



**Saint Paul** Minnesota

*The most livable city in America*

# 2020 Budget & Property Tax Overview

# Overview

- ☐ 2020 Budget Overview
- ☐ Supplemental Public Safety Budget Overview
- ☐ Property Taxes
- ☐ Impact on Typical Home
- ☐ Resources



**Saint Paul** Minnesota  
*The most livable city in America*

# 2020 Budget Overview



**Saint Paul** Minnesota  
*The most livable city in America*

# 2019 Adopted vs 2020 Proposed

|                      | 2019<br>Adopted    | 2020<br>Proposed   | Change from<br>2019 | % Change<br>from 2019 |
|----------------------|--------------------|--------------------|---------------------|-----------------------|
| <b>General Fund</b>  | 313,320,245        | 325,121,580        | 11,801,335          | 3.8%                  |
| <b>Special Funds</b> | 241,194,571        | 247,317,008        | 6,122,437           | 2.5%                  |
| <b>Debt Fund</b>     | 57,678,198         | 49,493,356         | (8,184,842)         | (14.2%)               |
| <b>Total Budget</b>  | <b>612,193,014</b> | <b>621,931,944</b> | <b>9,738,930</b>    | <b>1.6%</b>           |



# 2020 Proposed Investments



**Saint Paul** Minnesota

*The most livable city in America*

**\$40.4  
million**

**Streets, Sidewalks, and Bikeways** | Street repaving and resurfacing; electric vehicles charging hubs; downtown bike plan

**\$350,000**

**Children and Families** | Library social worker; expanded rec center hours due to changing school start times

**\$1.15  
million**

**Workforce and Businesses** | BankOn; minimum wage implementation; business development; training for the City's workforce



**Saint Paul Minnesota**  
*The most livable city in America*

# 2020 Proposed Efficiencies and Reductions



**Saint Paul** Minnesota  
*The most livable city in America*

**\$1 million**

**Public Safety** | Scales back 2019 investment of nine new officers by reducing five vacant sworn positions in the Police Department; personnel and non-personnel reductions in the Fire Department

**\$3.5 million**

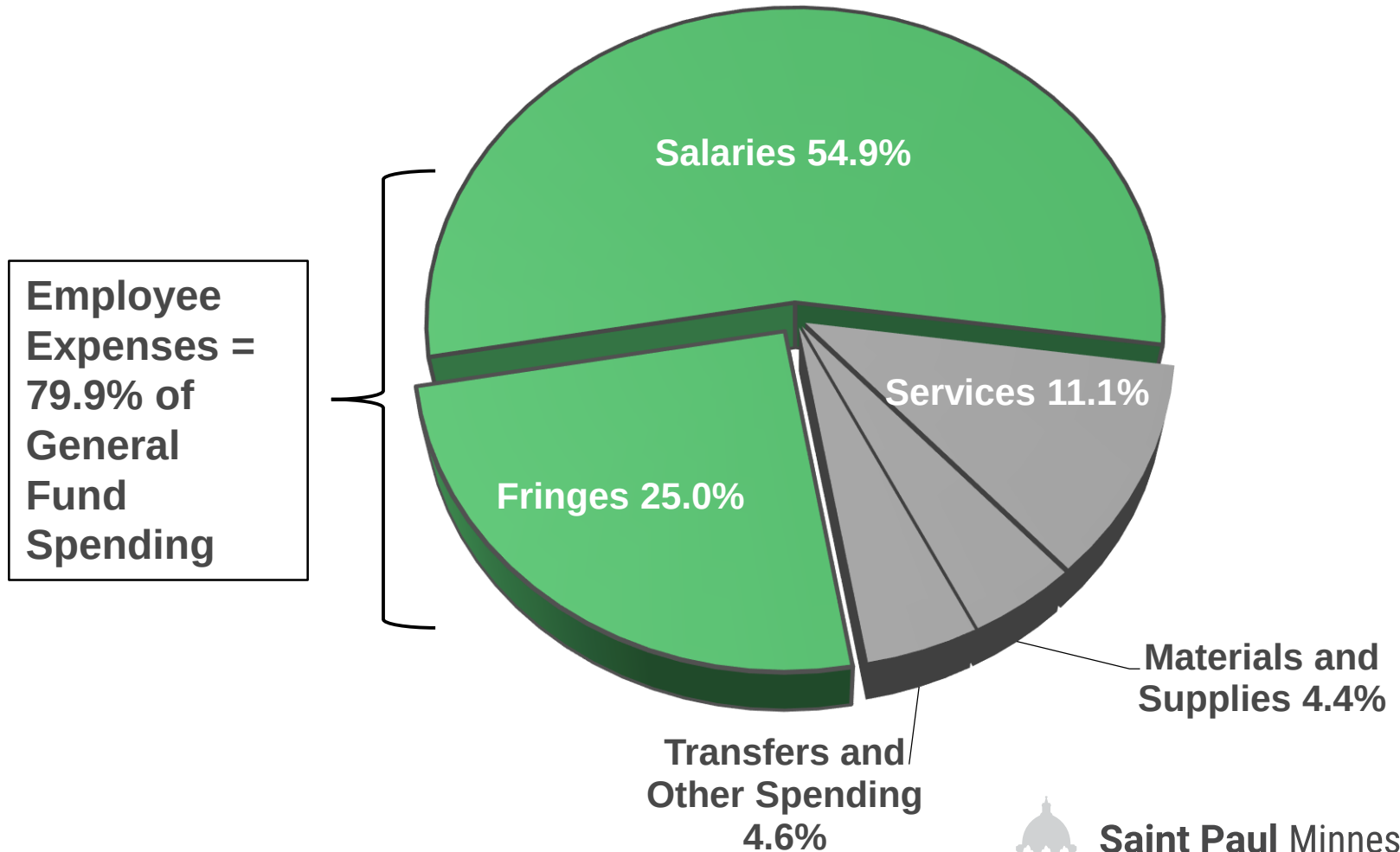
**Other City Departments** | Strategic reductions and efficiencies across all city departments, including direct service departments such as Public Works, Parks, and Libraries, and internal service departments like finance, human resources, and technology



