



City Hall, 215 Sycamore St.
Muscatine, IA 52761-3899
(563) 264-1550
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FINANCE & RECORDS

MEMO

To: Gregg Mandsager, City Administrator

From: Nancy A. Lueck, Finance Director

Date: February 23, 2012

Re: Resolution for the Adoption of Budget and Certification of Taxes for Fiscal Year 2012/2013

Introduction and Background:

On February 15, 2012 City Council set a public hearing for March 1, 2012 concerning the proposed budget for 2012/2013 and the notice of public hearing was published in the *Muscatine Journal* on February 18, 2012.

Recommendation:

Attached is the resolution for the adoption of the budget and certification of City taxes for the 2012/2013 fiscal year. The amounts in the public hearing notice and budget adoption resolution reflect the budget amounts approved by City Council during their budget review sessions, in the format required by the State of Iowa.

Please include the attached resolution on the City Council agenda for the March 1, 2012 Council meeting. Please contact me if you have any questions.

RESOLUTION NO. _____

**A RESOLUTION ADOPTING THE ANNUAL BUDGET
FOR THE FISCAL YEAR ENDING JUNE 30, 2013**

WHEREAS, the City Council of the City of Muscatine, Iowa has held budget meetings for the purpose of reviewing and discussing the proposed City budget for the fiscal year ending June 30, 2013;

WHEREAS, a public hearing was held on March 1, 2012 for the purpose of receiving comments from the taxpayers and citizens of the City regarding the budget estimate;

NOW, THEREFORE, be it resolved by the Council of the City of Muscatine, Iowa:

The annual budget for the fiscal year ending June 30, 2013, as set forth in the Budget Summary Certificate and in the detailed budget schedules in support thereof showing the revenue estimates and expenditure appropriations, and the allocation to programs and activities for said fiscal year is adopted, and the clerk is directed to make the filings required by law and to set up the records in accordance with the summary and detail schedules as adopted.

PASSED, APPROVED, AND ADOPTED THIS 1st DAY OF MARCH, 2012.

DeWayne Hopkins, Mayor

ATTEST:

Gregg Mandsager, City Clerk

70-653

Adoption of Budget and Certification of City Taxes

FISCAL YEAR BEGINNING JULY 1, 2012 - ENDING JUNE 30, 2013

The City of: Muscatine County Name: MUSCATINE Date Budget Adopted: 03/01/12
(Date)

At a meeting of the City Council, held after the public hearing as required by law, as specified above, the proposed budget was adopted as summarized and attached hereto, and tax levies, as itemized below, were approved for all taxable property of this City. There is attached a Long Term Debt Schedule Form 703 for the debt service needs, if any.

563-264-1550
Telephone Number

Signature

County Auditor Date Stamp

January 1, 2011 Property Valuations

	With Gas & Electric	Without Gas & Electric	Last Official Census
Regular	781,443,576	777,688,432	22,886
DEBT SERVICE	804,895,805	801,140,661	
Ag Land	878,503		

TAXES LEVIED

Code Sec.	Dollar Limit	Purpose	(A) Request with Utility Replacement	(B) Property Taxes Levied	(C) Rate
384.1	8.10000	Regular General levy	5 6,329,693	6,299,276	43 8.10000
Non-Voted Other Permissible Levies					
(384)					
12(8)	0.87500	Contract for use of Bridge	6	0	44 0
12(10)	0.95000	Opr & Maint publicly owned Transit	7 320,000	318,463	45 0.40950
12(11)	Amt Nec	Rent, Ins. Maint of Civic Center	8	0	46 0
12(12)	0.13500	Opr & Maint of City owned Civic Center	9	0	47 0
12(13)	0.06750	Planning a Sanitary Disposal Project	10	0	48 0
12(14)	0.27000	Aviation Authority (under sec.330A.15)	11	0	49 0
12(15)	Amt Nec	Joint city-county building lease	12	0	50 0
12(16)	0.06750	Levee Impr. fund in special charter city	13 52,747	52,494	51 0.06750
12(18)	Amt Nec	Liability, property & self insurance costs	14 249,400	248,199	52 0.31915
12(22)	Amt Nec	Support of a Local Emerg.Mgmt.Comm.	462	0	465 0
Voted Other Permissible Levies					
(384)					
12(1)	0.13500	Instrumental/Vocal Music Groups	15	0	53 0
12(2)	0.81000	Memorial Building	16	0	54 0
12(3)	0.13500	Symphony Orchestra	17	0	55 0
12(4)	0.27000	Cultural & Scientific Facilities	18	0	56 0
12(5)	As Voted	County Bridge	19	0	57 0
12(6)	1.35000	Missi or Missouri River Bridge Const.	20	0	58 0
12(9)	0.03375	Aid to a Transit Company	21	0	59 0
12(17)	0.20500	Maintain Institution received by gift/devise	22	0	60 0
12(19)	1.00000	City Emergency Medical District	463	0	466 0
12(21)	0.27000	Support Public Library	23	0	61 0
28E.22	1.50000	Unified Law Enforcement	24	0	62 0
Total General Fund Regular Levies (5 thru 24)			25 6,951,840	6,918,432	
384.1	3.00375	Ag Land	26 2,639	2,639	63 3.00375
Total General Fund Tax Levies (25 + 26)			27 6,954,479	6,921,071	Do Not Add
Special Revenue Levies					
384.8	0.27000	Emergency (if general fund at levy limit)	28 0	0	64 0
384.6	Amt Nec	Police & Fire Retirement	29 1,121,886	1,116,495	1.43566
	Amt Nec	FICA & IPERS (if general fund at levy limit)	30 560,635	557,941	0.71744
Rules	Amt Nec	Other Employee Benefits	31 1,420,924	1,414,096	1.81833
Total Employee Benefit Levies (29,30,31)			32 3,103,445	3,088,535	65 3.97143
Sub Total Special Revenue Levies (28+32)			33 3,103,445	3,088,535	
Valuation					
386	As Req				
		With Gas & Elec	Without Gas & Elec		
SSMID 1	(A)	(B)	34	0	66 0
SSMID 2	(A)	(B)	35	0	67 0
SSMID 3	(A)	(B)	36	0	68 0
SSMID 4	(A)	(B)	37	0	69 0
SSMID 5	(A)	(B)	555	0	565 0
SSMID 6	(A)	(B)	556	0	566 0
SSMID 7	(A)	(B)	1177	0	566 0
Total SSMID			38 0	0	Do Not Add
Total Special Revenue Levies			39 3,103,445	3,088,535	
384.4	Amt Nec	Debt Service Levy 76.10(6)	40 2,337,324	2,326,416	70 2.90388
384.7	0.87500	Capital Projects (Capital Improv. Reserve)	41	0	71 0
Total Property Taxes (27+39+40+41)			42 12,395,248	12,336,022	72 15.77146

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.

- 1) The prescribed Notice of Public Hearing Budget Estimate (Form 631.1) was lawfully published, or posted if applicable, and notarized, filed proof was evidenced.
- 2) Budget hearing notices were published or posted not less than 10 days, nor more than 20 days, prior to the budget hearing.
- 3) Adopted property taxes do not exceed published or posted amounts.
- 4) Adopted expenditures do not exceed published or posted amounts in each of the nine program areas, or in total.
- 5) The budget file uploaded to the SUBMIT Area matched the paper copy certified by the city to this office.
- 6) The city is receiving TIF Revenues and has completed the TIF Indebtedness section of the TIF DEBT form in compliance with 384.16(1)

(County Auditor)

Fund Balance Worksheet for City of

Muscatine

		General (A)	Special Rev (B)	TIF Special Rev (C)	Debt Serv (D)	Capt Proj (E)	Permanent (G)	Total Government (H)	Proprietary (I)	Grand Total (J)	
(1)											
*Annual Report FY 2011											
Beginning Fund Balance July 1 (pg 5, line 134) *	1	1,748,828	5,737,398	1,533,278	256,511	1,555,207	1,020,285	11,851,507	7,805,274	19,656,781	
Actual Revenues Except Beg Bal (pg 5, line 132) *	2	15,629,117	10,080,045	776,579	2,712,445	2,092,191	34,732	31,325,109	25,971,468	57,296,577	
Actual Expenditures Except End Bal (pg 12, line 259) *	3	15,300,939	12,056,838	1,081,562	2,830,048	4,554,119	48,947	35,872,453	24,862,977	60,735,430	
Ending Fund Balance June 30 (pg 12, line 261) *	4	2,077,006	3,760,605	1,228,295	138,908	-906,721	1,006,070	7,304,163	8,913,765	16,217,928	
(2)											
** Re-Estimated FY 2012											
Beginning Fund Balance	5	2,077,006	3,760,605	1,228,295	138,908	-906,721	1,006,070	7,304,163	8,913,765	16,217,928	
Re-Est Revenues	6	16,928,782	10,561,311	808,720	2,519,981	8,193,033	33,400	39,045,227	24,048,427	63,093,654	
Re-Est Expenditures	7	16,410,080	10,165,375	868,685	2,536,981	5,888,470	28,550	35,898,141	24,704,692	60,602,833	
Continuing Appropriation	8					0		0	0	0	
Ending Fund Balance	9	2,595,708	4,156,541	1,168,330	121,908	1,397,842	1,010,920	10,451,249	8,257,500	18,708,749	
(3)											
** Budget FY 2013											
Beginning Fund Balance	10	2,595,708	4,156,541	1,168,330	121,908	1,397,842	1,010,920	10,451,249	8,257,500	18,708,749	
Revenues	11	17,243,827	10,792,505	850,200	2,761,730	1,404,747	26,400	33,079,409	24,306,999	57,386,408	
Expenditures	12	17,184,247	12,958,654	928,307	2,841,730	2,475,200	23,450	36,411,588	24,001,503	60,413,091	
Continuing Appropriation	13					0		0	0	0	
Ending Fund Balance	14	2,655,288	1,990,392	1,090,223	41,908	327,389	1,013,870	7,119,070	8,562,996	15,682,066	

* The figures in section (1) are taken from FORM F-66(IA-2) STATE OF IOWA FINANCIAL REPORT FOR FISCAL YEAR ENDED JUNE 30, 2011
 ** The remaining two sections are filled in by the software once ALL worksheets are completed.

