

# 2018 BUDGET HEARING

December 5, 2017



## Presentation Summary

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- Welcome & Budget Comments – J. Mark Wedel, County Board Chair
- Understanding Property Tax Statements Video
- 2018 Proposed Budget & Levy
- Proposed Tax Statement
- Projected County Property Tax Impacts
- Revenues & Expenditures
- Staffing
- Fund Balance
- Public Comments



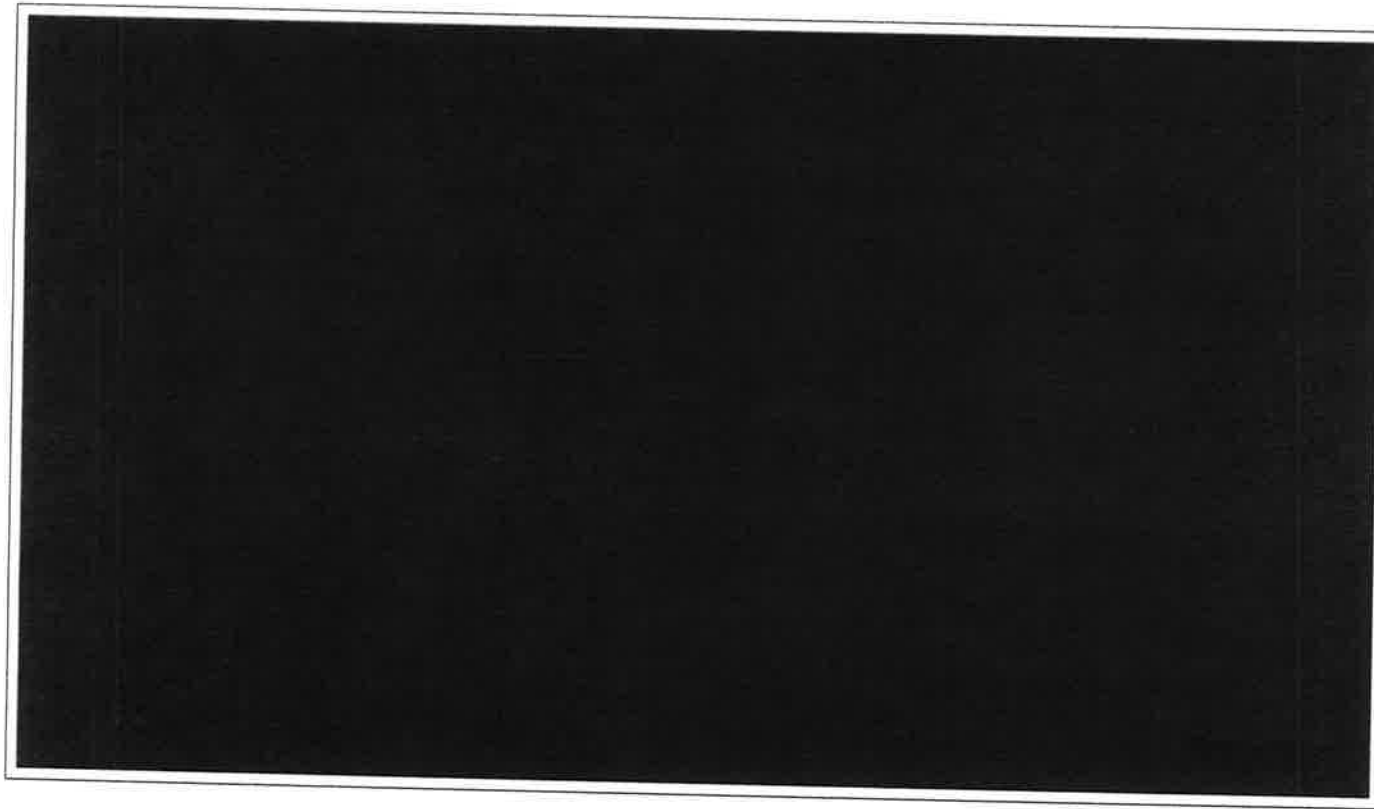
# WELCOME

J. Mark Wedel – Aitkin County Board Chair



# Understanding Property Tax Statements

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# 2018 Proposed Budget & Levy

