

Mid-Year Budget Update



- February 26, 2025
- Regular Meeting

Mid-Year Budget Update



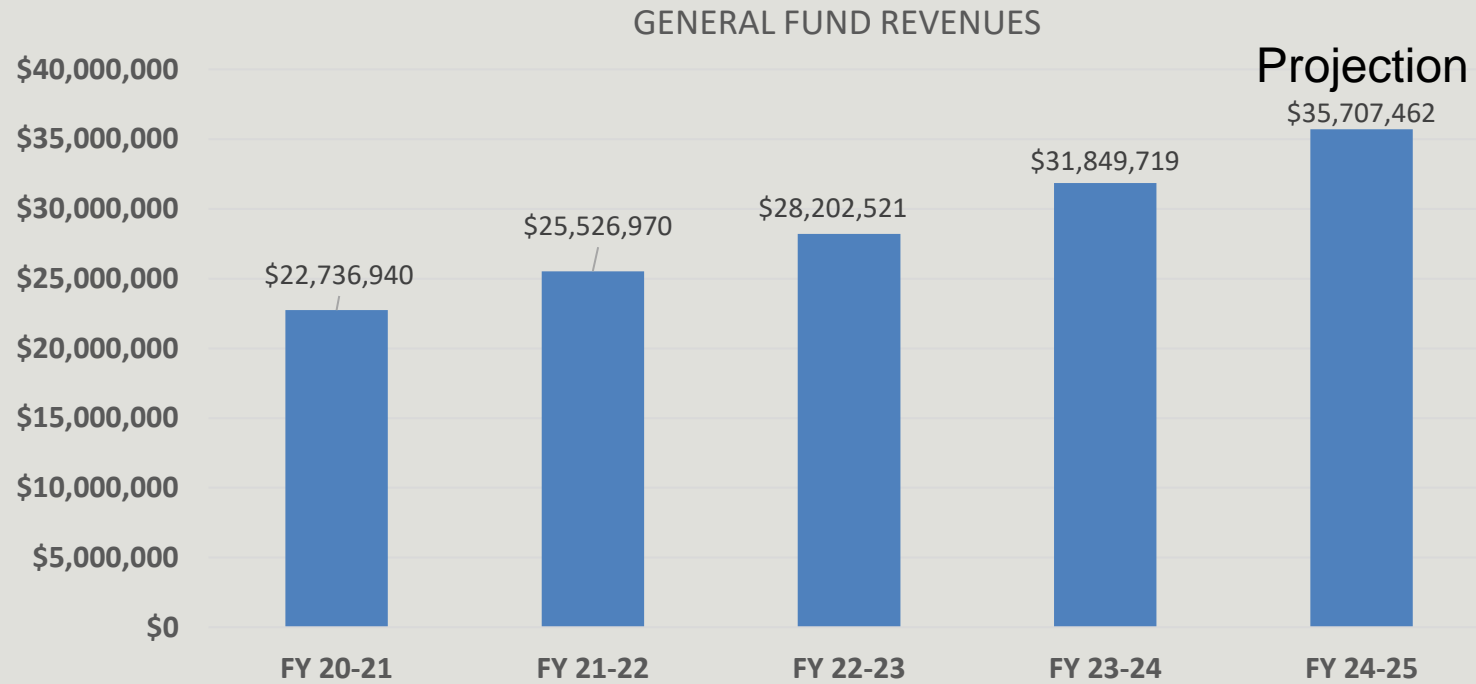
- General Fund Revenues & Expenditures
- General Fund Balance
- HURF Revenues & Expenditures
- Water Fund Revenues & Expenditures
- Capital Improvement Projects

All General Fund Revenues



Revenues	FY 20-21	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 24-25	Budget
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Projection</u>	<u>Budget</u>	<u>Variance</u>
Taxes	\$19,540,372	\$20,800,214	\$23,335,727	\$26,280,699	\$29,320,040	\$33,457,426	-12.37%
Intergovernmental	\$1,025,562	\$1,444,967	\$1,843,136	\$1,060,049	\$1,548,768	\$1,700,270	-8.91%
Fines & Forfeitures	\$162,898	\$184,243	\$184,737	\$141,170	\$108,944	\$185,000	-41.11%
Licenses & Permits	\$870,314	\$1,075,867	\$871,532	\$1,130,204	\$1,140,714	\$1,357,740	-15.98%
Charge for Services	\$455,772	\$697,855	\$573,126	\$718,541	\$876,144	\$728,806	20.22%
Donations & Contributions	\$3,201	\$5,100	\$3,560	\$1,970	\$1,540	\$1,500	2.67%
Interest	\$5,272	\$34,935	\$1,047,388	\$1,849,895	\$1,579,352	\$1,450,000	8.92%
Miscellaneous Revenue	\$351,593	\$331,347	\$343,315	\$247,191	\$623,960	\$631,263	-1.16%
<u>Transfers</u>	<u>\$321,956</u>	<u>\$952,442</u>	<u>\$0</u>	<u>\$420,000</u>	<u>\$508,000</u>	<u>\$508,000</u>	<u>0.00%</u>
Total Revenues	\$22,736,940	\$25,526,970	\$28,202,521	\$31,849,719	\$35,707,462	\$40,020,005	-10.78%

