

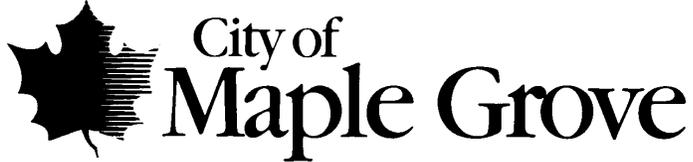


City of Maple Grove



2012 Budget

Truth in Taxation
December 5th, 2011



MEMORANDUM

TO: Mayor and City Council
Al Madsen, City Administrator

FROM: Jim Knutson, Finance Director

DATE: November 15, 2011

SUBJECT: Proposed 2012 General Fund Budget

I am pleased to present the proposed General Fund Budget for 2012. Maple Grove has been a rapidly developing suburban community that provides services to a population of approximately 62,260 residents while planning the eventual expansion of the City to an estimated population exceeding 80,000. Although many sectors of the state and national economy have slowed down dramatically in the last few years, the development in Maple Grove continues at a consistent pace. In an article published in September in the Minneapolis Star Tribune, Maple Grove issued more building permits for residential housing than any other locality in the Twin Cities. There has been significant growth in the City and an accompanying need/demand for service over the last fifteen years.

Expenditures:

The proposed 2012 General Fund budget totals \$34,063,800 (a 2.01% increase over 2011) and provides funding for a growing suburban community that is expected to reach an estimated population of 63,052 residents by April of 2012. That population is 1.3% higher than April of this year (25.2% higher than the 2000 Census). It reflects the tremendous residential construction that has occurred in Maple Grove in the last eleven years. The City has implemented a number of cost saving strategies that have impacted the 2011 and 2012 budgets including the elimination of three positions (Asst. City Planner, Principal Planner, and part time Building Inspector), delayed rehiring upon retirements and resignations, participating in group purchasing programs, and taking advantage of the current interest rate environment by refinancing debt. In 2011, the City received stimulus funds to implement a number of energy saving programs and the City will begin to see these savings on utility bills in 2011 and 2012. The 2012 budget includes decreased funding in the areas of professional services, communications, and insurance. In other areas, there are additional costs in utilities, all maintenance areas - buildings, equipment, boulevards/medians and street sweeping and seal coating. The capital outlay portion of the budget reflects the replacement charges for current city equipment.

Revenue:

As in prior years, the City continues to get the largest portion of the General Fund revenue from the property tax. In 2012, the tax levy will provide approximately 83% of the revenue with development fees the next largest revenue source at approximately 7%. A portion of the tax levy is used for principal and interest payments on existing city bonds that were issued for the Government Center. The tax levy is proposed to decrease 0.04% to \$31,186,800 in 2012. The “per capita” charts on pages 17 and 18 show that both the tax levy and operating expenditures are relatively constant from one year to the next. Each year the City does a study of homes in an effort to show the impact of the proposed tax levy. The chart on page 19 shows the impact of the total levy on an average home for each market value range. This year the majority of homes in the City will see a slight increase in the City portion of the property tax bill with the average home increasing by approximately \$7.17. That is a percentage increase of 0.77% (page 19). The revenue from permits is the second largest revenue source for the General Fund. I expect that development will slow in 2012 as there has been a fairly significant decline since the two “highest years ever” in 1999 and 2000. The value of all permits in 1999 was \$221.2 million and \$258.1 million in 2000. This year, I would expect the total will exceed \$120 million.

Road Reconstruction Levy:

The City will be levying \$1,200,000 in 2012 for the Road Reconstruction Fund. This amount provides funding for the City’s annual street reconstruction program. The program focuses available funding on the worst roads, balanced against other factors such as neighborhood disruption, mobilization costs, and other planned area improvements.

Debt Service Levy:

The debt service levy is made each year to provide the revenue to pay the annual debt service on City debt. Included in this year’s levy are the Capital Improvement Plan Refunding Bonds of 2005 that is financing the Government Center/Public Safety Facility.

Impact of Proposed Budget:

A number of charts are included in this information that shows the impact of the proposed levy. Each year the City does a study of homes that show the impact of the levy. The average decrease from 2011 is estimated to be \$28.44, a decrease of 2.94% over the 2011 total for the City. Growth in the City has increased the City’s tax base and has cushioned the impact of the property tax levy. Decreases in the amount of Market Value Homestead Credit state aid available for that “average” home will increase the percentage change to 0.77% (see tables on page 19).

The 2011 legislature eliminated the Market Value Homestead Credit (MVHC) program for 2012 and replaced it with a homestead market value exclusion program. Under the new program, the homestead market value exclusion is 40% of the home’s value and reaches its maximum for a \$76,000 home and phases out when a home’s value reaches approximately \$414,000. Since the homestead market value exclusion is calculated at the front end (when tax rates are set), there is no reimbursement to local governments. The new market value exclusion program will mean the city’s

tax capacity will be reduced and the city's tax rate will rise. Although the new market value exclusion program is computed in a mathematically similar manner to the repealed MVHC, the new program will shift taxes among properties within our community, especially to commercial, industrial, apartment, and other properties that will not receive the benefit of the homestead market value exclusion.

Most of the proposed tax levy is for daily operations with about 90.6% going to the General Fund. Principal and interest on the City's debt (city buildings) and road reconstruction funding make up the remaining 9.4% of the levy. Maple Grove has approximately 21,715 homes within the City with an "average" value of about \$253,400. That "average" value home decreased about 3.94% from last year's "average" of \$263,800 and will pay an estimated \$940.04 in City property taxes in 2012 with close to two thirds of that amount being used for public safety, parks, and public works. The elimination of the state market value homestead credit program will increase the "net" City property tax to a change of 0.77% from 2011.

Summary:

The proposed 2012 budget reflects the continued growth of the City. The City implemented a number of cost saving strategies including the elimination of three positions in 2010. The continued growth in the City has increased the City's tax base and has cushioned the impact of the property tax levy. The continued growth in the City allowed the tax levy to decrease slightly but only impact a Maple Grove home by about 0.77% (about \$0.59 per month).

Maple Grove continues to grow with an estimated April 2012 population of approximately 63,052. The 2.01% increase in expenditures is in line with the commercial growth, the population increase and inflation. Although some sectors of the State and national economy are slowing down, the development of Maple Grove is continuing at a fairly constant pace.

There will continue to be increased service needs as the commercial and population growth of the City increases. Development income will continue to be a significant source of revenue but I do not believe that the development level will increase significantly in future years. For the most part, the majority of the funding for City services will come from the property tax.

The proposed 2012 budget will provide sufficient resources to continue the same level of service for a growing City.

City of Maple Grove

Historical Budget Analysis

| | General Fund | | | | | | Market Value | Housing | | Market Value Rate | |
|------|--------------|------------|--------------|----------|------------|--------------|---------------|---------|-----------------|-------------------|--------------|
| | Budget | | Fund Balance | | Population | Market Value | | Units | Apartment Units | | Tax Capacity |
| | Dollars | % Increase | Dollars | % Budget | | | | | | | |
| 1991 | 9,125,023 | 4.95% | 1,521,841 | 15.65% | 39,980 | 3.21% | 1,339,790,400 | 443 | | 21.329 | |
| 1992 | 9,723,214 | 6.56% | 1,321,279 | 12.64% | 41,420 | 3.60% | 1,437,696,300 | 497 | | 22.554 | |
| 1993 | 10,456,365 | 7.54% | 1,289,849 | 11.60% | 42,682 | 3.05% | 1,514,643,400 | 414 | | 24.567 | |
| 1994 | 11,117,735 | 6.33% | 1,181,060 | 9.76% | 43,542 | 2.01% | 1,625,554,600 | 250 | | 25.351 | |
| 1995 | 12,100,000 | 8.84% | 1,452,546 | 11.02% | 44,313 | 1.77% | 1,784,163,800 | 235 | 142 | 25.052 | |
| 1996 | 13,186,300 | 8.98% | 1,412,682 | 10.32% | 44,916 | 1.36% | 1,944,096,500 | 357 | | 24.093 | |
| 1997 | 13,692,780 | 3.84% | 1,653,975 | 11.23% | 46,181 | 2.82% | 2,097,912,000 | 499 | | 24.153 | |
| 1998 | 14,731,000 | 7.58% | 1,940,836 | 12.12% | 47,164 | 2.13% | 2,268,227,800 | 837 | | 25.094 | |
| 1999 | 16,014,600 | 8.71% | 2,610,671 | 14.70% | 49,479 | 4.91% | 2,526,979,700 | 991 | | 26.371 | |
| 2000 | 17,764,600 | 10.93% | 3,243,585 | 16.85% | 50,365 | 1.79% | 2,894,129,300 | 911 | 568 | 26.077 | |
| 2001 | 19,250,000 | 8.36% | 3,393,102 | 16.32% | 52,350 | 3.94% | 3,408,754,400 | 669 | 50 | 23.782 | |
| 2002 | 20,790,000 | 8.00% | 3,411,287 | 15.49% | 54,000 | 3.15% | 4,011,367,000 | 485 | | 37.058 | |
| 2003 | 22,021,000 | 5.92% | 3,747,577 | 16.37% | 55,278 | 2.37% | 4,756,678,600 | 848 | 150 | 35.202 | |
| 2004 | 22,896,700 | 3.98% | 3,752,094 | 15.47% | 56,754 | 2.67% | 5,337,031,800 | 684 | | 32.979 | |
| 2005 | 24,250,900 | 5.91% | 4,033,326 | 15.35% | 58,420 | 2.94% | 6,053,256,000 | 451 | | 30.677 | |
| 2006 | 26,280,600 | 8.37% | 4,834,680 | 17.25% | 58,491 | 0.12% | 6,731,367,900 | 365 | | 30.272 | |
| 2007 | 28,028,800 | 6.65% | 5,824,784 | 19.38% | 59,458 | 1.65% | 7,477,376,500 | 277 | | 30.168 | |
| 2008 | 30,061,100 | 7.25% | 6,403,524 | 20.16% | 59,932 | 0.80% | 8,177,748,500 | 327 | | 29.318 | |
| 2009 | 31,770,400 | 5.69% | 6,758,587 | 20.64% | 62,660 | 4.55% | 8,306,108,100 | 255 | | 31.259 | |
| 2010 | 32,747,700 | 3.08% | 6,878,919 | 20.60% | 61,567 | -1.74% | 7,965,839,100 | 304 | | 33.845 | |
| 2011 | 33,392,700 | 1.98% | 6,878,919 | 20.19% | 62,260 | 1.13% | 7,548,214,600 | 200 | | 36.714 | |
| 2012 | 34,063,800 | 2.01% | 6,878,919 | 19.73% | 63,052 | 1.27% | 7,369,907,600 | 250 | | 39.334 | |

