

2018 Swift County Truth In Taxation

Final 2018 Budget

December 6, 2017

1





Truth In Taxation

- ▶ This is the time for public comment on the proposed budget for operation of Swift County in 2018 that impacts your proposed taxes
- ▶ This is not the time to dispute valuation of property
- ▶ If there are questions on Estimated Market Value or Homesteads, our Assessor can speak with you after the meeting to set up a time during business hours to address those issues

Agenda

- Overall County Finances
- Historical Information
- 2018 Budget Summary
- 2018 Revenues and Expenses
- Discussion
- Timeline



Overall County Finances

4

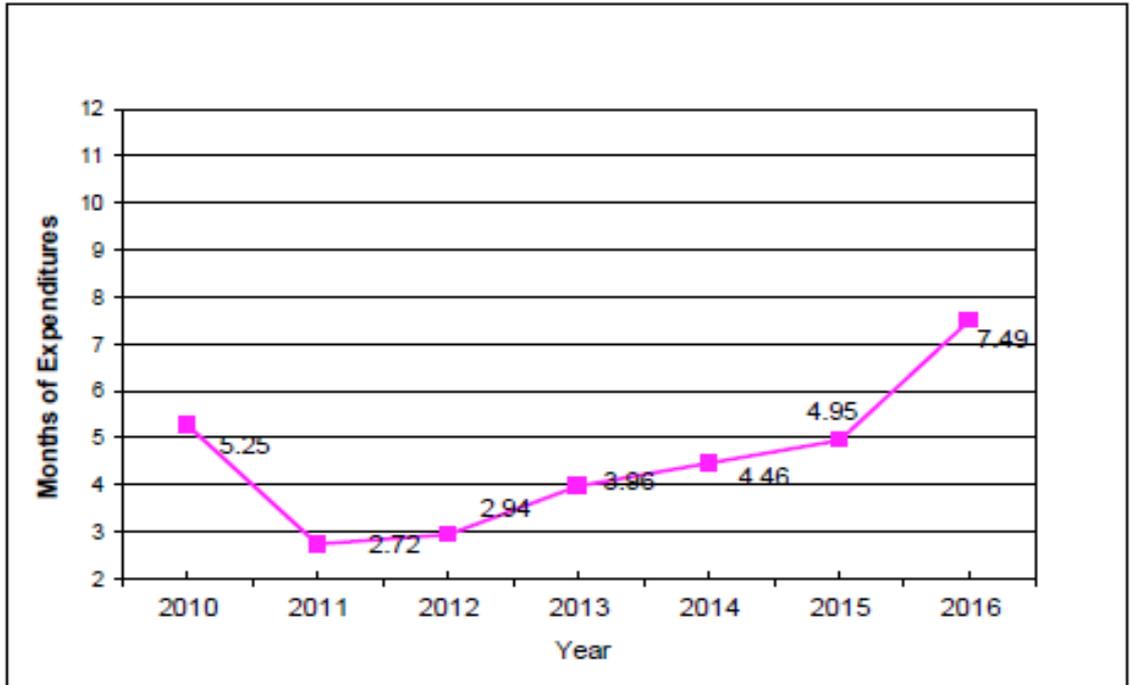


Swift is Strong

- ▶ Strong Budget Position
- ▶ Good Bond Ratings
- ▶ Experienced and Trained Staff
- ▶ Technology Driven Resources
- ▶ Healthcare remains flat
- ▶ Employer rates for PERA remain unchanged

Financial Results

Months of Expenditures in Unrestricted Fund Balance – All Funds



- MN Office of the State Auditor recommends minimum of 5 months for General and Special Revenue Funds
- Increase from the prior year is due to increases in Fund Balance in several funds
- Committed and Unassigned Fund Balance included in calculation

	2010	2011	2012	2013	2014	2015	2016
Expenditures	\$ 16,305,732	\$ 19,833,598	\$ 19,561,413	\$ 17,484,897	\$ 18,548,711	\$ 19,630,639	\$ 17,808,953

Wages

- ▶ Completed Union Negotiations
 - ▶ Contracts are for 2017-2019
- ▶ 2017 - everyone went up a grade, down a step and still received step increase
- ▶ 2018 – 2% COLA increase
- ▶ 2019 – 2% COLA increase

2015	2016	2017	2018	2019
\$5,747,583	\$6,126,230	\$6,378,726	\$6,797,302	\$6,933,248

Reserve Balances

- ▶ County as a whole we have **7.49** months of reserves. This has been trending up.
- ▶ General Revenue Fund ended 2016 with **4.5** months of unrestricted reserves.

