



PROVIDENCE CITY CORPORATION

2021 FYE TENTATIVE BUDGET

Wednesday, May 6, 2020





Budget Executive Summary

These budget documents supply Providence City residents with key information for understanding the allocation of revenue resources and added clarity of the vision and direction of the city in relation to these funds. These budgets are put together after time with each department, along with evaluating the current and perceived future economic environment.

Budget Approach

The budget approach that Providence City uses to determine the levels of expenditure is an initial evaluation on expected revenue followed by an outlined expenditure plan that fits within those revenue expectations.

All Funds

- We expect health insurance costs to increase by around 12% due to a consistently rising cost of healthcare.
- Employee contribution to health insurance cost will maintain at the same percentage as set forth in prior approved budgets.
- We anticipate a 3% COLA, which we believe to be in line with other like organizations & the CPI.
- In this budget is built in salary study adjustments as presented by Personnel Systems.
- We have budgeted a 5% increase in Mayor and Council wages, to continue to bring them with in market. This is a continuation of prior budgets.

General Fund

- Most revenue is expected to climb by around 2% except the following:
 - Sales Tax to incline by 3% based on potential increase from a growing economy.
 - B&C Road money expected to raise by 3% due to added roads to Providence City due to annexation and increased state allotment.
 - Property Tax is based on an increase in new growth, and maintain the FYE 2020 property tax rate.
- Most expenses are expected to climb by around 2%

General Fund Capital Projects

- IT Upgrades
- Streets Equipment
- 2-Ton (Water leak truck '92)
- New Park property acquisition
- Pickle Ball Courts
- Various Park Improvements
- Master Plan (Park, Trails, and Recreation)
- Master Plan (Transportation)
- Spring Creek Crossing (East)



Budget Executive Summary

- Spring Creek Crossing (West)
- Sidewalk/curb/gutter

Water Fund Capital Projects

- Culinary Water Revenue maintains same level as average of 2017, 2018, and 2019 actual.
- Debt Payment similar to prior year, 2001 C Water Revenue Bond
- 2020 Tank
- Impact fee facilities plan/analysis
- Replace services between Foxridge Drive and Abbey Lane

Sewer Fund Capital Projects

- Southeast Sewer Extension - Design
- Upgrade Meters

Storm Water Fund Capital Projects

- Impact Fee Facility Plan / Analysis
- 10th South 400 East Beautification

Operational Budget Notes

- In order to improve our opportunities to receive more grant funds we are planning to continue exploring new grant opportunities.

Grant Funds

- We do not budget for grants because of their future uncertainty and considering that these revenues will have their own directly related costs of the approximately the same amounts.

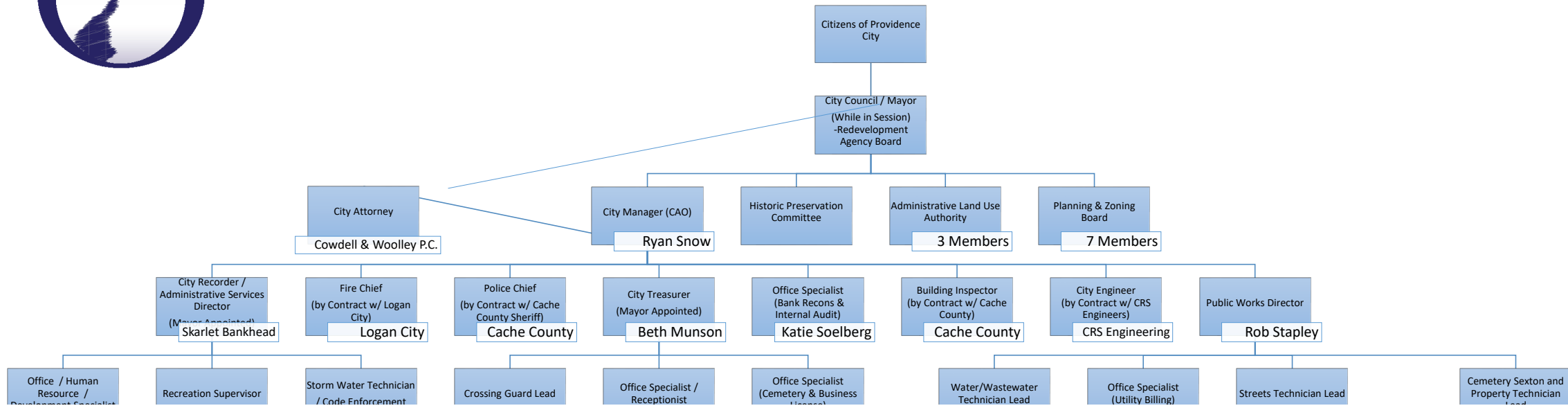
In summary, this budget outlines a forward thinking and sustainable path to carry us through the upcoming years.

