



## CITY OF MARSHALL AGENDA ITEM REPORT

<b>Meeting Date:</b>	Tuesday, December 22, 2020
<b>Category:</b>	NEW BUSINESS
<b>Type:</b>	ACTION
<b>Subject:</b>	Consider Resolution Adopting Tax Levy for 2021
<b>Background Information:</b>	<p>MN State Statute 412.711 Consideration of Budget; Tax Levy states “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 18<sup>th</sup> council work session, staff proposed a general levy increase of \$456,584 or 6.47%. The main contributing factors for this increase were an increase for the street capital revolving fund, increased salary and health care costs.</p> <p>Staff were directed by the Council to reduce this increase for the preliminary levy that that was set on September 8, 2020. The 2021 preliminary levy was set at 7,303,007, which was an increase of \$246,894 or 3.50% from the 2020 levy.</p> <p>Staff are recommending that the final 2021 levy be set at 7,254,007, which is an increase of \$197,894 or 2.80% from the 2020 levy.</p>
<b>Fiscal Impact:</b>	
<b>Alternative/ Variations:</b>	
<b>Recommendations:</b>	Approve Resolution Adopting the 2021 Tax Levy at 7,254,007