

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**  
**Comprehensive Annual Financial Report for the**  
**Fiscal Year Ended**  
**June 30, 2019**



**Soldotna, Alaska**  
**99669**  
**[www.kpbsd.k12.ak.us](http://www.kpbsd.k12.ak.us)**

# **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

## **KENAI PENINSULA BOROUGH SCHOOL DISTRICT**

**A Component Unit of the Kenai Peninsula Borough  
Soldotna, Alaska**

**For the Fiscal Year Ended  
June 30, 2019**

**Mr. Sean Dusek, Superintendent of Schools**

**Prepared by Finance Department**

**Dave Jones  
Assistant Superintendent of Instructional Support**

**Elizabeth Hayes  
Director of Finance**

**Jimmy Love  
Accountant**

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Kenai Peninsula Borough School District

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INTRODUCTORY SECTION

**INTRODUCTORY SECTION**

School District Map

Letter of Transmittal

Certificate of Excellence, ASBO

Organizational Chart

Kenai Peninsula Borough School Board and Administration

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## The Kenai Peninsula Borough School District Map



The Kenai Peninsula Borough School Board governs the Kenai Peninsula Borough School District and is comprised of nine members. The School Board generally meets at least once a month on Mondays, in the Assembly Chambers of the Borough Building located on Binkley Street in Soldotna, Alaska. The School Board holds their regularly scheduled meeting in Homer and Seward once each year. In addition, special meetings and work sessions are scheduled throughout the year.

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# KENAI PENINSULA BOROUGH SCHOOL DISTRICT

## Assistant Superintendent

Dave Jones

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October 18, 2019

Members of the Board of Education and Residents of the School District  
Kenai Peninsula Borough School District  
Soldotna, Alaska

The Comprehensive Annual Financial Report (CAFR) of the Kenai Peninsula Borough School District (District), for the fiscal year ended June 30, 2019 is submitted herewith. This report was prepared by the School District's finance department following the guidelines recommended by the Association of School Business Officials International and generally accepted accounting principles (GAAP). The statutes of the State of Alaska require that the Board of Education provide for an audit of all school accounts within ninety days following the close of the fiscal year, by an independent certified public accountant.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the School District. We believe the data, as presented, is accurate in all material aspects and is presented in a manner designed to fairly set forth the financial position and results of operations of the School District as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain the maximum understanding of the School District's financial affairs have been included.

The District's financial statements have been audited by BDO USA, LLP, a firm of licensed certified public accountants; fieldwork was completed September 6, 2019. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2019 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2019 are fairly presented in conformity with GAAP. The auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was part of a broader, state and federally mandated "Single Audit" designed to meet the special needs of state and federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited school district's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of state and federal awards. These reports are available in the District's separately issued single-audit report.

Generally Accepted Accounting Principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

#### Comprehensive Annual Financial Report (CAFR)

The District's CAFR consists of four parts:

1. The introductory section includes this transmittal letter, a list of the elected officials of the Board of Education and their offices held, a list of selected administration officials, the District's administrative organizational chart, and information on financial reporting achievements.
2. The financial section consists of the MD&A, the basic financial statements, required supplementary information, and combining and individual fund statements and schedules. The independent auditor's report is also a part of the financial section. Combining statements are presented when the District has at least one non-major fund of a given fund category. Various combining statements are also presented to demonstrate compliance with the Alaska Department of Education and Early Development's *Uniform Chart of Accounts and Account Code Descriptions for Public School Districts*.
3. The schedules section includes the schedules of state and federal financial assistance.
4. The statistical section provides mostly trend data and non-financial information useful in assessing a government's financial condition. It also includes demographic and other miscellaneous information of the District. Some tables present District data which has been combined with data provided by the Kenai Peninsula Borough (primary government) to give a consolidated overview of the District's financial status.

#### The Reporting Entity

This report includes all funds of the District. The Kenai Peninsula Borough School District is a component unit; therefore, the financial data is required to be reported in the Comprehensive Annual Financial Report (CAFR) of the Kenai Peninsula Borough. Audited financial statements for the Borough are available upon request from its administrative offices. The District CAFR provides greater detail as a special report in accordance with State regulations.

#### Relationship with Kenai Peninsula Borough

Pursuant to Alaska Statute 14.12.020(c), the Kenai Peninsula Borough Assembly provides money from local sources to maintain and operate the School District. Alaska Statute 14.14.060 states that a Borough can establish a centralized treasury and is responsible for major rehabilitation, all construction and major repair of school buildings. The Kenai Peninsula Borough provides for new construction, debt service, centralized treasury, building maintenance, and the cost of property, liability, and fire insurance for school facilities.

Therefore, such physical plant, bonded debt, capital improvement funds, tax levies, tax collection, maintenance of buildings and insurance for buildings are accounted for by the Kenai Peninsula Borough and are reflected in their report. The maintenance of buildings and insurance of buildings is also required by the State of Alaska to be shown in the School District report as "in-kind revenue and expenditures." These amounts are shown in the report in the General Fund Schedules.

Included in the Financial Report are numerous statistical tables presenting a financial and statistical history of the Kenai Peninsula Borough School District for the last ten years. Some tables present School District data that has been combined with data provided by the Kenai Peninsula Borough to give a consolidated overview of the School District's financial status.

#### Board of Education – Governance of the School District

Alaska Statute Sections 12.12.010 – 115 provide for the creation of school districts in the State of Alaska and establish a school board as the governing body for each district. The nine voting members of the School District Board of Education (Board of Education) determine policy for operation and management of the District. Each member serves for three years, some elected each year for overlapping terms.

## **Profile of the District**

The District encompasses 25,600 square miles. Approximately 8,680 students attend forty-three schools and the home school program in our district, in twenty-one communities. Our schools include a variety of configurations from K-12 schools in remote sites to more conventional configurations in our larger communities. The buildings in our district vary in age. We have 13 buildings that were constructed over 50 years ago, 18 buildings between 25 and 49 years ago, and 2 that are 25 years or less. Seventeen of our buildings have had a renovation or add-on, such as auditorium, at least 25 years ago. The School District provides a full range of educational services on an area-wide basis within the Kenai Peninsula Borough. These services include elementary, secondary, bilingual and vocational instruction, education for exceptional students, correspondence study, pupil transportation, food service program, activity and athletic programs and instructional and general administrative services. Special needs are met with the assistance of programs and services such as English language education, gifted/talented, bilingual/bicultural, Chapter 1/Migrant Education and special education. Enrollments have generally been declining for the past ten years, but the rate of decline has lessened recently.

The mission of the Kenai Peninsula Borough School District is to empower all learners to positively shape their futures.

The Alaska Department of Education and Early Development (DEED) selected Data Recognition Corporation (DRC) to administer the statewide summative assessments for grades 3-10 in the spring of 2017. In the spring of 2018, only grades 3-9 participated in English language arts (ELA), math and grades 4, 8, and 10 in science. The new assessments in ELA and math was administered for the first time in spring 2017. The PEAKS assessments are intended to measure the skills and concepts in the Alaska English Language Arts and Mathematics Standards adopted in 2012 and will be used as a new baseline for future growth in the new accountability system proposed to Federal Department of Education, approved, and now in its second year of implementation.

The Kenai Peninsula Borough School District uses online assessments to identify student academic deficiencies, provide support and benchmark student progress. Aimsweb+ is used in elementary grades k-5 and MAPs is used grades 3-10. All products are nationally normed and provide information in areas of Reading, Mathematics, Language Arts, Science, Algebra and Geometry. The assessments provide for more accurate and timelier student placement, diagnosis of instructional needs, including instructional adjustments and measurement of student gains across reporting periods (fall, winter and spring).

## Internal Control

In developing and evaluating the District's accounting system, consideration is given to the adequacy of internal account controls. Management of the District has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. Because costs of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, the District's internal account controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

## Budgetary Controls

The objective of the District's budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Resources are allocated to and accounted for in individual funds, based upon the purposes for which those funds were created. Transfers of \$50,000 or more are authorized by the Board of Education. Therefore, the legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriation) is the fund level. All other transfers are authorized by the superintendent and reported quarterly to the Board of Education.

### Factors Affecting Financial Condition

The District and Borough governments are largely dependent upon actions of the State government to finance their operating and capital programs. Projected declining levels of production indicate that State oil revenue, which comprises about half of the State's revenue budget, will likely not continue to fund local governments at the current level. State funding for municipal operations is limited to revenue sharing, PERS on-behalf payments, school debt reimbursement and fish tax. As the State government attempts to control its operating budget, it seems likely that more responsibilities will tend to be shifted down to the local level.

After experiencing consistent, gradual growth since the late 1980s, the borough's economy has experienced setbacks over the last several years with the closure of Agrium, ConocoPhillips LNG plant and Lowe's. For FY19, real and personal taxable assessed values increase .01%, compared to FY18 which increased by 5.0%.

Borough wide, the general government tax rate has decreased from 8.59 mills in FY96 to 6.5 mills in FY07, 5.5 mills in FY08, and 4.5 mills from FY09 through FY18. In FY19, the tax rate increased for the first time since FY96 to 4.7mills.

Sales tax continues to generate a large portion of the Borough's revenue. In FY98, sales tax revenue represented 21% of total general fund revenues; projected FY19 budgeted sales tax revenue represents about 39% of general fund revenues. The oil and gas property is subject to significant fluctuations in value. Short-term, the Borough's property tax base will continue to be impacted. Recent activity would tend to indicate that Cook Inlet oil and gas exploration is on the upswing.

The FY19 base student allocation (BSA) used in the Public-School Funding Program was unchanged at \$5,930 per student. Interest earnings came in higher than anticipated, and making some changes to staffing formulas, the District was able to increase our fund balance that will ensure we can meet the needs of structured salary and benefit increases.

The financial condition of the School District is, and will continue to be, a pressing concern for the future. The State Public School Funding Program sets the amount of general school funding the School District receives from the State and it also sets the limit of the amount to be raised from local sources under an equalization section of the formula. The Kenai Peninsula Borough did not fund the School District to the maximum allowed under the foundation formula from FY10 through FY15, however the borough assembly voted to provide maximum allowed funding to the district for FY16, and again fell slightly below in FY17. In FY19, the District was funded at the same level as FY18, which remained below the maximum allowable. Discussions about the budget will continue to evolve between the borough assembly and board of education.

Changes in enrollment have a dramatic impact on the District's Public-School Funding Program revenue from the State. The Alaska Legislature has also made known that cuts enacted in FY16 will likely be increased for FY19 and beyond, as oil revenue continues to be at low levels. More information on this topic is included in the Management's Discussion and Analysis.

### Pension and Other Post-employment Benefits

The District participates in two defined benefit pension plans. The Alaska Public Employees' Retirement System (PERS) was converted to a cost-sharing plan on July 1, 2008 by the Alaska Legislature and covers eligible State and local government employees. The Alaska Teachers' Retirement System (TRS) is a cost-sharing multiple employer plan that covers teachers and other eligible participants.

The plans were established and are administered by the State of Alaska to provide pension, post-employment healthcare, death, and disability benefits. Benefit and contribution provisions are established by State law and may be amended only by the State Legislature.

The State of Alaska Legislature also created the Public Employees' Retirement System (PERS) Tier IV and Teachers' Retirement System (TRS) Tier III, which are defined contribution retirement plans established for employees hired after July 1, 2006 or for employees converting from the PERS Tier I, II or III or TRS Tier I or II defined benefit plans. The plans are administered by the State of Alaska, Commissioner of the Department of Administration. Benefit and contribution provisions are established by State law and may only be amended by the State Legislature. The Alaska Retirement Management Board may also determine certain contribution requirements.

Further information about both plans is included in the notes to the financial statements.

### Certificate of Excellence

The Association of School Business Officials (ASBO) International awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2018.

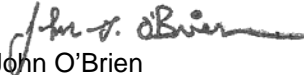
This was the twenty-eighth year the District has received this prestigious award. In order to be awarded a Certificate of Excellence, the school district must meet certain reporting criteria, and publish an easily readable and efficiently organized CAFR. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Excellence is valid for a period of one year only. We believe our current CAFR continues to meet the high standards of the Certificate of Excellence program and we are submitting it to ASBO International to determine its eligibility for another certificate.

### Acknowledgments

The preparation of this report could not be accomplished without the efficient and dedicated services of the entire staff of the District's Business Office and the cooperation of the Borough Finance Department. We would like to express our appreciation to all the people who assisted and contributed to the preparation of this report. We would also like to thank the members of the Board of Education for their unfailing support for maintaining the highest standards of professionalism in the management of the District's finances.

Respectfully submitted,

  
John O'Brien  
Superintendent

  
Dave Jones  
Assistant Superintendent

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ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting  
is presented to**

**Kenai Peninsula Borough School District**

**for its Comprehensive Annual Financial Report (CAFR)  
for the Fiscal Year Ended June 30, 2018.**

The CAFR meets the criteria established for  
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Tom Wohlleber'.

Tom Wohlleber, CSRM  
President

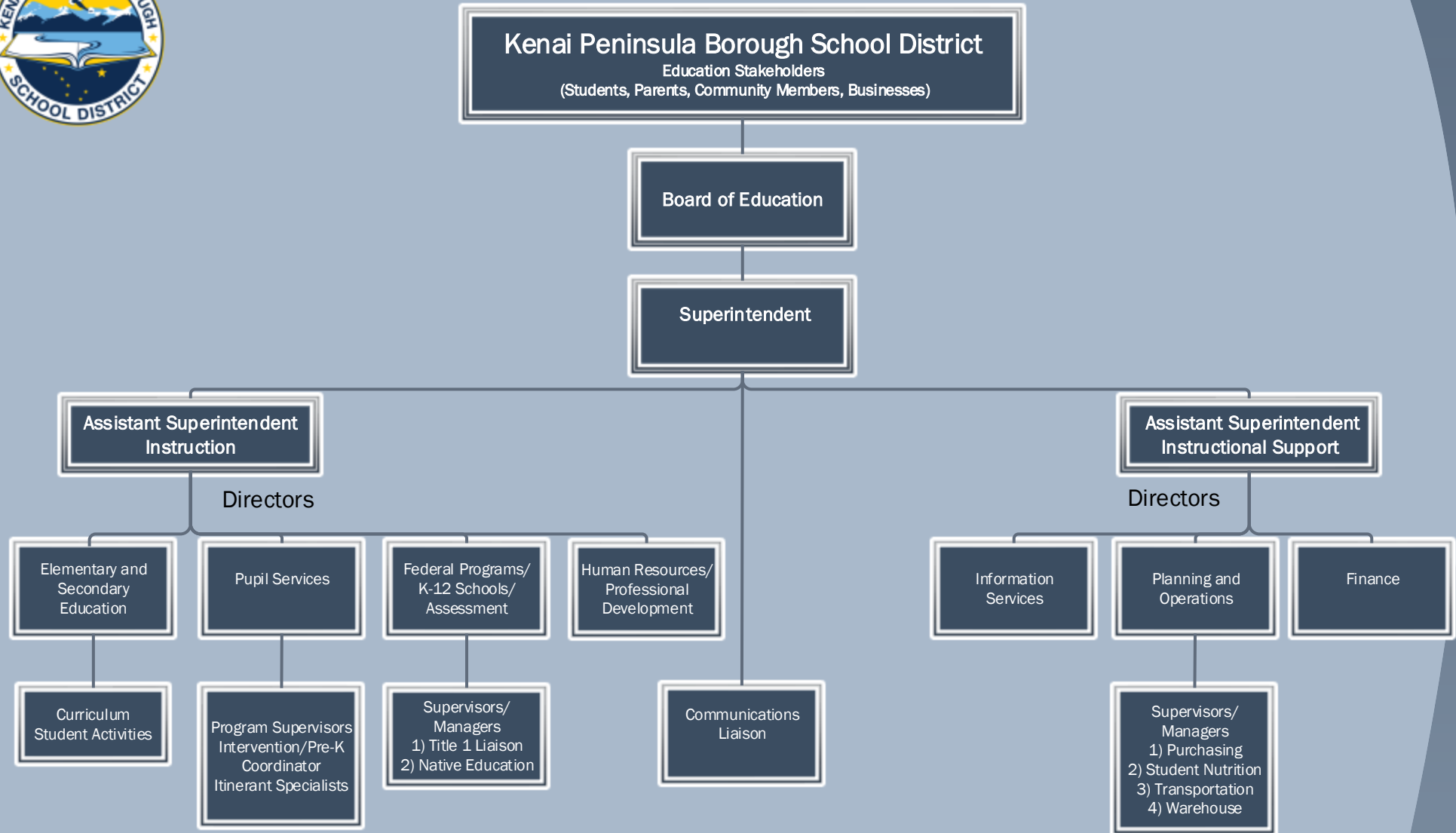
A handwritten signature in black ink, reading 'Siobhán McMahon'.

Siobhán McMahon, CAE  
Chief Operating Officer

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# 2018-2019 Organizational Chart



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**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**  
**148 North Binkley Street**  
**Soldotna, Alaska 99669**

**SCHOOL BOARD**

**Mrs. Penny Vadla, President**  
**Mr. Zen Kelly, Vice President**  
**Mr. Dan Castimore, Clerk**  
**Mr. Michael Illg, Treasurer**  
**Mr. Greg Madden, Member**  
**Ms. Lynn Hohl, Member**  
**Ms. Debbie Cary, Member**  
**Mr. Matt Morse, Member**  
**Mr. Jason Tauriainen, Member**  
**Ms. Tanis Lorrington, Student Representative**

**ADMINISTRATION**

**Mr. Sean Dusek, Superintendent of Schools**  
**Mr. John O'Brien, Assistant Superintendent of Instruction**  
**Mr. Dave Jones, Assistant Superintendent of Instructional Support**

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FINANCIAL SECTION

**FINANCIAL SECTION**

Independent Auditor's Report

Management's Discussion and Analysis

Basic Financial Statements

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3601 C Street, Suite 600  
Anchorage, AK 99503

## Independent Auditor's Report

Members of the School Board  
Kenai Peninsula Borough School District  
Soldotna, Alaska

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Kenai Peninsula Borough School District (the District), a component unit of the Kenai Peninsula Borough, Alaska, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.



## *Opinions*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Kenai Peninsula Borough School District, as of June 30, 2019, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## *Other Matters*

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, the Schedules of Net Pension Liability, and Pension Contributions, and the Schedules of Net Other Postemployment Benefits (OPEB) Liability and OPEB Contributions on pages 78 through 81 and 82 through 93 respectively be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit for the year ended June 30, 2019 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Kenai Peninsula Borough School District's basic financial statements. The accompanying combining and individual fund financial statements, Schedule of Compliance - AS 14.17.505, the Schedule of Expenditures of Federal Awards, as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, the Schedule of State Financial Assistance, required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, introductory and statistical sections for the year ended June 30, 2019 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying combining and individual fund financial statements, Schedule of Compliance - AS 14.17.505, the Schedule of Expenditures of Federal Awards, and the Schedule of State Financial Assistance, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended June 30, 2019 and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying combining and individual fund financial statements, Schedule of Compliance - AS 14.17.505, the Schedule of Expenditures of Federal Awards, and the Schedule of State Financial Assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2019.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Kenai Peninsula Borough School District's as of and for the year ended June 30, 2018 (not presented herein), and have issued our report thereon dated November 15, 2018, which contained an unmodified opinion on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. The combining and individual fund financial statements, and other schedules for the year ended June 30, 2018 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2018 financial statements. The combining and individual fund financial statements, and other schedules for the year ended June 30, 2018 have been subjected to the auditing procedures applied in the audit of the 2018 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements, and other schedules for the year ended June 30, 2018 are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2018.

The accompanying introductory and statistical sections, as listed in the table of contents, have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

#### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 18, 2019 on our consideration of the Kenai Peninsula Borough School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Kenai Peninsula Borough School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Kenai Peninsula Borough School District's internal control over financial reporting and compliance.

*BDO USA, LLP*

Anchorage, Alaska  
October 18, 2019

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**MANAGEMENT'S DISCUSSION AND ANALYSIS**

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## Management's Discussion and Analysis

As management of the Kenai Peninsula Borough School District (District), we offer readers of the Kenai Peninsula Borough School District's financial statements this overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2019. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 5-9 of this report.

### Financial Highlights

- There was a substantial change to the net position of the District, due to implementation of the Governmental Accounting Standards Board (GASB) Statement 68 in FY15, regarding accounting for pension plans. In FY18 GASB Statement 75 was implemented to bring Post Employment Benefits Other Than Pension (OPEB) into alignment with the GASB 68 Pension rule. It requires that OPEB be reported in the financial report of the employer (the District), even though the OPEB plan is a cost-sharing plan where the obligation to employees of more than one employer are pooled and used to pay the benefits of employees of any employer participating in the plan.
- As a result of implementation of GASB 68 and GASB 75, the net position of the District changed on paper, from \$29,738,785 as of June 30, 2014 to (\$64,725,882) as of June 30, 2018. This dramatic change in the district's net position is a result of District's calculated share of net pension liability and OPEB of (\$91,192,975).
- The District's share of the liability to employees for defined benefit pensions and OPEB was calculated by the State of Alaska Department of Administration using actuarial valuations of the total pension and OPEB liability and projections of benefit payments, including adjustments to pensions for various reasons, such as cost-of-living-adjustments.
- As of June 30, 2019, the District's governmental funds reported combined ending fund balances of \$22,583,828, an increase of \$2,540,385 in comparison to the prior year.
- For the first time in eight years, the District increased Fund Balance in the General Fund. While the district had planned to use Fund Balance for the eighth straight year, the unexpected increase in interest earnings over budgeted and the return of Defined Contribution forfeitures increased the Fund Balance by \$2,141,925.
- At the end of the current fiscal year, nonexempt fund balance for the General Fund was \$12,807,636 which is 9.18% of current year expenditures, as compared to 7.74% at the end of FY18. This amount is in compliance with Alaska Statute, AS 14.17.505, which states a district may not accumulate in a fiscal year a non-exempt portion of its year-end fund balance greater than 10% of its expenditures for that fiscal year. Of this \$12,807,636 non-exempt fund balance, about 31% or \$3,929,885 is unassigned fund balance and available for spending. This is an increase of unassigned fund balance of \$2,258,667 over the prior year.
- A portion of the fund balance is restricted for Facilities Maintenance and available for use by the Kenai Peninsula Borough Maintenance Department as a portion of In-Kind Services. The Restricted Fund Balance at the end of FY18 was \$1,791,509 and at the end of FY19 it is \$1,682,409, a decrease of \$109,100 from the prior year.
- The Committed fund balance for negotiations in the amount of \$1,223,986 was funding the District received for Defined Contribution forfeitures and will be used in FY20.

### Overview of the Financial Statements

Management's Discussion and Analysis serves as an introduction to the District's basic financial statements, which are the government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

**Government-wide financial statements.** The government-wide financial statements report information about the overall finances of the District, similar to a business enterprise. These statements combine and consolidate short-term, spendable resources with capital assets and long-term obligations.

The Statement of Net Position represents information on all of the District's assets less liabilities, which results in net position. The statement is designed to display the financial position of the District and the intent of the implementation of GASB 68 and GASB 75 is to improve the usefulness of information in the financial reports by recognizing the entire net pension liability of the District. The changes in the Statement of Net Position are intended to improve information

about pensions provided by all state and local governmental employers and about financial support for pensions provided by other entities. In our case, this means the state's on-behalf contributions to the retirement system.

The Statement of Activities provides information which shows how the District's net position changed as a result of the year's activities. The statement uses the accrual basis of accounting, which is similar to the accounting method used by private-sector business. All of the revenues and expenses are reported, regardless of the timing of when cash is received or paid. The Statement of Activities also recognizes the reductions to revenues and expenditures due to implementation of GASB 68 and GASB 75 and recognition of the net pension liability and OPEB.

The Statement of Net Position and the Statement of Activities distinguish functions of the District that are financed primarily by intergovernmental revenues and charges for services (governmental activities) from functions where user fees and charges to customers help to cover some of the cost of services (business-type activities). The District does not have any business-type activities.

The government-wide financial statements can be found on pages 35-36 of this report.

**Fund financial statements.** A fund is a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate fiscal accountability. All of the funds of the District can be divided into three categories: governmental funds, internal service funds and fiduciary funds.

**Governmental Funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements.

However, unlike the government-wide financial statements, governmental funds financial statements focus on a short-term view of the District's operations. Because the focus of governmental funds financial statements is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the governmental funds with similar information presented for governmental activities in the government-wide financial statements. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains 31 individual governmental funds. Information is presented separately in the Balance Sheet – Governmental Funds and the Schedule of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds for the General Fund, Equipment Fund, and the Title I Fund, all of which are considered to be major funds, for the purposes of this document. Data for the other 28 funds are combined into a single aggregated presentation. Data for each of these non-major governmental funds is provided in the Combining Balance Sheet and the individual funds section of the Special Revenue portion of the financial statements.

The District adopts an annual appropriated budget for the general fund and special revenue funds. Budgetary comparison statements have been provided to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 37-40 of this report.

**Internal Service Funds.** Internal Service funds are an accounting device used to accumulate and allocate costs.

The District has used an Internal Service Fund to account for compensated leave balances since FY04. Additionally, an Internal Service Fund was established in FY12 to account for the District Health Care Plan. Internal Service Fund data can be found on pages 41-43.

**Fiduciary funds.** Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for others. Activities from fiduciary funds are not included in the government-wide financial statements because the District cannot use these assets for its operations.

The basic fiduciary fund financial statement can be found on page 44 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes to the financial statements can be found on pages 47-71 of this report.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information.

The District was successfully involved in the following reviews, audits, and/or examinations by the State of Alaska Department of Education and Early Development:

- ESEA Program
- Individuals with Disabilities in Education (IDEA) Part B Compliance Monitoring:
  - State Performance Plan
  - Annual Performance Report
- Intensive Needs Funding Claims Review

The combining and individual fund statements referred to earlier in connection with nonmajor governmental funds can be found on pages 120-166.

### Governmental-wide Financial Analysis

In FY19, the District had planned to use Fund Balance. With the budget cuts that were implemented for FY19, increased investment earnings and Defined Contribution forfeiture funds, it allowed us to increase our Fund Balance for the first time in eight years. Two factors affecting the District that will continue to be an issue are 1. The rising cost of healthcare and 2. Reduction in oil prices, which affect state revenues and levels of funding to the District. Information at this time indicates that the state will continue to contribute payments on behalf of the District to the Public Employee Retirement System (PERS) and the Teachers Retirement System (TRS) to help pay down the unfunded liabilities in those retirement accounts.

As noted earlier, the increase or decrease in net position over time may serve as a useful indicator of a government's financial position. In the case of the District, liabilities exceeded assets by \$64,725,882 on June 30, 2019 compared to \$75,036,435 on June 30, 2018, which was a decrease in the deficit of the total net position of \$10,310,553. This dramatic shift was a direct result of the implementation of GASB 68 and GASB 75. Use of fund balance is part of the District's strategy to sustain current programs and staffing levels and provide the best possible educational experience for District students.

#### Net Position Governmental Activities

	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Current and Other Assets	\$ 41,890,543	\$ 37,696,939
Capital Assets	<u>2,439,439</u>	<u>2,699,269</u>
Total Assets	44,329,982	40,396,208
Deferred Outflows - Pension related	<u>16,845,740</u>	<u>10,608,393</u>
Total Assets and Deferred Outflows	61,175,722	51,004,601
Current and Other Liabilities	14,957,114	13,431,313
Long-term Liabilities	<u>102,437,422</u>	<u>93,323,554</u>
Total Liabilities	117,394,536	106,754,867
Deferred Inflows - Pension related	<u>8,507,068</u>	<u>19,286,169</u>
Total Liabilities and Deferred Inflows	125,901,604	126,041,036
<b>Net Position</b>		
Net Investment in Capital Assets	2,439,439	2,699,269
Restricted	3,267,336	3,361,630
Unrestricted	<u>(70,432,657)</u>	<u>(81,097,334)</u>
Total Net Position	<u>\$ (64,725,882)</u>	<u>\$ (75,036,435)</u>



**Changes in net position.** The total revenues and expenses for governmental activities are reflected in the following chart:

**Changes in Net Position  
Governmental Activities**

	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Revenues:		
Program revenues		
Charges for Services	\$717,010	\$698,771
Operating Grants and Contributions	19,133,664	17,919,104
General Revenues		
Public School Funding Program	79,299,353	79,599,533
Retirement: On-Behalf Payments	4,121,405	7,904,796
State of Alaska Supplemental	1,389,955	-
Medicaid Reimbursement	195,558	298,727
E-Rate Program	613,575	719,477
Borough Appropriation	49,738,432	49,738,432
Earnings on Investments	1,153,016	193,053
Other Local Revenue	169,505	196,098
Total Revenues	<u>156,531,473</u>	<u>157,267,991</u>
Expenses:		
Instruction	60,897,420	63,689,016
Special Education - Instruction	21,539,750	20,645,587
Special Education Support Services - Student	5,444,428	5,425,276
Support Services – Student	4,430,806	3,733,089
Support Services - Instruction	3,153,296	2,861,897
School Administration	5,704,211	6,021,382
School Administration Support Services	4,695,858	4,506,896
District Administration	1,200,909	1,112,258
District Administration Support Services	5,846,366	5,489,703
Operations and Maintenance of Plant	19,648,660	20,274,357
Student Activities	1,884,164	2,152,801
Student Transportation Services	7,951,356	7,737,829
Community Services	71,692	9,629
Food Services	3,752,004	3,983,053
Total Expenses	<u>146,220,920</u>	<u>147,642,772</u>
Change in Net Position	<u>10,310,553</u>	<u>9,625,218</u>
Beginning Net Position as of July 1	<u>(75,036,435)</u>	<u>(84,661,653)</u>
Ending Net Position as of June 30	<u>(\$64,725,882)</u>	<u>(\$75,036,435)</u>

Prior to FY15, the change in total net position varied from year to year, but by relatively small amounts. For example, the change from FY14 to FY15 was about 4%. The change in total net position from FY14 to FY19 is over to \$94M, due to the change in reporting required by GASB 68 and GASB 75. The total net position of the District now includes the District's calculated share of net pension liability and OPEB for the defined benefit pension plans that some District employees are eligible to participate in.

## Financial Analysis of the Government's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Did the District generate enough revenue to pay for current obligations? What is available for spending at the end of the year?

The general fund is the chief operating fund of the District. At the end of the current fiscal year, total fund balance was \$16,341,779. Of that amount, nonspendable fund balance totaled \$1,932,980, committed fund balance total \$5,584,860, restricted fund balance was \$3,267,336, assigned fund balance totaled \$1,626,718 and unassigned was \$3,929,885. This is an increase for unassigned fund balance of \$2,258,667 from the prior year. The fund balance in the general fund increased \$2,141,925 from the prior year.

For the last several years, both the Title I Fund and the Equipment Fund have been designated as Major Funds. Over \$3.0 million, or 79% of the Title I Fund expenditures were used for salaries and benefits of employees working to support students at Title I designated schools. This includes about 23.5 FTE for certified employees and about 4 FTE for support employees paid from Title I grant funds. Equipment Fund expenditures in the amount of \$128,912 were made for supplies and equipment such as desks, tables, chairs, and other equipment for schools, with purchase priority on safety needs.

## General Fund Budgetary Highlights

Significant items in the FY19 original budget and final amended budget can be summarized as follows:

- Reduction of 2.0 FTE at District Office
- Continued programmatic staffing levels implemented in FY09 to support vocational education, credit recovery, creative/practical arts and foreign language and staffing of secondary counselors and K-8 grade interventionists to address student needs district-wide.
- Reduced student extra-curricular travel funds by \$50,000 to \$180,000.
- Reduction of travel budgets by 10% district wide.
- Transfer to Food Service in the amount of \$750,000 to cover costs of the implementation of new Federal regulations, increased salary and benefit costs and increased food costs.

## FY19 Budget Revisions approved by the Board of Education included:

- Increase in expenditures for contracted services and software for training and Special Education curriculum.
- Decrease in salary and benefit budgets based on the actual employees hired in each position.
- Decrease in revenue from the State of Alaska due to the final FY19 Average Daily Membership (ADM) or student count.

Details on all budget revisions may be found by accessing the Board of Education's section of the District's website ([www.kpbsd.k12.ak.us](http://www.kpbsd.k12.ak.us)) by selecting Board Meetings tab.

## Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2019 amounts to \$2,439,439 (net of accumulated depreciation) compared to \$2,699,269 as of June 30, 2018. The investment in capital assets includes furniture and equipment. Additional information on the District's capital assets can be found in note 4.