**Saint Paul Minnesota**  
*The most livable city in America*



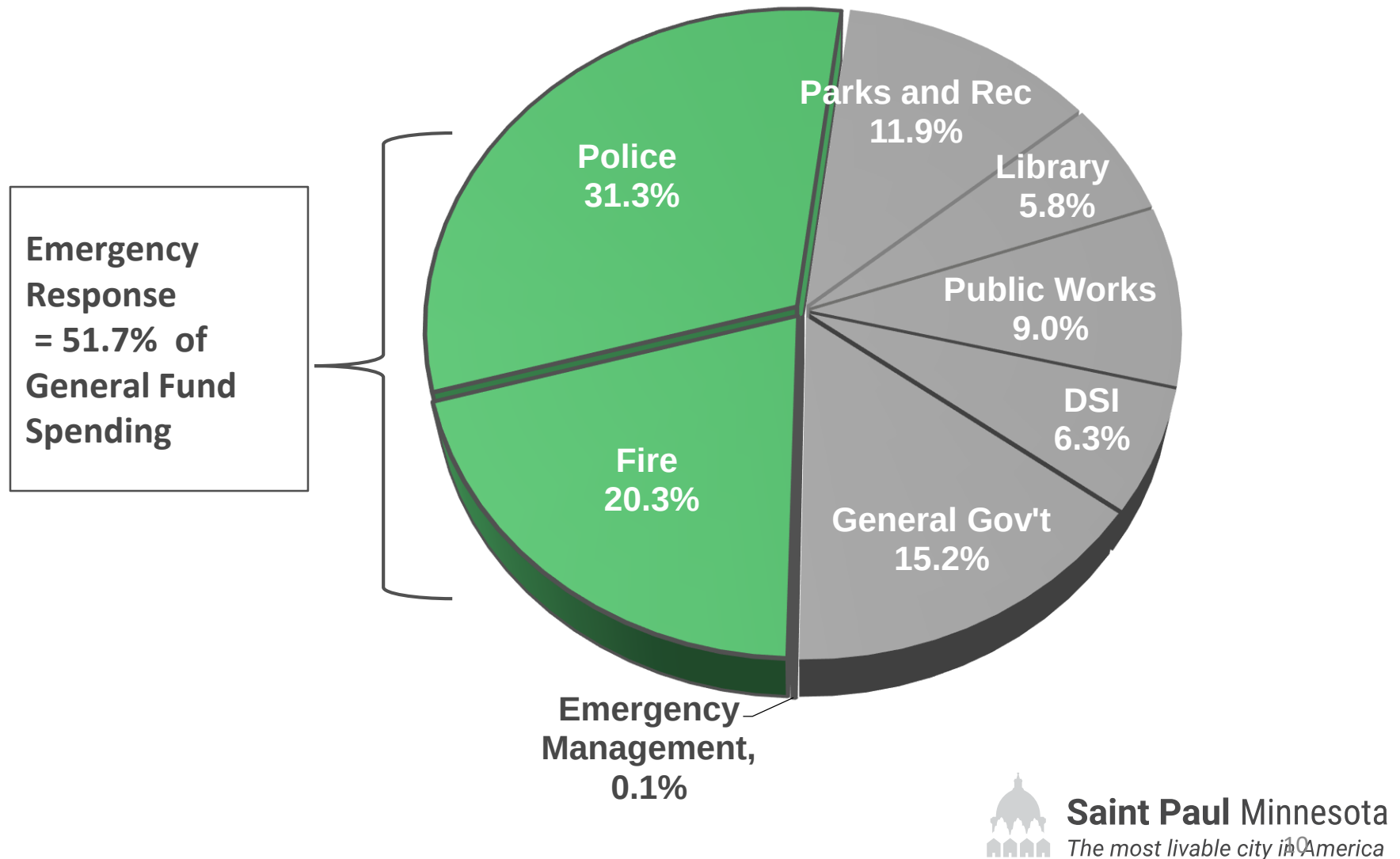
# General Fund Budget 2020 Proposed Spending by Category



