



City Council Study Session Agenda
June 24, 2024 - 6:00 PM
County Office Building, County Chambers, 3rd Floor
1504 Third Avenue, Rock Island, IL

[Click Here to Watch Live](#)

- 1. Call to Order**
- 2. Roll Call**
- 3. Public Comment**
- 4. Presentations**
 - a. Finance Department Budget Presentation
- 5. Adjourn**
 - a. Motion: Motion to adjourn.
VV: Voice vote is needed.

This agenda may be obtained in accessible formats by qualified persons with a disability by making appropriate arrangements from 8:00 am to 5:00 pm, Monday through Friday, by contacting the City Clerk's Office at (309) 732-2010 or visiting in person at: 1528 Third Avenue, Rock Island, IL 61201.

2025 Budget Preview



ROCK ISLAND
ILLINOIS

June 24, 2024

2025 Budget Preview

Budget Goals

- Balanced budget.
- Keep financial impacts to the citizens and businesses of Rock Island to a minimum.
- Continue to provide quality services.
- Be fiscally responsible. Follow appropriate financial policies and maintain the City's current financial position and improve the future financial position.



2025 Budget Preview

Assumptions

- Health Insurance – 10% *
- Fire and Police Pension - Employer Contribution
 - Actuarial Recommendation of 100% Funding *
- IL Municipal Retirement Fund (IMRF) – 5.81% *
- Merit Increases – 2% Based on Average
- GWI – per contract; non-affiliates 3.00%

*Preliminary until final numbers are received.



2025 Budget Preview

Challenges

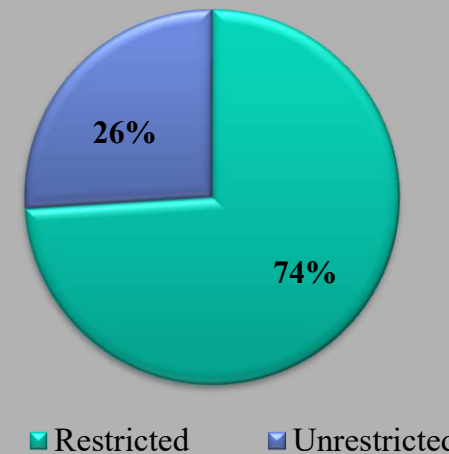
- Future reductions in PPRT Tax (Replacement Tax)
 - New state projections are lower than originally anticipated
- 1% Grocery Tax eliminated starting 01/2026
- Union contract obligations for GWI's
- Minimum wage increase (\$15/hr starting 01/2025)
- Negative fund balances
- Building and computer replacement/maintenance

2025 Budget Preview

Revenues

- Approximately 74% of budgeted revenues in CY 2024 are in categories with restrictions.
- 26% of CY 2024 budgeted revenues are in goods and services.

Restricted vs Unrestricted Revenues



2025 Budget Preview

Property Tax

	CY 2024 Levy
General Fund	\$295,058
Police Pension	\$6,059,065
Fire Pension	\$5,039,929
Library	\$2,479,308
Recreation	\$823,344
Park	\$1,245,892
RIFAC	\$188,283
Public Benefit	\$166,786
Total Levy	\$16,297,665
Property valuation	591,430,531
Property tax rate	2.7556

