

City of Indianola FY 2022 Budget Update

FEBRUARY 16, 2021



Agenda

- Maximum Property Tax Dollars
- Current Fund Expenditures and Balances
- Property Tax Levy
- Civic Requests



**NOTICE OF PUBLIC HEARING - CITY OF INDIANOLA - PROPOSED PROPERTY TAX LEVY
Fiscal Year July 1, 2021 - June 30, 2022**

The City Council will conduct a public hearing on the proposed Fiscal Year City property tax levy as follows:

Meeting Date: 2/16/2021 **Meeting Time:** 06:00 PM **Meeting Location:** Indianola City Hall, 110 N 1st Street, Indianola, IA 50125

At the public hearing any resident or taxpayer may present objections to, or arguments in favor of the proposed tax levy. After adoption of the proposed tax levy, the City Council will publish notice and hold a hearing on the proposed city budget.

City Website (if available)
www.indianolaiowa.gov

City Telephone Number
(515) 961-9410

	Current Year Certified Property Tax 2020 - 2021	Budget Year Effective Property Tax 2021 - 2022	Budget Year Proposed Maximum Property Tax 2021 - 2022	Annual % CHG
Regular Taxable Valuation	566,827,938	612,089,772	612,089,772	
Tax Levies:				
Regular General	4,591,306	4,591,306	4,957,927	
Contract for Use of Bridge	0	0	0	
Opr & Maint Publicly Owned Transit	0	0	0	
Rent, Ins. Maint. Of Non-Owned Civ. Ctr.	0	0	0	
Opr & Maint of City-Owned Civic Center	0	0	0	
Planning a Sanitary Disposal Project	0	0	0	
Liability, Property & Self-Insurance Costs	112,000	112,000	0	
Support of Local Emer. Mgmt. Commission	0	0	0	
Emergency	0	0	0	
Police & Fire Retirement	444,997	444,997	495,066	
FICA & IPERS	508,775	508,775	832,846	
Other Employee Benefits	1,573,123	1,573,123	1,200,000	
Total Tax Levy	7,230,201	7,230,201	7,485,839	3.53
Tax Rate	12.75555	11.81232	12.22997	

Explanation of significant increases in the budget:

Hiring new rental inspector and three additional firefighter/paramedics. Forecasting a ten percent increase in health insurance.

If applicable, the above notice also available online at:

<http://www.indianolaiowa.gov/512/City-Clerk-Finance-Department>; <https://www.facebook.com/CityofIndianola>; <https://twitter.com/cityofindianola>

*Total city tax rate will also include voted general fund levy, debt service levy, and capital improvement reserve levy.

**Budget year effective property tax rate is the rate that would be assessed for these levies if the dollars requested is not changed in the coming budget year



