

**City of Minneapolis
2020 Budget**

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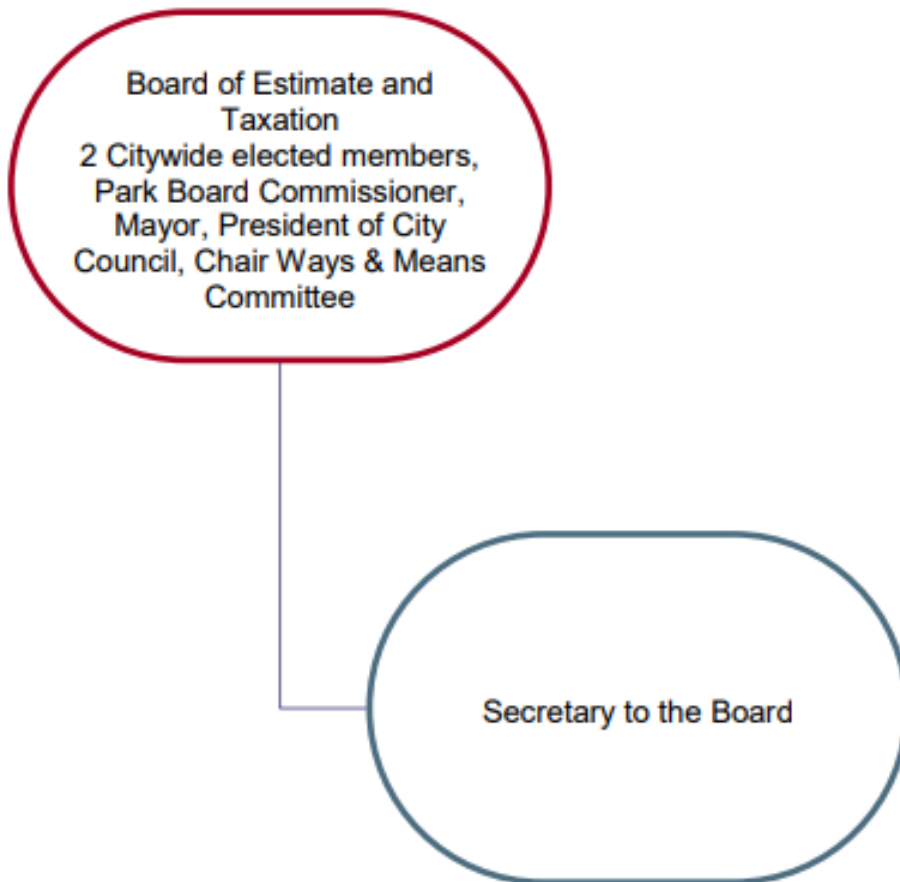
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BOARD OF ESTIMATE AND TAXATION

MISSION

The mission of the Board of Estimate & Taxation (“BET”) is to obtain citizen input relating to setting the maximum tax levies of the City for compliance with the City Charter and The Truth In Taxation State Statute. The Board, after receiving recommendations from the [Mayor](#), [City Council](#), Minneapolis Park Board, and the Public, sets the maximum tax levies by individual levy for the following: General Fund, Permanent Improvement Fund, Bond Redemption Fund, Minneapolis Fire Relief Association, Minneapolis Police Relief Association, Minneapolis Employees Retirement Fund, Minneapolis Public Housing Authority, Economic Development Chapter 595 levy, Teacher’s Retirement Association levy, Municipal Building Commission, Board of Estimate & Taxation, Lake Pollution Control, Tree Preservation & Reforestation, Shade Tree Diseased Control, Park Rehabilitation & Parkway Maintenance, Park and Recreation. The Board, on an affirmative vote of at least 4 members, authorizes the City to issue General Obligation Bonds of the City of Minneapolis which are used to support the City’s Capital Infrastructure Program - the exception is for Tax Increment Bonds which are issued by the City Council.



Upon request by the City Council and the Park and Recreation Board, BET may vote to authorize the City to incur indebtedness by issuing and selling bonds, and by doing so, pledges full faith and credit of the City for payment of principal and interest. BET establishes the maximum property tax levies for funds of the City under the State’s Truth-in-Taxation requirements and the City Charter.

FINANCIAL ANALYSIS

Expenditure

The 2020 expense budget for BET is \$0.1 million, a 60% decrease from 2019. Personnel related costs comprise 87% of the budget, with contractual and operating expenses representing the remaining 13%.

