

Administrator's Recommended 2020 Levy & Budget



SEPTEMBER 17TH ,2019

Agenda

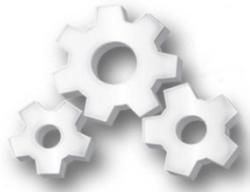


- Executive Summary
 - ✦ County Administrator
- Budget Recommendations
 - ✦ Property and Financial Services Director
- Board Questions, Input, and Direction

2020 Budget Overall Summary



- **High quality, efficient public services**
- **Strong fiscal strategies**
- **Personnel Investments**
- **One time funding source reduction**
- **4.9% levy impact; 3.3% tax impact**



Your Tax Dollars At Work

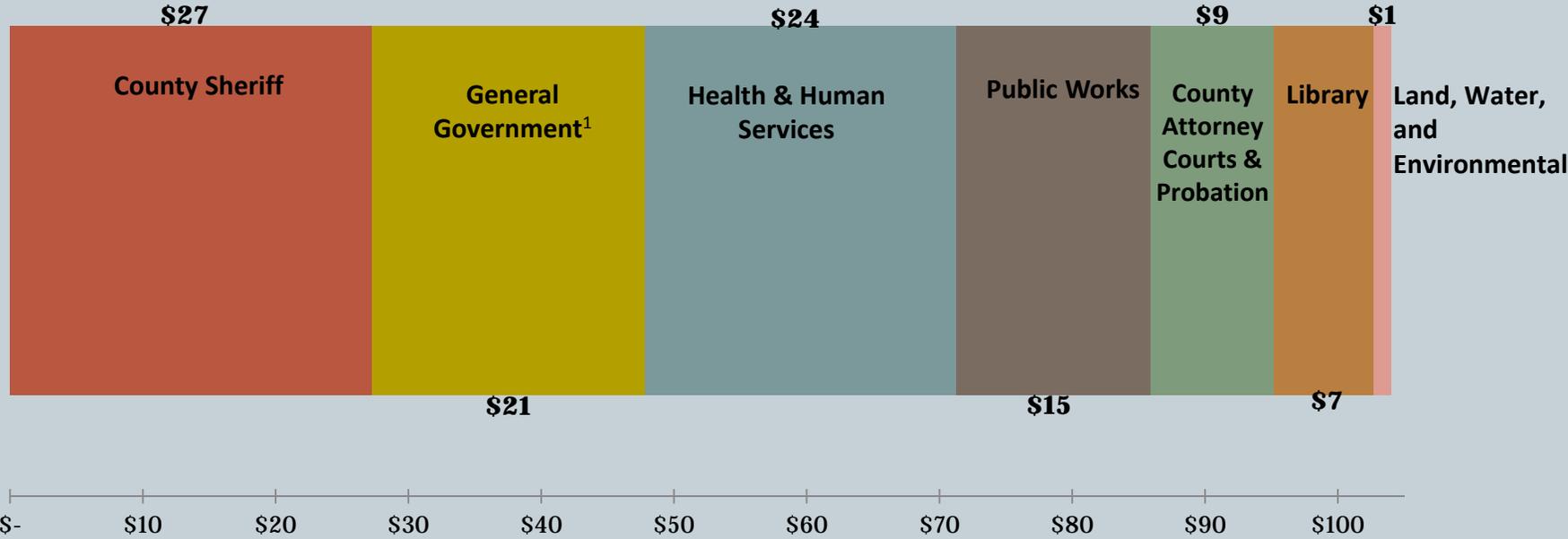


- 274 Miles of Roads, 73 Bridges, 1,016 Acres of Public Areas
- Public Safety: Patrols, Jail, 9-1-1 Center, Courts & Probation
- 6 City and 4 Express Libraries
- Personal Records: Birth, Marriage, Land Purchases
- Public Health: Disease Prevention, Immunizations
- Social Services: Behavioral Health, Employment Services, Elderly/Disabled Transportation, Child Protection
- Environmental Services: Recycling, Water Management

Where Are Your Tax Dollars Spent?



**Allocation of \$104 in County Taxes Per Month on an Average-Value Home
(Based on Administrators Recommended Budget)**



1). General Government Includes: County Board and Administration, Property & Financial Services, Employee Relations, Facility Services, Information Technology, Veterans Services, Extension, Historical Society, Building Service, Debt Services, and support for various community programs.

