

KENAI PENINSULA BOROUGH PROPOSED BUDGET

FY2024 Mayor Proposed Budget

May 2, 2023



Parts of the Budget

• **Introduction**

• **General Fund**

• **Capital Project
Funds**

• **Internal Service
Funds**

• **Overview**

• **Special Revenue
Funds**

• **Debt Service Funds**

• **Appendix**

Boroughwide

FY24 Boroughwide Budgetary Highlights

A renewed effort to work with service area boards and residents to understand and support the needs of the Borough Service Areas at the lowest cost possible to their residents.

Reduced General Fund mill rate by .20

Returning to a balanced budget philosophy

A re-balancing of expenditures to revenue sources in the Borough's General Fund for long-term sustainability.

Sales Tax has grown approximately 5% since FY22

Boroughwide Expenditures have only increased 2.55%

6% Negotiated Collective Bargaining Contract

Assessed Values have increased approximately 9.6% over FY23

Funding KPBSD to the Cap \$54,753,114

A quality capital and operational maintenance program ensuring the continued use and economic value of borough assets to avoid the added cost of deferred maintenance.

Taxable Assessed Value and Mill Rates:

	FY2023	FY2024	Increase (Decrease)	FY2023 Mill Rate	FY2024 Mill Rate	Property Tax Revenue Change from PY
Borough	8,898,409	9,757,996	859,587	4.50	4.30	2,014,385
Bear Creek Fire	220,052	260,925	40,873	3.25	3.25	132,771
Central Emergency Services	3,206,073	3,516,398	310,325	2.85	3.21	2,149,107
Central Peninsula Emergency Medical	7,323	9,005	1,682	1.00	1.00	1,681
Central Peninsula Hospital	5,971,495	6,457,061	485,566	0.01	0.01	4,864
Kachemak Emergency	475,683	545,620	69,937	3.66	3.66	255,963
Nikiski Fire	1,753,987	1,856,546	102,559	2.70	2.70	277,391
Nikiski Senior	1,656,701	1,748,471	91,770	0.20	0.27	140,692
North Peninsula Recreation	1,796,206	1,902,288	106,082	1.40	1.40	148,794
Road Service Area	6,194,043	6,798,494	604,451	1.40	1.40	847,727
Seldovia Recreational	81,592	92,578	10,986	0.75	0.75	8,239
Seward Bear Creek Flood	546,435	623,695	77,260	0.75	1.00	214,076
South Peninsula Hospital	2,095,689	2,359,222	263,533	1.12	1.12	295,689
South Peninsula Hospital (prior debt)	2,146,721	2,417,336	270,615	1.12	1.00	13,228
Western Emergency Service	722,327	788,984	66,657	2.95	2.95	200,087

General Fund (Page 41):

Total Revenues	\$ 98,401,660	4.87%
Total Expenditures and Transfers	98,783,878	3.96%
	(382,218)	
Projected Lapse	1,327,847	
Net Results, Net of Projected Lapse	945,629	
Beginning Fund Balance	41,122,046	
Ending Fund Balance	\$ 42,067,675	

Boroughwide (Page 41):

