

KENAI PENINSULA BOROUGH

PROPERTY TAX RATES AND TAX LEVIES - ALL OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

Fiscal Year	City of Homer	City of Kenai	City of Seldovia	City of Seward	City of Seward (Special)	City of Soldotna	City of Kachemak
TAX RATES (MILLS)							
1995	5.5	3.5	7.50	3.0	3.0	1.65	2.0
1996	5.5	3.5	7.25	3.0	3.0	1.65	1.0
1997	5.5	3.5	7.25	3.0	3.0	1.65	1.0
1998	5.5	3.5	7.25	3.12	3.12	1.65	1.0
1999	5.5	3.5	7.25	3.12	3.12	1.65	1.0
2000	5.5	3.5	7.25	3.12	3.12	1.65	1.0
2001	5.5	3.5	7.25	3.12	3.12	1.65	1.0
2002	5.5	3.5	7.25	3.12	3.12	1.65	1.0
2003	5.0	3.5	7.25	3.12	3.12	1.65	1.0
2004	5.0	5.0	7.25	3.12	3.12	1.65	1.0
TAX LEVIES							
1995	\$ 1,106,266	\$ 1,080,881	\$ 125,771	\$ 443,874	\$ 81,060	\$ 344,249	\$ 33,938
1996	1,158,018	1,094,935	120,537	446,961	38,319	369,640	17,244
1997	1,166,357	1,090,726	117,145	425,176	26,409	377,176	18,771
1998	1,172,916	1,141,938	113,084	447,547	16,002	394,141	18,997
1999	1,204,097	1,190,617	122,803	481,570	21,418	410,576	19,605
2000	1,298,578	1,219,751	126,140	515,876	20,116	414,655	23,324
2001	1,341,183	1,227,127	129,806	608,179	29,277	423,812	25,250
2002	1,375,463	1,247,375	138,337	626,359	28,889	435,871	26,041
2003	1,568,242	1,326,864	145,062	639,378	28,004	469,792	28,401
2004	1,744,812	1,931,200	144,619	636,691	33,347	511,600	30,132

The municipal tax rate is limited by statute to three percent of the assessed value of property assessed excepting that the municipalities may, without limitation as to the rate or amount, levy taxes annually in an amount sufficient to pay the principal and interest on bonds as they shall become due. Taxes are payable when billed. Payment in full is due on or before October 15 and becomes delinquent thereafter. At the option of the taxpayer, taxes may be paid in two equal installments. If the taxpayer elects this option, the first one-half of the taxes payable must be paid on or before September 15. The second one-half taxes then become due on or before November 15 and become delinquent thereafter. If the first one-half of the taxes payable are not paid by September 15, payment of taxes in full becomes due on or before October 15. Late payment penalty of 5% of the taxes due shall be added to all delinquent taxes on the day they become delinquent and an additional penalty of 5% of the taxes due shall be added to any tax more than 30 days delinquent. Interest shall be calculated at 10% per year from the date that the taxes would have ordinarily come due.

KENAI PENINSULA BOROUGH

DEMOGRAPHIC DATA
LAST TEN FISCAL YEARS

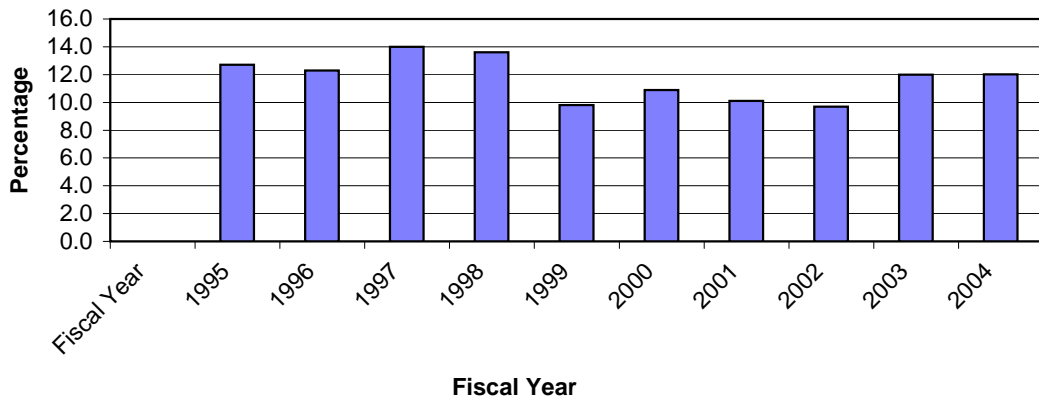
Fiscal Year	Population *	Median Age **	School Enrollment	Unemployment Rate **
1995	47,101	33.3	10,226	12.7 %
1996	46,790	32.0	10,271	12.3 %
1997	48,098	33.6	10,383	14.0 %
1998	48,815	35.1	10,405	13.6 %
1999	48,952	35.4	10,405	9.8 %
2000	49,691	36.1	9,982	10.9 %
2001	50,185	36.3	9,947	10.1 %
2002	51,187	36.3	9,799	9.7 %
2003	52,382	36.7	9,632	12.0 %
2004	52,382 ***	36.7 ***	9,632	12.0 %