All General Fund Revenues

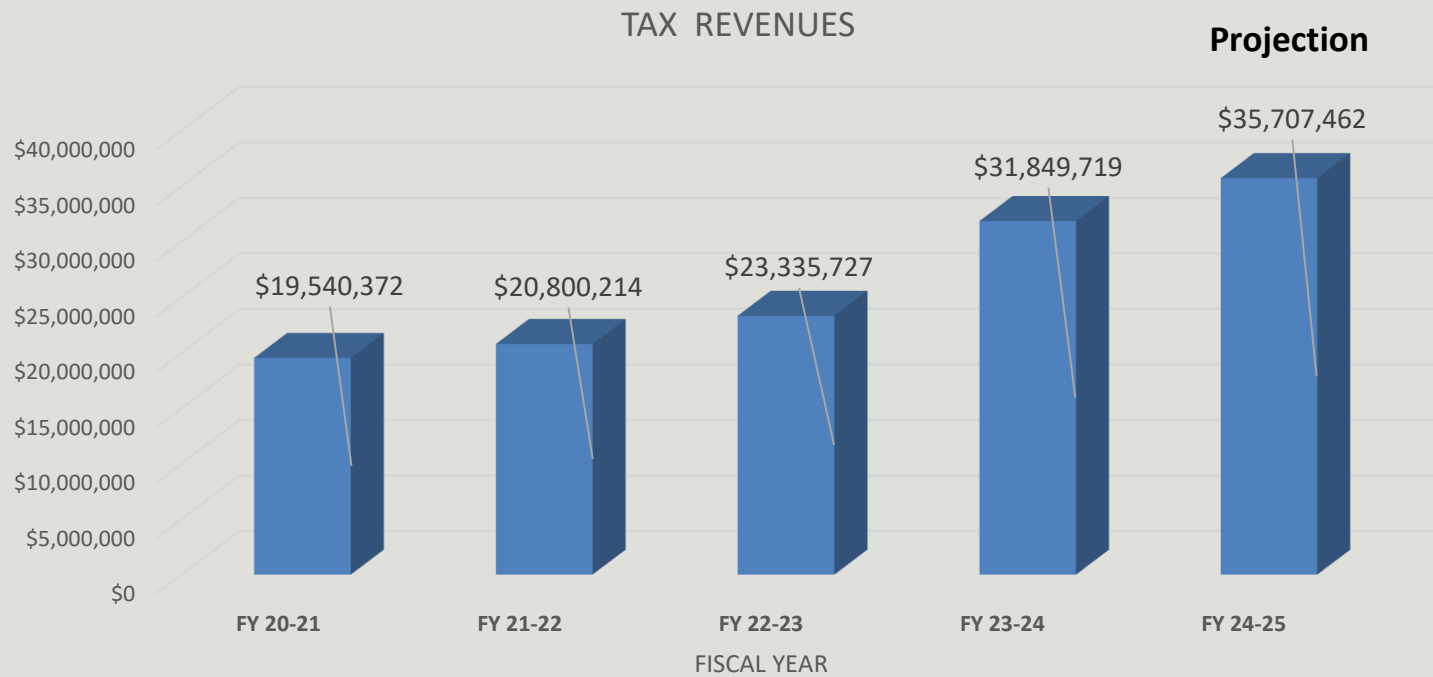


General Fund Tax Revenues



	FY 20-21	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 24-25	Budget
Taxes	Actual	Actual	Actual	Actual	Projection	Budget	Variance
Sales Tax - State Shared	\$1,875,946	\$2,302,144	\$2,441,411	\$2,515,350	\$2,269,216	\$2,540,833	-10.69%
Income Tax - State Shared	\$2,259,899	\$2,140,891	\$3,133,111	\$4,412,904	\$3,559,152	\$3,576,415	-0.48%
Vehicle Lic Tax - Auto Lieu	\$1,311,677	\$1,252,477	\$1,335,263	\$1,295,034	\$1,379,702	\$1,393,722	-1.01%
Sales Tax - Town	\$13,408,152	\$14,403,570	\$15,718,052	\$17,364,706	\$21,369,813	\$25,224,483	-15.28%
Property Tax Levy	\$680,103	\$693,813	\$702,804	\$688,448	\$735,624	\$717,831	2.48%
Property Tax - Prior Years	\$4,596	\$7,319	\$5,087	\$4,257	\$6,533	\$4,142	57.73%
Total Taxes	\$19,540,372	\$20,800,214	\$23,335,727	\$26,280,699	\$29,320,040	\$33,457,426	-12.37%
	14.53%	6.45%	12.19%	12.62%	11.56%		

