



**City of Kodiak
Financial Update**

July 1, 2021 – June 30, 2022



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September 6, 2022

Mayor Branson and City Council Members
Kodiak, Alaska 99615

Dear Mayor and Council Members:

Enclosed is the financial update for the unaudited fourth quarter of fiscal year 2022. The period of this report covers July 1, 2021 through June 30, 2022. The schedule below will provide you with the next scheduled financial updates. Due to the timing of the first issue, fiscal year 2022 financial updates will be provided as close to this schedule as possible.

Quarter	Reporting Period	Due Date
Quarter 1	July, August, September, October	2nd full Week in November
Quarter 2	November, December, January	2nd full Week in February
Quarter 3	February, March, April	2nd full Week in May
Quarter 4	May, June	2nd full Week in August

The City’s fiscal year end is June 30 each year. Due to the timing of sales tax payments, fiscal year fourth quarter payments are due July 31. The City records the activity in the corresponding June month to record a full year of sales tax payments for the corresponding quarters. As such, the due dates for the Council quarterly reports will coincide to the due dates and recording of all sales tax payments for the corresponding quarters. The fiscal year covered by this report will only report the current fiscal year’s activity.

Purpose

The purpose of this report is to provide the Mayor and City Council with financial updates throughout the fiscal year.

Document Organization

The Council Financial Update presents information for the following funds: General Fund, Tourism Fund, Enhancement Fund, Cargo Fund, Harbor Fund, Shipyard Fund, Harbor Electric Fund, Water Fund, Sewer Fund, Trident Basin Fund, and E-911 fund. Funds not included are the Street Assessment funds and Capital Project funds.

Each fund will provide an overview of revenues and expenses by subdepartment. These will be compared to the current year budget for the same time period.

For comparability and ease of use, we have utilized a Traffic Signal indicator. These indicators will guide you through a more efficient assessment of the budget versus actual components. These indicators will fall within a percentage variance of Budget versus Actual for the reporting period of the financial update. This is calculated as follows:

- Annual Budget divided by 12 months = Average Monthly Budget
- Monthly Budget multiplied by the # of months in the reporting period = Reporting Period Budget
- Reporting Period Budget less Actual Revenues or Expenditures in the Reporting Period = \$ Variance
- \$ Variance Divided By the Reporting Period Budget = Budget to Actual Percentage Variance

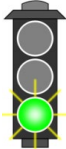

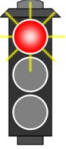
All significant Budget versus Actual Percentage Variances that result in a Yellow Traffic Light or Red Traffic Light indicator will be accompanied by further explanations.



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Traffic Light Indicators

<u>Traffic Light Color</u>	<u>Symbol</u>	<u>Expenses - Trigger Points</u>	<u>Revenues - Trigger Points</u>
Green		Budget to Actual Percentage Variance for the reporting period includes all items that are Under Budget	Budget to Actual Percentage Variance for the reporting period includes all items that are Over Budget
Yellow		Budget to Actual Percentage Variance for the reporting period is less than 25% Over Budget	Budget to Actual Percentage Variance for the reporting period is less than 25% Under Budget
Red		Budget to Actual Percentage Variance for the reporting period is greater than 25% Over Budget	Budget to Actual Percentage Variance for the reporting period is greater than 25% Under Budget

The remainder of this report will show the General Fund revenues and expenses for each subdepartment, the Special Revenue funds' revenues and expenses, and the Enterprise funds' revenues and expenses. The Traffic Light indicators and signifying events noted above will be shown through each of these funds, departments, and subdepartments.

Conclusion

The directors and City Manager are available to provide further explanations as we work through this fiscal year.

