

Revenues

The City is projecting an overall net increase of \$883,160 in non-property tax revenues for the 2024 budget a description of revenue changes are as follows:

Description	Change
Transfer from Public Safety Funds	\$211,360
Shakopee Public Utilities PILOT	150,000
Tax abatements (net decrease in required levy)	139,000
Traffic safety officer grant	119,000
Community Center revenues	79,000
Building permit revenues	75,000
State Fire Aid (pass through)	45,000
Engineering grade fee	45,000
Sand Venture revenues	40,000
Interest income (General fund)	35,000
Go Gymnastics recreational programming	30,000
Fire Township Agreements	24,500
Building Official Grant	(35,000)
Other (net adjustments)	(74,700)
Change in Revenues	\$883,160

The city is a recipient of \$1,995,109 of one-time public safety aid from the State of Minnesota. The money will be received in December of 2023 and be placed in a separate special revenue fund to track expenditures. Staff has proposed to utilize a portion of the funding to add two patrol officers (\$211,360), an additional marked squad car (\$85,000), replacement of squad and body worn cameras (\$270,590), fire self-contained breathing apparatus replacement (\$262,500), fire department master study (\$56,000) and renovation of Fire Station #1 to create a permanent dorm room space for overnight staffing of firefighters (\$800,000). Most of the expenditures will be directly coded to the fund, however a transfer of \$211,360 will be shown as a transfer to the General Fund to offset the cost of the two patrol officers. It is anticipated these officers would be half funded from public safety funds for budget year 2025.

The budget includes a payment in lieu of taxes (PILOT) contribution from the Shakopee Public Utilities. The city and the commission agreement requires a contribution to the city based on a percentage of revenues. The 2024 budget estimates an increase of \$150,000 in general fund revenue.

A tax abatement levy is required for all city approved tax abatements. Effectively, the city increases the levy in the amount equivalent to the increase in taxes paid for a specific project that meets the city's business subsidy policy requirements (which include job related goals and wages). That levy will be reduced for 2024 as a result of the last year for Emerson and the removal of Shutterfly who no longer is meeting the job requirements of their abatement agreement. The net reduction in the abatement levy is \$139,000.

The police department was awarded a MN Department of Public Safety traffic safety officer grant that pays the salary of an officer that is dedicated to impaired driving. This is the second consecutive year the department has received the grant and \$119,000 has been included in 2024.