



City of Spring Lake Park 2020 Truth in Taxation Hearing

City Council

Bob Nelson, Mayor

Ken Wendling

Brad Delfs

Barbara Goodboe-Bisschoff

Lisa Dircks

December 7, 2020

Purpose of TNT Hearing

- Required under M.S. 275.065
- Provide information on 2021 proposed budget and tax levy
- Provide opportunity for residents to share feedback on the proposed budget and tax levy
- This is not the time to discuss your estimated market value. That occurs during the Open Book Assessment process in April.

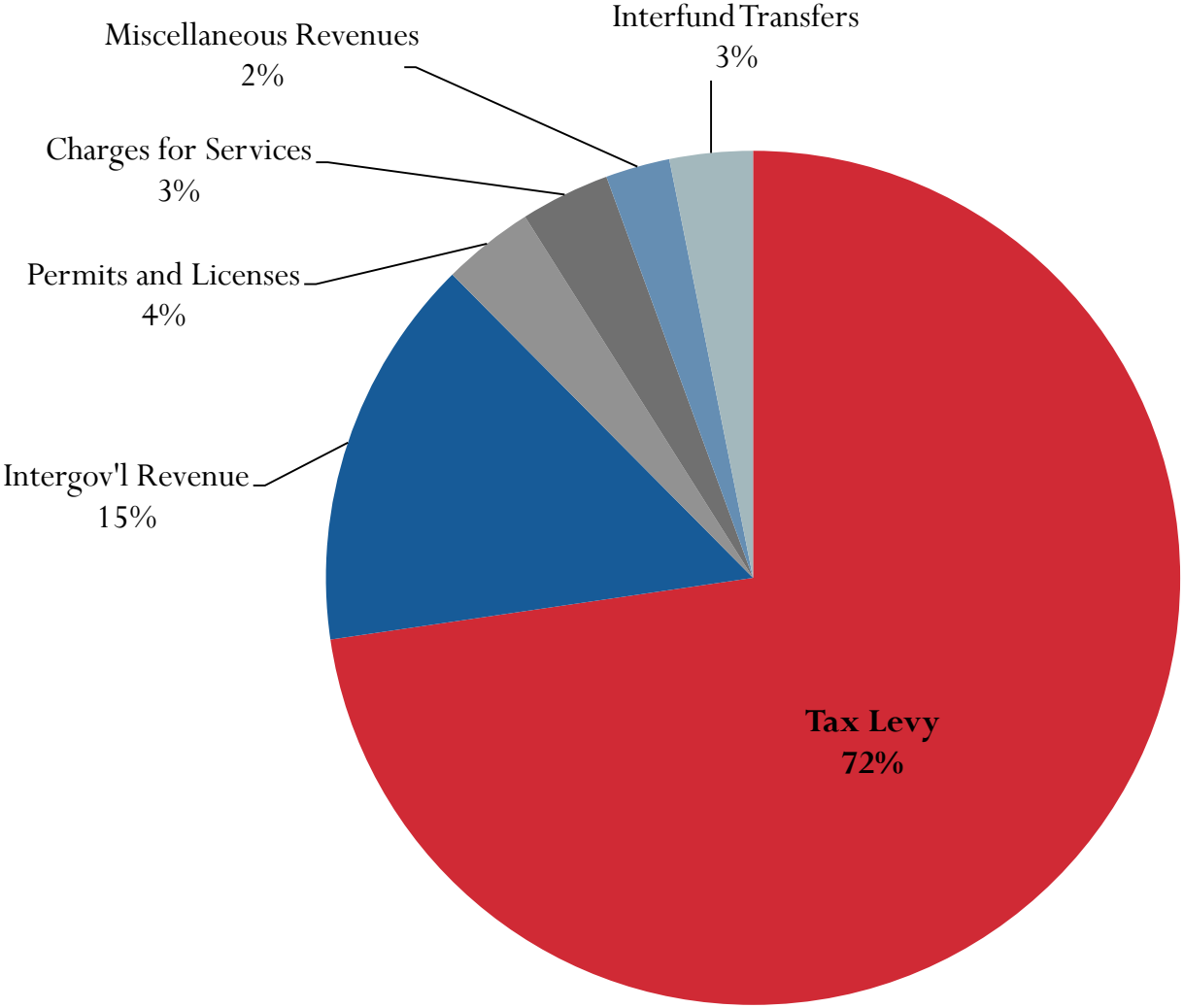
2021 Budget Process

- June 2020 Department Heads Draft Departmental Budgets
- July 2020 Department Heads Present Budgets to Administrator
- August 10, 2020 Administrator Presents Proposed Budget to City Council
- September 8, 2020 Council Approves Preliminary Budget/Tax Levy
- December 7, 2020 TNT Hearing
- December 21, 2020 Council Approves Final Budget/Tax Levy

