

CITY OF MARSHALLTOWN
SPECIAL COUNCIL AGENDA
CITY HALL COUNCIL CHAMBERS
10 W STATE STREET
FEBRUARY 15, 2021, 5:30 PM

GO-TO MEETING: Special City Council Meeting- Budget, [Mon, Feb 15, 2021 5:30 PM](#) - 6:30 PM (CST)

Please join my meeting from your computer, tablet or smartphone. <https://global.gotomeeting.com/join/347526981>

You can also dial in using your phone. United States: +1 (571) 317-3122 / Access Code: 347-526-981

A. NOTICE TO PUBLIC

The Mayor and City Council welcome comment from the public during discussion of any of the agenda items. You are required to step to the microphone, state your name and address for the record and to limit the time used to present your remarks 3 minutes or less in order that others may be given the opportunity to speak. All speakers shall speak clearly and direct their comments to the Mayor and City Council and not to any Councilor specifically. It is at the discretion of the Mayor and Council to respond to specific questions and comments or to have staff respond during the meeting.

B. CALL TO ORDER

Mayor Joel T.S. Greer

C. PLEDGE OF ALLEGIANCE

D. ROLL CALL

Gowdy, Hoop, Isom, Martin, Starks, Thompson, Wirin

E. RESOLUTIONS

1. PUBLIC HEARING AND RESOLUTION 2021-034 APPROVING MAXIMUM PROPERTY TAX DOLLARS RELATING TO AFFECTED PROPERTY TAX LEVIES FOR THE BUDGETED FISCAL YEAR ENDING JUNE 30, 2022

Documents:

[02-10-2021_2021-034_RESOLUTION APPROVING MAX PROPERTY TAX DOLLARS FY22.pdf](#)

[Memo for public hearing of maximum property tax levy dollars FY22.pdf](#)

[Maximum property tax for specific levies.pdf](#)

F. ADJOURN

MISSION STATEMENT

The City of Marshalltown collaborates to provide a welcoming, safe, vibrant, and growing community.

Please visit the City's website for the complete agenda packet and to subscribe to agenda notices and department news. www.marshalltown-ia.gov

**RESOLUTION APPROVING MAXIMUM PROPERTY TAX DOLLARS
RELATING TO AFFECTED PROPERTY TAX LEVIES FOR THE BUDGETED
FISCAL YEAR ENDING JUNE 30, 2022**

WHEREAS, the City Council of the City of Marshalltown have considered the proposed FY2022 city maximum property tax dollars for the affected levy total as outlined in Senate File 634; and

WHEREAS, a notice concerning the proposed city maximum property tax dollars was published as required, and also posted on the city website and social media accounts; and

WHEREAS, a public hearing concerning the proposed city maximum property tax dollars was held on February 15, 2021 in Council Chambers; and

WHEREAS, the Council finds this action is in the best interest of the City of Marshalltown, Iowa.

NOW THEREFORE, IT IS HEREBY RESOLVED BY THE COUNCIL OF THE CITY OF MARSHALLTOWN, IOWA AS FOLLOWS:

Section 1. The Council approves the maximum property tax dollars for the affected tax levies, for the Fiscal Year ending June 30, 2022, which shall not exceed the following total:

Total maximum levy for the affected property tax levies: \$12,139,201, a calculated maximum tax rate of \$13.35500.

Section 2. The Maximum Property Tax dollars requested in the total maximum levy for affected property tax levies for Fiscal Year ending June 30, 2022, represents an increase of .47% from the Maximum Property Tax dollars requested for the current Fiscal Year ending June 30, 2021.

Section 3. This Resolution only requires approval by a simple majority of Council since the increase is less than 2%.

Section 4. This Resolution becomes effective upon signing as per law.

Passed on this 15th day of February 2021, and signed on this ____ day of February 2021.

	Vote For:	Vote Against:
Gowdy		
Hoop		
Isom		
Martin		
Starks		
Thompson		
Wirin		

CITY OF MARSHALLTOWN

Joel Greer, Mayor

ATTEST:

Alicia Hunter, City Clerk

MARSHALLTOWN

— I O W A —

Joel Greer, Mayor
Jessica Kinser, Administrator
Diana Steiner, Finance Director
24 North Center Street
Marshalltown, IA 50158-4911
Tel - (641) 754-5760
Fax - (641) 754-5781

FINANCE DEPARTMENT

February 10, 2021

To: Mayor Joel Greer
Members of the City Council

From: Diana Steiner, Finance Director

Re: Public Hearing of Maximum Property Tax Levy Dollars for Feb. 15th at 5:30 pm

Background: Senate File 634 known as the “Truth in Taxation bill” required a new budget practice starting with the FY21 budget request and thereafter. Normally, governments focus on the property tax levy rate, which for Marshalltown was at \$15.28 for many years and then was raised by 10 cents to \$15.38 for FY20 and was maintained at that rate in FY21. When property tax valuations increase, the local government has a chance of keeping up with inflation. The legislature wanted the taxpayers to see how much more in dollars the City receives, regardless if the levy rate changes. Therefore, local governments are now required to publish and have a public hearing on the amount of requested dollars for certain affected levies. The levies not included are the levies that were voted on (library, band), the debt service levy and the capital projects levy. If the local government is going to exceed 2% in dollars in their FY22 budget, a resolution must pass by 2/3 vote of the Council. For FY22, there is only a .47% increase, so a simple majority approval by Council is sufficient. The adopted resolution must be posted on the city’s website and social media accounts. The resolution must be submitted to the County Auditor.