CITY OF Muscatine

The Total Outstanding TIF Indebtedness is not used to determine the constitutional debt limit. Indebtedness as defined in Iowa Code Section 384.16, subsection 1, includes any TIF-financed agreement including all remaining payments for any annual appropriation agreements. Include the TOTAL amount for all remaining years of the agreement. Use best estimates for any agreement where the actual amount for future years is not known.

Include the total amount of outstanding loans, advances, indebtedness, or bonds outstanding, including interest, at the close of the most recently ended fiscal year through the remaining term of the indebtedness, which will be paid from TIF revenues.

TOTAL OUTSTANDING TIF INDEBTEDNESS INCLUDING INTEREST OWED	ACTUAL 2011
PRINCIPAL on All Bonds Paid with TIF Revenues including interest to term	3,455,851
TIF Non-Bond Loans & Debt - Owed to Other Entities	
Self-Financed or Internal Loan TIF Debt	
Tax Rebate/ments & Other Agreements Paid with TIF Revenues	12,952,935
TOTAL OUTSTANDING TIF INDEBTEDNESS	16,408,786

TIF Revenues are those moneys paid into the Special Fund created in section 403.19.
 DO NOT include bond payments made with a Debt Service levy on property
 Include ONLY debt that is to be repaid from future Tax Increment Financing revenues.
 All debt and interest should only be listed once.
 Include principal and interest to term in all amounts.

THE DATA BELOW NO LONGER
 CARRIES TO A "REBATES" LINE OF
 THE RE-EXP P2 & EXP P2 FORMS

Click to view Help with Rebates

REBATES OR PAYMENTS TO ENTITIES FROM TAXES FUNDED BY TIF				
ENTITY NAME (Rebates DO NOT include bonds, SRF, project names, etc. See Help page for definition)				
	EXP P2	RE-EST EXP P2		
	BUDGET 2013	RE-ESTIMATED 2012	ACTUAL 2011	
1	HNI TIF Rebate Agreement (Downtown TIF)	0	57,716	57,127
2	Robinson Logistics Agreement (Southend TIF)	25,920	25,920	25,990
3	MUSCO Sports Lighting Agreement (Southend TIF)	102,500	101,147	106,552
4	Musser Street Investment LLC Rebate Agreement (Southend TIF)	0	0	15,839
5	Curry's Transportation Rebate Agreement(Southend TIF)	25,200	25,105	25,059
6	Newcomb Properties LLC Rebate Agreement (Southend TIF)	8,400	8,365	8,566
7	A & E Convenience LLC Rebate Agreement (Southend TIF)	3,700	0	0
8	VMI Northport Commons Agreement (Cedar Development TIF)	178,500	157,440	147,654
9	Muscatine Mall Rebate Rebate Agreement (MuscatineMall TIF)	13,400	12,490	14,106
10	Heinz Rebate Agreement (Heinz TIF)	14,500	11,362	0
11				
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* TOTAL Rebates or Payments to Entities				
	372,120	399,545	400,893	

* The *Total Rebates or Payments* appears on the Expenditures Pages, Re-Est Exp P2 & EXP P 2, under the Community & Econ Development Program

RE-ESTIMATED EXPENDITURES SCHEDULE PAGE 1

RE-ESTIMATED Fiscal Year Ending 2012

Fiscal Years

GOVERNMENT ACTIVITIES		GENERAL	SPECIAL REVENUE	TIF SPECIAL REVENUES	DEBT SERVICE	CAPITAL PROJECTS	PERMANENT	PROPRIETARY	RE-ESTIMATED 2012	ACTUAL 2011
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)
PUBLIC SAFETY										
Police Department/Crime Prevention	1	4,037,700	71,000						4,108,700	3,739,562
Jail	2								0	
Emergency Management	3	96,300							96,300	51,052
Flood Control	4								0	
Fire Department	5	3,425,900							3,425,900	3,148,339
Ambulance	6								0	
Building Inspections	7								0	
Miscellaneous Protective Services	8								0	
Animal Control	9	124,800							124,800	102,281
Other Public Safety	10								0	
TOTAL (lines 1 - 10)	11	7,684,700	71,000	0			0		7,755,700	7,041,234
PUBLIC WORKS										
Roads, Bridges, & Sidewalks	12	1,175,300							1,175,300	1,228,279
Parking - Meter and Off-Street	13								0	
Street Lighting	14								0	
Traffic Control and Safety	15	135,800							135,800	132,820
Snow Removal	16	466,700							466,700	469,879
Highway Engineering	17	129,600							129,600	123,965
Street Cleaning	18	173,500							173,500	170,602
Airport <i>(if not Enterprise)</i>	19								0	0
Garbage <i>(if not Enterprise)</i>	20								0	0
Other Public Works	21	156,500							156,500	141,244
TOTAL (lines 12 - 21)	22	2,237,400	0	0			0		2,237,400	2,266,789
HEALTH & SOCIAL SERVICES										
Welfare Assistance	23								0	
City Hospital	24								0	
Payments to Private Hospitals	25								0	
Health Regulation and Inspection	26								0	
Water, Air, and Mosquito Control	27								0	
Community Mental Health	28								0	
Other Health and Social Services	29	17,800							17,800	17,800
TOTAL (lines 23 - 29)	30	17,800	0	0			0		17,800	17,800
CULTURE & RECREATION										
Library Services	31	1,050,500	60,300						1,110,800	1,036,325
Museum, Band and Theater	32	315,000	26,100						341,100	356,877
Parks	33	1,310,500	132,600						1,443,100	1,306,106
Recreation	34	116,100							116,100	99,283
Cemetery	35	152,000					4,650		156,650	183,759
Community Center, Zoo, & Marina	36								0	
Other Culture and Recreation	37	17,500							17,500	37,292
TOTAL (lines 31 - 37)	38	2,961,600	219,000	0			4,650		3,185,250	3,019,642

CITY OF Muscatine

Department of Management
 THE TOTAL REVENUES FOR THE ACTUAL YEAR ON THIS FORM DO NOT MATCH THE ACTUAL COLUMN LINE 44 FIGURE ON THIS FORM.

RE-ESTIMATED EXPENDITURES SCHEDULE PAGE 2

		RE-ESTIMATED Fiscal Year Ending 2012						Fiscal Years		
GOVERNMENT ACTIVITIES CONT.		GENERAL	SPECIAL REVENUES	TIF SPECIAL REVENUES	DEBT SERVICE	CAPITAL PROJECTS	PERMANENT	PROPRIETARY	RE-ESTIMATED 2012	ACTUAL 2011
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)
COMMUNITY & ECONOMIC DEVELOPMENT										
Community Beautification	39								0	
Economic Development	40	90,000							90,000	90,000
Housing and Urban Renewal	41		1,950,860	1,200					1,952,060	1,852,428
Planning & Zoning	42	725,900							725,900	666,532
Other Com & Econ Development	43			399,545					399,545	400,893
	44									
TOTAL (lines 39 - 44)	45	815,900	1,950,860	400,745			0		3,167,505	3,009,853
GENERAL GOVERNMENT										
Mayor, Council, & City Manager	46	311,700							311,700	308,479
Clerk, Treasurer, & Finance Adm.	47	498,900							498,900	464,264
Elections	48	5,700							5,700	0
Legal Services & City Attorney	49	75,600							75,600	49,293
City Hall & General Buildings	50	499,100							499,100	471,156
Tort Liability	51	274,300							274,300	259,418
Other General Government	52	392,800	40,408						433,208	455,731
	53	2,058,100	40,408	0				0	2,098,508	2,008,341
DEBT SERVICE	54			259,698	2,536,981				2,796,679	3,399,221
Gov Capital Projects	55					5,745,700			5,745,700	4,539,832
TIF Capital Projects	56								0	
TOTAL CAPITAL PROJECTS	57	0	0	0		5,745,700	0		5,745,700	4,539,832
TOTAL Governmental Activities Expenditures (lines 11+22+30+38+44+52+53+54)	58	15,775,500	2,281,268	660,443	2,536,981	5,745,700	4,650		27,004,542	25,302,712
BUSINESS TYPE ACTIVITIES										
Proprietary: Enterprise & Budgeted ISF										
Water Utility	59								0	
Sewer Utility	60							3,611,700	3,611,700	4,190,345
Electric Utility	61								0	
Gas Utility	62								0	
Airport	63							113,600	113,600	98,158
Landfill/Garbage	64							4,507,800	4,507,800	4,149,279
Transit	65							1,019,200	1,019,200	934,388
Cable TV, Internet & Telephone	66								0	
Housing Authority	67							967,000	967,000	1,003,184
Storm Water Utility	68								0	
Other Business Type (city hosp., ISF, parking, etc.)	69							4,333,700	4,333,700	11,561,399
Enterprise DEBT SERVICE	70							1,061,188	1,061,188	
Enterprise CAPITAL PROJECTS	71							3,573,200	3,573,200	
Enterprise TIF CAPITAL PROJECTS	72								0	
TOTAL BUSINESS TYPE EXPENDITURES (lines 56 - 68)	73							19,187,388	19,187,388	21,936,753
TOTAL ALL EXPENDITURES (lines 58+74)	74	15,775,500	2,281,268	660,443	2,536,981	5,745,700	4,650	19,187,388	46,191,930	47,239,465
Regular Transfers Out	75	634,580	7,884,107			142,770	23,900		5,517,304	14,202,661
Internal TIF Loan Transfers Out	76			208,242					208,242	97,775
Total ALL Transfers Out	77	634,580	7,884,107	208,242	0	142,770	23,900		5,517,304	13,495,965
Total Expenditures and Other Fin Uses (lines 73+74)	78	16,410,080	10,165,375	868,685	2,536,981	5,888,470	28,550	24,704,692	60,602,833	60,735,430
* Continuing Appropriation	79					0		0	0	
Ending Fund Balance June 30	80	2,595,708	4,156,541	1,168,330	121,908	1,397,842	1,010,920	8,257,500	18,708,749	16,217,928