Revenue

The revenue budget is \$0.1 million, a decrease of 60% from the 2019 adopted budget. The Board receives all of its revenue from property tax.

Mayor's Recommended Budget

The mayor made no changes to the Board's proposed budget.

Adopted Budget

The Board approved the Mayor's recommendation.

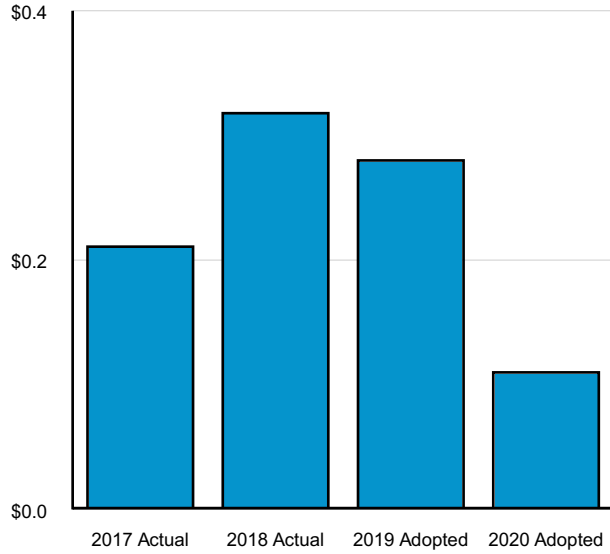
BOARD OF ESTIMATE & TAXATION EXPENSE AND REVENUE INFORMATION

EXPENSE	2017 Actual	2018 Actual	2019 Adopted	2020 Adopted	Percent Change	Change
SPECIAL REVENUE						
SALARIES AND WAGES	161,228	170,265	206,054	70,000	-66.0%	(136,054)
FRINGE BENEFITS	24,022	25,161	48,027	11,650	-75.7%	(36,377)
CONTRACTUAL SERVICES	18,440	18,061	16,561	17,836	7.7%	1,275
OPERATING COSTS	8,148	5,410	10,359	11,500	11.0%	1,141
TOTAL SPECIAL REVENUE	211,838	218,897	281,001	110,986	-60.5%	(170,015)
TOTAL EXPENSE	211,838	218,897	281,001	110,986	-60.5%	(170,015)

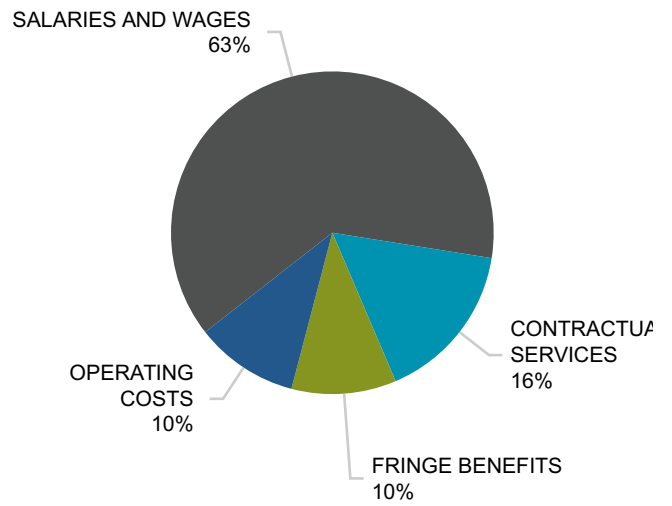
REVENUE	2017 Actual	2018 Actual	2019 Adopted	2020 Adopted	Percent Change	Change
SPECIAL REVENUE						
PROPERTY TAXES	177,032	190,643	210,000	—	-100.0%	(210,000)
SALES AND OTHER TAXES	4	63	—	—	0.0%	0
STATE GOVERNMENT	256	271	—	—	0.0%	0
USE OF FUND BALANCE	—	—	66,001	110,986	68.2%	44,985
SPECIAL REVENUE	177,292	190,977	276,001	110,986	-59.8%	(165,015)
TOTAL REVENUE	177,292	190,977	276,001	110,986	-59.8%	(165,015)

