



38
miles of trails
& sidepaths



1,100
acres of parks
and open space



180
trees planted
a year



37,163
Police service calls
in 2019



1,149
Fire Department
responses in 2019



A LOOK AT THE CITY BUDGET

Budget Process & Dates to Know

- >> **Fall 2020:** Planning for the Fiscal Year 2022 budget began with departmental requests, projected revenues, and staff review.
- >> **January 2021:** The City Council discussed the budget at public work sessions.
- >> **February 9, 2021:** An operating fund property tax levy hearing was held during a City Council meeting.
- >> **February 23, 2021:** The proposed budget was presented to the public during a City Council meeting.
- >> **March 9, 2021:** The public hearing for the proposed budget at City Hall at 6:30 pm.
- >> **March 23, 2021:** The City Council will vote on adopting the budget.
- >> **By March 31, 2021:** Once approved, the budget will be officially filed with the State and the County Auditor.

At a Glance

Coralville's Fiscal Year 2022 begins on July 1, 2021 and ends on June 30, 2022. The budgeted expenditures for all operating funds for FY2022 are \$77 million, which includes the general, enterprise, debt service, tax increment finance, and special revenue funds.

In creating the budget, the city council and staff carefully consider the needs of community programs and services, in balance with available resources. The budget goals are also guided by the goals set by the city council every other year.

The chief budget goals of City staff, mayor, and city council are to:

- >> Pass a balanced budget and maintain sufficient fund balances
- >> Maintain the property tax levy rate when possible
- >> Fund necessary infrastructure
- >> Provide high quality city services and enhance the quality of life in Coralville

The Fiscal Year 2022 budget includes:

- >> A balanced budget
- >> A proposed property tax rate unchanged from FY2021
- >> No proposed change in the enterprise fund user rates
- >> Capital improvement projects



4,004
tons of trash collected
curbside in 2020



178,041
library materials
available



1.217 billion
gallons of wastewater
treated in 2019



2 million
gallons of drinking
water treated per day,
every day



1,300+
fire hydrants
to maintain

Budget Highlights

THE PROPOSED BUDGET FOR FISCAL YEAR 2022 INCLUDES:

- >> **Public Transit:** Replace a paratransit bus.
- >> **Fire:** Fire protection equipment and station furnishings.
- >> **Streets:** Equipment for street repair, patching, and sealing; replace a 12-year-old snow plow truck.
- >> **Solid Waste:** Replace a 21-year-old garbage truck.
- >> **Library:** Audio-visual viewing station upgrades in children's and adult areas; additional public laptop computers.

Property Taxes 101

What are my property taxes?

- >> **Residential Property:** Based on the City's proposed tax rate and the residential rollback set by the State, property tax paid to the City by residential property owners will increase by \$19.11 annually for each \$100,000 of residential assessed valuation.
- >> **Commercial/Industrial Property:** Based on the City's proposed tax rate and the State's commercial and industrial property rollback, property tax paid to the City by commercial or industrial property owners will increase by \$0.00 annually for each \$500,000 of commercial/industrial assessed valuation.

What can cause my property taxes to change?

There are three possible reasons:

1. The City, county, school district, or other taxing entities change their tax rate.
2. Your property changes in value, either due to a regular assessment update by the county or as a result of a home improvement. Assessments determine the value of a property, and property taxes are based on this value.
3. A change to the State Property Tax Rollback, which represents the percentage of the assessed valuation to which the tax rate is applied.

Where do my property taxes go?

Approximately 39% of your property taxes go to the City of Coralville to fund services provided by the City.

The rest of your property tax bill goes to other units of local government, such as Johnson County and the Iowa City or Clear Creek Amana Community School District.

Property Taxes

HOW YOUR PROPERTY TAXES ARE DETERMINED

The amount of property tax that residents and businesses pay is based on the City's property tax rate and the State property tax rollback.

CORALVILLE'S PROPERTY TAX LEVY RATE

- >> \$14.3123 per \$1,000 of taxable valuation.

Coralville's property tax levy rate is established by the City. Prior to last year, it remained unchanged for 10 consecutive years. During the FY2021 budget process the City Council determined to raise this rate by \$0.7846. This year the Council is not proposing a change to the tax rate.

