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## Minnesota Mayors

Representing Cities Across the State of Minnesota

December 22<sup>nd</sup>, 2025

Dear Minnesota State Representatives, Senators, & Governor Walz,

As mayors representing cities of every size across the State of Minnesota, we are on the front lines of delivering essential services, maintaining public safety, and ensuring that our communities remain places where families and businesses can thrive. It is from this position of direct responsibility that we write to express **deep concern**—and growing frustration—about the fiscal direction of the state and its increasing impact on our cities and the residents we serve.

Minnesotans watched an historic \$18 billion surplus disappear in a single biennium, only to now face an updated projected \$2.9 billion—\$3 billion deficit in the 2028—29 biennium.¹ As mayors, we see firsthand how these decisions ripple outward. Fraud, unchecked spending, and inconsistent fiscal management in St. Paul have trickled down to our cities—reducing our capacity to plan responsibly, maintain infrastructure, hire and retain employees, and sustain core services without overburdening local taxpayers.

The recent Minnesota Chamber of Commerce report shows our state slipping in national economic rankings,<sup>2</sup> and these statewide indicators match what we observe at the local level. Between 2019 and 2024, Minnesota ranked:<sup>234</sup>

- 33rd in GDP Growth
- 39th in Job Growth
- 40th in Labor Force Growth
- 33rd in Per-Capita Income Growth
- 46th in Median Household Income Growth
- 44th in Tech Job Growth
- 44th in Overall Tax Competitiveness
- Net out-migration of nearly 48,000 residents from 2020–2024<sup>34</sup>

These are not abstractions—they represent the real pressures faced by our cities: workforce shortages, slowed business investment, rising operational and construction costs, and families choosing to leave Minnesota altogether.

On top of these economic realities, many Minnesota cities are confronting significant property tax levy pressures. Preliminary statewide data, **on average**, for 2026 shows cities may raise levies by up to **8.7%**, with counties up to **8.1%**. These increases are not simply local decisions; they stem directly from state policies, mandates, and cost shifts that leave cities with no choice but to pass these burdens onto homeowners and businesses.

As mayors, we are committed to responsible budgeting, fiscal restraint, and delivering high-quality local services. Yet there is a growing disconnect between state-level fiscal decisions and the strain they place on the cities we lead. When the state expands programs or shifts responsibilities without stable funding, it is our residents—families, seniors, businesses, and workers—who ultimately bear the cost.

Cities are the level of government closest to the people, responding when snowplows don't arrive, when streetlights or water mains fail, when businesses need permitting help, or when seniors seek support. Every unfunded mandate or cost shift forces us into difficult choices: raise taxes, cut services, delay infrastructure, or stretch thin city staff even further. This strain now extends to the very core of community safety—our police officers and firefighters. They are the frontline protection for our residents, yet rising levies and state-imposed costs are making it increasingly difficult for cities to invest in the additional public safety staff our communities genuinely need to stay safe.

Minnesotans expect the following from their elected leaders—at every level:

- Responsible and transparent state budgeting
- A regulatory and tax environment that supports jobs and economic growth
- Protection for taxpayers—especially those on fixed incomes
- Stability and predictability for local governments
- Long-term fiscal sustainability that does not rely on one-time windfalls

When these expectations go unmet, cities feel the consequences first—and our residents feel them the most.

We extend our sincere appreciation to the legislators who continue to advocate for fiscal discipline, progrowth policies, and local government stability. Your work does not go unnoticed.

At the same time, we must emphasize:

Our residents deserve better than deficits, economic decline, and policies that push families and businesses away. We, as mayors, can only support our cities for so long before the heavy hand of state mandates and financial pressure demands more than our communities can provide.

Although state statute requires a balanced budget, relying on one-time surplus dollars to support ongoing commitments has created structural strain—reducing the state's ability to sustain existing programs or invest in new ones in the years to come. Our state owes it to our citizens to practice responsible fiscal management and to stop taxing our families, seniors, and businesses out of Minnesota. We urge the Legislature to course-correct and to remember that every dollar you manage belongs not to the Capitol, but to the people of Minnesota.

