



MEMO

TO: The Mayor and City Council

FROM: Jim Sanders, City Administrator
Teresa Rotschafer, Finance Director

DATE: March 7, 2011

RE: Summary of the 2011-2012 budget

In preparing the 2011-2012 budget, Department heads were directed to maintain the same level of spending as the current budget (10/11) but they were allowed to increase line items for non-discretionary expenditures such as increases in insurance premiums, utilities, bargaining unit wage adjustments, and level of service caused by growth (i.e. street lights, traffic signals, etc.). Requests for new positions, equipment purchases and new programs required a decision package.

Following are additional expenses to be addressed in the budget:

IPERS Contribution Rate

Most of our employees are covered under the Iowa Public Employers Retirement Program (IPERS). In the current budget employees contribute 4.50% of their wages into the program. That amount will increase to 5.38% in FY 12. The amount the City must pay into the program on behalf of our employees is increasing as well. The current amount is 6.95%. The amount will increase to 8.07% in FY12. This increase has been included in the preliminary budget.

Des Moines Water Works Rate Increase

The cost to purchase water from Des Moines Water Works (DMWW) continues to increase. The Des Moines Water Works Board recently approved an 11% rate increase that goes into effect April 1, 2011. Below is a chart that provides the history of the cost of the water we purchase from DMWW.

Year	DMWW Rate/1000 gallons	% increase	Johnston Rate to customers/ 1000 gallons
2002	\$1.34	--	\$3.25
2003	\$1.38	4%	\$3.25
2005	\$1.63	19%	\$3.25
2006	\$1.88	16%	\$3.25
2007	\$2.00	7%	\$3.25
2008	\$2.12	6%	\$3.25
2009	\$2.54	20%	\$4.10
2010	\$2.74	8%	\$4.51
2011	\$3.05	11%	

Bob Veenstra is currently in the process of updating the water rate study we completed a few years ago to determine the effect of the rate increase and whether we need to adjust our rates. We anticipate discussing Bob's report at a city council meeting in March or April.

Employee Health & Dental Insurance Rates

Our employee benefits broker, Mercer Administration, has indicated health insurance premium increases for the 2011 renewal year may be 20 – 25%. A 25% increase was budgeted for health insurance premiums in the preliminary budget. As the Council is fully aware, for the plan year that began July 1, 2010 the City experienced a substantial (38%) premium increase. Employee contributions were increased, union contracts were re-opened, and the plan design was modified to lessen the effect of the premium increases on the budget.

Mileage Reimbursement

The IRS allowable mileage reimbursement rate is \$.51 up from the current rate of \$.50.

Curb-It Recycling Program

Beginning in FY12 the full cost of the Curb-It recycling program will be shifted to the monthly utility bill. This is the final year of the three year phase-in that was started in FY10. In FY10 residents paid approximately 1/3 of the monthly recycling program or \$.88/month. In the current fiscal year (FY11) that amount was increased to \$1.76/month. In FY12 the amount will be the current rate of \$2.48/month.

In May the Metro Waste Authority reported that the recycling revenue markets are improving. They anticipate having enough revenue to make their annual loan payment for

the Curb It! recycling carts. If the revenue continues to increase, they anticipate a small amount of revenue that could be provided back to the participating communities. Due to the uncertainty of this money, the city has not included any revenue in the budget.

Additional Information:

The U.S. Consumer Price Index for urban consumers increased by 1.1 percent from September 2009 to September 2010.

General Fund Property Tax Levy:

Attached is a summary (Exhibit “A”) of property valuations and tax rate for the proposed 11/12 budget based on the operating budget requests from department heads including decision packages proposed for funding. To fund the proposed operating budget and decision packages the property tax rate would be \$11.10/\$1,000 for 2011/2012. The general fund property tax levy, which funds public safety (police and fire), public works operations (streets, street lighting and traffic control), health and social services (Metro Home Improvement - fka WestHELP, mosquito control), culture and recreation (parks and trails, library, recreation and culture), community development (economic development, housing and urban renewal, planning and zoning), and administration increases from the current \$7.60 to \$7.64. The debt service levy decreases from the current \$3.67 to \$3.46.

The two major components of the property tax levy are the general fund and debt service levies. Table “1” illustrates the general fund and debt service levies over the past twelve budget years including the proposed current levies are for the FY12 budget.

TABLE 1

Budget Year	General Fund Tax Levy	Debt Service Tax Levy	Actual Tax Levy
1999/00	\$6.78	\$2.69	\$9.47
2000/01	\$7.35	\$2.58	\$9.93
2001/02	\$8.03	\$3.16	\$11.19*
2002/03	\$7.85	\$3.04	\$10.89
2003/04	\$7.48	\$3.39	\$10.87
2004/05	\$7.81	\$3.00	\$10.81
2005/06	\$7.77	\$2.97	\$10.74
2006/07	\$7.67	\$3.63	\$11.30**

2007/08	\$7.73	\$3.57	\$11.30
2008/09	\$7.58	\$3.72	\$11.30
2009/10	\$7.38	\$3.92	\$11.30
2010/11	\$7.60	\$3.67	\$11.27
2011/12 preliminary	\$7.64	\$3.46	\$11.10

* In the FY02 budget the tax levy was increased due to the debt service for the library.

** In the FY07 budget the tax levy was increased to accommodate the additional debt service for the NW 62nd Ave and NW 70th Ave projects and an increase in staffing for the fire department.

Exhibit “B” graphically illustrates the historic trend of the property tax levy. Note that the property tax levy to support the General Fund expenditures for FY12 is one of the lower years compared in the chart. Exhibit “C” is a comparison of the property tax levies for metro area communities. The information for the other communities is based on the current budget year (10/11) since their FY12 budgets have not been adopted. Our proposed property tax levy (\$11.10) falls in the upper portion of the comparison.

Operating Budget

In December the City Council reviewed the proposed operating budgets presented by department heads. Enclosed in the budget notebook are summaries for each department. These are in the same format the City Council had last year and the information should be concise and easily understandable. Exhibit “D” is a fund balance worksheet that illustrates the actual for FY10, the estimated budget for FY11 and the proposed budget for FY12.

The proposed 11/12 budget anticipates spending \$2,041,022 more in expenditures than revenue received prior to funding any additional decision packages or outside agency requests. The following is a fund summary:

General Fund – (\$258,464)

The City Council chose to fund the following items from the general fund reserve: 1) Fire Department Cot - \$7,090; 2) EMS Cardiac Monitor - \$28,500; 3) Police Department File Server - \$9,624; 4) Parks & Recreation Trail Overlay - \$55,000; 5) Parks & Recreation 3 Pickups w/snow plows - \$104,000; 6) Parks & Recreation Brush Chipper - \$38,000; 7) Johnston Partnership for a Healthy Community - \$10,000; and 8) the general fund portion of the purchase of a programmable message board - \$6,250.

Special Revenue – (\$233,696)

Special Revenue includes the Road Use Tax Fund, Library Trust Fund, Park District Funds, etc. The additional spending is primarily in the Road Use Tax Fund. Road Use Tax revenue is received monthly and maintaining a large reserve in this fund is not recommended. We anticipate a 4% reserve based on 2000 census counts. Historically, the ending balance has been higher than anticipated and with the 2010 census counts affecting FY12 revenue this will remain true again.

TIF Special Revenue – (\$215,186)

Cities have been required to report outstanding TIF obligations in a new format for the past several years. This was changed to allow counties to more closely monitor the amount of TIF revenue requested by Cities. The City of Johnston has not requested TIF revenue for the Beaver Creek West TIF #2 District the past three years, as we have a balance which exceeded the obligations for the district. Therefore, we anticipate spending \$620,102 in FY12 in TIF #2 with no revenue received. Additionally, we anticipate spending more than revenue received in TIF #1 (\$144,671) and anticipate collecting, for future obligations, additional revenue in TIF #3 - \$196,215, TIF #4 - \$203,808 and TIF #5 - \$149,564.

TIF #4 and TIF #5 are the two newest districts, therefore, we request the receipt of all available tax increment revenue for these districts, whereas the developer agreements require annually reimbursements.

Debt Service – (\$116,606)

Cash balances are not encouraged in the debt service funds. This anticipated decrease in the ending balance is due mainly to applying balances within debt funds.

