



State of Main Street

Listening Session Trends

Please note that these are preliminary numbers subject to minor changes pending the final city budget reports.

Dataset #1: Budgeted Revenue

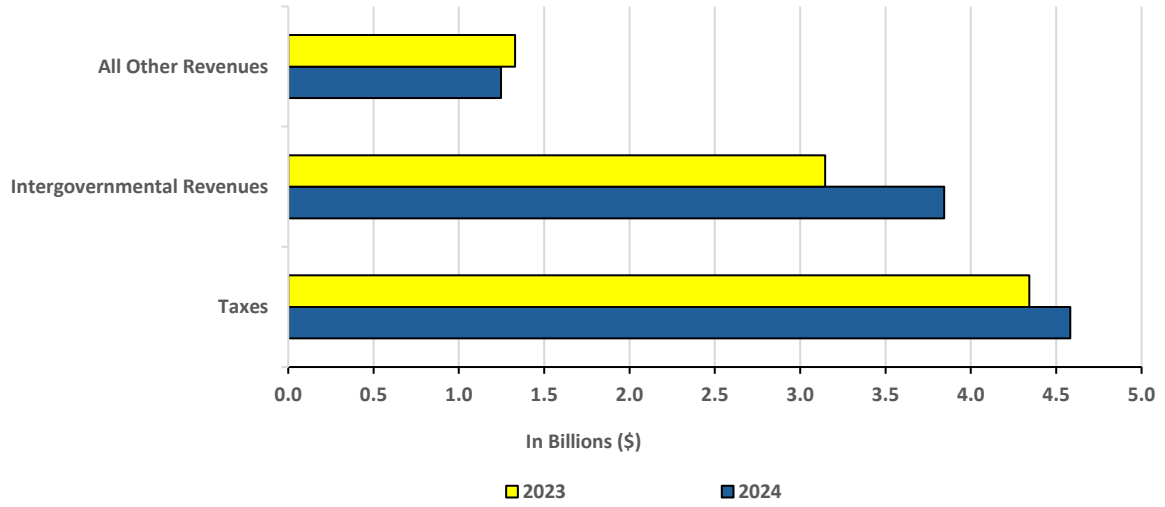
- ◆ **The principal sources of budgeted revenues for counties and cities in 2023 and 2024 were: Taxes and Intergovernmental revenues (IGR).**
 - For counties, the percentage of total budgeted revenues derived from taxes decreased, while it increased for IGR from 2023 to 2024.
 - For cities, the percentage of total budgeted revenues derived from taxes and IGR remained the same from 2023 to 2024.
 - For counties, the revenue categories showing the greatest percentage increases were IGR's (federal, state, and local grants) and interest on investments.
 - For cities, the revenue categories showing the greatest percentage increases were all other Taxes (local sales, franchise, hotel/motel, gambling, and gravel taxes) and interest on investments.



