

# City of Long Lake

## 2024 Truth in Taxation Meeting

City of Long Lake

December 5, 2023



## 2024 Budget Factors

- **State Aid**
  - Local Government Aid (LGA) is certified to be \$0 in 2024.
- **License/Permit Revenue Expected to Remain Flat**
  - 2024 building permit revenues are expected to stay consistent in the remodel and upgrade category.

# 2024 Budget Factors

- **Employee Headcount and Salary/Benefit Costs**
  - Public Works Maintenance Worker planned salary step increases, and a 3.0% salary range move for other staff. Council did mention there could be a larger COLA based on a current inflation rates.
- **Insurance Premiums**
  - Budgeted 10% increase in employee health and 0% increase in employee dental insurance premiums.
  - Assumed 10% increase in workers' compensation insurance premiums.
  - Assumed 5% increase in liability insurance premiums.



# 2024 Recommended Levy

	2023	2024 Proposed
Operating Levy	\$1,321,113	\$1,490,925
Debt Service Levy	\$85,627	\$86,665
<b>Total Net Levy</b>	<b>\$1,406,740</b>	<b>\$1,577,590</b>
<b>\$ Increase</b>		<b>\$170,850</b>
<b>% Increase</b>		<b>12.1%</b>



## 2024 Levy

- Adjusted Net Tax Capacity increased \$526,383 from \$4,191,148 to \$4,717,531
- The levy increase of \$170,850 accompanied by a 12.56% increase in Adjusted Net Tax Capacity, results in a flat or no change of the local City tax rate for 2024
- Staff believes inflated housing prices will drop in 2024-2025.



## Tax Levy History

	Debt Levy	Operating Levy	Total Net Levy	% Increase Over Previous Yr.	Tax Rate
2016	\$58,541	\$1,006,038	\$1,064,579	0%	43.796%
2017	\$100,737	\$963,842	\$1,064,579	0%	39.18%
2018	\$146,853	\$917,726	\$1,064,579	0%	37.15%
2019	\$104,831	\$959,838	\$1,064,579	0%	36.42%
2020	\$105,556	\$1,013,030	\$1,118,585	5.07%	36.57%
2021	\$82,885	\$1,140,498	\$1,223,838	11.9%	36.056%
2022	\$84,335	\$1,213,573	\$1,277,908	6.09%	35.957%
2023	\$85,627	\$1,321,113	\$1,406,740	10.08%	33.4%
2024	\$86,665	\$1,490,925	\$1,577,590	12.14%	33.4%



## Major General Capital Items for 2024 to Consider

- Continuation of annual pavement replacement projects
- City Hall building upgrades
- Public Works building upgrades
- Prepare for the expense of future fire department related items

