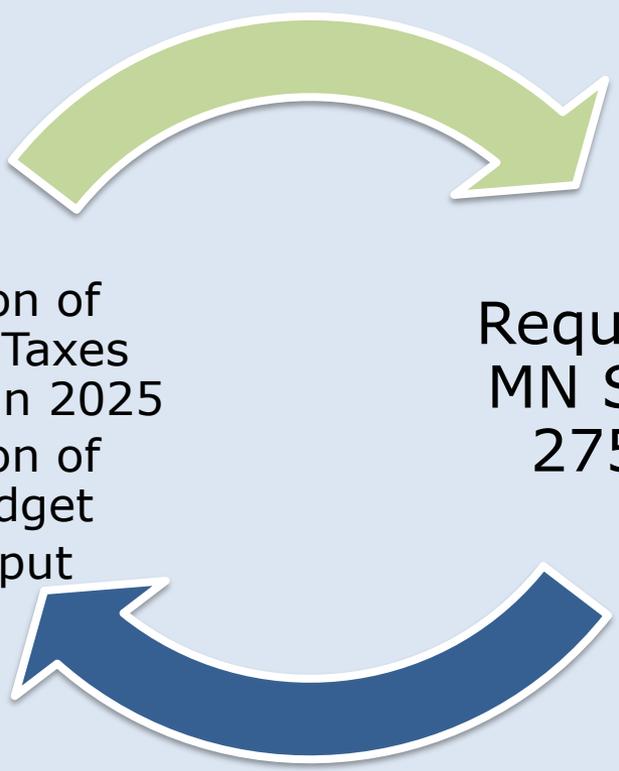




THE CITY OF
EXCELSIOR
MINNESOTA

Truth-in-Taxation and
2025 Budget Presentation

December 2nd, 2024
City Council Meeting



Purpose

- Discussion of Levy for Taxes Payable in 2025
- Discussion of 2025 Budget
- Public Input

