

**December 13, 2011**

**2012 Levy & General Fund  
Budget**

RAMSEY  
MUNICIPAL  
CENTER

7550

RAMSEY MUNICIPAL CENTER

# Sample Property Tax Statement

## Truth In Taxation

### General Information

Tax Code Area	
Notice Recipient Name	
Notice Recipient Address	

### Property Classification

Tax Year	Classification
2012	1A-Residential Homestead
2011	1A-Residential Homestead

### Taxable Market Value

Tax Year	Description	Amount
2012	Taxable Market (TMTV)	82,769
2011	Taxable Market (TMTV)	124,700

### Tax Comparison

Tax Authority	Actual 2011 Tax	Proposed 2012 Tax	% Change
COUNTY:	0.00	0.00	
GENERAL COUNTY LEVY	404.09	339.94	
REGIONAL RAIL AUTHORITY	13.47	5.38	
COUNTY/MUNICIPAL PUBLIC SAFETY RADIO SYSTEM	4.29	3.88	
CITY OF RAMSEY	402.53	366.98	-8.8%
STATE GENERAL TAX	0.00	0.00	
ANOKA-HENNEPIN SCHOOL DISTRICT #11	0.00	0.00	

Your school district was scheduled to hold a referendum at the November general election. If the referendum was approved by the voters, the school district's voter approved property tax for 2012 may be higher than the proposed amount shown on this notice.

VOTER APPROVED LEVIES	377.16	355.80	
OTHER LOCAL LEVIES	181.23	118.98	
METROPOLITAN SPECIAL TAXING DISTRICTS	13.75	12.98	
OTHER SPECIAL TAXING DISTRICTS	35.84	29.89	
TAX INCREMENT	0.00	0.00	
FISCAL DISPARITY	0.00	0.00	
<b>TOTAL</b>	<b>1,432.36</b>	<b>1,233.83</b>	<b>-13.90</b>

# Taxable Market Value Questions?

- Discussion on your taxable market value for property tax payable in 2012 could have been addressed in April 2011.
  - The opportunity to discuss your valuation for taxes payable 2013 can be addressed in April 2012 at Anoka County.
- Valuations for 2012 are set values as of January 2, 2011.
  - These valuations are based on sales from the previous 18 month period June 2009-December 2010.

# WHAT ARE THE SPECIAL TAXING DISTRICTS ON MY TAX STATEMENT?

## Metropolitan Special Taxing Districts:

- 1 Met Council-Bonds: This represents debt related to the purchase of regional parks and trails.
- 2 Met Council-General: This represents their general fund which supports planning operations.
- 3 Met Council-Livable Community: This was set up by the legislature and gives grants to Cities who do innovative or transit development such as walk-able trails etc...

# WHAT ARE THE SPECIAL TAXING DISTRICTS ON MY TAX STATEMENT?

## Metropolitan Special Taxing Districts: (Continued)

4 Met Council-Right of Way – RALF funds are used to acquire right of way land for highway development. It does not matter whether you receive direct benefit. It is an allocation.

5 Mosquito Control District – Used for mosquito control operations.

# WHAT ARE THE SPECIAL TAXING DISTRICTS ON MY TAX STATEMENT?

## Other Special Taxing Districts:

6 City of Ramsey Housing & Redevelopment Authority (HRA) –  
Used to fund present and future development.

7 Anoka County Housing & Redevelopment Authority (HRA) –  
Debt service levy for the Savannah Oaks Senior Housing  
Project and other present/future housing development City  
wide.

# City of Ramsey

## 2012 Preliminary Levy Summary

<u>Proposed Tax Levies:</u>	<u>2011</u>	<u>2012</u>
General Fund Levy	\$6,992,127	\$6,997,150
EDA Levy	291,705	169,853
Debt Service Levies:		
CIP Bond (Fire Station #1)	150,121	151,386
2007 Capital EQPT Certificates	186,441	185,194
Lease Revenue Bond (Municipal Ctr)	508,215	910,215*
	<hr/>	<hr/>
Total Proposed Levy	\$8,128,609	\$8,413,798

\*Total Muni Center Debt \$1,513,215 (\$603,000 funded-one time transfer from fund balance policy change in 2010)

# 2012 GENERAL FUND BUDGET AND LEVY

## **2012 Total levy of \$8,413,798**

Increase of \$285,189 or 3.51% from 2011 offset by TIF 1

TIF 1 Decertification: Generates \$285,189 for city  
(39% of \$731,254)

**Net Levy Impact: \$0**

## **2012 General Fund Budget: \$9,648,075**

Increase of \$198,675 or 2.10% from 2011 Adopted

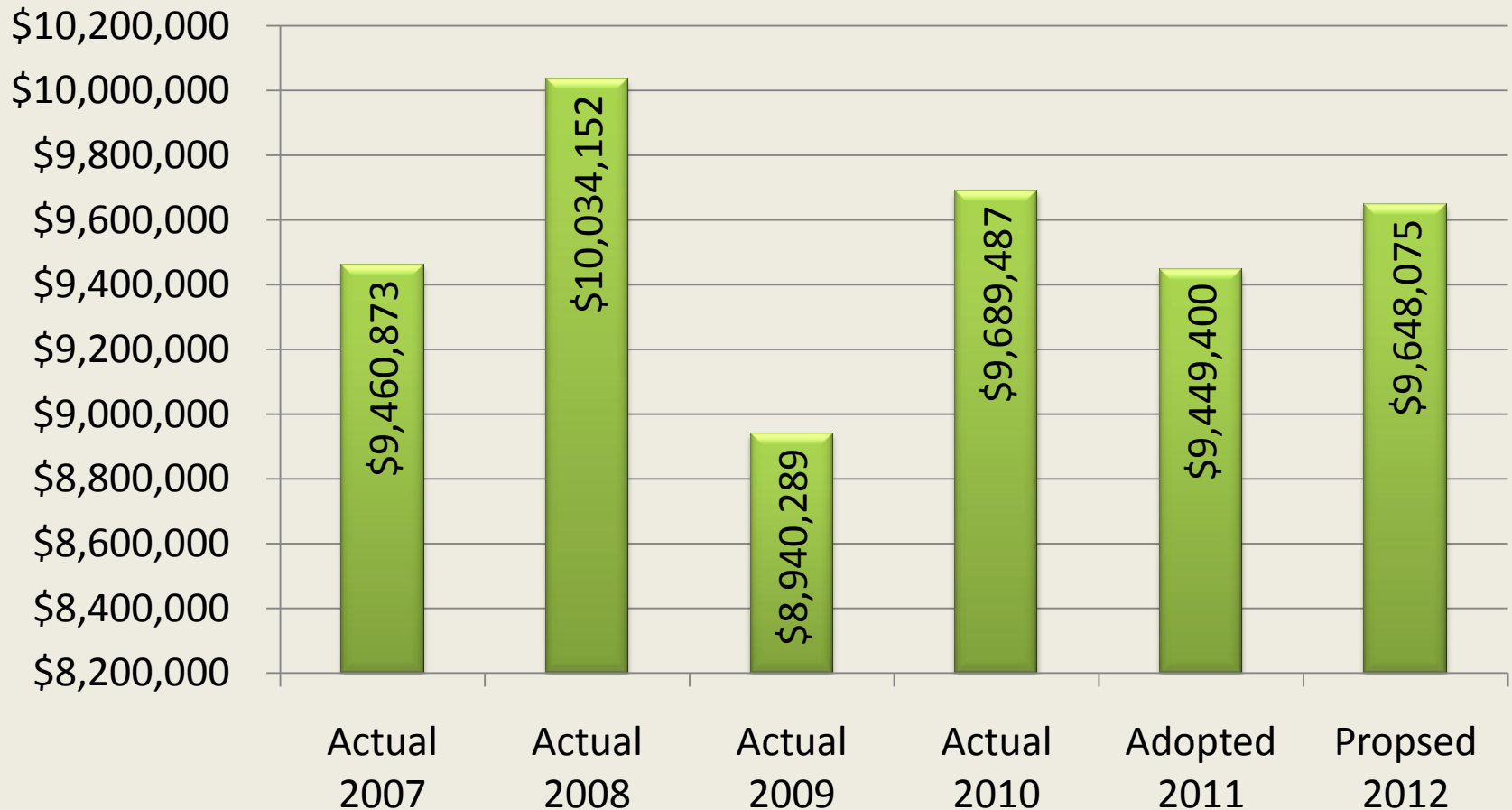
## **2012 Proposed Tax Capacity Rate 44.321%**

