



FY 22/23 BUDGET



FY 22/23 BUDGET HIGHLIGHTS: \$115 MILLION

Bettendorf is growing! New Construction, Valuation, Population

Reduces levy rate \$0.15 from \$12.80 to \$12.65

- Assessed values up 8.5%, average existing home up 6%
- Taxable values up just 4.8% due to rollback
 - FY23 Residential Rollback – 54.13 down from 56.41
 - Taxes on existing homes up less than 1%

Takes advantage of Census adjustments to fund needed additions to staff

- 2020 census population – 39,102, up 17.7% since 2010
- Increased allocation of Local Option Sales Tax, Road Use Tax
- 3 Police Officers, 3 Firefighters, Parks Maintenance, Inspections, GIS, IT

Limits the impact of utility fee increases

- NO CHANGE in Solid Waste fees for most residents
- 4% increase in Sanitary Sewer rate 4/1/22
- \$0.20 increase in Storm Water fee 4/1/22

Funds the IT Strategic Plan – Financial System Replacement

Funds aggressive CIP – Forest Grove, Playgrounds, Entry Signs

FY 2022/23 BUDGET HIGHLIGHTS: PERSONNEL RECOMMENDATIONS

Department	Recommendation	Budget Impact
Finance	IT Analyst	\$109,156
Police	3 Officers, Admin LT upgrade	\$335,232
Fire	3 Firefighters	\$356,313
Public Works	GIS Tech	\$91,608
	PT Traffic Tech	\$21,749 (net of savings)
	Parks Equipment Operator	\$77,071
Palmer Hills	PT Cook/Supervisor	\$27,668
	Upgrade Equipment Tech to FT	\$37,338
Family Museum	2 PT Floor Assistants	\$21,612
Community Development	Combination Inspector	\$90,608
	TOTAL:	\$1,168,355

FY 2022/23 BUDGET HIGHLIGHTS: HEALTH INSURANCE

FISCAL YEAR	FY 20/21 Actual	FY 21/22 Estimate	FY 22/23 Budget
Net City Share of Health Ins.	3,547,579	3,806,630	4,061,295
% change from	NA	+7.3%	+6.7%
<p>Factors keeping healthcare costs stable:</p> <ul style="list-style-type: none"> • Increasing employee contributions – deductible and premium share • Breaking plan apart • Better network discounts • Wellness Program 			
<p>6 year average increase in claims: 2% (National average 12-14%)</p>			
<p>Increased Specific Stop Loss from \$70K to \$90K in 2020</p>			
<p>\$1.8 million cash reserves available to fund claims up to maximum aggregate attachment point (125% of expected claims)</p>			

FY 2022/23 BUDGET HIGHLIGHTS: LIABILITY INSURANCE

Property & Casualty insurance increase of \$53,279 or +13.5%

Workers Compensation Fees increase \$38,274 or +7%

Workers Compensation deductible remains \$0

BUDGET HIGHLIGHTS – PROPERTY TAX LEVY

Bettendorf is one of the few Iowa cities with a General Fund levy below \$8.10. This allows for future growth capacity of 30%, equating to over \$6.3 million of potential property taxes.

In addition, the City has the ability to levy taxes for:

- General Fund portion of IPERS, FICA & Medicare (\$1,195,000)
- Emergency levy of \$0.27 if needed. (\$720,000)
- Additional Transit Levy \$0.79 (\$2.1 million)

Additional levying capacity:

\$10.3 million

***\$0.40 of the General Fund levy supplements Splash Landing and the Family Museum**

	FY 21/22	FY 22/23
General Fund*	\$5.63	\$5.73
Health Insurance	1.06	1.04
Liability Insurance	0.25	0.26
Police & Fire Pension	0.66	0.61
Transit	0.20	0.16
Debt Service	\$5.00	\$4.85
Total Levy Rate	\$12.80	\$12.65

AVERAGE PROPERTY TAX IMPACT

Residential: Average existing value +6%, Rollback reduced to 54.13% of assessed value from 56.41%, Levy reduced to \$12.65

2021 Mean Assessed Value	Impact of change in assessed value	Impact of change in rollback	Impact of change in levy rate	Total impact on FY 22/23 property taxes
\$266,937	+\$114	-\$78	-\$21	+\$15 (0.88%)

Commercial: Average existing value +5.5%, Rollback remains 90% of assessed value, Levy reduced to \$12.65

2021 Mean Assessed Value	Impact of change in assessed value	Impact of change in rollback	Impact of change in levy rate	Total impact on FY 22/23 property taxes
\$1,037,014	+\$623	\$0	-\$140	+\$483 (4.26%)

61% of new tax dollars in FY 22/23 are attributable to newly constructed properties.

QUAD CITIES PROPERTY TAX COMPARISON FOR FY 21/22

City, School District, Tax Rate	Bettendorf Median Residential Assessed Value of \$250,000	Commercial Assessed Value of \$1,000,000
City of Bettendorf, Bettendorf School District, \$32.86075 per \$1,000 value	\$4,475	\$29,575
City of Bettendorf, PV School District, \$33.76513 per \$1,000 value	\$4,598	\$30,389
City of Davenport, Davenport School District, \$39.37037 per \$1,000 value	\$5,361	\$35,433
City of Moline, School District #40, Tax Code 08001, \$9.5984 per \$100 value	\$7,423	\$31,995
City of Rock Island, School District #41, Tax Code 09001, \$10.8308 per \$100 value	\$8,376	\$36,103

IMPACT OF TAXES & FEES

	Residential	Commercial
	Mean Value: \$266,937 (Rollback reduced to .541302)	Sample Value: \$1,037,014 (Rollback remains at 90%)
City's Portion of Property Tax \$12.65 (\$0.15 decrease)	\$15.41	\$482.79
Sewer Fees \$3.69 per unit (\$0.14 increase)	\$12.36 (22 units/quarter)	\$31.92 (57 units/quarter)
Storm Water Fees \$5.40 per ERU (\$0.20 increase)	\$2.40 (1.00 ERU/month)	\$29.64 (12.35 ERU/month)
Solid Waste Fees \$17.62 per month (no change) (Based on 65 gal. Cart)	\$0.00	NA
Total Increase	\$30.29 (+\$2.52 per Month)	\$544.35 (+\$45.36 per month)
Total Annual Cost of Services	\$2,423 +1.3%	\$13,484 +4.2%