Loan Repayments

- ▶ SCBH continues to repay the loan the County made to them in 2012. Annual payments (principal and interest) of \$121,412 to the County through 2032.
 - ▶ Principle portion of the loan repayment increases the months on hand in the General Fund.
 - ▶ Possibly put in board committed fund and use towards building projects.

Historical Information

10



Historic CPA

Year	CPA
2018 (Certified)	\$540,981
2017 (Certified)	\$187,950
2016 (Certified)	\$188,286
2015	\$196,020
2014	\$200,850
2013	\$160,939
2012	\$384,876
2011	\$384,876
2010	\$747,207 Unalloted to \$561,470
2009	\$846,119 Unalloted to \$754,636
2008	\$799,304 Unalloted to \$677,102
2007	\$882,841
2006	\$871,395
2005	\$933,229

Historic Levies

Year	Certified Net Levy	Percentage Change
2018 (Preliminary)	\$ 10,398,870	2.0%
2017 (Final)	\$ 10,194,971	4.3%
2016 (Final)	\$ 9,773,657	3.9%
2015	\$ 9,406,965	5.7%
2014	\$ 8,898,984	3.0%
2013	\$ 8,635,405	5.9%
2012	\$ 8,155,264	3.9%
2011	\$ 7,850,554	9.0%
2010	\$ 7,201,210	3.4%
2009	\$ 6,964,275	7.6%
2008	\$ 6,474,520	15.4%

Budget Summary

13



Preliminary 2018 Budget Summary

	2017 Final		2018 Preliminary (2%)	
Revenue				
General Revenue	\$	6,974,049	\$	7,447,977
Road and Bridge	\$	11,543,433	\$	7,063,004
Human Services	\$	5,331,775	\$	5,531,075
Library	\$	127,810	\$	131,644
Solid Waste	\$	834,150	\$	857,150
	\$	24,811,217	\$	21,030,850
Expenses				
General Revenue	\$	6,907,199	\$	7,405,677
Road and Bridge	\$	11,290,830	\$	7,111,384
Human Services	\$	5,331,775	\$	5,531,075
Library	\$	127,810	\$	131,644
Solid Waste	\$	977,930	\$	983,858
	\$	24,635,544	\$	21,193,838
Net				
General Revenue	\$	66,850	\$	42,300
Road and Bridge	\$	252,603	\$	(48,380)
Human Services	\$	0	\$	0
Library	\$	0	\$	0
Solid Waste	\$	(143,780)	\$	(126,708)
TOTAL NET	\$	175,673	\$	(132,788)

Proposed Levy Totals

	2017 Final	2018 Preliminary
Gross Levy	\$ 10,382,921	\$ 10,939,851
CPA	\$ 187,950	\$ 540,981
Operating Levy	\$ 10,194,971	\$ 10,398,870
Special Levies	\$ 41,242 (revised)	\$ 41,590
Total Final Net Levy	\$ 10,236,213 (revised)	\$ 10,232,746

Budget Changes

(Preliminary to TNT)

- ▶ Added \$200,000 under Building Improvement
 - ▶ Offset costs on building renovation
- ▶ Added #3 CCO position in Jail budget
 - ▶ Create full staff in Jail
- ▶ Adjustment to Wages and Salaries

Levy Impacts to Residents

Estimated County Portion Property Tax Amounts

% Levy Increase	Residential		Commercial		Ag Land	
	<u>\$85,000</u>	<u>\$200,000</u>	<u>\$200,000</u>	<u>\$200,000</u>	<u>\$200,000</u>	<u>\$200,000</u>
1.50%	\$ 228.55	\$ 745.46	\$ 1,340.76	\$	\$	825.08
1.80%	\$ 229.22	\$ 747.66	\$ 1,344.72	\$	\$	827.52
2.0% (Preliminary)	\$ 229.67	\$ 749.13	\$ 1,347.35	\$	\$	829.14
2017 Levy Amount	\$ 231.57	\$ 755.33	\$ 1,358.50	\$	\$	836.00
Difference at 1.5%	\$ (3.02)	\$ (9.86)	\$ (17.74)	\$	\$	(10.92)
Difference at 1.8%	\$ (2.35)	\$ (7.66)	\$ (13.78)	\$	\$	(8.48)
Difference at 2.0% (Proposed)	\$ (1.90)	\$ (6.20)	\$ (11.15)	\$	\$	(6.86)

Surrounding County 2018 Levy Changes

County	Percentage Change
Big Stone	0.00%
Chippewa	0.70%
Kandiyohi	1.50%
Lac qui Parle	1.90%
Pope	0.00%
Stevens	1.50%
Swift	2.00%
Yellow Medicine	0.80%