City of Maple Grove
2012 Budget
 General Fund Revenues and Expenditures

| Description | 2010 Actual | 2011 Budget | 2012 Proposed | % Change |
|-----------------------------|---------------------|---------------------|---------------------|---------------|
| REVENUES | | | | |
| GENERAL TAXES | \$26,978,331 | \$27,583,700 | \$28,357,000 | 2.80% |
| LICENSES AND PERMITS | 2,612,967 | 2,564,500 | 2,459,500 | -4.09% |
| INTERGOVERNMENTAL REVENUE | 1,411,245 | 1,316,000 | 1,375,000 | 4.48% |
| CHARGES FOR SERVICES | 873,319 | 878,500 | 822,300 | -6.40% |
| COURT FINES | 420,732 | 375,000 | 375,000 | 0.00% |
| INTEREST EARNINGS | 148,365 | 90,000 | 90,000 | 0.00% |
| MISCELLANEOUS REVENUE | 198,873 | 10,000 | 10,000 | 0.00% |
| OPERATING TRANSFERS | 563,280 | 575,000 | 575,000 | 0.00% |
| TOTAL REVENUES | \$33,207,112 | \$33,392,700 | \$34,063,800 | 2.01% |
| EXPENDITURES | | | | |
| PERSONAL SERVICES | \$20,544,059 | \$21,964,800 | \$22,491,400 | 2.40% |
| SUPPLIES | 1,356,085 | 1,621,500 | 1,643,800 | 1.38% |
| SERVICES/INSURANCE | 1,984,852 | 2,389,100 | 2,218,000 | -7.16% |
| UTILITIES | 473,580 | 554,200 | 612,800 | 10.57% |
| REPAIRS/MAINTENANCE/RENTALS | 2,876,051 | 3,290,900 | 3,496,700 | 6.25% |
| DUES/SUBSCRIPTIONS/TRAINING | 578,228 | 790,500 | 801,100 | 1.34% |
| CAPITAL OUTLAY | 1,829,432 | 2,125,700 | 2,136,000 | 0.48% |
| OTHER | 3,444,493 | 656,000 | 664,000 | 1.22% |
| TOTAL EXPENDITURES | \$33,086,780 | \$33,392,700 | \$34,063,800 | 2.01% |

**City of Maple Grove
2012 Budget
Service Indicators**

| | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | % Change (06-11) |
|---------------------------------------|---------|---------|---------|---------|---------|---------|---------------------|
| Population (April 1st) | 58,491 | 59,458 | 59,932 | 62,660 | 61,567 | 62,260 | 6.4% |
| Parcels (Assessing) | 23,567 | 24,329 | 24,597 | 24,662 | 24,747 | 24,908 | 5.7% |
| Miles of Streets (Public Works) | 304 | 309 | 310 | 312 | 313 | 314 | 3.2% |
| Miles of Trails (Park/Public Works) | 201 | 213 | 221 | 232 | 239 | 248 | 23.4% |
| Acres of Parkland (P&R) | 1,343 | 1,339 | 1,424 | 1,424 | 1,424 | 1,444 | 7.5% |
| Recreation Program Participants (P&R) | 38,326 | 37,893 | 35,375 | 35,634 | 46,211 | 46,000 | 20.0% |
| Community Center Usage (P&R) | 791,550 | 832,222 | 788,962 | 811,911 | 835,060 | 812,000 | 2.6% |
| Employees Paid Each Payroll (Finance) | 471 | 477 | 480 | 480 | 482 | 464 | -1.5% |
| Vendors Paid Each Month (Finance) | 719 | 680 | 690 | 608 | 664 | 618 | -14.0% |
| Utility Accounts (Finance) | 19,990 | 20,045 | 20,587 | 20,942 | 21,224 | 21,470 | 7.4% |
| Building Permits (Fire/Builders) | 6,417 | 3,354 | 6,310 | 3,658 | 2,655 | 2,200 | -65.7% |
| Fire Calls (Emergency) | 603 | 545 | 491 | 229 | 301 | 280 | -53.6% |
| Fire Calls (Non-Emergency) | 300 | 234 | 510 | 651 | 662 | 680 | 126.7% |
| Written Reports/Citations (Police) | 27,923 | 25,830 | 24,782 | 25,093 | 25,336 | 23,300 | -16.6% |
| General Service Calls (Police) | 30,474 | 30,892 | 30,327 | 30,331 | 31,923 | 32,200 | 5.7% |
| Police Service Calls (Police) | 32,413 | 35,279 | 43,435 | 44,955 | 44,071 | 43,300 | 33.6% |

**CITY OF MAPLE GROVE
2012 BUDGET
GENERAL FUND REVENUES**

| DESCRIPTION | 2010 ACTUAL | 2011 BUDGET | 2012 PROPOSED | % CHANGE |
|-------------------------------------|------------------------|------------------------|--------------------------|---------------------|
| CURRENT AD VALOREM TAXES | 25,757,180 | 27,476,700 | 28,250,000 | 2.81% |
| DELINQUENT AD VALOREM TAXES | 366,773 | - | - | |
| PENALTIES AND INTEREST | 614,685 | 45,000 | 45,000 | 0.00% |
| EXCESS TAX INCREMENTS | 162,390 | - | - | |
| RENTS IN LIEU OF TAXES | 18,021 | 18,000 | 18,000 | 0.00% |
| FORFEITED TAX SALE | 1,934 | - | - | |
| GRAVEL TAX REIMBURSEMENT | 26,699 | 15,000 | 15,000 | 0.00% |
| LODGING TAX | 24,573 | 24,000 | 24,000 | 0.00% |
| GAMBLING TAX | 6,076 | 5,000 | 5,000 | 0.00% |
| TOTAL GENERAL TAXES | 26,978,331 | 27,583,700 | 28,357,000 | 2.80% |
| ALCOHOL BEVERAGE LICENSE | 310,998 | 280,000 | 295,000 | 5.36% |
| REFUSE HAULERS LICENSES | 3,325 | 3,200 | 3,200 | 0.00% |
| AMUSEMENT LICENSES | 4,395 | - | - | |
| PLBG/EXCAVATING LICENSES | 1,391 | 1,200 | 1,200 | 0.00% |
| RENTAL LICENSES | 81,100 | 85,000 | 85,000 | 0.00% |
| ANIMAL LICENSES | 16,983 | 19,000 | 15,000 | -21.05% |
| OTHER LICENSES | 6,900 | 6,000 | 6,000 | 0.00% |
| BUILDING PERMITS | 1,566,186 | 1,700,000 | 1,550,000 | -8.82% |
| PLBG & HEATING PERMITS | 325,721 | 270,000 | 290,000 | 7.41% |
| ELECTRICAL PERMITS | 138,926 | 81,000 | 100,000 | 23.46% |
| CERTIFICATE OF OCCUPANCY | - | - | - | |
| SIGN PERMITS | 15,333 | 9,000 | 9,000 | 0.00% |
| GRADING PERMITS | 18,286 | 7,000 | 7,000 | 0.00% |
| GRAVEL/BLACKTOP PERMITS | 43,263 | 40,000 | 40,000 | 0.00% |
| OVERWEIGHT PERMITS | 3,266 | 3,000 | 3,000 | 0.00% |
| SOLICITOR PERMITS | 2,310 | 1,000 | 1,000 | 0.00% |
| HUNTING PERMITS | 850 | 600 | 600 | 0.00% |
| WATER PERMIT FEES | 15,965 | 10,000 | 10,000 | 0.00% |
| SEWER PERMIT FEES | 20,571 | 11,000 | 11,000 | 0.00% |
| FIRE PERMITS | 27,904 | 30,000 | 25,000 | -16.67% |
| OTHER PERMITS | 9,294 | 7,500 | 7,500 | 0.00% |
| TOTAL LICENSES & PERMITS | 2,612,967 | 2,564,500 | 2,459,500 | -4.09% |
| FED GRANTS OTHER | 25,830 | 5,000 | 5,000 | 0.00% |
| LOCAL GOVERNMENT AID | - | - | - | |
| PERA STATE AID | 36,883 | 37,000 | 37,000 | 0.00% |
| HOMESTEAD MARKET VALUE CREDIT | 3,301 | - | - | |
| POLICE TRAINING REIMB | 23,302 | 24,000 | 23,000 | -4.17% |
| MUNICIPAL STATE AID - MAINT | 400,000 | 400,000 | 400,000 | 0.00% |
| FIRE STATE AID | 253,212 | 250,000 | 250,000 | 0.00% |
| INS PREMIUM TAX POLICE | 429,641 | 420,000 | 420,000 | 0.00% |
| COUNTY GRANTS | 1,986 | - | - | |
| STATE GRANTS | 10,209 | - | - | |
| STATE GRANT-RADIOLOGICAL | 26,881 | 40,000 | 40,000 | 0.00% |
| OTHER AID | 200,000 | 140,000 | 200,000 | 42.86% |
| TOTAL INTERGOVERNMENTAL | 1,411,245 | 1,316,000 | 1,375,000 | 4.48% |

