

Draft Grand Bargain Budget Framework

New Expenses and Adjustments		Notes
No Sales Tax On Groceries	\$ 1,200,000	
Fish tax to Harbor Fund	\$ 100,000	
GF Subsidy To Electric Fund	\$ 1,000,000	
Adjusted GF Deficit Funding PW Capital Projects at \$3 million not at \$4 million	\$ 1,500,000	Funding PW capital projects at \$3 million allows current infrastructure to be maintained. Adjustment made from General Fund Forecast Spreadsheet Presented at the Nov 23 CTF meeting.
Tax Exemption for Low Income Prop Owners		Excludes those eligible for other property exemptions. Example example: \$50K exemption for home owners earning \$75K or less
Total New Expenses	\$ 3,800,000	

Possible New Revenues Streams		Notes
Elimination Senior Sales Tax	\$ -	With sales tax off of groceries and a subsidy for electrical service, removing this exemption may be more achievable
Car Registration Tax	\$ 500,000	Revenue to go to streets
Raise Sales Tax Cap	\$ -	
Sales Tax on Long Term Rentals	\$ -	
Land Sales	\$ 50,000	
Lease Rock Quarry	\$ 20,000	
Two Mill Property Tax Increase	\$ 2,334,000	
Total	\$ 2,904,000	

Difference Between Revenues and Expenses \$ (896,000)

Reductions To Balance Budget

CBS General Fund	\$ 700,000	
Sitka School District	\$ 200,000	Dependent on state funding levels

Sitka Community Hospital	\$	-	
Total	\$	900,000	
Grand Total		\$	4,000