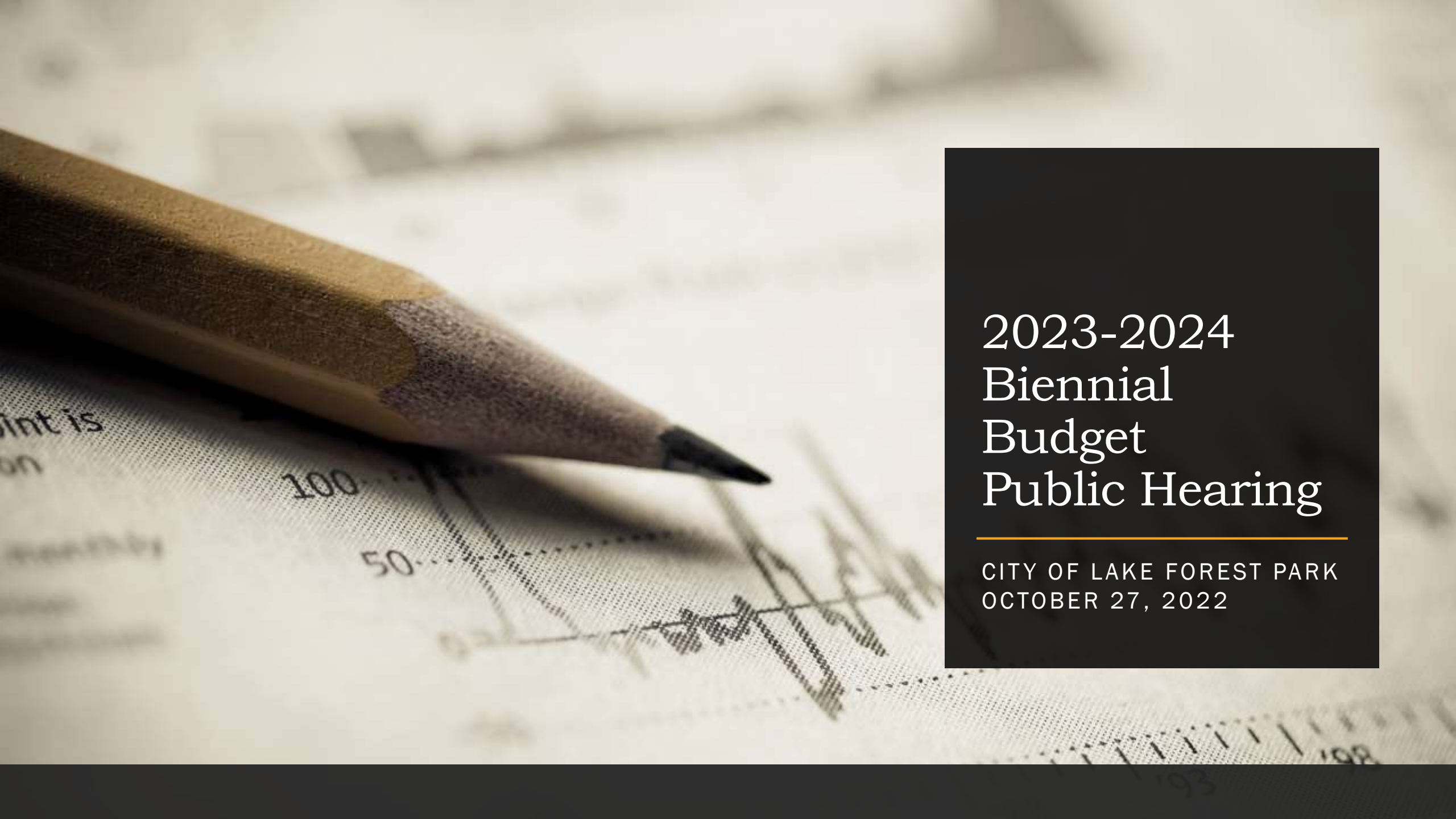




2023-2024 Biennial Budget Public Hearing

CITY OF LAKE FOREST PARK
OCTOBER 27, 2022

Public Hearing Overview

- 1) Overview Presentation by Finance Director
- 2) Questions/Comments from City Council
- 3) Open Public Hearing for Citizen Comments
3 minutes per speaker

