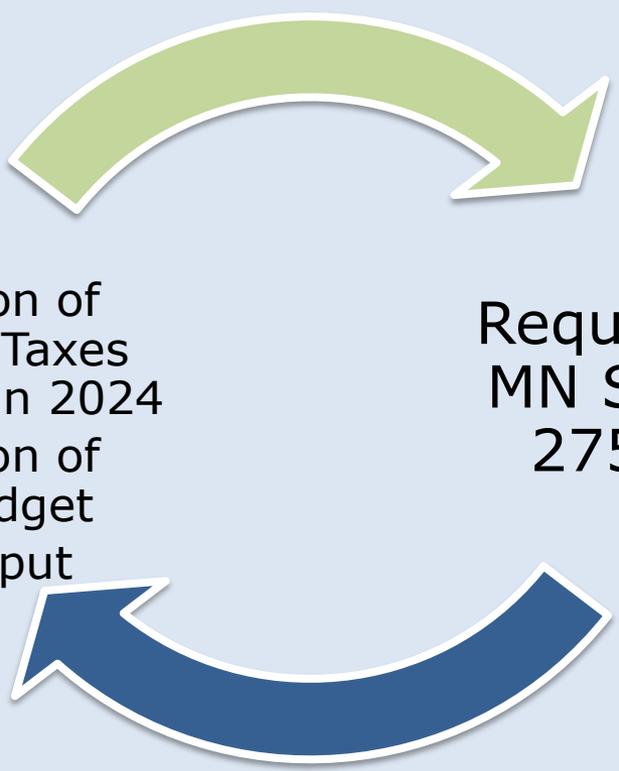




THE CITY OF  
**EXCELSIOR**  
MINNESOTA

Truth-in-Taxation and  
2024 Budget Presentation

December 4<sup>th</sup>, 2023  
City Council Meeting



## Purpose

- Discussion of Levy for Taxes Payable in 2024
- Discussion of 2024 Budget
- Public Input