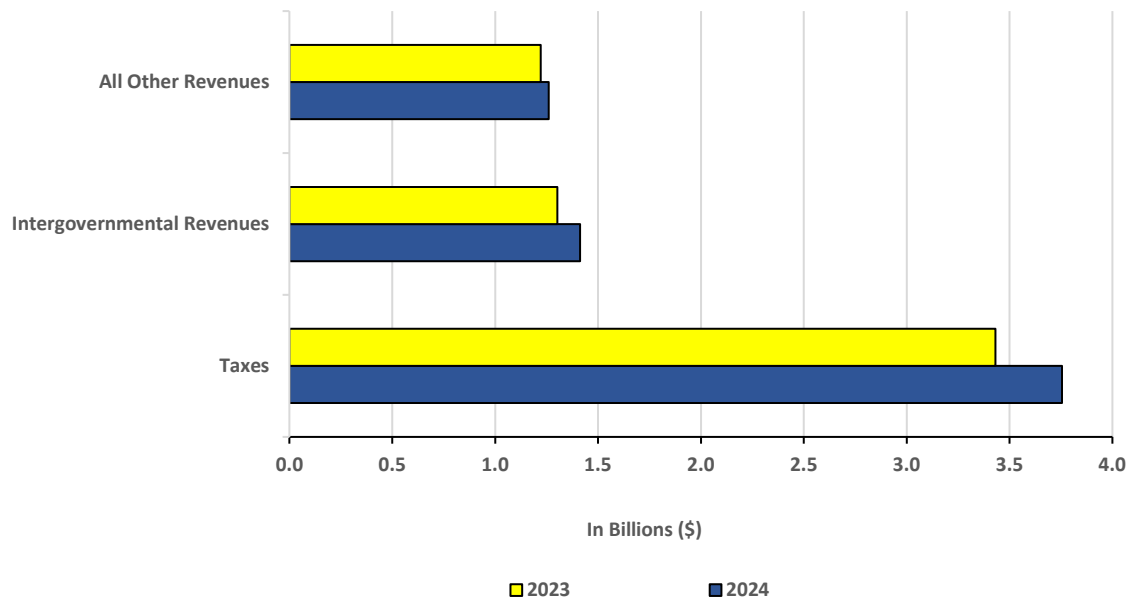
State of Main Street

Listening Session Trends

2023 and 2024 County Budgeted Revenues



2023 and 2024 City Budgeted Revenues

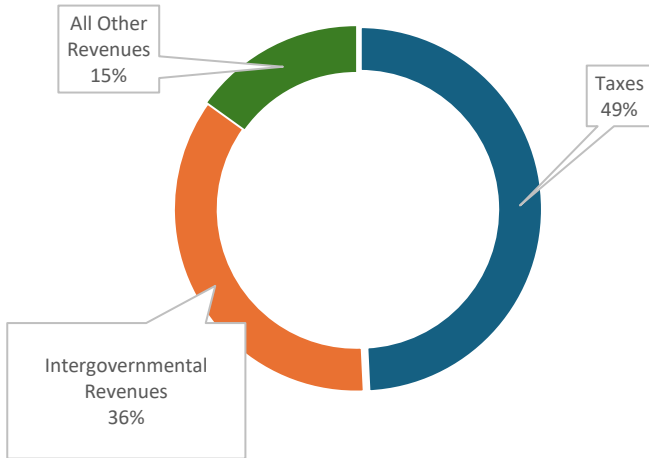




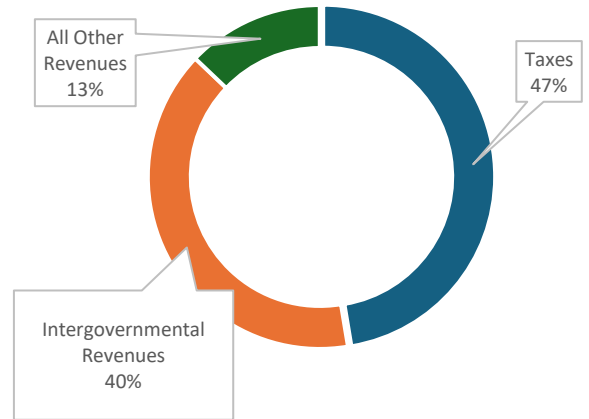
State of Main Street

Listening Session Trends

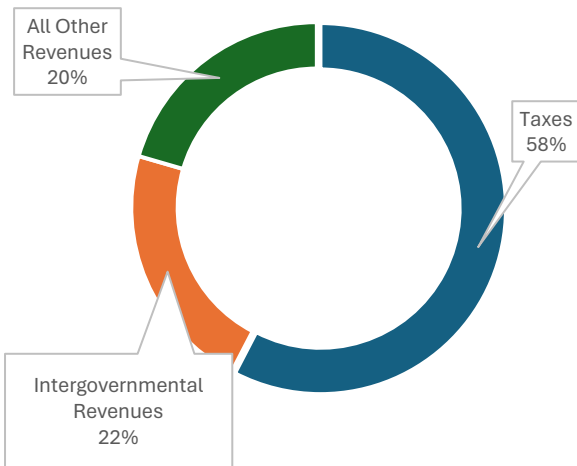
2023 County Revenue Sources as a Percent of Total Revenues



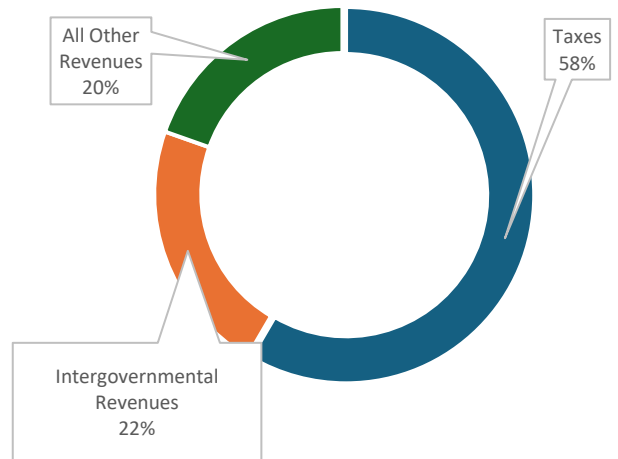
2024 County Revenue Sources as a Percent of Total Revenues