If anyone has any questions about this budget, please contact Providence City Administration at 435-752-9441 or send an email to

ryansnow2@ProvidenceCity.Utah.Gov

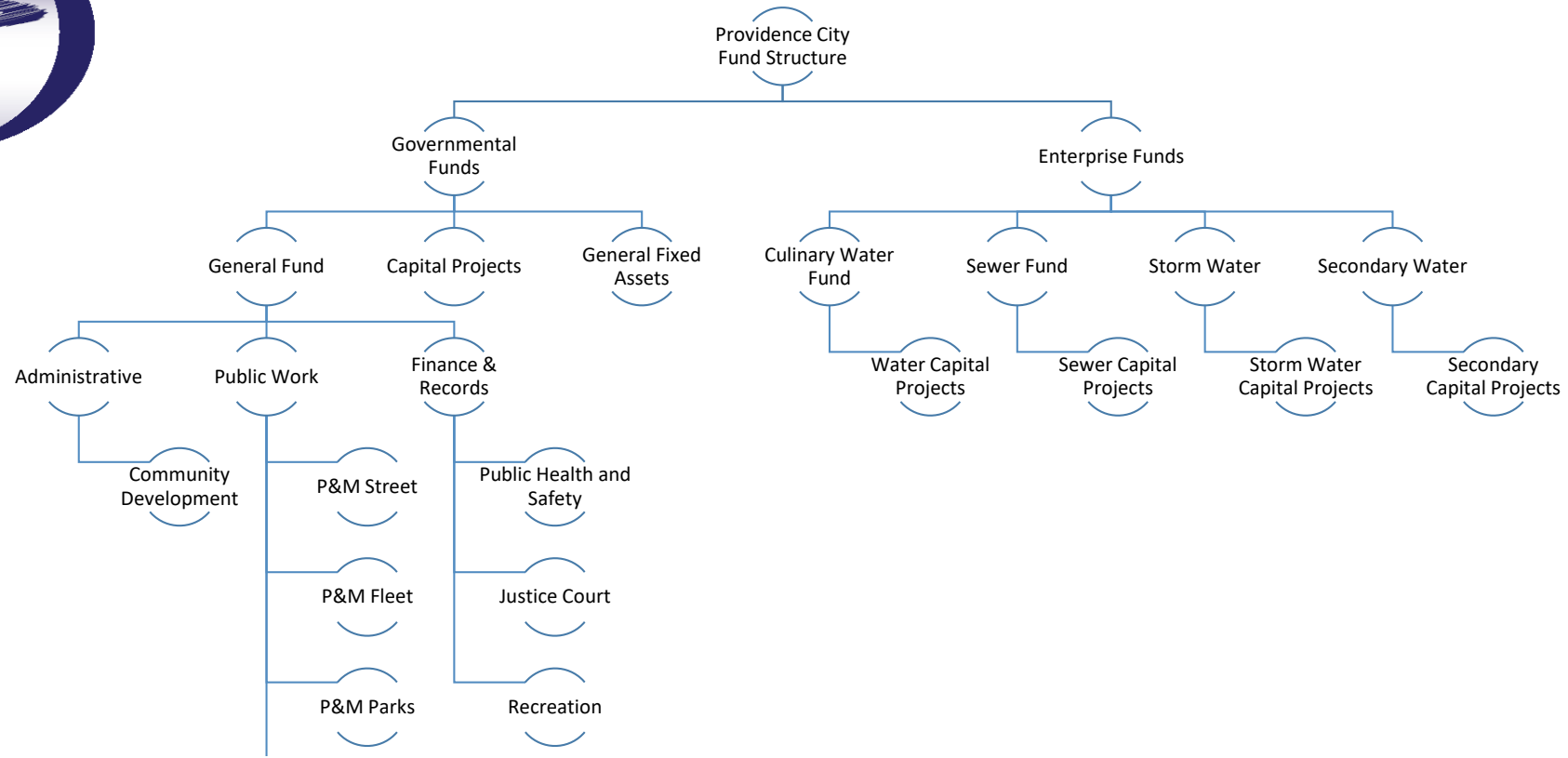


City-Wide Organizational Chart





City-Wide Fund Organizational Chart





Budget Details

Row Labels	Type	Department	FYE 2019	3/16/2020	Budget FYE 2020	Budget FYE 2021		
10 Fund	Revenue	Charges for Services	954,385	826,032	878,000	964,239		
		Contributions and Transfers	-	5,843	-	400		
		Fines and forfeitures	92,111	63,754	83,500	91,072		
		Interest	256,175	167,708	100,000	135,328		
		Intergovernmental	397,851	357,553	414,100	403,804		
		Licenses and Permits	105,357	95,929	84,600	99,242		
		Micellaneous	195,270	142,158	340,400	183,934		
		Taxes	2,377,500	2,166,102	2,712,000	2,950,489		
		Transfers	-	-	-	-		
	Revenue Total			4,378,648	3,825,079	4,612,600	4,828,507	
	Expense	Administrative	(482,101)	(431,060)	(579,900)	(629,262)		
		Cemetery	(131,822)	(61,638)	(187,000)	(108,287)		
		Community Development	(159,626)	(110,727)	(296,100)	(233,537)		
		Community Development - old	201	-	-	-		
		Finance & Records	(192,845)	(142,687)	(225,200)	(190,502)		
		Fleet	(96,424)	(108,423)	(258,900)	(92,777)		
		Justice Court	(97,276)	(64,706)	(109,500)	(102,847)		
		Parks	(373,683)	(332,783)	(545,000)	(232,359)		
		Public Health and Safety	(968,946)	(961,279)	(1,225,000)	(1,394,505)		
