The background is a dark red gradient that transitions to a dark grey/black gradient at the bottom. In the bottom right corner, there are several white, parallel diagonal lines of varying lengths and thicknesses, creating a sense of motion or a modern design element.

CITY OF MT. VERNON

FY24-25 BUDGET

FY 2025-2026 BUDGET TIMETABLE

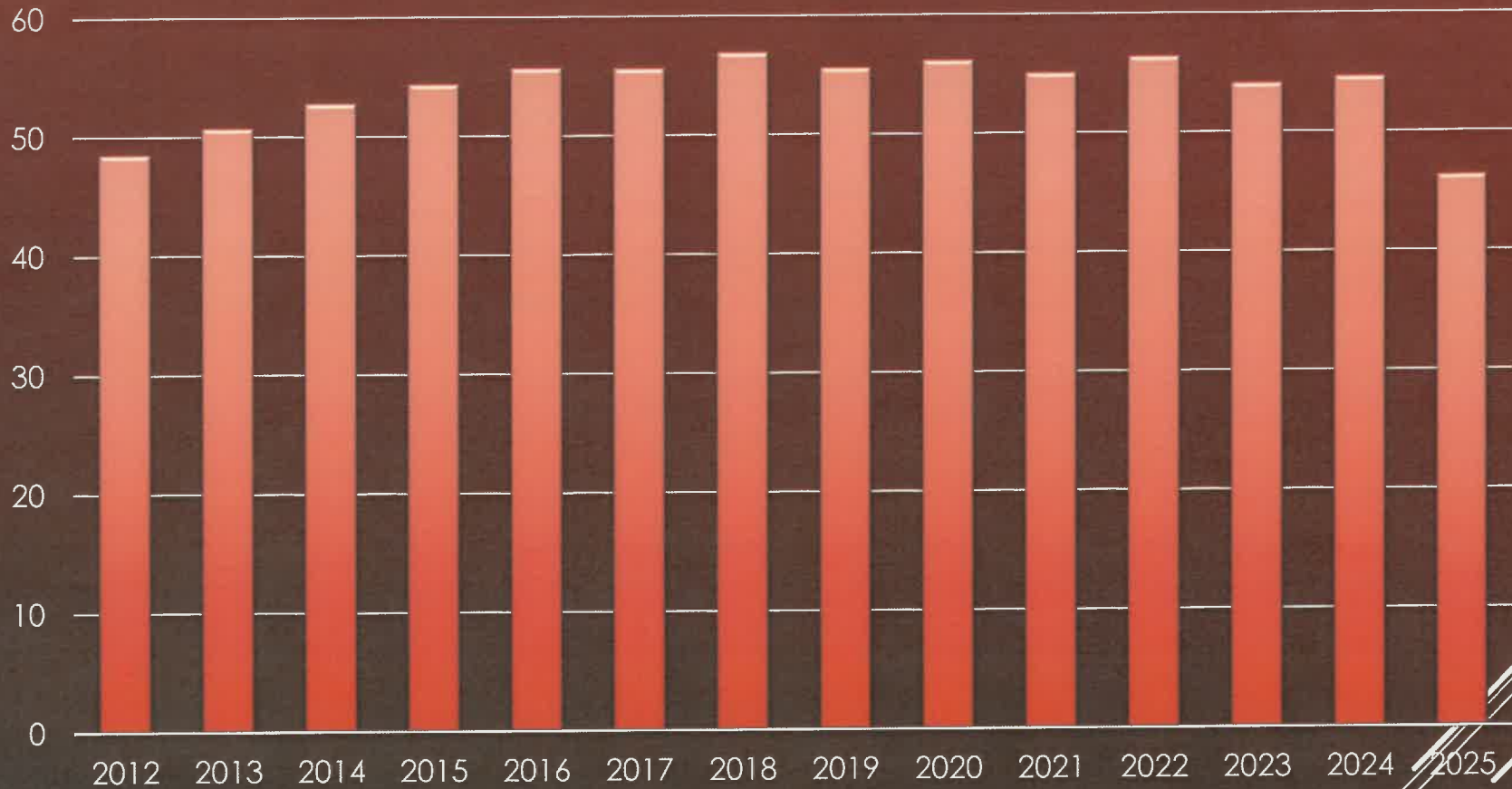
- October 2024
Budget Worksheets Distributed
- October 2024 through January 2025
Capital Projects Discussed
- December 2024
Departmental Asking Assembled
- Tentative Dates - January 6, January 20, and February 3, 2024
General Budget Review by Council – Set Public Hearing Date
- April 7 or April 21, 2024
Public Hearing Introducing FY 25-26 Budget and Adoption
- April 30, 2024
Budget Certified to County Auditor
- July 1, 2025
FY 25-26 Budget Year Starts