2023 Property Tax Levy Public Hearing

City Adopts Annually

Proposed 2023 Property Tax Levy	
2022 Regular Property Tax Levy	3,382,585
Increase Over Prior Year Levy	33,826
Subtotal of Levy Amount	3,416,411
New Construction Value	17,865
Relevy of Prior Year Refunds	19,594
Subtotal for Current Allowable Levy	3,453,870
<i>Estimate High for Additional Changes</i>	<i>40,000</i>
2023 Property Tax Levy	3,493,870

Property Tax Public Hearing

Proposed 2023 Property Tax Levy	
2022 Regular Property Tax Levy	3,382,585
Increase Over Prior Year Levy	33,826
Subtotal of Levy Amount	3,416,411

Current Levy Rate for 2022
\$0.83814

Proposed Levy Rate for 2023 (Preliminary 10/6/22)
\$0.70430

Calculation:

$(\text{Assessed Value} / 1,000) * \text{Levy Rate}$

Example:

Median Property Value \$ 676,400
(Mayor's Proposed Budget page 16)

$(\$617,000 / 1,000) * \$0.83814 = \$517.13$
Median Value 2022 \$617,000

$(\$676,400 / 1,000) * \$0.70430 = \$476.39$
Median Value 2023 \$676,400

Assessed Values



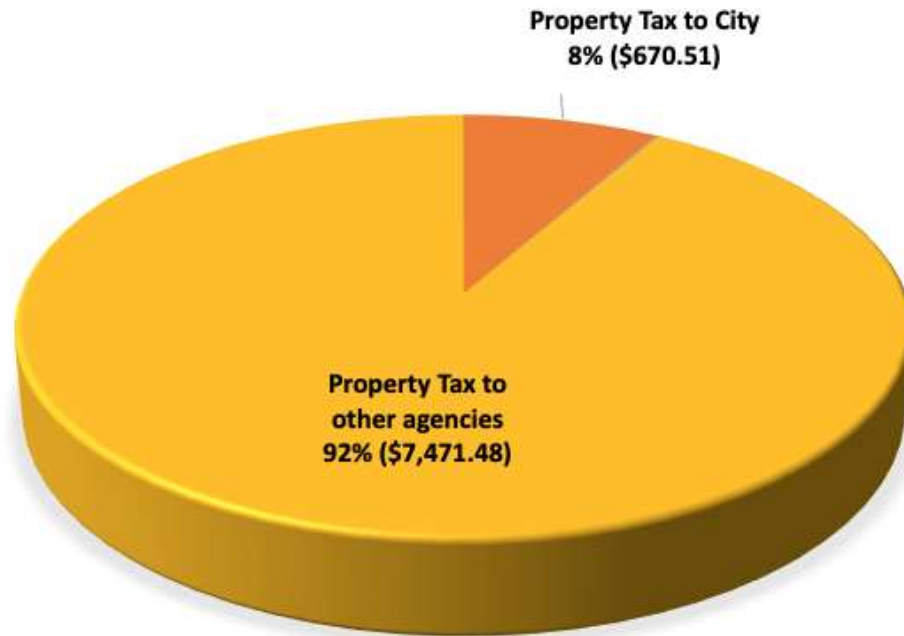
Levy Rate will



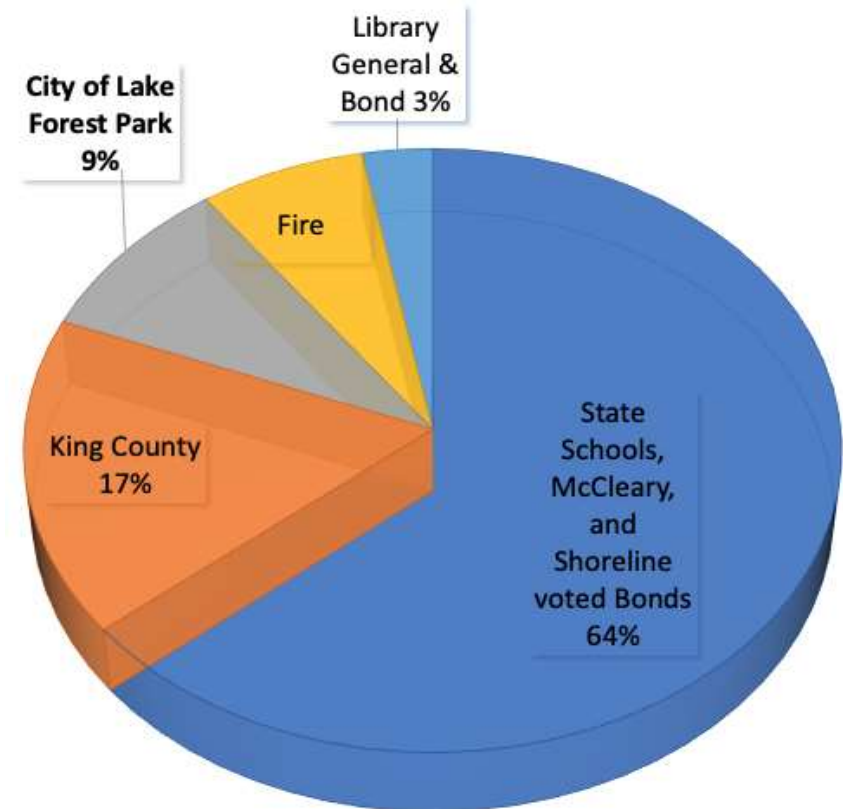
****No matter how much the assessed value in the City increases, the City's levy may increase only 1%***