* A continuing appropriation is the unexpended budgeted amount from a prior year's capital project that is expended in the following year or years. The entry is made on the CON APPROP page that must accompany the budget forms if used. THE USE OF THE CONTINUING APPROPRIATION IS VOLUNTARY. SUCH EXPENDITURES DO NOT REQUIRE AN AMENDMENT. HOWEVER THE ORIGINAL AMOUNT OF THE CAPITAL PROJECT MUST HAVE APPEARED ON A PREVIOUS YEAR'S BUDGET TO OBTAIN THE SPENDING AUTHORITY. THE CONTINUING APPROPRIATION CAN NOT BE FOR A YEAR PRIOR TO THE ACTUAL YEAR. CONTINUING APPROPRIATIONS END WITH THE ACTUAL YEAR. SEE INSTRUCTIONS.

RE-ESTIMATED REVENUES DETAIL
RE-ESTIMATED Fiscal Year Ending 2012 **Fiscal Years**

(A)	(B)	GENERAL (C)	SPECIAL REVENUES (D)	TIF SPECIAL REVENUES (E)	DEBT SERVICE (F)	CAPITAL PROJECTS (G)	PERMANENT (H)	PROPRIETARY (I)	RE-ESTIMATED 2012 (J)	ACTUAL 2011 (K)
REVENUES & OTHER FINANCING SOURCES										
Taxes Levied on Property	1	6,702,020	3,071,659		2,219,574				11,993,253	11,692,917
Less: Uncollected Property Taxes - Levy Year	2								0	11,883
Net Current Property Taxes (line 1 minus line 2)	3	6,702,020	3,071,659		2,219,574	0			11,993,253	11,681,034
Delinquent Property Taxes	4								0	8,138
TIF Revenues	5			806,520					806,520	771,639
Other City Taxes:										
Utility Tax Replacement Excise Taxes	6	30,943	14,187		9,951				55,081	52,274
Utility franchise tax (Iowa Code Chapter 364.2)	7	461,300							461,300	463,933
Parimutuel wager tax	8								0	0
Gaming wager tax	9								0	0
Mobile Home Taxes	10	10,000							10,000	17,627
Hotel/Motel Taxes	11	350,000							350,000	363,664
Other Local Option Taxes	12		2,655,500						2,655,500	2,433,920
Subtotal - Other City Taxes (lines 6 thru 11)	13	852,243	2,669,687		9,951	0			3,531,881	3,331,418
Licenses & Permits	14	280,600						17,600	298,200	294,469
Use of Money & Property	15	162,200	9,900	2,200	500		27,400	806,570	1,008,770	892,284
Intergovernmental:										
Federal Grants & Reimbursements	16	312,800	1,819,160			2,220,900		877,930	5,230,790	3,959,705
Road Use Taxes	17		2,088,300						2,088,300	2,240,867
Other State Grants & Reimbursements	18	15,500	11,500			38,400		417,800	483,200	690,222
Local Grants & Reimbursements	19	251,600	37,500			129,653		148,600	567,353	392,503
Subtotal - Intergovernmental (lines 15 thru 18)	20	579,900	3,956,460	0	0	2,388,953		1,444,330	8,369,643	7,283,297
Charges for Fees & Service:										
Water Utility	21								0	0
Sewer Utility	22							4,902,000	4,902,000	4,647,527
Electric Utility	23								0	0
Gas Utility	24								0	0
Parking	25								0	0
Airport	26								0	0
Landfill/Garbage	27							5,335,350	5,335,350	4,882,510
Hospital	28								0	0
Transit	29							168,300	168,300	168,175
Cable TV, Internet & Telephone	30								0	0
Housing Authority	31							28,000	28,000	0
Storm Water Utility	32								0	0
Other Fees & Charges for Service	33	618,150						1,588,450	2,206,600	2,514,140
Subtotal - Charges for Service (lines 20 thru 32)	34	618,150	0		0	0	0	12,022,100	12,640,250	12,212,352
Special Assessments	35								0	0
Miscellaneous	36	1,569,550	55,200			18,600	6,000	3,051,390	4,700,740	4,469,466
Other Financing Sources:										
Regular Operating Transfers In	37	6,026,602	798,405		219,731	1,006,980		6,150,943	14,202,661	13,398,190
Internal TIF Loan Transfers In	38	137,517			70,225	500			208,242	97,775
Subtotal ALL Operating Transfers In	39	6,164,119	798,405	0	289,956	1,007,480	0	6,150,943	14,410,903	13,495,965
Proceeds of Debt (Excluding TIF Internal Borrowing)	40					4,428,000		489,244	4,917,244	11,216
Proceeds of Capital Asset Sales	41					350,000		66,250	416,250	2,845,299
Subtotal-Other Financing Sources (lines 36 thru 38)	42	6,164,119	798,405	0	289,956	5,785,480	0	6,706,437	19,744,397	16,352,480
Total Revenues except for beginning fund balance (lines 3, 4, 5, 12, 13, 14, 18, 33, 34, 35, & 39)	43	16,928,782	10,561,311	808,720	2,519,981	8,193,033	33,400	24,048,427	63,093,654	57,296,577
Beginning Fund Balance July 1	44	2,077,006	3,760,605	1,228,295	138,908	-906,721	1,006,070	8,913,765	16,217,928	19,656,781
TOTAL REVENUES & BEGIN BALANCE (lines 41-42)	45	19,005,788	14,321,916	2,037,015	2,658,889	7,286,312	1,039,470	32,962,192	79,311,582	76,953,358

EXPENDITURES SCHEDULE PAGE 1

Fiscal Year Ending 2013

Fiscal Years

GOVERNMENT ACTIVITIES (A)	(B)	GENERAL (C)	SPECIAL REVENUES (D)	TIF SPECIAL REVENUES (E)	DEBT SERVICE (F)	CAPITAL PROJECTS (G)	PERMANENT (H)	PROPRIETARY (I)	BUDGET 2013 (J)	RE-ESTIMATED 2012 (K)	ACTUAL 2011 (L)
PUBLIC SAFETY											
Police Department/Crime Prevention	1	4,213,100	185,000						4,398,100	4,108,700	3,739,562
Jail	2								0	0	0
Emergency Management	3	26,700							26,700	96,300	51,052
Flood Control	4								0	0	0
Fire Department	5	3,447,800							3,447,800	3,425,900	3,148,339
Ambulance	6								0	0	0
Building Inspections	7								0	0	0
Miscellaneous Protective Services	8								0	0	0
Animal Control	9	125,900							125,900	124,800	102,281
Other Public Safety	10								0	0	0
TOTAL (lines 1 - 10)	11	7,813,500	185,000	0			0		7,998,500	7,755,700	7,041,234
PUBLIC WORKS											
Roads, Bridges, & Sidewalks	12	1,277,800							1,277,800	1,175,300	1,228,279
Parking - Meter and Off-Street	13								0	0	0
Street Lighting	14								0	0	0
Traffic Control and Safety	15	153,600							153,600	135,800	132,820
Snow Removal	16	372,100							372,100	466,700	469,879
Highway Engineering	17	135,800							135,800	129,600	123,965
Street Cleaning	18	177,500							177,500	173,500	170,602
Airport (If not Enterprise)	19								0	0	0
Garbage (If not Enterprise)	20								0	0	0
Other Public Works	21	163,600							163,600	156,500	141,244
TOTAL (lines 12 - 21)	22	2,280,400	0	0			0		2,280,400	2,237,400	2,266,789
HEALTH & SOCIAL SERVICES											
Welfare Assistance	23								0	0	0
City Hospital	24								0	0	0
Payments to Private Hospitals	25								0	0	0
Health Regulation and Inspection	26								0	0	0
Water, Air, and Mosquito Control	27								0	0	0
Community Mental Health	28								0	0	0
Other Health and Social Services	29	20,000							20,000	17,800	17,800
TOTAL (lines 23 - 29)	30	20,000	0	0			0		20,000	17,800	17,800
CULTURE & RECREATION											
Library Services	31	1,050,500	16,400						1,066,900	1,110,800	1,036,325
Museum, Band and Theater	32	307,200	65,000				3,000		375,200	341,100	356,877
Parks	33	1,345,400	68,000						1,413,400	1,443,100	1,306,106
Recreation	34	120,200							120,200	116,100	99,283
Cemetery	35	149,600	12,000				3,350		164,950	156,650	183,759
Community Center, Zoo, & Marina	36								0	0	0
Other Culture and Recreation	37	25,500							25,500	17,500	37,292
TOTAL (lines 31 - 37)	38	2,998,400	161,400	0			6,350		3,166,150	3,185,250	3,019,642

