



Truth in Taxation Hearing


2022 Proposed Property Tax Levy and
2022 Proposed General Fund Budget

12/7/2021

Gina Foschi, Director of Finance



Purpose of the Public Hearing

- Provides a summary of the General Fund budget
 - Explains the property tax implications of the budget
 - Allows for citizen comments
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2022 City Manager Requested Property Tax Levy - \$11,475,600

	Property Tax Levy		Diff	
	2022	2021	Amount	Percentage
City Manager Recommended	11,475,600	10,602,400	873,200	8.24%

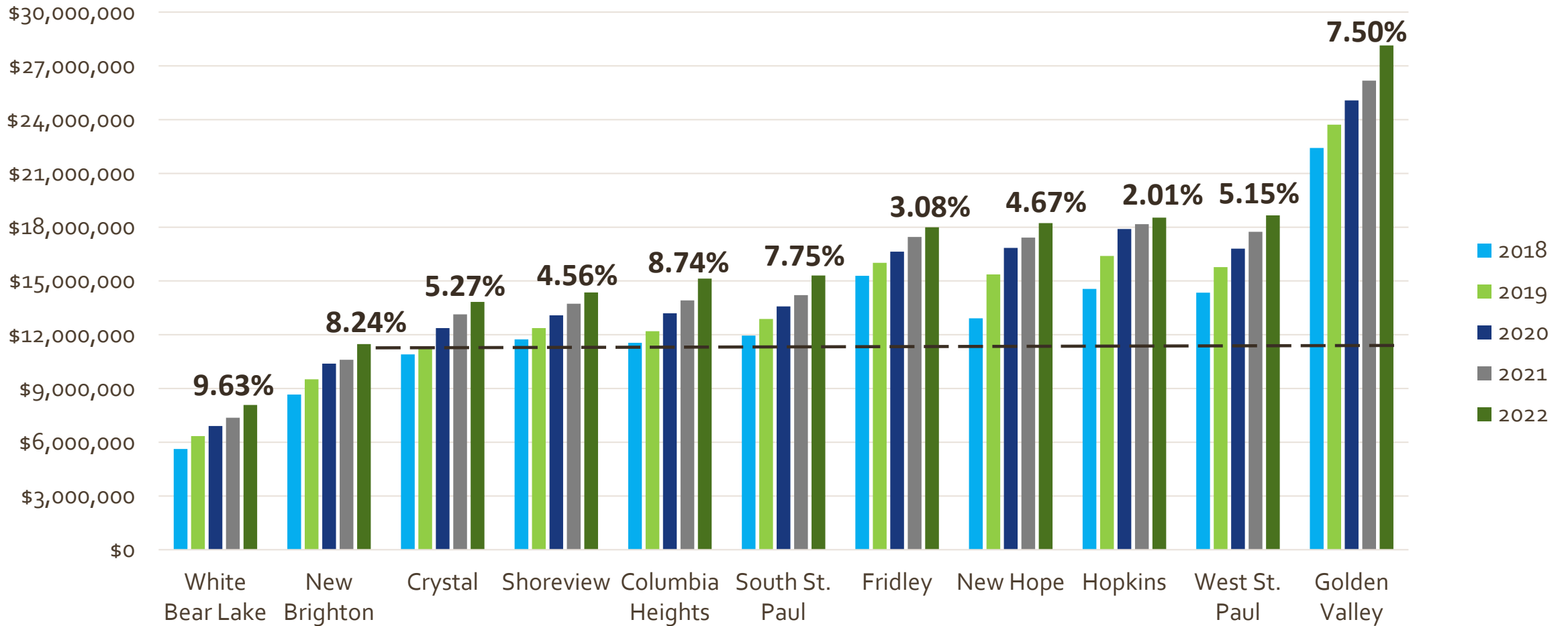
Existing Program Costs	\$ 55,200	0.52%	DEI Coordinator Position
	<u>185,400</u>	1.75%	Deferred 2021 Street Reconstruction Payment
	240,600		
New Initiatives	\$ 116,300	1.10%	1 New Sergeant Position
	<u>26,500</u>	0.25%	PW Technician
	142,800		
Employee Retention & Recruitment	\$ 345,200	3.26%	Employee Health Care, COLA, Elections staffing
Internal Service Funds	\$ 189,200	1.78%	Non-Fleet and Worker's Compensation allocations
Non-Property Tax Revenue Changes	\$ (142,900)	-1.35%	Increases to Charges for Service, Franchise Fees, etc.
Other	\$ 98,300	0.93%	Materials and Supplies, Professional Services, etc.
Total Difference	<u>\$ 873,200</u>	<u>8.24%</u>	