Capital Projects – (\$74,500)

Anticipated capital project expenditures which may cross years (revenue received in FY11 and project expenditures in FY12) have been anticipated in a number of projects. Due to the fact that the 2011/2012 Capital Improvement Plan has not been adopted and cities should not spend unbudgeted funds, staff has anticipated the need for a \$4,000,000 bond for the NW 62nd Street, NW 86th to Pioneer Parkway project and a \$3,000,000 bond in the Capital Improvement Reserve budget. The anticipated bond revenue has been offset by the anticipated capital improvement expense.

Proprietary Funds – (\$1,142,570)

The budget anticipates spending \$515,603 more than received in the Water Operating Fund and \$393,187 in the Sewer Operating Fund. As you are aware, the water rates for the City of Johnston have been adjusted and we are currently updating the rate study due to the larger than anticipated increase in the cost to purchase water and the decrease in water revenue due to wet summers the past three years and the decrease in irrigation revenue. Any adjustments to revenue have not been anticipated in the FY12 budget. The Sewer Operating Fund is maintaining a healthy ending balance, and a recent review of the rates was completed. This should continually be monitored. The amount of sewer debt the City has dictates somewhat the amount of reserve we maintain in this fund.

The proprietary funds also include the NW Area Sanitary Sewer District. The FY12 budget anticipates \$110,358 more in expenditures than revenues as district funds are spent towards past debt from the area. This district had a June 30, 2010 ending balance of \$327,975.

Property tax roll back:

The Iowa Department of Revenue issued their assessment limitation order for FY12. The rollback on residential properties will decrease to 48.5299% from 46.9094%. Commercial will remain at 100% and Agriculture decreases to 69.0152% from 66.2715%. The decrease in the residential roll back will have a positive impact on the value of properties on which we are able to collect property taxes.

To illustrate the effect of the decrease in the residential roll back, the 2009 residential valuation for Johnston was \$1,369,429,670. When you apply the current roll back of 46.9094% the taxable valuation is \$642,391,242. If you apply the new rollback 48.5299% to the same valuation (\$1,369,429,670) the taxable valuation is \$664,582,849. The decrease in the roll back increases the residential taxable valuation by \$22,191,607.

Exhibit “E” illustrates the effect of the property tax rate on a home with an assessed valuation of \$200,000. The fourth column in Exhibit “E” illustrates how the taxable value on a residential property is affected by rollback. The sixth column (Exhibit “E”) illustrates the actual amount of property tax dollars paid for a house valued at \$200,000. A breakdown of how the property taxes are used by program area is provided below the graph.

With the property tax rollback and the city tax rate declining to \$11.10, the city taxes on a home with an assessed valuation of \$200,000 will increase by \$19.88 from \$1,057.06 to \$1,076.94, assuming the taxable valuation remains the same (Exhibit “E”). Rollback on commercial property remained at 100%; therefore the taxes on a business with an assessed value of \$500,000 will decrease \$100.61, from \$5,633.50 to \$5,532.90.

The graphs on exhibit “F” illustrate the effect of the property tax rollback on the property tax valuation for various taxing categories. This illustrates the shifting of tax burden from residential to commercial.

Commercial vs. Residential Valuations

Exhibit “G” illustrates how the gap between residential and commercial valuation continues to widen. Exhibits “H” and “I” illustrate historical percentages of valuation by class – commercial versus residential. Based on the 2010 taxable valuation (Exhibit “H”) the residential class makes up approximately 63% of the total, while commercial makes up 37%. Whereas, based on the 100% valuation (Exhibit “I”) the residential class makes up approximately 78% of the valuation and commercial makes up 22%.

Debt Service Levy

As table 1 indicates the debt service levy (third column) will be lowered from \$3.67 to 3.46. The reduction is primarily due to the increase in valuation created by the large commercial projects constructed in 2008-2009 (the Deere Credit expansion and the two ADAJE projects constructed for the Pioneer expansion).

Exhibit “K” illustrates the debt service levy rates from 2002 projected through 2017. In FY08 the debt service levy decreased by \$0.05, in FY09 it increased by \$0.15, in FY10 it increased an additional \$0.20, FY11 it decreased \$0.26 and in FY12 it will decrease an additional \$0.21. Staff will continue to work with our financial advisor to structure future debt to attempt to stabilize the levy (see the third column of Table “1”). Adjustments to the Capital Improvement Plan will be necessary with the anticipated slow down in valuation growth. There will also be added pressure on the future debt service levy as the city addresses the storm water issues, capital projects that have been delayed and infrastructure needs to areas east of Merle Hay Road.

Decision Packages

Department heads presented decision packages at the budget work session in December. Decision packages are typically funded from two sources; (revenue generated by the department that is not a property tax (i.e. Road Use Tax, water/sewer revenue, seized property for the Police Department) and/or property taxes. In general funding a decision package through property taxes requires an increase in the property tax rate or a decrease in the general fund reserve.

Exhibit "L" is the list of decision packages separated by funding source and prioritized by staff. Items proposed to be included in the FY12 budget have been identified in **bold**. The "X's" on the left side of the document indicate the item is an on-going expense that will affect future budgets. No "X" indicate one-time expenditure. The second to the last column, "Tax Levy" is the tax levy (per \$1,000) needed to fund each package. Below is criteria staff considered in establishing the priorities for the decision packages:

- How does the decision package improve service to citizens?
- Does the decision package make staff more efficient in providing service?
- Does the decision package create the ability to improve communication between the city, staff and citizens?
- Does the decision package promote opportunities to share services/resources with other communities or entities?
- Does the decision package improve public safety for residents or work place safety for staff?
- Is the decision package necessary to meet the needs of our growing community?
- Is the decision package required to meet a mandate placed on the city?
- Does the decision package provide for the replacement and upgrading of equipment before it becomes a maintenance and/or safety liability for staff or the community?
- Is the cost of a decision package significant enough that it is prioritized lower to allow for other smaller items to be funded?

The proposed budget includes funding seven (7) decision packages that have a cumulative effect of \$0.266421/1000 on the general fund tax levy. There are nine (9) decision packages that are proposed for funding from the General Fund Reserve for a total of \$258,464. There are eight (8) decision packages that are proposed for funding from other sources. Below is a description of each of the categories represented on the decision package summary:

The first category (items 1 through 6) is decision packages that are related to personnel issues and are funded through the general fund property tax levy. Three (3) staff positions will be added: Firefighter/EMT/Paramedic, Maintenance Worker I-Parks, and a Police Officer.

The second category (items 7 through 30) is equipment and services that are funded through the general fund property tax levy or general fund reserve. Five items (7, 8, 11 and 14) are proposed to be funded from the general fund property tax levy; nine items (9, 10, 12, 13, 15, 16, 17, 24 and 30) are proposed for funding from the general fund reserve.

The third category (31 through 33) is personnel services that can be funded from a source other than property taxes. One item (31) is proposed to be funded.

The fourth category (items 34 through 46) is equipment and services that can be funded from sources other than property taxes, (Road use tax, Water revenue, sanitary sewer revenue). The budget includes funding items 34 through 40. These items are one-time expenditures. Public Works Director Dave Cubit is going to research alternate funding for the street sweeper.

The budget includes funding item 34 from the water utility. This purchase will not occur until later in the fiscal year depending upon cash flow. The balance in the water fund is low due to the increase in the cost to purchase water from Des Moines Water Works over the past several years. Although the council has approved incremental water rate increases between now and 2014, the increases do not keep pace with the cost to purchase water and operate the system. Water revenue is also down because of the wet summers we have experienced the past couple of years.

The purchase of the items 35, 36 and 40 were recommended for funding and will be paid from the Road Use Tax, Water, Sewer and General Fund Reserve.

Reserve Fund

Exhibit "M" is a breakdown of the projected balances in each reserve fund. As a rule of thumb, many communities maintain a balance of 25% of their operating budget in the reserve fund. The basis of the 25% is the fact that cities need operating funds from July 1 (when the budget year begins) through September (when the city receives a major portion of the property taxes for the budget year). Staff reviewed the expenditures in the current budget and determined the city used about \$2,000,000 (78%) of the reserve to operate from the beginning of the fiscal year (July 1, 2010) until the tax draw in September.

The projected year end FY11 general fund reserve is \$2,983,865 or 32% of the operating budget. In the proposed FY12 budget we are anticipating decreasing the reserve balance to 28% of the operating budget.

Requests from Outside Organizations

The following requests are included in the proposed budget:

Senior Citizens - \$3,500, an increase from \$2,300 in the current year

Community Education - \$70,369, an increase from \$68,320 in current year.

JEDCO - \$20,000, same as current year

The Johnston Chamber of Commerce - \$6,000, same as current year.