2023 City Revenue Sources as a Percent of Total Revenues



2024 City Revenue Sources as a Percent of Total Revenues

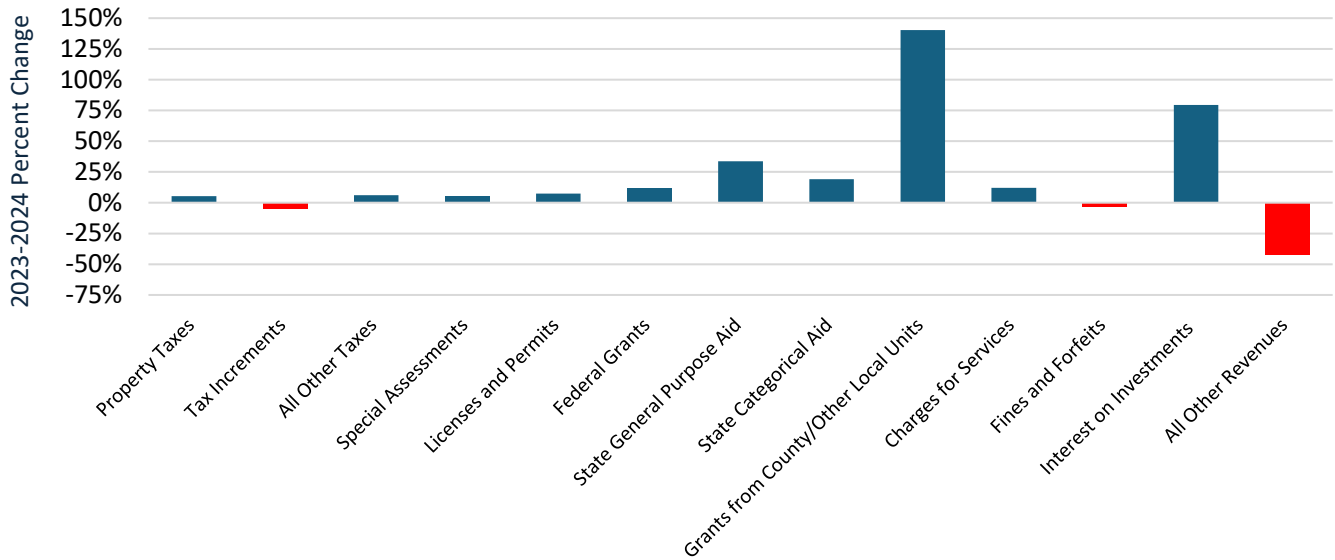




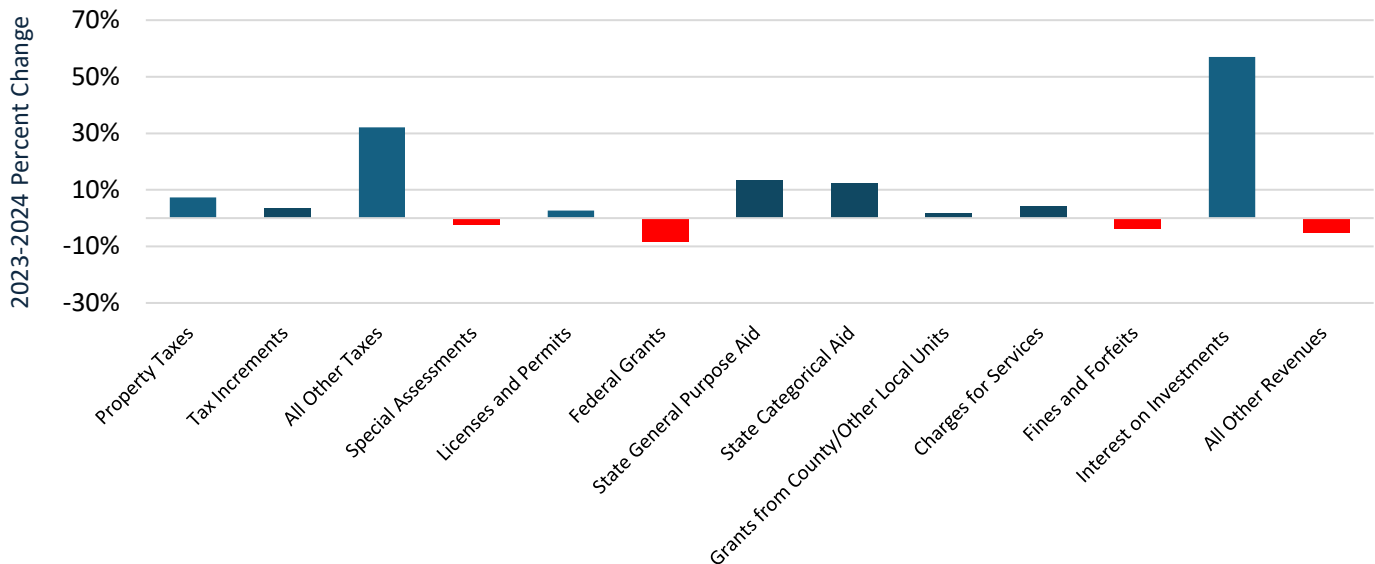
State of Main Street

Listening Session Trends

2023-2024 County Revenue Source Percent Change



2023-2024 City Revenue Source Percent Change





State of Main Street

Listening Session Trends

Dataset #2: Budgeted Expenditures

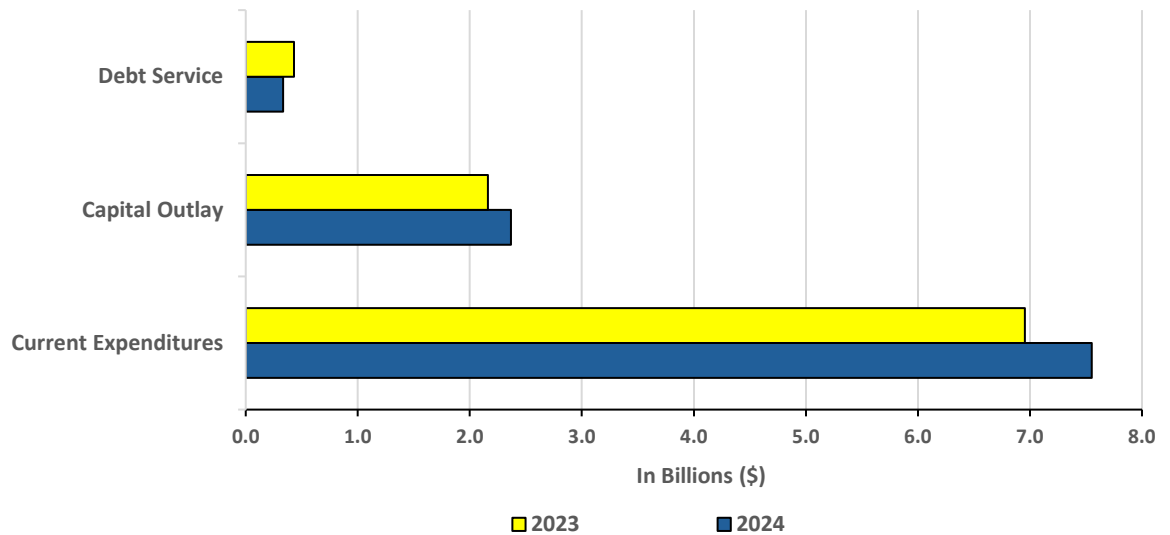
- ◆ **The two major categories of budgeted expenditures for counties and cities in 2023 and 2024 were: Current Expenditures and Capital Outlay.**
 - For counties, the percent of total budgeted expenditures increased slightly for current expenditures from 2023 to 2024.
 - For cities, the percent of total budgeted expenditures decreased slightly for current expenditures while capital outlay increased slightly from 2023 to 2024.
 - For counties, the budgeted expenditure categories showing the greatest percentage increases were streets and highways capital outlay, general government, and health current expenditures.
 - For cities, the budgeted expenditure categories showing the greatest percentage increases were human services and conservation of natural resources current expenditures and all other capital outlay.