BOARD OF ESTIMATE & TAXATION EXPENSE AND REVENUE INFORMATION

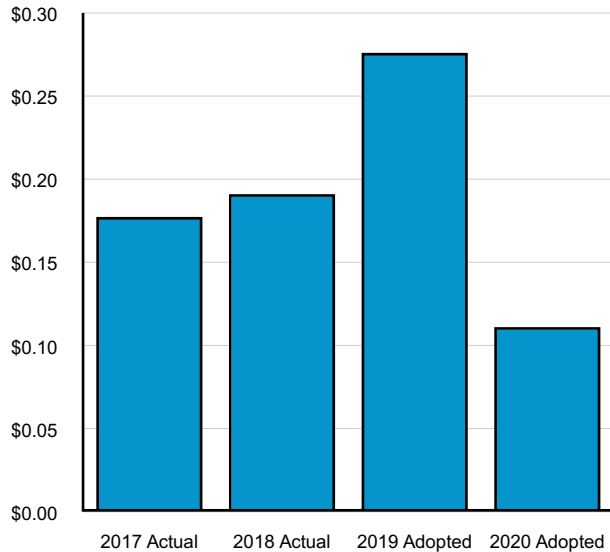
Expense 2017 - 2020 In Millions



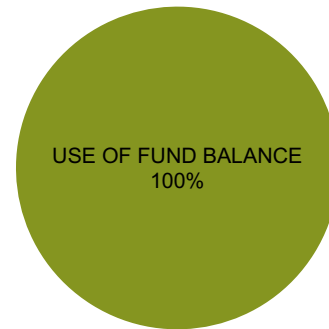
Expense by Category



Revenue 2017 - 2020 In Millions



Revenue by Type



MUNICIPAL BUILDING COMMISSION

MISSION

The Municipal Building Commission (MBC) was created by state statute in 1904 and charged with exclusive care and control of the Minneapolis City Hall and Hennepin County Courthouse building to provide effective and efficient services to operate, maintain, and preserve this historic landmark building and ensure a safe and functional environment for City and County government employees, citizens, and elected officials.

BUSINESS LINES

Care for Minneapolis City Hall and Hennepin County Courthouse Building:

The MBC is responsible for maintaining the building operating systems including mechanical, electrical, fire/life/safety, and elevators. In addition, the MBC is responsible for providing custodial, utility, security, repair, and maintenance services.

Control of Minneapolis City Hall and Hennepin County Courthouse Building:

The MBC is responsible for administrative functions including serving as staff to the MBC Board, implementing Board directives, space assignment and coordinating City and County tenant needs as well as planning, emergency preparedness, communications, human resources, labor relations, contract services, information technology, finance, accounting, payroll, and operating and capital budgeting activities.

Historic Preservation of the Minneapolis City Hall and Hennepin County Courthouse Building:

The MBC is responsible for all historic preservation activities in the building. Historic preservation refers to any and all activity, both operating and capital, in keeping with the agency's mission to provide effective and efficient services to operate, maintain, and preserve the historic landmark City Hall and Courthouse Building and ensure a safe and functional environment for City and County government employees, citizens and elected officials. The MBC recently celebrated the completion of the historic Clock Restoration Project and completion of repairs to the Bells Support system. The City Hall/Courthouse Catering and Events program helps facilitate historic preservation activities in the building by providing financial support of the Historic Preservation Fund.