Taxes Support Library Services



Library: \$7/Month

For less than the cost of a new best seller in paperback, all residents have easy access to everything the County libraries have to offer.



Taxes Keep Roads Safe Year-Round



Highway Maintenance: \$7/Month

Less than what you would pay for a few gallons of gas is what goes toward maintaining the County's roads, bridges and signs.

Taxes Maintain Parks and Trails



Parks & Trails: \$1.75/Month

Carver County has more than 894 acres of protected public parks and recreation areas and County trails. When you compare it to buying comparable property of your own, what you get for your tax dollar each month is quite a bargain.

Taxes Assure Emergency Response



911 Dispatch: \$4/Month

Less than you would spend on a first aid kit goes toward providing 911 emergency dispatch services. What value do you place on knowing you can call 911 and receive an immediate response?

Budget Gap: 4 Year Summary



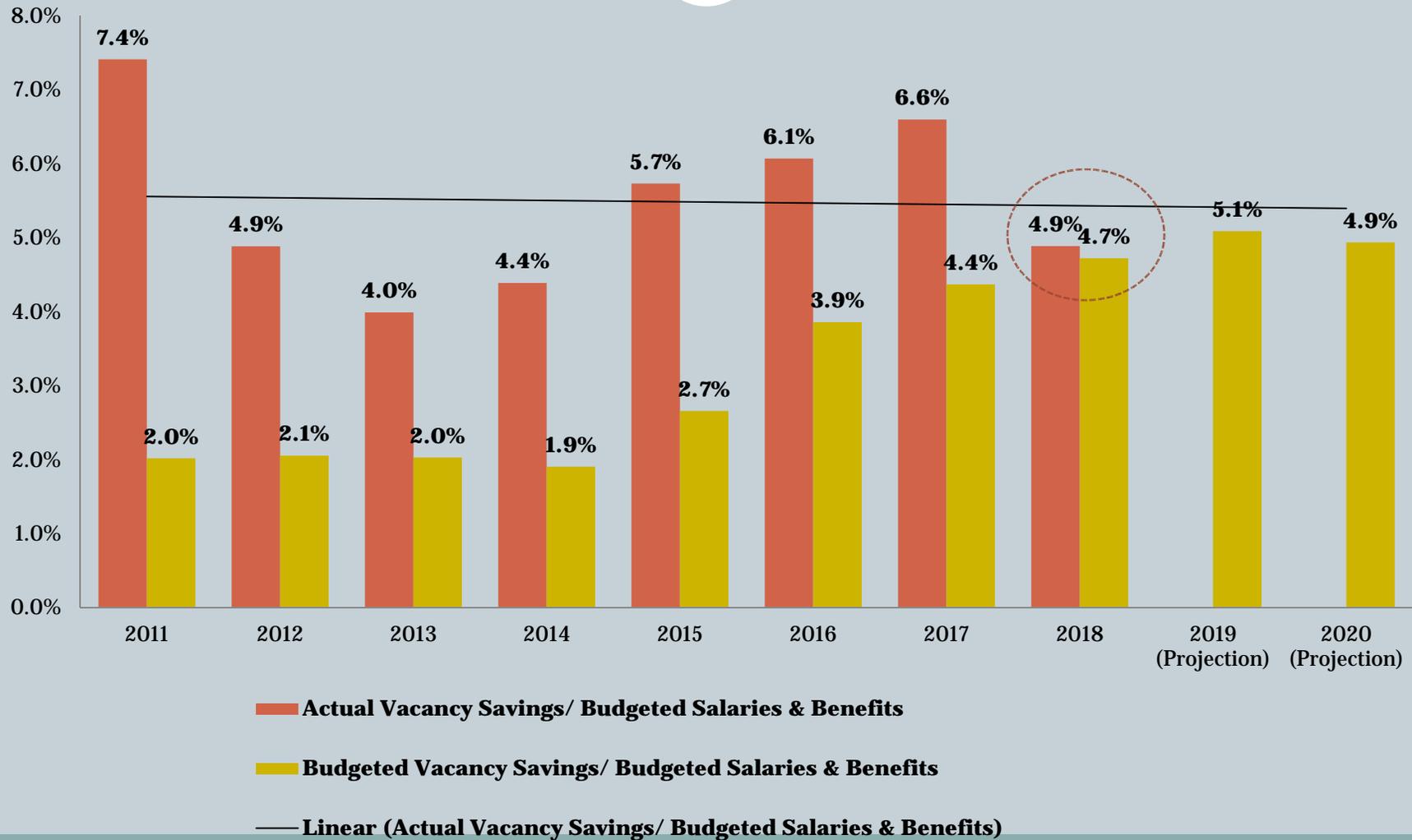
	2020	2019	2018	2017
County Tax Levy Increase	\$2.8M	\$2.6M	\$2.0M	\$1.4M
Salaries/Benefits Projection	(2.9M)	(2.5M)	(2.4M)	(2.1M)
County-Wide Levy Adj.	500k	200k	800k	1.5M
Division Negative Trends	(800k)	(600k)	(1.8M)	(600k)
Division Levy Adjustments	500k	700k	2.0M	-
New Levy Funded FTEs:	<u>(100K)</u>	<u>(400k)</u>	<u>(600k)</u>	<u>(200k)</u>
Budget Gap	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

