

Ketchikan Gateway Borough
Preliminary FY 2012 Summary of Revenue and Appropriations
School Bond/Capital Improvement Fund - 713

DESCRIPTION	FY 10 ACTUAL	FY 11			FY 12 BUDGET	FY 12 - FY 11 EST.	
		ADOPTED	FINAL	ESTIMATED		\$	%
Fund Balance - July 1	1,511,824	1,535,765	1,535,765	1,535,765	2,183,486	647,721	42%
Revenues:							
4040 Sales Tax - 1/2 Cent	1,583,001	1,427,700	1,427,700	1,348,000	1,300,820	(47,180)	-4%
4050 Sales Taxes - Out of City				235,000	226,775	(8,225)	-4%
4080 Penalty & Interest	15,833	5,000	5,000	15,000	15,000	-	
4250 Reimbursement	1,946,454	1,524,901	1,524,901	1,524,901	2,196,374	671,473	44%
4305 Interest Income	12,471	20,000	20,000	20,000	20,000	-	
4390 Miscellaneous Revenue	99	-	-	-	-	-	
4450 Interfund Transfers	214,014	-	-	-	-	-	
Total Revenues	3,771,872	2,977,601	2,977,601	3,142,901	3,758,969	616,068	20%
Appropriations:							
6030 Publishing Expense	207	-	-	-	-	-	
6090 Contractual Services	795	-	-	-	-	-	
6140 Debt Expense	3,008,244	2,178,430	2,178,430	2,178,430	3,137,677	959,247	44%
6540 Capital Improvements	176,637	151,750	151,750	151,750	1,990,357	1,838,607	1212%
6600 Interfund Transfers	562,048	165,000	165,000	165,000	525,937	360,937	219%
Total Appropriations	3,747,931	2,495,180	2,495,180	2,495,180	5,653,971	3,158,791	1475%
Revenue over (under) Expenditures	23,941	482,421	482,421	647,721	(1,895,002)	(2,542,723)	-393%
Unreserved Fund Balance-June 30	1,535,765	2,018,186	2,018,186	2,183,486	288,484	(1,895,002)	-87%

The required local share for school construction and capital projects carried out by the Ketchikan Gateway Borough is 30% based on the following formula applicable to all 34 municipal districts:

<u>Property Values ÷ # of Students</u>	<u>Local Required Share</u>
\$1 to \$150,000	5 percent
\$150,001 to \$275,000	10 percent
\$275,001 to \$500,000	20 percent
\$500,001 to \$800,000	30 percent
over \$800,000	35 percent

Because of declining enrollment, the KGB is nearing the 35% local share threshold. Going from the 30% local share category (30 cents of every dollar) to the 35% local share category (35 cents of every dollar) represents a 16.7% increase in the local share. In contrast, the required local share for Alaska's 19 regional educational attendance areas is a flat rate of two percent regardless of fiscal capacity.