Benchmarking Revenue Collection Per Capita With Comparable Cities

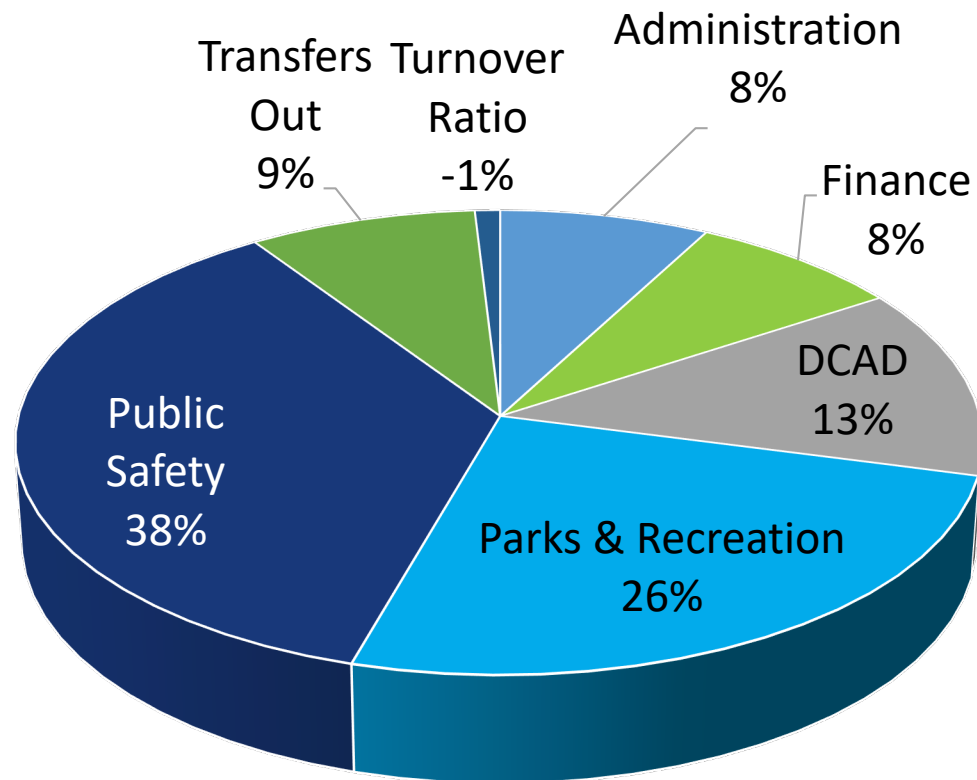
City	2020 Population Estimates	2022 Proposed Levy	2022 LGA	2020 Franchise Taxes	Total	Per Capita
Golden Valley	22,552	28,141,443	-	2,250,959	\$ 30,392,402	\$ 1,348
Hopkins	19,079	18,531,402	880,066	1,190,241	20,601,709	1,080
West St. Paul	20,615	18,657,430	1,520,585	1,148,230	21,326,245	1,035
South St. Paul	20,759	15,307,714	2,811,341	1,203,096	19,322,151	931
New Hope	21,986	18,231,011	866,708	958,162	20,055,881	912
Columbia Heights	21,973	15,129,834	1,902,817	174,592	17,207,243	783
Fridley	29,590	17,991,641	1,835,592	257,032	20,084,265	679
Crystal	23,330	13,829,480	1,512,734	-	15,342,214	658
Shoreview	26,921	14,356,707	-	1,248,483	15,605,190	580
<i>New Brighton - 2022</i>	<i>23,454</i>	<i>11,475,600</i>	<i>755,071</i>	<i>1,270,000</i>	<i>13,500,671</i>	<i>576</i>
White Bear Lake	24,833	8,080,000	1,333,615	294,079	9,707,694	391

