

# 2014 TNT Hearing

## Budget Presentation and Citizen Input Meeting

December 2, 2013

# Welcome to the 2014 Budget Presentation and Input Meeting

This presentation is for the property taxes payable in 2014, and allows the opportunity for the citizens of Jordan to provide input on their property taxes and the City of Jordan's budget.

- After a short budget and levy presentation by the staff, the public is invited to speak concerning the 2014 budget and levy.
  - When addressing the City Council please step forward to the podium
    - After the Mayor has recognized you, start by stating your name and address.
    - Then please proceed with your comments.
    - Questions may not be always answered immediately unless directed by Council.
- 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. 12-62-2013**  
**APPROVING 2013 FINAL TAX LEVY, COLLECTABLE IN 2014**

**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 2014, upon the taxable property in the City of Jordan, for the following purposes:

General Operating Levy:

General Fund	\$2,142,516.00
COPS Grant	\$ 41,500.00

Special Levies:

Tax Abatement	\$ 13,496.00
Debt Service	<u>\$ 970,458.00</u>
TOTAL	\$3,167,970.00

**WHEREAS,** This levy will provide for a General Fund Budget effective January 1, 2014.

**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

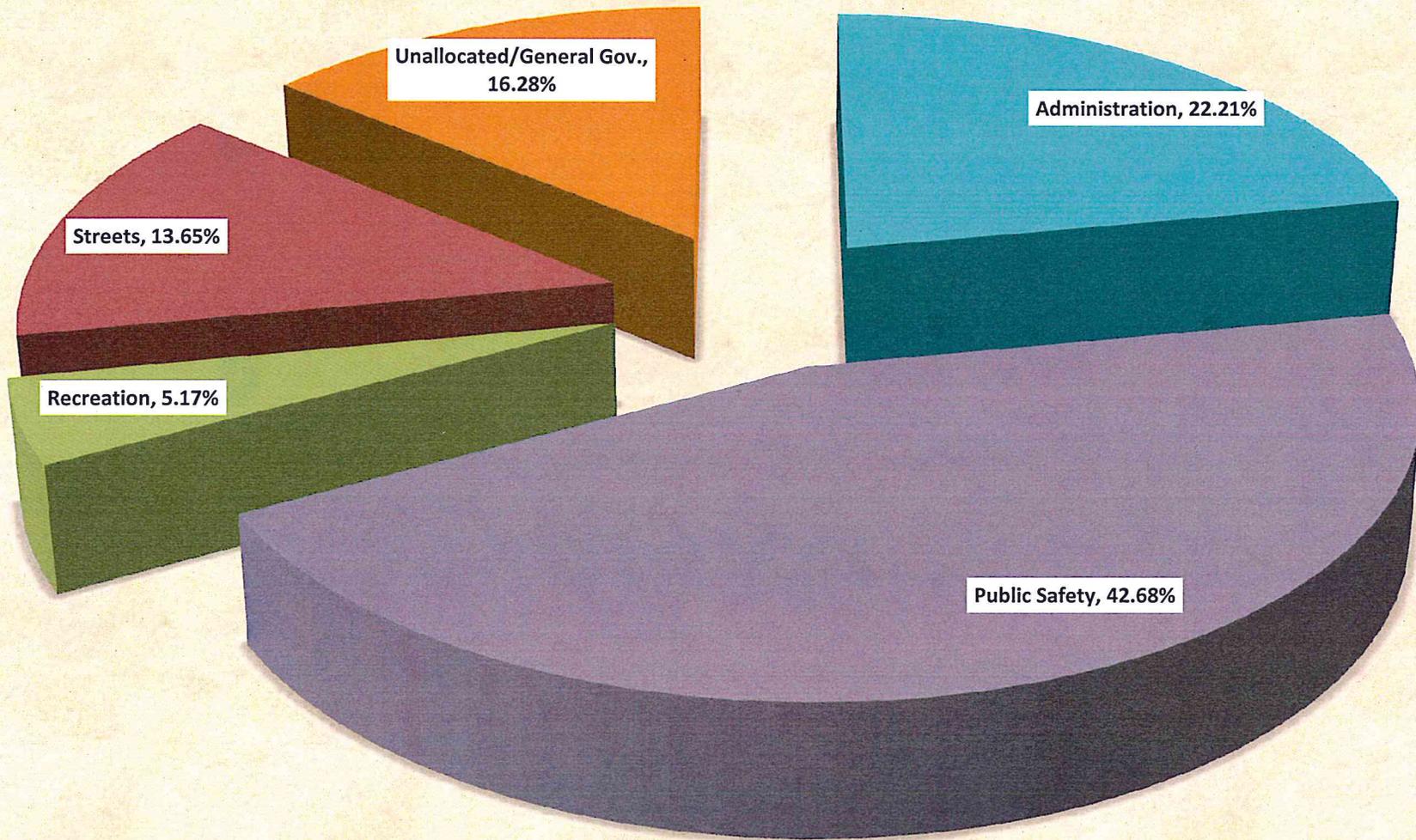
**NOW THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF JORDAN:** that the general obligation bond funds for the 2012A Refunding, 2012 B Library Note, 2011A Refunding, 2008A, 2008B, 2008 Refunding, 2004B, 2004A do have sufficient funds either through dedicated utility transfers or fund balances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

