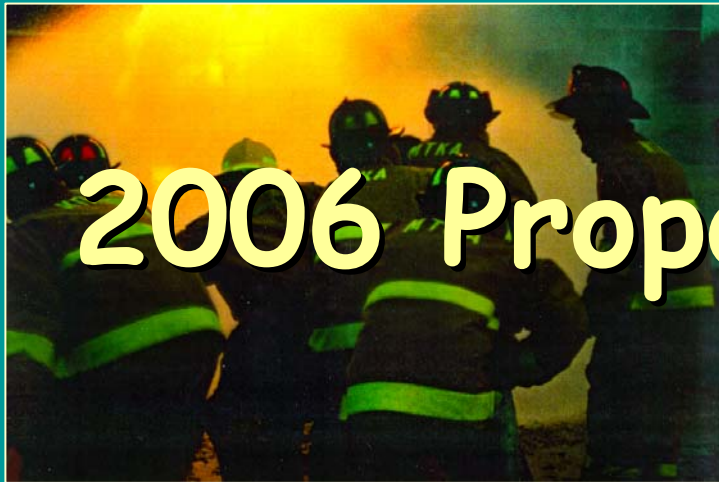




City of Minnetonka



2006 Proposed Budget



Responsible long-term financial management

*ensures our long-term capacity
to provide quality services
at a reasonable price*

State-imposed mandates *cost Minnetonka taxpayers \$1.1 million*

MVHC Program	\$622,000
State Sales Tax	260,000
PERA Bailout	94,000
Private Utility Locate	60,000
All Other	26,500
Total Mandates	\$1,062,500

2006 Proposed Budget

reduces spending by \$280,000

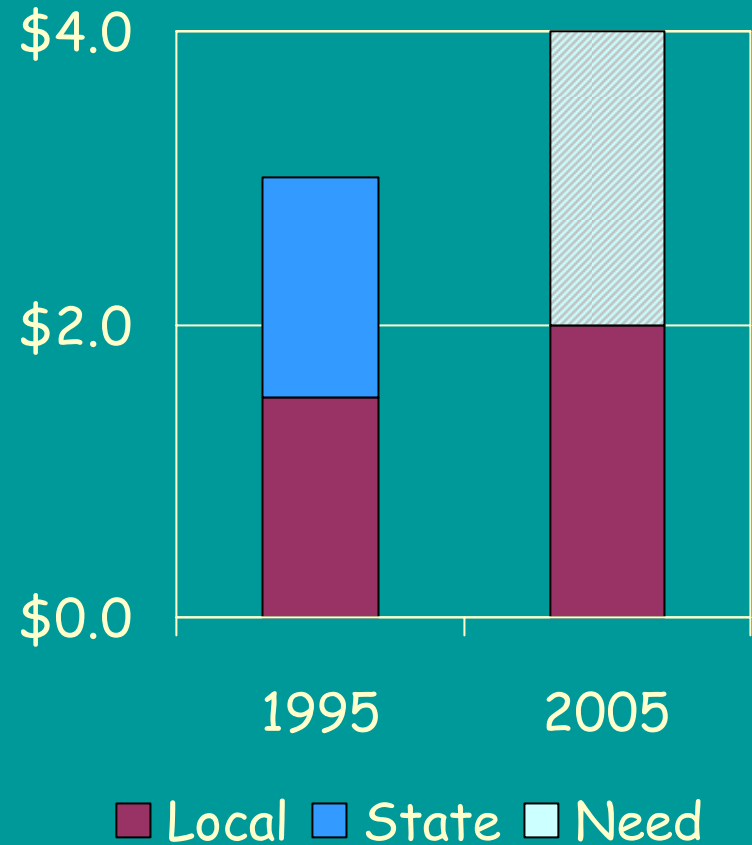
Budget Forecast	\$23,450,000	5%
Budget Proposed	23,170,000	4%
Adjustments	(\$280,000)	

- *Budget will maintain current services*
- *Streets & public safety are priorities*

