



KENAI PENINSULA BOROUGH FY2022 MAYOR PROPOSED BUDGET

UPDATED JUNE 1, 2021



GENERAL FUND – PAGE 57

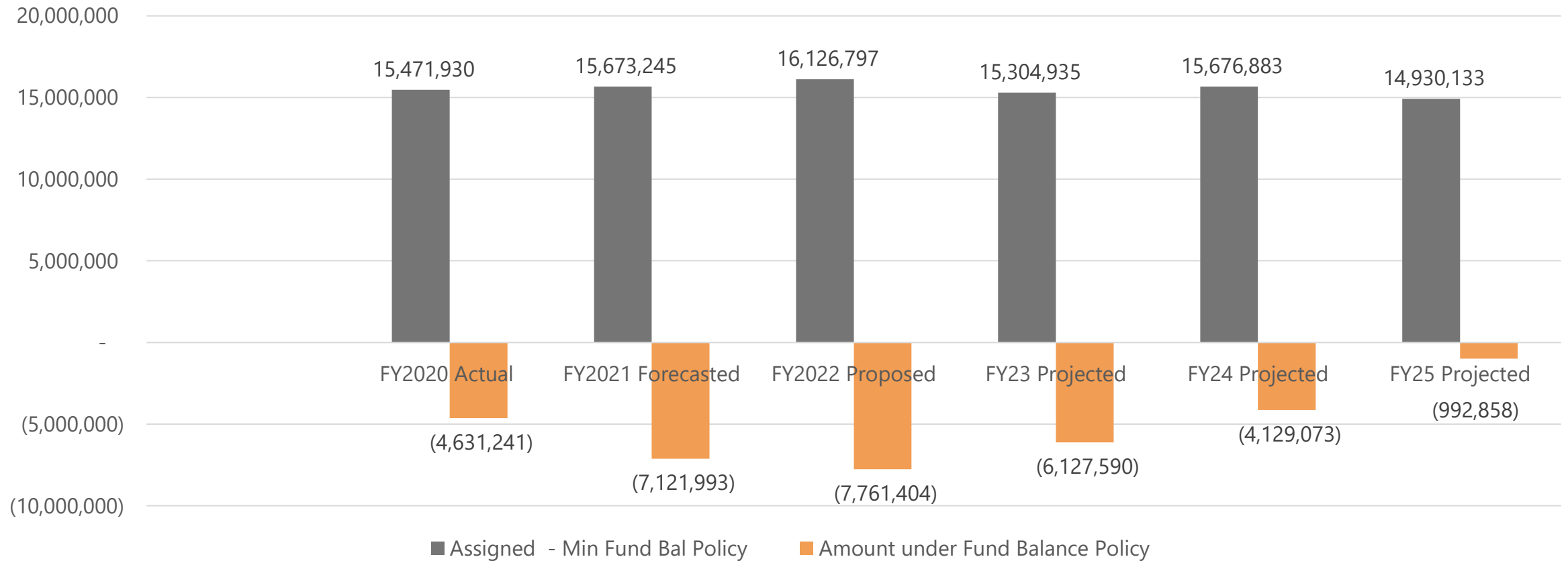
General Fund	FY2020 Actual	FY2021 Forecasted	FY2022 Proposed	FY23 Projected	FY24 Projected	FY25 Projected
Revenues	83,856,938	76,204,902	78,595,220	79,385,129	79,811,275	80,985,604
Expenditures	84,854,928	83,775,901	87,776,043	80,548,887	78,274,194	79,452,939
Beginning Fund Balance	26,902,611	25,904,621	19,311,521	11,108,597	10,756,791	13,127,256
Net results in Operations	(997,990)	(7,570,999)	(9,180,823)	(1,163,758)	1,537,081	1,532,665
Projected lapse	-	977,899	977,899	811,952	833,384	856,800
Ending fund balance	25,904,621	19,311,521	11,108,597	10,756,791	13,127,256	15,516,721