**CITY OF MAPLE GROVE
2012 BUDGET
GENERAL FUND REVENUES**

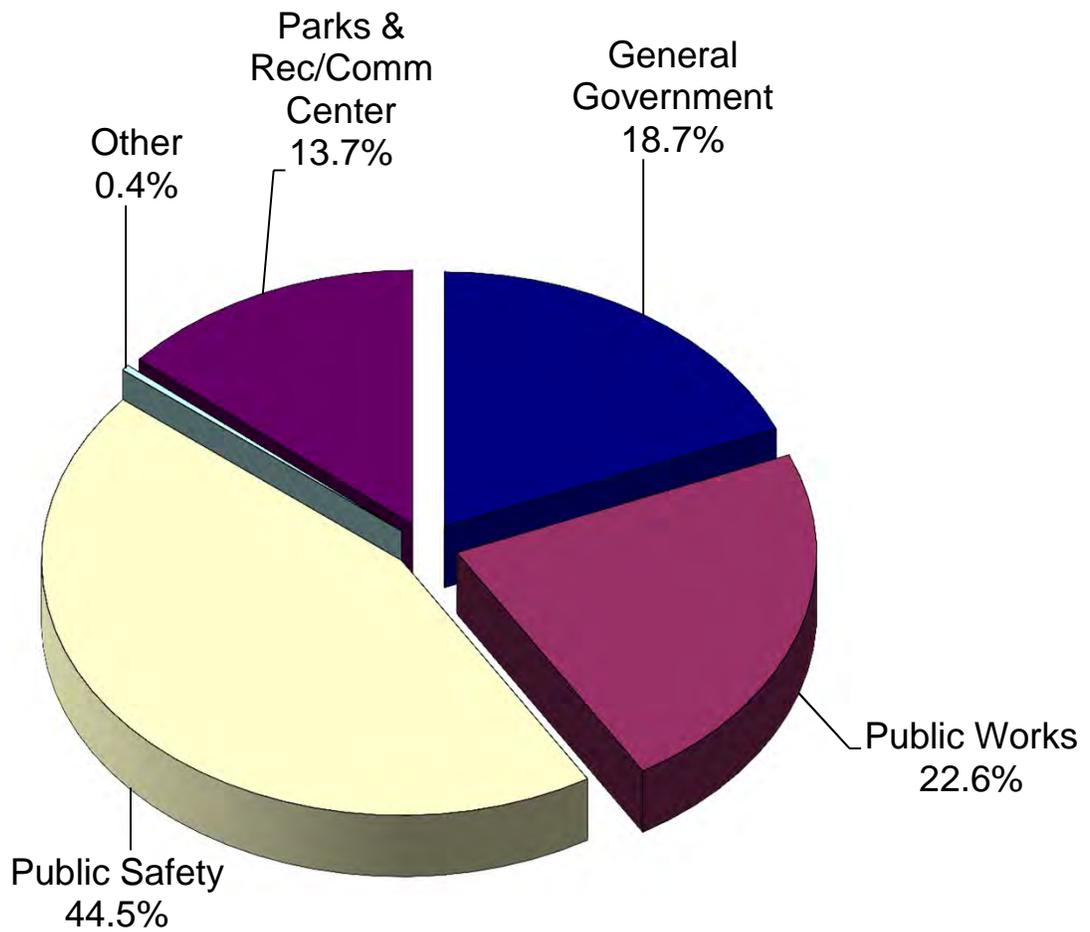
| DESCRIPTION | 2010 ACTUAL | 2011 BUDGET | 2012 PROPOSED | % CHANGE |
|------------------------------------|------------------------|------------------------|--------------------------|---------------------|
| PLANNING DEPT FEES | 25,680 | 30,000 | 25,000 | -16.67% |
| IRB/TIF APPLICATION FEE | - | - | - | |
| ASSESSING DEPT FEES | 550 | - | 500 | |
| ENGINEERING DEPT FEES | 13,171 | 10,000 | 10,000 | 0.00% |
| SEARCHES/FILINGS/MAPS | 1,458 | 2,000 | 1,300 | -35.00% |
| INSPECTION FEES | 3,757 | 2,000 | 2,000 | 0.00% |
| BUILDING SURCHARGE | 1,515 | 600 | 600 | 0.00% |
| BUSINESS LICENSE INSPEC FEE | 5,105 | 5,000 | 5,000 | 0.00% |
| POLICE DEPT FEES | 26,553 | 30,000 | 30,000 | 0.00% |
| FIRE DEPT FEES | 2,518 | 2,400 | 2,400 | 0.00% |
| STREET DEPT FEES-EXTERNAL | 54,609 | 25,000 | 25,000 | 0.00% |
| IMPROVEMENT PROJECT REIMB | 698,762 | 750,000 | 700,000 | -6.67% |
| STREET SIGN REIMBURSEMENT | 1,925 | 4,000 | 2,000 | -50.00% |
| RENTAL INCOME | 19,115 | 16,000 | 17,000 | 6.25% |
| WEED & TREE CHARGES | 18,451 | 1,500 | 1,500 | 0.00% |
| NSF CHARGES | 150 | - | - | |
| TOTAL CHARGES FOR SERVICES | 873,319 | 878,500 | 822,300 | -6.40% |
| | | | | |
| COURT FINES | 420,732 | 375,000 | 375,000 | 0.00% |
| TOTAL COURT FINES | 420,732 | 375,000 | 375,000 | 0.00% |
| | | | | |
| INTEREST EARNINGS | 129,094 | 90,000 | 90,000 | 0.00% |
| CHANGE IN FAIR VALUE OF INVEST. | 19,271 | - | - | |
| TOTAL INTEREST | 148,365 | 90,000 | 90,000 | 0.00% |
| | | | | |
| INS REBATES AND DIVIDENDS | 159,591 | - | - | 0.00% |
| REFUNDS/REIMBURSEMENTS | 2,867 | 1,000 | 1,000 | 0.00% |
| SALE OF MISC PROPERTY | 15,865 | 2,000 | 2,000 | 0.00% |
| MISCELLANEOUS REV | 20,542 | 7,000 | 7,000 | 0.00% |
| CASH OVER/(SHORT) | 8 | - | - | |
| TOTAL MISCELLANEOUS | 198,873 | 10,000 | 10,000 | 0.00% |
| | | | | |
| OPERATING TRANSFERS IN | 563,280 | 575,000 | 575,000 | 0.00% |
| TOTAL TRANSFERS | 563,280 | 575,000 | 575,000 | 0.00% |
| | | | | |
| TOTAL GENERAL FUND REVENUES | 33,207,112 | 33,392,700 | 34,063,800 | 2.01% |