Choose Des Moines Communities – \$5,000, same as current year

Johnston Partnership for a Healthy Community - \$10,000, first year of funding

Staff Compensation and benefits

Beginning in fiscal year 2008-09, the City entered into three year agreements with both collective bargaining units that represent employees (the Police Department is represented by Teamsters; and the Public Works/City Hall/Building Departments are represented by AFSCME). The agreements contain a 4% across-the-board increase for both units which equates to a 4% step increase on the employee's anniversary (until the employee reaches the top of the wage scale) and a 4% increase at the beginning of each fiscal year. With the health insurance premium issue noted above, contracts were re-opened and changes to the health insurance benefits were negotiated and the 2008-09 contracts were extended for two years. The extended agreements contain a 2% across-the-board increase for both units on July 1, 2011 and July 1, 2012.

Prior to the current fiscal year non-bargaining unit employees received wage increases that were 1% higher than the bargaining unit contracts and were provided closure pay based on wages paid for comparable positions in Altoona, Clive, Urbandale and Ankeny. In the current fiscal year the city council decided to provide a 3% increase to non-bargaining unit staff (1% below the increases received by bargaining unit staff) and not provide closure pay. The city council decided to complete a Compensation Study to review and update the compensation plan for our employees. The Compensation Study will not be completed by the time wage adjustments are made for the FY12 budget.

As was noted above, the bargaining unit employees will receive a 2% increase which has been provided for in the preliminary budget. The preliminary budget includes a 3% increase for non-bargaining unit employees. The suggested increase is based on the fact that those employees received a smaller wage adjustment in the current budget and based on the latest comparable information, these positions still lag behind wages paid to employees in similar positions in the comparable communities.

The Compensation study will be completed in the spring of 2011. The information from the study will form the basis and justification for future wage adjustments.

Capital Improvements Program (CIP)

There have been a number of issues that are being discussed the effect the CIP (i.e. the improvements to NW 62nd Avenue, funding storm water projects, discussions regarding infrastructure to areas east of Merle Hay Road). Pending the results of these discussions the CIP has not been adopted. Staff anticipates the CIP should be adopted within the next couple of months.

Tax Increment Financing (TIF)

Below is a table that illustrates the reduction in the TIF valuation and growth in the commercial/industrial valuation over the past several years. The commercial/industrial valuation increased by \$69,231,218 from 2005 – 2010.

TABLE 2

	2005 Valuation	2006 Valuation	2007 Valuation
TIF Valuation	\$44,575,120	\$47,907,030	\$41,211,500
Com/Ind Valuation	\$284,473,562	\$285,139,010	\$304,603,040
Total Valuation	\$329,048,682	\$333,046,040	\$345,814,540

	2008 Valuation	2009 Valuation	2010 Valuation
TIF Valuation	\$40,275,360	\$65,784,660	\$92,486,540
Com/Ind Valuation	\$313,014,490	\$305,376,960	\$305,793,360
Total Valuation	\$353,289,850	\$371,161,620	\$398,279,900

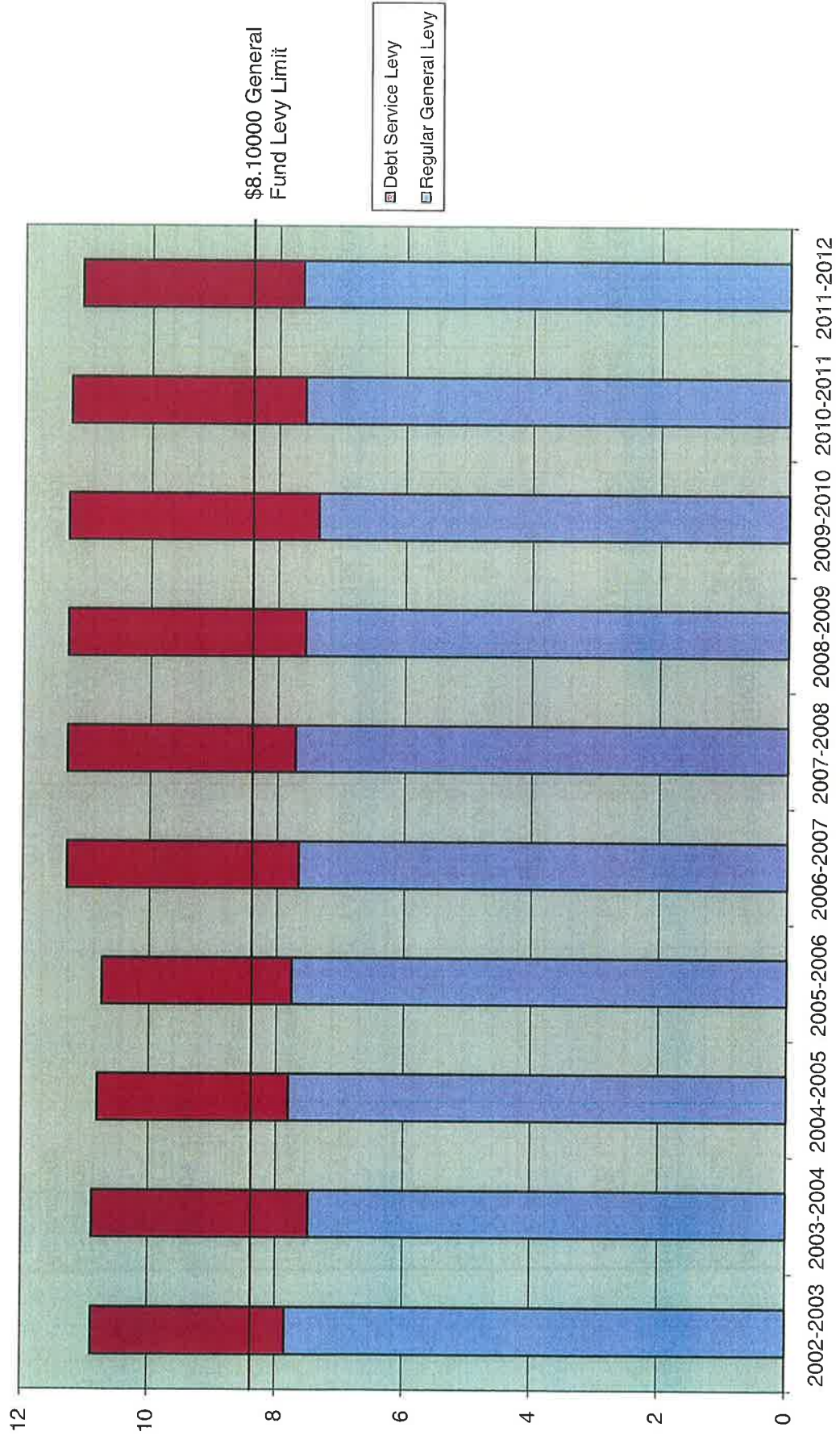
City Taxes as a Percentage of the Total Tax Rate

Exhibit "N" is a table that illustrates the City tax rate as it compares to the consolidated tax rate for Johnston property owners. As the table indicates, the City tax rate has consistently been 28–31% of the total property tax bill. The graph (Exhibit "O") illustrates the portion of the 2010/2011 tax rate that is attributed to each of the taxing authorities

Summary

Exhibit "P" is a graph that illustrates the revenues by funding source for the proposed 2011-2012 budget. Exhibit "Q" is a graph that illustrates expenditures by category. Exhibit "R" is a table that illustrates a budget summary for the past five years, the proposed current budget (outlined box in the middle of the table) and the projection for the next five years. This document includes projects proposed in the CIP for the next five years. Line 27 indicates the debt service levy. The debt service levy varies in the future from \$3.46 to \$5.27.