Nonspendable	2,469,391	9,446	9,446	9,446	9,446	9,446
Restricted	91,000	70,000	70,000	70,000	70,000	70,000
Committed	1,616,385	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Assigned - Min Fund Bal Policy	15,471,930	15,673,245	16,126,797	15,304,935	15,676,883	14,930,133
Assigned - Subsequent yr use of FB	10,887,156	9,180,823	1,163,758	-	-	-
unassigned	-	-	-	-	-	-
Amount under Fund Balance Policy	(4,631,241)	(7,121,993)	(7,761,404)	(6,127,590)	(4,129,073)	(992,858)

GENERAL FUND

CONTINUED LAG IN STX WITH NO CORONAVIRUS RECOVERY FUNDS

General Fund Minimum Fund Balance Policy



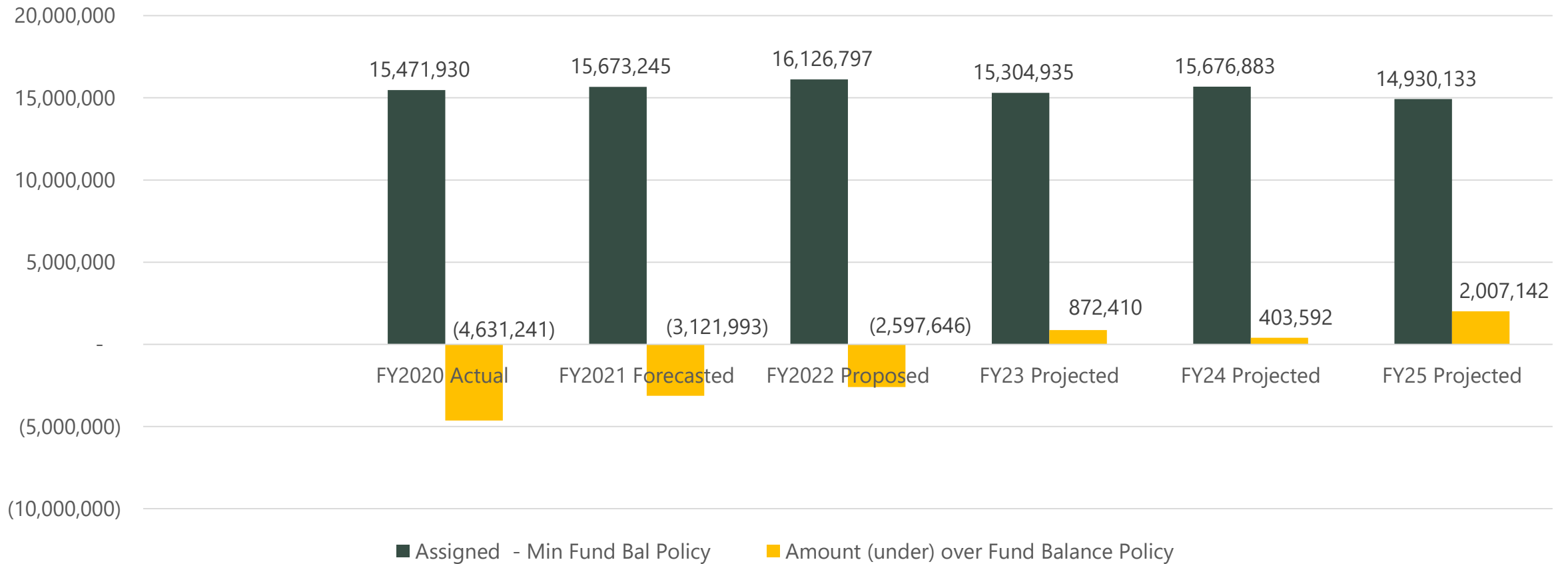
GENERAL FUND

General Fund	FY2020 Actual	FY2021 Forecasted	FY2022 Proposed	FY23 Projected	FY24 Projected	FY25 Projected
Revenues	83,856,938	76,204,902	82,595,220	83,385,129	79,811,275	80,985,604
Expenditures	84,854,928	83,775,901	87,776,043	81,548,887	79,274,194	82,452,939
Beginning Fund Balance	26,902,611	25,904,621	19,311,521	15,108,597	17,756,791	19,127,256
Net results in Operations	(997,990)	(7,570,999)	(5,180,823)	1,836,242	537,081	(1,467,335)
Projected lapse	-	977,899	977,899	811,952	833,384	856,800
Ending fund balance	25,904,621	19,311,521	15,108,597	17,756,791	19,127,256	18,516,721
<i>*Assuming \$8 million Coronavirus recovery grant funds, provides for 46M in Ed contribution in FY23-24 and 48M in FY25</i>						
Nonspendable	2,469,391	9,446	9,446	9,446	9,446	9,446
Restricted	91,000	70,000	70,000	70,000	70,000	70,000
Committed	1,616,385	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Assigned - Min Fund Bal Policy	15,471,930	15,673,245	16,126,797	15,304,935	15,676,883	14,930,133
Assigned - Subsequent yr use of FB	10,887,156	5,180,823	-	-	1,467,335	-
unassigned	-	-	-	872,410	403,592	2,007,142
Amount (under) over Fund Balance	(4,631,241)	(3,121,993)	(2,597,646)	872,410	403,592	2,007,142