City of Maple Grove
2012 Budget
 General Fund Budget Summary

| | 2010 Actual | 2011 Adopted | 2012 Request | % Change |
|---|------------------------|-------------------------|-------------------------|-----------------|
| General Government | \$1,617,923 | \$1,524,600 | \$1,685,600 | 10.56% |
| Human Resources | 354,679 | 389,100 | 399,700 | 2.72% |
| Economic/Community Dev | 482,198 | 619,500 | 625,700 | 1.00% |
| Finance | 1,099,540 | 1,198,300 | 1,205,200 | 0.58% |
| Information Systems | 1,270,402 | 1,385,100 | 1,421,600 | 2.64% |
| Assessing | 831,564 | 1,025,900 | 1,039,300 | 1.31% |
| Building Inspections | 1,516,839 | 1,752,300 | 1,767,900 | 0.89% |
| Police | 9,187,345 | 10,108,300 | 10,203,100 | 0.94% |
| Fire & Fire Inspections | 2,877,189 | 3,150,500 | 3,179,100 | 0.91% |
| Engineering | 1,567,525 | 1,786,500 | 1,779,400 | -0.40% |
| Public Works | 4,209,829 | 4,568,800 | 4,733,200 | 3.60% |
| Government Buildings | 871,628 | 1,166,200 | 1,200,500 | 2.94% |
| Other: | | | | |
| Park Transfer | 3,651,888 | 3,957,100 | 4,052,000 | 2.40% |
| Community Action | 99,253 | 124,500 | 124,500 | 0.00% |
| Community Center Transfer | 565,000 | 576,000 | 587,000 | 1.91% |
| Senior/Teen Center/Civic Operations | 40,000 | 40,000 | 40,000 | 0.00% |
| Police Billbacks | 38,978 | 20,000 | 20,000 | 0.00% |
| Transfer Out (CIP/Athletic Facilities) | 1,300,000 | | | |
| Transfer Out (CIP/Roof Replacement) | 900,000 | | | |
| Transfer Out (CIP/Cameras/Website/Fiber) | 505,000 | | | |
| Transfer Out (Community Center Equip. Re | 100,000 | | | |
| GENERAL FUND TOTAL | <u>\$33,086,780</u> | <u>\$33,392,700</u> | <u>\$34,063,800</u> | <u>2.01%</u> |

City of Maple Grove 2012 Budget

2012 Proposed General Fund Expenditures



**CITY OF MAPLE GROVE
2012 BUDGET
GENERAL FUND EXPENDITUES**

| DESCRIPTION | 2010 ACTUAL | 2011 BUDGET | 2012 PROPOSED | % CHANGE |
|-------------------------------------|------------------------|------------------------|--------------------------|---------------------|
| FULL TIME SALARIES | 13,575,010 | 14,115,400 | 14,324,800 | 1.48% |
| OVERTIME | 492,969 | 620,100 | 661,100 | 6.61% |
| PART TIME SALARIES | 1,520,012 | 1,611,500 | 1,748,600 | 8.51% |
| PERA CONTRIBUTIONS | 1,446,214 | 1,510,500 | 1,532,900 | 1.48% |
| FICA/MEDICARE CONTRIBUTIONS | 794,617 | 885,900 | 894,800 | 1.00% |
| FIRE RELIEF ASSOC CONTRIBUTION | 454,556 | 470,000 | 470,000 | 0.00% |
| EMPLOYER CONTRIBUTION FOR INSURANCE | 1,930,589 | 2,370,700 | 2,462,100 | 3.86% |
| UNEMPLOYMENT COMPENSATION | 6,798 | 3,500 | 5,500 | 57.14% |
| WORKERS COMPENSATION | 323,294 | 377,200 | 381,600 | 1.17% |
| TOTAL PERSONAL SERVICES | 20,544,059 | 21,964,800 | 22,481,400 | 2.35% |
| SUPPLIES | 423,030 | 490,400 | 498,800 | 1.71% |
| GAS/OIL/GREASE | 420,018 | 562,800 | 562,700 | -0.02% |
| CHEMICALS | 15,204 | 16,400 | 16,400 | 0.00% |
| CLOTHING & INDIV EQUIP | 136,833 | 197,500 | 192,000 | -2.78% |
| ROAD MATERIALS | 334,805 | 318,600 | 338,600 | 6.28% |
| LANDSCAPING MATERIALS | 8,392 | 7,000 | 7,000 | 0.00% |
| SIGN REPAIR MATERIALS | 6,644 | 9,800 | 9,800 | 0.00% |
| SMALL TOOLS | 10,571 | 17,800 | 17,300 | -2.81% |
| DETENTION MEALS | 588 | 1,200 | 1,200 | 0.00% |
| TOTAL SUPPLIES | 1,356,085 | 1,621,500 | 1,643,800 | 1.38% |
| PROFESSIONAL SERVICES | 792,275 | 1,018,800 | 884,700 | -13.16% |
| EDP SERVICES | 453,162 | 433,200 | 433,200 | 0.00% |
| CORRECTION SERVICES | 54,734 | 76,000 | 76,000 | 0.00% |
| ANIMAL IMPOUND SERVICES | 29,424 | 33,000 | 33,000 | 0.00% |
| TOTAL PROFESSIONAL SERVICES | 1,329,595 | 1,561,000 | 1,426,900 | -8.59% |
| TELEPHONE | 130,988 | 185,500 | 171,500 | -7.55% |
| POSTAGE & METER | 115,058 | 136,700 | 142,700 | 4.39% |
| RADIO SERVICE | 111,551 | 136,400 | 136,200 | -0.15% |
| LEGAL NOTICES | 18,980 | 47,900 | 37,000 | -22.76% |
| TOTAL COMMUNICATIONS | 376,577 | 506,500 | 487,400 | -3.77% |
| LIABILITY INSURANCE | 145,080 | 163,700 | 160,700 | -1.83% |
| PROPERTY INSURANCE | 77,880 | 83,400 | 82,500 | -1.08% |
| AUTOMOTIVE INSURANCE | 30,720 | 49,500 | 45,500 | -8.08% |
| INSURANCE DEDUCTIBLES | 25,000 | 25,000 | 25,000 | 0.00% |
| TOTAL INSURANCE | 278,680 | 321,600 | 313,700 | -2.46% |
| ELECTRIC UTILITIES | 377,914 | 399,800 | 455,600 | 13.96% |
| GAS UTILITIES | 67,214 | 124,500 | 122,000 | -2.01% |
| REFUSE DISPOSAL/LANDFILL | 28,452 | 29,900 | 35,200 | 17.73% |
| TOTAL UTILITIES | 473,580 | 554,200 | 612,800 | 10.57% |

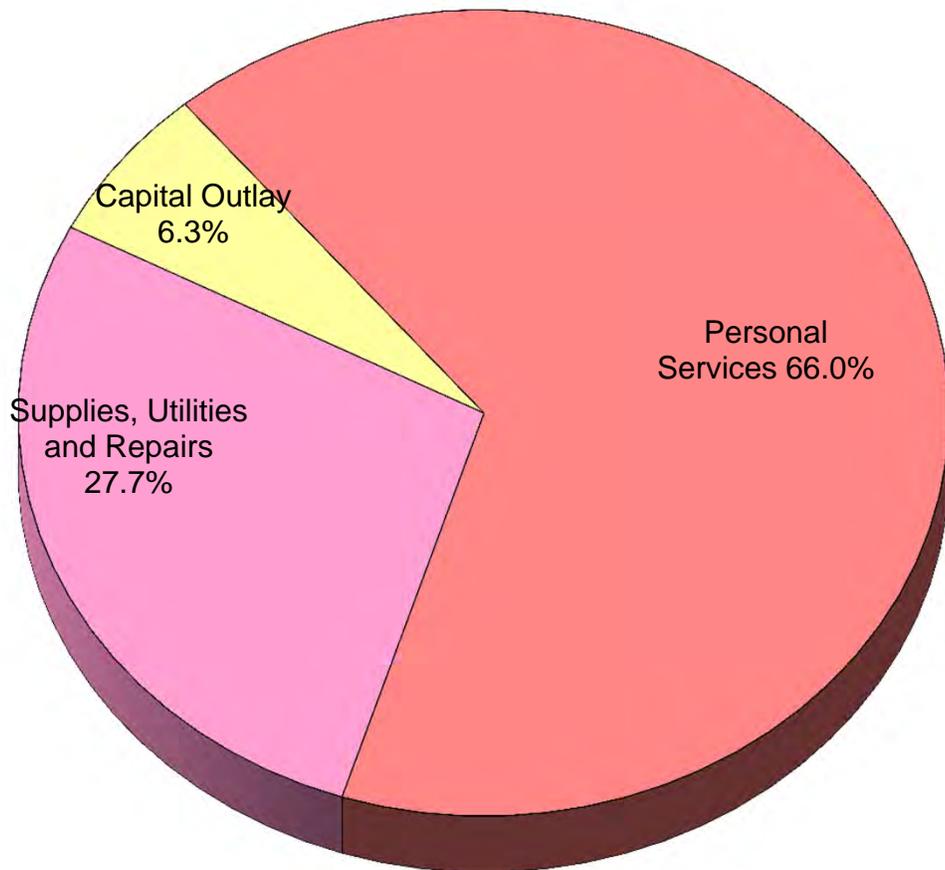
**CITY OF MAPLE GROVE
2012 BUDGET
GENERAL FUND EXPENDITUES**