Other County Levies

- ▶ RDA - \$97,000 (No change from 2017)
- ▶ HRA - \$90,000 (\$20,000 increase from 2017)

Revenues and Expenses

20



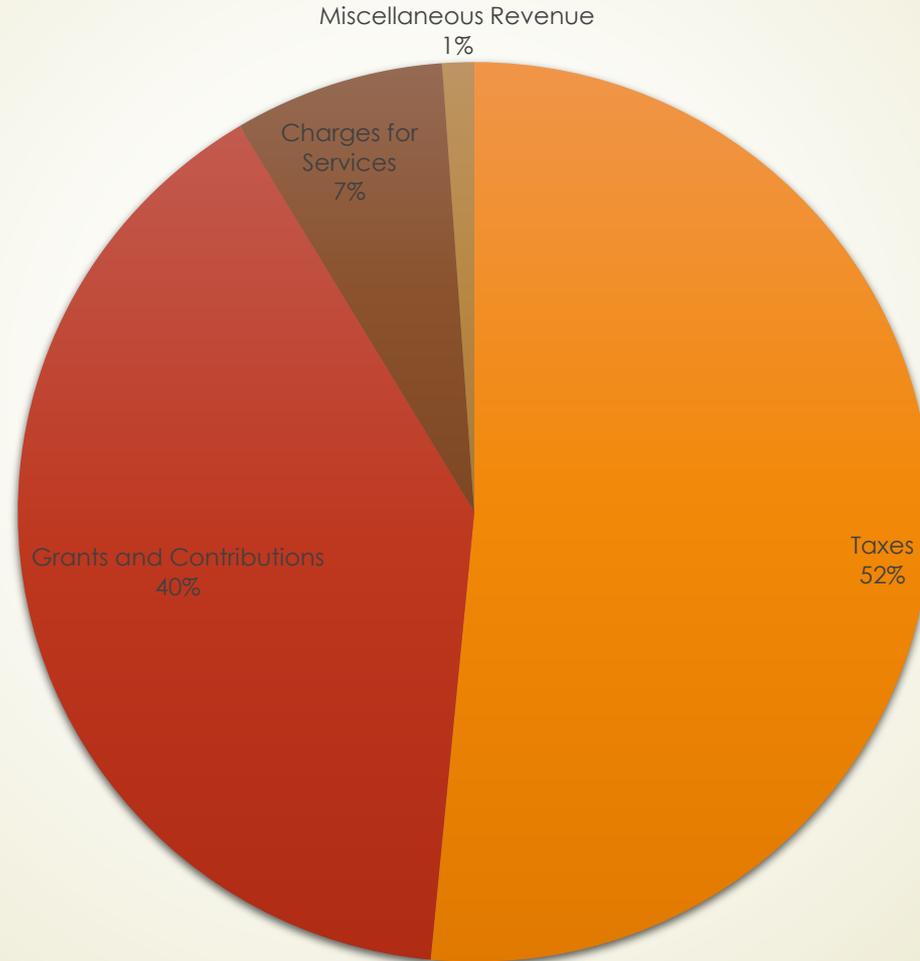
Revenues and Expenses

- ▶ The proposed 2018 budget contains:
 - ▶ Revenues of \$21,030,850
 - ▶ \$ 10,939,851 is the proposed **gross** levy with \$10,398,870 in actual County property taxes after CPA is deducted
 - ▶ Expenditures of \$21,163,638

Revenue Sources

	2017		2018	
Taxes	\$ 10,820,950	43%	\$ 10,836,899	51.5%
Federal, State or Local Grants and Contributions	\$ 11,580,062	47%	\$ 8,388,534	40%
Charges For Services	\$ 1,498,805	6%	\$ 1,567,167	7.5%
Miscellaneous Revenues	\$ 911,400	4%	\$ 238,250	1%
Total	\$ 24,811,217		\$ 21,030,850	