**Estimated EAV received by the
County in September**



2025 Budget Preview

GO Bonds & IEPA Loan Payments

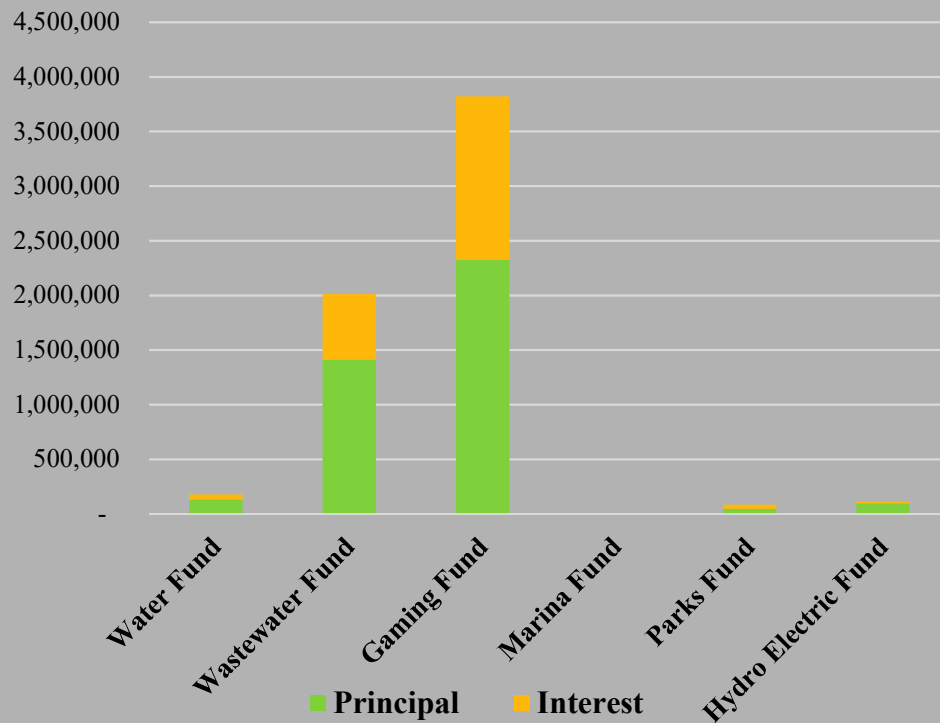
CY 2025 - GO Bond Payments			
Funding Source	Principal	Interest	Total
Water Fund	130,000	46,800	176,800
Wastewater Fund	1,410,000	601,000	2,011,000
Gaming Fund	2,325,000	1,494,638	3,819,638
Marina Fund	-	4,244	4,244
Parks Fund	45,000	38,800	83,800
Hydro Electric Fund	95,000	15,200	110,200

CY 2025 - IEPA Loan Payments			
Funding Source	Principal	Interest	Total
Water Fund	1,177,827	481,237	1,659,064
Wastewater Fund	2,596,378	319,672	2,916,050

