

City of Shoreview Budget Hearing Presentation

2024 BUDGET AND TAX LEVY

Presentation Notes/Format

- Handout
 - 2024 - 2025 Budget Summary (booklet)
 - Page numbers in presentation refer to booklet pages
 - Not all material will be covered in the presentation
- Other information on website
 - Community Benchmarks
 - Five-Year Operating Plan
 - Utility Operations
 - CIP



Budget Objectives

- Balanced General Fund budget
- Maintain existing services and programs
- Recover utility operating costs
- Fund infrastructure replacements
- Continue five-year financial planning for operating funds
- Meet debt obligations
- Maintain AAA bond rating
- Prepare biennial budget
- Protect, enhance and expand parks and recreational facilities

Budget Objectives (continued)

- Position the City to address future challenges and opportunities
 - Maintain and revitalize neighborhoods
 - Encourage business expansion and reinvestment
 - Assist with redevelopment opportunities
 - Continue to utilize technology to improve services and communications

Proposed Tax Levy and Estimated Tax Rate

	2023	2024	Change		Impact on Total Levy
	Adopted Levy	Proposed Levy	Amount	Percent	
General Fund	\$ 10,703,345	\$ 11,512,747	\$ 809,402	7.56%	5.37%
EDA Fund	215,000	240,000	25,000	11.63%	0.17%
Debt (all funds combined)	1,155,000	1,155,000	-	0.00%	0.00%
Replacement Funds	2,880,000	3,025,000	145,000	5.03%	0.97%
Capital Improvement Funds	50,000	50,000	-	0.00%	0.00%
Edison Tax Abatement	43,000	43,000	-	0.00%	0.00%
Total Tax Levy	\$ 15,046,345	\$ 16,025,747	\$ 979,402	6.51%	6.51%
Taxable Value (millions)	\$ 45.559	\$ 47.078	\$ 1.519	3.33%	
Tax Rate-City	30.258%	31.429%	1.171%	3.87%	
Fiscal Disparities Contribution	\$ 1,260,930	\$ 1,229,343	\$ (31,587)	-2.51%	

Shoreview receives no local governmental state aid in 2023 or 2024. 2024 HRA levy is \$310,000. Total levy increase (City & HRA) is 6.48%

Items Impacting the Tax Levy

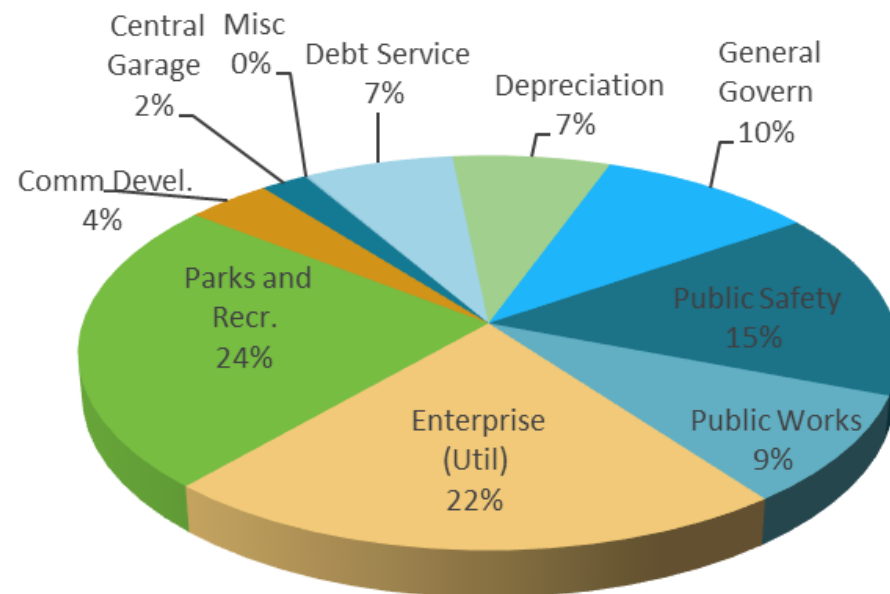
Public safety contracts (police & fire)	\$ 681,576
Contractual costs	372,785
Capital asset replacement fund	90,000
Supplies all departments	55,409
Street renewal fund	55,000
Permit revenue	54,500
Tree removal and treatment revenue	38,000
EDA levy	25,000
Fines & forfeits	19,500
MSA maintenance	14,000
All other changes combined (net)	(15,000)
Staff changes & wage adjustments/benefits (net)	(23,468)
Transfer from cable TV fund	(25,000)
State fire aid	(70,000)
Administrative charges to other funds	(135,900)
Transfer from utility funds	(157,000)
Total city levy changes	979,402
HRA levy	15,000
Total levy changes	<u>\$ 994,402</u>