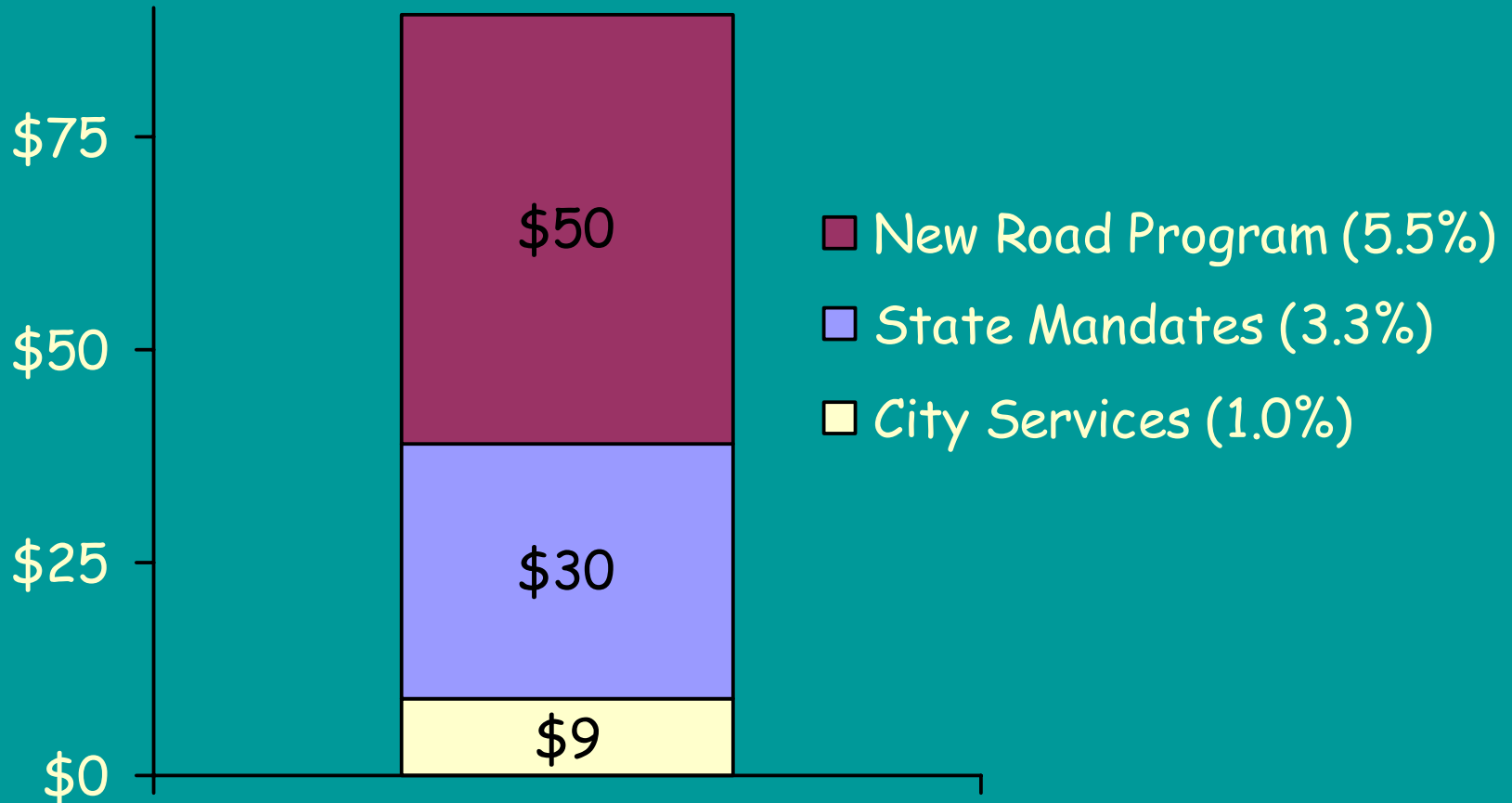
Road Revitalization Program

redo every local street next ten years

- Funding hasn't kept pace with costs
- Need additional \$2 million annually
- 2 year phase-in

