



## Springville City

FY 2026 Tentative Budget Effective July 1 until Truth in Taxation  
Hearing and Consideration of Final Budget

# Redevelopment Agency (RDA)

## ▶ Revenues:

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

## ▶ Expenses:

- ▶ \$600k - Contracted 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 - \$418k

## ▶ Expenses

- ▶ Debt service on the 2008 MBA bonds - \$418k (final maturity 2031)

# General Fund Transfers

Fund	Admin. Fee	Op. Transfer	Utilities	Total
Water	\$ 1,118,304	\$ 503,400	\$ 90,049	\$1,711,753
Sewer	\$ 815,487	\$ 466,432	\$ 87,288	\$1,369,207
Electric	\$ 655,705	\$ 2,252,237	\$ 700,000	\$3,607,942
Storm Water	\$ 371,799	\$ 149,516	\$ 22,606	\$ 543,921
Solid Waste	\$ 508,892	\$ 182,530		\$ 691,422
Golf	\$ 104,524	\$ 4,745		\$ 109,269
	\$ 3,574,711	\$ 3,558,861	\$ 899,943	\$8,033,514

## Zions Bank Economic Overview

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- ▶ Trade policy and government cuts leading to uncertainty and risk
- ▶ Economic downturn more likely
- ▶ Consumer confidence dropping and lower income groups stressed
- ▶ Labor market growth should slow, but remains solid
- ▶ Inflation remains “sticky” and could reaccelerate under tariffs
- ▶ Continued focus on trade, immigration, taxes, debt, and deregulation



# Budget at a Glance

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General Fund Budget **\$34,865,503 (w/ xfrs)** - down 11.5%\*

Total City Budget **\$118,489,463 (w/ xfrs)** - down 2.2%



Personnel - 338.41 FTE - up 1.71 FTE (0.5%)



Includes a 2.1% (\$67k) property tax increase - inflation factor plus Police master sergeant service level change. Impact: \$4.40 on \$500,000 home for the year.



Maintains the Enterprise Fund Transfer (6.5%)



Utility rate increases ranging from 2.5 to 3% approx. \$5/mo. for residential

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▶ \* In FY26, Streets moved from G.F. to separate fund

# General Fund Revenues

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- ▶ \$4.5M - Property Tax (incl. 2.1% rate increase - \$67k)
- ▶ \$10.4M - Sales Tax (flat compared to FY25)
- ▶ \$2.98M - Energy Use Tax (up 7%)
- ▶ \$992k - Intergovernmental (down 62% - streets moved)
- ▶ \$4.5M - Charges for Services (up 5% - ambulance fees up; CRC revenue down)
- ▶ \$11.5M - Transfers/Utilization of Reserves (reflects enterprise fund transfer rate of 6.5%, C-Road reserve transferred to Streets Fund; \$276k for General Plan and Development Code update)



# Personnel

- ▶ Public Works converting PT engineer position to FT
- ▶ Minor PT hour changes (multiple departments)
- ▶ Community Development, Police and Power leaving positions open to monitor both budget impact and need
- ▶ Cost of Living Adjustment (COLA) - 3%
- ▶ Merit Increase - (effective in Jan. 2026) - 3.2%
- ▶ Benefit cost increases (approx. 6.5%) covered with no changes to benefit plans

# Capital Projects

- **Total General CIP Budget: \$1.1M**
  - Parks maintenance (\$454k)
  - Public Art (\$250k)
- **Streets CIP: \$4.1M**
  - C-Road Maintenance (\$2.18M)
  - 620 S Canyon Rd Intersection (\$300k)
  - 1200 W SB lane 250N to Center (\$500k)
- **Vehicle & Equipment Replacement: \$2.4M**
- **Facilities Fund: \$2.3M**

# PAR Projects

- ▶ PAR Funds (\$715k)
  - Capital Projects (\$585k)
    - CRC Southeast Corner Improvements
    - Art Loop - Festival Street
    - Dry Creek Trail Improvements
  - Mini Grants (\$70k)
  - Programming (\$60k)

