

2018 City Budget

December 5, 2017



CITY of CRYSTAL

Budget Timeline

Aug. 10	Work session review of general fund, capital budget, enterprise funds, property tax levy, utility rates and fee schedule.
Aug. 17	Work session to review capital budgets and capital funding.
Sept. 5	Adopt preliminary 2018 operating budgets and preliminary tax levy.
Sept. 19	Adopt 2018 fee schedule and utility rates.
Oct.3	Opportunity for public input.
Nov. 7	Work session to discuss 2018 General Fund Budget. Determination on allocating resource for Parks Maintenance position or capital improvements.
Dec. 5	Review and potentially adopt final 2018 property tax levy and budget.



Council Priorities

- ➔ **To create a thriving business climate**
- ➔ **To develop fiscally sound and stable financial policies and practices**
- ➔ **To create strong neighborhoods**



Budget Factors



Long-term Planning



Comprehensive Capital Plan



Parks Master Plan



Debt Reduction



Parks Maintenance position



City of Crystal General Fund

	Administration	MAYOR & COUNCIL ADMINISTRATION HUMAN RESOURCES ASSESSING LEGAL ELECTIONS FINANCE
	Public Safety	POLICE FIRE
	Community Development	PLANNING AND CODE ENFORCEMENT BUILDING INSPECTIONS HOUSING INSPECTIONS ENVIRONMENTAL HEALTH
	Public Works	ENGINEERING STREETS PARK MAINTENANCE FORESTRY CITY BUILDINGS
	Recreation	RECREATION COMMUNITY CENTER WATERSLIDE/POOL



Revenue Summaries

Category	2015 Actual	2016 Actual	2017 Budget	2018 Proposed	2018 Change	2018 % Change
Taxes: Property & Assessments	\$8,372,633	\$8,100,043	\$8,783,900	\$ 9,337,559	\$553,659	9.33%
Licenses & Permits	808,695	773,479	836,256	844,228	7,972	.95%
Intergovernmental Revenue	1,991,430	2,048,954	1,973,909	1,868,789	(105,120)	(5.33%)
Charges for Services	673,370	793,092	766,677	830,751	64,074	8.36%
Investment Income	48,167	75,154	60,000	68,000	8,000	13.33%
Fines & Forfeits	309,358	322,009	326,000	304,000	(22,000)	(6.75%)
Interfund Services	308,213	332,886	335,061	434,049	98,988	29.54%
Transfers In	-	-	110,414	10,400	(100,014)	N/A%
Other	33,079	58,796	19,200	73,080	53,880	280.63%
TOTAL	\$12,544,945	\$12,504,413	\$13,211,417	\$14,037,076	\$825,659	6.25%



Expenditure Summaries

Category	2015 Actual	2016 Actual	2017 Budget	2018 Proposed	2018 Change	2018 % Change
City Council, Admin., Elections, Legal, Finance	\$2,072,481	\$2,333,780	\$2,383,046	\$2,291,364	\$91,682	(3.85%)
Police	4,555,663	4,851,832	5,057,200	5,629,175	571,975	11.31%
Fire	1,188,463	1,239,663	1,300,110	1,360,507	60,397	4.65%
Community Development	736,814	523,035	559,814	571,191	11,377	2.03%
Streets, Parks, Buildings, Forestry, Engineering	2,358,462	2,256,907	2,451,239	2,590,741	139,502	5.69%
Recreation	1,326,338	1,448,395	1,460,008	1,594,098	134,090	9.18%
Transfers out	519,994	-	-	-	-	-
Total	\$12,758,213	\$12,653,612	\$13,211,417	\$14,037,076	\$825,659	6.25%

Budget Factors

Major Revenue Changes	Total Cost	per capita*
Property Tax Increase	\$501,559	\$21.95
Police COPS grant	\$85,000	\$3.72
Delinquent Property Tax Collection	\$52,000	\$2.28
Police Drug Task Force	\$30,000	\$1.31
Police Post Board Reimbursement	\$29,700	\$1.30
Historic Donations and reimbursements	\$32,600	\$1.43
Interfund services based on cost analysis	\$98,988	\$4.33
Miscellaneous Increases	\$49,326	\$2.16
Others + transfer/fine reductions	(\$53,514)	(\$2.34)
Total	\$825,659	\$36.14