2011 Tax Capacity rate of 39.801%

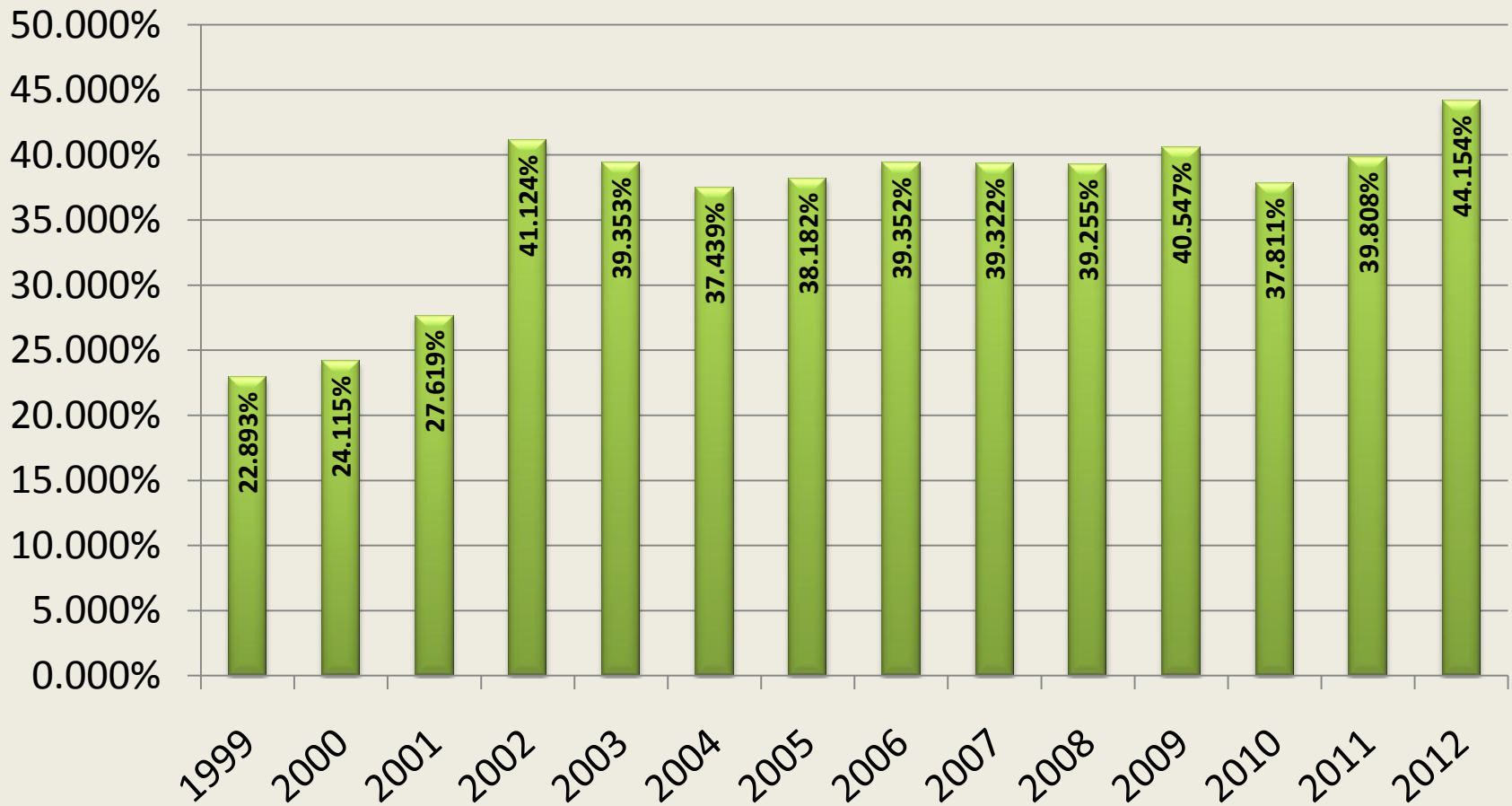
# 2012 GENERAL FUND BUDGET AND LEVY

- Zero aid. No MVHC or LGA – New Legislative Change-Market Value Homestead Credit Exclusion
- No Levy Limits
- Average Market Value of Home in Ramsey for 2012 is \$175,800.  
Average Value in 2011 was \$182,407.
- The City averaged an 4.3% decrease in taxable market value 2011 to 2012.
- City proposed to receive 39 cents per tax dollar District #11 (\$.36 in 2011) and 32 cents per tax dollar in District #728 (\$.31 in 2011).

