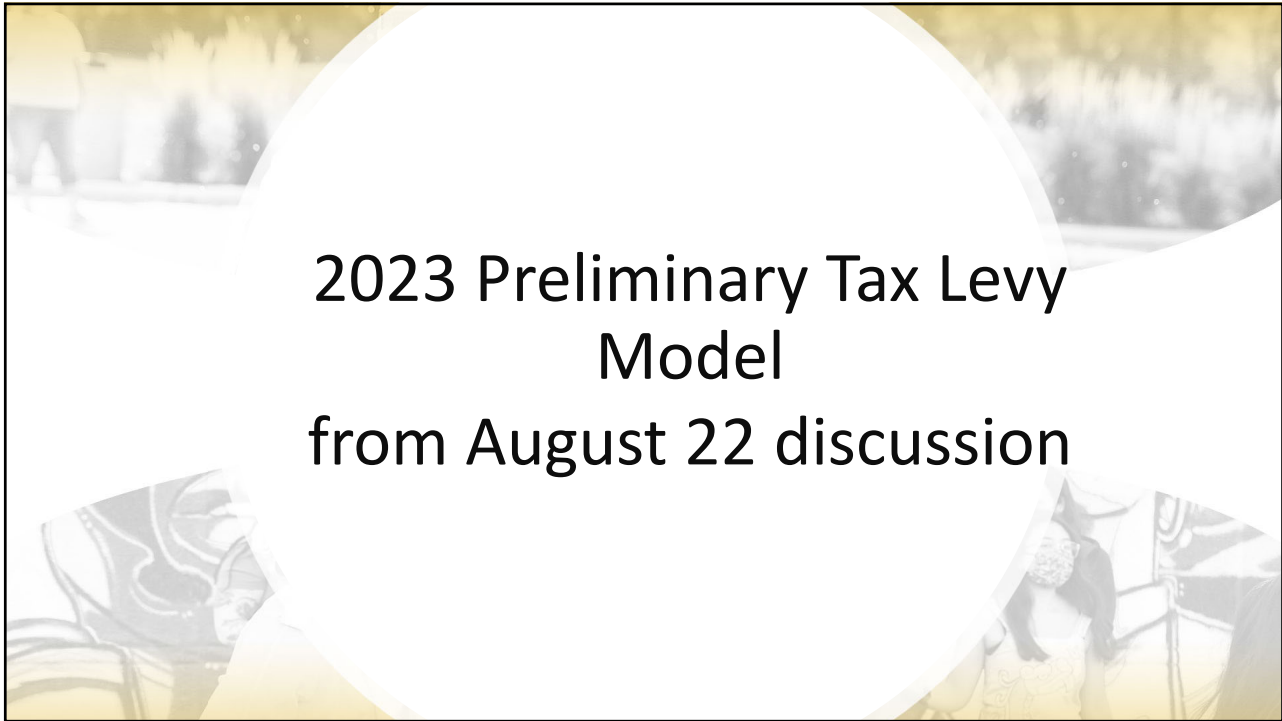


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3

2023 Projected Tax Levy: 8-22-22 version

2023 Projected Tax Levy presented to Council 8-22-22



	2022 Tax Levy	2023 Tax Levy	Tax Levy \$ Change	Tax Levy % Change	Median Value Home Monthly City Tax	Median Value Home City Tax \$ Change	Median Value Home City Tax % Change
General Revenues:							
General Fund	\$58,228,169	\$65,652,260	\$7,424,091	10.87%	\$97.94		
Communications	\$295,000	\$400,000	\$105,000	0.15%	\$0.60		
Forestry / Diseased Trees (Solid Waste Fund)	\$185,000	\$185,000	\$0		\$0.28		
Fire Pension	\$1,050,000	\$1,000,000	(\$50,000)	-0.07%	\$1.49		
Aquatics	\$515,000	\$465,000	(\$50,000)	-0.07%	\$0.69		
Art Center	\$1,000,000	\$1,000,000	\$0		\$1.49		
Golf	\$161,343	\$161,343	\$0		\$0.24		
Ice Garden	\$80,000	\$125,000	\$45,000	0.07%	\$0.19		
Strategic Priorities	\$600,000	\$0	(\$600,000)	-0.88%	\$0.00		
Tax Abatement	\$300,000	\$300,000	\$0		\$0.45		
Total General Revenues	\$62,414,512	\$69,288,603	\$6,874,091	10.07%	\$103.36		
Debt Service	\$5,882,215	\$6,918,155	\$1,035,940	1.52%	\$10.32		
Total Tax Levy	\$68,296,727	\$76,206,758	\$7,910,031	11.58%	\$113.68	\$12.67	12.55%

