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# 2023 Prelim Budget & Levy

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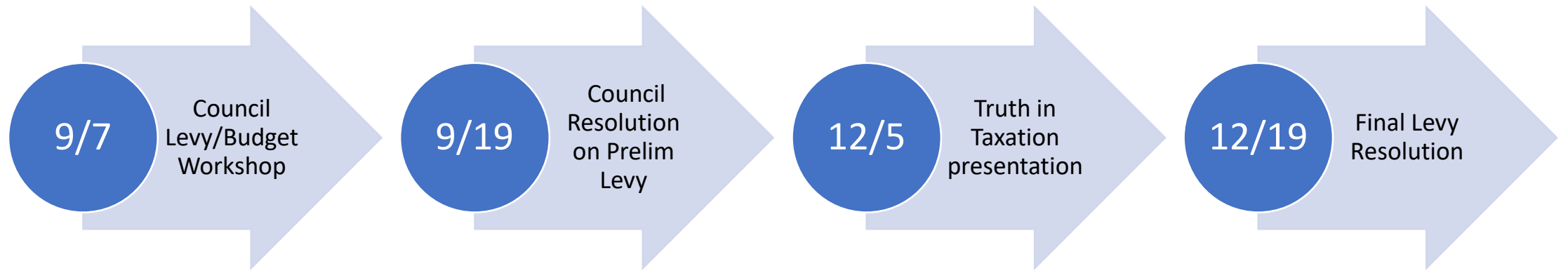
Dominique Hill- Credit River Treasurer

September 19, 2022



# 2023 Budget Schedule – next steps

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# Remaining 2023 Levy/Budget Action

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- Preliminary Levy Resolution Sept 19, 2022
- Preliminary Levy to Scott County – Sept 30, 2022
- Levy Truth in Taxation (TNT) Presentation Dec 5, 2022
- Take into consideration any Resident Dec 5 meeting
- Make any changes to the final Levy and Budget
- Council to adopt a final Levy and Budget - Dec 19, 2022
- Submit Final Levy to Scott County – Dec 29, 2022



# City of Credit River Preliminary Revenue

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<u>Preliminary Revenue</u>	<u>2023</u>	
General	\$ 2,131,257	
Park	7,500	
Road and Bridge	762,422	
Bonds	347,449	
Capital	265,059	
	<u>\$ 3,513,687</u>	
 Levy Component	 \$ 2,683,356	 76%

76% of Total Revenue is sourced by the Levy



# Preliminary Expense Budget 2023

## YOY Summary City of Credit River Expenses

	Actual 2019	Actual 2020	Actual 2021	Budget 2022	Prelim Budg 2023	Inc/(dec)	%
<b>GENERAL</b>	\$ 792,386	\$ 1,363,063	\$ 1,002,808	\$ 1,351,739	\$ 2,131,257	\$ 779,519	58%
<b>ROAD &amp; BRIDGE</b>	536,076	514,255	310,128	614,510	762,422	147,912	24%
<b>PARK FUND</b>	47,162	(1,785)	5,604	106,500	100,000	(6,500)	-6%
<b>TURNLANES</b>	-	771	-	400,000	400,000	-	0%
<b>DEBT</b>	390,735	453,265	619,401	365,159	472,515	107,356	29%
<b>CAPITAL</b>	1,285,546	830,731	1,216,575	1,238,000	250,000	(988,000)	-80%
	<b>\$ 3,051,906</b>	<b>\$ 3,160,300</b>	<b>\$ 3,154,516</b>	<b>\$ 4,075,908</b>	<b>\$ 4,116,194</b>	<b>\$ 40,287</b>	<b>1%</b>