# GENERAL FUND BUDGET EXPENDITURE COMPARISON

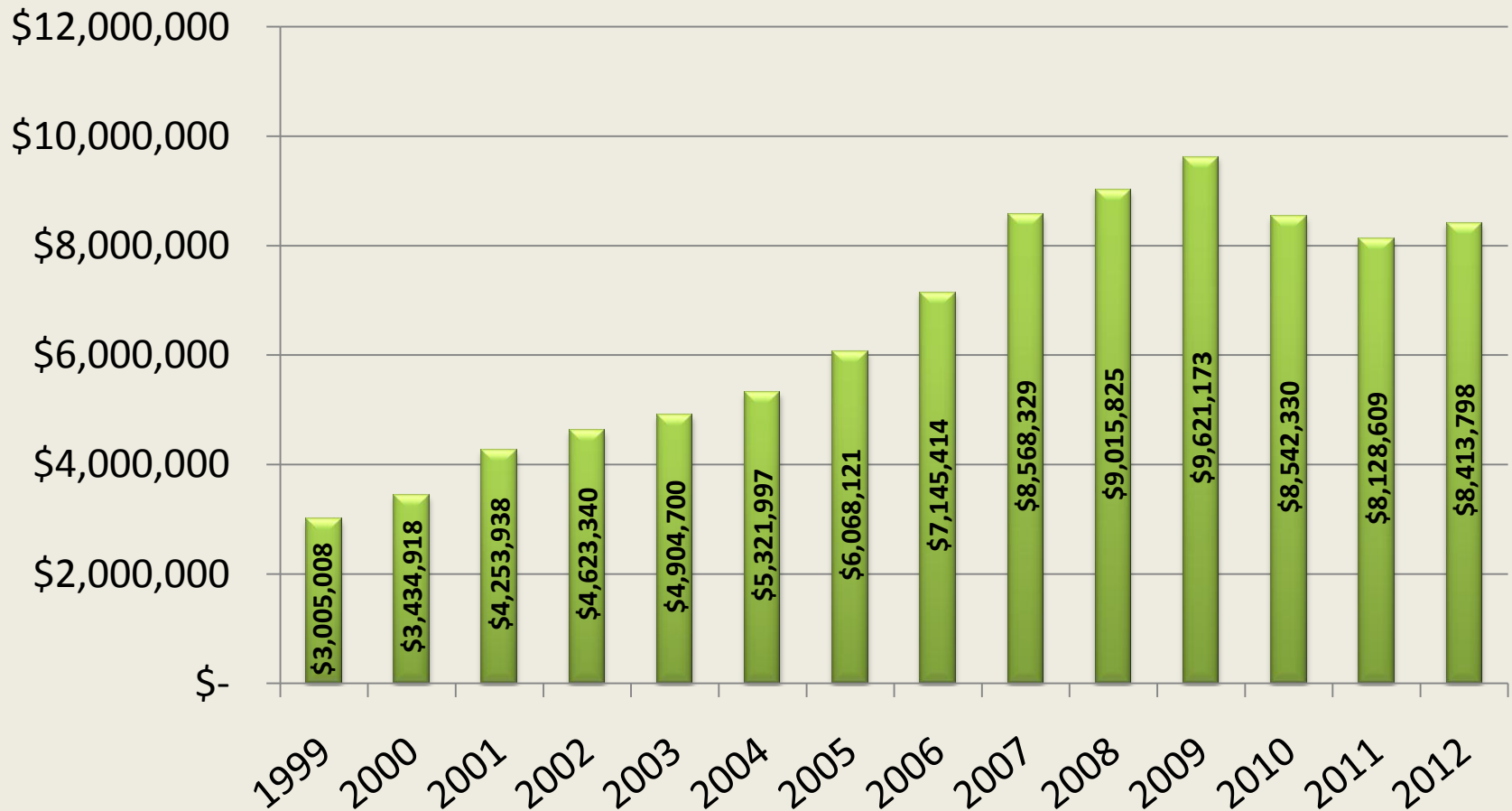


# Tax Capacity Rate Comparison



# TOTAL LEVY

## GENERAL FUND, EDA, & DEBT SERVICE



# 2012 - City of Ramsey

## Proposed Tax Rates

### Anoka School District

Taxing District	2011 Tax Rate	Percent of Total Tax Rate	2012 Tax Rate	Percent of Total Tax Rate
City of Ramsey	39.801	36.047%	44.154	39.091%
Anoka County	41.708	37.775%	42.173	37.337%
Anoka Hennepin ISD #11*	23.999	21.736%	21.447	18.988%
Special Taxing Districts	4.905	4.442%	5.178	4.584%
Total	110.413	100.00%	112.952	100.00%

# 2012 - City of Ramsey

## Proposed Tax Rates

### Elk River School District

<b>Taxing District</b>	<b>2011 Tax Rate</b>	<b>Percent of Total Tax Rate</b>	<b>2012 Tax Rate</b>	<b>Percent of Total Tax Rate</b>
City of Ramsey	39.801	30.639%	44.154	32.229%
Anoka County	41.708	32.107%	42.173	30.784%
Elk River ISD #728	43.489	33.478%	45.492	33.207%
Special Taxing Districts	4.905	3.776%	5.178	3.780%
Total	129.903	100.00%	136.997	100.00%

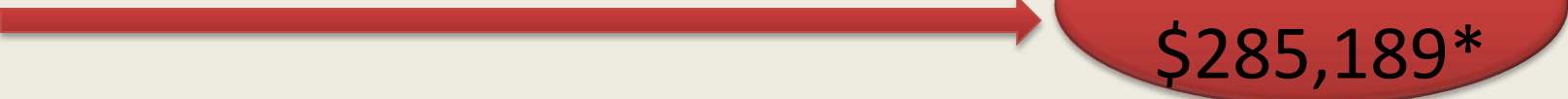
# City of Ramsey Proposed Levy Total Budget and Property Taxes

## TAXES

2011 Levied Taxes	\$8,128,609
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2012 Proposed Tax Levy	\$8,413,798
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Change from 2011 to 2012



3.51%

\$285,189\*

\*TIF #1 Decertification based on proposed 2012 #'s  
City's 39% share would bring back approximately  
\$285,189. **Net Levy Effect: \$0**

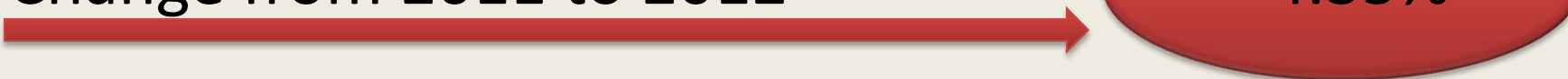
# City of Ramsey Final Proposed Levy Total Budget and Property Taxes

## Local Tax Rate:

2011 Tax Rate	39.801%
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2012 Proposed Tax Rate	44.154%
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Change from 2011 to 2012



4.35%\*

Increase Due to Legislative Change Pertaining To  
Market Value Homestead Credit

# MVHC Exclusion

- MVHC Exclusion Video:

<http://minnesota.publicradio.org/display/web/2011/10/25/video-property-taxes-increase/>

# Example of MVHC Calculation

MVHC	Old Law: The Credit	New Law: The Exclusion
Estimated Market Value	\$116,000	\$116,000
Exclusions	<u>\$ 0</u>	<u>\$ 26,800</u>
Taxable Market Value	\$116,000	\$ 89,200
Class Rate	<u>1%</u>	<u>1%</u>
Net Tax Capacity	\$1,160	\$892
Tax Rate*	<u>105.810%</u>	<u>110.920%</u>
Gross Tax	\$1,227	\$989
Credit	<u>\$268</u>	<u>\$0</u>
Net Tax	\$959	\$989

**\*The tax rate change used here reflects average statewide rates for 2011 under either approach, assumes no change in levies.**

# Tax Capacity Calculation with Market Value Homestead Exclusion

County 2012 estimate of tax capacity	\$ 16,323,105	From property Tax Division
TIF # 1 tax capacity estimate	\$ 731,254	
MVHC estimate	<u>\$ (1,287,484)</u>	Based on assessors #'s
Total Tax Capacity	\$ 15,766,875	

# Calculation of 2012 Tax Capacity Rate

## 2012 PROPOSED LEVY

	Certified	Fiscal Disparities	Local Levy	Taxable Value (6.73% Decrease)	Tax Capacity
General	6,997,150	1,254,486	5,742,664	\$15,766,875	36.422%
EDA	169,853	52,522	117,331	\$17,054,359	0.744%
Bonds	<u>1,246,795</u>	<u>145,077</u>	<u>1,101,718</u>	<u>\$15,766,875</u>	<u>6.988%</u>
	<b>8,413,798</b>	<b>1,452,085</b>	<b>6,961,713</b>		<b>44.154%</b>

## 2011 ADOPTED LEVY

	Certified	Fiscal Disparities	Local Levy	Taxable Value (10.07% Decrease)	Tax Capacity
General	6,992,127	1,176,143	5,815,984	\$16,904,385	34.405%
EDA	291,705	49,346	242,359	\$16,904,385	1.434%
Bonds	<u>844,777</u>	<u>175,266</u>	<u>669,511</u>	<u>\$16,904,385</u>	<u>3.962%</u>
	<b>8,128,609</b>	<b>1,400,755</b>	<b>6,727,854</b>		<b>39.801%</b>