GENERAL FUND

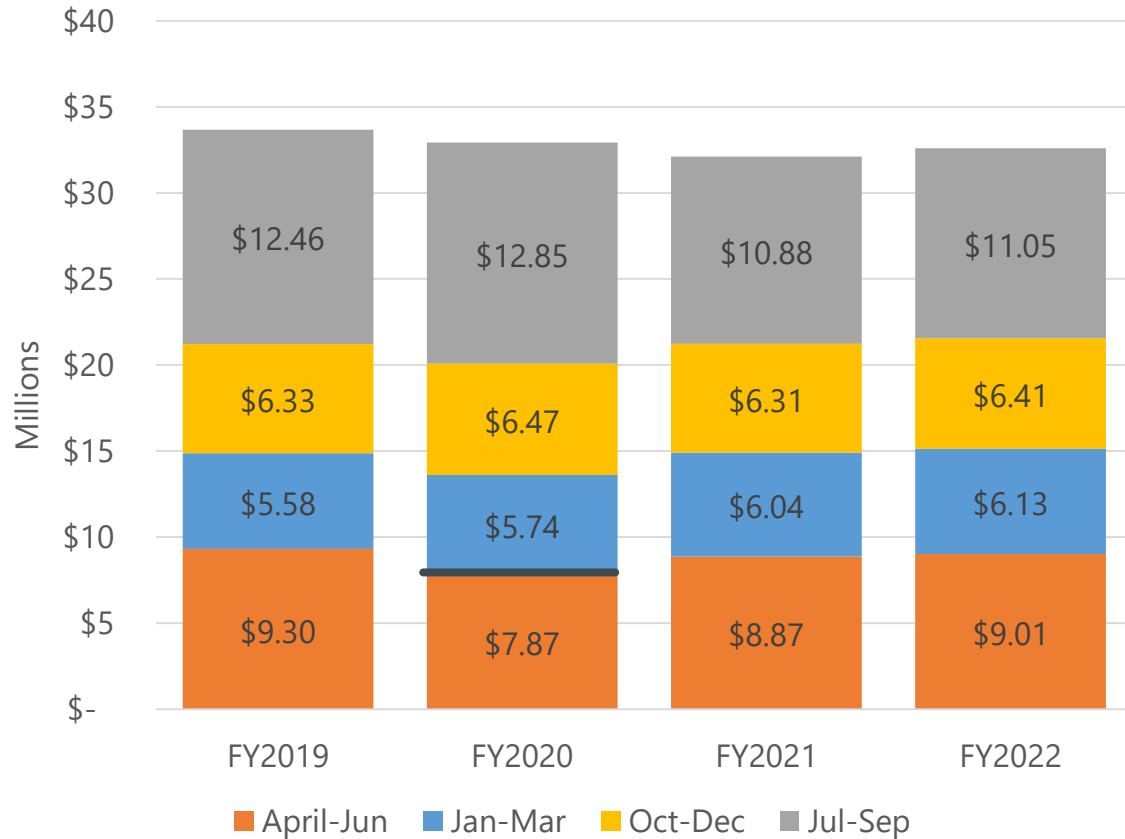
WITH 8M IN CORONAVIRUS RECOVERY FUNDS