Financial Arrangements and City Funding Relationships

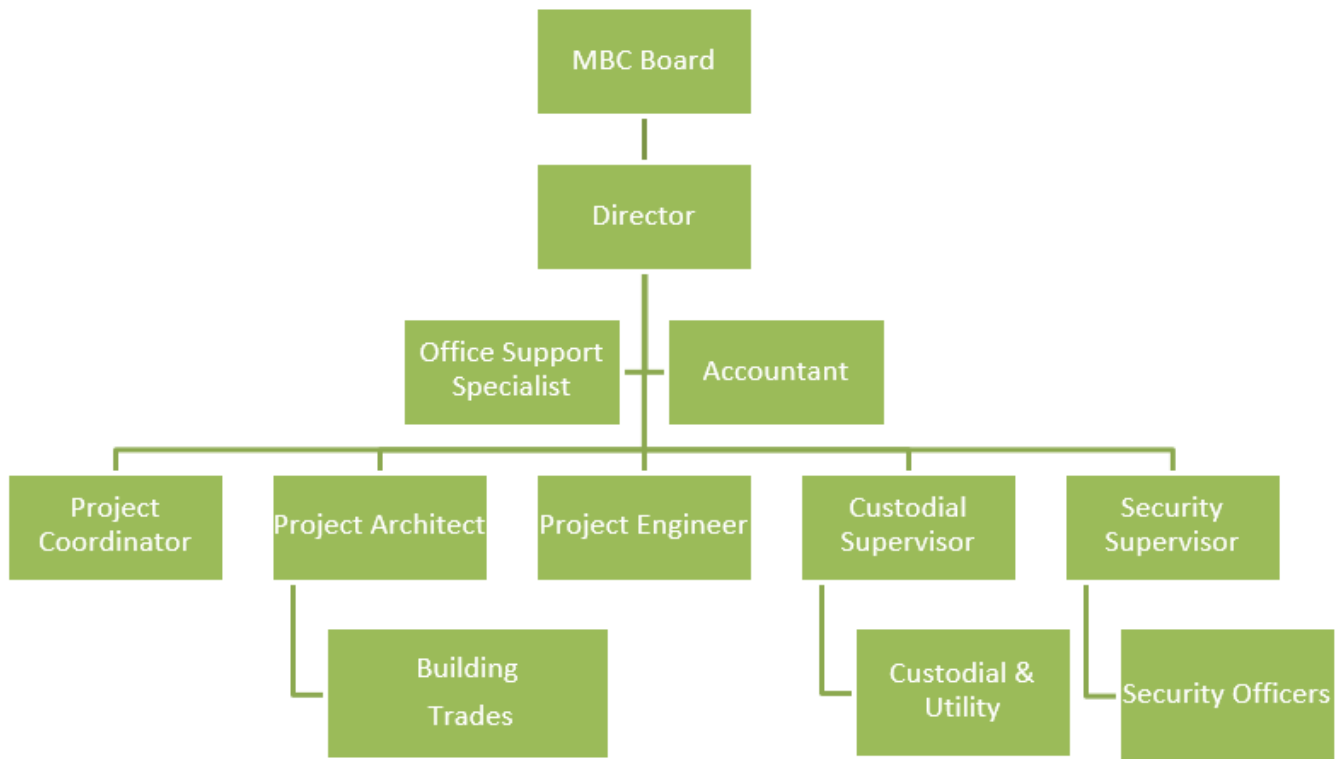
Funding Sources

The revenue budget for MBC in 2018 was \$9.8 million, approximately 40% funded by Hennepin County and approximately 60% funded by City property tax levy and state Local Government Aid (LGA).

2019 City Funding

The MBC, consisting of an appointed Board of Commissioners made up of two County and two City elected officials, sets its own budget in conformance with County and City guidelines and levy targets. By State Statute, the Mayor serves as the Vice President of the MBC Board and the second City member is an appointee of the Minneapolis City Council. The MBC has historically been the recipient of about 0.3% of the City of Minneapolis's LGA funding from the State of Minnesota, which can fluctuate year to year depending on the total LGA allocation to the City under State law. While the MBC budget is set independently of the City, the City has, at times, directly funded joint ventures in collaboration with the MBC and dedicated specific allocations to functions carried out by the MBC.

MBC ORGANIZATION CHART



FINANCIAL ANALYSIS

Expense

Municipal Building Commission’s 2020 budget of \$9,742,000 million is a 0.3% increase over the 2019 budget of \$9716884,000. Personnel costs and contractual services represent 61% and 39% of the expenditure budget, respectively.

Revenue

The revenue budget for MBC is \$9.8 million, a 1.6% increase from 2019. The board will receive nearly all of its revenues from charges for services.

Mayor’s Recommended Budget

The mayor made no changes to the proposed budget.

Adopted Budget

The Board approved the Mayor’s recommendations.

