



Purpose of Meeting:

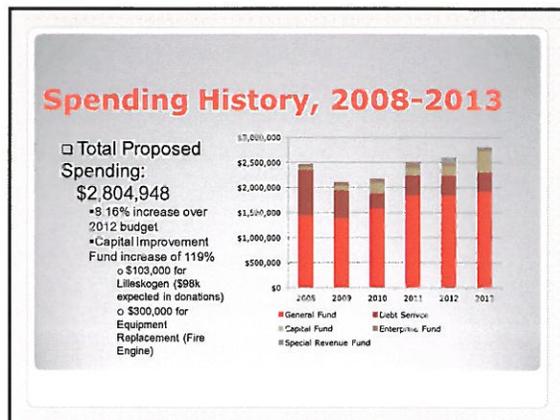
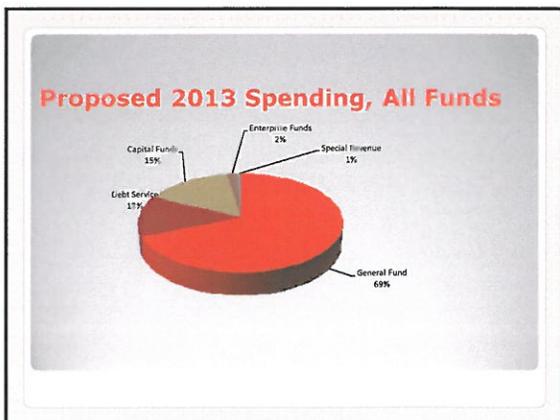
- Purpose: to gather public comment on the City's budget, and the property taxes needed to pay for the expenditures in 2013
- Meeting held in each taxing jurisdiction (county, city, school district, etc.)
- Mandated by State Legislature

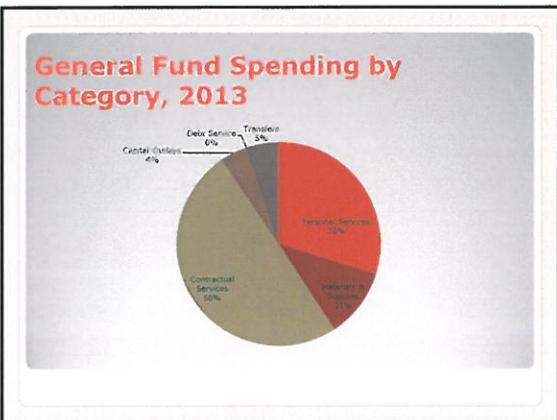
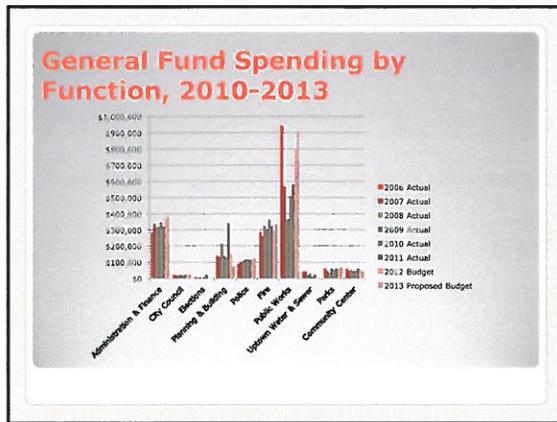
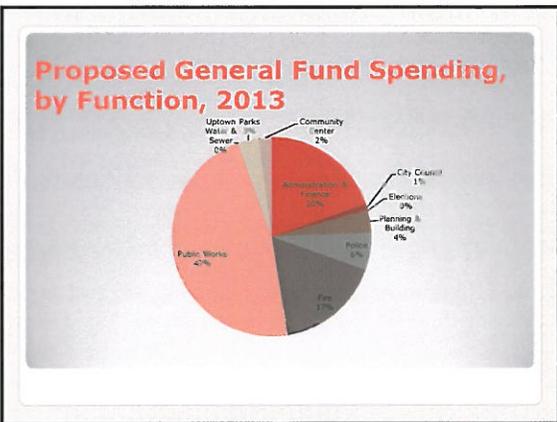
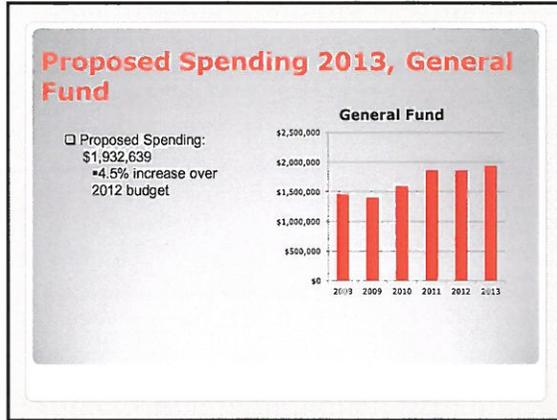
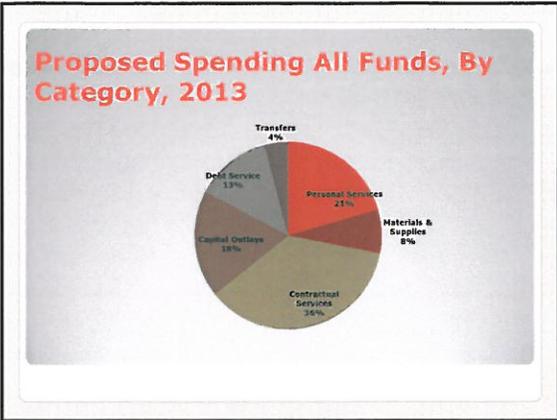
City Budget Process:

- ✓ June/July- staff drafts budget
- ✓ July/August-council budget work sessions
- ✓ September 11th-council adopts resolution certifying maximum tax levy
- ✓ October-council budget work sessions
- ✓ November- county mails proposed property tax statements
- ✓ December 11th-public hearing on 2013 budget
- ✓ December 18th-council adopts 2013 budget

Scandia's Budget:

- ❖ General Fund
 - Operating Budgets by Department
- ❖ Debt Service Funds
 - Streets, Buildings, Equipment
- ❖ Capital Funds
 - Capital Improvement, Park Improvement, Equipment Replacement
- ❖ Enterprise Fund
 - 201 Wastewater System
- ❖ Special Revenue Fund
 - Uptown Wastewater System





General Fund Spending Changes

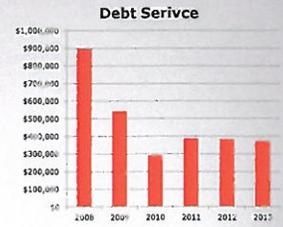
- > Personal Services decrease due to new staff
- > Administration Contractual Services increase 16.84% largely due to 75% increase in legal services
- > Space needs study removed from CIP in Administration and Finance Department
- > No election in 2013, small expenses for maintenance equipment
- > No Personal Services or Material Supplies for Planning and Building Budget due to the contracting out of all services. However, contractual services are still decreasing due to the review of the Zavoral Mine and Reclamation Project nearing completion.

General Fund Spending Changes

- Main Fire Department increases are for the purchase of turnout gear and medical training.
- Increase in Public Works materials and supplies due to the fact that more projects will be completed in house and an increase in salt purchases.
- Purchase of lift for public works garage and a one-ton F-550 work truck
- Parks and Recreation budget now includes Lakamaga contract fee.
- Resurfacing of the tennis courts is proposed for 2013

Debt Service Fund

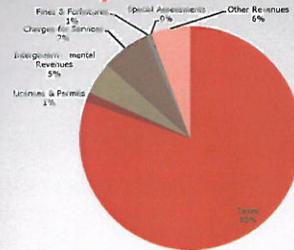
Proposed Spending:
\$369,741
•2.98% decrease from
2012 budget



Capital Improvement Fund

- Only proposed expense is CIP Project F-009. Civil Defense Siren. It is assumed a grant from FEMA would cover 75% of the cost with the city match of \$30,000 coming from the CIP.

