

City of Ramsey
Agenda
City Council Work Session
Tuesday, July 10, 2018
5:30 pm
Lake Itasca Room, 7550 Sunwood Drive NW

1. **Call to Order**
2. **Topics for Discussion**
 1. Begin 2019 Budget Discussions
3. **Topics for Future Discussion**
4. **Mayor/Council/Staff Input**
5. **Adjournment**

Meeting Date: 07/10/2018

Information

Title:

Begin 2019 Budget Discussions

Purpose/Background:

The purpose of this meeting is to receive Council input/direction on the 2019 budget prior to staff preparing budget scenarios for consideration at future work sessions. Staff will review our City's current goals, and the various challenges and opportunities that will influence the 2019 budget process.

Staff will provide information and seek direction in regard to the following questions:

- What are the major factors will influence 2019 budget expenses?
- What additional staffing is recommended to maintain current service levels?
- What options are available to contain costs?
- How is the City currently doing in regard to providing basic services?
- What are the City's long-term goals?
- What are the Council member's priorities for the community and what are not priorities?

The City's adopted 2019 budget calendar calls for the 2019 preliminary levies and budgets to be presented to the City Council at worksessions beginning July 10. Council worksessions will continue up to the preliminary levy/budget adoption on September 25, 2018 and the final adoption of the budget and levy in December 2018.

The City annually adopts a preliminary levy that consists of the General Fund levy, Economic Development Authority (EDA) levy and the debt service levy.

Timeframe:

1.5 hours

Funding Source:

Responsible Party(ies):

Kurt Ulrich, City Administrator
Diana lund, Finance Director

Outcome:

To provide information and seek direction in regard to the following questions:

- What are the major factors will influence 2019 budget expenses?
 - What additional staffing is recommended to maintain current service levels?
 - What options are available to reduce and contain costs?
 - How is the City currently doing in regard to providing basic services?
 - What are the City's long-term goals?
 - What are the Council member's priorities for the community, and what are not priorities?
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Attachments

10-Year Comparison-budget, levy & tax rates

Form Review

Inbox

Kurt Ulrich

Form Started By: Diana Lund

Final Approval Date: 07/05/2018

Reviewed By

Kurt Ulrich

Date

07/05/2018 04:06 PM

Started On: 06/29/2018 11:11 AM

Budget/Levy/Tax Capacity Rate Summary

BUDGET	Adopted 2009	Adopted 2010	Adopted 2011	Adopted 2012	Adopted 2013*	Adopted 2014	Adopted 2015**	Adopted 2016	Adopted 2017	Adopted 2018
	\$ 10,102,130	\$ 9,698,041	\$ 9,449,400	\$ 9,648,075	\$ 10,293,837	\$ 9,750,135	\$ 10,423,759	\$ 10,925,127	\$ 11,339,323	\$ 12,123,284
% Change	-	-4.00%	-2.56%	2.10%	6.69%	-5.28%	6.91%	4.81%	3.79%	6.91%

*Budgeted \$1.5M for roads this year from \$500,000, but also reduced personnel costs by \$426,000.

**HRA Expenses now coded under General Fund Budget

LEVY	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
HRA		\$ 410,124	\$ 368,549	\$ 368,532	\$ 187,268	\$ 207,802	\$ -	\$ -	\$ -	\$ -
Debt Service	\$ 1,091,999	\$ 1,056,431	\$ 844,777	\$ 1,246,795	\$ 644,918	\$ 1,240,828	\$ 1,369,807	\$ 1,609,736	\$ 1,704,442	\$ 1,875,172
EDA	\$ 291,705	\$ 291,705	\$ 291,705	\$ 169,853	\$ 104,466	\$ 121,783	\$ 116,444	\$ 73,618	\$ 103,981	\$ 103,981
General	\$ 8,092,034	\$ 7,194,194	\$ 6,992,127	\$ 6,997,150	\$ 7,248,829	\$ 7,201,730	\$ 7,921,570	\$ 8,287,721	\$ 8,670,635	\$ 9,395,242
TOTAL	\$ 9,477,747	\$ 8,954,464	\$ 8,499,169	\$ 8,784,342	\$ 8,187,494	\$ 8,774,157	\$ 9,409,836	\$ 9,973,091	\$ 10,481,075	\$ 11,376,413
% Change	-	-11.10%	-2.81%	0.07%	3.60%	-0.65%	10.00%	4.62%	4.62%	8.36%

Tax Capacity Rate	2009	2010	2011	2012***	2013	2014	2015	2016	2017	2018
	39.257%	37.811%	39.801%	44.172%	44.288%	44.235%	42.259%	43.315%	42.455%	41.730%
% Change	-	-3.68%	5.26%	10.98%	0.26%	-0.12%	-4.47%	2.50%	-1.99%	-1.71%

***Legislative Change-Homestead Market Value Exclusion

Taxable Value	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
	20,880,653	18,786,867	16,904,385	15,747,629	14,741,934	16,017,461	18,605,528	19,609,016	20,779,674	22,953,761
% Change	-	-10.03%	-10.02%	-6.84%	-6.39%	8.65%	16.16%	5.39%	5.97%	10.46%