



## City of Spring Lake Park 2025 Truth in Taxation Hearing

### City Council

Bob Nelson, Mayor

Ken Wendling

Barbara Goodboe-Bisschoff

Lisa Dircks

April Moran

December 2, 2024

### Purpose of TNT Hearing

- Required under M.S. 275.065
- Provide information on 2025 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.

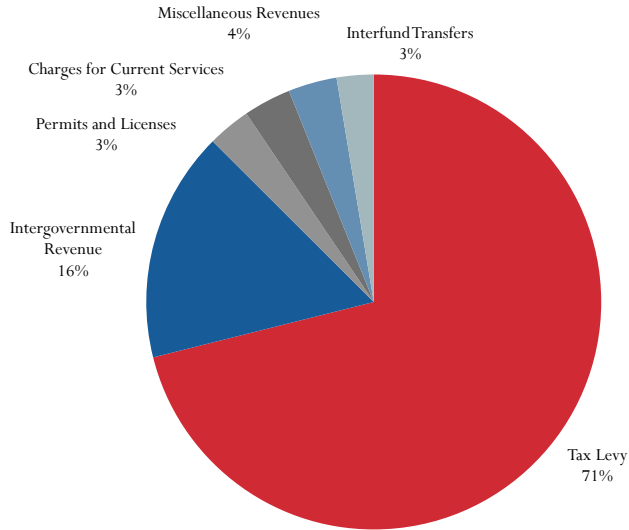
## 2025 Budget Process

- June 2024 Department Heads Draft Departmental Budgets
- July 2024 Department Heads Present Budgets to Administrator
- August 5, 2024 Administrator Presents Proposed Budget to City Council
- September 3, 2024 Council Approves Preliminary Budget/Tax Levy
- December 2, 2024 TNT Hearing
- December 16, 2024 Council Approves Final Budget/Tax Levy

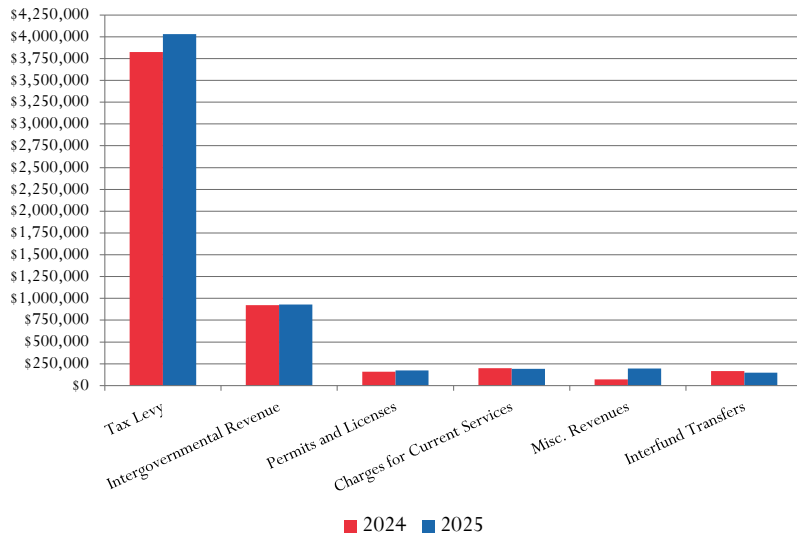
## Why Does My Property Tax Bill Vary From Year to Year

