



City of Dallas Center FY 2022/2023 Budget

Presented by:
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Annual Budget

- Map the City's financial position
- Align resources to provide excellent service
- Execute the strategic priorities set by the Council
- Required by the State annually
 - Filed with the County Auditor
 - Filed with the Iowa Department of Management
- Due March 31st

Monitoring our Finances

- Monthly budget to actual report
- Monthly bank reconciliation
- Monthly budget line-time review per function
- Regular project status reports
- Annual Exam/Audit
- Annual Report



Data Driven Decision Making

- Capital Improvement Plan
- Comprehensive Plan
- Equipment Revolving Plan
- Financial Policies
- Master Streets Plan
- Utility Plans and Policies

Members of our Finance Team

- Elected Officials: Mayor Danny Beyer; Council members Ryan Kluss, Ryan Coon, Amy Strutt, Daniel Willrich and Angie Beaudet
- City Staff
 - City Administrator/Finance Director
 - Public Works Director
 - Library Director
 - Fire Chief
- City Board Members
- Project specific technical experts (i.e. Engineer, Attorney)
- Independent financial advisors
- Municipal and Bond Counsel
- Citizens

Dallas Center: A Financially Sound City

- City services delivered in most effective manner
- Upgraded City technology and financial systems
- Maintain good bond rating
- Sound financial reserves
- Leveraged City's resources through outside grants, partnerships and private contributions
- Users paying for cost recovery of the delivery of City services

Budget is an Estimate

- Based on projections
- Actual costs and revenues may vary, may need to adjust during the fiscal year (budget amendment)
- Budget sets policy for the upcoming year, determines projects that will be undertaken, etc.
- Not an exact science
- Communication tool

Budget Adoption

- Rigid and regulated by the State
 - Max Levy Certification
 - Budget Certification
- Fiscal Year is July 1-June 30
- Budget is an appropriation, giving the city the authority to spend
- Provides maximum citizen oversight

Budget Goals

- Create a long-term, sustainable operating budget and financial plan that includes:
 - Infrastructure improvements
 - Facility improvements
 - Equipment replacement
 - Keeping the levy steady
- The CIP includes a long-term financial plan to maintain the levy rate
- The proposed FY 2022/2023 budget reflects a slight decrease in the overall city tax rate

Property Tax System Basics

Iowa Department of Management

- The Rollback
 - Residential/agricultural property growth capped at 3%
 - Coupling provision for agricultural/residential
 - Commercial, Industrial, Railroad have separate rollback
 - Everything built on property valuations

Property Tax System Basics

Iowa Department of Management

- Classes of property tax
 - Residential
 - Agricultural
 - Multi-Residential
 - Commercial
 - Industrial
 - Utility

Property Tax System Basics

Iowa Department of Management

- Commercial/Industrial/Railroad Rollback
 - 90% rollback
 - Not tied to property valuation growth or decline
- Backfill reduction/elimination begins in FY22/23
 - Dallas Center is on a five year reduction schedule
- Multi-Residential Property Class
 - First assessed in 2015 (affecting FY17 budgets)
 - 8 year rollback schedule
 - No backfill
 - Class eliminated effective FY2024 (such properties move to residential property class)

State Limitations – Rollback

State sets the percent for a whole class of property (affects residential property the most).

- Residential
 - 2022 – 56.4094%
 - 2023 – 54.1302%
- Agricultural
 - 2022 – 84.0305%
 - 2023 – 89.0412%
- Multi-Residential
 - 2022 – 67.5%
 - 2023 – 63.75%
- Commercial/Industrial
 - 2022 – 90%
 - 2023 – 90%

Residential Property Example

(Assessed Value) \$100,000
X (State Limitation) 54.1302%

Taxable Value \$54,130.20

Example

(Taxable Value) \$54,130.20
X (Levy Rate) \$12.59/1000

Total City Property Tax Revenue \$681.50

History of Rollback Figures and City Tax Rate

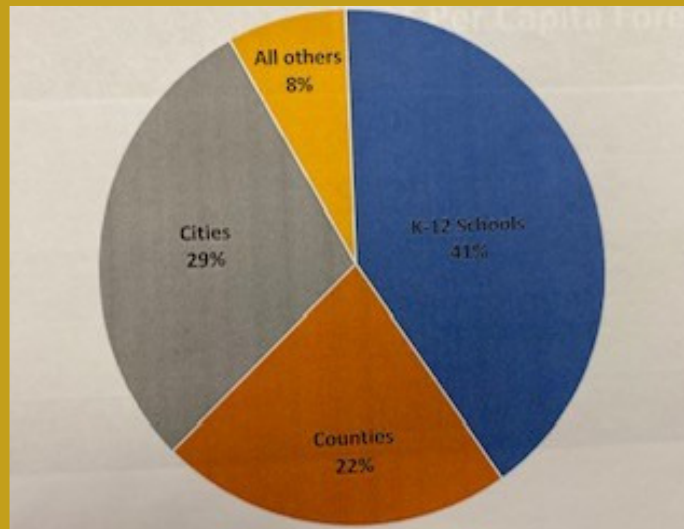
Residential Property	FY 22/23	FY 21/22	FY 20/21	FY 19/20
Rollback	54.1302%	56.4094%	55.0743%	56.9180%
City Levy Rate	\$12.59299	\$12.68463	\$12.68189	\$12.67557
Property Tax (\$100,000 residential	\$681.66	\$715.53	\$698.45	\$721.47

