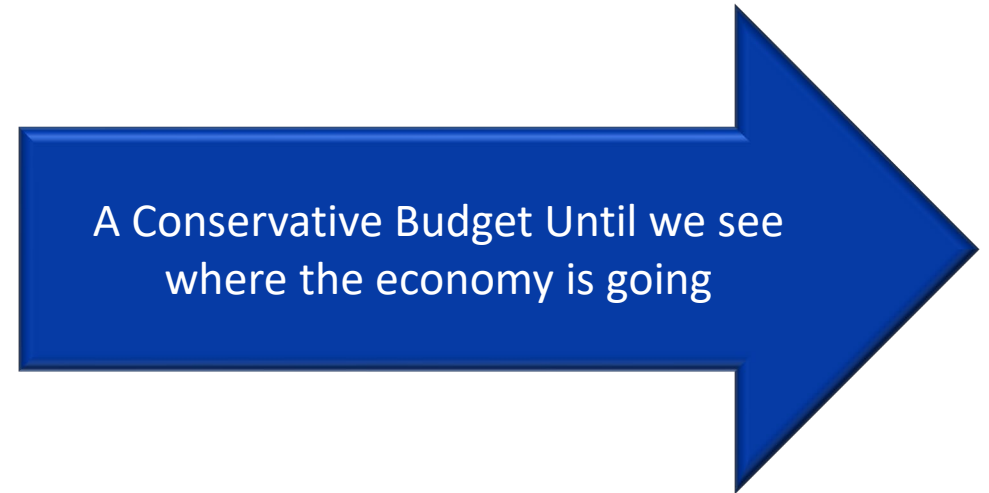
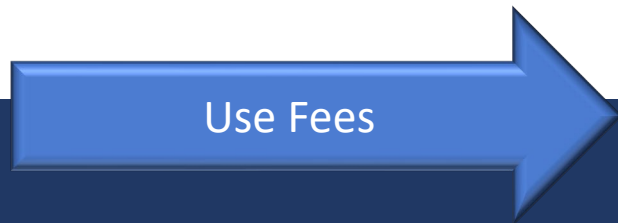
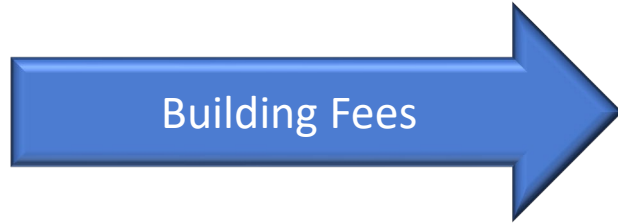




Payson City
Tentative Budget
For Period Ending June 30, 2027





Economic Factors



- Uncertainties related to the national economy (high interest rates, unemployment rates etc.)
- Costs of doing business including goods and services are on the rise.
- High cost of fuel.
- Sales Tax remaining stable for our City, some cities have indicated they are concerned.
- Current cpi 3.3%



Transfers and Indirect Costs



Indirect Services



From	Purpose	Amount	To
General Fund	Indirect Services	\$ 342,915	Vehicle Maintenance
		686,870	Information Technology
Electric Power	Indirect Services	\$ 850,652	General Fund
		92,032	Information Technology
		60,010	Vehicle Maintenance
Solid Waste	Indirect Services	\$ 497,402	General Fund
		257,186	Vehicle Maintenance
		14,964	Information Technology
Water	Indirect Services	\$ 855,517	General Fund
		85,729	Vehicle Maintenance
		97,020	Information Technology
Ambulance	Indirect Services	\$ 97,211	General Fund
		42,864	Vehicle Maintenance
		14,964	Information Technology
Golf Course	Indirect Services	\$ 99,381	General Fund
		17,146	Vehicle Maintenance
		44,794	Information Technology
Storm Drain	Indirect Services	\$ 287,713	General Fund
		8,573	Vehicle Maintenance
		7,433	Information Technology
Sewer Fund	Indirect Services	\$ 949,452	General Fund
		42,864	Vehicle Maintenance
		19,952	Information Technology

Transfers

From	Purpose	Amount	To
Solid Waste Fund	Operating Transfer	\$ 206,880	General Fund
Electric Fund	Operating Transfer	991,705	General Fund
Ambulance Fund	Operating Transfer	97,211	General Fund
Storm Drain Fund	Operating Transfer	56,535	General Fund
General Fund	Operating Transfer	7,000	PCT
General Fund	Bond Coverage	260,000	Electric Power Fund
General Fund	Bond Coverage	582,825	Water Fund

Traditionally, the city has transferred 9% of enterprise revenues to the general fund.

This year, we have reduced or eliminated operating transfers to the general fund in the following areas:

- Water to 0%
- Solid Waste to 5%
- Power to 5%
- Sewer to 0%
- Ambulance to 5%
- Storm Drain to 5%



Budget Highlights

- For Fiscal Year 2027, we propose a \$122,976,923 budget city-wide.
- For funded personnel positions, we are requesting departments wait mid-year to fill them, so we can evaluate the economic status of the City before adding new personnel.
- We have added an up to 4% adjustment to individual wages to keep wages competitive. 2.7% will be allotted through a COLA adjustment and 1.3% will be merit.
- Required Utah Retirement System (URS) Contributions:
 - Regular Employee (Tier 1) 14.97%
 - Regular Employee (Tier 2 Hybrid, hired after 2011) 14.49%
 - Public Safety (Tier 1) 32.54%
 - Public Safety (Tier 2 Hybrid) 30.31%
 - Firefighters (Tier 1) 16.66%
 - Firefighters (Tier 2 Hybrid) 20.06%



Budget Highlights



- We've given department heads what they requested in **operational** budgets, in most cases. These are the operational expenses needed to continue the programs (supplies, utilities etc.)
- May have to roll over HVAC project of \$750,000 if it doesn't get complete this year.
- As a reminder, The tentative budget adoption is a statutory requirement. After the adoption of the tentative, the Council and Mayor can propose changes to the tentative budget.

