



Public Hearing  
Presentation  
Proposed 2010 Budget  
for the  
City of Rochester  
December 7, 2009

Budget Cover Photo:  
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**CITY OF ROCHESTER**  
**2010 PROPOSED BUDGET SUMMARY**

**December 7, 2009, 7:00 p.m., City Council Chambers**

- **Initial Public Hearing on 2010 Proposed Budget**

**December 8, 2009, 2:00 p.m., Room 104, City Hall**

- **Mayor/Council Review of Individual Department Budget Requests**

**December 9, 2009, 2:00 p.m., Room 104, City Hall**

- **Mayor/Council Continued Review of Individual Department Budget Requests**

**December 10, 2009, 2:00 p.m., Room 104, City Hall**

- **Mayor/Council Continued Review of Individual Department Budget Requests ( if needed)**

**December 21, 2009, 7:00 p.m., City Council Chambers**

- **Adoption Public Hearing for 2010 Budget**

## 2009 City of Rochester Growth Information

1) From 1/1/09 to 10/31/09 building permits were issued for 231 (29 less than 2008) single family dwellings (detached and attached) and 132(18 less than 2008) multi-family dwelling units were issued; to date a total of 363 units (47 less than 2008).

2) The 2000 Census had a Rochester population of 85,806 persons. The most recent estimate of population for the City for the year 2009 is 102,437 persons.

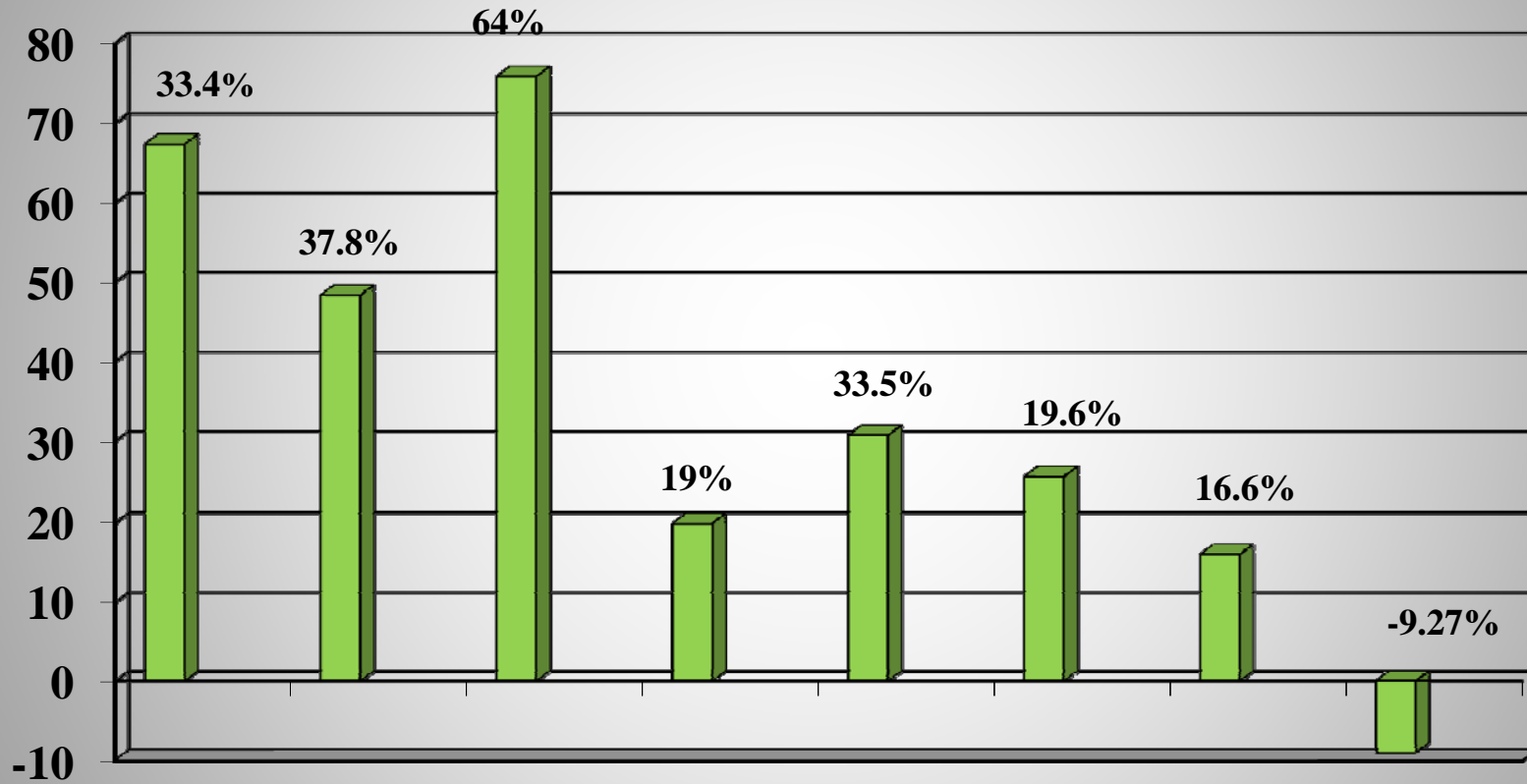
3) In the calendar year of 2008, the City grew by 1137 acres to a City total of 34,182 acres for an area of 53.41 sq. miles. As of this date, the City has annexed 288 acres in 2009. The City is 34,470 acres for an area of 53.86 sq. miles. As of January 1, 2010 with the Marion OA's # 3 & 5 and Rochester OA #3(Southport) the City will annex an additional 614 acres.

# CITY OF ROCHESTER

## Physical Trend Data

### Ten Year Trend

1999 Actual compared to 2008 Actual



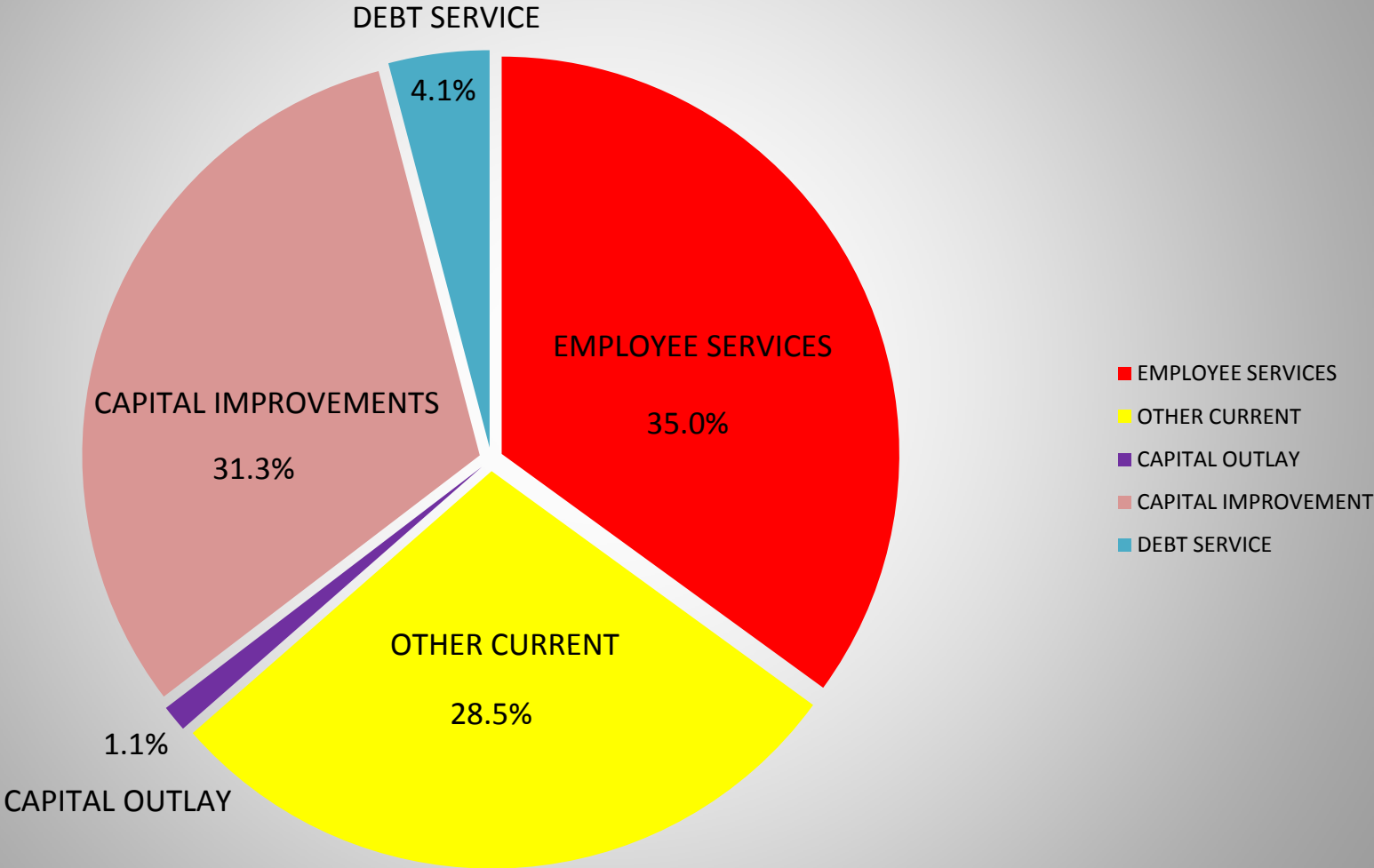
-----Miles-----  
 Streets      Sanitary      Storm  
                  Sewer      Sewer