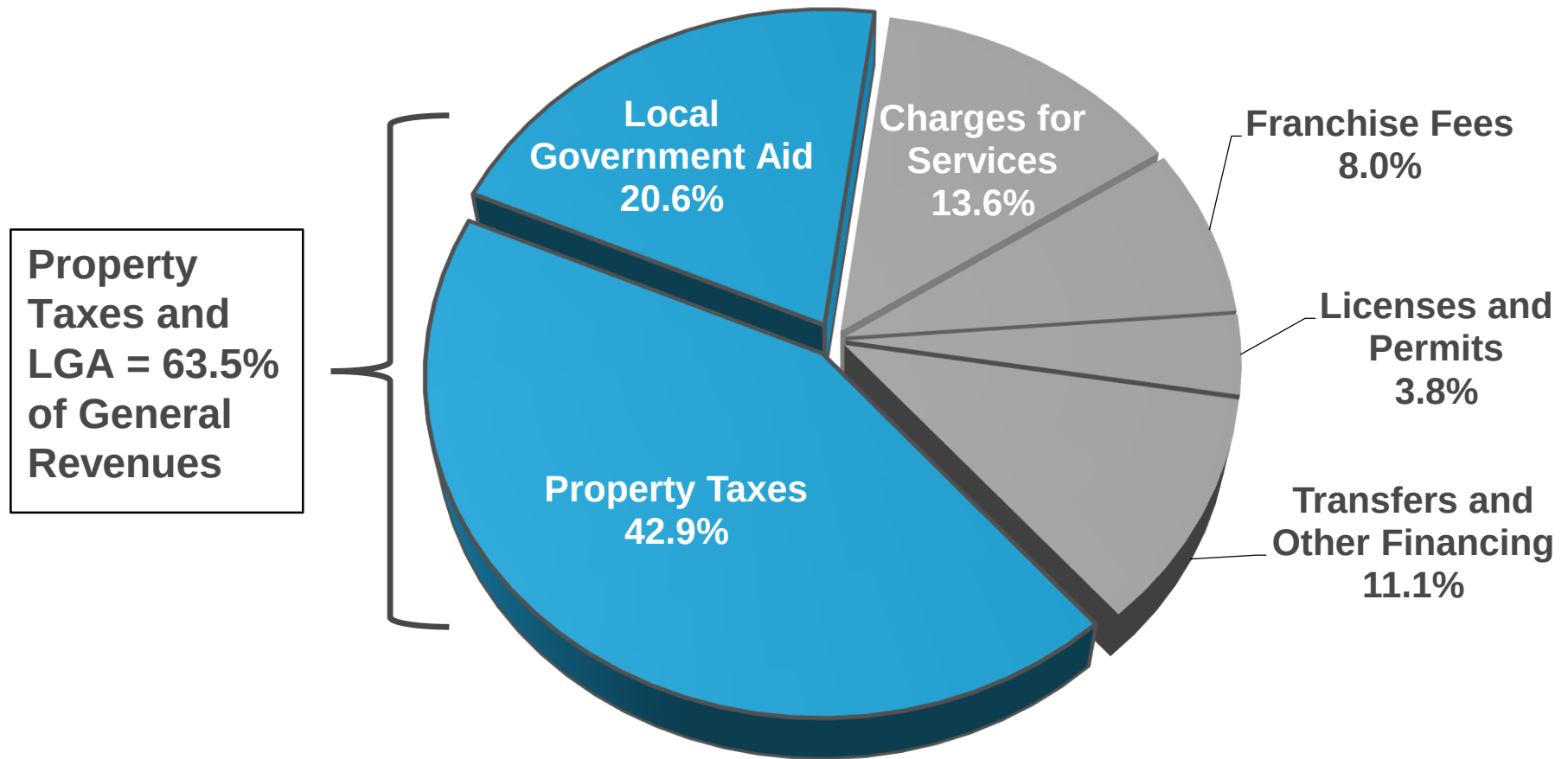
**Saint Paul Minnesota**

*The most livable city in America*

# General Fund Budget 2020 