## Economic Factors and the Next Year's General Fund Budget and Rates.

In setting the budgets for FY20, the District considered a number of issues with District-wide impact, among them:

### Revenue Budget

- With declining oil revenue and no forward funding mechanism currently in place, there are serious concerns about the future of education funding in the state. Therefore, the District continues to maintain a conservative approach to all budget matters. For fiscal year FY20 a review of all expenditures was conducted with the Board of Education, through that review budget cuts totaling \$2,001,715 were implemented. Included was an increase to the High School PTR of +5, resulting in the reduction of 15 FTE teachers. We also consolidated the Soldotna Prep School, that housed 9<sup>th</sup> graders, into Soldotna High making that a 9-12 school, saving the district an estimated \$631,409.
- Borough residents provided the highest level of local educational funding allowed through the funding formula for many years. That changed in FY10 when the district was first funded at less than the maximum allowed. A change in the local support calculation of the state foundation formula from 4 mills to 2.65 mills has resulted in a shift, with a large portion previously provided by the borough now provided by the state. In FY20 local funding was passed by the Borough Assembly with an increase in the amount of \$2,773,659 over the FY19 funding level of \$49,738,432 for a total of \$52,512,091. This increase in Borough Funding is \$25,000 below the maximum allowable.
- In 2018, the State of Alaska Legislature approved one-time supplemental funding for FY19 and FY20.
- Concerns about reduced enrollment and the associated reduction in revenue is a major concern for FY20. Since enrollment, reductions are generally scattered and not at one particular location or school, reductions to staff cannot always be made to reduce expenditures. This is due to a declining economy related to continued low oil prices.

### Expenditure Budget

- For the first time in eight years, the beginning FY20 budget does not reflect a deficit in revenue, so no planned use of fund balance is planned. Subsequent to the approval of the FY20 budget, we have completed negotiations with our teachers and support staff bargaining units, that will increase the expenditure budget. With the approval of the new contracts, we anticipate having to use a large amount of the unassigned fund balance. Continued use of fund balance is expected in the next few years to maintain current staffing formulas. The District's goal is to mitigate increased class sizes for as long as financially possible.
- Increasing Teachers Retirement System (TRS) and Public Employee Retirement System (PERS) required fund obligations are currently being partially funded for the District by the Alaska Legislature on a year by year basis. Payments made on-behalf of the district to the PERS and the TRS are estimated at around \$10M for FY20.
- All district programs were evaluated for continuation and all vacant positions were reviewed based on need before they were advertised.
- Health care costs continue to increase and the impact of the Affordable Care Act will affect future year costs.
- Continued reduction in the historical variance between budget and actual revenues and expenditures is actively pursued. FY19 budget originally passed with a deficit of (\$1,430,222), the actual result for FY19 resulted in an increase in fund balance for the first time in eight years.
- A high quality operational maintenance program that ensures the continued use and economic value of borough facilities.

**Request for information**

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's financial situation. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Assistant Superintendent of Instructional Support, Kenai Peninsula Borough School District, 148 N. Binkley Street, Soldotna, AK 99669.

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## **BASIC FINANCIAL STATEMENTS**

### **Government-Wide Financial Statements:**

Statement of Net Position

Statement of Activities

### **Fund Financial Statements:**

Balance Sheet, Governmental Funds

Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Position

Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds

Reconciliation of the Governmental Funds, Statement of Revenues, Expenditures and Changes in  
Fund Balance to the Statement of Activities

Statement of Net Position – Internal Service Fund

Statement of Revenues, Expenses, and Changes in Fund Net Position – Internal Service Fund

Statement of Cash Flows – Internal Service Fund

Student Activity Agency Fund, Statement of Fiduciary Assets and Liabilities

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
June 30, 2019

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

Current Assets:	
Cash	\$ 11,945
Equity in Central Treasury	33,439,262
Equity in Central Treasury - Restricted for Health Care	3,318,306
Accounts Receivable	296,492
Due from Other Governments	2,409,356
Prepays	1,144,175
Inventories	1,271,007
<u>Total Current Assets</u>	<u>41,890,543</u>
Capital Assets:	
Furniture and Equipment	9,496,888
Less Accumulated Depreciation	<u>(7,057,449)</u>
Capital Assets - Net of Accumulated Depreciation	<u>2,439,439</u>
<u>Total Assets</u>	<u>44,329,982</u>
Deferred Outflows of Resources - pension/OPEB related	<u>16,845,740</u>
<u>Total Assets and Deferred Outflows of Resources</u>	<u>61,175,722</u>

LIABILITIES AND DEFERRED INFLOWS OF RESOURCES

Current Liabilities:	
Accounts Payable	2,225,466
Accrued Liabilities	7,244,893
Health Claims payable - IBNR	3,695,197
Other Health Care Liabilities	1,729,725
Compensated Absences	61,833
<u>Total Current Liabilities</u>	<u>14,957,114</u>
Noncurrent Liabilities:	
Due in more than one year:	
Compensated Absences Payable	2,905,775
Net Pension and OPEB Liabilities	<u>99,531,647</u>
<u>Total Noncurrent Liabilities</u>	<u>102,437,422</u>
<u>Total Liabilities</u>	<u>117,394,536</u>
Deferred Inflows of Resources - pension/OPEB related	<u>8,507,068</u>
<u>Total Liabilities and Deferred Inflows of Resources</u>	<u>125,901,604</u>

NET POSITION

Net Investment in Capital Assets	2,439,439
Restricted for:	
Charter Schools	885,704
Facilities Maintenance	1,682,409
Homeschool Carry Over	699,223
Unrestricted	<u>(70,432,657)</u>
<u>Total Net Position</u>	<u>\$ (64,725,882)</u>

The notes to the basic financial statements are an integral part of this statement.



KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2019

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	
Governmental activities:				
Instruction	\$ 60,897,420	\$ -	\$ 5,046,868	\$ (55,850,552)
Special Education - Instruction	21,539,750	-	2,607,725	(18,932,025)
Special Education Support Services - Students	5,444,428	-	-	(5,444,428)
Support Services - Students	4,430,806	-	215,752	(4,215,054)
Support Services - Instruction	3,153,296	-	65,286	(3,088,010)
School Administration	5,704,211	-	135	(5,704,076)
School Administration Support Services	4,695,858	-	9,682	(4,686,176)
District Administration	1,200,909	-	-	(1,200,909)
District Administration Support Services	5,846,366	-	287,168	(5,559,198)
Operations and Maintenance of Plant	19,648,660	-	268,821	(19,379,839)
Student Activities	1,884,164	-	8,752	(1,875,412)
Community Services	71,692	37,255	-	(34,437)
Student Transportation - To and From School	7,951,356	-	7,988,066	36,710
Food Service	3,752,004	679,755	2,635,409	(436,840)
Total governmental activities	<u>\$ 146,220,920</u>	<u>\$ 717,010</u>	<u>\$ 19,133,664</u>	<u>\$ (126,370,246)</u>

General revenues:

Grants and contributions not restricted to specific programs:

Borough direct appropriation	49,738,432
Public School Funding Program	79,299,353
State of Alaska Supplemental	1,389,955
Retirement: On-behalf Payments	4,121,405
Earnings on Investments	1,153,016
E-Rate Program	613,575
Medicaid Reimbursement	195,558
Other Local Revenue	169,505
Total general revenues	<u>136,680,799</u>
Change in net position	<u>10,310,553</u>
Net position, beginning of year	<u>(75,036,435)</u>
Net position, end of year	<u>\$ (64,725,882)</u>

The notes to the basic financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2019

	Major Funds			Non-Major Funds	Total Governmental Funds
	General	Equipment	Title I	Other Governmental	
<u>ASSETS</u>					
Assets:					
Cash	\$ 11,945	\$ -	\$ -	\$ -	\$ 11,945
Equity in Central Treasury	20,913,440	3,364,014	-	2,643,758	26,921,212
Accounts Receivable	291,087	-	-	5,405	296,492
Prepaid Items	1,144,175	-	-	-	1,144,175
Due from Other Governments	-	-	1,374,425	1,034,931	2,409,356
Due from Special Revenue Funds	2,443,500	-	-	-	2,443,500
Inventories	788,804	-	-	482,203	1,271,007
<b>Total Assets</b>	<b>\$ 25,592,951</b>	<b>\$ 3,364,014</b>	<b>\$ 1,374,425</b>	<b>\$ 4,166,297</b>	<b>\$ 34,497,687</b>
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Accounts Payable	\$ 2,006,279	\$ -	\$ -	\$ 219,187	\$ 2,225,466
Accrued Liabilities	7,244,893	-	-	-	7,244,893
Due to General Fund	-	-	1,374,425	1,069,075	2,443,500
<b>Total Liabilities</b>	<b>9,251,172</b>	<b>-</b>	<b>1,374,425</b>	<b>1,288,262</b>	<b>11,913,859</b>
Fund Balances:					
Nonspendable:					
Inventories	788,805	-	-	482,203	1,271,008
Prepaid Items	1,144,175	-	-	-	1,144,175
Restricted for:					
Charter Schools	885,704	-	-	-	885,704
Home School Carry-over	699,223	-	-	-	699,223
Facilities Maintenance	1,682,409	-	-	-	1,682,409
Committed:					
Minimum Fund Balance Policy	4,360,874	-	-	-	4,360,874
Negotiations	1,223,986	-	-	-	1,223,986
Assigned to:					
School Incentive Purchases	724,778	-	-	-	724,778
Professional - Technical Services	449,715	-	-	-	449,715
Staff Travel	1,796	-	-	-	1,796
Utility Services	707	-	-	-	707
Purchased Services	11,529	-	-	-	11,529
Supplies	122,440	-	-	-	122,440
Other Expenses	324	-	-	-	324
Equipment	315,429	-	-	-	315,429
Subsequent Year Operations	-	3,364,014	-	2,440,808	5,804,822
Unassigned	3,929,885	-	-	(44,976)	3,884,909
<b>Total Fund Balances</b>	<b>16,341,779</b>	<b>3,364,014</b>	<b>-</b>	<b>2,878,035</b>	<b>22,583,828</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 25,592,951</b>	<b>\$ 3,364,014</b>	<b>\$ 1,374,425</b>	<b>\$ 4,166,297</b>	<b>\$ 34,497,687</b>

The notes to the basic financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
June 30, 2019

Fund balances – total governmental funds		\$ 22,583,828
Amounts reported for governmental activities in the statement of net position are different because:		
<p>The cost of capital assets (furniture and equipment) purchased is reported as an expenditure in governmental funds. The statement of net position includes those capital assets among the assets of the School District as a whole. The cost of those capital assets is allocated over their useful lives (as depreciation expense) to the various functions reported as governmental activities in the statement of activities.</p>		
Cost of capital assets	\$ 9,496,888	
Accumulated depreciation to date	<u>(7,057,449)</u>	
		2,439,439
Internal service funds are used by the school district to charge the cost of certain activities, such as health care, to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position.		
		1,443,826
Other Long-term liabilities not due and payable in the current period, and therefore not reported in the funds:		
Due in more than one year:		
Net Pension and OPEB Liabilities		(99,531,647)
Certain changes in net pension liabilities and not OPEB liabilities are deferred rather than recognized immediately. These items are amortized over time.		
Deferred outflows of resources for pensions		9,589,706
Deferred inflows of resources for pensions		(2,282,509)
Deferred outflows of resources for OPEB		7,256,034
Deferred inflows of resources for OPEB		<u>(6,224,559)</u>
Net position		<u>(\$64,725,882)</u>

The notes to the basic financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2019

	Major Funds			Non-Major Funds	Total Governmental Funds
	General	Equipment	Title I	Other Governmental	
<b>Revenues:</b>					
Local	\$ 49,738,432	\$ -	\$ -	\$ -	\$ 49,738,432
State	90,493,098	-	-	8,241,510	98,734,608
Federal-Direct	-	-	-	444,817	444,817
Federal-Through the State	195,558	-	3,870,270	6,003,712	10,069,540
Earnings on Investments	1,153,016	339,858	-	-	1,492,874
E-Rate	613,575	-	-	-	613,575
Food Sales	-	-	-	679,755	679,755
Corporate Grants and User Fees	-	-	-	269,128	269,128
Other Local Revenues	169,505	-	-	1,624	171,129
<b>Total Revenues</b>	<b>142,363,184</b>	<b>339,858</b>	<b>3,870,270</b>	<b>15,640,546</b>	<b>162,213,858</b>
<b>Expenditures - Current:</b>					
Instruction	61,912,283	67,335	3,751,463	1,293,451	67,024,532
Special Education - Instruction	21,128,793	-	-	2,607,725	23,736,518
Special Education Support Services - Students	6,000,380	-	-	-	6,000,380
Support Services - Students	4,667,500	-	-	215,752	4,883,252
Support Services - Instruction	3,441,872	-	-	95,431	3,537,303
School Administration	6,285,566	-	-	-	6,285,566
School Administration Support Services	5,124,066	135	-	8,826	5,133,027
District Administration	1,352,816	-	-	-	1,352,816
District Administration Support Services	6,056,752	3,567	118,807	168,361	6,347,487
Operations and Maintenance of Plant	21,519,961	57,875	-	1,088	21,578,924
Student Activities	1,981,270	-	-	32,153	2,013,423
Community Services	-	-	-	71,736	71,736
Student Transportation- To and From School	-	-	-	7,956,192	7,956,192
Food Service	-	-	-	3,752,317	3,752,317
<b>Total Expenditures</b>	<b>139,471,259</b>	<b>128,912</b>	<b>3,870,270</b>	<b>16,203,032</b>	<b>159,673,473</b>
Excess (Deficiency) of Revenues Over Expenditures	2,891,925	210,946	-	(562,486)	2,540,385
<b>Other Financing Sources (Uses):</b>					
Transfers In	-	-	-	750,000	750,000
Transfers Out	(750,000)	-	-	-	(750,000)
<b>Total Other Financing Sources (Uses)</b>	<b>(750,000)</b>	<b>-</b>	<b>-</b>	<b>750,000</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>2,141,925</b>	<b>210,946</b>	<b>-</b>	<b>187,514</b>	<b>2,540,385</b>
Fund Balances, Beginning of Year	14,199,854	3,153,068	-	2,690,521	20,043,443
Fund Balances, End of Year	\$ 16,341,779	\$ 3,364,014	\$ -	\$ 2,878,035	\$ 22,583,828

The notes to the basic financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
TO THE STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2019

Net change in fund balances – total governmental funds \$ 2,540,385

Amounts reported for governmental activities in the statement  
of activities are different because:

Governmental funds report equipment purchases as expenditures. However,  
in the statement of activities, the cost of those assets is allocated over  
their estimated useful lives and reported as depreciation expense.  
This is the amount by which depreciation exceeded equipment purchases  
in the current period.

Equipment purchases	\$ 374,363	
Current depreciation expense	<u>(608,952)</u>	(234,589)

Loss on retirement of assets		(25,241)
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Internal service funds are used by management to charge the costs of health care to individual funds. Change in net position is reported with governmental activities.		97,061
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Changes related to net pension obligation, net OPEB obligation and related accounts can increase or decrease net pension and OPEB liabilities. This is the net decrease in equity due to changes in net position and OPEB obligations and related deferred inflows and outflows.		<u>7,932,937</u>
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Change in net position		<u>\$10,310,553</u>
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The notes to the basic financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
STATEMENT OF NET POSITION  
June 30, 2019

	<u>Internal Service Funds</u>
<u>ASSETS</u>	
Equity in Central Treasury	\$ 6,518,050
Equity in Central Treasury - Restricted for Healthcare	<u>3,318,306</u>
Total assets	<u><u>\$ 9,836,356</u></u>
<u>LIABILITIES</u>	
Current Liabilities	
Health Claims Payable (IBNR)	\$ 3,695,197
Contributions Collected from Employees in Excess of Negotiated Agreement	1,729,725
Compensated Absences	<u>61,833</u>
Total Current Liabilities	5,486,755
Noncurrent Liabilities	
Compensated Absences, net of current portion	<u>2,905,775</u>
Total Liabilities	<u><u>\$ 8,392,530</u></u>
<u>NET POSITION</u>	
Net Position - Unrestricted	<u>1,443,826</u>
Total Net Position	<u><u>\$ 1,443,826</u></u>

The notes to the basic financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
For the Year Ended June 30, 2019

	<u>Internal Service Funds</u>
Operating Revenues:	
Charges to Other Funds	\$ 2,718,849
Employer Contributions	23,924,744
Employee Contributions, Net of adjustment per negotiated agreement	<u>4,609,596</u>
 Total Operating Revenues	 <u>31,253,189</u>
Operating Expenses:	
Administrative services	2,718,849
Healthcare Claims and Administrative Fees	<u>28,513,492</u>
 Total operating expenses	 <u>31,232,341</u>
 Operating income (loss)	 <u>20,848</u>
 Nonoperating Revenues - Interest Income	 <u>76,213</u>
 Increase in net position	 97,061
 Total net position, beginning of year	 <u>1,346,765</u>
 Total net position, end of year	 <u><u>\$ 1,443,826</u></u>

The notes to the basic financial statements are an integral part of this statement.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
STATEMENT OF CASH FLOWS  
Year Ended June 30, 2019

	<u>Internal Service Funds</u>
Cash flows from operating activities:	
Payments for interfund services provided	\$ 2,718,849
Payments to employees	(2,726,434)
Receipts from employer - current year contributions	23,924,744
Receipts from employees - current year contributions	5,660,513
Payments for claims and services	<u>(28,536,295)</u>
Net cash flow from operating activities	<u>1,041,377</u>
 Cash flows from investing activities - interest income received	 <u>76,213</u>
 Net increase in cash and cash equivalents	 <u>1,117,590</u>
 Cash and cash equivalents, beginning of year	 <u>8,718,766</u>
 Cash and cash equivalents, end of year	 <u><u>\$ 9,836,356</u></u>
 Reconciliation of operating income to net cash from operating activities:	
Operating income	\$ 20,848
Decrease in compensated absences payable	(7,585)
Decrease in Health care payable	(22,803)
Contributions collected from employees in excess of negotiated agreement	<u>1,050,917</u>
 Net cash from operating activities	 <u><u>\$ 1,041,377</u></u>

The notes to the basic financial statements are an integral part of this statement.



KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 STUDENT ACTIVITY AGENCY FUND  
 STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
 June 30, 2019

	Student Activity Agency Fund
Assets:	
Equity in Central Treasury	\$ 3,002,641
Cash	47,950
Accounts receivable	20,696
Total Assets	\$ 3,071,287
Liabilities:	
Amounts Due to Student Groups	3,071,287
Total Liabilities	\$ 3,071,287

The notes to the basic financial statements are an integral part of this statement.

## **NOTES TO THE FINANCIAL STATEMENTS**

The notes to the Financial Statements include a summary of significant accounting policies and other information that is judged to be appropriate for full disclosure regarding the School District's financial position and operating results.

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2019

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Kenai Peninsula Borough School District (the "School District") have been prepared in conformity with generally accepted accounting principles (GAAP) in the United States, as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the School District's accounting policies are described below.

**Reporting Entity**

Pursuant to Alaska Statute, AS 29.35.160, the Kenai Peninsula Borough (the "Borough") has the responsibility of establishing, maintaining and operating a system of public schools. The Borough has delegated the administrative responsibilities for compliance with the statutes to the School Board of the Kenai Peninsula Borough School District, while retaining the responsibility for the physical plant, except furniture and equipment. The School District is one of 3 discrete component units of the Kenai Peninsula Borough. The 2 others are the South Peninsula Hospital, located in Homer, and the Central Peninsula Hospital, located in Soldotna. School District financial data is discretely presented in the Kenai Peninsula Borough Comprehensive Annual Financial Report.

Complete financial statements of the Borough may be obtained from the Borough Clerk's Office at 144 N. Binkley Street, Soldotna, Alaska 99669; phone number 907-714-2160 or <http://www.kpb.us/finance-dept/about-finance>

These financial statements include all funds of the School District. The operational services provided directly by the Borough have been included in the General Fund as Intergovernmental – Local Revenue and Expenditures.

During the year ended June 30, 2019, the School District recorded in-kind services provided by the Borough for school operations as follows:

Custodial	\$ 115,665
Utilities	73,109
Maintenance	8,064,850
Insurance	2,621,584
Audit	<u>88,527</u>
	<u>\$ 10,963,735</u>

**Measurement Focus, Basis of Accounting and Financial Statement Presentation Modified.**

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The agency fund reports only assets and liabilities and, as such, cannot be said to have a measurement focus. Agency funds do, however, use the accrual basis of accounting to recognize receivables and payables. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated

absences, health care reserve and claims and judgments, are recorded only when payment is due. Prepaid expenditures are reported on the consumption method, meaning an expenditure is reported during the period it is consumed.

All major revenue sources, including revenues from the State of Alaska, the Kenai Peninsula Borough, and the United States government, are considered susceptible to accrual. Entitlements and shared revenues are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Revenue for expenditure-driven grants is recognized when the qualifying expenditures have been incurred and all other grant requirements have been met. All other revenue items are considered to be measurable and available only when cash is received by the School District.

The School District reports the following major governmental funds based on the required quantitative criteria:

General Fund – The School District's primary operating fund. Major revenue sources include the State of Alaska public school foundation program, the local government's contribution to education, and other state and federal revenues. Expenditures are authorized in the annual budget and are made for such activities as student instruction, support services, administration, operations and maintenance, and student activities.

Equipment Special Revenue Fund – The Equipment fund was established by the Board of Education in recognition of the need to plan for the cyclical replacement of capital assets, furniture and other equipment and the impact such replacement has on the operating budget. This fund is dedicated to the orderly and planned acquisition and/or replacement of such items. The District has elected to show this fund as a major fund.

Title I Special Revenue Fund – The Title I fund primarily provides supplemental reading support to struggling learners. Another focus of this fund addresses the needs of students struggling with mathematics concepts and pre-k programs in several schools. In addition to direct services to students, Title I programs provide staff development opportunities and parent involvement support at each school. The District has elected to show this fund as a major fund.

Additionally, the School District reports the following fund types:

Agency Fund – The student activities agency fund accounts for the assets held by the School District as an agent for various student and school-related organizations.

Internal Service Fund – These funds account for the assets needed to pay for accrued employee compensated leave and the self-funded health care plan.

## **Fund Accounting**

The accounts of the School District are organized on the basis of funds. A fund is considered a separate set of self-balancing accounts comprised of assets, liabilities, fund balance, revenues and expenditures for transactions related to certain district functions or activities. Fund balance represents the excess of assets over liabilities. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate fund types.

**Governmental Funds** Governmental fund operations are focused on the measurement of the sources and flow of current financial resources. This measurement is unique in that generally only current expendable financial resources are accounted for in this group. Governmental funds consist of the following fund types:

General Fund - The general School District activities are recorded in the General Fund. The revenues of the General Fund are derived primarily from allocations received from the State of Alaska, the Kenai Peninsula Borough, and the United States government. Primary expenditures in the general fund are made for student instruction, operation of plant and administration.

The State Board of Education and Early Development adopted a revision to the Uniform Chart of Accounts and Account Code Descriptions for Public School Districts effective July 1, 2018.

Special Revenue Funds - These funds account for revenues from specific revenue sources including food service sales, transportation, grants from the State of Alaska and United States government, and other sources. Special Revenue funds are a revenue stream that is legally restricted or committed to a specific purpose.

**Proprietary Funds** Proprietary Funds are used to account for ongoing organizations and activities, which are operated and financed in a manner similar to those found in the private sector. The measurement focus is upon the determination of net income and accrual basis of accounting. The only Proprietary Funds that the District has are Internal Service Funds. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a Proprietary Fund's principal ongoing operations. Operating expenses for Internal Service Funds include salaries, benefits, administrative expenses, and claims paid. All items not meeting this definition are reported as nonoperating revenues and expenses.

Internal Service Funds – Internal Service Funds are used to account for the financing of goods and services provided by one department to another on a cost reimbursement basis. The District has two Internal Service Funds, one for healthcare, and one for compensated absences.

Governmental Accounting Standards Board (GASB) Statement 34 requires Net Position of an Internal Service Fund be reported as unrestricted unless there are restrictions placed by an external source, such as a creditor, grantor or enabling legislation of other governments. Although the net position of the Internal Service Fund for Health Care is restricted for Health Care costs as stated in negotiated agreements between the district and employee groups, the District is required to present them in this document as Unrestricted Net Position.

**Fiduciary Funds** This fund category is used to account for those assets which the School District holds on behalf of others, as their agent. The fiduciary funds are prepared under the economic resources measurement focus and the accrual basis of accounting.

Student Activity Fund - The Student Activity Fund accounts for each Kenai Peninsula Borough school's individual activity account which sponsors student activities within the school, such as athletics and student clubs.

### **Government-wide Financial Statements**

The Statement of Net Position and the Statement of Activities display information about the reporting entity as a whole. Fiduciary funds are not included in the district-wide financial statements. Fiduciary funds are reported only in the Statement of Fiduciary Assets and Liabilities at the fund financial statement level.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers, parents, or students who purchase, use, or directly benefit from goods or services provided by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. The State of Alaska public school foundation program revenue, local government's contribution to education, and other items not properly included among program revenues are reported instead as general revenues.

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets (net of accumulated depreciation) reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on use, either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws, or regulations of other governments.

### **Budgets**

The budgetary data presented in the financial statements is reflective of the following procedures:

The Kenai Peninsula Borough School District Board of Education is required by Alaska law to adopt and submit the annual budget to the Kenai Peninsula Borough Assembly by May 1 of each year for approval by the Borough Assembly. Within 30 days after receipt of the School District budget, the Borough Assembly must determine the total amount of funds to be made available from local sources for school purposes, and must furnish the Board of Education with a statement of this amount. Subsequent changes in the School District budget must be authorized by the Borough Assembly, as well as the Board of Education.

Subsequent to formal budget adoption, the Board of Education may, by motion, transfer appropriations between major budget classifications or departments. The Superintendent may transfer amounts between line items within a major budget classification. Appropriations on annual budgets lapse at year-end.

Activities of the general fund and the special revenue funds are included in the annual appropriating budget. Formal budgetary integration is employed as a management control device during the year for the General Fund and special revenue funds.

The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Kenai Peninsula Borough School District Board of Education. Resources are allocated to, and accounted for, in individual funds, based upon the purposes for which those funds were created. The legal level of control (that is, the level at which expenditures cannot legally exceed the appropriation) is at the fund level.

The District maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Open encumbrance amounts at year-end are automatically re-appropriated by Board Policy as part of the subsequent year's budget, since payment will occur in the subsequent year.

The District prepares its budget on the basis of generally accepted accounting principles (GAAP).

Due to the low price of oil in the past 5 years, the State of Alaska revenues have dropped dramatically. The State of Alaska relies on oil for about 90% of their budget. The legislature completed their work and funded education at the same level as FY18 using reserves. We developed our budget with no increase to the base student allocations (BSA). The amount of funding by the Borough for FY19 was \$49,738,432, the same level as FY18, which is under the maximum allowed by \$1,977,759.

The FY19 budget was developed and approved with an estimated enrollment of 8,778 students.

The FY19 General Fund budget amendments are detailed as follows:

Kenai Peninsula Borough School District FY19 Revenue Budget and Planned Use of Fund Balance Change - General Fund				
Revenue Source	7/1/2018 KPBSD Original Budget	1/14/2019 KPBSD Budget Revision	6/3/2019 KPBSD Budget Revision	KPBSD Final Budget
Borough In-Kind	\$ 10,854,635	\$ -	\$ -	\$ 10,854,635
Borough Appropriation	38,883,797	-	-	38,883,797
Earnings on Investments	300,000	-	-	300,000
E-Rate	700,000	-	-	700,000
Miscellaneous	180,000	-	-	180,000
<b>Total Local Revenue</b>	<b>50,918,432</b>	<b>-</b>	<b>-</b>	<b>50,918,432</b>
Foundation Program	80,839,442	(1,721,043)	(105,669)	79,012,730
One-Time Funding	-	1,398,898	-	1,398,898
TRS On-Behalf Payment	8,244,717	-	-	8,244,717
PERS On-Behalf Payment	1,030,173	-	-	1,030,173
Quality Schools	287,724	(852)	(248)	286,624
<b>Total State Revenue</b>	<b>90,402,056</b>	<b>(322,997)</b>	<b>(105,917)</b>	<b>89,973,142</b>
Medicaid	225,000	-	-	225,000
<b>Total Federal Revenue</b>	<b>225,000</b>	<b>-</b>	<b>-</b>	<b>225,000</b>
<b>Total General Fund Revenue</b>	<b>141,545,488</b>	<b>(322,997)</b>	<b>(105,917)</b>	<b>141,116,574</b>
Planned Use of Fund Balance	1,430,222	(754,467)	(94,083)	581,672
<b>Total General Fund Revenue and Planned Use of Fund Balance</b>	<b>\$ 142,975,710</b>	<b>\$ (1,077,464)</b>	<b>\$ (200,000)</b>	<b>\$ 141,698,246</b>

## **Prior Year Comparative Financial Information**

The financial statements include certain prior-year summarized comparative information in total, but not at the level of detail required for a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the government's financial statements for the year ended June 30, 2018, from which the summarized information was derived.

## **Cash and Investments**

The School District participates in a Central Treasury managed by the Kenai Peninsula Borough. The Central Treasury concept permits investment of combined funds. Each fund has an account titled, "Equity in Central Treasury" which is that fund's share of the Equity in Central Treasury, and represents the monies of that fund that are deposited in the Central Treasury.

Borough ordinance authorizes the Borough to invest in obligations of the U.S. Treasury, its agencies and instrumentalities, bankers' acceptances of the fifty largest banks, highest rated commercial paper, repurchase agreements, fully collateralized certificates of deposit, money market mutual funds, highest rated bonds and notes issued by a state or political subdivision thereof, and the Alaska Municipal League Investment Pool, Inc. Borough ordinance places limitations on maturity of investments, and Borough investment procedures limit the level of investment by type. School District investments are insured or registered or are securities which are held by the Borough or its agent in the Borough's name.

Investment earnings are transferred from KPB to the District on a monthly basis. Based on each fund's share of the equity in central treasury, a percentage of the earnings is provided to those funds.

Cash is used to account for cash held in bank accounts for the Student Activity Agency Fund and to account for petty cash and other cash not classified elsewhere. All deposits are collateralized by federal deposit insurance or by securities held by the Borough's agent in the Borough's name.

Investments are stated at fair market value.

## **Short Term Interfund Receivables/Payables**

During the course of operations, individual funds may overdraw their share of the pooled cash in the Central Treasury. Such advances are classified as "due to other funds" while the offsetting interfund receivable is classified as "due from other funds" in the General Fund on the balance sheet.

## **Inventories**

Inventories are recorded at average cost on a first-in, first-out basis. General fund inventory consists of expendable supplies held at the central warehouse for issuance to schools or other School District locations. Food Service Fund inventory consists primarily of foodstuffs. The cost of inventory items in the School Operating Fund and Food Service Fund is included in expenditures when issued to schools from the central warehouse or issued for consumption. Land acquired for the Building Trades Project (see Note 10) is recorded at cost. Inventory is reported as Nonspendable to indicate that inventory does not represent available, spendable resources, even though it is a component of assets.

School Maintenance Supply inventory is maintained and accounted for by the Kenai Peninsula Borough. The cost of these inventory items is included in Borough In-Kind Services.

## **Capital Assets**

The Borough owns and accounts for all land, school buildings, and improvements other than buildings, which are provided to School District schools without charge. General capital assets, which consist of furniture and equipment, are reported in the governmental activities column in the district-wide financial statements. General capital assets are defined by the School District as assets with an initial, individual cost of \$5,000 or more, and an estimated useful life in excess of one year. Additional information may be found in Note 4. General capital assets are valued at cost or estimated historical cost when the original cost is not available and depreciated/amortized over their estimated useful lives. Donated capital assets are



valued at their estimated fair market value on the date received. The District owns land to be used for furthering vocational instruction. Additional information may be found in Note 10. Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight line depreciation is used based on estimated useful lives of 5 to 20 years for furniture and equipment.

### **Compensated Absences**

It is the School District's policy to allow employees to accumulate leave benefits which vary by leave type and employee group. Leave benefits include annual leave, certain sick leave balances that are paid at retirement, and personal leave which may be cashed in under certain conditions. The School District accumulates the resources to pay compensated absences and records its liability for these compensated absences in an Internal Service Fund

Sick leave that is not payable upon retirement is recorded as an expenditure/expense when used. Compensated absences are historically expenditures of the general fund, food service fund, Title I fund and transportation fund.

### **Health Care**

Since the School District is self-insured, eligible covered employees and the District both contribute monthly to the pool from which claims and administrative fees are paid. The contributions and other income not used in a fiscal year are carried over to subsequent years to provide for shortfalls or unexpected increases in costs and are accounted for in an Internal Service Fund.

### **Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of the net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows or resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

### **Pensions and OPEB**

For purposes of measuring the net pension and OPEB liabilities and related deferred outflows of resources and deferred inflows of resources, and pension and OPEB expense, information about the fiduciary net position of the Public Employees' Retirement System (PERS) and the Teachers' Retirement Systems (TRS) and additions to/from PERS/TRS fiduciary net position have been determined on the same basis as they are reported by PERS/TRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

### **Fund Balance**

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form—prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned, and unassigned.