Required by
MN Statute
275.065

Truth in Taxation

Budget Process



Council Establishes 2025 Budget Goals and Objectives



Staff Prepares Proposed Budgets



Budget Discussions at Council Work Sessions



Preliminary Tax Levy & Budget

Approved on September 16, 2024



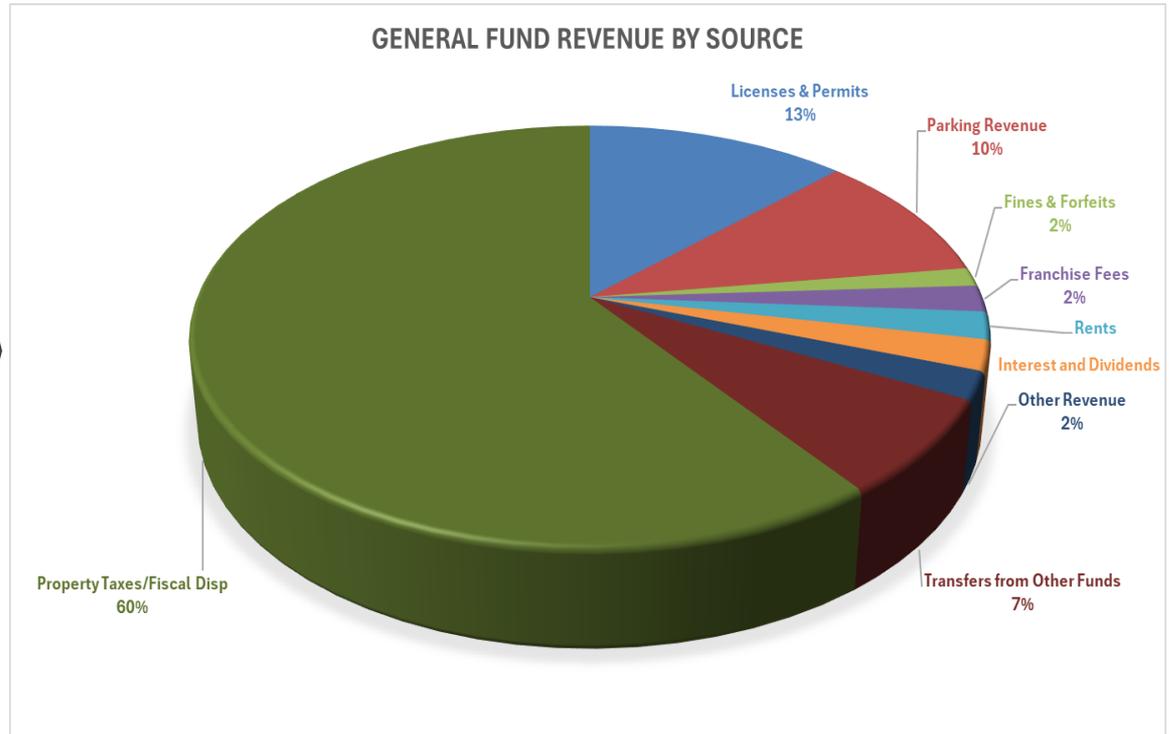
Continue Budget Review



Final Budget Adoption

Truth in Taxation
Public Input

Property Taxes Account for 60% of the City's 2025 Budgeted General Fund Revenue



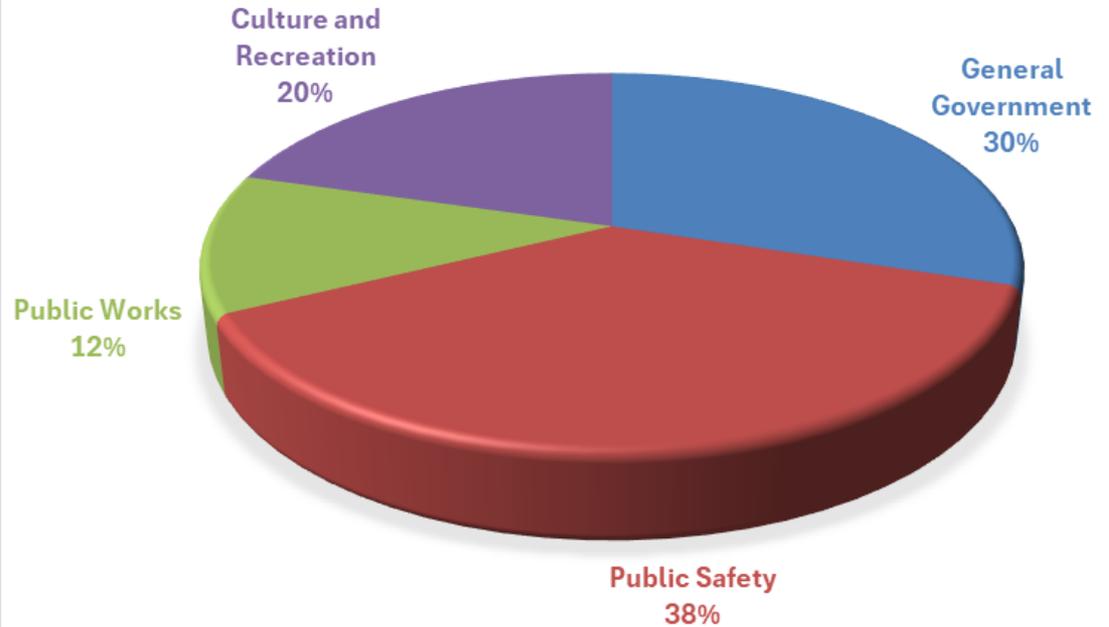
General Fund Budget - Revenues by Source

Revenues	2025 Budget	2024 Budget	\$ Chg vs. 2024	% Chg vs 2024
Licenses & Permits	\$ 439,745	\$ 450,435	\$ (10,690)	-2.37%
Parking Revenue	\$ 350,000	\$ 350,000	\$ -	0.00%
Fines & Forfeits	\$ 50,000	\$ 75,000	\$ (25,000)	-33.33%
Franchise Fees	\$ 70,750	\$ 70,750	\$ -	0.00%
Rents	\$ 73,700	\$ 65,700	\$ 8,000	12.18%
Interest and Dividends	\$ 81,000	\$ 6,000	\$ 75,000	1250.00%
Other Revenue	\$ 74,000	\$ 64,000	\$ 10,000	15.63%
Transfers from Other Funds	\$ 255,000	\$ 200,000	\$ 55,000	27.50%
Property Taxes/Fiscal Disp	\$ 2,092,367	\$ 1,956,057	\$ 136,310	6.97%
Total Revenues	\$ 3,486,562	\$ 3,237,942	\$ 248,620	7.68%



What Does
the City
Levy Pay
for?

GENERAL FUND EXPENDITURES BY FUNCTION



General Fund Budget - Expenditures by Function

	2025 Budget	
General Government	\$ 1,003,708	29%
Public Safety	\$ 1,259,353	36%
Public Works	\$ 400,352	11%
Culture and Recreation	\$ 682,649	20%
Excess Debt Levy	\$ 140,500	4%
Total Expenses	\$ 3,486,562	100%

Notes:

- General Government consists of City Council, City Manager/Clerk, Elections, Finance, Planning and Zoning, and City Administration (City Hall).
- Public Safety consists of Police, Fire, and Building Inspections.
- Public Works consists of Engineering and Streets.
- Culture and Recreation consists of Heritage Preservation, Park Maintenance, Recreation Programs, Cemetery, Trees and Plantings
- Excess Debt Levy for future projects that will require bonding