THE STATE'S PROPERTY TAX ROLLBACK

- >> The **State residential property rollback rate** (the taxable percentage of assessed value) increased from 55.0743% to 56.4094% for residential property.
- >> The **State commercial and industrial property rollback rate** remained at 90% of the assessed value.
- >> **Multi-residential** has a rollback for FY22 of 67.50%, down from its FY21 level of 71.25%.

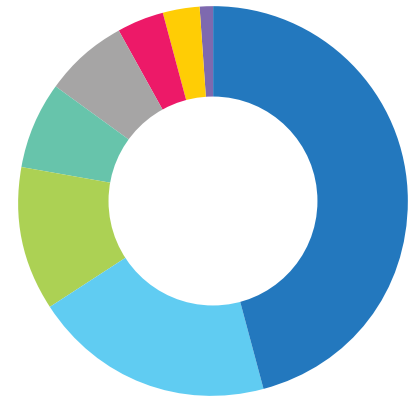
The General Fund | The City's chief operating fund.

GENERAL FUND REVENUES

General Fund revenues are expected to decrease 4.7% compared to the FY21 budget.

FISCAL YEAR 2022 GENERAL FUND REVENUES

Department	% of Total	FY22 Budget	FY21 Budget
Property Taxes & Excise Taxes	46%	\$12,787,944	\$12,843,192
Other Financing Sources	20%	\$5,545,298	\$5,384,219
Charges for Services	12%	\$3,396,546	\$3,583,251
Hotel/Motel Tax	7%	\$1,982,753	\$3,065,358
Miscellaneous	7%	\$1,933,955	\$2,093,326
Intergovernmental	4%	\$1,166,100	\$1,245,559
Licenses & Permits	3%	\$877,607	\$767,370
Uses of Money & Property (Rent & Interest)	1%	\$271,210	\$350,110
Totals		\$27,961,413	\$29,332,385



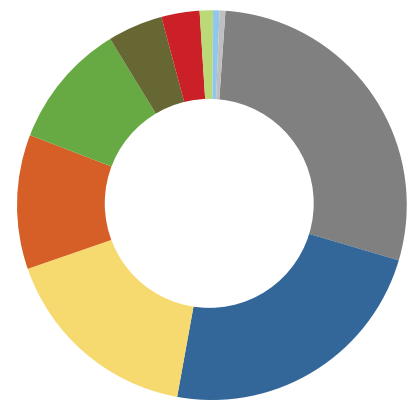
Fiscal Year 2022 General Fund Revenues

- Property Taxes & Excise Taxes • 46%
- Other Financing Sources • 20%
- Charges for Services • 12%
- Hotel/Motel Tax • 7%
- Miscellaneous • 7%
- Intergovernmental • 4%
- Licenses & Permits • 3%
- Uses of Money & Property (Rent and Interest) • 1%

GENERAL FUND EXPENDITURES

FISCAL YEAR 2022 GENERAL FUND EXPENDITURES

Department	% of Total	FY22 Budget	FY21 Budget
Parks & Recreation	29%	\$7,923,714	\$8,348,802
Police, Fire & Animal Control	24%	\$6,802,058	\$6,828,694
Contingency, Transfers & Other	16%	\$4,607,833	\$4,941,022
Library, Museum & Other Culture	11%	\$3,099,175	\$3,269,380
Administration, Finance, Legal, Etc.	10%	\$2,713,205	\$3,054,240
Engineering & Community Development	4%	\$1,210,128	\$1,340,435
Building Maintenance	3%	\$881,708	\$928,621
Community & Economic Development	2%	\$423,075	\$320,525
Other Health & Social Services	0.5%	\$159,426	\$159,426
Telecommunications	0.5%	\$141,091	\$141,240
Totals		\$27,961,413	\$29,332,385



Fiscal Year 2022 General Fund Expenditures

- Parks & Recreation • 29%
- Police, Fire & Animal Control • 24%
- Contingency, Transfers & Other • 16%
- Library, Museum & Other Culture • 11%
- Administration, Finance, Legal, Etc. • 10%
- Engineering & Community Development • 4%
- Building Maintenance • 3%
- Community & Economic Development • 2%
- Other Health & Social Services • 0.5%
- Telecommunications • 0.5%

definitions

BALANCED BUDGET: A budget with revenues that equal or exceed expenditures.

