

**NOTICE OF PUBLIC HEARING - CITY OF STORM LAKE - PROPOSED PROPERTY TAX LEVY  
Fiscal Year July 1, 2023 - June 30, 2024**

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

**Meeting Date:** 2/6/2023 **Meeting Time:** 05:00 PM **Meeting Location:** City Council Chambers 620 Erie St. Storm Lake, IA

At the public hearing any resident or taxpayer may present objections to, or arguments in favor of the proposed tax levy. After adoption 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.stormlake.org

City Telephone Number  
(712) 732-8000

	<b>Current Year Certified Property Tax 2022 - 2023</b>	<b>Budget Year Effective Property Tax 2023 - 2024</b>	<b>Budget Year Proposed Maximum Property Tax 2023 - 2024</b>	<b>Annual % CHG</b>
Regular Taxable Valuation	350,893,279	331,665,264	331,665,264	
Tax Levies:				
Regular General	2,842,235	2,842,235	2,686,489	
Contract for Use of Bridge			0	
Opr & Maint Publicly Owned Transit			0	
Rent, Ins. Maint. Of Non-Owned Civ. Ctr.			0	
Opr & Maint of City-Owned Civic Center			0	
Planning a Sanitary Disposal Project			0	
Liability, Property & Self-Insurance Costs	176,984	176,984	122,628	
Support of Local Emer. Mgmt. Commission			0	
Emergency	94,741	94,741	89,550	
Police & Fire Retirement	308,937	308,937	340,731	
FICA & IPERS	312,883	312,883	302,464	
Other Employee Benefits	360,445	360,445	375,864	
<b>Total Tax Levy</b>	4,096,225	4,096,225	3,917,726	-4.35
<b>Tax Rate</b>	11.67371	12.35048	11.81228	

**Explanation of significant increases in the budget:**

The State passed legislation that reduced Multi-Residential taxable property values from Commercial Property levels (90% of total value) to Residential Levels (54.1302% this year.) For Storm Lake, Multi-Residential property totaled \$17,166,740 in taxable value in 2015. 8 years later, after tremendous market value increases, Multi-Residential property now only has a taxable value of \$10,254,788. The resulting cost to the City of Storm Lake will be \$139,526 in lost property tax revenue per year moving forward. The State has also passed legislation that removed a State Tax Credit for Business Property and shifted the cost to local governments (schools, cities, counties) in the form of a Tax Exemption. Simply put, the credit previously paid to businesses by the State is now being funded by local governments. The State has also phased out reimbursements to local governments previously made to compensate for the Legislative action that rolled Commercial and Industrial taxable values down to 90%. As a result, Commercial and Industrial property that had a taxable value of \$148,216,467 in the current fiscal year only has a taxable value of \$132,141,433 next year. The \$16,075,034 in taxable value loss will cost the City of Storm Lake \$218,716. The net result of this State Legislation: Residential taxpayers see their valuations, therefore their property taxes, go up, while schools, counties, cities and other local entities see their tax revenues go down. For the City, this equals \$358,242 of lost revenue in fiscal year 2024 alone.

**If applicable, the above notice also available online at:**

www.stormlake.org

\*Total city tax rate will also include voted general fund levy, debt service levy, and capital improvement reserve levy.

\*\*Budget year effective property tax rate is the rate that would be assessed for these levies if the dollars requested is not changed in the coming budget year