Very respectfully,



Mike Tvenge
City Manager



General Fund Budget versus Actual Revenues

For Twelve Months Ended June 30, 2022

	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	Indicator
Sales Tax	\$ 14,547,500	\$ 14,547,500	\$ 15,167,802	\$ 620,302	4%	Over	
Property Tax	\$ 1,105,000	\$ 1,105,000	\$ 1,216,375	\$ 111,375	10%	Over	
Licenses and Permits	\$ 86,944	\$ 86,944	\$ 135,960	\$ 49,016	56%	Over	
Intergovernmental	\$ 1,523,947	\$ 1,523,947	\$ 1,346,982	\$ (176,965)	-12%	Under	
Charges for Services	\$ 1,929,282	\$ 1,929,282	\$ 2,001,046	\$ 71,764	4%	Over	
Fines and Forfeitures	\$ 3,000	\$ 3,000	\$ 9,681	\$ 6,681	223%	Over	
Net Investment Income	\$ 50,000	\$ 50,000	\$ (19,735)	\$ (69,735)	-139%	Under	
Rents and Royalties	\$ 150,000	\$ 150,000	\$ 120,137	\$ (29,863)	-20%	Under	
Miscellaneous Revenues	\$ 8,500	\$ 8,500	\$ 21,292	\$ 12,792	150%	Over	
Transfers from Other funds	\$ 177,400	\$ 177,400	\$ 304,800	\$ 127,400	72%	Over	
Interfund Charges	\$ 1,583,532	\$ 1,583,532	\$ 1,589,599	\$ 6,067	0%	Over	
Total General Fund Revenues	<u>\$ 21,165,105</u>	<u>\$ 21,165,105</u>	<u>\$ 21,893,939</u>	<u>\$ 728,834</u>	<u>3%</u>		



General Fund
Budget versus Actual
Revenues

Net Investment Income:

Reporting Period Budget: \$50,000 Actual: \$-19,735 Variance: 139%

Investment gains and losses on the operating investments, interest earned on operating investments, and interest earned on citywide bank accounts are recorded in the Central Treasury and allocated on a pro rata basis to each of the funds. The City investment committee continues to evaluate allowable investments under the City municipal charter and City municipal code.

Intergovernmental:

Reporting Period Budget: \$1,523,947 Actual: \$1,346,982 Variance: 12%

Intergovernmental revenue is comprised of federal and state operating grants, revenue sharing, and PERS on Behalf revenues received from the State. PERS On Behalf is recorded as part of the fiscal year end process once the final confirmation has been received from the State.

Rents and Royalties

Reporting Period Budget: \$150,000 Actual: \$120,137 Variance: 20%

Rents and royalties are comprised of various lease agreements for City owned property. These lease agreements have various terms and payment dates. City staff will continue to monitor these agreements throughout the fiscal year.



General Fund Budget versus Actual Expenses

	For the Twelve Months Ended June 30, 2022						Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	
Legislative	\$ 232,011	\$ 232,011	\$ 164,946	\$ (67,065)	-29%	Under	
Legal Services	\$ 60,000	\$ 60,000	\$ 62,486	\$ 2,486	4%	Over	
Administrative Departments	\$ 3,554,780	\$ 3,554,780	\$ 3,033,668	\$ (521,112)	-15%	Under	
Public Safety and Life Safety	\$ 9,832,197	\$ 9,832,197	\$ 7,799,192	\$ (2,033,005)	-21%	Under	
Public Works and Engineering	\$ 2,645,042	\$ 2,645,042	\$ 2,209,864	\$ (435,178)	-16%	Under	
Parks & Recreation and Library	\$ 2,593,142	\$ 2,593,142	\$ 2,197,859	\$ (395,283)	-15%	Under	
Nondepartmental	\$ 3,986,980	\$ 3,986,980	\$ 7,617,135	\$ 3,630,155	91%	Over	
Total General Fund Expenses	\$ 22,904,152	\$ 22,904,152	\$ 23,085,150	\$ 180,998	1%		

Nondepartmental:

Nondepartmental includes several one-time allocations and transfers made at the beginning of each fiscal year for the entire year. These allocations, contributions, and transfers include: (1) annual citywide insurance allocations; (2) council directed annual nonprofit grant contributions; (3) downtown maintenance; and (4) general fund transfers to capital project funds. All other nondepartmental expenses are those expenses not attributable to a specific fund. There was a one time transfer to the City Enhancement fund based on Kodiak City Code to transfer one half of the general fund surplus at the time of the completion of the previous year's annual audit. This one time transfer is reflected in the actual amounts but the budget was not amended to reflect this transfer.