EXPENDITURES SCHEDULE PAGE 2

Fiscal Year Ending 2013

Fiscal Years

GOVERNMENT ACTIVITIES CONT.		GENERAL	SPECIAL REVENUES	TIF SPECIAL REVENUES	DEBT SERVICE	CAPITAL PROJECTS	PERMANENT	PROPRIETARY	BUDGET 2013	RE-ESTIMATED 2012	ACTUAL 2011
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)
COMMUNITY & ECONOMIC DEVELOPMENT											
Community Beautification	39								0	0	0
Economic Development	40	90,000							90,000	90,000	90,000
Housing and Urban Renewal	41		1,956,260	0					1,956,260	1,952,060	1,852,428
Planning & Zoning	42	724,600	17,500						742,100	725,900	666,532
Other Com & Econ Development	43			372,120					372,120	399,545	400,893
TOTAL (lines 39 - 44)	45	814,600	1,973,760	372,120			0		3,160,480	3,167,505	3,009,853
GENERAL GOVERNMENT											
Mayor, Council, & City Manager	46	320,300							320,300	311,700	308,479
Clerk, Treasurer, & Finance Adm.	47	514,700							514,700	498,900	464,264
Elections	48	0							0	5,700	0
Legal Services & City Attorney	49	70,600							70,600	75,600	49,293
City Hall & General Buildings	50	520,500							520,500	499,100	471,156
Tort Liability	51	288,900							288,900	274,300	259,418
Other General Government	52	407,300	40,000						447,300	433,208	455,731
TOTAL (lines 46 - 52)	53	2,122,300	40,000	0			0		2,162,300	2,098,508	2,008,341
DEBT SERVICE											
Gov Capital Projects	55			166,308	2,841,730				2,475,200	5,745,700	4,539,832
TIF Capital Projects	56					2,475,200			0	0	0
TOTAL CAPITAL PROJECTS	57	0	0	0		2,475,200	0		2,475,200	5,745,700	4,539,832
TOTAL Government Activities Expenditures (lines 11+22+30+38+45+53+54+57)	58	16,049,200	2,360,160	538,428	2,841,730	2,475,200	6,350		24,271,068	27,004,542	25,302,712
BUSINESS TYPE ACTIVITIES											
Proprietary: Enterprise & Budgeted ISF											
Water Utility	59								0	0	0
Sewer Utility	60							3,675,200	3,675,200	3,611,700	4,190,345
Electric Utility	61								0	0	0
Gas Utility	62								0	0	0
Airport	63							116,800	116,800	113,600	98,158
Landfill/Garbage	64							4,559,500	4,559,500	4,507,800	4,149,279
Transit	65							1,168,700	1,168,700	1,019,200	934,388
Cable TV, Internet & Telephone	66								0	0	0
Housing Authority	67							814,390	814,390	967,000	1,003,184
Storm Water Utility	68								0	0	0
Other Business Type (city hosp., ISF, parking, etc.)	69							4,084,100	4,084,100	4,333,700	11,561,399
Enterprise DEBT SERVICE	70							1,061,573	1,061,573	1,061,188	0
Enterprise CAPITAL PROJECTS	71							4,704,200	4,704,200	3,573,200	0
Enterprise TIF CAPITAL PROJECTS	72								0	0	0
TOTAL Business Type Expenditures (lines 59 - 73)	73							20,184,463	20,184,463	19,187,388	21,936,753
TOTAL ALL EXPENDITURES (lines 58+74)	74	16,049,200	2,360,160	538,428	2,841,730	2,475,200	6,350	20,184,463	44,455,531	46,191,930	47,239,465
Regular Transfers Out	75	1,135,047	10,598,494					17,100	3,817,040	15,567,681	13,398,190
Internal TIF Loan / Repayment Transfers Out	76			389,879					0	389,879	208,242
Total ALL Transfers Out	77	1,135,047	10,598,494	389,879	0	0	17,100	3,817,040	15,957,560	14,410,903	13,495,965
Total Expenditures & Fund Transfers Out (lines 75+76)	78	17,184,247	12,958,654	928,307	2,841,730	2,475,200	23,450	24,001,503	60,413,091	60,602,833	60,735,430
Continuing Appropriation	79							0	0	0	0
Ending Fund Balance June 30	80	2,655,288	1,990,392	1,090,223	41,908	327,389	1,013,870	8,562,996	15,682,066	18,708,749	16,217,928

* A continuing appropriation is the unexpended budgeted amount from a prior year's capital project. The entry is made on the Con Approps page that must accompany the budget forms if used. SEE INSTRUCTIONS FOR USE.

The last two columns will fill in once the Re-Est forms are completed

REVENUES DETAIL
Fiscal Year Ending 2013

Fiscal Years

(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)
		GENERAL	SPECIAL REVENUES	TIF SPECIAL REVENUES	DEBT SERVICE	CAPITAL PROJECTS	PERMANENT	PROPRIETARY	BUDGET 2013	RE-ESTIMATED 2012	ACTUAL 2011
REVENUES & OTHER FINANCING SOURCES											
Taxes Levied on Property	1	6,921,071	3,088,535		2,326,416	0			12,336,022	11,993,253	11,692,917
Less: Uncollected Property Taxes - Levy Year	2								0	0	11,883
Net Current Property Taxes (line 1 minus line 2)	3	6,921,071	3,088,535		2,326,416	0			12,336,022	11,993,253	11,681,034
Delinquent Property Taxes	4								0	0	8,138
TIF Revenues	5			848,000					848,000	806,520	771,639
Other City Taxes:											
Utility Tax Replacement Excise Taxes	6	33,408	14,910		10,908	0			59,226	55,081	52,274
Utility franchise tax (Iowa Code Chapter 364.2)	7	461,300							461,300	461,300	463,933
Parimutuel wager tax	8								0	0	0
Gaming wager tax	9								0	0	0
Mobile Home Taxes	10	10,000							10,000	10,000	17,627
Hotel/Motel Taxes	11	350,000							350,000	350,000	363,664
Other Local Option Taxes	12		2,558,700						2,558,700	2,655,500	2,433,920
Subtotal - Other City Taxes (lines 6 thru 12)	13	854,708	2,573,610		10,908	0			3,439,226	3,531,881	3,331,418
Licenses & Permits	14	295,600						17,600	313,200	298,200	294,469
Use of Money & Property	15	162,200	9,700	2,200	500		20,400	839,190	1,034,190	1,008,770	892,284
Intergovernmental:											
Federal Grants & Reimbursements	16	341,700	1,817,460			240,000		883,400	3,282,560	5,230,790	3,959,705
Road Use Taxes	17		2,139,800						2,139,800	2,088,300	2,240,867
Other State Grants & Reimbursements	18	2,000	6,000					175,600	183,600	483,200	690,222
Local Grants & Reimbursements	19	253,700	39,500					148,600	441,800	567,353	392,503
Subtotal - Intergovernmental (lines 16 thru 19)	20	597,400	4,002,760	0	0	240,000		1,207,600	6,047,760	8,369,643	7,283,297
Charges for Fees & Service:											
Water Utility	21							0	0	0	0
Sewer Utility	22							5,087,900	5,087,900	4,902,000	4,647,527
Electric Utility	23							0	0	0	0
Gas Utility	24							0	0	0	0
Parking	25							0	0	0	0
Airport	26							0	0	0	0
Landfill/Garbage	27							5,335,350	5,335,350	5,335,350	4,882,510
Hospital	28							0	0	0	0
Transit	29							169,000	169,000	168,300	168,175
Cable TV, Internet & Telephone	30							0	0	0	0
Housing Authority	31							28,000	28,000	28,000	0
Storm Water Utility	32							0	0	0	0
Other Fees & Charges for Service	33	629,250						1,616,750	2,246,000	2,206,600	2,514,140
Subtotal - Charges for Service (lines 21 thru 33)	34	629,250	0		0	0	0	12,237,000	12,866,250	12,640,250	12,212,352
Special Assessments	35							0	0	0	0
Miscellaneous	36	1,389,850	31,200				6,000	3,117,150	4,544,200	4,700,740	4,469,466
Other Financing Sources:											
Regular Operating Transfers In	37	6,253,494	1,086,700		214,281	1,124,747		6,888,459	15,567,681	14,202,661	13,398,190
Internal TIF Loan Transfers In	38	140,254			209,625	40,000		0	389,879	208,242	97,775
Subtotal ALL Operating Transfers In	39	6,393,748	1,086,700	0	423,906	1,164,747	0	6,888,459	15,957,560	14,410,903	13,495,965
Proceeds of Debt (Excluding TIF Internal Borrowing)	40								0	4,917,244	11,216
Proceeds of Capital Asset Sales	41								0	416,250	2,845,299
Subtotal-Other Financing Sources (lines 38 thru 40)	42	6,393,748	1,086,700	0	423,906	1,164,747	0	6,888,459	15,957,560	19,744,397	16,352,480
Total Revenues except for beginning fund balance (lines 3, 4, 5, 13, 14, 15, 20, 34, 35, 36, & 41)	43	17,243,827	10,792,505	850,200	2,761,730	1,404,747	26,400	24,306,999	57,386,408	63,093,654	57,296,577
Beginning Fund Balance July 1	44	2,595,708	4,156,541	1,168,330	121,908	1,397,842	1,010,920	8,257,500	18,708,749	16,217,928	19,656,781
TOTAL REVENUES & BEGIN BALANCE (lines 42-43)	45	19,839,535	14,949,046	2,018,530	2,883,638	2,802,589	1,037,320	32,564,499	76,095,157	79,311,582	76,953,358

