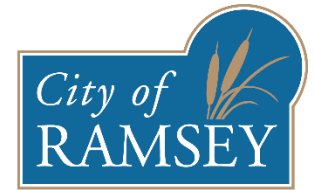


**2018 LEVY & GENERAL
FUND BUDGET
Truth in Taxation
December 12, 2017**

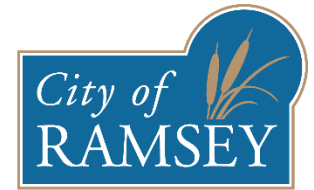


Taxable Market Value Questions?

- Annual taxable market values are addressed in April.
- Valuations for 2018 are set values as of January 2, 2017

Purpose of the Budget:

1. To prioritize activity.
2. Financially support strategic initiatives.
3. Identify and manage resources.
4. Communicate the direction of the City.
5. Create a expenditure and revenue plan.
6. Legally required document.



2018 Budget Strives to Meet the City's Four Strategic Imperatives:

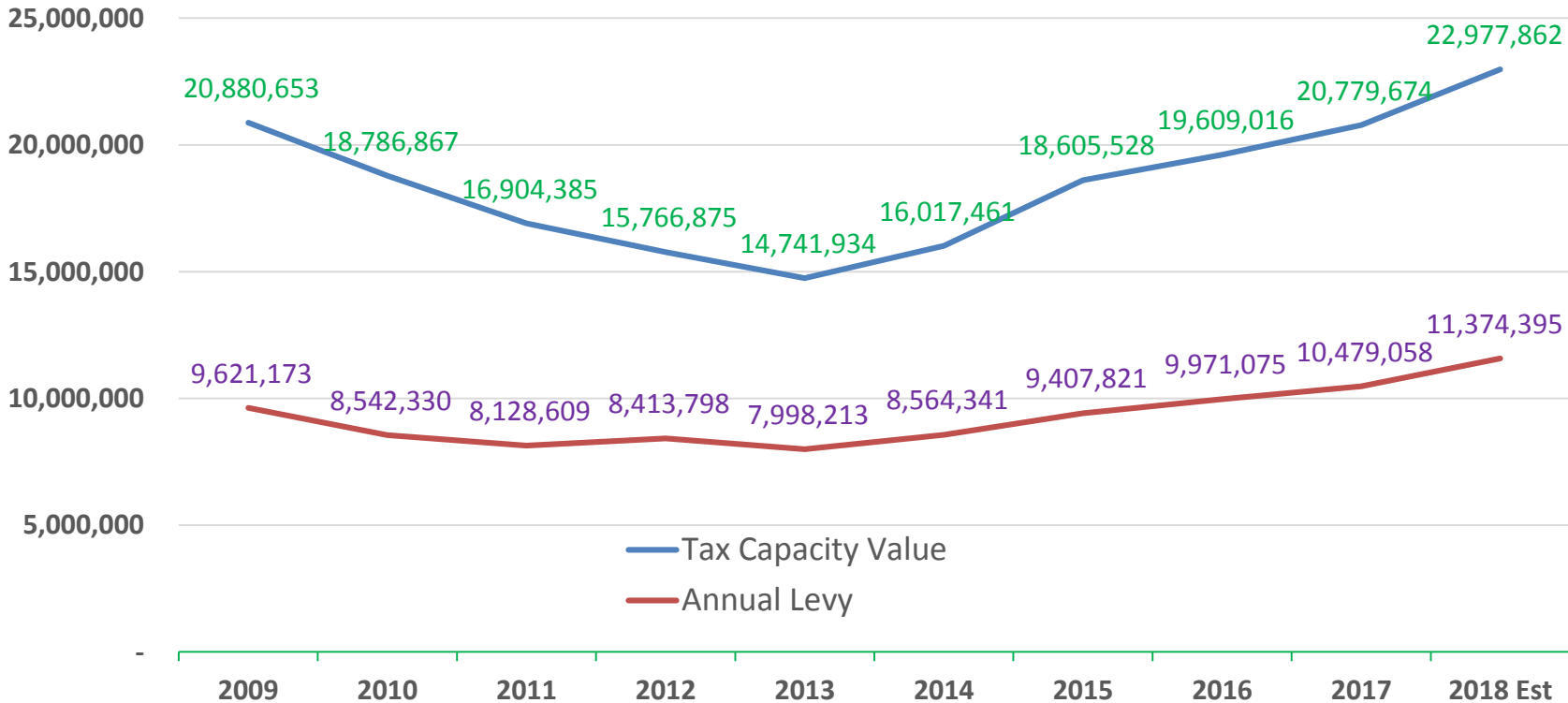
- Financial Stability
- A Connected Community
- Smart Citizen-Focused Government
- An Effective Organization