Restricted fund balance - This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance - These amounts can only be used for specific purposes pursuant to constraints imposed by a formal resolution of the school board—the government's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the school board removes the specified use by taking the same type

of action that imposed the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned fund balance - This classification reflects the amounts constrained by the District's "intent" to be used for specific purposes, but are neither restricted nor committed. The school board and Director of Finance have the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as non-spendable and are neither restricted nor committed. These include portions of fund balances assigned to the charter schools, school incentive purchases and for subsequent year's operations.

Unassigned fund balance - This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the school board's policy to use externally restricted resources first, then unrestricted resources—committed, assigned, and unassigned—in order as needed.

### **Encumbrances**

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the School Operating Fund and Special Revenue Funds. Any encumbrances outstanding at year-end are reported as appropriate constraints of fund balance if they meet the criteria and definitions outlined later in these notes. Encumbrances are included as reductions to fund balance for the purpose of calculating fund balance limits in accordance with state regulations.

### **Grants**

Reimbursable grant revenues are recognized in the respective grant fund at the time eligible expenditures are made.

### **In-Kind Contributions**

The Kenai Peninsula Borough pays for certain expenditures of the school district. The School District records these amounts as in-kind contributions at their actual cost.

### **Interfund Transactions**

Interfund services provided and used are accounted for as revenues and expenditures between the participating funds. Transactions that constitute reimbursement to a fund for expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as a reduction of expenditures in the fund being reimbursed.

Except for interfund services and reimbursements, all other interfund transfers are reported as transfers.

### **Prepaid Items**

Prepaid items are recorded using the Consumption method. We report the prepaid items as an asset in the period in which they are purchases and defer the recognition of the expenditure until the period in which the prepaid items are used or consumed.

### **Management Estimates and Assumptions**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

**NOTE 2 - EQUITY IN CENTRAL TREASURY**

The carrying value of the equity in the Central Treasury varies from the balances reported on the balance sheet by the amount that individual funds have overdrawn their share of the pooled cash. The district does not have a policy regarding custodial credit risk, interest rate risk or foreign currency risk. A reconciliation of the carrying value to the reported value as of June 30, 2019 is as follows:

	Carrying Value of Equity in Central Treasury	Due to (from) other funds	Reported Equity in Central Treasury
General Fund	\$ 20,913,440	\$ (2,443,500)	\$ 18,469,940
Equipment Fund	3,364,014	-	3,364,014
Title I Fund	-	1,374,425	1,374,425
Other Governmental Funds	2,643,758	1,069,075	3,712,833
Internal Service Fund	<u>9,836,356</u>	-	<u>9,836,356</u>
Governmental Fund Total	<u>\$ 36,757,568</u>	<u>\$ -</u>	<u>\$ 36,757,568</u>
Agency Fund	<u>\$ 3,002,641</u>	<u>\$ -</u>	<u>\$ 3,002,641</u>

**NOTE 3 - RECEIVABLES**

Receivables at June 30, 2019, consist of the following:

	General Fund	Special Revenue Funds	Total
Accounts Receivable	\$ 291,087	\$ 5,405	\$ 296,492
Intergovernmental:			
Major Special Revenue:			
Federal – Through the State – Title I	-	1,374,425	1,374,425
Non-Major Special Revenue:			
State	-	75,622	75,622
Federal – Through the State	-	804,291	804,291
Federal – Direct	-	155,018	155,018
Total Receivables	<u>\$ 291,087</u>	<u>\$ 2,414,761</u>	<u>\$ 2,705,848</u>

All receivables are considered collectible based upon the terms and nature of the grants and receivables; therefore, no allowance for uncollectible receivables has been provided.

**NOTE 4 - CAPITAL ASSETS**

The Borough owns and accounts for all land, school buildings and improvements other than buildings, which are provided to School District schools without charge. Capital assets, as recorded in the School District's financial records, consist of furniture and equipment.

The changes in capital assets by major class for year ended June 30, 2019, were as follows:

Governmental activities:	July 1, 2018 Balance	Additions	Deletions	June 30, 2019 Balance
Furniture and equipment	\$ 9,359,687	\$ 374,363	\$ (237,162)	\$ 9,496,888
Less accumulated depreciation for furniture and equipment	<u>(6,660,418)</u>	<u>(608,952)</u>	<u>211,921</u>	<u>(7,057,449)</u>
Governmental activities capital assets, net	<u>\$ 2,699,269</u>	<u>\$ (234,589)</u>	<u>\$ (25,241)</u>	<u>\$ 2,439,439</u>

**Depreciation expense was charged to governmental activities as follows:**

Instruction	\$ 218,956
Special education instruction	2,486
Support services instruction	15,276
School administration	1,020
School administration support services	38,421
District administration	2,995
District administration support services	86,992
Operations and maintenance of plant	110,734
Student activities	119,314
Student transportation – To and From School	-
Food services	<u>12,758</u>
Total depreciation expense	<u><u>608,952</u></u>

Schedule of Capital Assets  
Depreciation Classes by Useful Life

<u>Useful Life (years)</u>	<u>Description</u>
5	Computers, software, printers, and library equipment.
7	Audio video and business equipment and vehicles
10	Buses, musical instruments, athletic, food service, and medical equipment.
15	Classroom, communication, custodial, shop, grounds and playground equipment.
20	Furniture

**NOTE 5 - LONG TERM DEBT**

The School District’s long-term debt as of June 30, 2019 is comprised of the following:

Long-term contracts payable

The district currently has no long-term contracts payable.

Compensated absences payable

As discussed in Note 1, the School District established an Internal Service fund for employee compensated leave in FY04 to account for the assets required to pay for sick, personal, and annual leave accrued by employees.

	Total June 30, 2018	Additions	Deletions	Ending Total June 30, 2019	Amount due in one year
Compensated Absences	\$ 2,975,194	\$ 2,718,849	\$(2,726,435)	\$ 2,967,608	\$ 61,833

**Note 6 - Defined Benefit (DB) Pension Plans**

***General Information About the Plan***

The District participates in two defined benefit pension plans. The Teachers’ Retirement System (TRS) is a cost-sharing multiple employer plan which covers teachers and other eligible participants. The Public Employees’ Retirement System (PERS) is a cost-sharing multiple employer plan which covers eligible State and local government employees, other than teachers. Both Plans were established and are administered by the State of Alaska to provide pension, postemployment healthcare, death, and disability benefits. Benefit and contribution provisions are established by State law and may be amended only by the State Legislature.

Both Plans are included in comprehensive annual financial reports that include financial statements and other required supplemental information. Those reports are available via the internet at <http://doa.alaska.gov/drb>. Actuarial valuation reports, audited financial statements, and other detailed plan information are also available on this website.

Both Plans provide for retirement, death and disability, and post-employment health care benefits. There are three tiers of employees, based on entry date. For all tiers within the DB pension plans, full retirement benefits are generally calculated using a formula comprised of a multiplier times the average monthly salary (AMS) times the number of years of service. The multiplier is increased at longevity milestone markers for most employees. The tiers within the Plans establish differing criteria regarding normal retirement age, early retirement age, and the criteria for calculation of AMS, COLA adjustments, and other OPEB benefits. A complete benefit comparison chart is available at the website noted above.

Both PERS and TRS DB Plans were closed to new entrants on July 1, 2006. New employees hired after that date participate in the PERS/TRS Defined Contribution (DC) Plans described later in these notes.

***Historical Context and Special Funding Situation***

Historically, the TRS plan has been a cost-sharing plan, while originally, PERS was an agent-multiple-employer plan. In April 2008, the Alaska Legislature passed legislation converting the PERS agent-multiple employer plan to a cost-sharing plan with an effective date of July 1, 2008. In connection with this conversion, the State of Alaska passed additional legislation which statutorily capped the employer contribution rate for both plans, established a state funded “on-behalf” contribution (subject to funding availability), and required that employer contributions be calculated against *all* PERS/TRS eligible wages, including wages paid to participants of the PERS/TRS defined contribution plans described later in these footnotes.

Alaska Statutes 14.25.085 and 39.35.280 require the State of Alaska to contribute to the Plans an amount such that, when combined with the employer contribution, is sufficient to pay each Plans' past service liability contribution rates as adopted by the Alaska Retirement Management Board. As such, both Plans are considered to be in a special funding situation as defined by GASB, and management has recorded all pension related liabilities, deferred inflows/outflows, and disclosures on this basis. The District records the related on-behalf contributions as revenue and expense or expenditures as prescribed by GAAP, pursuant to the relevant basis of accounting based on fund type.

It is important to note that the Alaska Legislature has the power and authority to change the aforementioned statutes through the legislative process.

**Employee Contribution Rates**

District PERS employees are required to contribute 6.75% of their annual covered salary (9.60% for employees on a nine-month payment contract). Teachers and other certificated employees are required to contribute 8.65% of annual covered salary for TRS.

**Employer and Other Contribution Rates**

There are several contribution rates associated with the pension contributions and healthcare contributions and related liabilities. These amounts are calculated on an annual basis.

*Employer Effective Rate:* This is the contractual employer pay-in rate. Under current legislation, this rate is statutorily capped at 22% of eligible wages for PERS and 12.56% of eligible wages for TRS, subject to a wage floor, and other termination events. These rates are applied to all PERS/TRS participating wages, respectively, including those wages attributable to employees in the defined contribution plan. Contributions derived from the defined contribution employee payroll are referred to as the Defined Benefit Unfunded Liability or DBUL contribution.

*ARM Board Adopted Rate:* This is the rate formally adopted by the Alaska Retirement Management Board. This rate is actuarially determined and used to calculate annual Plan funding requirements, without regard to the statutory rate cap or the GASB accounting rate. Prior to July 1, 2015, there were no constraints or restrictions on the actuarial cost method or other assumptions used in the ARM Board valuation. Effective July 1, 2015, the Legislature requires the ARM Board to adopt employer contribution rates for past service liabilities using a level percent of pay method over a closed 25 year term which ends in 2039. This change results in lower ARM Board Rates than previously adopted.

*On-behalf Contribution Rate:* This is the rate normally paid in by the State as an on-behalf payment under the current statute. The statute requires the State to contribute, based on funding availability, an on-behalf amount equal to the difference between the ARM Board Rate and the Employer Effective Rate.

In the governmental fund financial statements, on-behalf contribution amounts have been recognized as revenues and expenditures. In government-wide financial statements, the on-behalf amounts reflect revenue and expense only during the measurement period in which the Plan recognizes the payments, resulting in a one-year timing lag between the cash transfers and revenue and expense recognition.

*GASB Rate:* This is the rate used to determine the long-term pension for plan accounting purposes in accordance with generally accepted accounting principles as established by GASB. Certain actuarial methods and assumptions for this rate calculation are mandated by GASB. For 2019, the rate uses an 8% pension discount rate. The GASB Rate and the ARM Board Adopted Rate differ significantly as a direct result of variances in the actuarial methods and assumptions used.

Contribution rates for the year ended June 30, 2019 were determined in the June 30, 2016 actuarial valuations. The District's contribution rates for the 2019 fiscal year were as follows:

<b>PERS</b>	Employer Effective Rate	ARM Board Adopted Rate	State Contribution Rate
Pension	16.17%	23.21%	5.58%
Postemployment healthcare (ARHCT)	5.83%	4.37%	0.00%
<b>Total Contribution Rates</b>	<b>22.00%</b>	<b>27.58%</b>	<b>5.58%</b>

<b>TRS</b>	Employer Effective Rate	ARM Board Adopted Rate	State Contribution Rate
Pension	8.41%	26.20%	16.34%
Postemployment healthcare (ARHCT)	4.15%	2.70%	0.00%
<b>Total Contribution Rates</b>	<b>12.56%</b>	<b>28.90%</b>	<b>16.34%</b>

In 2019, the District was credited with the following contributions to the pension plan:

	Measurement Period July 1, 2017 to June 30, 2018	District Fiscal Year July 1, 2018 to June 30, 2019
<b>PERS</b>		
Employer contributions (including DBUL)	\$ 2,293,306	\$ 2,338,677
Nonemployer contributions (on-behalf)	631,378	1,165,059
<b>Total Contributions</b>	<b>\$ 2,924,684</b>	<b>\$ 3,503,736</b>

In addition, employee contributions to the Plan totaled \$570,112 during the District's fiscal year.

	Measurement Period July 1, 2017 to June 30, 2018	District Fiscal Year July 1, 2018 to June 30, 2019
<b>TRS</b>		
Employer contributions (including DBUL)	\$ 2,559,312	\$ 2,370,502
Nonemployer contributions (on-behalf)	7,664,800	8,442,963
<b>Total Contributions</b>	<b>\$ 10,224,112</b>	<b>\$ 10,813,465</b>

In addition, employee contributions to the Plan totaled \$2,332,715 during the District's fiscal year.

***Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.***

At June 30, 2019, the District reported a liability for its proportionate share of the net pension liability (NPL) that reflected a reduction for State pension support provided to the District. The amount recognized by the District for its proportional share, the related State proportion, and the total portion of the net pension liability that was associated with the District were as follows:

	PERS	TRS
District's proportionate share of NPL	\$ 34,698,935	\$ 50,062,615
State's proportionate share of NPL associated with the District	10,050,083	74,423,081
<b>Total Net Pension Liability</b>	<b>\$ 44,749,018</b>	<b>\$ 124,485,696</b>

The total pension liability for the June 30, 2018 measurement date was determined by an actuarial valuation as of June 30, 2017 rolled forward to June 30, 2018 to calculate the net pension liability as of that date. The District's proportion of the net pension liabilities were based on a projection of the District's long-term share of contributions to the pension plans relative to the projected contributions of all participating entities, including the State, actuarially determined. The District's proportion of the net pension liability measured at June 30, 2018 for PERS was 0.69830 percent, which was an increase of 0.05567 percent, from its proportion as of the prior measurement date. For TRS the District's proportion was 2.61515 percent, representing an increase of 0.24337 percent, from the prior year.

For the year ended June 30, 2019, the District recognized pension expense of \$881,481 for PERS and \$2,454,820 for TRS. In addition, the District recognized on-behalf revenue from the State of Alaska in the amounts of \$470,563 and \$3,455,075 for PERS and TRS, respectively. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<b>PERS</b>	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ (870,875)
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	766,340	-
Changes in proportion and differences between District contributions and proportionate share of contributions	1,061,422	-
District contributions subsequent to the measurement date	2,338,677	-
<b>Total Deferred Outflows and Deferred Inflows of Resources Related to Pensions</b>	<b>\$ 4,166,439</b>	<b>\$ (870,875)</b>

The \$2,338,677 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

*Year Ending June 30,*

2020	\$ 1,165,227
2021	419,032
2022	(593,772)
2023	(33,600)
2024	-
Thereafter	-
<b>Total Amortization</b>	<b>\$ 956,887</b>

<b>TRS</b>	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ (1,411,634)
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	1,654,706	-
Changes in proportion and differences between District contributions and proportionate share of contributions	1,398,059	-
District contributions subsequent to the measurement date	2,370,502	-
<b>Total Deferred Outflows and Deferred Inflows of Resources Related to Pensions</b>	<b>\$ 5,423,267</b>	<b>\$ (1,411,634)</b>

The \$2,370,502 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:



*Year Ending June 30,*

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2020	\$ 2,090,325
2021	969,761
2022	(1,335,961)
2023	(82,994)
2024	-
Thereafter	-

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<b>Total Amortization</b>	<b>\$ 1,641,131</b>
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**Actuarial Assumptions**

The total pension liability for the measurement period ended June 30, 2018 was determined by an actuarial valuation as of June 30, 2017, using the following actuarial assumptions, applied to all periods included in the measurement, and rolled forward to the measurement date of June 30, 2018:

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Actuarial cost method	Entry age normal; level percentage of payroll
Amortization method	Level dollar, closed
Inflation	3.12%
Salary increases	Graded by service, from 8.11% to 3.87% for teachers Graded by age and service, from 8.55% to 4.34% for all others
Allocation methodology	Amounts for FY 2018 were allocated to employers based on the ratio of the present value of projected future contributions for each employer to the total present value of projected future contributions for the fiscal years 2019 to 2039 to the Plan. The liability is expected to go to zero at 2039.
Investment return / Discount rate	8.00%, net of pension plan investment expenses. This is based on an average inflation rate of 3.12% and a real rate of return of 4.88%.
Mortality	Pre-termination – The rates for pre-termination mortality were 68% of the male rates and 60% of the female rates of the post-termination mortality rates (TRS); Based on 96% of all rates of the RP-2000 table, 2000 Base Year projected to 2018 with Projection Scale BB (PERS). Post-termination – 94% of the male rates and 97% of the female rates of the RP-2000 table, 2000 Base Year projected to 2018 with Projection Scale BB, with a three-year setback for males and four-year setback for females (TRS); Based on 2010-2013 actual mortality experience, 60% of male and 65% of female post-termination rates (PERS).

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The actuarial assumptions used in the June 30, 2017 actuarial valuation (latest available) were based on the results of an actuarial experience study for the period from July 1, 2009 to June 30, 2013. The assumptions used in the June 30, 2017 actuarial valuation report are the same as those used in the June 30, 2016 actuarial valuation.

**Long-Term Expected Rate of Return**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2018 are summarized in the following table (note that the rates shown below exclude the inflation component):

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	24%	8.90%
Global ex-U.S. equity	22%	7.85%
Fixed income	10%	1.25%
Opportunistic	10%	4.76%
Real assets	17%	6.20%
Absolute return	7%	4.76%
Private equity	9%	12.08%
Cash equivalents	1%	0.66%

### **Discount Rate**

The discount rate used to measure the total pension liability was 8.00%. The projection of cash flows used to determine the discount rate assumed that employer and State contributions will continue to follow the current funding policy, which meets State statutes. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

### **Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 8.00%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate:

<b>PERS</b>	Proportional Share	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
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District's proportionate share of the net pension liability	0.69830%	\$ 45,950,144	\$ 34,698,935	\$ 25,181,770
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<b>TRS</b>	Proportional Share	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
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District's proportionate share of the net pension liability	2.61515%	\$ 71,616,447	\$ 50,062,615	\$ 32,925,999
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### **Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

### **Note 7 - Defined Contribution (DC) Pension Plans**

Employees hired on or after July 1, 2006 participate in PERS Tier IV or TRS Tier III, defined contribution plans. These Plans are administered by the State of Alaska, Department of Administration in conjunction with the defined benefit plans noted above. Benefit and contribution provisions are established by State law and may be amended only by the State Legislature. The Alaska Retirement Management Board may also amend contribution requirements. Included in the Plans are individual pension accounts, retiree medical insurance plan and a separate Health Reimbursement Arrangement account that will help retired members pay medical premiums and other eligible medical expenses not covered by the medical plan. These Plans are included in the comprehensive annual financial reports for PERS and TRS, and at the following website, as noted above. <http://doa.alaska.gov/drb>.

Contributions to the DC plans consist solely of employer and employee contributions with no special funding or other nonemployer contributions. In addition, actual remittances to the PERS system require that the District contribute at 22%. Actual remittances to the TRS system require that the District contribute at 12.56%. After deducting the DC pension plan

contributions and related DC OPEB contributions, the remaining remittance (the DBUL) is deposited into the DB plan (pension and/or OPEB) as noted earlier.

**Benefit Terms**

Employees are immediately vested in their own contributions and vest 25% with two years of service, plus an additional 25% per year thereafter for full vesting at five years of service.

**Employee Contribution Rate**

Employees are required to contribute 8.0% of their annual covered salary for both PERS and TRS. This amount goes directly to the individual's account.

**Employer Contribution Rate**

For the year ended June 30, 2019, the District was required to contribute 5% of covered salary into the Plan for PERS and 7% of covered salary for TRS.

The District and employee contributions to PERS for pensions for the year ended June 30, 2019 were \$590,033 and \$944,050, respectively. The District and employee contributions to TRS for pensions for the year ended June 30, 2019 were \$1,749,168 and \$1,999,046, respectively. District contributions are recognized as pension expense/expenditures.

**Note 8 - Defined Benefit Other Post-Employment Benefit (OPEB) Plans**

As part of its participation in PERS and TRS, the District participates in the following cost sharing multiple employer defined benefit OPEB plans: Alaska Retiree Healthcare Trust (ARHCT), Retiree Medical Plan (RMP) and Occupational Death and Disability Plan (ODD). The ARHCT is a self-insured and self-funded and provides major medical coverage to retirees of the DB Plan. The ARHCT plan was closed to all new entrants effective July 1, 2006. Benefits vary by Tier level. The RMP is self-insured and provides major medical coverage to retirees of the PERS and TRS DC Plans (Tier IV for PERS and Tier III for TRS). The ODD provides death benefits for beneficiaries of plan participants and long-term disability benefits to all active members within PERS and TRS. The Plans are administered by the State of Alaska, Department of Administration. The OPEB plans are included in the comprehensive annual financial reports for PERS and TRS, at the following website: <http://doa.alaska.gov/drb>.

**Contribution Rates**

Employer contribution rates are actuarially determined and adopted and may be amended by the Board. Employees do not contribute.

Employer contribution rates for the year ended June 30, 2019 were as follows:

	PERS	TRS
Alaska Retiree Healthcare Trust	5.83%	4.15%
Retiree Medical Plan	0.94%	0.79%
Occupational Death and Disability Benefits	0.26%	0.08%
<b>Total Contribution Rates</b>	<b>7.03%</b>	<b>5.02%</b>

In 2019, the District was credited with the following contributions to the OPEB plans:

	Measurement Period July 1, 2017 to June 30, 2018	District Fiscal Year July 1, 2018 to June 30, 2019
<b>PERS</b>		
Employer contributions – ARHCT	\$ 653,666	\$ 856,817
Employer contributions - RMP	17,501	30,678
Employer contributions - ODD	112,666	110,926
Nonemployer contributions (on-behalf)- ARHCT	-	-
<b>Total Contributions</b>	<b>\$ 783,833</b>	<b>\$ 998,421</b>

	Measurement Period July 1, 2017	District Fiscal Year July 1, 2018
<b>TRS</b>		

	to June 30, 2018	to June 30, 2019
Employer contributions – ARHCT	\$ 1,267,282	\$ 1,144,462
Employer contributions - RMP	215,820	197,427
Employer contributions - ODD	-	19,979
Nonemployer contributions (on-behalf)- ARHCT	-	-
<b>Total Contributions</b>	<b>\$ 1,483,102</b>	<b>\$ 1,361,868</b>

***OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB Plans***

At June 30, 2019, the District reported a liability for its proportionate share of the net OPEB liabilities (NOL) that reflected a reduction for State OPEB support provided to the District. The amount recognized by the District for its proportional share, the related State proportion, and the total were as follows:

	PERS	TRS
District's proportionate share of NOL - ARHCT	\$ 7,164,181	\$ 8,112,981
District's proportionate share of NOL – RMP	122,982	(211,009)
District's proportionate share of NOL (Asset) – ODD	(187,706)	(231,332)
<b>Total District's Proportionate Share of NOL (Asset)</b>	<b>\$ 7,099,457</b>	<b>\$ 7,670,640</b>
State's proportionate share of ARHCT NOL associated with the District	2,079,867	12,106,344
<b>Total Net OPEB Liabilities</b>	<b>\$ 9,179,324</b>	<b>\$ 19,776,984</b>

The total OPEB liabilities for the June 30, 2018 measurement date was determined by an actuarial valuation as of June 30, 2017 rolled forward to June 30, 2018 to calculate the net OPEB liabilities as of that date. The District's proportion of the net OPEB liabilities were based on a projection of the District's long-term share of contributions to the OPEB plans relative to the projected contributions of all participating entities, actuarially determined.

<b>PERS</b>	June 30, 2017 Measurement Date Employer Proportion	June 30, 2018 Measurement Date Employer Proportion	Change
District's proportionate share of the net OPEB liabilities (asset):			
ARHCT	0.64274%	0.69807%	0.05533 %
RMP	1.02029%	0.96646%	(0.05383)%
ODD	1.02029%	0.96646%	(0.05383)%

<b>TRS</b>	June 30, 2017 Measurement Date Employer Proportion	June 30, 2018 Measurement Date Employer Proportion	Change
District's proportionate share of the net OPEB liabilities (asset):			
ARHCT	2.36440%	2.60919%	0.24479 %
RMP	6.56894%	6.59816%	0.02922 %
ODD	6.56894%	6.59816%	0.02922 %

As a result of its requirement to contribute to the Plan, the District recognized OPEB expense of \$812,669 and \$1,873,599 for PERS and TRS, respectively. In addition, the District recognized on-behalf revenue of \$273,043 and \$2,162,123 for PERS and TRS, respectively, for support provided by the State.

At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB plans from the following sources:

<b>PERS</b>	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ (825,120)
Changes in assumptions	1,143,853	-
Changes in benefits	-	-
Net difference between projected and actual earnings on OPEB plan investments	-	(1,542,693)
Changes in proportion and differences between District contributions and proportionate share of contributions	422,381	(449,251)
District contributions subsequent to the measurement date	998,421	-
<b>Total Deferred Outflows and Deferred Inflows of Resources Related to OPEB Plans</b>	<b>\$ 2,564,655</b>	<b>\$ (2,817,064)</b>

The \$998,421 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction in the net OPEB liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

*Year Ending June 30,*

2020	\$ (499,301)
2021	(210,620)
2022	(504,077)
2023	(34,142)
2024	(920)
Thereafter	(1,770)
<b>Total Amortization</b>	<b>\$ (1,250,830)</b>

<b>TRS</b>	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ (1,041,867)
Changes in assumptions	2,462,746	-
Changes in benefits	-	-
Net difference between projected and actual earnings on OPEB plan investments	-	(2,165,930)
Changes in proportion and differences between District contributions and proportionate share of contributions	866,765	(199,698)
District contributions subsequent to the measurement date	1,361,868	-
<b>Total Deferred Outflows and Deferred Inflows of Resources Related to OPEB Plans</b>	<b>\$ 4,691,379</b>	<b>\$ (3,407,495)</b>

The \$1,361,868 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction in the net OPEB liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,

2020	\$ 907,649
2021	(302,013)
2022	(697,718)
2023	(35,106)
2024	9,417
Thereafter	39,787
<b>Total Amortization</b>	<b>\$ (77,984)</b>

**Actuarial Assumptions**

The total OPEB liability for each plan the measurement period ended June 30, 2018 was determined by actuarial valuations as of June 30, 2017, using the following actuarial assumptions, applied to all periods included in the measurement, and rolled forward to the measurement date of June 30, 2018:

Actuarial cost method	Entry age normal; level percentage of payroll
Amortization method	Level dollar, closed
Inflation	3.12%
Salary increases	Graded by service, from 8.11% to 3.87% for teachers Graded by service from 8.55% to 4.34% for all others
Allocation methodology	Amounts for 2018 were allocated to employers based on the projected present value of contributions for FY2019-FY2039. The liability is expected to go to zero at 2039.
Investment return / Discount rate	8.00%, net of postemployment healthcare plan investment expenses. This is based on an average inflation rate of 3.12% and a real rate of return of 4.88%.
Healthcare cost trend rates	Pre-65 medical: 8.0% grading down to 4.0% Post-65 medical: 5.5% grading down to 4.0% Prescription drug: 9.0% grading down to 4.0% RDS/EGWP:6.5% grading down to 4.0%
Mortality	Pre-termination – Based on 68% of the male rates and 60% of the female rates of the post-termination mortality rates (TRS); Based on 60% of male and 65% of female post-termination mortality rates, based on 2010-2013 actual mortality experience. (PERS) Post-termination – Based on 94% of the male rates and 97% of the female rates of the RP-2000 Combined Mortality Table, 2000 Base Year projected to 2018 with Projection Scale BB, with a three-year setback for males and four-year setback for females (TRS); Based on 96% of all rates of the RP-2000 Combined Mortality Table, 2000 Base Year projected to 2018 with Projection Scale BB.
Participation (ARHCT)	100% system paid of members and their spouses are assumed to elect the healthcare benefits paid as soon as they are eligible. 10% of non-system paid members and their spouses are assumed to elect the healthcare benefits as soon as they are eligible.

The actuarial assumptions used in the June 30, 2017 actuarial valuation were based on the results of an actuarial experience study for the period from July 1, 2009 to June 30, 2013. The assumptions used in the June 30, 2017 actuarial valuation are the same as those used in the June 30, 2016 valuation with the following exceptions:

1. The medical trend rate assumption was updated to reflect anticipated increases in costs based on recent survey data.
2. An obligation for the Cadillac Tax was added to the June 30, 2017 valuation because it was no longer deemed immaterial due to the updated trend rates and the change to use chained Consumer Price Index (which was part of the Tax Cut and Jobs Act passed in December 2017) to project the tax thresholds in future years.

### Long-Term Expected Rate of Return

The long-term expected rate of return on OPEB plan investments for each plan was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of postretirement healthcare plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The best estimates of arithmetic rates of return for each major asset class included in the plans' targeted asset allocation as of June 30, 2018 are summarized in the following table (note that the rates shown below exclude the inflation component):

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Broad domestic equity	24%	8.90%
Global ex-U.S. equity	22%	7.85%
Fixed income	10%	1.25%
Opportunistic	10%	4.76%
Real assets	17%	6.20%
Absolute return	7%	4.76%
Private equity	9%	12.08%
Cash equivalents	1%	0.66%

### Discount Rate

The discount rate used to measure the total OPEB liability for each plan was 8.00%. The projection of cash flows used to determine the discount rate assumed that employer and State contributions will continue to follow the current funding policy which meets State statutes. Based on those assumptions, the fiduciary net position or each plan was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability for each plan.

### Sensitivity of the Net OPEB Liability (Asset) to Changes in the Discount Rate

The following presents the District's proportionate share of the net OPEB liability (asset) calculated using the discount rate of 8.00%, as well as what the District's proportionate share of the respective plan's net OPEB liability would be if it were calculated using a discount rate that is one-percentage-point lower or one-percentage-point higher than the current rate:

<b>PERS</b>	Proportional Share	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
District's proportionate share of the net OPEB liability (asset):				
ARHCT	0.69807%	\$ 14,503,877	\$ 7,164,181	\$ 1,012,016
RMP	0.96646%	\$ 367,256	\$ 122,982	\$ (67,546)
ODD	0.96646%	\$ (176,263)	\$ (187,706)	\$ (197,120)

<b>TRS</b>	Proportional Share	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
District's proportionate share of the net OPEB liability (asset):				
ARHCT	2.60919%	\$ 19,257,993	\$ 8,112,981	\$ (1,086,570)
RMP	6.59816%	\$ 360,392	\$ (211,009)	\$ (645,696)
ODD	6.59816%	\$ (232,519)	\$ (231,332)	\$ (230,672)

### Sensitivity of the Net OPEB Liability (Asset) to Changes in the Healthcare Cost Trend Rates

The following presents the District's proportionate share of the net OPEB liabilities calculated using the healthcare cost trend rates, as well as what the District's proportionate share of the respective plan's net OPEB liability (asset) would be if it were calculated using healthcare cost trend rates that are one-percentage-point lower or one-percentage-point higher than the current healthcare cost trend rates:

<b>PERS</b>	Proportional Share	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District's proportionate share of the net OPEB liability (asset):				
ARHCT	0.69807%	\$ 139,069	\$ 7,164,181	\$ 15,626,613
RMP	0.96646%	\$ (104,562)	\$ 122,982	\$ 427,505
ODD	0.96646%	\$ n/a	\$ (187,706)	\$ n/a

<b>TRS</b>	Proportional Share	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District's proportionate share of the net OPEB liability (asset):				
ARHCT	2.60919%	\$ (2,209,955)	\$ 8,112,981	\$ 20,711,937
RMP	6.59816%	\$ (727,447)	\$ (211,009)	\$ 500,273
ODD	6.59816%	\$ n/a	\$ (231,332)	\$ n/a

### ***OPEB Plan Fiduciary Net Position***

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued PERS financial report.

### **Note 9 - Defined Contribution (DC) OPEB Plans**

PERS and TRS defined contribution members also participate in the Health Reimbursement Arrangement Plan (HRA Plan). The HRA Plan allows medical care expenses to be reimbursed from individual savings accounts for eligible persons. The HRA Plan became effective July 1, 2006 at which time contributions by employers began.

#### ***Contribution Rate***

AS 39.30.370 establishes this contribution amount as "three percent of the average annual employee compensation of *all employees of all employers* in the plan". As of July 1, 2018, for actual remittance, this amount is calculated as a flat rate for each full-time or part-time employee per pay period and approximates \$2,103 per year for each full-time employee, and \$1.35 per hour for part-time employees. Employees do not contribute to the DC OPEN plans.

#### ***Annual Postemployment Healthcare Cost***

In 2019, the District contributed \$302,076 in DC OPEB costs to PERS and \$885,625 in DC OPEB costs to TRS. These amounts have been recognized as expense/expenditures.

### **NOTE 10 – BUILDING TRADES PROJECT**

The School District has acquired various parcels of land on which vocational education classes of Kenai Central High School previously constructed houses. Periodically these houses are sold and the proceeds used to recover the School District's costs. These projects are supervised by the Kenai Peninsula Building Authority, a nonprofit organization established by the School District in October 1969, for the specific purpose of administering and overseeing this "Building Trades Project." Remaining property is currently valued at \$60,618.