| DESCRIPTION | 2010 ACTUAL | 2011 BUDGET | 2012 PROPOSED | % CHANGE |
|--|-------------------|-------------------|-------------------|---------------|
| REPAIR/MAINTENANCE BUILDING | 296,040 | 328,000 | 343,800 | 4.82% |
| REPAIR/MAINTENANCE GROUNDS | 90,793 | 147,900 | 148,200 | 0.20% |
| REPAIR/MAINTENANCE EQUIPMENT | 275,094 | 401,800 | 494,800 | 23.15% |
| COPIER MAINTENANCE | 108,361 | 116,300 | 115,900 | -0.34% |
| OTHER REPAIR/MAINTENANCE | 3,392 | 40,000 | 40,000 | 0.00% |
| CENTRAL GARAGE REPAIR | 773,735 | 829,600 | 850,200 | 2.48% |
| STREET SWEEPING | 54,031 | 70,000 | 70,000 | 0.00% |
| SEAL COATING | 1,100,803 | 1,140,500 | 1,210,100 | 6.10% |
| TOTAL REPAIRS/MAINTENANCE | 2,702,249 | 3,074,100 | 3,273,000 | 6.47% |
| RENTAL OF EQUIPMENT | 94,123 | 137,600 | 144,500 | 5.01% |
| TRAINING FACILITY EXPENSE | 79,679 | 79,200 | 79,200 | 0.00% |
| TOTAL RENTALS | 173,802 | 216,800 | 223,700 | 3.18% |
| DUES AND MEMBERSHIPS | 403,442 | 456,500 | 471,000 | 3.18% |
| SUBSCRIPTIONS/PRINTED MATERIAL | 19,457 | 24,500 | 25,300 | 3.27% |
| MEETING EXPENSE | 17,224 | 33,700 | 26,200 | -22.26% |
| CONFERENCE/TRAINING EXP | 114,007 | 218,800 | 221,900 | 1.42% |
| LOCAL MILEAGE | 10,368 | 19,300 | 19,400 | 0.52% |
| TRAVEL EXPENSE (NON LOCAL) | 2,030 | 26,000 | 25,600 | -1.54% |
| CAR ALLOWANCE | 11,700 | 11,700 | 11,700 | 0.00% |
| TOTAL DUES/SUBSCRIP/TRAINING/TRAVEL | 578,228 | 790,500 | 801,100 | 1.34% |
| CAPITAL OUTLAY | 193,915 | 224,000 | 80,700 | -63.97% |
| NON-CAPITAL ITEMS (<\$5,000) | 106,017 | 172,100 | 198,300 | 15.22% |
| EQUIPMENT TRANSFER | 1,360,300 | 1,560,400 | 1,687,800 | 8.16% |
| DATA PROCESSING REPLACEMENT | 169,200 | 169,200 | 169,200 | 0.00% |
| TOTAL CAPITAL OUTLAY | 1,829,432 | 2,125,700 | 2,136,000 | 0.48% |
| MAYORS CONTINGENCY FUND | 1,166 | 1,000 | 1,000 | 0.00% |
| CREDIT CARD EXPENSE | 13,507 | 32,000 | 29,000 | -9.38% |
| GRANT EXPENDITURES | 19,820 | 7,000 | 7,000 | 0.00% |
| TOTAL OTHER | 34,493 | 40,000 | 37,000 | -4.69% |
| TRANSFER OUT: | | | | |
| COMMUNITY CENTER OPERATIONS | 565,000 | 576,000 | 587,000 | 1.91% |
| CIVIC/SENIOR/TEEN CENTER OPERATIONS | 40,000 | 40,000 | 40,000 | 0.00% |
| COMMUNITY CENTER EQUIPMENT RESERVE | 100,000 | | | |
| CIP/BLDG ROOF REPLACEMENT | 900,000 | | | |
| CIP/FIBER,LASERFISCHE,CAMERAS | 505,000 | | | |
| CIP/ATHLETIC FACILITIES | 1,300,000 | | | |
| TOTAL TRANSFERS | 3,410,000 | 616,000 | 627,000 | 1.79% |
| TOTAL GENERAL FUND EXPENDITURES | 33,086,780 | 33,392,700 | 34,063,800 | 2.01% |

Includes all General Fund supported operations including Park & Recreation

**City of Maple Grove
2012 Budget**

General Fund Expenditures by Category



City of Maple Grove 2012 Proposed Tax Levy

| | Pay 2009 Levy | Pay 2010 Levy | Pay 2011 Levy | Proposed Pay 2012 Levy |
|---|----------------------------|----------------------------|----------------------------|------------------------------|
| Tax Capacity Levy | | | | |
| Levy Limit (General Fund) | \$25,280,258 | \$25,836,718 | \$26,664,500 | \$28,250,000 |
| Special Levy (General Fund): | | | | |
| PERA (General Fund) | | | | |
| Certificates/Unallotment/Abatement | 637,094 | 1,152,940 | 1,782,218 | |
| Total General Fund Tax Capacity Levy | <u>25,917,352</u> | <u>26,989,658</u> | <u>28,446,718</u> | <u>28,250,000</u> |
| Road Reconstruction Debt Service | <u>1,010,000</u> | <u>1,010,000</u> | <u>1,010,000</u> | <u>1,200,000</u> |
| Debt Service Levy: | | | | |
| Capital Improvement Bonds of 2005C | 1,739,483 | 1,561,973 | 1,741,583 | 1,736,800 |
| Total Debt Service Levy | <u>1,739,483</u> | <u>1,561,973</u> | <u>1,741,583</u> | <u>1,736,800</u> |
| Total Tax Capacity Levy | <u>28,666,835</u> | <u>29,561,631</u> | <u>31,198,301</u> | <u>31,186,800</u> |
| Total City Levy | <u>\$28,666,835</u> | <u>\$29,561,631</u> | <u>\$31,198,301</u> | <u>\$31,186,800</u> |
| % Change in City Tax Levy | 7.68% | 3.12% | 5.54% | -0.04% |

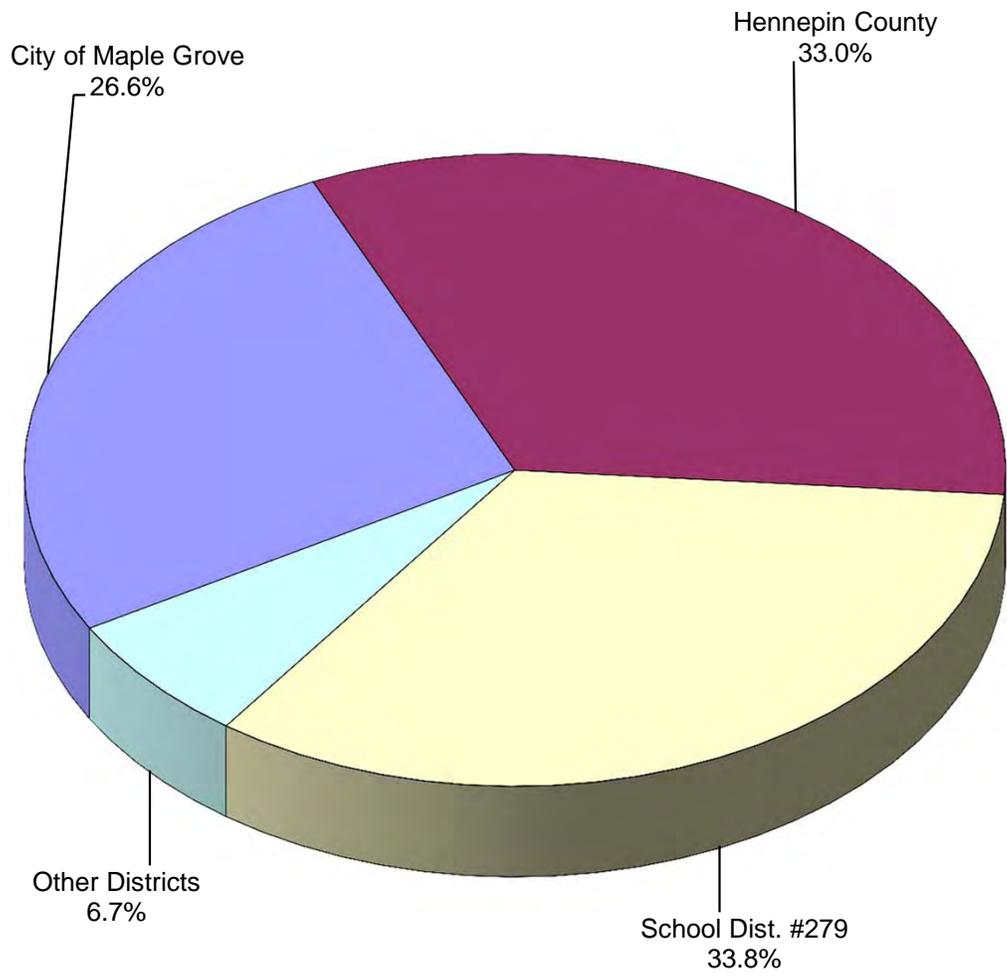
**City of Maple Grove
2012 Budget
Positions**