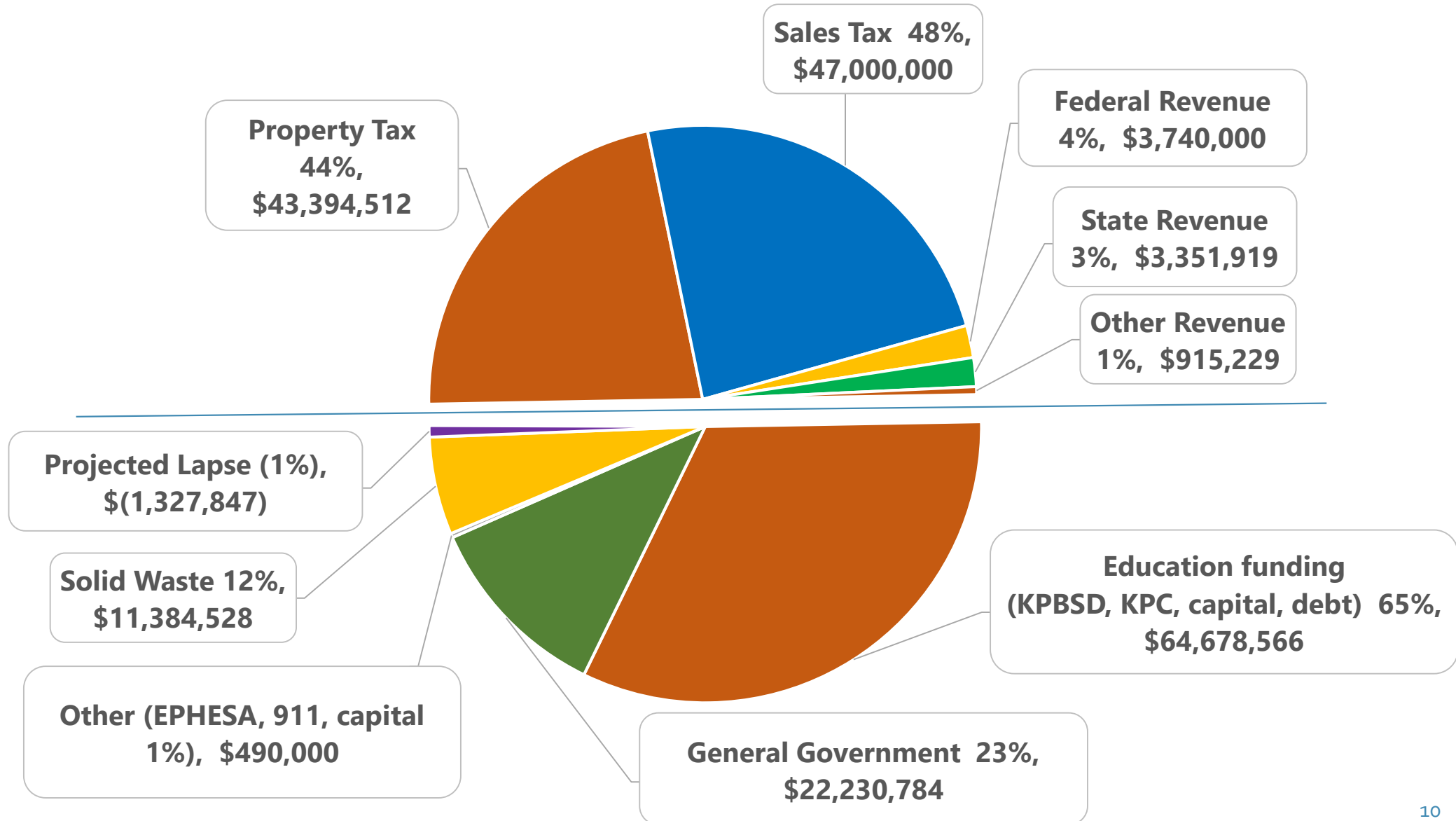
Total Revenues	\$ 175,713,813	10.06%
Total Expenditures	175,645,862	2.55%
	67,951	
Projected Lapse	3,248,437	
Net Results, Net of Projected Lapse	3,316,388	
Beginning Fund Balance	94,185,911	
Ending Fund Balance	\$ 97,502,299	

Changes in Personnel

General Fund		(.50) FTE
Human Resources – Print Shop		
Reduced .50 FTE Multidisciplinary Administrative Assistant		
Special Revenue Funds		1.00 FTE
Central Emergency Services		
Added 1.0 FTE Mechanic		
Boroughwide Total		.50 FTE