### **NOTE 11 - FOOD SERVICE SPECIAL REVENUE FUND**

The United States Department of Agriculture provided \$186,737 of food, milk and supplies during the year without charge to the School District. These in-kind contributions have been reflected as revenue and expenditures within the Food Service Special Revenue Fund.



**NOTE 12 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS**

Interfund receivable and payables resulting from short-term operating advances at June 30, 2019 are as follows:

	<u>Receivable</u>	<u>Payable</u>
Major Fund - General Fund	\$ 2,443,500	\$ -
Major Fund – Title IA	-	1,374,425
Non-major governmental funds	-	1,069,075
	<u>\$ 2,443,500</u>	<u>\$ 2,443,500</u>

Interfund Transfers

Transfers between funds for the year ended June 30, 2019 were as follows:

	<u>Transfer In:</u>	
Transfer Out:		
From the General Fund to		
Non-Major Governmental	<u>Non-Major Governmental Funds</u>	<u>Total</u>
Funds for operating	<u>\$750,000</u>	<u>\$750,000</u>
subsidies		

Interfund transfers are not expected to be repaid to the General Fund.

**NOTE 13 - RISK MANAGEMENT**

The Kenai Peninsula Borough has established an office of Risk Management and a limited self-insurance program which is codified by Borough ordinance and administered by a risk management committee. It is the responsibility of the risk management committee to insure, self-insure or select appropriate retention levels and deductibles for the risks confronting the Kenai Peninsula Borough, its Service Areas, and the School District. All losses and claims are reported to the Risk Management office and are handled internally within the retentions and deductibles. New claims and outstanding claims are reviewed monthly by the Borough Attorney, and the Risk Manager. There were no material changes in the amounts of coverages, retentions or deductibles during the current fiscal year.

The greatest exposure to financial loss confronting the Kenai Peninsula Borough and School District would be in the areas of property loss, auto liability and general liability due to the number of properties and the fleet of vehicles owned and operated by the Borough and School District. The Borough also purchases aviation non-owned liability coverage which attaches excess of any other valid and collectible insurance. The Borough purchased pollution liability coverage for incidents arising from Borough owned landfills effective July 1, 2016.

Insurers provide annual aggregate limits in excess of our retention level for the exposures of general liability, auto liability, public officials' liability, educational errors and omissions and ambulance attendants' professional liability. Insurance coverage for these various liability exposures are written on a combined policy form.

Self-insured retention/deductible amounts and upper coverage limits of excess insurance for major coverages are as follows:

	<u>Self-Insured Retention/ Deductible</u>	<u>Upper Coverage Limits of Excess Insurance</u>
Auto and general liability	\$ 250,000	\$ 15,000,000
Employers liability	250,000	15,000,000
Workers' compensation	250,000	Statutory benefits
Property:		
Buildings	100,000	1,008,191,455
Fire & EMS apparatus	-0-	Cash value
Other vehicles	20,000	Cash value up to 50,000
Crime coverage	1,000	500,000

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The Kenai Peninsula Borough Insurance and Litigation Fund allocates the costs of insurance coverage on a proportionate share basis to the Borough, its Service Areas and the School District. In addition, an appropriate sum is charged for anticipated losses and claims that will be paid within the self-insured retention and deductible levels. The net position of the fund is designated for future catastrophic losses.

	<u>2019</u>	<u>2018</u>
Beginning of fiscal year liability	\$ 1,762,948	\$ 1,716,818
Current year claims incurred and changes in estimates for claims incurred in prior years	2,127,826	1,368,429
Claims and expenses paid	<u>(1,600,642)</u>	<u>(1,322,299)</u>
End of fiscal year liability	\$ <u>2,290,132</u>	\$ <u>1,762,948</u>

Included above is a liability for incurred but not reported (IBNR) claims of \$502,481. Experience indicates those losses or claims do not go unreported for any significant length of time, therefore, the exposure to IBNR losses or claims is minimal.

The School District maintains a health and medical benefit program which covers permanent employees working more than half time. The School District retains a major portion of the risk of this plan, and, accordingly, is liable for any employee health claims that are approved for payment. Stop-loss limits are \$200,000 for individual claims and 125% above projected annual cost for aggregate claims. Health and medical claims totaled approximately \$28,513,492 for the year ended June 30, 2019 and consisted of paid claims, stop-loss premiums and administrative fees. Accruals were made based on estimates of health claims at year end, including claims incurred but not reported. Such accruals are accounted for in the Internal Service Fund.

A schedule of the changes in the health care claims liability for the three years ended June 30, 2017, 2018 and 2019 follows:

	Beginning of Fiscal <u>Year Liability</u>	Current Year <u>Claim Estimates</u>	Claim <u>Payments</u>	End of Fiscal <u>Year Liability</u>
2016 – 2017	4,338,094	29,930,281	(30,355,196)	3,913,179
2017 – 2018	3,913,179	32,502,931	(32,698,110)	3,718,000
2018 – 2019	3,718,000	31,654,483	(31,677,286)	3,695,197

#### **NOTE 14 - CONTINGENCIES**

From time to time, the District may be a participant in legal proceedings related to the conduct of its business. In the normal course of business, it also has various commitments and contingent liabilities, which are not reflected in the accompanying financial statements. In the opinion of management, any current legal proceedings, commitments or contingent liabilities will not materially affect the financial position of the District.

#### **Grants**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by the grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, would become a liability of the General Fund. In the opinion of management, any disallowed claims will not have a material effect on any fund type of the School District included in the financial statements, as of and for the year ended June 30, 2019.

#### **Unemployment Insurance**

The School District finances its participation in the Unemployment Insurance program by reimbursing the program for the actual benefits paid to former employees. As of June 30, 2019, the School District had not recorded a liability for unemployment benefits for persons employed prior to that time as the amount is not currently subject to reasonable estimation. However, in the opinion of management, any unemployment insurance reimbursement claims based on wages paid prior to June 30, 2019, will not have a material effect on the financial statements as of and for the year ended June 30, 2019.

#### **NOTE 15 - SUBSEQUENT EVENTS**

The district has no subsequent events to report.

#### **NOTE 16 – NEW ACCOUNTING PRONOUNCEMENTS**

The Governmental Accounting Standards Board has passed several new accounting standards with upcoming implementation dates. Management has not fully evaluated the potential effects of these statements, and actual impacts have not yet been determined.

*GASB 84 – Fiduciary Activities* – Effective for year-end June 30, 2020, with earlier application encouraged – This statement addresses criteria for identifying and reporting fiduciary activities.

*GASB 87 – Leases* – Effective for year-end June 30, 2021, with earlier application encouraged – This statement addresses accounting and financial reporting for certain lease assets and liabilities for leases that previously were classified as operating leases. This statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset.

*GASB 89 - Accounting for Interest Cost Incurred before the End of a Construction Period* – Effective for year-end June 30, 2021, with earlier application encouraged – This statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus.

GASB 90 – *Majority Equity Interests* – an amendment of GASB Statements No. 14 and No. 61 – Effective for year-end June 30, 2020, with earlier application encouraged – This statement addresses accounting and financial reporting for a majority equity interest in a legally separate organization. It provides a definition of a majority equity interest and provides guidance for further presentation as either an investment or a component unit, based on specific criteria.

GASB 91 – *Conduit Debt Obligations* - Effective for year-end June 30, 2022, with earlier application encouraged – This statement provides a single method of reporting conduit debt obligations by issuers and eliminates diversity in practice associated with commitments extended by issuers, arrangements associated with conduit obligations, and related note disclosures. This statement clarifies the definition of a conduit debt obligation and establishes standards for related accounting and financial reporting.

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**REQUIRED SUPPLEMENTARY INFORMATION**

**BUDGETARY COMPARISON SCHEDULES MAJOR FUNDS:**

Major Governmental Funds – General Fund – Schedule of Revenues, Expenditures and Changes in Fund Balance

Major Governmental Funds – Equipment – Schedule of Revenues, Expenditures and Changes in Fund Balance

Major Governmental Funds – Title I – Schedule of Revenues, Expenditures and Changes in Fund Balance

**REQUIRED INFORMATION FOR PENSION AND OPEB PLANS:**

Schedule of the District's Information on the Net Pension Liability – Public Employees Retirement System - PERS

Schedule of District Contributions – Public Employees Retirement System - PERS

Schedule of the District's Information on Net Pension Liability – Teachers Retirement System - TRS

Schedule of District Contributions – Teachers Retirement System – TRS

Schedule of the District's Information on the Net OPEB Liability – Public Employees Retirement System - PERS

Schedule of District Contributions – Public Employees Retirement System – PERS OPEB Plan

Schedule of the District's Information on Net OPEB Liability – Teachers Retirement System - TRS

Schedule of District Contributions – Teachers Retirement System – TRS OPEB Plan

Notes to Required Supplementary Information

**OTHER INFORMATION**

**GENERAL FUND:**

General Fund Balance Sheet

General Fund Schedule of Changes in Fund Balance

General Fund Schedule of Revenues – Budget (GAAP Basis) and Actual

General Fund Schedule of Expenditures – Budget (GAAP Basis) and Actual

Schedule of Compliance – AS 14.17.505

Schedule of Compliance – AS 14.17.520

**EQUIPMENT FUND – SPECIAL REVENUE:**

Balance Sheet – Major Fund – Equipment

Major Fund - Equipment - Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget (GAAP Basis) and Actual

**TITLE I FUND – SPECIAL REVENUE:**

Balance Sheet – Major Fund – Title I

Major Fund – Title I - Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget (GAAP Basis) and Actual

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
MAJOR GOVERNMENTAL FUNDS - GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		(Negative)
<b>Revenues:</b>				
Local	\$ 49,738,432	\$ 49,738,432	\$ 49,738,432	\$ -
State	90,402,056	89,973,142	90,493,098	519,956
Federal-Through the State	225,000	225,000	195,558	(29,442)
Earnings on Investments	300,000	300,000	1,153,016	853,016
E-Rate	700,000	700,000	613,575	(86,425)
Other Local Revenues	180,000	180,000	169,505	(10,495)
<b>Total Revenues</b>	<b>141,545,488</b>	<b>141,116,574</b>	<b>142,363,184</b>	<b>1,246,610</b>
<b>Expenditures:</b>				
Instruction	65,689,259	64,105,623	61,912,283	2,193,340
Special Education - Instruction	21,662,447	21,524,210	21,128,793	395,417
Special Education Support Services - Students	5,507,377	6,060,195	6,000,380	59,815
Support Services - Students	4,854,267	4,765,820	4,667,500	98,320
Support Services - Instruction	3,331,830	3,679,291	3,441,872	237,419
School Administration	6,495,095	6,343,315	6,285,566	57,749
School Administration Support Services	5,306,203	5,091,803	5,124,066	(32,263)
District Administration	1,274,964	1,354,158	1,352,816	1,342
District Administration Support Services	5,940,494	6,018,481	6,056,752	(38,271)
Operations and Maintenance of Plant	19,891,361	21,479,788	21,519,961	(40,173)
Student Activities	2,072,413	2,133,869	1,981,270	152,599
<b>Total Expenditures</b>	<b>142,025,710</b>	<b>142,556,553</b>	<b>139,471,259</b>	<b>3,085,294</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>(480,222)</b>	<b>(1,439,979)</b>	<b>2,891,925</b>	<b>4,331,904</b>
<b>Other Financing Uses:</b>				
Transfers Out - Special Revenue Fund	(950,000)	(750,000)	(750,000)	-
<b>Total Other Financing Uses:</b>	<b>(950,000)</b>	<b>(750,000)</b>	<b>(750,000)</b>	<b>-</b>
<b>Net Changes in Fund Balances</b>	<b>\$ (1,430,222)</b>	<b>\$ (2,189,979)</b>	<b>2,141,925</b>	<b>\$ 4,331,904</b>
Fund Balance, Beginning of Year			14,199,854	
Fund Balance, End of Year			<u>\$ 16,341,779</u>	

See accompanying notes to required supplementary information.



KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
MAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS - EQUIPMENT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>Actual</u>
Revenues:				
Earnings on Investment	\$ 75,000	\$ 75,000	\$ 339,858	\$ 264,858
Expenditures:				
Instruction	3,153,067	3,097,304	67,335	3,029,969
School Administration Support Services	-	-	135	(135)
District Administration Support Services	-	3,567	3,567	-
Operations and Maintenance of Plant	-	52,196	57,875	(5,679)
Total Expenditures	<u>3,153,067</u>	<u>3,153,067</u>	<u>128,912</u>	<u>3,024,155</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	<u>\$ (3,078,067)</u>	<u>\$ (3,078,067)</u>	\$ 210,946	<u>\$ 3,289,013</u>
Fund Balances, Beginning of Year			<u>3,153,068</u>	
Fund Balances, End of Year			<u>\$ 3,364,014</u>	

See accompanying notes to required supplementary information.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
MAJOR GOVERNMENTAL SPECIAL REVENUE FUNDS - TITLE I  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget - Positive (Negative)
Revenues:				
Federal-Through the State	<u>5,123,910</u>	<u>4,871,855</u>	<u>3,870,270</u>	<u>(1,001,585)</u>
Expenditures:				
Instruction	4,960,149	4,715,588	3,751,463	964,125
District Administration Support Services	<u>163,761</u>	<u>156,267</u>	<u>118,807</u>	<u>37,460</u>
Total Expenditures	<u>5,123,910</u>	<u>4,871,855</u>	<u>3,870,270</u>	<u>1,001,585</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	<u>\$ -</u>	<u>\$ -</u>	\$ -	<u>\$ -</u>
Fund Balances, Beginning of Year			<u>-</u>	
Fund Balances, End of Year			<u>\$ -</u>	

See accompanying notes to required supplementary information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S INFORMATION ON THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES RETIREMENT SYSTEM - PERS  
Last Ten Fiscal Years**

Year Ended June 30,	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	State of Alaska Proportionate Share of the Net Pension Liability	Total Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2010	*	*	*	*	*	*	*
2011	*	*	*	*	*	*	*
2012	*	*	*	*	*	*	*
2013	*	*	*	*	*	*	*
2014	*	*	*	*	*	*	*
2015	0.43650%	\$ 20,359,190	\$ 18,808,964	\$ 39,168,154	\$ 18,773,897	108%	62.37%
2016	0.92024%	43,767,462	11,719,024	55,486,486	19,473,427	225%	63.96%
2017	0.79436%	44,401,767	5,594,848	49,996,615	19,434,112	228%	59.55%
2018	0.64263%	33,220,332	12,376,127	45,596,459	19,876,163	167%	63.37%
2019	0.69830%	34,698,935	10,050,083	44,749,018	18,984,756	183%	65.19%

\* Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plan is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF DISTRICT CONTRIBUTIONS  
PUBLIC EMPLOYEES RETIREMENT SYSTEM - PERS  
Last Ten Fiscal Years**

Year Ended June 30,	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a percentage of Covered Payroll
2010	*	*	*	*	*
2011	*	*	*	*	*
2012	\$ 1,455,221	\$ 1,455,221	\$ -	\$ 17,382,542	8.37%
2013	1,421,239	1,421,239	-	18,005,047	7.89%
2014	1,578,145	1,578,145	-	18,773,896	8.41%
2015	1,802,254	1,802,254	-	19,473,427	9.25%
2016	1,883,310	1,883,310	-	19,434,112	9.69%
2017	2,115,824	2,115,824	-	19,876,163	10.65%
2018	2,293,306	2,293,306	-	18,984,756	12.08%
2019	2,338,677	2,338,677	-	19,290,478	12.12%

\*Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S INFORMATION ON THE NET PENSION LIABILITY  
TEACHERS RETIREMENT SYSTEM - TRS  
Last Ten Fiscal Years**

Year Ended June 30,	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	State of Alaska Proportionate Share of the Net Pension Liability	Total Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2010	*	*	*	*	*	*	*
2011	*	*	*	*	*	*	*
2012	*	*	*	*	*	*	*
2013	*	*	*	*	*	*	*
2014	*	*	*	*	*	*	*
2015	1.01287%	\$ 30,376,532	\$ 168,912,841	\$ 199,289,373	\$ 50,739,168	60%	55.70%
2016	2.53294%	47,123,960	75,318,635	122,442,595	51,226,585	92%	73.82%
2017	3.08305%	70,396,678	83,669,621	154,066,299	50,808,163	139%	68.40%
2018	2.37178%	48,066,866	83,885,219	131,952,085	50,962,839	95%	72.39%
2019	2.61515%	50,062,615	74,423,081	124,485,696	51,646,847	97%	74.09%

\* Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plan is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF DISTRICT CONTRIBUTIONS  
TEACHERS RETIREMENT SYSTEM - TRS  
Last Ten Fiscal Years**

Year Ended June 30,	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a percentage of Covered Payroll
2010	*	*	*	*	*
2011	*	*	*	*	*
2012	\$ 2,499,363	\$ 2,499,363	\$ -	\$ 49,806,535	5.02%
2013	2,398,469	2,398,469	-	49,947,218	4.80%
2014	2,483,038	2,483,038	-	50,739,168	4.89%
2015	2,405,825	2,405,825	-	51,226,585	4.70%
2016	2,256,776	2,256,776	-	50,808,163	4.44%
2017	2,404,196	2,404,196	-	50,962,839	4.72%
2018	2,559,312	2,559,312	-	51,646,847	4.96%
2019	2,370,502	2,370,502	-	51,746,390	4.58%

\*Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE ON THE NET OPEB LIABILITY - ARHCT  
PUBLIC EMPLOYEES RETIREMENT SYSTEM - PERS  
Last Ten Fiscal Years**

Year Ended June 30,	District's Proportion of the Net OPEB Liability	District's Proportionate Share of the Net OPEB Liability	State of Alaska Proportionate Share of the Net OPEB Liability	Total Net OPEB Liability	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
2010	*	*	*	*	*	*	*
2011	*	*	*	*	*	*	*
2012	*	*	*	*	*	*	*
2013	*	*	*	*	*	*	*
2014	*	*	*	*	*	*	*
2015	*	*	*	*	*	*	*
2016	*	*	*	*	*	*	*
2017	*	*	*	*	*	*	*
2018	0.64274%	\$ 5,429,628	\$ 2,024,556	\$ 7,454,184	\$ 19,876,163	27.32%	89.68%
2019	0.69807%	\$ 7,164,181	\$ 2,079,867	\$ 9,244,048	\$ 18,984,756	37.74%	88.12%

\* Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF DISTRICT CONTRIBUTIONS - ARHCT  
PUBLIC EMPLOYEES RETIREMENT SYSTEM - PERS OPEB PLAN  
Last Ten Fiscal Years**

Year Ended June 30,	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a percentage of Covered Payroll
2010	*	*	*	*	*
2011	*	*	*	*	*
2012	*	*	*	*	*
2013	*	*	*	*	*
2014	*	*	*	*	*
2015	*	*	*	*	*
2016	*	*	*	*	*
2017	*	*	*	*	*
2018	\$ 653,666	\$ 653,666	\$ -	\$ 18,984,756	3.44%
2019	\$ 856,817	\$ 856,817	\$ -	\$ 19,290,478	4.44%

\*Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.



**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE ON THE NET OPEB LIABILITY - RMP  
PUBLIC EMPLOYEES RETIREMENT SYSTEM - PERS  
Last Ten Fiscal Years**

Year Ended June 30,	District's Proportion of the Net OPEB Liability	District's Proportionate Share of the Net OPEB Liability	State of Alaska Proportionate Share of the Net OPEB Liability	Total Net OPEB Liability	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
2010	*	*	*	*	*	*	*
2011	*	*	*	*	*	*	*
2012	*	*	*	*	*	*	*
2013	*	*	*	*	*	*	*
2014	*	*	*	*	*	*	*
2015	*	*	*	*	*	*	*
2016	*	*	*	*	*	*	*
2017	*	*	*	*	*	*	*
2018	1.02029%	\$ 53,208	\$ -	\$ 53,208	\$ 19,876,163	0.27%	93.98%
2019	0.96646%	\$ 122,982	\$ -	\$ 122,982	\$ 18,984,756	0.65%	88.71%

\* Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF DISTRICT CONTRIBUTIONS - RMP  
PUBLIC EMPLOYEES RETIREMENT SYSTEM - PERS OPEB PLAN  
Last Ten Fiscal Years**

Year Ended June 30,	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a percentage of Covered Payroll
2010	*	*	*	*	*
2011	*	*	*	*	*
2012	*	*	*	*	*
2013	*	*	*	*	*
2014	*	*	*	*	*
2015	*	*	*	*	*
2016	*	*	*	*	*
2017	*	*	*	*	*
2018	\$ 112,666	\$ 112,666	\$ -	\$ 18,984,756	0.59%
2019	\$ 110,926	\$ 110,926	\$ -	\$ 19,290,478	0.58%

\*Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE ON THE NET OPEB (ASSET) - ODD**  
**PUBLIC EMPLOYEES RETIREMENT SYSTEM - PERS**  
**Last Ten Fiscal Years**

Year Ended June 30,	District's Proportion of the Net OPEB (Asset)	District's Proportionate Share of the Net OPEB (Asset)	State of Alaska Proportionate Share of the Net OPEB (Asset)	Total Net OPEB (Asset)	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB (Asset)
2010	*	*	*	*	*	*	*
2011	*	*	*	*	*	*	*
2012	*	*	*	*	*	*	*
2013	*	*	*	*	*	*	*
2014	*	*	*	*	*	*	*
2015	*	*	*	*	*	*	*
2016	*	*	*	*	*	*	*
2017	*	*	*	*	*	*	*
2018	1.02029%	\$ (144,769)	\$ -	\$ (144,769)	\$ 19,876,163	-0.73%	212.97%
2019	0.96646%	\$ (187,706)	\$ -	\$ (187,706)	\$ 18,984,756	-0.99%	270.62%

\* Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF DISTRICT CONTRIBUTIONS - ODD  
PUBLIC EMPLOYEES RETIREMENT SYSTEM - PERS OPEB PLAN  
Last Ten Fiscal Years**

Year Ended June 30,	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a percentage of Covered Payroll
2010	*	*	*	*	*
2011	*	*	*	*	*
2012	*	*	*	*	*
2013	*	*	*	*	*
2014	*	*	*	*	*
2015	*	*	*	*	*
2016	*	*	*	*	*
2017	*	*	*	*	*
2018	\$ 17,501	\$ 17,501	\$ -	\$ 18,984,756	0.09%
2019	\$ 30,678	\$ 30,678	\$ -	\$ 19,290,478	0.16%

\*Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE ON THE NET OPEB LIABILITY - ARHCT  
TEACHERS RETIREMENT SYSTEM - TRS  
Last Ten Fiscal Years**

Year Ended June 30,	District's Proportion of the Net OPEB Liability	District's Proportionate Share of the Net OPEB Liability	State of Alaska Proportionate Share of the Net OPEB Liability	Total Net OPEB Liability	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
2010	*	*	*	*	*	*	*
2011	*	*	*	*	*	*	*
2012	*	*	*	*	*	*	*
2013	*	*	*	*	*	*	*
2014	*	*	*	*	*	*	*
2015	*	*	*	*	*	*	*
2016	*	*	*	*	*	*	*
2017	*	*	*	*	*	*	*
2018	2.36440%	\$ 4,348,912	\$ 7,626,401	\$ 11,975,313	\$ 50,962,839	8.53%	93.75%
2019	2.60919%	\$ 8,112,981	\$ 12,106,344	\$ 20,219,325	\$ 51,646,847	15.71%	90.23%

\* Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF DISTRICT CONTRIBUTIONS - ARHCT  
TEACHERS RETIREMENT SYSTEM - TRS OPEB PLAN  
Last Ten Fiscal Years**

Year Ended June 30,	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a percentage of Covered Payroll
2010	*	*	*	*	*
2011	*	*	*	*	*
2012	*	*	*	*	*
2013	*	*	*	*	*
2014	*	*	*	*	*
2015	*	*	*	*	*
2016	*	*	*	*	*
2017	*	*	*	*	*
2018	\$ 1,267,282	\$ 1,267,282	\$ -	\$ 51,646,847	2.45%
2019	\$ 1,144,462	\$ 1,144,462	\$ -	\$ 51,727,643	2.21%

\*Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE ON THE NET OPEB (ASSET) - RMP  
TEACHERS RETIREMENT SYSTEM - TRS  
Last Ten Fiscal Years**

Year Ended June 30,	District's Proportion of the Net OPEB (Asset)	District's Proportionate Share of the Net OPEB (Asset)	State of Alaska Proportionate Share of the Net OPEB (Asset)	Total Net OPEB (Asset)	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB (Asset)
2010	*	*	*	*	*	*	*
2011	*	*	*	*	*	*	*
2012	*	*	*	*	*	*	*
2013	*	*	*	*	*	*	*
2014	*	*	*	*	*	*	*
2015	*	*	*	*	*	*	*
2016	*	*	*	*	*	*	*
2017	*	*	*	*	*	*	*
2018	6.56894%	\$ (311,368)	\$ -	\$ (311,368)	\$ 50,962,839	-0.61%	118.16%
2019	6.59816%	\$ (211,009)	\$ -	\$ (211,009)	\$ 51,646,847	-0.41%	109.56%

\* Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF DISTRICT CONTRIBUTIONS - RMP  
TEACHERS RETIREMENT SYSTEM - TRS OPEB PLAN  
Last Ten Fiscal Years**

Year Ended June 30,	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a percentage of Covered Payroll
2010	*	*	*	*	*
2011	*	*	*	*	*
2012	*	*	*	*	*
2013	*	*	*	*	*
2014	*	*	*	*	*
2015	*	*	*	*	*
2016	*	*	*	*	*
2017	*	*	*	*	*
2018	\$ 197,427	\$ 197,427	\$ -	\$ 51,646,847	0.38%
2019	\$ 215,820	\$ 215,820	\$ -	\$ 51,727,643	0.42%

\*Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.



**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE ON THE NET OPEB (ASSET) - ODD**  
**TEACHERS RETIREMENT SYSTEM - TRS**  
**Last Ten Fiscal Years**

Year Ended June 30,	District's Proportion of the Net OPEB (Asset)	District's Proportionate Share of the Net OPEB (Asset)	State of Alaska Proportionate Share of the Net OPEB (Asset)	Total Net OPEB (Asset)	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB (Asset)
2010	*	*	*	*	*	*	*
2011	*	*	*	*	*	*	*
2012	*	*	*	*	*	*	*
2013	*	*	*	*	*	*	*
2014	*	*	*	*	*	*	*
2015	*	*	*	*	*	*	*
2016	*	*	*	*	*	*	*
2017	*	*	*	*	*	*	*
2018	6.56894%	\$ (214,673)	\$ -	\$ (214,673)	\$ 50,962,839	-0.42%	1342.59%
2019	6.59816%	\$ (231,332)	\$ -	\$ (231,332)	\$ 51,646,847	-0.45%	1304.81%

\* Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF DISTRICT CONTRIBUTIONS - ODD  
TEACHERS RETIREMENT SYSTEM - TRS OPEB PLAN  
Last Ten Fiscal Years**

Year Ended June 30,	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a percentage of Covered Payroll
2010	*	*	*	*	*
2011	*	*	*	*	*
2012	*	*	*	*	*
2013	*	*	*	*	*
2014	*	*	*	*	*
2015	*	*	*	*	*
2016	*	*	*	*	*
2017	*	*	*	*	*
2018	\$ -	\$ -	\$ -	\$ 51,646,847	0.00%
2019	\$ 19,979	\$ 19,979	\$ -	\$ 51,727,643	0.04%

\*Pension tables are intended to present 10 years of information. Additional year's information will be added to the schedules as it becomes available.

Neither the PERS or the TRS plan is reporting any changes in benefit terms from the prior measurement period.  
Neither the PERS or the TRS plans is reporting any changes in assumptions from the prior measurement period.

See accompanying notes to required supplemental information.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**FOR YEAR ENDED JUNE 30, 2019**

**1. Budgetary Comparison Schedule**

The budgetary comparison schedule is presented on the modified accrual basis of accounting.

**2. Public Employees' Retirement System and Teachers' Retirement System – Schedule of the District's Proportionate Share of the Net Pension Liability**

These tables are presented based on the Plan measurement date. For June 30, 2019, the Plan measurement date is June 30, 2018.

*Changes in Assumptions:* Amounts reported reflect a change between 2016 and 2017 in the method of allocating the net pension liability from actual contributions to present value of projected future contributions.

There are no other changes in factors that significantly affect trends in the amounts reported in the schedules.

**3. Public Employees' Retirement System and Teachers' Retirement System - Schedule of the District's Contributions – Pension Plan**

These tables are based on the District's contributions for each fiscal year presented. These contributions have been reported as a deferred outflow of resources on the Statement of Net Position.

**4. Public Employees' Retirement System and Teachers' Retirement System – Schedule of the District's Proportionate Share of the Net OPEB Liability (Asset) – ARHCT, RMP and ODD Plans**

These tables are presented based on the Plan measurement date. For June 30, 2019, the Plan measurement dates were June 30, 2018.

*Changes in Assumptions:* The medical trend rate assumption used for the ARHCT plan was updated to reflect anticipated increases in costs based on recent survey data. An obligation for the Cadillac Tax was added to the June 30, 2017 valuation because it was no longer deemed immaterial due to the updated trend rates and the change to use chained Consumer Price Index (which was part of the Tax Cut and Jobs Act passed in December 2017) to project the tax thresholds in future years.

There are no other changes in factors that significantly affect trends in the amounts reported in the schedule.

**5. Public Employees' Retirement System and Teachers' Retirement System - Schedule of the District's Contributions – ARHCT, RMP and ODD Plans**

These tables are based on the Districts contributions for each fiscal year presented. These contributions have been reported as deferred outflow of resources on the Statement of Net Position.

