

received  
2/29/24 8:57am

03/29/24  
08:57 AM

# CITY OF OTTUMWA Staff Summary

**\*\* ACTION ITEM \*\***

Council Meeting of: Mar 5, 2024

Finance  
Department

Jessica Kinser  
Prepared By  
Jessica Kinser  
Department Head

*[Signature]*  
City Administrator Approval

AGENDA TITLE: A RESOLUTION SETTING A PUBLIC HEARING ON CITY OF OTTUMWA FISCAL YEAR 2025 PROPOSED PROPERTY TAX LEVY

\*\*\*\*\*

**\*\*Public hearing required if this box is checked.\*\***

\*\*\*The Proof of Publication for each Public Hearing must be attached to this Staff Summary. If the Proof of Publication is not attached, the Item will not be placed on the agenda.\*\*\*

RECOMMENDATION: Approve the resolution as proposed.

DISCUSSION: The budget work has wrapped up, and everything discussed has been put in the State's form and is ready for publication and public hearings. This is the first of two public hearings to be held and is for the proposed tax levy, which is \$20.80779, which is a nearly 17% decrease from the current year tax levy of \$21.20106. As previously discussed, the property tax levy is decreasing due to the loss of 4 tax levies the City previously utilized. Those levies totaled \$8.775 and now the combined General Fund levy (CGFL) is at \$8.51, or a decrease of \$0.26. The debt service levy is also decreasing slightly, leading to the total decrease. This public hearing will be held on April 2nd at a separate meeting from the regular meeting.

Source of Funds: N/A

Budgeted Item:  Budget Amendment Needed: No

Prior to the public hearing, the City will submit the proposed tax rate to the Iowa Department of Management in order for the City's information to be combined with other taxing entities for the County Auditor to be able to mail out truth in taxation notices by March 20th.

Following the holding of the proposed property tax levy hearing, the public hearing on the total budget will be set at the April 2nd meeting, to be held on April 16th.

RESOLUTION NO. 59-2024

A RESOLUTION SETTING A PUBLIC HEARING ON CITY OF OTTUMWA FISCAL  
YEAR 2025 PROPOSED PROPERTY TAX LEVY

WHEREAS, the City of Ottumwa is required to hold a public hearing on the proposed property tax levy for the coming fiscal year; and,

WHEREAS, the property tax levy for the fiscal year beginning July 1, 2024 is proposed to be \$20.80779 per \$1,000 of taxable valuation, which is a 16.82 percent decrease from the current property tax levy; and


WHEREAS, the proposed date for this public hearing is Tuesday, April 2, 2024, at 5:30pm at the Bridgeview Center;

NOW, THEREFORE, BE IT RESOLVED, BY THE CITY COUNCIL OF THE CITY OF OTTUMWA, IOWA THAT:



The public hearing for the proposed property tax levy is hereby set for Tuesday, April 2, 2024, at 5:30pm.

APPROVED, PASSED, AND ADOPTED, this 5<sup>th</sup> day of March 2024.

CITY OF OTTUMWA, IOWA

  
Richard W. Johnson, Mayor

ATTEST:

  
  
Christina Reinhard, City Clerk

FISCAL YEAR JULY 1, 2024 - JUNE 30, 2025  
 ADOPTION OF BUDGET AND CERTIFICATION OF CITY TAXES  
 The City of: OTTUMWA County Name: WAPELLO COUNTY

Adopted On: (entered upon adoption) Resolution: (entered upon adoption)

The below-signed certifies that the City Council, on the date stated above, lawfully approved the named resolution adopting a budget for next fiscal year, as summarized on this and the supporting pages.

Attached is Long Term Debt Schedule Form 703 which lists any and all of the debt service obligations of the City.

		With Gas & Electric		Without Gas & Electric	
Regular	2a	699,574,040	2b	682,284,914	City Number: 90-868 Last Official Census: 25,529
DEBT SERVICE	3a	734,656,891	3b	717,367,765	
Ag Land	4a	996,930			

Consolidated General Fund Levy Calculation

	CGFL Max Rate	CGFL Max Dollars	Non-TIF Taxable w/ G&E	Taxable Growth %
FY 2024 Budget Data	8.77500	5,648,613	643,716,660	8.68
	Limitation Percentage			
	3			
	CGFL Max Rate	CGFL Max Dollars	Revenue Growth %	
Max Allowed CGFL for FY 2025	8.51942	5,959,965	5.51	