Adopted this 2nd day of December 2013 by the City Council of the City of Jordan.

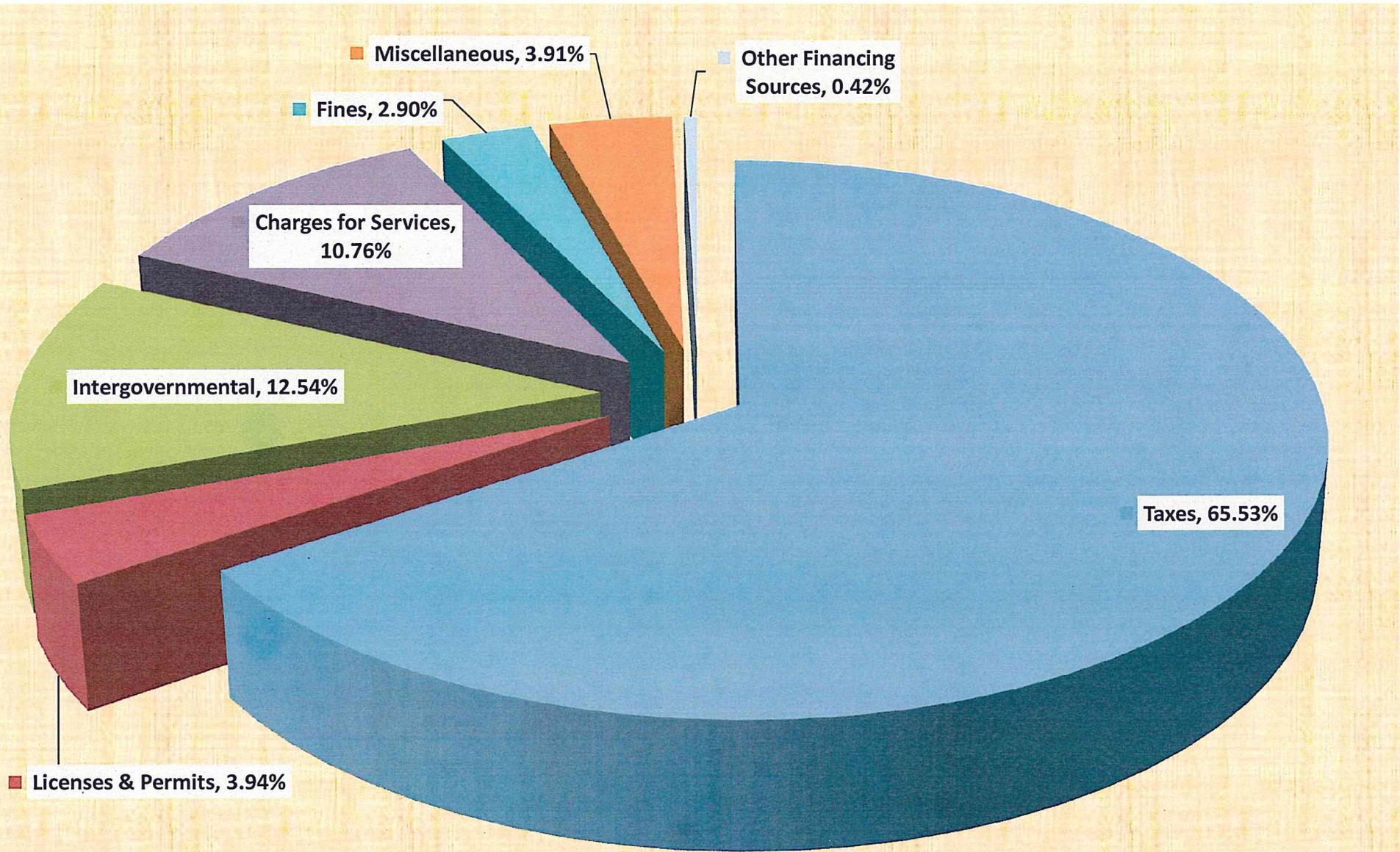
**Expenditure Summary GF 2014**

Department		Personnel Services	Supplies	Other Charges and Services	Capital Outlay	DebtSv & Transfers	2014 Budget	2013 Budget	
41110	Mayor-Council	\$ 29,270.00	\$ 350.00	\$ 23,850.00	\$ -	\$ -	\$ 53,470.00	\$ 53,470.00	
41320	Clerk-Administrator	\$ 80,125.00	\$ 2,285.00	\$ 11,600.00	\$ -	\$ -	\$ 94,010.00	\$ 94,010.00	
41410	Elections	\$ 3,575.00	\$ 14,750.00	\$ 1,425.00	\$ -	\$ -	\$ 19,750.00	\$ -	
41500	Finance	\$ 41,100.00	\$ 1,700.00	\$ 61,075.00	\$ -	\$ -	\$ 103,875.00	\$ 101,325.00	
41600	Legal	\$ -	\$ -	\$ 138,000.00	\$ -	\$ -	\$ 138,000.00	\$ 138,000.00	
41700	Deputy Registrar	\$ 87,346.00	\$ 650.00	\$ 3,750.00	\$ 2,405.00	\$ -	\$ 94,151.00	\$ 90,985.00	
41910	Planning and Zoning	\$ 91,545.00	\$ 790.00	\$ 63,960.00	\$ -	\$ -	\$ 156,295.00	\$ 156,105.00	
41940	Buildings and Plant	\$ -	\$ 1,950.00	\$ 41,500.00	\$ 9,490.00	\$ -	\$ 52,940.00	\$ 40,450.00	
42100	Police	\$ 862,448.00	\$ 49,200.00	\$ 56,000.00	\$ 40,000.00	\$ -	\$ 1,007,648.00	\$ 1,004,648.00	
42200	Fire	\$ 138,326.00	\$ 38,000.00	\$ 88,766.00	\$ -	\$ 18,000.00	\$ 283,092.00	\$ 352,473.00	
42400	Inspections	\$ -	\$ 200.00	\$ 55,000.00	\$ -	\$ -	\$ 55,200.00	\$ 43,700.00	
42500	Emergency Preparedness	\$ -	\$ -	\$ 9,000.00	\$ -	\$ -	\$ 9,000.00	\$ 9,000.00	
42700	Animal Control	\$ -	\$ 150.00	\$ 14,100.00	\$ -	\$ -	\$ 14,250.00	\$ 12,150.00	
