

2013 TNT Hearing

Budget Presentation and Citizen Input Meeting

December 3, 2012

Welcome to the 2013 Budget Presentation and Input Meeting

This presentation is for the property taxes payable in 2013, and allows the opportunity for the citizens of Jordan to provide input on their property taxes from the City of Jordan.

- After a short budget and levy presentation by the staff , the public is invited to speak concerning the 2013 budget and levy.
 - When addressing the City Council please step forward to the podium
 - Start by stating your name and address
 - After the Mayor has recognized you, please proceed with your comments
- Please note that if you are present to discuss your property tax valuation, this is not the correct meeting for that issue.
 - Your property tax value is set by the Scott County Assessor. The meeting you need to attend is called the Annual Equalization Hearing. This is done in the spring each year at a Scott County Board meeting with the County Assessor present to discuss any property's taxable value. Please contact the City staff and they will assist you in contacting the County Assessor's office.

RESOLUTION NO. 12-48-2012
APPROVING 2012 FINAL TAX LEVY, COLLECTABLE IN 2013

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF JORDAN: that the following sums of money are levied for the current year, collectable in 2013, upon the taxable property in the City of Jordan, for the following purposes:

| | |
|---------------|-------------------|
| General Fund | \$2,156,388 |
| Special Levy | |
| COPS Grant | \$ 41,500 |
| Tax Abatement | \$ 11,352 |
| Debt Service | <u>\$ 891,627</u> |
| TOTAL | \$3,100,867 |

WHEREAS, This levy will provide for a General Fund Budget effective January 1, 2013.

WHEREAS, the City of Jordan has numerous general obligation bond issues outstanding; and

WHEREAS, these general obligation bonds are most often to be paid through a combination of property tax levies, utility revenues, assessment revenue or current debt service fund balance; and

WHEREAS, the City of Jordan is required to certify to Scott County when the government unit is not levying the full debt service payment for general obligation bonds; and

NOW THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF JORDAN: that the general obligation bond funds for the 2012A Refunding, 2012 B Library Note, 2011A Refunding, 2008A, 2008B, 2008 Refunding, 2004B, 2004A do have sufficient funds either through dedicated utility transfers or fund balances to cover the required debt service payments.

Adopted this 3rd day of December 2012 by the City Council of the City of Jordan.