| | Permanent Full Time Equivalents | | | | Temporary Part Time Hours | | | |
|-------------------------|------------------------------------|----------------|----------------|------------------|------------------------------|----------------|----------------|------------------|
| | 2009 Budget | 2010 Budget | 2011 Budget | 2012 Proposed | 2009 Budget | 2010 Budget | 2011 Budget | 2012 Proposed |
| Administration | 7 | 7 | 7 | 8 | 10 | 20 | 500 | 500 |
| Human Resources | 3 | 3 | 3 | 3 | 150 | 150 | 150 | 150 |
| Community Development | 8 | 6 | 6 | 6 | 300 | 300 | 200 | 200 |
| Finance | 11 4/5 | 11 4/5 | 11 4/5 | 11 4/5 | 200 | 200 | 200 | 200 |
| Information Services | 6 | 6 | 6 | 6 | - | - | - | - |
| Assessing | 10 | 10 | 10 | 10 | 550 | 550 | 550 | 550 |
| Building Inspections | 16 | 16 | 16 | 16 | 2,400 | 1,500 | 1,500 | 1,500 |
| Police | 80 | 80 | 80 | 80 | 23,700 | 23,400 | 23,400 | 23,300 |
| Fire & Fire Inspections | 11 | 11 | 11 | 11 | 5,700 | 3,900 | 3,800 | 3,700 |
| Engineering | 15 | 15 | 15 | 15 | 2,600 | 2,300 | 2,000 | 2,100 |
| Street | 20 | 20 | 20 | 20 | 13,200 | 15,000 | 15,000 | 14,500 |
| Government Buildings | 2 | 2 | 2 | 2 | 1,600 | 1,600 | 1,600 | 1,600 |
| Water/Sewer | 12 | 12 | 12 | 12 | 1,400 | 1,200 | 1,200 | 1,200 |
| Garage | 6 | 6 | 6 | 6 | 900 | 800 | 800 | 800 |
| Park | 41 | 41 | 41 | 41 | 85,300 | 85,500 | 86,200 | 89,300 |
| Full Time Equivalents | 248 4/5 | 246 4/5 | 246 4/5 | 247 4/5 | 138,010 | 136,420 | 137,100 | 139,600 |
| | | | | | 66 1/3 | 65 3/5 | 66 | 67 1/9 |

| | 2009 | 2010 | 2011 | 2012 |
|------------------------|---------|---------|---------|---------|
| Funding: | | | | |
| General Fund | 213 2/3 | 211 2/3 | 211 2/3 | 212 2/3 |
| Utility Fund | 14 2/5 | 14 2/5 | 14 2/5 | 14 2/5 |
| Equipment Fund | 6 | 6 | 6 | 6 |
| Transit Fund | 1 1/5 | 1 1/5 | 1 1/5 | 1 1/5 |
| Recycling Fund | 3/5 | 3/5 | 3/5 | 3/5 |
| Pups Fund | 1 | 1 | 1 | 1 |
| Training Facility Fund | 1 | 1 | 1 | 1 |
| HRA Fund | 1/5 | 1/5 | 1/5 | 1/5 |
| Community Center Fund | 10 3/4 | 10 3/4 | 10 3/4 | 10 3/4 |
| | 248 4/5 | 246 4/5 | 246 4/5 | 247 4/5 |

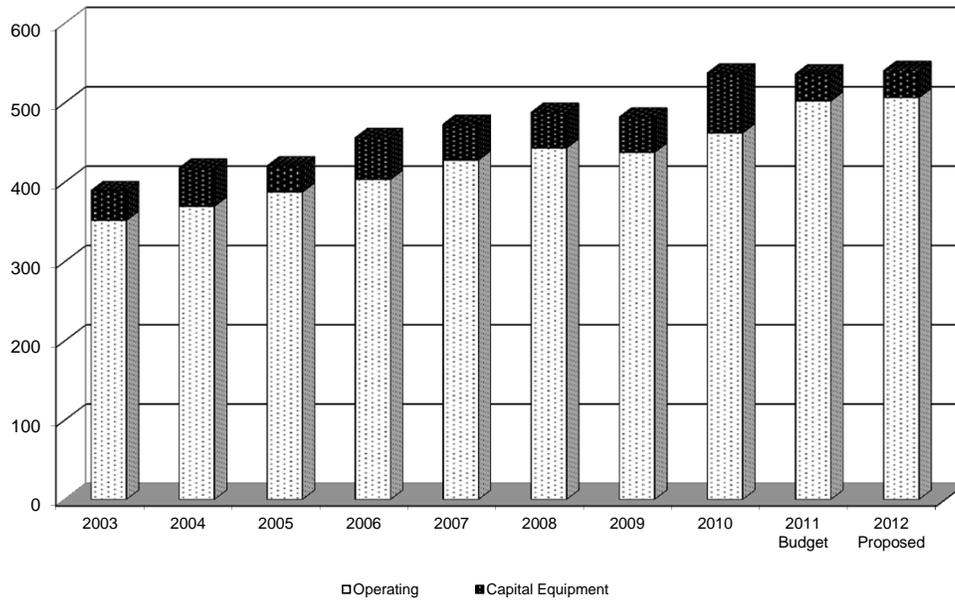
City of Maple Grove 2012 Budget

Where Your Property Taxes Go



**City of Maple Grove
2012 Budget**

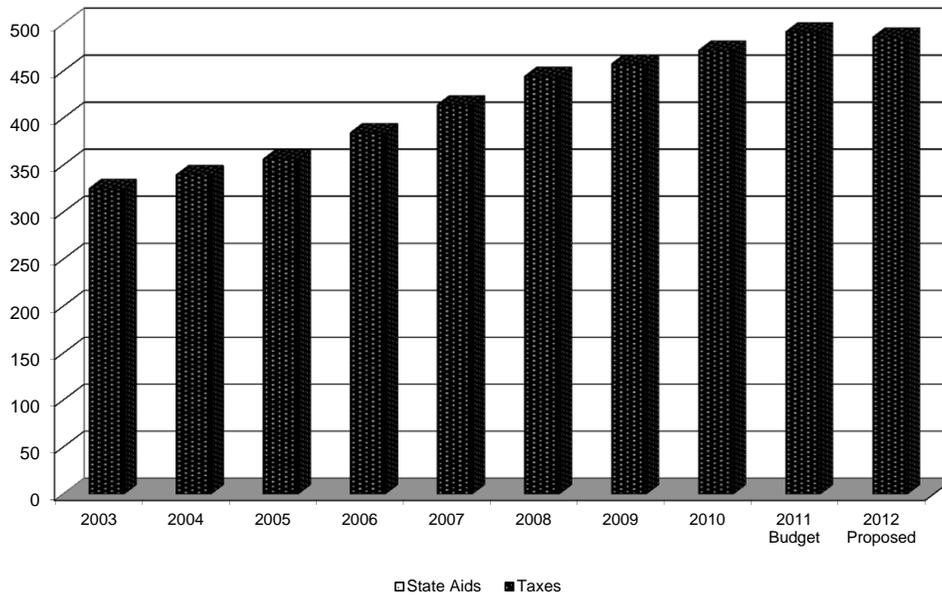
**Per Capita
General Fund
Operating and Capital Expenditures (Actual Dollars)**



Sources:

- * Population estimates provided by Met.Council except 2010 which was from the Federal Census
- * Consumer Price Index for Mpls-St. Paul - All Urban Consumers
- * Based on \$34,063,800 in expenditures

**Per Capita
General Fund
Property Taxes and State Aids (Actual Dollars)**

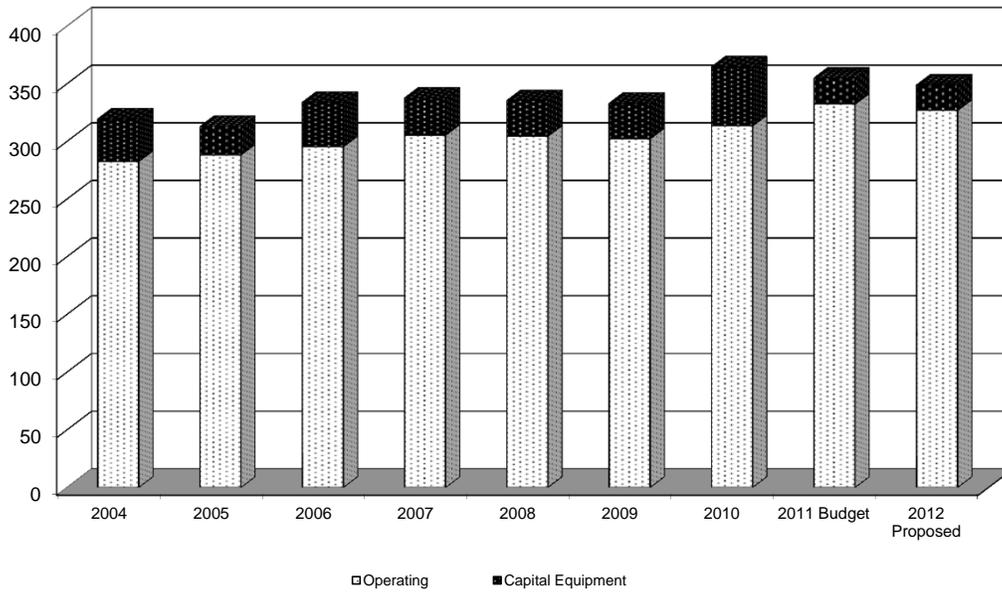


Sources:

- * Population estimates provided by Met.Council except 2010 which was from the Federal Census
- * Consumer Price Index for Mpls-St. Paul - All Urban Consumers
- * Based on a \$31,186,800 tax levy

