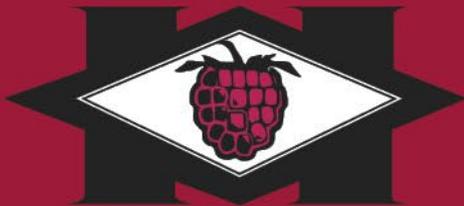


Public Meeting for the 2021 Tax Levy and Budget

November 30, 2020



City of
Hopkins
Minnesota

Purpose of this Meeting

- Discuss and Review the City's Budget and how it impacts your taxes
- Discuss the City's Tax Levy
- Will NOT address individual property valuations



Taxation Process

- Valuation notices sent each March for taxes payable the following year
 - This is the time to appeal valuation
- Set Preliminary Levy on September 15
- Proposed Tax Notices mailed November 12
- Public Meeting for Final Levy on November 30
- Adopt Final Levy by December 28





Hennepin County

A-600 Government Center
300 S. Sixth Street
Minneapolis, MN 55487-0060
612-348-3011 www.hennepin.us

Proposed levies & taxes

2020 values for taxes payable in 2021

2021

XXXXXXXXXXXXXXXXXXXX
XXXXXXXX HOPKINS MN
55343-XXXX

THIS IS NOT A BILL — DO NOT PAY

Property ID NO: xx-xxx-xx xx xxxx
XXXXXXXXXXXXXXXXXXXX

Property taxes statement schedule

Step 1 Value & classification

TAX YEAR PAYABLE CLASS:	2020 HOMESTEAD	2021 HOMESTEAD
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Estimated Market Value:	\$285,000	\$299,000
Homestead Exclusion:	\$11,590	\$10,330
Other Exclusion/Deferral:	\$0	\$0
Taxable Mkt Value:	\$273,410	\$288,670

Step 2 Proposed levies & taxes

2020 TAX	\$4,517.11
2021 PROPOSED	\$4,517.36

Percent change .0%

Now is the time to provide feedback on proposed levies.
It is too late to appeal your value or classification without going to Tax Court.

Step 3 Property tax statement

Coming March 2021, due May 17, 2021 and Oct 15, 2021

Addresses for correspondence	Actual 2020	Proposed 2021	Meeting date & location
Hennepin County A2400 Government Center Minneapolis MN 55487 612-348-3011	\$1,161.18	\$1,137.39	Dec 1, 2020 6:00 PM Meetings may be held virtually For current meeting details visit Hennepin.us/TNT
City of HOPKINS City Hall 1010 First Street S Hopkins MN 55343 952-935-8474	\$1,894.68	\$1,935.53	Nov 30, 2020 7:00 PM Meetings may be held virtually For current meeting details visit Hennepin.us/TNT



2021 Preliminary Tax Statements

- Total Estimated Market Value in Hopkins Increased by 6.1%
- Tax Increases for Residential Property (without improvements or classification changes)
 - 43% - will decrease
 - 30% - increased by less than 5%
 - 27% - increased by 5% or more

