

**KENSINGTON FIRE PROTECTION DISTRICT
NOTICE OF A MEETING OF A STANDING COMMITTEE**

FINANCE COMMITTEE

Date of Meeting: February 2, 2017
Time of Meeting: 4:00 p.m.
Place of Meeting: Kensington Public Safety Building
Conference Room
217 Arlington Avenue, Kensington, CA 94707

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the Office Administrator, 510/527-8395. Notification 48 hours prior to the meeting will enable the Kensington Fire Protection District to make reasonable arrangements to ensure accessibility to this meeting (28 CFR 35.102-35.104 ADA Title 1).

Finance Committee Members: Janice Kosel and Don Dommer
Staff: Brenda Navellier

AGENDA

1. Call To Order
2. Public Comment
3. Approval of May 31, 2016 Committee Minutes
4. Mid-Year Budget vs. Actual Review
5. Review District Investments
6. Adjourn

For time and date of the next meeting of the Kensington Fire Protection District Finance Committee, contact the District office, 217 Arlington Avenue, Kensington, CA 94707, 510/527-8395.

**MINUTES OF THE MAY 31, 2016 FINANCE COMMITTEE MEETING
OF THE KENSINGTON FIRE PROTECTION DISTRICT**

PRESENT: Directors: Janice Kosel and Don Dommer
 Staff: Chief Lance Maples, Manager Brenda Navellier, CPA Deborah Russell
 Guest: El Cerrito City Manager Scott Hanin

CALL TO ORDER:

Director Kosel called the meeting to order at 2:00 p.m. and noted the Committee members, guest and staff that were present. In addition there were three members of the public at the beginning of the meeting.

ORAL COMMUNICATIONS:

None.

APPROVAL OF JANUARY 27, 2016 COMMITTEE MINUTES:

Director Kosel noted that the Committee's last meeting was held on January 27th. The Committee approved the minutes as submitted by consensus.

EL CERRITO CONTRACT FEE PROPOSAL FY16-17:

Kosel reported that the Committee typically meets with the El Cerrito City Manager and Fire Chief every year around May to receive the proposed contract fee and reconciliation. A chart of fee increases since inception was also included in the packet. Kosel reported that Kensington contracted with El Cerrito 20 years ago and it has been a win-win situation for both communities. KFPD is in a relatively healthy position and any surplus will be dedicated to the building reserves. KFPD is in the midst of a study regarding the building and whether it needs to be repaired or replaced. At the end of the upcoming fiscal year the District will have \$1.8 million in its replacement funds. KPPCSD has appointed an adhoc committee to look at the dissolution of KFPD to be taken over by KPPCSD. KFPD's attorney is looking into the next steps including the contract with El Cerrito. Maples is monitoring through LAFCO. *Russell arrived at the meeting.*

Hanin responded that he has met with the KPPCSD adhoc committee in regard to policing. El Cerrito has not provided a detailed proposal until KPPCSD Board makes a decision. Police is handled very different than fire. Hanin said that the City has carried about 15% of total positions vacant for the last two to three years. Currently the City is hiring and will bring that percentage up to about 8%. Revenues are strong, particularly property taxes. Real estate prices are very high and rent is very strong. The City is projecting a 7.5% increase in property taxes for the next two years. Sales taxes are on a steady growth. Numerous new developments are taking place in town over the next 18 months which Hanin reviewed. Most City fees are up 3%. Reserves are at almost 9%. The City credit rating has gone up. Expenses are also up around personnel due to filled vacancies. Medical costs are flat. Public Safety will be paying the full 12% of the PERS costs starting in FY16-17. A new Finance Director has been hired and will start in two weeks. The El Cerrito-Kensington contract relationship is great. Hanin does not believe that KFPD could get a higher level of service or a better price.