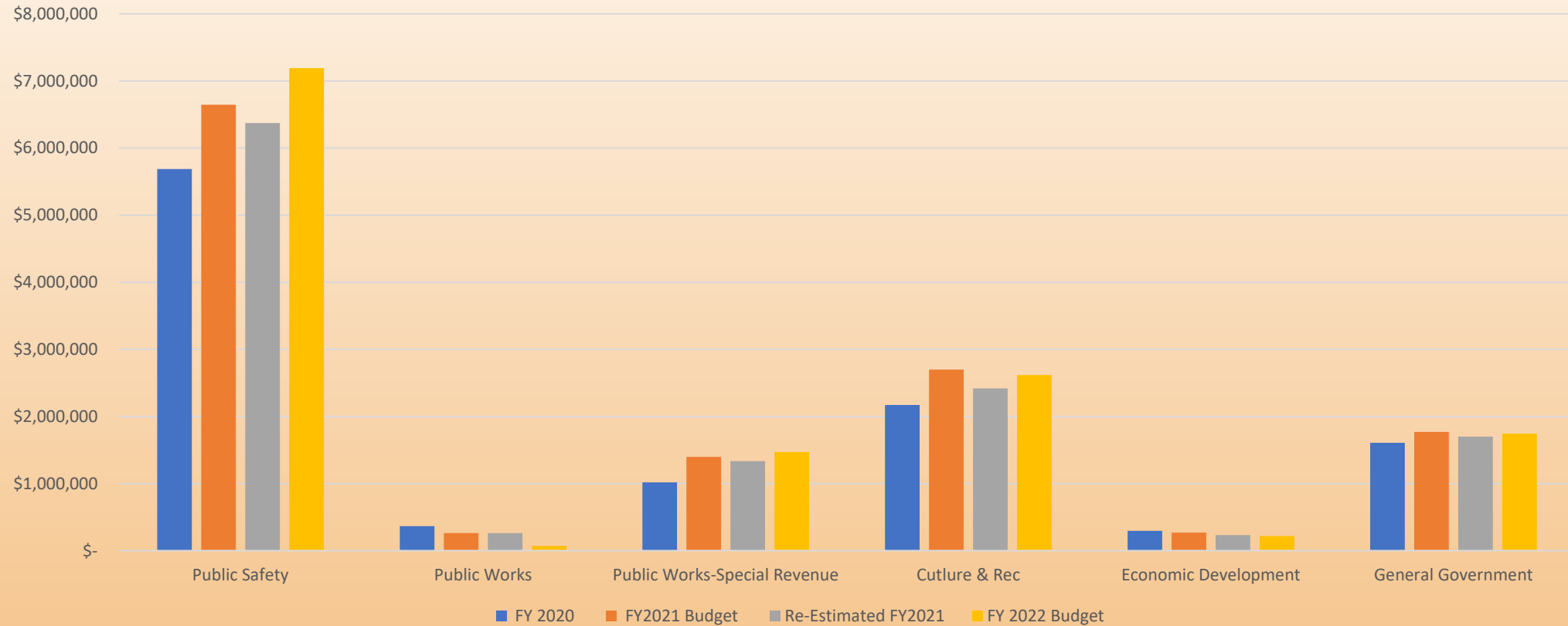
Maximum Property Tax Dollars Comparison

<u>City</u>	<u>Max Property Tax Dollars Increase</u>
Altoona	9.43%
Waukee	8.41%
Ankeny	6.95%
Urbandale	5.22%
Norwalk	5.01%
West Des Moines	4.36%
Grimes	4.26%
Pleasant Hill	3.89%
Clive	3.84%
Johnston	3.55%
Indianola	3.53%
Bondurant	2.98%
Des Moines	2.31%
Windsor Heights	1.23%
MEDIAN	4.08%
AVERAGE	4.64%

**Indianola:
4th lowest increase in
property tax dollars
(not including debt
service)**



General Fund by Function



General Fund by Fund

General Fund	Beginning	Revenue	Expenditure	Ending
General Admin	2,402,706	2,513,812	2,960,872	1,955,646
Downtown Rev Loan (IEDA) (Fund 160)	240,870	7,718	25,695	222,893
Downtown Biz Loans (Fund 161)	51,857	22,750	5,000	69,607
Police	2,051,332	3,851,036	3,971,474	1,930,894
Fire	280,973	758,200	775,245	263,928
Ambulance	271,717	2,271,141	2,160,520	382,337
Library	356,154	817,094	874,134	299,114
Library Spec Rev	75,567	22,000	22,000	75,567
Parks	577,233	1,639,474	1,873,318	343,389
Parks Spec Rev	137,271	-	-	137,271
Pool	136,936	186,169	252,901	70,704
YMCA Maint Fund	209,284	50,000	-	259,284
MEC Franchise	653,768	140,000	-	793,768
Vehicle and Equipment	623,953	984,534	1,068,284	540,203
Total	8,069,621	13,263,928	13,989,443	7,344,106

Ending Fund Balance for discretionary funds: 41%

Red highlight indicates funds designated for specific purpose.



