

City of Pequot Lakes

2020 Preliminary  
Budget Presentation

# City Levy History

Year	Amount
2020 preliminary levy	\$1,808,553
2019 levy	\$1,699,185
2018 levy	\$1,637,785
2017 levy	\$1,597,230
2016 levy	\$1,553,352
2015 levy	\$1,514,093

The above levy amounts are the total of the general revenue tax levy and tax abatement levy.

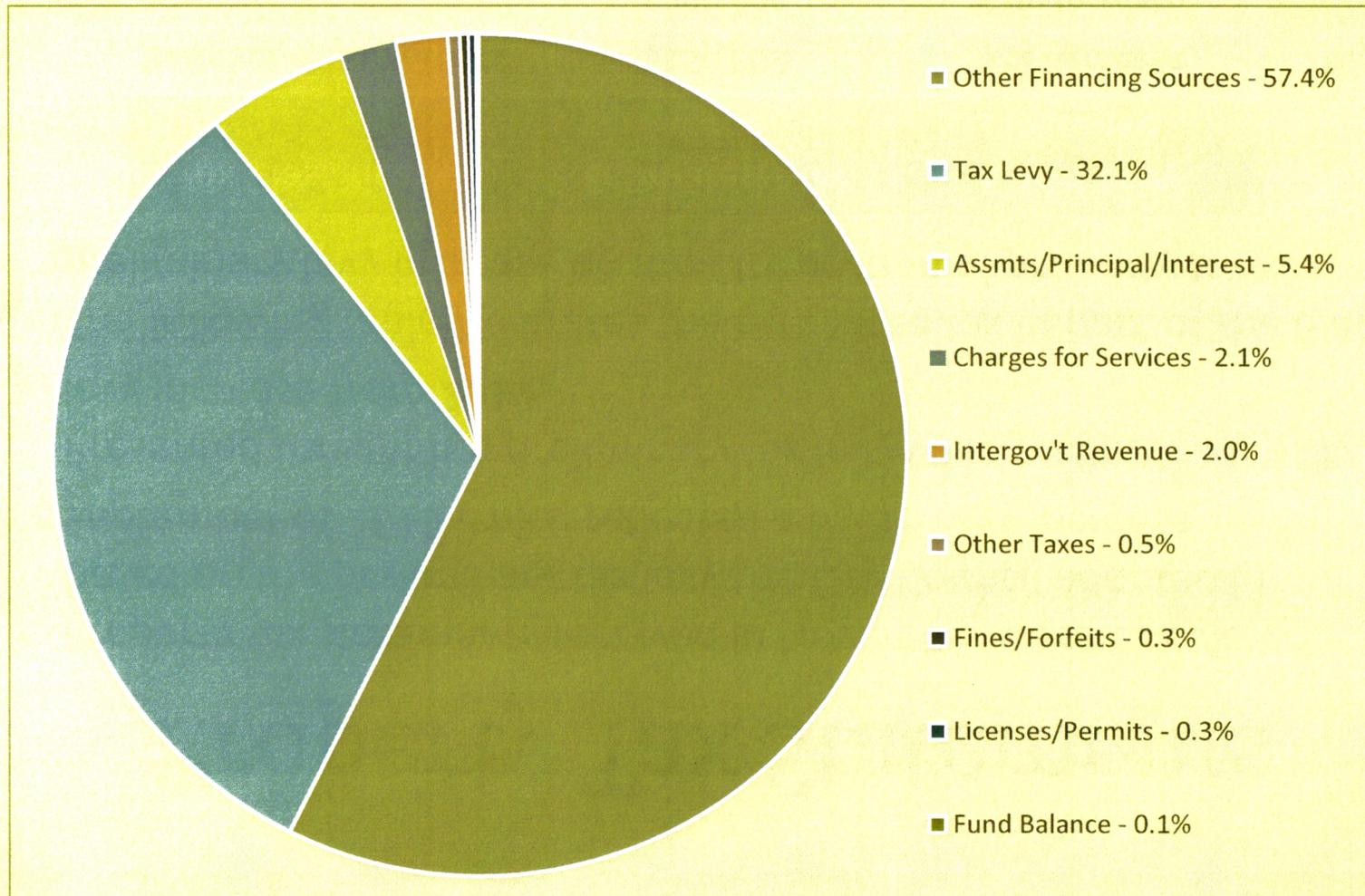
# Property Tax Statements

- Property tax statements received in November were calculated based on the preliminary tax levy the City Council adopted in September of 2019 which reflected a 6.73% levy increase.
- Presented tonight is a preliminary tax levy which reflects a 6.44% levy increase from 2019.
- The following table illustrates the estimated tax impact of the 6.44% preliminary levy increase on the City portion of property taxes.

<b>Tax Classification</b>	<b>Estimated Mkt Value</b>	<b>6.44% Levy Increase</b>
Residential Homestead	\$150,000	\$22 decrease
	\$200,000	\$29 decrease
	\$250,000	\$36 decrease
Commercial	\$200,000	\$46 decrease
	\$300,000	\$75 decrease
	\$400,000	\$104 decrease