**City of Johnston, Iowa
Property Tax Levy**



2010/2011 Tax Rates
* 2011-2012 Tax Rate for Johnston

City	General Levy	Outside \$8.10	Emerg Levy	Debt Service	Employ Benefit	Total Levy
Altoona	\$ 8.10000	\$ -	\$ -	\$ 0.39142	\$ 0.65227	\$ 9.14369
Urbandale	\$ 7.17000			\$ 2.05000	\$ 0.10000	\$ 9.32000
Clive	\$ 6.69498			\$ 1.66174	\$ 1.18194	\$ 9.53866
Johnston *	\$ 7.63548	\$ -	\$ -	\$ 3.46031	\$ -	\$ 11.09579
Ankeny	\$ 7.13301	\$ 0.14821		\$ 3.49900	\$ 0.39624	\$ 11.17646
West Des Moines	\$ 8.09998	\$ 0.32254	\$ -	\$ 2.00000	\$ 1.62748	\$ 12.05000
Grimes	\$ 8.10000	\$ 0.07231	\$ 0.26999	\$ 3.84927	\$ 0.61877	\$ 12.91034
Windsor Heights	\$ 8.10000	\$ 0.26999		\$ 1.16579	\$ 3.77921	\$ 13.31499
Des Moines	\$ 8.10000	\$ 0.30345	\$ -	\$ 4.06731	\$ 4.10538	\$ 16.57614

Fund Balance Worksheet for City of

Johnston

		(1) Annual Report FY 2010											
		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 2010													
1	Beginning Fund Balance July 1 (pg 5, line 134) *	2,850,805	770,195	5,007,158	804,631	4,730,396		14,163,185	4,577,032	18,740,217			
2	Actual Revenues Except Beg Bal (pg 5, line 132) *	9,068,365	1,254,841	1,309,660	7,945,779	2,159,505		21,738,150	6,372,123	28,110,273			
3	Actual Expenditures Except End Bal (pg 12, line 259) *	8,789,491	1,334,921	2,882,482	8,497,516	3,540,061		25,044,471	6,555,493	31,599,964			
4	Ending Fund Balance June 30 (pg 12, line 261) *	3,129,679	690,115	3,434,336	252,894	3,349,840	0	10,856,864	4,393,662	15,250,526			
(2) Re-Estimated FY 2011													
** Re-Estimated FY 2011													
5	Beginning Fund Balance	3,129,679	690,115	3,434,336	252,894	3,349,840	0	10,856,864	4,393,662	15,250,526			
6	Re-Est Revenues	9,140,543	1,257,415	2,237,200	7,121,066	3,804,041	0	23,560,265	7,545,322	31,105,587			
7	Re-Est Expenditures	9,286,357	1,466,034	2,754,329	5,640,332	7,889,210	0	27,036,262	8,910,473	35,946,735			
8	Continuing Appropriation					0		0	0	0			
9	Ending Fund Balance	2,983,865	481,496	2,917,207	1,733,628	-735,329	0	7,380,867	3,028,511	10,409,378			
(3) Budget FY 2012													
** Budget FY 2012													
10	Beginning Fund Balance	2,983,865	481,496	2,917,207	1,733,628	-735,329	0	7,380,867	3,028,511	10,409,378			
11	Revenues	9,689,517	1,284,532	3,140,500	5,593,608	7,450,500	0	27,158,657	8,102,664	35,261,321			
12	Expenditures	9,947,981	1,518,228	3,355,686	5,710,214	7,525,000	0	28,057,109	9,245,234	37,302,343			
13	Continuing Appropriation					0		0	0	0			
14	Ending Fund Balance	2,725,401	247,800	2,702,021	1,617,022	-809,829	0	6,482,415	1,885,941	8,368,356			

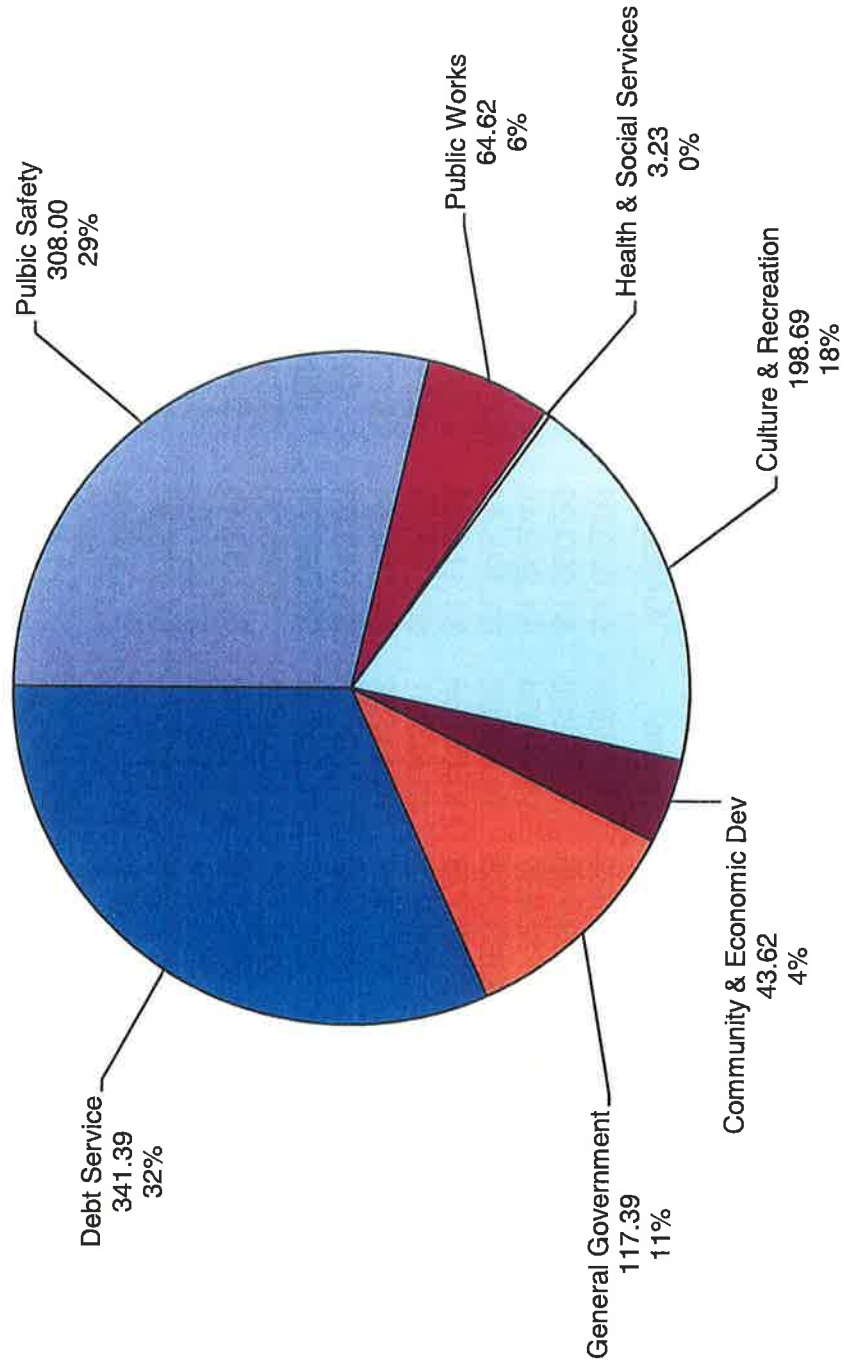
* The figures in section (1) are taken from FORM F-66(A-2) STATE OF IOWA FINANCIAL REPORT FOR FISCAL YEAR ENDED JUNE 30, 2010

** The remaining two sections are filled in by the software once ALL worksheets are completed.

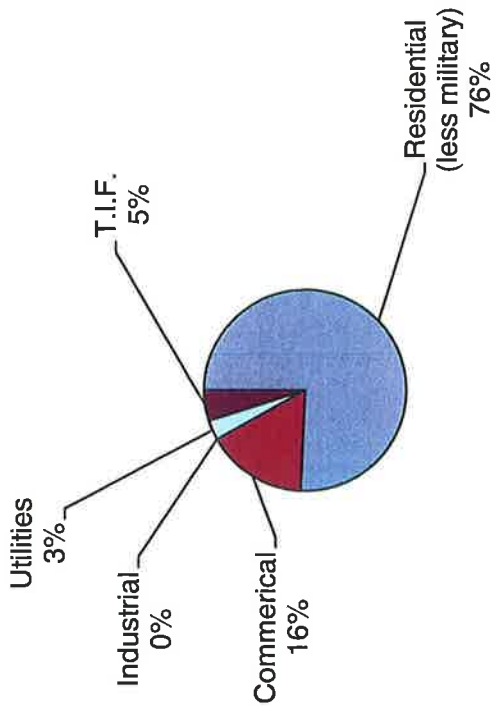
City of Johnston
Property Tax Levies
Amounts & Effect on Typical Property Owner

