Quarterly Update to Kenai Peninsula Borough Assembly

May 5, 2015

Joe Arness, Board President
Sean Dusek, Superintendent
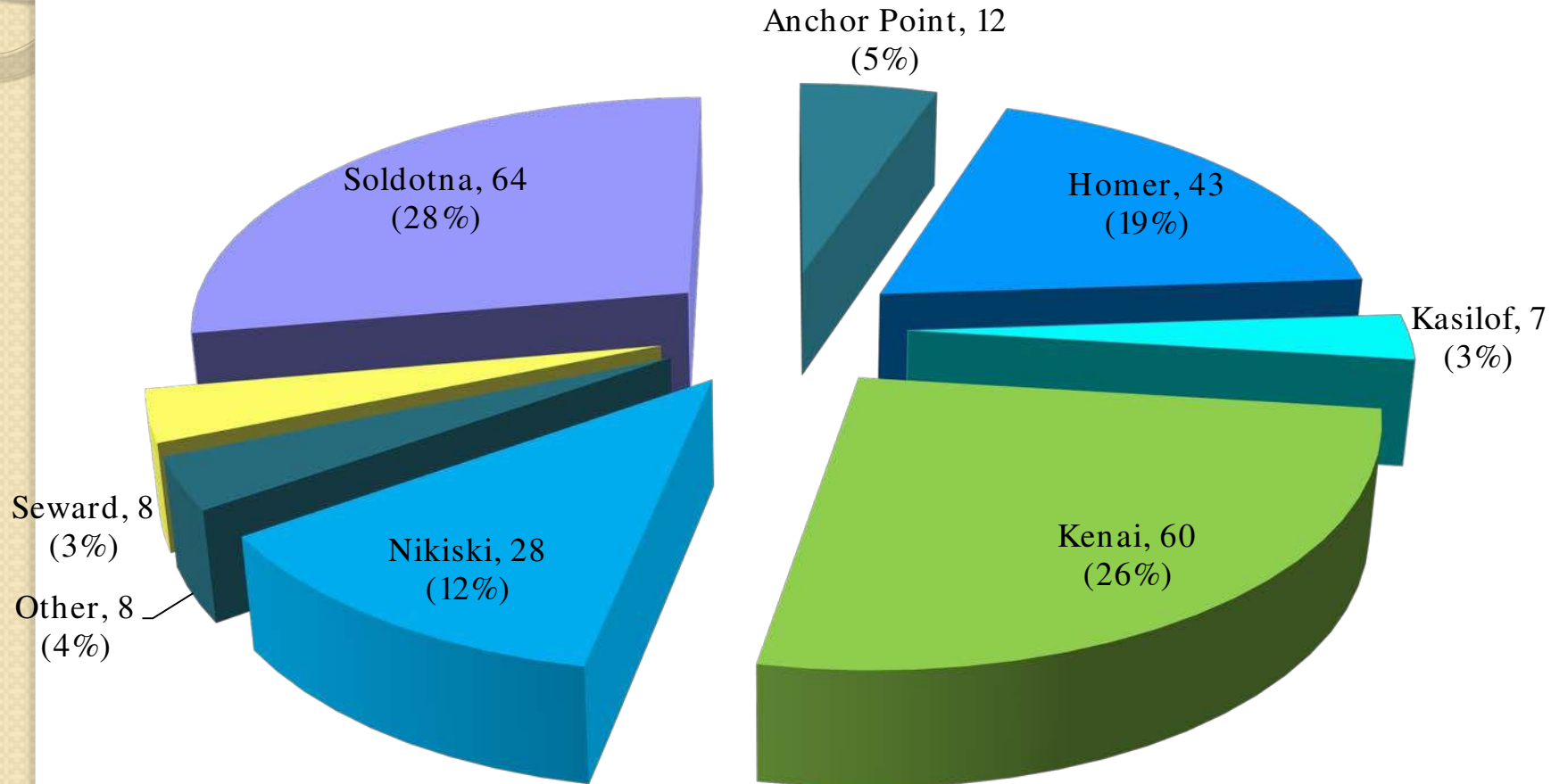
Tonight's Presentation
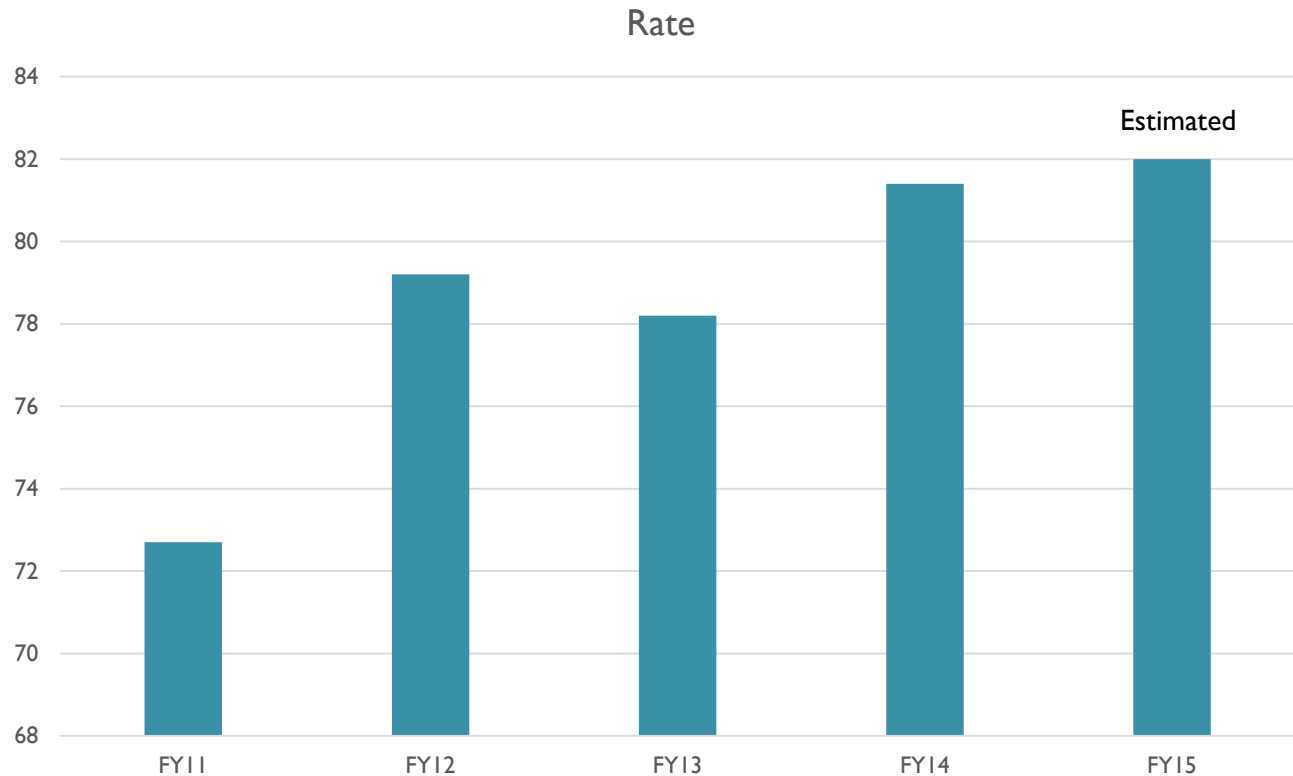
- Students