General Fund Minimum Fund Balance

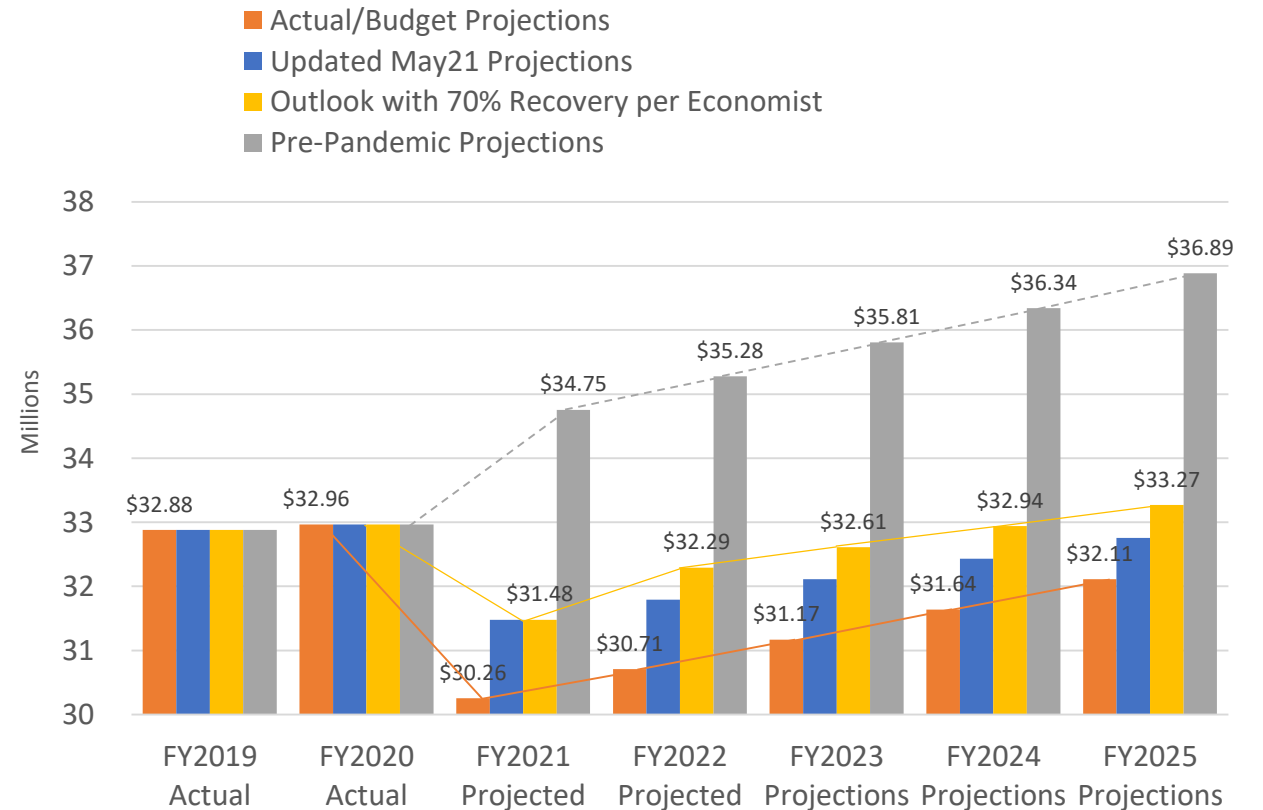


SALES TAX REVENUES

Sales Tax Revenue:



Sales Tax Revenues Projections FY2019-FY2025



GENERAL FUND

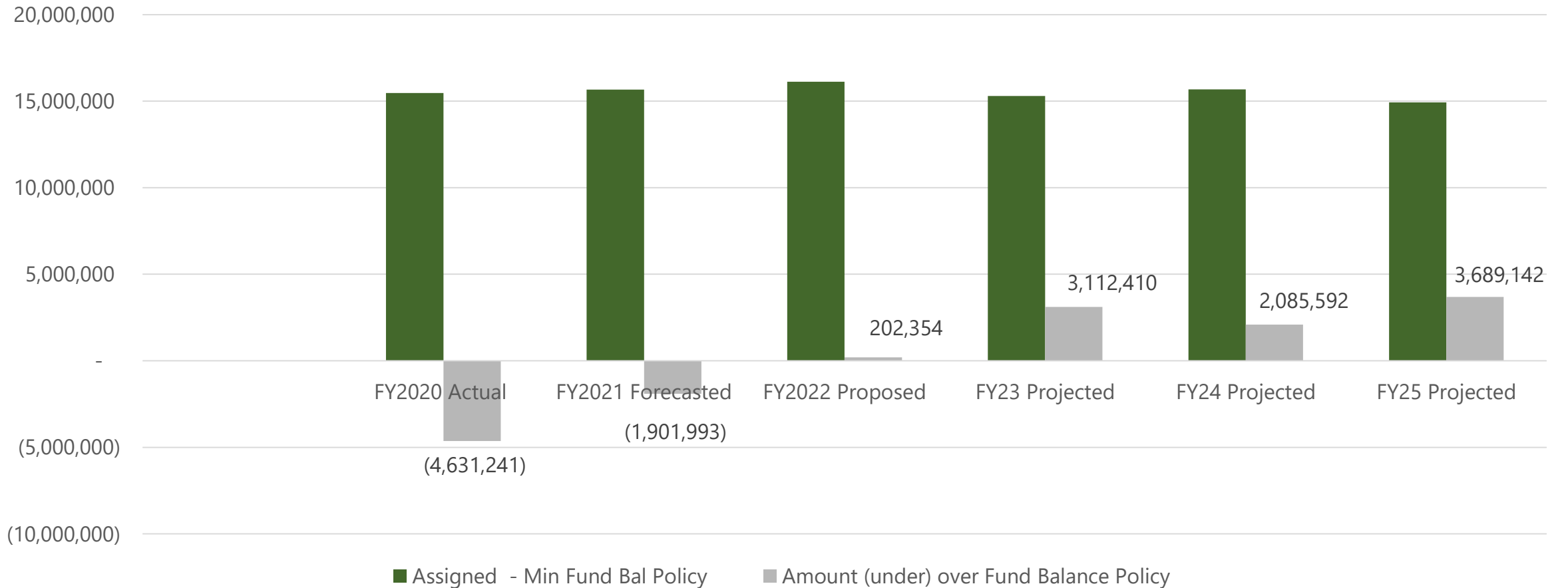
WITH 8M IN CORONAVIRUS RECOVERY FUNDS + 70% FY2022 RECOVERY IN STX
 PROVIDES FOR \$48M IN FY2022-FY2025