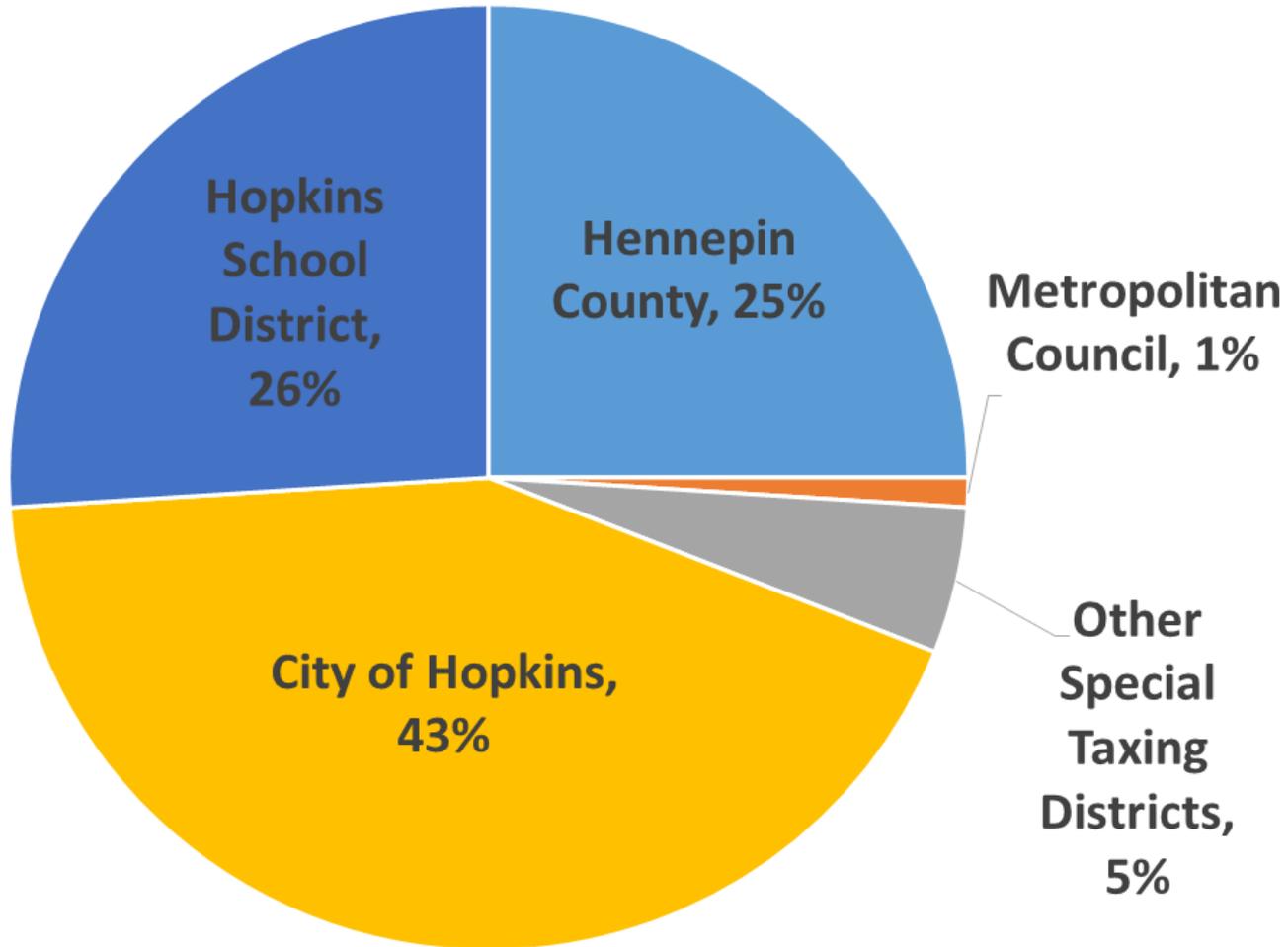


2021 Preliminary Tax Statement

- Median Value Home (\$291,000)
 - Total property taxes for all taxing authorities - \$4,394
 - Increase of \$27 or 0.61%
 - City Share - \$1,877
 - Increase of \$49 or 2.68%



2021 Preliminary Taxes



City 2021 Budget & Tax Levy

- Reviewed Financial Management Plan at January 10, 2020 Goal Setting
- Budget Engagement Session held on January 21, 2020
- Budget Survey conducted in March/April



2021 Budget & Tax Levy

- 1st Draft Budget & Tax Levy Presented to City Council on July 21, 2020
 - Tax Levy of \$18,544,408
 - Increase of \$1,014,724 or 5.79% from 2020



2021 Budget & Tax Levy

- Budget Engagement Session held on August 17, 2020
 - Draft budget was presented
- City Council directed staff to make reductions to 1st Draft of Budget & Tax Levy



