

INITIATIVE PETITION

Page 1 of \_\_\_\_\_ Pages

WE, THE UNDERSIGNED QUALIFIED REGISTERED VOTERS OF THE BOROUGH, DO HEREBY PETITION THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH TO ENACT AN ORDINANCE TO REQUIRE ALL UNENCUMBERED FUNDS REMAINING AT THE END OF THE YEAR TO BE USED TO REDUCE THE GENERAL PROPERTY TAX MILL LEVY, AS FOLLOWS:

KENAI PENINSULA BOROUGH

ORDINANCE 79-28

TO AMEND SECTION 5.04.020 OF THE BOROUGH CODE OF ORDINANCES TO REQUIRE ALL UNENCUMBERED FUNDS REMAINING AT THE END OF A FISCAL YEAR TO BE USED TO REDUCE THE MILL RATE LEVY.

WHEREAS, the Borough general property tax base has continued to increase in dollar valuation as a result of the appreciated values of real estate and property in the Borough; and

WHEREAS, such increasing valuations and assessments have the effect of increasing the revenues of the Borough from the general property tax without the need to change the mill rate levied against the general property tax; and

WHEREAS, such increasing revenues result in unencumbered surpluses in the fiscal year's budgets; and

WHEREAS, the tax revenues should be calculated to derive sufficient revenues from tax sources in an amount calculated to produce sufficient revenue to finance a fiscal year's budget without producing a surplus of revenues over and above the amount of money needed to finance an approved budget,

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

Section 1. That Section 5.04.020 of the Borough Code of ordinances is hereby amended to read as follows:

5.04.020 Budget proposal--Presented when--Contents--Borough Mayor responsibility. During or prior to the eighth week preceding the first day of the fiscal year, the borough mayor shall present to the assembly a budget proposal for the next fiscal year of the borough. Such budget proposal shall set forth the borough mayor's recommendations for and an analysis of the anticipated income and expenditures of the borough during the next fiscal year, together with comparative figures showing the estimated corresponding amounts for the current year and comparisons with the previous year. The proposed expenditures set forth in the budget proposal shall not exceed revenues of the borough. All unencumbered funds remaining at the end of the current fiscal year [MAY BE REALLOCATED FOR PURPOSES SET FORTH IN THE BUDGET PROPOSAL.] shall be used to reduce the mill rate which will be levied against the general property on the assessment rolls.

Section 2. This ordinance shall become effective immediately upon enactment.