General Fund Expenditures

Expenses	2025 Budget	2024 Budget	\$ Chg vs. 2024	% Chg vs 2024
Council	\$ 23,861	\$ 24,061	\$ (200)	-0.83%
City Manager/Clerk	\$ 269,810	\$ 282,512	\$ (12,702)	-4.50%
Elections	\$ 1,000	\$ 9,530	\$ (8,530)	-89.51%
Finance	\$ 82,511	\$ 75,840	\$ 6,671	8.80%
Planning and Zoning	\$ 234,543	\$ 197,405	\$ 37,138	18.81%
City Administration	\$ 391,983	\$ 348,538	\$ 43,445	12.46%
Heritage Preservation	\$ 26,300	\$ 2,800	\$ 23,500	839.29%
Police	\$ 965,576	\$ 903,973	\$ 61,603	6.81%
Fire Contract	\$ 293,777	\$ 257,874	\$ 35,903	13.92%
Building Inspection	\$ 55,000	\$ 65,000	\$ (10,000)	-15.38%
Engineering	\$ 47,250	\$ 45,000	\$ 2,250	5.00%
Streets	\$ 298,102	\$ 332,129	\$ (34,027)	-10.25%
Park Maintenance	\$ 468,624	\$ 474,165	\$ (5,541)	-1.17%
Recreation Programs	\$ 1,000	\$ 26,000	\$ (25,000)	-96.15%
Cemetery	\$ 42,725	\$ 52,615	\$ (9,890)	-18.80%
Trees and Plantings	\$ 144,000	\$ -	\$ 144,000	0.00%
Excess for Debt Levy	\$ 140,500	\$ 140,500	\$ -	0.00%
Total Expenses	\$ 3,486,562	\$ 3,237,942	\$ 248,620	7.68%

Where your property tax dollars go?



38%
Minnetonka
School District



31%
Hennepin
County



24%
City of
Excelsior

2% Met
Council

5%
Other

What do your property tax dollars pay for?

Services by Taxing Districts				
City of Excelsior (24%)	Hennepin County (31%)	Indepedent School District #276 (38%)	Metropolitan Special Taxing Districts (Met Council) (2%)	Other Special Taxing Districts (5%)
Police and Fire	Social Services	K-12 Education	Transportation	Regional Parks
Roads and Streets	Public Health	Community Education	Regional Sewer Systems	Regional Railroads
Parks and Recreation	Road and Highways		Mosquito Control (public health)	Museums
Building Safety	Libraries			Watershed Management
Historical Preservation	Sheriff / Corrections			Public Housing
	Environmental Services			



Hennepin County

A-600 Government Center
300 S. Sixth Street
Minneapolis, MN 55407-0060
612-348-3011 www.hennepin.us

Proposed levies & taxes 2020

2019 values for taxes payable in 2020

71

JOHN J DOE
123 MAIN ST NW
ANYOWN MN 12345-6789

THIS IS NOT A BILL — DO NOT PAY

[\(Click Here for Taxing Authority Web Sites\)](#)

72

Property ID NO: 26-129-2441-001

123 Main St NW

73

Property taxes statement schedule

Step 1

Value & classification

TAX YEAR PAYABLE CLASS	2019 HOMESTEAD	2020 HOMESTEAD
Estimated Market Value:	\$176,000	\$206,000
Homestead Exclusion:	\$21,400	\$19,700
Other Exclusion/Deferral:	\$0	\$0
Taxable Net Value:	\$154,600	\$187,300

Step 2

Proposed levies & taxes

2015 TAX:	\$2,478.38
2016 PROPOSED	\$2,890.13
Percent change	16.6%

Now is the time to provide feedback on proposed levies.
It is too late to appeal your value or classification without going to Tax Court.

Step 3

Property tax statement

Coming March 2020, due May 15, 2020 and Oct 15, 2020

[Budget Meeting Dates](#)
[Times and location](#)

Addresses for correspondence Actual 2019 Proposed 2020 Meeting date & location

Hennepin County A2400 Government Center Minneapolis MN 55407 612-348-3011	\$799.83	\$907.71	Dec 2, 2015 6:00 PM Commissioner Board Room A2400 Government Center Minneapolis MN 55407
City of GREENFIELD Greenfield City Hall 7738 Commerce Circle Greenfield MN 55357	\$585.34	\$692.39	Dec 2, 2015 7:00 PM Greenfield City Hall 6390 Town Hall Drive Greenfield MN 55357
STATE GENERAL TAX			No meeting required
School District 883 Voter Approved Levy: Other Local Levies	\$583.90	\$667.08	Dec 15, 2015 6:30 PM Heritage Room - room 502 Rockford High School 7600 County Road 50 ROCKFORD MN 55373
School District Total	\$399.82	\$502.18	
Rockford - ISD 883 6051 Ash Street Rockford MN 554373 763-477-9165	\$983.72	\$1,169.26	
Metro Special Taxing Dist. Metropolitan Council 390 Robert Street North St Paul MN 55101-1805 651-602-1647	\$25.23	\$27.75	Dec 10, 2015 6:00 PM Metropolitan Council 390 Robert Street North St Paul MN 55101-1805
Other Spec. Taxing Dist.: Fiscal Disparity Tax: Tax Increment Tax:	\$84.26	\$93.02	No meeting required No meeting required No meeting required
TAX INCLUDING SPECIAL ASSESSMENTS	\$2,478.38	\$2,890.13	

Learn about property taxes: www.hennepin.us/propertytaxes

THIS IS NOT A BILL — DO NOT PAY

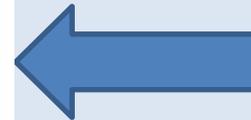
County →

City →

School →

Special Dist. →

Other Dist. →



Approximately 24% of your property tax dollars pay for City services.



