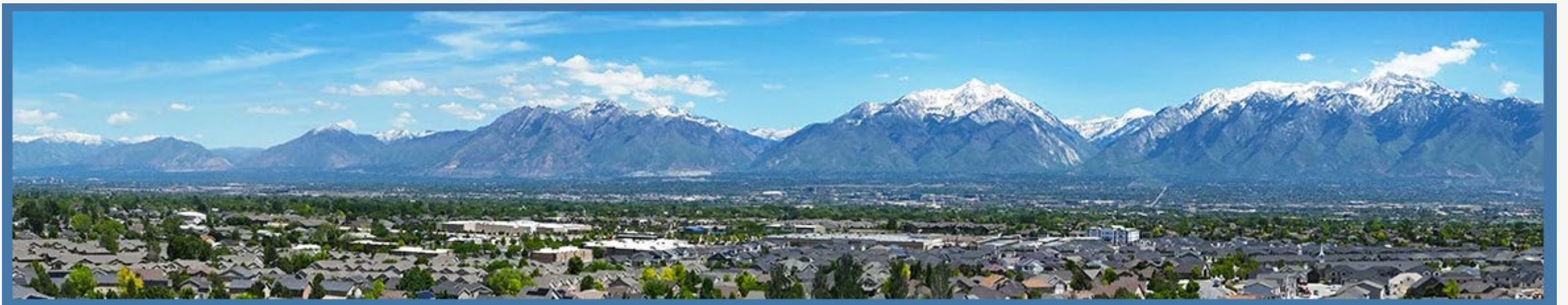


Mayor Jenny Wilson

Proposed 2026 June Adjusted Budget

Presented by Darrin Casper, CFO





2026 Budget Goals



- Stay fiscally conservative
- Maintain structural balance or surplus
- Budget general fund and other funds at or above minimum reserve



2026 Budget Direction

- Primarily technical adjustments or new grants
- New requests must be exigent
- All revenue adjustments \$100K+ must be vetted by revenue committee



Economic Highlights 2026



- Salt Lake County employment is cooling
- National, state and Salt Lake County economies have moderated and will likely stay subdued
- Mixed signals of “resiliency and a softening”
- Salt Lake County will continue to outperform the nation
- Cooling is reflected in sales tax budget adjustments

Structural Analysis



General Fund Structure Analysis

Reconciling the Draw Down



| | <i>in millions \$</i> |
|--|-----------------------|
| Budgeted draw on fund balance | (\$50.8) |
| Assignment of funds for one-time items | 30.1 |
| One-time capital projects (net) | 7.8 |
| Clerk biennial elections expense (1/2) | 2.0 |
| ARPA fund balance closed to General Fund | (3.6) |
| Other one-time revenue and expense items | <u>4.1</u> |
| Budgeted structural deficit | (10.4) |
| Projected underspend & variances | <u>21.3</u> |
| Estimated structural surplus | \$10.9 |



Budget Highlights



Revenue and Fund Balances



- Sales tax growth expectations lowered, primarily in the TRCC Fund
- Certified property tax rates not yet available
- Assigned \$20M to offset future debt – Jail project
- Assigned \$9.8M for potential FEMA rebates



Fund Transfers

Significant Changes in June Budget

in millions \$

Ongoing Transfers

- General Fund to Grant Fund – Operations (decrease) (\$1.5)
- TRCC to General Fund for Parks and Recreation (decr) (\$0.4)
- Transportation Fund to Visitor Promotion Fund for Salt Palace Renovation \$1.1

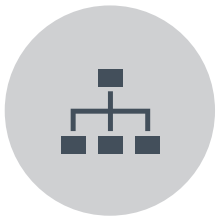
One-Time or Temporary Transfers

- Transfer from General Fund to Tax Admin Fund \$0.2



Technical Adjustments

2026 June Budget



OVERHEAD



OPEB, ESR,
RETIREMENT RATES



TRUE-UP EXISTING
GRANTS



ENTERPRISE FUNDS
CONTRACT
REVENUE &
EXPENSE



TRUE-UP
BEGINNING FUND
BALANCES TO PY
ACTUAL



SOFTWARE BASED
IT AGREEMENTS
(SBITA) TRUE-UPS



REORGANIZING
WITHIN SUB-
DEPARTMENTS/
PROGRAMS

Community Services Department

2026 June Budget



in thousands \$

Convention & Visitor Services

2026 June Budget



in thousands \$

- Rampton Salt Palace
 - Transfer \$15K from elevator rebuild project to purchase box truck \$0

- Visitor Promotion Fund – Downtown Renovation Project
 - Shift \$50K of the personnel budget to operating expense \$0



Regional Development

2026 June Budget

in thousands \$

- **ORD - General Fund**
 - Wasatch Front Regional Council Dues Increase \$5

- **Transportation Fund**
 - Annual trail maintenance previously approved but not included in 2026 Adopted Budget \$1,888

