

**MEMORANDUM**

**TO:** Ron Long, Assembly President  
Members of the Kenai Peninsula Borough Assembly

**THRU:** John J. Williams, Borough Mayor  
Craig Chapman, Finance Director  
Bonnie L. Golden, Grants Manager

**FROM:** Bill Kopecky, Borough Maintenance Director

**COPY:** David Spence, School District Planning and Operations

**DATE:** November 8, 2006

**SUBJECT:** Ordinance No. 2006-19-34: An Ordinance accepting a \$262,500 grant from the State of Alaska and appropriating the grant amount and \$112,500 in matching funds to a capital project account for school HVAC control upgrades and \$11,064 in administrative service fees

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The Borough and School District requested funding from the State Legislature for upgrades to heating, ventilation, and air-conditioning (“HVAC”) controls for schools throughout the district. The Borough Administration was recently notified that grant funds in the amount of \$262,500 are available for this project. The grant requires matching funds of \$112,500. The School Revenue Capital Project fund has \$112,500 in its fund balance that is available for this project. The grant funds combined with the matching funds will provide a total of \$375,000 available for HVAC control upgrades. Additionally, the sum of \$11,064 will be made available from the School Revenue Capital Projects fund balance for the 3.04 percent administration fee, as the full \$375,000 is needed for the projects.

The schools identified to receive HVAC upgrades under this grant are Sears Elementary School, Seward High School, Soldotna High School, Kenai Middle School, and Cooper Landing Elementary School. Because this is a state grant specifically designated in legislation for this purpose and is considered a capital improvement project by the state, it will not be considered in the school district cap formula.

Attachment: Ordinance

<b>FINANCE DEPARTMENT FUNDS VERIFIED</b>	
Acct. No. _____	
Amount _____	
By: _____	Date: _____