*Includes EDA, HRA, and Voter Referendum Levies

New Brighton's Proposed 2022 Levy versus Comparable Cities' Proposed 2022 Levies

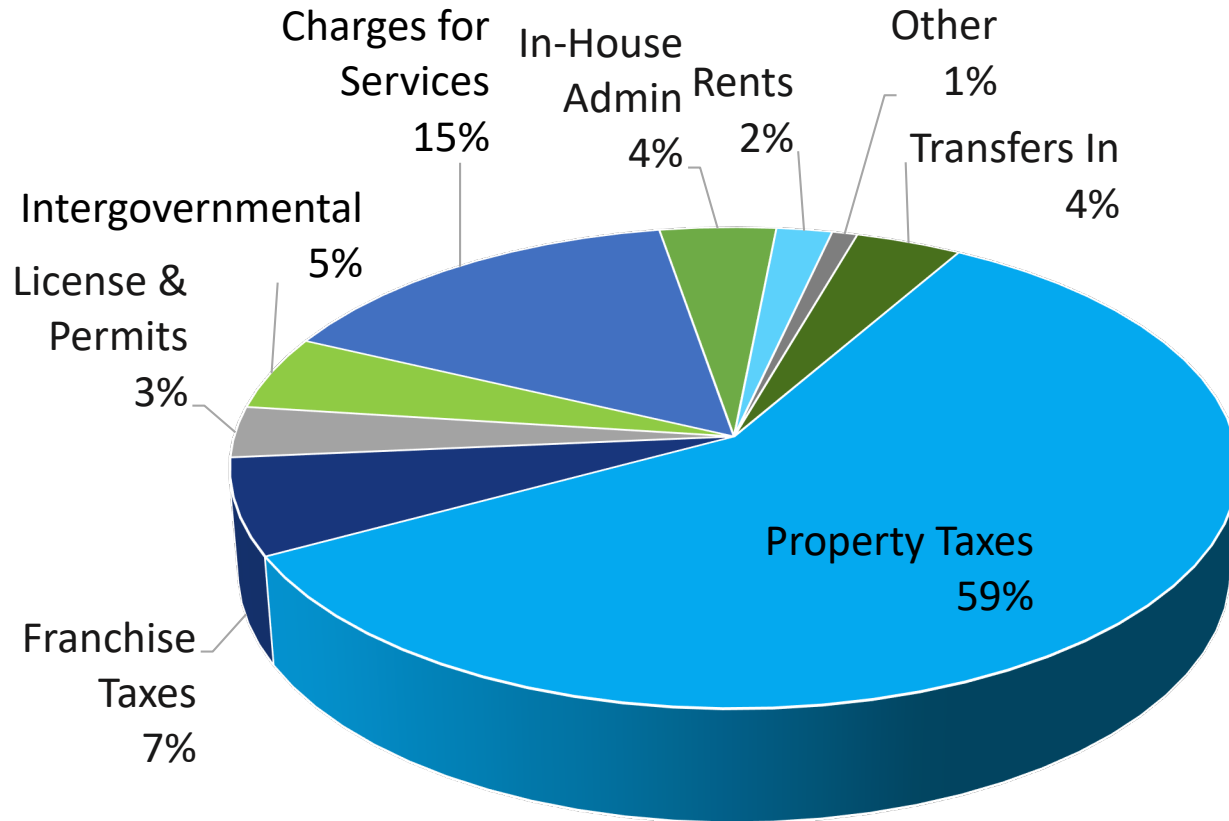


2022 Proposed General Fund Departmental Expenditure Budgets



Department	2022 Budgeted Expenditures	Difference from Adopted 2021
Administration	\$ 1,552,100	\$ 210,700
Finance	1,588,500	69,400
Department of Community Assets and Development	2,647,500	65,400
Parks and Recreation	5,044,100	259,600
Public Safety	7,195,400	293,100
Transfers Out	1,686,100	185,400
Turnover Ratio	(186,900)	(8,700)
TOTAL	\$ 19,526,800	\$ 1,074,900

