



2018 BUDGET & PROPERTY TAX OVERVIEW

Overview

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- New Street Maintenance Program
 - ▣ Impact on City Budget
 - ▣ City Property Tax Levy
- General Fund Spending
- 2018 Property Tax Environment
- Impact on Typical Home
- Resources

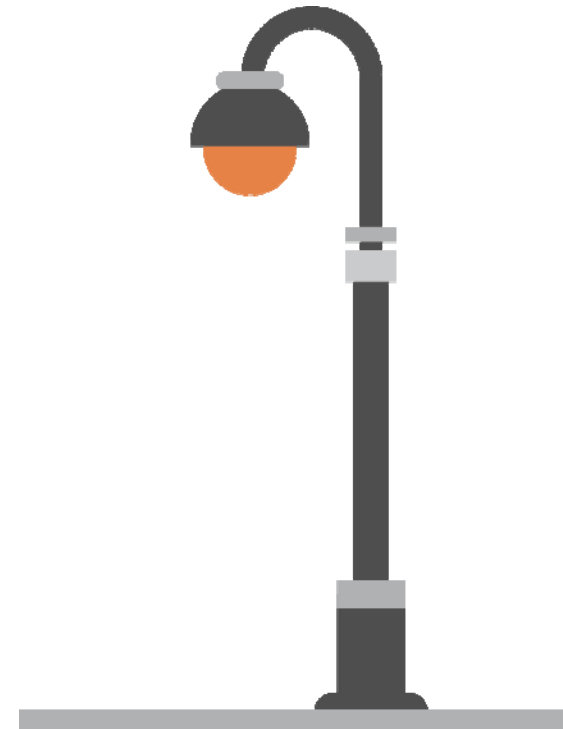
New Street Maintenance Program

- In fall of 2016, MN Supreme Court ruled that the City's ROW Assessment program was a tax – not a fee.
- Saint Paul restructured how we pay for maintaining city streets.
- The new Street Maintenance Service Program (SMSP) replaces the Right-of-Way Maintenance Assessment.
- Most of the former ROW services are now in the General Fund, while some are fee supported.
- 2018 is the first budget to fully reflect this change.

New Street Maintenance Service Program

Property owners will receive a Street Maintenance Service Program bill for the following:

- ❑ Street lighting
- ❑ Street/Alley sweeping
- ❑ Street repair programs
 - ▣ Seal Coating
 - ▣ Mill and Overlay
- ❑ Sidewalks



New Street Maintenance Service Program

The City will continue to provide the following services funded through property taxes:

- ❑ Snow plowing and pothole patching
- ❑ Tree trimming and removal
- ❑ Traffic signs
- ❑ Pavement markings
- ❑ Litter pick-up



Overall Spending

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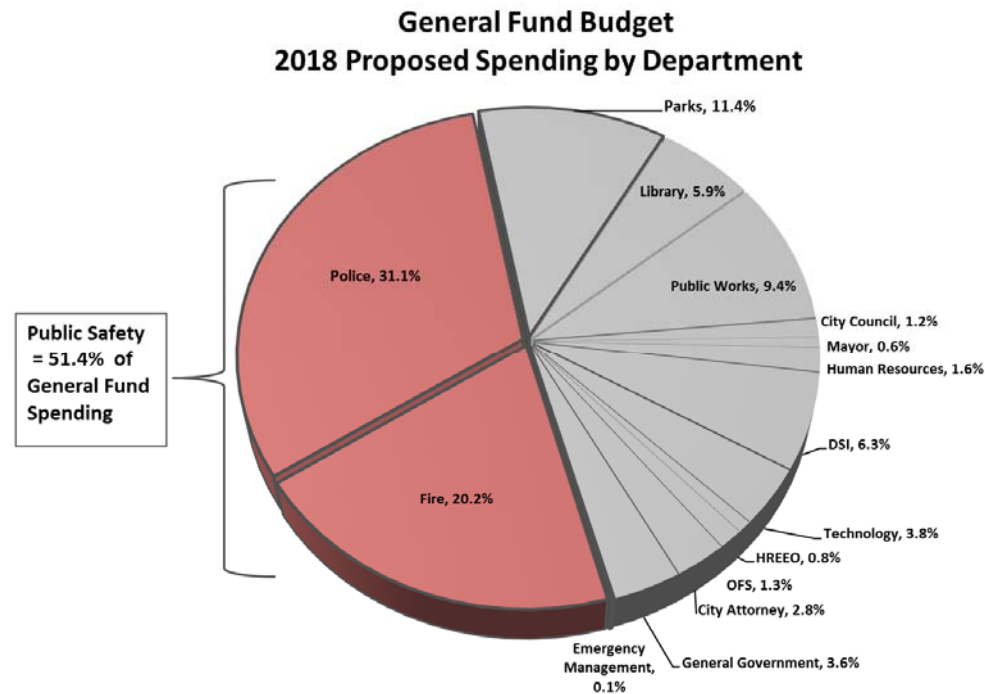
	2017 Adopted	2018 Proposed	Change	% Change
General Fund	268,166,711	298,609,013	30,442,302	11.4%
Special Funds	246,165,375	215,114,644	(31,050,731)	-12.6%
Debt Fund	48,982,320	48,063,679	(918,641)	-1.9%
Total*	563,314,406	561,787,336	(1,527,070)	-0.3%

