

Watertown City Council

August 23, 2022

Agenda Item:	2023 Budget – Workshop #2
Request for Action:	Discussion and Direction on 2023 Budget
Employee/Dept.:	Jake Foster, City Administrator

Background:

As part of the continuation of the 2023 budget discussion, Workshop #2 will begin with an economic outlook presentation and Q&A session from Economist, Amanda Imes from the Minnesota Department of Management and Budget (MMB).

Twice each year near the end of November and February, Minnesota Management & Budget (MMB) produces a forecast of Minnesota's state General Fund revenues and expenditures for current and future bienniums. Economic Analysis at MMB is responsible for producing the revenue side of the Budget & Economic Forecast. Ms. Imes is also responsible for providing an updated report on the volatility of Minnesota tax revenues and estimating an appropriate size for the Budget Reserve in September of each year.

After the Q&A session, City Administrator Foster will present budget impact information including an analysis of the impact on median home value and tax rates for various levy scenarios. Staff will ask for direction on how to proceed with a budget draft based on the subsequent discussions.