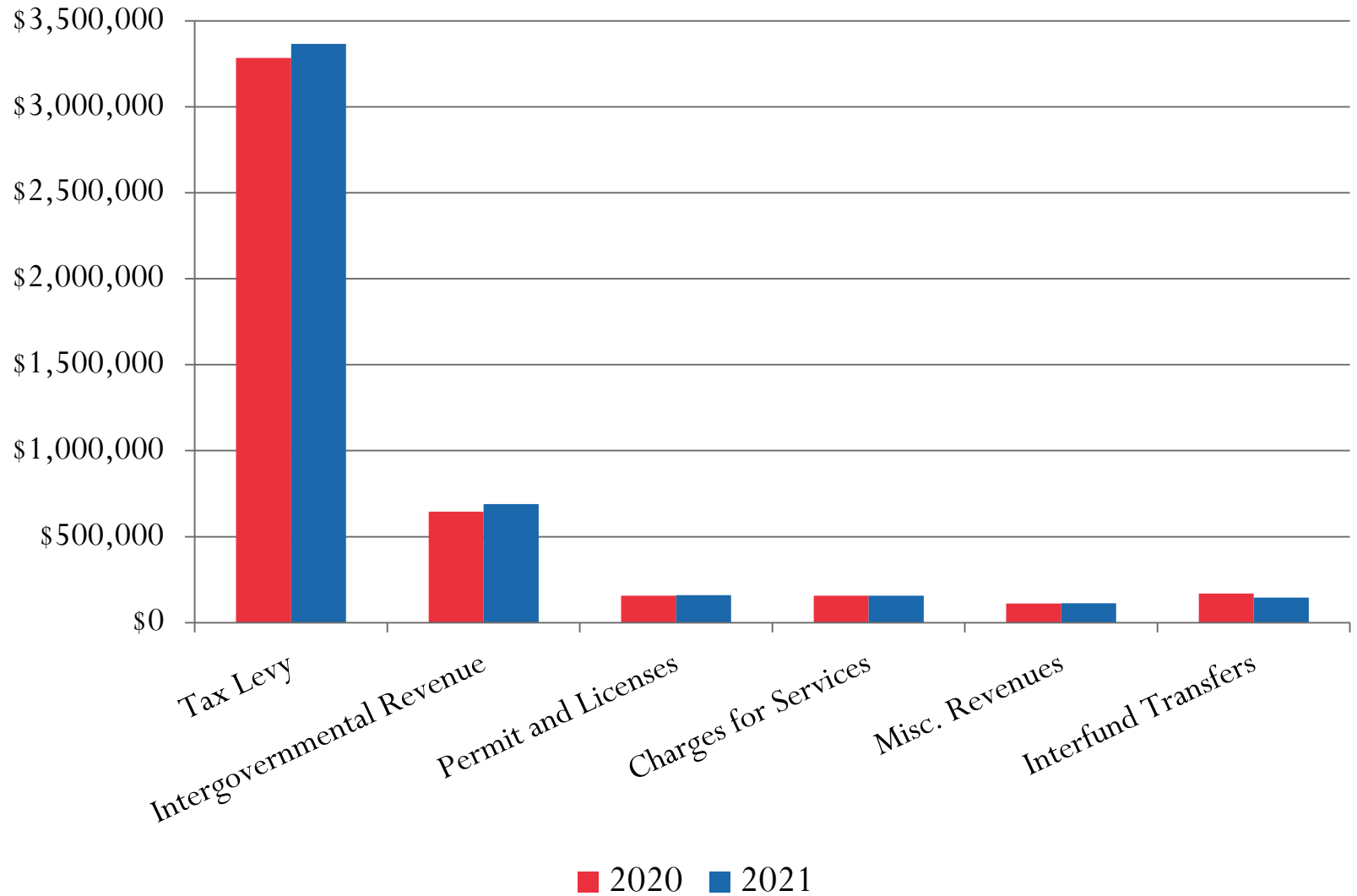
Why Does My Property Tax Bill Vary From Year to Year