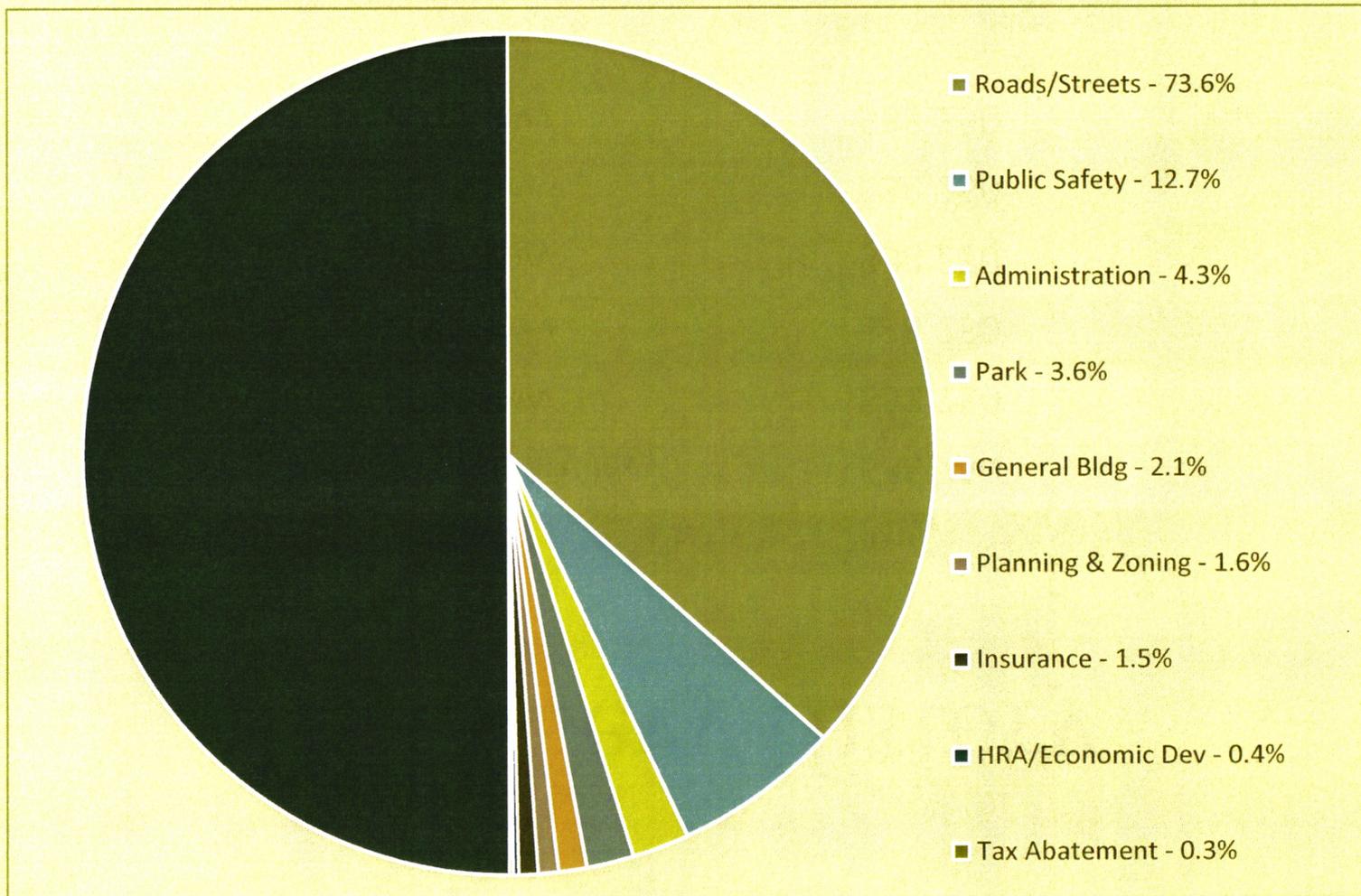
# Tax Levy Fund Revenues

Tax levy fund revenues are projected to total \$5,641,113 for 2020.



# Tax Levy Fund Expenditures

Tax levy fund expenditures are projected to total \$6,570,063 for 2020.