City of Ramsey

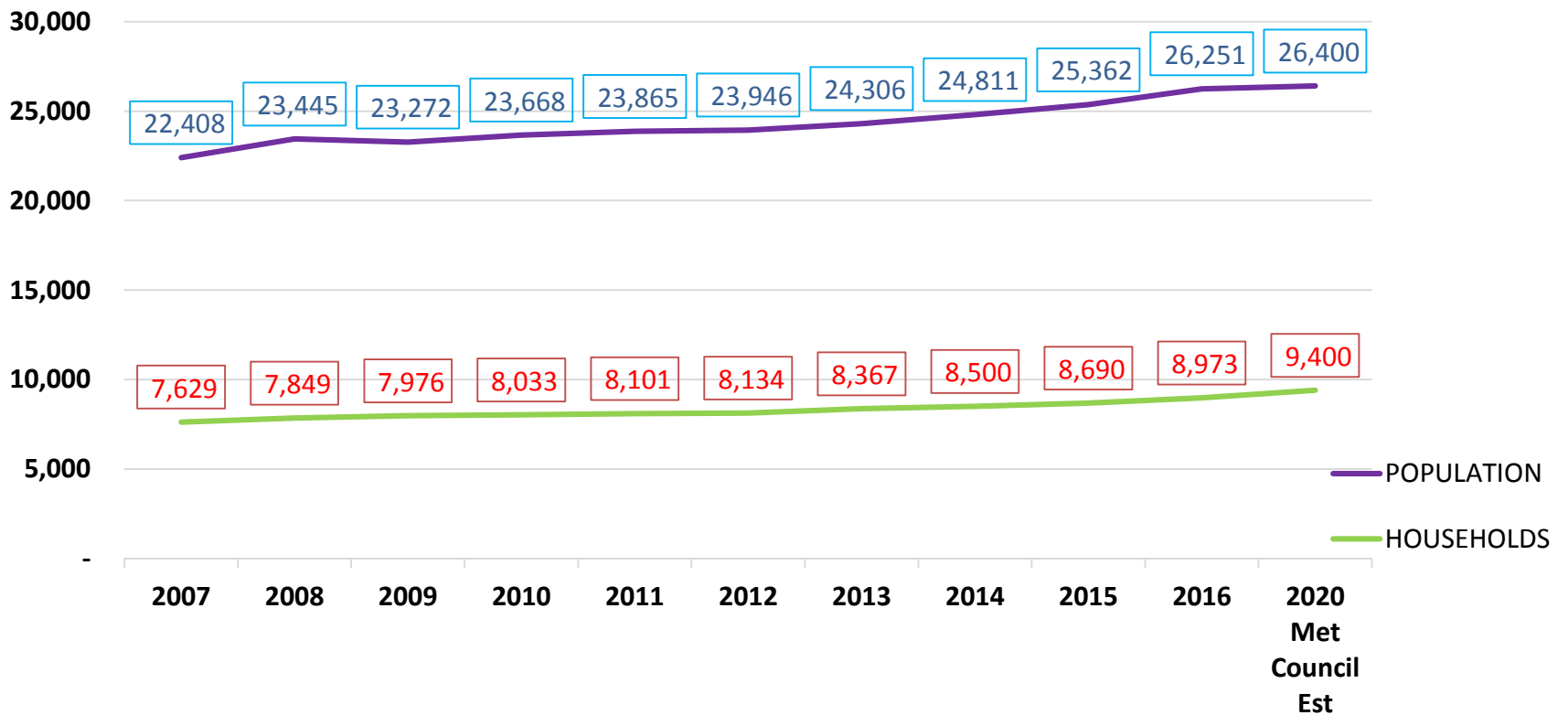
2018 Preliminary Levy Summary

<u>Proposed Tax Levies:</u>	<u>2017</u>	<u>2018</u>
General Fund Levy	\$8,670,635	\$9,395,242
EDA Levy	103,981	103,981
Debt Service Levies:		
2013 Capital Equipment Certificates	73,875	73,119
Lease Revenue Bond (Municipal Ctr)	1,098,813	1,118,613
2014 Capital Equipment Certif	102,905	101,879
2015 Road Reconstruct Debt	119,078	116,663
2016 Road Reconstruct Debt	152,308	146,571
2017 Road Reconstruct Debt	0	94,079
CIP Bond (Fire Station #2)	<u>157,463</u>	<u>224,248</u>
 Total Proposed Levy	 \$10,479,058	 \$11,374,395

TAX CAPACITY and ANNUAL LEVY



POPULATION and HOUSEHOLD GROWTH



2018 GENERAL FUND BUDGET AND LEVY

2018 Total levy of \$11,374,395

Increase of \$895,337 or 8.54% from 2017

2018 General Fund Budget: \$12,123,284

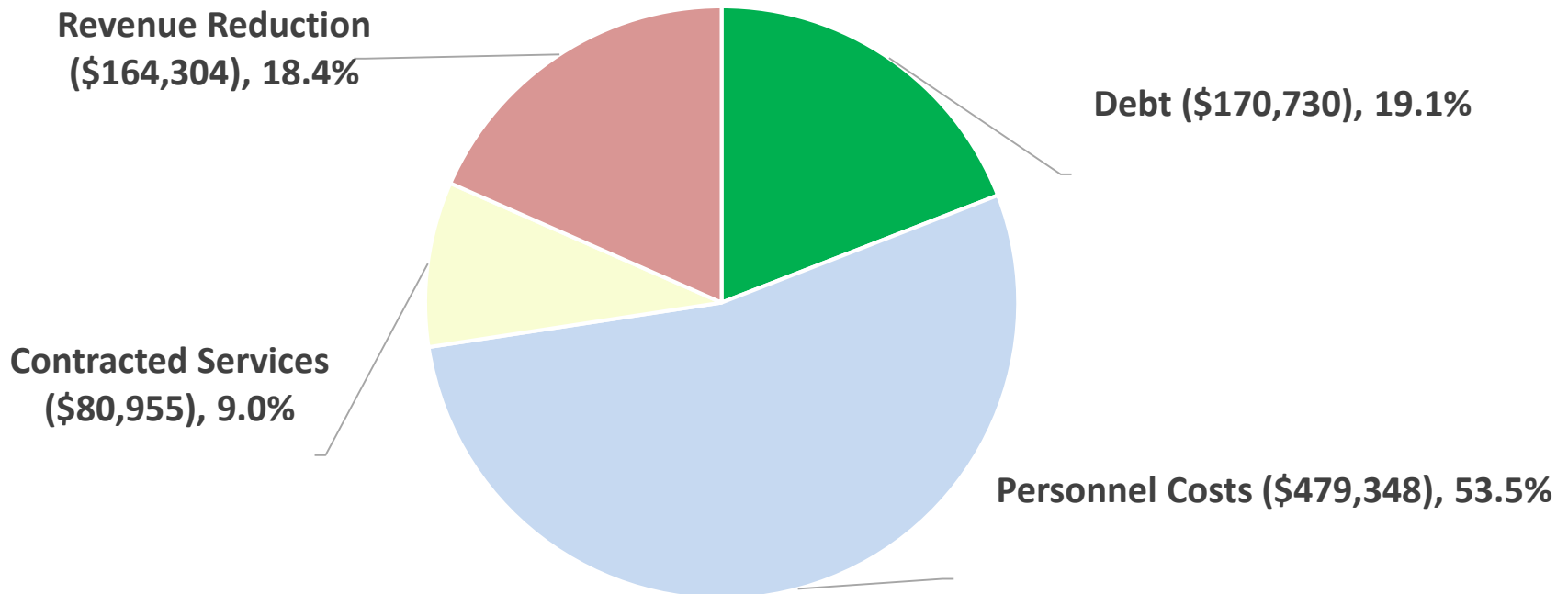
Increase of \$994,525 or 8.94% from 2017 Adopted

2018 Estimated Tax Capacity Rate 41.656%

2017 Tax Capacity rate of 42.454%

2018 GENERAL FUND BUDGET AND LEVY

What Makes Up Levy Increase of \$ 895,337?