| Aitkin County - 2018 Budget and Levy                 |                     |                                      |                     |
|--|---------------------|--------------------------------------|---------------------|
|  | Adopted<br>2017     | Original<br>Proposed<br>Levy<br>2018 | Options<br>2018     |
| <b>Funds</b>   |                     |                                      |                     |
| General Fund   | \$12,956,289        | \$13,867,623                         | \$13,867,623        |
| Parks  | \$509,939           | \$470,839                            | \$470,839           |
| Road and Bridge                                      | \$10,214,538        | \$13,339,370                         | \$13,339,370        |
| Health and Human Services                            | \$6,803,034         | \$7,177,108                          | \$7,177,108         |
| Options - Additions/Reductions                       |                     |                                      | -\$85,130           |
| <b>Total Expenditures</b>                            | <b>\$30,483,800</b> | <b>\$34,854,940</b>                  | <b>\$34,769,810</b> |
| Revenues   | \$16,320,739        | \$20,392,960                         | \$20,392,960        |
| Levy   | \$0                 | \$0                                  | \$0                 |
| Total of Other Funding Options                       | \$12,882,929        | \$13,588,574                         | \$13,503,444        |
| Planned Project Reserves (HHS & R&B)                 | \$1,280,132         | \$873,406                            | \$873,406           |
| <b>Total Revenues</b>                                | <b>\$30,483,800</b> | <b>\$34,854,940</b>                  | <b>\$34,769,810</b> |
| <b>Additions</b>                                     |                     |                                      |                     |
| Board approved appropriations                        |                     |                                      | \$13,500            |
| <b>Total Additions</b>                               |                     |                                      | \$13,500            |
| <b>Reductions</b>                                    |                     |                                      |                     |
| Decrease HHS Capital Funds                           |                     |                                      | -\$15,000           |
| Decrease Poor Relief Expenditures                    |                     |                                      | -\$15,000           |
| Anticipated savings - HHS Fiscal Supervisor          |                     |                                      | -\$10,000           |
| Decrease Tourism Expenditures                        |                     |                                      | -\$5,000            |
| 1.9% PEIP increase rather than 6%                    |                     |                                      | -\$53,630           |
| <b>Total Reductions</b>                              |                     |                                      | -\$98,630           |
| <b>Calculations</b>                                  |                     |                                      |                     |
| Levy Increase - Dollars                              | \$434,299           | \$705,645                            | \$620,515           |
| Levy Increase - Percentage                           | 3.49%               | 5.48%                                | 4.82%               |
| Tax Capacity-(2018 estimate)                         | \$27,173,169        | \$27,329,105                         | \$27,329,105        |
| Fiscal Disparity Distribution                        | \$152,876           | \$165,633                            | \$165,633           |
| Estimated Tax Rate (before Disparity Aid Adjustment) | 46.848%             | 49.116%                              | 48.804%             |



# Aitkin County Proposed Tax Statements

AITKIN COUNTY

WWW.CO.AITKIN.MN.US

Taxpayer #

AITKIN MN 56431

**Property Information**

Property ID:

Property: AITKIN

Property Description:  
 Sec:11 Twp: 46.0 Rg:26  
 Loc: 01k: Acre: 18.71  
 PART OF NE NE LYING N OF CO RD 13 1888 ROW

| PROPOSED TAXES 2018  |                                 |           |           |
|--|---------------------------------|-----------|-----------|
| THIS IS NOT A BILL. DO NOT PAY.  |                                 |           |           |
| VALUES AND CLASSIFICATION  |                                 |           |           |
| Step   | Taxes Payable Year              | 2017      | 2018      |
| 1  | Estimated Market Value          | 201,900   | 201,900   |
|  | Homestead Exclusion             | 19,069    | 19,069    |
|  | Other Exclusions                | 0         | 0         |
|  | Taxable Market Value            | 182,831   | 182,831   |
|  | Class                           | RES HMSTD | RES HMSTD |
| PROPOSED TAX   |                                 |           |           |
| 2  | Property Taxes before credits   | 1,547.80  |           |
|  | School building bond credit     | .00       |           |
|  | Agriculture market value credit | .00       |           |
|  | Other credits                   | 389.82    |           |
| Property Taxes after credits   |                                 | 1,258.00  |           |
| PROPERTY TAX STATEMENT   |                                 |           |           |
| 3  | Coming in 2018                  |           |           |
| <p>The time to provide feedback on PROPOSED LEVIES is NOW</p> <p>It is too late to appeal your value without going to Tax Court.</p> |                                 |           |           |