ADOPTED BUDGET SUMMARY

YEAR ENDED JUNE 30, 2013

Fiscal Years

(A)	(B)	GENERAL (C)	SPECIAL REVENUES (D)	TIF SPECIAL REVENUES (E)	DEBT SERVICE (F)	CAPITAL PROJECTS (G)	PERMANENT (H)	PROPRIETARY (I)	BUDGET 2013 (J)	RE-ESTIMATED 2012 (K)	ACTUAL 2011 (L)
Revenues & Other Financing Sources											
Taxes Levied on Property	1	6,921,071	3,088,535		2,326,416	0			12,336,022	11,993,253	11,692,917
Less: Uncollected Property Taxes-Levy Year	2	0	0		0	0			0	0	11,883
Net Current Property Taxes	3	6,921,071	3,088,535		2,326,416	0			12,336,022	11,993,253	11,681,034
Delinquent Property Taxes	4	0	0		0	0			0	0	8,138
TIF Revenues	5			848,000					848,000	806,520	771,639
Other City Taxes	6	854,708	2,573,610		10,908	0			3,439,226	3,531,881	3,331,418
Licenses & Permits	7	295,600	0					17,600	313,200	298,200	294,469
Use of Money and Property	8	162,200	9,700	2,200	500	0	20,400	839,190	1,034,190	1,008,770	892,284
Intergovernmental	9	597,400	4,002,760	0	0	240,000		1,207,600	6,047,760	8,369,643	7,283,297
Charges for Fees & Service	10	629,250	0		0	0	0	12,237,000	12,866,250	12,640,250	12,212,352
Special Assessments	11	0	0		0	0		0	0	0	0
Miscellaneous	12	1,389,850	31,200		0	0	6,000	3,117,150	4,544,200	4,700,740	4,469,466
Sub-Total Revenues	13	10,850,079	9,705,805	850,200	2,337,824	240,000	26,400	17,418,540	41,428,848	43,349,257	40,944,097
Other Financing Sources:											
Total Transfers In	14	6,393,748	1,086,700	0	423,906	1,164,747	0	6,888,459	15,957,560	14,410,903	13,495,965
Proceeds of Debt	15	0	0	0	0	0		0	0	4,917,244	11,216
Proceeds of Capital Asset Sales	16	0	0	0	0	0		0	0	416,250	2,845,299
Total Revenues and Other Sources	17	17,243,827	10,792,505	850,200	2,761,730	1,404,747	26,400	24,306,999	57,386,408	63,093,654	57,296,577
Expenditures & Other Financing Uses											
Public Safety	18	7,813,500	185,000	0			0		7,998,500	7,755,700	7,041,234
Public Works	19	2,280,400	0	0			0		2,280,400	2,237,400	2,266,789
Health and Social Services	20	20,000	0	0			0		20,000	17,800	17,800
Culture and Recreation	21	2,998,400	161,400	0			6,350		3,166,150	3,185,250	3,019,642
Community and Economic Development	22	814,600	1,973,760	372,120			0		3,160,480	3,167,505	3,009,853
General Government	23	2,122,300	40,000	0			0		2,162,300	2,098,508	2,008,341
Debt Service	24	0	0	166,308	2,841,730		0		3,008,038	2,796,679	3,399,221
Capital Projects	25	0	0	0		2,475,200	0		2,475,200	5,745,700	4,539,832
Total Government Activities Expenditures	26	16,049,200	2,360,160	538,428	2,841,730	2,475,200	6,350		24,271,068	27,004,542	25,302,712
Business Type Proprietary: Enterprise & ISF	27							20,184,463	20,184,463	19,187,388	21,936,753
Total Gov & Bus Type Expenditures	28	16,049,200	2,360,160	538,428	2,841,730	2,475,200	6,350	20,184,463	44,455,531	46,191,930	47,239,465
Total Transfers Out	29	1,135,047	10,598,494	389,879	0	0	17,100	3,817,040	15,957,560	14,410,903	13,495,965
Total ALL Expenditures/Fund Transfers Out	30	17,184,247	12,958,654	928,307	2,841,730	2,475,200	23,450	24,001,503	60,413,091	60,602,833	60,735,430
Excess Revenues & Other Sources Over (Under) Expenditures/Transfers Out	31 32	59,580	-2,166,149	-78,107	-80,000	-1,070,453	2,950	305,496	-3,026,683	2,490,821	-3,438,853
Continuing Appropriation	33						0	0	0	0	
Beginning Fund Balance July 1	34	2,595,708	4,156,541	1,168,330	121,908	1,397,842	1,010,920	8,257,500	18,708,749	16,217,928	19,656,781
Ending Fund Balance June 30	35	2,655,288	1,990,392	1,090,223	41,908	327,389	1,013,870	8,562,996	15,682,066	18,708,749	16,217,928

**LONG TERM DEBT SCHEDULE
GENERAL OBLIGATION BONDS, TIF BONDS, REVENUE BONDS, LOANS, LEASE-PURCHASE PAYMENTS**

City Name: Muscatine

Fiscal Year
2013

	Project Name (A)	Amount of Issue (B)	Date Certified to County Auditor (C)	Principal Due FY 2013 (D)	Interest Due FY 2013 +(E)	Bond Reg/Other Fees Due FY 2013 +(F)	Total Obligation Due FY 2013 =(G)	Paid from Funds OTHER THAN Current Year Property Taxes -(H)	Amount Paid by Current Year Debt Service Levy =(I)
(1)	G.O. Corporate Purpose 6-1-03	1,760,000	6-12-03	215,000	6,450	500	221,950	30,900	191,050
(2)	G.O. Corporate Purpose 6-1-06	2,990,000	5-24-06	340,000	56,443	500	396,943	83,412	313,531
(3)	G.O. Corporate Purpose 6-1-08	5,120,000	5-20-08	655,000	128,525	500	784,025	0	784,025
(4)	G.O. Refunding 6-1-08	6,560,000	5-20-08	775,000	51,188	500	826,688	99,969	726,719
(5)	G.O. Corporate Purpose (Part of Issue funded from TIF)	7,425,000	5-14-10	245,000	207,688	500	453,188	209,625	243,563
(6)							0		0
(7)	G.O. Corporate Purpose 6-1-12	4,500,000	3-2-12	55,000	103,436	500	158,936		158,936
(8)							0		0
(9)	Tax Increment (6-24-04 (Southend))	1,885,000	6-18-04	105,000	61,308	0	166,308	166,308	0
(10)							0		0
(11)	Projected Use of Debt Service Fund Balance/Interest						0	80,500	-80,500
(12)							0		0
(13)	State Revolving Fund Loan (Total to be \$16,500,000;						0		0
(14)	all expected to be drawn down by 6-30-12)	16,500,000	N/A	560,000	501,573	0	1,061,573	1,061,573	0
(15)							0		0
(16)							0		0
(17)							0		0
(18)							0		0
(19)							0		0
(20)							0		0
(21)							0		0
(22)							0		0
(23)							0		0
(24)							0		0
(25)							0		0
(26)							0		0
(27)							0		0
(28)							0		0
(29)							0		0
(30)							0		0
	TOTALS			2,950,000	1,116,611	3,000	4,069,611	1,732,287	2,337,324

NOTICE OF PUBLIC HEARING BUDGET ESTIMATE

FISCAL YEAR BEGINNING JULY 1, 2012 - ENDING JUNE 30, 2013

City of **Muscatine** , Iowa

The City Council will conduct a public hearing on the proposed Budget at **City Hall Council Chambers**
on **03/01/2012** at **7 p.m.**
(Date) xx/xx/xx *(hour)*

The Budget Estimate Summary of proposed receipts and expenditures is shown below.
Copies of the the detailed proposed Budget may be obtained or viewed at the offices of the Mayor,
City Clerk, and at the Library.