Total Operating Expenses

	2022 Actual	2023		2024 Proposed Budget	2025 Proposed Budget
		Budget	Revised Estimate		
Expense					
General government	\$ 3,058,790	\$ 3,369,618	\$ 3,291,205	\$ 3,801,257	\$ 3,833,132
Public safety	4,818,371	5,218,514	5,440,428	5,900,090	6,200,833
Public works	2,535,940	3,031,528	2,716,409	3,455,614	3,639,524
Parks and recr.	8,007,121	8,679,673	8,605,605	9,226,774	9,652,994
Community devel.	1,223,654	1,388,892	1,247,525	1,475,085	1,526,411
Enterprise oper.	7,626,185	7,906,019	8,065,171	8,354,460	8,939,152
Central garage	741,703	789,028	777,193	815,361	836,822
Miscellaneous	62,576	42,000	52,500	42,000	42,000
Debt service	3,094,398	2,987,916	2,877,536	2,612,423	2,831,991
Depreciation	2,573,169	2,746,000	2,700,000	2,763,798	2,837,732
Total expense	\$ 33,741,907	\$ 36,159,188	\$ 35,773,572	\$ 38,446,862	\$ 40,340,591
				6.3%	4.9%

Excluding capital funds and transfers between funds

Total Operating Expenses



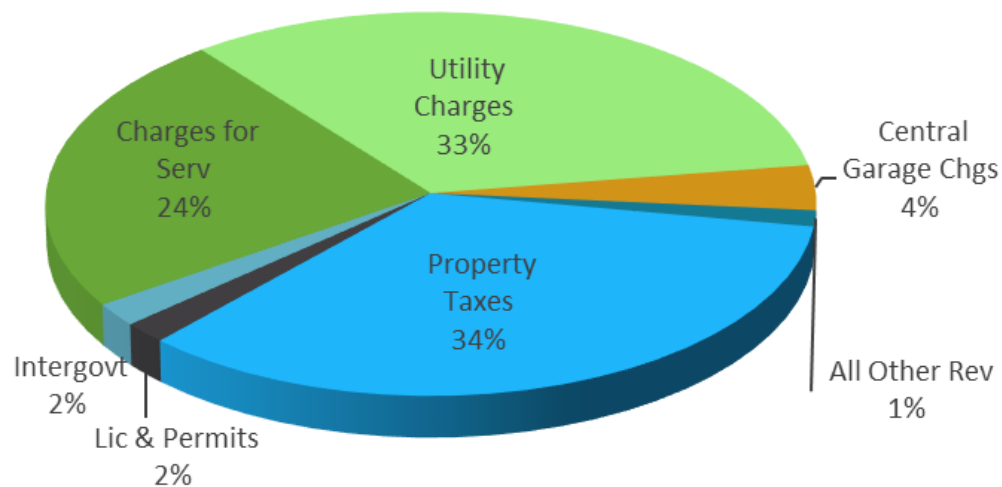
Excluding capital funds and transfers between funds