- **Economic Development & Community Resources Fund**
 - Revolving Loan Fund True-up \$1,176

Human Services Department

2026 June Budget



in thousands \$

- Behavioral Health Services
 - Housing Startup and Medicaid Match; \$1M annualized \$500
- Opioid Settlement Fund
 - DEA Funding Reduction (\$155)
- Indigent Legal Services
 - Civil Commitment Contract Extension; \$55K annualized \$14
- Youth Services
 - Family Peer Support Specialists - grant; 2 FTE \$0



Public Works Department

2026 June Budget

in thousands \$

- UFA Salary and Benefits Increase \$24

- Flood Control
 - True-up fleet levy for vehicles transferred from PW Engineering \$99
 - Fund transfer from PW Engineering (Enterprise fund) (\$99)

- Animal Control Officer 1 FTE (\$50K contracted in Enterprise fund) \$0

Sheriff's Office

2026 June Budget



in thousands \$

| | |
|---|-------|
| • URS Contribution Rate Changes; \$531K annualized | \$265 |
| • Prisoner Medical Services (1-2 years) | \$700 |
| • 2 DEA positions (shift 80% from OSF to Public Safety sales tax) | \$155 |
| • Commission Revenue Reduction; \$652K annualized | \$448 |
| • SLVLESA Reduction (-6 vacant FTE, -\$1.3M revenue, -\$1.2M expense) | \$99 |
| • Abolish 1 vacant FTE and reclass another vacant FTE | (\$3) |
| • Various budget neutral program realignments | \$0 |



Other Elected Offices

2026 June Budget

in thousands \$

- Auditor
 - Shift 0.5 FTE from Tax Admin Fund to General Fund (\$46K G.F.) \$0

- Justice Courts
 - S. Jordan J.C. caseload (1 TL FTE); \$130K annualized \$87

- Treasurer
 - Time-Limited double-fill position; \$94K annualized \$14
 - Online payment processing software \$12



Analytics



FTE Changes

2026 Pre-June Budget Adjustments



| Organization | County Funding | Time Limited | Note |
|-------------------------------|----------------|--------------|---|
| Mayor Administration | | 2 | Leifman Implementation Project Manager, Data Governance Implementation Manager |
| Criminal Justice Services | | 12 | A re-entry team of 12 FTEs (2 Case Management Supervisors, 4 Case Managers, and 6 Peer Specialists) |
| Opioid Treatment & Prevention | 1 | | Opioid Settlement Fund Program Manager |
| Health | | 1 | Health Education Coordinator (For Naloxone Distribution Initiative) |
| Government Center Operations | | 1 | Senior Workplace Operations & Space Planning Leader |
| Totals | 1 | 16 | |



FTE Changes

2026 June Budget Adjustments



| | County Funding | Grant Funding | Enterprise Fund | Time Limited | Transfer | Notes |
|---|----------------|---------------|-----------------|--------------|----------|---|
| Auditor – General Fund | | | | | -0.5 | Program Realignment. Move .5 FTE of Fiscal Coordinator from General Fund to Tax Admin Fund |
| Auditor – Tax Admin | | | | | 0.5 | Program Realignment. Move .5 FTE of Fiscal Coordinator from GF to Tax Admin Fund |
| County Jail | -1 | | | | | Cut vacant Deputy position and Reclass Deputy to Captain |
| Sheriff Court Services & Security | | | | | -2 | Move Threat Mgt Unit with 2 Deputy I to Sheriff CW Investigation & Support Svcs |
| Sheriff CW Investigation & Support Svcs | | -6 | | | 2 | Move 2 Threat Mgt Unit Deputy I from Sheriff Court Services & Security, Cut 6 vacant Deputy III assigned to SLVLESA |
| Youth Services | | | | 2 | | Family Peer Support Specialists |
| Treasurer – Tax Admin | | | | 1 | | TL double fill allocation for retiring specialist to train replacement |
| Health | | -3 | | | | Health program grant ended, eliminating 1 Emergency Management Planner, 2 Community Health Workers |
| Animal Services | | | 1 | | | Animal Control Officer |
| Justice Courts | | | 1 | | | South Jordan Caseload Support TL |
| Totals | -1 | -9 | 2 | 3 | 0 | |