Required by  
MN Statute  
275.065

# Truth in Taxation

# Budget Process



Council Establishes 2024 Budget Goals and Objectives



Staff Prepares Proposed Budgets



Budget Discussions at Council Work Sessions



Preliminary Tax Levy & Budget

Approved on September 26, 2023



Continue Budget Review

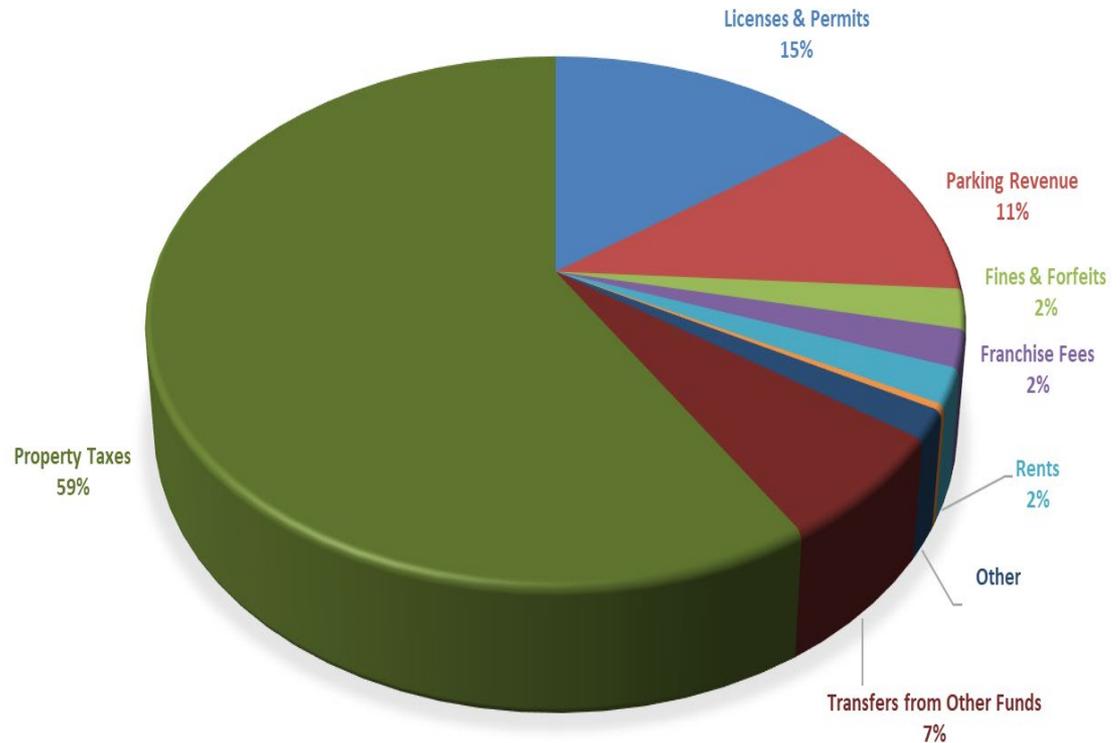


Final Budget Adoption

Truth in Taxation  
Public Input

Property Taxes Account for 59% of the City's 2024 Budgeted General Fund Revenue

GENERAL FUND REVENUE BY SOURCE



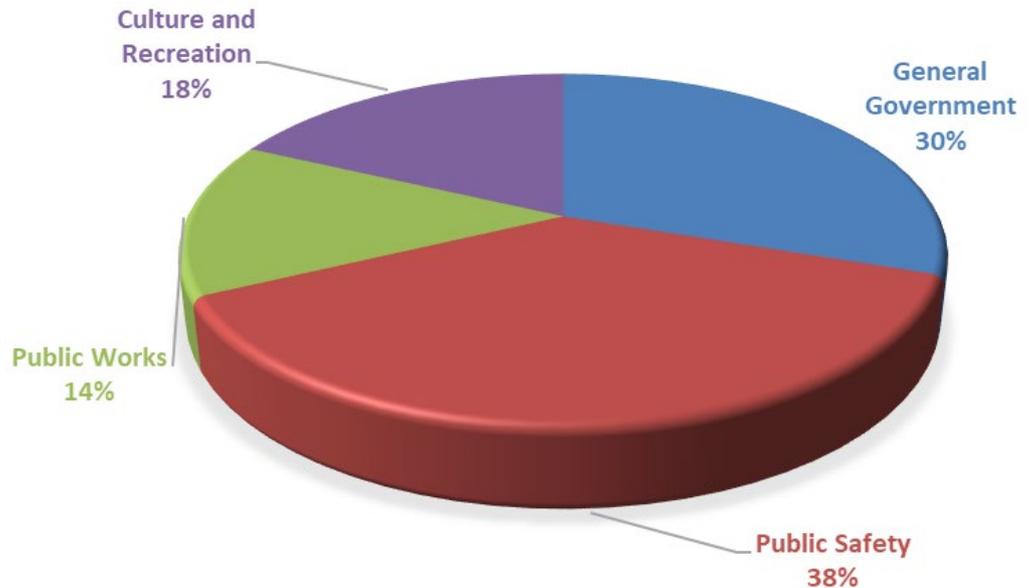
# General Fund Budget - Revenues by Source

Revenues	2023 Budget	2024 Budget	\$ Chg vs. 2023
Licenses & Permits	\$ 416,660	\$ 456,935	\$ 40,275
Parking Revenue	\$ 350,000	\$ 350,000	\$ -
Fines & Forfeits	\$ 45,000	\$ 75,000	\$ 30,000
Franchise Fees	\$ 70,750	\$ 70,750	\$ -
Rents	\$ 62,500	\$ 65,700	\$ 3,200
Interest and Dividends	\$ 5,000	\$ 11,000	\$ 6,000
Other	\$ 5,000	\$ 53,000	\$ 48,000
Transfers from Other Funds	\$ 200,000	\$ 200,000	\$ -
Property Taxes/Fiscal Dispairities	\$ 1,709,527	\$ 1,815,057	\$ 105,530
	\$ 2,864,437	\$ 3,097,442	\$ 233,005



What Does  
the City  
Levy Pay  
for?

### GENERAL FUND EXPENDITURES BY FUNCTION



# General Fund Budget - Expenditures by Function

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	2024	
General Government	\$ 937,886	30%
Public Safety	\$ 1,161,847	38%
