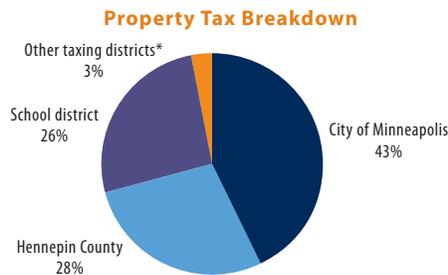




PROPOSED 2013 PROPERTY TAX

ABOUT THE CITY OF MINNEAPOLIS PORTION OF YOUR PROPOSED 2013 PROPERTY TAX

Each property owner's property tax is made up of about four parts, with the City responsible only for those property taxes it approves. In general, the breakdown is as follows:



*The 3 percent is split between the Metropolitan Council, Metropolitan Transit, Metropolitan Mosquito Control, and the Hennepin County Regional Railroad Authority.

2013 Mayor's Proposed Budget Property Tax Levies

| | 2012 Adopted | 2013 Mayor's Levies | % Change from 2012 | \$ Change from 2012 |
|-----------------------------------|----------------------|---------------------|--------------------|---------------------|
| By Major Funds | | | | |
| General Levies | \$277,157,000 | 281,139,000 | 1.44 | 3,982,000 |
| Special Levies Other ¹ | \$ 2,450,000 | 3,421,000 | 39.63 | 971,000 |
| Totals | \$279,607,000 | 284,560,000 | 1.77 | 4,953,000 |
| By Entity | | | | |
| City ² | \$216,355,000 | 219,634,000 | 1.52 | 3,279,000 |
| Park Board | \$ 47,217,000 | 48,616,000 | 2.96 | 1,399,000 |
| Library Referendum | \$ 9,300,000 | 9,300,000 | 0 | 0 |
| Other Entities ³ | \$ 6,735,000 | 7,010,000 | 4.08 | 275,000 |
| Totals | \$279,607,000 | 284,560,000 | 1.77 | 4,953,000 |

¹Special Levies other Include; Chapter 595 (HRA), Public Housing and Teachers' Retirement.

²Includes General Fund, Permanent Improvement, Bond Redemption, Board of Estimate & Taxation, and closed pension funds (MERF, MPRA, MFRA) & HRA Levies.

³Municipal Building Commission, Public Housing Authority and Teachers' Retirement.

In August, Mayor R.T. Rybak proposed a City of Minneapolis operating and capital budget of \$1.09 billion, which is a reduction of 3.3 percent from the 2012 budget. Of the total budget, only about 24 percent is funded through property taxes. Property taxes fund basic City services, including police and fire services, emergency response through 911, criminal prosecutions, traffic control, snow removal and street sweeping.

The Mayor's proposed budget for 2013 includes:

- A property tax levy increase of 1.77 percent from 2012.
- Bolstering the City's public safety efforts by hiring new police officers and firefighters.
- Investing \$121 million in major street construction projects, road and bike trail maintenance, utility system upgrades, economic development projects and other capital improvements in 2013.

WHY IS THE CITY PORTION OF MY PROPERTY TAX BILL CHANGING?

The City portion of your property tax may go up or down from 2012 to 2013 even though the City's overall property tax levy is rising by less than 1.8 percent. In addition to the change in the property tax levy, a change in the assessed value of your property could result in a change in your property tax amount. Your taxes also could change if the assessed value of other properties in the City changes.

WHAT WILL MY 2013 PROPERTY TAXES FUND?

The estimated City property tax for a Minneapolis home with an estimated value of \$185,725 is \$1,268. See where the \$1,268 goes in the chart to the right.

| Tax per City service sector in dollars | |
|--|-------|
| Police | \$265 |
| Fire | \$109 |
| Public Works | \$ 69 |
| Other City Departments | \$165 |
| Closed Pensions Funds | \$123 |
| Capital and Debt Service | \$ 97 |
| Miscellaneous | \$152 |
| Independent Boards | \$234 |
| Library Referendum | \$ 53 |

OPPORTUNITIES FOR PUBLIC COMMENT

The Minneapolis City Council is considering the Mayor's budget proposal this fall and will vote to adopt a final 2013 budget and levy on December 12, 2012.

The City will hold two public hearings in advance of that vote to give the public an opportunity to weigh in on the Mayor's 2013 budget proposal and the 2013 property tax levy.

PUBLIC HEARINGS

6:05 p.m., Wednesday, Nov. 28
6:05 p.m., Wednesday, Dec. 12
Room 317 of City Hall
350 S. 5th Street
Minneapolis, Minnesota