2021 Budget & Tax Levy

- Preliminary Budget and Tax Levy approved on September 15th, 2020
 - Decreased the draft tax levy by \$521,024
 - Tax Levy of \$18,023,384
 - Increase of \$493,700 or 2.82% from 2020



2021 Budget and Tax Levy

- Reviewed Financial Management Plan on October 6th, 2020
- Reviewed Capital Improvement and Equipment Replacement Plans on October 13th, 2020
 - City Council provided guidance and directed staff to propose further reductions to Preliminary Levy



2021 Budget and Tax Levy

- Reviewed options to further reduce the tax levy on November 4, 2020
- Truth-in-Taxation hearing being held on November 30, 2020



2021 Tax Levy

- Proposing a final tax levy of \$17,788,384
- Increase of \$258,700 or 1.48% from 2020
- Draft Tax Levy has been reduced by \$756,024



2021 Tax Levy

- Reductions included in preliminary levy
 - General Fund Reductions of \$100,000
 - COVID-19 Contingency of \$150,000
 - Burnes Park Debt Service paid with franchise fees, tax levy is reduced by \$150,000



2021 Tax Levy

- Reductions included in tonight's proposed levy
 - Capital Levy of \$175,000 eliminated in 2021
 - Equipment Replacement Levy reduced by \$50,000
 - Debt Levy reduced by \$10,000



2021 General Fund Budget

- Balanced Budget
- Revenues = Expenditures
 - \$15,750,838
 - \$389,122 or 2.53% increase from 2020



2021 General Fund Revenue

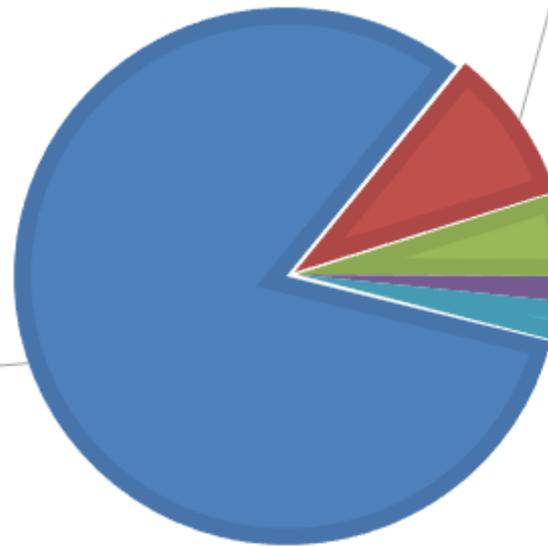
	Budget FY2020	Proposed FY2021	% Increase (Decrease)
Property Taxes	12,564,305	12,893,552	2.62%
Intergov't Revenue	1,352,946	1,474,671	9.00%
Licenses, Permits & Fines	777,865	786,815	1.15%
Charges for Service	251,050	228,550	-8.96%
Misc. Revenue	415,550	367,250	-11.62%
Total Revenue	15,361,716	15,750,838	2.53%