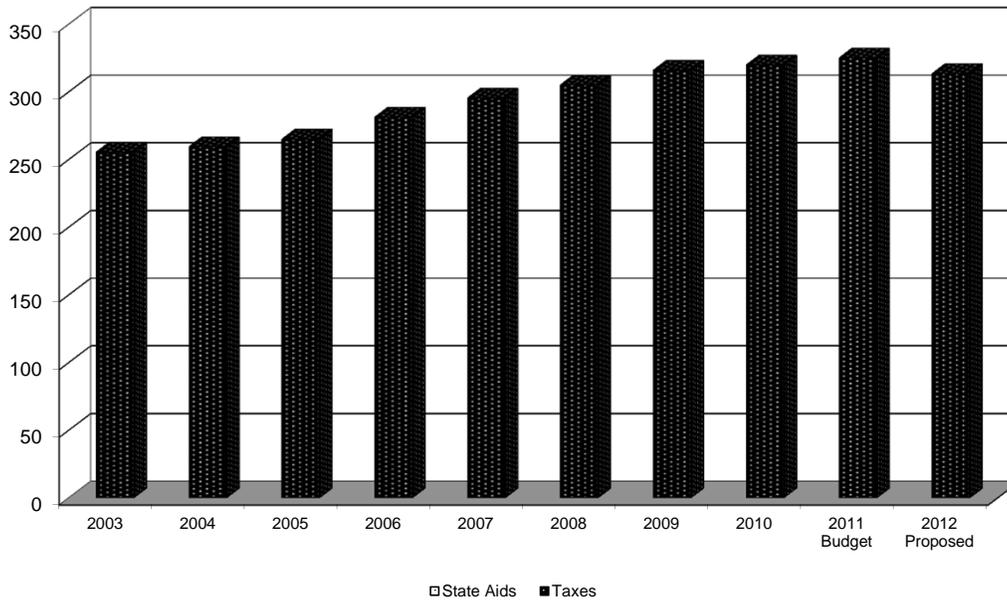
| | Population | CPI |
|-----------|------------|--------|
| 2001 | 52,350 | 3.76% |
| 2002 | 54,000 | 1.76% |
| 2003 | 55,278 | 1.73% |
| 2004 | 56,754 | 2.85% |
| 2005 | 58,420 | 2.77% |
| 2006 | 58,491 | 1.61% |
| 2007 | 59,458 | 2.57% |
| 2008 | 59,932 | 3.83% |
| 2009 | 62,660 | -0.51% |
| 2010 | 61,567 | 1.85% |
| 2011 est. | 62,260 | 2.50% |
| 2012 est. | 63,052 | 2.50% |

**City of Maple Grove
2012 Budget
Per Capita
General Fund
Operating and Capital Expenditures (1994 Dollars)**



Sources:
 * Population estimates provided by Met.Council except 2010 which was from the Federal Census
 * Consumer Price Index for Mpls-St. Paul - All Urban Consumers
 * Based on \$34,063,800 in expenditures

**Per Capita
General Fund
Property Taxes and State Aids (1994 Dollars)**



Sources:
 * Population estimates provided by Met.Council except 2010 which was from the Federal Census
 * Consumer Price Index for Mpls-St. Paul - All Urban Consumers
 * Based on a \$31,186,800 tax levy

| | Population | CPI |
|-----------|------------|--------|
| 2001 | 52,350 | 3.76% |
| 2002 | 54,000 | 1.76% |
| 2003 | 55,278 | 1.73% |
| 2004 | 56,754 | 2.85% |
| 2005 | 58,420 | 2.77% |
| 2006 | 58,491 | 1.61% |
| 2007 | 59,458 | 2.57% |
| 2008 | 59,932 | 3.83% |
| 2009 | 62,660 | -0.51% |
| 2010 | 61,567 | 1.85% |
| 2011 est. | 62,260 | 2.50% |
| 2012 est. | 63,052 | 2.50% |

City of Maple Grove 2012 Budget

Estimated Impact of 2012 Tax Levy on Residential Property

| Market Value Range | # of Homes | % of Total Homes | Average Market Value on 1/02/11 | % Change in Market Value | City | | | |
|-----------------------|------------|------------------|---------------------------------|--------------------------|----------------------|-------------------------|---------------|----------|
| | | | | | Pay 2011 Actual Levy | Pay 2012 Estimated Levy | Dollar Change | % Change |
| Under \$174,999 | 5,853 | 27% | \$144,717 | -5.15% | \$558.72 | \$471.66 | -\$24.94 | -5.02% |
| \$175,000 - \$224,999 | 5,667 | 26% | \$201,412 | -3.04% | \$762.48 | \$716.71 | \$3.17 | 0.44% |
| \$225,000 - \$299,999 | 4,405 | 20% | \$256,957 | -3.28% | \$974.87 | \$954.61 | \$14.95 | 1.59% |
| \$300,000 - \$399,999 | 3,359 | 15% | \$343,093 | -2.96% | \$1,297.97 | \$1,324.06 | \$40.40 | 3.15% |
| \$400,000 and Over | 2,431 | 11% | \$506,254 | -3.17% | \$1,967.14 | \$2,031.60 | \$64.46 | 3.28% |
| Average for City | 21,715 | | \$253,400 | -3.94% | \$968.52 | \$940.08 | -\$28.44 | -2.94% |

| | | |
|--------------------|----------|----------|
| Tax Rates | 36.714% | 39.334% |
| Market Value Rates | 0.00000% | 0.00000% |

Based on a total City levy of \$31,186,800
Market value ranges based on 1/02/11 values

Estimated Impact of 2012 Homestead Market Value Exclusion for Average Home

| | Pay 2011 | Proposed Pay 2012 | % Change | \$ Change |
|---|-----------------|-------------------|---------------|-----------------|
| Average Market Value | \$263,800 | \$253,400 | -3.94% | |
| Homestead Market Value Exclusion | \$0 | (\$14,400) | 100.00% | |
| Taxable Market Value | \$263,800 | \$239,000 | -9.40% | |
| Tax Capacity (Taxable Market Value) | \$2,638 | \$2,390 | -9.40% | |
| City Tax Rate | 36.714% | 39.334% | 7.14% | |
| Market Value Tax Rate | 0.00000% | 0.00000% | 0.00% | |
| City Tax | \$968.52 | \$940.08 | -2.94% | -\$28.44 |
| Market Value Homestead Credit (state aid) | (\$35.61) | \$0.00 | -100.00% | \$35.61 |
| Net City Tax | \$932.91 | \$940.08 | 0.77% | \$7.17 |

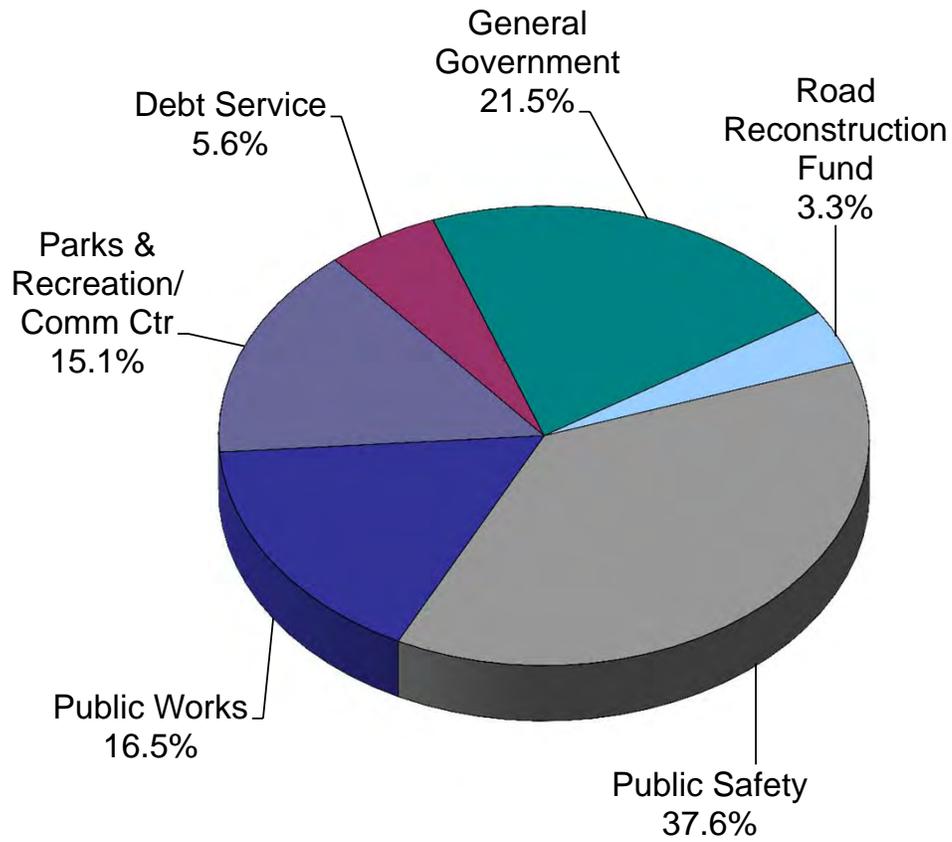
Estimated Cost of City Services
Pay 2012 Property Tax Supported