Expenditure Summary GF 2013

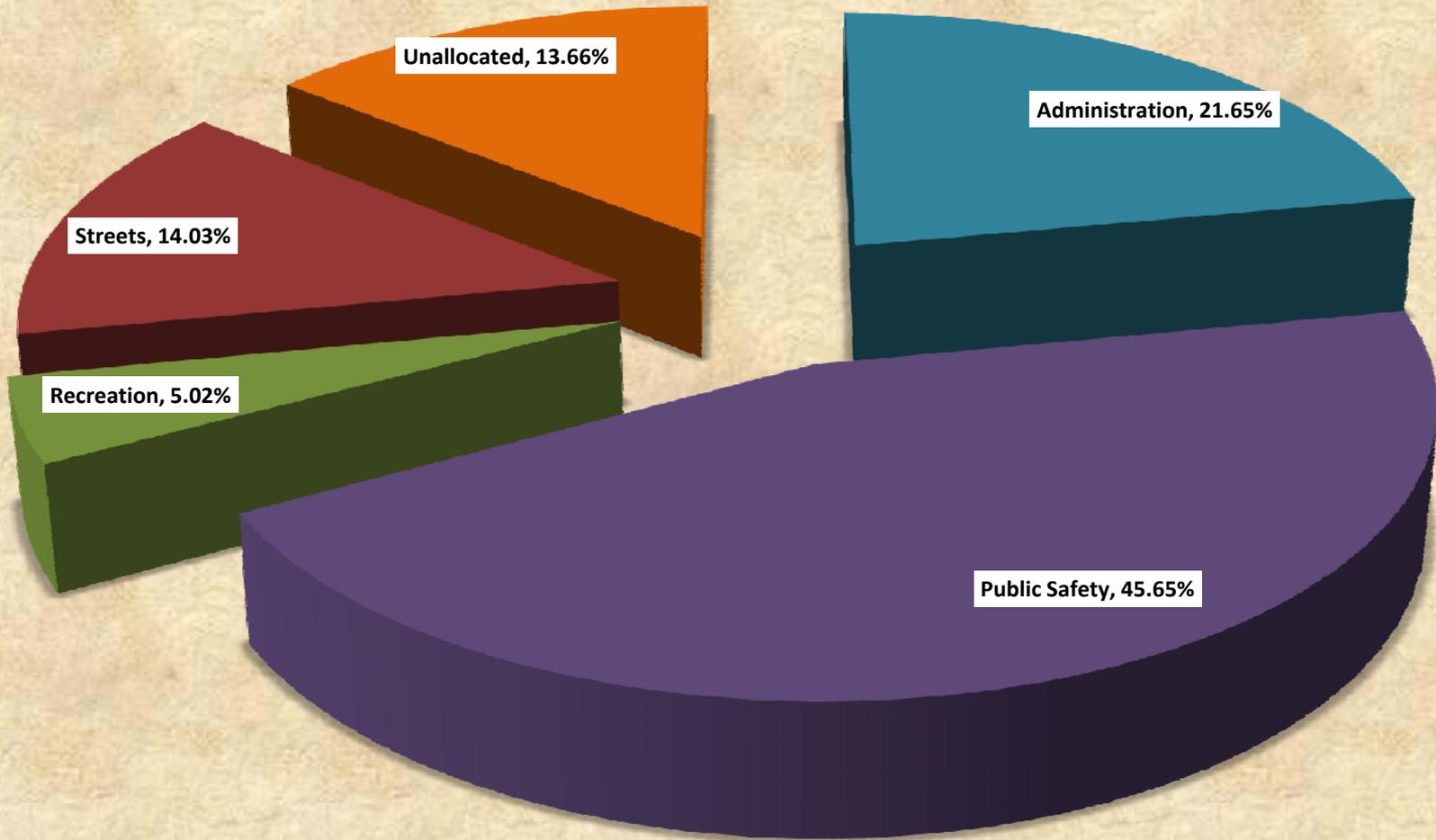
| | Department | Personnel Services | Supplies | Other Charges and Services | Capital Outlay | Debt Svcs & Transfers | 2013 Budget |
|-------|------------------------|--------------------|---------------|----------------------------|----------------|-----------------------|-----------------|
| 41110 | Mayor-Council | \$ 29,270.00 | \$ 350.00 | \$ 23,850.00 | \$ - | \$ - | \$ 53,470.00 |
| 41320 | Clerk-Administrator | \$ 80,060.00 | \$ 2,350.00 | \$ 11,600.00 | \$ - | \$ - | \$ 94,010.00 |
| 41410 | Elections | \$ 0 | \$ 0 | \$ 0 | \$ - | \$ - | |
| 41500 | Finance | \$ 41,100.00 | \$ 1,700.00 | \$ 58,525.00 | \$ - | \$ - | \$ 101,325.00 |
| 41600 | Legal | \$ - | \$ - | \$ 138,000.00 | \$ - | \$ - | \$ 138,000.00 |
| 41700 | Deputy Registrar | \$ 87,585.00 | \$ 650.00 | \$ 2,750.00 | \$ - | \$ - | \$ 90,985.00 |
| 41910 | Planning and Zoning | \$ 95,805.00 | \$ 775.00 | \$ 59,525.00 | \$ - | \$ - | \$ 156,105.00 |
| 41940 | Buildings and Plant | \$ - | \$ 1,950.00 | \$ 29,500.00 | \$ 9,000.00 | \$ - | \$ 40,450.00 |
| 42100 | Police | \$ 867,448.00 | \$ 49,200.00 | \$ 50,000.00 | \$ 38,000.00 | \$ - | \$ 1,004,648.00 |
| 42200 | Fire | \$ 134,276.00 | \$ 35,500.00 | \$ 87,266.00 | \$ - | \$ 95,431.00 | \$ 352,473.00 |
| 42400 | Inspections | \$ - | \$ 200.00 | \$ 43,500.00 | \$ - | \$ - | \$ 43,700.00 |
| 42500 | Emergency Preparedness | \$ - | \$ - | \$ 9,000.00 | \$ - | \$ - | \$ 9,000.00 |
| 42700 | Animal Control | \$ - | \$ 150.00 | \$ 12,000.00 | \$ - | \$ - | \$ 12,150.00 |
| 43100 | Street Maintenance | \$ 176,470.00 | \$ 75,000.00 | \$ 141,200.00 | \$ 5,000.00 | \$ - | \$ 436,934.00 |
| 45120 | Park Maintenance | \$ 49,122.00 | \$ 25,000.00 | \$ 38,700.00 | \$ 0,000.00 | \$ - | \$ 122,822.00 |
| 45200 | Recreation | \$ - | \$ - | \$ 22,829.00 | \$ - | \$ - | \$ 22,829.00 |
| 45500 | Library | \$ - | \$ 300.00 | \$ 10,400.00 | \$ - | \$ - | \$ 10,700.00 |
| 49200 | Unallocated | \$ - | \$ 9,100.00 | \$ 148,137.00 | \$ 6,852.00 | \$ 251,500.00 | \$ 425,589.00 |
| | Total | \$ 1,565,400.00 | \$ 202,225.00 | \$ 891,782.00 | \$ 08,852.00 | \$ 346,931.00 | \$ 3,115,190.00 |