43100	Street Maintenance	\$ 184,234.00	\$ 75,000.00	\$ 143,700.00	\$ 35,000.00	\$ -	\$ 437,934.00	\$ 436,934.00	
45120	Park Maintenance	\$ 49,122.00	\$ 27,500.00	\$ 38,700.00	\$ 10,000.00	\$ -	\$ 125,322.00	\$ 122,822.00	
45200	Recreation	\$ -	\$ -	\$ 23,175.00	\$ -	\$ -	\$ 23,175.00	\$ 22,829.00	
45500	Library	\$ -	\$ 500.00	\$ 16,900.00	\$ -	\$ -	\$ 17,400.00	\$ 10,700.00	
49200	Unallocated	\$ -	\$ 9,100.00	\$ 180,769.00	\$ 46,207.00	\$ 286,250.00	\$ 522,326.00	\$ 425,589.00	
Total		\$ 1,567,091.00	\$ 222,125.00	\$ 971,270.00	\$ 143,102.00	\$ 304,250.00	\$ 3,207,838.00	\$ 3,115,190.00	
							Percent Change	2.97%	1.69%
							\$ 92,648.00	\$ 51,756.00	
		Personnel Services	Supplies	Other Charges and Services	Capital Outlay	Debt Service	2014 Budget	2013 Budget	
49440	Water Utility	\$ 292,156.00	\$ 77,450.00	\$ 534,289.00	\$ 17,500.00	\$ 938,906.00	\$ 1,860,301.00	\$ 1,875,137.89	
49490	Sewer Utility	\$ 306,439.00	\$ 134,250.00	\$ 592,241.00	\$ 25,000.00	\$ 551,731.00	\$ 1,609,661.00	\$ 1,602,984.82	
49540	Storm Sewer Utility	\$ -	\$ -	\$ 146,195.50	\$ -	\$ 238,193.00	\$ 384,388.50	\$ 388,895.50	
Total		\$ 598,595.00	\$ 211,700.00	\$ 1,272,725.50	\$ 42,500.00	\$ 1,728,830.00	\$ 3,854,350.50	\$ 3,867,018.21	
							\$ (12,667.71)	\$ 215,178.21	
General Fund	Debt Service	\$ -	\$ -	\$ -	\$ -	\$ 970,457.57	-0.33%		
Utility Funds	Debt Service					\$ 1,728,830.00	\$ -		
Total		\$ -	\$ -	\$ -	Total Debt All	\$ 2,699,287.57	\$ (0.00)		
Total Budget All							\$ 8,032,646.07		

