



Springville City

FY 2025 Tentative Budget Effective July 1 until Truth in Taxation
Hearing and Consideration of Final Budget

FY 2024 RDA Budget Amendment

Fund / Dept.	Description	Amount (\$)	Purpose/Funding Source
RDA	Property Tax	\$130,000	Additional tax increment
RDA	Incentive Payments	\$130,000	Incentives per agreement based on tax increment

Redevelopment Agency (RDA)

▶ Revenues:

- ▶ \$660k - Property Tax
- ▶ \$40k - Interest Income

▶ Expenses:

- ▶ \$600k - Contracted incentive payments (updated from Tentative budget to reflect current-year incentive payments)
- ▶ Currently no project expenses planned or budgeted; however, recent discussions on using reserved low-income housing funds to meet state low/moderate income housing requirements
- ▶ \$100k to retained earnings/fund balance

Municipal Building Authority (MBA)

▶ Revenue:

- ▶ Lease payment from General Fund - \$413k

▶ Expenses

- ▶ Debt service on the 2008 MBA bonds - \$413k (final maturity 2031)

General Fund Transfers

Fund	Admin. Fee	Op. Transfer	Utilities	Total
Water	\$ 1,086,853	\$ 388,860	\$ 90,049	\$ 1,610,422
Sewer	\$ 797,479	\$ 402,568	\$ 87,288	\$ 1,332,048
Electric	\$ 698,933	\$2,174,190	\$ 700,000	\$ 3,656,518
Storm Water	\$ 371,523	\$ 131,291	\$ 22,606	\$ 539,952
Solid Waste	\$ 551,618	\$ 175,234		\$ 729,060
Golf	\$ 100,419	\$ 4,260		\$ 104,679
	\$ 3,606,825	\$3,276,403	\$ 899,943	\$ 7,783,171

Utah Economic Council Report to the Governor

- Outlook: “Unsettled Normalcy”
- Rocky 2023 demonstrated “remarkable resiliency”
- Challenges amid uncertainty:
 - Inflation - trending to normal?
 - Interest rates - settle in? dip?
 - Unmistakable construction and real estate slowdown
- Underappreciated economic buffers
 - Extremely low unemployment - Utah continues to outpace
 - Utah continues to grow
 - Overall strong household, firm and government financial reserves



Budget at a Glance



General Fund Budget **\$40,042,343** - up 3.9%

Total City Budget **\$117,221,014** - down 4.1%



Core Services (Police) fully funded - up **6%** from FY24



Personnel - added 2.8 FTE (0.8%)



Includes a 5.24% property tax increase - approx. \$9.65/yr.
for average Springville home



Maintains the Enterprise Fund Transfer (6.5%)



Utility rate increases ranging from 0% to 3.5%;
blended average. 2.3% -- approx. \$5/mo. for residential



General Fund Revenues

- ▶ \$4.4M - Property Tax (incl. 5% rate increase - \$118k)
- ▶ \$10.4M - Sales Tax (up 2% from FY24 forecast)
- ▶ \$1.4M - Transportation Sales Tax (up 48% from 5th 5th)
- ▶ \$2.6M - Intergovernmental (up 6% - federal grant)
- ▶ \$4.3M - Charges for Services (down 3% - development fees down; offset by fee and participation increases)
- ▶ \$8.8M - Transfers/Utilization of Reserves (reflects enterprise fund transfer rate of 6.5%, C-Road reserve utilization)



Personnel

Additions	Reductions
Convert PT HR Generalist to FT	1 FT Building Inspector
PT Performing Arts Coordinator	
PT Payroll Clerk (0.63 FTE)	
PT Finance Clerk (0.25 FTE)	
PT Risk Manager	
PT CRC workers (0.71 FTE)	
Convert PT Evidence Technician to FT	
PT PW Engineer	
PW Organizational Shifts	
Created Internal Service Fund from existing positions	
Moved CTC Coordinator from Legal to Library	

- 3.0% Merit increase; 0.75% for other pay adjustments
- Benefit cost increases (4%) covered with some changes to benefit plan

Capital Projects

- **Total General CIP Budget: \$5.7M**
 - Flood Protection Project Engineering & Design (\$1M)
 - Street Projects (\$3.7M)
 - Public Art (\$227k)
- **Vehicle & Equipment Replacement: \$1.8M**

PAR Projects

- ▶ PAR Projects (\$948k)
 - Capital Projects (\$760k)
 - CRC Southeast Corner Improvements
 - Pickleball 6-plex
 - Dry Creek Trail
 - Memorial Park Walking Path
 - Mini Grants (\$45k)
 - Programming (\$143k)