Total budget is \$1.5M less than 2017 adopted budget.

*Total spending is net of internal transfers and budgets for subsequent year debt.

General Fund Spending

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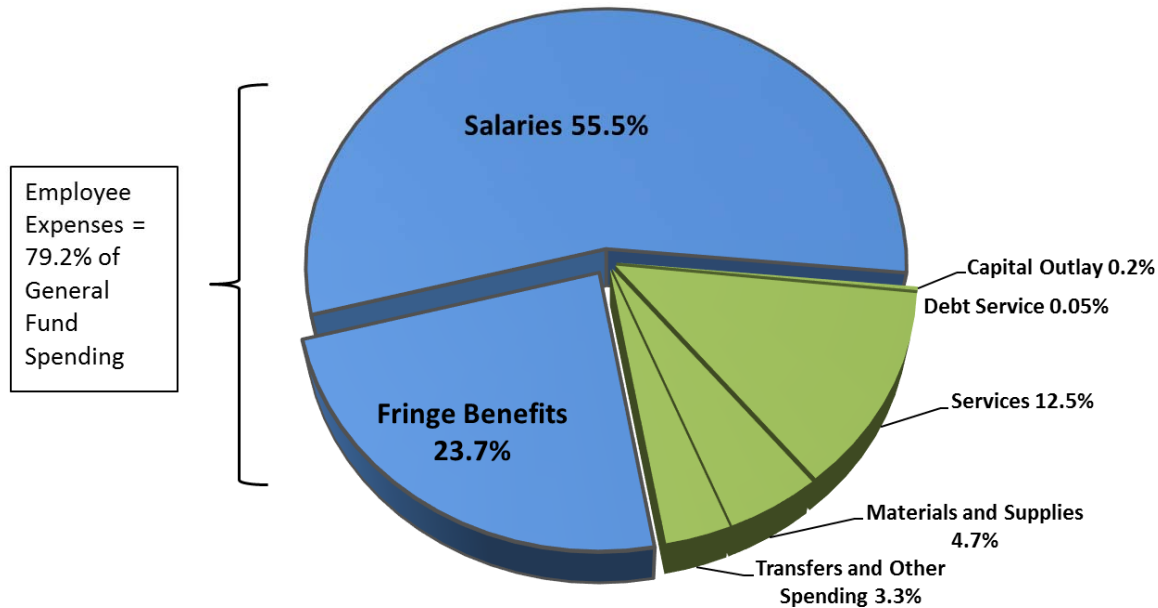


Public safety is more than half of General Fund budget.