BUDGET REVISIONS IN REVIEW

Tax Levy and Rollback Changes

- ▶ Tax Levy increases to \$13.33601
- ▶ Residential Roll-back from 54.6501% to 46.3428%
- ▶ Commercial Roll-back stays at 90%
- ▶ Agricultural Roll-back from 91.6430% to 71.8370%
- ▶ Industrial Roll-back stays at 90%
- ▶ Multi-Family Roll-back from 54.6501% to 46.3428%
- ▶ The 1st \$150,000 of taxable valuation on commercial and industrial property is subject to the residential rollback of 46.3428%

RESIDENTIAL PROPERTY TAX ROLLBACK HISTORY



MT. VERNON PROPERTY TAX LEVY

Effect on a \$200,000 home with the residential rollback

$$2024 - \$200,000 \times .546501\% = \$109,300$$

$$\$109,300/1000 \times \$13.155 = \$1437.84$$

$$2025 - \$200,000 \times .463428\% = \$92,686$$

$$\$92,686/1000 \times \$13.33601 = \$1236.06$$

Decrease of \$201.78 for the Year – This assumes that Linn County does not change the value of your home and only represents the City of Mt. Vernon's levy.

However, the average assessed value in the State of Iowa increased 22% in 2023 (all real property is reassessed in odd-numbered years), so if your home value increased by 25,000, the decrease would be much less (see below)

$$2025 - \$225,000 \times .463428\% = \$104,271$$

$$\$104,271/1000 \times \$13.33601 = \$1390.56$$

CITY PROPERTY TAX LEVIES, FY 20-21

(Levy rates are \$ per \$1,000 of taxable valuation)

- ❖ General Government \$8.38836 (consolidated)
- ❖ Employee Benefits \$4.22714
- ❖ Tort Liability \$0.04551
- ❖ ~~Emergency Levy \$0.27000 (eliminated)~~
- ❖ ~~Library Support Levy \$0.27000 (eliminated)~~
- ❖ Capital Projects \$0.67500 (Fire Equip.)
- ❖ Debt Service Levy \$0
- ❖ Total \$13.33601

TAX HISTORY (WITH UTILITY REPLACEMENT)


Fiscal Year	Total Valuation (Regular, minus debt service)	General Fund Dollars	Total Property Taxes	% General Fund Change (rounded)
FY 2015-2016	\$126,885,416	\$1,027,772	\$1,653,815	0.60%
FY 2016-2017	\$134,646,270	\$1,090,635	\$1,754,156	6.11%
FY 2018-2019	\$137,810,838	\$1,116,268	\$1,795,333	2.35%
FY 2019-2020	\$141,655,440	\$1,147,409	\$1,850,670	2.79%
FY 2020-2021	\$144,340,131	\$1,169,155	\$1,889,940	1.86%
FY 2021-2022	\$143,313,070	\$1,160,836	\$1,878,143	-0.72%
FY 2022-2023	\$154,219,930	\$1,249,181	\$2,019,944	7.60%
FY 2023-2024	\$148,443,400	\$1,202,392	\$1,957,617	-3.13%
FY 2024-2025	\$161,492,047	\$1,354,653	\$2,158,509	8.79%

*Please note the % difference reflects changes to the general fund.

GENERAL EXPENDITURES

- ▶ Public Safety = \$1,847,740
- ▶ Cultural & Recreational = \$1,055,018
- ▶ Public Works = \$0
- ▶ General Government = \$706,282
- ▶ Community Development = \$107,650
- ▶ Health and Social Services = \$0


Total = \$3,716,690



BUSINESS/ENTERPRISE EXPENDITURES

- ▶ Wastewater = \$753,036
- ▶ Water = \$781,950
- ▶ Garbage = \$724,895
- ▶ Storm Water = \$91,119
- ▶ The LBC = \$606,440
- ▶ Debt Service = \$108,620

Total = \$3,066,060



OTHER LISTED EXPENDITURES (INCLUDING TRANSFERS)

- ▶ Special Revenues = \$1,502,054
- ▶ Capital Projects = \$4,215,512
- ▶ Debt Service = \$1,816,188
- ▶ TIF Special Revenues = \$1,182,410
- ▶ Proprietary = \$3,928,647
- ▶ General Fund Transfers = \$176,214

Total = \$12,821,025



FUNDING SOURCES

- ▶ Capital Projects = \$6,578,901
- ▶ General = \$3,624,768
- ▶ Special Revenue = \$1,546,022
- ▶ Debt Service = \$1,816,188
- ▶ Permanent Fund = \$1,000
- ▶ TIF (Econ. Dev) = \$1,273,865
- ▶ Proprietary = \$3,543,993