- 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

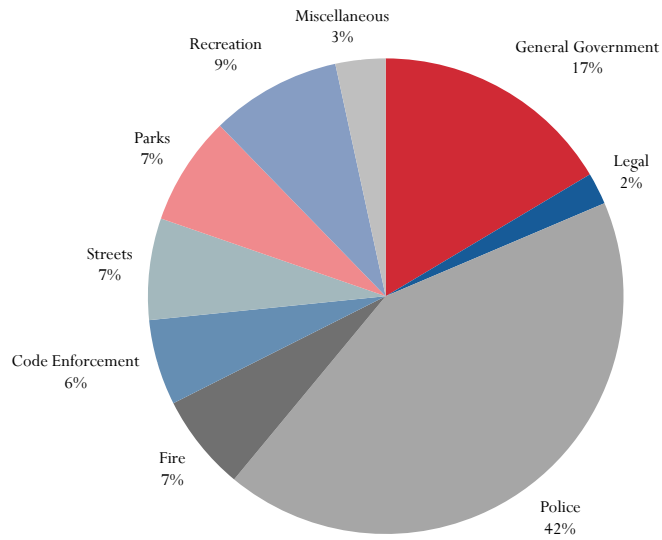
## 2025 General Fund Revenues



## Revenue Comparison

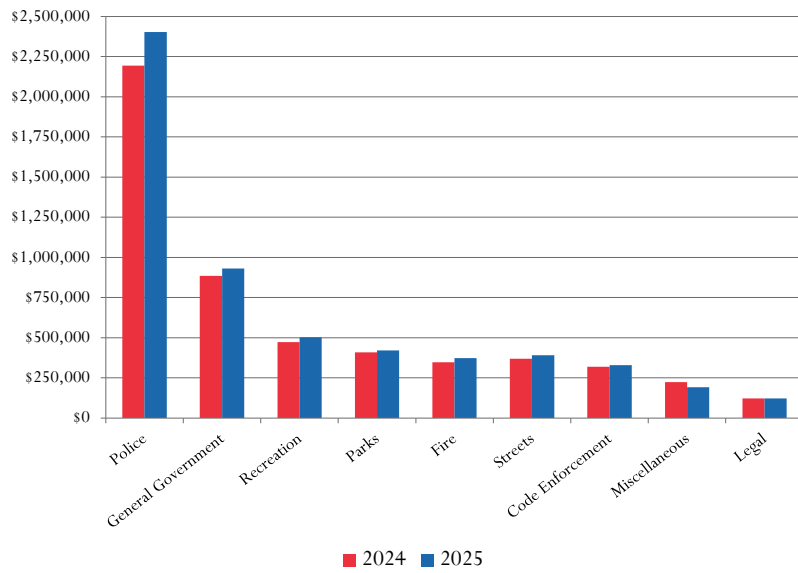


## 2025 General Fund Expenditures



Notes: General Government includes City Council, Administration, Assessor, Audit, I.T., Engineering, Planning and Zoning and Government Buildings.

## Expenditure Comparison



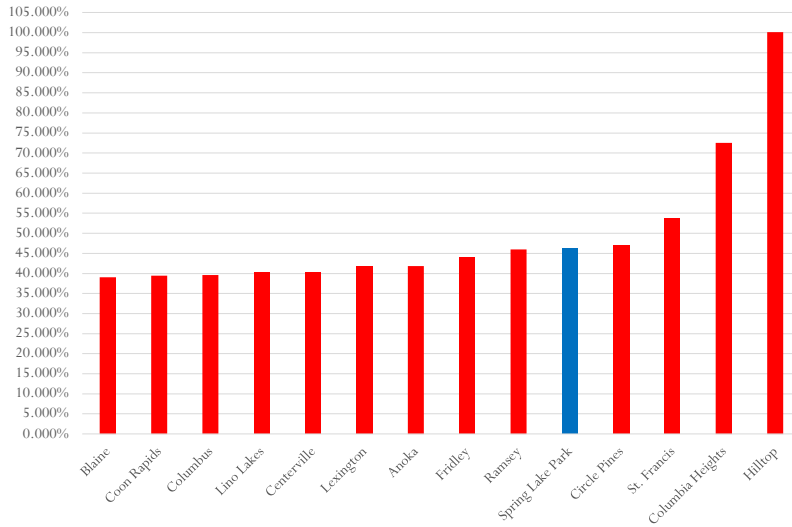
## 2025 Budget Highlights

- Proposed 2025 Levy is \$4,721,272, an increase of 14.78%
  - General Government levy increase is 5.38%, from \$3,823,887 to \$4,029,435
  - Capital Improvement Fund levy to increase by 5.00% from \$183,560 to \$194,591.
  - Street Improvement Levies to increase from \$24,078 to \$52,499, an increase of 218%. This increase funds the City's share of the 2024 Street Improvement Project
  - Debt Service levy increases from \$80,000 to \$444,747, due to debt service for City Hall Renovation/Expansion project
- Proposed 2025 Budget is Balanced
  - General Fund revenues are anticipated to increase by 6.13%
  - Overall General Fund spending is set to increase by 6.13%
- City's tax rate will increase from 37.752% in 2024 to 46.106% in 2025