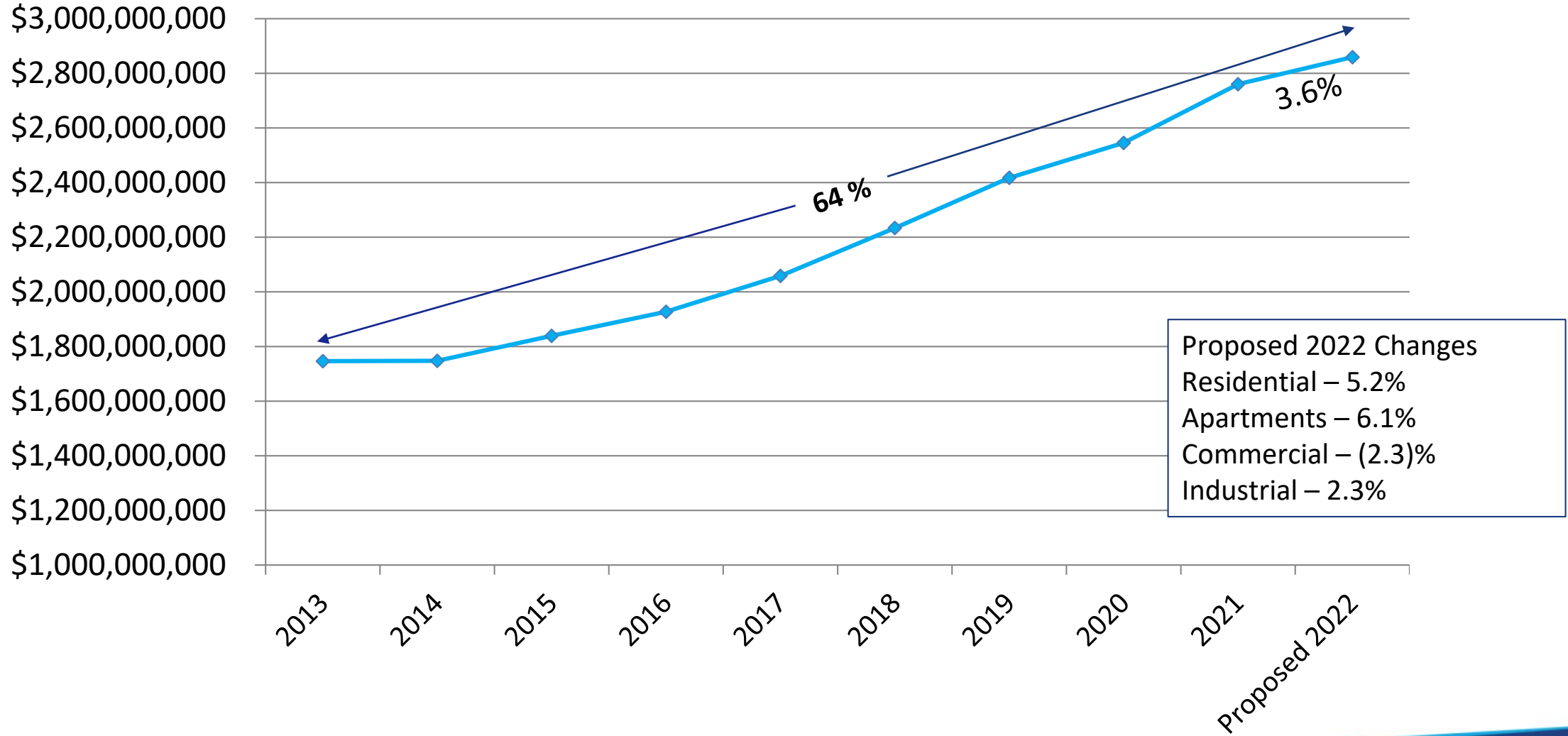
2022 Proposed General Fund Revenue Budget



Account Classification	2022 Budgeted Revenue	Difference from Adopted 2021
Property Taxes	\$ 11,475,600	\$ 873,200
Franchise Taxes	1,270,000	28,300
License & Permits	668,000	13,400
Intergovernmental	973,500	56,000
Charges for Services	2,985,900	71,500
In-House Admin	825,400	(23,100)
Rents	395,400	(16,600)
Miscellaneous	180,000	5,000
Transfers In	753,000	67,200
TOTAL	\$ 19,526,800	\$ 1,074,900