Park      City  
 Acres      Area

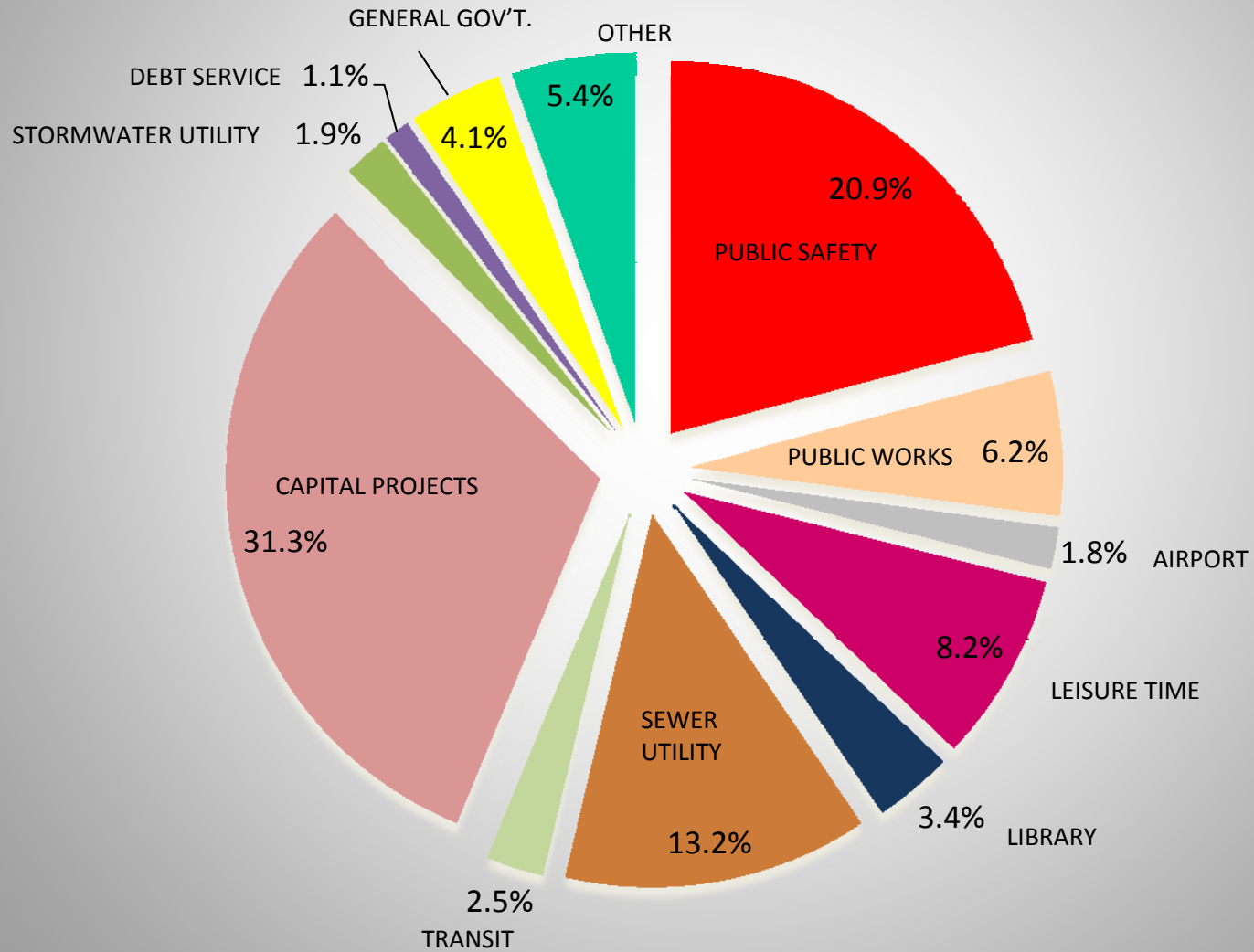
Pop.

-----City Employment-----  
 # of      Per  
 Employees      1,000  
                  Pop.

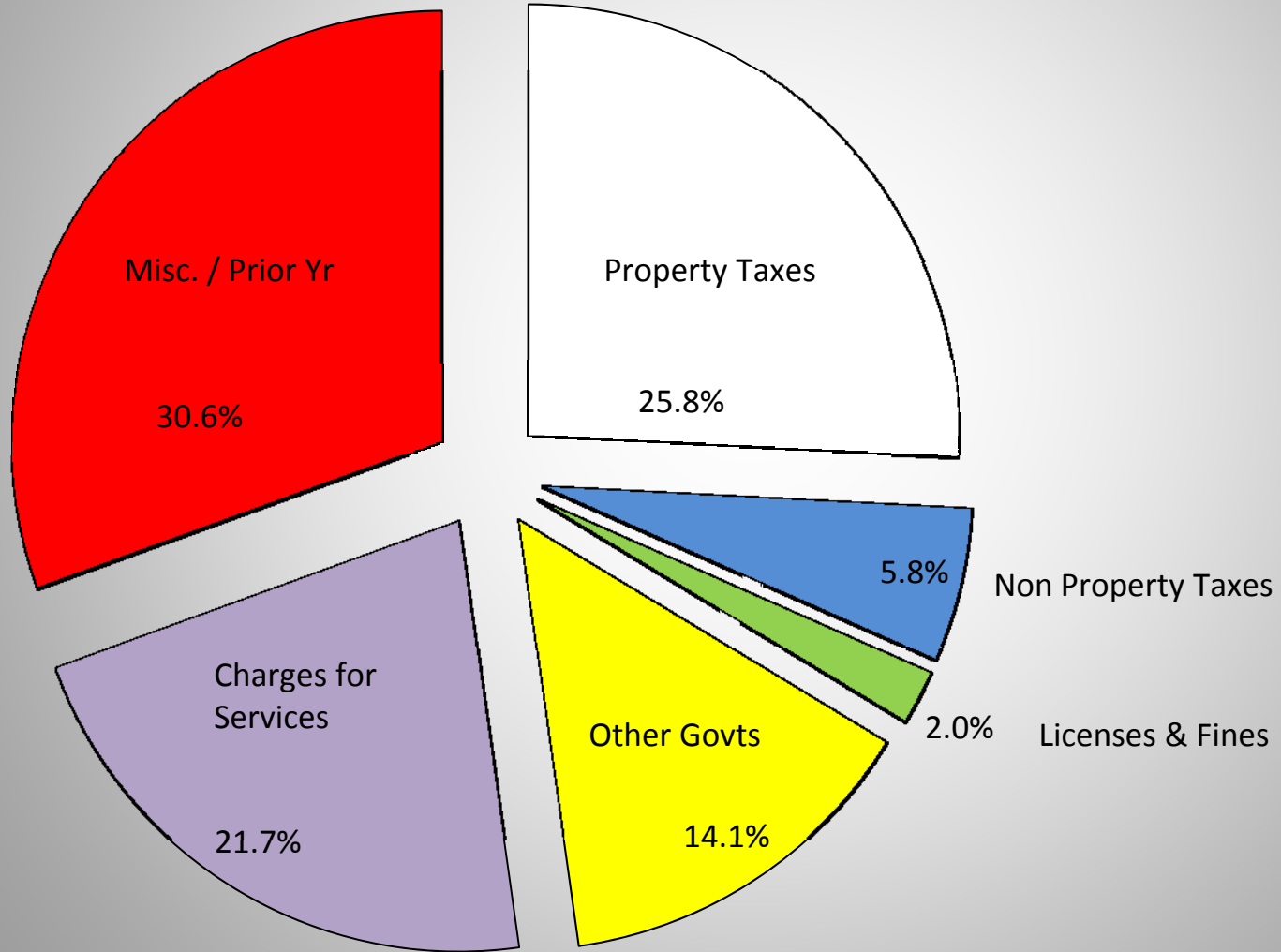
APPLICATION BY CHARACTER  
Total Budget  
PROPOSED 2010



