

ITEM #: 33

DEPT: ADMIN

Staff Report

IMPACTS OF SF 2472 RELATED TO PROPERTY TAXES

August 25, 2026

BACKGROUND:

Two documents are attached to this staff memo for City Council review.

Impact of SF 2472 Report

The report provides a detailed analysis of SF 2472 and its anticipated effects on the City's budget, property tax revenues, and development incentive programs. It addresses limitations on General Fund revenue growth, the treatment of new valuation, changes to property tax exemptions and rollbacks, and the implications for the City's existing TIF and tax-abatement programs. The report also discusses potential policy responses and the timing considerations associated with any future changes.

Property Tax and Development Incentives Update Presentation

The presentation summarizes the information included in the report noted above, but also provides background on the City's development incentive tools, including urban renewal and tax increment financing under Iowa Code Chapter 403, urban revitalization and tax abatement under Chapter 404, and industrial tax exemptions under Chapter 427B.

Staff will review the attached materials during the meeting and seek City Council direction regarding the possible strategies reflected in the report.

ATTACHMENT(S):

[IMPACT OF SF 2472](#)

[Property Tax Update & Dev Incentive Presentation](#)