Total Estimated Market Value

with Proposed 2022 Estimated Market Value

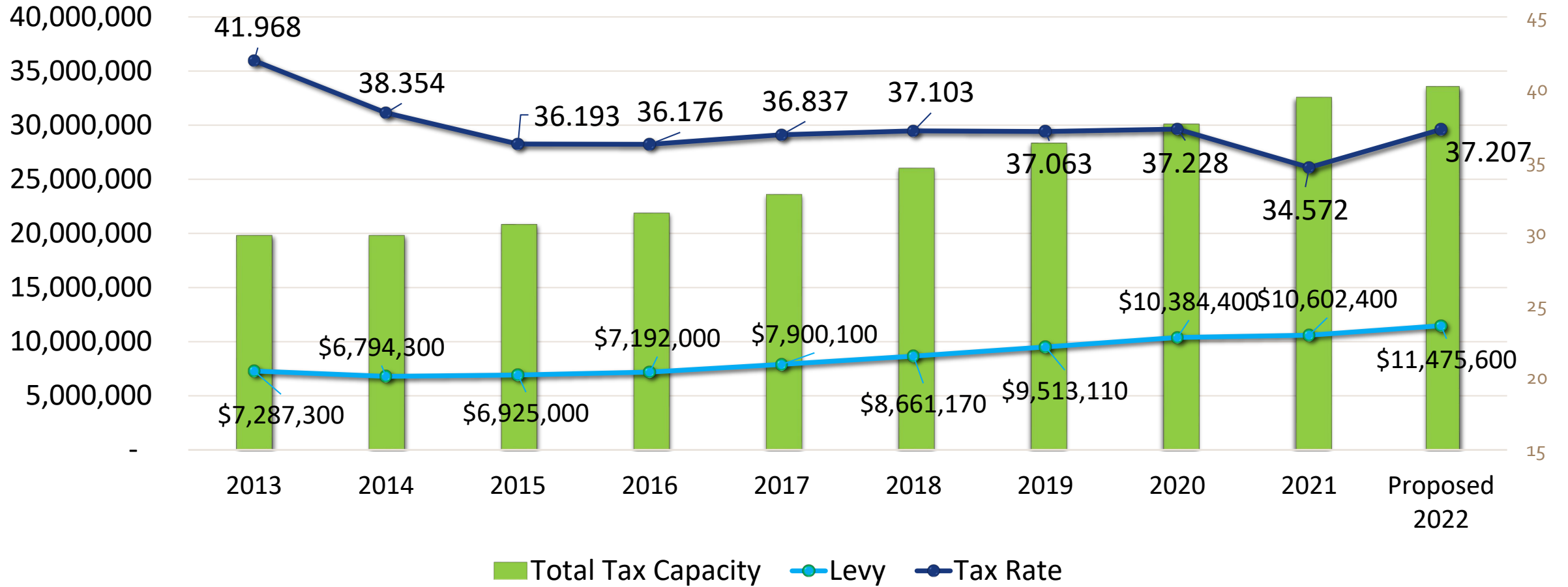


Proposed 2022 City Taxes on a Median Single-Family Home

	Final 2020	Final 2021	Proposed 2022	
Total Tax Capacity	30,099,680	32,566,901	33,559,475	
Captured Tax Increment Tax Capacity	(2,667,829)	(2,884,164)	(3,049,287)	
Fiscal Disp Contribution	(3,362,873)	(3,350,497)	(3,744,545)	
Value for Local Rate (Taxable Net Tax Capacity)	24,068,978	26,332,240	26,765,643	[A]
City Tax Levy	10,384,400	10,602,400	11,475,600	8.24% increase in levy
Fiscal Disparities Distribution	(1,423,915)	(1,498,946)	(1,517,017)	
Net City Tax Levy	8,960,485	9,103,454	9,958,583	[B]
Calculated City Tax Rate	37.228%	34.572%	37.207%	[C = B / A]
City Median Estimated Value of Single-Family Home	280,650	299,300	315,700	5.48% increase in home value
Homestead Exclusion	(11,982)	(10,303)	(8,827)	
Taxable Marked Value	268,669	288,997	306,873	
Class Rate	1%	1%	1%	
Net Tax Capacity	2,687	2,890	3,069	[D]
Annual Estimated Tax	\$ 1,000	\$ 999	\$ 1,142	[C*D]
Change from Prior Year			\$ 143	
Monthly Change			\$ 12	