TAXES LEVIED

Code Sec.	Dollar Limit	Purpose	ENTER FIRE DISTRICT RATE BELOW		(A) Request with Utility Replacement	(B) Property Taxes Levied		(C) Rate
384.1	8.51942	Consolidated General Fund		5	5,959,965	5,812,672	43	8.51942
		<b>Non-Voted Other Permissible Levies</b>						
384.12(1)	0.95000	Opr & Maint publicly owned Transit		7		0	45	0.00000
384.12(2)	0.27000	Aviation Authority (under sec.330A.15)		11		0	49	0.00000
384.12(3)	Amt Nec	Liability, property & self insurance costs		14	500,000	487,643	52	0.71472
384.12(5)	Amt Nec	Support of a Local Emerg.Mgmt.Comm.		462		0	465	0.00000
		<b>Voted Other Permissible Levies</b>						
28E.22	1.50000	Unified Law Enforcement		24		0	62	0.00000
		<b>Total General Fund Regular Levies (5 thru 24)</b>		25	6,459,965	6,300,315		
384.1	3.00375	Ag Land		26	2,995	2,995	63	3.00375
		<b>Total General Fund Tax Levies (25 + 26)</b>		27	6,462,960	6,303,310		<b>Do Not Add</b>
		<b>Special Revenue Levies</b>						
384.6	Amt Nec	Police & Fire Retirement		29	1,258,400	1,227,301		1.79881
	Amt Nec	FICA & IPERS (if general fund at levy limit)		30	860,916	839,640		1.23063
Rules	Amt Nec	Other Employee Benefits		31	3,025,007	2,950,248		4.32407
		<b>Subtotal Employee Benefit Levy (29,30,31)</b>		32	5,144,323	5,017,189	65	7.35351
			<b>Valuation</b>					
386	As Req	<b>With Gas &amp; Elec</b>	<b>Without Gas &amp; Elec</b>					
	SSMID 1 (A)	4,175,211 (B)	4,175,211	34	4,175	4,175	66	0.99995
	SSMID 2 (A)	5,005,404 (B)	5,005,404	35	10,010	10,010	67	1.99984
	SSMID 3 (A)	3,719,763 (B)	3,719,763	36	11,157	11,157	68	2.99938
	SSMID 4 (A)	0 (B)	0	37		0	69	0.00000
	SSMID 5 (A)	0 (B)	0	555		0	565	0.00000
	SSMID 6 (A)	0 (B)	0	556		0	566	0.00000
	SSMID 7 (A)	0 (B)	0	1177		0	1179	0.00000
	SSMID 8 (A)	0 (B)	0	1185		0	1187	0.00000
		<b>Total Special Revenue Levies</b>		39	5,169,665	5,042,531		
384.4	Amt Nec	<b>Debt Service Levy 76.10(6)</b>		40	3,100,354	3,027,392	70	4.22014
384.7	0.67500	<b>Capital Projects (Capital Improv. Reserve)</b>		41		0	71	0.00000
		<b>Total Property Taxes (27+39+40+41)</b>		42	14,732,979	14,373,233	72	20.80779

COUNTY AUDITOR - I certify the budget is in compliance with ALL the following: Budgets that DO NOT meet ALL the criteria below are not statutorily compliant & must be returned to the city for correction.

\_\_\_\_\_ (City Representative)   
*Richard W. Johnson*   
 \_\_\_\_\_ (Date)   
 3-5-24   
 \_\_\_\_\_ (County Auditor)   
 \_\_\_\_\_ (Date)

**CITY NAME:** NOTICE OF PUBLIC HEARING - CITY OF OTTUMWA - PROPOSED PROPERTY TAX LEVY  
**OTTUMWA** Fiscal Year July 1, 2024 - June 30, 2025 **CITY #: 90-868**

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

Meeting Date: 4/2/2024 Meeting Time: 05:30 PM Meeting Location: Bridgeview Center, 102 Church Street, Ottumwa, Iowa

At the public hearing any resident or taxpayer may present objections to, or arguments in favor of the proposed tax levy. After the hearing 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.OTTUMWA.US

City Telephone Number  
 (641) 683-0622

Iowa Department of Management	Current Year Certified Property Tax 2023 - 2024	Budget Year Effective Property Tax 2024 - 2025	Budget Year Proposed Property Tax 2024 - 2025
Taxable Valuations for Non-Debt Service	625,379,213	682,284,914	682,284,914
Consolidated General Fund	5,487,702	5,487,702	5,812,672
Operation & Maintenance of Public Transit	0	0	0
Aviation Authority	0	0	0
Liability, Property & Self Insurance	518,665	518,665	487,643
Support of Local Emergency Mgmt. Comm.	0	0	0
Unified Law Enforcement	0	0	0
Police & Fire Retirement	1,135,182	1,135,182	1,227,301
FICA & IPERS (If at General Fund Limit)	804,544	804,544	839,640
Other Employee Benefits	2,559,940	2,559,940	2,950,248
Capital Projects (Capital Improv. Reserve)	0	0	0
Taxable Value for Debt Service	665,618,364	717,367,765	717,367,765
Debt Service	2,929,786	2,929,786	3,027,392
<b>CITY REGULAR TOTAL PROPERTY TAX</b>	<b>13,435,819</b>	<b>13,435,819</b>	<b>14,344,896</b>
<b>CITY REGULAR TAX RATE</b>	<b>21.20106</b>	<b>19.48239</b>	<b>20.80779</b>
Taxable Value for City Ag Land	963,137	996,930	996,930
Ag Land	2,893	2,893	2,995
<b>CITY AG LAND TAX RATE</b>	<b>3.00373</b>	<b>2.90191</b>	<b>3.00375</b>
<b>Tax Rate Comparison-Current VS. Proposed</b>			
Residential property with an Actual/Assessed Value of \$100,000	<b>Current Year Certified 2023/2024</b>	<b>Budget Year Proposed 2024/2025</b>	<b>Percent Change</b>
City Regular Resident	1,159	964	-16.82
Commercial property with an Actual/Assessed Value of \$100,000	<b>Current Year Certified 2023/2024</b>	<b>Budget Year Proposed 2024/2025</b>	<b>Percent Change</b>
City Regular Commercial	1,159	964	-16.82

Note: Actual/Assessed Valuation is multiplied by a Rollback Percentage to get to the Taxable Valuation to calculate Property Taxes. Residential and Commercial properties have the same Rollback Percentage at \$100,000 Actual/Assessed Valuation.

**Reasons for tax increase if proposed exceeds the current:**

The City of Ottumwa is not proposing an increase in the property tax rate for 2024/2025.

