



CITY OF MARSHALL AGENDA ITEM REPORT

Presenter:	E.J. Moberg
Meeting Date:	Tuesday, December 16, 2025
Category:	NEW BUSINESS
Type:	ACTION
Subject:	Consider Resolution Adopting Tax Levy for 2026
Background Information:	<p>Minnesota Statute § 412.711 addresses the Consideration of Budget; Tax Levy and states, in part: “The council shall also adopt a resolution levying whatever taxes it considers necessary within statutory limits for the ensuing year for each fund.”</p> <p>At the August 26th Council work session, staff requests showed a need for a property tax levy increase of 13.96%. The main contributing factors for this increase were: increased payroll, insurance & fringe benefit costs of over 11.3% of the 2025 total levy; and an increase in debt related levies from 2025 to 2026 of over 1.0% of the 2025 total levy.</p> <p>Staff continued to work to reduce the increase for the preliminary levy which was set on September 23rd. The 2026 preliminary levy was set at \$10,610,168, which was an increase of 7.5% from the 2025 levy.</p> <p>Staff recommends additional changes to the final levy - - the final 2026 levy is recommended to be set at \$10,519,510, which is an increase of 6.59% from the 2025 levy.</p>
Fiscal Impact:	
Alternative/ Variations:	
Recommendations:	Approve resolution adopting the tax levy for 2026