

2019 Budget Listening Sessions

Shakopee Public Library

June 6th & 7th

City of Shakopee MINNESOTA



Budget Listening Sessions

- 2018 Council Work Plan/Budget Priorities
 - Maintain Current Service Levels (Financial Stability)
 - Maintain Stable Tax Rate (Low Taxes)
 - Increase Tax Capacity
 - Increase Bond Rating

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Budget Listening Sessions

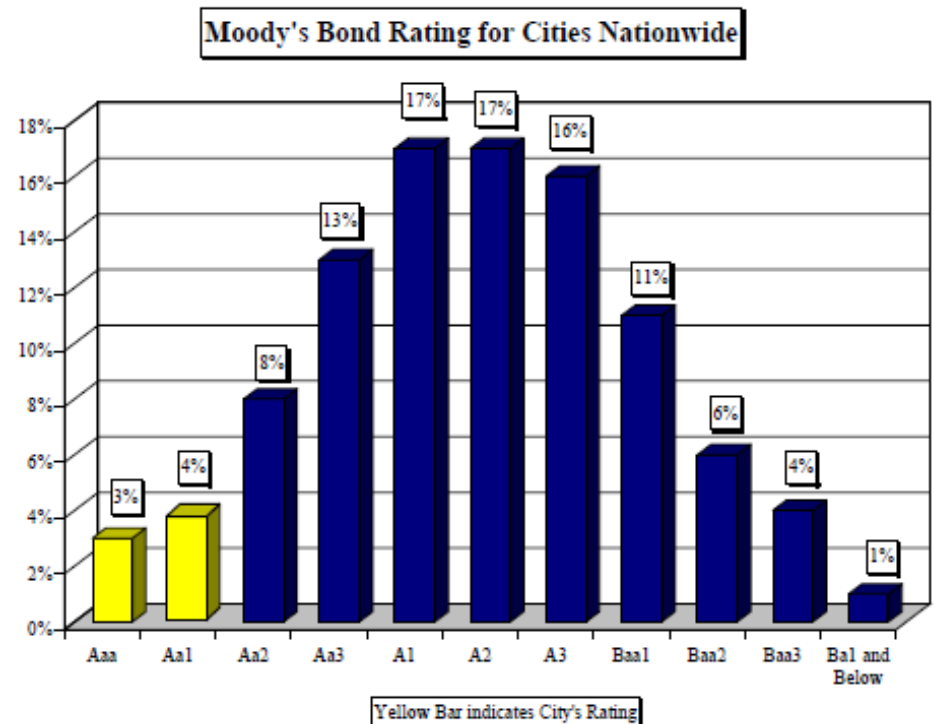
- 2019 Budget Development
 - Bond Rating History
 - A1 Rating – June 2002
 - Aa3 Rating – April 2004
 - Aa2 – July 2010
 - Aa1 – November 2015
 - Next Step.....AAA Bond Rating

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Budget Listening Sessions

- 2019 Budget Development
 - Nationwide City Bond Ratings



Source: Obtained from the Moody's Investors Service April 2010 report.

Budget Listening Sessions

- Budget Cycle – Two Major Parts
 - Operating (General Fund)
 - Capital (Streets, Utilities, Equipment, Buildings)

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Budget Listening Sessions

- 2019 Budget Development
 - Tax Base Growth
 - Known Budget Impacts
 - Personnel
 - Police & Fire Pension
 - Self-Insurance
 - State Funding

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Budget Listening Sessions

- 2019 Budget Development
 - Tax Base Growth & Appreciation
 - Taxes Payable 2017 – 4.85% (\$4.6 to \$4.8 Billion)
 - Taxes Payable 2018 – 6.88% (\$4.8 to \$5.2 Billion)
 - Taxes Payable 2019 – 7.33% (\$5.2 to \$5.6 Billion)
 - New Growth allows for a greater spread of tax burden resulting in lower individual tax liability

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Budget Listening Sessions

- 2019 Budget Development
 - Known Budget Impacts
 - Personnel – Union contracts in place for 2019
 - Police & Fire Pension – Governor recently signed the Pension Bill that aids in creating sustainability for the Police & Fire Pensions
 - Self-Insurance – Aiming to reduce long-term health insurance costs and provide better control over benefit levels
 - State Funding
 - No Local Government Aid (LGA)
 - No State Bonding Dollars

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Budget Listening Sessions

- Truth-n-Taxation statements will be mailed to property owners in November based on a preliminary levy that will be set in September.
- December 4 the City will hold a public meeting in regards to the budget and levy
- Final approval on December 18

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Budget Listening Sessions

TAX RATES FOR TAXES PAYABLE 2018