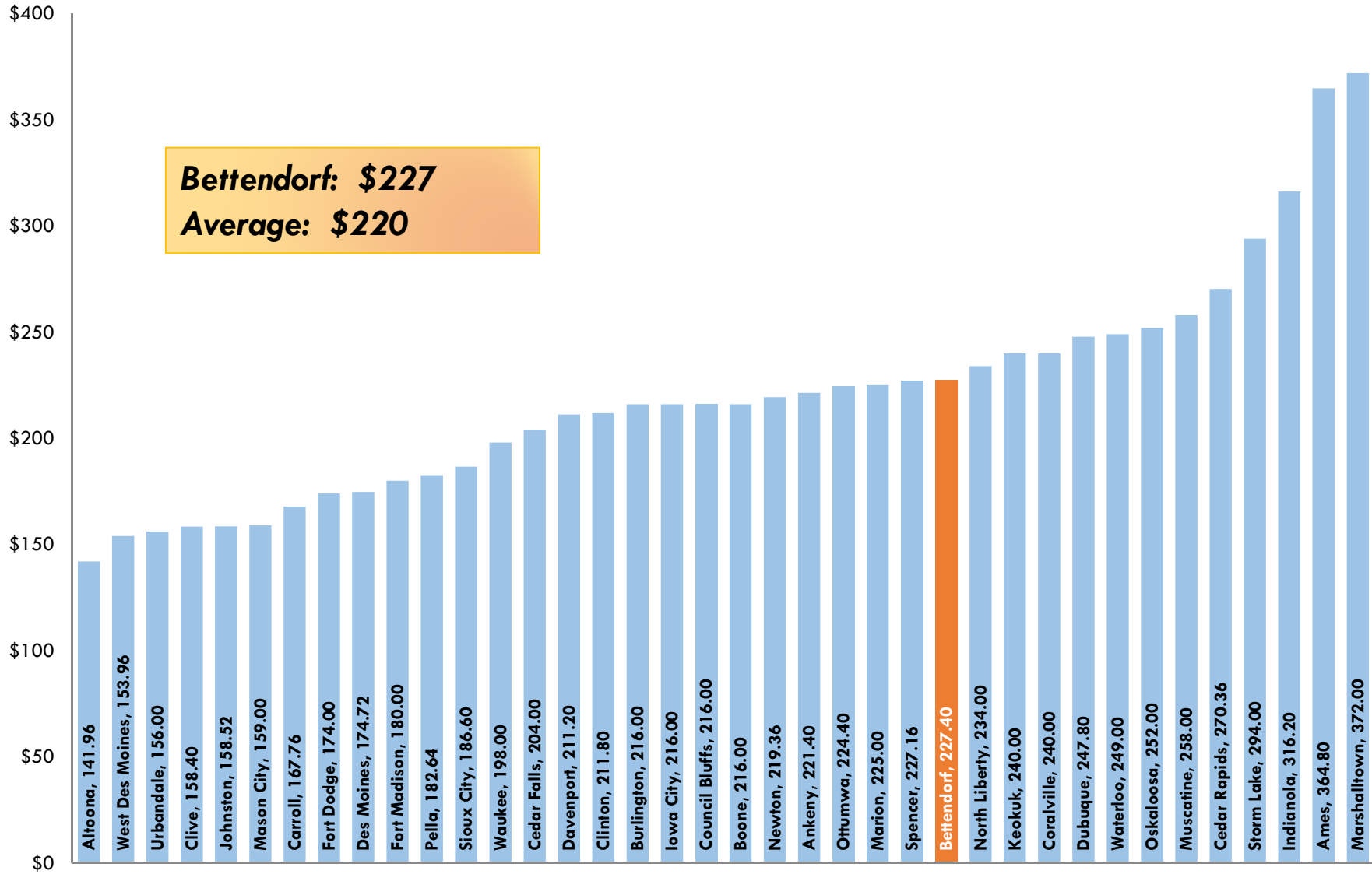
PROPOSED SOLID WASTE FEES: +0%

Size	Current Monthly Fee	Annualized	Monthly fee beginning 4/1/2022	Monthly Increase	Annualized	Annual Increase	Monthly fee beginning 4/01/2023	Monthly fee beginning 4/01/2024	Monthly fee beginning 4/01/2025	Monthly fee beginning 4/01/2026	Monthly fee beginning 4/01/2027
Percentage increase			0.00%				2.00%	2.00%	3.00%	2.00%	2.00%
32 gallon - twice per month	8.84	106.08	10.48	1.64	125.76	19.68	12.14	13.79			
32 gallon	13.25	159.00	13.25	0.00	159.00	0.00	13.52	13.79	14.20	14.48	14.77
65 gallon	17.62	211.44	17.62	0.00	211.44	0.00	17.97	18.33	18.88	19.26	19.64
95 gallon	22.03	264.36	22.03	0.00	264.36	0.00	22.47	22.92	23.61	24.08	24.56

- 4/1/22 fee increases will be reduced to 0% and then between 2% and 3% in later years.
- The proposed solid waste ordinance will phase out 32 gallon carts over the next several years.
- Phase out of 32 gallon carts begins by increasing fees on the twice monthly pick-up carts until they match the 32 gallon weekly 4/1/24.

FY 21/22 Cost of **Solid Waste Charges** for Typical Bettendorf Residence

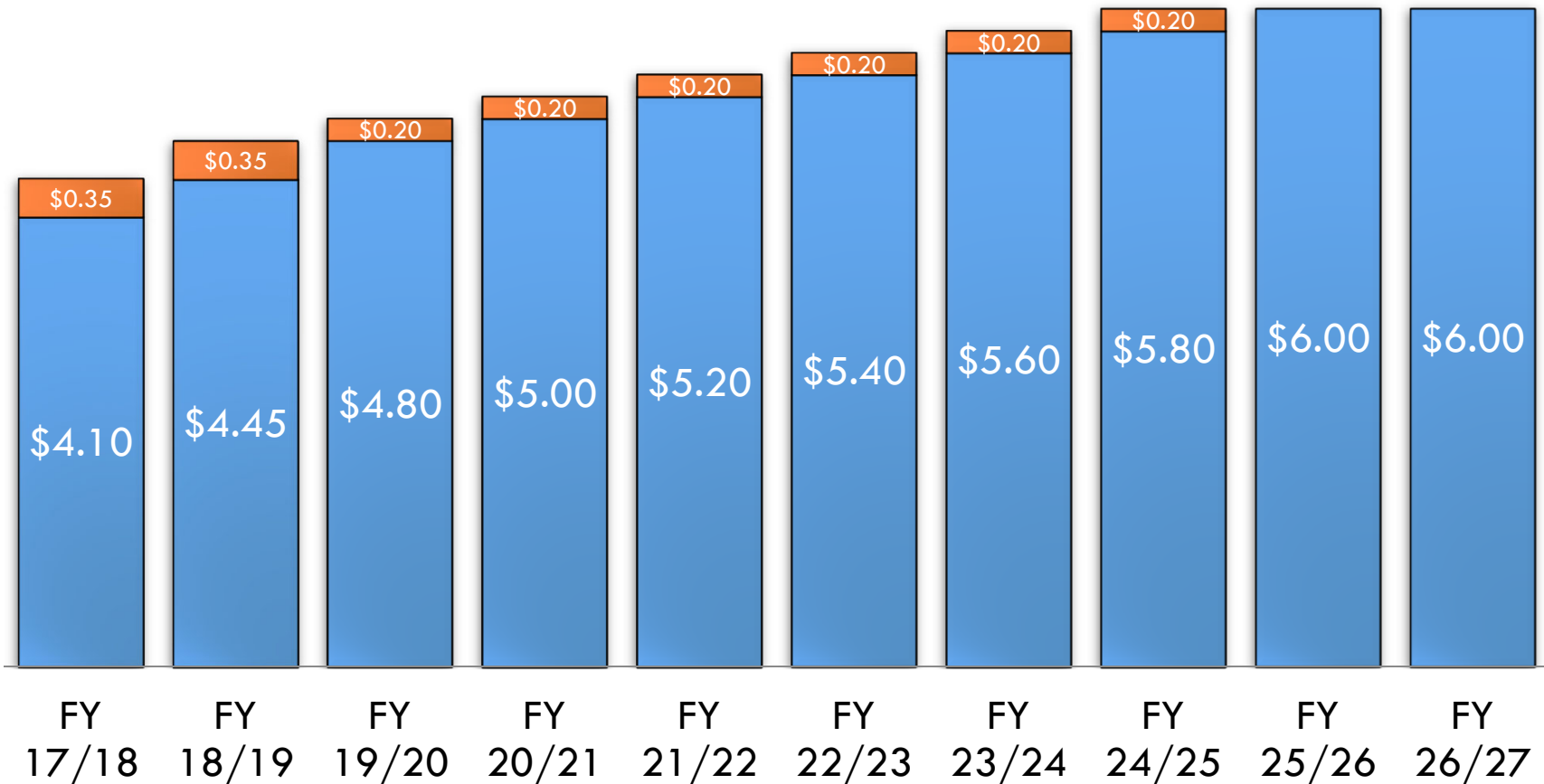
All 38 Iowa Cities with populations of 10,000 or More*