Kosel agreed and noted that KFPD gets nothing but compliments from the public. Hanin agreed the fire department has a great culture, the city is very happy with the department and Chief Maples does a great job. Kosel noted that 5/4/16 was National Firefighter Day. Kosel had "Thank You Kensington Firefighter" signs printed and there was a high demand for them. Hanin will not be able to attend the KFPD Board meeting next week.

Ciara Wood added that people who wanted the "Thank You" signs but did not receive them were miffed.

Chief Maples gave an overview of the Fire Department budget narrative. Salary and benefits is a 4.5% increase from the previous year. The employees will be picking up the final 1.5% in PERS contributions to bring them up to 12%. That is the maximum amount that they can pay. Hanin pointed out it is effectively a 3% raise which matches the CPI. Overtime follows the increase of 4.5%. PERS costs are up 7.5%. Jim Watt clarified that the PERS line would have been a 9% increase but the employee's contribution of 1.5% is factored in. Under Professional Services, Maples listed the line items that had increases for the first time in numerous years. The proposed fee is \$2,499,805 and then add back in ½ of Navellier's salary plus the reconciliation making the proposed contract fee \$2,552,869 or 7.74%. Maples said that he believes the contract fee is fair and equitable on both sides due to the flexibility of the men and women of the fire department and the support of City Hall. Medical costs being flat is an anomaly in this market.

Director Kosel said she is happy to recommend the proposed contract to the Board. She asked that Maples & Navellier update the fire station cost comparison sheet when they have time. Kosel said that comparison shows that El Cerrito-Kensington is a low cost leader and Kensington is getting a good deal. Hanin said he keeps having to educate his Finance Directors on why Kensington is only charged 27% instead of 33%. Maples said ultimately the community decides on whether the service they receive is worth the cost.

Ciara Wood noted that Kensington is the most represented community on the Diablo Fire Safe Council from which Kensington has received lots of grant funding.

Jim Watt questioned how the fee increased came to 7.74? The salary increase is 4.5%, PERS has gone up by 7.5% and medical costs are flat. Maples said there were a few contributing factors, one being the \$62,000 reconciliation from two years ago which is about 1/3 of the increase. Hanin said it is important to look at the past two years together (El Cerrito operates on a two-year budget). Add the 7.74 with the -1.90 and the past two years have been about a 3% increase each. Maples added that the reconciliation from 13-14 was a negative. Watt asked about the \$1.3 million in grants that ECFD has received. Maples explained that was for the new ladder truck and also cardiac compression devices. They are not for personnel. Watt asked if Kensington has an opportunity to apply for a grant for the new engine they purchased. Maples said the department does not write grants for first line equipment as they are not usually successful in their experience. Usually unique or regional opportunities are successful. Last year there were nine responses for mutual aid throughout the State. All expenditures are paid by El Cerrito and then reimbursed directly to El Cerrito by the State. There is a separate line item titled OES overtime. Watt noted there is lots of overtime. Why not hire new personnel or staff at something less than three? Maples said overtime is cheaper compared to a top step firefighter with benefits. It also allows flexibility so that personnel can work overtime which they appreciate. Watt asked why the engines are staff at three personnel. Maples explained that is the industry standard and the National Fire Protection Agency calls for a minimum of three but recommends four personnel. Staffing is based on personnel that would be needed for a working fire. Before the contract, Kensington employed five people on the engine per day and reduced to four in the early 90's. Kensington and El Cerrito have had years of relationship and reciprocity prior to the contract based on automatic aid. Maples views the two communities as one area since the contract. Dommer added that Berkeley and Albany have the same auto aid relationship. Hanin gave an explanation of why three personnel are necessary and the department would never consider two because personnel would not be able to enter a house to attack fire but would have to stay outside to protect the neighbors only. Ciara Wood noted that it has been 25 years since the Oakland Hills Fire and the community will need outside help if a similar fire came out of the canyon. Watt asked how many of the 33 personnel are currently out on disability to which Maples answered none. The department has a very low workers comp claim history. It does have a strong wellness program and a robust training program that includes physical fitness. Ciara Wood asked how many internal investigations the fire department has had? Maples replied none. He also stated there has not been a grievance filed in 10 years and only one in the 10 years before that. *Scott Hanin left the meeting.*

FY2015-2016 AUDITOR PROPOSAL/RECOMMENDATION:

A proposal from Lamorena & Chang was included in the packet. There is no increase to the \$13,000 fee. The District reviewed other auditors a few years ago but Lamorena & Chang's presentation was the most intelligible. The Committee agreed by consensus to recommend L&C's proposal to the Board.