# Ramsey's Tax Rate History with Proposed 2012 includes MVHC Exclusion

<u>Year</u>	<u>Ramsey</u>	<u>Anoka County</u>	<u>ISD #11</u>	<u>Special Districts</u>	<u>Total</u>	<u>City Share as %</u>
2002	41.124	37.976	29.082	4.513	112.695	36.491%
2003	39.353	37.714	26.941	6.071	110.079	35.750%
2004	37.439	35.221	21.050	6.393	100.103	37.400%
2005	38.183	33.080	21.492	4.955	97.710	39.078%
2006	39.352	33.869	20.046	4.382	97.649	40.299%
2007	39.438	32.369	19.337	4.050	95.194	41.429%
2008	39.255	33.888	16.983	3.967	94.093	41.719%
2009	39.257	33.563	18.247	3.803	94.870	41.380%
2010	37.811	36.855	19.939	4.961	99.566	37.976%
2011	39.801	41.708	23.999	4.905	110.413	36.047%
2012	44.154	42.173	21.447	5.178	112.952	39.091%

# Net Effect of Proposed City Levy on 2012 Taxpayers (\$150,000 Home in 2011)

Residential Home	2011	2012* – Based on 4.3% Decrease	Net Tax Increase (Decrease)
<b>Estimated MV</b>	\$ 150,000	\$ 143,816	
Less: 2012 MVHC Exclusion	\$ -	\$ (24,300)	
<b>Taxable Market Value</b>	\$ 150,000	\$ 119,516	
Class Rate	1%	1%	
<b>Net Tax Capacity</b>	\$ 1,500	\$ 1,195	
Total Tax Cap. Rate **	110.413%	112.952%	
<b>Gross Tax</b>	\$ 1,656	\$ 1,350	
Less: 2011 MVHC	\$ (237)	\$ -	
<b>Net Tax ***</b>	<b>\$ 1,419</b>	<b>\$ 1,350</b>	<b>\$ (69)</b>

\*2012 Market Values are based on County valuations that show an overall decrease in residential values of 4.3%

\*\*Anoka ISD #11

\*\*\*Net Tax Based on Tax Capacity Levies only

# Net Effect of Proposed City Levy on 2012\* Taxpayers (\$250,000 Home in 2011)

Residential Home	2011	2012* – Based on 4.3% Decrease	Net Tax Increase (Decrease)
<b>Estimated MV</b>	\$ 250,000	\$ 239,693	
Less: 2012 MVHC Exclusion	\$ -	\$ (15,700)	
<b>Taxable Market Value</b>	\$ 250,000	\$ 223,993	
Class Rate	1%	1%	
<b>Net Tax Capacity</b>	\$ 2,500	\$ 2,240	
Total Tax Cap. Rate **	110.413%	112.952%	
<b>Gross Tax</b>	\$ 2,760	\$ 2,530	
Less: 2011 MVHC	\$ (147)	\$ -	
<b>Net Tax ***</b>	<b>\$ 2,613</b>	<b>\$ 2,530</b>	<b>\$ (83)</b>

\*2012 Market Values are based on County valuations that show an overall decrease in residential values of 4.3%

\*\*Anoka ISD #11

\*\*\*Net Tax Based on Tax Capacity Levies only

# Net Effect of Proposed City Levy on 2012\* Taxpayers (\$425,000 Home in 2011)

Residential Home	2011	2012 * – Based on 4.3% Decrease	Net Tax Increase (Decrease)
<b>Estimated MV</b>	\$ 425,000	\$ 407,478	
Less: 2012 MVHC Exclusion	\$ -	\$ (0)	
<b>Taxable Market Value</b>	\$ 425,000	\$ 407,478	
Class Rate	1%	1%	
<b>Net Tax Capacity</b>	\$ 4,250	\$ 4,075	
Total Tax Cap. Rate **	110.413%	112.952%	
<b>Gross Tax</b>	\$ 4,693	\$ 4,603	
Less: 2011 MVHC	\$ (0)	\$ -	
<b>Net Tax</b>	<b>\$ 4,693</b>	<b>\$ 4,603</b>	<b>\$ (90)</b>

\*2012 Market Values are based on County valuations that show an overall decrease in residential values of 4.3%

\*\*School & County Tax Rate was held constant from 2011

# 2011 Tax Capacity Comparison of MN Area Cities with Populations between 16,000 and 28,000

<u>Metro City</u> <u>16,000 to 28,000</u>	<u>2010</u> <u>Population</u>	<u>2011 Average</u> <u>Tax Cap Rate</u>	<u>Rank</u>
White Bear Lake	23,797	11.80%	1
Chanhassen	22,952	17.73%	2
Chaska	23,770	23.21%	3
Willmar	19,610	29.08%	4
Northfield	20,007	29.23%	5
Winona	27,592	33.64%	9
Hastings	22,172	36.80%	12
<b><u>Ramsey</u></b>	<b><u>23,668</u></b>	<b><u>39.80%</u></b>	<b><u>17</u></b>
Lino Lakes	20,216	42.04%	18
Anoka	17,142	43.02%	19
Crystal	22,151	47.35%	22
West St. Paul	19,540	56.08%	33
Columbia Heights	19,496	61.80%	34
Hibbing	16,361	66.43%	35
Average:	21,757	41.84%	