Proposed Spending by Department



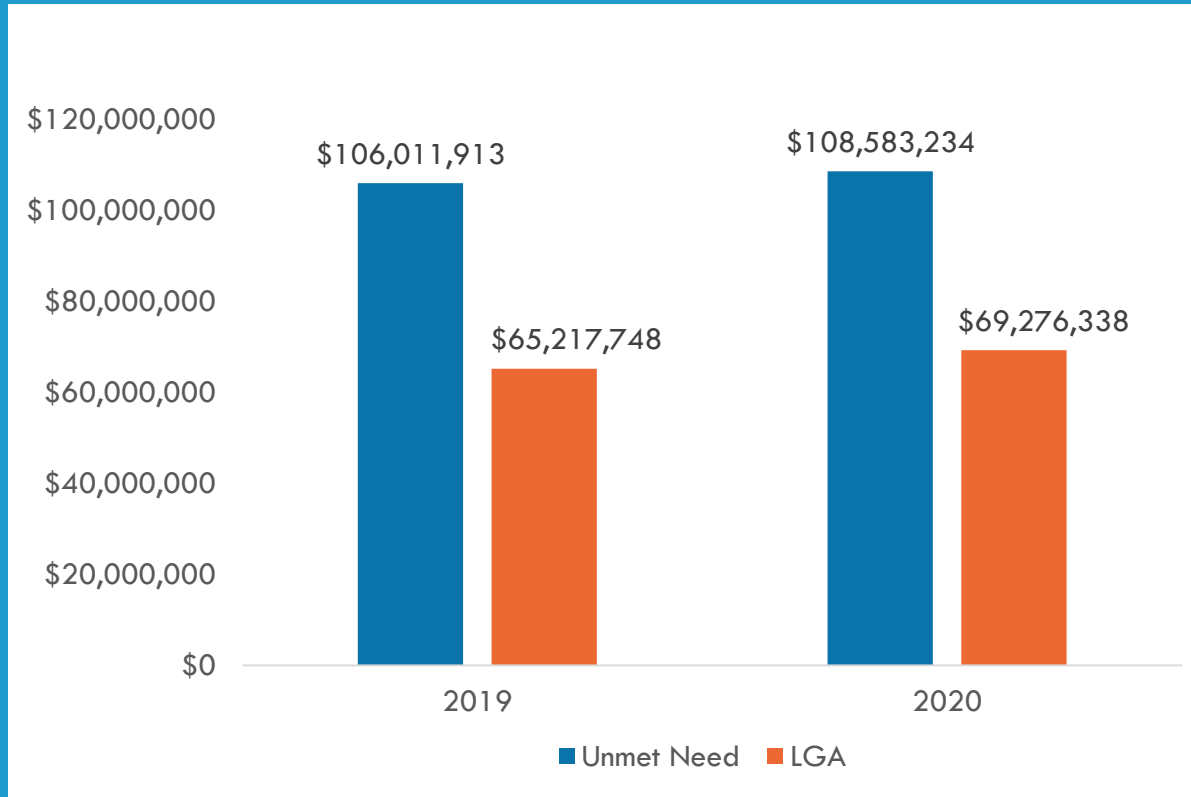
# General Fund Budget 2020 Proposed Revenue by Source