Percent Change 1.69%

\$ 51,756.00

| | Department | Personnel Services | Supplies | Other Charges and Services | Capital Outlay | Debt Svcs & Transfers | 2013 Budget |
|-------|---------------------|--------------------|---------------|----------------------------|----------------|-----------------------|-----------------|
| | | | | | | \$ | |
| 49440 | Water Utility | \$ 289,156.00 | \$ 107,450.00 | \$ 531,059.00 | \$ 17,500.00 | 929,973.00 | \$ 1,875,139.00 |
| 49490 | Sewer Utility | \$ 303,439.00 | \$ 154,250.00 | \$ 574,463.00 | \$ 22,500.00 | \$ 548,333.00 | \$ 1,602,985.00 |
| 49540 | Storm Sewer Utility | \$ - | \$ - | \$ 146,196.00 | \$ - | \$ 242,700.00 | \$ 388,895.00 |
| | Total | \$ 592,595.00 | \$ 261,700.00 | \$ 1,251,718.00 | \$ 40,000.00 | \$ 1,721,006.00 | \$ 3,867,019.00 |

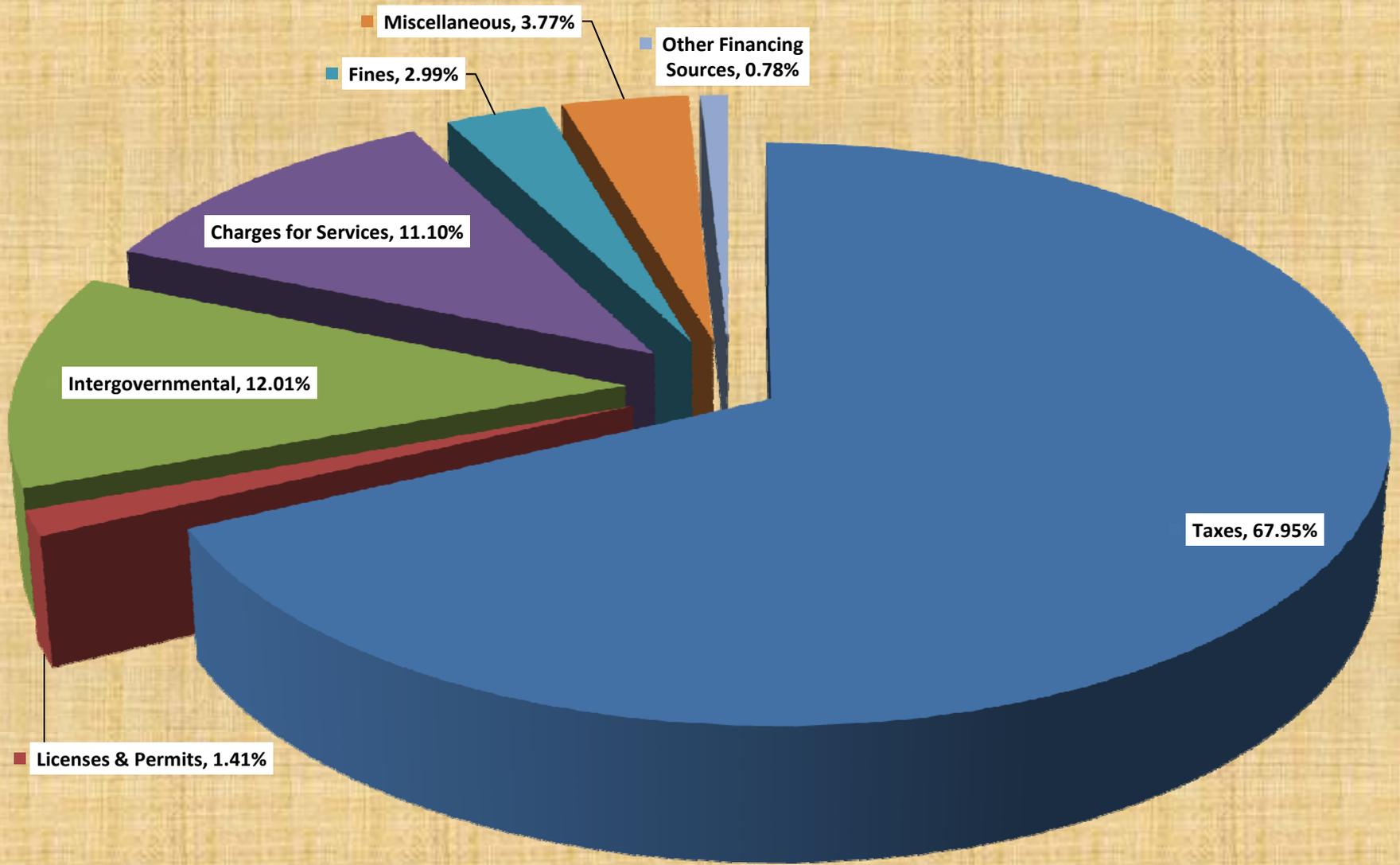
General Fund 2013 Expenditure Budget



Revenue Summary GF 2013

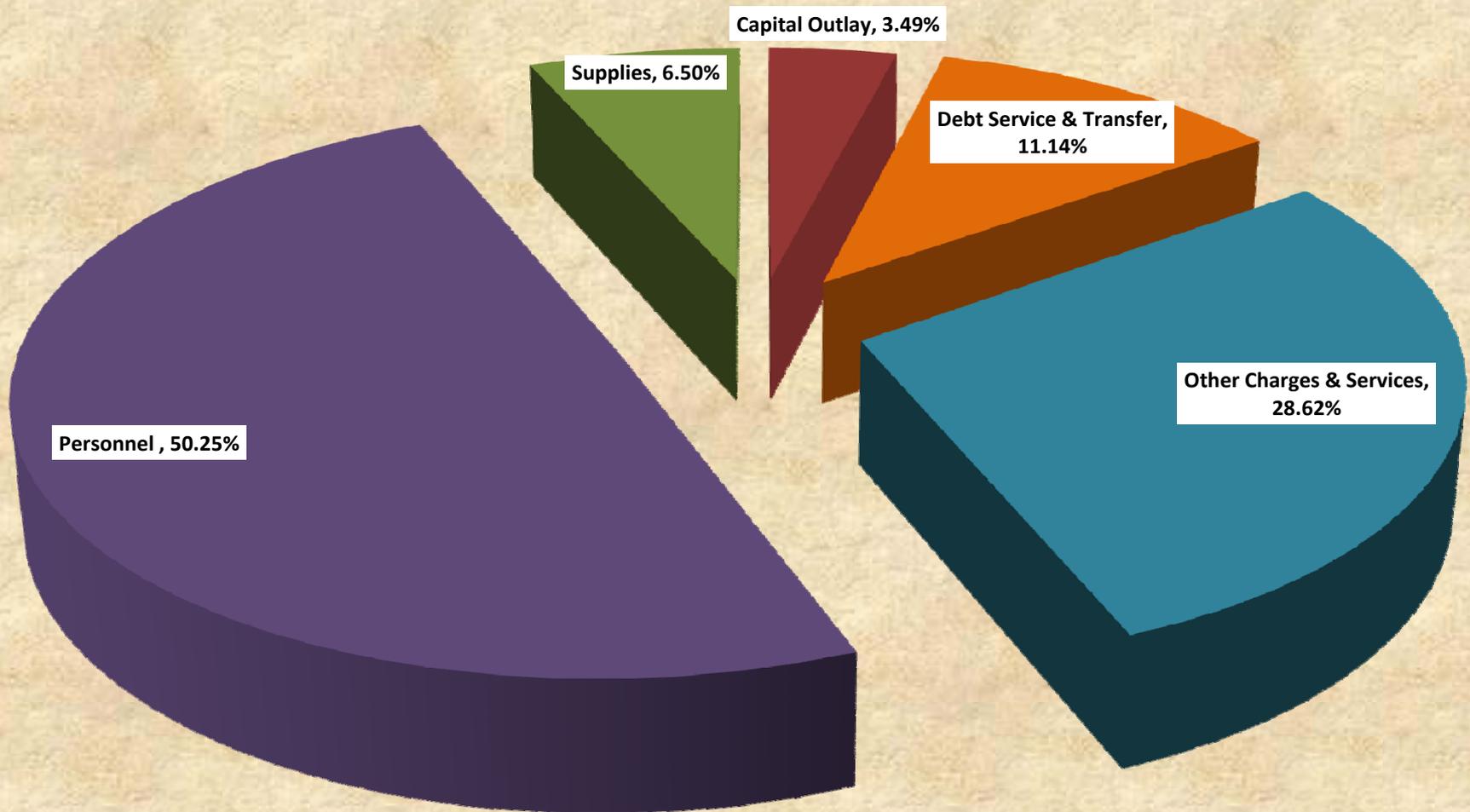
