

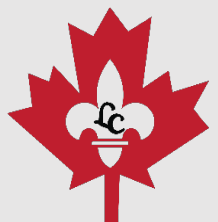
# 2022 Budget and Tax Levy Presentation

City Council Meeting 12-15-2021

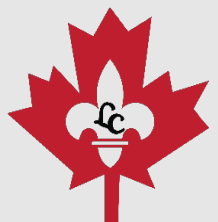


# Actions Tonight

1. Conduct public hearing is to present proposed budget to public
  - Purpose is not to address market values (This is determined by County during the spring). County Assessor 651-266-2131
2. Receive public comment
3. Approve the 2021 Tax Levy, Collectible in 2022
4. Approve the 2022 Budget
5. Approve the 2022 Salary Wage Schedule



# Annual Budget Process



# Budget Outcomes

- Balanced Budget
- Continue to maintain quality City services & programs
- Continue to implement objectives of the Strategic Plan
- Increase wages of seasonal staff by \$2.00 per hour
- Add .30 FTE's (Accountant and Recreation Coordinator)
- Additional 3 months for Code Enforcement/Rental Housing Coordinator position



# Budget Outcomes (Capital Budgets \$4.2M)

- 1<sup>st</sup> year payment for Fire Aerial Ladder Truck
- 2022 Street Improvements (Yorkton Ridge, Woodlyn Ave, Maple Lane, Ryan Drive)
- Rondeau Park Improvements with ARPA Funds
- Facility Assessment Improvements
- Park Improvements
- No Debt Levy



# Strategic Plan in 2022 Budget

## Enhancing and Empowering the Community

Criteria to get youth involved

Possible translation of newsletter into another language

## Creating Operational Efficiency

Increase Accountant hours from 26 to 32 hours

Increase hours for Recreation Coordinator position from 34 to 40 hours

Restructuring and reallocation of hours in Streets, Parks, Water, and Sewer Department

Finish Classification and Compensation Study and begin implementation of study results

## Maximizing our Assets to Catalyze Development

- Implement economic development TIF District for Spruce & Owasso

## Mandating Action and Accountability

- Update strategic plan in 1<sup>st</sup> Quarter 2022





90 Plato Blvd. West • Saint Paul, MN  
 651-266-2000 • AskPropertyTaxandRecords@ramseycounty.us  
 ramseycounty.us/Property

LITTLE CANADA MN 55117-1679



PIN/Property Address/Abbreviated Tax Description

Proposed 2022 052922340025

## 2022 *Proposed* Property Tax

**This is NOT a bill. DO NOT PAY!**

Step 1	Valuation and classification	
	2021	2022
Tax Payable Year		
Estimated Market Value	\$334,600	\$338,400
Green Acres Value	0	0
Plat Deferment	0	0
This Old House Exclusion	0	0
Disabled Vets Value Exclusion	0	0
Homestead Market Value Exclusion	7,100	6,800
Taxable Market Value	\$327,500	\$331,600
Property Classification	Res Hstd	Res Hstd

Step 2	Proposed Tax Notice	
CURRENT STEP	Property Taxes after credit	\$3,942.00

**!** The time to provide feedback on proposed levies is now. The only way to appeal your value at this time is by going to tax court. Please see insert for more information.

Step 3	Property Tax Statement	
	Coming March 2022	

### PROPOSED PROPERTY TAXES AND MEETINGS BY JURISDICTION FOR YOUR PROPERTY

Contact Information	Column 1 2021 Tax – Actual	Column 2 2022 Tax – Proposed	Tax and Budget Meetings and Locations
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# How Property Tax Dollars are Distributed





# 2022 City Property Tax Levy

Fund	2021 Certified Levy	2022 Option 1 Levy	2022 Option 2 Levy
General Fund	\$3,300,130	\$3,479,210	\$3,461,280
Fire Equipment	160,000	160,000	160,000
Infrastructure Fund	122,200	122,200	122,200
<b>Total</b>	<b>\$3,582,330</b>	<b>\$3,761,410</b>	<b>\$3,743,480</b>
<b>Increase from 2021</b>		<b>\$179,080 or 5%</b>	<b>\$161,150 or 4.5%</b>