**General Fund
Budget versus Actual
Administration Departments – Expenses**

	For the Twelve Months Ended June 30, 2022						Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	
Executive Administration	\$ 961,138	\$ 961,138	\$ 839,268	\$ (121,870)	-13%	Under	
Emergency Preparedness	\$ 75,300	\$ 75,300	\$ 40,279	\$ (35,021)	-47%	Under	
City Clerk Administration	\$ 334,848	\$ 334,848	\$ 296,345	\$ (38,503)	-11%	Under	
City Clerk Records Management	\$ 196,221	\$ 196,221	\$ 129,420	\$ (66,801)	-34%	Under	
Finance Administration & Utilities	\$ 1,103,825	\$ 1,103,825	\$ 1,008,064	\$ (95,761)	-9%	Under	
Finance IT	\$ 883,448	\$ 883,448	\$ 720,292	\$ (163,156)	-18%	Under	
Total General Fund Administration Expenses	\$3,554,780	\$ 3,554,780	\$3,033,668	\$ (521,112)	-15%		



**General Fund
Budget versus Actual
Public Safety and Life Safety Departments – Expenses**

	For the Twelve Months Ended June 30, 2022						Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	
Police Administration	\$ 868,280	\$ 868,280	\$ 794,202	\$ (74,078)	-9%	Under	
Police Station Bond Payments	\$ 447,550	\$ 447,550	\$ 447,550	\$ -	0%	Over	
Police Uniform Patrol	\$2,186,774	\$2,186,774	\$ 1,658,143	\$ (528,631)	-24%	Under	
Police Corrections	\$ 1,496,305	\$ 1,496,305	\$ 1,312,220	\$ (184,085)	-12%	Under	
Police Investigations	\$ 288,773	\$ 288,773	\$ 255,603	\$ (33,170)	-11%	Under	
Police Dispatch Services	\$ 464,222	\$ 464,222	\$ 403,336	\$ (60,886)	-13%	Under	
Police Animal Control	\$ 292,993	\$ 292,993	\$ 277,609	\$ (15,384)	-5%	Under	
Police Drug Enforcement	\$ 165,794	\$ 165,794	\$ 6,405	\$ (159,389)	-96%	Under	
Police Community Services	\$ 214,544	\$ 214,544	\$ 187,899	\$ (26,645)	-12%	Under	
Police Canine	\$ 6,680	\$ 6,680	\$ 6,680	\$ -	0%	Over	
Police School Resources	\$ 171,881	\$ 171,881	\$ 106,844	\$ (65,037)	-38%	Under	
Fire Administration	\$3,228,401	\$3,228,401	\$2,342,701	\$ (885,700)	-27%	Under	
Total General Fund Public Safety & Life Safety Expenses	\$9,832,197	\$9,832,197	\$7,799,192	\$ (2,033,005)	-21%		



General Fund
Budget versus Actual
Public Works and Engineering Departments – Expenses

	<u>For the Twelve Months Ended June 30, 2022</u>						Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	
Public Works Administration	\$ 149,999	\$ 149,999	\$ 144,642	\$ (5,357)	-4%	Under	
Public Works Streets	\$ 1,556,280	\$ 1,556,280	\$ 1,261,168	\$ (295,112)	-19%	Under	
Public Works Garage	\$ 330,795	\$ 330,795	\$ 307,250	\$ (23,545)	-7%	Under	
Public Works Building Inspectors	\$ 353,238	\$ 353,238	\$ 317,394	\$ (35,844)	-10%	Under	
Public Works Municipal Airport	\$ 34,275	\$ 34,275	\$ 22,375	\$ (11,900)	-35%	Under	
Engineering	\$ 220,455	\$ 220,455	\$ 157,035	\$ (63,420)	-29%	Under	
Total General Fund Public Works & Engineering Expenses	<u>\$2,645,042</u>	<u>\$2,645,042</u>	<u>\$2,209,864</u>	<u>\$ (435,178)</u>	<u>-16%</u>		



**General Fund
Budget versus Actual
Parks & Recreation and Library Departments – Expenses**

	For the Twelve Months Ended June 30, 2022						Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	
Parks & Recreation Administration	\$ 816,916	\$ 816,916	\$ 688,663	\$(128,253)	-16%	Under	
Parks & Recreation Museum	\$ 107,200	\$ 107,200	\$ 105,776	\$ (1,424)	-1%	Under	
Parks & Recreation Teen Center	\$ 280,913	\$ 280,913	\$ 260,952	\$ (19,961)	-7%	Under	
Parks & Recreation Aquatics	\$ 254,524	\$ 254,524	\$ 222,911	\$ (31,613)	-12%	Under	
Parks & Recreation Ice Rink	\$ 170,277	\$ 170,277	\$ 148,143	\$ (22,134)	-13%	Under	
Parks & Recreation Beautification	\$ 13,000	\$ 13,000	\$ 6,552	\$ (6,448)	-50%	Under	
Library Administration	\$ 950,312	\$ 950,312	\$ 764,862	\$(185,450)	-20%	Under	
Total General Fund Parks & Recreation and Library Expenses	\$2,593,142	\$2,593,142	\$2,197,859	\$(395,283)	-15%		