2013 Proposed Revenue, All Funds by Source



Tax Revenue

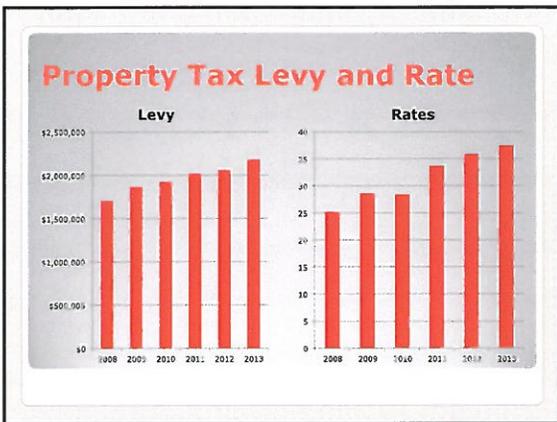
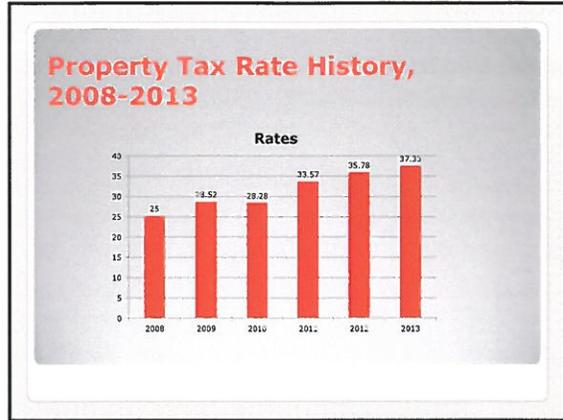
- Property taxes, except:
Sand and Gravel Tax
\$10,700 revenue to Public Works Budget

Property Tax Levy History, 2008-2013

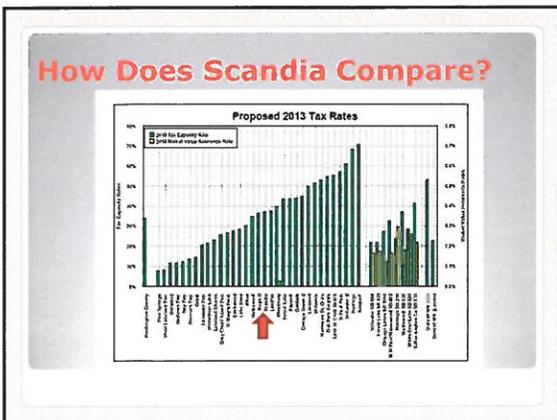


Scandia Levy History

Year Payable	Levy	\$ Increase	% Increase
2008	\$1,703,589	\$169,659	11.06%
2009	\$1,860,892	\$157,303	9.23%
2010	\$1,918,647	\$57,755	3.10%
2011	\$2,013,651	\$95,004	4.95%
2012	\$2,055,174	\$41,523	2.06%
2013	\$2,171,074	\$113,514	5.64%



- ### Your Proposed Property Tax Bill
- Will also be affected by:
 - Valuation changes different than median
 - Classification changes
 - Homestead Market Value Exclusion
 - School district differences, levy referenda
 - Watershed district differences
 - Other taxing districts (Metro Council, Mosquito Control, County HRA, Transit)



- ### Next Steps
- Open hearing for comments and questions
 - Adoption of 2013 budget and tax levy, and 2013-2017 Capital Improvement Program (CIP) at regular Council meeting on **Tuesday, December 18, 2012 (7:00 p.m.)**