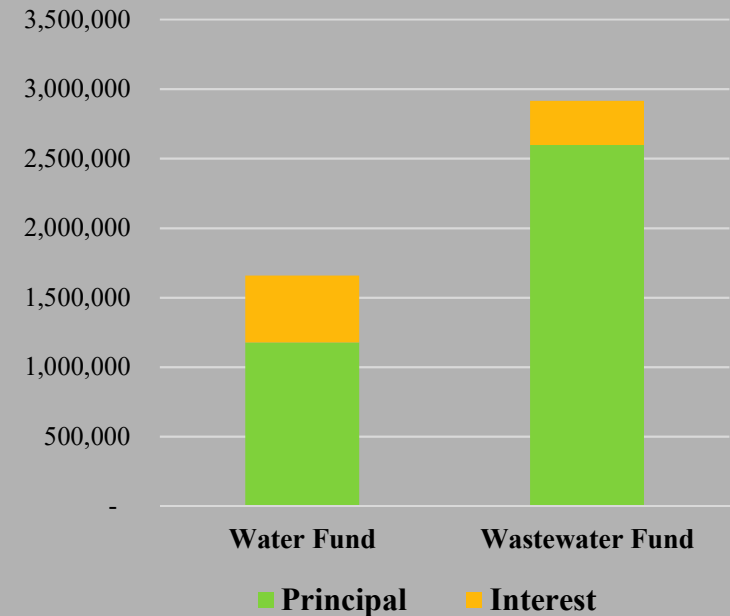
2025 Budget Preview

GO Bonds & IEPA Loan Payments

CY 2025 GO Bond Payments



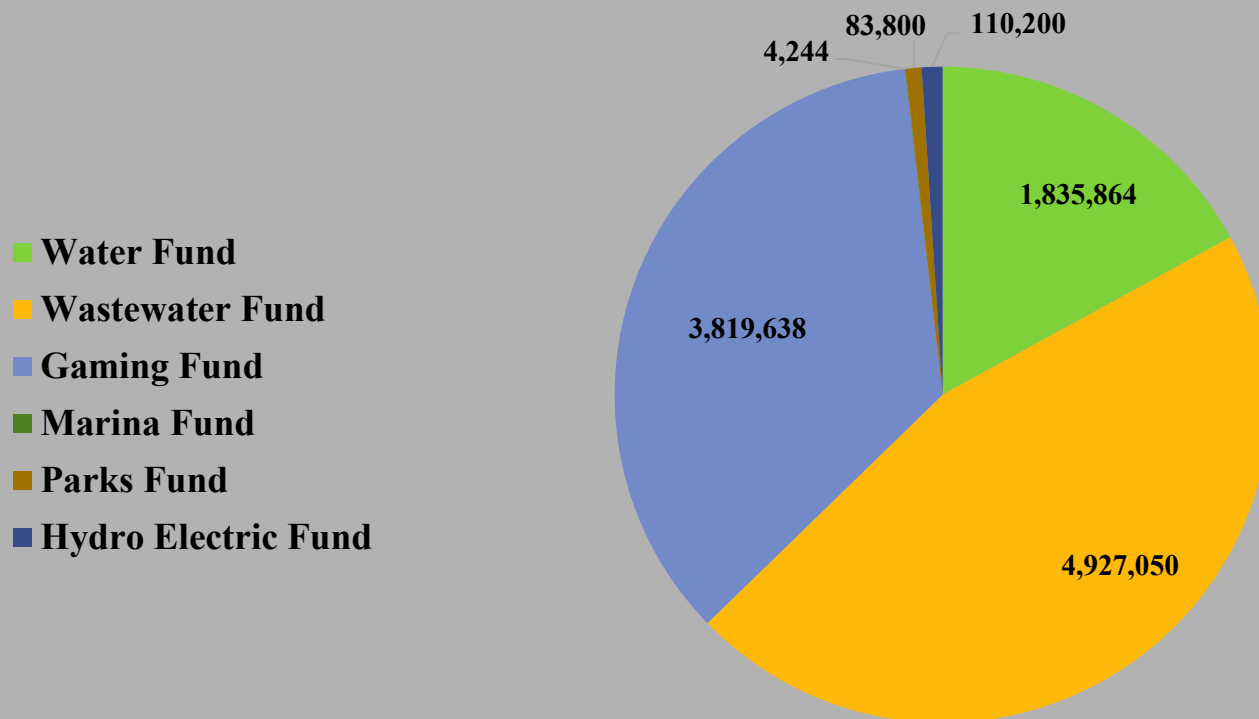
CY 2025 IEPA Loan Payments



2025 Budget Preview

GO Bonds & IEPA Loan Payments

Total CY 2025 GO Bond & IEPA Loan Payments



2025 Budget Preview

General Fund Surplus

Surplus	Amount
CY 2022 GF surplus remaining	\$2,443,080*
CY 2023 GF surplus	\$3,042,750
Total	\$5,485,830

2025 Budget Schedule

August / September 2024

August

- Budget review meetings with City Manager, Department Directors & Finance
- Budget review meetings with Mayor/Council, City Manager & Finance
 - **Dates to be determined**

August / September

- Strategic planning and goal setting with Mayor/Council, City Manager, Department Directors & Finance
 - **Date to be determined**



2025 Budget Schedule

October-December 2024

October 28, 2024

- Finance Director budget presentation to Council

November 11, 2024

- Finance Director CIP budget presentation to Council
- Public Hearing on budget ordinance first reading
- Property Tax Levy ordinance first reading
- Public Hearing on Truth in Taxation (if necessary)
 - Tax Levy >4.99%

December 9, 2024

- Budget ordinance second reading
- CIP Plan adoption
- Property Tax Levy ordinance second reading



Questions

Questions from Council?

