Next

Herriman City Safety Enforcement Area Agenda

Wednesday, June 10, 2026

NOTICE IS HEREBY GIVEN that the Herriman City Council shall assemble for a meeting in the City Council Chambers, located at
5355 WEST HERRIMAN MAIN STREET, HERRIMAN, UTAH

1. **Call to Order - 6:00 p.m. (or as soon as possible thereafter)**
2. **Discussion and Action Items**

   2.1. Discussion and consideration of a Resolution adopting a proposed rate of tax and levying taxes upon all real and personal property within the Herriman City Safety Enforcement Area – Kyle Maurer, Director of Finance and Administrative Services

   2.2. Consideration of a Resolution adopting a Fiscal Year 2027 Interim Budget and Property Tax Impact Schedule for the Herriman City Safety Enforcement Area – Kyle Maurer, Director of Finance and Administrative Services

   2.3. Discussion and consideration of a Resolution adopting an updated fiscal year 2027 Herriman City Safety Enforcement Area Property Tax Impact Schedule – Kyle Maurer, Director of Finance and Administrative Services

3. **Adjournment**

In accordance with the Americans with Disabilities Act, Herriman City will make reasonable accommodation for participation in the meeting. Request assistance by contacting Herriman City at (801) 446-5323 or info@herriman.gov and provide at least 48 hours advance notice of the meeting.

ELECTRONIC PARTICIPATION: Members may participate electronically via telephone, Skype, or other electronic means during this meeting.

I, Jackie Nostrom, certify the foregoing agenda was emailed to at least one newspaper of general circulation within the geographic jurisdiction of the public body, at the principal office of the public body, on the Utah State Public Notice website www.utah.gov/pmn/index.html and on Herriman City's website at www.herriman.gov

Posted and Dated this [enter posted date] Jackie Nostrom, City Recorder

HERRIMAN CITY

DATE: May 28, 2026

TO: The Board of Trustees

FROM: Kyle Maurer, Director of Finance and Administrative Services

SUBJECT: Discussion and consideration of a Resolution adopting a proposed rate of tax and levying taxes upon all real and personal property within the Herriman City Safety Enforcement Area

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RECOMMENDATION:
Staff recommends an ad valorem property tax rate increase of $512,970, which equates to a 5.0% revenue increase.

ISSUE BEFORE THE BOARD:
Should the Board of Trustees adopt the certified tax rate as calculated by the Salt Lake County Auditor's Office? Or should the Board of Trustees pursue a tax rate more than the certified tax rate?

ALIGNMENT WITH STRATEGIC PLAN:
LV 7 – Ensure fiscal sustainability within all City functions | LV 2 – Quality public safety

BACKGROUND/SUMMARY:
The Herriman City Safety Enforcement Area (HCSEA) must adopt a final property tax rate by June 22nd or declare an intent to propose a property tax rate increase. Staff recommends a property tax increase to cover general inflation incurred by the Herriman Police Department.

DISCUSSION:
The philosophy of the Board and the Herriman City Council is to segregate tax revenue generated by new growth for expenditures related to new growth (such as hiring new Officers). Based on this philosophy, tax increases (or other funding sources) will be necessary to account for general inflation in the Police Department (for example, yearly salary increases, general

supply increases, etc.). The amount of the Police Department's budget increase due to inflation is $512,970.

If the Board chooses to pursue an ad valorem tax increase, a public hearing will be held at 6:00PM on August 12, 2026, in the Herriman City Council Chambers to consider the increase. The increase will not be formally recognized by the Utah State Tax Commission and Salt Lake County Auditor's Office until the public hearing is held in August and the tax increase formally adopted by the Board.

ALTERNATIVES:

The Board may choose to adopt the Certified Tax Rate, propose a tax rate more than the Certified Tax Rate, or accept a rate lower than the Certified Tax Rate.

FISCAL IMPACT:

Fiscal impact is dependent on the tax rate decided by the City Council.