# General Fund 2014 Expenditure Budget

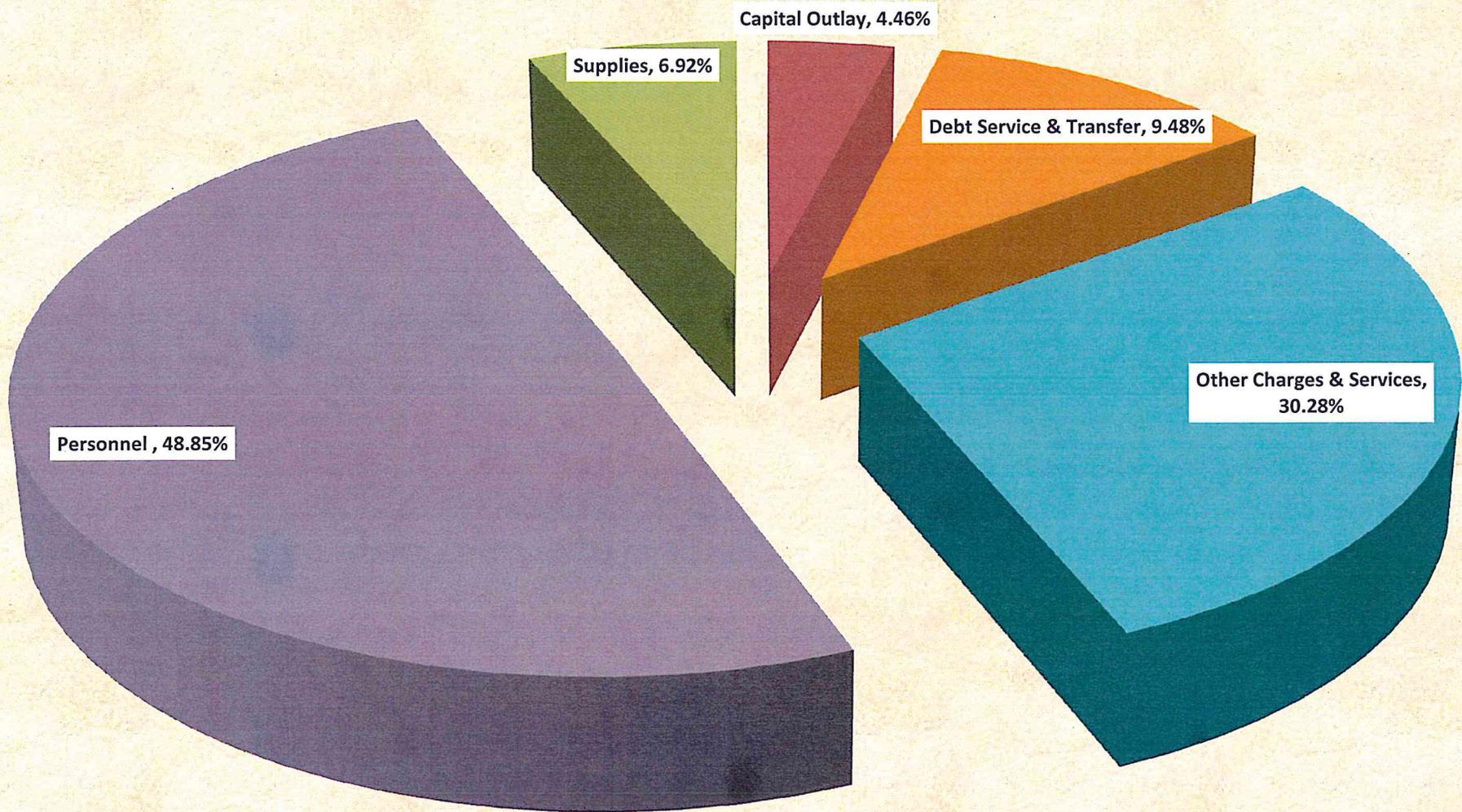




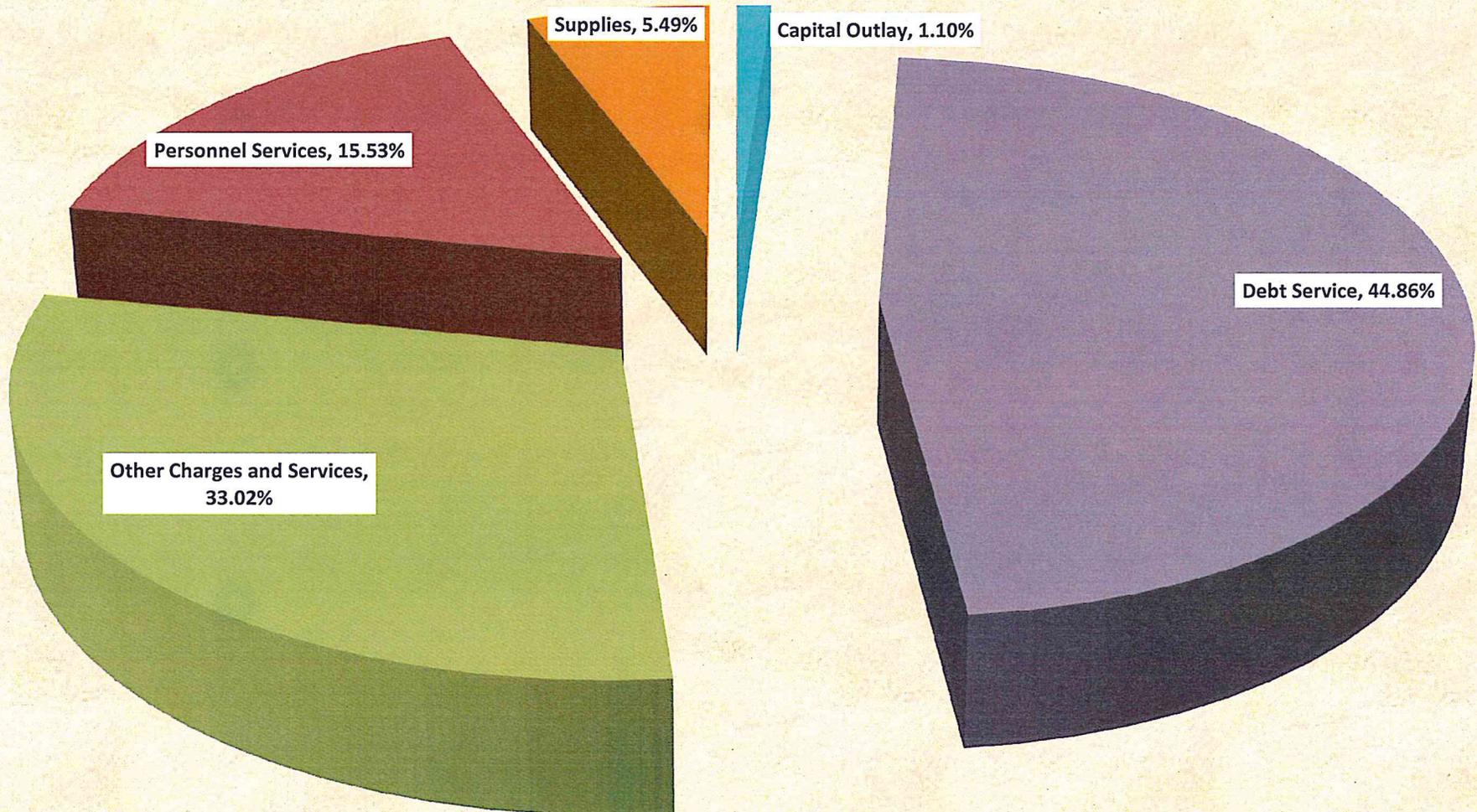


## General Fund Revenues 2014

# 2014 Gen Fund Expenditures by Use



# Water/Sewer Service Expenditures 2014



WHAT IF TAX COMPARISON PAY 2013 vs Pay 2014 - Jordan City

FISCAL YEAR 2013				MARKET VALUE TAX	
3,807,272	TAX CAPACITY	\$ 3,100,867	FINAL CERTIFIED LEVY	\$ 329,516,000	Taxable Market Value
(91,429)	TIF (-)	\$ (732,034)	FISCAL DISPARITY (-)	\$ 355,532,200	Referendum Market Value
(407,579)	FISCAL DISPARITY (-)	\$ 2,368,833	TAX LEVY OR SPREAD LEVY	\$ -	CERTIFIED LEVY
3,308,264	NET TAX CAPACITY				
	Tax Rate	71.604%		0.00000%	Tax Rate

FISCAL YEAR 2014				MARKET VALUE TAX	
3,741,010	Gross Tax Capacity	\$ 3,167,970	PROPOSED LEVY	\$ 323,789,500	Taxable Market Value
(107,703)	TIF (-)	\$ (710,687)	FISCAL DISPARITY (-)	\$ 350,195,400	Referendum Market Value
(409,361)	FISCAL DISPARITY (-)	\$ 2,457,283	TAX LEVY OR SPREAD LEVY	\$ -	PROPOSED LEVY
3,223,946	NET TAX CAPACITY				
	Tax Rate	76.220%		0.00000%	Tax Rate