Enterprise Funds - Rates

Utility	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	10y Ave	3y Ave
Power	0.0%	0.0%	0.0%	0.0%	2.5%	0.0%	1.0%	4.0%	11.00%	0.00%	1.7%	5.0%
Residential Water	3.0%	3.0%	9.0%	0.0%	2.5%	0.0%	3.0%	10.0%	9.75%	3.50%	4.0%	7.8%
Commercial Water	3.0%	5.0%	9.0%	0.0%	2.5%	0.0%	3.0%	10.0%	9.75%	3.50%	4.2%	7.8%
Secondary Water	ated in 2	0.0%	0.0%	0.0%	2.5%	0.0%	3.0%	10.0%	9.75%	3.50%	3.2%	7.8%
Wastewater - Industrial	4.0%	0.0%	1.5%	3.0%	2.5%	0.0%	5.0%	7.0%	14.50%	3.50%	3.9%	8.3%
Wastewater - Other	6.0%	0.0%	1.5%	2.0%	2.5%	0.0%	3.0%	7.0%	9.75%	3.50%	3.3%	6.8%
Storm Water	0.0%	10.0%	0.0%	2.0%	2.5%	0.0%	12.0%	7.0%	7.70%	3.50%	4.2%	6.1%
Solid Waste	0.0%	4.20%	0.0%	3.0%	2.5%	0.0%	1.4%	7.0%	6.80%	1.25%	2.5%	5.0%
Recycling	0.0%	8.7%	16.0%	0.0%	2.5%	10.0%	1.4%	7.0%	8.80%	0.00%	5.1%	5.3%
Average of Big 3	3.0%	1.0%	3.5%	0.7%	2.5%	0.0%	2.3%	7.0%	10.2%	2.3%	3.3%	6.5%
(Power, Water, Wastewater-Residential)												
Inflation - CPI-U	0.1%	1.3%	2.1%	2.4%	1.8%	1.2%	4.7%	8.0%	2.4%		2.56%	5.0%
CPI-U West Region	1.2%	1.9%	2.8%	3.1%	2.8%	1.5%	7.1%	6.2%			3.00%	4.9%
Social Security Increases	0.0%	0.3%	2.0%	2.8%	1.6%	1.3%	5.9%	8.7%	3.20%		2.75%	5.9%
					Inflation on Calendar years							
			Residential only						Forecast			

Public Works

Water, Sewer, Storm Water, Streets, Solid Waste

Highlights

- Redistribution of Workforce Responsibilities / Staff Assignments
- Focus on Master Plan updates and implementation
- Cost of Service Analysis and Rate Design
- Inflationary rate increases

Public Works

Water, Sewer, Storm Water, Streets, Solid Waste

Capital Projects

- Street Projects - \$3.2M (catch-up from Google)
- Water
 - Upper Highline Ditch Replacement (\$1M)
 - AMR Metering Pilot (\$1M)
- Sewer
 - Headworks Upgrades (\$1.5M)
 - System Improvements (\$435k)
- Storm Water
 - West Fields Central Detention Basin (\$500k)
 - 1600 S 1200 W Detention Pond (\$245k)

Power

- Generally flat revenue and no rate increase
- Power Purchase Budget down 7% (\$1.6M)
- WHPP new CAT generators to be online
- Capital Projects
 - Baxter Feeders (\$1.1M)
 - Distribution Circuit renewal & replacement (\$350k)
 - New Development (\$820k)
- SUVPS assessment up 97% for debt service on system improvements

Golf

- Revenues up 11%; fee increase (7%) to be effective in Dec.
- Utilization
 - 83% High Season (May - September)
 - 75% Annually
- Capital Projects
 - Ongoing cart path replacement
 - Bridge replacement sinking fund
 - Maintenance shed replacement sinking fund

Changes since Tentative Budget Adoption

Description	Tent. Budget	Final Budget	Notes
Main St. Corridor Improvements (Gen. CIP & Power CIP)	\$0	\$600,000	Allen's Block improvements - reframing downtown - transp. reserves
Planning Technical Svcs.	\$175,000	\$335,000	Rewrite development code - rev. revisions/ reserves (\$57k)
Solid Waste Expense	\$656,496	\$665,296	SUVSWD fee change - reduced capital
Power PT Salaries & Bene.	\$460,476	\$470,452	Intern

Minor Fee Schedule and Pay Table edits



Truth in Taxation Process

Date	Action	Requirement
1 st meeting in May	Adopt budget	Set public hearing for budget
On or before June 30	Adopt interim budget	6/18 public hearing; adopt interim budget authorizing expenditures starting 7/1 along with fee schedule; notify County Auditor if entity intends to go through Truth in Taxation process
On or before July 30	Auditor	Auditor mails "Notice of Property Valuation and Tax Changes" with TNT hearing date, time and info
2 weeks before TNT hearing	Newspaper ad	Newspaper ad (combined if more than one entity going through TNT)
1 week before TNT hearing	2 nd Newspaper ad	Same ad as previous
Public Hearing	Adopt Property Tax Increase and Final Budget	Public hearing after 6pm; resolution sent to Tax Commission if rate increase is adopted; adopt final budget. Scheduled for Aug. 20, at 7:00 p.m.