**Saint Paul Minnesota**

*The most livable city in America*

# Saint Paul LGA



Saint Paul has the biggest gap (\$39.3M) between unmet need and certified LGA



# Supplemental Public Safety Budget



**Saint Paul** Minnesota  
*The most livable city in America*

# OUR 2020 PUBLIC SAFETY PROPOSAL

## 2020 BUDGET PROPOSAL EMERGENCY RESPONSE INVESTMENTS

|                   | <u>GENERAL FUND</u> |
|-------------------|---------------------|
| POLICE DEPARTMENT | \$105,234,037       |
| FIRE DEPARTMENT   | \$68,358,933        |

**TOTAL** **\$173,592,970**

**\$173.6 MILLION**

## SUPPLEMENTAL 2020 BUDGET PROPOSAL PUBLIC SAFETY INVESTMENTS

|                                  | <u>CITY FUNDS</u> | <u>NON-CITY FUNDS</u> |
|----------------------------------|-------------------|-----------------------|
| GUN CRIME INTELLIGENCE CENTER    |                   | \$750,000             |
| EXPEDITED DNA TESTING            |                   | \$250,000*            |
| TARGETED YOUTH EMPLOYMENT        | \$244,649         |                       |
| PARKS & RECREATION REC CHECK     | \$225,000         |                       |
| MENTAL HEALTH CO-RESPONDERS      | \$130,000         |                       |
| COMMUNITY AMBASSADORS            | \$305,760         |                       |
| PILOT: RETURNING HOME SAINT PAUL | \$110,000         |                       |
| HEALING STREETS & CURE VIOLENCE  | \$300,000         |                       |
| COMMUNITY JUSTICE UNIT           | \$113,906         |                       |
| DOWNTOWN FUSION CENTER           | \$100,000         | \$250,000*            |
| PEDESTRIAN SAFETY ENGINEER       | \$150,000^        |                       |

**TOTAL** **\$1,679,315** **\$1,250,000**

**\$2.9 MILLION**

**4.85%**

2020 PROPOSED  
PROPERTY TAX LEVY INCREASE



**5.85%**

2020 PROPOSED  
PROPERTY TAX LEVY INCREASE  
WITH SUPPLEMENT INVESTMENTS



2020 COMMUNITY-FIRST  
PUBLIC SAFETY INVESTMENTS  
**\$176.5 MILLION**

SUPPLEMENT BUDGET NOTES:

<sup>\*</sup>Parking Fund

<sup>\*</sup>Prospective Grant & Other Funds

# Property Taxes and Fees



**Saint Paul** Minnesota  
*The most livable city in America*

# Property Tax Update

- ❑ State law required the City to set a “maximum tax levy” by September 30
- ❑ Because the result of the trash ordinance vote (November 5) was not known, City Council set a maximum levy that allowed for the potential shifting of the financial obligation (estimated at \$27.1m) from individual rate-payers to all property owners via the property tax levy





# Property Tax Update

- ❑ Maximum levy is NOT the final tax levy
- ❑ Maximum levy was 22.23% increase over 2019
  - ❑ Mayor's Proposed was 4.85% over 2019
  - ❑ Mayor's Supplemental Public Safety proposal adds another 1% for a total of 5.85% over 2019
- ❑ Tax statements that property owners are receiving now reflect the maximum levy
- ❑ Actual tax bills should be significantly lower since the levy does not have to finance trash.



