

**City of Sioux Center
Finance Department Staff Report**

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Summary:

- Sioux Center continues to see growth in many important areas. This along with retail expansion and reasonable amount of debt keeps Sioux Center on solid financial ground.
- In order to continue the City's focus on customer service, utility bills can be emailed to customers (used by over 270 customers) or access their account on line (used by 120 customers over the last 90 days).
- City property tax levy rates continue to remain one of the lowest in the county and region.
- The electric fund continues to be profitable. In FY 2019, the electric fund had a profit of \$101,797. The gas fund had a loss of (\$169,952). Both utilities remain in a strong financial position with solid cash and investment balances.
- The water fund and sewer fund were both profitable in fiscal 2019. Capital improvements and system upgrades will require continued rate increases for the water utility.

	<u>FY 2018-2019</u>	<u>FY 2008-2009</u>	<u>FY 1998-1999</u>
Operating Budget:			
General Government Expenditures (net of transfers)	\$16,932,049	\$5,289,861	\$2,874,840
Enterprise Funds Expenditures (net of transfers)	<u>\$21,623,854</u>	<u>\$23,703,126</u>	<u>\$7,639,764</u>
Total Operations	<u>\$38,555,903</u>	<u>\$28,992,987</u>	<u>\$10,514,604</u>
Electric Fund:			
Revenue	\$10,220,413	\$7,610,111	\$3,581,630
KWH Sold	124,205,385	111,559,624	71,514,306
Revenue/KWH	<u>\$0.0823</u>	<u>\$0.0682</u>	<u>\$0.0501</u>
Gas Fund:			
Revenue	\$7,115,575	\$13,565,023	\$2,063,655
MCF Sold	1,570,652	1,693,834	459,108
Revenue/MCF	<u>\$4.5303</u>	<u>\$8.0085</u>	<u>\$4.4949</u>
Retail Activity:			
Taxable Retail Sales, Sioux County	\$410,535,329	\$308,264,497	\$205,029,795
Taxable Retail Sales, Sioux Center	\$172,216,271	\$110,402,041	\$72,171,312
Sioux Center Sales as a % of County	<u>41.9%</u>	<u>35.8%</u>	<u>35.2%</u>

	<u>FY 2018-2019</u>	<u>FY 2008-2009</u>	<u>FY 1998-1999</u>
Debt:			
Total Debt at Year End	\$23,861,667	\$18,722,000	\$13,786,759
Subtract Revenue and Special Assmnt Bonds	<u>\$12,601,615</u>	<u>\$6,599,000</u>	<u>\$9,544,773</u>
Total General Obligation Debt	\$11,260,052	\$12,123,000	\$4,241,986
Total Debt Limit (5% of actual valuation)	\$29,319,996	\$17,215,706	\$9,139,492
GO Debt as a Percentage of Debt Limit	38%	70%	46%
Debt Service Principal Payment	\$1,260,238	\$2,081,563	\$66,983
Debt Service Interest Payment	<u>\$67,886</u>	<u>\$378,245</u>	<u>\$53,186</u>
Total Debt Service Payment	\$1,328,124	\$2,459,808	\$120,169

Population: 7,048 6,327 5,712

Property Tax Revenues:

General Property Taxes	\$3,444,605	\$2,298,169	\$1,121,721
Tax Increment Financing	<u>\$2,207,730</u>	<u>\$1,570,680</u>	<u>\$583,346</u>
Total Property Taxes Received	<u>\$5,652,335</u>	<u>\$3,868,849</u>	<u>\$1,705,067</u>

Valuations and Tax Levy:

Actual Valuation	\$586,399,912	\$344,314,124	\$182,789,830
Taxable Valuation	\$376,895,116	\$207,249,695	\$120,163,969
City Tax Rate Levy /\$1,000 Valuation	<u>\$11.54700</u>	<u>\$14.29800</u>	<u>\$11.19995</u>
Total Combined Tax Levy	\$33.46007	\$35.36460	\$27.77725
City Tax Levy	\$11.54700	\$14.29800	\$11.19995
City Tax Levy as a % of Combined Levy	<u>34.51%</u>	<u>40.43%</u>	<u>40.32%</u>

Tax Levy Comparisons (FY 2019-2020):

City Tax Levy Comp - Sioux County

(City and % change from last year)

Hawarden .87%	14.59196
Orange City .95%	14.46500
Alton (1.14%)	13.82540
Rock Valley 0%	13.48084
Hull (9.56%)	11.98396
Hospers (2.67%)	11.86105
Ireton (1.16%)	11.71659
Sioux Center (1.84%)	11.33500
Maurice (4.42%)	10.29939

Other City Tax Levies

Denison (.01%)	19.05157
Waterloo .53%	17.54799
Rock Rapids (2.00%)	16.66248
Sioux City (2.43%)	15.68010
Sheldon 10.43%	15.31164
Storm Lake (1.56%)	13.84485
Spencer .0%	11.99999
Le Mars (4.80%)	11.90000

Combined Tax Levy Comparisons

(School, City, County, Community College)

Hawarden +.0%	37.45579
Sioux Center 4.32%	34.90585
Ireton (.76%)	34.58042
Rock Valley (.33%)	33.62561
Hull (4.25%)	32.32250
Orange City .25%	30.50286
Alton (.21%)	30.02040
Hospers (1.37%)	27.89891
Maurice (2.00%)	26.33725

Other Cities Combined Tax Levies

Denison (.22%)	41.37190
Sioux City (.42%)	39.91965
Waterloo (1.47%)	39.49557
Storm Lake (2.28%)	38.19974
Rock Rapids (.53%)	36.57828
Sheldon 4.65%	33.39417
Spencer (.77%)	32.22983
Le Mars (5.28%)	27.82133