Property Tax

PROPERTY TAX BREAKDOWN



PROPERTY TAX DISTRIBUTION



Proposed Sewer Rate Increases

\$3.45 monthly increase 2023

\$3.62 monthly increase 2024

Monthly Residential Rates

	2022	2023	2024
County	49.27	52.11	55.11
City	20.16	20.77	21.39
	\$ 69.43	\$ 72.88	\$ 76.50
Monthly Increase:	\$ 3.04	\$ 3.45	\$ 3.62
Total Increase	4.6%	5.0%	5.0%
County Portion	4.0%	5.75%	5.75%
City Portion	6%	3.0%	3.0%

Commercial & Multi-Family (consumption based)

	2022	2023	2024
County	6.22	6.57	6.95
City	4.08	4.20	4.33
	10.30	10.78	11.28
Monthly Increase:	\$ 0.47	\$ 0.48	\$ 0.50
% Increase:	4.8%	5%	5%

Residents are billed **bimonthly \$145.76**

Proposed Surface Water Rates Increase

- Annual increase **\$22.39** - Single family residential
- Supports Operating & Capital Surface Water Funds
 - 10% rate increase
- Adopt annually, like property tax

Surface Water				
class	class description	2022 rate	2023 rate	Difference
1	single family residential	\$223.85	\$246.24	\$22.39
2	very light (0-10% impervious area)	\$223.85	\$246.24	\$22.39
3	light (10-20% IA)	\$538.05	\$591.86	\$53.81
4	moderate (20-45% IA)	\$1,082.11	\$1,190.32	\$108.21
5	moderately heavy (45-65% IA)	\$2,089.56	\$2,298.52	\$208.96
6	heavy (65-85% IA)	\$2,649.23	\$2,914.15	\$264.92
7	very heavy (85-100% IA)	\$3,470.15	\$3,817.17	\$347.02

Household Example: Utility Rate Increase

Lake Forest Park Residential Customer

Increase:

Monthly about \$ 5.32

Annually \$ 63.79

2023 Monthly:

Sewer Rate	\$72.88
Surface Water	<u>\$20.52</u>
Total	\$93.40

2023 Annually:

Sewer Rate	\$ 874.56
Surface Water	<u>\$ 246.24</u>
Total	\$1,120.80

2022 Monthly:

Sewer Rate	\$69.43
Surface Water	<u>\$18.65</u> (rounded)
Total	\$88.08

2022 Annually:

Sewer Rate	\$ 833.16
Surface Water	<u>\$ 223.85</u>
Total	\$1,057.01

User Fee Rate Increases

- 1) Building Code – fees vary for individual permits and services
- 2) False Alarm Fines from \$50-100 to \$52-\$103
- 3) Passport Photos from \$16 to \$20
- 4) Sewer Water Rate increase \$3.45/month
Residential from \$69.43 to \$72.88
- 5) Surface Water Rate increase \$22.39 annually
Single Family Residential from \$223.85 to \$246.24
- 6) Technology Fee from 5% to 10%

Internal Service Funds

Fund 501: Vehicle & Equipment Replacement Fund

- Change Name
- Update Fund Description

Fund 502: Information Technology Fund

- Proposed Newly Created Fund
- Separately fund/track IT related expenses



City Council Questions/Comments

❖ Open Public Hearing: 2023-2024 Biennial Budget