2025 Budget Preview



ROCK ISLAND
ILLINOIS

June 24, 2024

2025 Budget Preview

Budget Goals

- Balanced budget.
- Keep financial impacts to the citizens and businesses of Rock Island to a minimum.
- Continue to provide quality services.
- Be fiscally responsible. Follow appropriate financial policies and maintain the City's current financial position and improve the future financial position.

2025 Budget Preview

Assumptions

- Health Insurance – 10% *
- Fire and Police Pension - Employer Contribution
 - Actuarial Recommendation of 100% Funding *
- IL Municipal Retirement Fund (IMRF) – 5.81% *
- Merit Increases – 2% Based on Average
- GWI – per contract; non-affiliates 3.00%

*Preliminary until final numbers are received.

2025 Budget Preview

Challenges

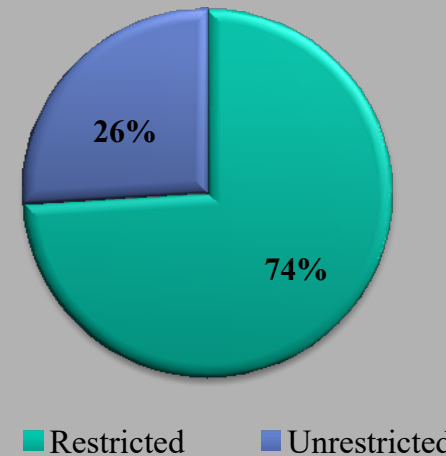
- Future reductions in PPRT Tax (Replacement Tax)
 - New state projections are lower than originally anticipated
- 1% Grocery Tax eliminated starting 01/2026
- Union contract obligations for GWI's
- Minimum wage increase (\$15/hr starting 01/2025)
- Negative fund balances
- Building and computer replacement/maintenance

2025 Budget Preview

Revenues

- Approximately 74% of budgeted revenues in CY 2024 are in categories with restrictions.
- 26% of CY 2024 budgeted revenues are in goods and services.

Restricted vs Unrestricted Revenues



2025 Budget Preview

Property Tax

	CY 2024 Levy
General Fund	\$295,058
Police Pension	\$6,059,065
Fire Pension	\$5,039,929
Library	\$2,479,308
Recreation	\$823,344
Park	\$1,245,892
RIFAC	\$188,283
Public Benefit	\$166,786
Total Levy	\$16,297,665
Property valuation	591,430,531
Property tax rate	2.7556