Year	Rollback	Actual Valuation	Taxable Valuation	City Tax Rate	City Tax Amount	Net Change	Percent Change	Levy % Change
99-2000	56.4789%	\$200,000	\$112,958	9.47808	\$1,070.62			
2000-2001	54.8525%	\$200,000	\$109,705	9.93838	\$1,090.29	\$19.67	1.84%	0.04632
2001-2002	56.2651%	\$200,000	\$112,530	11.19234	\$1,259.48	\$169.19	15.52%	0.11204
2002-2003	51.6676%	\$200,000	\$103,335	10.89082	\$1,125.41	(\$134.07)	-10.64%	-0.02769
2003-2004	51.3874%	\$200,000	\$102,775	10.88788	\$1,119.00	(\$6.41)	-0.57%	-0.00027
2004-2005	48.4558%	\$200,000	\$96,912	10.80991	\$1,047.61	(\$71.39)	-6.38%	-0.00721
2005-2006	47.9642%	\$200,000	\$95,928	10.74278	\$1,030.54	(\$17.07)	-1.63%	-0.00625
2006-2007	45.9960%	\$200,000	\$91,992	11.30567	\$1,040.03	\$9.49	0.92%	0.04979
2007-2008	45.5960%	\$200,000	\$91,192	11.30298	\$1,030.74	(\$9.29)	-0.89%	-0.00024
2008-2009	44.0803%	\$200,000	\$88,161	11.30102	\$996.30	(\$34.44)	-3.34%	-0.00017
2009-2010	45.5893%	\$200,000	\$91,179	11.30102	\$1,030.41	\$34.11	3.42%	0.00000
2010-2011	46.9094%	\$200,000	\$93,819	11.26700	\$1,057.06	\$26.65	2.59%	-0.00302
2011-2012	48.5290%	\$200,000	\$97,058	11.09579	\$1,076.94	\$19.88	1.88%	-0.01543
			Public Safety		\$308.00			
			Public Works		\$64.62			
			Health & Social Services		\$3.23			
			Culture & Recreation		\$198.69			
			Community & Economic Dev		\$43.62			
			General Government		\$117.39			
			Debt Service		\$341.39			
					\$1,076.94			

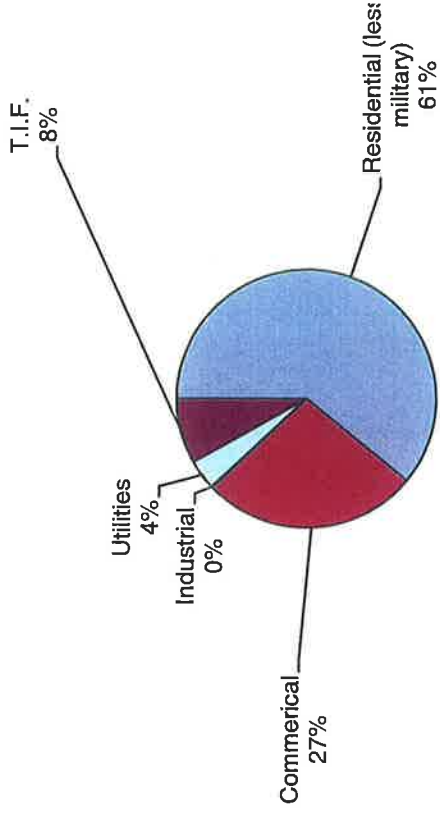
Annual Property Tax for a \$200,000 Residential Home Per Taxable Function