General Fund Tax Revenues



General Fund



General Fund Departments

General Government

Clerks
Town Manager
Human Resources
Tourism
Council
Town Attorney
Courts

Police

Fire

Financial Services

Information Technology

Public Works

Engineering & Facilities

Community Development

Planning & Zoning

Building

Parks & Recreation

General Fund Expenditures

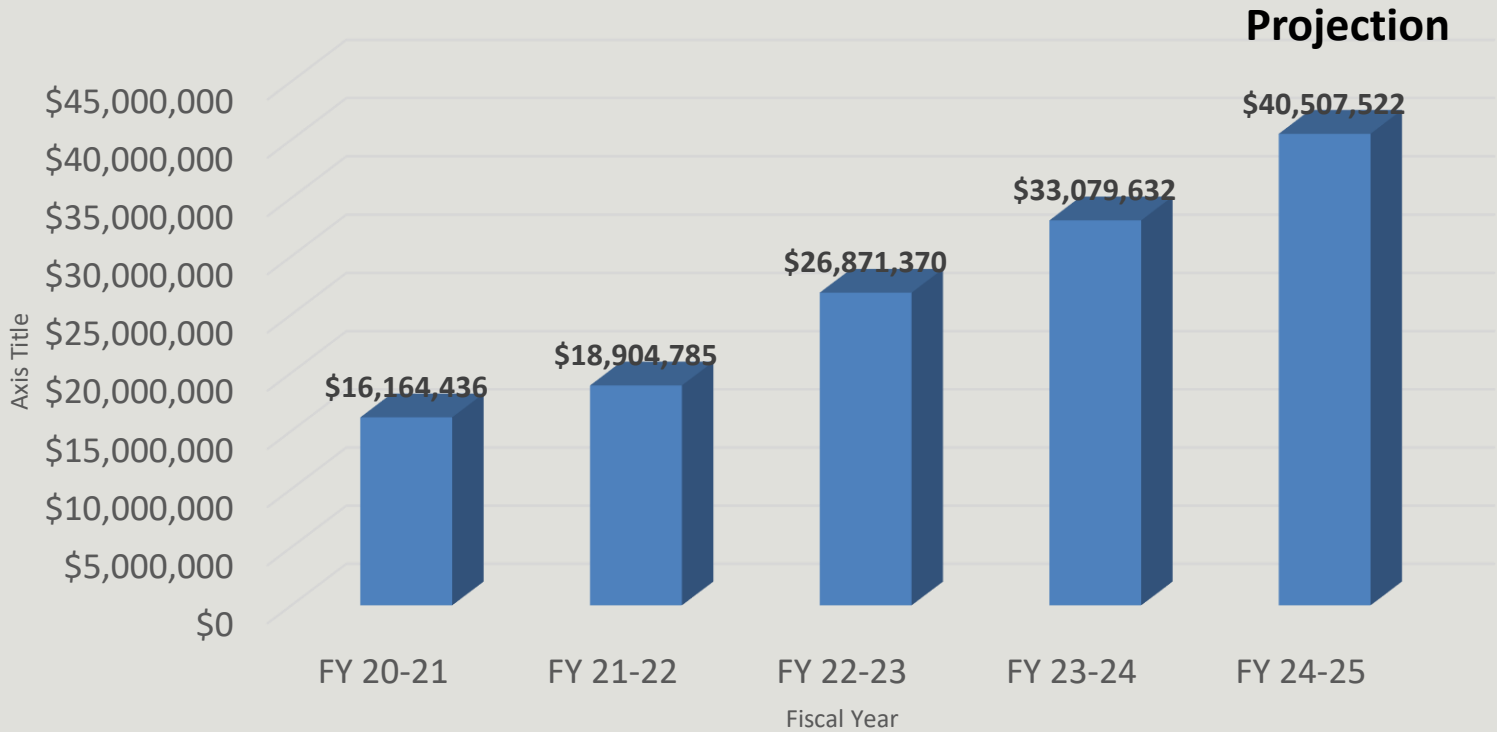


	FY 20-21	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 24-25	Variance
Expenditures	Actual	Actual	Actual	Actual	Projection	Budget	
Personnel	\$12,047,424	\$12,183,826	\$13,630,312	\$17,627,855	\$19,421,584	\$24,103,394	-19.42%
Supplies	\$929,270	\$957,871	\$1,187,473	\$2,200,893	\$1,477,398	\$2,655,496	-44.36%
Services	\$2,755,781	\$4,005,220	\$5,837,216	\$5,858,476	\$4,899,786	\$7,151,331	-31.48%
Capital	\$114,123	\$311,433	\$894,269	\$757,352	\$4,042,518	\$4,125,015	-2.00%
<u>Transfers Out</u>	<u>\$317,838</u>	<u>\$1,446,435</u>	<u>\$5,322,100</u>	<u>\$6,635,056</u>	<u>\$10,666,236</u>	<u>\$10,666,236</u>	0.00%
Total Expenditures	\$16,164,436	\$18,904,785	\$26,871,370	\$33,079,632	\$40,507,522	\$48,701,472	-16.82%
	-5.26%	16.95%	42.14%	23.10%	22.45%		

