



AD VALOREM TAX PUBLIC HEARING

2020 Budget Process
Shelton Metropolitan Parks District Board
October 15, 2019

Ad Valorem Tax 2020 (Property Tax)

- State law limits the annual increase in property taxes that may be imposed to 1% over the previous year or the annual increase in the Implicit Price Deflator (IPD), whichever is lower.
- As of the end of August 2019, the IPD was 1.396% which means all local governments may increase their property taxes by the full 1%.
- The Park District's 2020 budget is built using the full 1% increase on property tax as conforms with law.
- The County Assessor is responsible for the assessment of property valuation.
- 2020 collections are based on the Assessor's Office 2019 valuations.

2020 Property Tax – Shelton Municipal Park District

	<u>2018</u>	<u>2019</u>	<u>2020 ESTIMATE</u>
Assessed Valuation (City-wide)	\$ 652,529,064	\$ 712,548,758	\$ 776,678,146
Assessed Valuation/1,000	652,529	712,549	776,678
Levy Rate (SMPD)	0.74	0.69	0.65
Budgeted Revenue (SMPD)	\$ 485,548	\$ 493,378	\$ 503,490
For Discussion Purposes Only			
\$250,000 valued property (2019)	\$ 228,940	\$ 250,000	\$ 272,500
Regular Levy Paid - Annual	170	173	177
Total Property Tax (SMPD)	\$ 170	\$ 173	\$ 177

■ Opportunity for Public Comment



2ND PUBLIC HEARING: 2020 SMPD BUDGET

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General Budget Assumptions

- **REVENUE:**

- Property Tax will increase 1.3% over 2019 Estimate (Statutory limit + Est on new construction)

- **EXPENSE:**

- Medical increase = 6%
- Dental increase = 4% (Washington Dental Plan) or 5% (Willamette)
- PERS Rate = 12.96% (set by the State)
- COLA Adjustment (based on West Region CPI) = 3%
- Nonlabor expenses will increase by CPI, except where contracted and known
- IPD > 1%, Council will adopt a Substantial Need Ordinance should IPD be less than 1%
- Council will approve the updated non-represented salary scale

Shelton Municipal Park District

	2019 Budget	2020 Proposed
Beginning Balance	376,144	413,451
Revenue		
Property Tax	493,378	503,490
Forest Excise Tax	100	100
Total Revenue	493,478	503,590
Expense		
Auditor	1,300	1,300
Advertsing	275	200
Insurance	5,000	5,000
City Services (Parks & Rec)	449,596	443,270
Total Expense	456,171	449,770
Ending Balance	413,451	467,271
Recreation - City	66,607	84,520
Parks - City	382,989	358,750
Total	449,596	443,270

■ Opportunity for Public Comment