

Introduced by:	Mayor
Date:	05/06/25
Hearings:	05/20/25, 06/03/25 & 06/17/25
Action:	Enacted as Amended
Vote:	8 Yes, 1 No, 0 Absent

**KENAI PENINSULA BOROUGH
ORDINANCE 2025-19**

AN ORDINANCE APPROPRIATING FUNDS FOR FISCAL YEAR 2026

WHEREAS, Alaska Statute 29.35.100 requires a municipality's governing body to establish the manner for the preparation and submission of the budget and capital program; and

WHEREAS, KPB 05.04.020 requires that the Mayor present a budget proposal to the Assembly for the next fiscal year during or prior to the eighth week preceding the first day of the fiscal year; and

WHEREAS, KPB 1.12.010 and KPB 5.04.050 require two public hearings on the annual budget proposal;

NOW, THEREFORE, BE IT ORDAINED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

SECTION 1. This is a non-code ordinance.

SECTION 2. That \$108,549,711 is appropriated in the General Fund for the fiscal year beginning July 1, 2025 and ending June 30, 2026 as follows:

General Government Operations	\$22,647,635
Transfer to School District for Operations and In-kind Services	\$62,359,080
Transfer to School Debt Service	4,948,328
Transfer to Special Revenue Funds:	
Solid Waste	11,485,368
Post-Secondary Education	999,300
911 Communications Fund	150,000
Eastern Peninsula Highway Emergency Service Area	310,000
Transfer to Capital Projects Funds:	
School Revenue	4,100,000
General Government	150,000
Solid Waste	1,400,000

SECTION 3. The following is appropriated to the School Fund from local sources for operations purposes and in-kind services:

A. Local Effort	\$46,878,229
B. Maintenance	9,688,754
C. School District Utilities	81,600
D. School District Insurance	5,398,898
E. School District Audit	166,908
F. Custodial Services	<u>144,691</u>
Total Local Contribution per AS 14.17.410	<u>\$62,359,080</u>

SECTION 4. Disbursements from Section 2 item (A) shall be made monthly, and only as needed to supplement other revenues available and received by the school district to fund the operations portion of the school district budget. Any available balance remaining at the end of the fiscal year shall then be disbursed to the school district, provided that the total amount disbursed shall not exceed the amount allowed under AS 14.17.410 as determined after actual enrollment numbers are known.

SECTION 5. That the appropriations for the Special Revenue Funds for the fiscal year beginning July 1, 2025 and ending June 30, 2026 are as follows:

Nikiski Fire Service Area	\$7,656,509
Bear Creek Fire Service Area	1,119,641
Western Emergency Service Area	3,282,481
Central Emergency Service Area	15,055,545
Central Peninsula Emergency Medical Service Area	10,832
Kachemak Emergency Service Area	2,359,380
Eastern Peninsula Highway Emergency Area	359,615
Seward Bear Creek Flood Service Area	636,815
911 Communications	4,270,999
Kenai Peninsula Borough Road Service Area	9,966,784
Engineer's Estimate Fund	22,550
North Peninsula Recreation Service Area	3,110,583
Seldovia Recreational Service Area	82,380
Post-Secondary Education	999,300
Land Trust	2,005,310
Nikiski Senior Service Area	511,875
Solid Waste	13,252,150
Central Kenai Peninsula Hospital Service Area	4,904,340
South Kenai Peninsula Hospital Service Area (Prior Debt Fund 601)	1,490,419
South Kenai Peninsula Hospital Service Area (Operations Fund 602)	2,600,847

SECTION 6. That \$4,948,328 is appropriated in the School Debt Service Fund for the fiscal year beginning July 1, 2025 and ending June 30, 2026.

SECTION 7. That \$1,636,438 is appropriated in the Central Emergency Services Debt Service Fund for the fiscal year beginning July 1, 2025 and ending June 30, 2026.

SECTION 8. That \$85,855 is appropriated in the Bear Creek Fire Service Area Debt Service Fund for the fiscal year beginning July 1, 2025 and ending June 30, 2026.

SECTION 9. That \$4,266,949 is appropriated in the Central Kenai Peninsula Hospital Service Area Debt Service Fund for the fiscal year beginning July 1, 2025 and ending June 30, 2026.

SECTION 10. That \$1,490,419 is appropriated in the South Kenai Peninsula Hospital Service Area Debt Service Fund for the fiscal year beginning July 1, 2025 and ending June 30, 2026.

SECTION 11. That appropriations for the Capital Projects Funds for the fiscal year beginning July 1, 2025 and ending June 30, 2026 are as follows:

School Revenue	\$4,124,000
General Government	\$408,000
911 Communications	40,200
Solid Waste	1,200,000
Service Areas:	
Nikiski Fire	510,000
Bear Creek	45,000
Western Emergency Services	160,000
Central Emergency Services	775,000
Kachemak Emergency Services	310,000
North Peninsula Recreation	685,000
Road Service Area	1,395,000
South Kenai Peninsula Hospital	2,226,819

SECTION 12. That appropriations for the Internal Service Funds for the fiscal year beginning July 1, 2025 and ending June 30, 2026 are as follows:

Insurance and Litigation	\$8,186,775
Health Insurance Reserve	8,492,700
Equipment Replacement	850,000

SECTION 13. That the FY2026 budget of the Kenai Peninsula Borough, as submitted to the Assembly on May 6, 2025, is incorporated as a part of this ordinance to establish the appropriations assigned to the various departments and accounts and the positions authorized therein.

SECTION 14. That funds reserved for outstanding encumbrances as of June 30, 2025 are reappropriated for the fiscal year beginning July 1, 2025 and ending June 30, 2026.

SECTION 15. That the Salary Range Schedule for Appendix A Personnel presented in the budget document is approved.

SECTION 16. That the fee schedule presented in the budget document is approved.

SECTION 17. Notwithstanding KPB 5.22.040, which provides that grant funds for senior citizen centers and adult day care centers will be distributed proportionately to the number of persons served by each existing center in relation to the total number being served by all centers that have applied for funding, the grant funds distributed pursuant to KPB Chapter 5.22 will be distributed as set out in this ordinance for FY26.

SECTION 18. If any provision of this ordinance or its application is determined to be invalid, the remaining provisions shall continue in full force and effect.

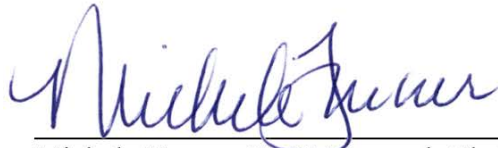
SECTION 19. That this ordinance takes effect at 12:01 a.m. on July 1, 2025.

ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 17TH DAY OF JUNE, 2025.

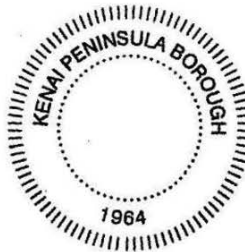


Peter Ribbens, Assembly President

ATTEST:



Michele Turner, CMC, Borough Clerk



Yes: Baisden, Cox, Cooper, Ecklund, Dunne, Johnson, Morton, Ribbens

No: Tunseth

Absent: None