2018 GENERAL FUND BUDGET AND LEVY

FOUR MAIN LEVY INCREASE FACTORS

1. PERSONNEL FUNDING:

- \$479,348 of Levy Increase:
 - Cost of Living Adjustment – 2-1/2% January 1; 1/2% July 1; Step Increases
 - Insurance: Health 7.38% increase & Single Dental For all FT Employees
 - Election Year
 - Regular Election In November
 - Special Election for Current At-Large Seat Vacancy
 - Increase hours for IT Support Technician from 29 hours week to 40 hours week (full-time status)
 - Accommodate the growing IT needs: Increased demand from city facilities: New buildings (fire), smart room rentals park rentals; increased employee counts, increased AV support, increased demand for better website offerings, and increased demand on other IT technologies: phones, tablets and other devices.
 - Manage and track City's cell phone inventory, repairs, troubleshooting and billing

2018 GENERAL FUND BUDGET AND LEVY

FOUR MAIN LEVY INCREASE FACTORS

1. PERSONNEL FUNDING (Continued):

- Full-Time City Planner
 - Original request was a Senior Planner
 - Current development and long-range planning
 - Implementation of the comprehensive plan
 - Administration of the zoning and subdivision regulations
 - Provide a collaborative approach to improved images of residential neighborhoods and business districts
 - Work with property owners to clean up areas of blight along Highway 10, Highway 47, County Road 5 and other key nodes and corridors
 - Provide enhanced levels of customer service to internal, external, public and private customers

2018 GENERAL FUND BUDGET AND LEVY

FOUR MAIN LEVY INCREASE FACTORS

1. PERSONNEL FUNDING (Continued):

- Part-Time Engineering Administrative Assistant
 - Free up City Engineer time from performing admin tasks such as mailings, notices, etc.
 - Provide coverage for administrative assistants from other departments
 - Perform department website administration, special assessment program administration, meeting minutes, filing and scanning

- Full-Time Park Maintenance Worker:
 - Bring department back to 2011 staffing levels
 - Maintain the cities growing park system with such needs as tree pruning, athletic field preparations, irrigation repairs, mowing, trash pick up
 - Assist with snow removal
 - Seasonal help is temporary; limited to staffing availability and time schedules. Park maintenance is needed year round

2018 GENERAL FUND BUDGET AND LEVY

FOUR MAIN LEVY INCREASE FACTORS

2. DEBT SERVICE:

- \$170,730 of Levy Increase
- Increased debt service on Fire Station #2
 - Was offset by \$125,000 of remaining bond proceeds for 2017 payable
- First year of 10-Year Debt Levy for the reconstruction of Sunwood Drive and Alpine Drive (3rd Road Project funded via the property tax & special assessments)

3. REVENUE REDUCTION:

- \$164,304 of Levy Increase
- Reduction in interest earnings
- Reduction in other financing sources (transfers in)

2018 GENERAL FUND BUDGET AND LEVY

FOUR MAIN LEVY INCREASE FACTORS

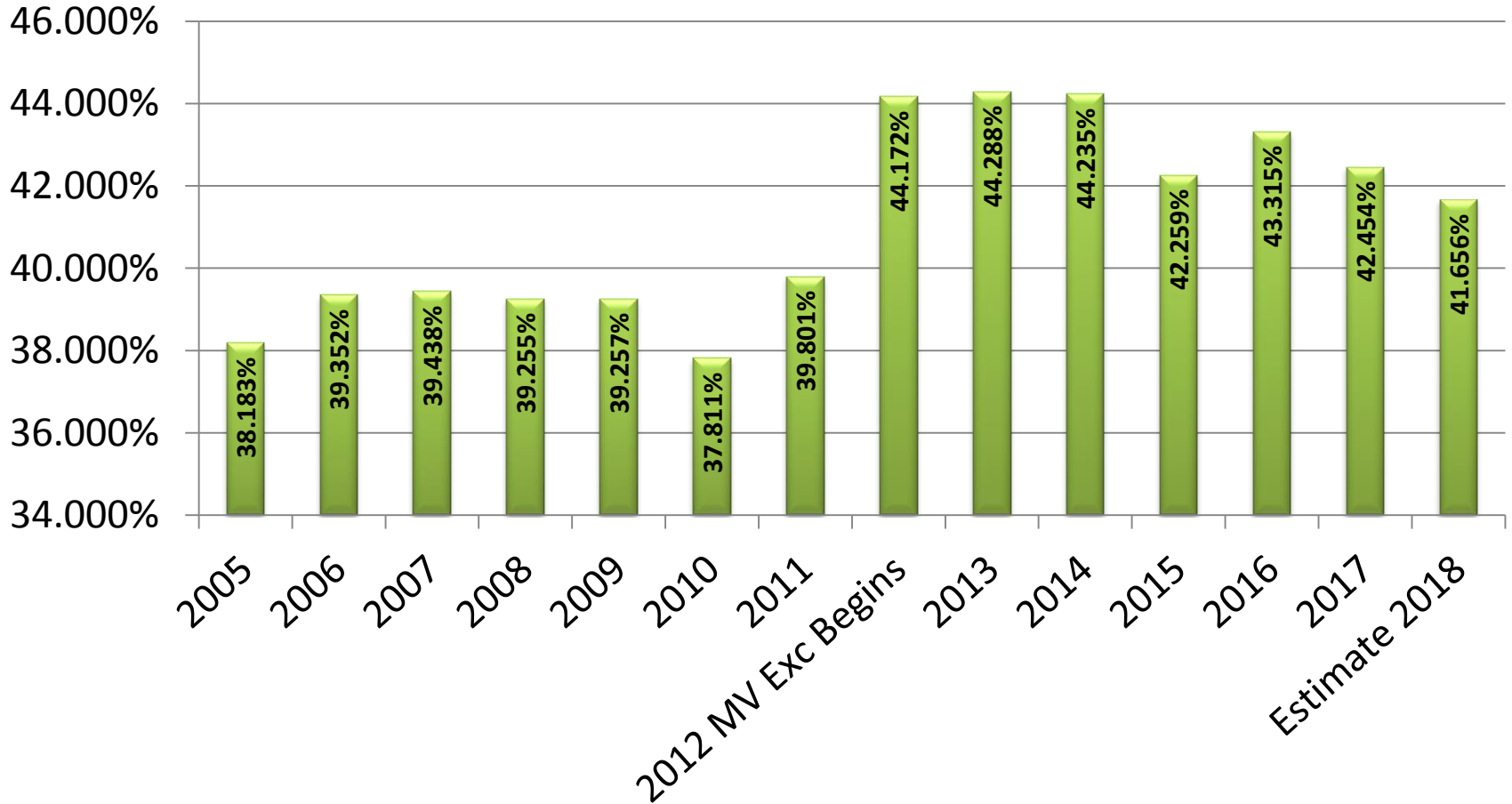
4. CONTRACTED SERVICES:

- \$80,955 of Levy Increase
- Bi-Annual Survey (3rd city-wide survey)
- Professional services increase in engineering due to phased retirement
- Professional services increase in building for inspection contract

2018 Property Tax Levy

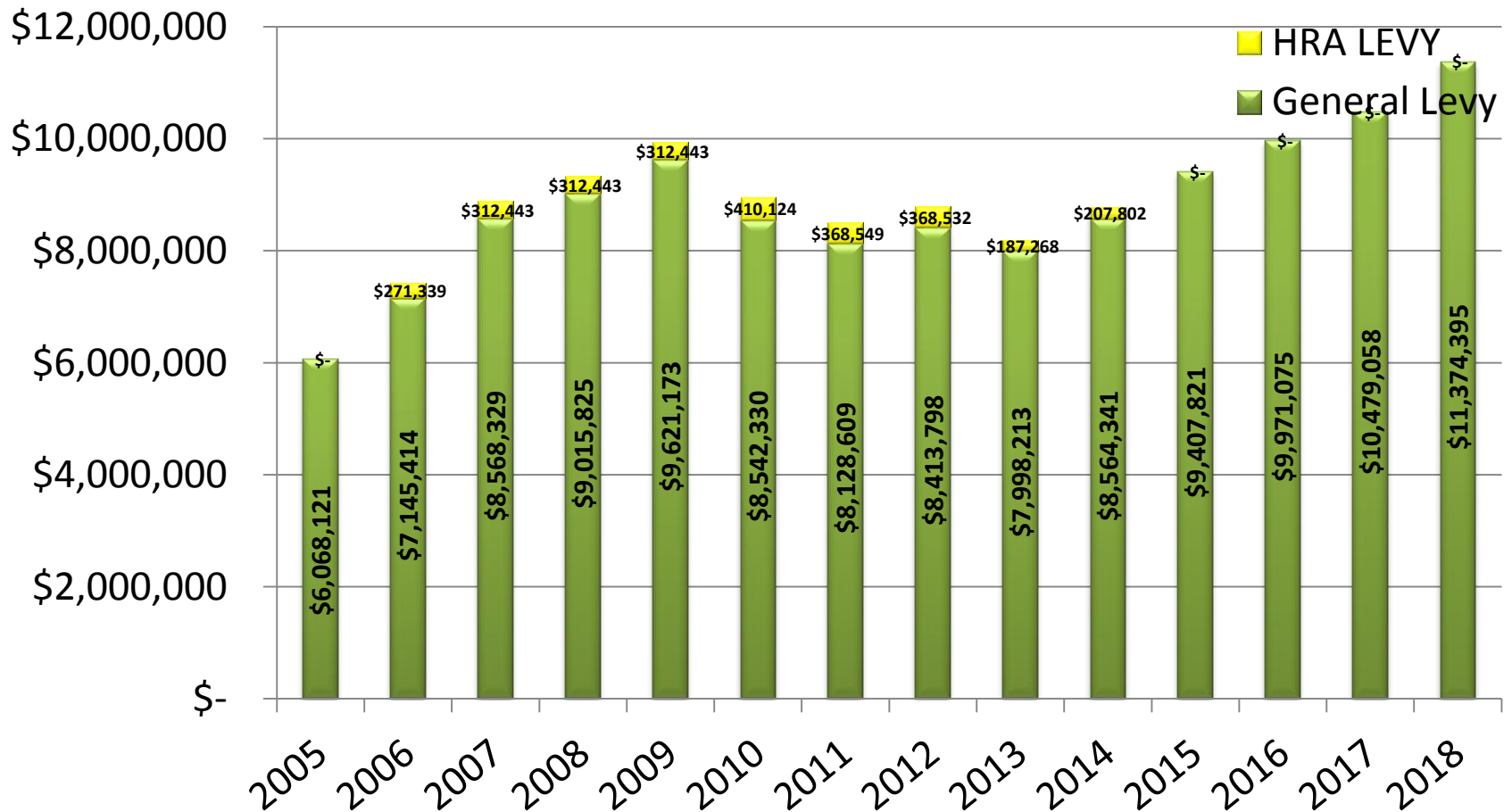
- 2018 Median **Taxable** Market Value of Home: \$215,900 – 9.93% Increase
- 2017 Median **Taxable** Market Value of Home: \$196,400 – 3.75% Increase
- The City of Ramsey Averaged a 10.66% Increase in Overall **Taxable** Market Value from 2017 to 2018.