# Largest Property Tax Levy Changes

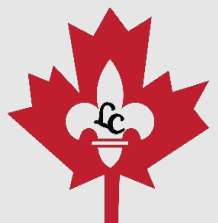
Salary And Health  
Insurance \$51,250  
(1.55%)

Possible Market  
Salary Adjustments  
\$36,000 (1.09%)

Police Services  
Contract \$24,273  
(.74%)

Public Works  
Reallocation \$16,600  
(.50%)

Fire Services Contract  
\$16,310 (.49%)  
(2-year average .25%  
per year)

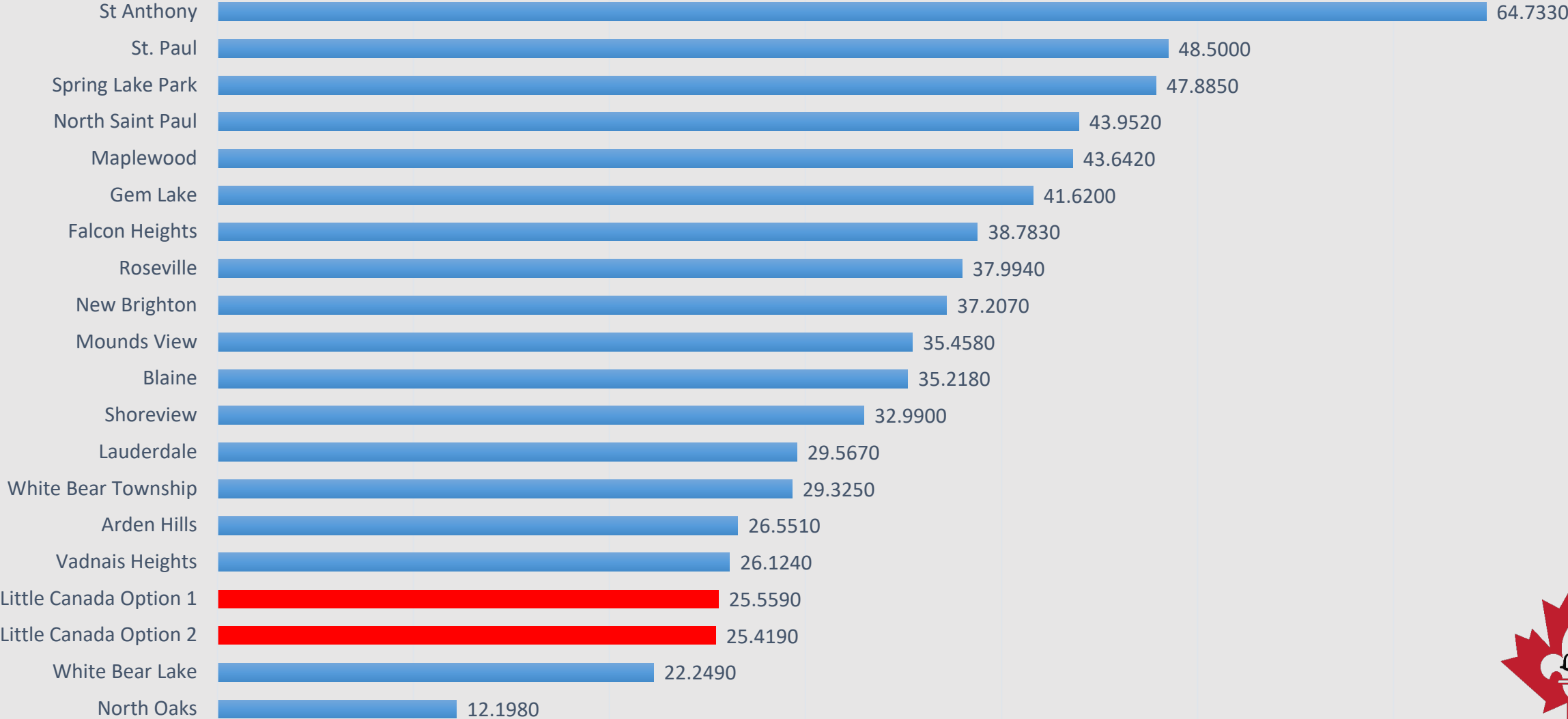


# Tax Capacity and Tax Rate

	2019	2020	2021	2022 Option 1	2022 Option 2	% Change 2021 to 2022
City Gross Levy	\$3,339,258	\$3,479,283	\$3,582,330	\$3,761,410	3,743,480	
Tax Capacity	\$11,151,931	\$11,721,626	\$12,931,641	\$12,815,639	\$12,815,639	-.90%
City Tax Rate	26.131	25.773	23.983	<b>25.559</b>	<b>25.419</b>	
% Change				<b>6.57%</b>	<b>5.99%</b>	