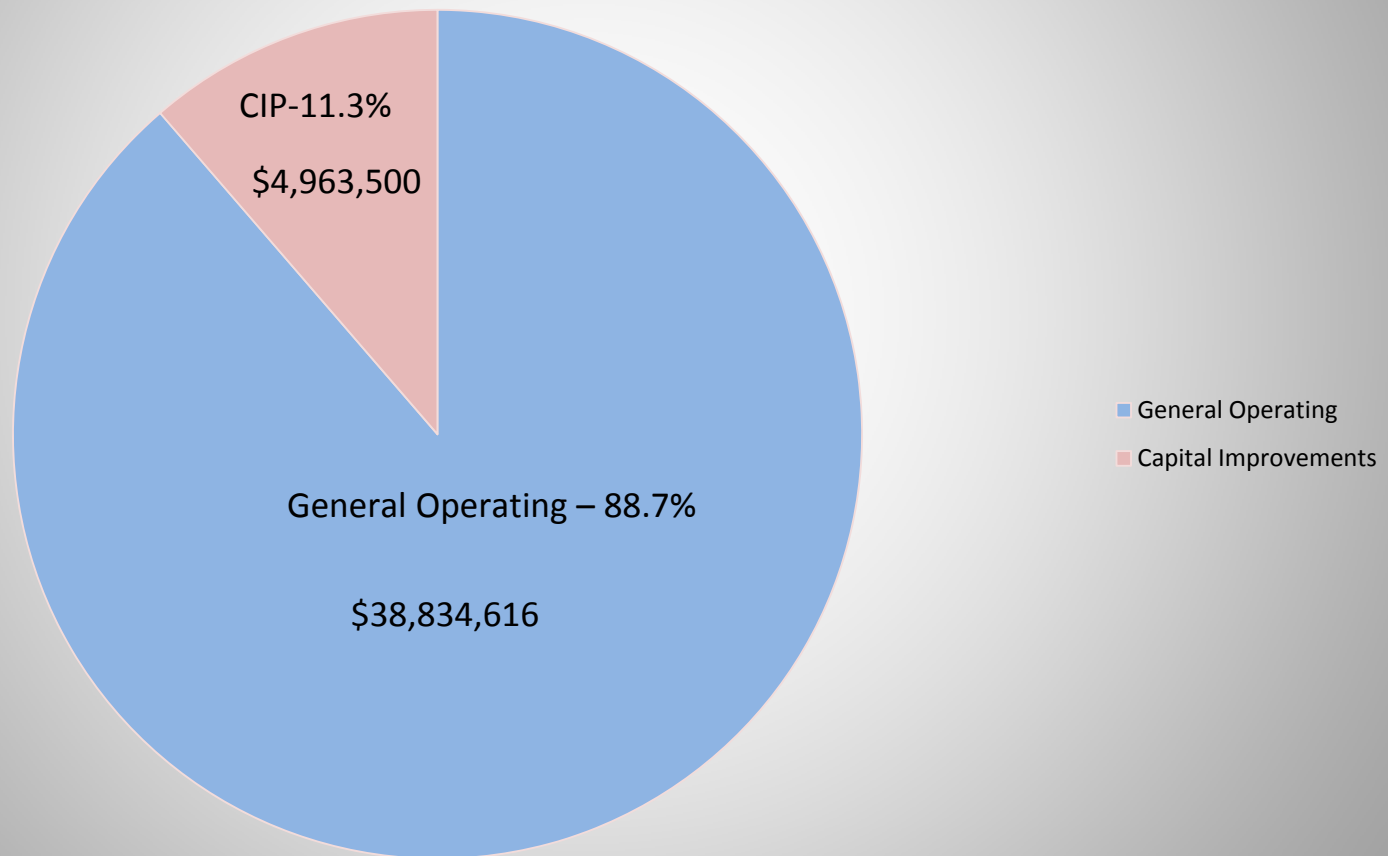
# APPLICATION BY FUNCTION WITHOUT CIP PROJECTS ALLOCATED PROPOSED 2010



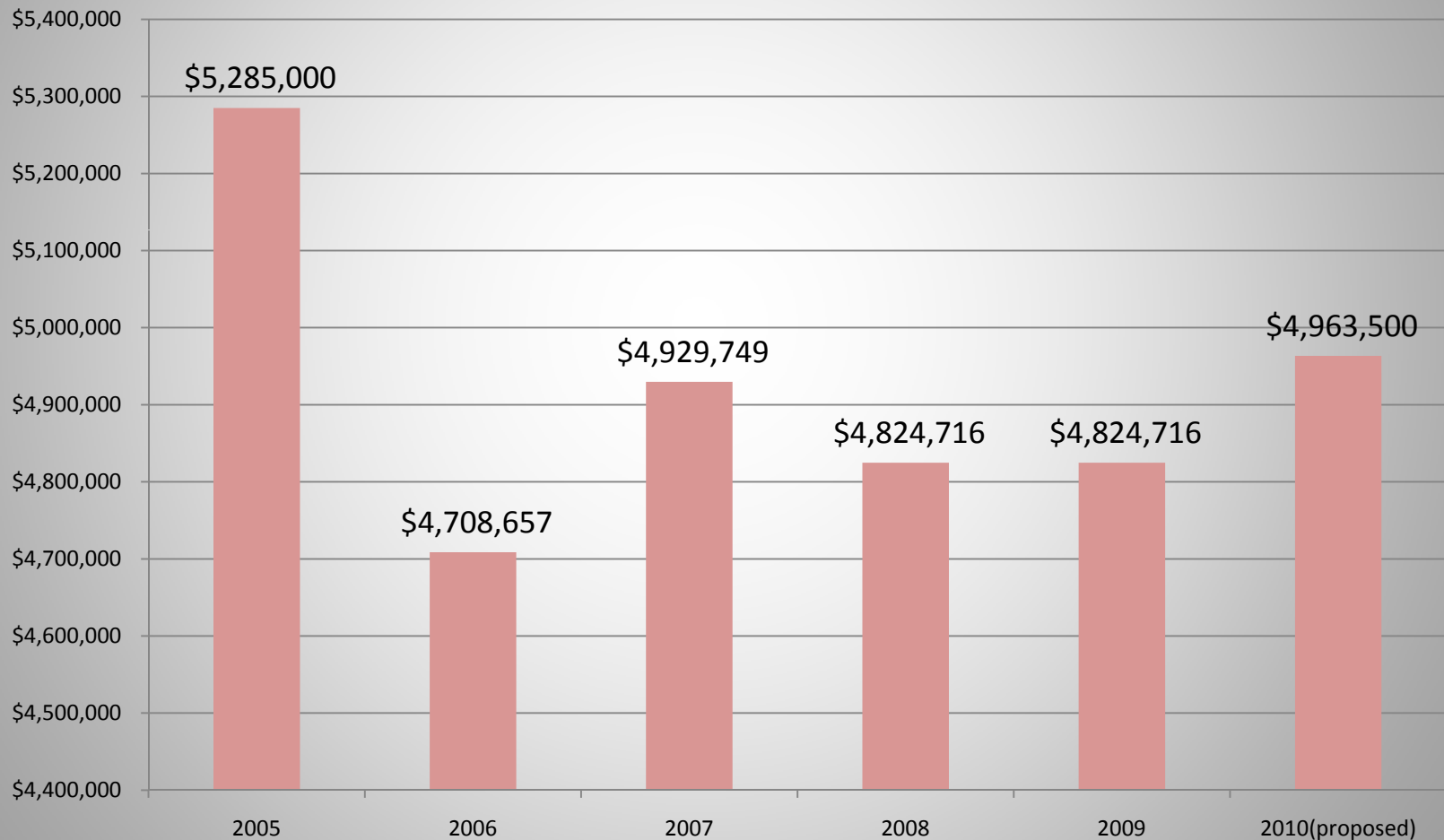
# REVENUE SOURCES PROPOSED 2010 TOTAL BUDGET



# Amount of 2010 Property Tax Levy attributed to General Operating Budget and Capital Improvements Program



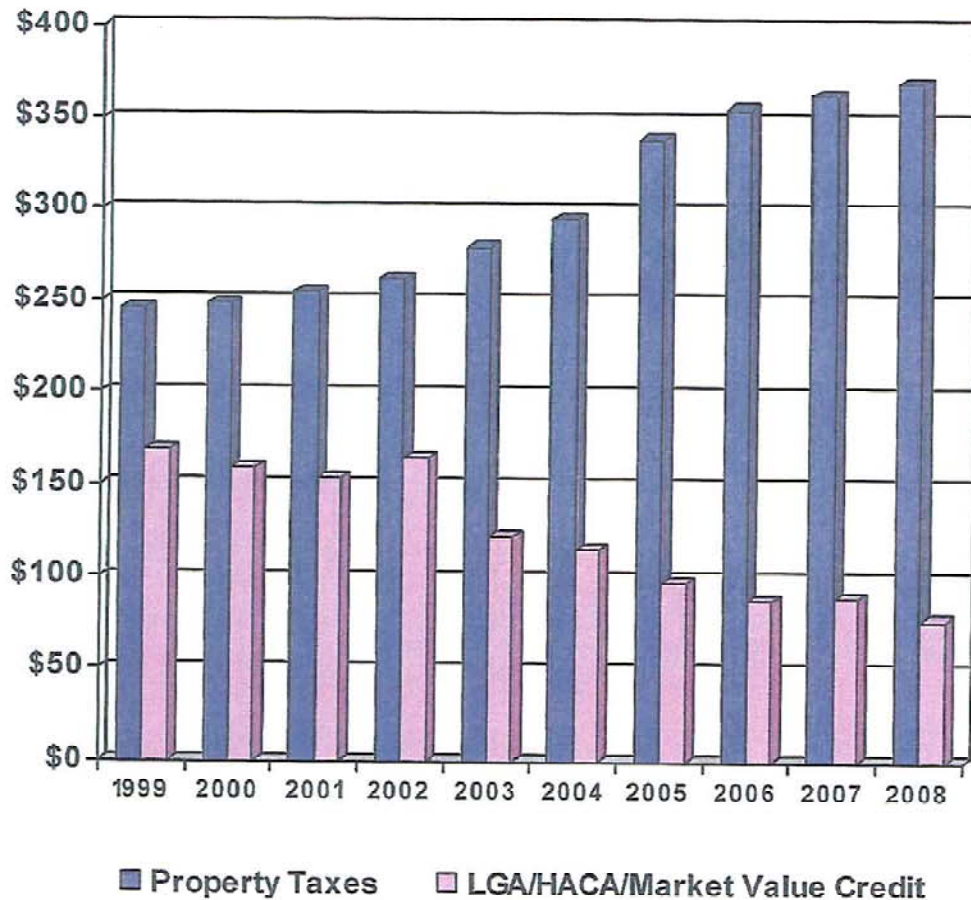
# Amount of Property Tax Levy (including abatement) attributable to Capital Improvement Project Budget from 2005 - 2010