Interactive Tax Calculation Worksheet can be found on Ramsey County's website by selecting the "Homestead vs. Non-Homestead" Excel link.
<https://www.ramseycounty.us/residents/property-home/taxes-values/tax-calculators-rates>

Tax Capacity, Levies, and Tax Rates



Proposed Tax Impact-Residential

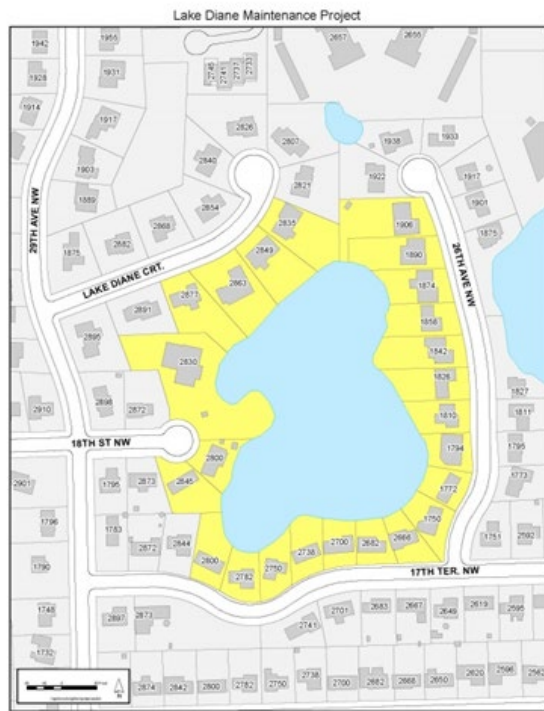
2021 Home Value	5.5% Market Value Increase	City Estimated Tax 2022	City Tax 2021	Due to Change in Value	Due to change in tax rate
\$ 204,400	\$ 215,700	\$ 736	\$ 642	\$ 45	\$ 49
\$ 299,300	\$ 315,700	\$ 1,142	\$ 999	\$ 67	\$ 76
\$ 394,000	\$ 415,700	\$ 1,547	\$ 1,356	\$ 88	\$ 103