Public Works	\$ 442,130	14%
Culture and Recreation	\$ 555,579	18%
	\$ 3,097,442	100%

Notes:

- General Government consists of City Council, City Manager/Clerk, Elections, Finance, Planning and Zoning, and City Administration (City Hall).
- Public Safety consists of Police, Fire, and Building Inspections.
- Public Works consists of Engineering and Streets.
- Culture and Recreation consists of Heritage Preservation, Park Maintenance, Recreation Programs, and Cemetery.



# General Fund Expenditures

Expenses	2023 Budget	2024 Budget	\$ Chg vs. 2023	% Chg vs 2023
Council	\$ 21,661	\$ 24,061	\$ 2,400	11.08%
City Manager/Clerk	\$ 270,004	\$ 282,512	\$ 12,508	4.63%
Elections	\$ 1,000	\$ 9,530	\$ 8,530	853.00%
Finance	\$ 79,838	\$ 75,840	\$ (3,998)	-5.01%
Planning and Zoning	\$ 184,536	\$ 197,405	\$ 12,869	6.97%
City Administration	\$ 323,538	\$ 348,538	\$ 25,000	7.73%
Heritage Preservation	\$ 2,800	\$ 2,800	\$ -	0.00%
Police	\$ 871,693	\$ 903,973	\$ 32,280	3.70%
Fire	\$ 278,640	\$ 257,874	\$ (20,766)	-7.45%
Building Inspection	\$ 55,000	\$ 65,000	\$ 10,000	18.18%
Engineering	\$ 32,000	\$ 45,000	\$ 13,000	40.63%
Streets	\$ 274,780	\$ 332,130	\$ 57,350	20.87%
Park Maintenance	\$ 407,005	\$ 474,165	\$ 67,160	16.50%
Recreation Programs	\$ 26,000	\$ 26,000	\$ -	0.00%
Cemetery	\$ 35,942	\$ 52,614	\$ 16,672	46.39%
	\$ 2,864,437	\$ 3,097,442	\$ 233,005	8.13%