2020 County Wide Levy Adjustments



Vacancy Savings: 4.9% of 2020 Wage & Benefit Projection	\$ -
Reduce Commissioner Contingency	489k
Additional 2020 CPA	438k
Levy Increases for Road Preservation & Equipment Replacement	(200k)
Shift CPA from Operating Budget to One-Time Projects (Attach E)	(100k)
State PERA Aid sunsets in 2019	(90k)
Long Term Financial Plan: IT operating increases	<u>30k</u>
Total – Attachment A1	<u>\$ 500k</u>

Vacancy Savings: 2020 4.9% Projected Salary & Benefits

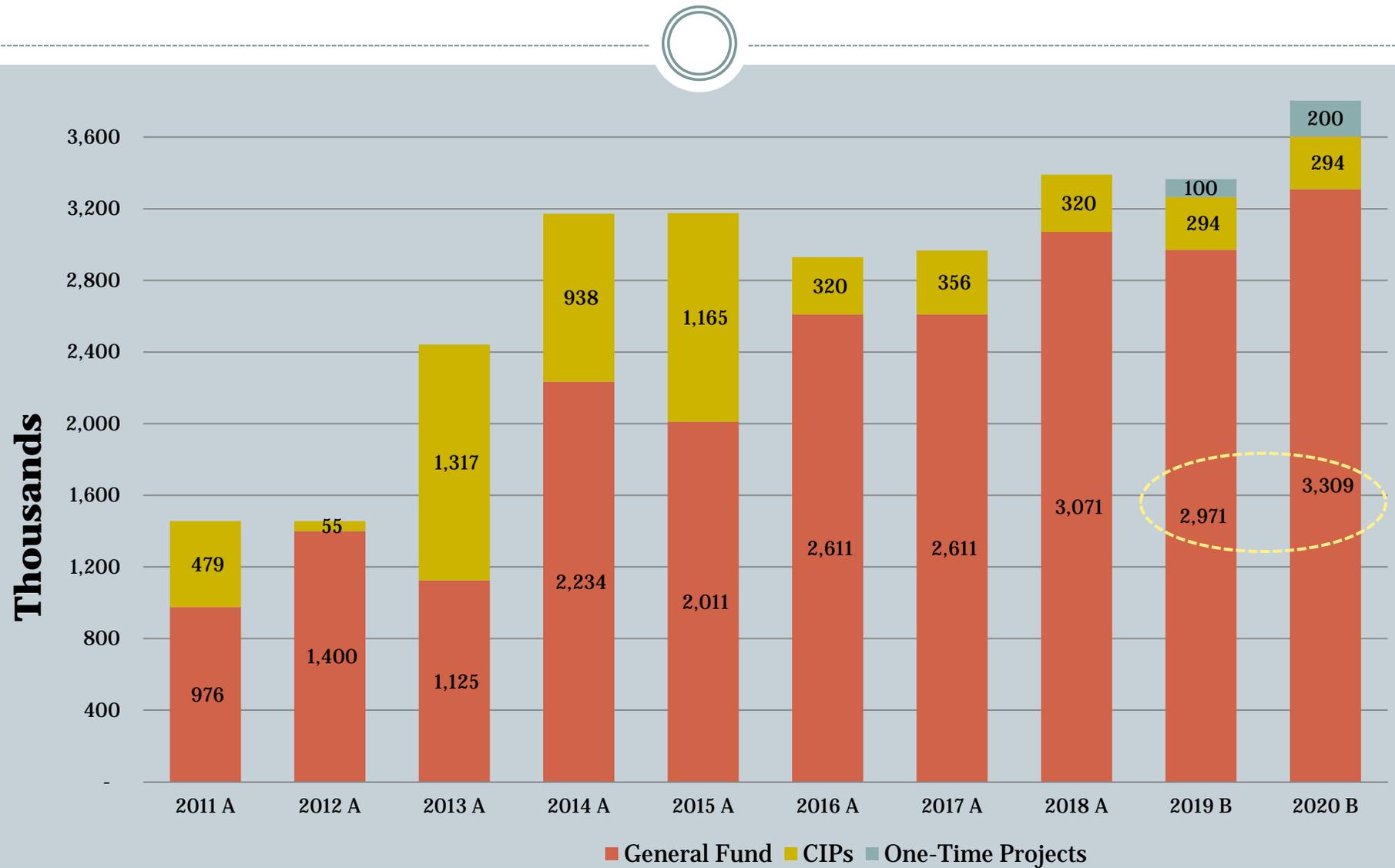


Commissioner Contingency



	<u>One-time \$:</u> 2019 Budget	<u>On-going \$:</u> 2020 Budget
Beg. Balance – Jan 1, 2019	\$600K	\$600k
HHS Re-Org Staff Savings – 3/19	-	+146k
Proposal to Eliminate Park Fees	-	(157k)
Recommended to Close 2020 Budget Gap	<u>-</u>	<u>(489k)</u>
Net Available:	<u>\$600K</u>	<u>\$100K</u>

State CPA: 2011-2020



2020 Division Levy Adjustments – Attachment A



	<u>Negative Trends</u>	<u>Revenue Increases</u>	<u>Net Change</u>	<u>Revenue Comments</u>
Sheriff's Office	\$100k	(\$180k)	(\$80k)	+ Contract Revenues
Public Services	170k	(70k)	100k	+ Misc. Revenue
Health & Human Services	240k	(250k)	(10k)	+ State/Fed Revenue
Public Works	115k	-	115k	
Other Divisions	<u>175k</u>	<u>-</u>	<u>175k</u>	
	<u>\$800k</u>	<u>(\$500k)</u>	<u>\$300k</u>	