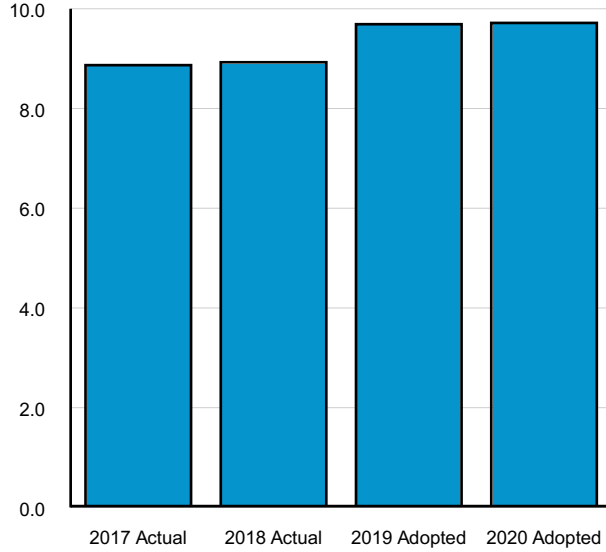
**MUNICIPAL BUILDING COMMISSION
EXPENSE AND REVENUE INFORMATION**

EXPENSE	2017 Actual	2018 Actual	2019 Adopted	2020 Adopted	Percent Change	Change
SPECIAL REVENUE						
SALARIES AND WAGES	2,740,181	2,818,064	3,894,600	3,957,788	1.6%	63,188
FRINGE BENEFITS	1,107,063	1,212,017	1,988,278	2,056,545	3.4%	68,267
CONTRACTUAL SERVICES	3,951,751	4,287,615	3,138,500	3,131,316	-0.2%	(7,184)
OPERATING COSTS	871,779	506,078	669,506	571,245	-14.7%	(98,261)
CAPITAL	—	5,028	26,000	25,823	-0.7%	(177)
TRANSFERS	225,000	125,000	—	—	0.0%	—
TOTAL SPECIAL REVENUE	8,895,774	8,953,802	9,716,884	9,742,717	0.3%	375,989
TOTAL EXPENSE	8,895,774	8,953,802	9,716,884	9,742,717	0.3%	375,989

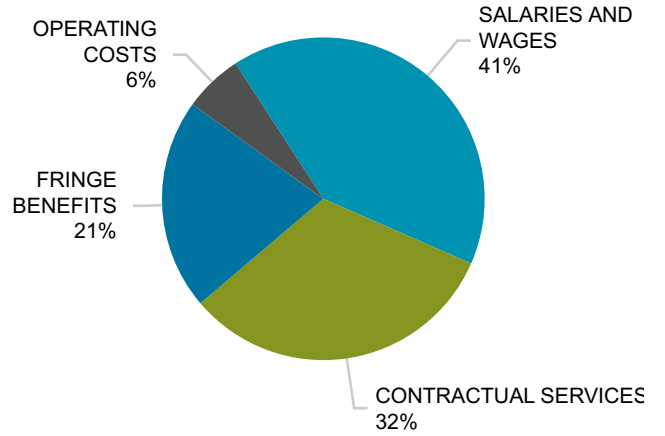
REVENUE	2017 Actual	2018 Actual	2019 Adopted	2020 Adopted	Percent Change	Change
SPECIAL REVENUE						
CHARGES FOR SALES	3,452	—	—	—	0.0%	—
CHARGES FOR SERVICES	8,610,000	8,261,005	9,478,109	9,626,841	4.0%	148,732
CONTRIBUTIONS	—	—	—	—	0.0%	—
OTHER MISC REVENUES	80,000	389	—	—	0.0%	—
RENTS	4,174	4,085	—	—	0.0%	—
STATE GOVERNMENT	234,724	238,627	238,598	245,841	1.7%	7,243
SPECIAL REVENUE	8,932,350	8,504,106	9,716,707	9,872,682	1.6%	155,975
TOTAL REVENUE	8,932,350	8,504,106	9,716,707	9,872,682	1.6%	155,975