City of Excelsior Property Taxes

- City property taxes are determined by the City's Levy.
- Excelsior's levy consists of a General Levy, and Debt Service Levies to service bonds issued for the street and utility improvement projects.
- Hennepin County is responsible for valuations
 - Valuation Notices sent in March
 - Hennepin County holds an Open Book Meeting in April
 - ~ Opportunity to contest valuation

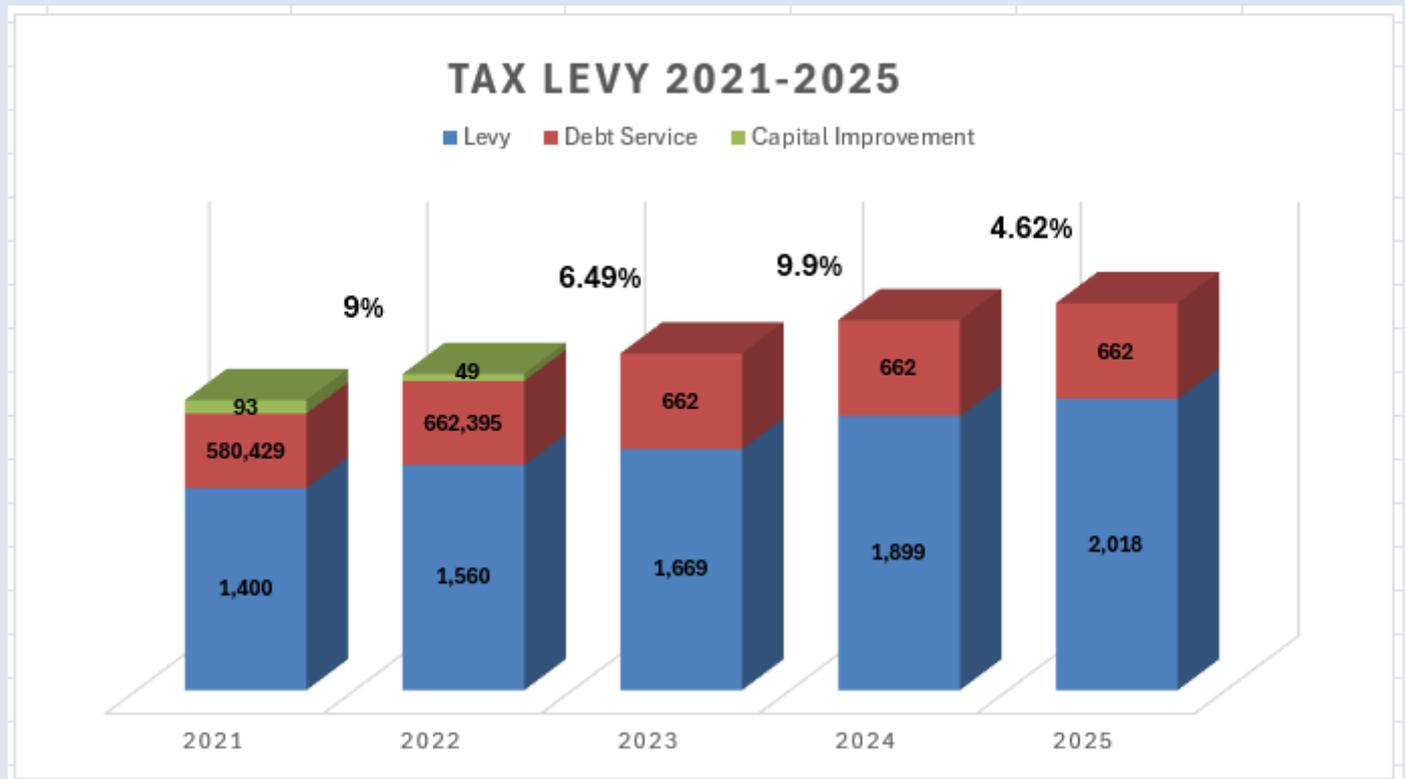


Components of City's Levy

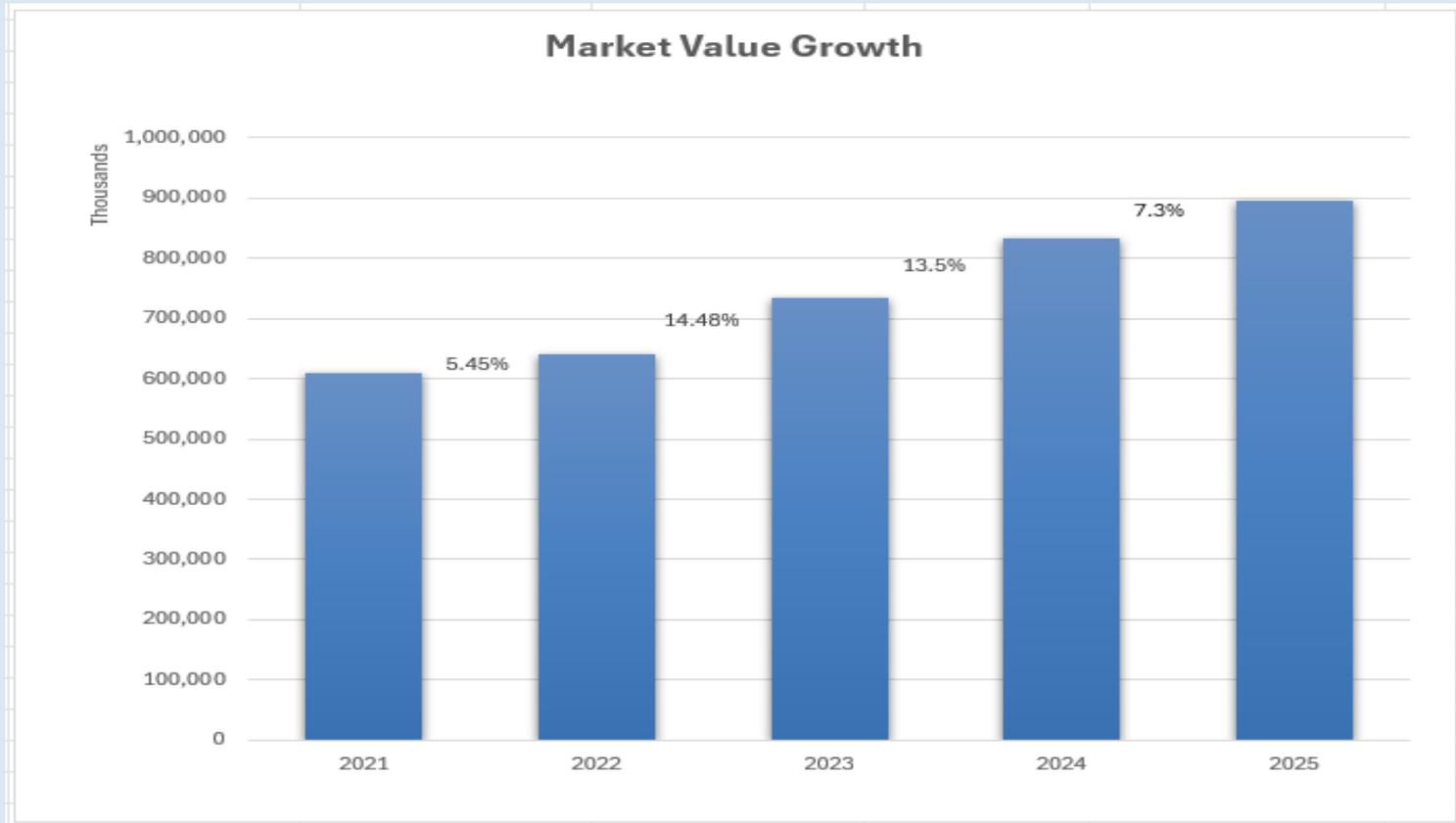
	2024 Adopted	2025 Final	\$ change from 2024	% change from 2024
General Fund	\$ 1,899,384	\$ 2,017,773	\$ 118,389	
Capital Improvement	\$ -	\$ -	\$ -	
Total General Revenue	\$ 1,899,384	\$ 2,017,773	\$ 118,389	
Debt Service				
2010A	\$ 100,000	\$ 100,000	\$ -	
2017A	\$ 80,188	\$ 80,188	\$ -	
2019A	\$ 152,486	\$ 152,486	\$ -	
2020A	\$ 96,635	\$ 96,635	\$ -	
2021A	\$ 233,076	\$ 233,076	\$ -	
Total Debt Service	\$ 662,385	\$ 662,385	\$ -	
Total Levy	\$ 2,561,769	\$ 2,680,158	\$ 118,389	4.62%

Proposed Levy Increase for 2025

- Total Proposed Levy - \$2,680,158
- \$118,389 more than 2024 levy
- Increase is primarily related to inflation, trees and plantings and professional services for police, fire and legal prosecution fees.