Insurance Renewal

General Liability will be:

- \$570,323; 3% increase.

Workers Comp will be:

- \$495,561; 3% increase.

Employee Health insurance will have a 0% Increase.

Dental insurance will have a 10% increase.



Cautiously Optimistic



- Throughout the management of this budget, the City will monitor economic conditions.
- Even though the city has allotted budget for new employees and projects, many of the full-time positions and budgets will be evaluated during the mid-year time period, to see if economic conditions are such that they are still sustainable.

Funded Personnel

We are proposing the following new positions:

- A new police officer, promotional opportunities for two officers.
- Six EMTs for the ambulance department, with offsetting adjustments to part-time personnel.
- A water employee with some seasonal help.
- Some adjustments for a PIO (public information officer).
- A GIS (graphic information system) position.



Proposed Utility Rate Increases

- We are proposing **no** increases in utility rates for fiscal year 2027.
- In the coming years, the City will have to look at rate increases to cover debt service for the new bonds (sewer bond and WIFIA), to provide 1.25% required bond coverage.





Water Fund



Water Fund Highlights

- Forebay bond amount is going to be transferred from the General Fund to allow additional projects.
- The water department is charged with federal lead and copper lateral replacements that have been funded.
- The City is seeking options through WIFIA (Federal EPA Water infrastructure finance and innovation act) funding for capital water, sewer and storm drain. No WIFIA projects are included in the tentative budget.

We will bring funding/expenditures forward for a budget adjustment when funding becomes available.

- Design for the Mainstreet CUP project has been funded.



Water Fund Requested-Funded



Meters \$320,000

Phase 3 Mainstreet
project \$500,061

Mainstreet CUP
Design \$75,000

Lead and Copper
Replacements
\$115,000

Water Operator
Position
(April 2027)

Hiatt Creek Reimb
\$46,025 (impact)

Valves \$50,000

Redbridge Reimb
\$523,241 (impact)

Revolving Loan L148
½ Ton Water
\$19,316

Revolving Loan L156
½ Ton Water
\$19,316

800 W culinary and
PI replacement
\$2,500,000

Land Purchase for
new Tank
\$1,000,000

Water Tank Design
\$400,000

Water Lead Position

Requested \$5,762,978, Funded \$1,862,978

Water Fund Revenue

	<u>Adopted Budget 6/30/2026</u>	<u>Proposed Budget 6/30/2027</u>	<u>Change</u>
<u>Revenues</u>			
Culinary Water Sales	\$ 4,120,000	\$ 4,130,500	\$ 10,500
Connection Fees	200,000	172,000	(28,000)
Press Irrig Connect Fees	150,000	133,000	(17,000)
Irrigation Water Sales	2,159,704	2,090,000	(69,704)
Water used by Other Departments	55,105	41,500	(13,605)
Other Revenues	-	21,000	21,000
Interest	35,000	30,000	(5,000)
Grant Funds	-	742,382	742,382
Transfer In	581,820	582,825	1,005
Sale of Surplus Property	70,000	27,000	(43,000)
Use of Fund Reserves	2,259,620	766,070	(1,493,550)
Total	<u>\$ 9,631,249</u>	<u>\$ 8,736,277</u>	<u>\$ (894,972)</u>



Water Fund Expenditure

	Adopted Budget 6/30/2026	Proposed Budget 6/30/2027	<u>Change</u>
<u>Expenditures</u>			
Payroll and Benefits	\$ 1,229,494	\$ 1,280,426	\$ (50,932)
Other Professional Services	407,458	515,000	(107,542)
Indirect Services	1,070,624	1,020,266	50,358
Operational Expenses	575,600	826,300	(250,700)
Water Assessments	592,000	600,000	(8,000)
Equipment Maintenance	40,000	40,000	-
Meters	280,000	320,000	(40,000)
Improvements other than Building	1,948,800	1,140,085	808,715
Machinery and Vehicles	90,000	-	90,000
Capital Leases	99,600	112,300	(12,700)
Capital Lease Interest	11,800	16,100	(4,300)
Lease Purchase-Revolving Loan	78,600	114,800	(36,200)
Debt Service	1,331,000	1,071,000	260,000
Depreciation Expense	1,279,600	1,680,000	(400,400)
Transfers to Other Funds	596,673	-	596,673
Total	<u>\$ 9,631,249</u>	<u>\$ 8,736,277</u>	<u>\$ 894,972</u>



Impact Fees-Water

	Water Impact Fees (47)	
	Adopted	Proposed
	2026	2027
Revenues		
Water & PI Impact Fees	\$ 415,000	\$ 601,000
Interest	52,000	40,000
Contribution from Fund Balance	-	368,600
Total Revenues	<u>\$ 467,000</u>	<u>\$ 1,009,600</u>
Expenditures		
Professional Services	\$ -	\$ 174,000
Improvements	291,400	701,700
Debt Service	73,000	73,000
Depreciation	46,000	60,900
Total expenditures	<u>\$ 467,000</u>	<u>\$ 1,009,600</u>





Solid Waste



Solid Waste Highlights

- A great deal of the budgeted expenses of the Landfill pertains to maintenance and improvements of the landfill.
- In addition to the landfill the solid waste department handles garbage collection and city snow plowing.
- Landfill operational costs include \$50,000 in seagull mitigation.
- The landfill is getting additional C&D revenue from school demolitions and other projects.