% EMV Value Range	# of affected Properties	% of Total	Avg Market Value 2013	Avg Market Value 2014	Value Exclusion 2013	Value Exclusion 2014	Taxable Market Value 2013	Taxable Market Value 2014	Taxable % Change 13 vs 14	Net	MV Tax	Net	Net	MV Tax	Net	Net	Net
										Payable 2013	Payable 2013	Payable 2013	Payable 2014	Payable 2014	Payable 2014	Inc/Dec 13 vs 14	Difference % Change
+15.01%+	4	0%	\$ 178,100	\$ 204,815	\$ 21,211	\$ 18,807	\$ 156,889	\$ 186,008	18.56%	\$ 1,123.38	\$ -	\$ 1,123.38	\$1,417.75	\$ -	\$ 1,417.75	\$ 294.37	26.2%
+10.01-15.00%	1	0%	\$ 178,100	\$ 200,363	\$ 21,211	\$ 19,207	\$ 156,889	\$ 181,155	15.47%	\$ 1,123.38	\$ -	\$ 1,123.38	\$1,380.76	\$ -	\$ 1,380.76	\$ 257.38	22.9%
+5.01-10.00%	7	0%	\$ 178,100	\$ 191,458	\$ 21,211	\$ 20,009	\$ 156,889	\$ 171,449	9.28%	\$ 1,123.38	\$ -	\$ 1,123.38	\$1,306.78	\$ -	\$ 1,306.78	\$ 183.40	16.3%
+0.01-5.00%	37	2%	\$ 178,100	\$ 182,553	\$ 21,211	\$ 20,810	\$ 156,889	\$ 161,742	3.09%	\$ 1,123.38	\$ -	\$ 1,123.38	\$1,232.79	\$ -	\$ 1,232.79	\$ 109.41	9.7%
No Change	385	25%	\$ 178,100	\$ 178,100	\$ 21,211	\$ 21,211	\$ 156,889	\$ 156,889	0.00%	\$ 1,123.38	\$ -	\$ 1,123.38	\$1,195.80	\$ -	\$ 1,195.80	\$ 72.42	6.4%
-0.01-5.00%	711	46%	\$ 178,100	\$ 173,648	\$ 21,211	\$ 21,612	\$ 156,889	\$ 152,036	-3.09%	\$ 1,123.38	\$ -	\$ 1,123.38	\$1,158.81	\$ -	\$ 1,158.81	\$ 35.43	3.2%
-5.01 - 10.00%	364	24%	\$ 178,100	\$ 164,743	\$ 21,211	\$ 22,413	\$ 156,889	\$ 142,329	-9.28%	\$ 1,123.38	\$ -	\$ 1,123.38	\$1,084.83	\$ -	\$ 1,084.83	\$ (38.55)	-3.4%
-10.00 - 15.00%	2	0%	\$ 178,100	\$ 155,838	\$ 21,211	\$ 23,215	\$ 156,889	\$ 132,623	-15.47%	\$ 1,123.38	\$ -	\$ 1,123.38	\$1,010.85	\$ -	\$ 1,010.85	\$ (112.53)	-10.0%
-15.01% +	22	1%	\$ 178,100	\$ 151,385	\$ 21,211	\$ 23,615	\$ 156,889	\$ 127,770	-18.56%	\$ 1,123.38	\$ -	\$ 1,123.38	\$ 973.86	\$ -	\$ 973.86	\$ (149.52)	-13.3%
	1,533	100%															

388 25.31% decrease

711 46.38% 35.43 or less

385 25.11% 72.42 or less

49 3.20% higher increase

## 2014 Proposed Tax Rates for Scott County Cities

	2014 Tax Rate
Belle Plaine	92.083
Jordan	76.220
New Prague	71.175
Savage	54.954
Elko New Market	53.614
Shakopee	41.404
Prior Lake	31.799

## Average residential value increase or decrease for 2014

	Rate Increase
Belle Plaine	-4.8
Jordan	-1.3
Shakopee	2.2
Prior Lake	2.9
Elko New Market	3.0
Savage	3.5
New Prague	4.6

# 2014 Collection Year Debt Levy

Levy Year                      Levy Year                      Levy Year                      Levy Year  
 2014                              2015                              2016                              2017  
 Payable Year                  Payable Year                  Payable Year                  Payable Year  
 2015                              2016                              2017                              2018