**Estimated EAV received by the
County in September**

2025 Budget Preview

GO Bonds & IEPA Loan Payments

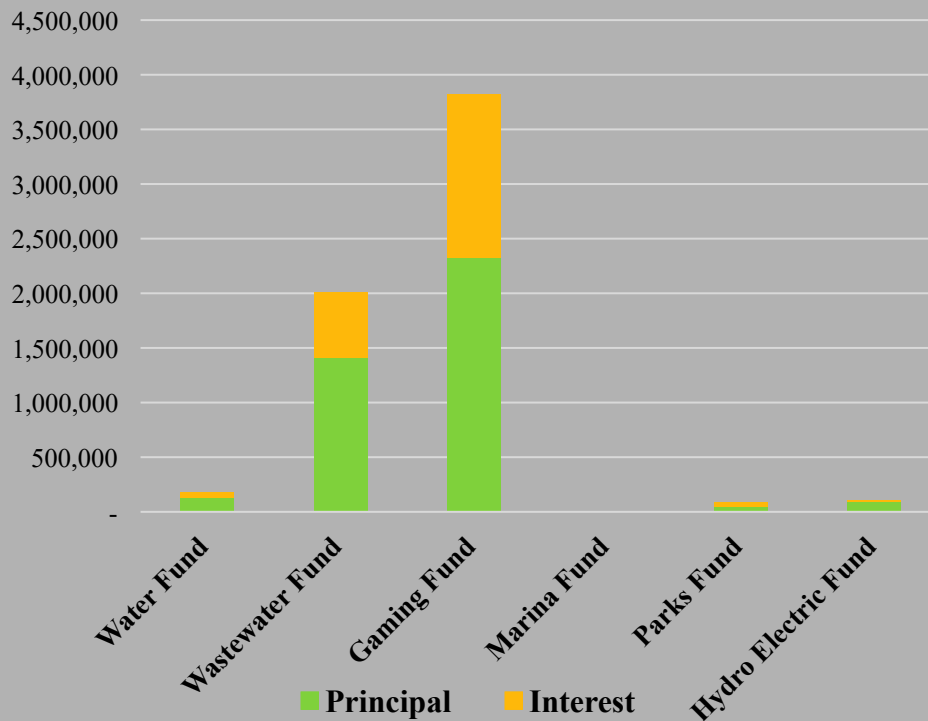
CY 2025 - GO Bond Payments			
Funding Source	Principal	Interest	Total
Water Fund	130,000	46,800	176,800
Wastewater Fund	1,410,000	601,000	2,011,000
Gaming Fund	2,325,000	1,494,638	3,819,638
Marina Fund	-	4,244	4,244
Parks Fund	45,000	38,800	83,800
Hydro Electric Fund	95,000	15,200	110,200

CY 2025 - IEPA Loan Payments			
Funding Source	Principal	Interest	Total
Water Fund	1,177,827	481,237	1,659,064
Wastewater Fund	2,596,378	319,672	2,916,050