- Staff

- Finances

230 Students in Transition

SIT by City of Onset Residency as of 4/27/2015

Anchor Point, 12 (5%)

Homer, 43 (19%)

Kasilof, 7 (3%)

Kenai, 60 (26%)

Nikiski, 28 (12%)

Other, 8 (4%)

Seward, 8 (3%)

Soldotna, 64 (28%)

Graduation Rate Inching Up

Rate

Personnel- the ever shifting target

- 5 New Principals

(Homer Flex, Seward MS/Moose Pass, Redoubt Elem., Soldotna HS, Tebughna)

- Teachers – 34 retirements, 29 resignations

- Support Staff – 12 retirements

Budget Process

- Rolling Forward $167,439,473
- Approved reductions   ($ 1,800,275)
- Approved expenditures $165,639,198
- Revenues $157,477,453
  - State – One-Time cut
  - State – Senate cut
  - Borough - $44m
- Deficit   ($ 8,161,745)
- Fund Balance
  - Health Care – ($2,611,341)
  - Unassigned - ($5,550,404)

Budget Options

	Description	Current Approved	Current Legislature	Current Borough Proposal
Initial Deficit		($4,742,877)	($4,742,877)	($4,742,877)
State	One-time	($2,262,989)	($2,262,989)	($2,262,989)
	Senate		($1,155,879)	($1,155,879)
Deficit after State		($7,005,866)	($8,161,745)	($8,161,745)
Borough impact	Maximum	$4,238,432	$3,972,580	
	Current			$2,000,000
Total Deficit		($2,767,434)	($4,189,165)	($6,161,745)
Fund Balance Use				
Health Care		($2,611,341)	($2,611,341)	($2,611,341)
Unassigned		($156,093)	($1,577,824)	($3,550,404)

Bottom Line

- We continue to use our reserves and with the late adjustment by the legislature, more than we had planned in February

- Reserves have allowed us to present a balanced budget and more importantly provide stability to students, staff and community

- Discussion on next year's possible legislative adjustments already being discussed – expect larger cuts as State fiscal plan becomes clearer for FY17

- This will reduce the amount of possible Borough Assistance

- Reduction in services for FY16 due to PTR adjustment, district-wide reductions, operational reductions

- Goal of maintaining consistent level of service for District's students will require use of reserves.

Questions or Comments?