		Public Works Administration	(123,746)	(82,954)	(164,000)	(146,383)		
		Recreation	(163,010)	(91,013)	(179,000)	(174,583)		
		Streets	(818,242)	(714,840)	(843,000)	(810,239)		
		Transfers	(1,300,000)	-	-	(713,226)		
		Expense Total			(4,907,519)	(3,102,111)	(4,612,600)	(4,828,507)
		10 Fund Total			(528,871)	722,968	-	(0)



Budget Details

Row Labels	Type	Department	FYE 2019	3/16/2020	Budget FYE 2020	Budget FYE 2021
45 Fund	Revenue	Interest	18,786	12,815	15,000	10,849
		Transfers	1,300,000	-	-	713,226
		Intergovernmental revenue	-	-	-	-
	Revenue Total		1,318,786	12,815	15,000	724,075
	Expense	Transfers	-	-	-	-
		Capital Projects	(20)	(389,338)	(1,035,000)	(1,365,000)
Expense Total		(20)	(389,338)	(1,035,000)	(1,365,000)	
45 Fund Total			1,318,766	(376,522)	(1,020,000)	(640,925)
51 Fund	Revenue	Water	-	-	233,500	-
		Operating Income	1,728,593	987,116	1,798,000	1,404,577
	Revenue Total		1,728,593	987,116	2,031,500	1,404,577
	Expense	Operating Expense	(704,334)	(1,461,146)	(2,405,300)	(3,463,998)
		Expense Total		(704,334)	(1,461,146)	(2,405,300)
51 Fund Total			1,024,260	(474,030)	(373,800)	(2,059,421)
52 Fund	Revenue	Operating Income	1,213,854	721,897	1,027,000	1,067,575
		Non-Operating Income	14,202	8,556	515,000	12,560
	Revenue Total		1,228,056	730,453	1,542,000	1,080,135
	Expense	Operating Expense	(979,180)	(538,732)	(1,538,500)	(1,344,671)
		Expense Total		(979,180)	(538,732)	(1,538,500)
52 Fund Total			248,876	191,722	3,500	(264,536)