Tax Capacity Rate Comparison

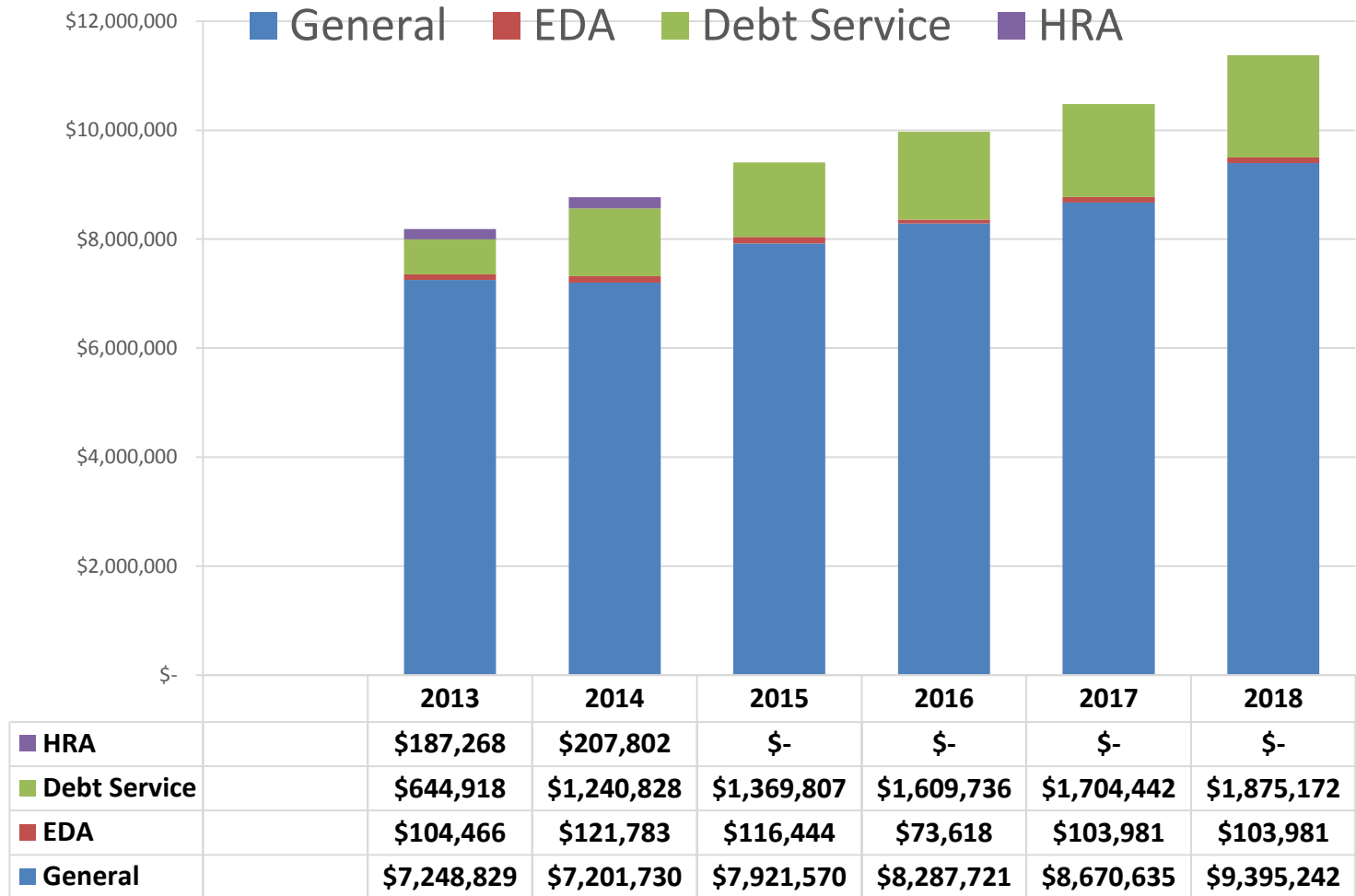


TOTAL LEVY

GENERAL, EDA, DEBT SERVICE & HRA



TOTAL PROPERTY TAX LEVY



2018 - City of Ramsey

Proposed Tax Rates

Anoka School District

Taxing District	2017 Tax Rate	Percent of Total Tax Rate	2018 Tax Rate	Percent of Total Tax Rate
City of Ramsey	42.454	41.056%	41.656	42.205%
Anoka County	38.075	36.822%	36.458	36.939%
Anoka Hennepin ISD #11*	18.590	17.978%	16.432	16.649%
Special Taxing Districts	<u>4.285</u>	<u>4.144%</u>	<u>4.152</u>	<u>4.207%</u>
Total	103.404	100.00%	98.698	100.00%

2018 - City of Ramsey

Proposed Tax Rates

Elk River School District

Taxing District	2017 Tax Rate	Percent of Total Tax Rate	2018 Tax Rate	Percent of Total Tax Rate
City of Ramsey	42.454	34.949%	41.656	35.216%
Anoka County	38.075	31.344%	36.458	30.822%
Elk River ISD #728	36.659	30.179%	36.020	30.452%
Special Taxing Districts	<u>4.285</u>	<u>3.528%</u>	<u>4.152</u>	<u>3.510%</u>
Total	121.473	100.00%	118.286	100.00%

Tax Capacity Rate

Anoka County Cities

City	2017 Final Tax Rate	2018 Proposed Tax Rate
Ham Lake	25.578%	24.972%
Oak Grove	25.580%	22.499%
Nowthen	26.417%	27.117%
Blaine	34.946%	35.923%
Andover	37.375%	34.588%
Anoka	40.913%	37.732%
Ramsey	42.454%	41.656%
Coon Rapids	44.212%	42.215%
Lino Lakes	45.140%	42.758%
East Bethel	47.222%	44.478%
Fridley	48.218%	47.426%
Columbus	50.259%	51.689%
Spring Lake Park	52.464%	54.440%
St. Francis	54.117%	53.932%
Circle Pines	59.484%	55.978%
Bethel	63.964%	63.631%
Lexington	63.665%	71.097%
Columbia Heights	68.546%	67.218%
Centerville	69.654%	64.068%
Hilltop	94.971%	98.134%

Proposed Property Taxes - Tax Capacity Based Only

(Not Including School District School Ref)
 2018 Proposed Levy of \$11,374,395
 8.54% Increase

		2017 Taxes	2017			2018 Taxes	2018	City Portion	%
2017	2017	42.45%	City	2018	2018	41.66%	City	Increase	City
House	House Tax Value	(Tax Capacity	Portion of	House	House Tax Value	(Tax Capacity	Portion of	Over	Portion
<u>Market Value</u>	<u>After Mkt Value Excl</u>	<u>Based Only)</u>	<u>Taxes (A)</u>	<u>Market Value</u>	<u>After Mkt Value Excl**</u>	<u>Based Only)</u>	<u>Taxes (B)</u>	<u>2017</u>	<u>Only</u>
\$ 112,400	\$ 85,276	\$ 882	\$ 362	\$ 122,000	\$ 95,740	\$ 945	\$ 399	\$ 37	10.22%
\$ 143,700	\$ 119,393	\$ 1,235	\$ 507	\$ 153,700	\$ 130,293	\$ 1,286	\$ 543	\$ 36	7.10%
\$ 196,400	\$ 176,836	\$ 2,252	\$ 925	\$ 215,900	\$ 198,091	\$ 2,421	\$ 1,022	\$ 97	10.49%
\$ 247,100	\$ 232,099	\$ 2,400	\$ 985	\$ 269,600	\$ 256,624	\$ 2,533	\$ 1,069	\$ 84	8.53%
\$ 273,700	\$ 261,093	\$ 2,700	\$ 1,108	\$ 295,800	\$ 285,182	\$ 2,815	\$ 1,188	\$ 80	7.22%
\$ 293,000	\$ 282,130	\$ 2,917	\$ 1,198	\$ 321,000	\$ 312,650	\$ 3,086	\$ 1,303	\$ 105	8.76%
\$ 350,100	\$ 344,369	\$ 3,561	\$ 1,462	\$ 386,700	\$ 384,263	\$ 3,793	\$ 1,601	\$ 139	9.51%
\$ 464,200	\$ 464,200	\$ 4,800	\$ 1,971	\$ 505,100	\$ 505,100	\$ 4,998	\$ 2,109	\$ 138	7.00%

