2023 Polk County Proposed Budget

DECEMBER 13, 2022

2023 Proposed Budget

Budgeted Expenditures: \$69,881,941

Net Levy: \$26,897,712 (net of CPA)

Budgeted Revenues (non-levy): \$39,996,559

Reserves Applied Against the Levy: \$2,987,670

County Program Aid: \$1,382,824, down \$11,579 from 2022

American Rescue Plan Act funds applied: \$2,511,114

Total levy increase over 2022: +\$1,022,712, or

an increase of 3.95251%

Non-debt levy increase over 2022: +\$899,205,

or an increase of 3.751%

dept number													
	General	P &Z	Public	Public	Jail Cost	Governmental	Soc Svcs	Road & Bridge	Library	REGULAR	Special Levy	REGULAR	
	Revenue	Dept 123	Health	Safety	TCCC	Funds	Fund	Fund	Fund	Levy	113	& SPECIAL	
Expenditures 2023 budget	13,897,161	721,544	3,721,808	6,315,291	5,916,136	30,571,940	19,181,713	17,812,891	290,870	67,857,414	2,024,527	69,881,941	
Experial cures 2023 budget	10,007,101	, , , , , , , , , , , , , , , , , , , ,	3,721,000	0,010,201	3,310,130	30,371,340	13,101,713	17,012,031	230,010	07,037,414	2,024,327	03,001,341	
prior budget 2022 REVISED version	10,709,110	780,869	3,438,548	5,819,259	5,515,491	26,371,093	18,350,540	13,183,620	282,275	58,613,445	1,901,020	60,514,465	
prior budget 2021	10,495,319	632,112	3,529,996	5,661,664	5,492,279	25,811,370	17,701,383	14,569,094	280,570	58,362,417	1,731,391	60,093,808	
Revenues 2023 budget	7,677,790	378,250	2,602,785	750,369	1,139,598	12,548,792	12,654,756	14,793,011		39,996,559	-	39,996,559	
prior budget 2022	4,894,278	437,000	2,660,062	690,504	1,189,962	9,871,806	12,488,916	10,571,000		32,931,722		32,931,722	
prior budget 2021	5,036,288	301,000	2,286,824	844,214	1,186,413	9,654,739	11,912,877	12,090,000		33,657,616	-	33,657,616	
	6,219,371	343,294	1,119,023	5,564,922	4,776,538	18,023,148	6,526,957	3,019,880	290,870	27,860,855	2,024,527	29,885,382	
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Budgeted Use of Reserves	1,410,815	35,000	150,000	641,855	250,000	2,487,670	500,000			2,987,670		2,987,670	
Budgeted Increase in Reserves													
Net Use of Reserves			150,000			2,487,670	500,000	٠	•	2,987,670		2,987,670	
Tax Levy Dependency Current Budget Version			969,023			15,535,478	6,026,957	3,019,880	290,870	24,873,185	2,024,527	26,897,712	2023
PRELIMINARY LEVY							preliminary se	t at: 9/27/22			-	27,298,125	5.50%
Variance: Current Levy Estimate - Preliminary = Reduction Needed							reductio	n (increase) need		(400,413)		26,780,625	3.5 percent
		2017	843,196					reduction neede	d for 3.5%	117,087			
		2017	991,760										
		2019	1,096,702						2022	23,973,980	1,901,020	25,875,000	2022
		2020	1,231,720						-VLL	20,313,300	1,301,020	23,013,000	-722
		2021	1,430,689	198,969		Current Budget/Lev	vy Version Per	ent Change ove	r prior levy	3.751%		3.95251%	
		2022	1,394,403	(36,286)									
County Program Aid		2023	1,382,824	(11,579)									

Notable 2023 Budget Items

Preliminary levy set in September at a 5.5% increase, final levy proposed at 3.95251% over 2022. Use of \$2,511,114 of ARPA, mostly for Highway and Social Services, budgeted as an expense and revenue in respective departments.

Nearly \$3,000,000 of various fund balances to address capital expenses, offset debt service payments, and to use available fund balances. In addition, \$2.7m of remaining CIP bonds funds are budgeted for Justice Center projects in 2023.