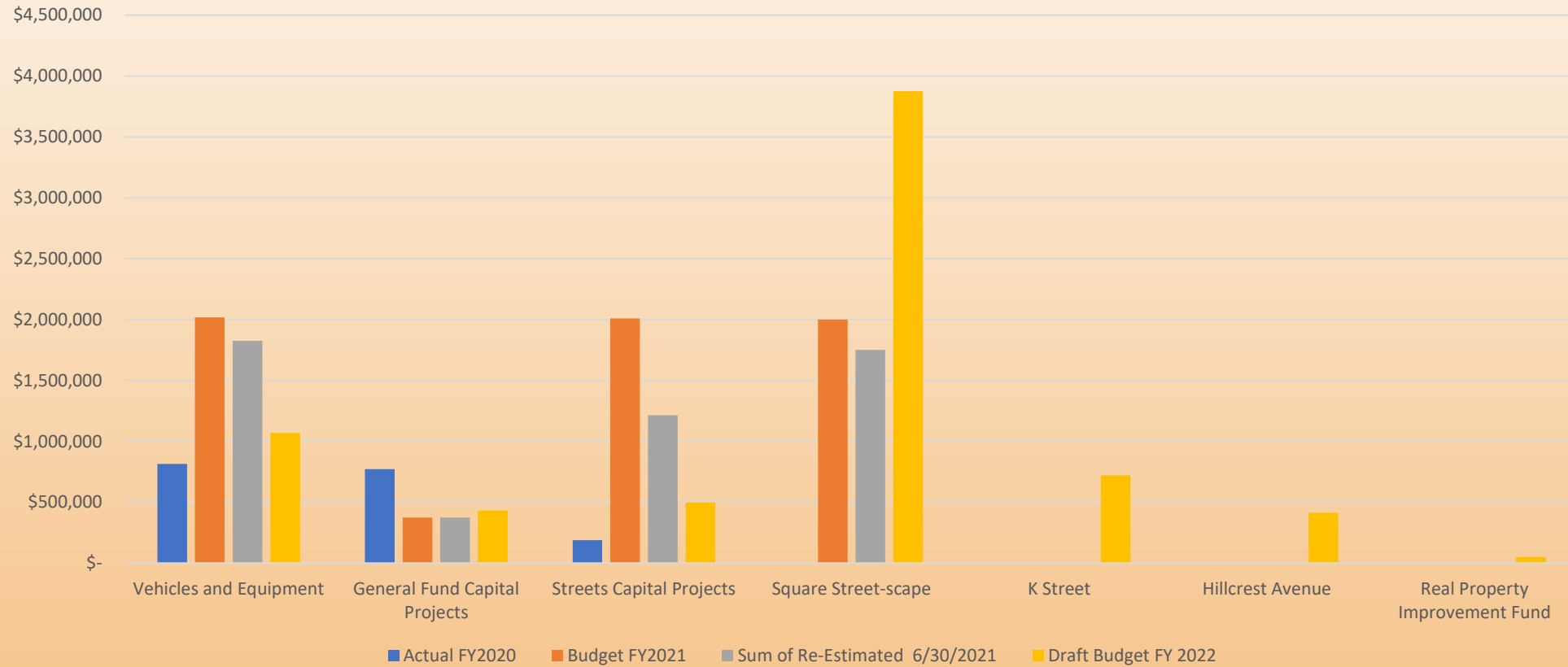
Special Revenue by Fund

<u>Special Revenue Fund</u>	<u>Beginning</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Ending</u>	<u>Fund Balance Percent</u>
RUTF	1,596,801	2,000,700	2,387,073	1,210,429	51%
Employee Benefits	53,390	2,527,912	2,527,912	53,390	
LOSST	6,435,584	1,500,000	5,950,000	1,985,584	
Police Forfeiture	19,830	-	-	19,830	
Total	8,105,606	6,028,612	10,864,985	3,269,233	
TIF	5,306,517	1,500,000	1,513,338	5,293,179	

