

City Council Meeting

Monday, March 25, 2024 at 5:00 pm

LOCATION OF MEETING:

City Hall Council Chambers, 627 N. Adams Street, Carroll, Iowa 51401

NOTICE

In addition to attending the meeting in person, the public can watch the meeting live from the City's Cable Access Channel CAAT6 available on Western Iowa Network and Mediacom or on the City's YouTube channel by going to: https://www.youtube.com/CityofCarrolllowa If you choose to watch live on YouTube you are encouraged to subscribe to the City's YouTube channel so you can access the meeting live when it starts. CAAT6 and YouTube meeting feeds are a view only option and you will not be able to participate in the meeting via CAAT6 or YouTube.

The City of Carroll will make the meeting available telephonically via zoom for those individuals who wish to attend remotely. Individuals wishing to attend remotely need to contact the City at 712-792-1000 by 3:00 PM the day of the meeting to make arrangements.

AGENDA

- 1. Pledge of Allegiance
- 2. Roll Call
- 3. Reports
 - a. FY 2024/2025 Proposed Property Tax Levy Public Hearing

A copy of the 2024-2025 Preliminary Budget can be found using this link.

Also see item 9.b - February 26, 2024 - FY 2024/2025 Proposed Property Tax Levy

4. Adjourn

www.cityofcarroll.com

The City of Carroll will make every attempt to accommodate the needs of persons with disabilities, please notify us at least three business days in advance when possible at 712-792-1000, should special accommodations be required.

City of Carroll

627 N. Adams Street

Carroll, Iowa 51401

(712) 792-1000

FAX: (712) 792-0139

MEMO TO: Aaron Kooiker, City Manager

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

DATE: March 20, 2024

SUBJECT: FY 2024/2025 Proposed Property Tax Levy Public Hearing

In 2023, the State legislators passed House File 718 (HF718). HF 718 adds a new step in the budgeting process where the county auditor is required to mail a public hearing notice to all property owners with the proposed full property tax rate (city, county and school levy rates). The public hearing notices should be received in the next few days. Attached is an example of the notice that was prepared by the Iowa Department of Management.

The notice shows, by each taxing entity, the property tax dollars and rate for the current fiscal year (FY 23/24), the property tax dollars and rate proposed for the upcoming fiscal year (FY 24/25) and the effective tax rate which is what would happen to the tax rate should the taxing entity budget the same property tax dollars next year as they did the current year.

The notice also shows the estimated amount of taxes levied and how they are distributed, including tax increment financing (TIF).

The bottom part of the notice contains a tax rate comparison based upon residential property and commercial property assessed at \$100,000. The comparison is based upon the amount of taxes paid in the current year (FY 23/24) and what the amount of taxes to be paid in FY 24/25 with the proposed rate for FY 24/25. Please note this does not take into account any state equalization orders or if the county assessor adjusted the assessed value on a particular property.

The remainder steps in the process include:

March 25 – Regular Council Meeting to set public hearing on the proposed FY 24/25 Budget (5:15 p.m.)

April 8 – Hold public hearing on the FY 24/25 Budget

April 30 – Deadline to submit FY 24/25 Budget to the State and county auditor

RECOMMENDATION: Council conduction of a public hearing on the Proposed Property Taxation for Fiscal Year July 1, 2024 – June 30, 2025.

School, County and City Budget Year Statement to Owners and Taxpayers - As Required by Iowa Code 24.2A

Taxing District: ANYTOWN CITY/ANYTOWN SCH/AT CORP

AnyTown County Auditor 100 City Square AnyTown, IA 55555

 This statement informs you of the upcoming School, County and City public hearings where proposed property taxation for next fiscal year will be presented.

Oral or written testimony from any resident or taxpayer will be received by each respective governing body.

The referenced 'Effective Tax Rate' would be a rate produced by holding current taxation constant while using next fiscal year's taxable values.

See reverse side for distribution examples and notes.

ANYTOWN School Public Hearing on Proposed Property Taxation for Fiscal Year July 1, 2024 - June 30, 2025

Date: 03/27/2024 Time: 5:30 PM Location: AnyTown High School Media Center, 410 NW 2nd St. AnyTown, IA

Telephone: (555) 555-5555 Website: https://dom.iowa.gov/schools

	Current Property Tax	Current Tax Rate	Effective Tax Rate	Proposed Prop Tax	Proposed Tax Rate
All School Funds	84,639,085	16.99602	15.11846	90,192,351	16.10296

Reasons Proposed Property Tax exceeds the Current Property Tax:

Increase in the cost of insurances, pay increases and employee benefits

ANYTOWN County Public Hearing on Proposed Property Taxation for Fiscal Year July 1, 2024 – June 30, 2025

Date: 03/27/2024 Time: 9:00 AM Location: AnyTown County Board Room, 100 City Square, AnyTown, IA

Telephone: (555) 555-4321 Website: https://dom.iowa.gov/counties

	Current Property Tax	Current Tax Rate	Effective Tax Rate	Proposed Prop Tax	Proposed Tax Rate
Countywide	196,796,670	6.77099	6.33337	210,107,056	6.76173
Rural Additional	11,623,901	4.55159	4.10292	12,915,654	4.55887

Reasons Proposed Property Tax exceeds the Current Property Tax:

No increase in Countywide Total Property Tax Dollars

ANYTOWN City Public Hearing on Proposed Property Taxation for Fiscal Year July 1, 2024 - June 30, 2025

Date: 03/26/2024 Time: 6:00PM Location: Council Chambers – 202 S 1st Street

Telephone: (555) 555-1234 Website: https://dom.iowa.gov/cities

	Current Property Tax	Current Tax Rate	Effective Tax Rate	Proposed Prop Tax	Proposed Tax Rate
General Non-Ag	1,022,809	14.86005	14.45640	1,047,922	14.81254
Ag Only	1089	3.00375	2.81133	1,164	3.00375

Reasons Proposed Property Tax exceeds the Current Property Tax:

Increase in cost of property/casualty and tort liability insurance

The table below shows how current taxes levied within this taxing district are distributed. TIF included where applicable.

Taxing Authority	Non-TIF Property Tax	TIF Tax	Total Property Tax	Authority % of Tax
School	726,265	0	726,265	33.19
County	311,946	0	311,946	14.25
City	792,795	0	792,495	36.21
All Others	357,764	0	357,764	16.35

The examples below show how taxes on a property with a value of 100,000 would be distributed in both the Current and Proposed Budget years:

Residential Property:

Taxing Authority	Tax Using Current Tax Rate	Tax Using Proposed Tax Rate	% Change
School	744	623	-16.26
County	320	241	-24.69
City	812	686	-15.52

Commercial Property – Note the first 150,000 of Commercial property has the same taxation basis as Residential:

Taxing Authority	Tax Using Current Tax Rate	Tax Using Proposed Tax Rate	% Change
School	744	623	-16.26
County	320	241	-24.69
City	812	686	-15.52

- 1) Final tax rates will change due to final adopted amounts, legislative changes, and other levy authorities not included on this mailing.
- 2) The proposed property tax levies on the front of this notice do not include any Self-Supported Municipal Improvement District (SSMID) tax within cities.
- 3) The examples of change in estimated taxes to be paid shown above are calculated using the full city rate, even for city agland tax districts.
- 4) Rural taxing districts do not show any city rate information.
- 5) FOR POLK COUNTY ONLY the proposed tax levy on the front of this notice does not included fire/EMS levies included in the County budget for certain townships.

For assistance interpreting the Property Tax Mailing consult https://dom.iowa.gov/property-taxes