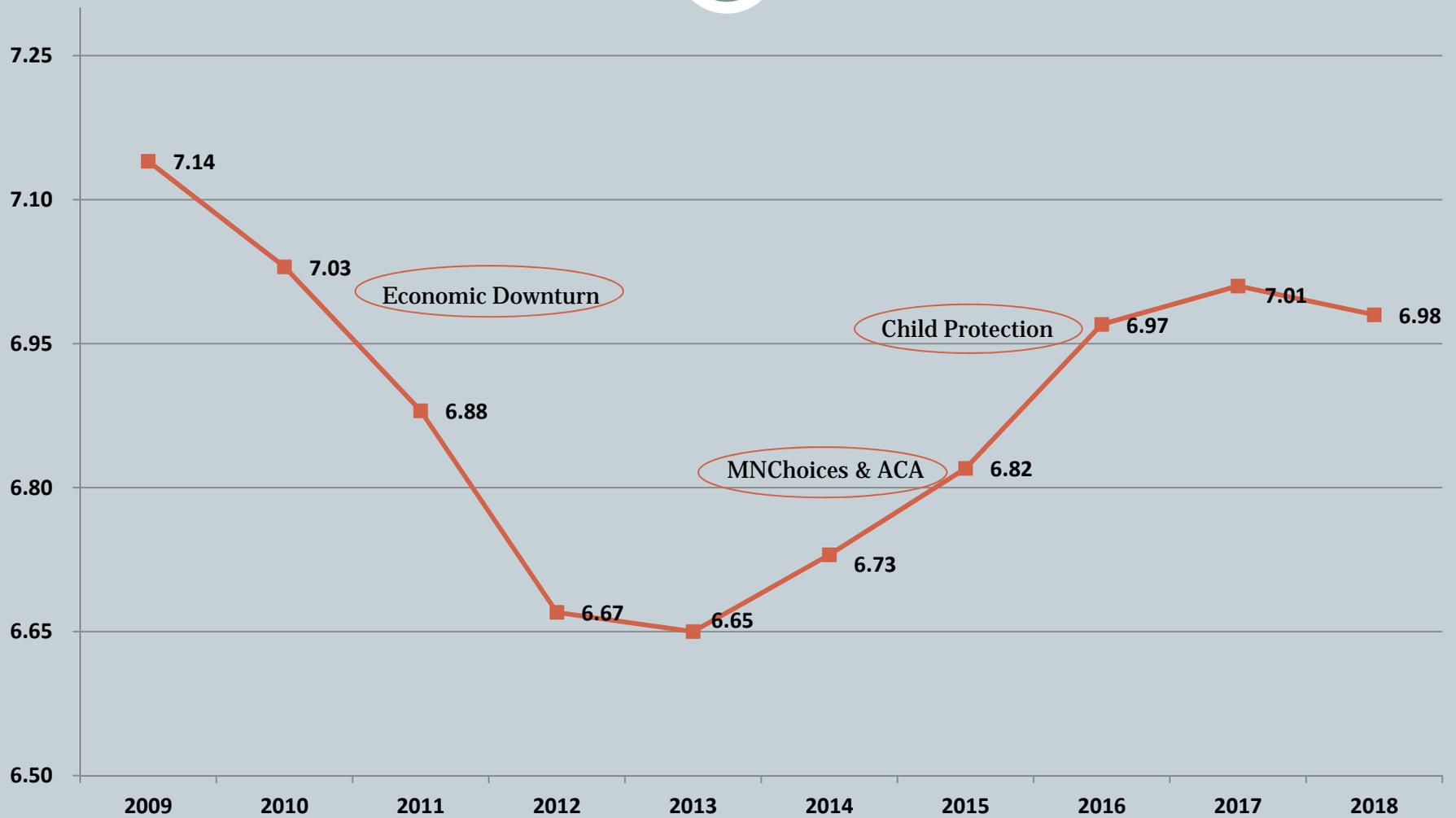
2020 Staffing Changes:



Division Director Requested:			Administrator Recommended:		
<u>Division</u>	<u>FTEs</u>	<u>Description</u>	<u>Other Sources*</u>	<u>Tax Levy</u>	<u>Total</u>
Attorney	0.50	Civil Attorney (Data Requests), Paralegal	-	-	-
HHS	5.00	Case Aid (3), Social Worker , PH Nutritionist	\$97k	\$7k	104k
PFS	0.87	Appraiser Intern, Election Judge/Clerk STOC	38k	-	38k
Public Services	3.40	Associate Librarian, Library Assistant (net 0.35 FTE), Library Shelves, IT Solutions Architect	-	114k	114k
Public Works	<u>1.68</u>	Communications Manager , GIS Intern, Civil Engineer , Senior Engineer, Transportation Operations Specialist, Parks Seasonal STOC	<u>194k</u>	-	<u>194k</u>
Total	<u>11.45</u>				
<u>Administrator Recommended:</u>	<u>4.97</u>		<u>\$330k</u>	<u>\$121k</u>	<u>\$342k</u>

*Grants, sustainable revenue increases, reallocation of existing levy, etc.
Positions in red are proposed reductions