CAPITAL PROJECT FUNDS: These funds account for resources used for major projects, buildings, and infrastructure.

DEBT SERVICE FUND: Used for the payment on City debt except for Enterprise Fund debt.

ENTERPRISE FUNDS: Pay the costs of providing goods or services covered primarily through user fees, like water or sewer, to the general public.

FISCAL YEAR: Coralville's Fiscal Year 2022 begins July 1, 2021 and ends June 30, 2022.

FUND: Governmental funds operate like individual accounts. Some funds track a single source of revenue or type of expenditure. Other funds are for a single purpose but have several sources of revenue and types of expenditures.

GENERAL FUND: The City's chief operating fund, which includes revenues from sources that are not required by law to be deposited elsewhere.

ROLLBACK: The taxable percentage of a property's assessed value; this amount is set by the State of Iowa.

SPECIAL REVENUE FUNDS: Proceeds from specific sources that are usually required by law to be accounted for in separate funds and to be used for specific purposes, such as road use taxes, property taxes levied for retirement and benefits, tax increment financing (TIF) revenues, and most grants.

Enterprise Funds

This fund type is supported through specific business-type activities. Each fund establishes user rates to sustain current and long-term operations.

FISCAL YEAR 2022 ENTERPRISE FUNDS

Department	Sources of Funds	Uses of Funds
Water	\$2,729,123	\$2,687,965
Wastewater	\$5,469,000	\$4,481,735
Solid Waste	\$1,115,200	\$1,114,539
Stormwater Management	\$695,000	\$694,555
Parking	\$3,426,693	\$3,460,597
Transit	\$2,308,934	\$2,306,519
Marriott Hotel & Conference Center Operations	\$12,226,727	\$12,226,727

RATE CHANGES

There are no proposed user rate changes for FY22.

Special Revenue Funds


Contain proceeds from specific sources which are used for specific purposes.

- >> **The Employee Benefits Special Revenue Fund** is established to pay for employee benefits. The funds expected to flow through this fund during Fiscal Year 2022 are approximately \$4.5 million.
- >> **Road use tax revenues** are distributed by the State to local governments based on population. Coralville’s estimated share of the road use tax fund for Fiscal Year 2022 is \$2.4 million, which will be used for roadway maintenance, street lighting, traffic control, snow removal, engineering, and street cleaning.
- >> **Tax increment financing (TIF)** is an important economic development and urban revitalization tool for cities in Iowa. TIF revenues result from an increase in property values in a designated area, and are segregated into a special revenue fund because of the restrictions on their use. To learn more about TIF and how it is used in Coralville, visit www.coralville.org/finance.

City Debt

For the twelfth consecutive year, the City’s property tax levy rate for debt repayment will remain unchanged in Fiscal Year 2022 at \$2.1202 per \$1,000 of taxable property valuation.

Only a portion of City debt is repaid through property tax revenues; other sources include tax increment financing and the revenues generated by various enterprise funds. More information regarding City debt is available at www.coralville.org/finance.



Public Input

On **Tuesday, February 9 at 6:30 pm** at **City Hall**, the City Council meeting included a public hearing for the operating fund property tax levy.

On **Tuesday, March 9 at 6:30 pm** at **City Hall**, the City Council meeting will include a public hearing for the proposed budget.

Learn More

Budget information for Fiscal Year 2022 will be broadcast on CoralVision Mediacom cable 118-8 and available at www.coralville.org/budget.

The proposed budget will also be available at the Coralville Public Library and City Hall.



Welcome

The hospitality industry is important to Coralville: hotel/motel tax typically makes up approximately 10% of the City’s General Fund revenues. Coralville has the highest hotel/motel tax revenues for a city of its size in Iowa. However, the COVID pandemic has had a negative impact on the travel and hospitality industry. This has reduced the City’s hotel/motel tax revenues in FY2021 and the expectation is that it will have an impact in FY2022 as well.