*RUTF includes \$100,000 assumed revenue increase from 2021 Census population increase



Capital Projects



Capital Projects

Capital Projects Fund	Beginning	Revenue	Expenditures	Ending	Fund Balance Percent
General Fund Capital Projects	655,306	507,500	432,500	730,306	
Streets Capital Projects	534,971	350,000	447,840	437,131	
Square Streetscape	2,950,000	1,200,000	3,876,000	274,000	
Hillcrest Improvements	-	3,000,000	414,000	2,586,000	
K St Improvements	-	3,000,000	720,000	2,280,000	
Real Property Improvement Fund	88,781	-	50,000	38,781	
Total	4,229,058	8,057,500	5,940,340	6,346,218	



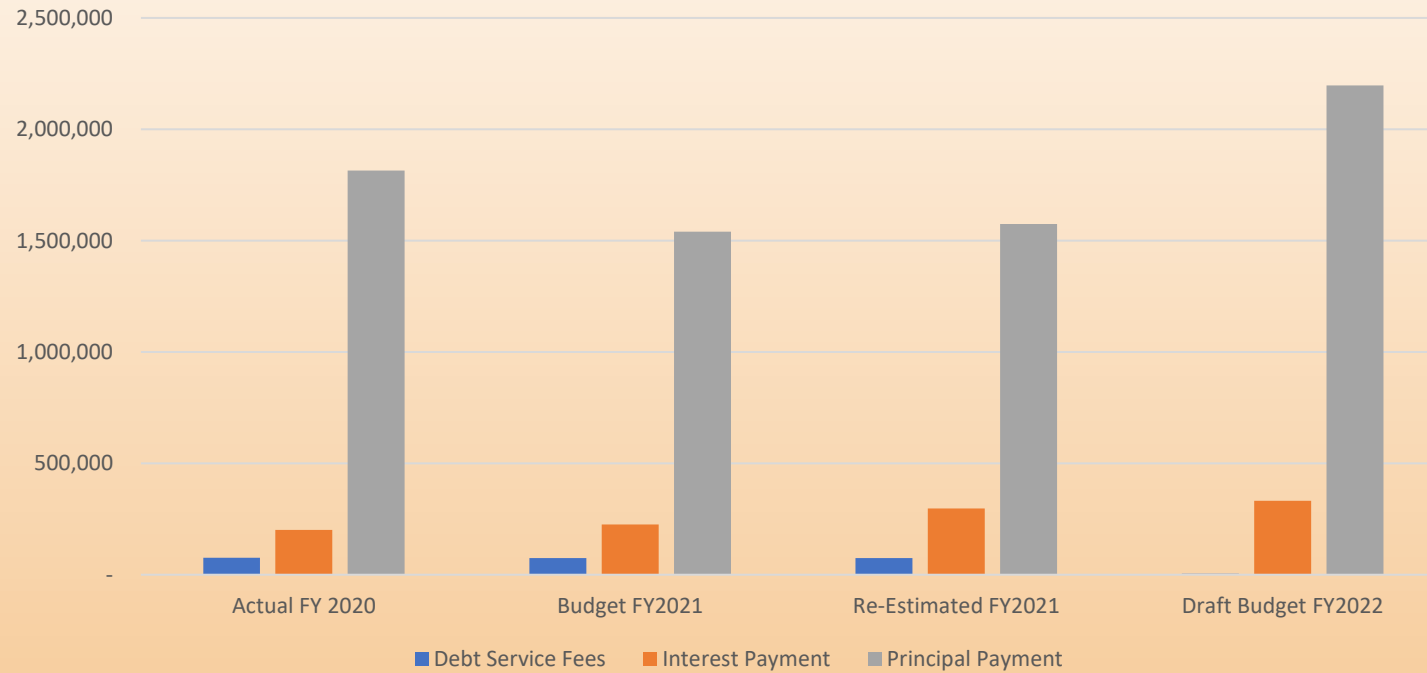
Debt Service

<u>City</u>	<u>2010 Population</u>	<u>FY21 Debt Service Levy</u>
ADEL	3,682	2.02479
VAN METER	1,016	2.81687
WAUKEE	13,790	3.32000
ALTOONA	14,541	1.20142
ANKENY	54,598	3.25000
CLIVE	17,506	1.48140
DES MOINES	204,220	2.96537
GRIMES	8,246	2.31430
JOHNSTON	17,278	2.34073
URBANDALE	39,463	1.64000
WEST DES MOINES	56,609	1.95000
WINDSOR HEIGHTS	4,860	2.31614
CARLISLE	3,876	4.50144
NORWALK	8,945	3.30317
	AVERAGE	2.53