# City Tax Rates Based on Preliminary Levy



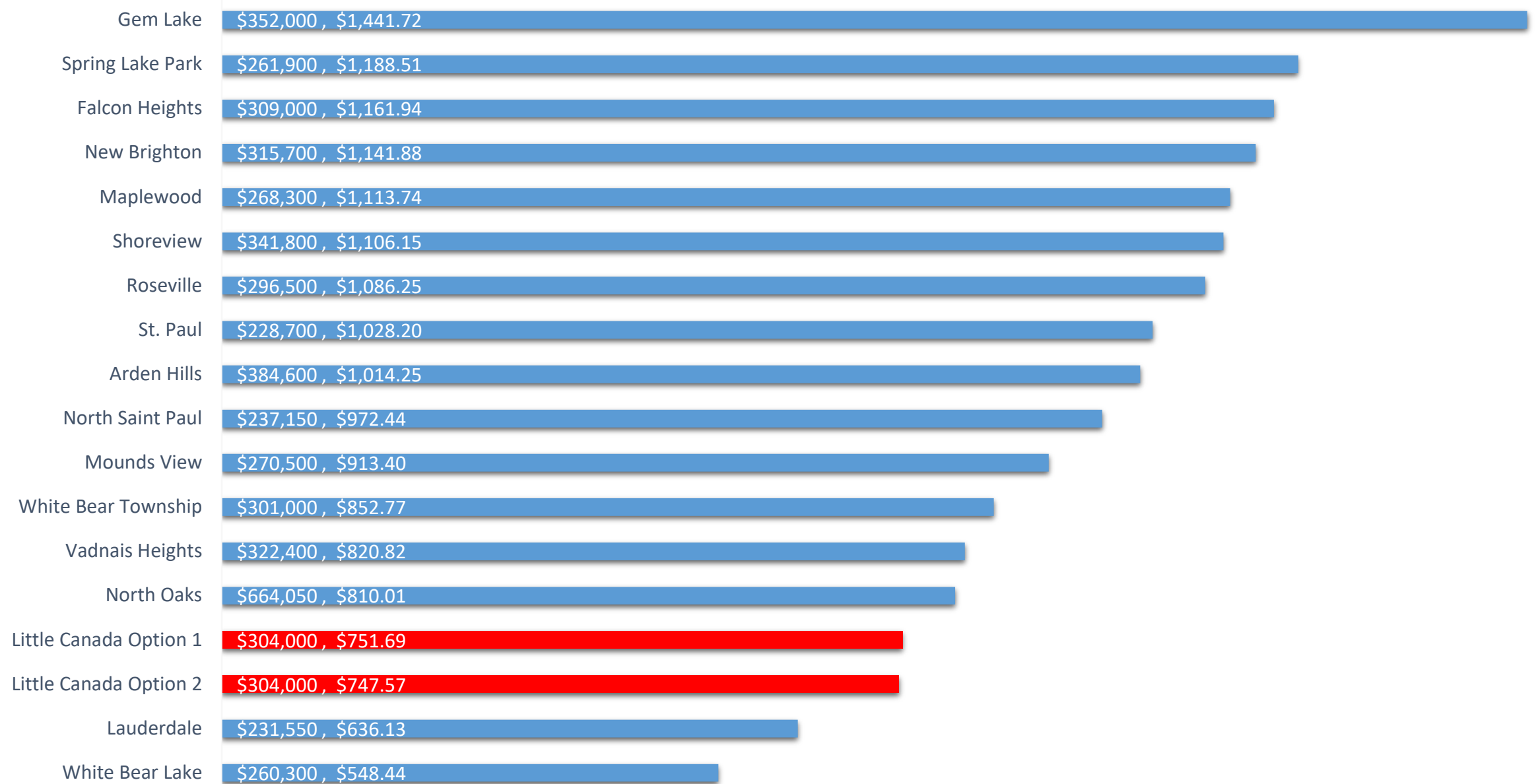
# Estimate Property Tax Impact of Levy

	2021 Certified Levy	2022 Proposed Levy	\$ Increase	% Increase
Tax Levy	\$3,582,330	\$3,743,480	\$161,150	4.5%

Market Value for Pay 2021	Market Value for pay 2022 (3.75% Increase)	Taxable Market Value for Pay 2022	City Tax \$ Amount 2021	City Tax \$ Amount 2022	\$ Increase	% Increase
\$200,000	\$207,500	\$188,900	\$434	\$480	\$46	10.7%
\$250,000	\$259,400	\$245,500	\$564	\$624	\$60	10.6%
<b>\$293,000</b>	<b>\$304,000</b>	<b>\$294,100</b>	<b>\$676</b>	<b>\$747</b>	<b>\$71</b>	<b>10.5%</b>
\$325,000	\$337,500	\$330,300	\$760	\$840	\$79	10.4%
\$375,000	\$389,100	\$386,900	\$891	\$983	\$92	10.3%



# City Taxes on Median Valued Home



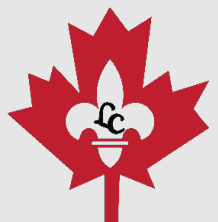