General Fund Expenditures



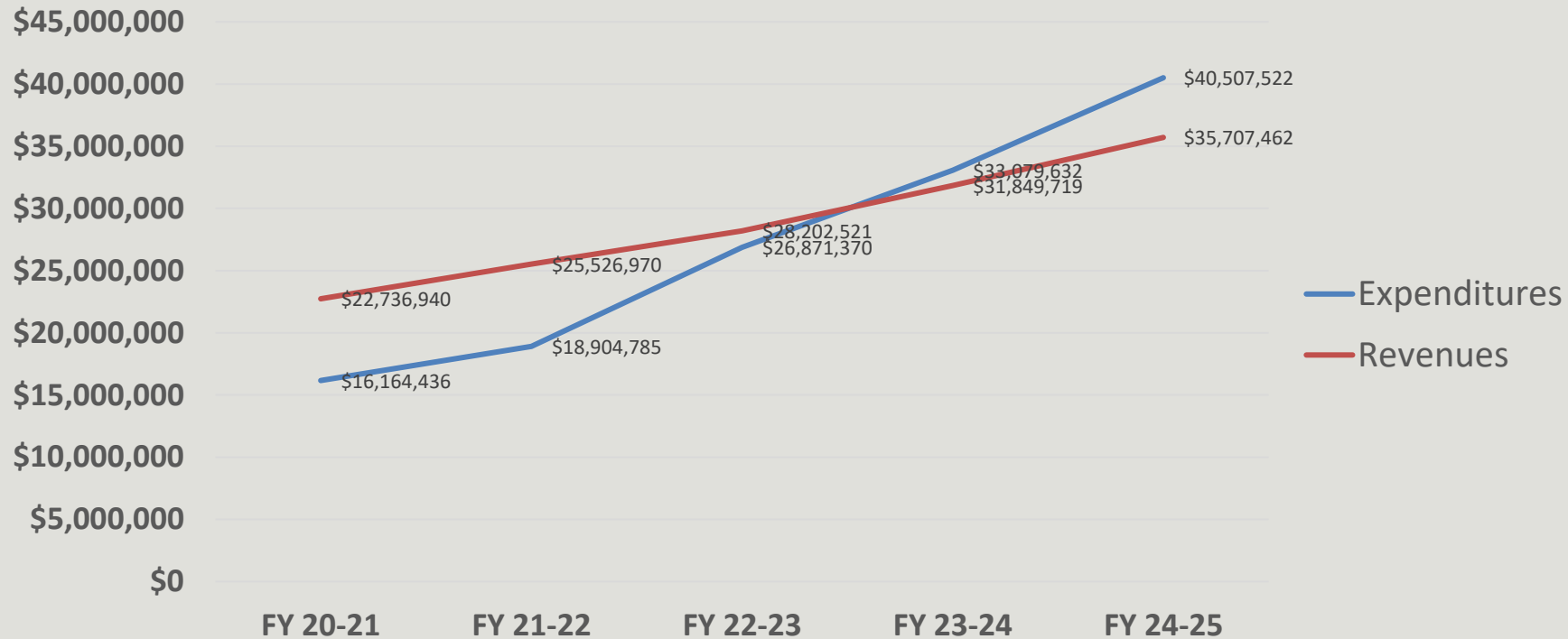
General Fund Expenditures



General Fund Revenues vs Expenditures



Revenues vs Expenditures



General Fund

Fund Balance Available



General Fund Balance	
Balance as of 1/30/25	\$17,619,820
Less Expenditures over Revenues	-4,800,060
Plus Transfers in	<u>\$508,000</u>
Fund Balance at 6/30/25	\$13,327,760
<u>Less TOP Reserve Policy</u>	<u>\$10,055,076</u>
Unrestricted Fund Balance	\$3,272,684

Payson's LGIP Fund Breakdown as of February 12, 2025



	LGIP Balance	Restricted	Unrestricted
General Fund	\$17,260,384	\$10,049,784	\$7,210,600
HURF	\$9,206,383	\$1,539,800	\$7,666,583
Water Fund	\$23,981,925	\$5,246,065	\$18,735,860
Other Funds	<u>\$3,781,806</u>	<u>\$1,246,395</u>	<u>\$2,535,411</u>
Total	\$54,230,498	\$18,082,044	\$36,148,454

General Fund Notables



- FY 24-25 General Fund Revenues are projected to be \$35.7 million which is \$4.3 million less than budgeted
- Revenues are lower than budgeted primarily because Town Sales Tax revenue is projected to be \$4 million less than budgeted
- FY 24-25 General Fund Expenditures are projected to be \$40.5M at year end which is a \$8.2 million less than budgeted
- Expenditures will exceed Revenues by \$4.8 million which will come from existing General Fund Balance as planned

HURF FUND



- **HURF Fund - Highway User Revenue Fund**
- HURF monies are a collection of gasoline and vehicle fees, plus highway taxes that are distributed to the Town.
- These funds are restricted to highway construction improvements and other related expenses.
- HURF Fund Includes
 - Highway & Streets Program
 - Transportation Program