Trends in Property Valuations

Property Valuation Year	Fiscal Year	Property Valuation	Change	Increase in GF Revenue	General Fund Taxes Levied
2017	2018/2019	\$79,605,786	2.64%	\$16,611	\$644,807
2018	2019/2020	\$88,350,005	10.98%	\$70,828	\$715,635
2019	2020/2021	\$89,657,333	1.48%	\$10,589	\$726,224
2020	2021/2022	\$92,282,210	2.93%	\$21,262	\$747,486
2021	2022/2023	\$94,810,109	2.74%	\$20,476	\$767,962

Property Tax Revenue by Authority

Breakdown of Property Tax Collections by Authority, FY22
Iowa League of Cities, 11/21

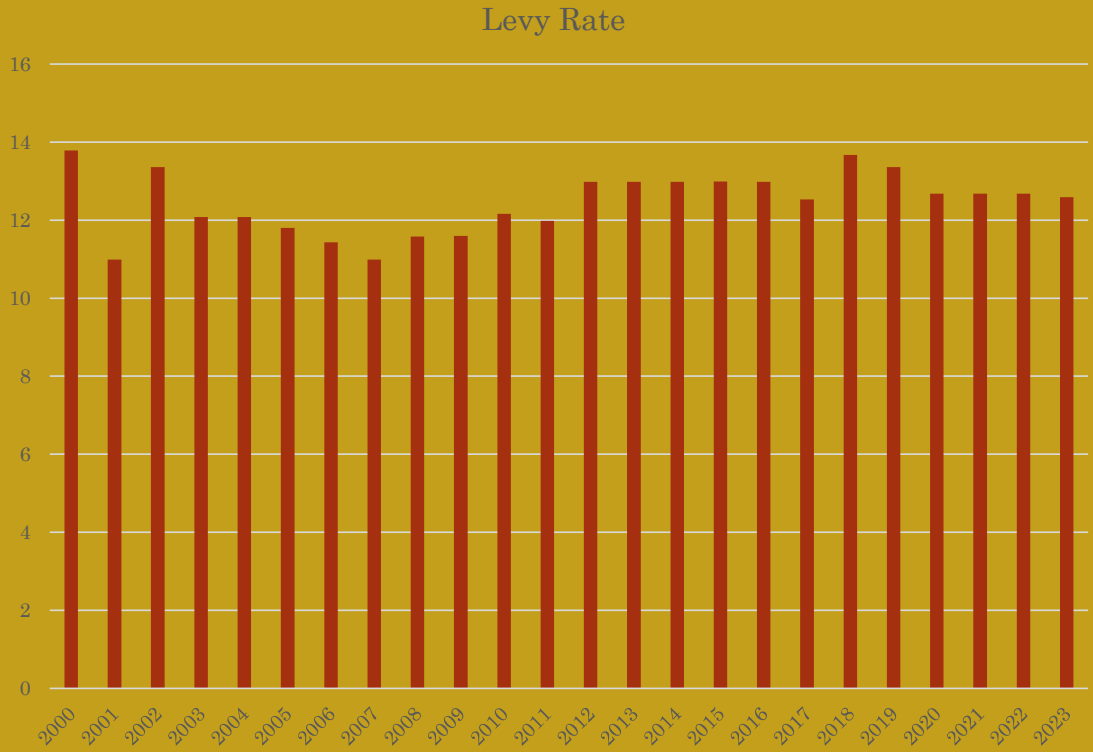


Levy Rates

- Different rates available
- Usage and/or amount may be limited
- Expressed in dollars and cents per 1000
- General Fund capped at \$8.10/1000
- Ag Land
- Liability Insurance
- Employee Benefits
- Emergency
- Debt Service

Levy Rate History

- 2014 12.98
- 2015 12.99
- 2016 12.98
- 2017 12.53
- 2018 13.67
- 2019 13.36
- 2020 12.68
- 2021 12.68
- 2022 12.68
- 2023 12.59



Levy Rate Comparison

LEVY RATE COMPARISON						
	2017	2018	2019	2020	2021	2022
Dallas Center	12.53	13.68	13.36	12.68	12.68	12.59
DeSoto	12.63	12.88	12.82	12.70	12.70	12.69
Grimes	12.91	12.91	12.91	12.81	11.71	11.41
Waukee	13.50	13.50	13.40	13.40	13.30	13.30
Adel	14.55	14.30	14.28	14.26	14.30	14.30
Van Meter	15.40	16.16	15.20	14.75	14.66	14.18
Granger	15.87	16.88	15.81	15.42	15.34	15.59
Minburn	15.73	15.96	15.64	15.58	15.24	14.52
Woodward	17.35	16.77	17.99	17.34	15.92	15.63

Budget Highlights

- Walnut Street Sidewalks
- Park Upgrades
- Walnut Greenscape
- Public Works Salt Building
- New Swimming Pool
- Over \$200,000 in Street Upgrades and Repairs
- New Public Works Pickup
- Sanitary Sewer Pipe Lining
- Highway 44 Water Distribution Line
- Generator for Well #11
- Well Field Exploration Project