- Market Value Changes
- Budgets and Levies of Various Jurisdictions
- Special Assessments
- Change in Property Class
- Voter Approved Referendums
- Changes in Federal and State Mandates
- Changes in Aid and Revenue from State/Federal Government
- State Legislative Changes

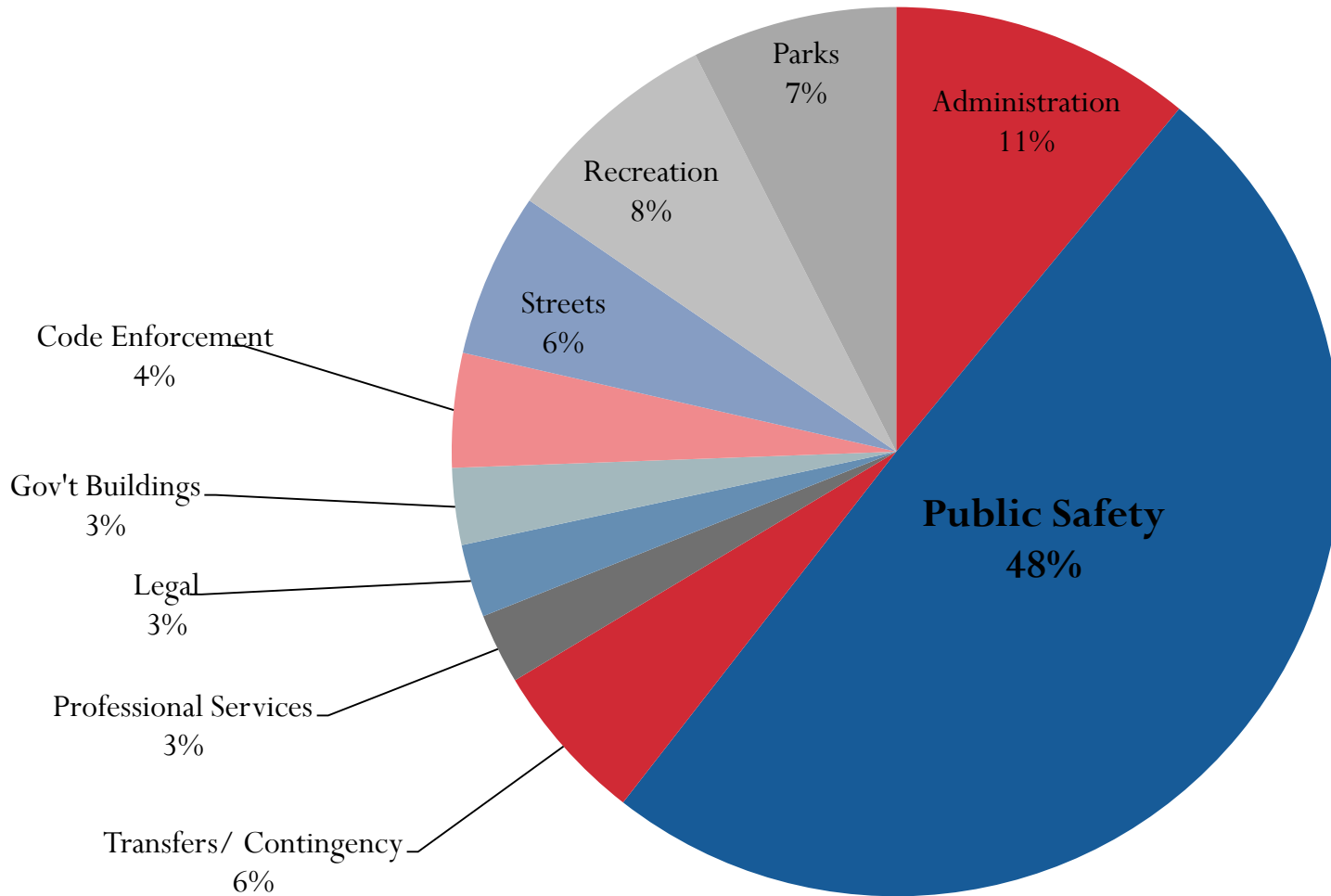