REVIEW AND RECOMMEND DRAFT FY2016-2017 BUDGET:

Director Kosel noted that the property tax increase is not slated as high as El Cerrito's but Kensington doesn't have the same growth or turnover. The lease agreement of \$1 to KPPCSD expires on 6/30/17. The planning budget is leaving that line item as a 0 since it is currently unknown what the building plan is. Total revenue is \$3.8. Total expenses are currently slated at \$3.087 million which is a total surplus of \$700,000 which will be dedicated to the building capital fund. At the end of the FY16-17 the District will have over \$1.5 million saved for the building which may be a drop in the bucket of the total cost for the building project. Dommer added that the Building Committee has selected an architect and their contract will be on the June agenda. Kosel noted that legal expenses year to date are approximately \$4,000. Kosel noted that KFPD has agreed to match Kensington resident contribution to Diablo Fire Safe Council since Kensington is benefitting so much in grants to the community. The District went over budget by \$225 during the current year on this item so has increased the budget for FY16-17 to \$5,000 from \$4,000. Wood reported on DFSC's purchase of a power mower for the Kensington interface. The Committee said Navellier's salary should be increased by at least 3% for cost of living. Initially the Committee was planning on preparing a five year budget for the meeting but decided the building is too large of an unknown to create that at this time. The Committee decided to change the needs assessment/feasibility study item to \$125,000 to cover the cost of the architect and project management. Dommer gave an explanation on the proposed building

project. Ciara Wood talked about the removal of juniper and the ramifications of not removing them. She will be asking DFSC for the services of a professional photographer and KFPD may want to consider that also. Kosel said there has been no traction with the KPPCSD on the proposed demonstration garden in Kensington Park. Dommer suggested a pamphlet regarding juniper removal. The budget will be on the Board's June agenda and the final will be adopted in September. *Chief Maples left the meeting.*

REVIEW DISTRICT INVESTMENTS:

Navellier passed out a cash flow for May through October 2016. The District does have a provision in the El Cerrito contract that it will maintain one year's worth of contract fee in reserves. At different times during the year, the District does not always have those funds set aside depending on cash but El Cerrito is aware of that. Russell noted that the contract says that our intention is to try to set aside that amount. At the beginning of the year, the District moved much of its investments outside of LAIF and the returns have tripled but are still low. Russell pointed out there was a \$5,000 buy in which offset the returns. Kosel would like to review the investments after one year to decide whether to continue with the County or move to Wells Fargo. If KFPD leaves the County for investments they would have to leave County admin also and hire out the work or hire more help. Maybe KFPD could hire El Cerrito for financial services. Russell gave an explanation of the replacement funds and when they are moved.

ADJOURNMENT: The meeting was adjourned at 3:25 p.m.

MINUTES PREPARED BY: Brenda J. Navellier

These minutes were approved at the Committee meeting of January 24, 2017.