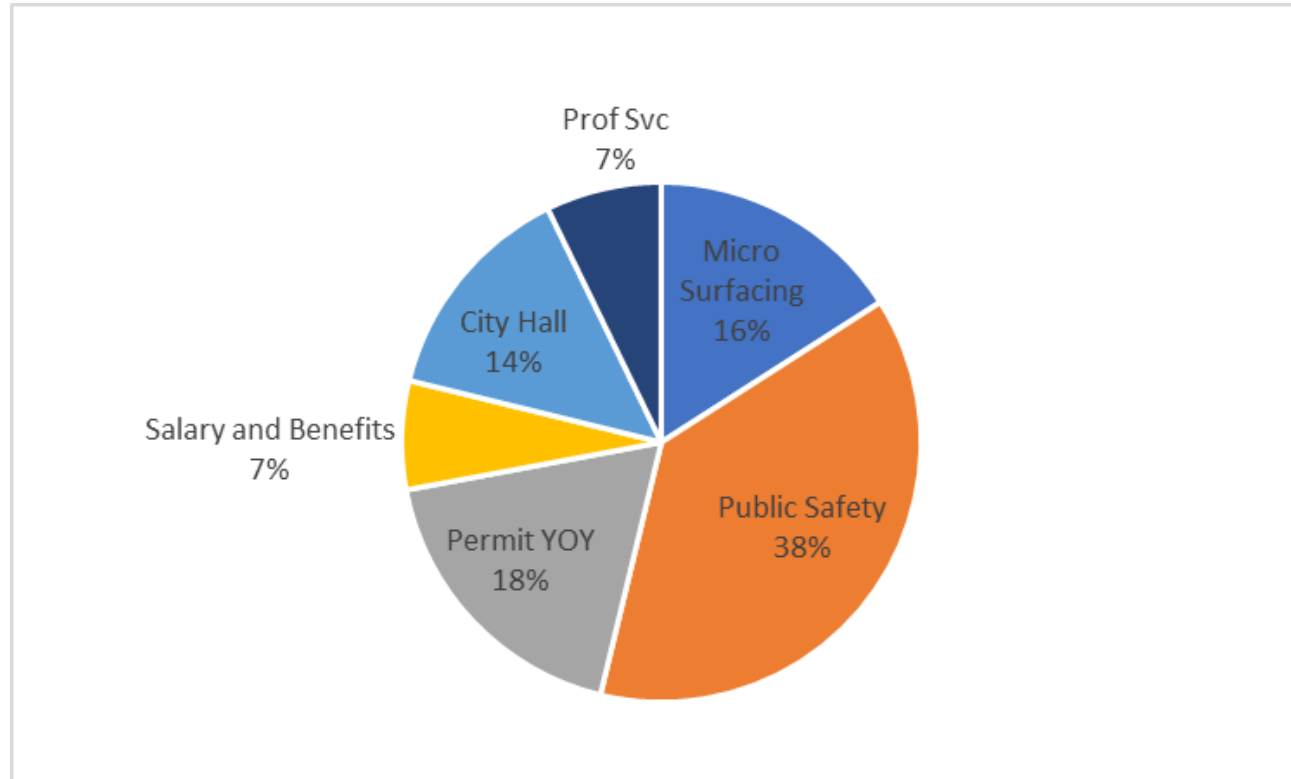
# City of Credit River 2023 Preliminary Levy

## Levy Analysis Annual Budget 2023

Funds	2018 Actual	2019 Actual	2020 Actual	2021 Actual	2022 Actual	2023 Prelim
General	\$ 525,045	\$ 535,000	\$ 665,000	\$ 1,083,000	\$ 981,289	\$ 1,701,425
Road and Bridge	395,000	400,000	380,000	360,000	528,310	664,922
Park	-	-	-	-	-	-
Lot Fees	-	-	-	-	-	-
Turn Lane Fees	-	-	-	-	-	-
Street Signs	5,000	20,000	-	-	-	-
Incorporation	-	-	-	-	-	-
Cress View Lane	-	-	-	-	-	-
Capital Improvements Fund	325,000	345,000	360,000	125,000	150,000	100,000
GO Improvement Bonds 2009	72,245	-	-	-	-	-
GO Improvement Bonds 2012	56,286	65,000	62,600	-	-	-
GO Improvement Bonds 2015	81,424	85,000	82,802	65,000	65,461	65,000
GO Improvement Bonds 2018	-	72,000	62,577	67,000	62,087	60,000
GO Improvement Bonds 2021	-	-	-	-	92,853	92,000
<b>Total</b>	<b>\$ 1,460,000</b>	<b>\$ 1,522,000</b>	<b>\$ 1,612,979</b>	<b>\$ 1,700,000</b>	<b>\$ 1,880,000</b>	<b>\$ 2,683,347</b>