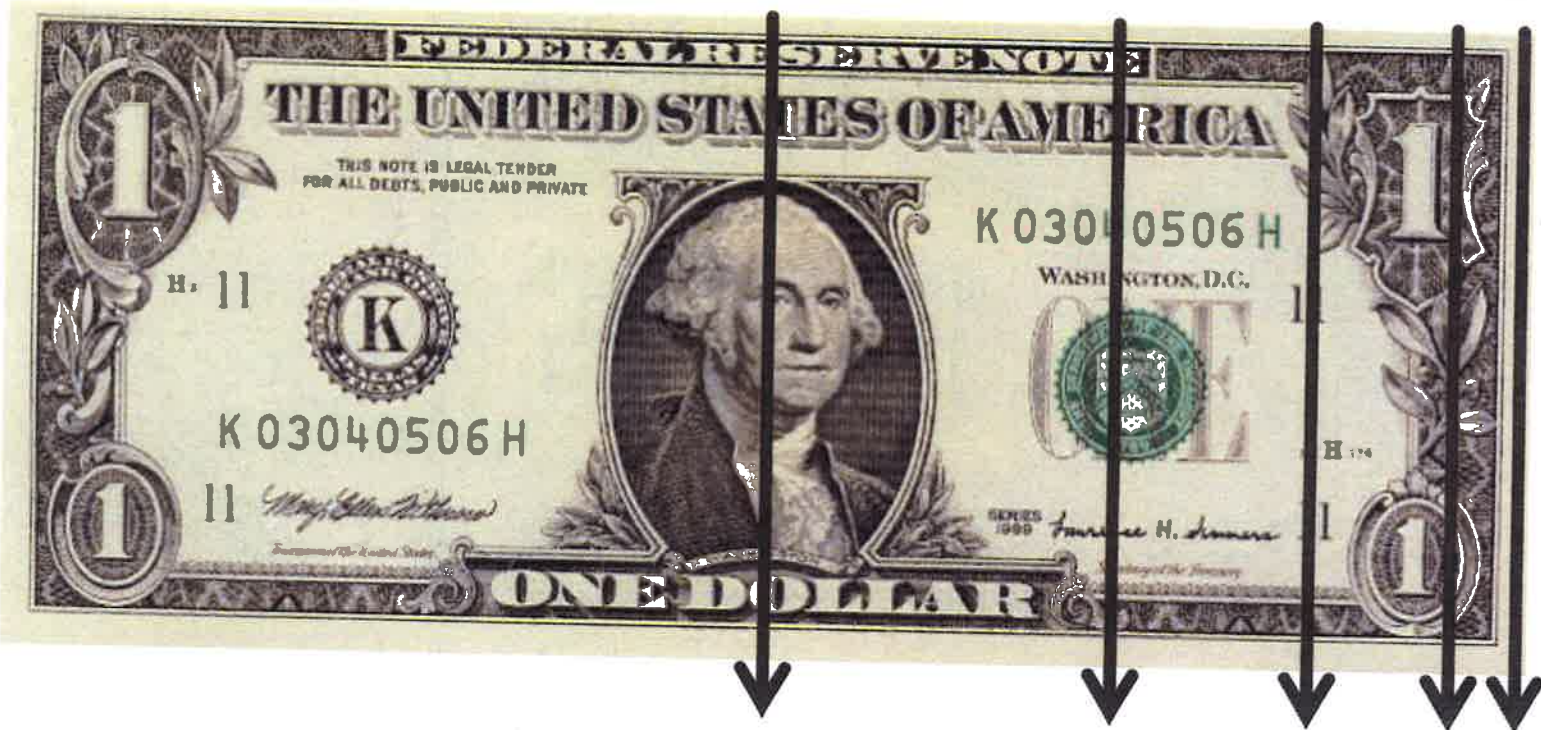
| Proposed Property Taxes and Meetings by Jurisdiction for Your Property   |  |                 |                        |
|--|--|-----------------|------------------------|
| Contact Information  | Meeting Information  | Actual 2017     | Proposed 2018          |
| <b>State General Tax</b><br>AITKIN COUNTY<br>KIRK MEYER, AUDITOR<br>209 SECOND STR NW RM 202<br>AITKIN MN 56431<br>218-927-7154<br>WWW.CO.AITKIN.MN.US | No public meeting  | .00             | .00                    |
| HORNLAND TWP<br>MATTHEW NIX, CLERK<br>PO BOX 346<br>AITKIN MN 56421<br>218-927-1425  | DECEMBER 5, 2017<br>6:05PM AT<br>COUNTY COURTHOUSE<br>AITKIN, MN<br><br>SET AT MARCH ANNUAL<br>MEETING | 647.05          | 689.93                 |
| School District: 1<br>Voter Approved Levies<br>Other Levies<br>BRAD KILWINGTON, ISO #1<br>306 2ND STR NW<br>AITKIN MN 56431<br>218-927-2119 X3420      | DECEMBER 18, 2017<br>7:00PM<br>AHS MEDIA CENTER<br>306 2ND STR NW                                      | 189.49          | 226.99                 |
| Special Taxing District<br>Tax Increment Tax<br>Fiscal Disparity Tax   |  | 187.03          | 339.55                 |
|  |  | 2.43            | 2.53                   |
|  |  | .00             | .00                    |
|  |  | .00             | .00                    |
| <b>Total excluding any special assessments</b>   |  | <b>1,026.00</b> | <b>1,258.00 22.6 %</b> |

Indicates Taxing District

Public Meeting Date/Time/Location

2018 Proposed Aitkin County Tax

# Who Uses Your Local Property Tax Dollars?



|        |          |         |       |        |
|--------|----------|---------|-------|--------|
| County | City/Twp | Schools | State | Others |
| 52¢    | 23¢      | 16¢     | 9¢    | >1¢    |

## Projected Tax Impacts (Aitkin County Share)

| Residential - \$100,000 |              |               |
|-------------------------|--------------|---------------|
|                         | Adopted 2017 | Proposed 2018 |
| Incr/Decr in Value      | 0%           | 0%            |
| Market Value            | \$100,000    | \$100,000     |
| Mkt Exclusion           | \$28,240     | \$28,240      |
| TMV less Exclusion      | \$71,760     | \$71,760      |
| Tax Capacity            | \$717.60     | \$717.60      |
| *Property Tax           | \$336.18     | \$350.22      |