Respectfully,

ackson M. Purfeerst Todd Roggenkamp Tyler Gardner Gary Staples Mayor of Crosslake Mayor of Pequot Lakes Mayor of Fifty Lakes Mayor of Breezy Point Kevin Larson Diane Cash Tamara Hansen Mayor of Emily Mayor of Manhattan Beach Mayor of Crosby Mayor of Pine River Andrew Stewart Paul Kahlbaug Mayor of Nisswa Mayor of Backus Mayor of Lengby Mayor of Lake Shore Sandy Lange James Hemmesch Jimmie-John King Mayor of Swanville Mayor of Montevideo Mayor of Stewartville Mayor of Richmond

Jon Hawkinson Mayor of Olivia

Hilary Buchert Mayor of Russell Christopher Rowan
Mayor of Watkins

Richard L. Hagen Mayor of Hanley Falls

Brandon Weiberg Mike Lorenson Eriann Faris Mayor of Worthington Mayor of Thief River Falls Mayor of Taunton Mayor of Taylors Falls John V. Taylor Curtis William Uran Dan Agre Doug Anderson Mayor of Sacred Heart Mayor of Ghent Mayor of Deerwood Mayor of Mahnomen George M. Deiss Nathanial "Nate" W. George Mark Nilson Tony Yunk Mayor of Wadena Mayor of Braham Mayor of Ogilvie Mayor of Bovey Dan Liebl Julie M. Maas-Kusske Luke Merrill Dan Fabian Mayor of Roseau Mayor of Lake Henry Mayor of Maple Plain Mayor of Isanti

Tom Berg Mayor of Lonsdale

Irene Jones

Mayor of Hollandale

Kent Carlson
Mayor of Deephaven

John M. Schuman Mayor of Darfur Jeffery D. Weisensel Ryan Fizthum Bryant Stiernagle Mayor of Rosemount Mayor of New Prague Mayor of Sartell Mayor of Easton Russell E. Wilson Brian Kirkham **Daniel Sutton** Mayor of Babbit Mayor of Ham Lake Mayor of Lowry Mayor of Breckenridge Greg Zgutowicz Dennis C. Wagner Michael Werman James Kreemer Mayor of Hanover Mayor of Rainer Mayor of Rockford Mayor of Long Prairie Gayle Holte Richard Ferguson Pamela J. Berg Mayor of Hitterdal Mayor of Nicollet Mayor of Big Falls Mayor of Climax

Mark C. Larson Mayor of Argyle

Rich Pohlmeier Mayor of Brownton Christian Harmeyer Mayor of Le Center

Jason Rick Mayor of Barnesville

Shane Sheets, MBA Corey Moseng Paul Kreidermacher Mayor of Cottonwood Mayor of Green Isle Mayor of Rollingstone Mayor of Belle Plaine Jeffery E. McCool Joan M. Jagt Matt Lein' Mark Olstad Mayor of Tyler Mayor of West Concord Mayor of Cologne Mayor of East Grand Forks Dean Jensen Chris Kostik Weston Rolf Mayor of Graceville Mayor of Credit River Mayor of Oak Grove Mayor of Rose Creek Tom Makee Larry Cuffe Jr. Jeff R. Bloom Mayor of Virginia Mayor of Scandia Mayor of Wrenshall Mayor of Corcoran Kimberly Lape Jeff Giefer Brian Hitchcock Mike Murphy Mayor of Jasper Mayor of Akeley Mayor of Lexington Mayor of Grant

van Kellen Steven Kellen Sam Solarz Indrew Ganfield Mayor of Elko New Market Mayor of Adrian Mayor of Montrose Mayor of Wayzata Zachary Dahl Tom Goldsmith Mayor of Rockville Mayor of Elmore Mayor of Milroy Mayor of Warroad Michael Sevcik Todd A. Evavold Timothy J. Meehl Donovan Ranta Mayor of Amboy Mayor of Nerstrand Mayor of Wright Mayor of Perham by I Stud DM Carl Harju Robert J. Schell DVM Jerry Kock Thomas E. Eisert Mayor of Cokato Mayor of Altura Mayor of Coon Rapids Mayor of Montgomery Anthony J. Hicks Sean Mork Mayor of Hawley Mayor of Fergus Falls Footnotes (Print Version) \*THIS IS THE OPINION OF SAID SIGNED MAYORS ONLY AND NOT AN OFFICAL POSITION OF ANY CITY GOVERNMENT\* Minnesota Management & Budget Forecast / MPR News Coverage -1.

- Updated state economic forecast showing a projected \$2.9-\$3.0 billion deficit in FY 2028-29.
- Source: https://mprnews.org/story/2025/12/04/new-minnesota-economic-forecast-will-dictate-scope-of-2026-session
- Minnesota Chamber of Commerce Business Benchmarks Report
  - Rankings on job growth, GDP growth, workforce strength, and business competitiveness.
- https://www.mnchamber.com/businessbenchmarks
- KSTP News "Which Minnesota cities are facing the biggest property tax hikes?"
  - Preliminary 2026 levies show city increases up to 8.7%, county increases up to 8.1%.
  - https://kstp.com/tracking-your-tax-dollars/which-minnesota-cities-are-facing-the-biggest-property-tax-hikes/
- KSTP News Additional Tax Impact Reporting
  - Coverage of statewide homeowner impacts and rising property tax burdens.
  - https://kstp.com/kstp-news/top-news/minnesotans-could-face-950m-in-property-tax-increases-in-2026/