

KPB Sales Tax Receipts

In 1964, the borough voters authorized the borough to levy an area wide sales tax of up to 3.0% of the price of all retail sales, rents, and services rendered within the borough, with the proceeds of the tax to be dedicated exclusively to the Kenai Peninsula Borough schools. The sales tax rate was changed from 2% to 3% effective January 1, 2008. The chart below uses FY07 as the base year to compare the increase in sales tax receipts to the increase in borough support since the sales tax rate was increased in 2008.

	KPB FY07 <u>Actual</u>	KPB FY20 <u>Actual</u>	<u>Increase</u>
Funding From Sales Tax \$	18,321,611	\$ 32,964,904	\$ 14,643,293
KPB Support to KPBSD \$	37,941,676	\$ 52,489,253	<u>\$ 14,547,577</u>
KPB Support Increase was less than Sales Tax Increase by \$			(95,716)