# 2023 Preliminary Levy Inc Categories





# 2023 Forecasted Fund Balances

## 2023 - Preliminary Budget

Funds	2023 Forecast Beg* Fund Balance	2023 Budgeted Revenues	2023 Budgeted Expenditures	Transfers	Budgeted Ending Fund Balance	Fund Balance as % of Expenditures
General	1,083,238	2,131,257	(2,131,257)	-	1,083,238	51%
Road and Bridge	881,678	762,422	(762,422)	-	881,678	116%
Park	172,334	7,500	(100,000)	-	79,834	
Lot Fees & Turnlane Fees	428,526	-	(400,000)	-	28,526	
Capital Improvements Fund	427,023	265,059	(250,000)	-	442,082	
Debt Service	1,120,612	347,449	(472,515)	-	995,546	
2021 Road Project Fund	326,098	-	-	-	326,098	
<b>Totals</b>	<b>4,439,510</b>	<b>3,513,687</b>	<b>(4,116,194)</b>	<b>-</b>	<b>3,837,003</b>	





# Public Safety – Fire Assumptions

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## Fire Service Contract with Prior Lake and Spring Lake

- Full – time Fire staffing model July 1, 2023 (no SAFER grant)
  - ✓ Why - to address recruitment and retention
  - ✓ Why - decrease response times in half
  - ✓ Why - 91% of the time response standard is missed
  - ✓ Why - Fire call volume has grown by 55% in 5 years
  - ✓ Why - Most POC firefighters not working in the City during the day



# Public Safety – Police

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Police services are provided to Credit River by Scott County Sheriff's Office.

- FY 2022 Budget funded 40 hours each week of a deputy assigned exclusively
- FY 2023 Preliminary Budget includes a second deputy increasing hours to 80 hours
- Projected to have 58% of the calls handled by dedicated 2 Officers
- Currently 35% of the calls handled by one Officer
- Cost of the additional Deputy is \$190,000
- Dedicated Credit River Officers decreases response time
- All other cities in Scott County have their own police departments, at a much greater cost



# Tax Capacity

FISCAL YEAR 2022	
11,642,945 GROSS TAX CAPACITY	\$ 1,880,000 FINAL CERTIFIED LEVY
- TIF (-)	
(148,234) FISCAL DISPARITY (-)	\$ (91,073) FISCAL DISPARITY (-)
11,494,711 NET TAX CAPACITY	\$ 1,788,927 TAX LEVY OR SPREAD LEVY
<b>Tax Rate</b>	<b>15.563%</b>
FISCAL YEAR 2023	
15,201,840 GROSS TAX CAPACITY	\$ 2,683,347 PROPOSED LEVY OR CERTIFIED LEVY
- TIF (-)	\$ - Local Govt Aid
(154,172) FISCAL DISPARITY (-)	\$ (83,062) FISCAL DISPARITY (-)
15,047,668 NET TAX CAPACITY	\$ 2,600,285 TAX LEVY OR SPREAD LEVY
<b>Tax Rate</b>	<b>17.280%</b>

←Enter proposed levy here.