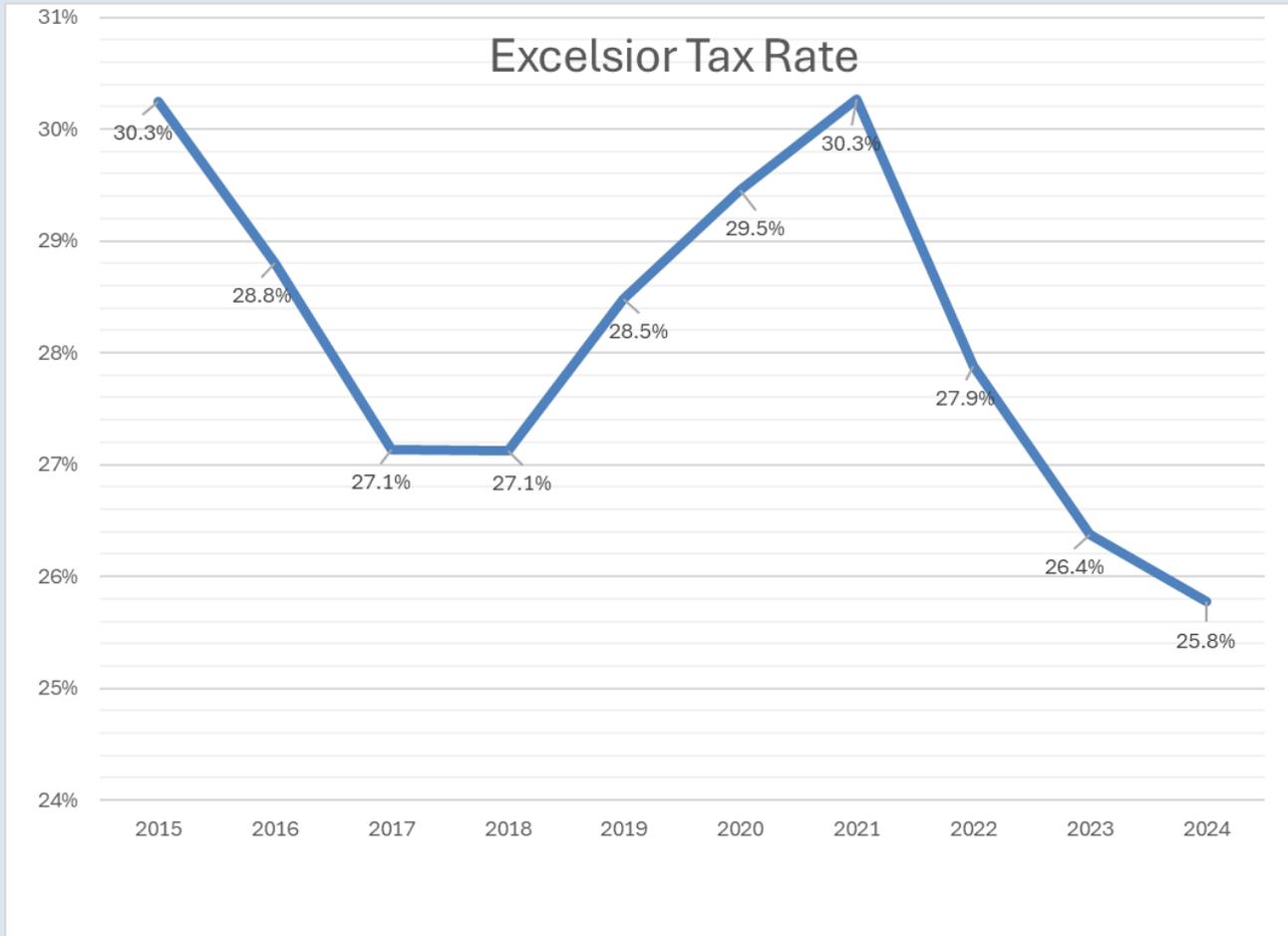


Estimated Market Value Trendline

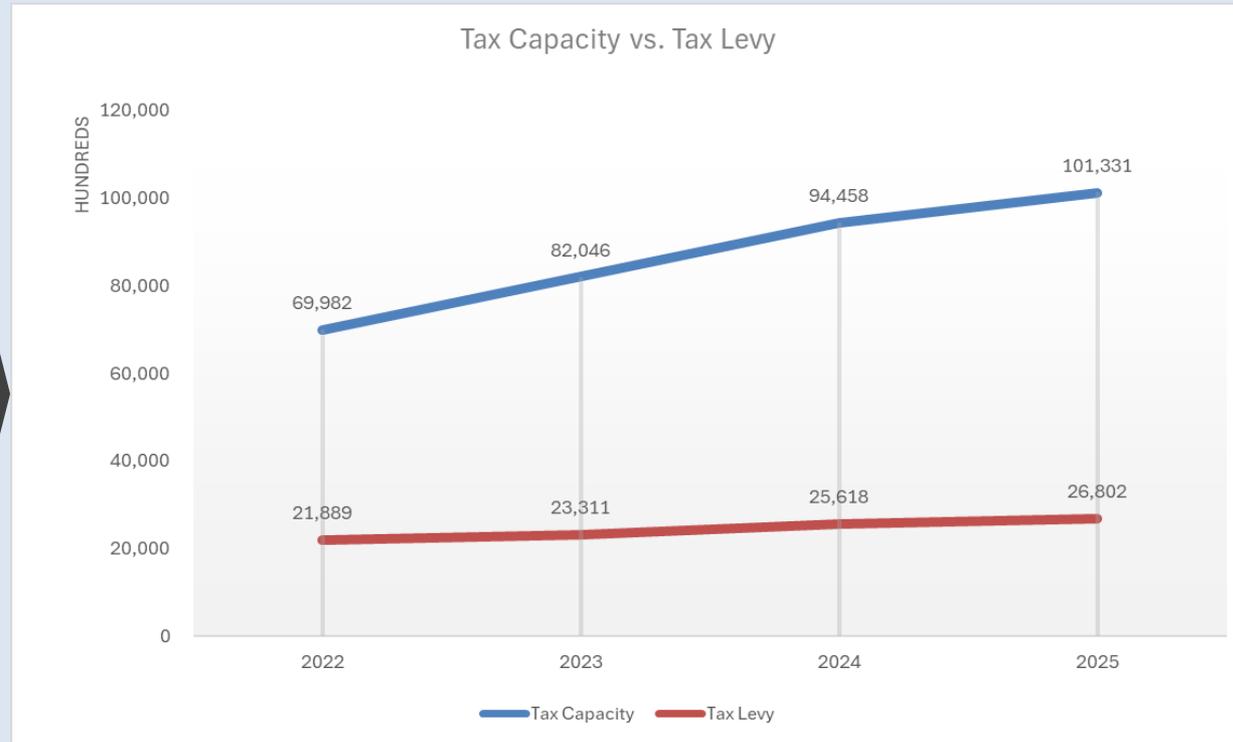


2024 Estimated Market Value Median Single Family Residential - \$739,600

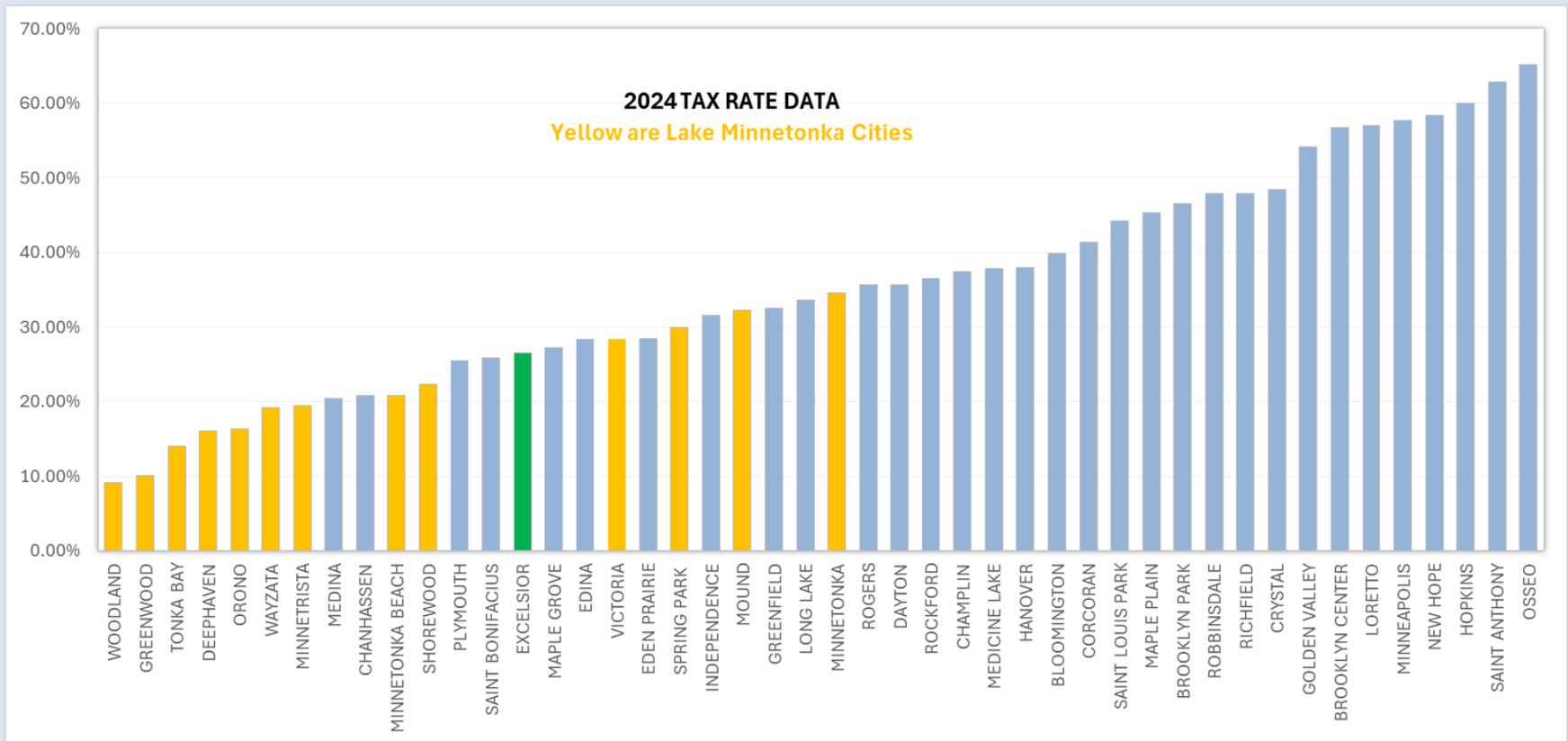
2015-2025 Tax Rate Percentages



Increase in
Tax
Capacity to
Increase in
City Tax
Levy



2024 Hennepin County Tax Rates

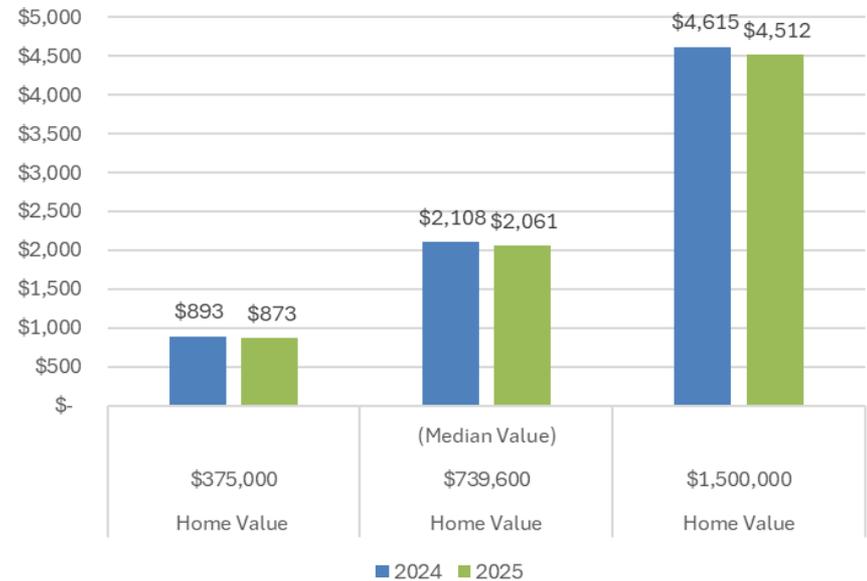


Residential Examples

(Home Value Stayed the Same)

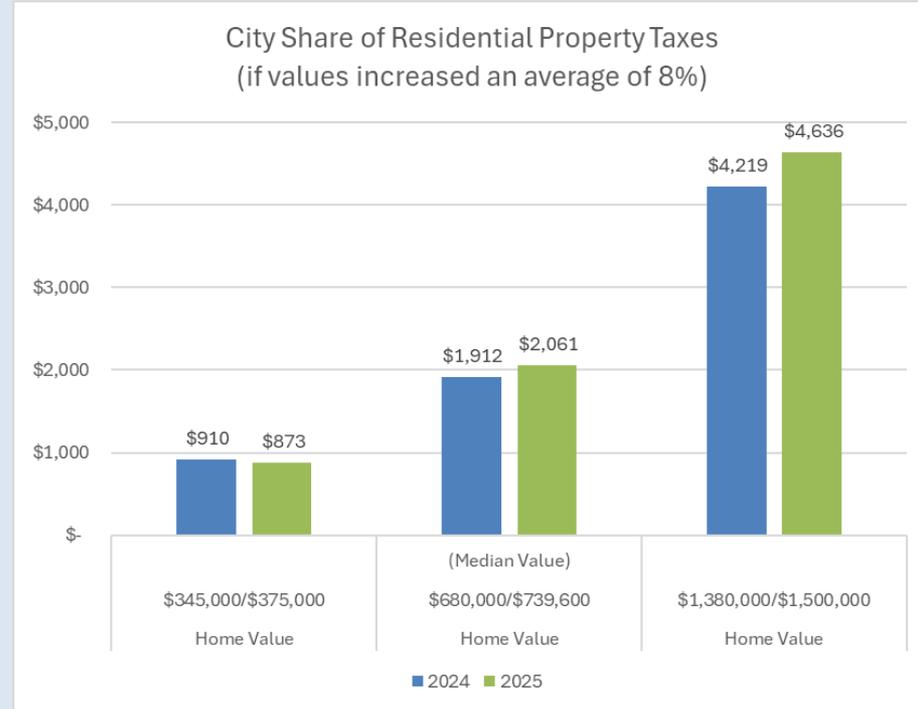


City Share of Residential Taxes
(if values stayed the same)



Residential Examples