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
GENERAL FUND  
BALANCE SHEET  
June 30, 2019 and 2018

<u>ASSETS</u>	<u>2019</u>	<u>2018</u>
Cash on hand	\$ 11,945	\$ 11,995
Equity in Central Treasury	20,915,440	18,135,598
Accounts receivable	291,087	295,344
Prepaid Items	1,144,175	1,292,972
Due from Special Revenue Funds	2,441,500	2,280,801
Inventory	<u>788,804</u>	<u>781,784</u>
Total Assets	<u>\$ 25,592,951</u>	<u>\$ 22,798,494</u>
 <u>LIABILITIES AND FUND BALANCE</u> 		
Liabilities:		
Accounts payable	<u>\$ 2,006,279</u>	<u>\$ 1,202,487</u>
Accrued liabilities:		
Payroll	5,473,843	5,522,648
Retirement	188	88,521
Payroll taxes	1,726,043	1,734,283
Payroll deductions	<u>44,819</u>	<u>50,701</u>
Total Accrued Liabilities	<u>7,244,893</u>	<u>7,396,153</u>
Total Liabilities	<u>9,251,172</u>	<u>8,598,640</u>
Fund Balance:		
Nonspendable	1,932,980	2,074,756
Restricted	3,267,336	3,361,630
Comitted	5,584,860	4,289,271
Assigned	1,626,718	2,802,979
Unassigned	<u>3,929,885</u>	<u>1,671,218</u>
Total Fund Balance	<u>16,341,779</u>	<u>14,199,854</u>
Total Liabilities and Fund Balance	<u>\$ 25,592,951</u>	<u>\$ 22,798,494</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF CHANGES IN FUND BALANCE  
For the Years Ended June 30, 2019 and 2018

	2019	2018
Fund Balance, Beginning of Year	\$ 14,199,854	\$ 14,554,926
Add Revenues and Other Financing Sources	142,363,184	139,147,558
Deduct Expenditures and Other Financing Uses	(140,221,259)	(139,502,630)
Fund Balance, End of Year	\$ 16,341,779	\$ 14,199,854

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Local:					
Kenai Peninsula Borough - Direct Appropriation	\$ 38,883,797	\$ 38,883,797	\$ 38,883,797	\$ -	\$ 38,883,797
Kenai Peninsula Borough - In-Kind Services	10,854,635	10,854,635	10,854,635	-	10,854,635
Total Local	<u>\$ 49,738,432</u>	<u>49,738,432</u>	<u>49,738,432</u>	<u>-</u>	<u>49,738,432</u>
State:					
Public School Funding	80,839,442	79,012,730	79,011,273	(1,457)	79,312,743
LOG/Quality Schools	287,724	286,624	288,080	1,456	286,790
Supplemental	-	1,398,898	1,389,955	(8,943)	-
Retirement: TRS On-Behalf	8,244,717	8,244,717	8,442,963	198,246	7,664,800
Retirement: PERS On-Behalf	1,030,173	1,030,173	1,165,059	134,886	631,378
Retirement: PERS On-Behalf Passed Through KPB	-	-	195,768	195,768	106,060
Total State	<u>90,402,056</u>	<u>89,973,142</u>	<u>90,493,098</u>	<u>519,956</u>	<u>88,001,771</u>
Federal - Through the State:					
Medicaid - Direct Reimbursement	225,000	225,000	195,558	(29,442)	298,727
Total Federal - Through the State	<u>225,000</u>	<u>225,000</u>	<u>195,558</u>	<u>(29,442)</u>	<u>298,727</u>
Earnings on Investments	<u>300,000</u>	<u>300,000</u>	<u>1,153,016</u>	<u>853,016</u>	<u>193,053</u>
E-Rate	<u>700,000</u>	<u>700,000</u>	<u>613,575</u>	<u>(86,425)</u>	<u>719,477</u>
Other Local Revenues:					
Facilities Rental	30,000	30,000	28,150	(1,850)	23,650
Miscellaneous	150,000	150,000	141,355	(8,645)	172,448
Total Other Local Revenues:	<u>180,000</u>	<u>180,000</u>	<u>169,505</u>	<u>(10,495)</u>	<u>196,098</u>
Total Revenues	<u>141,545,488</u>	<u>141,116,574</u>	<u>142,363,184</u>	<u>1,246,610</u>	<u>139,147,558</u>
Other Financing Sources:					
Fund Balance Appropriation	1,430,222	581,672	-	(581,672)	-
Total Revenues and Other Financing Sources	<u>\$ 142,975,710</u>	<u>\$ 141,698,246</u>	<u>\$ 142,363,184</u>	<u>\$ 664,938</u>	<u>\$ 139,147,558</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Instruction:					
Certificated Salaries	\$ 33,417,821	\$ 33,264,898	\$ 33,177,832	\$ 87,066	\$ 33,237,492
Non-Certificated Salaries	2,267,309	2,351,214	2,279,754	71,460	2,412,493
Employee Benefits	23,096,525	22,295,463	21,779,158	516,305	21,770,745
Professional and Technical Services	588,775	627,990	607,581	20,409	615,344
Staff Travel	114,577	130,645	96,616	34,029	103,614
Student Travel	7,520	33,345	36,200	(2,855)	34,767
Utility Services	268,800	313,248	304,861	8,387	275,570
Other Purchased Services	606,303	578,165	482,219	95,946	471,560
Supplies, Materials, and Media	2,383,710	2,623,311	2,307,120	316,191	2,278,529
Other Expenses	2,067,660	932,383	(63,234)	995,617	98,228
Equipment	870,259	954,961	904,176	50,785	1,316,760
	<u>65,689,259</u>	<u>64,105,623</u>	<u>61,912,283</u>	<u>2,193,340</u>	<u>62,615,102</u>



KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 GENERAL FUND  
 SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019				2018 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Special Education Instruction:					
Certificated Salaries	\$ 7,458,063	\$ 7,141,839	\$ 7,085,669	\$ 56,170	\$ 7,102,999
Non-Certificated Salaries	4,522,585	4,817,215	4,846,834	(29,619)	4,801,505
Employee Benefits	9,172,789	8,781,712	8,495,639	286,073	8,527,968
Professional and Technical Services	336,894	413,451	352,953	60,498	381,699
Staff Travel	34,367	37,086	33,541	3,545	42,849
Student Travel	1,550	714	715	(1)	1,481
Utility Services	-	-	110	(110)	-
Other Purchased Services	3,200	3,245	544	2,701	93
Supplies, Materials, and Media	94,169	302,765	286,607	16,158	90,017
Other Expenses	31,000	7,656	7,655	1	12,719
Equipment	7,830	18,527	18,526	1	867
	<u>21,662,447</u>	<u>21,524,210</u>	<u>21,128,793</u>	<u>395,417</u>	<u>20,962,197</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 GENERAL FUND  
 SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019				2018 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Special Education Support Services - Student:					
Certificated Salaries	\$ 2,550,787	\$ 2,554,196	\$ 2,561,012	\$ (6,816)	\$ 2,507,306
Non-Certificated Salaries	452,075	478,760	461,424	17,336	450,341
Employee Benefits	1,891,932	1,872,706	1,834,317	38,389	1,748,583
Professional and Technical Services	470,924	957,598	952,482	5,116	935,700
Staff Travel	67,455	80,871	80,204	667	70,942
Student Travel	-	584	583	1	264
Utility Services	5,000	2,890	2,297	593	2,701
Other Purchased Services	3,575	7,055	5,157	1,898	1,529
Supplies, Materials, and Media	50,513	57,837	55,358	2,479	47,422
Other Expenses	10,440	516	365	151	6,802
Equipment	4,676	47,182	47,181	1	5,508
	<u>5,507,377</u>	<u>6,060,195</u>	<u>6,000,380</u>	<u>59,815</u>	<u>5,777,098</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019				2018 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Support Services - Student:					
Certificated Salaries	\$ 1,077,932	\$ 1,086,586	\$ 1,086,587	\$ (1)	\$ 1,066,874
Non-Certificated Salaries	1,623,517	1,533,496	1,532,089	1,407	1,529,104
Employee Benefits	2,021,731	1,923,278	1,848,427	74,851	1,756,145
Professional and Technical Services	-	82,950	75,801	7,149	57,800
Staff Travel	57,780	53,446	47,272	6,174	53,606
Student Travel	2,500	890	889	1	1,010
Utility Services	750	249	224	25	223
Other Purchased Services	6,700	8,879	6,617	2,262	6,847
Supplies, Materials, and Media	55,259	61,246	56,344	4,902	45,308
Other Expenses	7,098	6,205	5,695	510	829
Equipment	1,000	8,595	7,555	1,040	-
	<u>4,854,267</u>	<u>4,765,820</u>	<u>4,667,500</u>	<u>98,320</u>	<u>4,517,746</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 GENERAL FUND  
 SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019				2018 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Support Services - Instruction:					
Certificated Salaries	\$ 1,126,290	\$ 1,122,027	\$ 1,131,012	\$ (8,985)	\$ 1,123,626
Non-Certificated Salaries	501,706	744,841	734,826	10,015	502,827
Employee Benefits	1,119,356	1,110,390	1,078,104	32,286	932,704
Professional and Technical Services	43,000	48,002	10,666	37,336	2,000
Staff Travel	61,825	71,752	39,421	32,331	32,721
Student Travel	-	663	663	-	238
Utility Services	9,650	14,018	10,294	3,724	13,869
Other Purchased Services	60,600	61,888	36,656	25,232	36,303
Supplies, Materials, and Media	390,988	465,660	371,150	94,510	285,473
Other Expenses	12,995	27,416	27,582	(166)	12,797
Equipment	5,420	12,634	1,498	11,136	10,669
	<u>3,331,830</u>	<u>3,679,291</u>	<u>3,441,872</u>	<u>237,419</u>	<u>2,953,227</u>

Continued

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 GENERAL FUND  
 SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019				2018 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
School Administration:					
Certificated Salaries	\$ 4,210,225	\$ 4,127,300	\$ 4,144,402	\$ (17,102)	\$ 4,220,370
Non-Certificated Salaries	14,700	12,944	12,938	6	11,936
Employee Benefits	2,144,027	2,069,335	2,024,280	45,055	2,006,615
Staff Travel	86,061	94,071	71,080	22,991	81,891
Supplies, Materials, and Media	9,741	9,033	7,680	1,353	8,310
Other Expenses	30,341	30,532	25,131	5,401	25,033
Equipment	-	100	55	45	358
	<u>6,495,095</u>	<u>6,343,315</u>	<u>6,285,566</u>	<u>57,749</u>	<u>6,354,513</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
School Administration Support Services:					
Non-Certificated Salaries	\$ 2,365,454	\$ 2,296,499	\$ 2,340,659	\$ (44,160)	\$ 2,375,648
Employee Benefits	2,165,639	1,955,977	1,944,736	11,241	1,982,423
Professional and Technical Services	-	5,919	5,876	43	-
Staff Travel	5,300	6,734	3,581	3,153	4,436
Utility Services	674,350	701,954	713,906	(11,952)	588,171
Other Purchased Services	3,250	10,908	11,521	(613)	117,816
Supplies, Materials, and Media	62,610	80,810	82,494	(1,684)	80,669
Other Expenses	29,600	28,390	16,898	11,492	18,297
Equipment	-	4,612	4,395	217	5,632
	<u>5,306,203</u>	<u>5,091,803</u>	<u>5,124,066</u>	<u>(32,263)</u>	<u>5,173,092</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 GENERAL FUND  
 SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019				2018 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
District Administration:					
Certificated Salaries	\$ 320,463	\$ 347,011	\$ 358,411	\$ (11,400)	\$ 317,782
Non-Certificated Salaries	228,991	268,466	256,018	12,448	237,839
Employee Benefits	356,655	390,917	386,183	4,734	370,632
Professional and Technical Services	156,400	176,859	181,224	(4,365)	71,031
Staff Travel	65,160	58,582	58,579	3	83,748
Utility Services	18,700	18,134	18,133	1	19,917
Other Purchased Services	29,900	26,532	26,628	(96)	73,757
Supplies, Materials, and Media	24,695	27,891	27,890	1	18,151
Tuition and Stipends	33,600	-	-	-	33,600
Other Expenses	40,400	36,753	36,737	16	37,500
Equipment	-	3,013	3,013	-	26,085
	<u>1,274,964</u>	<u>1,354,158</u>	<u>1,352,816</u>	<u>1,342</u>	<u>1,290,042</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019				2018 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
District Administrative Support Services:					
Certificated Salaries	\$ 144,610	\$ 167,394	\$ 167,394	\$ -	\$ 138,852
Non-Certificated Salaries	2,418,394	2,393,655	2,454,015	(60,360)	2,478,154
Employee Benefits	1,654,525	1,598,024	1,579,698	18,326	1,536,817
Professional and Technical Services	319,100	336,715	334,220	2,495	308,187
Staff Travel	85,347	86,868	86,287	581	64,694
Utility Services	35,499	32,091	31,389	702	34,836
Other Purchased Services	482,742	490,286	475,382	14,904	335,338
Insurance and Bond Premiums	867,505	867,505	867,505	-	867,505
Supplies, Materials, and Media	202,509	253,640	229,980	23,660	310,205
Other Expenses	61,537	52,378	42,877	9,501	46,227
Indirect Costs	(372,574)	(372,674)	(287,168)	(85,506)	(265,492)
Equipment	41,300	112,599	75,173	37,426	15,396
	<u>5,940,494</u>	<u>6,018,481</u>	<u>6,056,752</u>	<u>(38,271)</u>	<u>5,870,719</u>



KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 GENERAL FUND  
 SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019				2018 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Operations and Maintenance of Plant:					
Non-Certificated Salaries	\$ 3,225,078	\$ 3,107,421	\$ 2,998,115	\$ 109,306	\$ 3,123,832
Employee Benefits	2,861,050	2,545,988	2,600,241	(54,253)	2,651,058
Staff Travel	6,150	8,844	7,801	1,043	7,093
Utility Services	398,900	444,725	451,031	(6,306)	417,872
Energy	5,478,636	5,819,130	5,827,455	(8,325)	5,766,243
Other Purchased Services	7,027,140	8,585,461	8,727,219	(141,758)	8,198,731
Insurance and Bond Premiums	552,221	552,221	552,221	-	552,221
Supplies, Materials, and Media	336,137	344,231	296,659	47,572	314,573
Other Expenses	200	200	-	200	-
Equipment	5,849	71,567	59,219	12,348	31,068
	<u>19,891,361</u>	<u>21,479,788</u>	<u>21,519,961</u>	<u>(40,173)</u>	<u>21,062,691</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 GENERAL FUND  
 SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019				2018 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Student Activities:					
Certificated Salaries	\$ 996,237	\$ 874,165	\$ 839,091	\$ 35,074	\$ 858,304
Non-Certificated Salaries	380,929	480,809	468,023	12,786	472,534
Employee Benefits	381,220	384,502	338,490	46,012	334,630
Staff Travel	7,695	10,400	9,024	1,376	8,575
Student Travel	186,000	215,146	205,298	9,848	280,807
Other Purchased Services	66,500	51,688	28,610	23,078	31,721
Supplies, Materials, and Media	9,987	29,653	23,945	5,708	45,468
Other Expenses	43,845	74,400	55,683	18,717	44,164
Equipment	-	13,106	13,106	-	-
	<u>2,072,413</u>	<u>2,133,869</u>	<u>1,981,270</u>	<u>152,599</u>	<u>2,076,203</u>
 Total Expenditures	 <u>142,025,710</u>	 <u>142,556,553</u>	 <u>139,471,259</u>	 <u>3,085,294</u>	 <u>138,652,630</u>
 Other Financing Uses:					
Transfer To Food Service Fund	<u>950,000</u>	<u>750,000</u>	<u>750,000</u>	<u>-</u>	<u>850,000</u>
Total Other Financing Uses	<u>950,000</u>	<u>750,000</u>	<u>750,000</u>	<u>-</u>	<u>850,000</u>
 Total Expenditures and Other Financing Uses	 <u>\$ 142,975,710</u>	 <u>\$ 143,306,553</u>	 <u>\$ 140,221,259</u>	 <u>\$ 3,085,294</u>	 <u>\$ 139,502,630</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 SCHEDULE OF COMPLIANCE - AS 14.17.505  
 Year Ended June 30, 2019

Total fund balance - School Operating Fund		\$ 16,341,779
less exemptions per 4 ACC 09.160(a)		
Encumbrances		901,940
Home School allotment		699,223
Inventory		788,805
Prepaid Items		<u>1,144,175</u>
Total exemptions		<u>3,534,143</u>
Fund balance subject to 10% limitation		<u><u>\$ 12,807,636</u></u>

Nonexempt fund balance as a percentage of current year expenditures:

$$\begin{array}{rcl}
 \text{Fund balance subject to limitation} & & 12,807,636 \\
 \hline
 \text{Current year expenditures} & = & \hline
 & & 139,471,259 \\
 & & = \underline{9.18\%}
 \end{array}$$

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 INSTRUCTIONAL EXPENSE PERCENTAGE  
 For the Year Ended June 30, 2019

Instruction:

Regular Instruction	\$ 61,912,283	
Special Education Instruction	21,128,793	
Special Education Support Services - Student	6,000,380	
Support Services - Student	4,667,500	
Support Services - Instruction	3,441,872	
School Administration	<u>6,285,566</u>	
Total Instruction	<u>103,436,394</u>	74.16%

Non-Instruction:

School Administration Support Services	5,124,066	
District Administration	1,352,816	
District Administration Support Services	6,056,752	
Operations and Maintenance of Plant	21,519,961	
Student Activities	<u>1,981,270</u>	
Total Non-Instruction	<u>36,034,865</u>	25.84%
Total Expenditures	<u>139,471,259</u>	

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
BALANCE SHEET - MAJOR FUND - EQUIPMENT  
June 30, 2019

With Comparative Totals as of June 30, 2018

	2019	2018
ASSETS		
Equity in Central Treasury	\$ 3,364,014	\$ 3,153,068
Total Assets	\$ 3,364,014	\$ 3,153,068
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	\$ -	\$ -
Due to General Fund	-	-
Total Liabilities	-	-
Assigned	3,364,014	3,153,068
Total Fund Balance:	3,364,014	3,153,068
Total Liabilities and Fund Balances	\$ 3,364,014	\$ 3,153,068

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
MAJOR FUND - EQUIPMENT  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Earnings on Investments	\$ 75,000	\$ 75,000	\$ 339,858	\$ 264,858	\$ 57,029
Expenditures					
Instruction:					
Supplies, Materials, and Media	-	11,186	11,994	(808)	34,525
Equipment	3,153,067	3,086,118	55,341	3,030,777	83,740
Total Instruction	3,153,067	3,097,304	67,335	3,029,969	118,265
School Administration Support Services:					
Supplies, Materials, and Media	-	-	135	(135)	2,809
Equipment	-	-	-	-	6,915
Total School Administration	-	-	135	(135)	9,724
District Administration Support Services:					
Equipment	-	3,567	3,567	-	4,125
Total District Administration Support Services:	-	3,567	3,567	-	4,125
Operations and Maintenance of Plant:					
Other Purchased Services	-	50	-	50	-
Supplies, Materials, and Media	-	6,221	6,221	-	11,119
Equipment	-	45,925	51,654	(5,729)	100,536
Total Operations and Maintenance of Plant	-	52,196	57,875	(5,679)	111,655
Total Expenditures	3,153,067	3,153,067	128,912	3,024,155	243,769
Excess (Deficiency) of Revenues Over Expenditures	\$ (3,078,067)	\$ (3,078,067)	210,946	\$ 3,289,013	(186,740)
Fund Balance, Beginning of Year			3,153,068		3,339,808
Fund Balance, End of Year			\$ 3,364,014		\$ 3,153,068

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
BALANCE SHEET - MAJOR FUND - TITLE I  
June 30, 2019

With Comparative Totals as of June 30, 2018

	2019	2018
ASSETS		
Assets:		
Due from other Governments	\$ 1,374,425	\$ 1,403,430
Total Assets	\$ 1,374,425	\$ 1,403,430
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	\$ -	\$ 777
Due to General Fund	1,374,425	1,402,653
Total Liabilities	1,374,425	1,403,430
Fund Balance:	-	-
Total Liabilities and Fund Balances	\$ 1,374,425	\$ 1,403,430

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 MAJOR FUND - TITLE I  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE-  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal-Through the State	\$ 5,123,910	\$ 4,871,855	\$ 3,870,270	\$ (1,001,585)	\$ 3,477,548
Expenditures:					
Instruction					
Certificated Salaries	2,464,299	2,281,368	1,804,453	476,915	1,688,777
Non-Certificated Salaries	374,134	343,359	320,909	22,450	267,204
Employee Benefits	1,345,135	1,229,840	940,654	289,186	842,523
Transportation Allowance	20,000	-	-	-	-
Professional and Technical Service	106,490	120,076	103,623	16,453	40,479
Staff Travel	157,048	159,877	136,138	23,739	129,380
Student Travel	108,100	90,892	47,730	43,162	23,771
Utility Services	5,900	9,393	7,368	2,025	3,534
Other Purchased Services	7,450	11,363	4,897	6,466	3,958
Supplies, Materials, and Media	224,698	384,124	332,181	51,943	236,580
Tuition - Students and Stipends	10,000	10,000	1,025	8,975	-
Other Expenses	93,174	43,684	25,357	18,327	17,182
Equipment	43,721	31,612	27,128	4,484	112,073
Total Regular Instruction	4,960,149	4,715,588	3,751,463	964,125	3,365,461
District Administration Support Services					
Indirect Costs	163,761	156,267	118,807	37,460	112,087
Total Expenditures	5,123,910	4,871,855	3,870,270	1,001,585	3,477,548
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	-	\$ -	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			\$ -		\$ -



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## **NON-MAJOR FUNDS – SPECIAL REVENUE FUNDS**

Special Revenue Funds

Combining Balance Sheet Non-Major Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Non-Major Special Revenue Funds

These funds account for revenues from specific revenue sources including food sales, grants from the State of Alaska and the United States government, and transfers from the general fund which are designated to finance particular functions and activities.

Funds included in the special revenue category are:

Artist in Schools	Marine/Aquatic Education
AK Children's Trust	McKinney-Vento Homeless
Broadband Assistance	Migrant Education
Building Trades	Project Aware
Carl Perkins – Basic	Safe Children's Act
Community Theater	Staff Development Mini – Grants
Corporate and Miscellaneous Grants	Science Technology Engineering Math
Department of Labor	Student Transportation
Food Service	Suicide Awareness Pre & Postvention
Food Service - FFVP	Title I-D, Delinquent
Food Service –NSLP Equipment	Title VI-B, IDEA
Food Service – Nutritional Alaskan Foods	Title VI, Indian Education
Future Educators	Upward Bound
Governor's Alternative Schools	Youth in Detention
	Youth Risk Behavior Survey

## SPECIAL REVENUE FUNDS

Artists in Schools is an Alaska State Council on the Arts grant that supports bringing Artists into our schools.

AK Children's Trust is in support of safe children, healthy families and strong communities.

Broadband Assistance is a grant to be used to raise the bandwidth across the district to 10Mbps of download capacity at schools not currently at that level.

Building Trades was established as a vocational education program to teach students the vocational skills required for constructing houses.

Carl Perkins - Basic programs provide improved vocational education for economically disadvantaged, physically challenged, English language learners, seasonal migrant families, at-risk students, parenting and/or pregnant youth, and students of under-represented minorities and gender.

Community Theater fund was established to account for community use of three theaters in the Central Peninsula area.

Corporate and Miscellaneous Grants encompass funds received from private businesses and State organizations and are most commonly grant awards for teacher-written grants for the classroom.

Department of Labor provides opportunities for work based learning planned to contribute to the intellectual and career development of students.

Food Service programs provide for daily lunches to students and staff.

Food Service – Fresh Fruit & Vegetable Program (FFVP) is designed to provide additional support to the daily breakfast and lunch program at two locations in our District.

Food Service – NSLP Equipment is to purchase milk coolers

Food Service – Nutritional Alaskan Foods program is to purchase Alaskan grown produce, seafood, aquatic protein or livestock products for use in school lunch programs.

Future Educators grant is for travel to CTSO conference for teachers advisors and students.

Governor's Alternative Schools grant will promote the health, fitness and nutritional needs of students for healthier lifestyles.

Marine/Aquatic Education grant is to help build project based learning activities to support the science curriculum.

McKinney-Vento Homeless grant funds are used to facilitate the enrollment, attendance, retention and educational success of homeless students throughout the district.

Migrant Education grant provides additional resources to Migrant eligible students.

Project Aware is a grant that will make Alaska schools safer by improving public school students' mental health. Project aware will strategically increase direct mental health services to students in Alaska's alternative high schools, as data indicates alternative schools serve the state's concentrated at risk adolescent student population.

Safe Children's Act is a grant is to support activities, curricula, and/or other training material related to the implementation of the Alaska Safe Children's Act.

Staff Development Mini-Grants provide funding for travel costs of employees attending meetings and conferences sponsored by the State Department of Education.

Science Technology Engineering Math grant is for student travel to the STEM Conference.

Student Transportation programs provide for transporting students to and from school.

Suicide Awareness Prevention & Postvention grant provides curricula and training to staff.

Title I-D, Delinquent grant provides funds for transition services to incarcerated and adjudicated youth. Program activities include personal support as they re-enter public school, and career exploration support as well as training in healthy leisure time activities.

Title VI-B, Individuals with Disabilities Education Act (IDEA) grant provides funds for the overall improvement of service for students receiving Special Education.

Title VI, Indian Education programs provide math, reading, writing, and study skills tutorials to eligible Alaska Native and/or Native American students.

Upward Bound is a program designed to assist students with college potential who need additional academic preparation, advisement, and encouragement to succeed in high school and later, in college.

Youth in Detention grant provides the additional funding for the extended instructional, administrative, and operational activities associated with a year-round school program for incarcerated students.

Youth Risk Behavior Survey is used to identify behaviors in order to enhance school health programming and improve the school health environment.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS  
 June 30, 2019  
 With Comparative Totals as of June 30, 2018

	Building Trades	Carl Perkins Basic	Community Theater	Corporate & Miscellaneous Grants
ASSETS				
Equity in Central Treasury	\$ -	\$ -	\$ 63,299	\$ 99,418
Accounts receivable	-	-	5,405	-
Due from other Governments	-	95,352	-	-
Inventory	60,618	-	-	-
Total Assets	<u>\$ 60,618</u>	<u>\$ 95,352</u>	<u>\$ 68,704</u>	<u>\$ 99,418</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to General Fund	44,976	95,352	-	-
Total Liabilities	<u>44,976</u>	<u>95,352</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Nonspendable	60,618	-	-	-
Assigned	-	-	68,704	99,418
Unassigned	(44,976)	-	-	-
Total Fund Balances	<u>15,642</u>	<u>-</u>	<u>68,704</u>	<u>99,418</u>
Total Liabilities and Fund Balances	<u>\$ 60,618</u>	<u>\$ 95,352</u>	<u>\$ 68,704</u>	<u>\$ 99,418</u>

Continued

	<u>Department of Labor</u>	<u>Food Service</u>	<u>Governor's Alt. Schools</u>	<u>Marine/Aquatic Education</u>
ASSETS				
Equity in Central Treasury	\$ -	\$ 897,184	\$ -	\$ -
Accounts receivable	-	-	-	-
Due from other Governments	19,711	-	23,265	2,086
Inventory	-	421,585	-	-
Total Assets	<u>\$ 19,711</u>	<u>\$ 1,318,769</u>	<u>\$ 23,265</u>	<u>\$ 2,086</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ 83	\$ -	\$ -
Due to General Fund	9,379	-	23,265	2,086
Total Liabilities	<u>9,379</u>	<u>83</u>	<u>23,265</u>	<u>2,086</u>
Fund Balances:				
Nonspendable	-	421,585	-	-
Assigned	10,332	897,101	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>10,332</u>	<u>1,318,686</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 19,711</u>	<u>\$ 1,318,769</u>	<u>\$ 23,265</u>	<u>\$ 2,086</u>

Continued

	McKinney-Vento Homeless	Migrant Education	Project Aware	Staff Development Mini-Grants
ASSETS				
Equity in Central Treasury	\$ -	\$ -	\$ -	\$ -
Accounts receivable	-	-	-	-
Due from other Governments	3,516	4,602	115,964	2,956
Inventory	-	-	-	-
<b>Total Assets</b>	<b>\$ 3,516</b>	<b>\$ 4,602</b>	<b>\$ 115,964</b>	<b>\$ 2,956</b>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ 500	\$ -
Due to General Fund	3,516	4,602	115,464	2,956
<b>Total Liabilities</b>	<b>3,516</b>	<b>4,602</b>	<b>115,964</b>	<b>2,956</b>
Fund Balances:				
Nonspendable	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 3,516</b>	<b>\$ 4,602</b>	<b>\$ 115,964</b>	<b>\$ 2,956</b>

Continued

	Student Transportaion	Suicide Awareness	Title I-D Delinquent	Title VI-B IDEA
ASSETS				
Equity in Central Treasury	\$ 1,583,071	\$ -	\$ -	\$ -
Accounts receivable	-	-	-	-
Due from other Governments	-	29,690	4,343	566,787
Inventory	-	-	-	-
Total Assets	<u>\$ 1,583,071</u>	<u>\$ 29,690</u>	<u>\$ 4,343</u>	<u>\$ 566,787</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 217,818	\$ -	\$ -	\$ -
Due to General Fund	-	29,690	4,343	566,787
Total Liabilities	<u>217,818</u>	<u>29,690</u>	<u>4,343</u>	<u>566,787</u>
Fund Balances:				
Nonspendable	-	-	-	-
Assigned	1,365,253	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>1,365,253</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 1,583,071</u>	<u>\$ 29,690</u>	<u>\$ 4,343</u>	<u>\$ 566,787</u>



Continued

	<u>Title VI Indian Education</u>	<u>Youth Risk Behavior Survey</u>	<u>Upward Bound</u>
ASSETS			
Equity in Central Treasury	\$ -	\$ 786	\$ -
Accounts receivable	-	-	-
Due from other Governments	155,018	-	11,641
Inventory	-	-	-
	<hr/>	<hr/>	<hr/>
Total Assets	<u>\$ 155,018</u>	<u>\$ 786</u>	<u>\$ 11,641</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ -	\$ 786	\$ -
Due to General Fund	155,018	-	11,641
	<hr/>	<hr/>	<hr/>
Total Liabilities	<u>155,018</u>	<u>786</u>	<u>11,641</u>
Fund Balances:			
Nonspendable	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
	<hr/>	<hr/>	<hr/>
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 155,018</u>	<u>\$ 786</u>	<u>\$ 11,641</u>

Concluded

	Total June 30, 2019	Total June 30, 2018
ASSETS		
Equity in Central Treasury	\$ 2,643,758	\$ 2,756,802
Accounts receivable	5,405	4,990
Due from other Governments	1,034,931	840,494
Inventory	482,203	301,696
Total Assets	<u>\$ 4,166,297</u>	<u>\$ 3,903,982</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	\$ 219,187	\$ 335,313
Due to General Fund	1,069,075	878,148
Total Liabilities	<u>1,288,262</u>	<u>1,213,461</u>
Fund Balances:		
Nonspendable	482,203	301,696
Assigned	2,440,808	2,433,801
Unassigned	(44,976)	(44,976)
Total Fund Balances	<u>2,878,035</u>	<u>2,690,521</u>
Total Liabilities and Fund Balances	<u>\$ 4,166,297</u>	<u>\$ 3,903,982</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE  
 NON-MAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Totals for the Year Ended June 30, 2018

	Artist in Schools	AK Children's Trust	Broadband Assistance	Building Trades
Revenues:				
State	\$ 335	\$ 10,000	\$ 6,115	\$ -
Federal-Direct	-	-	-	-
Federal-Through the State	335	-	-	-
Food sales	-	-	-	-
Corporate grants and user fees	-	-	-	-
Other Local	1,003	-	-	-
Total Revenues	<u>1,673</u>	<u>10,000</u>	<u>6,115</u>	<u>-</u>
Expenditures:				
Current:				
Instruction	1,673	10,000	-	-
Special Education - Instruction	-	-	-	-
Special Education Support Services - Students	-	-	-	-
Support Services - Students	-	-	-	-
Support Services - Instruction	-	-	-	-
School Administration	-	-	-	-
School Administration Support Services	-	-	6,115	-
Operations and Maintenance of Plant	-	-	-	-
Student Activities	-	-	-	-
Community Services	-	-	-	-
District Administration Support Services	-	-	-	-
Student Transportation To and From School	-	-	-	-
Food Services	-	-	-	-
Total Expenditures	<u>1,673</u>	<u>10,000</u>	<u>6,115</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses):	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes In Fund Balances	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	15,642
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,642</u>

Continued

	Carl Perkins - Basic	Community Theater	Corporate & Miscellaneous Grants	Department of Labor
Revenues:				
State	\$ -	\$ -	\$ -	\$ 19,711
Federal-Direct	-	-	-	-
Federal-Through the State	277,351	-	-	-
Food sales	-	-	-	-
Corporate grants and user fees	-	37,255	231,873	-
Other Local	-	-	-	-
Total Revenues	<u>277,351</u>	<u>37,255</u>	<u>231,873</u>	<u>19,711</u>
Expenditures:				
Current:				
Instruction	269,714	-	299,300	9,379
Special Education - Instruction	-	-	-	-
Special Education Support Services - Students	-	-	-	-
Support Services - Students	-	-	-	-
Support Services - Instruction	-	-	30,145	-
School Administration	-	-	-	-
School Administration Support Services	-	-	2,711	-
Operations and Maintenance of Plant	-	-	1,088	-
Student Activities	-	-	23,401	-
Community Services	-	71,736	-	-
District Administration Support Services	7,637	-	-	-
Student Transportation To and From School	-	-	-	-
Food Services	-	-	-	-
Total Expenditures	<u>277,351</u>	<u>71,736</u>	<u>356,645</u>	<u>9,379</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>(34,481)</u>	<u>(124,772)</u>	<u>10,332</u>
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses):	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes In Fund Balances	-	(34,481)	(124,772)	10,332
Fund Balances, Beginning of Year	<u>-</u>	<u>103,185</u>	<u>224,190</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ 68,704</u>	<u>\$ 99,418</u>	<u>\$ 10,332</u>

Continued

	Food Service	Food Service FFVP	Food Service NSLP Equipment	Food Service Nutritional Alaskan Foods
Revenues:				
State	\$ -	\$ -	\$ -	\$ -
Federal-Direct	-	-	-	-
Federal-Through the State	2,479,500	145,344	9,944	-
Food sales	679,755	-	-	-
Corporate grants and user fees	-	-	-	-
Other Local	621	-	-	-
<b>Total Revenues</b>	<b>3,159,876</b>	<b>145,344</b>	<b>9,944</b>	<b>-</b>
Expenditures:				
Current:				
Instruction	-	-	-	-
Special Education - Instruction	-	-	-	-
Special Education Support Services - Students	-	-	-	-
Support Services - Students	-	-	-	-
Support Services - Instruction	-	-	-	-
School Administration	-	-	-	-
School Administration Support Services	-	-	-	-
Operations and Maintenance of Plant	-	-	-	-
Student Activities	-	-	-	-
Community Services	-	-	-	-
District Administration Support Services	-	-	-	-
Student Transportation To and From School	-	-	-	-
Food Services	3,596,804	145,344	9,944	225
<b>Total Expenditures</b>	<b>3,596,804</b>	<b>145,344</b>	<b>9,944</b>	<b>225</b>
Excess (Deficiency) of Revenues over Expenditures	(436,928)	-	-	(225)
Other Financing Sources (Uses):				
Transfers in	750,000	-	-	-
Transfers Out	-	-	-	-
<b>Total Other Financing Sources (Uses):</b>	<b>750,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Changes In Fund Balances	313,072	-	-	(225)
Fund Balances, Beginning of Year	782,174	-	-	223,665
Fund Balances, End of Year	<u>\$ 1,095,246</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 223,440</u>