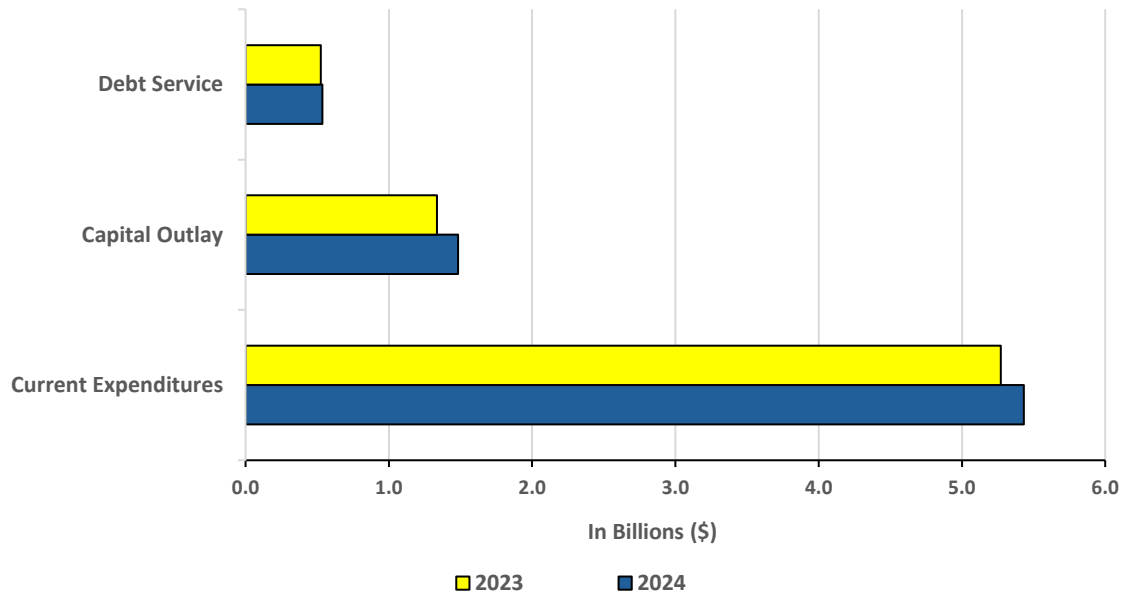
State of Main Street

Listening Session Trends

2023 and 2024 County Budgeted Expenditures



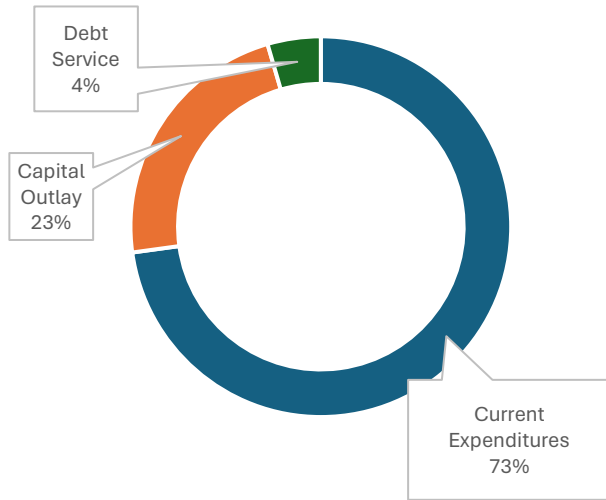
2023 and 2024 City Budgeted Expenditures