MUNICIPAL BUILDING COMMISSION EXPENSE AND REVENUE INFORMATION

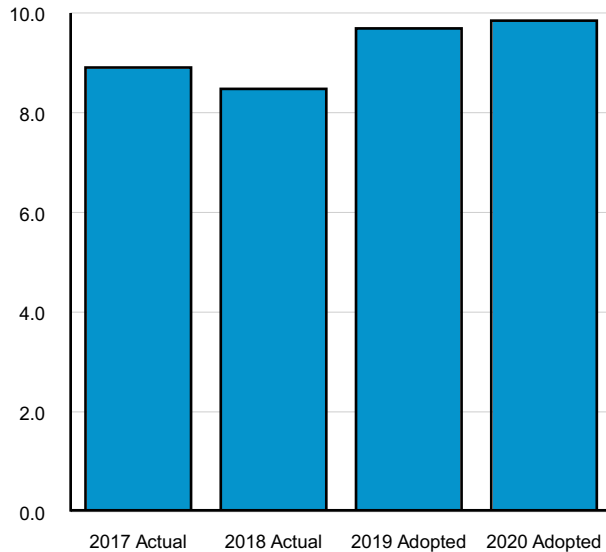
Expense 2017 - 2020 In Millions



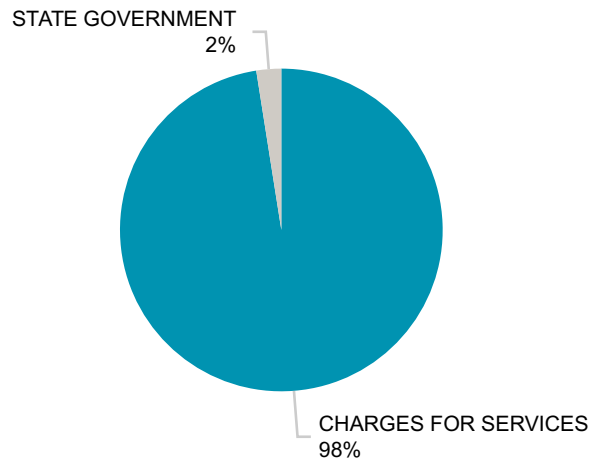
Expense by Category



Revenue 2017 - 2020 In Millions



Revenue by Type



* 2019 FTE counts may differ from 2018 adopted budget due to mid year adjustments, including funding and organizational changes.

MINNEAPOLIS PARK AND RECREATION BOARD

MISSION

The Minneapolis Park and Recreation Board shall permanently preserve, protect, maintain, improve and enhance its natural resources, parkland and recreational opportunities for current and future generations.

The Minneapolis Park and Recreation Board exists to provide places and recreation opportunities for all people to gather, celebrate, contemplate and engage in activities that promote health, well-being, community and the environment.

BUSINESS LINES

- Care & Maintenance of the Park System
- Recreation Facility Operations and Programming
- Planning for Development & Redevelopment of the Park System
- Park Safety & Security
- Executive Management
- Administrative Support Services
- Park System Communications & Marketing
- Enterprise Operations
- Acquisition, Construction and Improvement of the Park System

Financial Arrangements and City Funding Relationships

2020 City Funding

The MPRB, consisting of an independently elected Board of Commissioners sets its own budget and levy independently of the City, subject to the maximum levies certified by the Board of Estimate and Taxation. The MPRB has historically been the recipient of about 11.8% of the City of Minneapolis's LGA funding from the State of Minnesota, which can fluctuate year to year depending on the total LGA allocation to the City under State law. While the MPRB budget is set independently of the City, the City has, at times, directly funded joint ventures in collaboration with the MPRB and dedicated specific allocations to functions carried out by the MPRB. In 2016, the Mayor, City Council, the Park Board reached an agreement to fund the infrastructure and operations of our neighborhood parks and streets for the next 20 years, transparently and equitably.

More information regarding the Minneapolis Park and Recreation Board (MPRB) 2020 Annual Budget, and the Board's published budget book can be found at www.minneapolisparcs.org.

FINANCIAL ANALYSIS

Expense

The Board's 2020 expense budget is \$131.9 million, a 6.7% increase over 2019. Special Revenue funded activities accounts for most of this increase (\$6.0 million) with the remainder found in enterprise and internal service charges.

Revenue

The Board's 2020 revenue budget is \$131.9 million, a 6.4% increase over 2019. Special revenues account for approximately 81.3% of the MPRB revenues.

Mayor's Recommended Budget

The Mayor made no changes to the proposed budget.

Board Adopted Budget

The Board approved the Mayor's recommendations.

