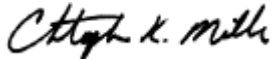


REQUEST FOR COUNCIL ACTION

Date: 12/03/2012

Item No.: 11.a

Department Approval



City Manager Approval



Item Description: Adopt a Final 2013 Tax Levy and Budget

BACKGROUND

State Statute requires all cities in excess of 2,500 in population, to adopt a final tax levy and budget by December 30th for the upcoming fiscal year. The final levy amount must not exceed the preliminary levy that was established in September. However, the Council has discretion in modifying the budget at any time.

At the September 10, 2012 City Council meeting, the Council adopted a 2012 preliminary, not-to-exceed tax levy and budget. Further information on the levy and budget is shown below.

2013 Preliminary Tax Levy

The preliminary tax levy for 2013 is \$17,319,826, an increase of \$2,357,532 or 15.8%. Much of the increase can be attributable to prior Council decisions or contractual obligations. The increase can be categorized as follows:

Pre-existing Obligations

Description	Amount
Debt service on Park Renewal bonds	\$ 980,000
Debt service on Fire Station bonds	670,000
Police and Fire Dispatch	31,611
Fire Relief Pension Obligation	45,000
Total	\$ 1,726,611

Items included in the Original 2012/2013 Biennial Budget

Description	Amount
Employee 2% COLA	110,000
Employee Wage Step increases	105,000
Employee pension contributions	21,837
Healthcare Premium increases	55,000
Inflationary increases on supplies, maintenance, etc.	64,084
Total	\$ 355,921

CIP Subcommittee Recommended Items

Description	Amount
Equipment replacement	85,000
IT Equipment replacement	75,000
Street Light replacement	25,000
Total	\$ 185,000

New Considerations

Description	Amount
Human Resources Information System	40,000
Implement Compensation Study results	50,000
Total	\$ 90,000

As noted above, the total 2013 Preliminary levy was \$17,319,826.

2013 Preliminary Budget

The 2013 Preliminary Budget for the tax-supported programs is \$21,832,042, an increase of \$2,363,482 or 12.1%. The majority of this increase (\$1,650,000) is for added debt payments related to the 2011 and 2012 Bonds issued for the new fire station and Park Renewal Program.

The Preliminary Budget for the non tax-supported programs is \$23,653,968, an increase of \$1,621,774 or 7.4%. The increase is due to added cost of wholesale water purchase from the City of St. Paul and wastewater treatment charges from the Met Council, as well as general inflationary increases. It also includes an additional staff position for the License Center and Information Technology divisions. Both of these positions are funded by non-tax revenue sources.

Taxpayer Impact

For a median-valued home of \$206,300 that experienced a projected 8.7% decline in assessed market value, the 2013 city taxes will be \$747, an annual increase of \$62 or \$5.18 per month. In exchange, residents will receive round-the-clock police and fire protection, well-maintained streets and parks, and a significant investment in the City's Fire Service and Parks & Recreation system.

The Council has also adopted a preliminary HRA Levy of \$698,471, an increase of \$344,971. This is expected to have an added impact of \$1.28 per month for a median-valued home.

In the event the Council chooses to lower the recommended tax levy, it will result in a savings of \$0.41 cents per month for a typical homeowner for each \$100,000 levy reduction.

POLICY OBJECTIVE

Adopting a final budget and tax levy is required under Mn State Statutes.

FINANCIAL IMPACTS

The financial impacts are noted above.

STAFF RECOMMENDATION

Staff Recommends the Council adopt the 2013 Tax Levy and Budget Levy as outlined in this report and in

57 the attached resolutions.

58 **REQUESTED COUNCIL ACTION**

59 The Council is asked to take the following separate actions:

- 60
- 61 a) Motion to approve the attached Resolution to adopt the 2013 Final Tax Levy
 - 62 b) Motion to approve the attached Resolution to adopt the 2013 Final Debt Levy
 - 63 c) Motion to approve the attached Resolution to adopt the 2013 Final Budget

64

Prepared by: Chris Miller, Finance Director
Attachments: A: Resolution to adopt the 2013 Final Tax Levy
B: Resolution to adopt the 2013 Final Debt Levy
C: Resolution to adopt the 2013 Final Budget

65

66 **EXTRACT OF MINUTES OF MEETING OF THE**
67 **CITY COUNCIL OF THE CITY OF ROSEVILLE**
68

69 * * * * *
70

71 Pursuant to due call and notice thereof, a regular meeting of the City Council of the City of Roseville,
72 County of Ramsey, Minnesota was duly held on the 3rd day of December, 2012 at 6:00 p.m.
73

74 The following members were present: and , and the following were absent:
75

76 Member introduced the following resolution and moved its adoption:
77

78 **RESOLUTION**
79

80 **RESOLUTION SUBMITTING THE FINAL PROPERTY TAX LEVY**
81 **ON REAL ESTATE TO THE RAMSEY COUNTY AUDITOR**
82 **FOR THE FISCAL YEAR OF 2013**
83

84 NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of Roseville, Minnesota, as
85 follows:
86

87 The City of Roseville is submitting the following tax levy on real estate within the corporate limits of the
88 City to the County Auditor in compliance with the Minnesota State Statutes.
89

