

CITY COUNCIL SPECIAL MEETING

CITY OF DAVENPORT, IOWA

Wednesday, March 26, 2025; 5:00 PM

City Hall | 226 West 4th Street | Council Chambers

- I. Moment of Silence
- II. Pledge of Allegiance
- III. Roll Call
- IV. Agenda Item
 1. Public Hearing on the FY 2026 proposed property tax levy rate and amount. [All Wards]
- V. Adjourn

City of Davenport

Department: Finance
Contact Info: Basia Gerlach | 563-326-7727

Action / Date
3/26/2025

Subject:
Public Hearing on the FY 2026 proposed property tax levy rate and amount. [All Wards]

Recommendation:
Hold the Hearing.

Background:
The City has developed a proposed regular tax rate for affected property tax levies of 16.60672 per \$1,000 of taxable value for FY 2026, which equals \$86,729,866.

The total regular tax rate of 16.60672 consists of the following individual levies:

| | |
|----------------------------|---------|
| Consolidated General Fund: | 8.38672 |
| Transit: | 0.91000 |
| Tort Liability | 0.33000 |
| Trust and Agency: | 4.93000 |
| Debt Service: | 2.05000 |

Under the law of the State of Iowa, the City is required to hold a Public Hearing on the proposed property tax levy prior to the adoption of the annual budget.

- Attachments:
1. Public Notice Proposed Property Tax Hearing

The City Council will conduct a public hearing on the proposed Fiscal Year City property tax levy as follows:

Meeting Date: 3/26/2025 Meeting Time: 05:00 PM Meeting Location: Davenport City Hall Council Chambers 226 W 4th St. Davenport, IA 52801

At the public hearing any resident or taxpayer may present objections to, or arguments in favor of the proposed tax levy. After the hearing of the proposed tax levy, the City Council will publish notice and hold a hearing on the proposed city budget.

City Website (if available)
www.davenportiowa.com

City Telephone Number
(563) 326-7789

| Iowa Department of Management | Current Year Property Tax | Certified 2024 - 2025 | Budget Year Property Tax | Effective 2025 - 2026 | Budget Year Property Tax | Proposed 2025 - 2026 |
|---|----------------------------------|------------------------------|---------------------------------|------------------------------|---------------------------------|-----------------------------|
| Taxable Valuations for Non-Debt Service | | 5,008,920,789 | | 5,195,496,624 | | 5,195,496,624 |
| Consolidated General Fund | | 42,428,514 | | 42,428,514 | | 43,573,175 |
| Operation & Maintenance of Public Transit | | 4,558,118 | | 4,558,118 | | 4,727,902 |
| Aviation Authority | | 0 | | 0 | | 0 |
| Liability, Property & Self Insurance | | 1,252,230 | | 1,252,230 | | 1,714,514 |
| Support of Local Emergency Mgmt. Comm. | | 0 | | 0 | | 0 |
| Unified Law Enforcement | | 0 | | 0 | | 0 |
| Police & Fire Retirement | | 5,960,165 | | 5,960,165 | | 6,121,958 |
| FICA & IPERS (If at General Fund Limit) | | 2,931,671 | | 2,931,671 | | 6,722,973 |
| Other Employee Benefits | | 15,802,143 | | 15,802,143 | | 12,768,868 |
| Capital Projects (Capital Improv. Reserve) | | 0 | | 0 | | 0 |
| Taxable Value for Debt Service | | 5,264,773,055 | | 5,414,866,526 | | 5,414,866,526 |
| Debt Service | | 10,792,785 | | 10,792,785 | | 11,100,476 |
| CITY REGULAR TOTAL PROPERTY TAX | | 83,725,626 | | 83,725,626 | | 86,729,866 |
| CITY REGULAR TAX RATE | | 16.61059 | | 16.03088 | | 16.60672 |
| Taxable Value for City Ag Land | | 21,007,929 | | 21,990,002 | | 21,990,002 |
| Ag Land | | 63,103 | | 63,103 | | 66,053 |
| CITY AG LAND TAX RATE | | 3.00375 | | 2.86962 | | 3.00375 |
| Tax Rate Comparison-Current VS. Proposed | | | | | | |
| Residential property with an Actual/Assessed Valuation of \$100,000/\$110,000 | Current Year | Certified | Budget Year | Proposed | Percent Change | |
| | 2024/2025 | | 2025/2026 | | | |
| City Regular Residential | | 770 | | 866 | 12.47 | |
| Commercial property with an Actual/Assessed Valuation of \$300,000/\$330,000 | Current Year | Certified | Budget Year | Proposed | Percent Change | |
| | 2024/2025 | | 2025/2026 | | | |
| City Regular Commercial | | 3,397 | | 3,872 | 13.98 | |

Note: Actual/Assessed Valuation is multiplied by a Rollback Percentage to get to the Taxable Valuation to calculate Property Taxes. Residential and commercial properties have the same rollback percentage through \$150,000 of actual/assessed valuation.

Reasons for tax increase if proposed exceeds the current:

The FY 2026 Budget increases include primarily negotiated wages, contract escalations, and other miscellaneous operational needs.