ATTACHMENTS:

Resolution

HERRIMAN CITY SAFETY ENFORCEMENT AREA
RESOLUTION NO. R

AN RESOLUTION OF THE HERRIMAN CITY SAFETY ENFORCEMENT AREA ADOPTING A PROPOSED RATE OF TAX AND LEVYING TAXES UPON ALL REAL AND PERSONAL PROPERTY WITHIN THE HERRIMAN CITY SAFETY ENFORCEMENT AREA

WHEREAS, Title 17B, Chapter 1, Part 10, of the Utah Code allows the Herriman City Safety Enforcement Area ("HCSEA") annually to cause taxes to be levied on all taxable property in the Enforcement Area to carry out the Enforcement Area's purposes; and

WHEREAS, Utah Code Ann. § 59-2-912 requires the HCSEA to adopt its proposed tax rate before June 22 of each year; and

WHEREAS, the HCSEA is pursuing a tax rate increase (above the Certified Tax Rate calculated by the Salt Lake County Auditor's Office); and

WHEREAS, in accordance with applicable provisions of State law, the HCSEA Board desires to set the proposed real and personal property tax levy for various purposes within the Enforcement Area.

NOW, THEREFORE, BE IT RESOLVED by the Board as follows:

Section 1. Enactment. The tax year 2026 real and personal property tax levy for fiscal year 2027 shall be proposed as follows:

Fund	**Tax Rate**	**Revenue**
HCSEA	[Proposed by HCSEA Board]	[Dependent on Tax Rate]

Section 2. Severability. If any section, part, or provision of this Resolution is held invalid or unenforceable, such invalidity or unenforceability shall not affect any other portion of this Resolution, and all sections, parts, and provisions of this Resolution shall be severable.

Section 3. Effective Date. This Resolution shall become effective immediately upon its passage. A copy of this Resolution shall be forwarded to the Salt Lake County Auditor's Office and the State Tax Commission in accordance with Utah Code Ann § 59-2-913.

PASSED AND APPROVED BY THE Board this 10th day of June 2026.

HERRIMAN CITY SAFETY ENFORCEMENT AREA

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Lorin Palmer, Vice Chair

ATTEST:

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Jackie Nostrom, District Clerk

HERRIMAN CITY

DATE: May 28, 2026

TO: The Board of Trustees

FROM: Kyle Maurer, Director of Finance and Administrative Services

SUBJECT: Consideration of a Resolution adopting a Fiscal Year 2027 Interim Budget for the Herriman City Safety Enforcement Area (HCSEA)

RECOMMENDATION:
Staff recommends approval of the Resolution.

ISSUE BEFORE THE BOARD:
Should the Board adopt the interim budget for fiscal year 2027 as presented?

ALIGNMENT WITH STRATEGIC PLAN:
LV 7 – Ensure fiscal sustainability within all City functions | LV 2 – Quality public safety

BACKGROUND/SUMMARY:
House Bill 236, enacted during the 2026 General Session, requires entities proposing a tax increase to adopt an interim budget, which includes a Property Tax Impact Schedule.

DISCUSSION:
As required by Utah State Code, a fiscal year interim budget and Property Tax Impact Schedule is required for entities proposing a property tax increase. The interim budget will remain in effect until a final budget is adopted (anticipated August 12, 2026). The interim budget specifically restricts the proposed tax increase, which cannot be expended or otherwise obligated. A Property Tax Impact Schedule is also included, showing the requested increase, along with statistical and narrative information regarding the proposed increase.

ALTERNATIVES:
The Board may choose not to adopt the Interim Budget or Property Tax Impact Schedule. However, both are required for a future property tax increase to be approved by the Utah State Tax Commission.

FISCAL IMPACT:
Fiscal impacts are outlined in the Interim Budget and Proposed Property Tax Impact Schedule.

5355 W. Herriman Main Street • Herriman, Utah 84096
801-446-5323 office • www.herriman.gov
Herriman City

ATTACHMENTS:
Interim Budget
Resolution

Interim Budget

Fiscal Year 2027

Herriman City Safety Enforcement Area

Herriman City Safety Enforcement Area Interim Budget

Fund Description

The Herriman City Safety Enforcement Area (HCSEA) was created on January 1, 2018. The HCSEA is a taxing district that was established to collect property taxes to provide law enforcement services to the City—In other words, the HCSEA contracts with the City for policing services. Although a legally separate entity, because of its close relationship to the City the HCSEA is accounted for with the City's finances. The HCSEA Board is comprised of City of Herriman Councilmembers.

	FY2025 (Actual)	FY2026 Estimated	FY2027 Interim Recommended
Revenue			
HCSEA			
Property Tax	10,071,859	10,854,790	11,340,560
Property Tax-Proposed Tax Increase (Restricted)	-	-	512,970
Miscellaneous	103,084	100,000	100,000
Revenue Total	**10,174,943**	**10,954,790**	**11,953,530**
Expenditures			
HCSEA			
Operating	25	1,000	1,000
Contribution to Fund Balance	-	362,360	561,460
Transfers Out	9,445,902	10,591,430	11,952,530
Transfers Out-Restricted	-	-	(561,460)
Expenditures Total	**9,445,927**	**10,954,790**	**11,953,530**

Significant Budgetary Changes

- The fiscal year 2027 interim budget includes a proposed tax increase, which under state law is shown as a restricted amount. The amount of the increase is $512,970.
- "Transfers Out-Restricted" represents "new growth" funding (property tax revenue received from new residential and commercial growth) restricted by the City Council for expenditures related to new growth. This funding is held until authorized for release by the City Council.
- This interim budget will remain in affect from July 1, 2026, until a final budget is adopted.

Property Tax Impact Schedule

Herriman City Safety Enforcement Area

The Herriman City Safety Enforcement Area (HCSEA) will consider an increase to its property tax rate from 0.001440 to 0.001513 (estimated) to generate an additional $512,970. The following information is intended to provide decision makers and the public with an explanation of how the Service Area's operations would be affected if the proposed property tax increase is adopted.

Herriman City Safety Enforcement Area's Current Property Tax Rate (2025 Tax Year)	0.001440
Herriman City Safety Enforcement Area's Current Property Tax Revenue (2025 Tax Year)	$10,211,240
Proposed Revenue With Tax Change	$10,724,210
New Property Tax Revenue to the Herriman City Safety Enforcement Area	**$ 512,970**

Estimated Increase to the Herriman City Safety Enforcement Area's Property Tax Revenue	5.0%
Estimated yearly increase to a primary residence of $640,000	$25.70
Estimated yearly increase to a business valued at $640,000	$46.72

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Property Tax Impact Schedule (Continued)
Herriman City Safety Enforcement Area

Affected Department: Herriman City Safety Enforcement Area Fund

Proposed Budget: $11,171,370

Budget Without Tax Change: $10,658,400

Budget Change: $512,970

Impact of Tax Increase: The City of Herriman, who the Herriman City Safety Enforcement Area contracts with for Police services, has a philosophy of segregating property tax revenue generated from new growth to be used solely for the effects of new growth (such as the need to hire new officers). Therefore, normal inflationary pressures the Police Department faces, or new initiatives, must be funded with property tax increases. The proposed increase is to cover normal inflationary pressures faced by the Department.

If the proposed tax increase is not approved, the Herriman City Safety Enforcement Area will be forced to draw on the funds segregated for new growth expenditures to fund regular police operations. The long-term effect of this approach is funds not being available when new officers are needed due to growth.

HERRIMAN CITY SAFETY ENFORCEMENT AREA
RESOLUTION NO. R

AN RESOLUTION OF THE HERRIMAN CITY SAFETY ENFORCEMENT AREA ADOPTING AN INTERIM BUDGET FOR FISCAL YEAR 2027

WHEREAS, Utah Code Ann. § 59-2-923 allows the Herriman City Safety Enforcement Area ("HCSEA") to expend funds prior to adoption of a final annual budget or tax rate; and

WHEREAS, House Bill 236, 2026 Utah Legislature General Session, requires the preparation and adoption of an interim budget if a property tax rate increase is being proposed; and

WHEREAS, House Bill 236, 2026 Utah Legislature General Session, requires proposed property tax revenue generated from a rate increase to be placed in a reserve account; and

WHEREAS, the Interim Budget will remain in effect from July 1, 2026, until the adoption of a final budget; and

WHEREAS, in accordance with applicable provisions of State law, the HCSEA Board desires to adopt an interim budget for fiscal year 2027.