Landfill Fund Requested-Funded



Fencing
\$75,000

10-Wheel Dump
\$275,000

Solid Waste Revenue

	Approved Budget <u>6/30/2026</u>	Proposed Budget <u>6/30/2027</u>	<u>Change</u>
<u>Revenues</u>			
Solid Waste Services	\$ 1,542,013	\$ 1,585,000	\$ 42,987
Landfill Fees	1,115,828	1,052,600	(63,228)
C&D Landfill	1,196,860	1,500,000	303,140
Recycling Services	24,000	58,000	34,000
Interest Earnings	35,000	45,000	10,000
Other Revenue	61,800	20,400	(41,400)
Solid Waste Start-up Fees	12,000	16,000	4,000
Utilities used by Other Dept.	37,080	37,000	(80)
Sale of Surplus Property	-	48,000	48,000
Use of Fund Reserves	517,152	38,722	(478,430)
Total	<u>\$4,541,733</u>	<u>\$4,400,722</u>	<u>\$ (141,011)</u>



Solid Waste Expenses

	Approved Budget <u>6/30/2026</u>	Proposed Budget <u>6/30/2027</u>	<u>Change</u>
<u>Expenditures</u>			
Payroll and Benefits	\$ 1,177,789	\$ 1,217,644	\$ (39,855)
Other Professional Services	150,000	200,000	(50,000)
Indirect Services	746,769	715,552	31,217
Operational Expenses	425,400	458,950	(33,550)
Fencing for Landfill	75,000	75,000	-
Vehicle/Machinery	410,000	275,000	135,000
Revolving Loan/Cap Lease	809,852	748,696	61,156
Depreciation Expense	400,000	503,000	(103,000)
Transfers to Other Funds	346,923	206,880	140,043
Total	<u>\$ 4,541,733</u>	<u>\$ 4,400,722</u>	<u>\$ 141,011</u>





Electric Power



Electric Power Highlights

- Large capital projects scheduled:
 - Transmission Line (through impact fees.)
 - Substation (through impact fees.)
 - Power Plant construction.
 - Lighting projects.
- 2027 was scheduled as the third of a four-year rate increase plan. We are however, diverting from that plan for this year.
- Electric Plant payments made through UAMPs operational billing. UAMPs will recognize the asset until the plant is paid off.
- A transfer from the general fund will cover the cost of The UTOPIA payments.



Electric Fund Requested-Funded



Meters \$125,000

Small Bucket Truck
Squirt Boom
\$175,000

Lean to for new
plant
\$50,000

Property Purchase
for Substation
\$300,000

Transmission line
Match \$441,176

Substation Match
\$352,941

Mainstreet Project
\$122,875

Turbo Rebuild
\$85,000

Substation Lines
(Impact Fees)
\$2,000,000

Transmission Line
(Impact Fees)
\$2,500,000

800 West (100 S to
800 S) \$675,000

L141 Service Body
Revolving Loan
\$30,584 (annual)

L142 ½ ton
Revolving Loan
\$19,316 (annual)

L143 ½ ton
Revolving Loan
\$19,316 (annual)

L144 1 ton
Revolving Loan
\$30,584 (annual)

L157 ½ ton
Revolving Loan
\$19,216 (annual)

\$6,271,108 Funded, \$6,946,108 requested

Electric Power Fund Revenues



	<u>Approved Budget 6/30/2026</u>	<u>Proposed Budget 6/30/2027</u>	<u>Change</u>
<u>Revenues</u>			
Electric Sales-Residential-Taxable	\$10,074,090	\$ 10,606,500	\$532,410
Electric Sales-Residential-Exempt	57,592	300,000	242,408
Electric Sales-Commercial-Taxable	4,763,325	5,009,500	246,175
Electric Sales-Commercial-Exempt	4,031,155	3,918,100	(113,055)
Connection Fees	85,000	85,000	-
Sale of Surplus	-	65,000	65,000
Interest Earnings	103,000	150,000	47,000
Utilities used by other Departments	610,660	610,700	40
Miscellaneous	229,608	582,875	353,267
Transfers	260,000	260,000	-
Use of Fund Reserves	2,309,245	2,103,826	(205,419)
Total	<u>\$22,523,675</u>	<u>\$ 23,691,501</u>	<u>\$1,167,826</u>

Electric Power Fund Expenditures

	Approved Budget <u>6/30/2026</u>	Proposed Budget <u>6/30/2027</u>	<u>Change</u>
<u>Expenditures</u>			
Payroll and Benefits	\$ 2,829,424	\$ 2,941,440	\$ (112,016)
Other Professional Services	220,000	185,000	35,000
Indirect Services	1,028,840	990,094	38,746
Operational Expenses	14,291,260	14,152,370	138,890
Meters	250,000	125,000	125,000
Equipment and Improvements	183,000	1,521,117	(1,338,117)
Lease Purchase-Revolving Loan	109,038	1,636,900	(1,527,862)
Debt Service	1,877,805	260,000	1,617,805
Depreciation	788,000	600,000	188,000
Improvements	-	207,875	(207,875)
Transfers to Other Funds	946,308	991,705	(45,397)
Total	<u>\$ 22,523,675</u>	<u>\$ 23,691,501</u>	<u>\$ (1,167,826)</u>



Impact Fees-Power

	Power Impact Fees (43)	
	Adopted	Proposed
	2026	2027
Revenues		
Power Impact Fees	\$ 583,000	\$ 1,291,000
Interest	86,000	76,000
Contribution from Fund Balance	1,994,850	3,246,000
Total Revenues	<u>\$ 2,663,850</u>	<u>\$ 4,613,000</u>
Expenditures		
Improvements	\$ 2,550,000	\$ 4,500,000
Depreciation	113,850	113,000
Total expenditures	<u>\$ 2,663,850</u>	<u>\$ 4,613,000</u>





Sewer



Sewer Highlights

- The Sewer Department continues with the construction of the new Sewer Plant.
- Sewer Department is in a unique position. Approx. 64% of operational revenue goes to debt service.
- We will be issuing \$5,000,000 bonds to complete the sewer project.
- The City must maintain 1.25% bond coverage. In coming years, Particularly with WIFIA funding, the city will be obligated to raise User rates if they can't meet the 1.25% bond coverage.



