

**TO:** Kate Thunstrom, City Administrator  
**FROM:** Darcy Mulvihill, Finance Director  
**SUBJECT:** 2025 Proposed Budget Presentation  
**DATE:** December 2, 2024

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**OVERVIEW:**

The City is required to discuss the budget and allow public input at a council meeting. The 2025 proposed budget and levy will be presented at the city council meeting on December 2nd, 2024. Council had set a maximum levy of \$6,185,00 in September. The preliminary tax rate is 53.743% which is an increase from 2024 tax rate of 50.064%. The General Fund budget is balanced at \$5,751,000 on the revenue side and the expenditure side. The fund balance estimated be at 61.5% of revenues with the estimated 2024 balance. This is above the State Auditor's recommended guidelines of 35% to 50%. Please note that a Preliminary Budget is available on the city's website under the finance department. The final budget book will be compiled and distributed in February.

**ACTION TO BE CONSIDERED:**

After the presentation, the mayor needs to allow public input on the budget. After public comments are completed, Council can act on the resolutions provided 1) Set the Overall Levy for 2025 and 2) Adopt the 2025 Budget.

**BUDGET IMPLICATION:**

Setting the 2025 Budget and Levy

Attachments:

- Budget Presentation
- Resolution 2024-42 Certifying Taxes Payable for 2025
- Resolution 2024-43 Adopting a Budget for 2025