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Tax Levy Increase by Department



	\$ Change from 2022	% Change from 2022
Community Development	\$297,196.35	0.44%
Community Services	\$597,529.39	0.87%
Parks and Recreation	\$351,290.34	0.51%
Police	\$2,703,173.77	3.96%
Public Works	\$520,837.62	0.76%
Fire	\$2,404,063.53	3.52%
Debt Service	\$1,035,940.00	1.52%
TOTAL	\$7,910,031.01	11.58%

5

Dollar reductions to meet target percentages

Tax Levy	Total Levy	Change
11.58%	76,206,758	0
11.00%	75,809,367	(397,391)
10.50%	75,467,883	(738,875)
10.00%	75,126,400	(1,080,358)
9.50%	74,784,916	(1,421,842)
9.00%	74,443,432	(1,763,326)
8.50%	74,101,949	(2,104,809)
8.00%	73,760,465	(2,446,293)
7.76%	73,596,553	(2,610,205)

6



7

Investment in Police

Accounts for 3.96% of proposed tax levy increase

- \$252,000 two additional police officers
- \$118,000 new Dispatch Training Supervisor
- \$514,000 body/squad camera service contract
- \$375,000 supplies/training/services
- \$500,000 ARP funds for PD in 2022, not 2023
- \$1,001,000 increase in salaries of existing Police employees

8

Investment in Fire

Accounts for 3.52% of proposed tax levy increase

- \$475,000 four firefighters added in 2022
- \$713,000 six additional firefighters
- \$350,000 increase for small fire equipment
- \$525,000 increase for large fire equipment
- \$214,000 increase for hourly rate paid-on-call
- \$125,000 increase in salaries of existing Fire Dept. employees



9

Debt Service

Accounts for 1.52% of proposed tax levy increase

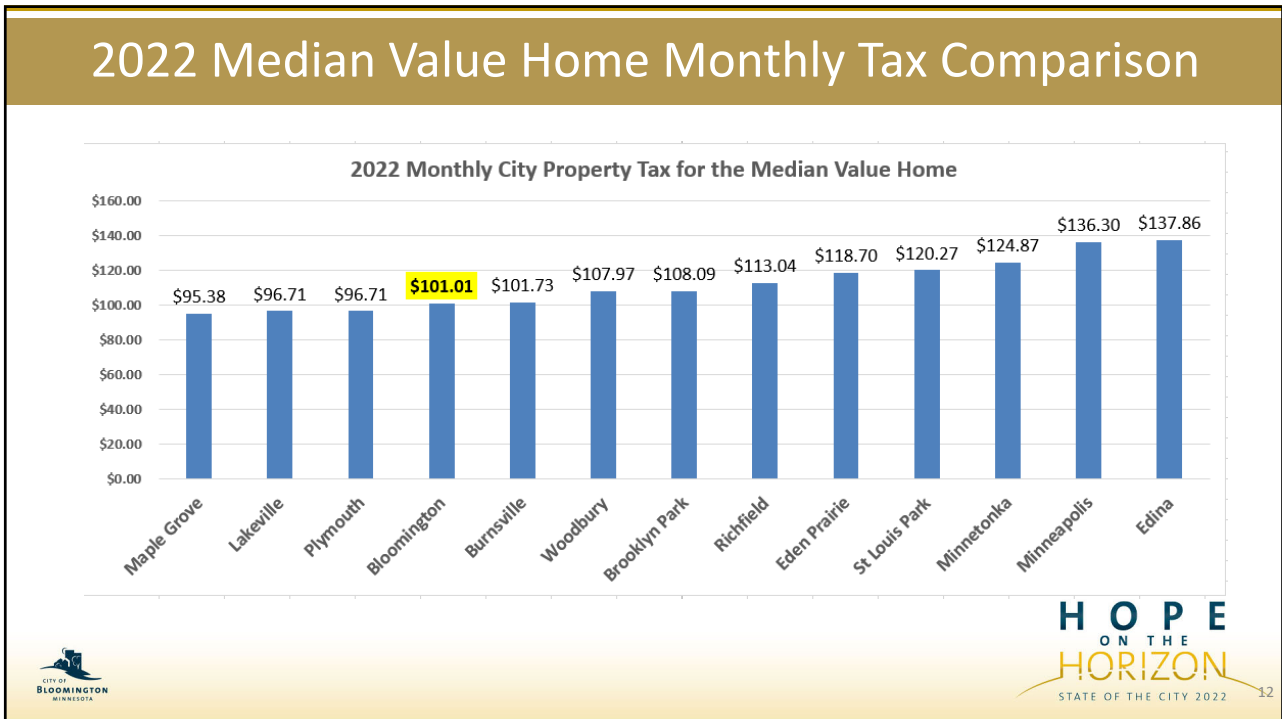
Includes \$880,766 increase in Debt Service for Fire Station #4



