



## **KENAI PENINSULA BOROUGH**

Office of Emergency Management

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DAVE CAREY  
MAYOR

### **Memorandum**

**TO:** Milli Martin, Assembly President  
Members of the Kenai Peninsula Borough Assembly

**THRU:** Dave Carey, Borough Mayor

**FROM:** Craig Chapman, Finance Director

**DATE:** November 19, 2008

**SUBJECT:** Ordinance 2008-19-33 (Substitute): Appropriating \$383,652.50 in Cruise Ship Passenger Tax proceeds received from the State of Alaska to the City of Seward for port improvements

A substitute ordinance has been prepared for Ordinance 2008-19-33, appropriating only the 2007 calendar year Commercial Passenger Vessel (CPV) funding at this time. CPV excise tax collections are primarily derived from taxes imposed on cruise ship passengers.

This would allow the administration time to research and develop its own plan regarding the use of the 2008 CPV funds which were received from cruise ships that docked at both the City of Homer and the City of Seward. In 2008 the number of cruise ship passengers for the City of Homer was 1,159, and for the City of Seward was 120,605. The resulting revenue due the Borough in FY2009 is estimated to be \$304,410.

The intended use of these funds by the City of Seward appears to comply with federal legislation and court rulings that permit the use of these funds for piloting services, wharfage services, and general harbor services such as police and fire protection.

FINANCE DEPARTMENT - FUNDS VERIFIED  
AMOUNT: \$

Account: \_\_\_\_\_

By: \_\_\_\_\_ Date: \_\_\_\_\_