General Fund

FY24 General Fund Revenues and Expenditures



General Fund

Significant Changes from FY2023 to FY2024

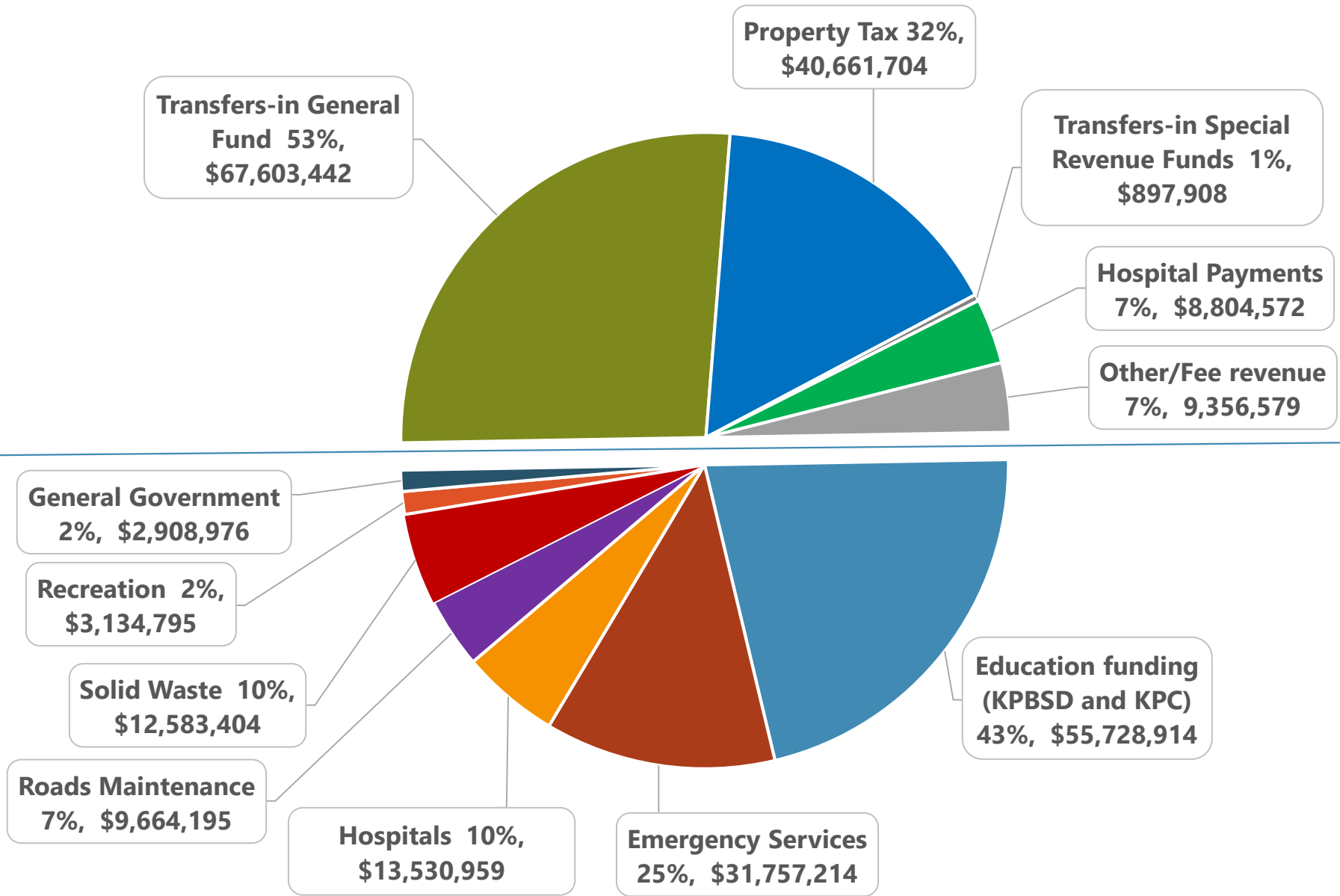
Pages 57-152

FY2023 **FY2024**

	FY2023 Original	FY2024 Proposed
Property Tax Revenue	\$ 41,380,127	\$ 43,394,512
Total Personnel	15,765,022	16,747,446
Total Supplies	187,987	232,936
Senior Ctr Grants	791,444	843,878
Contractual Services	1,081,766	1,378,191
Software Licensing	975,904	1,062,191
Local Education Contribution	52,564,284	54,753,114
Education Debt Service	3,488,733	4,939,652
Education Capital Projects	5,250,000	4,000,000