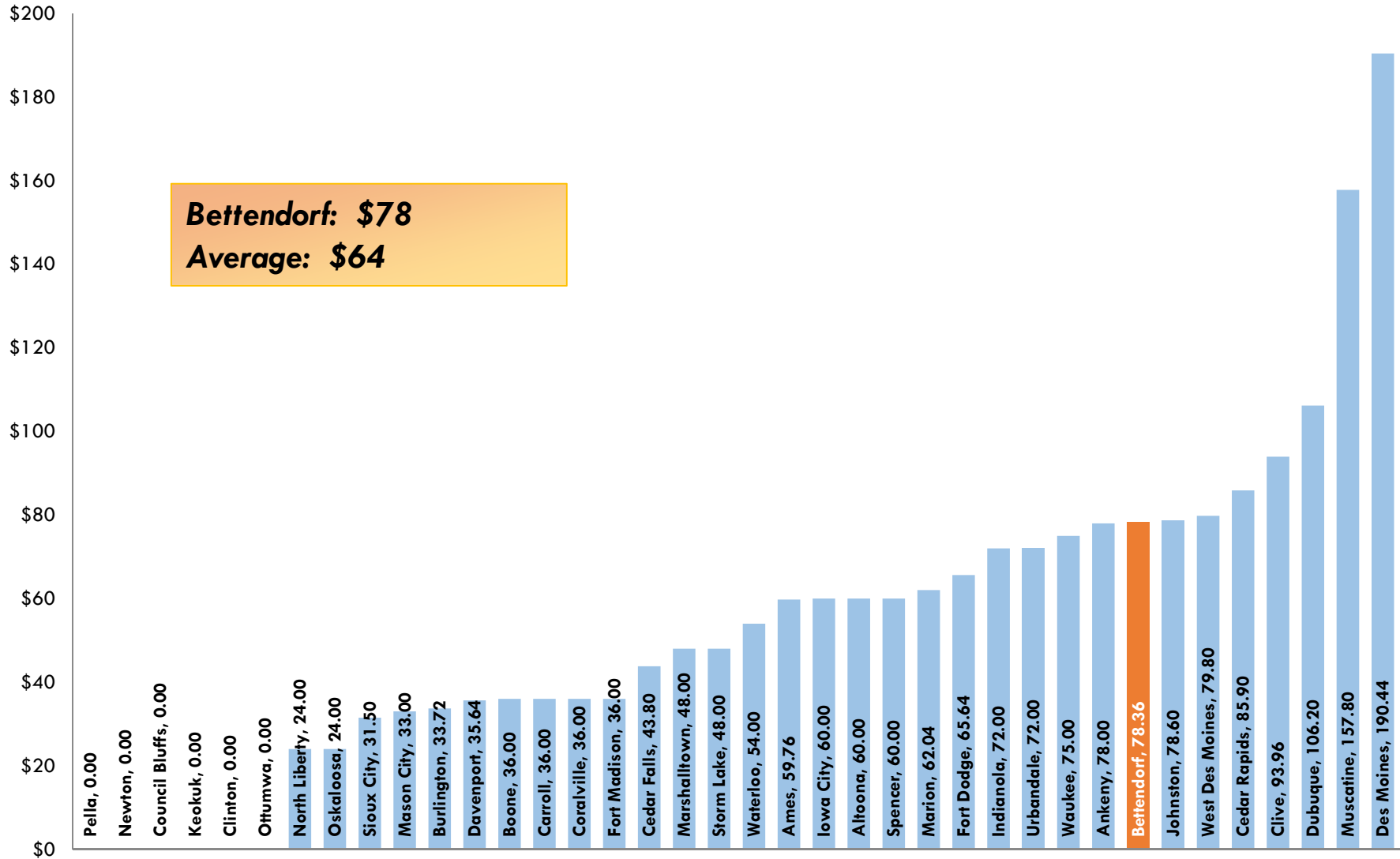
PROPOSED STORM WATER FEE: \$5.40

Storm Water Rates with Planned Increases

■ Previous Rate ■ Increase

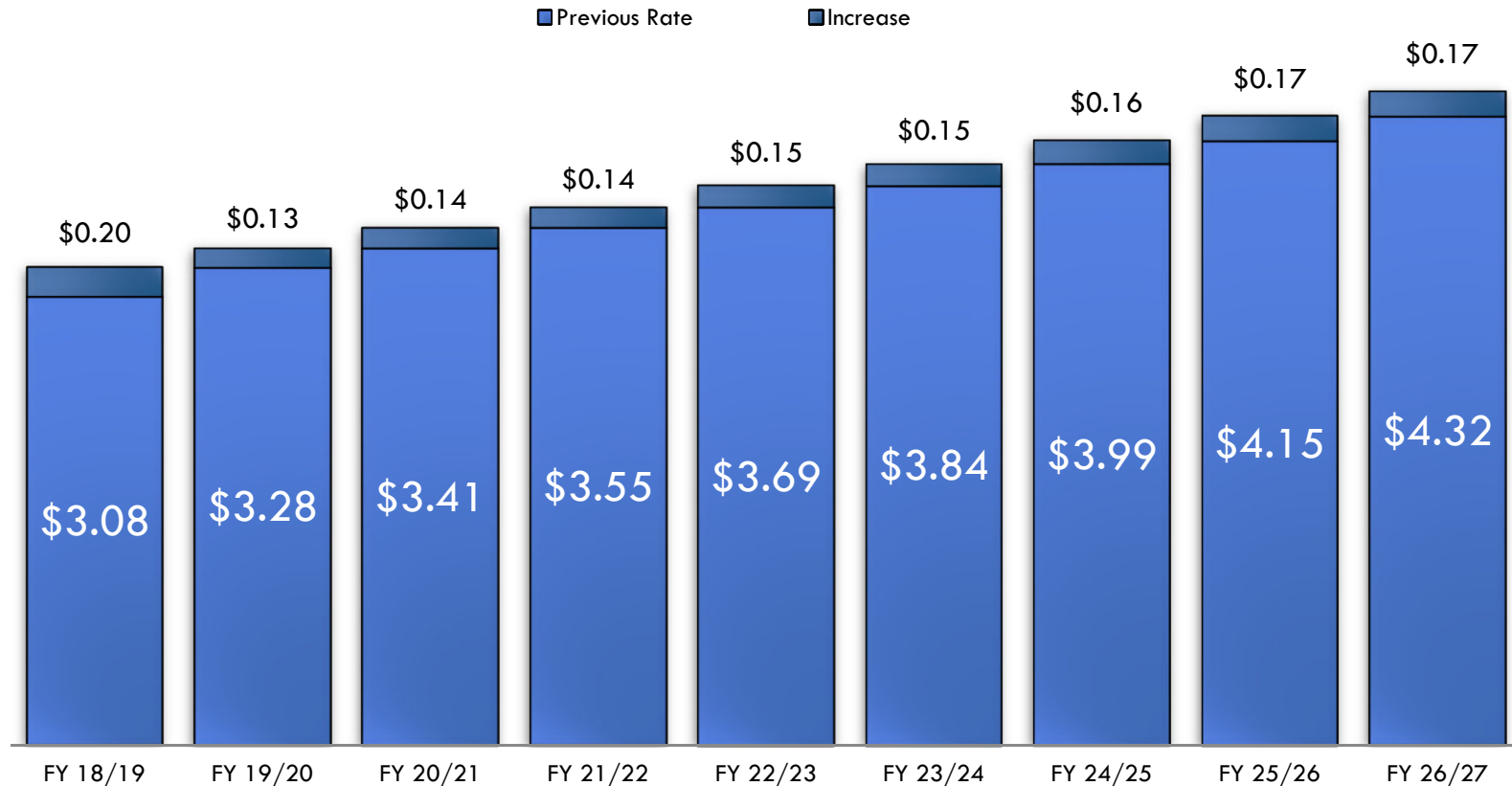


FY 21/22 Cost of Storm Water Utility Charges for Typical Bettendorf Residence
All 38 Iowa Cities with populations of 10,000 or More*