Budget Details

Row Labels	Type	Department	FYE 2019	3/16/2020	Budget FYE 2020	Budget FYE 2021
53 Fund	Revenue	Operating Income	143,565	97,227	145,000	144,301
		Non-Operating Income	85,136	-	100,000	-
	Revenue Total		228,701	97,227	245,000	144,301
	Expense	Operating Expense	(144,138)	(133,980)	(244,000)	(158,056)
		Expense Total		(144,138)	(133,980)	(244,000)
53 Fund Total			84,563	(36,753)	1,000	(13,754)
54 Fund	Revenue	Operating Income	-	-	4,500	357
		Non-Operating Income	-	-	-	-
	Revenue Total		-	-	4,500	357
	Expense	Operating Expense	-	(18,068)	(18,400)	(255)
		Expense Total		-	(18,068)	(18,400)
54 Fund Total			-	(18,068)	(13,900)	102
Grand Total			2,147,593	9,317	(1,403,200)	(2,978,534)



Capital Projects Summary

Department	CapEx Description	Additional Description	2020 FYE Budget remaining (4/1/20 to 6/30/20)	2021 FYE Budget (7/1/20 to 6/30/21)	2022 FYE Budget (7/1/21 to 6/30/22)	2023 FY Budget (7/1/22 to 6/30/23)	2024 FY Budget (7/1/23 to 6/30/24)	2025 FY Budget (7/1/24 to 6/30/25)	5 -10 yr. Projects
General Fund - Capital Projects			100,000	1,365,000	831,000	1,741,000	1,216,000	444,000	1,380,000
•	Administrative		5,000	17,000	5,000	5,000	5,000	17,000	25,000
	IT Upgrade 3 New Computers		5,000	5,000	5,000	5,000	5,000	5,000	25,000
	File Server Upgrade			12,000				12,000	
•	Cemetery		-	5,000	-	300,000	-	-	300,000
	Cemetery office/restroom roof repair			5,000					
	Cemetery expansion phase 2					300,000			
	Cemetery property acquisition								300,000
•	Community Development		-	5,000	-	-	-	10,000	-
	HR Software			5,000					
	General Plan review							10,000	
•	Finance & Records		-	-	-	-	-	-	-
•	Fleet		95,000	218,000	356,000	316,000	66,000	57,000	-
	New CV W/ Plow and Sander		86,000						
	Crew Vehicle - New recreation			40,000					
	2-Ton (Water leak truck '92)			120,000					
	Cemetery 1-ton				65,000				
	Crew vehicle annual replacement				45,000	45,000	45,000	45,000	
	1-ton fitted w/snowplow				100,000				
	10 Wheeler (replace current vehicle)					250,000			
Off Road									
	Recreation - Gator			15,000					
	PW Mini Ex existing lease		9,000	9,000	9,000	9,000	9,000		
	Skid Steer			16,000	9,000	9,000	9,000	9,000	
	Tack trailer			3,000	3,000	3,000	3,000	3,000	
	Dump Trailer			8,000					
	Fuel Tank			7,000					
	Recreation - Kubota tractor				30,000				
	PW Backhoe (replace oldest backhoe)				95,000				
•	Justice Court		-	-	-	-	-	-	-
•	Parks		-	705,000	220,000	100,000	795,000	-	-
	New Park - 1,000 S./property acquisition *			500,000					
	Pickle Ball Courts**			130,000					
	Dog Park - general area 285 N Spring Creek Pkw			40,000					
	Zollinger Park - east restroom stall upgrade			15,000					
	Rekey parks, city wide, and Electronic bathroom locks			20,000					
	Pickle Ball Courts - lighting**				100,000				
	Zollinger Park playground upgrade				50,000				
	Hillcrest phase 3* amenities: playground, pave				50,000	50,000	25,000		
	West Yard Access				20,000				
	Braegger Park playground upgrade					50,000			