Attest:

Finance Committee Member

Kensington Fire Protection District
Revenue & Expense Budget vs. Actual
 July through December 2016

	Jul - Dec 16	Budget	\$ Over Budget	% of Budget
Ordinary Income/Expense				
Income				
Property Taxes	3,634,456.11	3,520,295.00	114,161.11	103.2%
Special Taxes	200,287.30	200,287.00	0.30	100.0%
Lease Agreement	1.00	1.00	0.00	100.0%
Interest Income	12,386.84	5,000.00	7,386.84	247.7%
Salary Reimbursement Agreement	26,532.00	27,300.00	-768.00	97.2%
Miscellaneous Income	31,388.24	0.00	31,388.24	100.0%
Total Income	3,905,051.49	3,752,883.00	152,168.49	104.1%
Expense				
OUTSIDE PROFESSIONAL SERVICES				
LAFCO Fees	2,123.97	1,850.00	273.97	114.8%
Contra Costa County Expenses	2,648.00	2,205.00	441.00	120.0%
El Cerrito Contract Fee	1,276,434.53	1,276,434.48	0.05	100.0%
Water System Improvements	0.00	10,000.00	-10,000.00	0.0%
Fire Abatement Contract	265.00	8,000.00	-7,735.00	3.3%
Risk Management Insurance	12,106.00	12,110.00	-4.00	100.0%
Professional Fees				
Accounting	1,755.00	2,500.02	-745.02	70.2%
Actuarial Valuation	0.00	0.00	0.00	0.0%
Audit	13,000.00	13,000.00	0.00	100.0%
Legal Fees	15,890.04	15,000.00	890.04	105.9%
Total Professional Fees	30,645.04	30,500.02	145.02	100.5%
Wildland Vegetation Mgmt	0.00	2,500.00	-2,500.00	0.0%
Total OUTSIDE PROFESSIONAL SERVICES	1,324,220.54	1,343,599.50	-19,378.96	99.6%
RETIREE MEDICAL BENEFITS				
PERS Medical	14,406.08	18,425.02	-4,018.94	78.2%
Delta Dental	1,277.48	2,885.02	-1,607.56	44.3%
Vision Care	405.37	887.48	-482.11	45.7%
Total RETIREE MEDICAL BENEFITS	16,088.91	22,197.52	-6,108.61	72.5%
COMMUNITY SERVICE ACTIVITIES				
Public Education	3,808.92	5,500.02	-2,691.10	58.6%
Comm. Pharmaceutical Drop-Off	1,008.88	2,500.00	-1,491.12	40.4%
Vial of Life Program	0.00	50.00	-50.00	0.0%
CERT Emerg Kits/Sheds/Prepared	10,903.34	14,266.68	-3,363.34	76.4%
Open Houses	335.83	750.00	-414.17	44.8%
Community Shredder	1,162.05	1,750.00	-587.95	66.4%
Firesafe Planting Grants	0.00	0.00	0.00	0.0%
Community Sandbags	1,253.43	3,000.00	-1,746.57	41.8%
Total COMMUNITY SERVICE ACTIVITIES	18,472.45	28,818.70	-10,346.25	64.1%
