

Introduced by: Finance Director  
Drafted by: Finance Director  
Introduced on: 01/16/2020  
Public Hearing Date: 02/06/2020  
Adopted on: 02/06/2020

**KODIAK ISLAND BOROUGH  
ORDINANCE NO. FY2020-01B**

**AN ORDINANCE OF THE ASSEMBLY OF THE KODIAK ISLAND BOROUGH AMENDING ORDINANCE NO. FY2020-01, FISCAL YEAR 2020 BUDGET, BY AMENDING BUDGETS TO ACCOUNT FOR THE GOVERNOR'S 50% FUNDING CUT TO THE STATE AID FOR COSTS OF SCHOOL CONSTRUCTION DEBT PROGRAM.**

**WHEREAS**, the assembly adopted the fiscal year 2020 budget on May 23, 2019; and

**WHEREAS**, the adopted budget presumed the State of Alaska would fully fund the State Aid for Costs of School Construction Debt and the Borough would receive the normal reimbursement of \$5,263,053 (60-70% reimbursement of eligible bond interest and principal payments for the year); and

**WHEREAS**, the Borough received official notification from the State of Alaska Division of School Finance & Facilities that on June 28<sup>th</sup>, Governor Dunleavy reduced the program payments by 50%, thereby reducing the amount the Borough would receive to \$2,631,527; and

**WHEREAS**, the assembly desires to reduce the amount of money transferred from the Facility Fund to the Renewal & Replacement Fund by \$121,841; and

**WHEREAS**, the assembly desires to transfer \$417,596, which is 50% of the allowable 85% of the prior year's interest income, from the Facility Fund to the Debt Service Fund; and

**WHEREAS**, the Kodiak Island Borough School District received more revenue than anticipated and desires to return \$1,632,815 to the Borough in recognition of the economic challenges facing the community with the cut to the bond reimbursement program.

**NOW, THEREFORE, BE IT ORDAINED BY THE ASSEMBLY OF THE KODIAK ISLAND BOROUGH THAT:**

**Section 1:** This ordinance is NOT of permanent nature and shall NOT become a part of the Kodiak Island Borough Code of Ordinances.

**Section 2:** Fund 469 – Renewal & Replacement Fund is reduced by \$121,841 and Fund 276 - Facility Fund is increased by \$121,841.

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**Section 3:** Fund 276 - Facility Fund transfers \$417,596 to Fund 300 - Debt Service.

**Section 5:** Fund 201 – Education Support Fund transfers \$1,632,815 to Fund 300 – Debt Service.

**Effective Date:** This ordinance takes effect upon adoption.

**ADOPTED BY THE ASSEMBLY OF THE KODIAK ISLAND BOROUGH  
THIS SIXTH DAY OF FEBRUARY, 2020.**

KODIAK ISLAND BOROUGH

ATTEST:

  
\_\_\_\_\_  
William Roberts, Mayor

  
\_\_\_\_\_  
Tara Welinsky, Clerk

**VOTES:**

Ayes: Dvorak, Kavanaugh, Schroeder, Skinner, Symmons, Turner, Arndt  
Noes: