

Grantsville City - 2026

BUDGET PRESENTATION

AGENDA

1. Funds & Financial Review
2. Impact Fees & Fee-In-Lieu
3. Budget
4. Sales Tax
5. Property Tax
6. Q & A

Ask thoughtful questions

Focus on Sustainability

Partner with Staff

GRANTSVILLE CITY FUNDS –

EACH FUND IS A SELF-BALANCING SET OF NUMBERS

Each fund is used / operates different and has revenues from different sources

General Fund

Provides the resources necessary to sustain the day-to-day activities (operation). These funds are limited by law as taxpayer funds, and should not be accumulated without a specific purpose.

Debt Services Fund

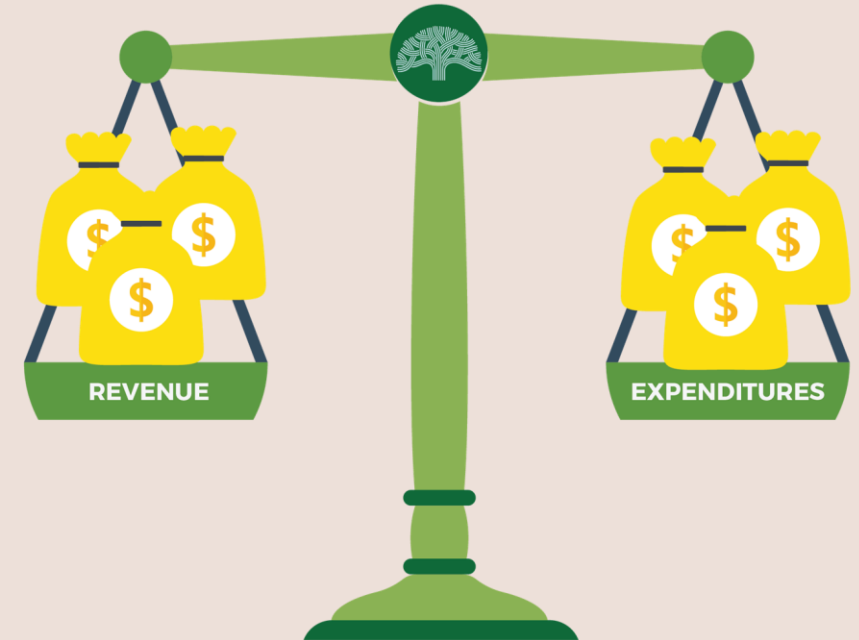
Established to accumulate sufficient resources to make principal and interest payments on debt.

Capital Projects Fund

Reserved for long-term capital investment projects. Ensures Grantsville City has adequate funding to finance large projects. NOT intended to be used for proprietary / revenue generation, but more for general / administrative government use.

Proprietary Fund (Enterprise Fund)

Account for Grantsville City's business-type activities that are financed by fees / charges for services. These funds should be self-sufficient.



GENERAL FUND

Revenue -

Sales Tax / Property Tax / Licenses & Permits / Intergovernmental / Charge for Services / Fines / Miscellaneous / Other / Transfers

Expenses -

Operating Expenses: Salaries & Benefits / Bills / Training / Vehicles / Uniforms / Supplies & Materials & Equipment / Maintenance

OUR CITY. OUR SERVICES.

THE DEPARTMENTS FUNDED BY OUR GENERAL FUND

These departments work together to provide essential services, promote safety, and enhance the quality of life in our community.

 MAYOR & CITY COUNCIL / COMMUNITY RELATIONS Sets policy, represents residents, and builds strong community partnerships.	 CITY MANAGER Oversees daily city operations and implements policies established by the City Council.	 LEGAL Provides legal advice, ensures compliance with laws, and represents the City in legal matters.	 RECORDER Maintains official records, documents, and public information for transparency and accountability.	 ELECTIONS Administers fair, secure, and efficient elections and supports voters in our community.
 HUMAN RESOURCES Supports our employees through recruitment, benefits, training, and workplace initiatives.	 FINANCE Manages the city's budget, accounting, payments, and financial planning responsibly.	 POLICE DEPARTMENT Protects lives and property, enforces laws, and works to keep our community safe.	 ANIMAL CONTROL Promotes animal welfare, enforces ordinances, and helps keep people and pets safe.	 JUDICIAL Provides fair and impartial municipal court services and upholds the rule of law.
 FIRE DEPARTMENT Protects lives and property through fire prevention, emergency response, and education.	 LIBRARY Provides access to resources, programs, and opportunities for lifelong learning.	 PARKS AND RECREATION Enhances quality of life through parks, trails, programs, and recreational opportunities.	 CEMETERY Provides respectful, dignified care and maintenance of our cemetery.	 ROADS & STREETS Maintains and improves city streets, infrastructure, and traffic safety.
 COMMUNITY DEVELOPMENT Plans for smart growth, supports neighborhoods, and strengthens our community.	 BUILDING DEPARTMENT Ensures safe, quality construction through permitting, inspections, and code enforcement.			

Debt Services



Capital Projects



PROPRIETARY FUND (ENTERPRISE FUNDS)

OUR CITY. OUR SERVICES.
ENTERPRISE FUNDS / UTILITY SERVICES

Enterprise funds are self-supporting funds that provide essential utility services to our community.

WATER
Provides clean, safe drinking water to homes, businesses, and public facilities throughout the city.

SEWER
Collects and treats wastewater to protect public health and our environment.

GARBAGE
Collects and disposes of solid waste in a safe, efficient, and environmentally responsible manner.

- Revenues **MUST** be used for the specific fund
- Expenses have to be tied directly to the fund and utility
- Transfer's into Enterprise Fund from General Fund = OK (so long as budgeted and approved)
- Transfer's OUT of an Enterprise Fund into ANY other fund requires a public hearing notice and a public hearing
 - Can transfer as a "loan" but ultimately will have to pay it back within 10 years

IMPACT FEE'S

- Growth pays for growth
 - Impact fee's are the one time payment collected by the city from developers when new construction occurs
 - The purpose is to help pay for the additional public infrastructure needed to serve that new growth (IE – roads, water systems, sewer capacity, parks, and public safety)
- Adjusted YEARLY in annual Capital Facilities Plan, Impact Fee Facilities Plan, and Impact Fee Analysis (completed by Ensign Engineering)
- Impact fee's are heavily monitored and restricted by the State of Utah

Grantsville City Impact Fees
Drinking Water
Public Safety
Parks
Wastewater
Transportation

Restrictions:

Must be used for Capital Improvements
-no ongoing operating expenses, maintenance, or salaries)

Must have a clear connection
- There must be a reasonable link between the fee charged and the impact of the new developments – IE, the development paying the fee must benefit from the infrastructure funded

Proportionality Requirement
- The fee amounts must be roughly proportional to the developments impact – IE, the city cannot overcharge to fund unrelated or excessive projects

Restricted to Specific Categories
- Fees must be collected and tracked separately by type

Geographic Limitations
- Funds must be used in the same service area where they were collected – one area's growth cannot subsidize another

Time Limits
- Funds must be used within 7 years from collection

Planning & Reporting Requirements
- Cities must adopt an impact fee plan and regularly report how funds are collected and spent to ensure transparency and legal compliance

FEE – IN – LIEU

- Cash amounts received from developers in-lieu of putting in their normally required infrastructure
- Why do we allow it?
 - Build it later at a larger scale (save up impact fee's for a larger / more useful one)
 - Put it in a better location as additional developments come in
 - Combine funds from multiple developments and projects
- Similar to impact fee's – just slightly less restricted

Grantsville City Fee-In-Lieu
Roads
Water
Sewer
Open Space
Sidewalks
Parks

Restrictions:
<p>Must be used for same purpose</p> <ul style="list-style-type: none"> -Fee-In-Lieu of Parks must be used for parks
<p>Must benefit the development</p> <ul style="list-style-type: none"> - There must be a reasonable link between the development that paid the fee and the improvement funded
<p>Capital Projects</p> <ul style="list-style-type: none"> - Can be used for land acquisition / construction or expansion, but cannot be used for day to day operations or maintenance
<p>Can be pooled</p>
<p>Time Limits</p> <ul style="list-style-type: none"> - Funds must be used within 7 years from collection
<p>Planning & Reporting Requirements</p> <ul style="list-style-type: none"> - Cities do compile a report to report what funds have been collected and how they are being spent to ensure transparency and compliance

THE CITY BUDGET PROCESS

FROM PLANNING TO ADOPTION



A transparent, collaborative process that turns community priorities into a financial plan to fund city services and achieve our goals.



BUDGET PROCESS

- Grantsville Tentative Budget to be presented to City Council on Wednesday, May 6, 2026.
- Declaration of CONSIDERATION of tax increase
- Public Hearings will be held at the second meeting in May and those following to allow public input on the budget / tax increase (if applicable)
- State cracked down on transparency of potential tax increases

SALES TAX

<https://tax.utah.gov/business/sales-tax/sales/rates/>

- Grantsville City Sales Tax = 7%
- Of that, we get to keep 1% the remaining portion goes into the pool, is then redistributed.
- Redistribution is based on population
- Population study is done by contract with State of Utah through University of Utah each year.
- Finance director has access to monthly sales tax report to review collection rates

HOW SALES TAX WORKS IN UTAH FOR GRANTSVILLE CITY



When someone makes a purchase in Grantsville, they pay a **7% sales tax**. Here's how that money is collected and distributed.

1 A PURCHASE IS MADE

A shopper buys an item in Grantsville and pays sales tax.



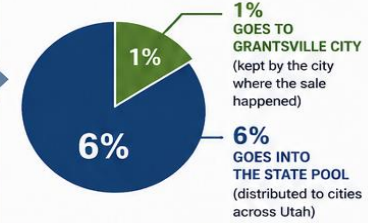
2 THE STATE COLLECTS ALL SALES TAX

The State of Utah collects all sales tax from every purchase made in the state and puts it into one big account.



3 THE 7% TAX IS SPLIT

Utah law requires the 7% sales tax to be split as follows:



4 WHAT GRANTSVILLE CITY KEEPS

1% of every sale stays right here in Grantsville.

This money is not shared with the state or other cities. The more shopping and business activity in Grantsville, the more 1% the city receives.



Used for city services, programs, infrastructure and community needs.

5 WHAT GOES INTO THE STATE POOL (6%)

The remaining 6% of every sale goes into the State of Utah sales tax pool.

This pool is then distributed back to cities across Utah — each month using a formula based on:



Grantsville receives a share of the pool based on these factors compared to all other cities in the state.

Provides a steady source of revenue that grows with the community.

THE BIG PICTURE: EVERY \$1.00 OF SALES IN GRANTSVILLE



WHY BOTH PIECES MATTER

- ✓ 1% kept locally rewards economic activity in Grantsville.
- ✓ 6% from the state pool ensures communities of all sizes receive ongoing support.

Together, they help fund the services and infrastructure that make Grantsville a great place to live, work, and do business.

KEY TAKEAWAYS

- ✓ Grantsville's total sales tax rate is 7%.
- ✓ 1% stays in Grantsville City.
- ✓ 6% goes to the State of Utah sales tax pool and is distributed to cities statewide.
- ✓ More local shopping = more revenue for Grantsville.

EXAMPLES OF HOW FUNDS ARE USED



THANK YOU!

Your purchases in Grantsville help support our city today and build a stronger future for our community.

PROPERTY TAXES

<https://taxrates.utah.gov/login.aspx>

- Grantsville City Property Tax Rate = 0.001368
- Average Value of a home in Grantsville City = \$530,088.00
- Residents do get a “primary residence” discount of 55% automatically applies (assuming it is a primary residence)
- Abatement Programs are available through the Tooele County Auditor’s Office (Circuit Breaker / Veteran’s / Indigent / Non-Profit / Religious)
 - Household Income (AGI – Line) = \$44,221.00 (based on 2025)
 - 66+

https://tooeleco.gov/departments/administration/auditor/abatement_and_exemption_programs.php

RESOURCES

- Utah League of Cities and Towns

<https://www.ulct.utah.gov/league-library/>

- Utah State Auditor's Website

<https://auditor.utah.gov/local-government/>

- Utah State Tax Commission

<https://tax.utah.gov/>

- Utah State Sales & Use Tax

<https://tax.utah.gov/business/sales-tax/sales/rates/>

Q & A