The estimated Total tax levy rate per \$1000 valuation on regular property \$ **15.77146**

The estimated tax levy rate per \$1000 valuation on Agricultural land is \$ **3.00375**

At the public hearing, any resident or taxpayer may present objections to, or arguments in favor of, any part of the proposed budget.

 563-264-1550
phone number

 Gregg Mandsager
City Clerk/Finance Officer's NAME

		Budget FY 2013	Re-estimated FY 2012	Actual FY 2011
		(a)	(b)	(c)
Revenues & Other Financing Sources				
Taxes Levied on Property	1	12,336,022	11,993,253	11,692,917
Less: Uncollected Property Taxes-Levy Year	2	0	0	11,883
Net Current Property Taxes	3	12,336,022	11,993,253	11,681,034
Delinquent Property Taxes	4	0	0	8,138
TIF Revenues	5	848,000	806,520	771,639
Other City Taxes	6	3,439,226	3,531,881	3,331,418
Licenses & Permits	7	313,200	298,200	294,469
Use of Money and Property	8	1,034,190	1,008,770	892,284
Intergovernmental	9	6,047,760	8,369,643	7,283,297
Charges for Fees & Service	10	12,866,250	12,640,250	12,212,352
Special Assessments	11	0	0	0
Miscellaneous	12	4,544,200	4,700,740	4,469,466
Other Financing Sources	13	15,957,560	19,744,397	16,352,480
Total Revenues and Other Sources	14	57,386,408	63,093,654	57,296,577
Expenditures & Other Financing Uses				
Public Safety	15	7,998,500	7,755,700	7,041,234
Public Works	16	2,280,400	2,237,400	2,266,789
Health and Social Services	17	20,000	17,800	17,800
Culture and Recreation	18	3,166,150	3,185,250	3,019,642
Community and Economic Development	19	3,160,480	3,167,505	3,009,853
General Government	20	2,162,300	2,098,508	2,008,341
Debt Service	21	3,008,038	2,796,679	3,399,221
Capital Projects	22	2,475,200	5,745,700	4,539,832
Total Government Activities Expenditures	23	24,271,068	27,004,542	25,302,712
Business Type / Enterprises	24	20,184,463	19,187,388	21,936,753
Total ALL Expenditures	25	44,455,531	46,191,930	47,239,465
Transfers Out	26	15,957,560	14,410,903	13,495,965
Total ALL Expenditures/Transfers Out	27	60,413,091	60,602,833	60,735,430
Excess Revenues & Other Sources Over (Under) Expenditures/Transfers Out	28	-3,026,683	2,490,821	-3,438,853
Continuing Appropriation	29	0	0	
Beginning Fund Balance July 1	30	18,708,749	16,217,928	19,656,781
Ending Fund Balance June 30	31	15,682,066	18,708,749	16,217,928

**CITY OF MUSCATINE
PROPOSED BUDGET SUMMARY**

FISCAL YEAR 2012/2013

Proposed 2012/2013 Budget

- **The proposed 2012/2013 budget includes:**

\$44,455,531 Operating and Capital Expenditures

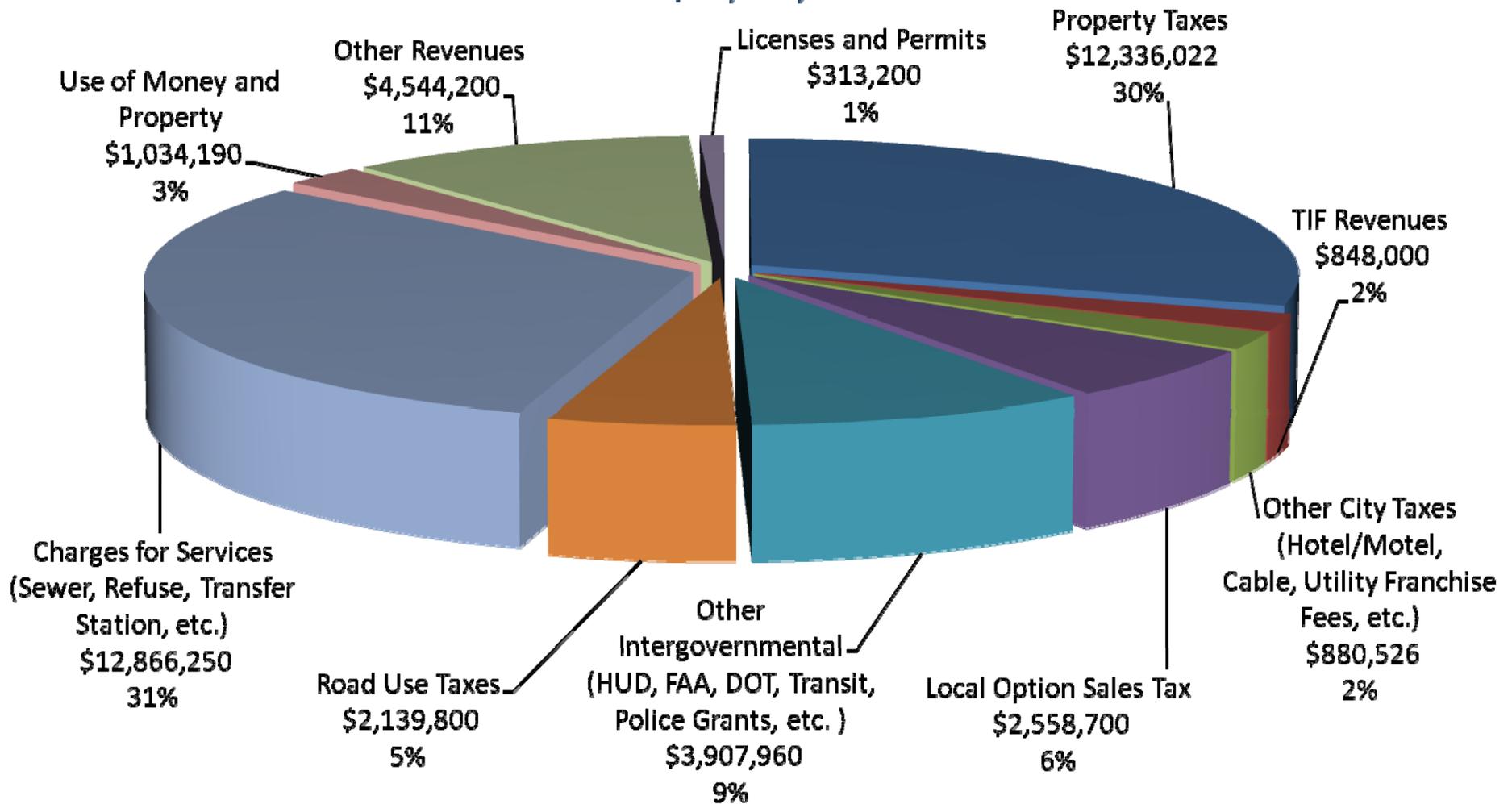
\$41,428,848 Revenues (available bond proceeds and other fund balances will be used in 2012/2013)

\$12,336,022 General Property Tax (excluding TIF taxes)

\$15.77146 City Tax Rate per \$1,000 valuation

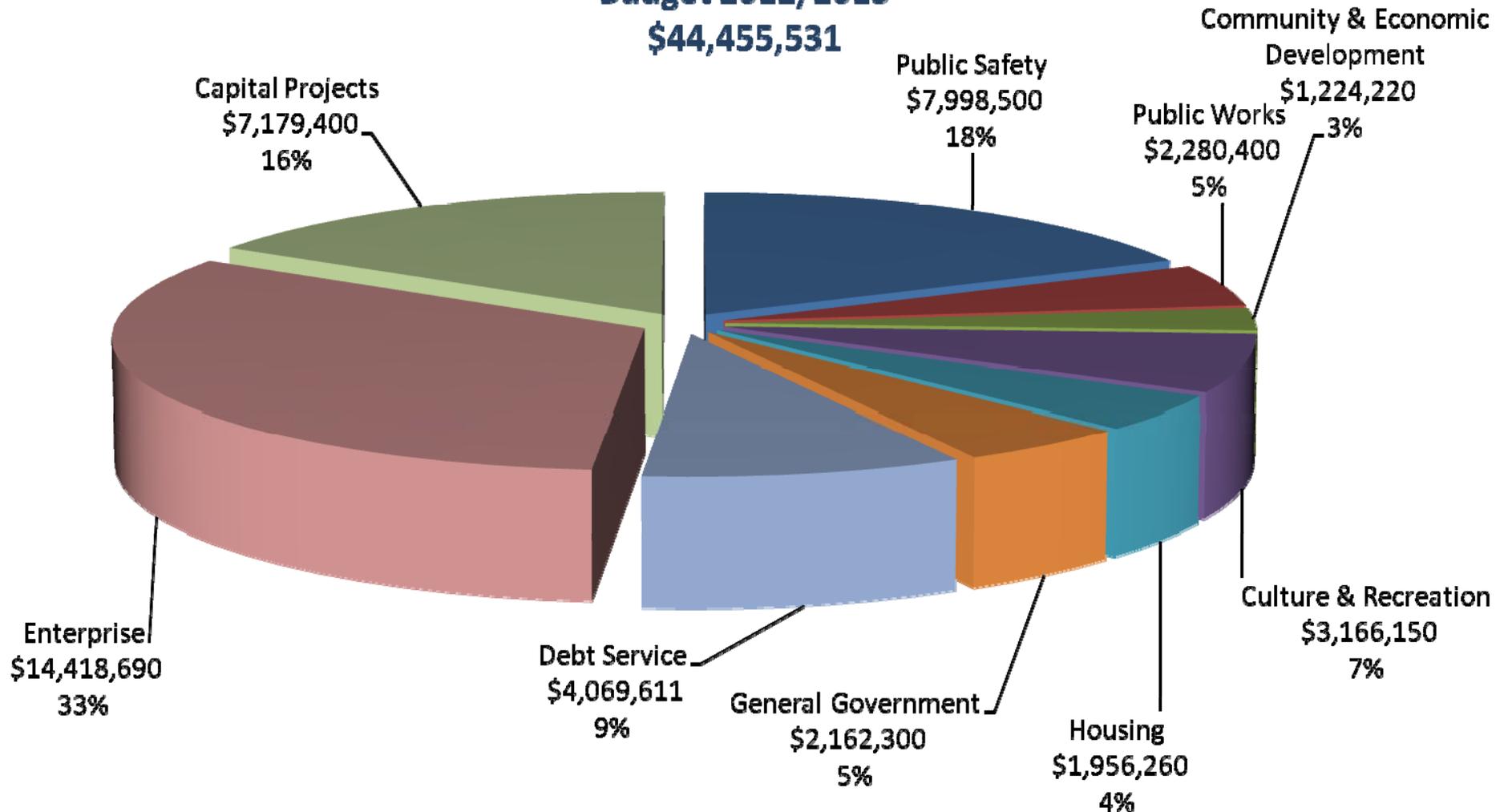
Where Does the Money Come From?