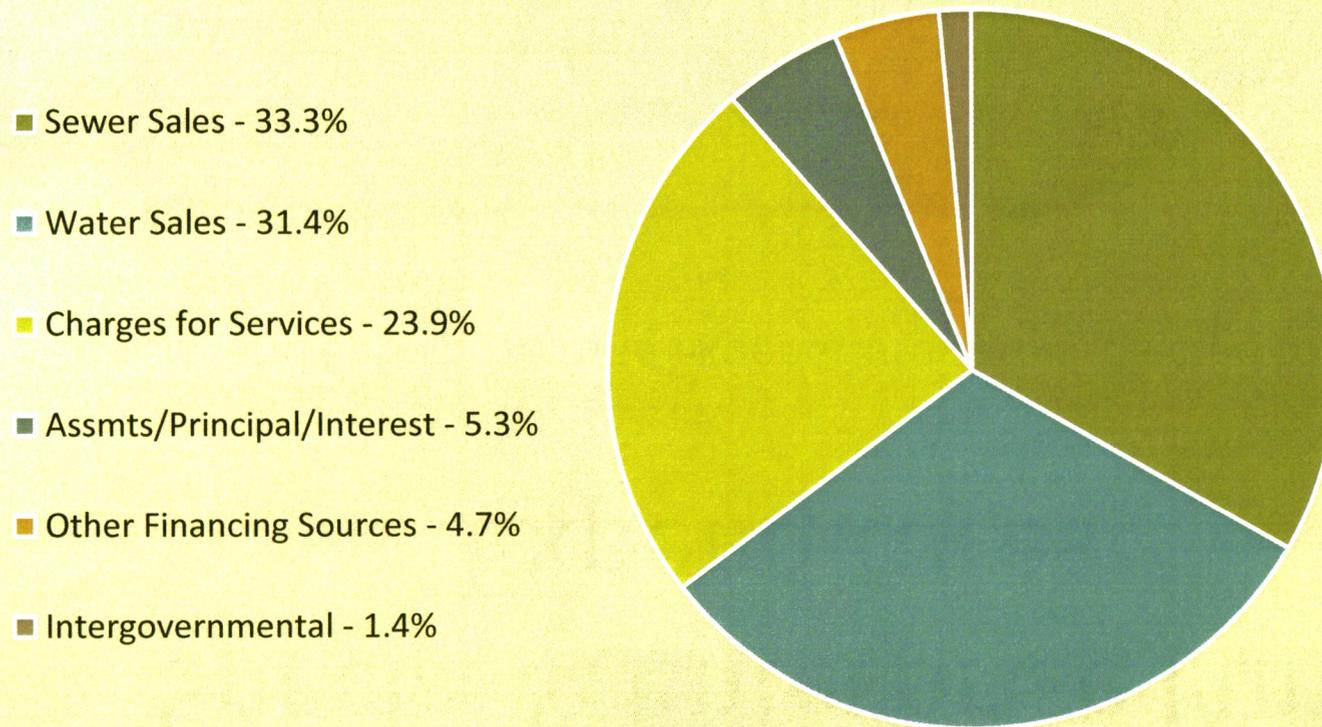


# HRA Levy History

Year	Amount
2020 preliminary levy	\$38,250
2019 levy	\$38,250
2018 levy	\$38,250
2017 levy	\$38,250
2016 levy	\$38,250
2015 levy	\$38,250