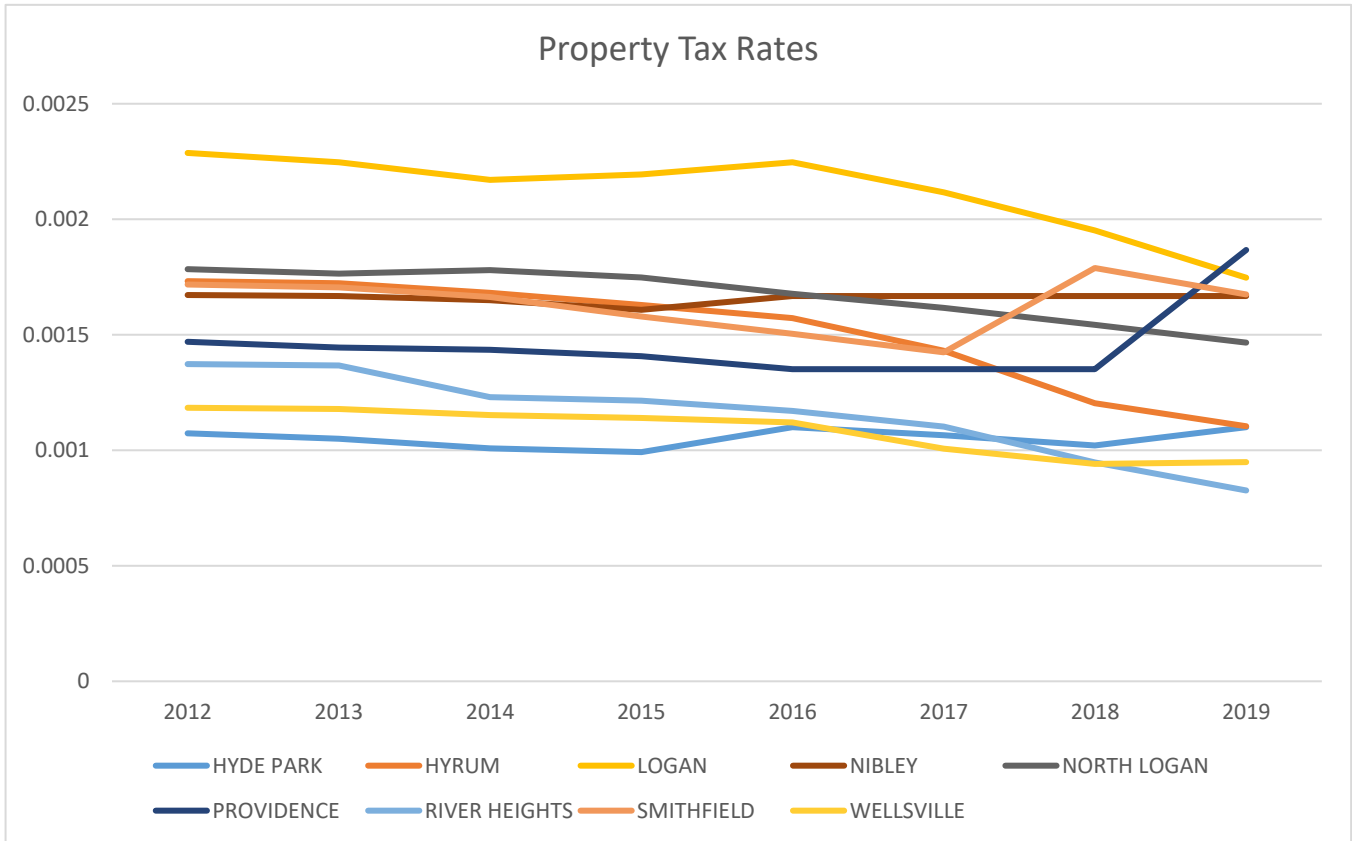
Water Capital Improvement Plan

Priority	Area	Year	Description	Est. Amount
High	Zone 2 Tank	2020	A new 1.5 MGD tank is proposed for Zone 2 in Providence	\$2,288,000
Medium	Stonehenge	2021	Replace services between Foxridge Drive and Abbey Lane	\$370,046
Medium	New Well	2024	A new well is proposed to provide additional capacity	\$1,692,000
Medium	200 South	2025	Replace water main between 100 East and 200 West	\$506,627
Medium	Sarah Street	2026	Replace water main and services between Stonehenge Street and Von's Way	\$499,330
Medium	Edgewood	2026	Replace water main and services between Edgewood Pl and Segó Lily Lane	\$424,912
Medium	540 South	2027	Replace water main and services between 75 West and 200 West	\$173,966
Medium	580 South	2027	Replace water main and services between 75 West and 200 West	\$144,612
Medium	75 West	2027	Replace water main and services between 500 South and 580 South	\$156,312
Low	400 East	2028	Replace water main and services between Center and 300 North	\$417,703
Low	100 West	2028	Replace services between 500 South and 100 North	\$187,200
Low	200 North	2028	Replace water main and services between 500 South and 100 North	\$41,600
Low	Satsuma Drive	2029	Replace water main and services on Satsuma Drive north of Center Street	\$190,385
Low	Von's Way East	2029	Replace water main and services on Sarah Street and Satsuma Drive	\$68,341
Low	Von's Way West	2029	Replace water main and services on Von's Way west of Satsuma Drive	\$129,077
Low	Canyon PRV	2029	Install new PRV	\$130,000
Low	Cherry Drive	2029	Replace water main and services on Cherry Drive north of Center Street	\$111,891



Regional Property Tax Rates

	2012	2013	2014	2015	2016	2017	2018	2019