**2010 PROPOSED BUDGET**  
**ANALYSIS OF MAJOR REVENUES**

	2009 Budget	2010 Budget	Increase/ (Decrease)
Tax Levy	41,487,000	44,293,364	2,806,364
Local Government Aid			<b>Decrease of</b>
-Original	8,979,816	8,959,920	<b>\$3.85 million</b>
-Revised	<u>7,307,970</u>	<u>5,102,336</u>	<b>proposed for</b>
	<b>(1,671,846)</b>	<b>(3,857,584)</b>	<b>2010</b>
Hotel/Motel Tax	3,500,000	3,250,000	(250,000)
Cable TV Franchise Fee	1,250,000	1,300,000	50,000
Inspection Permits	2,135,000	1,885,000	(250,000)
In Lieu of Tax	10,933,336	10,755,268	(178,068)
Sewer Utility Charge	12,900,600	15,820,000	2,919,400
Storm Water Utility Fee	4,235,741	4,432,372	196,631
Library Fund			
-City Share	4,816,601	4,802,537	(14,064)
-County Share	941,464	874,937	(66,527)
Municipal Recreation Fund			
-Fee Revenues	6,201,850	7,124,995	923,145
-Non-Fee Revenues	6,248,575	5,787,986	(460,589)
Parking Fund			
-Parking Fines	548,000	525,000	(23,000)
-Parking Ramps	2,794,546	3,189,070	394,524
-Street Meters	678,100	790,000	111,900
-Parking Lots	346,126	342,019	(4107)

# Property Taxes, LGA & HACA (Per Capita, Inflation Adjusted)



- **Per Capita Property Taxes (Excluding Market Value Credit)**

- 1999      \$248
- 2003      279
- 2008      369

- **Per Capita LGA/HACA/Market Value Credit**

- 1999      \$169
- 2003      122
- 2008      77

- **Per Capita Total of Property Taxes, LGA/HACA/Market Value Credit**

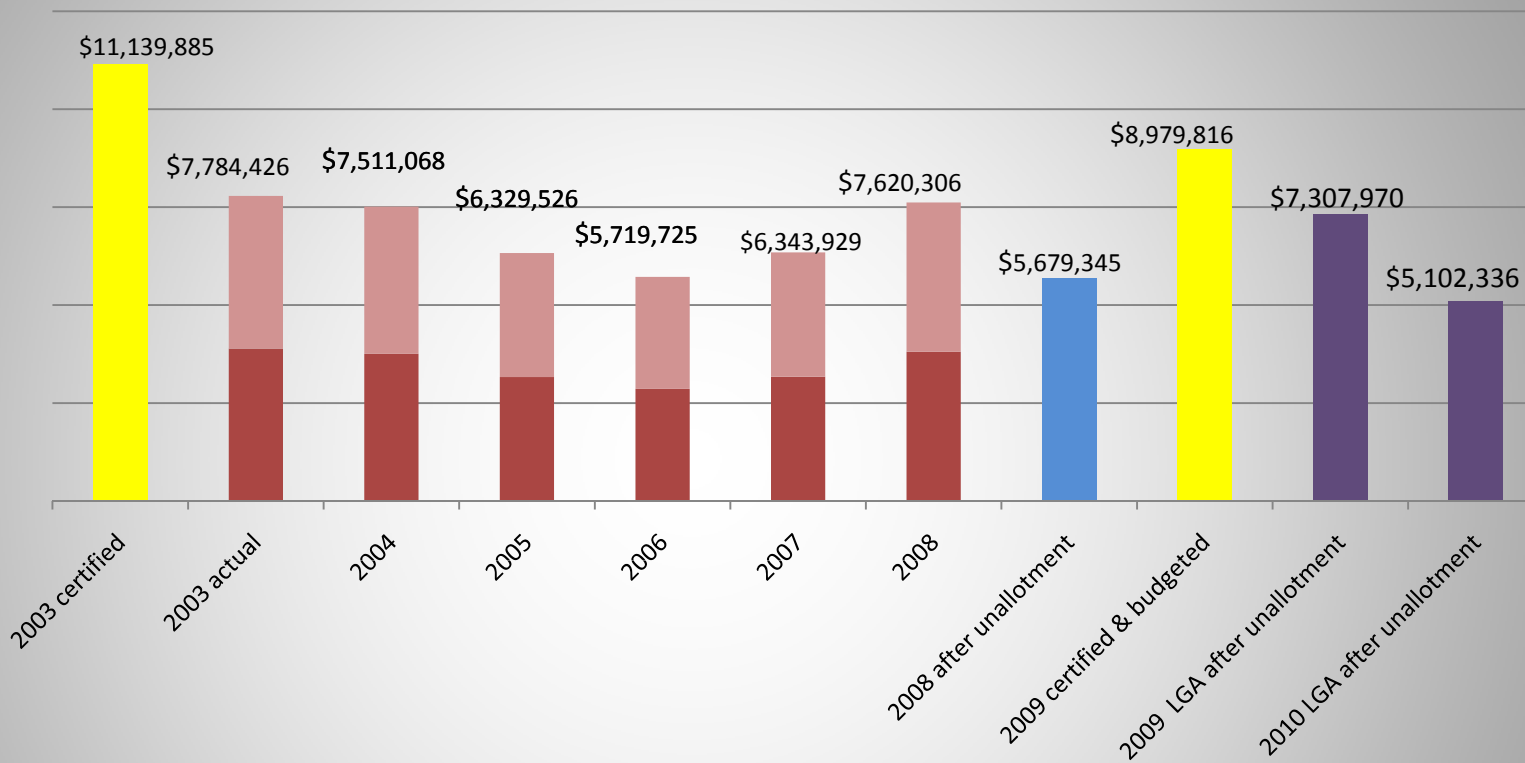
- 1999      \$417
- 2003      401
- 2008      446

- **Population**

- 2003      93,037
- 2008      102,437

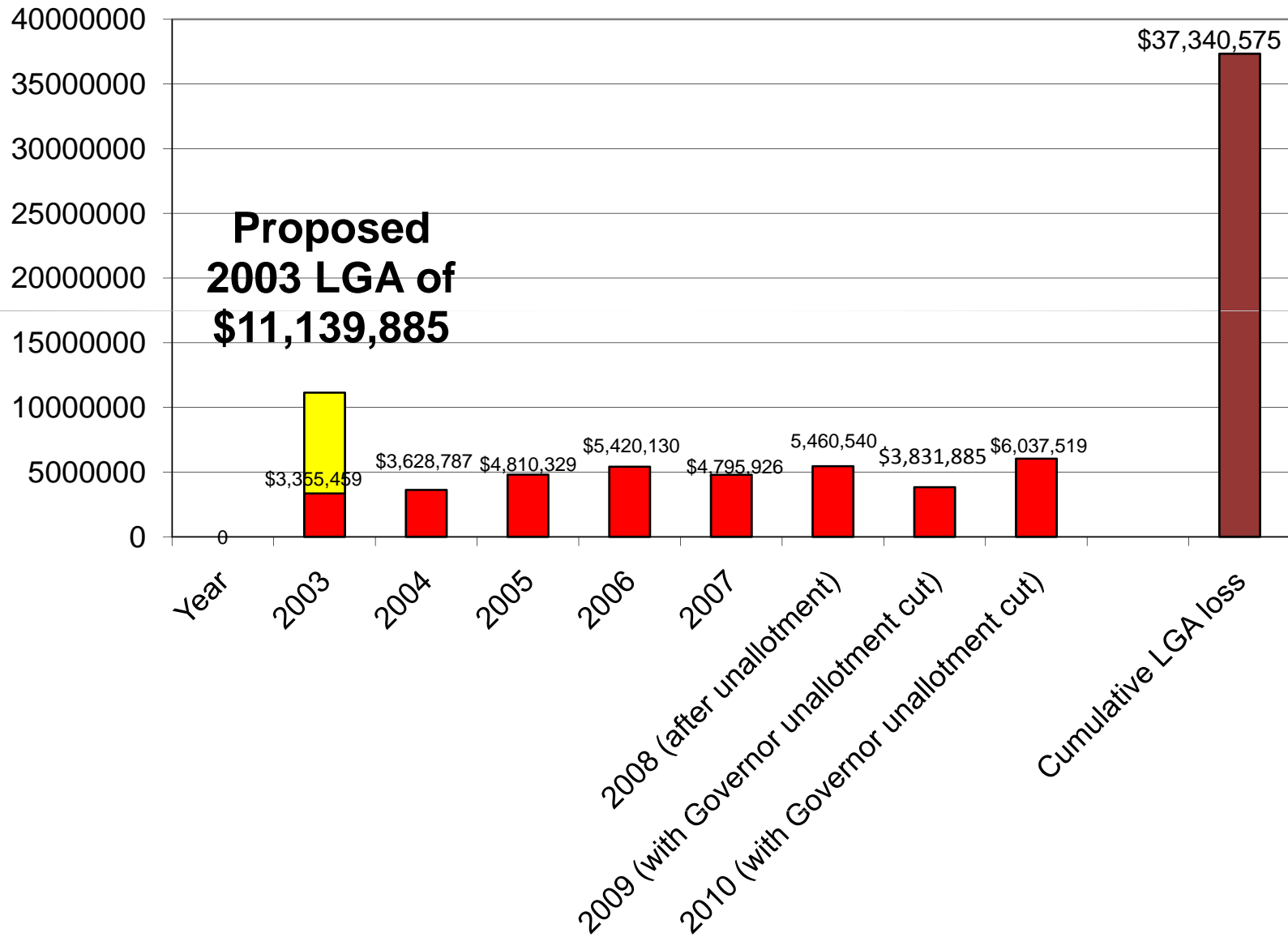
## CITY OF ROCHESTER

### LGA COMPARISON FROM 2003 THROUGH 2010



The 2008 unallotment and proposed 2009 and 2010 LGA reductions represent a reduction of \$7.5 million in LGA. A loss of \$3.9 million of LGA in 2010 would be equivalent to a 9.4 % increase in the property tax levy.