2021 General Fund Revenues



Revenue Comparison

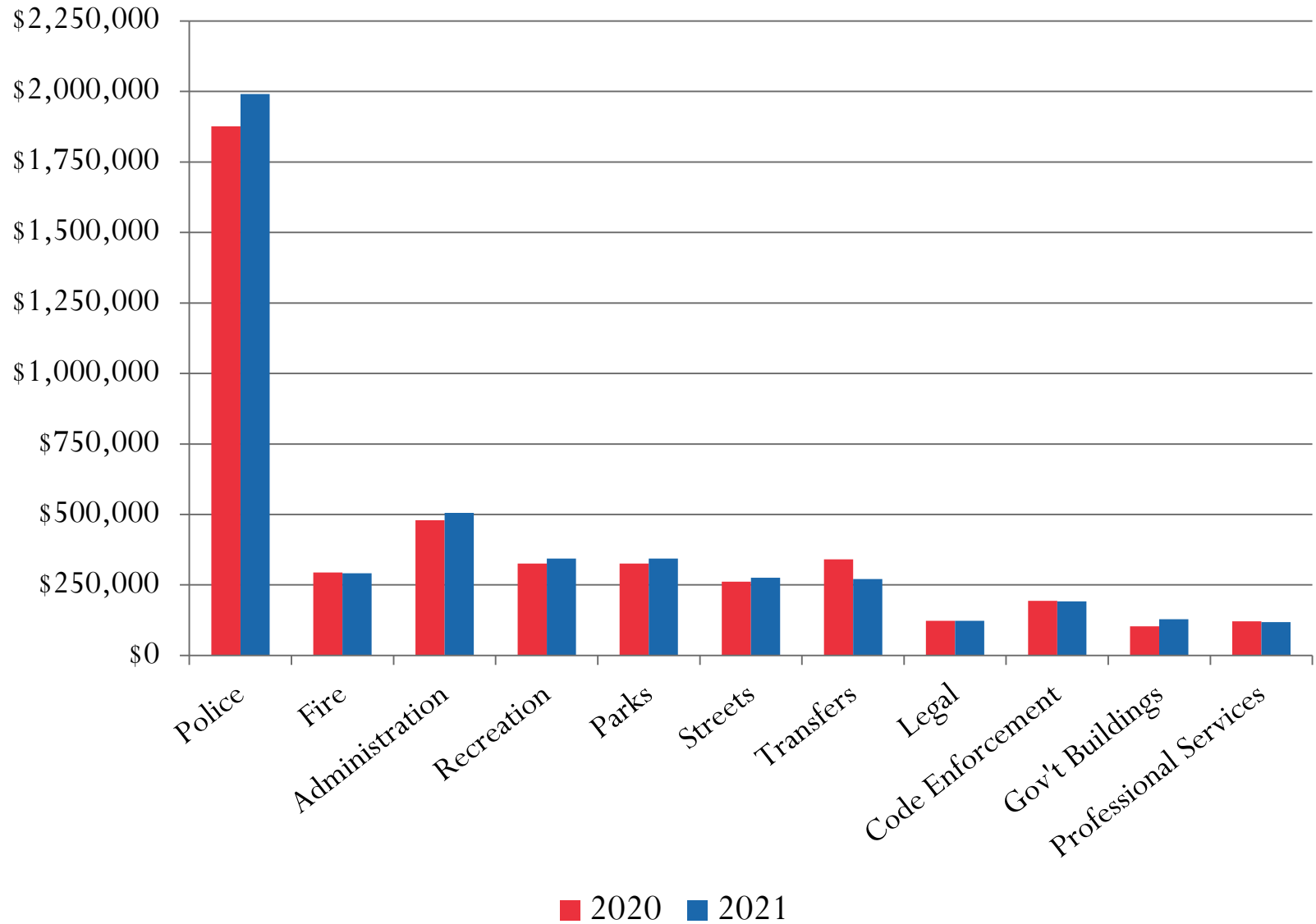


2021 General Fund Expenditures



Notes: Public Safety is Police and Fire; Administration includes City Council expense; Professional Services is Assessor, Auditor, Engineering, I.T., and Planning & Zoning.