Total Operating Revenue

	2022	2023		2024	2025
	Actual	Budget	Revised Estimate	Proposed Budget	Proposed Budget
Revenue					
Property taxes	\$ 11,350,165	\$ 12,368,345	\$ 12,368,345	\$ 13,217,747	\$ 14,041,240
Special assessments	356,205	204,413	198,031	196,294	178,466
Licenses and permits	1,028,274	634,950	667,443	682,550	628,750
Intergovernmental	870,077	690,600	744,800	747,100	748,350
Charges for services	8,233,420	8,111,133	8,374,194	9,272,671	9,414,655
Fines and forfeits	42,271	55,000	35,750	35,500	35,500
Utility charges	12,650,786	12,851,000	13,336,384	12,963,000	13,391,000
Central garage chgs	1,449,023	1,449,000	1,403,768	1,473,823	1,516,806
Interest earnings	(891,628)	219,620	230,168	220,030	218,560
Other revenues	125,934	65,600	79,950	73,250	75,230
Total revenue	\$ 35,214,527	\$ 36,649,661	\$ 37,438,833	\$ 38,881,965	\$ 40,248,557
				6.1%	3.5%

Excluding capital funds and transfers between funds

Total Operating Revenue

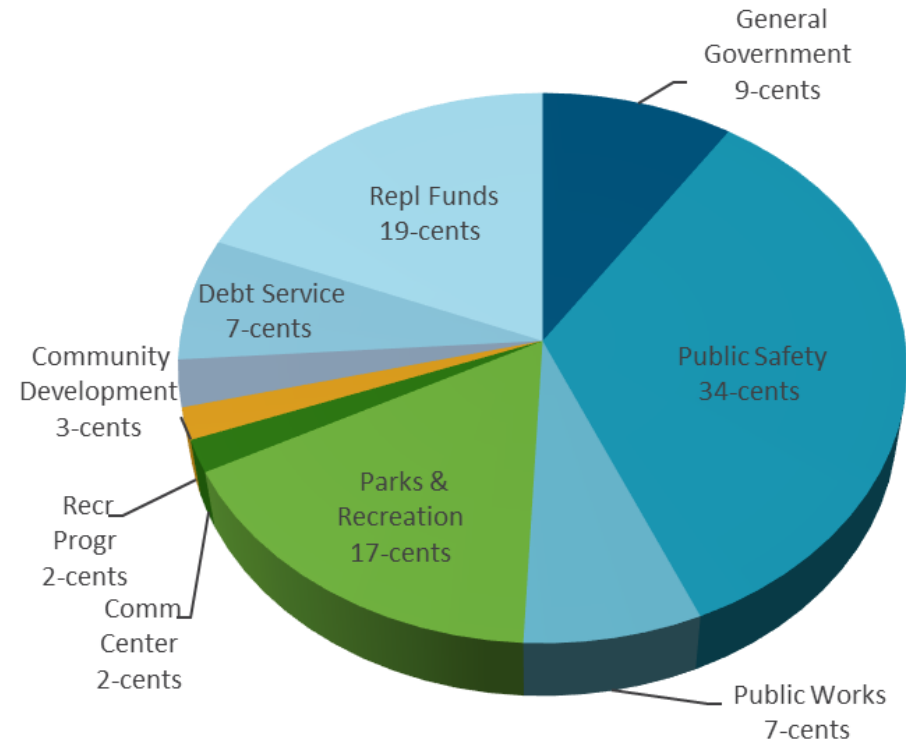


Excluding capital funds and transfers between funds

Budget Reduction/ Efficiency Strategies

- Contract for police and fire protection
- Continue use of correctional crew
- Maintain no contingency allowance
- Long-term preventative maintenance
- Maintain high-deductible health insurance plan
- Capitalize on debt refunding opportunities
- Maintain AAA bond rating