HURF

Revenues & Expenditures



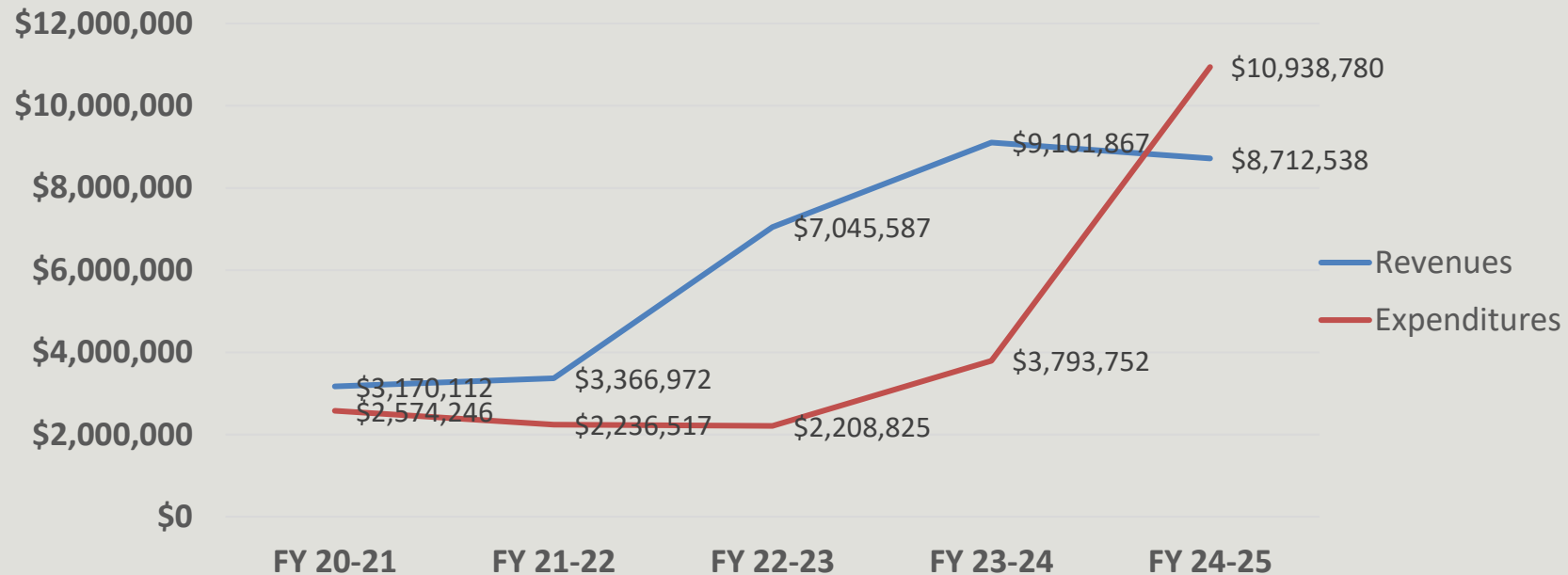
	FY 20-21	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 24-25	Variance
	Actual	Actual	Actual	Actual	Projection	Budget	
Revenues							
State Taxes	\$3,166,015	\$3,297,276	\$3,502,808	\$3,758,258	\$3,057,640	\$3,585,275	-14.72%
Other Revenue	\$4,097	\$69,696	\$327,779	\$2,331,871	\$1,654,898	\$7,002,808	-76.37%
GF Transfers	\$0	\$0	\$3,215,000	\$3,011,738	\$4,000,000	\$4,000,000	0.00%
Total Funding	\$3,170,112	\$3,366,972	\$7,045,587	\$9,101,867	\$8,712,538	\$14,588,083	-40.28%
Expenditures							
Personnel	\$1,179,992	\$1,149,997	\$1,202,949	\$1,265,973	\$1,592,910	\$1,781,268	-10.57%
Supplies	\$291,021	\$395,240	\$340,632	\$327,509	\$344,378	\$499,320	-31.03%
Services	\$965,283	\$429,021	\$241,821	\$1,328,156	\$550,256	\$540,887	1.73%
Capital	\$137,950	\$262,259	\$423,423	\$872,114	\$8,451,236	\$18,972,274	-55.45%
Total Expenditures	\$2,574,246	\$2,236,517	\$2,208,825	\$3,793,752	\$10,938,780	\$21,793,749	-49.81%

