



Memorandum

To: Mayor Nelson and Members of the City Council

From: Daniel R. Buchholtz, MMC, Administrator, Clerk/Treasurer

Date: August 26, 2024

Subject: Resolution Adopting Proposed Levy for Taxes Collected in 2025

The City Council, at its August 5, 2024 workshop, reviewed the proposed 2025 Administrator's budget proposal. As the preliminary levy is required to be submitted no later than September 30, 2024, it is necessary for the City Council to take action to set the preliminary levy.

Resolution 2024-48 establishes the proposed 2024 pay 2025, tax levy at \$4,721,272. This is an increase of 14.78% from the 2023, pay 2024, tax levy. The increase is due primarily to the increase in the debt service levy to begin repayment of the 2024 G.O. Capital Improvement Plan Bond for the City Hall Renovation/Expansion project. Other factors for the increase include employee salary and benefits and increases in the City's share of the SBM Fire Department contract.

The Resolution sets the date of the annual Truth-in-Taxation (TNT) public hearing for Monday, December 2, 2024 at 7:00pm at City Hall.

The preliminary tax levy establishes the maximum tax levy for 2024, collected 2025. The final tax levy, which will be set on December 16, 2024, can be the same or lower than the preliminary tax levy.

Staff recommends approval of Resolution 2024-48.

If you have any questions, please don't hesitate to contact me at 763-784-6491.