Expenditure Comparison



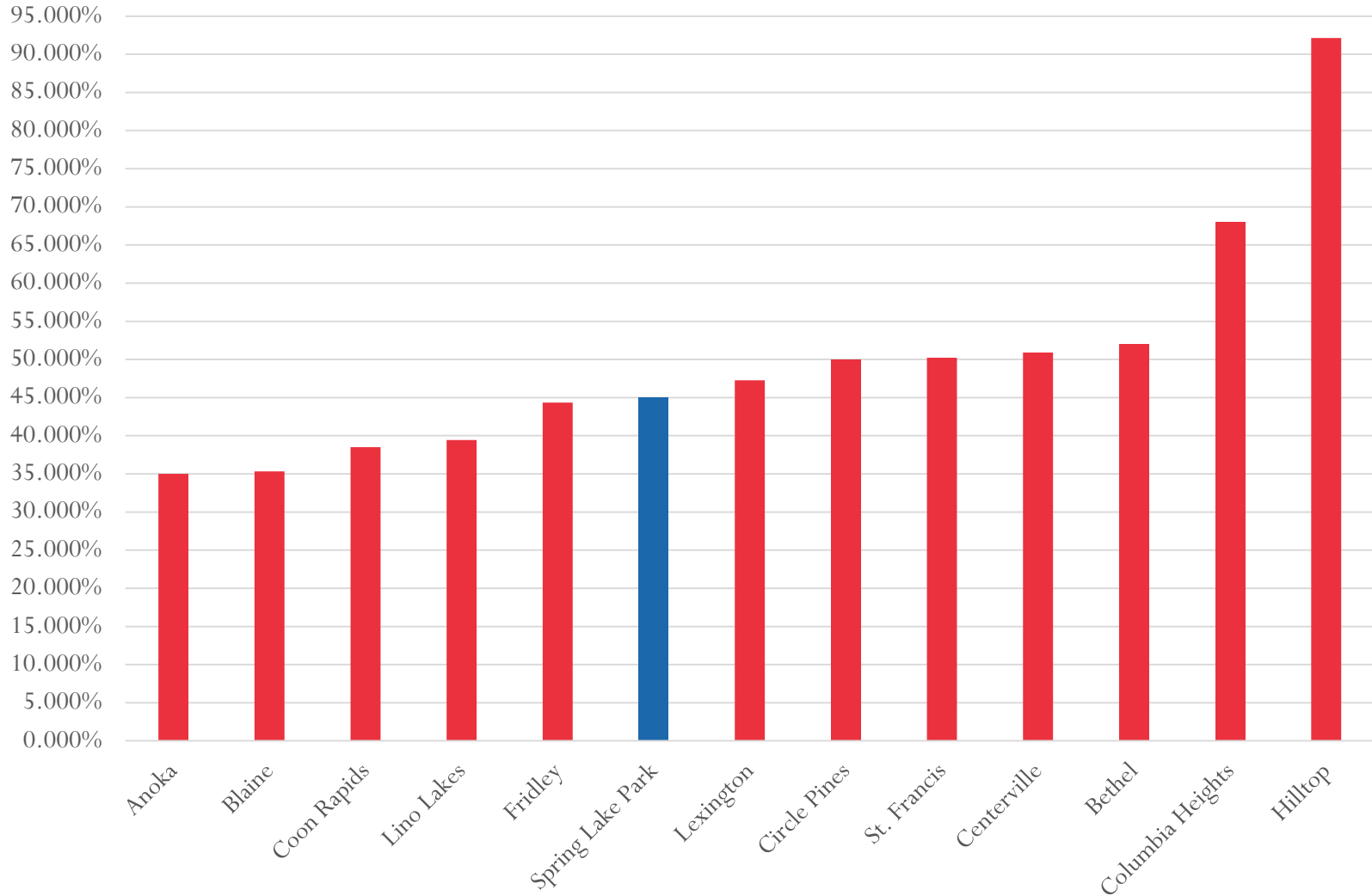
2021 Budget Highlights

- Proposed 2021 Levy is \$3,631,417, an increase of 2.2%
 - General Government levy increase is 2.50%
 - Debt service levy decrease is (1.25%)
- General Fund revenues are anticipated to increase by 2.4%
- Overall General Fund spending is set to increase by 1.3%
- City's tax rate will decrease from 48.497% in 2020 to 45.019% in 2021

