



CITY COUNCIL MEETING STAFF REPORT

MEETING DATE

06/24/2025

PREPARED BY

Brett Baltazar
Finance Director

ITEM TYPE

Legislative

ATTACHMENTS

Exhibit #1 Final Budget FY 2026

Exhibit #2 FY 2026
Tentative vs Final Budget

PRIOR DISCUSSION DATES

May 13, 2025 Tentative
Budget

June 10, 2025 Certified Tax
Rate

AGENDA ITEM

Resolution 25-21: Adopt Fiscal Year 2026 Final Budget

PURPOSE

Adopt Fiscal Year 2026 Final Budget

RECOMMENDATION

Staff recommends approval

BACKGROUND

All cities in Utah are required to adopt a city budget outlining expected revenues and expenditures for the next fiscal year. Staff and the city council have worked together over the past several months to put together a balanced budget for all funds which meets the needs of the city for the fiscal year ending June 30, 2026.

ANALYSIS

Staff had the opportunity to complete further research and analysis on each fund, department, category, and project expectations for FY 2026. Knowledge and detail gathered between March and June has allowed staff to complete a more thorough, detailed, and comprehensive budget.

Major revenue adjustments include the following:

- Approved Certified Tax Rate (0.001434), along with new city growth
- Sales Tax research and conservative estimates
- Updated/Approved FY 2026 Consolidated Fee Schedule
- Better budget alignment; analysis of 3-year actual average
- State Grant: Mental Health Grant for Fire Dept
- Internal Review of Utilities
- TUF Annual Maintenance: Use of fund balance

Major expenditure adjustments include the following:

- Total city-wide budget for merit/COLA did not change; employee evaluations caused movement of funds between depts/funds
- Slight reduction in utility expenses (RMP specifically)
- PW Bond Payment shared with Impact Fee Funds
- Re-budgeted FY 2025 Projects: Streets, Water, TUF
- State Grant: Mental Health Grant for Fire Dept
- Internal Review of utilities
- TUF Annual Maintenance

(See summary and detailed data in Exhibit #2)

Update to TUF Fund

The previous Final Budget sent on 6/18/25, the TUF showed Revenues/Expenditures totaling \$593,000. Staff discussed the annual maintenance, but it was left off the Final Budget. The City Manager and Engineer brought this to the Finance Director's attention and is now in the current Final Budget for FY 2026.

Revenue Changes:

- 56-39-900 Contribution From Fund Balance (Increase) \$169,000
- Total Revenue (Increase) \$762,000

CONTRIBUTIONS AND TRANSFERS

56-39-900	Contribution From Fund Balance	0	0	0	150,000	169,000
56-39-500	Contribution From Fund Bal - Class C	0	0	0	0	0
Total Contributions and Transfers		0	0	0	150,000	169,000
		633,964	851,417	726,344	805,000	762,000

Expenditure Changes:

- 56-76-730 Street Projects (Increase) \$450,000
- 56-76-990 Contr. To Fund Balance (Decrease) \$281,000

56-76-730	Street Projects	524,000
	Annual Street Maintenance	450,000
	Street Scan software for streets and sidewalks - yearly maint	4,000
	7800 Additional Asphalt	40,000
	TUF Rate Study	30,000
56-76-990	Contribution to Fund Balance	0