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| | 2008 Budget | 2009 Budget | 2010 Budget | 2011 Budget | 2012 Budget | 2013 Budget |
|--|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ |
| Taxes | 1,881,582.00 | 1,635,970.00 | \$ 1,875,374.00 | 1,948,377.00 | \$ 1,960,680.00 | 2,116,760.00 |
| Licenses and Permits | | | | | | |
| Licenses | \$ 20,450.00 | \$ 22,950.00 | \$ 21,550.00 | \$ 20,050.00 | \$ 21,550.00 | \$ 20,050.00 |
| Permits | \$ 233,500.00 | \$ 106,400.00 | \$ 14,450.00 | \$ 14,250.00 | \$ 14,498.00 | \$ 23,752.00 |
| Total Licenses and Permits | \$ 253,950.00 | \$ 129,350.00 | \$ 36,000.00 | \$ 34,300.00 | \$ 36,048.00 | \$ 43,802.00 |
| Intergovernmental Revenue | | | | | | |
| Federal | \$ 34,000.00 | \$ 41,500.00 | \$ 41,500.00 | \$ 41,500.00 | \$ 41,500.00 | \$ 41,500.00 |
| State | \$ 216,762.00 | \$ 239,171.00 | \$ - | \$ - | \$ - | \$ - |
| County | | | | | | |
| Other | \$ 321,696.00 | \$ 357,696.00 | \$ 326,696.00 | \$ 323,196.00 | \$ 325,336.00 | \$ 332,499.00 |