(Home Value Increased 8%)



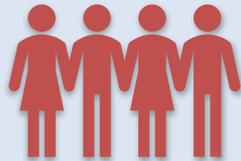
2025 Proposed Utility Rate Increases

UTILITY RATES

(assumes "average" residential water use of 15,000 gallons per quarter)

Water Rate Increase	\$ 0.00 per 1K gallons
Annual Change	\$ -
Water Base Increase	\$0.00 per quarter
Annual Change	\$ -
Sewer Rate Increase	\$0.35 per 1K gallons
Annual Change	\$ 20.74
Sewer Base Increase	\$1.28 per quarter
Annual Change	\$ 5.10
Surface Water Increase Medium	\$5.17 per quarter
Annual Change	\$ 20.68
Sum of Annual Utility Rate Increase	\$ 46.52
Monthly Impact on "average"	\$ 3.88
residential account	

Next Steps



City Council to Accept Public Input



Consideration of Resolutions

Setting the Final 2024 Levy for Payable 2025
Adopting the 2025 Budget
December 16, 2024

The Approved 2025 budget will be available on the City's website.

<http://www.excelsiormn.org>

Hard copies may be obtained at City Hall during regular business hours.

Excelsior City Hall
350 Highway 7, Suite 230
Excelsior, MN 55331



Any
questions or
comments?

- Contact Info:
- Jenny Palmer, Finance Director
- jpalmer@excelsiormn.org
- (952) 653-3677 (direct)