How The City Spends Each Tax Dollar Received



Tax supported city services

Median value home \$416,800

Tax on a median value home \$1,310

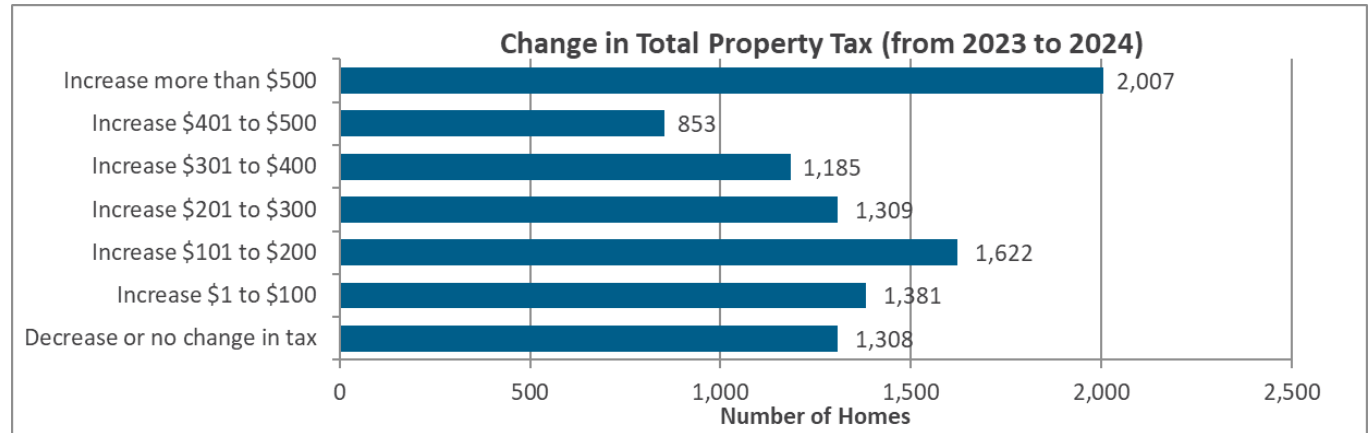
Monthly tax on a median value home \$109

Services provided by tax revenue:

- Police and fire protection
- Street design, engineering and maintenance
- Trail design engineering and maintenance
- Snow removal – trails and streets
- Tree maintenance and removals
- Park & recreation administrative services
- Maintenance of municipal buildings
- Maintenance of city parks
- Planning and zoning administration
- Building inspection services
- Capital levies support the repair/replacement/maintenance of city assets including streets, parks, trails, and municipal buildings
- General government services:
 - Council and commissions
 - Administration
 - Human resources
 - Elections
 - Communications
 - Finance and accounting
 - Information systems
 - Legal services

Impact on Homes Change in Total Tax

Shoreview Residential Property		
Tax Change	Number of Homes	Percent of Total
Decrease or no change in tax	1,308	13.5%
Increase \$1 to \$100	1,381	14.3%
Increase \$101 to \$200	1,622	16.8%
Increase \$201 to \$300	1,309	13.5%
Increase \$301 to \$400	1,185	12.3%
Increase \$401 to \$500	853	8.8%
Increase more than \$500	2,007	20.8%
Total Parcels	9,665	100.0%



Impact on Homes City Tax Change (Median Home Value)

Shoreview share of tax bill only

Market Value		Value Change	City Portion of Property Tax		Change in City Property Tax	
Before MVE			2023	2024	Dollars	Percent
2023	2024		2023	2024		
\$ 347,300	\$ 416,800	20.0%	\$1,032.71	\$1,309.96	\$ 277.25	26.8%
\$ 378,900	\$ 416,800	10.0%	\$1,137.10	\$1,309.96	\$ 172.86	15.2%
\$ 397,000	\$ 416,800	5.0%	\$1,196.71	\$1,309.96	\$ 113.25	9.5%
\$ 416,800	\$ 416,800	0.0%	\$1,261.16	\$1,309.96	\$ 48.80	3.9%
\$ 438,700	\$ 416,800	-5.0%	\$1,327.43	\$1,309.96	\$ (17.47)	-1.3%
\$ 463,100	\$ 416,800	-10.0%	\$1,401.26	\$1,309.96	\$ (91.30)	-6.5%

Impact on Homes City Tax Change (Various Home Values)