PROPOSED SEWER FEES: \$3.69

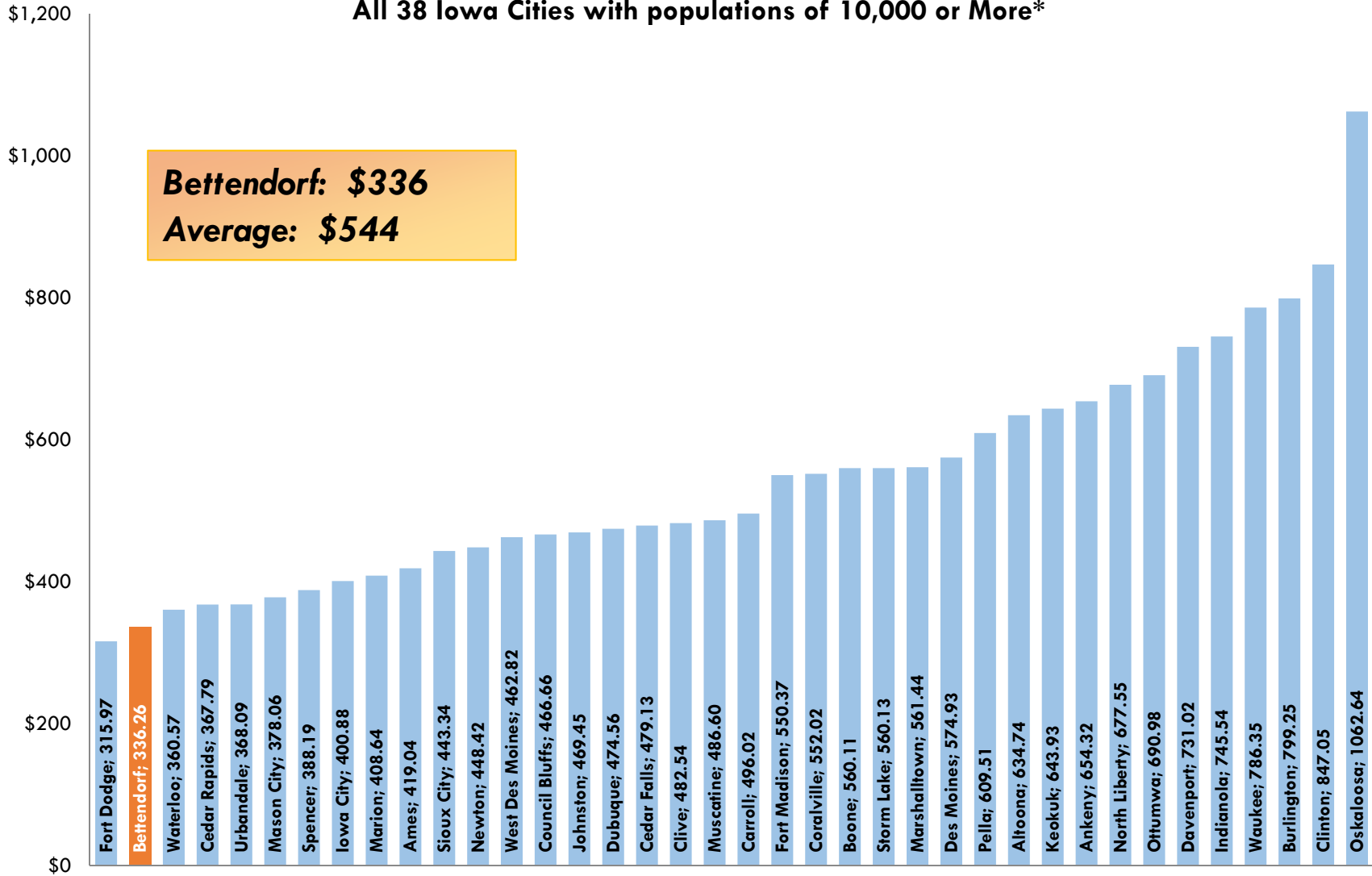
Sewer Rates with Planned Increases



4% fee increases should sustain the operations, capital, and debt obligations of the Sewer fund for several years. Capital projects and debt reduction strategies could affect future fee increases.

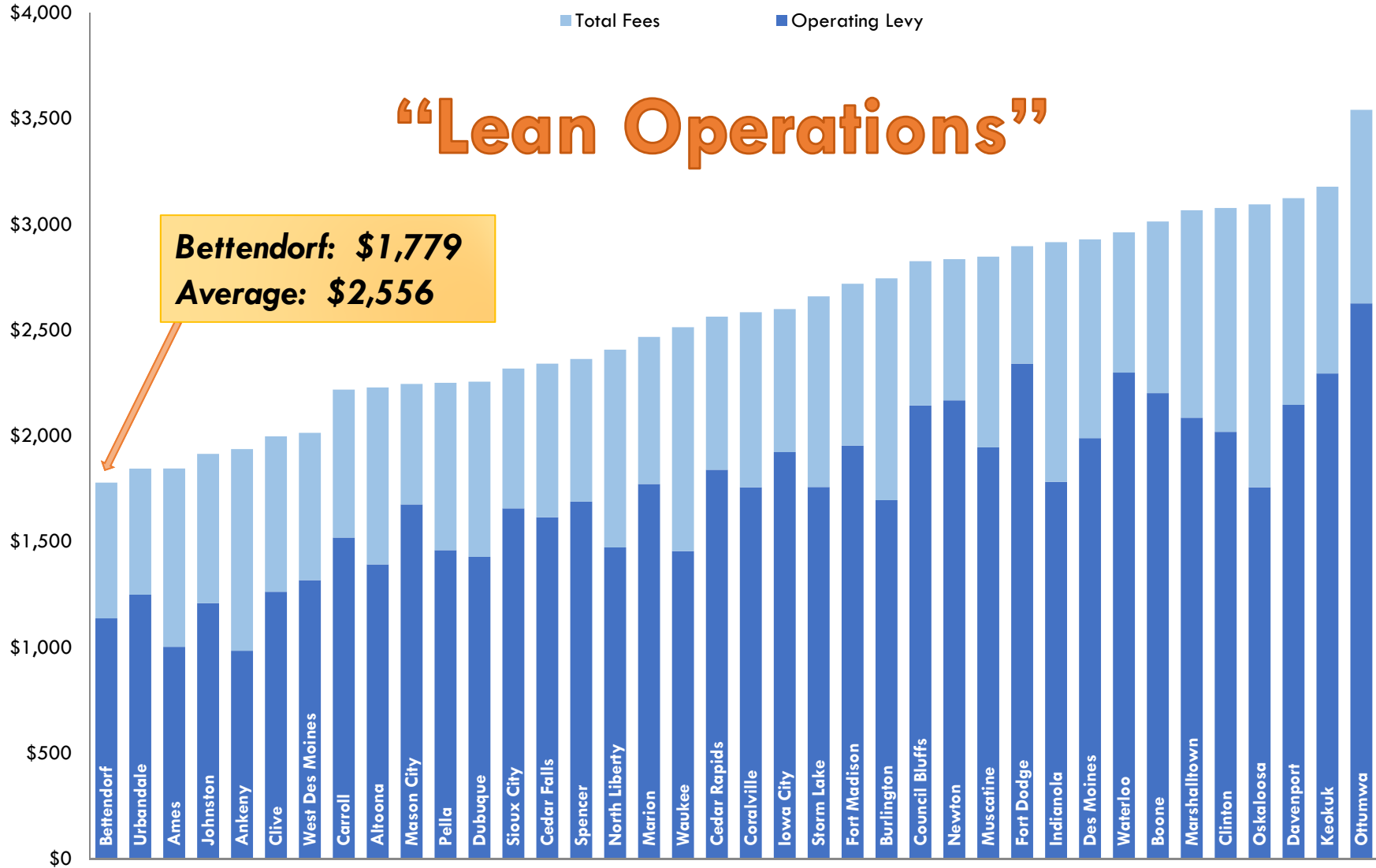
FY 21/22 Cost of Sewer Utility Charges for Typical Bettendorf Residence