**Per capital costs based on the Metropolitan Council's estimated population of 22,855 for the City of Crystal in 2016.*



CITY of CRYSTAL

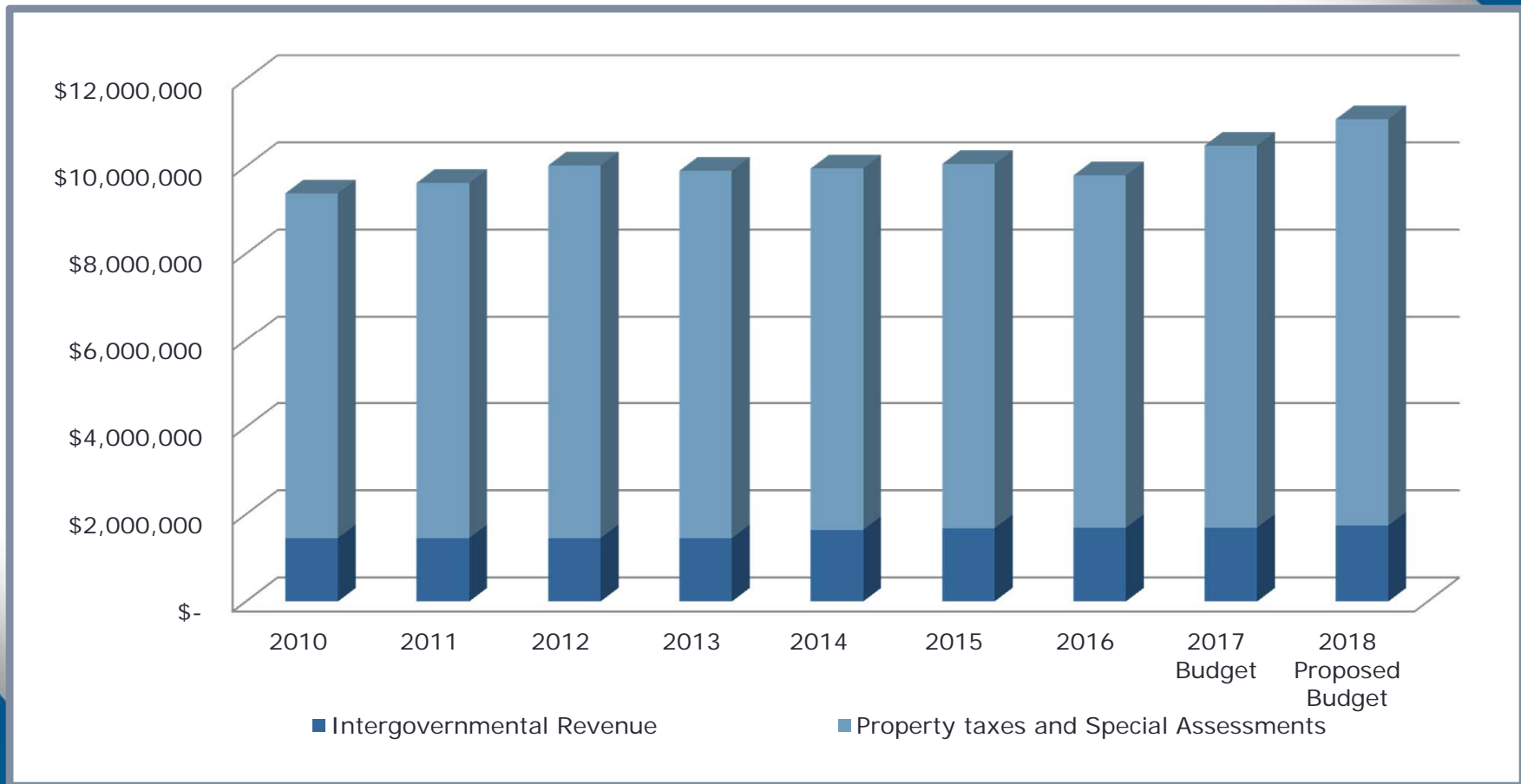
Budget Factors

Major Expenditure Changes	Total Cost	Cost per capita*
Wage/benefit adjustments and addition of 1 Parks Maintenance staff	\$387,739	\$16.97