Special Revenue Funds

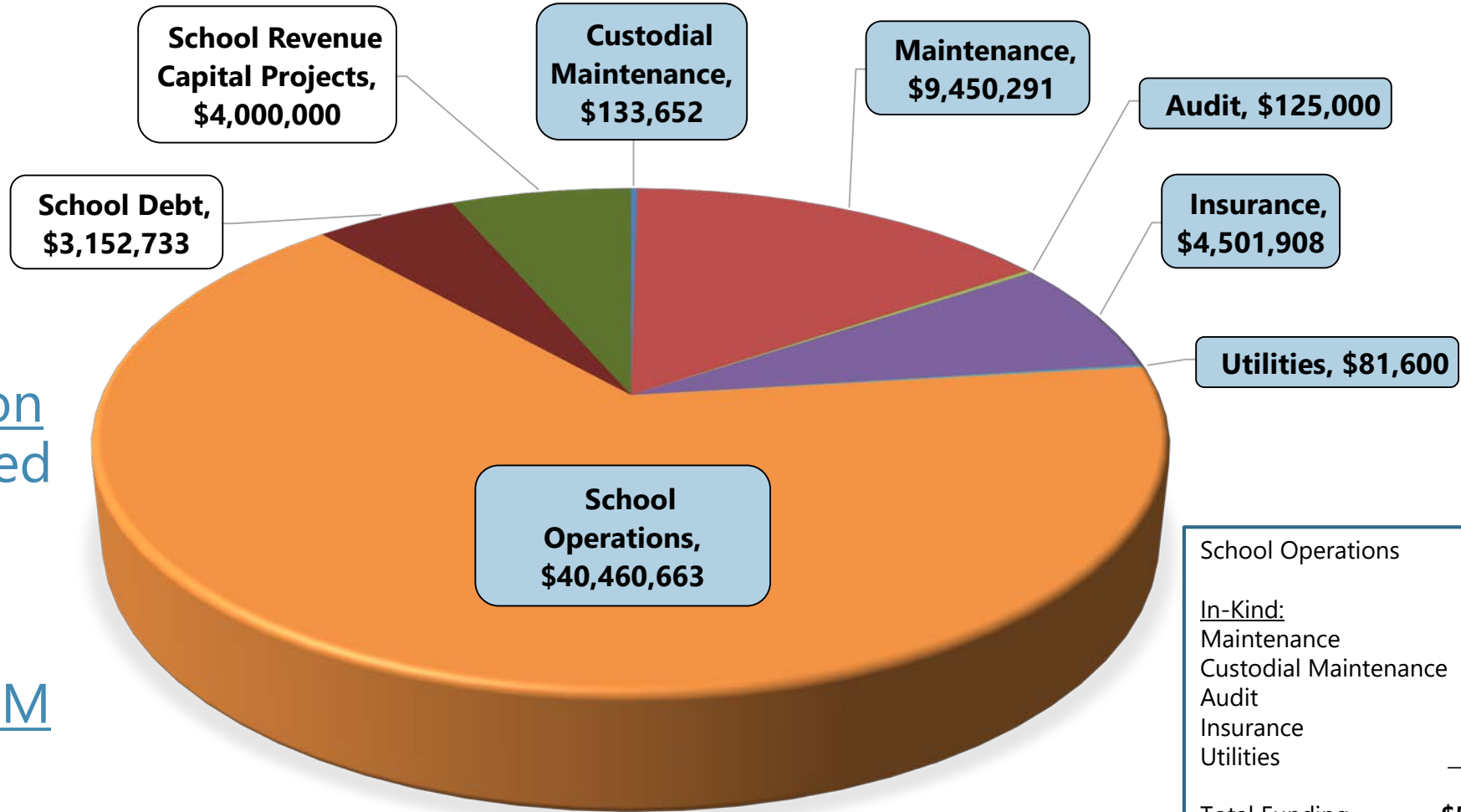
FY24 Special Revenue Fund Revenues and Expenditures



KENAI PENINSULA BOROUGH'S CONTRIBUTION TO KPBSD

Local Contribution		Debt Service		Capital Projects		Total
\$ 54,743,114	+	\$ 3,152,733	+	\$ 4,000,000	=	\$ 61,895,847