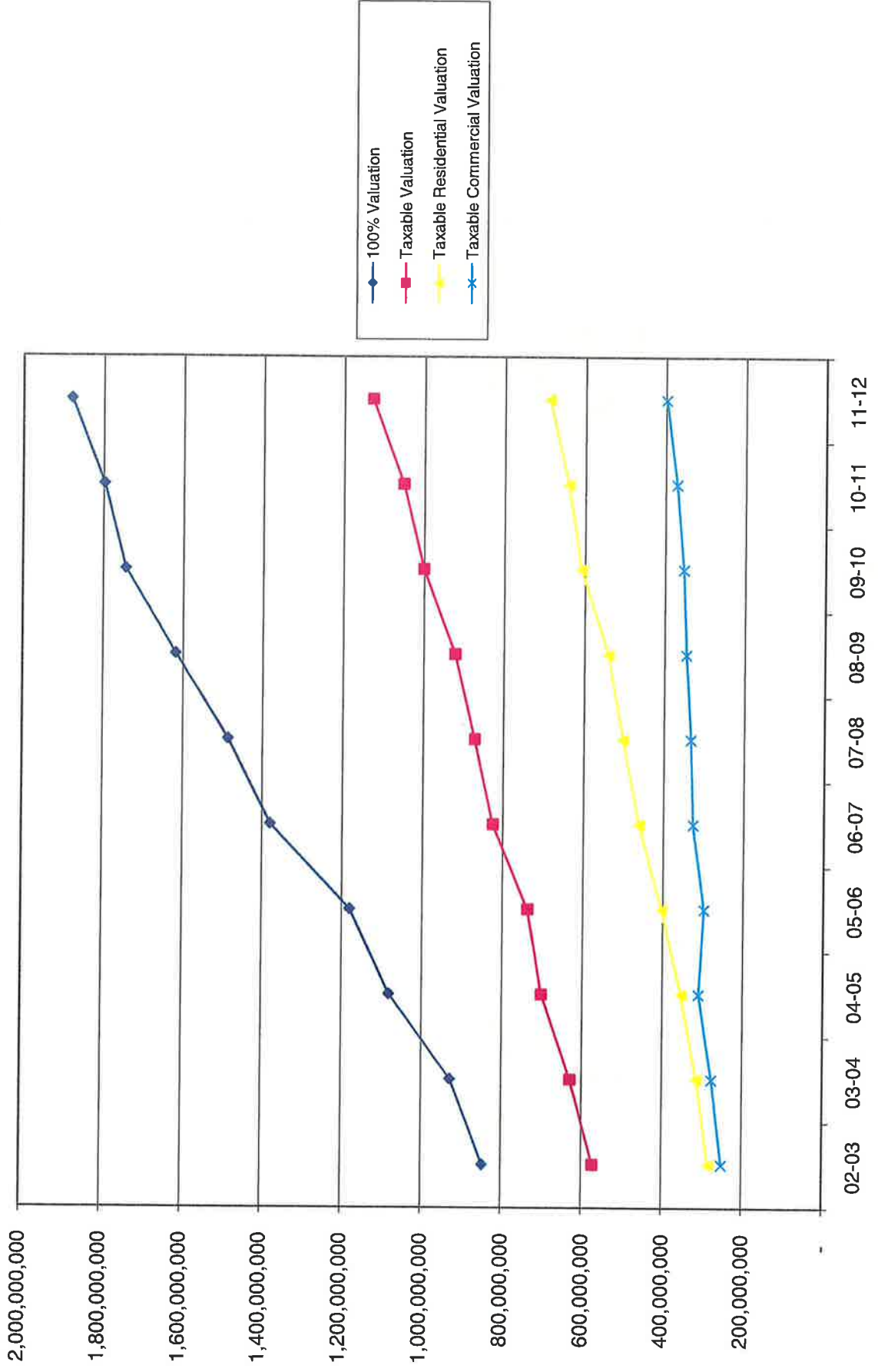
2010 Valuation - 100%



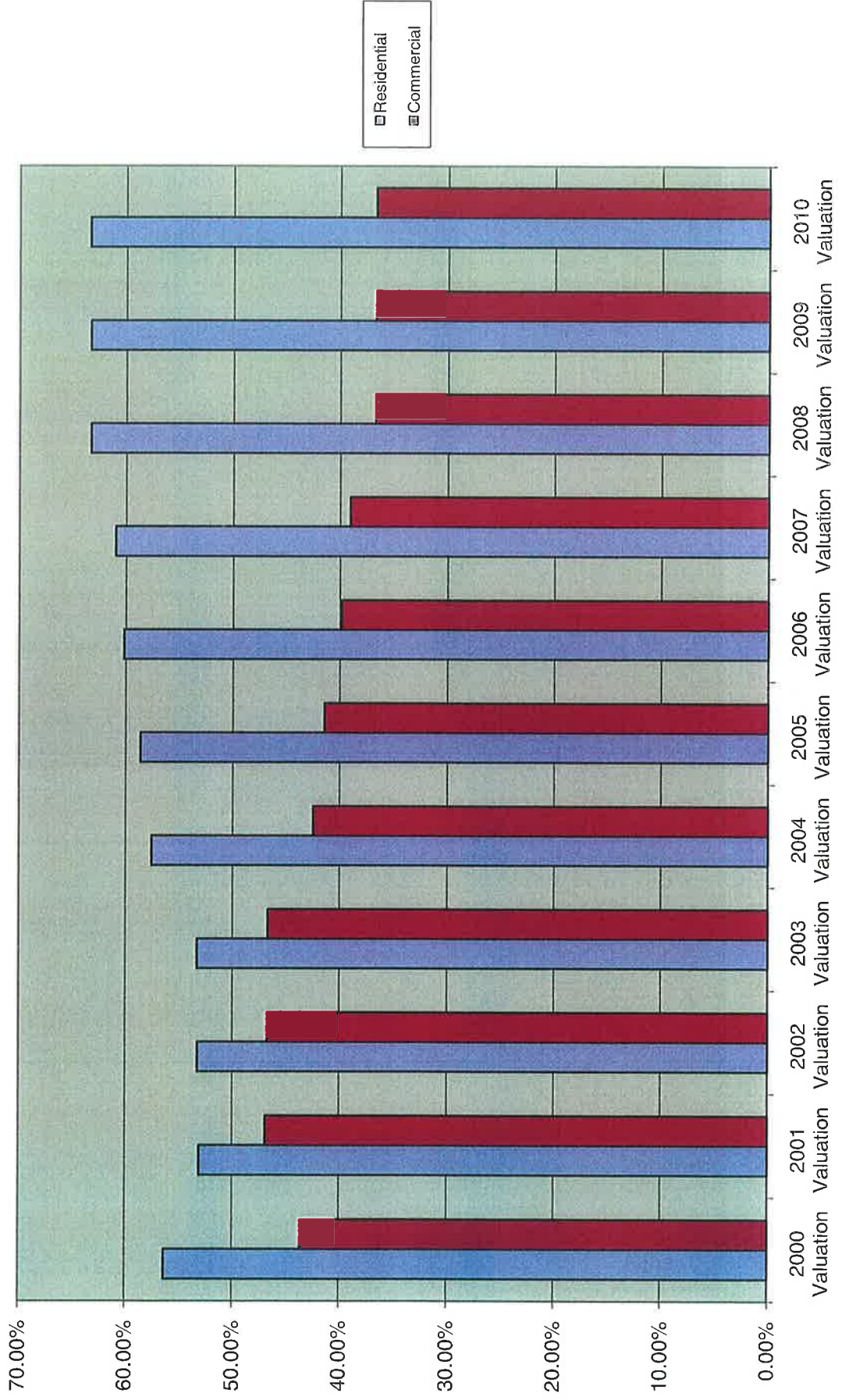
2010 Valuations - Taxable



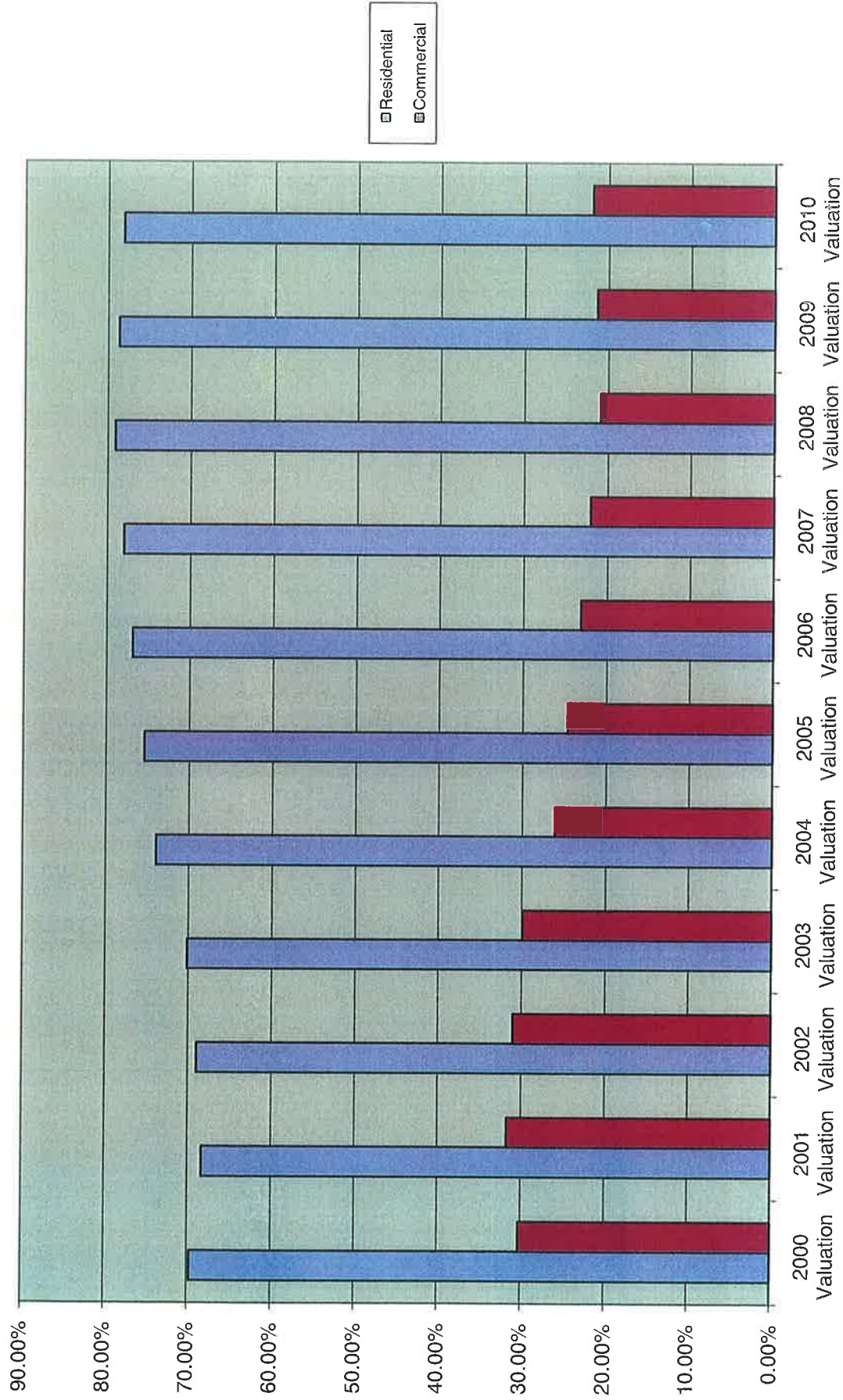
City of Johnston, Iowa History of Property Valuation



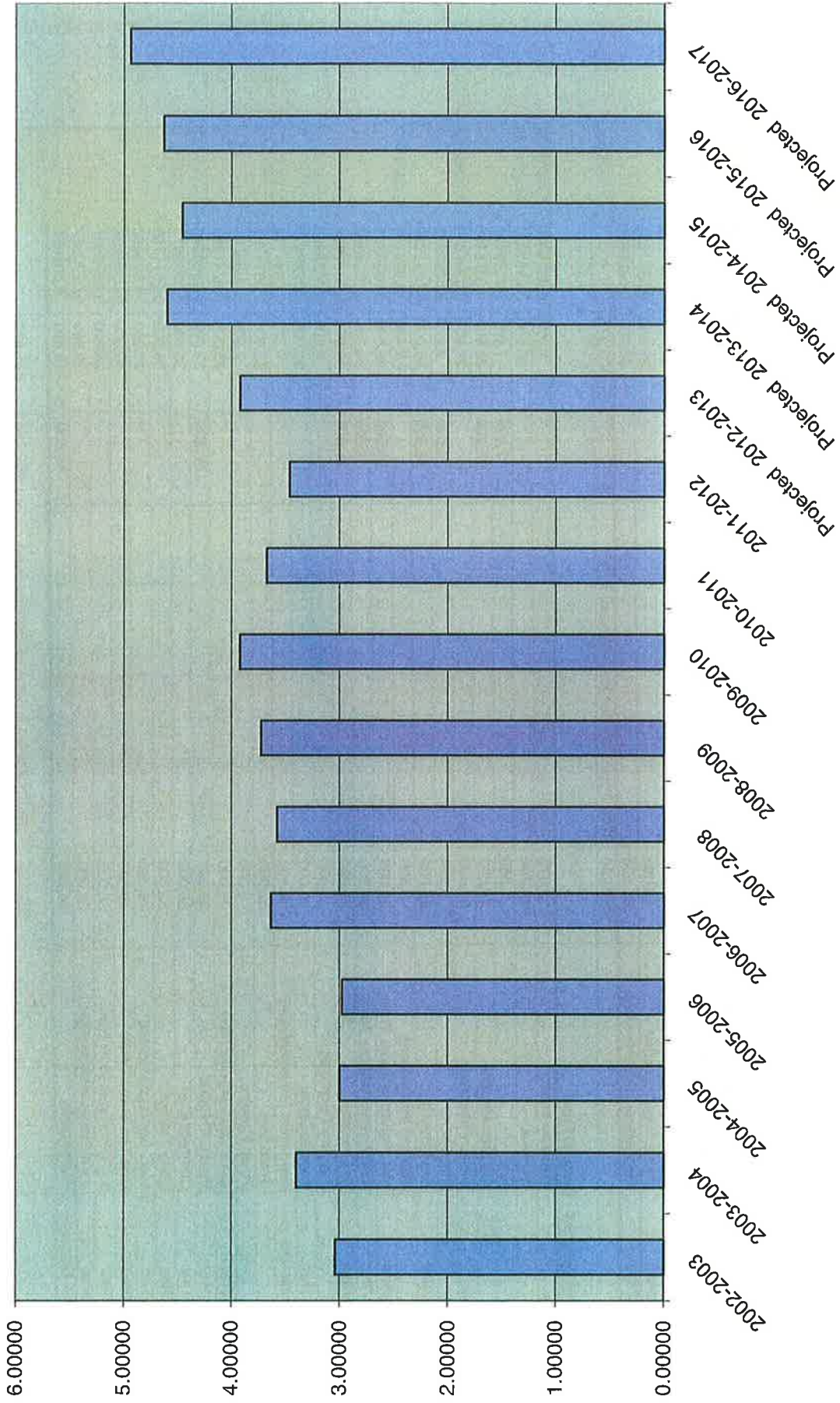
Residential & Commercial % of Taxable Valuation