| City Service Category | Percent of Levy | | Amount of Levy | |
|---------------------------|-----------------|------------------|-----------------|------------------|
| | Adopted 2011 | Proposed 2012 | Adopted 2011 | Proposed 2012 |
| Mayor & Council | 0.69% | 0.67% | \$6.71 | \$6.33 |
| General Government | 3.15% | 3.55% | \$30.51 | \$33.38 |
| Human Resources | 1.19% | 1.19% | \$11.51 | \$11.19 |
| Information Systems | 4.50% | 4.48% | \$43.61 | \$42.13 |
| Community Development | 1.42% | 1.42% | \$13.78 | \$13.32 |
| Finance | 2.79% | 2.73% | \$26.98 | \$25.70 |
| Assessing | 3.30% | 3.24% | \$31.95 | \$30.50 |
| Government Buildings | 3.85% | 3.84% | \$37.27 | \$36.10 |
| Community Action | 0.41% | 0.40% | \$3.99 | \$3.75 |
| Total General Government | 21.30% | 21.52% | \$206.31 | \$202.40 |
| Street Reconstruction | 3.34% | 3.85% | \$32.34 | \$36.15 |
| Police | 29.73% | 28.92% | \$287.97 | \$271.88 |
| Fire | 7.54% | 7.42% | \$73.01 | \$69.72 |
| Fire Inspection | 0.00% | 0.00% | \$0.00 | \$0.00 |
| Building Inspection | 0.89% | 1.25% | \$8.61 | \$11.76 |
| Total Public Safety | 38.16% | 37.59% | \$369.59 | \$353.36 |
| Public Works | 13.46% | 13.49% | \$130.38 | \$126.77 |
| Engineering | 2.83% | 2.96% | \$27.38 | \$27.84 |
| Total Public Works | 16.29% | 16.45% | \$157.76 | \$154.61 |
| Park & Recreation | 13.25% | 13.14% | \$128.29 | \$123.56 |
| Community Center Transfer | 1.90% | 1.88% | \$18.44 | \$17.68 |
| Debt Service | 5.76% | 5.57% | \$55.79 | \$52.32 |
| Totals | 100% | 100% | \$968.52 | \$940.08 |
| MVHC (State Aid) | | | (\$35.61) | \$0.00 |
| Net City Tax | | | \$932.91 | \$940.08 |

2011 Levy Based on a house with a 1/2/10 Market Value of \$263,800
2012 Levy Based on a house with a 1/2/11 Market Value of \$253,400

City of Maple Grove 2012 Budget

City Portion of Property Taxes By City Service



City of Maple Grove 2012 Budget

Tax Rates - All Jurisdictions

| | Payable 2004 | Payable 2005 | Payable 2006 | Payable 2007 | Payable 2008 | Payable 2009 | Payable 2010 | Payable 2011 | Payable 2012 |
|-------------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| City of Maple Grove | 32.979 | 30.677 | 30.272 | 30.169 | 29.257 | 31.259 | 33.845 | 36.714 | 39.334 |
| Hennepin County | 47.324 | 44.172 | 41.016 | 39.110 | 38.731 | 40.413 | 42.640 | 45.840 | 48.777 |
| I.S.D. # 279 | 23.709 | 24.336 | 21.815 | 23.758 | 19.830 | 21.033 | 22.381 | 24.217 | 24.820 |
| Vocational School | - | - | - | - | - | - | - | - | - |
| Other Districts (see #1) | 7.750 | 7.608 | 7.204 | 7.493 | 7.598 | 7.317 | 8.310 | 9.348 | 9.862 |
| TOTAL | 111.762 | 106.793 | 100.307 | 100.530 | 95.416 | 100.022 | 107.176 | 116.119 | 122.793 |
| Maple Grove Market Value Referendum | 0.00986 | 0.00855 | 0.00763 | 0.00000 | 0.00000 | 0.00000 | 0.00000 | 0.00000 | 0.00000 |
| Independent School District #279 | 0.16958 | 0.15982 | 0.17045 | 0.17155 | 0.11291 | 0.20487 | 0.21123 | 0.22993 | 0.25133 |
| Hennepin County Solid Waste | 0.01786 | 0.01595 | 0.01585 | 0.01571 | 0.01583 | 0.00000 | 0.00000 | 0.00000 | 0.00000 |
| TOTAL MARKET VALUE RATE | 0.19730 | 0.18432 | 0.19393 | 0.18726 | 0.12874 | 0.20487 | 0.21123 | 0.22993 | 0.25133 |
| (#1) Other Districts | | | | | | | | | |
| MCTO | | | <u>1.366</u> | | | <u>1.539</u> | | | <u>1.605</u> |
| Metro Special | | | | | | | | | |
| Mosquito Control | 0.461 | 0.461 | | | 0.525 | | | 0.536 | |
| Met Council | 0.793 | 0.793 | | | 0.885 | | | 0.965 | |
| Metro Special Total | | | 1.254 | | | 1.410 | | | 1.501 |
| Miscellaneous | | | | | | | | | |
| Park Museum | 0.778 | 0.778 | | | 0.815 | | | 0.798 | |
| Hennepin County Regional Railroad | 1.000 | 1.000 | | | 1.246 | | | 1.291 | |
| Hennepin County HIRA | 0.241 | 0.241 | | | 0.397 | | | 0.402 | |
| Hennepin Parks | 3.499 | 3.499 | | | 3.765 | | | 4.075 | |
| Miscellaneous Total | | | 5.518 | | | 6.223 | | | 6.566 |
| Maple Grove HRA | | | 0.172 | | | 0.176 | | | 0.190 |
| Other Districts Total | | | 8.310 | | | 9.348 | | | 9.862 |

**City of Maple Grove
2012 Budget
Impact of Class Rate Changes**

| | Market Value | Pay 2001 | | Pay 2002 | | Pay 2003 | | Pay 2004 | | Pay 2005 | | Pay 2006 Thru | | % Change 2001-2012 |
|--------------------------------|--------------|--------------|--------|--------------|--------|--------------|--------|--------------|--------|--------------|--------|----------------------|----------------------|-----------------------|
| | | Tax Capacity | 720 | 2012 Tax Capacity | 2012 Tax Capacity | |
| Owner Occupied Home | 72,000 | 720 | 720 | 1,250 | 1,250 | 1,250 | 1,250 | 1,250 | 1,250 | 1,250 | 1,250 | 1,250 | 720 | 0.0% |
| Owner Occupied Home | 125,000 | 1,569 | 1,250 | 1,500 | 1,250 | 1,500 | 1,250 | 1,500 | 1,250 | 1,500 | 1,250 | 1,500 | 1,250 | -20.3% |
| Owner Occupied Home | 150,000 | 1,981 | 1,500 | 2,000 | 1,500 | 2,000 | 1,500 | 2,000 | 1,500 | 2,000 | 1,500 | 2,000 | 1,500 | -24.3% |
| Owner Occupied Home | 200,000 | 2,806 | 2,000 | 36,000 | 2,000 | 36,000 | 2,000 | 36,000 | 2,000 | 36,000 | 2,000 | 36,000 | 2,000 | -28.7% |
| Apartment Building | 2,000,000 | 48,000 | 36,000 | 19,250 | 36,000 | 19,250 | 36,000 | 19,250 | 36,000 | 19,250 | 36,000 | 19,250 | 36,000 | -25.0% |
| Commercial/Industrial Building | 1,000,000 | 32,500 | 19,250 | 99,250 | 19,250 | 99,250 | 19,250 | 99,250 | 19,250 | 99,250 | 19,250 | 99,250 | 19,250 | -40.8% |
| Commercial/Industrial Building | 5,000,000 | 168,500 | 99,250 | 2,000 | 99,250 | 2,000 | 99,250 | 2,000 | 99,250 | 2,000 | 99,250 | 99,250 | 99,250 | -41.1% |

NOTE: The above chart shows the impact of the class rate changes adopted by the 2001 legislature, and the elimination of the general education levy for all property types.

The property taxes that a specific property will pay are a function of the market value and tax capacity for that property and the tax rate.

For commercial and industrial properties, in order to calculate the tax impact for each year, the tax capacity amounts shown above need to be multiplied by both the local tax rate and the area wide tax rate. For comparative purposes, an effective tax rate is calculated each year. The market value of a commercial/industrial property is multiplied by the effective tax rate to arrive at an estimated total tax bill. The effective tax rate (for a property valued at \$1,000,000) has declined substantially since 1996.

| | | | | | | | | |
|--------------------|--|--|-------|-------|-------|-------|-------|-------|
| Effective Tax Rate | | | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 |
| | | | 3.19% | 2.98% | 3.14% | 3.27% | 3.54% | 3.77% |
| Effective Tax Rate | | | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 |
| | | | 4.40% | 3.87% | 3.65% | 3.56% | 3.39% | 3.30% |
| Effective Tax Rate | | | 1995 | 1996 | 1997 | 1998 | 1999 | 2000 |
| | | | 6.30% | 6.49% | 6.21% | 5.41% | 4.86% | 4.53% |

For pay 2002 the state legislature created a new "state general property tax" on commercial/industrial and cabin properties. This new tax is included in the above figures.