KPBSD Funding



Local Contribution
Minimum Required
\$31.08M

Maximum
Allowable \$54.74M

School Operations	\$40,460,663
<u>In-Kind:</u>	
Maintenance	9,450,291
Custodial Maintenance	133,652
Audit	125,000
Insurance	4,501,908
Utilities	<u>81,600</u>
Total Funding	\$54,743,114

* School Debt is net of State Debt Reimbursement

** Not Including KPC Funding

Special Revenue Funds

Significant Changes from FY2023 to FY2024

Pages 155-340

	FY2023 FY2023 Original	FY2024 FY2024 Proposed
Property Tax Revenue	\$ 35,982,468	\$ 40,661,704
Total Personnel	31,774,245	34,592,229
Total Supplies	2,882,767	3,205,111
Contract Services	5,641,850	6,983,629
Insurance Premium	5,512,339	6,607,164
Utilities	1,745,060	2,385,961
Bldg/Grounds Maintenance	688,447	1,085,147
Funding for KPBSD Operations	39,741,388	40,460,663
Land Trust Investment Fund	2,311,530	1,278,769
Solid Waste Debt Service TRSF	1,061,250	-
CES Debt Service	571,563	1,635,313

Capital Project Funds

Capital Projects

Significant Projects in FY2024

Pages 347-407

- **Schools** – **\$1.1M** HVAC/Boiler Upgrades
- **Solid Waste** – **\$1.47M** for Monofill investigations, design, expansion and clearing, Security, CD expansion and Clearing, and TRSF site improvements.
- **Nikiski Fire** – **\$550,000** New Engine – Station 3
- **Bear Creek** – **\$500,000** Replacement Tanker
- **North Peninsula Recreation** - **\$417,000** circulation pumps and pool floor and front desk replacement.
- **Roads** – **(\$1.6)** Reduced annual appropriation for CIP due to May 2023 supplemental.

