



Memorandum

To: Mayor Nelson and Members of the City Council

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

Date: December 7, 2022

Subject: 2023 Property Tax Levy Adoption

Resolution 22-63 would adopt the final 2022 property tax levy for collection in 2023. The establishes general revenue of \$3,885,625 and debt service of \$80,000 for a total levy of \$3,965,625. This represents an increase of 4.99% over the current fiscal year tax levy.

Of the \$3,885,625 for General Revenue, \$3,685,047 will be used to fund general operations of the City, \$176,500 will fund the City's equipment fund (replacing the 5 year equipment certificate) and \$24,078 will reimburse the Revolving Construction fund for the City's portion of the 2022 Street Improvement project. The \$80,000 debt service levy covers the repayment of the 2021A G.O. Improvement Refunding Bonds.

Due to the significant increase in property values in the City, the City's proposed property tax rate dropped from 47.885% to 37.253%.

The City held the annual Truth in Taxation public hearing on December 5, 2022. Notice of the hearing was given to every property owner (minus tax exempt properties) through the Parcel Specific Notice issued by Anoka and Ramsey Counties. The City received no comments from the general public at the hearing.

I would like to thank the City Council, Department Heads and City staff for their work on the proposed 2023 property tax levy and the 2023 budget. It is through their efforts that we find ways to fund the City's operations in a cost effective manner.

If you have any questions, please do not hesitate to contact me at 763-784-6491.