# Where your property tax dollars go?



39%  
Minnetonka  
School District



30%  
Hennepin  
County



24%  
City of  
Excelsior

2% Met  
Council

5%  
Other

# What do your property tax dollars pay for?

Services by Taxing Districts				
City of Excelsior (24%)	Hennepin County (30%)	Indepedent School District #276 (39%)	Metropolitan Special Taxing Districts (Met Council) (2%)	Other Special Taxing Districts (5%)
Police and Fire	Social Services	K-12 Education	Transportation	Regional Parks
Roads and Streets	Public Health	Community Education	Regional Sewer Systems	Regional Railroads
Parks and Recreation	Road and Highways		Mosquito Control (public health)	Museums
Building Safety	Libraries			Watershed Management
Historical Preservation	Sheriff / Corrections			Public Housing
	Environmental Services			



## Hennepin County

A-600 Government Center  
300 S. Sixth Street  
Minneapolis, MN 55487-0060  
612-348-3011 www.hennepin.us

### Proposed levies & taxes 2020

2019 values for taxes payable in 2020

?1 JOHN J DOE  
123 MAIN ST NW  
ANYOWN MN 12345-6789

?2 Property ID NO: 26-129-2441-001  
123 Main ST NW ?3

#### Property taxes statement schedule

**Step 1 Value & classification**

TAX YEAR PARABLE CLASS	2016 HOMESTEAD	2017 HOMESTEAD
Estimated Market Value:	\$176,000	\$206,000
Homestead Exclusion:	\$21,400	\$18,700
Other Exclusion/Deferral:	\$0	\$0
Taxable Mkt Value:	\$154,600	\$187,300

**Step 2 Proposed levies & taxes**

2015 TAX:	\$2,478.38	?5
2016 PROPOSED	\$2,890.13	
Percent change	16.6%	

Now is the time to provide feedback on proposed levies. It is too late to appeal your value or classification without going to Tax Court.

**Step 3 Property tax statement**  
Coming March 2020, due May 15, 2020 and Oct 15, 2020

[Budget Meeting Dates](#)  
[Times and location](#)

**THIS IS NOT A BILL — DO NOT PAY**

[\(Click Here for Taxing Authority Web Sites\)](#)

Addresses for correspondence	Actual 2019	Proposed 2020	Meeting date & location
Hennepin County A2400 Government Center Minneapolis MN 55487 612-348-3011 ?6	\$799.83 ?7	\$907.71 ?8	Dec 2, 2015 6:00 PM Commissioner Board Room A2400 Government Center Minneapolis MN 55487
City of GREENFIELD Greenfield City Hall 7738 Commerce Circle Greenfield MN 55357	\$585.34	\$692.39	Dec 2, 2015 7:00 PM Greenfield City Hall 6390 Town Hall Drive Greenfield MN 55357
STATE GENERAL TAX			No meeting required ?10
School District 883 Voter Approved Levy: Other Local Levies	\$583.90	\$667.08 ?9	Dec 15, 2015 6:30 PM Heritage Room - room 502 Rockford High School 7600 County Road 50 ROCKFORD MN 55373
School District Total	\$399.82	\$502.18	
Rockford - ISD 883 6051 Ash Street Rockford MN 554373 763-477-9165	\$983.72	\$1,169.26	
Metro Special Taxing Dist. Metropolitan Council 390 Robert Street North St Paul MN 55101-1805 651-602-1647	\$25.23	\$27.75	Dec 10, 2015 6:00 PM Metropolitan Council 390 Robert Street North St Paul MN 55101-1805
Other Spec. Taxing Dist.: Fiscal Disparity Tax: Tax Increment Tax:	\$84.26	\$93.02	No meeting required No meeting required No meeting required
TAX INCLUDING SPECIAL ASSESSMENTS	\$2,478.38	\$2,890.13	

Learn about property taxes: [www.hennepin.us/propertytaxes](http://www.hennepin.us/propertytaxes)

**THIS IS NOT A BILL — DO NOT PAY**

County →

City →

School →

Special Dist. →

Other Dist. →



Approximately 24% of your property tax dollars pay for City services.