All 38 Iowa Cities with populations of 10,000 or More*



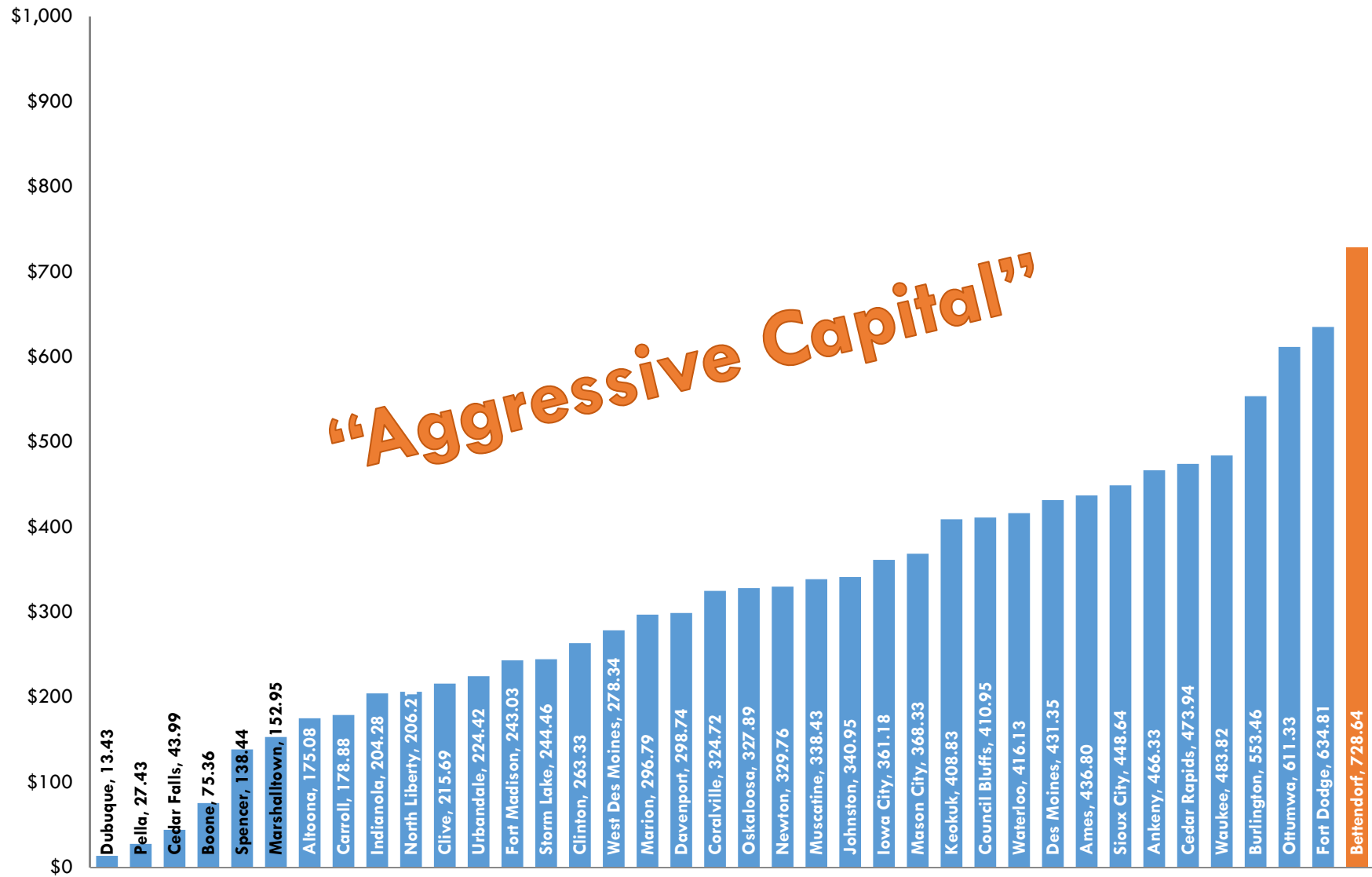
Bettendorf: \$336
Average: \$544

FY 21/22 Cost of **Operating Levy & Fees** for Mean Bettendorf Residence All 38 Iowa Cities with populations of 10,000 or More*



FY 21/22 Cost of Debt Levy Only for Mean Bettendorf Residence

All 38 Iowa Cities with populations of 10,000 or More*



“Aggressive Capital”

MAJOR PROJECTS 2022

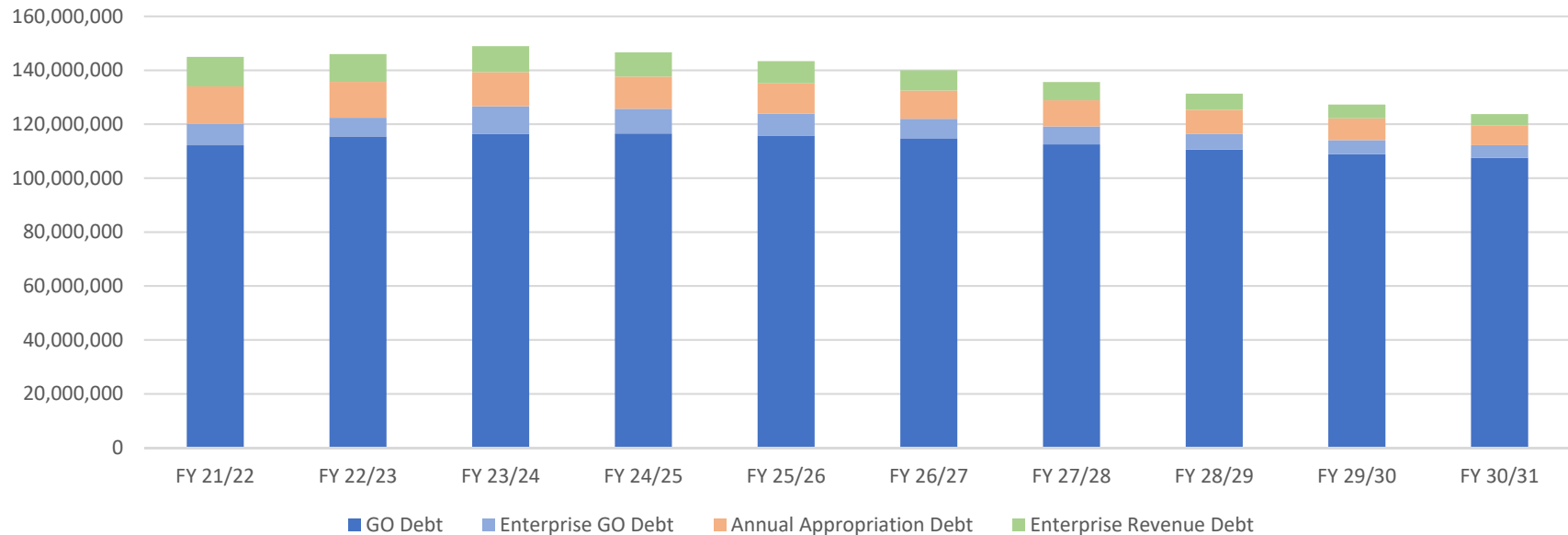
I-74 Bridge Commitment	\$830,000
Bridge Maintenance Program	\$255,000
Sidewalk Program	\$600,000
Alley Rehab	\$475,000
Street Resurfacing	\$1,000,000
Street Reconstruction (Forest Grove)	\$4,000,000
Full Depth Patching	\$325,000
Forest Grove Road	\$3,710,000
Tanglewood Road	\$900,000
Kimberly Road	\$250,000
Traffic Signals	\$655,000
Fire Truck	\$500,000
Palmer Hills Improvements	\$700,000
Sanitary Sewers	\$2,500,000
	\$16,700,000