Fully funded two police officers previously funded by COPS grant	\$162,000	\$7.09
Increasing costs of technology	\$97,700	\$4.28
Elections	\$47,274	\$2.07
Website Redesign <i>(not to exceed estimate)</i>	\$40,000	\$1.75
Miscellaneous increases	\$90,946	\$3.98
Total	\$825,659	\$36.14

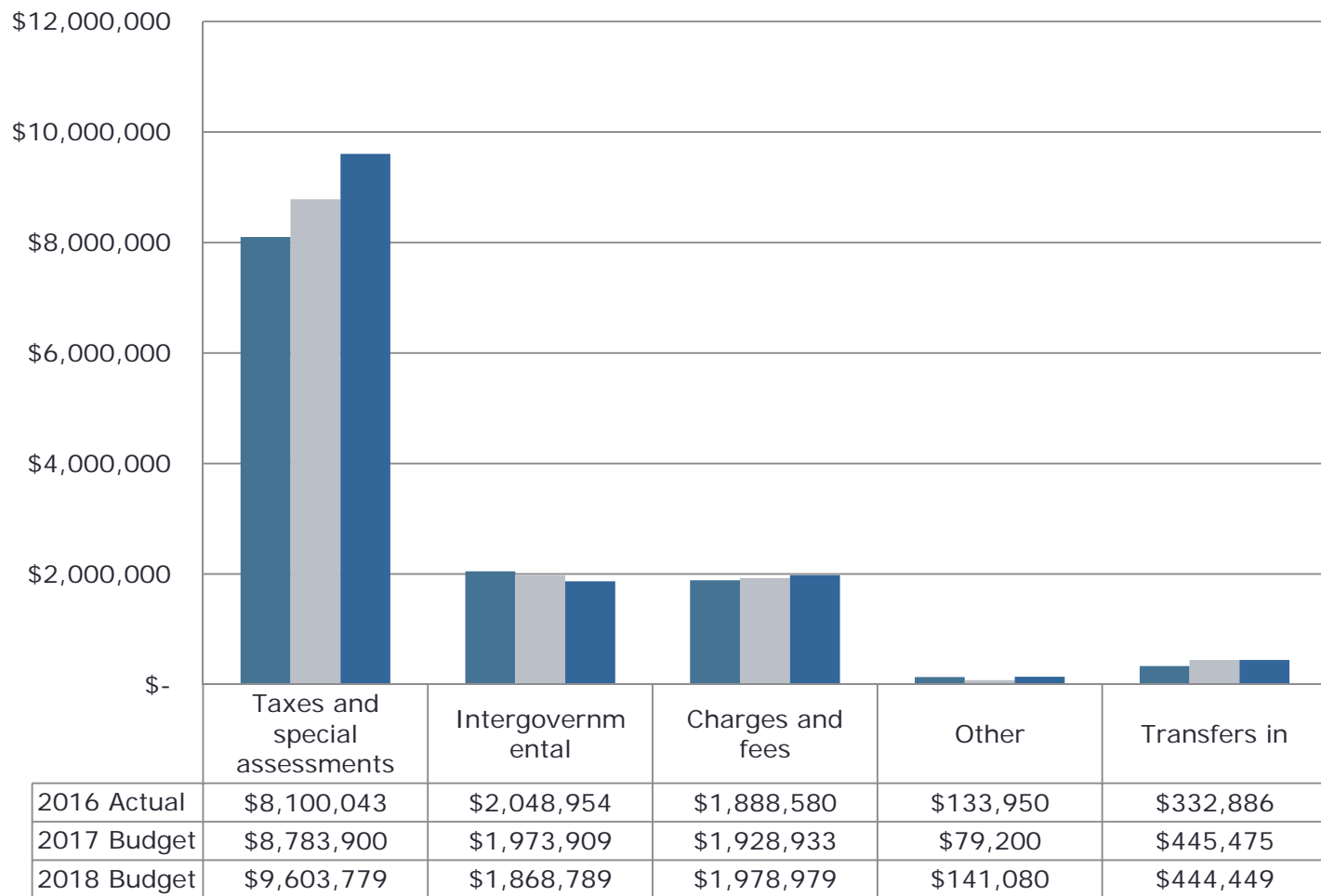
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Layered Revenue