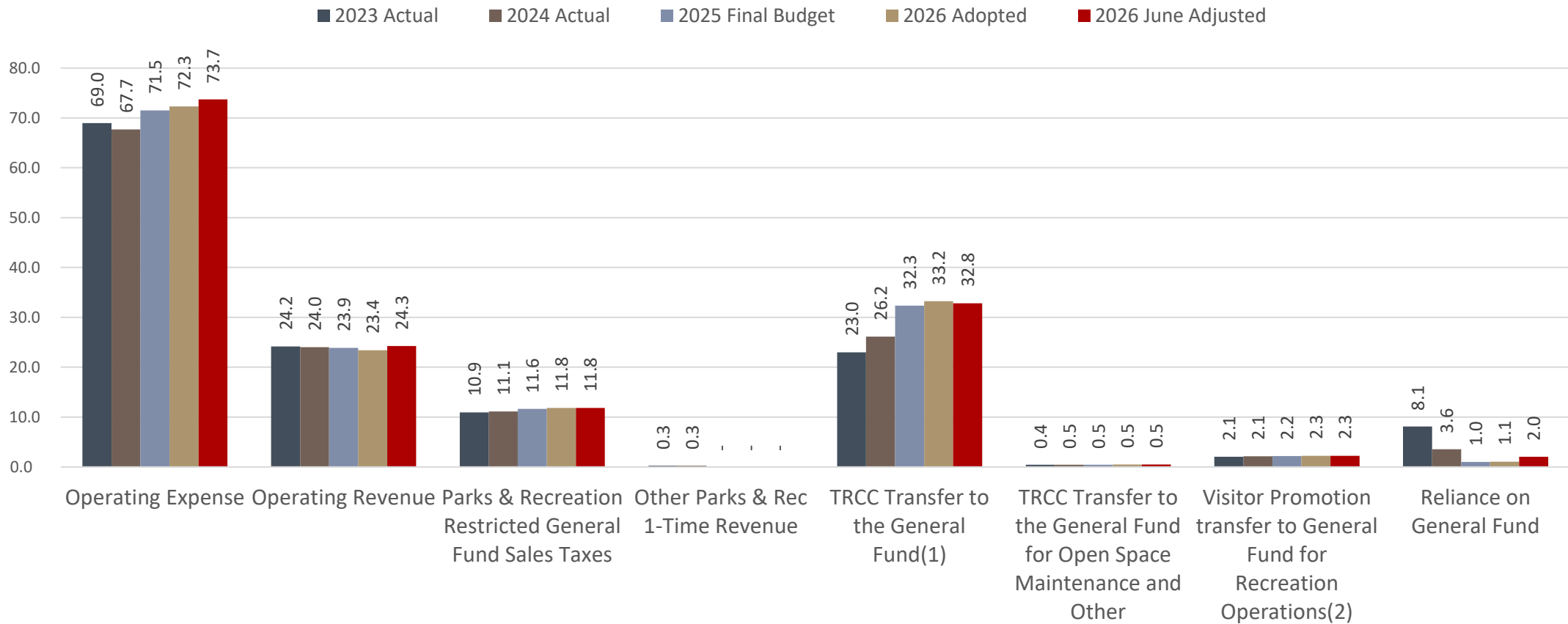
| | |
|---|-----------------|
| June Budget FTE changes: | -5.00 |
| Pre-June Interim Budget Adjustments: | 17.00 |
| Total FTE in 2026 Adopted Budget: | <u>4,339.12</u> |
| Total FTE in 2026 June Adjusted Budget: | 4,351.12 |



Parks & Recreation



Funding Sources (\$M)



(1) TRCC fund transfers to Parks & Recreation operations currently at the maximum recommended by the TRCC Advisory Board.

(2) Visitor Promotion fund transfer to the General Fund for Recreation operations subsidy.



2026 Ending Fund Balances

Key Funds



in millions \$

| | Original Adopted Budget | | June Adjusted Budget * | | Change * | |
|----------------------|-------------------------|------------|------------------------|------------|----------|------------|
| | Budget | Projection | Budget | Projection | Budget | Projection |
| General | 110.3 | 132.1 | 94.7 | 116.0 | (15.6) | (16.1) |
| Flood Control | 2.0 | 13.1 | 2.0 | 6.8 | 0.0 | (6.3) |
| Health | 8.5 | 15.1 | 14.2 | 20.6 | 5.7 | 5.5 |
| Planetarium | 2.9 | 3.4 | 2.7 | 3.2 | (0.2) | (0.2) |
| Tax Admin | 3.5 | 5.5 | 2.1 | 3.8 | (1.4) | (1.7) |
| Library | 21.0 | 24.3 | 29.8 | 35.0 | 8.8 | 10.7 |

* Proposed Budget. Also, certified tax rates are not yet available, so property tax revenues have not been updated in the budget.



Financing Plans

- Municipal Building Authority Library Bonds – tranche 1 estimated at \$23M, with tranche 2 estimated at \$30M.
- 2026 TRCC bond for Larry H. and Gail Miller Family Art Center – current estimate is at \$37M debt level on a \$90M project.
- Visitor and Promotion Fund Sales Tax Revenue Bond – \$200-300M, when combined with statutory diversions sharing exact legally allowable uses.
- Public Safety Bond – continuing to work out details – construction cost estimate expected September 25th, 2026



2026 Budget Recap

All Funds



- All funds are balanced
- Net appropriations at approximately \$1.6B, excluding non-discretionary pass-through expenses of approximately \$0.5B

Employee Day Tomorrow





Mayor's Proposed Budget, including this presentation, is available online:

<https://slco.org/finance/budget/budget-documents/>