**Indianola
FY22 Debt
Service:
\$1.40**



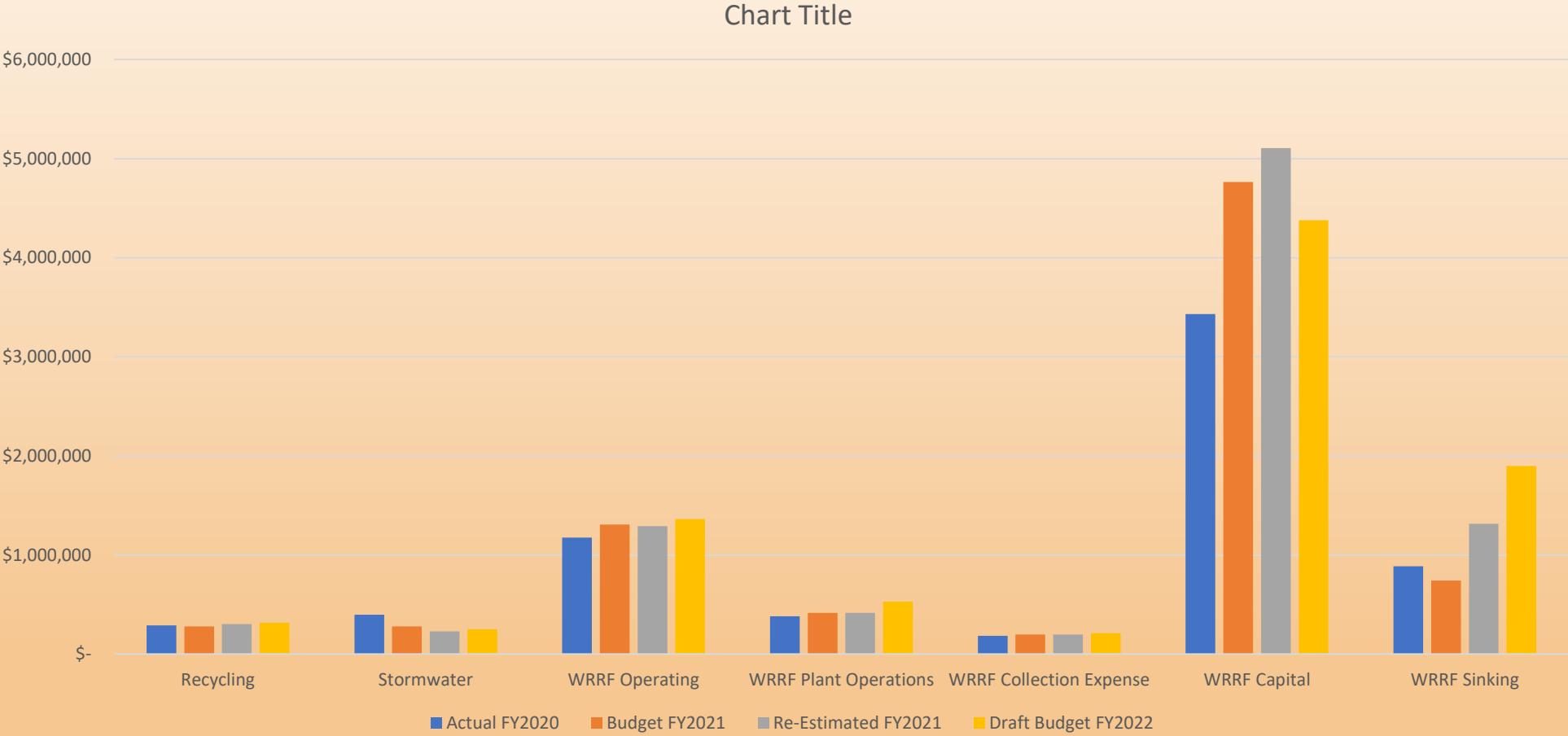
Debt Service



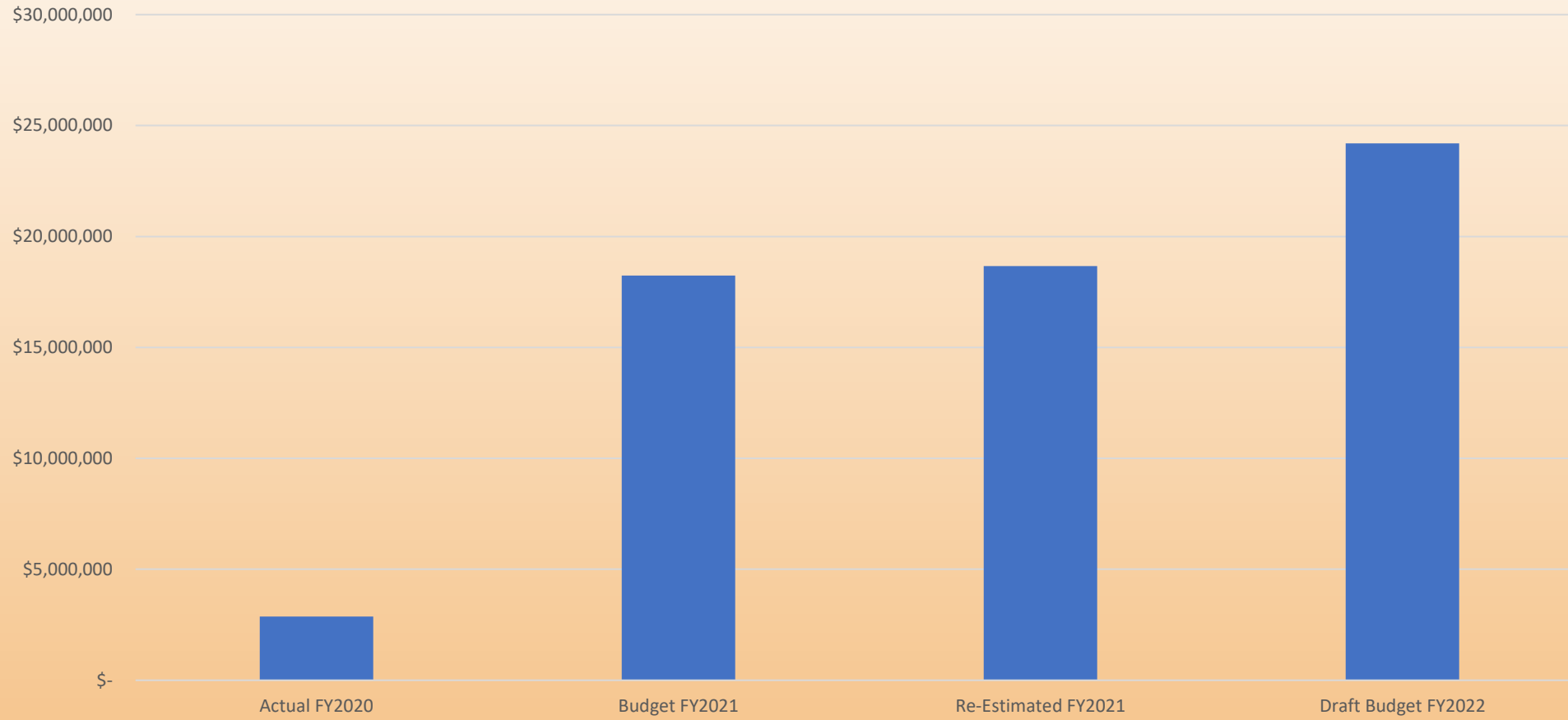
Debt Service	560,309	2,537,904	2,534,417	563,796	22%
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Business-Type (No WRRF Construction)