# Cumulative LGA loss for City of Rochester since 2003, with actual and proposed LGA cuts through 2010



## Proposed 2010 Budget Amounts for Essential Services

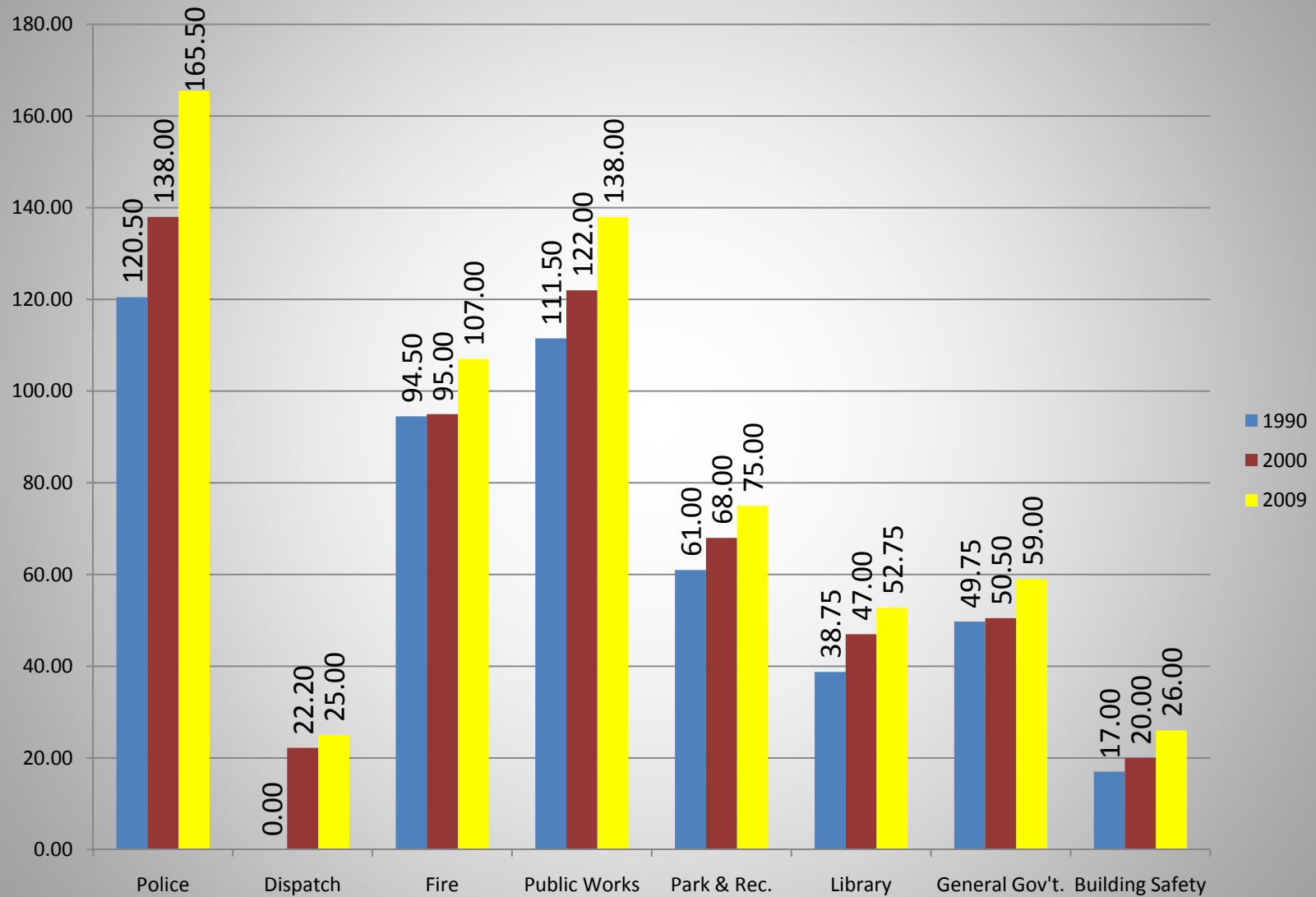
2010 Recommended Property Tax Levy	\$44,293,464
Minus property taxes allocated to Capital Improvements	<u>-\$4,963,500</u>

Property Taxes available to fund City service	<b>\$39,329,864</b>
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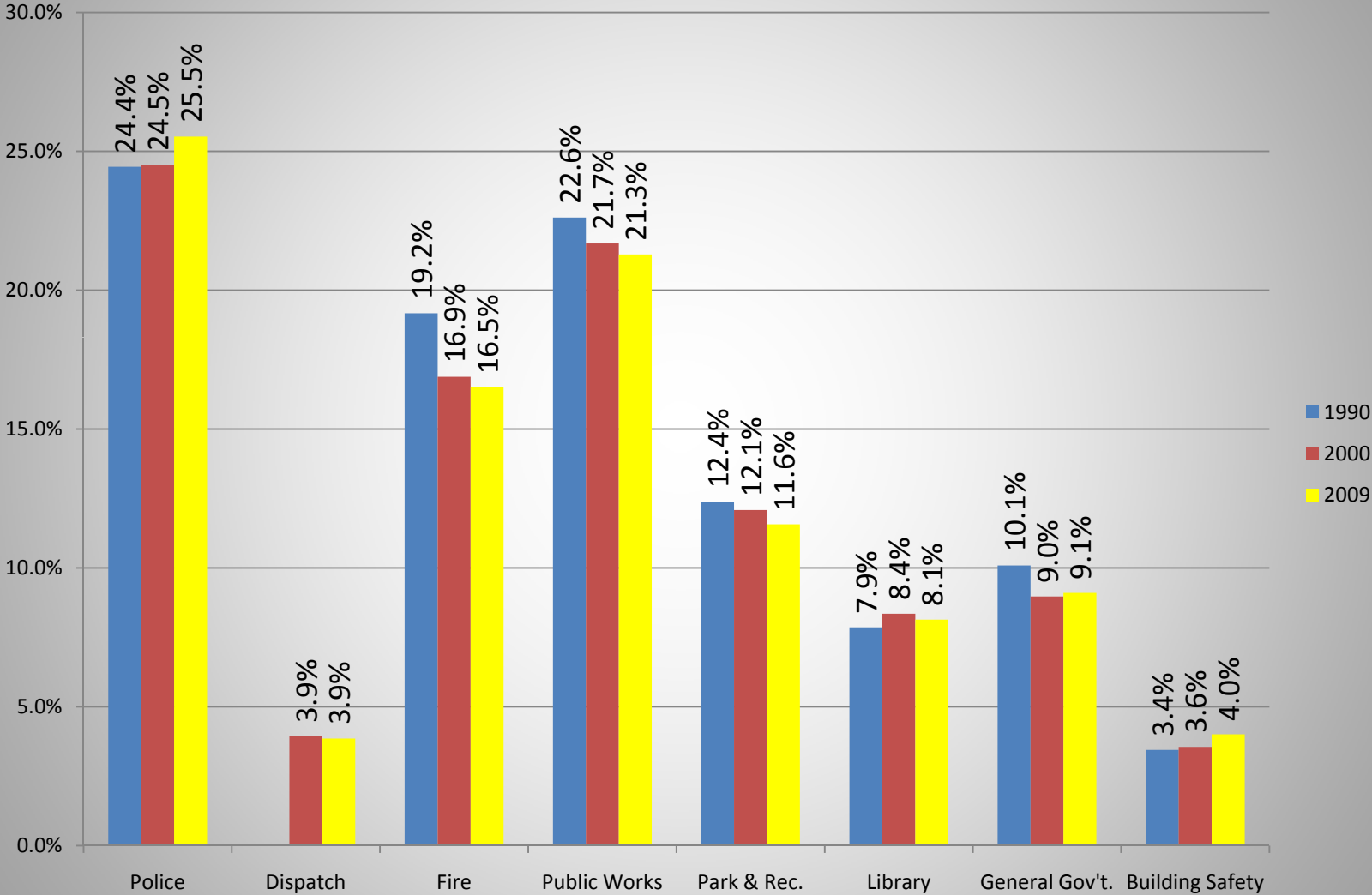
Proposed expenditures for:

Police Department	\$19,500,825
Fire Department	\$12,822,833
Street Maintenance	\$5,272,615
Traffic Management	\$1,209,317
Street Lighting	<u>\$1,266,031</u>
	<b>\$40,031,621</b>

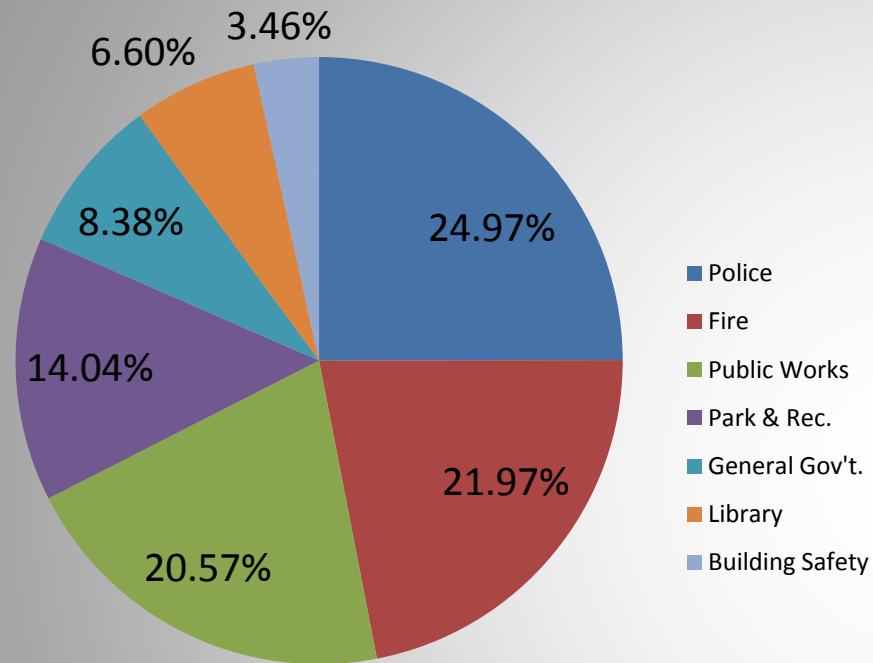
# Comparison of City Employees by Department between 1990 & 2009



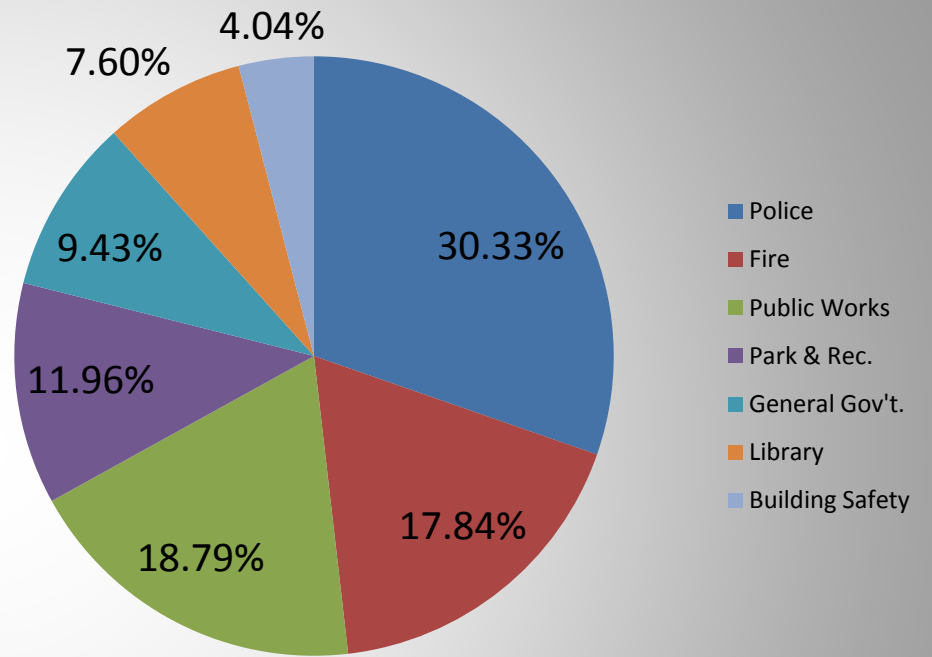
# Comparison of the Percentage of City Employees by Department between 1990 & 2009