FY 2022/23 BUDGET HIGHLIGHTS: DEBT

Outstanding Debt and Debt Margin Projections

	FY 21/22	FY 22/23	FY 23/24	FY 24/25	FY 25/26	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31
GO Debt	112,168,525	115,449,525	116,430,525	116,525,525	115,795,525	114,574,525	112,518,525	110,587,525	108,865,525	107,558,525
Enterprise GO Debt	7,890,000	6,930,000	10,220,000	9,190,000	8,115,000	7,395,000	6,630,000	5,840,000	5,200,000	4,675,000
Legal Debt Margin	54.93%	51.43%	51.42%	49.01%	46.82%	44.42%	42.31%	40.01%	38.11%	36.54%
Annual Appropriation Debt	13,930,348	13,303,088	12,635,772	11,946,716	11,225,901	10,482,723	9,711,998	8,912,181	8,083,000	7,223,716
Debt Margin with AA Included	61.30%	57.02%	56.55%	53.66%	51.06%	48.24%	45.76%	43.08%	40.81%	38.89%
Enterprise Revenue Debt	10,965,000	10,315,000	9,655,000	8,970,000	8,260,000	7,520,000	6,755,000	5,965,000	5,150,000	4,305,000
Debt Margin with Rev. Included	66.32%	61.35%	60.47%	57.16%	54.19%	50.98%	48.16%	45.13%	42.53%	40.29%
Total Outstanding Debt	144,953,873	145,997,613	148,941,297	146,632,241	143,396,426	139,972,248	135,615,523	131,304,706	127,298,525	123,762,241

Projected Total Outstanding Debt by Type



OTHER CAPITAL EXPENDITURES

Recommend taking advantage of increased Local Option Sales Tax, Road Use Tax and excess reserves to fund vehicle replacements and the IT Strategic Plan.

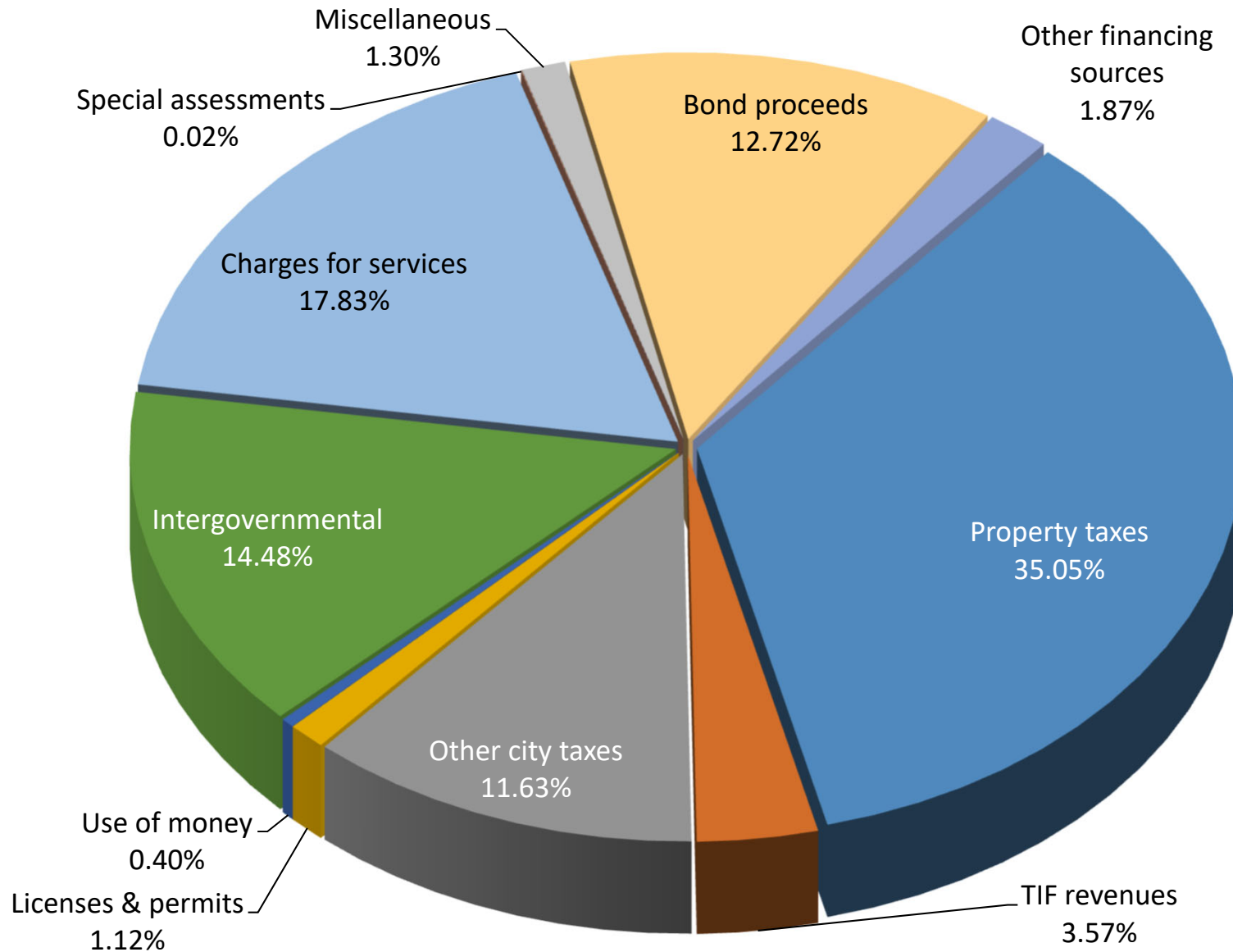
- \$2.4 million in new and replacement vehicles across all funds
 - Several overdue pick-ups, dump trucks, parks maintenance vehicles
 - 7 police vehicles, 1 heavy rescue for Fire

- \$1.4 million in technology investments
 - Phase 1 of the IT Strategic Plan
 - Financial system replacement
 - Network infrastructure

FY 2022/23 BUDGET HIGHLIGHTS: MAJOR FUND BALANCES

Fund	FY 17/18 Actual	FY 18/19 Actual	FY 19/20 Actual	FY 20/21 Actual	FY 21/22 Estimate	FY 22/23 Budget
General	4,953,285	6,292,219	7,404,703	11,210,184	10,184,705	10,306,591
% of expenditures	19.79%	26.69%	30.08%	46.22%	34.37%	35.31%
Road Use	732,295	1,807,697	1,816,763	2,360,500	2,414,236	2,199,840
% of expenditures	38.68%	49.61%	39.05%	51.46%	45.99%	39.50%
Debt Service	5,953,659	385,717	564,076	637,239	573,067	774,235
Gaming	408,539	165,253	426,647	1,175,445	2,097,970	2,238,778
Sales Tax	1,470,628	454,027	946,041	1,877,022	2,091,992	1,157,992
Vehicle	333,405	224,148	405,084	422,185	1,495,739	461,739
Electronic Equipment	344,207	435,713	473,419	609,543	1,516,241	1,156,091
Health Insurance	1,029,518	1,158,325	1,332,631	1,397,178	1,397,178	1,397,178
Risk Management	701,185	784,208	948,860	948,865	948,865	948,865