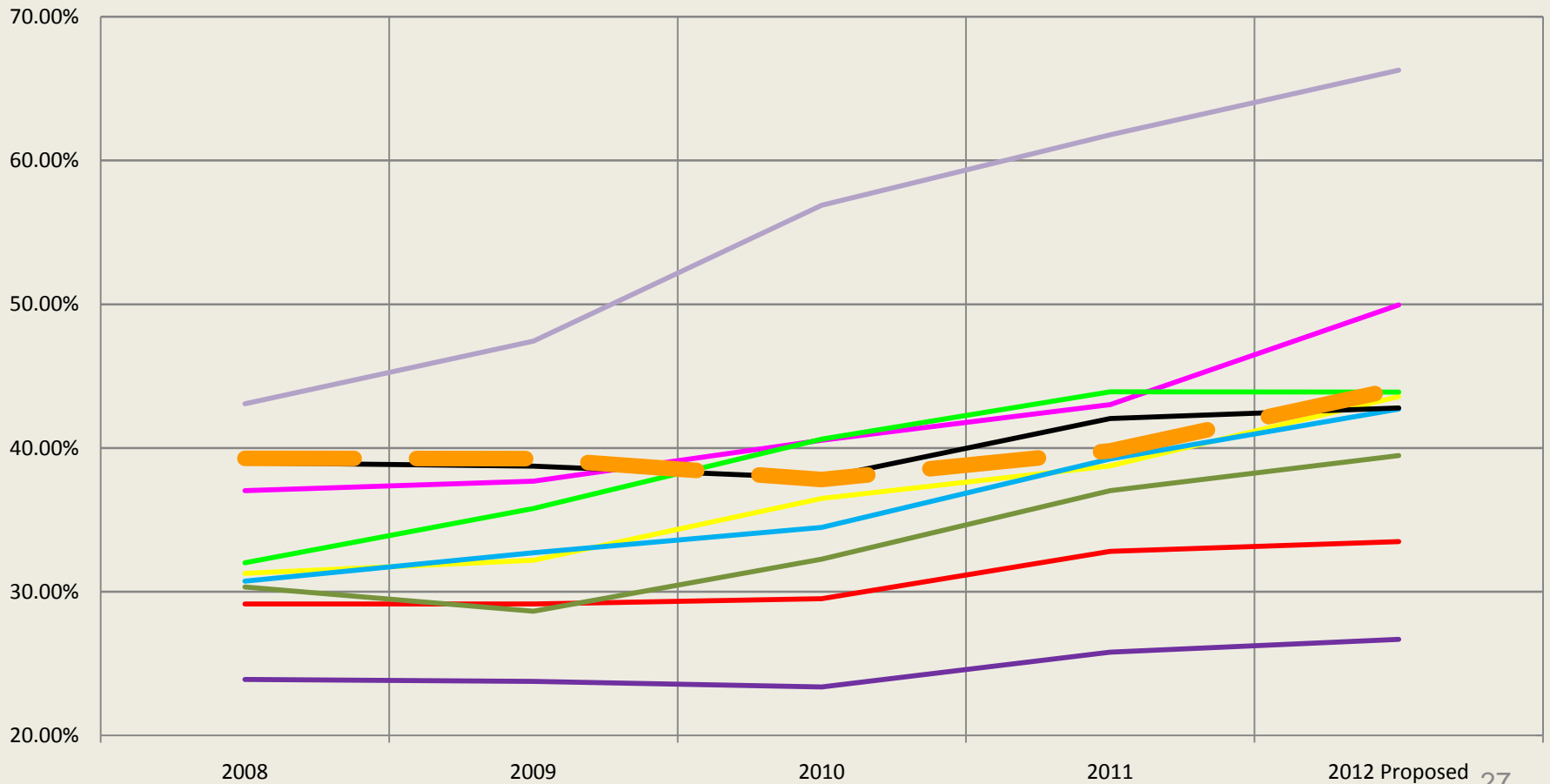
# Tax Capacity Rate Comparison

## Anoka County Cities

	<u>2011</u>	<u>2012 Proposed</u>	<u>Change</u>
Ham Lake	25.80%	26.68%	0.88%
Nowthen	22.17%	30.44%	8.27%
Blaine	32.80%	33.48%	0.68%
Oak Grove	36.33%	36.00%	-0.33%
Fridley	37.03%	39.48%	2.45%
Coon Rapids	39.23%	42.71%	3.48%
Lino Lakes	42.04%	42.78%	0.74%
Columbus	38.23%	43.45%	5.22%
Andover	38.75%	43.58%	4.83%
East Bethel	43.91%	43.89%	-0.02%
<b>Ramsey</b>	<b>39.80%</b>	<b>44.15%</b>	<b>4.35%</b>
Anoka	43.02%	49.95%	6.93%
St Francis	47.14%	53.34%	6.20%
Spring Lake Park	54.49%	62.60%	8.11%
Circle Pines	51.51%	63.90%	12.39%
Columbia Heights	61.80%	66.29%	4.49%
Centerville	58.65%	66.69%	8.04%
Lexington	58.16%	67.45%	9.29%
Bethel	61.54%	74.20%	12.66%
Hill Top	98.53%	110.56%	12.03%
<b>Average 2012:</b>		<b>52.08%</b>	<b>5.53%</b>

# Tax Capacity Rate Comparison

## Anoka County Cities over 10,000 Population





# 2012 Notable Budget Items

- Health Insurance increase of 10% over last years budget
- Budget increase compared to actual 2011 employer contribution represents a 6% increase for Singles & 8.7% Family
- 2% COLA on all employees
- Engineering Time decreased by \$239,000
- Election Year-\$33,000 increase
- COR Park Maintenance Contract: \$14,000
- Personnel-Title changes, interns, etc increased \$46,027
- Interest Earnings Decreased \$20,000
- Add'l Muni Center Debt of \$1,000,000 (Offset by one-time funding of \$603,000)
- Assessment Policy-79% Funding of Sealcoats

# 2012 BUDGET HI-LITES

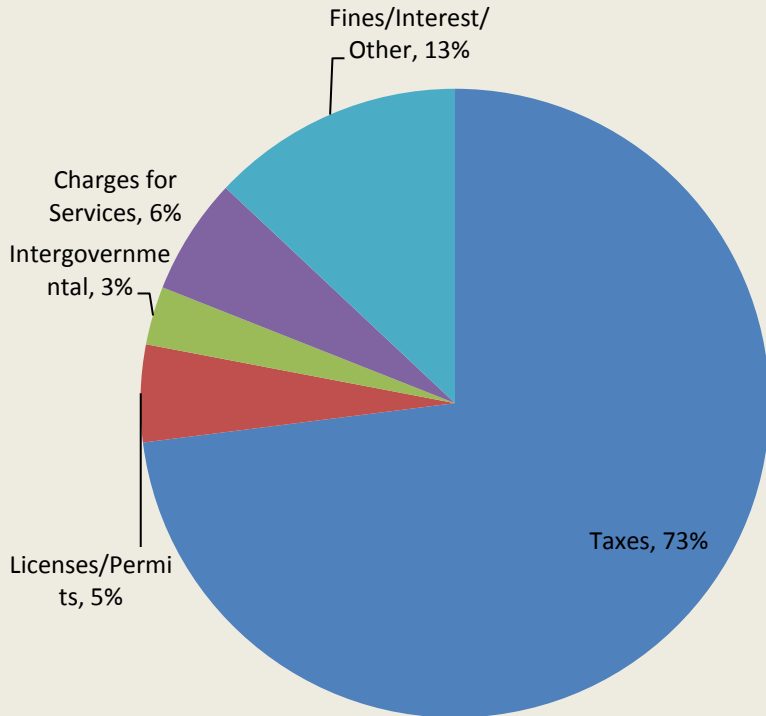
- Final Budget/Levy will be adopted at the regular City Council meeting of December 13, 2011