Continued

	Future Educators	Governor's Alternative Schools	Marine/Aquatic Education	McKinney - Vento Homeless
Revenues:				
State	\$ -	\$ 50,388	\$ -	\$ -
Federal-Direct	-	-	-	-
Federal-Through the State	492	-	2,740	20,000
Food sales	-	-	-	-
Corporate grants and user fees	-	-	-	-
Other Local	-	-	-	-
<b>Total Revenues</b>	<b>492</b>	<b>50,388</b>	<b>2,740</b>	<b>20,000</b>
Expenditures:				
Current:				
Instruction	492	48,206	2,740	19,126
Special Education - Instruction	-	-	-	-
Special Education Support Services - Students	-	-	-	-
Support Services - Students	-	-	-	-
Support Services - Instruction	-	-	-	-
School Administration	-	-	-	-
School Administration Support Services	-	-	-	-
Operations and Maintenance of Plant	-	-	-	-
Student Activities	-	-	-	-
Community Services	-	-	-	-
District Administration Support Services	-	2,182	-	874
Student Transportation To and From School	-	-	-	-
Food Services	-	-	-	-
<b>Total Expenditures</b>	<b>492</b>	<b>50,388</b>	<b>2,740</b>	<b>20,000</b>
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers Out	-	-	-	-
<b>Total Other Financing Sources (Uses):</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Changes In Fund Balances	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-
<b>Fund Balances, End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Continued

	Migrant Education	Project Aware	Safe Children's Act	Staff Development Mini-Grants
Revenues:				
State	\$ -	\$ -	\$ -	\$ -
Federal-Direct	-	-	-	-
Federal-Through the State	14,555	293,776	-	16,243
Food sales	-	-	-	-
Corporate grants and user fees	-	-	-	-
Other Local	-	-	-	-
<b>Total Revenues</b>	<b>14,555</b>	<b>293,776</b>	<b>-</b>	<b>16,243</b>
Expenditures:				
Current:				
Instruction	14,555	-	8,286	16,243
Special Education - Instruction	-	-	-	-
Special Education Support Services - Students	-	-	-	-
Support Services - Students	-	215,752	-	-
Support Services - Instruction	-	65,286	-	-
School Administration	-	-	-	-
School Administration Support Services	-	-	-	-
Operations and Maintenance of Plant	-	-	-	-
Student Activities	-	-	-	-
Community Services	-	-	-	-
District Administration Support Services	-	12,738	-	-
Student Transportation To and From School	-	-	-	-
Food Services	-	-	-	-
<b>Total Expenditures</b>	<b>14,555</b>	<b>293,776</b>	<b>8,286</b>	<b>16,243</b>
Excess (Deficiency) of Revenues over Expenditures	-	-	(8,286)	-
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers Out	-	-	-	-
<b>Total Other Financing Sources (Uses):</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Changes In Fund Balances	-	-	(8,286)	-
Fund Balances, Beginning of Year	-	-	8,286	-
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Continued

	Student Transportation	Suicide Awareness Pre & Postvention	Title I-D Delinquent	Title VI-B IDEA
Revenues:				
State	\$ 7,996,818	\$ 54,239	\$ -	\$ -
Federal-Direct	-	-	-	-
Federal-Through the State	-	-	16,534	2,726,898
Food sales	-	-	-	-
Corporate grants and user fees	-	-	-	-
Other Local	-	-	-	-
Total Revenues	<u>7,996,818</u>	<u>54,239</u>	<u>16,534</u>	<u>2,726,898</u>
Expenditures:				
Current:				
Instruction	-	51,869	15,811	-
Special Education - Instruction	-	-	-	2,607,725
Special Education Support Services - Students	-	-	-	-
Support Services - Students	-	-	-	-
Support Services - Instruction	-	-	-	-
School Administration	-	-	-	-
School Administration Support Services	-	-	-	-
Operations and Maintenance of Plant	-	-	-	-
Student Activities	8,752	-	-	-
Community Services	-	-	-	-
District Administration Support Services	-	2,370	723	119,173
Student Transportation To and From School	7,956,192	-	-	-
Food Services	-	-	-	-
Total Expenditures	<u>7,964,944</u>	<u>54,239</u>	<u>16,534</u>	<u>2,726,898</u>
Excess (Deficiency) of Revenues over Expenditures	<u>31,874</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses):	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes In Fund Balances	31,874	-	-	-
Fund Balances, Beginning of Year	<u>1,333,379</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ 1,365,253</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



Continued

	Title VI Indian Education	Upward Bound	Youth In Detention	Youth Risk Behavior Survey
Revenues:				
State	\$ -	\$ -	\$ 73,776	\$ 16,500
Federal-Direct	444,817	-	-	-
Federal-Through the State	-	13,628	-	-
Food sales	-	-	-	-
Corporate grants and user fees	-	-	-	-
Other Local	-	-	-	-
Total Revenues	<u>444,817</u>	<u>13,628</u>	<u>73,776</u>	<u>16,500</u>
Expenditures:				
Current:				
Instruction	425,377	13,628	70,552	16,500
Special Education - Instruction	-	-	-	-
Special Education Support Services - Students	-	-	-	-
Support Services - Students	-	-	-	-
Support Services - Instruction	-	-	-	-
School Administration	-	-	-	-
School Administration Support Services	-	-	-	-
Operations and Maintenance of Plant	-	-	-	-
Student Activities	-	-	-	-
Community Services	-	-	-	-
District Administration Support Services	19,440	-	3,224	-
Student Transportation To and From School	-	-	-	-
Food Services	-	-	-	-
Total Expenditures	<u>444,817</u>	<u>13,628</u>	<u>73,776</u>	<u>16,500</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses):	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes In Fund Balances	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Concluded

	Total June 30, 2019	Total June 30, 2018
Revenues:		
State	\$ 8,227,882	\$ 8,299,241
Federal-Direct	444,817	532,371
Federal-Through the State	6,017,340	5,259,597
Food sales	679,755	659,306
Corporate grants and user fees	269,128	325,484
Other Local	1,624	7,299
Total Revenues	<u>15,640,546</u>	<u>15,083,298</u>
Expenditures:		
Current:		
Instruction	1,293,451	1,090,077
Special Education - Instruction	2,607,725	1,990,523
Special Education Support Services - Students	-	-
Support Services - Students	215,752	212,857
Support Services - Instruction	95,431	69,991
School Administration	-	-
School Administration Support Services	8,826	6,358
Operations and Maintenance of Plant	1,088	428
Student Activities	32,153	63,783
Community Services	71,736	9,642
District Administration Support Services	168,361	153,404
Student Transportation To and From School	7,956,192	7,747,867
Food Services	3,752,317	3,936,325
Total Expenditures	<u>16,203,032</u>	<u>15,281,255</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(562,486)</u>	<u>(197,957)</u>
Other Financing Sources (Uses):		
Transfers in	750,000	850,000
Transfers Out	-	-
Total Other Financing Sources (Uses):	<u>750,000</u>	<u>850,000</u>
Net Changes In Fund Balances	187,514	652,043
Fund Balances, Beginning of Year	<u>2,690,521</u>	<u>2,038,478</u>
Fund Balances, End of Year	<u>\$ 2,878,035</u>	<u>\$ 2,690,521</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
ARTISTS IN SCHOOLS  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ 335	\$ 335	\$ 335	\$ -	\$ 750
Federal - Through the State	335	335	335	-	750
Other Local	<u>1,003</u>	<u>1,003</u>	<u>1,003</u>	-	<u>1,650</u>
Total Revenues	<u>1,673</u>	<u>1,673</u>	<u>1,673</u>	-	<u>3,150</u>
Expenditures:					
Instruction					
Professional and Technical Services	1,673	1,173	1,173	-	2,799
Supplies, Materials, and Media	<u>-</u>	<u>500</u>	<u>500</u>	-	<u>351</u>
Total Expenditures	<u>1,673</u>	<u>1,673</u>	<u>1,673</u>	-	<u>3,150</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
AK CHILDREN'S TRUST  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Local	\$ 10,000	\$ 10,000	\$ 10,000	\$ -	\$ -
Expenditures:					
Instruction					
Certificated Salaries	-	478	477	1	-
Non-Certificated Salaries	-	208	239	(31)	-
Employee Benefits	-	99	80	19	-
Professional and Technical Services	-	8,212	8,211	1	-
Staff Travel	-	348	348	-	-
Student Travel	-	182	182	-	-
Supplies, Materials, and Media	10,000	473	463	10	-
Total Instruction	10,000	10,000	10,000	-	-
District Administration Support Services					
Indirect Costs	-	-	-	-	-
Total Expenditures	10,000	10,000	10,000	-	-
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			\$ -		\$ -

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
ALASKA MENTAL HEALTH TRUST  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ -	\$ -	\$ -	\$ -	\$ 7,763
Expenditures:					
Instruction					
Equipment	-	-	-	-	7,763
Total Expenditures	-	-	-	-	7,763
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 BROADBAND ASSISTANCE  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE-  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ 6,116	\$ 6,116	\$ 6,115	\$ (1)	\$ 6,116
Expenditures:					
School Administration Support Services					
Utility Services	6,116	6,116	6,115	\$ 1	6,116
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
BUILDING TRADES  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019				2018 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Revenue:	\$ -	\$ -	\$ -	\$ -	\$ -
Expenditures:	-	-	-	\$ -	-
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			<u>15,642</u>		<u>15,642</u>
Fund Balance, End of Year			<u>\$ 15,642</u>		<u>\$ 15,642</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 CARL PERKINS - BASIC  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE-  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal - Through the State	\$ 281,523	\$ 302,986	\$ 277,351	\$ (25,635)	\$ 215,369
Expenditures:					
Instruction					
Certificated Salaries	55,171	53,491	42,991	10,500	43,077
Non-Certificated Salaries	8,530	6,656	6,655	1	7,034
Employee Benefits	18,767	18,924	17,332	1,592	17,209
Professional and Technical Services	18,150	27,919	27,919	-	17,935
Staff Travel	9,700	14,387	13,730	657	9,213
Student Travel	10,940	5,062	5,062	-	10,973
Other Purchased Services	350	2,995	2,995	-	364
Supplies, Materials, and Media	40,160	50,428	50,427	1	44,568
Other Expenses	3,500	-	-	-	-
Equipment	108,702	114,904	102,603	12,301	57,522
Total Instruction	273,970	294,766	269,714	25,052	207,895
District Administration Support Services					
Indirect Costs	7,553	8,220	7,637	583	7,474
Total Expenditures	281,523	302,986	277,351	25,635	215,369
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	-	\$ -	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			\$ -		\$ -



KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
COMMUNITY THEATER  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Corporate Grants and User Fees	\$ 35,000	\$ 35,000	\$ 37,255	\$ 2,255	\$ 39,465
Expenditures:					
Community Services:					
Non-Certificated Salaries	32,500	32,500	37,847	(5,347)	3,559
Employee Benefits	8,500	8,500	10,558	(2,058)	288
Staff Travel	2,000	2,000	52	1,948	226
Supplies, Materials, and Media	1,500	1,500	5,301	(3,801)	3,569
Equipment	-	-	17,978	(17,978)	2,000
Total Expenditures	44,500	44,500	71,736	(27,236)	9,642
Excess (Deficiency) of Revenue over Expenditures	(9,500)	(9,500)	(34,481)	(24,981)	29,823
Other Financing Sources:					
Transfers In	\$ -	\$ -	-	\$ -	-
Fund Balance, Beginning of Year			103,185		73,362
Fund Balance, End of Year			\$ 68,704		\$ 103,185

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
CORPORATE AND MISCELLANEOUS GRANTS  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Corporate Grants and User Fees	56,000	231,873	231,873	-	286,019
Expenditures:					
Instruction:					
Certificated Salaries	3,000	18,220	13,523	4,697	421
Non-Certificated Salaries	500	7,188	10,362	(3,174)	3,926
Employee Benefits	268	2,396	2,399	(3)	333
Professional and Technical Service	11,000	90,348	79,943	10,405	23,334
Staff Travel	1,000	4,091	3,225	866	763
Student Travel	13,659	47,418	29,818	17,600	10,080
Other Purchased Services	-	1,763	1,763	-	1,200
Supplies, Materials, and Media	54,600	71,138	42,642	28,496	23,473
Other Expenses	-	-	-	-	295
Equipment	169,967	153,613	115,625	37,988	12,613
Total Instruction	253,994	396,175	299,300	96,875	76,438
Support Services - Students					
Supplies, Materials, and Media	-	-	-	-	500
Support Services - Instruction					
Non-Certificated Salaries	-	145	145	-	1196
Employee Benefits	-	-	-	-	92
Staff Travel	21,500	9,223	9,224	(1)	4460
Supplies, Materials, and Media	7,395	6,746	5,745	1,001	107
Other Expenses	1,250	14,031	14,031	-	-
Equipment	-	1,000	1,000	-	-
Total Support Services - Instruction	30,145	31,145	30,145	1,000	5,855
School Administration Support Services					
Supplies, Materials, and Media	-	2,752	2,711	41	-
Total School Administration Support Services	-	2,752	2,711	41	-
Operations and Maintenance of Plant:					
Supplies, Materials, and Media	500	500	540	(40)	428
Equipment	-	589	548	41	-
Total Operations and Maintenance of Plant	500	1,089	1,088	1	428

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
CORPORATE AND MISCELLANEOUS GRANTS - CONTINUED  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Student Activities:					
Student Travel	-	6,716	5,216	1,500	12,621
Other Purchased Services	4,000	4,000	4,000	-	1,500
Supplies, Materials, and Media	5,774	11,185	11,185	-	8,753
Other Expenses	-	-	-	-	2,166
Equipment	-	3,000	3,000	-	10,003
Total Student Activities	<u>9,774</u>	<u>24,901</u>	<u>23,401</u>	<u>1,500</u>	<u>35,043</u>
Total Expenditures	<u>294,413</u>	<u>456,062</u>	<u>356,645</u>	<u>99,417</u>	<u>118,264</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (238,413)</u>	<u>\$ (224,189)</u>	(124,772)	<u>\$ 99,417</u>	167,755
Fund Balance, Beginning of Year			<u>224,190</u>		<u>56,435</u>
Fund Balance, End of Year			<u>\$ 99,418</u>		<u>\$ 224,190</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
DEPARTMENT OF LABOR  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ 19,712	\$ 19,712	\$ 19,711	\$ (1)	\$ -
Expenditures:					
Instruction					
Certificated Salaries	3,748	3,748	3,747	1	-
Non-Certificated Salaries	4,136	4,136	4,136	-	-
Employee Benefits	843	843	841	2	-
Supplies, Materials, and Media	655	655	655	-	-
Other Expenses	10,330	10,330	-	10,330	-
Total Instruction	19,712	19,712	9,379	10,333	-
District Administration Support Services					
Indirect Costs	-	-	-	-	-
Total Expenditures	19,712	19,712	9,379	10,333	-
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	\$ 10,332	\$ 10,332	\$ -
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			\$ 10,332		\$ -

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 FOOD SERVICE  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE-  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal-Through the State	\$ 2,279,450	\$ 2,279,450	\$ 2,292,763	\$ 13,313	\$ 2,266,691
Food Sales	635,000	635,000	679,755	44,755	659,306
Commodities	150,000	150,000	186,737	36,737	169,083
Other Local Revenues	-	-	621	621	1,815
<b>Total Revenues</b>	<u>3,064,450</u>	<u>3,064,450</u>	<u>3,159,876</u>	<u>95,426</u>	<u>3,096,895</u>
Expenditures:					
Food Services					
Non-Certificated Salaries	1,440,777	1,394,285	1,362,355	31,930	1,396,499
Employee Benefits	1,134,663	1,032,513	1,005,909	26,604	1,040,476
Staff Travel	7,600	8,100	4,680	3,420	4,795
Utility Services	2,600	3,100	1,753	1,347	1,636
Other Purchased Services	34,100	47,160	21,527	25,633	21,169
Supplies, Materials, and Media	1,391,810	1,523,778	1,193,173	330,605	1,314,620
Other Expenses	2,900	2,932	4,826	(1,894)	1,579
Equipment	-	2,582	2,581	1	17,842
<b>Total Expenditures</b>	<u>4,014,450</u>	<u>4,014,450</u>	<u>3,596,804</u>	<u>417,646</u>	<u>3,798,616</u>
Excess (Deficiency) of Revenue over Expenditures	<u>(950,000)</u>	<u>(950,000)</u>	<u>(436,928)</u>	<u>513,072</u>	<u>(701,721)</u>
Other Financing Sources:					
Transfers In	<u>\$ 950,000</u>	<u>\$ 950,000</u>	750,000	<u>\$ (200,000)</u>	850,000
Fund Balance, Beginning of Year			<u>782,174</u>		<u>633,895</u>
Fund Balance, End of Year			<u>\$ 1,095,246</u>		<u>\$ 782,174</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 FOOD SERVICE - FRESH FRUIT & VEGETABLE PROGRAM  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE-  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal-Through the State	\$ 27,954	\$ 145,359	\$ 145,344	\$ (15)	\$ 122,759
Expenditures:					
Food Service					
Non-Certificated Salaries	-	-	-	-	-
Employee Benefits	-	-	-	-	-
Supplies, Materials, and Media	27,954	142,359	142,345	14	122,759
Equipment	-	3,000	2,999	1	-
Total Expenditures	27,954	145,359	145,344	15	122,759
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	-	\$ -	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			\$ -		\$ -

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 FOOD SERVICE - NUTRITIONAL ALASKAN FOODS  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE-  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ -	\$ -	\$ -	\$ -	\$ -
Expenditures:					
Food Service					
Supplies, Materials, and Media	<u>223,665</u>	<u>22,665</u>	<u>225</u>	<u>22,440</u>	<u>239</u>
Total Expenditures	<u>223,665</u>	<u>22,665</u>	<u>225</u>	<u>22,440</u>	<u>239</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (223,665)</u>	<u>\$ (22,665)</u>	(225)	<u>\$ 22,440</u>	(239)
Fund Balance, Beginning of Year			<u>223,665</u>		<u>223,904</u>
Fund Balance, End of Year			<u>\$ 223,440</u>		<u>\$ 223,665</u>



KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 FOOD SERVICE NSLP EQUIPMENT  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE-  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ -	\$ -	\$ -	\$ -	4,711
Federal-Through the State	<u>9,944</u>	<u>9,944</u>	<u>9,944</u>	<u>-</u>	<u>10,000</u>
Total Revenues	<u>9,944</u>	<u>9,944</u>	<u>9,944</u>	<u>-</u>	<u>14,711</u>
Expenditures:					
Food Service Equipment	<u>9,944</u>	<u>9,944</u>	<u>9,944</u>	<u>-</u>	<u>14,711</u>
Total Expenditures	<u>9,944</u>	<u>9,944</u>	<u>9,944</u>	<u>-</u>	<u>14,711</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>-</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 FUTURE EDUCATORS - UNIVERSITY OF ALASKA  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE-  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019				2018 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Revenues:					
Federal-Through the State	\$ 822	\$ 822	\$ 492	\$ (330)	\$ 14,527
Expenditures:					
Instruction					
Certificated Salaries	-	-	-	-	6,100
Employee Benefits	-	-	-	-	846
Staff Travel	822	-	24	(24)	782
Student Travel	-	822	468	354	6,799
Total Instruction	822	822	492	330	14,527
Total Expenditures	822	822	492	330	14,527
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	-	\$ -	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			\$ -		\$ -

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 GEAR UP KENAI PENINSULA  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE-  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal-Direct	\$ -	\$ -	\$ -	\$ -	\$ 50,503
Expenditures:					
Instruction					
Professional and Technical Service	-	-	-	-	48,566
District Administration Support Services					
Indirect Costs	-	-	-	-	1,937
Total Expenditures	-	-	-	-	50,503
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
GOVERNOR'S ALTERNATIVE SCHOOLS  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ 42,000	\$ 50,775	\$ 50,388	\$ (387)	\$ 48,289
Expenditures:					
Instruction:					
Certificated Salaries	450	-	-	-	140
Non-Certificated Salaries	800	537	536	1	1,354
Employee Benefits	350	42	41	1	110
Professional and Technical Service	6,576	8,575	8,575	-	9,903
Staff Travel	2,400	1,873	1,872	1	1,136
Student Travel	5,600	8,186	8,185	1	-
Other Purchased Service	2,250	45	45	-	4,486
Supplies, Materials, and Media	20,782	28,865	28,500	365	22,338
Other Expenses	-	-	-	-	-
Equipment	1,000	452	452	-	4,564
Total Instruction	40,208	48,575	48,206	369	44,031
Special Education - Instruction					
Non-Certificated Salaries	-	-	-	-	182
Employee Benefits	-	-	-	-	54
Total Special Education - Instruction	-	-	-	-	236
Support Services - Instruction					
Non-Certificated Salaries	-	-	-	-	1,501
Employee Benefits	-	-	-	-	209
Total Support Services - Instruction	-	-	-	-	1,710
School Administration Support Services					
Non-Certificated Salaries	-	-	-	-	189
Employee Benefits	-	-	-	-	53
Total School Administration Support Services	-	-	-	-	242
District Administration Support Services					
Indirect Costs	1,792	2,200	2,182	18	2,070
Total Expenditures	42,000	50,775	50,388	387	48,289
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	-	\$ -	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			\$ -		\$ -

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
MARINE/AQUATIC EDUCATION  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal-Through the State	\$ 4,780	\$ 4,780	\$ 2,740	\$ (2,040)	\$ 16,018
Expenditures:					
Instruction					
Non-Certificated Salaries	-	-	345	(345)	708
Employee Benefits	-	-	26	(26)	53
Professional and Technical Services	750	750	-	750	1,300
Student Travel	1,695	2,934	2,369	565	11,392
Supplies, Materials, and Media	<u>2,335</u>	<u>1,096</u>	<u>-</u>	<u>1,096</u>	<u>2,565</u>
Total Instruction	<u>4,780</u>	<u>4,780</u>	<u>2,740</u>	<u>2,040</u>	<u>16,018</u>
Total Expenditures	<u>4,780</u>	<u>4,780</u>	<u>2,740</u>	<u>2,040</u>	<u>16,018</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
MCKINNEY-VENTO HOMELESS  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal-Through the State	\$ 20,000	\$ 20,000	\$ 20,000	\$ -	\$ 20,043
Expenditures:					
Instruction					
Staff Travel	-	4,100	4,100	-	3,225
Student Travel	-	-	-	-	450
Supplies, Materials, and Media	-	15,026	15,026	-	15,419
Other Expenses	20,000	-	-	-	-
Total Instruction	20,000	19,126	19,126	-	19,094
District Administration Support Services					
Indirect Costs	-	874	874	-	949
Total Expenditures	20,000	20,000	20,000	-	20,043
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	-	\$ -	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			\$ -		\$ -

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
MIGRANT EDUCATION  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal-Through the State	\$ 19,600	\$ 19,600	\$ 14,555	\$ (5,045)	\$ 19,568
Expenditures:					
Instruction					
Staff Travel	5,000	5,000	3,027	1,973	3,774
Supplies, Materials, and Media	<u>14,600</u>	<u>14,600</u>	<u>11,528</u>	<u>3,072</u>	<u>15,794</u>
Total Expenditures	<u>19,600</u>	<u>19,600</u>	<u>14,555</u>	<u>5,045</u>	<u>19,568</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 PRINCE WILLIAM SOUND COUNCIL  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE-  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019				2018 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Revenues:					
Other Local	\$ -	\$ -	\$ -	\$ -	\$ 3,834
Total Revenues	-	-	-	-	3,834
Expenditures:					
Instruction					
Non-Certificated Salaries	-	-	-	-	118
Employee Benefits	-	-	-	-	7
Student Travel	-	-	-	-	3,709
Total Expenditures	-	-	-	-	3,834
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>



KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
PROJECT AWARE  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal - Through the State	\$ 324,689	\$ 344,777	\$ 293,776	\$ (51,001)	\$ 288,339
Expenditures:					
Support Services - Student					
Certificated Salaries	137,066	149,527	149,556	(29)	146,609
Employee Benefits	62,882	72,551	65,746	6,805	65,298
Supplies, Materials, and Media	450	450	450	-	450
Total Support Services - Student	<u>200,398</u>	<u>222,528</u>	<u>215,752</u>	<u>6,776</u>	<u>212,357</u>
Support Services - Instruction					
Certificated Salaries	35,099	40,034	31,036	8,998	30,194
Non-Certificated Salaries	1,320	4,085	3,714	371	1,425
Employee Benefits	10,386	12,746	9,924	2,822	9,817
Staff Travel	6,400	8,456	6,398	2,058	5,222
Other Purchased Sevices	1,000	2,560	-	2,560	-
Supplies, Materials, and Media	9,207	15,960	11,900	4,060	13,748
Other Expenses	47,223	19,202	-	19,202	-
Equipment	1,600	4,314	2,314	2,000	2,020
Total Support Services - Instruction	<u>112,235</u>	<u>107,357</u>	<u>65,286</u>	<u>42,071</u>	<u>62,426</u>
District Administration Support Services					
Indirect Costs	<u>12,056</u>	<u>14,892</u>	<u>12,738</u>	<u>2,154</u>	<u>13,556</u>
Total Expenditures	<u>324,689</u>	<u>344,777</u>	<u>293,776</u>	<u>51,001</u>	<u>288,339</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
Fund Balance, Beginning of Year			<u>-</u>		<u>-</u>
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SAFE CHILDREN'S ACT  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ -	\$ -	\$ -	\$ -	\$ 47,121
Total Revenues	-	-	-	-	47,121
Expenditures:					
Instruction					
Certificated Salaries	-	420	420	-	5,125
Non-Certificated Salaries	-	60	60	-	535
Employee Benefits	-	37	37	-	874
Professional and Technical Service	-	3,100	3,100	-	2,229
Staff Travel	-	969	930	39	12,756
Supplies, Materials, and Media	8,286	3,700	3,739	(39)	17,316
Other Expenses	-	-	-	-	-
Total Expenditures	8,286	8,286	8,286	-	38,835
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (8,286)</u>	<u>\$ (8,286)</u>	(8,286)	<u>\$ -</u>	8,286
Fund Balance, Beginning of Year			8,286		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ 8,286</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 STAFF DEVELOPMENT MINI-GRANTS  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE-  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019				2018 Actual
	Original Budget	Current Budget	Actual	Variance- Positive (Negative)	
Revenues:					
State	\$ -	\$ 1,032	\$ -	\$ (1,032)	\$ 600
Federal-Through the State	<u>15,180</u>	<u>21,387</u>	<u>16,243</u>	<u>(5,144)</u>	<u>8,979</u>
Total Revenues	<u>15,180</u>	<u>22,419</u>	<u>16,243</u>	<u>(6,176)</u>	<u>9,579</u>
Expenditures:					
Instruction					
Certificated Salaries	560	141	140	1	-
Non-Certificated Salaries	-	-	-	-	120
Employee Benefits	43	43	11	32	9
Staff Travel	<u>14,577</u>	<u>22,235</u>	<u>16,092</u>	<u>6,143</u>	<u>9,450</u>
Total Expenditures	<u>15,180</u>	<u>22,419</u>	<u>16,243</u>	<u>6,176</u>	<u>9,579</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 SCIENCE, TECHNOLOGY, ENGINEERING, ART/ARCHITECTURE/ AGRICULTURE AND MATHEMATICS  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE-  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019

With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal-Through the State	\$ -	\$ -	\$ -	\$ -	\$ 4,719
Expenditures:					
Instruction					
Non-Certificated Salaries	-	-	-	-	350
Employee Benefits	-	-	-	-	27
Student Travel	-	-	-	-	4,342
Total Expenditures	-	-	-	-	4,719
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
STUDENT TRANSPORTATION  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenue:					
State	\$ 8,131,473	\$ 8,131,473	\$ 7,996,818	\$ (134,655)	\$ 8,074,746
Expenditures:					
Student Transportation To and From School					
Home to School					
Non-Certificated Salaries	51,632	51,632	54,563	(2,931)	43,661
Employee Benefits	45,555	45,555	37,305	8,250	31,201
Staff Travel	9,500	9,500	1,848	7,652	540
Utility Services	1,500	1,500	336	1,164	275
Other Purchased Services	7,533,109	7,533,109	7,858,405	(325,296)	7,658,334
Supplies, Materials, and Media	7,300	6,300	2,826	3,474	13,856
Other Expenses	1,300	1,300	-	1,300	-
Equipment	-	1,000	909	91	-
Total Student Transportation	<u>7,649,896</u>	<u>7,649,896</u>	<u>7,956,192</u>	<u>(306,296)</u>	<u>7,747,867</u>
Student Transportation					
Student Activities					
Non-Certificated Salaries	3,000	3,000	1,309	1,691	8,500
Employee Benefits	230	230	100	130	7,939
Staff Travel	1,000	1,000	655	345	-
Utility Services	1,000	1,000	1,633	(633)	3,595
Other Purchased Services	-	1,100	1,091	9	2,677
Supplies, Materials, and Media	32,000	30,900	3,928	26,972	6,009
Other Expenses	500	500	36	464	20
Equipment	-	-	-	-	-
Total Student Activities	<u>37,730</u>	<u>37,730</u>	<u>8,752</u>	<u>28,978</u>	<u>28,740</u>
Total Expenditures	<u>7,687,626</u>	<u>7,687,626</u>	<u>7,964,944</u>	<u>(277,318)</u>	<u>7,776,607</u>
Excess (Deficiency) of					
Revenue over Expenditures	<u>443,847</u>	<u>443,847</u>	<u>31,874</u>	<u>(411,973)</u>	<u>298,139</u>
Other Financing Sources:					
Transfers In	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balance, Beginning of Year			<u>1,333,379</u>		<u>1,035,240</u>
Fund Balance, End of Year			<u>\$ 1,365,253</u>		<u>\$ 1,333,379</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SUICIDAL AWARENESS PRE & POSTVENTION  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ 30,170	\$ 55,170	\$ 54,239	\$ (931)	\$ 35,369
Expenditures:					
Support Services - Instruction					
Certificated Salaries	-	2,451	2,450	1	2,850
Non-Certificated Salaries	-	1,811	1,811	-	240
Employee Benefits	-	326	326	-	418
Professional and Technical Services	-	27,666	27,465	201	16,538
Staff Travel	-	8,447	7,798	649	11,767
Student Travel	-	649	649	-	1,881
Supplies, Materials, and Media	-	11,408	11,370	38	-
Other Expenses	30,170	-	-	-	-
Total Support Services - Instruction	30,170	52,758	51,869	889	33,694
District Administration Support Services					
Indirect Costs	-	2,412	2,370	42	1,675
Total Expenditures	30,170	55,170	54,239	931	35,369
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	-	\$ -	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			\$ -		\$ -

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
TITLE I-D, DELINQUENT  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal-Through the State	\$ 22,459	\$ 22,459	\$ 16,534	\$ (5,925)	\$ 13,548
Expenditures:					
Instruction					
Certificated Salaries	2,200	2,200	1,490	710	1,477
Non-Certificated Salaries	1,270	1,270	-	1,270	-
Employee Benefits	405	405	199	206	157
Professional and Technical Services	13,800	9,900	7,064	2,836	6,167
Staff Travel	1,000	500	-	500	20
Utilities	300	300	-	300	-
Supplies, Materials, and Media	1,045	3,487	3,487	-	2,610
Equipment	1,524	3,571	3,571	-	2,599
Total Instruction	21,544	21,633	15,811	5,822	13,030
District Administration Support Services					
Indirect Costs	915	826	723	103	518
Total Expenditures	22,459	22,459	16,534	5,925	13,548
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	-	\$ -	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			\$ -		\$ -

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
TITLE VI-B, IDEA  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal-Through the State	\$ 2,487,308	\$ 3,479,035	\$ 2,726,898	\$ (752,137)	\$ 2,089,204
Expenditures:					
Special Education - Instruction					
Certificated Salaries	95,140	245,140	242,889	2,251	218,369
Non-Certificated Salaries	1,090,747	1,388,442	1,267,865	120,577	897,284
Employee Benefits	1,114,624	1,527,269	1,026,375	500,894	792,676
Professional and Technical Services	-	-	-	-	-
Staff Travel	-	60,000	58,994	1,006	61,815
Other Purchased Services	-	3,000	690	2,310	2,383
Supplies, Materials, and Media	24,014	103,140	10,912	92,228	17,760
Other Expenses	56,552	-	-	-	-
Total Special Education - Instruction	<u>2,381,077</u>	<u>3,326,991</u>	<u>2,607,725</u>	<u>719,266</u>	<u>1,990,287</u>
District Administration Support Services					
Indirect Costs	<u>106,231</u>	<u>152,044</u>	<u>119,173</u>	<u>32,871</u>	<u>98,917</u>
Total Expenditures	<u>2,487,308</u>	<u>3,479,035</u>	<u>2,726,898</u>	<u>752,137</u>	<u>2,089,204</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>



KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
TITLE VI - INDIAN EDUCATION  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal-Direct	\$ 444,849	\$ 444,849	\$ 444,817	\$ (32)	\$ 481,868
Expenditures:					
Instruction					
Certificated Salaries	91,884	99,358	99,357	1	95,111
Non-Certificated Salaries	77,000	87,590	87,590	-	67,468
Employee Benefits	50,591	56,019	56,019	-	46,230
Professional and Technical Services	169,037	140,125	140,125	-	178,615
Staff Travel	5,000	3,838	3,838	-	6,256
Student Travel	15,000	28,953	28,953	-	47,012
Utilities	-	-	-	-	-
Supplies, Materials, and Media	13,360	9,525	9,495	30	1,785
Other Expenses	2,774	-	-	-	16,576
Total Instruction	424,646	425,408	425,377	31	459,053
District Administration Support Services					
Indirect Costs	20,203	19,441	19,440	1	22,815
Total Expenditures	444,849	444,849	444,817	32	481,868
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	-	\$ -	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			\$ -		\$ -

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
UPWARD BOUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
Federal-Through the State	\$ 23,849	\$ 23,849	\$ 13,628	\$ (10,221)	\$ -
Expenditures:					
Instruction					
Certificated Salaries	5,920	5,920	5,740	180	-
Non-Certificated Salaries	-	480	480	-	-
Employee Benefits	830	830	739	91	-
Student Travel	-	1,962	1,962	-	-
Supplies, Materials, and Media	10,700	7,989	2,318	5,671	-
Other Expenses	6,000	6,000	2,120	3,880	-
Equipment	-	269	269	-	-
Total Instruction	23,450	23,450	13,628	9,822	-
District Administration Support Services					
Indirect Costs	399	399	-	399	-
Total Expenditures	23,849	23,849	13,628	10,221	-
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	-	\$ -	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			\$ -		\$ -

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 YOUTH IN DETENTION  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE-  
 BUDGET (GAAP BASIS) AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2019  
 With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ 73,776	\$ 73,776	\$ 73,776	\$ -	\$ 73,776
Expenditures:					
Instruction:					
Certificated Salaries	51,940	52,018	52,018	-	51,916
Employee Benefits	<u>18,612</u>	<u>18,534</u>	<u>18,534</u>	-	<u>18,367</u>
Total Instruction	<u>70,552</u>	<u>70,552</u>	<u>70,552</u>	-	<u>70,283</u>
District Administration Support Services					
Indirect Costs	<u>3,224</u>	<u>3,224</u>	<u>3,224</u>	-	<u>3,493</u>
Total Expenditures	<u>73,776</u>	<u>73,776</u>	<u>73,776</u>	-	<u>73,776</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
YOUTH RISK BEHAVIOR SURVEY  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE-  
BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2019  
With Comparative Actual Totals for the Year Ended June 30, 2018

	2019			Variance- Positive (Negative)	2018 Actual
	Original Budget	Current Budget	Actual		
Revenues:					
State	\$ 16,500	\$ 16,500	\$ 16,500	\$ -	\$ -
Expenditures:					
Instruction					
Certificated Salaries	3,100	3,100	3,100	-	-
Employee Benefits	434	434	430	4	-
Professional and Technical Services	-	-	-	-	-
Supplies, Materials, and Media	<u>12,966</u>	<u>12,966</u>	<u>12,970</u>	<u>(4)</u>	<u>-</u>
Total Expenditures	<u>16,500</u>	<u>16,500</u>	<u>16,500</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balance, Beginning of Year			-		-
Fund Balance, End of Year			<u>\$ -</u>		<u>\$ -</u>

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**INTERNAL SERVICE FUNDS**

Internal Service Fund – Employee Compensated Leave  
Internal Service Fund – Health Care

Statement of Net Position  
Statement of Revenues, Expenditures, and Changes in Fund Net Position  
Statement of Cash Flows

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
STATEMENT OF NET POSITION  
June 30, 2019

<u>ASSETS</u>	<u>Employee Compensated Leave Fund</u>	<u>Health Care Fund</u>	<u>Total Internal Service Funds</u>
Equity in Central Treasury	\$ 2,967,608	\$ 3,550,442	\$ 6,518,050
Equity in Central Treasury - Restricted for Healthcare	-	3,318,306	3,318,306
	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 2,967,608</u>	<u>\$ 6,868,748</u>	<u>\$ 9,836,356</u>
 <u>LIABILITIES</u>			
Current Liabilities			
Health Claims Payable (IBNR)	\$ -	\$ 3,695,197	\$ 3,695,197
Contributions Collected from Employees in Excess of Negotiated Agreement	-	1,729,725	1,729,725
Compensated Absences	61,833	-	61,833
Total Current Liabilities	<u>61,833</u>	<u>5,424,922</u>	<u>5,486,755</u>
Noncurrent Liabilities			
Compensated Absences, net of current portion	<u>2,905,775</u>	<u>-</u>	<u>2,905,775</u>
	<hr/>	<hr/>	<hr/>
Total Liabilities	<u>\$ 2,967,608</u>	<u>\$ 5,424,922</u>	<u>\$ 8,392,530</u>
 <u>NET POSITION</u>			
Net Position - Unrestricted	<u>-</u>	<u>1,443,826</u>	<u>1,443,826</u>
	<hr/>	<hr/>	<hr/>
Total Net Position	<u>\$ -</u>	<u>\$ 1,443,826</u>	<u>\$ 1,443,826</u>



KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION  
For the Year Ended June 30, 2019

	Employee Compensated Leave Fund	Health Care Fund	Total Internal Service Funds
Operating Revenues:			
Charges to Other Funds	\$ 2,718,849	\$ -	\$ 2,718,849
Employer Contributions	-	23,924,744	23,924,744
Employee Contributions, Net of adjustment per negotiated agreement.	-	4,609,596	4,609,596
 Total Operating Revenues	 <u>2,718,849</u>	 <u>28,534,340</u>	 <u>31,253,189</u>
Operating Expenses:			
Administrative services	2,718,849	-	2,718,849
Healthcare Claims and Administrative Fees	-	28,513,492	28,513,492
 Total operating expenses	 <u>2,718,849</u>	 <u>28,513,492</u>	 <u>31,232,341</u>
 Operating income	 <u>-</u>	 <u>20,848</u>	 <u>20,848</u>
Nonoperating Revenues - Interest Income	<u>-</u>	<u>76,213</u>	<u>76,213</u>
 Increase in net position	 -	 97,061	 97,061
 Total net position, beginning of year	 <u>-</u>	 <u>1,346,765</u>	 <u>1,346,765</u>
 Total net position, end of year	 <u>\$ -</u>	 <u>\$ 1,443,826</u>	 <u>\$ 1,443,826</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
STATEMENT OF CASH FLOWS  
For the Year Ended June 30, 2019

	Employee Compensated Leave Fund	Health Care Fund	Total Internal Service Funds
Cash flows for operating activities:			
Payments for interfund services provided	\$ 2,718,849	\$ -	\$ 2,718,849
Payments to employees	(2,726,434)	-	(2,726,434)
Receipts from employer - current year contributions	-	23,924,744	23,924,744
Receipts from employees - current year contributions	-	5,660,513	5,660,513
Payments for claims and services	-	(28,536,295)	(28,536,295)
Net cash flow for operating activities	<u>(7,585)</u>	<u>1,048,962</u>	<u>1,041,377</u>
Cash flows from investing activities - interest income received	<u>-</u>	<u>76,213</u>	<u>76,213</u>
Net increase (decrease) in cash and cash equivalents	<u>(7,585)</u>	<u>1,125,175</u>	<u>1,117,590</u>
Cash and cash equivalents, beginning of year	<u>2,975,193</u>	<u>5,743,573</u>	<u>8,718,766</u>
Cash and cash equivalents, end of year	<u>\$ 2,967,608</u>	<u>\$ 6,868,748</u>	<u>\$ 9,836,356</u>
Reconciliation of operating income to net cash used in operating activities:			
Operating income	\$ -	\$ 20,848	\$ 20,848
Decrease in compensated absences payable	(7,585)	-	(7,585)
Decrease in health care payable	-	(22,803)	(22,803)
Contributions collected in excess of negotiated agreement	-	1,050,917	1,050,917
Net cash used in operating activities	<u>\$ (7,585)</u>	<u>\$ 1,048,962</u>	<u>\$ 1,041,377</u>

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**FIDUCIARY FUND**

Fiduciary Fund – Statement of Changes in Assets and Liabilities

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KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 FIDUCIARY FUND  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 For the Year Ended June 30, 2019

<u>Student Activity</u>	<u>Total June 30, 2018</u>	<u>Increases</u>	<u>Decreases</u>	<u>Total June 30, 2019</u>
<b>Assets:</b>				
Cash	\$ 21,874	\$ 2,635,512	2,609,436	\$ 47,950
Equity in Central Treasury	2,730,504	9,245,478	8,973,341	3,002,641
Accounts Receivable	-	46,228	25,532	20,696
<b>Total Assets:</b>	<b><u>\$ 2,752,378</u></b>	<b><u>\$ 11,927,218</u></b>	<b><u>\$ 11,608,309</u></b>	<b><u>\$ 3,071,287</u></b>
<b>Liabilities:</b>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Amount Due Student Groups	2,752,378	11,927,218	11,608,309	3,071,287
<b>Total Liabilities:</b>	<b><u>\$ 2,752,378</u></b>	<b><u>\$ 11,927,218</u></b>	<b><u>\$ 11,608,309</u></b>	<b><u>\$ 3,071,287</u></b>

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**CAPITAL ASSETS**

Schedule of Changes in General Capital Assets

Schedule of General Capital Assets – By Location

Comparative Schedule of General Capital Assets – By Source



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KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS  
 For the Year Ended June 30, 2019

	General Capital Assets June 30, 2018	Additions	Deletions	Transfers	General Capital Assets June 30, 2019
Administration	\$ 2,557,525	\$ 163,078	\$ (115,374)	\$ 180,867	\$ 2,786,096
Schools	6,802,162	211,285	(121,788)	(180,867)	6,710,792
	<u>\$ 9,359,687</u>	<u>\$ 374,363</u>	<u>\$ (237,162)</u>	<u>\$ -</u>	<u>\$ 9,496,888</u>

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
SCHEDULE OF GENERAL CAPITAL ASSETS - BY LOCATION  
June 30, 2019

	Equipment		Equipment
Administration:		Kenai:	
District Office and		Aurora Borealis	196,130
Warehouse	\$ 2,786,096	High School	1,193,790
Total Administration	2,786,096	Kaleidoscope	118,609
		Kenai Alternative	5,721
Schools:		Middle School	279,560
Outside Cities:		Mt. View Elementary	66,271
Chapman Elementary	60,755	Total Kenai	1,860,081
Cooper Landing	30,432		
Hope	43,464	Seldovia:	82,250
Kachemak Selo	25,198	Susan B. English	82,250
K-Beach	98,674	Total Seldovia	
McNeil Canyon	42,508		
Moose Pass	12,401	Seward:	
Nanwalek	46,551	Elementary	51,725
Nikiski High	605,962	High School	564,607
Nikiski North Star	56,191	Middle	51,723
Nikolaevsk	118,291	Total Seward	668,055
Ninilchik	83,311		
Port Graham	30,176	Soldotna:	
Skyview Middle	297,102	Connections	7,176
Sterling	45,189	Elementary	113,075
Tebughna	35,572	High School	913,976
Tustumena	34,400	Peninsula Optional High	6,047
Voznesenka	41,708	Prep School	118,911
Total Outside Cities	1,707,885	Redoubt Elementary	85,033
		Total Soldotna	1,244,218
Homer:		Total Schools	6,710,792
Fireweed Academy	49,592		
High School	857,854	Total General Capital Assets	\$ 9,496,888
Homer Flex	19,810		
Middle School	68,724		
Paul Banks	36,867		
Razdolna	36,897		
West Homer	78,559		
Total Homer	1,148,303		

KENAI PENINSULA BOROUGH SCHOOL DISTRICT  
 COMPARATIVE SCHEDULE OF CAPITAL ASSETS - BY SOURCE  
 June 30, 2019 and 2018

	2019	2018
General Capital Assets:		
Furniture and Equipment	\$ 9,496,888	\$ 9,359,687
 Investments in General Capital Assets from:		
General Obligation Bonds	\$ 371,727	\$ 384,936
State and Federal Grants	3,645,834	3,771,480
General Fund Revenue	5,479,327	5,203,271
 Total Investment in General Capital Assets:	\$ 9,496,888	\$ 9,359,687

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**SCHEDULES SECTION**

**SCHEDULES SECTION**

Schedule of State Financial Assistance

Schedule of Expenditures of Federal Awards

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**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**  
Schedule of State Financial Assistance  
Year Ended June 30, 2019

<u>State Grantor</u>	<u>Program Number</u>	<u>Amount Expended</u>
Department of Administration:		
* TRS On Behalf		\$ 8,442,963
* PERS On Behalf		1,165,059
PERS On Behalf passed through Kenai Peninsula Borough		195,768
Total Department of Administration		9,803,790
Alaska State Council on the Arts		
Promotion of the Arts Partnerships Agreements		
Artist in Schools	FY19AIS0007	335
Total Alaska State Council on the Arts		
		335
Department of Education and Early Development:		
* Public School Funding Program		79,011,273
* Senate Bill 142		1,389,955
* Pupil Transportation		7,996,818
Alternative Schools	BH 19.KPSD.01	50,388
Broadband Assistance Grant	SBG 19.024.12	6,115
Quality Schools		288,080
Safe Childrens Act	SC18.KPSD.01	7,135
Safe Childrens Act	SC18.KPSD.02	1,151
Suidcide Awareness, Prevention & Postvention	SP 19.KPSD.01	54,239
Youth In Detention - Kenai Youth Facility	EY19.KPSD.01	73,776
Youth Risk Behavior Survey	YR 19.KPSD.01	16,500
Total Department of Education and Early Development		88,895,430
Department of Commerce, Community and Economic Development:		
Nutritional Alaskan Foods in Schools	13-NAFS-025	225
Total Department of Commerce, Community and Economic Development		
		225
Department of Labor:		
Alaska Division of Vocational Rehabilitation	AFP#1455, 1458 & 1474	19,711
Total Department of Labor		
		19,711
Total State Financial Assistance		\$ 98,719,491

\* State major program

Note 1: Basis of Presentation

The accompanying schedule of state financial assistance (the "Schedule") includes the state grant activity of Kenai Peninsula Borough School District under programs of the State of Alaska for the year ended June 30, 2019. The information in this Schedule is presented in accordance with the requirements of the State of Alaska Audit Guide and Compliance Supplement for State Single Audits. Because the Schedule presents only a selected portion of the operations of Kenai Peninsula Borough School District, it is not intended to and does not present the financial position, changes in net position or cash flows of Kenai Peninsula Borough School District.

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2019

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster</u>	<u>Federal CFDA Number</u>	<u>Pass Through Entity Identifying Number</u>	<u>Provided To Subrecipients</u>	<u>Amount Expended During the Year Ended 06/30/19</u>
U.S. Department of Education - Direct:				
Indian Education Grants to Local Educational Agencies	84.060A		\$ -	\$ 444,817
Total U.S. Department of Education - Direct			<u>-</u>	<u>444,817</u>
Passed through Alaska Department of Education and Early Development:				
Title I Grants to Local Educational Agencies				
NCLB - Title I-A Basic	84.010	IP 19.KPSD.01	-	1,250,873
NCLB - Title I-A 1% Parent Involvement	84.010	IP 19.KPSD.01	-	22,533
NCLB - Title I-A Pre-K	84.010	IP 19.KPSD.01	-	1,040,147
Title I-A, School Improvement - Planning	84.010	SI 19.KPSD.01	-	11,191
Title I-A, School Improvement - Implementation	84.010	SI 19.KPSD.02	-	13,253
Total CFDA 84.010			<u>-</u>	<u>2,337,997</u>
Supporting Effective Instruction State Grants				
NCLB - Title II-A, Training & Recruiting	84.367	IP 19.KPSD.01	-	706,665
Total CFDA 84.367			<u>-</u>	<u>706,665</u>
Special Education Cluster:				
Special Education Grants to Schools	84.027	SE 19.KPSD.01	-	2,669,722
Preschool Disabled, One Time	84.027	SA 19.KPSD.01	-	2,325
Total CFDA 84.027			<u>-</u>	<u>2,672,047</u>
Special Education Preschool Grants	84.173	SE 19.KPSD.01	-	54,852
Total Special Education Cluster			<u>-</u>	<u>2,726,899</u>
Migrant Education State Grant Program				
Migrant Education, Book	84.011A	MB 19.KPSD.01	-	11,528
Migrant Education, Parent Advisory Council	84.011	MP19.KPSD.01	-	3,027
NCLB - Title I-C Migrant	84.011	IP 19.KPSD.01	-	664,074
Total CFDA 84.011			<u>-</u>	<u>678,629</u>
Education for Homeless Children and Youth	84.196	FR 19.KPSD.01	-	20,000
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.013	IP 19.KPSD.01	-	16,534
Student Support and Academic Enrichment Program	84.424A	IP 19.KPSD.01	-	138,651
Career and Technical Education	84.048	EK 19.KPSD.01	-	277,351
English Language Acquisition State Grants	84.365	IP 19.KPSD.01	-	22,883
Total passed through Alaska Department of Education and Early Development			<u>-</u>	<u>6,925,609</u>
Passed thru the University of Fairbanks:				
Career and Technical Education - Educator Rising	84.048	590035	-	492
Trio Cluster: Trio Upward Bound	84.047	P047A181279	-	13,628
Total U.S. Department of Education			<u>\$ -</u>	<u>\$ 7,384,546</u>

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**  
Schedule of Expenditures of Federal Awards, continued

<u>Federal Grantor/Pass-Through Grantor</u>	<u>Federal CFDA Number</u>	<u>Pass Through Entity Identifying Number</u>	<u>Provided To Subrecipients</u>	<u>Amount Expended During the Year Ended 06/30/19</u>
U.S. Department of Commerce:				
Passed thru the University of Fairbanks:				
SEA Grant Support				
Marine Aquatic Education and Sea Week Activities	11.417	NA140AR417009	\$ -	\$ 2,740
Total U.S. Department of Commerce			-	2,740
U.S. Department of Health and Human Services:				
Passed through Alaska Department of Education and Early Development				
Substance Abuse and Mental Health Services Projects of Regional and National Significance				
Project AWARE - Youth Mental Health	93.243	AW 19.KPSD.01	-	29,084
Project AWARE - Youth Mental Health	93.243	AW 19.KPSD.02	-	264,692
Total CFDA 93.243			-	293,776
Total U.S Department of Health and Human Services			-	293,776
National Endowment for the Arts (NEA)				
Passed through Alaska State Council on the Arts -				
Promotion of the Arts Partnerships Agreements	45.025	FY19AIS0007	-	335
Total National Endowment for the Arts (NEA)				335
U.S. Department of Agriculture:				
Passed through Alaska Department of Education and Early Development:				
Child Nutrition Cluster:				
National School Lunch Program - After School Snack	10.553	MA 19.024.01	-	552
National School Lunch Program - Breakfast Program	10.553	MA 19.024.01	-	470,617
Total CFDA 10.553				471,169
Commodities	10.555		-	163,105
National School Lunch Program - Lunch Program	10.555	MA 19.024.01	-	1,821,594
Total CFDA 10.555			-	1,984,699
Total Child Nutrition Cluster			-	2,455,868
U.S. Department of Agriculture, continued:				
Passed through Alaska Department of Education and Early Development:				
Child Nutrition Discretionary Grants Limited Availability				
NSLP Equipment Assistant Grant	10.579	NS 19.KPSD.01	-	9,944
State Administrative Expenses for Child Nutrition	10.560	FD 19.KPSD.01	-	23,632
Fresh Fruit & Vegetable Program	10.582	FF 19.KPSD.00	-	145,344
Total U.S. Department of Agriculture			-	2,634,788
Total Expenditures of Federal Awards			\$ -	\$ 10,316,185

**Note 1. Basis of Presentation**

The above schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Kenai Peninsula Borough School District under programs of the federal government for the year ended June 30, 2019. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Kenai Peninsula Borough School District, it is not intended to and does not present the financial position, changes in net position or cash flows of Kenai Peninsula Borough School District.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**  
Schedule of Expenditures of Federal Awards, continued

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3. Indirect Cost Rate

The Kenai Peninsula Borough School District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

STATISTICAL SECTION

## **STATISTICAL INFORMATION**

Statistical tables give report users a better historical perspective and assist in assessing current financial status and trends of the Kenai Peninsula Borough School District.

Net Position by Component

Net Expenses, General Revenues, and Change in Net Position

Total Change in Net Position

General Fund Balances, Special Revenue Fund Balances, Total Fund Balance

Governmental Funds Revenues

Governmental Funds Expenditures

Other Financing Sources and Uses and Net Change in Fund Balance

Assessed Value and Estimated Actual of Taxable Property

Property Tax Rates and Tax Levies; Direct and Overlapping Governments

Principal Property Taxpayers

Principal Employers

Property Tax Levies and Collections

Legal Debt Margin Information

Ratio of Net Area Wide General Bonded Debt to Assessed Value  
and Net Bonded Debt per Capita and Student Capita

Computation of Direct and Overlapping Debt

Demographic and Economic Statistics

General Fund Full-Time Equivalent District Employees by Function

All Funds Full-Time Equivalent District Employees by Function

Average Per Pupil General Fund Operating Expenditures

Average Daily Membership as Compared to Assessed Valuation

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**  
**Statistical Section Overview**

**This part of the Kenai Peninsula Borough School District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.**

**Contents**

**Financial Trends**

**These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.**

Table I	Net Position by Component
Table II	Net Expenses, General Revenues, and Change in Net Position
Table III	Total Change in Net Position
Table IV	General Fund Balances, Special Revenue Fund Balances, Total Fund Balance
Table V	Governmental Funds Revenues
Table VI	Governmental Funds Expenditures
Table VII	Other Financing Sources and Uses and Net Change in Fund Balance

**Revenue Capacity**

**These schedules contain information to help the reader assess the District's most significant local revenue source, property tax.**

Table VIII	Assessed Value and Estimated Actual Value of Taxable Property
Table IX	Property Tax Rates and Tax Levies, Direct and Overlapping Governments
Table X	Principal Property Taxpayers
Table XI	Principal Employers
Table XII	Property Tax Levies and Collections

**Debt Capacity**

**These schedules present information to help the reader assess the affordability of the Borough's current level of outstanding debt and the District's ability to issue additional debt in the future.**

Table XIII	Legal Debt Margin Information
Table XIV	Ratio of Net Area Wide General Bonded Debt to Assessed Value and Net Bonded Debt per Capita and Student Capita
Table XV	Computation of Direct and Overlapping Debt

**Demographic and Economic Information**

**These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.**

Table XVI	Demographic and Economic Statistics
Table XVII	General Fund Full-Time Equivalent District Employees by Function
Table XVIII	All Funds Full-Time Equivalent District Employees by Function
Table XIX	Average Per Pupil General Fund Operating Expenditures
Table XX	Average Daily Membership as Compared to Assessed Valuation

**Operating Information**

**These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the government provides and the activities it performs.**

This data not available at date of printing

**Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.**

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TABLE I

## KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(Unaudited)**

	FISCAL YEAR				
	2009-2010	2010-2011	2011-2012	2012-2013	2013-2014
Invested in Capital Assets	\$ 2,407,561	\$ 2,774,938	\$ 3,088,378	\$ 3,054,829	\$ 3,604,976
Restricted					
Charter Schools	675,350	507,663	645,261	556,395	625,619
Facilities Maintenance	-	-	-	-	1,845,512
Homeschool Allotment	-	-	-	-	-
Special Revenue Funds	-	-	-	-	-
Total Restricted	675,350	507,663	645,261	556,395	2,471,131
Unrestricted	28,489,644	30,878,045	27,921,811	27,516,245	23,662,678
Total Net Position	<u>\$ 31,572,555</u>	<u>\$ 34,160,646</u>	<u>\$ 31,655,450</u>	<u>\$ 31,127,469</u>	<u>\$ 29,738,785</u>

TABLE I

	FISCAL YEAR				
	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019
Invested in Capital Assets	\$ 3,516,215	\$ 3,491,363	\$ 3,083,746	\$ 2,699,269	\$ 2,439,439
Restricted					
Charter Schools	664,091	626,097	741,273	894,618	885,704
Facilities Maintenance	2,042,930	2,288,499	1,321,447	1,791,509	1,682,409
Homeschool Allotment	281,975	393,338	549,790	675,503	699,223
Special Revenue Funds	-	-	-	-	-
Total Restricted	2,988,996	3,307,934	2,612,510	3,361,630	3,267,336
Unrestricted	(30,561,702)	(51,911,437)	(75,117,199)	(81,097,334)	(70,432,657)
Total Net Position	\$ (24,056,491)	\$ (45,112,140)	\$ (69,420,943)	\$ (75,036,435)	\$ (64,725,882)

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**  
**NET EXPENSES, GENERAL REVENUES, AND CHANGE IN NET POSITION**  
**FROM THE STATEMENT OF ACTIVITIES**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

	FISCAL YEAR				
	2009-2010	2010-2011	2011-2012	2012-2013	2013-2014
Expenses					
Government Activities:					
Instruction	\$ 68,715,631	\$ 68,158,156	\$ 70,671,418	\$ 73,207,376	\$ 75,266,303
Special Education - Instruction	16,673,739	18,495,855	19,939,292	21,592,288	21,809,338
Special Education Support Services-Students	4,712,605	5,016,857	5,606,638	6,090,491	5,958,859
Support Services - Students	3,817,779	3,898,385	4,307,528	4,769,002	4,961,996
Support Services - Instruction	2,612,624	2,358,838	3,432,382	3,476,192	3,780,721
School Administration	6,414,684	6,673,392	6,666,723	7,261,568	7,846,925
School Administration Support Services	4,140,290	4,178,505	4,585,996	4,805,263	4,969,562
District Administration	861,516	957,877	1,065,732	1,134,698	1,253,600
District Administration Support Services	6,323,003	5,628,931	6,658,848	6,210,335	6,219,036
Operations and Maintenance of Plant	19,048,197	20,646,201	22,639,419	21,254,202	23,096,259
Student Activities	2,262,698	2,306,828	2,344,153	2,364,058	2,452,215
Community Service	58,130	64,559	64,408	48,657	40,583
Student Transportation	5,500,984	5,514,495	6,116,707	7,459,992	7,334,939
Food Service	3,262,858	3,283,102	3,814,960	4,226,732	4,479,711
Total expenses	<u>\$ 144,404,738</u>	<u>\$ 147,181,981</u>	<u>\$ 157,914,204</u>	<u>\$ 163,900,854</u>	<u>\$ 169,470,047</u>
Program Revenues					
Charges for Services					
Food Service /Community Theater	950,232	896,109	825,329	745,201	683,135
Operating Grants and Contributions	20,631,827	21,116,546	18,381,570	18,134,117	19,290,617
Total Program Revenues	<u>21,582,059</u>	<u>22,012,655</u>	<u>19,206,899</u>	<u>18,879,318</u>	<u>19,973,752</u>
Total Net(Expense)Governmental Activities	(122,822,679)	(125,169,326)	(138,707,305)	(145,021,536)	(149,496,295)
General Revenues:					
Government Activities:					
Borough Direct Appropriation	\$ 42,983,376	\$ 42,588,135	\$ 43,251,135	\$ 43,000,000	\$ 43,500,000
Public School Funding Program	64,062,960	69,123,351	71,912,349	75,563,384	74,891,748
Retirement: On-behalf Payments	11,901,565	13,615,283	17,803,814	22,907,953	24,234,519
Other State Revenue	250,195	263,359	1,658,523	2,010,671	3,456,964
Earnings on Investment	1,351,985	837,735	898,439	55,918	475,548
E-Rate Program	575,663	591,046	118,707	590,640	1,219,637
Medicaid Reimbursement	408,492	593,496	343,617	164,384	200,451
Other	103,380	145,012	215,525	200,605	128,744
Total General Revenues	<u>\$ 121,637,616</u>	<u>\$ 127,757,417</u>	<u>\$ 136,202,109</u>	<u>\$ 144,493,555</u>	<u>\$ 148,107,611</u>
Special Item - writeoff NPO/OPEB	-	-	-	-	-
Change in Net Position	<u>\$ (1,185,063)</u>	<u>\$ 2,588,091</u>	<u>\$ (2,505,196)</u>	<u>\$ (527,981)</u>	<u>\$ (1,388,684)</u>

	FISCAL YEAR				
	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019
Expenses					
Government Activities:					
Instruction	\$ 87,002,086	\$ 78,317,961	\$ 79,665,098	\$ 63,689,016	\$ 60,897,420
Special Education - Instruction	25,120,274	27,315,525	27,506,978	20,645,587	21,539,750
Special Education Support Services-Students	6,985,692	6,345,150	6,579,272	5,425,276	5,444,428
Support Services - Students	5,139,495	7,037,564	6,303,071	3,733,089	4,430,806
Support Services - Instruction	4,025,162	4,002,804	3,505,986	2,861,897	3,153,296
School Administration	9,185,386	7,219,494	7,342,662	6,021,382	5,704,211
School Administration Support Services	5,197,826	6,849,331	6,358,677	4,506,896	4,695,858
District Administration	1,020,470	1,466,633	1,426,130	1,112,258	1,200,909
District Administration Support Services	6,349,127	8,191,709	7,223,584	5,489,703	5,846,366
Operations and Maintenance of Plant	23,453,558	24,178,696	23,610,034	20,274,357	19,648,660
Student Activities	2,684,455	2,499,171	2,515,146	2,152,801	1,884,164
Community Service	39,110	39,979	21,273	9,629	71,692
Student Transportation	7,932,255	7,998,559	8,160,684	7,737,829	7,951,356
Food Service	4,490,808	4,254,755	4,014,919	3,983,053	3,752,004
Total expenses	<u>\$ 188,625,704</u>	<u>\$ 185,717,331</u>	<u>\$ 184,233,514</u>	<u>\$ 147,642,773</u>	<u>\$ 146,220,920</u>
Program Revenues					
Charges for Services					
Food Service /Community Theater	669,280	686,127	655,869	698,771	717,010
Operating Grants and Contributions	18,719,908	18,531,943	17,288,971	17,919,104	19,133,664
Total Program Revenues	<u>19,389,188</u>	<u>19,218,070</u>	<u>17,944,840</u>	<u>18,617,875</u>	<u>19,850,674</u>
Total Net(Expense)Governmental Activities	(169,236,516)	(166,499,261)	(166,288,674)	(129,024,898)	(126,370,246)
General Revenues:					
Government Activities:					
Borough Direct Appropriation	\$ 44,013,525	\$ 48,238,432	\$ 48,238,432	\$ 49,738,432	\$ 49,738,432
Public School Funding Program	79,159,764	80,573,648	81,595,174	79,599,533	79,299,353
Retirement: On-behalf Payments	39,377,047	14,492,689	10,867,950	7,904,796	4,121,405
Other State Revenue	3,290,897	-	-	-	1,389,955
Earnings on Investment	326,758	623,325	83,033	193,053	1,153,016
E-Rate Program	287,658	1,088,548	751,344	719,477	613,575
Medicaid Reimbursement	211,375	287,646	250,781	298,727	195,558
Other	399,614	139,324	193,157	196,098	169,505
Total General Revenues	<u>\$ 167,066,638</u>	<u>\$ 145,443,612</u>	<u>\$ 141,979,871</u>	<u>\$ 138,650,116</u>	<u>\$ 136,680,799</u>
Special Item - writeoff NPO/OPEB	-	-	-	-	-
Change in Net Position	<u>\$ (2,169,878)</u>	<u>\$ (21,055,649)</u>	<u>\$ (24,308,803)</u>	<u>\$ 9,625,218</u>	<u>\$ 10,310,553</u>

## KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**TOTAL CHANGE IN NET POSITION  
LAST TEN FISCAL YEARS  
(Unaudited)**

	FISCAL YEAR				
	2009-2010	2010-2011	2011-2012	2012-2013	2013-2014
Change in Net Position	\$ (1,185,063)	\$ 2,588,091	\$ (2,505,196)	\$ (527,981)	\$ (1,388,684)
Net Position - Beginning	32,757,618	31,572,555	34,160,646	31,655,450	31,127,469
Net Position - Ending	<u>\$ 31,572,555</u>	<u>\$ 34,160,646</u>	<u>\$ 31,655,450</u>	<u>\$ 31,127,469</u>	<u>\$ 29,738,785</u>

\*Net Position for 2013-2014 was restated for compliance of GASB 68.

\*\*Beginning Net Position for 2017-2018 was restated for compliance of GASB 75.