**General Fund
Budget versus Actual
Nondepartmental Expenses**

	For the Twelve Months Ended June 30, 2022						Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	
Nondepartmental Administration	\$ 682,542	\$ 682,542	\$ 773,415	\$ 90,873	13%	Over	
Nondepartmental Contributions	\$ 175,000	\$ 175,000	\$ 176,000	\$ 1,000	1%	Over	
Nondepartmental Downtown Maintenance	\$ 39,000	\$ 39,000	\$ 16,440	\$ (22,560)	-58%	Under	
Nondepartmental Transfers	\$ 3,090,438	\$ 3,090,438	\$ 6,651,280	\$ 3,560,842	115%	Over	
Total NonDepartmental Expenses	<u>\$ 3,986,980</u>	<u>\$ 3,986,980</u>	<u>\$ 7,617,135</u>	<u>\$ 3,630,155</u>	<u>91%</u>		




Nondepartmental:

Nondepartmental includes several one-time allocations and transfers made at the beginning of each fiscal year for the entire year. These allocations, contributions, and transfers include: (1) annual citywide insurance allocations; (2) council directed annual nonprofit grant contributions; (3) downtown maintenance; and (4) general fund transfers to capital project funds. All other Nondepartmental expenses are those expenses not attributable to a specific fund. There was a one-time transfer to the City Enhancement fund based on Kodiak City Code to transfer one half of the general fund surplus at the time of the completion of the previous year's annual audit. This one-time transfer is reflected in the actual amounts but the budget was not amended to reflect this transfer.



Tourism Fund Budget versus Actual Revenues and Expenses

For Twelve Months Ended June 30, 2022

	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	Indicator
Hotel / Motel Tax Revenues	\$ 200,000	\$ 200,000	\$ 332,993	\$ 132,993	66%	Over	
Net Investment Income	\$ 2,000	\$ 2,000	\$ (1,241)	\$ (3,241)	-162%	Under	
Administrative Expenses	\$ 207,000	\$ 207,000	\$ 168,100	\$ (38,900)	-19%	Under	
Tourism Fund - Net Revenues Less Expenses	<u>\$ (7,000)</u>	<u>\$ (7,000)</u>	<u>\$ 163,652</u>	<u>\$ 170,652</u>	<u>82%</u>		

Net Investment Income:

For the twelve months ended June 30, 2022, the City was invested in various U.S. agency bonds, U.S. government treasuries, and certificates of deposit. Net investment income includes interest income, realized gains and losses, and unrealized gains and losses. Unrealized gains and losses are due to market fluctuations for the fair market value of the investments owned by the City. The City contracts investment management services with Alaska Permanent Capital Management as a third-party investment management and advisory group. The City investment committee is currently evaluating allowable investments per municipal City Code and municipal City Charter.



**Enhancement Fund
Budget versus Actual
Revenues**

For Twelve Months Ended June 30, 2022							
	Annual Amended Budget	Reporting Period (12 Months) Budget	Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	Indicator
Net Investment Income	\$ 50,000	\$ 50,000	\$ (204,678)	\$ (254,678)	-509%	Under	
Rents and Royalties	\$ 40,000	\$ 40,000	\$ 93,703	\$ 53,703	134%	Over	
Transfers	\$ 1,265,674	\$ 1,265,674	\$ 4,820,449	\$ 3,554,775	281%	Over	
Enhancement Fund Total Revenues	\$ 1,355,674	\$ 1,355,674	\$ 4,709,474	\$ (3,353,800)	-247%		

Net Investment Income:

For the twelve months ended June 30, 2022, the City was invested in various U.S. agency bonds, U.S. government treasuries, and certificates of deposit. Net investment income includes interest income, realized gains and losses, and unrealized gains and losses. Unrealized gains and losses are due to market fluctuations for the fair market value of the investments owned by the City. The City contracts investment management services with Alaska Permanent Capital Management as a third-party investment management and advisory group. The City investment committee is currently evaluating allowable investments per municipal City Code and municipal City Charter.