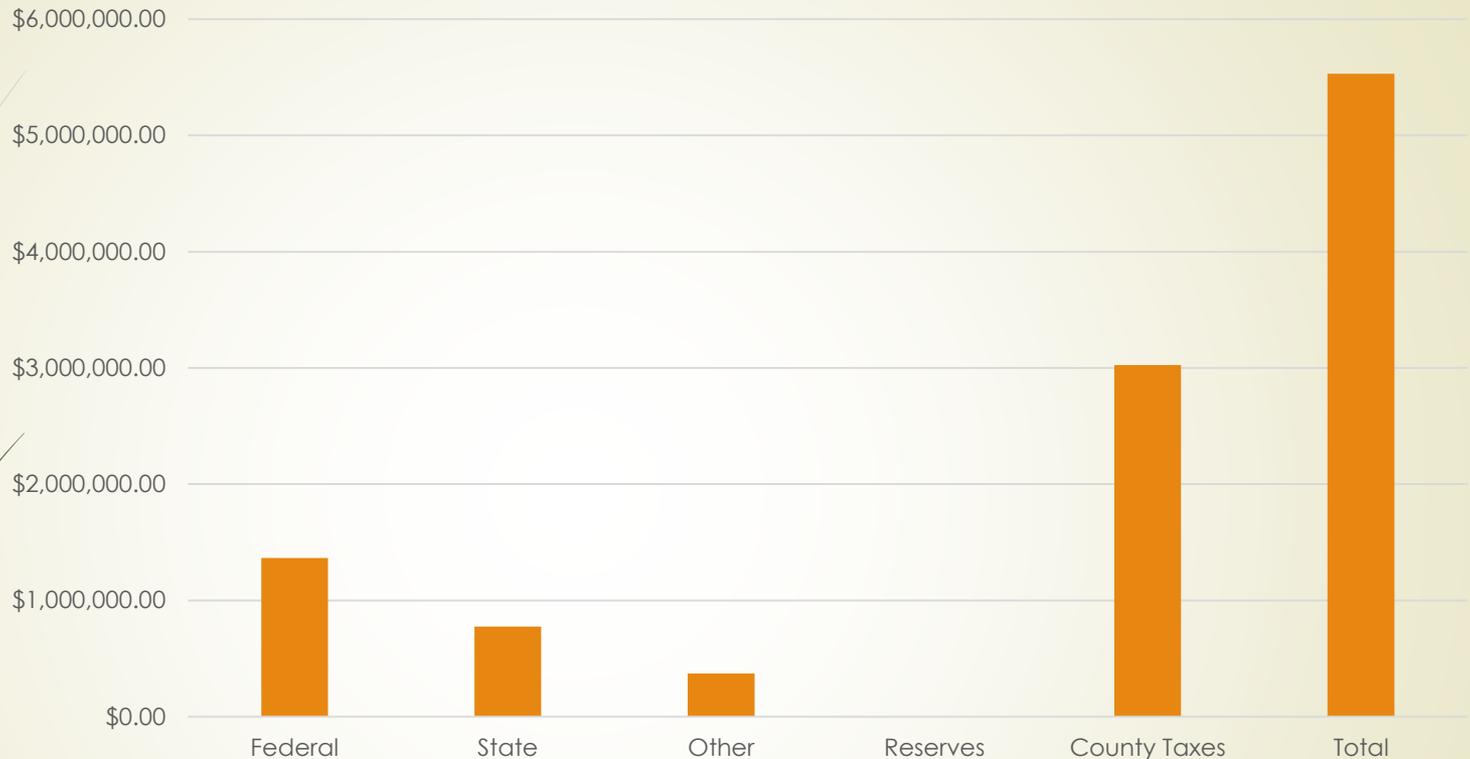
2018 Revenue Sources



Human Services

- ▶ Financial Services
 - ▶ Eligibility
 - ▶ Child Support
- ▶ Social Services
 - ▶ Senior Services
 - ▶ Disability Services
 - ▶ Adult Protection
 - ▶ Substance Use Disorder Services
 - ▶ Child Protection/Welfare
 - ▶ Mental Health
 - ▶ Licensing
 - ▶ Adoption and kinship
- ▶ Administrative Services

Human Services Revenue



It is important to note that medical costs and waiver costs are not run through the county budget. In the state of Minnesota 49% of Human Services Costs are Federal dollars, 45% are state dollars, 5% is county share and 1% is miscellaneous.