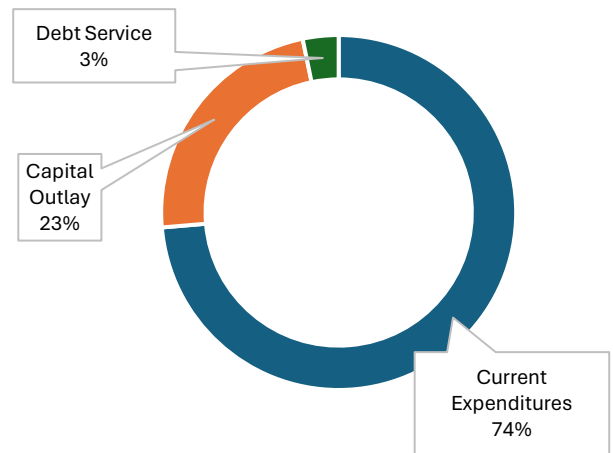
State of Main Street

Listening Session Trends

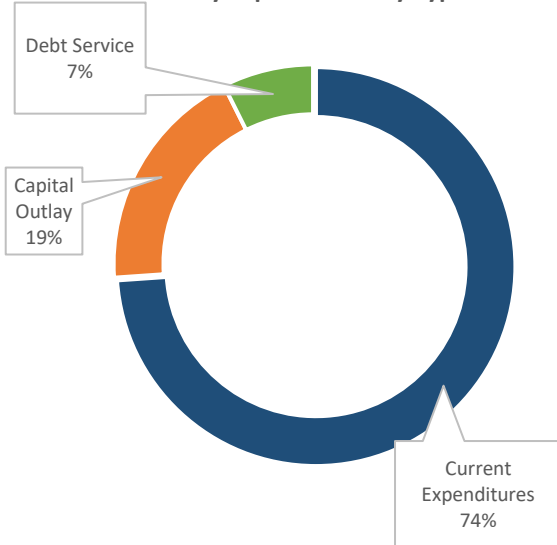
2023 County Expenditures by Type



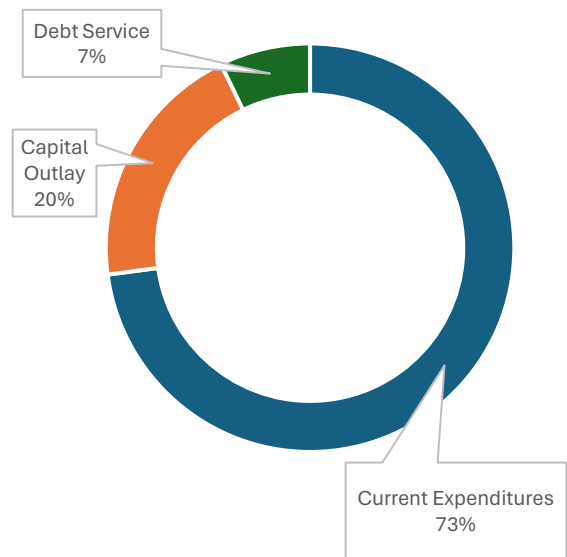
2024 County Expenditures by Type



2023 City Expenditures by Type



2024 City Expenditures by Type

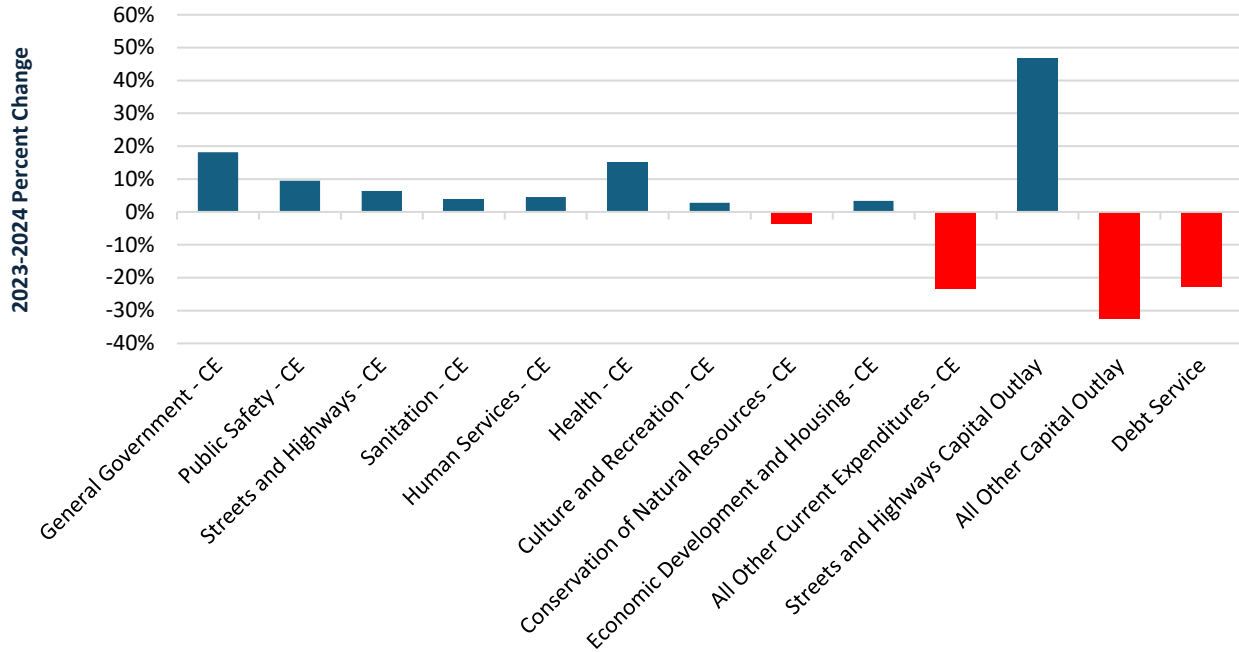




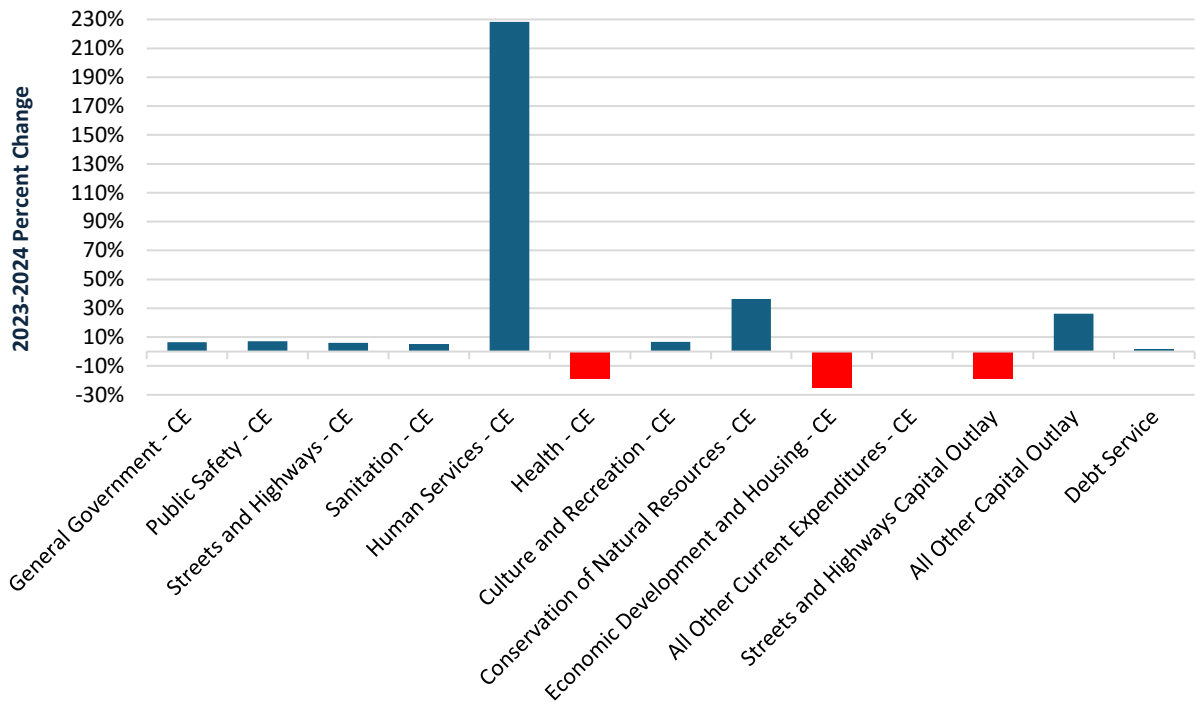
State of Main Street

Listening Session Trends

2023-2024 County Expenditures Percent Change



2023-2024 City Expenditures Percent Change





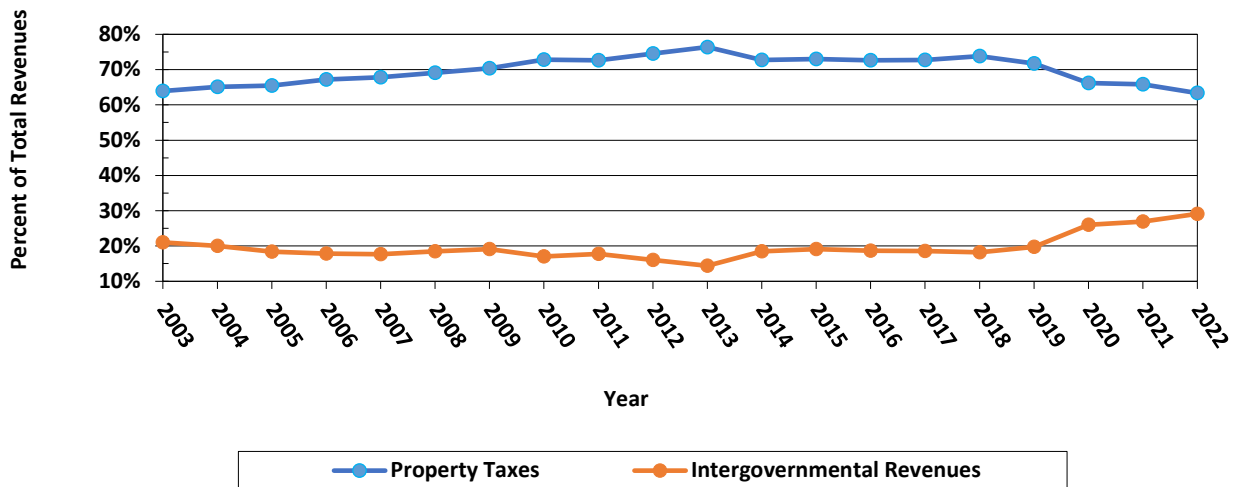
State of Main Street

Listening Session Trends

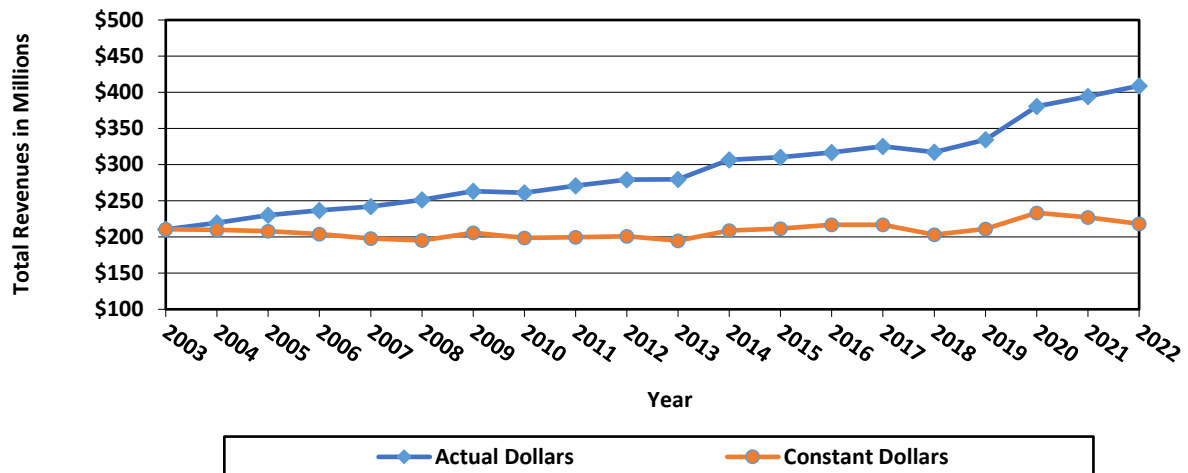
Dataset #3: Revenue (Township)

- ◆ The share of township revenue from property taxes decreased as the share of revenue from intergovernmental revenues increased over the past 20 years. This trend has accelerated since 2019.
- ◆ When adjusted for inflation, total township revenue increased over the past 20 years.