# City of Excelsior Property Taxes

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- City property taxes are determined by the City's Levy.
- Excelsior's levy consists of a General Levy, and Debt Service Levies to service bonds issued for the street and utility improvement projects.
- Hennepin County is responsible for valuations
  - Valuation Notices sent in March
  - City holds Open Book Meeting in April
    - ~ Opportunity to contest valuation

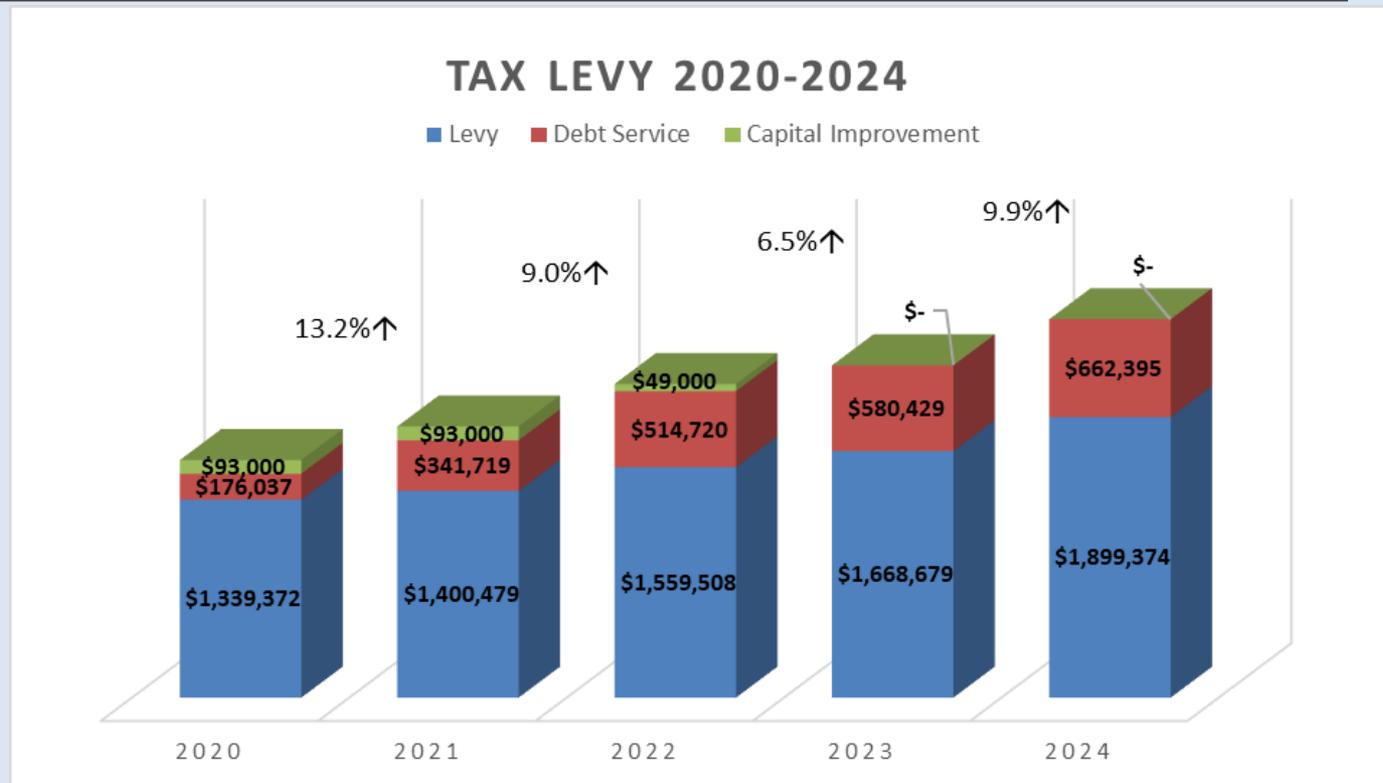


# Components of City's Levy

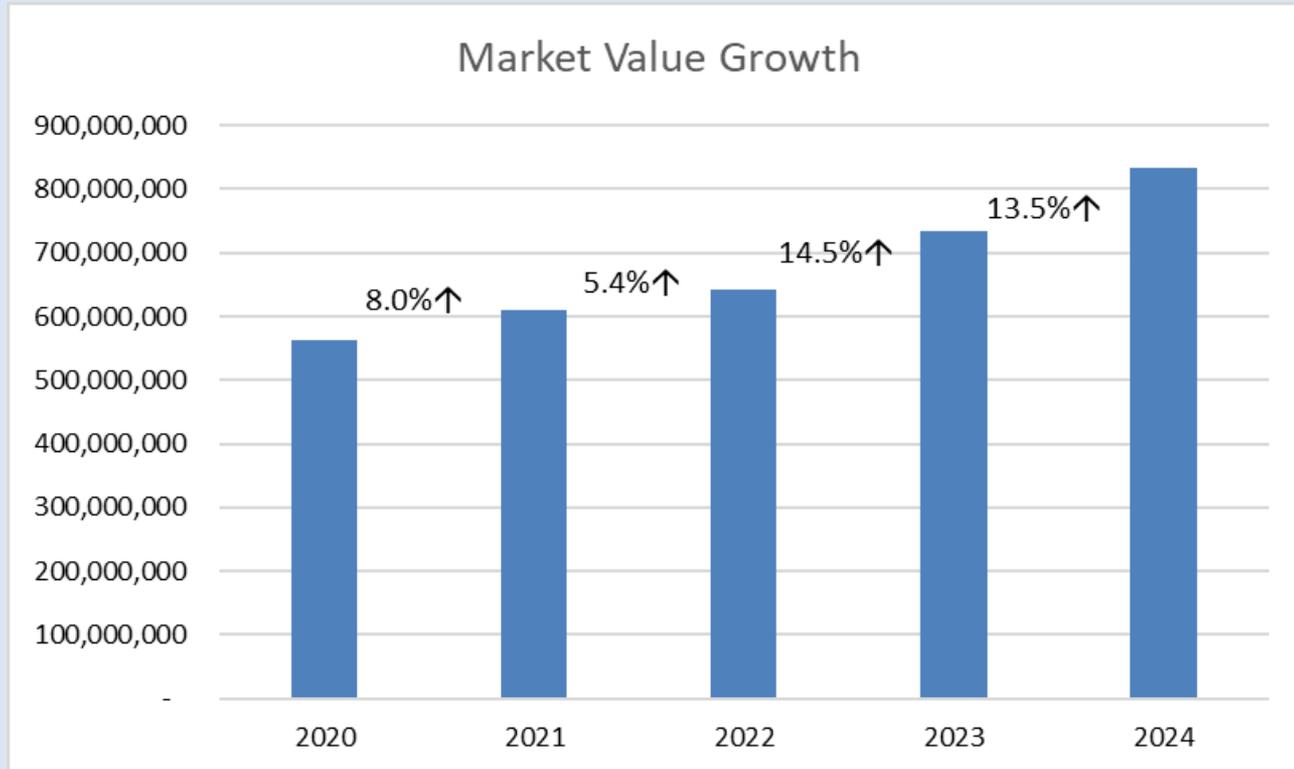
	2023	2024	\$ change
General Fund	\$ 1,668,679	\$ 1,899,374	\$ 230,695
Capital Improvement	\$ -	\$ -	\$ -
<b>Total General Revenue</b>	\$ 1,668,679	\$ 1,899,374	\$ 230,695
 Debt Service			
2010A	\$ 100,000	\$ 100,000	\$ -
2017A	\$ 80,198	\$ 80,198	\$ (0)
2019A	\$ 152,486	\$ 152,486	\$ (0)
2020A	\$ 96,635	\$ 96,635	\$ -
2021A	\$ 233,076	\$ 233,076	\$ -
		\$ -	
<b>Total Debt Service</b>	\$ 662,395	\$ 662,395	\$ (0)
 <b>Total Levy</b>	\$ 2,331,074	\$ 2,561,769	\$ 230,695

# Proposed Levy Increase for 2024

- Total Proposed Levy - \$2,561,769
- \$230,695 more than 2023 levy
- Increase is primarily related to inflation, tree maintenance costs, and \$140,500 for future debt levy.