# Mayor's Proposed Property Tax Levy

|                                                 | 2019<br>Adopted    | 2020<br>Proposed   | Amount<br>Change | %<br>Change  |
|-------------------------------------------------|--------------------|--------------------|------------------|--------------|
| City of Saint Paul                              |                    |                    |                  |              |
| General Fund                                    | 119,827,734        | 124,829,183        | 5,001,449        | 4.2%         |
| General Debt Service                            | 15,233,758         | 17,121,513         | 1,887,755        | 12.4%        |
| Saint Paul Public Library Agency                | 18,879,346         | 19,558,690         | 679,344          | 3.6%         |
| <b>Total (City and Library Combined)</b>        | <b>153,940,838</b> | <b>161,509,386</b> | <b>7,568,548</b> | <b>4.9%</b>  |
| Port Authority                                  | 2,111,700          | 2,111,700          | 0                | 0.0%         |
| <b>Overall Levy (City, Library, &amp; Port)</b> | <b>156,052,538</b> | <b>163,621,086</b> | <b>7,568,548</b> | <b>4.85%</b> |



# Proposed + Supplemental Tax Levy

|                                                 | 2019<br>Adopted    | 2020<br>Proposed<br>+<br>Supplemental<br>Budget | Amount<br>Change | %<br>Change  |
|-------------------------------------------------|--------------------|-------------------------------------------------|------------------|--------------|
| City of Saint Paul                              |                    |                                                 |                  |              |
| General Fund                                    | 119,827,734        | 126,389,708                                     | 6,561,974        | 5.48%        |
| General Debt Service                            | 15,233,758         | 17,121,513                                      | 1,887,755        | 12.39%       |
| Saint Paul Public Library Agency                | 18,879,346         | 19,558,690                                      | 679,344          | 3.60%        |
| <b>Total (City and Library Combined)</b>        | <b>153,940,838</b> | <b>163,069,911</b>                              | <b>9,129,073</b> | <b>5.93%</b> |
| Port Authority                                  | 2,111,700          | 2,111,700                                       | 0                | 0.0%         |
| <b>Overall Levy (City, Library, &amp; Port)</b> | <b>156,052,538</b> | <b>165,181,611</b>                              | <b>9,129,073</b> | <b>5.85%</b> |



# City Property Tax Impact on Median Value Home

**\$186,200**

Median Home Value in 2019

**\$199,800**

Median Home Value in 2020

| 2019<br>Estimated | 2020<br>Proposed<br>(4.85% increase) | 2020 Proposed +<br>Supplemental Budget<br>(5.85% increase) | 2020 Proposed<br>Max Levy<br>(22.23% increase) |
|-------------------|--------------------------------------|------------------------------------------------------------|------------------------------------------------|
| \$833             | \$886                                | \$897                                                      | \$1,070                                        |



# Taxes & Fees on a Typical Home

|                                        | 2019<br>Estimated | 2020<br>Proposed | 2020<br>Proposed +<br>supplemental<br>budget |
|----------------------------------------|-------------------|------------------|----------------------------------------------|
| Property Tax (City only)               | \$833             | \$886            | \$897                                        |
| Net Change Property Tax                |                   | \$53             | \$64                                         |
| Street Maintenance Service Program     | \$91              | \$101            | \$101                                        |
| Sanitary Sewer charges                 | \$296             | \$305            | \$305                                        |
| <i>Base Fee (no increase for 2019)</i> |                   | \$0              | \$0                                          |
| <i>Volume Fee (3.5% increase)</i>      |                   | \$9              | \$9                                          |
| Storm Sewer Charges                    | \$98              | \$101            | \$101                                        |
| Recycling Fee                          | \$58              | \$58             | \$58                                         |
| Residential Waste Collection           | \$25              | \$25             | \$25                                         |
| Total Direct Billing for City Services | \$1,401           | \$1,476          | \$1,487                                      |
| Net Change Direct Billing              |                   | \$75             | \$86                                         |
| Water Charges (SPRWS)                  | \$301             | \$306            | \$306                                        |
| Grand Total for All City Services      | \$1,702           | \$1,782          | \$1,793                                      |
| Net Change Grand Total                 |                   | \$80             | \$91                                         |