| Total Intergovernmental Revenue | \$ 572,458.00 | \$ 638,367.00 | \$ 368,196.00 | \$ 364,696.00 | \$ 366,836.00 | \$ 373,999.00 |
| Charges for Services | | | | | | |
| | \$ 355,179.00 | \$ 335,279.00 | \$ 336,991.50 | \$ 335,314.25 | \$ 345,515.00 | \$ 345,877.00 |
| Fines and Forfeits | | | | | | |
| | \$ 105,000.00 | \$ 65,000.00 | \$ 65,000.00 | \$ 60,000.00 | \$ 67,000.00 | \$ 93,000.00 |
| Miscellaneous Revenue | | | | | | |
| | \$ 164,600.00 | \$ 119,400.00 | \$ 99,992.50 | \$ 132,900.00 | \$ 129,900.00 | \$ 117,400.00 |
| Other Financing Sources | | | | | | |
| | \$ 382,600.00 | \$ 180,074.00 | \$ 253,596.00 | \$ 157,225.01 | \$ 157,455.00 | \$ 24,352.00 |
| Total Revenue and | \$ 3,715,369.00 | \$ 3,103,440.00 | \$ 3,035,150.00 | \$ 3,032,812.26 | \$ 3,063,434.00 | \$ 3,115,190.00 |
| Financing Sources | | | | \$ (2,337.74) | \$ 30,621.74 | \$ 51,756.00 |
| Percent Increase From Previous | #REF! | -16.47% | -2.20% | -0.08% | 1.01% | 1.69% |