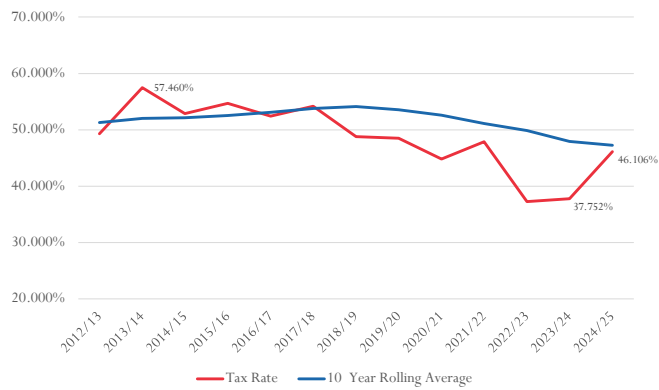
## 2025 Budget Highlights

- City is self-financing capital equipment needs, allowing money previously allocated for bond issuance costs and interest payments to fund equipment needs instead.
- Budget proposes adding a 12<sup>th</sup> licensed peace officer to the Police Department.
- Budget addresses inflationary increases such as salaries, benefits, fuel, increases in temporary salary ranges, printing and publication costs, and workers compensation insurance
- Budget sets aside funds for Ash tree removals due to the Emerald Ash Borer epidemic.

### Proposed 2025 Tax Rates for Select Anoka County Cities



### Spring Lake Park Historical Tax Rate



## Revenue Detail

Revenue by Category	2024 Budget	2025 Budget	% Chg.
Property Taxes	\$ 3,823,887.00	\$ 4,029,435.00	5.38%
Intergovernmental Revenue (LGA, Court Fines, etc)	\$ 921,720.00	\$ 929,679.00	0.09%
Permits and Licenses (Liquor, Sign, Bldg, Rental, etc)	\$ 160,289.00	\$ 173,029.00	7.95%
Charges for Current Services (Zoning Fees, Gambling Tax, Alarm Calls, Rental Housing)	\$ 197,462.00	\$ 192,087.00	( 0.03%)
Miscellaneous Revenues (Ins. Dividends, Admin Fines, Service Contracts)	\$ 71,606.00	\$ 196,031.00	273.76%
Interfund Transfers (Public Utilities, Recycling)	\$ 166,502.00	\$ 148,497.00	( 10.81%)
<b>TOTAL</b>	<b>\$ 5,341,466.00</b>	<b>\$5,668,758.00</b>	<b>6.13%</b>

## Expenditure Detail

Expenditure by Department	2024 Budget	2025 Budget	% Chg.
General Government	\$ 884,803.00	\$ 934,645.00	5.88%
Police Department	\$ 2,194,110.00	\$ 2,402,043.00	9.47%
Fire Protection	\$ 346,086.00	\$ 372,235.00	7.56%
Code Enforcement	\$ 318,367.00	\$ 329,880.00	3.62%
Streets	\$ 368,817.00	\$ 391,136.00	6.05%
Recreation	\$ 473,253.00	\$ 502,777.00	6.24%
Parks	\$ 409,630.00	\$ 420,842.00	2.73%
Legal	\$ 122,500.00	\$ 122,500.00	0.00%
Miscellaneous	\$ 223,900.00	\$ 192,700.00	(13.93%)
<b>TOTAL</b>	<b>\$ 5,341,466.00</b>	<b>\$ 5,668,758.00</b>	<b>6.13%</b>

## 2025 Property Tax Levy

Revenue by Category	2024 Levy	2025 Levy	% Chg.
General Operations	\$4,033,290.00	\$4,276,525.00	6.03%
Debt Service	\$ 80,000.00	\$ 444,747.00	555.93%
<b>TOTAL</b>	<b>\$4,113,290.00</b>	<b>\$4,721,272.00</b>	<b>14.78%</b>

Questions?



*Thank You For Attending!*