**PARK BOARD
EXPENSE AND REVENUE INFORMATION**

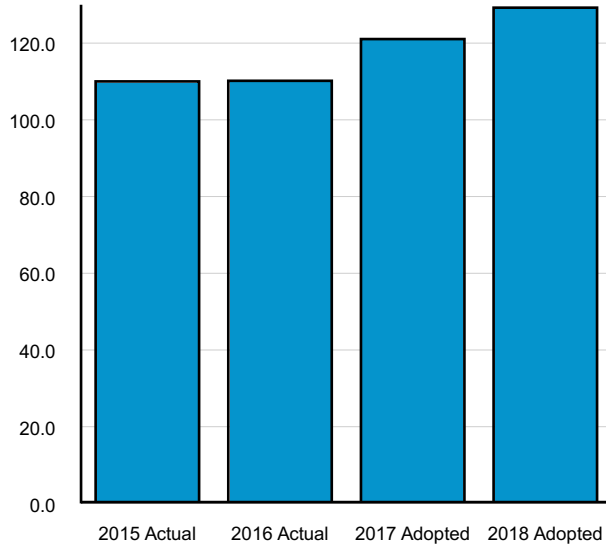
EXPENSE	2017 Actual	2018 Actual	2019 Adopted	2020 Adopted	Percent Change	Change
CAPITAL PROJECT						
CONTRACTUAL SERVICES	—	—	—	—		0
TOTAL CAPITAL PROJECT	—	—	—	—		0
INTERNAL SERVICE						
SALARIES AND WAGES	1,953,000	2,061,306	2,264,576	2,373,780	4.8%	109,204
FRINGE BENEFITS	2,713,000	1,853,937	2,756,276	2,637,185	-4.3%	(119,091)
CONTRACTUAL SERVICES	2,262,000	1,521,443	989,842	1,089,217	10.0%	99,375
OPERATING COSTS	1,385,000	1,707,228	1,649,077	1,733,384	5.1%	84,307
CAPITAL	1,584,000	2,380,983	2,890,833	3,484,271	20.5%	593,438
TRANSFERS OUT		192,016		49,065		49,065
TOTAL INTERNAL SERVICE	9,897,000	9,716,913	10,550,604	11,366,902	7.7%	816,298
SPECIAL REVENUE						
SALARIES AND WAGES	38,419,000	40,659,064	42,608,265	45,271,507	6.3%	2,663,242
FRINGE BENEFITS	14,335,000	15,570,834	16,692,612	17,300,384	3.6%	607,772
CONTRACTUAL SERVICES	18,366,000	18,172,337	17,657,297	19,104,807	8.2%	1,447,510
OPERATING COSTS	17,907,000	18,686,616	19,115,037	20,321,751	6.3%	1,206,714
CAPITAL	1,198,000	468,460	3,486,634	3,621,655	3.9%	135,021
TRANSFERS	3,841,000	6,199,087	1,527,383	1,527,383	0.0%	0
TOTAL SPECIAL REVENUE	94,066,000	99,756,398	101,087,228	107,147,487	6.0%	6,060,259
ENTERPRISE						
SALARIES AND WAGES	3,334,000	3,827,219	4,111,328	4,206,703	2.3%	95,375
FRINGE BENEFITS	1,214,000	1,340,173	1,411,969	1,464,100	3.7%	52,131
CONTRACTUAL SERVICES	3,881,000	3,358,326	3,516,521	3,739,400	6.3%	222,879
OPERATING COSTS	1,285,000	1,355,770	1,541,254	1,470,908	-4.6%	(70,346)
CAPITAL	1,632,000	178,425	1,356,378	2,382,544	75.7%	1,026,166
TRANSFERS	365,000	765,050	—	75,000		75,000
TOTAL ENTERPRISE	11,711,000	10,824,963	11,937,450	13,338,655	11.7%	1,401,205
TOTAL EXPENSE	115,674,000	120,298,274	123,575,282	131,853,044	6.7%	8,277,762