Township Property Taxes and Intergovernmental Revenues as a percent of Total Revenues, 2003 - 2022



**Change in Total Revenues (Townships)
Actual and Constant Dollars, 2003 - 2022**





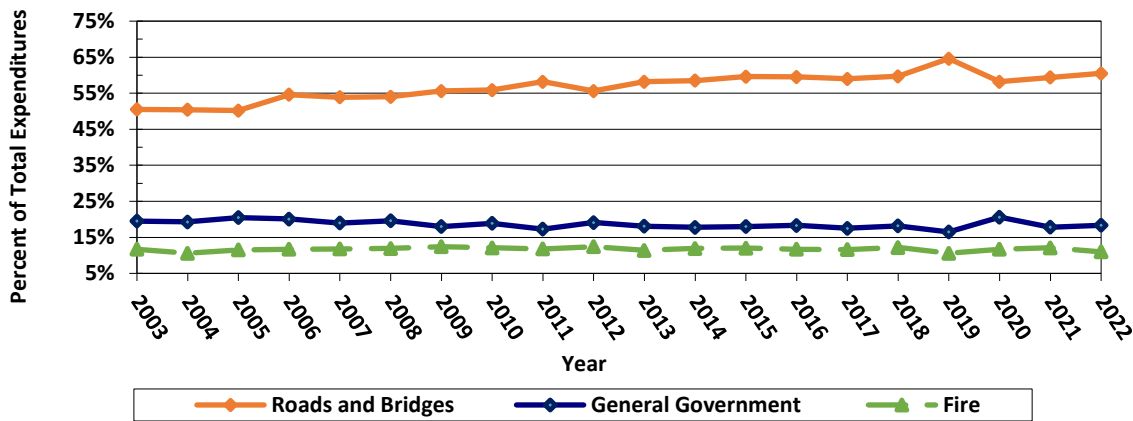
State of Main Street

Listening Session Trends

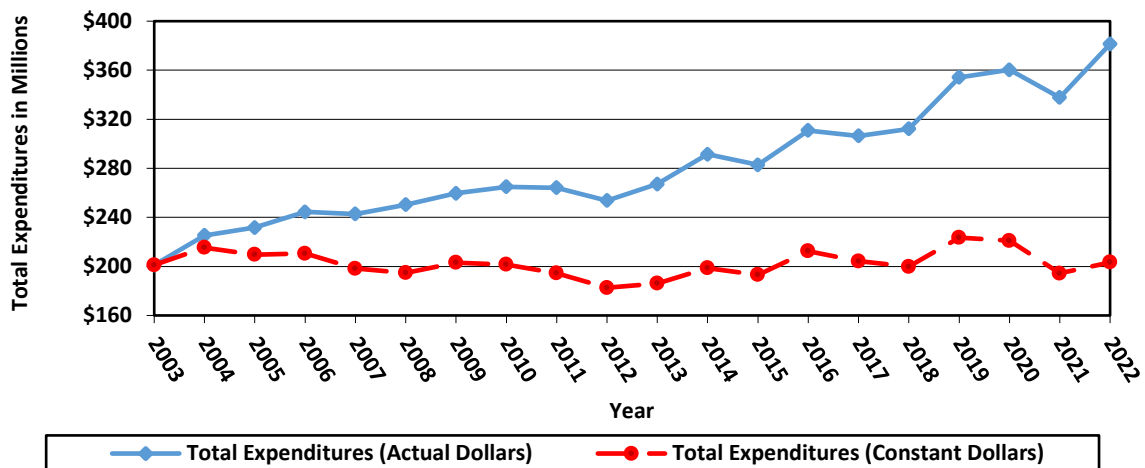
Dataset #4: Expenditure (Township)

- ◆ The proportion of township expenditures on roads and bridges increased over the past 20 years.
- ◆ When adjusted for inflation, total township expenditures increased over the past 20 years.

Township Primary Categories of Expenditures, 2003 - 2022



Change in Total Expenditures (Townships) Actual and Constant Dollars, 2003 - 2022





State of Main Street

Listening Session Trends

Dataset #5: Debt and Major State Aid (Township)

- ◆ Township debt as a proportion of revenues decreased over the past 20 years.
- ◆ Since the first year of Town Aid (2014), its share of total town revenues has decreased.

