

**WOODBURY COUNTY BOARD OF SUPERVISORS AGENDA ITEM(S) RE**

#9e

Date: 5-27-15

Weekly Agenda Date: 6-2-15

ELECTED OFFICIAL / DEPARTMENT HEAD / CITIZEN: Dennis Butler, Board Administration

SUBJECT: Potential Tax Rate Reduction for FY 2016

**ACTION REQUIRED:**

Approve Ordinance

Approve Resolution

Approve Motion

Give Direction

Other: Informational

Attachments

**WORDING FOR AGENDA ITEM:** Discussion and Action on Using Additional Sales Tax Revenue to Reduce the Tax Rate For Rural Basic Fund For FY 2011-16.

**EXECUTIVE SUMMARY:** Due to the increase in the economic climate in Woodbury County, Sales Tax revenue has been re-estimated to increase by at least \$ 416,816 of which 80% must be used for tax reduction in the Rural Basic Fund.

**BACKGROUND:** There was a sales tax election in 1985 that the rural area (Townships) passed which was approved. The split of the sales tax approved was 80% for property tax relief and 20% for Infrastructure/Economic Development.

**FINANCIAL IMPACT:** The total estimated increase in sales tax per FY is \$416,816. 80% equals \$333,453 for property tax relief. Using this amount would decrease the tax asking in the Rural Basic Fund by 31.8 cents per thousand. This will only affect tax payers in that live in townships outside of any city.

**RECOMMENDATION:** I recommend approval of this request reducing the Rural Basic tax rate by 31.8 cents per thousand of taxable value.

**ACTION REQUIRED / PROPOSED MOTION:** Motion by\_\_\_\_, second by \_\_\_\_\_ to approve the tax rate reduction of 31.8 cents per thousand of taxable value for FY 2017 by using the additional \$ 333,453 to accomplish this reduction.

*Approved by Board of Supervisors March 3, 2015.*

**Dennis Butler - Estimate Distributions for Woodbury county - work file data**

**From:** "Gabrielson, Joel [IDR]" <Joel.Gabrielson@Iowa.gov>  
**To:** "Dennis Butler (dbutler@sioux-city.org)" <dbutler@sioux-city.org>  
**Date:** 5/26/2015 9:47 AM  
**Subject:** Estimate Distributions for Woodbury county - work file data  
**CC:** "Kerr, Ken [IDR]" <Ken.Kerr@Iowa.gov>

Dennis, the following information **is from my personal work file estimated distribution data** for FY15 LOST Distributions for Woodbury county.

NO estimate adjustments have been determined at this time. We will continue to distribute funds based on the Estimate letter released in August 2014.

If there were adjustments to distributions I believe they would mirror the data in Col B, which would be an increase over the current distributions planned, Col C is the regular expected 5% reconciliation funds, which is finalized by November 10<sup>th</sup> of each year.

Col B + Col C would be the expected remaining distributions for FY15; in addition to the planned regular monthly distributions.

Col A	Col B	Col C	Col D
FY15 incr Est	Pd88.84%	5%ReconEst	Recon + Est adjed
Sioux Cty	1,476,276	618,526	2,094,803
Moville	24,472	10,253	34,727
Anthon	9,002	3,771	12,774
Correctionville	12,706	5,323	18,030
Danbury	5,659	2,371	8,031
Sergeant Bluff	63,443	26,581	90,025
Sloan	15,246	6,387	21,634
Cushing	3,407	1,427	4,836
Hornick	3,562	1,492	5,055
Lawton	13,581	5,690	19,272
Oto	1,676	702	2,379
Pierson	5,842	2,447	8,291
Salix	5,551	2,325	7,877
Smithland	3,409	1,428	4,839
Bronson	4,855	2,034	6,890
<b>Unincorporated</b>	<b>293,744</b>	<b>123,072</b>	<b>416,816</b>
	1,942,439	813,838	2,756,277

31,824 / 1,000

**The above data is based on work file information and is not an actual calculation determining estimated distributions and should not be considered**