



**BUSINESS OF THE CITY COUNCIL
AGENDA STATEMENT**

Item No. 14
For Meeting of 3.03.2016

ITEM TITLE: Public Hearing and Consideration of Resolution Adopting the Annual Budget for Fiscal Year 2016-2017 and certifying the tax levy rate

CONTACT PERSON(S): Jean Furler, Finance Director

SUMMARY EXPLANATION

The notice for the Public Hearing was published 10 days in advance of the hearing, pursuant to the notification requirements set forth by the State.

Attached is a resolution adopting the annual budget and directing the City Clerk to make the appropriate filings required by law. A public informational meeting and Council workshop was held January 28th, 2016 and another budget discussion held at the Council meeting on February 4th, 2016. At the time this was printed, the City had not received any written or oral comments. An article will appear in the Warren Town and County news about the City's budget and the entire budget is on the City's website.

The budget provides the financial plan for all City funds and activities for the fiscal year beginning July 1, 2016 and ending June 30, 2017. The tax levy rate is proposed to be \$15.69499 per thousand dollars of taxable valuation, which is roughly equal to the current levy of \$15.689376.

The City's overall proposed expenditures for FY 17 are \$18,156,491 down from \$23,250,488 in FY16 due mainly to the number of capital projects completed in FY16 including the NCIS projects of Holly and Wakonda. Some of the revenues (bond proceeds) for the FY 16 expenditures were received in FY 15, contributing to the difference between revenues and expenditures in FY 16.

The budget includes the funding necessary to support City operations, purchase capital equipment and continue or undertake capital projects. A full copy of the City's proposed budget is available at: <http://www.norwalk.iowa.gov/YourGovernment/CityFinancialInformation.aspx>.

<input checked="" type="checkbox"/> Resolution _____ <input type="checkbox"/> Ordinance _____ <input type="checkbox"/> Contract _____ <input type="checkbox"/> Other (Specify) _____
Funding Source _____
APPROVED FOR SUBMITTAL _____  City Manager

STAFF RECOMMENDATION: Approve resolution adopting the City's 2016-2017 Fiscal Year Budget plan, including levy rate of \$15.69499 per thousand dollars of taxable valuation (same is prior fiscal year) on a roll call vote.

RESOLUTION NO. _____

**A Resolution Adopting the Annual Budget for the Fiscal Year Ending June 30, 2017, and
Certifying the Proposed Tax Levy Rate**

WHEREAS, State law requires the adoption of the annual budget for the fiscal year July 1, 2016 to June 30, 2017, and all conditions precedent required by State law, including public hearing requirements, have been fulfilled; and

WHEREAS, the budget funding for salaries, benefits and professional development for the 52 regular, full-time and 12 regular, part-time employees, in addition to the paid on call and seasonal employees; budgeted part-time and paid per call City employees; and

WHEREAS, the budget includes expenditures for the following; General Fund totaling \$4,747,800, Special Revenue Fund totaling \$2,676,419, TIF Special Revenues totaling \$3,440,652, Debt Service totaling \$2,393,207, Capital Projects totaling \$1,113,272 and in Proprietary totaling \$3,785,141 for a grand total of \$18,156,491; and

WHEREAS, the budget includes revenues for the following; General totaling \$4,936,997, Special Revenues totaling \$2,484,991, TIF Special Revenues totaling \$2,452,485, Debt Service totaling \$2,473,704, Capital Projects totaling \$3,067,368 and Proprietary totaling \$3,951,242 for a grand total of \$19,366,787; and

WHEREAS, the budget includes, transfers totaling \$1,412,892 which includes \$680,160 from TIF to Debt Service; \$104,700 from TIF to the Economic Development fund for economic development activities and Urban Renewal Areas; \$77,170 from TIF to commercial infrastructure fund; \$136,272 from Special Revenues to General Fund for support given that fund and to transfer the emergency levy collections; \$39,000 from Special Revenues to the Employee Benefits-Self Funded deductible; \$45,000 from Road Use Tax (RUT) to General Fund for support given that fund; \$1,000 from RUT to the Economic Development fund to pay for its portion of the Norwalk Living; \$40,198 from RUT to fund Hwy 28 Corridor Study; \$135,000 (\$45,000 from storm water, water and wastewater) from utility funds to the General Fund for support given that fund; \$2,000 from Stormwater to Economic Development to pay for Norwalk Living magazine ads; \$14,800 from Storm water to RUT for Street Cleaning; \$2,000 from general fund to economic development fund for Norwalk Living; \$83,232 from water operational to water sinking fund; \$52,360 from Sewer to repay \$425K Sewer Loan;

WHEREAS, in an effort to eliminate and prevent deficit balances in some funds, budget amendments are submitted when necessary; an amendment will be necessary for the day room remodel and Hwy 28 Study.