# Comparison of % of Employee Services Budget by Department in 1990 & 2009

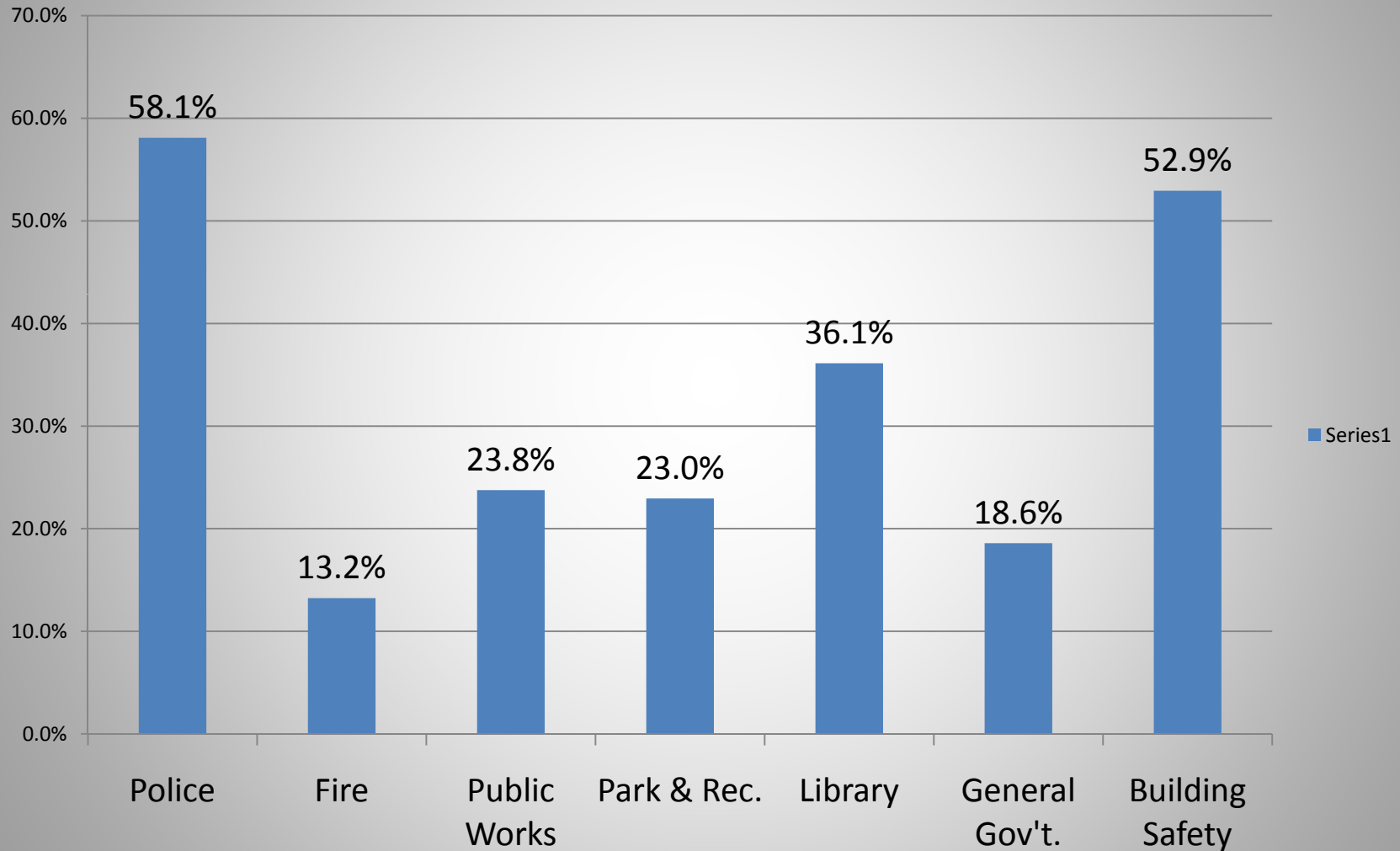


1990



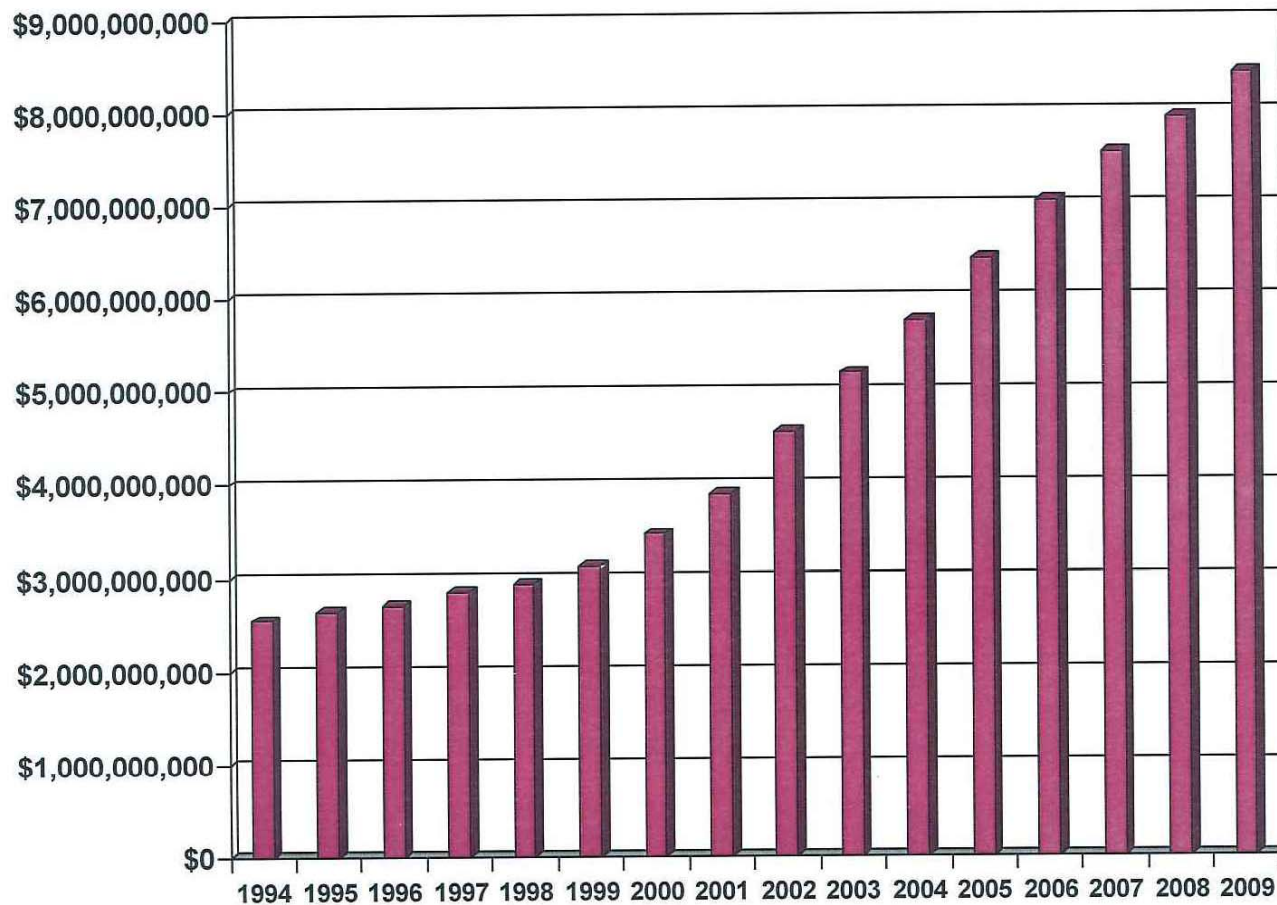
2009

## % Increase in number of City Employees by Department between 1990 and 2009



In comparison, the City of Rochester population increased 44.8% in the timeframe from 1990-2009.

# Estimated Market Value Real and Personal Property

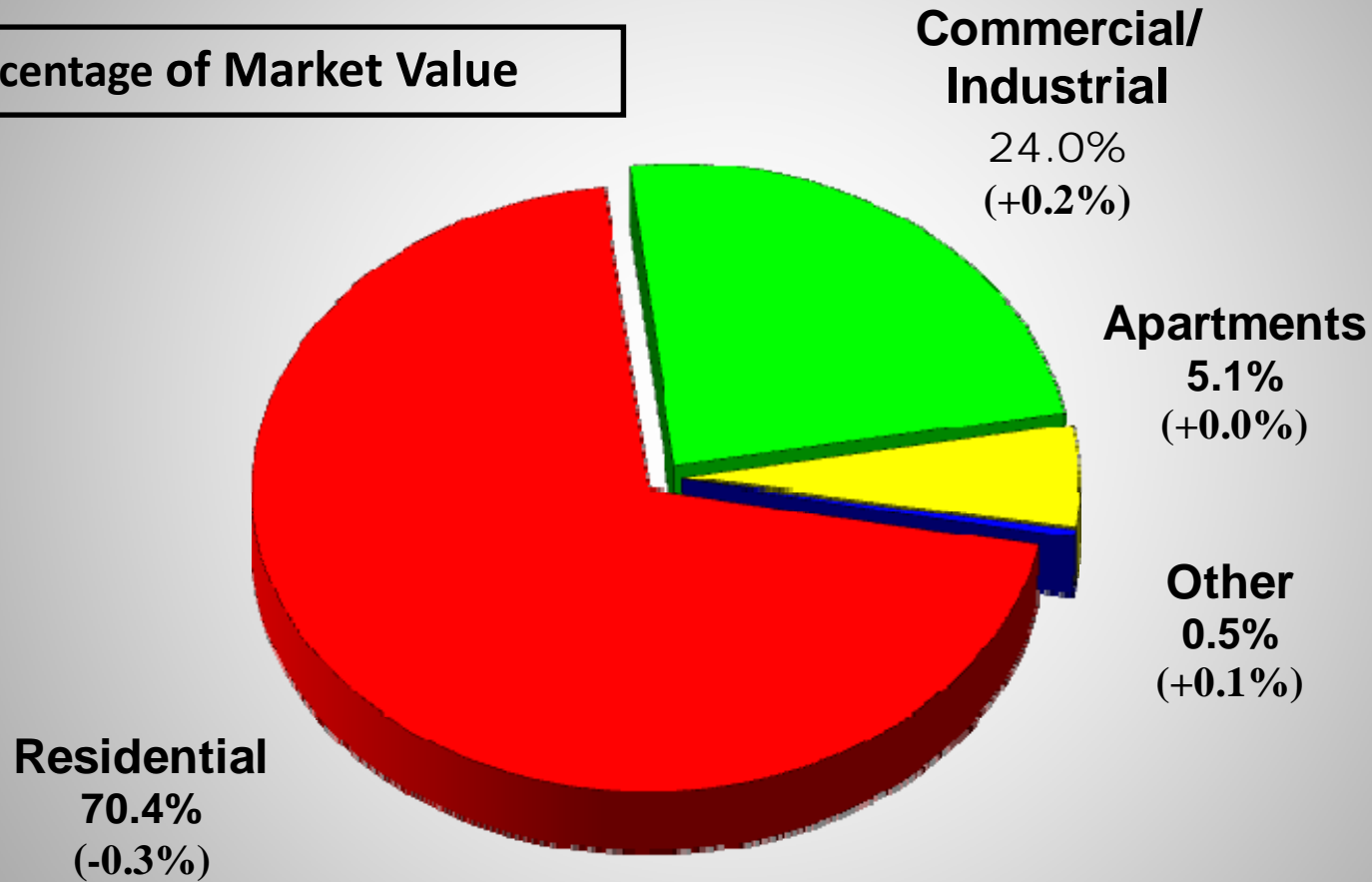


- *Estimated Market Value for 2009 is \$8.4 Billion, up \$476 Million or 5.7% from 2008*