10

Comparison Cities: Cost per month to Median Value Home

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12



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Options for reducing levy



- Adjust lodging tax revenue based on forecast
- Adjust permit revenue based on forecast
- Increases to fees
- Fund capital equipment expenditures from Strategic Priorities
- Reduce service levels

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14

Proposed 2023 Preliminary Tax Levy – 10.5%

	2022 Tax Levy	2023 Tax Levy	Tax Levy \$ Change	Tax Levy % Change	Median Value Home Monthly City Tax	Median Value Home City Tax \$ Change	Median Value Home City Tax % Change
General Revenues:							
General Fund	\$58,228,169	\$64,913,385	\$6,685,216	9.79%	\$96.77		
Communications	\$295,000	\$400,000	\$105,000	0.15%	\$0.60		
Forestry / Diseased Trees (Solid Waste Fund)	\$185,000	\$185,000	\$0		\$0.28		
Fire Pension	\$1,050,000	\$1,000,000	(\$50,000)	-0.07%	\$1.49		
Aquatics	\$515,000	\$465,000	(\$50,000)	-0.07%	\$0.69		
Art Center	\$1,000,000	\$1,000,000	\$0		\$1.49		
Golf	\$161,343	\$161,343	\$0		\$0.24		
Ice Garden	\$80,000	\$125,000	\$45,000	0.07%	\$0.19		
Strategic Priorities	\$600,000	\$0	(\$600,000)	-0.88%	\$0.00		
Tax Abatement	\$300,000	\$300,000	\$0		\$0.45		
Total General Revenues	\$62,414,512	\$68,549,728	\$6,135,216	8.98%	\$102.19		
Debt Service	\$5,882,215	\$6,918,155	\$1,035,940	1.52%	\$10.31		
Total Tax Levy	\$68,296,727	\$75,467,883	\$7,171,156	10.50%	\$112.50	\$11.49	11.38%

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Budget Discussions at Council Meetings

Budget Discussions at Council Meetings from now until the November 21, 2022 Special Budget Meeting

October 3

- Police Budget Request
- Fire Budget Request (including SAFER grant planning)
- Internal Service Fund – Public Safety Tech & Equip
- Fire Pension Special Revenue Fund

October 17

- Internal Service Funds (Fleet, Facilities)
- Public Works Budget Request
- Utility Rates
- Sidewalk snowplowing
- Sustainability and Natural Resources

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Budget Discussions at Council Meetings

Budget Discussions at Council Meetings from now until the November 21, 2022 Special Budget Meeting (continued)