	FY2020	FY2021	FY2022	FY23	FY24	FY25
General Fund	Actual	Forecasted	Proposed	Projected	Projected	Projected
Revenues	83,856,938	77,424,902	84,175,220	84,825,129	80,607,275	81,631,604
Expenditures	84,854,928	83,775,901	87,776,043	83,548,887	81,274,194	82,452,939
Beginning Fund Balance	26,902,611	25,904,621	20,531,521	17,908,597	19,996,791	20,163,256
Net results in Operations	(997,990)	(6,350,999)	(3,600,823)	1,276,242	(666,919)	(821,335)
Projected lapse	-	977,899	977,899	811,952	833,384	856,800
Ending fund balance	25,904,621	20,531,521	17,908,597	19,996,791	20,163,256	20,198,721
Nonspendable	2,469,391	9,446	9,446	9,446	9,446	9,446
Restricted	91,000	70,000	70,000	70,000	70,000	70,000
Committed	1,616,385	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Assigned - Min Fund Bal Policy	15,471,930	15,673,245	16,126,797	15,304,935	15,676,883	14,930,133
Assigned - Subsequent yr use of FB	10,887,156	3,600,823	-	666,919	821,335	-
unassigned	-	-	202,354	2,445,491	2,085,592	3,689,142
Amount (under) over Fund Balance	(4,631,241)	(321,993)	202,354	2,445,491	2,085,592	3,689,142

GENERAL FUND

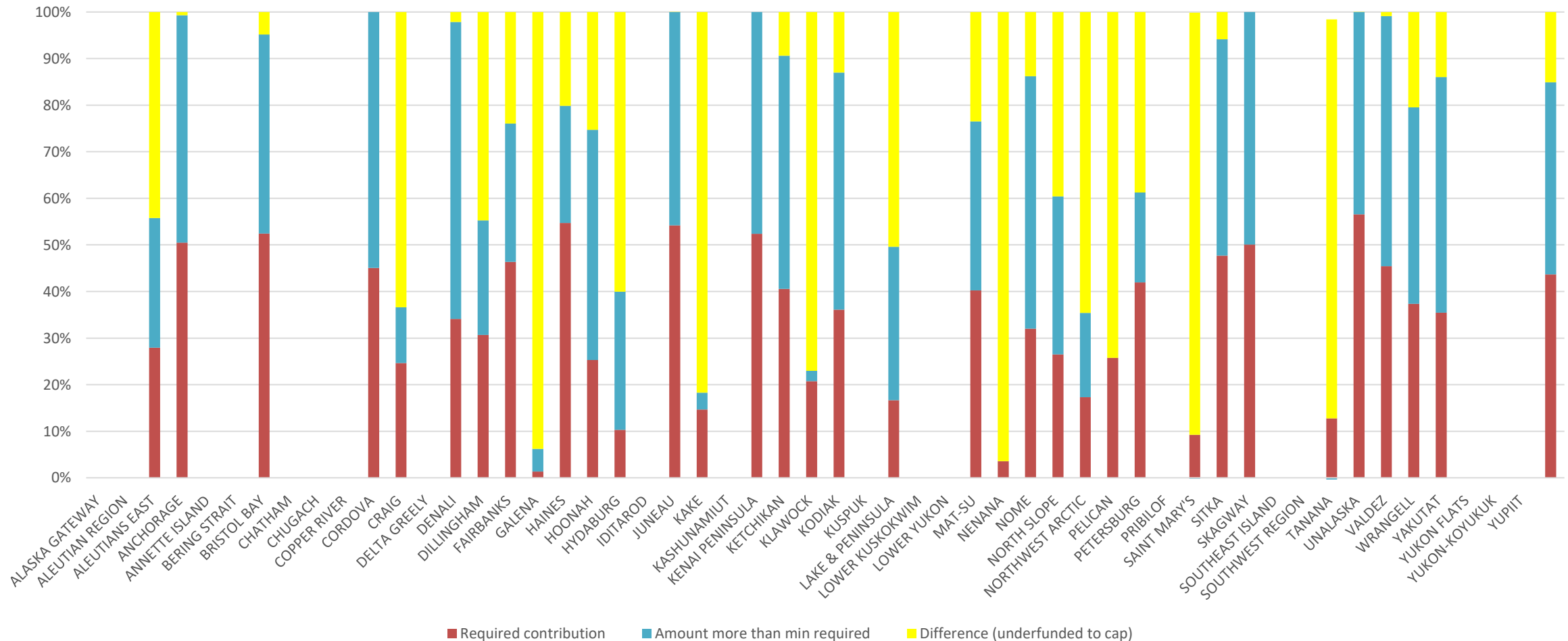
***Updated Sales Tax Revenues to include actuals for March 2021 and 70% recovery from FY20 to FY22, with future inflation of 1.5% + Coronavirus Recovery Funds of \$4M in FY2022 and \$4M in FY2023.**
*** Assuming \$48M in local School District contributions for FY22-FY25**