Residential & Commercial 100% Valuations



Debt Service Levy Rates



Department	Request	Cost	R.U.T.	Water	Waste Water	Trust Funds	Reserve	Operating G. F.	Tax Levy	Cumulative Levy
Personnel Services - General Fund										
				Cumulative Cost					Cumulative Levy	
				10/11 Levy - 11.26700				11.09579		\$ 0.266421
X 1 Parks/Rec	Maintenance Wrk I,Parks	58,420						58,420	0.0564101	0.0564101
X 2 Police	Police Officer/SRO	89,761						35,905	0.0346697	0.0504736
X 3 Fire	Firefighter/EMT/Paramedic	52,272						52,272	0.0504736	0.0915008
X 4 Police	Police Officer	94,761						94,761	0.0915008	0.0915008
X 5 Parks/Rec	Parks Superintendent	83,008						83,008	0.0801521	
X 6 Parks/Rec	Recreation Superintendent	85,008						85,008	0.0820833	
		463,230	Total Personnel Services - General Fund				\$ -	\$ 409,374		0.1983844
Equipment and Services - General Fund										
X 7 Police	Ballistic Vests	8,275						8,275	0.0079903	0.0079903
X 8 Fire	SCBA's	26,200						26,200	0.0252986	0.0252986
9 Fire	Cot	7,090					7,090	7,090	0.0068461	
10 EMS	Cardiac Monitor	28,500					28,500	28,500	0.0275195	
X 11 Library	Library Materials	27,500						27,500	0.0265539	0.0265539
12 Police	File Server	9,624						9,624	0.0092929	
X 13 Parks/Rec	Trail Overlay	55,000						55,000	0.0531077	
X 14 Fire	Medical Evaluations	8,486						8,486	0.008194	0.0081940
15 Parks/Rec	4x4 Pickup w/Snow Plow	35,000						35,000	0.0337958	
16 Parks/Rec	4x4 Pickup w/Snow Plow	34,000						34,000	0.0328302	
17 Parks/Rec	4x4 Pickup	35,000						35,000	0.0337958	
18 Police	Training Cartridges	3,000						3,000	0.0028968	
19 Parks/Rec	Asphalt Zipper	30,000						30,000	0.0289679	
20 Administration	Newsletter Enhancement	4,320						4,320	0.0041714	
21 Fire	Brush Unit	53,000						53,000	0.0511765	
22 Fire	Pump Repairs	9,000						9,000	0.0086904	
23 Parks/Rec	4x4 Pickup w/Snow Plow	25,000						25,000	0.0241399	
24 Parks/Rec	Brush Chipper	38,000					38,000	38,000	0.0366926	
25 Parks/Rec	Compact SUV	30,000						30,000	0.0289679	
26 Parks/Rec	Utility Tractor	53,000						53,000	0.0511765	
27 Parks/Rec	Misc. Services Increase	10,000						10,000	0.009656	
28 Parks/Rec	One Ton Dump Truck	40,000						40,000	0.0386238	
29 Parks/Rec	4 x 4 Pickup w/snow plow	28,000						28,000	0.0270367	
30 Parks/Rec	4 x 4 Pickup w/snow plow	28,000						28,000	0.0270367	
	Outside Request	24,200					10,000	\$ 10,000	0.009656	
		650,195	Total Equipment & Services General Fund				252,214	635,995		\$ 0.068037
Personal Services - Other Funding Sources										
X 31 Water/Sewer	Water/Wastewater Supt.	9,000		4,500	4,500					
X 32 Public Works	Maintenance Worker I	60,750	60,750							
X 33 Public Works	Maintenance Worker I	60,750	60,750							
		130,500	Total Personal Services Other Funding Sources							

Department	Request	Cost	R.U.T.	Water	Waste Water	Trust Funds	Reserve	Operating G. F.	Tax Levy	Cumulative Levy
Equipment and Services - Other Funding Sources										
34 Water	Commercial Meter Change Out	28,000		28,000						
35 Water/Sewer	Vehicle computers	4,500		2,250	2,250					
36 PW/Wtr/Swr	Backhoe Loader	70,000	30,000	10,000	30,000					
37 Public Works	Single Axle Dump Tr w/sn eq	120,000	120,000							
38 Sewer	4 x 4 Pickup w/snow plow	31,500	-	-	31,500					
39 Public Works	Equipment Attachments	10,000	10,000							
40 Public Works	Programmable Message Board	25,000	6,250	6,250	6,250		6,250	\$ -	0	
41 Water/Sewer	Battery Power Arrow Board	6,000		3,000	3,000					
42 Public Works	Battery Power Arrow Board	6,000	6,000							
43 Public Works	PW Building #2 Phase	30,000	30,000							
44 Public Works	4 x 4 1T Dump Tr w/snow plow	30,500	30,500							
45 Public Works	GPS Vehicle Track/Radio Sy	35,000	35,000							
46 Public Works	Street Sweeper	207,000	207,000							
	Sub-Total	\$ 603,500	\$ 474,750	\$ 49,500	\$ 73,000	\$ -	\$ 6,250	\$ -	\$ -	0.000000
X = On-going expense										

2010-2011 BUDGET	BEGINNING			ENDING CASH JUNE 30, 2011
	CASH JULY 1, 2010	BUDGETED RESOURCES	BUDGETED REQUIREMENTS	
010 General Fund	2,344,475.64	9,073,794.00	(9,074,078.00)	2,344,191.64
011 Hotel-Motel Tax	6,116.85	220,000.00	(219,716.00)	6,400.85
012 Council Reserve	8,256.19	-	-	8,256.19
014 Employee Work Clothing	1,502.24	2,000.00	(2,000.00)	1,502.24
020 Assessment Reserve	105,776.23	-	-	105,776.23
030 Project Development	79,594.32	-	-	79,594.32
040 Equip Replacement Reserve	9,661.08	-	-	9,661.08
TOTAL GENERAL FUND	2,555,382.55	9,295,794.00	(9,295,794.00)	2,555,382.55
			27%	