# What do City Taxes Fund?

City Service	2022 Annual Amount	2022 Monthly Amount
Police Services	\$333	\$27.75
Fire Services	118	9.83
Parks, Recreation, and Community Services	98	8.17
Public Works	77	6.42
General Government	65	5.33
Capital Infrastructure (Street Reconstruction)	25	2.08
Community Development	21	1.75
Contingency for Classification & Comp Study	7	.58
Contingency	3	.25
Total	\$747	\$62.16



# 2022 Proposed Budgets

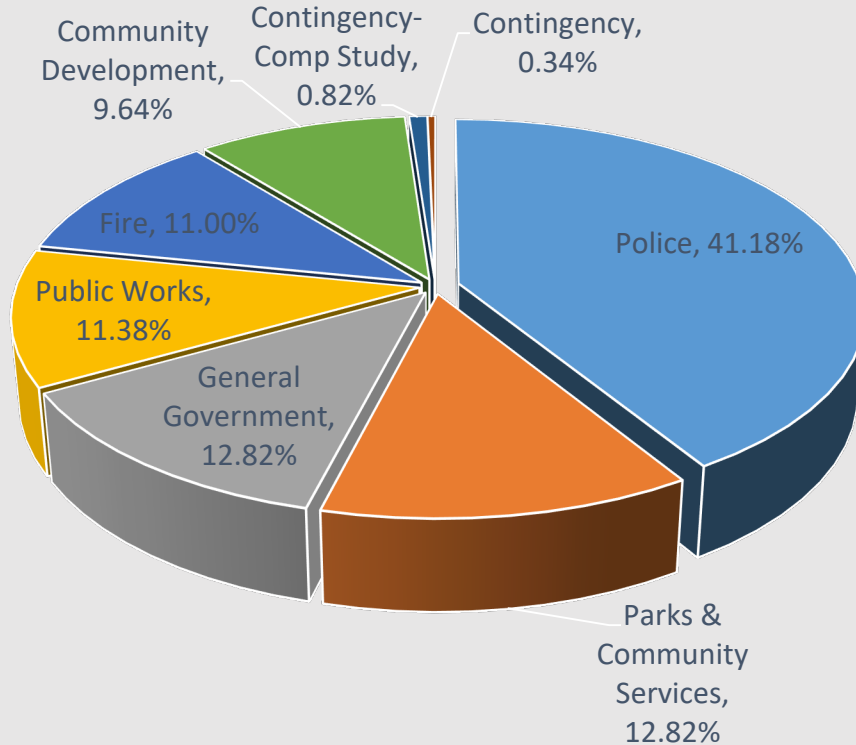
<b>Fund</b>	<b>Revenues</b>	<b>Expenditures</b>
General Fund	\$4,383,310	\$4,383,310
Special Revenue Funds	769,020	737,760
Debt Service Funds	605,785	405,250
Capital Project Funds-Other	1,518,077	4,285,635
Capital Project Funds-TIF	718,577	431,635
Enterprise Funds	3,740,860	4,224,315
Internal Service Fund	293,015	297,550
<b>Total All Funds</b>	<b>\$12,028,642</b>	<b>\$14,765,455</b>