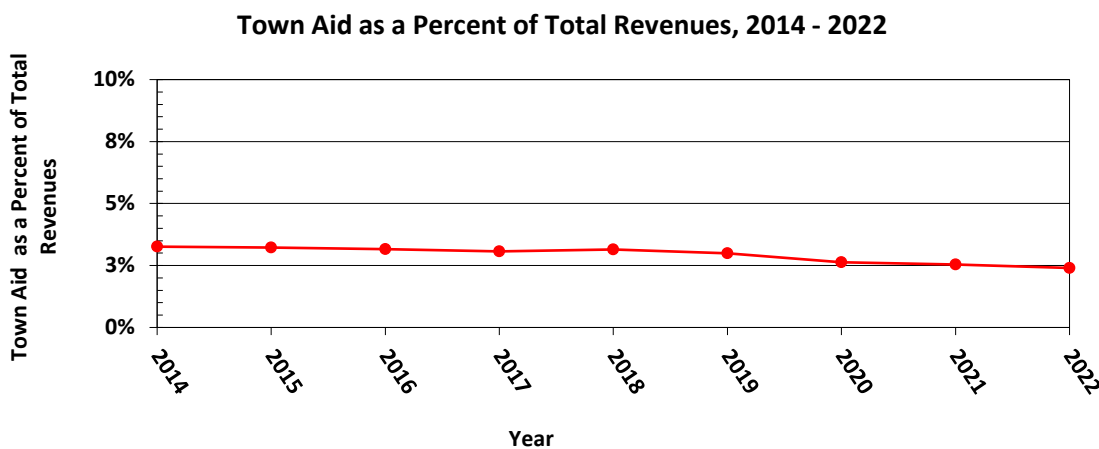
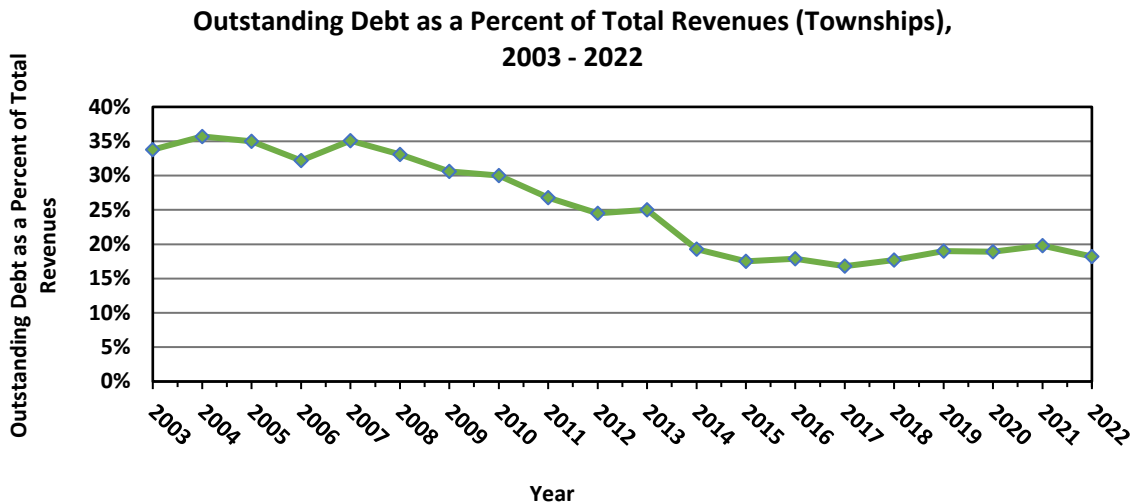


Table 1
Minnesota Counties Summary of Budgeted Revenues and Expenditures
Revised 2023 and 2024

Revenues	Revised 2023*		2024		Percent
	Amount	%***	Amount	%***	Change
Property Taxes	\$ 3,745,209,817	42.5%	\$ 3,949,132,307	40.8%	5.4%
Tax Increments	565,350	0.0%	535,760	0.0%	-5.2%
All Other Taxes	596,124,095	6.8%	632,483,544	6.5%	6.1%
Special Assessments	48,574,784	0.6%	51,048,517	0.5%	5.1%
Licenses and Permits	40,837,278	0.5%	43,818,453	0.5%	7.3%
Intergovernmental Revenues					
Federal Grants	\$1,092,274,608	12.4%	\$1,219,390,140	12.6%	11.6%
State General Purpose Aid	319,288,229	3.6%	426,809,560	4.4%	33.7%
State Categorical Aid	1,628,237,155	18.5%	1,941,245,283	20.1%	19.2%
Grants from County/Other Local Units	106,281,351	1.2%	255,270,159	2.6%	140.2%
Total Intergovernmental Revenues	\$ 3,146,081,343	35.7%	\$ 3,842,715,142	39.7%	22.1%
Charges for Services	629,693,315	7.1%	705,935,847	7.3%	12.1%
Fines and Forfeits	6,990,094	0.1%	6,756,565	0.1%	-3.3%
Interest on Investments	75,823,029	0.9%	136,035,967	1.4%	79.4%
All Other Revenues	527,255,304	6.0%	303,638,466	3.1%	-42.4%
Total Revenues	\$ 8,817,154,409	100.0%	\$ 9,672,100,568	100.0%	9.7%
Other Financing Sources					
Proceeds from Bond Sales	331,583,451		241,837,847		
Other Financing Sources	105,202,101		159,963,688		
Transfers from Other Funds	180,483,514		117,502,895		
Total Revenues and Other Financing Sources	\$ 9,434,423,475		\$ 10,191,404,998		
Expenditures					
Current Expenditures					
General Government	\$ 1,337,251,441	19.2%	\$ 1,580,260,174	20.9%	18.2%
Public Safety	1,596,213,288	23.0%	1,747,989,708	23.1%	9.5%
Streets and Highways	699,944,291	10.1%	744,385,947	9.9%	6.3%
Sanitation	130,193,971	1.9%	135,265,146	1.8%	3.9%
Human Services	2,296,451,546	33.0%	2,400,609,399	31.8%	4.5%
Health	366,452,094	5.3%	421,867,003	5.6%	15.1%
Culture and Recreation	248,762,009	3.6%	255,597,575	3.4%	2.7%
Conservation of Natural Resources	123,400,825	1.8%	119,161,916	1.6%	-3.4%
Economic Development and Housing	98,898,638	1.4%	102,196,131	1.4%	3.3%
All Other Current Expenditures	56,865,124	0.8%	43,543,373	0.6%	-23.4%
Total Current Expenditures	\$ 6,954,433,227	100.0%	\$ 7,550,876,372	100.0%	8.6%
Percent of Total Expenditures		72.8%		73.7%	
Capital Outlay					
Streets and Highways Capital Outlay	\$ 1,145,238,032	12.0%	\$ 1,678,617,352	16.4%	46.6%
All Other Capital Outlay	1,017,106,315	10.7%	687,953,941	6.7%	-32.4%
Total Capital Outlay	\$ 2,162,344,347	22.6%	\$ 2,366,571,293	23.1%	9.4%
Debt Service					
Principal	\$ 222,547,043	2.3%	\$ 225,975,166	2.2%	1.5%
Interest and Fiscal Charges	209,061,165	2.2%	108,072,187	1.1%	-48.3%
Total Debt Service	\$ 431,608,208	4.5%	\$ 334,047,353	3.3%	-22.6%
Total Expenditures	\$ 9,548,385,782	100.0%	\$ 10,251,495,018	100.0%	7.4%
Other Financing Uses					
Other Financing Uses	2,367,689		2,135,488		
Transfers to Other Funds	81,701,534		58,006,083		
Total Expenditures and Other Financing Uses	\$ 9,632,455,005		\$ 10,311,636,589		
Increase/(Decrease) in Fund Balance	\$ (351,867,646)		\$ (174,799,797)		
Net Unrealized Gain or (Loss) from Investments	\$ (317,739)		NA		
Total Property Tax Levy**	\$ 3,720,523,159		\$ 3,954,103,102		6.3%