Sewer Revenue

	<u>Proposed Budget 6/30/2026</u>	<u>Approved Budget 6/30/2025</u>	<u>Change</u>
<u>Revenues</u>			
Sewer Services	\$6,738,543	\$7,011,300	\$272,757
Sewer Connection Fees	20,000	50,000	30,000
Treated Effluent Water Sales	281,075	130,000	(151,075)
Interest Earnings	100,000	300,000	200,000
Utilities used by other Departments	12,257	18,000	5,743
Other	1,000	311,529	310,529
Use of Fund Reserves	1,832,266	1,656,851 -	(175,415)
State Grant/Loan	-	12,000,000	12,000,000
Proceeds from borrowing	18,500,000	5,000,000	(13,500,000)
Total	<u>\$27,485,141</u>	<u>\$26,477,680</u>	<u>(\$1,007,461)</u>



Sewer

	<u>Proposed Budget 6/30/2026</u>	<u>Approved Budget 6/30/2025</u>	<u>Change</u>
<u>Expenditures</u>			
Payroll and Benefits	\$ 869,756	\$ 850,554	\$ 19,202
Other Professional Services	443,119	443,200	(81)
Indirect Services	1,093,377	1,003,268	90,109
Operational Expenses	812,600	796,400	16,200
Improvements	19,040,000	17,771,058	1,268,942
Machinery and Equipment	80,000	80,000	-
Revolving Loan/Cap Lease	15,308	238,000	(222,692)
Debt Service	3,980,000	4,405,200	(425,200)
Depreciation	800,000	890,000	(90,000)
Transfers to Other Funds	350,981	-	350,981
Total	<u>\$ 27,485,141</u>	<u>\$ 26,477,680</u>	<u>\$ 1,007,461</u>



Impact Fees-Sewer

	Sewer Impact Fees (48)	
	Adopted	Proposed
	2026	2027
Revenues		
Sewer Impact Fees	\$ 400,000	\$ 700,000
Interest	50,000	40,000
Contribution from Fund Balance	1,290,700	191,700
Total Revenues	<u>\$ 1,740,700</u>	<u>\$ 931,700</u>
Expenditures		
Professional Services	\$ -	\$ 75,000
Improvements	1,500,000	616,000
Debt Service	221,000	221,000
Depreciation	19,700	19,700
Total expenditures	<u>\$ 1,740,700</u>	<u>\$ 931,700</u>



Sewer Requested-Funded

Mainstreet Phase 3
\$310,529

Video Truck
\$500,000 (pre-pay
revolving loan fund)

Dump Body \$80,000

Lift Station (Impact)
\$47,850

Sewer Plant
\$17,000,000

Sewer Plant
\$17,000,000

Impact Fee Projects
and Reimbursement
\$616,000

L140 Camera Truck
(Annually) \$161,000

800 W from 100 S to
800 S \$2,300,000

Camera Van –moved
to Revolving Loan
\$500,000

\$21,278,058 requested \$18,478,058 funded





Ambulance



Ambulance Highlights

- The ambulance is almost at capacity at what they can provide for the City due to available personnel. The city is looking at future equipment, employees and fire stations in order to more fully meet the needs of the City
- We have funded six full time positions in the Ambulance department.
- An ambulance was ordered last year, and should be received next year, financed through the revolving loan fund.
- A Fire and Ambulance Impact fee study is being updated.



Ambulance Fund Requested-Funded



Equipment \$80,000

6 FT Positions

2nd New Ambulance
\$250,000

14 FF/EMT's Full Time

Requested \$330,000 Funded \$80,000 and 6 positions.

Ambulance

	<u>Approved Budget 6/30/2026</u>	<u>Proposed Budget 6/30/2027</u>	<u>Change</u>
<u>Revenues</u>			
Ambulance Fees	\$1,300,000	\$1,480,000	\$180,000
Other	24,000	14,100	(9,900)
Use of Fund Reserves	263,689	656,730	393,041
Total	<u>\$1,587,689</u>	<u>\$2,150,830</u>	<u>\$563,141</u>
<u>Expenditures</u>			
Payroll and Benefits	\$ 967,041	\$ 1,386,786	\$ (419,745)
Other Professional Services	112,000	113,000	(1,000)
Indirect Services	152,776	146,039	6,737
Operational Expenses	179,100	185,400	(6,300)
Improvements and Equipment	32,000	80,000	(48,000)
Revolving Loan/Cap Lease	50,441	77,000	(26,559)
Depreciation	83,000	83,000	-
Transfers to Other Funds	-	74,705	(74,705)
Interest	6,331	4,900	1,431
Other	5,000	-	5,000
Total	<u>\$ 1,587,689</u>	<u>\$ 2,150,830</u>	<u>\$ (563,141)</u>





Golf Fund



Golf Highlights

- The golf course is currently constructing the par 3 golf course. this is expected to bring in additional revenues and expand opportunities at Gladstan.
- The RV park is reserved out early in the year and has become quite an asset to the City.