WHEREAS, the budget includes funding for equipment purchases including a fire truck, city hall generator, Public Works dump trucks upgraded storm sirens; and some park equipment; and

WHEREAS, the budget includes funding for capital projects, including Wakonda (section one) and Lakewood Drive (section two) as part of the Norwalk Community Infrastructure Study (NCIS) projects; sump pump removal and manhole rehab; fire hydrant replacement; water meter change outs; a major water main replacement project; and Cherry Parkway tree replacements;

WHEREAS, the budget also includes, among other things, funding for participating in the Greater Des Moines Partnership, Norwalk Chamber of Commerce, Warren County Economic

Development Commission, BRAVO, Des Moines Area Metropolitan Planning Organization, Red Rock services to assist needy residents in paying power bills, Norwalk Cemetery; and

WHEREAS, the FY 16/17 levy rate is determined to be \$15.69499 per thousand dollars of taxable valuation, rounding to \$15.69 which is the same as the levy for the past four fiscal years of \$15.69;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Norwalk, Iowa, that the annual budget for the fiscal year ending June 30, 2017, as set forth in the attached Budget Summary Certificate and in the detailed budget in support thereof, showing the revenue estimates and appropriate expenditures and allocations to programs and activities for the said fiscal year is adopted, and the City Clerk is hereby directed to make the filings required by law and to establish such accounts in accordance with the summary and details, as adopted.

BE IT FURTHER RESOLVED by the City Council of the City of Norwalk, Iowa, that the City Council hereby and as part of the FY 2016/2017 budget adopts the Capital Plan as set forth in the budget detail and the City of Norwalk Salary Schedule - FY 16/17 and certifies the levy rate of \$15.69499.

PASSED AND APPROVED THIS 3rd DAY OF MARCH 2016.

Erika Isley, Mayor Pro Tem

ATTEST:

Jodi Eddleman, City Clerk

<u>ROLL CALL VOTE:</u>	<u>Aye</u>	<u>Nay</u>	<u>Absent</u>
Isley	___	___	___
Kuhl	___	___	___
Lester	___	___	___
Livingston	___	___	___
Riva	___	___	___

**NOTICE OF PUBLIC HEARING
BUDGET ESTIMATE**

FISCAL YEAR BEGINNING JULY 1, 2016 - ENDING JUNE 30, 2017

City of Norwalk, Iowa

The City Council will conduct a public hearing on the proposed Budget at 705 North Avenue (City Hall)
on 3/3/2016 at 7:00 pm

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 . . . 15.69499

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.

515-981-9522

Jean Furler

phone number

City Clerk/Finance Officer's NAME

	Budget FY 2017	Re-est. FY 2016	Actual FY 2015
	(a)	(b)	(c)
Revenues & Other Financing Sources			
Taxes Levied on Property	1 5,338,887	4,933,010	4,423,517
Less: Uncollected Property Taxes-Levy Year	2 0	0	0
Net Current Property Taxes	3 5,338,887	4,933,010	4,423,517
Delinquent Property Taxes	4 0	0	0
TIF Revenues	5 2,452,485	1,955,509	2,575,360
Other City Taxes	6 327,774	451,655	289,151
Licenses & Permits	7 189,300	284,400	389,744
Use of Money and Property	8 218,292	103,735	115,626
Intergovernmental	9 1,454,310	1,198,548	1,006,113
Charges for Services	10 4,575,499	4,659,968	4,505,105
Special Assessments	11 0	0	0
Miscellaneous	12 447,348	482,931	497,259
Other Financing Sources	13 2,950,000	240,000	5,595,125
Transfers In	14 1,412,892	3,946,903	1,786,620
Total Revenues and Other Sources	15 19,366,787	18,256,659	21,183,620
Expenditures & Other Financing Uses			
Public Safety	16 3,429,200	3,284,096	2,529,441
Public Works	17 1,696,300	1,493,600	1,340,641
Health and Social Services	18 10,500	10,500	7,000
Culture and Recreation	19 1,143,049	1,135,725	1,062,658
Community and Economic Development	20 2,811,622	953,554	1,122,235
General Government	21 648,700	671,400	577,963
Debt Service	22 2,393,207	2,197,656	1,841,006
Capital Projects	23 1,113,272	5,365,527	1,773,976
Total Government Activities Expenditures	24 13,245,850	15,112,057	10,254,920
Business Type / Enterprises	25 3,497,749	4,191,528	3,551,747
Total ALL Expenditures	26 16,743,599	19,303,585	13,806,667
Transfers Out	27 1,412,892	3,946,903	1,786,620
Total Expenditures/Transfers Out	28 18,156,491	23,250,488	15,593,287
Excess Revenues & Other Sources Over (Under) Expenditures/Transfers Out	29 1,210,296	-4,993,829	5,590,333
Beginning Fund Balance July 1	30 6,548,441	11,542,270	5,951,937
Ending Fund Balance June 30	31 7,758,737	6,548,441	11,542,270