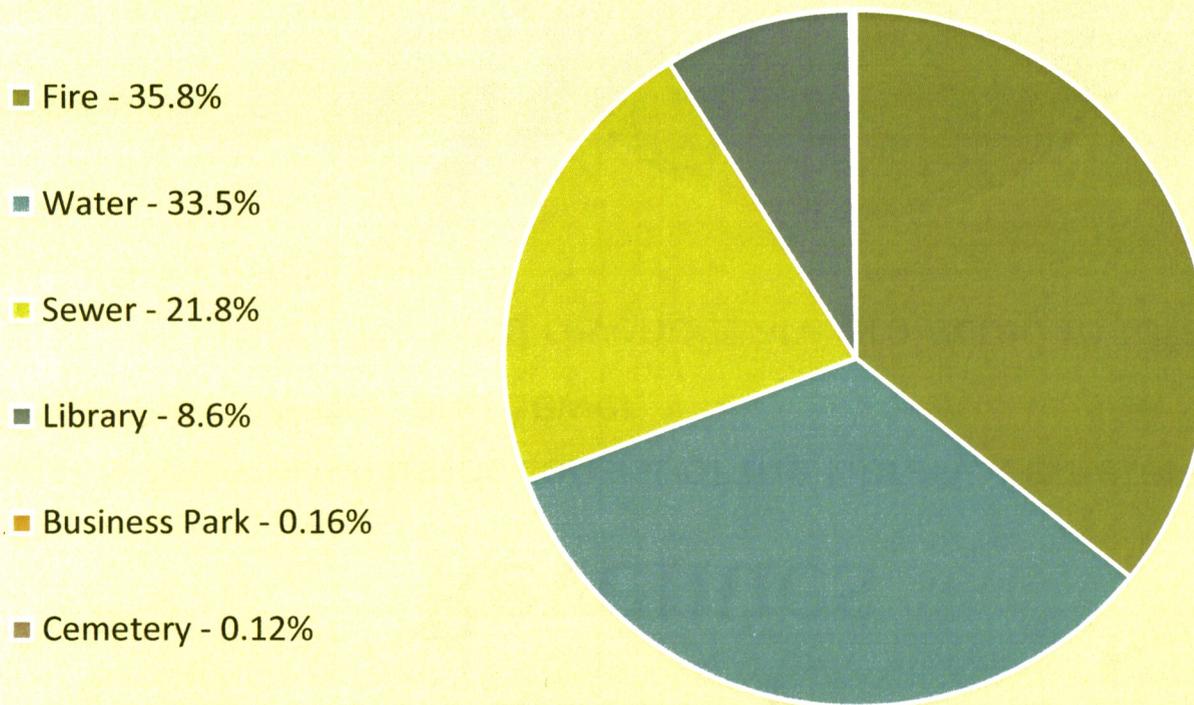
# Special & Enterprise Fund Revenues

- Special & Enterprise funds consist of the Library, Cemetery, Fire, Business Park, Water, and Sewer.
- Special and Enterprise fund revenues are projected to total \$913,540 for 2020.



# Special & Enterprise Fund Expenditures

- Special and Enterprise fund expenditures are projected to total \$727,380 for 2020.



# Tax Rates

- The property tax rates are calculated by dividing the City's property tax levy by the City's net tax capacity.
- As you can see in the following table, the 2020 preliminary City tax rate will decrease by 1.429% from 2019.