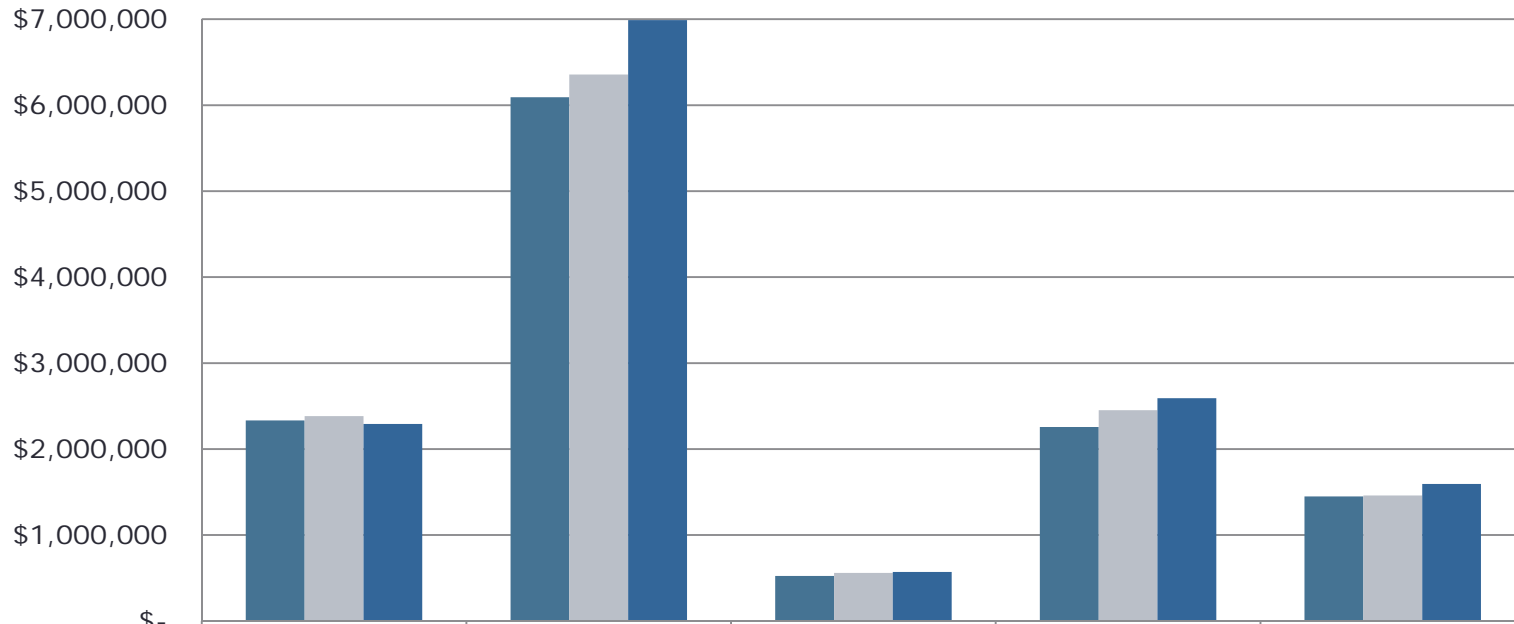


Revenue Comparison





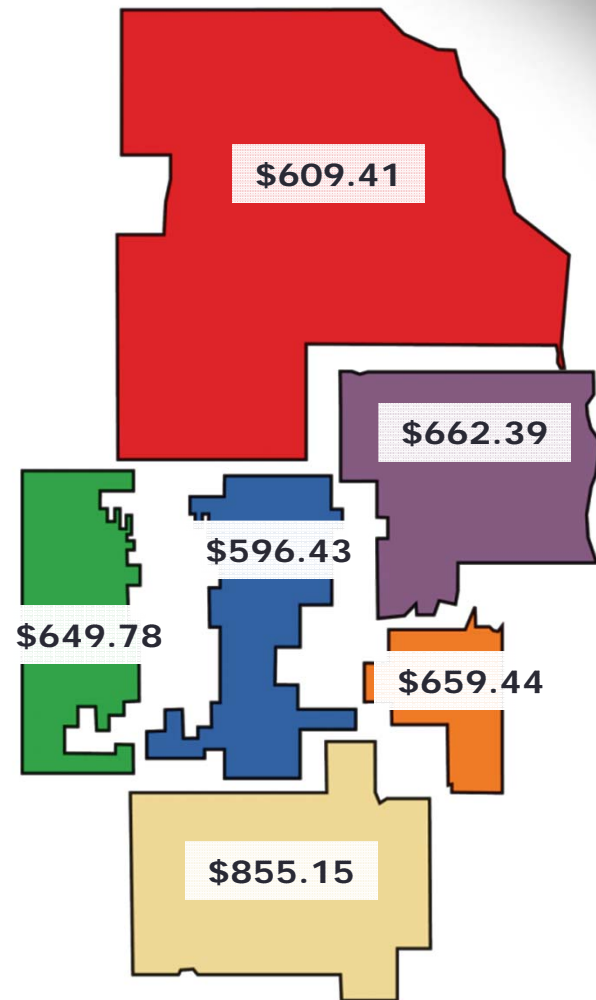
Expenditures Comparison



	General government	Public safety	Community development	Public works	Recreation
2016 Actual	\$2,333,780	\$6,091,495	\$523,035	\$2,256,907	\$1,448,395
2017 Budget	\$2,383,046	\$6,357,310	\$559,814	\$2,451,239	\$1,460,008
2018 Budget	\$2,291,364	\$6,989,682	\$571,191	\$2,590,741	\$1,594,098

General Fund Spending

CITY	General Fund (2017)	Pop. (2016)	Spending Per capita
• Golden Valley	\$18,279,730	21,376	\$855.15
• Robbinsdale	\$9,536,186	14,461	\$659.44
• Brooklyn Center	\$20,448,010	30,870	\$662.39
• New Hope	\$13,565,476	20,877	\$649.78
• Brooklyn Park	\$48,574,630	79,707	\$609.41
• Crystal	\$13,211,417	22,855	\$578.05



Levy Summaries

Fund	2015 Actual	2016 Actual	2017 Levied	2018 Proposed	2018 Change
General Fund	\$8,302,000	\$8,517,947	\$8,657,000	\$9,436,779	\$779,779
Pool Bonds Debt Service	208,849	210,600	212,000	-	(\$212,000)
EDA	239,000	246,200	277,200	277,200	\$0
Capital Improvements Levy	563,153	1,119,160	1,141,620	1,191,110	49,490
Total Tax Levy	\$9,313,153	\$10,147,907	\$10,287,820	\$10,905,089	\$617,269

The city's \$10,905,089 total tax levy in 2018 would be 6% higher than 2017.