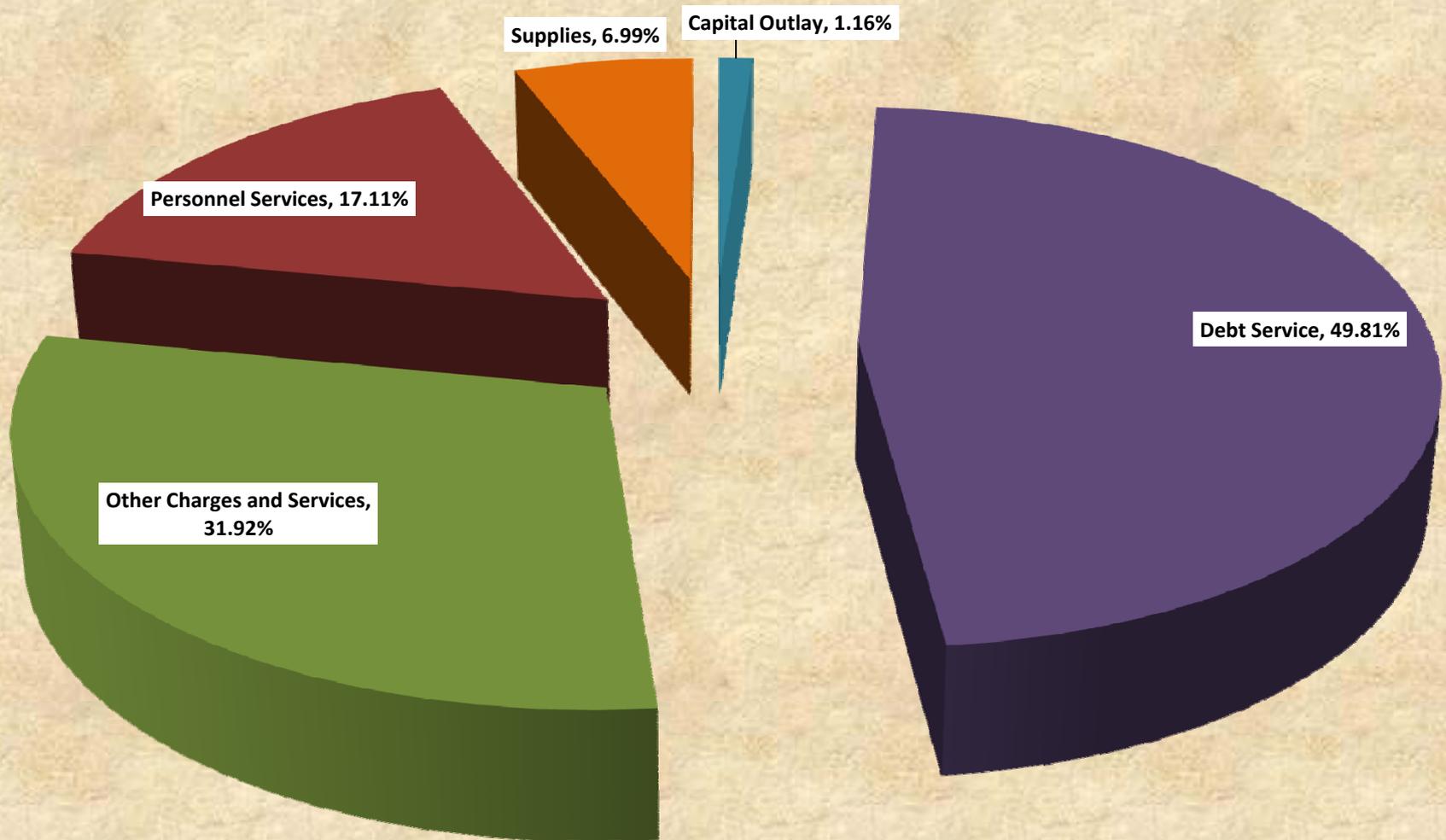


General Fund Revenues 2013

2013 Gen Fund Expenditures by Use



Water/Sewer Service Expenditures 2013



WHAT IF TAX COMPARISON PAY 2012 vs Pay 2013 - Jordan City

| FISCAL YEAR 2012 | | | | MARKET VALUE TAX | |
|------------------|----------------------|----------------|-----------------------------|------------------|-------------------------|
| 3,973,045 | TAX CAPACITY | \$ 3,100,867 | FINAL CERTIFIED LEVY | \$ 346,783,000 | Taxable Market Value |
| (55,479) | TIF (-) | \$ (578,477) | FISCAL DISPARITY (-) | \$ 371,589,600 | Referendum Market Value |
| (411,242) | FISCAL DISPARITY (-) | \$ 2,522,390 | TAX LEVY OR SPREAD LEVY | \$ - | CERTIFIED LEVY |
| 3,506,324 | NET TAX CAPACITY | | | | |
| | Tax Rate | 71.938% | | 0.00000% | Tax Rate |

| FISCAL YEAR 2013 | | | | MARKET VALUE TAX | |
|------------------|----------------------|----------------|-------------------------|------------------|-------------------------|
| 3,810,100 | Gross Tax Capacity | \$ 3,100,867 | PROPOSED LEVY | \$ 329,730,100 | Taxable Market Value |
| (91,434) | TIF (-) | \$ (732,034) | FISCAL DISPARITY (-) | \$ 355,527,200 | Referendum Market Value |
| (407,584) | FISCAL DISPARITY (-) | \$ 2,368,833 | TAX LEVY OR SPREAD LEVY | \$ - | PROPOSED LEVY |
| 3,311,082 | NET TAX CAPACITY | | | | |
| | Tax Rate | 71.543% | | 0.00000% | Tax Rate |

