

City of Indianola FY 2022 Budget Update

COUNCIL STUDY SESSION

19 JANUARY 2021



Agenda

- Major Budget Drivers
- Valuation Change
- Civic Organization Requests
- FY2022 Debt Service Levy
- Stormwater Fee
- Upcoming Budget Calendar



Major Budget Drivers

- Police: \$265,376 Increase
 - Salaries and Benefits: \$206,961--\$56,417 MFPRSI Rate Change: 25.31% to 26.18%
 - Replacement of Five In-Car Cameras: \$41,925
- Fire/EMS: \$557,975 Increase
 - Salaries and Benefits: \$406,854--Three additional Firefighter/paramedics
 - GEMT Revenue
 - New Ambulance
- Community Development: \$99,385 Increase
 - Salaries and Benefits: \$95,386--New Rental Inspector/Code Enforcement Officer
 - New Vehicle : \$28,000



New/On-Going Capital Projects

- Square Streetscape
 - Spring 2020 Construction Start
 - Funding; \$4.7 Million Bond; \$1.7 Million IFA Sponsored Project
- Iowa Paving Project
 - Spring 2020 Construction Start
 - \$657,745 City (TIF Revenue); \$450,000 EDA; \$48,128 IMU
- WRRF/Trunk Sewer Line
 - Entering 2nd Calendar Year-Trunk Line Construction Starts Spring 2021
 - Next Round of SRF Soon
- Hillcrest Ave/K Street Improvements
 - GO Bond, CIRTPA, Special Assessments
 - FY2022 Focus will be on Engineering Design



Valuation Change

Valuation Calendar Year	Payable Fiscal Year	100% Actual Valuation	Taxable Valuation	Taxable TIF Increment Valuation	Total Taxable Valuation	Percent Taxable Valuation Increase
2020	2022	1,065,128,035	612,089,772	47,149,023	659,238,795	2.19%
2019	2021	1,054,087,927	568,699,179	76,070,552	644,769,731	3.90%
2018	2020	985,746,865	541,061,480	78,588,074	619,649,554	3.91%
2017	2019	959,834,217	523,080,763	72,340,746	595,421,509	6.07%
2016	2018	880,877,509	492,577,085	66,681,130	559,258,215	3.18%
2015	2017	863,852,007	481,746,187	59,727,678	541,473,865	2.53%
2014	2016	840,315,884	475,010,758	52,745,764	527,756,522	2.81%
2013	2015	816,676,572	468,506,382	44,429,835	512,936,217	-0.59%
2012	2014	819,304,224	468,464,180	47,507,247	515,971,427	
					AVERAGE:	3.00%



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		
	<u>100,083</u>		

Reserves Needed to Fully Fund Requests	60,797
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Storm Water Fee

- Snyder Evaluation of System
 - Current Funding - 28 years to complete CIP Program
 - At \$5/ERU – 11 years to complete
 - At \$6/ERU - 9 years to complete
- Current Revenue/Needs
 - Current Yearly Revenue ~\$200,000
 - Yearly Admin/Maintenance Costs: \$100,000-\$150,000
 - Major Upcoming Projects
 - West Detroit & E: \$65,000
 - Clinton Ave Culvert: \$565,000
 - 14th Street: \$365,000



Storm Water Fee Increase

ISWEP Stormwater Utility Fee Survey		
2019		
Jurisdiction	Population	Single Family ERU
Bondurant	3,860	\$6.59
Pleasant Hill	10,064	\$3.00
Norwalk	11,517	\$7.50
Grimes	13,562	\$5.00
Altoona	14,541	\$5.00
Clive	15,447	\$7.83
Indianola	16,071	\$2.00
Johnston	17,278	\$6.05
Coralville	18,907	\$3.00
North Liberty	19,239	\$2.00
Waukee	22,810	\$6.00
Muscatine	22,886	\$12.40
Fort Dodge	24,098	\$5.15
Burlington	25,663	\$2.58
Urbandale	39,463	\$6.00
Marion	39,979	\$5.25
Ankeny	45,582	\$5.50
West Des Moines	66,641	\$5.45
Des Moines	203,433	\$13.44
Peer City Average		\$5.78
Statewide Average		\$4.57
Statewide 85%		\$6.00
Statewide 75%		\$5.04



Debt Service Levy

- FY2022 Debt Service Levy at \$1.40
 - (Overall Levy remains at \$13.63)
- Includes Pre-Authorization Levy for FY2021 Series
 - \$7,000,000: Hillcrest Ave/K Street Improvements
 - Includes \$500,000 for Streetscape Contingency
- FY 2023: Increase up to \$2.00 per \$1000
 - Assumes Zero Percent Valuation Growth



Calendar of Upcoming Items

- January 19: Study Session Presentation
- January 25-29: Mayor/Council Meetings on FY22 Budget
- February 1: Set Public Hearing for Maximum Property Tax Dollars*
 - (February 12: Get IMU Numbers for Budget)
- February 16: Maximum Property Tax Dollars Hearing/Resolution
- February 16: Set Public Hearing for FY22 Budget
 - (February 22: IMU Budget Hearing)
- Wednesday, March 10: FY22 Budget Hearing/Resolution at Special Meeting*

* Decision Points on 2021 Debt Services Pre-Authorization, Civic Funding, Stormwater Utility Fee, New Rental/Firefighter Positions



Q&A