*The Revised 2023 column reflects the 2023 budgets adopted by the county boards in November and December of 2022 and, for some counties, revised 2023 budgets that were submitted with their 2024 budgets. The revised 2023 budgets may differ from what the county submitted to the OSA last year for several reasons, such as the inclusion of amendments to the budget, additional budgeted funds, new staff completing the form, or the correction of errors.

**Total Property Tax Levy refers to the total of all property tax bills within the county, whereas, Property Taxes refers to the anticipated amount of taxes collected.

***Due to rounding, the sum of the percentages may be more or less than 100 percent.

Table 1
Minnesota Cities Summary of Budgeted Revenues and Expenditures
Revised 2023 and 2024

Revenues	Revised 2023*		2024		Percent
	Amount	%***	Amount	%***	Change
Property Taxes	\$3,043,732,685	51.1%	\$3,265,412,704	50.8%	7.3%
Tax Increments	78,286,587	1.3%	80,861,620	1.3%	3.3%
All Other Taxes	309,700,276	5.2%	409,252,631	6.4%	32.1%
Special Assessments	143,993,596	2.4%	140,805,214	2.2%	-2.2%
Licenses and Permits	215,309,996	3.6%	221,171,569	3.4%	2.7%
Intergovernmental Revenues					
Federal Grants	\$234,832,506	3.9%	\$215,495,542	3.4%	-8.2%
State General Purpose Aid	561,685,142	9.4%	637,654,228	9.9%	13.5%
State Categorical Aid	423,958,650	7.1%	476,316,907	7.4%	12.3%
Grants from County/Other Local Units	81,883,008	1.4%	83,184,581	1.3%	1.6%
Total Intergovernmental Revenues	\$1,302,359,306	21.9%	\$1,412,651,258	22.0%	8.5%
Charges for Services	537,811,845	9.0%	559,762,726	8.7%	4.1%
Fines and Forfeits	23,779,966	0.4%	22,885,295	0.4%	-3.8%
Interest on Investments	48,477,775	0.8%	76,082,100	1.2%	56.9%
All Other Revenues	252,067,067	4.2%	239,444,299	3.7%	-5.0%
Total Revenues	\$5,955,519,099	100.0%	\$6,428,329,416	100.0%	7.9%
Other Financing Sources					
Proceeds from Bond Sales	339,663,343		394,485,791		16.1%
Other Financing Sources	94,375,365		84,990,228		-9.9%
Transfers from Other Funds	717,050,403		697,107,807		-2.8%
Total Revenues and Other Financing Sources	\$7,106,608,210		\$7,604,913,242		7.0%
Expenditures					
Current Expenditures					
General Government	\$857,303,079	16.3%	\$913,358,279	16.8%	6.5%
Public Safety	2,086,184,417	39.6%	2,232,750,977	41.1%	7.0%
Streets and Highways	698,408,944	13.2%	740,066,766	13.6%	6.0%
Sanitation	40,199,760	0.8%	42,285,928	0.8%	5.2%
Human Services	1,059,399	0.0%	3,478,768	0.1%	228.4%
Health	75,660,734	1.4%	61,242,982	1.1%	-19.1%
Culture and Recreation	711,861,635	13.5%	760,142,184	14.0%	6.8%
Conservation of Natural Resources	14,297,192	0.3%	19,500,189	0.4%	36.4%
Economic Development and Housing	504,365,638	9.6%	378,294,327	7.0%	-25.0%
All Other Current Expenditures	282,795,393	5.4%	281,813,816	5.2%	-0.3%
Total Current Expenditures	\$5,272,136,191	100.0%	\$5,432,934,216	100.0%	3.0%
Percent of Total Expenditures		73.9%		72.9%	
Capital Outlay					
Streets and Highways Capital Outlay	\$448,350,397	6.3%	\$364,092,804	4.9%	-18.8%
All Other Capital Outlay	887,961,678	12.4%	1,119,921,426	15.0%	26.1%
Total Capital Outlay	\$1,336,312,075	18.7%	\$1,484,014,230	19.9%	11.1%
Debt Service					
Principal	\$403,029,863	5.6%	\$401,588,759	5.4%	-0.4%
Interest and Fiscal Charges	122,932,990	1.7%	134,570,126	1.8%	9.5%
Total Debt Service	\$525,962,853	7.4%	\$536,158,885	7.2%	1.9%
Total Expenditures	\$7,134,411,119	100.0%	\$7,453,107,331	100.0%	4.5%
Other Financing Uses					
Other Financing Uses	4,393,222		5,728,935		
Transfers to Other Funds	509,558,528		541,352,878		
Total Expenditures and Other Financing Uses	\$7,648,362,869		\$8,000,189,144		
Increase/(Decrease) in Fund Balance	(\$251,159,572)		(\$290,477,098)		
Net Unrealized Gain or (Loss) from Investments	\$37,283,496		NA		
Total Property Tax Levy**	\$3,177,097,127		\$3,425,176,043		7.8%

*The column titled Revised 2023 reflects the 2023 budgets adopted by the city councils in November and December of 2022, and, for some cities, newly-submitted 2023 budgets and revised 2023 budgets submitted with their 2024 budgets. The revised 2023 budgets may differ from what the city submitted to the OSA last year for several reasons, such as the inclusion of amendments to the budget, additional budgeted funds, new staff completing the form, or the correction of errors.

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