**All City Funds Revenue Sources
Budget 2012/2013
\$41,428,848**



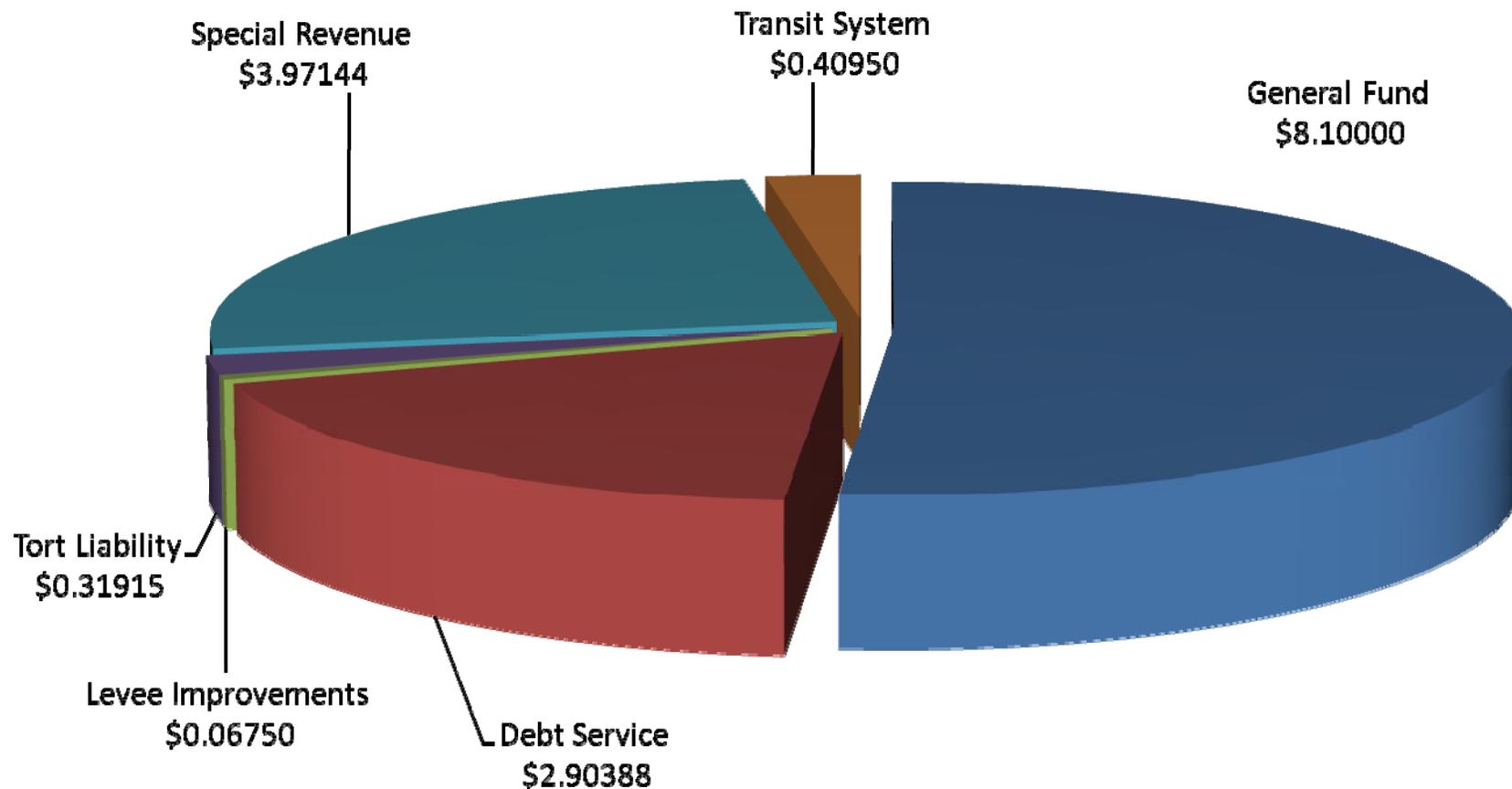
How are the Funds Used?

**All City Expenditures by Function
Budget 2012/2013
\$44,455,531**



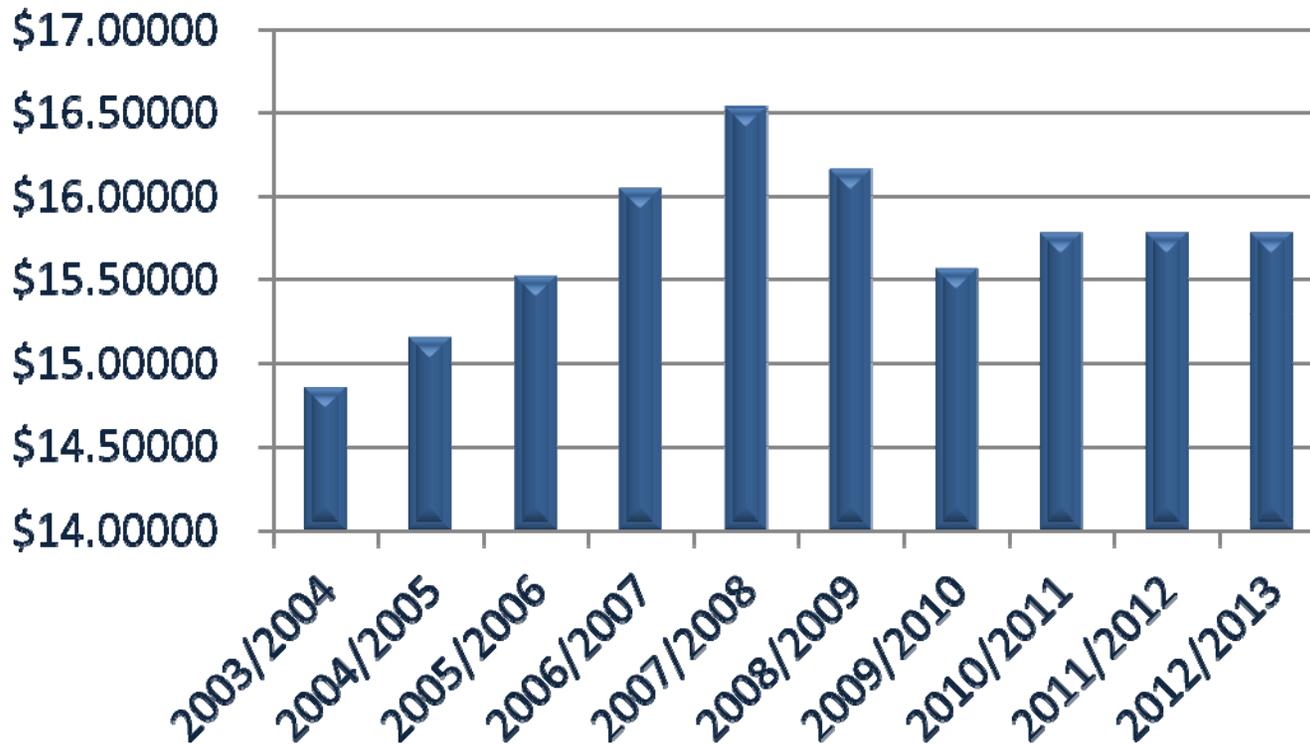
City Tax Levy Rates by Type

Proposed Rates FY 2012/2013
Total \$15.77146/\$1,000 Valuation



City 10 Year Tax Rate History

Tax Rate per \$1,000 valuation



Proposed Property Tax Rate

- **The City tax rate is proposed to remain the same as the current year at \$15.77146 per \$1,000 of taxable valuation.**
- **The City has been able to maintain the tax rate at this level for three years even with increases in debt service, police and fire pension contributions, personnel costs, fuel costs, and other costs.**
- **Maintaining the same tax rate for 2012/13 was possible due to:**
 - (1) The availability and use of \$80,000 of debt service fund balance**
 - (2) The availability and use of \$119,149 of Employee Benefits fund balance**
 - (3) Not funding all of General Fund employee benefits with the employee benefits levy (\$22,662) with that amount funded from the General Fund**

If these balances would not have been available, the tax levy rate would have been \$16.05/\$1,000 or \$.28/\$1,000 higher than the rate proposed.