RESIDENTIAL IMPACTS

| | % EMV Value Range | # of affected Properties | % of Total | Avg Market Value 2012 | Avg Market Value 2013 | Value Exclusion 2013 | Value Exclusion 2013 | Taxable Market Value 2012 | Taxable Market Value 2013 | Taxable % Change 12 vs 13 | Net Payable | MV Tax Payable | Net Payable | Net Payable | MV Tax Payable | Net Payable | Net | 2012 | 2013 | 2013 | 2013 | |
|--------|-------------------|--------------------------|------------|-----------------------|-----------------------|----------------------|----------------------|---------------------------|---------------------------|---------------------------|-------------|----------------|-------------|-------------|----------------|-------------|-------------|--------|------------|------------|----------------|-------|
| | | | | | | | | | | | 2012 | 2012 | 2012 | 2013 | 2013 | 2013 | 2013 | 2012 | 2013 | Average | Value % Change | |
| Jordan | +15.01+% | 7 | 0% | \$ 191,600 | \$ 220,340 | \$ 19,996 | \$ 17,409 | \$ 171,604 | \$ 202,931 | 18.26% | 1,234.49 | \$ - | 1,234.49 | \$ 1,451.82 | \$ - | \$ 1,451.82 | \$ 217.33 | 17.6% | \$ 184,200 | \$ 172,300 | \$ 179,500 | -6.5% |
| | +10.01-15.00% | 47 | 3% | \$ 191,600 | \$ 215,550 | \$ 19,996 | \$ 17,841 | \$ 171,604 | \$ 197,710 | 15.21% | 1,234.49 | \$ - | 1,234.49 | \$ 1,414.46 | \$ - | \$ 1,414.46 | \$ 179.97 | 14.6% | | | | |
| | +5.01-10.00% | 25 | 2% | \$ 191,600 | \$ 205,970 | \$ 19,996 | \$ 18,703 | \$ 171,604 | \$ 187,267 | 9.13% | 1,234.49 | \$ - | 1,234.49 | \$ 1,339.76 | \$ - | \$ 1,339.76 | \$ 105.27 | 8.5% | | | | |
| | +0.01-5.00% | 40 | 3% | \$ 191,600 | \$ 196,390 | \$ 19,996 | \$ 19,565 | \$ 171,604 | \$ 176,825 | 3.04% | 1,234.49 | \$ - | 1,234.49 | \$ 1,265.05 | \$ - | \$ 1,265.05 | \$ 30.56 | 2.5% | | | | |
| | No Change | 7 | 0% | \$ 191,600 | \$ 191,600 | \$ 19,996 | \$ 19,996 | \$ 171,604 | \$ 171,604 | 0.00% | 1,234.49 | \$ - | 1,234.49 | \$ 1,227.70 | \$ - | \$ 1,227.70 | \$ (6.79) | -0.6% | | | | |
| | -0.01-5.00% | 519 | 34% | \$ 191,600 | \$ 186,810 | \$ 19,996 | \$ 20,427 | \$ 171,604 | \$ 166,383 | 3.04% | 1,234.49 | \$ - | 1,234.49 | \$ 1,190.35 | \$ - | \$ 1,190.35 | \$ (44.14) | -3.6% | | | | |
| | -5.01 - 10.00% | 538 | 36% | \$ 191,600 | \$ 177,230 | \$ 19,996 | \$ 21,289 | \$ 171,604 | \$ 155,941 | 9.13% | 1,234.49 | \$ - | 1,234.49 | \$ 1,115.64 | \$ - | \$ 1,115.64 | \$ (118.85) | -9.6% | | | | |
| | -10.00 - 15.00% | 248 | 16% | \$ 191,600 | \$ 167,650 | \$ 19,996 | \$ 22,152 | \$ 171,604 | \$ 145,499 | 15.21% | 1,234.49 | \$ - | 1,234.49 | \$ 1,040.93 | \$ - | \$ 1,040.93 | \$ (193.56) | -15.7% | | | | |
| | -15.01% + | 84 | 6% | \$ 191,600 | \$ 162,860 | \$ 19,996 | \$ 22,583 | \$ 171,604 | \$ 140,277 | 18.26% | 1,234.49 | \$ - | 1,234.49 | \$ 1,003.58 | \$ - | \$ 1,003.58 | \$ (230.91) | -18.7% | | | | |
| | | 1,515 | 100% | | | | | | | | | | | | | | | | | | | |