Shoreview share of tax bill only

Market Value		Value Change	City Portion of Property Tax		Change in City Property Tax	
Before MVE	2023		2024	2023	2024	Dollars
\$ 142,900	\$ 150,000	5.0%	\$ 358.56	\$ 396.95	\$ 38.39	10.7%
\$ 190,500	\$ 200,000	5.0%	\$ 515.60	\$ 568.24	\$ 52.64	10.2%
\$ 397,000	\$ 416,800	5.0%	\$1,196.71	\$1,309.96	\$ 113.25	9.5%
\$ 476,200	\$ 500,000	5.0%	\$1,440.90	\$1,571.45	\$ 130.55	9.1%
\$ 571,400	\$ 600,000	5.0%	\$1,783.12	\$1,964.31	\$ 181.19	10.2%
\$ 666,700	\$ 700,000	5.0%	\$2,143.49	\$2,357.18	\$ 213.69	10.0%
\$ 762,000	\$ 800,000	5.0%	\$2,503.87	\$2,750.04	\$ 246.17	9.8%
\$ 857,000	\$ 900,000	5.0%	\$2,863.33	\$3,142.90	\$ 279.57	9.8%

Property tax statement

PROPOSED PROPERTY TAXES AND MEETINGS BY JURISDICTION FOR YOUR PROPERTY

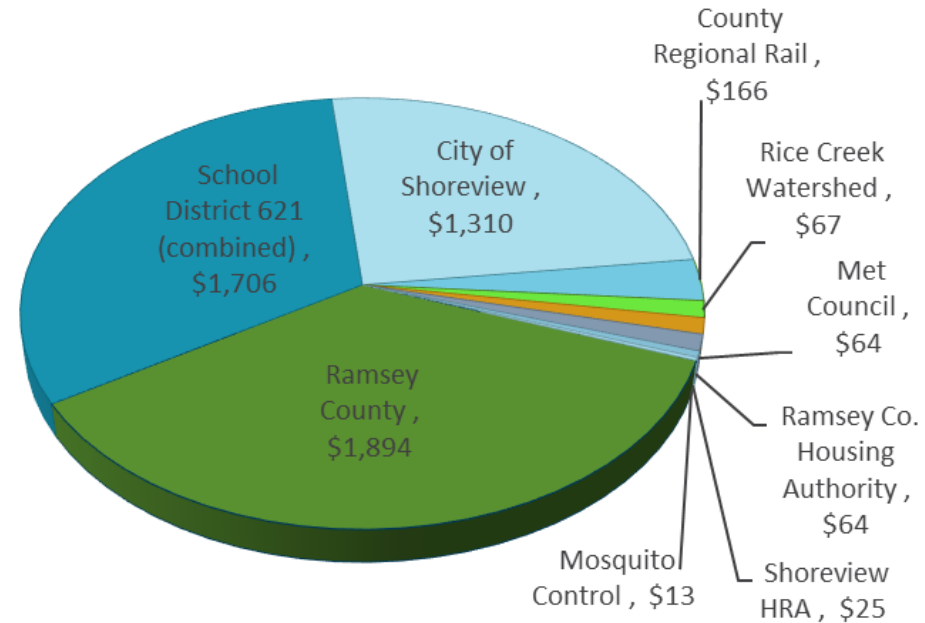
Contact Information	Column 1 2023 Tax – Actual	Column 2 2024 Tax – Proposed	Tax and Budget Meetings and Locations
Ramsey County Regional Railroad Authority County Library Ramsey County 15 W. Kellogg Blvd., Suite 250 Saint Paul, MN 55102 651-266-2222 ramseycounty.us	1,688.42 150.88 150.34	1,727.76 164.74 156.26	December 6 at 6 p.m. Virtual and in-person options are available. Visit ramseycounty.us/PublicHearings for details. In-person location: Maplewood YMCA Community Center 2100 White Bear Ave. Maplewood, MN 55109
SHOREVIEW CITY OF SHOREVIEW 4600 VICTORIA STREET N SHOREVIEW, MN 55126 (651) 490-4600 SHOREVIEWMN.GOV	1,239.68	1,311.74	DECEMBER 4, 2023 AT 7:00 PM SHOREVIEW CITY HALL 4600 VICTORIA STREET N SHOREVIEW, MN 55126
State General Tax	0.00	0.00	No Meeting Required
ISD #621 ISD621 4570 VICTORIA STREET N SHOREVIEW, MN 55126 (651) 621-6017 MOUNDSVIEWSCHOOLS.ORG a. Voter approved levies b. Other local levies	916.92 769.42	974.30 722.36	DECEMBER 12, 2023 AT 6:00 PM DISTRICT CENTER 4570 VICTORIA STREET N SHOREVIEW, MN 55126
Metropolitan Special Taxing Districts Metropolitan Council 390 Robert St. N. Saint Paul, MN 55101 651-602-1738 metrocouncil.org/budget	82.80	77.02	December 13 at 6 p.m. Council Chambers 390 Robert St. N. Saint Paul, MN 55101
Other special taxing districts Tax increment Fiscal disparity	189.54 0.00 0.00	201.82 0.00 0.00	No Meeting Required No Meeting Required No Meeting Required
Total Tax excluding special assessments Percent of Tax Change	5,188.00	5,336.00 2.85%	