* Data provided by the State of Alaska Department of Community & Economic Development

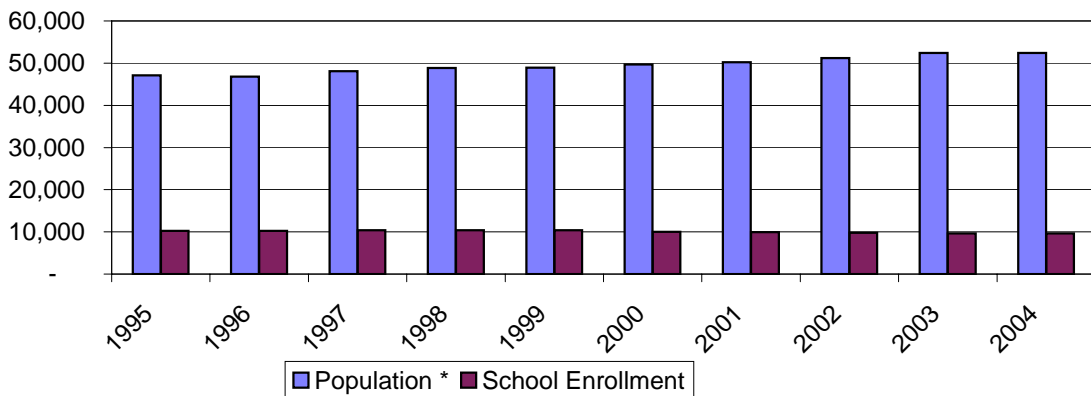
** Data provided by the State of Alaska Department of Labor & Workforce Development and is the average rate for the previous calendar year

*** Data unavailable at this time.

Unemployment Rate



Population and School Enrollment



KENAI PENINSULA BOROUGH
PROPERTY VALUE AND BANK DEPOSITS
LAST TEN FISCAL YEARS

Fiscal Year	Property Value			Bank Deposits** (000's)
	Real	Personal	Oil	
1995	\$2,280,381,078	\$327,269,850	\$ 506,482,931	\$ 338,763
1996	2,339,408,955	330,885,433	506,471,979	358,414
1997	2,397,768,876	298,033,984	507,535,282	372,897
1998	2,447,973,674	356,662,912	590,418,930	367,727
1999	2,581,288,351	251,714,649	512,562,050	388,852
2000	2,725,427,521	177,918,737	452,600,420	424,011
2001	2,882,006,362	205,021,367	462,171,190	460,345
2002	2,920,015,563	207,615,650	601,141,730	483,044
2003	3,126,161,999	211,236,646	619,755,320	517,626
2004	3,299,946,975	269,425,015	667,177,880	557,418

**From individual bank branch managers.

NOTE: The Borough does not issue building permits, so construction by year is not available.

PRINCIPAL TAXPAYERS
YEAR ENDED JUNE 30, 2004

Principal Taxpayer	Type of Business	Taxable Assessed Value 100% of Market Value	Percentage of Total Taxable Assessed Value
Unocal	Petroleum Products	\$ 296,051,270	6.99%
Conocophillips Co.	Petroleum Products	210,907,198	4.98%
Agrium	Urea & Ammonia Plant	181,576,080	4.29%
Tesoro Alaska Petroleum Co.	Petroleum Refinery	147,063,643	3.47%
Forest Oil Corp.	Petroleum Products	102,694,740	2.42%
BP Exploration	Petroleum Products	82,989,137	1.96%
Alaska Communications Systems	Utility	76,885,701	1.81%
Marathon Oil Co.	Petroleum Products	60,683,150	1.43%
XTO Energy, Inc.	Petroleum Products	42,061,260	0.99%
Cook Inlet Pipeline	Petroleum Transportator	<u>21,992,800</u>	<u>0.52%</u>
Total		<u>\$ 1,222,904,979</u>	<u>28.86%</u>