Tax rate will decrease much in part due to Enbridge Line 93 valuation coming online generating approximately \$600,000 in new property taxes from Enbridge.

Unanticipated factors for 2023 included double-digit inflation, impact of the closed Juvenile Detention Facility in 2022, increased energy costs and higher than expected market wage study results.

Wage adjustments for 2023 are 2% COLAs for the first half of the year, and another 1.25% for the second, and are included in the results of the market wage study results.

2023 is second year of the transition to the composite insurance premium for the employee health group. Premiums increased the maximum threshold of 9% from the County's switch to Blue Cross Blue Shield in 2022. The composite rate did result in migration to lower deductible plan in group.

The monthly benefit contribution is \$1,275 a month. The County is committed to a 50% composite premium transition contribution, which is not included in 2023 department budgets.

One new position is included in the Social Services budget to be paid for by ARPA funds. Future commitment to this position will be considered pending staff turnover and budget allowances.

POSITION CHANGES

Department	New Position or Revised Position Title	Grade	New/Added/Replaces/Grade Change	Effective Date	Exempt/Nonexempt	Union
Social Services	Human Services Manager	19	New position	4/1/2023	Exempt	none
Telecommunicator (dispatcher)	Sheriff's Department	10	Added 1 position, replaces two parttime positions	1/1/2023	Nonexempt	Teamsters

The Human Services Manager position is budgeted using ARPA funds to address a state priority of developing a Resource Center and to perform as second to the Director in Social Services

The Telecommunicator position replaces a part-time telecommunicator position and part-time inventory specialist in the Sheriff's Department

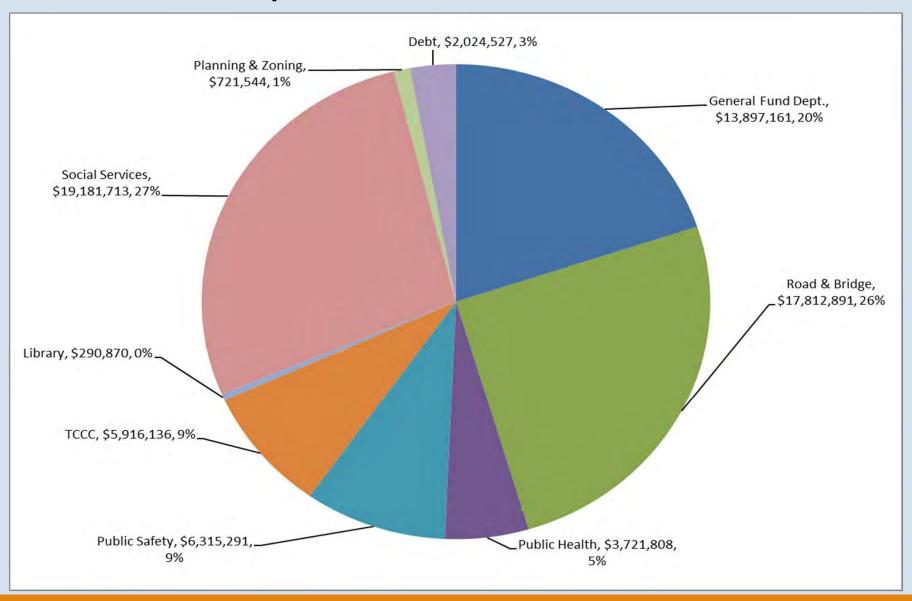
Use of American Rescue Plan Act Funds

•	Highway: County road project contracts: Social Services: Various programs' assistance for mental health, childcare, foster youth and development	\$1,800,000
	of Resource Center and position:	\$418,317
•	Sheriff's Department: Mobile dispatch station unit:	\$192,797
	Public Health: Covid response measures and associated payroll costs:	\$90,000
•	Finance Department: Amount towards Federal Single Audit costs associated with audit of ARPA expenditures:	\$10,000