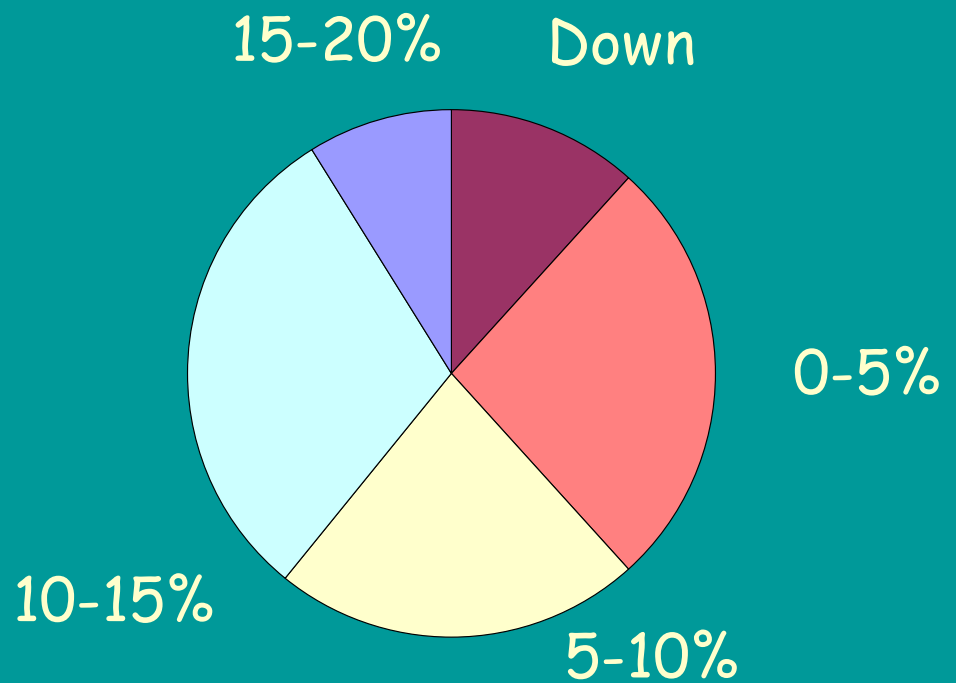


City property tax increase *for average \$330,000 home*



Total tax increases can vary

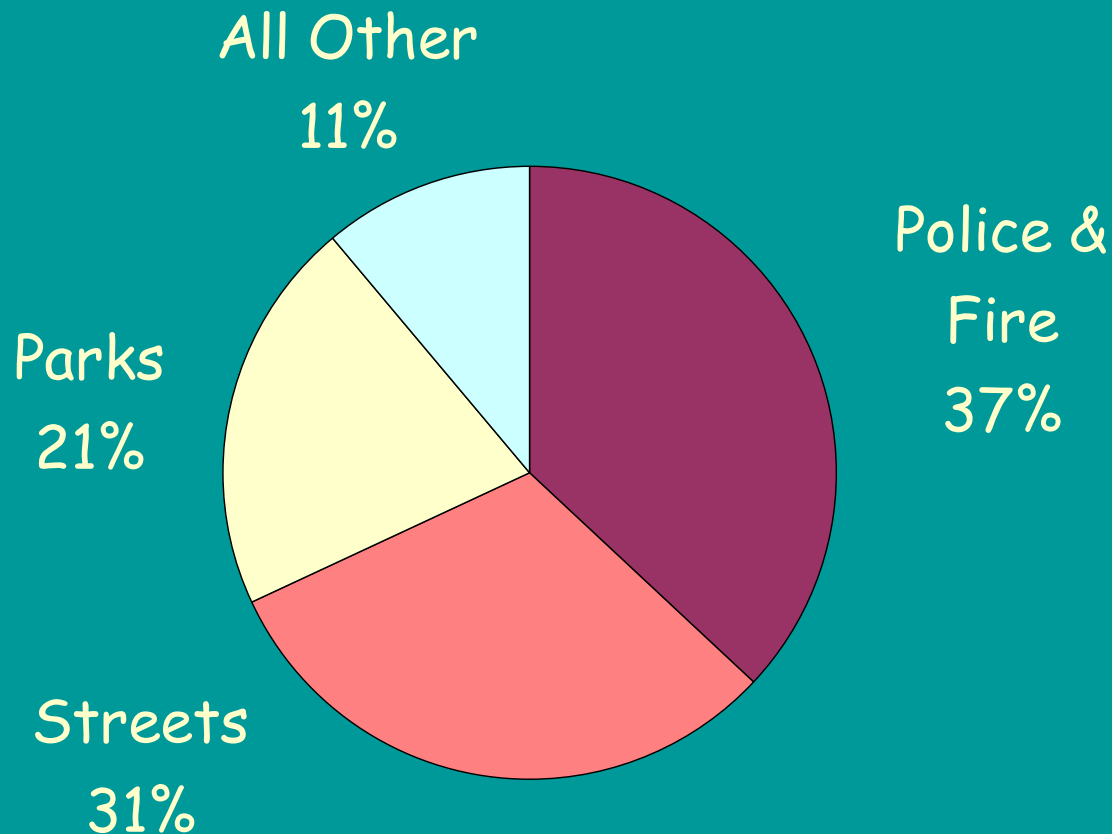
- Change in value
 - relative change
 - 1/3 still capped
- School district
 - State formula
 - Referenda
- Improvements



Example tax increases

Home	Value Change	Other	Tax Change
\$180,000	None	Hopk SD	(2%)
\$400,000	15%	Hopk SD	13%
\$350,000	15%	Imps	29%
\$300,000	10%	Hopk SD	9%
\$300,000	10%	Mtka SD	6%

What your property taxes buy



Quality services at a reasonable price

- State-imposed mandates cost Minnetonka taxpayers \$1.1 million
- \$280,000 cuts hold budget to 4%
- Basic tax levy 1%; state costs 3.3%
- Additional 5.5% tax levy for roads