(A) City Portion of taxes for 2017 calculates to 41.056%

(B) City Portion of taxes for 2018 calculates to 42.206%

** Market Value Exclusion: 40% of first \$76,000 of homes value phases out when home reaches approximately \$414,000

City of Ramsey Proposed Levy Total Budget and Property Taxes

Budgeted Expenditures

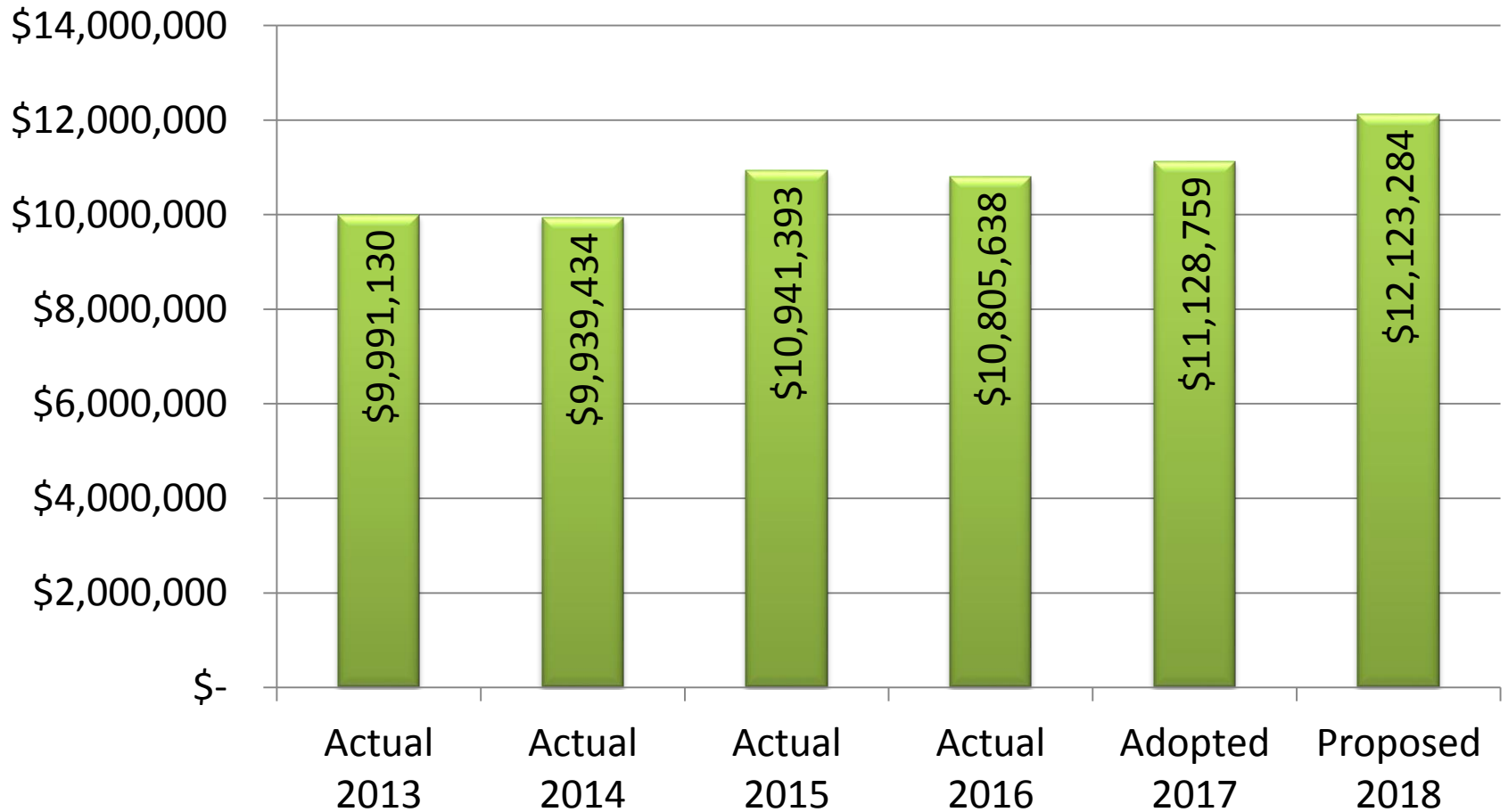
2017 Adopted Budget \$ 11,128,759

Proposed 2018 Budget \$ 12,123,284

Change from 2017 to 2018 8.94%

Increase of: \$994,525

GENERAL FUND BUDGET EXPENDITURE COMPARISON

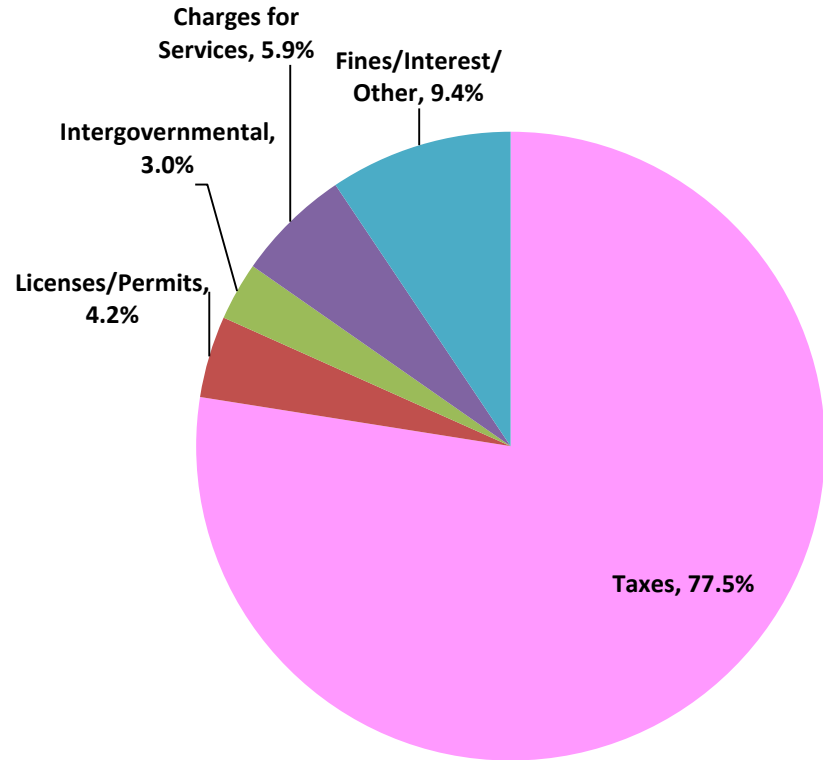
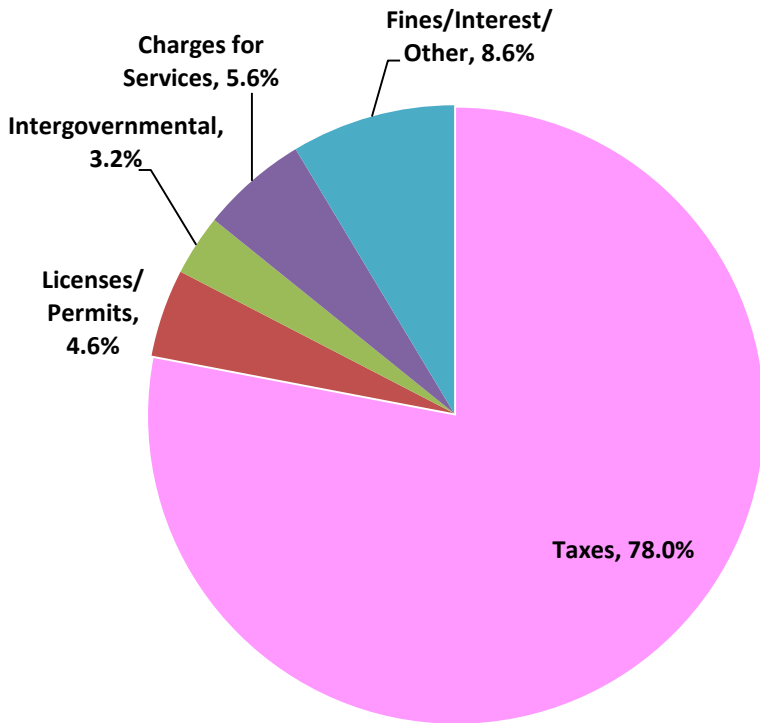