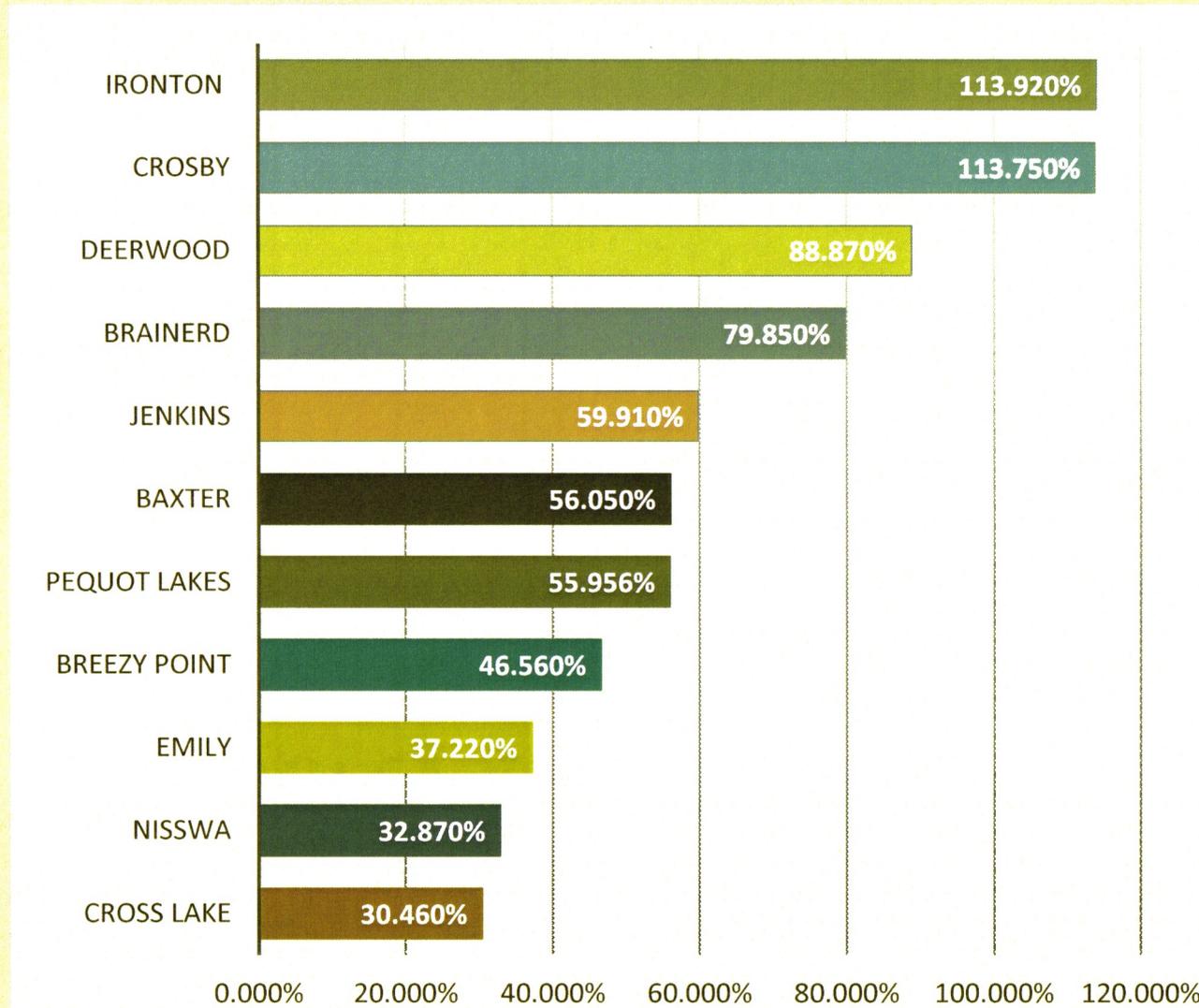
	2019 Budget	2020 Preliminary Budget
City Tax Rate:		
General revenue levy	56.678%	55.377%
Tax abatement levy	0.707%	0.578%
<b>Total City Tax Rate</b>	<b>57.385%</b>	<b>55.956%</b>



# Possible Factors Contributing to Property Tax Increases

- Levy increases for county, city, school district, and special taxing districts.
- Property market value changes.
- Property classification changes.
- Net tax capacity decreases for county, city, school district, and special taxing districts.

# 2020 Proposed Tax Rate Comparison



# Questions?

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