Grand Total = \$18,384,737



FY 25 CAPITAL PROJECTS

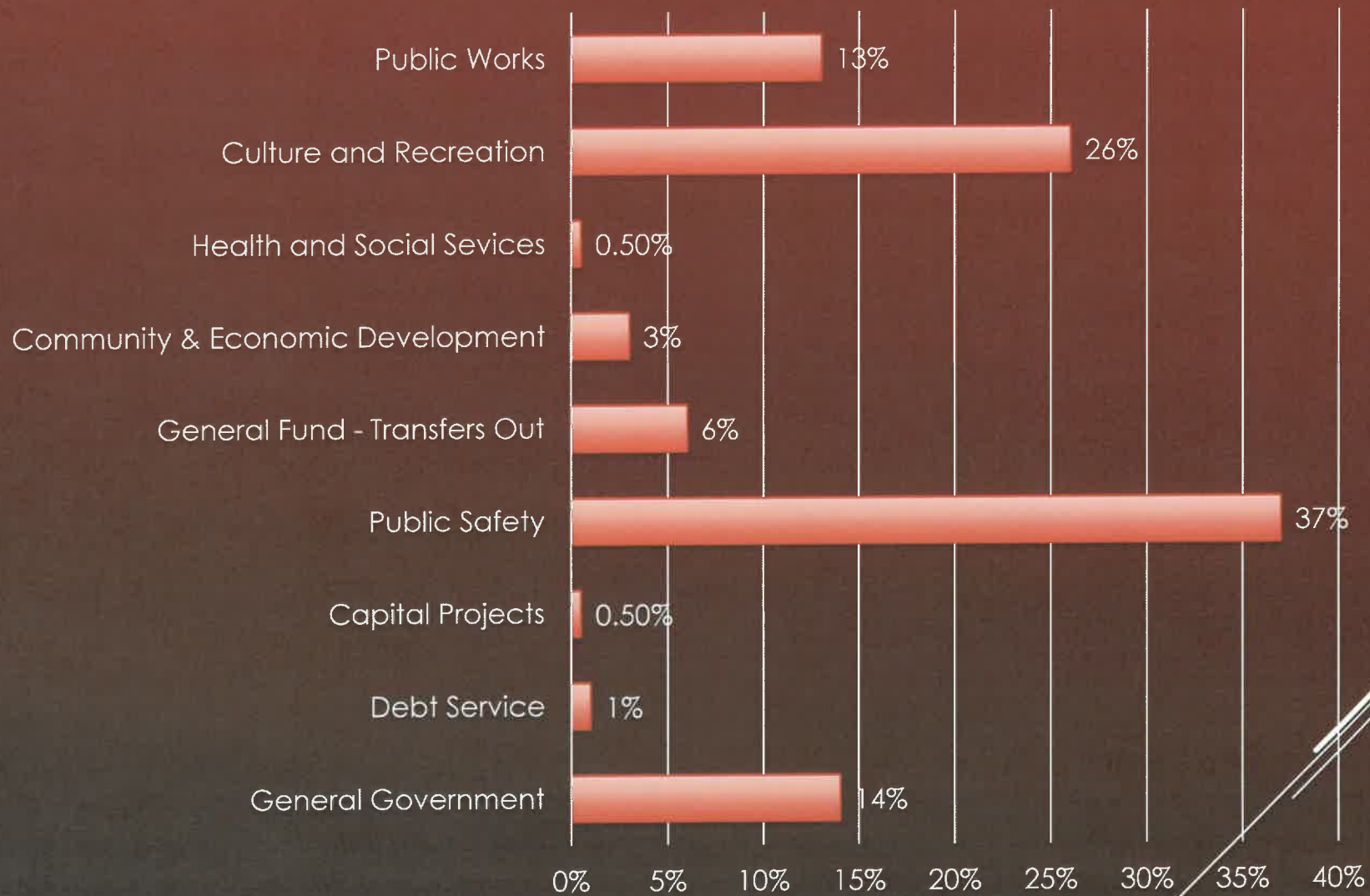
- ▶ Business 30 Improvements - \$250,000 – On hold
- ▶ Davis Park Concessions/lighting - \$460,000 (carry over from FY 21) – Lighting project is complete, concessions remains (\$290,000)
- ▶ PW Cold Storage – building shells are complete – concrete work remains to be completed inhouse
- ▶ Stoner Park - \$200,000 – On hold
- ▶ 5th Ave Water Main - \$150,000
- ▶ WW Treatment Plant – Phase II - \$1,500,000 – slated for 2026
- ▶ Wayfinding Signage - \$150,000
- ▶ Visitor Center Improvements - \$110,000
- ▶ LBC Generator - \$100,000 – grant received
- ▶ Sewer televising and corrective measures - \$1,000,000 – currently underway (grant from Linn County) – televising and cleaning complete - \$800,000 in repairs remain
- ▶ Water meter replacement – \$1,000,000 - Bid in 2024
- ▶ Pool renovation project - \$2,000,000
- ▶ Glenn Street extension - \$1,000,000
- ▶ Miscellaneous infrastructure improvements - \$750,000