WRRF Construction



Business-Type and ISF Funds

<u>Business Type Funds</u>	<u>Beginning</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Ending</u>	<u>Fund Balance Percent</u>
WPC Operating	851,595	1,900,000	2,101,871	649,725	
WPC Capital	23,229	4,630,000	4,378,022	275,207	
WPC Reserve	114,239	-	-	114,239	
New WRRF Construction	(953,169)	25,200,000	24,201,668	45,163	
WPC Sinking Fund	236,676	1,852,344	1,899,822	189,198	
Storm Sewer Utility	313,287	210,000	249,600	273,687	110%
Recycling	94,019	315,000	315,100	93,919	30%

<u>ISF Funds</u>	<u>Beginning</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Ending</u>	<u>Fund Balance Percent</u>
Health Insurance	2,076,553	1,880,600	1,936,000	2,021,153	104%
HRA	5,608	-	-	5,608	
FLEX-STD	196,961	1,000	1,000	196,961	
Liability Ins Reserve	(26,983)	6,000	7,000	(27,983)	



Property Tax Levy

Rollback Percentages	FY2021	FY2022
Single-Family Residential	55.07%	56.41%
Commercial	90.00%	90.00%
Industrial	90.00%	90.00%
Multi-Family Residential	71.25%	67.50%
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FY2021 Levy	\$ 13.63	
FY2022 Levy	\$ 13.63	

Difference in City Taxes				
Home Value	FY2021	FY2022	Difference	
\$ 100,000	\$ 750.66	\$ 768.86	\$ 18	
\$ 150,000	\$ 1,125.99	\$ 1,153.29	\$ 27	
\$ 200,000	\$ 1,501.33	\$ 1,537.72	\$ 36	
\$ 300,000	\$ 2,251.99	\$ 2,306.58	\$ 55	
Comm/Ind Value	FY2020	FY2021	Difference	
\$ 500,000	\$ 6,133.50	\$ 6,133.50	\$ -	
\$ 1,000,000	\$ 12,267.00	\$ 12,267.00	\$ -	
\$ 2,000,000	\$ 24,534.00	\$ 24,534.00	\$ -	
MultiFamily Value	FY2020	FY2021	Difference	
\$ 500,000	\$ 4,855.69	\$ 4,600.13	\$ (256)	
\$ 750,000	\$ 7,283.53	\$ 6,900.19	\$ (383)	
\$ 1,000,000	\$ 9,711.38	\$ 9,200.25	\$ (511)	



FY 22 Civic Organization Requests

	<u>FY2022 Request</u>		
		Hotel-Motel Tax	150,000
Des Moines Metro Opera	10,000		
Concert Association	500	Parks-Rec	(25,000)
Keep Indianola Beautiful	6,000		
National Balloon Classic	10,000	BRAVO	(42,857)
Indianola Chamber	7,000	CVB	(42,857)
Greater DSM Partnership	7,500		39,286
ICYF (Helping Hand)	5,000		
Warren County Fair	10,000		
Dollars for Scholars	500		
HEAL House	7,500		
HIRTA	36,083		
	100,083		



Q&A