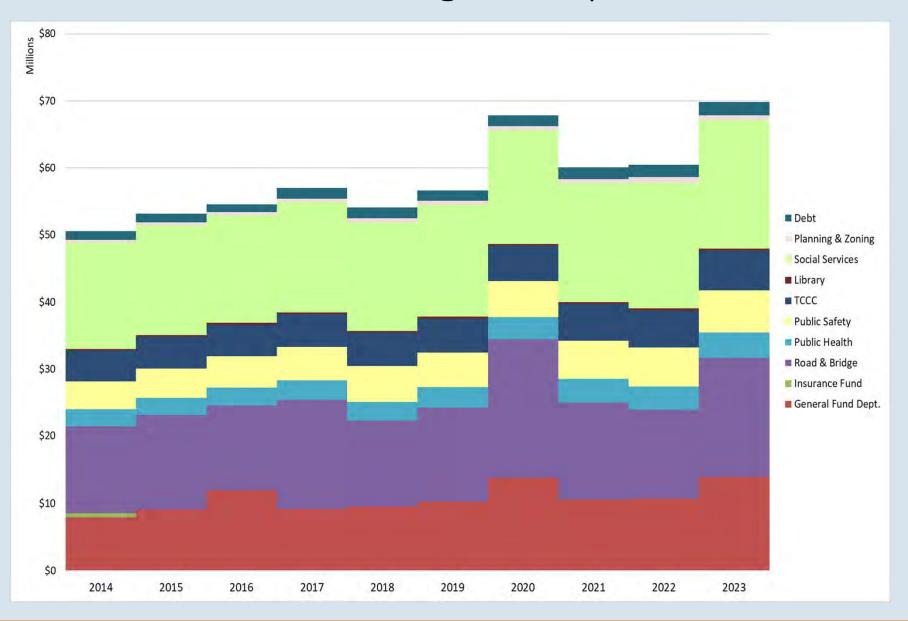
TOTAL:

\$2,511,114

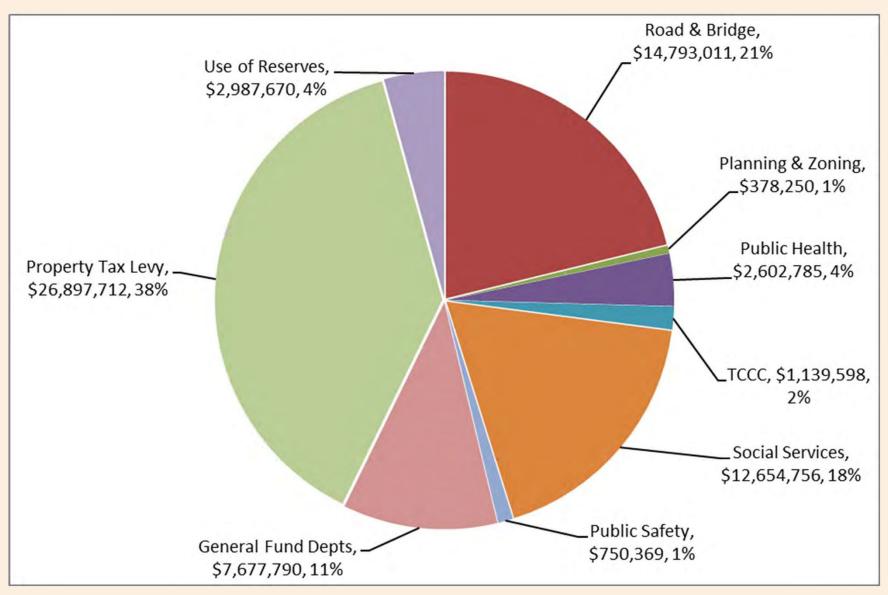
2023 Expenditure Breakdown



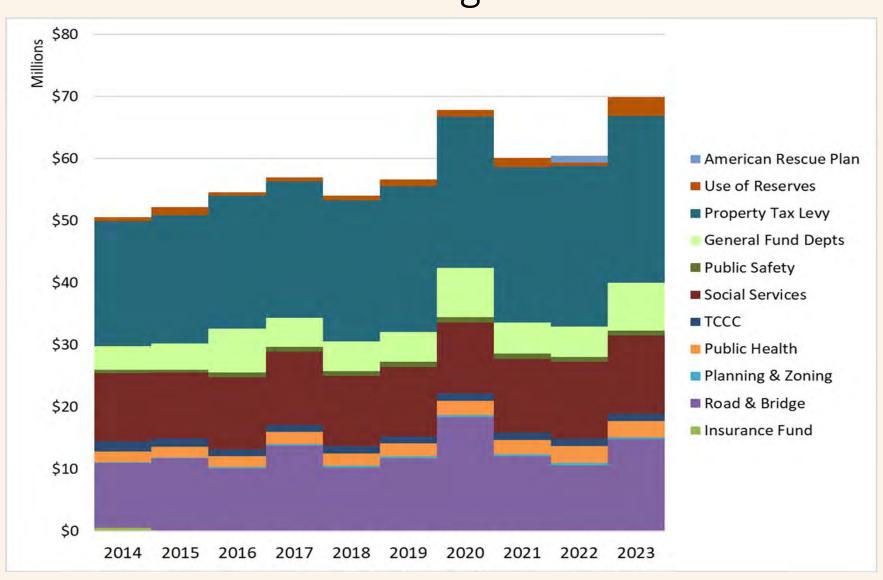
2014 to 2023 Budgeted Expenditures

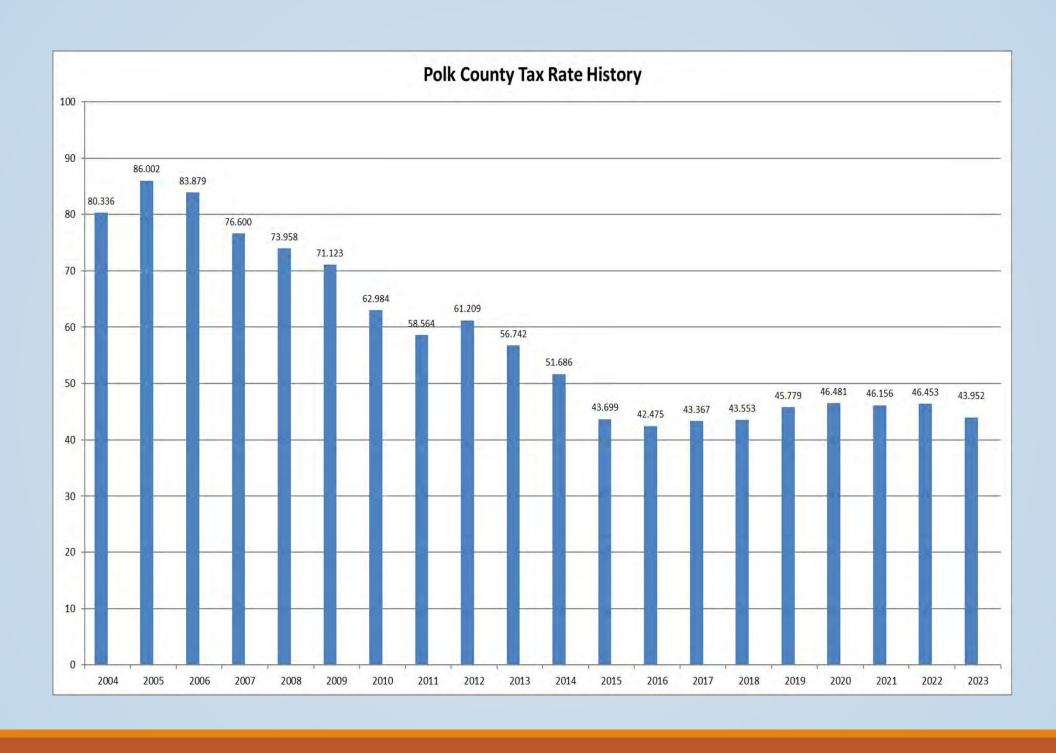


2023 Revenue Breakdown



2014 to 2023 Budgeted Revenues





Region Tax Rates History as % of Value

COUNTY	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
KITTSON	33.77	35.591	31.334	30.667	30.296	30.844	29.227	26.775	27.035	29.093	29.350	31.479	33.329
MARSHALL	36.594	35.905	32.76	25.807	23.119	23.065	26.452	27.652	28.905	29.86	29.883	30.346	25.293
ROSEAU	65	75.4	69.29	65.692	63.519	59.953	54.439	54.751	52.71	53.374	56.200	58.688	53.58
BELTRAMI	54.00	56.875	56.93	56.742	59.251	60.578	61.579	60.924	63.301	64.158	66.200	61.697	
RED LAKE	50.39	55.553	55.9	49.01	44.654	41.744	39.233	39.846	44.113	44.113	45.915	46.400	36.33
POLK	58.472	60.897	56.23	51.686	43.699	42.475	43.367	43.553	45.779	46.481	46.156	46.453	43.952
CLEARWATER	45.58	49.925	51.92	57.683	58.564	56.496	56.899	53.893	54.958	54.958	59.643	58.586	27.459
PENNINGTON	72.306	78.038	73.56	69.651	64.034	59.084	66.61	66.906	67.218	71.259	73.144	72.926	59.71
MAHNOMEN	94.216	96.874	89.76	78.578	74.77	71.906	70.721	72.942	74.363	75.558	66.827	68.046	67.508
NORMAN									42.526	41.558	42.191	43.296	

Fifteen Year Tax Levy Increases Comparison 2008 to 2023												
			Gross		County			Net				
	Levy Year		Levy	-	Program Aid	=		Levy				
base year	2008	\$	19,190,935		\$ 1,509,677		\$	17,681,258				
	2009	\$	20,070,592		\$ 1,728,314		\$	18,342,278				
	2010	\$	20,031,766		\$ 1,446,581		\$	18,585,185				
	2011	\$	20,314,789		\$ 1,417,670		\$	18,897,119				