County Employees per 1,000 Citizens 2009-2018



2020 Budget Tax Base Summary



- **Overall Tax Base:**

- ✦ **\$15.5B = +8.20%**

- ✦ **New Construction Levy Increase = +\$1.2M**

- **2020 Average Value Increases:**

- ✦ **Home \$360,700 = +7%**

- ✦ **Commercial = +8%**

- ✦ **Ag = 0%**

Administrator's Recommended 2020 Levy

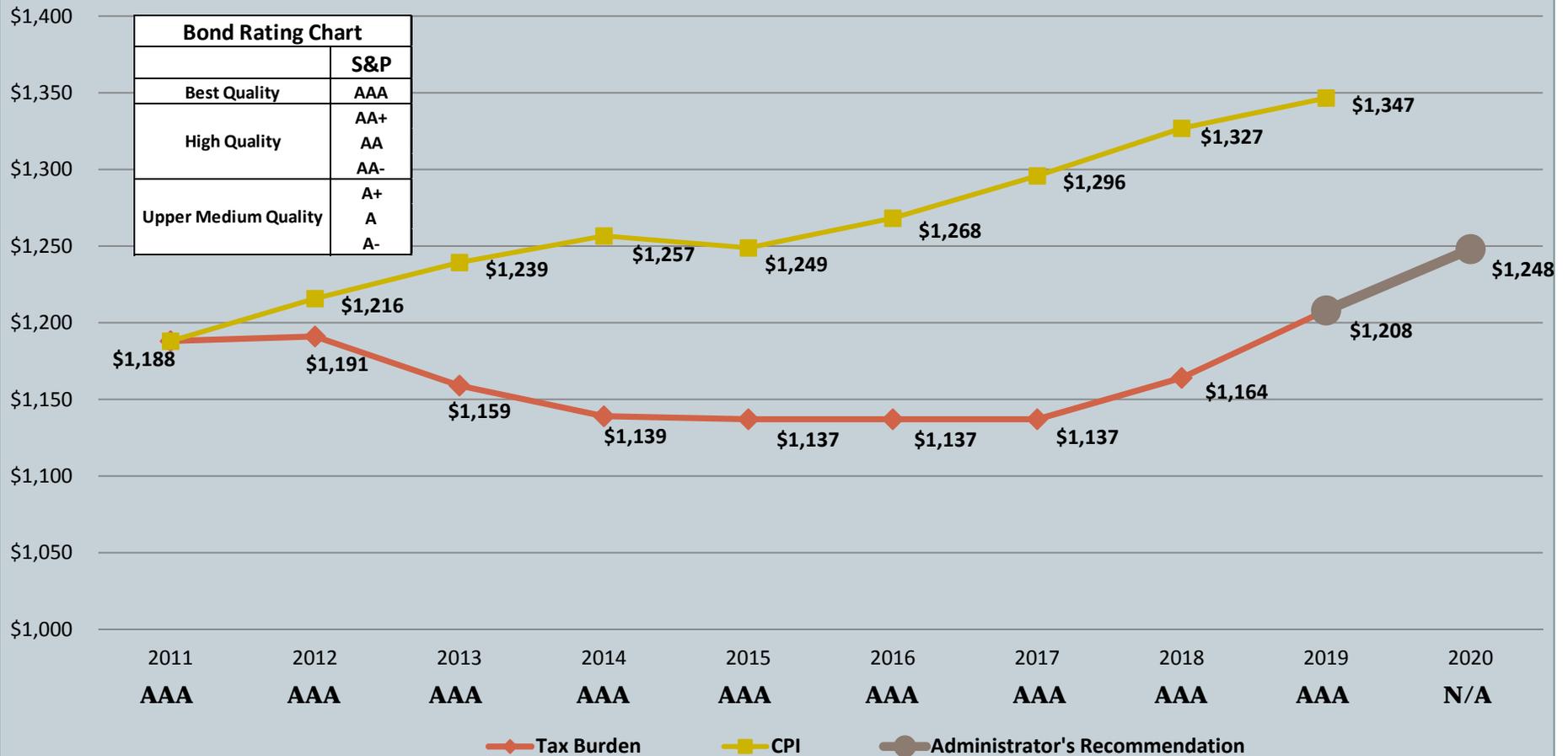


<u>\$361K Ave Value Home</u> <u>+7%:</u>	<u>\$ Levy</u> <u>Increase</u>	<u>% Levy</u> <u>Increase</u>	<u>\$ Tax</u> <u>Impact</u>	<u>% Tax</u> <u>Impact</u>
2020 Preliminary Levy	\$2.8M	4.9%	\$40	3.3%
2019 Final Levy	\$2.6M	4.9%	\$44	3.8%

Average-Value Home County Property Tax Amounts 2011-2020



Value: \$290,000 Value: \$277,400 Value: \$263,800 Value: \$264,700 Value: \$291,200 Value: \$302,000 Value: \$302,580 Value: \$318,300 Value: \$337,800 Value: \$360,700



2011 2012 2013 2014 2015 2016 2017 2018 2019 2020

AAA AAA AAA AAA AAA AAA AAA AAA AAA N/A

—◆— Tax Burden —■— CPI —●— Administrator's Recommendation

2020 Other Levies Recommendations



- **\$802k Water Management Organization Levy:**
 - ✦ +\$38k (+4.9%): Increased project costs
 - ✦ Separate .ppt with more details

