

Fiscal Note	
Kenai Peninsula Borough Fiscal Year 2026	Ordinance/Resolution: Ord 2025- 16 Fiscal Note Number: 2026-003 Publish Date:
Title: AMENDING KPB 5.18.115 TO INCREASE THE RESIDENTIAL PROPERTY TAX EXEMPTION FROM \$50,000 TO \$75,000 SUBJECT TO VOTER APPROVAL. Effective January 1, 2026.	Department: Assembly

Sponsor: Baisden

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

	Current Year Estimate	Out-Year Cost Estimates	
	Current Year	Year2	Year 3
Operating Expenditures	TY2025 (FY26)	TY2026 (FY27)	TY2027 (FY28)
Personnel	\$ 9,500	\$ -	\$ -
Supplies	-		
Services/Postage	21,840	-	-
Capital Outlay	-		
Other	-		
Total Operating	\$ 31,340	\$ -	\$ -

Revenue Sources			
Borough wide	See Separate Chart		
Total	\$ -	\$ (1,941,746)	\$ (1,941,746)

Number of Positions			
Full-Time			
Part-Time			
Temporary	1		

Estimated Supplemental

Funding: 31,340

ASSOCIATED REGULATIONS

☒ Y ☐ N (circle one)

Will the legislation result in procedural or regulation changes within a department?

If yes, by what date are the regulations to be adopted, amended or repealed? 1/1/2026

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Harbaugh, Brandi

Digitally signed by Harbaugh,
Brandi
Date: 2025.07.01 16:19:49 -08'00'

KENAI PENINSULA BOROUGH
ESTIMATED IMPACT OF INCREASING RESIDENTIAL EXEMPTION FROM 50K to 75K

Service Area	Total Taxable Value before change in residential exemption	Reduction in Taxable Value as a result of increasing residential exemption from 50K to 75K	FY2026 Mill Rate	Estimated Reduction in Revenue as a result of increasing residential exemption from 50K to 75K
Bear Creek Fire SA	289,777,415	8,055,600	3.25	\$ 26,180.70
Central Emergency Services Area	4,044,827,535	118,178,900	2.95	348,627.76
Central Kenai Peninsula Hospital SATax Year 2018 & Prior Debt	7,187,361,776	163,403,600	-	-
Central Kenai Peninsula Hospital SATax Year 2019 & Future	7,352,960,965	165,000,100	0.01	1,650.00
Central Peninsula Emergency Med	9,690,647	25,000	1.00	25.00
Kachemak Emergency Service Area	643,620,514	23,111,600	3.26	75,343.82
Road Service Area	7,842,017,660	182,528,400	1.30	237,286.92
Nikiski Fire SA	2,146,581,768	21,770,700	2.45	53,338.22
Nikiski Senior SA	2,023,321,143	18,949,200	0.25	4,737.30
North Peninsula Recreation Area	2,196,796,978	21,770,700	1.15	25,036.31
Seward/Bear Creek Flood SA	695,050,295	14,004,300	1.00	14,004.30
South Kenai Peninsula Hospital SATax Year 2018 & Prior Debt	2,935,173,627	72,765,700	0.34	24,740.34
South Kenai Peninsula Hospital SATax Year 2019 & Future	2,869,433,866	72,078,200	1.12	80,727.58
Seldovia RSA	93,203,281	1,408,400	1.00	1,408.40
Western Emergency Services Area	901,373,197	20,120,700	3.15	63,380.21
General Fund	11,271,548,986	255,911,400	3.85	985,258.89
				\$ 1,941,745.73

July 1, 2025, based on TY25 (FY26) Certified Values