an increase in their expenditure budget of \$91,663. It is anticipated that the combination of reduced requests for personal leave payout from staff and unfilled positions resulting in reduced salary and benefit costs will result in a reduction in personnel costs in the amount of \$367,913.

The District is allowed to charge certain grants a percentage of expenditures to offset costs incurred in administering the grants, known as the Indirect Cost Rate. This adjustment of \$250,000 to the Indirect Cost budget reflects the anticipated amount that will be realized by the District from Indirect Cost charged to grants.

Transfers from the General Fund to the Community Theater and Pupil Transportation Funds in the amounts of \$20,000 and \$750,000, respectively, are included in the expenditure budget revision. These amounts are current estimates of anticipated transfers. Once all costs are recorded, the actual transfer amount will be calculated.

The total change in the General Fund expenditure budget is \$23,281, for a revised FY11 total of \$132,411,442.

FY11 GENERAL FUND BUDGET REVISION SUMMARY:

REVENUE BUDGET

Current FY11 Revenue Budget	\$ 132,388,161
Change to State Foundation Revenue	15,672
Change to State Quality Schools Revenue	7,609
Change to In-Kind Revenue	(220,469)
Change to Borough Appropriation	220,469
Total Revenue Adjustment	23,281
Revised FY11 Revenue Budget	<u>132,411,442</u>

EXPENDITURE BUDGET

Current FY11 Expenditure Budget	\$ 132,388,161
Change to In-Kind Expenditures	(220,469)
Additional Fireweed Charter expenditures	91,663
Transfer to Theater	20,000
Transfer to Transportation	750,000
Change to Indirect Cost	(250,000)
Reduction in Personnel Costs	(367,913)
Total Expenditure Adjustment	23,281
Revised FY11 Expenditure Budget	<u>\$ 132,411,442</u>