Total = \$8,300,000

FY 2024-2025 TOTAL \$16,537,715

FY 2024-2025 expenditures will show a slight increase of approximately \$227,637. In addition to carryover projects from FY 24, the budget reflects a number of new high dollar CIP requests for FY 25 (pool, water meters, etc). Overall, the CIP projects push the FY 25 budget up by 1.4%

GENERAL FUND EXPENDITURES – CITIES WITH POPULATIONS 3,000 TO 9,999 (FY 2015)



GENERAL FUND EXPENDITURES – MT. VERNON



PROPERTY TAX COMPARABLES

	FY 24 Levy	FY 24 Total Levy	State Rank (Total Levy)
▶ Marion – 41,535	\$15.03 (14.20)	\$40.72 (39.72)	94 (110)
▶ Anamosa – 5,450	\$17.07 (14.67)	\$40.51 (37.55)	99 (195)
▶ Independence – 6,064	\$17.26 (16.97)	\$39.70 (38.88)	125 (138)
▶ Marengo – 2,435	\$15.78 (13.37)	\$39.10 (33.39)	149 (479)
▶ Monticello – 4,040	\$15.80 (13.87)	\$39.02 (35.53)	151 (319)
▶ Camanche – 4,570	\$12.45 (12.77)	\$38.50 (38.13)	180 (160)
▶ Mount Vernon – 4,506	\$13.15 (12.99)	\$38.37 (37.86)	184 (175)
▶ Manchester – 5,065	\$15.94 (15.75)	\$37.87 (37.25)	209 (206)
▶ DeWitt – 5,514	\$14.26	\$37.51 (38.01)	226 (168)
▶ Lisbon – 2,233	\$12.45 (12.51)	\$37.30 (37.20)	232 (212)
▶ Tipton – 3,149	\$16.89 (16.62)	\$37.23 (36.34)	239 (261)
▶ Maquoketa – 6,128	\$14.72 (13.90)	\$36.94 (36.44)	250 (255)
▶ West Branch – 2,509	\$13.61 (13.22)	\$36.40 (35.95)	287 (293)
▶ North Liberty – 20,479	\$11.45 (11.32)	\$36.28 (36.10)	300 (281)
▶ Solon – 3,018	\$10.99 (10.98)	\$35.05 (34.99)	379 (356)
▶ West Liberty – 3,858	\$13.80 (14.69)	\$34.65 (36.10)	412 (285)
▶ Wilton – 2,924	\$13.05 (13.51)	\$34.48 (36.38)	421 (256)
▶ Williamsburg – 3,346	\$10.80 (10.76)	\$33.68 (33.55)	475 (460)
▶ Dyersville – 4,477	\$10.60 (9.76)	\$30.55 (30.06)	694 (701)
▶ Eldridge – 6,726	\$7.96 (7.41)	\$26.61 (26.04)	866 (874)

▶ Numbers in parentheses represent the previous years dollar amounts

MT. VERNON TAXES IN COMPARISON

- ▶ Approximately 274 Cities with a population of 1,000 or more, of which, 173 have a higher City levy.
- ▶ Mt. Vernon Overall Levy ranks #566 (565 have smaller and 374 have larger City levies) out of 940 (listed) Cities in Iowa
- ▶ The Average Levy for all Cities in Iowa is \$12.34 (up 31 cents from last year). For Cities with a population of 1,000 or more, the average levy rate is \$14.29
- ▶ Mt. Vernon is the 92nd largest Community in Iowa (out of 940)
- ▶ Mt. Vernon's consolidated tax rate (all levies, school, county etc.) in FY 24 was 184th out of 940

MT. VERNON GENERAL OBLIGATION DEBT AND CAPACITY

- ▶ Statutory debt limit (5% of 100% Valuation) - \$342,148,017 (total value estimate for FY 25) = \$17,107,401 in total debt allowed
- ▶ Debt for the 2024-2025 FY - \$7,937,000
- ▶ GO debt scheduled for retirement in FY 2 - \$1,212,000
- ▶ 20% contingency reserve - \$3,421,480
- ▶ Approximate capacity remaining minus the reserve - \$6,741,498 (39.41%)
- ▶ Total capacity remaining for FY 25 - \$10,162,978 or 59.41%
- ▶ Approximately \$4.5 million in new debt will be borrowed before the end of the 2024 fiscal year (that borrowing is not included in the above numbers as it was not borrowed at the time of the budget approval)

QUESTIONS?