# 2010 TAX BASE BY PROPERTY CLASS

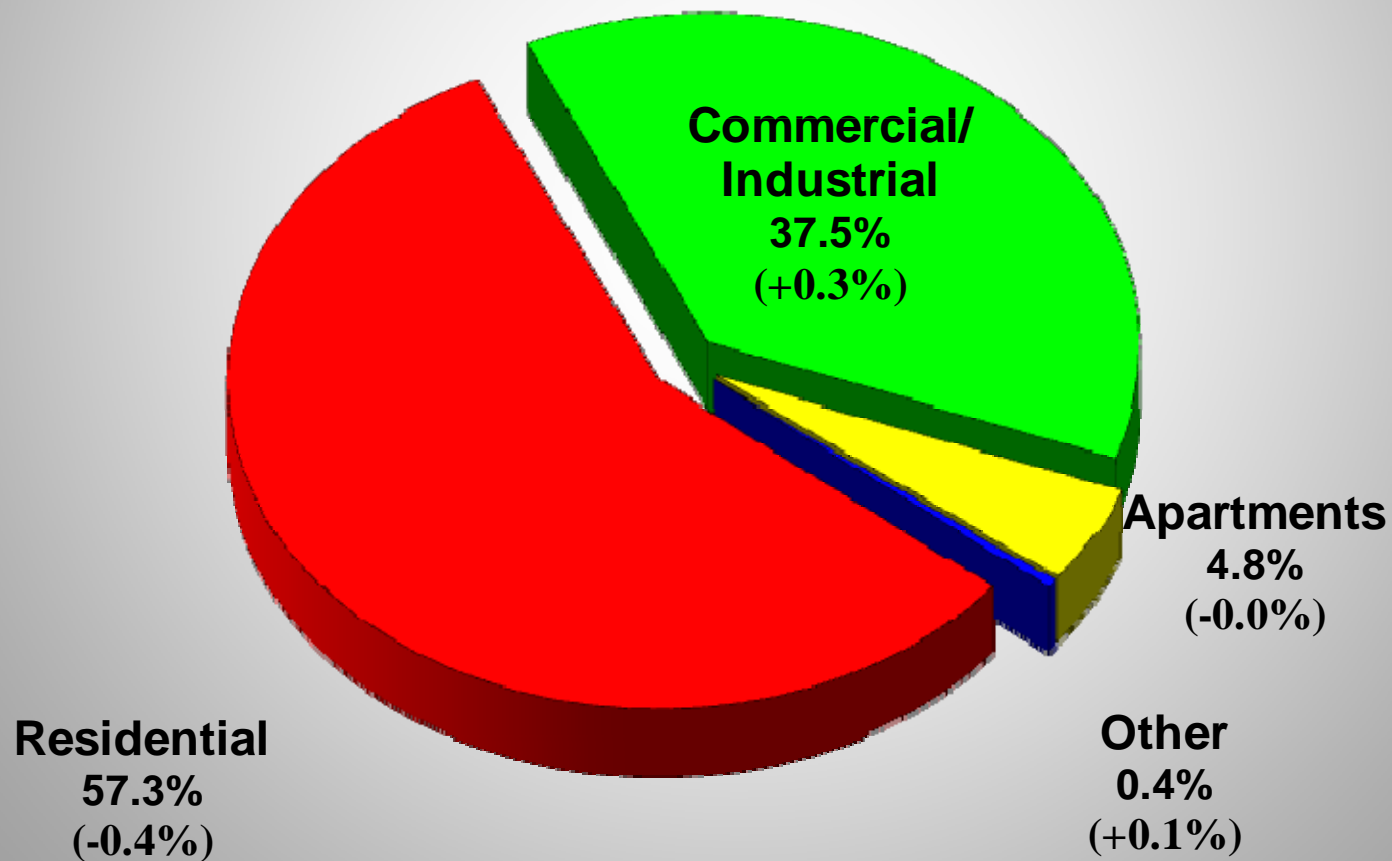
## CITY OF ROCHESTER

Percentage of Market Value

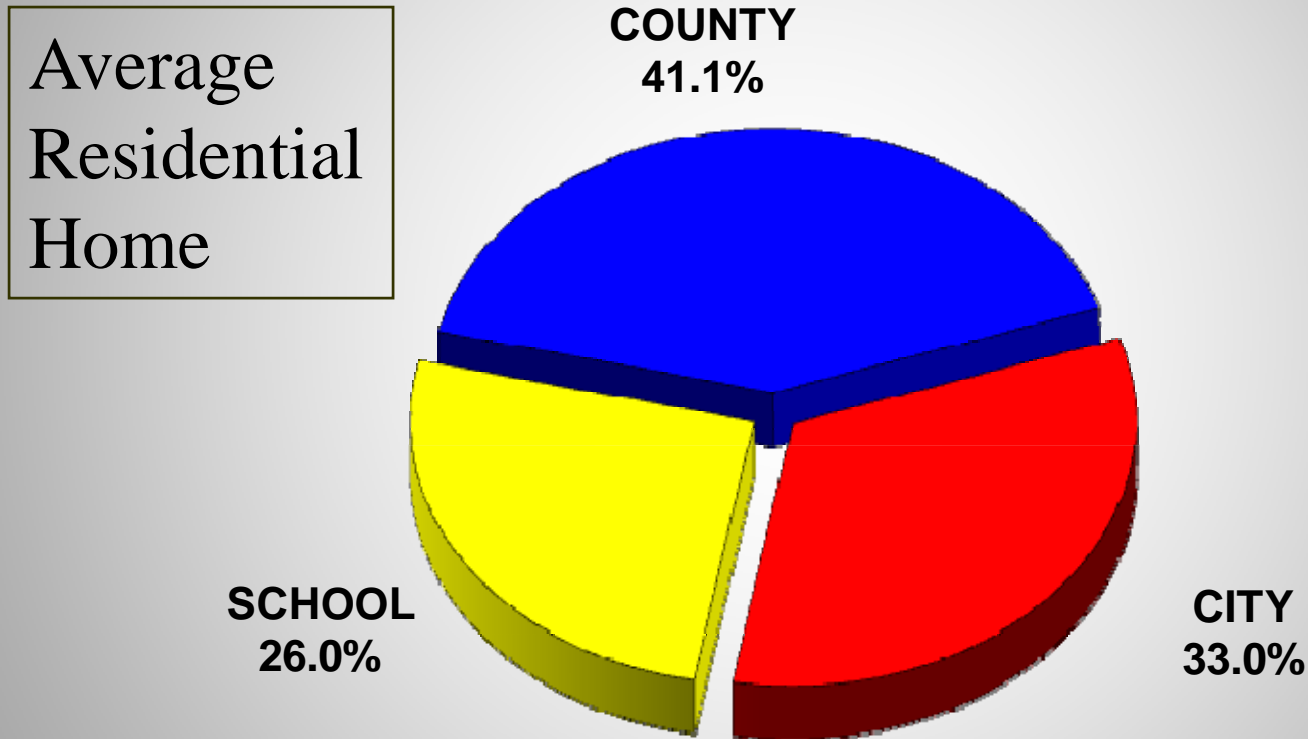


# 2010 TAX BASE BY PROPERTY CLASS CITY OF ROCHESTER

Percentage of Tax Capacity

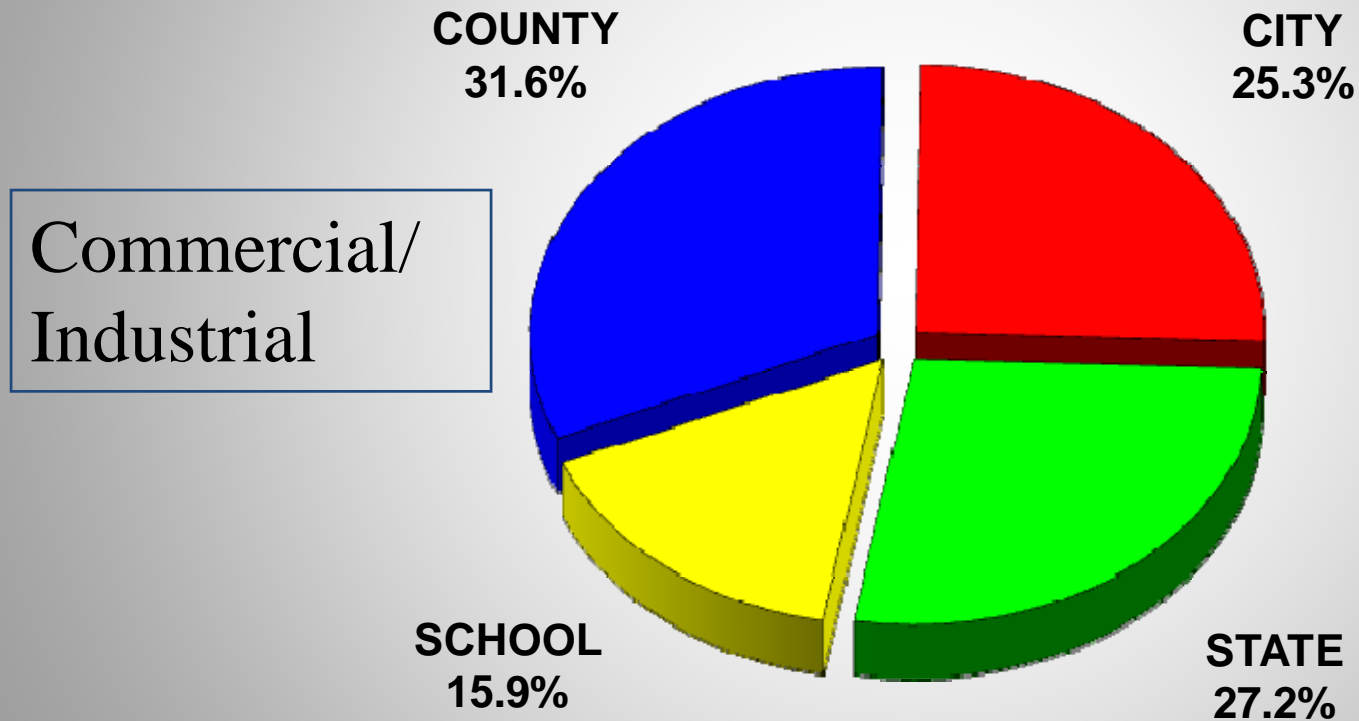


# PROPOSED 2010 COMBINED TAX LEVY CITY OF ROCHESTER



Note: All shares are after the market value School levy is applied and the Market Value Homestead Credit is applied to all three levies.

# PROPOSED 2010 COMBINED TAX LEVY CITY OF ROCHESTER



Note: Commercial & Industrial properties began paying a State property tax in 2002

## Top 10 Taxpayers – City of Rochester – Pay 2010

Taxpayer	Taxable Market Value	Tax Capacity	% Total City tax capacity
Mayo	\$ 288,067,100	\$ 5,686,435	4.77 %
Sunstone - Kahler	\$ 54,308,700	\$ 1,083,924	0.91 %
MEPC Apache Properties	\$ 50,835,400	\$ 1,014,458	0.85%
IBM	\$ 41,552,200	\$ 825,239	0.69%
BGD 5 Properties	\$ 34,891,900	\$ 695,588	0.58%
NNN 3050, LLC.	\$ 32,073,600	\$ 639,972	0.54%
Maine Land, LLC	\$ 29,061,800	\$ 569,710	0.48%
IRET Properties	\$ 37,624,400	\$ 514,465	0.43%
Mortenson Properties	\$ 25,649,400	\$ 510,738	0.43%
Leslie Nelson	\$ 24,066,600	\$ 462,145	0.39%

# City of Rochester 2010 Proposed Budget Hearing



December 7, 2009