HYDE PARK	0.001073	0.00105	0.001008	0.000992	0.0011	0.001065	0.001021	0.0011
HYRUM	0.001732	0.001723	0.001681	0.001629	0.001572	0.001431	0.001204	0.001104
LOGAN	0.002287	0.002247	0.002171	0.002194	0.002246	0.002116	0.001952	0.001747
NIBLEY	0.001672	0.001667	0.001649	0.001608	0.001667	0.001667	0.001667	0.001667
NORTH LOGAN	0.001784	0.001764	0.00178	0.001748	0.001678	0.001617	0.001543	0.001466
PROVIDENCE	0.00147	0.001444	0.001435	0.001407	0.001351	0.001351	0.001351	0.001867
RIVER HEIGHTS	0.001373	0.001367	0.00123	0.001214	0.001171	0.001102	0.000948	0.000826
SMITHFIELD	0.001718	0.001705	0.001664	0.001579	0.001504	0.001424	0.001789	0.001674
WELLSVILLE	0.001184	0.001179	0.001153	0.00114	0.001121	0.001007	0.000941	0.000949





Sales Tax Historical Tax Revenue

Calendar Yr.	2015	2016	2017	2018	2019	2020
January	65,861.00	70,005.82	74,402.42	83,142.47	92,432.24	99,939.35
February	95,950.81	96,531.02	102,018.46	105,290.27	107,224.30	129,409.80
March	65,203.39	66,255.78	70,782.93	78,475.18	81,528.02	99,037.46
April	63,376.58	69,283.54	80,663.51	80,926.21	84,747.69	83,850.00
May	83,434.16	91,626.91	87,011.01	87,818.71	97,422.72	67,080.00
June	64,800.39	63,322.05	69,696.54	76,973.95	81,884.31	65,507.45
July	67,998.92	76,220.97	77,897.44	92,830.34	94,600.25	89,870.24
August	85,767.04	83,470.35	97,857.80	94,038.79	106,168.24	106,168.24
September	73,101.07	76,201.07	76,942.51	97,044.56	97,033.12	97,033.12
October	74,835.78	81,044.01	91,006.66	90,363.58	95,748.61	95,748.61
November	85,886.83	85,120.35	86,482.65	97,191.95	101,821.00	101,821.00
December	68,205.43	69,078.25	75,727.22	80,766.71	91,051.09	91,051.09
Total	894,421.40	928,160.12	990,489.15	1,064,862.72	1,131,661.59	1,126,516.36

2% 4% 7% 8% 6% 7%