RESIDENTIAL IMPACTS											Pay 2022		Pay 2023		Median & Average Values			
% Value Range	Incl/Dec	# of affected Properties	Average Market Value 2022	Average Market Value 2023	Value Exclusion 2022	Taxable Market Value 2022	Value Exclusion 2023	Taxable Market Value 2023	Taxable % 22 vs 23	Payable 2022	Payable 2023	Net Inc/Dec 22 vs 23	Net Difference % Change	2022	2023	2023	2023	
														Median Values	Median Values	Average Values	Value % Change	
Credit River	+15.01+%	1,723	\$ 547,900	\$ 630,085	\$ -	\$ 547,900	\$ -	\$ 630,085	15.00%	\$ 871.34	\$ 1,145.00	\$ 273.67	31.4%	\$509,200	\$656,400	\$686,900	28.9%	
1850	+10.01-15.00%	106	\$ 547,900	\$ 616,388	\$ -	\$ 547,900	\$ -	\$ 616,388	12.50%	\$ 871.34	\$ 1,115.42	\$ 244.08	28.0%					
	+5.01-10.00%	14	\$ 547,900	\$ 588,993	\$ -	\$ 547,900	\$ -	\$ 588,993	7.50%	\$ 871.34	\$ 1,056.24	\$ 184.91	21.2%					
	+0.01-5.00%	5	\$ 547,900	\$ 561,598	\$ -	\$ 547,900	\$ -	\$ 561,598	2.50%	\$ 871.34	\$ 997.07	\$ 125.73	14.4%					
	No Change	0	\$ 547,900	\$ 547,900	\$ -	\$ 547,900	\$ -	\$ 547,900	0.00%	\$ 871.34	\$ 967.48	\$ 96.15	11.0%					
	-0.01-5.00%	1	\$ 547,900	\$ 534,203	\$ -	\$ 547,900	\$ -	\$ 534,203	-2.50%	\$ 871.34	\$ 937.89	\$ 66.56	7.6%					
	-5.01-10%	0	\$ 547,900	\$ 506,808	\$ -	\$ 547,900	\$ -	\$ 506,808	-7.50%	\$ 871.34	\$ 878.72	\$ 7.38	0.8%					
	-10.01-15%	1	\$ 547,900	\$ 479,413	\$ -	\$ 547,900	\$ -	\$ 479,413	-12.50%	\$ 871.34	\$ 828.44	\$ (42.90)	-4.9%					
	-15.01+	0	\$ 547,900	\$ 465,715	\$ -	\$ 547,900	\$ -	\$ 465,715	-15.00%	\$ 871.34	\$ 804.77	\$ (66.57)	-7.6%					



# Scott County Tax Capacity Rate by City

City	2021	2022
Belle Plaine	84.38%	92.42%
Jordan	73.92%	73.88%
New Prague	51.38%	52.22%
Elko New Market	45.99%	47.73%
Savage	42.25%	40.33%
Shakopee	32.10%	32.11%
Prior Lake	30.27%	30.47%
Credit River	15.04%	15.56%

2023 – 17.28%



# Seven County Metro Area Ave Tax Capacity Rate

*City Levy/Tax Capacity=Tax Rate*

Year	Seven Metro Area	City Credit River
2019	41.43%	
2020	40.87%	
2021	39.35%	15.04%
2022	tbd	15.56%
2023	tbd	17.28%

Credit River became a City in 2021



# Credit River Council Action Requested

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Approve the resolution to Levy Proposed Property Tax for 2022 – Collectible in 2023 with supporting expense budget

- Proposed Levy of \$2,683,356
- Preliminary Expense Budget \$4,116,194

# APPENDIX – Fire expense details

	Projected Fire Agreement Costs - with SAFER Grant						Projected Fire Agreement Costs - no SAFER Grant, 7/1 Start					
	Final Budget	Projected	Projected	Projected	Projected	Projected	Final Budget	Projected	Projected	Projected	Projected	Projected
	2022	2023	2024	2025	2026	2027	2022	2023	2024	2025	2026	2027
Share of City Cost per contract:												
Credit River	414,116	328,647	318,893	281,982	617,357	630,455	414,116	439,008	574,532	557,097	617,357	630,455
Spring Lake	270,016	212,701	206,388	182,500	399,555	408,032	270,016	284,127	371,839	360,555	399,555	408,032
Prior Lake	1,597,148	1,274,314	1,236,495	1,093,374	2,393,776	2,444,564	1,597,148	1,702,233	2,227,725	2,160,120	2,393,776	2,444,564
	2,281,280	1,815,662	1,761,776	1,557,856	3,410,688	3,483,051	2,281,280	2,425,368	3,174,096	3,077,772	3,410,688	3,483,051