Proposed Tax Impact-Apartments

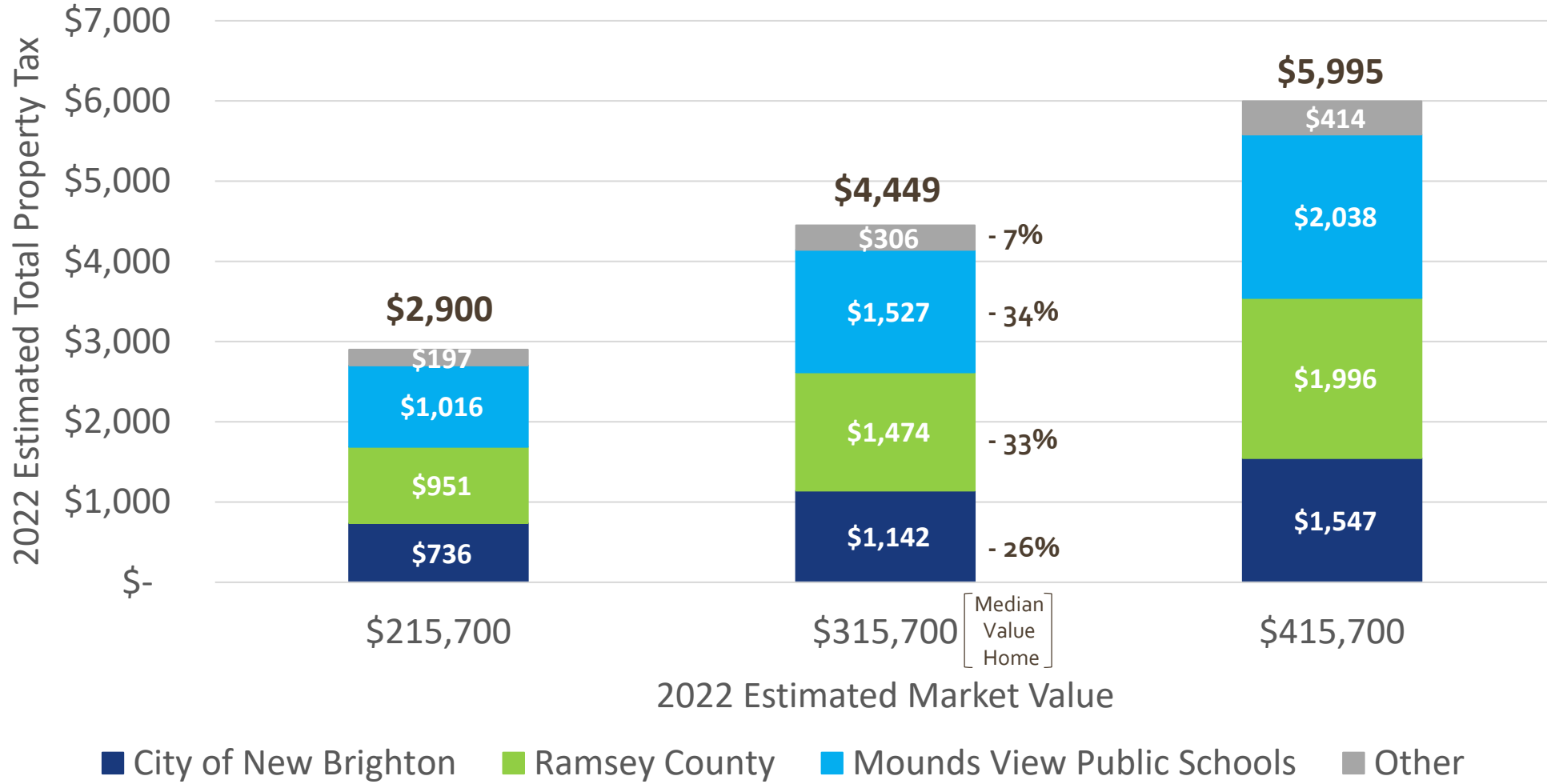
	2021 Apt Value	6.1% Market Value Increase	City Estimated Tax 2022	City Tax 2021	Due to Change in Value	Due to change in tax rate
Market Rate	\$ 23,808,000	\$ 25,260,300	\$ 117,483	\$ 102,886	\$ 6,755	\$ 7,842
Low Income	\$ 7,651,700	\$ 8,118,500	\$ 22,655	\$ 19,840	\$ 1,303	\$ 1,512
Mrkt Rate 11 Plex	\$ 770,000	\$ 817,000	\$ 3,800	\$ 3,327	\$ 219	\$ 254

Storm Sewer Improvement Taxing District

- Requested by property owners surrounding Lake Diane and Bicentennial Pond
- Lake Diane – 2022 proposed \$3,750
- Bicentennial Pond – 2022 proposed \$2,100



Estimated Total Property Tax Bill



2022 Property Tax Levy and Budget Timeline

2022 Budget Requests Prepared by Staff	May – July 2021
2022 Budget Proposal to Council	August 10, 2021
2022 – 2031 Capital Improvement Plan (CIP) Presented to Council	September 7, 2021
Adoption of the 2022 Preliminary Property Tax Levy	September 14, 2021
2022-2041 Utility Rate Analysis Presented to Council	November 9, 2021
2022 Proposed Property Tax Notices Received by Property Owners	November 15-19, 2021
2022 Truth in Taxation Public Hearing	December 7, 2021
Adoption of: <ul style="list-style-type: none">• Final 2022 Property Tax Levy• Final 2022 Budgets• 2022-2030 CIP• 2022 Tax Levy for Lake Diane and Bicentennial Pond Storm Sewer Taxing Districts• Final 2022 Utility Rates and Charges	December 14, 2021



Staff recommends Council open the Public Hearing for comment.

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