\$14.04/YR

| Residential - \$200,000 |              |               |
|-------------------------|--------------|---------------|
|                         | Adopted 2017 | Proposed 2018 |
| Incr/Decr in Value      | 0%           | 0%            |
| Market Value            | \$200,000    | \$200,000     |
| Mkt Exclusion           | \$19,240     | \$19,240      |
| TMV less Exclusion      | \$180,760    | \$180,760     |
| Tax Capacity            | \$1,807.60   | \$1,807.60    |
| *Property Tax           | \$846.82     | \$882.19      |

\$35.37/YR

| Residential - Over \$500,000 |              |               |
|------------------------------|--------------|---------------|
|                              | Adopted 2017 | Proposed 2018 |
| Incr/Decr in Value           | 0%           | 0%            |
| Market Value                 | \$600,000    | \$600,000     |
| Mkt Exclusion                | \$0          | \$0           |
| TMV less Exclusion           | \$600,000    | \$600,000     |
| Tax Capacity                 | \$6,250      | \$6,250       |
| *Property Tax                | \$2,927.99   | \$3,050.28    |

\$122.29/YR

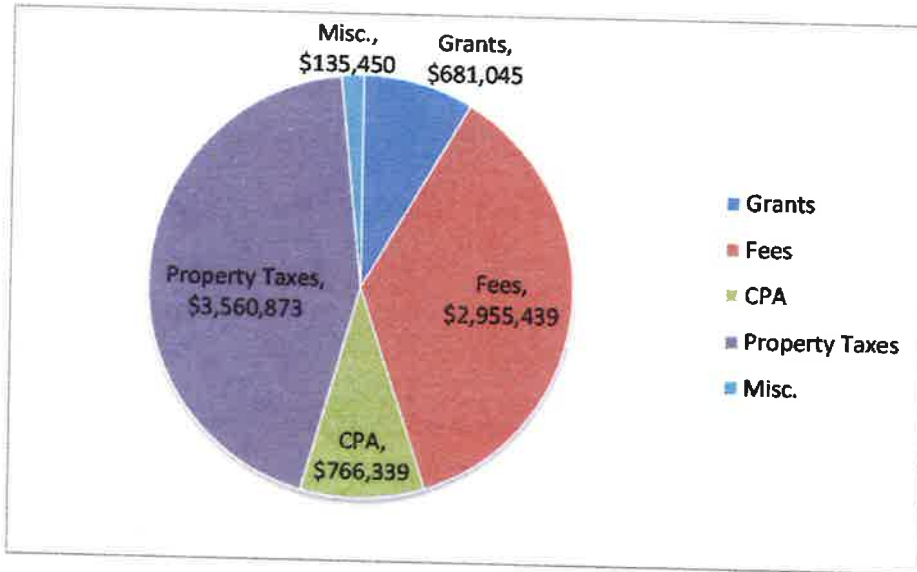
| Commercial         |              |               |
|--------------------|--------------|---------------|
|                    | Adopted 2017 | Proposed 2018 |
| Incr/Decr in Value | 0%           | 0%            |
| Market Value       | \$500,000    | \$500,000     |
| Mkt Exclusion      |              |               |
| TMV less Exclusion |              |               |
| Tax Capacity       | \$9,250      | \$9,250       |
| *Property Tax      | \$4,333.43   | \$4,514.41    |