General Fund Minimum Fund Balance



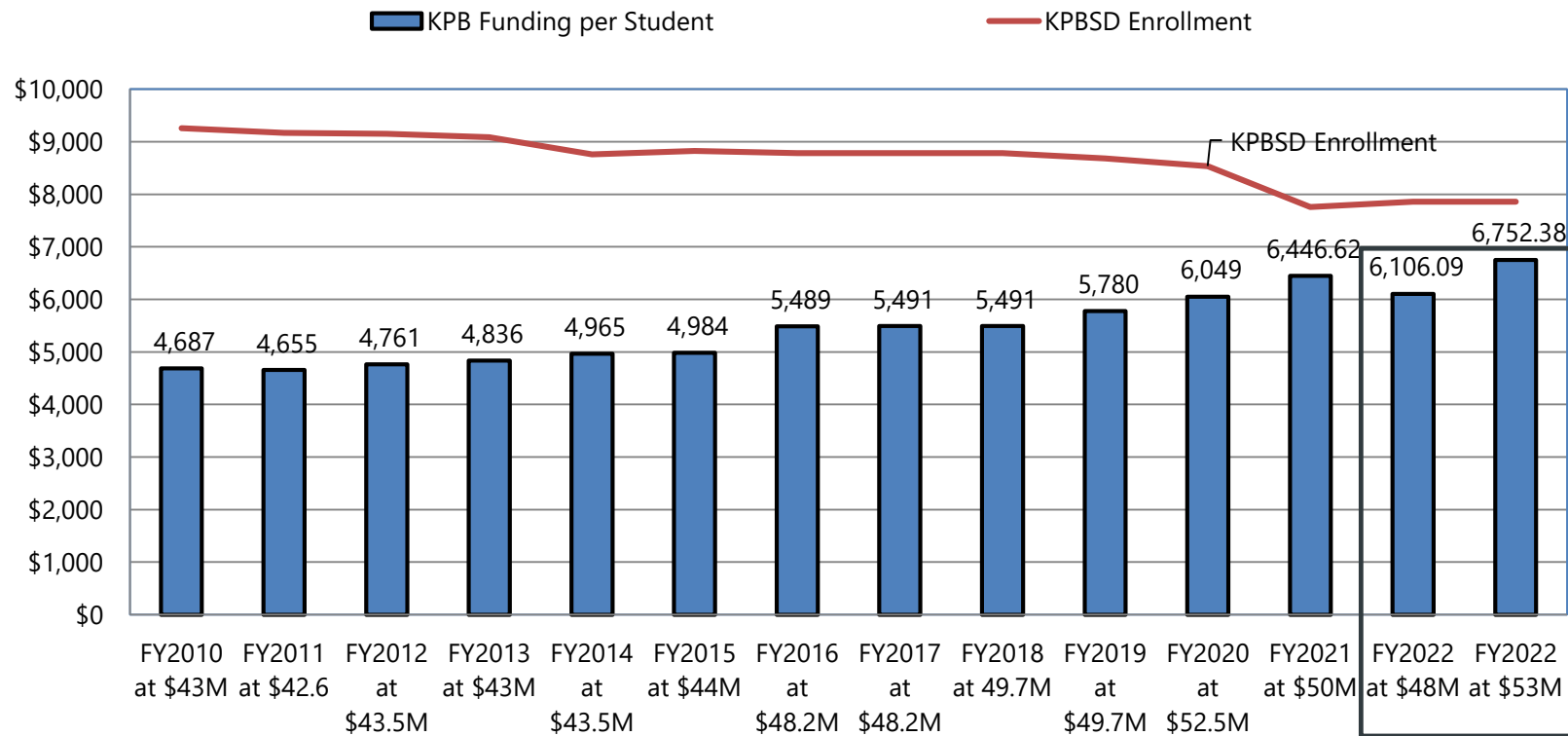
LOCAL FUNDING BY BOROUGHES IN ALASKA

ACTUAL CONTRIBUTION AND AMOUNT UNDER CAP AS A PERCENTAGE



LOCAL CONTRIBUTION FUNDING PER STUDENT

**Kenai Peninsula Borough
Local Contribution Funding per Student
FY2010 to FY2022 with What-if projection**



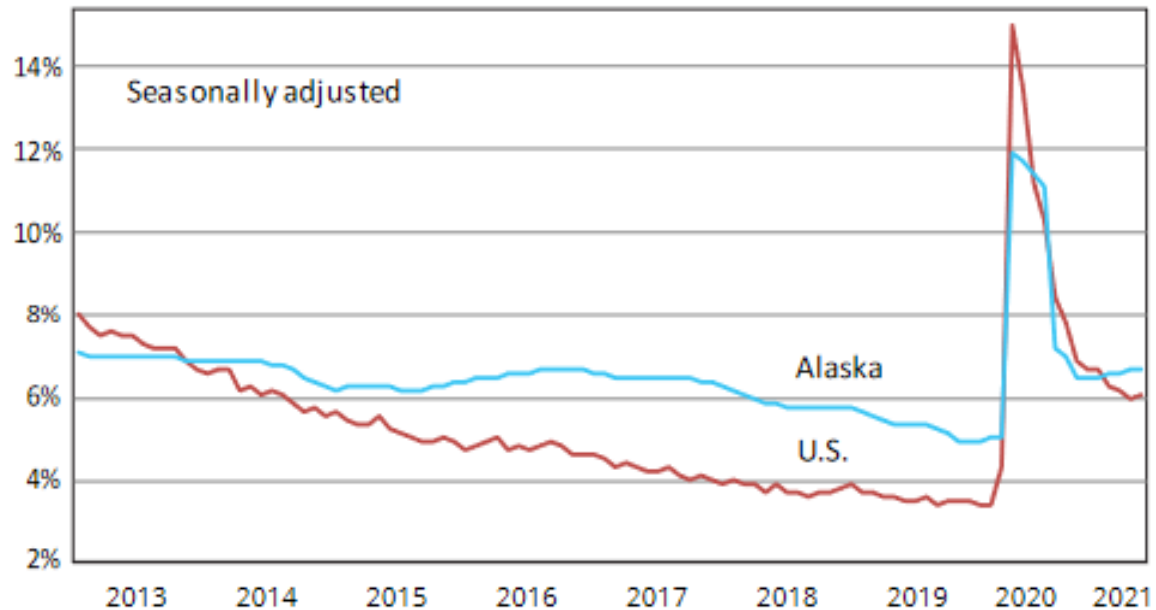
- Local funding at \$48M would be 4% lower than FY2021 and 8.5% lower than FY2020.
- Local funding at \$53M would be 6% higher than FY2021 and 1% higher than FY2020.
- Enrollment is projected to be 8% down from FY2020.

UNEMPLOYMENT AND OTHER

Source: State of Alaska Department of Labor, May 21, 2021 No. 21-18

Unemployment Rates, Alaska and U.S.

January 2013 to April 2021



Sources: Alaska Department of Labor and Workforce Development, Research and Analysis Section; and U.S. Bureau of Labor Statistics

State Debt Reimbursement:

- currently proposed to provide 50% of the 70% allowance, **\$1,284,544 reduction, legislature may fund in full.**

State legislative efforts to provide for:

- Additional community assistance (revenue sharing)
- Funding for communities that were disproportionately impacted by the pandemic
- Additional funds for cruise ship communities
- Additional shared fish tax for coastal communities