# Enterprise Funds - Rates

Utility	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	10y Ave	3y Ave
Power	0.0%	0.0%	0.0%	2.5%	0.0%	1.0%	4.0%	11.00%	0.00%	2.50%	2.1%	4.5%
Residential Water	3.0%	9.0%	0.0%	2.5%	0.0%	3.0%	10.0%	9.75%	3.50%	3.00%	4.4%	5.4%
Commercial Water	5.0%	9.0%	0.0%	2.5%	0.0%	3.0%	10.0%	9.75%	3.50%	3.00%	4.6%	5.4%
Secondary Water	0.0%	0.0%	0.0%	2.5%	0.0%	3.0%	10.0%	9.75%	3.50%	3.00%	3.2%	5.4%
Wastewater - Industrial	0.0%	1.5%	3.0%	2.5%	0.0%	5.0%	7.0%	14.50%	3.50%	3.00%	4.0%	7.0%
Wastewater - Other	0.0%	1.5%	2.0%	2.5%	0.0%	3.0%	7.0%	9.75%	3.50%	3.00%	3.2%	5.4%
Storm Water	10.0%	0.0%	2.0%	2.5%	0.0%	12.0%	7.0%	7.70%	3.50%	3.00%	4.8%	4.7%
Solid Waste	4.20%	0.0%	3.0%	2.5%	0.0%	1.4%	7.0%	6.80%	1.25%	3.00%	2.9%	3.7%
Recycling	8.7%	16.0%	0.0%	2.5%	10.0%	1.4%	7.0%	8.80%	0.00%	3.00%	5.7%	3.9%
Average of Big 3	1.0%	3.5%	0.7%	2.5%	0.0%	2.3%	7.0%	10.2%	2.3%	2.8%	<b>3.3%</b>	<b>6.5%</b>
(Power, Water, Wastewater-Residential)												
Inflation - CPI-U (March)	2.4%	2.4%	1.9%	1.5%	2.6%	8.5%	5.0%	3.5%	2.4%		3.11%	3.6%
CPI-U West Region	3.1%	3.2%	2.8%	2.5%	2.4%	8.7%	5.1%	3.6%	2.6%		3.55%	3.8%
Social Security Increases	0.3%	2.0%	2.8%	1.6%	1.3%	5.9%	8.7%	3.2%	2.5%		2.83%	4.8%
				Inflation on Calendar years (March over March)								

# Public Works

Water, Sewer, Storm Water, Streets, Solid Waste

## Highlights

- Coordinated efforts across utilities
- Focus on project design and construction
- Cost of Service Analysis and Rate Design
- Transportation Utility Fee (TUF) - Not budgeted, being studied/developed
- Inflationary rate increases

# PW - continued

## Capital Projects

- Street Projects - \$4.1M
- Water
  - South Main St. Water Pipeline (\$2.9M)
  - Fire flow Deficiency Corrections (\$750k)
  - Lakeside Landing PI (\$1.2M)
- Sewer
  - WRF Aerotor Improvements (\$754k)
  - System Improvements (\$315k)
- Storm Water
  - New Development Reimbursement (\$400k)
  - 1600 S 1200 W Detention Pond (\$400k)

# Power

- Generally flat revenue and 2.5- 3% rate increase
- Power Purchase Budget up 2% (\$500k)
- Three positions being left temporarily unfilled
- Capital Projects
  - Baxter Sub Improvements (\$560k)
  - Distribution Circuit renewal & replacement (\$300k)
  - New Development (\$800k)

# Golf

- Revenues up 22%; utilization/fee increase (9% to be effective in Dec.); shift Pro Shop ownership to City
- Utilization
  - 91% High Season (May - September)
  - 75% Annually
- Capital Projects
  - Ongoing cart path replacement (\$32k)
  - New Equipment (\$91k) - mini-ex, utility cart
  - Bridge and Maintenance shed replacement sinking fund contributions (\$71k)

# Changes since Tentative Budget Adoption

Description	Tent. Budget	Final Budget	Notes
Historic Preservation	\$0	\$15,000	New service level; property tax
MAG Lunches	\$0	\$17,000	MAG grant cut; donations
Meal Substitution	\$0	\$1,500	MAG grant cut; donations



# Truth in Taxation Process

Date	Action	Requirement
1 <sup>st</sup> meeting in May	Adopt budget	Set public hearing for budget
On or before June 30	Adopt interim budget	6/17 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 TinT hearing date, time and info
2 weeks before TinT hearing	Newspaper ad	Newspaper ad (combined if more than one entity going through TinT)
1 week before TinT hearing	2 <sup>nd</sup> 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 <b>Aug. 19, at 7:00 p.m.</b>