TABLE III

	FISCAL YEAR				
	2014-2015*	2015-2016	2016-2017	2017-2018*	2018-2019
Change in Net Position	\$ (2,169,878)	\$ (21,055,649)	\$ (24,308,803)	\$ 9,625,218	\$ 10,310,553
Net Position - Beginning	(21,886,613)	(24,056,491)	(45,112,140)	(84,661,653)	(75,036,435)
Net Position - Ending	\$ (24,056,491)	\$ (45,112,140)	\$ (69,420,943)	\$ (75,036,435)	\$ (64,725,882)

TABLE IV

## KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**GENERAL FUND BALANCES, SPECIAL REVENUE FUND BALANCES, TOTAL FUND BALANCE  
LAST TEN FISCAL YEARS  
(Unaudited)**

	FISCAL YEAR				
	2009-2010	2010-2011*	2011-2012	2012-2013	2013-2014
General Fund					
Reserved	\$ 9,071,018	\$ -	\$ -	\$ -	\$ -
Unreserved	6,192,633	-	-	-	-
Undesignated	5,737,714	-	-	-	-
Total General Fund	<u>\$ 21,001,365</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Special Revenue Funds					
Reserved	\$ 393,526	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Undesignated	7,770,103	-	-	-	-
Total Special Revenue Funds	<u>\$ 8,163,629</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Fund Balance	<u>\$ 29,164,994</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
General Fund					
Nonspendable	\$ -	\$ 2,160,675	\$ 1,978,610	\$ 1,715,712	\$ 1,687,933
Committed	-	-	-	-	-
Restricted	-	892,467	983,984	1,485,931	2,471,131
Assigned	-	14,513,862	10,593,166	10,131,139	8,120,850
Unassigned	-	5,792,038	6,808,518	6,290,517	6,116,952
Total General Fund	<u>\$ -</u>	<u>\$ 23,359,042</u>	<u>\$ 20,364,278</u>	<u>\$ 19,623,299</u>	<u>\$ 18,396,866</u>
Special Revenue Funds					
Nonspendable	\$ -	\$ 284,397	\$ 366,559	\$ 218,298	\$ 467,256
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	7,787,245	6,783,452	6,744,505	5,623,019
Unassigned	-	(44,976)	(44,976)	(44,976)	(44,976)
Total Special Revenue Funds	<u>\$ -</u>	<u>\$ 8,026,666</u>	<u>\$ 7,105,035</u>	<u>\$ 6,917,827</u>	<u>\$ 6,045,299</u>
Total Fund Balance	<u>\$ -</u>	<u>\$ 31,385,708</u>	<u>\$ 27,469,313</u>	<u>\$ 26,541,126</u>	<u>\$ 24,442,165</u>

\* The District implemented GASB statement 54 in FY11, prospectively reported.

TABLE IV

	FISCAL YEAR				
	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019
General Fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Undesignated	-	-	-	-	-
Total General Fund	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Special Revenue Funds					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Undesignated	-	-	-	-	-
Total Special Revenue Funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
General Fund					
Nonspendable	\$ 707,220	\$ 2,064,255	\$ 2,212,284	\$ 2,074,756	\$ 1,932,980
Committed	-	4,200,580	4,157,085	4,289,271	5,584,860
Restricted	2,988,996	3,307,934	2,612,510	3,361,630	3,267,336
Assigned	5,655,347	3,625,958	1,618,721	2,802,979	1,626,718
Unassigned	7,897,978	2,671,214	3,954,326	1,671,218	3,929,885
Total General Fund	<u>\$ 17,249,541</u>	<u>\$ 15,869,941</u>	<u>\$ 14,554,926</u>	<u>\$ 14,199,854</u>	<u>\$ 16,341,779</u>
Special Revenue Funds					
Nonspendable	\$ 271,235	\$ 233,827	\$ 159,748	\$ 301,696	\$ 482,203
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	5,389,396	5,568,658	5,263,514	5,586,869	5,804,822
Unassigned	(44,976)	(44,976)	(44,976)	(44,976)	(44,976)
Total Special Revenue Funds	<u>\$ 5,615,655</u>	<u>\$ 5,757,509</u>	<u>\$ 5,378,286</u>	<u>\$ 5,843,589</u>	<u>\$ 6,242,049</u>
Total Fund Balance	<u>\$ 22,865,196</u>	<u>\$ 21,627,450</u>	<u>\$ 19,933,212</u>	<u>\$ 20,043,443</u>	<u>\$ 22,583,828</u>



TABLE V

## KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**GOVERNMENTAL FUNDS REVENUES  
LAST TEN FISCAL YEARS  
(Unaudited)**

	FISCAL YEAR				
	2009-2010	2010-2011	2011-2012	2012-2013	2013-2014
Federal Sources:					
Federal - Direct	\$ 401,153	\$ 377,756	\$ 424,110	\$ 455,577	\$ 498,606
Federal - Through the State	13,617,440	14,547,490	10,999,132	8,291,671	9,130,871
Federal - Through other Agencies	-	-	-	2,500	-
<b>Total Federal Sources</b>	<b>\$ 14,018,593</b>	<b>\$ 14,925,246</b>	<b>\$ 11,423,242</b>	<b>\$ 8,749,748</b>	<b>\$ 9,629,477</b>
State Sources:					
Public School Funding Program	\$ 64,313,155	\$ 69,386,710	\$ 72,182,738	\$ 75,839,317	\$ 75,166,711
Retirement: On-behalf Payments	11,901,565	13,615,283	17,803,814	22,907,953	24,234,519
One Time State Funding	-	-	1,388,134	1,734,738	3,182,001
Other State Revenue	6,769,831	6,542,513	7,076,188	9,278,661	9,443,778
<b>Total All Other Government Funds</b>	<b>\$ 82,984,551</b>	<b>\$ 89,544,506</b>	<b>\$ 98,450,874</b>	<b>\$ 109,760,669</b>	<b>\$ 112,027,009</b>
Local Sources:					
Borough Direct Appropriation	\$ 42,983,376	\$ 42,588,135	\$ 43,251,135	\$ 43,000,000	\$ 43,500,000
Corporate Grants and User Fees	106,591	84,059	117,033	98,285	121,502
Food Sales	905,767	853,654	781,299	703,256	657,295
Earnings on Investments	1,351,985	837,735	898,439	78,701	614,272
Other Local Revenue	868,812	936,737	486,986	982,214	1,531,808
<b>Total All Other Government Funds</b>	<b>\$ 46,216,531</b>	<b>\$ 45,300,320</b>	<b>\$ 45,534,892</b>	<b>\$ 44,862,456</b>	<b>\$ 46,424,877</b>
<b>Total Revenue</b>	<b>\$ 143,219,675</b>	<b>\$ 149,770,072</b>	<b>\$ 155,409,008</b>	<b>\$ 163,372,873</b>	<b>\$ 168,081,363</b>

TABLE V

	FISCAL YEAR				
	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019
Federal Sources:					
Federal - Direct	\$ 514,450	\$ 723,255	\$ 595,801	\$ 532,371	\$ 444,817
Federal - Through the State	8,251,490	8,822,785	8,897,264	9,035,872	10,069,540
Federal - Through other Agencies	-	-	-	-	-
<b>Total Federal Sources</b>	<b>\$ 8,765,940</b>	<b>\$ 9,546,040</b>	<b>\$ 9,493,065</b>	<b>\$ 9,568,243</b>	<b>\$ 10,514,357</b>
State Sources:					
Public School Funding Program	\$ 79,442,023	\$ 80,573,648	\$ 81,595,174	\$ 79,599,533	\$ 79,299,353
Retirement: On-behalf Payments	143,894,553	9,867,341	8,638,367	8,402,238	9,803,790
One Time State Funding	3,008,638	-	-	-	1,389,955
Other State Revenue	9,822,601	8,906,803	7,911,545	8,300,141	8,241,510
<b>Total All Other Government Funds</b>	<b>\$ 236,167,815</b>	<b>\$ 99,347,792</b>	<b>\$ 98,145,086</b>	<b>\$ 96,301,912</b>	<b>\$ 98,734,608</b>
Local Sources:					
Borough Direct Appropriation	\$ 44,013,525	\$ 48,238,432	\$ 48,238,432	\$ 49,738,432	\$ 49,738,432
Corporate Grants and User Fees	89,114	101,594	154,144	325,484	269,128
Food Sales	637,595	648,542	609,409	659,306	679,755
Earnings on Investments	421,928	806,217	107,323	250,082	1,492,874
Other Local Revenue	877,415	1,347,717	947,669	921,974	784,704
<b>Total All Other Government Funds</b>	<b>\$ 46,039,577</b>	<b>\$ 51,142,502</b>	<b>\$ 50,056,977</b>	<b>\$ 51,895,278</b>	<b>\$ 52,964,893</b>
<b>Total Revenue</b>	<b>\$ 290,973,332</b>	<b>\$ 160,036,334</b>	<b>\$ 157,695,128</b>	<b>\$ 157,765,433</b>	<b>\$ 162,213,858</b>

TABLE VI

## KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**GOVERNMENTAL FUNDS EXPENDITURES  
LAST TEN FISCAL YEARS  
(Unaudited)**

	FISCAL YEAR				
	2009-2010	2010-2011	2011-2012	2012-2013	2013-2014
Expenditures:					
Instruction	\$ 68,929,841	\$ 68,248,693	\$ 70,705,651	\$ 73,540,692	\$ 75,303,404
Special Education - Instruction	16,687,607	18,493,550	19,969,419	21,697,320	21,824,017
Special Education Support Services - Students	4,709,847	5,016,857	5,614,026	6,106,612	5,964,489
Support Services - Students	3,828,379	3,898,385	4,313,204	4,741,625	4,966,685
Support Services - Instruction	2,608,450	2,354,134	3,503,879	3,495,584	3,771,683
School Administration	6,414,515	6,672,373	6,674,487	7,279,767	7,853,319
School Administration Support Services	4,141,233	4,162,807	4,579,314	4,804,920	4,961,926
District Administration	855,280	977,921	1,060,774	1,132,748	1,261,255
District Administration Support Services	6,312,937	5,873,132	6,954,273	6,121,508	6,241,343
Operations and Maintenance of Plant	19,112,022	20,693,008	22,839,229	21,442,833	23,177,075
Student Activities	1,831,912	2,161,214	2,194,608	2,211,478	3,020,149
Community Services	58,130	64,559	64,493	48,786	40,621
Student Transportation	5,492,429	5,498,915	6,092,404	7,473,969	7,343,482
Food Service	3,231,356	3,433,810	3,870,392	4,203,218	4,450,876
Total Expenditures	<u>\$ 144,213,938</u>	<u>\$ 147,549,358</u>	<u>\$ 158,436,153</u>	<u>\$ 164,301,060</u>	<u>\$ 170,180,324</u>

TABLE VI

	FISCAL YEAR				
	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019
Expenditures:					
Instruction	\$ 153,282,907	\$ 68,954,024	\$ 67,655,239	\$ 67,188,905	\$ 67,024,532
Special Education - Instruction	39,901,135	22,477,371	23,002,905	22,952,720	23,736,518
Special Education Support Services - Students	12,031,526	5,523,880	5,632,611	5,777,098	6,000,380
Support Services - Students	8,417,273	4,829,934	4,685,499	4,730,603	4,883,252
Support Services - Instruction	6,436,525	3,355,331	2,946,476	3,023,218	3,537,303
School Administration	16,635,574	6,319,716	6,102,965	6,364,237	6,285,566
School Administration Support Services	6,000,353	5,648,777	5,366,431	5,179,450	5,133,027
District Administration	1,673,515	1,266,201	1,246,047	1,290,042	1,352,816
District Administration Support Services	7,198,837	6,367,538	6,091,360	6,140,335	6,347,487
Operations and Maintenance of Plant	24,591,509	22,221,887	22,230,492	21,174,774	21,578,924
Student Activities	3,983,318	2,048,424	2,208,189	2,139,986	2,013,423
Community Services	38,992	39,961	21,330	9,642	71,736
Student Transportation	7,908,357	7,994,914	8,182,675	7,747,867	7,956,192
Food Service	4,450,480	4,226,122	4,017,147	3,936,325	3,752,317
Total Expenditures	<u>\$ 292,550,301</u>	<u>\$ 161,274,080</u>	<u>\$ 159,389,366</u>	<u>\$ 157,655,202</u>	<u>\$ 159,673,473</u>

TABLE VII

## KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCE  
LAST TEN FISCAL YEARS  
(Unaudited)**

	FISCAL YEAR				
	2009-2010	2010-2011	2011-2012	2012-2013	2013-2014
Excess of revenues over (under) expenditures	\$ (994,263)	\$ 2,220,714	\$ (3,027,145)	\$ (928,187)	\$ (2,098,961)
Other Financing Sources (Uses)					
Capitalized Leases	-	-	-	-	-
Transfers In	830,279	362,104	675,000	816,836	1,424,759
Transfers Out	(830,279)	(362,104)	(1,564,250)	(816,836)	(1,424,759)
Total other financing sources (Uses)	-	-	(889,250)	-	-
Net Change in fund balances	\$ (994,263)	\$ 2,220,714	\$ (3,916,395)	\$ (928,187)	\$ (2,098,961)

TABLE VII

	FISCAL YEAR				
	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019
Excess of revenues over (under) expenditures	\$ (1,576,969)	\$ (1,237,746)	\$ (1,694,238)	\$ 110,231	\$ 2,540,385
Other Financing Sources (Uses)					
Capitalized Leases	-	-	-	-	-
Transfers In	1,300,000	1,200,000	1,755,072	850,000	750,000
Transfers Out	(1,300,000)	(1,200,000)	(1,755,072)	(850,000)	(750,000)
Total other financing sources (Uses)	-	-	-	-	-
Net Change in fund balances	\$ (1,576,969)	\$ (1,237,746)	\$ (1,694,238)	\$ 110,231	\$ 2,540,385

**TABLE VIII**

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**

**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN FISCAL YEARS  
(in thousands of dollars)**

Fiscal Year	Assessed Values			Tax Exempt Values		Total Taxable Assessed Value	Total Direct Tax Rate	Assessed Value as a Percentage of Actual Value
	Real Property	Oil Related	Personal Property	Real Property	Personal Property			
2009-10	5,883,881	703,063	245,915	434,556	29,205	6,369,098	4.50	93.21%
2010-11	5,901,904	713,954	259,714	451,127	30,914	6,393,531	4.50	92.99%
2011-12	6,180,464	698,991	257,619	472,878	30,955	6,633,241	4.50	92.94%
2012-13	6,172,547	810,065	286,399	520,490	32,511	6,716,010	4.50	92.39%
2013-14	6,202,494	989,766	292,407	492,565	31,906	6,960,196	4.50	92.99%
2014-15	6,330,106	1,142,158	324,853	826,802	32,999	6,937,316	4.50	88.97%
2015-16	6,625,363	1,224,525	339,478	876,982	33,986	7,278,398	4.50	88.88%
2016-17	6,915,818	1,467,353	368,985	902,055	34,392	7,815,709	4.50	89.30%
2017-18	7,315,913	1,468,600	361,549	971,773	33,844	8,140,448	4.50	89.00%
2018-19	7,355,511	1,518,606	358,789	1,008,085	34,792	8,190,029	4.70	88.70%

This information was obtained from the Kenai Peninsula Borough.

The Borough maintains taxing authority; the School District has no taxing authority.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

PROPERTY TAX RATES AND TAX LEVIES - DIRECT AND OVERLAPPING GOVERNMENTS  
 LAST TEN FISCAL YEARS  
 (Unaudited)

TAX RATE (MILLS)							
Fiscal Year	Borough	City of Homer	City of Kenai	City of Seldovia	City of Seward	City of Kachemak*	City of Soldotna
2009-10	4.50	4.50	4.00	4.60	3.12	1.00	1.65
2010-11	4.50	4.50	3.85	4.60	3.12	1.00	1.65
2011-12	4.50	4.50	3.85	4.60	3.12	1.00	0.65
2012-13	4.50	4.50	3.85	4.60	3.12	1.00	0.65
2013-14	4.50	4.50	4.35	4.60	3.12	1.00	0.50
2014-15	4.50	4.50	4.35	4.60	3.12	1.00	0.50
2015-16	4.50	4.50	4.35	4.60	3.12	1.00	0.50
2016-17	4.50	4.50	4.35	4.00	3.12	1.00	0.50
2017-18	4.50	4.50	4.35	4.00	3.12	1.00	0.50
2018-19	4.70	4.50	4.35	7.50	3.84	1.00	0.50

Taxes are payable when billed. Payment in full is due on or before October 15 and becomes delinquent thereafter. At the option of the taxpayer, taxes may be paid in two equal installments. If the taxpayer elects this option, the first on-half of the taxes payable must be paid on or before September 15. The second one-half taxes then become due on or before November 15 and become delinquent thereafter. If the first one-half of the taxes payable are not paid by September 15, payment of taxes in full becomes due on or before October 15.

This information was obtained from the Kenai Peninsula Borough.

\* Real Property Tax



KENAI PENINSULA BOROUGH SCHOOL DISTRICT

TABLE X

PRINCIPAL PROPERTY TAXPAYERS  
June 30, 2019  
(Unaudited)

Taxpayer	2019			2010		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value (1)	Rank	Percentage of Total Taxable Assessed Value
Hilcorp Alaska, LLC	\$ 821,982,330	1	10.04%	\$ -		
Furie Operating Alaska, LLC	243,139,330	2	2.97%			
Tesoro Alaska	196,200,841	3	2.40%	174,040,874	2	2.73%
Bluecrest Energy, Inc	120,769,650	4	1.47%	-		
CING Storage Alaska, LLC	102,691,688	5	1.25%	-		
Harvest Alaska	100,838,690	6	1.23%	-		
Cook Inlet Energy, LLC	90,670,500	7	1.11%	-		
Alaska Pipeline	72,711,797	8	0.89%	18,032,905	10	0.28%
Alaska Communications Systems	65,401,732	9	0.80%	-		
Enstar Natural Gass	46,853,128	10	0.57%	-		
ConocoPhillips, Inc.				169,064,892	3	2.65%
Union Oil/Unocal	-			201,163,700	1	3.16%
Marathon Oil Co.	-			152,571,000	4	2.40%
BP Exploration Alaska, INC.	-			68,108,560	6	1.07%
ACS of the Northland, Inc	-			76,958,349	5	1.21%
Agrium US, Inc	-			-		
XTO Energy, INC.	-			48,092,800	7	0.76%
Kenai Kachemak Pipeline	-			43,176,800	8	0.68%
Fred Meyer	-			18,711,998	10	0.29%
Totals	<u>\$ 1,861,259,686</u>		<u>22.73%</u>	<u>\$ 969,921,878</u>		<u>15.23%</u>

This information obtained from the Kenai Peninsula Borough.

Total Assessed value based on total

tax levy for FY2019 and FY2010 respectively.

\$ 8,190,029,000

\$ 6,369,098,000

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

PRINCIPAL EMPLOYERS  
June 30, 2019  
(Unaudited)

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The State of Alaska has passed legislation that prevents disclosure of the number of employees for each employer.

This information obtained from the Kenai Peninsula Borough.

## KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(Unaudited)**

Fiscal Year	Collected in the Fiscal Year of the Levy			Collections in Subsequent Years	Total Collections to Date	
	Total Tax Levy for Fiscal Year	Amount	Percentage of Levy		Amount	Percentage of Levy
2009-10	28,875,124	28,375,677	98.270%	496,252	28,871,929	99.989%
2010-11	29,058,274	28,630,610	98.528%	422,066	29,052,676	99.981%
2011-12	30,419,493	29,946,804	98.446%	466,750	30,413,554	99.980%
2012-13	30,823,497	30,382,636	98.570%	431,793	30,814,429	99.971%
2013-14	31,750,392	31,332,596	98.684%	408,301	31,740,897	99.970%
2014-15	31,685,014	31,142,025	98.286%	331,189	31,473,214	99.332%
2015-16	33,108,951	32,410,590	97.891%	683,265	33,093,855	99.954%
2016-17	35,591,917	35,157,568	98.780%	394,812	35,552,380	99.889%
2017-18	37,068,282	36,645,827	98.860%	309,371	36,955,198	99.695%
2018-19	38,941,185	38,535,145	98.957%	-	38,535,145	98.957%

This information was obtained from the Kenai Peninsula Borough.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS

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NO DEBT LIMIT IS MANDATED BY LAW

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This information was obtained from the Kenai Peninsula Borough.

## KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**RATIO OF NET AREA WIDE GENERAL BONDED DEBT TO ASSESSED VALUE AND  
NET BONDED DEBT PER CAPITA AND STUDENT CAPITA  
LAST TEN FISCAL YEARS  
(Unaudited)**

Fiscal Year	Population*	Average Daily Membership	Total Taxable Assessed Value	Net Bonded Debt Total Primary Government	Ratio of Net Bonded Debt To Assessed Value	Net Bonded Debt Per Capita	Net Bonded Debt Per Student Capita
2009-10	53,578	9,145	6,369,098,000	84,400,966	1.33%	1,575	9,229
2010-11	55,400	8,978	6,393,531,000	95,065,726	1.49%	1,716	10,589
2011-12	56,369	8,922	6,633,241,000	32,705,000	0.49%	580	3,666
2012-13	56,756	8,886	6,716,010,000	29,905,000 **	0.45%	527	3,365
2013-14	56,862	8,756	6,960,196,000	47,995,000 **	0.69%	844	5,481
2014-15	57,147	8,826	6,937,316,000	44,505,000 **	0.64%	779	5,042
2015-16	57,763	8,788	7,278,398,000	44,325,000 **	0.61%	767	5,044
2016-17	58,060	8,785	7,815,709,000	46,935,000 **	0.60%	808	5,343
2017-18	58,060	8,712	8,140,448,000	43,495,000 **	0.53%	749	4,993
2018-19	58,471	8,680	8,190,029,000	39,920,000 **	0.49%	683	4,599

This information was obtained from the Kenai Peninsula Borough.

\* Data provided by the State of Alaska Department of Community & Economic Development.

\*\* In fiscal year 2012 the Borough early adopted the GASB Statement 61, which changed accounting and financial reporting for Central Peninsula Hospital and South Peninsula Hospital. The debt is no longer presented as debt of the Primary Government.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**  
**COMPUTATION OF DIRECT AND OVERLAPPING DEBT**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

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This information is no longer available from the Kenai Peninsula Borough.

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

DEMOGRAPHIC AND ECONOMIC STATISTICS  
 YEAR ENDED JUNE 30, 2019  
 (Unaudited)

DEMOGRAPHIC DATA

Fiscal Year	Population *	Median Age **	School Enrollment (ADM)	Unemployment rate **
2010	53,578	39.4	9,145	9.80%
2011	55,400	40.6	8,978	10.00%
2012	56,369	40.6	8,922	9.50%
2013	56,756	41.4	8,886	8.60%
2014	56,862	40.0	8,756	8.00%
2015	57,147	40.5	8,826	7.80%
2016	57,763	40.0	8,788	7.80%
2017	58,060	40.6	8,785	6.80%
2018	58,024	41.4	8,712	5.80%
2019	58,471	41.4	8,680	7.70%

This information was obtained from the Kenai Peninsula Borough.  
 Personal income information is no longer available.

\* Data is provided by the State of Alaska Department of Community & Economic Development

\*\* Data is provided by the State of Alaska Department of Labor & Workforce Development and is the average rate for the previous calendar year. The Department has changed their method of calculating unemployment rates retroactive to 2001.

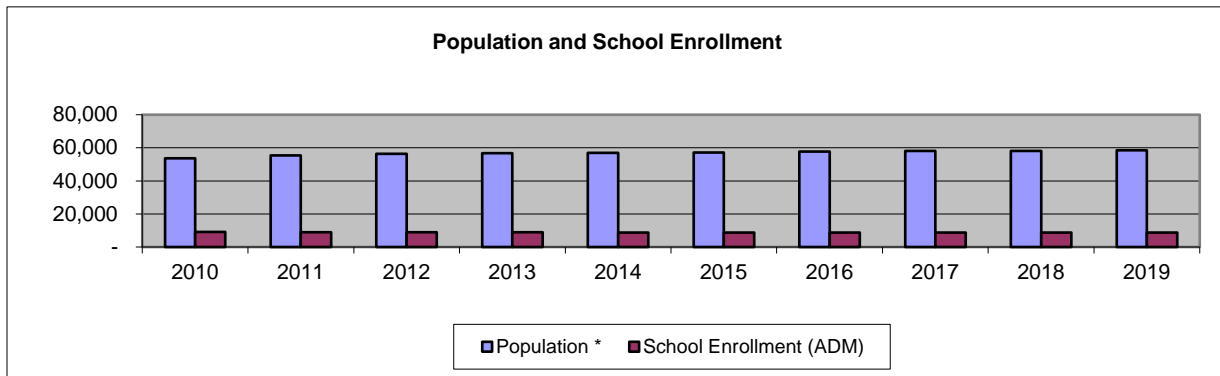
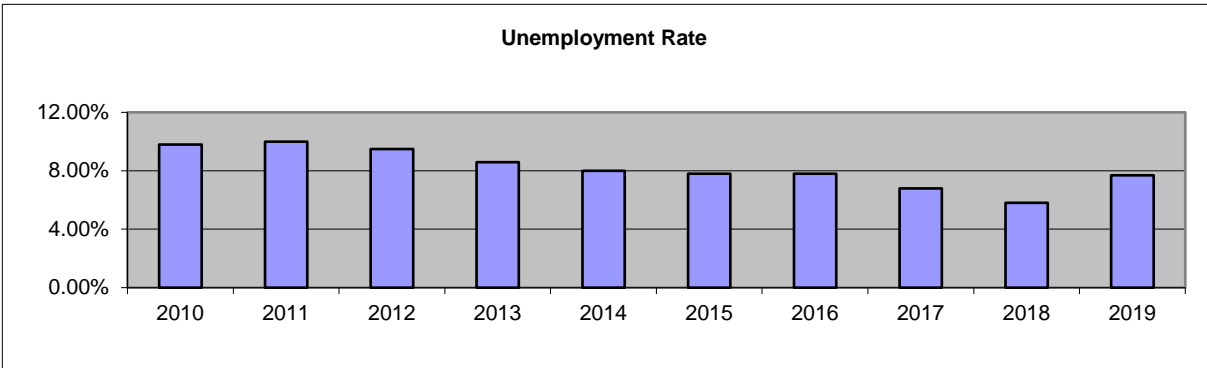


TABLE XVII

## KENAI PENINSULA BOROUGH SCHOOL DISTRICT

GENERAL FUND FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION  
 LAST TEN FISCAL YEARS  
 (Unaudited)

<i>Fiscal Year</i>	<i>Instruction</i>	<i>Special Education Instruction</i>	<i>Special Education Support Svcs - Student</i>	<i>Support Services Student</i>	<i>Support Services Instruction</i>	<i>School Administration</i>	<i>School Administration Support Services</i>	<i>District Administration</i>	<i>District Administration Support Services</i>	<i>Operations and Maintenance of Plant</i>	<i>Student Activity</i>	<i>Total FTE</i>
2009-10	555.17	172.48	45.05	45.46	25.80	39.35	57.46	5.00	36.00	86.18	2.50	1070.45
2010-11	546.82	178.06	45.08	45.34	24.61	39.80	55.32	5.00	37.50	85.57	2.93	1066.03
2011-12	546.78	213.92	47.06	46.83	26.35	40.00	54.45	5.00	36.50	85.69	2.40	1104.98
2012-13	544.23	216.08	45.21	47.71	31.62	41.18	54.38	5.00	36.50	84.88	2.24	1109.03
2013-14	551.63	215.77	44.57	46.31	32.68	39.43	59.36	5.00	36.50	85.66	2.80	1119.71
2014-15	547.14	213.28	46.47	45.86	30.57	39.07	56.16	5.00	38.50	85.28	2.70	1110.03
2015-16	542.89	228.70	42.71	45.48	29.84	39.32	55.70	5.00	38.75	84.78	2.60	1115.77
2016-17	529.60	232.13	42.80	44.41	26.77	37.67	54.99	5.00	36.25	85.23	2.60	1097.45
2017-18	509.24	230.20	41.36	44.86	26.94	38.50	54.37	5.00	34.25	75.76	2.60	1063.08
2018-19	518.77	222.76	43.79	45.03	15.88	38.60	69.23	5.00	31.50	74.89	2.00	1067.45

This information is obtained yearly from current staffing formula tables.



TABLE XVIII

KENAI PENINSULA BOROUGH SCHOOL DISTRICT

ALL FUNDS FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION  
 LAST TEN FISCAL YEARS  
 (Unaudited)

<i>Fiscal Year</i>	<i>Instruction</i>	<i>Special Education Instruction</i>	<i>Special Education Support Svcs Student</i>	<i>Support Services Student</i>	<i>Support Services Instruction</i>	<i>School Administration</i>	<i>School Administration Support Services</i>	<i>District Administration</i>	<i>District Administration Support Services</i>	<i>Operations and Maintenance of Plant</i>	<i>Student Activity</i>	<i>Food Service</i>	<i>Student Transportation</i>	<i>Total FTE</i>
2009-10	600.95	219.53	45.05	45.46	26.30	39.35	59.21	5.00	40.00	86.18	2.50	39.82	2.00	1211.35
2010-11	599.36	249.36	45.08	45.34	26.56	39.80	55.32	5.00	39.00	85.57	2.93	41.17	2.00	1236.49
2011-12	600.83	261.17	47.06	46.83	26.35	40.00	54.45	5.00	39.50	85.69	2.40	43.36	2.00	1254.64
2012-13	577.07	265.03	45.21	47.71	31.62	41.18	54.38	5.00	37.75	84.88	2.24	47.45	2.00	1241.52
2013-14	594.98	256.11	44.57	46.31	32.68	39.43	59.36	5.00	36.50	85.66	2.80	46.69	2.00	1252.09
2014-15	585.11	257.61	46.47	45.86	30.57	39.07	56.16	5.00	38.50	85.28	2.70	49.28	2.00	1243.61
2015-16	578.59	257.88	42.71	47.73	29.84	39.32	55.70	5.00	38.75	84.78	2.60	48.59	1.75	1233.24
2016-17	563.07	270.18	42.80	46.66	26.77	37.67	54.99	5.00	36.25	85.23	2.60	48.80	1.63	1221.65
2017-18	543.59	271.78	41.36	47.11	26.94	38.50	54.37	5.00	34.25	75.76	2.60	45.82	1.38	1188.46
2018-19	560.96	276.73	43.79	47.28	15.88	38.60	69.23	5.00	31.50	74.89	2.00	46.58	1.00	1213.44

\* Data not available at this time

This information is obtained yearly from current staffing formula tables.

**KENAI PENINSULA BOROUGH SCHOOL DISTRICT**  
**AVERAGE PER PUPIL GENERAL FUND OPERATING EXPENDITURES**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

Fiscal Year	Total Operating Expenditures	Operating Expenditures Percentage Increase (Decrease) Over Previous Year	Average Daily Membership Grades K-12	Operating Expenditures Per Student Capita	Operating Expenditures Per Student Capita Percentage Increase (Decrease) Over Previous Year
2009-10	121,798,918	0.02	9,145	13,319	0.03
2010-11	124,940,921	0.03	8,978	13,916	0.04
2011-12	138,995,990	0.11	8,922	15,579	0.12
2012-13	145,234,534	0.04	8,886	16,345	0.05
2013-14	149,334,044	0.03	8,756	17,054	0.04
2014-15	272,731,469	0.83	8,826	30,901	0.81
2015-16	142,197,864	(0.48)	8,788	16,181	(0.48)
2016-17	141,065,303	(0.01)	8,785	16,058	(0.01)
2017-18	139,502,630	(0.01)	8,712	16,013	0.00
2018-19	140,221,259	0.01	8,680	16,155	0.01

This information is obtained from the State of Alaska Department of Education & Early Development from the Annual Final Foundation Report.

## KENAI PENINSULA BOROUGH SCHOOL DISTRICT

**AVERAGE DAILY MEMBERSHIP AS COMPARED TO ASSESSED VALUATION  
SHOWING ASSESSED VALUATION SUPPORT PER STUDENT  
LAST TEN FISCAL YEARS  
(Unaudited)**

Fiscal Year	Average Daily Membership Grades K-12	Percentage Average Daily Membership Increase (Decrease) Over Previous Year	Total Taxable Assessed Valuation	Assessed Valuation Percentage Increase (Decrease) Over Previous Year	Assessed Valuation Support Per Student Capita
2009-10	9,145	-1.20%	6,369,098,000	6.74%	696,457
2010-11	8,978	-1.83%	6,393,531,000	0.38%	712,133
2011-12	8,922	-0.62%	6,633,241,000	3.75%	743,470
2012-13	8,886	-0.40%	6,716,010,000	1.25%	755,797
2013-14	8,756	-1.46%	6,960,196,000	3.64%	794,906
2014-15	8,826	0.80%	6,937,316,000	-0.33%	786,009
2015-16	8,788	-0.43%	7,244,412,000	4.43%	824,353
2016-17	8,785	-0.03%	7,815,709,000	7.89%	889,665
2017-18	8,712	-0.83%	8,140,446,000	4.15%	934,395
2018-19	8,680	-0.37%	8,190,029,000	0.61%	943,552

DATE OF INCORPORATION ~ January 1, 1964

AUTHORITY OF INCORPORATION ~ State of Alaska Borough Act of 1961

AREA ~ Approximately 25,600 square miles

Type of School	Number of Schools	ADM Enrollment
High Schools	6	1,949
Middle Schools	4	1,205
Elementary Schools	13	3,211
Combined Elem/High School	11	631
Charter Schools	4	732
Alternative Schools	4	181
Correspondence Schools	1	771
<b>Total</b>	<b>43</b>	<b>8,680</b>