Cargo Fund Budget versus Actual Revenues

	For the Twelve Months Ended June 30, 2022						Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	
PERS On Behalf	\$ 7,506	\$ 7,506	\$ -	\$ (7,506)	-100%	Under	
Charges for Services	\$ 1,375,000	\$ 1,375,000	\$ 1,540,724	\$ 165,724	12%	Over	
Net Investment Income	\$ 15,000	\$ 15,000	\$ (15,035)	\$ (30,035)	-200%	Under	
Rentals	\$ 275,000	\$ 275,000	\$ 311,370	\$ 36,370	13%	Over	
Miscellaneous Revenues	\$ -	\$ -	\$ 70,626	\$ 70,626	100%	Over	
Total Cargo Revenues	\$ 1,672,506	\$ 1,672,506	\$ 1,907,685	\$ 235,179	14%		

PERS on Behalf:

PERS on Behalf payments are made by the State of Alaska throughout the year based on City reported payrolls. The City records this allocation at the end of the fiscal year once the final confirmation has been received by the State.

Net Investment Income:

For the twelve months ended June 30, 2022, the City was invested in various U.S. agency bonds, U.S. government treasuries, and certificates of deposit. Net investment income includes interest income, realized gains and losses, and unrealized gains and losses. Unrealized gains and losses are due to market fluctuations for the fair market value of the investments owned by the City. The City contracts investment management services with Alaska Permanent Capital Management as a third-party investment management and advisory group. The City investment committee is currently evaluating allowable investments per municipal City Code and municipal City Charter.



Cargo Fund Budget versus Actual Expenses

For the Twelve Months Ended June 30, 2022

	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	Indicator
Cargo Administration	\$ 575,759	\$ 575,759	\$ 556,649	\$ (19,110)	-3%	Under	
Interfund Charges	\$ 159,217	\$ 159,217	\$ 159,217	\$ -	0%	Over	
Transfers	\$ 54,152	\$ 54,152	\$ 108,372	\$ 54,220	100%	Over	
Warehouse	\$ 42,500	\$ 42,500	\$ 23,553	\$ (18,947)	-45%	Under	
Pier II	\$ 1,802,232	\$ 1,802,232	\$ 1,794,878	\$ (7,354)	0%	Under	
Pier III	\$ 32,400	\$ 32,400	\$ 1,794	\$ (30,606)	-94%	Under	
Total Cargo Expenses	<u>\$ 2,666,260</u>	<u>\$ 2,666,260</u>	<u>\$ 2,644,463</u>	<u>\$ (21,797)</u>	<u>-1%</u>		

Transfers:

Transfers are one-time transfers to other funds. These are approved during the budget process or approved through City Council action items and recorded immediately after approved. Amounts transferred that were not budgeted include the Cruise Ship Revenue received from the State and transferred to the Portland Loos capital project.



Harbor Fund Budget versus Actual Revenues

	For the Twelve Months Ended June 30, 2022					Over or Under Budget for the Reporting Period	Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance		
PERS On Behalf	\$ 37,759	\$ 37,759	\$ -	\$ (37,759)	-100%	Under	
Charges for Services	\$2,508,368	\$2,508,368	\$3,468,495	\$ 960,127	38%	Over	
Pier I Charges for Services	\$ 13,000	\$ 13,000	\$ -	\$ (13,000)	-100%	Under	
Net Investment Income	\$ 26,000	\$ 26,000	\$ 18,107	\$ (7,893)	-30%	Under	
Rentals	\$ 67,260	\$ 67,260	\$ 54,349	\$ (12,911)	-19%	Under	
Miscellaneous Revenues	\$ 7,300	\$ 7,300	\$ 7,965	\$ 665	9%	Over	
Interfund Charges	\$ 79,463	\$ 79,463	\$ 79,463	\$ -	0%	Over	
Total Harbor Revenues	\$2,739,150	\$2,739,150	\$3,628,379	\$ 889,229	32%		

PERS on Behalf:

PERS on Behalf payments are made by the State of Alaska throughout the year based on City reported payrolls. The City records this allocation at the end of the fiscal year once final confirmation has been received from the State.