\$180.98/YR

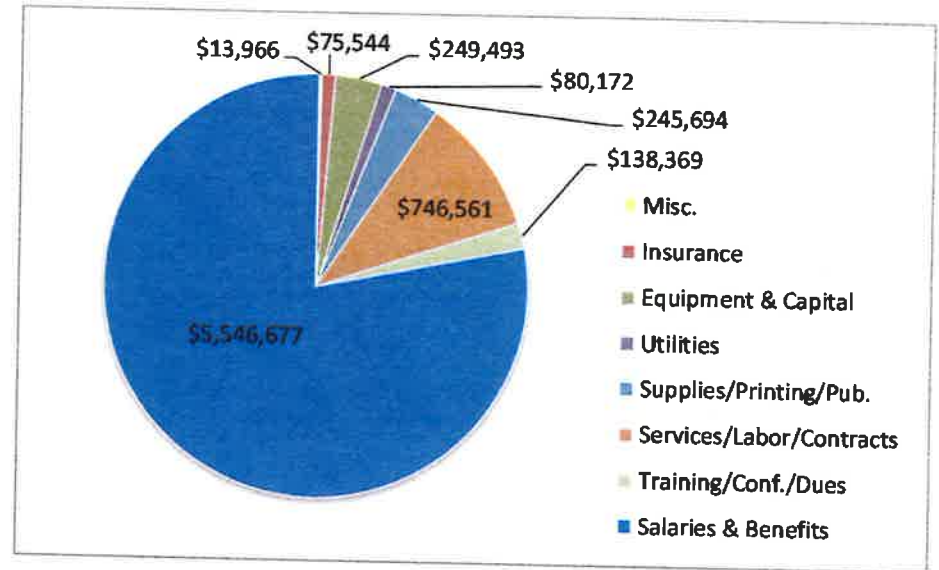


# General Government – Revenues & Expenditures

## Revenues:



## Expenditures:



## General Government

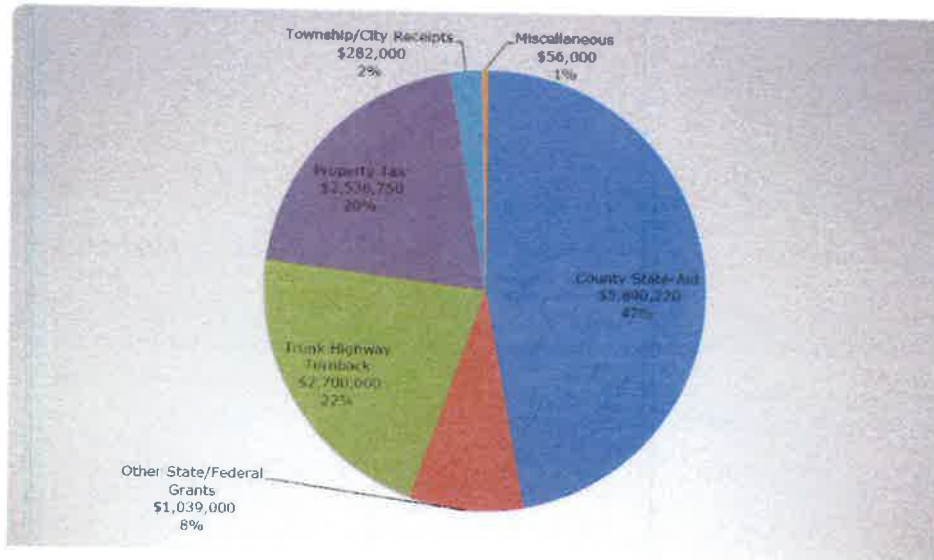
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### Key Changes:

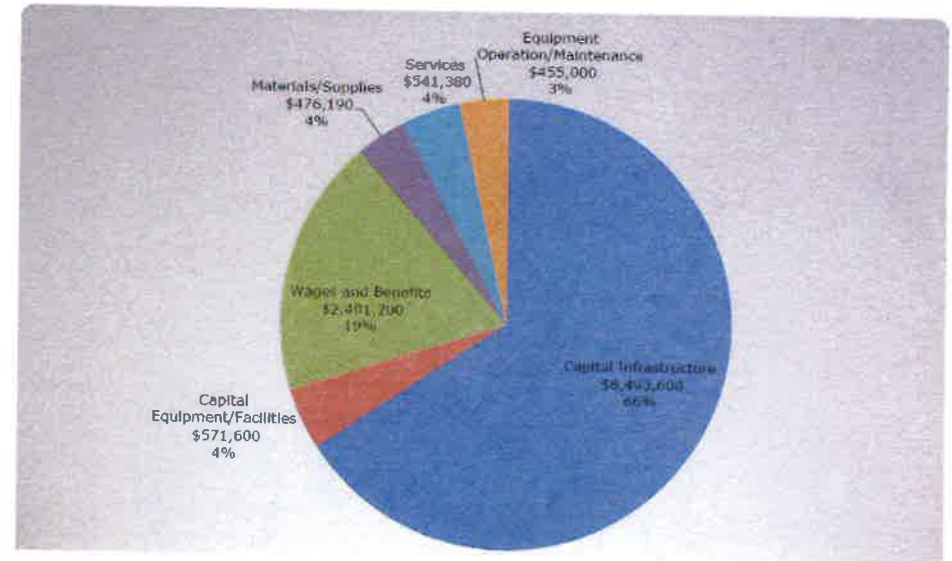
- Net decreases in Commissioners, Economic Development, and Environmental Services budgets
- Increase in expenses in Auditor's office due to 2018 elections
- Previously approved wage increases of 2.9%
- Increase in IT expenses due to MCIS contract
- No new staff requests for 2018

# Highway – Revenues & Expenditures

## Revenues:



## Expenditures:



## Road & Bridge

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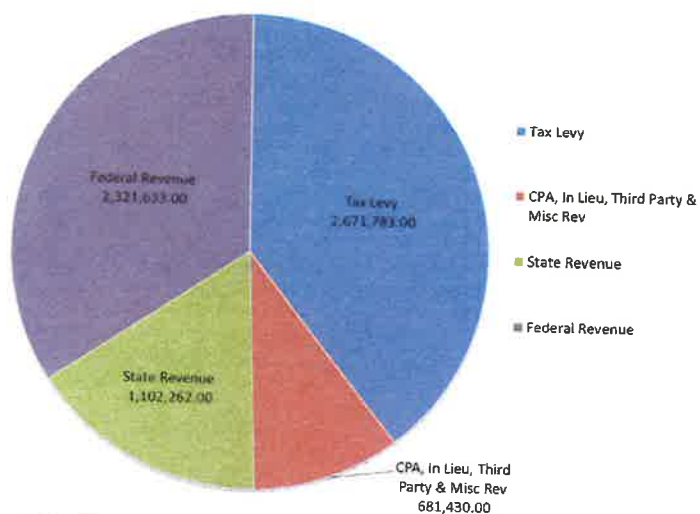
### Key Changes:

- Previously approved salary increases of 2.9%
- Motor oil/fuel cost decreased by \$62,000
- Aggregate material costs decreased by \$50,000
- 10 planned capital infrastructure projects in 2018
- Planned facility improvements in 2018
- Planned equipment replacement
- No new staff requests for 2018

# Health & Human Services – Revenues & Expenditures

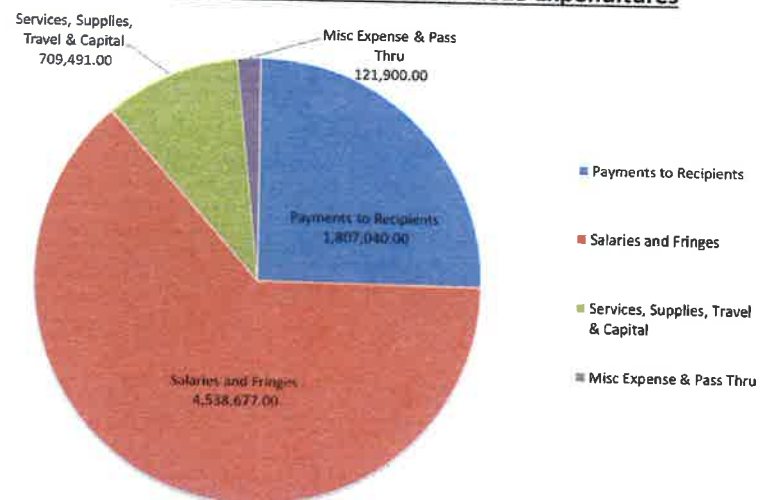
## Revenues:

**Health & Human Services - 2018 Revenue**



## Expenditures:

**Health & Human Services - 2018 Expenditures**



## Health & Human Services

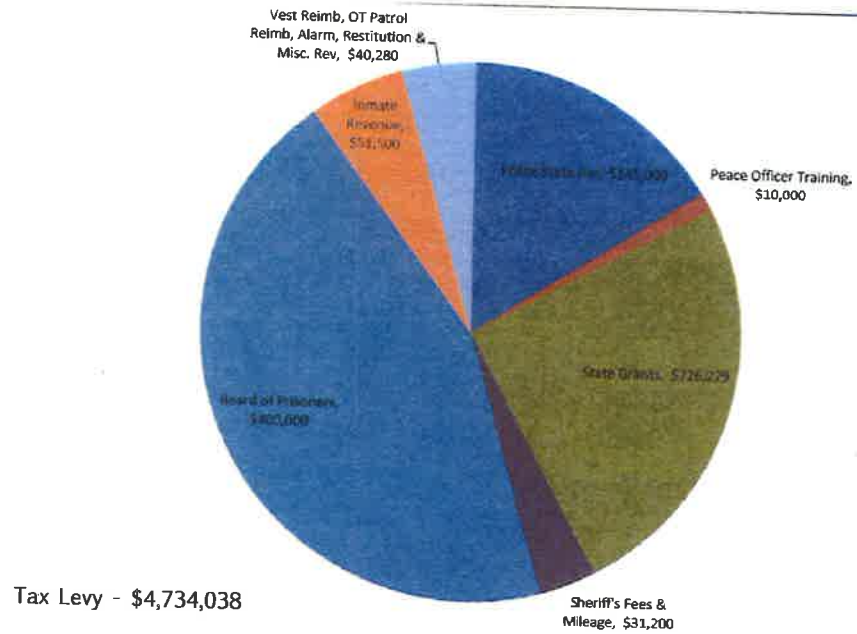
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### Key Changes:

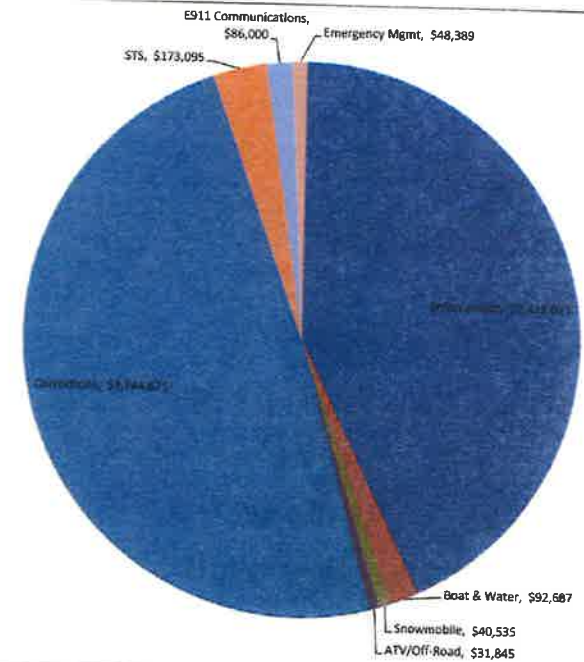
- Decrease in personnel expenditures
- Previously approved salary increases of 2.9%
- No new staff requests for 2018
- Increases in public service expenditures and operating expenses
- Increase in children's residential treatment expenditures