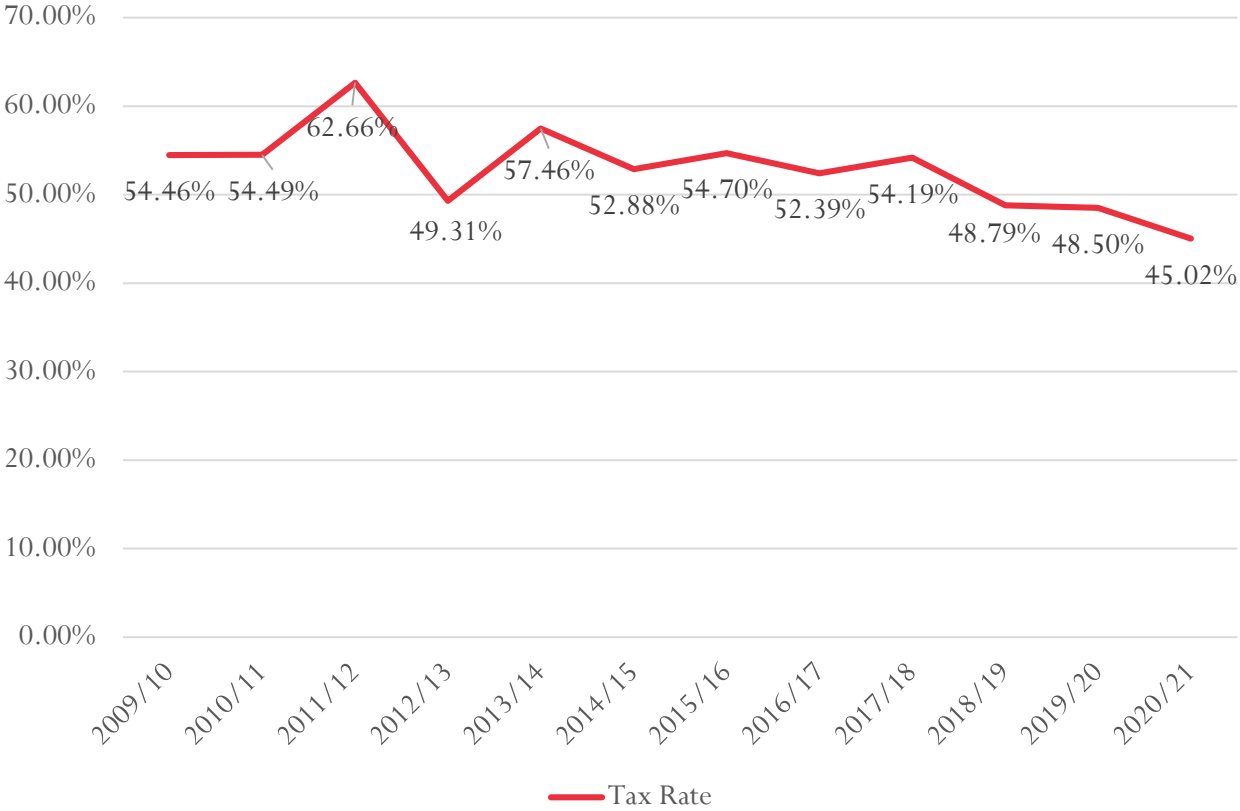
2021 Budget Highlights

- Local Government Aid
 - The City is scheduled to receive Local Government Aid (LGA) for fiscal year 2021
 - Local Government Aid is being allocated as follows:
 - Fund general fund expenditures (\$262,527)
 - Buy down debt service levy (\$90,000)
 - Purchase capital equipment (\$88,521)
 - Fund State/Federal storm water mandates (\$25,000)
 - Radio replacement fund (\$10,000)
 - Reduce severance liability (\$25,000)
 - Contingency Account (\$30,000)
 - 2022 Election (\$15,000)
 - Concern about stability of LGA for 2021 and beyond due to forecasted State of Minnesota budget deficit