# General Fund Departmental Expenditures

## Departmental Expenditures as a Percentage of 2022 Budget



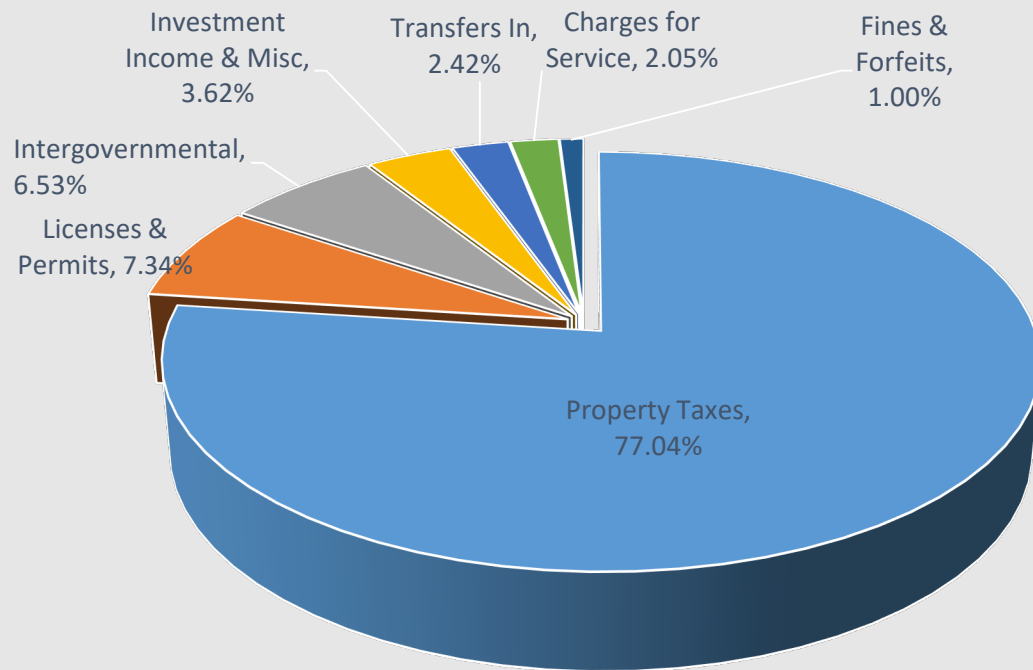
## 2022 Budget Changes from 2021 Budget

Department	2022 Budget	\$ Change
Police	\$1,805,055	\$13,368
Parks & Community Services	561,910	22,050
General Government	561,985	29,525
Public Works	498,915	43,925
Fire	482,095	16,360
Community Development	422,350	1,710
Contingency	15,000	0
Contingency-Comp Study	36,000	36,000
<b>Total</b>	<b>\$4,383,310</b>	<b>\$162,938</b>



# General Fund Revenues

## Departmental Expenditures as a Percentage of 2022 Budget



## 2022 Budget Changes from 2021 Budget

Category	2022 Budget	\$ Change
Property Taxes	\$3,374,750	\$157,123
Licenses & Permit	323,155	36,300
Intergovernmental	287,518	0
Invest Income & Misc.	157,167	(7,216)
Transfers In	106,400	(12,000)
Charges for Services	90,320	11,231
Fines & Forfeits	44,000	0
<b>Total</b>	<b>\$4,383,310</b>	<b>\$185,438</b>



# Property Tax Relief

- State provides direct property tax relief to taxpayers
  - Homeowner's Homestead Credit Refund
  - Special Property Tax Refund
  - Renter's Property Tax Refund
  - Senior Citizens Property Tax Deferral Program
- Contact MN Department of Revenue
  - 651-296-3781 or [www.revenue.state.mn.us](http://www.revenue.state.mn.us)



# Next Steps

1-Approve the 2022 Preliminary Property Tax Levy

- Option 1 at 5%
- Option 2 at 4.5%

2-Approve the 2022 Budget

- Option 1 or Option 2

3-Approve the 2022 Salary Wage Schedule