DISTRICT ACTIVITIES				
Firefighter's Apparel & PPE	22,609.84	25,000.00	-2,390.16	90.4%
Firefighters' Expenses	164.53	4,999.98	-4,835.45	3.3%
Professional Development	2,121.59	2,499.98	-378.39	64.9%
Building Maintenance				
Needs Assess/Feasibility Study	93,882.62	124,500.00	-30,617.38	75.2%
Storage Room Emergency Repair	0.00	0.00	0.00	0.0%
Janitorial Service	630.00	750.00	-120.00	84.0%
Medical Waste Disposal	1,309.95	1,749.98	-440.03	74.9%
Building alarm	115.00	200.00	-85.00	57.5%
Gardening service	360.00	818.18	-458.18	44.0%
Miscellaneous Maint.	4,932.21	6,000.00	-1,067.79	82.2%
Total Building Maintenance	101,029.78	134,018.14	-32,988.36	75.4%
Building Utilities/Service				
Garbage	0.00	0.00	0.00	0.0%
Gas and Electric	4,387.77	3,750.00	637.77	117.0%
Water/Sewer	1,257.77	1,900.00	-242.23	83.9%
Total Building Utilities/Service	5,645.54	5,250.00	395.54	107.5%
Election	0.00	1,000.00	-1,000.00	0.0%
Memberships	6,676.00	6,650.00	26.00	100.4%
Office				
Office Expense	409.26	1,750.02	-1,340.76	23.4%
Office Supplies	344.02	1,249.98	-905.96	27.5%
Telephone	3,528.29	4,000.02	-471.73	88.2%
Total Office	4,281.57	7,000.02	-2,718.45	61.2%
Total DISTRICT ACTIVITIES	142,528.85	186,418.12	-43,889.27	76.5%
Staff				
Wages	41,556.60	41,556.48	0.12	100.0%
Longevity Pay	1,000.00	1,000.00	0.00	100.0%
Overtime Wages	419.54	675.00	-255.46	62.2%
Medical/dental ins compensation	4,095.00	4,095.00	0.00	100.0%
Retirement Contribution	3,465.94	3,158.28	307.66	109.7%
Payroll Taxes	3,510.59	3,443.00	67.59	102.0%
Workers Compensation/Life Ins	1,343.57	1,600.00	-256.43	84.0%
Payroll Processing	864.88	759.00	105.88	113.9%
Total Staff	58,256.12	56,286.76	-30.64	99.9%
Contingency				
General	0.00	6,250.00	-6,250.00	0.0%
Total Contingency	0.00	6,250.00	-6,250.00	0.0%
Total Expense	1,557,566.87	1,643,568.60	-86,001.73	94.8%
Net Ordinary Income	2,347,484.62	2,109,314.40	238,170.22	111.3%
Other Income/Expense				
Other Income				
Transfers In - General	353,020.08	0.00	353,020.08	100.0%
Total Other Income	353,020.08	0.00	353,020.08	100.0%
Other Expense				
Transfers Out - Capital	353,020.08	2,735.09	350,284.99	12,907.1%

