City of Carroll

112 E. 5th Street Carroll, Iowa 51401-2799 (712) 792-1000 FAX: (712) 792-0139

MEMO TO: Mike Pogge-Weaver, City Manager MPW

FROM: Laura A. Schaefer, Finance Director/City Clerk

DATE: February 14, 2020

SUBJECT: FY 2020/2021 Maximum Property Tax Dollars
A. Public Hearing
B. Resolution Approving the FY 2020/2021 Maximum Property Tax Dollars

In 2019, the State legislators passed Senate File 634 (SF634). SF 634 was approved with the aim of adding transparency to city and county property taxes. This legislation does two main things. First, it adds additional public notification about city and county property tax collections and an additional public hearing. Second, it requires budgets to be approved by a 2/3 supermajority when property tax collections, in certain categories, exceed 2% over the previous year tax collections.

The new required public notice will only report part of the property taxes collected by the City, as required by the new law. Notably the debt service levy is excluded from the required public hearing notices. The levies impacted by the 2% threshold in Carroll's budget proposal are the regular general ($8.10), tort liability, and employee benefits levies. In the attached notice, the proposed FY 2020/2021 maximum property tax rate is $10.09631 which is an increase of 0.63% from the FY 2019/2020 certified property tax rate.

The required attached Notice of Public Hearing – Proposed Property Tax Levy was published on Tuesday, February 11, 2020 and posted on all the City's social media sites, as required by the new law.

A public hearing needs to be conducted and Council needs to take action on the attached resolution approving the FY 2020/2021 maximum property tax dollars. A public hearing and approved resolution for the maximum property tax levy is required before setting a public hearing on the entire FY 2020/2021 budget.

RECOMMENDATION: After public hearing, Council consideration and adoption of a resolution approving the FY 2020/2021 Maximum Property Tax Dollars.

CITY NAME	NOTICE OF PUBLIC HEARING -PROPOSED PROPERTY TAX LEVY	CITY CODE
Carroll	Fiscal Year July 1, 2020 - June 30, 2021	14-116

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

Meeting Date:	Meeting Time:	Meeting Location:
2/24/2020	5:15 P.M.	City Hall, Council Chambers, 627 N Adams Street

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 Council will publish notice and hold a hearing on the proposed city budget.

City Web Site (if available):	City Telephone Number:
www.cityofcarroll.com	712-792-1000

Iowa Department of Management		Current Year Certified Property Tax 2019/2020	Budget Year Effective Property Tax 2020/2021**	Budget Year Proposed Maximum Property Tax 2020/2021	Annual % CHG
Regular Taxable Valuation	1	523,413,404	525,219,743	525,219,743	
Tax Levies:					
Regular General	2	$4,239,649	$4,239,649	$4,254,280	
Contract for Use of Bridge	3	$0	$0		
Opr & Maint Publicly Owned Transit	4	$0	$0		
Rent, Ins. Maint. Of Non-Owned Civ. Ctr.	5	$0	$0		
Opr & Maint of City-Owned Civic Center	6	$0	$0		
Planning a Sanitary Disposal Project	7	$0	$0		
Liability, Property & Self-Insurance Costs	8	$150,000	$150,000	$150,000	
Support of Local Emer. Mgmt. Commission	9	$0	$0		
Emergency	10	$0	$0		
Police & Fire Retirement	11	$244,282	$244,282	$264,319	
FICA & IPERS	12	$488,756	$488,756	$498,142	
Other Employee Benefits	13	$146,962	$146,962	$136,039	
***Total 384.15A Maximum Tax Levy**	14	$5,269,649	$5,269,649	$5,302,780	**0.63%**
Calculated 384.15A MaximumTax Rate	15	$10.06785	$10.03323	$10.09629	

Explanation of significant increases in the budget:
Increase for general operating expenses

If applicable, the above notice also available online at:
www.cityofcarroll.com/finance; www.carroll-library.org; Facebook.com/cityofcarroll; Facebook.com/carrollpolice; Facebook.com/CPLCarrollIA; Twitter.com/cityofcarroll; Twitter.com/carrollLibrary; Instagram.com/Carroll.Library; www.pinterest.com/carrollpublib; www.carrollreccenter.com; www.Facebook.com/CarrollRecreationCenter

*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

RESOLUITON NO. _____

APPROVAL OF FY 2020/2021 MAXIMUM PROPERTY TAX DOLLARS

WHEREAS, the City Council of the City of Carroll have considered the proposed FY2020/2021 city maximum property tax dollars for the affected levy total, and

WHEREAS, a notice concerning the proposed city maximum property tax dollars was published as required and posted on city web site and/or social media accounts,

WHEREAS, a public hearing concerning the proposed city maximum property tax dollars was held on February 24, 2020,

NOW THEREFORE BE IT RESOLVED by the City Council of the City of Carroll that the maximum property tax dollars for the affected tax levies for FY2020/2021 shall not exceed the following total:

Total maximum levy for affected property tax levies - $5,302,780

The Maximum Property Tax dollars requested in the total maximum levy for affected property tax levies for FY2020/2021 does not represent an increase of greater than 102% from the Maximum Property Tax dollars requested for FY 2019/2020.

ADOPTED AND PASSED BY THE CITY COUNCIL OF THE CITY OF CARROLL, IOWA, this 24th day of February, 2020.

CITY COUNCIL OF THE
CITY OF CARROLL, IOWA

By_____
Eric P. Jensen, Mayor

ATTEST:

By: _____
Laura A. Schaefer, City Clerk

Roll Call Vote:

_____ - YEA/NAY

_____ - YEA/NAY

_____ - YEA/NAY

_____ - YEA/NAY

_____ - YEA/NAY