KENAI PENINSULA BOROUGH

**COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2004**

<u>Governmental Unit</u>	<u>Net Debt Outstanding</u>	<u>Percentage Application to this Governmental Unit</u>	<u>Share of Debt</u>
Direct Debt:			
Bonded Debt:			
Education	\$ 22,319,000	100%	\$ 22,319,000
Solid Waste	6,415,000	100%	6,415,000
Enterprise funds:			
Central Kenai Peninsula Hospital *	47,985,000	100%	47,985,000
South Peninsula Hospital *	<u>10,290,000</u>	100%	<u>10,290,000</u>
Total Bonded Debt and Direct Debt	87,009,000		87,009,000
Overlapping Debt:			
Cities within Borough:			
Homer	12,860,201	100%	12,860,201
Kenai	150,000	100%	150,000
Seldovia	31,000	100%	31,000
Seward	7,668,272	100%	7,668,272
Soldotna	<u>955,000</u>	100%	<u>955,000</u>
Total Overlapping Debt	<u>21,664,473</u>	100%	<u>21,664,473</u>
Total Direct and Overlapping Debt	<u>\$ 108,673,473</u>	100%	<u>\$108,673,473</u>

*General obligation debt repaid through general property taxes of the service area.

**RATIO OF NET AREAWIDE GENERAL BONDED DEBT
TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Population</u>	<u>Taxable Assessed Value</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to taxable Assessed Value (Percent)</u>	<u>Net Bonded Debt Per Capita</u>
1990 - 1991*	42,242	3,088,146,086	109,104,235	3.53%	2,583
1996	46,790	3,176,766,367	54,985,000	1.73%	1,175
1997	48,098	3,203,338,142	47,030,000	1.47%	978
1998	48,815	3,347,501,616	38,050,000	1.14%	779
1999	48,952	3,345,565,050	28,375,000	0.85%	580
2000	49,691	3,355,946,678	19,315,000	0.58%	389
2001	50,185	3,549,198,919	15,889,000	0.45%	317
2002	51,187	3,728,772,943	13,409,000	0.36%	262
2003	52,382	3,957,173,965	17,874,000	0.45%	341
2004	52,382	4,236,549,880	87,009,000	2.05%	1,661

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total General Expenditures*</u>	<u>Ratio of Debt Service to General Expenditures (Percent)</u>
1995	9,505,000	4,778,675	14,283,675	113,708,646	12.56%
1996	7,110,000	4,153,011	11,263,011	111,971,265	10.06%
1997	8,220,000	4,619,380	12,839,380	113,531,185	11.31%
1998	9,255,000	3,572,471	12,827,471	115,426,942	11.11%
1999	9,965,000	2,868,433	12,833,433	116,558,089	11.01%
2000	10,730,000	2,100,391	12,830,391	120,520,131	10.65%
2001	10,855,000	1,283,882	12,138,882	122,897,538	9.88%
2002	2,480,000	836,801	3,316,801	120,009,199	2.76%
2003	2,575,000	661,595	3,236,595	123,057,279	2.63%
2004	3,840,000	1,285,814	5,125,814	125,504,858	4.08%