HURF

Revenues & Expenditures

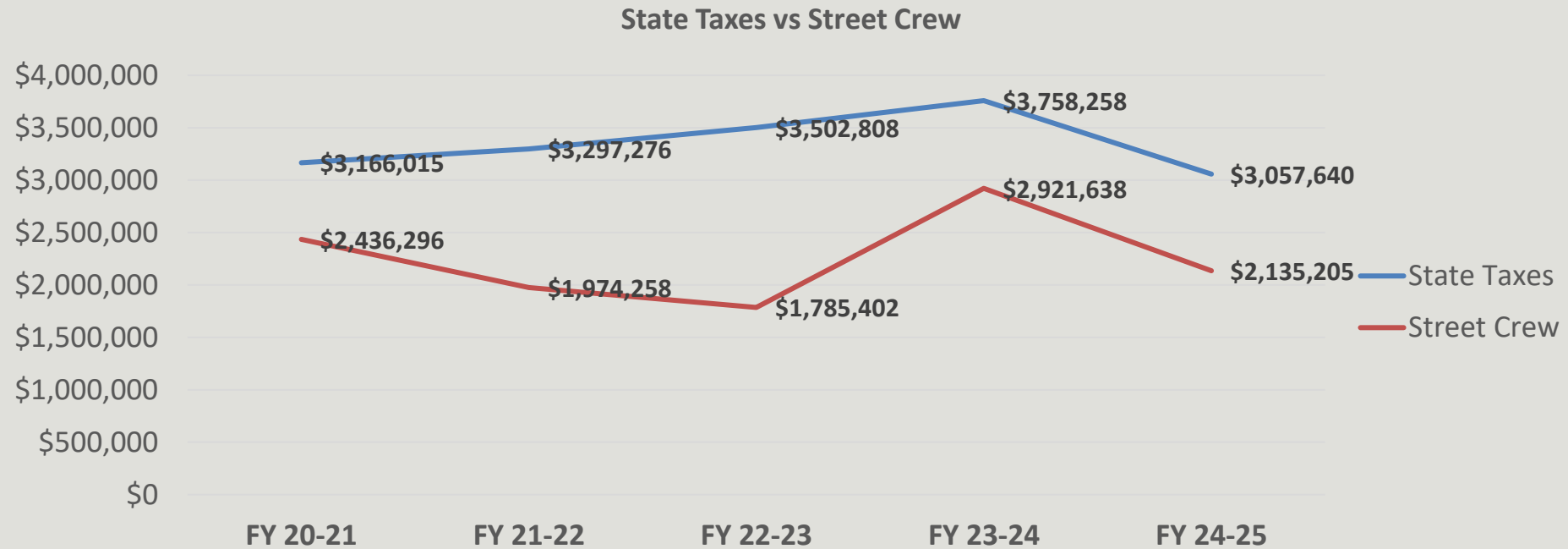


Revenues vs Expenditures



HURF

State Taxes vs Street Crew



HURF Fund Notables



- FY 24-25 HURF Transportation Tax Revenues are projected to be \$3.05 million which is about \$500,000 less than budgeted (like other tax revenues)
- FY24-25 HURF Expenditures are projected to be \$10.9 million which exceed HURF Revenues by \$2.2 million. That deficit will come from HURF's \$9 million fund balance
- Only about \$300,000 - \$500,000 of HURF Transportation tax revenues is left after the Street Crew expenditures
- General Fund contribution and/or grants funds are necessary to fund major street projects

Water Enterprise Fund



The Water Fund is an Enterprise Fund for the Town's public water utility business. The Water Fund includes all operations and programs necessary to collect, treat and distribute the Town's drinking water.

The Water Fund includes the following programs:

Water Administration
Accounting & Collections
Transmission and Distribution
Green Valley Park Maintenance
CC Cragin Project
Capital Projects

Production Operations & Maintenance
Operations & Maintenance
WQARF Operations & Maintenance
Water Resources
Treatment Plant