Golf Fund Requested-Funded



Par 3 \$2,000,000

Reel Grinder
\$40,000

Requested \$2,040,000, funded \$2,040,000

Golf Fund

	Approved Budget <u>6/1/2026</u>	Proposed Budget <u>6/30/2027</u>	<u>Change</u>
<u>Revenues</u>			
Golf Course Fees	\$1,200,000	\$1,400,000	\$200,000
Golf Passes	110,000	78,000	(32,000)
Golf Cart Revenue	600,000	900,000	300,000
Driving Range Revenue	55,000	70,000	15,000
RV Rental Revenue	100,000	70,000	(30,000)
Punch Tickets	110,000	106,000	(4,000)
Gladstan Grill Revenue	150,000	200,000	50,000
Use of Fund Reserves	<u>3,320,360</u>	<u>1,328,361</u>	<u>(1,991,999)</u>
Total	<u><u>\$5,645,360</u></u>	<u><u>\$4,152,361</u></u>	<u><u>(\$1,492,999)</u></u>



Golf Fund

	Approved Budget <u>6/30/2026</u>	Proposed Budget <u>6/30/2027</u>	<u>Change</u>
<u>Revenues</u>			
Storm Drain Utility Fee	\$1,091,800	\$1,130,700	\$38,900
Land Distrubance	22,000	36,000	14,000
Interest Earnings	51,000	49,000	(2,000)
Grant Funding	990,000	329,292	(660,708)
Utilities used by other Departments	30,000	31,700	1,700
Use of Fund Reserves	<u>967,680</u>	<u>822,095</u>	<u>(145,585)</u>
Total	<u><u>\$3,152,480</u></u>	<u><u>\$2,398,787</u></u>	<u><u>(\$753,693)</u></u>





Storm Drain



Storm Drain Highlights

- The primary purpose of the storm drain fund is to help enforce EPA regulations regarding storm water IDDE (Illicit discharge, detection and elimination.)
- The City has allocated \$250,000 per year for curb and gutter projects.



Storm Drain Fund Requested-Funded



CDBG Sidewalk
500 South
\$250,000

Mainstreet Phase 3
\$329,292

WIFIA funding
\$2,200,000

Storm Drain

	<u>Approved Budget 6/30/2026</u>	<u>Proposed Budget 6/30/2027</u>	<u>Change</u>
<u>Revenues</u>			
Storm Drain Utility Fee	\$1,091,800	\$1,130,700	(\$38,900)
Land Disturbance	22,000	36,000	(14,000)
Interest Earnings	51,000	49,000	2,000
Grant Funding	990,000	329,292	660,708
Utilities used by other Departments	30,000	31,700	(1,700)
Use of Fund Reserves	967,680	822,095	145,585
Total	<u>\$3,152,480</u>	<u>\$2,398,787</u>	<u>\$753,693</u>



Storm Drain

	<u>Approved Budget 6/30/2026</u>	<u>Proposed Budget 6/30/2027</u>	<u>Change</u>
<u>Expenditures</u>			
Payroll and Benefits	\$ 352,648	\$ 356,121	\$ (3,473)
Other Professional Services	33,000	33,000	-
Indirect Services	344,342	301,919	42,423
Operational Expenses	312,800	323,500	(10,700)
Improvements	1,373,800	579,292	794,508
Machinery and Vehicles	148,000	168,400	(20,400)
Interest	10,100	7,400	2,700
Depreciation	523,200	572,620	(49,420)
Transfers to Other Funds	54,590	56,535	(1,945)
Total	<u>\$ 3,152,480</u>	<u>\$ 2,398,787</u>	<u>\$ 753,693</u>





Internal Service Funds



Vehicle Maintenance Requested-Funded



HD Tire Changer
Tool \$35,000

Tire Balancer
\$14,000

Column Lifts
\$50,000

Service Truck
\$95,000

Fuel Tanks \$200,000

Requested \$794,000, Funded \$99,000

IT Requested-Funded



Main Server
Replacement
\$36,500

Extended backup
\$16,900

Laptops and misc.
equip
\$76,900

Switch Room re-wire
\$19,400

Copier
\$12,500

\$162,200 requested and funded

Internal Service Funds

	Vehicle Maintenance		IT	
	Adopted <u>2026</u>	Proposed <u>2027</u>	Adopted <u>2026</u>	Proposed <u>2027</u>
Revenues				
Services Used by Other Departments	\$ 667,734	\$ 657,285	\$ 771,774	\$ 978,026
Contribution from Fund Balance	-	20,000	-	-
Total Revenues	<u>\$ 667,734</u>	<u>\$ 677,285</u>	<u>\$ 771,774</u>	<u>\$ 978,026</u>
Expenditures				
Payroll	\$ 393,876	\$ 403,985	\$ 234,783	\$ 416,026
Operations	140,400	119,000	437,652	466,700
Machinery, Equipment and Improvements	87,500	99,000	52,400	85,300
Lease Purchase	35,232	35,300	39,700	-
Depreciation	-	20,000	-	10,000
Contribution to Fund Balance	10,726	-	7,239	-
Total expenditures	<u>\$ 667,734</u>	<u>\$ 677,285</u>	<u>\$ 771,774</u>	<u>\$ 978,026</u>





Revolving Loan Fund



Revolving Loan Fund

The City has a revolving loan fund to finance new equipment and vehicles.

The cost of the equipment is expensed in the revolving loan fund. Amortized loan amounts are assessed to the departments to reimburse the revolving loan fund and build up funds for future allocation. Most loans are amortized over three years.

Vehicle replacement is based on the assessment of the vehicle maintenance Director.