Your local units of government have proposed the amount of property taxes in Column 2 above your actual 2023 property taxes in Column 1.

	Amount	Percent
Market value	<u>\$ 414,600</u>	
Ramsey County tax	\$ 2,048.76	38.40%
Shoreview tax	1,311.74	24.58%
ISD #621 tax	1,696.66	31.80%
Metropolitan Council	77.02	1.44%
Other special taxing districts	201.82	3.78%
Total Tax	<u><u>\$ 5,336.00</u></u>	<u><u>100.00%</u></u>

Distribution of 2023 Estimated Total Property Tax Bill = \$4,967

Ramsey County	\$ 1,894	35.7%
School District 621 (combined)	\$ 1,706	32.1%
City of Shoreview	\$ 1,310	24.7%
County Regional Rail	\$ 166	3.1%
Rice Creek Watershed	\$ 67	1.3%
Met Council	\$ 64	1.2%
Ramsey Co. Housing Authority	\$ 64	1.2%
Shoreview HRA	\$ 25	0.5%
Mosquito Control	\$ 13	0.2%
	<u>\$ 5,309</u>	



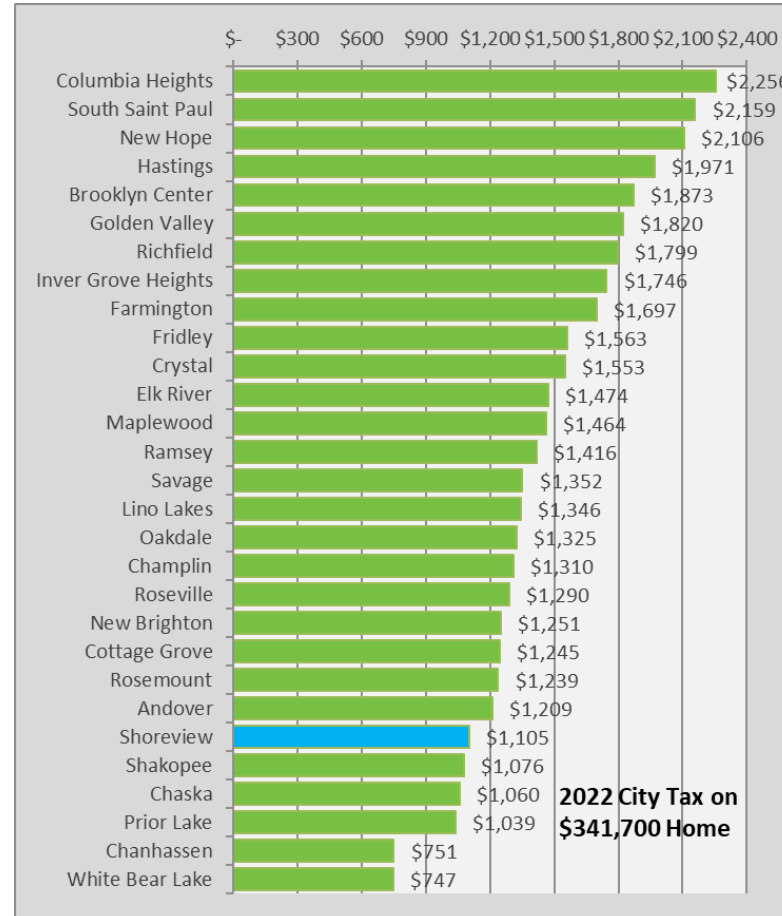
Shoreview is 25% of total