General Fund

Where It Comes From

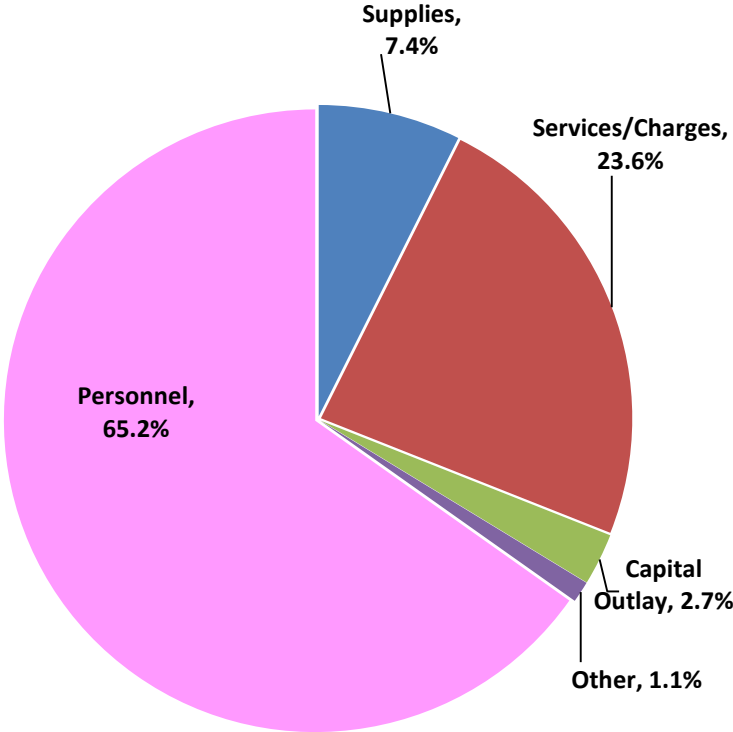
2017 - General Fund Revenues

2018 - General Fund Revenues

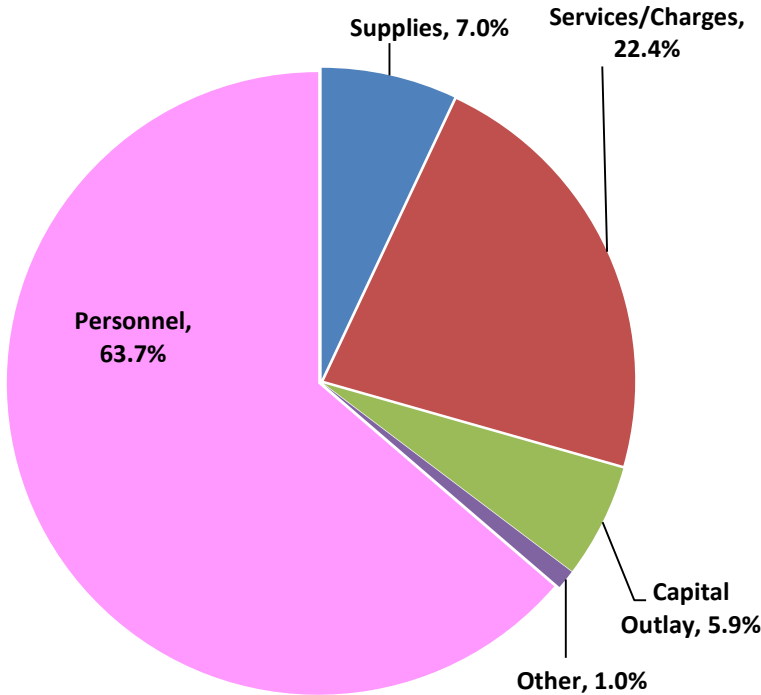


2018 Proposed General Fund Expenditures - By Type

2017 Expenditures

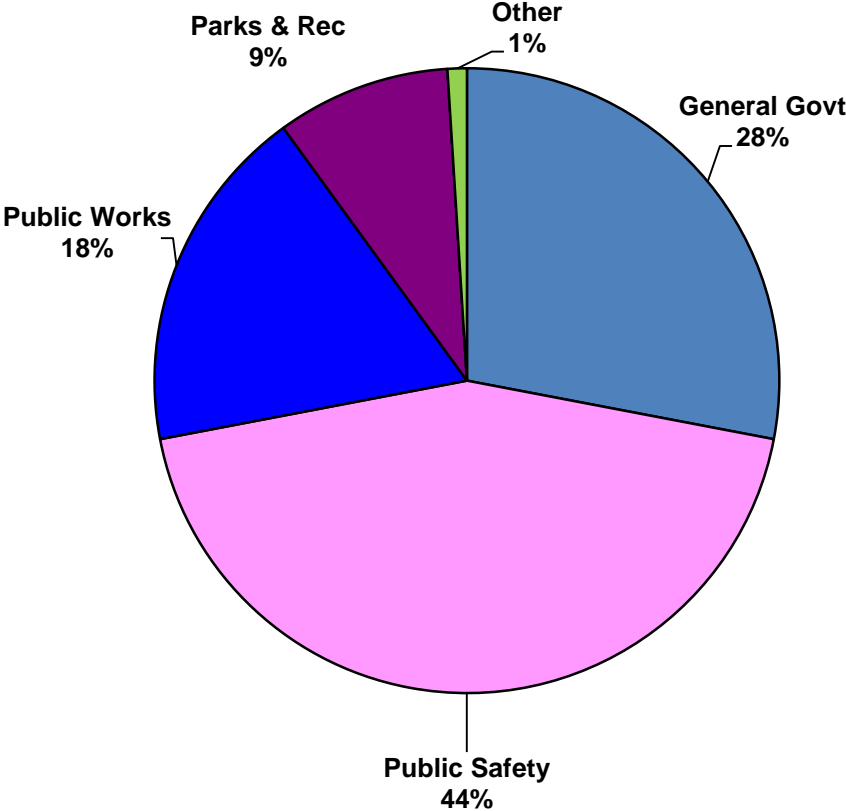


2018 Expenditures

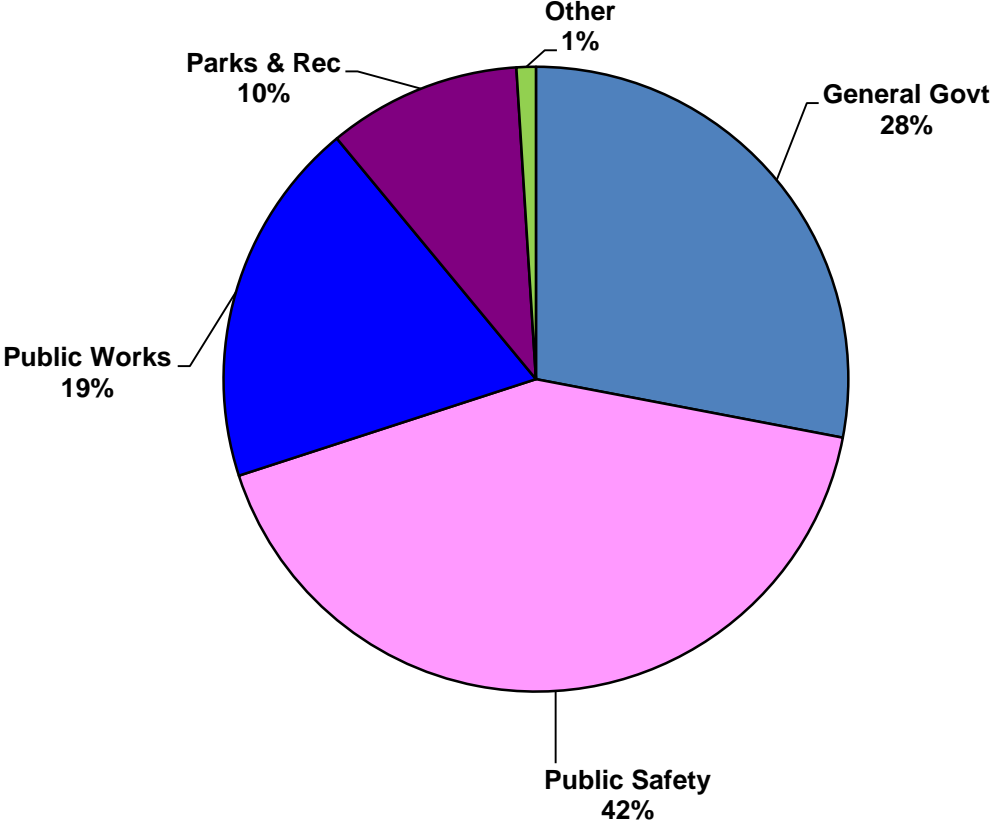


2018 Proposed General Fund Expenditures - By Function

2017 Expenditures



2018 Expenditures



City of Ramsey 2018 Budget General Fund Budget Summary

REVENUES

	<u>-2014 Actual-</u>	<u>-2015 Actual-</u>	<u>-2016 Actual-</u>	<u>-2017 Adopted-</u>	<u>-2018 Requested-</u>	<u>% Change</u>
TAXES	7,272,007	7,961,871	8,261,529	8,685,635	9,400,242	8.23%
LICENSES AND PERMITS	451,323	784,954	526,009	511,800	512,750	0.19%
INTERGOVERNMENTAL REVENUES	432,476	470,713	482,242	352,050	359,750	2.19%
CHARGES FOR SERVICES	643,423	836,603	679,223	619,462	710,244	14.65%
FINES AND FORFEITS	72,216	60,236	66,411	66,000	68,700	4.09%
MISCELLANEOUS	67,131	28,776	36,069	31,000	31,000	0.00%
INVESTMENT EARNINGS	209,969	76,953	55,841	100,000	70,000	-30.00%