Revolving Loan Fund Requested-Funded



Revolving Loan

L108 Ambulance Encumber (2026)	\$	260,000	✓			
L140 Camera truck Sewer Encumber (pre-pay)	\$	500,000	✓	L154 1/2 Ton Sewer	\$	64,000 ✓
L141 Service body 1 ton Power	\$	95,000	✓	L155 Service Body 1 Ton Landfill	\$	60,000 ✓
L142 1/2 ton Power	\$	60,000	✓	L156 1/2 Ton Water?	\$	60,000 ✓
L143 1/2 ton Power	\$	60,000	✓	L157 1/2 Ton Power	\$	60,000 ✓
L144 service body 1 ton Power	\$	95,000	✓	L158 1/2 Ton Landfill	\$	64,000 ✓
L145 service body 1 ton Landfill	\$	60,000	✓	Downtown re-payment to MAG	\$	500,400 ✓
L146 1/2 ton Facilities	\$	60,000	✓	Will Re-pay when the building sells		
L147 1/2 ton Facilities	\$	60,000	✓	L155 Service Body 1 Ton Landfill	\$	64,000 Not funded
L148 1/2 ton Water	\$	60,000	✓	L156 1/2 Ton Water?	\$	32,000 Not funded
L149 1/2 ton Engineering	\$	64,000	✓	L157 1/2 Ton Power	\$	32,000 Not funded
L150 1/2 ton Engineering	\$	64,000	✓	Aerial Ladder	\$	2,200,000 Not funded
L151 1/2 ton Engineering	\$	64,000	✓	Brush Truck	\$	150,000 Not funded
L152 Service Body 1 Ton	\$	68,000	✓			
L153 Service Body 1 Ton	\$	68,000	✓			

Revolving Loan Fund

	Approved Budget <u>6/30/2026</u>	Proposed Budget <u>6/30/2027</u>	<u>Change</u>
<u>Revenues</u>			
Loan Payment Revenue	\$970,222	\$1,691,081	\$720,859
Interest	100,635	181,643	81,008
Sale of Surplus Property	232,700	-	(232,700)
Use of Fund Reserves	<u>51,443</u>	<u>573,676</u>	<u>522,233</u>
Total	<u><u>\$1,355,000</u></u>	<u><u>\$2,446,400</u></u>	<u><u>\$1,091,400</u></u>
<u>Expenditures</u>			
Capital Expenses (Capital Payment)	<u>\$ 1,355,000</u>	<u>\$ 2,446,400</u>	<u>\$ (1,091,400)</u>
Total	<u><u>\$ 1,355,000</u></u>	<u><u>\$ 2,446,400</u></u>	<u><u>\$ (1,091,400)</u></u>





PARC Tax Fund



PARC Tax Funded

FY 2027		
Utah Live Concerts	\$	5,600
Payson Downtown Alliance	\$	15,000
Payson Scottish Festival	\$	8,000
Payson City Band	\$	2,500
Huish Performing Arts-96 West	\$	8,500
White Peaks Centennial Pipe Band	\$	8,000
Half Penny Theater	\$	4,000
Payson Civic Chorale	\$	7,500
Payson Community Theater	\$	34,000

FY 2027		
City Projects		
Recreation Tiny Forebay signage	\$	16,000
Memorial Park playground (\$350K over 2 year	\$	175,000
Payson City Recreation-Planter 8th South	\$	6,000
Payson City Recreation-Irrigation Controllers	\$	28,000
Payson Library	\$	23,700
Forebay Committee	\$	14,500
Festival Latino De Payson and Cinco de Mayor	\$	6,000
Payson City Refurbish walls & Trike Building	\$	48,000
	\$	410,300

PARC Tax Fund



	Approved Budget <u>6/30/2026</u>	Proposed Budget <u>6/30/2027</u>	<u>Change</u>
<u>Revenues</u>			
PARC Tax	\$ 385,150	\$ 400,500	\$ 15,350
Use of Fund Reserves	-	19,800	19,800
Total	<u>\$385,150</u>	<u>\$420,300</u>	<u>\$35,150</u>
<u>Expenditures</u>			
Operational Expenses	\$ -	\$ 10,000	\$ (10,000)
White Peaks	-	8,000	(8,000)
Civic Chorale	3,700	7,500	(3,800)
People Preserving Peetneet	10,000	-	10,000
Payson Community Theater	17,000	34,000	(17,000)
Huish Performing-96 West	24,000	8,500	15,500
Half Penny Youth Theater	-	4,000	(4,000)
Scottish Festival	6,000	8,000	(2,000)
Historic Downtown	-	15,000	(15,000)
Utah Live Concerts	4,500	5,600	(1,100)
Payson City Band	5,000	2,500	2,500
Payson Projects	302,950	317,200	(14,250)
Total	<u>\$385,150</u>	<u>\$420,300</u>	<u>(35,150)</u>



Photo by Gina Decker

General Fund



General Fund

- Sales Tax is steady.
- Building Permits revenue is down, showing only 15 permits granted this year through March.
- In previous years, we have transferred excess fund balance from the utility fund to capital fund.

This year, if we have excess fund reserves, we will be transferring from the general fund.

The net will be roughly equivalent, but it appears as though there is an increase in use of fund reserves.

