

# Mayor's Budget Presentation



Budget & Finance Committee

August 9, 2023

# Changes to Executive Budget

## New Requests

- IT – systems administrator position \$92,350
- City Attorney – additional attorney \$136,702
- Home Resource - \$16,000
- Body Worn Cameras - \$116,629
- Public Works equipment (screen plant, skid steer, Tink claw bucket) \$107,000
- Developed Parks & Trails Maintenance Worker extensions \$113,465

# How We Managed the Budget

- Moved Cemetery to Road District \$682,714
- Continue using American Recovery Plan Act (ARPA) for one-time needs \$2,968,741
- MRA contributing to public safety infrastructure at \$1.2 million, plus remittance netting approximately \$1.8 million (\$6.2 million net remittance)
- Marijuana excise tax as ongoing source of revenue \$350,000
- Opioid money supporting Mobile Support Team \$66,809
- Updated Cost Allocation Plan \$1,010,463
- Using cash reserves \$650,000

# Unfunded Priorities Create Ongoing Challenges

Montana's tax structure makes it difficult to meet all our community's goals with our existing tools.

- Affordable Housing Trust Fund – this year's AHTF relies on tools like land sales and innovating through Missoula Redevelopment Agency policies
- Navigation Center – the City and partners are seeking grant funding to support the navigation center

## Additional needs going unfulfilled

- Road District maintenance positions
- Police Commander position
- Parks level of service

# Residential Taxes

**City taxes = \$376.85**

for every \$100,000 of a home's assessed value.

Example: \$420,000 home

$\$376.85 \times 4.2 = \$1,582.77$  City tax



Look up your assessed value at <https://mtrevenue.gov/property>

# Mill Levy Computation

	Prior Yr	Baseline					Funded				
	FY23			Mill	Mill %	Total			Mill	Mill %	Total
	Final	Dollars	Mills	Change from '23	Inc (dec) By Fund	Mill % Inc (dec)	Add'l Dollars	Add'l Mills	Change from '23	Inc (dec) By Fund	Mill % Inc (dec)
General Fund - All Purpose Levy	183.39	29,966,384	144.86	(38.53)	(21.01)%	(12.45)%	1,473,864	7.13	(31.40)	(17.12)%	(10.15)%
Health Ins Levy (outside cap)	46.86	7,789,564	37.66	(9.20)	(19.63)%	(2.97)%	8,239	0.04	(9.16)	(19.55)%	(2.96)%
<b>Subtotal Property Taxes</b>	<b>230.25</b>	<b>37,755,948</b>	<b>182.52</b>	<b>(47.73)</b>	<b>(20.73)%</b>	<b>(12.64)%</b>	<b>1,482,103</b>	<b>7.17</b>	<b>(40.56)</b>	<b>(17.61)%</b>	<b>(13.11)%</b>
Road District #1	38.68	8,727,305	38.43	(0.25)	(0.65)%	(0.08)%	732,944	3.23	2.98	7.70 %	0.96 %
Park District #1	40.48	8,050,361	35.45	(5.03)	(12.43)%	(1.63)%	796,530	3.51	(1.52)	(3.75)%	(0.49)%
<b>Subtotal District Assessments</b>	<b>79.16</b>	<b>16,777,666</b>	<b>73.88</b>	<b>(5.28)</b>	<b>(6.67)%</b>	<b>(1.71)%</b>	<b>1,529,474</b>	<b>6.74</b>	<b>1.46</b>	<b>1.84 %</b>	<b>0.47 %</b>
<b>Total Mill Levies &amp; District Assessments</b>	<b>309.41</b>	<b>54,533,614</b>	<b>256.40</b>	<b>(53.01)</b>	<b>(17.13)%</b>	<b>(17.13)%</b>	<b>3,011,577</b>	<b>13.91</b>	<b>(39.10)</b>	<b>(12.64)%</b>	<b>(12.64)%</b>
<b>Voted Levies</b>											
Voted G.O. Bond debt (all)	6.13	1,003,874	4.85	(1.28)	(20.88)%	(12.64)%	—	—	(1.28)	(20.88)%	(12.64)%
Conservation Lands Maint Levy	4.00	827,430	4.00	—	— %	— %	—	—	—	— %	— %
<b>Total Voted Levies</b>	<b>10.13</b>	<b>1,831,304</b>	<b>8.85</b>	<b>(1.28)</b>	<b>(12.64)%</b>	<b>(12.64)%</b>	<b>—</b>	<b>—</b>	<b>(1.28)</b>	<b>(12.64)%</b>	<b>(12.64)%</b>
<b>Total All Assessments and Levies</b>	<b>319.54</b>	<b>56,364,919</b>	<b>265.25</b>	<b>(54.29)</b>	<b>(16.99)%</b>	<b>(16.99)%</b>	<b>3,011,577</b>	<b>13.91</b>	<b>(40.38)</b>	<b>(12.64)%</b>	<b>(12.64)%</b>

279.15

# New Taxable Values

	Dollar Change	Percent Change
New tax base (construction, annexation, etc.)	\$1,193,164	2.2%
Valuation changes	\$11,670,049	22%
Decrease in mills levied	(\$6,521,607)	(12.3%)
<b>Total increase in revenue for City services</b>	<b>\$6,341,607</b>	<b>12%</b>

**Total budget for all tax-supported funds: \$111 million**

**9.71% median tax increase based on reappraisal**