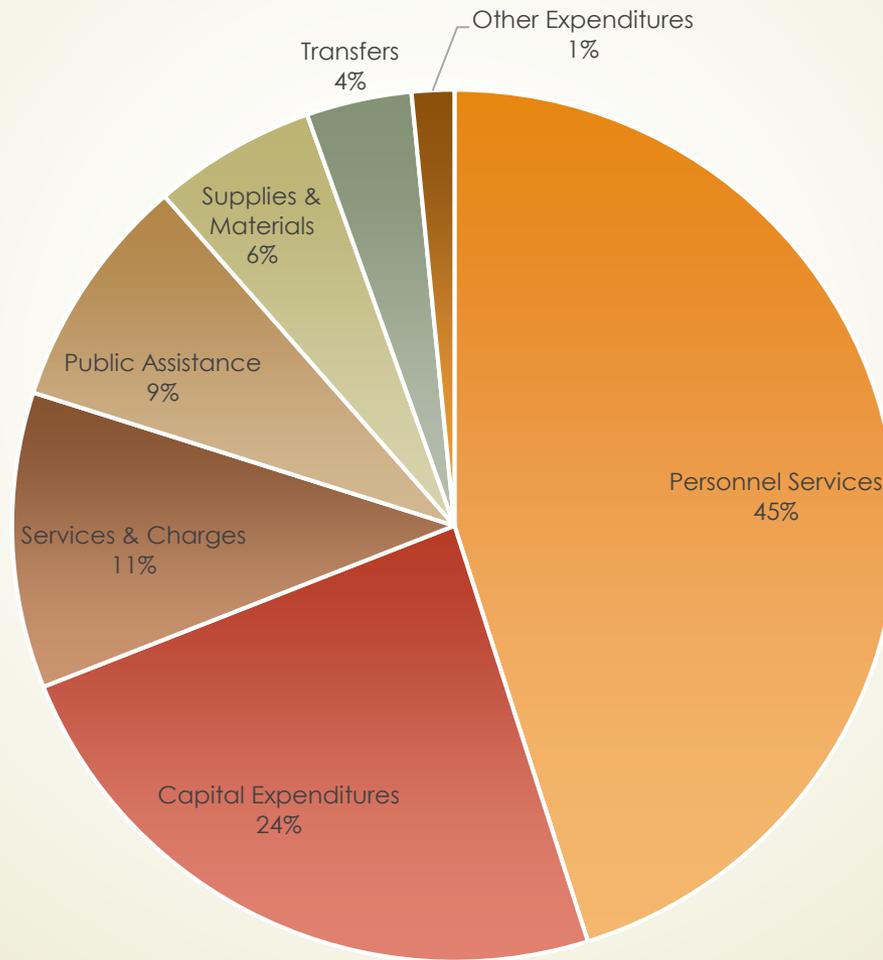
Expenses by Department

Department	2017	2018
Highway	\$ 11,290,830	\$ 7,111,384
Human Services	\$ 5,331,775	\$ 5,531,075
Sheriff & Jail	\$ 2,410,048	\$ 2,533,737
Environmental Services	\$ 977,930	\$ 983,858
Grants And Appropriations	\$ 478,530	\$ 463,482
Land Records	\$ 397,344	\$ 401,593
County Attorney	\$ 464,905	\$ 462,905
County Assessor	\$ 330,620	\$ 351,334
Board Of Commissioners	\$ 239,443	\$ 241,672
Other	\$ 2,714,119	\$ 3,082,598
Total	\$ 24,635,544	\$ 21,163,638

Expenses by Type

Type	2017	2018
Personnel Services	\$ 9,039,220	\$ 9,571,289
Capital Expenditures	\$ 9,007,251	\$ 4,914,477
Services And Charges	\$ 2,332,217	\$ 2,296,132
Public Assistance	\$ 1,882,850	\$ 1,844,750
Supplies And Materials	\$ 1,279,872	\$ 1,266,196
Transfers	\$ 802,424	\$ 812,186
Other Expenditures	\$ 291,710	\$ 330,206
Debt Services	\$ -	\$ 148,402
TOTAL	\$ 24,635,544	\$ 21,183,638

Expenses by Type



Swift County Medical Assistance Costs



Medical assistance costs have been broken out by funding source so you can see the true costs and the counties share.

Discussion



The Future of Swift County

- ▶ Building Projects
- ▶ Strategic Planning
 - ▶ Succession Planning
 - ▶ Staff Efficiency
- ▶ Long-term Financial Planning
- ▶ County-wide Economic Development
- ▶ Workforce Housing

Public Comment and Board Discussion

Timeline



2018 Budget Timeline

Late August, 2017	Health Insurance Committee Rate Recommendation
September 5, 2017	Review Initial Budget Requests with the Board
September 5, 2017	Last Regular Meeting to set HRA/RDA Preliminary 2018 Levies
September 5, 2017	Deadline to set HRA/RDA preliminary 2018 Levies
September 19, 2017	Last Regular Meeting to set County preliminary 2018 Levy and TNT Meeting
September 29, 2017	Deadline to set County preliminary 2018 Levy and date for TNT meeting
December 6, 2017	TNT Meeting
December 19, 2017	Deadline to set final 2018 Levy and Budget and Last Regular Board Meeting

For More Information

- ▶ All of Swift County's budget documents can be viewed at www.swiftcounty.com/budget
- ▶ Contact County Administrator Kelsey Baker at 320-314-8399 or via email at Kelsey.baker@co.swift.mn.us
- ▶ Questions?
- ▶ Thank you