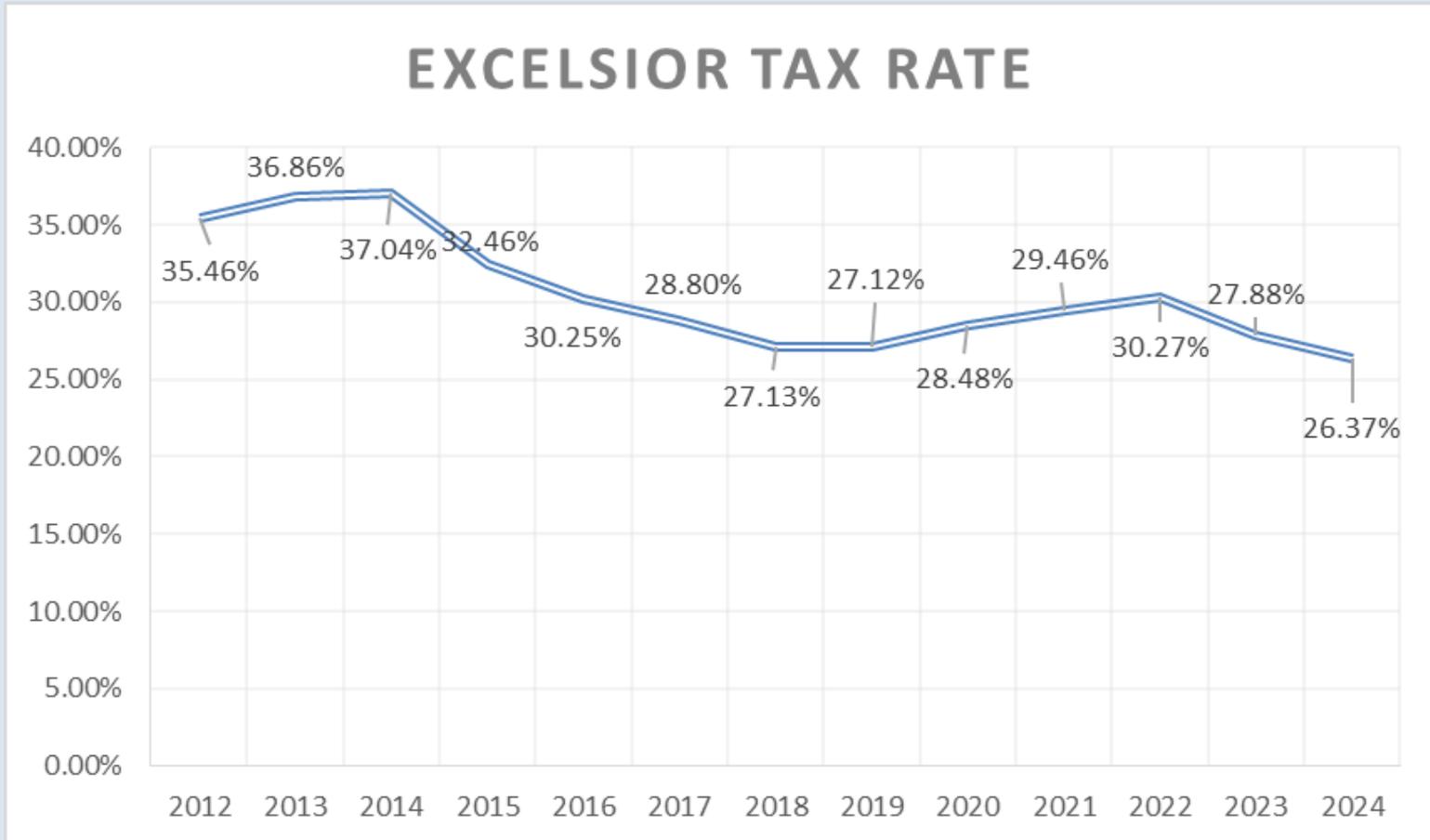


# Estimated Market Value Trendline

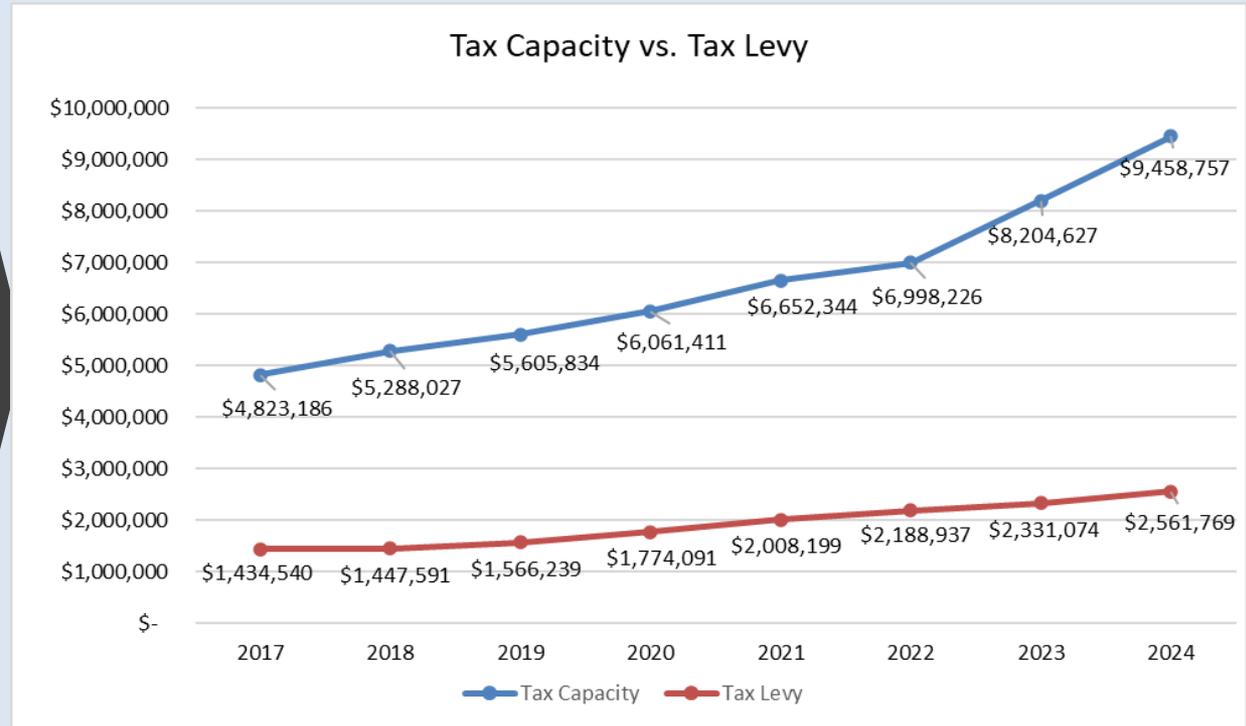


2023 Estimated Market Value Median Single Family Residential - \$792,144

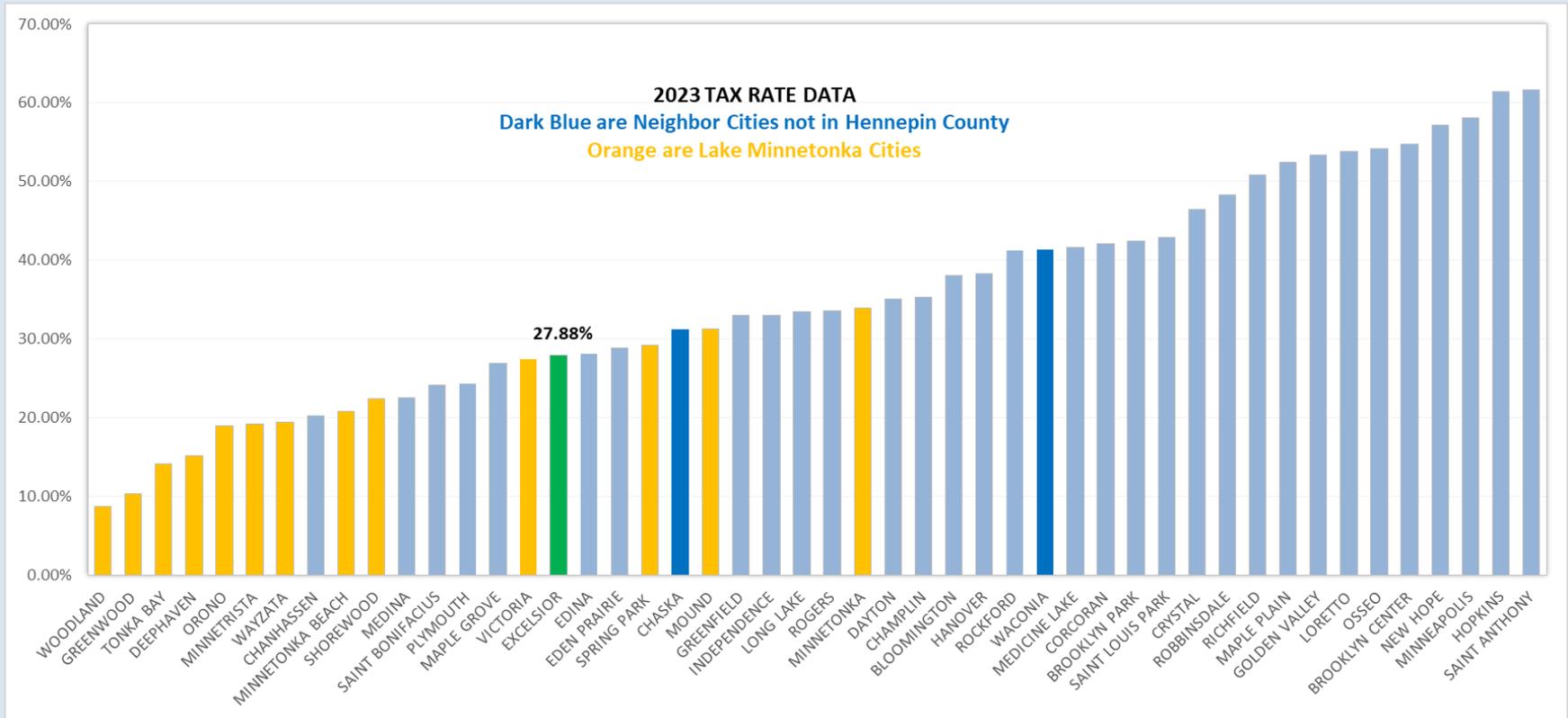
# 2012-2024 Tax Rate Percentages



# Increase in Tax Capacity to Increase in City Tax Levy

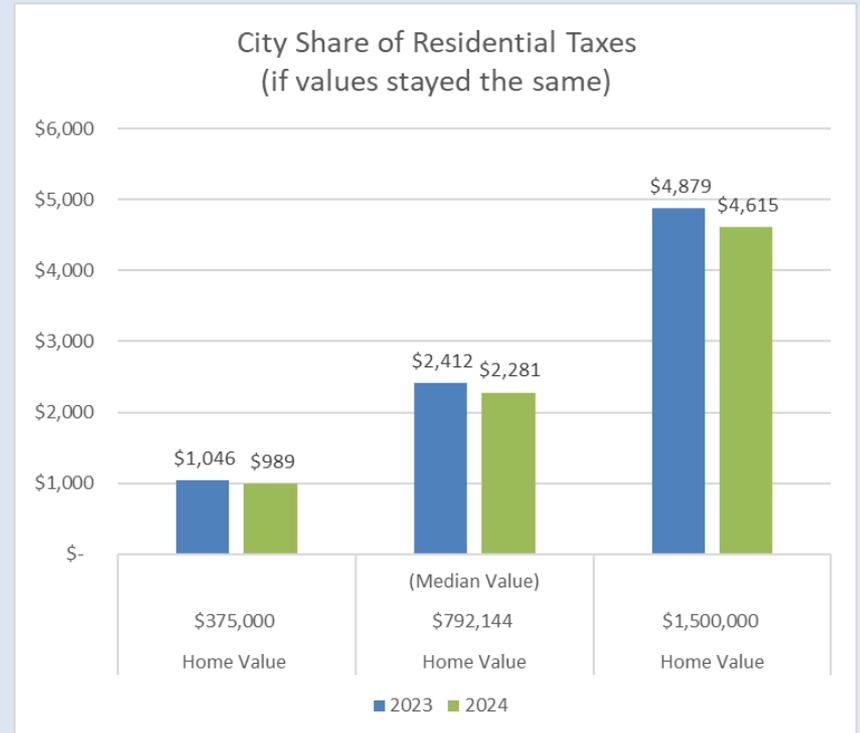


# 2023 Hennepin County Tax Rates



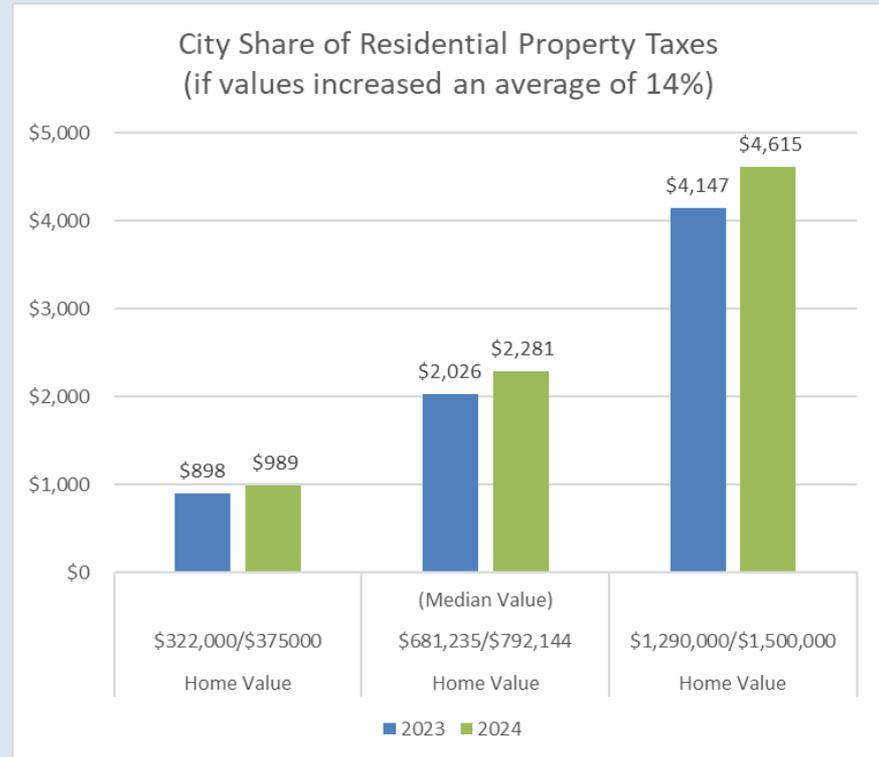
# Residential Examples

(Home Value Stayed the Same)



# Residential Examples

(Home Value Increased 14%)



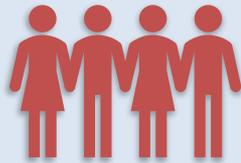