BUDGET HIGHLIGHTS - FY 2022/23 REVENUE: \$96.1 MILLION*



***Net of transfers & internal service funds**

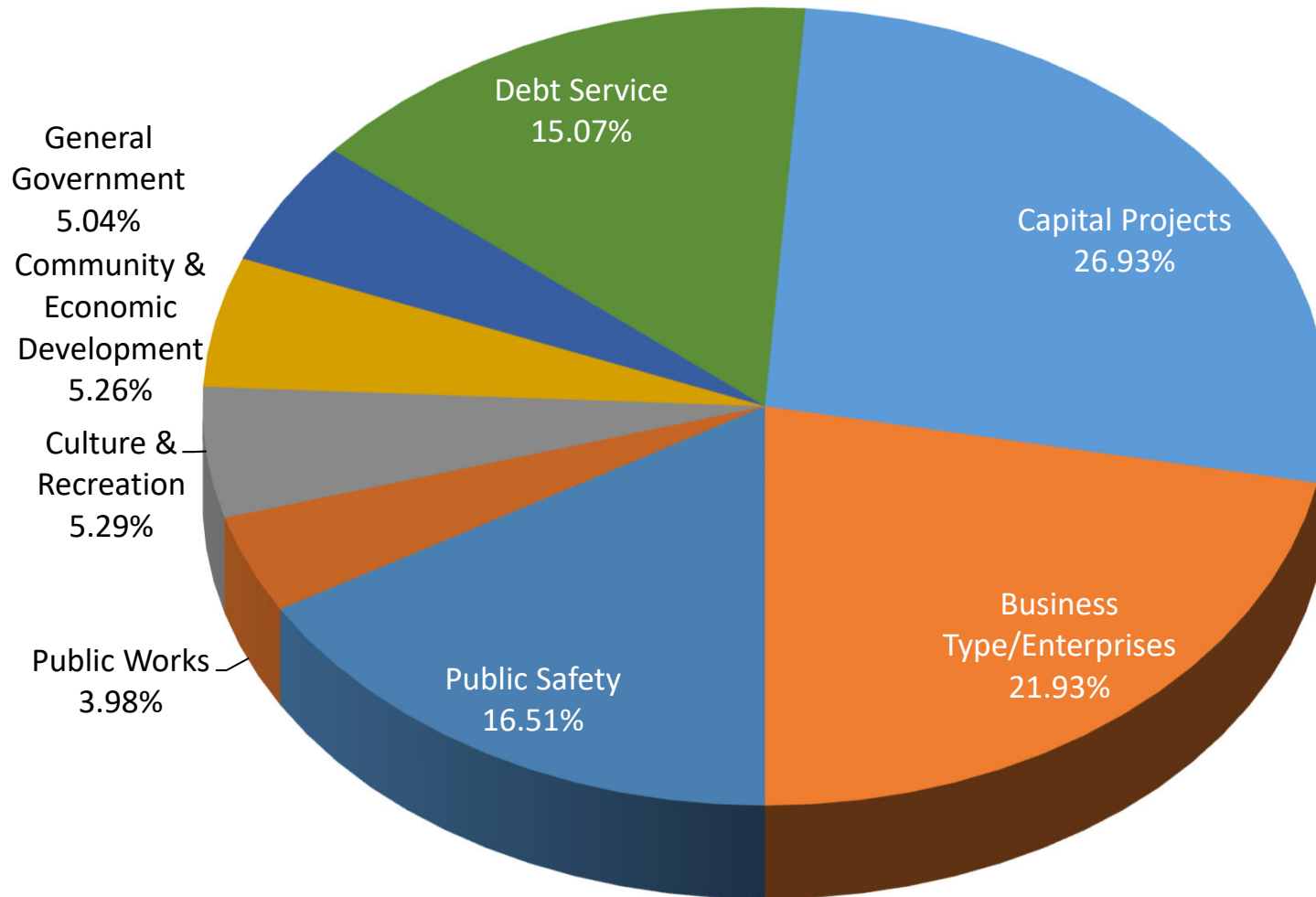
FY 2022/23 BUDGET HIGHLIGHTS: MAJOR REVENUES

Revenue source:	FY 18/19 Actual	FY 19/20 Actual	FY 20/21 Actual	FY 21/22 Estimate	FY 22/23 Budget
Property taxes	28,193,646	29,137,629	31,081,583	32,501,393	33,711,443
Charges for Services	22,024,485	21,193,718	21,586,494	23,841,986	25,687,001
Local Option Sales Tax	5,040,177	5,662,802	6,179,004	8,180,640	7,500,000
Road Use Tax	4,317,269	4,485,241	4,932,466	5,075,000	5,250,000
Utility Tax & Commercial Backfill	1,402,121	1,382,565	1,378,822	1,447,314	1,582,526
TIF Revenues	1,551,494	1,698,854	2,539,017	3,046,885	3,438,194
Gaming	1,419,072	1,100,492	1,573,500	1,550,000	1,550,000
Hotel/Motel Tax	781,729	744,443	796,649	880,000	900,000
Building Permits	944,090	1,240,303	1,549,128	810,800	810,800
Cable Franchise	328,981	328,719	313,144	285,000	245,000
Other Intergovernmental	359,639	309,618	359,994	389,000	393,000
Total Major Revenues	66,362,703	67,284,384	72,289,801	78,008,018	81,067,964
Total All Revenues Net of Bond Proceeds, Other Financing Sources and Intergovernmental	68,855,810	70,062,353	74,641,698	81,417,850	83,227,862
Major Revenues as a % of All Revenues	96.38%	96.04%	96.85%	95.81%	97.40%