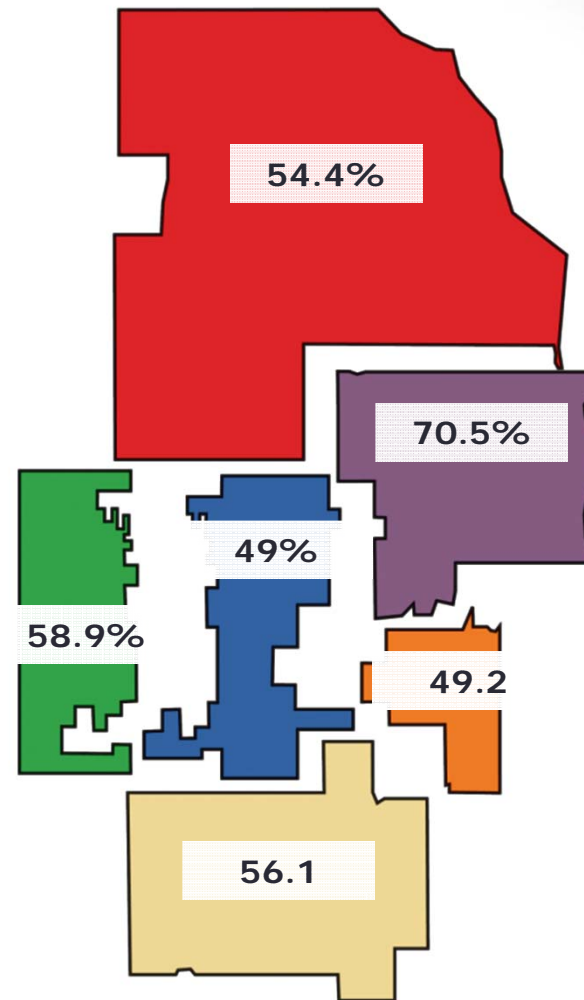
Levy Detail - Capital Improvement Funds

Fund	2017 Levied	2018 Proposed	2018 Change	2018 % Change
Police Equipment Revolving	\$137,400	\$151,900	\$14,500	10.55%
* PIR	266,220	301,210	34,990	13.14%
Major Building Replacement	574,400	574,400	-	0%
Street Maintenance	163,600	163,600	-	0%
Total Capital Improvement Levy	\$1,141,620	\$1,191,110	\$49,490	4.34%

* \$301,000 increase in the PIR designated for park improvements.

Tax Rate Comparison

CITY	2017 Tax Rate
• Brooklyn Center	70.4980%
• New Hope	58.8780%
• Brooklyn Park	54.3896%
• Golden Valley	56.1090%
• Robbinsdale	49.2480%
• Crystal	48.9622%



Property Tax Levy Increase

The following table summarizes the estimated tax impact on residential homes based on the proposed increase in city tax levy.

2017 Market Home Value	Taxable Market Value	2017 Actual	2018 Estimated	Increase/ (Decrease)
\$146,610	\$122,600	\$617	\$642	\$25
162,900	140,300	707	735	28
181,000	160,100	806	838	32
217,200	199,500	1,005	1,045	40
260,640	246,900	1,243	1,293	50

The median home value per MLS listings is \$180,575. The 2018 estimated tax represents values at, below and above the median value.



2018 Property Tax Examples

Based on Truth in Taxation Notice



Valuation Percentile of Residential-Homestead properties in Crystal	10 th	30 th	50 th (Median)	70 th	90 th
Estimated Market Value	\$147,000	\$167,000	\$182,000	\$199,000	\$232,000
Taxable Market Value	122,990	144,790	161,140	179,670	215,640
Hennepin County	555	654	727	811	973
City of Crystal	604	711	791	883	1,059
Robbinsdale Schools	737	854	941	1,040	1,232
Metropolitan Council	33	39	43	48	58
Other Taxing Districts	71	83	104	116	139
TOTAL	\$2,000	\$2,340	\$2,606	\$2,898	\$3,461

MN Property Tax Refund

- Homeowners Regular Property Tax Refund (based on household income).
- Homeowners Special Property Tax Refund – Property tax must have increased by at least 12% and at least \$100.
- Increase must not be related to improvements to property.
- Renters Property Tax Refund (based on household income).
- Form M1PR and instructions available @ www.taxes.state.mn.us
- Paper forms may be obtained by calling the Minnesota Department of Revenue at 651-296-3781 or 1-800-652-9094.



Next Steps

Dec. 5	Public Input meeting in accordance with Truth in Taxation.
Dec. 5	Final adoption of 2018 property tax budget and levy.
Dec. 19	Continuation date if adoption of 2018 Property Tax Levy and Budget does not occur on Dec. 5, 2017.



Questions?



CITY of CRYSTAL