1,396 Will see a reduction in their City taxes
92.15% of Jordan taxes

40 will see an increase of
2.64% \$30.56/year or less

119 Will see an increase in their City taxes
7.85% of Jordan taxes

2013 Proposed Tax Rates for Scott County Cities

| | 2013 Tax Rate |
|-----------------|--------------------------|
| Belle Plaine | 92.819 |
| New Prague | 74.500 |
| Jordan | 71.543 |
| Savage | 55.387 |
| Elko New Market | 48.935 |
| Shakopee | 42.052 |
| Prior Lake | 34.732 |

Proposed Percent Levy Increase for 2013

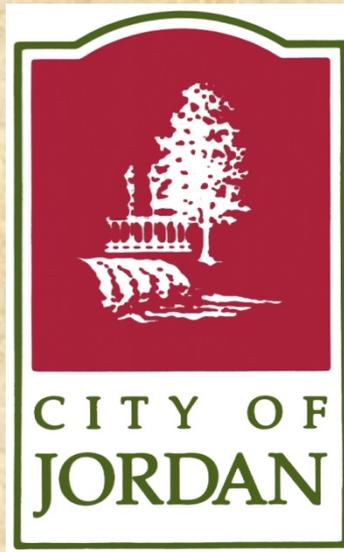
| | Rate Increase |
|-----------------|----------------------|
| Belle Plaine | 5.3 |
| Shakopee | 4.5 |
| Elko New Market | -8.2 |
| Jordan | 0 |
| New Prague | 1.6 |
| Prior Lake | 8.3 |
| Savage | 2.6 |

2013 Collection Year Debt Levy

| <u>Bond Description</u> | 2012 Payable | | 2013 Payable | | 2013 | 2014 |
|---------------------------------|------------------|-------------------------|-----------------|--------------|--------------|------|
| | <u>2011 Levy</u> | <u>Amount 2012 Levy</u> | <u>Increase</u> | 2014 | 2015 | |
| | | | | Payable Year | Payable Year | |
| 2012 Library | | 51,135.00 | 51,135.00 | 70,685.00 | 70,510.00 | |
| 2008A (Fire Hall) | 139,550.25 | 137,161.50 | -2,388.75 | 139,747.13 | 136,892.44 | |
| 2008B | 104,543.93 | 101,945.19 | -2,598.74 | 99,188.94 | 106,814.58 | |
| 2008 Refunding | 298,982.00 | 186,758.00 | -112,224.00 | 87,187.00 | 84,793.00 | |
| 2011A Refunding | 312,398.00 | 305,428.00 | -6,970.00 | 233,868.00 | 242,062.00 | |
| 2004 A GO/2012A | 109,564.00 | 109,199.00 | -365.00 | 108,603.00 | 97,936.00 | |
| 2007A Cert of Debt | 81,302.00 | | -81,302.00 | | | |
| | | | | | | |
| | | | | | | |
| Estimated New Cert for FD Truck | | | | 85,000.00 | 85,000.00 | |
| | | | | | | |
| Total | 1,046,340.18 | 891,626.69 | -154,713.49 | 824,279.07 | 824,008.02 | |
| Total Difference | -21,663.64 | -154,713.49 | | -67,347.62 | -271.05 | |

Budget and Levy Summary

- *This is the 4th budget meeting of the City Council. All of those budget meetings have been recorded and played to the public.
- *The proposed levy is an increase of \$0 from 2012 to 2013.
- *92% of the homes in Jordan will see a decrease in their taxes. Another 2.64% of homes will see an increase of less than 2.5% or \$30 or less. This is \$2.5/month or less.
- *The general fund expenditure budget is proposed as a \$51,756 or 1.69% increase.
- *The utilities expenditure budgets are proposed as \$56,070 or 1.5% increase.
- *The City has cut \$603,979 in general fund expenditures from the 2008 to the 2012 budget.
- *The City has lost over \$700,000 in revenue since 2008. Most of this is from State Aid and building permit revenue.
- *The City is budgeting \$0 for State Aid and budgeting 0 new homes to reduce the dependency on those volatile revenue sources.
- *The change to MVHC to the MVHE for tax year 2012 has a drastic change to tax rates and taxable values.
- *The City has adopted the policy that if we receive any State Aid and our revenues are greater than our expenditures for the year those funds will be put in a capital fund. The funds are to be used to reduce future expenses and the need to increase taxes for future capital items.



Thank you and please hold any questions until the Mayor and Council open the meeting for public comment.