- Draft Budget document available on City website under Finance Department

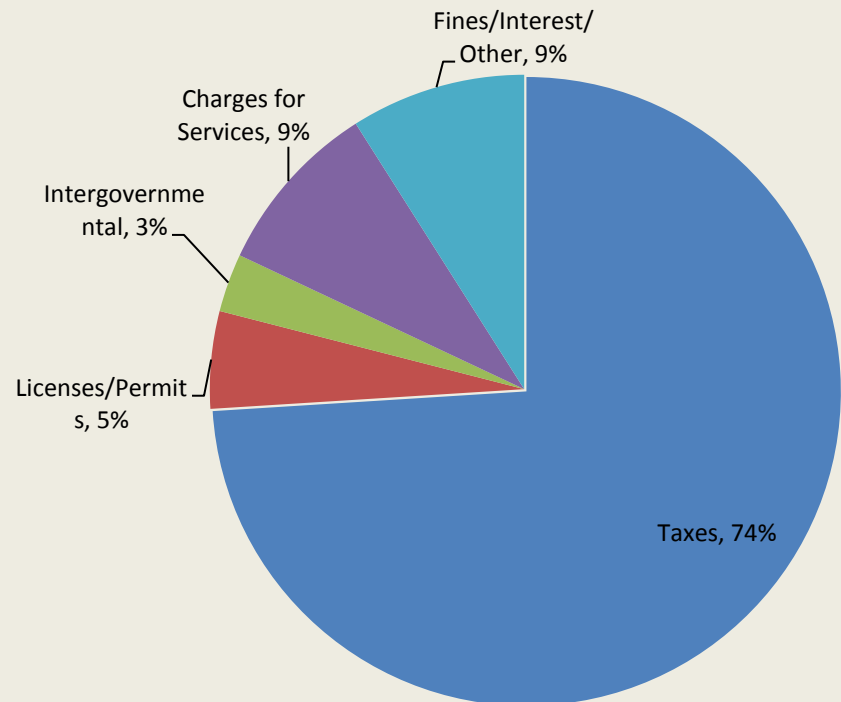
# General Fund

## Where It Comes From

### 2012 - General Fund Revenues

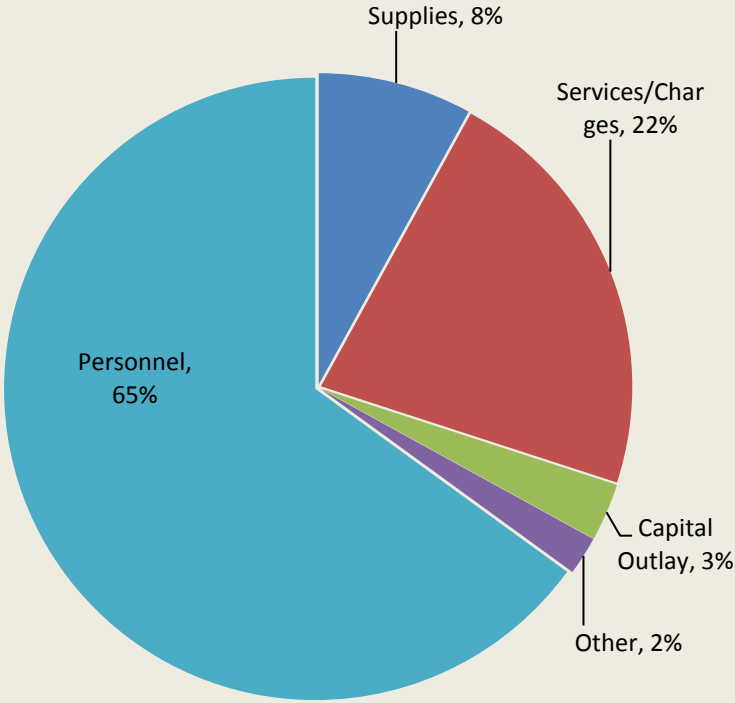


### 2011 - General Fund Revenues

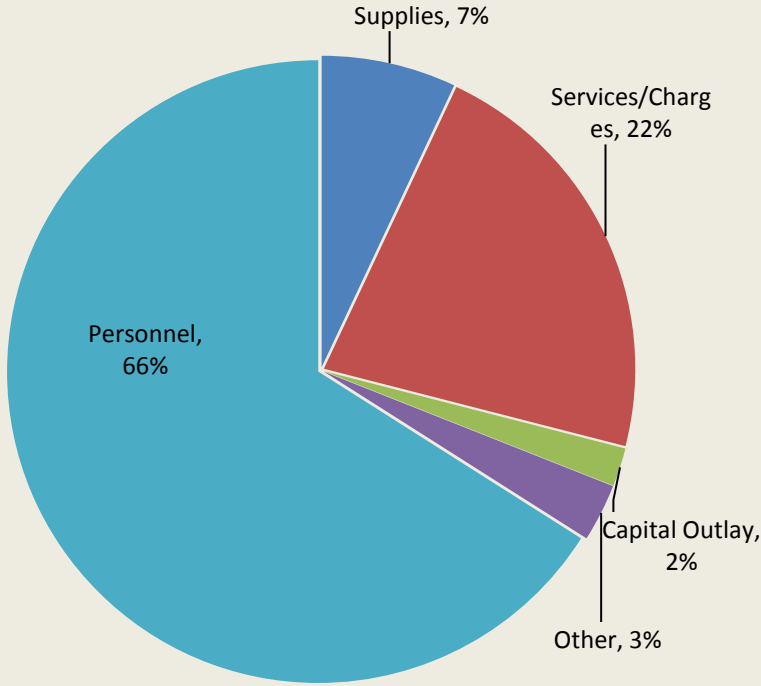


# 2012 Proposed General Fund Expenditures - By Type

## 2012 Expenditures

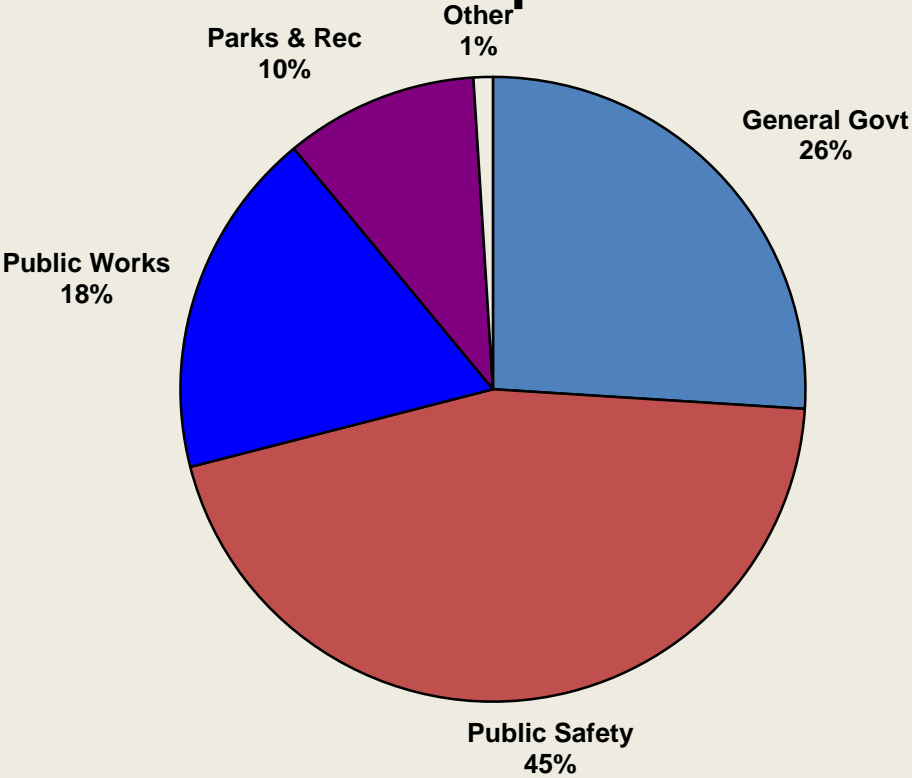


## 2011 Expenditures

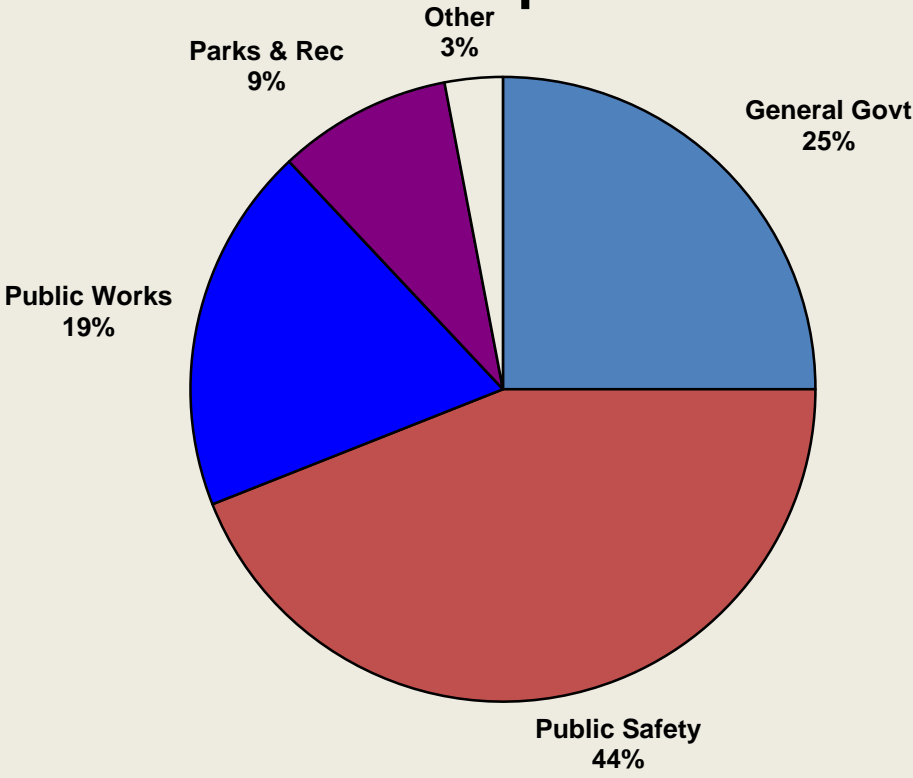


# 2012 Proposed General Fund Expenditures - By Function

## 2012 Expenditures



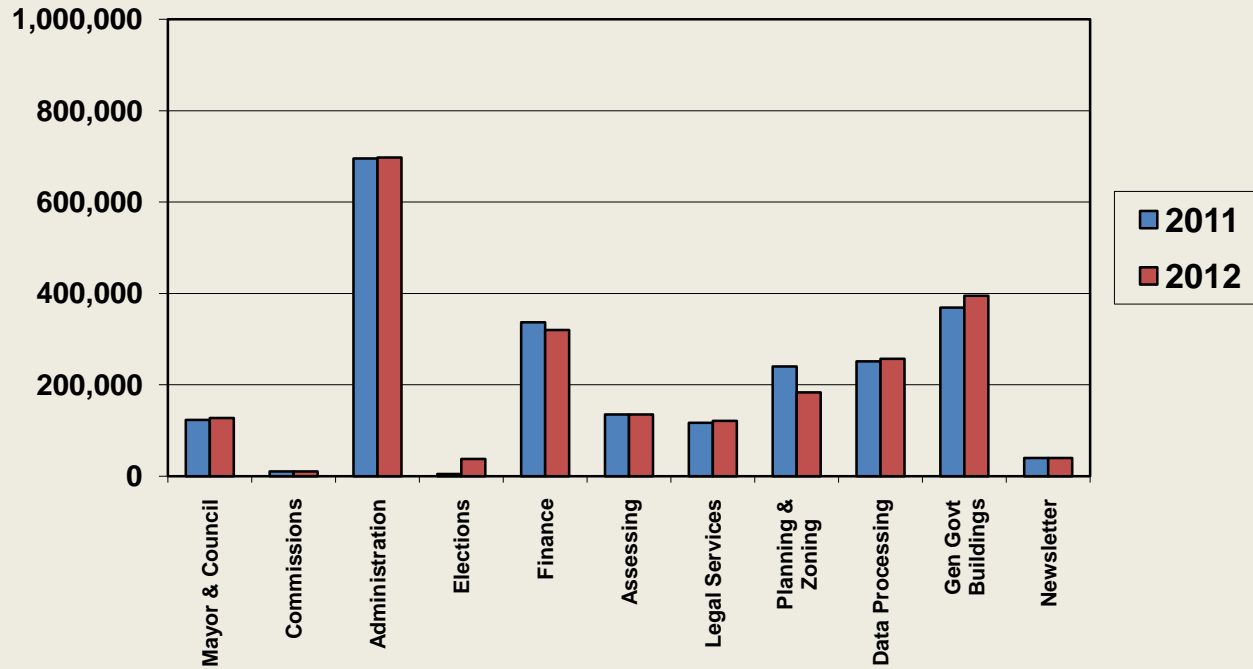