OTHER FINANCING SOURCES	931,934	890,248	896,352	762,812	970,598	27.24%
TOTAL REVENUES	10,080,479	11,110,354	11,003,676	11,128,759	12,123,284	8.94%

EXPENDITURES

	<u>-2014 Actual-</u>	<u>-2015 Actual-</u>	<u>-2016 Actual-</u>	<u>-2017 Adopted-</u>	<u>-2018 Requested-</u>	<u>% Change</u>
GENERAL GOVERNMENT	2,352,144	2,553,779	2,802,966	3,127,038	3,355,433	7.30%
PUBLIC SAFETY	3,904,643	4,179,687	4,491,423	4,843,668	5,099,197	5.28%
PUBLIC WORKS	2,065,253	1,846,843	2,047,604	1,987,875	2,250,249	13.20%
PARKS AND RECREATION	851,845	990,300	1,008,271	989,730	1,241,950	25.48%
MISCELLANEOUS/CONTINGENCY	765,549	1,370,784	529,284	180,448	176,455	-2.21%
TOTAL EXPENDITURES	9,939,434	10,941,393	10,879,548	11,128,759	12,123,284	8.94%

2018 EDA BUDGET AND LEVY

- Levy of \$103,981 (\$103,981-2017) 0% Increase
- Calculates into city's est. net tax capacity rate of 41.656%
- Budget of \$111,481 (\$113,981-2017)

A large, light-colored graphic of stylized reeds or grasses, positioned on the left side of the slide. The reeds are depicted with long, thin blades and larger, rounded seed heads, all in a light beige or cream color.

QUESTIONS?