**EXPLANATORY TEXT:**

The proposed city side of the budget represents a spending increase of 1.27% or $373,450. The proposed education side of the budget represents a spending increase of 5.28% or $1,984,507. The combined proposed budget represents a 3.01 mill increase on real estate and personal property, and on motor vehicles it’s down 2.96 mills, and an 8.5% increase of net taxes to be collected. The mill rate for real estate, personal property, and motor vehicles will be 29.5 mills.