



City of Nevada
1209 6th Street,
Nevada, Iowa, 50201

Phone:
Email:
Website:

Item # 4C
Date: 5/11/26

Dear Mayor and Council,

The City of Nevada will hold a public hearing on Tuesday, May 26, 2026 to consider Budget Amendment #2 for the current fiscal year. This memo provides a brief overview of the amendment and an update on the City's overall financial position heading into year-end.

Financial Position

The City is in a strong financial position heading into the final months of FY2026. After Amendment #2, the General Fund is forecast to spend approximately 10% less than budgeted, and across all City funds, excess revenues over expenditures and transfers out are projected at \$808,882. That surplus flows directly into the fund balance, strengthening the City's reserves going into FY2027.

Amendment #2 Overview

The amendment includes two reclassifications and two new appropriations. The first reclassification moves \$216,500 in pool maintenance to Culture and Recreation, and the second moves \$20,000 in city hardware and software to General Government. Both items were originally placed under Capital Projects in Amendment #1, but they fit better under their respective operating categories. The dollars and projects don't change; only the reporting category does for the state. This is a routine cleanup before year-end, so the categories on our annual report line up the way the State expects.

Second, the amendment adds \$8,000 to Public Works for state-required bridge inspections under the Iowa DOT's biennial National Bridge Inspection Standards program. Finally, \$10,000 is appropriated from the fund balance for ADA counter-height upgrades at the library, funded by an ALA grant the library received in FY2025 and carried into the current fiscal year.

The net new spending impact of Amendment #2 is \$18,000, \$8,000 for bridge inspections, and \$10,000 in previously received ALA grant funds. The two reclassifications net to zero across functions.

Respectfully,

LUCAS BATTANI, FINANCE DIRECTOR/ASSISTANT CITY ADMINISTRATOR
CITY OF NEVADA, IOWA

NOTICE OF PUBLIC HEARING - AMENDMENT OF CURRENT BUDGET

City of NEVADA
Fiscal Year July 1, 2025 - June 30, 2026

The City of NEVADA will conduct a public hearing for the purpose of amending the current budget for fiscal year ending June 30, 2026

Meeting Date/Time: 5/26/2026 06:00 PM

Contact: Lucas Battani

Phone: (515) 382-5466

Meeting Location: Nevada City Hall, 1209 6th St, Nevada, IA 50201

There will be no increase in taxes. Any residents or taxpayers will be heard for or against the proposed amendment at the time and place specified above. A detailed statement of: additional receipts, cash balances on hand at the close of the preceding fiscal year, and proposed disbursements, both past and anticipated, will be available at the hearing. Budget amendments are subject to protest. If protest petition requirements are met, the State Appeal Board will hold a local hearing. For more information, consult <https://dom.iowa.gov/local-gov-appeals>.

REVENUES & OTHER FINANCING SOURCES		Total Budget as Certified or Last Amended	Current Amendment	Total Budget After Current Amendment
Taxes Levied on Property	1	4,809,946	0	4,809,946
Less: Uncollected Delinquent Taxes - Levy Year	2	0	0	0
Net Current Property Tax	3	4,809,946	0	4,809,946
Delinquent Property Tax Revenue	4	0	0	0
TIF Revenues	5	1,240,499	0	1,240,499
Other City Taxes	6	1,273,464	0	1,273,464
Licenses & Permits	7	89,150	0	89,150
Use of Money & Property	8	691,550	0	691,550
Intergovernmental	9	2,379,358	0	2,379,358
Charges for Service	10	8,960,463	0	8,960,463
Special Assessments	11	0	0	0
Miscellaneous	12	6,082,785	0	6,082,785
Other Financing Sources	13	6,400,000	0	6,400,000
Transfers In	14	8,331,651	0	8,331,651
Total Revenues & Other Sources	15	40,258,866	0	40,258,866
EXPENDITURES & OTHER FINANCING USES				
Public Safety	16	2,503,289	0	2,503,289
Public Works	17	1,808,972	8,000	1,816,972
Health and Social Services	18	65,000	0	65,000
Culture and Recreation	19	2,383,093	226,500	2,609,593
Community and Economic Development	20	1,565,299	0	1,565,299
General Government	21	1,106,234	20,000	1,126,234
Debt Service	22	1,983,543	0	1,983,543
Capital Projects	23	6,906,500	-236,500	6,670,000
Total Government Activities Expenditures	24	18,321,930	18,000	18,339,930
Business Type/Enterprise	25	12,778,403	0	12,778,403
Total Gov Activities & Business Expenditures	26	31,100,333	18,000	31,118,333
Transfers Out	27	8,331,651	0	8,331,651
Total Expenditures/Transfers Out	28	39,431,984	18,000	39,449,984
Excess Revenues & Other Sources Over (Under) Expenditures/Transfers Out	29	826,882	-18,000	808,882
Beginning Fund Balance July 1, 2025	30	27,634,360	0	27,634,360
Ending Fund Balance June 30, 2026	31	28,461,242	-18,000	28,443,242

Explanation of Changes: This amendment reclassifies pool maintenance expenditures (\$216,500) and city hardware and software expenditures (\$20,000) within the Equipment Revolving Fund from the Capital Projects function to their correct operating functions (Culture and Recreation and General Government, respectively) for proper functional reporting under Iowa's Uniform Chart of Accounts. The amendment also adds \$8,000 for state-required bridge inspections under Public Works and appropriates \$10,000 in ALA grant funds, received in FY2025 and carried into fund balance, for ADA counter height upgrades at the Library. The amendment reflects \$18,000 in net additional expenditures, with reclassifications netting to zero across functions.