2021 General Fund Revenue

\$15,750,838

Property Taxes
82%



Intergov't Revenue
9%

Licenses,
Permits & Fines
5%

Charges for
Service
2%

Misc. Revenue
2%

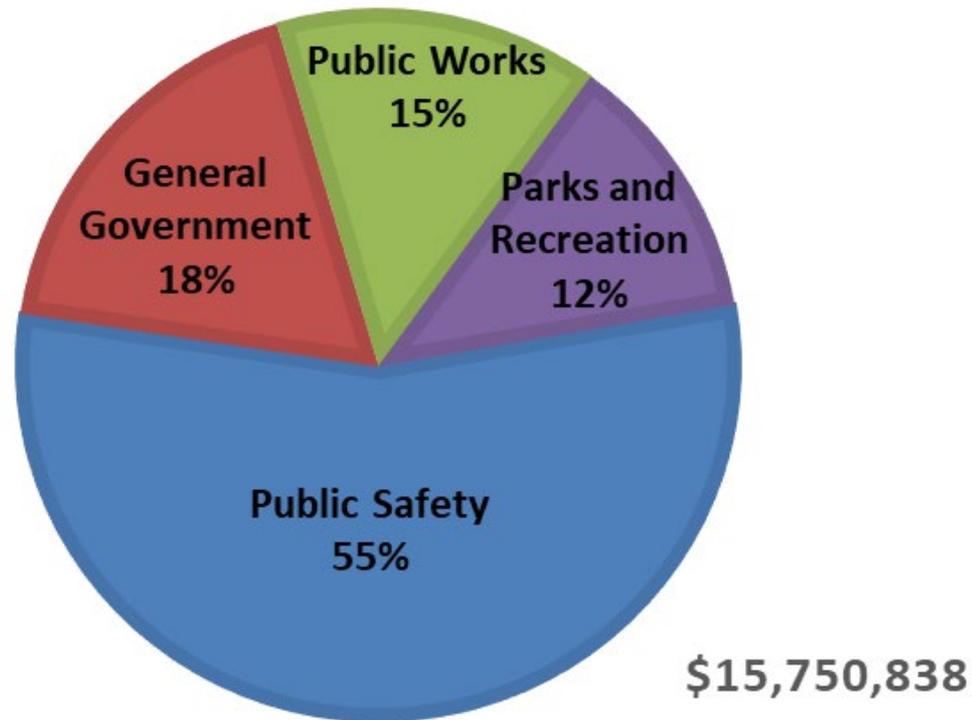


2021 General Fund Expenditures

	Budget FY2020	Proposed FY2021	% Increase (Decrease)
General Government	1,932,032	1,985,244	2.75%
Community Services	1,653,186	1,650,085	-0.19%
Public Safety	7,461,159	7,808,981	4.66%
Public Works	3,443,017	3,469,191	0.76%
Recreation	783,122	748,137	-4.47%
Other	89,200	89,200	0.00%
	15,361,716	15,750,838	2.53%



2021 General Fund Expenditures



Pavilion Levy

- \$340,000 Levy in 2021
 - 1.9% of total levy
 - Debt service related to a 2018 upgrade and Expansion Project



Activity Center

- \$339,043 of General Fund Levy in 2021
- 1.9% of total levy
- Continued operation of facility as gathering place for mature adults



Arts Center Levy

- \$331,182 Levy in 2021
 - 1.9% of total levy
 - \$271,182 for continued operation of facility
 - Premier cultural and artistic destination for 250,000 visitors annually
 - \$60,000 to pay back deficit owed to General Fund



2021 Proposed Levy

Purpose	Actual FY2020	Proposed FY2021	% Increase (Decrease)
General Operations			
General Fund	12,479,305	12,808,552	2.64%
Capital Levy	75,000	-	-100.00%
Arts Center	325,225	331,182	1.83%
Pavilion Fund	290,000	340,000	17.24%
Equipment Replacement	110,000	200,000	81.82%
Total General Operations	13,279,530	13,679,734	3.01%
Debt Levy	4,250,154	4,108,650	-3.33%
Total Levy	17,529,684	17,788,384	1.48%



2021 Proposed Levy

- Median Value Home (291,000)
 - City Taxes - \$1,877
 - Increase of \$22 or 1.19%



2021 Proposed Levy

- Commercial Property valued at \$600,000
 - City Taxes of \$5,007
 - Increase of \$248 or 5.21% increase



2021 Proposed Levy

City Service	Percentage
Public Safety	38.0%
General Government	13.6%
Public Works	10.9%
Parks and Recreation	7.6%
Pavilion	1.9%
Activity Center	1.9%
Arts Center	1.9%
Capital Projects and Debt	<u>24.2%</u>
Total	100.0%



Next Steps

Meeting Date	Meeting Type	Subject	Details
December 1	Regular Meeting	Approve Final Budget & Tax Levy	-Final Comments from Council on Budget -Could be approved if appropriate
December 15	Regular Meeting	Approve Final Budget & Tax Levy	-Last scheduled meeting to approve