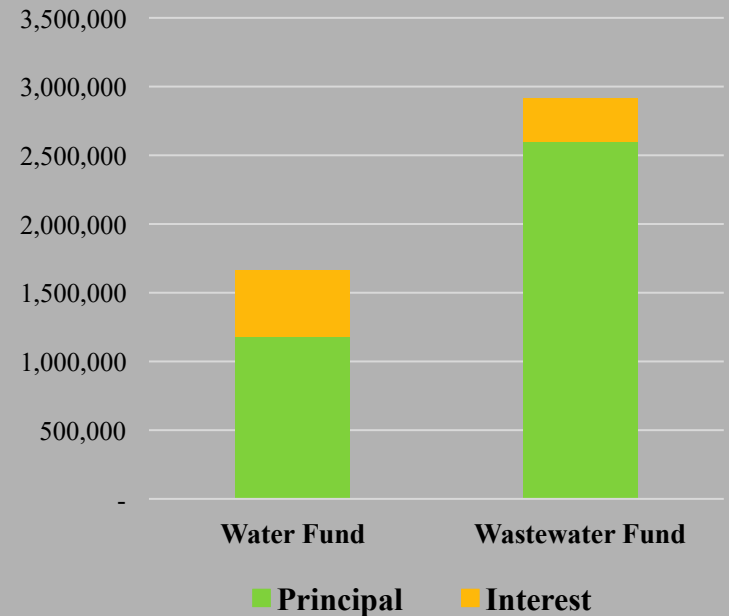
2025 Budget Preview

GO Bonds & IEPA Loan Payments

CY 2025 GO Bond Payments



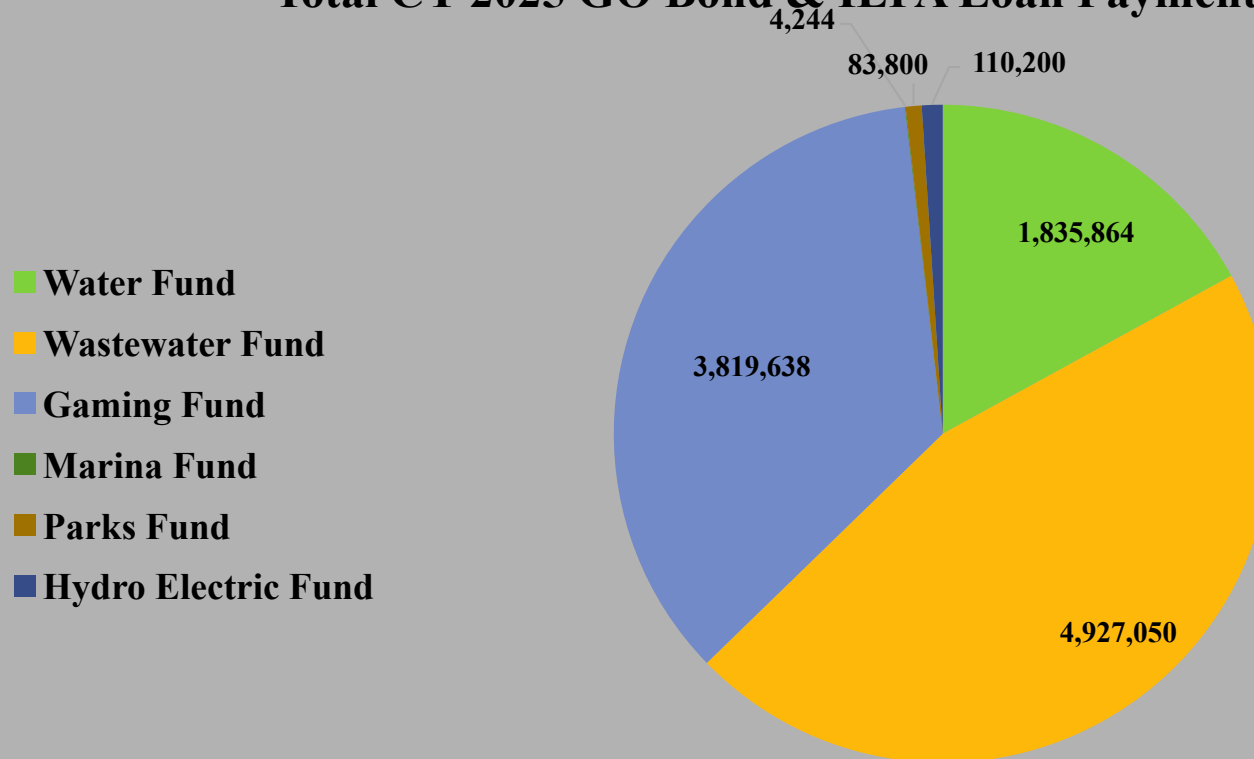
CY 2025 IEPA Loan Payments



2025 Budget Preview

GO Bonds & IEPA Loan Payments

Total CY 2025 GO Bond & IEPA Loan Payments



2025 Budget Preview

General Fund Surplus

Surplus	Amount
CY 2022 GF surplus remaining	\$2,443,080*
CY 2023 GF surplus	\$3,042,750
Total	\$5,485,830

2025 Budget Schedule

August / September 2024

August

- Budget review meetings with City Manager, Department Directors & Finance
- Budget review meetings with Mayor/Council, City Manager & Finance
 - **Dates to be determined**

August / September

- Strategic planning and goal setting with Mayor/Council, City Manager, Department Directors & Finance
 - **Date to be determined**

2025 Budget Schedule

October-December 2024

October 28, 2024

- Finance Director budget presentation to Council

November 11, 2024

- Finance Director CIP budget presentation to Council
- Public Hearing on budget ordinance first reading
- Property Tax Levy ordinance first reading
- Public Hearing on Truth in Taxation (if necessary)
 - Tax Levy >4.99%

December 9, 2024

- Budget ordinance second reading
- CIP Plan adoption
- Property Tax Levy ordinance second reading

Questions

Questions from Council?