



Memorandum

To: Mayor Nelson and Members of the City Council

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

Date: August 27, 2020

Subject: Resolution Adopting Proposed Levy for Taxes Collected in 2021

The City Council, at its August 10, 2020 workshop, reviewed the proposed 2021 Administrator's budget proposal. As the preliminary levy is required to be submitted no later than September 30, 2020, it is necessary for the City Council to take action to set the preliminary levy.

Resolution 20-28 establishes the proposed 2020, pay 2021, tax levy at \$. This is an increase of 2.20% from the 2019, pay 2020, tax levy. The increase is due to a number of factors including employee salary and benefits, building maintenance and fiscal uncertainty facing the City in 2021 due to the COVID-19 pandemic.

The Resolution sets the date of the annual Truth-in-Taxation (TNT) public hearing for Monday, December 7, 2020 at 7:00pm at City Hall.

The preliminary tax levy establishes the maximum tax levy for 2020, pay 2021. The final tax levy, which will be set on December 21, 2020, can be the same or lower than the preliminary tax levy.

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