Proposed Property Tax Rate (Cont.)

- The proposed tax rate reflects increases and decreases in the individual levies that make up the total levy. These include:

General Fund	\$8.10000 (no change)
Transit	.40950 (inc. 3.7%)
Tort Liability	.31915 (inc. 7.6%)
Employee Benefits	3.97144 (dec. 2.2%)
Debt Service	2.90388 (inc. 1.9%)
Levee	<u>.06750</u> (no change)
	<u>\$15.77146</u>

As noted previously, the Employee Benefits levy was set at a rate less than needed to fund 100% of the General Fund benefits with the General Fund funding the balance of these benefits. The Transit tax levy rate also leaves a minimal fund balance in that fund.

Proposed Property Tax Rate (Cont.)

- The Emergency Levy was eliminated in the 2011/2012 budget and the 2012/2013 also does not include an emergency levy.
- The Employee Benefits levy *decrease* is primarily due to using the available beginning balance in this fund and not levying the full amount for employee benefits in order to maintain the same total tax rate.
- With the City's proposed tax rate of \$15.77146, the owner of home valued at \$100,000 (with rollback, a taxable value of \$50,752), would pay \$800 in City property taxes. This is \$35 more than the current year due to the change in the rollback factor.
- This reflects only the *City* portion of property owners' property tax bills. Property tax bills also include County and School district levies. Tax rates for these other entities are not yet available.

Where Do Your Property Taxes Go?



Above tax levy rates reflect fiscal year 2011/2012 rates totaling \$40.64681 per \$1,000 valuation
Tax levy rates for fiscal year 2012/2013 for the School & County are not yet available

General Fund Highlights

- **Projects a General Fund ending balance on June 30, 2013 of \$2,655,288 which is 15.5% of General Fund expenditures. This meets the minimum of 10% required by the City's Financial Policies and continues to address comments from the prior year Moody's bond rating review which noted the City's 10% minimum fund balance is lower than most other Aa2 rated cities, which average a fund balance in excess of 20%.**
- **The proposed budget is based on positioning the City for future years to address potential shortfalls in revenues from the loss of commercial and industrial values, property tax changes, changes in police and fire pension rates, as well as the potential loss of revenue from the automatic traffic enforcement cameras. These changes are currently being considered by the State legislature and all have the potential to affect our ability to maintain existing services.**

General Fund Highlights (Cont.)

- **The General Fund revenues and other financing sources are \$59,580 higher than expenditures and other uses which reflects a truly balanced budget.**
- **The budget maintains full-time equivalent positions at current levels except for the police, fire, and community development departments. Two police officer positions were approved midway through 2011/2012 with 100% funding from a COPS grant for 3 years. Other staffing increases approved by City Council during the budget review process included the addition of a contracted 20 hour/week Police Evidence Technician position and the addition of one firefighter position which will be funded from a transfer from the Ambulance fund. Fulltime equivalent (FTE) positions in the Community Development department will increase by .25 FTE in conjunction with a retirement and realignment of staff duties (no net cost increase).**
- **The budget maintains most subsidies to outside agencies at current funding allocations with the exception of the subsidy to Senior Resources which was increased by \$2,200.**

General Fund Highlights (Cont.)

- **The General Fund budget for the first time includes “assigned” funding for future year purchases. This classification is based on a recent change in governmental accounting standards. These funding assignments include:**
 - a. The first of three proposed annual allocations of \$40,000 set-aside to fund the City’s obligation to retain the two new COPS grant-funded police officers for one year subsequent to the 3-year grant period.**
 - b. The Fire department budget included a request for \$490,000 to replace a fire engine. The budget includes a set-aside or “assigned” amount of \$250,000 in 2012/2013 to make this purchase in 2013/2014. The remaining \$240,000 will be funded from the 2013/2014 budget if those funds are available. If it is found, however, that there would be cost savings in purchasing this truck in 2012/2013 and sufficient funds are available, this purchase may be made in the 2012/2013 year.**

General Fund Highlights (Cont.)

c. The budget also includes “assigning” \$140,000 of funding for the replacement of the City’s financial software system.

The proposed funding “assignments” are being made for several reasons:

a. While the General Fund balance and revenues are currently sufficient to fund operations and some capital items, changes by the State legislature could change this significantly in upcoming years. It is proposed that the City only make one-time expenditures from available funds instead of adding recurring costs (staffing increases).

General Fund Highlights (Cont.)

b. Funding the fire engine and Finance software from the General Fund will assist in reducing future year debt service requirements. In prior years, sufficient funding would not have been available in the General Fund and these items would likely have been funded from bond proceeds.

c. Setting aside funds for the future COPS grant obligation will lessen the impact on the General Fund for that year.

General Fund Highlights (Cont.)

- **Several structural changes were implemented in 2010/2011 for the 2011/2012 (current year) budget which had a \$266,200 positive impact on the General Fund. These were detailed in the attachment to the Preliminary Budget Message.**
- **Numerous additional changes were implemented for the 2012/2013 budget including:**
 - a. The budget reflects transitioning away from City participation in the Carver Swim Center. This will generate an annual saving of \$28,100 when the 3-year phase-out period is completed. The 2012/2013 General Fund cost savings is \$7,000.**
 - b. The Fire Department permit and confined space revenue has increased from the budgeted amount of \$15,000 to \$36,000 with a more aggressive approach to marketing the program (revenue increase of \$21,000).**

General Fund Highlights (Cont.)

- c. Human Resources has worked to reduce medical costs for retirees (Police and Fire) on disability for on-the-job-injuries by utilizing a new administrative policy for work related injuries and a pharmacy card. This has amounted to over \$12,500 in savings from April – November 2011.**

- d. Renegotiation of the Airport farm lease has increased annual revenue by \$21,000. Redirecting 100% of this income to the Airport has resulted in lowering the General Fund Airport subsidy by \$18,300 for 2012/2013 (General Fund savings of \$18,300 for 2012/2013).**

- e. There have been numerous other changes and efficiencies implemented by departments over the past year. While there may not be specific dollar amounts of savings for all of these items, departments were able to redirect their resources to operate more efficiently or provide better services. These changes were also detailed in the attachment to the Preliminary Budget Message.**

Enterprise Funds

- **For the City's Enterprise funds, rate increases are budgeted for sewer, collection and drainage, and the golf course. The sewer and collection and drainage fees were previously established as part of the financing of the WPCP improvement project. Golf fees will increase for the 2012 season in part due to upcoming capital needs including the replacement of the fairway irrigation system (\$260,000). This project will be financed with an internal loan from other City funds repaid over the next several years.**
- **Fees are not budgeted to increase in the other funds including transfer station, landfill, refuse collection, transit, ambulance, airport, and parking.**
- **Enterprise funds have balanced budgets with the exception of the Landfill Fund. The budget reflects continuation of the plan to substantially reduce or eliminate the accumulated deficit in this fund over the next 4-5 years.**

Proposed Budget Summary

In addition to the operating budget, the 2012/2013 budget includes a total of \$7,179,400 for capital projects including:

- 1. \$2,436,000 for street-related projects.**
- 2. \$3,917,000 for sewer-related projects.**
- 3. \$330,000 for the Lab Expansion project at the Water Pollution Control Plant.**
- 4. \$260,000 for the Golf Course Irrigation project.**
- 5. \$39,200 for trail design services.**
- 6. \$197,200 for airport improvements.**

These projects will be funded from grants, Road Use Tax, local option sales tax, sewer reserve funds, and general obligation bond proceeds.

The budget for 2012/2013 is the overall financial plan for both operating and capital expenditures for the City. The budget continues to provide for the numerous services provided to the residents of the community, maintains a good General Fund balance, and provides for infrastructure improvements to continue in the City.

Proposed Budget Summary (Cont.)

The proposed budget, including the proposed tax rate, positions the City for future year budgets including the possible impacts that legislative changes currently being considered may have on the City's ability to continue to fund the current level of City services. This improved position includes:

- 1. A General Fund balance of 15.5% of General Fund expenditures which addresses Moody's prior year bond rating comment and provides a balance which will assist in the event of emergencies or future year funding shortfalls.**
- 2. Allows for funding of capital expenditures from available balances in lieu of from bond issues which results in a savings of interest costs.**
- 3. Maintains a steady tax levy rate avoiding significant year-to-year decreases or increases in the rate.**
- 4. Maintains a tax rate which may become a base rate if future tax rates or tax revenues are limited by legislative changes being considered.**