## 2011 Expenditures



# CITY OF RAMSEY

## General Fund Budget 2011 to 2012

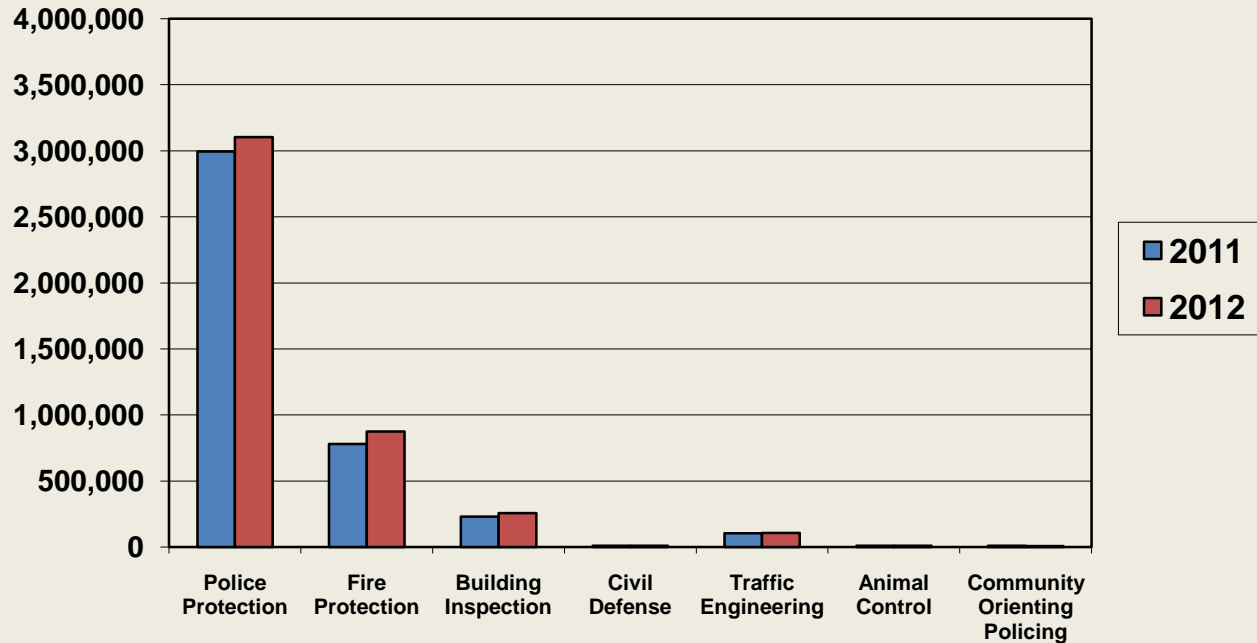
### General Government



# CITY OF RAMSEY

## General Fund Budget 2011 to 2012

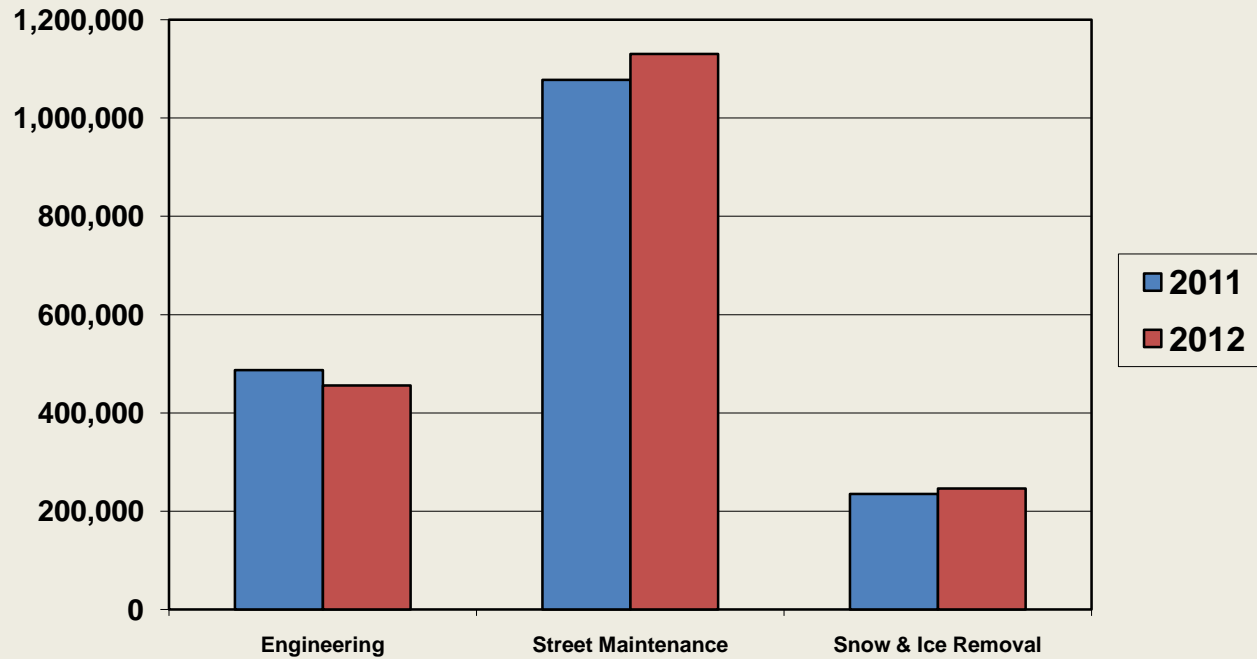
### Public Safety



# CITY OF RAMSEY

## General Fund Budget 2011 to 2012

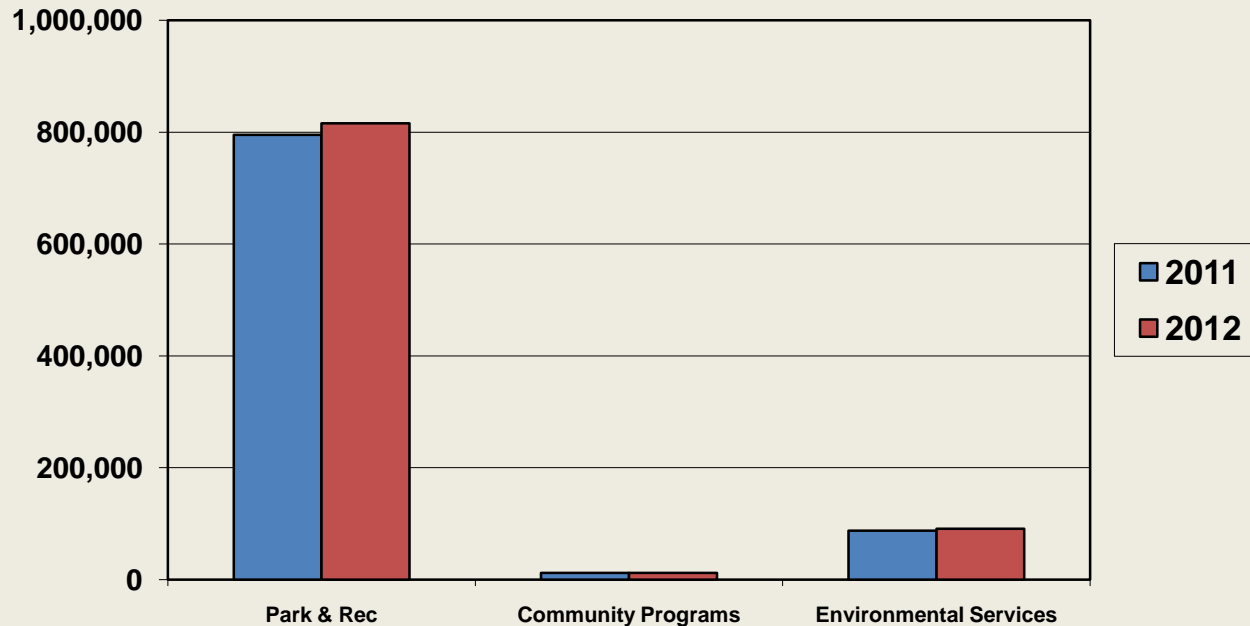
### Public Works



# CITY OF RAMSEY

## General Fund Budget 2011 to 2012

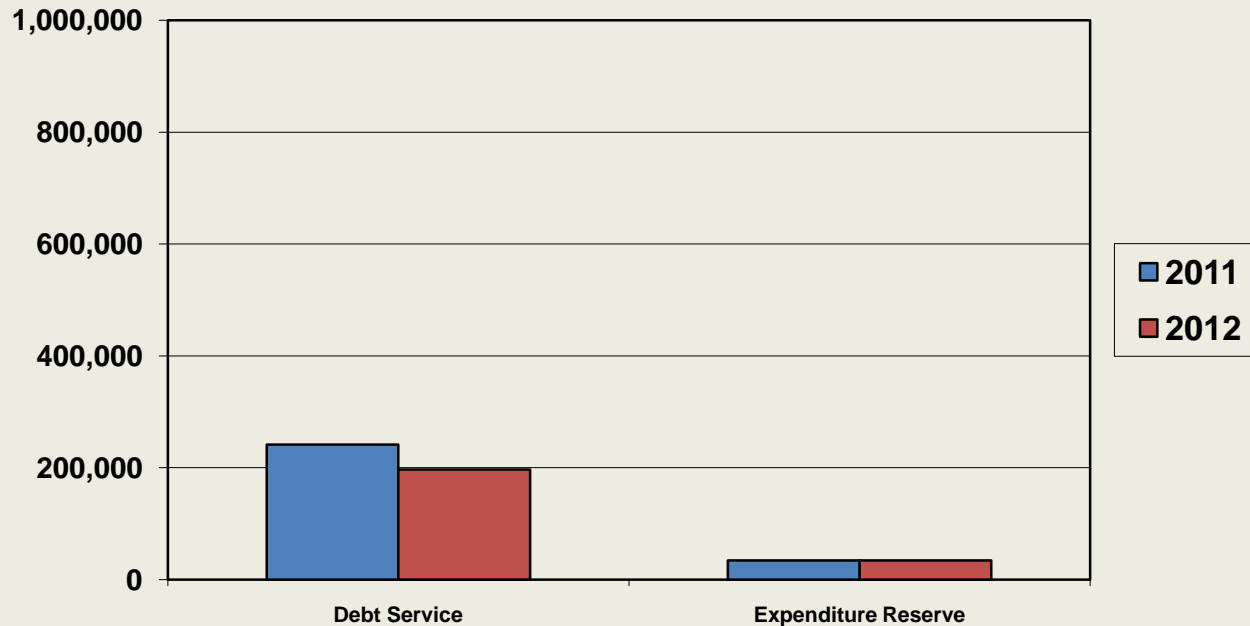
### Park & Recreation



# CITY OF RAMSEY

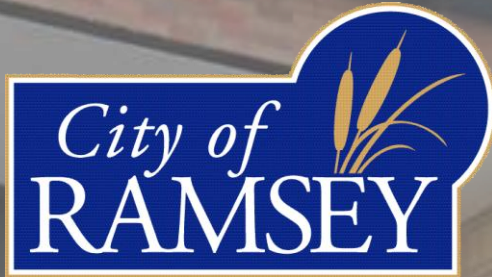
## General Fund Budget 2011 to 2012

### Miscellaneous



# Tax Information Websites

- Anoka County Tax Calculator:
  - [http://www.co.anoka.mn.us/v1\\_departments/div-property-rec-tax/est-tax-calc/index.asp](http://www.co.anoka.mn.us/v1_departments/div-property-rec-tax/est-tax-calc/index.asp)
- Commercial Property Fiscal Disparity Information:
  - <http://www.metrocouncil.org/metroarea/FiscalDisparities/index.htm>
- Video: How are your property taxes calculated?:
  - <http://www.youtube.com/watch?v=hYPivRGxd-4>
- 2011 Proposed City of Ramsey Budget document:
  - <http://www.ci.ramsey.mn.us/departments/finance/annbudget.aspx>



**Questions?**

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