Property Tax Comparison

2022 City Tax on
\$341,700 Home

Shoreview is 24%
below average of
\$1,457

(Shoreview and 28
other Metro area
comparison cities)

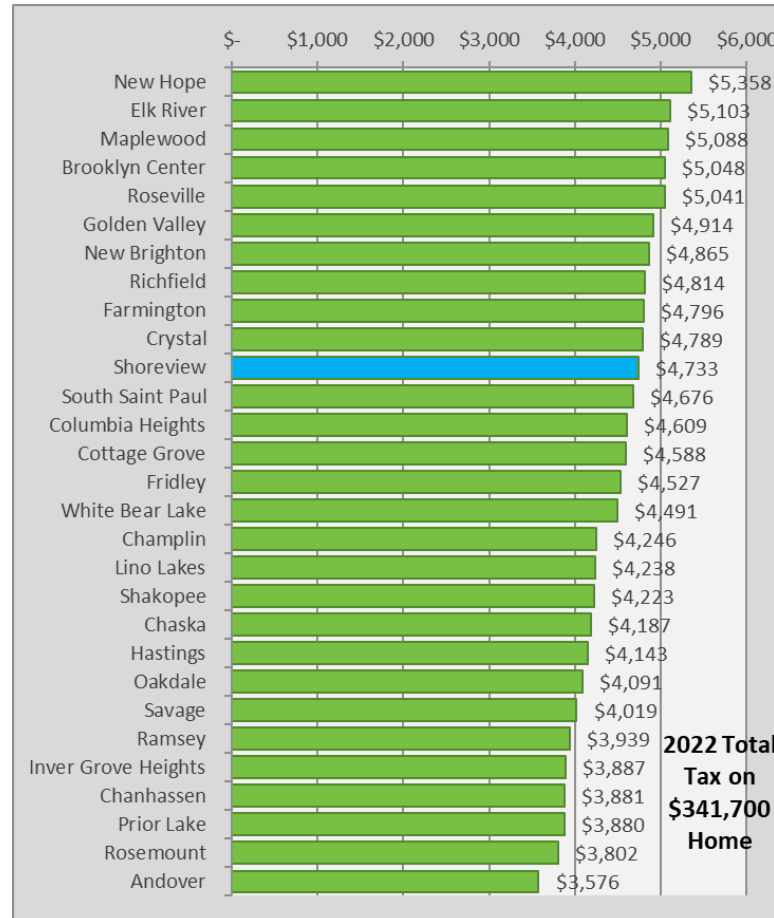


Property Tax Comparison

2022 Total Tax on
\$341,700 Home

Shoreview is 6.0%
above average of
\$4,467

(Shoreview and 28
other Metro area
comparison cities)



Additional City Handouts

- Community Benchmarks
- Utility Operations and 2024 Utility Rates
- 2024 Shoreview Property Tax Dollar
- State property tax refunds/deferrals
- Process to appeal estimated market value

[Note: Please refer to the reverse side of estimated tax statement]

Future Council Action December 18, 2023

- Adopt
 - 2024 Budget
 - 2024 to 2028 Capital Improvement Program
 - 2024 Tax levy
 - 2024 Utility rates
- Accept
 - Five-Year Operating Plan
 - Comprehensive Infrastructure Replacement Plan