**\$186,200**  
Median Home Value  
in 2019

**\$199,800**  
Median Home Value  
in 2020

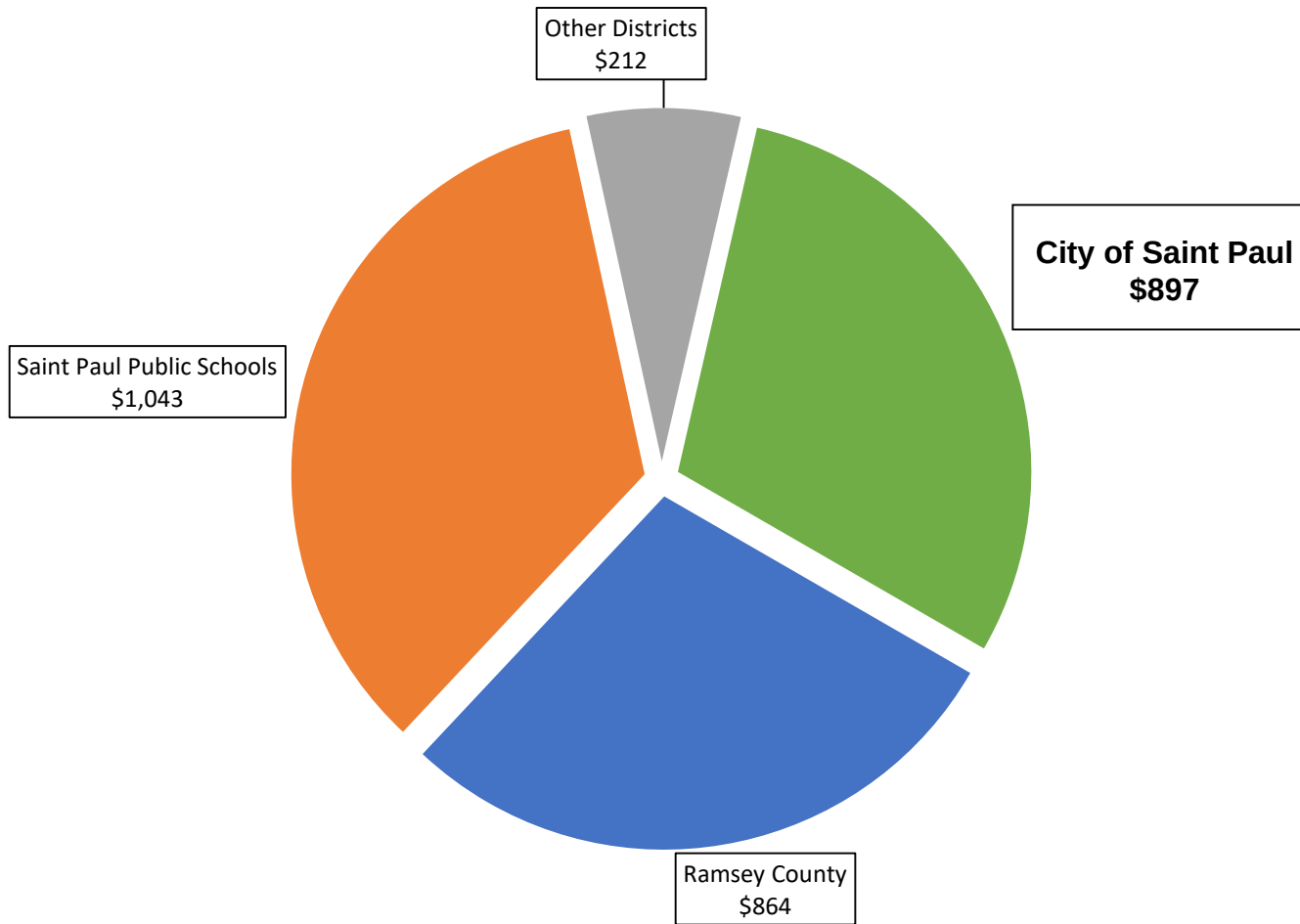
**\$91**  
Net Change in City  
Taxes & Fees



**Saint Paul Minnesota**  
*The most livable city in America*

# Estimated 2020 Saint Paul Property Taxes

2020 Proposed Tax Rates Applied to a Typical Home Valued at \$199,800



# Budget and Property Tax Resources

- City of Saint Paul Budget:
  - Current and previous year budget documents
  - <http://www.stpaul.gov/budget>
- Open Budget Portal:
  - Downloadable budget data and interactive charts, graphs, and tables
  - <http://budget.stpaul.gov>
- Property Tax Estimator
  - Online tool to estimate impact of property taxes and budget changes
  - <http://www.stpaul.gov/taxestimator>