Kensington Fire Protection District
 Revenue & Expense Budget vs. Actual
 July through December 2016

	Jul - Dec 16	Budget	\$ Over Budget	% of Budget
<Gain>/Loss on Asset Disposal	0.00	630.87	-630.87	0.0%
Total Other Expense	353,020.08	3,365.96	349,654.12	10,487.9%
Net Other Income	0.00	-3,365.96	3,365.96	0.0%
Net Income	2,347,484.62	2,105,948.44	241,536.18	111.6%

KFPD COMBINED REVENUE, EXPENSE AND CAPITAL BUDGET

Fiscal Year 2016-2017

	FY 2015-2016	FY 2015-2016	FY 2016-2017	FY 2017-2018
<u>REVENUE BUDGET</u>	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>	<u>Planning</u>
Property Taxes	3,328,995	3,466,307	3,570,295	3,641,700
Special Taxes	200,345	200,345	200,287	200,287
Other tax income	27,000	26,734	26,000	26,000
Interest income	9,000	17,866	20,000	5,000
Lease agreement	1	1	1	0
Salary reimb agreement	51,586	50,344	54,600	55,930
Miscellaneous income	0	42,024	0	0
Total Revenue	3,616,928	3,803,621	3,871,184	3,928,918
	FY 2015-2016	FY 2015-2016	FY 2016-2017	FY 2017-2018
<u>OPERATING EXPENSE BUDGET</u>	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>	<u>Planning</u>
OUTSIDE PROFESSIONAL SERVICES				
Accounting	4,500	4,590	5,000	5,250
Actuarial Valuation	3,500	3,400	0	3,500
Audit	13,000	13,000	13,000	13,650
CC County Expenses	32,795	31,763	33,350	35,020
EI Cerrito Contract	2,369,530	2,369,530	2,552,869	2,654,985
Fire Abatement Contract	8,000	500	8,000	8,000
Insurance - Risk Mgmt	11,490	11,998	12,110	12,715
LAFCO Fees	1,800	1,801	1,850	1,900
Legal Fees	30,000	4,521	30,000	30,000
Water System Improvements	185,000	91,366	20,000	20,000
Wildland Vegetation Mgmt	10,000	5,630	10,000	10,000
RETIREE MEDICAL BENEFITS**				
PERS Medical (OPEB cost)	21,380	21,609	36,850	0
Delta Dental	2,735	2,555	5,770	0
Vision Care	745	695	1,775	0
COMMUNITY SERVICE ACTIVITIES				
Public Education	13,000	8,025	13,000	13,000
Community Pharmaceutical Drop-Off	2,500	3,344	5,000	5,000
Vial of Life Program	200	0	200	200
CERT Kits/Sheds/Preparedness	35,000	5,757	30,000	15,000
Open Houses	750	1,127	750	1,200
Community Shredder	3,500	2,757	3,500	3,500
DFSC Matching Grants	4,000	4,225	5,000	5,000
Firesafe Planting Grants	0	0	3,000	3,000
Demonstration Garden	5,000	0	10,000	5,000
Community Sandbags	6,000	4,038	6,000	6,000
DISTRICT ACTIVITIES				
Professional Development	5,000	4,538	5,000	5,000
District Office				
Office expense	3,500	3,119	3,500	3,500
Office supplies	2,500	1,679	2,500	2,500
Telephone	8,455	7,476	8,000	8,400
Election	0	0	1,000	0
Firefighter's Apparel & PPE	1,500	1,228	27,000	1,500
Firefighters' Expenses	10,000	9,038	10,000	10,000
Staff Appreciation	2,500	1,264	4,000	2,500
Memberships	7,230	7,309	7,675	8,060
P/S Building				
Needs Assessment/Feasibility Study *	40,000	19,991	125,000	0
Emergency Repair of Storage Room *	45,000	33,640	0	0
Gardening service	2,000	1,280	2,000	2,000
Building alarm	2,000	1,444	2,000	2,000
Medical waste disposal	4,000	2,985	3,500	4,000
Janitorial	1,500	1,260	1,500	1,500

KFPD COMBINED REVENUE, EXPENSE AND CAPITAL BUDGET

Fiscal Year 2016-2017

Misc. Maint/Improvements	12,500	8,298	12,000	12,000
PG&E	7,500	6,616	7,500	7,500
Water/Sewer	1,665	1,780	1,900	1,995
Garbage	1,080	346	0	0
Staff				
Wages	78,104	78,113	83,113	84,760
Longevity Pay	1,000	1,000	1,000	1,000
Overtime Wages	1,300	1,183	1,350	1,400
Vacation Wages Accrual Adjustment	0	2,497	766	0
Medical/dental insurance compensation	7,800	7,800	8,190	8,600
Retirement Contribution	5,934	5,937	6,317	6,442
Payroll Taxes	7,030	7,033	7,493	7,674
Insurance - Workers Comp/Life	1,800	1,454	1,600	1,800
Processing	1,505	1,445	1,515	1,590
Operating Contingency Fund	<u>25,000</u>	<u>0</u>	<u>25,000</u>	<u>25,000</u>
Total Operating Expense	3,051,825	2,811,982	3,167,441	3,062,637
Capital Outlay				
Type I Engine	350,000	349,689	0	0
Firefighter qtrs/equip	15,000	10,526	15,000	15,000
Apparatus Bay Construction	370,000	359,517	0	0
Office Furniture/Computers	<u>5,000</u>	<u>4,647</u>	<u>5,000</u>	<u>0</u>
Total Capital Outlay	740,000	724,379	20,000	15,000
TOTAL EXPENDITURES	3,791,825	3,536,361	3,187,441	3,077,637

Notes: The standard expenditure increase is 5% unless otherwise indicated or unless policy decisions mandated.

* During audit preparation it was determined to reclassify these two expenditures from Capital Outlay to Building Expense.

** Due to new reporting rules under GASB 75 and the fact that our OPEB assets equal liabilities, the actuary stated preliminarily that we will have no OPEB expense beginning in FY 17/18.

