

## 2014 Preliminary Budgets as of 8-26-13-BUDGET HI-LITES

**LEVY LIMIT:** \$7,482,518 (General Fund & EDA Fund)- \$7,353,29(2013)

-Estimated tax capacity rate of 43.37% (44.29% in 2013). TIF 2 decertified in 2013.

-City can only increase regular General levy & EDA levy by \$129,223 over 2013 adopted

-Debt Levy falls outside of limits:

Debt Levy Proposed for 2014: \$1,240,828 (\$644,918-2013)

Debt increase attributed to:

1. 2013 \$635,000 Capital Equipment Certificates-Annual levy Est of \$75,135
2. Refinanced Muni Debt in 2012-Used savings from refinancing to reduce 2013 Levy on muni debt

### GENERAL FUND:

Proposed Budget: \$9,894,184 (\$10,293,837) Decrease of \$399,653

Proposed Levy: \$7,345,779 (Maximum Levy Limit)

Major Changes from 2013 Adopted Budget:

Revenue:

-Property tax: Proposed General Levy of \$7,345,779 (Maximum Levy Limit)

-Building Permit Revenue \$27,885 (Offset by In-House Bldg Inspector)

-LGA-2013 Legislative Session reinstated \$91,376 (was \$0 since 2003)  
(Had to subtract in calculating levy limits)

-Special Police Services decreased by \$25,000-County Systems Admin contract ended

-Engr Revenue decreased by \$372,500 (\$577,500-2013/\$205,000-2014)  
Attributed to decrease in road funding in General Fund Budget from  
\$1,327,500 to \$500,000)

-Transfers in from other funds decrease of \$260,272 – One time funding from the PIR  
Fund in 2013 for road maintenance funding (\$219,493 decrease)

## **GENERAL FUND CONTINUED:**

### Expenditures:

- Cola-2.5% Non-Union; 2% January 1, 2% July 1-LELS (Per Contract)  
2% January 1, 1% July 1-AFSCME (Per Contract)
- Police Pera (Mandatory rate increase)-\$26,000

## **STRATEGIC PLANNING ITEMS:**

- Personnel Changes From Strategic Planning Document
  - Office Assistant – 25 Hours Week-\$28,895
  - PT IT Tech- \$24,259
  - 5 Position Reclasses- \$16,968
  - 7 Interns- \$87,077
  - Patrol Officer (bring to prior year levels)-June 1 Start Date - \$40,470
  - P&R Maint Worker (bring to prior year levels)- \$58,261  
Changed to utility worker & funded from Enterprise Funds)
- Contracted Communication Services (Per Strategic Planning)- \$45,000
- Training for Supervisors (Per Strategic Planning)- \$5,000
- Professional Survey (Per Strategic Planning)- \$7,500  
Note: All General Funded Strategic Planning Items are Included in 2014 Budget
- Election Year-Increase of \$38,000
- Professional Services in Building decreased by \$63,000, but offset with Building Official position included in personnel costs
- Road Maintenance Funding Decreased from \$1,327,500 to \$500,000 (levels prior to year 2013). TIF #4 \$275,000 helps fund (2014 will be last year of funding/Decertifies)
- Capital Equipment of \$481,950 to be funded from Equipment Revolving Fund?  
Estimated Fund balance after purchases of approximately \$1.35M

## **EDA FUND:**

Maximum Levy Per Statutes: \$327,574 (.0001813 X \$1,806,808,800 Assessors Market Value-2013 Legislative Change)

Calculates into 2014 Levy Limits of \$7,482,518

Proposed Budget: \$136,739

Proposed Levy: \$136,739

Major Changes from 2013 Adopted Budget:

-Economic Development Manager funded 34% (20% in 2013)

EDA Approved at August 8, 2013 meeting

## **HRA FUND:**

Maximum Levy Per Statutes: \$334,260 (.000185 X \$1,806,808,800 Assessors Market Value-2013 Legislative Change)

Does Not calculate into 2014 Levy Limits of \$7,482,518

Proposed Budget: \$207,802

Proposed Levy: \$207,802

Tax Effect on Home Valued at \$200,000 – \$25.39

Major Changes from 2013 Adopted Budget:

-Economic Development Manager funded 46% (60% in 2013)

-Does not include funding for legal expenses in COR if issues arise

**Future Budget Worksessions After Adoption of Preliminary Levy/Budget:**

-Road Reconstruction Funding

-Possible Use of Anoka County HRA funds to fund EDA/HRA budgets: Approximately

\$220,000 available from annual county levy. Request for County Funds on August

27 Agenda