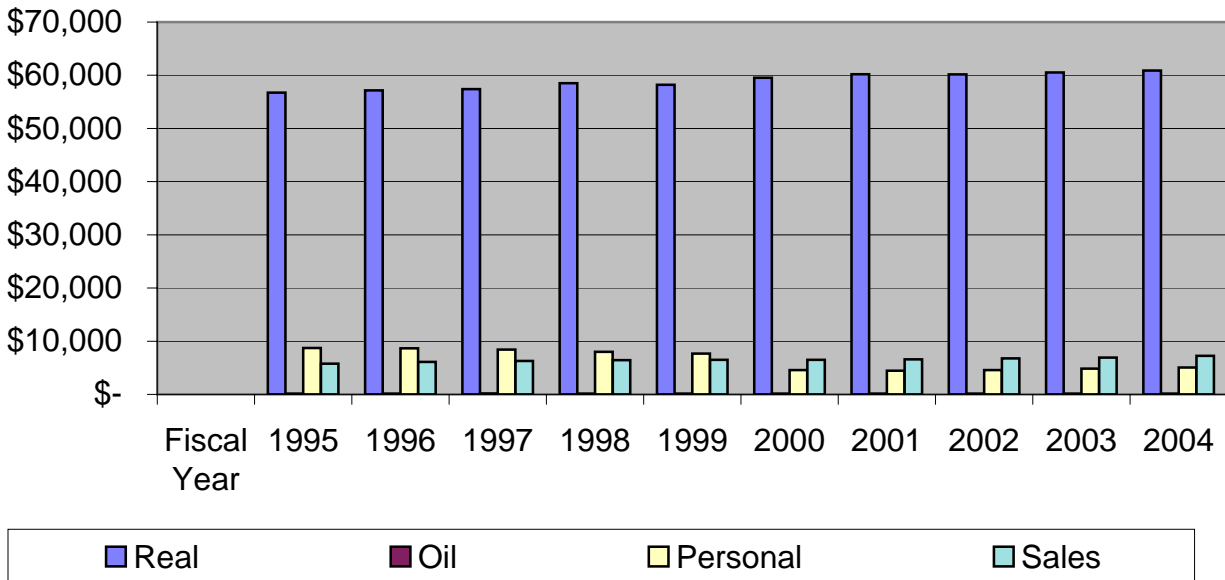
*Includes General Fund, Special Revenue Funds, Debt Service Funds and School District.

KENAI PENINSULA BOROUGH

**NUMBER OF TAX ACCOUNTS
LAST TEN FISCAL YEARS**

Fiscal Year	Real Property	Oil Related	Personal Property	Sales Tax	Total
1995	56,741	164	8,717	5,789	71,411
1996	57,145	159	8,652	6,111	72,067
1997	57,401	171	8,431	6,290	72,293
1998	58,501	151	7,996	6,435	73,083
1999	58,211	144	7,675	6,484	72,514
2000	59,543	144	4,563	6,504	70,754
2001	60,205	144	4,441	6,599	71,389
2002	60,159	139	4,586	6,769	71,653
2003	60,515	146	4,843	6,917	72,421
2004	60,885	147	5,060	7,243	73,335

NUMBER OF TAX ACCOUNTS



KENAI PENINSULA BOROUGH
MISCELLANEOUS STATISTICAL DATA
AS OF JUNE 30, 2004

DATE OF INCORPORATION	January 1, 1964		
AUTHORITY FOR INCORPORATION	State of Alaska Borough Act of 1961		
FORM OF GOVERNMENT	Second Class Borough, Elected Mayor and 9-Member Assembly		
AREAWIDE POWERS	Tax Assessment and Collection, Education, Planning and Zoning, Solid Waste Disposal, 911 Emergency Communications, Senior Citizen Funding, Emergency Management, Post Secondary Education, and General		
SERVICE AREA POWERS	Hospital, Fire Protection, Emergency Medical and Ambulance Services, Recreation, and Road Maintenance and Construction		
NON-AREAWIDE POWERS	Ports and Harbors, Tourism Promotion, and Special Assessment Authority for utility line extension and road construction.		
AREA	25,600 Square Miles		
EMERGENCY SERVICES	8 Fire Stations 2 Hospitals		
SOLID WASTE DISPOSAL	2 Baler/Landfills 5 Landfills 4 Transfer Sites 8 Drop Box Sites 1 Monofill Site		
ROADS	630 Miles Maintained		
EDUCATION		Number of	Average Daily
	<u>Type of School</u>	<u>Schools</u>	<u>Membership</u>
	High Schools	5	2,284
	Middle Schools	4	1,257
	Elementary Schools	16	3,722
	Combined Elementary/High School	12	1,902
	Charter Schools	3	286
	Alternative Schools	<u>4</u>	<u>181</u>
		<u>44</u>	<u>9,632</u>
	Support staff: 477 Certified Staff: 624 Administrative Personnel: 55		
BOROUGH PERMANENT EMPLOYEES	252.75 (Excluding Elected Borough Mayor)		
ELECTIONS	Number of Registered Voters, 2004: 36,832 Votes Cast in special by-mail July 1, 2003 South Peninsula Hospital Service Area election: 1,953 Votes Cast in October 7, 2003 Borough Election: 8,879 Votes Cast in special by-mail March 30, 2004 Borough Election: 9,438		