Pier I Charges for Services:

Pier I Charges for services will be implemented upon signing the agreement with the State of Alaska for the new ferry dock terminal. Per this agreement, separate subsections of revenues and expenses related to Pier I must be maintained.

Rentals:

Rentals include office space rental for the Alaska Marine Highway System. These revenues are under budget for the reporting period due to the timing of payments. City staff is currently evaluating rental agreements in place.

Net Investment Income:

For the twelve months ended June 30, 2022, the City was invested in various U.S. agency bonds, U.S. government treasuries, and certificates of deposit. Net investment income includes interest income, realized gains and losses, and unrealized gains and losses. Unrealized gains and losses are due to market fluctuations for the fair market value of the investments owned by the City. The City contracts investment management services with Alaska Permanent Capital Management as a third-party investment management and advisory group. The City investment committee is currently evaluating allowable investments per municipal City Code and municipal City Charter.








Harbor Fund Budget versus Actual Expenses

For the Twelve Months Ended June 30, 2022

	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	Indicator
Harbor Administration	\$ 3,364,182	\$ 3,364,182	\$ 2,964,713	\$ (399,469)	-12%	Under	
Interfund Charges	\$ 273,190	\$ 273,190	\$ 273,190	\$ -	0%	Over	
Pier I Expenses	\$ 28,500	\$ 28,500	\$ 6,036	\$ (22,464)	-79%	Under	
Total Harbor Expenses	<u>\$ 3,665,872</u>	<u>\$ 3,665,872</u>	<u>\$ 3,243,939</u>	<u>\$ (421,933)</u>	<u>-12%</u>		



Shipyard Fund Budget versus Actual Revenues

	For the Twelve Months Ended June 30, 2022						Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	
PERS On Behalf	\$ 1,198	\$ 1,198	\$ -	\$ (1,198)	-100%	Under	
Charges for Services	\$ 468,000	\$ 468,000	\$ 151,519	\$ (316,481)	-68%	Under	
Net Investment Income	\$ 500	\$ 500	\$ -	\$ (500)	-100%	Under	
Service Contracts	\$ -	\$ -	\$ 45,000	\$ 45,000	100%	Over	
Miscellaneous Revenues	\$ 60,000	\$ 60,000	\$ 15,047	\$ (44,953)	-75%	Under	
Total Shipyard Revenues	\$ 529,698	\$ 529,698	\$ 211,566	\$ (318,132)	-60%		

PERS on Behalf:

PERS on Behalf payments are made by the State of Alaska throughout the year based on City reported payrolls. The City records this allocation at the end of the fiscal year once final confirmation has been received from the State.

Charges for Services:

Charges for services will fluctuate based on the number of vessels lifted and stored in the yard for a period of time. The number of vessel lifts and the number of vessels in the yard for an extended period have decreased as compared to prior years. The Port and Harbor Advisory Board and the Harbormaster are currently exploring ways to increase revenues in the shipyard.

Net Investment Income:



For the twelve months ended June 30, 2022, the City was invested in various U.S. agency bonds, U.S. government treasuries, and certificates of deposit. Net investment income includes interest income, realized gains and losses, and unrealized gains and losses. Unrealized gains and losses are due to market fluctuations for the fair market value of the investments owned by the City. The City contracts investment management services with Alaska Permanent Capital Management as a third-party investment management and advisory group. The City investment committee is currently evaluating allowable investments per municipal City Code and municipal City Charter.

Miscellaneous Revenues:

Miscellaneous revenues include nonoperational revenues. As these revenue streams are various in nature, budgeted amounts are based on prior year averages and cannot be readily determinable. City staff will continue to monitor miscellaneous revenues throughout the fiscal year.



Shipyard Fund Budget versus Actual Expenses

	For the Twelve Months Ended June 30, 2022						
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	Indicator
Shipyard Administration	\$ 817,857	\$ 817,857	\$ 877,270	\$ 59,413	7%	Over	
Interfund Charges	\$ 96,140	\$ 96,140	\$ 96,140	\$ -	0%	Over	
Total Shipyard Expenses	\$ 913,997	\$ 913,997	\$ 973,410	\$ 59,413	7%		

Shipyard Administration:

These expenses are operation expenses including salaries and wages and related benefits. Due to the timing of salary increases during the supplemental budget, budgeted amounts were estimated based on currently staffing levels.