- **\$170k Regional Rail Authority Levy:**
 - ✦ \$8K (+4.9%): Increased Stewardship Costs
 - MN River Bluffs Regional Trail
 - ✦ Budget: \$111k for Stewardship & \$63k for Staffing

2020 Capital Projects Highlights

- **Attachment C - Capital Improvement Plans:**

- ✦ **Road & Bridge: \$41.7M** State, Sales Tax, City
 - \$2.2M County Tax Levy for Road Preservation **(+100K from 2019)**
- ✦ **Parks & Trails: \$360k** CPA, State, City - \$0 County Tax Levy
- ✦ **Building & Other: \$74k** CPA - \$0 County Tax Levy
- ✦ **Regional Rail Authority: \$170k** – \$0 County Tax Levy

- **Attachment D - Facilities, Vehicles & Equipment 5 Year Replacement Schedule:**

- ✦ **\$1.4M** County Tax Levy **(\$100K increase from 2019)**

- **Attachment E - \$2.1M One-Time Projects:**
(\$1.45M Turnback + \$200k CPA + \$110k YES + \$226K Met Council + \$159k MNLARS)

- ✦ \$1.45M – Roofs, Furn., TH 5 Trail, Coney Island Retaining Wall, Vehicles
- ✦ \$650k - Bridge Replacements

Year End Savings (YES)



January 1st, 2018 Balance:	\$5.3M
2018 (April) Sheriff Crisis Training	(100k)
2018 (Nov) State Bonding Grant match- LWRP Phase I Infrastructure	(1.5M)
2018 (Dec) 2019 Budget One-Time Projects: Attachment E	(500k)
2018 Audit: <i>Net Budget to Actual Variance/35% Reserves</i>	<i>(200k)</i>
January 1st, 2019 Balance:	<u>\$3.0M</u>
Reserved for Investment Mark to Market Safety Net	(700k)
Recommended 2020 Budget One-Time Projects: Attachment E	<u>(110k)</u>
Projected December 31, 2019 Balance:	<u>\$2.2M</u>

Long Term Financial Plan (Update in November 2019)

- **Roads and Bridges:**

- ✦ Projects funded by Transportation Sales & Wheelage Taxes

- **Buildings & Misc.:**

- ✦ Master Space Plan Study Phase 1: HHS Off-Campus
- ✦ Chaska Library 202X: One-time books & shelves

- **Parks and Trails:**

- ✦ Maintenance & Further Expansion
- ✦ Lake Waconia Regional Park:
 - Funded: \$3M Phase I Infrastructure
 - Unfunded: \$8.6M Phase 2 & \$? Waconia Event Center

- **Operations:**

- ✦ FTEs: Minimize Requests thru Technology, Innovation, Cooperation, etc.
 - 202X Levy \$ for Chaska Library FTEs
- ✦ Employee Health Insurance: Improving Health & Wellness Culture
 - 2021 5th year (last) of HI Rate Caps – 2022 ?

2020 Budget Schedule

5/28 Strategic Planning Board Workshop	Administrator's Recommended 2020 Budget Strategy
6/5 Distribution	Board's 2020 Budget Strategy
<u>6/19 Deadline</u>	Divisions Turn In 2020 Budget Requests & Levy Adjustments
7/10 - 7/19 Hearings	Budget Hearings on 2020 Division Requests & Levy Adjustments
8/27 Board Workshop	Administrator's Recommended 2020 Levy & Budget
9/17 Board Meeting	<u>Board Action:</u> Preliminary 2020 Levy & Budget
11/19 2020 Fee Schedule	<u>Board Action:</u> Public Hearing and Board Approval
11/26 Board Workshop	Administrator's Recommended 2021 Long-Term Financial Plan
12/5 Board Meeting	Truth In Taxation Public Hearing: 6:00 p.m. on Thursday, Dec. 5
12/17 Board Meeting	<u>Board Action:</u> Final 2020 Final Levy & Budget Final 2021 Long-Term Financial Plan

Administrator's Recommended Preliminary 2020 Budget & Levy



Motion to approve Preliminary 2020
Tax Levy of **\$59,073,855**, Budget of
\$146,066,377 and to set a 2020
Budget Public Hearing **December 5th**
at 6pm