NOW, THEREFORE, BE IT RESOLVED by the Board as follows:

Section 1. Interim Budget Adoption. The Interim Budget attached hereto, as amended, and by this reference incorporated herein, is hereby appropriated for the corporate purposes and objects of the City for the fiscal year commencing July 1, 2026, and ending when a final budget is adopted. The Budget shall be certified by the Director of Finance and Administrative Services as the "Budget Officer" and will be filed in the office of the City Recorder and will be available for public inspection during regular business hours and posted on the City of Herriman's website.

Section 2. Restriction of Proposed Tax Increase. The Interim Budget includes a proposed tax increase. The funds generated from this tax increase are to be restricted and may not be obligated or spent until a final budget is adopted by the HCSEA Board.

Section 3. Effective Date. This Resolution shall become effective immediately upon its passage. A copy of this Resolution shall be forwarded to the Salt Lake County Auditor's Office and the State Tax Commission in accordance with Utah Code Ann § 59-2-913.

PASSED AND APPROVED BY THE Board this 10th day of June 2026.

HERRIMAN CITY SAFETY ENFORCEMENT AREA

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Lorin Palmer, Vice Chair

ATTEST:

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Jackie Nostrom, District Clerk

HERRIMAN CITY

DATE: May 28, 2026

TO: The Board of Trustees

FROM: Kyle Maurer, Director of Finance and Administrative Services

SUBJECT: Discussion and consideration of a Resolution adopting an updated fiscal year 2027 Herriman City Safety Enforcement Area Property Tax Impact Schedule

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RECOMMENDATION:
Staff recommend approval of the Resolution.

ISSUE BEFORE THE BOARD:
Should the Board adopt the updated Property Tax Impact Schedule?

ALIGNMENT WITH STRATEGIC PLAN:
LV 7 – Ensure fiscal sustainability within all City functions | LV 2 – Quality public safety

BACKGROUND/SUMMARY:
During the 2026 Utah Legislative Session, HB 236 – Truth-in-Taxation Amendments was enacted, making several changes to Utah Code §§ 59-2-919 and 59-2-924, which govern notice, disclosure, and public hearing requirements when a tentative budget includes a proposed property tax rate increase. The City adopted an initial Property Tax Impact Schedule on May 13, 2026. An updated Property Tax Impact Schedule includes final tax rates from the Salt Lake County Auditor's Office and Utah State Tax Commission.

DISCUSSION:
The Property Tax Impact Schedule has been updated to reflect final property tax rates and values from the Salt Lake County Auditor's Office and Utah State Tax Commission. Best practice is to adopt, via Resolution, the updated Property Tax Impact Schedule.

ALTERNATIVES:

The Board may choose to not adopt the Resolution updating the Property Tax Impact Schedule.

ATTACHMENTS:
Property Tax Impact Schedule
Resolution

<u>HERRIMAN CITY SAFETY ENFORCEMENT AREA</u>
<u>RESOLUTION NO. Rxx-xx</u>

A RESOLUTION ADOPTING AN UPDATED FISCAL YEAR 2027 PROPERTY TAX IMPACT SCHEDULE FOR THE HERRIMAN CITY SAFETY ENFORCEMENT AREA, STATE OF UTAH

WHEREAS, State law requires each entity to prepare and consider a tentative operating and capital budget prior to adoption of a final budget, and an interim budget for entities proposing a property tax increase; and

WHEREAS, the tentative and interim budgets include a proposed property tax rate increase, necessitating compliance with applicable Truth in Taxation notice and disclosure requirements.

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees, Herriman City Safety Enforcement Area, state of Utah, that the Board of Trustees hereby adopts the Property Tax Impact Schedule for the proposed property tax rate increase associated with the Fiscal Year 2027 tentative and interim budgets, as prepared and presented in accordance with the requirements of Utah Code § 59-2-924, as amended by House Bill 236 – Truth in Taxation Amendments (2026 Utah State Legislature General Session). The Property Tax Impact Schedule sets forth the estimated impact of the proposed property tax rate increase on residential and non-residential properties and is incorporated herein by reference as part of the entity's Truth in Taxation Process.

This Resolution shall take effect immediately upon passage and acceptance as provided herein.

PASSED AND APPROVED by the Board of Trustees of the HCSEA this 10th day of June, 2026.

HERRIMAN CITY SAFETY ENFORCEMENT AREA

By: ______________________________
Chairman

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Budget Officer

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District Clerk

Property Tax Impact Schedule
Herriman City Safety Enforcement Area

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