Water Utility Fund Budget versus Actual Revenues

	For the Twelve Months Ended June 30, 2022						Over or Under Budget for the Reporting Period	Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance			
Penalties & Interest	\$ 27,000	\$ 27,000	\$ 36,400	\$ 9,400	35%	Over		
PERS On Behalf	\$ 21,042	\$ 21,042	\$ -	\$ (21,042)	-100%	Under		
Charges for Services	\$4,799,200	\$4,799,200	\$5,064,718	\$ 265,518	6%	Over		
Net Investment Income	\$ 30,000	\$ 30,000	\$ (44,480)	\$ (74,480)	-248%	Under		
Miscellaneous Revenues	\$ 5,000	\$ 5,000	\$ 4,611	\$ (389)	-8%	Under		
Total Water Revenues	<u>\$4,882,242</u>	<u>\$4,882,242</u>	<u>\$5,061,249</u>	<u>\$ 179,007</u>	<u>4%</u>			

PERS on Behalf:

PERS on Behalf payments are made by the State of Alaska throughout the year based on City reported payrolls. The City records this allocation at the end of the fiscal year once final confirmation has been received from the State.

Net Investment Income:



For the twelve months ended June 30, 2022, the City was invested in various U.S. agency bonds, U.S. government treasuries, and certificates of deposit. Net investment income includes interest income, realized gains and losses, and unrealized gains and losses. Unrealized gains and losses are due to market fluctuations for the fair market value of the investments owned by the City. The City contracts investment management services with Alaska Permanent Capital Management as a third-party investment management and advisory group. The City investment committee is currently evaluating allowable investments per municipal City Code and municipal City Charter.

Miscellaneous Revenues:

Miscellaneous revenues include nonoperational revenues. As these revenue streams are various in nature, budgeted amounts are based on prior year averages and cannot be readily determinable. City staff will continue to monitor miscellaneous revenues throughout the fiscal year.







Water Utility Fund Budget versus Actual Expenses

	For the Twelve Months Ended June 30, 2022						Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	
Water Distribution	\$2,854,250	\$2,854,250	\$ 2,790,572	\$ (63,678)	-2%	Under	
Water Treatment	\$ 530,660	\$ 530,660	\$ 456,993	\$ (73,667)	-14%	Under	
Total Water Utility Expenses	\$3,384,910	\$3,384,910	\$ 3,247,565	\$(137,345)	-4%		



Sewer Utility Fund Budget versus Actual Revenues

	For the Twelve Months Ended June 30, 2022						Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	
PERS On Behalf	\$ 34,425	\$ 34,425	\$ -	\$ (34,425)	-100%	Under	
Charges for Services	\$5,387,404	\$5,387,404	\$5,388,686	\$ 1,282	0%	Over	
Net Investment Income	\$ 20,000	\$ 20,000	\$ (18,268)	\$ (38,268)	-191%	Under	
Miscellaneous Revenues	\$ -	\$ -	\$ 5,457	\$ 5,457	100%	Over	
Total Sewer Revenues	\$5,441,829	\$5,441,829	\$5,375,875	\$ (65,954)	-1%		

PERS on Behalf:

PERS on Behalf payments are made by the State of Alaska throughout the year based on City reported payrolls. The City records this allocation at the end of the fiscal year once final confirmation has been received from the State.

Net Investment Income:

For the twelve months ended June 30, 2022, the City was invested in various U.S. agency bonds, U.S. government treasuries, and certificates of deposit. Net investment income includes interest income, realized gains and losses, and unrealized gains and losses. Unrealized gains and losses are due to market fluctuations for the fair market value of the investments owned by the City. The City contracts investment management services with Alaska Permanent Capital Management as a third-party investment management and advisory group. The City investment committee is currently evaluating allowable investments per municipal City Code and municipal City Charter.



Sewer Utility Fund Budget versus Actual Expenses

For the Twelve Months Ended June 30, 2022

	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	Indicator
Sewer Collection	\$ 789,500	\$ 789,500	\$ 913,253	\$ 123,753	16%	Over	
Wastewater Treatment	\$2,971,764	\$2,971,764	\$ 2,788,717	\$ (183,047)	-6%	Under	
Compost	\$ 487,279	\$ 487,279	\$ 380,305	\$ (106,974)	-22%	Under	
Total Sewer Utility Expenses	<u>\$4,248,543</u>	<u>\$4,248,543</u>	<u>\$ 4,082,275</u>	<u>\$ (166,268)</u>	<u>-4%</u>		

Sewer Collection:

These expenses are operation expenses including salaries and wages and related benefits. Due to the timing of salary increases during the supplemental budget, budgeted amounts were estimated based on currently staffing levels.