Water Fund Revenues & Expenditures

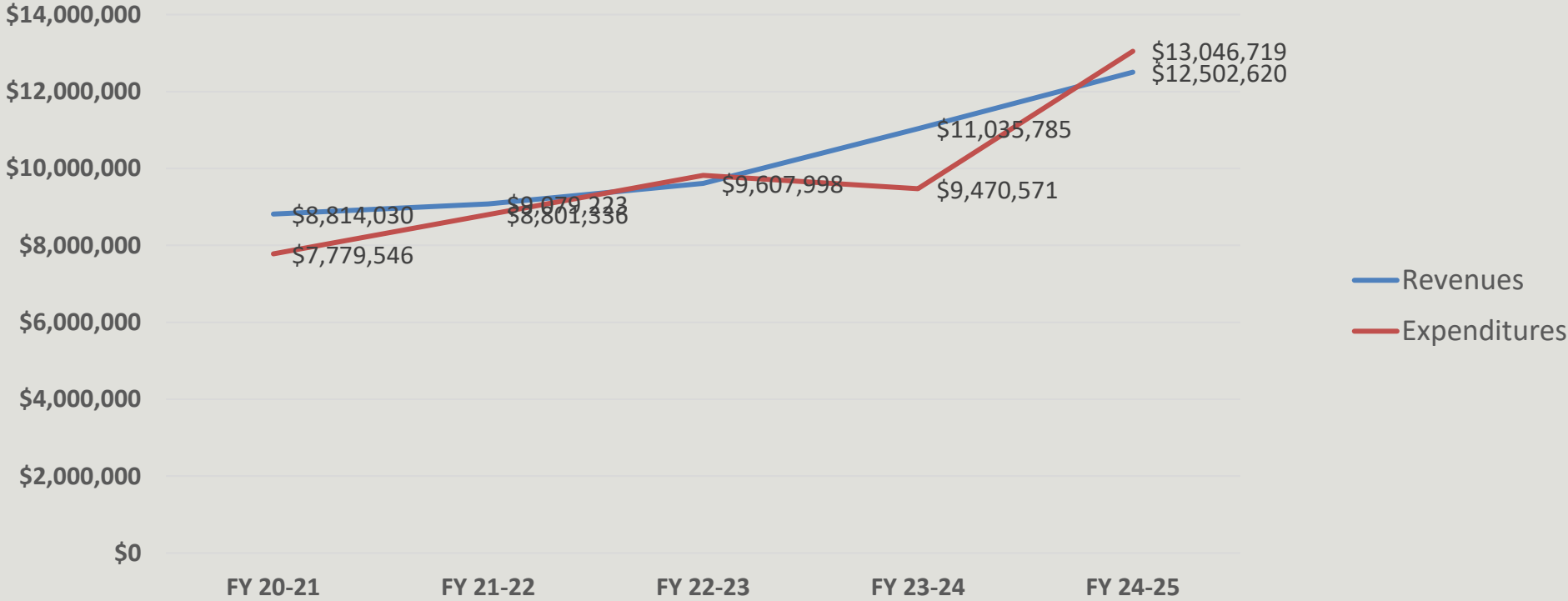


	FY 20-21	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 24-25	Variance
	Actual	Actual	Actual	Actual	Projection	Budget	
Revenues							
Charges for Service	\$8,373,855	\$8,345,673	\$8,481,648	\$9,476,957	\$10,525,484	\$9,148,480	15.31%
Interest	\$8,669	\$35,951	\$863,281	\$1,264,718	\$1,103,294	\$872,000	
Miscellaneous	\$431,506	\$697,599	\$263,069	\$294,110	\$873,842	\$179,000	108.85%
Total Funding	\$8,814,030	\$9,079,223	\$9,607,998	\$11,035,785	\$12,502,620	\$10,199,480	17.91%
Expenditures							
Personnel	\$1,705,995	\$2,083,250	\$3,228,751	\$2,327,151	\$2,580,812	\$2,805,754	-8.02%
Supplies	\$806,087	\$823,203	\$1,042,105	\$812,554	\$1,181,188	\$2,145,650	-44.95%
Services	\$1,346,322	\$1,418,976	\$1,426,379	\$2,112,230	\$1,783,840	\$2,969,321	-39.92%
Capital	\$3,046,163	\$3,238,265	\$2,811,836	\$2,796,605	\$7,500,879	\$18,297,488	-59.01%
Transfers & Debt Svs	\$874,979	\$1,237,642	\$1,308,785	\$1,422,031	\$1,725,400	\$2,545,699	-32.22%
Total Expenditures	\$7,779,546	\$8,801,336	\$9,817,856	\$9,470,571	\$13,046,719	\$28,763,912	-54.64%

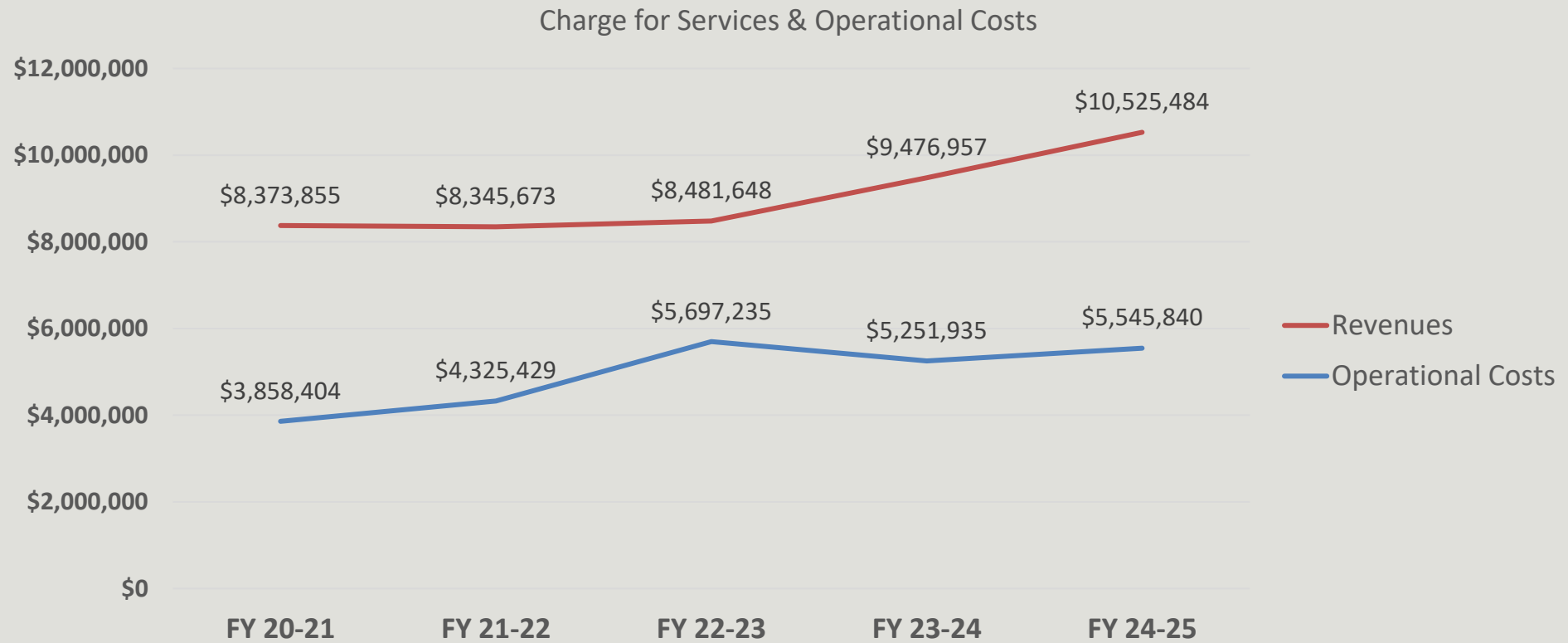
Water Fund Revenues & Expenditures



Water Revenues & Expenditures



Water Fund Revenues & Expenditures



Water Enterprise Notables



- FY 24-25 Water Revenues are projected to be \$12.5 million which is \$2.3 million more than budgeted
- FY 24-25 Water Expenditures are projected to be about \$13.0 million which is \$15.7 million less than budgeted (this is typical because Water has to budget for “what ifs”)
- FY 24-25 Water Expenditures are projected to be \$550K more than Revenues due to ongoing Capital Projects
- The \$550K deficit will come from Water’s existing fund balance as planned

