

**KENAI PENINSULA BOROUGH
PROPOSITION NO. 1**

CENTRAL PENINSULA LANDFILL GENERAL OBLIGATION BONDS

(To be voted on by all borough voters)

Shall the Kenai Peninsula Borough borrow up to \$10,600,000 through the issuance of general obligation bonds for the purpose of paying costs of planning, designing, site preparation, constructing, and equipping the regional solid waste facility located near Soldotna within the Kenai Peninsula Borough?

The general obligation bonds will be used to pay the costs of planning, design, site preparation, constructing, and equipping of Solid Waste Disposal Facilities at the Central Peninsula Landfill (CPL).

Central Peninsula Landfill accepts approximately 98 percent of the waste generated within the borough. In 2002 the voters approved a \$12,000,000 bond proposition for the development of two cells at the CPL. Cells have an approximate useful life of five years. Cell 1 was constructed in 2004 and is at approximately 95 percent capacity. Cell 2 was constructed in 2010 and will be full in approximately 2019. If approved these funds would be used to fund construction of two more cells and related equipment. If borough voters approve this proposition, it is currently anticipated that the bond funding would be generated through two separate sales. The first would occur in late 2016 or early 2017 and would provide sufficient funding for construction of cell three and related equipment at the CPL. The second would occur approximately five years later in 2022 and would provide sufficient funding for construction of cell four.

The debt will be paid from ad valorem taxes on all taxable property levied and collected areawide in the Borough. The Borough will also pledge its full faith and credit for payment of the debt.

FISCAL NOTE: If needed, this authorizes an annual increase of approximately \$14.10 in taxes on each \$100,000 of assessed real or personal property (based on FY2017 assessed valuation) to retire the proposed debt.

BALLOT LANGUAGE

Shall the Kenai Peninsula Borough borrow up to \$10,600,000 through the issuance of general obligation bonds for the purpose of paying costs of planning, designing, site preparation, constructing, and equipping the regional solid waste facility located near Soldotna within the Kenai Peninsula Borough?

The debt shall be paid from real and personal property taxes (general ad valorem) levied and collected within the Kenai Peninsula Borough. The full faith and credit of the Borough is also pledged for payment of the bonds.

Voter approval of this bond proposition authorizes for each \$100,000 of assessed taxable property value (based on the estimated total FY2017 assessed valuation) an annual increase of taxes of approximately \$14.10 to retire the proposed debt.

YES [A "Yes" vote approves the sale of the bonds.]

NO [A "No" vote opposes the sale of the bonds.]