Harbor Electric Fund Budget versus Actual Revenues and Expenses

	For the Twelve Months Ended June 30, 2022						Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Over or Under Budget for the Reporting Period	
Revenues - Charges for Services	\$ 584,500	\$ 584,500	\$ 772,048	\$ 187,548	32%	Over	
Revenues - Net Investment Income	\$ 1,286	\$ 1,286	\$ (1,412)	\$ (2,698)	-210%	Under	
Administration Expenses	\$ 525,960	\$ 525,960	\$ 673,687	\$ 147,727	28%	Over	
Interfund Charges	\$ 52,929	\$ 52,929	\$ 52,929	\$ -	0%	Over	
Harbor Electric Fund - Net Revenues Less Expenses	\$ 6,897	\$ 6,897	\$ 44,020	\$ 37,123	6%		

Administration Expenses:




Administration expenses include the purchase of power for resale. Due to the increases costs of providing power to the harbors, actual costs have exceeded budget for the reporting period.

Net Investment Income:

For the twelve months ended June 30, 2022, the City was invested in various U.S. agency bonds, U.S. government treasuries, and certificates of deposit. Net investment income includes interest income, realized gains and losses, and unrealized gains and losses. Unrealized gains and losses are due to market fluctuations for the fair market value of the investments owned by the City. The City contracts investment management services with Alaska Permanent Capital Management as a third-party investment management and advisory group. The City investment committee is currently evaluating allowable investments per municipal City Code and municipal City Charter.



Trident Basin Fund Budget versus Actual Revenues and Expenses

	For the Twelve Months Ended June 30, 2022					Over or Under		Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Budget for the Reporting Period		
Revenues - Charges for Services	\$ 15,000	\$ 15,000	\$ 14,379	\$ (621)	-4%	Under		
Revenues - Rentals	\$ 40,000	\$ 40,000	\$ 45,476	\$ 5,476	14%	Over		
Administration Expenses	\$ 310,777	\$ 310,777	\$ 310,677	\$ (100)	0%	Under		
Trident Basin Fund - Net Revenues Less Expenses	<u>\$ (255,777)</u>	<u>\$ (255,777)</u>	<u>\$ (250,822)</u>	<u>\$ 4,955</u>	<u>2%</u>			

Charges for Services:

Charges for services include agreements with various businesses to operate out of the Trident float plane facility. These agreements are currently undergoing evaluating by City management.



E-911 Fund Budget versus Actual Revenues and Expenses

	For the Twelve Months Ended June 30, 2022					Over or Under		Indicator
	Annual Amended Budget	Reporting Period (12 Months) Budget	Unaudited Actual	Budget versus Actual \$ Variance	Budget versus Actual % Variance	Budget for the Reporting Period		
PERS On Behalf	\$ 19,839	\$ 19,839	\$ -	\$ (19,839)	-100%	Under		
E911 Surcharge	\$ 450,000	\$ 450,000	\$ 299,460	\$ (150,540)	-33%	Under		
Administration Expenses	\$ 1,041,829	\$ 1,041,829	\$ 1,001,042	\$ (40,787)	-4%	Under		
E911 Fund - Net Revenues Less Expenses	<u>\$ (571,990)</u>	<u>\$ (571,990)</u>	<u>\$ (701,582)</u>	<u>\$ (129,592)</u>	<u>-12%</u>			

PERS on Behalf:

PERS on Behalf payments are made by the State of Alaska throughout the year based on City reported payrolls. The City records this allocation at the end of the fiscal year once final confirmation has been received by the State.

E911 Surcharge:

E911 Surcharge is comprised of expenses incurred and charged to the Kodiak Island Borough for emergency 911 services provided to the Kodiak Island road system. The total amount billed to the Kodiak Island Borough for these services from July 1, 2021 through June 30, 2022 is \$985,779. The outstanding balance due from the Kodiak Island Borough as of June 30, 2022 totals \$686,319. This account balance will be adjusted at the end of the fiscal year to reflect only the portions that the City has received as payment.



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