# 2024 Proposed Utility Rate Increases

## UTILITY RATES

(assumes "average" residential water use of 15,000 gallons per quarter)

Water Rate Increase	\$ .62 per 1K gallons
Annual Change	\$ 37.20
Water Base Increase	\$4.27 per quarter
Annual Change	\$ 17.08
Sewer Rate Increase	\$0.76 per 1K gallons
Annual Change	\$ 45.60
Sewer Base Increase	\$2.82 per quarter
Annual Change	\$ 11.28
Surface Water Increase Medium	\$11.20 per quarter
Annual Change	\$ 44.80
Street Light Residential	\$1.08 per quarter
	4.32
<b>Sum of Annual Utility Rate Increase</b>	<b>\$ 160.28</b>
<b>Monthly Impact on "average" residential account</b>	<b>\$ 13.36</b>

# Next Steps



**City Council to Accept Public Input**



**Consideration of Resolutions**

Setting the Final 2023 Levy for Payable 2024  
Adopting the 2024 Budget

The Approved 2024 budget will be available on the City's website.

<http://www.excelsiormn.org>

Hard copies may be obtained at City Hall during regular business hours.

Excelsior City Hall  
350 Highway 7, Suite 230  
Excelsior, MN 55331



Any  
questions or  
comments?

- Contact Info:
- Jenny Palmer, Finance Director
- [jpalmer@excelsiormn.org](mailto:jpalmer@excelsiormn.org)
- (952) 653-3677 (direct)