BUILDING PERMIT HISTORY

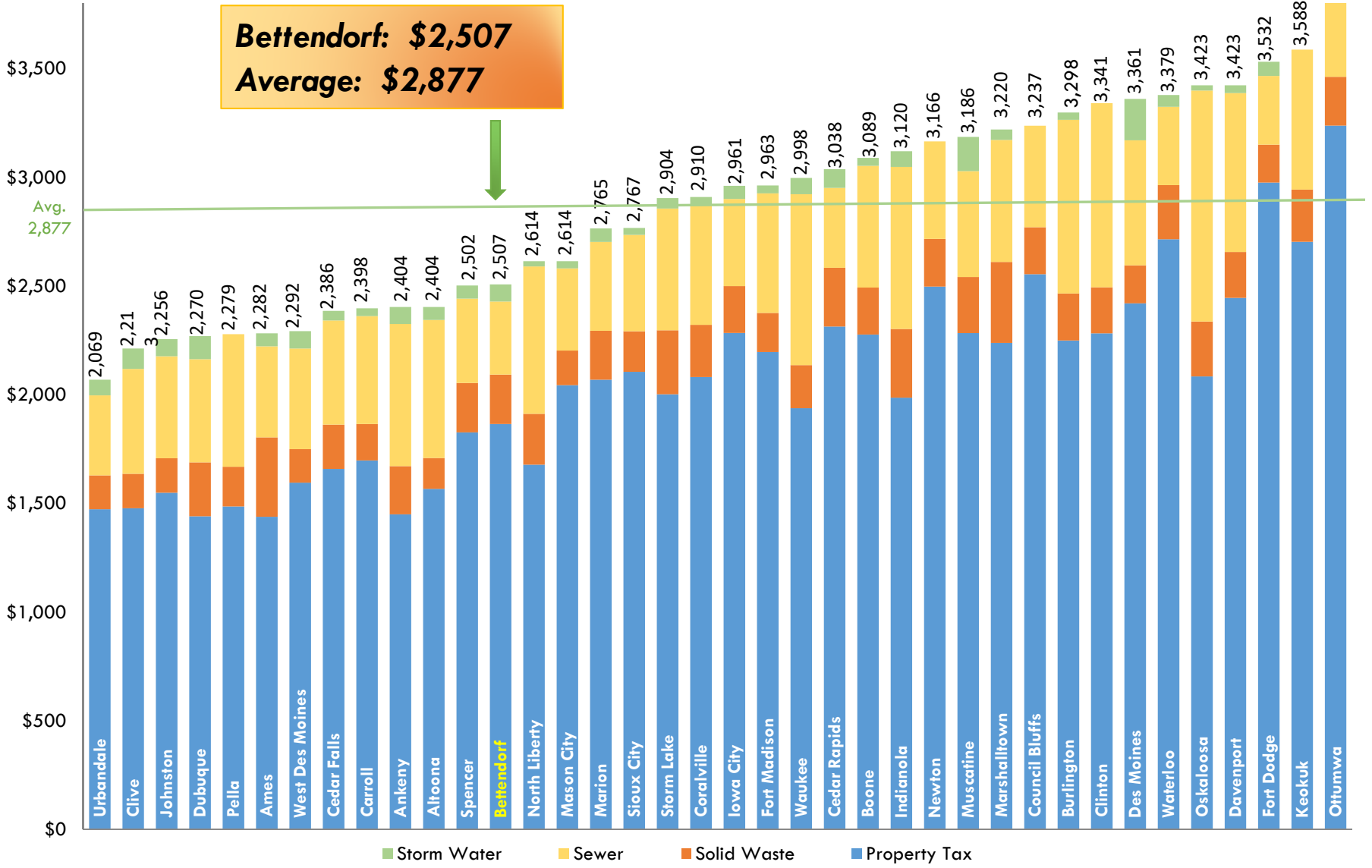
Calendar Year	All Permits		New Single-Family Homes		New Multi-Family Homes	
	Number	Value	Number	Value	Number	Value
2021	5,622	\$140,435,033	98	\$40,972,154	130	\$18,301,366
2020	8,058	\$239,422,288	149	\$43,351,408		
2019	4,152	\$126,711,797	119	\$39,528,222		
2018	3,532	\$181,824,988	134	\$41,960,891		
2017	3,668	\$122,171,689	140	\$40,438,412		
2016	3,895	\$67,654,562	143	\$43,421,362		
2015	3,466	\$102,903,276	164	\$42,806,587		
2014	3,531	\$91,101,891	168	\$44,416,352		
2013	3,500	\$64,197,951	168	\$41,651,686		
2012	3,416	\$69,120,944	145	\$36,595,105		
2011	3,294	\$81,802,346	108	\$34,107,943		
2010	2,951	\$58,148,406	115	\$28,361,980		
2009	2,700	\$58,504,974	77	\$21,057,198		
2008	3,095	\$43,946,075	96	\$24,200,996		
2007	3,420	\$78,686,737	134	\$37,831,573		
2006	3,680	\$100,236,047	154	\$34,873,928		
2005	3,717	\$66,134,674	194	\$41,928,319		
2004	3,397	\$68,651,169	146	\$30,265,151		
2003	3,247	\$57,729,471	120	\$25,087,080		
2002	2,980	\$71,998,617	85	\$19,495,481		

BUDGET HIGHLIGHTS - FY 2022/23 EXPENDITURES: \$94.7 MILLION*



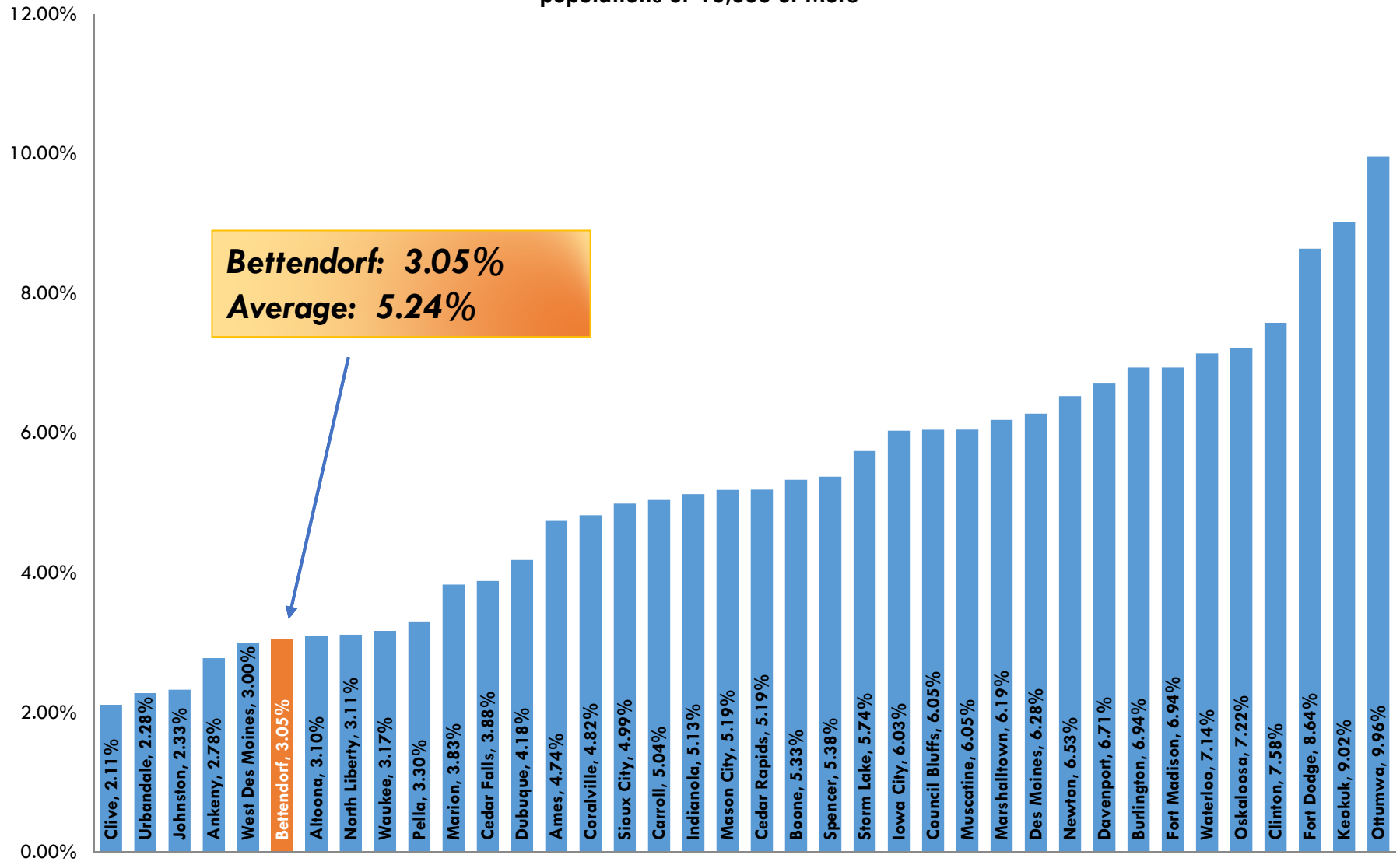
***Net of transfers & internal service funds**

FY 21/22 Comparison of Property Taxes & User Fees for Typical \$266,937 Residence
 Including City Property Taxes, Solid Waste Fees, Sewer Fees & Storm Water Fees
 All 38 Iowa Cities with populations of 10,000 or More*



**FY 21/22 Comparison of Property Taxes & User Fees for Typical \$266,937 Residence
as a Percentage of Household Income**

**Including City Property Taxes, Solid Waste Fees, Sewer Fees & Storm Water Fees for all 38 Iowa Cities with
populations of 10,000 or More***



Mon.
2/7/22

- 5pm - 7pm
- Presentation of FY 22/23 Recommended Operating Budget

Sat.
2/13/22

- 8am - 4pm
- Budget Work Session

Tue.
3/1/22

- Public Hearing and adoption of FY 22/23 “Maximum Property Tax Dollars” Resolution at Regular Council Meeting, 7:00pm

Tue.
3/15/22

- Public Hearing and adoption of FY 22/23 Budget at Regular Council Meeting, 7:00pm