# Sheriff – Revenues & Expenditures

## Revenues:



## Expenditures:



## Sheriff

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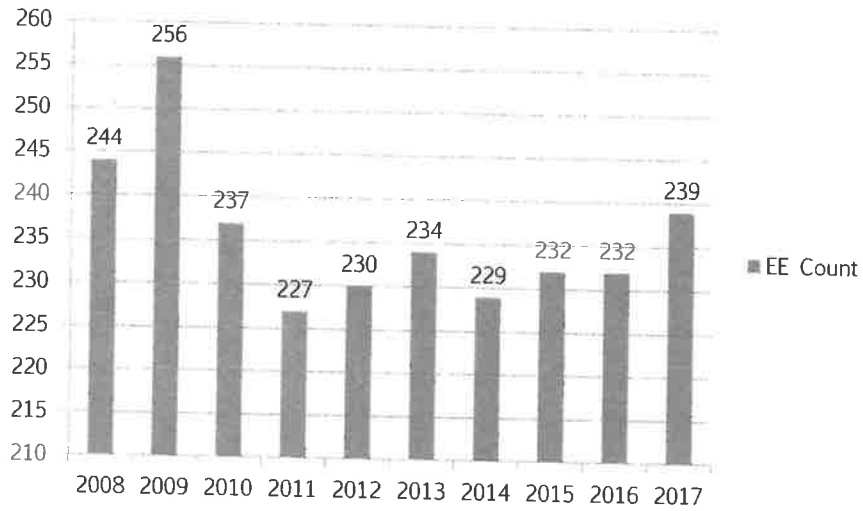
### Key Changes:

- Previously approved salary increase of 2.9%
- Increase in capital expenditures – safety equipment, radios, etc.
- Protecting capital investment in building maintenance and repair
- Increased expenses for inmate medical care
- No new staff requests for 2018