Purpose	Amount
Programs & Services	\$ 14,179,826
Debt Service	3,140,000
Total	\$ 17,319,826

90
91 The motion for the adoption of the foregoing resolution was duly seconded by member and upon a vote
92 being taken thereon, the following voted in favor thereof: and , and the following voted against the
93 same:
94

95 WHEREUPON, said resolution was declared duly passed and adopted.
96

97 State of Minnesota)
98) SS
99 County of Ramsey)
100
101

102 I, undersigned, being the duly qualified City Manager of the City of Roseville, County of Ramsey, State of
103 Minnesota, do hereby certify that I have carefully compared the attached and foregoing extract of minutes
104 of a regular meeting of said City Council held on the 3rd day of December, 2012 with the original thereof
105 on file in my office.

106
107 WITNESS MY HAND officially as such Manager this 3rd day of December, 2012

108
109
110
111 _____
112 William J. Malinen
113 City Manager

114 Seal

115

116 **EXTRACT OF MINUTES OF MEETING OF THE**
117 **CITY COUNCIL OF THE CITY OF ROSEVILLE**
118

119
120 * * * * *
121

122
123 Pursuant to due call and notice thereof, a regular meeting of the City Council of the City of Roseville,
124 County of Ramsey, Minnesota was duly held on the 3rd day of December, 2012 at 6:00 p.m.
125

126 The following members were present:
127 , and the following were absent:
128

129 Member introduced the following resolution and moved its adoption:
130
131

132 **RESOLUTION _____**
133

134 **RESOLUTION DIRECTING THE COUNTY AUDITOR TO**
135 **ADJUST THE APPROVED TAX LEVY FOR 2013 BONDED DEBT**
136

137 WHEREAS, the City will be required to make debt service payments on General Obligation Debt in 2013;
138 and
139

140 WHEREAS, there are reserve funds sufficient to reduce the levy for General Obligation Series 2003A, and
141 2009A, 2009B, 2011A; and
142

143 WHEREAS, General Obligation Series 23 has been refunded and replaced with series 2004A and requires a
144 continuing levy; and
145

146 WHEREAS, General Obligation Series 2008A requires a slightly higher amount; and
147

148 WHEREAS, General Obligation Series 20012A has been issued in the fall of 2012, and will require a levy
149 in 2013.
150

151 NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of Roseville, Minnesota, that
152

153 The Ramsey County Auditor is directed to change the 2013 tax levy for General Improvement Debt by
154 \$646,049 from that which was originally scheduled upon the issuance of the bonds.
155

156 The motion for the adoption of the foregoing resolution was duly seconded by member and upon a
157 vote being taken thereon, the following voted in favor thereof:
158

159 and the following voted against the same:
160

161 WHEREUPON, said resolution was declared duly passed and adopted.
162
163

164 I, undersigned, being the duly qualified City Manager of the City of Roseville, County of Ramsey, State of
165 Minnesota, do hereby certify that I have carefully compared the attached and foregoing extract of minutes
166 of a regular meeting of said City Council held on the 3rd day of December, 2012, with the original thereof
167 on file in my office.

168
169 WITNESS MY HAND officially as such Manager this 3rd day of December, 2012.

170

171

172

173

William J. Malinen
City Manager

174

175

176 Seal

177

178 **EXTRACT OF MINUTES OF MEETING OF THE**
179 **CITY COUNCIL OF THE CITY OF ROSEVILLE**
180

181 * * * * *
182

183 Pursuant to due call and notice thereof, a regular meeting of the City Council of the City of Roseville,
184 County of Ramsey, Minnesota was duly held on the 3rd day of December 2012 at 6:00 p.m.
185

186 The following members were present:
187 and the following were absent:
188

189 Member introduced the following resolution and moved its adoption:
190

191 **RESOLUTION _____**
192

193 **RESOLUTION ADOPTING THE FINAL 2013 ANNUAL BUDGET**
194 **FOR THE CITY OF ROSEVILLE**
195

196 NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of Roseville, Minnesota, as
197 follows:
198

199 The City of Roseville's Budget for 2013 in the amount of \$45,485,010, of which \$21,831,042 is designated
200 for the property tax-supported programs, be hereby accepted and approved.
201

202 The motion for the adoption of the foregoing resolution was duly seconded by member and upon a
203 vote being taken thereon, the following voted in favor thereof:
204

205 and the following voted against the same:
206

207 WHEREUPON, said resolution was declared duly passed and adopted.
208

209 State of Minnesota)
210) SS
211 County of Ramsey)
212

213 I, undersigned, being the duly qualified City Manager of the City of Roseville, County of Ramsey, State of
214 Minnesota, do hereby certify that I have carefully compared the attached and foregoing extract of minutes
215 of a regular meeting of said City Council held on the 3rd day of December, 2012, with the original thereof
216 on file in my office.
217

218 WITNESS MY HAND officially as such Manager this 3rd day of December, 2012.
219
220

221 _____
222 William J. Malinen
223 City Manager
224

225 Seal