Proposed 2021 Tax Rates for Select Anoka County Cities



Spring Lake Park Historical Tax Rate



Revenue Detail

Revenue by Category	2020 Budget	2021 Budget	% Chg.
Property Taxes	\$ 3,285,402.00	\$ 3,366,932.00	2.48%
Intergovernmental Revenue (LGA, PERA Aid, Court Fines)	\$ 644,788.00	\$ 689,048.00	6.86%
Permits and Licenses (Liquor, Sign, Bldg, Rental, etc)	\$ 156,752.00	\$ 160,562.00	2.43%
Charges for Current Services (Zoning Fees, Gambling Tax, Alarm Calls, Rental Housing)	\$ 156,181.00	\$ 156,763.00	0.37%
Miscellaneous Revenues (Ins. Dividends, Admin Fines, Liaison Officer Contract)	\$ 110,320.00	\$ 112,784.00	2.23%
Interfund Transfers (Liquor, Public Utilities, Recycling)	\$ 169,147.00	\$ 145,666.00	(13.88%)
TOTAL	\$ 4,522,590.00	\$ 4,631,755.00	2.41%

Expenditure Detail

Expenditure by Department	2020 Budget	2021 Budget	% Chg.
Council	\$ 72,627.00	\$ 70,740.00	(2.60%)
Administration	\$ 479,950.00	\$ 435,118.00	(9.34%)
Government Buildings	\$ 103,705.00	\$ 128,571.00	23.92%
Police Department	\$ 1,881,853.00	\$ 1,990,890.00	5.79%
Fire Protection	\$ 293,842.00	\$ 291,710.00	(0.73%)
Code Enforcement	\$ 193,913.00	\$ 191,404.00	(1.29%)
Streets	\$ 261,269.00	\$ 275,616.00	5.49%
Recreation	\$ 325,906.00	\$ 343,498.00	5.40%
Parks	\$ 325,830.00	\$ 343,601.00	5.45%
Professional/Contractual Services (assessor, auditor, legal, engineering, IT, P&Z)	\$ 243,223.00	\$ 240,670.00	(1.04%)
Miscellaneous (transfers, contingency)	\$ 340,472.00	\$ 270,500.00	(20.55%)
TOTAL	\$ 4,522,590.00	\$ 4,582,318.00	1.32%

What Do You Get for Your Spring Lake Park Tax Dollar?



A \$176,900 home generates \$700.42 in annual City property taxes: This comes to \$58.37 per month for 2021.

What could you purchase for \$58.37/month?

ONE OF THESE...

- One month of cable service
- Dinner for two
- Movie and snacks for a family of four
- One month at a gym
- Cell phone bill

ALL OF THESE...

- | | |
|---|---|
| <input checked="" type="checkbox"/> 24 hour Police Protection | <input checked="" type="checkbox"/> Code Enforcement |
| <input checked="" type="checkbox"/> 24 hour Fire Protection | <input checked="" type="checkbox"/> Zoning Service |
| <input checked="" type="checkbox"/> Paved/Maintained City Streets | <input checked="" type="checkbox"/> Recreation Programs |
| <input checked="" type="checkbox"/> Snow/Ice Removal | <input checked="" type="checkbox"/> Well Groomed Parks |
| <input checked="" type="checkbox"/> Tree Trimming | <input checked="" type="checkbox"/> Staffed Skating Rinks |
| <input checked="" type="checkbox"/> Animal Control | <input checked="" type="checkbox"/> Elections |
| <input checked="" type="checkbox"/> Stormwater System | <input checked="" type="checkbox"/> And More... |

2021 Property Tax Levy

Revenue by Category	2020 Budget	2021 Budget	% Chg.
General Operations	\$ 3,285,402.00	\$ 3,366,932.00	2.48%
Debt Service	\$ 267,844.00	\$ 264,485.00	(1.25%)
TOTAL	\$ 3,553,246.00	\$ 3,631,417.00	2.20%

Questions?



Thank You For Attending!