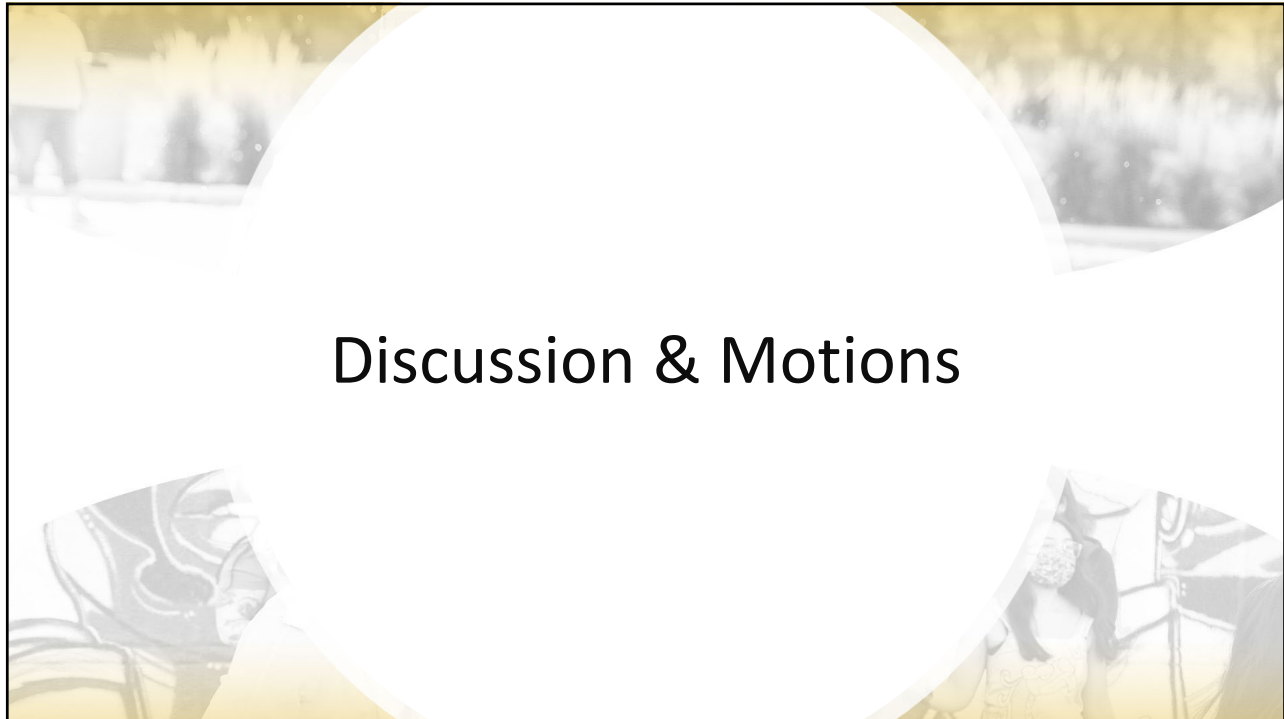
October 24

- Other revenue sources
- Fee structure
- Legal Dept. Budget Request
- Community Dev. Budget Request
- IT Department Budget Request (Internal Service Fund)

November 14

- Community Services (including Communications & Support Services Fund)
- Parks & Recreation Budget Request (including Rec. Fac. Funds)
- Finance Budget Request (including Insurance ISF)
- Administration Budget Request (including Employee Benefits and Accrued Ben (ISF's)

18



19

Item 5.1 Motion

Resolution Adopting Preliminary 2023 Tax Levy

Motion by _____, seconded by _____ to adopt Resolution No. 2022-_____, a resolution establishing the Preliminary 2023 Tax Levy increase of 10.50%.



20

Item 5.2 Motion

Resolution Adopting Preliminary 2023 General Fund Budget

Motion by _____, seconded by _____ to adopt Resolution No. 2022-_____, establishing a Preliminary 2023 General Fund Budget utilizing the 10.50% Levy Increase.



21

Item #5.3 Preliminary Approval of HRA Levy and Consent of Port Authority Levy

22

Preliminary Approval of HRA Levy and Consent of Port Authority Levy

- The Port Authority does not currently have a levy and the HRA has levied at the maximum limit over the last 10+ years.
- Plan for Port Authority to manage new development within the City so that the Housing and Redevelopment Authority (HRA) can focus on its housing programs.
- Requesting consent of the Port Authority levy in order to take on the additional development work with the understanding that the HRA levy has been reduced so that the combined amount of both the Port Authority levy and the HRA levy will be no more than the maximum 2023 levy for the HRA.



23

Preliminary Approval of HRA Levy and Consent of Port Authority Levy

• The Port Authority desires to levy a tax in the amount of \$1,400,000 and the HRA desires a preliminary levy tax in the amount of \$1,376,969. The two proposed levy amounts total the maximum estimate HRA levy limit for 2023, as shown below:

- \$1,400,000 – Proposed 2023 Port Authority Levy
- \$1,376,969 – Proposed 2023 HRA Levy
- **\$2,776,969 – Maximum estimate of HRA Levy limit for 2023**



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Preliminary Approval of HRA Levy and Consent of Port Authority Levy

- On August 23, 2022, the HRA Board adopted a resolution setting the proposed tax levy amount for the year 2023 in the amount of \$1,376,969. The final levy will be back before the City Council in November.
- On September 6, 2022, the Board of Commissioners of the Port Authority adopted a resolution approving the tax levy in the amount of \$1,400,000. This decision is contingent upon approval by the City Council via resolution this evening.



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Item 5.3 Motions

Resolutions Adopting Final Port and Preliminary HRA Levies for 2023

1. Motion by _____, seconded by _____ to adopt Resolution No. 2022 - ____ Approving a levy for year 2023 pursuant to Minnesota statutes, section 469.053, subdivision 4 by the Port Authority of the City of Bloomington.
2. Motion by _____, seconded by _____ to adopt Resolution No. 2022 - ____ Approving preliminary levy for year 2023 pursuant to Minnesota statutes section 469.033, subdivision 6, for the Housing and Redevelopment Authority in and for the City of Bloomington.



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