

City of Indianola Council FY21 Budget Prioritization Review

COUNCIL STUDY SESSION-16 DECEMBER 2019



“Good financial planning without aspirations is accounting. Great aspirations without financial planning is a recipe for disaster.”

R.T. Rybak, Mayor, Minneapolis

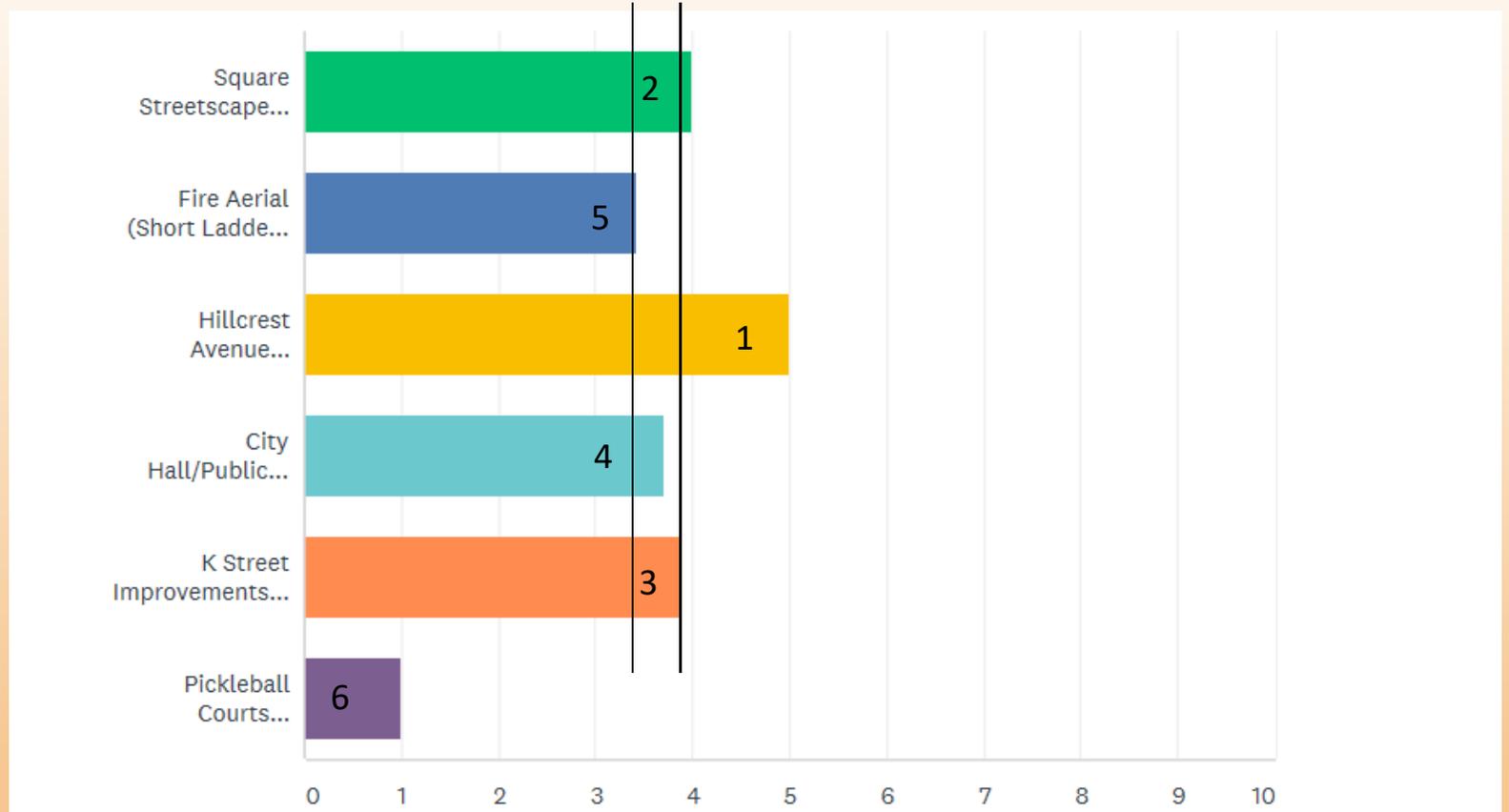


Presentation Contents

- ❑ Prioritization Survey Results
- ❑ Analysis of Results
- ❑ Current Projections and FY21 Impacts
- ❑ Budget Process



Budget Priority Survey Results- Bar Graph



Assessing Top Survey Rankings

- Hillcrest Ave Improvements
 - Top Vote Getter-recognized need for development
 - CIRTPA and other grants available
- Square Improvements
 - Construction may be delayed due to County
 - Borrowing will be likely-paid with TIF Revenue?
- K Street Improvements
 - Some drainage improvements in FY 20



Assessing Top Survey Rankings (continued)

- City Hall/Public Safety Building
 - May be able to use reserve funding to start planning phase
- Fire Aerial Ladder Truck
 - Could leave in budget-contingent on AFG grant
- Pickleball Courts
 - Every person chose as least important
 - Parks unsure where to locate



Current Projections and Major Budget Impacts

- Work Comp Mod Factor from .86 to .79 Resulted in a 15 percent decrease
- Health Insurance Projected to Increase 8-10 percent
- Electric Utility Rate increase of 3.9% (Budgeted at 4%)
- Some Fee Change Proposals Coming Forward
 - Community Development
 - MEC Electric and Natural Gas Franchise Fee (Change from 3% to 5%)
 - Storm Water Utility Review
- Two new Police officers, two new vehicles with equipment
 - \$204,390 in additional salary and benefits
 - \$97,574 for two new vehicles and equipment
- Change in Police Ford Vehicles will likely result in higher cost later
- Union Negotiations



Civic Organization Requests

	FY 2020	FY 2021	Difference
DMMO	6,500	10,000	3,500
Concert Association	500	500	-
KIB	6,000	6,000	-
NBC	10,000	15,000	5,000
CHAMBER	8,500	8,500	-
BRAVO	42,857	42,857	-
CVB	42,857	42,857	-
Greater DSM Partnership	7,500	7,500	-
YMCA	5,000	5,000	-
ICYF (Helping Hand)	7,500	7,500	-
Warren County Fair	-	10,000	10,000
Dollars for Scholars	-	500	500
Sustainability Committee	-	250	250
	137,214	156,464	19,250



Where Are We in Process?

- Valuations due from County on January 1
- WRRF Workshop on January 9th
- Budget Presentation Planned for January 6th and January 21st
 - GO Debt Proforma Presentation on January 21st
- February- Another workshop and set hearings
- Extra “Maximum Property Tax Revenue” Hearing and Resolution on March 2nd
 - Resolution only if property tax revenue 102 percent above current amount
- Budget Hearing and Adoption on March 16th
- Budget Due to State on March 31st



**Thoughts?
Questions?**