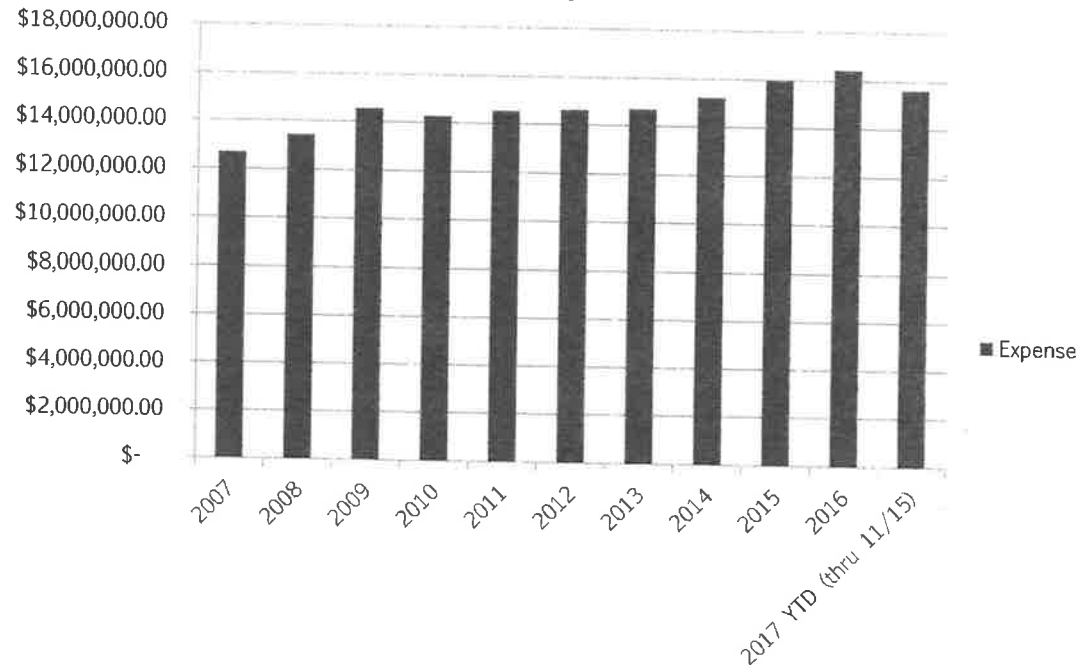


# County Staffing

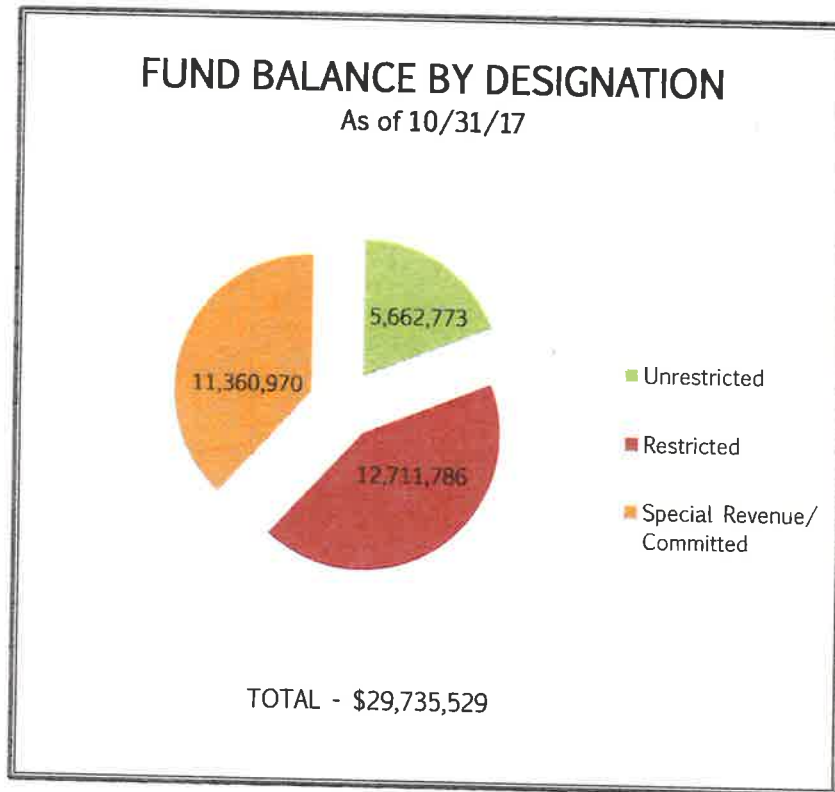
## Employee Count



## Employee Expenditures



# Fund Balance



The County aims to maintain a year-end, unrestricted fund balance of at least 42% of the following year's budgeted expenditures on all governmental funds.

This includes the General Fund, HHS, and Road & Bridge.

2018 Expenditures:  $\$34,769,940 \times 42\% = \$14,603,320$

Current Balance of these funds:  $\$16,562,896$

**Fund Balance Threshold Being Met**



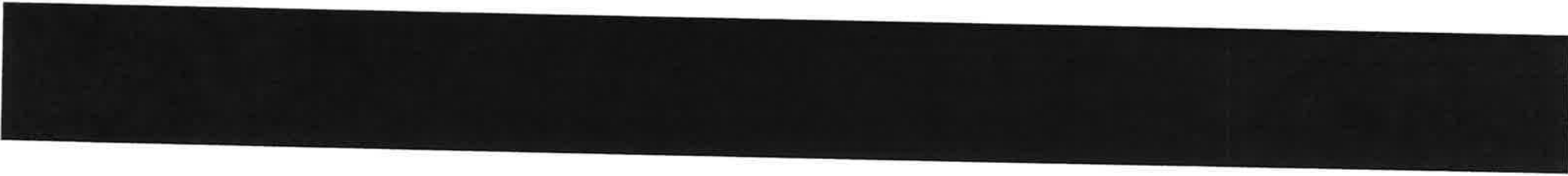
# County Budget & Levy Adoption – December 19, 2017

The Aitkin County Board of Commissioners is required to adopt the  
2018 budget and levy prior to December 28, 2017.



# **PUBLIC COMMENTS**

Each speaker will be allowed 5 minutes to address the Board



# Aitkin County Board of Commissioners Board Meeting Attendance Record

Date: December 5, 2017

| Name              | Please check the boxes that apply. |                              |                                       |
|-------------------|------------------------------------|------------------------------|---------------------------------------|
|                   | Aitkin<br>County<br>Citizen        | Aitkin<br>County<br>Employee | Company Representative – please list. |
| Bob Harwood       | ✓                                  |                              | MY SELF                               |
| MARK JAWORS       |                                    | ✓                            | LAND COMMISSIONER                     |
| Lou Mann          |                                    | ✓                            | County treasurer                      |
| MICHAEL MORTIARTY |                                    | ✓                            | COUNTY RECORDER                       |
| Bryelle Breedstem |                                    |                              | Age                                   |
| Mark Landstad     | ✓                                  |                              | Citizen                               |
| Larry Chadwick    | ✓                                  |                              | King Larry 45                         |
| John Welle        |                                    | ✓                            | Highway Dept.                         |
| Jerry Nest        |                                    | ✓                            | P & Z Env. services                   |
| BRAD KELVIN WTN   |                                    |                              | Aitkin Schools                        |
| JERRY DELWITT     | ✓                                  |                              | MY SELF                               |