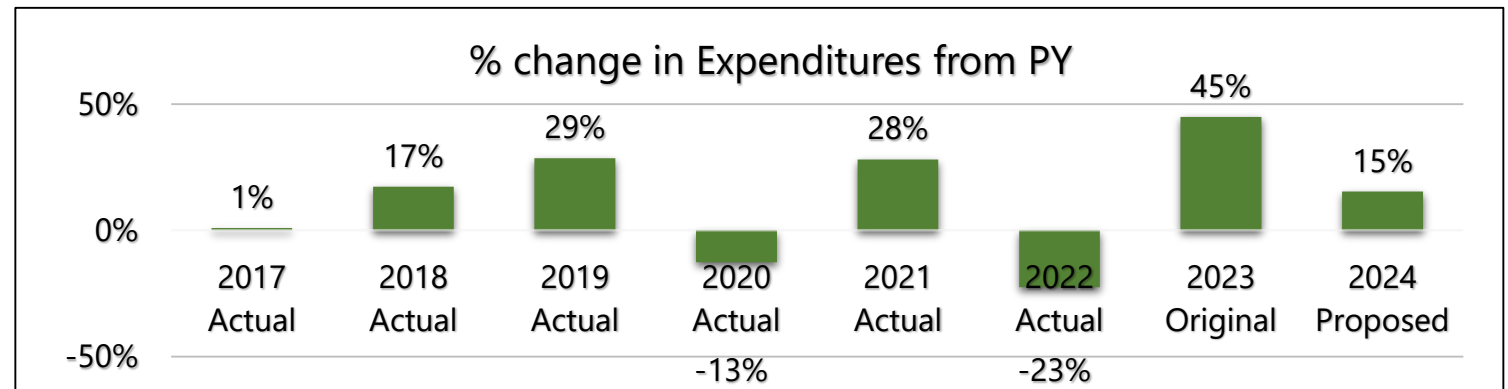
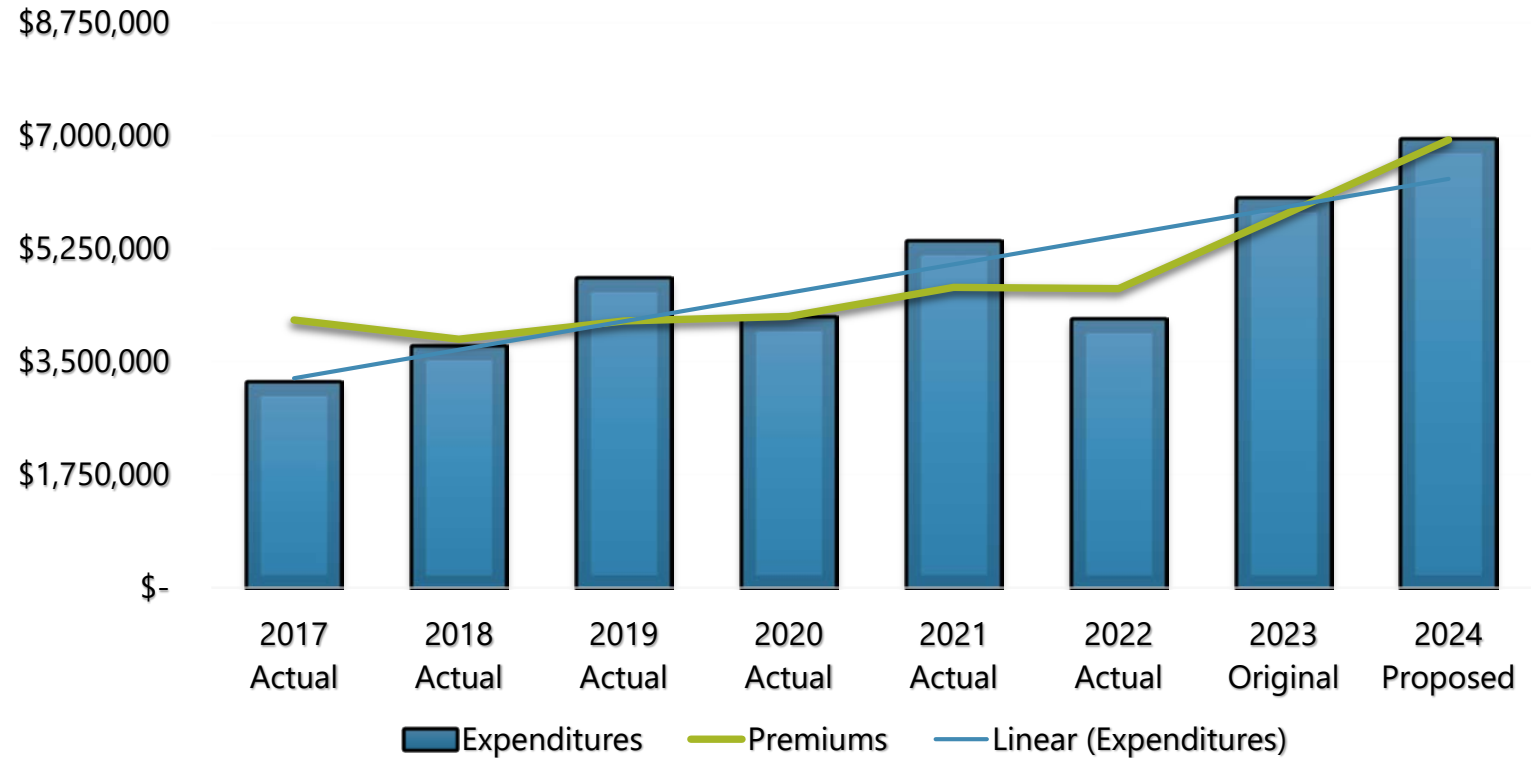
Internal Service Funds

Insurance and Litigation Fund

Pages 411-434

Increases on average 12% annually from FY2017-FY2024

Insurance and Litigation Fund 2017-2024



Health Reserve Fund

Pages 426-429

Increases on average 6% annually from FY2017-FY2024
With 3% for FY2024

Health Reserve Fund 2017-2024

