

City of Long Lake

2025 Truth in Taxation Meeting

December 3, 2024



2025 Budget Factors

- State Aid
 - Local Government Aid (LGA) is certified to be \$0 in 2025.
- License/Permit Revenue Expected to Remain Flat
 - 2025 building permit revenues are expected to increase in the remodel and upgrade category.

2025 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.



2025 Recommended Levy

		2025 Preliminary	2024 Final
Operating Levy		\$1,658,131	\$1,490,925
Debt Service Levy		\$87,530	\$86,665
Total Net Levy		\$1,745,661	\$1,577,590
\$ Increase		\$168,071	\$170,850
% Increase		10.65%	12.1%



2025 Levy

- Adjusted Net Tax Capacity increased \$502,592 from \$4,717,531 to \$5,220,123
- The levy increase of \$168,071 accompanied by a 10.65% increase in Adjusted Net Tax Capacity, results in flat or no change of the local City tax rate for 2025

Tax Levy History

	Debt Levy	Operating Levy	Total Net Levy	% Increase Over Previous Yr.	Tax Rate
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%
2025	\$87,530	\$1,658,131	\$1,745,661	10.65%	33.4%

Major General Capital Items for 2025 to Consider

- City Hall Building upgrades
- Rehabilitate Well #1, estimated \$150,000
- Prepare for the expense of future fire department related items
- Replace mowers before spring