Designated Funds (see attached schedules)

Engine Replacement Fund	41,994	41,994	117,874	117,874
Public Safety Building Fund	<u>432,486</u>	<u>432,486</u>	<u>1,089,786</u>	<u>931,377</u>
	474,480	474,480	1,207,660	1,049,251
	FY 2015-2016	FY 2015-2016	FY 2016-2017	FY 2017-2018
	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>	<u>Planning</u>
Beginning Cash	5,829,574	6,000,755	5,853,180	6,536,922
Revenue	3,616,928	3,803,621	3,871,184	3,928,918
Operating Expenditures	-3,051,825	-2,811,982	-3,167,441	-3,062,637
Capital Expenditures	-740,000	-724,379	-20,000	-15,000
Accrual to Cash Adjustment		-414,836		
ENDING CASH	5,654,676	5,853,180	6,536,922	7,388,202
Cumulative Designated Funds				
Capital Replacement Funds	-1,210,765	-1,210,765	-2,418,425	-2,260,016
Prepaid CERBT - Retiree Trust	-1,000,148	-1,004,837	-1,004,837	-1,004,837
EI Cerrito Contract 12 month set aside	-2,369,530	-2,369,530	-2,552,869	-2,654,985
AVAILABLE CASH	1,074,233	1,268,048	560,791	1,468,364

KFPD COMBINED REVENUE, EXPENSE AND CAPITAL BUDGET
 Fiscal Year 2016-2017

SCHEDULE FOR REPLACEMENT OF EQUIPMENT

Type I Vehicle Cost	Estimated Cost 15 yrs/4%	Fiscal Year	Yearly Contribution To Cap. Fund	Accumulated Funds	Type III Vehicle Cost	Estimated Cost 15 yrs/4%	Fiscal Year	Yearly Contribution To Cap. Fund	Accumulated Funds
						\$540,094			
					\$94,000		02-03		
					\$205,895		03-04		
							04-05	32,860	32,860
							05-06	32,860	65,720
							06-07	32,855	98,575
							07-08	36,793	135,368
							08-09	36,793	172,161
					adjust to	\$592,100	09-10	41,994	214,155
							10-11	41,994	256,149
							11-12	41,994	298,143
							12-13	41,994	340,137
							13-14	41,994	382,131
							14-15	41,994	424,125
632000	1,138,200	15-16					15-16	41,994	466,119
		16-17	75,880	75,880			16-17	41,994	508,113
		17-18	75,880	151,760			17-18	41,994	550,107
		18-19	75,880	227,640			18-19	<u>41,994</u>	592,101
		19-20	75,880	303,520				592,101	
		20-21	75,880	379,400					
		21-22	75,880	455,280					
		22-23	75,880	531,160					
		23-24	75,880	607,040					
		24-25	75,880	682,920					
		25-26	75,880	758,800					
		26-27	75,880	834,680					
		27-28	75,880	910,560					
		28-29	75,880	986,440					
		29-30	75,880	1,062,320					
		30-31	<u>75,880</u>	1,138,200					
			1,138,200						

KFPD COMBINED REVENUE, EXPENSE AND CAPITAL BUDGET
Fiscal Year 2016-2017

SAVINGS SCHEDULE FOR BUILDING IMPROVEMENTS/RENOVATION/REPLACEMENT

Adjusted for 4% <u>Inflation</u>	Fiscal <u>Year</u>	Yearly <u>Contribution</u>	Accumulated <u>Reserves</u>
	12-13	100,000	100,000
	13-14	104,000	204,000
	14-15	108,160	312,160
	15-16	432,486	744,646
	16-17	1,089,786	1,834,432
	17-18	931,377	2,765,810
	18-19	968,632	3,734,442

* Based on historical building expenditures, KFPD will be setting aside \$100,000 per fiscal year to accumulate funds to be available for future building improvements/major repairs.