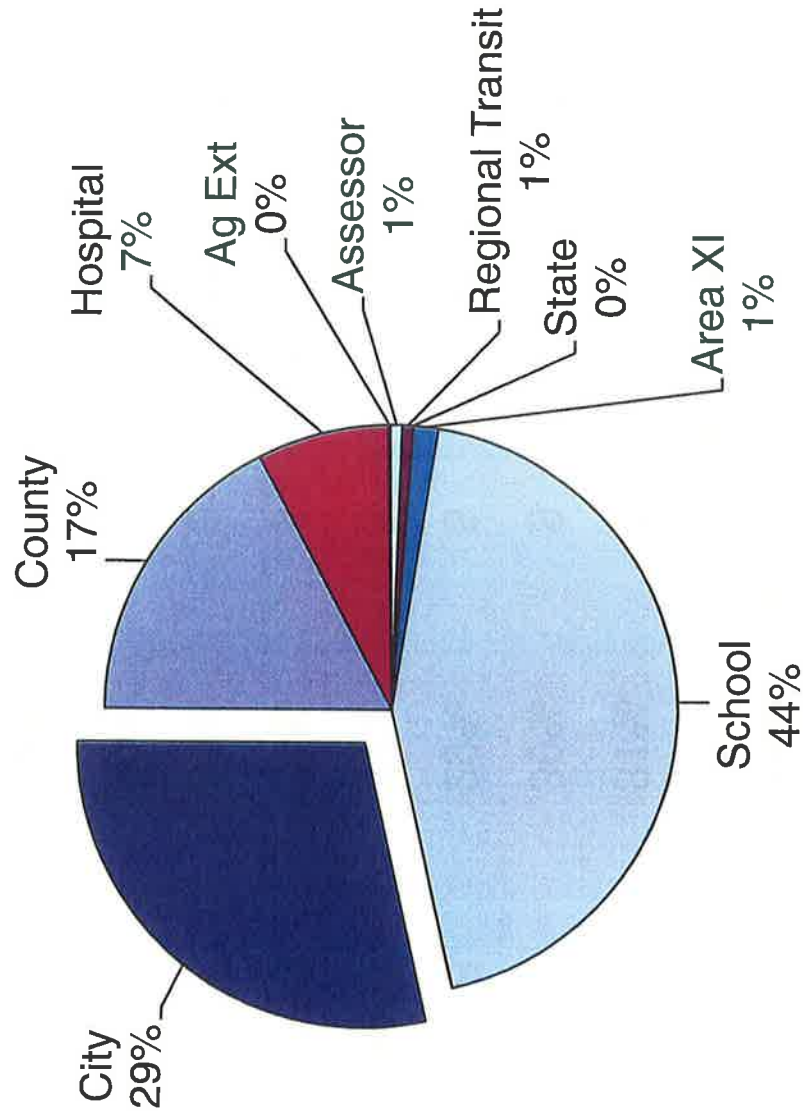
2010-2011 AMENDED BUDGET	ACTUAL			AMENDED ESTIMATED ENDING CASH JUNE 30, 2011
	BEGINNING CASH JULY 1, 2010	AMENDED BUDGETED RESOURCES	AMENDED BUDGETED REQUIREMENTS	
010 General Fund	2,879,059.44	8,938,543.00	(9,064,641.00)	2,752,961.44
011 Hotel-Motel Tax	48,271.63	200,000.00	(219,716.00)	28,555.63
012 Council Reserve	8,267.24	-	-	8,267.24
014 Employee Work Clothing	1,799.44	2,000.00	(2,000.00)	1,799.44
020 Assessment Reserve	105,721.76	-	-	105,721.76
030 Project Development	76,886.37	-	-	76,886.37
040 Equip Replacement Reserve	9,674.06	-	-	9,674.06
TOTAL GENERAL FUND	3,129,679.94	9,140,543.00	(9,286,357.00)	2,983,865.94
			32%	

2011-2012 BUDGET	BEGINNING			ENDING CASH JUNE 30, 2012
	CASH JULY 1, 2011	BUDGETED RESOURCES	BUDGETED REQUIREMENTS	
010 General Fund	2,752,961.44	9,191,603.00	(9,191,887.00)	2,752,677.44
011 Hotel-Motel Tax	28,555.63	220,000.00	(219,716.00)	28,839.63
012 Council Reserve	8,267.24	-	-	8,267.24
014 Employee Work Clothing	1,799.44	2,000.00	(2,000.00)	1,799.44
020 Assessment Reserve	105,721.76	-	-	105,721.76
030 Project Development	76,886.37	-	-	76,886.37
040 Equip Replacement Reserve	9,674.06	-	(258,464.00)	(248,789.94)
TOTAL GENERAL FUND	2,983,865.94	9,413,603.00	(9,672,067.00)	2,725,401.94
			28%	

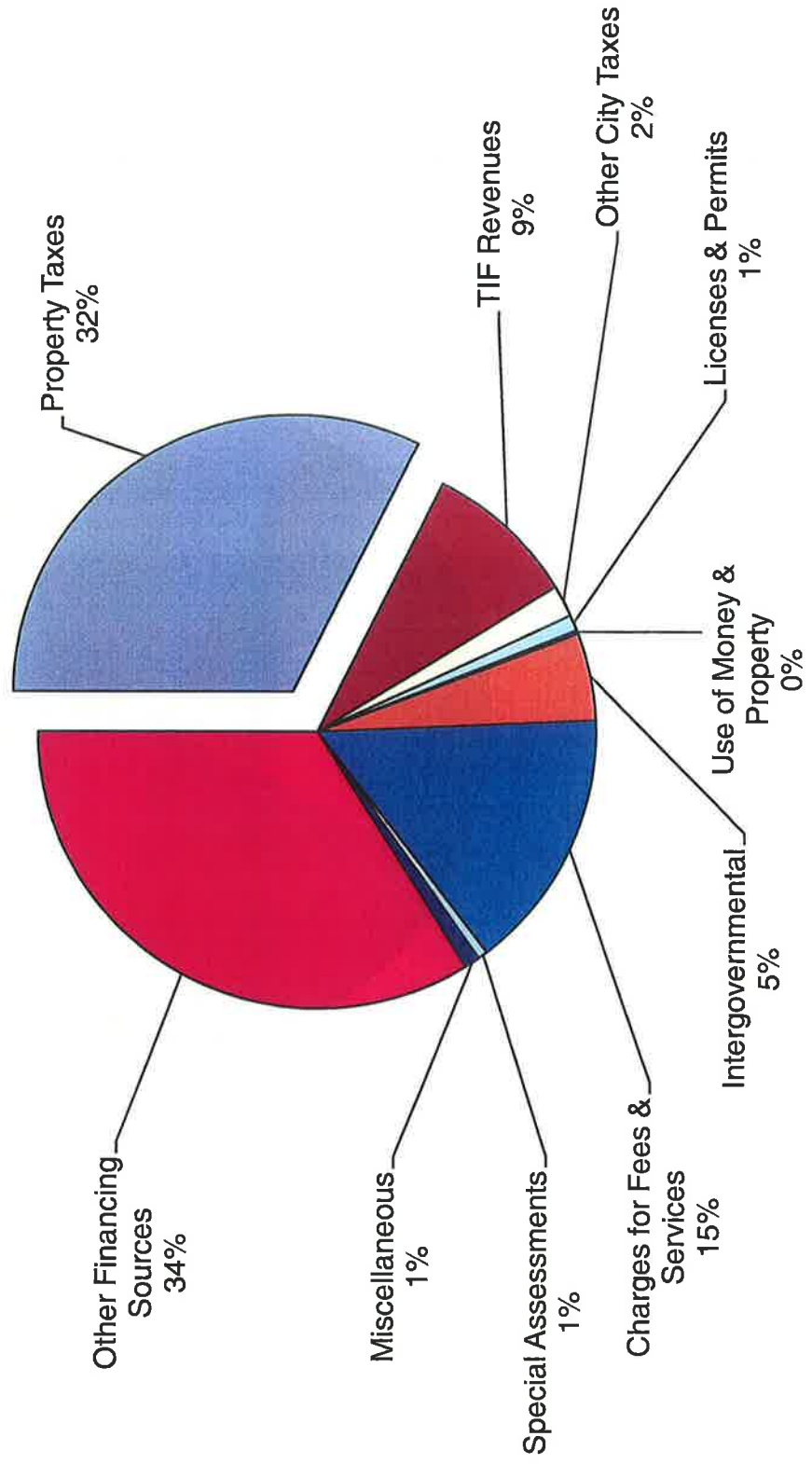
TAX LEVY COMPARISON

FY	City of Johnston	% of Total Tax Levy	Total Tax Levy
01-02	\$ 11.19234	31%	\$ 36.47905
02-03	\$ 10.89082	30%	\$ 36.81729
03-04	\$ 10.88788	29%	\$ 37.96565
04-05	\$ 10.80991	28%	\$ 38.58760
05-06	\$ 10.74278	28%	\$ 38.72152
06-07	\$ 11.30567	29%	\$ 39.58636
07-08	\$ 11.30298	29%	\$ 39.48414
08-09	\$ 11.30102	29%	\$ 39.40526
09-10	\$ 11.30102	29%	\$ 39.40886
10-11	\$ 11.26700	29%	\$ 39.46357

City of Johnston, Iowa 2009-2010 Combined Tax Rates for Fiscal Year 2010-2011



Budget FY 2012 Revenues & Other Financing Sources



Budget FY 2012 Expenditures