	Approved Budget <u>6/30/2026</u>	Adjusted Budget <u>6/30/2026</u>	Proposed Budget <u>6/30/2027</u>
Revenues			
Use of fund reserves			
General Fund	\$ 3,164,344	\$ 7,881,666	\$ 6,512,388
Utility Fund (24)	<u>\$ 3,500,000</u>	<u>\$ 600,000</u>	<u>\$ -</u>
	\$6,664,344	\$ 8,481,666	\$6,512,388



General Fund Highlights

The General fund is comprised of the following individual funds:



General Fund Requested-Funded



B&C
(28)

Building Maintenance
(4110)

Engineering
(4321)

Mastic Sealer Machine
\$300,000

Misc. Repair 0-2 RSL Roads
\$330,554

Admin HVAC
\$250,000

Arsi software
\$30,000

L149 ½ Ton Revolving Loan
\$20,604 annually

Slurry Seal
\$300,000

CDBG 500 West
\$205,000

L146 ½ Ton Revolving Loan
\$19,316 annually

L147 ½ Ton Revolving Loan
\$19,316 annually

L150 ½ Ton Revolving Loan
\$20,604 annually

L151 ½ Ton Revolving Loan
\$20,604 annually

800 West
\$5,800,000

Windows
\$100,000

Pool Roof
\$200,000

GIS Analyst
(Mid Year)

May need to roll over HVAC project \$700,000

General Fund Requested-Funded

Parks
(4511)

Cemetery/Parks
Backhoe lease 5
years. \$83,165

Dump Trailer years.
\$30,000

Parks Impact Fees
Payson Canyon
Trail Match
\$245,000

Parks Impact Fees
Other projects
\$104,200

Library
(4581)

Awning, 4' bench
\$5,200

Blinds
\$6,000

Fire
(4221)

Engine Loose
Equipment
\$120,000

Active
Shooter/Hostile
Event \$6,600

Natural Gas
Detectors \$8,000

Ladder Truck
\$2,200,000

Brush Truck
\$150,000

Police
(4211)