Attached is the document that was approved by the Council on Feb. 1st for notification of the public hearing for the maximum dollars to be levied for certain affected levy types. The first column of numbers is the affected levy amounts for FY21. The second column has the same amounts as the first column levies, but the rate decreased because taxable valuations increased. The third column shows what the City is requesting in

City Council

Raymond Starks, Gary Thompson, Mike Gowdy,
Al Hoop, Gabriel Isom, Bill Martin, Bethany Wirin

dollars for FY22 for these affected levies and the levy rate based on the new taxable valuations.

The City continues to use the maximum rate for the regular general levy of \$8.10 and the emergency levy of 27 cents, which in dollars increases the amount the city receives by \$36,346 even though the rate for these 2 levies stayed the same. The City is requesting \$125,605 less funds for Transit as the some of the CARES Grant Funds are being carried forward. The Fisher Community Center will continue to receive the same amount of \$100,000. Liability insurance has been increased by \$42,126 for the anticipated premium increase due to the Derecho disaster. The Emergency Management raised their fee by 4%, so we show increased funding of \$1,258. The Police & Fire Retirement has an increase of \$49,651 due to statewide rate increases for the employer's share of MFPRSI. The rates for FICA & IPERS stayed the same but due to turnover in staff with replacements by employees starting at lower steps, a decrease of \$9,466 is budgeted. Other Employee Benefits increased by \$63,565 primarily due to an anticipated 7.5% increase for health insurance (the City self-insures so the actual premium will not be decided until the open enrollment period in November).

Overall, the increased dollars would be \$57,875, which is a .47% increase over FY21.

After the public hearing on Monday, Feb. 15th, the Council can lower the amount, but cannot exceed what was published.

Attachment: Maximum property tax for specific levies publication

cc: Jessica Kinser, City Administrator

City Council

Raymond Starks, Gary Thompson, Mike Gowdy,
Al Hoop, Gabriel Isom, Bill Martin, Bethany Wirin

**NOTICE OF PUBLIC HEARING - CITY OF MARSHALLTOWN - 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: 2/15/2021 **Meeting Time:** 05:30 PM **Meeting Location:** City Council Chambers

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.marshalltown-ia.gov

City Telephone Number
(641) 754-5760 ext: 2100

	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	904,620,601	908,963,073	908,963,073	
Tax Levies:				
Regular General	7,327,427	7,327,427	7,362,601	
Contract for Use of Bridge	0	0		
Opr & Maint Publicly Owned Transit	275,605	275,605	150,000	
Rent, Ins. Maint. Of Non-Owned Civ. Ctr.	100,000	100,000	100,000	
Opr & Maint of City-Owned Civic Center	0	0		
Planning a Sanitary Disposal Project	0	0		
Liability, Property & Self-Insurance Costs	173,223	173,223	215,349	
Support of Local Emer. Mgmt. Commission	31,407	31,407	32,665	
Emergency	244,248	244,248	245,420	
Police & Fire Retirement	1,213,384	1,213,384	1,263,035	
FICA & IPERS	780,939	780,939	771,473	
Other Employee Benefits	1,935,093	1,935,093	1,998,658	
Total Tax Levy	12,081,326	12,081,326	12,139,201	0.47
Tax Rate	13.35513	13.29133	13.35500	

Explanation of significant increases in the budget:

The regular and emergency levies primarily pay for increased costs for wages, maintenance agreements and utilities. Due to the CARES ACT funding expected to be received from the pandemic, the Transit levy was reduced. Liability and property insurance increased due to the Derecho. The Police & Fire Retirement employer share rate increased from 25.1% to 26.18%. A rate increase for health insurance is budgeted in Other Employee Benefits.

If applicable, the above notice also available online at:

www.marshalltown-ia.gov; www.marshalltownlibrary.org; facebook.com/City-of-Marshalltown-Local-Government; facebook.com/marshalltownpubliclibrary; facebook.com/MarshalltownFD; facebook.com/MarshalltownParksandRecreation; facebook.com/MarshalltownPD; twitter.com/MARSHALLTOWNPD; local.nixle.com/zipcode/50158/

*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