General Fund Spending

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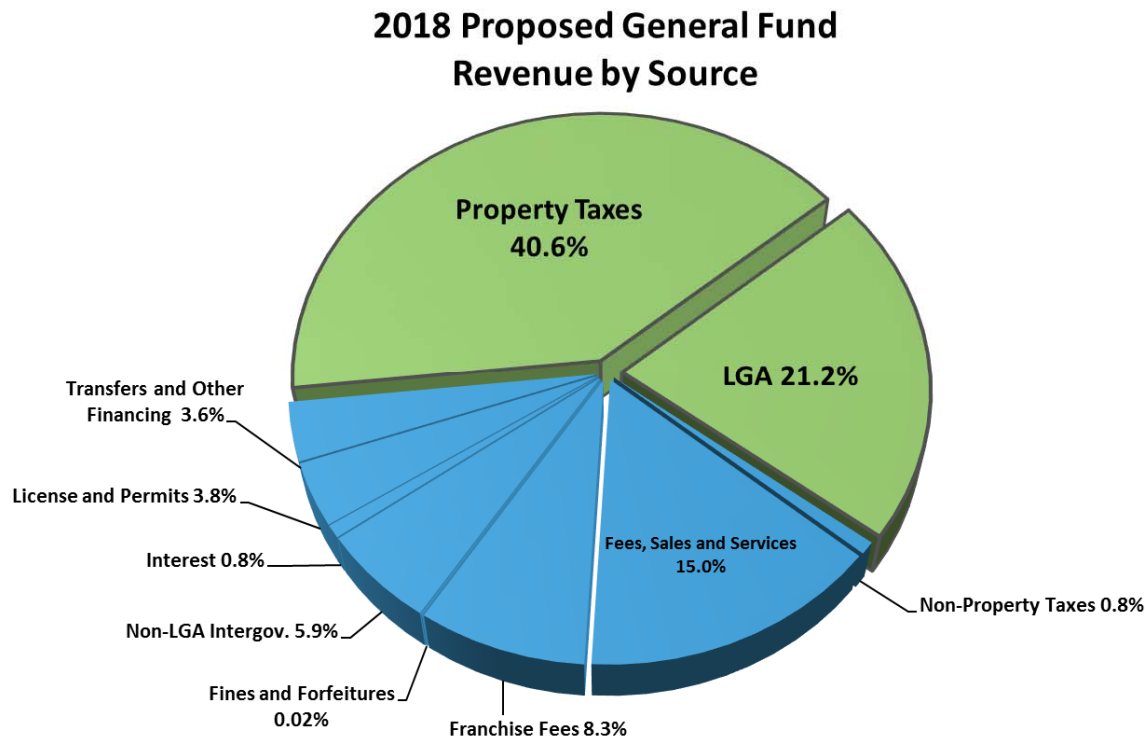
**General Fund Budget
2018 Proposed Spending by Category**



General Fund is mostly personnel costs.

General Fund Revenue

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Most General Fund revenue comes from state aids and property taxes.

2018 Property Tax Levy

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	Amount	% Change
2017 Adopted Tax Levy	\$113,990,253	
Tax Levy Change from ROW Shift	\$21,701,731	19.0%
Inflationary Tax Levy Growth	\$5,581,836	4.9%
Total 2018 Proposed Tax Levy	\$141,273,820	23.9%

19% of the 23.9% levy increase represents a shift from the old ROW fees to property taxes. Of the proposed levy increase, 80% is due to this shift.

Who Determines Your Property Tax

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State Legislature

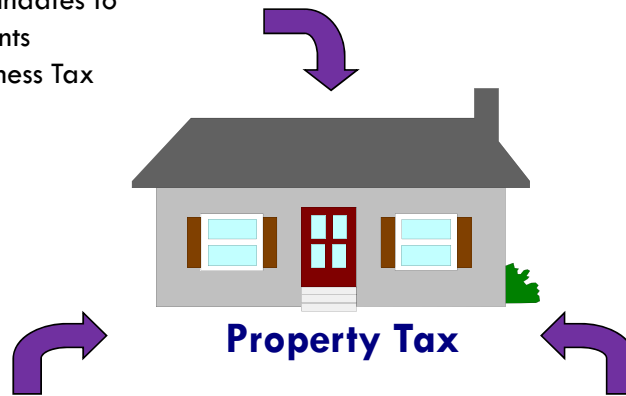
- Sets Property Tax Policy
- Establishes Property Classes & Class Rates
- Determines Levels of State Aid
- Underfunded Mandates to Local Governments
- Levies State Business Tax

