

HOUSING AND REDEVELOPMENT AUTHORITY OF THE CITY OF SAINT PAUL, MINNESOTA

REPORT TO THE COMMISSIONERS

DATE: SEPTEMBER 26, 2018

REGARDING: RESOLUTION CERTIFYING THE 2019 MAXIMUM HRA PROPERTY TAX
LEVY

Requested Board Action

Certify the maximum 2019 HRA Tax Levy.

Background

To comply with the State of Minnesota's Truth-In-Taxation laws, the HRA must certify to Ramsey County, by September 30, 2018, a maximum proposed property tax levy payable in 2019. The attached resolution, if approved, will certify this proposed maximum levy by that date. The proposed maximum 2019 HRA tax levy is \$4,459,798 which is the maximum allowed under State Law. State Law caps the HRA levy at 0.0185% of the estimated market value of property, projected to be \$24.1 billion. The proposed maximum 2019 HRA levy is \$637,639 more than the final 2018 certified HRA tax levy, capturing the increased value of the Saint Paul tax base which rose from \$22 billion to \$24 billion in the past year. The final levy must be certified by December 31, 2018, and cannot be higher than this proposed maximum levy.

The HRA property tax levy provides revenue to the HRA. Activities financed by the HRA include maintenance of HRA properties, City maintenance and public improvement assessments on HRA property, HRA programs including the Rental Rehab Program, the Job Opportunity Fund, a variety of housing supports and business assistance programs, HRA program administration costs, housing and commercial real estate development, acquisition of tax forfeited properties, City Attorney services for the HRA, and the mandated State audit of the HRA.

Future Action

The HRA Board will be requested to adopt a final 2019 HRA tax levy and budget on December 12, 2018

Recommendation:

Approval of the proposed maximum HRA Tax Levy payable in 2019 to certify to Ramsey County by September 30, 2018.

Sponsored by: Chair Tolbert

Staff: Dr. Bruce Corrie, 266-6658

Attachments

- 2019 HRA Proposed Budget