Patrol Position
(Mid Year) With
promotions

BWC and In Car
system
\$63,000

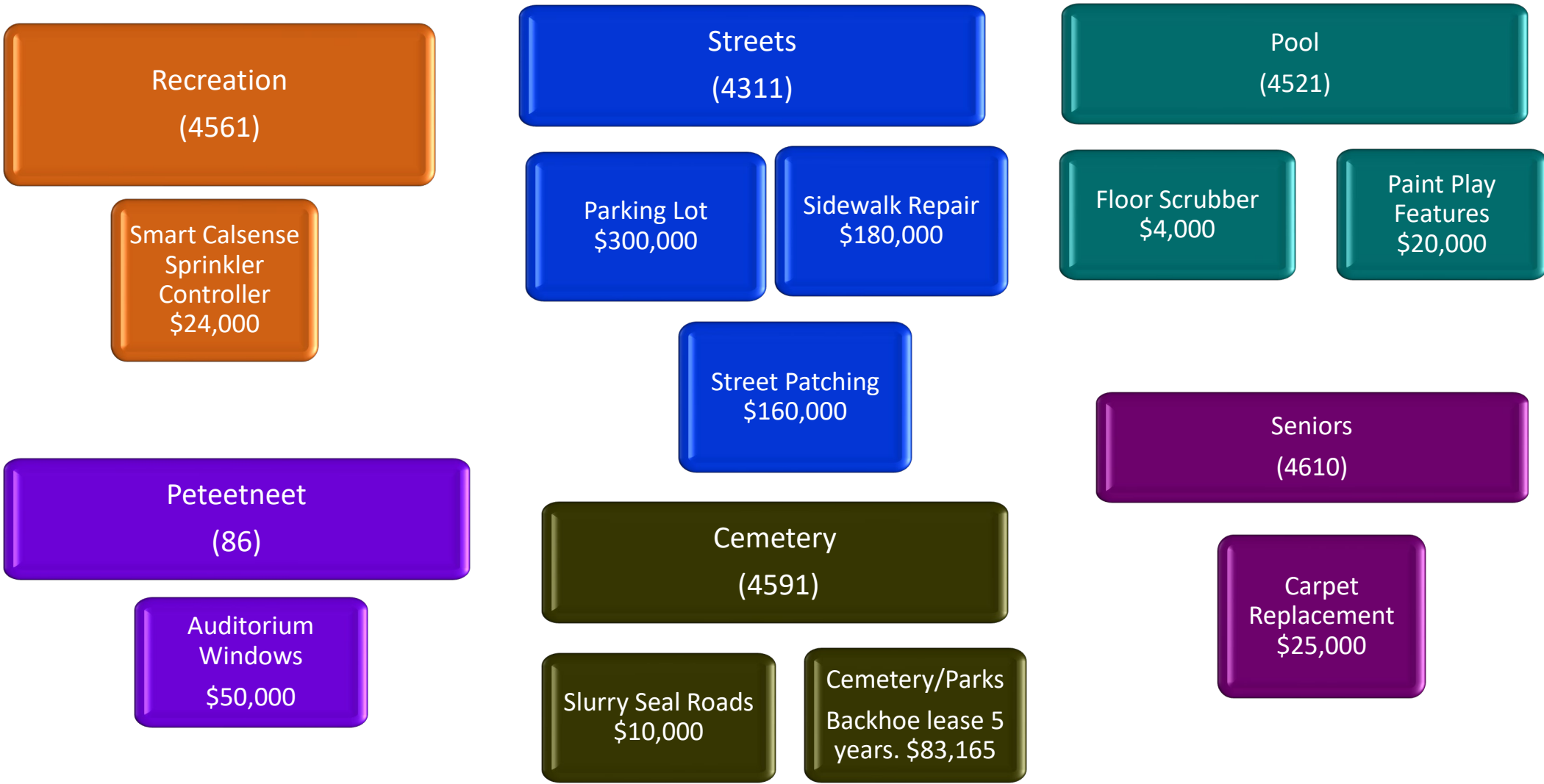
Police Dog from
Donations
\$18,000

Radar & Radios
\$50,000

Part Time Admin



General Fund Requested-Funded



Requested \$12,598,862 Funded \$4,128,862



General Fund Revenue



<u>Revenues</u>	<u>Approved Budget 6/30/2026</u>	<u>Approved Budget 6/30/2027</u>	<u>Change</u>
Property Tax	\$ 3,203,700	\$ 3,300,000	\$ 96,300
Motor Vehicle	150,000	150,000	-
Sales Tax	6,000,000	6,830,000	830,000
Franchise Tax	450,000	475,000	25,000
Telephone Tax	73,300	78,000	4,700
Other Taxes	1,223,200	1,326,300	103,100
Licenses and Permits	773,500	672,200	(101,300)
Intergovmntl Revenue (Grants)	566,791	520,495	(46,296)
Charges Events/Services	1,896,400	2,172,900	276,500
Fines and Forfeitures	246,000	220,000	(26,000)
Other Revenue	500	259,000	258,500
Misc. Revenue	6,143,831	5,739,428	(404,403)
Transfers	2,295,475	1,329,825	(965,650)
Use of Fund Reserves	7,881,666	6,512,388	(1,369,278)
B&C Road Funds	2,957,224	2,530,300	(426,924)
Utility Fund	600,000	-	(600,000)
Historic	10,000	10,000	-
CDBG	130,000	25,000	(105,000)
Scottish Festival	26,000	30,000	4,000
Peteetneet	362,140	130,223	(231,917)
Salmon Supper	96,500	98,000	1,500
Payson Community Theater	56,440	69,032	12,592
Total	<u>\$ 35,142,667</u>	<u>\$ 32,478,091</u>	<u>\$ (2,664,576)</u>

General Fund Expenditures



<u>Expenditures</u>	<u>Approved Budget 6/30/2026</u>	<u>Approved Budget 6/30/2027</u>	<u>Change</u>
Mayor and Council	\$ 1,408,058	\$ 762,577	\$ 645,481
Facilities/Building Maintenance	1,573,895	948,297	625,598
Administration	3,238,629	3,503,274	(264,645)
Planning-Development Services	1,529,786	1,254,712	275,074
Legal	601,156	545,721	55,435
Justice Court	417,343	439,898	(22,555)
Communities that Care	59,334	75,617	(16,283)
Police	5,997,744	6,411,636	(413,892)
Victim's Advocate	126,803	134,877	(8,074)
Fire	1,433,509	1,708,210	(274,701)
Animal Control	245,296	260,090	(14,794)
Streets	1,668,221	1,550,647	117,574
Engineering	1,004,798	977,064	27,734
Parks	1,234,206	1,184,972	49,234
Swimming Pool	1,230,954	1,173,609	57,345
City Grounds-mowing	229,574	232,253	(2,679)
Recreation	1,035,136	1,053,266	(18,130)

General Fund Expenditures (Continued)



<u>Expenditures</u>	<u>Approved Budget 6/30/2026</u>	<u>Approved Budget 6/30/2027</u>	<u>Change</u>
Youth Sports	691,718	694,117	(2,399)
Adult Sports	77,293	93,616	(16,323)
Snack Shack	148,594	150,646	(2,052)
Library	847,766	914,702	(66,936)
Cemetery	531,161	517,488	13,673
Events	351,335	409,151	(57,816)
COVID Related	150,000	-	150,000
Senior Citizens	241,434	239,271	2,163
Transfers to Other Funds	4,830,620	4,349,825	480,795
B&C Road Funds	2,957,224	2,530,300	426,924
Utility Fund	600,000	-	600,000
Historic	10,000	10,000	-
CDBG	130,000	25,000	105,000
Scottish Festival	26,000	30,000	(4,000)
Peteetneet	362,140	130,223	231,917
Salmon Supper	96,500	98,000	(1,500)
Payson Community Theater	56,440	69,032	(12,592)
Total	\$ 35,142,667	\$ 32,478,091	\$ 2,664,576

Redevelopment Agencies (RDA's)



RDA's

	Redevelopment Town		Redevelopment Bus Park	
	Adopted 2026	Proposed 2027	Adopted 2026	Proposed 2027
Revenues				
Charges for Services	\$ -	\$ -	\$ 22,600	\$ 22,600
Use of Fund Reserves	36,000	36,000	1,017,700	272,620
Total revenues	36,000	36,000	1,040,300	295,220
Operating Expenses				
Salaries, wages, and employee bene	\$ -	\$ -	\$ 138,300	\$ 136,720
Operational Expenses and supplies		-	2,000	50,500
Professional Expenses	36,000	36,000	-	-
Improvements	-	-	900,000	100,000
Capital Outlay	-	-		\$ 8,000
Total expenditures	\$ 36,000	\$ 36,000	\$ 1,040,300	\$ 295,220

Walgreens Economic Development
Agreement (Ends Oct 2028.)

Innovation Center

RDAs

RDA Town

- Walgreen Reimbursement

RDA Business Park

- Landscaping
- New Innovation Expenses

RDA Business Park

Landscaping
\$100,000

Coming Soon...

- WIFIA Bonding/Projects. We will bring forward a proposed budget adjustment when the WIFIA projects get funded.
- \$5,000,000 Sewer Bonds parameters resolution set for May 6. The \$5,000,000 still qualifies under the original parameters resolution, but too much time has expired, so this needs to be re-approved.
- Dog Park (Meat Packing Plant Demolition.)
- Wilson School, within 1 year. Remodel (library, seniors, recreation decisions.)
- Admin remodel for police, if allowed (seismic requirements) or possible land purchase for new police station.
- Forebay land purchase option.

Public Hearings for Final Budget

Reminder: Your motion to adopt the tentative budget must set the date, time and place for: transfers, salary increases, public hearings, budget adoption and certified tax rate.

- June 17th
- Time: 6:00 P.M.
- Place: Payson City Center Council Chambers
- We will bring forward the CTR (certified tax rate) as soon as it's released.

Thank You