Taxing Jurisdictions

- Determines Levy Amount

County Assessor

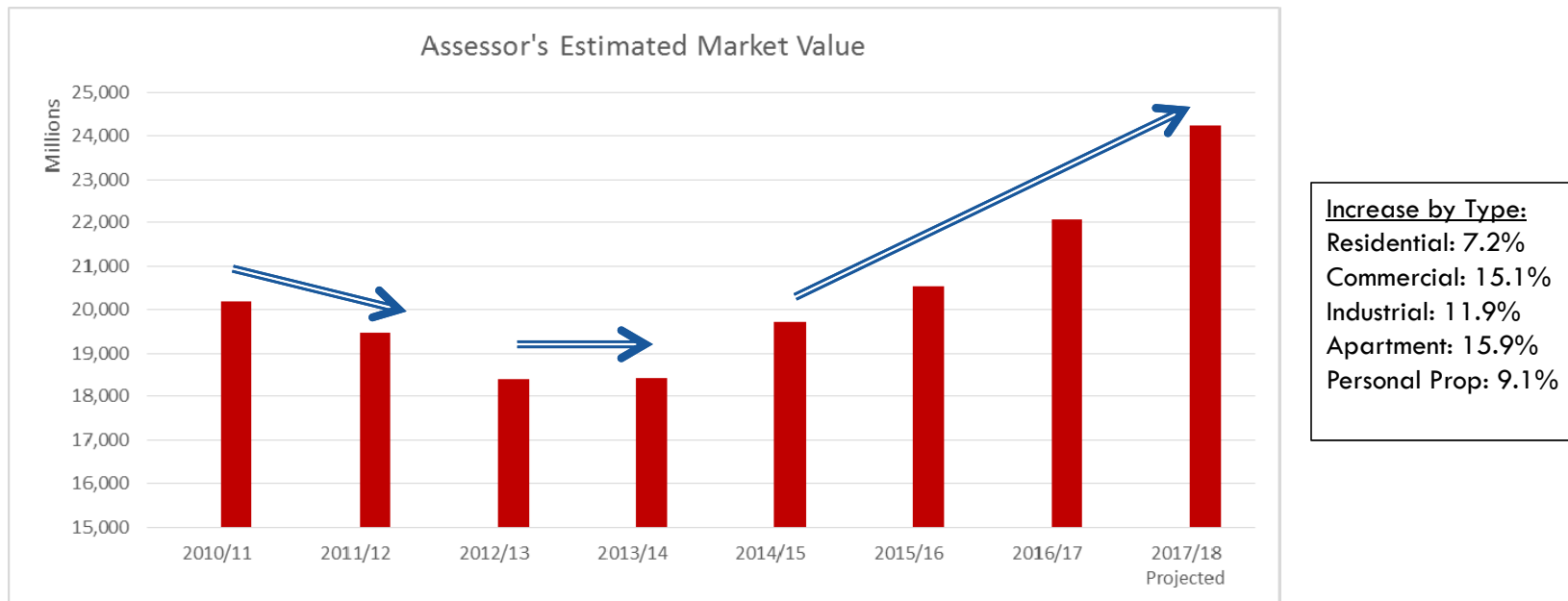
- Determines Market Value
- Assigns Property Class



Prepared by: Ramsey County, Property Records & Revenue

Strong Property Value Growth

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Ramsey County Projects a 10% increase for payable 2017 in values after a 7% increase in pay 2016.

City Taxes & Street Maintenance Fees

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Median Value St. Paul Home

\$173,900 home with a 7.7% market value increase over 2017

	2017	2018 (est)	Change	% Change
City Tax	\$591	\$755	\$164	27.2%
ROW Levy Increase		\$601	\$143	24.2%
Levy Increase/Value Shifts		\$154	\$21	3.6%
Former ROW/New SMSP	\$200	\$71	(\$129)	-65%
Total Taxes and Street Fees	\$791	\$826	\$35	4%

Budget and Property Tax Resources

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- Property Tax Estimator:
 - ▣ New tool to estimate the impact of property taxes and Street Maintenance Service fees:
 - ▣ www.stpaul.gov/taxestimator
- Open Budget Portal:
 - ▣ <http://budget.stpaul.gov>
- Budget documents available at:
 - ▣ <https://www.stpaul.gov/budget>
- Property Values and Taxes
 - ▣ <https://www.ramseycounty.us/residents/property-home/taxes-values>
- State Property Tax Refund Program
 - ▣ www.revenue.state.mn.us