**PARK BOARD
EXPENSE AND REVENUE INFORMATION**

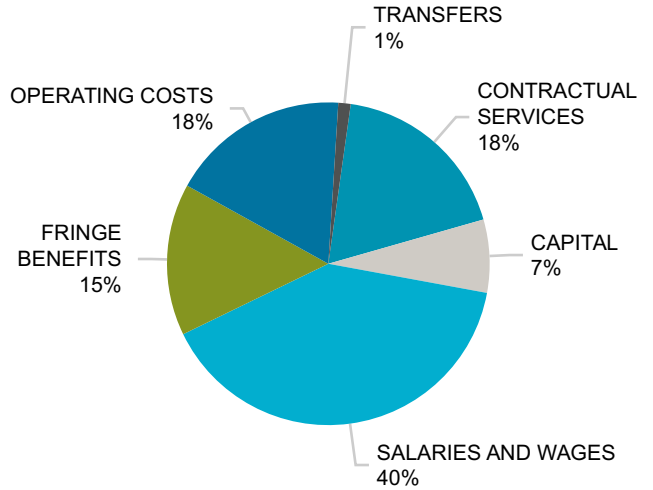
REVENUE	2017 Actual	2018 Actual	2019 Adopted	2020 Adopted	Percent Change	Change
SPECIAL REVENUE						
CHARGES FOR SALES	35,000	324,451	—	—	—	0
CHARGES FOR SERVICES	6,444,000	7,069,653	8,667,507	9,538,792	10.1%	871,285
CONTRIBUTIONS	289,000	718,460	—	—	—	0
FEDERAL GOVERNMENT	46,000	40,075	—	—	—	0
FINES AND FORFEITS	270,000	319,114	352,000	316,000	-10.2%	(36,000)
INTEREST	—	(1,048)	—	—	—	0
LICENSE AND PERMITS	192,000	2,919,598	294,375	294,094	-0.1%	(281)
LOCAL GOVERNMENT	2,886,000	958,676	—	—	—	0
OTHER MISC REVENUES	4,238,000	279,431	138,164	162,253	17.4%	24,089
PROPERTY TAXES	71,464,000	4,056	79,048,377	83,720,540	5.9%	4,672,163
RENTS	1,776,000	74,622,387	1,102,774	1,180,458	7.0%	77,684
SALES AND OTHER TAXES	3,000	1,656,569.18	300,000	—	-100.0%	(300,000)
SPECIAL ASSESSMENTS	—	146	—	—	—	0
STATE GOVERNMENT	9,400,000	9,898,342	11,464,031	11,811,285	3.0%	347,254
TRANSFERS IN	25,000	512,383	—	124,065	—	124,065
USE OF FUND BALANCE	—	—	20,000	—	-100.0%	(20,000)
SPECIAL REVENUE	97,068,000	99,322,293.1	101,387,228	107,147,487	5.7%	5,760,259
INTERNAL SERVICE						
CHARGES FOR SALES	86,000	195,716	—	—	0.0%	0
CHARGES FOR SERVICES	1,790,000	2,012,764	2,321,893	2,569,725	10.7%	247,832
OTHER MISC REVENUES	2,410,000	2,380,790	2,172,586	2,150,000	—	(22,586)
RENTS	5,661,000	5,593,856	5,762,976	6,100,942	5.9%	337,966
TRANSFERS IN	270,000	270,050	—	—	0.0%	0
USE OF FUND BALANCE	—	—	293,149	546,235	86.3%	253,086
INTERNAL SERVICE	10,217,000	10,453,176	10,550,604	11,366,902	7.7%	816,298
ENTERPRISE						
CHARGES FOR SALES	—	6,500	—	—	0.0%	0
CHARGES FOR SERVICES	7,982,000	9,498,532	10,377,770	10,558,196	1.7%	180,426
CONTRIBUTIONS	—	200	—	—	0.0%	0
FEDERAL GOVERNMENT	567,000	—	—	—	0.0%	0
LICENSE AND PERMITS	16,000	14,570	—	—	0.0%	0
OTHER MISC REVENUES	17,000	15,200	16,000	984,844	0.0%	968,844
RENTS	2,378,000	2,740,653	2,225,631	2,240,631	0.7%	15,000
TRANSFERS IN	—	—	—	25,000	0.0%	25,000
USE OF FUND BALANCE	—	—	(681,951)	(470,016)	-31.1%	211,935
ENTERPRISE	10,960,000	12,275,655	11,937,450	13,338,655	11.7%	1,401,205
TOTAL REVENUE	118,245,000	122,051,124.	123,875,282	131,853,044	6.4%	7,977,762

PARK BOARD EXPENSE AND REVENUE INFORMATION

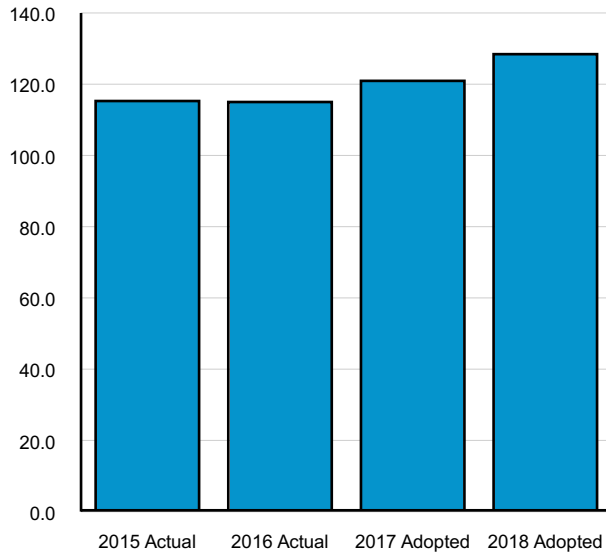
Expense 2017 - 2020 In Millions



Expense by Category



Revenue 2017 -2020 In Millions



Revenue by Type