Key Take Aways



- FY 24-25 General Fund Expenditures (\$40.5M) are projected to be \$4.8 million more than Revenues (\$35.7M). That deficit will come from existing fund balance as planned.
- FY24-25 HURF Expenditures are projected to be \$10.9 million which exceed HURF Revenues by \$2.2 million. That deficit will come from HURF's current \$9 million fund balance as planned.
- FY 24-25 Water Expenditures are projected to be \$550K more than Revenues due to ongoing Capital Projects. That deficit will come from existing fund balance as planned.

Mid-Year Budget Update



QUESTIONS?

Major CIP Projects in Progress



Aquatics Center Design (on hold)

Event Center Design (on hold)

Granit Dells Rd Improvements

McLane Rd/260 Roundabout

Pavement Preservation

Security Cameras

IT Network Modernization

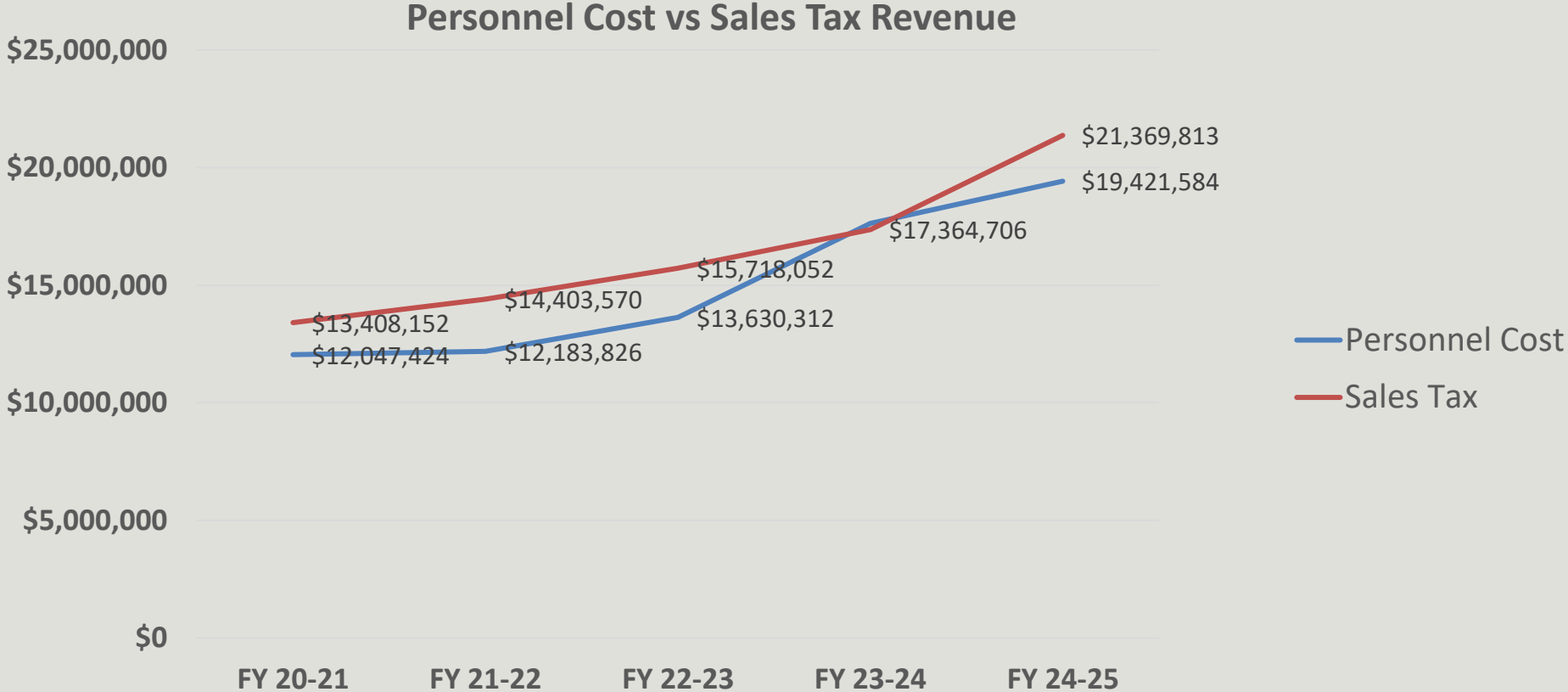
Relocate Data Center to PD

Payson Area Trail Improvements

Unified Development Code

Enterprise Resources Planning

General Fund Personnel Cost vs Sales Tax Revenue



General Fund Personnel Cost vs Sales Tax Revenue