	2012	\$	20,598,246		\$ 1,417,670		\$	19,180,576				
	2013	\$	20,779,779		\$ 1,119,689		\$	19,660,090				
	2014	\$	21,313,516 21,761,154		\$ 1,260,224		\$	20,053,292 20,654,891				
	2015 2016	\$ \$	22,220,232		\$ 1,106,263 \$ 843,587		\$ \$	21,376,645				
	2017	\$	22,860,841		\$ 843,196		\$	22,017,945				
	2018	\$	23,781,233		\$ 991,760		\$	22,789,473				
	2019	\$	24,627,431		\$ 1,096,702		\$	23,530,729				
	2020	\$	25,530,404		\$ 1,230,433		\$	24,299,971				
	2021	\$	26,430,689		\$ 1,430,689		\$	25,000,000				
	2022	\$	27,269,403		\$ 1,394,403		\$	25,875,000				
	2023	\$	28,280,536		\$ 1,382,824		\$	26,897,712	Proposed Fir	nal Levv		
	2020	Ψ.			,,cc_,c_ :		Ť	20,001,112	opocou	.e =0 vy		
	Increase(decrease	e) Over prior year			Ir	crea						
	,		Gross Levy					Net Levy				
	2009	\$	879,657				\$	661,020	3.738535%			
	2010	\$	(38,826)				\$	242,907	1.324301%			
	2011	\$	283,023				\$	311,934	1.678401%			
	2012	\$	283,457				\$	283,457	1.500001%			
	2013	\$	181,533				\$	479,514	2.499998%			
	2014	\$	533,737				\$	393,202	2.000001%			
	2015	\$	447,638				\$	601,599	3.000001%			
	2016	\$	459,078				\$	721,754	3.494349%			
	2017	\$	640,609				\$	641,300	3.000003%			
	2018	\$	920,392			1	\$	771,528	3.504087%			
	2019	\$	846,198			+	\$	741,256	3.252625%			
-	2019	\$	902,973			1	\$	741,236	3.269095%			
	2020						\$	· · · · · · · · · · · · · · · · · · ·				
		\$	900,285					700,029	2.880781%			
	2022	\$	838,714			<u>L</u>	\$	875,000	3.500000%			
	2023	\$	1,011,133				\$	1,022,712	3.952510%			
Total a	nnual increases	\$	9,089,601				\$	8,193,742				
	verage Increase	\$	605,973				\$	585,267	2.839646%			