Fund	Bond Description	Levy 2013	Increase	2015	2016	2017	2018
		Payable 2014	(Decrease)				
101	2012 Library	70,685.00	19,550.00	70,510.00	70,302.00	70,063.00	70,842.00
329	2008A (Fire Hall)	139,747.13	2,585.63	136,892.44	139,287.75	136,242.75	138,447.75
327	2008B	99,188.94	-2,756.25	106,814.58	103,423.06	105,103.08	101,275.82
328	2008 Refunding	87,187.00	-99,571.00	84,793.00	87,649.00	89,035.00	
330	2011A Refunding	233,868.00	-71,560.00	242,062.00	109,612.00	62,213.00	60,769.00
324	2004 A GO/2012A	108,603.00	-596.00	97,936.00	99,079.00	98,473.00	97,835.00
101							
	2013 A Fire Truck	110,092.50	110,092.50	81,877.00	81,397.00	80,796.00	
	2013 C Pavement Improvement	121,086.00	121,086.00	119,406.00	122,976.00	121,191.00	119,406.00
	Estimated 2015 Pavement				77,254.00	77,254.00	77,254.00
	Estimated 2016 Pavement					88,706.00	88,706.00
	Estimated 2017 Pavement						54,532.00
	<b>Total</b>	<b>970,457.57</b>	<b>78,830.88</b>	<b>940,291.02</b>	<b>890,979.81</b>	<b>929,076.83</b>	<b>809,067.57</b>
	<b>Total Difference</b>		<b>78,830.88</b>	<b>-30,166.55</b>	<b>-49,311.21</b>	<b>38,097.02</b>	<b>-120,009.26</b>

**New Debts in 2013 Levy**

FD Cert

2013 Pavement Management Project

2015, 2016 and 2017 Pavement Projects are estimated at this time.

## Budget and Levy Summary

\*This is the 3rd budget meeting of the City Council. All of those budget meetings have and will be recorded and aired to the public on cable access.

\*The proposed total levy is an increase of \$67,103 or 2.2% from 2013 to 2014. This is even with an increase of \$80,975 in debt and abatement levies. This means it is a reduction of the general spending levy of \$13,872.

\*25.31% of the homes in Jordan will see a decrease in their taxes. Another 46.38%% of the homes will see an increase of less than 3.2% or \$35.43 or less. This is \$2.95/month or less.

\*The general fund expenditure budget is proposed as a \$92,648 or 2.97% increase.

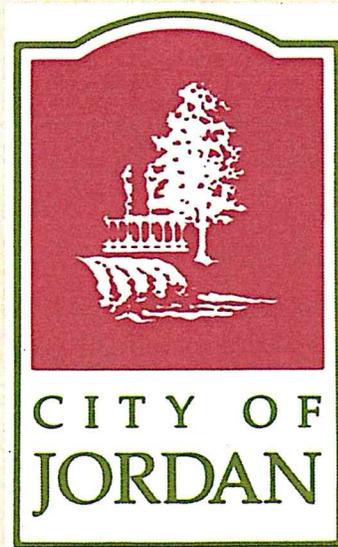
\*New additions to the general fund: \$19,750 in elections, \$7,500 to run the new larger library, increased transfer to the EDA of \$10,000 and \$25,000 for the downtown plan implementation.

\*The utilities expenditure budgets are proposed as a \$12,668 or 0.33% decrease. This is supported by only a minor increase to the water bills for 2014 of \$0.24/month on average.

## Budget and Levy Summary Continued

\*This general fund budget has \$102,000 budgeted for building permit revenue. This is about the amount of 20 new homes and one commercial permit. This is still conservative and over \$20,000 less than the average of the last 4 years in building permit revenue.

\*The City has adopted the policy that if we receive any State Aid and if our revenues are greater than our expenditures for the year those funds will be put into capital funds. In 2014 the city is slated to receive \$237,000 in LGA State Aid. I would like to propose that we put any LGA towards funding depreciation in the general fund. We are not required to do this but in best practices by other cities this is what they do. This won't full fund depreciation but it's a start toward a very stable financial standing for the City of Jordan. This will help reduce future costs for street reconstructions and should help our bond ratings in the future.



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